



## California Energy Legislation

### AB 2723 (Pavley) Low-Income Revolving Loan Program

#### OVERVIEW

The bill program restricts certain funding sources from being used for the California Solar Initiative. It also creates the Low-Income Housing Development and Nonprofit Building loan program to help finance solar energy systems in eligible low-income housing and nonprofit building.

#### SECTIONS

This bill adds Section 2852 of the Public Utilities Code, relating to energy.

#### MAIN PROVISIONS

- Funding Protection – This bill prohibits any moneys from any existing programs for low-income ratepayers, or from cost-effective energy efficiency or demand response programs to be diverted to the California Solar Initiative.
- Low-Income Housing Set Aside – This bill requires the CPUC to ensure that not less than 10% of the funds for the California Solar Initiative are utilized for the installation of solar energy systems on low-income residential housing.
- Revolving Loan or Loan Guarantee Program – This bill authorizes the CPUC to incorporate a revolving loan or loan guarantee program into the California Solar Initiative for low-income residential housing.
- Return of Funds – This bill requires that all moneys set aside to fund the installation of solar energy systems on low-income residential housing that are unexpended and unencumbered on January 1, 2016, and all unencumbered moneys thereafter repaid from loans made for the installation of solar energy systems on low-income residential housing, be utilized to augment existing cost-effective energy efficiency measures in low-income residential housing.

#### TIMELINE OF IMPLEMENTATION

January 1, 2016 – Deadline by which all unexpended and unencumbered funds set aside, or repaid, for solar installation on low-income housing must be used to augment existing cost-effective energy measures in low-income residential housing that benefit ratepayers.