

## Virtual Public Meeting

**Integrated Grid Planning Request for Proposals** 







# Integrated Grid Planning RFP

March 11, 2024

Please mute your audio when not speaking

This meeting is being recorded



### We welcome your questions

**EMAIL** 



RenewableAcquisition@hawaiianelectric.com

**FACEBOOK** 

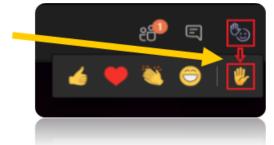


Comment box

VIRTUAL MEETING



Click "Raise Hand" 🕒



**PHONE** 



**SURVEY** 



Press **\*6** by phone

QR Code or https://form.jotform.com/240707069410148

### Agenda

- ➤ Purpose of IGP Request for Proposals ("RFP")
  - > IGP Objectives and Grid Needs
- ➤ Proposed Changes from Stage 3 RFP
  - Incorporating stakeholder feedback
- > Opportunities for continued engagement

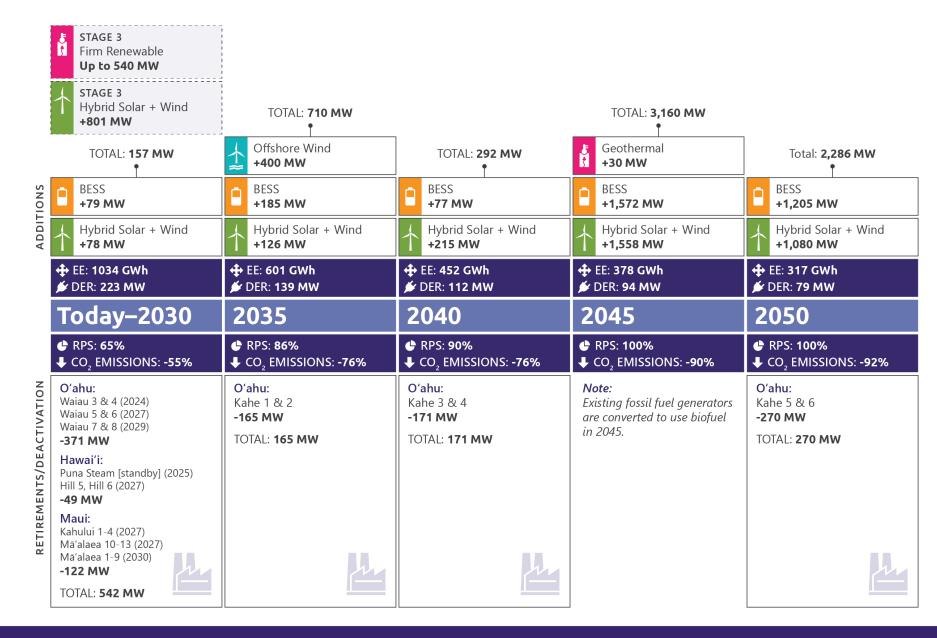
### Planning for Future Grid Needs

- > The RFP targets were informed by the preferred plans developed in the Integrated Grid Planning ("IGP") process
- > The targets reflect:
  - > Actual projects acquired through the Stage 3 RFP
  - > Projects that withdrew from prior RFPs that were assumed in the plans
  - > Energy from facilities that have expiring contracts in the near future
  - Unmet targets from the Stage 3 RFP
- ➤ A separate RFP targeted for 2035 will seek long-term resources that require extended project development time or long-lead infrastructure to complete



# Proposed timeline

Renewable additions







### RFP Targets Based on Grid Needs

	Project GCOD	Oahu	Hawaii Island	Maui
Round 1	No later than December 1, 2029	Energy: 589 GWh Stability: 270 MW grid forming resources	Energy:134 GWh	N/A
Succeeding Round(s)	No later than December 1, 2033	Energy: 232 GWh, plus remaining Round 1 needs, plus consideration for other projects withdrawn in previous procurements	TBD, based on remaining Round 1 needs plus consideration for other projects withdrawn in previous procurements	Energy: 176 GWh plus consideration for other projects withdrawn in previous procurements

Note: The targets specified here are not final and subject to revision. The targets are under continuing review and may be adjusted upward or downward and may include the addition of other needs.



### Proposed Updates

Updates to Non-Price Criteria and Scoring

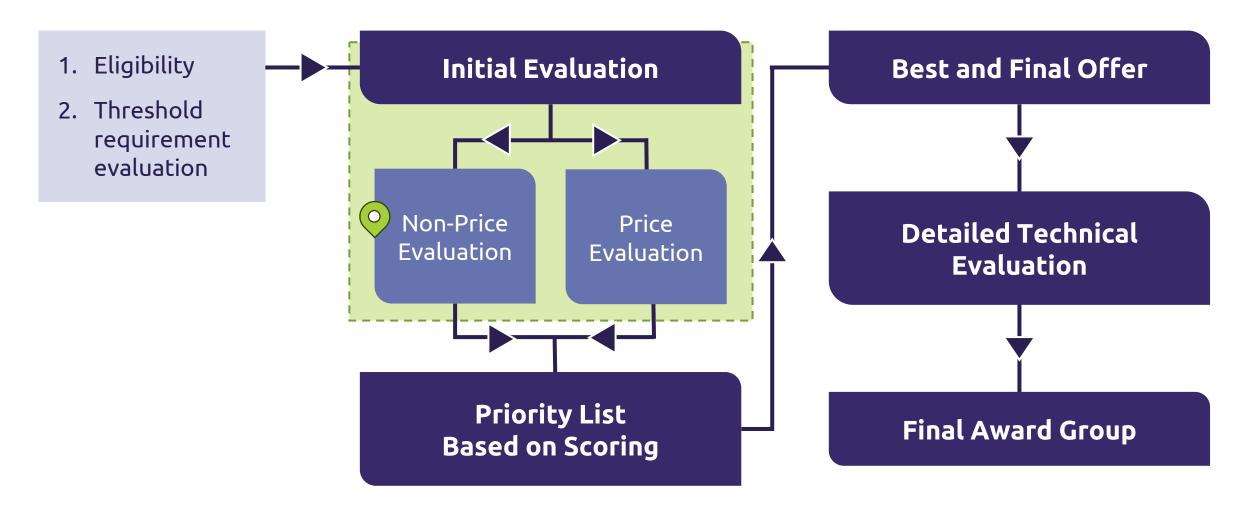
Accelerated Community Engagement

Increased Transparency 50% Price - 50% Non-Price ratio

Rolling Procurement Pre-bid Developer Meetings Structural and Wildfire Resilience Requirements

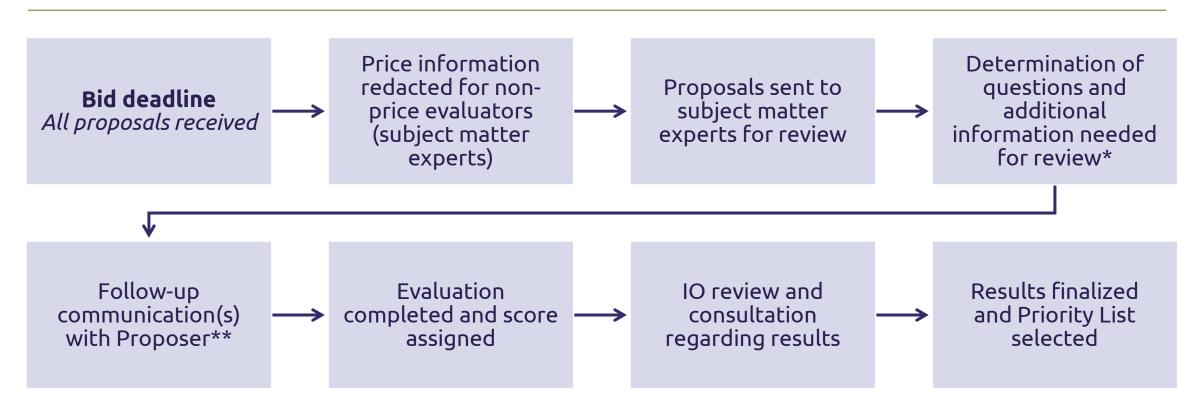
Interconnection Process Improvements

### **Evaluation Process**





### Non-Price Evaluation Process



<sup>\*</sup>Based on SME feedback and in consultation with the Independent Observer; Independent Engineer consultation for matters related to interconnection
\*\*Proposer opportunity to provide clarification within prescribed time



Threshold Requirements				
Stage 3	IGP RFP			
Site Control	Site Control			
Performance Standards	Technical and Operational Requirements			
Proven Technology	Proven Technology			
Experience of the Proposer	Experience of the Proposer			
Financial Compliance	Financial Compliance			
Community Engagement	Community Engagement			
Cultural Resource Impacts	Cultural Resource Impacts			
Available MW Capacity	Available MW Capacity			
Technical Model	Technical Model			
Stage of Project Development and Schedule and Permitting	Project Development and Schedule			
	Environmental Compliance and Permitting Plan*			
	Financial Strength and Financing Plan*			

<sup>\*</sup> Formerly non-price criteria





NON-PRICE CRITERIA				
Stage 3	IGP RFP			
Community outreach	Community engagement			
State of project development and schedule and Permitting	Project development and schedule			
Performance Standards	Technical and Operational Requirements			
Experience and qualifications	Experience and qualifications			
Environmental compliance and permitting plan	Environmental compliance and permitting plan			
Financial strength and financing plan	Financial strength and financing plan			
Proposed contract modifications	Proposed contract modifications			
Cultural resource impacts	Cultural resource impacts			
Carbon emissions	Carbon emissions			
Technical model	Technical model			
Land use and impervious cover	Land use and impervious cover			
	Community Benefits Program			





### Community Engagement Plan Requirements



Project description



Community scoping



Project benefits



Government approvals



Development process



Community benefits package



Communications plan



Contractually required in Section 29.21 of the PPA

## Community Benefits Package





#### Introduced in Stage 3

- Part of the Community Outreach non-price criteria
- Based on feedback from Community Outreach meetings on Oahu

At least \$3,000 per MW per year

- Details to include other community benefits Proposer intends to provide
- Preference given to Proposers that commit to setting aside a larger amount or commit to providing other benefits

Documented CBP highlighting distribution of funds

- Actions and/or programs aimed at addressing specific needs identified by the host community
- OR to a 501(c)(3) not-for-profit community-based organization(s) to directly address host community-identified needs

NOTE: Details reflect previous RFP requirements and may not be identical in future RFPs.



### Opportunities for Public Engagement

#### RFP Development & Procurement

- Pre-draft filing Hawaiian Electric community meetings
- Pre-draft filing public review of draft RFP
- Pre-selection developer-led community meetings\*
- Submit written comments to PUC or Company

#### Prior to Signing Contract

- Required public meeting by developer
- Submit Written Comments to Developer/Company

#### **PUC Approval Process**

Submit Written Comments to PUC

#### Post-PUC Approval Process

• Potential permitting approval processes

\* Within thirty (30) days after the Proposal Due Date, each Proposer shall hold a public meeting to obtain community feedback on their proposed Project. The resulting feedback will be considered part of the Proposer's Proposal and included in the evaluation of the Community Engagement non-price criterion.



### Additional Criteria

- New category of criteria evaluating factors that may inform the likelihood of a project's success
- Points will be awarded to or deducted from the Proposer's total price/non-price score
- > Previous Performance Criteria
  - ➤ Introduced in Stage 3 as a non-price criteria
  - Criteria streamlined and moved to Additional Criteria
- > Two (2) new non-price criteria: Community Co-Creation and Project Siting

### New Criteria: Community Co-Creation

- > Pilot criterion for developer/community driven co-creation
- > Proposal may receive additional points to its total price/non-price score
- Gives preference to Proposers that commit to piloting the concept of community co-creation by working with organizations and leaders in host communities to engage in project development, including community benefits.

### New Criteria: Project Siting

- Pilot criterion based on Project Siting—this is a 2-part criterion that looks at location and land use
- Proposal may receive additional points to its total price/non-price score
- > Points awarded for:
  - > 1. Projects sited in a preferred Renewable Energy Zone ("REZ"), and
  - > 2. Site's land use classification and project's impact to impervious cover
    - Transforms the CBRE/Stage 3 Land Use and Impervious Cover non-price criteria

### Balancing multiple considerations

# We're considering many factors to determine where to locate future energy projects, including:

- Renewable energy zones
- Community identified opportunities and sensitivities
- Transmission lines
- Substation locations and connections
- Solar potential land area
- Wind potential land area
- Land RFI preliminary results
- IGP Developer RFI inputs
- Fire risk ratings

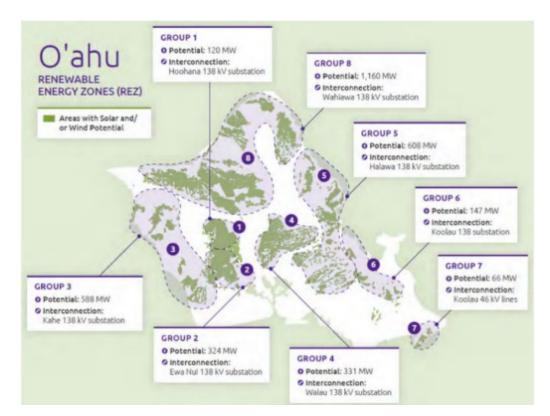
#### Renewable energy zones (REZ)

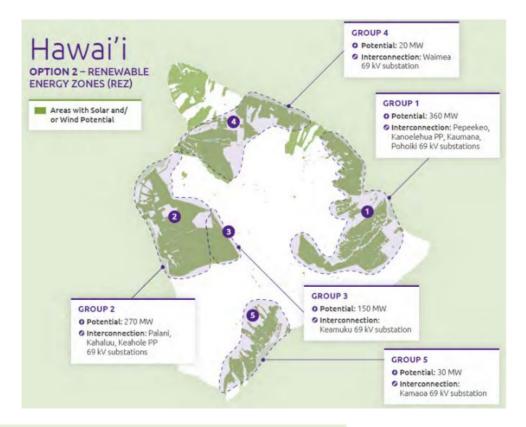
REZ are areas with the right technical conditions for renewable energy projects and interconnection infrastructure.



### Integrating community feedback

We consider public input and technical studies to prioritize REZ for future energy projects.





We are prioritizing developer proposals in renewable energy zones that align with community interest and opportunities identified in 2023:

Zones 1, 2, 4, 6 and 7 on O'ahu and Zones 1 and 5 on Hawai'i





### Overall Proposed RFP Process Schedule

Milestone	Schedule Dates
Community Meeting	March 11, 2024
Developer Meeting	March 20, 2024
Draft RFP Filing Date	April 30, 2024*
Comments for Draft RFP Due Date	May 30, 2024
Technical Conference	July 16, 2024
Order to Issue Final RFP	August 16, 2024
Issue RFP	August 19, 2024
Preliminary Interconnection Report & Pre-Bid	[3 weeks after RFP issuance]
Meeting Request Due Date	
Pre-Bid Meetings Held	[11-14 weeks after RFP issuance]
	[November 4-22, 2024]
Hawaiian Electric and Affiliate Proposal Due	[22 weeks – 1 day after RFP issuance]
Date	January 16, 2025 at 2:00 pm HST
IPP Proposal Due Date	[22 weeks after RFP issuance]
	January 17, 2025 at 2:00 pm HST
Selection of Priority List	April 4, 2025
Hawaiian Electric and Affiliate BAFOs Due	April 11, 2025
IPP BAFOs Due	April 12, 2025
Selection of Final Award Group	July 26, 2025
IRS and Contract Negotiations Begin	August 02, 2025

\* This date and all subsequent dates in the proposed final schedule are dependent on any further guidance to be set by the PUC



### We want your comments

#### March – April 2024:

- > Draft posted on <u>www.hawaiianelectric.com/competitivebidding</u>
- Comments requested by March 29, 2024
  - renewableacquisition@hawaiianelectric.com
  - Community Input Survey:
    - Link: https://form.jotform.com/240707069410148
    - QR Code:



> Draft RFP to be filed April 30, 2024



# Mahalo for your time

Questions?

#### **Learn More**

- hawaiianelectric.com/competitivebidding
- renewableacquisition@hawaiianelectric.com



### Examples of Renewable Variable Generation





Solar Wind



### Examples of Renewable Firm Generation



Biogas



Geothermal



**Biomass** 



**Biofuel** 



Hydrogen