

HAWAIIAN HOME LANDS

HAWAIIAN HOMES COMMISSION , DEPARTMENT OF HAWAIIAN HOME LANDS

Beneficiary Consultation Reports on two (2) Proposed **Community Based Renewable Energy Solar Project in Kalaoa and Kawaihae G-5: Kalaoa G-6: Kawaihae**

Beneficiary Consultation Meetings

Kawaihae:

- 187 Kawaihae Lessees
- BC Mtg Dec. 8, 2020—11 lessees, 2 HECO
- BC Mtg July 26, 2021

Kalaoa:

- 975 Lessees and Applicants
- 2 regional plan priority projects
- BC mtg July 13, 2021—introduced selected developer
- 4 lessees

AGENDA and PURPOSE FOR MEETING

Part I: Provide Information

- 1. Why is DHHL Involved in Renewable Energy?
- 2. How does DHHL get Involved in Renewable Energy?
- 3. Overview of the process and approvals; opportunities for beneficiary input
- 4. HECO's "Community Based Renewable Energy" program: what it is, how it works, how can the community benefit?

Part II: Presentation by Nexamp

Part III: Discussion

Closing: Next Steps

Why is DHHL Involved in Renewable Energy? Why in Kawaihae and Kalaoa? Why now? How does it work?

Why is DHHL Involved in Renewable Energy?

- 2009 DHHL's Energy Policy: to enable native Hawaiians to lead efforts to achieve energy self-sufficiency and sustainability.
- 2015 State law: requires electric utilities to produce 100% of their electricity from renewable energy sources by the year 2045. This created the need and demand for renewable energy.
- We have needs--Renewable Energy development on HHLs can generate revenue to develop new homesteads and deliver community benefits to the homestead community
- DHHL Trust lands that have excellent renewable energy resources (Solar, Wind, Hydroelectric resources)

Hawaiian Home Lands Trust

250

Kawaihae: --10,150 acres --Leeward Kohala Mountains --Sea Level to 4,600 ft.

SOLAR RADIATION

Estimated solar calories per sq. cm. per day

Mamalehoe Hwy

Kawalhae Rd

Akont Pule Hwy

Kawainae Manukona Ro

Monale Moustern Re

Legend 250-300 300-350 350-400 400-450 450-500 550-650 550-600 OHHL LANDS

ISLAND PLAN LAND USE DESIGNATIONS



Project Site

Kaen®

Akoni Pule Hwy



DHHL Kalaoa Lands



DHHL Kalaoa Industrial Lands

Keāhole Airport

NELHA

Kaʻiminani Dr.

PROJECT AREA 100 acres

Google,Earth

@2021 Google

2000 ft

A

2009 and 2020 Regional Plan Priority Projects **Renewable Energy Initiative**



Renewable Energy Initiative

Location

Kalaoa, North Kona TMK (3) 7-3-010:007

The Kaniohale Community Association at the Villages of La'i 'Opua has adopted a resolution supporting ODC's Renewable Energy Initiative at O'oma Homestead Ahupua'a project. ODC is in the preliminary stages of executing a preliminary license on the Kalaoa parcel from DHHL

PRIORITY PROJECT

Potential Partners

DHHL, O'oma Development Corporation, Forest City, Spire Incorporated, La'i 'Opua Community Development Corporation, EM Rivera & Sons, FHG Architects, Consol, Sentech, WSB Hawai'i, NREL

- 1. Complete Business Plan 2. Secure Land Lease from DHHL for 100 acres 3. Engage in discussion with HELCO & HECO
- 4. Obtain Entitlements (Environmental/Zoning/Subdivision)
- 5. Complete the Planning and Design Process
- 6. Begin Construction December 2010
- 7. Energize 2nd Quarter 2012 8. Produce 15-18 MW of PV generated electrical power by 2017

- To increase energy selfsufficiency within the region.
- To provide benefits to the community.
 - a. Benefits from the project that goes to the community
 - b. Training and professional development to provide job opportunities for beneficiaries.

How Does DHHL Get Involved in Renewable Energy Development?



- Needs to be 100% renewable by 2045
- They buy energy from RE producers
- Process starts with a Request for Proposals
- Competitive Process
- Power Purchase Agreement (PPA)

- Have the technology
- Needs land with the renewable energy resource [DHHL]
- Needs the utility to buy the power they produce [HECO]

- Land/Renewable energy resource:
 - General Lease revenue
- Beneficiaries:
 - Minimize adverse impacts
 - Maximize community benefits
 - Regional Plan Projects
 - Workforce Training
 - Lower electricity bills



HECO'S Community Based Renewable Energy Initiative



nexamp

Part II: Presentation by Nexamp Solar, LLC Kawaihae Community Solar Introduction



Speaker: Julie Beauchemin, Nexamp Director of Business Development, Hawai'i

Agenda



Company Introduction



Hawaiʻi Renewable Energy Progress

03 CBRE 2 Program Summary



- Proposed Solar Layout
- 05

Community Benefits

06 Nexamp's Community Solar Subscription



Outreach Capabilities



About Nexamp

- Founded in 2007 (14 years experience in solar) by two high school friends
- Actively managing or developing solar projects in 18 territories (12 are Community Solar markets)
- Over 200 projects built totaling 370+ Megawatts
- Long-term owner and operator
 - Landowner has 1 contact throughout project life
- Strong financial partner, Diamond Generating Corporation, a Mitsubishi subsidiary







Current Status of Hawaiʻi Renewable Energy

- 1 in 3 homes in Hawai'i have rooftop solar
- State goal of 100% renewable energy utilization by 2045
- Hawaiian Electric achieved **34.5**% renewables across its territory by end of 2020
 - Waste-to-energy, biomass, geothermal, hydro, wind, biofuels and solar, utility-scale and customer-sited rooftop systems.

Community -Based Renewable Energy (CBRE) Phase 2

- HECO program overseen by the Public Utilities Commission
- HECO SelfBuild team and developers bid in projects, HECO selects projects
- Phase 2 objectives:
 - > To address significant renewable demand among customers without rooftop solar
 - > To help compensate for previous renewable energy programs falling short of goals
 - > To give low-to-moderate income customers access to renewable energy
 - > To speed up market development and customer access to CBRE benefits
 - > To address near-term capacity needs because of fossil fuel station retirements

Community -Based Renewable Energy (CBRE) Phase 2

Kawaihae and Kalaoa Projects would be a Low-to-Moderate Income (LMI) Project

Based on Low (80% AMI) Income Limits by U.S. Dept of House & Urban Dev (HUD)*



- > Per program rule, at least 60% of energy generated must go to LMI homes
- > Kawaihae 3.9-Megawatt system can host ~500 homes (~130 homes per Megawatt)
- Kalaoa 8.4-Megawatt system can host ~1,100 homes (~130 homes per Megawatt)
 - If not enough beneficiary homes sign up, rest of power can go to a nonprofit or other association that serves homesteads



- Mauka of Akoni Pule Hwy
- 3.9 Megawatts + battery storage
- 14.9 acres fenced
- Tracker system & bi-facial panels

Proposed Layout: Kawaihae





Proposed Layout: Kalaoa



- Behind existing substation
- 8.4 Megawatts + battery storage
- 27.6 acres fenced
- Tracker system & bi-facial panels







Battery

Monitoring System & Inverter

SUNNY CENTRAL



Compatible ground-mounted solar dual uses:

- Sheep farm
- Pollinator habitat
- Certified wildlife habitat
- Hand-picked crops not needing direct light
 - Other uses?

Community Benefits

\checkmark Discounted electricity to beneficiaries for 20+ years

- Savings depends on final CBRE 2 rules; likely 10-15% monthly discount
- Priority to DHHL beneficiaries
- ✓ Upgraded electrical infrastructure in community
- ✓ Local workforce opportunities
 - Workforce training program for trade jobs in Construction and Maintenance
- ✓ **Donations** to nonprofit organizations that serve the homesteads
- ✓ Local food production or other agriculture suggested by beneficiaries
- ✓ Low -impact use that conserves land for future agriculture/other uses

community solar with

subscribe to a local Nexamp solar farm add clean, solar energy to your utility grid

receive credits from your utility and save on your annual electricity cost



The Nexamp Community Solar contract has:

- ✓ Guaranteed discount
- ✓ No upfront costs
- \checkmark No cancellation fees
- ✓ No long -term commitment; can cancel with 90 days' notice
- ✓ No credit check or FICO score requirement

Utility Portal: communityenergyhawaii.com



Local Outreach

Nexamp is committed to the following outreach activities to ensure project success:

- Information sessions with Nexamp representatives in a public space
 - For project updates and community solar information
- **Direct mail** to beneficiaries, paid for by Nexamp
- **Printed ads** in local publications, paid for by Nexamp
- Promoted posts on Facebook, paid for by Nexamp
- Flyers with program information, provided by Nexamp



Outreach Materials



Onboarding Kit

- New subscribers receive the kit shortly before credits appear on their utility bills
- Contains a community solar handbook, reusable bag and window decal
- The handbook will be a resource for questions about credits and billing



Most Recent CBRE Phase 2 Schedule

Milestone	Schedule Dates
(1) Draft RFP filed	July 9, 2020
(2) Technical Conference	July 29, 2020
(3) Parties and Participants file Comments by	August 12, 2020
(4) Proposed Final RFP filed	September 8, 2020
(5) Updated RFP Draft filed per Order 37592	March 30, 2021
(6) Parties and Participants file Comments by	April 14, 2021
(7) Proposed Updated RFP filed	May 14, 2021 ¹⁰
(8) Final RFP issued	June 14, 2021 ¹¹
(9) IPP and Affiliate Proposal due date	August 13, 2021 at 2:00 pm HST
(10) Priority List selected	October 12, 2021
(11) BAFOs due	October 19, 2021
(12) Final Award Group selected	February 1, 2022
(13) Contract Negotiations Start	February 8, 2022

RFP = Request For Proposals

IPP = Independent Power Producer

BAFO = Best And Final Offer

NEXT STEPS

2nd Week in October

- Two Public Hearings
- HHC Decision-Making on a Right-of-Entry to conduct due diligence studies and conversion to a General Lease if all requirements met.
- Due Diligence work on-site
- HECO has to release the RFP for CBRE
- Nexamp will respond to RFP—Secure Selection

More Information, More Questions?

MORE INFORMATION: on our website at: https://dhhl.hawaii.gov/po/Hawaii-island/

--Powerpoint, meeting notes, recording of the meeting

MAHALO!

BENEFICIARY DISCUSSION

- Questions on the Presentation?
 - Questions on the Process?
 - Questions about the Site?
 - Questions about HECO's CBRE Program
- Input on how the Project could benefit your homestead community?
 - What kind of projects would benefit the homestead community.
 - What Regional Plan Priority Projects would you like to see supported by
 - IF there was only one RP PP that could be supported by this RE devmt, what do you think it should it be?