Corey Lee Wilson

# ENERGY

## **Cost Savings**

## For Facilities

by

Corey L. Wilson

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*ENERGY Cost Savings For Facilities* can be purchased in bulk with exclusive discounts for educational purposes, association gifts, sales promotions, and special editions can be created to specifications. All inquiries for such can be made below.

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Printed paperback and eBook ePUB by Ingram Spark in La Vergne, Tennessee, USA Copyright © 2020 & 2023: First Edition December 2020; Second Edition May 2023 Published by Fratire Publishing LLC ISBN 978-0-9994603-9-9 (Paperback) ISBN 978-1-953319-32-6 (eBook) ECSFF-01-PDF (pdf) LCCN 2020920019

Special thanks for the cover design by Jenny Barroso, J20Graphics, <u>j20graphics@gmail.com</u> and ebook conversion by Md. Jahurul Islam at Upwork.

## Acknowledgements

To my wife Natedao Arumsri, the love and rainbow of my life! Thank you, time, and again for supporting my literary projects like this one. Without your unconditional support, this book would not be possible.

Thank you, Jim Caldwell, former California Statewide Director and Sector Navigator; Energy, Construction & Utilities System for enlisting my support with helping to reduce our state's energy and greenhouse gas emissions.

To Dean Stanberry, IFMA Board of Director, LEED AP, USGBC, and Environmental Stewardship Utilities & Sustainability Community (ESUS) member, thanks for letting me share some of this book's content in IFMA's *Facility Management Journal*.

## **Author's Preface**

The second, updated, and expanded edition of *Energy Cost Savings For Facilities* guidebook is designed with your busy day and heavy workload in mind. It's organized with subheadings that target the most critical energy issues your buildings and properties are likely to encounter. The content is to the point, with no lengthy explanations, because that's what the links are for in the Appendix.

If you're like me, there are times when you spend more time searching for the information you need "right now" than using it. When your time is of the essence, that's frustrating and non-productive. One of the benefits of an e-book is that you can control-click to the chapter or subheading from the table of contents in a few seconds or search by word.

Use the *Energy Cost Savings For Facilities* as a reliable source of energy saving tips, cost saving strategies, creating a sustainable energy building program, and introduction to battery energy storage systems (BESS). Energy is a significant operations cost component and reduces net profit. Any costs you shift away from energy improves your organization's finances.

Energy is a controllable cost. Don't let it control you, your facilities, and properties, and most of all your profits. Your organization's leadership is counting on you to make the most of your limited operating budget and minimize costs. Don't let them down. Be the master of your sustainable energy building plan. You have nothing to lose and a lot to gain.

To learn more about how an energy savings system, perform an energy needs analysis, and sustainable energy strategy to use BESS, solar, and/or EV charging stations for your business and facilities, schedule a free, no-obligation introductory call at (951) 415-3002, or email me at <u>clwenterprises@att.net</u>, or visit my website at <u>www.clw-enterprises.com</u> for more information.

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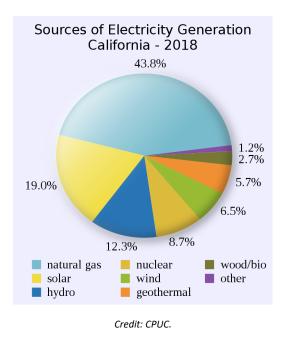
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## 1 – An ENERGY Savings Introduction For Facilities



Energy! It's one of your major cost components. It's a hot topic and will continue to be so. For most facilities and properties, the cost of energy is not going down—only up. It's essential to reduce energy costs on your building(s) whether new or existing.

Energy management is an integral part of the day-to-day operations for facility managers and property owners. Rising energy costs and increasing interest in sustainability are driving the need to reduce energy consumption in buildings and develop strategies for better management.

How energy efficient is your building? How does a facility's overall energy efficiency compare to a portfolio of buildings? Or how does it compare to other similar buildings regionally, nationwide, or internationally?

Doing more with less! That's an often-heard catch-phrase for FM's and CFO's in managing costs. The purpose of this handy guide is much the same. Energy issues can drain your budget and consume valuable resources.

Facility managers across the U.S. are focused on how clean energy can help them meet a variety of energy, economic development, and environmental goals. An early step for most energy efficiency planning involves identifying and quantifying energy savings opportunities, followed by understanding how to access this efficiency potential.

This guide is also essential for facility and property managers along with their financial officers who are serious about reducing energy usage and the cost of it to their organization's Triple Bottom Line.

#### How the United States Uses Energy

Electricity and natural gas have been, and continue to be, the two dominant energy sources in the commercial buildings sector. Together electricity and natural gas accounted for about 93% of total energy consumed in 2012. Along with the increase in total electricity consumption, electricity increased its share of total energy consumed from 38% in 1979 to 61% in 2012.

Americans use a lot of energy in homes, businesses, throughout industry, and to travel and transport goods. Thirty percent of energy consumed in the commercial and industrial buildings is wasted. There are five energy-use sectors:

- The industrial sector includes facilities and equipment used for manufacturing, agriculture, mining, and construction.
- The transportation sector includes vehicles that transport people or goods, such as cars, trucks, buses, motorcycles, trains, aircraft, boats, barges, and ships.
- The residential sector includes homes and apartments.
- The commercial sector includes offices, malls, stores, schools, hospitals, hotels, warehouses, restaurants, and places of worship and public assembly.
- The electric power sector consumes primary energy to generate most of the electricity to sell to the other four sectors.

In addition to primary energy use, the industrial, transportation, residential, and commercial sectors also purchase and use most of the electricity (a secondary energy source) the electric power sector produces and sells. These four sectors are called end-use sectors because they buy or produce energy for their own consumption and not for resale.

As a result of advancements in technology, customer expectations, and state and federal policy goals, the electric power sector is evolving with increased deployment of Distributed Energy Resources (DERs). In late 2016, the Federal Energy Regulatory Commission (FERC) issued a Notice of Proposed Rulemaking (NOPR) requiring Regional Transmission Operators (RTOs) and Independent System Operators (ISOs) to facilitate the participation of electric storage resources and aggregated DERs in competitive wholesale markets.

#### **Energy Storage Made Record Gains in the US in 2022**

Private investment in renewable energy projects hit an all-time high with over \$10 billion devoted to renewable energy in the past year, Supria Ranade, head of power markets for SoftBank Group subsidiary SB Energy, told an audience at the RE+ conference in Anaheim, California.

From the Stephen Singer "Energy Storage Made Record Gains in the US in 2022" Utility Dive March 2023 article:

A record 4.8 GW of utility-scale non-hydropower storage was established in the U.S. in 2022, bringing total capacity to 11.4 GW, according to Sustainable Energy in America 2023 Factbook released by BloombergNEF and the Business Council for Sustainable Energy. That's up from a previous record build of 3.7 GW in 2021.

At 67%, pumped storage is the largest energy storage resource, with battery and thermal storage accounting for the remainder. Due mainly to growing deployment of large-scale lithiumion batteries on the grid, pumped hydro's share of U.S. energy storage dropped from 78% in 2021.

Despite supply-chain related delays in project development, the U.S. remains the largest market for energy storage. Energy shifting is the dominant use case for new batteries as "pairing renewables with storage is becoming a common cost-effective option to displace fossil fuel projects," the Factbook said.

A record \$141 billion in energy transition financing was deployed in the U.S. in 2022 for clean energy, including renewables, electric vehicles and other technologies, according to Factbook, which focuses on renewables, efficiency, natural gas, distributed power, storage and sustainable transportation.

It said 32 GW of new renewable power-generating capacity was added to the U.S. grid down from 37 GW commissioned in 2021 due to higher costs, trade challenges and other problems. By the end of 2022, the U.S. had 108 GWh of lithium-ion battery manufacturing commissioned. Capacity additions nearly doubled compared to 2021 with 45 GWh being added, the report said.

Utilities across the nation are beginning to cite energy-storage technologies in their long-term resource planning and as solutions to their requirements for power system flexibility.

The U.S. "made important strides" toward becoming a hub for battery manufacturing in 2022, the Factbook said. After the Inflation Reduction Act introduced a \$45/kWh cell and module production tax credit, automakers and battery manufacturers have "raced to identify investment opportunities," the Factbook said.

Post- Inflation Reduction Act (IRA) commitments to the North American battery supply chain reached almost \$17 billion by the end of 2022, according to the Factbook.

The IRA is expected to spur additional storage deployments. The law includes direct benefits to stationary storage deployments through a standalone investment tax credit and indirect benefits to energy storage with additional incentives for wind and solar and through battery production tax credits.

The Factbook uses BloombergNEF data in most cases, with information from the U.S. Energy Information Administration, Environmental Protection Agency, Federal Energy Regulatory Commission, American Council for an Energy-Efficient Economy, Lawrence Berkeley National Laboratory and other sources.

#### Key Takeaways of the Inflation Reduction Act (IRA)

From the "Key Takeaways of the Inflation Reduction Act (IRA) Convergent Energy + Power" August 2022 article, the recently approved \$369 billion Inflation Reduction Act (IRA) is the largest and most ambitious investment in climate action that the nation has ever made and is expected to spark record-setting growth in energy storage deployment and climate change mitigation measures.

Analyst firm Wood Mackenzie noted that the IRA will bring some much-needed long-term certainty to the renewables sector with total investment in renewables reaching \$1.2 trillion through 2035. According to the firm, solar will be a major beneficiary. Solar incentives in the legislation are projected to result in a "67% increase in solar additions between 2022 and 2032 compared to what would have happened without the IRA incentives."

The IRA delivers a sea change for the energy storage sector because it provides an investment tax credit that covers 30% of the size of the investment—for the first time—to what is known as "standalone" energy storage. The tax credit can increase beyond 30% with various bonuses, including those tied to developing projects in low-income communities or using US-made products. Prior, energy storage was only eligible for the investment tax credit when paired with solar, also known as solar-plus-storage.

Tax incentives and declining costs have propelled renewable energy development for over a decade, taking wind and solar from novel technologies to some of the fastest growing sources of new electricity in the nation's power grid. The foundation of energy storage's meteoric rise is attributed in part to its eligibility for current tax credits when charged by a solar array, prompting the industry to develop solar-paired storage projects. With the passage of the IRA, energy storage is finally incentivized on its own.

Before the IRA, energy storage made sense in locations where power is more expensive, including New York, California, and New England. The IRA makes sustainable power cheaper everywhere in the United States and, not only that, it creates the regulatory certainty that's needed for the private sector to invest more heavily in the clean energy transition.

#### Why is it so Critical to Incentivize Energy Storage?

Energy storage is the linchpin of the clean energy transition. The more renewable energy on the grid, the better—but these resources only produce power when the sun is shining, or the wind is blowing. Energy storage can "firm up" renewable resources, maximizing their value to the grid.

But energy storage has additional value beyond pairing it with renewable resources. Energy storage can reduce the cost of electricity, by storing energy when it is cheapest and discharging the system when energy is most expensive. This can help communities and businesses save costs and carbon emissions at the same time.

In addition, energy storage can increase the reliability of our aging electric grid increasingly

strained by climate change, alleviate the need for costly grid upgrades, and provide wholesale market services.

#### Incentives for Renewables and Energy Storage: Understanding the IRA

With the Inflation Reduction Act (IRA), policy resources such as the Investment Tax Credit (ITC) and Production Tax Credit (PTC) will allow developers to continue to derive partial tax exemption either annually or as some function of the energy they produce, respectively. The credits have been factored into business models across the industry, allowing projects to be deployed cost-effectively and passing greater benefits along to the communities that host them.

Legislators know that tax incentives for the technologies alone won't alleviate the logjam in renewable energy deployment, and are using the IRA to drive other policy priorities. In order to capture the "full" advertised value of the tax credits developers must provide prevailing wages and apprenticeships, in effect using present projects to nurture the clean energy workforce of the future. Additive value to a project's possible tax credits is provided to developers using domestic steel, iron, and other products.

This driver, paired with a new "advanced manufacturing production" tax credit available to domestic producers of wind turbines, solar panels, battery cells, and other grid technologies, will better secure the renewable energy supply chain from geopolitical swings, bolster the United States' manufacturing industry and its workforce, and institute higher cybersecurity and reliability standards for system components.

Other provisions will point renewable energy in areas where their depressive effect on energy costs can drive greater benefits, such as in low-income communities and those previously home to coal-fired generation, coal mines, or brownfields.

#### A Sea Change for Energy Storage and Our Climate: The Expected Impact of the IRA

Enabling our economy and society to decarbonize must be a national priority. The Inflation Reduction Act (IRA) presents our country with a greater opportunity than ever before to create and grow American jobs while also scaling domestic energy storage.

Importantly, the IRA provides the renewables community with the regulatory certainty to make long-term investments in the clean energy transition that we urgently need. The IRA cements America's leadership in the face of a crisis that has been ignored for too long. We have been seeing how important climate and decarbonization are to the investment community for several years now, and it is gratifying to see that lawmakers similarly understand their massive importance.

The renewable energy policies in the IRA foster innovation and create a level playing field to compete, and we believe this will greatly benefit the U.S. economy and our planet. We're extremely proud that the country taking this step toward decarbonization.

The United States is expected to double its manufacturing capacity by 2025, with more than 10 new battery manufacturing plants expected to be operational in the next five years. As of 2020, U.S. capacity of global electric vehicle (EV) lithium-ion cell manufacturing was approximately 59

GWh. That number is expected to grow to 224 GWh by 2025. To keep up with this demand and retain a competitive manufacturing base, the United States needs a robust supply chain and skilled workforce to produce state-of-the-art, reliable EV and grid storage batteries at scale.

Per Jennifer M. Granholm, Secretary, U.S. Department of Energy, "American leadership in the global battery supply chain will be based not only on our innovative edge, but also on our skilled workforce of engineers, designers, scientists, and production workers."

## 2 – California's Aggressive Zero Net ENERGY Goals



Between 2011 and 2017, California's electricity prices rose five times faster than they did nationally. Today, Californians pay 60 percent more, on average, than the rest of the nation, for residential, commercial, and industrial electricity.

California's high penetration of intermittent renewables such as solar and wind are likely a key factor in higher prices. Economists agree that "the dominant policy driver in the electricity sector [in California] has unquestionably been a focus on developing renewable sources of electricity generation."

High levels of renewable energy penetration make electricity expensive around the world, not just in California. As Germany deployed high levels of renewables over the last 10 years it saw its electricity prices rise 34 percent. Today, German electricity costs twice as much as that in neighboring France.

#### **California's Renewable Portfolio Standard (RPS) Increases Electricity Costs**

As per the "California's Renewable Portfolio Standard (RPS) Increases Electricity Costs" Mark Nelson and Michael Shellenberger article published in Environmental Progress in February 2018: California's renewable portfolio standard (RPS) increases electricity costs in part by requiring the purchase of renewables even when they cannot be relied on to power the grid, requiring undiminished capacity from the combination of natural gas, hydro, and nuclear power.

RPS, also referred to as renewable electricity standards (RES), are policies designed to increase the use of renewable energy sources for electricity generation. These policies require or encourage electricity suppliers to provide their customers with a stated minimum share of electricity from eligible renewable resources. Although national RPS or other clean energy policies have been proposed, no federal RPS or similar policy is currently in place. However, most states have enacted their own RPS programs.

As a result, California today has a large amount of excess electricity generating capacity (the 'Duck Curve') without being able to know if much of it will be available from day to day and

week to week as detailed in Chapter 12.

#### As Wind and Solar Capacity Climbs, Returns of Usable Power Diminish

As wind and solar capacity climbs, the returns of usable power diminish because of increasing curtailment during surges that the grid cannot absorb. More and more intermittent capacity has to be pushed onto the grid to get less and less additional renewable electricity. The dynamic of soaring overcapacity and falling prices is the inevitable result of the fundamental inability of intermittent wind and solar generators to efficiently match supply to demand.

The burden of higher cost electricity and benefits of renewable energy subsidies fall unevenly on Californians. Between 2007 and 2014, the highest-income 40 percent of California households received three times more in solar subsidies—valued between \$10,000 and \$20,000 per household—as the lowest-income 40 percent. California households with over \$100,000 in annual income benefitted from energy efficiency subsidies at twice the rate of households whose income was under \$50,000.

Most recently, PG&E requested a rate increase in its General Rate Case application (A18-12-009) for 2020, 2021 and 2022. Under their proposal, base rates would increase by \$1,058 million or 12.4% for 2020 with subsequent increase of \$454 million and \$486 million for 2021 and 2022.

#### **Electricity Use Would Surge Under California's New Climate Plan**

California's sweeping climate plan has been criticized by environmentalists for too slowly phasing out fossil fuels and relying too much on technologies to remove or capture emissions, while the oil and gas industry has said the ramp-up of clean energy is too ambitious.

Per the "Electricity Use Would Surge Under California's New Climate Plan" article by Nadia Lopez at CalMatters in June 2022: To achieve the plan's goals, air board officials project that California will need about 30 times more electric vehicles on the road, six times more electric appliances in homes to replace gas appliances, 60 times more hydrogen supply and four times more wind and solar generation capacity.

The plan "is very, very aggressive in terms of the deployment of clean technology," said Rajinder Sahota, the Air Resources Board's deputy executive officer for climate change and research. "If we can actually make all of these things happen, there are significant reductions in fossil fuel and methane that we would see by 2045. All of it hinges on implementation and successful deployment of that energy infrastructure and technology."

To handle the surge in electricity demand, air board staff said the state needs to expedite the construction of new solar and wind infrastructure, improve existing power lines and build battery storage capacity. In addition, California will need backup dispatchable power to account for energy losses when renewables like wind and solar can't produce electricity due to changes in weather.

Without these major improvements and investments, California would have to keep relying on climate-warming fossil fuels, particularly natural gas. An additional 10 gigawatts of natural gas

capacity would be needed by 2045 to support the power grid if sufficient renewable power is not available by then, air board officials said.

Secretary for Environmental Protection Jared Blumenfeld said the permitting and approval process of renewable energy projects needs to be accelerated to meet the state's climate targets.

#### Can California Meet Its Zero Net Energy 2045 Requirements?

From the PSE article "Net Zero Carbon California by 2045: What Will It Take?" in October 2018, by Elena Krieger, PhD, Boris Lukanov, PhD, and Seth B.C. Shonkoff, PhD, MPH:

Back in 2018, then Governor Jerry Brown launched the Global Climate Action Summit in San Francisco by announcing a sweeping and unprecedented climate target for the state of California: full carbon neutrality by the year 2045. He simultaneously signed into law a senate bill requiring 100% of the state's electricity to be produced by zero-carbon resources by 2045. The latter act stole the headlines but is in fact the far less ambitious of the two targets: 100% renewable electricity is just one of the many building blocks needed to achieve economy-wide net zero carbon emissions.

The implication of this directive is huge: by 2045 California must eliminate, sequester, or offset any and all carbon emissions to achieve net zero emissions. The executive order is not yet binding, and the legislature now needs to codify it into laws. However, how these laws will define "net" and what pathways the state takes to reach this target have profound implications for not only the climate, but also for environmental and human health co-benefits that could accrue for communities across California.

#### **California's Zero Net Energy Options**

Net zero means that individual sources in the state can either eliminate emissions or continue to release greenhouse gases as long as those emissions are reduced elsewhere. Emission offsets can include techniques such as increasing carbon sequestration in soils, forests, and farmland, purchasing clean electricity credits from neighboring states, or through emerging technological approaches such as the direct capture and removal of carbon from the atmosphere.

California may also consider allowing emissions within the state to be offset by carbon reductions in far-away states or even other countries. However, any in-state source that uses offsets will not only continue to emit carbon, but also health-damaging co-pollutants that are often co-emitted with it. This pollution will continue to affect surrounding communities, which disproportionately impacts low-income populations and communities of color.

Achieving carbon neutrality is a vital yet formidable challenge. Carbon reductions will hinge on the implementation of widespread energy efficiency across every sector, decarbonization of the power sector (as required in SB 100) and the electrification of cars, trucks, home heating, and other sources to run on carbon-free electricity.

Currently, only 16% of California's emissions come from the power sector, 40% from

transportation and the rest from industrial, residential, commercial, agriculture and other sectors. Some emission reductions, such as from cement production, will present more challenges than others and are more likely to require some kind of offset. Some may argue that California's current cap-and-trade system should be expanded to allow for the trading of carbon credits to achieve these offsets but doing so would not necessarily ensure the reduction of localized air pollutant emissions.

#### Low-Income and Disadvantaged Communities Considerations

Brown's net zero carbon executive order appropriately requires that any climate strategy seek to reduce emissions in low-income and disadvantaged communities. The degree to which this goal is achieved, however, will depend on careful policy design to ensure that the communities currently burdened with the highest impacts from fossil fuels see real environmental and health benefits.

Furthermore, any offsets or emissions trading will require clear requirements regarding the additionality and verifiability of greenhouse gas reductions. If we plant a tree, can we guarantee that it wouldn't have been planted otherwise (is it "additional")? If we export clean electricity to neighboring states, can we ensure that any fossil fuel it displaces wouldn't have been replaced by clean electricity anyway? If we increase the amount of carbon in soils through land management techniques, can we verify that the carbon is taken up and remains in the soil? These requirements are complex, particularly if out-of-state offsets with limited direct oversight are allowed.

Brown's target for carbon neutrality in 2045 and net negative emissions thereafter is groundbreaking from a policy standpoint but is in perfect alignment with the scientific consensus that we will need to not only curtail greenhouse gas emissions, but actively remove carbon dioxide from the atmosphere later this century to mitigate climate change's worst impacts.

Doing so in a verifiable, additional, and equitable way will inevitably complicate this challenge, but will also give the incoming governor and legislature a unique opportunity to lead the world with a replicable framework to achieve meaningful greenhouse gas and co-pollutant reductions with direct community benefits.

#### California Dilemma: Fight Climate Change and Keep on the Lights

California sees itself as a global leader in the fight against climate change. But keeping on the lights over the next five summers is likely to increase the state's greenhouse gas emissions, energy experts said per the "Calif. dilemma: Fight climate change and keep on the lights" article by Anne C. Mulkern at Climate Wire in June 2022.

The nation's most populous state faces an electricity supply crunch, with projections showing that peak demand could exceed available supplies by as much as 3,500 megawatts. That would leave as many as 3.5 million homes without power.

To address the problem, Democratic Gov. Gavin Newsom wants to spend \$5.2 billion to boost

reliability. Initial plans include keeping open natural gas plants that were due to be retired.

For now, state leaders should prioritize preventing blackouts over concerns about greenhouse gas emissions, said several experts. Doing so would help maintain support for long-term climate goals.

"If the public sees this year after year — shortages and blackouts and curtailment — I think there will be a lot of setback for the long-term green energy plan that everyone hopes will come to pass," said Ahmad Faruqui, energy economist formerly with the Brattle Group consulting firm. "We live in the short run. Unless we make it through the short run, we are not going to get the long run."

Since the August 2020 rolling blackouts, the state has ordered utilities to procure 11,500 MW of power and accelerate generation projects. Battery storage capacity grew twentyfold in 2.5 years. State officials also installed emergency generators and delayed planned retirement dates for existing power plants.

Even with those actions, she said, "climate impacts are outpacing our efforts and continuing to cause unprecedented stress on California's energy system, threatening reliability and [putting] Californians at risk of additional outages."

#### **CPUC's Vote to Slash Solar Net Metering**

Up to 2022, California installed roughly 30,000 batteries compared to 200,000 solar systems. With high costs, supply chain constraints, inflation and permitting and interconnection delays and challenges, it will take years before the storage market can match the solar market.

Bernadette Del Chiaro, executive director of the California Solar & Storage Association (CALSSA) issued the following statement on the CPUC's vote to slash solar net metering titled "CALSSA Statement on CPUC's Vote to Slash Solar Net Metering" in December 2022.

Currently 1.5 million consumers use net metering, including thousands of public schools, churches, farms, and affordable housing developments, and it is the main driver of California's world-renowned rooftop solar market. As a result of net metering, working and middle class neighborhoods are just under half of the rooftop solar market and the fastest growing segment today.

In total, distributed solar energy systems have added 13 gigawatts of solar energy to the state, roughly the size of six Diablo Canyon nuclear power plants. In addition, consumers have added nearly 1 gigawatt of energy storage which played a meaningful role in keeping the lights on during recent heat waves.

Big utilities want to change the rules in their favor in order to eliminate a growing competitor, keep consumers stuck in utility monopolies, and protect their profits. Utilities claim solar makes the energy bills of non-solar customers more expensive. But in reality, utility profits, infrastructure investment, transmission lines, and paying for their bad planning and the fires they cause are what drives energy rates up. Californians are not fooled, and real equity

champions know energy fairness is about "making rooftop solar panels and batteries more—not less—affordable for working families and lower-income Californians."

A proposed decision released in December 2021, that would have implemented an unprecedented solar tax and drastic net metering credit reductions, was shelved earlier this year after intense backlash and public disapproval from Governor Newsom. Despite that backlash and the overwhelming popularity of rooftop solar in California, the CPUC's revised proposed decision still included an immediate and drastic slash to the value of net metering.

With rooftop solar's vital contribution to reaching California's clean energy goals, the promise of battery storage for grid reliability, and new federal incentives for going solar, a diverse coalition of solar supporters are calling on the California leaders to keep solar growing and affordable for all types of consumers. More than 160,000 people submitted comments to the CPUC and Governor Newsom calling for a strong NEM-3 decision, the highest count in CPUC history.

## 3 – Your Facilities' Electrical ENERGY Future Is Now



Credit: CEC

As facility managers endeavor to reduce carbon emissions as part of their organizations' climate plan, renewables are an absolute must as noted in the *FM Prime* "What Is the Role of Renewables in Building Electrification and Efficiency?" article by Greg Zimmerman.

As energy efficiency and deep energy retrofits with the goal of net-zero energy buildings become more common for facility managers, a "which comes first, the chicken or egg" discussion has also emerged: Does a facility manager focus first on efficiency and then renewables to make up the difference? Or the other way around?

Most experts suggest this is a no-brainer: Make the facility as efficient as possible, and then cover the rest in onsite renewables. If the facility isn't efficient, even if one is still using renewables, wasted energy is wasted energy. So be as efficient as possible, use as little energy as possible, and produce the difference between the energy spent and zero with renewables.

As more and more buildings are working toward electrification, this conversation about the role of renewables in an efficient building becomes even more relevant. The foundation for the goal of building electrification is that buildings will be using renewable energy, and therefore greatly reducing or eliminating fossil fuels (like natural gas) from buildings altogether. The two strategies must be complementary to ensure that both are effective.

Renewables are crucial because they get buildings closer to zero carbon aligned, which will be necessary to reach global and U.S. climate goals. The inverse of this question might yield more insight into the momentum we need to retrofit a largely inefficient and aging building stock.

Why are deep energy retrofits crucial to generating clean energy for our buildings? Poorly performing buildings, even with renewables, will require significant energy load supply from existing grid infrastructure.

Renewable energy and high-performing buildings that are energy efficient go hand-in-hand by minimizing energy loads and making clean energy go even further. Whether or not a building is compatible with onsite solar or other renewables, every facility manager can play their part by

reducing their energy load and improving overall efficiency.

Per Ella Mure, an associate with RMI's Carbon-Free Buildings Program, direct lifecycle costing highlights the significant return on investment for renewables. These options drastically cut operating costs in the long run, and the payback towards the upfront costs is happening quickly. As utility prices continue to vary and increase over time, onsite renewables are the best way to control costs and reduce the risk of unpredictable and variable utility rates.

Solar investment tax credits can provide significant federal tax credits for building owners, plus whatever local and state credits are available. Solar loans or leases are another financing opportunity property owners can explore. This involves a lease or loan provided by a bank (the lender can partner with an energy service company) for solar systems, including battery storage, where the lessor owns the solar equipment, and the customer leases the solar system. In this case, the equipment ownership reverts to the building owner at the lease payoff.

Power purchasing agreements (PPA) are another financing mechanism where a developer designs, permits, and installs an energy system on a customer's property at little to no cost and then sells the power generated to the customer at a fixed per kWh below retail rate.

#### **Energy Storage Will Have Its Biggest Year Yet**

As utilities plan to decarbonize their systems, many see the current boom in natural gas generation as a "bridge" to a low-carbon future providing dispatchable power to balance out intermittent renewables on their systems. Continued advancements in battery technology, however, could make that bridge shorter than many anticipated.

In November 2018, California regulators approved four battery projects for utility Pacific Gas & Electric (PG&E) to replace three gas plants that had sought ratepayer financial support. The batteries, including two of the world's largest planned projects, represented the first time that a utility and its regulators sought to directly replace multiple major power plants with battery storage.

California has ambitious environmental and battery storage targets, but large-scale storage is also spreading to states without those policies as battery prices decline. Last summer, generator Vistra announced plans for a 42 MWh storage facility connected to a solar farm in Texas, which would be the state's largest battery.

While smaller in scale, the recent growth in utility-size batteries has been outpaced by behindthe-meter installations, which analysis firm Wood Mackenzie says grew more than 300% in 2017 alone. Going forward, Bloomberg analysts expect lower prices and increasing market participation options for storage like FERC's recently approved Orders 841 and 2222 will beget more than 100 GWh of storage capacity in the U.S. alone by 2040.

#### Lithium-ion Battery Costs Continue to Drop

BNEF's Energy Storage Outlook 2019, predicts a further halving of lithium-ion battery costs per kilowatt-hour by 2030, as demand takes off in two different markets – stationary storage and

electric vehicles. The report goes on to model the impact of this on a global electricity system increasingly penetrated by low-cost wind and solar.

Just 10 countries are on course to represent almost three quarters of the global market in gigawatt terms, according to BNEF's forecast. South Korea is the lead market in 2019, but will soon cede that position, with China and the U.S. far in front by 2040. The remaining significant markets include India, Germany, Latin America, Southeast Asia, France, Australia and the U.K.

In the USA, a review of compliance filings submitted by grid operators in response to the Federal Energy Regulatory Commission's (FERC) Orders 841 and 2222 show that Independent System Operators (ISOs) and Regional Transmission Organizations (RTOs) are complying with FERC's directive, but work remains to be done.

#### **Distributed Energy Resources (DERs)**

Utilities, keen to prevent load loss to rooftop solar and the like, initially tried to slow the trend with fees and rate designs that discouraged adoption of such resources. But increasingly—and after a series of lengthy state policy battles—they are beginning to recognize that Distributed Energy Resources (DERs) can also provide benefits to the grid and if managed correctly, will become a reliable Behind the Meter (BTM) power resource.

California Independent System Operators (CAISO) refers to storage as a "vital strategy" to meet California's goal of 100% zero-carbon electricity by 2045. The state's current oversupply of solar power in the middle of the day and subsequent drop-off in the evening has led to a curtailment of solar. With more storage on the grid, the oversupply of solar could be captured and used later in the day, reducing the need for curtailment and increasing the grid operator's ability to balance load, CAISO said.

#### Electric Vehicle (EV) Growth Will Become an Energy Demand Issue

As batteries become cheaper they hold promise for utilities not just as stationary sources of power, but mobile ones as well. By 2050, the National Renewable Energy Laboratory says electric vehicles could increase U.S. power demand by up to 38%, providing an important source of power demand growth for utilities and opportunities to use the vehicles' batteries to meet grid needs.

In 2018, utilities began to realize this opportunity, ramping up their lobbying and public relations efforts around electric vehicles. In the third quarter alone, 32 states and D.C. took some action on electric vehicles, including the approval of utility EV charging programs in Massachusetts, Rhode Island and, earlier, in Nevada.

In the years to come, utilities across the nation are likely to intensify these efforts, pushing for approval to own EV charging stations, studying new rate designs to incentivize charging, and finding new ways to aggregate fleets of vehicles to modulate their charging for grid needs.

#### EV's Could Overwhelm the Nation's Grids

The power demand from the 20 million electric vehicles (EVs) expected to be on U.S. roads by 2030, up from today's 1.1 million, could overwhelm the nation's grids.

However, the coming EV load could deliver great value to utilities and their customers if it is shifted away from high-priced peak demand periods. That would increase utilities' electricity sales without adding stress to their grids, while also lowering drivers' charging costs. Investing in the communications systems and planning needed to properly manage charging can deliver transportation electrification's full value, stakeholders told Utility Dive.

EVs are the biggest "electric load opportunity for utilities" since the 1950s air conditioning explosion, a May 2019 Smart Electric Power Alliance (SEPA) study reports. But without proper planning to integrate that load, "EVs could lead to grid constraints and increased transmission and distribution peaks" that require new "peaker plants, unplanned grid upgrades, and other costly solutions."

"There is already adequate charging infrastructure technology to incorporate real-time pricing and use price signals to shift charging from peak demand periods to times when utilities have renewables over-generation," the report adds.

#### What's Coming for EV Energy Storage

The threat to the grid represented by EV growth will not be due to a lack of the Electric Vehicle Supply Equipment (EVSE) used for charging. An estimated 9.6 million EV charging ports will be needed by 2030, according to the Edison Electric Institute, but 2018's 1.2 million North American charging ports will grow ten times to over 12.6 million by 2027, according to Navigant.

With the electrification of trains, trucks, buses and other vehicles, the coming load could be overwhelming. "But worst-case scenarios assume transportation electrification would happen without optimizing the grid, and there are ways to optimize. Managing the number of cars charging, and when they charge, will determine the real load."

#### Wind, Solar to Make Up 70% of New US Generating Capacity While Batteries Gain Momentum

Wind and solar will represent more than two-thirds of new electric generating capacity to come online in 2021, while battery storage capacity is set to quadruple over the next year, according to the U.S. Energy Information Administration (EIA).

Per the "Wind, Solar to Make Up 70% of New US Generating Capacity in 2021 While Batteries Gain Momentum" article content courtesy of Emma Penrod at Utility Dive in January 2021: Two-thirds of new solar projects are now built in tandem with energy storage, according to Sam Newell, a principal analyst for The Brattle Group.

At current pace, wind, solar and storage could overtake conventional technologies as the leading source of generation by the early 2030s, according to Wood Mackenzie principal analyst

#### Robert Whaley.

Renewable energy is still a ways from becoming the dominant source of energy on the U.S. electric grid, but wind and solar will remain the resources of choice for new development in 2021.

According to EIA, the U.S. is set to bring 39.7 GW of new capacity online by the end of 2021. Natural gas generation will represent just over 16% of this new capacity, according to EIA, with 6.6 GW scheduled to come online this year. Wind generation is expected to grow 12.2 GW down from 21 GW in 2020.

Solar, meanwhile, will enjoy another record-breaking year, with 15.4 GW in new capacity expected to come online in 2021. The U.S. is also expected to add 4.3 GW of battery storage, more than quadrupling existing capacity, according to EIA.

#### The Growth of Solar is Bringing the Storage Sector With It

The growth of solar, Sam Newell said, is in many ways bringing the storage sector along with it. While there are standalone battery projects, he said, the industry has made a rapid pivot to solar-plus-storage as the preferred format, with two-thirds of solar projects already coupled with batteries. Wind is paired with storage much less frequently, he said.

The 2021 trends identified by EIA have been in the works for some time — renewable energy deployment has outnumbered new conventional development since roughly 2015. But Newell the speed with which renewable energy has overtaken conventional generation assets has far exceeded expectations.

"This has been going on for several years," he said, and while wind is expected to see a decline this year, renewable energy resources overall continue to grow. "They're blowing past what we once thought would be the saturation point for such intermittent resources."

Newell attributed this explosive growth to rapid declines in the cost of renewable energy — declines far outpacing improvements seen in conventional technologies, and even some of the most optimistic estimates for how quickly renewable energy would become affordable. But policy also played a role, he said, and the regions which have seen the most rapid deployment of renewable energy are also those that set early, ambitious goals for renewable energy.

The incoming Biden administration, Newell said, could prompt even greater renewable energy deployment if lawmakers implement measures such as a national carbon policy or renewable energy standard.

"That would bring in some of the states where it's not much cheaper to do the renewables, and that don't have the environmental mandates," he said.

Even without any change in policy, Whaley said, the current rate of renewable energy deployment will see wind and solar overtaking fossil fuels as the source of the majority of U.S. energy by the early 2030s. Wood Mackenzie expects the renewable sector will continue to enjoy incremental growth through roughly the same time period, with growth beginning to stabilize

around 2033.

"Certainly all the momentum is for renewables, and they're dominating additions," he said, "but it's still going to take a while for solar and wind to overtake gas."

However, because wind, geothermal, biomass and other renewable energy systems are not typically options for most building structures like solar, battery storage and EV charging stations are, they are not cover in this guidebook. Covering a rooftop with PV panels is possible but mounting a wind turbine on a building's roof top is not.

The same goes for hydro, thermal, biomass and other renewable energy sources that a typical building cannot be equipped for. There are too many structural, special and/or code compliant issues and restrictions to overcome.

## Appendix

ASHRAE 1651-Research Project, Development of Maximum Technically Achievable Energy Targets for Commercial Buildings: Ultra-Low Energy Use Building Set:

https://www.ashrae.org/about/news/2016/new-research-from-ashrae-outlines-measures-to-reach-toward-net-zero-energy.

ASHRAE Standard 90.1-2013, Energy Efficiency Standard for Buildings Except Low-Rise Residential: https://www.ashrae.org/technical-resources/bookstore/standard-90-1.

**Better Buildings: U.S. Department of Energy:** <u>https://betterbuildingssolutioncenter.energy.gov/challenge?gl=1\*l0q3lj\*ga\*MjY1NzUxMzc5LjE2ODQy</u> <u>ODMwNzk.\* ga VEJ5DJ7LND\*MTY4NDI4ODA3OS4yLjEuMTY4NDI4ODI0OS4wLjAuMA</u>.

Building Energy Benchmarking Program: California Energy Commission (CEC): https://www.energy.ca.gov/programs-and-topics/programs/building-energy-benchmarking-program.

**Building Energy Data Exchange Specifications (BEDES):** <u>https://www.energy.gov/eere/buildings/building-energy-data-exchange-specification-</u>

<u>bedes?</u> gl=1\*1y8m58v\* ga\*MjY1NzUxMzc5LjE2ODQyODMwNzk.\* ga VEJ5DJ7LND\*MTY4NDI4ODA3OS4 yLjEuMTY4NDI4ODIxNC4wLjAuMA.

California Department of Industrial Relations (DIR) -- California Electrician Certification Program: https://www.dir.ca.gov/dlse/ECU/ListOfApprovedSchools.html.

CALSTART Trucks and Non-Road Vehicle Initiative: <u>https://calstart.org/trucks/</u>.

DSIRE - Database of State Incentives for Renewables & Efficiency: https://programs.dsireusa.org/system/program/ca.

Energy and Facilities Management Software Review: https://www.softwareadvice.com/.

ENERGY STAR for Buildings Program: http://www.energystar.gov/.

ENERGY STAR Portfolio Manager: <u>www.energystar.gov/benchmark</u>.

Energy Use Intensity (EUI):

https://portfoliomanager.energystar.gov/pdf/reference/US%20National%20Median%20Table.pdf.

**Existing Buildings Energy and Water Efficiency Ordinance (EBEWE) Updates:** <u>https://www.energy.ca.gov/programs-and-topics/programs/building-energy-benchmarking-program/local-benchmarking-ordinances.</u>

Green Button: https://www.greenbuttondata.org/.

IFMA 30 Minute ENERGY STAR Webinar: https://attendee.gotowebinar.com/recording/8637296428037464835.

PACE - Property Assessed Clean Energy (PACE): <u>https://www.energy.gov/eere/slsc/property-assessed-</u>

#### clean-energy-programs.

#### Putting California on the High Road: A Jobs and Climate Action Plan for 2030:

https://laborcenter.berkeley.edu/putting-california-on-the-high-road-a-jobs-and-climate-action-plan-for-2030/.

SGIP - Self-Generation Incentive Program: https://www.cpuc.ca.gov/sgip/.

#### Spark Tool: A Personalized Business Case to Present to Ownership: http://betterbricks.org/resources/spark-tool-a-personalized-business-case-to-present-to-ownership.

**Standard Energy Efficiency Data (SEED):** <u>https://www.energy.gov/eere/buildings/standard-energy-</u><u>efficiency-data-seed-platform</u>.

U.S. Energy Information Administration (EIA) Electric Grid Monitor: https://www.eia.gov/todayinenergy/detail.php?id=40993#.

## Glossary

**Aggregated Energy Resource Solutions (AERS).** An AERS is a system using advanced building energy demand and emulation analysis that balances your energy rate as well as using the lowest rates available.

British Thermal Unit (Btu): Standard measure of heat energy. It takes one Btu to raise the temperature of one pound of water by one degree Fahrenheit at sea level.

**Building Energy Benchmarking:** Comparing the energy performance of a building or group of buildings over time (i.e., longitudinal benchmarking), relative to other similar buildings (i.e., cross-sectional benchmarking), or to modeled simulations of a reference building built to a specific standard (e.g., building energy codes). The results can be used to compare energy performance among buildings, identify buildings with the greatest potential for improvement, track energy performance, quantify and/or verifying energy savings, and identify best practices that can be replicated.

Building Portfolio: A collection of buildings or facilities owned by a single organization or individual.

**California Independent System Operator (CAISO):** A non-profit Independent System Operator (ISO) serving California. It oversees the operation of California's bulk electric power system, transmission lines, and electricity market generated and transmitted by its member utilities.

**California Power Exchange:** A State-chartered, non-profit corporation which provides day-ahead and hour-ahead markets for energy and ancillary services in accordance with the power exchange tariff. The power exchange is a scheduling coordinator and is independent of both the independent system operator and all other market participants.

**Conservation:** A reduction in energy consumption that corresponds with a reduction in service demand. Service demand can include buildings-sector end uses such as lighting, refrigeration, and heating; industrial processes; or vehicle transportation. Unlike energy efficiency, which is typically a technological measure, conservation is better associated with behavior.

**Corporate Social Responsibility (CSR):** Is the commitment to contribute to economic development while improving the quality of life of the workforce and their families as well as of the community and society at large.

**Cost Avoidance:** Potential savings resulting from energy management measures. Avoided costs are different from cost savings. Cost savings result from reducing spending that is already taking place, while avoided costs demonstrate that future increases in cost will result if the proposed action is not implemented. For example, preventative maintenance on equipment can be thought of as the practice of cost avoidance.

**Demand Response Programs:** Demand response programs are incentive-based programs that encourage electric power customers to temporarily reduce their demand for power at certain times in exchange for a reduction in their electricity bills.

**Demand Side Management (DSM):** A utility action that reduces or curtails end-use equipment or processes. DSM is often used in order to reduce customer load during peak demand and/or in times of supply constraint.

**Dispatchable Generation (or Power):** Refers to sources of electricity that can be programmed on demand at the request of power grid operators, according to market needs. Dispatchable generators may adjust their power output according to an order.

**Distributed Energy Resource (DER):** A non-utility based energy source, typically from a renewable source such as rooftop PV, stationary battery storage or EV battery.

**Distribution Provider (Electric):** Provides and operates the wires between the transmission system and the end-use customer. For those end-use customers who are served at transmission voltages, the Transmission Owner also serves as the Distribution Provider.

**Distribution System:** The portion of the transmission and facilities of an electric system that is dedicated to delivering electric energy to an end-user.

**Duck Curve:** In utility-scale electricity generation, the duck curve is a graph of power production over the course of a day that shows the timing imbalance between peak demand and renewable energy production.

**Energy Cost:** The total cost of energy, including base charges, demand charges, customer charges, and power factor charges.

**Energy Data Analyst:** Conducts energy analysis to support data-driven energy planning and management. The Energy Data Analyst manages internal data resources and provides data collection, analysis, and visualization support. The Energy Data Analyst may also incorporate development of online tools to effectively deliver information and resources to a variety of audiences.

**Energy Efficiency:** A ratio of service provided to energy input (e.g., lumens to watts in the case of light bulbs). Services provided can include buildings-sector end uses such as lighting, refrigeration, and heating: industrial processes; or vehicle transportation. Unlike conservation, which involves some reduction of service, energy efficiency provides energy reductions without sacrifice of service. May also refer to the use of technology to reduce the energy needed for a given purpose or service.

**Energy Information Systems (EIS) and Advanced EIS:** Web-based software, data acquisition hardware, and communication systems used to store, analyze, and display building energy performance data. More advanced EIS offerings provide a higher degree of automated analytics, in combination with baseline models that are used to normalize for key energy drivers such as weather and time of week.

**Energy Manager:** Responsible for the organization's energy management program, activities, and staff. The energy manager sets and/or advises on energy goals; supervises energy efficiency projects and energy-related operations and maintenance activities; oversees energy performance tracking, analysis, and reporting; manages and forecasts energy budgets; and leads a team of energy professionals.

**Energy Service Company (ESCO):** A non-utility entity that provides retail, commercial, or industrial energy services. Also known as an energy service provider.

**Energy Storage System (ESS):** An ESS works by capturing electricity and storing it for discharge when required which allows users to come off the grid and switch to stored electricity, at a time more cost effective to them, giving them greater flexibility and control of electrical usage. Furthermore, at times of high grid power demand an ESS with an excess supply of energy can release stored energy back to the grid, helping to balance it between periods of low energy supply and high energy demand.

**Energy Use Intensity (EUI):** EUI is typically expressed in energy used per square foot of building footprint per year. It is calculated by dividing the total gross energy consumed in a one-year period (expressed in

kilowatt-hours or kilo-British Thermal Units) by the total gross square footage of the building.

**ESG:** Is an acronym that stands for Environmental, Social, and Governance and is used as a framework for measuring the sustainability and ethical impact of a company's operations.

**Existing Buildings Energy and Water Efficiency Ordinance (EBEWE):** These ordinances requires existing commercial and multi-family buildings to be benchmarked, audited, retrofitted, and/or retro-commissioned.

**Federal Energy Regulatory Commission (FERC) Orders 841 & 2222:** Requires the removal of barriers to the participation of energy storage in the capacity, energy, and ancillary services markets operated by ISOs and RTOs.

Gigawatt (GW): One thousand megawatts, one million kilowatts, or one billion watts.

**Green Button:** A national, industry-led initiative that connects utility customers to energy data using a standard data format. Green Button encourages utilities and service providers to standardize the format of energy data so that customers and third-party service providers can easily access energy usage information from utility suppliers.

**Greenhouse Gas Emission (GHG):** A gas that absorbs and emits radiant energy within the thermal infrared range. Greenhouse gases cause the greenhouse effect. The primary greenhouse gases in Earth's atmosphere are water vapor, carbon dioxide, methane, nitrous oxide and ozone.

**Independent System Operator (ISO):** An independent, federally regulated entity established to coordinate regional transmission in a non-discriminatory manner and ensure the safety and reliability of the electric system.

**Investor-Owned Utility (IOU):** A privately-owned electric utility whose stock is publicly traded. It is rate regulated and authorized to achieve an allowed rate of return.

**Kilowatt Hour (kWh):** A measure of electricity defined as a unit of work or energy, measured as 1 kilowatt (1,000 watts) of power expended for 1 hour. One kWh is equivalent to 3,412 Btu.

**Load Factor:** The ratio of electricity usage to the maximum usage if the power had been left on during a period of peak demand.

**Microgrid:** Is a local electrical grid with defined electrical boundaries, acting as a single and controllable entity. It is able to operate in grid-connected and in island mode. A 'Stand-alone microgrid' or 'isolated microgrid' only operates off-the-grid and cannot be connected to a wider electric power system.

**Net Floor Area:** The gross floor area of a building in square feet, excluding the area of walls and partitions, the circulation area (i.e., where people walk), and the area that houses mechanical equipment.

**Net Metering**: Is an electricity billing mechanism that allows consumers who generate some or all of their own electricity to use that electricity anytime, instead of when it is generated. This is particularly important with renewable energy sources like wind and solar, which are non-dispatchable.

**Operational Savings:** The money saved from operational activities that reduce energy use, such as adjusting equipment set points and operating schedules, turning off lights, and shutting down computers at night.

**Performance Indicators:** A set of quantifiable measures that an organization uses to gauge performance in terms of meeting strategic and operational goals.

Photovoltaics (PV): Solar-electric energy cells in any of numerous forms and configurations.

**Power Factor:** Power factor measures the efficiency of electrical power use within a facility's electrical system; it is the ratio between real power (kW) and apparent power (kVA). Commercial customers may be charged a reactive power fee if a facility's power factor is below a certain percentage (e.g., 95%).

Qualified Balance Resources (QBR): A QBR system essentially releases stored energy during peak demand and TOU periods after purchasing the facility's peak power usage reserves during the time of day with the lowest TOU rates.

**Rate Schedule/Design:** The rates, charges, and provisions that designate how service is supplied to a class of customers.

**Regional Transmission Organization (RTO):** An electric power transmission system operator (TSO) that coordinates, controls, and monitors a multi-state electric grid. The transfer of electricity between states is considered interstate commerce, and electric grids spanning multiple states are therefore regulated by the Federal Energy Regulatory Commission (FERC).

**Renewable Energy Resources:** Energy resources that are naturally replenishing but flow-limited. They are virtually inexhaustible in duration but limited in the amount of energy that is available per unit of time. Renewable energy resources include biomass, hydro, geothermal, solar, wind, ocean thermal, wave action, and tidal action.

**Renewable Portfolio Standards (RPS):** Also referred to as renewable electricity standards (RES), are policies designed to increase the use of renewable energy sources for electricity generation.

**SMART:** An acronym for Specific, Measurable, Assignable, Realistic and Time-related.

**Stakeholders:** Individuals or groups with an interest in an organization's actions, objectives, and policies. Stakeholders can include staff, program designers, implementers, energy vendors, special interest groups, and customers.

**Sustainable Energy Buildings Plan (SEBP):** A SEBP optimizes an Energy Storage System (ESS) and efficient energy management in support of the primary purpose of the organization. A SEBP has the potential to manage energy resources in a manner consistent with all that is green, zero-net-energy and high-performance.

**Triple Bottom Line (TBL or 3BL):** Is an accounting framework with three parts: social, environmental (or ecological) and financial. Some organizations have adopted the TBL framework to evaluate their performance in a broader perspective to create greater business value.

**Utility Billing Data:** Metered or unmetered utility data that represent electric, water, or gas consumption in a billing cycle. Utility billing data is also used to describe data customers receive from the energy suppliers and payment streams associated with customer accounts. Vendor account details include account numbers, meter numbers, and historical energy-consumption information.

**Zero Energy Building (ZEB):** An energy-efficient building where, on a source energy basis, the actual annual delivered energy is less than or equal to the on-site renewable exported energy.

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#### **Construction, Project & Program Management**

Project Management services for BESS projects; and Construction Management services from the development and design stages to the procurement, construction, and post construction phases using owner partnering and integrated project development for educational, commercial, civic, medical and industrial facilities for new, addition, and remodel type projects of various sizes and complexities, working directly with the project management team and stakeholders.

#### Sustainable Energy Buildings Plan (SEBP) Consulting

Sustainable Energy Buildings Plan (SEBP Consulting to attain high performance facilities, reduce utility bills and lower operational costs for sustainable facilities utilizing commercial solar, battery storage, and EV charging station opportunities that contribute to a firm's triple bottom line and a zero-net energy future. Services include working closely with client to assess their energy saving opportunities and developing innovative cost, time, and energy saving solutions as well as self-generation incentive programs (SGIP).

#### **Energy Sector Workforce Development**

Energy Sector Workforce Development is an educational program that provides California's high school, community college and trade/vocational school students as well as transitioning, incumbent and non-renewable energy sector workers essential career information and pathways to prosperity in the energy resource, savings, and sustainability sectors that are critical in meeting California's ambitious 2045 zero net energy goals.

## **ENERGY STAR Benchmarking and Certification**

ENERGY STAR Portfolio Manager account setup/monitoring and building ENERY STAR Certification services for sustainable energy management tailored to each client's O&M and FM systems needs and requirements to help reduce their energy costs 5% to 10% on average and more. Services include energy consumption analysis, on-site product, technology, and behavior recommendations, and facilitation of energy rebates, grants, and tax incentive programs.

## **Facilities Master Planning**

Coordinate the Facilities Master Planning (FMP) services team per facility management objectives that are best suited to develop the organizations' master campus planning required for current and future capital improvement project commitments 5 to 10 years into the future. Develop and manage the master facility campus plan, incorporate strategic planning objectives, create tactical work programs, and facilitate stakeholder expectations, as well as environmental, social, and governance (ESG) compliance.

# **LEED Building Certifications**

LEED Building Certifications featuring the LEED Existing Building Operations + Maintenance (EBOM) rating system to ensure your buildings are meeting California's zero net energy goals, CAL Green / Title 24 code compliance, AB758 - California's comprehensive law on energy efficiency in existing buildings and AB327 regarding solar energy upgrades and net metering; as well as LEED's COVID-19 health and well-being assessments and ratings.

# **ENERGY Cost Savings For Facilities**



Energy! It's one of a building's major cost components. It's a hot topic and will continue to be so. For most facilities, the cost of energy is not going down—only up. It's essential to reduce energy costs on your building(s) whether new or existing.

Energy management is an integral part of the day-to-day operations for facility managers and property owners. Rising energy costs and increasing demand for sustainability are driving the need to reduce energy consumption in buildings and develop strategies for improving energy management.

How energy efficient is your facility or building? How does your energy use intensity (EUI) compare to a portfolio of similar buildings? Or, how does it compare to other buildings locally, state wide, or nationally?

Doing more with less is the often heard catch-phrase for FM's and CFO's in managing costs. The purpose of this guide is much the same. Energy issues can drain your budget and consume valuable resources.

This guide is essential for facility and property managers and their financial officers who are serious about reducing energy usage and its cost to their organization's triple bottom line.