| DOCKETED         |  |
|------------------|--|
| Docket Number:   | 20-FDAS-01   |
| Project Title:   | Flexible Demand Appliance Standards  |
| TN #:            | 244259   |
| Document Title:  | Presentation - FDAS Pool Controls Public Workshop  |
| Description:     | On JUly 19, 2022, CEC staff hosted a public workshop to present the draft staff report and proposed regulatory language for the flexible demand appliance standards for pool controls. |
| Filer:           | Bruce Helft  |
| Organization:    | California Energy Commission   |
| Submitter Role:  | Commission Staff   |
| Submission Date: | 7/29/2022 3:25:17 PM   |
| Docketed Date:   | 7/29/2022  |



#### **California Energy Commission**

Flexible Demand Appliance Standards Workshop Pool Controls July 19, 2022



| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



Draft Staff Report Workshop for Pool Controls is being held remotely

For remote participation instructions go to **CEC's Flexible Demand webpage:** 

https://www.energy.ca.gov/proceedi ngs/energy-commissionproceedings/flexible-demandappliances **Zoom:** Technical support is available at <u>https://support.zoom.us/</u>

Use the Zoom chatbot feature, located in the lower right corner of the screen or call (888) 799-9666, ext. 2

You can contact the Public Advisor's Office via email publicadvisor@energy.ca.gov, or by phone at (916) 654-4489, or call toll free at (800) 822-6228



- **Opportunity for public comments** approximately 11:00 a.m.
- Comments may be limited to 3 minutes per person and 1 person per organization, depending upon the number of persons wishing to speak
- Please provide your name and affiliation when speaking
- All lines are muted, to comment raise hand to speak
  - Online: Raise your hand, host will give you the ability to speak, then participant must push unmute
  - Cell phone: Raise your hand by pushing \*9, host will give you the ability to speak, then caller must push \*6 to mute and unmute
- For clarifying questions, type your question in the Q&A section

### **Opening Introductory Comments**

| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



#### **Introductory Remarks**

#### Commissioner Andrew McAllister, Ph.D.

California Energy Commission



#### **Flexible Demand Standards - Phase One**

| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



#### Framing Flexible Demand Appliance Standards

Michael J. Sokol, Director of Efficiency California Energy Commission



- Requires Flexible Demand Appliance Standards that are:
  - Cost-effective
    - ${\rm \circ}Value$  of reduced GHG emissions
    - oContribution to grid reliability
  - Configurable, requiring consumer's consent
  - Open source and cybersecure
  - Readily available load-management technologies

### Win | Win Policy Objectives for CA



#### Load Management, Smart Grid, Flexible Demand



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



#### **Pool Controls as first device**

# Pool Controls flexible demand standards are technically feasible and cost-effective

| Phase 1                  | Phase 2                        | Phase 3                           |
|--------------------------|--------------------------------|-----------------------------------|
| Pool Controls            | Electric Storage Water Heaters | Electric Vehicle Supply Equipment |
| Dishwashers*             | Behind the Meter Batteries     |                                   |
| Electric Clothes Dryers* |                                |                                   |
| Thermostats              |                                |                                   |

## **Report and Proposed Language**

| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



#### **Rulemaking Process**

Nicholaus Struven FDAS Team Lead, Efficiency Division California Energy Commission





## Goals for this Workshop

- Introduce flexible demand appliance standards
- Review staff report and proposed regulations
- Gather your ideas, concerns, and recommendations
- Written comments due by 5:00 PM on August 31, 2022





## Staff Report and Proposed Regulations

## Why flexible demand standards?

- Californians asked to Flex Your Power
  - Schedule, shift use of appliances to other times
- Flexible demand appliances allow consumers to:
  - Flex use of electricity
  - Realize financial benefits of lower electricity rates
  - Align electricity demand with renewable supplies
  - Avoid greenhouse gas emissions

#### **Every Californian deserves an appliance that can FLEX**



**Pool Controls:** Allow owners or operators to control various aspects of pools, including filtering, temperature adjustments, and chlorination systems to keep the pool water clean, clear and safe.



### Facts about Pool Controls



Equipment in Separate Enclosures

Equipment in Single Enclosure

| Key Facts                      |               |  |  |  |  |
|--------------------------------|---------------|--|--|--|--|
| Incremental Cost Estimate      | \$70          |  |  |  |  |
| Product Lifetime               | 10 years      |  |  |  |  |
| CA Shipments                   | 115,000 /year |  |  |  |  |
| CA Stock (2033)                | 1.2 million   |  |  |  |  |
| Energy use per Pool Controller | 5.5 MWh/year  |  |  |  |  |



- Pool Controls Draft Staff Report: <u>https://www.energy.ca.gov/publications/2022/analysis-flexible-demand-standards-pool-controls-2022-flexible-demand-appliance</u>
- Standards proposal in Chapter 5
- Proposed Regulatory Language in Appendix A
- Effective date is 1-year after CEC adoption

Staff seeks written comments by 5:00 PM on August 31, 2022

## Definition: Pool Control

- A "Pool control" means any component or group of components that:
  - (1) Causes the pool filter pump and other pool equipment to start or stop operation, and
  - (2) Uses single-phase AC power as input power.
- Pool controls exclude pool controls marketed exclusively for use as a control for pool filter pumps with a rated hydraulic horsepower (hhp) greater than 2.5 hhp.

## **Definition: Flexible Demand**

"Flexible demand" means the capability to schedule, shift, or curtail the electrical demand of a load-serving entity's customer through direct action by the customer or through action by a third party, the load-serving entity, or a grid-balancing authority, with the customer's consent.



"Consent" means a customer's permission or agreement to use the capabilities of an appliance subject to this Article to schedule, shift, or curtail its use through direct action by the customer or by a third party, load-serving entity, or a grid-balancing authority. Consent may be express or implied.

## Definition: Connected Device

"Connected device" means any device that is capable of receiving TCP/IP signals from the internet, with or without the connections through common home network equipment or radio broadcasting, by means of integrated or separate communications module.



# "TCP/IP signal" means a type of data format used to carry data through the network.

## Default Operating Schedule

The pool control shall be shipped with a default operating schedule setting that starts no earlier than 9 a.m. Pacific Standard Time (PST) and finishes no later than 3 p.m. PST for the following operations:

- a. any operation of the pool filter pump at more than 50 percent of the maximum operating speed of the pool filter pump,
- b. any operation of the pressure cleaner booster pump, and
- c. any operation of the electric pool water heater.



During periods of Pacific Daylight Time (PDT) the start time of the default operating schedule shall be 8 a.m. PDT and the finish time shall be 2 p.m. PDT.

## Reliability & Cybersecurity

#### **Device Identification & Configuration**

#### Restart Settings | Automatic Rejoin

#### Passwords

Software Updates

Data Protection

#### Override Function



# Staff Report and

#### **Flexible Demand Metrics**

## **Pool Load Shapes and TOU Rates**





#### Load shift based on default schedule 9 a.m. to 3 p.m.





Avoided GHG emissions from proposal and three alternatives:

- TOU-based Control
- GHG-based Control
- TOU+GHG-based Control
- Default Schedule

#### Time-of-Use electricity rate (TOU) Greenhouse gas (GHG)

#### **Avoided GHG Emissions (in 2033)**



33

#### Annual Avoided GHG Emissions

| <b>Pool Controls</b>                   | Potential GHGs<br>Avoided During<br>2024, Year 1<br>(metric tons<br>CO <sub>2</sub> e) | Value of GHGs<br>Avoided in Year<br>2024 (M \$/yr)<br>(In millions<br>\$2022) | Potential GHGs<br>Avoided During<br>2033, Year 10<br>(metric tons<br>CO <sub>2</sub> e) | Value of GHGs<br>Avoided in Year<br>2033 (M \$/yr)<br>(In millions<br>\$2022) |
|--|--|---|---|---|
| Staff Proposal:<br>Default Schedule    | 33,000   | 2.0   | 394,000   | 27.0  |
| Alternative 1: TOU<br>Scheduling       | 7,000  | 0.4   | 96,000  | 6.6   |
| Alternative 2: GHG<br>Scheduling       | 40,000   | 2.4   | 418,000   | 28.0  |
| Alternative 3: GHG<br>& TOU Scheduling | 35,000   | 2.2   | 387,000   | 26.0  |

### **Permanent Load Shift from Peak**

| Proposal                               | Permanent Load Shift<br>Single day at 6 p.m. to 10<br>p.m. Summer Weekday<br>8/18/2033 (GWh) | Permanent Load 6<br>p.m. to 10 p.m. Daily,<br>August 2033 (GWh) | Permanent Load 6<br>p.m. to 10 p.m. Daily,<br>2033 (GWh) |
|--|--|---|--|
| Staff Proposal:<br>Default Schedule    | 2  | 72  | 682  |
| Alternative 1: TOU<br>Scheduling       | 2  | 44  | 466  |
| Alternative 2: GHG<br>Scheduling       | 2  | 72  | 679  |
| Alternative 3: GHG &<br>TOU Scheduling | 2  | 72  | 680  |

### **LSE Metrics with Default Schedule**

| Utility | Utility Bill<br>Savings during<br>year 2024 (2024<br>\$) | GHG Emissions<br>Avoided during<br>2024 (metric tons<br>CO <sub>2</sub> e) | Utility Bill Savings<br>during year 2033<br>(2033 \$) | GHG Emissions<br>Avoided during<br>2033 (metric tons<br>CO <sub>2</sub> e) |
|---------|--|--|---|--|
| SMUD    | 89,000   | 1,400  | 1,300,000   | 17,000   |
| SCE     | 8,000,000  | 14,000   | 120,000,000   | 170,000  |
| LADWP   | 0  | 4,100  | 0   | 49,000   |
| PG&E    | 1,400,000  | 10,000   | 17,000,000  | 120,000  |
| SDG&E   | 2,000,000  | 3,500  | 26,000,000  | 40,000   |
| Total   | 11,000,000   | 33,000   | 165,000,000   | 394,000  |



## Standards can be met with existing models and technologies





- Proposed standards are cost-effective
- Incremental cost of connectivity = \$70
- Savings-to-Investment Ratio = \$1,225 / \$70 = 17.5
- Lifecycle Net Benefit = Total Benefit Total Cost
- Net Benefit to consumers: \$1,225 \$70 = \$1,155

| Year    | 1     | 2     | 3     | 4     | 5     | 6     | 7     | 8     | 9     | 10    | Total   |
|---------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|---------|
| Savings | \$103 | \$107 | \$111 | \$116 | \$120 | \$125 | \$129 | \$134 | \$138 | \$142 | \$1,225 |



| Value of GHGs<br>Avoided in First<br>Year 2024 (M\$/yr) | Value of GHGs<br>Avoided at Stock<br>Turnover in Year<br>2033 (M\$/yr) | Annual<br>Consumer<br>Savings First<br>Year 2024(M\$/yr) | Annual Consumer<br>Savings at Stock<br>Turnover in 2033 (M\$) |
|---|--|--|---|
| 2   | 27   | 11   | 170   |

\$70 Upfront incremental cost for a compliant pool control (In \$2022)



| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



## **CPUC on Appliances and Flexible Demand**

Daniel Buch Program Manager, Energy Division California Public Utilities Commission

### **Respondents' Panel Introduction**

|   | Time     | Торіс                                       | Presenter                                  |
|---|----------|---|--|
|   | 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
|   | 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
|   | 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
|   | 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
|   | 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| • | 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
|   | 11:00 AM | Public Comments                             |  |
|   | 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|   |          | Close of Workshop                           |  |
|   |          |   |  |



Natural Resources Defense Council, Inc. / NRDC

Pierre Delforge, Director – Clean Buildings

> Pool and Hot Tub Alliance / PHTA

Jennifer Hatfield, Regulatory Affairs Consultant

Pacific Gas and Electric Company / PG&E

Mary Anderson, Statewide Appliance Standards Lead

#### > WattTime

Henry Richardson, Analyst

## **Discussion Topic One**

How does a statewide standard for pool controls that prescribes periods of operation to be during times of low GHG emission intensities and cheaper electricity rates bring benefits to:

- Pool owners?
- Residents in low income and/or disadvantaged communities?
- Consumers?
- Others?



How can the proposed standards for pool controls be improved to better address the **reliability** of the electricity grid in California?



Under this proposed regulation, the devices must be capable of receiving data from the internet and perform clock synchronization.

Are you aware of any concerns about such a connectivity requirement, e.g., access for low-income households, cybersecurity, exposure of personal information, etc.?

Finally, what are your thoughts on some of the next steps to be addressed?



| Time                             | Торіс  | Presenter   |
|----------------------------------|--|---|
| 9:00 AM                          | Welcome and Orientation  | Michael Sokol, Director of Efficiency, CEC                        |
| 9:05 AM                          | Introductory Remarks   | Commissioner Andrew McAllister, CEC                               |
| 9:15 AM                          | Framing Flexible Demand Appliance Standards  | Michael Sokol, Director of Efficiency, CEC                        |
| 9:25 AM                          | Staff Report and Proposed Regulations  | Nicholaus Struven, Program Lead, CEC                              |
| 10:00 AM                         | CPUC on Appliances and Flexible Demand   | Daniel Buch, Program Manager, CPUC                                |
| 10:15 AM                         | Respondent Panel Discussion  | Bruce Helft, Moderator, CEC                                       |
| 11:00 AM                         | A Public Comments  |   |
| 12:00 PM                         | Concluding Remarks and Next Steps  | Ho Hwang, Electrical Engineer, CEC                                |
|                                  | Close of Workshop  |   |
| 10:15 AM<br>11:00 AM<br>12:00 PM | Respondent Panel DiscussionPublic CommentsConcluding Remarks and Next StepsClose of Workshop | Bruce Helft, Moderator, CEC<br>Ho Hwang, Electrical Engineer, CEC |



- Comments may be **limited to 3 minutes** per person and **1 person per** organization, depending upon number of commentors wishing to speak
- State your name and affiliation when speaking
- To comment raise hand to speak
  - Online: Raise your hand, host will give you the ability to speak, then participant must push unmute
  - Cell phone: Raise your hand by pushing \*9, host will give you the ability to speak, then caller must push \*6 to mute and unmute
- For general clarifying question type your question in the Q&A section





| Time     | Торіс                                       | Presenter                                  |
|----------|---|--|
| 9:00 AM  | Welcome and Orientation                     | Michael Sokol, Director of Efficiency, CEC |
| 9:05 AM  | Introductory Remarks                        | Commissioner Andrew McAllister, CEC        |
| 9:15 AM  | Framing Flexible Demand Appliance Standards | Michael Sokol, Director of Efficiency, CEC |
| 9:25 AM  | Staff Report and Proposed Regulations       | Nicholaus Struven, Program Lead, CEC       |
| 10:00 AM | CPUC on Appliances and Flexible Demand      | Daniel Buch, Program Manager, CPUC         |
| 10:15 AM | Respondent Panel Discussion                 | Bruce Helft, Moderator, CEC                |
| 11:00 AM | Public Comments                             |  |
| 12:00 PM | Concluding Remarks and Next Steps           | Ho Hwang, Electrical Engineer, CEC         |
|          | Close of Workshop                           |  |
|          |   |  |



- Flexible demand appliances are an opportunity to reduce GHG emissions and decarbonize California's economy
- Thank you for your participation and comments today!
- The CEC values your active participation! Please provide written comments to **Docket #20-FDAS-01**



- Evaluate all comments received by August 31st
- Stakeholders are encouraged to join <u>"Flexible Demand Appliances and Load Management and Demand Response</u>" list server

| Activity                                       | Date                         |
|--|------------------------------|
| Draft Staff Report Workshop                    | July 19, 2022                |
| Public Comment Period for Workshop Closes      | August 31, 2022              |
| Final Staff Report and Start Formal Rulemaking | 4 <sup>th</sup> Quarter 2022 |
| Public Comment Period and Public Hearing       | 4 <sup>th</sup> Quarter 2022 |
| Adoption Hearing at CEC Business Meeting       | 1 <sup>st</sup> Quarter 2023 |
| Effective Date of Pool Control Standards       | 1 <sup>st</sup> Quarter 2024 |



- Comments due by 5:00 p.m. on August 31, 2022
- To submit electronically:
  - <u>https://www.energy.ca.gov/proceedings/energy-commission-proceedings/flexible-demand-appliances</u>
  - Click on "Submit Comment"
- To send a hard copy:

California Energy Commission Docket Unit Re: Docket No. 20-FDAS-01 715 P Street Sacramento, CA 95814

Send digital copy to: docket@energy.ca.gov, include #20-FDAS-01



