# Public Works Department Distributed Energy Resources (DER) Plan July 10, 2018

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#### Distributed Energy Resources (DER) Plan

- What is DER?
- Why DER Now?
- Distributed Energy Resources (DER) Plan
  - Solar PV
  - Energy Efficiency (EE)
  - Electric Vehicle Charging Equipment (EV)
  - Energy Storage (ES)
  - Automated Demand Response
- Board Recommendations





#### What is DER

#### Distributed Energy Resources

The California Energy Commission (CEC) defines DER as grid-connected distributed renewable energy systems, energy efficiency (EE), energy storage (ES), electric vehicles (EV), and demand response (DR) supported by a wide-ranging suite of policies adopted by the California Public Utilities Commission (CPUC).



#### Why DER Now

#### **Cost Effective – Great Incentives**

- Solar PV is so affordable that "donothing" results in lost opportunity.
   Why pay PG&E when we can produce renewable energy on-site for significantly less?
- PG&E Zero interest on-bill financing for EE - \$4,000,000
- PG&E/MCE support for EV infrastructure – pays for lion's share of the cost

#### **Benefits**

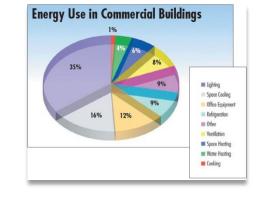
- Electrification of transportation is going to require GW of new renewable energy
- On-site renewable energy production eliminates line losses associated with utility transmission and distribution
- Our DER program supports the development of the Smart Grid
- CCC becomes a leader and model for local government

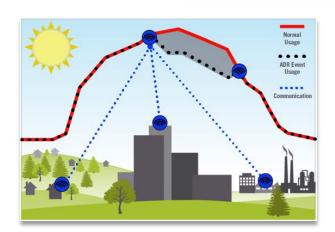
#### Distributed Energy Resource Plan

#### The DER Five Easy Pieces

- Solar PV
- 2. Energy Efficiency
- 3. Electric Vehicle Infrastructure
- 4. Energy Storage
- 5. Automated Demand Response











#### Solar PV

- Public Works submitted 11 solar Photovoltaic interconnection applications to PG&E with grandfathered advantageous rate time periods
- RFQ for Statement of Qualifications ready for circulation upon Board of Supervisors direction
- Seeking financial arrangement with positive cash flow
- Solar developer will evaluate EV Chargers and Energy Storage





#### Energy Efficiency

- PG&E On-Bill Financing (\$4,000,000)
  - Zero interest
  - Monthly payment amount equal or less than monthly savings
  - Payback period cannot exceed 10 years
- Allows for high value energy efficiency improvements/reduced maintenance
- Installed by Energy Service Companies (ESCOs)
  - ESCO provides performance guarantee
- RFQ for Statement of Qualifications ready for circulation upon Board of Supervisors direction





#### Electric Vehicle Charging

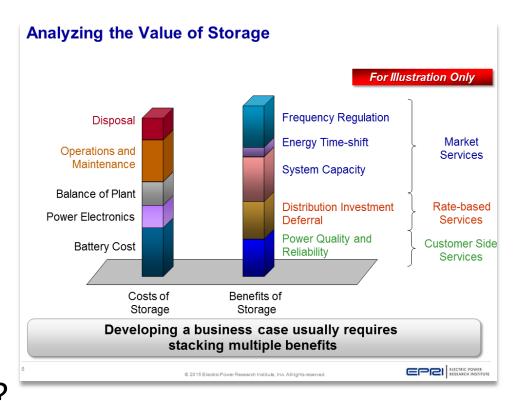
- County-wide employee EV survey issued on 2/14/18
  - Amazing results! Tremendous demand for EV Chargers throughout County
  - ❖ 76% (823 employees) would like chargers installed at their employee parking lot
  - ❖ 64% (711 employees) indicated that having a charger at work would increase the probability of purchasing an electric or plug-in hybrid electric vehicle
  - Currently have sixteen (16) Level-2 chargers
- ❖ PG&E EV Charge Network Program
  - PG&E pays for "make ready infrastructure"
  - PG&E provides 25% rebate on charger
  - MCE contributes 50% rebate on charger (MCE has allocated \$55k specifically for CCC)
  - County pays 25% of charger plus install, plus ongoing vendor fees
- ❖ CARB LCFS program 10 cents/kWh or more for every kWh sent to EV chargers!



#### Energy Storage

- Significant incentives through SGIP program
- Strong legislative backing, cost declining
- Stacking Benefits
  - Demand reduction peak shaving
  - TOU load shifting
  - Potential for grid edge benefits when aggregated

Eventual replacement for back-up generators?



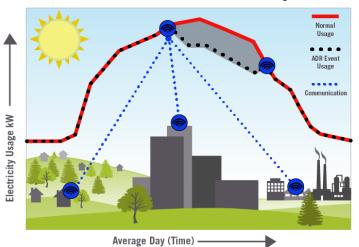




#### Automated Demand Response

- PG&E has incentives for ADR
  - ❖ We are currently working with PG&E 3<sup>rd</sup> party contractor
- Significant potential for demand reduction and savings
- Good experience pertaining to utility interactive programs

#### **Automated Demand Response**







## Requested Action by the Board of Supervisors

- Approval of DER Plan
- DIRECT the Public Work to proceed with solicitation of RFQs for the implementation of components of the DER Plan.
  - Solicitation to select solar PV developer
  - Solicitation to select Energy Service Company (ESCo)



### THANK YOU