Illinois Energy Efficiency Stakeholder Advisory Group

2020 SAG Portfolio Planning Process Proposed Energy Efficiency Ideas Template

Submitter Contact Information

Chris Neme, Energy Futures Group (on behalf of NRDC) cneme@energyfuturesgroup.com

land line: 802-482-2625; cell: 802-363-6551

Phil Mosenthal, Optimal Energy (on behalf of the Illinois Office of Attorney General)

mosenthal@optenergy.com

land line: 802-482-5607; cell: 802-233-0786

Energy Efficiency Idea Questions

Please check the boxes below to identify 1) the type of idea; 2) which Illinois utility or utilities will be impacted by the idea; and 3) which EE sector the idea impacts.

Check	Type of Energy Efficiency Idea
	New Measure or New Program Idea
	Proposed Program Approach
	Innovative Idea

Check	Illinois Utility Impacted by Energy Efficiency Idea
\boxtimes	Ameren Illinois
	ComEd (though ComEd already has this program pilot)
	Nicor Gas
	Peoples Gas & North Shore Gas
	All Illinois Utilities

Check	Energy Efficiency Sector Targeted by Energy Efficiency Idea
	Residential Customers – Single Family (non-income qualified/income eligible)
	Residential Customers – Multifamily (non-income qualified/income eligible)
	Residential Customers – Single Family Income Qualified/Income Eligible
	Residential Customers – Multifamily Income Qualified/Income Eligible
	Small Business Customers (commercial & industrial sector)
	Medium/Large Business Customers (commercial & industrial sector)
	Other (research & development, emerging technologies, market transformation)

Additional Questions

1. **Description of Idea:** Describe the proposed idea, including the purpose of the suggested idea and rationale. Describe whether this is an idea that could be implemented in an existing EE program, or whether the idea involves establishing a new measure or program. Please indicate whether additional research may be required before implementation.

<u>Questions to consider</u>: What issue will this proposed change resolve? Will the proposed change increase participation and result in increased energy savings? Will this reduce costs? Will this increase customer satisfaction? Will this help achieve statutory goals? Will this help increase program penetration?

Super-Efficient, All-Electric Residential New Construction Pilot. This pilot would be designed to assess the incremental costs, energy bill savings and other impacts of building extremely efficient (well beyond Energy Star) new homes heated with high performance cold climate heat pumps and with heat pump water heaters and other super-efficient electric appliances. Ideally, the pilot would enroll both builders of affordable housing (e.g. Habitat for Humanity) and market-rate housing. The program would establish high performance standards (e.g., R-60 attics, R-25+ walls, triple-glazed low-e windows, etc.), provide technical assistance to builders to construct homes to those standards and provide financial incentives to cover enough of the incremental cost to obtain participation. Incentives may need to be higher for affordable housing.

ComEd has already launched such a program, and would be encouraged to continue with it. Ameren should launch one as well. If the pilots are successful, they should be expanded to full scale programs.

2. **Implementation:** How will this idea be delivered to the target market? Describe marketing strategies used to reach the target market and minimize market confusion.

The program would reach out to home builders, as well as organizations supporting construction of affordable housing.

3. **Background:** Describe where the idea originated from, including whether this idea has been successfully implemented in other jurisdictions. Provide specific background information that will help utilities and SAG participants understand the proposed idea.

<u>Questions to consider</u>: In what jurisdiction has this idea been successfully implemented? Do you have information on eligible customers, participation achieved, and/or savings achieved? Do you have access to reports describing the successful idea / program approach?

ComEd has launched such a program. Both of the two largest IOUs in Michigan – DTE and Consumers Energy – have agreed to launch such programs in their service territories.

4. **Idea Impact:** Provide additional information on the customer segment that will be targeted with the program idea, including how and why this idea will have a positive impact on customers participating in Illinois EE programs.

<u>Questions to consider</u>: What level of impact will this idea have on current EE programs? How much additional market share do you estimate this change will impact?

The short-term impact on savings would be modest. However, if successful, the program could have substantial longer-term market transformation impacts.

5. **Duration:** Is this idea intended to be offered for the duration of the 4-year EE Plan or as a pilot measure or program?

Pilot, but transition to full-scale program if/when successful.

- 6. **Estimated Budget:** Provide the total estimated budget for each program year (2022 2025).
- ~ \$0.45 million (assuming average total cost, including financial incentives, technical assistance, etc. of 15k
 - 7. **Estimated Participation:** Provide participation totals for each program year (i.e. number of measures installed, number of customer participants, etc.)

30 homes

Sources

If any sources will be useful to Illinois utilities in reviewing ideas, please either provide links within this template or send attachment(s) to the SAG Facilitator with the Energy Efficiency Idea submittal.