

# DR OIR Phase 2 Foundational Questions on Bifurcation

DR Collaborative Meeting with CPUC

January 24, 2014



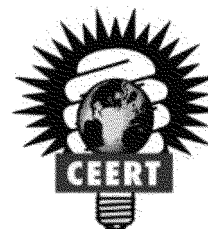
# DR Collaborative Consensus Echoed in Comments of Other Parties

## DR Collaborative



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## 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

