

Heather Village Decarbonization Project

September 14, 2023





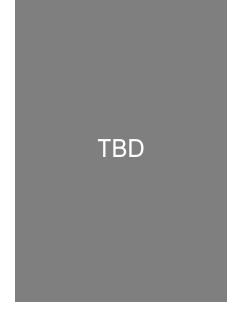




Sustainability Grant Team







Mabell Garcia Paine Viridis Consulting

Grant Administrator

Travis Morgan Heather Village HOA Board



TECH Contractor

Installation Contractor

- 01 About the Project
- 02 Project Feasibility
- 03 Working with the City
- 04 Implications of the Project

Scope of Work

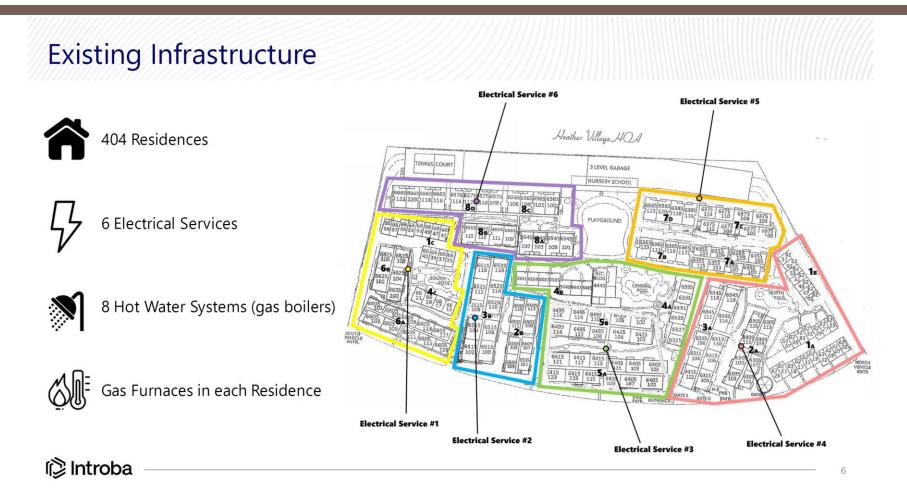
- 1 Feasibility study
- 2 Demonstration project
- B Homeowner education
- Lessons learned report

TECH CALIFORNIA Grant Terms

- ✓ \$300,000 grant
- ✓ 16-month period of performance
- ✓ Notice to Proceed = February 1, 2023
- ✓ HOA funding contribution



Heather Village Decarbonization Project



Our Project:

Electric Heat Pump Water Heating Conversion and Electrical Upgrades

About the Energy Systems

- Domestic hot water systems near/at end of life
- Natural gas distribution system has history of leaks and replacement would be expensive
- Gas utility bill paid by HOA and prorated to homeowners
- Units do not have in-unit laundry or central AC, homeowners strongly interested in these upgrades

Why Electric Heat Pumps?

- Electrification via heat pumps reduces energy costs and greenhouse gas emissions
- State and local regulations moving towards electrification
- Substantial electrification incentives available now

Water Heating

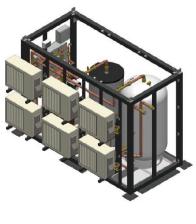
Centralized Heat Pump Water Heating







- New Heat Pump Water Heaters connect to existing piping
- 5x more efficient than a good working gas water heater
- Can be made in a fully assembled prepackaged skid
- The future is neat!



Second Phase: Space Cooling and Heating

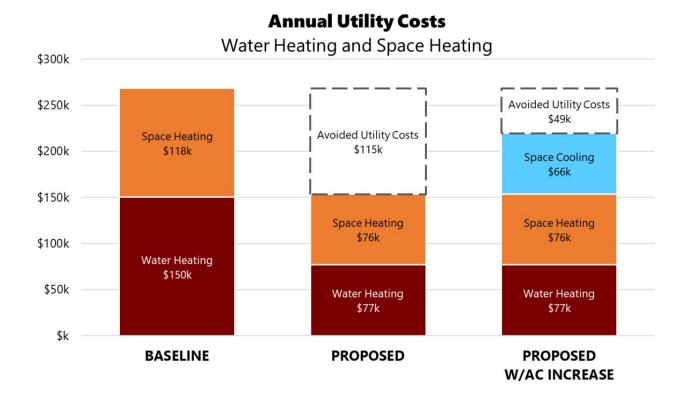
12

		P P
Electrical	Imp	lications

Function	Can you Electrify?
Hot Water	Yes
Heating & Air-Conditioning	Yes
Laundry	Yes
EV Charging	Yes
Pool Heating	Yes
Cooking	Yes
🕼 Introba —	

What Are The Operating Cost Impacts?

Economic Analysis



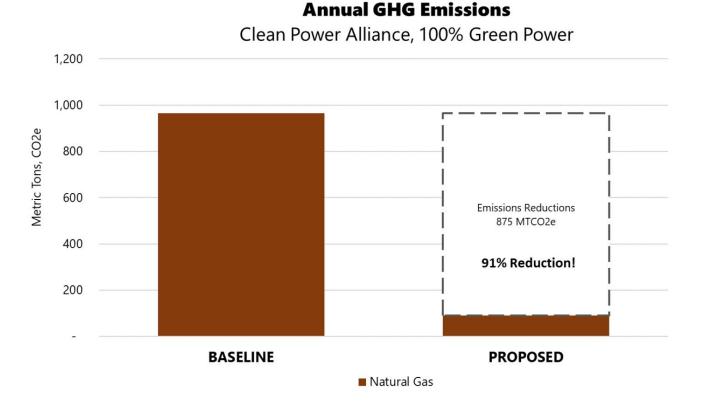
- First year utility cost reduction by shifting from natural gas combustion to electric heat pumps for water heating and space heating
- Utility cost savings persist when accounting for increase in air conditioning use

🕼 Introba

15

What Are The Carbon Reduction Impacts?

Carbon Analysis



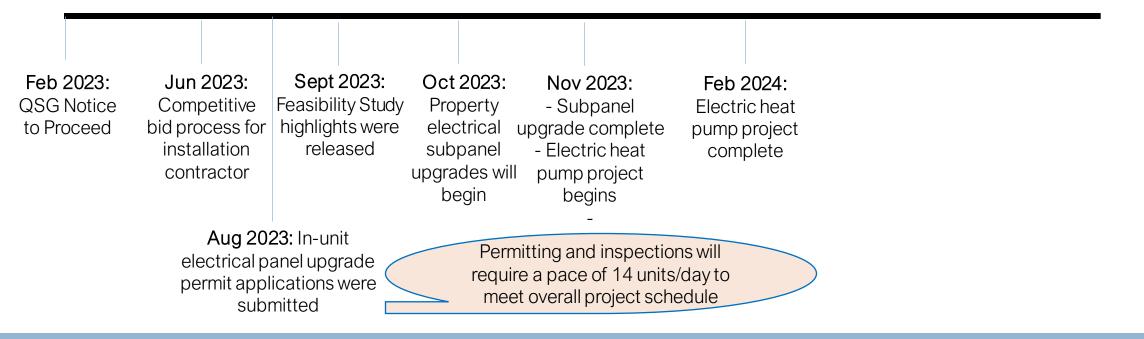
- Heather Village currently purchases Clean Power Alliance's 100% Green Power offering, leaving natural gas use as contributor to GHG emissions
- Electrification of water heating and space heating through heat pumps reduces emissions by over 90%
- Electrification of pool heating, laundry, and cooking would eliminate the remaining emissions

🕼 Introba

Project Timeline and Constraints

City Permitting and Inspections are critical to the success of this project

- 1. Quick Start Grant projects must be completed by April 2024
- 2. Installation of electric heat pumps for water heating is dependent on electric panel upgrades happening first
- 3. Complying with grant terms and the dependencies of the electrical and heat pump projects are highly dependent on the City's B&S Department



DECARBONIZING MF PROPERTIES WILL BE CHALLENGING

Other HOAs looking at replacing aging gas infrastructure will have a better solution that overcomes the tendency to replace "like-for-like."

SCALABLE SOLUTION

Heather Village addresses the CAN and HOW. The project serves as a roadmap for others to follow, providing the important quantitative benefits of doing so.

HOW WE CAN GET OTHER MF PROPERTIES TO ELECTRIFY

Significant incentives are available for early adopters and for the foreseeable future, even more funding will be available at the federal, state and local levels.

HOAs in California

- 49,520
- 14M residents (36% of the population)
- 286 residents (avg) per community
- 25% of all homeowners



Thank You!