

June 2, 2020

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

The Honorable Nancy Pelosi  
Speaker  
U.S. House of Representatives  
Washington, D.C. 20515

The Honorable Chuck Schumer  
Minority Leader  
United States Senate  
Washington, D.C. 20510

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 today urging your support for the attached economic stimulus proposal for using public-private partnerships to spur investment of more than \$100 billion to upgrade critical public facilities to improve their safety, energy efficiency, resilience, and flexibility.

This proposal would not only generate significant return on investment from limited initial public funding, it would quickly put thousands of people back to work – mostly in construction, engineering, and manufacturing – by giving businesses the confidence they need to invest and hire, particularly in the energy efficiency sector, which has seen more than 413,000 jobs lost since the pandemic began. It would also deliver a fleet of updated mission critical public facilities such as hospitals, schools, military campuses, airports, and municipal buildings that have sharply reduced operating costs and are far better prepared to handle disasters in the future. The federal investment adds resiliency and flexibility measures to each project, such as making windows storm resistant and putting HVAC equipment on the roof to prepare for hurricanes.

Specifically, we propose federal appropriations of \$22 billion over five years to retrofit these facilities. The federal funding – along with energy cost savings from efficiency improvements – would leverage an estimated private investment of \$88 billion to deliver a total of \$110 billion in economic activity.

The guiding principle is to build back better, not to simply replace failed building systems and components. The proposal paves the way to do so by utilizing performance contracting and performance-based service contracts that – using legislative authority that exists at the federal level and in every state – can leverage \$4 of private spending for every \$1 in public funding. The private 80% investment finances the majority of the project and is repaid over time utilizing savings from improved energy efficiency and reduced operating costs.

Funding would largely flow to state and local government facilities through the State Energy Program, with some funding moving through other authorized programs for federal projects including military and other federal facilities and public housing.

The need for these projects is well documented. We have allowed our critical public facilities to fall into disrepair, with an estimated maintenance backlog of \$1 trillion. We can begin to address this backlog and failing public facility infrastructure if we wisely combine federal dollars with much private-sector investment. Meanwhile, the COVID-19 crisis has demonstrated why modernized facilities are so badly needed to better manage public health crises and other disasters.

Thank you for your consideration, and please don't hesitate to contact Tim Unruh at NAESCO ([Timothy.Unruh@naesco.org](mailto:Timothy.Unruh@naesco.org)), Ben Evans at the Alliance to Save Energy ([bevans@ase.org](mailto:bevans@ase.org)), or Jennifer Schafer ([jasca@cascadeassociates.net](mailto:jasca@cascadeassociates.net)) at the Federal Performance Contracting Coalition with any questions or for more information.

Sincerely,

Alliance to Save Energy  
Federal Performance Contracting Coalition (FPCC)  
Institute for Market Transformation (IMT)  
National Association of Energy Service Companies (NAESCO)  
National Association of State Energy Officials (NASEO)  
U.S. Green Building Council (USGBC)  
Association for the Advancement of Sustainability in Higher Education (AASHE)  
Abraxas Energy Consultants  
Acuity Brands Lighting  
AECOM  
Aeroseal  
American Institute of Architects (AIA)  
AMERESCO  
Blue Energy Group  
BluePath Finance  
California Energy Commission  
CAM Technologies  
CEG Solutions  
Clean Energy Solutions  
Climatec  
CM3 Building Solutions  
CMTA  
ConEdison Solutions  
Constellation  
CTI Energy Services  
Dallas - Ft. Worth International Airport  
DuPont Specialty Products USA, LLC  
E3 Entegral Solutions  
Eaton  
ECM Holding Group  
Eco Engineering  
Energy Efficient Investments, Inc.  
Energy Solutions Professionals  
Energy Systems Group (ESG)  
ENGIE  
Entegrity Partners

Envocore  
Espen Technology  
FPL Energy Services  
Greentech Energy  
Griffith Engineering  
GRP | WEGMAN  
Hannon Armstrong  
Harshaw Trane  
Hunt Consulting  
JAYKAL  
Johnson Controls  
Knauf Insulation  
LFE Solutions  
Maxlite  
McClure Company  
McKinstry  
Midwest Energy Efficiency Alliance (MEEA)  
METCO Engineering  
Metrus Energy  
National Association of College and University Business Officers (NACUBO)  
National Resource Management  
Navitas  
Nenni and Associates  
NORESKO  
North American Roofing  
Patriot LED  
Perfection Group  
Performance Services  
Powersmiths  
Rexel Energy Solutions  
Schneider Electric  
Siemens Corporation USA  
SitelogIQ  
The Sheet Metal and Air Conditioning Contractors National Association (SMACNA)  
SmartWatt  
Southland Energy  
Streamlinx, LLC  
The Efficiency Network  
Trane  
U.S. Partnership for Sustainable Development  
Veregy  
Wendel  
Willdan Group

CC:

The Honorable Richard Shelby, Chairman, Senate Committee on Appropriations  
The Honorable Patrick Leahy, Vice Chairman, Senate Committee on Appropriations  
The Honorable Nita Lowey, Chairwoman, House Committee on Appropriations  
The Honorable Kay Granger, Ranking Member, House Committee on Appropriations  
The Honorable Lisa Murkowski, Chairman, Senate Committee on Energy and Natural Resources  
The Honorable Joe Manchin; Ranking Member, Senate Committee on Energy and Natural Resources

The Honorable Frank Pallone, Jr., Chairman, House Committee on Energy and Commerce  
The Honorable Greg Walden, Ranking Member, House Committee on Energy and Commerce