



Yampa Valley Sustainability Council: Solar Workshop

November 18, 2021

### Benefits of Renewable Energy

- Reduce energy, GHG emissions, and utility costs
- Progress State of Colorado goal of 100% Renewable Energy by 2040
- Resiliency and risk mitigation
- Drive community involvement
- Diversify and enhance local economy through green jobs



#### Determine Your Solar Project Goals

- Community visibility
- Protection of vehicles
- Financial payback
- Emission reduction goals
- Progress Sustainability & GHG Reduction Goals
- Improve resiliency & reliability
- Reduce utility and operational costs
- Be a leader in solar development in the community



#### Feasibility Assessment as Front End of Development Process – time to bring on a partner!





#### Conduct an Initial Assessment



## Rooftop – Asphalt Shingle

- Residential market product
- > Tilt matches roof pitch
- Flashing slides under roof shingle for waterproofing







#### Rooftop – Standing Seam/Metal Roof

- > Tilt matches roof pitch
- Common small commercial application
- Mounting clamp attaches to seam of roof
- > No roof penetrations required



#### Rooftop – Flat Roof Systems

- ➢ 5 to 10 degree tilt
- ➢ Ballasted − ideally no penetrations
- ➢ Roof structural validation required
- Roof warranty considerations





### Roof Mount: Other Considerations

#### **Roof Mounted Solar**

- Structural Capacity
- Interconnection Upgrades
- Roof Age (ideally less than 5yrs)
- ➢ Roof Warranty
- Shading/tree obstructions
- Future Development Plans
- HVAC equipment on roof



#### Ground Mount - Fixed

- ➢ 20 to 30 degree tilt
- > Posts typically driven in ground or ground screws used
- Soils investigation required
- Go-to option for smaller project (under 500kWdc), odd shaped land sites and heavy snow climates





#### Ground Mount - Tracker

- Single Axis Tracker (SAT)
- Rotates East to West
- > 15-20% higher energy yield than fixed tilt
- The go-to option for large ground mount projects (1-2MW +)!



#### Ground Mount - Carport

- 5 to 12 degree tilt
- Single slope or inverted dual slope
- Module typically the structure 'roof'
  - Not waterproof
- Water/snow/ice management a concern
- Typically requires planning and zoning approval









### Ground Mount: Other Considerations

#### **Ground Mounted Solar**

- Land availability
- Distance from load (less than 1000ft ideally)
- Interconnection
- Topography
- Soils/Subsurface Conditions
- Environmental constraints
  - (i.e. wetlands, etc.)
- Existing easements
- Future development plans





#### Cost Profiles of Solar PV

| Application  | Cost | Production | Economic<br>Value |
|--------------|------|------------|-------------------|
| Ground Mount | \$   | High       | Very High         |
| Rooftop      | \$   | Average    | High              |
| Carport      | \$\$ | Average    | Average           |

- Ground Mount and Rooftop best economic value
- The bigger the portfolio/array the better the economics!



Indicative Cost by System Type and Size



System Size and Type Strongly Influence Installation Costs

### Other Financial Considerations of Solar

- Investment thresholds
  - Internal rate of return?
  - Net Present Value?
- Simple payback
- Available capital
- Debt capacity
- Payment options



### Ownership Models: Direct Ownership



#### **Benefits**

- Complete control of the system deployed
- No long term contracts
- No penalty for removal
- No constraints on future use of facilities
- No risk of PPA rate exceeding savings rate
- No risk of system ownership changes
- Control of system design = higher quality
- Can fund through EPC or CPACE programs
- Grant funding

#### Drawbacks

- Responsible for system maintenance (or contract)
- Bear the risk of ownership

## Ownership Models: Third Party



#### **Benefits**

- No upfront cost
- Only pay for kWh produced
- Power purchase agreement (PPA) investor has access to tax benefits
- PPA investor handles design, build, and system commissioning through a direct contract with the PPA investor
- PPA investor responsible for system maintenance
- Can typically buy out the contract after six years **Drawbacks** 
  - Risk of utility rates being lower than PPA rates
- 20 to 25 year contract term
- Restrictions on future use of facilities
- More expensive project overall



# **NW Colorado Regional Case Study**



#### Project Timeline



## Regional Partnership

| Stakeholder                   | Project Name                | Size (kW DC) | PV Application    | Year One Solar<br>Production (kWh) | Annual Usage<br>(kWh) | Solar Offset |
|-------------------------------|-----------------------------|--------------|-------------------|------------------------------------|-----------------------|--------------|
| City of Craig                 | Wastewater Treatment Plant  | 271.8        | Ground Mount      | 430,170                            | 1,173,884             | ~37%         |
|                               | Water Treatment Plant       | 209.1        | Ground Mount      | 325,170                            | 1,410,159             | ~23%         |
| City of Steamboat             | Transit Operations Center   | 41.8         | Ballasted Rooftop | 57,120                             | 155,879               | ~37%         |
|                               | Wastewater Treatment Plant  | 418.2        | Ground Mount      | 655,900                            | 2,572,918             | ~25%         |
| Moffat County                 | Safety Center               | 209.1        | Ground Mount      | 321,370                            | 680,884               | ~47%         |
| Moffat County School District | High School Campus          | 244          | Ground Mount      | 383,000                            | 992,948               | ~39%         |
| Town of Hayden                | Police Station              | 36.9         | Ballasted Rooftop | 46,170                             | 49,083                | ~94%         |
|                               | Redevelopment Building      | 175.3        | Ballasted Rooftop | 300,470                            | 375,391               | ~103%        |
|                               | Wastewater Treatment Plant  | 209.1        | Ground Mount      | 329,080                            | 598,841               | ~55%         |
| Town of Oak Creek             | Town Hall                   | 20.5         | Ballasted Rooftop | 23,520                             | 53,520                | ~44%         |
| Town of Yampa                 | Emergency Services Building | 8.2          | Ballasted Rooftop | 17,390                             | 13,600                | ~100%        |
| Yampa Valley Regional Airport | Airport                     | 250.9        | Ground Mount      | 383,450                            | 1,517,943             | ~25%         |

### Project Financials & Payback

| Total Project Investment:                           | \$5.2M    |  |  |
|---|-----------|--|--|
| DOLA Grant Funding Requested for<br>Implementation: | \$2.1M    |  |  |
| Total Financed Project Cost (through EPC):          | \$3.1M    |  |  |
| Annual Utility Savings:                             | \$310,000 |  |  |
| Payback with DOLA Grant:                            | 11 years  |  |  |
| DOLA Award for Feasibility Study/Audit              | \$267,000 |  |  |

### Benefits of a Regional Partnership Approach

- ✓ Bulk purchase pricing
- ✓ Idea sharing/lessons learned
- ✓ Economies of scale = reduced costs
- ✓ Enables diversity of project sizes & types, enhancing impact and community visibility
- $\checkmark$  Improved chances of grant funding
- ✓ Regional benefits
- ✓ Working together to achieve goals
- ✓ Enhances local economy







#### Key Takeaways



- Understand your project economic goals.
- Understand the technical viability of your site by onboarding a potential developer as soon as possible.
- Look at financial and technical viability of project side by side.
- The larger the array, the better economies of scale and lower cost.
- Reduce. Optimize. Produce. Efficiency first, then renewables!



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# Questions?