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| 1 | Q. | (Reference 2017 GRA Volume I, page 2.16) Please provide an update on the net | | |
|----|----|---|--|--|
| 2 | | metering program. For example, how many net metering installations are expected | | |
| 3 | | the costs and benefits of implementation, and how these costs and benefits have | | |
| 4 | | been incorporated in the cost of service study for the 2018 and 2019 Test Years. | | |
| 5 | | | | |
| 6 | | | | |
| 7 | A. | Hydro currently does not have any customers participating in the Net Metering | | |
| 8 | | Program. Please refer to CA-NLH-099, Attachment 1 for Hydro's response to CA- | | |
| 9 | | NLH-005(a) from Hydro's Application for Approval of the Implementation of the Net | | |
| 10 | | Metering Program, approved by the Board in Order No. P.U. 27(2017), which | | |
| 11 | | outlines Hydro's expectations on participation. | | |
| 12 | | | | |
| 13 | | The Net Metering Program was introduced as a way to provide customers with | | |
| 14 | | options to offset their own energy usage. The 2018 and 2019 Test Year Cost of | | |
| 15 | | Service Studies did not incorporate any changes as a result of the implementation | | |
| 16 | | of the Net Metering Program. | | |

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| 1 | Q. | (a) | What are Hydro's expectations as to how many customers will avail of the | | | |
|----|----|--|--|--|--|--|
| 2 | | | Net Metering Program? | | | |
| 3 | | | | | | |
| 4 | | (b) | What is the maximum number of Hydro's customers who could participate | | | |
| 5 | | | in the program, bearing in mind the 5 MW cap? | | | |
| 6 | | | | | | |
| 7 | | (c) | Hypothetically, if all of Hydro's customers decided to avail of the program, | | | |
| 8 | | | to a maximum of 100 kW, would that be feasible with a 5 MW cap? For how | | | |
| 9 | | | many customers would it be feasible in that circumstance? | | | |
| 10 | | | | | | |
| 11 | | | | | | |
| 12 | A. | (a) | Hydro is uncertain of the number of Hydro customers that will avail of the | | | |
| 13 | | Net Metering Program. Table 1 provides the uptake rates for Net Metering | | | | |
| 14 | | Programs in other jurisdictions. | | | | |

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Table 1 Uptake Rates for Net Metering Programs¹

| Jurisdiction | Net Metering Customers | Total Customers (Million) | Uptake (%) |
|--------------------------------|---------------------------|------------------------------|---------------|
| California | 139,000 | 11.8 | 1.18 |
| Vermont | 1,000 | 0.3 | 0.40 |
| New Jersey | 12,000 | 3.3 | 0.36 |
| Oregon | 4,200 | 1.4 | 0.31 |
| Washington | 1,250 | 1.0 | 0.12 |
| Florida | 4,000 | 9.7 | 0.04 |
| Ontario | 22,521 | 4.8 | 0.47 |
| Saskatchewan | 400 | 0.5 | 0.06 |
| Alberta | 400 | 1.2 | 0.03 |
| BC Hydro | 228 | 1.8 | 0.01 |
| Nova Scotia Power ² | 234 | 0.5 | 0.05 |

(b) Based upon the data contained in the Navigant Study, customer-owned generation installations in the range of 5 kW to 7.5 kW are typical³.

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Based upon these sizes of customer installations, the maximum number of customers in Newfoundland and Labrador that could avail of the proposed Net Metering Service Option under a 5 MW cap would be in the range of approximately 600 to 1,000. There is no specific allocation of the 5 MW capacity limit between Newfoundland Hydro and Newfoundland Power.

¹ Table 7 from page 25, section 7.2 of BC Hydro's Net Metering Evaluation Report No. 3, submitted to the British Columbia Utilities Commission on April 30, 2013.

https://www.bchydro.com/content/dam/BCHydro/customer-portal/documents/corporate/independent-power-producers-calls-for-power/net-metering/net-metering-evaluation-report-april2013.pdf.

² Number of participants sourced from Newfoundland Power's Net Metering Service Option Application, submitted to the PUB on December 19, 2016, Page 14, Footnote 35.

http://www.pub.nf.ca/applications/NP2017NetMetering/applications/From%20NP%20-

<u>%20Application%20to%20Approve%20a%20Net%20Metering%20Service%20Option%20for%20Customers%2</u> 0-%202016-12-19.PDF. Number of customers sourced from Nova Scotia Power's website

http://www.nspower.ca/en/home/about-us/who-we-are/default.aspx.

³ See pre-filed Evidence, Appendix C: Navigant Net Metering Standard Industry Practices Study, Pages 37 and 40, which indicates average site installation of approximately 5kW in British Colombia (1.138 MW / 225 = 4.99 kW) and approximately 7.3kW in Nova Scotia (1.152 MW / 157 = 7.34 kW).

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- 1 (c) Net metering systems are typically quite small and are normally in the 5 kW
- 2 to 7.5 KW range. Please refer to Hydro's response to item (b) above.