# Setting the Stage: Solar Policy in Illinois

Samira Hanessian - Energy Policy Director Dany Robles - Legislative Relations Director

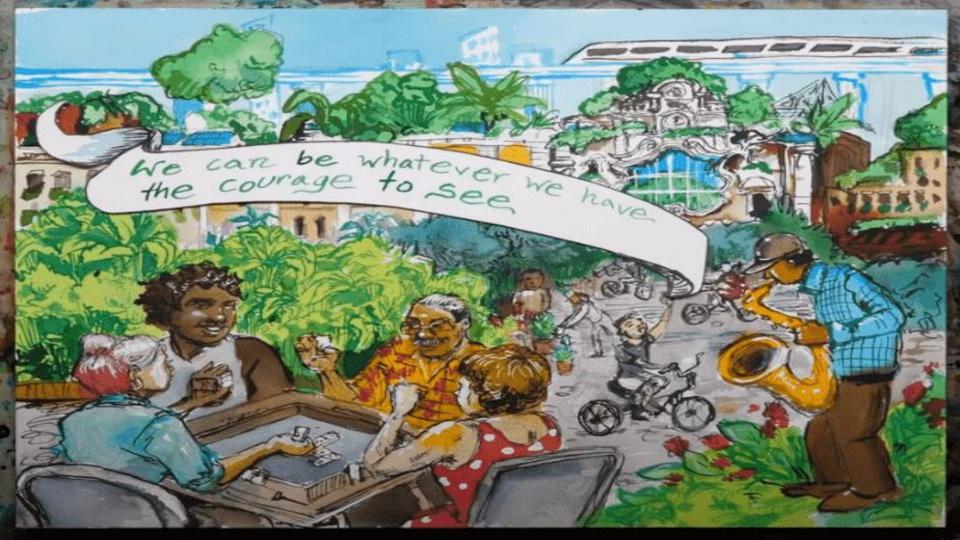
Rockford Solar Expo & Conference July 18, 2024



### About IEC

Since 1975, the Illinois Environmental Council (IEC) has worked to safeguard Illinois—its people, its plants and animals, and the natural systems on which all life depends by building power for people and the environment.

Representing over 100 environmental organizations operating in Illinois, IEC carries out its mission to advance public policies that create healthy environments across Illinois through education, advocacy and movement building.



### **Climate and Equitable Jobs Act**

The Climate and Equitable Jobs Act (CEJA) passed 3 years ago. The Illinois Clean Jobs Coalition, state agencies, renewable energy companies, and individuals across the state have worked hard to implement the law and help bring the vision of CEJA to reality.



# **Key Decision-Makers**



Representative Maurice West

Representative Dave Vella

Senator Steve Stadelman

CEJA was drafted from many public conversations

Listen. Lead. Share. Community Listening Sessions



**Rockford Listening Session September 2018** 



- Clean Energy Jobs Act
  - IL Clean Jobs Coalition (US!)
- Climate Union Jobs Act
  - Climate Jobs IL (Labor Coalition)

### • Path to 100

- Path to 100 Coalition (parts of the Solar Industry)
- Consumers and Climate First Act
  - Governor Pritzker
- Downstate Clean Energy Affordability Act
  - Ameren
- Coal to Solar
  - Vistra Energy

### CS\*T

Ξ

'There is no time to lose,' Pritzker says as he signs energy legislation lawmakers say 'gives our state a very clear future'

After months of negotiations on the bill, the Illinois Senate on Monday sent the legislation to Pritzker's desk on a 37-17 vote — with three senators voting present — after the Illinois House voted last week to pass the measure.

By Rachel Hinton on September 15, 2021 5:58 pm



# What is in CEJA?







Carbon-Free Power







Electric Transportation



Inclusive Financing



Just Transition for Fossil Fuel Communities



Energy Efficiency



Utility Accountability, Grid Planning, and Low-income Relief

# **CEJA by the numbers**

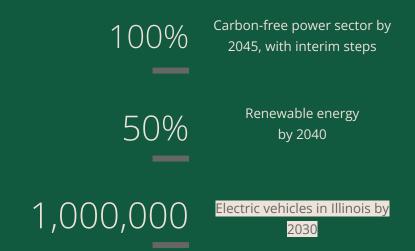
\$82M/YR development and contractor equity programs

\$41 M/yr

Investment per year in former fossil fuel communities and workers

\$380M/yr

Investment in new renewable energy



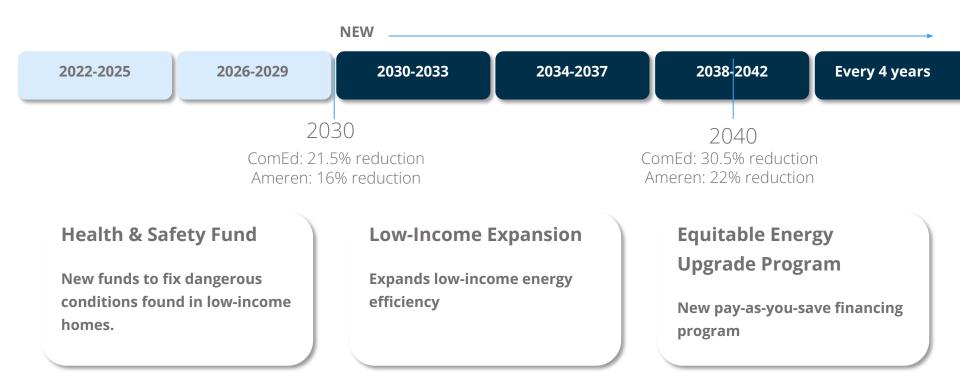
# EQUITY AT THE CENTER 40%

Of the benefits and investments in solar power, electric vehicles, and the grid must go to equity investment eligible communities and persons

# **Energy Efficiency**



### Expands Energy Efficiency



# Defining Equity

### **Equity Eligible Communities**

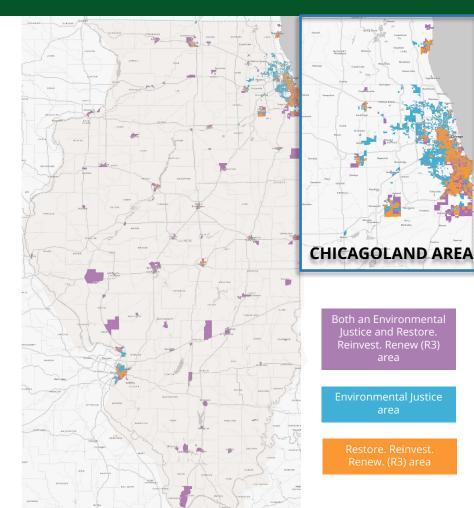
The Climate and Equitable Jobs Act supports "Equity Eligible" Persons and Communities residents of **Environmental Justice** or **R3 areas.** 

#### **Environmental Justice Communities**

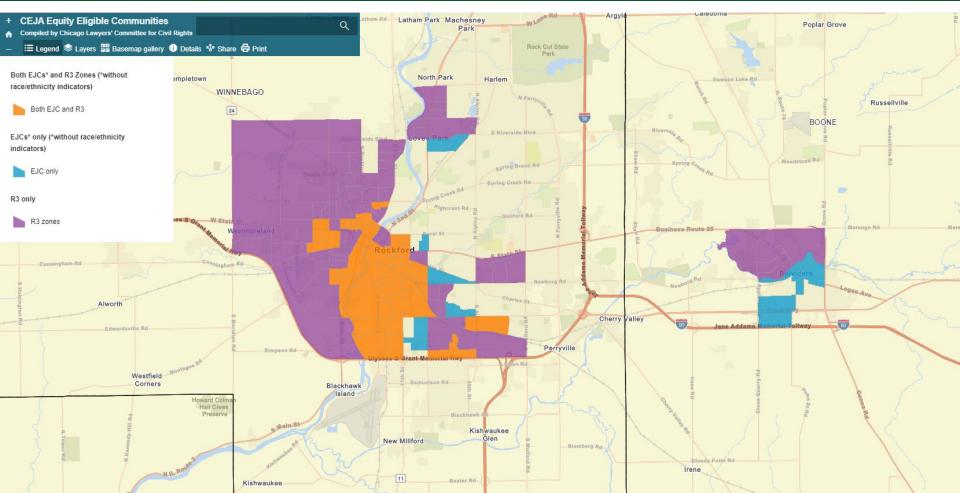
*Communities that have a higher risk of exposure to pollution based on environmental and socioeconomic factors.* 

#### Restore. Reinvest. Renew. (R3) Areas

Communities that have been harmed by violence, excessive incarceration, and economic disinvestment, as originally defined under Illinois' cannabis law.



### Defining Equity: CEJA Equity Eligible Communities



# **Workforce Training Programs**

#### Clean Jobs Workforce Hub Network



**If you want to get trained for clean energy careers:** 14\* (16) workforce hubs across the state (with the addition of Kankakee & Chicago being split into 4 hubs as of 2024) (Managed by DCEO, up to \$21 million/yr).

#### **Barrier Reduction Program**

Provides resources for publicity, placement and retention to break down barriers to participation in training programs (Managed by DCEO, up to \$21M/yr, merged into Hub grants).

#### **Navigators Program**

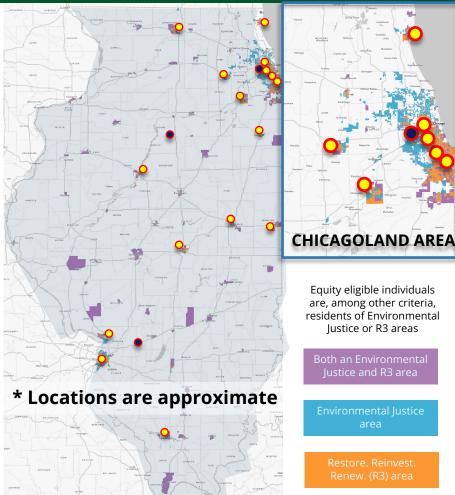
Provide education, outreach, and recruitment for participation in workforce development programs (Managed by DCEO, up to \$6M/yr).

#### **Returning Residents Clean Jobs Training Program**

Trains soon-to-be-released people who are incarcerated for jobs in the solar and efficiency sectors (Managed by IDOC, up to \$6 million/yr).

#### Illinois Climate Works Pre Apprenticeship Program

**If you want to enter union training programs:** Provides training to equity eligible individuals for careers in clean energy sector construction and building trades (Managed by DCEO, up to \$10 million/yr).



# Rockford Clean Energy Programs

As noted on Department of Commerce and Economic Opportunity Website 7.17.24 Clean Jobs Workforce Network Hub

### **The Workforce Connection**

https://www.theworkforceconnection.org/

303 N Main St Rockford, IL

### **Energy Transition Navigator Program**

### Goodwill Industries of Northern IL https://goodwillni.org/

850 N. Church St. Rockford, IL

### **CEJA Ecosystem**



### CONTRACTOR DEVELOPMENT

#### **Clean Energy Contractor Incubators**

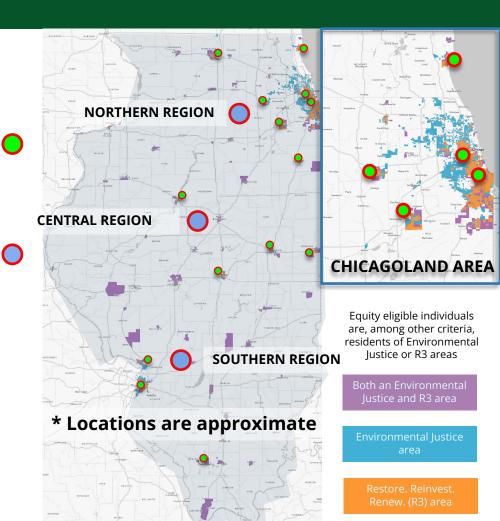
**If you want to subcontract on clean energy projects:** 14 contractor incubators across the state to provide training, mentorship, and recruitment opportunities for small clean energy businesses and contractors (Managed by DCEO, up to \$21M /yr).

#### **Primes Accelerator Program**

If you want to be a prime contractor on clean energy projects: A program for contractors seeking to expand their capacity and fill the role of prime contractor on clean energy projects. The Accelerator offers a structured five-year program with mentorship, operation support grants, business coaching, and assistance applying for certifications, procurement programs, and preparing bids. Cohorts are accepted every 18 months. The program will be operated in three regions: Northern Illinois, Central Illinois, and Southern Illinois (Managed by DCEO, up to \$9M/yr).

#### **Prevailing Wage Support**

To address administrative barriers for small clean energy businesses, the Department of Labor will assist contractors with prevailing wage payroll administrative burdens.



## **Transformative Renewable Energy Policies**

### 2016

Future Energy Jobs Act (FEJA) created a lot of the incentives we see for solar today

- 2 programs to access solar generation in IL:
  - IL Shines **.**
  - IL Solar for All н.
- Two ways to access solar generation in IL:
  - Rooftop Solar
  - **Community Solar**

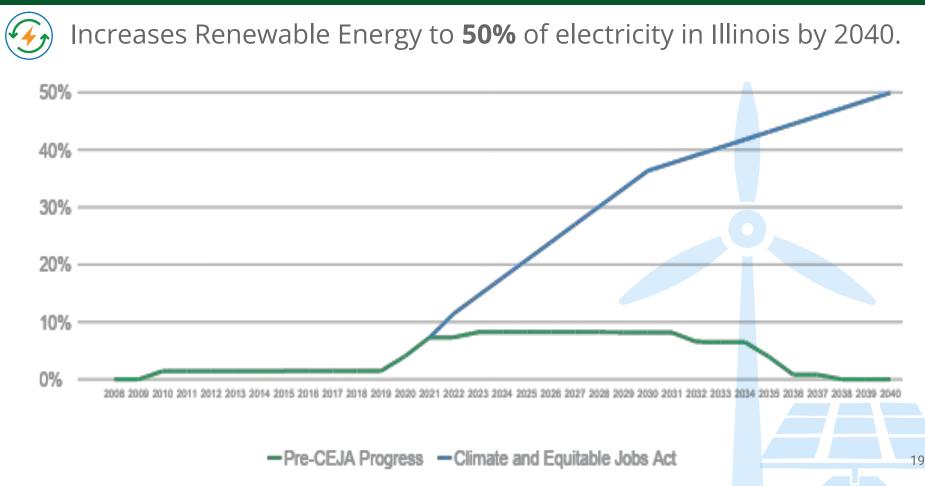
**Climate & Equitable Jobs Act (CEJA)** strengthens and continues those incentives

2021

- Creates 3 new IL Shines categories: solar on schools 0

  - community-driven community н. solar
  - RE projects led by equity eligible contractors
- 100% carbon-free power sector by 2045
- Increased the statewide goal to achieve 50% renewable generation 0 by 2040
- IL Solar for All increased budget to 0 \$50M per year

## **Renewable Energy**



# 2023 RE Legislative Wins

#### Siting Reform HB 4412 – PASSED! (Sen. Cunningham / Rep. Gabel)

- Prevents counties from enacting preemptive local ordinances that outright ban local wind and solar projects, hindering the state's new climate goals outlined in CEJA.
- This bill passed during the lame duck session in 2023.

#### Protect Home Energy Development HB 2174 - PASSED! (Rep. Didech / Sen. Cunningham)

• Restricts HOAs and shared townhomes from enacting unfair policies restricting renewable energy development on private property, making it easier for property owners to set up solar.

#### Park District Solar Expansion HB 2192 – PASSED! (Rep. Didech / Sen. Ellman)

• Allows park districts to enter into leases for renewable energy development.

# 2024 RE Legislative Wins

#### Solar Facility Setbacks HB 4135 — STOPPED! (Rep. DeLuca)

• Undermined our state's law preventing excessive county regulation of solar developments. The proposed setback increase would halt most solar projects across the state.

#### Solar Bill of Rights HB5315 — To be continued... (Rep. Didech)

• Prohibits burdensome policies for electric utility customers who want to generate their own energy. While this legislation was ultimately held in the House, we will continue to work on this bill throughout the summer.

#### Right of First Refusal HB 5234 — STOPPED! (Rep. Walsh)

• Granted Ameren and ComEd the right of first refusal (ROFR) for interstate transmission, making it more costly and difficult to bring new renewable energy to and through Illinois.

### **Community Solar Opportunities**

- Illinois Solar For All (IPA)
  - a. Low Income Community Solar
- Illinois Shines (IPA)
  - a. Distributed Generation Solar (on-site)
    - IL Power Agency (IPA) has an Approved Vendor (AV) list + Equity Eligible Contractors (EECs)
  - b. Community Solar (traditional & community-driven)
    - Administered by Elevate
- The Community Solar Energy Sovereignty Grant Program (DCEO)
  - a. Supports pre-development and development of community solar projects that promote community ownership and energy sovereignty

### **Peak Demand Control**

### • Hourly Pricing

- Energy rate changes every hour
- You can manage your costs by running appliances like the dishwasher when the price of electricity is lower, such as nights and weekends.

### • Peak Time Rewards

- The utility will alert you in advance of a "high usage period"
- Reduce your usage during those hours and earn a credit for every kWh you save
- https://www.comed.com/ways-to-save/for-your-home

## **Rooftop Solar And Incentives**

#### Federal Investment Tax Credit

- Set at 30% for the next ten years (includes projects installed in 2022) IRA
- Based on project costs– includes labor costs, system installation, interconnection wiring, energy storage system, etc.

#### State Solar Renewable Energy Credits (SRECs)

- Through IL Shines Goal for IL to reach 50% renewable energy by 2040
- Based on how much electricity your system will produce over 15 years covers ~ 40%
- Helps IL meet its renewable energy goals!

#### **Utility Net Metering**

- Receive credit on your electric bills for energy sent to the grid
- Credits roll over from month to month, annual true-up in April
- Rate structure to change slightly for new customers next year

### Solar & The Inflation Reduction Act (IRA)

- Investment Tax Credit (ITC)
  - a. Can reduce upfront investment costs for a project like a Solar PV System
- Low-Income Communities Bonus Credit program
  - a. Provides a bonus for solar and wind energy projects located in low-income communities or serving low-income households
  - b. Treasury and DOE are accepting applications
- New Energy Efficient Homes Credit (45L)
- Energy Efficient Commercial Buildings Deduction
- US EPA Solar For All under the Greenhouse Gas Reduction Fund (GGRF)

# **\$156 MILLION**

Awarded to the IFA from the US EPA's Solar For All program that will bring the benefits of solar energy to low-income and disadvantaged communities across the state.

### **Rockford Insights**

- Awarded **\$194,270** from the Energy Efficiency Conservation Block Grant (EECBG) (IIJA/BIL)
- To host **1 of 13 DCEO CEJA Contractor Incubator Hubs** to deliver Clean Energy Incubator Program (CEJA)
- Whitman Street Interchange Reconfiguration Project awarded over **\$7M** from the US DOT Neighborhood Access and Equity (NAE) Grant Program (IRA) Goals:
  - a. Remove the urban interchange constructed in the early 1960's, and
  - b. Re-establish the grid roadway system.

### **Thank You!**

# Connect with us <a href="https://ilenviro.org/">https://ilenviro.org/</a>

General inquiries info@ilenviro.org

Dany Robles Legislative Relations Director <u>dany@ilenviro.org</u>

> Samira Hanessian Energy Policy Director <u>samira@ilenviro.org</u>



