

DR OIR Phase 2 Foundational Questions on Bifurcation

DR Collaborative Meeting with CPUC

January 24, 2014

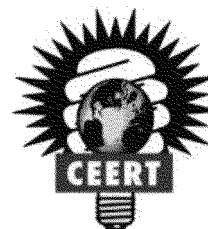


DR Collaborative Consensus Echoed in Comments of Other Parties

DR Collaborative



Other Parties' Comments Support Consensus Expressed by DR Collaborative



Stakeholder Consensus on “Bifurcation”

- Demand response is an integral part of California’s sustainable energy future
- Changes must preserve customer options and program value

✔ Do’s	✘ Don’ts
Retain existing valuable programs	“Bifurcate” before identifying the real problem or purpose
Recognize demand-side or supply-side DR value (RA, LTPP, TPP, etc.)	Assume all DR resources belong in the wholesale market as supply side
Allow a range of DR options and let customers select the best approach	Incorporate DR into the wholesale market as supply without addressing barriers
Benchmark to other ISO’s/RTO’s	Start with most complex DR products for supply-side
Define resource needs, DR products and attributes	Integrate without learning from the pilots

NEXT STEPS

- Define resource needs, DR products and attributes
 - New products (e.g. for renewable's integration)
 - Evolve existing products
- Reduce costs and complexity of DR (demand and supply side) integrating with CAISO

