# Community Solar Gardens



#### Lissa Pawlisch

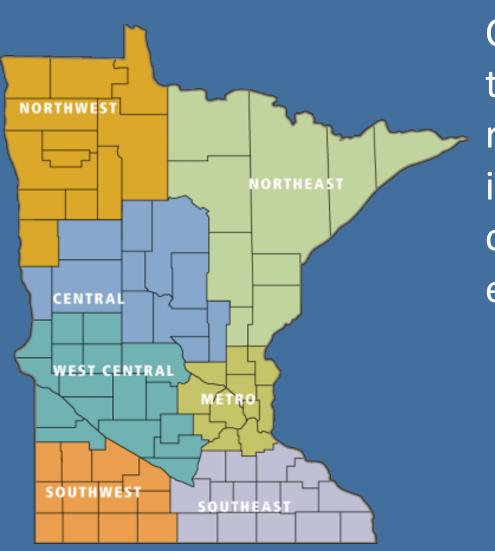
Clean Energy Resource Teams (CERTs)

UM Extension, Regional Sustainable Development Partnerships



#### **CERTs Mission**





Connect individuals and their communities to the resources they need to identify and implement community-based clean energy projects



## **Partnership**





# **Community Shared Solar: Cliff Notes**



# Point to yours!



# Why Community Shared Solar?







Photo from: http://www.greenbeltsolar.com/solar\_shading\_article.htrahoto from: http://www.forrent.com/apartment-community-profile/1019896.php, Rosedale Estates II

#### **Drivers behind CSGs**



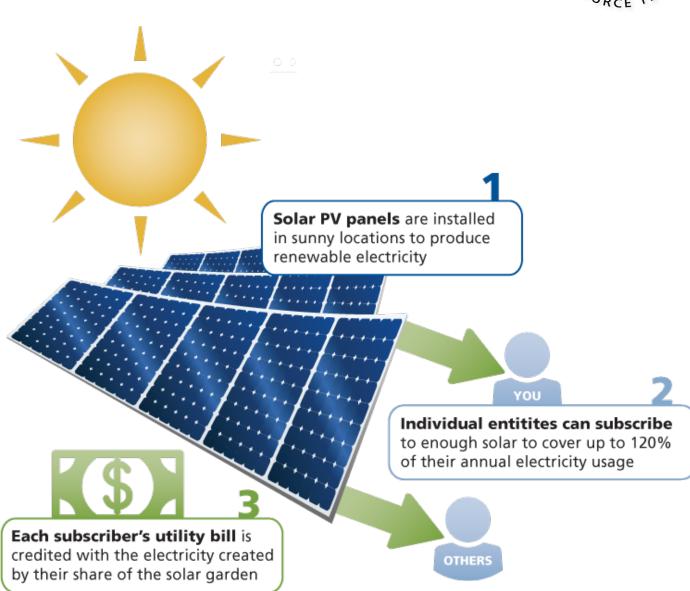
- Minnesota's 2013 Policy
  - Xcel's Community Solar Garden requirement
  - 1.5 % Solar Energy Standard
- Federal Investment tax credits
  - 30% through 2016;
  - Falls to 10% in 2017
- Customer/member interest
- First mover advantage in interconnection
- Joint solicitation potential with MetCouncil

# **Community Solar Gardens (CSG)**



#### **Definition:**

Centrallylocated solar PV systems that provide electricity to participating subscribers



#### By the Numbers

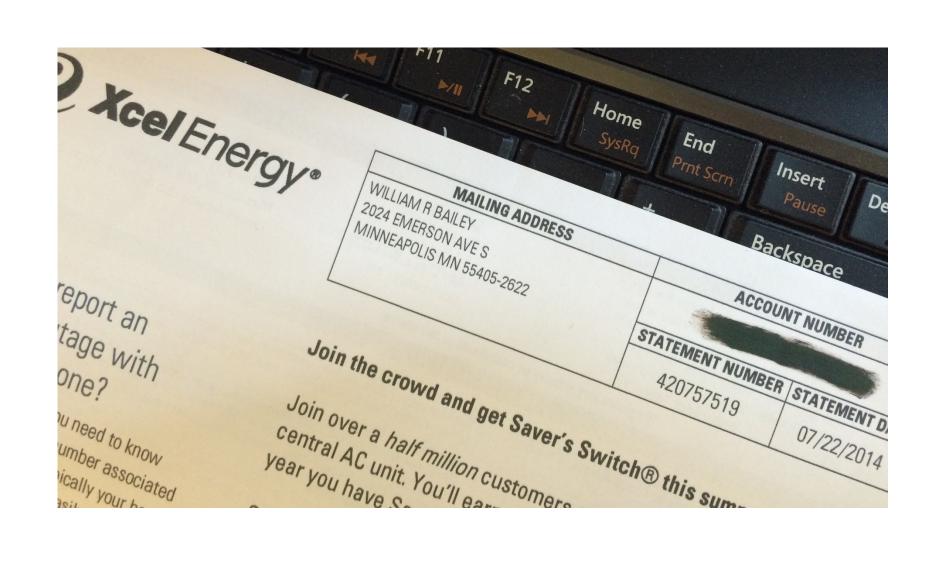


- 1 garden
- Max garden size = 1 MW
- Minimum 5 subscribers per garden
- No subscriber > 40% of garden output
- Cover up to 120% of annual elec. usage









# Who are the players?





**SUBSCRIBERS:** individuals or groups who get solar power



**UTILITY:** electricity provider where solar garden is located



**DEVELOPER:** primary group organizing the solar garden



**HOST SITE:** location where solar garden is installed



**FINANCE:** sources of financing for the project



**SITE ASSESSOR:** expert that studies solar garden location



**INSTALLER:** expert that installs the solar garden



**OUTREACH PARTNERS:** groups that find subscribers



# This can be you!









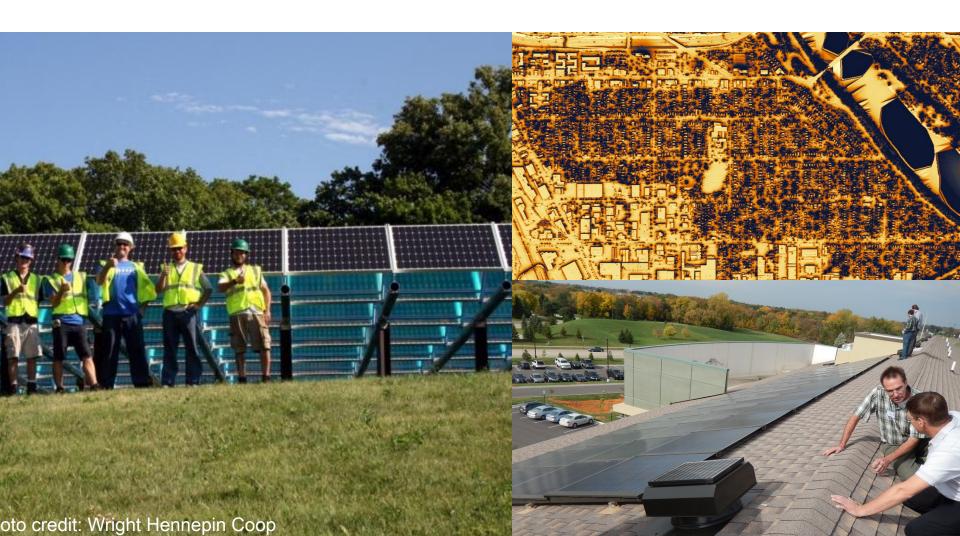






# **Host Site Possibilities**







# Funding for Projects













Photo credits: www.usbank.com, www.bremer.com, www.nrco.coop, https://encrypted-tbn0.gstatic.com/images? q=tbn:ANd9GcQ1pOj8btOlk\_d5exvQ\_6LEnmgntg5OXbfmvw9Ye26Gf\_7Cpxru, alliancepayroll.files.wordpress.com/2012/03/taxcredits.gif

#### **Current projects**



#### Solar Gardens by Utility Territory & CERT region

Connexus Energy (current) – Metro

Kandiyohi Power Coop (current) – WC

Lake Region Electric Cooperative (current) – Central

McLeod Cooperative Power (current) – WC

Runestone Electric Association (current) – WC

Stearns Electric Association (current) – Central

Steele-Waseca Cooperative Electric (current) - SE

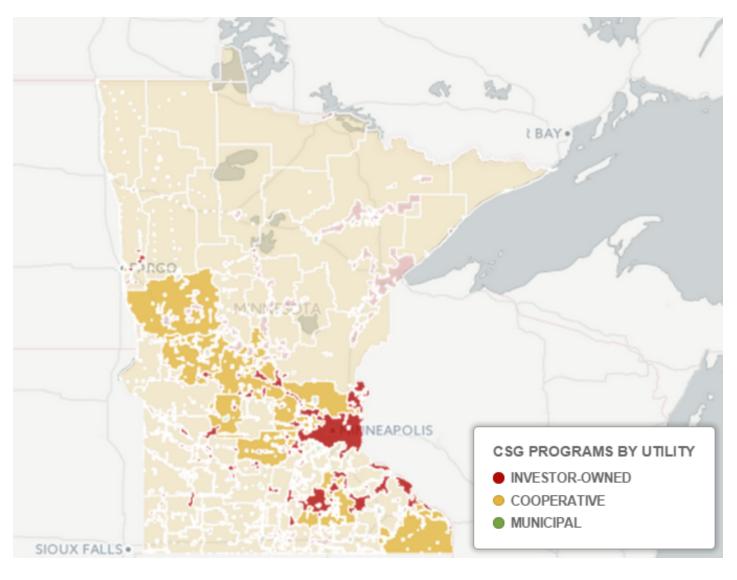
Tri-County Electric Cooperative (current) – SE

Wright-Hennepin Cooperative Electric Association (current) – Metro

Xcel Energy (current) – Metro, SE, SW, WC

# **Current projects – map view**





# **Cooperatives Up & Running**



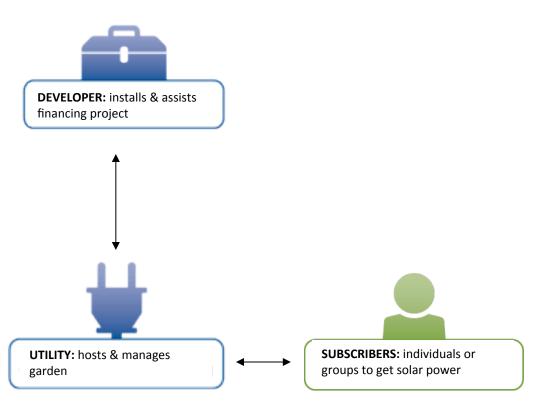


Photo credits: Connexus Energy: https://www.connexusenergy.com/residential/programs-rates/solarwise/, Wright Hennepin Cooperative: http://www.whe.org/for-my-home/products-services/wh-solar-community.html

#### How does it work?



# Cooperative or Municipal Utility Programs



Utility can contract with developer to set up the garden. **Utility** operates garden and handles all aspects of relationship with subscribers.

# **Lake Region Electric Coop**



# A Cooperative Solar Solution

"Bringing renewable energy to rural Minnesota – just like we brought electricity to the countryside 75 years ago"



Lake Region Electric Cooperative Tim Thompson, CEO

# **Lake Region Electric Coop**





**Business Resources** 

View/Pay my Bill

Your Cooperative

Customer Service Center



#### Lake Region Community Solar II Pricing

Panel Options	Average Annual Production	Price	EASY-PAY Option
1 Half Panel Output (205 watts)	294 kWh	\$700	Just \$20/mo for 35 months
1 Full Panel Output (410 watts)	584 kWh	\$1,400	Just \$40/mo for 35 months

You can buy the output of as little as one half of a panel or as much as 10 panels. The maximum output you can purchase is limited by your average annual usage or 10 panels, whichever is less.

# **Kandiyohi Power Cooperative**



#### **Kandiyohi Power Community Solar**

Kandiyohi Power is offering its members an affordable new way to purchase renewable solar energy.

With KPC's Community Solar, you can purchase solar power:

- Without installing equipment on your property
- Without worrying about maintaining the system
- For \$1,250 per 1 full panel output

Lock in your future price of power for a portion of your electric needs.

 Your monthly electric bill is reduced by the number of kWh's that the panel(s) produce and the bill credits are priced at the current KPC retail rate. If KPC's rates rise, so do the solar bill credits.

Several pricing options are available, including:

- \$0 down, 24 month loan
- Full up-front purchase

You get all the benefits of owning solar panels, but with none of the hassle. Choose as few as one, or as many panels as you need to power your entire home.

For more information see our FAO's page or call our office at (320) 796-1155.

Ready to buy your panel(s) and start receiving bill credits?

- Option 1: Print the <u>Customer Agreement Form</u>, complete the form, and return it to Kandiyohi Power Cooperative with payment. Phone payment also accepted.
- Option 2: Stop by to complete a Customer Agreement Form and make payment.



Frequently Asked Questions

How Solar Power Works

**Customer Agreement Form** 



**Kandiyohi Power Cooperative** 

Your Touchstone Energy\*Partner

Source: www.kpcoop.com/

## **Steele-Waseca Coop Electric**







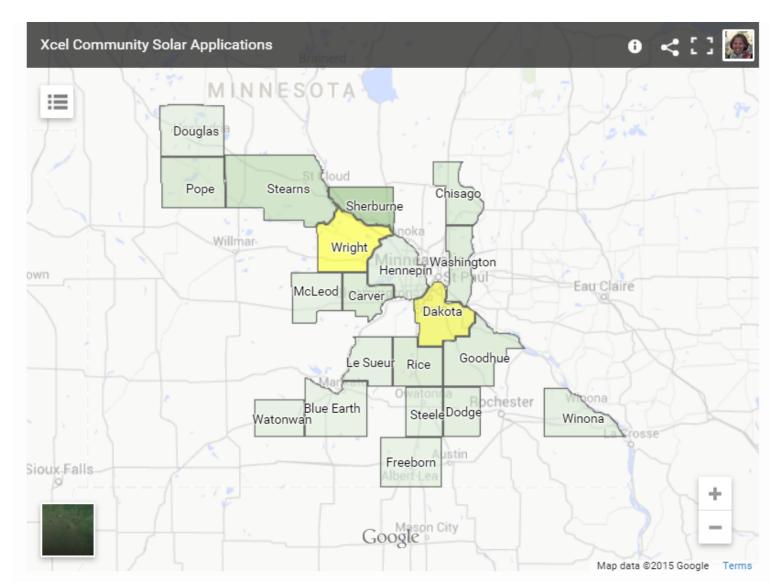


\$170 for one-410 watt panel; participate in 16-hour Storage Water Heater program

\$1,225/panel w/o the water heater

# **Xcel Projects in the Queue**





# **Xcel Projects in the Queue**



	List of (	Garden Operators	by County	
County	Submitted Applications	Applications Reviewed for Completeness*	Approved Applications**	Sum of Ratec AC Power Output (kW)
Anoka	7		0	6,001
Blue Earth	22		0	22,000
Carver	26	14	0	25,990
Chisago	14	10	0	13,987
Dakota	159	121	0	157,377
Dodge	13	7	0	12,888
Douglas	2	1	0	1,900
Freeborn	1	1	0	950
Goodhue	31	7	0	29,720
Hennepin	39	3	0	32,087
Le Sueur	12	2	0	10,836
McLeod	3		0	3,000
Nicollet	10		0	10,000
Olmsted	3		0	3,000
Ouray	2		0	2,000
Pope	10	7	0	9,561
Ramsey	2		0	126
Redwood	3		0	3,000
Rice	42	12	0	41,996
Scott	24		0	24,000
Sherburne	72	60	0	71,840
Channe	00	70	0	00.766

Grand Total proposed (as of 6/18/2015) = **763 MW** 

Projects in 28 of Minnesota's 87 counties.

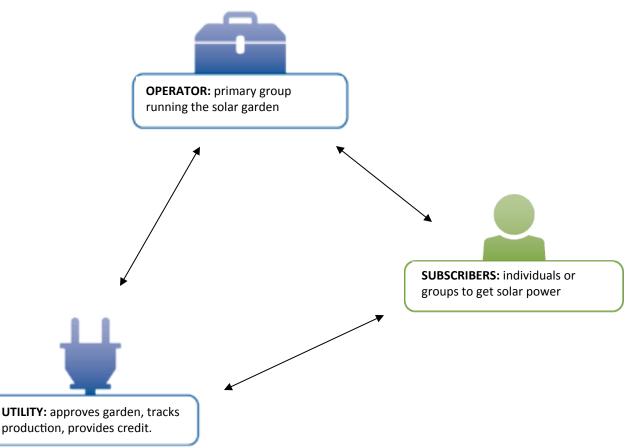
Source: http://www.xcelenergy.com/Energy\_Solutions/Business\_Solutions/Renewable\_Solutions/SolarRewards Community-MN

#### How does it work?



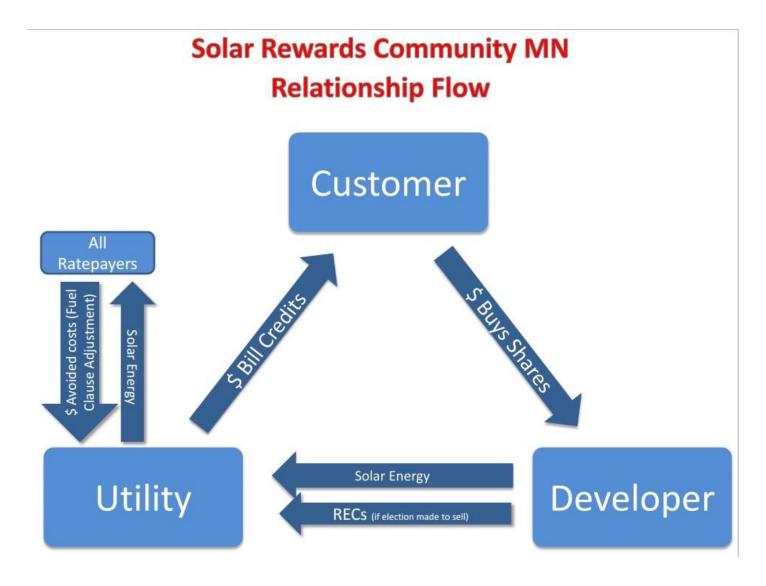
3<sup>rd</sup> Party Operator develops & runs garden. **Maintains** relationship w/ subscriber for payment. Utility provides subscriber w/ bill credit.

#### **Xcel Energy Program**



#### How does it work?





# **Payment Rates for Xcel**



2015 Applicable Retai	l Rates + Renewal	ole Energy Credit (	REC) Payments
2010 / Applicable Metal	(\$/kWl	<b>.</b>	in 20, i dynnonio
REC Payment	Residential	Small General	General
	Service	Service	Service/
			Demand
			Metered
None (Applicable Retail	0.12743	0.12431	0.09914
Rate)			
0.02 (> 250 kW gardens)	0.14743	0.14431	0.11914
0.03 (≤ 250 kW gardens)	0.15743	0.15431	0.12914

#### **RECs in brief**



#### **REC Best Practices and Claims**

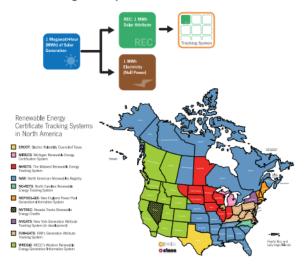
For every megawatt-hour of clean, renewable electricity generation, a renewable energy certificate (REC) is created. A REC embodies all of the environmental attributes of the generation and can be tracked and traded separately from the underlying electricity.

#### **How RECs Work**

#### Example Claims for a Solar Panel Owner or Leaseholder



Electronic tracking systems are a useful tool for tracking ownership of RECs:



#### Example 1



Keeps and retires RECs and is the only party to make claims about using the renewable energy. Claim: "We use renewable energy."

#### Example 2



Does not own the RECs and makes public claims about using renewable energy.

Claim: "We use solar power."

#### DOUBLE CLAIM

#### Example 3



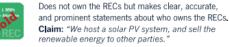
Keeps the RECs but a third party (such as a utility) makes a public claim about delivering the renewable energy to other customers, such as through a renewable portfolio standard.

Utility Claim: "All solar installations in our territory contribute to our state requirements to deliver renewable energy to consumers."

#### DOUBLE CLAIM

#### Example 4





# **Payment Models**



# Pay Up Front / Pre-Pay Model

Subscriber purchases a subscription for a onetime fee that covers the life of



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Bill credit appears monthly over 25 year project timeline.

# Payment Models (cont.)



#### Pay As You Go

Subscriber pays in installments over time. Subscriber receives bill credit for their share of output on their energy bill the following month.



Two separate monthly transactions for 25 year project timeline:

- Bill credit
- Subscription payment

#### **Public Utilities Commission**



Docket 13-867 – Xcel Energy Community Solar Garden docket

- 309 Responses as of May 29, 2015
- Hearing slated for June 23<sup>rd</sup> and 25<sup>th</sup>, 2015
- Key issue: co-location of projects totaling
  - > 1 MW

Public Utilities Commission

State of Minnesota



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#### **CERTs Resources**





http://SolarGardens.MnCERTs.org

#### **CERTs Resources**



#### 1. The Basics

Just getting started? This is the place to begin with key resources.

- · What are they?
- Guide to CSGs
- · Workshop video

#### 2. Your Role

Walk through your options for getting involved.

- What are your goals?
- What roles suit you?
- Download Questionnaire

#### 3. Finer Details

Dig a little deeper into community solar gardens.

- Frequently Asked Questions
- · Guidance from Xcel Energy
- · Renewable Energy Credits

#### 4. Developers

Find developers, and ask them the right questions at the right time.

- · Lists of questions & tips
- Find CSG developers
- · Evaluating financials

#### 5. Ready to Act

Steps you can take to move forward with community solar.

- Talking to council & community
- · RFP examples
- · Hosting agreements

#### 6. Share Stories

We want to share your experience with other local governments!

- Blog posts
- Case studies
- Media outreach

# **CERTs:**Minnesotans Building a Clean Energy Future



# QUESTIONS?

http://SolarGardens.MnCERTs.org

