## FEDERAL UTILITY PARTNERSHIP WORKING GROUP SEMINAR

### Utility Renewable Tariff Update





#### Utility Renewable Programs

 Utility Green Pricing – Renewable programs offered by utilities that typically involve a premium

- Utility Green Tariff Emerging renewable programs; often customer driven
  - First green tariff proposed by NV Energy in 2013
  - Since then 23 green tariffs in 17 states have been proposed or approved, with two denied by the PUC



#### Utility Renewable Product Comparison

Program Characteristics	Traditional Utility Renewable Programs	Emerging Renewable Tariff Programs
Cost savings potential	No. Products average around 1.5 cents/kWh premium.	Possibly, depending on tariff structure. Most attractive pricing may require longer contract term.
Price stability	No. Continue to pay utility rate that is subject to change.	Under some program structures.
Contract length	Shorter contract terms (typically month-to-month).	Longer agreements may be required (10-20 years).
Ease of joining	Typically a simple sign-up process.	May require a more complicated agreement.
Choice of RE resource	Utility determines.	Customer may have input.

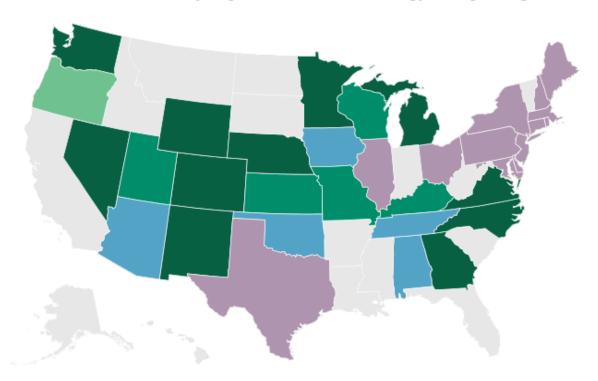
Renewable tariff products have potential utility cost savings and a longer contract term, while traditional utility renewable products involve a premium and shorter contract term.



#### Off-Site Renewable Options

#### U.S. RENEWABLE ENERGY MAP: A GUIDE FOR CORPORATE BUYERS

Where customers can buy large-scale renewable energy through the grid



#### Utility Renewable Energy (RE) Deals

Green tariff
(s) and
executed RE
deal(s)
through tariff

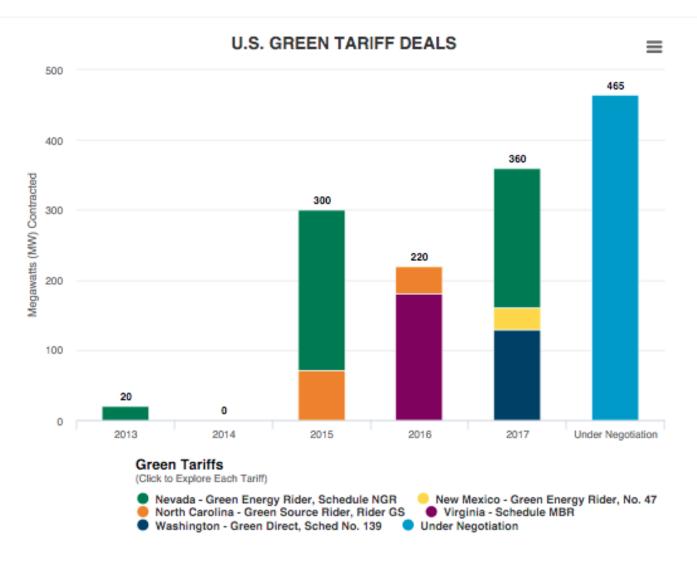
Green tariff
(s) but no
deal(s)
through tariff
to date

Considering a green tariff (proposal with the PUC) One-on-one
RE deal(s)
between
companies
and utilities,
but no green
tariff to date

Electric retail choice easily available (EIA)

No known direct largescale RE access available

#### **Market Status**





#### Renewable Tariff Considerations

#### How to sign up?

- Ideally use the areawide contract
- Discuss contract solutions as soon as information about pending utility program is known
- Coordinate with federal account representative,
   along with the utility renewable program manager



# Renewable Tariff Enrollment – Use of GSA Areawide Contract

- GSA establishes long-term (10 year) government-wide Areawide Contracts (AWCs) with regulated public utility companies
- Determine if the AWC can be used for Renewable Tariff program enrollment
  - 1. Does GSA have an AWC with your serving utility (check GSA website <a href="https://www.gsa.gov/portal/content/184627">https://www.gsa.gov/portal/content/184627</a>, ask utility)?
  - 2. Does your agency utilize the AWC for utility services?
  - 3. Ask GSA and your utility whether the AWC can be used for Renewable Tariff program enrollment
- Additional AWC information available on GSA website (<a href="https://www.gsa.gov/portal/category/105971">https://www.gsa.gov/portal/category/105971</a>)



#### Renewable Tariff Considerations

- Who can participate?
- Who owns the RECs?
- What are the rate components and net cost?
- What length of contract must be signed?
- When must customers enroll?
- What are the program limits?



#### Resources and GSA Point of Contact

- FEMP First Thursday On-Demand Training: "Utility Green Tariff Programs" (May 2017) <a href="https://www4.eere.energy.gov/femp/training/training/utility-green-tariff-programs?print=1">https://www4.eere.energy.gov/femp/training/training/utility-green-tariff-programs?print=1</a>
- "Emerging Green Tariffs in U.S. Regulated Electricity Markets" (WRI, October 2018)
   <a href="http://www.wri.org/publication/emerging-green-tariffs-us-regulated-electricity-markets">http://www.wri.org/publication/emerging-green-tariffs-us-regulated-electricity-markets</a>
- Implementation Guide for Utilities: Designing Renewable Energy Products to Meet Large Energy Customer Needs (WRI, June 2017)
   <a href="https://wri.org/publication/implementation-guide-green-tariffs">https://wri.org/publication/implementation-guide-green-tariffs</a>

For questions about your Areawide Contract:

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