## STATE OF NEW YORK

2655

2023-2024 Regular Sessions

## IN ASSEMBLY

January 26, 2023

Introduced by M. of A. HUNTER, LUPARDO, CLARK, BURDICK, MITAYNES, MAMDA-NI, KELLES, PHEFFER AMATO, FAHY, CARROLL, ANDERSON, FORREST, RIVERA, REYES, GLICK, EPSTEIN, L. ROSENTHAL, SIMON, HEVESI, JACOBSON, BURGOS, WALKER, DICKENS, COLTON, GUNTHER, GONZALEZ-ROJAS -- read once and referred to the Committee on Energy

AN ACT to amend the public service law and the public authorities law, in relation to establishing energy efficiency measures by the public service commission and the New York energy research and development authority

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1	Section 1. The public service law is amended by adding a new section
2	66-u to read as follows:
3	§ 66-u. Energy efficiency program. 1. As used in this section, the
4	following terms shall have the following meanings:
5	(a) "energy efficiency" means the reduction in overall energy use,
6	expressed as a percentage against a prior baseline of historical use, or
7	in British thermal units (BTUs). Energy efficiency shall include envi-
8	ronmentally beneficial electrification;
9	(b) "energy efficiency measure" means a particular good or practice
10	that provides an energy efficiency benefit;
11	(c) "environmentally beneficial electrification" means a replacement
12	of direct fossil fuel use with electricity such that the replacement
13	reduces overall emissions;
14	(d) "disadvantaged communities" shall have the same meaning as subdi-
15	vision five of section 75-0101 of the environmental conservation law;
16	<u>(e) "residential building" means a building having primary use as a</u>
17	domicile;
18	(f) "small commercial building" means a building operated by a busi-
19	ness or not-for-profit organization with one hundred employees or fewer;
20	provided they (i) own their building or (ii) lease or manage all or part

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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of the building and have a release from the building owner to apply for 1 2 financing through the program; and (g) "priority populations" means groups that include veterans, indi-3 4 viduals with disabilities, low-income individuals, unemployed power 5 plant workers, previously incarcerated individuals, persons aged eigh-6 teen through twenty-four participating in work preparedness training 7 programs, or residents of disadvantaged communities. 8 2. In order to stimulate the growth and adoption of a more efficient 9 use of energy in disadvantaged communities and to promote the hiring and 10 training of employees from disadvantaged communities and priority popu-11 lations, the commission shall develop, oversee and issue quidelines to 12 be used as part of any energy efficiency proceeding or utility program, 13 which shall include the following elements: 14 (a) any job training funding administered by utilities for energy 15 efficiency implementation shall serve individuals from priority populations or trainees living in disadvantaged communities, at a minimum 16 17 proportional to these areas' percentage share of the total residential housing and small commercial building stock within the state; 18 (b) beginning three years after the effective date of this paragraph, 19 20 installers, technicians, crew leaders, construction workers and appren-21 tices hired for implementation of utility energy efficiency programs 22 shall be from priority populations or disadvantaged communities, at a minimum proportional to these areas' percentage share of the total resi-23 dential housing and small commercial building stock within the state, or 24 25 from other priority populations and disadvantaged communities within one hundred miles of target work sites; and 26 27 (c) beginning three years after the effective date of this paragraph, 28 require that any residential and/or small business energy efficiency program funding used directly for energy efficiency measures adminis-29 tered by utilities shall be allocated to disadvantaged communities, 30 proportional to these areas' percentage share of the total residential 31 32 housing and small commercial building stock within the state. 33 3. (a) In any calendar year that a utility is unable to meet the job training or hiring requirements pursuant to subdivision two of this 34 section, such utility shall file with the public service commission a 35 36 report describing the activities and efforts made to <u>detailed</u> 37 comply with such requirements, including but not limited to information about outreach conducted in disadvantaged communities and among priori-38 39 ty populations and areas where the utility publicized job and training opportunities. The utility shall also include a draft plan for how it 40 will work with community partners and stakeholders to build up the qual-41 42 ified applicant pool to comply with such requirements during the next 43 calendar year. The plan will be subject to a sixty-day public 44 comment period after which a final plan that incorporates the public 45 comments will be filed with the commission. 46 (b) The commission shall conduct a periodic performance audit ensuring 47 that disadvantaged communities have access to the utility workforce development training, jobs, and opportunities pursuant to this section. 48 The commission shall publish the results of each performance audit on 49 50 the commission's website. (c) The commission shall have the authority to adjudicate complaints 51 52 and conduct investigations for violation of this section in the manner provided by the provisions of this article and shall have the authority 53 to enforce the provisions of this section in accordance with section 54 twenty-six of this chapter. 55

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1	§ 2. The public authorities law is amended by adding a new section
2	1885 to read as follows:
3	§ 1885. Efficiency requirements. 1. As used in this section, the
4	following terms shall have the following meanings:
5	(a) "energy efficiency" means the reduction in overall energy use,
6	expressed as a percentage against a prior baseline of historical use, or
7	in British Thermal Units (BTUs). Energy efficiency shall include envi-
8	ronmentally beneficial electrification;
9	(b) "environmentally beneficial electrification" means a replacement
10	of direct fossil fuel use with electricity such that the replacement
11	reduces overall emissions;
12	(c) "disadvantaged communities" shall have the same meaning as subdi-
13	vision five of section 75-0101 of the environmental conservation law;
14	(d) "authority" means the New York state energy research and develop-
15	ment authority;
16	(e) "small commercial building" means a building operated by a busi-
17	ness or not-for-profit organization with one hundred employees or fewer, provided such business or not-for-profit organization (i) own the build-
18	
19 20	ing; or (ii) lease or manage all or part of the building and have a release from the building owner to apply for financing through the
20	authority;
22	(f) "priority population" means groups that include veterans, Native
23	Americans, individuals with disabilities, low-income individuals, unem-
24	ployed power plant workers, previously incarcerated individuals, persons
25	aged eighteen through twenty-four participating in work preparedness
26	training programs, or residents of disadvantaged communities.
27	2. In order to stimulate the growth and adoption of a more efficient
28	use of energy in disadvantaged communities and to promote the equitable
29	distribution of energy efficiency benefits, the authority may allocate
30	funds to the non-energy related interventions in conjunction with energy
31	interventions, including but not limited to mold, lead, and asbestos
32	remediation pursuant to the recommendations of an integrated physical
33	needs assessment performed by the division of housing and community
34	renewal or other qualified agency; the authority shall further require
35	that:
36	(a) any program funding for the installation of end-use energy effi-
37	ciency measures administered by the authority with the goal of achieving
38	the one hundred eighty-five trillion BTUs of end-use energy below the
39	year two thousand twenty-five energy use forecast goal shall be allo-
40	cated to disadvantaged communities at a minimum proportional to such
41	areas' share of the state housing and small commercial building stock;
42	and
43	(b) any job training program funding administered by the authority
44	for energy efficiency implementation serve individuals from priority
45	populations or trainees living in disadvantaged communities proportional
46	to such areas' share of the state housing and small commercial building
47	stock; and
48	(c) employees hired for implementation of authority programs for ener-
49 50	gy efficiency implementation are from disadvantaged communities propor- tional to these areas' share of the state housing and small commercial
50 51	building stock.
51 52	<u>3. The authority shall include resource impacts, non-energy impacts,</u>
53	distribution impacts and economic development impacts in any cost-bene-
54	fit analysis utilized in designing or implementing any energy efficiency
55	program initiated, updated, or revised subsequent to the effective date

56 of this section.

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1	4. The authority shall publish on its website data on non-energy bene-
2	fits (NEBs) of home and building-scale energy efficiency programming as
3	evaluated by the authority in cost-benefit analyses.
4	5. The authority shall perform a geographic analysis within disadvan-
5	taged communities to map and identify where workforce opportunities and
6	gaps exist in energy efficiency and shall work with the existing work-
7	force development programs, union apprenticeships, community organiza-
8	tions and regional hubs to fund pre-apprenticeship programs and communi-
9	ty training for energy efficiency jobs based on the findings of such
10	analysis.
11	6. The authority shall measure tenant displacement rates and rent
12	increases incurred as a result of any energy efficiency funding received
13	under this section. The authority shall publish any findings on its
14	website and shall recommend to the legislature any necessary actions to
15	avoid the displacement of tenants as a result of the energy efficiency
16	funding received pursuant to this section.
17	§ 3. Severability clause. If any clause, sentence, paragraph, subdivi-
18	sion, section or part of this act shall be adjudged by any court of
19	competent jurisdiction to be invalid, such judgment shall not affect,
20	impair, or invalidate the remainder thereof, but shall be confined in
21	its operation to the clause, sentence, paragraph, subdivision, section
22	or part thereof directly involved in the controversy in which such judg-
23	ment shall have been rendered. It is hereby declared to be the intent of
24	the legislature that this act would have been enacted even if such
25	invalid provisions had not been included herein.
26	§ 4. This act shall take effect one year after it shall have become a
27	law. Effective immediately, the addition, amendment and/or repeal of any
28	rule or regulation negessary for the implementation of this act on its

27 law. Effective immediately, the addition, amendment and/or repeal of any 28 rule or regulation necessary for the implementation of this act on its 29 effective date are authorized to be made and completed on or before such 30 effective date.