



California ISO

# Effective Load Carrying Capability (ELCC) Study Results for Demand Response (DR) Resources

June 24, 2021

Stakeholder Web Conference

# Agenda

Time	Item	Speaker
1:00-1:10	Welcome & Introductions	ISO
1:10-1:25	Background on Variable-Output DR	ISO
1:25-2:30	ELCC Study Results for DR Resources	E3
2:30-2:55	Q&A	All
2:55-3:00	Next Steps	ISO

# BACKGROUND

# Background on variable-output demand response discussions

## Supply Side Working Group (2018 to 2019)

- Stakeholders requested modifications to treatment of demand response resources with variable load curtailment capabilities
- CPUC presented on current ELCC approach for wind and solar
- CAISO proposed ELCC approach for variable-output DR

## ESDER 4 (2019 to 2020)

- Conducted stakeholder process to explore and demonstrate ELCC as a viable qualifying capacity valuation methodology, as well as modifications to must offer obligation fulfillment
- E3 performed ELCC study on existing DR programs to inform stakeholders

# Background on variable-output demand response discussions

## CPUC RA Proceeding (2020)

- CAISO proposed commitment in track 2 of the adoption of ELCC by the end of track 4

## CPUC RA Proceeding (2021)

- CAISO enters E3 ELCC study results into the CPUC's RA Program Track 3B.1 proceeding
- CAISO submits Proposal 2 requesting the Commission adopt an ELCC methodology to calculate QC values for variable-output demand response resources beginning in the 2022 RA year.

# Milestones to meet the ELCC report filing deadline

Date	Milestone
April 29, 2021	Energy Division Staff issues DR Proposal
May 21, 2021	Energy Division Staff issues RA Proposed Decision
June 3, 2021	Commission President Batjer's Ruling in RA proceeding setting July 1 deadline for Report
June 10, 2021	Opening Comments filed on Proposed Decision
June 12, 2021	Initial study results completed
June 14, 2021	Reply Comments filed on Proposed Decision
Week of June 14, 2021	Initial study results reviewed; feedback provided to E3
June 24, 2021	Commission Business Meeting: likely vote on RA Proposed Decision
June 24, 2021	Stakeholder workshop to review results
June 28, 2021	Stakeholder comments due
July 1, 2021	ELCC report due to Commission

# July 1, 2021 ELCC Report Filing Requirements for Commission submission

1. Refreshed study results based upon 2020 bid data from PG&E, SCE, as well as from San Diego Gas & Electric Company (SDG&E).
2. Thorough documentation of study methodology and assumptions, and explanation of how data from Load Impact Protocol (LIP) filings, if any, were utilized in or informed the study, as well as updated runs of the study (as needed).
3. A summary of the key differences between LIP inputs and calculations versus the proposed ELCC method.
4. A workshop report that summarizes parties' comments on the study methodology and results and attaches parties' comments.

# ELCC STUDY RESULTS FOR DR RESOURCES



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# Demand Response ELCC

CAISO

June 24, 2021

Zach Ming, Director  
Vignesh Venugopal, Consultant  
Arne Olson, Sr. Partner



- + In May 2020, E3 publicly released a study quantifying the reliability contribution of demand response in the CAISO**
  - This original study is contained in slides 4 – 37 of this presentation
- + In December 2020, E3 publicly released an update of the study based on new information provided by SCE**
  - This updated study results are contained in slides 38 – 43 of this presentation
- + In June 2021, E3 publicly released an update of the study, quantifying the ELCC based on DR bids placed by PG&E, SCE and SDG&E in 2020**
  - This updated study results are contained in slides 44 - 54 of this presentation



# Outline for Today's Meeting

- + Background on ELCC and RECAP
- + Performance of PG&E, SCE and SDG&E programs in 2020
- + Questions



## Background

- + California has a unique approach to capacity procurement, where the CPUC administers a Resource Adequacy (RA) program to ensure sufficient resources to maintain an acceptable standard of reliability, but the CAISO retains ultimate responsibility for the reliable operation of the electricity system
- + The CAISO was concerned that demand response (DR) was being overcounted in the Resource Adequacy program based on observed demand response bid data



California ISO

## Project

- + The CAISO retained E3 to investigate the reliability contribution of DR relative to its capacity value in the CPUC administered RA program
- + To the extent that DR is overvalued, the CAISO asked E3 to suggest solutions to issue
- + E3 provided technical analysis to support the CAISO in this effort





# Disclaimer required by the California Public Utilities Commission

*This report has been prepared by E3 for the California Independent System Operator (CAISO). This report is separate from and unrelated to any work E3 is doing for the California Public Utilities Commission. While E3 provided technical support to CAISO preparation of this presentation, E3 does not endorse any specific policy or regulatory measures as a result of this analysis. The California Public Utilities Commission did not participate in this project and does not endorse the conclusions presented in this report.*



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# Background on ELCC and RECAP



# Effective Load Carrying Capability (ELCC)

- + **Effective Load Carrying Capability (ELCC)** is a measure of the amount of equivalent perfect capacity that can be provided by an intermittent or energy-limited resource
  - **Intermittent resources:** wind, solar
  - **Energy-limited resources:** storage, demand response
- + **Industry has begun to shift toward ELCC as best practice, and the CPUC has been at the leading edge of this trend**



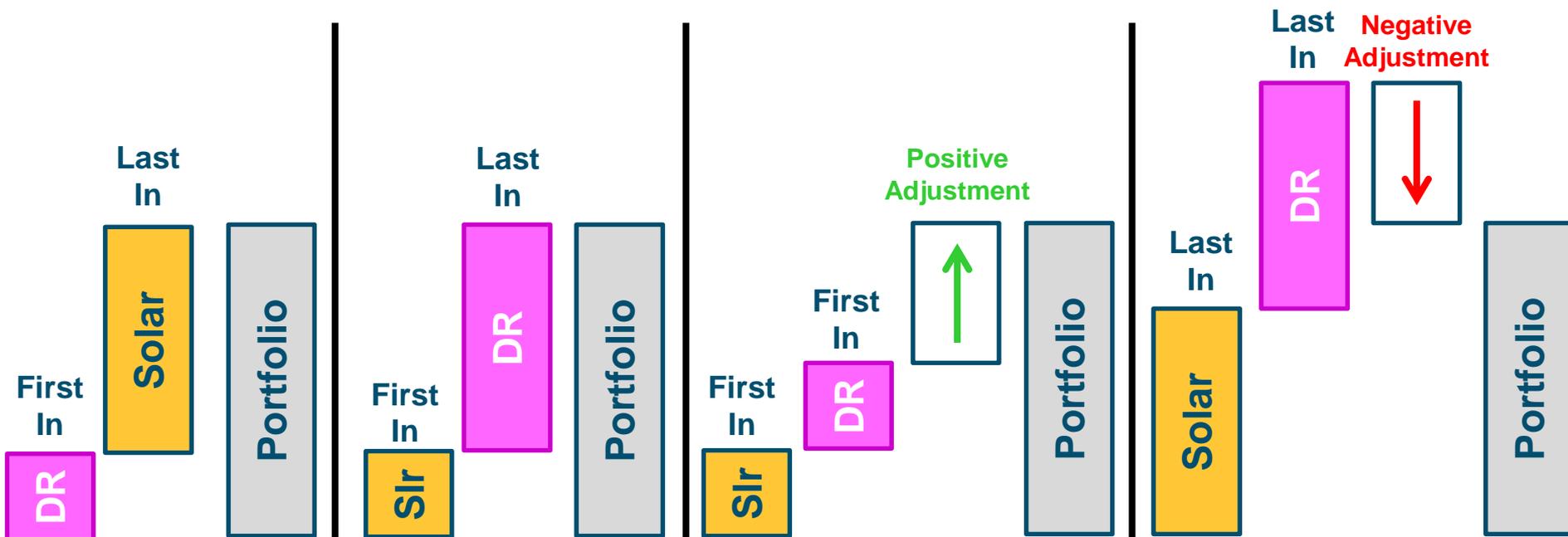
**A resource's ELCC is equal to the amount of perfect capacity removed from the system in Step 3**



# Measuring ELCC

## + There are multiple approaches to measuring the ELCC of a resource(s)

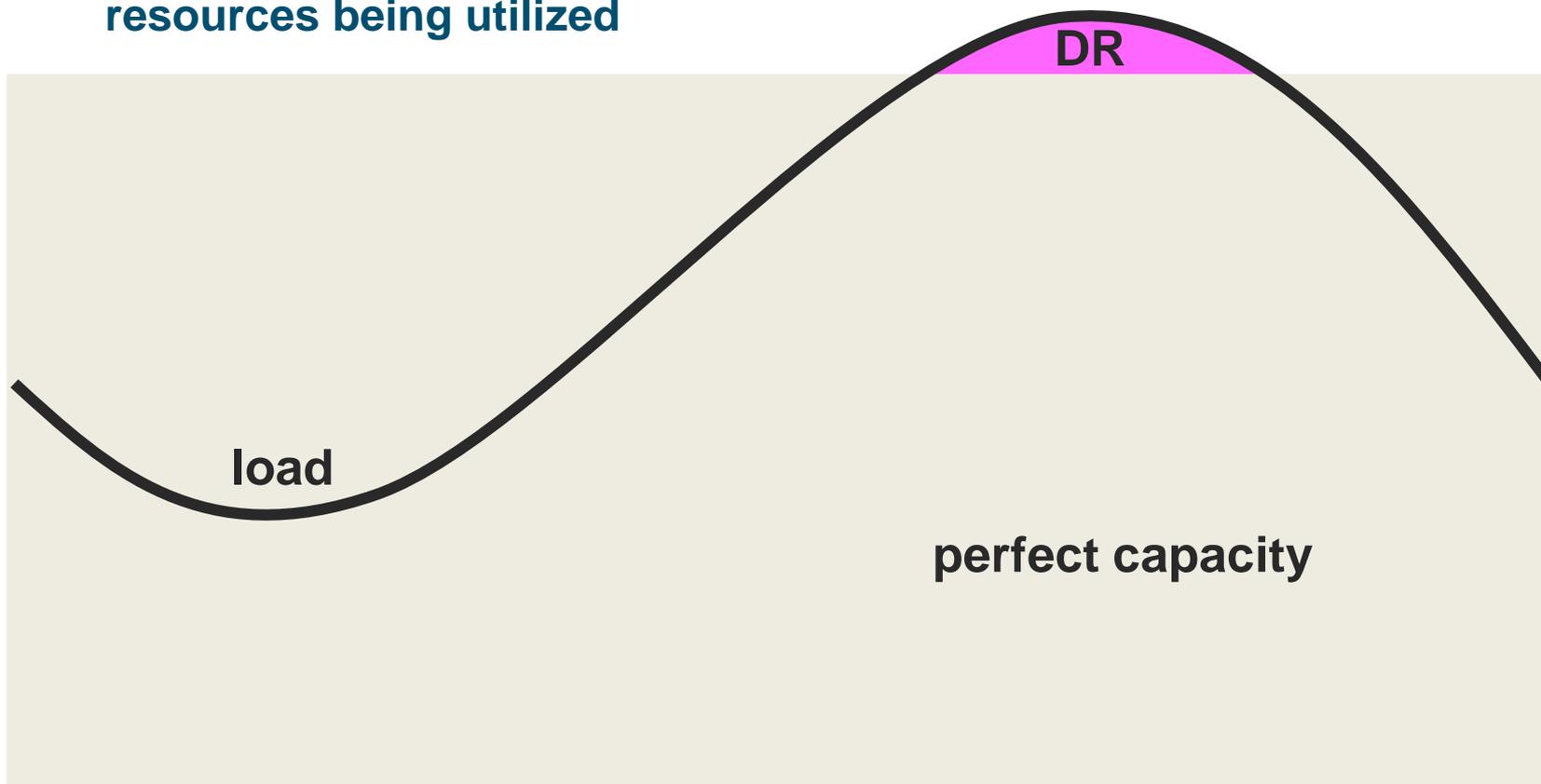
- **Portfolio ELCC:** measures the combined ELCC of all intermittent and energy-limited resources on the system
- **First-In ELCC:** measures the marginal ELCC of a resource as if it were the only intermittent or energy-limited resource on the system, thus ignoring interactive effects
- **Last-In ELCC:** measures the marginal ELCC of a resource after all other intermittent or energy-limited resources have been added to the system, capturing all interactive effects with other resources





# “First-In” ELCC

- + First-in ELCC measures the ability of a resource to provide capacity, absent any other resource on the system
- + This measures the ability of a resource to “clip the peak” and is often analogous to how many industry participants imagine capacity resources being utilized



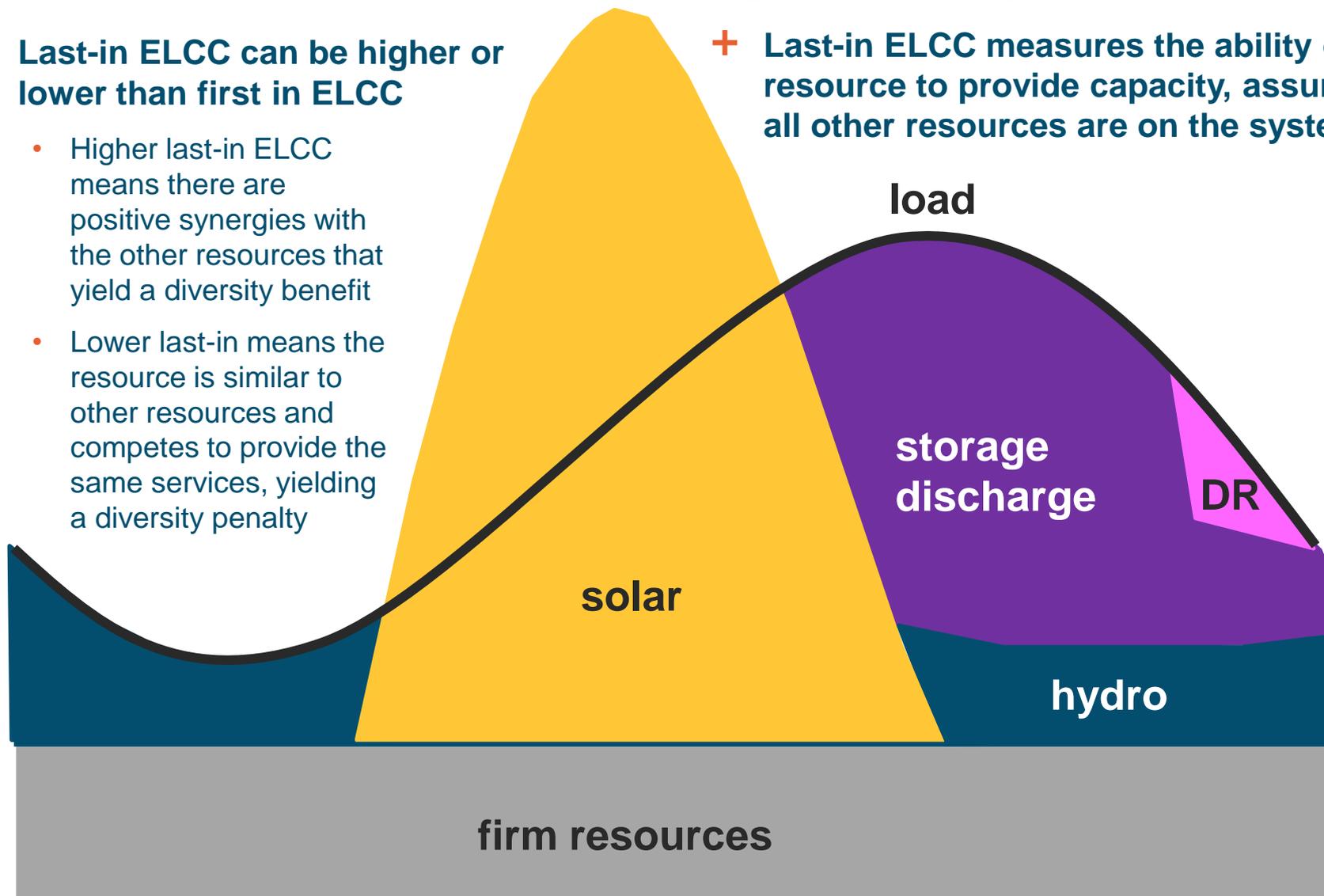


# “Last-In” ELCC

## + Last-in ELCC can be higher or lower than first in ELCC

- Higher last-in ELCC means there are positive synergies with the other resources that yield a diversity benefit
- Lower last-in means the resource is similar to other resources and competes to provide the same services, yielding a diversity penalty

## + Last-in ELCC measures the ability of a resource to provide capacity, assuming all other resources are on the system





# RECAP: Renewable Energy Capacity Planning Model

- + RECAP evaluates adequacy through time-sequential simulations over many years

## Inputs

### Load

- Hourly load for many weather years

### Dispatchable Generation

- Capacity
- FOR
- Maintenance

### Renewables

- Capacity
- Hourly generation profiles for many weather years

### Hydro

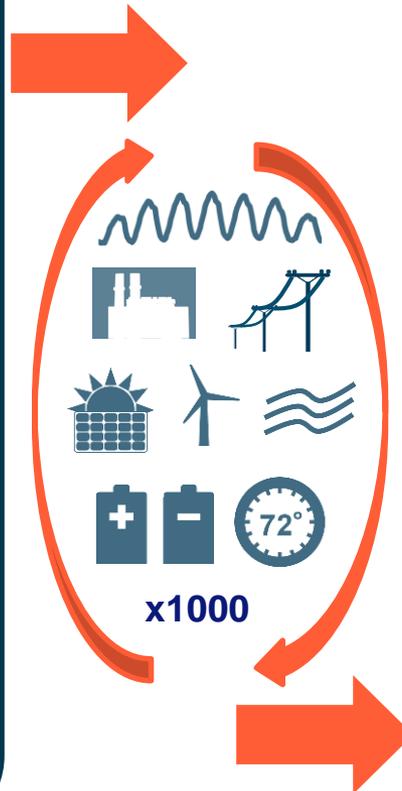
- Hydro availability for many hydro years
- Max/min constraints

### Storage

- Capacity
- Duration
- Roundtrip efficiency
- FOR

### Demand Response

- Capacity/ Hourly Availability
- Max # of calls
- Duration of each call



## Outputs

### LOLE

- Loss of load expectation
- days/yr of total expected lost load

### ALOLP

- Annual loss of load probability
- % probability of having a single loss of load in any given year

### EUE

- Expected unserved energy
- MWh/yr of energy that cannot be served

### ELCC

- Effective load carrying capability
- Equivalent quantity of 'perfect capacity' for a variable or energy-limited resource

### TPRM

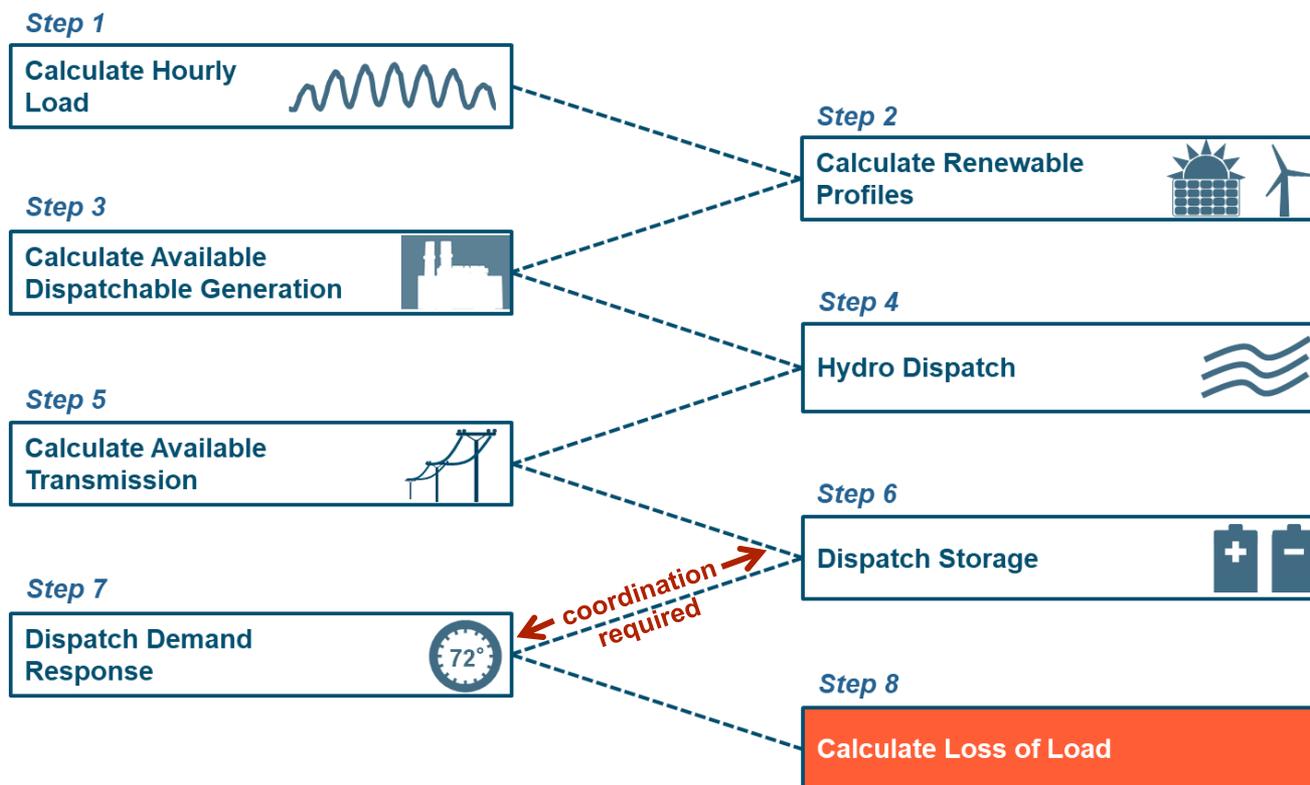
- Target planning reserve margin
- PRM required to achieve a specified reliability threshold (i.e. LOLE, ALOLP, or EUE)



# DR Interaction with Storage

- + Historically, DR is dispatched as a resource of “last resort” which is how RECAP dispatched DR
- + A system with high penetrations of storage require much more coordination in the dispatch of DR and storage in order to achieve maximum reliability

## E3 RECAP Model Methodology





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# Assessment of 2020 DR Bids

**CAISO**

June 2021

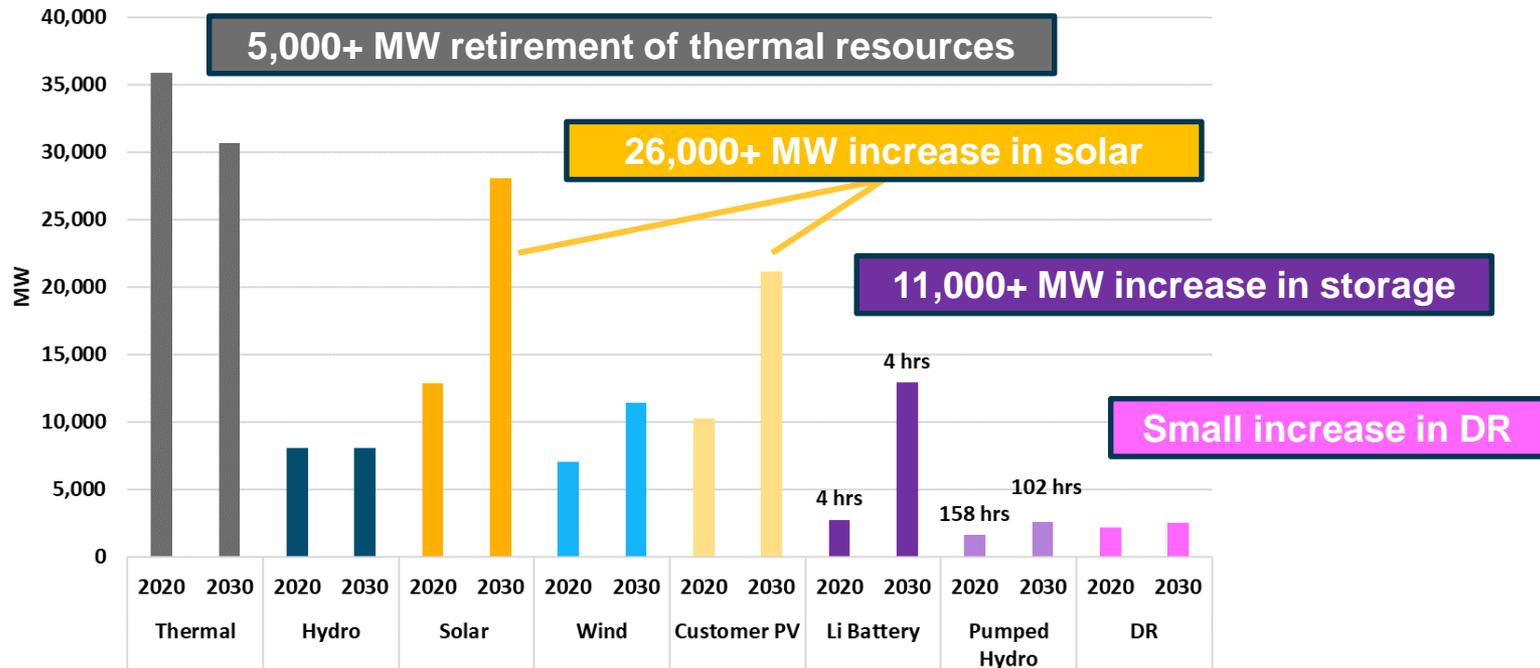
Zach Ming, Director  
Vignesh Venugopal, Consultant



# CAISO System Modelled in 2020 and 2030

+ E3 analyzed the value of DR to the CAISO system in 2020 and 2030 based on the IRP portfolio for the 2021-2022 Transmission Planning Process<sup>[1]</sup>

## 2020 and 2030 CAISO Resource Portfolio



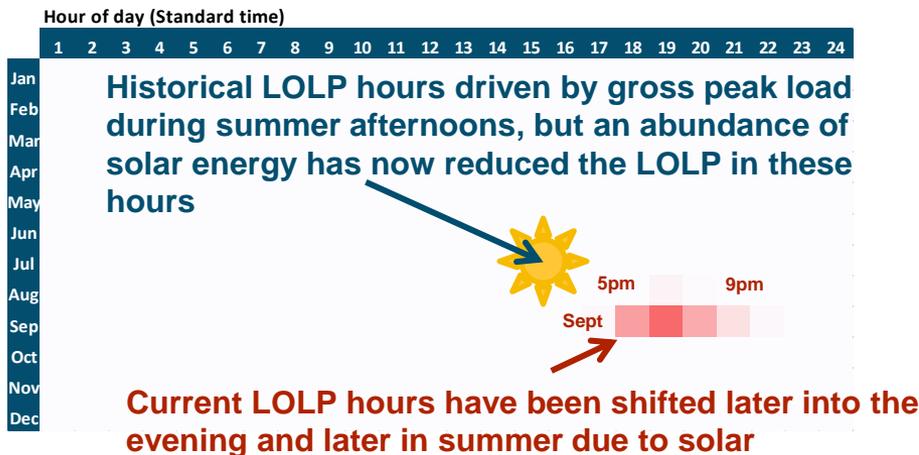
[1] IRP Inputs to 2021-22 TPP



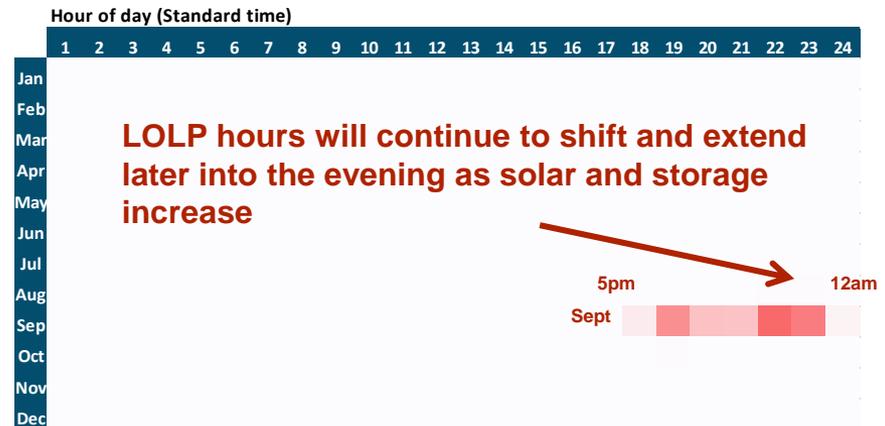
# Time Window Availability Needs for DR in 2020 & 2030

- + Month/hour (12x24) loss of load probability heat maps provide a quick overview of “high risk” hours
- + Key findings from this project are showing elongation of the peak period by 2030

LOLP in 2020



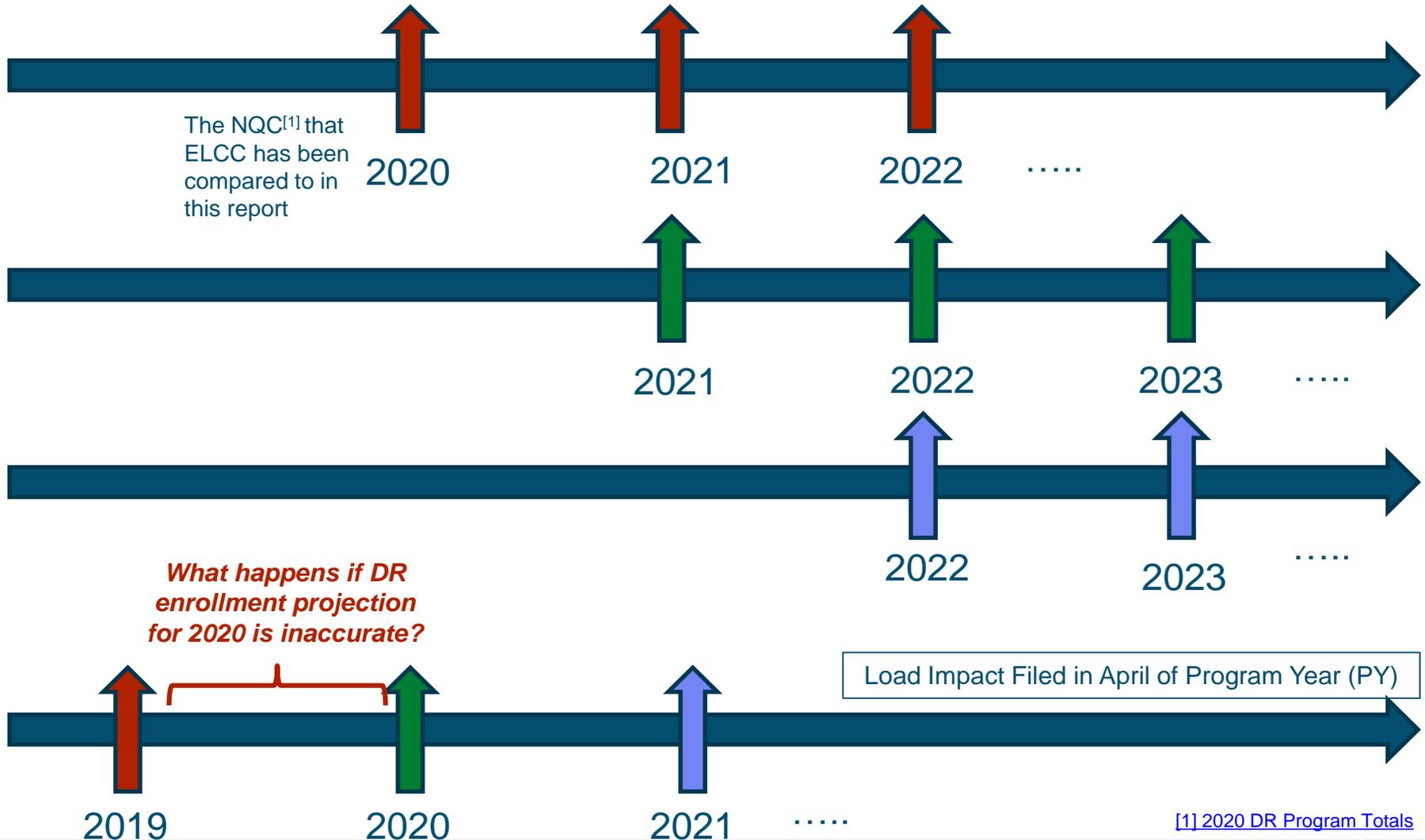
LOLP in 2030





# LIP Filing and NQC Calculation Timeline

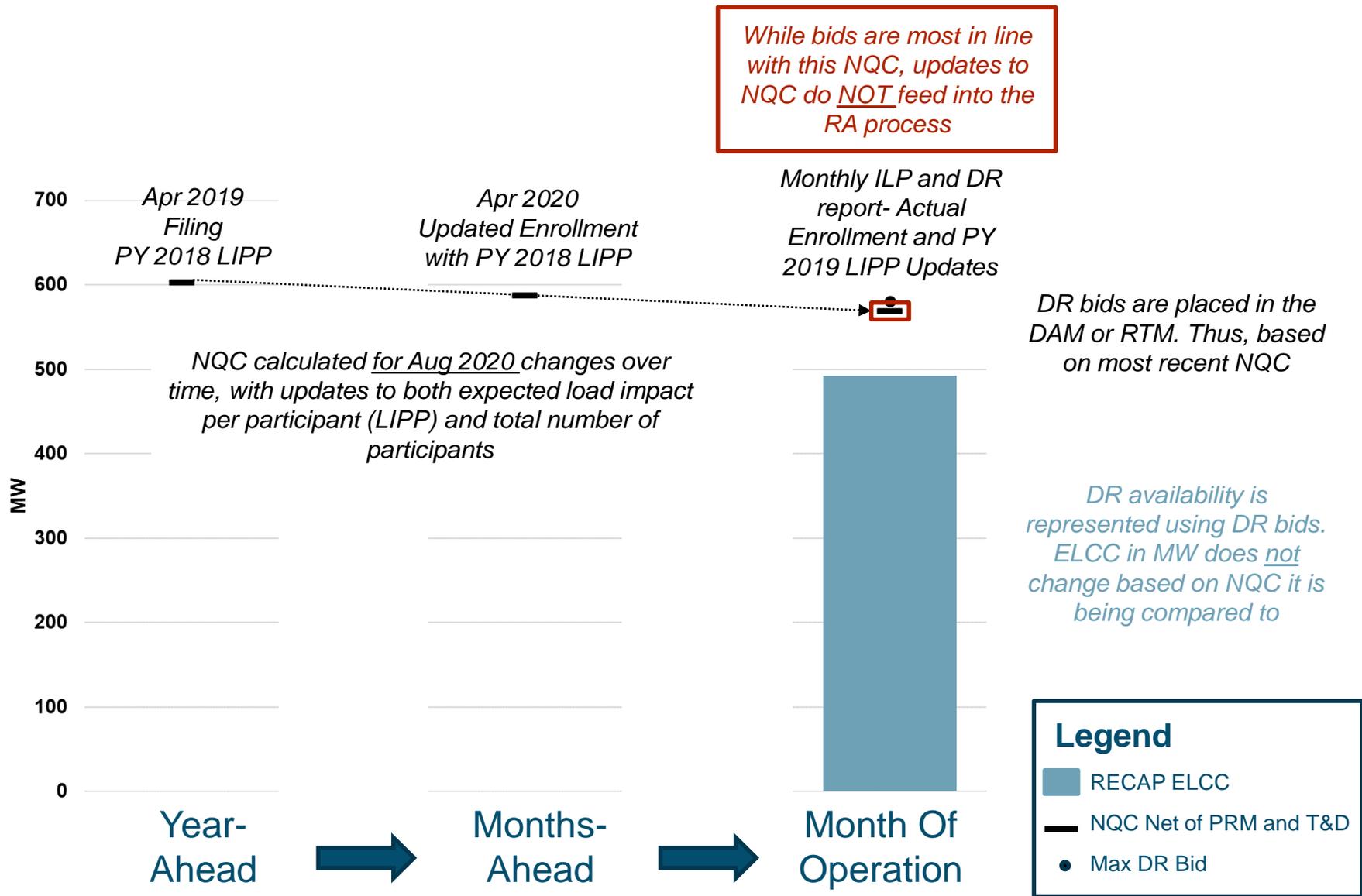
NQC Calculated For Future Years. Based on- (1) DR Performance in Year Prior to PY and (2) DR Enrollment Projections



[1] 2020 DR Program Totals



# Change in NQC Leading Up to Real-Time SCE BIP In August For Example

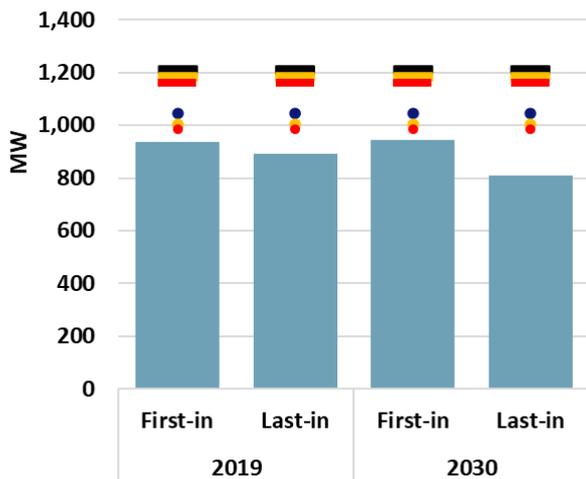




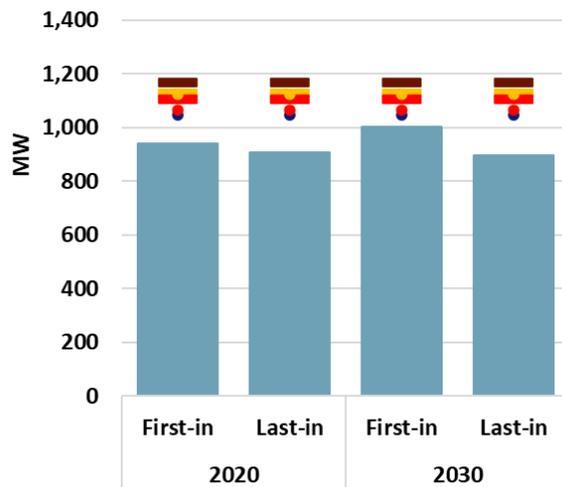
# Aggregate ELCC Results

While we remove PRM and T&D gross-up from the NQC to ensure a fair comparison with DR bids submitted, the NQC attributed to DR in the Resource Adequacy process is grossed up for both

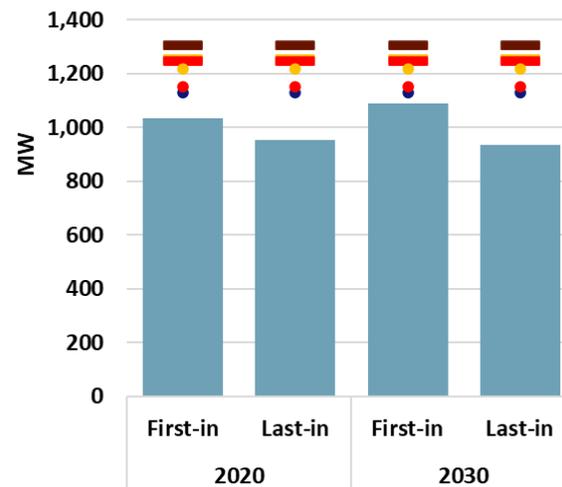
## 2019-PG&E and SCE



## 2020-PG&E and SCE



## 2020-With Additional SCE Programs and SDG&E



### Legend

- RECAP ELCC
- NQC Net of PRM and T&D (Aug)
- NQC Net of PRM and T&D (Jul)
- NQC Net of PRM and T&D (Sep)
- Max DR Bid (Aug)
- Max DR Bid (Jul)
- Max DR Bid (Sep)

- DR bids in the summer increased by ~60 MW on avg
- ELCCs increase by 4-90 MW
- NQCs reduced by ~50 MW

- Inclusion of SCE's SEP and LCR and SDG&E's CBP, BIP and AC programs
- First-in ELCC increases by ~90 MW, Last-in by ~45 MW



# Difference In NQC and Bids from 2019 to 2020

IoU	Program	LCA	NQC before T&D and PRM			Max Bid		
			Jul	Aug	Sep	Jul	Aug	Sep
PG&E	BIP	All LCAs	Green	Green	Green	White	White	White
	CBP	Bay Area	White	White	White	White	White	White
	CBP	CAISO System	White	White	White	White	White	White
	CBP	Greater Fresno	White	White	White	White	White	White
	CBP	Humboldt	White	White	White	White	White	White
	CBP	Kern	White	White	White	White	White	White
	CBP	North Coast	White	White	White	White	White	White
	CBP	Sierra	White	White	White	White	White	White
	CBP	Stockton	White	White	White	White	White	White
	SAC	Bay Area	White	White	White	White	White	White
	SAC	CAISO System	White	White	White	White	White	White
	SAC	Greater Fresno	White	White	White	White	White	White
	SAC	Kern	White	White	White	White	White	White
	SAC	North Coast	White	White	White	White	White	White
	SAC	Sierra	White	White	White	White	White	White
	SAC	Stockton	White	White	White	White	White	White
	SCE	API	Big Creek	White	White	White	White	White
API		CAISO System	White	White	White	White	White	White
API		LA Basin	White	White	White	White	White	White
BIP		Big Creek	White	White	White	White	White	White
BIP		CAISO System	White	White	White	White	White	White
BIP		LA Basin	White	White	White	White	White	White
CBP		Big Creek	White	White	White	White	White	White
CBP		CAISO System	White	White	White	White	White	White
CBP		LA Basin	White	White	White	White	White	White
SDP		Big Creek	White	White	White	White	White	White
SDP		CAISO System	White	White	White	White	White	White
SDP		LA Basin	White	White	White	White	White	White

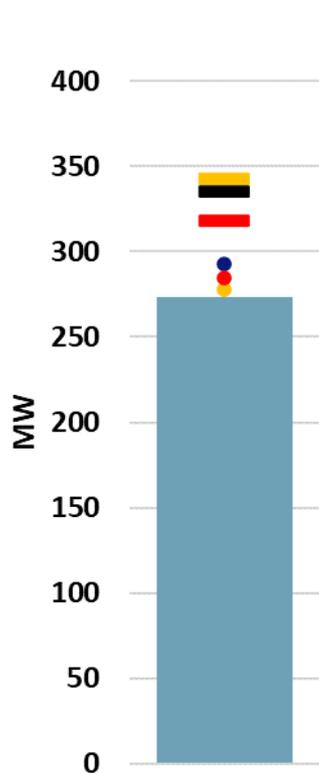




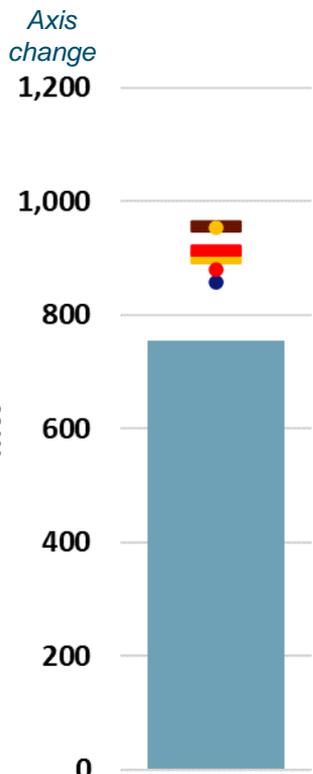
# First-in ELCC Based on 2020 DR Bids

## Legend

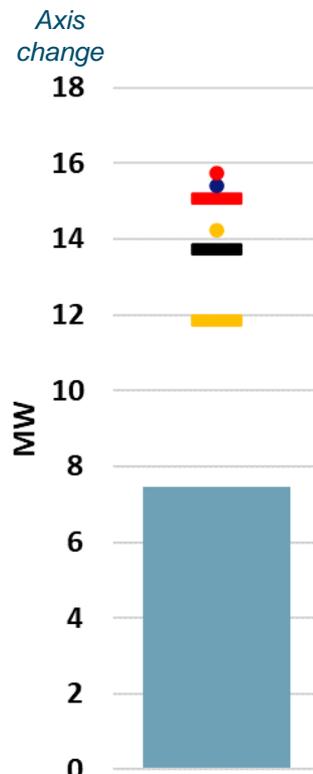
- RECAP ELCC
- NQC Net of PRM and T&D (Aug)
- NQC Net of PRM and T&D (Jul)
- NQC Net of PRM and T&D (Sep)
- Max DR Bid (Aug)
- Max DR Bid (Jul)
- Max DR Bid (Sep)



PG&E	
July	80%
Aug	82%
Sep	86%



SCE	
July	84%
Aug	79%
Sep	83%



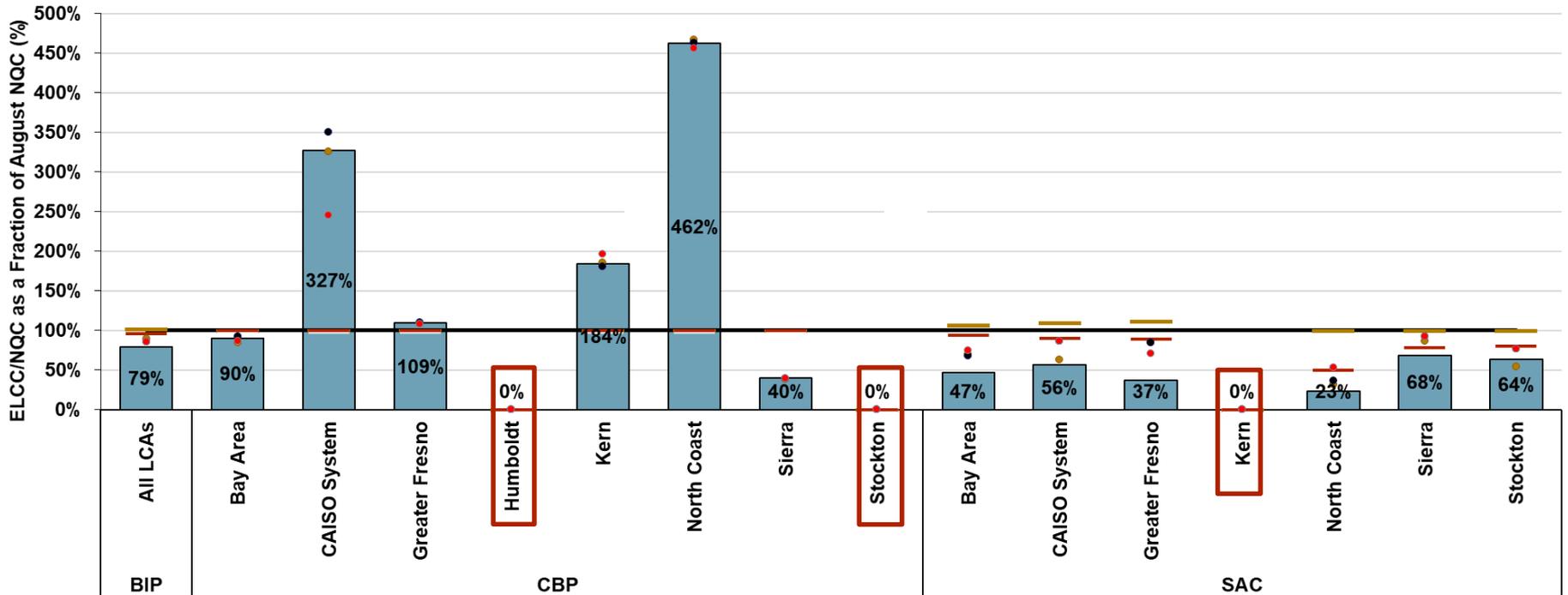
SDG&E	
July	63%
Aug	54%
Sep	49%

ELCC as a % of NQC Net of PRM and T&D	
July	80%
Aug	82%
Sep	86%



# First-in ELCC Based on 2020 DR Bids PG&E Programs

## ELCC as a % of Aug NQC



NQCs for some program-LCAs were not disclosed due to small number of participants

**Legend**

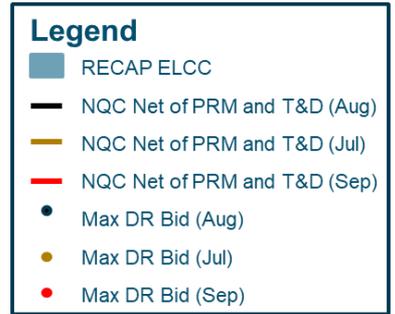
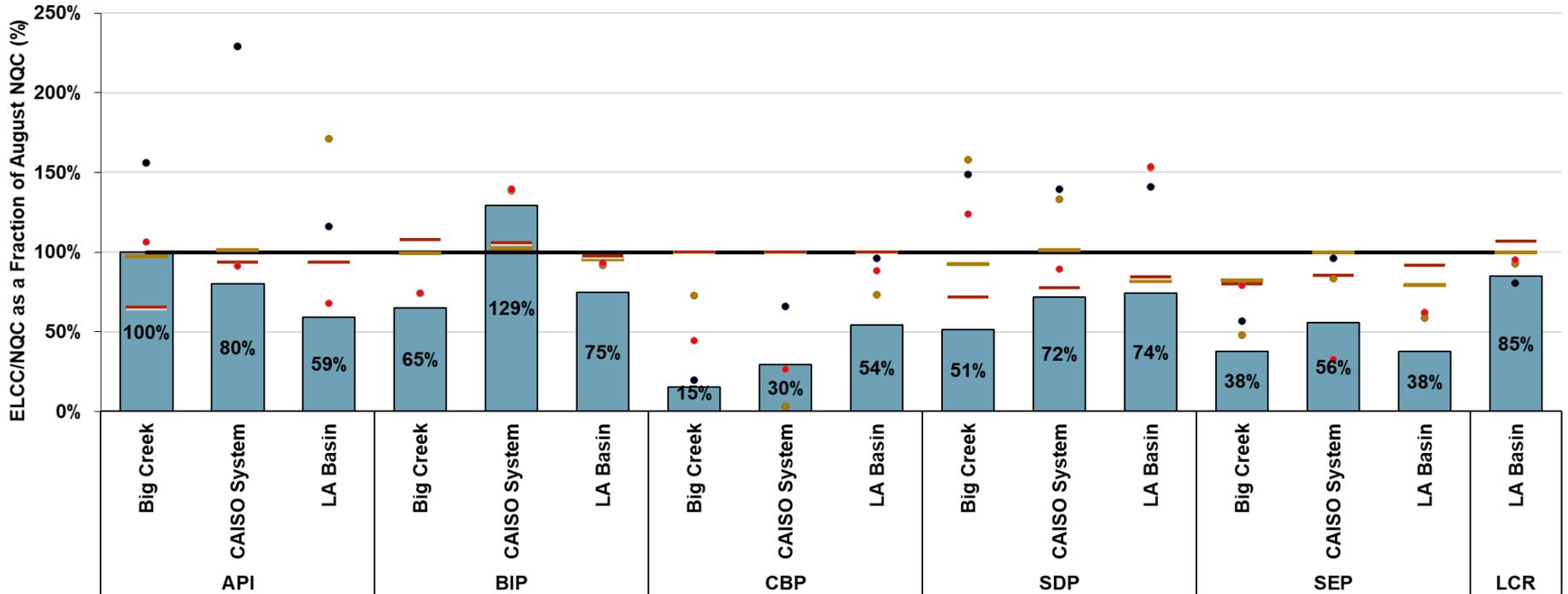
- RECAP ELCC
- NQC Net of PRM and T&D (Aug)
- NQC Net of PRM and T&D (Jul)
- NQC Net of PRM and T&D (Sep)
- Max DR Bid (Aug)
- Max DR Bid (Jul)
- Max DR Bid (Sep)



# First-in ELCC Based on 2020 DR Bids

## SCE Programs

ELCC as a % of Aug NQC

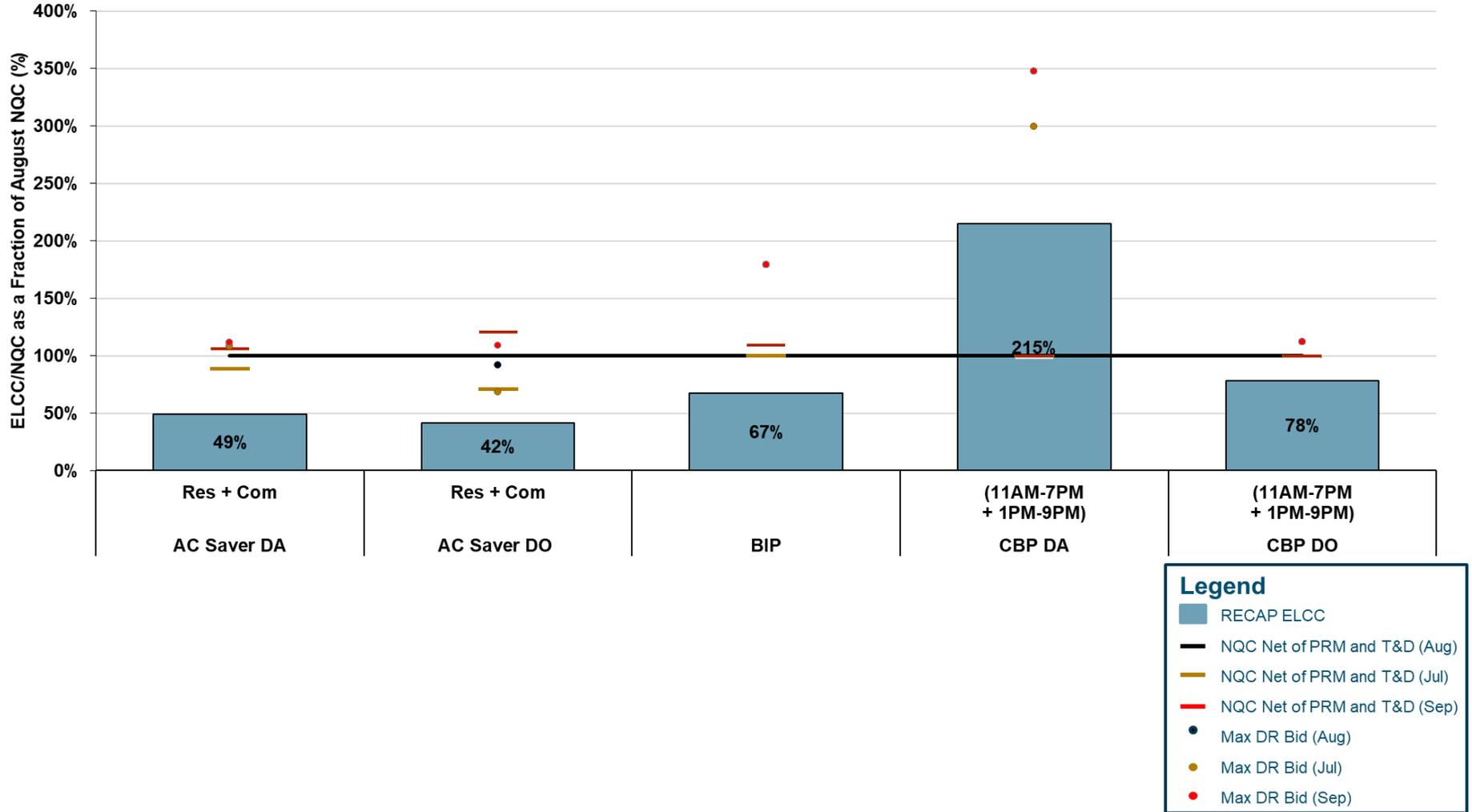




# First-in ELCC Based on 2020 DR Bids

## SDG&E Programs

### ELCC as a % of Aug NQC





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# Appendix



# NQCs as a Basis for Comparison with ELCCs

- + NQCs are calculated using load impacts (LI) , i.e. load reductions expected during peak conditions, calculated in line with the Load Impact Protocols.
- + Load impacts are grossed up for transmission and distribution losses, as also the 15% PRM, owing to demand response being a demand reduction measure.

$$NQC = LI * 1.15 (PRM) * T\&D \text{ loss factor}^{[1]}$$

- + Load impacts for the year 2019 are referenced from the CPUC's RA Compliance documents<sup>[2]</sup>
- + Load impacts were defined on an LCA level from 1 pm to 6 pm, Apr to Oct, and from 4 pm to 9 pm in the rest of the year, both with and without line losses
- + The timing has since been revised to 4 pm to 9 pm year-round<sup>[3]</sup>

[1] [CPUC 2019 RA Guide](#)

[2] [CPUC 2019 IoU DR Program Totals](#)

[3] [CPUC 2020 IOU LIP Workshop](#)



# Key Question: What Call and Duration Characteristics are Needed to Maximize DR ELCC?

## + E3 tested how two primary constraints impact the ELCC of demand response resources

- Max # of calls per year
  - How many times can a system operator dispatch a demand response resource?
- Max duration of each call
  - How long does the demand response resource respond when called by the system operator?

## + Key Assumptions:

- DR portfolio is divided into 100 MW units, each of which can be dispatched independently of the other
  - In other words, 2-hour-100 MW units can be dispatched in sequence to avoid an unserved energy event 100 MW deep and 4 hours long
- Each 100 MW unit is available 24/7, at full capacity of 100 MW, subject to call constraints defined above to establish a clear baseline for ELCC %'s
- Pure Shed DR; No shifting of load; No snap-backs



# Average ELCC as a function of DR Capacity on the System

## First-in ELCC

## Last-in ELCC

2019

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
2,195		46%	51%	70%	94%	95%	95%	94%	95%
3,000		40%	47%	61%	92%	94%	96%	93%	96%
4,000		36%	42%	52%	78%	80%	86%	80%	86%
5,000		32%	39%	46%	73%	75%	83%	74%	84%
10,000		21%	30%	31%	51%	60%	65%	53%	70%
20,000		14%	21%	20%	33%	46%	44%	35%	52%

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
2,195		59%	73%	77%	100%	100%	100%	100%	100%
3,000		52%	65%	67%	99%	100%	100%	99%	100%
4,000		44%	57%	63%	93%	98%	98%	93%	98%
5,000		39%	52%	59%	87%	94%	94%	88%	94%
10,000		27%	39%	38%	61%	75%	75%	61%	80%
20,000		19%	28%	25%	39%	53%	50%	40%	57%

2030

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
2,195		41%	43%	72%	95%	95%	98%	98%	98%
3,000		38%	40%	66%	92%	93%	98%	97%	98%
4,000		35%	37%	56%	83%	88%	91%	85%	91%
5,000		32%	35%	50%	74%	80%	86%	77%	88%
10,000		23%	30%	33%	52%	62%	67%	55%	71%
20,000		15%	22%	22%	35%	47%	46%	37%	53%

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
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3,000		30%	33%	48%	65%	65%	72%	90%	90%
4,000		25%	28%	43%	61%	61%	65%	88%	88%
5,000		22%	25%	41%	57%	57%	60%	80%	82%
10,000		14%	19%	30%	43%	43%	47%	54%	56%
20,000		11%	15%	22%	29%	30%	31%	32%	32%



# Incremental ELCC as a function of DR Capacity on the System

## First-in ELCC

## Last-in ELCC

2019

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
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3,000		25%	36%	37%	86%	93%	99%	90%	99%
4,000		22%	29%	26%	34%	39%	57%	40%	58%
5,000		15%	23%	22%	52%	56%	69%	51%	73%
10,000		11%	22%	16%	30%	45%	47%	32%	57%
20,000		7%	11%	10%	16%	31%	23%	17%	33%

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
		1 hour/call 1 call/year	1 hour/call 4 calls/year	4 hours/call 1 call/year	4 hours/call 4 calls/year	4 hours/call 20 calls/year	6 hours/call 10 calls/year	8 hours/call 4 calls/year	8 hours/call 20 calls/year
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4,000		22%	34%	53%	77%	92%	92%	77%	92%
5,000		16%	31%	40%	62%	77%	78%	67%	78%
10,000		14%	26%	18%	35%	56%	56%	34%	66%
20,000		11%	18%	12%	18%	30%	25%	18%	34%

2030

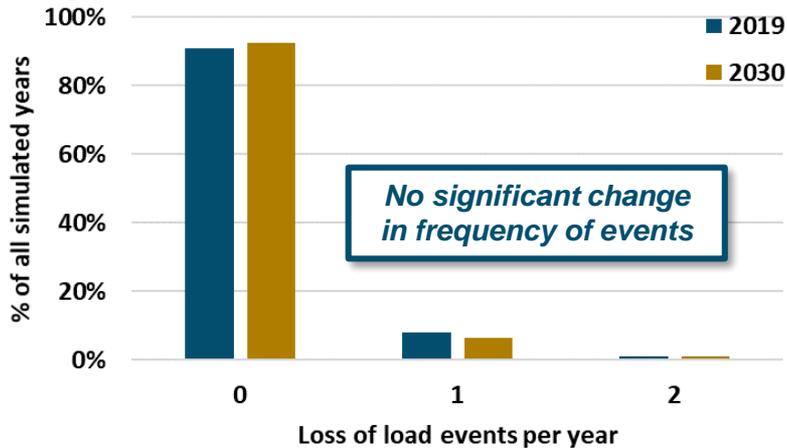
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4,000		25%	28%	25%	53%	71%	72%	48%	72%
5,000		19%	25%	24%	39%	48%	65%	45%	76%
10,000		15%	26%	17%	31%	45%	49%	33%	53%
20,000		8%	13%	11%	17%	32%	25%	19%	36%

DR capacity (MW)	ELCC (% of DR capacity)	Call constraints							
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3,000		9%	16%	29%	50%	50%	51%	78%	78%
4,000		10%	12%	29%	48%	48%	47%	82%	82%
5,000		11%	13%	34%	42%	42%	38%	46%	55%
10,000		6%	13%	20%	28%	28%	33%	29%	30%
20,000		9%	11%	13%	15%	18%	16%	9%	8%

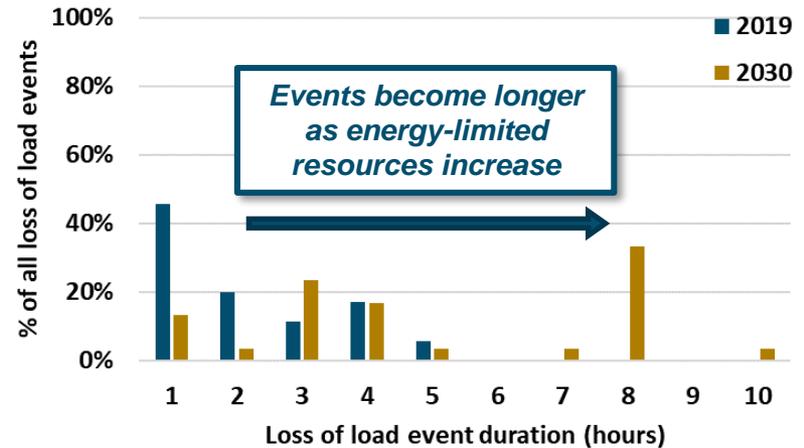


# 2019 vs 2030 Loss of Load Events

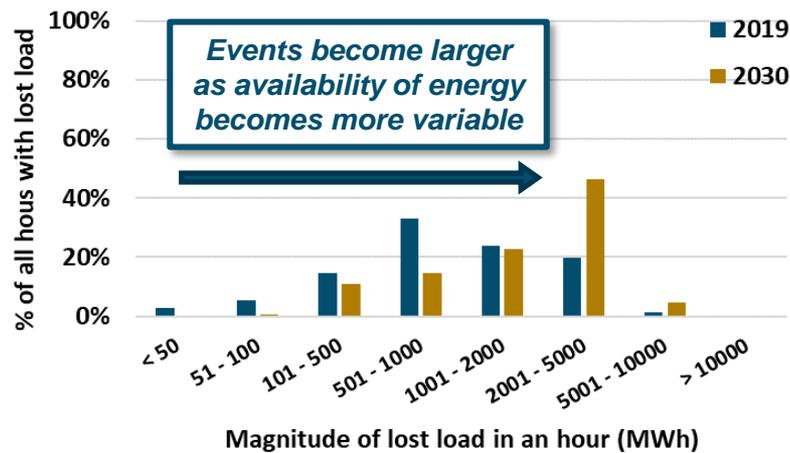
## Frequency of Event Occurrence



## Distribution of Event Duration



## Distribution of Event Magnitude





# Overview of Data

- + The 2019 PG&E and SCE DR ELCC results focus on “event-based” DR programs, as opposed to passive measures like dynamic pricing applicable throughout a season/year**
  - Does not consider SDG&E or Demand Response Auction Mechanism (DRAM) resources which are a significant portion of the data DR portfolio, due to data limitations
- + Data sources for RECAP ELCC calculations**
  1. Hourly PG&E DR bid data for 2019
    - BIP, CBP, and SAC
    - PSPS outage logs were provided by PG&E and used by E3 to identify and then fill gaps in DR bid data
  2. Hourly SCE DR bid data for 2019
    - API, BIP, CBP, and SDP



# Data Benchmarking

## + E3 used utility data directly from PG&E and SCE for two reasons

- CAISO does not have data by utility program
- Wanted to ensure results were not predicated on CAISO data

## + E3 benchmarked utility data to CAISO data to ensure the veracity of the data

- Data generally benchmarked well
- A few inconsistencies were spotted in the RDRR data:
  - In ~1.3% of hours in the year, DR bids present in PG&E's data are missing in CAISO's data. Technical glitches in transmitting/recording systems may explain this.
  - DR bids in SCE data were slightly lower than bids recorded in CAISO data across significant portions of the year.

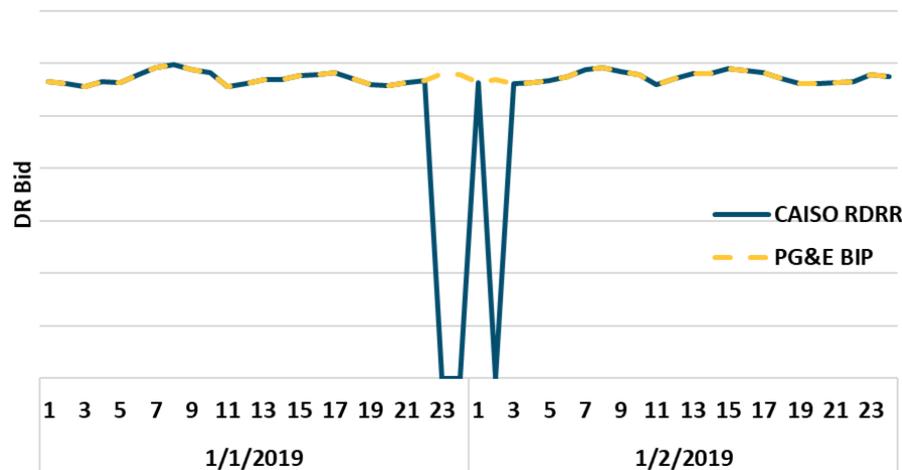
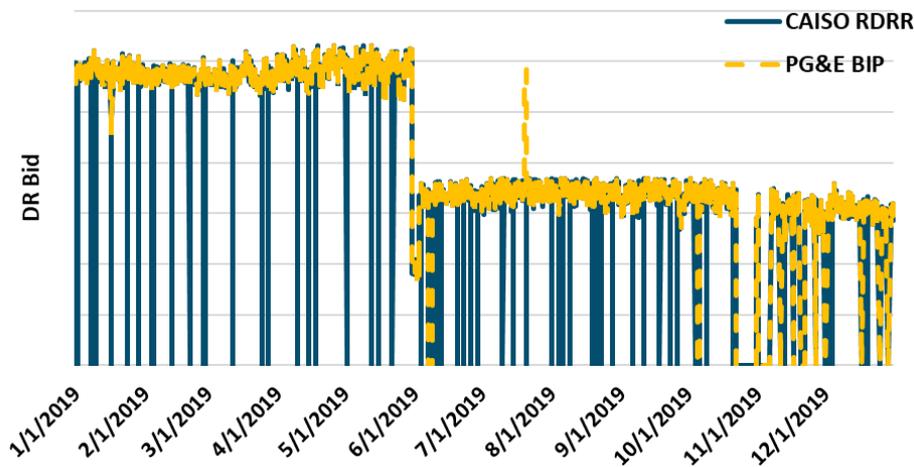
Underlying reason is currently not known.



# Benchmarking of 2019 Bid Data from PG&E and CAISO

- + PDR data from the two sources are identical
- + There are a few hours (114 out of 8760) where RDRR data is inconsistent:
  - Several instances across each of the 24 hours of the day
  - These are hours where data is missing in the CAISO dataset
  - Unclear if a bid was not placed, or if it was placed but not recorded due to technical glitches

Example comparison for one of the subLAPs over the entire year and a couple of days in specific

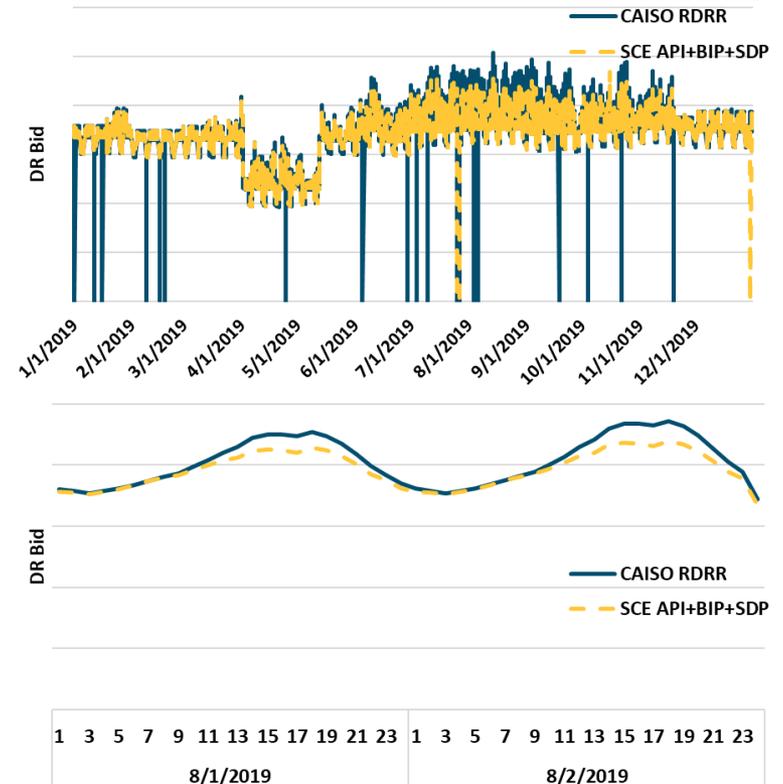
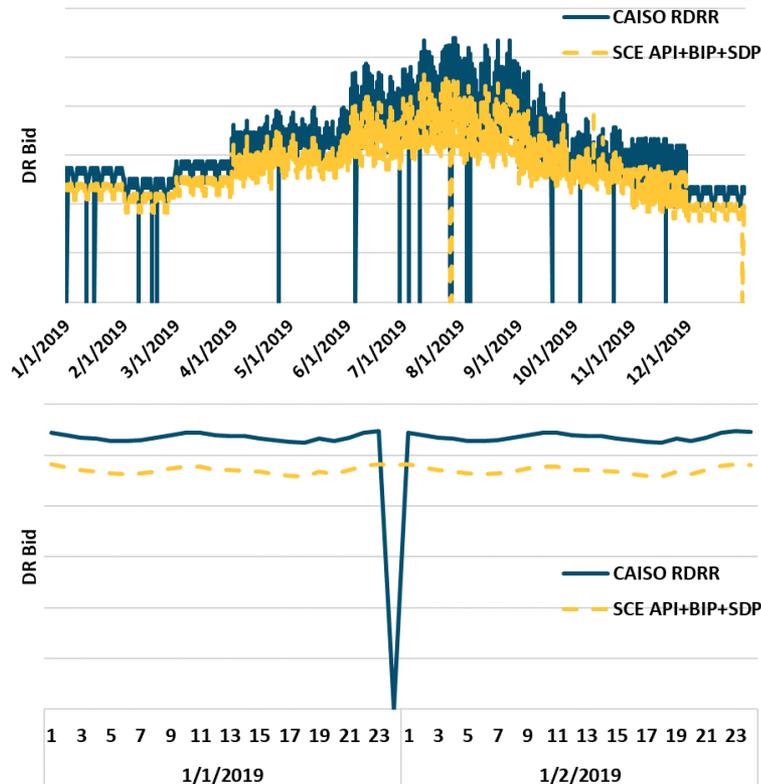




# Benchmarking of 2019 Bid Data from SCE and CAISO data

- + PDR data from the two sources are identical
- + Inconsistencies exist in RDRR data – unclear if the difference is systematic and attributable to a single factor, like treatment of line-losses

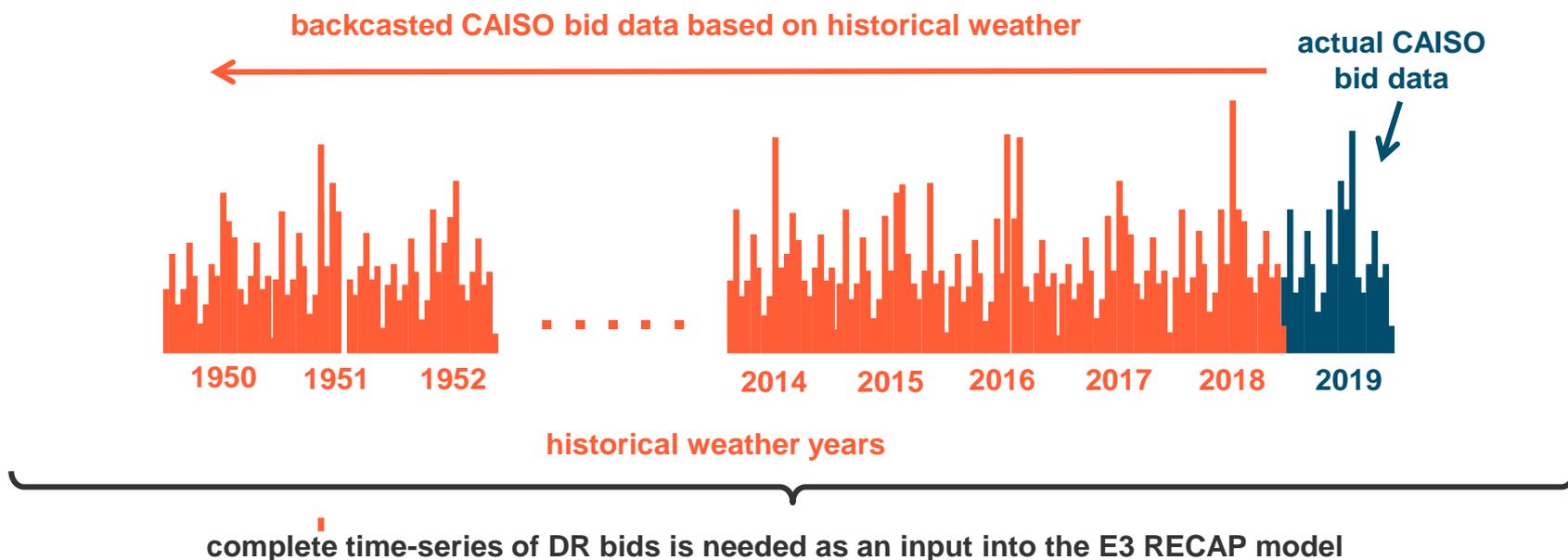
Example comparisons for 2 subLAPs- across the entire year and across a couple of days in specific





# Extrapolation of DR Bid Data

- + In order to calculate the ELCC of a DR program or portfolio, RECAP must predict how these programs will perform over many different conditions and weather years
- + Therefore, E3 must extend actual 2019 data over the entire historical temperature record as a data requirement for the E3 RECAP model



- + In response to stakeholder feedback from the May 3 CAISO ESDER meeting, E3 modified the backcasting approach to include temperature for temperature-dependent air conditioner DR programs

- More details on this process and methodology can be found in the appendix



# Process of Extrapolating Actual DR Bid Data to Entire Weather Record

Get daily max, min and average temperature data (1950-2019) from NOAA for every climate zone that DR program bids come from



Use weather-informed day-matching to match every day from Jan 1, 1950 - Dec 31, 2018 to the “most similar” day from Jan 1, 2019 – Dec 31, 2019



Use day-matching results to extrapolate hourly DR bids from just 2019 to 1950-2019



Aggregate extrapolated DR bids by program-LCA to allow for comparison with respective NQCs

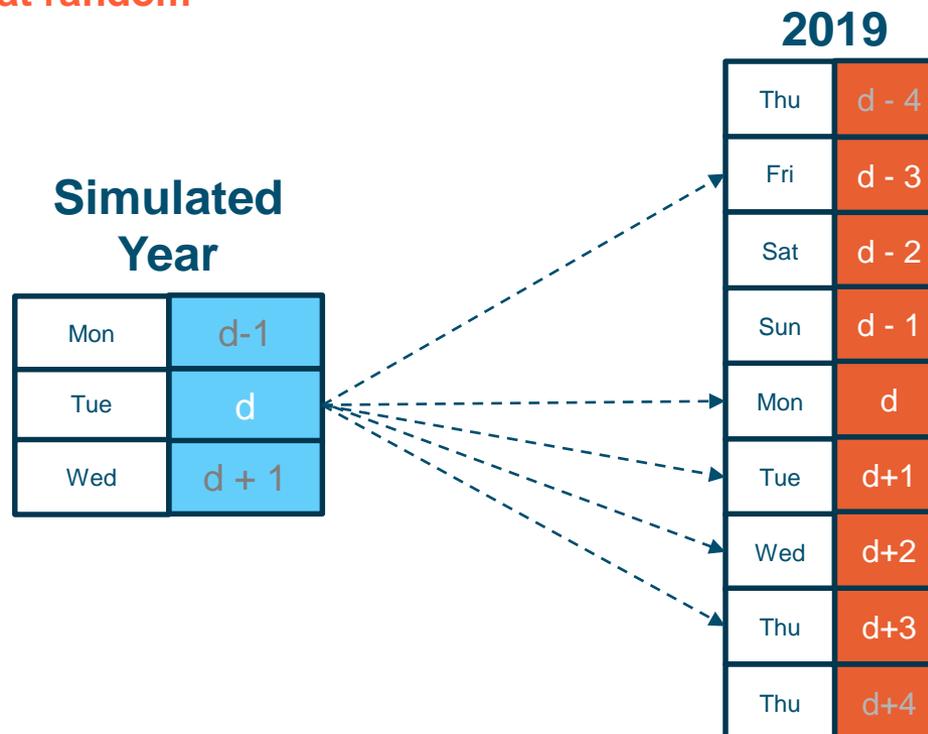


Each aggregated shape dictates the hourly availability of the corresponding DR program-LCA combination in RECAP



# Simple Day-Matching Algorithm for CBP, BIP and API DR Programs

- + As in the previous phase of this project, E3 used a simple day-matching approach for CBP, BIP and API programs
- + DR bid forecasts for these programs were not as strong a function of the temperature as Smart AC
- + For an individual DR program and a particular day, 'd' in a simulated year, pick one day out of +/- 3 calendar days, 'd+3' to 'd-3' of the same type (workday/holiday) from the actual 2019 data **at random**

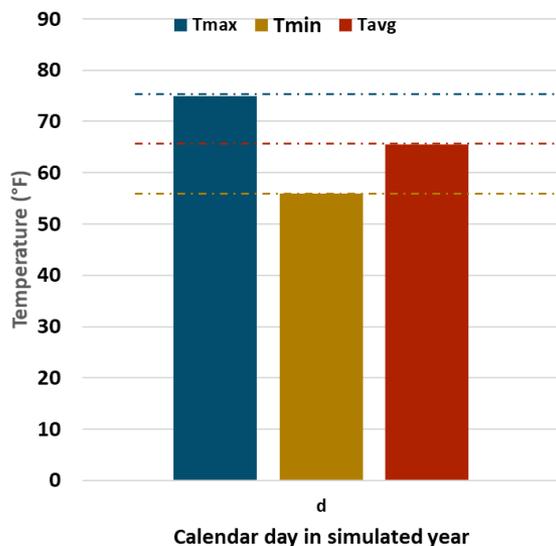




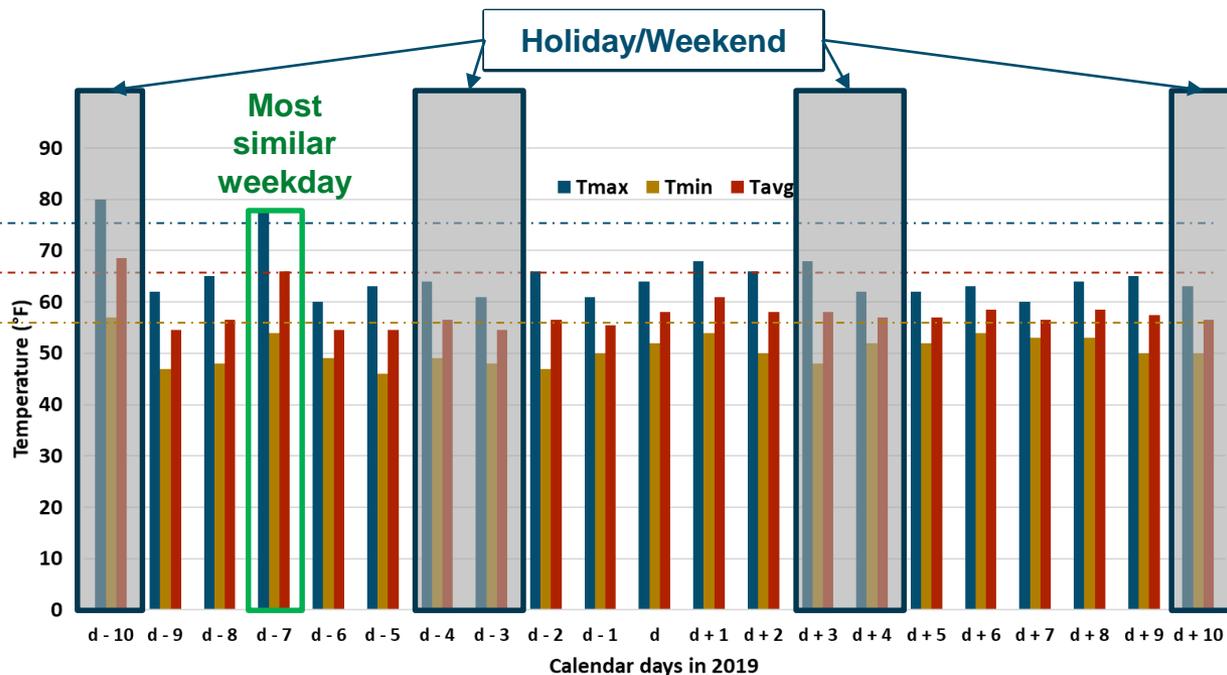
# Weather-informed Day-Matching Algorithm for AC cycling DR Programs

- + Inclusion of weather for air conditioner DR is in direct feedback to stakeholder comments from the May 3, 2020 CAISO ESDER meeting
- + For an individual DR program and a particular day in a simulated year, pick one day out of +/- 10 calendar days of the same type (workday/holiday) from actual 2019 data with the closest  $T_{max}$ ,  $T_{min}$  and  $T_{avg}$
- + Applied to PG&E's Smart AC program and SCE's Summer Discount Plan program data to account for influence of temperature on DR availability

Example weekday in simulated year



Candidate (2019) days for matching



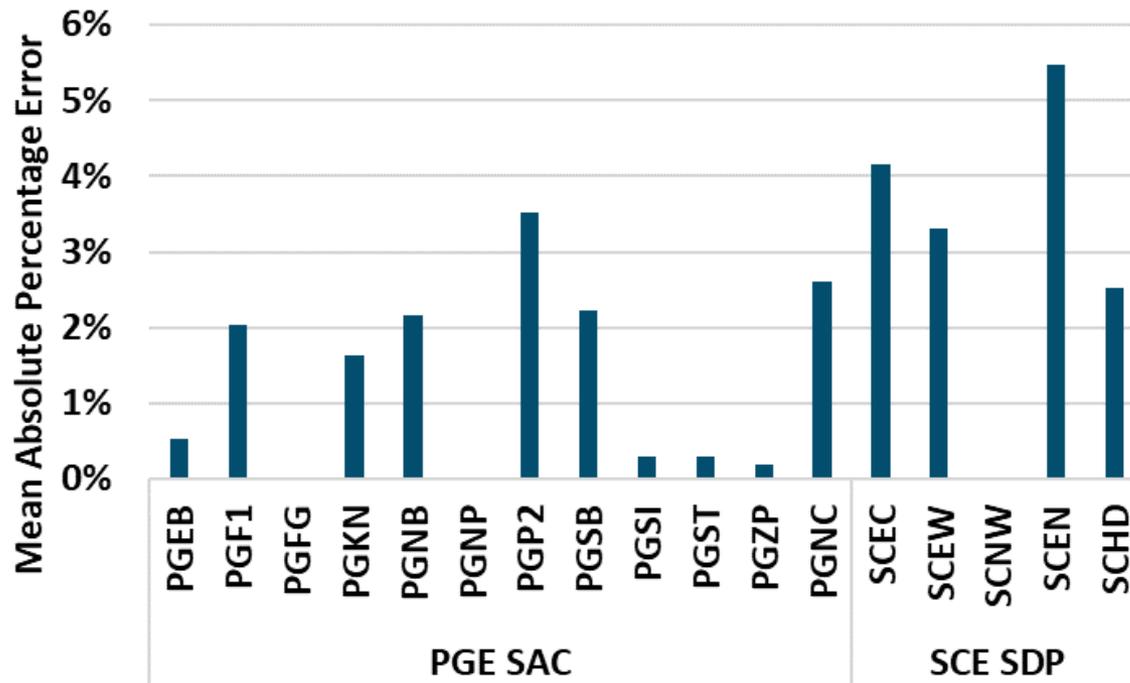


# Comparison of day matched and real values

- + The Mean Absolute Percentage Error (MAPE) is defined as:

$$\frac{\text{Abs}(\text{Day-matched value} - \text{Actual Value}) \times 100}{\text{Actual Value}}$$

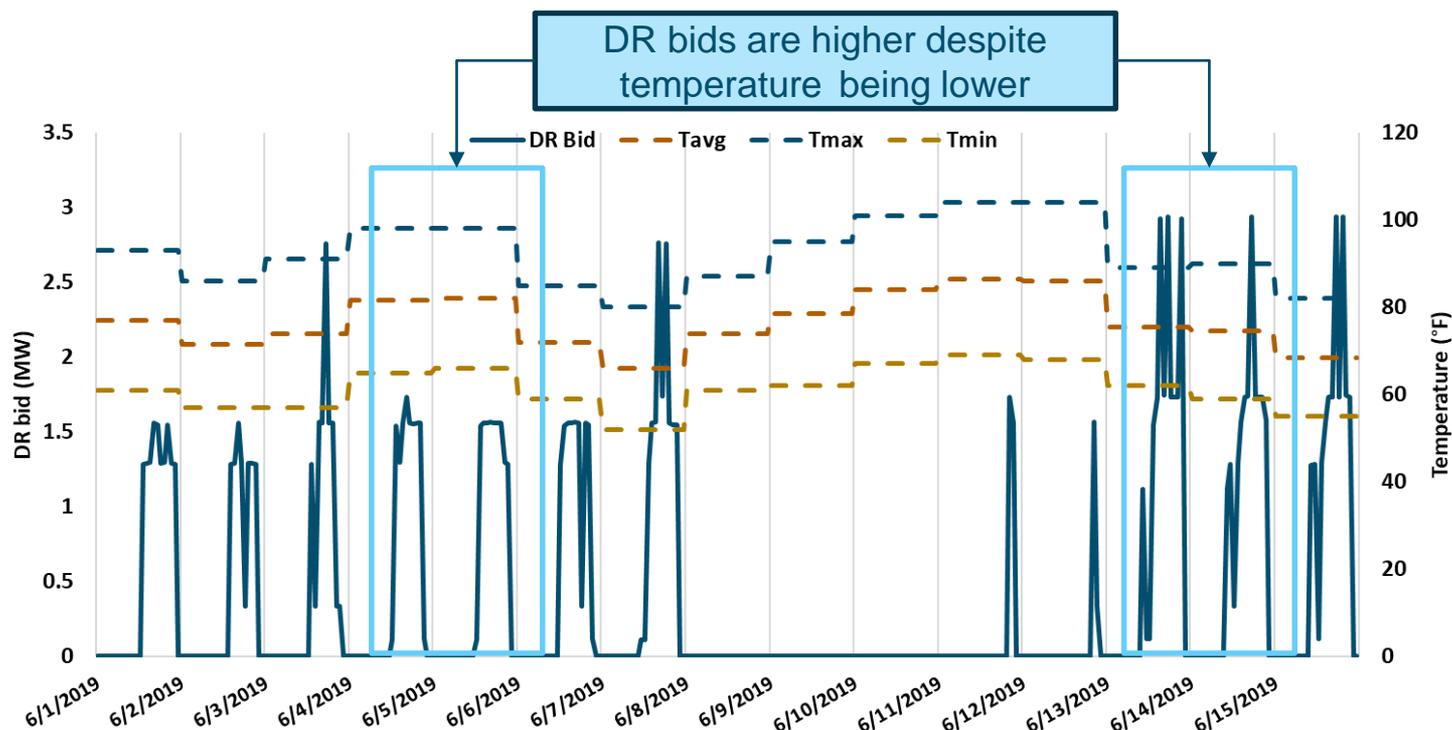
- + MAPE is calculated and shown below for July-September, 4 pm to 10 pm





# Why Day Matching and not Regression?

- + Regression based on temperature, month and day-type couldn't explain movement in DR bids. Potential reasons could be:
  - Mismatch in temperature data used by E3 and IoUs.
  - Not accounting for other explanatory variables that IoUs use in their forecasts.
- + Absence of reliable hourly temperature records going back to 1950 meant only regression for daily DR bids was doable.





# Assumptions on DR Program Characteristics

Utility	DR Program	Event Duration (hours/call)	Max. Events per Month	Max. Events per Year
PG&E	BIP	6	10	
	CBP	6	5	
	SAC	6		17
SCE	API	6		25
	BIP	6	10	
	CBP	6	5	
	SDP	6		30
	SEP	4		45
	LCR	4	20	
SDG&E	AC Saver	4		25
	CBP	4	6	
	BIP	4	10	



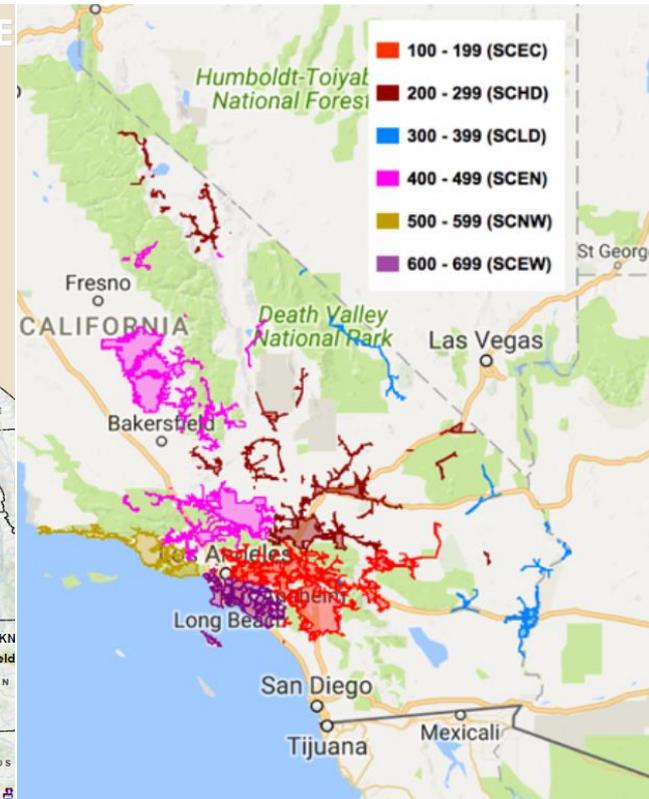
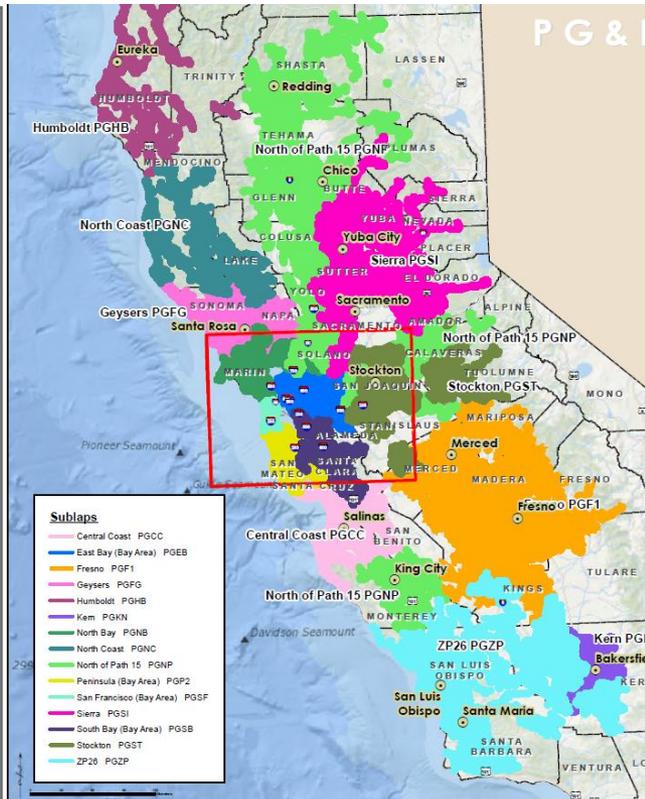
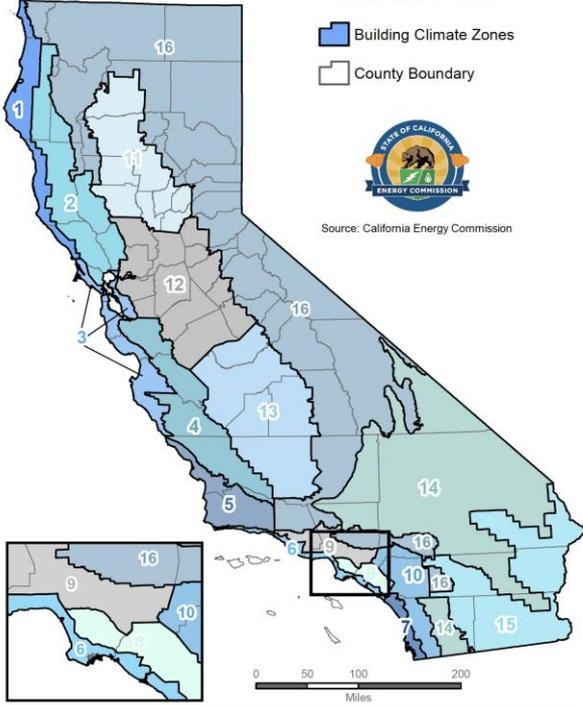
# Climate zones and sub-LAPs for reference

Building Climate Zones  
California, 2017

- Building Climate Zones
- County Boundary



Source: California Energy Commission





# Sub-LAPs vs. Local Capacity Areas

Sub-LAP	Sub-LAP (long form)	Local Capacity Area
PGCC	PG&E Central Coast	Bay Area
PGEB	PG&E East Bay	Bay Area
PGF1	PG&E Fresno	Greater Fresno
PGFG	PG&E Fulton-Geysers	North Coast/North Bay
PGHB	PG&E Humboldt	Humboldt
PGKN	PG&E Kern	Kern
PGNB	PG&E North Bay	North Coast/North Bay
PGNC	PG&E North Coast	North Coast/North Bay
PGNP	PG&E North of Path 15 - non local	CAISO System
PGP2	PG&E Peninsula	Bay Area
PGSB	PG&E South Bay	Bay Area
PGSF	PG&E San Francisco	Bay Area
PGSI	PG&E Sierra	Sierra
PGST	PG&E Stockton	Stockton
PGZP	PG&E ZP26 (between Path 15 and 26) -non local	CAISO System
SCEC	SCE Central	LA Basin
SCEN	SCE North (Big Creek)	Big Creek/Ventura
SCEW	SCE West	LA Basin
SCHD	SCE High Desert	CAISO System
SCLD	SCE Low Desert	CAISO System
SCNW	SCE North-West (Ventura)	Big Creek/Ventura
SDG1	SDG&E	San Diego/Imperial Valley
VEA	VEA	CAISO System

# Q&A

# NEXT STEPS

# Next Steps

- The updated ELCC study results, as well as all related meeting material, are available at:  
<http://www.caiso.com/informed/Pages/MeetingsEvents/MiscellaneousStakeholderMeetings/Default.aspx>
- Please submit stakeholder written comments on today's discussion and updated ELCC study results, by **June 28, 2021**, to [initiativecomments@caiso.com](mailto:initiativecomments@caiso.com), using the comments template provided (posted on the miscellaneous meetings webpage linked above)