Affiliated Tribes of Northwest Indians AirWorks, Inc. Alaska Housing Finance Corporation Alliance to Save Energy

Alternative Energy Resources Organization Ameresco

American Rivers Backbone Campaign Beneficial State Bank

BlueGreen Alliance
Bonneville Environmental Foundation

City of Ashland
City of Seattle Office of Sustainability & Environment

CleanTech Alliance Climate Smart Missoula

Community Action Center of Whitman County Community Action Partnership Assoc. of Idaho

Community Action Partnership of Oregon

Earth and Spirit Council

Earth Ministry
Ecumenical Ministries of Oregon

eFormative Options Energy350 EnergySavvy Energy Trust of Oregon ENGIE Services U.S.

Environment Oregon Environment Washington

EQL Energy

Global Ocean Health

Green Energy Institute at Lewis & Clark Law School Homes for Good

Home Performance Guild of Oregon

Human Resources Council, District XI

Idaho Clean Energy Association Idaho Conservation League

Idaho Rivers United

League of Women Voters Idaho League of Women Voters Oregon

League of Women Voters Washington Montana Audubon

Montana Environmental Information Center Montana Renewable Energy Association

Montana River Action

Multnomah County Office of Sustainability National Center for Appropriate Technology

Natural Resources Defense Council New Buildings Institute

Northern Plains Resource Council

Northwest EcoBuilding Guild Northwest Energy Efficiency Council

NW Natural

OneEnergy Renewables

Opportunities Industrialization Center of WA

Opportunity Council

Oregon Citizens' Utility Board

Oregon Energy Fund Oregon Environmental Council

Oregon Physicians for Social Responsibility

Oregon Solar Energy Industries Association Pacific Energy Innovation Association

Pacific NW Regional Council of Carpenters Portland General Electric

Puget Sound Advocates for Retired Action

Puget Sound Cooperative Credit Union Renewable Northwest

Save Our wild Salmon Seattle City Light

Seinergy

Sierra Club

Sierra Club, Idaho Chapter Sierra Club, Montana Chapter

Sierra Club, Washington Chapter

Small Business Utility Advocates Smart Grid Northwest

Snake River Alliance Snohomish County PUD

Solar Installers of Washington

Solar Oregon Solar Washington South Central Community Action Partnership

Southeastern Idaho Community Action Agency

Spokane Neighborhood Action Partners
Sustainable Connections

The Climate Trust

The Energy Project Transition Missoula UCONS, LLC

Union Of Concerned Scientists

United Steelworkers of America, District 12 Washington Environmental Council

Washington Local Energy Alliance

Washington Physicians for Social Responsibility Washington State Community Action Partnership

Washington State Department of Commerce Washington State University Energy Program

YMCA Earth Service Corps

Zero Waste Vashon



April 1, 2019

Chair Helm and Members of the House Energy & **Environment Committee**

Oregon State Capitol Salem, OR 97301

Re: HB 3094

Dear Chair Helm and Members of the Committee,

On behalf of the NW Energy Coalition, I am writing to express our support for HB 3094, which will establish state incentives for energy efficiency improvements to households across Oregon.

HB 3094 establishes a program, administered by the Oregon Department of Housing and Community Services (OHCS), to provide incentives for energy efficiency actions by homeowners and affordable housing multifamily buildings across the state. The purpose of the Home Weatherization, Retrofit and Affordability incentive is to promote residential energy savings and increase heath and safety in these homes. HB 3094 targets low and moderate-income households and households in rural areas across the state that most need this incentive.

The state dollars made available through the HomeWRAP program will compliment existing low income and affordable housing programs at OHCS to make those dollars go farther and also expand assistance to moderateincome households that fall above the income cap for lowincome programs (about \$51,000 for a family of 4).

Beyond low-income programs, these residential incentives will serve a critical role in some rural areas as the only incentive for energy efficiency. Rural areas of the state were identified as highest priority areas by the Ten Year Plan for Reducing the Energy Burden in Oregon Affordable Housing:

The American Council for an Energy-Efficient Economy (ACEEE) recently published a report, "The High Cost of Energy in Rural America: Household Energy Burdens and Opportunities for Energy Efficiency" that found that the share of income rural households spend on energy is significantly higher than their non-rural counterparts' expenditures. It is also important to note that rural households are more likely to use fuel oil or propane for heating.

HomeWRAP investments will leverage additional dollars to save Oregonian's money on their utility bills, improve indoor air quality in homes and workplaces throughout the state, enhance economic activity and support jobs, and achieve significant greenhouse gas reductions. And, the incentives are tied to energy savings, ensuring accountability and results.

Energy, Health and Financial Savings

The program will save homeowners and renters of affordable housing money by encouraging efficient use of electricity and natural gas. According to the US Department of Energy, the average weatherization project saves a homeowner \$350 per year on their energy bills, however, a recent study by the National Renewable Energy Laboratory found that the potential in Oregon is \$614 for the average household. Among low-income households alone there are \$114 million dollars in total energy cost savings waiting to be unlocked across the state¹. Total annual savings from all existing residential housing available in Oregon is \$664 million².

Furthermore, the value of health benefits has been shown to be up to 10 times that amount in reduced health care expenditures. Recent studies by the Green and Healthy Homes Initiative show healthcare cost savings as much as \$3000/year

 $^{^{1}\ \}underline{https://olis.leg.state.or.us/liz/2019R1/Downloads/CommitteeMeetingDocument/170709}$

² https://resstock.nrel.gov/factsheets/OR

per household.

Jobs and Economic Development

Energy efficiency is an important component of our state economy. Investments in energy efficiency create and sustain a workforce of over 42,000 jobs statewide; 70% of these are small businesses with 11 employees or fewer. Investments in energy efficiency also result in financial savings that are spent elsewhere in our economy, resulting in an increase to Oregon's gross domestic product of over \$350 million/year.

Least Cost Greenhouse Gas Reductions

By stimulating efficient use of electricity and natural gas in our build environment, this program will lead to significant greenhouse gas reductions that are essential to meeting our state GHG reduction goals. Saving energy use in buildings is one of the least cost ways to achieve emissions reductions – often with a negative abatement cost due to the financial savings over the life of these measures. The residential energy efficiency opportunities in the state of Oregon would reduce carbon emissions equivalent to the output of about 885,000 cars³.

Investments that improve the efficiency, safety, health and livability of our existing homes across the state provide a multitude of benefits. We encourage your support for HB 3094.

Sincerely,

Wendy Gerlitz Policy Director

³ https://resstock.nrel.gov/factsheets/OR