Full CAEECC Quarterly Meeting

California Public Utilities Commission

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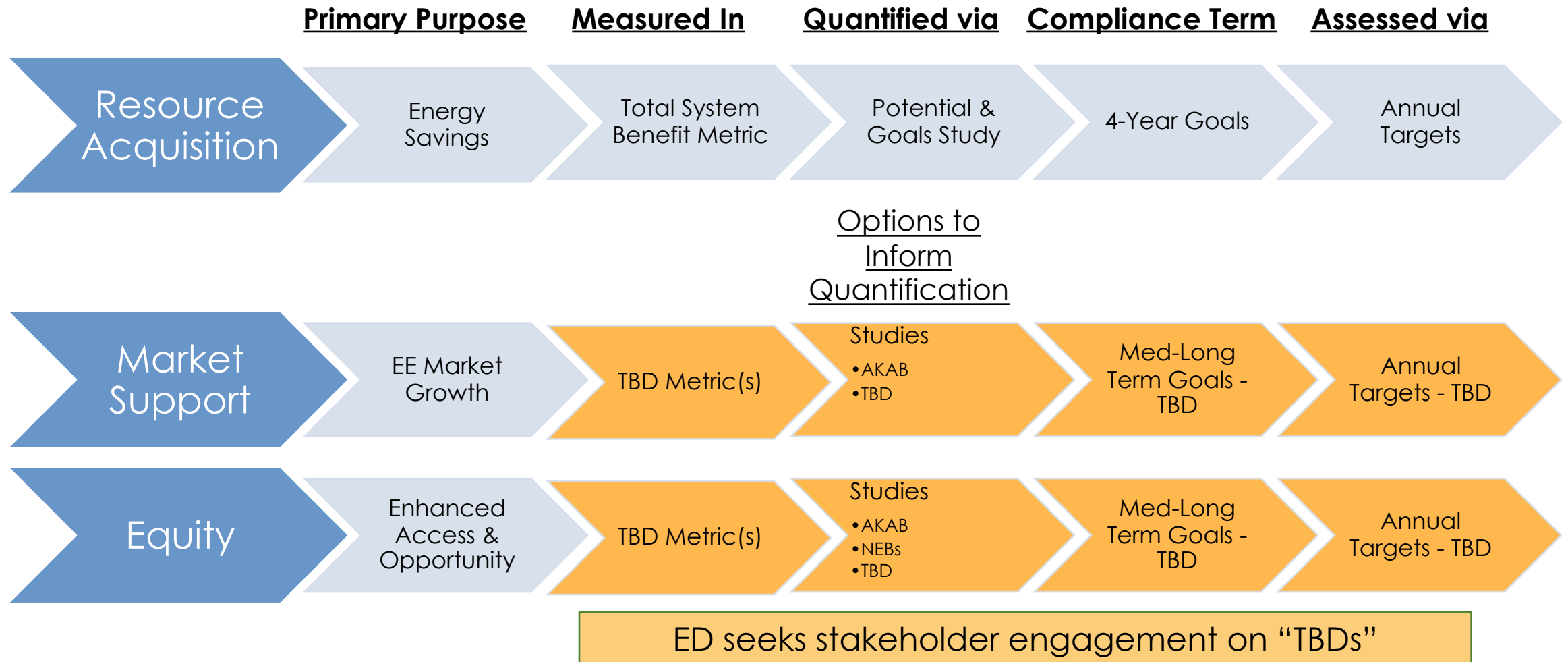
Energy Division

September 20, 2023

California Public
Utilities Commission

CPUC Energy Efficiency Goals

	Primary Purpose	Measured In	Quantified via	Compliance Term	Assessed via
Resource Acquisition	Energy Savings	Total System Benefit Metric	Potential & Goals Study	4-Year Goals	Annual Targets
			Options to Inform Quantification		
Market Support	EE Market Growth	TBD Metric(s)	Studies •AKAB •TBD	Med-Long Term Goals - TBD	Annual Targets - TBD
Equity	Enhanced Access & Opportunity	TBD Metric(s)	Studies •AKAB •NEBs •TBD	Med-Long Term Goals - TBD	Annual Targets - TBD

ED seeks stakeholder engagement on "TBDs"

For Consideration: CAEECC Input on Market Support and Equity Goal Development

Background:

Decision 23-06-055 requires a <u>joint PA</u> Tier 3 Advice Letter due March 1, 2025 that:

a) Defines the process for proposing and adopting long-term market support and equity goals.

b) Defines options for 2-3 goal constructs each for market support and equity segments, where a construct describes how to recognize success by:

  i.   Demonstrating alignment with objectives;

  ii.   Identifying which metric(s) or indicator(s) should be used for goals;

  iii. Whether goals should be set statewide, by territory, or by portfolio administrator;

  iv.   Anticipated timeline for goal achievement; and

  v.   Necessary baseline information.

c) Defines what study or studies process is necessary to quantify goals, and proposes a budget for each study that is capped by the $1 million set aside from the IOU EM&V budgets, as directed by Decision

Background (cont.)

Decision 23-06-055 states that goals should have the following characteristics:

- Include a medium to long term (i.e., 12-24 years) timeframe, and be broken into four-year increments;

- Be based on known baselines;

- Be high priority metric(s), a score or ratio, or single monetary value (or equivalent);

- Count total progress toward market support and equity goals from all programs in the portfolio, irrespective of which segment the program is within; and

- Facilitate setting targets for metrics demonstrating incremental progress toward meeting goals.

- The goals should also apply to all PAs, including RENs and CCAs.

For CAEECC Stakeholder Consideration:

What activity on the topic of MS&E goals, if any, should CAEECC and/or CAEECC WGs undertake and/or include in the Prospectus?

Potential CAEECC Entry Points (this list is not exhaustive):

Full CAEECC - recommendations on priorities for goal development

Evolving CAEECC WG - recommendations to PAs, CAEECC, and/or CAEECC MS&EWG on priorities for goal development

CAEECC MS&EWG -

- Recommendations on priorities for:
    - Higher level goal development
    - Options for goal constructs, methods, metrics, timeframes, quantification approaches, stakeholder engagement, process, procedure, enforcement, studies, or other element of goal development
    - Indicators that could be converted to metrics with targets to reach goals
- Review and Provide feedback on:
    - PAs' Draft goal constructs and proposed process
    - PAs' T3AL - Feedback could be informal or via proceeding (e.g. assessment of goal feasibility, meaningfulness, scope, timeframe, evaluability, or other)

Note: Whether and what activities CAEECC decides to engage in with respect to goal development could impact recruitment for the MS&E Working Group.