

LARGE SOLAR PROGRAM ORDINANCE

Brendan O'Donnell August 15, 2019









SOLAR MARKET







<100 kW

Annual net metering 4% of utility load Expanded by SB 5223

100kW →2MW

Individually negotiated

Four current systems

SCL wants a standard program going forward

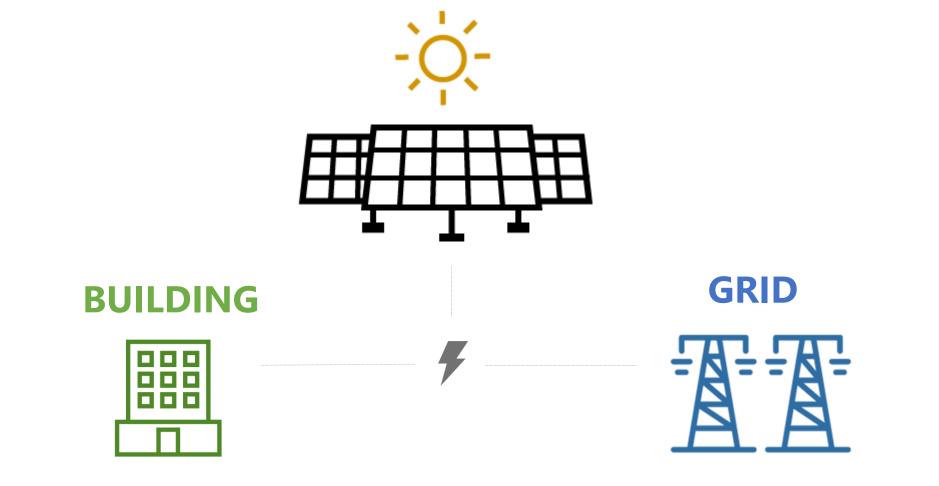
2+ MW

Wholesale power contract

Competitive RFP solicitation

Program Principles

- 1. Provide larger customers a clear rate structure for solar systems that gives more certainty in investment decisions
- 2. Reward solar development that is aligned and sized to consumption of the building, similar to the value of energy efficiency, City Light's priority resource
- 3. Ensure that the policy aligns with the capabilities of IT systems and business processes
- 4. Minimize cost shifting between customers to the degree feasible



Energy used on-site offsets energy consumption

Retail Rate

7.7¢/kWh Medium General Service Energy sent to SCL's system is compensated at an export rate

Power Value and Grid Benefit

3.5¢/kWh 2019 // Updated every two years

Program Changes

Based on stakeholder feedback:

- Increased the eligible system size from 1 MW \rightarrow 2 MW
- Guaranteed 15-year term and a minimum price for exported power (1.8¢/kWh)
- Customers will retain the "greenness" of the energy they export and City Light will not buy environmental attributes from the customer (RECs)
- Added an incentive for Living Building Challenge Buildings with systems of less that 250 kW