

NY-Sun Initiative Quarterly
Performance Report to the
Public Service Commission
Quarter Ending December 31, 2016
Final Report

NYSERDA's Promise to New Yorkers:

NYSERDA provides resources, expertise, and objective information so New Yorkers can make confident, informed energy decisions.

Mission Statement:

Advance innovative energy solutions in ways that improve New York's economy and environment.

Vision Statement:

Serve as a catalyst – advancing energy innovation, technology, and investment; transforming New York's economy; and empowering people to choose clean and efficient energy as part of their everyday lives.

NYSERDA Record of Revision

NY-Sun Initiative Quarterly Performance Report to the Public Service Commission Quarter Ending December 31, 2016

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NY-Sun Initiative

Quarterly Performance Report to the Public Service Commission

Quarter Ending December 31, 2016

Final Report

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1 Overview of NY-Sun

1.1 Introduction

NY-Sun is a \$1 billion initiative to expand solar capacity throughout New York State by utilizing public funds in a strategic manner to build a self-sustaining solar market. NY-Sun provides financial support to qualified solar installation contractors as well as a comprehensive approach to reducing solar costs and barriers. NY-Sun's goal, referred to as the 3 Gigawatt Goal, is to install three gigawatts (GW) of solar electric capacity by 2023 while building a self-sustaining solar industry.

Through December 31, 2016, 744 MW of solar have been installed statewide with NYSERDA funding, and an additional 887 MW are in the pipeline. The NYSERDA-funded solar capacity installed statewide as of December 31, 2016, generates approximately 858,995 MWh of electricity each year, reducing annual carbon dioxide equivalent (CO₂e) emissions by 452,103 metric tons.¹

1.2 High Level Accomplishments during this Quarter

New York State experienced continued growth in the solar market supported by NY-Sun during the fourth quarter of 2016. Highlights for this period include:

- Green Jobs Green New York financing is still available for Long Island residents. As of the fourth quarter of 2016, 417 "financing only" projects have been completed and 253 additional "financing only" project applications have been received or approved.
- Uptake for the Affordable Solar program, which provides additional incentives for onsite residential projects for low and moderate-income homeowners, increased for customers and contractors during the fourth quarter of 2016. Through the fourth quarter of 2016, 102 installations were completed and 63 were in the program pipeline. In total, 33 NY-Sun contractors have completed Affordable Solar projects.
- "Solarize" campaigns participating in Community Solar NY Round 2 completed outreach and marketing activities at the end of 2016. These Solarize campaigns resulted in approximately 600 new solar installations across 23 counties, with final results to be announced in early 2017. Applications for Round 3 of Community Solar NY closed on November 3, 2016. The new round of campaigns will be announced in early 2017.

With the submittal of its Clean Energy Fund Investment Plan Budget Accounting and Benefits Chapter on February 22, 2016, NYSERDA adopted the NYS Public Service Commission's recommendation in its January 21, 2016 Order Establishing the Benefit Cost Analysis Framework that the State's GHG emissions factor methodology shift from an average grid emission profile to a marginal grid emission profile. Due to this shift, the State's factor to calculate GHG emissions reductions has changed from 625 pounds CO2e/MWh to 1,160 pounds CO2e/MWh. The emissions reductions calculated for this quarterly report reflect the new factor of 1,160 pounds CO2e/MWh.

• During the fourth quarter of 2016, the New York State Interconnection Ombudsmen, in collaboration with the utilities and solar developers, developed an interconnection queue management proposal, as well as a proposal to extend in-service deadlines for certain Monetary Remote Net Metering projects. The proposals were jointly submitted to the Public Service Commission by the solar industry and utilities as collaborative products of the Interconnection Policy Working Group (IPWG) chaired by the New York State Interconnection Ombudsmen. The New York State Interconnection Ombudsmen continued to assist solar developers with complaints and questions on a project-by-project basis. The State Interconnection Ombudsmen launched an Interconnection Procedures Collaborative to develop improvements to Con Edison's internal process for managing interconnections.

2 Progress and Results

Table 2-1. Capacity toward 3GW Goal through December 31, 2016 (MW)^{2,3}

| Program | Projects Completed (Installed Units) with Adjustments through 9/30/16 | Projects Completed (Installed Units) 10/01/16 - 12/31/16 | Projects Completed (Installed Units) through 12/31/16 | Applications Approved but Not Yet Contracted (Current Pipeline) | Projects Contracted but Not Yet Completed (Current Pipeline) | Total (Current Pipeline + Installed Units) through 12/31/16 |
|--------------------------------|--------------------------------------------------------------------------------|----------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|
| Residential / Small Commercial | 230.57 | 29.93 | 260.50 | 15.95 | 115.57 | 392.02 |
| Commercial / Industrial | 6.74 | 10.27 | 17.01 | 66.81 | 486.48 | 570.30 |
| Competitive PV | 18.83 | 5.39 | 24.23 | 3.83 | 136.88 | 164.93 |
| Grand Total | 256.14 | 45.60 | 301.74 | 86.58 | 738.92 | 1,127.24 |

^{2 1,000} MW equals one GW.

Adjustments applied to projects completed through 9/30/16 are due to the capture of lagged data and/or QA/QC.

Table 2-2. Production Associated with 3GW Goal through December 31, 2016 (MWh)⁴

| Program | Projects Completed (Installed Units) with Adjustments through 9/30/16 | Projects Completed (Installed Units) 10/01/16 - 12/31/16 | Projects Completed (Installed Units) through 12/31/16 | Applications Approved but Not Yet Contracted (Current Pipeline) | Projects Contracted but Not Yet Completed (Current Pipeline) | Total (Current Pipeline + Installed Units) through 12/31/16 |
|--------------------------------|--------------------------------------------------------------------------------|----------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------------------------------------------|--------------------------------------------------------------------|----------------------------------------------------------------------|
| Residential / Small Commercial | 270,651 | 35,135 | 305,786 | 18,721 | 135,659 | 460,166 |
| Commercial / Industrial | 7,911 | 12,059 | 19,969 | 78,421 | 571,048 | 669,439 |
| Competitive PV | 22,109 | 6,329 | 28,438 | 4,492 | 160,671 | 193,601 |
| Grand Total | 300,671 | 53,522 | 354,193 | 101,634 | 867,378 | 1,323,205 |

Adjustments applied to projects completed through 9/30/16 are due to the capture of lagged data and/or QA/QC.

Table 2-3. Budget and Financial Status for NY-Sun Programs as of December 31, 2016 (in dollars)⁵

| Program | Pre- encumbrances | Open Encumbrances | Expended Funds | Grand Total | Budgeted Funds 2014-2023 |
|------------------------------|----------------------|----------------------|-----------------------|-------------|-----------------------------|
| Residential/Small Commercial | 6,276,936 | 61,998,510 | 168,545,833 | 236,821,279 | 594,234,379 |
| Commercial/Industrial | 25,986,966 | 178,778,235 | 1,050,392 | 205,815,593 | 464,192,069 |
| Competitive PV | 2,274,031 | 76,338,143 | 3,166,329 | 81,778,503 | 81,778,503 |
| Program Implementation | - | 646,953 | 761,346 | 1,408,299 | 33,275,000 |
| Administration | 36,024 | 325,515 | 1,898,229 | 2,259,768 | 38,706,000 |
| Evaluation | - | - | - | - | 2,500,000 |
| NYS Cost Recovery Fee | - | - | 668,774 | 668,774 | 19,250,000 |
| Total | 34,573,957 | 318,087,356 | 176,090,903 | 528,752,215 | 1,233,935,951 |

⁵ Administration, Evaluation, and NYS Cost Recovery Fee are for NY-Sun funds only.

NYSERDA, a public benefit corporation, offers objective information and analysis, innovative programs, technical expertise, and support to help New Yorkers increase energy efficiency, save money, use renewable energy, and reduce reliance on fossil fuels. NYSERDA professionals work to protect the environment and create clean-energy jobs. NYSERDA has been developing partnerships to advance innovative energy solutions in New York State since 1975.

To learn more about NYSERDA's programs and funding opportunities, visit nyserda.ny.gov or follow us on Twitter, Facebook, YouTube, or Instagram.

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