

# 06/05/2014 - REV Track 1 - DSPP Markets & Pricing

Thursday, June 5, 2014

4:00 PM

- \* Summary of Steering Committee Meeting on 6/4
  - \* Purpose was to look at products matrix comments
  - \* Discussed feedback received from sectors
  - \* Examined DSPP products sold to customers item list
    - \* This list will not be turned into a matrix
      - \* Are there products missing from the list?
      - \* Are there products which shouldn't be on the list?
      - \* Any additional information?
      - \* Two questions to answer at bottom of list
        - \* Feedback for Committee Reps on Monday → Reps to Staff on Wednesday → Staff reports on Thursday
- \* DSPP products purchased matrix: Discussed feedback from members
  - \* Denise Sheehan: DER, Battery & Energy Storage
    - \* Unbundle products into more specific components
    - \* Storage has flexibility of type of benefits offered
  - \* Valerie Strauss: DER
    - \* Expecting additional input
    - \* Heed variety of products / services
    - \* Some offer benefits to multiple categories
  - \* Reuben Brown: DER
    - \* Short Term 1 long term measures to address DSPP issues
    - \* LT: permanent load reduction
    - \* ST: decrease system load
    - \* Values: Capacity, Energy, Ancillary Services
    - \* System Planners need to factor in DER
  - \* Ryan Katofsky: DER
    - \* Public Policy benefits
    - \* Reduced T&D, System efficiency
    - \* benefits to resiliency &
  - \* Dave Gahl from PACE: Environmental
    - \* Air emissions reductions
    - \* Other pollution decreased H2O use, toxics
    - \* MN Value of Solar study is useful tool
  - \* Bart Franey: Utilities
    - \* Energy & Capacity are wholesale issues
    - \* Permanent load, dispatched load, DR
    - \* Discounts for intermittent generation
    - \* DG provide numerous
  - \* John Dowling: Customers
    - \* Focus on Customer benefits
    - \* Value added is in trading bindles of DER
    - \* Need to get the Market rules right
      - \* Unlike NYISO programs (e.g. Special Case Resources)
  - \* Jay Brew: End Users
    - \* Utility could sell system efficiency products
  - \* Gary Davidson: NYISO
    - \* Added definitions to list of proposed products
    - \* Identified many of the same benefits that others already had
    - \* These benefits are only potential; depends on type of DER used

- \* Comments on DSPP matrix
  - \* How to provide input?
    - \* Matrix is still accepting input from parties
    - \* Provide to steering Committee lead
  - \* How is this related to Customer transactions sent today?
    - \* Matrix is DSPP perspective
    - \* Latest document is from purchaser perspective
  
- \* Next topics: products to be sold to customers, DER owners, etc
  - \* Feedback for Committee Reps on Monday → Reps to Staff on Wednesday → Staff reports on Thursday
  
- \* Feedback from Chair: Eleanor Stein
  - \* Prior focus on market structures and on "End-State"
  - \* Refocus on near term market issues
    - \* What decisions does Commission need to make in December?
    - \* First step: Increase DER penetration in current market structures
    - \* What are the right price signals, etc.?
    - \* Customers need to have a different experience with benefits of these products and resources
      - \* need to have an active and engaged customer base
      - \* need an increase in customer participation
  - \* Chair and NYISO presentations from "Restructuring Today"
    - \* Utility of the Future Conference in Washington DC
      - \* Oral presentation only, no slides
    - \* Video & Transcripts from May 22 Symposium on PSC website
    - \* Many similar videos available on internet
  
- \* Next steps
  - \* Staff & RMI will work to develop valuation
  - \* Difficult to define perfect end-state market
  - \* Refocus on first steps
    - \* What are the Barriers now?
    - \* Do we have the DER resources out there?
    - \* What can we do now to increase penetration?
    - \* Are these resources valued correctly right now?
  - \* Unresolved DG rules being promulgated by DEC
    - \* Rules under consideration internally
    - \* DEC will report when it has something
  - \* Staff questions → steering Committee → Revisions, etc. → Send out next set of questions to parties
  
- \* Other questions
  - \* Time-differentiated pricing
    - \* Overlap w| Track 2
    - \* If parties think it's a first step, say so and explain why