UM 1622 Final Gas Cost-Effectiveness Order

Energy Trust of Oregon

Your Exception Decoder Ring!

A: *Significant, hard-to-quantify* **non-energy benefits to consumer**

B: Will lead to **reduced future cost**

C: **Consistency** with other regional programs

D: **Helps increase participation** in cost-effective program

E: **Cannot be changed frequently**, will be cost-effective over program life

F: **Pilot or research project**

G: **Required** by law or commission policy

Gas Weatherization - Residential

Home Type	Measure	Exception Result
Single Family	Ceiling insulation	Exception, Criterion A
	Duct, floor, wall insulation	No exception, eliminate after April 30, 2015
	Air sealing/ceiling insulation – Pilot	Exception, Criterion F
Manufactured Homes	Air and duct sealing	Exception, Criterion C
Multifamily	Ceiling insulation	Exception, Criterion A
	Windows and walls, floor, duct insulation	No exception, eliminate after April 30, 2015

Other Residential

Measure	Exception Result
Gas water heaters	Exception, criterion B
Solar water heaters	No exception – eliminate November 2014
Spa covers	Exception, criterion C
New Homes BOP w/0.67 water heater	Exception, criteria B and C

Other Gas Existing Home Issues

- **Program cost-effectiveness performance measure**-- is for both fuels combined, *but* improve single fuel B/C performance

- **Hedge value** – staff to report back in six months on development

- **Proposal for incentive cap** in six months for weatherization measures that did not get exceptions- must have
  - -lower incentives,
  - -low-cost, high savings measures,
  - -minimize free riders,
  - - benefits limited income customers

Business Measures

Measure	Exception Result
Vent hoods with VSDs 2.5 hp or under	No exception, eliminate January 1, 2015
New construction water heaters	Rework prescriptive focus on high use cost effective, custom measure for other uses. Exception criterion B for schools
Market solutions packages	Exception criteria A,B,D,E

Oversight Processes

- Support for proceeding with pilots without formal exceptions
    - Subject to reporting requirements
    - Needs more definition

- Support for creating metrics other than annual cost/benefit for market transformation and pilots- in another docket, this January.

- Does not delegate to ET to approve exceptions on individual custom measures

- Another docket on cost effectiveness rules? OPUC expresses satisfaction with current rule

Questions? Thank You

Fred Gordon
Director of Planning, Evaluation and Stuff
Fred.Gordon@ Energytrust.org 503-445-7602

THAT'S NOT ME IN THE PICTURE!

EnergyTrust of Oregon