DEFENDING ENERGY EFFICIENCY

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AGENDA



Overview of Brooklyn/Queens Demand Management Program (BQDM)

A gap between communitiesClosing the gap

THE BQDM PROJECT



- Brooklyn Queens Demand Management
- Install \$200 million customer side resources to defer building a \$1 billion substation
- □ 52 MW targeted reduction from ~300,000 customers
 - > Today's focus 10 MW Small business direct install (SBDI)



MIND THE GAP



Energy efficiency community

- □ Program evaluation
- Realization rate with 90/10 confidence and precision

Heard by system planning community

- Reliable peak demand savings
- □ Five sigma 1 in 3.5 million
- □ 10% chance of blackout?



WHAT'S THE IMPACT?



Requires a measurement and verification (M&V) solutions approach that bridges the gap between communities



□ Can EE be defended as a cost effective resource?

CLOSING THE GAP







- □ Comprehensive M&V is the bridge
- □ Updated models to represent:
 - Daily variation
 - Sampling error
 - > Persistence
- □ Leverage results during planning stages

DATA SOURCES



BQDM meters currently in fieldSBDI impact evaluation dataset

- Participants between 2010 and 2013
- Participants across all of Con Edison's territory
- > 157 Sites with full year of light metering

DAILY VARIATION

□ Annual energy savings (kWh) vs. peak demand reduction (kW □ Monte Carlo Simulation > 3.5 million iterations □ 68% average Coincidence factor □ Five sigma -no less than 66%





- Box represents 90% confidence interval
- Whiskers represent min and max coincidence factor

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FIRST DEFENSE



□ Small Business





SAMPLING ERROR

□ 90% Confidence

- ≻ 68% ±10% relative precision
- > 68% ±6.8% absolute precision

□ Five-sigma

- ▶ 68% ±31% relative precision
- 68% ±21% absolute precision

- Box represents 90% confidence interval
- Whiskers represent min and max coincidence factor





REDUCING SAMPLING ERROR



- □ Increase or sample size
- □ Reduce variability
 - Prediction equation (Business type, Business hours, kW savings)



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SAMPLING ERROR

Typical M&V approach

- > 68% ±21% absolute precision
- Predict coincidence factor
 - 68% ±11% absolute precision
- Coincidence factor is no less than 57%





WHAT'S NEXT?



□ Additional variables are being collected

- Metering of additional business types
- > Detailed customer survey
- Optimally design programs

A New Grid Resource







- Results of BQDM adder programs using specific territory metered data to defend reliability of SBDI and Multifamily adder programs to defer \$1 billion substation
- Predictive models to design effective programs in future networks
- Incorporation of persistence into the uncertainty model
- Key aspects for designing M&V effort and modeling reliability with goal of justifying peak demand reduction

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