California Solar Initiative

CPUC Program Status Update





Polly Shaw, Senior Regulatory Analyst California Public Utilities Commission Solar Power 2007 September 27, 2007

Long Beach, California

California Solar Tribative (CS)

Goals:

- State: 3000 MW of new distributed solar distributed generation by 2016
 - CPUC: 1940 MW
 - 1750 MW mainstream
- Self-sustaining solar industry free from ratepayer subsidies after 2016



- Incents optimally-sited and maintained systems to ensure performance, maximize ratepayer ROI
- 10-year commitment



CPUC CSI Budget 2007-2016

Program Category	Budget (\$ mns)
General Market Program	1,897
Administration, Marketing, Evaluation (10%)	190
Direct Incentives	\$1,707
Low Income Budget (10%)	217
Research, Development, Demonstration & Deployment	50
San Diego Regional Energy Office Solar Hot Water Pilot	3
Total CPUC CSI Budget	\$2,167

3 CPUC Program Administrators:

- PG&E
- Southern California Edison
- California Center for Sustainable Energy

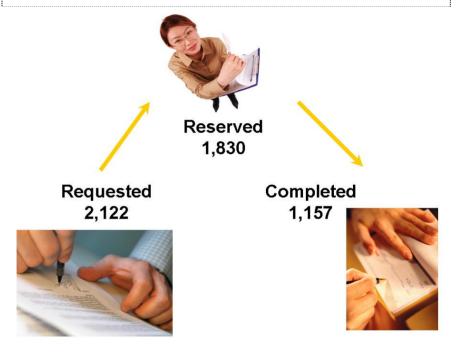


Here Comes the Sun...

Jan 1- Sept 18, 2007:

- 5230 total app'ns
 - = 175.3 MW
 - = \$363 mn in rebates

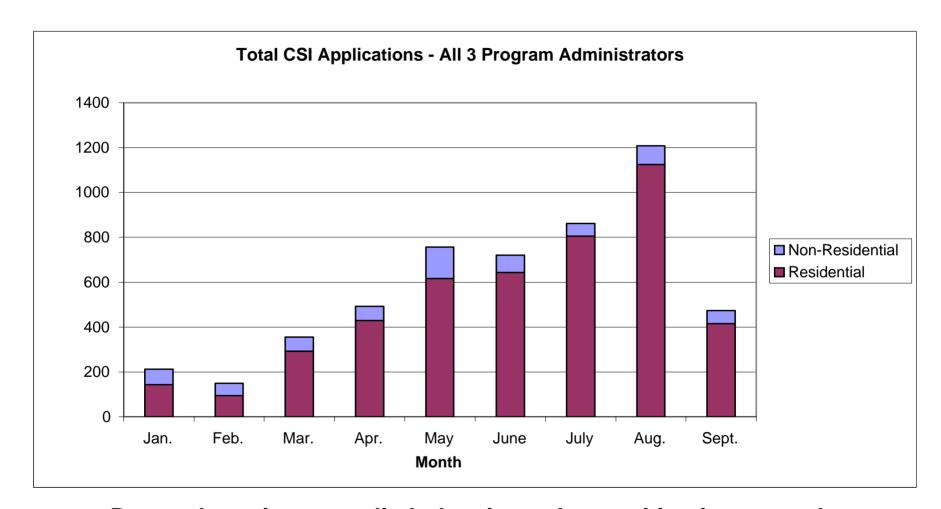
(but 121 dropouts @ 14.8 MW = 160 MW) Paid = 9.4 MW, \$25 mn



In the first 9 months alone, the new program is nearing CA's total installed solar from the previous 26 years (198 MW).



Interest Keeps Growing

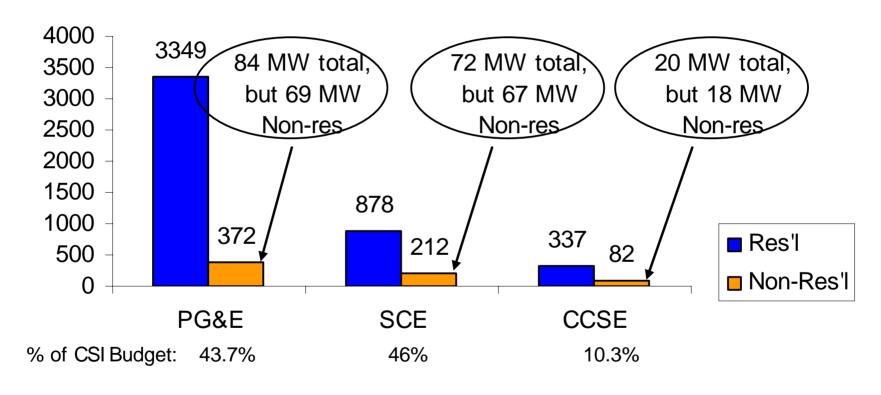




Demand continues to climb despite early transition issues and new CSI application procedures.

CSI Demand

CSI Applications, Jan. 1-Sept. 18, 2007



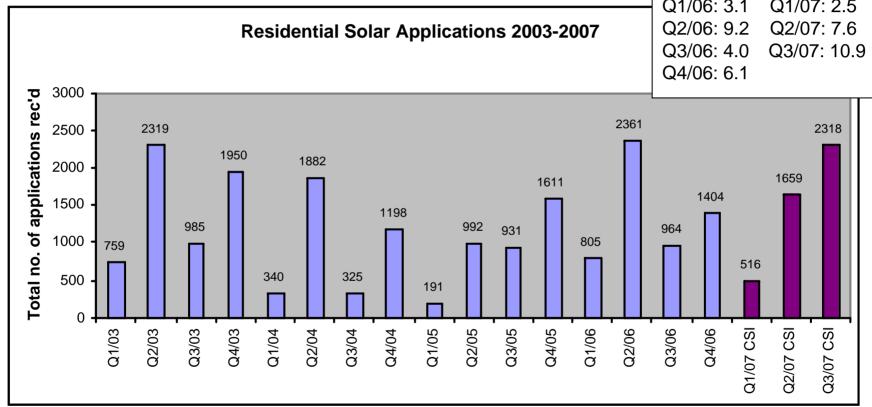
PG&E faces a higher administrative load than SCE. They are managing three times as many applications for nearly the same MW volume.

CSI Demand Similar to Earlier Rebates:

Residential

MW Comparisons

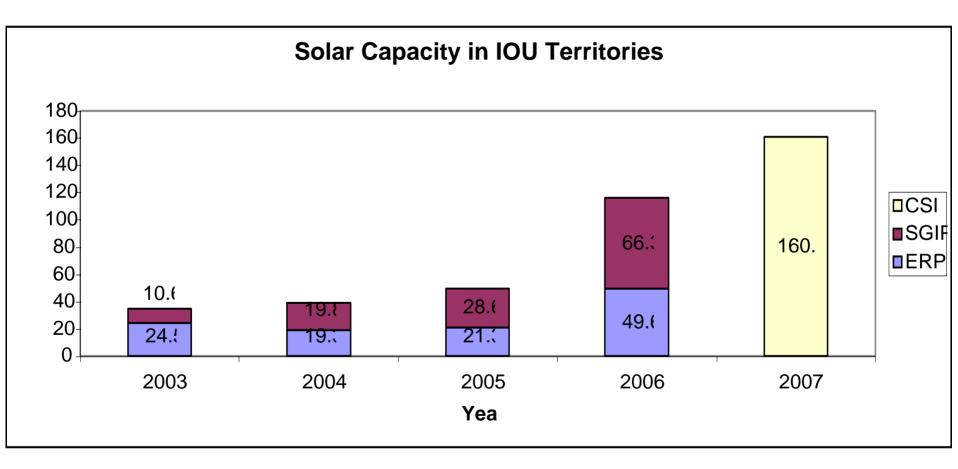
ERP: CSI: Q1/06: 3.1 Q1/07: 2.5 Q2/07: 7.6 Q2/06: 9.2







CSI Demand Similar to Earlier Rebates: All Applications





CSI has higher demand in MW than SGIP & ERP.

How Are We Doing?

Start - Finish: 113 – 135 days

Reviewing app'ns: 8 days-7 wks

% of app'ns w/ problems: 35-60%

Inspection stage: 1-3 wks

% of failed inspections: 10-30%

Claim Package to Check: 4-7 weeks

Installers trained: 1646 staff, 554 firms

Drop-outs:

□ CCSE: 7 app'ns (0.15 MW)

□ PG&E: 62 app'ns (11.6 MW)

□ SCE: 37 app'ns (2.7 MW)

What's Worked?

Public awareness of rebates

- Strong Commercial Demand:
 - Leaders: Google, Walmart, Macy's
- Quarterly Forums>> public input
- Very public process on adm've decisions
- City/county solar promotion

Early Transition Issues

- Delayed tools
- Metering accuracy requirements
- Access for BIPV to up-front incentive
- Additional paperwork
- Energy efficiency audits and shading
- Residential Demand:
 - Awareness of new performance requirements
 - Incentive drop from CEC program
 - Time of Use Rates for some customers



Past/Upcoming CSI Decisions

Done/Nearly Done:

- New handbook with reduced req'ts: Sept 2007
- New shading methodology, BIPV in EPBB, and calculator change
- Interim Outreach Plans (Facilitative outreach)
- \$50 mn R&D grant program>> Prog. Mgr, RFP, Planning Meetings
- PMRS > Performance Data Provider Ruling > Comments closed

Upcoming:

- \$108 mn Incentives for Single-Family Low Income Residents
- Non-PV Solar (electric-displacing)
- 1/08 Energy Efficiency Requirements
- SDG&E rates (TOU and general)
- \$108 mn Incentives for Multifamily Low Income Residents
- Program Measurement and Evaluation
 - Long-term Marketing and Outreach Plan

CEC SB1 Conditions: Due 12/07

- Adopt CEC incentive calculator?
 - Design Factor 1.0 cap >> program budgets
 - Time-dependent valuation
- Shading calculation method
- Energy-efficiency requirements:
 - New Commercial: 15% and 30% above T24
 - Existing Commercial: retrocommissioning if under Energy Star 75 rating
 - Existing Residential: audit and...?





