

The Value of Regionally Coordinated Energy Efficiency Programs in the Midwest

Presented to:
Illinois State University
Institute for Regulatory Policy Studies
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- Who is MEEA and what do we do?
- Why is energy efficiency important?
- Why is regional coordination important?
- What are the barriers to regional coordination of energy efficiency?
- What is the value to Illinois specifically?
- What programs does MEEA facilitate?
- What are the next steps?



WHO IS MEEA?

MEEA HISTORY



- MEEA is a regional network of organizations collaborating to promote energy efficiency
- Formed in 1999 with early support from the Energy Foundation, U.S. EPA, U.S. Department of Energy, and our founding members
- MEEA has become a strong organization with diverse support from various stakeholders in the region and nationally over the past three years
- This broad portfolio of support has allowed MEEA to create entrepreneurial programs that combine private-sector interests and contributions with public sector priorities.

MEEA VISION



To be a leader in raising and sustaining the level of energy efficiency nationally and in the Midwest region by fostering increased market penetration of existing energy-efficient technologies and promoting new technologies and best practices, including renewables.

MEEA Members



- Academic and Research Institutions
- Manufacturers and Retailers
- Utilities (IOUs, Munis and Coops)
- State and Local Governments
- Energy and Environmental Non-profits
- Energy Service Companies, Contractors and Consultants
- This diversity is critical to the coordinated success of regional efficiency programs



WHY IS ENERGY EFFICIENCY IMPORTANT?

Energy Efficiency



- It is the first most basic step to:
 - Avoid building more power plants
 - Reduce current energy usage thus reducing the introduction of pollutants into the environment
 - Creating a more sustainable future
 - Helping to alleviate trans and distribution issues
 - Creating better informed and aware consumers
- Energy Efficiency prepares the market for the next step which is renewable energy
 - You can do them in tandem but not in reverse order



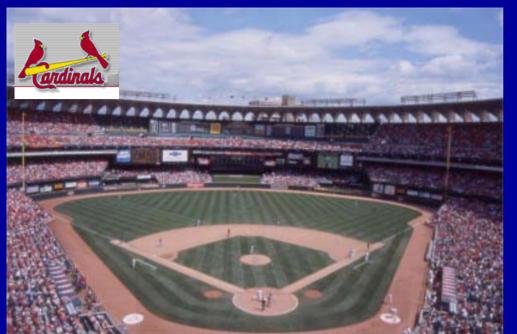
WHY IS REGIONAL COORDINATION IMPORTANT?

But... before we do that

TRIVIA #1



What is the distance between Wrigley Field and Busch Stadium?





301 Miles





WHY IS REGIONAL COORDINATION IMPORTANT?

CONNECTIONS





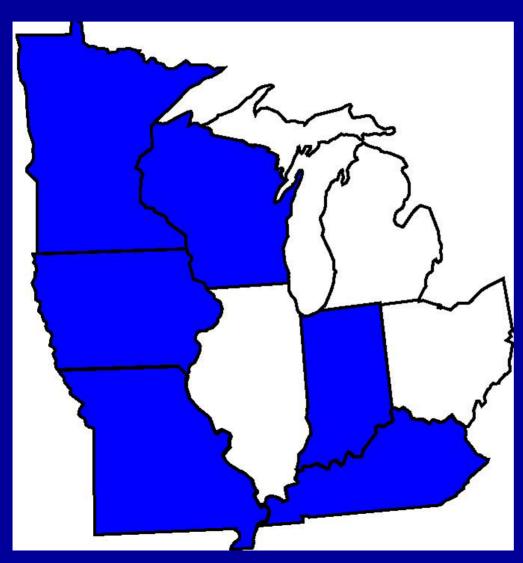
States
Illinois
Iowa
Michigan
Minnesota
Missouri
Wisconsin

MAIN

Mid-American Interconnected Network, Inc.

REG vs DEREG





Regulated States:

Minnesota Iowa Missouri Indiana Kentucky

Deregulated States:

Illinois Michigan Ohio

PBFs & OTHER FUNDS





PBF States

Wisconsin Michigan Ohio

"Other Funds"

Minnesota Illinois Iowa

No Consistent
Funding
Mechanism

Illinois



Public Benefit Fund

- 1997 restructuring
 - EE Trust Fund
 - \$3m/yr
 - Renewable Energy Resource Trust Fund
 - \$4.7 m/yr
- Clean Energy Community Foundation
 - \$250m total; approx \$11m/yr for energy efficiency & renewables
- Global Settlement (CUB, City of Chicago, Cook County)
 - \$19m total

Major City Program

- City of Chicago Clean Energy Development Fund
 - Previously \$25m/yr; now \$6m/yr



WHAT ARE THE BARRIERS TO REGIONAL COORDINATION?

CHALLENGES



AROUND THE TABLE

- Diverse members and partners with varied priorities
- Short (if any) history of working collaboratively across state lines

AROUND THE REGION

- Geography (Large States)
- Cheap Energy
- Policy Infrastructure (SEOs, PUCs, Govs)



WHAT IS THE VALUE TO ILLINOIS — SPECIFICALLY?

BENEFITS



- Ability to aggregate or leverage funding from various states, utilities and municipalities across the region to develop one large cohesive program and achieve economies of scale.
- Regional programs attract significant interest from manufacturers and retailers allowing MEEA to require cost-sharing, cooperative advertising and other support from the retailers and manufacturers.

ILLINOIS HISTORY



- DCEO, ComEd and the City of Chicago are all founding members since in 1999
- Each partner has been able to leverage its resources with other states to achieve maximum impact
- MEEA was able to take Illinois-specific programs and retain their individuality while coordinating efforts with regional and national energy efficiency campaigns



MEEA PROGRAMS

But... before we get there



NAME EITHER CUBS OR CARDS PLAYER WITH THE HIGHEST #OF NO HITTERS ON THAT TEAM





LARRY CORCORAN

1880

1882

1884

BOB FORSCH 1978 &1983





MEEA PROGRAMS

MEEA Programs



- ENERGY STAR qualified Lighting:
 - State of Illinois Residential Lighting Program
 - Regional Change A Light, Change the World Campaign (2001, 2002, 2003)
- ENERGY STAR Qualified Appliances
 - Rebate on ENERGY STAR Qualified Clothes Washers
 - Regional Refrigerator Rebate and Recycling Program
- Building Operator Certification (BOC)
- Building Codes and BEYOND
 - Potential Beyond Codes Training Program for Architects and Builders.

MEEA Programs

- 2001
 - Illinois Residential Lighting Program
 - Change A Light, Change the World

· 2002

- Illinois Residential Lighting Program
- Change A Light, Change the World 2002
- Refrigerator Rebate and Recycling Pilot Program
- Building Operator Certification Program
- Illinois Residential Market Assessment

2003

- Illinois Residential Lighting Program
- Change A Light, Change the World 2003
- Regional Refrigerator Rebate and Recycling Program
- Building Operator Certification Program Continued
- Illinois Residential Market Assessment Continued
- Regional Market Assessment
- Double Your Savings Campaign ENERGY STAR Qualified Clothes Washers



Illinois Residential Lighting Program



- Sponsored by the IL DCEO
- Funding:

- 2001: \$200K

- 2002: \$650K

- 2003: \$730K

Goals:

- Promote energy efficiency by educating Illinois residents and the market actors who supply information to residents about the value of the ENERGY STAR program.
- Increase market penetration of energy efficient technologies and lower the average price-point of the more efficient product
- Reduce Illinois residential utility bills through the use of more efficient products.

Illinois Residential Lighting Program



Activities

- Retail Education and Training
- Consumer Education and Outreach
- Torchiere Turn-In Events
- Change A Light, Change the World
- Mail-In Coupon Campaign
- CFL Fundraiser Program for Schools



Illinois Residential Lighting Program



- Energy Results
 - Over 212 formal retail staff trainings
 - Over 1300 Torchieres turn-in and rebated which translates into nearly 4 million kWh saved
- Environmental Impact
 - 224,000 lbs of avoided S02
 - 116,000 lbs of avoided Nox
 - 44 million lbs of avoided carbon emissions

CAL Concept



 Concept: Offer an instant rebate to consumers on CFLs to reduce the cost differential between incandescent products and compact fluorescent lightbulbs.

Partners:

- **–** 2001:
 - True Value Hardware and GE Lighting and Home Depot and Philips Lighting
 - Price point after rebate: \$4.99 \$8.99/CFL
- **2002:**
 - Ace Hardware and Westinghouse Lighting
 - Price point after rebate: \$0.50/CFL
- **2003**:
 - Ace Hardware and GE Lighting and Lowes Home Improvement and Osram Sylvania
 - Price point after rebate: \$0.99/CFL

Change A Light, Change the World



- Past sponsors include: City of Chicago, ComEd, IL DCEO, KY DOE, MO DNR, MN DOC, OH DOD, SMMPA, and Xcel Energy.
- Funding:
 - 2001: \$319,000
 - 2002: \$567,000
 - 2003: \$1,000,000 (goal)
- Results Region wide
 - 2001: 30,000 CFLs sold → 16,600,000 kWh saved
 - 2002: over 154,000 CFLs sold → over 70,000,000 kWh saved
 - 2003: 300,000 CFLs sold (goal)
- Illinois Specific Lighting Results
 - 6.2 million kWh saved
 - 350,000 lbs of SO2 avoided
 - 180,000 lbs of NOX avoided
 - 70 M lbs of CO2 avoided



GET \$3 CASH-BACK FOR EACH QUALIFYING ENERGY STAR® BULB YOU PURCHASE.

Redeemable at participating Home Depot stores during the ENERGY STAR® \$3 Off event from Nov. 1st -12th, 2001 only, while supplies last, Good towards the purchase of up to 4 Exercy Star® bulbs, Offer

Please complete the information below:

....

NAME		
STREET ADDRESS		
CITY	STATE	ZIP
DAYTIME PHONE: (FOR VERIFICATIO	N ONLY)	
NAME OF STORE WHERE PURCHASE	D	
CITY: (CF STORE WHERE PURCHASE	(0)	DATE PURCHASI

ANTITY	PRODUCT	SKU NO.
	Phillips Marathon 15w	334-179
	Phillips Marathon 16w	307-619
	Phillips Marathon 20w	354-182
	Phillips Marathon 25w	446-454
	Philips Marathon 34w 3way	796-262
	Phillips Marathon 23w dimmable	255-774
	Phillips Marathon 15w flood	386-691
	Phillips Marathon 15w outdoor	334-229
	Phillips Marathon 18w outdoor	334-201
	Phillips Marathon 15w bug	141-467



HOW TO RECEIVE YOUR CASH-BACK REWARD:

- 1. Select up to four Exerc Star® qualified bulb(s) from the list on the reverse side of this coupon.
- tist on the reverse side of this coupon.

 2. Bring your ENERGY STAP® qualified builb(s) and this completed coupon to the checkout and get \$3 off the purchase price of each builb at the register. Maximum purchase of 4 bulbs.

IMPORTANT INFORMATION:

This offer is available to customers who purchase compact fluorescent bulbs at participating True Value hardware stores during the Excess STAR® retail event November 1st-12th, 2001 only for a limited time, is good while supplies last, and may not be combined with any other utility offer. Limit 4 bulbs per customer. Not to exceed

Midwest Energy Efficiency Alliance reserves the right to withdraw this offer without notice. Photocopies or facsimiles of this form are not acceptable.

AUTHORIZED RETAILER:

To redeem, send \$3 Off coupons and a completed coupon receipt form to the Midwest Energy Efficiency Alliance with a complete coupon count by type, the address where check is to be mailed, and the total amount of expected reimbursements. Mailing insurance on redeemed coupons is suggested, as you are responsible for any coupons lost in shipping. Retailer must submit coupons to MEEA no later than November 16th, 2001 to qualify for reimbursement.

CASH-BACK REWARD NOT TO EXCEED PURCHASE PRICE. GOOD TOWARD THE PURCHASES OF ANY 4 QUALIFYING COMPACT



An energy efficiency program sponsored by Midwest Energy Efficiency Alliance



WE CHANGED THE LIGHTBULB SO YOU WON'T HAVE TO.



ENERGY STAR compact fluorescent lights last up to 10 times longer than incandescent bulbs.

Buy ENERGY STAR Products, SAVE MONEY.







Refrigerator Rebate and Recycling Program



Purpose

 Coordinate a regional (3-state) refrigerator rebate and recycling program

Sponsors

- 2002 Pilot Program: ComEd, IL DCEO, City of Chicago
- 2003 Regional Program: Ameren, IL DCEO and Indiana

Funding

- **2002: \$800,000**
- **2003: \$900,000**

Energy and Environmental Impacts

- -2.2 m kWh
- 122,000 lbs of S02 avoided
- 63,000 lbs of NOX avoided
- 24 million lbs of CO2 avoided



NEVER THOUGHT YOU COULD RECYCLE your fridge?

THINK AGAIN

We'll even pay you for it. Visit your

local Sears store in April and receive a mail-in rebate for up to \$50 off an energy-efficient ENERGY STAR®-qualified refrigerator, WE'LL EVEN PAY YOU \$50 bounty for the removal of your old working and/or second refrigerator through May.

The Cool Facts:

Refrigerators are the single largest power consumer in most households and refrigerators over 10 years old use twice as much energy as 2 ENERGY STAR-labeled refrigerators. ENERGY STAR appliances use up to 80% less electricity. Switch to ENERGY STAR and save.



To recycle your refrigerator today, just contact Jaco Environmental at 800.299.7573

or click onto www.appliancerecycling.com

ComEd. 2

ecessary to parti serator recycled.

Thank you for recycling your refrigerator. You have helped to save yourself money and the environment!

And remember, for all your future home purchases,

Buy Energy Star®



Sponsored by IL DCCA ComEd, City of Chicago, MEEA



DON'T PUT IT IN YOUR GARAGE OR BASEMENT.

_RECYCLE IT!

Receive \$50 from our sponsors for each recycled refrigerator in operating condition! Eliminate the expensive operating costs for your old efrigerator in the basement or garage

Save our environment! Recycling captures and destroys the harmful chemicals that would otherwise pollute our soil and groundwater and significantly contribute to greenhouse







TURN IN YOUR OLD

OPERATIONAL REFRIGERATOR

AND SAVE ENERGY!

Take ticket below for complete formation and to schedule a pick-up

Call JACO Environmental or visit their website to schedule the pickup of your refrigerator.



www.appliancerecycling.com





TOTAL IMPACT OF ILLINOIS PROGRAMS TO DATE



Funded by: ComEd, DCEO and the City of Chicago

- 12.4 million kWhs saved
- 700,000 lbs of SO2 avoided
- 360K lbs of NOX avoided
- 138 million lbs of CO2 avoided



Next Steps



 Identify your level of interest in regional coordination and your funding threshold.





 Call MEEA to discuss the specifics of your geographic location in the state and your goals for coordination (education, energy savings, experience promoting Energy Star products)



Begin the planning process (coordination takes TIME and there is never enough of it)



- Support and participate in the ENERGY STAR program
- Join MEEA for coordination on more projects...



- Illinois Residential Market Assessment has been released and copies are located that the back of the room
 - 309 in-home energy audits of residential free-standing dwellings across IL

Results:

- IL Home owners could save \$17.6 million in energy costs
- IL energy consumption could be reduced by 164,000 MW hours per year
- 365 million lbs of carbon emissions could be avoided on an annual basis



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