ENERGY EFFICIENCY PROGRAMS – FIND THE RIGHT FIT FOR YOUR BUSINESS

2020 PNM ENERGY SOLUTIONS WEBINAR SERIES





HOUSEKEEPING

- You will receive an email with the presentation from today's webinar and you can find it on PNM.com/business-events
- Please ask your questions by typing them into the chat box during the Q&A session.
- We are committed to answering all submitted questions. If we are unable to get to them today, we will provide a response after the presentation.



ABOUT PNM

PUBLIC SERVICE COMPANY OF NEW MEXICO

- Founded in 1917
- New Mexico based energy company focused on clean energy transformation
- Over 500K retail customers
- 2,811 MW resource portfolio
- Over 15K miles transmission and distribution lines





TODAY'S SPEAKERS



Elisha Miranda - Pohl PNM Energy Efficiency Business Program Manager, Engineer III



Steven Hernandez

PNM Business Energy Efficiency Head of Section-Operations Manager & Sr. Engineer

Designed in collaboration with: Sharon Vickrey, Outreach Manager and Richard Snow, Marketing Specialist



WHY DO THESE PROGRAMS EXIST?



To incentivize PNM business customers to improve the energy efficiency of their businesses through assessments, servicing and equipment upgrades.

Why? Because energy efficiency incentives are proven to be more cost effective for the utility compared to the cost of creating additional generation infrastructure.

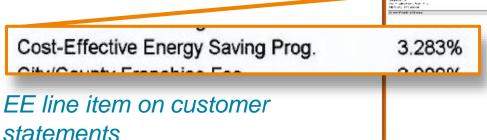
There are requirements to qualify and all projects are subject to third-party evaluation.



FUNDING ENERGY EFFICIENCY

Available to all¹ commercial, industrial and governmental PNM customers paying rates on:

- Small Power
- General Power
- Large Power

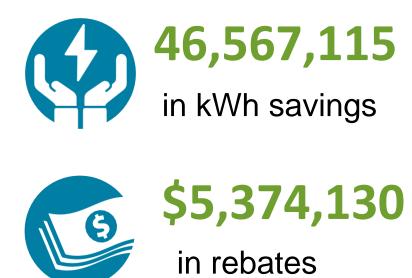


• Each qualifying facility must be served by at least one meter on an eligible rate schedule (or will be once the project is complete for new construction applications).

¹Not available to customers on rates other than those stated above.



2020 ENERGY EFFICIENCY BUSINESS PROGRAM GOALS



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MULTIPLE BENEFITS FOR YOUR BUSINESS



Customer Benefits

- Enhance business operations & occupant comfort
- Lower risk by improving safety
- Reduce O&M costs
- Improve financials
- Enhance controls
- Achieve sustainability goals
- Improve aesthetics and building value



THE PROGRAMS

MULTIPLE PROGRAMS TO SUIT YOUR BUSINESS NEEDS



New Construction Program More efficient buildings by design



Retrofit Rebate Program Improving efficiency in existing facilities



Building Tune-up Program Optimizing your building's performance





Multifamily Program Energy savings for multifamily properties



PARTICIPATION: SELF INSTALL VS. PNM TRADE ALLY

Open Network



New Construction Program More efficient buildings by design

Closed Network



Retrofit Rebate Program Improving efficiency in existing facilities



Building Tune-up Program Optimizing your building's performance Distributor Discount Program Instant discounts at authorized distributors



Quick Saver[™] Program Saving small businesses money

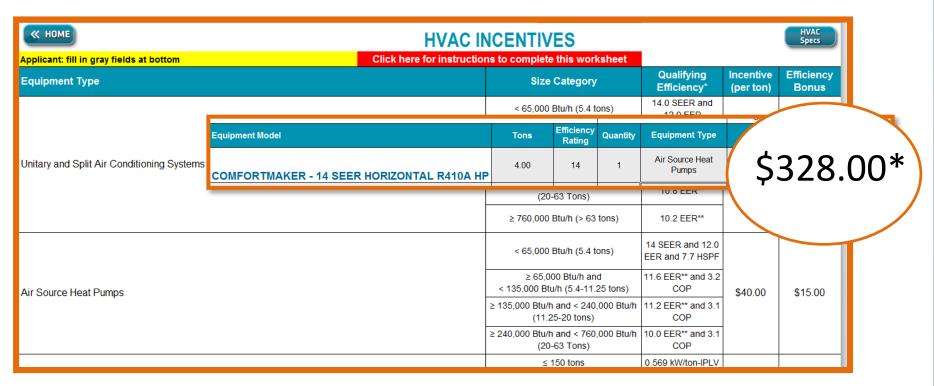


RETROFIT REBATE PROGRAM





RETROFIT REBATE HVAC PROJECT EXAMPLE 1



With the 2020 Bonus the incentive would be

\$393.60*

*Disclaimer

The information provided is for example use only. Individual results can vary and is depend on the actual scope of the project.



NEW CONSTRUCTION PROGRAM





SUPPORTING SUSTAINABILITY THROUGH ENERGY EFFICIENCY

"Santa Fe Public Schools has been focused on energy and water efficiency and conservation since 2010. Our partnership with PNM through lighting and HVAC upgrades, retro-commissioning projects, and remodel/new building efficiency has allowed us to <u>achieve rebate savings, conserve energy and has supported us</u> <u>in our commitment to sustainable building practices.</u>" -Lisa Randall, Sustainability Coordinator, Santa Fe Public Schools



4.98 GWh Of electricity saved since 2010



That's enough electricity to power 732 Homes for an entire year



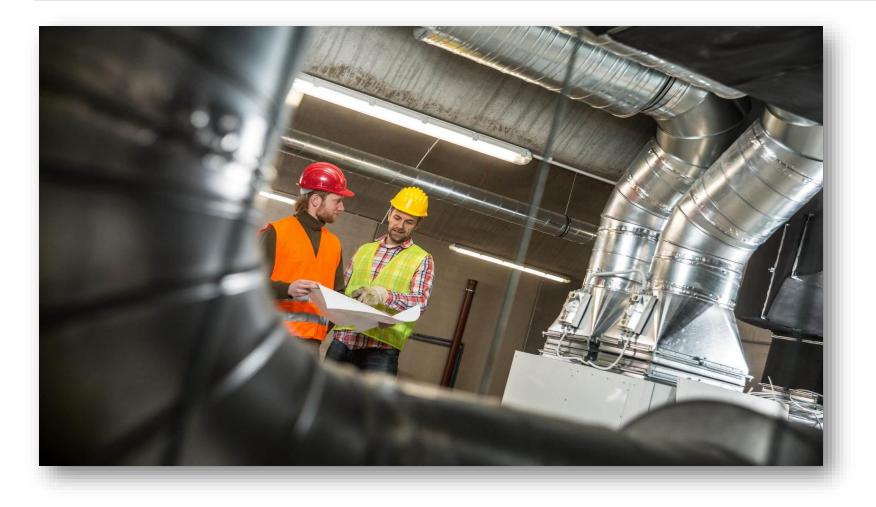
Or the equivalent to removing 2,704 Tons of CO2 from the air



And saving over 1.6 MGallons of water



BUILDING TUNE-UP PROGRAM





BUILDING OPERATION CERTIFICATION(BOC) PROJECT EXAMPLE 2

Payment Amount	Calculated Incentive	Annual kwh Saved
\$28,200.00	\$28,200.00	908,877

Business Type: College/University

- Multiple sites
- 3B General Power
- 20 Operators have been certified
- Since 2015



Enough electricity to power 133 Homes for an entire year



Equivalent to removing 493 Tons of CO2 from the air



Saving over 297,000 Gallons of water



QUICK SAVER[™] PROGRAM

2020 BONUS EFFECTIVE JULY 1 - DEC 31, 2020 20% HIGHER INCENTIVE





QUICK SAVER™ LIMITED TIME OFFER BREAKDOWN

Outside metro area: \$0.05 extra per kWh saved

Inside metro area: \$0.03 extra per kWh saved





QUICK SAVER™ LIGHTING PROJECT EXAMPLE 3

Quick Saver Lighting Example Project Assumptions

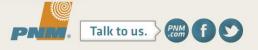
- Business Type: Fast Food Restaurant
- Hours of Operating: 5:00 a.m. to midnight, 7 days per week
- Estimated weekly burn hours for 30 interior fixtures: 140 hours
- Weekly burn hours for exterior lighting (5 parking lot pole fixtures):84hrs

		0	
🎯 Update Rejected Line Ite	ems Submi	t for Approval 🖳 Attac	hments 🔶 🔶
🖗 Recalculate full Proposa	I		
Total kW reduced:	2.83	Total annual Dollars Saved:	\$1,746.47
Total annual kWh Saved:	17,464.72	Total Project Cost:	\$5,427.19 *
Total annual Therms Saved:	n/a	Total Incentive:	\$2,408.59
Total lighting inventory items:	3	Total Customer Payment:	\$3,018.60
Total lighting inventory items		Payback (yr):	1.73
w/o Replacements Selected:	0	* 8.43% Sales Tax Included	
Total other measure items:	0		
Expand/collapse all sections			

Total annual Dollars Saved:	\$1,746.47	
Total Project Cost:	\$5,427.19 *	
Total Incentive:	\$2,408.59	
Total Customer Payment:	\$3,018.60	
Payback (yr):	1.73	
* 8.43% Sales Tax Included		

Before LTO and bonus

□ Lighting Inventory



QUICK SAVER[™] LIGHTING PROJECT EXAMPLE 3 CONT.

Now, let's look at how the additional \$.05 per kWh saved AND the 20% additional incentive bonus helped this small business customer offset the cost of their improvements and further reduce their return on investment as shown in Example 2.

Total kW reduced:	2.83	Total annual Dollars Saved:	\$1,746.47
Total annual kWh Saved:	17,464.72	Total Project Cost:	\$5,427.19 ^z
Total annual Therms Saved:	n/a	Total Incentive:	\$3,763.54
Total lighting inventory items:	3	Total Customer Payment:	\$1,663.65
Total lighting inventory items		Payback (yr):	0.95
w/o Replacements Selected:	0	* 8.43% Sales Tax Included	
Total other measure items:	2		

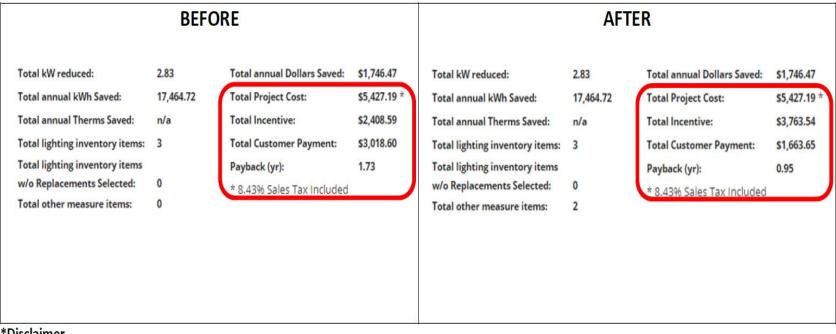
Total annual Dollars Saved:	\$1,746.47
Total Project Cost:	\$5,427.19 *
Total Incentive:	\$3,763.54
Total Customer Payment:	\$1,663.65
Payback (yr):	0.95
* 8.43% Sales Tax Included	

After LTO and bonus



QUICK SAVER[™] LIGHTING PROJECT EXAMPLE 3 CONT.

Financial Comparison*



*Disclaimer

The information provided is for example use only. Individual results can vary by, and are not limited to, actual burn hours, existing and replacement fixture quantities, types, or wattages, and Quick Saver Authorized Contractor pricing.



DISTRIBUTOR DISCOUNT PROGRAM

2020 BONUS EFFECTIVE JULY 1 - DEC 31, 2020 20% HIGHER INCENTIVE



MULTIFAMILY PROGRAM

2020 BONUS EFFECTIVE JULY 1 - DEC 31, 2020 20% HIGHER INCENTIVE



PROGRAM STATUS

GET YOUR PRE-APPS IN AND RESERVE NOW!



New Construction, Retrofit Rebate Program and Building Tune-up Programs Allocated roughly 54% of their \$2.7 M budget



Distributor Discount Program Allocated roughly 21.4% of their \$478K budget



Quick Saver™ Program Allocated roughly 53% of their \$1.4 M budget

Multifamily Program Allocated roughly 11% of their \$800K budget *Any limited time offers and bonus offers are subject to funding availability and can be terminated at any time at the discretion of the Program. Pre-Notification Applications are required for specific measures and are also highly encouraged in any project application to reserve funds. <u>The project must also</u> complete construction in 2020



PNM BUSINESS ENERGY EFFICIENCY PROGRAMS

THE BUSINESS EE TEAM

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PNM BUSINESS ENERGY EFFICIENCY PROGRAMS

THANK YOU FOR YOUR TIME TODAY

PNM Business Energy Efficiency Programs

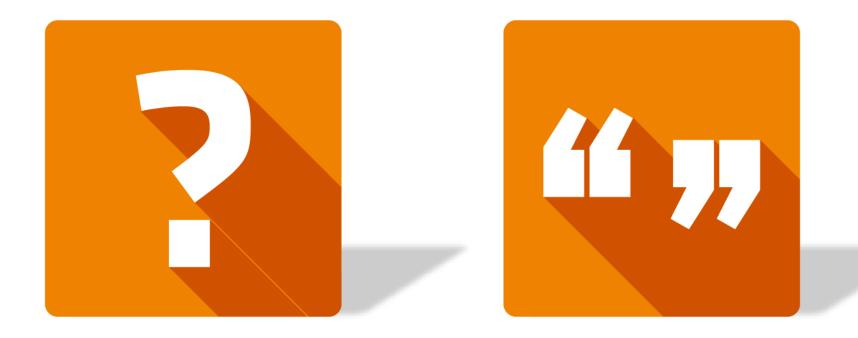
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PNM BUSINESS ENERGY EFFICIENCY PROGRAMS

2020 PNM ENERGY SOLUTIONS WEBINAR SERIES





UPCOMING WEBINARS

2020 PNM ENERGY SOLUTIONS WEBINAR SERIES

- Electric Vehicles An introduction to transportation electrification Thursday, September 17 at 2:00 pm
- Understanding Your PNM Bill
 Thursday, October 22 at 2:00 pm
- Copper Theft Awareness What you need to know to protect your business
 Thursday, November 13 at 2:00 pm

PNM.com/business-events



Thank you for attending!

PNM Business Customers Phone: (888) 245-3659 Hours: Weekdays, 7:30 a.m. to 6 p.m.



