LCB File No. R204-07

PROPOSED REGULATION OF THE PUBLIC UTILITIES COMMISSION OF NEVADA

Docket 07-06027

RENEWABLE ENERGY SCHOOL PILOT PROGRAM

EXPLANATION: - Matter in italics is new; matter in brackets [comitted material] is to be omitted.

AUTHORITY: NRS 701B.350;

A REGULATION relating to energy; providing definitions regarding the Renewable Energy School Pilot Program; providing requirements for the types of systems that can be used for the program; providing requirements for the application to be filed by schools that wish to participate in the program; providing requirements for the administration of the program by a utility; and providing other matters properly related thereto.

- **Section 1.** Chapter 701B of NAC is hereby amended by adding thereto the provisions set forth as sections 2 to 20, inclusive, of this regulation.
- Sec. 2. As used in sections 2 to 21, inclusive, of this regulation, unless the context otherwise requires, the words and terms defined in sections 3 to 10, inclusive, of this regulation have the meanings ascribed to them in those sections.
- Sec. 3. "Owned, leased or occupied" has the meaning ascribed to it in NRS 701B.350(6)(b).
- Sec. 4. "Renewable energy system" has the meaning ascribed to it in NRS 704.7815.
- Sec. 5. "Generating capacity" means generating capacity of an electrical generating plant and its associated facilities is the sum of the nameplate capacity of each electrical generating unit of the plant and its associated facilities.

- Sec. 6. "Nameplate capacity" means the maximum output capacity of an electrical generating unit as set forth on the nameplate attached to the unit by the manufacturer of the unit.
 - Sec. 7. "School district" has the meaning ascribed to it in NRS 395.0075.
- Sec. 8. "School property" means any real property, building or facilities which are owned, leased or occupied by a public school as defined in NRS 385.007.
- Sec. 9. "Third-party renewable energy system generator" means an entity that can take advantage of tax benefits available for the installation and operation of the allowed renewable energy system.
 - Sec. 10. "Utility" has the meaning ascribed to it in 701B.180.
- Sec. 11. Each utility shall provide to each school district within its service territory a written description of the Renewable Energy School Pilot Program within 60 days of the adoption of this regulation and on or before February 1 of each subsequent year as long as the Program is in existence. The description shall include the following:
 - (1) A summary of the applicable regulations;
 - (2) A copy of the pertinent section of the regulations;
 - (3) Identification of available incentives, if any;
 - (4) A point of contact within the utility to provide additional information and to answer questions.
- Sec. 12. A school district may apply to participate in the Program by delivering a letter of intent to the Director of Energy Efficiency and Conservation or other employee designated by the utility, to include the following information without limitation:

- (1) The name and address of the school at which the renewable energy system will be located;
- (2) The name, address, telephone number, and email address of the person or persons charged with implementing and managing the program at the school district;
- (3) The size and type of the proposed renewable energy system;
- (4) A demonstration that the school district is capable of and committed to completing the project;
- (5) A proposed project timeline including milestones for completion of the project schedule;
- (6) The name and contact information for any third-party renewable energy system generator involved in the transaction; and
- (7) A summary of the material terms of the proposed transaction or agreement between the third-party renewable energy system generator, if any, the school district and the utility.
- Sec. 13. School property eligible for participation in the program must be a public school as defined in NRS 385.007, a retail customer of the utility, and located within the service territory of utility.
- Sec. 14. A utility may recover its reasonable and prudent costs, including, without limitation, and costs of administering this pilot program within its service area.

 Requests for recovery of these costs shall be made in an appropriate proceeding before the Commission pursuant to NRS 704.110.

- Sec. 15. The school or school district must provide for public display and demonstration of the renewable energy system.
- Sec. 16. Allowed renewable energy systems shall include any renewable energy system allowed by NRS 704.7811 and NRS 704.7815, or any combination thereof, located on the school property where the electricity generated is to be consumed.
- Sec. 17. The amount of generating capacity that can be installed under this program cannot exceed the maximum demand experienced by the participating school.

 Generating capacity used for net metering cannot exceed 1MW pursuant to NRS 704.111.
- Sec. 18. The transactions allowed under the renewable energy school pilot program are limited to:
 - (1) Buy/sell transactions between the school district and the utility where the allowed renewable energy system is owned by the school district,
 - (2) Sell transaction between the school district and the utility combined with a buy transaction between the utility and a third party where the allowed renewable energy system is owned by the third party.
- Sec. 19. The Utility shall file for approval with the Commission a tariff that sets forth the requirements for transactions between parties taking part in the Program.
- Sec. 21. The Program shall be limited to ten school properties. Not more than six school properties from any one school district may participate in the Program.