





# Agenda

energy storage

- Program Overview
- Residential Market
- Commercial & Industrial Market
- Program Rollout
- Questions

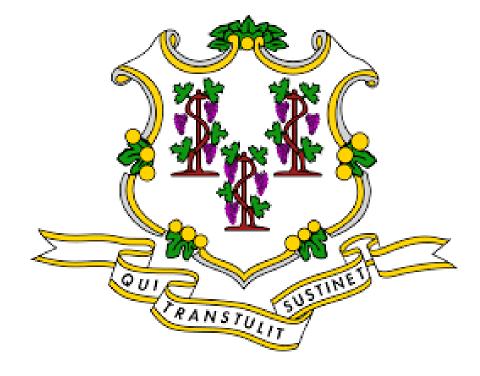








#### PUBLIC UTILITIES REGULATORY AUTHORITY



#### **Energy Storage Solutions Overview**

# **Energy Storage Solutions Benefits**

- 1. <u>Cost-Effectiveness</u> ensure there is net benefit to electric customers
- 2. <u>Resilience</u> maximize the deployment of battery storage to improve the overall resilience of the participants and the grid
- **3.** <u>Serve Vulnerable Communities</u> deploy no less than 40 percent of residential installations in vulnerable communities
- 4. <u>Economic Development</u> foster the sustained orderly development of a local battery storage industry

This program is overseen by the Public Utilities Regulatory Authority (PURA), is paid for by ratepayers, and is administered by the Green Bank, Eversource, and UI

# **Energy Storage Solutions Overview**

- 9-year declining incentives Goal of 580 MW behind-the-meter storage for residential and non-residential end-use customers
- Statewide goal of 1000 MW, including front-of-the-meter

CUSTOMER CLASS	2022-2024	2025-2027	2028-2030	TOTAL
Residential	50 MW	100 MW	140 MW	290 MW
Commercial and Industrial	50 MW	100 MW	140 MW	290 MW
Total	100 MW	200 MW	280 MW	580 MW

# **Proposed Program Design**

- Customer Classes:
  - Residential customer classes: Standard, Underserved, and Low-Income Households
  - Commercial/industrial customer classes: Small, Medium, Large
- Systems installed through this program will receive two incentives:

Program Element	Design Item	Summer	Winter
Upfront Incentive (Passive Dispatch)	Events per Season Months Event Duration Anticipated Dispatch Window	All non-holiday weekdays (~60) June, July & August 5 Hours 3 PM to 8 PM	N/A N/A N/A N/A
Performance-Based Incentive	Events per Season Months	30 to 60 June through September	1 to 5 November through March
(Active Dispatch)	Event Duration Anticipated Dispatch Window	1 - 3 hours Noon to 9 PM (All Days)	1 - 3 hours Noon to 9 PM (All Days)

# **Passive Dispatch**

	Sunday	Monday	Tuesday	v V	Vednesday	,	Thursday	Friday	Saturday
12:00 pm								 	
1:00 pm								 	
2:00 pm								 	
3:00 pm		······							
4:00 pm		 			-				
5:00 pm		Passive Dispatch	Passive Dispatch		Passive Dispatch		Passive Dispatch	 Passive Dispatch	
6:00 pm									
7:00 pm									
8:00 pm									

## **Passive and Active Dispatch**

	Sunday	Monday	Tuesday	Wednesday	Thursday	Friday	Saturday
12:00 pm							
1:00 pm					Active Dispatch		
2:00 pm							
3:00 pm			Active Dispatch				
4:00 pm							
5:00 pm		Passive	Passive	Passive	Passive	Passive	
6:00 pm		Dispatch	Dispatch	Dispatch	Dispatch	Dispatch	
7:00 pm							
8:00 pm							
9:00 pm							

#### Residential

## **Residential Target Markets**

#### **Customer Classes:**

- Standard Rate
- Underserved Communities
- Low-Income Households

#### **Priority Customers:**

- Grid edge
- Vulnerable communities

#### HES and HES-IE requirement

#### Equipment Configurations:

- Paired with PV existing and new
- Standalone increasing energy efficiency of existing devices and loads





## **Residential Upfront Incentive Levels**

#### **Upfront Incentive Levels (Installed 2022-2024)**

Capacity Block (MW)	Standard	Underserved	Low-Income	Weighted
Participation Level	60%	30%	10%	Average
10	\$200/kWh	\$300/kWh	\$400/kWh	
15	\$170/kWh	\$255/kWh	\$340/kWh	\$196.55/kWh
25	\$130/kWh	\$195/kWh	\$260/kWh	

Performance Incentive Levels (Installed 2022-2024)					
Summer, Years 1-5 Winter, Years 1-5 Summer, Years 6-10 Winter, Years 6-10					
\$200/kW	\$25/kW	\$115/kW	\$15/kW		

## **Illustrative Residential Incentive Values**

#### Effective Upfront Incentive Levels (installed 2022-2024) – 5kW/13.5 kWh BESS

Capacity Block (MW)	Standard	Underserved	Low-Income
10	\$2,700	\$4,050	\$5,400
15	\$2,295	\$3,443	\$4,590
25	\$1,755	\$2,633	\$3,510

Maximum Value of Performance Incentive Levels				
Nominal Value	Present Value*			
\$8,875	\$7,720			

Note: Total incentive values do not include federal ITC, which can be applied to solar PV + storage projects. \*Discount rate assumed is 10% for participants.

#### **Commercial & Industrial**

## **Commercial & Industrial Target Markets**

**Customer Classes:** 

- Small C&I: Peak demand < 200 kW</li>
- Medium C&I: 200 kW 
   peak demand < 500 kW</li>
- Large C&I: Peak demand <u>></u> 500 kW

**Equipment Configurations:** 

- Paired with PV existing and new
- Standalone increasing energy efficiency of existing devices and loads



#### **Priority Customers:**

- Small C&I
- Critical Facilities
- Grid edge
- C&I customers replacing fossil fuel generators



## **Commercial Incentive Levels**

Upfront Incentive Levels (installed 2022-2024)				
Capacity Block (MW)	Small Commercial	Medium Commercial	Large Commercial	
50	\$200/kWh	\$175/kWh	\$100/kWh	

Performance Incentive Levels (installed 2022-2024)				
Summer, Years 1-5	Winter, Years 1-5	Summer, Years 6-10	Winter, Years 6-10	
\$200/kW	\$25/kW	\$115/kW	\$15/kW	

## **Illustrative Commercial Incentive Values**

Effective Upfront Incentive Levels (installed 2022-2024)					
	Small Commercial	Medium Commercial	Large Commercial		
Modeled BESS Size (kW/kWh)	10/27	250/675	1,000/2,700		
Effective Incentive	\$5,400	\$118,125	\$270,000		

Maximum Value of Performance Incentives					
	Small Commercial	Medium Commercial	Large Commercial		
Nominal Value	\$17,750	\$443,750	\$1,775,000		
Present Value*	\$11,589	\$289,730	\$1,158,918		

\*Discount rate assumed is 10% for participants.

#### **Energy Storage Solutions Rollout**

## **Coming Soon**

Program is expected to launch <u>January 2022</u>

CHE

- Program Websites / Resources
- Program Manual
- Contractor Application
- Customer Enrollment Platform

## How to Participate

#### As a Contractor / TPO

- Stay tuned for Application availability
- Prepare docs for Application
  - Licensing E1, HIC (if applicable)
  - Bank reference
  - Subcontracting agreements
  - Manufacturer certifications
  - References (for new contractors)
  - Sales agreement templates
- Do not energize prior to incentive approval
  - Existing systems can apply for Performance Incentive, but not Upfront

## **Contractor Application Demo**

#### **Customer Enrollment Demo**

#### Questions?

# Appendix

## **Energy Storage Solutions Resources**

- www.ctgreenbank.com/energy-storage-solutions/
- www.uinet.com/EnergyStorageSolutions
- www.eversource.com/
- www.energizeCT.com

Homeowners interested in learning more should complete the form below.		
Name (Required)		
First	Last	
Address (Required)		
Street Address		
Address Line 2		
	Connecticut 🗸	
City	State	
ZIP Code		

Interested home & business owners should complete the

interest forms to stay in the loop

**Energy Storage Solutions** 

## **Customer Classes**

Customer Class	Passive Dispatch	Active Dispatch
Residential	Will receive upfront incentives	Will receive performance incentives
	<ul> <li>Must participate in all passive dispatch events</li> </ul>	Must participate in all active dispatch events
Commercial – Fully Enrolled	Will receive upfront incentives	Will receive performance incentives
	Must participate in all passive dispatch events	Must participate in all active dispatch events
Commercial – Active	Will not receive upfront incentives	Will receive performance incentives
Dispatch Only	Will not participate in passive dispatch events	May participate in active dispatch events
Priority Customers –	Will receive upfront incentives	Will receive performance incentives
Residential & Commercial	<ul> <li>Will participate in all passive dispatch events unless participating in ISO-NE market dispatches</li> </ul>	<ul> <li>Will participate in all active dispatch events unless participating in ISO-NE market dispatches</li> </ul>
Transfer Customers –	Will not receive upfront incentives	Will receive performance incentives
<b>Residential &amp; Commercial</b>	Will not participate in passive dispatch events	Must participate in all active dispatch events

1 Customers eligible to participate in ISO-NE Markets as defined in Section 8

<sup>[2]</sup> Customers with BESS installed prior to January 1, 2022. Transfer Customer BESS must meet all Program requirements to be eligible.