

### **DRIVING TRANSFORMATION**

Behavior, Energy & Climate Change (BECC) 🤰 November 12-15, 2023 🔰 Sacramento, CA

### **Exploring Customer Perceptions of Green Business: An Experiment**

November 13, 2023

Mahayla Slackerelli | Calpine Energy Solutions Dr. Stylianos Syropoulos | Boston College Dr. Beth Karlin | See Change Institute

Convened by:

**Stanford** Environmental and Energy Policy Analysis Center







### **CCA Data Management and Contact Center Services**



### **Community Choice Aggregation**



#BECC2023



We help good people do good *better*. See Change Institute is an applied behavioral science firm.

We specialize in **Research**, **Strategy, Design**, and **Evaluation** of environmental and health behavior change.

### **Benefits of Renewable Energy**

- Reduced carbon emissions
- Make use of natural resources
- Help create new jobs
- Save money







### **Study Context**

### Orange County, CA







### **Study Overview**

- Dates: June July 2022
- Method: Online Survey
- Duration: ~15 minutes
- Sample: 409 Orange County residents who are the primary energy decisionmaker and paid their own electric bill.



### **Study Design**

#### **Preliminary Questions**

- Demographics
- Awareness, familiarity, and perceptions of CCA and OCPA
- Trust in information sources, news sources, and community priorities

#### **Experimental Design**

- Participants were asked to think about their favorite local restaurant and rate them on:
  - 1. How often they visit this restaurant.
  - 2. How likely they are to recommend this restaurant to their friends.
  - 3. The degree to which this restaurant is devoted to the local community.
  - 4. The degree to which this restaurant is committed to sustainability.
- They were then randomly assigned to one of five conditions and asked to imagine that this restaurant had opted into a renewable plan and asked the questions again.



### **Treatment Conditions**

#### 1. OCPA only

Imagine that your favorite local neighborhood restaurant just switched to a new energy plan with the Orange County Power Authority (OCPA).

OCPA is a Community Choice Aggregation (CCA) program, which gives local governments control to purchase power, set competitive rates, and collect revenue. With this approach, the local utility providers still maintain the electricity grid, deliver energy, and handle billing.

#### 4. OCPA + Renewable

#### 2. Renewable only

Now imagine that your favorite local neighborhood restaurant just switched to a new energy plan that will draw 100% of its energy from renewable sources.

#### 3. OCPA + Ecolabel



#### 5. OCPA + Renewable + Ecolabel

### Findings

All conditions increased how much people thought the business was committed to the local community and sustainability as well as how often they would visit.\*

The eco-label condition was the most effective and OCPA only the least effective.

Impact of Renewable Energy Option Framing on Restaurant Perception





#BECC2023

\* No effect was observed for net promoter score (although an upward trend was noted).

## Implications

- Opting into a renewable energy/sustainability plan caused customers to view the business as
  - More devoted to the community
  - More committed to sustainability
- It also increased intentions to visit the restaurant in the future
- The framing of the sustainability champion appears to be the most effective
- Further research is needed for stronger conclusions





### **DRIVING TRANSFORMATION**

Behavior, Energy & Climate Change (BECC) 🤰 November 12-15, 2023 🔰 Sacramento, CA

# **Thank You!**

Mahayla Slackerelli | Calpine Energy Solutions, Mahayla.Slackerelli@calpine.com Dr. Stylianos Syropoulos | Boston College, syropoul@bc.edu Dr. Beth Karlin | See Change Institute, bkarlin@seechangeinstitute.com



### **OCPA only Condition**



### **Renewable only Condition**



### **OCPA + Renewable Condition**



### **Ecolabel Condition**



### **Everything Condition**

