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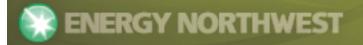
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John Steigers

Generation Project Development

Energy / Business Services





Distributed Energy Storage

Sited within Utility & Serving One or More Value Propositions

- Peak Shaving / Load Shifting at Multiple Scales
- Power Supply Reserves & Management; "Demand Response"
- **Defer Investments** in Transmission / Distribution Infrastructure
- Integrate Intermittent Renewables
- Voltage Management (VAR Control)
- Frequency Regulation
- Black Start / Uninterruptible Power Supply





Modular and Dispatchable Battery Energy Storage System (ESS)

Demonstration and Evaluation Project

- Self-Contained & Portable; Flexible Distributed Deployment
- Lithium-Ion Battery-Based; On-Board Power Electronics
- 500 kWh Energy Storage 120 kW Charge/Discharge Capacity
- Remote Control & Monitoring

Project Partners

- Powin Energy
- Energy Northwest
- City of Richland
- PNNL
- BPA





Project Status



ESS Remote Monitoring, Control, & Operability Demonstrated All Phase II (Nine Canyon Wind) Use Cases Implemented

- Load Shifting Intermittent Generation from Off to On Peak
- Manage to Schedule Actual Production vs. Scheduled
- Compliance Management System Curtailment Events







ESS Remote Monitoring, Control, & Operability

Robust Communication Links In Place and Demonstrated

- Powin (Tualatin OR) ⇐⇒ ESS (Nine Canyon) ←⇒ PNNL (Richland WA)
- Inputs from BPA's Integrated Curtailment and Redispatch System (iCRS)
- Web-Based Communications Typical Signal Latency < 22 Seconds
- Mobile Device Enabled (Smart Phone, Tablet)

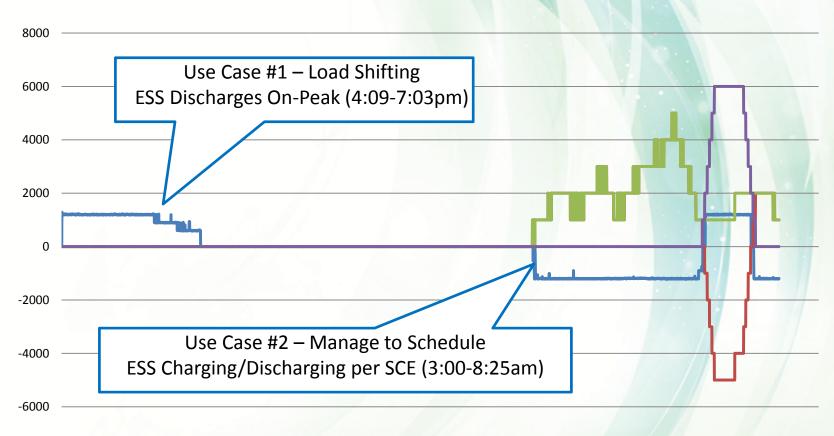
Complex
Decision-Making &
Prioritization
Demonstrated







Plot of Data Logs for 16-17 October 2013



SCE (KW)



Total Power (0.1 KW)

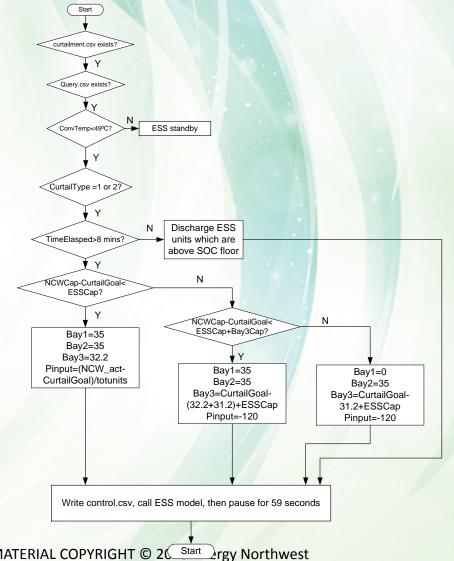
——Scheduled Gen (KW)

Actual Gen (KW)



Compliance Management

- Use Case Successfully **Demonstrated Using Actual** May 2013 Event Files
- Real-Time Event(s) Expected in 2Q 2014







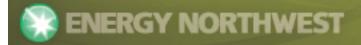
Energy Storage Project Next Steps

- Nov 2013 Relocate ESS to a City of Richland Distribution Substation for Phase III Testing
 - Phase II Use Case Testing will Continue Through Phases III & IV
- Feb 2014 ESS as Fast Demand Response Asset
- May 2014 ESS Relocates to PNNL's Richland Campus for Phase IV
 Testing; Behind-the-Meter Applications & Distributed Solar Integration
- Nov 2014 Project Close & Final Report





Demand Response
Leo Quiachon
Manager, O&M Professional Services
Energy / Business Services





Demand Response (DR)

 An electric grid's ability to manage consumption of electricity in response to power supply conditions



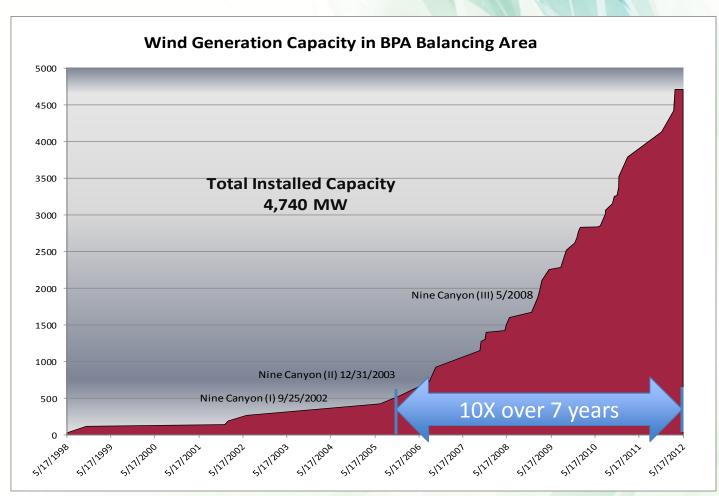


 Wind integration driving the need for BPA to secure additional Generation Reserves both Increasing (INC) and Decreasing (DEC) Balancing Reserves





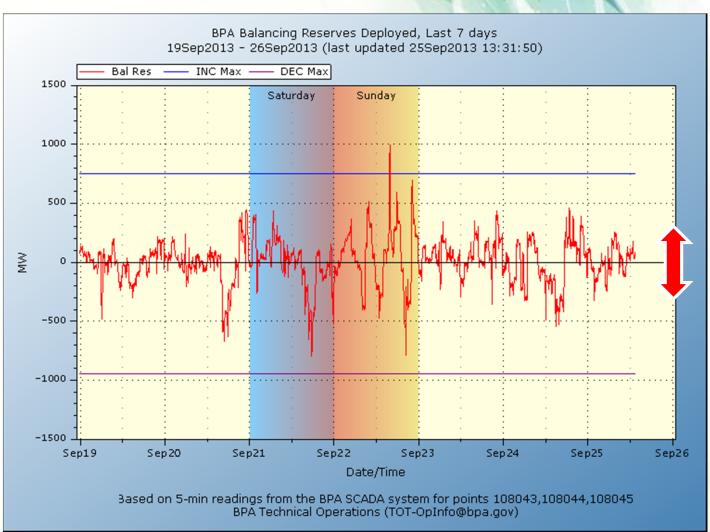
Wind Integration







Generation / Load Imbalance



Regularly swings +/-100-300MW and sometimes much more

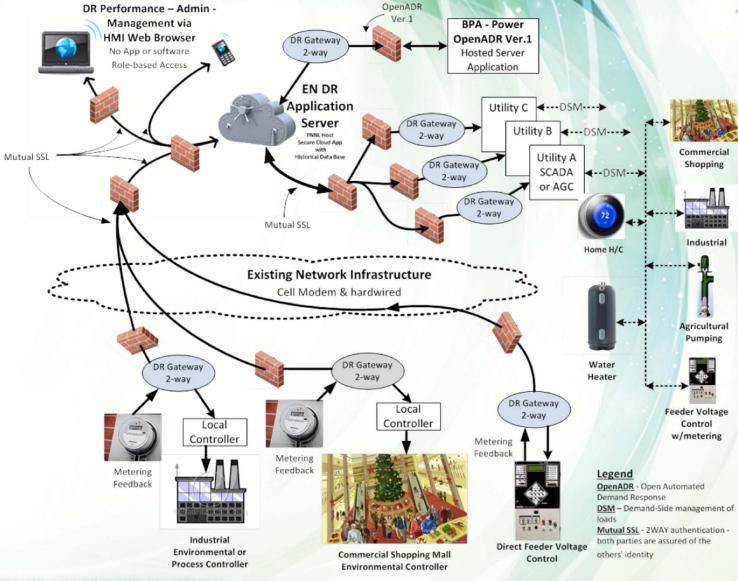


BPA Demand Response Pilot Project

- BPA Project Solicitation April 2013
- Energy Northwest is Partnered with 6 Electric Utilities to Provide over 50 MW of DR Assets to BPA
- Unique "By Public Power, For Public Power" Cost-Based Solution
- Energy Northwest Team Selected \$3.2M per year over 2-year duration
- Develop and Demonstrate Demand Response Control Network
- Project to provide up to 50 MW of aggregated DR product (INC and DEC)
 - Fast (< 10 min)</p>
 - Hour Ahead
 - Day Ahead

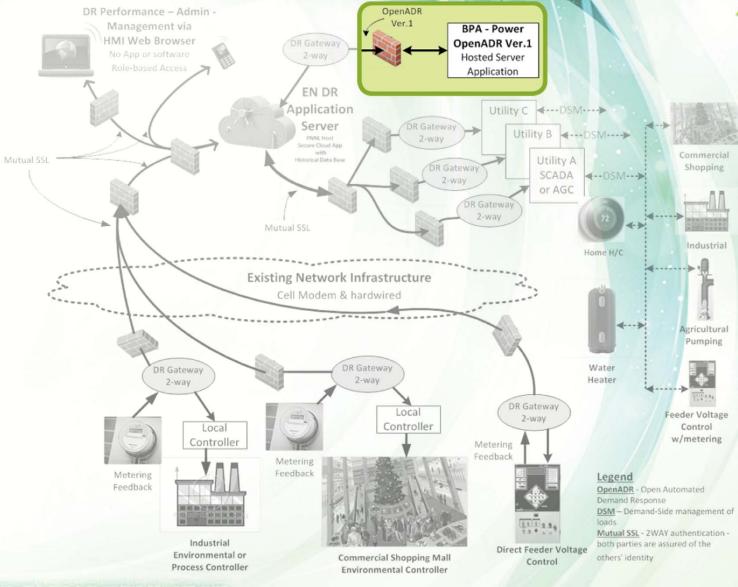


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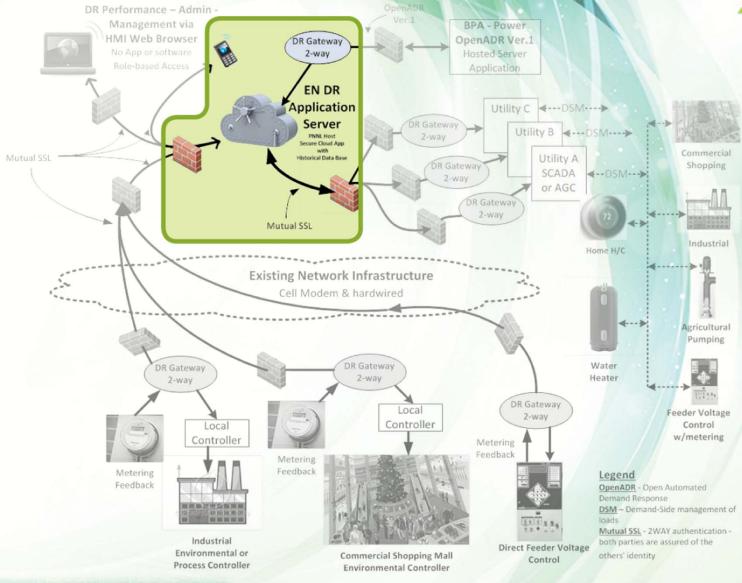




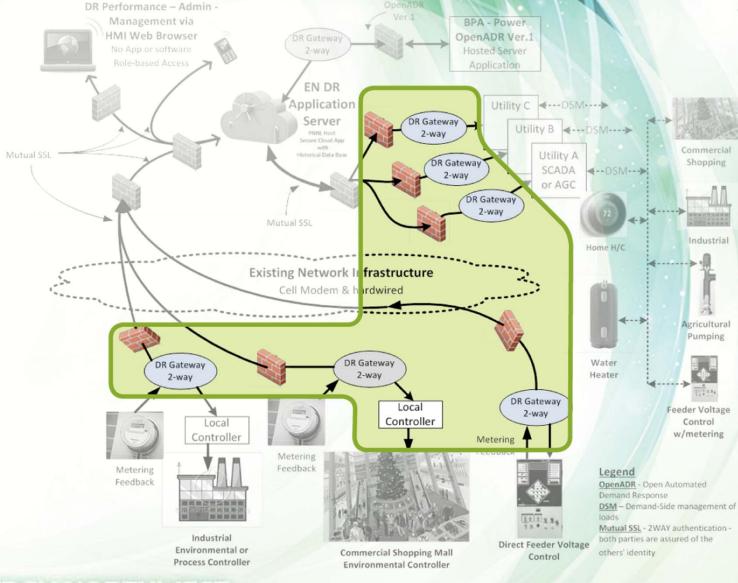






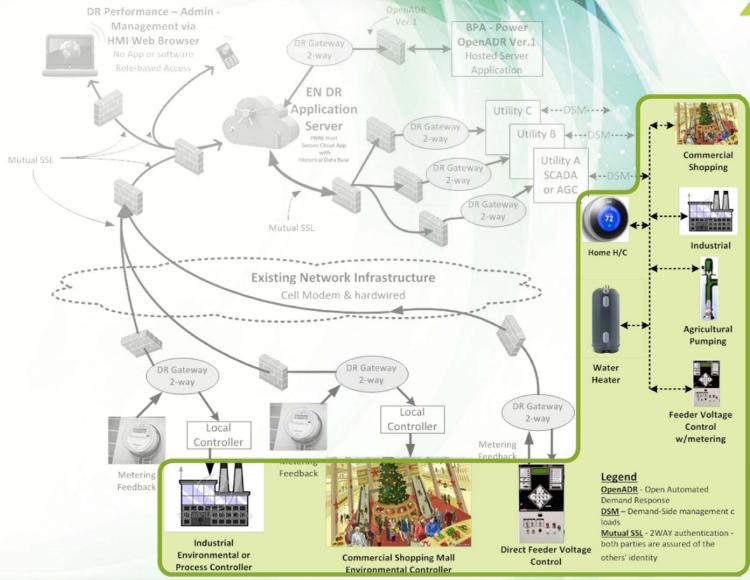


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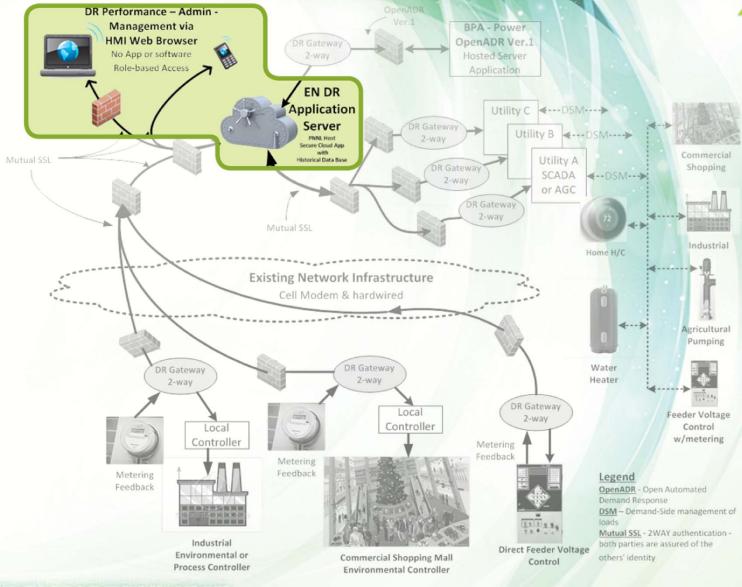


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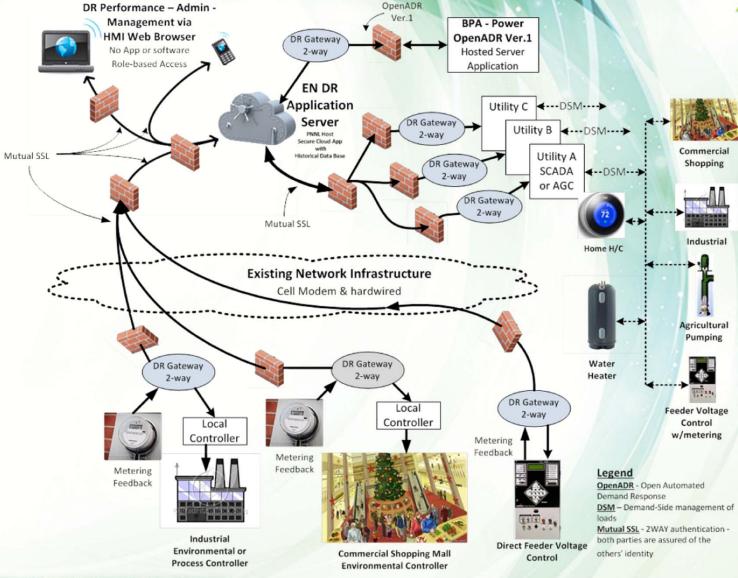






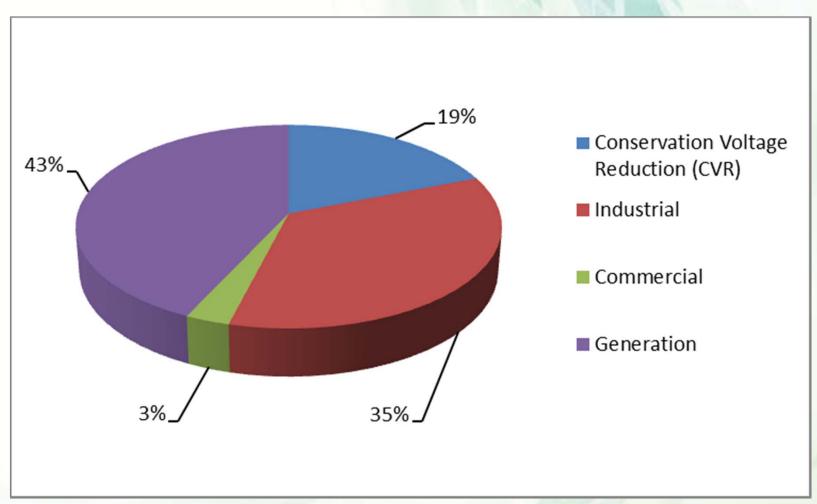


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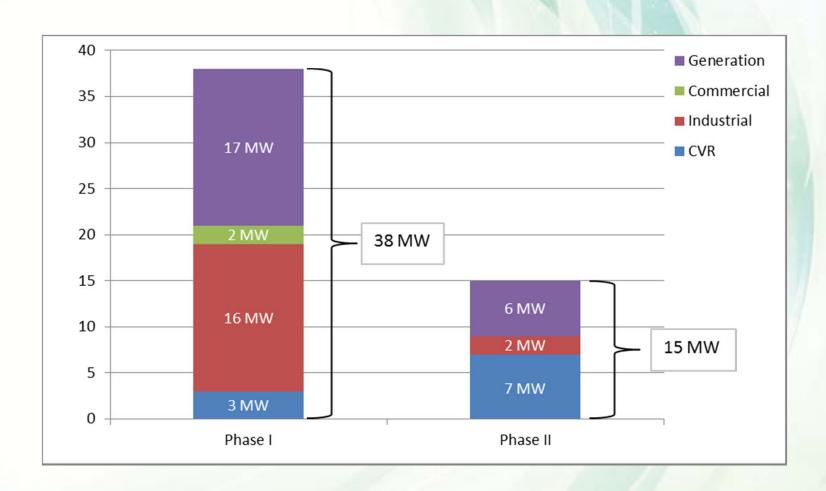


DR Assets





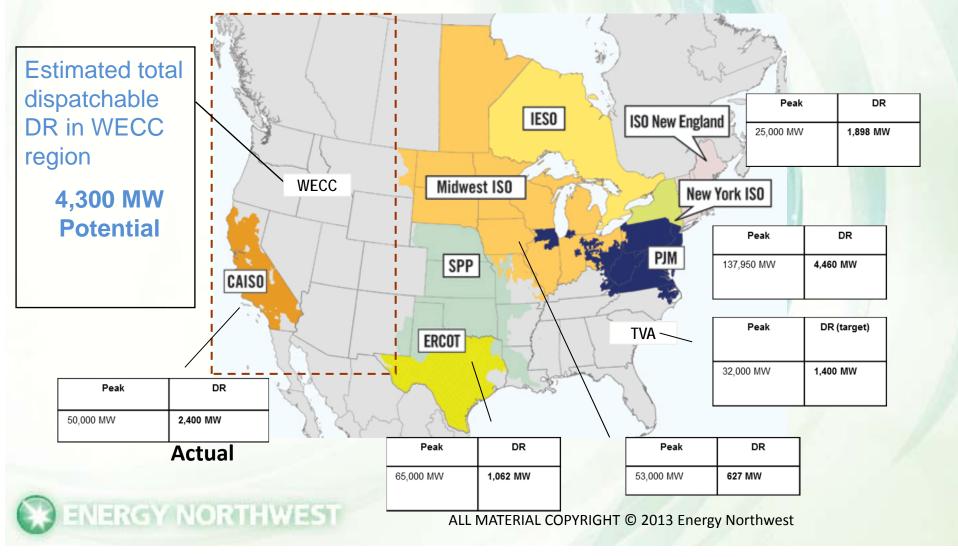
DR Assets





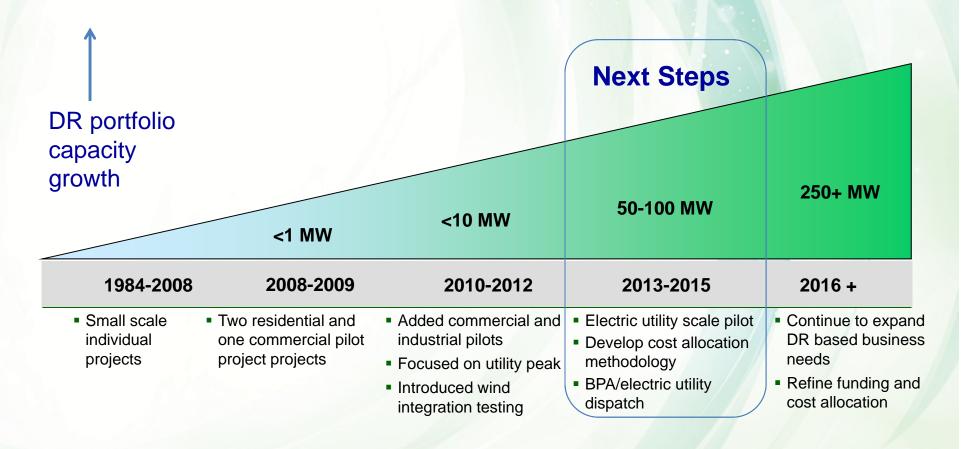
Demand Response - US Actuals

NERC Reliability Assessment





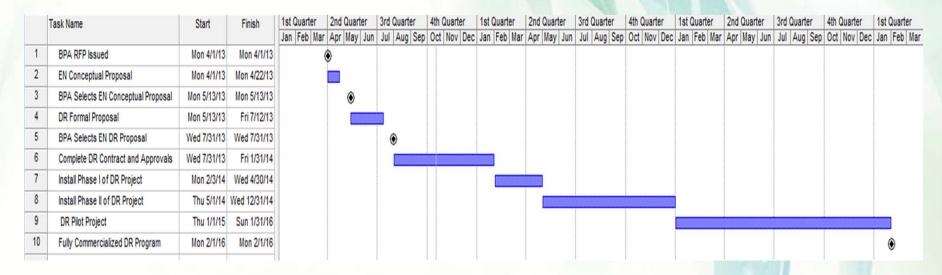
Building DR in the Northwest







Demand Response



Nov 2013 to Jan 2014 - Prepare Contracts & Secure Approvals
Feb to Apr 2014 - DRACS and Phase I Assets in Service
May to Dec 2014 - Phase II Assets in Service
Jan 2016 - DR Pilot Project Complete
Feb 2016 - Initiate Fully Commercial DR Program





Distributed Storage Development Next Steps & Opportunities

Emerging Opportunity

- Washington Clean Energy Funds "Smart Grid Grants to Utilities"
- \$15M Matching Funds Available

Timeline

- Nov 14, 2013 RFP Issued
- Dec 5, 2013 Proposals Due
- **Dec 20, 2013** Selection
- 1Q 2014 Contracts
- 3Q to 4Q 2014 Deploy First Units
- 1Q 2016 Full Build-Out



Distributed Storage Development Clean Energy Funds Proposal - Conceptual

Energy Northwest & Participating Members Team Targeting 25–35 MW of Distributed Storage Using Next-Gen Powin ESS / Similar

All Member Utilities are Invited to Participate

- Units Available to Participants via Long-Term Lease
- Owned and Maintained by Energy Northwest
- Advanced Comms/Control Infrastructure Not Needed by Utility
- Unit Tasking By and All Benefits Flow To Participant Utility
- Long-Term Performance Warranties
- Anticipated Deployed Cost \$1.5k to \$2.5k per kW Capacity





Contacts

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