

Minnesota Solar Interconnections



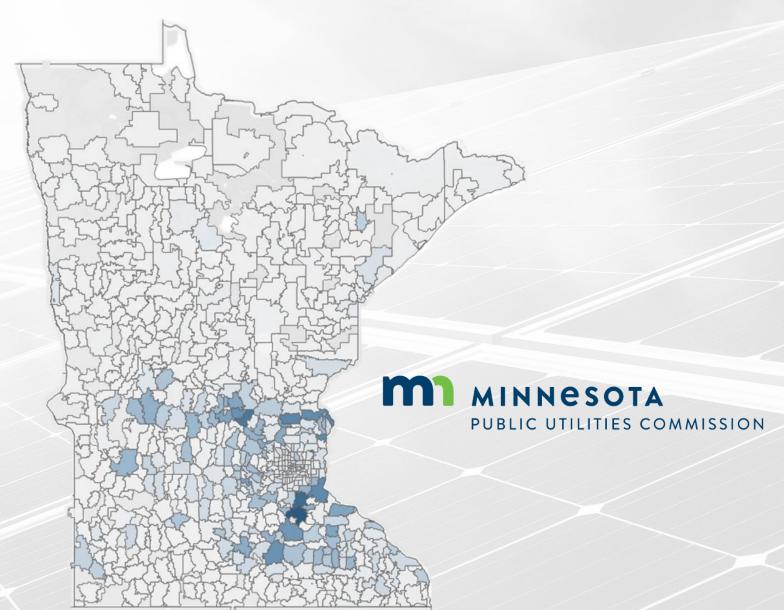
Minnesota Solar Interconnections



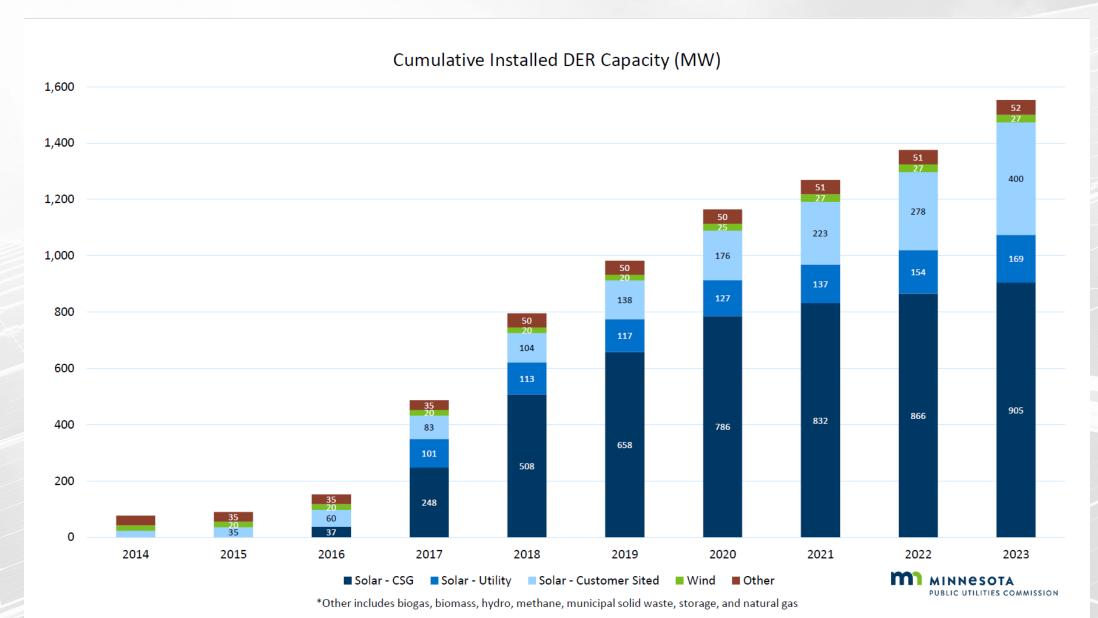
Topics to Cover

- How renewable interconnections have grown in Minnesota
- Itasca-Mantrap and GRE's Energy Mix
- Federal and State Incentive Programs
- What to expect from Solar Systems
- Considering Energy Storage Systems
- Finding an Installer

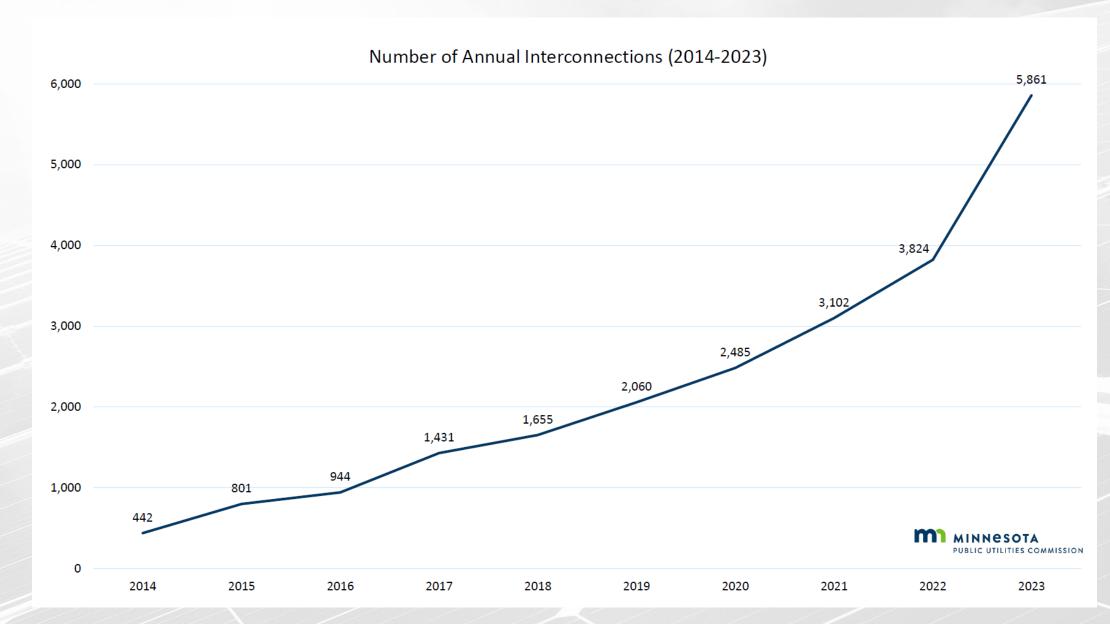
Minnesota Solar Interconnections



Minnesota Interconnections



Minnesota Interconnections



Minnesota - Carbon-free by 2040

State law passed in 2023

- 80% Carbon-free by 2030 (60% for non Investor-Owned Utilities)
- 90% Carbon-free by 2035

Renewable Energy Standard – passed in 2007 requires renewable resources to make up a specific percentage for retail energy sale

- 25% by 2025
- 55% by 2035

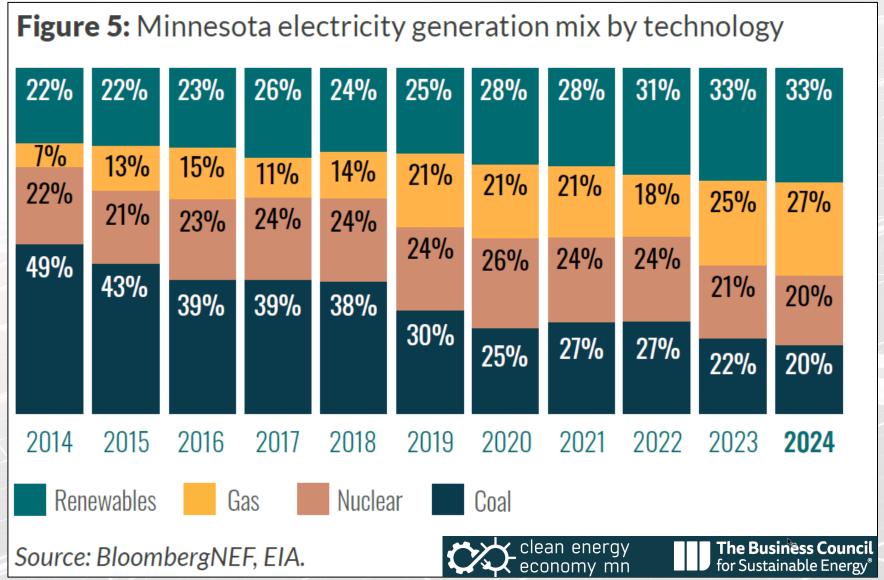
Minnesota - Solar for Schools

State program passed in 2022

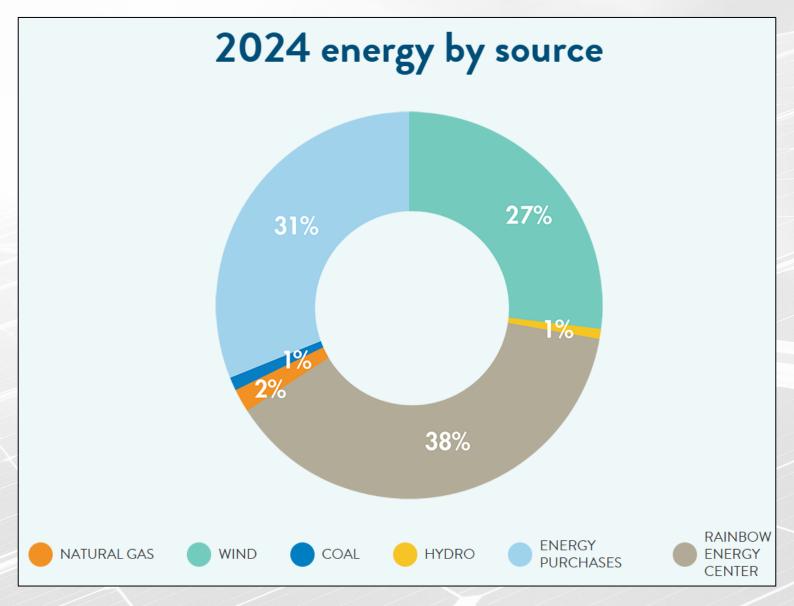
- Grants are typically \$102,000
- Grants cover 40 -70 % of the project



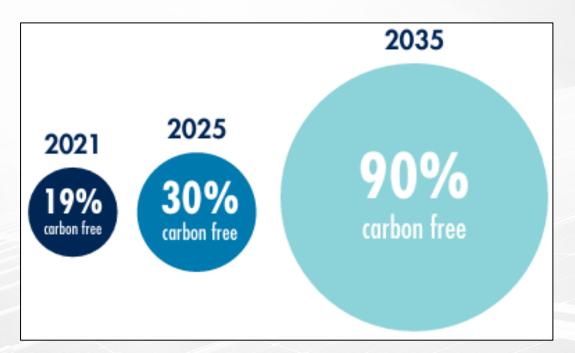
Minnesota Energy Mix by Technology

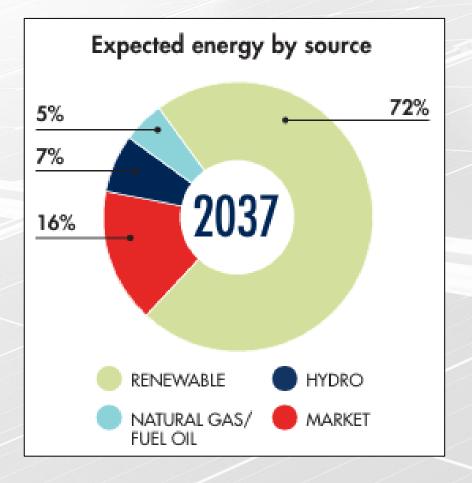


Great River Energy Mix by Technology



GRE's Integrated Resource Plan (2023 -2027)





Solar Fiscal Considerations for Members



https://www.dsireusa.org/

PVWatts[®] Calculator

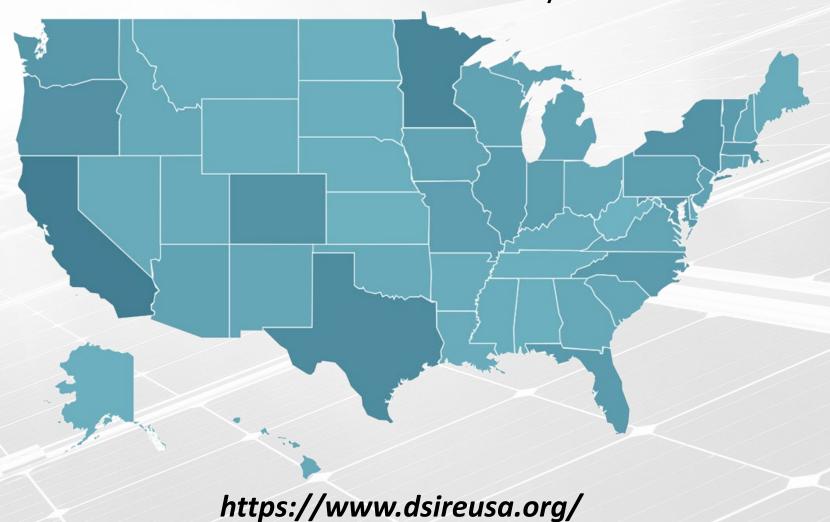
https://pvwatts.nrel.gov/



Google: USDA REAP



Find Policies & Incentives by State



Federal Incentives - Expiring

Big, Beautiful Bill Changes:

- The Residential Solar Tax Credit (25D) for residential system expires end the year. If you install a residential PV system...
 - Between 2022 (retroactive) and 2032 December 31, 2025, you will receive a 30% tax credit
 - In 2033... 26%
 - In 2034... 22%
- The solar + storage equipment expenses is included in the 25D. Energy storage devices that have a capacity rating of 3 kilowatt hours or greater are included starting in 2023. This includes standalone storage.

More Federal Incentives – Also Expiring

Expires December 31, 2025

Homeowners Weatherization & Efficiency of Homes (25C)

- \$1,200 for energy efficient property costs and certain energy efficient home improvements, with limits on exterior doors (\$250 per door and \$500 total), exterior windows and skylights (\$600) and home energy audits (\$150)
- \$2,000 per year for qualified heat pumps, water heaters, biomass stoves or biomass boilers

Expires December 31, 2027

Production Tax Credit (PTC 45Y) & Clean Electricity Tax Credit (48E ITC)

- Must be in service by December 31, 2027
- Typically, utility scale system for these incentives



Rural Energy for America Program Renewable Energy Systems & Energy Efficiency Improvement Guaranteed Loans & Grants

Application Window:

CLOSED

Program Application Period:

The Agency is not accepting REAP grant applications at this time. Guaranteed loan applications may be submitted.

Application Windows:

The Agency will not be accepting REAP grant or combined grant and guaranteed loan applications between July 1 and Sept 30, 2025. If the Agency receives an application during this time, it will not be reviewed or processed, and the application will be returned. Guaranteed loans may be accepted and compete on an on-going basis in accordance with 7 CFR 5001.315.

Google: USDA REAP

Tariffs

Tariffs on solar panels and components have been around for decades

- 2012 First focused on China (state-subsidized panels) 30% tariff
- 2013 China moves production to Taiwan 30% tariff on Taiwan
- 2017 30% tariff on pretty much all imported crystalline silicon solar modules and cell (declines by 5% annually)
- 2025 Chinese tariffs are ~25% 50% and significant tariffs on solar components made in Southeast Asia: Cambodia, Malaysia, Thailand and Vietnam

Fiscal Analysis of a Solar System

Assumed Installed Cost: \$3.45 per watt AC

- 10 kW AC System List Price: \$34,500
- Federal Tax Credit: (\$10,350)
- Domestic Bonus Credit: (\$3,430)

10 kW Assumed

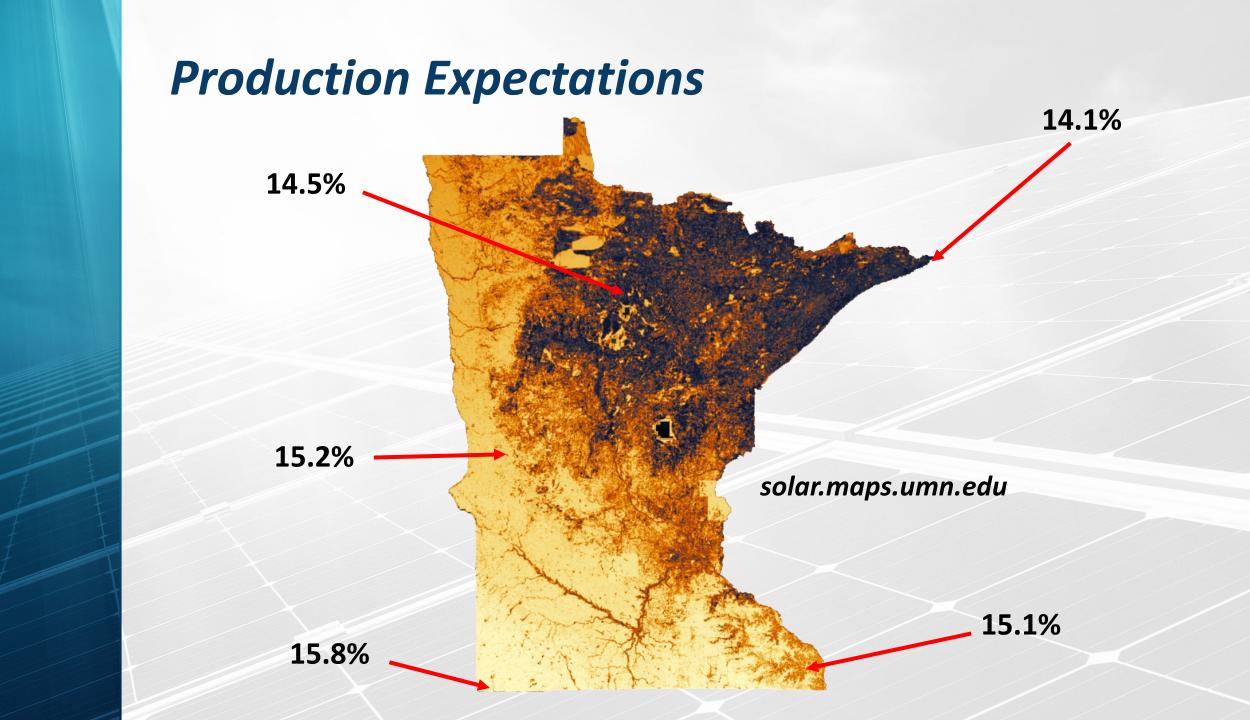
Net Installed Cost: \$20,720



PVWatts[®] Calculator



https://pvwatts.nrel.gov/



Production Expectations

10 kW AC System (12 kW DC)

• Rushford: 15,843 kWh

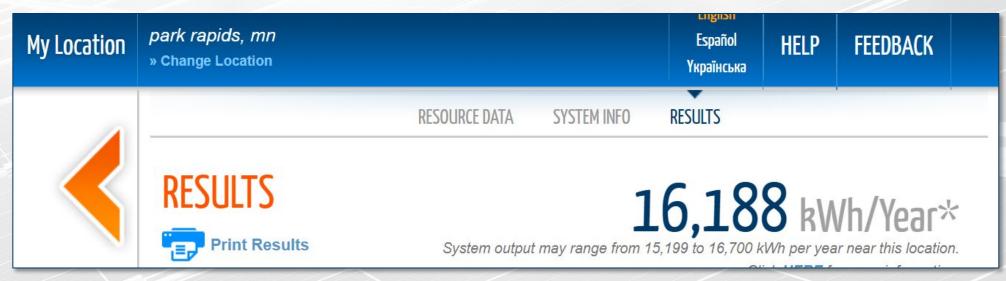
• Hills: 16,634 kWh

Grand Portage: 15,428 kWh

Bemidji: 15,188 kWh

Park Rapids: 16,118 kWh

• Duluth: 14,976 kWh



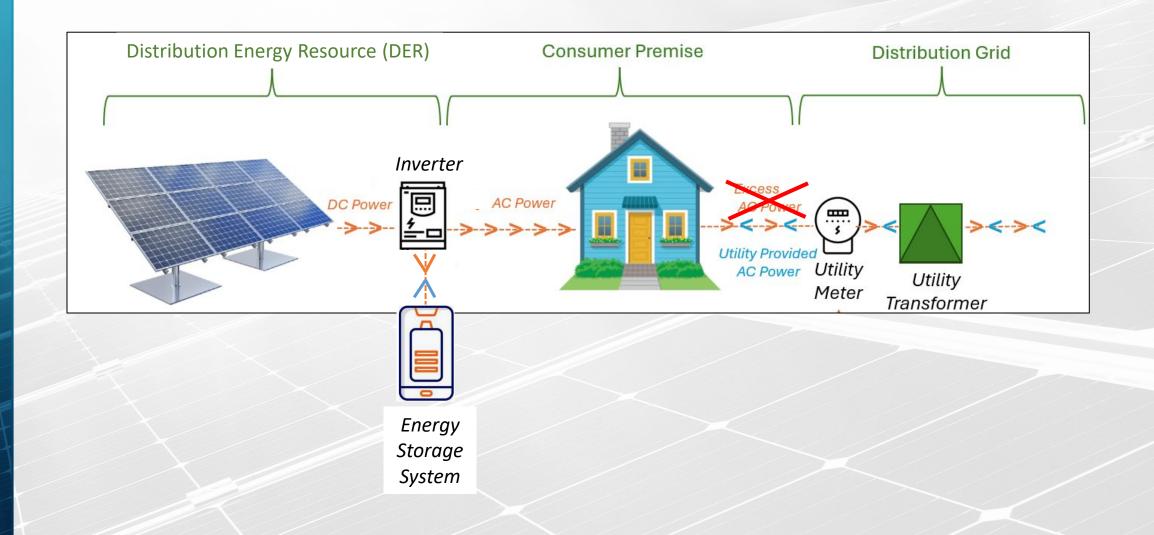
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Energy Storage Systems





Energy Storage Systems



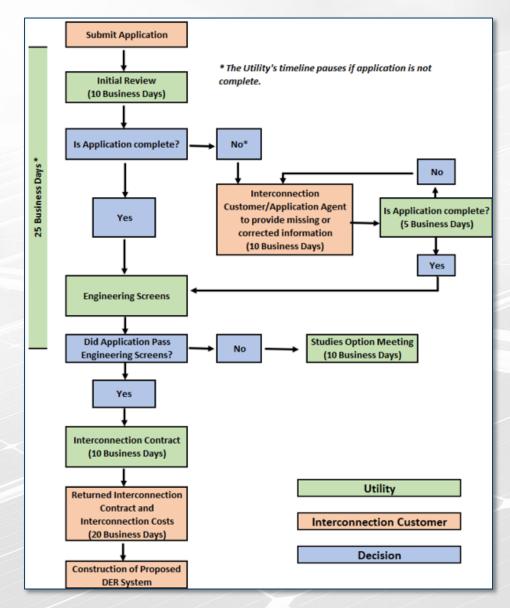
Applying for Interconnection



Your Touchstone Energy® Cooperative



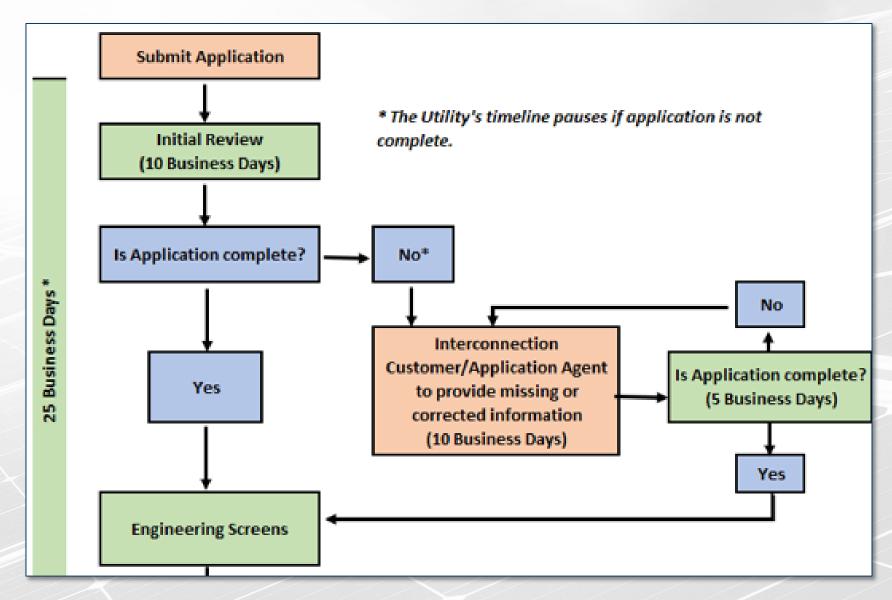
Interconnection Process Steps



Interconnection Applications

- For an application to be considered complete, it needs:
 - Application completely filled out and signed by the solar owner
 - Non-refundable processing fee
 - One-line diagram
 - Site diagram
 - Appropriate manufacturer equipment specification documents
 - Proof of Site Control

Reviewing the Application

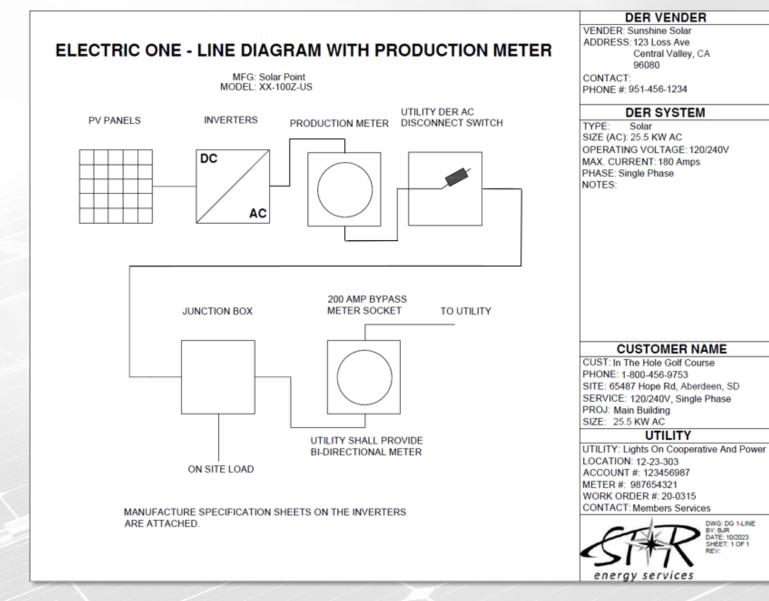


Interconnection Application

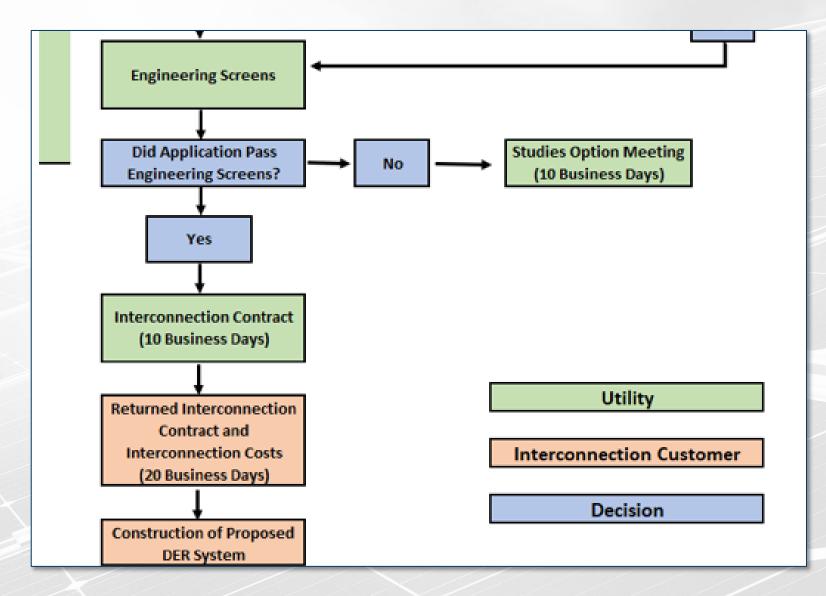


| Purpose of this Interco | nection Appli | cation? | | |
|----------------------------------------|-----------------|-----------------------------------|-------------------|------------------|
| Application is for a | New DER | | | |
| O Application is for a | Capacity Add | ition to an existing DER | | |
| If Capacity Addition | on, Provide Cap | acity of Existing DER type | es (and Storage): | (kW _A |
| 06/11/2024 Installation Cost (Witho | ut incentives) | | | |
| \$ 150,000 | | | | |
| | Droposed Di | P System (Salast all the | t annly) | |
| rimiary intention of th | e Proposed Di | R System (Select all that | арріу.) | |
| ✓ Net Metering | | | | |

One-line Diagram



Passing Engineering Screens



Member's View



DER Interconnection Application Project Details

Simplified Application 10326

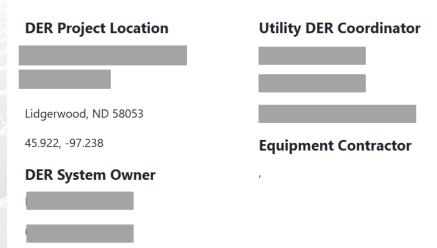
Status: Interconnected

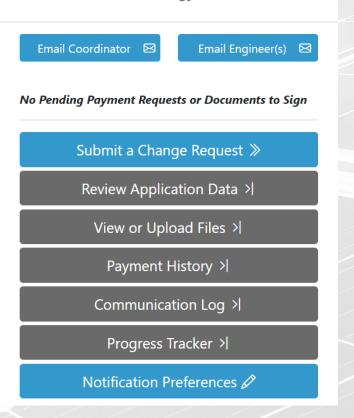
✓ Verified

Queue Date: 4/9/2024 6:55:09 PM

Estimated Install Date: 4/20/2024

DER = **Distributed Energy Resource**





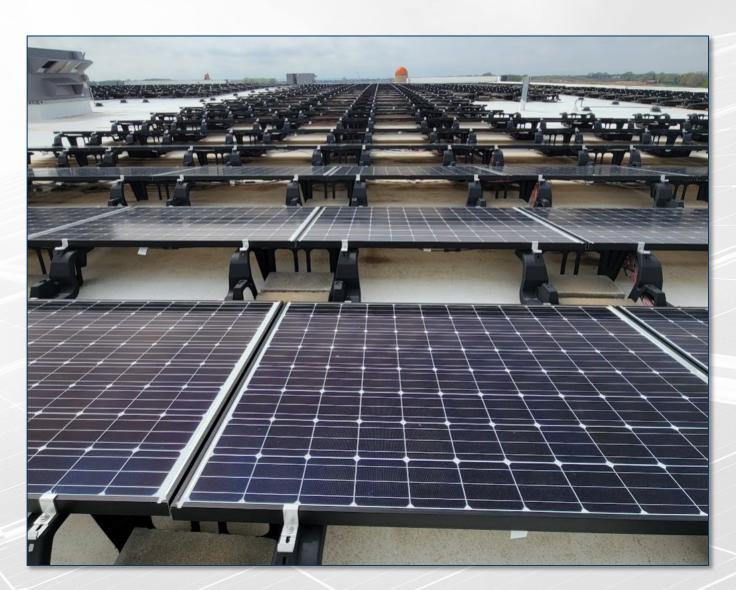
Finding a Solar Vendor

- Be a savvy shopper:
 - Prices vary; get multiple quotes
 - Ask for references, years of experience, etc.
 - Check BBB.org and online customer reviews
 - Verify installer is qualified to work in Minnesota and is licensed
 - Clearly identify costs, payments, milestones, and completion timelines
 - Permits and inspections
 - If it sounds too good to be true, it most likely is.





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Questions?

Kristi Robinson, Director of Operations

STAR Energy Services LLC

Phone 320.762.1697 | Fax 320.762.1479

Web www.star-energy.com