

Non-Wires Planning and Implementation Process



Project Screening

- Evaluating T&D projects applicable for NWA Evaluation
- Review project drivers and need
- Understand other projects in the study area that can provide benefits
- Prioritize projects for NWA review as needed



Non-Wires Solution Development

- Analysis of potential NWA or Hybrid NWA Solution Sets
- Timing, duration, and size of need
- Likelihood of customer adoption
- Tangential policies



Technical Impact

- Include the proposed NWA project in power flow cases
- Use distribution modelling tool such as Synergi/ Cyme and other transmission power flow models



Financial Analysis

- Develop benefit cost framework, including categories to be considered, assumptions made, sources used
- Assess costeffectiveness of NWAs when compared to the wires solution

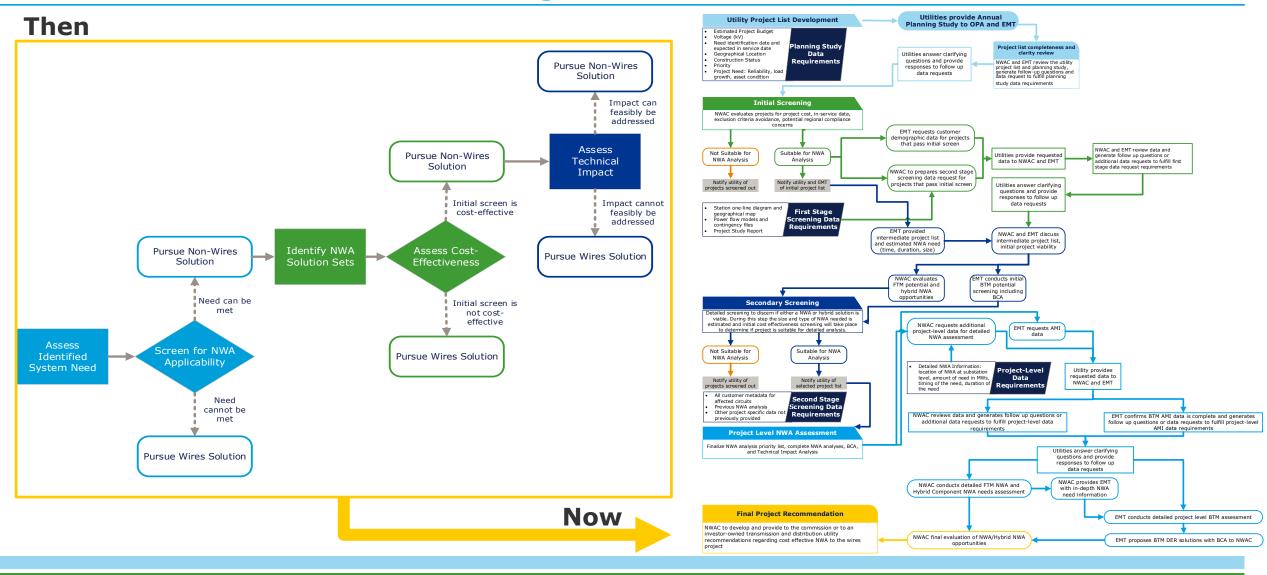


Go-to-Market Strategies

Support for and development of strategies to engage the market and procure cost-effective solutions



Non-Wires Evaluation: An Evolving Process



Lessons Learned: Project Screening



A well-planned screening process sets a strong foundation for NWA analysis and system planning

Objectives:

Evaluate utility transmission and distribution projects and determine NWA viability and appropriateness

Lessons Learned- Setting up for Success:

- Develop data requirements, project review and screening processes and suitability/screening criteria at the beginning
- Defined screening criteria should not be designed to limit viable projects; develop criteria considering policy needs and integrated approaches
- Integrate the NWA process with utilities' T&D planning in advance
- Identify other projects in the region to evaluate their impact on other projects

Lessons Learned- Seeing the Bigger Picture:

- NWA can be an anxious experience for stakeholders
- Project screening may be a longer process than anticipated but can set you up for success

Best Practices and Lessons Learned: Benefit-Cost Analysis



A benefit-cost analysis framework that reflects policy objectives is a necessary step in supporting NWA development

Objectives:

 Develop a benefit-cost analysis framework that reflects policy goals and market conditions that can be easily understood and applied by stakeholders

Lessons Learned- Defining the Goals:

- Understand policy goals behind NWAs and grid modernization efforts and align the benefit-cost analysis framework
- Develop with the future in mind noting areas for future consideration or what will trigger an update

Lessons Learned- Developing the Framework:

- Clearly define all cost and benefit categories and accepted values or calculation approaches
- Ensure clarity and transparency for all stakeholders
- Be ready for situations that require special considerations
- Coordinate with other market signals

Best Practices and Lessons Learned: Market Engagement



Effective market engagement is essential to developing a successful NWA program

Objectives:

Effectively engage third-parties in providing NWA resources

Lessons Learned- Soliciting Feedback and Solutions:

- Use RFIs or other approaches to gather feedback on the viability of NWA solutions early in the process and develop targeted RFPs
- Provide clarity, transparency, and expectations in RFPs
- Vendors need to know costs, project drivers, specifics on the needs, customer and energy demographics, interconnections

Lessons Learned- Keeping the Market Engaged:

- Developers see strong market opportunities with NWAs but are facing procurement obstacles
- Engage system planners in looking for hybrid solutions or consider internal program resources to reduce need from the market
- Support partnerships between vendors to facilitate better solutions
- Provide opportunities for interaction with vendors and offer feedback on why a proposal was not selected

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