



2024 Annual Report

ROUNDTABLE SERIES

VPP LIFT-OFF WORKSHOPS

STEERING COMMITTEE

ACTIVE EFFICIENCY COLLABORATIVE:

ALLIANCE LEADERSHIP

INTRODUCTION TO ACTIVE EFFICIENCY

2023 was an energetic and pivotal year for the Active Efficiency Collaborative, registering the most productive period to date to scale-up adoption of active efficiency technologies. The Alliance used the year to push for the inclusion and expansion of active efficiency policy in the implementation of the <u>Inflation</u> <u>Reduction Act (IRA)</u> and the <u>Infrastructure Investment Jobs Act (IIJA)</u>; and the Alliance developed a series of roundtables throughout the year to jumpstart and commence active efficiency policy development.

In the final quarter of 2023, Collaborative members answered the call from the <u>Department of Energy's VPP Lift-Off Report</u>, and began constructing the framework for policy development to drive demand flexibility and virtual power plant (VPP) market scale-up and adoption.

To move the work forward in 2024, the Collaborative will rely on research efforts conducted inside the Energy 2040 initiative, including the Lawrence Berkeley National Laboratory (LBNL)-Brattle Group study, <u>U.S. Building Sector</u> <u>Decarbonization Scenarios to 2050</u>; Additional Brattle Group research and analysis from the Energy 2040 Phase II Research Scope of Work; the Energy 2040 policy roadmap; <u>U.S. Department of Energy Virtual Power Plant Lift-Off Report</u>; and other resources, including but not limited to the Alliance to Save Energy White Paper funded by Carrier, <u>Demand is the New Supply: Affordable Grid Stability Through</u> Demand-Side Solutions, which was completed by DNV.

From the Experts

LBNL-Brattle: "Demand-side solutions in the US building sector could achieve deep emissions reductions and avoid over \$100 billion in power sector costs."

DOE-VPP Lift-Off Report: "Deploying 80-160 GW of VPPs by 2030 to help address national capacity needs could save on the order of \$10B in annual grid costs and will direct grid spending back to electricity consumers."

DNV- Demand is the New Supply: "As the energy landscape grapples with the challenges of environmental sustainability, technological evolution, and increasing energy demands, the need to effectively manage grid load is increasingly apparent. Demand-side solutions not only address these challenges but do so in a way that is both cost-effective and environmentally responsible."







ROUNDTABLE SERIES

VPP LIFT-OFF WORKSHOPS

STEERING COMMITTEE

ACTIVE EFFICIENCY COLLABORATIVE:

ALLIANCE LEADERSHIP





THE 2023 ACTIVE EFFICIENCY ROUNDTABLE SERIES

Charting the Course for the Next Generation of Energy Efficiency Policy

Roundtable 1: Existing Investments in Demand Flexibility

Roundtable 1 was conducted in February 2023 with the objective to define the landscape of existing Active Efficiency technologies and their penetration in relevant U.S. markets. U.S. Department of Energy Deputy Director of the Buildings Technology Office (BTO), Ram Narayanamurthy led the discussion prioritizing federal policy.

Roundtable 2: What's Happening in the States?

Following a federal action discussion in February, the Active Efficiency Collaborative next gathered in March to identify state activity in active efficiency, focusing on demand flexibility and grid-interactive buildings (GEBs) technologies. Jeff Loiter, Technical Director, CPI - NARUC, and Elliott Nethercutt, Principal Regulatory Policy Specialist, NARUC, presented.

Roundtable 3: Equity in Active Efficiency

Pairing equity policy with Active Efficiency policy development will be critical as the Collaborative identifies legislative and regulatory frameworks to guide scale-up of demand flexibility, virtual power plants, and other Active Efficiency technologies. Applying these technologies to the energy transition will be critical in meeting emissions and grid reliability targets, and policies must be in place to ensure that early access is provided for low-income and disadvantaged communities. Presenters at the Equity in Active Efficiency Roundtable included: Craig Smith, Chief Customer Officer, Seattle City Lights; Mary Sprayragan, Global Head, Regulatory Affairs and Market Development, OPower; and Adam Farabaugh, Market Development Manager, presented.

Roundtable 4: Identifying and Developing Next Steps in Demand Flexibility

The Collaborative met again in June to articulate important next steps in scaling-up demand flexibility technologies. Adam Farabaugh, Market Development Manager, Uplight, led the discussion.

Roundtable 5: Demand Side Solutions: Advanced Technologies for a more Flexible Grid

This panel discussion of experts was moderated by Active Efficiency Chair, Bert Van Hoof, President & COO, Willow, and the discussion explored how demand flexibility contributes to a cleaner and more reliable grid. Panel members included: Jeffrey Loiter, Technical Director, CPI, National Association of Regulatory Utility Commissioners; Aaron Berndt, Head of Industry Partnerships, Google; Dr. Dena Jefferson, Director of Regulatory Affairs, Franklin Energy; Dr. Vanessa Chan, Chief Commercialization Officer, U.S. Department of Energy; Robert Horton, VP Environmental Affairs & Sustainability, Dallas Forth Worth International Airport

Roundtable 6: Introduction to VPP Lift-Off

In October, the Collaborative met to hear a presentation from David Nemtzow, Senior Advisor, of DOE Loan Program Office, VPPs, who presented on the recently released DOE VPP Lift-Off Report. Following David's presentation, Alliance staff proposed that the Collaborative workshop identified challenges to VPP Lift-Off, after which policy recommendations would be provided to DOE.

ROUNDTABLE SERIES

VPP LIFT-OFF WORKSHOPS

STEERING COMMITTEE

ACTIVE EFFICIENCY COLLABORATIVE:

ALLIANCE LEADERSHIP



ACTIVE EFFICIENCY VPP LIFT-OFF WORKSHOPS

The objective of the VPP Lift-Off Workshops is to use the DOE VPP Lift-Off Report as a springboard to accelerate the Collaborative's demand flexibility and VPP policy development efforts. The Collaborative is focusing on five key imperatives and challenges:

- 1 Expand DER Adoption with Equitable Benefits
- 2 Simplify VPP Enrollment
- 3 Increase Standardization in VPP Operations
- 4 Integrate Demand Flexibility and VPPs into Utility Planning and Incentives
- **5** Integrate VPPs into the Wholesale Markets

The Collaborative held its first workshop in November, followed by a second meeting in December, wherein the Collaborative identified Imperatives #3 and #5 as necessary priorities. Workshops will continue in 2024 and will culminate in a report of VPP Lift-Off Policy Recommendations.

The policy development work led by the Collaborative will be folded into the policy work of Energy 2040, and will also include strategies and incentives to accelerate adoption of other active efficiency technologies, including but not limited to grid-interactive efficient buildings (GEBs), digital twinning, lighting, windows and shading, and others. The Collaborative will also help lead in the development of related pay-fors.

To participate in policy development as a Collaborative member or as an Alliance Influencerlevel associate member, contact Alexia Jordan at ajordan@ase.org.

STEERING COMMITEE

Andrew McAllister

California Energy Commission Commissioner

Lee Smith Daikin US Vice President

DOE Senior Advisor (Virtual Power Plants)

Carolyn Snyder

DOE Deputy Assistant Secretary for Buildings and Industry

Mary Ann Piette

Associate Lab Director of the Energy Technologies Area Jeff Loiter NARUC Technical Director

David Terry

NASEO Executive Director

Kevin Self Schneider Electric Senior Vice President Strategy, Business Development & Government Affairs

Kenneth Shiver

Southern Company Chief Economist, Director of Planning, Regulatory & Strategy Support



ROUNDTABLE SERIES

VPP LIFT-OFF WORKSHOPS

STEERING COMMITTEE

ACTIVE EFFICIENCY COLLABORATIVE:

ALLIANCE LEADERSHIP

ACTIVE EFFICIENCY COLLABORATIVE

Karen Harbert American Gas Association President & CEO

Mark Fowler Ameresco Sr. Director of Government Relations

Andrew McAllister California Energy Commission Commissioner

Gabriel Taylor California Energy Commission Sr. Engineer

Laura Castaneda California Energy Commission

Korinti Recalde Carrier Sr. Director (ESG)

Maura Brueger City of Seattle Director of Government & Legislative Affairs

Alex Buell Consolidated Edison (Con ED) Director, Portfolio Planning & Analysis

Alex Buell Consolidated Edison (Con ED) Director, Portfolio Planning & Analysis

Charlie McCrudden Daikin US Director, Government Affairs

Kelley Raymond Daikin US Sustainability Consultant

Lee Smith Daikin US Vice President

David Nemtzow DOE Sr. Advisor (Virtual Power Plants) **Avi Gopstein** DOE

Engineer & Technical Assistance Lead

Adam Cooper Edison Electric Institute Executive Director

Ross Olchyk Edison Electric Institute Government Affairs Sr. Adviser

Aaron Berndt Google Head of Energy Industry Partnerships

Jeff Hamel Google Sr. Director, Enterprise Partnerships

Michael Mernick ICF Sr. Vice President, Market Development & Strategic Partnerships

William Prindle ICF Vice President & Climate Center Sr. Fellow

Mark Lessans Johnson Controls Sr Director, Sustainability & Regulatory Affairs

Mary Ann Piette Lawrence Berkeley National Laboratory Associate Lab Director of the Energy Technologies Area

Samanvitha Murthy Lawrence Berkeley National Laboratory Scientific Engineering Associate (Energy Markets

Shaun Taylor Lutron Electronics Government Relations Supervisor

& Policy Department)

Kelly Kempf Michaels Energy

Product Development Manager

Jason Liechty Midwest Energy Efficiency Alliance Policy Director

Timothy Unruh NAESCO Executive Director

Danielle Sass Byrnett NARUC Director of the Center for Partnerships & Innovation

Jeff Loiter NARUC Technical Director

David Terry NASEO Executive Director

Rodney Sobi NASEO vSr. Policy Director

Helen Burt National Grid Chief Customer Officer

Sarah Orban Salati National Grid Chief Commercial Officer (CCO)

Michael Erbesfeld NEMA Sr. Program Manager

John Cordi New York Power Authority Director, Dem& Flexibility & Virtual Power Plants

Doreen Harris New York State Energy Research & Development Authority President & CEO

Dennis Stiles Pacific Northwest National Laboratory Sector Lead, Energy Efficiency & Renewable Energy Rick Thigpen PSEG Sr. Vice President

Janet Kelly Puget Sound Energy Manager of Federal Government Affairs & Public Policy

Joshua Rasin Sacramento Municipal Utility District Manager of Technology Acceleration

Jeannie Salo Schneider Electric Director, Vice President, Government Relations

Kevin Self Schneider Electric Sr. Vice President Strategy, Business Development & Government Affairs

Amanda Corrado Schneider Electric Government Relations Advisor

Mona Sheth Schneider Electric Sr. Director, Infrastrucure Government Relations

Colm Otten Seattle City Light Portfolio Segment Manager, Solution Design & Management

Amanda Naiman Siemens Director, U.S. Communication

Kevin Poyck Signify President

Suzanne Frew Snohomish County PUD Sr Project Manager, Strategy and Emerging Technologies Cyrus Bhedwar

SEEA Director, Office of Sustainability Initiatives

Katie Sloan Southern California Edison Vice president

Brian Presnick Southern California Gas Director, Customer Contact Center

Donald Brundage Southern Company Principal Engineer

Kenneth Shiver Southern Company Chief Economist, Director of Planning, Regulatory & Strategy Support

Melissa Horton Southern Company Government Affairs Senior Director

Sarah Huttu TRC Companies Director, Strategy & Communications

Adam Farabaugh Uplight Senior Manager of Market Development

Neil Veilleux Uplight Senior Director of Market Development and Regulatory Innovation

Andrea Marr The Cadman Group Senior Vice President

Patrick Burges Willdan Vice President

Bert Van Hoof Willdan President & COO

ROUNDTABLE SERIES

VPP LIFT-OFF WORKSHOPS

STEERING COMMITTEE

ACTIVE EFFICIENCY COLLABORATIVE:

ALLIANCE LEADERSHIP

ALLIANCE TO SAVE ENERGY LEADERSHIP

Chair Clint Vince Dentons

Honorary Chair U.S. Sen. Jeanne Shaheen

Honorary Vice-Chairs U.S. Sen. Chris Coons

Honorary BOARD MEMBERS

U.S. Rep. Michael Burgess U.S. Sen. Susan Collins U.S. Rep. Mike Kelly U.S. Sen. Edward Markey U.S. Sen. Lisa Murkowski Former U.S. Rep. Bobby Rush U.S. Rep Paul Tonko U.S. Sen. Mark Warner U.S. Sen. Mark Warner U.S. Rep. Peter Welch U.S. Sen. Ron Wyden Kendeh Yumkella Former CEO Sustainable Energy for All

Officers

Phil Croskey MD Energy Advisors Carolyn Green EnerGreen Capital Management Paula Glover Alliance to Save Energy Board of Directors

Duane Baldwin TRC Companies Hannah Bascom Uplight Aaron Berndt Google Mark Berry Southern Company Erica Borggren ComEd Helen Burt National Grid U.S. Ralph Cleveland President & CEO Justin Driscoll New York Power Authority leff Feinberg Snohomish County Public Utility District Ashok Gupta Natural Resources Defense Council Jeff Hansbro DuPont Karen Harbert American Gas Association

Doreen Harris NYSERDA Bob Hinkle Metrus Jessica Hogle TVA Melanie Kenderdine Energy Futures Initiative Thomas Kuhn Edison Electric Insitute Thomas Lowery Legrand North America lim Matheson Natural Rural Electric Cooperative Association (NRECA) Andrew McAllister California Energy Commission Yvonne McIntyre PG&E Corp. Chanel Parson Southern California Edison Kevin Poyck Signify Adam Procell Zeplug

Kortini Recalde Carrier Curt Rich North American Insulation Manufacturers Association Craig Sharman Johnson Controls, Inc Aimee Skrzekut Southeast Energy Efficiency Alliance Mary Sprayregen Oracle Utilities (Opower) Rick (Richard) Thigpen PSEG Bert Van Hoof Willow, Inc.



STEERING COMMITTEE

BE A CATALYST FOR CHANGE: JOIN THE ACTIVE EFFICIENCY MOVEMENT

The journey toward a more sustainable and energy-efficient future hinges on embracing Active Efficiency. The Active Efficiency Annual Report illuminates the progress we've made, the obstacles we face, and the immense potential for future advancements. We invite you to explore this report and discover how you can contribute to this transformative movement.

Why Your Involvement Matters:

- Innovate: In an ever-evolving world, your innovative solutions and insights are crucial for driving advancements in Active Efficiency, leading to a sustainable and resilient future.
- Collaborate: Collaboration is key to achieving significant impact. By working together with industry leaders, policymakers, and communities, we can accelerate the adoption of Active Efficiency practices.
- Act: Your actions today are vital for shaping the energy landscape of tomorrow. Whether you're a business leader, a policymaker, an academic, or a concerned citizen, your engagement is essential.

How You Can Get Involved:

- Join the Conversation: Participate in our upcoming forums, webinars, and discussions. Share your insights and learn from others in the field.
- Partner with Us: Explore partnership opportunities with the Alliance to Save Energy. Together, we can develop and implement projects that make a real difference.
- Take Action: Implement Active Efficiency practices in your organization or community. Advocate for policies that promote energy efficiency and sustainability.
- Support Our Mission: Consider contributing to the Alliance to Save Energy. Your support enables us to continue our work and expand our reach.
- Become an Initiative Member: Express your interest in joining the Active Efficiency initiative by filling out this form. As a member, you'll have access to exclusive resources, networking opportunities, and the ability to directly impact the future of energy efficiency.
- Contact Us Directly: For more information or to express your interest in joining the initiative, please email Alexia Jordan, Manager of Stakeholder Relations, at ajordan@ase.org.

Together, We Can Achieve Active Efficiency

The Active Efficiency Annual Report is more than just a document; it's a call to action. It's an invitation to join a movement redefining energy efficiency for a sustainable future. We believe in the power of collective action and the impact we can make when we work together.

Join the conversation, partner with us, and let's build a brighter, more sustainable future—together.





Alexia Jordan Manager, Stakeholder Relations 201.655.8295 | ajordan@ase.org 607 14th Street NW, Suite 560 Washington, DC 20005 202.857.0666