

CLEAN ENERGY

## STATE OF NEW JERSEY

Board of Public Utilities
44 South Clinton Avenue, 3<sup>rd</sup> Floor, Suite 314
Post Office Box 350
Trenton, New Jersey 08625-0350
www.nj.gov/bpu/

•		OLLI III LINEI (OT
IN THE MATTER OF THE CLEAN ENERGY PROGRAM	)	ORDER
AUTHORIZATION OF COMMERCIAL AND	)	
INDUSTRIAL PROGRAM ENERGY EFFICIENCY	)	•
INCENTIVES EXCEEDING \$500,000 - DIGITAL	)	
REALTY TRUST, LP	)	DOCKET NO. QG18080943

#### Parties of Record:

Tim Griffin, Data Center Manager, Digital Realty Trust, LP Stefanie A. Brand, Esq., Director, New Jersey Division of Rate Counsel

#### BY THE BOARD:

The New Jersey Board of Public Utilities ("Board") through its New Jersey Clean Energy Program ("NJCEP") includes several individual Commercial & Industrial ("C&I") Energy Efficiency ("EE") Programs targeting the commercial and industrial 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"). All proposed C&I EE financial incentives and rebates exceeding \$500,000 require explicit Board approval. See, 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 and Budgets - Revised Rebate Incentive Approval Process, BPU Dkt. No. E007030203 (May 3, 2013). The Large Energy Users Program ("LEUP") fosters self-investment in EE and combined heat and power projects for New Jersey's largest C&I customers. Incentives are awarded to customers that satisfy the program's eligibility and program requirements for investing in selfdirected energy projects that are customized to meet the requirements of the customers' existing facilities, while advancing the State's energy efficiency, conservation, and greenhouse gas reduction goals. To qualify under the LEUP guidelines in effect at the time of the applications, eligible entities must have contributed a minimum of \$300,000 into the NJCEP fund in the fiscal year prior to the application date.

By this Order, the Board considers the application of Digital Realty Trust, LP in Clifton, New Jersey, submitted on June 4, 2018 under the Fiscal Year 2018 ("FY18") LEUP pursuant to the NJCEP Energy Efficiency and Renewable Energy Program Plan Filing for FY 2018 dated January 26, 2018.

Digital Realty Trust, LP has submitted an application for a total financial incentive of \$714,673.46 for a lighting upgrade project at a project cost of \$952,897.95. The project's incentive is within entity cap guidelines, based on the application approval date. The project scope involves upgrading interior and exterior lighting at three data center and office facilities in New Jersey: 100 Delawanna Avenue, Clifton; 2 Peekay Drive, Clifton; and 300 JFK Boulevard East, Weehawken. Exterior lighting consisting of high pressure sodium and metal halide fixtures in parking lot pole lights, wall packs, flood lights, and other locations will be replaced with LED fixtures. Interior lighting consisting of fluorescent strip, screw-in, metal halide, and incandescent technology will also be replaced with LED fixtures.

Installing these measures will result in annual electric savings by an estimated 2,170,961 kWh and an annual estimated electric peak demand reduction of 177.7 kW. There are no natural gas savings associated with this project. The proposed project will have an estimated annual energy cost savings of \$217,096.09 and an operations and maintenance savings of \$25,227.50. The payback period without incentives is 3.93 years; when factoring in the incentives, the payback period is reduced to one (1) year.

TRC Environmental Corporation, the Program Manager engaged by the Board to manage the NJCEP LEUP, submitted its certification that the incentive to be approved for commitment was calculated in accordance with the program's policies and procedures, that the listed amount is the true and accurate estimated incentive for which the applicant is eligible, and that 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. Further, TRC, in its role as the NJCEP Program Administrator, also reviewed the application and submitted its certification that the incentive was calculated in accordance with the program's policies and procedures, and that the listed amount is the true and accurate estimated incentive for which the applicant is eligible. Based on these certifications and the information provided by the Program Manager and Program Administrator, Board Staff recommends approval of the above-referenced application.

The Board <u>HEREBY ORDERS</u> the approval of the aforementioned application for the total estimated incentive amount of \$714,673.46 for Digital Realty Trust, LP 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 September 27, 2018.

DATED: 9/17/18

**BOARD OF PUBLIC UTILITIES** 

JOSEPH L. FIORDALISO

**PRESIDENT** 

COMMISSIONER

**COMMISSIONER** 

UPENDRA J. CHIVUKULA

COMMISSIONER

ROBERT M. GORDON COMMISSIONER

ATTEST:

AIDA CAMACHO-WELCH

**SECRETARY** 

I HEREBY CERTIFY that the within document is a true copy of the origin the files of the Board of Public U

IN THE MATTER OF THE CLEAN ENERGY PROGRAM AUTHORIZATION OF COMMERCIAL AND INDUSTRIAL PROGRAM ENERGY EFFICIENCY INCENTIVES EXCEEDING \$500,000 - DIGITAL REALTY TRUST, LP

DOCKET NO. QG18080943

### SERVICE LIST

Tim Griffin
Data Center Manager
Digital Realty Trust, LP
100 Delawanna Ave, Unit B
Clifton, NJ 07104-1553

Stefanie A. Brand, Esq., Director Division of Rate Counsel 140 East Front Street, 4<sup>th</sup> Floor Post Office Box 003 Trenton, NJ 08625-0003 sbrand@rpa.nj.gov

TRC Energy Solutions: 900 Route 9 North, Suite 404 Woodbridge, NJ 07095

Carl Teter, P.E., LEED AP Vice President <a href="mailto:cteter@trcsolutions.com">cteter@trcsolutions.com</a>

Marybeth Brenner
Associate Vice President
mbrenner@trcsolutions.com

Valentina Rozanova Associate Director, Engineering vrozanova@trcsolutions.com

Brian Deluca
Program Manager
bdeluca@trcsolutions.com

Maura Watkins Manager, Technical Support mwatkins@trcsolutions.com

Michael Ambrosio
Director, Policy and Planning
317 George Street, Suite 520
New Brunswick, NJ 08901
mambrosio@trcsolutions.com

**Board of Public Utilities:** 

44 South Clinton Avenue, 3<sup>rd</sup> Floor, Suite 314 Post Office Box 350 Trenton, NJ 08625-0350

Aida Camacho-Welch Secretary of the Board board.secretary@bpu.ni.gov

Stacy Ho Richardson, Esq. Counsel's Office stacy.richardson@bpu.nj.gov

**Division of Clean Energy** 

Ken Sheehan, Director ken.sheehan@bpu.nj.gov

Sherri Jones, Assistant Director sherri.jones@bpu.nj.gov

Benjamin S. Hunter, Manager benjamin.hunter@bpu.nj.gov

Mahogany A. Hall, Program Specialist 2 mahogany.hall@bpu.nj.gov

Benjamin Goldstein, Program Specialist Trainee benjamin.goldstein@bpu.nj.gov

**Deputy Attorneys General:** 

Department of Law & Public Safety Division of Law 124 Halsey Street Post Office Box 45029 Newark, NJ 07101-45029

Caroline Vachier, DAG caroline.vachier@law.njoag.gov

Peter Van Brunt, DAG peter.vanbrunt@law.njoag.gov The undersigned preparer attests that, to the best of their knowledge and belief, the above information is accurate and the subject project application adheres to the current terms and conditions of the Large Energy Users program.

Signature of Preparer

8/23/18 Date

Name of Preparer

\_\_\_5/567\_ App# 1. Application Number: 51567

- 2. Application Received Date and Fiscal Year: FY18 Large Energy Users Program
- 3. Compliance Filing: FY18 Compliance Filing dated 1/26/2018
- 4. Customer Contact (name, company, address, phone #):

Tim Griffin
Data Center Manager
Digital Realty Trust, LP
100 Delawanna Ave Unit B
Clifton City, NJ 07104-1553
917-284-6439

5. Project Name and Address:

**Lighting Upgrade at Multiple Locations** 

- 1) 100 Delawanna Ave, Clifton City, NJ 07104
- 2) 2 Peekay Drive, Clifton, NJ 07104
- 3) 300 JFK Boulevard East, Weehawken, NJ
- 6. Rebate amount: \$714,673.46
- 7. Brief description of measures:

Interior and exterior lighting upgrades at data center and office facilities. The existing exterior lighting consists of high pressure sodium and metal halide fixtures in parking lot pole lights, wall packs, flood lights and other locations. These fixtures will be removed and replaced with LED fixtures. Interior lighting in the three buildings consist of fluorescent strip, screw-in, metal halide and incandescent technology and will also be replaced with LED fixtures. Savings are as a result of reduced fixture wattage draw.

8. Annual Estimated Energy Savings:

2,170,961 kWh 177.7 kW peak demand 0 therms

9. Annual Estimated Energy Cost Savings: \$217,096.09

10. Project cost: \$952,897.95

11. Operational and Maintenance Savings: \$25,227.50

12. Simple Payback Period: 3.93 years without incentive; 1.00 years with incentive

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

that, I have rev required by the equipment ince approval to co those policies of	a Watkins , TRC Solution reference policies and procedures a pentives for which the NJCEP mmit NJCEP funds have been and procedures, and (2) the estimated incentive for which	renced below a pplicable to the Program Mana en calculated in	nd determined that, as program, (1) the ger now seeks accordance with sown below is the true
calculated, inc Program, and t able to locate calculate the re	r incentives based on estim luding the Pay for Performo he Combined Heat and Po and review documentation ebate amount and evidend nose inputs as required by t	ince Program, Lower Program, I consupporting the cing the NJCEP F	arge Energy Users also certify that I was inputs used to Program Manager's
By:	ins trol-TRC Solutions	Date: _	08-22-2018
Application No.:	51567		
Applicant:	Digital Realty Trust, LP		
Payee:	Digital Realty Trust, LP		
Committed Amo	ount: <b>\$714,673.46</b>		