Solar Possibilities in Kansas Will Solar Work for Me? BILL WOOD PROJECT DEVELOPER CROMWELL SOLAR



Farmers Utilize Solar for Crops and Livestock Production



Outline for Presentation

How a solar system works and the equipment

How to evaluate if your farm is a candidate for solar

How do the financial numbers look

Types of Solar

Solar Hot Water





<u>Photovoltaic</u>



PV Effect

The solar photovoltaic (PV) effect is the process by which sunlight is converted directly into electricity. In 1839, Edmond Becquerel, a French physicist, discovered the process of producing an electric current in a solid material using sunlight. But it wasn't until 1954 that scientists at Bell Telephone discovered that, when exposed to sunlight, silicon created an electric charge.

Photovoltaic energy has been used to power small items like wristwatches and calculators. But there are ways to use solar PV technology to generate electricity on a much larger scale:

Monocrystalline silicon, polycrystalline silicon and thin film solar panels use small squares – cells – of conductive material to produce electricity for homes and businesses.

Photovoltaic cells are combined onto a panel (also called a module). A collection of panels is referred to as an array.



Components of PV System

Panels Rack Inverter



*Batteries not included

Types of PV Panels



Thin Film







JOUTH ENT



Racking



Racking





Inverters





Inverters



Net Metering Monthly: Like "Rollover Minutes" for electricity

- Over 99% of modern solar and wind systems for homes, farms and businesses are "grid-tied" and use the conventional grid instead of batteries.
- Most power generated by solar and wind is used onsite when it's produced.
- When more renewable power is produced than needed at that time the excess is sent onto the grid and a credit is given for when power is needed. Solar Example: extra power made during the day is credited for when you need it at night. This credit system is 1:1 and known as net-metering.
- At the end of the month your account is "trued-up."
- ▶ 95% of the electric companies zero out any excess.
- ▶ 5% credit you for any excess at 100% of avoided costs.









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Imagery Date: 5/11/2015 39°03'24.71" N 95°24'44.90" W elev 905 ft eye alt 1487 ft 🔘

5/2015



38°43'45.17" N 94°50'10.25" W elev 1034 ft eye alt 1273 ft 🔘 Imagery Date: 3/27/2016







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Imagery Date: 10/19/2014 39°56'20.14" N 95°15'50.42" W elev 951 ft eye alt 1521 ft 🔘

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Why go Solar?

Environmental

- Average RESIDENTIAL system will keep over 500,000 pounds of greenhouse gasses out of our atmosphere over the first 25 years of the system
- Being a steward of our natural resources

► Economic

- Conventional electricity rates keep climbing
- Incentives are good
- Paybacks are great
- Alternative financing exists now in Kansas
- Impression
 - Visually communicates your values while encouraging other people

Average Cost of Installed Systems



Economics of Solar

Conventional electricity rates keep climbing





Solar Incentives are good

- Federal Tax Credit (residential AND commercial)
 - ▶ 30% of total installed cost credited towards tax liability
- Accelerated depreciation (commercial)
 - As a tax advantage solar is allowed an accelerated 5 yr schedule despite a 40+yr life (Section 179 also possible) often worth about 35%



Solar Costs

Lowered cost of solar has resulted in increasing solar installs. With NO state/utility rebates in Kansas: ► Commercial paybacks ~6-8 yrs Residential paybacks ~12-14 yrs Average home is 7.5 kW at a cost of \$23,000-\$25,000 ► Homes range from \$10,000 to \$50,000 +



System Value:	\$21,964
Annual kWh production:	9,123
Year 1, Average Monthly Energy Savings:	\$101
Year 1 Monthly Lease Payment:	\$83
Cost to go Solar, Year 1:	-\$216
Estimated 25 Year Energy Cost Savings:	\$69,695



89% of your home's utility bill is eliminated by installing this solar array.Over the 25 year panel warranty period, the system avoids: 474,543 lbs of pollution.



Est Yearly CO2 Initial Cost (incl. Tax) Cost per Watt Commercial Depreciation Basis Depreciation Value First Year Net Cost			20873 lbs Energy \$22,221 Utility \$3.42 Annua \$18,888 Est. Fe \$7,791.14 Est. State (\$10,721) Est. To		nflation ate Degredation eral Tax e Tax al Tax Bracket	7.00% \$0.1035 0.8% 35% 6.25% 41.25%			
		Тах		Other	Tax Impact	Estimated	Estimated	Estimated Cash	
	Year	Credit		Rebate	of MACRS	Annual kWh	Energy Value	Flow	
	1	\$6,666			\$3,896	9,075	\$938	(\$10,721)	
	2				\$974	9,002	\$996	(\$8,751)	
	3				\$974	8,930	\$1,057	(\$6,721)	
	4				\$974	8,857	\$1,122	(\$4,625)	
	5				\$974	8,785	\$1,190	(\$2,461)	
	6					8,712	\$1,263	(\$1,198)	
	7					8,639	\$1,340	\$142	
	8					8,567	\$1,422	\$1,564	
	9					8,494	\$1,509	\$3,073	
	10					8,422	\$1,600	\$4,673	
	11					8,349	\$1,698	\$6,371	
	12					8,276	\$1,801	\$8,172	
	13					8,204	\$1,910	\$10,081	
	14					8,131	\$2,025	\$12,107	
	15					8,059	\$2,148	\$14,255	
	16					8,059	\$2,278	\$16,532	
	17					7,986	\$2,415	\$18,947	
	18					7,841	\$2,560	\$21,507	
	19					7,768	\$2,714	\$24,221	
	20					7,696	\$2,877	\$27,098	
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Questions Thank You