



### **Agenda Item # 3:**

Discussion of utility on-bill financing and other energy efficiency financing options

- **Residential Loans**
  - Existing Home Performance
  - Exploring Options for Low to Moderate Income
    - Allowing Lower Credit Scores
    - Reducing Interest Rates



## PACE: Property Assessed Clean Energy, SB 385

- Authorizes Local Governments to set up PACE programs
- Property owners can finance qualified improvements
- Loans are assessments voluntarily placed on the property
- Loans are transferrable to new property owners





# PACE Defined

- Owners of commercial, multifamily, industrial properties, and agricultural are eligible
- PACE enables long-term loans for water conservation, energy-efficiency improvements, and renewable retrofits.
- PACE loan may extend up to 20 years
- Utility cost savings can exceed the assessment resulting in positive cash flow
- Loan Payments are paid to or through local government



# PACE – Local Activity

- AE collaborated with others to develop State of Texas PACE-in-the-Box
- AE supports Regional approach through Travis County
- Travis County is setting up PACE program
- Scheduled for February 2015





# Service Territory

## Austin Energy Service Area Boundaries

*50% City of Austin / 50% Outside City of Austin*

- |                         |                           |                  |
|-------------------------|---------------------------|------------------|
| 1. City of Austin       | 6. City of Westlake Hills | 11. Buda         |
| 2. City of Bee Cave     | 7. City of Sunset Valley  | 12. Del Valle    |
| 3. Village of the Hills | 8. Village of Creedmoor   | 13. Manor        |
| 4. City of Lakeway      | 9. City of Mustang Ridge  | 14. Pflugerville |
| 5. City of Rollingwood  | 10. Manchaca              | 15. Cedar Park   |

