

Energy Efficiency

Strategic Focus

May 26, 2011





Agenda

Value of Energy Efficiency to Stakeholders

Program Groupings / Examples

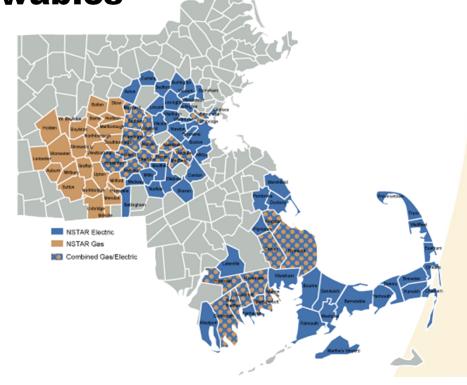
Enhancements



About NSTAR

- \$3.3-billion Electric & Gas Utility
- 1.4-million Customers (200,000 Large C/I)

 Energy Distribution, Energy Efficiency, Renewables





Why Energy Efficiency?

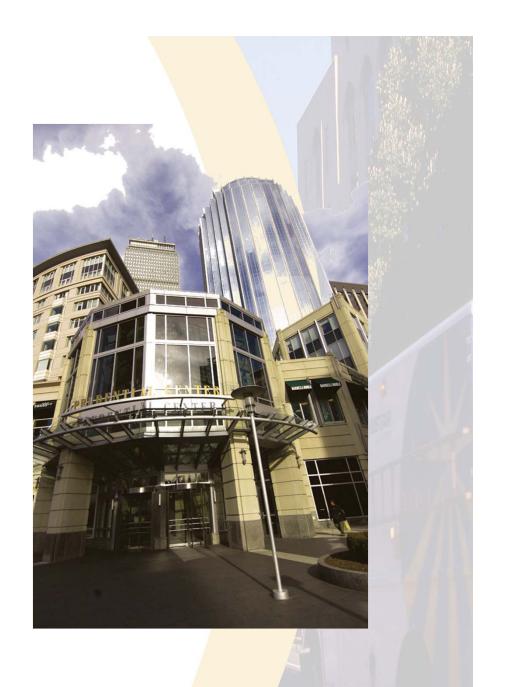
- Reduce Cost / Squ. Ft. via Lowering Energy
 Usage (KWH)
- Financial Incentives to NSTAR
- Increased Customer Satisfaction





NSTAR Value

- Financial Incentives
- Technical Expertise
- Partnerships
- Measurement





Retrofit Programs

Measures

- Lighting Fixtures & Controls
- EMS
- Variable SpeedDrives and Motors

Financial Incentives

- Up to 50% of the project cost
- Up to 50% of Technical Support





2010 Stairwell Lighting Project

Scope: Relamp and Occupancy

Sensors

Project cost: \$75,700

Financial Incentive: \$32,100

Simply Payback: Under 12-months

Savings:

Approx. 550,000-KWH



New Construction

Measures

- Compressed Air Systems
- Lighting Fixtures and Controls
- DX AC Units
- Chillers
- Variable Speed Drives

Financial Incentives

- Up to 75% of the incremental cost differential (base line to high-efficiency equipment)
- Up to 50% of Technical Support



Complex Chiller Project in Class A Tower

Scope: Energy Modeling of New

Plant and Total On-site

Reconstruction

Savings: Approx. \$240,00<mark>0</mark>

Ancillary Measures: Tie to EMS, VFDs on

Pumps

Tech. Support:

NSTAR Co-funded \$22,000 Study by jointly-selected firm





Small Business Program

Measures

- Lighting / Controls
- HVAC and Refrigeration
- Programmable thermostats
- Pipe and duct insulation
- Boiler Controls



Guidelines

- Turn-key, NSTARapproved vendors provide comprehensive solutions
- Monthly demand must be < 300-kW
- Free building energy audit
- Customer contracts directly with the vendor
- Incentive Structure: up to 70% of the total cost



Project Financing

- Interest-free loan from NSTAR-vetted lenders
- Qualifying Measures:
 - High efficiency Lighting/Controls
 - Chillers/HVAC equipment
 - Motors/Variable Frequency Drives
 - Custom...



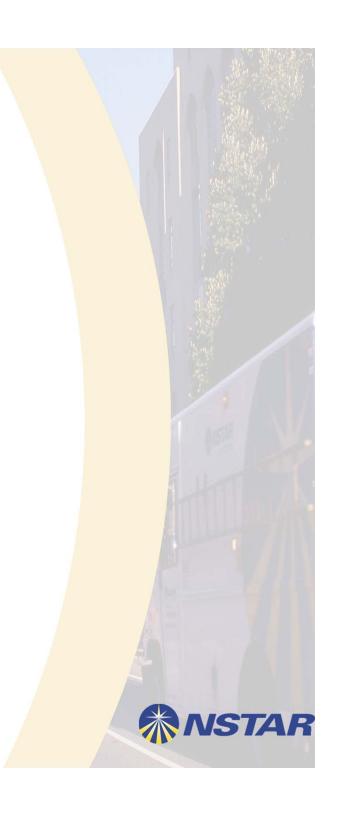
- No cost financing supplemented by standard financial incentives
- Customized third-party financing available for projects over \$100,000





Approaches

- Whole Building Assessment
- Targeted Project
 - New Construction
 - Retrofit
 - Custom Application
- Strategic Partnership



Framework for a Partnership

- Holistic Engagement in Energy Efficiency
- Strategic Targets Electric and Gas
- Investment Commitments from Customer and NSTAR
- Resource Commitment
- Informal LOI



Mutual Benefits

Customer Benefits

- Position customer as a leader in sustainable office space
- Drive down Operating Costs
- Streamlined Process

NSTAR Benefits

- Commitment for Multi-year Energy Savings
- Help NSTAR
 develop a
 customized offering
 for Commercial
 Property Managers



Summary

- NSTAR can help manage/reduce your Cost per Squ. Ft.
- Various Programs (NSTAR will guide)
- Financing, Strategic Partnerships



Patrick McDonnell, Account Executive

781-441-8599 Direct

339-987-7129 Mobile

Patrick.mcdonnell@nstar.com

John Hoey, Program Manager

Renew Boston

617-635-1455 Direct

339-987-8433 Mobile

John.hoey@cityofboston.gov

