

STATE OF NEW JERSEY

Board of Public Utilities 44 South Clinton Avenue, 1st Floor Post Office Box 350 Trenton, New Jersey 08625-0350

www.nj.gov/bpu/

		CLEAN ENERGY
IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 – NEWARK PLAZA URBAN RENEWAL, LLC))))	ORDER DOCKET NO. QO21111230

Parties of Record:

Brian O. Lipman, Esq., Director, New Jersey Division of Rate Counsel Omar Mansour, Managing Director of Land Development, Newark Plaza Urban Renewal

BY THE BOARD:1

The New Jersey Board of Public Utilities ("Board" or "BPU") through its New Jersey Clean Energy Program ("NJCEP") provides several individual Commercial & Industrial ("C&I") Energy Efficiency ("EE") Programs targeting the C&I market segments. Eligible applicants may receive rebates for a portion of the cost for installing energy efficient technologies such as lighting, HVAC, and other energy conservation measures. Incentives are also available for projects involving distributed energy resources ("DER"). The Pay for Performance Program ("P4P") has been designed to incentivize building owners, developers, or other applicants to take a comprehensive long-term approach to incorporate EE in their buildings. All proposed C&I EE financial incentives and rebates exceeding \$500,000 require explicit Board approval. In the Matter of the Comprehensive Energy Efficiency and Renewable Energy Resource Analysis for the 2009 through 2012 Clean Energy Program -- Revised 2012-2013 Programs & Budgets - Revised Rebate Approval Process, BPU Docket No. EO07030203, Order dated May 3, 2013.

The Pay for Performance – New Construction ("P4P-NC") Program promotes high performance buildings that achieve 15% or more energy cost savings than buildings built to the current energy code. This program links incentives directly to energy savings and includes a commissioning component to ensure that the estimated savings levels are achieved. Incentives are released upon satisfactory completion of three milestones.

¹ Commissioner Upendra J. Chivukula did not participate.

By this Order, the Board considers the application of Newark Plaza Urban Renewal, LLC in New Brunswick, New Jersey, submitted on September 20, 2019 under the Fiscal Year 2020 ("FY20") P4P-NC Program pursuant to the Energy Efficiency and Renewable Energy Program Plan Filing for FY20 dated June 20, 2019. The project is located at Newark Plaza Tower, 769-781 McCarter Highway, Newark, New Jersey 07102. The applicant requests a total financial incentive of \$627,099.28.

The full list of EE measures to be installed at the new 33-story multifamily building with ground-floor retail and an unconditioned parking garage includes packaged terminal heat pumps in apartments and amenity spaces; energy recovery ventilation in hallways and bathroom exhaust; interior light emitting diode ("LED") lighting; occupancy lighting controls throughout; ENERGY STAR washers, dryers, dishwashers, and refrigerators in apartments; improved wall insulation; high efficiency windows and glass doors; high efficiency condensing boilers and hot water heaters; low-flow shower and faucet fixtures in apartments; and high efficiency elevator motors.

The estimated first incentive, for submittal and approval of a proposed energy reduction plan ("ERP") that meets all program requirements, is \$58,922.08. The estimated second incentive, for submittal and approval of an as-built ERP and commissioning report confirming installation and operation of the recommended measures per the proposed ERP, is \$420,872.00. The estimated third incentive, for submittal of a building performance report demonstrating that the building has achieved ENERGY STAR certification based on its first year of operation, is \$147,305.20. The first incentive includes a pre-design bonus incentive, and all incentive amounts are within entity cap guidelines. The project is anticipated to annually save 279,294 kWh of electricity and 4,263 MMBtu of natural gas. The proposed project has an estimated annual energy cost savings of \$66,194.

TRC Environmental Corporation ("TRC"), the Program Manager engaged by the Board to manage the NJCEP P4P-NC program, attested to the accuracy of certain information regarding the project and that the project application adheres to the current terms and conditions of the program. Further, TRC, in its role as the NJCEP Program Administrator, submitted its certification that the incentives were calculated in accordance with the program's policies and procedures, the listed amounts are the true and accurate estimated incentives for which the applicant is eligible, and the documentation supporting estimated energy savings inputs was located, reviewed, and made available to calculate the rebate amounts as required by the program's policies and procedures. Based on these certifications and the information provided by TRC, Board Staff ("Staff") recommends approval of the above-referenced application.

After thorough review of the record and Staff's recommendation, the Board <u>HEREBY ORDERS</u> the approval of the aforementioned application for the total estimated incentive amount of \$627,099.28 for Newark Plaza Urban Renewal, LLC and <u>AUTHORIZES</u> issuance of a standard commitment letter to the applicant identified above, setting forth the terms and conditions of this commitment.

The effective date of this Order is January 19, 2022.

DATED: January 12, 2022

BOARD OF PUBLIC UTILITIES

BY:

JOSEPH L. FIORDALISO

PRESIDENT

MARY-ANNA HOLDEN COMMISSIONER DIANNE SOLOMON COMMISSIONER

ROBERT M. GORDON COMMISSIONER

ATTEST:

AIDA CAMACHO-WELCH

SECRETARY

IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 - NEWARK PLAZA URBAN RENEWAL, LLC

DOCKET NO. Q021111230

SERVICE LIST

Omar Mansour
Managing Director of Land Development
Newark Plaza Urban Renewal, LLC
120 Albany St., Suite 800
New Brunswick, NJ 08901
omar.mansour@boraie.com

Brian O. Lipman, Esq., Director Division of Rate Counsel 140 East Front Street, 4th Floor P.O. Box 003 Trenton, NJ 08625-0003 blipman@rpa.nj.gov

TRC Environmental Corporation

317 George Street, Suite 520 New Brunswick, NJ 08901

Carl Teter, P.E., LEED AP Vice President cteter@trccompanies.com

Marybeth Brenner
Associate Vice President
mbrenner@trccompanies.com

Michael Ambrosio
Director, Policy and Planning
mambrosio@trccompanies.com

Valentina Rozanova Associate Director, Engineering vrozanova@trccompanies.com

Thomas Kowalczyk
Manager, Regulatory Compliance
tkowalczyk@trccompanies.com

Maura Watkins
Manager, Technical Support
mwatkins@trccompanies.com

Board of Public Utilities

44 South Clinton Avenue, 1st Floor Post Office Box 350 Trenton, NJ 08625-0350

Aida Camacho-Welch. Secretary board.secretary@bpu.nj.gov

Bob Brabston, Esq., Executive Director robert.brabston@bpu.nj.gov

Stacy Peterson, Deputy Executive Director stacy.peterson@bpu.nj.gov

Taryn Boland, Chief of Staff taryn.boland@bpu.nj.gov

General Counsel's Office

Abe Silverman, Esq., General Counsel abe.silverman@bpu.nj.gov

Carol Artale, Esq.
Deputy General Counsel
carol.artale@bpu.nj.gov

David Schmitt, Esq., Legal Specialist david.schmitt@bpu.nj.gov

Division of Clean Energy

Kelly Mooij, Director kelly.mooij@bpu.nj.gov

Stacy Ho Richardson, Esq., Deputy Director stacy.richardson@bpu.nj.gov

Dustin Wang, Program Specialist Trainee dustin.wang@bpu.nj.gov

Brian DeLuca Senior Program Manager bdeluca@trccompanies.com

Leigh Cignavitch
Associate Project Manager
lcignavitch@trccompanies.com

Alex Witzl
Project Engineer III
awitzl@trccompanies.com

New Jersey Division of Law

NJ Department of Law and Public Safety Richard J. Hughes Justice Complex Public Utilities Section 25 Market Street, P.O. Box 112 Trenton, NJ 08625

David Apy, Assistant Attorney General david.apy@law.njoag.gov

Daren Eppley, Section Chief, DAG daren.eppley@law.njoag.gov

Pamela Owen, Assistant Section Chief, DAG pamela.owen@law.njoag.gov

Matko Ilic, DAG matko.ilic@law.njoag.gov

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

that, I have revi required by the equipment ince approval to cor those policies a	A Watkins , TRC Companies Quality Control, hereby certify fewed the application referenced below and determined that, as policies and procedures applicable to the program, (1) the entives for which the NJCEP Program Manager now seeks mmit NJCEP funds have been calculated in accordance with and procedures, and (2) that the amount shown below is the true estimated incentive for which the applicant(s) is(are) eligible.
calculated, incl Program, and the able to locate of calculate the re	r incentives based on estimated energy savings that are uniquely luding the Pay for Performance Program, Large Energy Users he Combined Heat and Power Program, I also certify that I was and review documentation supporting the inputs used to ebate amount and evidencing the NJCEP Program Manager's nose inputs as required by the program's policies and procedures.
Maura Watk	Date: 11-16-2021 tins trol – TRC Companies
Application No.:	58409 Newark Plaza Urban Renewal, LLC
Applicant: Payee:	Newark Plaza Urban Renewal, LLC

Committed Amount: \$627,099.28

The undersigned preparer attests that, to the best of their knowledge and belief, the below information is accurate and the subject project application adheres to the current terms and conditions of the Pay for Performance program.

Signature of Preparer
Valenting Rozanova, TRC, PAP Pro-

Valentina Rozanova, TRC- P4P Program Manager

11/12/2021 Date

1. Application Number: 58409

2. Program Name: Pay for Performance – New Construction

3. Application Received: 09/20/2019, FY20 Compliance Filing June 20, 2019

 Customer Contact (name, company, address, phone #):
 Omar Mansour, Managing Director of Land Development 732-846-3636
 Newark Plaza Urban Renewal, LLC 120 Albany St. Suite 800
 New Brunswick, NJ 08901

 Project Name and Address: Newark Plaza Tower
 769-781 McCarter Highway
 Newark, NJ 07102

6. Rebate amount:

Incentive #1: \$58,922.08 Incentive #2: \$420,872.00 Incentive #3: \$147,305.20 Total: \$627,099.28

7. Brief description of facility/site: Newark Plaza Tower is a ground-up new construction 33 story multifamily building with 12,272 square feet of ground-floor retail. The project additionally includes 3 stories of unconditioned parking garage. Retail tenants are not yet known, and the retail spaces will be fit-out by the future tenants. The multifamily portion of the building makes up 408,600 square feet, which includes indoor amenity space as well as a 900 square feet heated outdoor pool.

In addition to pursuing the outlined program requirements, this project also took advantage of the program's pre-design bonus incentive. The program Partner was engaged with the customer early in the design process, allowing them to evaluate energy efficiency alternatives to maximize energy savings while meeting owner

requirements. The bonus incentive is incorporated into the total Incentive #1 value shown above.

- 8. Brief description of measures:
 - 1) Packaged Terminal Heat Pumps in apartments and amenity spaces
 - 2) Energy Recovery Ventilation in hallways and bathroom exhaust
 - 3) LED Lighting interior
 - 4) Occupancy lighting controls throughout
 - 5) ENERGY STAR washers, dryers, dishwashers, & refrigerators in apartments
 - 6) Improved wall insulation
 - 7) High efficiency windows and glass doors
 - 8) High efficiency condensing boilers and hot water heaters
 - 9) Low-flow shower and faucet fixtures in apartments
 - 10) High efficiency elevator motors
- 9. Annual Estimated Energy Savings (beyond ASHRAE 90.1-2013):
 - 1) 279,294 kWh
 - 2) 4,263 MMBtu Natural Gas
- 10. Annual Estimate Energy Cost Savings (beyond ASHRAE 90.1-2013):
 - 1) \$66,194