

## Energy Efficiency: Creates Jobs in States while Reducing Consumer Bills

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The *American Clean Energy and Security Act of 2009* (“ACES” or “H.R. 2454”) includes many important energy efficiency provisions that have been largely overlooked in discussions and analyses of the bill thus far. The bill requires utilities to obtain 20% of their energy through a combination of renewable energy and energy efficiency by 2020, with energy efficiency allowed to meet up to 8% of the 20% goal. Other energy efficiency provisions would produce savings through improved building codes and retrofits, and appliance standards.

ACEEE has analyzed benefits of these energy efficiency provisions and looked at three provisions to improving the energy efficiency in the legislation by including a stand-alone energy efficiency resource standard (EERS) requiring 10% cumulative savings by 2020, directing one-third of electric local distribution company allowances to energy efficiency, and sustaining State Energy and Environmental Development funding at 9.5% of allowance revenue through 2030.

ACES with these enhancements would in 2030:

- save American consumers an average of \$832 per household
- create over 1 million jobs
- reduce carbon dioxide emissions by over 900 MMT

These consumer household savings would, for every state, far more than offset the cost of cap-and-trade as estimated by the Congressional Budget Office (a national estimate).

The energy efficiency enhancements to ACES would result in the creation of 71% more jobs nationwide and an additional 70% in net consumer savings per household in 2030. These 2030 energy savings would produce the equivalent of the output from 512 power plants or from taking 159,772,000 cars off the road.

While all states show significant increases in jobs and net consumer savings per household, there is significant variation among the states. This variation can best be seen in the net consumer savings per household, which normalize a number of these parameters. While most states have per household savings in 2020 ranging from \$150–350, there are some outliers, mostly at the high end. Most of the states with high savings have larger than average energy consumption (and savings opportunities) in the commercial, industrial, and transportation sectors. More generally, this variation results from variations in energy prices and the relative energy intensity per household, combined with the presence of a significant state EERS. States with higher energy prices and/or greater energy use per household like Wyoming tend to have higher savings. For jobs, the number of jobs generated roughly correlate with population.

The summary table on the next page presents net jobs created, annual energy savings, annual net consumer savings, and cumulative CO<sub>2</sub> for each state (plus D.C.). A copy of ACEEE’s full report and fact sheets on impacts in each state can be downloaded at: <http://www.aceee.org/energy/national/50states.htm>.

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### ***About the American Council for an Energy-Efficient Economy (ACEEE)***

ACEEE is a nonprofit organization dedicated to advancing energy efficiency as a means of promoting economic prosperity, energy security, and environmental protection. For more information, see <http://www.aceee.org>. ACEEE fulfills its mission by:

- Conducting in-depth technical and policy assessments
- Advising policymakers and program managers
- Working collaboratively with businesses, public interest groups, and other organizations
- Organizing conferences and workshops
- Publishing books, conference proceedings, and reports
- Educating consumers and businesses

Support for our work comes from a broad range of foundations, governmental organizations, research institutes, utilities, and corporations.

2020	ACES				2030	ACES				2020	ACES with Enhanced Efficiency				2030	ACES with Enhanced Efficiency			
	Annual Net Jobs Created	Annual Energy Savings (in quads)	Annual Net Consumer savings (2007\$/household)	Cumulative CO2 Savings (in MMT)		Annual Net Jobs Created	Annual Energy Savings (in quads)	Annual Net Consumer savings (2007\$/household)	Cumulative CO2 Savings (in MMT)		Annual Net Jobs Created	Annual Energy Savings (in quads)	Annual Net Consumer savings (2007\$/household)	Cumulative CO2 Savings (in MMT)		Annual Net Jobs Created	Annual Energy Savings (in quads)	Annual Net Consumer savings (2007\$/household)	Cumulative CO2 Savings (in MMT)
National	383,800	4.65 \$	215	296	National	607,200	8.39 \$	486	506	National	569,200	7.66 \$	283	480	National	1,035,500	15.69 \$	832	959
Alabama	5,000	0.11 \$	289	7.9	Alabama	6,900	0.17 \$	509	11	Alabama	8,200	0.19 \$	347	13	Alabama	13,100	0.35 \$	947	22
Alaska	700	0.02 \$	483	1.5	Alaska	800	0.05 \$	1,149	3	Alaska	1,000	0.03 \$	829	2	Alaska	1,300	0.08 \$	2,060	5
Arizona	8,000	0.09 \$	204	5.5	Arizona	11,800	0.15 \$	420	10	Arizona	13,300	0.16 \$	252	9	Arizona	21,900	0.32 \$	795	19
Arkansas	3,700	0.06 \$	273	3.9	Arkansas	4,600	0.10 \$	500	6	Arkansas	5,600	0.11 \$	340	6	Arkansas	8,100	0.20 \$	870	11
California	38,900	0.27 \$	137	18.3	California	68,500	0.59 \$	368	37	California	66,200	0.45 \$	209	30	California	121,500	1.01 \$	639	68
Colorado	7,100	0.06 \$	158	3.3	Colorado	11,300	0.13 \$	409	7	Colorado	11,000	0.11 \$	218	8	Colorado	18,700	0.25 \$	726	13
Connecticut	5,200	0.05 \$	240	3.6	Connecticut	9,100	0.11 \$	677	8	Connecticut	8,900	0.07 \$	349	6	Connecticut	15,900	0.17 \$	1,082	13
Delaware	1,000	0.02 \$	271	1.2	Delaware	1,900	0.04 \$	792	3	Delaware	1,800	0.03 \$	450	2	Delaware	3,400	0.08 \$	1,421	5
District of Columbia	1,100	0.02 \$	511	1.5	District of Columbia	2,000	0.05 \$	1,146	3	District of Columbia	1,900	0.04 \$	809	2	District of Columbia	3,600	0.08 \$	1,893	5
Florida	20,600	0.29 \$	229	17.4	Florida	32,600	0.45 \$	596	27	Florida	38,800	0.49 \$	296	30	Florida	69,100	0.91 \$	742	56
Georgia	13,300	0.18 \$	276	12.5	Georgia	19,300	0.28 \$	324	18	Georgia	21,400	0.31 \$	340	20	Georgia	34,500	0.55 \$	891	35
Hawaii	1,000	0.02 \$	322	2.1	Hawaii	1,900	0.04 \$	876	5	Hawaii	2,100	0.03 \$	604	4	Hawaii	4,100	0.07 \$	1,825	10
Idaho	2,200	0.03 \$	226	1.4	Idaho	2,900	0.06 \$	531	3	Idaho	3,300	0.04 \$	275	2	Idaho	4,900	0.10 \$	872	5
Illinois	20,000	0.17 \$	193	9.7	Illinois	33,300	0.35 \$	528	19	Illinois	30,400	0.27 \$	252	16	Illinois	52,200	0.61 \$	822	34
Indiana	8,900	0.16 \$	287	11.8	Indiana	11,900	0.24 \$	537	15	Indiana	13,000	0.25 \$	314	17	Indiana	19,500	0.46 \$	888	27
Iowa	4,300	0.05 \$	211	2.8	Iowa	5,800	0.09 \$	475	5	Iowa	6,200	0.08 \$	282	5	Iowa	9,200	0.18 \$	817	10
Kansas	3,700	0.06 \$	261	4.4	Kansas	5,700	0.11 \$	573	7	Kansas	5,600	0.10 \$	319	7	Kansas	9,200	0.21 \$	945	12
Kentucky	4,800	0.11 \$	251	8.0	Kentucky	6,200	0.16 \$	458	10	Kentucky	7,400	0.19 \$	275	13	Kentucky	10,900	0.34 \$	833	20
Louisiana	2,800	0.11 \$	318	6.5	Louisiana	4,000	0.16 \$	541	9	Louisiana	4,700	0.17 \$	383	10	Louisiana	7,600	0.30 \$	935	18
Maine	1,600	0.03 \$	245	1.8	Maine	2,500	0.06 \$	611	4	Maine	2,600	0.04 \$	415	3	Maine	4,300	0.10 \$	1,100	7
Maryland	8,600	0.07 \$	190	4.5	Maryland	14,500	0.15 \$	525	9	Maryland	14,600	0.11 \$	279	7	Maryland	26,200	0.26 \$	883	18
Massachusetts	9,000	0.08 \$	189	5.3	Massachusetts	16,800	0.17 \$	573	11	Massachusetts	15,200	0.11 \$	274	8	Massachusetts	28,600	0.27 \$	904	21
Michigan	12,800	0.12 \$	156	6.9	Michigan	22,800	0.28 \$	456	14	Michigan	19,600	0.18 \$	211	10	Michigan	35,400	0.44 \$	687	25
Minnesota	7,500	0.07 \$	178	4.0	Minnesota	12,100	0.15 \$	467	8	Minnesota	11,400	0.11 \$	240	6	Minnesota	19,300	0.26 \$	719	14
Mississippi	3,100	0.06 \$	278	3.8	Mississippi	4,100	0.10 \$	493	6	Mississippi	5,100	0.11 \$	378	7	Mississippi	7,800	0.19 \$	922	12
Missouri	8,400	0.13 \$	237	9.2	Missouri	11,900	0.20 \$	464	13	Missouri	12,800	0.21 \$	265	13	Missouri	19,900	0.39 \$	736	22
Montana	1,400	0.02 \$	317	1.5	Montana	1,800	0.05 \$	702	3	Montana	2,100	0.05 \$	476	3	Montana	3,100	0.10 \$	1,347	6
Nebraska	2,800	0.04 \$	260	2.6	Nebraska	3,400	0.08 \$	524	4	Nebraska	4,100	0.07 \$	332	4	Nebraska	5,800	0.15 \$	897	8
Nevada	3,200	0.04 \$	241	2.5	Nevada	4,500	0.08 \$	528	5	Nevada	4,900	0.08 \$	398	5	Nevada	7,800	0.16 \$	1,064	10
New Hampshire	1,700	0.02 \$	231	1.6	New Hampshire	3,000	0.05 \$	653	4	New Hampshire	2,900	0.04 \$	377	3	New Hampshire	5,300	0.09 \$	1,156	6
New Jersey	12,300	0.12 \$	258	8.5	New Jersey	21,300	0.25 \$	670	16	New Jersey	19,400	0.21 \$	419	15	New Jersey	34,500	0.41 \$	1,101	30
New Mexico	3,000	0.03 \$	241	2.1	New Mexico	3,400	0.06 \$	466	3	New Mexico	4,300	0.05 \$	337	3	New Mexico	5,800	0.13 \$	868	7
New York	29,700	0.20 \$	177	13.9	New York	53,900	0.44 \$	544	29	New York	48,100	0.28 \$	244	21	New York	87,900	0.67 \$	806	57
North Carolina	10,900	0.14 \$	207	8.9	North Carolina	16,800	0.23 \$	373	14	North Carolina	18,700	0.24 \$	246	15	North Carolina	31,900	0.47 \$	664	21
North Dakota	800	0.02 \$	300	1.0	North Dakota	1,000	0.04 \$	707	2	North Dakota	1,300	0.05 \$	511	3	North Dakota	1,800	0.11 \$	1,566	5
Ohio	16,400	0.14 \$	183	9.0	Ohio	26,000	0.28 \$	469	17	Ohio	24,900	0.23 \$	244	14	Ohio	41,700	0.54 \$	744	31
Oklahoma	4,500	0.09 \$	285	5.2	Oklahoma	6,100	0.14 \$	526	8	Oklahoma	6,800	0.13 \$	328	8	Oklahoma	10,400	0.26 \$	860	14
Oregon	5,300	0.05 \$	175	2.8	Oregon	7,600	0.10 \$	409	5	Oregon	8,600	0.08 \$	239	4	Oregon	13,900	0.18 \$	690	10
Pennsylvania	17,600	0.23 \$	236	15.7	Pennsylvania	28,000	0.38 \$	558	24	Pennsylvania	27,200	0.35 \$	269	23	Pennsylvania	45,600	0.67 \$	903	43
Rhode Island	1,800	0.02 \$	135	0.5	Rhode Island	3,600	0.05 \$	900	4	Rhode Island	2,900	0.03 \$	158	1	Rhode Island	5,600	0.08 \$	1,407	6
South Carolina	5,000	0.10 \$	266	7.3	South Carolina	7,300	0.16 \$	482	10	South Carolina	8,400	0.17 \$	308	11	South Carolina	14,000	0.29 \$	835	19
South Dakota	1,300	0.02 \$	286	1.1	South Dakota	1,600	0.04 \$	659	2	South Dakota	1,900	0.04 \$	432	2	South Dakota	2,800	0.08 \$	1,146	4
Tennessee	7,700	0.11 \$	226	7.9	Tennessee	11,000	0.18 \$	441	11	Tennessee	12,500	0.21 \$	280	14	Tennessee	20,100	0.38 \$	777	23
Texas	19,900	0.32 \$	246	20.2	Texas	28,400	0.53 \$	443	31	Texas	33,300	0.59 \$	321	36	Texas	54,400	1.15 \$	904	70
Utah	4,200	0.05 \$	261	2.5	Utah	5,300	0.09 \$	542	4	Utah	6,000	0.08 \$	315	4	Utah	8,500	0.17 \$	987	8
Vermont	800	0.02 \$	305	1.2	Vermont	1,300	0.04 \$	835	3	Vermont	1,400	0.02 \$	485	2	Vermont	2,400	0.06 \$	1,375	4
Virginia	10,300	0.11 \$	197	6.2	Virginia	15,900	0.20 \$	421	11	Virginia	16,800	0.18 \$	221	10	Virginia	28,400	0.38 \$	690	20
Washington	8,500	0.08 \$	153	4.1	Washington	13,500	0.16 \$	386	8	Washington	14,100	0.13 \$	200	7	Washington	24,400	0.30 \$	644	15
West Virginia	1,900	0.05 \$	237	3.8	West Virginia	2,700	0.09 \$	521	6	West Virginia	2,900	0.10 \$	288	6	West Virginia	4,500	0.21 \$	1,031	11
Wisconsin	8,700	0.08 \$	191	5.1	Wisconsin	13,900	0.16 \$	483	9	Wisconsin	13,400	0.13 \$	249	9	Wisconsin	22,500	0.29 \$	825	18
Wyoming	900	0.03 \$	574	1.8	Wyoming	700	0.05 \$	950	3	Wyoming	1,200	0.06 \$	766	3	Wyoming	1,200	0.12 \$	2,148	6