

ELECTRICAL ADVISORY COMMITTEE

Meeting Agenda January 11, 2023 – 4:00 p.m.

ELECTRICAL ADVISORY COMMITTEE

Ann Bissell, Chairperson Glendon Brown, Vice Chairperson John Anthony, Committee Member Tim Wilson, Committee Member John Mellinger, Committee Member

ADMINISTRATION

Gerald Pirkola, Electric Utility Director

City Council Chambers: City Hall – 410 Ludington Street – Room C101 – Escanaba, MI 49829

Regular Meeting
Wednesday, January 11, 2023, at 4:00pm

CALL TO ORDER
ROLL CALL
APPROVAL OF MINUTES – October 12, 2022
APPROVAL/ADJUSTMENTS TO THE AGENDA
CONFLICT OF INTEREST DECLARATION
NEW BUSINESS

1. Election of Officers.

Explanation: The Electric Advisory Committee (EAC) elects a Chairperson and Vice Chairperson from the members of the EAC at the first meeting of each calendar year.

2. Update - Electric Department -General Operations.

Explanation: Electric Utility Director Gerald Pirkola will update the Electrical Advisory Committee and Citizens of Escanaba on the current departmental activities.

3. Update – Escanaba Solar Project Performance.

Explanation: Administration will update the Electric Advisory Committee and the Citizens of Escanaba on the performance of the Escanaba Solar Project.

4. Recommendation – Energy Optimization Program.

Explanation: Administration will discuss the details of the planned Energy Optimization Program and seek a recommendation to bring the program to the City Council for approval.

GENERAL PUBLIC COMMENT COMMISSION/STAFF COMMENT AND ANNOUNCEMENTS ADJOURNMENT

The City of Escanaba will provide all necessary, reasonable aids and services, such as signers for the hearing impaired and audiotapes of printed materials being considered at the meeting to individuals with disabilities at the meeting/hearing upon five days' notice to the City of Escanaba. Individuals with disabilities requiring auxiliary aids or services should contact the City of Escanaba by writing or calling City Hall at (906) 786-9402.

Respectfully Submitted,

Gerald Pirkola Electric Utility Director

ELECTRIC ADVISORY COMMITTEE

10/12/2022

The regular meeting of the Electric Advisory Committee was called to order at 4:00 p.m. by Vice-Chairman, Glendon Brown.

Present: Committee Members, Glendon Brown, John Mellinger, Tim Wilson, John

Anthony

Absent: Committee Member Ann Bissell

Also Present: Electric Utility Director Gerald Pirkola, & City Council Liaison Ron

Beauchamp

Approval of Minutes:

Brown asked members if there were any corrections to be made to the minutes. None being heard, he asked for a motion to be made. Wilson made a motion to approve the minutes as presented. The motion was seconded by Mellinger. All Ayes, minutes were approved.

APPROVAL/ADJUSTMENTS TO THE AGENDA:

Brown asked members of there were any adjustments to the agenda; hearing none he asked for a motion to approve the agenda. Motion made by Wilson to approve the agenda as presented. Motion seconded by Mellinger. All Ayes, agenda approved as presentedl

CONFLICT OF INTEREST Declaration- None

NEW BUSINESS

#1: Election of Officers.

Member Bissell was not present for the meeting. It was discussed among members that this was the last meeting for the year. The positions of Chair and Vice-Chair are only held for a 1 year period. A motion to table the election of

officers until the January 2023 meeting was made by Anthony and seconded by Wilson. All ayes, motion approved.

#2: Update: AMI Project.

Electric Engineer, Josh Krajniak, gave an update to members on the progress of the AMI project to date. Talking points included:

- 3600 meters to date have been ordered out of 7200 and we have received approximately 2200 so far. 570 of the meters have so far been deployed.
- We are currently reading 5200 devices.
- Readings we are receiving back from the meters are voltage & current. The information we get back is more secure than our utility billing system.
- Benefits of the system include seeing issues of voltage being too high, assisted us in outages, and shows meter tampering.
- When the system is in, a meter reader will no longer be needed. The current meter reader will be reassigned, no jobs will be lost.
- The meter technician is currently doing the job so as not to overload the Utility Department. Overtime will begin to get more meters out. For all meters to be installed we are looking at the timeframe to be another year.

#3: Update-Electric Department-General Operations.

Electric Utility Director, Gerald Pirkola provided members with a handout (Attachment NB #3-Department Update) and went over it with them. Bullet #8 about the National Electric Vehicle Infrastructure Program (NEVI) was talked about at length and a request made that it be added to the January agenda as an update for putting in chargers.

#4: Update-Escanaba Solar Project Performance:

Pirkola turned over this portion of the meeting to Glendon Brown who had provided members with a handout (Attachment NB#4-Solar Project Update through 09/30/2022) and went over it with members who discussed portions of the report.

Mellinger commented that the City has done nothing to promote the solar facility and should maybe do so.

#5: Update-Clean Energy Program

Pirkola provided members with a handout (Attachment: NB#4-2022 Clean Energy Update) and went over it with members. Pirkola reported to members that the MPPA/Franklin Energy Clean Energy Progam is not performing well. Total budgeted for the program is \$175,000. Administrative costs are still a significant portion of the total cost of the program. Remaining funds projected at the end of the calendar year is approximately \$250,000. It has been decided that we will administer our own program and run it ourselves until the funds are depleted. A suggestion was made to add an agenda item to the January agenda to update the committee on what we propose to give as rebates when we run the program on our own.

GENERAL PUBLIC COMMENT:

Beauchamp asked what ever became of an email received that a data center was showing interest in coming to town. He was advised that the issue went no further. The company was looking into getting tax credits. He also questioned with regards to the AMI data if we would be able to export data if a company requested their information for like a year. He was advised that that is possible.

COMMISSION/STAFF COMMENT & ANNOUNCEMENTS: None

| Next meeting date January 11, 2023 |
|---|
| Meeting adjourned 5:30pm. |
| APPROVED: |
| Glendon Brown, EAC Vice-Chairman |
| Gerald Pirkola, Electric Utility Director |

EAC Meeting – January 11, 2023

Department Update

- 2022 Pole Replacement and New Pole Installation:
 - 36 wood poles were replaced
 - 21 streetlight poles replaced (18 on Ludington St)
 - 39 new streetlight poles were installed (7 on Jenkin's Drive)
 - 28 New Distribution Poles were installed
- Purple LED Streetlights
 - Replaced 27 Purple Streetlights
 - Identified 35 additional lights that need to be replaced
 - Met with the manufacturer's representative. They are shipping replacement fixtures under warranty.
- AMI Update
 - 900 TuNet meters installed
 - 2500 Electric Meters and 3500 Water Meters being read
 - 2335 meters are being sent back for a firmware update due to low transmission power
- National Electric Vehicle Infrastructure Program (NEVI)
 - On November 3 EGLE and MSU held a video conference with several U.P.
 utilities to discuss EV fast charger deployment in the Upper Peninsula
 - Escanaba falls in between two planned nodes, however they said waivers will be considered and that there are two potential charging stations in Escanaba that may meet the NEVI requirements.

1. Solar generation by year is summarized in the Table below:

| Calendar Year | Original Project Generation, kWh | Expansion Project Generation, kWh | Total Generation, kWh |
|---------------|--|---|--|
| 2018 | 335,775 (1) | | 335,775 |
| 2019 | 1,405,352 | | 1,405,352 |
| 2020 | 1,488,203 | 314,517 (2) | 1,802,720 |
| 2021 | 1,503,958 | 599,826 | 2,103,784 |
| 2022 | 1,452,203 | 604,822 | 2,057,025 |
| TOTAL | 6,185,491 | 1,519,165 | 7,704,656 |
| | (1) Original Project (1.16 MW DC) generation started 8/24/2018 | (2) Expansion Project (0.25 MW DC) generation started 5/21/2020 | (3) Total Generation through 12/31/2022 |

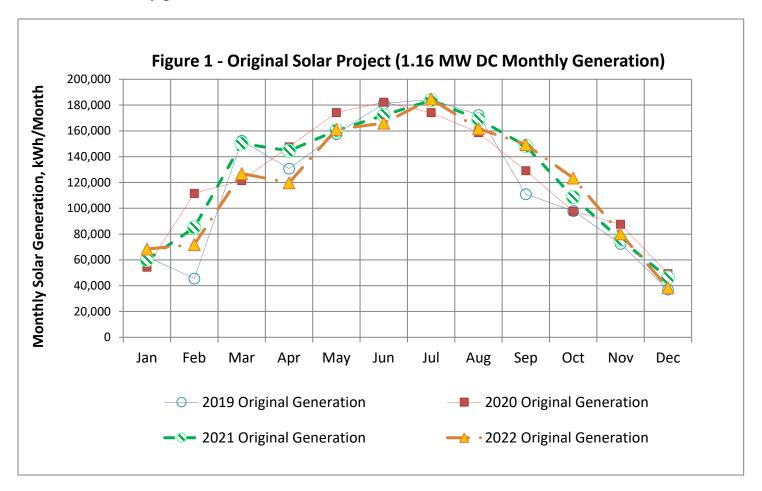
- **2.** <u>Solar generation has avoided \$381,444 in purchased energy costs</u> for the City of Escanaba through 12/31/2022.
- 3. <u>Solar generation has avoided \$91,630 in transmission costs</u> through 11/30/2022 by reducing the City of Escanaba monthly co-incident load during the monthly ATC transmission system peak load. As summarized in the following Table, the monthly ATC system peak load occurs during daylight hours with resulting solar generation during 7 to 8 months of each year.

| Calendar Year | Solar Generation During Monthly ATC Peak Load | | | | | |
|---------------|---|----------------|--|--|--|--|
| | Number of Months | Months | | | | |
| 2019 | 8 | Feb, Apr – Oct | | | | |
| 2020 | 8 | Mar – Oct | | | | |
| 2021 | 7 | Apr – Oct | | | | |
| 2022 thru Nov | 8 | Feb, April-Oct | | | | |

The ATC system monthly peak loads follow a consistent recurring pattern:

- On Non-holiday workdays (Monday Friday)
- In a narrow time range

4. As shown in Figure 1 below, the monthly solar generation for the Original Project follows a consistent monthly pattern.



5. Solar Project operations update:

- a. No significant operating problems have been experienced with the Original project equipment in 2022.
- b. The only operating problems experienced in 2022 for the Expansion Project relate to the On and Off operation of Inverter #16. The #16 inverter shutdowns occur during periods of high generation rates. The #16 Inverter wiring box was replaced in April. Yaskawa committed to replacing the Inverter upper powerhead in November. Shipment of a new powerhead is waiting inventory restocking. Lost generation in October through December, due to the erratic #16 Inverter operation has been minimal because of the low generation rates in these months (note Figure 1).

6. Inflation Reduction Act (IRA) of 2022 - Preliminary Solar Generation Assessment

- a. Act signed on August 16th, 2022
- b. In the past, Public power utilities like Escanaba's Municipal utility, or co-operatives like Alger-Delta, were not able to take advantage of the 26% solar investment tax credits (ITC).
- c. With passage of the IRA, the ITC is now 30% for the next 10 years.
- d. More importantly, the IRA allows tax exempt utilities, like Escanaba's, to claim the energy tax credits (ITC) as a direct payment.
- e. The complex rules and guidelines for implementing the IRA are now being developed and should become clearer in the first half of 2023.
- f. The potential 30 to 40% ITC payment could dramatically lower the Solar Generation LCOE for Escanaba (i.e., to less than current NextEra energy contract).
- g. Understanding how the IRA rules apply to Escanaba will be a key activity for the first half of 2023.



CITY OF ESCANABA

Residential Energy Optimization Program 2023 Incentive Application

Ready to start your project? Follow these 3 simple steps.

Step #1: Make Sure Your Project is Eligible

Check the specifications listed in this application and/or speak with the City of Escanaba Electric Department by calling 906-786-0061 to make sure your project is eligible for Energy Optimization incentives.

All equipment must be new and installed or operated in a residential dwelling whose electric service is provided by the City of Escanaba.

Step #2: Complete Your Project

Install your new, energy-efficient equipment following the specifications listed in this application.

Step #3: Apply for Your Cash Incentive

Once your project is complete, it's time to request your cash incentive. You must submit:

- A completed and signed application.
- 2. Itemized invoice(s) for contractor-installed equipment, including installation date, costs for equipment installed and installation labor.
- 3. For ENERGY STAR® products/equipment, the ENERGY STAR® logo and a copy of invoice/receipt.
- 4. For HVAC or Water Heating, the AHRI Certificate (required to verify efficiency).
- 5. For all other items just send in a copy of the invoice/receipt.
- 6. Your completed application and the required materials listed above must be received within 60 days of purchase and/or installation.
- 7. To submit your documents, either mail, email or hand deliver to:

City of Escanaba Utility Office 410 Ludington Street Escanaba, MI 49829

OR

Email to:

cityelectric@escanaba.org

Have Questions? Call 906-786-0061



2023 Energy Optimization Residential Program

Customer Information

CustomerInformation

| | | · · · · · · · · · · · · · · · · · · · | | r | | |
|---|---|--|---|--|--|--|
| Customer Name | | Phone | | Email | | |
| Mailing Address | | City | | State | ZIP (| Code |
| Installation Address (If Differer | nt than Above) | City | | State | ZIP (| Code |
| City of Escanaba Electric Acco | ount Number | Fuel type for sp | ace heating: | Natural Gas DEI | ectric 🔲 | LP(Propane) □Oil |
| Name of Installing Contractor | r for HVAC and EV | Contractor Name | ÷ | 4- | V | |
| Address | | City | | State | ZIP | Code |
| Contractor Phone | | Contractor Email | | | | |
| Certifications and Signature | • | | | Service Control of the Control of th | | |
| I have read and understand the site inspection by a City of Esc piece of equipment. I hereby a operation and disposal of equip | nation contained in this application ne Terms and Conditions included wanaba representative. I understan- gree to indemnify, hold harmless a prent (and related materials) cove sted information is for the sole purp ermitted by law. | with this documen d that I am not allo and release the Ci ered herein, includ | t. I agree to verific towed to receive m ty of Escanaba from a ling liability from a | cation of equipment nore than one incen om any actions or cl ny incidental or cor | installation tive from the aims in re- asequentia | n which may include a hls program for any one gard to the installation, I damages. I understand |
| Customer Signature | - T- | 1.1 | Print Name | | | Date Submitted |
| | v only if rebate will be pa | No. | | | | |
| Payee Legal Name (as shown | on income tax return): | Pay | ree Business Nam | e (if different than p | oayee lega | al name): |
| Payee Legal Address: | | City | r: | s | tate: | ZIP: |
| Mail Check to: ☐ Payee Legal | Address | ☐ Alternate | Address (complet | e below): | | |
| Alternate Pay Address (optional) |): | City | r: | s | tate: | ZIP: |
| Payee Federal Tax Classification | n (check ONE only): | | | | - | |
| □Corporation □Partnersh | nip Sole Proprietor/Individu | ual DLLC | ☐ Other tax ex | empt organization | orgov'tage | ency |
| Payee Taxpayer Identification I | Number (TIN) (Must match payee k | egal name above) | : FEIN#: | | | |
| Payee Signature: | Print Name: | Title | 9: | | ate: | |
| For Internal Use On | ly | · | | | | |
| Date Received | Post Inspection | | Incent | ive Approval | | Date Approval |
| ! | PostInspectionRequired? | es □No | ☐ Ye | s 🗆 No | | |
| | | | | | | |



2023 Energy Optimization Residential Program

Equipment Specifications & Documentation Requirements

Incentive Worksheet

| Lighting | Qualifications/ Limits | Quantity | Incentive | Total Incentive |
|----------------------------------|-------------------------------------|----------|-----------|-----------------|
| LED Bulbs | ENERGY STAR, Limit 12 | | \$2.00 | |
| LED Interior or Exterior Fixture | ENERGY STAR, Limit 12 | | \$10.00 | |
| LED Tube Replacement | Replace Fluorescent Tubes, Limit 12 | | \$5.00 | |

| Appliances | Qualifications/ Limits | Quantity | Incentive | Total Incentive |
|---------------------------|------------------------|----------|-----------|-----------------|
| Refrigerator | ENERGY STAR, Limit 1 | | \$50.00 | 200 |
| Freezer, Chest or Upright | ENERGY STAR, Limit 1 | | \$50.00 | |
| Portable Dehumidifier | ENERGY STAR, Limit 2 | | \$30.00 | |
| Whole Home Dehumidifier | ENERGY STAR, Limit 1 | | \$100.00 | |
| Room Air Conditioner | ENERGY STAR, Limit 4 | | \$30.00 | **** |
| Room Air Purifier | ENERGY STAR, Limit 2 | | \$30.00 | |
| TV | ENERGY STAR, Limit 2 | | \$40.00 | |
| Induction Stove | ENERGY STAR, Limit 1 | 1 | \$100.00 | |
| Dish Washer | ENERGY STAR, Limit 1 | | \$40.00 | |
| Clothes Washer | ENERGY STAR, Limit 1 | | \$50.00 | |
| Electric Clothes Dryer | ENERGY STAR, Limit 1 | | \$50.00 | |
| Heat Pump Clothes Dryer | ENERGY STAR, Limit 1 | A L | \$100.00 | |

| HVAC & Water Heaters | Qualifications/ Limits | Quantity | Incentive | Total Incentive |
|--------------------------------|---------------------------------|----------|-----------|-----------------|
| Electric Water Heater | ENERGY STAR, Limit 1 | | \$50.00 | |
| Heat Pump Water Heater | ENERGY STAR, Limit 1 | | \$200.00 | |
| Heat Pump Home Heat | ENERGY STAR, Limit 1 | V . | \$400.00 | |
| Efficient Furnace Blower Motor | ECM Blower Motor, Limit 1 | 1,0 | \$75.00 | |
| Central Air | ENERGY STAR, Limit 1 | | \$200.00 | |
| Central Air Source Heat Pump | ENERGY STAR, Limit 1 + | | \$400.00 | |
| Mini-Split Heat Pump System | ENERGY STAR, Multi-Room Limit 1 | | \$300.00 | |
| WIFI Thermostat | ENERGY STAR, Limit 2 | | \$50.00 | |

| EV Charger | Level 2, 240V, Limit 1 | Quantity | Incentive | Total Incentive |
|----------------------------|-------------------------------|----------|-----------|-----------------|
| Charger Manufacturer: | Charger Model: | | \$250.00 | |
| EV Charger Equipment Cost: | EV Charger Installation Cost: | | | |
| EV Make: | EV Model/ Year: | | | |
| | | | | |

| 6. | Total Incentives: \$ | |
|----|----------------------|--|
| | | |

GENERAL PROGRAM RULES

This offer is valid only for City of Escanaba residential electric customers whose accounts are current. Offer is good for a limited time while funds are available on a first-come, first-served basis. City of Escanaba reserves the right to withdraw or change this offer without notice. Incentives may not exceed purchase price. Ineligible incentive requests are subject to denial or repayment to program.



City of Escanaba

Commercial & Industrial Energy Optimization Program 2023 Incentive Application

Ready to start your project? Follow these 3 simple steps.

Step #1: Request Pre-Approval

Pre-Approval is not necessary, however it is recommended to ensure that your project is eligible and to reserve funds. If your project has already been completed, move to Step #3. For Pre-Approval, please submit:

- 1. The Pre-Approval Agreement (found on page 2 of this application), completed and signed.
- 2. Completed the worksheets on page 4 and 5 of this application that are applicable to your project.
- 3. Itemized quote/proposal with model numbers from your contractor or supplier.
- New product specification sheets.
 All Projects are subject to inspection before and/or after work is performed.

Step #2: Complete Your Project

If your project meets the pre-approval criteria, you will be notified that funds have been reserved. Following the specifications listed in this application, install your equipment within 6 months. Due to limited funds, applications that are not completed within 6 months from the date of pre-approval are subject to cancellation.

Step #3: Get Your Cash Incentive

Once your project is complete, you must submit:

- 1. The Payment Approval Agreement (found on page 3 of this application), completed and signed.
- 2. The worksheets on pages 4 and 5 of this application.
- 3. The itemized invoice(s) for materials and any applicable external labor costs, including the following:
 - Contractor's name and contact information
 - Customer's name and contact information
 - Date of invoice
 - Line item cost for each product
 - · Quantities of each product
 - Complete product model numbers
 - Labor (and other) expenses listed separately from product costs
 - · Total invoice amount

To submit your documents, either mail or hand deliver to:

City of Escanaba Electric Dept 1711 Sheridan Road OR Escanaba, MI 49829

Email to: cityelectric@escanaba.org

Have Questions? Call 906-786-0061



2023 Energy Optimization Commercial & Industrial Program Pre-Approval Agreement

Pre-Approval Agreement – Step #1

Please complete and submit this page, along with the appropriate worksheet(s) and quotes with model numbers from your contractor. If you plan to install the equipment yourself, please submit a quote/proposal for the cost of the equipment from a supplier or distributor. If your project meets the pre-approval criteria, you will be notified that funds have been reserved. You can then proceed with completing your project as described in Step#2 on page 1 of this application.

| Name of Business | | Phone | | Email | |
|---|--|--|--|---|---|
| Mailing Address | | City | | State | ZIP Code |
| Installation Address (If Different th | nan Above) | City | <u> </u> | State | ZIP Code |
| Annual Hours of Operation | City of Escanaba Electric Acco | ount Number | | Taxpayer ID # (SSN/F | FEIN or Payee) |
| Building Use (Please Check One) Office Retail Manufacturing Lodgin | | | Grocery Store/S | | er/Miscellaneous |
| Name of Supplier/Distributor | | Contact Name | | | |
| Name of Installing Contractor | | Contact Name | | | |
| Address | | City Vac | | State | ZIP Code |
| Contractor Phone | | Contractor Email | l | | |
| Certifications and Signature I hereby certify that: The informat I have read and understand the To site inspection by an utility represe equipment. I hereby agree to inder disposal of equipment (and related | erms and Conditions included ventative. I understand that I am mify, hold harmless and release | with this document not allowed to rece se the utility from a | . I agree to verifica eive more than on iny actions or clair | ation of equipment insta e incentive from this pr ns in regard to the insta | allation which may include a rogram on any piece of allation, operation and |
| Customer Signature | | | | Date Subi | mitted |
| Print Customer Name | | | | Estimated | Completion Date |

You can submit your documents one of two ways...

City of Escanaba Electric Department 1711Sheridan Road Escanaba, MI 49829



2023 Energy Optimization Commercial & Industrial Program Payment Approval Agreement

Payment Approval Agreement – Step #3

Please complete and submit this page along with your itemized invoice(s) and pages 4 and 5 of this application.

| Name of Business | | | | | | | |
|---|--------------------------------------|---|-----------------------------------|---|----------------|---|--|
| Traine of Business | | | | | | | |
| Total Project Cost | Total Incentives | s Requested | | Pre-Approval Incentive Amount (If Applicable) | | | |
| Mailing Address | | City | | State | State ZIP Code | | |
| Installation Address (If Different than Above) | - | City | | State | 1/4 | ZIP Code | |
| Print Name | Date | | | Installation C | ompletio | on Date | |
| Certifications and Signature I certify that I am an eligible City of Escanaba (I certify that I have read and complied with the facility may be inspected by employees or contapplication and that the project follows all prog | Terms and Cond tractors/subcontra | litions of this applic | ation. By submitting | ng this applica | tion, I un | derstand that this | |
| Customer Signature | | | | | | | |
| OPTIONAL: Complete section belo | w ONLY if in | centive is to b | pe paid to a t | hird-party | other | than the customer. | |
| Make Payable To | | Contact Name | | | Contac | t Phone | |
| Mailing Address | | City | | State | | ZIP Code | |
| Taxpayer ID # (FEIN or Payee) | \ / | Tax Status (Plea | se Check One): | | | | |
| | | ☐Corporation | _ | Individ | lual [| Other: | |
| Print Name | |) * | | Date | | | |
| Certifications and Signature I am authorizing the payment of the incentive t understand that my release to a third party doe | o the third party nes not exempt me | named above, and le from the program | understand that requirements outl | will not be red ined in the Ter | ceiving the | ne incentive payment. I also Conditions. | |
| Customer Signature | | | | | | | |
| I certify that I have read and complied with the | Terms and Cond | litions of this applic | ation. | | | | |
| Third Party Rebate Recipient Signature | | | | | | | |

You can submit your documents one of two ways...

City of Escanaba Electric Department 1711Sheridan Road Escanaba, MI 49829



2023 Energy Optimization Commercial & Industrial Program

Equipment Specifications & Documentation Requirements Energy Optimization Incentives

Capped at \$7,500 Per Customer

| Lighting | Qualifications | Quantity | Incentive | Total Incentive |
|---------------------------------------|--|----------|------------------|-----------------|
| LED Replacement Screw in Bulbs-Small | 150W or Less Incandescent Equivalent | | \$2.00/ Bulb | |
| LED Replacement Screw in Bulbs-Medium | 151 to 500W Incandescent Equivalent | | \$5.00/ Bulb | |
| LED Replacement Screw in Bulbs-Large | 501W or Greater Incandescent Equivalent | | \$10.00/ Bulb | |
| LED Replacement Tubes- Small | 4 Ft or Less | | \$5.00/ Tube | |
| LED Replacement Tubes- Large | Greater than 4 Ft | | \$10.00/ Tube | 13 |
| LED Interior Fixture | Energy Star on DLC Listed. Per Actual Fixture Watt Rating | | \$0.50/ W | |
| LED Outdoor Fixture | Energy Star or DLC Listed, Per Actual Fixture Watt Rating. | | \$0.60/W | No. A. |
| Room Lighting Occupancy Sensor | Turns Lights Off When Room is Unoccupied | | \$25/ Room | |
| LED Exit Sign | | | \$5/ Sign | |
| HVAC Equipment | Qualifications | Quantity | Incentive | Total Incentive |

| HVAC Equipment | Qualifications | Quantity | Incentive | Total Incentive | |
|---|--|----------|--------------|-----------------|--|
| Variable Frequency Drives on HVAC Equipment | Installed on Equipment Currently Without VFDs | | \$.75/HP | | |
| AC Air-Source Heat Pump | | | \$50/ Ton | | |
| Ground Source Heat Pump | | | \$50/ Ton | | |
| HVAC Chiller Replacement | | | \$40/ Ton | | |
| ECM Condenser Fan Motor | Replace Non- ECM Motor | | \$75/ Ton | | |
| Commercial Heat Pump Water Heater | 12 //- | | \$500 | | |

| Other Motorized Equipment Compressors, Fans, Etc. | Qualifications | Quantity | Incentive | Total incentive |
|---|---|----------|-------------|-----------------|
| Variable Frequency Drives | Installed on Equipment Currently Without VFDS | | \$75/ HP | |
| Soft Starters | Installed on Equipment Currently Without Soft Starters | | \$20/ HP | |
| ECM Motor | Replace Non-ECM Motor | | \$75/ HP | |

| Commercial Kitchen Equipment | Qualifications | Quantity | Incentive | Total Incentive |
|------------------------------|----------------|----------|-------------|-----------------|
| Electric Steam Cooker | Energy Star | | \$300/ Pan | |
| Commercial Refrigerator | Energy Star | | \$100/ Pan | |
| Commercial Freezer | Energy Star | | \$100/ Unit | |
| Commercial Ice Machine | Energy Star | | \$100/ Unit | |
| Commercial Electric Fryer | Energy Star | | \$100/ Unit | |
| Hot Holding Cabinets | Energy Star | | \$100/ Unit | |
| Commercial Dishwasher | Energy Star | | \$300/ Unit | |

You can submit your documents one of two ways...

City of Escanaba Electric Department 1711 Sheridan Road Escanaba, MI 49829

2023 Energy Optimization Commercial & Industrial Program

Equipment Specifications & Documentation Requirements Energy Optimization Incentives Capped at \$7,500 Per Customer

| Commercial Refrigeration | Qualifications | Quantity | Incentive | Total Incentive |
|--|--|----------|-----------------------|----------------------|
| LED Grocery Case Lighting | | | \$40/ Door | |
| Motion Sensor for LED Case Lighting | | | \$10/ Door | |
| ECM Motor- Walk- In/ Case Cooler/ Freezer | Replace Non-ECM Motor | | \$75/ HP | |
| Anti- Sweat Heater Controls | Relative Humidity Controls for Anti- Sweat Heaters | - | \$80/ Door | 19 |
| | | | £. | 11 |
| Custom Energy Reduction Incentive | Qualifications | Quantity | Incentive | Total Incentive |
| Custom Energy Reduction Incentive | Must Reduce Energy Use for a Specific Piece of Equipment or Process. Contact the Electric Department to discuss and calculate custom incentives. | | \$0.10/kwh Reduced | |
| · · · · · · · · · · · · · · · · · · · | | | | |
| EV Chargers | Qualifications | Quantity | Incentive | Total Incentive |
| Level 2 EV Charger | V | | \$250/ Charger | |
| DC Fast Charger | Chargers that Reduce Output When Charging More Than One Vehicle are Considered One Charger. | | \$1000/ Charger | |
| | //)) | V | | |
| | N A | | | Total Incentives: \$ |

GENERAL PROGRAM RULES

This offer is valid only for City of Escanaba commercial and industrial electric customers whose accounts are current. Offer is good for a limited time while funds are available on a first-come, first-served basis. City of Escanaba reserves the right to withdraw or change this offer without notice. Incentives may not exceed purchase price. Ineligible incentive requests are subject to denial or repayment to program.

You can submit your documents one of two ways...

City of Escanaba Electric Department 1711 Sheridan Road Escanaba, MI 49829



2023 Energy Optimization Commercial & Industrial ProgramTerms and Conditions

Terms and Conditions

- Eligibility: These incentives are offered by the City of Escanaba to commercial and industrial electric customers installing energy
 efficient equipment only. For questions regarding eligibility, call 906-786-0061.
- 2 Incentive Offer: Applicant has 6 months from the date of the acceptance letter to complete the proposed project. Applications that are not completed within 6 months are subject to cancellation. Additionally, invoice(s) related to the equipment upgrade must be submitted to the City of Escanaba within 90 calendar days of installation (completion). Please keep a copy for your records. Incentives are calculated based on prescriptive incentive rates and shall not exceed the total cost of equipment, labor, and other associated project costs.
- Project Documentation Requirements: Customer will have to provide the City of Escanaba with the documentation as listed in the instructions (page 1). If the Customer does not provide the required project documents to the City of Escanaba, the project may be disqualified from the program.
- 4. Energy Efficiency Improvement Qualifications: Increased energy efficiency resulting from peak shaving, demand limiting, or operating schedule changes does not qualify. To qualify, equipment must have a planned minimum usage of 1,500 hours per year. If Customer's equipment does not meet required usage hours per year, an incentive cannot be offered. If Customer has questions or concerns about above qualifications, Customer may contact the City of Escanaba at 906-786-0061 to discuss.
- Incentive Limit: Prescriptive and Custom project applications may receive or cumulate a maximum of \$7,500 combined per customer name and/or business entity each calendar year. Incentive limit is subject to change without notice. Incentives for measures can be up to 100% for Prescriptive projects and 50% for Custom projects of the total project cost of a specific measure but shall not exceed the incentives for each measure on the application Worksheet(s).
- 6. Compliance:
 - a. All projects must comply with applicable federal, state and local laws.
 - b. All equipment must be new or retrofitted with new components.
 - c. The purchase and installation of used equipment is not eligible for incentives. Existing equipment must be removed and/or permanently disconnected.
 - d. Equipment must meet specification requirements as defined in application Worksheets and Equipment Guidelines.
- 7. Payment: Approved Final Applications will receive payment within approximately 4 weeks of signed payment approval. Incomplete applications may delay payments or result in denial of application approval. The City of Escanaba reserves the right to refuse payment and disqualify customer from participating in the program if the Customer or their contractor violates any program Terms and Conditions.
- 8. Inspection: City of Escanaba staff or it's designated contractor may conduct inspection(s) of the project site to survey existing conditions and/or newly installed equipment.
- 9. Program Discretion: Incentives are available on a first-come, first-served basis. Incentive amounts and offerings are subject to change and/or termination without notice at the discretion of the City of Escanaba.
- 10. Disclaimers: The City of Escanaba:
 - a, does not endorse any particular manufacturer, product, labor or system design by offering this program;
 - b. is not responsible for any tax liability imposed on the customer as a result of the payment of incentives. The City of Escanaba is tax exempt;
 - c. does not expressly or implicitly warrant the performance of installed equipment or contractor's quality of work (contact
 your contractor for detailed warranties);
 - d. is not responsible for the proper disposal/recycling of any waste generated as a result of this project;
 - e. is not liable for any damage caused by the installation of the equipment and/or for any damage caused by the malfunction of the installed equipment.
- 11. Indemnification: Customer shall, to the fullest extent permitted by law, indemnify and hold harmless the City of Escanaba, and their officers, agents and employees harmless from and against all losses and litigation expenses arising out of or resulting from the performance of work hereunder and caused, in whole or part, by any act or omission of Contractor. The City of Escanaba shall further be entitled to all cost (which include both internal and external) incurred in the process of enforcing this or any other provision under this agreement. This provision is not intended and is not to be construed as a waiver of the defense of governmental immunity otherwise available nor is it intended to grant third party beneficiary status to any person or entity.
- 12 Governing Law: This agreement is construed in accordance with Michigan law, without regard to conflict of laws, provisions, and venue is in the county in which the municipality resides.