

Texas Commission on Environmental Quality New Technology Implementation Grant (NTIG) Program

Implementation Phase Quarterly Project Status Report

Contract Number:	_582-17-72095-2569			
Application Number:				
Grantee:	NRG Texas Power LLC			
Physical Address of Project:	TBD. Tentatively NRG's Langford Wind Farm in Tom Green County, or at NRG's Buckthorn Solar site in Pecos County.			
Report for the Quarterly period:	October 1, 2017 to December 31, 2017	Date Submitted:	January 10, 2017	
Authorized Official/Project Representative Name:	Forrest Forster			
Authorized Official/Project Representative Contact	Email Address:	Phone Number: 713-537-		
Details:	Forrest.Forster@nrg.com	5782		
Project Summary: (150 word max)	Installation of a combined Li-Ion a	and Flow battery	system	

Section I. Accomplishments

Provide a bulleted list of project accomplishments since the last report and identify the corresponding task (if applicable).

 Activities continued this quarter in support of "Task 1 - Detailed Design, Engineering, and Internal Project Approvals"

List any invoices being submitted for reimbursement in reference to the project accomplishments listed above: (Add rows as necessary.)

Date of Invoice	Invoice Number	Vendor	Service/Product	Budget Category (Equipment, Supplies & Materials, etc.)

Section II. Problems/Solutions

Problem(s) Identified: Report anticipated or unanticipated problem(s) encountered and their effect on the progress of the project.

- NRG remains optimistic and is moving forward with the project in light of the setbacks identified in previous quarterly reports. In short, those challenges include: (1) materially higher costs on the flow battery piece; and (2) NRG's Transformation Plan announced 2017/Q3 inhibits the original site plan.
- Note that under TCEQ Contract Number 582-15-53908-1471, NRG deployed a lithium-ion battery system that has experienced a much higher dispatch rate from ERCOT than anticipated, consequently necessitating some changes in the design of this system.

Proposed Solution(s): Report any possible solution(s) to the problem(s) identified above.

• Reengage suppliers to optimize scope and overall system design; as well as identify parties that would be able to derive benefits from contracting for use of the battery system's capacity.

Action(s) Conducted: Describe the action(s) taken to resolve the problem(s) identified above.

Describe results of these actions identified above.

- NRG requested re-quotes from battery suppliers on key equipment part of this is to help try and get the capex back down in-line with our original cost projections, and the other factor is to get a system robust enough to handle what ERCOT needs now.
- NRG is also evaluating a handful of locations in conjunction with potential partners where locating the battery plus renewables at a load source (i.e. "behind-the-meter") helps unlock some additional value by providing increased supply reliability to the load. NRG has engaged ERCOT to provide feedback on various registration, metering & settlement schemes.
- Additionally, NRG is continuing to work with financial intuitions to get them comfortable with the technology and contractual arrangements that will make this a commercially viable project
- Further updates on results will be made in the upcoming quarter.

Section III. Goals and Issues for Upcoming Period

Provide a brief description of the goal(s) you hope to realize in the coming period and identify any notable challenges that can be foreseen:

• Obtain necessary site and equipment commitments and prepare a summary of any such changes for TCEQ's review using the comparison documentation.

Authorized Official/Project Representative's Signature

1/10/2018 Date

NOTE: Please attach any additional information that you feel should be a part of your report or that may be required to meet the deliverable requirements for tasks completed during this reporting period.