Dear Governor Cuomo:

Thank you for your recent announcement to reassert New York's national leadership on energy efficiency by proposing a new comprehensive energy efficiency initiative by Earth Day 2018. Our organizations enthusiastically support a bold and aggressive energy efficiency policy for New York and stand ready to work with you to craft and implement this exciting new framework.

Our organizations support energy efficiency because of its many diverse benefits: lower utility bills, reduced carbon and other harmful pollution; new, local jobs for New Yorkers; and, a more reliable electric grid. Investment in efficiency is cost-effective and can avoid expensive grid investments, providing a critical tool in the fight against climate change, improving air quality and public health, and helping to address energy affordability.

New York's energy efficiency initiative should be nation-leading and ambitious, with a quantitative goal that is fuel-neutral. It should also:

- ✓ Grow Clean Energy Businesses and Create Jobs. The Efficiency Initiative should be designed to harness the efficiency market and grow additional opportunities for energy efficiency businesses in New York that currently employ 110,000 New Yorkers. Embracing the principles of REV, and the creation of sustainable financing mechanisms, this Initiative should recognize and monetize the benefits of efficiency; compensate providers for those benefits; and, create a competitive procurement to get the most value for customers.
- ✓ Require a Strong Utility Role. While the overarching efficiency goals will be met by a variety of program components, the most important is an ambitious mandate for utilities, which have the ability to procure efficiency quickly and at scale, and to directly engage customers with clean and efficient energy opportunities, including energy efficiency and electric clean heating and cooling. Utilities should be incentivized and rewarded for meeting ambitious mandates that gradually ramp up electric energy efficiency targets from current levels of roughly .9 percent per year, to a minimum level of 3 percent per year, as is being achieved in leading states. Similar to the 50 x '30 renewables target of the Clean Energy Standard, this mandate is essential to provide the critical and predictable policy framework that will encourage greater long-term private sector investment in energy efficiency. Comparable savings levels should also be facilitated/delivered by both NYPA and LIPA.
- ✓ <u>Build in Diversity and Equity.</u> The Efficiency Initiative should ensure access to energy efficiency for all New Yorkers, especially low- to moderate- income customers, and environmental and climate justice communities. A strong, sustainable, and successful program is one that reaches traditionally underserved markets, is geographically equitable, helps lower energy costs, and improves efficiency for all customer classes: residential, multifamily (including multifamily affordable housing), commercial, and industrial.
- ✓ <u>Drive the Consumer Market.</u> Modernized building energy codes that are regularly and automatically updated and appliance efficiency standards that reflect cutting-edge technology are important companions to a strong utility role and to innovative market transformation efforts by NYSERDA and other entities in expanding energy efficiency. These measures will drive efficiency into products and building design. We strongly support your administration in putting forward State legislation on building codes and appliance standards and aggressively advancing these proposals in the Legislature.

A program that meets these criteria will bring great benefits to New York: clean energy jobs, climate change progress, and utility bill savings. We look forward to celebrating its release at Earth Day 2018 and appreciate your attention to this important issue.

Sincerely,

Alliance for Clean Energy New York

Natural Resources Defense Council

Association for Energy Affordability

Citizens for Local Power

Environmental Defense Fund

Home Performance Coalition

American Lung Association in New York

Northeast Energy Efficiency Partnerships

New York Geothermal Energy Organization

Sierra Club

Riverkeeper

Building Performance Contractors' Association

Citizens Campaign for the Environment

The Sallan Foundation

Hudson River Sloop Clearwater, Inc.

New York Communities for Change

Environmental Advocates of New York

350 NYC

350.org

350 Brooklyn

New Yorkers for Clean Power

Scenic Hudson

Pace Energy and Climate Center

New York Public Interest Research Group

Catskill Mountainkeeper

Environmental Entrepreneurs

Alliance for a Greater New York (ALIGN)

Urban Green Council

Acadia Center

Action for a Better Community

Airtight Services, Inc.

Bensol Tech LLC

CNY Weatherization Services

Coler Natural Insulation

Cutone & Company LC Associates

ECS Better Homes

Energy Construction LLC

Energy Efficiency Solutions NY, Inc.

EnergyPro Insulation

Get Green Home Improvements

Greenhill Contracting Inc.

Hanac Weatherization

Health Home Energy & Consulting, Inc.

Home Energy Consultants, Inc.

Sealed

Solar Energy Haus, Inc.

Yadav Solutions

E4TheFuture

Lime Energy

Open Energy Efficiency

Sane Energy Project

Northwest Bronx Community & Clergy Coalition (NWBCCC)

TRC Solutions

Woltner Summit Contracting LLC.

Taitem Engineering

Rochester People's Climate Coalition

Greenpathway Consultants

United for Action

Damascus Citizens for Sustainability

CC: Richard Kauffman, Chairman of Energy & Finance

John Rhodes, PSC Chair

Alicia Barton, President/CEO NYSERDA

Gil Quinones, President/CEO NYPA

Adam Zurofsky, Deputy Secretary for Energy

Peter Olmsted, Assistant Deputy Secretary for Energy