Targeting Energy Justice: Race, Renewables, and Efficiency

TONY G. REAMES, PHD

ASSISTANT PROFESSOR, UNIVERSITY OF MICHIGAN

VISITING SCHOLAR, KLEINMAN CENTER FOR ENERGY POLICY, UPENN

APRIL 15, 2021





Toward a Study of Energy Justice

A Just Energy System- an energy system that fairly disseminates both the benefits and costs of energy services, and one that has representative and impartial energy decision-making (Sovacool & Dworkin, 2014)

- $\circ\,$ It involves the following key elements:
 - <u>Costs</u>, or how the hazards and externalities of the energy system are imposed on communities unequally, often the poor and marginalized;
 - <u>Benefits</u>, or how access to modern energy systems, technologies, and services are highly uneven;
 - <u>Procedures</u>, or how many energy projects proceed with exclusionary forms of decisionmaking that lack due process and representation.







The United States of Energy Insecurity

TEXAS NEWS

Texas power outages: How the largest energy-producing state in the US failed in freezing temperatures



Economic Polis

Millions of Americans risk losing power and water as massive, unpaid utility bills pile up

More than 179 million people may be at risk for shut-offs as many state protections end.



NJ.com Yesterday at 4:00 AM · @

The 68-year-old's power was cut on the hottest day of the year, despite having paid the power company just days before, her family says.



Grandmother on oxygen dies after PSE&G cuts off her power, grieving family says

Linda Daniels, who was in hospice care and using an electric-powered oxygen tank, died last Thursday after PSE&G turned off her power. The utility...

NJ.COM

D Like

Comment



Share





The United States of Energy Insecurity 1 in 3 US HHs face energy insecurity (U.S. EIA, 2015)

oEnergy insecurity is the inability to adequately meet household energy needs, and includes physical, economic, and behavioral dimensions that lead to or exacerbate adverse health issues (Hernandez, 2016)

- oEnergy insecurity challenges (EIA, 2015)
 - o 1 in 5 HHs reducing or forgoing basic necessities like food and medicine to pay an energy bill
 - o 14% of HHs receiving a disconnection notice for energy service.
 - o 11% of HHs keeping their home at an unhealthy or unsafe temperature.



Data Source: US Energy Information Administration Residential Energy Consumption Survey, 2015





The United States of Energy Insecurity The pandemic has worsened energy insecurity (May 2020)

oDisparities have grown since the beginning of the COVID-19 pandemic

oA higher prevalence of energy insecurity during the early period of the COVID-19 pandemic

oExperienced worsened levels of energy insecurity

o Inefficient housing conditions

o Medical devices

o Children under 5

o Hispanic

o Black





Memmott, T., Carley, S., Graff, M., & Konisky, D. M. (2021). Sociodemographic disparities in energy insecurity among low-income households before and during the COVID-19 pandemic. Nature Energy, 6(2), 186-193.



The United States of Energy Insecurity

Black, Hispanic, and Native American Households Face High Energy Burdens

- o Study of 13,000 multifamily properties across five U.S. cities
- o The average low-income household energy burden was 7%, whereas higher income households had an average energy burden of 2%
- o Minority households experienced higher energy burdens than non-Hispanic White households.
- o (Kontokosta, Reina & Bonczak, 2020)



Data Source: American Council for an Energy Efficient Economy (ACEEE), 2020





Energy Burden and Health

oPublic health is associated with a complex nexus of factors

oEnergy burden needs to be among the considerations

oAcross US counties, each unit of increase in LMI energy burden is associated with an average 240 more premature deaths per 100,000 people

oAs the energy burden increases across counties, each unit increase is associated with a 7% increase in county residents that report experiencing fair or poor health.

•Each unit increase in energy burden is significantly associated with more than a five year decrease in county average life expectancy.





"The energy system routinely sacrifices Brown, Black and Indigenous bodies to keep the lights on for the majority."

Revolutionary Power: An Activist's Guide to the Energy Transition Shalanda H. Baker, 2021



lities

E MANOF OS



Detroit, Michigan

ELECTRICITY CONSUMPTION



ELECTRICITY EFFICIENCY







ELECTRICITY CONSUMPTION



% PEOPLE OF COLOR







ELECTRICITY CONSUMPTION



CUMULATIVE VULNERABILITY

(% below poverty, % without GED, median household income (reverse), % renters, linguistic isolation, %<5 years, %>65 years)







Category	Description	Correlation		H AN	A AVERTAL AND A AVERT
		Heating Consumption	Heating Inefficiency		
Economic Status	Median HH income		₽		Utilities
	% HHs below poverty	₽			are rights
Education	% Less HS diploma	₽		TELP	not la
Race/Ethnicity	% White HHs			SEEP TE	privileges!
	% African Americans HHs			ELMY	
	% Hispanic HHs			SAFE	
Housing Tenure	% Owner-occupied		•	RM.	

Detroit utility shut-off protests, 2012

HHs= Households



Bednar, D.J., Reames, T.G. and Keoleian, G.A. (2017). The intersection of energy and justice: Modeling the spatial, racial/ethnic and socioeconomic patterns of urban residential heating consumption and efficiency in Detroit, Michigan. Energy and Buildings, 143, pp.25-34.



Energy Action in Detroit

oDTE, Investor-owned utility serving Detroit (2.2million customers)

oA 2016 Michigan energy law kickstarted a cycle of required longterm energy planning for utilities called Integrated Resource Plans (IRP)

oAn IRP outlines the utility's vision for how to provide energy to their customers

olt requires the utility to best predict their customers' power needs over the next fifteen to twenty years

•Describe how they plan to meet energy needs reliably and costeffectively in different ways (i.e., energy efficiency, wind, solar, gas, and demand response) and when they plan to retire their coal plants.











The Call to Action: "Right now DTE Energy is making decisions that will impact your family and household for a generation – and without your input."

DTE's plan:

- rate hike proposals
- a new billion dollar methane gas burning facility,
- weakening the solar industry, and making sure that solar on your rooftops and in your communities stays unaffordable

Meanwhile,

- building the NEXUS gas pipeline
- running other unregulated subsidiaries that invest in more fossil fuels
- releasing more asthma-inducing and climate-causing gases into the air.
- Promising shareholders a doubling of their profits in the next 10 years



WHAT WILL DTE DO WITH YOUR MONEY OVER THE NEXT 15 YEARS?

This is just one of the questions DTE's Integrated Resource Plan (IRP) is supposed to address.

Right now, their plan is to spend our money bailding giant fracked gas plants and pipelines, making a lot of money for their shareholders and leaving our communities sick, underserved, and overcharged.

We can change that.

We're calling on the Michigan Public Service Commission to put community welfare over corporate profits. DTEs 15-year plan (IRP) should promote affordability, health, community ownership, and Jobs in our communities through local clean energy, efficiency, and equitable infrastructure upgrades.

> THE PUBLIC HEARING WILL HAVE TWO SESSIONS. PARTICIPANTS CAN ATTEND EITHER OF THE SCHEDULED SESSIONS:

THURSDAY, JUNE 20, 2019

4:00 P.M. - 5:30 P.M. (SESSION 1) 5:45 P.M. - 7:00 P.M. (SESSION 2)

LOCATION: Wayne County Community College Downtown Campus, Frank Hayden Community Room 1001 W. Fort Street Detroit, Michigan 48226

ADMINISTRATIVE LAW JUDGE DENNIS W. MACK WILL HEAR STATEMENTS

Michigan Public Service Commission Complaints and Questions 1-800-292-9555

Source: workformedte.org





MPSC Public Hearing in Detroit June 2019



Dan Scripps @DanScripps - 15h Our @MichiganPSC Detroit public hearing tonight on @DTE_Energy's long-term energy plan was scheduled for 3 hours. It went for 4.5. Thanks to the 50+ speakers and the many more attendees for sharing your thoughts and providing input into the planning process.

Q 4 tl 10 0 37 1





Source: Work for Me DTE; CUB Michigan



"We need actions that will bring jobs, and <u>clean, safe and healthy</u> <u>community solutions for a new green economy</u>. We should rebuild Detroit and all of our neighboring communities throughout Southeast Michigan – <u>cleaner and greener</u>, with no shutoffs, and with strong and <u>sustainable infrastructure</u> for future generations. We want <u>100% clean</u> <u>energy</u> commitment now, while there is still time." -workformedte.org





Kansas City, Missouri

Kansas City Energy Injustice



Category	Description	Correlation
Economic Status	Median HH Income	₽
	% HHs below poverty	1
Education	% Less HS diploma	1
Age	% HH 65+	1
Race/Ethnicity	% White HHs	₽
	% African American HHs	1
	% Hispanic HHs	1
Housing Tenure	% Renter-occupied	





Kansas City Green Impact Zone



\$200M public-private 150-block "green" urban renewal project



Sep 2009-Jan 2014

	Green Impact Zone	Kansas City
Population	10,742	474,396
% Black	86.2	28.1
% White	9.5	57.7
Housing units	5,810	225,569
% Built before 1980	91.4	48.3
% Vacant	27.8	13.3
% Home ownership	49.1	61.4
Median HH Inc.	\$24,125	\$44,436
% Below poverty	35.2	19.1
Unemployment	16.3	7.7





Persistent Barriers to Weatherization

Market

- o Lack of information
- o Split incentive

Regulatory

- o Pre-weatherization
- o Previous weatherization

oSocial/Cultural

- o Public priorities
- o Public distrust









Public Priorities

oThe first challenge was making green relevant in the Green Impact Zone

•Stakeholders knew a direct connection was needed between social and economic priorities and weatherization, to motivate participation.

• The environmental benefits of weatherization became a cobenefit of focusing on other priorities.

•On all electronic and printed material, the three reasons why residents should weatherize were purposefully ordered as o to save money on heating and cooling your home o to have a healthier home with better indoor air quality o to help protect the environment by reducing energy consumption and pollution





Public Distrust

•Pursuing energy equity requires recognition of social characteristics that impede participation

oDistrust in government

o Fear of "energy audit"

oDistrust in others

o Fear of unknown individuals

oTo overcome; used known, trusted messengers
(e.g., community-based social marketing)
o African American implementation staff
o Neighbors (Neighborhood associations, block captains)



"Let's be honest, I'm a blue-eyed, white woman... Now I've got a lot of cred with those neighborhood leaders, but they needed a strong African American presence and leadership..."



"... I am very happy...I can recommend it to anybody, everybody, they won't have anything to worry about".





Rooftop Solar

Rooftop Solar Injustice

•Although costs of solar continue to decline, adoption by on low- to moderate-income (LMI) households and households of color are growing at a much slower rate

•Majority Black and Hispanic communities had 69% and 30%, respectively, less solar installed, while white majority communities had 21% more solar, when compared to nonracial/ethnic majority communities (Sunter, et al. 2019)

•The majority (68.4%) of residential rooftop potential in the US is on single-family rooftops, and 37% of all solar suitable single-family rooftops are LMI-occupied (NREL REPLICA).

oIn response some state and local governments have developed programs, primarily focused LMI households, in support of solar adoption parity.







Rooftop Solar Potential & Race

• Three-fourths of all census tracts had a rooftop potential greater than 72%, regardless of racial/ethnic majority.

oCompared to majority-white census tracts,

oMajority-Black tracts, 6% less potential

oMajority-Hispanic tracts, 7% less potential

oMajority-Asian tracts, 9% less potential

•Majority-American Indian tracts, 11% higher rooftop potential.







Solar with Justice

Strategies for Powering Up Under-Resourced Communities and Growing an Inclusive Solar Market



Clean Energy States Alliance + Jackson State University Department of Urban and Regional Planning Partnership for Southern Equity + PaulouAnalysis - University of Michigan School for Environment and Sustainability The Nathan Curryings Foundation + The Solutions Project

Solar Solutions

• Solar with Justice offers a series of recommendations for advancing solar for under-resourced communities, and advice on how to implement it.

- 1. Partnerships involving trusted community organizations are essential
- 2. It's still the experimental phase for LMI solar
- 3. Installations for community institutions deserve special consideration
- 4. Resilience should be a component of LMI solar
- 5. Financial risk needs to be minimized for LMI households and community organizations
- 6. Strong consumer protection is crucial
- Shared solar projects can play a useful role, but they are not a panacea
- 8. Training and workforce development should remain a priority
- 9. Solar education is important
- 10. Increasing the availability of financing for solar projects in underresourced communities is essential



A Call for Community-based Approaches to Energy Justice

•**Support** equity, justice and democracy; serves as a conduit for community empowerment and self-determination (Teron & Ekoh 2018)

•Acknowledge that complex decision-making processes guide energy choices and cannot be described using a simple rational-economic model (Wilk and Wilhite 1985; McKenzie-Mohr and Smith 2011; Anda and Temmen 2014)

•Foster social connectedness to transform the way people consume energy – relying on group interaction, peer support, and communal resolve to impact behavior (Wisconsin Energy Conservation Corp.)

•Create institutional capabilities to effectively deliver services, and recognize, and respond to fluid conditions (Berry 2010)









NSF-funded, university-community partnership, Smart & Connected Communities

Objectives

- 1. Test efficacy of a neighborhoodembedded energy case management intervention
- 2. Determine amount of electricity that should be considered a basic right
- 3. Develop new hypothetical electricity rate paradigms







THANKYOU!

TREAMES@UMICH.EDU

WWW.THEGREENSCHOLAR.COM WWW.URBANENERGYJUSTICELAB.COM @TGREAMES @JUSTURBANENERGY