

Agenda Date: 12/18/13 Agenda Item: 8C

STATE OF NEW JERSEY

Board of Public Utilities 44 South Clinton Avenue, 9th Floor Post Office Box 350 Trenton, New Jersey 08625-0350 www.nj.gov/bpu/

		CLEAN ENERGY
IN THE MATTER OF THE NEW JERSEY CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL (C&I) PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 - AHOLD ECOMMERCE SALES COMPANY, LLC))))	ORDER DOCKET NO. QG13111139

Party of Record:

Scott DeGraeve, Manager, Ahold eCommerce Sales Company, LLC

BY THE BOARD:

The New Jersey Board of Public Utilities' (the Board) Commercial & Industrial (C&I) Energy Efficiency Program includes nine (9) individual programs targeting the commercial and industrial market segments, consisting of New Construction, Retrofit, Pay for Performance - New Construction, Pay for Performance - Existing Buildings, Local Government Energy Audit, Direct Install, Small Combined Heat and Power (CHP) and Fuel Cells (FC), Large Energy Users Program, and the Societal Benefits Charge Credit Program. These programs collectively offer financial incentives to encourage the installation of energy efficient products and technologies. Eligible applicants may receive incentives for a portion of the cost of installing energy efficient technologies such as lighting, heating, ventilation and air conditioning, water heating and other measures in new or existing buildings.

Ahold eCommerce Sales Company, LLC, in Quincy, MA, has submitted an application for a total financial incentive in the amount of \$604,802.10 under the 2012 Pay for Performance - New Construction program, for a project located at a refrigerated warehouse in Prologis Ports Jersey City, 219-295 Routes 1&9, Jersey City, NJ. The estimated first incentive, for the proposed energy reduction plan (ERP), is \$34,560.10. The estimated second incentive, for the as-built reduction plan, including installation of control measures on the refrigeration system, LED lighting with occupancy sensors, increased cooler and freezer insulation, increased exterior wall insulation, increased roof insulation, increased ground insulation, and increased door insulation, is \$345,601. Also included in these measures is the centralization of the warehouse's refrigeration system with the added benefit of using ammonia as a cooling agent, as opposed to the baseline decentralized Freon cooling system that would be present in nine separate units. The estimated third incentive for the commissioning report is \$224,641. This application has an estimated 24% total energy savings as compared to the current energy code used in New Jersey, ASHRAE 90.1.2007, and will save the customer an estimated 3,195,347 kWh of

electricity annually, with an estimated demand reduction of 2,640.17 kW annually. However, this project will increase natural gas usage by approximately 5,670 therms annually. Overall, this application will have an estimated annual energy cost savings of \$385,082, with a 19% internal rate of return and a 5 year payback. (Energy savings and cost savings are measured from a code-compliant building ASHRAE 90.1-2007 baseline). This project has an estimated measure incremental cost of \$1,932,489.

TRC, the Market Manager engaged by the Board to manage the New Jersey Clean Energy Program (NJCEP) C&I energy efficiency programs, has submitted certification that the incentive for which TRC now seeks approval to commit has been calculated in accordance with the program policies and procedures, and that the listed amount is the true and accurate estimated incentive for which the applicant is eligible. Further, Applied Energy Group, in its role as the NJCEP Program Coordinator, has reviewed the application and submitted certification that the incentive for which TRC now seeks approval to commit has been calculated in accordance with the program policies and procedures, and that the listed amount is the true and accurate estimated incentive for which the applicant is eligible. Based on the above, the Staff recommends that the Board approve the above-referenced application.

The Board <u>HEREBY ORDERS</u> the approval of the aforementioned application for the total estimated incentive amount of \$604,802.10 for Ahold eCommerce Sales Company, and <u>AUTHORIZES</u> issuance of a standard commitment letter to the applicant identified above, setting forth the terms and conditions of this commitment.

DATED: /2/18//3

BOARD OF PUBLIC UTILITIES BY

ROBERT M. HANNA

PRESIDENT

UEANNE M. FOX

.

MARY-ANNA HOLDEN

COMMISSIONER

DIANNÉ SOLOMON COMMISSIONER

COMMISSIONER

JOSEPH L. FIORDALISO

ATTEST:

KRISTI IZZO SECRETARY I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public

IN THE MATTER OF THE NEW JERSEY CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL (C&I) PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 -AHOLD ECOMMERCE SALES COMPANY, LLC DOCKET NO. QG13111139

SERVICE LIST

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Department of Law & Public Safety
124 Halsey Street
Post Office Box 45029
Newark, NJ 07102-45029

Scott DeGraeve, Manager Ahold eCommerce Sales Company, LLC 1385 Hancock Street Quincy, MA 02169

Market Manager Certification (New Incentive Commitments > \$506,000)

I Carl P. Teter beechy certify that applications on the utrached list have been reviewed by TRC or its subcontractors as required by the policies and procedures applicable to each program, that the incentives for which TRC now seeks approval to commit have been calculated in accordance with those policies and procedures, and that the listed amounts are the true and accurate estimated incentives for which each applicant is eligible.

By Carl P. Teter, P.E., LEED AP, Associate Vice President App# 18619

- 1. Application Number: 18619
- 2. Program Name: Pay for Performance- New Construction.
- 3. Customer Confact (name, compeny, address, phone #): Scott DeGraeve, Manager
 Abold e.Commerce Sales Company LLC
 1285 Hancock Street, Quincy, MA 02169
 617-779-6218
- 4. Project Name and Address: Protogle Ports Jersey Chy 219-295 Routes 1.89, Jersey City, NJ 07306
- 5. Rebate amount Incentive #1: \$24,560.10 Incentive #3: \$226,501.00 Incentive #3: \$226,541.00 Total: \$504,802.10

6. Brief description of measures

			Proposed Components									Baseil	1		
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ı	Custom Bleetric	Change refrigeration system to control amounts unit	Prick Compressors	RWFIL 222 RWFIL-17)	\$ CAP	Toni	4.		g H	100	Confinctor	Packaged Preod System	\$2.395,170	Contractor	\$1,000,000
2	Custojo Electric	Control measures on refrigeration eyetent	Floating suction pressure; well-bulb reset.	6 - 4 - 5 - 6 - 6 - 6 - 6 - 6 - 6 - 6 - 6 - 6				P	i j./	\$100,000	Contractor	Fixed selponia	18.	Contractor	\$100,080
3	Other Lighting	LED lighting with cocupancy sensors let refrigerated and wherever let whenouse spaces	Digital Lumens	ILE-3-18-W; ILE-3-26-W; ILE-3-13-W	2		217) 130; 56			\$490,323	Contractor	Flourtscent Lighting	\$138,752	Contractor	\$351,571
4	Custom Electric	Increase cooler and freezer insulation	N/A	٠.,			255,910 sq ft	28-35	R-Value	\$1,420,800	Confractor	R-32/R-18	\$1,120,800	Contractor	\$300,000
5	insulation - Walls, Kneewalls, Rim Hand/Johns	Increase wall insulation	N/A	4 7 3			65,420 sq À	12,8	R-Value	\$144,024	Contractor	R-9.6	\$106,356	Contractor	\$37,668
6	Industrian - Calling	polisitent toor exercat	N/A			ii,	342,916 aq	18	ReValue	\$571,667	Contractor	R-15	\$405,917	Contractor	\$85,750
7	Insulation - Siab edge/Siab Under	Increase slab insulation	N/A				24,190 sq ft.	\$ {\begin{align*}	R-Value	\$10,814	Contractor	R-1.4	\$5,814	Contractor	\$5,000
8	Doors	increase door (usulation	T N/A				J1 cut dogra (3'x7'), 60 dogra (9'x30')	82 -8.5	R-Value	\$93,760	Contractor	R-0.7	\$75,260	Contractor	\$18,500

Measure incremental costs: \$1,898,489
Partiter fees for modeling: \$22,000
Partner fees for inspection & verification: \$1,000
Partner fees for other services related to the program*: \$5,900
Total Project lacromental cost: \$1,932,489

* Describe ofter services:

Other services include acvelopment of the se-built ERP and the lalitat preparation and submitted of the NICE 24P New Constitution applications.

- 7. Annual Estimated Energy Savings: See below
- 8. Annual Estimate Energy Cost Savings: See below

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1	Custom Eleotric	56	1,267,980	Electric	2,485.24	i jo	50 4	\$154,141	25	6,5	15%	\$1,684,074	\$3,853,516
2	Custom Electric	0	534.005	" Electric	9.00	ı, o	\$0	\$67,589	, 10	1.5	67%	\$476,545	\$675,886
נ	Other Lighting	900	1,357,181	Electric	154.93	0.	\$ <u>0</u>	\$158,036	15	2,2	45%	\$1,535,058	\$2,370,547
4	Custom Electric	14	1,111	Electric	0.00	a	\$0	\$253	* LB	1186.6	-28%	-\$296,523	\$4,55 t
5	Insulation - Walls, Knoewalls, Rim Sand/Joists	73	425	Steetide	0.00	0	\$0	\$663	18	56.8	-10%	-528,544	\$11,941
6	Insulation - Celling	128	10,067	Electric	0.00	0.	50	\$2,300	18,	37.3	-7%	-\$54,110	\$41,408
7	Insulation - Sinb sign/Sinb Under	18 1.01	₩17	Electric	0.00	-305	\$0	\$100	7 10	\$0.0	-9%	-\$3,626	\$1,799
ž	Doors	166	4,995	Electric	0.00	6	\$ 0	\$2,000.	18.	9.2	854	\$9,007	\$36,000
_	TOTAL5;	-567	3,195,347		2,640 17	0	20	\$385,082	<u> </u>	5	19%	\$3,321,681	ļE

Program Coordinator Certification (New Incentive Commitments > \$500,000)

i, Maur	a Watkins	, hereby c	ertify that in its	role as Program							
Coordinator, A		•									
below, as requi	· · · · · · · · · · · · · · · · · · ·	•									
program, that the standardized equipment incentives for which TRC now seeks approval to commit have been calculated in accordance with those											
* *				w is the true and							
accurate estim											
amount and ev program's polic	ustom Progran e Energy Users nentation supp idencing TRC'	n, Pay for Perform Program, App Porting the inpuse s evaluation of dures.	rmance, Comi lied Energy Gr ts used to cald	bined Heat &							
By:			Date:	11-19-2013							
Maura Watk	ins			· · · · · · · · · · · · · · · · · · ·							
Quality Assur	ance Manage	er - Applied Ene	ergy Group, Ind	5.							
Ref:											
App #	18619	······									
Applicant	Ahold eComn	nerce Sales Co	mpany, LLC								
Payee	Ahold eComn	nerce Sales Co	mpany, LLC	·							

Committed Amount: \$604,802.10