



Joint IOU's Unspent Funds for Energy Savings Assistance Program

Low Income Oversight Board Meeting
Webex
September 17, 2020

SCE's Unspent Funds for ESA Program

Total Remaining Unspent Funds (\$M)	
Remaining 2009-2016 Unspent/Uncommitted fund	\$ 56.22
Total 2017-2020 Revenue Remaining as of 7/31/2020	\$ 39.09
Total 2017-2020 Unspent Funds - applied to cover Actual Expenses remaining as of 7/31/2020	\$ 31.40
Total Remaining Unspent Funds as of 7/31/2020	\$ 126.71
Total Unspent funds for Bridge Funding Activities	\$ 40.92

- The revenue remaining comes from the budget authorized in Decision (D.) 16-11-002 and Resolution E-4855 was \$318.37 million and indicates what SCE is authorized to collect through 2020.
- Unspent funds total as of July 31, 2020. SCE cannot estimate the total unspent funds balance at the end of 2020.
- The term “Unspent Funds” includes uncommitted and committed unspent funds. Unspent funds may only be used for ESA program activities. In Application (A.) 19-11-003 et. al., SCE proposing using unspent funds to offset future revenue collections for the 2021-2026 period.
- Total for bridge funding activities is based on the authorized bridge funding amount approved in SCE Advice Letter 4053-E, effective December 16, 2019.

PG&E's Unspent ESA Program Funds

Total Remaining ESA Unspent Funds (\$M)	
Remaining Unspent/Uncommitted 2009-2016 funds [1]	\$2.54
Total 2017-2020 Unspent funds authorized from 2009-2016 Unspent Funding [2]	\$105.63
Total 2017-2020 Unspent funds authorized from D.16-11-022 and D.17-12-009 [3]	\$116.12
Total Unspent Funds as of 7/31/2020 [4]	\$224.28
Total Unspent funds for 2021 Bridge Funding Activities [5]	\$61.67
Total Unspent funds Committed to continue 2017-2020 MF CAM activities during 2021 Bridge Funding [6]	\$26.00

1. Unspent/Uncommitted 2009-2016 Funds is the remaining amount of the ESA program funds collected from 2009-2016 program cycles that have not been authorized for the 2017-2020 ESA Program.
2. The remaining amount of 2009-2016 Unspent Funds budget authorized by the Commission to perform 2017-2020 ESA program activities in Mid-Cycle Advice Letter 3990-G-A/5329-E-A and 3990-G-B/5329-E-B (These funds are reported in Table 1A of PG&E's Monthly and Annual Reports.)
3. The remaining amount of D.16-11-022 and D.17-12-009 authorized ESA funding.
4. Unspent funds may only be used for ESA program activities. In Application (A.) 19-11-003 et. al., PG&E proposes using unspent funds to offset future revenue collections for the 2021-2026 period.
5. Authorized bridge funding amount approved in PG&E Advice Letter 4131-G-A/5614-E-A for January 1, 2021 - June 30, 2021, effective August 12, 2019.
6. Reserved/contracted amount with signed customer agreements for MF CAM activities.

SDG&E's Unspent Funds for ESA Program



Total Remaining Unspent Funds (\$M) [1]	
2009-2016 Unspent funds [2]	\$23.32
Total 2017-2020 Revenue Collected as of 7/31/2020 [3]	+ \$78.73
Total 2017-2020 Actual Expenses as of 7/31/2020 [4]	- \$69.47
Total Remaining Unspent Funds as of 7/31/2020 [5]	= \$32.59
Total allocated as of 7/31/2020 [5]	- \$12.59
Total Remaining Unspent Funds as of 7/31/2020	= \$20.00
Total funding requested for 2021 [6]	\$27.74

1. Unspent funds are only available for ESA activities.

2. SDG&E's unspent/over collected funds at the end of 2016 totaled \$23,322,672. Resolution E-4884 authorized \$12,959,793 to be used in the 2017-2020 budget cycle. Unspent carryover funds from PY2017 and PY2018 were redistribution to PY2019 as authorized in SDG&E Advice Letter 3250-E/2688-G.

3. The revenues collected were less than the authorized budget levels in D.16-11-022, Resolution E-4884 and budgets approved in AL 3250-E/2688-G.

4. Reflects expenses from ESA Tables 1 + 1A, net of manual adjustments.

5. Includes \$10.92M of Unspent/Committed funds and \$1.67M of unspent funds used to offset August through December revenue collections, totaling \$12.59M.

6. 2021 Budget amount requested in A.19-11-005, pending decision. Pursuant to OP 9 of D.20-08-033, SDG&E will file it's bridge funding advice letter on or before October 12, 2020.

Note: This does not include cumulative interest collections in the ESA balancing accounts.

Energy Savings Assistance Program

Unspent/Uncommitted ESA Funds



SoCalGas Remaining Unspent Funds

Total Remaining Unspent Funds (\$M)	
Remaining 2009-2016 Unspent Funds [1]	\$125.15
2017-2020-Revenues Collected as of 7/31/2020	\$448.42
2017-2020 Total Expenses as of 7/31/2020 [2]	\$343.68
2017-2020 Unspent Funds as of 7/31/2020 [3]	\$104.74
Total Remaining Unspent Funds as of 7/31/2020	\$229.89
Total Unspent Funds for Bridge Funding Activities [4]	\$67.07
Footnotes	
[1] PY 2009-2016 Unspent Funds related to Revenues Collected.	
[2] PY 2017-2020 Total Expenses from Tables 1 and 1A.	
[3] PY 2017-2020 Unspent Funds related to Revenues Collected.	
[4] 2021 Budget amount requested in A.19-11-006, pending decision. Pursuant to OP 9 of D.20-08-033, the IOU's are to use unspent and uncommitted funds during the bridge period before new revenue collections.	
*Unspent funds can only be used for ESA Program activities or returned to ratepayers.	

Energy Savings Assistance Program *Unspent/Uncommitted ESA Funds*

Top Two Drivers for Unspent Funds

IOU	Drivers
PG&E	<ol style="list-style-type: none"> 1. ESA budget under spent due to not meeting homes treated goals in 2017-2018, and over estimation of measures to be installed. Current 2020 enrollment and installation rates are below pre-COVID-19 levels, impacting ESA spending. 2. 2009-2016 Unspent Funds committed for ESA 2017-2020 through Conforming and Mid-Cycle Advice Letters (Table 1A): a) Delayed launch of new measures pending 2018 Mid-Cycle Advice Letter Filing Resolution; b) Delayed start installing measures for Multi-Family Common Area Measure (CAM) as a result of transitioning to a deemed measures program based on options provided by Energy Division; c) COVID-19.
SCE	<ol style="list-style-type: none"> 1. Enrollment and installation rates are still below pre-COVID-19 levels. Although eligible population has likely increased, willingness to enroll is still fluid during the pandemic. This has also impacted MF CAM progress, whose budget is taken from unspent funds. 2. So far, limited opportunities to leverage with CSD. Current projects have few potential measures that SCE can reimburse CSD for.
SoCalGas	<ol style="list-style-type: none"> 1. Enrollment rates below the original forecast and goals. This is a result of the challenges the program faces in finding and enrolling new, untreated, eligible and willing customers and recent, new impacts from COVID-19. 2. Lower therm savings per unit installed, compared with the assumptions used to develop the original savings targets.
SDG&E	<ol style="list-style-type: none"> 1. The Impact Evaluation has lowered savings values for program measures, making it challenging to meet program savings targets. 2. Due to COVID-19, on March 20, SDG&E notified contractors of the suspension of non-emergency work. In addition to new changes in measure savings values, the suspension will likely impact energy savings shortfall throughout 2020.