

## APPENDIX ADDITION – Budget Example

### Example of Proposed Budget

The Task Force adopted a recommendation that at least 25 percent of the entire Energy Efficiency Services budget should be dedicated to programs that serve low-income and low-to-moderate income residents. We consider the budget to include the direct rebates and incentives programs often referred to as Conservation Rebates and Incentives Programs (CRIP), as well as programs like the Greenbuilding Program, which is paid for by the EES fee but does not directly pay out incentives, and administrative and contract expenses sometimes placed in a separate budget category known as Demand Side Management. As part of the 25 percent recommendation, the Task Force also endorsed a recommendation that at least 10 percent of the total EES budget pay for the free weatherization program, and at least 15 percent of any solar budget for new solar projects be dedicated to homes or buildings that help low or low-to-moderate income residents.

An example of such a proposed budget can be found below. This is meant to be illustrative of what an overall \$42 million dollar budget might look like. Obviously, the exact figures would need to be carefully surmised based upon administrative expenses, existing contracts, demand goals and other factors, but the example shows how 25 percent of a total \$42,000,000 budget could be spent on low and low-to-moderate customers, including at least \$4,200,000 on the free weatherization program. The solar numbers assume that a small part (less than 5 percent) of the solar rebates could serve homes where low-to-moderate income dwellers reside, and that a more substantial part – some 20 percent -- of the solar incentive budget for commercial entities could be earmarked for Multi-family buildings that serve low-income residents. The table assumes that some of the appliance, lighting and Energy Star rebates – approximately – would reach low-to-moderate income dwellers, but this could be assured through marketing and surveying customers.

Category	Amount Serving Low-Income Customers	Amount Serving Low to Low-Moderate Income Customers	Other Customers	Total
Weatherization	\$4,200,000	\$0	\$0	\$4,200,000
Multi-Family EES		\$2,100,000	\$2,100,000	\$4,200,000
Loan Program Expenses		\$500,000	\$500,000	\$1,000,000
Solar Home Rebates		\$200,000	\$5,000,000	\$5,200,000
Solar Commercial Rebates		\$400,000	\$1,200,000	\$1,600,000
Green-Building Ratings and Codes		\$500,000	\$2,500,000	\$3,000,000
Emergency Air-Conditioning Program	\$200,000	\$200,000		\$400,000
Commercial Rebates and Incentives (not including Multi-Family)			\$4,500,000	\$4,500,000
Demand Response		\$300,000	\$1,600,000	\$1,900,000
Thermal Storage			\$800,000	\$800,000

Category	Amount Serving Low-Income Customers	Amount Serving Low to Low-Moderate Income Customers	Other Customers	Total
Home Performance Energy Star		\$200,000	\$2,300,000	\$2,500,000
Appliance Efficiency, including AC, Refrigerators, etc		\$200,000	\$800,000	\$1,000,000
Energy Audits for Low-to-Moderate		\$200,000		\$200,000
Lighting Rebates		\$200,000	\$700,000	\$900,000
Electric Vehicle Incentives			\$400,000	\$400,000
Administration of all programs, including advertising, technical support, municipal support, program management etc.	\$500,000	\$600,000	\$9,100,000	\$10,200,000
Total	\$4,900,000	\$5,600,000	\$31,500,000	\$42,000,000