CA Energy Code and the Grid Navigating the Political Landscape

Bay Area Metro Center | San Francisco, CA October 24, 2017





Presentation Overview

What does the electrical grid do for us?

How is California's grid changing?

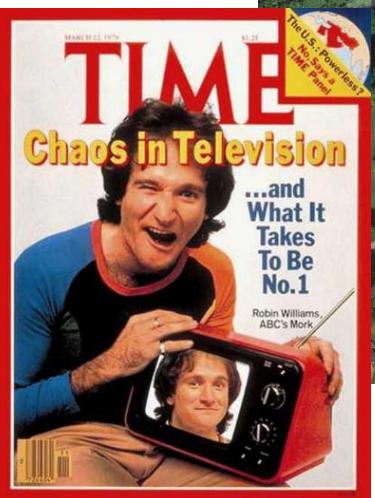
When and where can we impact that change?

Why do we care about the changing grid?

This presentation draws from:

- BayREN Codes & Standards Program Implementation Activities
- CPUC/CEC En Banc Hearing on Consumer Retail Choice (5/19/2017)
- CEC 2019 T24 Part 6 Pre-rulemaking

This is my story





Acworth NH is very different





When we pay for electricity, we're paying for...

A network of connected infrastructure and services:

- Distribution & Transmission
- Generation & Energy Efficiency
- Reliable and equitable electric service to all customers

We want our grid to be resilient

- Climate change
- Disasters (natural and man made)
- New markets and technology innovation



Intersection of Energy Regulators Code & Grid **CPUC** CEC **Stakeholders Operators** Local **CAISO** Governments **IOUs RENs** CCAs/CCEs Industry & MOUs Markets **Customers** Residential Commercial



Change is ... here

- Solar PV and Energy Storage
- Electric vehicles
- Internet of Things and Device Connectivity
- Community Choice Energy

and is complicated.

"California may well be on the path towards a competitive market for consumer electric services, but is moving in that direction without a coherent plan to deal with all the associated challenges that competition poses."

CPUC Staff White Paper "Consumer and Retail Choice, the Role of the Utility, and an Evolving Regulatory Framework"



CPUC/CEC Consumer Choice En Banc

21 Ratesetting proceedings

A1608006 - PG&E Diablo Canyon Proposal

A1609001 - SoCal Edison General Rates

R1206013 - Residential Rates

R0310003 - Assembly Bill 117 Rulemaking

R1408013 - Distribution Resources Plans

R1410003 - Integrated Distributed Energy

Resources

R1512012 - Time of Use

A1509001 - PG&E General Rate Case

A1701012, ...18, ...19 - IOU 2018-2022

Demand Response Portfolios

R1309011 - Demand Response

R1407002 - Net Energy Metering

R1410010 - Resource Adequacy Rulemaking

R1602007 - Integrated Resource Planning

R1211005 - California Solar Initiative/Self-

Generation Incentive Program Rulemaking

R1502020 - Renewables Portfolio Standard

A1704018 - Portfolio Allocation Methodology

<u>A1701013</u>, .14, .15, .16, .17 - IOU/CCA EE

Business Plans

<u>A1701020</u>, .21, .22 - IOU Transportation

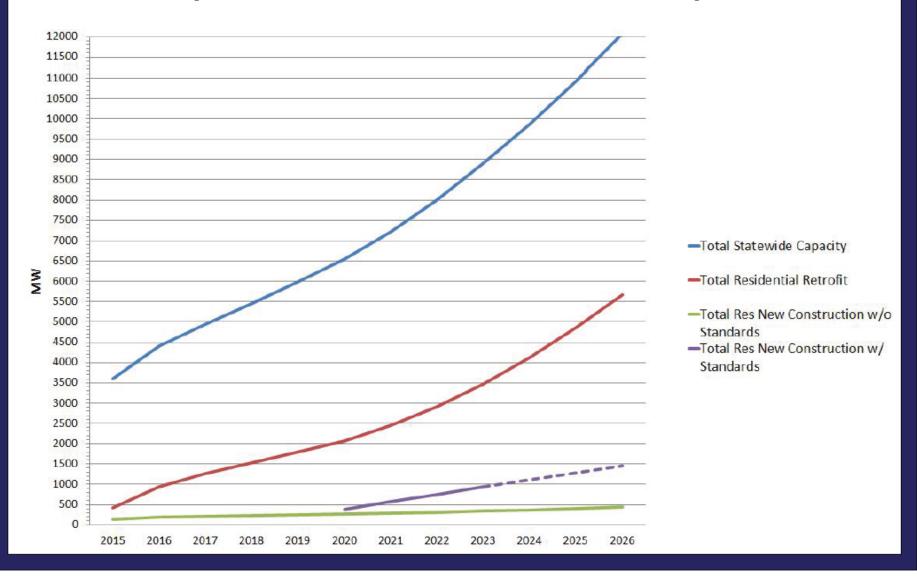
Electrification

R1311005 - Energy Efficiency

<u>R1503011</u> - Energy Storage

R1311007 - Zero Emission Vehicles

Limited Impact of Standards PV Requirements Compared to Other Forecasted PV Development





CEC Title 24 Part 6 2019 Update

Can all new residential construction be ZNE?

- ZNE was the goal but was not mandated by law
- Mixed fuel vs. all-electric
- Cost-effectiveness vs. grid realities & market readiness
- Site-specific vs. community solar & storage systems

Pre-rulemaking currently in progress



2019 T24 Part 6 Draft Express Terms

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2019 Building Energy Efficiency Standards

SUBCHAPTER 8 LOW-RISE RESIDENTIAL BUILDINGS PERFORMANCE AND PRESCRIPTIVE COMPLIANCE APPROACHES

SECTION 150.1 – PERFORMANCE AND PRESCRIPTIVE COMPLIANCE APPROACHES FOR LOW-RISE RESIDENTIAL BUILDINGS

- (b) Performance Standards. A building complies with the performance standards if the energy consumption budget calculated for the Proposed Design Building under Subsection 2 is no greater than the energy budget calculated for the Standard Design Building under Subsection 1 using Commission-certified compliance software as specified by the Alternative Calculation Methods Approval Manual.
 - 1. Newly Constructed Buildings. The Energy Budget for newly constructed buildings is expressed in terms of the Energy Design Rating, which is based on TDV energy. The Energy Design Rating has two components, the Energy Efficiency Design Rating, and the Solar Electric Generation and Demand Flexibility Design Rating. The Solar Electric Generation and Demand Flexibility Design Rating shall be subtracted from the Energy Efficiency Design Rating to determine the Total Energy Design Rating. The Proposed Building shall separately comply with the Energy Efficiency Design Rating and the Total Energy Design Rating.





Here is are examples of how Target EDRs might look for different scenarios in different CZs for the 2,700 sf Mixed Fuel Homes:

Note: At this time these numbers are examples only and may change as our tools evolve

NEM = Net Energy Metering; GH = Grid Harmonization; Dumb PV = No Battery Storage

1	2	3	4	5	6	7	8	9	10	11
CZ	Efficiency EDR without PV, based on 2019 Efficiency Measures	for Displacing kWh Elect	Displace Annual kWh Electric –	EDR – Violates NEM,	PV Size for Zero EDR with Basic Battery Controls – May Violate NEM, OK with GH	EDR with Optimum Battery Controls – <mark>Cool</mark>	Similar to Col 7 But With 95 Furn, 0.95 WH – Real Cool with NEM and GH	to 4 Ratio	to 4	Col 8 to 4 Ratio
1	48.0	26.5	3.4	7.7	6.9	4.6	4.1	2.0	1.4	1.2
2	41.2	18.0	2.9	6.1	5.5	3.1	2.8	1.9	1.1	1.0
3	46.9	22.7	2.8	5.8	5.3	3.2	2.9	1.9	1.1	1.0
6	48.0	20.9	2.9	5.3	4.5	2.9	2.8	1.6	1.0	1.0
7	48.0	14.9	2.7	4.6	3.9	2.4	2.3	1.4	0.9	0.9
8	43.0	14.6	2.9	5.3	4.3	2.7	2.6	1.5	0.9	0.9
11	43.3	23.4	3.8	8.5	6.5	4.4	4.2	1.7	1.2	1.1
12	43.1	24.5	3.1	7.0	5.8	3.8	3.5	1.9	1.2	1.1
13	44.8	22.1	4.0	9.0	6.2	4.9	4.6	1.6	1.2	1.2
14	44.6	21.3	3.4	7.4	5.4	4.4	4.1	1.6	1.3	1.2
15	48.0	17.9	5.7	10.5	8.1	6.9	6.8	1.4	1.2	1.2
16	46.3	27.5	3.0	7.6	6.5	4.8	4.3	2.2	1.6	1.4



2019 T24 Part 6 Draft Express Terms

2019 Building Energy Efficiency Standards

ADMINISTRATIVE REGULATIONS

CALIFORNIA CODE OF REGULATIONS TITLE 24, PART 1

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2019 Building Energy Efficiency Standards

10-115 – COMMUNITY SHARED SOLAR ELECTRIC GENERATION
SYSTEM OR COMMUNITY SHARED BATTERY STORAGE SYSTEM
OFFSET OF ONSITE SOLAR ELECTRIC GENERATION OR BATTERY
STORAGE REQUIREMENTS



Why must we care?

The California Energy Crisis

Climate Change

Next generation economic drivers are here – we need to lead



Resources

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BayREN Codes & Standards: <a href="https://www.bayrencodes.org/">https://www.bayrencodes.org/</a>
Tools for Local Ordinances: <a href="http://localenergycodes.com/">http://localenergycodes.com/</a>
Title 24 Part 6: http://www.energy.ca.gov/title24/2019standards/
CA EE Coordination Committee: <a href="https://www.caeecc.org/">https://www.caeecc.org/</a>
CPUC Proceedings
    R1408013 - Distribution Resources Plans
    R1410003 - Integrated Distributed Energy Resources
    R1512012 - Time of Use
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R1407002 - Net Energy Metering

R1602007 - Integrated Resource Planning

EBEW Paper on EE Programs: http://www.ebew.org/news



Thank you

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