

Advancing Iowa's Energy Efficiency and Renewable Energy Use Through Research, Demonstration and Education



### ACEEE Forum on Energy Efficiency in Agriculture: Leveraging Multiple Programs

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#### Alternate Energy Revolving Loan Program (AERLP)



#### **Program Background**

#### Created by Iowa legislature in May 1996

- 1997 Iowa Code, Section 476.46
- Amendment to the 1990 lowa Energy Efficiency Act
- Encourages development of alternate energy production facilities in lowa

#### Funded via

- Iowa's investor-owned utilities through 3-year special assessment on gross intrastate revenues
- 0.085% of gross electric and gas intrastate operating revenues during 1995-1997
- \$5.9 million base funding
- Amended in 2002 to permit up to half of the accrued interest income to be spent for program promotion & administration

## **AERLP Description**

#### Revolving fund structure

#### Competitive application process

 All individuals and groups are eligible except lowa's gas and electric utilities that are not required to be rate regulated

#### Funds are leveraged against matching funds

- Partnered with the banking community to originate and service loans
  - Participation Agreement
- Owner reporting requirements
  - Owners Agreement



## **AERLP Program Highlights**

#### ■AERLP Funds

- •up to 50% of the financed project cost
- •\$250,000 maximum
- •0% interest rate
- •20 year maximum term
- •negotiated repayment schedule
- •repayments revolved back into fund for further loans

#### ■Lender Funds

- •matching funds not less than AERLP
- •market rate interest rate
- •Ioan term not less than AERLP term
- •repayment collection & distribution to AERLP

## **AERLP Projects**

#### Residential

- Small wind turbines
- Photovoltaics & solar hot water
- Corn & woodburning stoves/furnaces

#### Commercial & Industrial

- Large wind turbines
- Livestock manure digestion to power
- Ethanol production
- Biodiesel production
- Hydroelectric power
- Refuse waste to heat/power





## **AERLP Projects**







## **AERLP Projects**





### **USDA 9006 Grants**

- 25% grants for renewable energy, energy efficiency projects
- Many renewable energy projects in Iowa eligible for both USDA 9006 grants, AERLP loans
- Iowa Farm Bureau, USDA, Iowa Energy Center held joint informational meetings all around Iowa
- Significant portion of winning USDA 9006 projects use AERLP, too

### **RD&D Collaborations**

- Partnerships create financial leverage and impact
- Allow small players to aggregate their efforts
- Increasingly common way of doing business
- Can be applied to ag efficiency issues

## STAC

- State Technologies Advancement Collaborative
- An innovative approach for the US Department of Energy and States to work together
- A mechanism for joint planning and procurement
- A formal intergovernmental agreement among the US Department of Energy (USDOE), the National Association of State Energy Officials (NASEO), and the Association of State Energy Research and Technology Transfer Institutions (ASERTTI)



#### **How Does STAC Operate?**

- Planning conducted by joint teams of USDOE, NASEO, ASERTTI personnel
- Procurements developed by Executive Director
- Proposals reviewed by teams of experts from government, academia, national laboratories
- Formal award contracts issued by NASEO
- Projects tracked by Executive Director



### **How Is STAC Funded?**

- Special appropriation from Congress
- Funds from USDOE programs
- Matching funds from States and their partners
- Match requirements vary with the appropriation (from 20% to 55%)



#### **ACEEE Technology Assessments**

- ACEEE has completed a series of examinations of the energy savings potential and cost effectiveness of various technologies
- Multiple sponsors have supported each assessment
- The results become publicly available



#### **National Lighting Product Information Program**

- Lighting is a major energy using technology
- NLPIP provides independent test data on technology performance
- Also provides educational materials
- Multi-sponsored program
- In operation over a decade
- Has changed the market



### **ASERTTI Digester Protocols**

- Developing standards methods for measuring and reporting the performance of anaerobic digesters
- Supported by multiple states

### **Other Collaborations**

- Compressed Air Challenge
- National Building Controls Information Program
- ASERTTI Distributed Generation Protocols

Is there an unmet need in ag energy efficiency that an RD&D collaboration could meet?



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