



**Cape Light Compact**

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**To: Energy Efficiency Advisory Council**  
**From: Cape Light Compact**  
**Date: March 5, 2015**  
**RE: Summary of proposed 2015 Mid-Term Modification**

1. The Compact will be seeking the Council’s review and support of a change in the three-year term budget of greater than 20 percent in its Residential Whole House program, Residential Hard-to-Measure categories, C&I New Construction program, and in its C&I Hard-to-Measure categories.

2. The table below provides a summary of the proposed budget increases, which are subject to final review and revision.

<b>Program</b>	<b>2013-2015 Approved Budget, in DPU 12-107</b>	<b>2013-2015 Projected Budget</b>	<b>Additional Budget Requested</b>	<b>Percentage Change from Approved Budget, in DPU 12-107</b>
Residential Whole House	\$31,767,218	\$44,976,268	\$13,209,050	42%
Residential Hard-to-Measure	\$2,437,240	\$3,668,851	\$1,231,611	51%
C&I New Construction	\$6,147,902	\$9,055,930	\$2,908,028	47%
C&I Hard-to-Measure	\$382,147	\$522,676	\$140,529	37%

3. With respect to the requested Residential budget increase, since the 2013 Plan Year, the Compact continues to experience an increase in customer demand for its Whole House programs that it expects to continue through the 2015 Plan Year. In addition, the Compact experienced higher than anticipated costs attributable to more weatherization installations, as well as from the successful Efficient Neighborhoods + ® initiative in 2013 to 2014. With respect to the requested C&I budget increase, in 2014, the Compact experienced higher than expected customer participation for the upstream lighting initiative, a trend which is expected to continue in 2015.

4. In addition, the Compact will be seeking the Council’s review of its proposed change in its Residential Energy Efficiency Surcharge. Since the budget increases proposed for the Residential Sector will result in a bill increase for an average customer in this sector exceeding two percent, relative to the Energy Efficiency Surcharge rates that the Department approved with the Three-Year Plan, the Compact will also be seeking Department review and approval of a change in its approved Three-Year Plan Energy Efficiency 2015 Surcharge for the Residential Sector.

5. The Compact will provide final documents to the Executive Committee prior to its March 18, 2015 meeting and to the EEAC prior to its March 31, 2015 Council meeting. Since there is no scheduled April Council meeting, the Compact respectfully requests the EEAC take action on the Compact’s proposed modifications at its March 31, 2015 meeting.

***Working Together Toward A Smarter Energy Future***