# Solar America Board of Codes and Standards

Stakeholder Meeting on...

State Policy Options for Valuing Distributed Solar PV Generation

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## Purpose

- Provide an overview and introduction to key policies that have been used to support distributed PV market development
- Discuss key aspects and pros and cons of these policy options
- Provide recommendations on policy implementation with respect to each
- Clarify jurisdictional aspects of policy design that have created confusion for many policy makers



## Target Audience

- State and local policy makers and regulators
- Solar industry representatives
- Solar industry advocates
- Utility representatives

# Policy options

- Net metering
- Aggregate billing, joint billing, virtual net metering and joint ownership
- Avoided cost
- Other wholesale options (including feed-in tariffs and auctions/RFPs)
- Incentive programs (including REC purchases)



#### Structure

- Executive summary
- State and federal jurisdiction over transmission, sales and interconnection of distributed PV
- For each policy option...
  - Introduction/Background
  - Examples
  - Jurisdictional Considerations
  - Compensation Level
  - Rate Impacts
  - Regulatory Compliance Requirements
  - Recommendations
- Conclusions and Recommendations



## Preliminary conclusions

- Significant variations exist within these policy categories
- Many states have implemented multiple DG policies
- Net metering is well suited to facilitating self-generation
- Wholesale options are well suited to situations where there is no onsite load
- Aggregate billing, joint billing and virtual net metering allow participation in solar programs by customers who cannot host a PV system
- Incentives pair well with all of the other policy options
- Market based approaches are more common for larger PV systems



### Timeline

Planning

Drafting

• 1st Review

Revisions

2<sup>nd</sup> Review

Approval

Production

Publication

Aug./Sept. 2009

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#### Questions, comments & suggestions

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