



## Memorandum

May 27, 2026

To: Board of Trustees  
From: Greg Leclair, Director of Finance and Administration  
Peter Eglinton, Deputy Director  
Re: Proposed Adjustments to the FY2026 Budget

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### Proposed Motion

Move to adjust the FY2026 source of funding and expenditure budgets as described in this memorandum and as shown in the tables below, resulting in an amended total FY2026 source of funding budget and expenditure budget of \$280,585,741 and \$250,862,861, respectively.

### Background and Recommendations

#### 1. Add Regional Greenhouse Gas Initiative (RGGI) Revenue to Source of Funding and Expenditure Budgets

As reported in the monthly expenditure financial report in April 2026, the Efficiency Maine Trust (EMT) has received \$17,675,248 in RGGI revenue above the forecast in the base budget year-to-date FY2026. Staff anticipates receiving an additional \$11,000,000 in the June 2026 RGGI auction. The forecasted RGGI revenue above forecast for FY2026 sums to \$28,675,248. Accordingly, Staff proposes incorporating this amount -- \$28,675,248 -- into the FY2026 source of funding budget and allocating it as follows in the expenditure budget:

- Add \$500,000 to the Home Energy Savings Program, to support continued strong weatherization activity through the end of the fiscal year;
- Allocate \$26,425,248 to the Efficiency Maine Green Bank, consistent with the proposal discussed at the April 22, 2026, meeting of the Board; and
- Reserve \$1,750,000 for FY2027 to support delivery expenses in the last four months of CY2026 for heat pump water heater rebates funded by the New England Heat Pump Accelerator (Climate Pollution Reduction Grant or CPRG). Another round of CPRG funding for delivery expenses will be available in January 2027.

#### 2. Shift Available Maine Jobs and Recovery Plan (MJRP) / American Rescue Plan Act (ARPA) Funds to Income-Eligible Home Programs

On April 22, 2026, the Board authorized the Executive Director to amend EMT's Subaward agreements with the Department of Administrative and Financial Services (DAFS) to reflect the reallocation of any remaining balance of funds from the Maine Jobs and Recovery Plan (MJRP), estimated at that time to be approximately \$1.54 million, from the non-residential "business cases" to the residential business case (R.59.1). Subsequently, Staff secured approval from DAFS to modify the Subaward agreements, so now EMT is in a position to modify the operating budgets to reflect the adjustments. Staff proposes to amend the FY2026 budget as follows:

- Reduce the Commercial and Industrial (C&I) Prescriptive Initiatives budget by \$773,453 (across business cases R.59.2 and R.59.3);

- Increase the C&I Custom budget by \$883,089 to cover approved projects, leaving an unspent and unbudgeted balance of \$775,683 under business case R.59.4.
- Increase the budget for Income Eligible Home Programs (for business case R.59.1) by \$1,549,136, shifting available funds from business cases R.59.2, R.59.3, R.59.4.

3. Remove Remaining Balance Under the “Lead By Example” Initiative

On April 22, 2026, the Board authorized the Executive Director to amend the Memorandum of Understanding (MOU) with the Office of the Attorney General (OAG) and DAFS to return all remaining balance in the Lead by Example Initiative to OAG by transferring it to the Maine Treasury. However, at that time the decision was not reflected in a formal budget adjustment. At this time, Staff proposes to reduce the source of funding and expenditure budgets for the Lead By Example Initiative by \$35,941.

See the tables below for details on the proposed budget adjustments (Exhibit A) and on the FY 2026 budgets with the proposed amendments incorporated (Exhibit B).

## EXHIBIT A: Proposed Amendments to the FY 2026 Budgets

### Proposed Amendment to the FY2026 Revenue/Source of Funding

Funding Source	2020	2063	3030	3031	3032	3033	Total
	RGGI Fund	Volkswagen Lead By Example Fund	ARPA Low Income Weatherization Fund	ARPA Tourism & Hospitality Fund	ARPA Local Government & Schools Fund	ARPA Manufacturing Fund	
RGGI Proceeds	28,675,248	-	-	-	-	-	28,675,248
Federal Revenues - ARPA	-	-	1,549,136	(35,330)	(738,123)	883,089	1,658,772
Use of Fund Balance	-	(35,941)	-	-	-	-	(35,941)
<b>Total - Funding Source</b>	<b>\$ 28,675,248</b>	<b>\$ (35,941)</b>	<b>\$ 1,549,136</b>	<b>\$ (35,330)</b>	<b>\$ (738,123)</b>	<b>\$ 883,089</b>	<b>\$ 30,298,079</b>

### Proposed Amendment to the FY2026 Expenditure Budget

Program Budgets	2020	2063	3030	3031	3032	3033	Total
	RGGI Fund	Volkswagen Lead By Example Fund	ARPA Low Income Weatherization Fund	ARPA Tourism & Hospitality Fund	ARPA Local Government & Schools Fund	ARPA Manufacturing Fund	
Income-Eligible Home Programs	-	-	1,549,136	-	-	-	1,549,136
Home Energy Savings Program	500,000	-	-	-	-	-	500,000
C&I Prescriptive Program	-	-	-	(35,330)	(738,123)	-	(773,453)
C&I Custom Program	-	-	-	-	-	883,089	883,089
Lead By Example	-	(35,941)	-	-	-	-	(35,941)
<b>Total- Program Budgets</b>	<b>\$ 500,000</b>	<b>\$ (35,941)</b>	<b>\$ 1,549,136</b>	<b>\$ (35,330)</b>	<b>\$ (738,123)</b>	<b>\$ 883,089</b>	<b>\$ 2,122,831</b>

**EXHIBIT B: FY 2026 Budgets Incorporating Proposed Amendments**

EFFICIENCY MAINE TRUST  
SUMMARY OF REVENUES FROM ALL FUNDING SOURCES  
PROPOSED AMENDED FISCAL YEAR 2026 BUDGET  
AS OF MAY 27, 2026

	TOTAL	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED
	REVENUES (ALL FUNDING SOURCES)	EMT ADMIN FUND	RGGI FUND	ELECTRIC PROCUREMENT	FCM HEAT PUMP INITIATIVE	CONSOLIDATED NATURAL GAS FUNDS	RENEWABLES FUND	AGRICULTURAL FAIRS	THERMAL ENERGY INVESTMENT FUND	VW SETTLEMENT FUNDS LEAD BY EXAMPLE	CONSOLIDATED NECEC FUNDS	LD 1955 FUNDS	CONSOLIDATED AMERICAN RESCUE PLAN FUNDS	INFLATION REDUCTION ACT FUNDS	OFFICE OF CLEAN ENERGY DEMONSTRATIONS FUNDS	CLIMATE POLLUTION REDUCTION GRANT	INFRASTRUCTURE INVESTMENT & JOBS ACT FUNDS	CHARGING & FUELING INFRASTRUCTURE FUND	CONSOLIDATED REVOLVING LOAN FUNDS
<b>MAINE &amp; REGIONAL REVENUES</b>	<b>144,107,083</b>	-	55,175,248	77,943,489	5,050,000	1,004,371	-	-	933,975	-	4,000,000	-	-	-	-	-	-	-	-
RGGI Auction Revenues	54,675,248	-	54,675,248	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Electric Procurement Revenues	77,943,489	-	-	77,943,489	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Forward Capacity Market Revenues	5,050,000	-	-	-	5,050,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Natural Gas Procurement Revenues	1,004,371	-	-	-	-	1,004,371	-	-	-	-	-	-	-	-	-	-	-	-	-
NECEC Settlement Proceeds	4,000,000	-	-	-	-	-	-	-	-	4,000,000	-	-	-	-	-	-	-	-	-
State of Maine Revenues	500,000	-	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Alternative Compliance Mechanism Revenues	933,975	-	-	-	-	-	-	933,975	-	-	-	-	-	-	-	-	-	-	-
Voluntary Renewable Resource Fund Revenues	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>OTHER REVENUES</b>	<b>792,500</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	792,500
Revolving Loan Fund Interest	792,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	792,500
Deposit Interest	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>FEDERAL REVENUES</b>	<b>71,275,569</b>	-	-	-	-	-	-	-	-	-	-	-	19,365,217	8,408,686	2,222,222	6,700,000	18,017,126	14,312,318	2,250,000
American Rescue Plan Act (ARPA)	19,365,217	-	-	-	-	-	-	-	-	-	-	-	19,365,217	-	-	-	-	-	-
National Electric Vehicle Infrastructure (NEVI)	18,017,126	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	18,017,126	-	-
Inflation Reduction Act (IRA)	8,408,686	-	-	-	-	-	-	-	-	-	-	-	8,408,686	-	-	-	-	-	-
Office of Clean Energy Demonstrations (OCED)	2,222,222	-	-	-	-	-	-	-	-	-	-	-	-	2,222,222	-	-	-	-	-
Bipartisan Infrastructure Law (BIL)	750,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	750,000
Greenhouse Gas Reduction Fund (GGRF)	1,500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,500,000
Charging & Fueling Infrastructure Grant (CFI)	14,312,318	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,312,318	-
Climate Pollution Reduction Grant (CPRG)	6,700,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,700,000	-	-	-
<b>INTERFUND TRANSFERS TO EMT ADMIN FUND</b>	<b>6,462,773</b>	<b>6,462,773</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from RGGI	800,000	800,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from Electric Procurement	5,500,000	5,500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from Natural Gas Procurement	62,773	62,773	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from S510119	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from NECEC	100,000	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer in from ARPA Fund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>USE OF FUND BALANCE</b>	<b>57,947,816</b>	-	27,359,577	19,088,829	138,937	-	132,547	27,200	4,203,064	168,127	6,284,040	545,495	-	-	-	-	-	-	-
Use of Fund Balance	57,947,816	-	27,359,577	19,088,829	138,937	-	132,547	27,200	4,203,064	168,127	6,284,040	545,495	-	-	-	-	-	-	-
<b>TOTAL REVENUES &amp; USE OF FUND BALANCE</b>	<b>280,585,741</b>	<b>6,462,773</b>	<b>82,534,825</b>	<b>97,032,318</b>	<b>5,188,937</b>	<b>1,004,371</b>	<b>132,547</b>	<b>27,200</b>	<b>5,137,039</b>	<b>168,127</b>	<b>10,284,040</b>	<b>545,495</b>	<b>19,365,217</b>	<b>8,408,686</b>	<b>2,222,222</b>	<b>6,700,000</b>	<b>18,017,126</b>	<b>14,312,318</b>	<b>3,042,500</b>

**EFFICIENCY MAINE TRUST  
SUMMARY OF EXPENDITURES FROM ALL FUNDING SOURCES  
PROPOSED AMENDED FISCAL YEAR 2026 BUDGET  
AS OF MAY 27, 2026**

	TOTAL	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	
	AMENDED	ADMIN	RGGI	ELECTRIC	FCM	CONSOLIDATED	RENEWABLES	AGRICULTURAL	THERMAL	AMENDED	AMENDED	AMENDED	AMERICAN	INFLATION	OFFICE OF CLEAN	CLIMATE POLUTION	INFRASTRUCTURE	CHARGING &	CONSOLIDATED	
	EXPENDITURE	FUND	FUND	PROCUREMENT	HEAT PUMP	NATURAL GAS	FUND	FAIRS	ENERGY	LD 1955	NECEC	LD 1955	RESCUE PLAN	REDUCTION ACT	ENERGY	REDUCTION GRANT	INVESTMENT &	FUELING	REVOLVING LOAN	
	BUDGET				INITIATIVE	FUNDS			INVESTMENT	FUNDS	FUNDS	FUNDS	FUNDS	DEMONSTRATIONS	FUNDS		JOBS ACT FUNDS	INFRASTRUCTURE	FUNDS	
INCOME ELIGIBLE HOME INITIATIVES	57,537,495	-	8,849,275	35,750,049	730,370	250,000	-	-	-	-	1,266,667	-	6,462,136	2,006,776	2,222,222	-	-	-	-	-
RETAIL & DISTRIBUTOR INITIATIVES	21,299,205	-	9,474,557	5,124,648	-	-	-	-	-	-	-	-	-	-	-	6,700,000	-	-	-	-
HOME ENERGY SAVINGS PROGRAM	27,005,942	-	9,176,132	14,192,644	3,037,166	600,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-
C&I PRESCRIPTIVE PROGRAM	42,548,012	-	12,458,393	17,150,455	-	-	-	-	-	-	1,675,297	-	4,985,821	6,158,046	-	-	-	-	-	120,000
C&I CUSTOM PROGRAM	19,503,103	-	10,678,889	7,658,365	-	46,760	-	-	-	-	-	-	1,119,089	-	-	-	-	-	-	-
INDUSTRIAL CLIMATE INTIATIVE	500,000	-	500,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
THERMAL ENERGY INVESTMENT PROGRAM	5,137,039	-	-	-	-	-	-	-	5,137,039	-	-	-	-	-	-	-	-	-	-	-
DEMAND MANAGEMENT	4,274,048	-	-	4,274,048	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
EFFICIENCY MAINE GREENBANK	1,217,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,217,000
AGRICULTURAL FAIRS INITIATIVE	27,200	-	-	-	-	-	-	27,200	-	-	-	-	-	-	-	-	-	-	-	-
RENEWABLES	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
ELECTRIC VEHICLE SUPPLY EQUIPMENT	46,159,047	-	-	-	-	-	-	-	-	-	7,032,076	-	6,797,527	-	-	-	18,017,126	14,312,318	-	-
ELECTRIC VEHICLE REBATES	4,221,995	-	-	2,266,500	1,200,000	-	-	-	-	-	210,000	545,495	-	-	-	-	-	-	-	-
LEAD BY EXAMPLE	168,127	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
INNOVATION	2,169,766	-	840,000	1,152,076	48,326	8,968	120,396	-	-	-	-	-	-	-	-	-	-	-	-	-
PUBLIC INFORMATION	751,070	-	342,331	404,255	-	4,484	-	-	-	-	-	-	-	-	-	-	-	-	-	-
EM&V	3,735,588	-	1,000,000	2,480,769	124,750	22,419	-	-	-	-	-	-	-	107,650	-	-	-	-	-	-

**EFFICIENCY MAINE TRUST**  
**SUMMARY OF EXPENDITURES FROM ALL FUNDING SOURCES**  
**PROPOSED AMENDED FISCAL YEAR 2026 BUDGET**  
**AS OF MAY 27, 2026**

	TOTAL	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	AMENDED	
	AMENDED EXPENDITURE BUDGET	ADMIN FUND	RGGI FUND	ELECTRIC PROCUREMENT	FCM HEAT PUMP INITIATIVE	CONSOLIDATED NATURAL GAS FUNDS	RENEWABLES FUND	AGRICULTURAL FAIRS	THERMAL ENERGY INVESTMENT PROGRAM	AMENDED VW SETTLEMENT FUNDS LEAD BY EXAMPLE	CONSOLIDATED NECEC FUNDS	AMENDED LD 1955 FUNDS	AMERICAN RESCUE PLAN FUNDS	INFLATION REDUCTION ACT FUNDS	OFFICE OF CLEAN ENERGY DEMONSTRATIONS FUNDS	CLIMATE POLUTION REDUCTION GRANT	INFRASTRUCTURE INVESTMENT & JOBS ACT FUNDS	CHARGING & FUELING INFRASTRUCTURE FUND	CONSOLIDATED REVOLVING LOAN FUNDS	
<b>ADMINISTRATION</b>	<b>13,522,423</b>	<b>6,217,641</b>	<b>800,000</b>	<b>5,800,000</b>	-	<b>62,773</b>	<b>12,151</b>	-	-	-	<b>100,000</b>	-	<b>644</b>	<b>136,214</b>	-	-	-	-	-	<b>393,000</b>
Personnel & staff support	4,531,199	4,394,341	-	-	-	-	-	-	-	-	-	-	644	136,214	-	-	-	-	-	-
Office Operations	1,704,800	1,311,800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	393,000
Corp Dues	10,000	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sponsorship	40,000	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Corp Advertising	3,000	3,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Travel	22,500	22,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Meals	3,500	3,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Board Meeting Expenditures	12,500	12,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Call Center Services	345,000	345,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
EffRT Database	300,000	-	-	300,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FCM Contractor Services	75,000	75,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interfund Transfers	6,474,924	-	800,000	5,500,000	-	<b>62,773</b>	12,151	-	-	-	100,000	-	-	-	-	-	-	-	-	-
<b>INTER-AGENCY TRANSFERS</b>	<b>1,085,802</b>	<b>10,000</b>	<b>240,000</b>	<b>778,509</b>	<b>48,325</b>	<b>8,968</b>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Public Utilities Commission	920,802	-	85,000	778,509	48,325	8,968	-	-	-	-	-	-	-	-	-	-	-	-	-	-
RGGI Inc Operating Costs	70,000	-	70,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Department of Environmental Protection	85,000	-	85,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Governor's Energy Office	10,000	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>250,862,861</b>	<b>6,227,641</b>	<b>54,359,577</b>	<b>97,032,318</b>	<b>5,188,937</b>	<b>1,004,371</b>	<b>132,547</b>	<b>27,200</b>	<b>5,137,039</b>	<b>168,127</b>	<b>10,284,040</b>	<b>545,495</b>	<b>19,365,217</b>	<b>8,408,686</b>	<b>2,222,222</b>	<b>6,700,000</b>	<b>18,017,126</b>	<b>14,312,318</b>	<b>1,730,000</b>	