CPower

PJM Demand Response

Fairfax county Water authority

Walid Daniel Utilities and Performance Manager Department of Mines, Minerals and Energy

DMME Involvement in Demand Response Recent Competitive RFP





Leigh Anne Ratliff Account Manager, Commonwealth of Virginia

response, 16 years in energy

Worked with the DMME Demand Response contract since 2008

Engineering Degree, University of Illinois, Currently working on second masters (Energy Regulation/Environmenta 1 Law)



Who is **Cpower**?

- **120 dedicated resources**
- 44+ demand-side programs
- 3,500 MWs enrolled
- **15+ utility programs**
- 1,500+ customers, 7,000+ sites
- **Demand-side solutions** including: peak demand management, EE and generator permitting
- End-to-end, in-house, full service operations, dispatch and fulfillment
- Trusted by several states as the CSP of record
- **Certified EE M&V provider**





Our history



Built on the best Experience & expertise



What makes us different?



FOCUS ON The customer

The cpower way

CPower is powered by our people.

Focus on the

We put our customers first. Their customer success is our success.

Efficient and fully

Our systems for enrollment, dispatch and integrated settlements are second to none.

National experience. Local

Our rease is national. Our staff is local .



Your cpower team



Danielle Bond - Senior Engineer, Jim Rybarczyk - Account Manager, Beatrice Gockley - Act 129 and Utility Programs Manager, Bill Oosterom - Account Executive, Donna Karas - Account Manager, Cathy Smith - Senior Analyst, Mark Steliotes - Account Executive, Jackie O'Mara - Account Manager, Corey Pettingill - Project Manager, Dave Resler - Account Executive, Leigh Ann Ratliff - Account Manager, Dailey Tipton - VP/General Manager, Dann Price - Executive Director, Market Development, Rocco Venuto - Account Executive, Raymond Berkebile - Senior Director of Engineering, Operations, Suzanne Levine - Account Executive, James Disabato - Project Manager, Stephanie Tray - Analyst, Meg Kelly - Senior Director, Energy Efficiency.

Consider CPQYfeFsonal demand-side energy management guides.



Engineering support 3 Steps to success

Dedicated, uniquely qualified engineering staff providing unmatched support to State of Virginia facilities.

Cpower is the <u>only</u> csp capable of providing support for:



PJM Demand Response and Demand Management Programs.



Demand Response and Demand Management Performance.



Energy Efficiency and Peak Demand Management



Engineering support for generators and projects

- Emergency Generators to meet specific EPA and State criteria for DR
- Verify generators are compliant, mitigating risk to the State



CPower Generator Reviews & Project support:

- No cost assessment, participation capability, permitting
- Analysis of revenues and ROI/payback period
- Feasibility reporting
- Replacement recommendations
- Emission control recommendations

CPower Generator Review & project support -- facilities



Other projects and support: Town of Leesburg & WWTP | Prince William County | Bridgewater Retirement Center

Cpower dispatch operations



- Five person, dedicated team
- One minute heartbeat connection directly to PJM – picks up XML dispatch instructions automatically
- DNP connection directly to PJM provides 2 second telemetry
- Dialogic All-Call System, with fully redundant back up system to get notifications out quickly
- Defined Caller ID & Email address for events and tests
- Redundant back up dispatch center at an alternate location for disaster planning
- CPower Dispatch facilitates and

supports All CPower Programs



State of Virginia EDUCATIONAL MATERIALS



HELPING STATE OF VIRGINIA ORGANIZATIONS REDUCE NET ENERGY SPEND THROUGH DEMAND-SIDE MANAGEMENT PROGRAMS

The State of Virginia has organizations that can participate in Demand Management Programs and earn revenue for being available to use less energy when the grid is stressed or save money by reducing energy during peak hours. Participants can also help preserve the environment and keep energy prices stable for ratepayers in Virginia.

CPower offers all of the demand side management programs available in the PJM market, where the State of Virginia resides.

Many people are familiar with the Emergency Capacity programs. These programs call upon energy users to reduce their usage when demand begins to exceed supply. This can happen on extremely hot or cold days or any other type of emergency event that causes an imbalance on the grid. Learn more about Emergency Capacity Programs.





saving.





NEW TO DEMAND RESPONSE?

Training and Education

KNOWLEDGE HUB

SEASONAL UPDATE:



st sustainability to K-12 public ol system. The Virginia Beach City c School System is on a mission. At eart of that mission lies a mitment to education, which you'd

outheastern Virginia. What you might not expect is how money earned from



Adventure: "School's in Session" You're a alternate the six schools that hold summe classes, which presents you with a unique opportunity to earn money through

More

Learn More

the future. Learn More



IN 2016, CPOWER HELPED MORE THAN 82 STATE ORGANIZATIONS GENERATE NEARLY 2 MILLION DOLLARS FOR CURTAILING THEIR ENERGY USE.

GROWTH YEAR-OVER-YEAR

2016 Total Facilities: 82 2017 Total Facilities: 135 2016 Total kWs enrolled: 63.280 2017 Total kWs enrolled: 78.500

TOTAL IN PERCENTAGES kWs Enrolled 19% Facilities Enrolled 139%

2017 CONTRIBUTING SITES



LEARN ABOUT THE PJM PROGRAMS AVAILABLE IN VIRGINIA.

Emergency Capacity Organizations that participate in Emergency Capacity Programs can earn money for being available to use less energy when the grid is stressed. Participants can also help preserve the environment and keep energy prices stable for ratepayers in the PIM region. Learn

Sync Reserves PJM can call on its synchronized reserves to quickly restore the balance between

supply and demand. Organizations like yours that participate in the Synchronized Reserve Program can earn money for being on call to help the grid react to short-term disturbances.

Economic Load Response Gives participants the opportunity to earn revenue for using less energy when prices in the PIM wholesale electricity market are high. Not only will you earn revenues, you'll also be doing your part to keep electricity prices stable in PJM. Learn More

Energy Efficiency PJM's Energy Efficiency program pays businesses for permanent load reduction resulting from energy efficiency projects they have completed or will be complete in

In 2016 there are 135 State entities enrolling more than 78,500 kWs for the summer season.

We have processed 420 energy efficiency projects. Many organizations funded these projects with revenues earned from demand response participation.

Energy is forever in motion. At CPower, we never stop moving to get you the results you deserve. Learn how you can join the 135 other State organizations using demand response to meet their energy and sustainability goals.

"Demand response has been good business for the division. We've been able to help the grid at their busiest times, earn some money, and we use the curtailment test as an opportunity to test some of our critical systems. By being able to find problems in controlled situations, we have prevented them from happening in emergencies. It's been a win all the way around for us from a business, maintenance, and conservation standpoint." - Jim Morris, Assistant Director, Environmental and Energy Management, Virginia Beach Public Schools



State of Virginia's Web Portal



Dmme PARTICIPATING Facilities ACT as Assets in the Electric Grid

Your facilities can deliver services to the electric system comparable to conventional power generation assets



Demand response

provides an opportunity for consumers to play a significant role in the operation of the electric grid by reducing or shifting their electricity usage during peak periods in response to time-based rates or other forms of financial incentives*

U.S. Dept of Energy, 2016



What's a PJM?



- Independent system operator of the electric grid
- Controls flow of power <u>reliably</u>
- Serves close to 70 million people
- Multiple Demand Response Programs
- Needs help when grid is at peak demand

With the help of demand response and other programs:

• PJM has retired 104 generating units with a combined capacity of 10,060 megawatts.



How does the PJM emergency program work?

C Power*

- 1. Acquires load data from utility
- 2. Provides custom facility assess ment
- 3. Assesses generators (if applicab
 - **le)**
- 4. Provides curtailment ideas
- 5. Generates load drop suggestion
 - S
- 6. Provides complete financial inc entive package



1. Decide what works for you



*services provided free per State of VA contract, no obligation, no multi-year contracts

Advantages of the DMME demand response program with c power

- 1. No multi-year contracts
- 2. 85% of full PJM Base Residual Auction plus
- 3. 75% of Emergency Energy Payment
- 4. Lengthy Notice before Load Drop Test
- 5. Overperformance on accounts applied to underperforming
- 6. No metering requirement
- 7. No start-up fees
- 8. Access to all PJM Programs (Synchronous Reserve, Energy Efficien cy, Voluntary Economic)
- 9. We will assure we have enough capacity for you to participate ever y year



What is the commitment for the emergency

Program/Parameter	Base		Capacity Performance
Mandatory Period	Jun – Sep 2018		Year Round
Potential Event Hours	10AM – 10 PM EDT (weekdays excluding holidays)		10 AM – 10 PM, May- October 6AM-9PM, November-April
Dispatch Notification*	30, 60, 120 minutes		30, 60, 120 minutes
Dispatch Duration	Unlimited		Unlimited
Dispatch Frequency	Unlimited		Unlimited
Important to Note:			
Test Requirement		Mandatory – impacts payments	
Client Standby Payments		% based on commitments & performance	
Actual Emergency DR Event		Supersedes test – impacts payment	



Typical demand Response Season

summer:

- •Load drop test, late June
- •On-Call Period for Events
- Update dispatch contacts, payment details

Spring:

- Enrollment Season.
- Training and Readiness
 Webinars.
- Town Hall style conference calls.
- Communication Test (May/early June)

Fall:

- Season Ends, September
 30
- Participation reports and post Season Analysis
- First payments!

Winter:

- New Peak Load
 Contributions
- Facility assessment
- Generator report
- Dispatch notification extension





How we help you succeed: engineering, best practices blogs, case studies

CPower Engineering team works to provide a number of key services:

ONBOARDING

- 1. Pre-Contract Curtailment Reviews
- 2. Preliminary Scope Development and Assessment
- 3. Preliminary Cost Estimates for Generator Upgrade and ADR Solution

RISK MITIGATION

- 1. Generator Evaluation for Compliance
- 2. Air Permit Reviews
- 3. Customer Usage & Baseline Analysis
- 4. Customer Curtailment Strategies Reviews

AUTOMATION & EFFICIENCY

- 1. Curtailment Plan Development
- 2. Building Automation Analysis

WHAT TO EXPECT IN THE UPCOMING PJM 2017/18 DEMAND Response season as well as a 2020/21 bra preview.

By Dann Price | April 27, 2017

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Visit Us on the State of Virginia Portal!



HELPING STATE OF VIRGINIA ORGANIZATIONS REDUCE NET ENERGY SPEND THROUGH DEMAND-SIDE MANAGEMENT PROGRAMS





In 2016, CPower generated nearly 2 million dollars in revenue through demand response programs for State of VA entities. See our growth in Virginia and hear what participants are saying.

How does the Energy Efficiency program work? Before



PJM will pay for permanent efficiencies – either through upgrades installed at a facility or through efficient new building design.



Many small projects, large effect

24 Participants, multiple facilities

In 2016-17, VA participants submitted 420 separate energy efficiency projects including <u>lighting, heat</u> <u>pumps, chillers, and efficiently built new buildings.</u>

Close to 7MW submitted to PJM, equivalent to powering roughly 3500 homes



Energy Efficiency – how the payments work

Energy efficiency projects can pay up to 4 years and the clock starts ticking when the project (or phase of a large project) is finished.



Each PJM year begins on June 1

EXAMPLES

A project finished in November 2017 is a 2018 resource, if it were submitted in 2018, it would pay the full, four-year incentive in 2018, 2019, 2020 and 2021.

A project that finished in November 2015 was a 2016 resource BUT, it can still begin payments in 2018 and be paid for two of its remaining four years in 2018 and 2019.

