



Memorandum

June 26, 2024

To: Board of Trustees
From: Greg Leclair, Director of Finance and Administration
Peter Eglinton, Deputy Director
Re: Proposed Adjustments to the FY2023 Budget

Proposed Motion

Move to adjust the FY2024 source of funding (revenue) and expenditure budgets as described in this memorandum, resulting in a total FY2024 source of funding (revenue) and expenditure budgets of \$201,236,171 and \$190,330,739, as shown in the tables below, respectively.

Background and Recommendations

As we near the end of fiscal year 2024 (FY2024), Staff proposes making a series of adjustments to the budget to best position us to move into the new fiscal year and make a first step in tidying up our accounting to match the reality of revenues received and spending that did (or did not) occur during this year. Below are brief summaries of the proposed adjustments to the FY2024 budget.

Adjust Federal Funding

Funding from the Maine Jobs and Recovery Plan (MJRP)/American Rescue Plan Act (ARPA) is dispersed to the Trust in quarterly installments based on anticipated expenditures for the upcoming quarter, adjusted for actual expenditures (not encumbrances) from the prior quarter. In the event, the Trust only received a portion of the total approved amount in FY2024. Staff proposes removing the balance from the revenue and expenditure budgets to reflect the amounts actually received, plus encumbered projects. This adjustment specifically affects the business cases involving local governments, schools, and congregate housing (\$5 million); and manufacturing (\$1.2 million). Meanwhile, Staff propose to add \$500,000 to the business case for the tourism and hospitality sectors.

During FY2025, Staff will propose adjustments to the MJRP and NEVI budgets as we anticipate the need for additional funds to cover expenditures.

Incorporate New Revenue from the June 2024 Auction of the Regional Greenhouse Gas Initiative (RGGI)

The proceeds of the June 2024 RGGI auction resulted in the Trust receiving an additional \$7.64 million over the amount forecasted in the current FY2024 budget. Given that the fiscal year ends on June 30, Staff proposes to allow the additional funding from the June auction to carry forward into FY2025. Recommendations about how to allocate the funds in the FY2025 budget are addressed in a separate memorandum on the same agenda at which the instant memorandum is being presented.

Shift Funds into effRT Database

Staff proposes to shift \$100,000 within the EMT Administration budget category to cover costs of the effRT Database. This shift is needed to account for higher than anticipated activity in FY2024. This activity included five version releases in 2024, largely driven by program requests, including new reports, new workflow step status, adding census Tract data, revamp of letter configuration and search, new check search feature, incentive field

added to online application, and support for multiple channels on distributed generation (DG) meters.

See the tables below for details on the budget adjustments.

Proposed Amendment to the FY2024 Revenue/Source of Funding

Funding Source	2015	2020	2030	3031	3032	3033	Total
	EMT Admin Fund	RGGI Fund	Electric Procurement Fund	ARPA Tourism & Hospitality Fund	ARPA Local Government & Schools Fund	ARPA Manufacturing Fund	
RGGI Proceeds	-	7,643,369	-	-	-	-	7,643,369
Alternative Compliance Mechanism	-	-	-	-	-	-	-
Agricultural Fair Procurement	-	-	-	-	-	-	-
Federal Revenues - ARPA	-	-	-	500,000	(5,000,000)	(1,200,000)	(5,700,000)
Interfund Transfers	(100,000)	-	-	-	-	-	(100,000)
Use of Fund Balance	-	-	-	-	-	-	-
Total - Funding Source	\$ (100,000)	\$ 7,643,369	\$ -	\$ 500,000	\$ (5,000,000)	\$ (1,200,000)	\$ 1,843,369

Proposed Amendment to the FY2024 Expenditure Budget

Program Budgets	2015	2020	2030	3031	3032	3033	Total
	EMT Admin Fund	RGGI Fund	Electric Procurement Fund	ARPA Tourism & Hospitality Fund	ARPA Local Government & Schools Fund	ARPA Manufacturing Fund	
Low Income Initiatives	-	-	-	-	-	-	-
Home Energy Savings Program	-	-	-	-	-	-	-
C&I Prescriptive	-	-	-	500,000	(5,000,000)	-	(4,500,000)
C&I Custom	-	-	-	-	-	(1,200,000)	(1,200,000)
Administrative	-	-	-	-	-	-	-
effRT Database	-	-	100,000	-	-	-	100,000
Interfund Transfers	-	-	(100,000)	-	-	-	(100,000)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
Total- Program Budgets	\$ -	\$ -	\$ -	\$ 500,000	\$ (5,000,000)	\$ (1,200,000)	\$ (5,700,000)