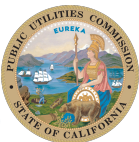


Guidance and Templates development for EE 2024-2032 applications

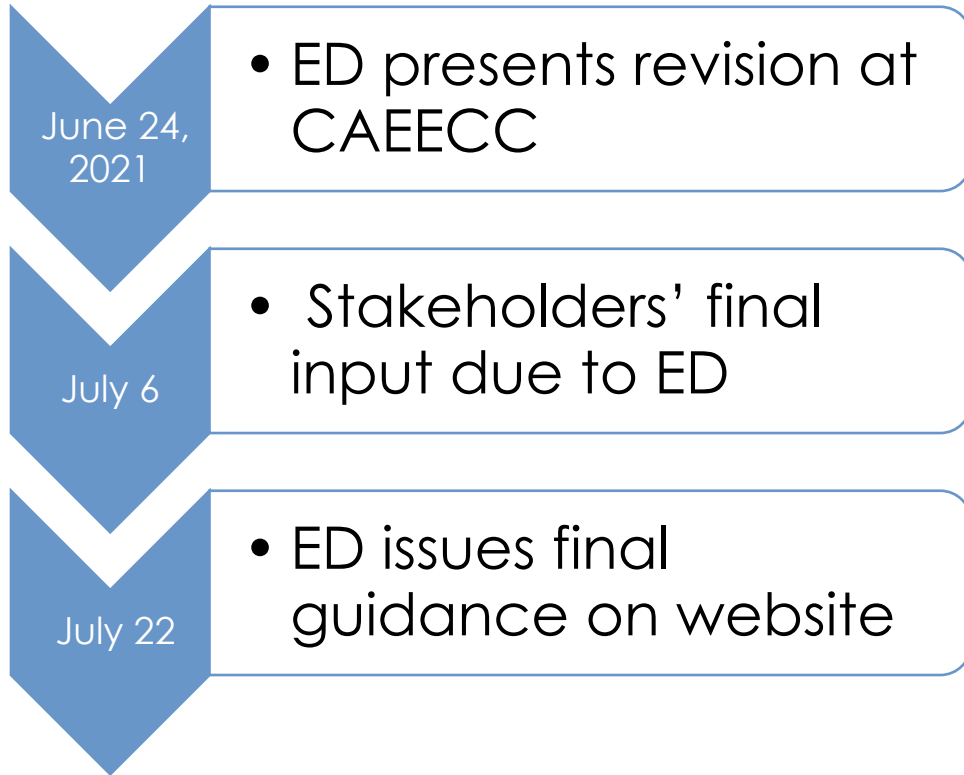
Alison LaBonte, Ph. D.
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Energy Efficiency Branch
Energy Division, CPUC



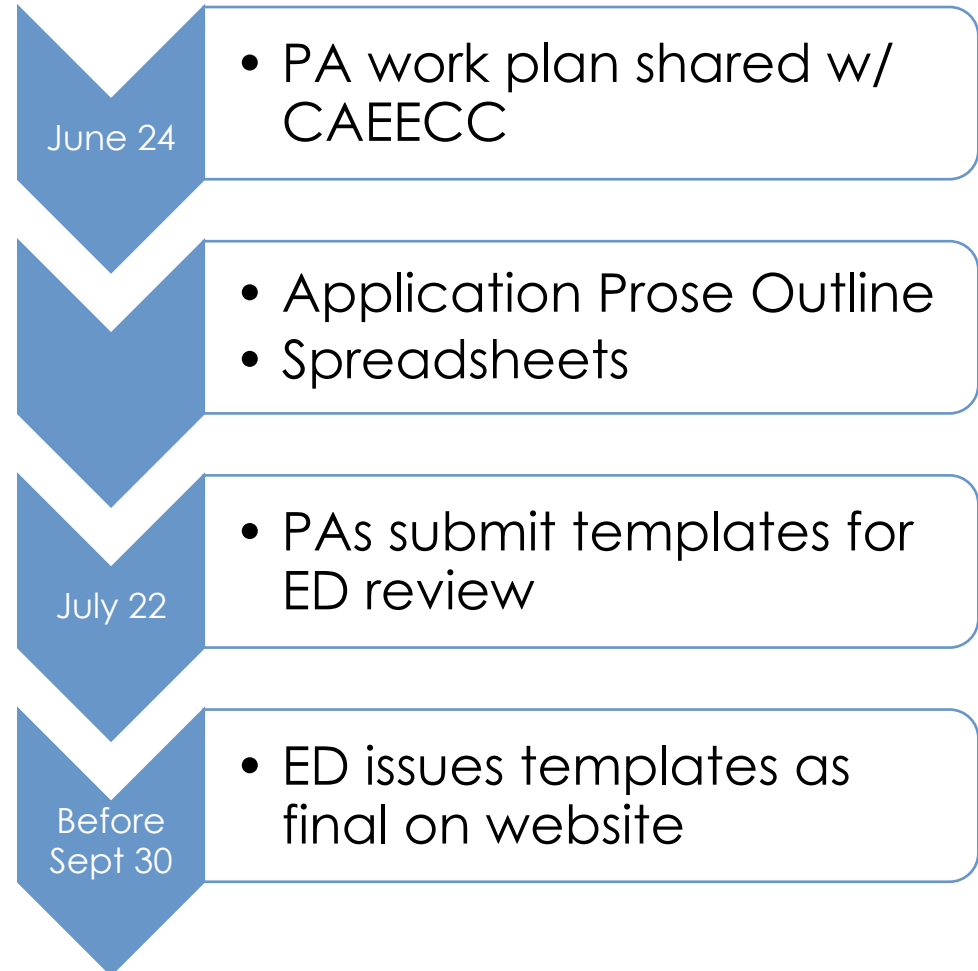
California Public
Utilities Commission

Work plan

Guidance (D.21-05-031 Attachment A)



Templates, to adhere to guidance



Attachment A (D. 21-05-031)

Part 1: Strategic Business Plan

- Program Administrator (PA) 8 year high level summary and budget
- Desired outcomes of portfolio, strategies, and alignment with statute and CPUC mandates
- Chapters by Sector and Segment
- Coordination across service region (overlapping PA), statewide and local, other ratepayer programs, roles of PA vs. third party implementer
- Connect Strategic Plan Outcomes with 4-year application metrics

Part 2: Four-Year Portfolio

- Budget distribution and program identification among sectors and segments
- Goals, performance metrics, cost-effectiveness, and reasonableness demonstration
- Course correction strategy
- Solicitation schedule
- Coordination and stakeholder input: account for overlaps, customer perspective, environmental and social justice, and stakeholder input on the application

To date- Input received from

- IOUs
- RENS
- CCAs
- California Public Advocates Office
- California Efficiency-Demand Management Council

Changes to the Guidance

Topic	Revision Location	June 24 Revision
Document Elements	Application Guidance	Removes the word “Template” from heading to describe this document. This is not a template or a specific order to the Business Plan or Application. This document identifies information needed for EE portfolio screening.
Policy Alignment	Application Guidance	Addition of “greenhouse gas reduction” as a policy objective
Unique aspects of PA territories	Strategic Bus. Plan: Portfolio Overview	Addition of description of significant climate, or other characteristics in specific markets that can positively or negatively impact achievement of EE goals.
Innovation	Strategic Bus. Plan: Portfolio Overview	Addition of methods to spur advancement of the EE market through new or enhanced relationships and partnerships, adoption of advanced technologies, and stronger alignment with multiple markets.

Changes to the Guidance

Topic	Revision Location	June 24 Revision
Portfolio Alignment	Strategic Bus. Plan Chapters	Clarification of the need for sector- and segment-specific elements to align with portfolio objectives
Budget distributions over 8 years	Strategic Bus. Plan Chapters	Clarification of the need for sector and segment budgets for the 8 year period, and the rationale for their distribution
PA Coordination in Business Plans	Strategic Bus Plan Chapters: Coordination	Deletion of description of complementary services by PAs with overlapping service territory. Information is also requested in 4-Year Portfolio Application.
Zero-Based Budgeting	4-Year Port Application: Reasonableness of Budget	Addition of inclusion of quantitative contributions toward portfolio, segment, and sector goals/outcomes
Portfolio Description	4-Year: Reasonableness of Budget	Addition of program descriptions, their rationale for inclusion, and how they relate to portfolio, sector, and segment goals and budget

Changes to the Guidance

Topic	Revision Location	June 24 Revision
Portfolio Description	4-Year: Reasonableness of Budget	Addition of a Snapshot of the PA's current portfolio and descriptions of and rationale for significant changes planned in this application.
Metrics	4-Year: Reasonableness of Budget	Clarification that PAs are to use the metrics developed by CAEECC Market Support and Equity segment Working Groups
Portfolio Management	4-Year: Portfolio Management	Addition of bullets related to: cost recovery, portfolio optimization, risk management, need for flexibility,
Third Party Solicitation	4-Year: Port. Management - 3 rd Party Solicitation	Addition of bullets related to: scope and schedule of solicitations, procurement methods, engagement with a diversity of organizations, risk mitigation and distribution, and stakeholder engagement.
Coordination	4-Year: Coordination and stakeholder input	Clarifications of necessity to reduce duplication of efforts, align portfolio goals and outcomes with state greenhouse gas reduction goals, and customer data.

Additional input?

- Final input due to Energy Division July 6, 2021