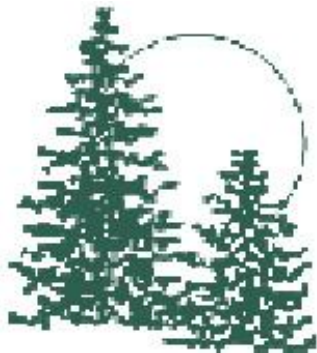


Clean Energy States Alliance
State-Federal RPS Collaborative
RPS Summit 2016

What Happens After RPS?

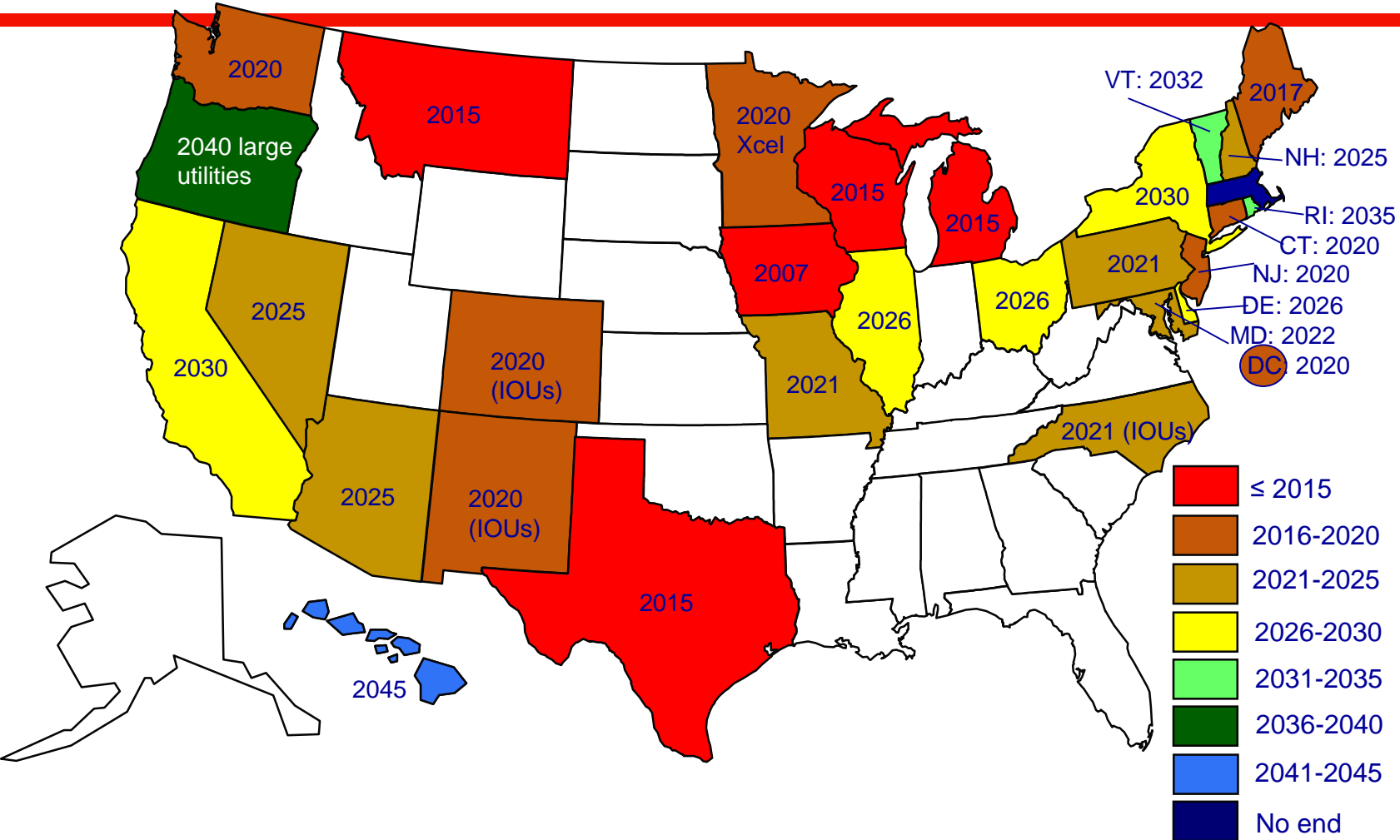


ED HOLT
& Associates, Inc.

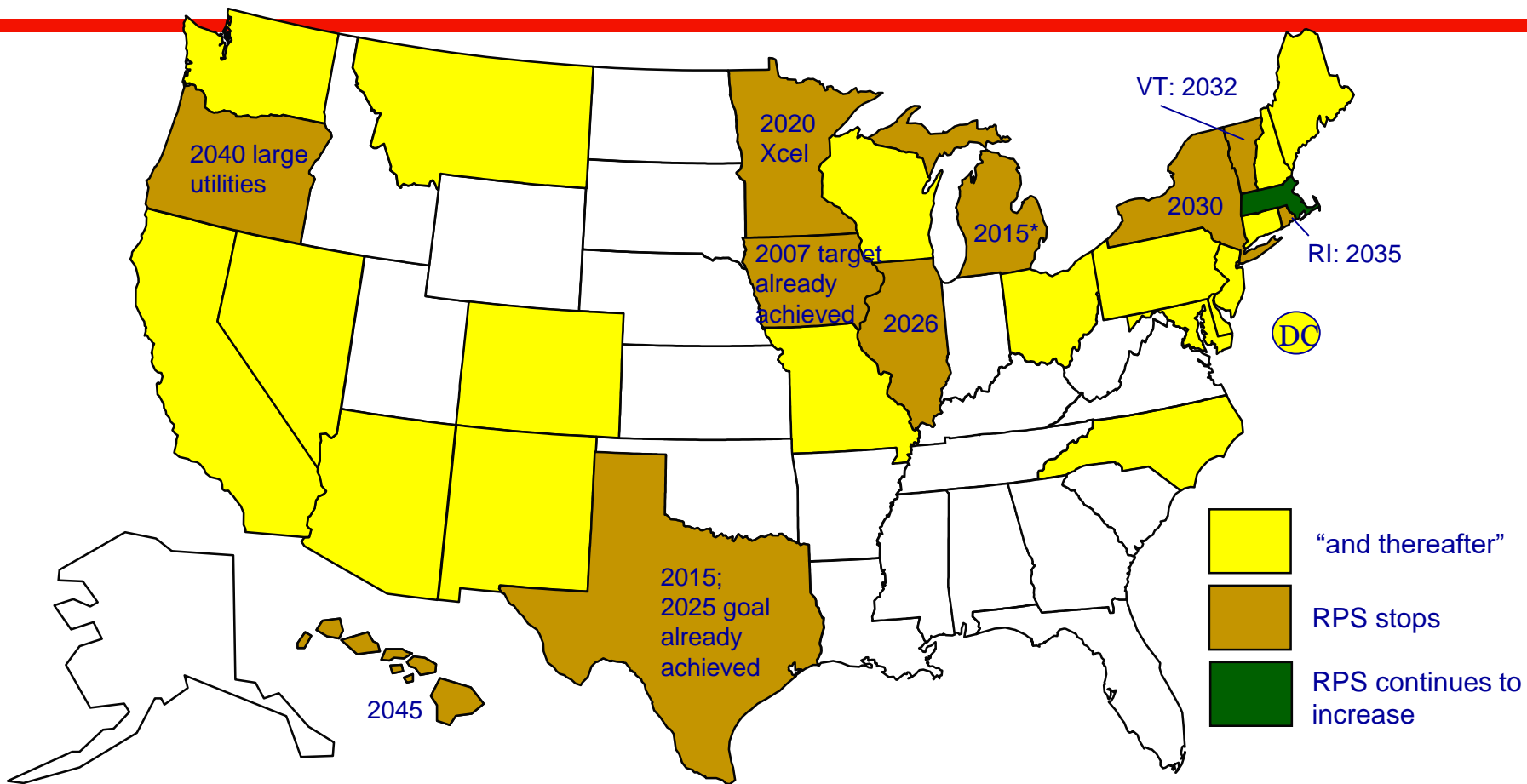
Energy Smart Consulting

28 Headland Road
Harpwell, ME 04079
Tel. 207.798.4588
edholt@igc.org

When Do RPSs Max Out?



What Happens When RPS Reaches Zenith?

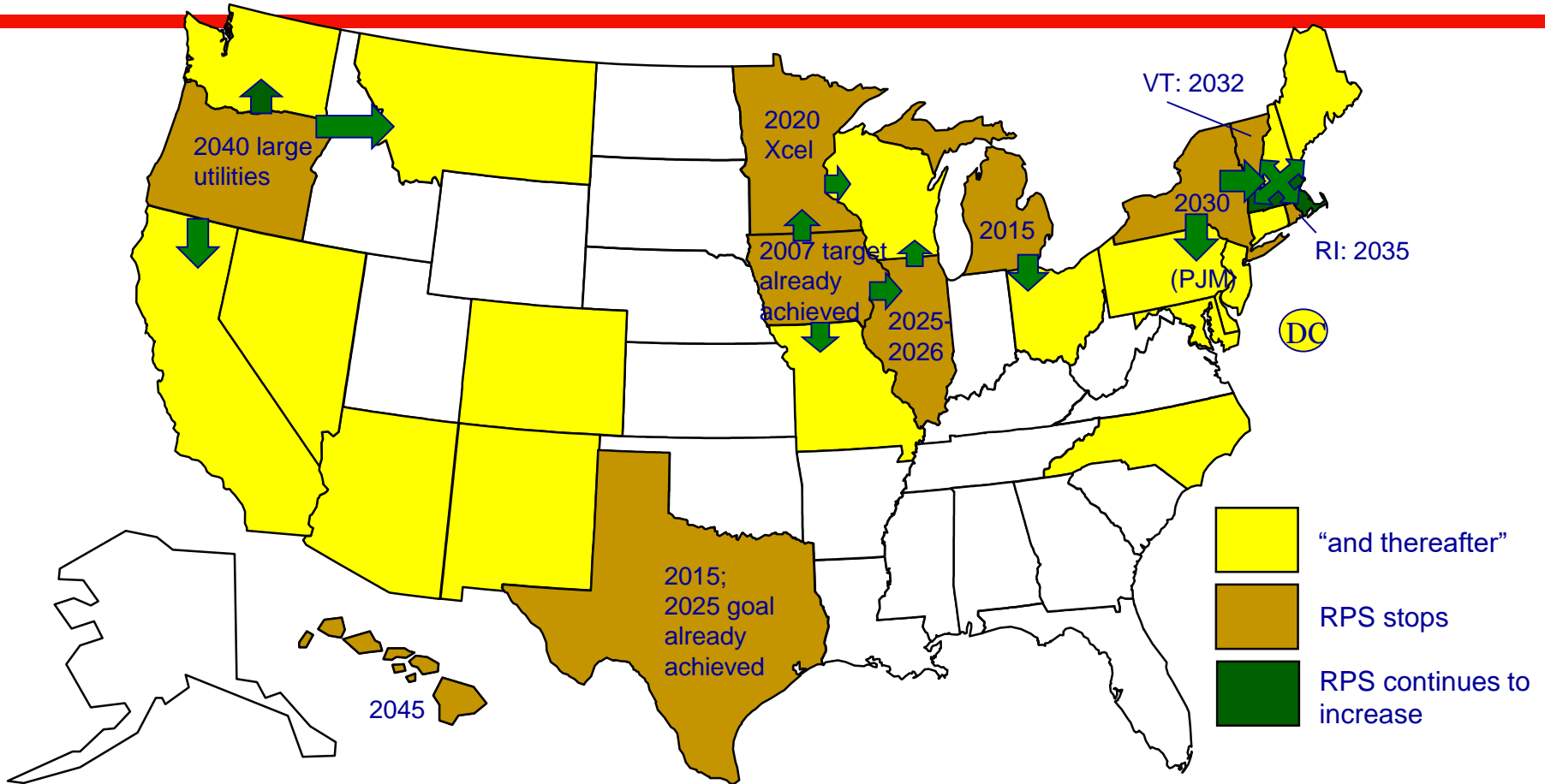


*MI compliance obligation continues to 2029

Effect on Neighboring States

- If neighboring states are providing RE supply, will they continue to do so?
- A state whose RPS ends abruptly has a greater effect on neighboring RPS state
- States that just plateau can still affect others
 - CT NH and ME can supply growing MA
- What happens to RECs that are freed up?
- Impact on REC prices

Potential Markets for RECs



Implications

- Where's the stimulus for new build in state?
 - ▶ No RPS growth
 - ▶ PTC phased out
 - ▶ Will CPP exist a year from now?
- Results:
 - ▶ Sag in economic development, jobs
 - ▶ Loss of momentum on climate change mitigation
 - ▶ Or will RE costs continue to fall and naturally grow clean energy?

Questions for Discussion

- Some target years are 10, 15, even 20 years out. Are states thinking that far into the future?
- A few states (IA, MI, TX) have reached their terminal date, or reached their targets early. Are these states considering further policy actions?
- Are other states thinking about the effect of neighboring RPS termination on REC prices and investment?
- What are their options?
- What are the advantages and disadvantages?