

Presentation Overview

Problem Statement

Current SR Market Rules

Residential DR in the Capacity & Energy Markets Sampling to Determine Quantity

Design of the Pilot

Sampling to Verify Time Response

Results

Conclusion



Problem Statement



✓ Problem / Opportunity Statement

Demand Response is a capable Synchronized Reserve resource. Aggregations of residential demand response customers could potentially be a synchronized reserve resource. Today, the requirement to install, maintain and store the 1-minute metering infrastructure that is required to participate in that market is cost-prohibitive.

√ The situation to be improved

The ability of residential demand response customers to participate in the ancillary service market, particularly, the sync reserve market.

✓ Document if the new work is to address specific technical issues and/or to address broader policy issues

This issue is purely a technical issue.

√ Issue Source

Enerwise, an energy services company and a CSP registered as a PJM market participant is bringing this issue forward. Enerwise through its parent company, Comverge, is the leading provider of residential demand response services.



Current SR Market Rules



- Existing residential assets currently participate in the capacity and energy markets at PJM
- Rules for participation in the Synchronized Reserve market are different
- SR participation requires:
 - Metering of the asset at the premises level (not a sub meter)
 - Meter intervals of 1 minute
 - Individual facilities or an aggregation of facilities with a combined load in excess of 100 kW
 - Response to a dispatch signal in less than 10-minutes after transmission of the dispatch command



Residential Demand Response in the Capacity & Energy Markets



Residential DR in the PJM Capacity & Energy Market

➤ Synopsis of PJM Manual 19 DLC Guidelines

PJM Manual 19 Load Forecasting and Analysis, Attachment B: Direct Load Control Load Research Guidelines:

Requires current DLC programs to use the existing "Deemed Savings Estimates for Legacy Air Conditioning and Water Heating Direct Load Control Programs in PJM Region" or;



Residential DR in the PJM Capacity & Energy Market

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Statistical sampling

Requires current DLC programs to use the existing "Deemed Savings Estimates for Legacy Air Conditioning and Water Heating Direct Load Control Programs in PJM Region" or;

A DLC load research base per impact study designed to achieve a minimum accuracy of 90% confidence with 20% uncertainty and;

A Switch Operability Rate with a minimum accuracy of 90% confidence, 10% Error



Design of the Pilot



Comverge Test Plan

 Test Plan for Residential HVAC in the PJM Sync Market dated Sept 7 2012 submitted to PJM for review and approval.

PJM Approval

 PJM approved the proposed SR pilot program on July 29, 2013

Customer Recruiting

Customers
 recruited during
 spring and early
 summer of 2013.
 Residents fitted
 with whole house
 1-minute interval
 meter & real time
 communications
 hardware.



The SR Pilot Process

SR Offers

Weekdays

 throughout August
 SR offer bids
 were initiated by
 the Comverge
 NOC for
 submittal to PJM
 for pilot trial
 proposes only.

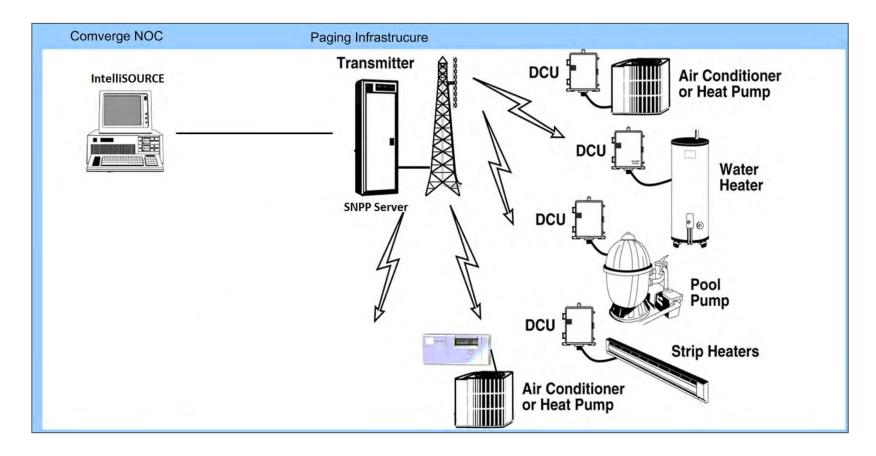
BID Criteria

 The offers were based on the time of day and forecast weather in the PPL service area. Offers varied between 5 and 50 kW

SR Events

- During Aug 2013
 PJM Business
 Solutions initiated
 3 test events:
 - Aug 12
 - Aug 15
 - Aug 30





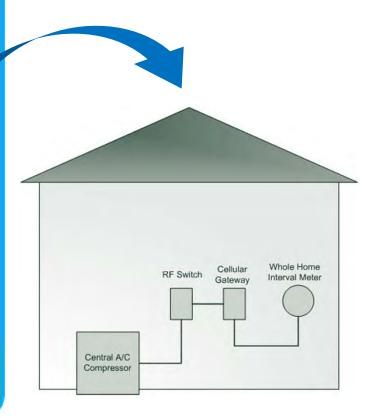
Dispatch from an Automated DR network



SR Pilot Program Configuration

45 measurement sites in the Comverge DR service territory were randomly sampled as representative of the larger population of network switches.

- The pilot program consisted of three test SR events.
- In all tests the device subject to curtailment was a residential central air conditioning compressor.
- 1-minute energy usage was successfully acquired from a whole house interval meter.









Summary Results of PJM – Comverge SR Pilot Trial

SR test event	Event start time (hh:mm)	Event end time (hh:mm)	Average switch response time (mm:ss)
15-Aug	1:37 PM	1:50 PM	1:45
21-Aug	4:11 PM	4:22 PM	2:15
30-Aug	2:19 PM	2:32 PM	2:45

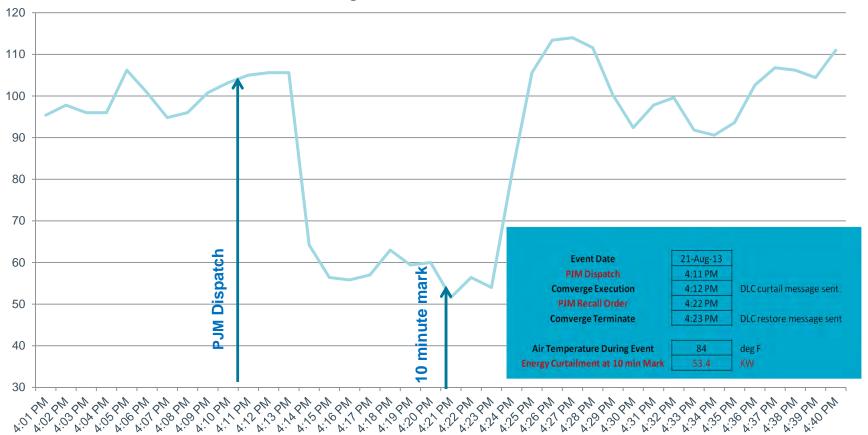
The Average switch response time was within the required PJM RTO Reserve Zone requirement response time of 10 minutes.

	Temperature at start of event (deg F)	10-minute reserve curtailment (kW)	SR test event
	72	6.6	15-Aug
1	84	53.4	21-Aug
	78	21	30-Aug

10-minute reserve curtailment is a function of air temperature









Conclusion



Comverge in conjunction with the PJM Business Solutions team completed a pilot project during August of 2013 demonstrating 1-minute sampling for residential demand response (DR).

The PJM - Comverge pilot successfully demonstrated dispatch of a residential Direct Load Control (DLC) resource for the SR market

The pilot fulfilled its SR market obligation in less than 3 minutes, significantly under the 10- minutes reserve response allowed by PJM for SR generation resources.



Thank You

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