

## The Utility Energy Savings Contract for Brookhaven National Laboratory

Evelyn Landini
Director, Business Management Division
Brookhaven Site Office

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## **Tonight's Presentation**

#### **Answering the questions:**

- What is a Utility Energy Services Contract?
- Advantages of a UESC
- Why a UESC at BNL?
- The UESC at BNL:
  - Who are the parties to the UESC?
  - What are the terms of the contract?
  - Where will the efficiencies be found?



# What is a Utility Energy Services Contract (or, UESC)?

 Authorized by the Energy Policy Act of 1992, a Utility Energy Service Contract (UESC) is a limited-source contract between a Federal agency and its serving utility for energy management services, including energy and water efficiency improvements and demand-reduction services.



#### What is in a UESC?

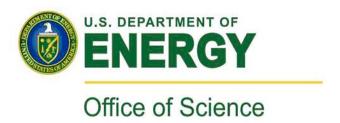
#### In a UESC:

- A utility company agrees to provide a Federal agency with services and/or products that make facilities more energy efficient.
- The Federal agency can obtain financing for the project from a utility company.
- During the contract, the agency pays for the cost of the UESC from the savings resulting from the energy efficiency improvements.



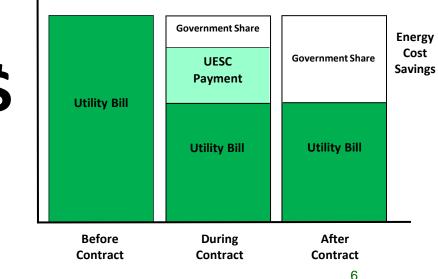
## Why a UESC?

- As the largest energy consumer in the U.S., the Federal Government has the opportunity and responsibility to lead with smart energy management.
- A UESC reduces Federal impact on the environment, increases national energy security, and promotes public-private partnership.



## Advantages of a UESC

- The UESC reallocates the utility bill:
  - Avoids costs
  - Lowers demand
  - Pays for equipment/improvements
  - Achieves cost savings





## Other advantages of a UESC

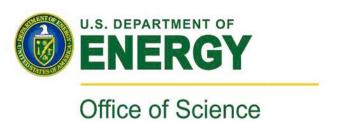
- Streamlined procurement, flexible contracts
- Relationship with a long-standing entity
- Flexibility in performance assurance
- One-stop shop for a turnkey project
- Low finance rates
- Implementation of energy efficiency projects without using direct appropriations



## The Purpose of a UESC at BNL

- To meet DOE's sustainability goal by:
  - Increasing lighting efficiency
  - Replacing/enhancing outdated building controls
  - Reducing chilled water costs (including cost of fuel used to produce chilled water)

- To achieve reductions (from baselines) of:
  - -3.3% in green house gases
  - 11% in energy intensity



#### **UESC Details**

- Contractor: National Grid (facilitates design, finance, construction)
- Service provider: Siemens Building Technologies (conducts the work)
- Contract term: 10 years
- Total cost: \$12.2 million
- Savings (projected): >\$1.3 million/year



#### Lighting Improvements in 17 Buildings

- Install/replace lighting and add controls:
  - —New lighting fixtures
  - Retrofit existing lighting fixtures
  - Occupancy sensors
  - —Timers
  - —More efficient bulb replacements







#### **Controls Improvements in 9 Buildings**

- Install/replace existing systems that control major components of mechanical systems, including:
  - Discharge air to control valves Night setback
  - Temperature control
  - Additional zone sensors
  - Demand control ventilation

- Variable frequency drives
- Economizer cooling
- Hot water reset



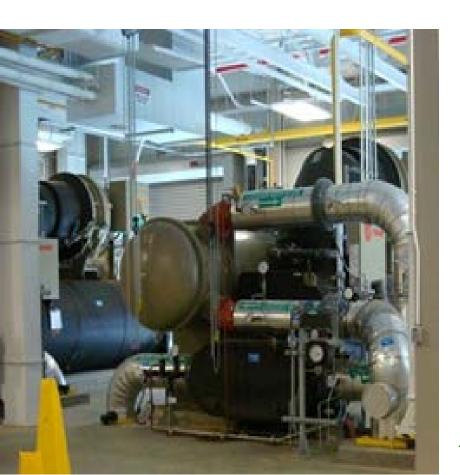




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### Chiller Installation, Central Chilled Water Facility

 Install new electric centrifugal chiller and related components/systems, including:



- One 1,250 ton chiller
- Cooling tower cell
- Chilled water pump
- Condenser water pump
- Variable frequency drives
- Instruments and controls
- Mechanical and electrical connections



#### **Utility Energy Services Contract**

Questions and Answers

