

Addressing Health & Equity through Electrification

Get AMPED Forum March 16th - 12:00-12:45 pm

# Agenda

- Introductions & webinar goals
- . AMPED campaign overview
- Climate Justice
- RENEW: Local Case Studies on Electrification & Health
- Equitable Rate Design
- . Q&A
- Resources



## Presenters



Valerie Lou, MD, MPH
Assistant Professor of
Emergency Medicine
University of Rochester Medical
Center, Climate Solutions
Accelerator



Elizabeth McDade
RENEW Program Director
Rochester Area Community
Foundation Initiatives, Inc.



**Mike Henchen**Principal, Carbon-Free Buildings *RMI* 

# **Webinar Goals**

- Understand the connection between fossil fuels, air quality, and public health
- Hear about tangible health outcomes driven by electrification projects in our community
- Learn how systems designed to support the most disadvantaged are key to improving everyone's health



Mitigating the impacts of climate change by reducing carbon pollution caused by fossil fuels through the promotion of beneficial electrification in the Genesee/Finger Lakes region.

## **Funders**



of the Genesee-Finger Lakes Region



## Steering Committee Members

butler/till

Causewave Community Partners
Center for Community Health &
Prevention

Common Ground Health

**Dutton Properties** 

**EMCOR Betlem** 

Empire State Development

Gallina Development

Genesee/Finger Lakes Regional Planning Council

Genesee Transportation Council

Greater Rochester Chamber of Commerce

Monroe County

PathStone Corporation

Piekunka Systems Inc.

Rochester Gas and Electric Corporation

Rochester Institute of Technology

Rochester Housing Authority Rochester Regional Health

Regional Transit Service

SWBR

University of Rochester







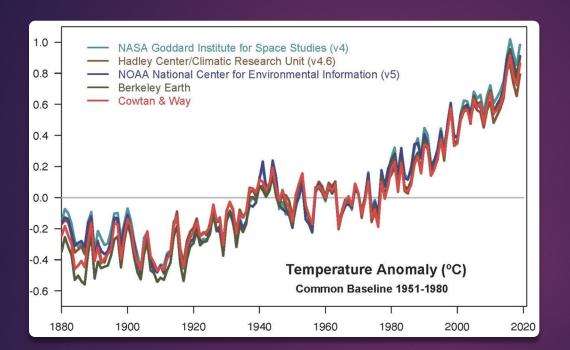




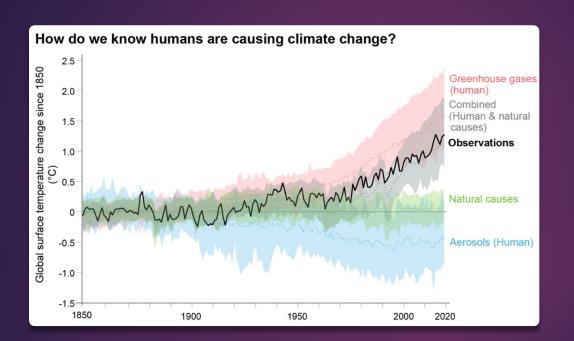
Climate Crisis to Climate Justice:

A global problem with local solutions

VALERIE LOU MD MPH



2020 2<sup>nd</sup>
warmest
year on
record



## Anthropogenic Climate Change





# CLIMATE CHANGE AFFECTS THE HEALTH OF ALL AMERICANS The health and well-being of Americans are already affected by climate change, with the adverse health consequences projected to worsen with additional climate change. Climate change affects human health by altering exposures to heat waves, floods, droughts, and other extreme events; vector-, food- and waterborne infectious diseases; changes in the quality and safety of air, food, and water; and stresses to mental health and well-being.















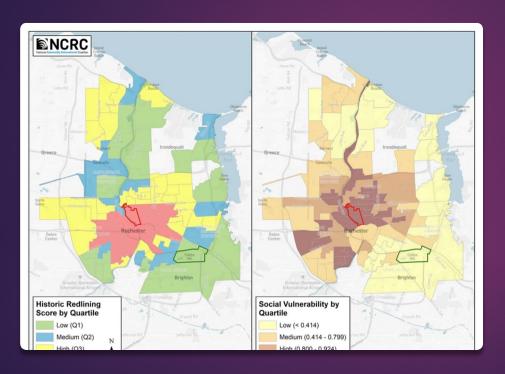








# Social Vulnerability in Rochester



#### Rochester Best/Worst Neighborhoods for Health

ROCHESTER	Census Tract 92.00	Census Tract 78.02
RACT POPULATION	1146	1497
MINORITY %	64.22	11.62
POVERTY %	57.07	3.54
SOCIAL VULNERABILITY	0.9941	0.0751
LIFE EXPECTANCY AT BIRTH	70.8	81.2
ASTHMA %	13.2	8.9
HIGH CHOLESTEROL %	8.7	4.9
COPD %	10.6	4.4
DIABETES %	21.1	8
HYPERTENSION %	41	28.5
KIDNEY DISEASE %	5.4	2.5
MENTAL HEALTH %	22.3	9
OBESITY %	46.7	24.4
STROKE %	5.7	2.2

NCRC.ORG

NATIONAL COMMUNITY REINVESTMENT COALITION







# Shifting from Crisis to Justice

► Climate change can have differing social, economic, public health, and other adverse impacts on underprivileged populations



# Shifting from Crisis to Justice

- ▶ People deserve the same degree of protection from environmental and health hazards, and
- ▶ Equal access to the decision-making process to have a healthy environment in which to live, learn, and work.





What do we need to do?

## <u>The Trifecta</u>

- 1) Improve Social Vulnerability
- 2) Climate mitigation
- 3) Improve Health





Beneficial electrification's positive health and environmental impacts are particularly important for improving health disparities of overburdened and underserved communities and communities of color.

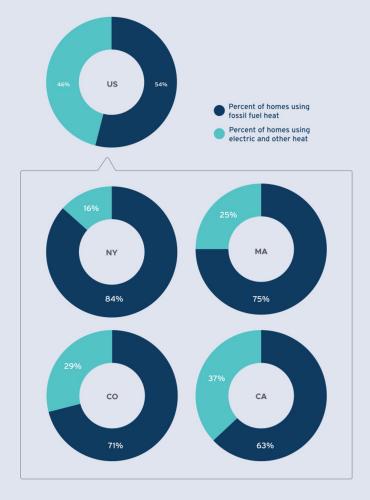














# Elizabeth McDade -Rochester ENergy Efficiency and Weatherization (RENEW)

### Who and what is RENEW?

- Rochester ENergy Efficiency and Weatherization (RENEW)
- Multi-year collective impact program.
- Seeded with \$1.0M in NYS Attorney General settlement funds; work continues through grants from ESL Charitable Foundation, Rochester Area Community Foundation, John and Margaret Sinclaire Foundation, NYS Senate Legislative Initiatives, Monroe County ARPA, Congressional Community Project Funding, and individual donations.
- AG funding originally targeted City of Rochester residents only
- Housed at Rochester Area Community Foundation
- RENEW Partners include:

Action for a Better Community
City of Rochester
Coalition to Prevent Lead Poisoning
Climate Solutions Accelerator
Common Ground Health
Greater ROC Habitat for Humanity
Ibero American Development Corp.

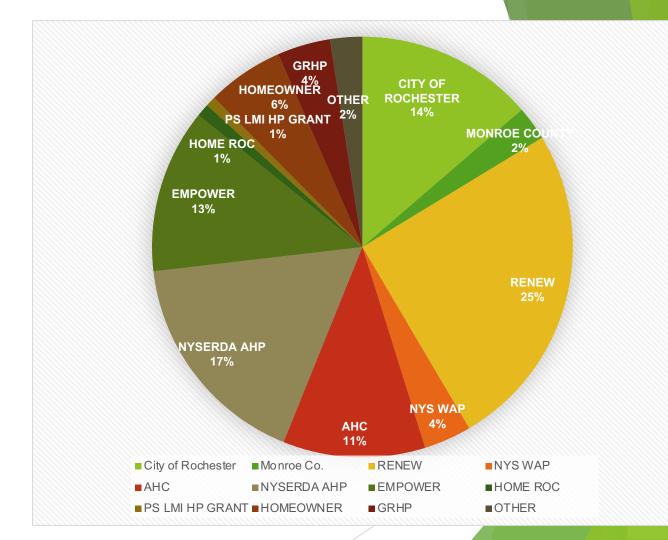
Monroe Co. Dept. of Public Health Monroe County Office on Aging NeighborWorks Community Partners PathStone Corporation Rochester Housing Dvlpt Fund Corp. Rochester Inst. Of Technology

Town of Greece





Partner
Contributions
via multiple
Funding
Streams



## What has RENEW done?

- RENEW and community partners have invested \$7.06M into the homes of 470+ income-eligible homeowners making them more energy-efficiency, healthier, and safer.
- Majority of RENEW clients are women of color, head of household, with children, who earn an average of \$27,800 a year.
  - ► Clients experience a 20% average savings on fuel costs.
  - Clients experience better physical and mental health outcomes. 100% with self-reported pre-existing respiratory conditions report reduced symptoms.
- Estimates show that as of Feb 2023, RENEW's work will keep
   6,628 tons of greenhouse gas from entering the atmosphere.

## **RENEW** decision making process

#### Criteria:

- Homeowners must be working with a RENEW partner (a 501c3) and meet partner eligibility criteria.
- RENEW funds energy efficiency, weatherization, and health and safety interventions—
  - OR, the removal of barriers that render the homeowner ineligible for energy-efficiency work including sewer line or electrical panel replacement, mold remediation, etc.
- RENEW is not a primary funder. Project proposals must be braided with partner funds and contain at least a 50% match.

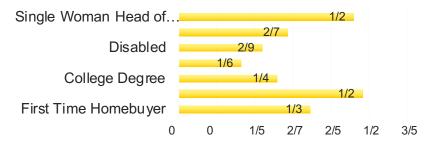
#### **Priorities:**

- No heat/hot water
- ► Homeowner is ineligible for HEAP or EARP
- Sewage in the basement

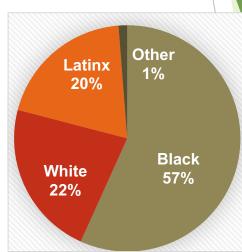


RENEW partners meet monthly to decide how to efficiently allocate grant funds to help LMI homeowners.

## Who do we serve?

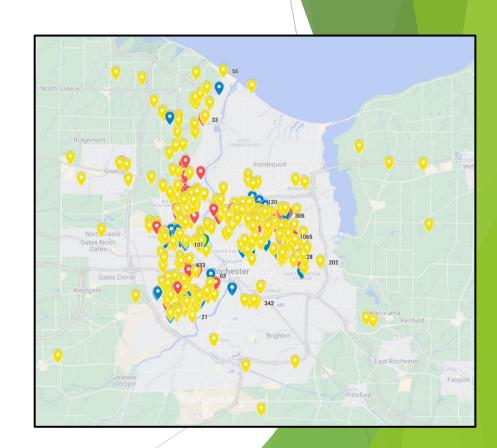


 RENEW projects to address unmet need can be found in every City of Rochester zip code, Brighton, Brockport, East Rochester, Gates, Greece, Henrietta, Irondequoit, Penfield, Pittsford, Spencerport, and Webster.



#### Progress as of Feb. 2023

- ▶ 470+ projects
- RENEW grants: \$1,918,705.68
- Partner dollars: \$5,154,462.06
- Average RENEW grant: \$4,073.00
- Total dollars invested in energy efficiency, weatherization, and health & safety: \$7.06 million.



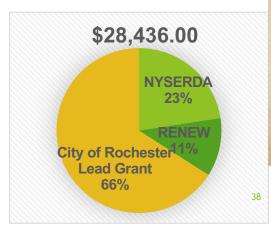
Inez lives in NE Rochester with her 4year-old granddaughter. She is being treated for BOOP (bronchiolitis obliterans organizing pneumonia).

Mold in the home was identified as exacerbating her illness, but the cost to remediate was prohibitive. Her doctor at URMC referred her to Finger Lakes Occupational Health Services and they in turn connected Inez to PathStone.

She qualified for a City Lead grant, received insulation, windows, a hot water heater, a dehumidifier, and mold remediation.

Most importantly, *Inez's BOOP has* stabilized.



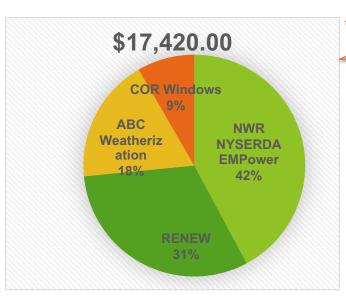




Joyce called NeighborWorks Rochester because her sewer line was broken. "We couldn't flush the toilet or take a shower. You can't go to work if you don't take a shower." NeighborWorks couldn't do weatherization work without getting the sewer line replaced, but their funding did not cover that scope of work.

Joyce slept on the couch in the living room because the downstairs windows were not secure. "If someone came in the house through one of those windows, I wouldn't have heard them upstairs in my room...and I have two daughters!"

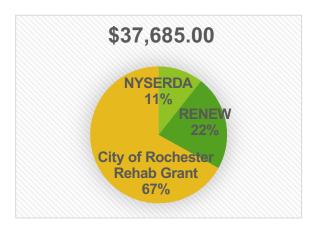
Joyce and her family received a new sewer line, insulation, high efficiency furnace, air sealing, new door, AND eight new windows that close and lock. For the first time in years, Joyce is sleeping in her own bed.



30% fuel costs decrease; 60.12 tons of carbon eliminated









Bill is a 62-year-old veteran living in SE Rochester.

He told us he lives alone and struggles with depression. He was so motivated by all of the improvements that he decided to make his own changes not covered by the grants.

Bill talked about how much better he felt after talking to the crew, getting help, and seeing how much nicer his home looked after all the work was completed.



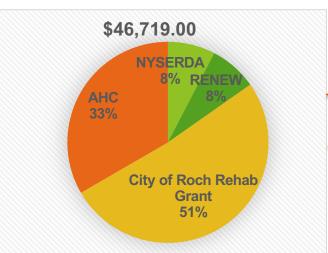
Three generations live under the roof of this home in the Holy Rosary Neighborhood.

Their home was always hard to keep warm. At one point, they did not have a working furnace.

Diagnosed with adult-onset asthma, Pamela woke up coughing every night.

Now they have a new roof, hot water heater, furnace, and windows.

With the new furnace,
Pamela sleeps through the
night. Her husband is also
sleeping better because she
used to wake him with her
coughing.



19% fuel costs decrease; 23.8 tons of carbon eliminated

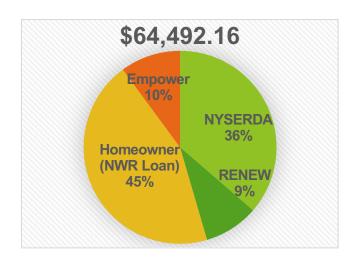




Joanne, her husband, two children and four grandchildren live in Marketview Heights.

Joanne went to NeighborWorks Rochester (NWR) looking for a loan for a new roof. When Al from NWR met with Joanne and told her she could qualify for some significant home improvements, Joanne was skeptical. "When Al started saying we could get a new furnace, a hot water heater, siding, windows, and insulation I was like 'am I dreaming?' and thought 'I'll believe it when I see it.""

Now the home is warmer in the winter and since they live on a busy street, Joanne has noticed that is it quieter.



Joanne says, "Everyone is feeling much more comfortable and confident about our home. Especially the younger ones, they see that change is possible."

Joanne's daughter and granddaughter made regular trips to the ED for asthma-related issues. They have not gone once since work was completed.



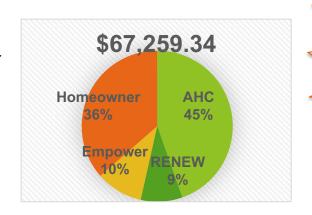


Patty grew up in Rochester. She lives with her husband, takes care of her grandchildren, and has Lupus.

Two years ago, they bought a foreclosed property in the northeast part of the city. Patty said, "We needed a home. We were getting older and did not want to live in debt."

The house had no plumbing, bathroom, electricity, or floors. She received a home improvement loan through her credit union and made many repairs.

In May 2019, the family moved in. Shortly afterwards a pipe burst in the wall in the kitchen. They replaced the pipes from the second floor to the basement. Six months later the sewer line stopped functioning. After the investment already made in the home, replacing the sewer line was an impossible expense. They did not have the resources. Mold and mildew appeared and the basement sink would not drain.



"You would take a shower and see toilet paper floating up through the drain...it was really bad. If your sewer doesn't work, you don't have a home." They put dryer sheets in the heat vents and burned candles to mask the overwhelming stench of sewage. Patty said, "I was desperate. I was in the hospital with severe respiratory problems. I could not breathe."

RENEW worked with PathStone and lbero and now the family has a safe and healthy home with a fully functioning sewer line.

16.23% fuel costs decrease; 40.57 tons of carbon eliminated

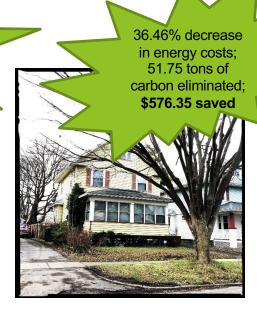




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#### 55 Heat Pump Hot Water Heaters

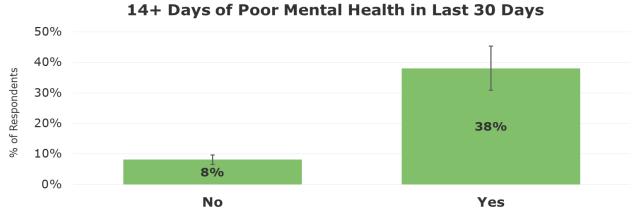




## RENEW considers how energy efficiency work impacts the health & wealth of a family

- Water infiltration can create permanent damage that not only weakens the structure of the home, and possibly creates fire hazards from damage to electrical wiring, but also creates health hazards.
- Cold or inconsistent temperatures, dampness and moisture, mold and mildew can trigger asthma attacks and other respiratory conditions.
- Heating/cooling system upgrades, improved indoor temperatures, improved ventilation, lead paint remediation, health & safety work, etc. can reduce health hazards in the home.
- ► 100% of RENEW clients with pre-existing self-reported respiratory conditions *report significantly reduced symptoms*.

"People who reported significant concerns about having enough money for housing were much more likely to experience persistent poor mental health. Numbers below reflect respondents who said they were always or usually worried about having enough money to pay rent/mortgage. Not surprisingly, the prevalence of housing insecurity is much higher in low-income populations. Data suggests that such insecurity is especially a problem in urban areas."



Respondent is always/usually worried or stressed about having enough money for housing

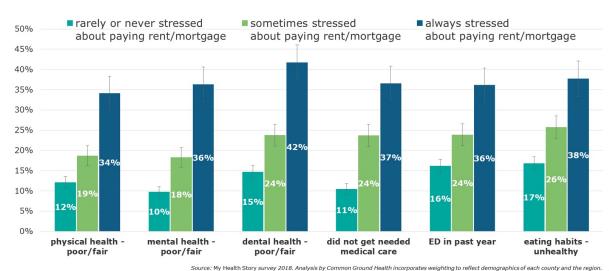
Source: NYSDOH Expanded Behavioral Risk Factor Surveillance System (BRFSS) 2016; analysis of Finger Lakes nine county region by Common Ground Health (responder data weighted to estimate actual population composition); shown with 95% confidence intervals (^indicates highly variable rate with confidence interval half-width greater than 10%)



"Financial stability is related to a broad range of health indicators. People who are always stressed about affording rent or mortgage payments report much higher rates of poor health status and outcomes."

#### **Health indicators by financial stress**

(Finger Lakes region)



Source: My nealth Story survey 2016. Analysis by Common Ground nealth incorporates weighting to renect demographics of each county and the region Data shown with 95% confidence intervals.



### Health & Climate Benefits of Reducing Carbon/GHG emissions

- Reduced air pollution
- Reduced "heat island" effects
- Reduced healthcare costs
- Neighborhood stabilization
- Monetized benefits 5-10 times larger than mitigation costs
- By implementing effective climate solutions, we can address many social and economic justice issues.

RENEW's collective impact design serves as an exemplar for the significance, and widespread economic and healthful impact, climate smart initiatives have the potential to achieve:

- improved community health status
- transformed neighborhoods
- increased generational wealth
- foreclosure prevention & retained homeownership
- improved community-wide economic stability

#### Thank you!

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# Equitable Rate Design

March 16, 2023

## What's the process for setting rates (roughly)?



How much can the utility spend, on what? How much profit can they earn?

Revenue requirement



How should that be divided among customer classes?

Cost allocation

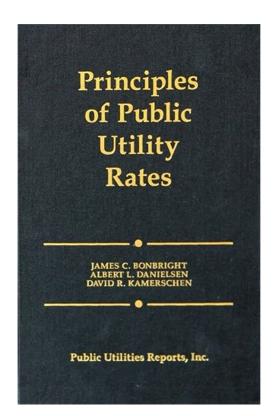


How are individual bills calculated?

Rate design

## Traditional rate principles (paraphrased)

- 1 Rates are sufficient to recover approved utility costs
- 2 Rates are fairly allocated and avoid discrimination
- 3 Rates provide efficient price signals and discourage waste
- 4 Rates are acceptable to customers: stable, predictable, and easy to understand



### Rate principles: what's different now?

- Growing awareness of energy burden and utility shutoffs
- Electric rates may discourage electrification, even when we need it for climate action
- Opportunity for technology to shift & optimize how we use electricity
- Gas rates: how to manage expected decline on a system with fixed costs?

### Some tensions

Utilities need to invest in reliable systems



Avoid excessive spending, keep rates affordable

Economically efficient price signals (e.g., time-varying)



Simple rates, easy to understand

Get people burning less gas



Recover enough funding to keep the gas system safe & reliable

Set electric rates to encourage conservation



Set electric rates to encourage electrification

# So, what would support an equitable energy transition?

- 1 Expand protections for low- and moderate-income families
- 2 Pare back gas system capital investments; pursue non-pipe alternatives
- 3 Move toward time-varying electric rates
- 4 Pursue electrification-friendly rates (evolving space)
- Maximize outside funds whenever possible (IRA, RGGI, etc.)



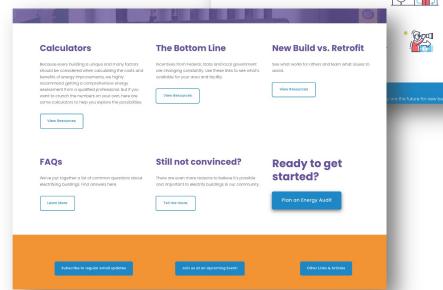




The case for electrified

can be for your facili and your business.

## Website with information and resources



buildings is getting
stronger every day.
Explore this infograpi
to see how beneficia

Let's get started!

appropriate for your facilities. That's why the best place to start is a **comprehensive energy**audit of your facilities.

An energy audit will identify areas of your facility and operation where energy can be saved. This process will deliver you a reportifiled with energy- and cost-saving recommendations ranging from lighting to large-scale capital improvements. This gives you

Thankfully, there are **incentives**, **tax credits**, **and financing options** available – from New York State Energy Research and Development Authority (NYSERDA) and others – to help businesses get started! If you need help to determine which option is right for your business. contract the HeatSmark Financy Advisor.

OR

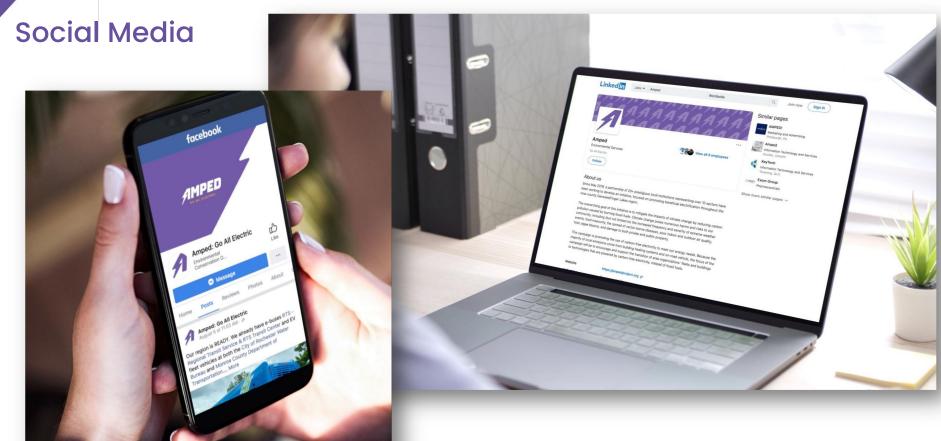
Schedule a meeting with a HeatSmart Energy Advisor

**HeatSmart** is a trusted partner of the AMPED Project, offering free energy assessments, unbiased expert advice, vetted installers, and timely information on local, state, and federal incentives.

Explore Energy Assessment Programs through NYSERDA







## **Next Steps**

- 1. <u>Subscribe</u> to AMPED for electrification tools and resources delivered to your inbox
- 2. <u>Donate</u> to the RENEW Climate Fund to clean the air we ALL breathe. Carbon offset donations allow individuals, businesses, institutions, and municipalities to reduce carbon footprints associated with everyday activities.
- 3. As an organization, consider the ways you can invest your funds to help or harm public health. Talk to a consultant about electrifying your <u>building</u> or <u>fleet</u>.
- 4. Check out <u>organizational opportunities</u> for climate action through the Climate Solutions Accelerator of the Genesee-Finger Lakes Region.
- 5. Send a letter to the Public Service Commission to share your thoughts about rate increases.