

Energy Savings, Improved Health, and Happier Tenants: The Triple-Bottom-Line of Multifamily Efficiency

Moderator:

Rachel Cluett, American Council for an Energy-Efficient Economy

Speakers:

Rebecca Schaaf, Stewards of Affordable Housing for the Future Ruth Ann Norton, Green and Healthy Homes Initiative Deborah Philbrick, Elevate Energy

- How are benefits being incorporated into regulatory cost effectiveness testing and program planning?
- 2. How are benefits being used to sell energy efficiency projects and increase program participation?
- 3. How are benefits being used to engage other partners in energy efficiency work?



Do the energy efficiency program benefits outweigh the costs?

	Participant Cost Test	RIM Test	Utility Cost Test	TRC Test	Societal Cost Test
Energy Efficiency Program Benefits:					
Avoided Energy Costs		Yes	Yes	Yes	ſes
Avoided Capacity Costs		Yes	Yes	Yes	`es
Avoided Transmission and Distribution Costs		Yes	Yes	Yes	Yes
Wholesale Market Price Suppression Effects		Yes	Yes	Yes	Ys
Avoided Cost of Environmental Compliance		Yes	Yes	Yes	Y s
Non-Energy Benefits (utility)		Yes	Yes	Yes	Y s
Non-Energy Benefits (participant)	Yes			Yes*	Y s*
Non-Energy Benefits (societal)					Ys
Customer Bill Savings	Yes				
Energy Efficiency Program Costs:					
Program Administrator Costs		Yes	Yes	Yes) es
EE Measure Cost: Program Financial Incentive		Yes	Yes	Yes	(es
EE Measure Cost: Participant Contribution	Yes			Yes	Yes
Lost Revenues to the Utility		Yes			

Source: Resource Value Framework

The Problem: Tests are designed to include multiple benefits of energy efficiency, but in practice benefits are underestimated or entirely neglected.



An imbalanced cost effectiveness test doesn't accurately assess whether programs are in the public interest

Participant costs

 \$ contribution to energy efficiency project

Participant benefits

- Energy savings
- Water and sewer savings
- Reduced operations and maintenance costs
- Increased tenant comfort
- Reduced vacancy rate



Resources

Cluett and Amann. Multiple Benefits of Multifamily Energy Efficiency for Cost-Effectiveness Screening. June 16, 2015. <u>http://aceee.org/multiple-benefits-multifamily-energy-efficiency</u>

Russell, Baatz, Cluett and Amann. Recognizing the Value of Energy Efficiency's Multiple Benefits. Dec 2, 2015. <u>http://aceee.org/research-report/ie1502</u>

National Efficiency Screening Project. 2014. The Resource Value Framework: Reforming Energy Efficiency Cost-Effectiveness Screening. Washington, DC. National Home Performance Council. <u>http://www.homeperformance.org/policy-research/advocacy/about-resource-value-framework</u>



Rachel Cluett | rcluett@aceee.org | 202-507-4035