

# The Price is Right? How Pricing and Incentive Mechanisms in California Incentivize Building Distributed Hybrid Solar and Energy-Storage Systems

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outh in California provisions that vary in rate that overstate the amount of  
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## ***2.2. Model Notation***

### 2.3. Model Formulation

Our objective is to maximize

$$\text{a } C^C S \sum_{t=T} r_t P_t^N$$

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Table Financial Cases that are Examined in Section

Cases	Enterprises	Coupons	IC
Basic	Fixed	Fixed	0
Fixed	Fixed	Fixed	0
Fixed	Fixed	Fixed	Fixed
Fixed	Fixed	Fixed	Fixed
Fixed	Fixed	Fixed	Yield
Fixed	Fixed	Fixed	Yield

profits are on the other hand, and it is shown that the results are not as straightforward as they appear to be. The results show that the output of the system is not as straightforward as it seems to be. The results show that the output of the system is not as straightforward as it seems to be. The results show that the output of the system is not as straightforward as it seems to be.



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Table 5.2: Optimal Configuration, Profits and Operations of Hybrid Energy System with Battery Energy Storage in Los Angeles with Capacity Payments

Case	Configuration			Annual Profit (thousand \$)	Capacity of Battery (MWh)
	$B^P$	$B^E$	$B^S$		
Baseline	0	0	0	100	0
with Battery	10	0	0	100	10
with Battery and Storage	10	0	0	100	10
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### 5.2. Battery Technology

The main purpose of this study is to analyze the optimal configuration, profits and operations of the hybrid energy system with battery energy storage in Los Angeles with capacity payments. The results are as follows:

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