Advanced Technology with Smart Grid



CenterPoint Energy Robert B. Frazier Director of Electric Technology

WHO IS CENTERPOINT ENERGY?

- Public company traded on the New York Stock Exchange (CNP)
- Headquartered in Houston, TX
- Operating 6 business segments in six states
 - Electric transmission and distribution
 - Natural gas distribution
 - Interstate pipelines and natural gas gathering
- Serving 5.4 million electric & gas customers
- \$22 billion in assets
- \$8.5 billion in revenue
- 8,827 employees
- Over 130 years of service to our communities

"To be recognized as America's Leading Energy Delivery Company... and more" Natural Gas Distribution Interstate Gas Pipelines Electric Transmission & Distrib **CenterPoint**

Energy

Minneapolis

MO

Rock

1A

KS.

WHO IS CENTERPOINT ENERGY – ELECTRIC?

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Energy

HOUSTON

METRO AREA

XT

Houston Electric Division (CEHE) Houston (4th largest city in the US) Houston Metro Area (6th largest in US)

- 5,000 square mile service area
- Approximately 2.2 million electric meters
- Houston Electric
 - Delivers 77 Gigawatt hours yearly for about 115 certified Retail Electric Providers
 - Transmission and Distribution System
 - ♦ 3,742 miles of transmission lines
 - ♦ 48,733 miles of distribution lines

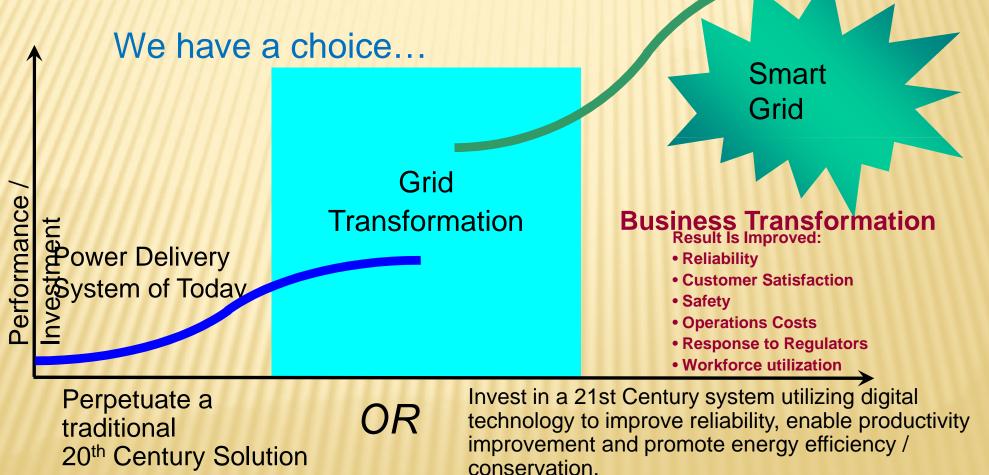
Electric Challenge:

Effectively monitor and control millions of meters, line devices and miles of delivery wire which, if laid end to end, almost circle the earth twice around the equator

UTILITY TRANSFORMATION OPPORTUNITY

Utilities are at a crossroads.....

According to the DOE Grid 2030 report, in the next 20 years, the U.S. will spend \$450B on electric infrastructure, just to meet load growth



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CNP'S VISION FOR THE SMART GRID



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1. Advance Metering Systems (AMS)

- AMS will provide
- 1. Detailed information on usage,
- 2. Significantly faster and less intrusive service for reads,
- 3. Faster remote turn on/off,
- 4. Meter checks for functionality working, removal, tilt
- Two-way communication between customers and market participants (i.e., REP, QSE, Aggregators, Authorized 3rd Parties, and TDSPs)
- 6. Back office systems to analyze, retry for missing, estimate accurately, prepare for the market
- 7. Everyman's portal to access the data

Cost: 2.2 Million Advanced Meter System (AMS) meters to be installed during 2010 - 2012 at a cost of \$580 million

STATUS AND STATISTICS - JULY 2012

Deployment

- Meters 2,278,153
- Cell Relays 5,391
- Take Out Points -140

Read Rate YTD

Interval Reads - 3 times per day First try success 98.43% and improving

> Interval Reads Retry for 5 days 99.9%

Service Orders

- Cumulative Service Orders since project started 3,364,070 (97%)
- Service Orders in 2012 1,935,833 (98.1%)
- Reconnect (Firewall to meter) 22 mins
 Turn ON or OFF (MDM to meter) ~12-16 mins

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Disconnect for Non-Pay
~ 23 mins

SMARTMETERTEXAS.COM - AMI PORTAL



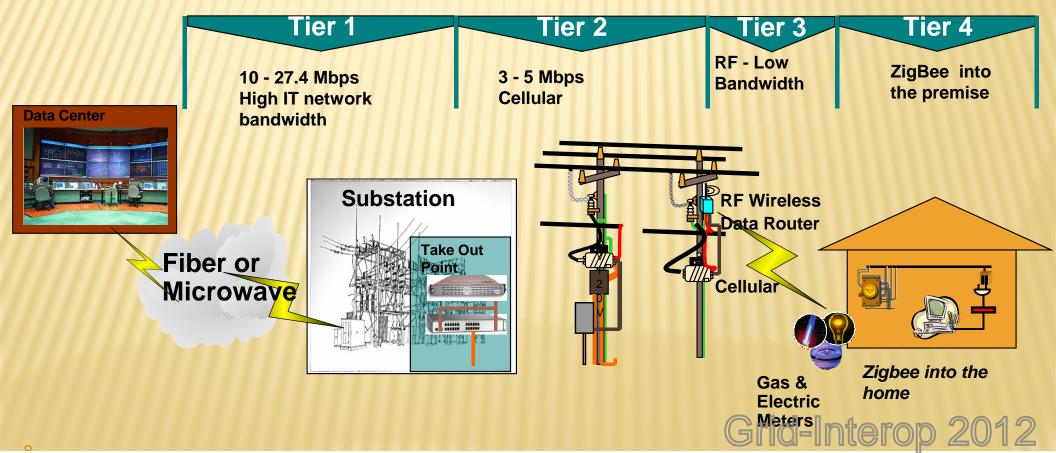


EFFECTIVE COMMUNICATION NETWORK



The CenterPoint Energy backhaul communications network can be segregated into four distinct segments or tiers....

- Tier 1 Major backhaul: Data Center to the substations (Take Out Points)
- Tier 2 Minor backhaul: Substations to the cellular router (Utility Grade Cellular)
- Tier 3 Radio Wireless Meter Data Router communicates with the meter
- Tier 4 Meter to ZigBee wireless connections to home energy management devices



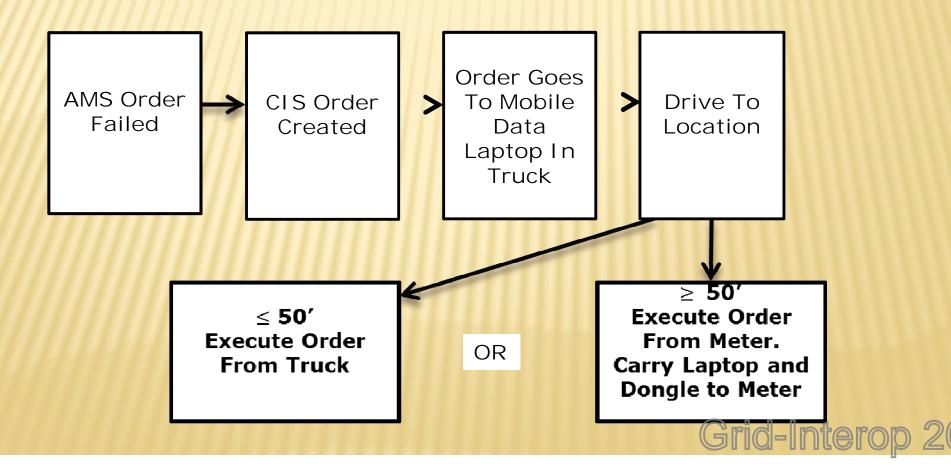
THE DONGLE





The Dongle allows CNP f wireless access to the AMS meter. el secure local

This access to the meter requires a CNP laptop with special software, a password, and a dongle to execute the field order. A record is maintained.





SEE ELECTRICITY IN A WHOLE **NEW LIGHT** Thank you for allowing me to share **CenterPoint's Smart Grid story QUESTIONS?**

Bob.Frazier@CenterPointEnergy.co

<u>m</u> 713-207-7979

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