

Ancillary Services Measurement for Wholesale DER Behind a Customer Meter

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Distributed Energy Resource Subcommittee

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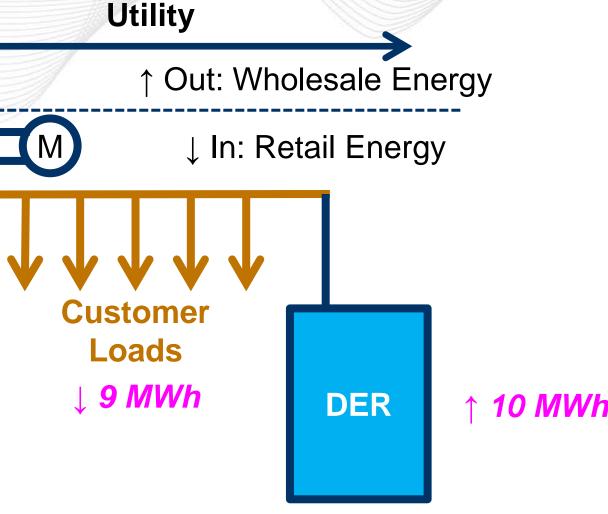
Status Quo for "Net Excess" PJM Generator

Utility Customer † 1 MWh

- Meter "M" measures Load + DER.
- Real-time export readings from Meter "M" used for ancillary services measurement.

Example:

1MWh excess (10 MWh Gen – 9 MWh load) is settled at wholesale at LMP.





Ancillary Services

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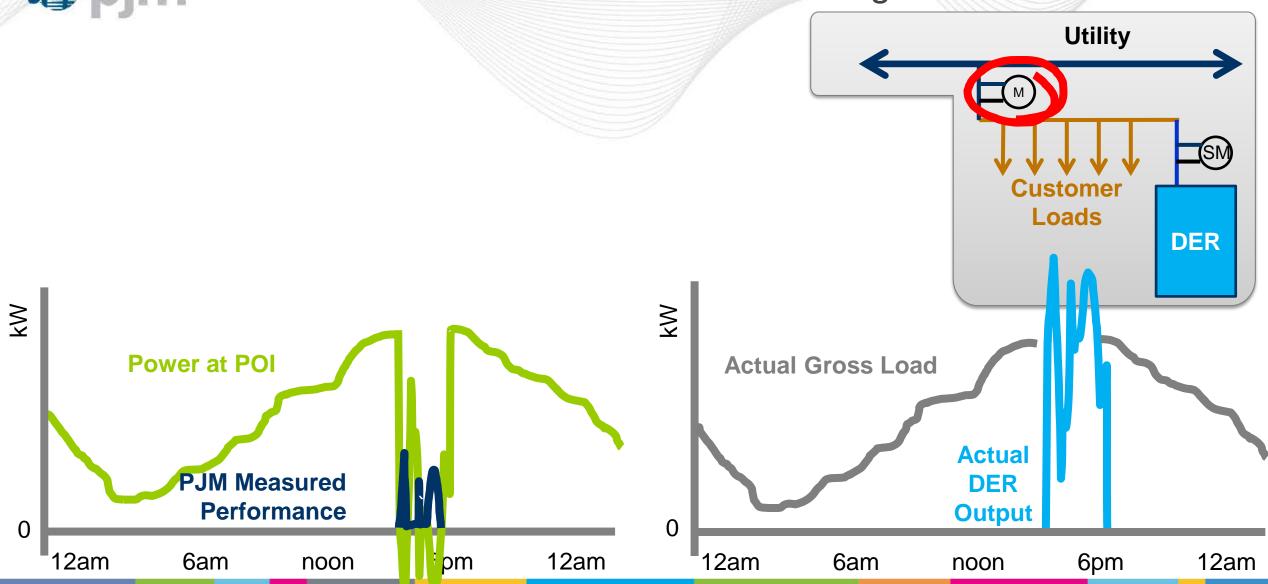


Submetering for Regulation in Demand Response

- Regulation is a precise and high-speed service
- Load devices provide Regulation via Demand Response
- Demand Response rules were adjusted in 2011-2012 to allow a submetering option for such devices (including DER), in order to directly measure the response of the relevant device (battery, water heater, etc).
 - This allowed the resources to demonstrate higher fidelity, since uncontrolled loads were not part of the submetered performance measurement.
- Similar functionality maybe useful for PJM generators that are DER connected behind a customer meter (i.e., that have come through the PJM queue and the applicable interconnection process in order to inject as PJM generators on a "net excess" basis)..



DER Performance for Regulation: POI Meter





DER Performance for Regulation: Submeter Option

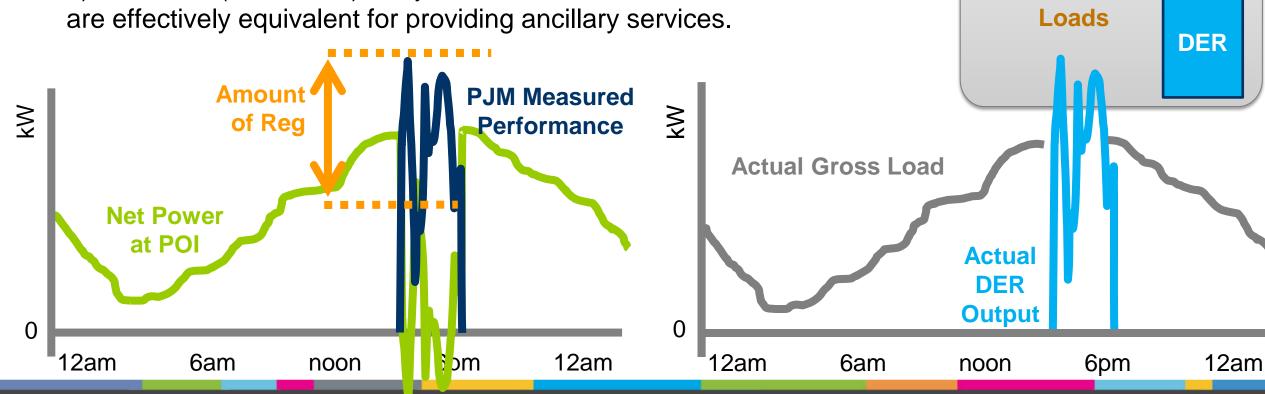
Utility

Customer

WDER proposal would allow metering at either i) POI or
 ii) direct at the DER for Ancillary Services (both Synch and Reg)

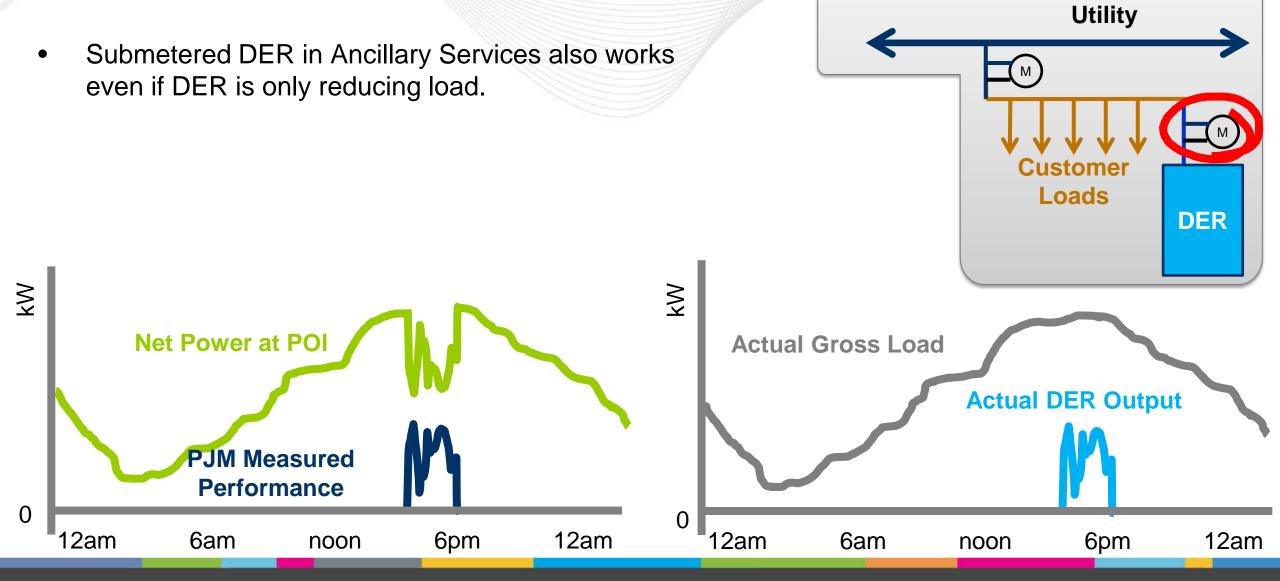
Submetering works because at any point on the grid:

- a) reductions (increases) in withdrawal, and
- b) increases (reductions) in injection are effectively equivalent for providing





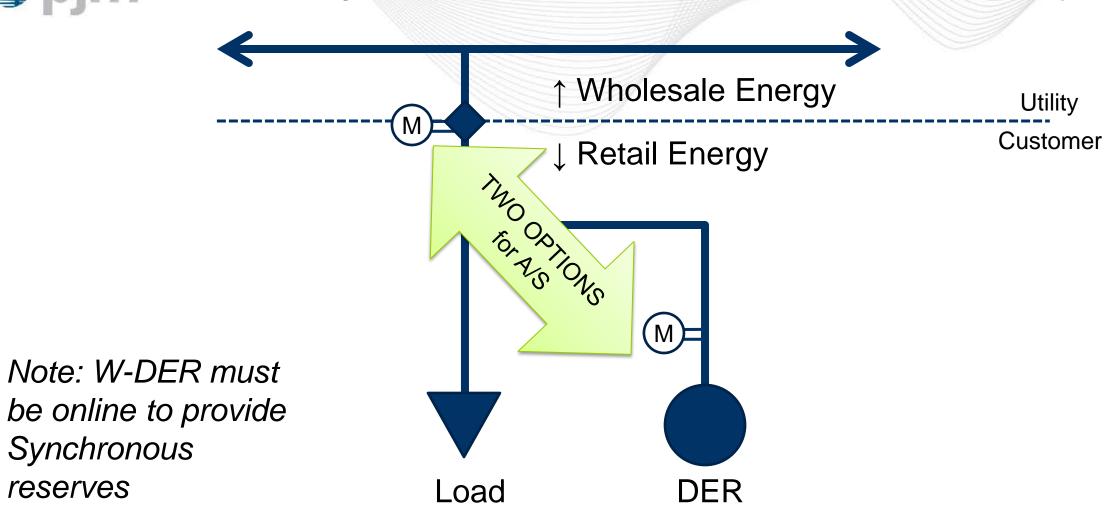
DER Performance for Regulation: Submetering





reserves

Ancillary Services Performance Measurement Proposal



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- For POI measured resources--expand Synch Reserve performance measurement for "net excess" generators to include load reductions?
- Submetering: Regulation Only vs. All Ancillary Services
- Submeter ownership
- Eligibility requirements to use submeter rules
- Submeter setup and process and real-time communications options