ACWA REGULATORY CONFERENCE 2016

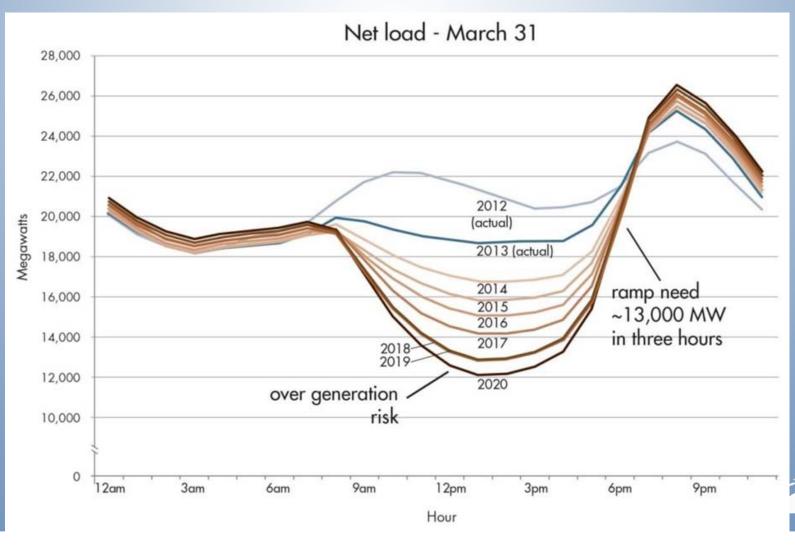
A FOCUS ON ENERGY



THE KEY CALIFORNIA POLICIES

- 2020 Policies
 - Greenhouse gas reductions to 1990 levels
 - -33% of load served by renewable generation
- 2030 Policy Goals
 - Greenhouse gas reductions to 40% below 1990 levels
 - -50% of load served by renewable generation

THE SOLAR DUCK

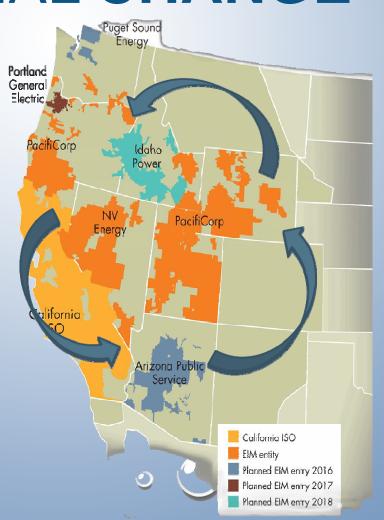


REGIONAL CHANGE

Western U.S.A.

Energy Distribution

Coordination





TECHNOLOGY CHANGE



Energy Storage

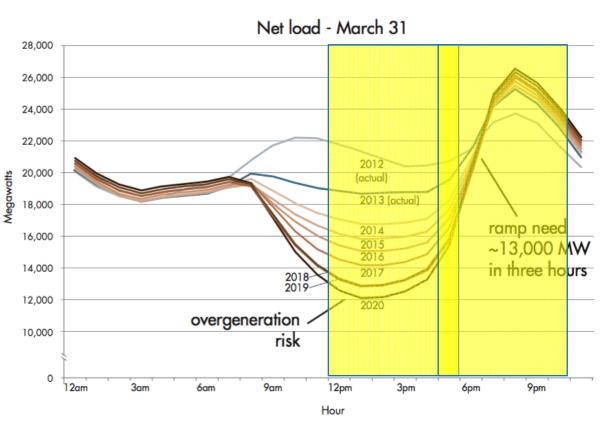


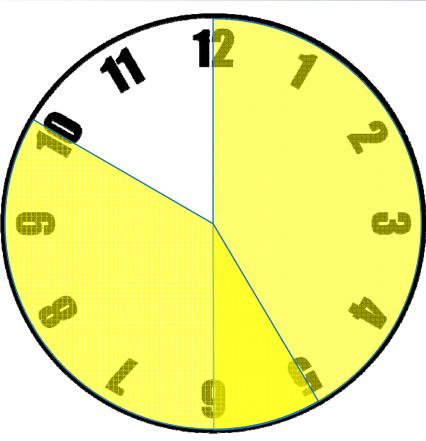
ENERGY RATE CHANGE



Shifting "Time of Use" Rates

Figure 2: The duck curve shows steep ramping needs and overgeneration risk

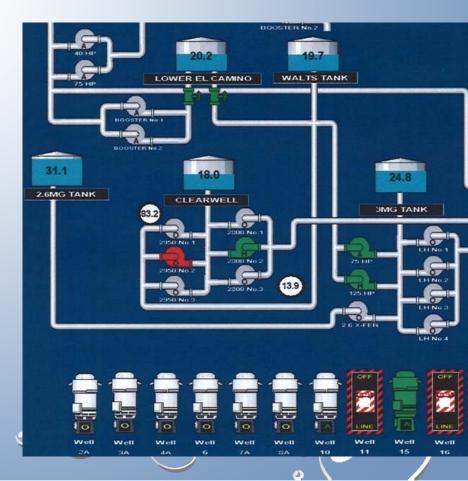




ENERGY PROGRAM CHANGE

New "Demand Response" Programs

- Shifting Times
- From "Cut Back" To "Ramp Up"



PWD ENERGY FOCUS POINTS FOR 2017

New "Demand Response" Programs
Adapting Operations to:

- Rate Shifts
- Demand Response Program Changes

Exploring Energy Storage Options

Facility Demand Charge Reduction

