April 9, 2020

The Honorable Mitch McConnell Majority Leader United States Senate Washington, D.C. 20510

The Honorable Chuck Schumer Minority Leader United States Senate Washington, D.C. 20510 The Honorable Nancy Pelosi Speaker U.S. House of Representatives Washington, D.C. 20515

The Honorable Kevin McCarthy Minority Leader U.S. House of Representatives Washington, D.C. 20515

Dear Speaker Pelosi, Majority Leader McConnell, Minority Leader Schumer and Minority Leader McCarthy:

We write as a diverse group of companies and organizations working in the U.S. energy efficiency industry, which with nearly 2.4 million jobs is among the largest energy employers in the nation and by far the largest clean energy sector. Fully 70 percent of those jobs are in construction and manufacturing, and these workers – along with the broad benefits that energy efficiency delivers to our society – are at grave risk from the economic shock resulting from the COVID-19 pandemic.

Congress and the Administration rightly focused on the immediate impacts of this crisis in its initial COVID-19 relief legislation. However, as the fallout ripples through the economy, we urge you to take decisive steps to restore economic activity and rebuild our industries that currently are suffering massive layoffs and sharply curtailed investment that will lead to even more disruption for the foreseeable future.

We already are seeing homeowners, utilities and businesses delay or cancel energy efficiency projects. Thousands of contracting businesses that employ hundreds of thousands of workers across the country are no longer able to access homes and businesses where they would otherwise be working. This is cascading through the supply chain to the manufacture of insulation, windows, HVAC equipment and other building components. Vast swaths of the efficiency economy could be shuttered for the foreseeable future without strong policy measures.

In addition to putting people back to work, our economic response to this crisis should also prioritize investments that pave the way for a healthier, more sustainable and more resilient future for American families and businesses. This is particularly true in the energy sector, and energy efficiency has the potential to help us meet all of those goals.

With efficiency investments, we can pave the way for lower energy bills for households and consumers struggling to pay bills, and we can lower government spending for decades in public buildings and infrastructure projects. We can also create healthier communities with less pollution, including greenhouse gas emissions.

We know from the Great Recession that policy can work to stimulate activity. Expanded tax incentives for homeowner efficiency improvements in 2009 and 2010, for example, stimulated significant residential contracting activity that, in turn, prevented layoffs and closures at factories making windows,

heating and cooling equipment, insulation and other products. Expanded investment in the Weatherization Assistance Program under the American Recovery and Reinvestment Act (ARRA) weatherized roughly 1 million homes from 2010 to 2012, permanently lowering utility bills for homeowners while putting contractors to work. Efficiency investments like these and others – including in state and local activities through the State Energy Program, or in public buildings and other mission critical facilities, or in residential and commercial buildings – could go a long way in getting the economy moving again while make significant progress in addressing infrastructure needs.

We look forward to working with the Administration and Congress to ensure that we build on that success following this crisis to address the concerns above and regain momentum for putting this important sector of the economy back on track.

Should you have any questions or want to discuss this further please contact Ben Evans with the Alliance to Save Energy at <u>bevans@ase.org</u>.

Sincerely,

Acuity Brands Advanced Energy Economy Air Conditioning Contractors of America Air-Conditioning, Heating, and Refrigeration Institute Alliance to Save Energy Ameresco American Council for an Energy-Efficient Economy American Institute of Architects ASHRAE **Building Performance Association Building Performance Institute Copper Development Association** DuPont E4TheFuture **Environmental and Energy Study Institute** Federal Performance Contracting Coalition Institute for Market Transformation Intel Corporation **Knauf Insulation** Metrus Energy Midwest Energy Efficiency Alliance National Association for State Community Services Programs National Association of Energy Services Companies National Association of State Energy Officials NRDC Schneider Electric Sheet Metal and Air Conditioning Contractors' National Association Signify Stella Group

U.S. Green Building Council

CC:

The Honorable Frank Pallone, Chairman, Committee on Energy and Commerce The Honorable Greg Walden, Ranking Member, Committee on Energy and Natural Resources The Honorable Lisa Murkowski, Chairman, Committee on Energy and Natural Resources The Honorable Joe Manchin, Ranking Member, Committee on Energy and Natural Resources The Honorable Chuck Grassley, Chairman, Committee on Finance The Honorable Ron Wyden, Ranking Member, Committee on Finance The Honorable Richard Neal, Chairman, Committee on Ways and Means The Honorable Kevin Brady, Ranking Member, Committee on Ways and Means The Honorable Nita Lowey, Chairman, Committee on Appropriations The Honorable Kay Granger, Ranking Member, Committee on Appropriations The Honorable Richard Shelby, Chairman, Committee on Appropriations The Honorable Richard Shelby, Chairman, Committee on Appropriations