

Fast Response Distributed Grid

Services









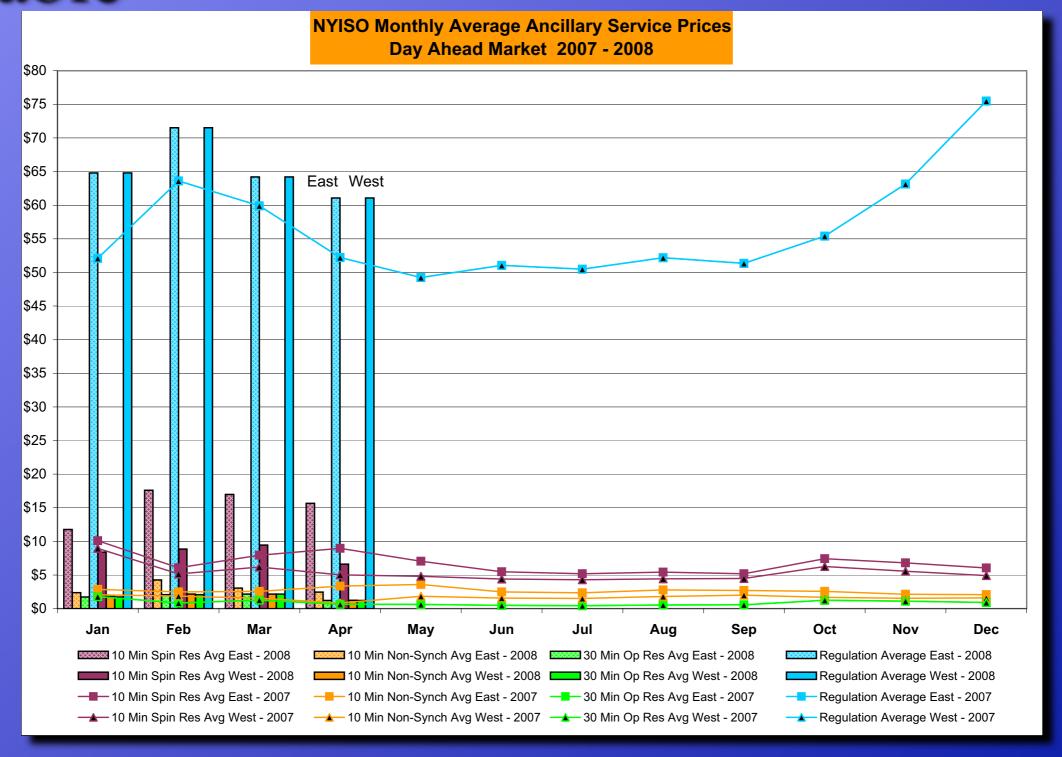




Fast Response Distributed Grid Services Electric System Benefits

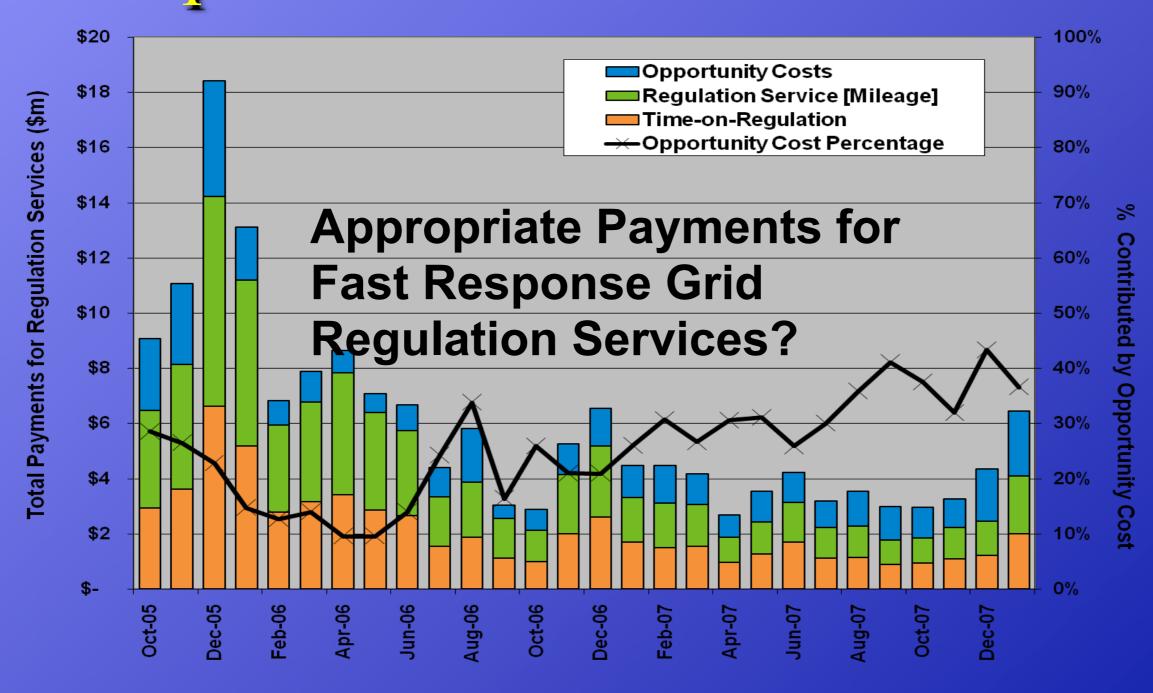
- Efficient Grid Management
 - Ancillary Services (Fast Regulation & Spinning Reserve)
 - Dispatchable Reactive Power
 - Peak Demand Services (Demand Response)
 - Reduced Operating and Planning Reserves
 - Reduced Line Losses
 - Improved Power Plant Efficiency
 - Improved Load Factor
- More Efficient Market Operation
- Reduced Costs
- Reduced Carbon Footprint
- ★ Integration of Renewable Resources

Fast Response Grid Services Are Valuable

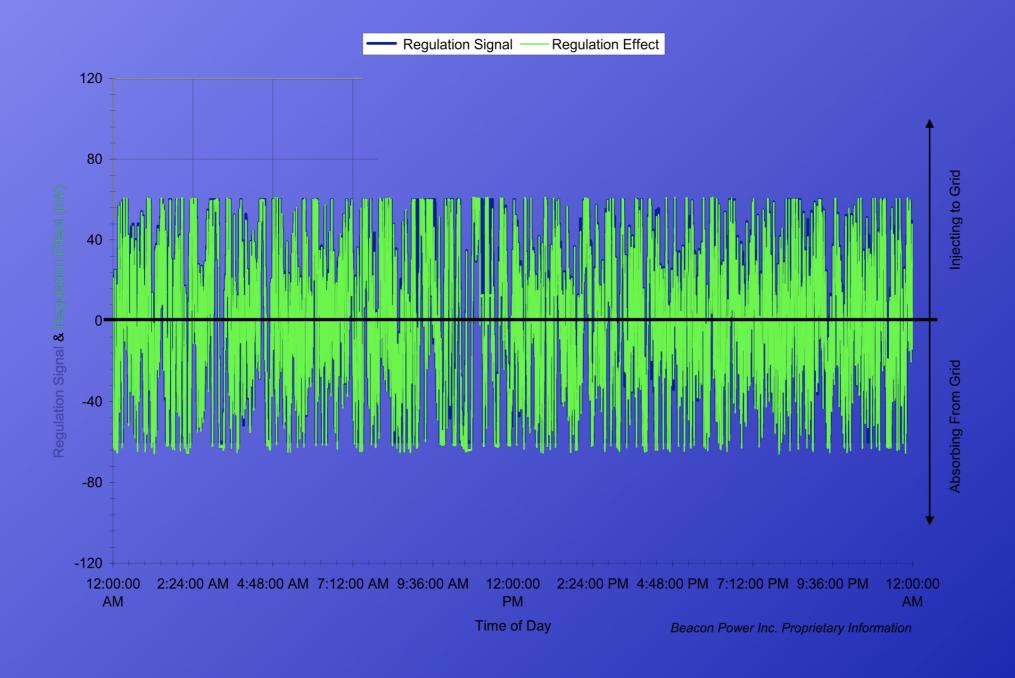


Market Monitoring
Prepared 5/6/2008 13:30

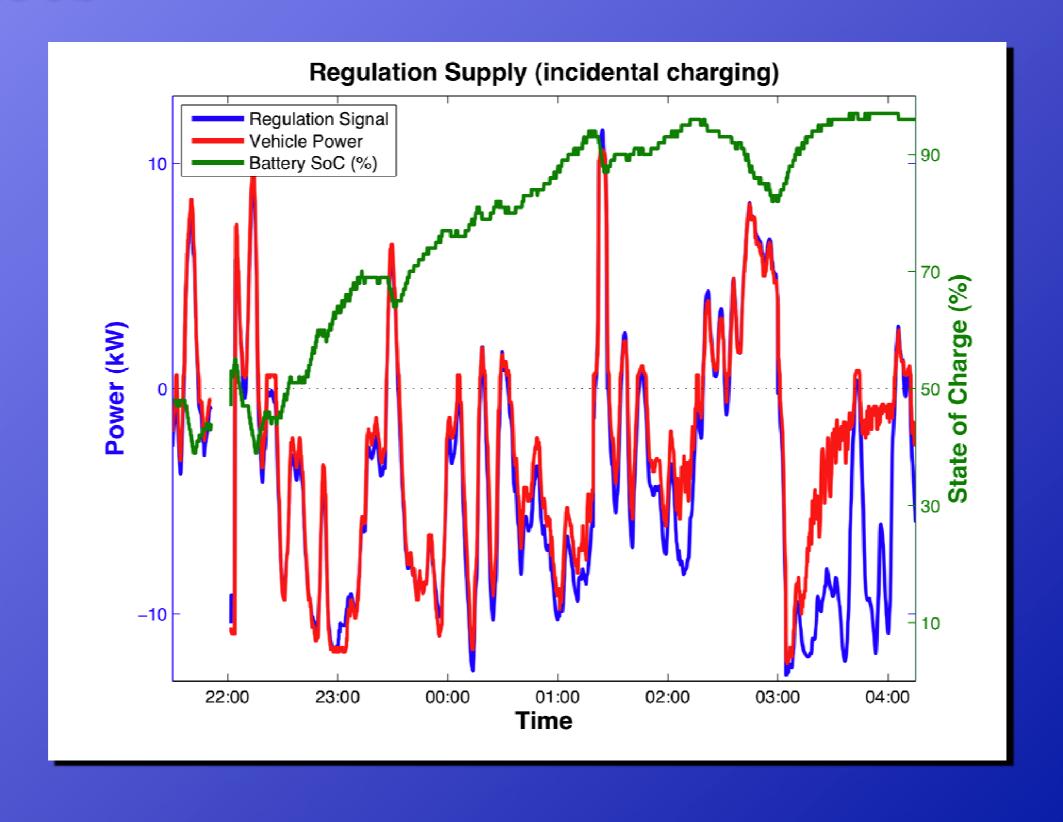
ISO-NE Regulation Service Payment Components



Flywheel Fast Response Grid Regulation Services

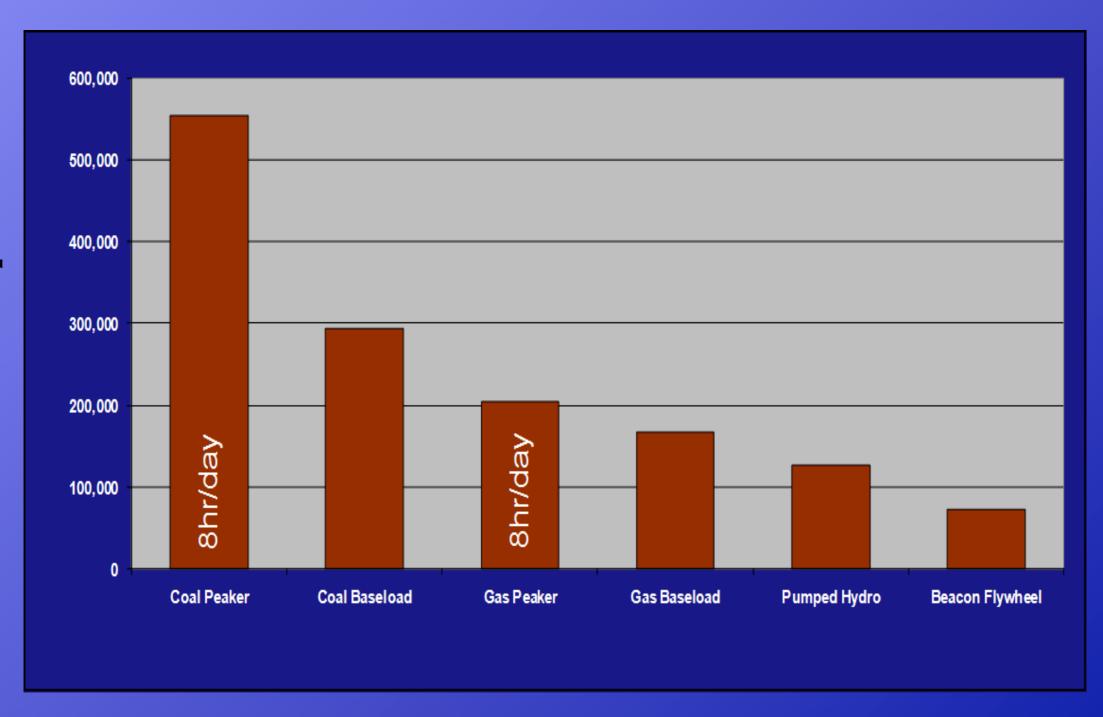


V2G Fast Response Grid Regulation Services

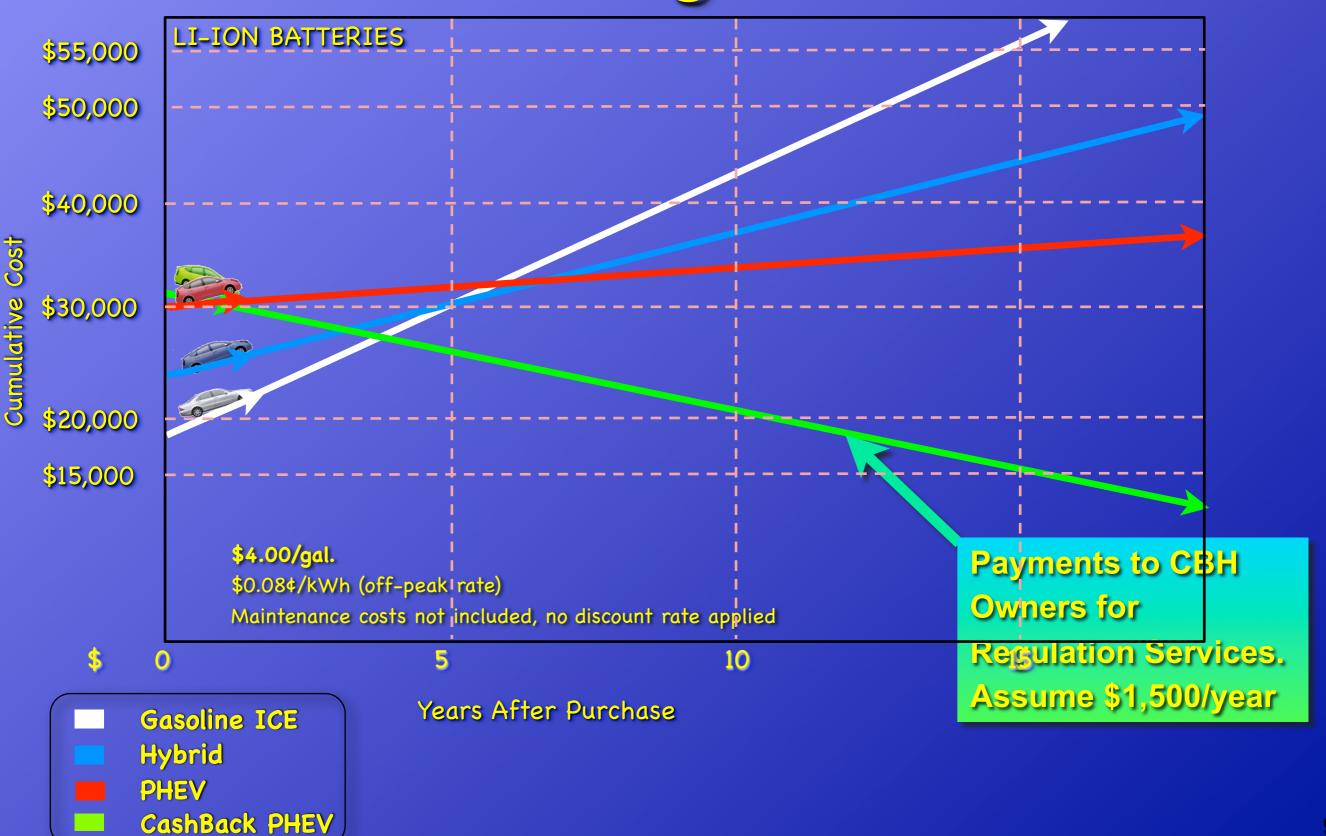


CO2 Benefits of Fast Regulation Service

From KEMA study: 20 MW of Regulation over 20-year operating life



Benefits of V₂G Payments to PHEV Owners from Fast Regulation Services



CAISO Integration Grid Storage Timetable

- ★ 5/29/08 –Web Cast Identify Issues w/Stakeholders
- ★ 6/2-10/08—Rewrite White Paper Describe Issues
- ★ 6/17/08 –(Tentative) Stakeholder Meeting At ISO
- ★ 6/18-30/08 –Write Paper on Proposed Solutions
- ★ 7/08 Perform Analytical Studies
- ★ 7-8/08 –2nd Stakeholder Meeting Discuss Proposals
- * 8-9/08-Description of Recommendations & Alternatives
- **★** 9/08 –Post for Comments
- ★ 10/08 –Respond to Comments & Revise Proposal

Possible IRC Approach to Integration of Fast Response Distributed Grid Services

- * Form IRC Working Group
 - Organization, Objectives, Deliverables
 - Participants (Internal/External/Consultants)
 - Plan
 - Resources
 - Timeline
- * WG Report Deliverables to IRC
- ★ Discuss & Implement w/Stakeholders

Thank You! Ouestions?