

CEF4 Grid Modernization Solicitation Q&A

Submit all questions to the RFA Coordinator at cef@commerce.wa.gov. Commerce will post answers weekly through 5/14/2021. Questions must be submitted by 5/11/2021.

Week 1:

- 1) Q: Our organization does not have direct experience working with projects like the ones covered by this grant, but we are interested in applying. Do we have any chance of getting funded?**

A: One of the desired outcomes of this funding opportunity is to provide equitable support to Retail Electric Utilities in pursuing these goals, regardless of their level of previous engagement with relevant technologies. Commerce welcomes applications from all eligible applicants, and staff attempted to simplify Track 1 application requirements in particular to minimize the burden on applicants. For more information on past projects that have been funded through this program, please see project profiles linked on the sidebar of the program website.

- 2) Q: I'm trying to decide which application track to apply for. Which track should I choose for my project?**

A: Applicants should generally select the track that best represents the readiness of their project to undergo the activities listed under the Minimum Scope of Work for that track. Track 1 projects should already have an early stage concept developed and a site selected, while applicants applying for Track 2 funding should generally have already completed Track 1 activities for their project to be competitive.

If applicants have questions about their specific project, they are welcome to submit them via the Q&A process for Commerce to address.

- 3) Q: We're considering a project that would be installed at a customer's property, behind the meter. Is this allowed? Would the program allow for transfer of ownership from the applicant to a private sector party or must installations occur on property controlled by the applicant?**

A: Customer-sited projects are not explicitly ruled out, and in certain circumstances have been granted funds in previous rounds. Applicants should keep in mind that the purpose of the Clean Energy Fund is to fund projects that "provide a public benefit to communities in Washington State through deployment of clean energy technologies that save energy and reduce energy costs, reduce harmful air emissions, or otherwise increase energy independence for the state."

Commerce recognizes that there may be a variety of equipment ownership arrangements that will allow applicants to best pursue Grid Modernization program objectives. Commerce's standard procedure is that

the primary applicant would have ownership of the assets. Other arrangements would have to be considered on a case by case basis. A transfer of ownership may be considered acceptable, provided the plans conform to all other program requirements, fulfills contractual obligations, and that the arrangements allow for compliance with all applicable funding requirements. Ownership arrangement is subject to contract negotiation and review as to compliance with contractual terms and conditions.

- 4) Q: Past grant programs have required applicants to include a “Letter of Submittal” with their application, but I’m not seeing that requirement for this grant. I just wanted to confirm that there is not “Letter of Submittal” requirement for either Track 1 or Track 2 applications.**

A: There is no requirement that applicants include a “Letter of Submittal” with their application for this funding opportunity. In an effort to streamline the application process and respond to stakeholder feedback, Commerce has incorporated the vital information requests previously included under a “Letter of Submittal” into each application form. Applicants are still required to submit a “Certifications and Assurances” form with a scanned signature of the individual within the organization authorized to bind the Applicant to the offer.

- 5) Q: Why does this program focus on renewable energy rather than decarbonization? The definition of the word “renewable”, and therefore eligible for project applications is less precise.**

A: The language discussing the purpose of this program in RFA Section 1.1 PURPOSE AND BACKGROUND, and including references to renewable energy, is based closely on the following language from the enabling budget proviso language for this program:

\$6,107,000 of the state building construction account—state appropriation is provided solely for grid modernization grants for projects that: Advance clean and renewable energy technologies and transmission and distribution control systems; support integration of renewable energy sources, deployment of distributed energy resources, and sustainable microgrids; and increase utility customer options for energy sources, energy efficiency, energy equipment, and utility services.

- 6) Q: Do you have a link yet for either of the upcoming pre-application meetings?**

A: Links and call-in information for each pre-application conference were posted as of 3/18/2021.

Week 2:

- 7) Q: I noticed that the second Pre-Application Conference is listed for a date that doesn’t exist: Thursday, March 30, 2021. Would you please advise as to the correct date? Perhaps it is supposed to be Tuesday, March 30, 2021, but just want to be sure.**

A: The correct date for the second Pre-Application Conference is Tuesday March 30, 2021. The website information has been edited as of 03/23/2021.

- 8) Q: For the grant applications can we partner with an industry provider who’s technology is key/proprietary into the scope of the project or do we have to go out to bid?**

A: The language in RFA Section 1.3 MINIMUM QUALIFICATIONS states that the primary eligible Applicant may partner with other organizations. As stated in RFA Section 4.7 (A) Requirements of Successful

Application, Applicants “Must follow all state and/or local procurement requirements that apply.” The inclusion of the term “procure” under Track 1 and Track 2 Minimum Scopes of Work is not intended as an additional requirement that applicants competitively procure any necessary services, nor is it intended to be a prohibition against sole source or other procurement methodologies where otherwise allowable under state and local requirements.

9) Q: Our organization has worked with a lot of utilities on these types of projects providing various types of support, is there any provision or avenue for reaching out to interested utilities that are applying for the program?

A: Commerce has not established a formal process for this kind of exchange. Any Washington retail electric utility is eligible, so your organization could reach out to interested participants. As stated under RFA Section 1.2 OBJECTIVES AND SCOPE OF WORK, Commerce is prioritizing partnership with Federally Recognized Tribal Governments or non-profit organizations serving Tribal Communities or Vulnerable Populations. Other partnerships may be beneficial to the project to the extent that it creates a more robust project team.

10) Q: Can you provide a link for the recorded video for Pre-Application Conference that occurred on March 22, 2021?

A: All recording of the Pre-Application Conferences will be available on the Grid Modernization [program website](#). The link for the March 22 conference is now live on the website.

11) Q: How does Commerce define “Tribal Communities” as mentioned in RFA Section 1.2 Objectives and Scope of Work?

A: The following definition will be applicable for scoring purposes. Tribal Communities: communities “located in census tracts that are fully or partially on “Indian country” as defined in 18 U.S.C. Sec. 1151”

Week 3

12) Q: Are in-kind contributions counted towards the 1:1 match requirements?

A: Yes. As stated under RFA Section 1.4 FUNDING, “A minimum 1:1 match or non-state cash and/or in-kind resources is required”.

Week 4

13) Q: Track 2 projects will primarily consist of detailed design and engineering efforts. Each project must, at a minimum, have completed the following activities (Track 2 Minimum Scope of Work) by the conclusion of its performance period: Procure consulting and/or other services necessary to completing the milestones starting in Track 2 and extending through project completion. Does this mean that all services need to be procured to complete the project construction (i.e. beyond detailed design, such as construction contractors, commissioning authority, inspections, etc.)?

A: As stated in RFA Section 1.2 OBJECTIVES AND SCOPE OF WORK, "each project must, at a minimum have completed" the listed activities "by the conclusion of the performance period". All projects applying for Track 2 funding must "procure consulting and/or other services necessary to complete milestones starting in Track 2 and extending through project completion". The quoted text is not intended as a requirement that Track 2 applicants contract out any particular components of their scope of work. Rather, it is intended as a requirement that, by the conclusion of the performance period, the Track 2 applicant must have procured any external services that will be needed for them to complete their project.

14) Q: Track 2 projects will primarily consist of detailed design and engineering efforts. Each project must, at a minimum, have completed the following activities (Track 2 Minimum Scope of Work) by the conclusion of its performance period: Complete detailed plans for project construction, commissioning, and operations (including but not limited to, procurement of equipment and service, operations, permitting and compliance, and project schedules). I take this to mean detailed plans for construction, commission and operations, etc., and a plan for obtaining permits, but that permits are not required to be obtained. Is that correct?

A: Yes. Successful grantees for Track 2 funding are not required to obtain permits by the conclusion of the performance period, but are required to "complete detailed plans for project construction, commissioning, and operations", including detailed plans for permitting and **compliance**.

15) Q: Only 3 or 4 projects per year are listed - does this grant generally only fund three or four projects per cycle? Or are there projects that aren't profiled?

A: Commerce makes awards based on the available funds to be awarded and the applications that are recommended for award by an evaluation panel. All projects funded to date are listed on the Grid Modernization Program webpage. It is worth noting that due to this funding opportunity's maximum award size and total available funding, if all funding were awarded at the maximum award amounts for each application track, it would result in approximately 17 awards.