

"Sweet Dreams Are Made of This"

Opportunities Presented by Utility Public Benefit Funds

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Background

Edison in the Energy Efficiency "Business" Since Late 1970s

-Programs funded through customer rate surcharge

-Subject to approval and adoption by the California Public Utilities Commission

Recent History of California Public Purpose Funds

 In 1998, a public goods charge instituted for all customers based on consumption to fund public purpose programs





Background continued

-Funding levels for public purpose programs predetermined by state legislators

Energy Efficiency part of the public purpose programs (other programs include low income, renewables, RD&D)

-CPUC sets forth energy efficiency policy direction and provides program oversight

-Investor-owned utilities collect and administer energy efficiency programs within their respective service territories





Background continued

Allocation of 2003 Funds -Statewide PGC Funding Level -- \$202,000,000

-Edison PGC Funding Level -- \$66,395,000

Residential New Construction: Residential Retrofit: Nonresidential New Construction: Nonresidential Retrofit: Cross-cutting: Statewide Marketing: \$ 5,000,000
\$15,295,000
\$ 8,900,000
\$ 24,100,000
\$ 9,750,000
\$ 3,350,000





Background continued

California Energy Crisis – AB970 -Construction of New Power Plants

-Larger Investment in Energy Efficiency and Conservation

-Expeditiously Reduce Peak Electricity Consumption

-California Energy Commission (CEC) conducted emergency rulemaking leading to amendments to the California Building Efficiency Standards (Title 24)





ENERGY STAR®

ENERGY STAR® New Homes Partner Since 1998

-Edison's Long-Standing Commitment to Promote the Benefits of Energy Efficiency

-Increased Customer Awareness Due to Energy Crisis

-Resulted in Increased Demand for ENERGY STAR®





ENERGY STAR®

California Investor-Owned Utilities (IOU)

-Margin needed changing due to revisions to California's Building Energy Codes (Title 24)

-Minimum Standards for ENERGY STAR® in CA Increased to Exceed New Title 24 Baseline -15% Better Than Title 24 -Up to 50% Better Than 93 MEC

-2002 California ENERGY STAR® New Homes Program (CESNHP)

-Meeting the needs of the building industry, regulatory community, and homeowners through one consistent statewide program

-11,529 Single Family Units -9,900 Multifamily Units





Emphasis in New Construction

- -Need For Robust HERS Industry
 - -164,000 Single and Multifamily Housing Starts in 2002
 - -Forecasted Increase of 3.6% in 2003
 - -CA Building Activity Represents 9.5% of National Total

-CEC-Approved HERS Providers for Title 24 Verification and Diagnostics

> -Duct leakage, reduced air infiltration, ACCA Manual D Duct Design, duct surface area, ducts in conditioned space, refrigerant and airflow testing, Thermostatic Expansion Valves (TXV)

-5,500 Homes Verified For Compliance in 2002





HERS continued

-ENERGY STAR® Verification

-Only Performed By CEC-Approved HERS Providers

-Perform Verifications on Measures Specified to Meet EPA Program Requirements

-Over 21,000 ENERGY STAR® Homes Statewide in 2002

-Rater Industry

-California Home Energy Efficiency Rating System (CHEERS) Only CEC-Approved Provider

-300 Raters Statewide

-Areas With 95% of Building Activity Have At Least One Rater Per Jurisdiction (over 500 Building Departments)



For More Information

California ENERGY STAR ® New Homes Program

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HERS Rater Information

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