



Energy Efficiency Incentives and Case Studies

A Review of Incentive Programs
and Related Case Studies

Overview of Programs

- New Construction-Remodeling-Retrofitting
- Programs target all areas of the building envelope and operational systems
 - Mechanical
 - Electrical
 - Plumbing
 - Ancillary

\$ Incentives

- Prescriptive
- Custom
- New Construction Program
 - Engage the Consumers Team in Planning and Design
- Smart Building Pilot (retro-commissioning)
- EAct 2005 – ASHRE Standard 90.1 2004
- Financial Assistance – Michigan Saves

Moving Towards Energy Efficiency

- Operational costs account for 85% of a buildings life cycle cost
- Incentive Based Solutions
- Long-Term Planned Implementation
- Awareness is key

Lighting Retrofits

Case Study #1

Manufacturing Facility

Existing

155 (2) Lamp T12-HO
7 400 watt Metal Halide

Replaced with:

140 (4) Lamp T8 F-Bay

Lighting control system

Existing

99,154 kWh

56%

New:

43,680 kWh

Savings

Total Project Cost:	\$22,000
Utility Incentive	\$9,500
Annual energy savings	\$7,500
Return on investment	1.6 years

Case Study #2

Warehouse

Existing

240 (400) watt Metal Halide

Existing

283,296 kWh

Replaced with:

160 (6) Lamp T8

Lighting Control System

New:

91,250 kWh

Savings

Total Project Cost:	\$42,000
Utility Incentive	\$19,000
Annual energy savings	\$23,000
Return on investment	1.05 years

Case Study #3

Office Retrofit

Existing

340 (4) Lamp T12

Existing

166,600 kWh

Replaced with:

340 x 4 T8 Lamps

Electronic Ballasts

New:

111,720 kWh

Savings

Total Project Cost:	\$20,000
Utility Incentive	\$5,600
Annual energy savings	\$7,260
Return on investment	1.98 years

Case Study #4

Manufacturing Controls

Existing

400 T8 fixtures
(retrofitted the previous year)

Existing

550,000 kWh

Added:

Central lighting control

Occupancy Sensors

New:

363,000 kWh

Savings

Total Project Cost:	\$30,000
Utility Incentive	\$12,000
Return on investment	1.5 years

The Process

- Site Visit to determine existing equipment

- Contractor's proposal

We look at existing conditions and light requirements and engineer a solution that will provide both energy efficient and proficient lighting.

- Determine the incentive amount

- Customer approves the Proposal

- Submit paperwork to Utility to reserve incentive –(contractor)

- Utility will do a site visit to verify the existing equipment

- Project approval / reservation of funds (from utility)

- Completion of project

- Energy savings and better lighting!!

What is in it for you?

Incentive

- ⚡ Varies by utility and amount of kWh reduction
- ⚡ Contractor will be able to determine what incentives qualify
- ⚡ Depending on existing / proposed equipment paybacks are usually around 2 years.

Energy Savings

- ⚡ Depending on existing vs. proposed we usually see a 50-55% energy savings, w/ occupancy sensors that increases and in warehouses has reduced energy usage an additional 66%, in some cases.

Advantage

- ⚡ The incentive will on average cover 40-50% of the project cost.
- ⚡ The energy / cost savings are permanent and reoccurring.
- ⚡ The maintenance is usually substantially less expensive than what is was for the existing equipment.

Final thoughts

- ⚡ Almost any fixture can be retrofitted
- ⚡ There are fixtures for a full range of ambient temperatures
- ⚡ There are fixtures for a full range of conditions
- ⚡ EAct Tax Deduction available usually qualifies for a tax deduction of \$0.60/sq. ft.

Better Quality Light

