

## Transaction Profile

Financing in action

# NINEDOT ENERGY

Revolving credit facility to finance the interconnection of energy storage projects in New York



In June 2023, NineDot closed on a senior-secured revolving credit facility with NY Green Bank. This facility has been used to finance interconnection deposits for a portfolio of distributed battery energy storage projects in New York State.

To support NineDot's rapidly growing pipeline of projects that require additional financing, NY Green Bank doubled its commitment to NineDot in June 2024, upsizing its initial commitment of \$25.0 million to a total of \$50.0 million. This transaction extends and increases NY Green Bank's standalone storage pre-NTP financing and will further develop the energy storage market, contributing to the State's goal to deploy a nation-leading 6 GW of energy storage by 2030.

### Market Barriers and Solutions

The market for energy storage interconnection financing remains nascent among **commercial lenders**. There are few options for financing at this stage of the development process. Private credit institutions may provide such financing, but at pricing untenable to developers. This facility fills this gap in the market by providing much-needed capital for the interconnection process for standalone energy storage assets, which may in turn spur investment from other lenders in the market. After NY Green Bank's upsize, this facility has the potential to be particularly catalytic, as a \$50.0 million commitment is a more attractive investment size for traditional commercial lenders.

Transaction amount: **\$50.0 million**

Counterparties:

**(Project Sponsor) NineDot Energy, LLC**

**(Project Borrower) NineDot IX Borrower, LLC**

Product: **Interconnection loan**

Date closed: **June 2024**

Estimated lifetime metric tons

CO<sub>2</sub>e reduced: **30,393**

Technologies: **Energy storage**

Location: **New York City**

End-use segment: **Community distributed generation**



*"We're excited, proud, and grateful that such a forward-looking institution saw the value in helping us achieve our vision. We believe that climate change is the most critical issue of our time, and innovators like NineDot and NY Green Bank can work together to make a positive impact on the environment and society in which we live and work. As we learned when we engaged with them previously, NY Green Bank is a smart, creative, and diligent partner willing to work with young companies doing innovative and important things."*

*David Arfin, NineDot Energy CEO and Co-founder*