STATE OF VERMONT PUBLIC UTILITY COMMISSION

Case No. 19-0302-INV

Investigation to establish an Energy Savings Account partnership pilot program, establish a methodology for evaluation, measurement, and verification of Self-Managed Energy Efficiency Program and Energy Savings Account projects, and review the Customer Credit Program

Order entered: 03/04/2020

ORDER RE IMPLEMENTATION OF THE ENERGY SAVINGS ACCOUNT PILOT PROGRAM

In a May 16, 2019, Order, the Vermont Public Utility Commission ("Commission") established the Energy Savings Account ("ESA") pilot program, including the criteria for customer selection.

Efficiency Vermont, the Vermont Department of Public Service, and the Agency of Commerce and Community Development issued two separate requests for proposals to solicit customers to the ESA pilot program.

In a February 21, 2020, filing, Efficiency Vermont represents that nine customers are enrolled for participation in the ESA pilot program: Chroma Technology; Collins Aerospace; Ethan Allen Operations, Inc; Jay Peak; Killington Pico Ski Resort; Mack Molding Company; Weidmann Electrical Technology, Inc.; WestRock Converting, LLC ("WestRock"); and Vail Resorts. These nine customers have total annual energy efficiency charge contributions of approximately \$1.7 million.

In its February 21, 2020, filing, Efficiency Vermont states that Vail Resorts submitted a proposal covering both its Stowe and Okemo properties in response to the first RFP. Since the RFP selection process, in September 2019, Vail Resorts acquired the Mount Snow property. Efficiency Vermont and Vail Resorts request that the Mount Snow property be added to Vail Resorts' Energy Management Plan, both in terms of potential projects, and in terms of calculating available ESA pilot program funds. If Mount Snow is included under the Vail Resorts account, Efficiency Vermont estimates that customers enrolled in the ESA pilot program would have total annual energy efficiency charge contributions of approximately \$1.8 million.

We grant the request to allow Vail Resorts to add its Mount Snow property to its Energy Management Plan under the ESA pilot program. The addition of the Mount Snow property is consistent with the eligibility requirements of the ESA pilot program. We have previously determined that "a single business (a single legal entity) with more than one electric account may combine the energy efficiency charge amounts paid on multiple accounts to determine eligibility."¹ The addition of the Mount Snow property is also consistent with the requirement of Section 2(b) of Act 150 that the total amount of customer energy efficiency charge funds "available in the pilot program each year shall not exceed \$2 million."²

In a separate February 21, 2020, filing, Efficiency Vermont and WestRock jointly requested guidance from the Commission on whether an incentive agreement created by Efficiency Vermont before WestRock's participation in the ESA pilot program can be implemented without using ESA pilot program funds. An incentive agreement for \$3,867, for a combined heat and power study, was developed and signed by Efficiency Vermont in April 2019, before WestRock's participation in the ESA pilot program. The incentive agreement was not counter-signed by WestRock until November 2019, after the study was completed and after WestRock was selected as an ESA pilot program participant.

We conclude that the incentive agreement between Efficiency Vermont and WestRock was made in advance of WestRock's participation in the ESA pilot program and does not require the use of ESA pilot program funds. Our conclusion is consistent with our previous determination that Efficiency Vermont can honor signed agreements with customers for incentives or payments that are in place before the start of the ESA pilot program, even if the projects may be completed after the start of the program.³ As we previously determined, this allowance of additional time to complete projects: (1) recognizes that some large and complex projects may need significant time to plan and complete; and (2) avoids the loss of opportunity to participate in energy efficiency investments during the first half of 2019.⁴

¹ Order Re Energy Savings Account Pilot Program, Case No. 19-0302-INV, Order of 5/16/19 at 5.

² Public Act No. 150 (2018 Vt. Adj. Sess.).

³ Order Re Energy Savings Account Pilot Program, Case No. 19-0302-INV, Order of 5/16/19 at 11.

⁴ Order Re Energy Savings Account Pilot Program, Case No. 19-0302-INV, Order of 3/16/19 at 11.

 Dated at Montpelier, Vermont, this
 4th day of March, 2020

 Anthony Z. Roisman
 PUBLIC UTILITY

 Public UTILITY
 COMMISSION

 Margaret Cheney
 OF VERMONT

 Sarah Mofmann
 OF VERMONT

OFFICE OF THE CLERK

March 4, 2020 Filed: Attest: Clerk of the Commission

Notice to Readers: This decision is subject to revision of technical errors. Readers are requested to notify the Clerk of the Commission (by e-mail, telephone, or in writing) of any apparent errors, in order that any necessary corrections may be made. (E-mail address: puc.clerk@vermont.gov)

Appeal of this decision to the Supreme Court of Vermont must be filed with the Clerk of the Commission within 30 days. Appeal will not stay the effect of this Order, absent further order by this Commission or appropriate action by the Supreme Court of Vermont. Motions for reconsideration or stay, if any, must be filed with the Clerk of the Commission within 28 days of the date of this decision and Order.

Page 3

PUC Case No. 19-0302-INV - SERVICE LIST

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