Administered by the

Property
Assessed
Clean
Energy

April 2015
RMEB PACE Program
Objectives

• Increase energy efficiency
• Decrease energy demand
• Increase property value
• Promote job growth in the clean energy sector
• Gives businesses the ability to make capital improvements without up-front out-of-pocket expense
What is PACE?

- Financing tool used to assist commercial and industrial businesses (including agri-business) with improvements to existing facilities that substantially increase energy efficiency.
- Costs for the improvements are paid back through a special assessment on their property taxes. The increase in property taxes is offset by the decrease in energy costs so that the business sees no change in the bottom line.
- The improvements are considered a permanent fixture to the property and remain with the property through ownership changes.
PACE Program Requirements

- Property must be classified as Commercial or Industrial
- Applicant(s) is/are the legal owner of the property described in the application.
- Property must be located in the RMEB 18 county Area
- Property owner is current on all mortgages. Property owner is not in bankruptcy and the property is not an asset in a bankruptcy.
- There are no federal or state income liens, judgment liens, or similar involuntary liens on the Property.
- Must have 1) an Energy Audit performed by pre-approved energy auditor, or 2) a renewable energy feasibility study. Must show significant cost savings.
PACE Loan Details

• PACE Loans- Minimum $5,000, Maximum $100,000 (must not exceed 20% of the assessed property value)
• Maximum of 20 years to repay loan. Loan term must not exceed estimated life expectancy of improvement
• Interest rate determined by RMEB PACE Committee
What are the Potential Savings?

<table>
<thead>
<tr>
<th>IMPROVEMENT TYPE</th>
<th>OPERATING COSTS (CURRENT)</th>
<th>RETROFIT COSTS</th>
<th>OPERATING COSTS (NEW)</th>
<th>ANNUAL SAVINGS</th>
</tr>
</thead>
<tbody>
<tr>
<td>Boiler System</td>
<td>$39,375</td>
<td>$46,000</td>
<td>$17,730</td>
<td>$21,645</td>
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<tr>
<td>Water Heater</td>
<td>$13,230</td>
<td>$22,000</td>
<td>$6,024</td>
<td>$7,206</td>
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<tr>
<td>Lighting</td>
<td>$5,722</td>
<td>$8,950</td>
<td>$2,614</td>
<td>$3,108</td>
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<tr>
<td><strong>TOTALS</strong></td>
<td><strong>$55,198</strong></td>
<td><strong>$76,950</strong></td>
<td><strong>$26,368</strong></td>
<td><strong>$31,959</strong></td>
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</table>
Mountain Lake Multi Unit Housing – energy efficiency PACE project
LED Retrofit PACE project
The RMEB PACE Program is Administered by the SRDC

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