

# Demand Response Stakeholder Advisory Group Meeting

March 3, 2009 Jim Eber

# ✓ Market Research ✓ Demand Response 101 - 401 ✓ ComEd's Portfolio ✓ ComEd's Role ✓ Q & A



# ✓ According to DOE, Demand Response is -

" Changes in electric usage by end-use customers from their normal consumption patterns in response to changes in the price of electricity over time, or to incentive payments designed to induce lower electricity use at times of high wholesale market prices or when system reliability is jeopardized." - *U.S. Department of Energy, Benefits of Demand Response in Electricity Markets and Recommendations for Achieving Them, February 2006* 

ISSUE: "Incentives" vs. Market-Based Price Signals



# **Demand Response = Multiple Products**

#### From DOE Report to Congress Feb 2006

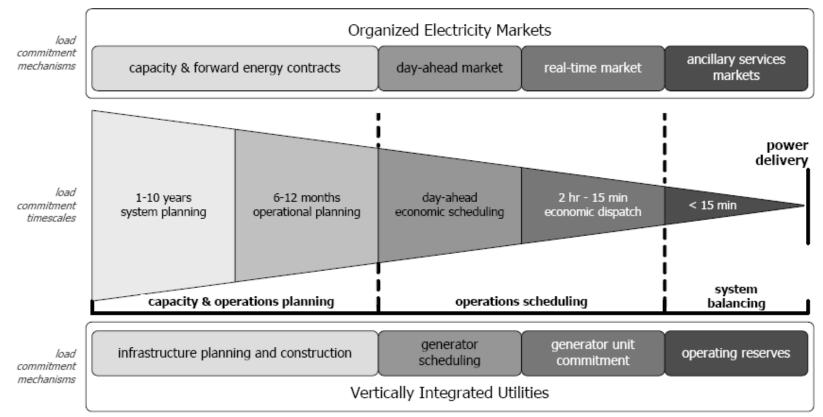
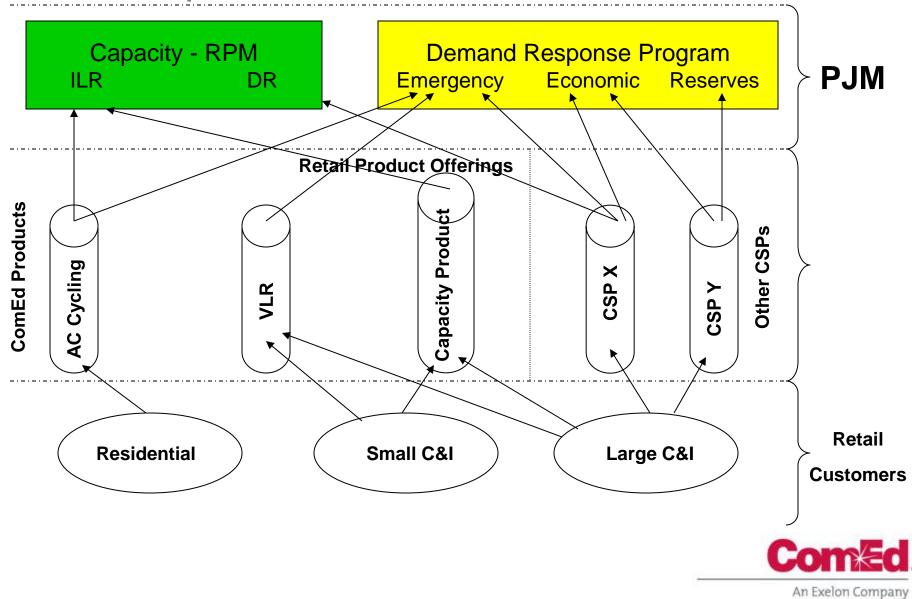


Figure 2-2. Electric System Planning and Scheduling: Timescales and Decision Mechanisms



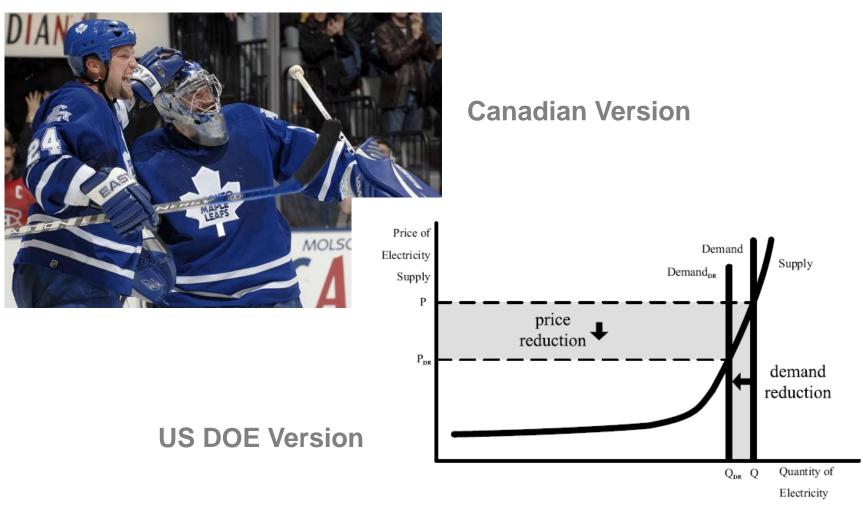
# **Demand Response = Multiple Providers**

#### **Demand Response Framework**



## **Energy Products – The Hockey Stick**

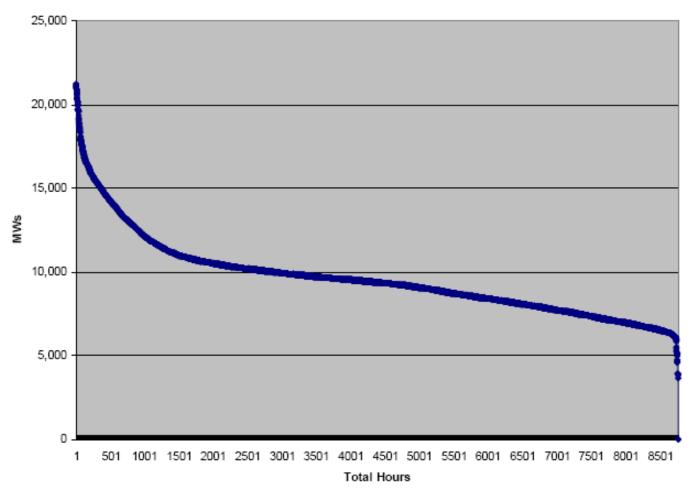
#### **Two Versions**





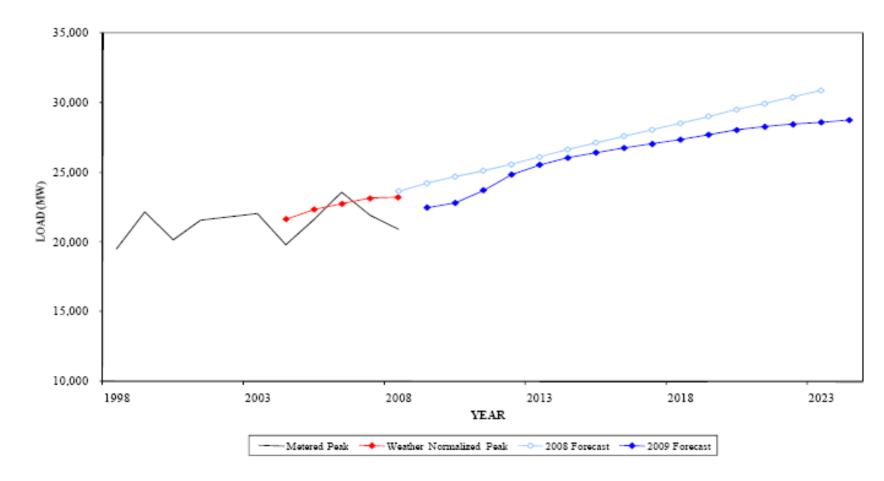
# **Capacity Products – Load Duration Curve**

#### Lots of MWs needed for very few hours





## **Capacity Products – Peak Demand Forecast**

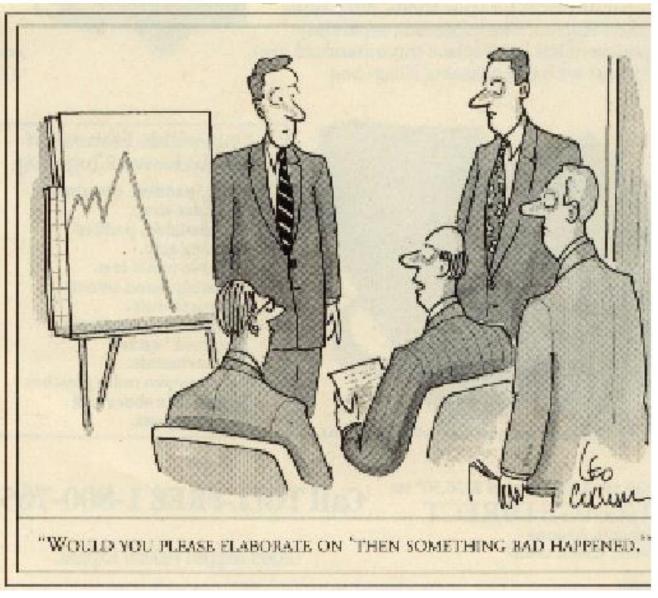


SUMMER PEAK DEMAND FOR COMED GEOGRAPHIC ZONE

Source: PJM Load Forecast Report Jan 2009



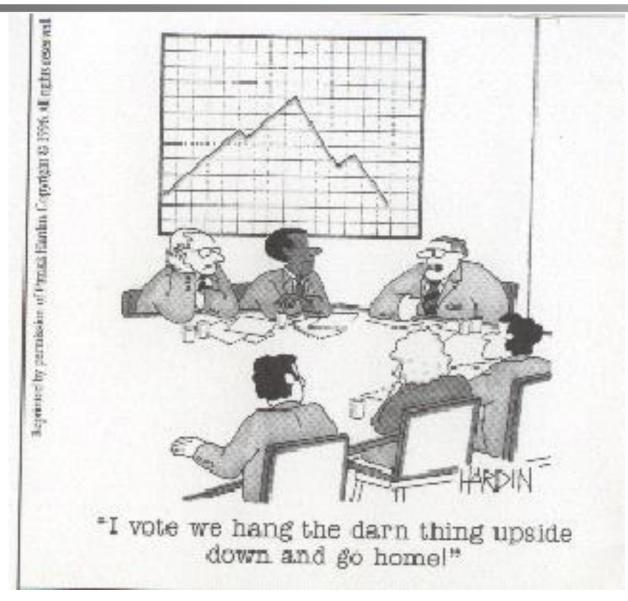
#### **Economic Factors**



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#### **Economic Factors**





## OPTIONS AND PAYMENTS

#### Synchronous Reserves

- •Commitment to respond to a PJM all-call due to a system contingency within 10 minutes
- Paid the market clearing price inclusive of opportunity costs

### Regulation (Frequency Response)

- Respond to regulation signals as needed to keep system at 60 Hz
- Paid market clearing price inclusive of opportunity costs

#### Day-ahead Scheduling Reserve

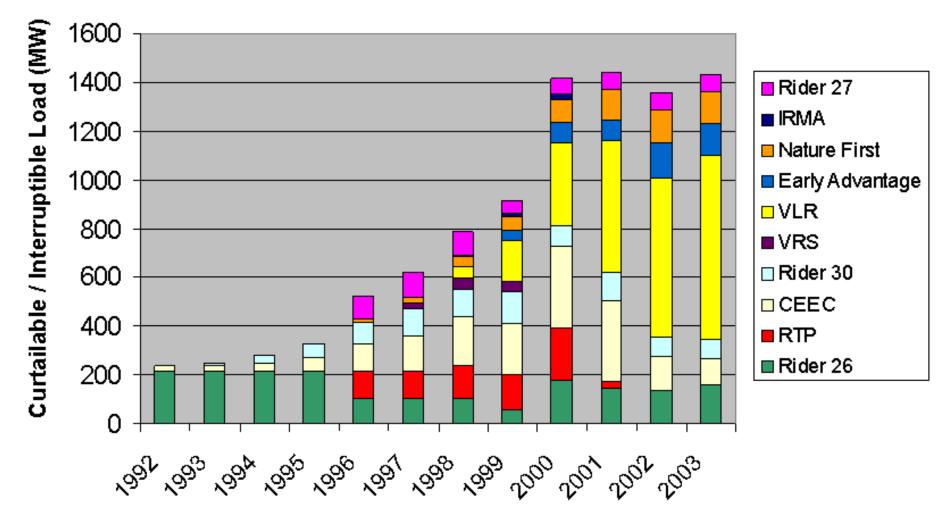
- ·Commitment to be available to respond within 30 minutes of a signal to respond in real-time
- Paid market clearing price inclusive of opportunity costs



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# **ComEd Portfolio**

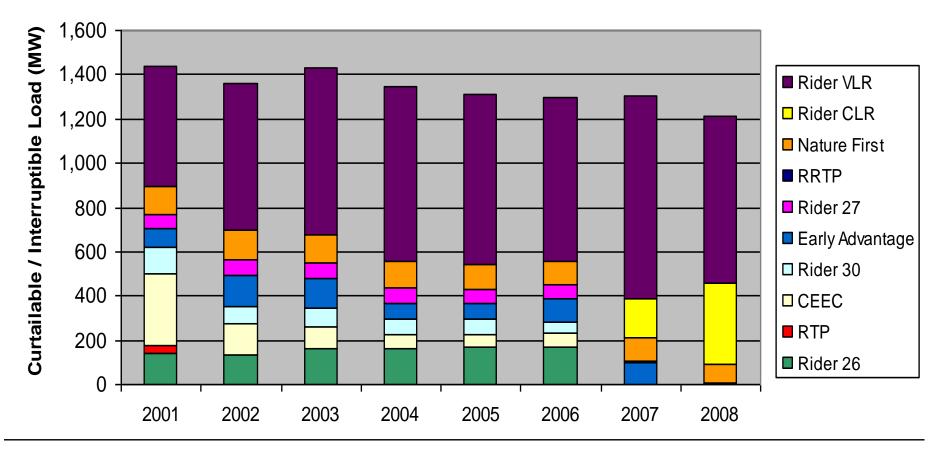
#### Hugh Growth thru the '90s





# **ComEd Portfolio**

#### Maintain and Migrate in the 2000s





# **ComEd's Role**

- ComEd will continue its support, transition, and development of reliability and market-based demand response, to enhance the reliability of the distribution system, and market efficiency.
- ✓ Dynamic Pricing
  - Expansion of RRTP program over next 2 years.
  - Provide customer education, and ensure positive customer experience.
- ✓ Residential AC Cycling Program Expansion
  - Provides technology solution which enables control of peak period loads.
  - Grow by about 10 MWs annually under EE/DR plan for next 2 years.
  - Potentially research AMI enabled technology.
- C&I Load Response (Over 5000 participants 1000 MW potential peak reduction)
  - Continue to support distribution, energy, and capacity demand response to C&I customers.
  - Transition with RPM, and participate in PJM process to refine DR participation in markets.

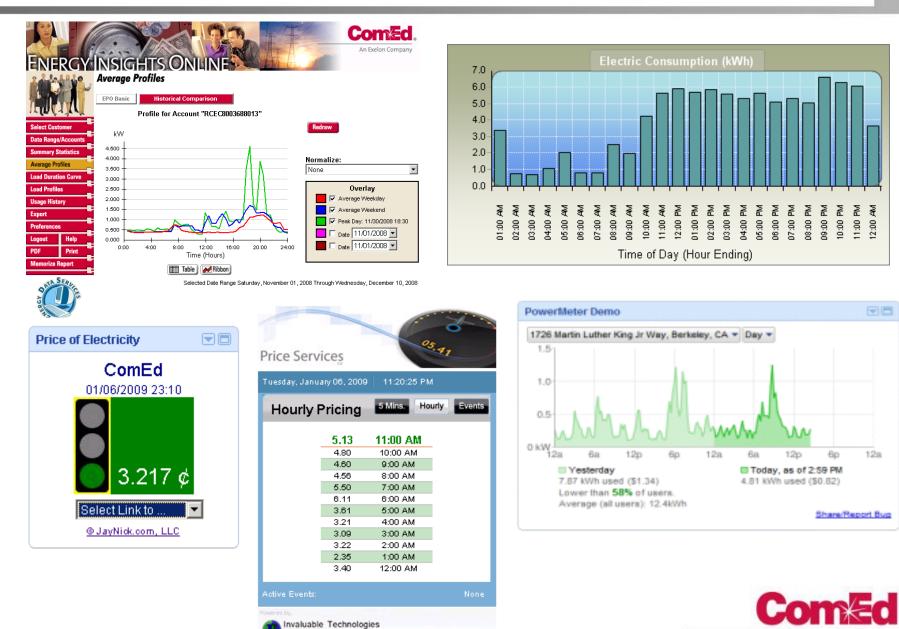




# **Appendix**

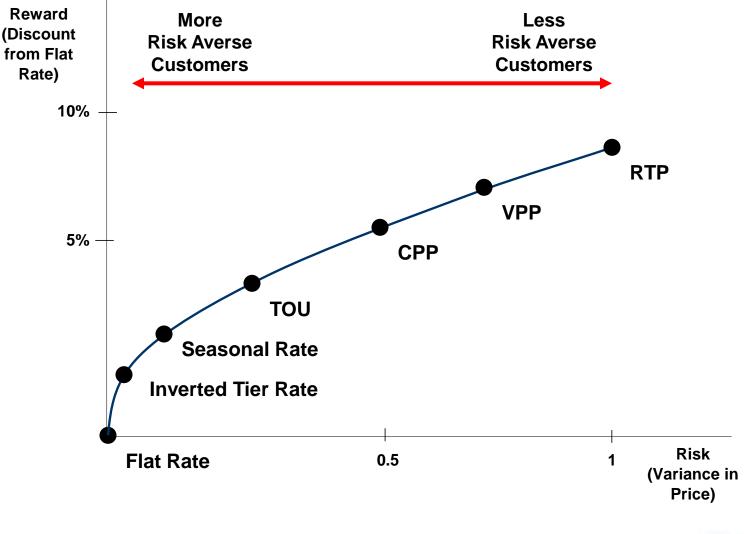


# **Application – Energy Data Services**



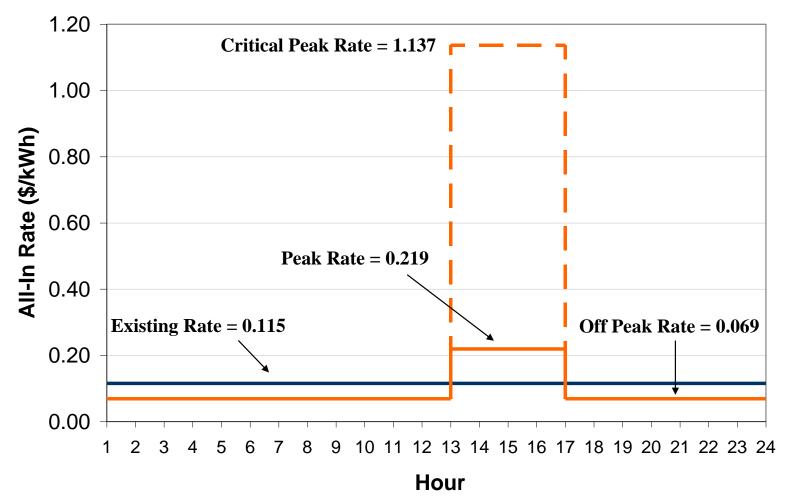
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# **Application – Dynamic Pricing**





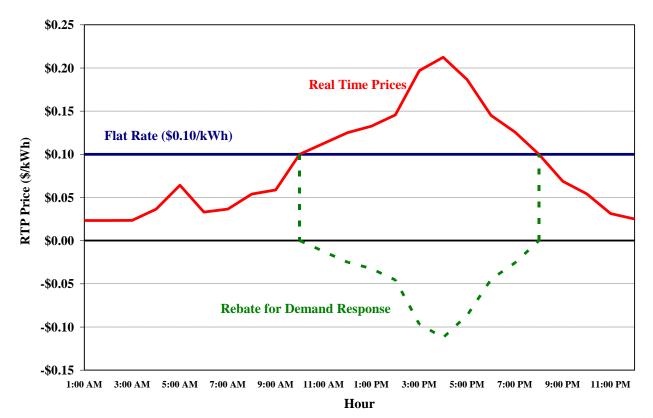
#### **Illustrative CPP-TOU**





# **Application – Dynamic Pricing**

- Customers pay the flat rate in all hours
  - Can earn a rebate by reducing consumption in hours when the real time price is higher then the flat rate



**Illustration of Real Time Rebate** 



# **Application – In-Home Displays**

✓ High End

 ✓ Middle of the Road





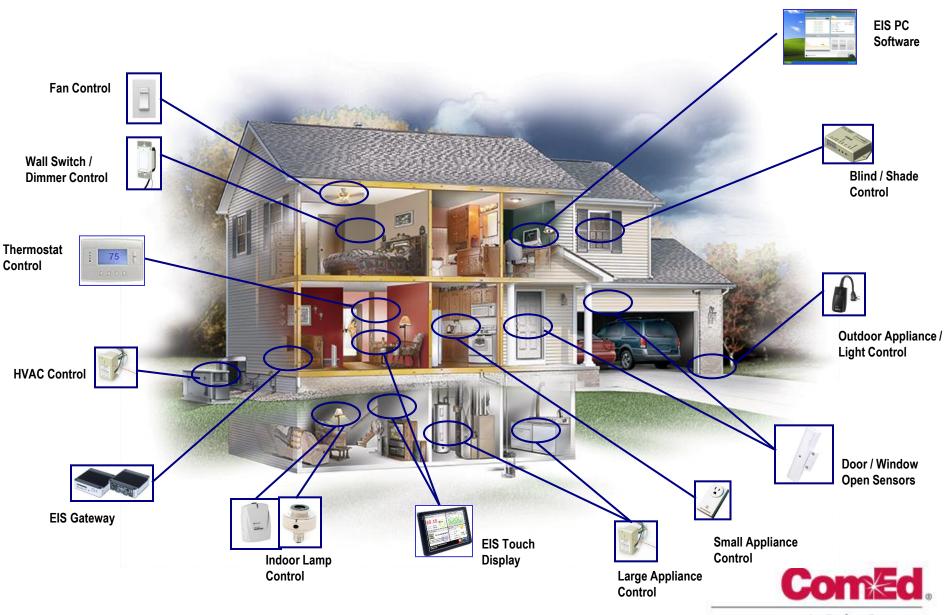
✓ Low End







# **Application – HAN Control Systems**



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