

Minnesota Energy Efficiency Programs

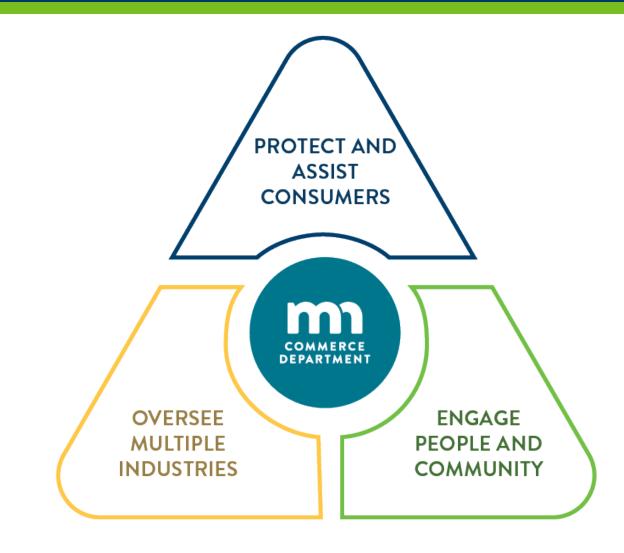
August 22, 2024

Anthony Fryer – Director, Energy Conservation & Optimization

Mission

Mission

- Protect and assist consumers
- Oversight: 40+ industry areas
- Engagement with all communities



Division of Energy Resources



Energy **AFFORDABILITY** for MN Households

- Energy Assistance Program
- Weatherization Assistance Program
- Innovation & Equity Programs
- Telecommunications Access Program



Clean Energy **DEVELOPMENT**

- Resource Acquisition & Distribution
- Energy Market Transformation
- Clean Energy Deployment
- Emerging Energy Technologies
- Environmental Review & Analysis



Energy RELIABILITY & SECURITY

- System Reliability & Security Planning
- Community Energy Resilience Planning
- Risk Monitoring & Response

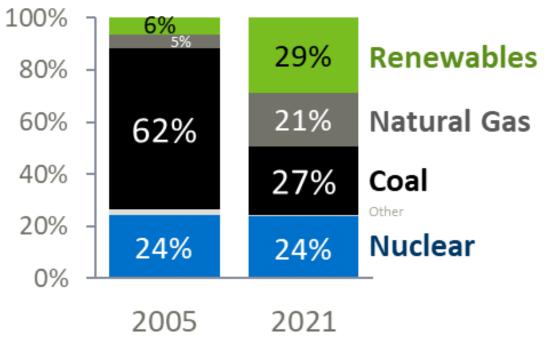


Public Interest ADVOCACY

- Utility Programs
- Regulatory Planning
- Regulatory Financial Analysis
- Regulatory Policy Analysis

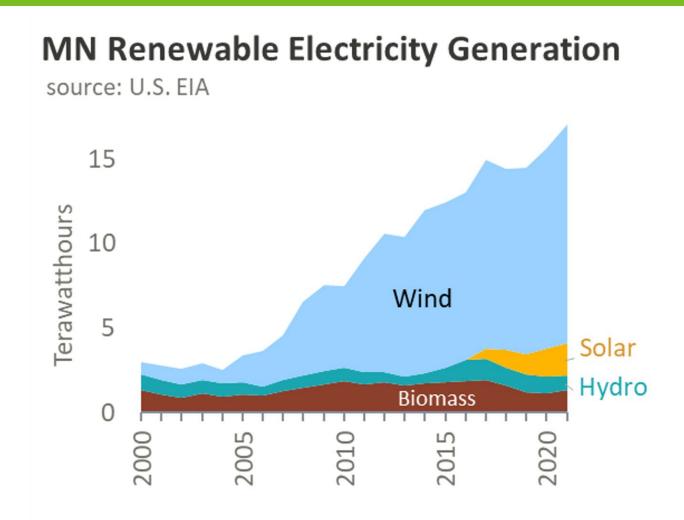
Minnesota's Generation Mix Over Time

Electricity Generated in Minnesota



source: U.S. EIA

Minnesota's Transforming Electricity Market



Impact of MN Policy Efforts to Date



MN Coal Generation

Reduced from over 60% to under 25%



Electric Sector CO₂ Emissions

Reduced by **46%** from 2005 baseline

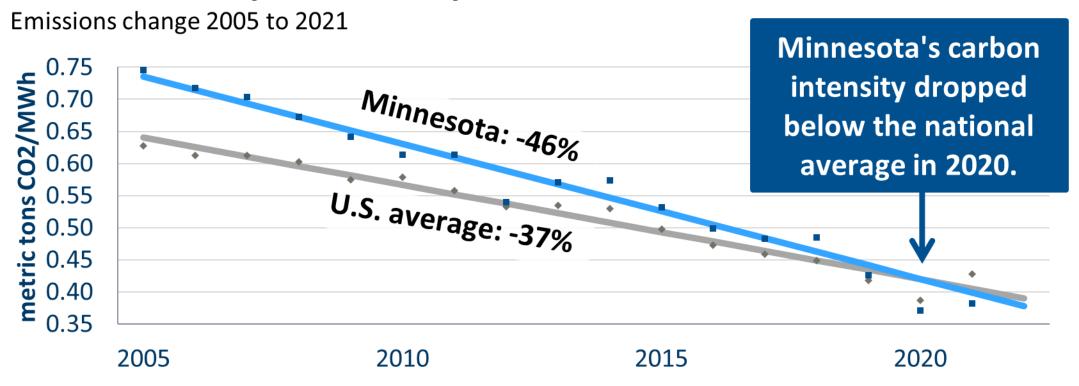


Renewable Energy

6,000 MW's of Wind & Solar

Transformation to Date - Reducing Carbon Intensity

Carbon Intensity of Electricity Generated within Minnesota



Source: MN Department of Commerce analysis of U.S.EIA data

Minnesota has big climate plans





The climate vision for our state

Carbon-neutral

By 2050, Minnesota substantially reduces greenhouse gas (GHG) emissions and balances any GHG emissions with carbon storage, especially in our landscapes.

Resilient

Minnesota communities, businesses, and the natural environment can prepare, respond to, and recover from the impacts of climate change so all Minnesotans can thrive in the face of these challenges.

Equitable

Minnesotans acknowledge and address inequitable and inaccessible systems that contribute to some communities experiencing disproportionate climate change impacts; ensure fair distribution of the costs and benefits of action now and to future generations; and ensure meaningful participation in planning.

MEASURES OF PROGRESS



Clean energy and efficient buildings



By 2030,
weatherize a
quarter of
dwellings where
occupants earn
50% or less of
the state
median income



By 2035, reduce emissions from existing buildings by 50% compared to 2005 levels



By 2040, all of Minnesota's electricity is carbon-free



By 2050, net zero emissions economy-wide (including buildings)

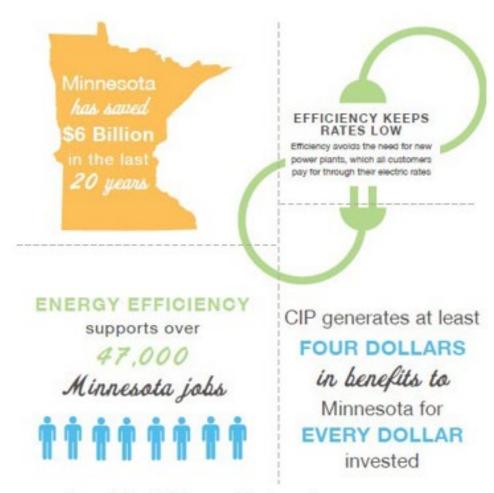


By 2030, 80% of Minnesotans have an energy burden less than 5%

Climate Action Framework | Our Minnesota Climate (state.mn.us)

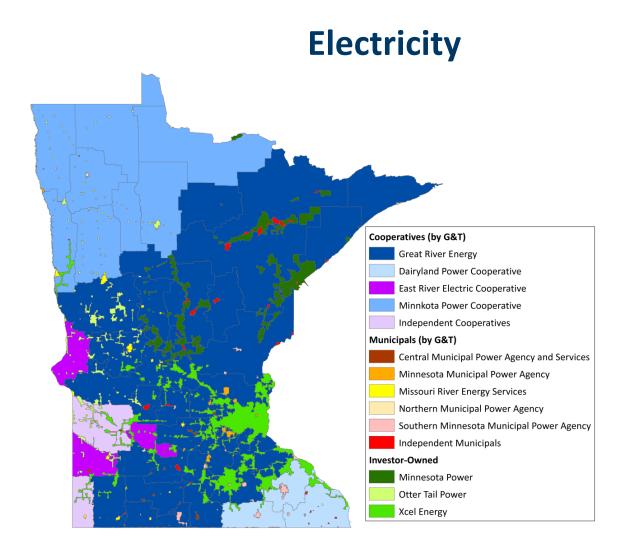
Minnesota's Energy Conservation & Optimization Program (ECO)

- Minnesota's Energy Efficiency Resource Standard
- ~120 electric and natural gas utilities required to participate
- Helped Minnesota achieve top 10 ranking in ACEEE state efficiency scorecard for over a decade

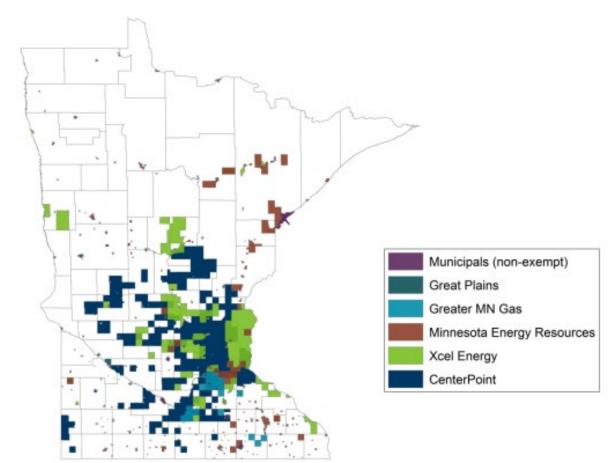


Source: Center for Energy and Environment

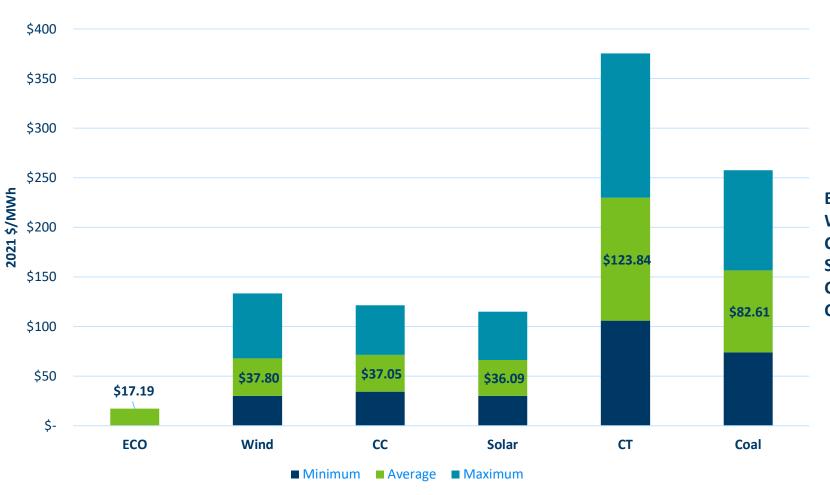
Minnesota Utilities



Natural Gas



ECO Costs vs. Electric Generation Options



CO: Average cost of ECO (2019-2021)

Wind: Onshore wind energy plant

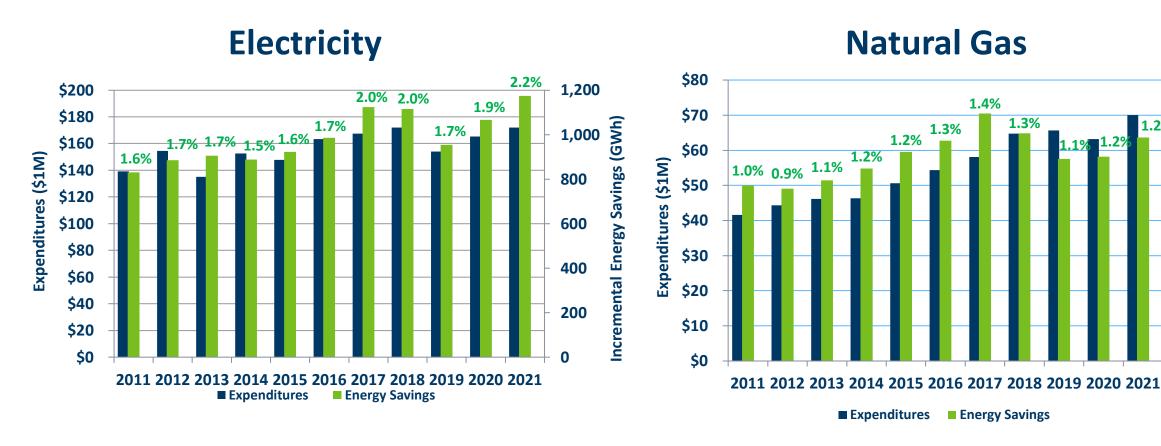
CC: Combined cycle plant (Natural Gas)

Solar: Solar energy plant

CT: Combustion turbine plant (Natural Gas)

Coal: Ultra-supercritical coal plant

Minnesota Utilities ECO Performance



4.5

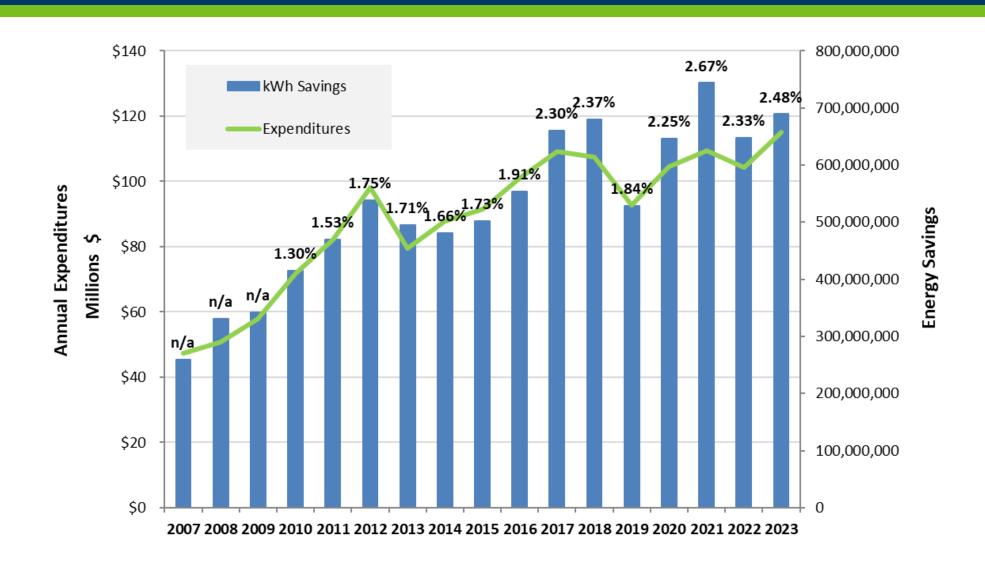
2.5

2.0

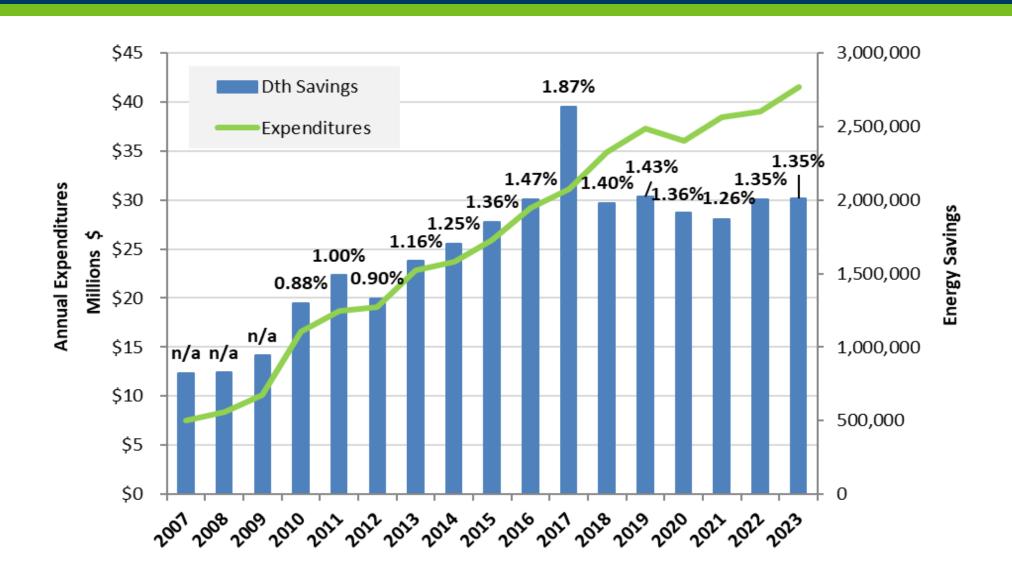
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Incremental Energy Savings (bcf)

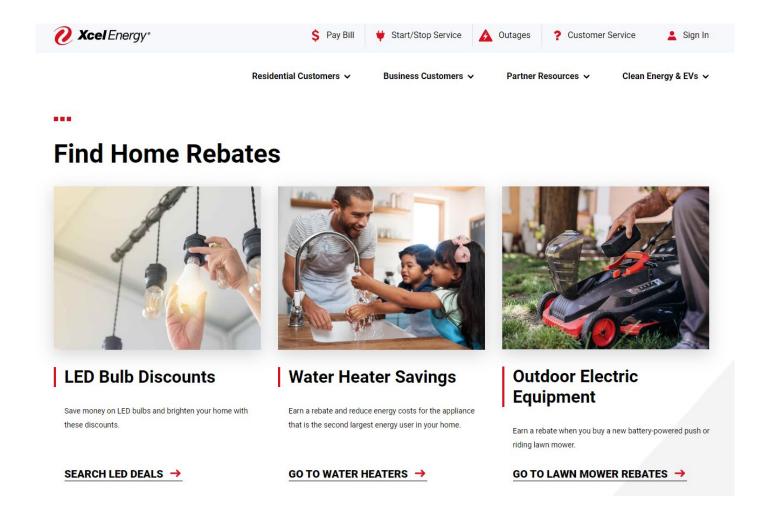
Xcel ECO Performance - Electric



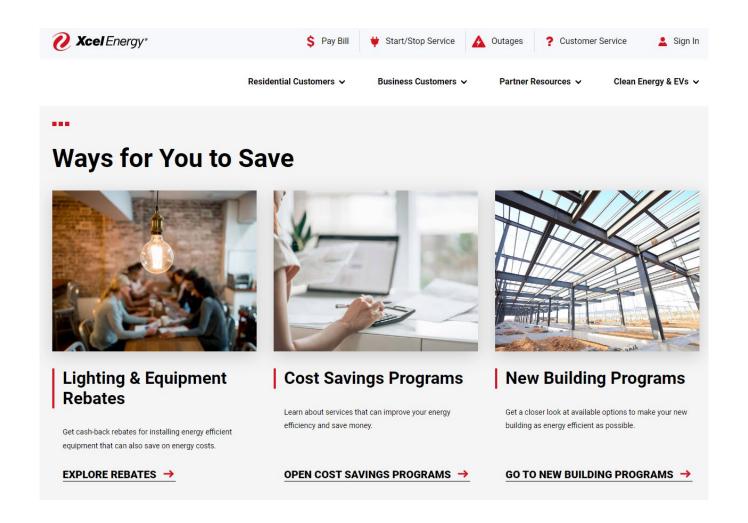
CenterPoint ECO Performance – Natural Gas



Electric Programs – Residential



Electric Programs – Commercial



Natural Gas Programs



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Home | Save Energy & Money: Efficiency Programs and Rebates

Efficiency Programs and Rebates >

Air Sealing & Insulation Rebates

Ducted Air Source Heat Pump Rebate

Energy Efficiency Store

EZ Pay On-Bill Loan (EZPAY)

Fireplace Rebates

Heating System Rebates

Home Energy Squad

Thermostat Rebate

Income-Qualified Programs

Residential Laundry Rebate

Water Heater Rebates

Analyze Your Energy Use

Building and Remodeling with Natural Gas

Energy Efficient Appliances

Efficiency Tips and Tools

Efficiency Programs and Rebates

Save energy and money with CenterPoint Energy's energy efficiency resources and home appliance rebates for **MINNESOTA** gas customers.



Air Sealing and Insulation Rebates

Improve the energy efficiency of your home by sealing attic air leaks and improving insulation. Rebates are available for customers who complete a qualifying project with an eligible installer.



Ducted Air Source Heat Pump Rebate

We offer a rebate on newly installed ducted air source heat pumps that is used as a hybrid system with a natural gas furnace.



Energy Efficiency Store

Order a variety of complimentary energy-saving products that offer easy, do-it-yourself ways to improve the comfort and energy efficiency of your home.



EZ Pay On-Bill Loan Program(EZPAY)

Save energy and lower your costs by making energy efficient improvements to your home by an EZPAY registered dealer or contractor – and pay for them conveniently on your monthly CenterPoint Energy natural gas bill.



Fireplace Rebate

A rebate is available to CenterPoint Energy natural gas customers who install a qualified natural gas fireplace, insert or frie standing hearth stove with electronic ignition.



Heating System Rebates

CenterPoint Energy's high efficiency heating rebate program

Clean Energy Investments – Inflation Reduction Act (IRA)



Home Energy Rebates \$9B U.S. DOE



Energy Code Assistance

> \$1B .S. DOE



Clean Energy Business Loans

> \$14B U.S. DOE



Energy Grid & Industry

> \$9B U.S. DOE



Affordable Housing

> \$1B U.S. HUD



Clean Transportation

> \$7B U.S. EPA



Energy Tax Credits

~\$277B* U.S. Treasury



Greenhouse Gas Reduction Fund

> \$27B U.S. EPA



Enviro. Justice Block Grants

> \$3B U.S. EPA



Rural Energy Assistance

> \$12B USDA



Coastal Climate Resilience

> \$2.6B NOAA



+ Other Programs

~\$7B Various Agencies

IRA Home Energy Rebates – Overall Goals

Accelerate the clean energy transition in the residential sector through longterm outcomes that include:

- Improving energy efficiency
- Reducing indoor and outdoor air pollution
- Scaling access to and demand for energy efficiency upgrades
- Saving households money on energy
- Ensuring access to capital for low- and middle-income households

HOMES Program

Home Efficiency Rebate program (HOMES) – (~\$75 million)

- Will provide rebates for whole-home energy saving improvements. The rebate amount will vary based on the amount of energy savings achieved and a household's income. The rebate amount will range from \$2,000 to \$8,000 per home.
- Minnesota is currently designing its program and approach.
- This program is intended provide improvements such as insulation, air sealing and efficient heating and cooling equipment. Existing single-family homes and multifamily buildings will be eligible.

HEAR Program

Home Electrification and Appliance Rebate program (HEAR) – (~\$75 million)

- Will provide rebates to replace non-electric appliances with more efficient electric appliances, and to upgrade a home's electrical service to be ready for increased electric demand.
- Minnesota is currently designing its program and identifying which upgrades will be eligible.
- This program can provide rebates for things such as a first-time purchase of heat pump technologies (for air cooling/heating, water heating, and clothes drying), electric cooking appliances (stove, cooktop, range, or oven), and upgrades to a home's electrical panel and wiring.

Timeline

- Mid 2024 to late 2024 DOE approves program and awards funds to start program
- Late 2024 to early 2025 build and implement program
- 2025 Commerce opens program to households
- Program runs through 2031 or until all funds are used, whichever is earlier.

Opportunities for Public Input

June 2024 - ongoing June and Online Informational September 2024 **Comment Form** Sessions Public Engagement **Advisory Group and In-Person Forums** Topic-Focused June 2024 -Subcommittees July 2024 January 2025

Resources

For further information, updates, and information on how to participate, visit:

https://mn.gov/commerce/energy/consumer/energy-programs/home-energy-rebates.jsp



Thank You!

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