

State and Local Energy Incentives Workshop

February 20, 2025

Who We Are





In partnership with the State Energy Conservation Office (SECO), AACOG's Regional Energy Management Program provides resources to improve energy efficiency and management for local governments, educational institutions, and private entities. AACOG provides workshops and technical assistance on a variety of energy management, energy efficiency, and renewable energy topics.

Regional Energy Management Survey

The State Energy Conservation Office (SECO) requires we identify specific Regional Energy Management interests, needs, priorities for use in the development of 2025 program activities and workshops.

Tell us About

- Energy Management Resources and Services Needed
- Barriers to Local Government Energy Reporting
- Priority Interests

Take Survey Here







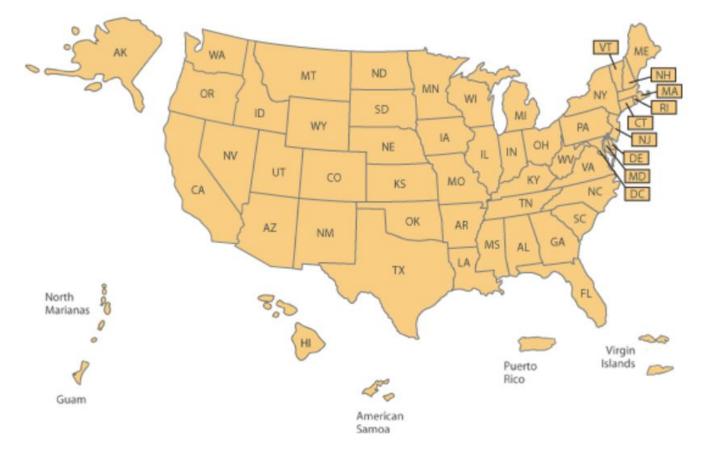
GLENN HEGAR, TEXAS COMPTROLLER OF PUBLIC ACCOUNTS

State Energy Offices

50 states, District of Columbia, five U.S. territories

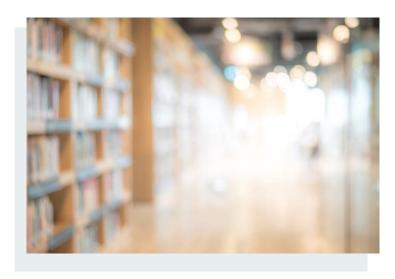
Federal Funding

- Formula Awards
- Competitive Awards
- Reimbursable funding









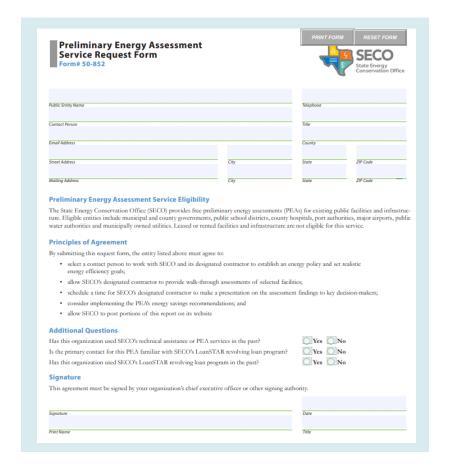
Target Audiences

- Public higher education
- Local and county governments
- State agencies
- Public hospitals
- Quasi governmental entities



Preliminary Energy Assessments (PEAs)

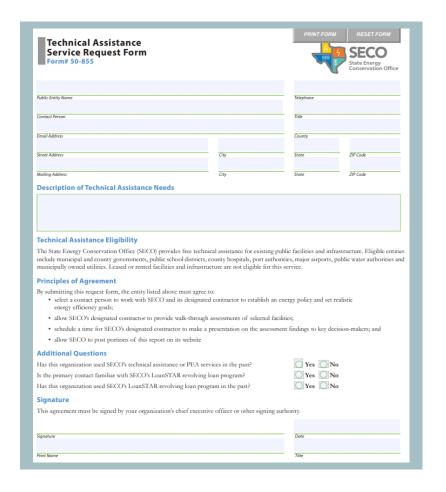
- Details recommendations for cost-effective resource efficiency measures to reduce utility consumption/costs
- Includes:
 - Analysis of utility bills
 - Recommended maintenance procedures
 - Informal on-site training for maintenance staff
 - Follow-up visits to assist with implementation of recommendations
 - Development of an overall energy management policy
 - Facility benchmarking using ENERGY STAR Portfolio Manager





Technical Assistance for Local Governments (TA)

- Provided to political subdivisions in Texas
- Broad range of services provided by third-party engineering firms:
 - FNFRGY STAR certification
 - Improve Maintenance and Operations
 - Lighting Upgrades
 - HVAC / Chiller / Boiler Upgrades
 - Building Control Update
 - And more!





LoanSTAR Revolving Loan Fund

- Low interest, reimbursement-based loans for public entities to complete energy efficiency projects
- Loans based on Utility Cost Reduction Measures (UCRMs)
- Dollars saved from UCRMs pay for the loan
- First-come, first-served
- Most common borrowers:
 - Local and County Governments
 - Public K-12 Schools
 - Public Universities
 - State Agencies





Loan Details

Interest Rate

Usually between 1.5% - 3% (Depending on fiscal year of program)

Simple Payback 15 years or less

Repayment Period

Following completion of construction activities



IRA Formula Funding

Texas

Inflation Reduction Act

50121 – Home Efficiency Rebates (HOMES) program - \$345 million

50122 - Home Electrification and Appliance Rebate (HEAR) program - \$344 million

50123 – Training for Residential Energy Contractors - \$11.6 million



Key Considerations

IRA

50121

Rebates for upgrades that are predicted to save at least 20% of the home's energy use

Income Verification (Categorical Eligibility)

At least 10% of funds allocated to low-income multi-family

At least 40% of funds allocated to Disadvantaged Communities (DACs)

50122

Pre-determined rebates provide single-family and multi-family households with discounts for efficiency upgrades

At least 40% of funds allocated to Disadvantaged Communities (DACs)

Community Blueprint Plan

Tax Credits



IRA Information

seco.cpa.texas.gov

Key DOE Milestones

• January 31, 2025 - Application deadline

Resources

- Frequently Asked Questions for the Texas HOMES and HEAR Rebate Programs
- U.S. Department of Energy's Home Energy Rebate Programs Frequently Asked Questions
- Internal Revenue Service's Frequently Asked Questions About Energy Efficient Home Improvements and Residential Clean Energy Property Credits (PDF)

Sign up to receive updates on IRA tax credits and incentives in Texas.



STATE ENERGY CONSERVATION OFFICE

SECO partners with Texas local governments, county governments, public K-12 schools, public institutions of higher education and state agencies to reduce utility costs and maximize efficiency. SECO also adopts energy codes for single-family residential, commercial and state-funded buildings.



News and Announcements





- ► SECO Begins Home Energy Rebates RFP Drafting
- ► SECO Opens Professional Engineering Services RFP
- ► Energy Rebate Program Fraud Alert

home » programs » seco » funding » ira



INFLATION REDUCTION ACT REBATES AND **TAX CREDITS**

NOTICE: Please note that the Home Energy Performance-Based, Whole House (HOMES) rebate program and the Home Electrification and Application Rebate (HEAR) program authorized by the Inflation Reduction Act have not yet been launched. As a result, there are currently no approved contractors for these programs. We strongly advise against entering into any agreements associated with the HOMES and HEAR rebate programs until they are formally launched and a list of approved contractors is made available.

lune 2024

The Inflation Reduction Act (IRA) provides support for clean energy through these programs:

Thank you

Eddy Trevino, Director



Sign up for SECO updates!

www.seco.cpa.texas.gov





ENERGY EFFICIENCY REBATE PROGRAMS

PRESENTED BY:

Brooke Bland, Account Manager Jason Bland, SEM Coach

2/20/2025

AGENDA



Introductions

CPS Energy Efficiency Commercial Programs Overview & Benefits

Strategic Energy Management (SEM)

Rebate Program Offerings

Customer Journey

Contact Information

Questions & Feedback

CLEARESULT TEAM



Brooke Bland – Account Manager Schools and Institutions Jason Bland – SEM Coach Tim Stark – Associate Program Manager

COMMERCIAL PROGRAMS - OVERVIEW



- For many facilities, energy is one of the largest operating expense.
- The commercial program helps offset this cost by provide incentives for eligible high-efficiency upgrades.



If a business is becoming more energy efficient, we have a way to help.

COMMERCIAL PROGRAMS - OVERVIEW



- You could receive:
 - Incentives toward lighting, HVAC, variable frequency drives (VFDs), and other measures for retrofit AND new construction.
 - Technical assistance to help identify and evaluate the ideal energysavings opportunities for your organization.
 - Communications support to publicize your energy efficiency accomplishments and leadership.

WHAT IS SEM?





- Strategic Energy Management is a <u>long-term approach</u> to energy efficiency that includes setting <u>goals</u>, tracking <u>progress</u>, and reporting <u>results</u>.
- A successful strategic energy management plan <u>builds long-term</u> <u>relationships</u> with energy users and targets persistent energy savings.

SEM focuses on Low/No Cost solutions to becoming more energy efficient.

PROGRESSION INTO SEM



Energy Benchmarking Energy Master Planning Workshop Strategic Energy Management

BENCHMARKING





District-wide summary /

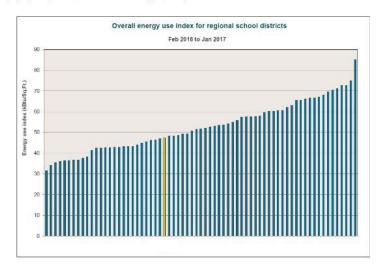
Benchmarks	Median*	Your district	Mo	dian =	1 1	our dis	strict =		Color 9	cale =	Face	llent	A	oove av	9 1	selow a	wg	P	oor
Energy use index (kBtu/sq.ft)	49.6	47.5	0	5	10 1	5 20	25	30	35	4D 45	50	55	60	65 70	75	80	85	90 90	5 100
Energy cost index (\$/sq.ft)	\$1.17	\$1,12	\$0.00	\$0.14	\$0.28	\$0.42	\$0.56	\$0.70	\$0.84	\$0.98	\$1 13	\$1.27	\$1.4	1 \$1.58	\$1.89	\$1.83	\$1.90	\$2.1	1 \$2.2
Energy cost per student	\$169	\$191	\$0	\$27	\$53	\$80	\$108	\$133	\$159	\$188	\$213	\$239	\$266	\$292	\$319	\$345	\$372	\$398	\$425
EPA portfolio manager score	59	60	0	5	10 1	5 20	25	30	35	40 45	50	55	60	65 70	75	80	85	90 90	5 100

* Median for a similar profile of K-12 achools in the San Antonia climate region.

District characteristics				Monthly					
		Month	kWh	kW	Cost	Therms	Cost	Annual energy use/cost summary	
Climate region	San Antonio	Feb-16	2,801,161	16,304	\$253,069	43,215	\$33,123	Usage-Electricity (kWh)	44,061,617
Type of school	All Schools	Mar-16	2,974,890	15,957	\$263,007	24,765	\$19,160	Usage- Gas (therms)	256,711
Type of heating system	N/A	Apr-16	3,169,601	16,735	\$276,230	22,946	\$19,783	Usage-Electricity (MMBtu)	150,338
Year bullt	N/A	May-16	3,747.238	16,626	\$322,654	14,158	\$10,068	Usage- Gas (MMBtu)	25,671
Floor area (sq. ft.)	3,704,618	Jun-16	3,988,479	17,509	\$377,712	12,865	\$13,507	Usage-Total energy (MMBtu)	176,009
Number of students	21,835	Jul-16	3,981,418	17,468	\$367,283	7,262	\$12,642	Usage: Electricity % of total	85%
Number of PCs	6,724	Aug-16	4,119,076	16,711	\$381,873	6,202	\$11,868	Cost- Electricity (\$)	\$3,916,494
On-site cooking?	N/A	Sep-16	5,574,340	19,315	\$485,198	8,939	\$11,101	Cost: Gas (\$)	\$244,586
Monthly energy use (MMBtu) profile		Oct 16	4,398,507	18,173	\$378,220	11,803	\$13,655	Cost- Total energy (\$)	\$4,161,080
F M A M J J A S O N D J		Nov-16	3,623,734	17,027	\$312,161	17,701	\$19,493	Cost- Electricity % of total	94%
/		Dec-16	2,975,872	16,396	\$253,625	39,954	\$36,945	Electricity cost per kWh	\$0.09
		Jan-17	2,707,301	16,297	\$245,461	46,902	\$43,242	Gas cost per therm	\$0.95

COMPARISON WITH REGIONAL SCHOOL DISTRICTS

The bar graph below compares your school district's overall energy use (kBtu/sq.ft) to other districts in your regional area only. Your district's overall energy use index (EUI) is highlighted in yellow. Lower EUI bars indicate lower energy use / better performance.



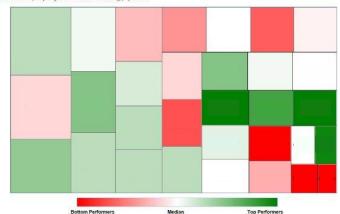
Apr-2017

TARGETING SCHOOLS FOR FURTHER ASSESSMENT

The following conceptual chart shows the energy cavings opportunity for each of your K-12 schools: The size of each box indicates the respective square footage of each chard, and the color represents its energy performance compared to the median. Ten example, a large dark not been points to a large school that is consuming significantly more energy per square foot than the median, which would make it an ideal school to target for further excessment.

Targeting Schools for Further Assessment

Box size relative to square footage and box color relative to energy performance





ENERGY MASTER PLANNING WORKSHOP

- Holistic, overall view of energy management:
 - Planning & Decision Making
 - Energy Awareness
 - Evaluation, Assessment & Monitoring
 - Facility Operations
 - Establishing goals and setting a plan in place.
- Educational Materials, Contests, etc.
- Marketing and promoting energy efficient activities.



Sample Organization Energy Master Plan

Sponsored by Enlergy • Provided by CLEAReaut • January 1, 2018

SAMPLE ORGANIZATION EFFICIENCY OPPORTUNITY:

5%

\$ 76,900

In annual combined energy cost savings

119

Passenger vehicles taken off the road annually (environmental benefits equivalent)

Additional opportunities include:

Energy reduction for facilities

benchmarked through the

SCORE® Program

- Utility-paid cash incentives for implementing energy efficiency projects.
- Improved usability and comfort in offices, fire and police stations, and other organization buildings.
- Positive public relations in the community, including press releases and incentive check presentations for any projects completed in the SOCRE® Program.

HOW DOES SEM WORK?



SEM is a continuous cycle of success featuring:



WHAT IS INCLUDED IN SEM?



Collaborative Group Workshops

One-On-One Coaching

Technical/ Engineering Services

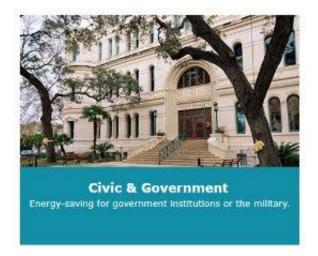


INCENTIVE PROGRAM OFFERINGS

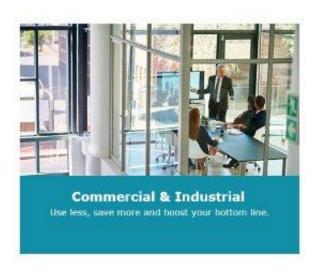
COMMERCIAL PROGRAMS - OVERVIEW











WHO CAN PARTICIPATE?

- Small Business
- Civic & Government
- Education
- Commercial & Industrial

COMMERCIAL PROGRAM BENEFITS





Save on energy efficiency projects through incentives toward lighting, HVAC, refrigeration, and other energy efficiency measures.



 During our walkthrough of the facility, we'll help you identify opportunities



 By enhancing comfort and safety in the facility, energy-efficient equipment can lead to a more productive work environment



Better, more efficient equipment means fewer breakdowns and repairs

QUALIFYING MEASURES



- Efficient Lighting Upgrades
 - Includes LED tube lights, bulbs and fixtures
- Refrigeration Measures
 - Door Gaskets
 - ECMs
- Air Infiltration Measures
 - Weatherstripping & door sweep
 - Strip curtains
- Hand Dryers*
- HVAC Upgrades
 - VFDs
 - DX Units, Chillers, Heat Pumps
 - AC Tune Ups
- Motors
 - Premium Efficiency Motors
- And More!

Commercial Solutions, SCORE® and CitySmart® Programs							
Lighting incentives: up to 60 percent of project costs Non-lighting incentives: up to 75 percent of project costs							
Lighting—LED interior	\$325/kW	\$0.05/kWh					
Lighting—LED exterior	\$250/kW	\$0.05/kWh					
Lighting—non-LED	\$200/kW	\$0.03/kWh					
HVAC—chiller	\$525/kW	\$0.05/kWh					
HVAC—DX or controls	\$350/kW	\$0.05/kWh					
Building envelope—general	\$200/kW	\$0.03/kWh					
Refrigeration—general	\$200/kW	\$0.03/kWh					
Custom/other	\$200/kW	\$0.05/kWh					





Information

- Focuses on low-cost and no-cost improvements that won't require detailed engineering analysis
- Typical projects: scheduling programmable thermostats, adjusting ventilation, economizers, etc.
- Saves energy without a large capital investment
- Must use an enrolled and qualified Technical Service Provider

Incentive

- Incentive <u>can</u> cover 100% of project cost.
- The incentive amounts are \$200 per kW and \$0.05 per kWh saved, capping at the project cost.

SAVINGS EXAMPLES CHILLER, LIGHTING, RCX LITE, VFDS



School District A Chiller Replacements

15.85 kW 22,193.000 kWh \$4,280.07 Incentive

School District B LED Lighting Upgrades

28.0510 kW 86,554.00 kWh \$13,444.30 Incentive

- School District C RCx Lite Savings
 - 14.27 kW
 - 41,189.00 kWh
 - \$4,914.00 Incentive
- School District D VFDs
 - 8.85 kW
 - 18,560.00 kWh
 - \$4,025.50 Incentive

NEW CONSTRUCTION REBATES



New Construction Incentives are available for LED lighting, HVAC equipment, and more! Project must be a new construction or a major renovation of an existing space.

Major renovation would include change of business type, obtaining new building permits, teardown to studs, etc.



SAVINGS EXAMPLES NEW CONSTRUCTION



School District A - LTG

59.80 kW 184,542.00 kWh \$28,662.75 Incentive

School District B - LTG

58.43 kW 180,270.00kWh \$28,003.90 Incentive

School District C - Chillers

- 87.51 kW
- 146,783.00 kWh
- \$53,281.90 Incentive

LOW/NO COST OPTIONS





Discount Lighting

- Local Bulb Distributors
- Rebate at purchase
- Install your own bulbs
- No paperwork, just bring your commercial utility bill.
 - Distributor list available online



AC Tune Up Program

- Free Program (to customer)
- Contractor performs hi-tech tune-up
- You enjoy the savings and comfort of a maintained AC
- Higher comfort, lower bill, longer life, no cost!
 - Customers can participate every 5 years.

NO COST OPTIONS HIGH-PERFORMANCE TUNE-UP



What is included?

Measure indoor airflow and correct if needed.

Inspect filter and change or clean if dirty. (Customer to provide)

Clean outdoor condenser coils.

Inspect indoor coil and clean if dirty.

Inspect indoor blower and clean if dirty.

CUSTOMER JOURNEY





Discover/Investigate

- Building walkthroughs, identify energy savings opportunities
- Discuss a project scope of work and identify eligible measures
- Complete project preinspection



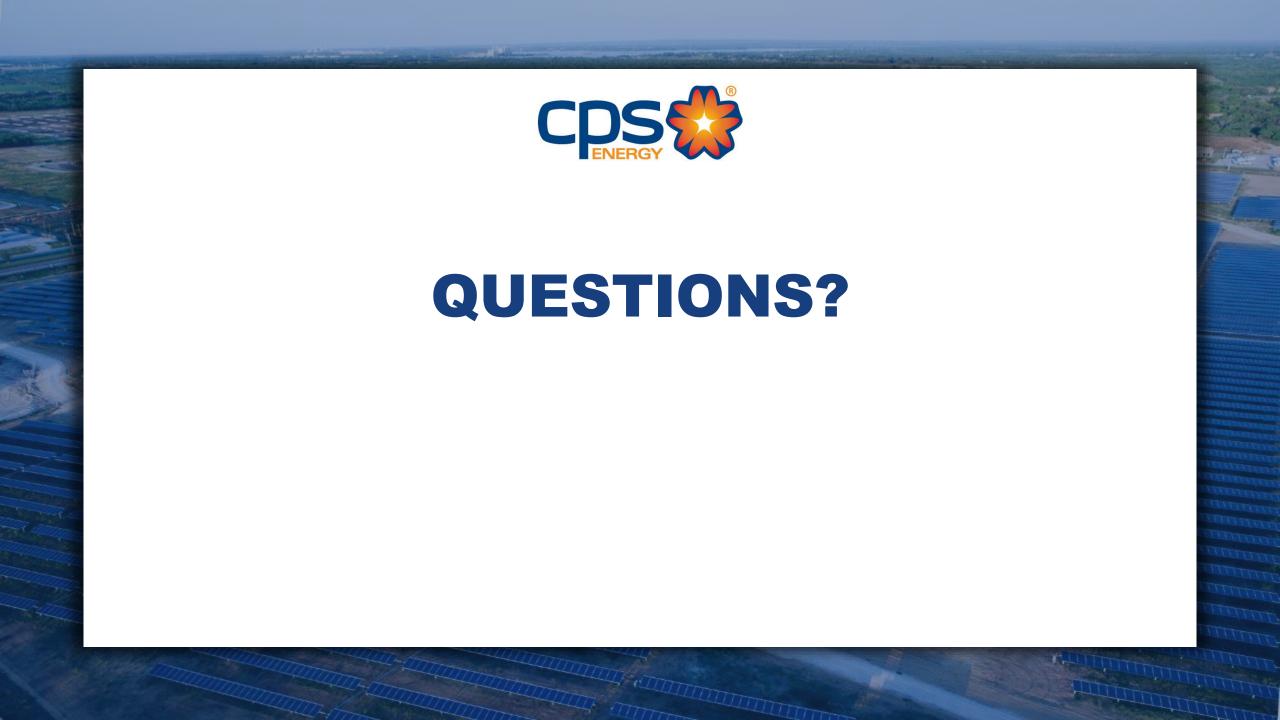
Execute

- Complete installation of project
- Complete post-inspection
- Receive rebate for energy efficient measure



Celebrate

- Celebrate energy savings and rebate to employees
- Communicate with team on future eligible projects





THANK YOU!

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Take Our Post Workshop Survey!



Give Us Feedback





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