

Administratively Determined Incentive (ADI) Program's Community Solar Energy Program (CSEP)

CSEP Initial Registration Checklist

The Community Solar Energy Program (CSEP) provides incentives to eligible community solar facilities to enable the continued efficient and orderly development of solar electric generating sources throughout New Jersey.

As defined at **N.J.A.C. 14:8-11.7**, the New Jersey Board of Public Utilities (NJBPU) set an annual capacity allocation based on an energy year basis. For Energy Year 2024, the CSEP opened with a capacity block of 225 MW which was divided among the four Electric Distribution Companies (EDC) territories: Public Service Electric and Gas Company (PSE&G) and Jersey Central Power & Light Company (JCP&L) Atlantic City Electric Company (ACE) and Rockland Electric Company (RECO) service territories. The CSEP opened the registration online portal to new registrations on November 15, 2023. The 225 MW (dc) has been fully subscribed.

Per <u>Board Order</u> dated April 30, 2024, this Board Order acts to implement the legislative mandate by expanding the original 225 MW capacity under the Community Solar Energy Program to include an additional 275 MW (dc). This capacity will be allocated among the four EDCs; 33 MW for ACE, 79 MW for JCP&L, 158 MW for PSE&G, and 5 MW for RECO's service territories. Any capacity remaining as of June 1, 2024, will be set as the initial CSEP capacity block for the associated EDC for EY 2025. The CSEP online portal will be open to new CSEP registrations on May 15, 2024.

Solar facilities that have been conditionally awarded an incentive in the SuSI Program, including in the CSEP, or in the Transition Incentive Program, are not eligible to submit a new registration in the CSEP until its initial conditional registration expiration date has passed.

This checklist provides a list of the requirements for submitting an Initial Community Solar Registration Package in the CSEP. Pursuant to the Community Solar Energy Program rules at N.J.A.C. 14:8-9.2, a community solar facility refers to the physical equipment, including, but not limited to, panels, inverters, racking, and balance of systems nameplate capacity in DC rating not to exceed five MW.

For CSEP registration to be deemed complete and conditionally accepted in the CSEP, the following requirements must be satisfied. All applications must be submitted in the CSEP online portal.

A completed CSEP Registration Certification Form with all the appropriate signatures. All		
sections must be completed and should match the information submitted in the online portal.		
If using electronic signatures, upload the Certificate of Completion or signature Verification		
Sheet.		



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A <u>Site Plan certified by a licensed professional engineer</u> that includes all features that may affect performance and construction of the solar facility. The site map must clearly indicate the location of the generator(s), batteries (if any), lockable disconnect switch (unless otherwise approved by the electric utility, the disconnect switch shall be installed at the electric utility meter location) and point of connection with the utility system. Equipment information, system size, installation address and the solar installer's company name must be included on the site map.
<u>Guaranteed Bill Credit Discount</u> — Developers are required to state in their CSEP registration and in the online portal a guaranteed bill credit discount of no less than 20% which will apply for the duration of the customers' subscription. Projects owners can at any time, offer a greater discount to the discount identified in the initial CSEP registration. The guaranteed bill credit cannot be increased from the discount in the initial registration.
<u>Conditional Approval to Construct – written authorization from the EDC providing conditional approval to install.</u>
Milestone Reporting Form – This form is required to be submitted with the initial CSEP Registration packet and quarterly thereafter until the Final As-Built packet is submitted. Quarterly reports must be submitted to the CSEP Processing Team within two weeks of the quarter ending on March 31, June 30, September 30 and December 31. Quarterly reports can be submitted via email to njreinfo@njcleanenergy.com . If using electronic signatures, upload the Certificate of Completion or signature verification sheet.
A complete <u>Community Solar Permit Form</u> showing evidence of applications for all discretionary land use approvals and entitlements applicable to the solar project. This standard form can be found on the NJ Clean Energy website. Please <u>do not</u> include additional documentation with this form.
A complete <u>Community Solar Engagement and Subscriber Acquisition Plan</u> standard form. This standard form can be found on the NJ Clean Energy website. Include a copy of the letter of support from the municipal council and/or mayor of the municipality in which the solar facility will be located. Please <u>do not</u> include any additional documentation with this form.
For projects that previously participated in the Community Solar Pilot Program for Program Year 1 or Program Year 2, a copy of the NJBPU Board Order granting conditional certification for a community solar facility project to be constructed.



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For solar facilities on a contaminated site or landfill, a completed <u>NJ Department of</u> Environmental Protection Permit Readiness Checklist. This standard form can be found on the
NJ Clean Energy website.
For solar facilities on a contaminated site or landfill, a completed Contaminated Site and
<u>Landfill Eligibility Verification Form.</u> This Verification Form is required to be submitted with
NJDEP sign off for the solar facility to be issued a conditional acceptance letter in the CSEP. CSEP
registration packages that are submitted with Verification Form that is not yet signed by NJDEP
will receive a Pending Acceptance Letter and will be required to submit a signed Verification
form to be issued a conditional acceptance letter in CSEP. The 24-month commitment will be
based on the date NJDEP signed the Verification Form.

Contaminated Sites, Landfills, and Mining Sites

Solar facilities sited on contaminated sites, landfills, and mining sites are required to be designed to prevent onsite erosion and protect offsite areas from erosion and flooding. Specifically, projects would be subject to the New Jersey Soil Erosion and Sediment Control Act (N.J.S.A. 4:24-39 et seq.), its implementing rules at N.J.A.C. 2:90, and NJDEP's Stormwater Management Rules under N.J.A.C. 7:8.

Once a complete CSEP Registration is reviewed and deemed complete, a CSEP acceptance letter will be issued to all parties listed on the CSEP Registration Certification Form. The letter of conditional acceptance will certify that once the system is installed and all CSEP requirements have been satisfied, the system may be eligible to generate SREC-IIs in accordance with the State's Renewable Portfolio Standard rules. Once the installation is complete, a Post Construction Certification (Final As-Built) packet is required to be submitted with permission to operate issued by EDC on or before the project's expiration date noted in the CSEP acceptance letter. The Post Construction Certification Checklist can be found at njcleanenergy.com. All CSEP installations will be required to be inspected by the CSEP Inspector.

Community solar facilities are prohibited in the CSEP from "Commencing Construction," (defined as obtaining permission to operate or PTO), prior to receipt of acceptance into the CSEP program. Solar facilities that obtain PTO prior to the issuance of the CSEP acceptance letter will be required to petition the Board for eligibility in the CSEP Program.

Community solar facilities are permitted to be installed on the following site types:

- 1) Rooftops
- 2) Floating solar on bodies of water that have little to no established floral and faunal resources, such as water treatment reservoirs and dredge pools



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- 3) Carports and Canopies
- 4) Contaminated Sites (N.J.S.A. 58:10B-1) and Landfills (N.J.A.C 14:8-1.2)
- 5) Mining Sites

Interconnection and Authorization to Energize Requirements

Issuance of a conditional acceptance letter does not constitute a determination of eligibility to interconnect the project to the distribution system in New Jersey. Solar project owners or their developers must follow the interconnection process required by New Jersey law at **N.J.A.C. 14:8-1** through **14:8-5.9** and facilitated by their Electric Distribution Company (EDC).

Increases and Decreases to System Size

If, after submittal of an initial CSEP Registration packet, an increase of up to 20 percent or 25 kW (dc), whichever is smaller, in the solar electric generating facility's generating capacity is planned, the registrant is required to notify NJBPU at oce@bpu.nj.gov and the CSEP Processing Team at NJREINFO@NJCleanEnergy.com. A CSEP solar facility cannot increase the system's capacity that would expand the project beyond 5 MW (dc).

For CSEP solar facilities that were previously approved to participate in the Community Solar Pilot Program, the system size can increase up to 20 percent or 25 kW (dc) from the capacity conditionally certified in the associated Board Order. The solar facility <u>cannot increase the system's capacity that would expand the project beyond 5 MW (dc).</u> The CSEP does permit decreases to the original system size that was submitted with the initial CSEP registration.

Extensions

The CSEP allows for one 6-month extension. Extension requests must be submitted in the CSEP online portal on or before the expiration date noted in the acceptance letter. Requests will be reviewed and considered on a case-by-case basis. Timely and consistent submissions of the Milestone Reporting Form will be considered when making a determination on any extension requests. CSEP does not allow for a second extension. To request a second extension, a petition must be submitted to the NJBPU. You can find more information on the CSEP Extension Policy at njcleanenergy.com.

EDC Capacity Blocks

The CSEP will accept new registration packages for a given market segment until the capacity block for that market segment is fully subscribed. When the capacity block for a given market segment is reached, the CSEP registration portal will stop accepting new registrations for that market segment. New registrations will be accepted in the CSEP registration portal when the next capacity block opens. Capacity blocks will be set annually by the Board.

A capacity block is defined as being fully subscribed when the last registration received in the CSEP registration portal causes the total capacity of all registrations in that block to exceed the capacity allocated for the block. Registrations will be reviewed on a first-come, first-served basis and the capacity



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for each registration under the status of <u>Accepted or Pending Acceptance</u> will be counted toward the block of the relevant market segment. For additional information on capacity blocks market segments and SREC-II values, please go to the CSEP on the <u>NJ Clean Energy</u> website or the CSEP online portal homepage.

Energy Year 2025 ADI Capacity Block (Effective June 1, 2024-May 31, 2025)

EDC Territory	MW (dc) Capacity Blocks EY 2024
Jersey Central Power &	144 MW
Light (JCP&L)	
Public Service Electric and Gas (PSE&G)	287 MW
Atlantic City Electric (ACE)	60 MW
Rockland Orange	9 MW

Table includes cumulative capacity from remaining capacity from EY2024 and capacity for EY2025

Changing SREC-II Ownership

Registrants that have a change to the System or SREC-II ownership must provide a copy of the newly executed contract reflecting the new owner together with a revised CSEP Registration Certification form. If the change in ownership occurs after the SREC-II Certification Number has been issued, please contact GATS for guidance on how to make this change.

Co-Locating Systems

Co-location is not permitted in the CSEP, unless the Board grants a waiver to a petition **N.J.A.C. 14:8-11.4(f).** Community solar facilities located on rooftops on separate buildings and different properties regardless of ownership are not considered co-located. Furthermore, a community solar facility and a net metered facility are not deemed co-located if they serve separate customers. If the review of the Post Construction Certification (Final As-Built) packet or project inspection reveal that the registrant failed to disclose co-located solar facilities, the Board may take enforcement action, including but not limited to adjusting the incentive downward by multiplying the aggregated project size by the lowest incentive level among the projects' qualifying market segments.



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For solar facilities that were previously conditionally approved in the Pilot Program and are reapplying in the CSEP, the prohibition on co-location is waived.

Upon satisfactory completion of all program requirements, the project will be issued a NJ SREC-II Certification Number and instructions on how to register the solar PV generating system at PJM GATS.

Successor Solar Incentive (SuSI) Program
Administratively Determined Incentive (ADI) Program
Community Solar Energy Program (CSEP)
New Jersey's Clean Energy Program
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