Changes to the California Clean Energy Jobs Act: Senate Bill 110



Jim Bartridge

Citizens Oversight Board Meeting

Art Rosenfeld Hearing Room
Sacramento, California
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Clean Energy Jobs Act Legislation

Proposition 39 approved by voters: November 2012

 Created the Clean Energy Job Creation Fund: Up to \$550 million/year for schools and public buildings

Senate Bill 73 (De León): June 2013

- Defined Fund allocation and programs
- Created the Citizens Oversight Board (Board)

Assembly Bill 2227 (Quirk): September 2014

Clarified Board roles and processes

Senate Bill 110 (Committee on Budget and Fiscal Review): July 2017

- Program changes for 2018-2019 and beyond
- New Programs for remaining funds
- Removed sunset date for Board; continues indefinitely

Objectives of the California Clean Energy Jobs Act

- Put Californians to work repairing, updating, and improving the energy efficiency of public schools, universities, and public buildings
- Promote new private sector clean energy and energy efficiency jobs to save energy and money
- Leverage existing energy efficiency and clean energy programs to create increased economic and energy benefits for California





Current Clean Energy Job Creation Fund Distribution

Program	FY 2013/14 (in millions)	FY 2014/15 (in millions)	FY 2015/16 (in millions)	FY 2016/17 (in millions)	FY 2017/18 (in millions)	Five Year Totals
Energy Commission – K- 12 Energy Project Program	\$381	\$279	\$313.4	\$398.8	\$376.2	\$1.748 (in billions)
CCCCO – Community College Energy Project Program	\$47	\$39	\$38.7	\$49.3	\$46.5	\$220.5
Energy Commission – ECAA-Ed Program	\$28	\$28	\$0	\$0	\$0	\$56
CWDB – Workforce Training Grant Program	\$3	\$3	\$3	\$3	\$3	\$15
CCC – Energy Corps Program	\$5	\$5	\$5.3	\$5.5	\$5.7	\$26.6

\$354

TOTALS

\$464

\$360.4 \$456.6

\$2.066

(billions)

\$431.4

Citizens Oversight Board Mandate

- ✓ Review all Job Creation Fund expenditures
- ✓ Commission independent audit of Fund
- ✓ Assess selected projects for effectiveness
- ✓ Publish complete accounting of expenditures and post on publicly available website
- ✓ Submit evaluation to Legislature identifying changes needed to Clean Energy Jobs Act programs







Report to the Legislature



 Distributed to public, Legislature, and Governor within 90 days of the end of the calendar year – March 30th

> CITIZENS OVERSIGHT BOARD

- Report to include:
 - Board activity of the previous year
 - Findings and recommendations based on annual reports from Energy Commission, Community Colleges, Workforce Investment Board, and California Conservation Corps
 - Findings on quantifying total employment from Workforce Investment Board

Independent Audit of the Job Creation Fund

 The Board contracts with the State Controllers Office for an independent program audit.



- The audit includes:
 - Financial Audit: A complete accounting of the job creation fund.
 - Program Audit: A sample of projects to assess the expenditures in meeting the overarching program objectives





Senate Bill 110 Program Changes

- The California Clean Energy Jobs Act is a fiveyear program ending in 2017-18.
 - Projects funded through 2017-2018 program continue until construction is complete and 12 months of utility data submitted
 - Board continues to oversee these projects.
- SB110 removed the sunset date for the Board; it now continues indefinitely.
- SB110 does not otherwise change the duties or rules of the Board.

Senate Bill 110 Program Changes

- SB110 created three new programs for the Board to oversee.
- Beginning in 2018-19, SB110 appropriates any remaining funds from the Proposition 39 K-12 grant program to these three new programs.
- Beginning in 2018-19, SB110 also establishes the Clean Energy Job Creation Program, ongoing but subject to annual appropriation.

SB 110 – New Programs

- Up to \$75 million for a school bus retrofit and replacement program for school districts and county offices of education.
- Funded by remaining Prop. 39 K-12 original program dollars
- Administered by the Energy Commission in consultation with the Air Resources Board.
- Funding for replacements prioritized by:
 - Oldest operating school buses or those operating in disadvantaged communities
 - Areas where majority of students are eligible for free or reduced price meals





SB 110 – New Programs

- Up to \$100 million for the Energy Conservation Assistance Act Education Subaccount (ECAA-Ed).
- Funded by remaining Prop. 39 K-12 original program dollars.
- Support for low- and no-interest revolving loans and technical assistance.
- Administered by the Energy Commission as a <u>competitive</u> program.
- Funding prioritized by:
 - Percentage of students eligible for free or reduced price meals
 - Energy savings
 - Geographic diversity
 - Diversity in size of student populations



SB 110 – New Programs

- A new Proposition 39 <u>competitive</u> K-12 grant program for local educational agencies (LEAs)
- Funded by remaining Prop. 39 K-12 original program dollars.
- Administered by the Energy Commission in consultation with the Department of Education.
- Funding provided as follows:
 - 10% for LEAs with an average daily attendance (ADA) of no more than 1,000
 - 10% for LEAs with an ADA of more than 1,000 but less than 2,000, and
 - 80% for LEAs with an ADA of more than 2,000.

SB 110 - Ongoing Programs

- Beginning in 2018-19, SB110 establishes the Clean Energy Job Creation Program and extends it indefinitely.
- Funded through future legislative appropriations.
 - 11% of new funds to community college districts, allocated at the discretion of the Chancellor.
 - 89% of future funds for schools through <u>competitive</u> grants administered by the Energy Commission.
- No specific funding noted for Workforce Development Board grant programs or California Conservation Corps energy training program.
- Workforce Development Board still tasked with quantifying total employment associated with funded projects; must estimate new trainee, apprentice, or full time jobs.

Contact Information



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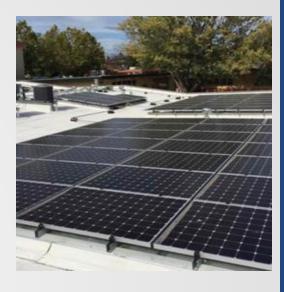
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Back up slides











California Energy Commission

- Develops K-12 Energy Expenditure Plan Guidelines
- Reviews and approves K-12 energy projects (formula based allocation)
- Maintains publicly available database
- Collects annual school energy data from utilities
- Prepares annual summary of expenditures, energy and cost savings
- Administers a zero interest loan program (ECCA-Ed) and technical assistance program (Bright Schools)

California Department of Education

- Distributes award funding for approved Energy Expenditure Plans.
- Approves and distributes planning funds.

California Community Colleges Chancellor's Office

- Develops Community College program Guidelines
- Identifies, prioritizes and installs projects at Community Colleges (not competitive)
- Prepares annual summary of expenditures, energy and cost savings
- Workforce and Economic Development Division grants for job training and workforce development projects

California Conservation Corps

- Energy Corps program that prepares applicants for employment, advanced training, or college coursework in the energyefficiency industry.
- Conducts energy surveys and energy conservation related activities for schools.
- Installs energy efficiency measures at schools.

California Workforce Development Board

- Develops Workforce Competitive Grant Program
- Awards Workforce Competitive Grants
- Prepares Summary of Employment Benefits for Proposition 39 K-12 grant program