Please note that this presentation was given during the United Nations Climate Change Conference (COP-15) in Copenhagen, December 7-18, 2009 for more information please visit http://www.cop15.state.gov/.



A "Win-Win" Framework: Energy Efficiency in the Developing World

Kateri Callahan

President, Alliance to Save Energy

Friday, December 11 DOC and USAID Joint Side Event

ALLIANCE TO

SAVE ENERGY

Creating an Energy-Efficient World





Presentation Overview

- A Few Words about the Alliance
- The Alliance in the Developing World
- Watergy: A Case Study on Effective EE at Work
- A Look at the Potential for the Future

What is the Alliance to Save Energy?

Prvor (D-Ark.)

Duke Energy



The Alliance to Save Energy promotes energy efficiency worldwide to achieve a healthier economy, a cleaner environment and greater energy security.

- Non-profit organization headquartered in U.S.; operations world-wide
- Led by Senator Mark Pryor (D-AR) and Jim Rogers, CEO of Duke Energy
- Includes 10 Members of Congress Bi-Cameral; Bi-Partisan
- Also includes environmental, consumer, and trade associations heads, state and local policy makers, corporate executives



Bi-partisan, Bi-cameral Honorary Vice Chairs



What is the Alliance?

Business • Government • Public Interests

- Sponsorship and participation of more than 160 organizations
- Involvement by businesses in all economic sectors
- Initiatives underway in research, policy advocacy, education, technology deployment, and communications





The Alliance Around the Globe

Branch Offices in:

India
South Africa
Mexico
Ukraine

Programs & Projects:

- Watergy
- Municipal Network for Energy Efficiency (MUNEE)
- China Energy Efficient Windows Initiatives
- **REEEP Compendium of Best RE & EE Practices**
 - Manual for Financing Municipal EE

Partners in International Projects



U.S. and foreign government, multinationals, foundations, NGOs

- U.S. Agency for International Development,
- U.S. Department of Energy,
- U.S. Department of State,
- Asia-Pacific Economic Cooperation,
- Renewable Energy and Energy Efficiency Partnership,
- International Finance Corporation,
- World Bank, Inter-American Development Bank,

reeep

- Coca-Cola and the Coca-Cola Foundation,
- as well as municipalities, water utilities and foreign government agencies.





renewable energy & energy efficiency partnership





A Look at Success:



WATERGY makes the best use of two valuable, limited resources: water & energy

WHY IS THIS IMPORTANT?

- Every liter of water that passes through a system has a significant energy cost.
- Water sector efficiency leaves more funds for crucial and often underfunded **public services**.
- ✓ In most developing countries, 1/3 to 1/2 of water produced is lost.

AND IT'S COST EFFECTIVE...

- ✓ Rapid **Payback**: generally from a few months to 3 years
- ✓ Huge **Savings**: at least 20% in energy costs; much higher possible
- ✓ Makes the most of existing **infrastructure**; reduces the need for new

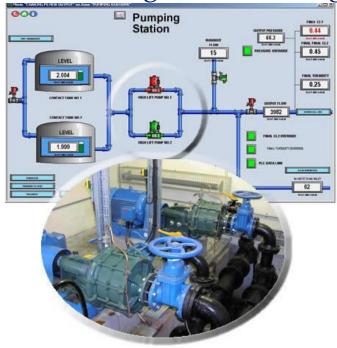
RESULTS: 20.8 million kWh and \$5.3 million (100 cities)

Cost-Effective Interventions ALLIANCE TO SAVE ENERGY

Creating an Energy-Efficient World

• Pumps

- Leak Management
- Automated Controls
- Metering & Monitoring











CASE STUDY: EMFULENI, South Africa



Creating an Energy-Efficient World

PROBLEM

- 80% of water flowing to homes lost through leaking plumbing fixtures!
- Enough to fill two Olympic-size swimming pools every hour





EMFULENI, cont.



TECHNICAL SOLUTION: Pressure Management

- Automated pressure management valves on each supply line
- Reduced high bulk pressure; further reductions @ night
- \$800,000 construction commissioned Sept 2005

FINANCING SOLUTION: Performance Contracting

- Water pressure management firm acting as ESCO
- Build-Operate-Train-Transfer to municipality after 5 years
- Fees: firm gets 20% of savings

ALLIANCE ROLE: Trusted third party

Developed idea and worked with water utility & municipality to implement it

- ✓ Wrote RFP, putting onus on bidders to find funding
- ✓ Helped **negotiate** contract



EMFULENI, cont.



RESULTS

- **Payback** period: <3 months
- Annual Savings:
 - Cost: US \$ 3.8 million
 - Water: 8 million kiloliters (kL) a reduction of >30%
 - **Energy**: >14 million kWh
- CO2 Reductions: 12,000 tonnes/year





Spreading Success – New Watergy Programs



Central America

- Alliance + Econoler International to lead 1 year Watergy Program, funded by Inter-American Development Bank
- Aya (Costa Rica), Idaan (Panama) and Water of Cortes Port (Honduras)
- USD 100,000

Caribbean Basin Countries

- Same Partners
- Bahamas, Barbados, Guyana, Haiti, Jamaica, Suriname, Trinidad & Tobago
- USD 400,000



A World of Possibilities!

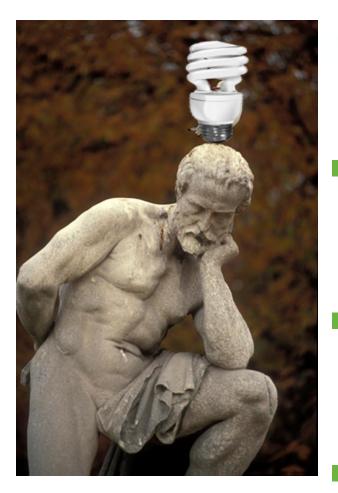
Annual world-wide investment of \$170 billion in energy efficiency through 2020 could:

- cut global energy demand growth by at least half
- save \$900 billion a year in avoided energy costs
- dramatically reduce greenhouse gas emissions



Think About it. Energy Efficiency is...



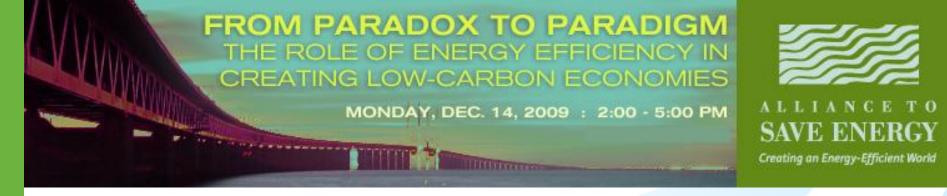


 ...the quickest, cheapest, cleanest way to extend our world's energy supplies

...the "First Tool" in the Arsenal for Fighting Climate Change

 ...the best investment we can make...

...So what are we waiting for?



Business, programmatic and technical experts will highlight and discuss best practices for employing energy efficiency to reduce emissions while maintaining, if not improving, bottom-line corporate and economic growth. Case studies from both developed and developing countries will be analyzed.

Panel chairs: Lena Ek, MEP Sweden Claude Turmes, MEP Luxembourg

Speakers:Former Governor George PatakiEelco van Heel, CEO, Rockwool International A/SAndreas Schierenbeck, CEO Siemens Building Tech....and senior level speakers from:Schneider Electric, Google, USGBC, IEA, ICLEI and NRDC



Thank you!

Kateri Callahan

President, Alliance to Save Energy

kcallahan@ase.org

+1-202-530-2219