



Energy Efficiency Stakeholder Meeting

April 18, 2024

Agenda

- 1. Re-cap of Last Meeting
- 2. New Jersey Energy Efficiency Programs
- 3. Energy Efficiency Updates
 - NJCEP Updates
 - New Construction Program Update
 - Community Energy Plan Grant / Community Energy Plan Implementation Grant Update
 - Benchmarking Update
 - Utility Updates
 - Regulatory Updates
 - Triennium 2 Filings Review
- 4. Guest Presentation Ground Source Heat Pumps, Geothermal, and Air to Water Heat Pumps
- 5. General Q&A
- 6. Items of Interest
- 7. Next Meetings



Recap of Last Month

March Meeting Recap

What we covered:

- ✓ NJCEP Updates
 - ✓ NJCEP New Construction Program
 - Community Energy Plan Grant / Community Energy Plan Implementation Grant Update
- ✓ Utility Updates
- ✓ Regulatory Updates
 - ✓ Triennium 2 Filings Review
- ✓ Guest Presentation: Air Source Heat Pumps
- ✓ Q&A



New Jersey Energy Efficiency Programs

New Jersey Energy Efficiency Programs

www.NJCleanEnergy.com/TRANSITION

NJBPU and NJCEP Administered Programs



- New Construction (residential, commercial, industrial, government)
- Large Energy Users
- Energy Savings Improvement Program (financing)
- State Facilities Initiative*
- Local Government Energy Audits
- Combined Heat & Power & Fuel Cells

*State facilities are also eligible for utility programs



NJBPU and Utility Co-Administered Programs





Energy Efficiency Program Information

www.NJCleanEnergy.com/TRANSITION



FREQUENTLY ASKED QUESTIONS

Frequently asked questions (FAQs) are grouped by the following subject areas; you can jump to any section by clicking on one of the topics below:

General FAQs Commercial & Industrial Programs FAQs Residential Programs FAQs Contractor Specific FAQs Questions

General FAQs

Why are some energy efficiency programs now managed by the utility companies? (updated August 9, 2022)

The transition of the administration of certain energy efficiency programs from NJCEP to the utilities occurred in accordance with the mandales from the Clean Energy Act of 2018. These new programs allow the utilities to work directly with customers to achieve energy savings. The Board considered the following in establishing this transition:

- Programs that rely heavily on the use of contractors will be handled at the utility level, where the utility companies can build strong relationships and lead co-branded advertising and marketing efforts.
- Utilities will handle programs that rely on customer data or advanced metering infrastructure (AMI) to streamline customer data access layers and minimize the sharing of data to protect customer privacy.
 - Utilities are well-suited to deliver certain energy efficiency programs, such as those that are based on existing customer relationships and that rely on utility data and systems.
 - O Utility administration works best for programs that can leverage utilities' knowledge of energy consumption, customer demographics, workforce infrastructure, and existing customer relationships within their service territories. Utility access and increased customer access to energy use data enables the design of more personalized services and programs, tragrede outreach, and individualized solutions for customers.
- O Utilities can offer flexible financing options, such as on-bill repayment.
- Customers may have more "brand awareness" and direct communication with their utility, which facilitates the broader adoption of energy efficiency measures.

Energy Efficiency Updates: New Jersey's Clean Energy Program

More NJCEP Information

Quarterly Newsletter: www.NJCleanEnergy.com/NEWSLETTER

Clean Energy Program Filings:

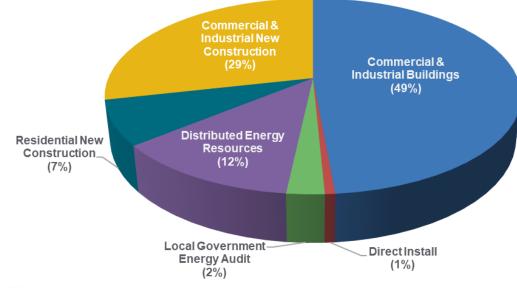
www.NJCleanEnergy.com/FILINGS

Search **Clean Energy Program Monthly Progress to Goal Report** RESIDENTIAL COMMERCIAL, INDUSTRIAL RENEWABLE ENERGY NEW JERSEY'S CLEAN ENER Program U me » Clean Energy Council & Committees » Energy Efficience www.NJCleanEnergy.com/EE - Meeting Materials Archive Energy Master Plan Updat ABOUT NJCEP **Energy Efficiency Meeting Materials Archive** Solar Scam Warning BOARD OF PUBLIC UTILITIES Select A Year to View: School and Small Rusiness Energy Efficiency Stimulus Program POLICY UPDATES & REQUEST FOR Energy Efficiency Program Transition New in FY24: Meeting Materials Program Literature Slide Deck, Webinar Recording & PTG Report Slide Deck & Webinar Recording Progress to Goals Report is posted with post-EE Slide Deck & Webinar Recording Stakeholder Meeting resources after this Slide Deck & Webinar Recording Program Literature Slide Deck & Webinar Recording meeting Side Deck & Webinar Recordin Jan 19, 2023 Slide Deck & Webinar Recording nergy Master Plan Con state 9

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Budget Break-down by Program

FY24 TRC Managed Programs Incentive Budget: \$148,502,129





Energy Efficiency Programs FY24

NJCEP/TRC Managed

Closed

- Residential Products & HVAC
- Residential Existing Homes
- Direct Install

Closing Out

- C&I Buildings (existing buildings)
- SmartStart Retrofit
- Pay for Performance Existing Buildings
- School & Small Business Stimulus Program (federally funded)

NJCEP/TRC Managed

Open

New Construction

Was: Residential New Construction, SmartStart New Construction, Pay for Performance New Construction, Customer Tailored Energy Efficiency Pilot New Construction

- Large Energy Users
- Local Government Energy Audit
- Distributed Energy Resources



BPU/Utility Managed

Comfort Partners

What is the New Construction Program?

PROPOSED PROGRAM

ABOUT THE PROGRAM

Three pathways to fit your needs to achieve greater energy savings

INCENTIVES

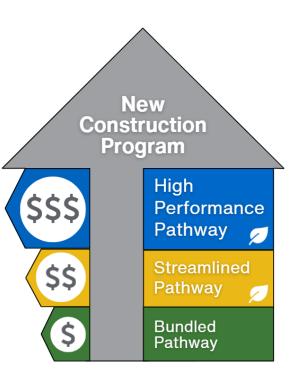
Based on selected pathways and size

WHO IS ELIGIBLE

All new construction buildings or eligible major renovation projects

ADDITIONAL OPPORTUNITIES

Incentives for energy efficiency beyond code requirements, encouraging greater energy savings





PROPOSED **New Construction Program Timeline** PROGRAM 3/6/2024 TBD New Construction Program Compliance Filing posted for Launch **Public Comments** LAUNCH m 3/27/2024 Public comments NOW close for Compliance Filing Current programs remain open until the transition to New Construction Program



Watch for BPU <u>Energy Efficiency Listserv</u> updates, attend <u>Energy Efficiency Stakeholder Meetings</u>, or attend an upcoming program overview or <u>trade ally webinar</u> event for details.

Community Energy Plan Grant & Community Energy Plan Implementation Grant Update

These two grant programs support municipalities with community-level clean energy initiatives.

Community Energy Plan Grant (CEPG) Program

- Grants for municipalities to develop community energy plans aligned with their respective needs
- Two grant award levels
 - \$10,000
 - \$25,000 overburdened municipalities

Community Energy Plan Implementation (CEPI) Grants

- Grants for municipalities to implement community energy projects
- Applicants eligible for \$250,000 with possibility of additional awards if funds remain after all priority projects are funded.

Sustainable Jersey will provide Technical Assistance for applicants, with a focus on assistance for overburdened municipalities

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Community Energy Plan Grant & Community Energy Plan Implementation Grant Update

New Application Deadline! Friday, May 24

Applications must be submitted before 5 pm Eastern time

- Applications for both programs available on the NJCEP website at <u>NJCleanEnergy.com/CEP</u>
- Questions can be submitted to: <u>community.energy@bpu.nj.gov</u>



Benchmarking Update

- As of April 2nd, postal mailings were sent to commercial building owners
 - Building owners should expect to receive a notice within the first two weeks of April
- The submission deadline is July 1, 2024 for this reporting year (2023)
 - Building owners will have a 90-day grace period after the July 1st date to report
- A Helpdesk is available to answer questions about the benchmarking program and Portfolio Manager
 - To view frequently asked questions, submit a general inquiry or an exemption request, receive instructions for how to report, and obtain training resources and important updates: <u>https://nj.beam-portal.org/helpdesk/</u>
 - To submit an inquiry to the Helpdesk, please visit: <u>https://nj.beam-portal.org/helpdesk/</u> and select "New Ticket"
 - To respond to a previously submitted ticket or a received email, please email njbpubenchmarking@beam-portal.org or call phone number 888-533-4571



Energy Efficiency Updates: Utility Updates



Utility Updates

NJ Energy Efficiency Stakeholder Meeting

Kyle Haddock and Phil Madnick, RECO on Behalf of The NJ Joint Utilities – April 18, 2024





Utility Updates

- All utilities submitted their filings for the Second Triennium (1/1/2025-6/30/2027), as well as their extension request for the First Triennium (to cover 7/1/2024-12/31/2024)
 - Working through extensive discovery requests
- Joint Utility Contractor Calls
 - Residential HVAC contractor event- Spring- scheduled for April 18th
- Community Events
 - ACE is participating in the following community outreach events
 - Bridgeton Wellness Expo; April 18 from 6pm 8pm; 550 Buckshutem Rd, Bridgeton, New Jersey 08302
 - Cape May Zoo Earth Day Celebration; Saturday, April 20 from 10am-3pm
 - Lower Township Chamber of Commerce 2nd Annual Business to Community Night; April 23 from 4-7pm; Naval Air Station Wildwood
 - ACUA Annual Earth Day Event; April 28 from 10am 4pm; 6700 Delilah Road Egg Harbor Township, NJ 08234
 - Appliance Recycling Event; May 4 from 8am-1pm; Lowe's; 3171 Rte 9 S, Rio Grande, NJ, 08242
 - JCPL will be attending the Hope Environmental Commission Green Team Fair in Hope Township, April 27th and the Concordia Green Team Fair in Concordia, May 4th.
 - South Jersey Gas will be tabling an event at Stockton University for the Annual Successful Aging Festival, May 15th

2024 NEW JERSEY

SUSTAINABILITY SUMMIT

SUSTAINABLE JERSEY CERTIFIED

MAY 3, 2024 9:00 AM-4:00 PM BELL WORKS, HOLMDEL, NJ

Utilities supporting green teams, serving as exhibitors and sponsors





2024 Sustainability Summit Webpage





Utility Updates

Earth Month Campaigns

- Rockland Electric *Make Everyday Earth Day*
 - Unique Earth Day discounts on our marketplace oru.com/save on smart thermostats, EV chargers, and water saving products
 - Behavioral Home Energy Report Marketing Module promoting MyORU Store
 - Campaign promoting FREE Home Energy Assessments via bill inserts and newsletter
- PSE&G
 - External communications promoting the Earth Month smart thermostat sale
 - Bill inserts, Residential e-newsletter, Google Postcard , MyEnergy Postcard , MyEnergy Challenge Email, PSEG.com Homepage Banner, Social media on PSEG's Facebook, Instagram, and X accounts
 - PSE&G Spring 2024 Residential Trade Ally Event
 - Pre-Registration is required: <u>https://www.eventbrite.com/e/pseg-spring-2024-awards-ceremony-and-residential-trade-ally-event-tickets-851101005017</u>
- NJNG
 - Exclusive Earth Day smart thermostat discounts promoted via the NJNG Marketplace (4/3 4/30)
 - Omnichannel marketing approach communicating promotion to residential customers using historical marketplace purchase data and propensity modeling for further personalization and segmentation.
 - Primary channels: marketplace banner, direct mail postcard, social ads, social posts, drip emails and customer newsletter
- ETG, and SJG are offering Earth Day promotions on their Efficient Products marketplaces
 - www.elizabethtowngasmarketplace.com
 - www.southjerseygasmarketplace.com

New Jersey Natural Gas - Major Spring Events



We're celebrating 21 years of ocean discovery, coastal stewardship and energy conservation. Ocean Fun Days is an eco-friendly event the whole family can enjoy! Includes an Energy Scavenger hunt featuring the BPU!

Dates (both days will run 11 a.m. – 3 p.m.)

- May 18 Island Beach State Park, Seaside Park
- May 19 NJ Sea Grant Consortium, Sandy Hook

Hit an energy-saving home run this season with New Jersey Natural Gas and the Lakewood BlueClaws. During the games, NJNG's SAVEGREEN team will be sharing information on energy efficient tips and resources – plus some great swag.

Dates (all games start at 7:05 p.m.)

- May 5 Medusas, Night 1
- May 31 Medusas, Night 2
- June 29 Irish Heritage Night
- August 15 Medusa, Night 3

NJNG x BlueClaws Games



Current Heat Pump Incentives

| Measure Description | Minimum Efficiency Requirements† | Rebate Amount – ACE | Rebate Amount – JCP&L | Rebate Amount – PSE&G | Rebate Amount – RECO |
|---|--|---|---|-----------------------------|-------------------------------------|
| Air-Source Heat Pump – Tier 1 | SEER ≥ 16, EER ≥ 12.5, HSPF ≥ 9 | \$600 | \$600 | \$450 | \$300 |
| Air-Source Heat Pump – Tier 2 | SEER ≥ 18, EER ≥ 13, HSPF ≥ 10 | \$1,000 | \$1,000 | \$600 | \$390 |
| Air-Source Heat Pump – Cold Climate – Tier 1 | SEER \ge 16, EER \ge 12.5, HSPF \ge 9, and COP \ge 1.75 at 5°F | \$1,000 | \$1,000 | \$600 | \$300 *CH: \$1,600 per 10 MBH |
| Air Source Heat Pump – Cold Climate – Tier 2 | SEER ≥ 18, EER ≥ 13, HSPF ≥ 10, and COP ≥ 1.75 at 5°F | Does not have a Tier structure for this equipment. | Does not have a Tier structure for this equipment. | \$600 | \$390 *CH: \$1,600 per 10 MBH |
| Ductless Mini-Split Heat Pump | Single: SEER ≥ 20, EER ≥ 12.5, HSPF ≥ 10 Multi: SEER ≥ 18, EER ≥ 12.5, HSPF ≥ 10 | \$400 | \$400 | \$240 | \$240 |
| Ductless Mini-Split Air Conditioning | SEER ≥ 20, EER ≥ 12.5 | \$500 | \$500 | \$300 | \$270 |
| Heat Pump Water Heater | ENERGY STAR Certified | \$750 | \$750 | \$600 | \$450 *CH: \$1,000 |

• RECO's Clean Heat (CH) Pilot program offers enhanced heat pump rebates for customers interested in electrification.

• Additionally, residents with low to moderate income may be eligible for an additional incentive of \$200 (eligibility based on income at or below 400% FPL)

Energy Efficiency Updates: **Regulatory – State & Federal**

Triennium 2 Filings Review (Docket No. QO23030150)

- February 26, 2024 Presiding Commissioners' Orders
 - Summaries of proposed utility programs, budgets, cost recovery mechanisms
 - · Rulings on motions to intervene and participate
 - New Jersey Natural Gas Company (QO23120868)
 - Intervenors: EEA-NJ, NJLEUC, NRDC, NJPEEC, Sierra Club
 - Participants: Uplight, Joint Utilities
 - Elizabethtown Gas Company (QO23120869)
 - Intervenors: EEA-NJ, NJLEUC
 - Participant: Uplight, Joint Utilities
 - South Jersey Gas Company (QO23120870)

cleaner

- Intervenors: EEA-NJ, NJLEUC
- Participant: Uplight, Joint Utilities

- Atlantic City Electric Company (QO23120871)
 - Intervenors: EEA-NJ, NJLEUC
 - Participants: Convergent, CPower, Google, Uplight, Joint Utilities
- Jersey Central Power & Light Company (QO23120872)
 - Intervenors: EEA-NJ, NJLEUC
 - Participants: Convergent, CPower, Google, Joint Utilities
- Public Service Electric & Gas Company (QO23120874)
 - Intervenors: EEA-NJ, NJLEUC, NRDC, NJPEEC, Sierra Club
 - Participants: Convergent, CPower, Google, United, Uplight, Joint Utilities
- Rockland Electric Company (QO23120875)
 - Intervenor: EEA-NJ
 - Participant: CPower, Joint Utilities

Advanced Energy United (United), Convergent Energy and Power Inc. (Convergent), Energy Efficiency Alliance of NJ (EEA-NJ), Natural Resources Defense Council (NRDC), NJ Large Energy Users Coalition (NJLEUC), NJ Progressive Equitable Energy Coalition (NJPEEC)

Triennium 2 Filings Review (Docket No. QO23030150)

- Next steps:
 - Ongoing discovery
 - Prehearing orders: procedural schedules, issues to be resolved
 - PSE&G: March 28
 - ACE, JCP&L, RECO: April 12
 - NJNG, SJG, ETG: on deck
 - Settlement conferences (March–April 2024)
 - Public hearings on each filing TBA (expected to occur mid-May to mid-June)
 - Board action (summer early fall 2024)
 - Triennium 2 starts January 1, 2025

Guest Presentation

William Amann, P.E., LEED Fellow President, M&E Engineers, Inc.

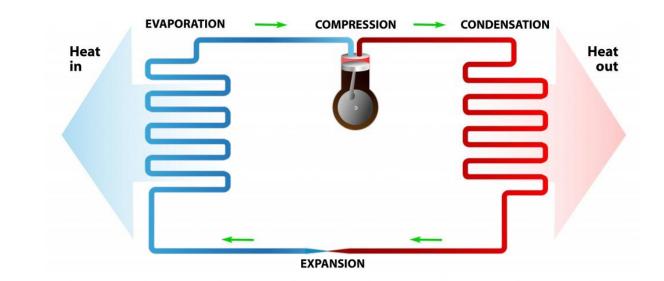
- Heat Pump Carnot Efficiency
- Air to Water Heat Pumps
- Water Source Heat Pumps
- Ground Source Heat Pumps Closed Loop

Open Loop

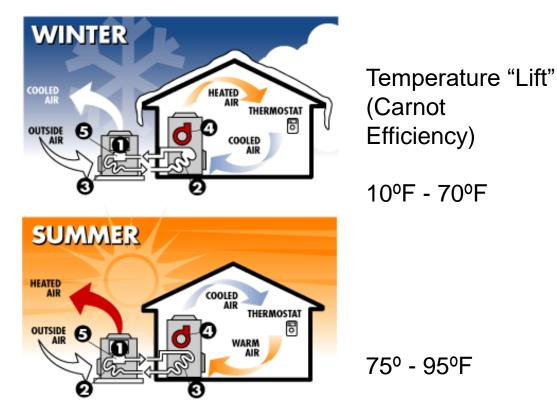
William Amann, P.E., LEED Fellow

President, M&E Engineers, Inc.

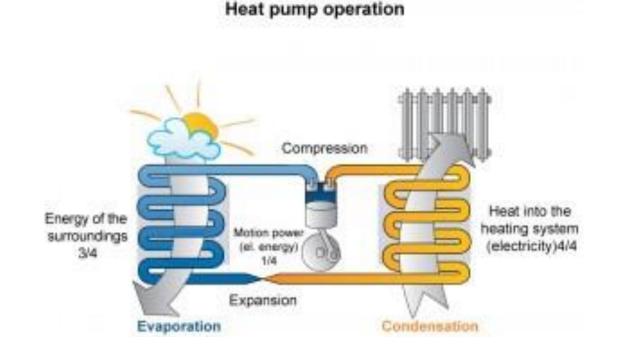
How does a heat pump work?



First Law of Thermodynamics – Energy cannot be created or destroyed



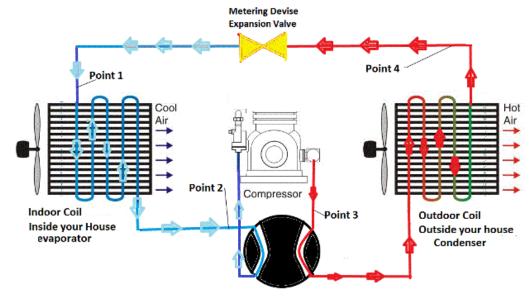
Air to Air Heat Pumps



Ratio of Useful Heat Movement Per Work Input Coefficient of Performance (COP) = 4

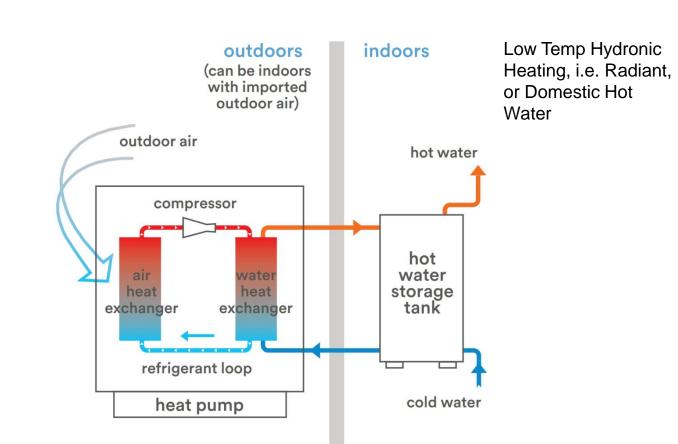
Units Typically Provide Heating & Cooling

Heat Pumps

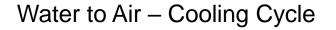


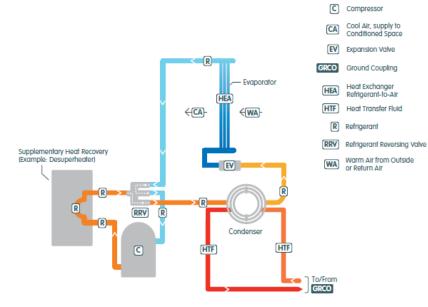
Reversing Valve In position A cooling Mode

Reversing Valve Reverses the Refrigerant Flow Between the Evaporator and Condenser



Water-Source Pumps Heat





Water-to-Air Heat Pumps Use Energy from Fluid Systems Instead of the Outside Air

Water to Air Types

- Console
- Horizontal (Ceiling Mounted)
- Vertical (In Closets)
- Vertical Stack
- Floor by Floor (VAV)
 With Waterside Economizer
- Rooftop

Water to Water

- Chillers
- Low Temperature Water Heaters
- Domestic Water Heaters

Water Source Heat Pumps



Typical Horizontal and Vertical WSHP Units

Water Source Heat Pumps

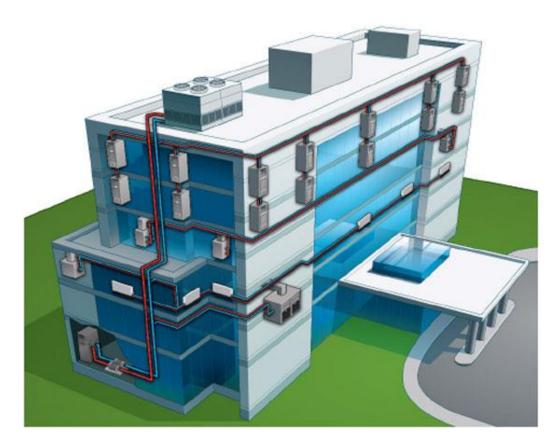


Water-to-Water Heat Pump

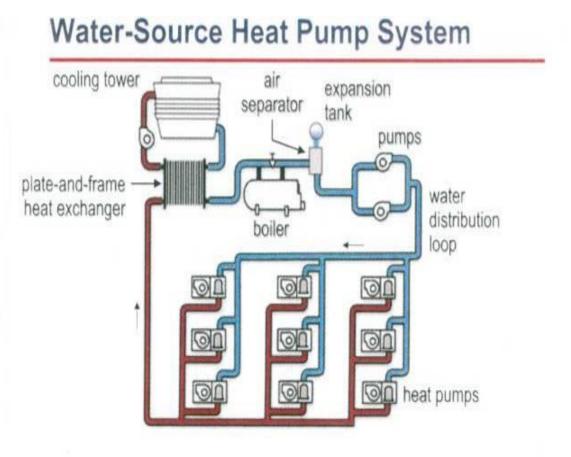
Chilled Water Warm Water (130F)



Water Source Heat Pumps



Water S Pumps Source Heat



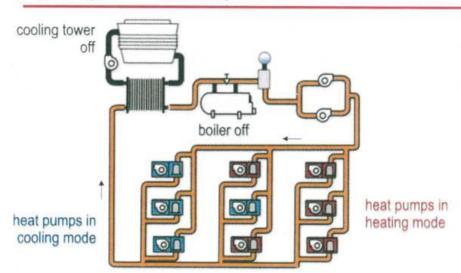
Water Loop Temperatures:

| Cooling - 86°F | EER ~ 15 to 18* |
|----------------|-----------------|
| Heating - 68°F | COP ~ 5 to 6* |

* Typical ISO Ratings for Trane Axiom VSV/VSH Variable Speed 2- 5 Tons at Full Load.

Note: Condenser Water Systems Typically will not sweat, and do not need to be insulated. And they have very little thermal expansion, therefore very little stress. Interior zones in cooling mode reject heat to loop; perimeter zones absorb heat from loop. System is in balance, and no heat input (boiler) or rejection (cooling tower) energy is required.

Spring and Fall Operation

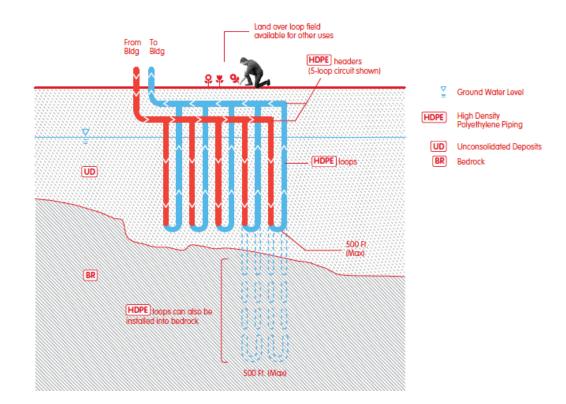


Ground-Coupled Pumps Heat



Closed-loop Heat Exchanger

Pumps **(**) iround Π Coupled Heat



Mean Earth Temperature = 55°F (New Jersey)

Ground Coupled Closed Loop Temperatures:

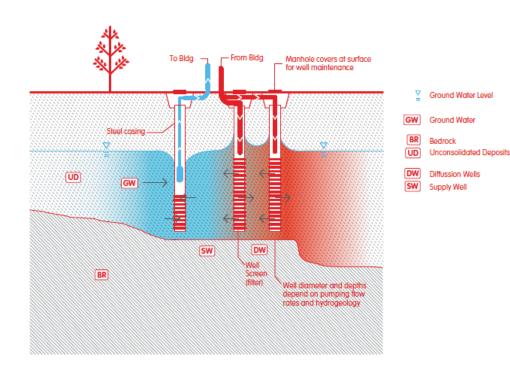
| Cooling - 77°F | EER ~ 18 to 22* |
|------------------|-----------------|
| Heating - 32°F** | COP ~ 4* |

* Typical Values for Trane Axiom VSV/VSH Variable Speed 2- 5 Tons at Full Load.

** Requires Glycol/Brine

Open Loop Heat Pumps



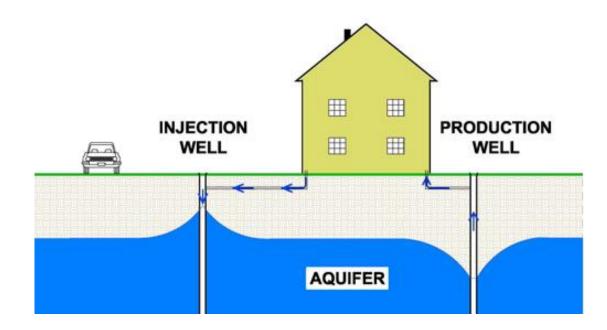


Supply Well & Return Wells

Open Loop Temperatures:

Cooling - 59°F EER ~ 25 to 33* Heating - 50°F COP ~ 5*

* Typical Values for Trane Axiom VSV/VSH Variable Speed 2- 5 Tons at Full Load.



Hydrology Matters



William Amann, P.E., LEED Fellow President, M&E Engineers, Inc.

General Q&A

To submit questions in advance for next month: **EnergyEfficiency@bpu.nj.gov**

Items of Interest

Next Meetings

Energy Efficiency Stakeholder Meetings

NJCleanEnergy.com/EB

3rd Thursday of the Month, 1-2:30pm

Next Guest Presenter: Heat Pump Water Heaters Chrissy Herkenham, TRC

May 16, 2024 June 20, 2024 July 18, 2024 August 15, 2024 September 19, 2024 October 17, 2024

(no November meeting) December 19, 2024



More Information

VISIT

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CONTACT

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