

ENERGY MANAGER TODAY

Home News Columns Videos Webinars Research Energy Manager Jobs

Search Energy Manager Today Search

POLICY PROCUREMENT MONITORING CONSERVATION ON-SITE ENERGY GRID BUILDING SYSTEMS



Home / Conservation / ACEEE Evaluates the Impact of Performance Incentives on State Energy Efficiency

ACEEE Evaluates the Impact of Performance Incentives on State Energy Efficiency

June 12, 2015 By [Karen Henry](#)



Solutions Providers



[Learn More](#)

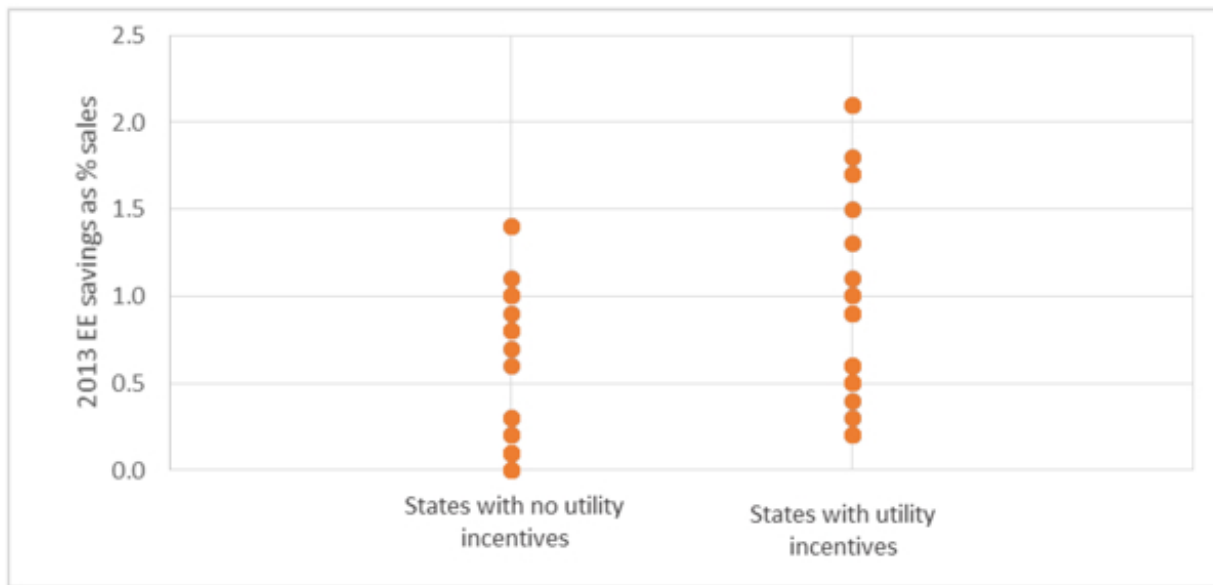


Figure 3. Electricity savings in 2013 for states with and without energy efficiency utility performance incentives

Performance incentives are an important part of a comprehensive state policy strategy that includes energy efficiency savings targets and utility business model tools, according to an [American Council for an Energy-Efficient Economy \(ACEEE\)](#) report.

The report describes the foundation necessary for energy efficiency to thrive as a resource for a utility of the future and analyzes actual energy savings performance compared to the set of policies in place.

While performance incentives play an important role in elevating utility interest in energy efficiency outcomes and are increasingly being aligned with specific savings thresholds to encourage utilities to meet or exceed their targets, by themselves they are not associated with as much energy efficiency achievement as are energy efficiency resource standards (EERS).

The report found that states with energy performance incentives for utilities tend to invest more in energy efficiency and have more energy savings than states without performance incentives. In 2013, states with utility performance incentives had investments equivalent to 2 percent of revenues and saved an average of 0.9 percent of sales, compared with states without performance incentives, which had investments equivalent to 1.4 percent of revenues and saved 0.5 percent of sales.

Newsletter

Stay on top of data, news & analysis - subscribe to our free newsletter.

Email Address *

Subscriptions *

Energy Manager Today

Retail Energy Buyer

Sign Up

Headlines

6/16/2015

6/15/2015

6/12/2015

POWER Act Would Incentivize CHP, Waste Heat to Power

LEDs Light Mount Rushmore

Distributed Generation, Energy Storage on Steep Growth Path in Telecom Networks

\$6.5M Awarded to 5 Projects That Help the Grid Host Renewables

Stanford's New Energy Plant Helps Cut Water use by 15%

Raritan Restructures, Spins Off DCIM Business

ERC: Electricity Price Trends for the Week Ending June 12

Excalibur Caters to Facility Management Firms

While utility performance incentives appear to be tied to higher savings, complementary EERS policies appear to be driving much of those differences. Among states without an EERS, the statewide averages were almost the same with or without incentives; however, those with both an EERS and incentives vary widely in savings results. The top-achieving states — those saving 1.5 percent or more — all have performance incentives in place. The very highest levels of energy efficiency achievements are in states with both an EERS and performance incentives.

Policies Matter: Creating a Foundation for an Energy-Efficient Utility of the Future is one in a three-part series on utility business models for energy efficiency. The two other reports examine state-by-state experience with utility performance incentives and lost revenue adjustment mechanisms.



Related:

- Energy Efficiency Grows Long in Tooth for Some States
- NV Energy's Efficiency Programs Decline in 2013
- 31 States Support Utilities' Energy Efficiency...
- Utilities Can Save Big with Next-Gen Energy Efficiency...
- ACEEE Examines CHP in State Scorecard

Leave a reply

Name *

Email *

Website

Dallas Officials Sneak \$450 Million Power Contract through Approvals

How Time-of-Use Pricing Can Unlock Customer Value

NY Electricity Prices Have Fallen 34% under Deregulation

Nationwide Electricity Expenses to Rise Nearly 5% this Summer

US Demand Response to Expand 8.4% Annually through 2018

Lifetime TV Features Segment on Efficiency, Retail Energy

FERC Approves Plan to Reduce Winter Price Volatility

Sponsor Content



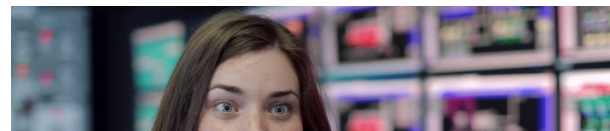
[Can New England maintain lower power prices?](#)

[Got gas? Storage at 5-year high](#)

[Even US government conserving energy](#)

[Rooftop solar boosts home resale value: study](#)

Videos





CAPTCHA Code

*

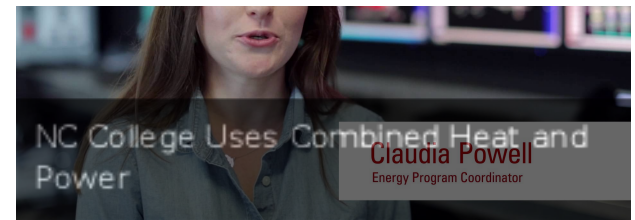
Comment

Post Comment

Whitepapers

Upcoming Webinars

- > NAEM 2015 EHS and Sustainability Software Buyers Guide
- > 2015 Environmental Leader Product & Project Awards
- > NAEM Research Report: Planning for a Sustainable Future
- > Unlocking the Value of Energy & Operational Data



Energy Management Jobs [View All](#)

- > Commercial Energy Account Managers at **National1 Energy** (Akron, OH)
- > Engineer I at **Parsons Corporation** (Sacramento, CA)
- > Commercial Energy Account Manager at **National1 Energy** (Cleveland, OH)
- > Energy Analyst- Contract Development at **HCA Healthcare** (Brentwood, TN)
- > Energy Change Management Consultant at **Accenture** (Houston, TX)

Energy Manager Today is a leading energy management news and industry analysis resource, featuring daily trade publication news to keep corporate executives fully informed.

- > [Get Smarter About Your Energy Procurement Data Book](#)
- > [Improve Your Company's Environment and Energy Performance](#)
- > [Best Practices in Electricity Procurement](#)
- > [Verdantix Green Quadrant for EHS Software](#)
- > [How to Thrive in Today's EHS Landscape](#)
- > [Migration to Mobile: The Evolution of EHS Management Tools](#)

[Browse All Whitepapers](#)

Energy management news, policy and industry analysis by [Business Sector Media, LLC](#) - Copyright ©2015, all rights reserved.

[ABOUT](#) [ADVERTISE](#) [PRIVACY](#)