

Delaware Renewable Electricity Mandate Status

Renewable Mandate Status: On Track

- 2010 Qualified Renewable Generation: 5.5%¹
- 2010 Mandate: 5.5%
- 2020 Mandate: 20%²
- 2025 Mandate: 25%

Eligible resources: solar photovoltaic, solar thermal, wind, ocean or tidal, geothermal, fuel cell powered by renewable fuels, combustion of gas from organic material, hydroelectric below 30MW, biomass, methane gas from landfill³

Compliance schedule: divided according to Schedule I (general renewable energy), Schedule II (wholesale renewable energy purchased for Standard Offer Service), and a solar photovoltaics requirement⁴:

| Compliance Year | Minimum Cumulative Percentage | Minimum Cumulative Percentage |
|----------------------|--------------------------------|-------------------------------|
| (beginning June 1st) | from Eligible Energy Resources | from Solar Photovoltaics |
| 2010 | 5.00% | 0.018% |
| 2011 | 7.00% | 0.20% |
| 2012 | 8.50% | 0.40% |
| 2013 | 10.00% | 0.60% |
| 2014 | 11.50% | 0.80% |
| 2015 | 13.00% | 1.00% |
| 2016 | 14.50% | 1.25% |
| 2017 | 16.00% | 1.50% |
| 2018 | 17.50% | 1.75% |
| 2019 | 19.00% | 2.00% |
| 2020 | 20.00% | 2.25% |
| 2021 | 21.00% | 2.50% |
| 2022 | 22.00% | 2.75% |
| 2023 | 23.00% | 3.00% |
| 2024 | 24.00% | 3.25% |
| 2025 | 25.00% | 3.50% |

Renewable Portfolio History: S.B. 74 established original RPS in 2005 requiring retail electricity suppliers to purchase 10% of load sold in the state from renewable sources by 2019. S.B. 17 in 2007 increased RPS target to 20% by 2019–20 of which 2.005% must come from solar photovoltaics.⁵ Municipal utilities and rural electric cooperatives allowed to opt-out if they establish a voluntary green power program as well as a green energy fund⁶.

- Suppliers receive 300% credit for in-state customer-sited PV generation and fuel cells installed on or before Dec. 31, 2014.⁷
- 150% credit for wind turbines sited in Delaware on or before Dec. 31, 2012⁸.
- 350% credit for offshore wind facilities sited before May 31, 2017^9 .

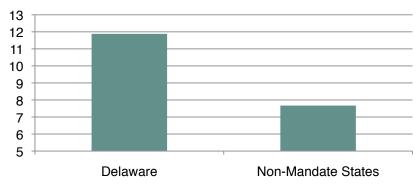


Credit Trading: Yes

Noncompliance penalty: Penalties begin at \$25/MWh, but failure to comply in consecutive years increases it to \$50, and then \$80 on the third year. ¹⁰ There is an additional solar alternative compliance payment for the solar carve out of \$250 per MWh deficiency.¹¹

Electricity Price Ranking: 13th Highest¹²

- 11.88 cents/KWh in Delaware
- 7.67 cents/KWh in non-mandated states



Price of Electricity (Cents/KWh)

¹ Energy Information Administration, Electricity Generation 2009,

http://www.eia.doe.gov/cneaf/electricity/epa/generation state mon.xls.

² 26 Del. C. §354 (July 21, 2005), http://delcode.delaware.gov/title26/c001/sc03a/index.shtml#P11 150.

³ 26 Del. C. §352 (July 21, 2005), http://delcode.delaware.gov/title26/c001/sc03a/index.shtml#P11 150.

⁴ CDR §26-3008, 3.2 (Aug. 23, 2005), http://regulations.delaware.gov/AdminCode/title26/3000/3008.pdf.

⁵ Database of state Incentives for Renewables and Efficiency, Delaware,

http://www.dsireusa.org/incentives/incentive.cfm?Incentive_Code=DE06R&re=1&ee=1.

⁶ Del. S.B. 74 §363 (2005), http://depsc.delaware.gov/electric/rpsact.pdf.

⁷ Del. Public Notice (Jan. 12, 2009), http://depsc.delaware.gov/electric/Delaware%20Multiplier.pdf.

⁸ Database of state Incentives for Renewables and Efficiency, *Delaware*,

http://www.dsireusa.org/incentives/incentive.cfm?Incentive_Code=DE06R&re=1&ee=1.

⁹ Del. S.B. 328 (2008), http://legis.delaware.gov/LIS/lis144.nsf/vwLegislation/SB+328/\$file/legis.html?open.

 ¹⁰ Delaware Public Service Commission, 26 Delaware Code 348: *Issuance of renewable energy credits; reporting requirement; alternative compliance payment*. http://delcode.delaware.gov/title26/c001/sc03a/index.shtml#358.
¹¹ Senate Bill 19, http://legis.delaware.gov/LIS/lis144.nsf/vwLegislation/SB+19/\$file/legis.html?open.

¹²EIA, Electric Power Monthly, Table 5.6.B., Average Retail Price of Electricity, June 2010, Released Sept. 15, 2010, http://www.eia.doe.gov/cneaf/electricity/epm/table5_6_b.html.