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### 2012 -- S 2951

## STATE OF RHODE ISLAND

#### IN GENERAL ASSEMBLY

#### JANUARY SESSION, A.D. 2012

#### AN ACT

# RELATING TO PUBLIC UTILITIES AND CARRIERS - GREEN JOBS FOR DEMAND SIDE MANAGEMENT PROGRAM

Introduced By: Senators Miller, Goodwin, Ruggerio, Sosnowski, and DeVall

Date Introduced: May 10, 2012

Referred To: Senate Labor

It is enacted by the General Assembly as follows:

1	SECTION 1. Legislative Finding. The general assembly hereby finds and declares that
2	promoting widespread dissemination of demand side management programs and technologies
3	represents a clear and cost-effective strategy for communities in this state to curtail the emission
4	of greenhouse gases and harmful air contaminants, reduce dependence on fossil fuels, lower
5	housing costs, support community development and create green jobs to sustain and enhance our
6	economy. These jobs will provide meaningful employment opportunities for displaced workers,
7	the long-term unemployed and new workforce entrants. Wages and advancement of skilled,
8	certified workers in this sector historically sustain meaningful economic development, and the
9	economic impact of these jobs can be ensured by the establishment of job, hiring and certification
10	standards in state-sponsored programming. Installation of energy efficiency improvements to
11	reduce the loss or waste of energy will allow consumers to pay for these improvements through
12	energy savings over a reasonable period of time. However, lack of affordable and accessible
13	financing for many owners of residential properties, small businesses and nonprofit organizations
14	has hindered progress in fully realizing the promise of these technologies. Therefore, it is the
15	intent of the General Assembly to enact a Green Jobs for Demand Side Management program
16	with the ultimate goal of improving the energy efficiency of residential units throughout the state,
17	creating new green jobs, and training workers to fill these jobs with a particular focus on
18	employing residents facing barriers to employment.

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1 SECTION 2. Chapter 39-1 of the General Laws entitled "Public Utilities Commission" is 2 hereby amended by adding thereto the following section: 3 <u>39-1-27.13. Approval of demand side management programs. – (a) The commission</u> 4 shall establish requirements for gas or electric distribution company authorized under section 39-5 2-1.2 to include charges to fund demand side management programs to enter into contracts with constituency-based organizations, workforce development organizations, labor organizations, and 6 7 other training-related organizations, designated by the office of energy resources pursuant to 8 chapter 42-140.4 for the purpose of conducting demand side management programs so authorized 9 and providing employment and training services. 10 (b) The commission shall further establish requirements that any contracting firm 11 providing retrofit services under a demand side management program operated by a gas or 12 electric distribution company shall: 13 (1) Be accredited by a national accreditation agency approved by the commission; or 14 (i) Demonstrate a minimum level of experience in providing energy audits and/or retrofits 15 as firms accredited by a national accreditation agency approved by the council; and 16 (ii) Guarantee that all workers on retrofit crews are fully certified as installers pursuant to standards established by the United States department of energy, and firms shall guarantee the 17 18 provision of OSHA 10 and lead safe renovator certification to all workers on program audits and 19 retrofits within thirty (30) days of selection; and 20 (iii) Possess appropriate business and contracting licensing, insurance, and meet 21 minimum bonding requirements established by the commission; and 22 (iv) Comply with all health and safety laws, regulations and procedures required by state 23 and federal laws, and shall not be found in violation of such laws during their participation in the 24 program. Firms that, during the last five (5) years, have been cited by state or federal authorities 25 as having violated any of those laws, regulations and procedures or who have paid fines to 26 resolve claims of alleged violations are not eligible to participate; and 27 (v) Pay all workers a minimum of not less than twice the minimum wage as stated in 28 section 28-12-3, including the value of any benefits. Firms shall provide and pay for minimally 29 credible health insurance coverage for all of their construction employees and their dependents. 30 Firms must pay all wages due in a timely fashion in accordance with applicable law. Firms that, 31 at any time during the last three (3) years have failed to do so or who are found by a court or cited 32 by the attorney general of the state of Rhode Island or by agencies of the United States 33 government for failing to do so, may not participate; and 34 (vi) Guarantee that they will assign only employees to project sites under the program;

1 <u>and</u>

2	(vii) Participate in department of labor certified labor-management programs as available.
3	(c) To the extent that such preference is not disallowed by applicable federal or state
4	laws, firms shall commit to hiring sixty percent (60%) of new hires who engage in ten (10) or
5	more hours of program work in a calendar year from targeted populations including graduates of
6	training programs which meet terms established under chapter 42-140.4 that coordinate with
7	constituency-based organizations contracted to perform demand side management programs, low-
8	income people, long-term unemployed individuals, and populations historically underrepresented
9	in energy efficiency contracting work including minorities, formerly incarcerated individuals and
10	women. To qualify as hires, at least eighty percent (80%) of such workers shall be retained for at
11	least six (6) months, and such workers shall perform no less than twenty-five percent (25%) of
12	work hours; and
13	(d) Enforcement of industry certification provisions shall be the responsibility of the
14	Rhode Island department of labor and training. The penalty for non-compliance shall be removal
15	from the demand side management program. No contracting firm shall receive payment for work
16	performed except as a contractor in good standing; and
17	(e) Enforcement of labor and business conduct provisions, and penalties for violation of
18	such provisions, shall be the responsibility of the state department of labor and training in
19	consultation with the Rhode Island energy efficiency and resource management council; and
20	(f) The interests of the state will be best served if demand side management programs
21	proceed in an orderly manner without labor-related disruption, a participating firm must either be:
22	(1) Signatory to an agreement with a labor organization which contains, at a minimum, a
23	provision prohibiting the labor organization and its members from engaging in any picketing,
24	work stoppage, boycott, or other economic interference at or in connection with the firm's
25	demand side management work, or;
26	(2) Agree to sign such an agreement upon request by any labor organization that seeks to
27	represent employees performing this work.
28	SECTION 3. Title 42 of the General Laws entitled "State Affairs and Government" is
29	hereby amended by adding thereto the following chapter:
30	<u>CHAPTER 42-140.4</u>
31	GREEN JOBS FOR DEMAND SIDE MANAGEMENT PROGRAMS
32	42-140.4-1. Definitions. – For the purposes of this chapter, the following terms shall
33	have the following meanings:
34	(1) "Constituency-based organization" means an organization incorporated for the

1 purpose of representing or providing services or other assistance to economically or socially 2 disadvantaged persons within a specified community, and which is at least thirty percent (30%) 3 financially supported by individual members of the community in which it operates, or whose 4 actions are directed by a documented stakeholder process that is controlled in the majority by 5 members of the community in which it operates. (2) "Distribution utility" means any gas or electric distribution company authorized under 6 7 section 39-2-1.2 to include charges to fund demand side management programs. 8 (3) "Demand side management programs" means any program including, but not limited 9 to, programs for cost-effective energy efficiency, energy conservation, combined heat and power 10 systems, and weatherization services, established by a gas or electric distribution company and 11 approved by the public utilities commission. 12 (4) "Office of energy resources" and/or "office" means the office of energy resources 13 established pursuant to chapter 42-140. 14 42-140.4-2. Definitions. - Establishment of program. (1) Within six (6) months of the 15 effective date of this chapter, the office of energy resources is hereby authorized and directed to 16 establish and administer the green jobs for demand side management program. The office shall 17 implement the program in consultation with the permanent joint committee on environment and 18 energy established pursuant to chapter 22-7.3, the Rhode Island energy efficiency and resources 19 management council established pursuant to chapter 42-140.1, the public utilities commission 20 established pursuant to chapter 39-1, the division of public utilities and carriers established 21 pursuant to chapter 39-1, the Rhode Island economic development corporation established 22 pursuant to chapter 42-64, the Rhode Island department of labor and training established pursuant 23 to chapter 42-16.1, and the department of environmental management established pursuant to 24 chapter 42-17.1. 25 (2) The green jobs for demand side management program shall identify constituency-26 based organizations, workforce development organizations, labor organizations, and other 27 training-related organizations authorized to provide demand side management including, but not 28 limited to, programs for cost-effective energy efficiency, energy conservation, combined heat and 29 power systems, and weatherization services, established by a gas or electric distribution as 30 authorized under section 39-2-1.2. Such a program shall provide for: 31 (i) Training of individuals to participate in outreach and marketing activities, and perform 32 and provide appropriate demand side management programs, provided that such training shall 33 include, but not be limited to: 34 (A) Incremental occupational training to unemployed workers with good work histories;

1 (B) Work-readiness and entry-level technical training to individuals with weak work 2 histories; 3 (C) Apprenticeship qualifying, apprenticeship and labor-management certification 4 training; 5 (D) Training that is designed to lead to certification in energy auditing and energy 6 performance contracting; and 7 (E) Skills upgrading for incumbent workers, including workers performing 8 weatherization activities under the federal weatherization assistance program. 9 (ii) Provision of job placement services to such individuals. To the extent permitted by 10 statute, regulation or federal grant, a preference shall be given for training and placement of 11 women, minorities, low-income individuals and populations with barriers to employment in order 12 to focus training services on populations targeted for employment under this title. 13 (iii) Education and outreach programs for utility customers and homeowners apprising 14 them of the availability of demand side management programs as well as available funding 15 streams, incentives, and financing mechanisms. 16 (3) For quality assurance purposes, organizations authorized to provide training services 17 pursuant to subdivision (2) shall meet minimum qualifications, certifications and accreditations as 18 determined by the commission, in consultation with the department of labor and training. 19 (4) Organizations providing training services under subdivision (2) shall demonstrate a 20 prior record of maintaining the above qualifications, certifications and accreditations. Training 21 organizations that are disqualified or suspended from such qualification, certifications and 22 accreditations shall be ineligible from future participation in the program. (5) The office, in cooperation with the department of labor and training, shall facilitate 23 24 coordination between constituency-based organizations, workforce development organizations, labor organizations and auditing and energy performance services contractors to provide job 25 26 opportunities for individuals participating in training programs and receiving placement services 27 pursuant to subdivision (2). 28 (6) The office, in cooperation with the department of labor and training shall: 29 (i) Encourage local workforce investment boards created pursuant to the federal 30 workforce investment act of 1998 (public laws 105-220) to make available training and job 31 placement services authorized pursuant to this paragraph within each local workforce investment 32 area; 33 (ii) Access training services available through the department of labor and training; and 34 (iii) Apply for available federal funding for appropriate training services pursuant to the

- 1 provisions of any applicable federal law.
- 2 SECTION 4. This act shall take effect upon passage.

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#### **EXPLANATION**

#### BY THE LEGISLATIVE COUNCIL

#### OF

### AN ACT

# RELATING TO PUBLIC UTILITIES AND CARRIERS - GREEN JOBS FOR DEMAND SIDE MANAGEMENT PROGRAM

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This act establishes the Green Jobs for Demand Side Management Program.

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This act would take effect upon passage.

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