

# California Energy Commission Load Management Standards



SMUD's Strategic Development Board Committee meeting

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#### **California State Goals**

100% emissions-free vehicles by 2035



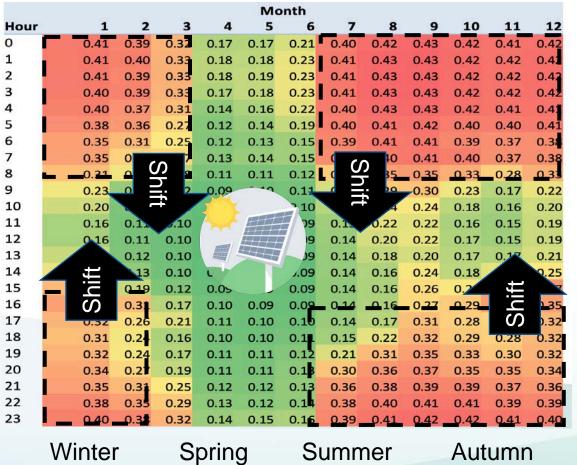
100% carbon-free grid by 2045





#### Renewables alone aren't enough Load management helps decarbonize the grid

2021 Hourly Marginal Emissions Intensity (MT CO<sub>2</sub>/MWh)



Shift electricity use from dirty hours...

#### ...to clean hours

(charge, heat, cool, pump: 9am to 3pm)

#### HOW?

Publish price & emissions signals for automation devices to reschedule default run-times



## **Challenges to Load Management**

- 1. No public access to machine-readable TOU prices
- 2. Markets for grid-responsive automation are limited
- 3. Existing TOU rates not sufficiently granular in time/space
- 4. Customers unaware of load shifting automation options



# Proposed Amendments to the CEC's Load Management Standards

1 Rate
Database

 Maintain the accuracy of existing and future timevarying rates in the publicly available and machinereadable MIDAS rate database.

- 2 Third-Party Services
- Develop a standard rate information access tool to support third-party services

Hourly Rates

 Develop and submit locational rates that change at least hourly to reflect marginal wholesale costs.

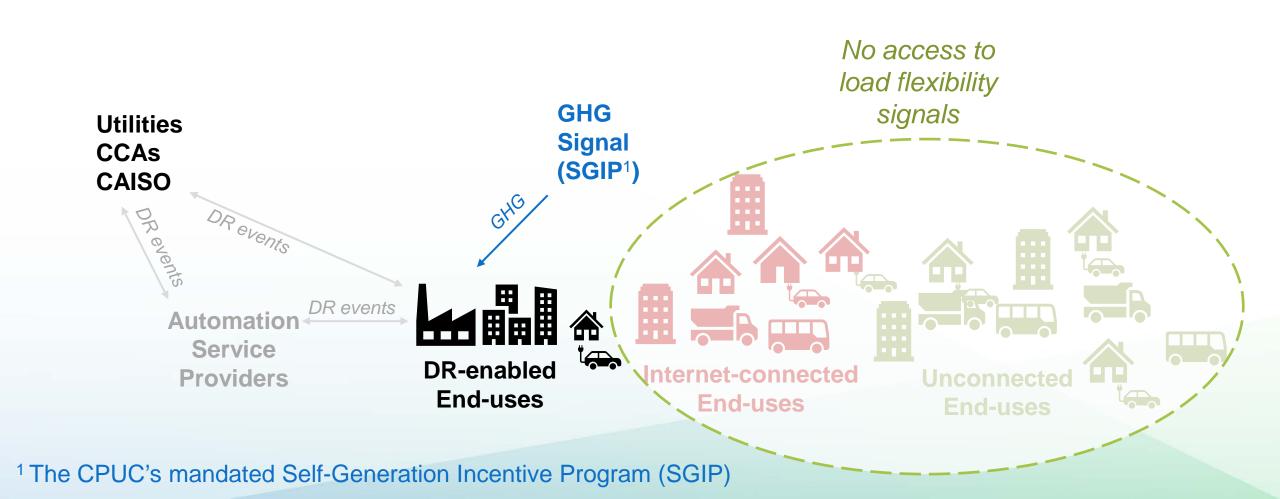
4 Customer Education

 Integrate information about new time-varying rates and automation technologies into existing customer education and outreach programs.



# **Load Management Today**

Payment for Load Control / Demand Response (DR)





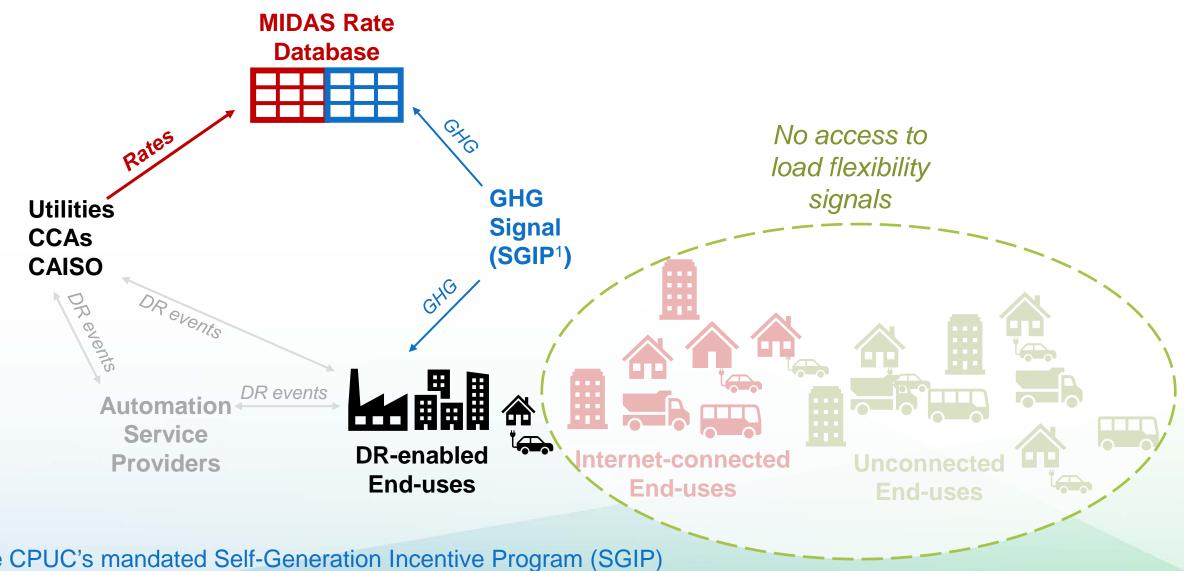
# **Shortfalls of DR programs**

- High costs
- Limited demand resources
- Limited customer involvement, user experience, and sustainability
- Limited support for technology markets
- Equity issues



## Load Management Standards

Time-varying rates and greenhouse gas (GHG) signals

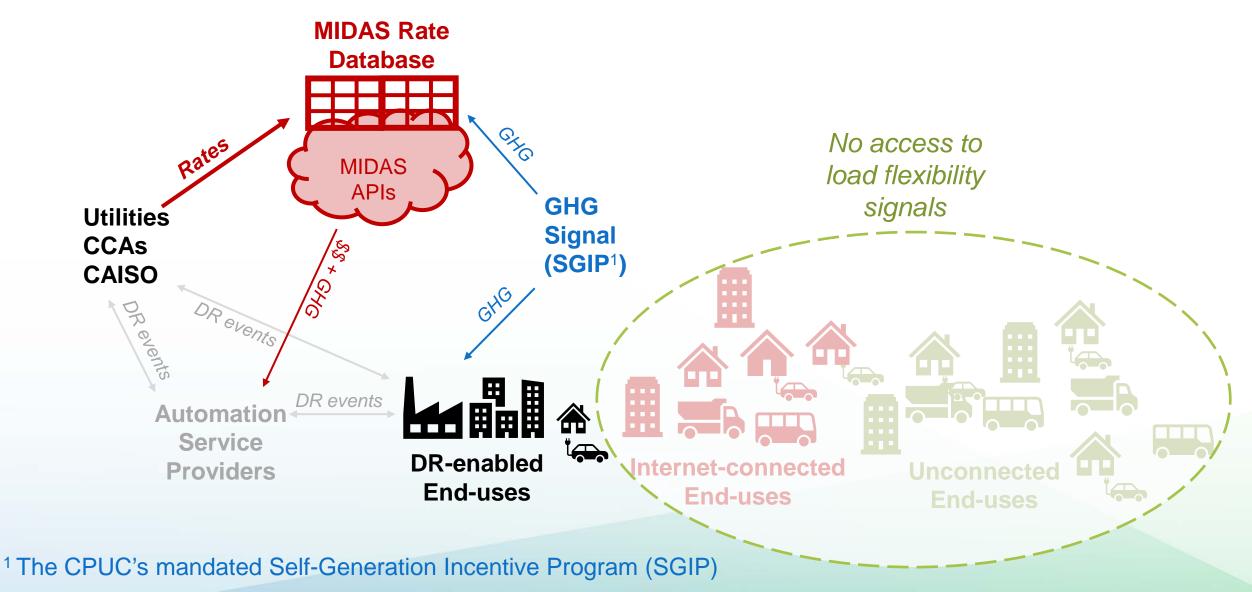


<sup>1</sup> The CPUC's mandated Self-Generation Incentive Program (SGIP)



## Load Management Standards

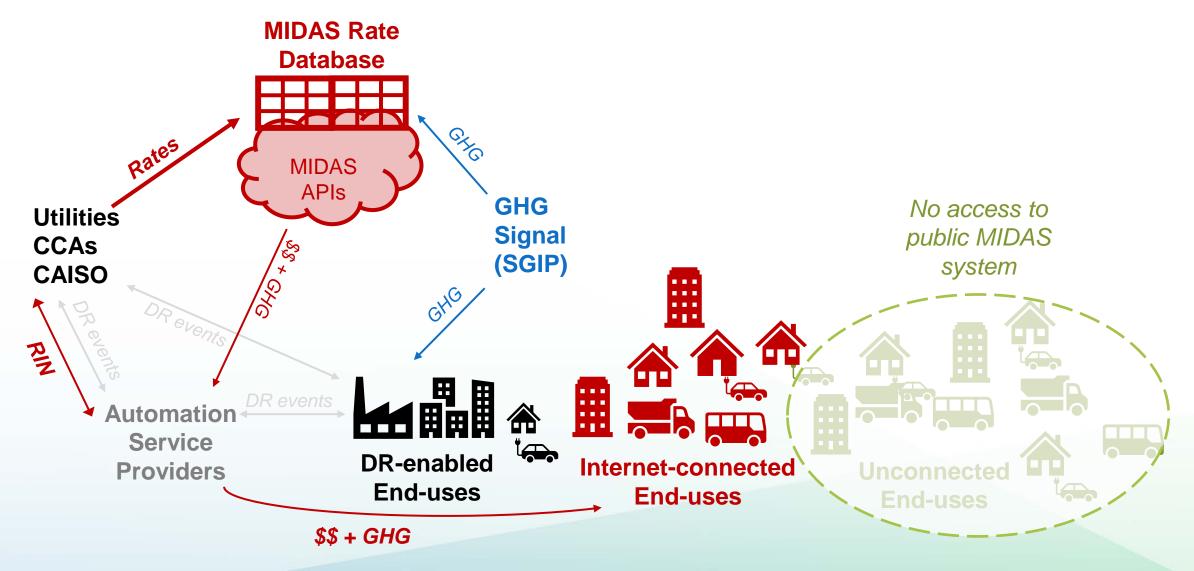
Time-varying rates and greenhouse gas (GHG) signals





#### **Load Management Standards**

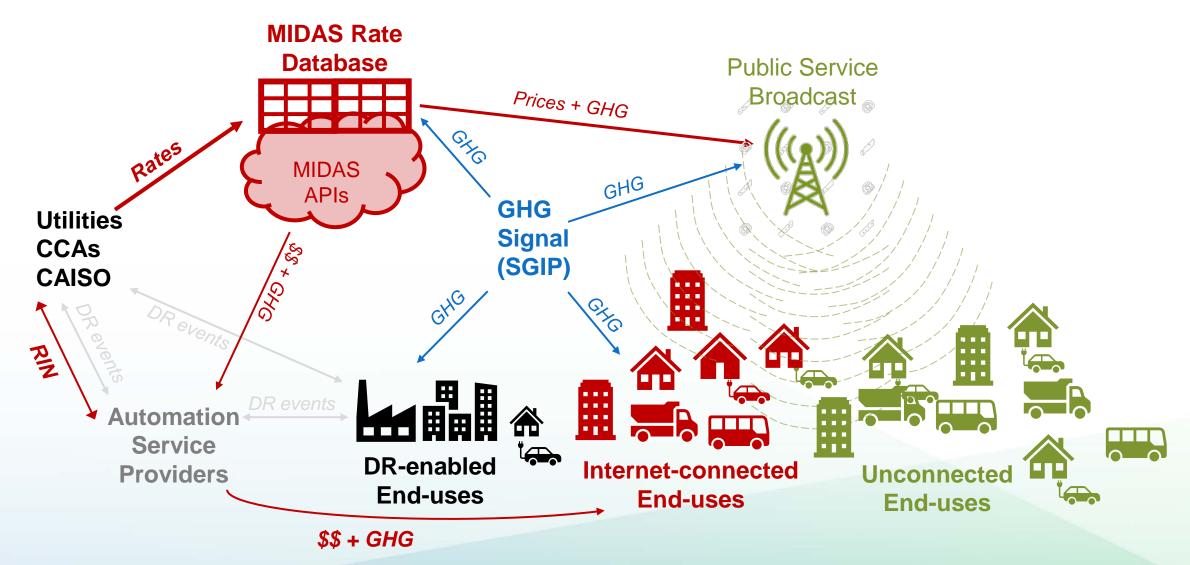
Time-varying rates and greenhouse gas (GHG) signals





#### Long-term Vision: Public Broadcast

Time-varying rates and greenhouse gas (GHG) signals





## **Locational Marginal Pricing Benefits**

- Customer benefits
- Societal benefits
- System and utility benefits

8/6/2021



#### Schedule (may be revised)

1. MIDAS w/ TOU, GHG, FlexAlerts: 2021

2. Flexible Demand Appliance Standards: 2023

3. MIDAS locational hourly pricing: 2025

4. Public broadcast: under research



#### For more information %



- CEC Staff Contacts
  - Technical analysis: Karen Herter
  - Economic analysis: Gavin Situ
  - Project management: Gabe Taylor
- Relevant Documents and Websites
  - CEC Draft Staff Analysis of Proposed Amendments
  - 2020 Load Management Rulemaking website
  - Load Management Standards: CCR Title 20 §1621-1625
  - Flexible Demand Appliance Standards: PRC 25402
  - Warren-Alquist Act: PRC 25403.5