### Funding Opportunities For Energy Efficiency A California Perspective



ACEEE 2010 Forum on Energy Efficiency in Agriculture
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Pacific Gas and Electric Company



### **Energy Efficiency and Funding**

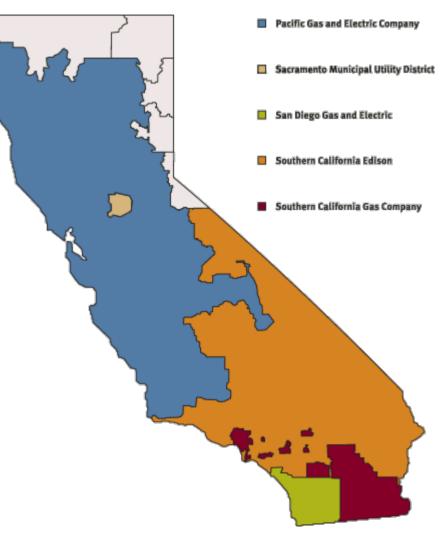
- Overview of PG&E's Energy Efficiency Programs
- Who does PG&E serve?
- Why is PG&E committed to energy efficiency?
- PG&E programs and financial incentives
- Resources



### PG&E's Service Territory

Pacific Gas and Electric Company, incorporated in California in 1905, is one of the largest combination natural gas and electric utilities in the US.

Based in San Francisco, PG&E provides <u>natural gas</u> and <u>electric service</u> to approximately 15 million people throughout a 70,000-square-mile service area in northern and central California.





### PG&E and Energy Efficiency

PG&E is celebrating its 33<sup>rd</sup> year of operating energy efficiency programs and is currently running the largest and most diverse portfolio of programs in the nation

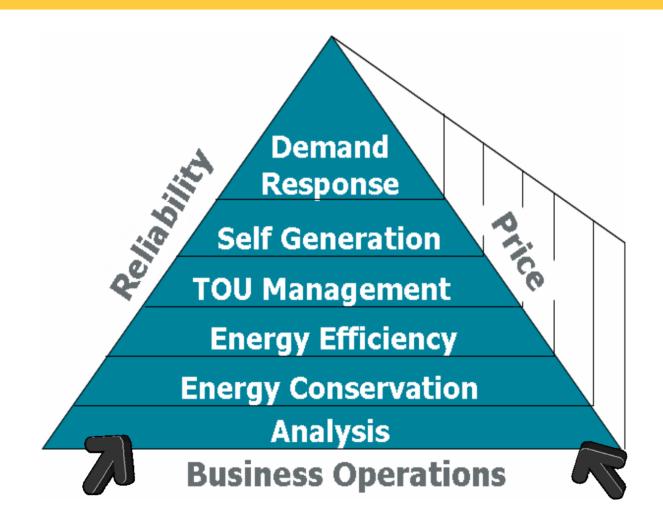


Program Expenditures 2006-2008 \$1.0 billion 2010-2012 \$1.3 billion

Energy efficiency programs are far more cost effective in meeting energy demand than building new generation or purchasing power on the spot market.



### The Integrated Energy Management Pyramid





#### California Ag Energy Snapshot

Energy consumption in the ag sector is concentrated in 3 end uses:

- irrigation, process heat applications, and refrigeration.
- Irrigation pumping accounts for 80% of electric energy averages 53% efficient

#### **Target Customers:**

- Irrigated Agriculture
- Dairies
- Refrigerated Warehouses
- Vineyards & Wineries
- Greenhouses & Nurseries
- Post-Harvest Processing (on and near farm)
- Confined Animal Feeding Operations (feedlots)



# Customized, Retrofit and New Construction Efficiency Projects in 2008–2009

#### **Ag Projects**

- 230 Ag/Pump projects
- 120 Winery/brewery
- 83 Post-Harvest
- 60 Refrig Warehouse
- 47 Dairy
- 39 Greenhouse

#### Food Processing

- 40 Fruit/ Veg. Canning
- 33 Misc. Food Manuf.
- 20 Beverage Processors
- 19 Dairy Processors
- 15 Bakeries
- 13 Confectioners
- 12 Oils Processing
- 12 Animal Processing
- 6 Poultry



# Top Technology Opportunities

#### <u>Ag</u>

- High Bay lights
- Pump Repairs
- VFDs
- Wine Tank Insulation
- Milk Pump VFDs
- Greenhouse Curtains

#### Food Processing

- Boiler Upgrades
- Steam System Upgrades
- Refrigeration
- Pumps
- Motors
- Compressed Air



# **Targeted Energy Audits**



Targeted energy audits focus on specific end uses of energy, or single system such as:



- Lighting
- Refrigeration
- Boiler systems
- HVAC systems
- Process



### Agricultural Pumping Efficiency Program (APEP)

#### Pump repair incentives

- Require pre-test and post-test.
- Typically 25% savings annually.



#### Subsidized pump tests

- \$150 per pump ( >25HP < 75 HP)</p>
- \$200 per pump (> 75 HP)
- \$200 for a natural gas engine pump

www.pumpefficiency.org



# **Integrated Energy Audits**



- PG&E or consultant conducts an on-site integrated energy audit of your facility, equipment and bills
- Audit report itemizes
  - 1) no cost
  - 2) low cost and
  - 3) investment grade recommendations.

Includes estimated energy/cost savings, investment paybacks, and available PG&E incentives.

### **Direct Cash Rebates**



- Rebates are the fastest and easiest way to get cash back for common energy efficiency retrofits
- Hundreds of pre-determined rebates are available in 5 different equipment categories
- Rebate checks are mailed in 4-6 weeks









### "Customized" Retrofit Incentives



Non-Residential Retrofit (NRR) Program

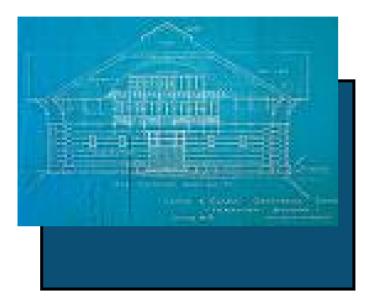
- For customized projects not available on the rebate catalog
- Standard incentive rates paid: \$.09/kWh, \$100/kW and \$1 therm
- PG&E will pay up to 50% of project implementation costs up to \$ 3.6 million
- Incentive can go to facility owner or the vendor
- Calculation support is available.

Important! PG&E needs to pre-approve any project and do a pre-inspection of the existing equipment



### **New Construction Incentives**

"Savings By Design"



Non Residential New Construction (NRNC) Program

lectric Company

- Supports high-performance building design and construction (must be >10% above Title 24)
- Also available for major renovations and remodels
- Design Assistance provided during building design phase (up to \$50k incentive for design team)
- Up to \$500,000 owner incentives per project based on building performance

Contact us early in project design for best results!



# Retro-Commissioning (RCx) "Tune-up"

- RCx is a newer PG&E Program
- Systematic process that will pay to maintain, repair or optimize
- RCx pays to bring the facility's energy use back to when it was new (or better)

Same incentive levels as NRR and NRNC



- Team approach pre and post M&V and customer training
- Savings of 5-15% of total facility energy costs <2 year payback</li>



# On-Bill Financing

### **Program Goals:**

Funding to build retrofits that are *not being built* due to financial barriers

- Historically all PG&E financing programs have been off-bill.
- Funding will be available only for cost-effective energy efficiency retrofits
- All projects will require simple payback :

energy savings must be equal to, or more than, the monthly loan payment during the loan term.

Commercial, Industrial and Ag only – no residential loans

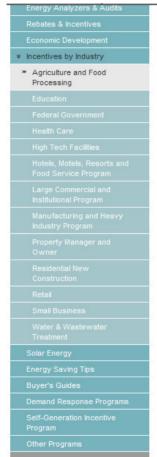


# On-Bill Financing

- Each loan pool will be a revolving fund of ratepayer dollars
- PG&E must fund \$18.5 million (2011-2012)
  - Commercial Loan Cap \$100,000, Maximum Loan term 5 years
    - may offer commercial loans beyond five years
  - Institutional Loan Cap \$250,000, Maximum Loan term 10 years
    - may lend up to \$1 million per facility
- Loans will be offered at 0% with no fees (per DOC banking exemption.)



## Non-Utility Funding Resources



#### Incentives—Agriculture and Food Processing



#### Is Energy Eating Your Profits?

Agriculture and Food Processing plays a major role in sustaining California's growing economy and requires an ever-rising demand for energy. That's why PG&E offers cash incentives and energy-saving strategies to keep your business running as energy efficiently as possible. By taking advantage of just a few of these programs, you will see how simple it is to save energy and money.

#### How You Can Get Cash Back

Here are rebate, analysis and incentive programs you can use to help reduce your energy use and improve your bottom line. Free classes on energy efficiency are available as well.

Get rebates on everything from boilers and heat pumps to occupancy sensors and wine tank insulation.

#### Incentive Programs

Get cash for custom-designed energy savings projects at existing or new industrial facilities

#### Demand Response Programs

Find out how your business can benefit from curtailing your facility's energy use during times of peak demand.

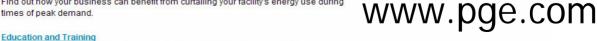
Learn about the best practices for your industry and the latest energy efficiency technologies.

#### **Additional Sources of Funding**

Find additional sources of financial assistance for your renewable or energy, or water saving project.

Additional Info » Industry Case Studies & Fact Sheets Related Links » Agricultural Pumping Efficiency Program Calendar Wine Industry Workshops & Training » Dairy Biogas Service Providers List > Grant Finder Tool What's your carbon footprint? → Learn more Find Outages in Your Area Visit the electrical system outage Hayward → View Map Paperless Billing **e**Bills View and pay bills online. → Learn more

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## Non-Utility Funding Resources

MorrisonGrants.com\* (subscription based)

Is linked to our Ag/Food website

"MorrisonGrants.com is the Internet's only live grants database focused exclusively on food & agribusiness, alternative energy/energy efficiency, and the environment."

Conduct unlimited searches through hundreds of federal, state, and private foundation grants and receive email notifications of any of the dozens of new programs posted weekly that meet your search parameters."



### Morrison & Company's Grant Finder tool:



full service organization for grant programs."

> ~ Paul Frey ~ President. Cal/West Seeds

and private foundation grants focused on food & agribusiness, alternative energy, and environmental programs. Search our database or sign up for automatic email notifications. Just \$29,95/month or \$299.95/year.

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hassle if you're not fluent in governmentese.

Our team includes experienced grant writers as well as Certified Public Accountants who can help you with the intricacies of complying with grant regulations.

More

selected grants, templates for common grant requirements, links to information and resources, and a glossary of grant terms.

View Resources



#### On-line Resources

PG&E Business Customer Service Center 1-800 468-4743

www.pge.com/mybusiness

Rebates:

www.pge.com/mybusiness/energysavingrebates

California Solar Initiative:

www.pge.com/solar

Agricultural Pumping Efficiency (Pump Testing)

www.pumpefficiency.org

**Morrison Grants** 

www.morrisongrants.com



### Thank you!

#### **Questions?**

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