| 1 | TO THE HONORABLE SENATE: |
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| 2 | The Committee on Natural Resources and Energy to which was referred |
| 3 | Senate Bill No. 109 entitled "An act relating to the Vermonters' Enhanced |
| 4 | Energy Savings Act" respectfully reports that it has considered the same and |
| 5 | recommends that the bill be amended by striking out all after the enacting |
| 6 | clause and inserting in lieu thereof the following: |
| 7 | Sec. 1. 10 V.S.A. § 581 is amended to read: |
| 8 | § 581. BUILDING EFFICIENCY GOALS |
| 9 | It shall be goals of the State: |
| 10 | (1) To improve substantially the energy fitness of at least 20 percent of |
| 11 | the State's housing stock by 2017 (more than 60,000 housing units), and 25 |
| 12 | percent of the State's housing stock by 2020 (approximately 80,000 housing |
| 13 | units) 120,000 housing units and reduce greenhouse gas emissions by 0.32 |
| 14 | MMTCO ₂ e by 2031. |
| 15 | * * * |
| 16 | (4) To save Vermont families and businesses a total of \$1.5 billion on |
| 17 | their fuel bills over the lifetimes of the improvements and measures installed |
| 18 | between 2008 and 2017. |
| 19 | (5) To increase weatherization services to low-income Vermonters by |
| 20 | expanding the number of units weatherized or the scope of services provided, |

1 or both, as revenue becomes available in the Home Weatherization Assistance 2 Fund. 3 Sec. 2. 3 V.S.A. § 3902 is amended to read: 4 § 3902. OFFICE OF ECONOMIC OPPORTUNITY 5 (a) The Director of the Office of Economic Opportunity is hereby 6 authorized to allocate available financial assistance for community services 7 agencies and programs in accordance with State and federal law and 8 regulation. 9 (b) The Director may provide financial assistance to community services 10 agencies for the planning, conduct, administration and evaluation of 11 community service programs to provide a range of services and activities 12 having a measurable and potentially major impact on causes of poverty in the 13 community or in areas of the community where poverty is a particularly acute 14 problem. Components of those services and activities may involve, without 15 limitation of other activities and supporting facilities designed to assist low 16 income participants: 17 (1) to secure and retain meaningful employment; 18 (2) to obtain adequate education; 19 (3) to make better use of available income;

| 1 | (4) to provide and maintain adequate housing and a suitable living |
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| 2 | environment, while also working to achieve the State's energy savings and |
| 3 | carbon emission reduction goals, including those in 10 VSA § 581; |
| 4 | (5) to obtain services for the prevention of narcotics addiction, |
| 5 | alcoholism, and for the rehabilitation of narcotic addicts and alcoholics; |
| 6 | (6) to obtain emergency assistance through loans and grants to meet |
| 7 | immediate and urgent individual and family needs, including the need for |
| 8 | health services, nutritious food, housing, and unemployment-related assistance |
| 9 | (7) to remove obstacles and solve personal and family problems which |
| 10 | block achievement of self-sufficiency; |
| 11 | (8) to achieve greater participation in the affairs of the community; |
| 12 | (9) to make more frequent and effective use of other programs related to |
| 13 | the purposes of this chapter; |
| 14 | (10) to coordinate and establish linkages between governmental and |
| 15 | other social service programs to assure the effective delivery of such services |
| 16 | to low-income persons; and to encourage the use of entities in the private |
| 17 | sector of the community in efforts to ameliorate poverty in the community. |
| 18 | * * * |
| 19 | Sec. 3. PUBLIC UTILITY COMMISSION PROCEEDING |
| 20 | On or before December 17, 2021, the Public Utility Commission shall |
| 21 | report to the General Assembly on its recommendations concerning the |

| 1 | implementation of a volumetric thermal energy efficiency charge to provide |
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| 2 | supplemental funding for thermal energy efficiency programs implemented |
| 3 | pursuant to 30 V.S.A. §§ 209(e) and (g). The report shall include the |
| 4 | following: |
| 5 | (1) criteria for establishing the amount of the thermal energy efficiency |
| 6 | charge, including the size of annual thermal energy efficiency program budgets |
| 7 | and accounting for existing or new sources of funding for those programs over |
| 8 | time; |
| 9 | (2) whether the supplemental funding provided by the thermal energy |
| 10 | efficiency charge should be directed to an entity other than an entity appointed |
| 11 | by the Commission pursuant to 30 V.S.A. § 209(d)(2)(B) to provide efficiency |
| 12 | programs and services to thermal energy customers; |
| 13 | (3) how to incentivize the installation of clean energy heating systems |
| 14 | and phase out the use of heating systems with high amounts of emissions; and |
| 15 | (4) any statutory amendments necessary to implement its |
| 16 | recommendations. |
| 17 | Sec. 4. DEVELOPMENT OF WEATHERIZATION WORKFORCE AND |
| 18 | COUNSELING SERVICES; REPORTS |
| 19 | (a)(1) Weatherization Workforce Report. On or before June 15, 2021, |
| 20 | the chairs of the Senate Committee on Natural Resources and Energy and the |
| 21 | House Committee on Energy and Technology shall meet with the Department |

| 1 | of Labor, the Agency of Education, Efficiency Vermont, Vermont Housing |
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| 2 | Finance Agency, the Community Action Agencies, NeighborWorks of |
| 3 | Western Vermont, and other parties currently delivering programming to train |
| 4 | workers to perform services related to thermal energy savings and |
| 5 | weatherization. |
| 6 | (2) Thereafter, the Department of Labor shall lead a Weatherization |
| 7 | Workforce Group that shall develop plans for the coordinated delivery of a |
| 8 | standardized statewide Building Sciences curriculum that includes |
| 9 | weatherization. The curriculum shall be designed to establish a career pathway |
| 10 | in energy efficiency construction and shall include a certification that is |
| 11 | broadly recognized, transparent, and portable. |
| 12 | (3) On or before October 1, 2021, the Department of Labor shall report |
| 13 | to the Senate Committee on Natural Resources and Energy and the House |
| 14 | Committee on Energy and Technology a plan for enhancing the coordinated |
| 15 | delivery of the standardized Building Sciences training program in order to |
| 16 | support the goals of 10 V.S.A. § 581. |
| 17 | (b)(1) Energy Savings Counseling Report. On or before June 30, 2021, the |
| 18 | chairs of the Senate Committee on Natural Resources and Energy and the |
| 19 | House Committee on Energy and Technology shall meet with the Office of |
| 20 | Economic Opportunity, the directors of the Community Action Agencies, |
| 21 | Efficiency Vermont, NeighborWorks of Western Vermont, and other parties |

| 1 | currently providing outreach and counseling services to Vermonters with low |
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| 2 | and moderate income for the State's energy savings programs, including |
| 3 | thermal and transportation energy efficiency programs. |
| 4 | (2) Thereafter, the Office of Economic Opportunity shall lead a Energy |
| 5 | Savings Counseling Group that shall develop a plan for the coordinated and |
| 6 | effective delivery of counseling services designed to enroll and deliver energy |
| 7 | savings programs to their target service populations. |
| 8 | (3) On or before October 15, 2021, the Office of Economic Opportunity |
| 9 | shall report to the Senate Committee on Natural Resources and Energy and the |
| 10 | House Committee on Energy and Technology a plan for coordinating and |
| 11 | enhancing their counseling services to low-income and moderate-income |
| 12 | Vermonters who could benefit from the State's energy savings programs, |
| 13 | including thermal and transportation energy efficiency programs. |
| 14 | Sec. 5. 30 V.S.A. § 35 is added to read: |
| 15 | § 35. ENERGY SAVINGS FUND |
| 16 | (a) There is established the Energy Savings Fund which shall be managed |
| 17 | in accordance with 32 V.S.A. chapter 7, subchapter 5. This Fund shall be |
| 18 | administered by the Department of Public Service to fund a variety of |
| 19 | programs that will increase energy savings. Monies in the Fund shall be used |
| 20 | solely for energy savings programs, including weatherization and |

| 1 | transportation programs and for necessary costs incurred in administering the |
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| 2 | Fund. |
| 3 | (b) The Fund shall be made up of any funds appropriated to or deposited |
| 4 | into the Fund. |
| 5 | (c) The funds shall only be used to fund projects for which federal funds |
| 6 | are not currently available. |
| 7 | Sec. 6. APPROPRIATIONS |
| 8 | In fiscal year 2022, there is appropriated from the General Fund |
| 9 | \$35,000,000.00 to the Energy Savings Fund, established in 30 V.S.A. § 35, as |
| 10 | follows: |
| 11 | (1) \$4,000,000.00 to the Department for Children and Families, Office |
| 12 | of Economic Opportunity, Home Weatherization Assistance Program to be |
| 13 | used in FY 2022 and FY 2023. Up to \$150,000.00 of these funds may be used |
| 14 | for vermiculite remediation and home repair as part of home weatherization. |
| 15 | (2) \$4,000,000.00 to the Department of Buildings and General Services |
| 16 | to provide low-cost financing to municipalities seeking to leverage energy |
| 17 | savings opportunities. |
| 18 | (C) \$9,000,000.00 to the Agency of Administration to grant to the |
| 19 | Vermont Housing Finance Agency for financial support of housing |
| 20 | weatherization statewide. |

| 1 | (D) \$5,000,000.00 the Department of Public Service to grant to the |
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| 2 | Vermont Energy Investment Corporation (VEIC) for weatherization incentives |
| 3 | that supplement programs delivered by Efficiency Vermont |
| 4 | (E) \$2,000,000.00 the Department of Public Service to grant to VEIC for |
| 5 | workforce development initiatives and to support the expansion of |
| 6 | NeighborWorks of Western Vermont's Heat Squad program statewide. |
| 7 | (F) \$9,000,000.00 to the Affordable Community-Scale Renewable |
| 8 | Energy Program which shall support the creation of renewable energy projects |
| 9 | for low-income Vermonters. |
| 10 | (G) \$2,000,000.00 to support projects offering innovative methods of |
| 11 | financing energy savings measures, including to-the-meter programs. |
| 12 | Sec. 7. 10 V.S.A. § 621 is amended to read: |
| 13 | § 621. GENERAL POWERS AND DUTIES |
| 14 | The Agency shall have all of the powers necessary and convenient to carry |
| 15 | out and effectuate the purposes and provisions of this chapter, including those |
| 16 | general powers provided a business corporation by 11A V.S.A. § 3.02 and |
| 17 | those general powers provided a nonprofit corporation by 11B V.S.A. § 3.02 |
| 18 | and including, without limiting the generality of the foregoing, the power to: |
| 19 | *** |

| 1 | (22) issue bonds, notes, and other obligations secured by the property |
|----|---|
| 2 | transfer tax revenues transferred to the Agency pursuant to 32 V.S.A. § |
| 3 | 9610(d)-; |
| 4 | (23) develop a program to finance and promote housing weatherization |
| 5 | using funds appropriated by the State, funds generated through issuing bonds, |
| 6 | notes, and other obligations of the Agency, and funds from other sources |
| 7 | obtained through grants or other arrangements. The program shall give |
| 8 | priority to programs benefiting persons and families at or below 120% of |
| 9 | median income with high energy burdens and to programs to expand the pool |
| 10 | of qualified weatherization contractors in the State. |
| 11 | |
| 12 | (Committee vote:) |
| 13 | |
| 14 | Senator |
| 15 | FOR THE COMMITTEE\ |
| 16 | |