

A Modular Approach to Water Heater Demand Response and Ancillary Services

An Introduction to USNAP (ANSI/CTA-2045)

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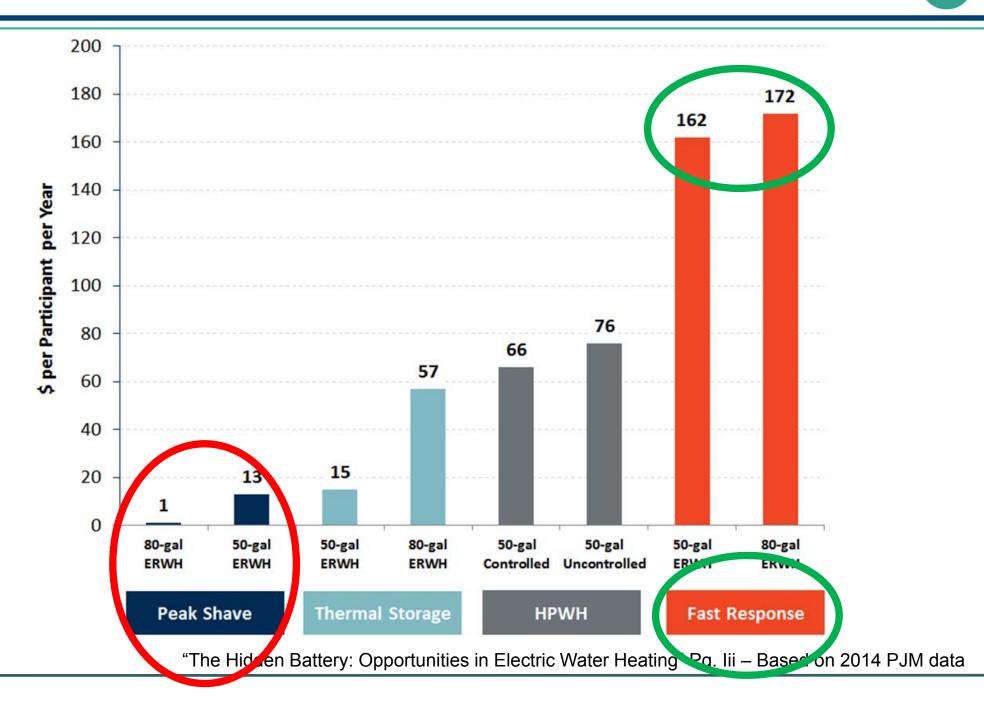




"Electric water heaters are essentially pre-installed thermal batteries that are sitting idle in more than 50 million homes across the U.S. By heating the water in the tank to store thermal energy, water heaters can be controlled in real-time to shift electricity consumption.... Further, recent technological advancements have enabled "grid interactive water heaters" to be controlled over very short time intervals and with near instantaneous response, allowing them to provide frequency regulation and other grid balancing services"

"The Hidden Battery: Opportunities in Electric Water Heating" Pg. i

Where the dollars are



USNAP is...



An *industry alliance* bringing together customer equipment manufacturers, utility equipment vendors, aggregators, electric service companies, and utilities to develop and promote a modular communications interface to enable customer equipment communication and coordination for energy management and demand response.

A *common name* for ANSI/CTA-2045, a modular communications standard for grid-interactive devices, that includes the Physical through Presentation layers of the OSI Model, as well as other design parameters (such as case size and shape.)

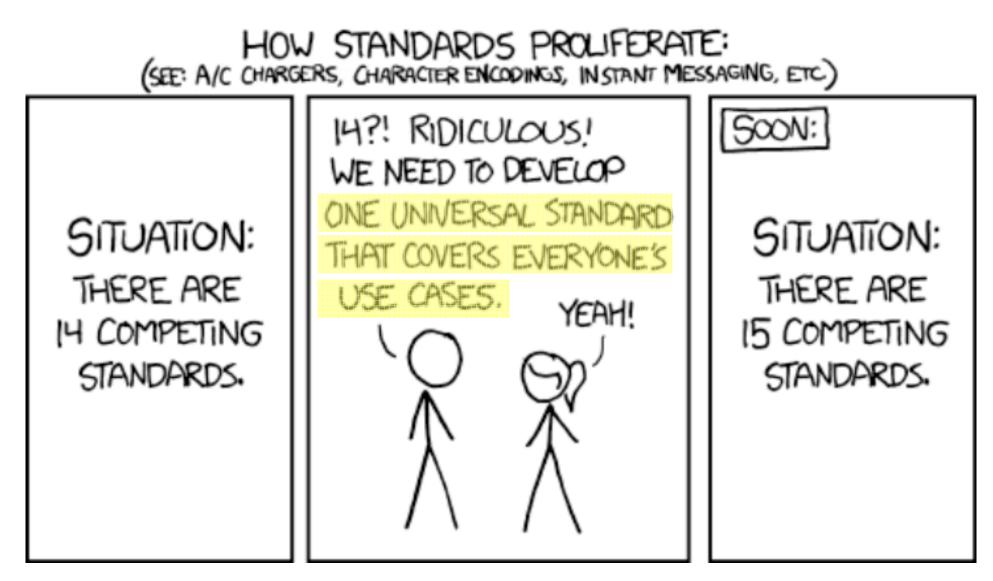
Relationship with EPRI and CTA





Ongoing Development, Promotion, Testing & Certification by





https://xkcd.com/927/



USNAP (ANSI/CTA-2045) **is not** a new standard that <u>replaces</u> any existing standard.

USNAP (ANSI/CTA-2045) **is** a new standard that <u>enables</u> any existing *or future* standard.



Comments heard at a recent IoT conference:

"Wireless technologies change <u>every 5 years</u>. In 5 years, <u>we'll</u> be doing something else... How are <u>you</u> going to handle that?

How many protocols will that modem need to be able to handle world-wide?"

"How do you warranty a Wi-Fi module inside a fridge? How do you support it? Do you really want to?"



- ✓ Small, Low Power and/or Mobile
- ✓ Exclusive
- ✓ Interactive
- ✓ The market tolerates reliability issues
- ✓ The market expects rapid turnover

Internet of Things vs. Demand Response

- ✓ Large, High Power Draw, and Stationary
- ✓Common
- ✓ Ignored unless they break
- ✓ The market will not tolerate reliability issues
- ✓ The market expects long lifespan



"This is a great system! ..."

"I wish I could watch my water heater with an App on my phone!"

...said nobody. Ever.



There are many large loads in the home where the customer doesn't really care about *how* or *when* it does it's job, as long as it does it's job.

Those loads are the keys to Residential Demand Response, so let's let them do their jobs without bothering the customer.



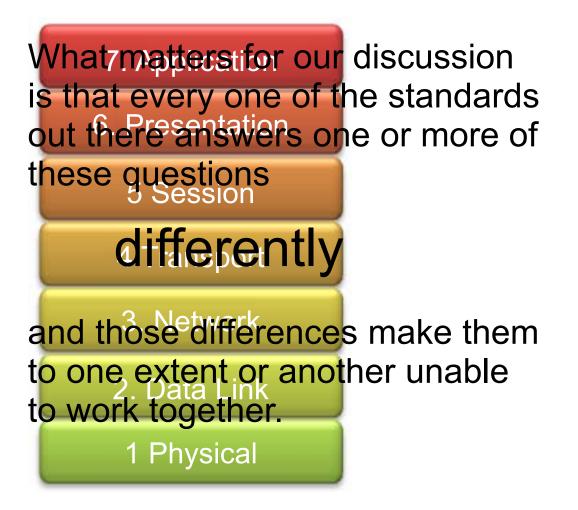
The **OSI Model** is a handy way to talk about different standards based on how (or whether) they answer certain questions:



- 7. What are you doing?
- 6. How do we describe that?
- 5. How do we manage politeness?
- 4. How do we manage traffic?
- 3. Who is talking to who?
- 2. How do we use the medium?
- 1. What is the physical medium?



The questions themselves, or what we call them isn't that important for our discussion here:





To date, demand response has required significant integration efforts, whether rolling a truck to fit a control switch, creating a cloud service, or having equipment built to handle a specific platform.

This inherently limits the market penetration of grid-interactive hardware, as compared to what is possible when grid interactivity is a part of <u>commodity hardware</u>.

The Manufacturer's Conundrum....

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I want to do DR, but which platform do I build for?

If I use a "cloud", which one?

How many "clouds" will I have to deal with?

What happens tomorrow?



