

**Request for Comments
Proposed NJCEP 4th Revised FY18 Budget**

The Fiscal Year 2018 (FY18) New Jersey’s Clean Energy Program (NJCEP) Budget was approved through a June 30, 2017 Board Order (Docket No. QO17050465), trued up and revised through an October 20, 2017 Board Order, further revised by Board Staff on January 17, 2018 (2nd Revised FY18 Budget), and further revised through a February 28, 2018 Board Order (3rd Revised FY18 Budget). Board Staff now proposes a fourth revision to the FY18 Budget, reallocating funds between the EDA Programs and the Offshore Wind Program and between the Interim Marketing and Sponsorship budgets (Proposed 4th FY18 Budget Revision), all as described in more detail below.

Board Staff is requesting comments on the proposal prior to presenting it to the Board for consideration, the schedule and process for submitting comments is set forth at the end of this Request for Comments.

Revisions and Rationales

Since the FY18 Budget was adopted, certain commitments related to Edison Innovation Clean Energy Manufacturing Fund (CEMF) managed by the New Jersey Economic Development Authority (EDA) expired and were canceled. This resulted in \$1,010,804.35 that had been in the CEMF Program’s “Rebates, Grants, and Other Direct Incentives” Cost Category becoming available to be allocated to other programs. Consistent with the Board’s Order implementing Governor Murphy’s Executive Order 8’s Offshore Wind Initiative, I/M/O the Implementation of Executive Order No. 8 on Offshore Wind and the Initiation of an OREC Funding Mechanism and Rulemaking Process, Docket No. Q018020151 (February 28, 2018), the \$1,010,804.35 amount will be allocated to the Offshore Wind Program’s “Evaluation and Related Research” Cost Category to fund the engagement of a consultant to support the development of an OSW program and for related studies.

In addition, Staff proposes that \$40,000 in funding be reallocated from the Interim Marketing budget to the Sponsorships budget for annual membership in the Clean Energy State’s Alliance (CESA). CESA is a national, non-profit coalition of public agencies and organizations working together to advance clean energy and will assist Staff in the development of offshore wind and other renewable energy policy proposals. Finally, Staff has authorized TRC to become members of the Consortium for Energy Efficiency and the Design Lights Consortium, both of which will assist in the design and development of cutting edge energy efficiency programs. Annual membership fees would be charged against the Interim Marketing budget. Sufficient funds remain in the Interim Marketing Budget to cover all anticipated expenses including the above memberships through the remainder of the FY.

Budget Tables

The following tables show the NJCEP’s Programs’ current FY18 Budgets, the Proposed 4th FY18 Budget Revisions, and the resulting Proposed 4th Revised FY18 Budgets:

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Proposed 4th Revised FY18 Budget Modifications

<i>Program/Budget Line</i>	<i>Current Budget*</i>	<i>Proposed Changes</i>	<i>3rd Revised NJCEP FY18 Budget</i>
Total NJCEP	\$322,718,495.97	\$0.00	\$322,718,495.97
EE Programs	\$275,899,507.45	\$0.00	\$275,899,507.45
Res EE Programs	\$65,842,472.41	\$0.00	\$65,842,472.41
HVAC	\$8,500,000.00		\$8,500,000.00
RNC	\$24,267,472.41		\$24,267,472.41
EE Products	\$9,000,000.00		\$9,000,000.00
HPwES	\$24,075,000.00		\$24,075,000.00
Res Low Income	\$30,000,000.00	\$0.00	\$30,000,000.00
Comfort Partners	\$30,000,000.00		\$30,000,000.00
C&I EE Programs	\$169,457,035.04	\$0.00	\$169,457,035.04
C&I NC	\$2,961,932.04		\$2,961,932.04
C&I EB	\$49,840,263.13		\$49,840,263.13
P4P NC	\$19,112,655.81		\$19,112,655.81
P4P EB	\$33,966,790.48		\$33,966,790.48
LGEA	\$5,483,000.00		\$5,483,000.00
DI	\$43,645,462.36		\$43,645,462.36
LEUP	\$13,300,931.22		\$13,300,931.22
Customer Tailored EE Pilot	\$1,146,000.00		\$1,146,000.00
State Facilities Initiative	\$10,600,000.00	\$0.00	\$10,600,000.00
State Facilities Initiative	\$10,600,000.00		\$10,600,000.00
Distributed Energy Resources	\$34,053,844.00	\$0.00	\$34,053,844.00
CHP/Fuel Cell	\$29,872,721.32		\$29,872,721.32
RE Storage	\$2,128,642.68		\$2,128,642.68
Microgrids	\$2,052,480.00		\$2,052,480.00
RE Programs	\$2,300,000.00	\$1,010,804.35	\$3,310,804.35
Offshore Wind	\$100,000.00	\$1,010,804.35	\$1,110,804.35
SREC Registration	\$2,200,000.00		\$2,200,000.00
EDA Programs	\$1,195,166.34	(\$1,010,804.35)	\$184,361.99
CEMF	\$1,098,625.36	(\$1,010,804.35)	\$87,821.01
GGF	\$96,540.98		\$96,540.98
LSCHP Solicitation	\$0.00		\$0.00
Planning and Administration	\$9,269,978.18	\$0.00	\$9,269,978.18
BPU Program Administration	\$3,239,499.37	\$0.00	\$3,239,499.37
BPU Program Administration	\$2,566,652.15		\$2,566,652.15
Program Transition	\$672,847.22		\$672,847.22
Marketing (w/CEP website)	\$900,000.00	(\$40,000.00)	\$860,000.00
Interim Marketing	\$900,000.00	(\$40,000.00)	\$860,000.00
Program Evaluation/Analysis	\$2,042,921.81	\$0.00	\$2,042,921.81
Program Evaluation	\$1,150,000.00		\$1,150,000.00
CEEEP	\$654,027.77		\$654,027.77
Rutgers LESS	\$238,894.04		\$238,894.04
Outreach and Education	\$3,077,557.00	\$0.00	\$3,077,557.00
Sustainable Jersey	\$675,225.00		\$675,225.00
NJIT Learning Center	\$364,288.00		\$364,288.00
NJCERN	\$38,044.00		\$38,044.00
PA Outreach - Sponsorships	\$2,000,000.00		\$2,000,000.00
Sponsorships	\$10,000.00	\$40,000.00	\$50,000.00
Sponsorships	\$10,000.00	\$40,000.00	\$50,000.00

* 3rd revised FY18 budget approved by the Board at its 2/28/18 agenda meeting

Process and Schedule for Submitting Comments

Staff is requesting comments on the proposal prior to presenting it to the Board. Comments regarding the foregoing should be submitted to publiccomments@njcleanenergy.com by 5 pm on May 10, 2018 under the subject heading “Request for Comments - Proposed NJCEP 4th Revised FY18 Budget.”