

# 2013 – 2015 Energy Efficiency and Solar Grants for Higher Education, Local Governments, and State Agencies

## **Program Guidelines**

October 2013

## **Background and Purpose**

population of fewer than five thousand residents.

Engrossed Substitute Senate Bill 5035, Section 1075 (<a href="http://apps.leg.wa.gov/documents/billdocs/2013-14/Pdf/Bills/Session%20Laws/Senate/5035-S.SL.pdf">http://apps.leg.wa.gov/documents/billdocs/2013-14/Pdf/Bills/Session%20Laws/Senate/5035-S.SL.pdf</a>) as passed by the Second Session, 2013 Legislature includes an appropriation of \$25 million to the Washington State Department of Commerce (Commerce) for energy efficiency and solar cost saving grants. The appropriation requires at least \$5,000,000 to be set aside for projects that involve the purchase and installation of Washington-manufactured solar energy systems, including solar modules and inverters. The legislation also directs Commerce to award at least 10 percent of each competitive grant round to small cities or towns with a

Commerce's 2013-2015 Energy Efficiency and Solar Grant program focuses first on energy efficiency. Energy efficiency is the most cost effective energy resource available. The program then focuses on solar energy. Solar, a renewable energy resource helps create jobs and economic growth in the clean energy field and helps Washington meet its greenhouse gas reduction goals.

Energy efficiency and solar grants will be awarded through a competitive process and may be used solely for energy and operational cost savings improvements. Related projects that are necessary to implement energy efficiency improvements may also be considered for funding. The immediate goal of the program is to stimulate Washington's economy by creating jobs. The long-term goal is to reduce energy costs at the state's public education facilities, local agencies and state agencies.

Grants will be awarded for projects using Energy Savings Performance Contracting (ESPC) or equivalent <a href="http://www.des.wa.gov/services/facilities/Energy/ESPC/Pages/default.aspx">http://www.des.wa.gov/services/facilities/Energy/ESPC/Pages/default.aspx</a>. In order to be considered, applicants must demonstrate they have the expertise to manage their own projects and must follow the ESPC quidelines.

## **Eligibility**

Public higher education institutions, local agencies and state agencies are eligible to apply.

Commerce defines local agencies as: any city and any town, county, special district, municipal corporation, agency, port district or authority, or political subdivision of any type, or any other entity or authority of local government in corporate form or otherwise. Commerce will be using

the list of small cities or towns produced by the Office of Financial Management (OFM) <a href="http://www.ofm.wa.gov/pop/popden/rural.asp">http://www.ofm.wa.gov/pop/popden/rural.asp</a>.

State agencies may not submit applications for leased facilities. Local agencies and higher educational facilities may submit applications for leased facilities as long as there is a minimum 10 year lease from the time of the final Commerce grant payment.

Commerce's program is **not** open to:

- K-12 public schools
- New construction projects
- Combined heat and power (co-generation) projects

The Office of the Superintendent of Public Instruction received a separate appropriation for K-12 schools. Please click here

http://www.k12.wa.us/SchFacilities/Programs/EnergyImprovement/default.aspx for more information.

## **Applications and Grant Amounts**

There is only one application for Commerce's 2013-2015 Energy Efficiency and Solar Grant program. The application contains information for both the energy efficiency and solar grants.

Applicants applying for Commerce's program may receive two separate grants:

- An energy efficiency grant
- A solar grant

Eligible applicants may apply for:

- An energy efficiency grant
- An energy efficiency grant first and then a solar grant in a different round (the solar grant may only be applied for if the applicant received an energy efficiency grant in the 2013 -2015 grant program)
- An energy efficiency grant and a solar grant at the same time
- A solar only grant if their building(s) meets the program's minimum energy efficiency threshold, as defined by an EPA's ENERGY STAR Portfolio Manager® score of 80 or greater (see solar grant requirements for more details)

The maximum energy efficiency grant amount any entity can receive is \$500,000.

The minimum solar grant amount (regardless if it is a solar photovoltaic (PV) or a non-PV system - solar thermal, solar driven engine, etc.) is based on the project providing a minimum of 20,000 kilowatt hour (kWh) or equivalent Btu/year of generation or savings. For small cities and towns (with populations of 5,000 or less) the minimum solar grant amount is based on the project providing a minimum of 10,000 kWh or equivalent Btu/year of generation or savings.

All solar projects have a maximum grant amount of \$1 million. However, Commerce reserves the right to modify grant request amounts based on application demand levels.

Scoring for solar grants will consider the Washington manufactured components. The solar energy savings or production score will be adjusted by the Washington manufactured content ratios included in WAC 458-20-273 (14). <a href="http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273">http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273</a>. Projects with more Washington made components will receive a higher score.

NOTE: An applicant can receive the maximum grant amount for one project or the maximum amount could be split between multiple projects. Commerce reserves the right to modify grant request amounts based on application demand levels. Additionally, final awards may take into account fair and equitable geographical distribution and the applicant's access to other sources of funds necessary to complete the project.

## **Funding Availability and Timing**

The program's legislation requires Commerce to allocate \$18,000,000 in fiscal year 2014 and \$7,000,000 in fiscal year 2015. The number of rounds held in each fiscal year depends upon the availability of funds.

#### 2014 Grants Rounds:

- Round One applications are due January 30, 2014
- Round Two applications are due May 2014. Commerce will determine the exact due date after Round One awards have been announced in March 2014

#### 2015 Grants will be awarded in one round:

• Commerce will determine the Round One application due date in late 2014.

Applications are due by 5:00 p.m. on the respective round due date. Applications must be submitted via the Commerce website <a href="www.commerce.wa.gov">www.commerce.wa.gov</a>
The application process will be the same for all rounds.

To promote competition and to ensure equity between eligible applicants, Commerce will award funds to only the top 85 percent of projects applying in a round.

#### Funds available in the 2014 Round One are:

- \$1,800,000 for small cities and towns
- \$3,492,000 for solar projects
- \$3,000,000 for higher education
- \$3,000,000 for state agencies
- \$3,000,000 for local governments
- \$3,168,000 unallocated and available for higher education, state agencies, and local governments

Commerce plans on allocating the remaining \$3,168,000 funds and funds unspent in each category after reviewing the demand for grants in each category. For example, if the demand for local government grants exceeds \$3,000,000, then unallocated funds from other categories could be used for local government grants. Likewise if the demand for state agencies grants does not exceed \$3,000,000, then any remaining funds could be reallocated to other categories.

Please remember that not all of the \$18 million will be allocated in Round One. This is because Commerce awards grants to only the top 85 percent of projects applying in a round.

Eligible applicants may submit an application in all rounds. If an applicant does not receive an award in Round One, they may re-apply in Round Two. If an applicant receives an award in Round One, they may submit another application in Round Two only if they have not received the maximum grant amount.

We encourage applicants to aggregate energy measures and submit them as a single project whenever possible. Qualified applicants may also submit more than one grant application per round – provided the applications are for different energy measures. However, Commerce will not consider applications that seek funding for more than one project in the same building in the same round.

## **Project Start Date**

Projects that enter into a contract for construction on or after July 1, 2013, are eligible to apply for a grant in Round One and Round Two.

## **Grant Scoring Criteria**

Both energy efficiency and solar grants will be awarded through a competitive process. Commerce will award funds to only the top 85 percent of projects applying in a round. Commerce will score higher education, local government, small cities and towns, and state agency applications within their own category. For example, all state agencies will be scored collectively against each other. State agencies will not be scored against any other eligible entity (i.e. local governments, higher education, small cities and towns).

In addition, energy efficiency and solar projects will be scored separately, even if the project includes both energy efficiency and solar.

All energy efficiency and solar projects will be scored on (in order of priority and weighted per ESSB 5035, Sec. 1075):

- Leverage ratio (the higher the ratio of non-state funds to state funds, the higher the score);
- Energy savings (the higher the energy savings, the higher the score).

## <u>Leverage</u>

Commerce has the following program GOALS:

- The Commerce grant is to constitute 25 percent or less of the total project cost (leverage ratio of 3:1)
- Applicants are encouraged to provide funding equivalent to at least seven years worth of energy savings or more

Commerce scores applications based on the amount of non-state funds an applicant contributes to a project (the higher the ratio of non-state funds to state funds, the higher the score).



Higher Education applicants may use the following funds as leverage:

- Lease/Purchase program through the Office of the State Treasurer http://www.tre.wa.gov/government/leasePurchaseProgram.shtml
- Utility incentives
- Student fees
- Private donations
- Private lenders
- Federal funds
- Non-state appropriated funds

Local Governments may use the following non-state funds as leverage:

- Local Option Capital Asset Lending (LOCAL) program through the Office of the State Treasurer <a href="http://www.tre.wa.gov/LOCAL/index.shtml">http://www.tre.wa.gov/LOCAL/index.shtml</a>
- Private lenders
- Utility incentives
- Local and federal funds
- Non-state appropriated funds

State agencies may use the following funds as leverage:

- Lease/Purchase program through the Office of the State Treasurer http://www.tre.wa.gov/government/leasePurchaseProgram.shtml
- Utility incentives
- Federal funds
- Private donations
- Non-state appropriated funds

The following source of funds cannot be used as leverage for any applicant:

 Any funds that originated as an appropriation from the Legislature. (These funds cannot be used to supplant other funds obtained through the private sector – e.g. payoff loans).

In addition, in-house labor (employee time, benefits and overhead) cannot be used as leverage. All leverage funds must be capital.

#### **Energy Efficiency Savings**

The program seeks to promote larger projects with deep energy efficiency savings and paybacks of seven years or more.

Energy savings are based on current operating conditions as compared to the proposed operating conditions. Commerce does not allow modified baselines. Commerce will use an average energy rate for the state in determining the project's simple payback. This rate is 7.72 cents/kWh for all applicants. This is the July 2013 commercial sector rate <a href="http://www.eia.gov/electricity/monthly/epm\_table\_grapher.cfm?t=epmt\_5\_6\_a">http://www.eia.gov/electricity/monthly/epm\_table\_grapher.cfm?t=epmt\_5\_6\_a</a>



## **Specific Solar Grant Requirements**

Commerce's solar grants are open to new solar systems and to the expansion of existing systems.

Commerce's solar grants **cannot** be used for:

- Replacing existing solar systems
- Community solar projects (as defined by WAC 458.20.273)
- Leased equipment
- Solar power purchase agreement projects
- One or two solar panels, no demonstration projects
- Solar electric car charging stations

Commerce's solar grants are available for made in Washington Solar PV electric generation systems and Solar thermal water heating systems.

- PV solar electric generation technologies (roof-mounted, ground-mounted and buildingintegrated PV)
- Solar thermal energy displacing systems (solar water heaters, solar space heating, and solar cooling systems) and non-PV solar electric (sterling engine)
- Non-PV electric generating systems (dish sterling, solar troughs, dish and lens, and concentrating solar systems of up to 1MW).

All applicants applying for a Commerce solar **only** grant must submit documentation to demonstrate that the building(s) are energy efficiency and do not need energy conservation work. Please use EPA's ENERGY STAR Portfolio Manager® first and then if your building type doesn't fit into one of the 18 categories, use the second documentation method listed below:

- Use EPA ENERGY STAR Portfolio Manager® to create an ENERGY STAR score. The ENERGY STAR score must be 80 or higher <a href="http://www.energystar.gov/buildings/facility-owners-and-managers/existing-buildings/use-portfolio-manager/identify-your-property-type/">http://www.energystar.gov/buildings/facility-owners-and-managers/existing-buildings/use-portfolio-manager/identify-your-property-type/</a> This method is limited to a set of 18 building descriptions.
- If your building type does not receive an ENERGY STAR score using Portfolio Manager®, use ENERGY STAR Target Finder. When entering data, enter the buildings actual energy use in the "estimated energy use" cells. Submit the "statement of energy use intent" report with your grant submission. To be eligible for a solar only grant, the building site EUI must be 30 percent lower than the median building site EUI included in this report. Target Finder supports 80 different building types <a href="https://portfoliomanager.energystar.gov/pm/targetFinder?execution=e10s1">https://portfoliomanager.energystar.gov/pm/targetFinder?execution=e10s1</a>

#### PV Systems

All PV systems must have a mandatory minimum of 20,000 kWh/year of generation.
 The exception to this is applications from small cities and towns. Small cities



and towns (with populations of 5,000 or less) must have a minimum 10,000 kWh/year of generation

 Be on the Department of Revenue's list of Washington Manufacturers equipment approved for "Made in Washington" renewable energy systems cost recovery incentive payments (WAC 458.20.273, <a href="http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273">http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273</a> and <a href="http://dor.wa.gov/docs/pubs/industspecific/manufacturinglist.pdf">http://dor.wa.gov/docs/pubs/industspecific/manufacturinglist.pdf</a>

#### Solar Thermal Systems

- All solar water heaters must have a mandatory minimum of 20,000 kWh or equivalent Btu/year of savings. The exception to this is applications from small cities and towns.
   Small cities and towns (with populations of 5,000 or less) must have a minimum 10,000 kWh or equivalent Btu/year of savings.
- Meet the Department of Revenue's definition of "Manufactured in Washington" (WAC 458.20.273 (15), <a href="http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273">http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-273</a>
   <a href="http://dor.wa.gov/docs/pubs/industspecific/manufacturinglist.pdf">http://dor.wa.gov/docs/pubs/industspecific/manufacturinglist.pdf</a> and meet the definition of when assembly constitutes manufacturing (WAC 458.20.136 (7)
   <a href="http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-136">http://apps.leg.wa.gov/wac/default.aspx?cite=458-20-136</a>

PV, Non-PV Electrical Generating Systems and Solar Thermal Systems
Applicants applying for both PV and solar hot water systems must meet all the requirements listed above.

### **Performance Requirements**

All grant awards are contingent on applicants reaching binding agreements with their contractors to achieve or exceed projected energy savings, and to meet or beat the proposed budget and project start date in the application. If the applicant and its contractors cannot execute binding agreements that meet or beat these key metrics for scoring applications, then the initial grant allocation will be rescinded and the applicant will be encouraged to resubmit the application in a future round. Commerce will not reimburse project costs under this grant program unless the project meets or exceeds the energy and cost performance stated in the application.

## **Energy Efficiency Application Submission Requirements**

All energy efficiency applicants must submit:

- An on-line application
- An investment grade audit (IGA) or a final Energy Service Proposal. ASHRAE Level 111
   IGA is the standard
- A letter from the utility stating the approximate rebate/incentive level
- The building(s) current EPA ENERGY STAR Portfolio Manager® score and/or energy use intensity (EUI) (except for street light projects) Please provide printout from the website)
- A measurement and verification (M&V) plan

- A copy of the Request for Proposal (RFP) or Request for Qualifications (RFQ) that was used to select your ESCO or energy consultant
- For agencies working with the Department of Enterprise Service (DES), please submit a copy of your interagency agreement with DES
- Governor's Executive Order 05-05 review is required if your project has the potential to
  affect a building (or buildings) that are over 50-years old and/or proposes ground altering
  activities. Please provide the Department of Archaeology and Historic Preservation, and
  local area tribes, the opportunity to review and comment
- A letter from the Department of Archaeology and Historic Preservation (DAHP) stating that the project complies with Executive Order 05-05 requirements, or proof that consultation on your application is on-going <a href="http://www.dahp.wa.gov/governors-executive-order-05-05">http://www.dahp.wa.gov/governors-executive-order-05-05</a>

## **Solar Application Submission Requirements**

All solar applicants must submit:

- An on-line application
- An investment grade audit (IGA) or a final Energy Service Proposal. ASHRAE Level 111
   IGA is the standard
- Proof of compliance with Made in Washington WACs or Manufactured in WA WAC
- A M&V plan
- A copy of the Request for Proposal (RFP) or Request for Qualifications (RFQ) that was used to select your ESCO or energy consultant
- For agencies working with the Department of Enterprise Service (DES), please submit a copy of your Interagency Agreement with DES
- Governor's Executive Order 05-05 review is required if your project has the potential to affect a building (or buildings) that are over 50-years old and/or proposes ground altering activities. Please provide the Department of Archaeology and Historic Preservation, and local area tribes, the opportunity to review and comment
- A letter from the Department of Archaeology and Historic Preservation (DAHP) stating that the project complies with Executive Order 05-05 requirements, or proof that consultation on your application is on-going <a href="http://www.dahp.wa.gov/governors-executive-order-05-05">http://www.dahp.wa.gov/governors-executive-order-05-05</a>

If you are applying for a solar **only** grant you must also submit documentation from EPA's ENERGY STAR Portfolio Manager® that the building(s) has an ENERGY STAR Portfolio Manager® score of 80 or greater or if your building type does not receive an ENERGY STAR score using Portfolio Manager®, use ENERGY STAR Target Finder and submit the "statement of energy use intent" report with your grant submission.

## **Answers to Commonly Asked Program Questions**

If there are other state funds in the project, does the applicant identify them even though they don't count as leverage funds?

**Answer:** Yes, Commerce wants all project funds identified.



What if an applicant doesn't want to use the Department of Enterprise Services (DES) program and use a self-performing alternative non-Energy Service Company (non-ESCO)?

**Answer:** An applicant does not have to use the DES program. However, the applicant must follow DES guidelines for Energy Savings Performance Contracting RCW 39.35C enumerates Energy Savings Performance Contracting <a href="http://www.des.wa.gov/services/facilities/Energy/ESPC/Pages/default.aspx">http://www.des.wa.gov/services/facilities/Energy/ESPC/Pages/default.aspx</a>

#### Does the applicant have to follow public works statutes?

**Answer:** Yes, all projects must comply with public works statutes (RCW 39.80 and 39.04 cover ordinary public works contracting).

## Is competitive bidding required for hiring an Energy Service Company (ESCO) or a non-ESCO?

**Answer:** If you are hiring an ESCO from the DES list, then you do not have to go through a competitive process (DES has already done this work in compiling their ESCO list). If you are hiring a non-ESCO or hiring your own ESCO and following the ordinary public works contracting process, then yes, you do have to select through a competitive process.

## Can the grant be used to pay for in-house labor and if it cannot, can the in-house labor be used as leverage?

**Answer:** Commerce's funds *cannot* be used to pay for in-house labor. All leverage funds must be capital and not employee time, benefits and overhead.

Can both a loan's principal and interest be included as non-state funds for match?

Answer: No, only the principal can be used.

If a project is beginning construction before the January 30, 2014 application deadline, can the applicant still apply for a grant to cover project costs? The construction contract was signed after July 1, 2013.

**Answer:** Yes, the applicant can apply for a Round One grant. The grant funds can be used to pay for costs incurred after July 1, 2013, as long as those costs are included in the awarded project's final scope of work. Costs incurred before this date will not be reimbursed, but can count as leverage.

#### Can Grantees include their administrative costs on the project?

**Answer:** No. Administrative costs for Grantees are not covered by these grants.

#### What Contractor costs are eligible?

**Answer:** 2013-2015 Energy Efficiency and Solar Grant funds may be used for:

- Design, architectural, engineering, and energy consulting/auditing work
- Construction labor and materials
- Hazardous material removal and disposal, if related to installing the energy measures
- Capitalized equipment
- Construction management (from external sources only)



#### Are projects required to do Measurement and Verification of Energy Savings (M&V)?

**Answer:** Yes, all projects are required to do M&V once the project has been completed and the Notice of the Commencement of Energy Savings has been issued. The length of the M&V depends if the project uses Energy Savings Performance Contracting and is done by an ESCO or not.

If a project is done by an ESCO, the recommended minimum length of M&V is three years. Projects that do not follow Energy Savings Performance Contracting and do not use an ESCO, the M&V period is 10 years, or until the energy and operational cost savings pay for the project, whichever is shorter.

More detailed M&V requirements are in the Commerce contract.

## Are projects required to annually submit EPA ENERGY STAR Portfolio Manager scores?

**Answer:** Yes, projects are required to annually submit EPA ENERGY STAR Portfolio Manager scores for at least the same length of time as their M&V period.

## **Specific Contract Requirements**

#### Are binding agreements with contractors required?

**Answer:** Yes. All grant awards are contingent upon Grantees reaching binding agreements with their contractors to achieve or exceed projected energy savings and to meet or beat the proposed budget stated in the application.

## Are prevailing wages required?

Answer: Yes. Grantees are required to pay at least state prevailing wages (RCW 39.12). If your project is receiving any federal funds then you are required to pay whichever wage rate is higher (this may be either the Davis–Bacon Act or state requirements). If you have questions regarding prevailing wages please contact Washington State Department of Labor & Industries (<a href="http://www.lni.wa.gov/">http://www.lni.wa.gov/</a>)

## Does Commerce require a percentage of the project work be given to small businesses or Minority/Women Business Enterprises (M/WBE)?

**Answer:** No. However, if your local jurisdiction has such laws they must be followed.

#### Are apprenticeships required?

**Answer:** Yes. Apprenticeships are required on all construction costs over \$1 million.

#### Are there requirements concerning lead paint?

**Answer:** Yes. If the project involves retrofitting, remodeling, weatherization involving removal, remodeling, etc. of a painted surface in a building (built in or prior to 1978) that serves children, the project will need a trained person to direct the activity such as the disposal of the material with the paint, putting up barriers so that the paint dust doesn't travel, etc. The Grantee needs to ensure that they hire someone or have someone on staff that is trained to deal with lead paint if they are going to be working in an area where there is lead paint.



## Must projects follow Executive Order 05-05 (Archaeology and Cultural Resources Review)?

Answer: If the project disturbs ground and/or affects structures that are more than 50 years old a review is required by DAHP (<a href="http://www.dahp.wa.gov/governors-executive-order-05-05">http://www.dahp.wa.gov/governors-executive-order-05-05</a>). If your project meets either of these two criteria, contact DAHP as soon as possible to start the review process before applying. If your project is receiving federal funds and you are going through a Section 106 Review, please provide Commerce with this information and Executive Order 05-05 may not be required.

## What happens if a project has already begun and falls into the Executive Order 05-05 criteria?

**Answer:** Your project will still be required to follow Executive Order 05-05 requirements as part of the application process.

## Are contract amendments required if the scope of work changes?

**Answer:** Yes. If the project's scope of work changes (due to unforeseen circumstances) an amendment to the Grantees' contract with Commerce is needed. Any change in the scope of work must not deviate substantially from the Grantee's submitted application, and is subject to prior approval by Commerce and possibly re-scoring of the application, which could change the grant amount.

## **Costs, Invoicing and Payment**

## How do we get paid?

**Answer:** Funds are available once a contract is executed. Funds are electronically transferred into a **Statewide Vendor Account** number you provide to us. If you need to set up an account number please visit the Department of Enterprise Services at <a href="http://des.wa.gov/services/IT/SystemSupport/Accounting/Pages/swps.aspx">http://des.wa.gov/services/IT/SystemSupport/Accounting/Pages/swps.aspx</a> to learn how to create an account. This process may take a couple of weeks, so please make sure you have this information available for us.

#### How often can we be paid?

**Answer:** Commerce will work with each Grantee to determine the payment plan that best suits them. No one can be paid more than one time per month. If the Grantee prefers, they may be paid quarterly or at the end of the project.

#### What documents must be submitted in order to initiate payment?

**Answer**: Requests for payment must be submitted on a signed, original A-19 Invoice Voucher form supplied by Commerce. The Grantee shall evidence the costs claimed on the Invoice Voucher by including:

- A copy of each invoice claimed; and
- A copy of the cancelled check or electronic funds transfer confirming payment of each expenditure for the amount of each invoice claimed.

#### Can the A-19 form be submitted electronically?

Answer: Yes

#### Can multiple projects be submitted on one A-19?

**Answer:** No. Each A-19 is customized for the project and must be billed separately. These forms will be created and sent to you electronically by Commerce.



#### What is Commerce's agency number?

Answer: 1030

## If the project has already begun, can costs incurred to date be reimbursed even if your contract with Commerce has not been signed?

**Answer:** Yes. Project costs incurred after July 1, 2013 will be reimbursed. Any costs incurred before this date will not be reimbursed, but can count as match.

## Reporting

## Are project status reports required?

**Answer:** Yes. All Grantees are required to submit a Project Status Report each time you submit a reimbursement request. Your contract manager will send you the form.

However, if you are using the services of a non-ESCO contractor, you must submit an Inspection Status Report with the final reimbursement request. This form must be signed by an individual authorized by the Grantee *and* signed and stamped by the project's licensed engineer or architect.

#### Are project photos required?

**Answer:** Yes, at 0 and 100 percent of project completion. Also, photos showing people and/or students and buildings or people actively working on projects are great for telling success stories.

#### **Jobs Reporting**

#### Why are the numbers of jobs funded being tracked?

**Answer:** The Legislature's intent was to create jobs quickly due to the high unemployment rate in the construction industry. Commerce will report the number of jobs funded to the Governor and the Legislature.

#### How often are the number of jobs funded reported?

**Answer:** Quarterly, on the 2013 - 2015 Energy Efficiency and Solar Grants Quarterly Report form provided to you by Commerce, until the entire project is complete.

## <u>Are contractors paid to complete the 2013 - 2015 Energy Efficiency and Solar Grants</u> Quarterly Report form?

**Answer:** No. The grant does not include any additional funds to fill out this form.

#### **Time Frame**

#### How long does it take to execute a contract?

**Answer:** Contracts take three to four weeks to execute once all needed information is provided to Commerce.

#### What is the contract's time frame?

**Answer:** Technically these funds expire on June 30, 2015. Washington operates under a biennial (two year) budget and each appropriation in the 2013-2015 Capital Budget, must, by law, lapse at the close of the biennium (June 30, 2015). Since many projects

take more than two years to complete, Commerce will automatically request a reappropriation of any unspent funds as of that date. However, we cannot guarantee that the Legislature will agree to extend funding, nor can we legally obligate funds from one biennium to the next. Grantees are advised to discuss pending reappropriations with their legislators prior to the beginning of the legislative session in which the reappropriation is expected to occur.

## **Rescinding Awards**

## Can the grant you received be rescinded?

**Answer:** Yes, under any of the following conditions:

- If the leverage ratio of non-state funding to state funding is less than the ratio stated in the application; or
- If the final Energy Services Proposal (or equivalent, if not working with an ESCO) does not meet or exceed the minimum energy savings identified in the application; or
- If the project does not meet or beat the proposed budget set forth in the application.

# 2013 – 2015 Energy Efficiency and Solar Grants for Higher Education, Local Governments, and State Agencies

### **Program Contacts:**

Pat Gibbon patricia.gibbon@commerce.wa.gov 360.725.3023

Tom Stilz tom.stilz@commerce.wa.gov 360.725.4045