Designing Effective Programs through Stakeholder Engagement

Michelle Gransee, State Energy Office Director MN Department of Commerce EP Training Forum – August, 2019





Minnesota's Energy & Climate Goals

1980:

Conservation Improvement Program

1981:

• Net Energy Metering

1994:

PAST

FUTURE

Clean Energy

Coal dominant

Xcel Renewable Mandate: 425MW wind, 110MW biomass by 2002

2001:

• Renewable Energy Objective: 10% RE x 2015

2002:

Metropolitan Emissions Reduction Project (Coal retirements)

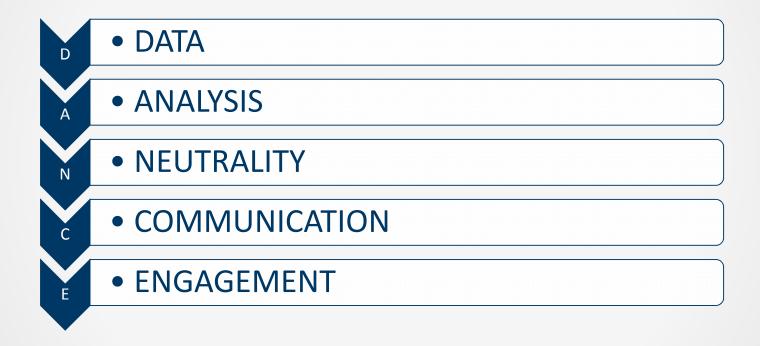
2007:

 Next Generation Energy Act: 27.5% RE x 2025 + 1.5% EE/yr

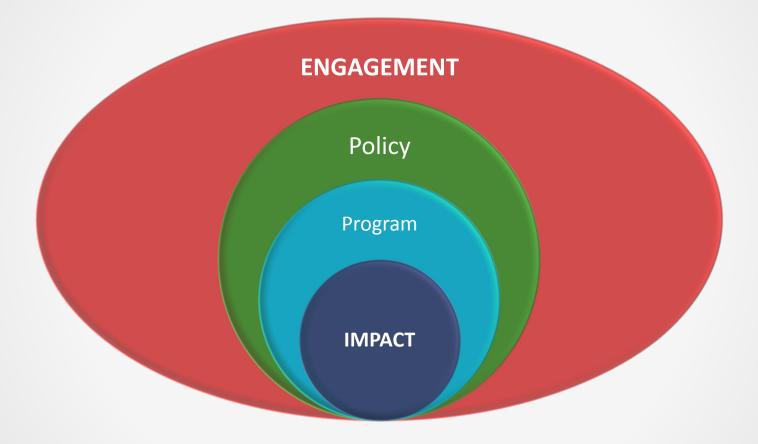
2013:

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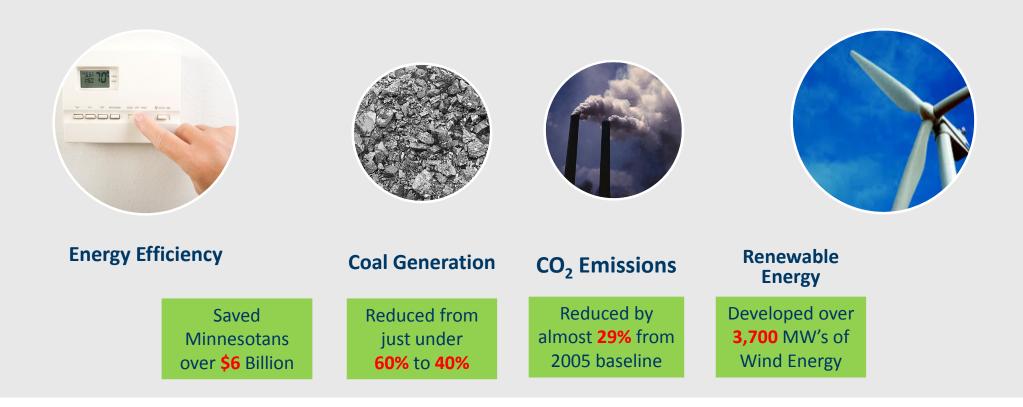
POLICY & PROGRAM DEVELOPMENT







Minnesota: Impact of Efforts to Date



Designing Effective Programs through Stakeholder Engagement

Today's Agenda
Stakeholder engagement – a brief introduction
Example 1 – Electric Utility Infrastructure
Example 2 – 2025 Energy Action Plan
Example 3 – Connecting Low-Income Communities Through Efficiency & Renewable Sources
A Second Look at Stakeholder Engagement
Using Stakeholder Engagement for Effective Program Design / Continuous Improvement

B.O.B. and W.O.W in Stakeholder Engagement





engagement noun

en·gage·ment | \ in-ˈgāj-mənt 🕥, en-\

Definition of engagement

- 1 a : an arrangement to meet or be present at a specified time and place // a dinner *engagement*
 - **b** : a job or period of employment especially as a performer
- 2 : something that <u>engages</u> : <u>PLEDGE</u>
- 3 a : the act of engaging : the state of being engaged
 - **b** : emotional involvement or commitment
 - *II* seesaws between obsessive *engagement* and ambiguous detachment Gary Taylor
 - c : <u>BETROTHAL</u>
- 4 : the state of being in gear
- 5 : a hostile encounter between military forces



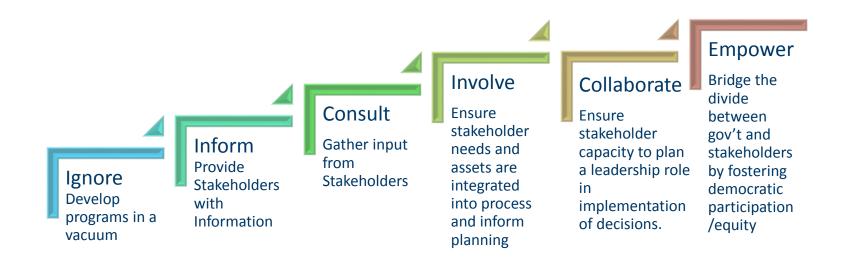
Defining "Engagem ent"



What Stakeholder Engagement is....and is not....

What Engagement IS	What Engagement IS NOT
 Talking to people in addition to day- to-day duties Educational Planned Us reaching out to stakeholders Proactive, not reactive Feedback of the broader public (e.g. listening sessions) Organizing a conference or public meeting that includes broad public access Presenting at a conference of the industries we regulate 	 Day to day mtgs/calls Responses to inquiries Having lunch with someone you just ran into to discuss an issue Stakeholders reaching out to us Responding or investigating a specific complaint Disaster Response Procedural meetings Attending or presenting at a national conference of regulatory agencies

Stakeholder Engagement...Expanded





Example 1: Electric Utility Infrastructure Efficiency Studies

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Ex. 1: Electric Utility Infrastructure Efficiency Studies

Minnesota's Conservation Improvement Program (CIP) is a long-term success AND Statute specifically allows utilities to count **Electric Utility Infrastructure** (EUI) efficiency toward their CIP goals

BUT CIP has been historically focused on the demand-side. Very few EUI projects

SO Commerce embarked on a series of projects to leverage existing, effective CIP tools to drive EUI efficiency implementation in Minnesota



- Estimate statewide potential for Electric Utility Infrastructure (EUI(efficiency
- Develop tools to help utilities capture EUI efficiency
- Clarify policy landscape surrounding EUI
 - Develop policy guidance (such as the "normal maintenance" definition)
- Reduce barriers and ultimately drive implementation of Electric Utility Infrastructure efficiency projects

The EUI Project was made possible by a grant from the U.S. Department of Energy – State Energy Program

EUI Stakeholder Engagement Process

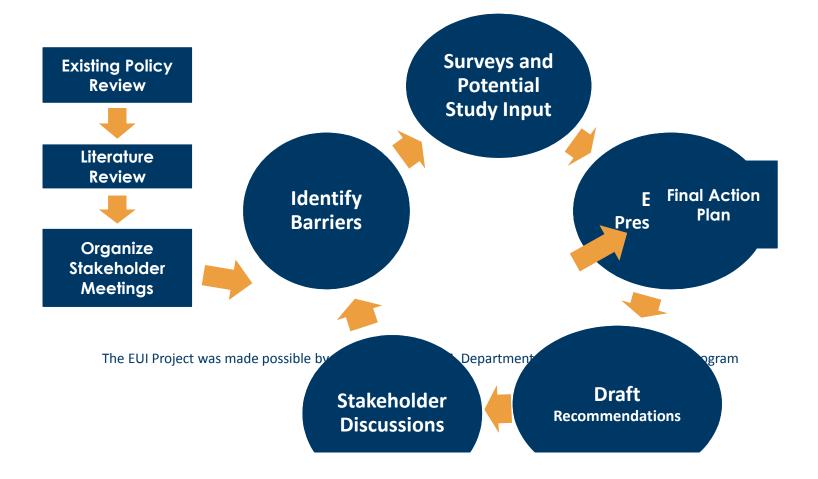


- Four large, open stakeholder meetings
- Presentations from experts in: technology, policy, and infrastructure design from a variety of perspectives
- Incorporate findings from stakeholder surveys and the Potential Study

- Advisory Committee helped guide the process and set agendas
- Developed an Action Plan with recommendations for stakeholders
- Disseminate results

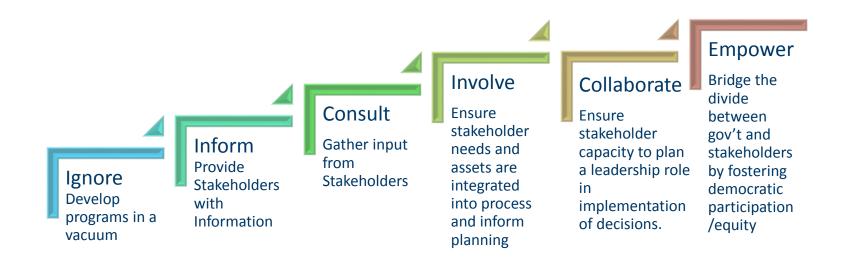
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EUI Stakeholder Engagement Process



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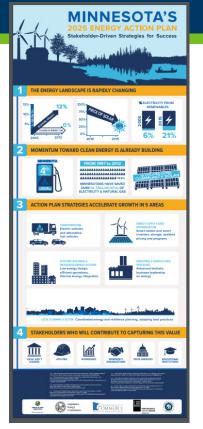
Stakeholder Engagement...Expanded





Example 2: Minnesota's 2025 Energy Action Plan

MN's 2025 Energy Action Plan: Goal



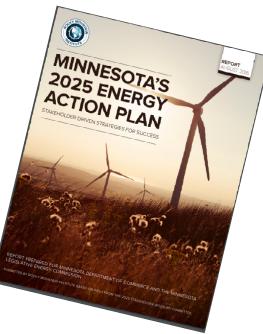
- Improve understanding of the state's energy landscape
- Advance a clean, reliable, resilient, and affordable energy system for Minnesota
- Meet Minnesota Statute 3.8852:
 - develop a planning strategy for a sustainable energy future
 - establish strategies to meet state's energy goals (e.g. RPS, EERS, fuel standards)
 - prepare for next steps beyond existing goals

MN's 2025 Energy Action Plan was made possible by a grant from the U.S. Department of Energy – State Energy Program

MN's 2025 Energy Action Plan: Results

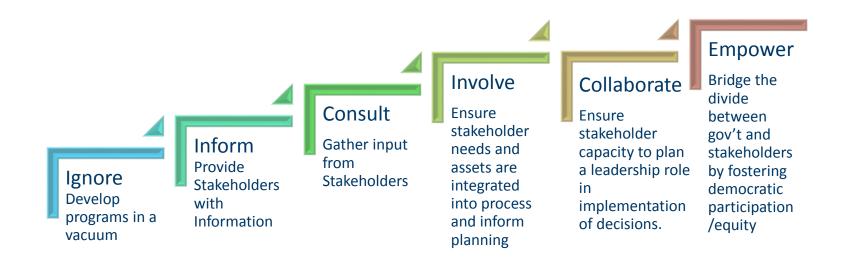
Conducted a stakeholder engagement process to develop a consensus-driven strategy report:

- Identified factors for success (solutions vs barriers)
- Provided initial steps to implement recommendations
- Noted self-identified champions to lead activities
- Acknowledged related initiatives and cross-sector opportunities
- Provided project resources and studies



MN's 2025 Energy Action Plan was made possible by a grant from the U.S. Department of Energy – State Energy Program

Stakeholder Engagement...Expanded



Example 3:

Connecting Low-Income Communities through Efficiency & Renewable Sources

CLICERS: Goal

Connecting Low-Income Communities through Efficiency and Renewable Sources (CLICERS)

Goals:

- Make solar power more accessible for low and moderate income Minnesotans; and
- Develop an effective pathway out of energy poverty for high-burden, lowincome individuals, through coordinated alignment of programs, leveraging resources, and client education.

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Core Advisory Committee

- Arnie Anderson, MN Community Action Partnership
- Timothy DenHerder-Thomas, Cooperative Energy Futures
- Jason Edens, Rural Renewable Energy
 Alliance
- Lynette Engelhardt Stott, Three Rivers Community Action
- Katie Frye, MN Power
- Nick Mark, CenterPoint Energy
- Pam Marshall, Energy CENTS
 Coalition
- Rebecca Olson, Center for Energy and Environment
- Ben Passer, Fresh Energy
- Jessie Peterson, Xcel Energy
- Jodi Slick, Ecolibrium3
- Jamez Staples, Renewable Energy
 Partners
- Janet Streff, Streff Consulting
- Katherine Teiken, MN Housing Finance Agency
- Brandy Toft, Leech Lake Band

CLICERS Task Forces

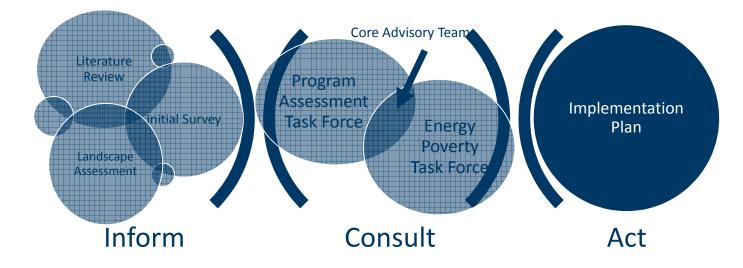
Program Evaluation Task Force

- BJ Allen, Rural Renewable Energy
 Alliance
- Deb Flannery, Greater MN Housing Fund
- Katie Frye, MN Power
- Jason Grenier, Otter Tail Power
- Ralph Jacobson, Innovative Power Systems
- Nick Mark, CenterPoint Energy
- Rebecca Olson, Center for Energy and Environment
- Ben Passer, Fresh Energy
- Yvonne Pfeifer, Xcel Energy
- Katherine Teiken, MN Housing Finance
 Agency
- Luke Tessum, SEMAC
- Scott Zahorik, Arrowhead Economic
 Opportunity Agency

Reducing Energy Poverty Task Force

- Arnie Anderson, MN Community Action
 Partnership
- Melissa Birch, CERTs
- Anna Carlson, Bemidji State University
- Victoria Clark, North Country Foundation
- Courtney Overby, North Country Foundation
- Lisa Daniels, Windustry
- Lynette Engelhardt Stott, Three Rivers Community Action
- Julia Frost Nerbonne, MN Interfaith Power and Light
- Pam Mahling, Honor the Earth
- Chris Meyer, SE Regional CERTs
- Vicki O'Day, Rural Renewable Energy Alliance
- Pam Schmidt, MN Power
- Ryan Zemek, Headwaters Regional Development Commission

CLICERS: Stakeholder Engagement Process



MN's CLICERS initiative made possible by a grant from the USDOE Solar Energy Technologies Office + USDOE Better Buildings Accelerator

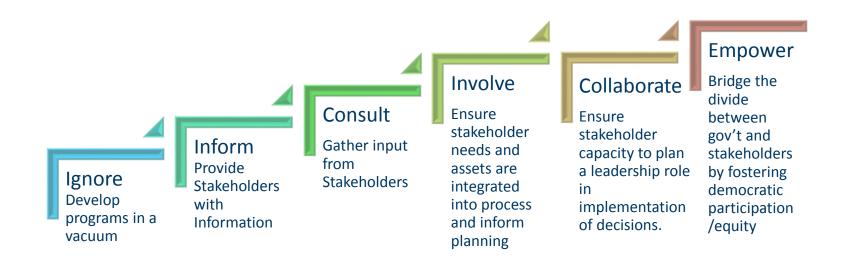
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CLICERS: Stakeholder Engagement Process: Results

- Task forces identified five main barriers and 15 potential solutions
- Implementation plan is in progress:
 - Model LI Solar incentive program
 - WAP+solar
 - NASEO Equity Task force
 - Commerce lens:
 - Energy Equity Team
 - Program assessment
 - Policy development



Stakeholder Engagement...Expanded



A Second Look at Stakeholder Engagement

stakeholder noun

stake hold er | \ stāk- hol-dər 🕥 \

Definition of stakeholder

- 1 : a person entrusted with the <u>stakes</u> of bettors
- 2 : one that has a <u>stake</u> in an enterprise
- 3 : one who is involved in or affected by a course of action

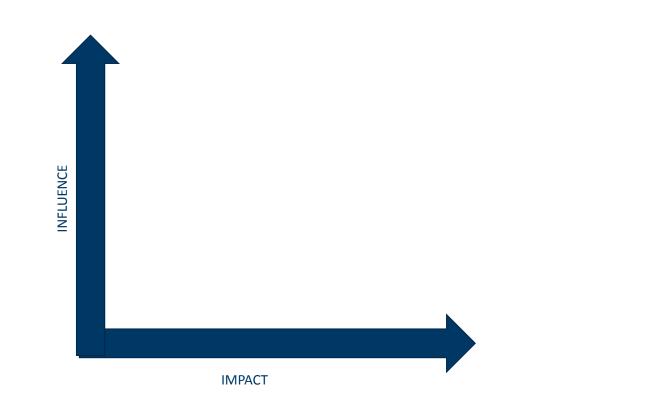
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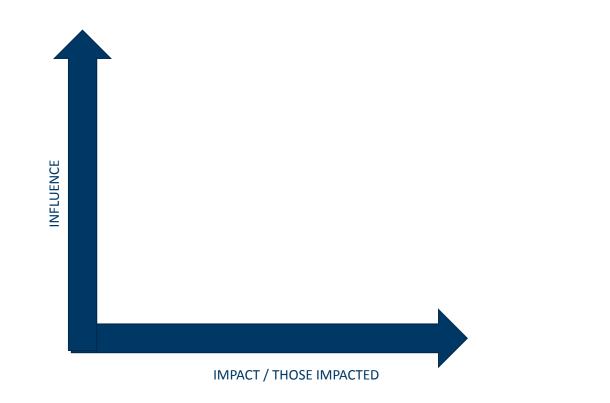
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Defining Stakeholders

To "subscribe"









• HONESTY: Establish what you are doing....and what you are not

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- PATIENCE: True stakeholder engagement takes time
- LEARNING: It is an evolving, ongoing process. Be wary of expert syndrome...and stakeholder fatigue...
- LISTENING: Begin...and continue....by being open

Questions – Comments – Additional Insights

To Begin....Again...



~ thank you ~



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