## Local Government and Saving Costs with Energy-Efficient Buildings



Washington State Department of Commerce

Kristen Kalbrener

ENERGY DIVISION, BUILDINGS UNIT

OCT. 22, 2024 IACC (INFRASTRUCTURE ASSISTANCE COORDINATING COUNCIL)

### We strengthen communities



### Agenda

- Energy efficiency benefits
- Objectives
- Energy Efficiency Retrofits grants
- Savings and preparing to apply
- Clean buildings performance standards
- Other CBPS state funding
- Federal funding resources
- Q&A



### Benefits of energy efficiency improvements

- Savings in operating costs
- Reduction in harmful emissions, with a negative impact on our environment
- Improvement in ventilation and indoor air quality
- Meet Clean Buildings Performance Standards



### Energy Efficiency Retrofit grants

- Can pursue compliance with Clean Buildings Performance Standards
- 2024 solicitation recently closed; \$14 million in awards to be announced
- Small communities receive 20% of funding; there are projects in civic buildings, schools and hospitals all over the state
- Established program is likely to be funded again in 2025-2027
- Next solicitation expected in fall 2025; start planning now!

### Savings with past EER projects

#### City of Granger (\$145,000)

- Variable frequency drives and controls upgraded for city wells
- Interior/exterior lighting for city facilities
- Controls and aerating brush for wastewater treatment plant
- Operation cost avoided year 1
  - \$8,056
- Energy saved in year 1
  - 76 kWh of electricity

#### Spokane Comm. College (\$316,559)

- Retrofitted a classroom building lecture hall
- Five failing HVAC units were replaced with higher-quality, more efficient equipment and more efficient fans
- Operation cost avoided year 1
  - \$45,654
- Energy saved in year 1
  - 215,107 kWh of electricity
  - 45,853 therms of natural gas

### Prepare to apply for next solicitation

- Read the RFA to make sure it fits your situation
- Hire a qualified energy auditor to conduct an energy audit
- Identify the most cost-effective improvements based on audit
- Choose the best contractor or energy service provider for the project, then obtain rough estimates



### Clean Buildings Performance Standards

- Clean Buildings bill was signed into law in 2019
  and expanded in 2022
  - Designed to lower costs and pollution from fossil fuel consumption in nonresidential buildings

 $\models \models \rightarrow$ 

- Commerce is the administrator for the program
  - Program webpage has registration, support resources
  - Visit <u>https://www.commerce.wa.gov/cbps/</u>





### Programs with funding to meet CBPS

- Energy Efficiency Retrofits grants
- Early Adopter Incentive Program
  - Incentives for Tier 1 building owners to make energy-efficient improvements earlier than required (similar Tier 2 program coming)
  - 85 cents/gross sq ft; drops from 50,000 sq ft to 20,000 sq ft in 2025
- Energy Audits for Publicly Owned Buildings
  - Level II energy audit required for most buildings; \$20M available

#### • C-PACER

• Commercial Property Assessed Clean Energy and Resilience financing tied to the property available in many counties

### Energy efficiency federal funding

- Energy Efficiency and Conservation Block Grant (almost \$1 million still available)
  - Smaller WA cities and counties not eligible for direct funding from DOE
  - Can be used for energy audits and consultants
  - Tier 1 buildings owned by an eligible county or city government can use funds for developing energy management and operations and management plans
  - No match required
  - First-come, first-serve application process



### Federal funding resources

**Goal**: Ensure Washington **pursues federal funding opportunities** that align with the state energy strategy, emission reduction limits and environmental justice goals.

- Portal to identify state and federal funding opportunities
- Grant writing and technical assistance to apply for federal funding
- Assistance for clean energy tax credits

#### Funded by the Climate Commitment Act

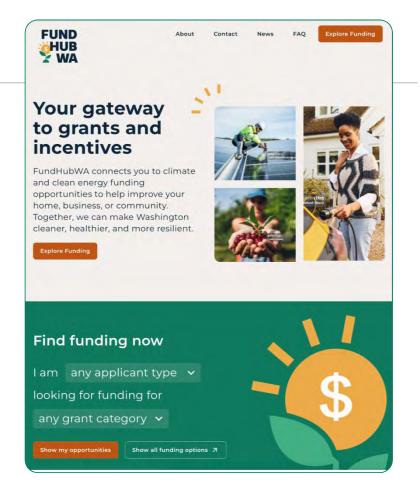
These programs are supported by funding from Washington's Climate Commitment Act (CCA). The CCA supports Washington's climate action efforts by putting using capand-invest dollars to reduce climate pollution, create jobs and improve public health. Learn more about the CCA at www.climate.wa.gov" and add hyperlink <u>www.climate.wa.gov</u>.



### FundHub.wa.gov

#### Who it's for

- The FundHubWA web portal is designed for people in Washington to access funding opportunities that lead to economic and climate benefits
- **Specific audiences** include tribes, individuals, nonprofits, public agencies and local governments



### FundHub.wa.gov

#### What is it?

- Searchable database of funding opportunities for tribes, public agencies, nonprofits and businesses
- One-stop shop for applications and resources to help you apply for grants, rebates and other incentives
- Subscription center where you can sign up for updates on upcoming opportunities tailored for you



#### Federal Funds Grant Writing Assistance Program

#### Who is it for?

- Eligible Washington entities to apply for and manage federal grants related to clean energy and climate resiliency
- **Priority entities** include tribes, community-based organizations, and local governments and agencies, with a focus on supporting vulnerable populations in overburdened communities

#### Federal Funds Grant Writing Assistance Program

#### What it does

- Establishes a personalized grant writing program, including providing support for writing, budgeting, formatting, presentation and review
- Offers tailored marketing for grant writing and grant navigation services to underserved entities via webinars, templates, toolkits, training sessions and in-person workshops
- Provides a website to share resources and promote available grant writing services

## Federal Clean Energy Tax Credit Program

#### What's the problem?

- Accessing federal clean energy tax incentives is complicated
- Leveraging direct pay is burdensome for entities without tax expertise

#### Solution?

- Offer a new federal tax assistance program
- **Prioritize outreach** to tribes, communitybased organizations, local governments and local agencies



### Federal Clean Energy Tax Credit Program

#### What it does

- Provides 1:1 assistance and support from clean energy tax attorneys
- Webinars and online technical assistance
- "Creates outreach and engagement with tribes, community-based organizations and local agencies







### Where do I go?



FundHub.WA.gov



Federal Funds Grant Writing Assistance Program



Federal Clean Energy Tax Credit Assistance Program

#### Scan QR codes to learn more

#### Washington State grant and incentive program link: <u>https://www.commerce.wa.go</u> <u>v/energy-incentives/</u>



# Thank you!

Kristen Kalbrener PROGRAM MANAGER, ENERGY EFFICIENCY RETROFITS

kristen.kalbrener@commerce.wa.gov

https://www.commerce.wa.gov/energy-incentives/



www.commerce.wa.gov

