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# Report Highlights

## Energy Efficiency Contracts 2024

### Monitoring and Cost Savings

Audit Control # 40240032  
Performance Audit Services • August 2025

### Why We Conducted This Audit

We conducted this audit because state law [Louisiana Revised Statute 39:1622(E)(2)] requires the Louisiana Legislative Auditor to conduct periodic performance audits of each performance-based energy efficiency contract entered into by a state agency and in effect on and after January 1, 2010. The purpose of this audit was to determine if the energy service company conducted its monitoring activities and achieved the cost savings required by its contract as of June 30, 2024.

### What We Found

We found that as of June 30, 2024, there was one energy efficiency contract in effect. The following exhibit provides a summary of this contract.

State Agency	Energy Service Company	Contract Initiation	Contract Length	Performance Commencement Date*	Total Cost	Total Guaranteed Savings	Projected Net Savings**
LADOC	Johnson Controls, Inc.	September 22, 2011	16 Years	July 1, 2013	\$38,800,538	\$36,817,716	-\$1,982,822

\* The performance commencement date is the first day of the month after the month in which all equipment is installed and commenced operating per the contract, and the date that the first guarantee year and calculation of savings commences.

\*\*Projected Net Savings does not take into account actual savings in excess of the guaranteed savings. See Exhibit 2 of the report for this information. The negative projected net savings for the LADOC - Johnson Controls contract is a result of LADOC incurring costs prior to the closure of three facilities before related savings could be achieved.

Source: Prepared by legislative auditor's staff using information from the LADOC - Johnson Controls contract and amendments.

### Monitoring

- Johnson Controls, Inc. conducted all monitoring activities required by its contract.

### Cost Savings

- Johnson Controls, Inc. achieved the annual savings guarantee for Year 11 of the LADOC contract through June 2024.

View the full report at [www.la.la.gov](http://www.la.la.gov).