

## New Jersey's Community Solar Energy Pilot Program



#### **OPENING REMARKS**





- 10:00 a.m. Welcome, Introductions, and Stakeholder Meeting Logistics
- 10:10 a.m. NJBPU Staff Presentation, Followed by brief Q&A
- 10:30 a.m. Topic 1: Equity and the Inclusion of Low- and Moderate-Income Households
- 12:00 p.m. Lunch Break
- 1:00 p.m. Topic 2: Program Year 1 Application Form and Application Process Topic 3: Program Year 2 Application Process Topic 4: Other
- 3:00 p.m. Meeting Conclusion



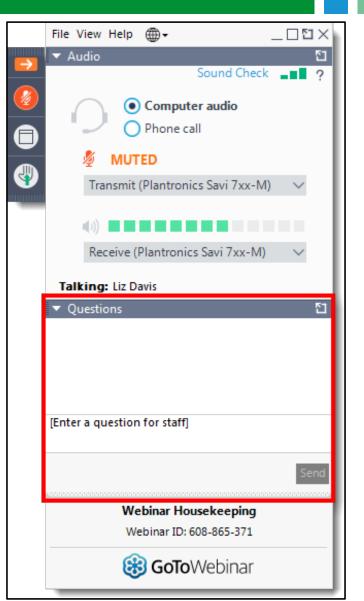
## Webinar Logistics

NJCleanEnergy.com/COMMUNITYSOLAR

#### Logistics:

- During each topic session, speakers will be called on in the order in which they registered
- Please submit questions at any time during the meeting using the questions box on the right of your screen.
- The webinar is being recorded.



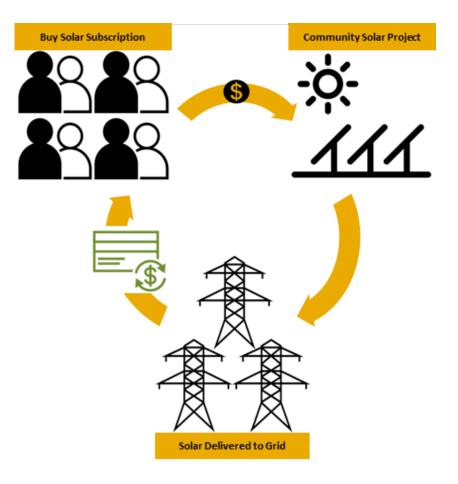


### Introduction: What is Community Solar?

- A large solar array or facility that is virtually divided among multiple participants ("subscribers") by means of a credit on their utility bill.
- Is generally remotely located as opposed to being located on the subscriber's own location.
- Enables access to solar energy to those that haven't been able to go solar in the past, including renters and households, institutions, or businesses where the roof isn't appropriate for solar or solar is cost prohibitive.



### Community Solar Cycle





## History of Community Solar in NJ

- Community Solar Energy Pilot Program established pursuant to the Clean Energy Act of 2018.
- Pilot Program Rules published on February 19, 2019.
- Three-year Pilot Program (2019, 2020, and 2021), followed by a permanent Community Solar Energy Program.



## Program Year (PY) 1 Process

- PY1 Application Period: April 9, 2019 Sept. 9, 2019
- PY1 Capacity Assigned: 75 MW, of which at least 30 MW (40% of PY1 capacity) must be allocated to projects with at least 51% of project capacity allocated to low- to moderateincome (LMI) subscribers (i.e., LMI projects)



## PY1 Applications

252 total applications received (approx. 652 MWdc)

- 232 applications for LMI projects (approx. 600 MWdc)
- 112 applications for projects sited on rooftops
- 54 applications for projects sited on brownfields, landfills, parking canopies
- 75 applications for projects sited in part or in whole on farmland



## PY1 Awards

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#### 45 applications selected (approx. 78 MWdc)

- All 45 applications are LMI projects
  - At least 39.8 MWdc will be carved out for LMI subscribers
- 31 projects located on rooftops
- 14 projects located on landfills, parking canopies, combined rooftops and parking canopy, a brownfield, and a former sand and gravel pit



Map Credit: NJDEP



## **Program Implementation Updates**

NJCleanEnergy.com/COMMUNITYSOLAR

#### **Program Forms and Documents:**

- <u>Community Solar Subscriber Organization Registration Form</u>
- <u>Community Solar Subscriber Disclosure Form</u>
- Community Solar Bill Credit Calculations and Sample Bills
- Program Year 1 public applications (both <u>selected</u> and <u>non-selected</u>)

Always check the NJ Clean Energy Program <u>website</u> for the most recent version of forms and documents.





#### August 10, 2020 at 10 a.m.: Deadline for Written

- Comments
  - Please see Public Notice for instructions on how to submit comments, and be sure to use "Community Solar PY1 Comments" as the subject line.
- Fall 2020: Program Year 2 Application Window
- Winter 2020-2021: Program Year 2 Application Evaluation and Selection





**Spring – Fall 2021**: Pilot Program Year 3 Application Period and Application Selection

**Spring 2021:** Stakeholder engagement on permanent NJ Community Solar Energy Program begins

**February 2022**: Permanent NJ Community Solar Energy Program established



## More Information

#### EMAIL <a href="mailto:communitysolar@njcleanenergy.com">communitysolar@njcleanenergy.com</a>

#### VISIT

https://www.njcleanenergy.com/renewableenergy/programs/community-solar

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#### **QUESTIONS & ANSWERS**



#### TOPIC 1: EQUITY AND THE INCLUSION OF LOW- AND MODERATE-INCOME HOUSEHOLDS

## Topic 1: Equity and Inclusion of Low- and Moderate-Income Households

#### Background:

- Pilot Program Rules mandate that at least 40% of the Pilot Program annual capacity be reserved for LMI projects
- By definition, LMI projects are those in which at least 51% of project capacity is allocated to LMI subscribers
- Pilot Program Rules include definition and verification method for LMI subscribers



| Evaluation Criteria                                                                                            | Max. Points                 |
|----------------------------------------------------------------------------------------------------------------|-----------------------------|
| Low- and Moderate-Income and Environmental Justice Inclusion                                                   | 30                          |
| Higher preference: LMI project                                                                                 |                             |
| Siting                                                                                                         | 20                          |
| Higher preference: landfills, brownfields, areas of historic fill, rooftops, parking lots, parking decks       |                             |
| Medium preference: canopies over impervious surfaces (e.g. walkway), areas designated in need of redevelopment |                             |
| No Points: preserved lands, wetlands, forested areas, farmland                                                 | AND CO                      |
| Bonus points for: landscaping, land enhancement, pollination support,                                          | Max. possible bonus points: |
| stormwater management, soil conservation                                                                       | 5                           |
| Product Offering                                                                                               | 15                          |
| Higher preference: guaranteed savings >10%, flexible terms*                                                    | 15                          |
| Medium preference: guaranteed savings >5%                                                                      |                             |
| No Points: no guaranteed savings, no flexible terms*                                                           | lergy                       |
| *Flexible terms may include: no cancellation fee, short-term contract                                          | Inrogram                    |
| Community and Environmental Justice Engagement                                                                 | 10                          |
| Higher preference: partnership with municipality, partnership with local                                       |                             |
| community organization(s), partnership with affordable housing provider                                        |                             |
| Medium preference: letter of support from municipality, project owner is                                       |                             |
| a government and/or public and/or quasi-public entity, project owner is an affordable housing developer        |                             |
| Subscribers                                                                                                    | 10                          |
| Higher preference: more than 51% project capacity is allocated to                                              |                             |
| residential subscribers                                                                                        |                             |
| Other Benefits                                                                                                 | 10                          |
| Higher preference: Provides local jobs/job training, demonstrates co-                                          |                             |
| benefits (e.g. paired with storage, micro-grid project, energy audit, EE                                       |                             |
| measures)                                                                                                      |                             |
| Geographic Limit within EDC service territory                                                                  | 5                           |
| Higher preference: municipality/adjacent municipality                                                          |                             |
| Medium preference: county/adjacent county                                                                      |                             |
| No Points: any geographic location within the EDC service territory.                                           |                             |

## PY1 Awards: LMI

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#### Summary of LMI Projects and Subscribers (1)

| State                           | Installed LMI<br>MWac | Pending LMI MWac | Average Subscription Size<br>(Household/MWac) | Potential Subscribers (if all<br>pending LMI MW are<br>installed) |
|---------------------------------|-----------------------|------------------|-----------------------------------------------|-------------------------------------------------------------------|
| Colorado                        | 4.9                   | 9                | 170 (R-C)                                     | 2480                                                              |
| Connecticut                     | 0.8                   | 1.8              | 170 (E)                                       | 442                                                               |
| Maryland                        | 6.3                   | 4                | 170 (R-C)                                     | 1730                                                              |
| Washington, D.C. <sup>[a]</sup> | 2.3                   | 4.5              | 910 (R-C)                                     | 6246                                                              |
| New York                        | 7.3                   | 21               | 150 (R-C)                                     | 4245                                                              |
| California <sup>[b]</sup>       |                       | 32               | 380 (R-C)                                     | 12300                                                             |
| Illinois                        |                       | 13               | 170 (E)                                       | 2210                                                              |
| Massachusetts                   | -                     | 14.9             | 170 (E)                                       | 2533                                                              |
| New Jersey                      |                       | 39.3             | 170 (E)                                       | 6681                                                              |
| Oregon                          | -                     | 16.1             | 170 (E)                                       | 2737                                                              |
| Total                           | 21.6                  | 155.6            |                                               | 41604                                                             |
| Rhode Island <sup>(c)</sup>     | 3.3                   | 22.2             | NA                                            | NA                                                                |

#### Notes:

State:[a],[b]: the capacity does not specify DC/AC; [c]: Rhode Island installed LMI and pending LMI refer to total community solar capacity; Average Subscription Size: R-C: data are collected through reported data and then calculated; E: data are estimated as 170 household/MWac. The potential subscriber numbers may be different due to rounding/multiple programs, see following state slides and the appendix for details. NREL 1



Source: NREL "Community Solar 101" https://www.nrel.gov/docs/fy20osti/75982.pdf

## PY1 Awards: LMI (cont'd)

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#### Summary of LMI Projects and Subscribers (2)

# State Community Solar Capacity for LMI Customers

1L

MD

MA

Pending

NJ

NY

OR

DC

Installed

Based on the most recently available data, 21.6 MW of community solar serving LMI customers are in operation, and 155.6 MW are planned. This LMI capacity will benefits over 40,000 LMI households, once in operation.



CA

CO

CT

Source: NREL "Community Solar 101" https://www.nrel.gov/docs/fy20osti/75982.pdf

## Topic 1: Equity and Inclusion of Low- and Moderate-Income Households

#### **Specific Issues for Discussion:**

- Question 1: Potential amendments to the Rules regarding LMI subscriber verification
- **Question 2:** "Opt-in" versus "opt-out" models for subscriber acquisition
- Questions 3 and 4: Leveraging existing programs and community organizations to facilitate LMI subscriber enrollment
- **Question 5:** LMI community solar in master-meter buildings
- Question 6: Facilitating inclusion of LMI households



#### LUNCH BREAK RECONVENE AT 1 P.M.

#### TOPIC 2: PROGRAM YEAR 1 APPLICATION FORM AND APPLICATION PROCESS

## Topic 2: PY1 Application Form and Application Process

#### Background:

- Application Submission: Applications were to be submitted in both hard copy and electronic copy
- Application Completeness Review: Out of 252 applications received, 32 were incomplete and could not be scored.
- Application Scoring: Consideration for amendments to scoring criteria



| Evaluation Criteria                                                                                            | Max. Points                 |
|----------------------------------------------------------------------------------------------------------------|-----------------------------|
| Low- and Moderate-Income and Environmental Justice Inclusion                                                   | 30                          |
| Higher preference: LMI project                                                                                 |                             |
| Siting                                                                                                         | 20                          |
| Higher preference: landfills, brownfields, areas of historic fill, rooftops, parking lots, parking decks       |                             |
| Medium preference: canopies over impervious surfaces (e.g. walkway), areas designated in need of redevelopment |                             |
| No Points: preserved lands, wetlands, forested areas, farmland                                                 | AND -                       |
| Bonus points for: landscaping, land enhancement, pollination support,                                          | Max. possible bonus points: |
| stormwater management, soil conservation                                                                       | 5                           |
| Product Offering                                                                                               | 15                          |
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| Community and Environmental Justice Engagement                                                                 | 10                          |
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| an affordable housing developer                                                                                |                             |
| Subscribers                                                                                                    | 10                          |
| Higher preference: more than 51% project capacity is allocated to                                              |                             |
| residential subscribers                                                                                        |                             |
| Other Benefits                                                                                                 | 10                          |
| Higher preference: Provides local jobs/job training, demonstrates co-                                          |                             |
| benefits (e.g. paired with storage, micro-grid project, energy audit, EE                                       |                             |
| measures)                                                                                                      |                             |
| Geographic Limit within EDC service territory                                                                  | 5                           |
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| Medium preference: county/adjacent county                                                                      |                             |
| No Points: any geographic location within the EDC service territory.                                           |                             |

## Topic 2: PY1 Application Form and Application Process

#### **Specific Issues for Discussion:**

- **Question 7:** Process for submitting an application
- Questions 8, 9, and 10: Feedback on specific sections on the Application Form
- **Question 11:** Feedback on Appendix A: Product Offering Questionnaire
- **Question 12:** Feedback on Appendix B: Required Attachments Checklist
- **Question 13:** Feedback on Appendix C: Evaluation Criteria



#### **TOPIC 3: PROGRAM YEAR 2 APPLICATION PROCESS**

### **Topic 3: PY2 Application Process**

#### **Specific Issues for Discussion:**

- **Question 14:** PY2 capacity
- **Question 15:** Limits to number of applications from a single developer
- Question 16: DEP Permit Coordination checklist process
- **Question 17:** Application process for government entities



#### **TOPIC 4: OTHER**



## Topic 4: Other

#### **Specific Issues for Discussion:**

- **Question 18:** Savings guarantee requirement
- Question 19: Amendments to construction timelines and extension policies at N.J.A.C. 14:8-9.3(c)
- Question 20: Amendment to 10-subscriber minimum exemption at N.J.A.C. 14:8-9.6(d)
- **Question 21:** Impact of ongoing Solar Transition
- Question 22 and 23: Resources and support for community solar developers and subscribers





#### August 10, 2020 at 10:00 a.m.:

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