

**MARKET INITIATIVES ROADMAP PROCESS**  
**Comments of Beacon Power Corporation on Updated Market Initiatives Catalog**

Beacon Power appreciates this final opportunity in this year's Market Initiatives Roadmap stakeholder process to offer comments on the updated Market Initiatives Catalog – specifically, “Non-Generation Resources in A/S Markets” (#6.13 in the Catalog).

This initiative is driven by several FERC directives mandating steps to allow storage and demand-side resources to participate fully in CAISO Ancillary Services (A/S) markets. Due to these FERC mandates, this initiative is denoted (F) in the Catalog.

However, in addition to the (F), an (I) (In Progress/Planned) should also be added, because the CAISO has recently initiated this effort, issuing a White Paper and collecting the first round of stakeholder comments. The White Paper sets forth a schedule that culminates with Board approval of a final proposal in January 2010 and a FERC filing in February 2010.

Beacon is encouraged to see the CAISO once again take up the issue of energy storage integration into CAISO markets and recommends this change in recognition of those welcome CAISO efforts. We are actively participating in this initiative and look forward to decisive CAISO action by early next year.