California Independent System Operator Renewable Integration Study



September 26, 2007



Achieving California's 20% Renewable Portfolio Standard

- We operate in a manner that is aligned with state and federal policy.
- We must understand the reliability and planning implications of policy initiatives such as California's Renewable Portfolio Standard (RPS)
- We <u>must</u> maintain reliability.



We have completed studies addressing what is necessary to integrate renewable generation that satisfies California's 20 % RPS.

The draft of the report was published last week.

- Includes engineering studies
- Describes what is needed to accomplish integration
- Written comments due in early October

Today's presentation provides a preview.

- Study goal and approach
- Study results
- Key conclusions and recommendations



The study builds on the CEC's intermittency analysis for the 2007 Integrated Energy Policy Report.

Took the analysis to the next level of detail

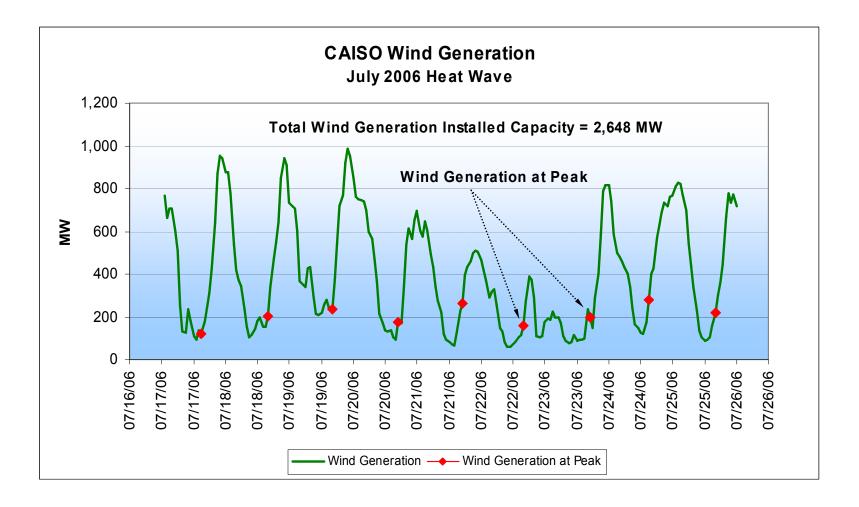
- System stability analysis
- More accurate modeling of operations
- Constraints on existing operations

Goal – Identify operational changes to meet 20% RPS

- Challenges largely associated with intermittency
- Conclusion -- It can be done.



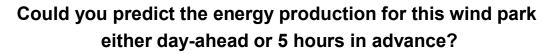
Wind vs. Actual Load on a Typical Hot Day in 2006

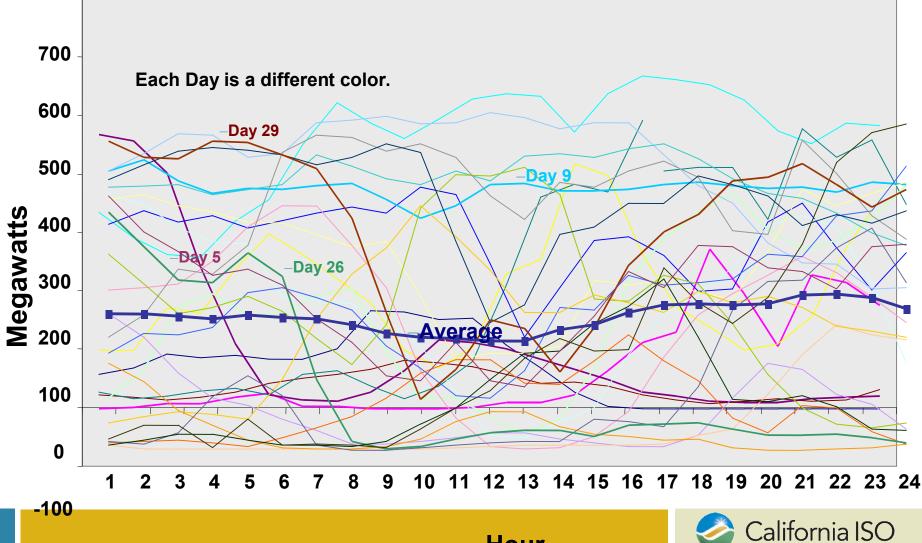




Tehachapi Wind Generation in April – 2005

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We can reliably integrate 20% renewable generation.

- Intermittency and timing of wind generation creates need for integration services.
 - Increased need for morning and evening ramp resources by 20-30%
 - Increased need for regulation capacity and a much deeper supplemental energy stack due to potential wind forecast errors
 - Over-generation during certain hours possible to mitigate by minimal curtailment.

Needed integration services can be provided by:

- Hydro, IF there is enough water
- New thermal, IF it has the right characteristics
- Existing thermal, IF it is kept operating at certain levels

Other mitigation measures are also necessary:

- Curtailment mechanisms
- Improved technology
- Better forecasting tools
- Maintaining existing generation is essential (although replacement or re-powering can work).



The presentation is organized into three sections.

Section 1: Transmission System Analysis

- Incorporate expected generation
- Optimize deliverability & reliability

Section 2: Operations & Market Issues

- Frequency control Area Control Error
- Balancing load and generation
- Ramping rapid changes in generation and loads

Section 3: Conclusions and Recommendations

