# OG&E's Smart Study TOGETHER: Impact Assessment of Enabling Technologies and Dynamic Pricing Rates

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## Agenda



### Program Background

Program Design (Rate/Technology)

### 2010 DR Study

Mypothesis, results

### 2011 DR Study

- Results
- Phase I vs. Phase II participants

#### What do there results mean?

- What rate/technology = load savings
- Can we defer generation?





## **Smart Grid Program**



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# Smart Grid Demand Response **Background**

POSITIVE ENERGY TOGETHER

#### Quail Creek

#### 2010 Study

#### 2011 Study

#### **Pilot**

#### **Product**

- 25 Customers
- Acceptance
- Energy Awareness
- 3,000 Customers
- Reduced Peak
- Segment Results
- Acceptance
  - Technology
  - Dynamic Pricing

- 6,000 Customers
- Dynamic Segmentation
- Commercial Results
- Critical Price Results

- ~40 K
   Customers
- 70 MW
- Implement Dynamic Segmentation
- Penetration Testing

- 20% customer participation by Dec. 2014
- 210 MW
- New Pricing Products
- Value-Added Products + Services





## Study Design—Price Plans

POSITIVE ENERGY TOGETHER

**VPP** TOU 4.5¢/kWh 4.2¢/kWh Off-Peak/Low 11.3¢/kWh Standard 23¢/kWh 23¢/kWh High 46¢/kWh Critical **Critical Price** 46¢/kWh 46¢/kWh **Event** NORTH AMERICAN
UTILITY
THE YEAR ENERNOC

## Study Design—Price Plans

POSITIVE ENERGY TOGETHER

VPP

4.5¢/kWh Off-Peak/Low

4.2¢/kWh

11.3¢/kWh Standard

High

23¢/kWh

23¢/kWh

46¢/kWh

Critical

46¢/kWh

46¢/kWh

Critical Price Event



## Study Design—Price Plans

POSITIVE ENERGY TOGETHER

**VPP** 

4.5¢/kWh

11.3¢/kWh

23¢/kWh

46¢/kWh

46¢/kWh

Off-Peak/Low

**Standard** 

High

Critical

Critical Price Event TOU

4.2¢/kWh

23¢/kWh

46¢/kWh





Study Design—Technology

Menu

1 Message

My Home Now





**Energate Pioneer** 



Wednesday, January 19

\$0.05

0.5 kw

My Cost Per Hour

\$0.03

OG/E

10:23 am

So Far Today 0 kWh

Daily Average

POWERED BY Control

134.2 kWh





## Study Design—Randomization



#### Goal of study design

 Provide statistically valid estimates of savings from current participants and from participants responding to a future rollout

#### Voluntary

The future program rollout will be voluntary, so the pilot is as well

### Only one rate/technology combination will be offered

- Compare each rate/technology combination to the control group
- Do not give customers a choice of rate or technology

### Randomized design

- Randomize assignment to rate/technology groups and control group
- Reduce/eliminate self-selection bias to the extent possible



## **DR Study Hypothesis**

- 20% Participation by December 2014
  - O 150K customers (50k per year)
- 1.33 kW per customer (~70 mW per year)





## **2010 Study Results**



# 2010 Study Results Validate Hypothesis



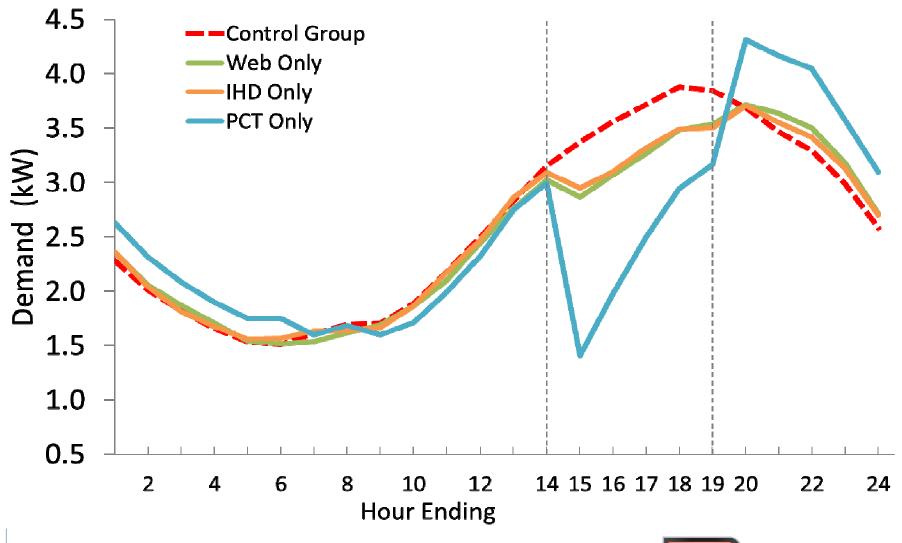


VPP rate combined with PCT enabling technology *maximizes* load reduction

	<b>VPP-CP Critical</b>	<b>TOU-CP Average</b>	
	Weekday Max DR	Weekday Max DR	
Web	0.51 kW	0.33 kW	
IHD	0.47 kW	0.54 kW	
PCT	1.96 kW	1.25 kW	

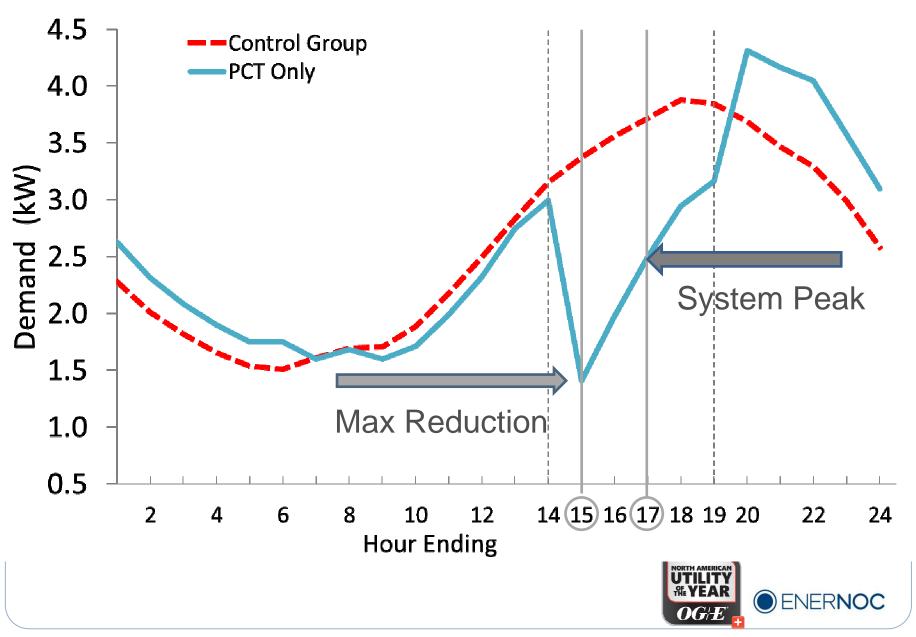


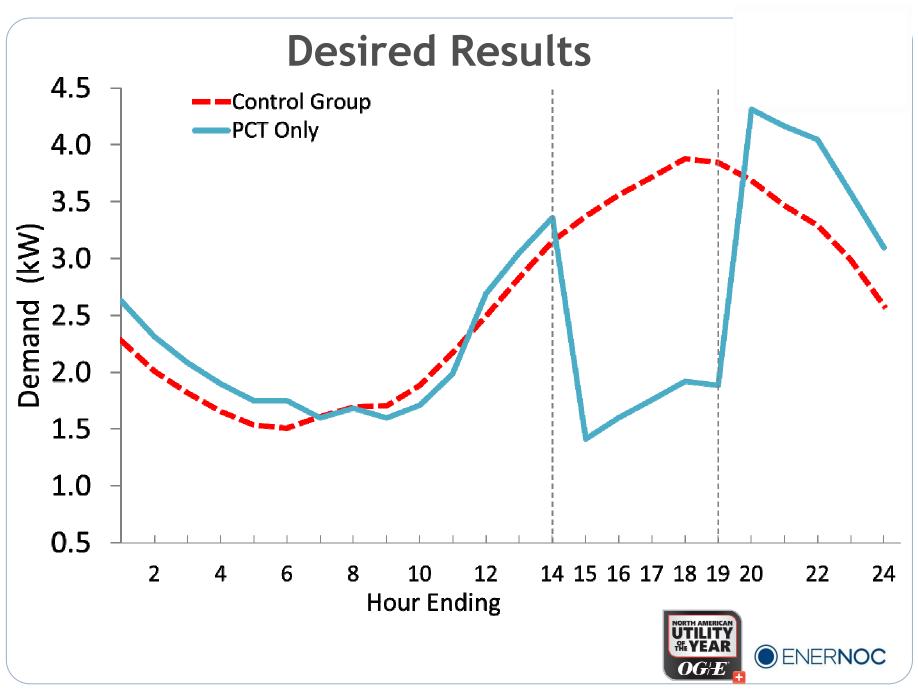
## 2010 Results - VPP Critical Price Weekday





## 2010 Results





# **Shifting and Conservation**

kWh Savings, VPP-CP Critical Weekday			kWh Savings, TOU-CP Average Weekday		
	On Peak kWh	Off Peak kWh	On Peak kWh	Off Peak kWh	
Web	-2.15	0.43	-1.49	0.41	
IHD	-2.02	0.50	-2.51	-1.81	
PCT	-6.43	3.74	-4.41	1.25	



# VPP Demonstrates Price Elasticity



	On Peak	Maximum Demand Reduction			
	Price ¢	Baseline	Reduction	Percent	
VPP Low	4.5	2.35	0.41	18%	
VPP Standard	11.3	2.45	1.11	45%	
VPP High	23	3.08	1.68	55%	
VPP Critical	46	3.37	1.96	58%	





## **2011 Study Results**



## 2011 study results



Results from 2011 confirm 2010

Load shapes changed, Demand Reduction approx. the same (2010 v. 2011)

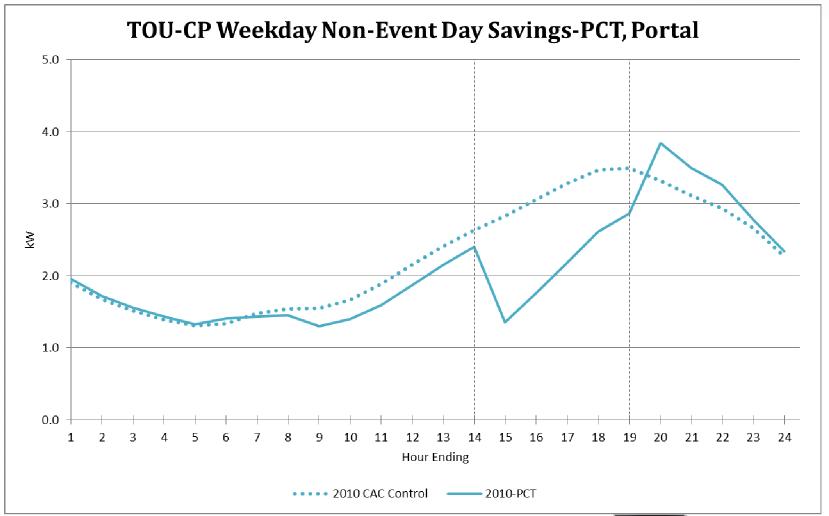
Strategically called events can

- Stretch out savings
- Add secondary bump to savings closer to the system peak

2011 Summer was HOT!

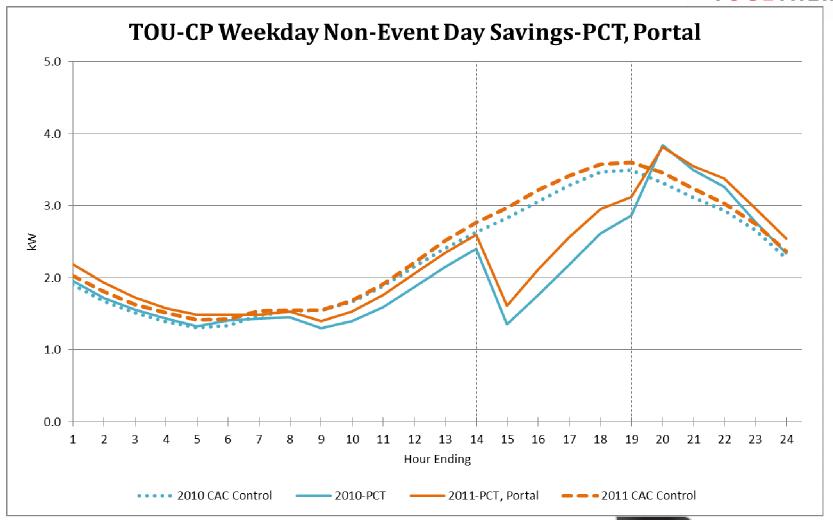


## 2010 versus 2011 Impacts-TOU-CP



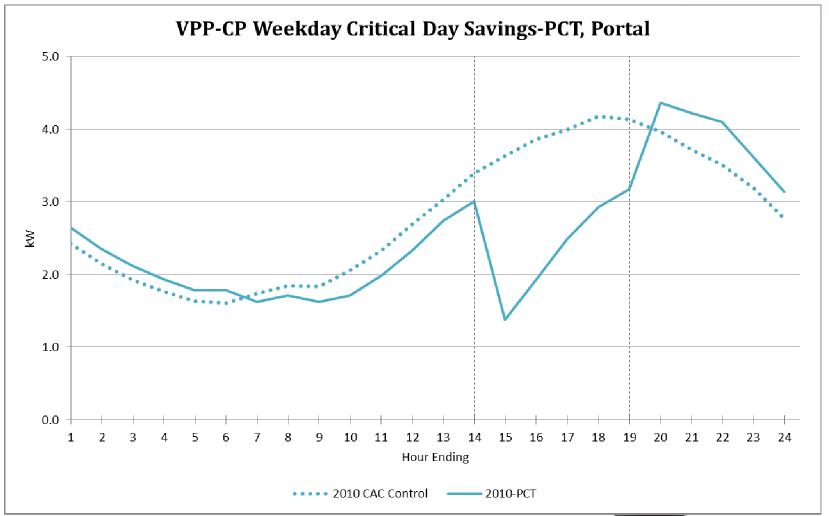


## 2010 versus 2011 Impacts-TOU-CP



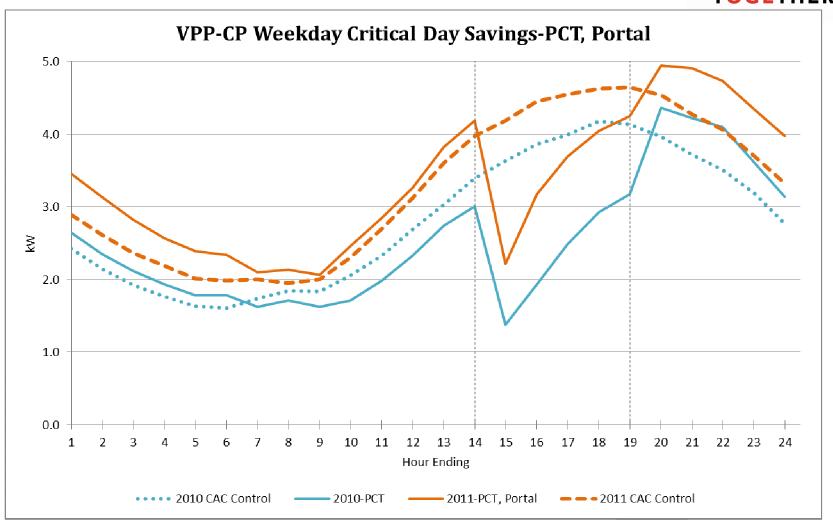


## 2010 versus 2011 Impacts-VPP-CP



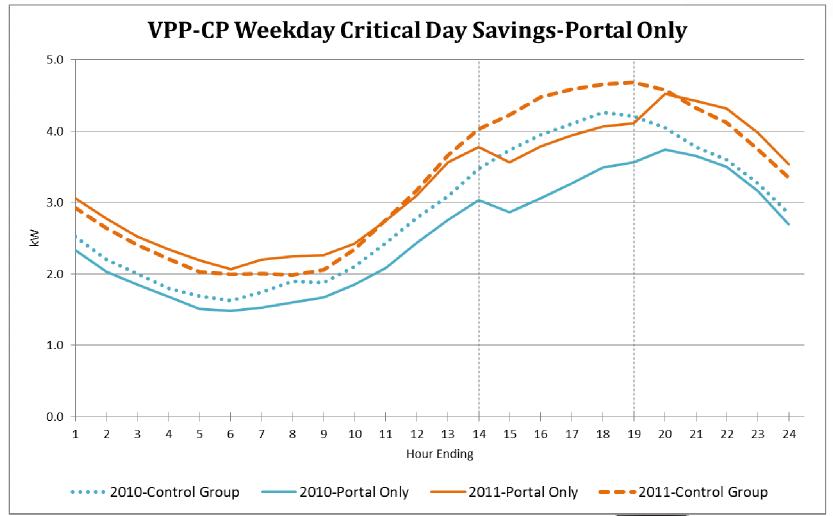


## 2010 versus 2011 Impacts-VPP-CP



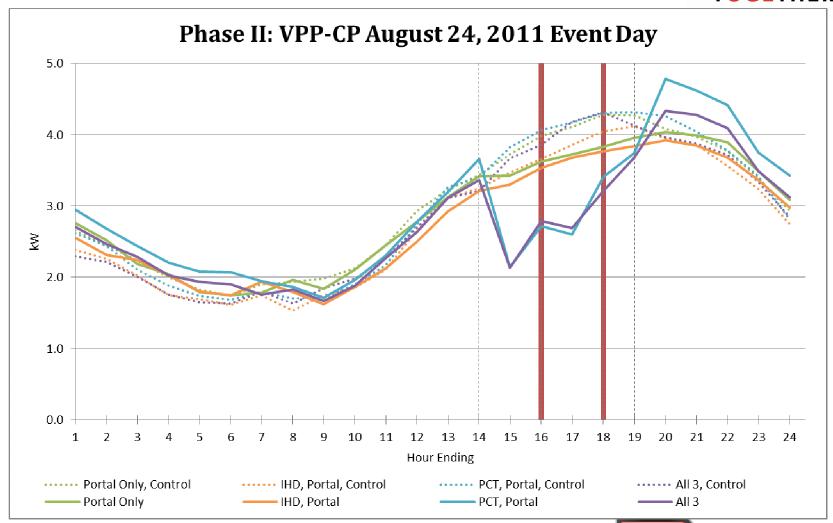


## 2010 versus 2011 Impacts-VPP-CP



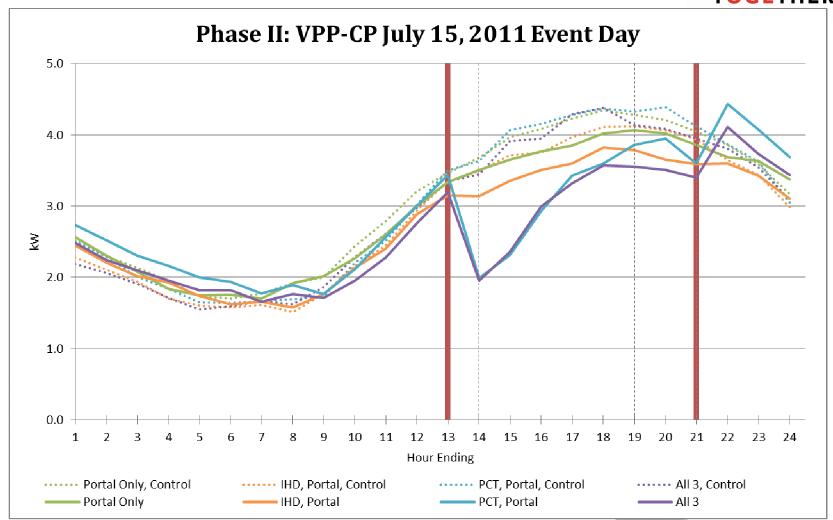


## **Event Day Savings-Short Event**





## **Event Day Savings-Longer Event**







## Conclusion



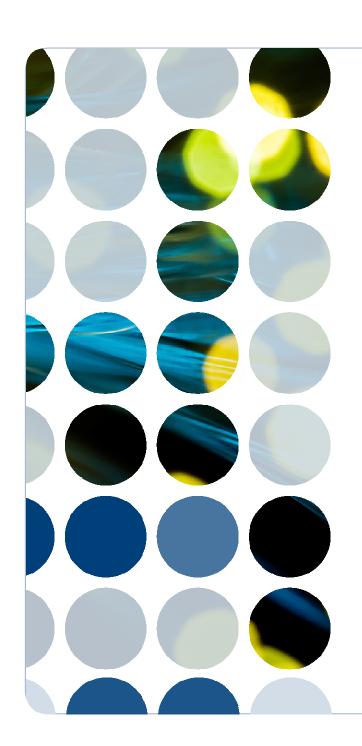
#### Potentially Avoid Future Generation

- Study results show a 1.3 kW reduction per customer is possible. Participation targets will achieve goal
- Event calling enables reduction at time of peak

#### Plans for 2012

- 37,500 customers enrolled in SmartHours
- 72 mW reduction
- Discontinue roll out of IHD







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