



Monitoring, Verification, and Evaluation Activities For Energy Projects Receiving Funding Under the American Recovery and Reinvestment Act

2010 Integrated Energy Policy Report Update
Committee Workshop
Sacramento, CA
June 14, 2010

DOCKET
10-IEP-1B

DATE JUN 14 2010

RECD. JUN 15 2010



Topics to be Discussed

- Bureau of State Audits Review
- Program Support and Audit Services
- Dept of Energy and Office of Management and Budget Reporting Requirements



Bureau of State Audits (BSA) Review

- BSA report on review of Energy Commission Preparedness to Administer ARRA State Energy Plan Funds released on December 1, 2009.
- Two recommendations from BSA:
 1. Energy Commission should take necessary steps to implement a system of internal controls to provide adequate assurance that ARRA funds are used appropriately.
 2. Energy Commission should promptly solicit proposals and execute contract, grant and loan agreements.



Response to BSA Recommendations

1. Internal Controls – the Energy Commission executed two contracts to provide internal control, monitoring and verification assistance:
 - o Perry-Smith to perform program support and audit services
 - o KEMA to provide project performance monitoring, evaluation and verification support.

2. Progress Awarding Funds – the Energy Commission has made significant progress awarding ARRA SEP funds. All SEP project funding has been encumbered, except for the Clean Energy Business Financing Program (\$28 million) and two “SEP 110” Energy Efficiency contracts (\$22.5 million). Work has commenced on a number of SEP funded projects.



Program Support and Audit Services

- Perry-Smith will conduct an organizational assessment of internal controls and recommend improvements; perform financial reviews of funding recipients; and provide programmatic communication support.
- Contract term May 13, 2010 through April 30, 2012.
- Contract amount: \$3.75 million.
- Contract will cover all ARRA funded grants: State Energy Program, Energy Efficiency and Conservation Block Grant, Energy Efficient Appliance Rebate Program, and Energy Assurance and Smart Grid Program.



Dept of Energy Reporting Requirements

DOE requires states to report on a number of metrics:

- Jobs – Hours worked for both federally funded and non-federally funded work
- Financial – Outlays and obligations
- Performance – Building retrofits, energy savings, renewable energy generated, emission reductions, and funds leveraged

Subrecipients report monthly to the Energy Commission.

Energy Commission compiles data and submits monthly and quarterly reports to DOE.



OMB 1512 Reporting Requirements

OMB 1512 information is reported quarterly and includes:

- Static Information – award number, subrecipient name and address, award amount and award date, place(s) of performance, highly compensated names and compensation, etc.
- Dynamic Information – jobs created, description of jobs created, funds disbursed.