



COST-EFFECTIVENESS WORKING GROUP MEETING 1/24/22

Agenda

1. Discuss [Sierra Club Motion](#) to Prohibit EE Funding for Non-Cost-Effective Gas Appliance Incentive Measures – CEDMC to submit comments

Meeting Notes

Discuss Sierra Club Motion to Prohibit EE Funding for Non-Cost-Effective Gas Appliance Incentive Measures

1. Dangerous implications of what the Sierra Club's proposal in the frame of cost-effectiveness
 - a. Assessing on a measure-level is not appropriate
2. The issues at play here are also a result of the continued use of the TRC test
 - a. The Council has repeatedly advocated evolving cost-effectiveness assessment to the PAC test
3. Motion is not the procedurally appropriate venue for this issue
 - a. Could opposing a motion come back to haunt us?
4. Prohibiting gas appliances wholesale via a Motion will disproportionately affect low-income and disadvantaged communities
 - a. Notably, this will affect households just above the low-income eligibility threshold for ESA (and other low-income) programs
5. Some market actors advocate particularly strongly to electrification
 - a. SCE, for example, advocates strongly for electrification; but electrification and decarbonization are not exactly the same
 - b. Bigger picture is that IOUs are not putting the same level of resources into their EE/demand side portfolios
6. New cost-effectiveness/Avoided Cost Calculator proceeding forthcoming
 - a. It is CEDMC staff's understanding that the CPUC is wrapping up the 2021 Avoided Cost Calculator process before launching an anticipated 2022 ACC and cost-effectiveness proceeding as part of a few proceedings focused on preparing for a High DER future

Next Meeting

Our next Working Group meeting will be on February 21, 2022. This meeting will recur on a monthly basis on the third Monday of each month at 2 – 3 pm. An invite from Admin@cedmc.org has gone out to all folks on the Working Group.