## BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA



Order Instituting Rulemaking to Oversee the Resource Adequacy Program, Consider Program Refinements, and Establish Annual Local and Flexible Procurement Obligations for the 2019 and 2020 Compliance Years.

Rulemaking 17-09-020 (Filed September 28, 2017)

## NOTICE OF EX PARTE COMMUNICATIONS OF THE CALIFORNIA ENERGY STORAGE ALLIANCE

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In accordance with Rule 8.4 of the Rules of Practice and Procedure of the California Public Utilities Commission ("Commission"), the California Energy Storage Alliance ("CESA") hereby gives notice of an *ex parte* meeting held on Wednesday, June 19, 2019 at 1:30 pm. The meeting was held as a teleconference call that lasted approximately 20 minutes with Anand Durvasula, Legal & Policy Advisor to Commissioner Liane Randolph. Francisco Ortega, Senior Regulatory Analyst of CESA, initiated the meeting. Alex Morris, CESA's Vice President of Policy and Operations, and Jin Noh, Policy Manager of CESA, were present for the teleconference call.

During the call, Mr. Morris began with an introduction of how the current effective load carrying capacity ("ELCC") methodology does not value the benefits of "paired-storage" resources, even as adding storage to solar and wind resources can create an 'outsized' boost to ELCC values and deliver ratepayer value. Mr. Noh explained that CESA's preliminary analysis of solar-plus-storage and wind-plus-storage profiles has revealed directionally informative insights on how ELCC values are impacted by different paired storage durations and solar-to-storage and wind-to-storage sizing ratios. Mr. Noh then discussed how further ELCC technical modeling and

counting methodology/calculator development is urgently needed as a high priority in this

proceeding in working groups following the adoption of the PD.

Next, Mr. Morris discussed CESA's views on how the residual procurement model with

locationally granular guidance to load-serving entities ("LSEs") should be pursued as the

Commission considers various central buyer frameworks for the Resource Adequacy ("RA")

Program.

Finally, Mr. Morris explained how the Commission should pursue unbundling of System

and Flexible RA on a going-forward basis so that resources that are well-positioned to provide

Flexible RA are not required to pay for full peak deliverability to also provide System RA, leading

to ratepayer benefits. Mr. Morris added that the three-hour ramping definition for Flexible RA

should also be reassessed to address fast flexibility needs of the grid.

The communications were oral and did not involve any written materials.

Respectfully submitted,

Alex J. Morris

Vice President, Policy & Operations

CALIFORNIA ENERGY STORAGE ALLIANCE

June 19, 2019

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