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OFFICE OF THE
SECRETARY

MURIEL BOWSER
MAYOR

JUN - 1 2015

The Honorable Phil Mendelson
Chairman
Council of the District of Columbia
1350 Pennsylvania Avenue NW, Suite 504
Washington, DC 20004

RE: Clean and Affordable Energy Act of 2008, D.C. Law 17-250

Dear Chairman Mendelson:

Pursuant to Sections 210(e) and 211(e) of the Clean and Affordable Energy Act of 2008 ("CAEA"), D.C. Law 17-250, effective October 2008, I am pleased to submit the District Department of the Environment's ("DDOE") enclosed reports for the periods listed. These reports present the revenue collection, budget, and expenditures of the Sustainable Energy Trust Fund ("SETF") and Energy Assistance Trust Fund ("EATF"), and describe the performance of EATF programs and expenditures during periods listed. This document reflects DDOE's continuing commitment to making the District more energy efficient and improving the quality of the environment.

- CAEA Quarterly Report – Q3 2014
- CAEA Quarterly Report – Q4 2014
- CAEA Quarterly Report – Q1 2015
- CAEA Quarterly Report – Q2 2015
- CAEA Annual Financial Report for FY 2014

Please feel free to contact Dr. Taresa Lawrence at 202-671-3313 if you have any questions regarding this report.

Sincerely,

A handwritten signature in black ink, appearing to read "Muriel Bowser".
Muriel Bowser

District Department of the Environment
Clean and Affordable Energy Act Quarterly Report
April 1, 2014 – June 30, 2014

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INTRODUCTION

The District Department of the Environment's ("DDOE") Clean and Affordable Energy Act ("CAEA") Quarterly Report to the Council of the District of Columbia ("Council") covers the period from April 1, 2014 – June 30, 2014. This report: 1) describes significant program status; 2) provides timelines and milestones to track the progress and success of each program; 3) offers highlights of ward specific data; and 4) presents the status of administrative and programmatic expenditures.

BACKGROUND

The Retail Electric Competition and Consumer Protection Act of 1999 created the Reliable Energy Trust Fund ("RETF"), the purpose of which was to fund programs promoting energy efficiency and the use of electricity from renewable sources. In Commission Order No. 13475, Formal Case No. 945, the Public Service Commission of the District of Columbia ("Commission") designated DDOE (previously the DC Energy Office) as the authority to administer all the programs approved for funding from the RETF. Subsequently, the Commission authorized DDOE to implement 16 programs.

Additionally, in 2005 the Council passed the Omnibus Utility Emergency Amendment Act of 2005, which established the Natural Gas Trust Fund ("NGTF") to promote energy efficient gas programs and to provide assistance to low-income gas customers in the District. DDOE was designated as the administrator of all the programs.

This quarterly report is required by the "Clean and Affordable Energy Act of 2008," D.C. Law 17-250, effective October 22, 2008, which replaced the RETF and NGTF programs with the Sustainable Energy Trust Fund ("SETF") and the Energy Assistance Trust Fund ("EATF")

programs, funded by two new utility assessments. The following two programs are currently being administered by DDOE:

Energy Assistance Trust Fund

1. D1, LIHEAP Expansion and Energy Education

Provides additional funding for electric customers to be used in concert with the Federal Low Income Home Energy Assistance Program.

2. G1, Residential Essential Service Expansion and Awareness Program

Provides low-income gas customers greater affordability toward their total gas bills and aims to increase the participation rate by at least 30%.

DDOE has contracted with Vermont Energy Investment Corporation, the prime contractor of the Sustainable Energy Partnership (a team of local partners), to provide programs and initiatives as the District of Columbia Sustainable Energy Utility ("DC SEU"). The DC SEU implements programs in the District to reduce per-capita energy consumption, increase the number of green collar jobs in the District, stimulate the local economy through contract spending with District businesses, increase renewable energy generating capacity, reduce the growth of peak electricity demand, improve the energy efficiency of low-income housing, and reduce the growth of energy demand of the District's largest energy users. The DC SEU is funded by the SETF. DDOE is appropriated an amount equivalent to ten percent of the DC SEU contract value for administering the contract, and the financial attachments at the end of this report reflect this activity. The DC SEU submits quarterly reports to DDOE, and DDOE files these reports with the Council on behalf of the DC SEU. Both reports can be found on DDOE's website.

CAEA BUDGET AND EXPENDITURES

This report includes the following financial attachments:

- Attachment 1: Revenue Collections
- Attachment 2: Financial Activity as of the end of the quarter
- Attachment 3: Administrative Budget and Expenditures
- Attachment 4: Monthly Expenditures by Program

Energy Assistance Trust Fund

Program Name:	LIHEAP Expansion and Energy Education
Program Number:	D1
Reporting Period:	April 1, 2014 – June 30, 2014.

Program Description

The Low-Income Home Energy Assistance Program (“LIHEAP”) Expansion and Energy Education Program provides additional funding for electric customers to be used in concert with federal LIHEAP funding. Households that would otherwise not be served as a result of limited LIHEAP funding are granted benefits through this program.

Program Status

- ☐ Program is falling short of expectations
- ☒ Program is on Target
- ☐ Program is exceeding expectations

Program Accomplishments

The LIHEAP Expansion and Energy Education Program enrolled 6,422 eligible District residents this quarter. DDOE continues to hold educational workshops for customers that enroll in LIHEAP where customers learn how to make their homes more energy efficient. The workshops demonstrate to customers how to weatherize their homes and provide tips on decreasing their heating and cooling costs.

Table 1: LIHEAP Expansion Deliverables

Program Deliverable	Quarter Achievement	Cumulative Achievement
Enroll additional participants	6,422	15,283

Table 2: LIHEAP Expansion Quarter 3 Timeline and Milestones

Milestone	Goal Date	Actual Date
Quarter 3 - April 1, 2014 – June 31, 2014		
Serve additional eligible District households	June 2014	June 2014
Continue educational workshops	June 2014	June 2014

Next Quarter's Projected Goals

Table 3: LIHEAP Expansion Quarter 4 Timeline and Milestones

Milestone	Goal Date	Actual Date
Quarter 4 - July 1, 2014 – September 30, 2014		
Continue educational workshops	September 2014	

Issues and Remedial Plan

None

Program Name:	Residential Essential Service ("RES") Expansion and Awareness Program
Program Number:	G1
Reporting Period:	April 1, 2014 – June 30, 2014.

Project Description

The Residential Essential Service ("RES") Expansion and Awareness Program aims to provide eligible gas customers greater affordability toward their total gas bills and to enroll new applicants for the RES discount. The RES Expansion program follows the same enrollment schedule as the RES program, providing discounts during the heating season, November 1, 2013 - April 1, 2014.

Program Status

- ☐ Program is falling short of expectations
- ☒ Program is on Target
- ☐ Program is exceeding expectations

Program Accomplishments

During the third quarter, 2,939 District residents applied for the discount and 1,441 were new applicants.

Table 4: RES Expansion Deliverables

Program Deliverable	Quarter Achievement	Cumulative Achievement
Enroll additional participants	1,441	5,319

Table 5: RES Expansion Participants by Ward¹

	Ward 1	Ward 2	Ward 3	Ward 4	Ward 5	Ward 6	Ward 7	Ward 8	Total
Current Quarter	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	1,441
Cumulative Total	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	<i>Pending</i>	5,319

¹ Due to the launching of new energy assistance database, ward-specific data is temporarily unavailable. Once the system has been reconfigured, DDOE will update this chart in a future report.

Table 6: RES Expansion Quarter 3 Timeline and Milestones

Milestone	Goal Date	Actual Date
Quarter 3 - April 1, 2014 – June 31, 2014		
Enroll new applicants for the RES discount	April 2014	April 2014

Next Quarter's Projected Goals

The RES Expansion program follows the same enrollment schedule as the RES program, providing discounts during the heating season, November 1, 2013 - April 1, 2014, and ended in this quarter. The RES will not enroll additional applicants in the fourth quarter.

Table 7: RES Expansion Quarter 4 Timeline and Milestones

Milestone	Goal Date	Actual Date
Quarter 4 - July 1, 2014 – September 30, 2014		
This program met its deliverables goal in the third quarter	N/A	N/A

Issues and Remedial Plan

None

ATTACHMENT 1
REVENUES COLLECTED
OCTOBER 1, 2013 - JUNE 30, 2014

Sustainable Energy Trust Fund (SETF)				Energy Assistance Trust Fund (EATF)			
Deposit Date	Source of Funds	Amount	Total Received to date	Deposit Date	Source of Funds	Amount	Total Received to date
12/1/2013	PEPCO	1,360,862.62	1,360,862.62				
12/1/2013	WASH GAS	159,217.51	1,520,080.13	12/1/2013	PEPCO	55,061.46	55,061.46
12/20/2013	PEPCO	1,209,326.21	2,729,406.34	12/1/2013	WASH GAS	68,274.64	123,336.10
12/20/2013	WASH GAS	286,388.39	3,015,794.73	12/20/2013	PEPCO	48,951.65	172,287.75
				12/20/2013	WASH GAS	122,772.97	295,060.72
1st Quarter subtotal		3,015,794.73		1st Quarter subtotal		295,060.72	
1/21/2014	PEPCO	1,395,118.72	4,410,913.45	1/21/2014	PEPCO	56,455.47	351,516.19
1/21/2014	WASH GAS	558,106.52	4,969,019.97	1/21/2014	WASH GAS	239,211.86	590,728.05
2/20/2014	PEPCO	1,468,166.38	6,437,186.35	2/20/2014	PEPCO	59,424.02	650,152.07
2/20/2014	WASH GAS	682,780.07	7,119,966.42	2/20/2014	WASH GAS	292,649.04	942,801.11
3/20/2014	PEPCO	1,391,181.20	8,511,147.62	3/20/2014	PEPCO	56,303.42	999,104.53
3/20/2014	WASH GAS	706,952.52	9,218,100.14	3/20/2014	WASH GAS	302,887.12	1,301,991.65
2nd Quarter subtotal		6,202,305.41		2nd Quarter subtotal		1,006,930.93	
4/21/2014	PEPCO	1,428,951.60	10,647,051.74	4/21/2014	PEPCO	57,822.73	1,359,814.38
5/20/2014	WASH GAS	699,021.90	11,346,073.64	4/21/2014	WASH GAS	299,595.43	1,659,409.81
6/20/2014	PEPCO	1,250,383.24	12,596,456.88	5/20/2014	PEPCO	50,613.29	1,710,023.10
4/21/2014	WASH GAS	467,069.71	13,063,526.59	5/20/2014	WASH GAS	200,809.79	1,910,832.89
5/20/2014	PEPCO	1,171,290.33	14,234,816.92	6/20/2014	PEPCO	47,390.18	1,958,223.07
6/20/2014	WASH GAS	275,636.90	14,510,453.82	6/20/2014	WASH GAS	118,139.27	2,076,362.34
3rd Quarter subtotal		5,292,353.68		3rd Quarter subtotal		774,370.69	
Total through 3rd Qtr:		14,510,453.82		Total through 3rd Qtr:		2,076,362.34	

Renewable Energy Development Fund (REDF)			
Deposit Date	Source of Funds	Amount	Total Received to date
11/20/2013		650.00	650.00
5/7/2014		160,000.00	160,000.00
5/13/2014		407140	407,140.00
6/5/2014		131,500.00	131,500.00
Total through 3rd Qtr:		699,290.00	

**ATTACHMENT 2
ALL FINANCIAL ACTIVITY
AS OF 06/30/2014**

Agy Fund	Project No	Project Title	GAAP Category Title	Budget	Expenditures	Intra-District Advance	Encumbrance Balance	Pre Encumbrance Balance	YTD Expenditures and Obligations	Available Balance
SETF (6700)	ABOARD	SETF & EATF ADVISORY BOARD	NON-PERSONNEL SERVICES	26,000.00	0.00	0.00	0.00	20,000.00	20,000.00	6,000.00
	ABOARD			26,000.00	0.00	0.00	0.00	20,000.00	20,000.00	6,000.00
	ADMSEU	SEU CONTRACT ADMINISTRATION	PERSONNEL SERVICES	1,037,220.46	797,254.18		0.00	0.00	797,254.18	239,966.28
			NON-PERSONNEL SERVICES	962,779.54	134,697.20	61,369.40	116,328.64	431,530.00	743,925.24	218,854.30
	ADMSEU			2,000,000.00	931,951.38	61,369.40	116,328.64	431,530.00	1,541,179.42	458,820.58
	EPD409	WEATHERIZATION PLUS	PERSONNEL SERVICES	0.00	-168.04	0.00	0.00	0.00	-168.04	168.04
			NON-PERSONNEL SERVICES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	EPD409			0.00	-168.04	0.00	0.00	0.00	-168.04	168.04
	NGG209	HEATING SYSTEM REPAIR, REPLACE & TUNE UP	PERSONNEL SERVICES	0.00	177.23	0.00	0.00	0.00	177.23	-177.23
			NON-PERSONNEL SERVICES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	NGG209			0.00	177.23	0.00	0.00	0.00	177.23	-177.23
	RERP09	RENEWABLE ENERGY INCENTIVES	NON-PERSONNEL SERVICES	0.00	-3,180.00	0.00	0.00	0.00	-3,180.00	3,180.00
	RERP09			0.00	-3,180.00	0.00	0.00	0.00	-3,180.00	3,180.00
	SEUCTR	SEU CONTRACT	NON-PERSONNEL SERVICES	18,400,000.00	5,238,859.06	0.00	13,161,140.94	0.00	18,400,000.00	0.00
	SEUCTR			18,400,000.00	5,238,859.06	0.00	13,161,140.94	0.00	18,400,000.00	0.00
	SEUEMV	SEU CONTRACT EM&V	PERSONNEL SERVICES	423,991.04	110,876.33	0.00	0.00	0.00	110,876.33	313,114.71
			NON-PERSONNEL SERVICES	1,176,008.96	703,303.25	0.00	96,696.75	0.00	800,000.00	376,008.96
	SEUEMV			1,600,000.00	814,179.58	0.00	96,696.75	0.00	910,876.33	689,123.67
	SEURVW	SEU INDEPENDENT REVIEW OF PERFORMANCE	NON-PERSONNEL SERVICES	100,000.00	33,060.00	0.00	10,240.00	0.00	43,300.00	56,700.00
	SEURVW			100,000.00	33,060.00	0.00	10,240.00	0.00	43,300.00	56,700.00
6700				22,126,000.00	7,014,879.21	61,369.40	13,384,406.33	451,530.00	20,912,184.94	1,213,815.06
EATF (6800)	ADMEA9	EATF ADMINISTRATION	PERSONNEL SERVICES	62,201.31	51,398.75	0.00	0.00	0.00	51,398.75	10,802.56
			NON-PERSONNEL SERVICES	25,000.00	25,000.00	0.00	0.00	0.00	25,000.00	0.00
	ADMEA9			87,201.31	76,398.75	0.00	0.00	0.00	76,398.75	10,802.56
	LID109	LIHEAP EXPANSION & ENERGY EDUCATION	PERSONNEL SERVICES	163,545.13	115,341.30	0.00	0.00	0.00	115,341.30	48,203.83
			NON-PERSONNEL SERVICES	1,782,419.85	1,516,382.91	0.00	24,015.96	0.00	1,540,398.87	242,020.98
	LID109			1,945,964.98	1,631,724.21	0.00	24,015.96	0.00	1,655,740.17	290,224.81
	LID209	RAD EXPANSION	PERSONNEL SERVICES	88,089.71	20,145.89	0.00	0.00	0.00	20,145.89	67,943.82
			NON-PERSONNEL SERVICES	62,092.25	8,105.09	0.00	1,155.69	36,581.32	46,366.41	15,725.84
	LID209			150,181.96	28,250.98	0.00	1,155.69	36,581.32	66,512.30	83,669.66
	LIG109	RES EXPANSION	NON-PERSONNEL SERVICES	201,000.00	104,835.31	0.00	0.00	0.00	104,835.31	96,164.69
	LIG109			201,000.00	104,835.31	0.00	0.00	0.00	104,835.31	96,164.69
6800				2,384,348.25	1,841,209.25	0.00	25,171.65	36,581.32	1,902,962.22	481,386.03
REDF (662)	NOPROJ	NO PROJECT INFORMATION	PERSONNEL SERVICES	374,122.50	28,628.79	0.00	0.00	0.00	28,628.79	345,493.71
			NON-PERSONNEL SERVICES	6,466,988.65	0.00	0.00	0.00	0.00	0.00	6,466,988.65
0662				6,841,111.15	28,628.79	0.00	0.00	0.00	28,628.79	6,812,482.36
Summary				31,351,459.40	8,884,717.25	61,369.40	13,409,577.98	488,111.32	22,845,359.49	8,506,099.91

Note: *The expenditures in EPD409 & NGG209 are due to prior appropriation year personnel cost accrual activity.

ATTACHMENT 3
Administrative Budget and Expenditures
3rd Quarter- as of June 30, 2014

					QUARTERLY ACTUAL EXPENDITURES			
Fund	Project No	Project Title	PS/NPS Category	Budget	Oct-Dec	Jan-Mar	Apr-Jun	Total Year-to-Date Actual Expenditures
6700	ADMSEU	SEU CONTRACT ADMINISTRATION	PERSONNEL SERVICES	1,037,220.46	185,812.15	169,574.69	441,867.34	797,254.18
			NON-PERSONNEL SERVICES	26,500.	0.00	235.68	2,851.57	3,087.25
	ADMSEU Total			1,063,720.46	185,812.15	169,810.37	444,718.91	800,341.43
	EPD409*	WEATHERIZATION PLUS	PERSONNEL SERVICES	0.00	1,139.07	0.00	-1,307.11	-168.04
			NON-PERSONNEL SERVICES	0.00	0.00	0.00	0.00	0.00
				0.00	1,139.07	0.00	-1,307.11	-168.04
	NGG209*	HEATING SYSTEM REPAIR, REPLACE & TUNE UP	PERSONNEL SERVICES	0.00	5,810.97	1,712.23	-7,345.97	177.23
			NON-PERSONNEL SERVICES	0.00	0.00	0.00	0.00	0.00
	NGG209 Total			0.00	5,810.97	1,712.23	-7,345.97	177.23
	SEUEMV	SEU CONTRACT EM&V	PERSONNEL SERVICES	423,991.04	70,861.27	73,339.16	-33,324.10	110,876.33
			NON-PERSONNEL SERVICES	0.	0.00	0.00	0.00	0.00
	SEUEMV Total			423,991.04	70,861.27	73,339.16	-33,324.10	110,876.33
SETF Total			1,487,711.5	263,623.46	244,861.76	402,741.73	911,226.95	
6800	ADMEA9	EATF ADMINISTRATION	PERSONNEL SERVICES	62,201.31	17,424.62	16,504.55	17,469.58	51,398.75
			NON-PERSONNEL SERVICES	0.	0.00	0.00	0.00	0.00
	ADMEA9 Total			62,201.31	17,424.62	16,504.55	17,469.58	51,398.75
	LID109	LIHEAP EXPANSION & ENERGY EDUCATION	PERSONNEL SERVICES	163,545.13	38,141.32	38,184.95	39,015.03	115,341.3
			NON-PERSONNEL SERVICES	30,000.00	-1,564.57	5,831.67	0.00	4,267.1
	LID109 Total			193,545.13	36,576.75	44,016.62	39,015.03	119,608.40
	LID209	RAD EXPANSION	PERSONNEL SERVICES	88,089.71	6,776.19	5,475.30	7,894.40	20,145.89
			NON-PERSONNEL SERVICES	0.00	0.00	0.00	0.00	0.00
	LID209 Total			88,089.71	6,776.19	5,475.30	7,894.40	20,145.89
	LIG109	RES EXPANSION	PERSONNEL SERVICES	0.00	0.00	0.00	0.00	
			NON-PERSONNEL SERVICES	1,000.00	0.00	0.00	0.00	0.00
	LIG109 Total			1,000.00	0.00	0.00	0.00	
EATF Total			344,836.15	60,777.56	65,996.47	64,379.01	191,153.04	
662	NA	NA	PERSONNEL SERVICES	374,122.5	67,633.75	57,903.43	-96,908.39	28,628.79
			NON-PERSONNEL SERVICES	10,000.	0.00	0.00	0.00	0.
REDF Total			384,122.50	67,633.75	57,903.43	-96,908.39	28,628.79	
Grand Total			2,216,670.15	392,034.77	368,761.66	370,212.35	1,131,008.78	

*Note: *The expenditures in EPD409, NGG209, SEUEMV & fund 0662 are due to prior appropriation year personnel cost accrual and expense move activities.*

**ATTACHMENT 4
EXPENDITURE BY MONTH
3RD QUARTER- AS OF JUNE 30, 2014**

Agency Fund	Project Number	Project Title	BUDGET	Actual Expenditures									
				October	November	December	January	February	March	April	May	June	Total Expenditure
6700	ABOARD	SETF & EATF ADVISORY BOARD	26,000	0	0	0	0	0	0	0	0	0	0
	ADMSEU	SEU CONTRACT ADMINISTRATION	2,000,000	65,751	44,234	75,540	59,806.69	61,582.90	122,953.86	72,698.28	69,422.01	359,962.99	931,951
	EPD409	WEATHERIZATION PLUS	0	24,650	-23,511				0	-1,139	-168	0	-168
	NGG209	HEATING SYSTEM REPAIR, REPLACE & TUNE UP	0	10,400	-5,257	668	715	13	984	-7,346			177
	RERP09*	RENEWABLE ENERGY INCENTIVES	0	0				-3,180					-3,180
	SEUCTR	SEU CONTRACT	18,400,000	-3,747,106		2,027,084	1,463,316	1,405,238	848,612	734,735	1,538,527	968,453	5,238,859
	SEUEMV	SEU CONTRACT EM&V	1,600,000	-62,254	26,518	97,786	51,859	28,051	616,779	80,920	22,608	-48,087	814,180
	SEURVW	SEU INDEPENDENT REVIEW OF PERFORMANCE	100,000									33,060	33,060
SETF Total			22,126,000	-3,708,559	41,984	2,201,077	1,575,697	1,491,705	1,589,329	879,868	1,630,389	1,313,389	7,014,879
6800	ADMEA9	EATF ADMINISTRATION	87,201	7,954	3,779	5,691	5,658	5,150	30,696	5,798	5,931	5,740	76,399
	LID109	LIHEAP EXPANSION & ENERGY EDUCATION	1,945,965	12,309	11,371	12,898	18,656	15,171	41,882	14,964	599,678	904,797	1,631,724
	LID209	RAD EXPANSION	150,182	2,423	2,075	2,867	1,252	7,542	3,521	3,340	990	4,241	28,251
	LIG109	RES EXPANSION	201,000	0	0	0	0	0	21,705	0	18,335	64,796	104,835
EATF Total			2,384,348	22,686	17,225	21,456	25,566	27,863	97,804	24,103	624,933	979,574	1,841,209
0662	NA	NA	6,841,111	15,959	28,995	22,680	11,701	26,150	20,052	19,417	20,052	-136,377	28,629
REDF Total			6,841,111	15,959	28,995	22,680	11,701	26,150	20,052	19,417	20,052	-136,377	28,629
Grand Total			31,351,459	-3,669,915	88,204	2,245,213	1,612,964	1,545,719	1,707,184	923,387	2,275,374	2,156,587	8,884,717

Note: *The negative expenditure in projects RERP09 is due to FY13 accrual reversals.