Board Update: Compensation of Distributed Energy Resources

January 23, 2019
The PSC is considering extending eligibility for net metering to certain systems up to 750 kW.
FROM IDEA TO ACTION
The Process of Refining New York’s Valuation of DERs

Stakeholder working group meetings

DPS staff issues draft whitepaper for comment

DPS staff issues final whitepaper for comment

Commission takes action

LIPA staff recommends similar action to Board

Example:
• VDER Phase II (mass market)

Example:
• Enhancements to value stack
• Extension of net metering to smaller projects

Example:
• VDER Phase I
• Expansion of eligibility from 2 MW to 5 MW
Improving Value Stack Compensation

Expanding Access

**Recent Board Action**
- Expanded value stack size limit from 2 megawatts to 5 megawatts

**New PSC Order (Oct. 2018)**
Expands eligibility to additional technologies, including:
- Standalone energy storage
- Tidal energy generators
- Biomass energy generators (e.g. Anaerobic food waste digesters)

**Anticipated Next Steps**
- PSEG-LI technical analysis underway
- Board action possible in March 2019
More Predictable Payoffs

**Recent DPS Staff Whitepaper Recommendations**

- Simplify and limit volatility of Demand Reduction Value
- Sunset the Location Specific Relief Value (and replace with other compensation mechanisms)
- Allow onsite systems below 750 kW to opt for net metering
- Replace Market Transition Credit with more stable Community Credit
- Use market capacity prices

**Anticipated Next Steps**

- Public comments due Feb. 22
- PSC action in March or April
- Possible Board action in May 2019
FOCUS ON: COMMUNITY SOLAR
How it works
FOCUS ON: COMMUNITY SOLAR
Long Island Projects

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10 Long Island projects currently in operation or under construction
THANK YOU

Questions?