

Housing Innovations in Energy Efficiency (HIEE) Program

Ninth Stakeholder Advisory Group and Public Meeting

December 14, 2021

9:30 am – 11:00 am

Agenda Outline

- I. Welcome and introductions
- II. Stakeholder Advisory Group – Roll call
- III. DHCD Senior Deputy Director introduction
- IV. Updates since September meeting
- V. Advisory Group input and feedback
- VI. Public comments
- VII. Wrap up and adjourn

HIEE updates since September 13 meeting

- October 31 – Fall ASNH application round
- December 2 – Fourth 2021 RGGI auction
- January 1, 2022 – First Annual Report due to Governor's Office and General Assembly required by SB 1027 (Community Flood Preparedness and Clean Energy Act)

Transition to 2022

- DHCD will remain mission-focused in addressing housing needs and reducing energy burdens on low-income households
- Federal infrastructure bill – Additional money to Virginia for WAP and LIHEAP; amounts not known precisely at this point

Stakeholder Advisory Group transition in 2022

- Almost a year to the day (Dec. 15, 2020) since first meeting
- DHCD is grateful to all Advisory Group members and other stakeholders for your commitment of time and expertise
- Streamline to twice-yearly HIEE public meetings, open to all interested parties
- Timing: Spring and Summer 2022 (after General Assembly session)
- Purpose: Review proposed FY'23 adjustments to funding allocations; DHCD will share outcomes and updates

Stakeholder Advisory Group transition

- Spring/Summer 2022 - Proposed allocations posted on HIEE webpage for review and comments/written feedback prior to meeting date
- Spring/Summer 2022 – Reconvene for stakeholder discussion and input on FY '23 allocations and feedback on programs
- As with other programs at DHCD, all HIEE funding opportunities will be publicly announced and each program funded with HIEE funds will have separate guideline development process

Fiscal Year '21 HIEE allocations

HIEE Component	FY '21 - % HIEE allocation	Net revenue <i>(\$21.7m from March 2021 auction)</i>	Actual Allocation <i>(total \$21.1m)</i>
Weatherization Deferral Repair Program	60%	\$13.0m	\$15.2m
Affordable and Special Needs Housing Program	40%	\$8.7m	\$5.9m
Housing Innovation Partnerships Grants	0%	\$0 m	\$0

Fiscal Year 2021 is July 1, 2020 – June 30, 2021

Fiscal Year '22 allocation percentages

HIEE Component	FY '22 - % HIEE allocation	Projected available funds (\$55 m from Q2-Q4 2021 & Q1 2022 auctions)
Weatherization Deferral Repair Program	30%	\$16.5 m
Affordable and Special Needs Housing Program	60%	\$33 m
Housing Energy Efficiency Partnerships (HEEP) Grants	10%	\$5.5 m

Fiscal Year 2022 is July 1, 2021 – June 30, 2022

DHCD will create programs with the projected \$55 million revenue and use any additional revenue above these amounts to allocate to programs with the most demand at DHCD's discretion

RGGI net proceeds to DHCD

Auction Dates	50% net to programs
June 2, 2021	\$23m
September 8, 2021	\$26m
December 1, 2021	\$43m

DHCD will create programs with the projected \$55 million revenue and use any additional revenue above these amounts to allocate to programs with the most demand at DHCD's discretion

ASNH – 2021 Funding Rounds

April 2021

- \$7.2m in HIEE funds requested across 14 projects (out of \$8.7m available)
- \$5.9m HIEE funds obligated over 11 projects; 705 units to be produced or preserved meeting HIEE requirements

October 2021

- \$27.0m in HIEE funding available; \$29.6m requested across 30 projects
- Funding approvals to be announced soon

Weatherization Deferral Repair (WDR) program

- \$15.2m in FY '21 HIEE funds obligated by program agreements
- 1,064 homes/dwelling units deferred
- Program has been operating since July (program year is July 1, 2021 to June 30, 2022)
- Almost all Wx agencies have projects in pipeline
- 46 projects completed; \$842,000 invoiced
- Pipeline: 154 projects; \$1.58m in estimated repair costs
- Performance pool – Additional HIEE funds available to be added to agreements if agencies spend all funds down

Weatherization Assistance Program (WAP) updates

- Additional funding in infrastructure bill
- New weatherization provider being sought for service area covering current Crater and Telamon service areas
- Multi-agency and utility coordination on serving the Eastern Shore and Tangier Island

Advisory Group input and discussion

I. FY '23 allocation percentages – Input on next allocation plan after General Assembly session

II. Housing Energy Efficiency Partnerships (HEEP) grant program - Update on next steps after General Assembly session

III. Any additional input today?

Next steps

- ASNH Fall round applications announcements by late December/early January
- Final coordination with other agencies on RGGI annual report (due Jan. 1, 2022)
- Reconvene with stakeholders on next steps in spring or summer of 2022