## EXHIBIT A

	<u>30-Year</u> <u>Savings</u>	% Value of <u>NEM</u>	<u>Cross-Over</u> <u>Year</u>	<u>Break-Even</u> <u>Year</u>
Retail Net Metering	\$15,938	N/A	15	21
95% Export Credit, 15 Years Variable	\$12,000	70%	14	23
90% Export Credit, 12 Years Fixed	\$9,868	58%	21	24
RMP Proposed Schedule 5	-\$206	-1%	21	N/A

## EXAMPLES OF RESIDENTIAL SOLAR ECONOMICS

Each of these scenarios are based on the following assumption and qualifications:

- 1. 30-year savings is a nominal figure, does not take into account any discount or the time value of money.
- 2. The customer is a typical residential homeowner with solar, with the following characteristics:
  - a. The customer consumes approximately 11,500 kWh per year;
  - b. The customer has an average monthly peak demand of 3.85 kW;
  - c. On average throughout a year, the customer exports approximately 60% of the solar energy produced and 40% is consumed by the customer behind the meter;
  - d. The customer's solar energy system is sized at 7.11 kW DC;
  - e. The customer's solar energy system provides approximately 90% of the customer's energy needs;
  - f. The customer purchased the solar energy system for approximately \$27,000;
  - g. The customer is able to utilize the Federal ITC at the full 30%;
  - h. The customer financed the purchase of the solar energy system through a 20-year loan with a 3.99% interest rate;
  - i. The solar panels' performance will degrade by 0.5% per year;
  - j. The useful life of the solar energy system is 30-years; and
  - k. No equipment will fail or need to be replaced by the customer throughout the useful life.
- 3. The Utah State Solar Tax Credit is phased out.
- 4. The utility rates and export credit rates applicable to the customer will increase 2.50% per year.
- 5. After the transition period, the export credit will drop to a floor of 6.7¢/kWh. This floor is not meant to represent the true value of the export credit or be a replacement for avoided cost. Instead, this is merely an assumed worst case after the transition period.
- 6. "Cross-Over Year" is the year in which a customer's financing payments would be less than the utility costs avoided by the solar energy system's production.
- 7. "Break-Even Year" is the year in which a customer's total expenditures to purchase and finance the solar energy system would be less than such customer's cumulative utility costs avoided by the solar energy system's production.
- 8. "Variable" means that the export credit rate would be adjusted to the extent and in proportion to any change in the underlying residential utility rate.
- 9. "Fixed" means that the export credit rate would not adjust with changes to the underlying residential utility rate