YEAR ONE 2010 ANNUAL REPORT IN THE DECADE OF ENERGY EFFICIENCY



The Alliance strives to be the world's premier organization promoting energy efficiency to achieve a healthier economy, a cleaner environment and greater energy security. To achieve this goal, the Alliance:

LEADS WORLDWIDE ENERGY EFFICIENCY INITIATIVES in research, policy advocacy, education, technology deployment and communications that impact all sectors of the economy

PROVIDES VISION AND ACTIVISM through its board of directors, which includes leaders from business, government, the public interest sector and academia

INITIATES AND PARTICIPATES in public-private partnerships, collaborative efforts, and strategic alliances to optimize resources and expand its sphere of influence

EXECUTES ITS MISSION through a team of recognized energy efficiency experts and professionals



TABLE OF CONTENTS

LETTER FROM THE PRESIDENT	. 4
LETTER FROM THE HONORARY CHAIR	. 5
POLICY	. 6
EDUCATION	. 8
COMMUNICATIONS	10
INTERNATIONAL	12
BUILDINGS	14
INDUSTRY	16
UTILITIES	
SEEA	20
EVENTS	22
FINANCIAL OVERVIEVV	24
ALLIANCE ASSOCIATES	30
HONORARY CHAIRS & VICE-CHAIRS	32
ALLIANCE BOARD OF DIRECTORS	33

LETTER FROM THE PRESIDENT



Dear Friends:

With great pride in the Alliance to Save Energy, I present our 2010 Annual Report. The report details last year's accomplishments and financial performance, but that's not all. More than what we've done, this report shows who the Alliance really is.

The Alliance is the creativity and hard work of our staff. It is the passion and dedication of our Board. It is the strength and support of our Associates, allies and funders. Together in 2010, we — the collective group of all of us who are the Alliance to Save Energy -- made great strides in creating a more energy-efficient world.

The Alliance's influence and reputation grew tremendously along with our ranks. Across the last year and into the current one, we increased our staff by a whopping 70% — up from 55 full-time staff members at the end of 2009 to a cadre of 97 in 2011. We added 31 new Associates in 2010, reaching a total of 177. And, importantly, our Board continues to work steadfastly and strategically to improve the geographic, gender, political, business and ethnic diversity of its makeup with the result a more visibly diverse group that now embodies expertise in R&D, engineering, and finance alongside the many other disciplines already represented.

Leafing through the report, you will see — as do I — that 2010 marked major gains in energy efficiency, from adoption of new, historic model building energy codes to the creation of new coalitions and initiatives worldwide. We could not have seized the great opportunities of 2010 without your support and participation. On behalf of our organization, I thank you for helping us make 2010 a year to remember and a phenomenal opening to what we are striving to make "the decade of energy efficiency."

Looking ahead, we face a dramatically changed political and economic reality than the one we left in 2010. Making this "the decade of energy efficiency" has been complicated, and indeed compromised, by a new focus on deficit reduction and budget cutting and the extreme partisanship now rampant at all levels of government. While we opened and closed 2010 in remarkable fashion, it will be only with your continued, and increased, support and hard work that we will close this year and the rest of the decade in a similar fashion.

And, we must, as the stakes are higher than ever. Volatile energy prices coupled with growing world demand and the heated, global race to profit from a clean energy economy dictate that we redouble our efforts to make energy efficiency the first fuel of choice for the future. I urge you to join us in this noble cause and I look forward to working with you to deploy energy efficiency into every corner of the global economy!

Koteri Q. Cellalon

Kateri Callahan President, Alliance to Save Energy Septemeber, 2011

LETTER FROM THE HONORARY CHAIR



Dear Friends of the Alliance:

Today's economic and political challenges make clear the urgent need to take action on our nation's energy policy.

The world is on the verge of the biggest economic transformation since the Industrial Revolution. This transformation will hinge on a fundamental change in how we produce and use energy. Millions of new jobs in energy efficiency and other forms of clean energy will be created, but they will go to the countries that invest in them. America must be a global leader.

To strengthen our position on the world stage, we need to meet our energy challenges head-on, and energy efficiency is the way. Energy efficiency is effective, bipartisan and — so important in today's political climate — affordable. Because the cheapest fuel is the energy we don't use, energy efficiency is something we can all support.

That's why I worked with Senator Rob Portman — with tremendous support from the Alliance — on a national energy efficiency strategy embodied in the Energy Savings and Industrial Competitiveness Act. With measures including loan programs to help businesses invest in energysaving equipment and updated model building energy codes, our bill stands to address the nation's energy challenges, make the economy more competitive and create jobs. Thanks to your help, it has strong bipartisan and private-sector support.

The Alliance has worked as a leading organization to advance energy efficiency policies over the past three decades. Today, the Alliance continues to unite business and public leaders worldwide to promote energy efficiency as a cost-effective solution to our economic, environmental and energy security challenges.

We must have a strong foundation of energy efficiency to ensure a clean and sustainable future. As we move ahead, I look forward to working with the Alliance toward fulfilling this commitment. I hope you will join us.

Sincerely,

Seance Staken

Sen. Jeanne Shaheen Septemeber, 2011

POLICY **ENSURING THE CREATION AND EXTENSION OF EFFECTIVE ENERGY POLICIES**



2010 POLICY BRIEFINGS

Efficiency

July 2010

Commissioning of New and Existing **Buildings** General Services Administration Workshop May 2010

Energy Efficiency Making Housing More Affordable **Opportunities** Across the Smart through Energy Grid September 2010

EPA 101 Clean Air Act Seminar December 2010 **EE Policy** Perspectives Regular Breakfasts

2010 POLICY PUBLICATIONS

Scaling-Up Energy **Efficiency Programs:** The Measurement Challenge April 2010

Energy Savings Credits: Are Potential **Benefits Being Realized?** April 2010

Report on the Workshop on **Commissioning of New** and Existing Buildings July 2010

Re-Inventing Building Energy Codes as Technology and Market Drivers August 2010

Facing extreme challenges to the enactment of comprehensive energy legislation in the 111th Congress, the Policy Team got up close and personal with lawmakers to advocate for strong energy efficiency policies.

In a plethora of briefings, educational events and congressional meetings, we advanced the visibility of energy efficiency and informed key legislators about efficiency strategies to address the nation's energy needs. Whereas some of these strategies live on in proposals under consideration in the 112th Congress, others found legs in the 111th Congress.

CONGRESS EXTENDED TAX INCENTIVES for energyefficient new homes, home improvements and appliance manufacturing. The incentives include a federal income tax credit of up to \$500 for homeowners who make certain energy-efficient home improvements.

SEN. JEANNE SHAHEEN (D-N.H.) ANNOUNCED BROAD ENERGY EFFICIENCY LEGISLATION that was later introduced in the 112th Congress. The Alliance also named Shaheen as our Honorary Board Chair.

ALLIANCE COMMENTS SUPPORTED ENERGY EFFICIENCY

PROVISIONS in clean air regulations, vehicle and home labeling, and smart grid and demand response rules.



APPLIANCE STANDARDS

The Alliance and other members of the APPLIANCE STANDARDS AVVARENESS PROJECT (ASAP) made an important agreement with the appliance industry on efficiency standards for five types of home appliances. The U.S. Department of Energy (DOE) adopted part of this agreement in its proposed standards for refrigerators and freezers. Over the next 30 years, these advances stand to...

- **REDUCE** water consumption by 5 trillion gallons
- **LOWER** CO₂ emissions by 550 million metric tons
- **SAVE** \$30 billion for consumers

The ASAP also played a major role in DOE's adoption of new water heater standards, which over 30 years will...

- **CUT** CO₂ emissions by 154 million metric tons
- **SAVE** consumers \$8.7 billion



EDUCATION **EMPOWERING STUDENTS TO BECOME TOMORROW'S EE LEADERS**



GREEN CAMPUS BY THE NUMBERS

In 2010 Green Campus's California colleges and universities reported: Over 3.8 million kwh of electricity saved

\$485,000 in saved energy costs



ENERGY EFFICIENCY EDUCATION ONLINE

GreenSchoolsNational.com

Learn about school districts saving on energy costs and students becoming energy efficiency advocates.

2.5 million lbs. of CO₂ emissions avoided



600,000 gallons of water conserved

4,800 therms of natural gas saved







ASE.org/GreenCampus Learn about saving energy at U.S. colleges and universities.

EnergyHog.org

Put a face to energy conservation and make energy efficiency fun online, in books, and via live visits from the Energy Hog.

In 2010, the Education Team's Green Schools and Green Campus programs taught students to lead energy–efficient changes in their schools, homes and communities.

GREEN CAMPUS: PROMOTING SUSTAINABLE JOBS

In 2010, some college students' optimism plummeted along with the job market. Undaunted, the **Green Campus Program** helped students on 16 campuses access career opportunities and organize forums on the growing need for sustainable energy professionals, including:

GREEN CAMPUS ENERGY EFFICIENCY SUMMIT

Taught "Greening the Campus, Building the Workforce" *(January- February 2010, Santa Cruz)*

ENERGY EFFICIENCY TRAINING WORKSHOP

Taught what working in the energy field is really like (April 2010, PGSE's Pacific Energy Center)

GREEN CAREER PANEL

Taught the value of energy-saving skills in the workforce (April 2010, West Los Angeles)

In building pathways to green careers, Green Campus trained 75+ interns to lead energy-saving projects and educate their community about energy efficiency. These interns engaged more than 28,000 people in 2010.



GREEN SCHOOLS: VERSATILITY IN REACHING K-12 STUDENTS

The **Green Schools Program** grew from fewer than 50 California schools in 2008 to more than **200** elementary, middle and high schools across eight states in 2010.

A slew of Energy Hog presentations and other Green Schools tools helped bring energy efficiency education into the classroom and reduce schools' electricity use by 5-15% — that's millions of kWhs of electricity! Green Schools also helped prevent thousands of tons of **CO₂ emissions** and save millions of dollars in **energy costs** — nearly \$1 million in California's 54 Green Schools alone.

GREEN SCHOOLS TAKES ON THE WORLD

Although energy efficiency education is key to addressing global climate change and preparing students for green careers, energy efficiency is not the cornerstone of environmental education. So, in fall 2010, Green Schools launched the **Global Action Network for Energy Efficiency Education (GANE3)**, which attracted strong partners who swiftly began amplifying energy efficiency literacy among students around the world.

COMMUNICATIONS

INFORMING VIA ONLINE OUTREACH, STRONG MEDIA TIES, CONSUMER CAMPAIGNS & EDUCATIONAL PUBLICATIONS



ALLIANCE ONLINE IN 2010

475,000 people visited ASE.org - that's well over 1,000 people per day



ASE.org visitors came from 203 countries

Over 1.1 million ASE.org web pages were viewed

Nearly **4,000** people "liked" us on Facebook





As the media landscape constantly evolves along with an increasingly social mediaminded public, the Alliance's Communications Team keeps pace with relevant outreach and ever-accessible content.

MODERNIZING OUR WEB & SOCIAL MEDIA PRESENCE

In 2010, we furthered our online reputation as the one-stop shop for all things energy efficiency by **redesigning ASE.org** to feature streamlined content, user-centric navigation and innovative tools.

The Communications Team also broadened the reach of our message with Facebook, Twitter, YouTube, Flickr and an RSS feed. In October 2010, Facebook became an Alliance Associate and partnered with us on its Green on Facebook page, allowing the Communications Team to combine its efficiency expertise with Facebook's unparalleled messaging power. The public took notice: The number of individuals actively interacting with the Alliance on Facebook skyrocketed from 100 to 4,000 users per month.

ENERGY EFFICIENCY MESSAGE SEEN ON BROADWAY

The Alliance sponsored a **series of video ads** on CBS's 520-square-foot Jumbotron in New York City's Times Square emphasizing "better ways to save energy." The ads ran 18 times each day of November for a pedestrian audience of more than 1.5 million.

MEDIA COVERAGE REACHING CONSUMERS

With consumers and businesses feeling the pinch of a stillflagging economy in 2010, the Alliance's media outreach continued to make the case for energy efficiency practices and policies, resulting in stories in **at least 800 newspapers and magazines and on hundreds of websites and blogs.**

Policy coverage occurred in top national newspapers, magazines and wire services, on public radio and in numerous energy trades. Consumer coverage included top papers and wire services, NBC's "TODAY Show Sunday," CNN National Public Radio and prestigious shelter and consumer magazines.

FORMING THE LUMEN COALITION: EDUCATION ABOUT THE LIGHTING TRANSITION

At a webinar hosted by the Alliance and the National Electrical Manufacturers Association (NEMA) in October, international and domestic energy leaders discussed the urgent need to educate U.S. consumers about the phase-in of efficient lighting products slated to begin nationwide on Jan. 1, 2012.

After that meeting, collaboration began for the Lighting Understanding for a More Efficient Nation (LUMEN)

Coalition, which aims to facilitate consumer decision-making, address concerns about energy-efficient lighting and increase awareness of and correct misunderstandings about the lighting transition.

INTERNATIONAL

STRENGTHENING OUR GLOBAL PRESENCE & BUILDING CAPACITY FOR ENERGY EFFICIENCY WORLDWIDE

The Alliance to Save Energy's important work building close partnerships with key public and private sector stakeholders throughout the world helps to meet an increasingly critical need for sharing energy efficiency best practices.



KEY INTERNATIONAL PUBLICATIONS

Compendium of Best Practices: Sharing Local and State Successes in Energy Efficiency and Renewable Energy from the United States (REEEP/US Department of State funding)

Review of International Experiences in Low-Income Energy Efficiency Financing Schemes (USAID funding)

Compendium of Case Studies on Residential Energy Efficiency Financing Schemes from Central and Eastern Europe and CIS (USAID funding)

Among the clamor of voices in the world energy debate, the Alliance is the leading voice for energy efficiency — and in 2010, we centered high-level international discussions on energy efficiency.

IMPROVING ENERGY EFFICIENCY IN COUNTRIES THAT NEED IT MOST

The D.C.-based International Team worked with Alliance offices and organizations in countries to build on-the-ground energy efficiency programs and promote energy efficiency policy.

SOUTHEASTERN EUROPE

Our work with USAID in Ukraine, Albania, Bosnia and Herzegovina, Macedonia, Moldova, and Serbia addressed legal and regulatory reform, building codes and market transformation. We established "sister-schools" between Ukrainian and U.S. students and spearheaded a massive energy efficiency public awareness campaign in Ukraine.

INDIA

Our work encouraged the state of Tamil Nadu to issue a Government Order empowering municipalities to start energy efficiency projects with energy performance contractors.

AFRICA

Through UN Habitat, the Alliance provided water utilities in the Lake Victoria Basin with strategies to adapt to climate change and save energy while improving access to water.

LATIN AMERICA AND THE CARIBBEAN

The Alliance completed water and energy efficiency (Watergy) projects in Mexico and several Central American and Caribbean countries.

ASIA-PACIFIC

We continued our technical assistance and best practices work with the Asia-Pacific Economic Cooperation by organizing multi-economy workshops on appliance standards and building codes, as well as participating in Peer Review on Energy Efficiency missions to Chinese Taipei, Peru and Malaysia.

URGING INTERNATIONAL PARTNERS TO ACTION

In response to the urgent need for action on energy efficiency in Europe, the Alliance catalyzed the creation of the European Alliance to Save Energy (EU-ASE). Modeled on the Alliance, EU-ASE includes leadership from a diverse set of EU Parliamentarians, business leaders and NGO heads. While this new organization grew, so did the one-year-old Australian Alliance to Save Energy (A²SE), which published research on energy efficiency opportunities in Australia and formed an advocates network to hasten energy efficiency implementation.





iosii geepi y nigʻisgi усіх квартирах

рени тепло – Жерени Укра

BULDINGS IMPROVING ENERGY EFFICIENCY WHERE WE LIVE & WORK



ENERGY EFFICIENCY EDUCATION ONLINE

BCAP-OCEAN.org

Become part of BCAP's Online Code Environment & Advocacy Network, the online community for everything related to energy codes. **ZeroEnergyCBC.org** Learn about cost barriers to, and technological support for, zero-net-energy buildings.

EfficientWindows.org

Read how we're increasing market share of high-efficiency windows.

ThirtyPercentSolution.org Join EECC's code advocacy network. Buildings account for over 40% of America's energy use. In 2008, the average U.S. household spent about \$2,225 on energy bills while the commercial sector spent an estimated \$183 billion on non-renewable energy expenditures. Spurred by such stats, in 2010 the Alliance used education, research and advocacy to improve the energy efficiency of America's residential and commercial buildings.

NEW NATIONAL MODEL ENERGY CODE

The Alliance-housed **Energy Efficient Codes Coalition (EECC)** ran an aggressive campaign to strengthen the national model building energy code. After two decades of inadequate improvements, EECC came away with historic gains.

Due to our dogged persistence, governmental members of the International Energy Code Council overwhelmingly approved our recommendations to **boost energy savings by a whopping 30%** for both residential and commercial buildings.

If all states adopt the **2012 International Energy Conservation Code (IECC 2012)** and achieve full compliance by 2013, the code would, by 2030:

- Save the United States more than 3.5 quadrillion Btu of annual energy consumption
- Save U.S. consumers and businesses about \$40 billion in annual energy costs
- Avoid about 200 million metric tons of annual carbon dioxide emissions

The next crucial step is winning IECC 2012's adoption by states and localities. Efficiency opponents have already signaled they are gearing up for the fight — as is the Alliance.

SPREADING CODE COMPLIANCE

In 2010, the **Building Codes Assistance Project** (BCAP)'s grassroots advocacy efforts on code adoption nearly tripled the number of states that met or exceeded the national model building energy code — from seven states to 21 and 17, respectively, for commercial and residential buildings.

To ensure that code adoption translates into compliance and energy savings, BCAP went **on the ground in 15 states to identify local and state needs, provide technical assistance and collect best practices** — information BCAP is using in 2011 to help states create tailored code compliance action plans.

NET-ZERO-ENERGY BUILDINGS

Just before ringing in 2010, the Alliance and the National Association of State Energy Officials launched the **Zero Energy Commercial Buildings Consortium (CBC)**, which immediately shot up to a network of more than 430 organizations seeking to **transition the market to zeroenergy commercial buildings.** CBC members collaborated on two reports: "Next Generation Technologies Barriers and Industry Recommendations for Commercial Buildings" and "Analysis of Cost & Non-Cost Barriers and Policy Solutions for Commercial Buildings."

INDUSTRY DEVELOPING & MOBILIZING ENERGY EFFICIENCY PROGRAMS FOR INDUSTRY

This new International Standard {ISO 50001} provides the structural framework for commercial and industrial companies to continually improve their energy intensity — saving money, improving competitiveness and reducing pollution.

> Roland Risser Program Manager Building Technologies Program U.S. Department of Energy



State-Utility Partnerships, *the Alliance Efficient Enterprises series* September 2010

Superior Energy Performance: Leadership in Energy Management December 2010 The Industrial Team helps U.S. industry use energy efficiency to keep its competitive edge. To this end, the team actively furthered the development and deployment of programmatic, technical and policy resources to bring about greater industrial energy efficiency — and by extension, competitiveness.

DEVELOPING THE ISO STANDARD

In 2010, the Alliance Industrial Team made great strides in supporting the development of the **ISO 50001 Energy Management Standard** by participating in the U.S. Technical Advisory Group, which advised the ISO Project Committee that developed the Standard. ISO 50001 — which was launched on June 15, 2011, after three years of development — provides an internationally recognized framework for integrating energy efficiency into an organization's management practices.

The Industrial Team also supported industrial energy efficiency programs by:

- **Publishing** a monthly newsletter about energy efficiency in industry to **500+ subscribers**
- **Recruiting** 27 industrial companies, including 14 Alliance Associates, to participate in DOE's **Save Energy Now LEADER** initiative
- **Producing** white papers and fact sheets on opportunities and policy mechanisms to enable greater energy efficiency
- Supporting the U.S. Council for Energy Efficient Manufacturing (U.S. CEEM), which provided most of the programmatic and technical content for the Superior Energy Performance program
- Organizing educational briefings on Capitol Hill about issues and opportunities for energy efficiency in the U.S. industrial sector
- Collaborating with the International Team on the first domestic Watergy **project** at the Bucks County, Penn. Water & Sewer Authority



UTILITIES THE RESOURCES & SUPPORT THEY NEED TO SAVE ENERGY

There is tremendous opportunity in this country to become more energy efficient, and the Alliance is on the leading edge to help realize the opportunity.

> Lynda Ziegler Executive Vice President Power Delivery Services Southern California Edison



One key feature of CEEP's website is a comprehensive resource library of guidance documents, datasets and case studies gathered from utility and energy efficiency industry leaders.



While many energy efficiency program managers at utilities see great value in sharing best practices and learning from their peers, time and resource constraints make that valuable collaboration difficult. In 2010, the Alliance's Utilities Team — through the **Clean and Efficient Energy Program** (CEEP) — made strides in addressing these challenges by increasing communication among Americans' public power utilities.

In 2010 the team upped exchanges between utilities through many different interactive formats.

LAUNCHED CLEANEFFICIENTENERGY.ORG, which gives utility program managers access to best practice resources and peer networking.

PRODUCED TOOLKITS on "Making the Business Case for Energy Efficiency" and "Developing a Portfolio of Programs" for utilities just getting started with energy efficiency.

DEBUTED NEWSLETTER, "KEEP UP WITH CEEP," to help the public power sector gain recognition for its efforts in the energy efficiency advocacy community.

SUPPORTED REGIONAL TRAINING for utility staff in energy efficiency program management.

SUPPORTED A WORKING GROUP of energy efficiency program managers from large public power utilities to share best practices and learn from each other's experiences.



SEEA **CULTIVATING A CULTURE OF ENERGY EFFICIENCY PRACTICES IN THE SOUTHEAST**

Focusing on the national security concerns, focusing on the job opportunities, focusing on the lowest-hanging fruit — which is, of course, energy efficiency — is terribly important.

Sen. Mark Warner (D-Va.)

SEEAWISE.ORG

The website includes state-by-state efficiency programs and incentives, as well as search tools for resources and utilities in your state.

LEGISLATIVE ACCOMPLISHMENTS

Property Assessed Clean Energy Georgia's House Bill 1388 passed in May 2010, which includes provisions to help finance energy efficiency projects on private property.

Georgia Amendment 4

Georgia voters approved Amendment 4 to the Georgia Constitution, a measure that enables the state to enter into multi-year contracts to renovate state buildings for increased energy and water efficiency at no cost to taxpayers.

The Southeast United States — including areas with hot, humid climates — is responsible for 44% of the nation's total energy consumption despite accounting for only 36% of its population. To help the region save energy through energy efficiency, in 2010 the Southeast Energy Efficiency Alliance (SEEA) team built strong community relationships through exciting new programs and existing coalitions.

MAKING WISE BUILDING CHOICES IN THE SOUTHEAST

With a \$20 million grant from the U.S. Department of Energy, SEEA initiated its Better Buildings Program, called **Worthwhile Investments Save Energy (WISE)**, which is establishing or expanding building retrofit programs in 12 cities across eight Southeastern states and one U.S. territory. This year, some of the accomplishments of WISE include:

- Developing programs to upgrade approximately 10,000 commercial and residential facilities in 36 months
- Producing 12 webinars based on best practice reports for community energy programs
- Partnering with Virginia and Alabama to target residential retrofits, including a home energy score from Earth Advantage Institute
- Conducting a Fall Summit at SEEA headquarters for all participant cities
- Working toward creating a replicable framework for municipal energy improvement programs

SEEA LAUNCHES PROGRAMS FOR BUILDING CODES & TECHNICAL ASSISTANCE

The SEEA **Building Codes Program** began in 2010 and has contributed to the state and national conversation about energy codes implementation. In its first year, the program participated in the development of a new U.S. model energy code — which will achieve a 30% boost in energy efficiency — and fostered the adaptation of 2009 code improvements in Georgia.

As if that weren't enough, in September 2010 SEEA initiated its **Technical Assistance Program**, as part of DOE's network, to help state and local governments implement clean energy programs.

INDUSTRIAL & UTILITIES PROGRAMS SEE MORE PARTICIPANTS

SEEA's Industrial Program, which began in 2009, increased participation in coalition meetings from single digits to over 75 participants — most notably by large-scale manufacturers — and held five events that introduced manufacturers to energy efficiency best practices.

ABOUT SEEA

SEEA was established by the Alliance in 2006 to help drive energy efficiency into 11 states in the Southeast through advocacy, programmatic initiatives, events and membership outreach.



EVENTS BRINGING TOGETHER TODAY'S ENERGY EFFICIENCY LEADERS & VISIONARIES



EVENTS BY THE NUMBERS

EE Global 2010 welcomed 818 attendees hailing from 40 countries



The Stars of Energy Efficiency Awards Dinner brought in *\$589,100* in revenue with the help of *43* sponsors



GEED and the Policy Summit attracted over 500 registrants each



With both the economy and political landscape changing throughout the year, the Events Team's signature events remained timely and informative. They also united a wide variety of audiences in the name of advancing energy efficiency.

HIGH-PROFILE EVENTS ATTRACT GLOBAL INTEREST

The 2010 **Energy Efficiency Global Forum (EE Global)** — the largest international congregation of policy makers, innovators and other energy efficiency leaders — was held in Washington, D.C. in May. The third and most well-attended EE Global marked unprecedented foot traffic to the "Solutions Showcase," where the event's high-level professionals caught a glimpse of the latest energy efficiency developments.

At the 18th annual **Evening with the Stars of Energy Efficiency Awards Dinner,** the Alliance recognized energy efficiency's brightest stars. The National Portrait Gallery's courtyard served as the spectacular backdrop for over 500 energy efficiency professionals to celebrate the accomplishments of a few key difference-makers.

ENGAGING THE PUBLIC IN POLICY INITIATIVES

The Alliance's **Great Energy Efficiency Day (GEED)** and **Policy Summit** raised the stakes in U.S. energy policy, convening policy makers and business leaders for a high-level discussion on the need for and benefits of energy efficiency in U.S. policy. Always on the nation's energy pulse, the events tapped into such pressing issues as harnessing the power of the smart grid and incorporating energy efficiency policies into climate legislation.

LISTENING TO THE VOICES OF ENERGY EFFICIENCY

The monthly **EE Policy Perspectives** series connected Alliance Associates with key legislators and policy makers in energy efficiency. One of the series' events took place in New York featuring Reps. Steve Israel and Paul Tonko, who discussed the progress of the 111th Congress and federal actions around the new energy economy.

The 2010 **EE Noon** series — a regular event of brown bag lunches in which experts share best practices — included a wide array of topics, from "*iPods v. the Environment*" to "*Guiding Marketing Introduction of Quality Solid-State Lighting.*"



FINANCIAL OVERVIEW

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors Alliance to Save Energy Washington, D.C.

We have audited the accompanying consolidated balance sheet of Alliance to Save Energy and Affiliate (the Organization) as of December 31, 2010, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year's summarized comparative information has been derived from the Alliance's 2009 consolidated financial statements and in our report, dated June 23, 2010, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the 2010 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Alliance to Save Energy and Affiliate as of December 31, 2010, and the changes in their net assets and their cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report, dated June 22, 2011, on our consideration of the Organization's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

MCGLADREY & PULLEN Certified Public Accountants

Vienna, Virginia June 22, 2011

BALANCE SHEET

December 31, 2010	With Comparative Totals For 2009				
ASSETS		2010		2009	
Cash and Cash Equivalents	\$	1,432,262	\$	623,317	
Investments		454,738		450,912	
Grants Receivable, net		4,337,532		3,703,755	
Other Receivables		15,717		-	
Prepaid Expenses and Deposit		161,619		133,261	
Property and Equipment, net		580,824		719,725	
	\$	6,982,692	\$	5,630,970	

LIABILITIES AND NET ASSETS

	\$ 4,854,113	\$ 3,684,410
Deferred rent	 648,364	 670,705
Refundable advances	2,332,120	1,860,476
Accrued expenses	505,670	427,694
Accounts payable	\$ 1,367,959	\$ 725,535
Liabilities		

Commitments and Contingencies

Net Assets – Unrestricted	2,128,579	1,946,560
	\$ 6,982,692	\$ 5,630,970

STATEMENT OF ACTIVITIES

Year Ended December 31, 2010	With Comparative Totals For 2009				
REVENUE AND SUPPORT	I	2010 UNRESTRICTED	2009 UNRESTRICTED		
Grants					
Corporations and foundations	\$	6,358,210	\$ 5,733,356		
Government		5,946,552	3,001,971		
Membership contributions		1,523,768	1,230,698		
Special events, net of cost of direct benefit to donors		2,377,857	2,592,223		
Donated services and equipment		183,268	116,599		
Administrative and advisory fees		6,600	6,551		
Other income		10,474	42,953		
Total revenue and support	\$	16,406,729	12,724,351		
EXPENSES:					
Program services	\$	11,999,736	8,809,306		
General and administrative		3,888,094	3,328,622		
Fundraising		336,880	340,060		
Total expenses		16,224,710	12,477,988		
Change in net assets		182,019	246,363		
NET ASSETS:					
Beginning		1,946,560	1,700,197		
Ending	\$	2,128,579	\$ 1,946,560		

FINANCIAL OVERVIEW

STATEMENT OF FUNCTIONAL EXPENSES Year Ended December 31, 2010

With Comparative Totals For 2009

		PRO	GRAM SERVICES					
	Demonstration	Policy	Communications	Total Program Services	General and Administrative	Fundraising	2010 Total	2009 Total
Salaries	\$ 2,892,342	\$ 587,647	\$ 494,441	\$ 3,974,430	\$ 1,384,336	\$ 161,820	\$ 5,520,586	\$ 4,665,966
Employee benefits and								
payroll taxes	970,781	260,632	228,567	1,459,980	547,176	72,468	2,079,624	1,718,395
Professional fees and								
contract services	4,395,812	54,127	225,631	4,675,570	266,205	11,092	4,952,867	2,680,876
Occupancy and utilities	102,491	-	-	102,491	998,863	-	1,101,354	811,576
Meetings and conferences	695,662	5,764	6,162	707,588	60,680	3,640	771,908	710,795
Travel	545,628	13,811	11,630	571,069	101,005	31,634	703,708	903,012
Supplies and miscellaneous	246,809	8	8,810	255,627	158,127	1,130	414,884	410,371
Telephone	89,279	1,512	14,265	105,056	119,878	2,408	227,342	205,380
Depreciation	-	-	-	-	155,843	-	155,843	113,844
Periodicals, dues, and								
subscriptions	22,350	16,379	5,610	44,339	56,276	2,081	102,696	99,521
Printing and publication	41,438	-	13,789	55,227	8,919	36	64,182	97,193
Bad debt expense	-	-	-	-	-	50,000	50,000	-
Postage and shipping	19,251	17	575	19,843	12,598	475	32,916	39,763
Repairs and maintenance	26,918	-	-	26,918	-	-	26,918	13,795
Other	1,598	-	-	1,598	18,188	96	19,882	7,501
Total direct costs	10,050,359	939,897	1,009,480	11,999,736	3,888,094	336,880	16,224,710	12,477,988
Indirect allocation	3,204,490	352,450	19,047	3,575,986	(3,575,986)	-	-	-
Total expenses	\$ 13,254,849	\$ 1,292,347	\$ 1,028,527	\$ 15,575,722	\$ 312,108	\$ 336,880	\$ 16,224,710	\$ 12,477,988

STATEMENT OF CASH FLOWS

Year Ended December 31, 2010

With Comparative Totals For 2009

2009

2010

		2010		2009
CASH FLOWS FROM OPERATING ACTIVITIES				
Change in net assets	Ś	182,019	\$	246,363
Adjustments to reconcile change in net assets to		,,	•	,5-5
net cash provided (used in) by operating activities:				
> Depreciation		155,843		113,844
> Bad debt expense		50,000		
> Unrealized gain on investments		(748)		(24,884)
> Donated investments		-		(25,830)
> Deferred rent		(22,341)		(15,710)
> Changes in assets and liabilities:				
(Increase) decrease in:				
> Grants receivable		(683,777)		(807,181)
> Other receivables		(15,717)		27,777
> Prepaid expenses and deposit		(28,358)		(123,121)
Increase (decrease) in:		(,00-)		(
> Accounts payable		642,424		350,238
> Accrued expenses		77,976		8,420
> Refundable advances		471,644		52,528
Net cash provided by (used in) operating activities		828,965		(197,556)
Purchases of property and equipment Purchases of investments Proceeds from sale of investments		(16,942) (3,173) 95		- (12,222) 75
Net cash used in investing activities		(20,020)		(12,147)
·				
CASH FLOWS FROM FINANCING ACTIVITIES				
Borrowings on line of credit		550,313		150,000
Repayments on line of credit		(550,313)		(150,000)
Net cash used in financing activities		-		-
Net increase (decrease) in cash and cash equivalents		808,945		(209,703)
CASH AND CASH EQUIVALENTS				
Beginning		623,317		833,020
			~	(22.247
Ending	\$	1,432,262	\$	623,317
Ending	\$	1,432,262	Ş	623,317
	\$	1,432,262	Ş	623,317



Auditors notes to Financial Statements available upon request.

FINANCIAL OVERVIEW

RESTRICTED CONTRIBUTIONS

\$0 - \$50,000

Accurate Dorwin Alabama, DECA, Energy Division American Exteriors LLC Andersen Corporation Argosy Foundation Associated Materials Inc. Atrium Companies B.F. Rich Co. Inc. Cardinal Glass Industries Champion Window Manufacturing Chevron U.S.A. Inc. Climate Works Foundation Comfort Line Ltd. Crow Wing Power Crystal Window CrystaLine Inc. Deceuninck North America DG Home Remodeling Econoler International Edgetech I.G. Inc. Fibertec Window & Door Manufacturing Georgia Institute of Technology Gorell Windows & Doors Guardian Industries Harvey Industries Hoffer Glass Honeywell HSGroup IELD-WEN

Keystone Certifications Kolbe & Kolbe Lockheed Window Corporation Marvin Windows & Doors Milgard Manufacturing Inc. Monda Window and Door MW Manufacturing Inc. National Association of State Energy Officials Newport Ventures North American Insulation Manufacturers Association New Jersey Natural Gas North Georgia Replacement Windows Inc. NT Windows Overbrook Foundation Paradigm Window Solutions Pella Corporation Pilkington Quality Windows Ringer Windows Inc. Rochester City School District Rosati Windows Royalplast SAGE Electrochromics Inc. Seaway Manufacturing Company Sentech, Inc. Serious Materials Inc. Seven D Industries Showcase Custom Vinyl Windows and Doors

Soft-Lite Windows T-Lane The Corps Network Thermo–Tech Windows Turner Foundation University of California–San Francisco Unlimited. Inc. U.S. Agency for International Development U.S. General Services Administration Valley Electric Association Vinylmax LLC Vytex Windows Wasco Windows Westlab Window Expo Wood County Electric Wyoming Business Council

\$50,001 - \$99,999

Asia-Pacific Economic Cooperation Asia-Pacific Energy Research Centre Bayer Material Sciences Global Marketing and Communications Inter-American Development Bank Pacific Northwest National Lab/U.S. Department of Energy Policy Navigation Group

\$100,000 - \$499,999

American Chemistry Council District of Columbia Department of the Environment The Dow Chemical Company U.S. Environmental Protection Agency Los Angeles Community College District REEEP International Secretariat UN Habitat

\$500,000 OR GREATER

Anonymous The Energy Foundation International Resources Group Kresge Foundation Lawrence Berkeley National Lab/U.S. Department of Energy National Energy Technology Laboratory/ U.S. Department of Energy Oak Ridge National Lab/U.S. Department of Energy Southern California Edison Tennessee Valley Authority



ALLIANCE ASSOCIATES

Alliance Associates are more than 170 organizations committed to energy efficiency as a primary way to achieve the nation's environmental, economic, energy security and affordable housing goals. As of September 2011, Alliance Associates include:

1E

3M Company

Acuity Brands Lighting Advanced Power Control, Inc. Affordable Comfort Air-Conditioning, Heating and Refrigeration Institute American Chemistry Council American Council for an Energy–Efficient Economy American Council on Renewable Energy American Gas Association American Institute of Architects American Lighting Association American Public Power Association American Public Transportation Association Andersen Corporation AREVA Armstrong International, Inc. Association of Energy Engineers Association of Home Appliance Manufacturers ASERTTI AT&T Bank of America Battelle **Best Buy Bonneville Power Administration** Bosch Brookhaven National Laboratory

BSH Home Appliances Corporation Building Performance Institute Inc. California Energy Commission Calmac Manufacturing Corporation Canadian Energy Efficiency Alliance Cardinal Glass Industries Center for Energy Efficiency & Sustainability Center for Environmental Innovation in Roofing **Certain Teed Corporation** Change to Win Citigroup City of Austin/Austin Energy City of North Little Rock ClimateMaster CMC Energy Services, Inc. Columbia University Conservation Services Group Constellation Energy Copper Development Association Сгее Daimler Dallas/Fort Worth International Airport Danfoss Dell, Inc. Department of Public Utilities — Los Alamos County Direct Energy The Dow Chemical Company Dryvit Systems, Inc.

Duke Energy

EDF, Inc. Edison Electric Institute Efficiency Valuation Organization Electric Power Research Institute E-Mon Energy Platforms EnerNoc EnerPath EnLink Geoenergy EPS Capital Corporation European Alliance to Save Energy **Exelon Corporation** Extruded Polystyrene Foam Association ExxonMobil Facebook Green Building Initiative GreenerU GridWise Alliance Guardian Industries Habitat for Humanity Hannon Armstrong Capital, LLC The Home Depot Honeywell International Hotwire PR ICF International Ingersoll Rand **Intel Corporation** International Association of Lighting Designers International Copper Association International Emissions Trading Association International Window Film Association IELD-WEN Johns Manville Johnson Controls Jupiter Oxygen Corporation Kimberly–Clark Corporation Knauf Insulation Large Public Power Council Lawrence Berkeley National Laboratory Leading Builders of America Legrand LG Lockheed Martin Lowe's Maine Governor's Office of Energy Independence & Security Manulife Financial Maryland Energy Administration Masco Home Services **McQuay International** Michelin North America, Inc. Midwest Energy Efficiency Alliance Nalco Company National Association for State Community Service Programs National Association of Clean Water Agencies National Association of State Energy Officials National Community Action Foundation National Electrical Manufacturers Association

National Grid USA National Insulation Association National Renewable Energy Laboratory National Rural Electric Cooperative Association New York State Energy Research and **Development Authority** Nexant Niagara Conservation North America Power Partners North American Insulation **Manufacturers** Association Northern California Power Agency Northwest Energy Efficiency Alliance Nuclear Energy Institute Oak Ridge National Laboratory OPOWER Orion Energy Systems **OSRAM SYLVANIA** Owens Corning Panasonic The Pataki-Cahill Group **PG&E Corporation** Phigenics Philips Lighting Company Polyisocyanurate Insulation Manufacturers Association Rebuilding Together Recurve Rinnai Tankless Water Heater Corporation Sacramento Municipal Utility District Safety-Kleen Systems, Inc. Salt River Project

National Fenestration Rating Council

SAP Schneider Electric Seattle City Light Sempra Energy Serious Energy The Shelton Group Siemens Industry, Inc. Snohomish County Public Utility District Solutia Southeast Energy Efficiency Alliance Southern California Edison Southern Company Spirax Sarco The Stella Group TAS TCP. Inc. **TE Connectivity LTD** Tennessee Valley Authority Teridian Semiconductor Corporation Texas A&M — Energy Systems Laboratory Texas State Energy Office United Technologies Corporation University of California, Davis University of California, Santa Barbara U.S. Green Building Council USES Manufacturing, Inc. Vinyl Siding Institute Wal-Mart Stores, Inc. Washington Gas Western Governors' Association Whirlpool Corporation White & Case. LLP World Business Council for Sustainable Development

*Founder-level Associates are denoted in bold for their voluntary contribution of \$25,000

HONORARY CHAIRS & VICE-CHAIRS

HONORARY CHAIR



U.S. SENATOR JEANNE SHAHEEN (D-N.H.)

CO-CHAIR



PETER DARBEE Retired Chairman, President, and CEO *PGGE Corporation*

HONORARY VICE-CHAIRS



sen. JEFF BINGAMAN (d-n.m.)



REP. MICHAEL BURGESS, M.D. (R-Texas)



SEN. SUSAN COLLINS (R-Maine)



REP. RALPH HALL (R-Texas)



REP. STEVE ISRAEL (D-N.Y.)

SEN. MARK PRYOR

(D-Ark.)



SEN. RICHARD LUGAR (R-Ind.)

REP. PAUL TONKO

(D-N.Y.)



REP. EDWARD J. MARKEY (D-Mass.)



SEN. LISA MURKOWSKI (R-Alaska)



SEN. MARK UDALL (D-Colo.)



SEN. MARK WARNER (D-Va.)

ALLIANCE BOARD OF DIRECTORS 2011

FIRST VICE-CHAIR

Robert J. Dixon Sr. Vice President and Global Head Efficiency and Sustainability *Siemens Industry, Inc.*

DIRECTORS

Frances Beinecke President Natural Resources Defense Council

Stephen Brobeck Executive Director *Consumer Federation of America*

Jorge Carrasco Superintendent *Seattle City Light*

Jeff Drees U.S. Country President *Schneider Electric*

Thomas K. Dreessen Chairman and CEO Energy Efficiency Project Investment Company, Limited

Roger Duncan Roger Duncan Consulting

Anthony Eggert Deputy Secretary for Energy Policy California EPA

Honorable Robert Foster Mayor Long Beach, California

FOUNDING CHAIR

The Late Charles H. Percy

PRESIDENT

John C. Fox

Perseus LLC

Co-Founder

Operations

Tom King

President

President

Kateri Callahan

Managing Director

Carolyn Green

and Managing Partner

Thomas P. Grumbly

Homeland Security

National Grid USA

Thomas R. Kuhn

Edison Electric Institute

Vice President and General Manager

California Natural Resources Agency

Deputy Secretary for Climate

Michael Lawrence

Insulation Systems

Johns Manville

Julia Levin

and Energy

Vice President for Civil and

Lockheed Martin Washington

EnerGreen Capital Management, LLC

SECRETARY

Francis J. Murray President and CEO New York State Research and Development Authority

Terry McCallister Chairman and CEO Washington Gas

Neil McPhail Senior Vice President and General Manager, New Business Solution Group Best Buy

William A. Nitze Chairman Oceana Energy Company

Earle H. O'Donnell Partner White & Case LLP

Kevin Ries Vice President and General Manager 3M

James E. Rogers Chairman, President and CEO *Duke Energy*

Rob Shaddock Senior Vice President and CTO *TE Connectivity Ltd.*

Peter Smith Managing Director of Climate, Energy, and the Environment *Pataki-Cahill Group*

TREASURER

Robert Pratt Chairman and CEO *GreenerU*

David Szczupak Executive Vice President, Global Product Organization *Whirlpool Corporation*

Susan Tierney Managing Principal *Analysis Group*

William Von Hoene Executive Vice President Financial and Legal Exelon Corporation

Carol Williams President, Chemicals and Energy Division *The Dow Chemical Company*

Lynda Ziegler Executive Vice President of Power Delivery Services *Southern California Edison*

CHAIR EMERITI

Daniel J. Evans The Late H. John Heinz III Dean T. Langford Timothy E. Wirth



ALLIANCE STAFF RETREAT 2010





1850 M Street, NM, Suite 600 Washington, DC 20036 **202.857.0666 | www.ase.org**