NYC Installer Workshop

March 18th, 2019 Con Edison



Agenda

- Overview of progress to date
- Con Edison Grid 101
- ConnectDER
- Con Edison Interconnection Process
- Rates & Billing
- Key Takeaways and Resources



2018 Overview

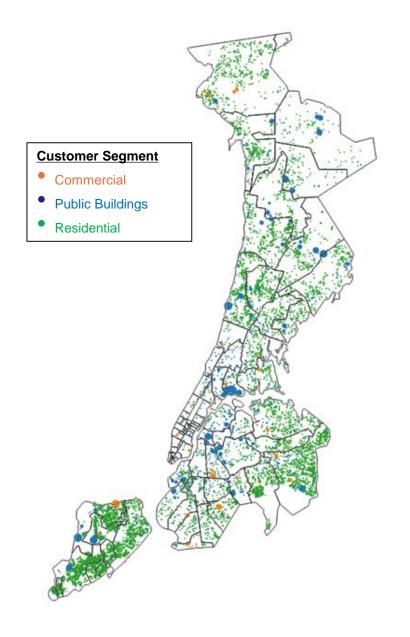


Interconnection Customer Adoption

- Added 5,842 new DG installations
- Solar accounted for 98% of installs
- Uptick in RNM and CDG applications

DG Installations (as of 12/31/18)

Units: # of installs	Con Ed Territory		NYC Only	
omes. If of metans	2018 only	Total	2018 only	Total
Battery Storage	12	30	4	19
Fuel Cells	1	31	0	24
CHP	20	301	19	271
Solar	5,809	23,588	4,900	18,110
TOTAL	5,842	23,956	4,945	18,429



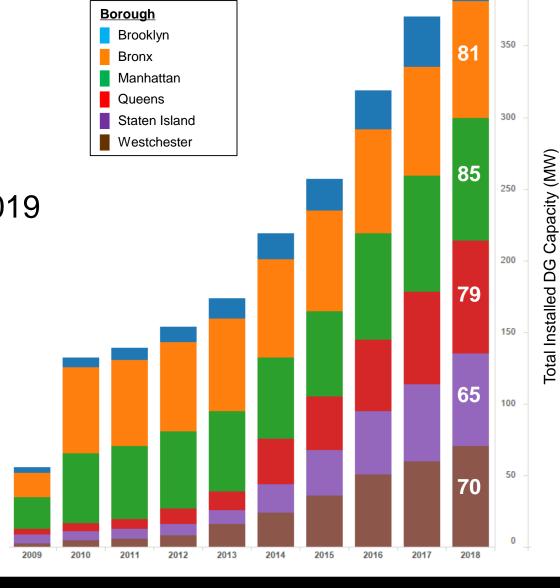


Interconnection DG Capacity Additions

- Added 55 MW new capacity
- Solar accounted for 50% of capacity
- Solar capacity is coming in on forecast 2019 projected to reach 267 MW capacity

DG Capacity Installed (as of 12/31/18)

Units: MW	Con Ed Territory		NYC Only		
Offics. WW	2018 only	Total	2018 only	Total	
Battery Storage	0.7	2.7	0.25	2.2	
Fuel Cells	0.2	12.7	0	10	
CHP	4.7	181	4.5	176	
Solar	50	228	39.7	167	
TOTAL	55	425	45	355	

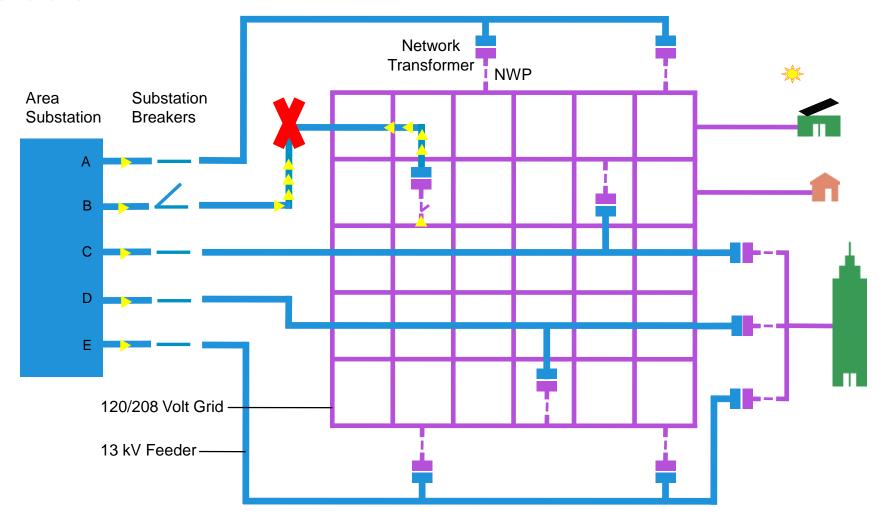


Integrating DERs into the Underground Network System



Purpose of Network Protectors (NWP)

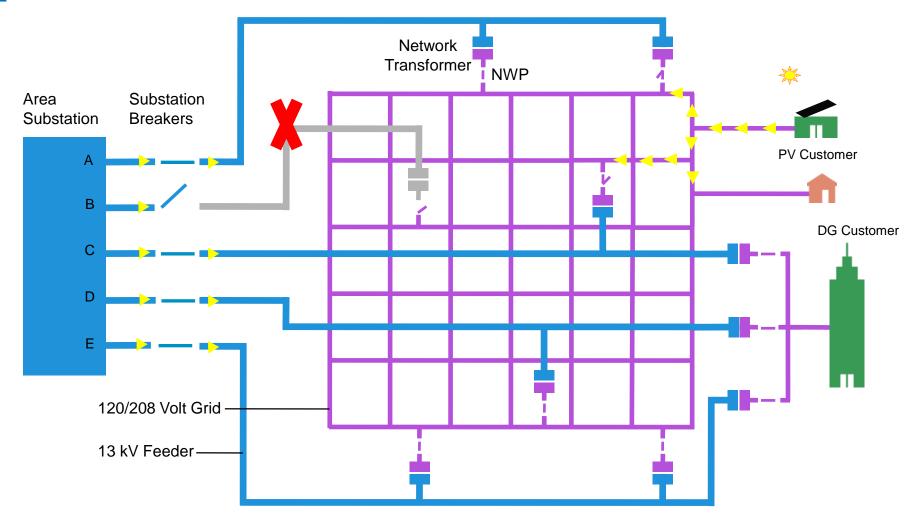
Fault Isolation





Network Protector Considerations

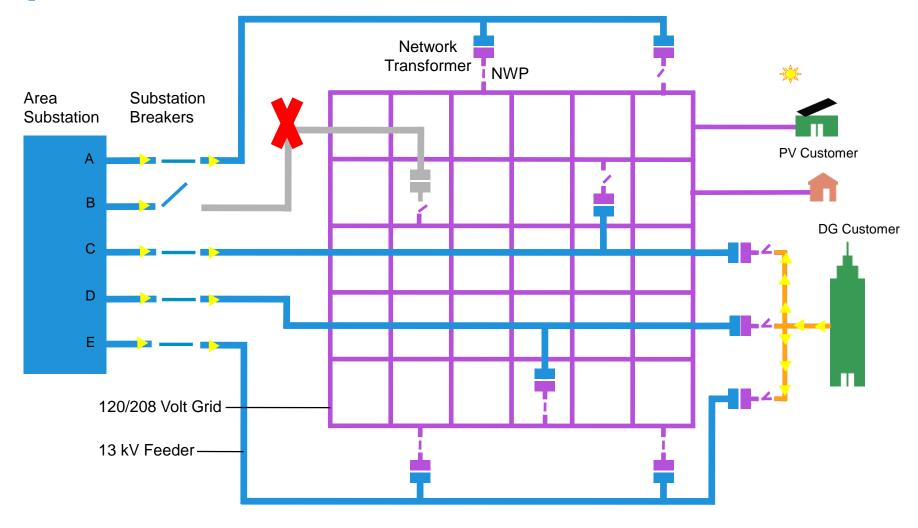
Solar Export w/ Low Network Load





Network Protector Considerations

Isolated/Spot Networks





DG Implications Network Grid Service

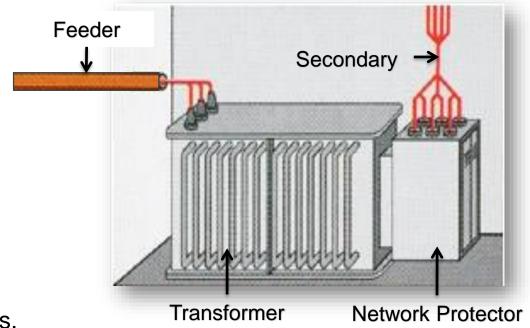
- Export capability dependent upon multiple factors.
 - PV size vs service capacity
 - Network loading
 - Nearby transformer loading
 - Network Protector operations
- Upgrades to service may require street work
 - Localized underground
 - Increased customer cost & timeline





DG Export Solutions for Network System

- Adaptive Trip (AT) or Insensitive (I):
 - Application: Network grid service
 - Description: Modifications to nearby network protectors to make operation more conducive to reverse power flow from solar export
 - Typical Cost: Up to \$20K
- Communications Aided Tripping (CAT):
 - Application: Isolated/Spot Network
 - Description: Modifications to impacted network protectors and communication to customer inverters.
 - Typical Cost: \$70-100K



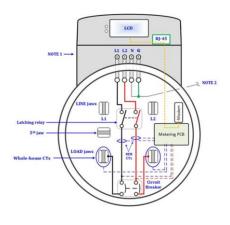
ConnectDER



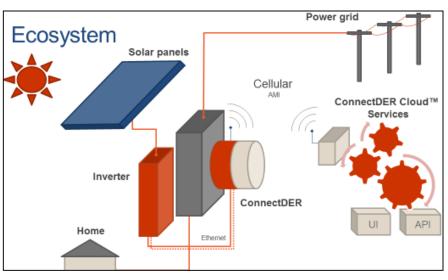
Smart ConnectDER

Device





Role / Functionality



Description • DER meter

 DER meter collar for easy interconnection of all residential scale DER (<15kW)

 Integrated circuit breaker can be customized to each location – eliminates need for separate 89L

 No line side tap, no penetration into home, no panel upgrades.

Benefits

- Reduces DER installation time & lowers balance of system cost for Customers
- Removes risk from Installers, speeds up PTO by early net meter installation.
- Utility gains data from PV production for planning/operations/billing needs
- Easy to add battery to existing PV site.
- Sized for most residential EV Chargers₁₃

Company / Technology Description



ConnectDER Roadmap

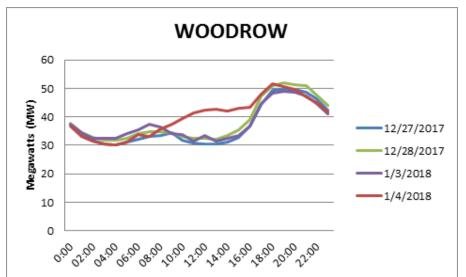
- Con Edison Pilot in Staten Island
 - 32 units installed by two pilot Installers
 - Installed first AMI meters in territory
 - Customers saved \$500 on average
 - Fully funded by Con Edison R&D
- NYISO Pilot Expansion
 - Install on 200 additional homes on SI
 - Started June 2018 59 installations so far
 - Testing residential solar effect at NYISO
 - No cost to installer/customer to participate

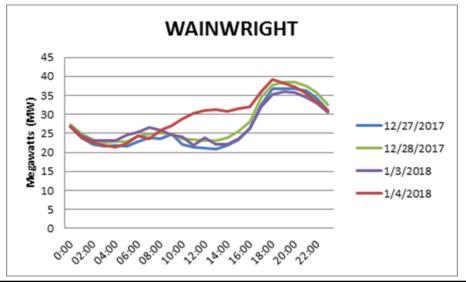
- ConnectDER Innovation Initiative
 - Procurement of 500 units for all boroughs
 - Launching the initiative today!
 - Looking to expand to non-PV locations
 - Continue to provide units at no cost
- Looking forward...
 - 2019 Integrate process into PowerClerk
 - Q1/2 2019 Rollout units across territory
 - Look for more opportunities to install units
 - Incorporate data into grid planning



ConnectDER will help us understand SI duck curves







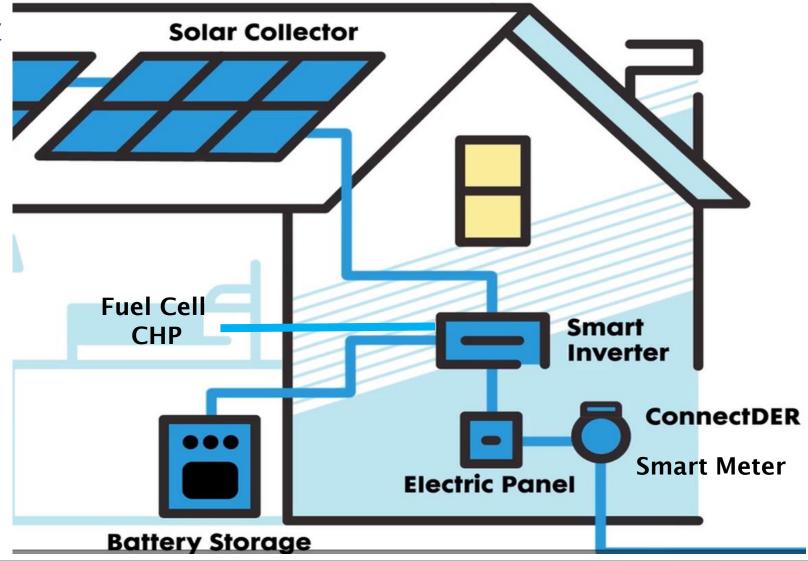


Interconnection Process



Interconnection "Trailer"

https://bcove.video/2yzYBbr



Prior to First Interconnection Request

- Read the New York State Standard Interconnection Requirements (SIR)
 - Application Process and Timelines
 - Technical and Operating Requirements
 - Required Contracts and Forms
- Read Rider R
 - Net Metering and Value Stack Tariff
- Register with Power Clerk
 - How you submit applications
- Contact us with any questions dgexpert@coned.com



How You Submit: PowerClerk

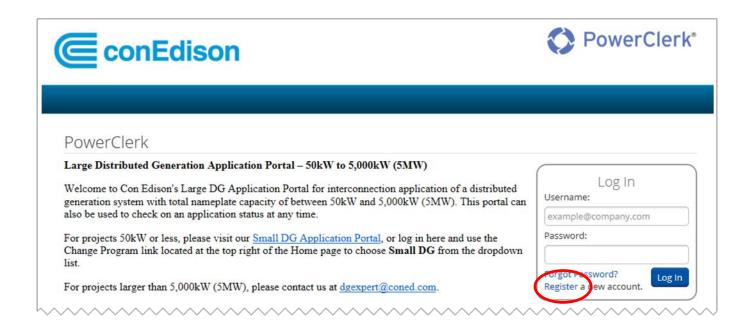
Register for Small DG and/or Large DG program(s)

Projects up to 50 kW

conedsmalldg.powerclerk.com

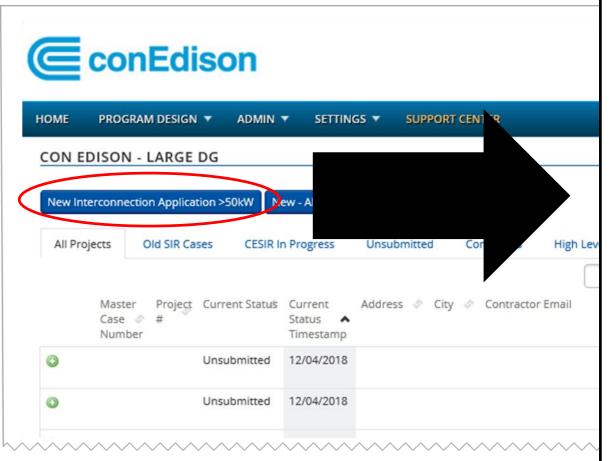
Projects 50 kW to 5 MW

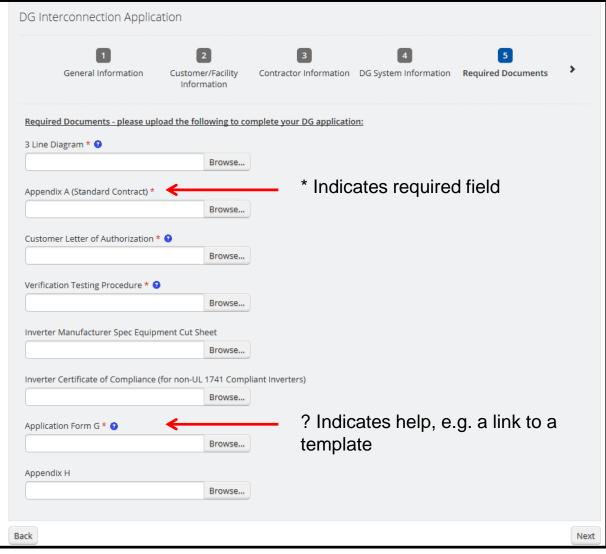
conedlargedg.powerclerk.com





Beginning an Application

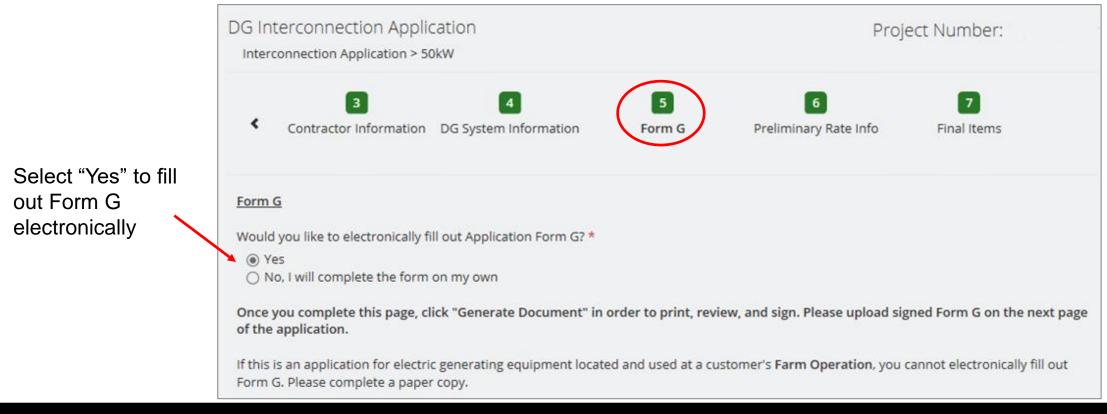






Application Form G: Rider R or Standby Service

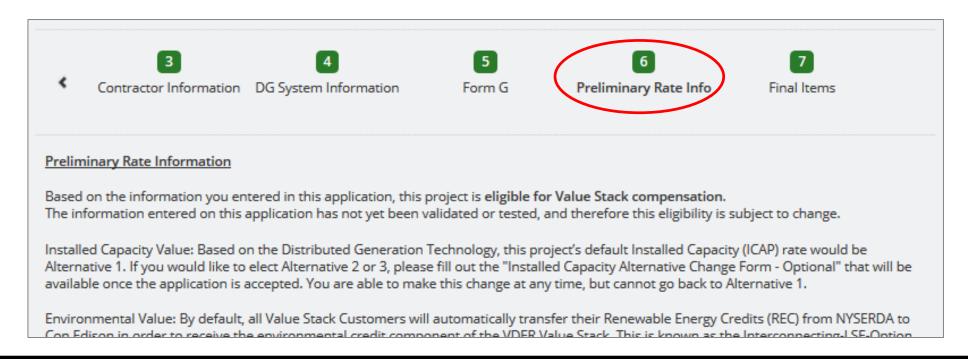
- Latest version available in Con Ed Electric Tariff, Leaf 382
- Enhancement: electronically complete Form G to avoid errors that may result in delays in the interconnection process or billing





Enhancement: Rate Determination

- Based on the information entered, you will be able to view Preliminary Rate Information before submitting the application
- Once the Design has been approved for Value Stack projects, the applicant will receive a Final Value Stack Summary document from Con Edison





Process for Energy Storage Systems (ESS)

Technology	Application
PV + Storage as Back-up (not grid parallel)	Emergency Back-up generator application in Project Center + Solar application in PowerClerk
Stand-Alone Storage in Parallel with Grid	Battery Energy Storage application
Hybrid System with ESS: DG + ESS	1 Hybrid Application combining DG and Energy Storage
Hybrid Systems without ESS: DG + DG	2 separate DG applications

Where to start in PowerClerk





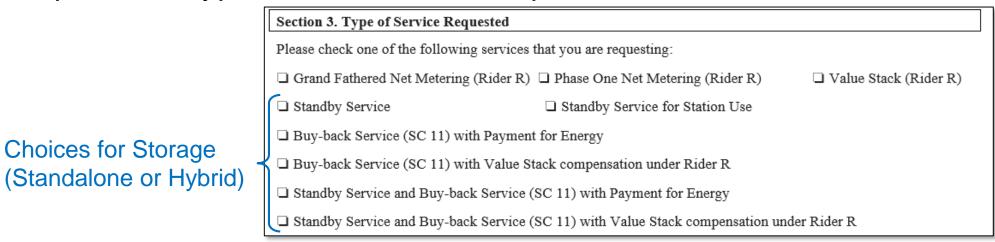




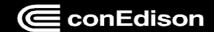
Application Forms for Energy Storage Systems (ESS): Form G

"Application for Rider R or Standby Service and/or Buy-Back Service"

Request one type of service and compensation:



- Enter key information related to Standby and Buy-Back provisions
- Complete electronically* and then sign and attach in PowerClerk as part of initial application submittal



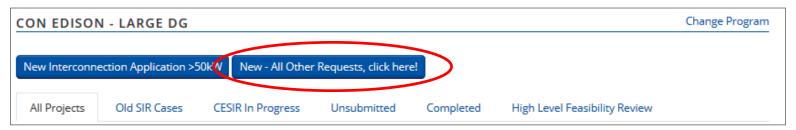
Application Forms for Energy Storage Systems (ESS): SIR Appendix K

"Energy Storage System (ESS) Application Requirements / System Operating Characteristics / Market Participation" (<u>link</u>)

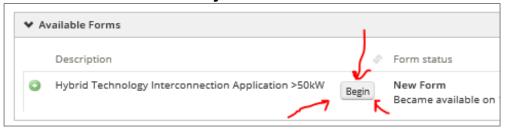
- Enter all details on specs and planned operating parameters, for example:
 - How and when will it charge and discharge?
 - What is the Protection & Control scheme?
 - Will the system be compensated by the NYISO or a utility tariff?
- Complete electronically in PowerClerk as part of initial application submittal

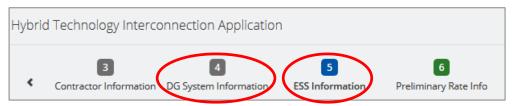
Beginning a Hybrid DG + ESS Application

1. From the Home Screen, select "New – All Other Requests, click here!"



- 2. Select "Apply to interconnect a Hybrid System, i.e. a DG system that includes an Energy Storage System (ESS)" and click Submit. You will see new 'LDG-#####"
- 3. Back on the Home screen, search LDG-##### and click "View/Edit Project"
- 4. In the Available Forms section of the project screen, click Begin on the "Hybrid Technology Interconnection Application >50kW"
- Complete this form, entering DG system info and ESS info on separate pages







Configuration Options for Hybrid Applications (DG+ESS)



ESS Exclusively Charged by DG

- ESS exclusively charged by eligible DG
- All export considered renewable
- No netting out of "brown" electrons



ESS Cannot Export to Grid

- ESS can charge from DG or from grid
- All export considered renewable because ESS cannot export to grid, only serves on-site load
- System controls or minimum import relay required
- No netting out of "brown" electrons



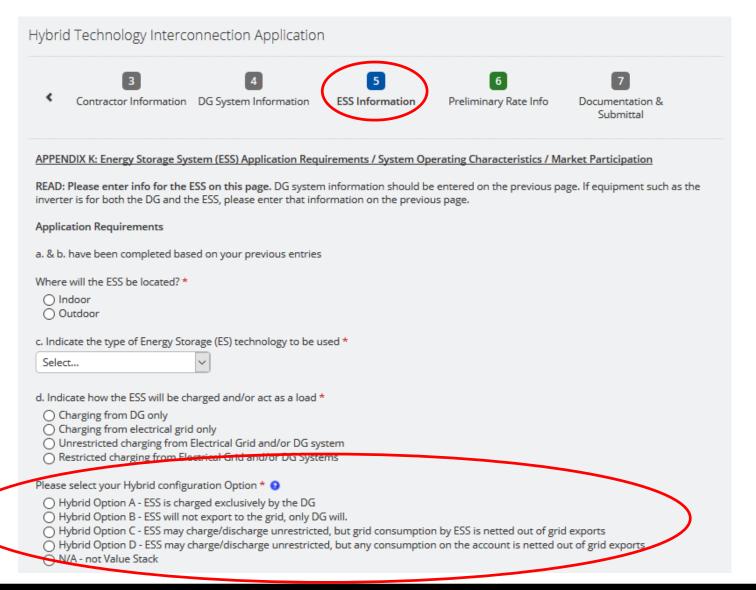
Any Charging and Exporting Configuration with Netting

- ESS can charge from DG or from grid
- Net out "brown" electrons
- C Import to charge ESS is netted out from overall export to determine renewable export
- Import to account overall is netted out from overall export to determine renewable export intended for Hybrid Systems without load (e.g. CDG)

Note: Options A-D are defined by the NYS PSC in the 12/13/2018 "Order Implementing Hybrid Energy Storage Systems" (<u>link</u>), with effective date 2/1/2019



Applicant Chooses Option on Appendix K





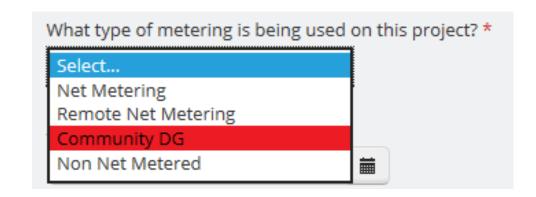
RNM and Community DG Conditions

	Condition	Remote Net Metered (RNM)	Community Distributed Generation (CDG)	
Host	Customer Type / Service Class	Any except residential (SC1)		
Rules	DER Technology	Farm waste, PV, wind, micro-hydro, fuel cell	All Tier 1-eligible technologies	
Satellite Rules	Customer Type / Service Class	Any	Larger satellites, ≥25 kW demand, can only take ≤ 40% of output (unless SC8)	
	Account Ownership	Accounts owned in the same name as Host	N/A	
	Geographic and NYISO zone	Any NYISO zone served by the same utility as the Host		
	Minimum number of satellites	1	10 (unless all on same premise or SC8)	
	Minimum yearly offtake	N/A	1,000 kWh per satellite	
	Can a satellite also be a host?		lo	
	Can a satellite have multiple hosts?	Yes	No	
	Can a satellite also be a net- metered customer-generator?	Yes, but not on Buy-back (SC11)	No	
Forms	Application Forms	Form G	CDG Appendix A, B, and C	



Community DG: Process

- Read the <u>Community DG Procedural Requirements for Value Stack</u> before starting an application
- Follow the SIR process facilitated by PowerClerk
 - Select "Community DG"
 - If new account for export only, apply for New Service via Project Center
 - Submit CDG Appendix A and B with interconnection application, instead of Form G



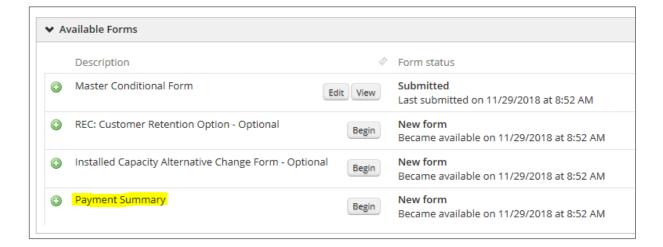
- Submit CDG Appendix C spreadsheet "Initial Allocation Request" through PowerClerk (preferred) or via email to cdgdevelopers@coned.com:
 - At least 60 calendar days before commencing CDG program
 - If email, include case number (MC-XXXXXX) in subject line



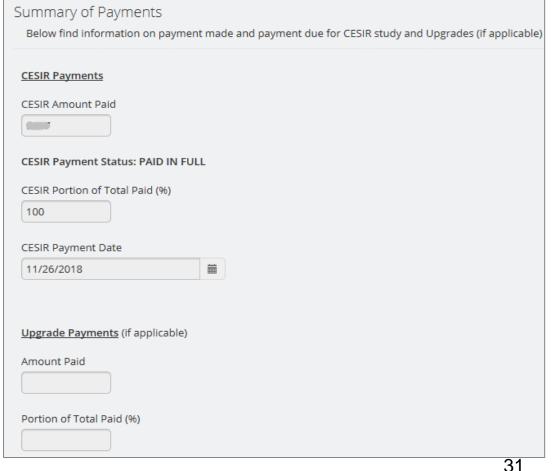
Recent Improvement: Payment Summary Form

Payment Summary form becomes available in the "Available Forms" section

once a CESIR payment is made



 Displays payments made and payments due for the CESIR study and interconnection upgrade costs



Best Practices for Applications

- ✓ Have your Customer's Account Number and Meter Number
 - Con Edison Meter Number is 7-digits; Account Number is 14 digits
 - For Remote Net Metered/CDG cases, use Host Account
 - For New Service, enter MC number for Project Center Service case
- ✓ Select the appropriate type of metering, e.g. "Net Metering" = Rider R (NEM or Value Stack)
- ✓ Complete forms electronically in PowerClerk whenever possible (Form G, Appendix K)
- ✓ Find the latest versions of forms in the Con Ed <u>Electric Tariff</u>
- ✓ Submit the proper application for combinations of different technologies on same premise:
 - One Hybrid Interconnection case for Hybrid projects with DG and ESS
 - Separate cases for non-ESS projects (DG + DG)



What Happens After You Submit Your Interconnection Application

- Customer and contractor receive acknowledgment letters and a case number:
 MC-xxxxxx
- Case is assigned to a Customer Project Manager (CPM) in Energy Services
- Up to 50kW solar projects will follow expedited process (no engineering review, self-certification)
- 50kW 5MW solar projects will follow SIR process including preliminary screens and engineering reviews

Energy Services Contacts

- You can reach Energy Services from 7 a.m. to 3:30 p.m. Mon- Fri
- If no response from your CPM within 2 business days, contact their Manager:

Employee	Manager	Phone	Email	
Chris Mattina		212-460-3223		
Shashi Ramjattan	Rob Klopf		klopfr@coned.com	
Kevin Dekeris				
Mike Brown				
Mike Tucci	Richard Vitolo	914-925-6962	vitolor@coned.com	
Seretse Henry	Richard Vitolo			
Gerald Thompson				
Jack Chen		212-460-4230	shaoz@coned.com	
Antoine Adams	Zhen Shao			
Peter Aufdemorte				
Phyllis DelRe	Tracy Downing	646-341-2906	downingt@coned.com	

If still no response within 2 business days, contact the Department Manager Directly:

Tom McAndrews mcandrewst@coned.com 212-460-4490

 For emails, include the Job Number (MC-xxxxxx) in the subject and the project address, your CPM's name, and your contact information in the email body

Note: All this information is also available on our website



Rates & Billing



Common Service Classifications

SC 1: Residential/ Energy only (kWh) Religious Mass SC 2: General – Small Energy and Fixed Market Demand Charge (kWh) Only for customers with demand < 10kW SC 8: Multiple Dwelling **Energy and Demand** Redistribution Charges (kWh & kW) Demand Highest 30 minutes of Billed SC 9: General – Large demand sets demand charge for entire month

https://www.coned.com/_external/cerates/documents/elecPSC10/electric-tariff.pdf



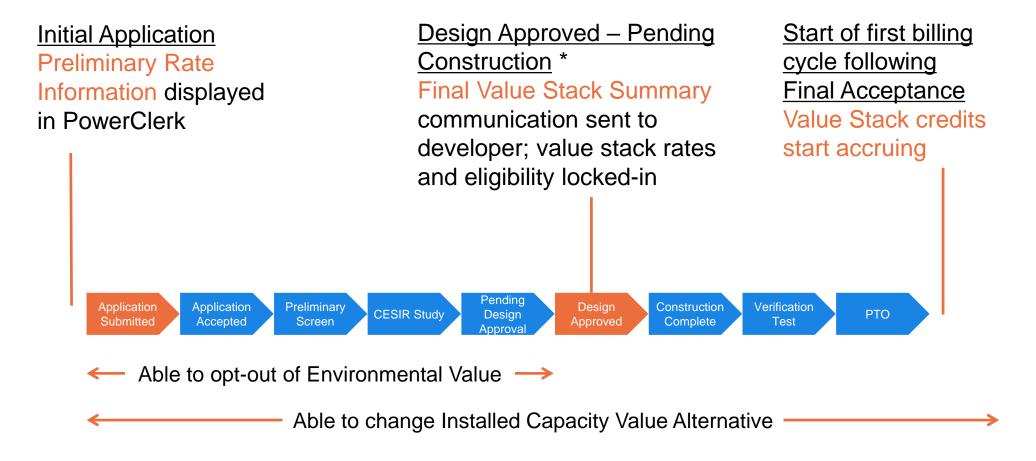
Compensation for DERs: Outcome of Value of DER Order

	Systems in operation as of March 9, 2017	Traditional NEM for life of system (no change) Can opt-in to Value Stack
Mass Market*	New residential & small commercial systems installed through sooner of January 1, 2020 or Phase 2 Order	Phase One NEM for 20 years
	New Remote Net Metering (RNM) installations	Value Stack without transition credit for 25 years
Demand Billed	New Community DG (CDG) projects	Tranche 1-3: Value Stack for 25 years with transition credit (MTC) for mass market subscribers (declines by tranche) (Tranche 0: Phase One NEM for 20 years)
	New large commercial and industrial installations	Value Stack without transition credit for 25 years

^{*} SC 1 accounts cannot be RNM or CDG hosts



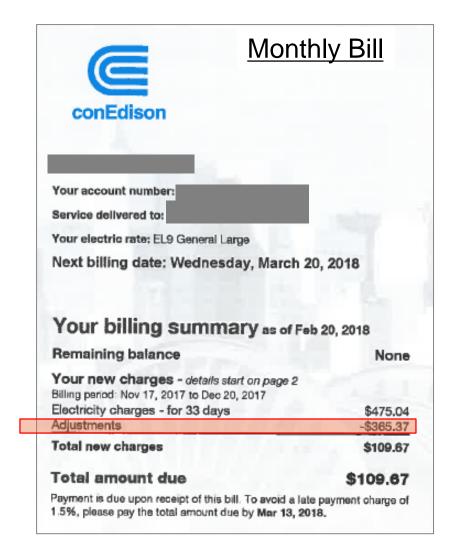
VDER Value Stack Project Interconnection Milestones



^{*} Occurs once 25% of interconnection upgrade costs are paid or SIR contract is executed if no payment is required



Demand Customer Value Stack Bill



_					_
VDED	Customer Name				
<u>VDER</u>	Account Number			luci	
	Billing Period State Date		-11	UStrat:	
Stateme	nt Billing Period End Date			lustrative	
	Billed consumption	kWh		1602	
	Total Injections from DER	kWh		-1483.5	
	Value Stack Components				
	Energy Component	\$/kWh	\$	0.03	
	Capacity Component	\$/kWh	\$	0.01	
	Environmental Component	\$/kWh	\$	0.02	
	Subtotal Credit per kWh	\$/kWh	\$	0.07	
	Demand Reduction Value	\$/kW-month		(\$168.33)	
	(monthly lump sum)				
	Locational System Relief Value	\$/kW-month	\$	-	
	(LSRV) (monthly lump sum)				
	Total credit per-kWh elements			(\$197.04)	
	Total credit from DRV + LSRV			(\$168.33)	
	Total Dollar Credit from DER				
	this Billing Period			(\$365.37)	
	Credit Applied to Customer Bill				
	Total Delivery Charges			320.77	
	Total Supply Charges			115.55	
	Total Miscellaneous Charges			38.72	
	Total Charges		\$	475.04	
	DER Credit			(\$365.37)	
	Remit to Utility		\$	109.67	
	Dollar Credits Carried Over from				
	Previous Billing Period (if any)		\$	-	
	Excess Dollar Credits Carrying		•		
L	Over to Next Billing Period		\$		



Value Stack for Stand-Alone Storage

Modified Value Stack

Energy (LBMP)	Eligible		
Capacity (ICAP)	Eligible for Alternative 3		
Environmental (REC)	Not Eligible		
Demand Reduction Value (DRV)	Eligible		
Market Transition Credit (MTC)	Not Eligible		
Locational System Relief Value (LSRV)	Eligibility based on location		

 Mandatory Hourly Pricing (MHP): to be eligible for Value Stack accounts must go on MHP for import (unless storage capacity < 115% of demand)



Standby Service & Standby Rates

- Standby Service is provided to backup and/or supplement the energy ordinarily generated by a generating facility on customer premises
- Customers receiving Standby Service are billed under Standby Service Rates unless exempt
- If exempt under Designated Technology or Targeted Exemptions, customers are billed under their corresponding standard rate
- As of 2017, Standby Service customers are eligible for Rider Q (Standby Pilot Rate)

Standby Rate Components:

- Contract Demand: based on the customer's maximum potential demand on Con Edison's system
- As-Used Demand charges: based on the customer's maximum actual demand for each weekday from 8am-10pm.
- Other misc. charges: Customer charges, metering charges, associated MACs, SBC, and taxes



Electric Buy-Back (SC-11)

- Customer pays a customer charge and a contract demand charge based the generating facility's ability to deliver energy to the grid
- As an alternative to Value Stack, customers may sell energy to Con Edison:
 - The payment rate for energy will be based on the applicable wholesale rate, which is the Locational Based Marginal Price (LBMP) set by the New York Independent System Operator (NYISO)
 - Customers delivering energy at the secondary distribution level will have the LBMP increased by a factor of 1.066 to account for line losses



Key Takeaways



Key Takeaways

- Con Edison is actively innovating to improve interconnection
 - Engineering solutions to allow export on a network grid
 - ConnectDER
 - Software enhancements: PowerClerk, Hosting Capacity Maps
- Follow the Best Practices for interconnection on Slide 32
- Review Energy Storage VDER compensation and Standby charges
- Review Hybrid options and compensation



Con Edison Resources

- Con Edison DG website: www.coned.com/dg
- Con Edison solar website: www.coned.com/solar
- Con Edison Guides: www.coned.com/privategenerationguides
- Con Edison Electric Tariff
- Billing questions
 - Residential customers: netmetering@coned.com or 212-780-6600
 - Large/commercial customers: <u>dl-CCGNet-metering@coned.com</u>
- Technical, process, or rate questions: dgexpert@coned.com



Open Discussion

Thank you!

dgexpert@coned.com



APPENDIX

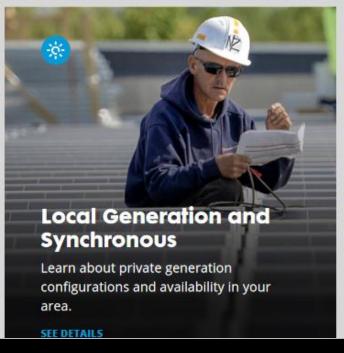


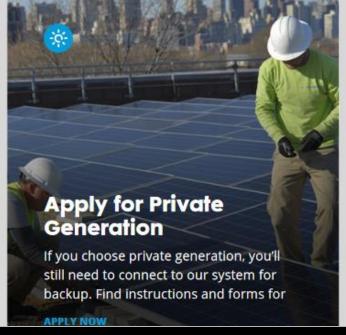
Navigating Resources on Con Edison website

Using Private Generation Energy Sources

www.coned.com/dg



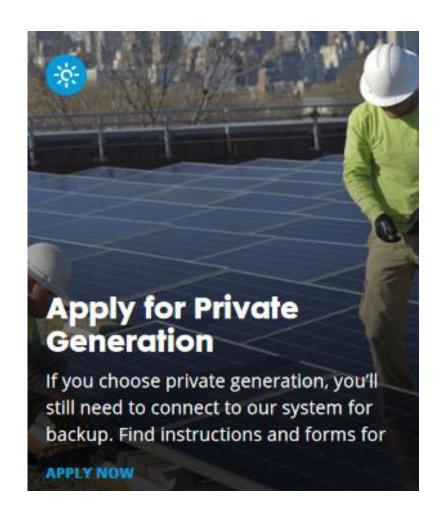






Applying for Private Generation

- Interconnection Forms and Documentation
 - SIR Appendix F forms
 - Power Clerk web portal links
 - Customer Authorization
 - Contractor Certification for Verification Test
- Service and Rate Application Forms
 - Form G
 - CDG Procedural Requirements
 - Rider H





www.coned.com/privategenerationguides

General Guides

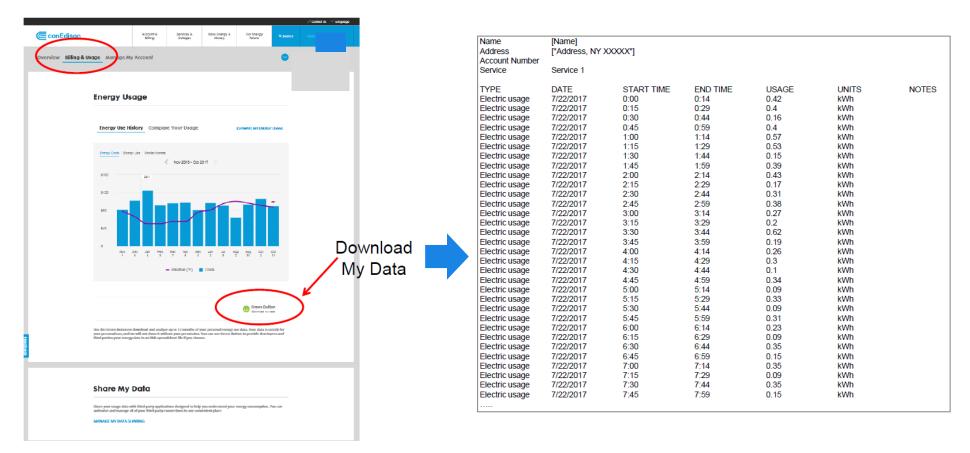
Energy Storage Guide: For customers considering installing or upgrading an Energy Storage System up to 5 MW.

Fuel Cell Guide for customers interconnecting fuel cell less than 5MW. **Solar Photovoltaics Guide**: For customers who are considering installing or upgrading photovoltaic (solar) power generators less than 5 MW.



Green Button Download My Data

Customer tool to download energy use into a spreadsheet



Link: <u>www.coned.com/en/save-money/estimate-your-energy-usage/make-better-energychoices-with-green-button</u>

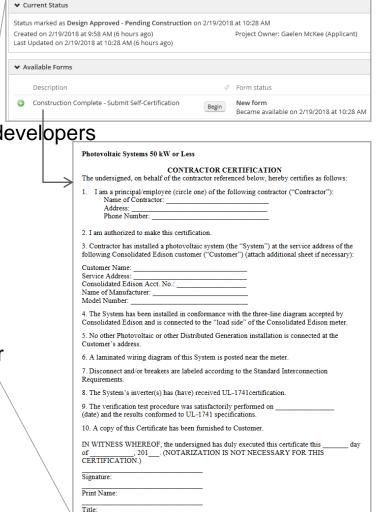


Interconnection Process



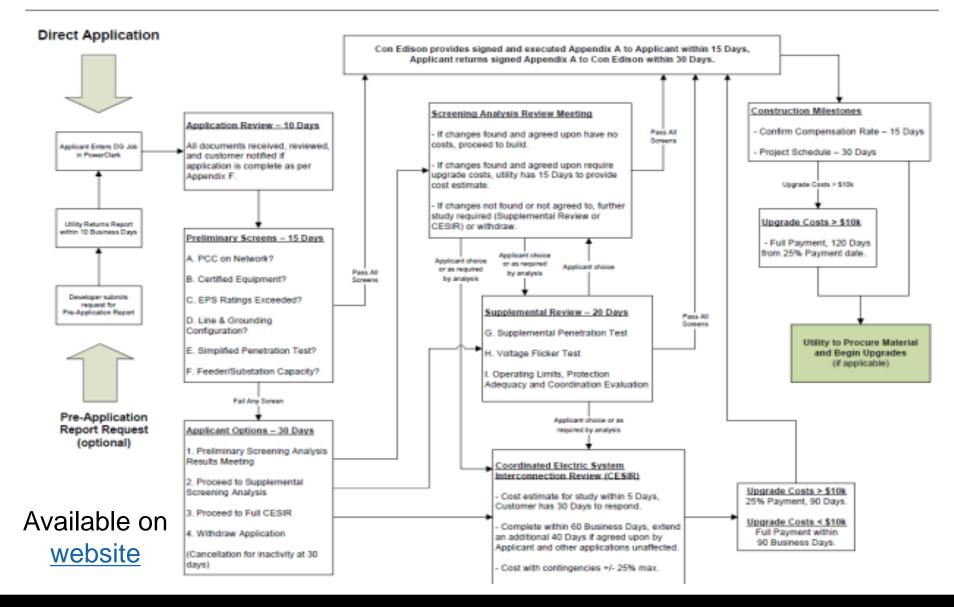
Under 50kW: Project Review

- Submit application via PowerClerk
- Con Ed reviews and approves design
 - Fast Track: automatic approval for projects <25 kW for most developers
- Complete your construction
- Test inverter
- Submit self-certification form via PowerClerk
 - Available on our <u>website</u>
 - Signals to CPM that ready for final review and net meter order
- Con Ed issues formal letter of Final Acceptance





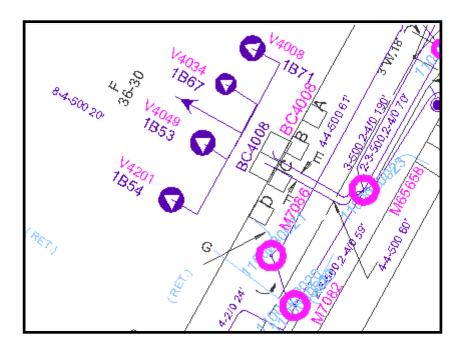
April 2018 NYS SIR - Simplified Process Flow Chart for 50kw - 5MW

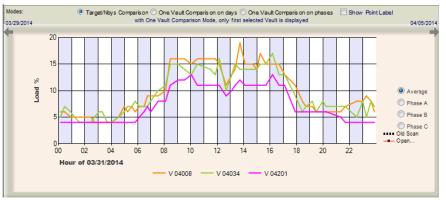




50 kW to 5 MW: CESIR study

- Upon customer choice and payment for study
- Distribution Engineering
 - Technical review of application
 - Three-line in-depth review
 - Review of PV output vs. load
 - Historical Usage
 - Transformer loading
 - Meets/does not meet NYS SIR.
 - 60 business days (up to 2MW)
 - 80 business days (2MW 5MW)





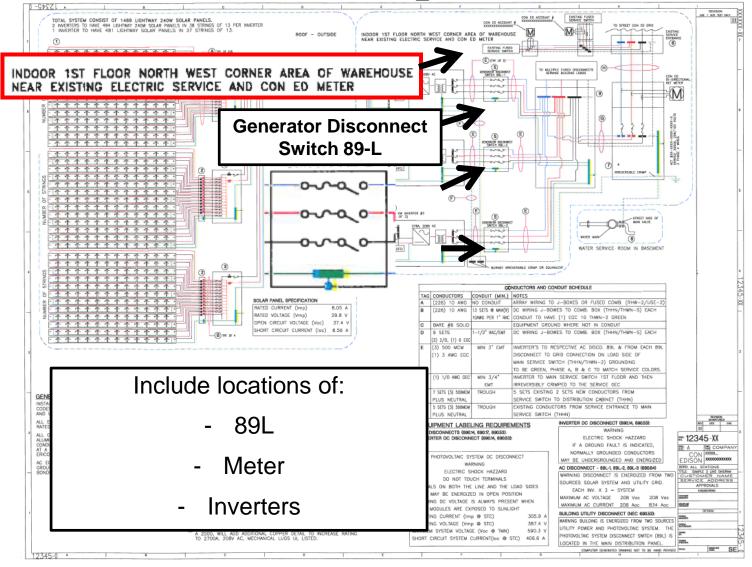


Key Components of Three Line Drawing

- Equipment Locations
- Service Characteristic Drawing Details
- Include any existing DG on the site

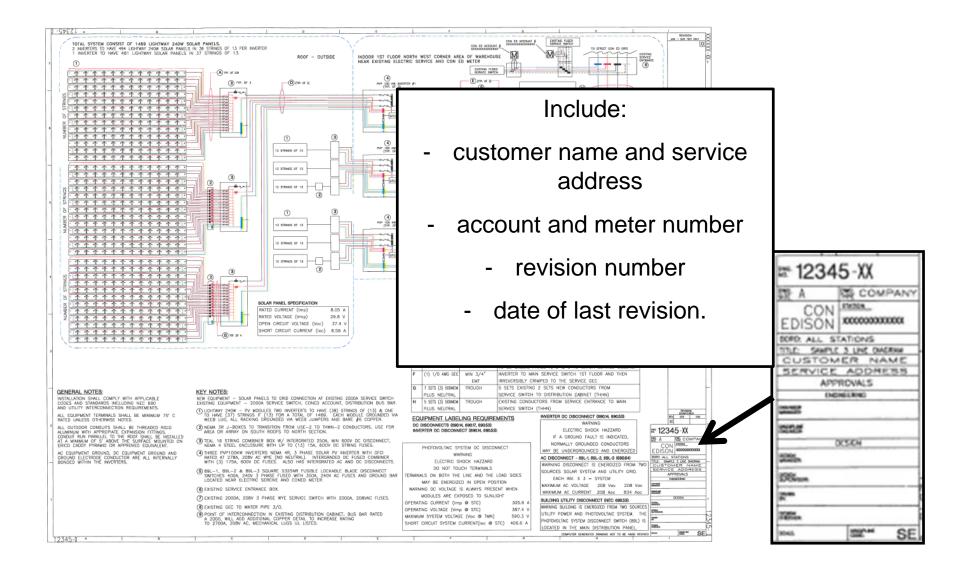
Con Edison has a <u>System Diagram checklist</u> for baseline requirements for the majority of cases.

Equipment Locations and Labeling



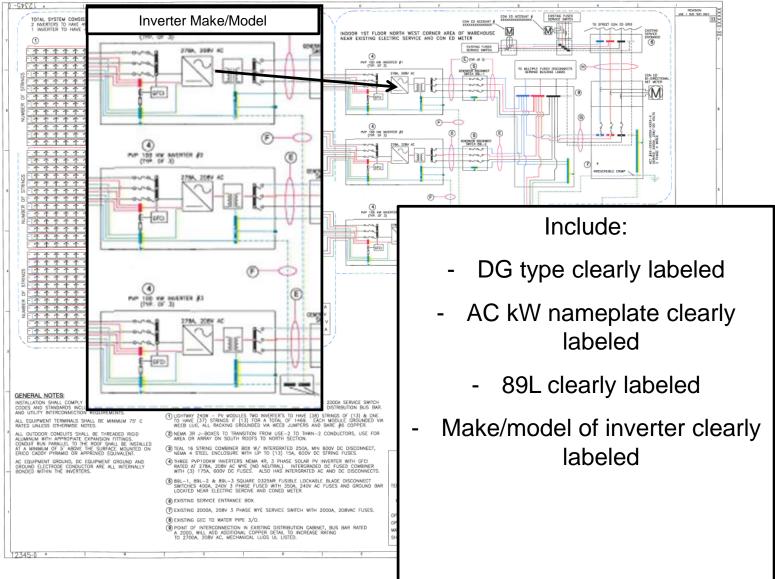


Title Block



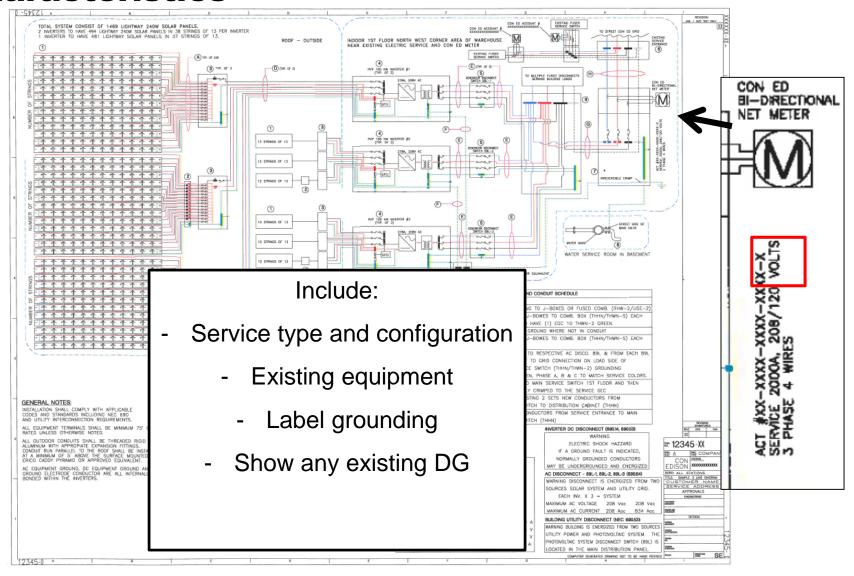


DG System Drawing Details





Service Characteristics





Post-CESIR Steps

- DE will present options to customer for interconnection with cost
- Customer chooses one option and pays for upgrades (if necessary)
- Con Edison issues Appendix A
 - Project advances to Design Approved Pending Construction
 - Developer receives Value Stack Summary document with all locked-in Value Stack eligibility and rates
- Construction



NEM and VDER Value Stack



Tariff updates

Tariff	Update	
Rider R (NEM & Value Stack)	 Interzonal crediting CDG any tech-type host Tier-1 technologies Standalone Storage (including MHP requirements) Standby 	
Rider T (CSRP/DLRP)	No DR reservation or performance credit for Value Stack customers	
Rider M (Hourly pricing)	 Include provisions for storage customers size >115% demand Include application of MHP to SC 1 & 2 w/Storage 	
GR25 Form G	 Expanded technologies Remove customer-type & tech-type limits for Value Stack Standby 	
SC 11	Tier-1 technologies & standalone storage	
GR 20 Standby		64



Grandfathered NEM and Phase One NEM: Residential energy-only (SC1)

- Rider R Section G
- When Export > Import for the month:
 - Monthly energy (kwh) charges are zero.
 - Customer pays Basic Service Charge only.
 - Excess energy (kwh) is rolled over to the next month.
- Annual Reconciliation Grandfathered NEM only
 - Customer can choose which month they want
 - Unused energy credited kwh are converted to \$ at a rate based on Con Edison's avoided cost.
 - If < \$100, credit is applied to the bill</p>
 - If ≥ \$100, Con Edison will issue a check
- Phase One NEM has 20-year term from in-service date, then transition to the current structure in place at that time
- Customer will always get a bill

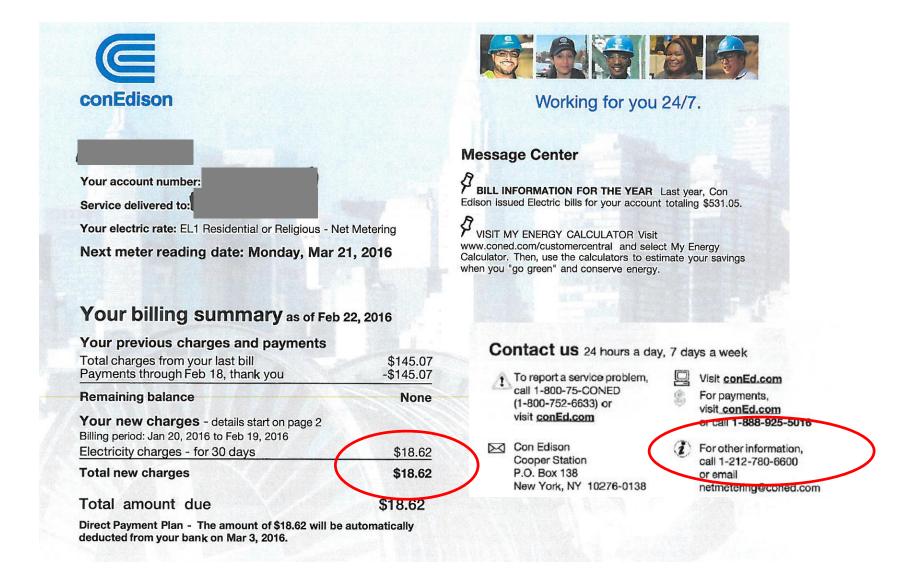


Grandfathered NEM and Phase One NEM: Small commercial energy-only (SC2)

- When Export > Import for the month:
 - Monthly energy (kwh) charges are zero
 - Customer pays Basic Service Charge only
 - Excess energy (kwh) is rolled over to the next month.
- No Annual Reconciliation for SC2
 - Excess energy (kwh) credits are applied to future usage
- Phase One NEM has 20-year term from in-service date, then transition to the current structure in place at that time
- SC2 accounts qualify for Remote Net Metering host sites
 - Receive Value Stack credits if RNM



SC-1 Net Metering Bills

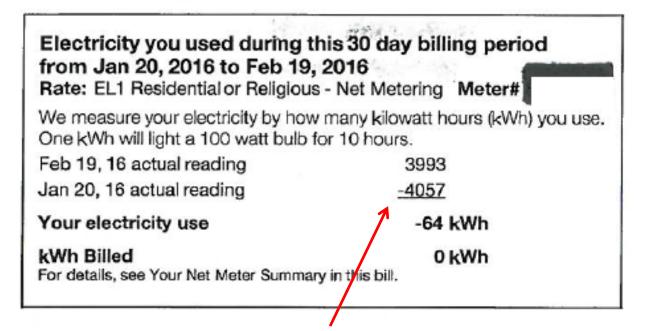




SC-1 Net Metering Bills

Your electricity charges

These charges are for the electricity you used (supply) and getting that electricity to you (delivery). Rates are based on a 30 day period. When your billing period is more or less than 30 days, we prorate your bill-accordingly.



Customers will see actual meter readings



SC-1 Net Metering Bills

Your Net Meter Summary

Billing period	Your electricity use	Cumulative net meter energy credit	kWh billed
JAN 20, 2016 - FEB 19, 2016	-64	-64	0

Credit Carried Forward to Next Period

-64

Your electricity use

-64 kWh

The electricity supplied to you by Con Edison or the electricity you generated back into the grid during this period. A negative number indicates a net meter energy credit for the period.

Cumulative net meter energy credit

-64 kWh

The sum of your net meter energy credit(s) you earned in the current billing period and any credits from prior billing periods.

kWh billed

0 kWh

The amount of kWh you were billed for in this billing period. If you generated more electricity than you consumed in this current period and/or have a cumulative net meter energy credit from prior period(s), that credit has been applied towards your kWh Billed.

For more information on Net Metering please visit us at:

www.coned.com/dg/Net_Metering_Billing_FAQ.asp

Automated net metering summary page

Where customers will see information on annual cash out



Historical per-kWh net metering rates

	ZONE J ZONE H & I									
	SC1	SC2	SC8	SC9	SC12	SC1	SC2	SC8	SC9	SC12
Feb-18	\$0.2251	\$0.2288	\$0.1099	\$0.1098	\$0.0997	\$0.2217	\$0.2264	\$0.1290	\$0.1282	\$0.1186
Jan-18	\$0.1723	\$0.1732	\$0.0673	\$0.0677	\$0.0625	\$0.1780	\$0.1796	\$0.0845	\$0.0881	\$0.0802
Dec-17	\$0.1974	\$0.1965	\$0.0949	\$0.0954	\$0.0888	\$0.1974	\$0.1983	\$0.1068	\$0.1093	\$0.1011
Nov-17	\$0.1918	\$0.1939	\$0.0922	\$0.0926	\$0.0860	\$0.1963	\$0.1935	\$0.1104	\$0.1111	\$0.1041
Oct-17	\$0.2021	\$0.1977	\$0.0973	\$0.0982	\$0.0906	\$0.2077	\$0.2077	\$0.1180	\$0.1210	\$0.1125
Sep-17	\$0.2057	\$0.2243	\$0.1114	\$0.1128	\$0.1050	\$0.2054	\$0.2249	\$0.1183	\$0.1196	\$0.1108
Aug-17	\$0.2033	\$0.2252	\$0.1029	\$0.1040	\$0.0966	\$0.1991	\$0.2180	\$0.1127	\$0.1147	\$0.1061
July-17	\$0.2063	\$0.2165	\$0.1030	\$0.1065	\$0.1151	\$0.2076	\$0.2230	\$0.1220	\$0.1271	\$0.1341
June-17	\$0.2111	\$0.2267	\$0.1109	\$0.1151	\$0.1179	\$0.2115	\$0.2233	\$0.0589	\$0.1292	\$0.1330
May-17	\$0.2174	\$0.2268	\$0.1085	\$0.1130	\$0.1164	\$0.2223	\$0.2155	\$0.1358	\$0.1402	\$0.1434
Apr-17	\$0.1930	\$0.1910	\$0.0953	\$0.1098	\$0.0997	\$0.1987	\$0.1931	\$0.1139	\$0.1282	\$0.1186
Mar-17	\$0.2038	\$0.2011	\$0.1055	\$0.0677	\$0.0625	\$0.2123	\$0.2091	\$0.1153	\$0.0881	\$0.08 72
12-Mo Avg	\$0.2025	\$0.2085	\$0.0999	\$0.0994	\$0.0951	\$0.2048	\$0.2094	\$0.1105	\$0.1171	\$0.1119

What is the VDER Value Stack?

Component	Description	Eligibility
Energy Value	Volumetric credit based on Day Ahead Hourly LBMP	All projects
Installed Capacity Value	Volumetric credit applied to production in all hours with option for higher credit in summer on-peak periods	All projects, solar gets Alternative 1
Environmental Value	Volumetric credit valued at NYSERDA REC or cost of carbon	Renewable technologies
Distribution Relief Value (DRV)	Monetary credit for performance during 10 peak distribution hours of previous year valued at Marginal Cost of Service (MCOS)	Applicable to customers not eligible for MTC (already built in to MTC)
Market Transition Credit (MTC)	Volumetric credit for mass market accounts to bring compensation close to NEM Declines for new projects as tranches fill	For mass market subscribers (SC1 & SC2) to CDG projects with solar, micro- hydro, wind, and fuel cell
Locational System Relief Value (LSRV)	Additional incentive for DERs in high value areas Monetary credit determined same way as DRV	Customers in high value areas, until cap is reached



Value Stack component

Supply

Energy

Generating Capacity

Renewable Energy Credit

istribution

Demand Reduction Value

Market Transition Credit

Locational System Relief Value

Rate Design

hourly pricing

flat kWh, monthly per kW, or summer-incentive kWh

per kWh

per kW coincident with distribution peak

Per kWh allocated to mass market subscribers

per kW coincident with distribution peak



Value Stack: Demand Customers (SC8 & SC9)

- When solar is producing but not exporting to grid
 - Reduce energy usage, reduce bill (at retail rate)
- Whenever solar energy is exporting to the grid
 - Excess, grid exported kWh are valued at Value Stack rates
 - Value Stack credits can offset entire Electric bill, not just energy charges
 - If bill is completely offset, remaining credits carry over to the next month
- If eligible for DRV and/or LSRV, account receives the monthly credit regardless of kWh exported that month
- No Annual Reconciliation
- SC8 and SC9 accounts qualify for Remote Net Metering host sites

Note: The installation of solar does not always reduce a customer's demand level.



Removal of Size Limits Based on Customer Type

- "Removal of Customer-Type Based Technology and Size Limits"
- Any type of customer any Service Class can install any technology from PSL 66-j or 66-l up to 5 MW

- VDER Value Stack: no size limitations for residential customers; SC1/EL1 can solar install >25 kW
- Phase One NEM: size limits remain at ≤25 kW for solar, wind, and hydro, and at ≤10 kW for fuel cells

Additional Standby Service Information



Standby Exemptions

Customers exempt from Standby Service Rates will be billed under standard rates:

- Customers with on-site generation equipment of a total nameplate rating <=15% of the Customer's maximum potential demand
- SC 1, SC 2, or the energy-only rate of SC 12 Customers
- Customers with a Contract Demand < 50 kW

Designated Technologies Exemption:

billed under Standard rates

Fuel cells, wind, solar thermal, photovoltaics, sustainably-managed biomass, tidal, geothermal, and/or methane waste that commences operation between July 29, 2003 and May 31, 2019

Uses Electric Energy Storage with maximum capability up to and including 1 MW



Standby Exemptions

Targeted Exemptions – Battery Storage Conditions

Targeted Exemption:

billed under Standard rates New installs of battery storage no less than 50 kW on or after January 1, 2017

Submits a completed application for interconnection by December 31, 2019, and commences operation by December 31, 2021

Exempt from Standby Service rates for ten years from the date the battery storage project commences operation*

Total exemption limit of 25 MW of new battery energy storage projects across all customers

*Shadow billing will be provided, for informational purposes, at rates under Rider Q - Option B during the term of such rates, and at the then-effective Standby Service rates thereafter



Standby Exemptions Additional Metering Requirements

- Customers with Targeted Exemptions must comply with these additional metering requirements:
 - The charging/discharge of the battery storage must be separately metered using an Output Meter that the customer arranges to be furnished and installed at their expense.
 - The Output Meter must consist of PSC-approved revenue grade metering equipment that can communicate with Con Edison metering data system and its associated IT infrastructure.
 - The customer, at its expense, must provide and maintain the communications service for the Output
 Meter



Standby Pilot Rate Program (Rider Q)

- Pilot rate program allows options for Standby Service customers to:
 - Option A: Choose their own contract demand with penalties
 - Option B: Select a different As-Used demand period*
 - Option C: Receive credits for consistent export of power via the buy-back (SC-11) rate



^{*} Customers under Option B will also receive shadow billing, for informational purposes, at the applicable Standby Service rates

Process for Energy Storage Projects

- Residential PV + Storage as a Back-up (not grid parallel)
 - Select "SOLAR (Photovoltaic)" for Distributed Generation Type
 - The emergency back-up generator application (lead-acid, lithium ion, etc.) should be submitted in Project Center
 - Separate application for battery in Project Center as back-up generator
 - Energy Storage in Parallel with Grid
 - Select "BATTERY ENERGY STORAGE" for Distributed Generation Type
 - Depending upon charging level, upgrades may be required
 - Inverter-based energy storage systems can export to the grid and receive compensation under buy-back service (SC11) or Value Stack



Process for Hybrid Energy Storage Projects (aka Paired Storage)

Hybrid systems – mix of technologies all parallel with grid

- 1. One installation of combined DG + Battery Energy Storage
 - Single hybrid application
 - Start this application by choosing "New All Other Requests, click here!" from the PowerClerk home screen
 - A single combined system diagram will likely be required to enable engineering evaluation
- 2. Battery Energy Storage installation for customer with existing DG
 - One application only
 - Application should refer to the other (MC#) in the "Please Provide Project Overview" field and also highlight to your project manager
- 3. DG installation for customer with existing Battery Energy Storage: follow process from #2 except new DG application

