# Alberta context

What is 'community energy'? And, what are possible projects and programs?

Pembina Institute | People Power Planet Partnership | Calgary Economic Development

February 16, 2016



### Agenda

- Define community energy & scope
- Ownership models in practice
- Legal & business "jargon"
- Community energy benefits

Followed by Judith Lipp on Canadian community energy perspective



### **Definition & Scope**

- Community has material influence on definition, management & execution of energy project.
  - Shared ownership by community (minimum %)
  - Benefits directed to local economy & for social benefit
- Energy is renewable & locally-sourced
- All types (heat, electricity and biofuels)
- All sectors (First Nations, farmers, towns & cities)



# Ownership models in practice

#### 1. Local partnerships

Utility partnership & virtual net-metering

Co-operative & neighborhood projects

#### 2. Public institution

Local government (municipality or county)

University and/or school board

Hospitals and health care facilities

Housing (low income and/or affordable housing)

#### 3. Revenue/benefits sharing

Commercial partnership with project developer

Local investment funds

Energy retailer



# Legal & Business "jargon"

- Non-Profit / For-Profit co-operative
  - For-profit = profits to share holders
  - Non-profit = profits to public benefit
- Bonds and Equity shares
  - Bonds = not tied to energy generation
  - Equity = for-profit co-op pays dividends
- Equity Investment Funds (financing)
- Joint venture (developer "partnerships")



# Projects in Alberta (highlights)

- Predominantly 'Public institution'
  - Electricity & (district) heat projects
  - Local production incentives
- Community solar farms
  - Green Acres Hutterite colony (2MW)
  - Lubicon Solar First Nation (20 kW)
- Municipal programs & projects
  - Banff Feed-in Tariff, Calgary & Medicine Hat municipal green power purchase contracts
  - Towns of Devon & Vulcan solar projects
- Benefit sharing (energy retail)
  - Alberta Co-operative Energy (SPARK)
  - Enmax & 'Centre in the Park' district heat



### Connect with Alberta

### #ABCommunityEnergy

http://www.pembina.org/blog/alberta-community-energy-workshop

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# Benefits of community energy

### Spin-off economic benefits

- Re-invest returns into local economy
- Create local jobs (installation & operations)

### Indigenous communities

- Empower & engage community
- Re-invest in infrastructure, health & education

### Local decision-making (choices)

Wealth creation & types of clean energy

### Enable complete citizenry involvement

- Zero-carbon energy systems needs all facilities
- Social license for RE resource development



## **Types of Ownership**

- **Split ownership** physical ownership split of assets (by module, or by turbine) with some assets (e.g. grid connection) shared
- Joint venture % of all assets shared by a developer and community organization
- Shared revenue develop owns all assets, but community has % right to revenue

