

# **Energy Efficiency in Nova Scotia**

### Construction Association of Nova Scotia January 25,26, 2011 Stephen Crane



### WHO WE ARE

- New, independent corporation, dedicated to saving energy – and energy savings for Nova Scotians
- Taking over electricity efficiency program role from Nova Scotia Power
- Run by Board of Directors, not government
- Regulated by NS Utility & Review Board



### WHAT WE PROVIDE

- Programs and financial incentives:
  - For Projects; studies; product purchases
  - For large and small projects/ product purchases to a broad base clients.
- Finance projects additional to the incentives 0% interest
- We execute these projects fast, flexible and easy.



### FAST, FLEXIBLE AND EASY

- Fast Applications are processed in 5 business days
  - Payments for incentives after M&V are within 30 days
- Flexible Program solutions will fit the clients needs; "tell us what you want to achieve"
  - Financing, new technology; staged projects; opportunity identification,
- **Easy** Turn key retrofits for lighting; simple application forms, straight forward process, support throughout entire project.



### WHY ENERGY EFFICIENCY

- Long Term benefit of avoided costs of new power generation
- Efficiency is the lowest cost of energy
- Economic spin off
  - Spend within NS in 2011 42 M for efficiency programs <u>plus</u>
- Environmental reduce greenhouse gas emissions
- **Social responsibility** the right thing to do.
- **Financial** Excellent business case for investing in Energy Efficiency.



### **DSM TARGETS**

- -2010 energy savings targets
  - 81 GWh, \$22.5M budget

- -2011 energy saving targets
  - 158.5 GWh, 41.9 M budget

1 GWh is equal to the yearly electrical energy use of ~111 typical NS households



### **COMMERCIAL AND INDUSTRIAL PROGRAMS**

- C&I Custom
- Business Energy Rebates
- Small Business Lighting Solutions
- Smart Lighting Choices
- Power Right Direct Install
- New Construction
  - Tell us what you want to achieve, we can help



## **SMALL BUSINESS LIGHTING SOLUTIONS**

- For those using <u>fluorescent tube</u> lighting
- Free on-site light energy assessment
- Qualified electrical contractors look after all aspects: permits, ordering, installation, removal, recycling
- Covers 80% of cost; client only pays 20%
- 0% interest on-bill financing



### **Powered Right Direct Install**

- For those using mostly <u>twist-in incandescent</u> bulbs and exit lights
- Trained installers replace incandescent light bulbs and exit lights with CFLs and LED exit lights
- No cost to business
- Remove and dispose of old materials



## **BUSINESS ENERGY REBATES**

- Rebates on approved energy efficient products
- Eligible product categories:
  - 1. Lighting
  - 2. Refrigeration
  - 3. Compressed Air
  - 4. Heating and Cooling (HVAC)
  - 5. Motors and Drives (VFDs)



### **BER ELIGIBILITY**

- Equipment must be eligible, per ENSC product lists posted at <u>www.efficiencyns.ca/businessenergyrebates</u>
- Equipment must be new and installed
- ENSC retains right to conduct pre/post-installation inspections for any site



### **C&I CUSTOM**

- Financial incentives for studies, project implementation, and financing for "custom" energy saving projects.
- Directed at the mid-sized to larger commercial and industrial customers
- Intended for projects that will not proceed without an ENSC incentive - no free riders
- Any project funded by this program must save electrical energy





## PROJECTS AND ELIGIBILITY

- Typical projects include:
  - lighting, motors, compressed air, industrial processes, refrigeration, HVAC, renewable, etc.
  - Projects that will save at least 20,000 kWh per year
- <u>Not eligible</u> for funding:
  - cogeneration (biomass is eligible)
  - demand-limiting
  - power factor correction
  - fuel-switching (<u>renewable sources are eligible</u>)



### INCENTIVES

- \$1,000 for a scoping study
- \$15,000 for a feasibility study
- Implementation: <u>the lower of</u>:
  - \$0.15 per kWh saved in one year
  - \$500,000
  - 50% of eligible customer costs
  - Amount resulting in the customer's required simple payback (1 year minimum)
- Interest-free, on-the-bill financing of eligible costs up to \$500,000



Project Phase	<b>Customer Action</b>	<b>ENSC</b> Assistance
Find the Opportunities	<ul> <li>Identify possible measures (customer staff or third party)</li> </ul>	<ul> <li>Recommend third party technical assistance</li> <li>Pay 50% (up to \$1,000) of costs for third party assistance</li> </ul>
Feasibility Study	<ul> <li>Apply for Study Incentive</li> <li>Complete study (customer staff or third party)</li> </ul>	<ul> <li>Provide test equipment</li> <li>Pay 100% (up to \$15,000) of feasibility study costs</li> </ul>
Implementation	<ul><li> Apply for Project Incentive</li><li> Complete project</li></ul>	<ul> <li>Pay project incentive. Could be in phases during implementation.</li> </ul>
Close-Out	<ul> <li>Basic measurement &amp; verification to confirm savings</li> </ul>	<ul> <li>Zero interest, on-bill financing of eligible costs</li> </ul>



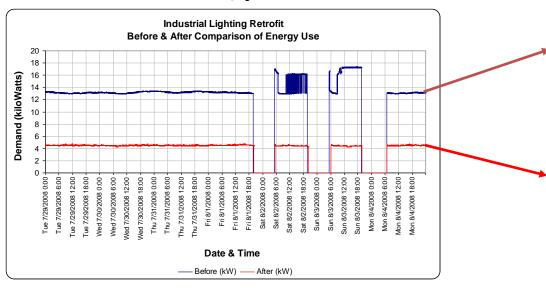
### **CUSTOMER BENEFITS**

- Fast incentive approval and payment with minimal red tape
- Can "stack" ENSC incentives with those from other incentive programs.
- Customer "owns the project " selects the consultants, contractors, equipment vendors or can use in-house engineering and installation.
- Test equipment loaned at "no charge" or ENSC pays up to 50% for rental of specialized test equipment





- Industry: Warehousing/Distribution
- Project Details: Lighting Retrofits
- Energy Savings: 243,160 kWh/yr
- or \$17,581/yr









## **CASE STUDIES**



- Industry: Manufacturing
- Project Description Lighting Retrofit & Air Compressor Upgrade
- Energy Savings 678,269
   kWh (lighting retrofit)
- Energy Savings 359,478
   kWh (compressor upgrade)



#### NEW CONSTRUCTION PROGRAM

- Helps customers design and build more efficient buildings
- Incentives (up to \$500k) to exceed codes
- Could see code-level energy use improved by 25%-35%







### **NEW CONSTRUCTION**

- The foundation of the program is the *Core Performance Guide*, a multi-path, flexible program to achieve significant, predictable energy savings in new commercial buildings.
- The Core Performance Guide defines high performance criteria for building envelope, lighting, HVAC and controls.



## New Construction Core Performance Path (NCCP)

• Applicable to buildings that are 900 to 6,500 square metres (10,000 to 70,000 sq. ft.)

- \$1.00/SF of building space for full implementation of a prescribed package of measures
- Building types include:
  - Office
  - School
  - Public Assembly
  - Warehouse
  - Others



## Whole Building Path (NCWB)

This path is suited for projects:

- That do not meet the size or building type requirements outlined in the previous path,
- More complex in design, or
- Require more energy modeling for another reason.



### **C&I PROGRAMS RECAP**

- C&I Custom / New Construction (incentives/financing/advice)
- Business Energy Rebates (product rebates)
- Small Business Lighting Solutions (80/20 low cost/financing)
- Powered Right Direct Install (no cost)
- Smart Lighting Choices (supplier incentives/discounts)



### **CUSTOMER BARRIERS**

- Technology costs will come down if I wait;
- Real Saving Claims?
- Higher priorities and projects
- Time and Resources
- Red Tape bad experience with other programs
- Clients Payback requirements not met
- Expectation that Efficiency projects are costly.
- Change easier to "do what has always been done"



### **TRADE ALLIES**

- Significant uptake by Distributors/ Suppliers / Contractors for sales of products/services through ENSC programs.
- Second look at "stalled "projects too expensive
- Add value to clients projects with the overall "best cost solution"
- Avoid "the missed opportunity" for clients.
- Promote new technologies
- Sell more and increase client satisfaction



### **MOVING FORWARD**

- Qualified vendors program
- Expanded Products offering Prescriptive
- Qualified products lists expanded
- Market Segment Promotion "customized /bundled offerings"
- Enhanced Client support activities, technical support, training and promotion for energy efficiency.



## **SUMMARY**

### Fast

- Response Time
  - 5 business days
- Incentive payments for your projects.
- Continuous Improvement
  - Fast track applications

### Flexible and Easy

- Combine programs
  - Prescriptive, Custom, NC
- Project phases
  - Installment incentives
- Simple application process
- Tell us what you require



# **C&I PROGRAMS**

### SOMETHING FOR EVERYONE

- Small and large projects
  - equipment upgrades, retrofits, renovations and new construction
- Integrated programs blend programs by project and customer requirements taking advantage of all program incentives.
- Call us you have a project, we have a solution.



### HOW TO START –NEXT STEPS

- Visit our website
- Complete a energy audit /scoping study
- Call us to discuss your projects and business requirements for energy saving initiatives.
- We will create a <u>energy saving solution</u> for you !!



# **Program information/applications**

Business Energy Rebates

businessenergyrebates@efficiencyns.ca

www.efficiencyns.ca/businessenergyrebates

Small Business Lighting Solutions
 businessenergyrebates@efficiencyns.ca

 www.efficiencyns.ca/businessenergyrebates



# **Program information/applications**

<u>C&I Custom Program</u>

cicustom@efficiencyns.ca

www.efficiencyns.ca/cicustom

<u>C&I New Construction</u>

cinewconstruction@efficiencyns.ca

www.efficiencyns.ca/cinewconstruction



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