

### Thank you to our sponsor





### Agenda

- 32BJ Welcome: Michaela Boren, Manager, Green Programs, 32BJ Training
- Incentives Primer: Ellen Honigstock, Senior Director, Education, Urban Green Council
- NYC Accelerator Program Overview: Gledis Korra, Account Manager, NYC Accelerator
- Con Edison Multifamily Incentives Programs: Derick Kowalczyk, Multifamily Program Manager, Willdan Energy Services
- Audience Q&A



**Incentives Primer** 

**NYC Accelerator** 

Con Edison

Audience Q&A

### Michaela Boren

Manager, Green Programs, 32BJ Training



### Ellen Honigstock

Senior Director, Education, Urban Green Council



### **Primer:**

What Are Utility Energy Efficiency Incentives?



### **New York State has Ambitious Targets for Carbon Reduction**

**New Efficiency New York (NENY)** is a statewide energy efficiency target and comprehensive strategy that is the most aggressive in New York's history.

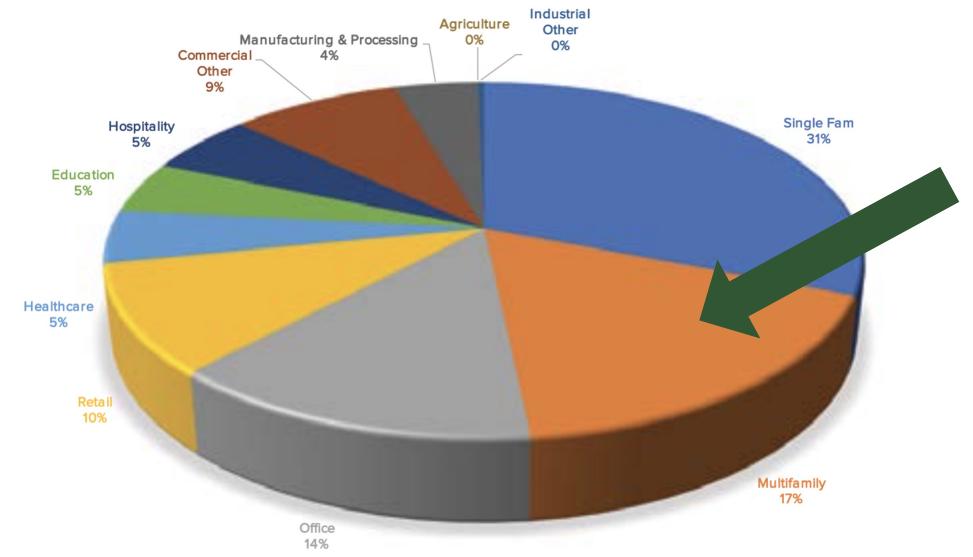
### **Targets (by 2025):**

- 185 TBtu Site Energy Savings (~fueling 1.8 million homes)
- 22 million metric tons CO2e reduction (~ 30% of the GHG emissions reductions to stay on target to meet 40x30)





### Main Focus: Increasing End-Use Efficiency in Buildings



### Multifamily sector is second only to single family homes in potential energy efficiency savings



Achievable savings potential by type (New Efficiency: New York, NYSERDA, 2018)

### Why are Utilities Incentivizing Customers to Use Less Energy?

### 1. Regulatory Compliance

### 2. Grid Stability and Economic Efficiency:

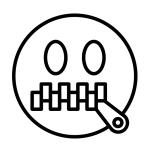
- Reduces overall demand on the power grid (especially during peak usage times).
- Reduces overload on the system.
- Reduces the need for new power plants.

### 3. Environmental Responsibility:

- Reduces greenhouse gas emissions.
- Reduces air pollution.

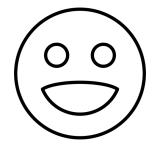


### Many Types of Incentives for Energy Efficiency



### **State and local government programs:**

- Tax rebates, discounts, and credits for specific technologies.
- Solar
- Low-interest loans and other financing options.



### **Utility energy efficiency incentive programs:**

 Funded by ratepayers via a small surcharge on utility bills to provide incentives that facilitate energy efficiency projects.



Welcome

**Incentives Primer** 

**NYC Accelerator** 

Con Edison

Audience Q&A

### Gledis Korra

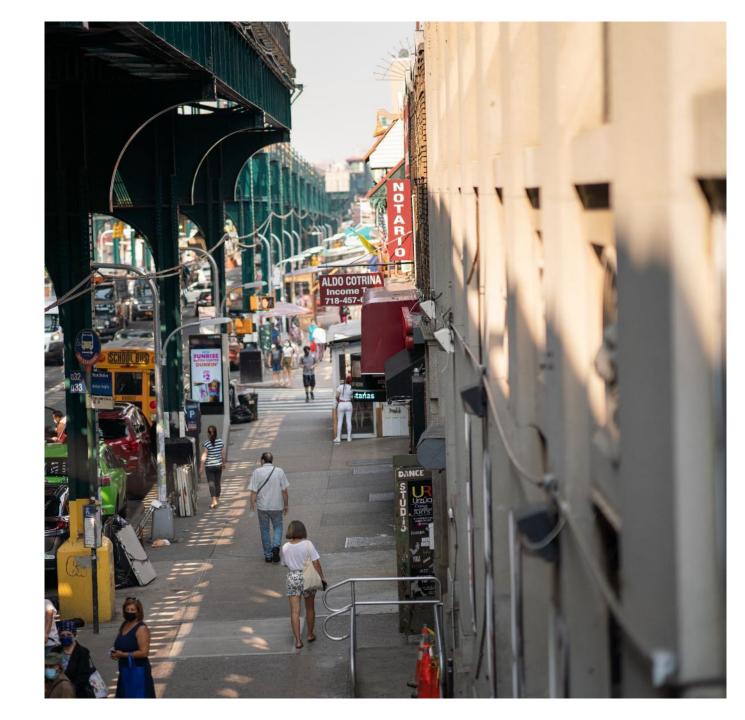
Project Verification Account Manager, NYC Accelerator





# Program Overview and NYC's Pathway to Decarbonization

Presented by: **Gledis Korra**, NYC Accelerator



### **Protecting NYC's Future**







Source: NYC's Roadmap to 80 x 50

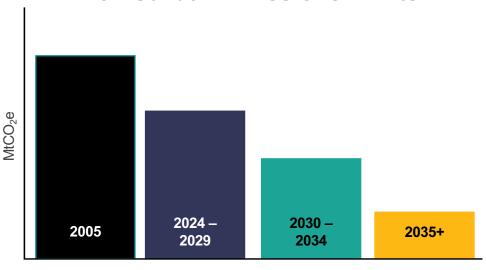
### Local Law 97 (LL97) Overview

- + Article 320: Market Rate buildings >25,000 square feet will meet ambitious carbon reduction targets
  - First carbon emissions limit will be applied in 2024-2029
  - Second carbon emissions limit will be applied in 2030-2034
  - Lower limits will follow in 2035 and beyond to reach carbon neutrality by 2050

### **Under existing conditions:**

- 89% of properties projected to meet 2024-2029 LL97 limits
- 63% of properties projected to meet 2030-2034 LL97 limits
- + Article 321: Affordable Housing buildings >25,000 square feet have varying requirements
  - Meet LL97 emission limits within a defined timeframe OR
  - Implement Prescriptive Energy Conservation Measures ("Prescriptive Path")

#### **LL97 Carbon Emissions Limits**



This visual is a conceptual aid and does not represent actual emissions caps established under LL97.



### NYC's Department of Buildings (DOB): New Proposed Rules for Local Law 97

The New York City Department of Buildings (DOB) issued a new set of rules to guide the implementation of LL97 in December of 2023.

### The key highlights include:

- Outline penalty mitigation pathways, including what is considered a "Good Faith Effort" to comply with the law's 2024 carbon limits.
- Create a new credit for early electrification work that building owners can apply toward emissions reduction targets.
- Describe reporting requirements and penalties for affordable housing and houses of worship under the law's Article 321 prescriptive pathway.

DOB held a public hearing on the September 2023 proposed rules on 10/24/23 and considered all public comments before publishing the final adopted rules in December 2023. DOB will publish additional rules related to LL97, as needed, in the future.



ス ス ス ス ス ス ス ス ス

### NYC Accelerator Program and Offerings

### What is NYC Accelerator?

→ A New York City program to help control costs, meet compliance requirements for local laws, boost building performance, increase energy savings, and reduce carbon emissions across New York City buildings.

#### NYC Accelerator:

- Provides free technical guidance to help the market transform how our buildings operate and are built
- Identifies building upgrade projects to help meet emissions limits established under the Climate Mobilization Act
- Offers no-cost building operator trainings and supports green workforce development
- Connects building decisionmakers directly with service providers to implement decarbonization projects
- Helps buildings identify applicable financial incentives and financing, such as NYC Accelerator PACE



### **How Does NYC Accelerator Work?**

### + Who is eligible?

- Any privately owned New York City building ≥ 5,000 square feet (new or existing)
- Smaller buildings referred to partner organizations

#### + How does it work?

- Call us and get connected with a dedicated Account Manager
- Receive objective advice customized to your needs

### + How much does it cost, and what's the catch?

No catch, no cost, no sign-up or commitment



### **How Can NYC Accelerator Help You?**

### **Step 1: Learn About NYC Accelerator**

- + Call us at **212.656.9202**, email us at <a href="mailto:info@accelerator.nyc">info@accelerator.nyc</a>, or complete the contact form on our website: <a href="mailto:accelerator.nyc/contact">accelerator.nyc/contact</a>.
  - Speak with a Program Coordinator
  - Get assigned a dedicated Account Manager
- Free resources on the NYC Accelerator website (content being added and updated)
  - Building energy law information
  - Technical primers explaining decarbonization opportunities
  - Case studies
  - Links to online tools: NYC Energy & Water Performance Map, GHG Emission Calculator
  - Building Energy Snapshot



### **How Can NYC Accelerator Help You?**

### **Step 2: Building Needs Assessment with Account Manager**

### Account Manager

### Collect Data

- Supply and confirm list of building(s) in portfolio
- Collect and assess benchmarking data
- Review energy letter grades (prioritize)

### Analyze

- Determine LL97 compliance pathway: prescriptive vs. carbon reduction
- Number of rent-regulated units
- Discuss compliance deadlines and action items
- Prioritize buildings based on energy grades and LL97 emissions

Prioritize

- Determine applicable energy conservation measures to meet LL97 requirements
- Energy audit review, opportunities based on building typology, past ECMs completed
- Discuss sequencing of projects based on energy savings and carbon reduction impacts



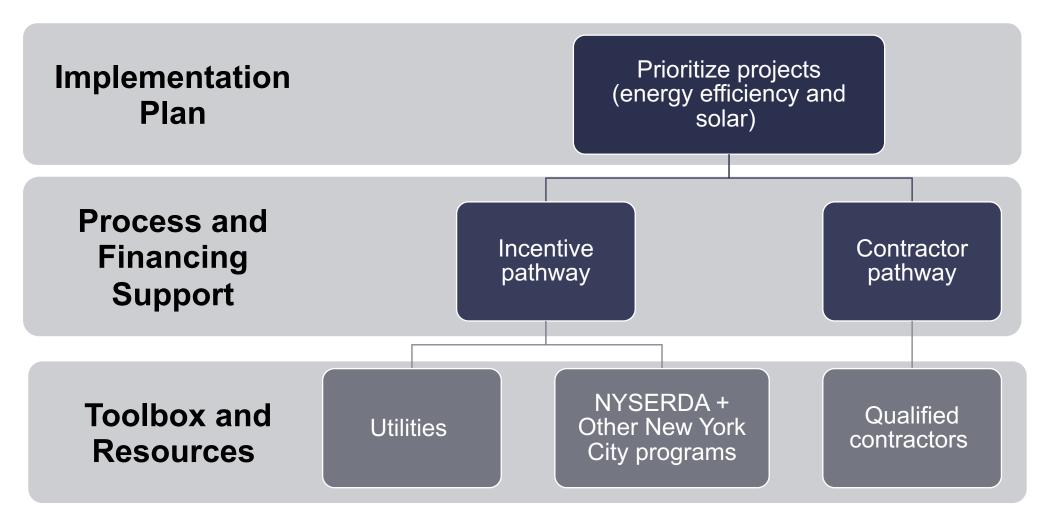
### **LL97: How Existing Buildings Could Meet 2030 Limits**

RANGE OF BUILDINGS	SAMPLE SCOPES TO MEET 2030 LIMITS	GHG REDUCTIONS
Buildings already performing close to 2030 targets	<ul><li>Invest in maintenance</li><li>Install low-flow fixtures</li><li>Air seal building</li><li>Heating system upgrades</li></ul>	22%-29%
Buildings that are significantly underperforming	<ul> <li>All of the above, PLUS:</li> <li>Roof insulation and air sealing</li> <li>Replace heating system with more efficient system</li> <li>Lighting improvements</li> <li>Heating system controls and sensors</li> </ul>	29%-48%
The worst-performing buildings (the worst 20th percentile)	<ul><li>All of the above, PLUS:</li><li>Install heat pump hot water heaters</li><li>Upgrade old windows</li></ul>	44%-63%



### **How Can NYC Accelerator Help You?**

**Steps 3 and 4: Decide and Implement** 





### **Available Resources and Incentive Programs**

#### + Utilities

- Con Edison
  - Multifamily Energy Efficiency Program (MFEEP)
- National Grid
  - Multifamily Program
  - Total Building Comfort Program

#### + State

- New York State Energy Research Development Authority (NYSERDA)
  - Flexible Technical Assistance (FlexTech) Program
  - Low Carbon Pathways Program
- Joint Utility and NYSERDA
  - Affordable Multifamily Energy Efficiency Program (AMEEP)
  - Clean Heat Program

### **+** Other Financing Options

- NYC Accelerator Commercial Property Assessed Clean Energy (C-PACE) financing
- Traditional financing through mortgage lenders









### **NYC Accelerator's Financing Assistance**

### Identify applicable financing programs

- → Relevant to specific project needs
- + Fit with building use and financial structure

### **Assist in navigating financing options**

- + Connection to capital providers and lenders
- + Engage building stakeholders in the process
- + Improve understanding of various financing products
- + Guidance assessing options



### **NYC Accelerator PACE Financing**



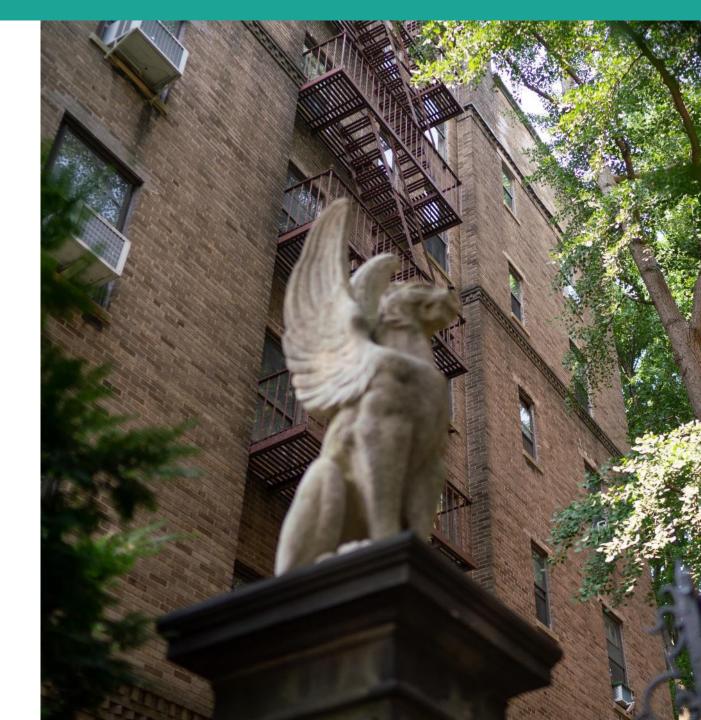
### **Benefits**

- + 100% financing, fixed rate, non-recourse
- **Long-term financing.** Loan term based on the weighted average useful life of improvements for up to 25-30 years. Longer-term financing extends repayment period, lowers payment
- + Lower energy expenses help offset the loan repayments with potential for positive cash flow
- The positive GHG impacts of the improvements can improve your building's energy efficiency rating and help compliance with LL97
- Transferable upon property sale. New owner enjoys energy savings and continues loan payments
- + PACE can retroactively finance improvements completed up to 3 years earlier



### **Provide Project Management Support**

NYC Accelerator will stay with you every step of the way from planning and predevelopment all the way through project completion!



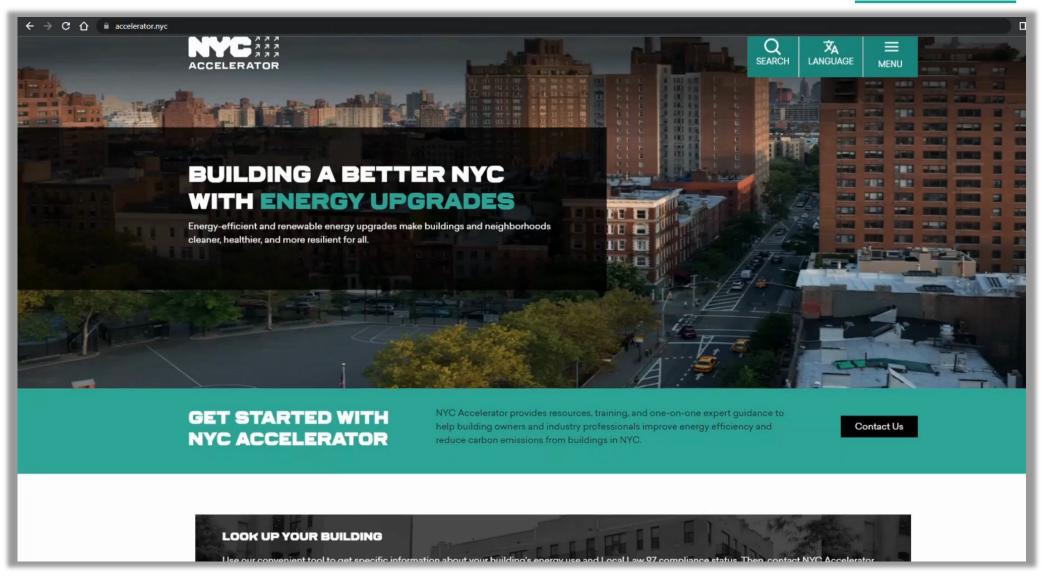


### Tools & Resources



### **Building Energy Snapshot Tool**

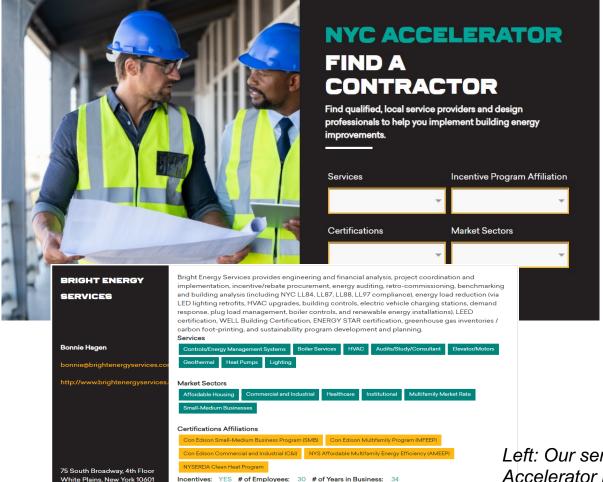
### **Click to watch**





### **Help You Assemble a Decarbonization Team**

NYC Accelerator can connect you with contractors and other service providers to help your property move forward toward compliance.



LL97 requires different professionals to certify and submit a report to the DOB depending on your pathway. NYC Accelerator can help you determine who you need on your project team!

#### Article 320:

- Registered Design Professional (Architect or Engineer)
- Contractors to do the work

### Art. 321 PECM Pathway:

- ✓ Retro-commissioning Agent
- ✓ A contractor(s)
- Project manager

Left: Our service provider lookup tool, not an endorsement. NYC Accelerator is a service provider-agnostic City program.





# Contact Our Team of Experts



Web: <u>accelerator.nyc/LL97</u>

Email: info@accelerator.nyc

Phone: 212-656-9202



Welcome

**Incentives Primer** 

**NYC Accelerator** 

Con Edison

Audience Q&A

### Derick Kowalczyk

Multifamily Program Manager, Willdan Energy Services





## Unlocking Multifamily Energy Incentives

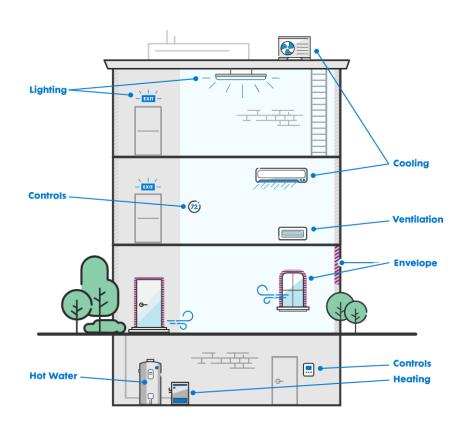






### **What Are We Covering?**

- Multifamily Programs Overview
- 2024 Incentives
- Case Study
- Application Process





### **Multifamily Programs Overview**





### **Energy Savings**

Con Edison provided incentives for 2,800+ multifamily projects to customers in New York City and Westchester County

\$100m + Cash Incentives

Paid out in 2023

25,000+ Megawatt Hours Saved

Enough to power **2,400** average US households for one year

862,000+ MMBtu Saved

The equivalent annual natural gas consumption for about **11,000** US households

"Electricity Use in Homes." US Energy Information Administration (EIA). Accessed 1.29.2024



### **Multifamily Programs Overview**



Multifamily Programs offer incentives for energy-saving equipment and technology upgrades to customers in NYC and Westchester County

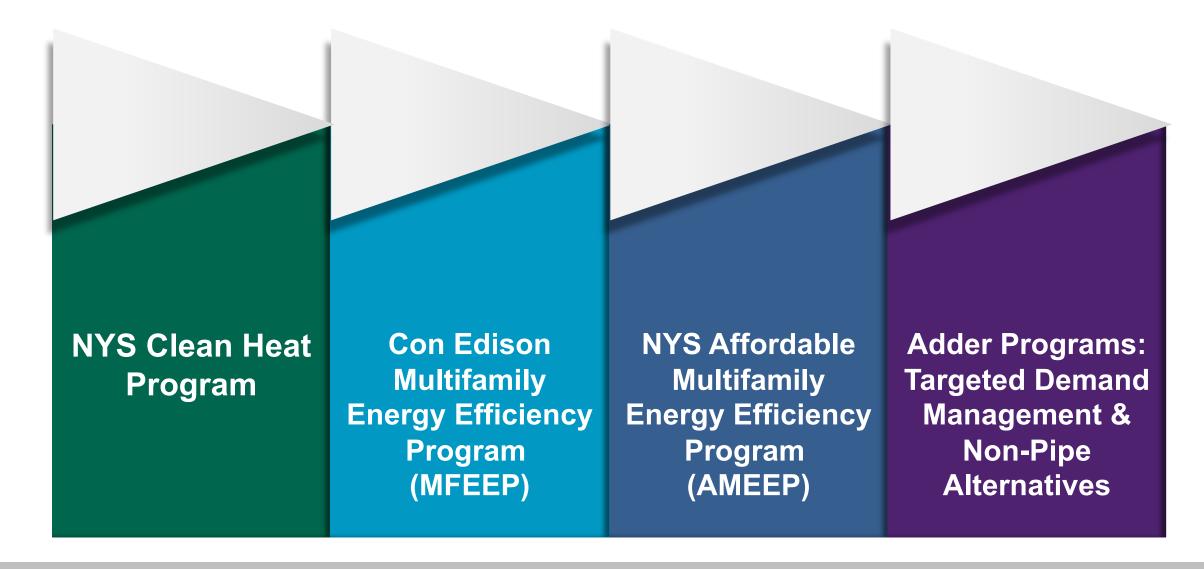


Incentives are applied through Con Edison's implementation contractor, Willdan Energy Solutions (WES)

### Eligibility Requirements:

- Buildings with 5+ residential units
- Customer must have an active Con Edison electric and/or gas service account for common area

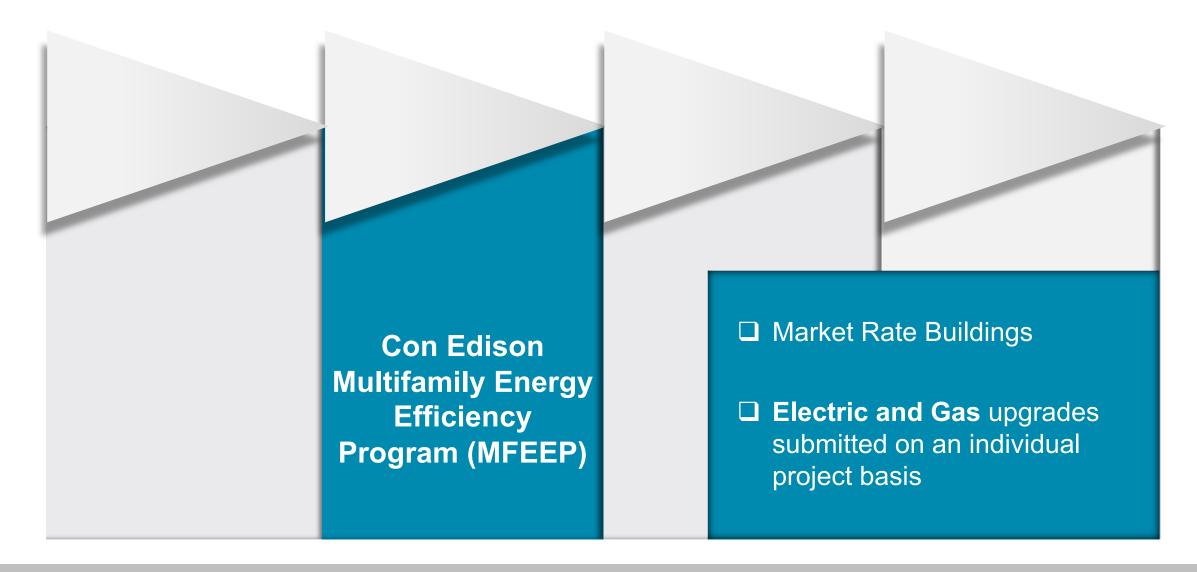














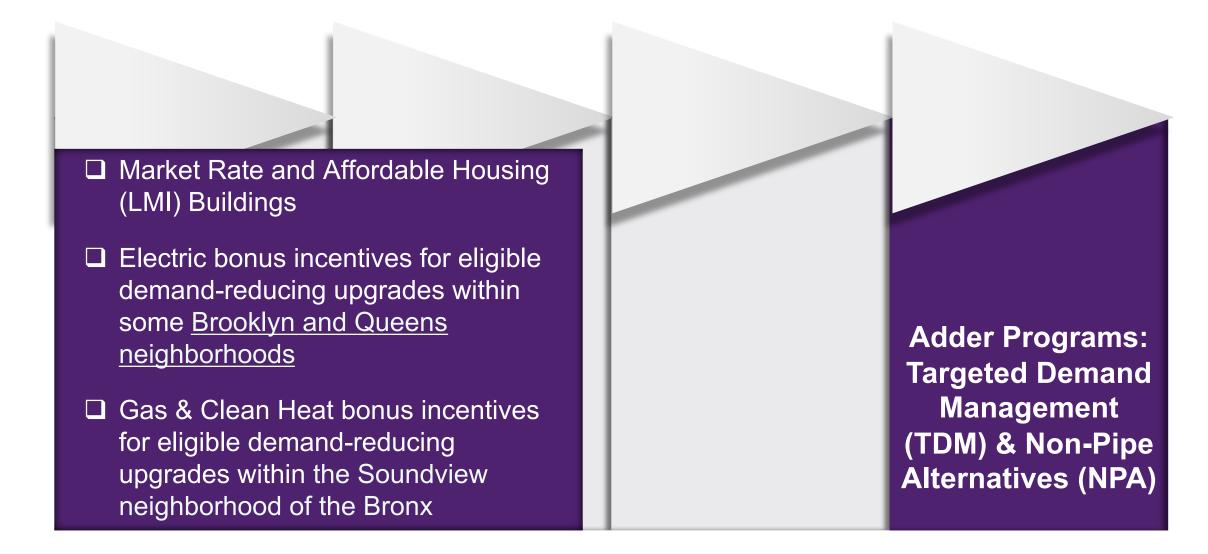
- ☐ Electric and gas upgrades submitted on an individual project basis
- ☐ Comprehensive Pathway available for whole-building retrofits.

Measures for Affordable Housing (LMI buildings) are associated to points and incentive is based on a per dwelling unit basis:

- **Tier 1:** 100 points \$1,500/dwelling unit
- Tier 2: 150 points \$2,000/dwelling unit

NYS Affordable Multifamily Energy Efficiency Program (AMEEP)







### Increase Profitability → Decrease Energy Usage





- Offset project costs with cash incentives
- Avoid fines
- Increase ROI
- Lower operating expenses

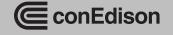


- Reduce carbon footprint
- Improve "building health"
- Meet sustainability goals
- Enhance reputation



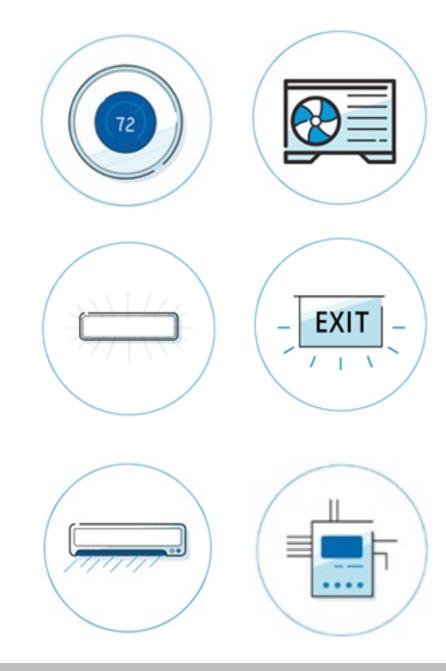
## **2024 Incentives**

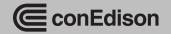




### **Electric Upgrades**

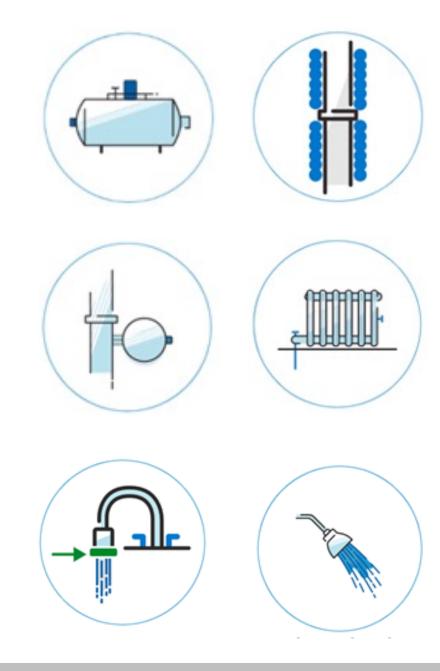
- Common Area LED Lighting and Lighting Controls
- In-Unit LED Bulbs
- Elevator Modernization
- HVAC
  - Variable Frequency Drives
  - EC Motors
  - Chiller Replacement
  - Cooling Tower Replacement
  - Packaged Terminal Air Conditioners
  - Air Conditioner Central Unit Replacement

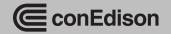




### **Gas Upgrades**

- Pipe Insulation
- Steam Traps
- Boiler Replacements
- Boiler Clean & Tune
- In-Unit Showerhead and Faucet Aerators
- Energy Management Systems
- 2-pipe Steam Retro-Commissioning
- Building Envelope
  - Air Sealing
  - Roof and Wall Insulation
  - Window Replacement

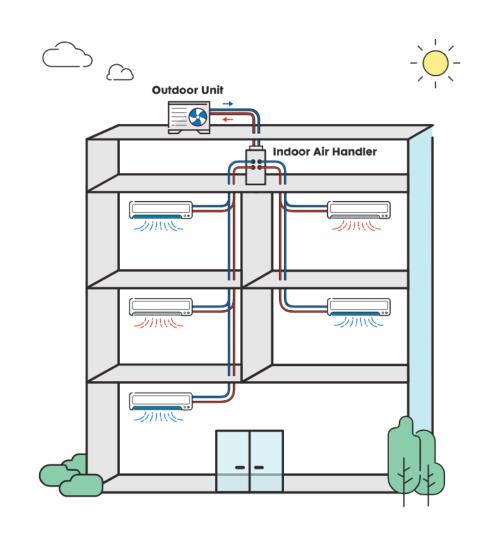




### **Clean Heat Program Upgrades**



- Air-Source Heat Pumps
- Heat Pump Water Heater
- Bonus incentives for Building Envelope improvements
  - Air Sealing
  - Roof and Wall Insulation
  - Window Replacement



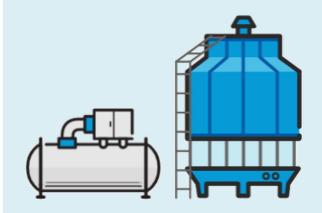


### **Additional Incentive "Adder" Programs**

- In additional to those incentives, Eligible Non-Wires Solutions neighborhoods may qualify for bonus incentives to reduce grid electric demand
- Fully covered common area LED lighting upgrades
- Bonus incentives
   (\$2,000/kW of energy savings) for:
  - Packaged Terminal Air Conditioners
  - Elevator Modernization
  - Chiller Replacement
  - Cooling Tower Replacement











### **Program Pathways**

#### PRESCRIPTIVE (STANDARD) MEASURES

- For Electric and Gas equipment upgrades outlined in program fact sheets on website.
- Customers and contractors automatically calculate energy savings using equipment information.

#### **CLEAN HEAT PROGRAM**

 Prescriptive and custom paths that offer incentives for heat pump installations.

#### **CUSTOM MEASURES**

- For equipment upgrades not listed in program fact sheets on website.
- Custom projects may require energy savings measurement and verification.

#### IN-UNIT DIRECT INSTALL (LMI)

 Free In-Unit LED upgrades and low-flow aerators for faucets and showerheads in dwelling units.



# **Case Study**





### **Multifamily Energy Efficiency Program**

Case Study

22,000 sq ft (147 unit)
MF Building in the Bronx



SOW

Roof Insulation (sq ft)



**ENERGY SAVINGS** 

13,955 therms annually; 73.8 tons of CO2



**COST** 

**Project Total:** \$294,530.31

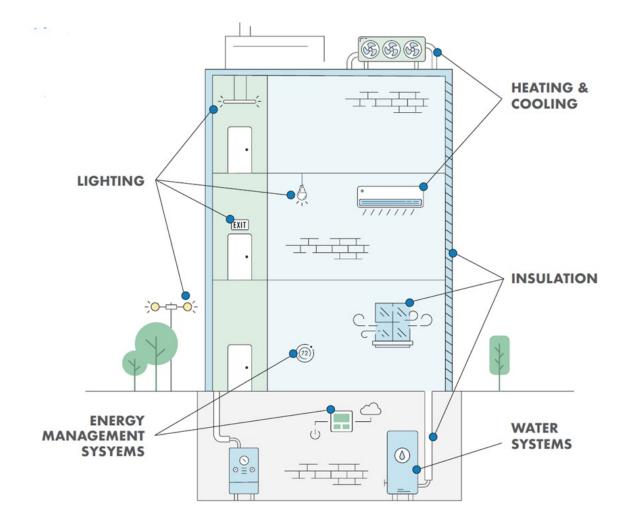
**Incentive: \$250,350.76** 

**Customer:** \$44,179.55



RESULTS

Payback: 2.2 years



<sup>\*</sup>Assuming \$1.44/Therm for central heating for the annual savings

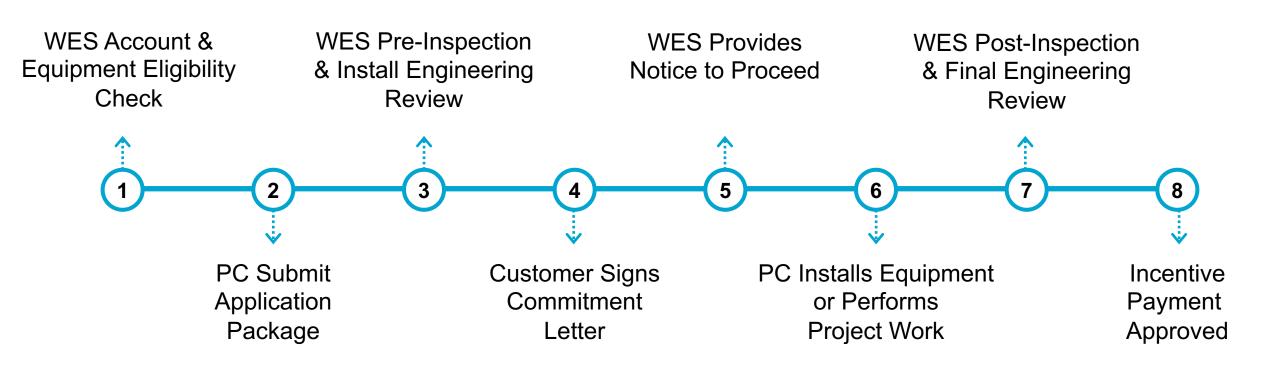


# **Application Process**





### **Application Process**





You MUST complete all pre-install requirements prior to moving onto installation/demo If you start installation prior to application completion, you will be ineligible for incentives



### **Thank You!**

### Willdan Energy Solutions

Program Implementation Contractor



ConEdMultifamily@willdan.com



DKowalczyk@willdan.com



844.316.4288

See <u>www.coned.com/multifamily</u> for application and program details



Welcome

**Incentives Primer** 

NYC Accelerator

Con Edison

Audience Q&A

# Audience Q&A

Unlocking Incentives: Multifamily Buildings



