

STATE OF NEW JERSEY

Board of Public Utilities 44 South Clinton Avenue, 1st Floor Trenton, New Jersey 08625-0350 www.nj.gov/bpu/

		CLEAN ENERGY
N THE MATTER OF THE CLEAN ENERGY PROGRAM)	ORDER
AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL)	
ENERGY EFFICIENCY INCENTIVES EXCEEDING)	
\$500,000 – NEW BRUNSWICK ENERGY LLC)	DOCKET NO. QO24050306

Parties of Record:

Brian O. Lipman, Esq., Director, New Jersey Division of Rate Counsel Sarah Clarke, Executive Vice President, New Brunswick Energy LLC

BY THE BOARD:

The New Jersey Board of Public Utilities ("Board" or "BPU") through New Jersey's Clean Energy Program ("NJCEP") manages several individual commercial and industrial ("C&I") energy efficiency ("EE") programs targeting the C&I market segments. Eligible applicants may receive rebates for a portion of the cost of installing energy efficient technologies such as light-emitting diode lighting, heating, ventilation, and air conditioning, and other energy conservation measures ("ECMs"). NJCEP offers incentives to large energy users to upgrade or install ECMs in existing buildings to help offset these capital costs. Incentives are also available for projects involving distributed energy resources. All proposed C&I EE financial incentives and rebates exceeding \$500,000 require explicit Board approval.¹

The Combined Heat and Power & Fuel Cell ("CHP-FC") Program is open to all C&I customers of investor-owned utilities. Incentives are disbursed upon completion of three program milestones: 1) proof of purchase of equipment; 2) project installation and operation, including successful inspection; and 3) acceptance and confirmation of achievement of the required performance thresholds based upon 12 months of operating data.

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¹ In re the Comprehensive Energy Efficiency and Renewable Energy Resource Analysis for the 2009 Through 2012 Clean Energy Program -- Revised 2012-2013 Programs & Budgets - Revised Rebate Approval Process, BPU Docket No. EO07030203, Order dated May 3, 2013.

By this Order, the Board considers the application of New Brunswick Energy LLC ("applicant"), submitted on June 30, 2023 under the Fiscal Year 2023 ("FY23") CHP-FC Program pursuant to the Energy Efficiency and Renewable Energy Program Plan Filing for FY23 dated April 12, 2023. The project is located at the Rutgers Cancer Institute of New Jersey in New Brunswick, New Jersey. The applicant requested a total financial incentive of \$2,555,625 for a project that is expected to cost \$10,070,056.

This project involves the installation of a 1,990-kilowatt combined heat and power system. It has a system efficiency of seventy-seven percent (77%) and will have black start and islanding capabilities.²

The project is anticipated to annually produce 14,344,452.7 kilowatt-hours ("kWh") of electricity and 47,025 million British thermal units ("MMBtu") of recovered heat. The project is anticipated to save an estimated 7,132,180.5 kWh in cooling and an estimated 22,690 MMBtu in heating. The estimated payback period without incentives is 3.53 years; when factoring in the incentives, the estimated payback period is reduced to 2.64 years.

TRC Environmental Corporation ("TRC"), the Program Manager engaged by the Board to manage the CHP-FC program, attested to the accuracy of certain information regarding the project and that the project application adheres to the current terms and conditions of the program. Further, TRC, in its role as the NJCEP Program Administrator, submitted its certification that the incentives were calculated in accordance with the program's policies and procedures, the listed amounts are the true and accurate estimated incentives for which the applicant is eligible, and the documentation supporting estimated energy savings inputs was located, reviewed, and made available to calculate the rebate amounts as required by the program's policies and procedures. Based on these certifications and the information provided by TRC, Board Staff recommends approval of the above-referenced application.

FINDINGS

The Board <u>HEREBY ORDERS</u> the approval of the aforementioned application for the total estimated incentive amount of \$2,555,625 for New Brunswick Energy LLC and <u>AUTHORIZES</u> issuance of a standard commitment letter to the applicant identified above, setting forth the terms and conditions of this commitment.

² Black start is the ability for power generation to restart parts of a power system to recover from an outage. Islanding is the ability for a power system to operate independently of a power grid during an outage.

The effective date of this Order is July 31, 2024.

DATED: July 24, 2024

BOARD OF PUBLIC UTILITIES

BY:

PRESIDENT

DR. ZENON CHRISTODOULOU COMMISSIONER

COMMISSIONER

MICHAEL BANGE COMMISSIONER

ATTEST:

SHÈRRI L. GOLDEN

SECRETARY

Board of Public Utilities.

IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 – NEW BRUNSWICK ENERGY LLC

DOCKET NO. Q024050306

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