

ISEA Policy Webinar

Illinois Renewable Portfolio Standard Review December 13, 2016



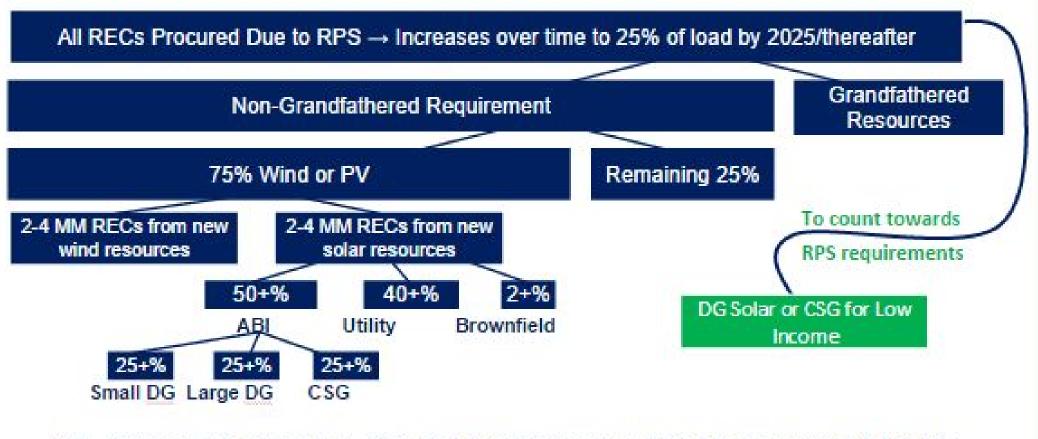


- Creates IPA Long Term Planning Process
- \$200M annually from Lines Charge (3 year phase-in/phase-out ARES)
- Effective Date June 1, 2017 (Implementation late 2017/early 2018?)
- Initial Utility Scale procurement (1:1 wind goals)

Year	Wind	Solar			
2020	650 MW	1,350 MW			
2025	1,000 MW	2,000 MW			
2030	1,350 MW	2,700 MW			
* Currently 55 MW installed Renewable Energy					



Illinois RPS Carve-Outs



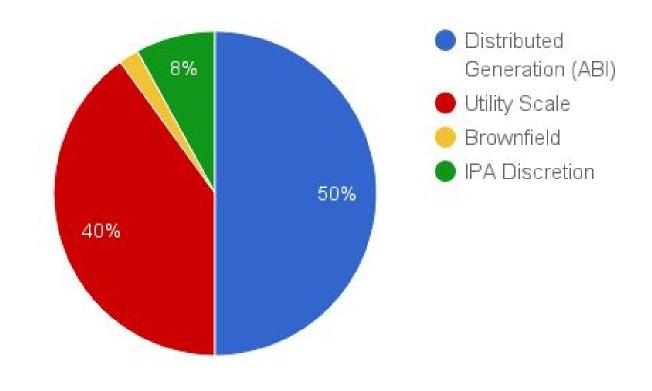
ABI = Adjustable Block Incentive DG = Distributed Generation (behind the meter, up to 2 MW AC)

Small DG = ≤ 10 kW CSG = Community Solar Garden (up to 2 MW AC)



2-4 MM RECs from New Solar Resources

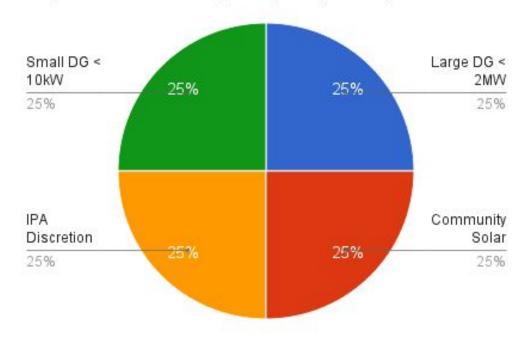
New Build Targets				
Year	Solar			
2020	1,350 MW			
2025	2,000 MW			
2030	2,700 MW			







Adjustable Block Program (DG Systems)

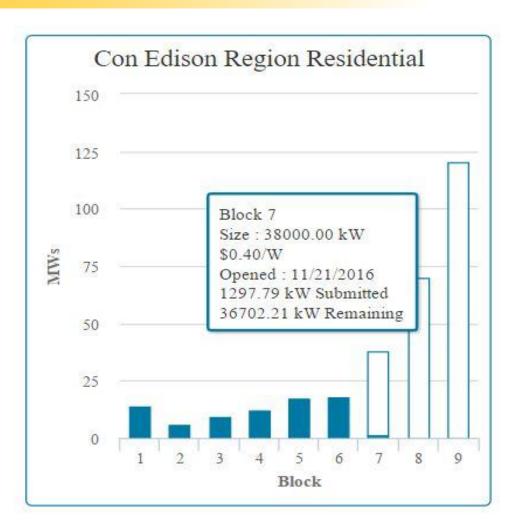


Renewable Energy Credit (REC)

- Small DG <10kW
 - 15 Year REC
 - Paid upfront
- Large DG (10kW to 2,000 kW)
 - 15 Year REC
 - 20% paid upon completion, balance over 4 years
- Community Solar (<2,000 kW)
 - 15 Year REC
 - 20% paid upon completion, balance over 4 years



Adjustable Block Program - example



Con Edison Residential Block Structure

BLOCK	MEGAWATTS	INCENTIVE/WATT		
14		\$1.00		
2	6	\$0.90		
3	9	\$0.80		
4	12	\$0.70		
5	17*	\$0.60		
6	18	\$0.50		
7	38	\$0.40		
8	70	\$0.30		
9	120	\$0.20		

^{*}Revised 12/30/2015

Sec 1-75(c)(1)(K), (L), and (M) (p 95)









Demand Charges!

Retail Net Metering!

- Demand Charge Language dropped from legislation
- Net Metering no change from today's guidelines
 - Existing Systems grandfathered at full retail NEM for life of system
 - New Systems -
 - Study triggered at 3% "total peak demand"
 - Switches to energy only for new customers at 5%
 - Community Solar energy only net metering

Sec. 16-107.5 (p 257)



Creates DG Rebates for Non-NEM Systems

- Requires utility to offer rebates to qualifying DG* and community solar projects (with Smart Inverter)
 - Rebate Value = \$250/kW installed
 - Payable upfront
 - Utility can rate base rebate costs
- Utility permitted to control inverter for grid reliability and potentially other grid services,
 - subject to fair compensation through a tariff reviewed and approved by the commission**
- Upon reaching 3% NEM penetration, the ICC to study new rebate value based on locational value
- Upon reaching 5% NEM penetration, new locational value shall take effect
- * Non-NEM Customers (ComEd >100kW peak demand, Ameren >150kW peak demand)
- **See Section detail for complex terms and options governing the relationship of DG rebates, net metering, and community solar.

Sec. 16-107.6 (p 276)



Adjustable Block Incentives - Summary

Category	Goal	NEM	REC	Rebate
Small DG <10kW	25%	No Change	15 Year Contract Paid upfront	n/a
Large DG 10kW – 2MW	25%	No Change	15 Year Contract 20% when energized Balance over 4 Years	C&I =\$250/kW Paid upfront
Community Solar <2MW	25%	Energy only	15 Year Contract 20% when energized Balance over 4 Years	\$250/kW Paid upfront
IPA Discretion <2MW	25%	Based on Category	Based on Category	Based on Category

Sec 1-75(c)(1)(K), (L), and (M) (p 95)

- Systems up to 2MW
- <40% single subscriber
- 200W minimum subscriber
- Located in same utility service area
- Subscriptions portable & transferable

3 Value streams:

- Value of Energy created
- REC from ABI
- Rebate (\$250/kw)



Solar for All Program





- Provides annual funding (\$10M to \$20M/year)
- Includes Low-Income Job training & a pathway for job placement
- Assures funding for Low-Income solar installations
- Success evaluated and adjusted through IPA long term planning