



# TOU Water Heater Optimization

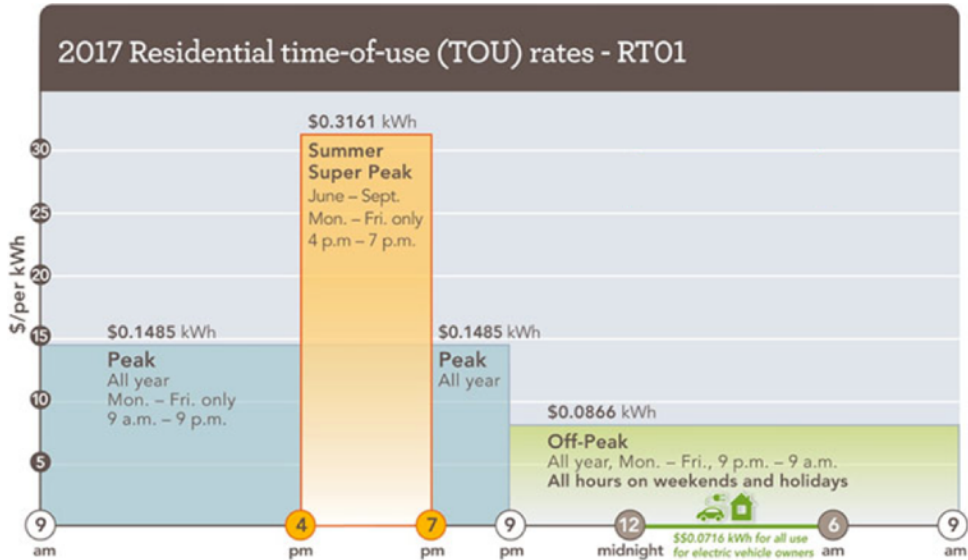
ACEEE Hot Water Forum | William Burke Ph.D.

# Why are we here?

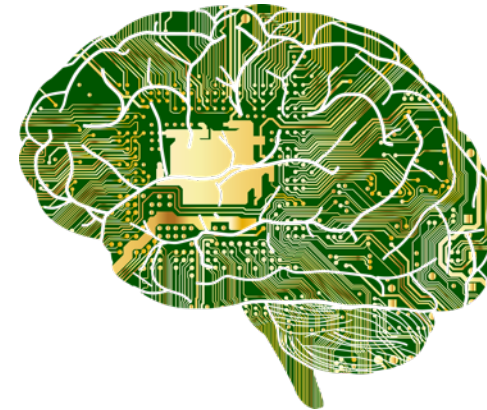
TOU | Water Heaters | Optimization



# Time Of Use Pricing Optimization



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# Who are we?

Virtual Peaker | Experience | Real-Time Control



# VirtualPeaker

[www.virtualpeaker.io](http://www.virtualpeaker.io)

Founded: 2014

Located: Louisville, KY

Team:

- ✓ 10+ Years Residential Energy Management.
- ✓ 5+ Years Internet of Things
- ✓ From: GE, UC Berkeley,



**William Burke**  
CEO

# **Our Vision:** Demand as Controllable as a Gas Turbine

Always on in the Background

Machine Learning and Real-Time Control

Minimize Peak Demand

Maximize Comfort

Engage and Delight Homeowners



*Reduced Operational Costs*



*Customer Satisfaction*



*Works with Any Connected  
Device*

# How We Do It

## ENERGY DEMAND



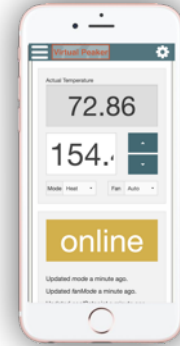
## INTEGRATION

Machine Intelligence  
for the Smart Grid



Grid Optimizer

## ACTION



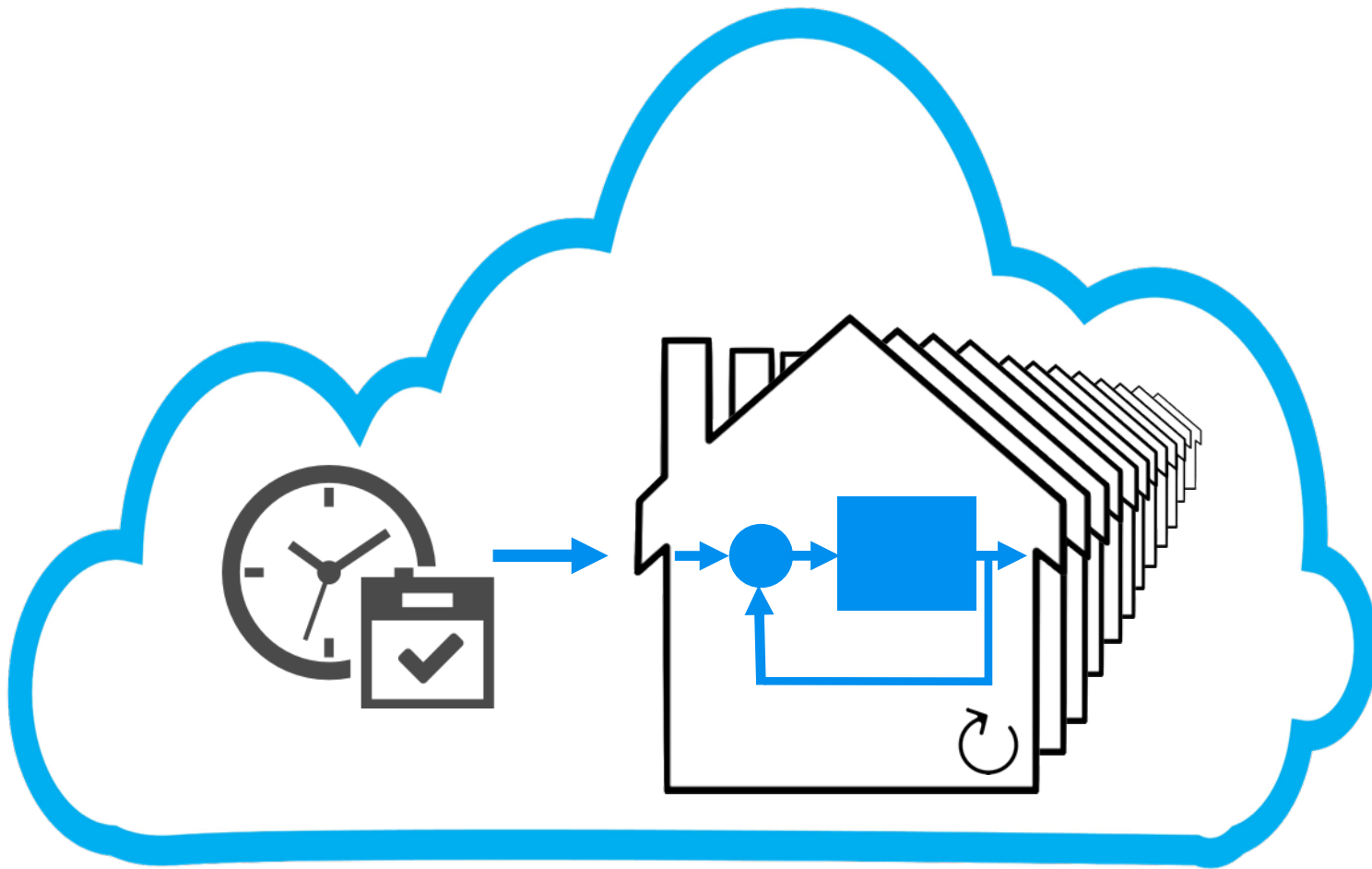
Consumer Control



Utility Control



# Real-Time Control



## Approach

- Platoon Control
- Individual House RTC
  - Brings in New Data
  - Updates Control

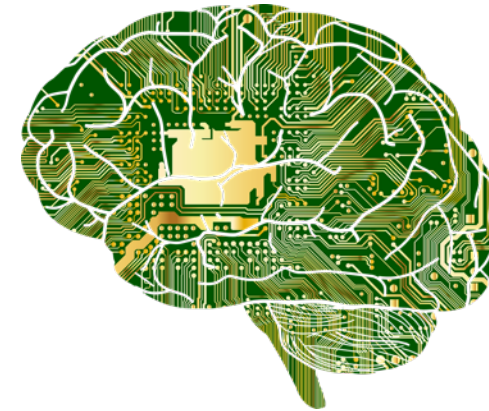
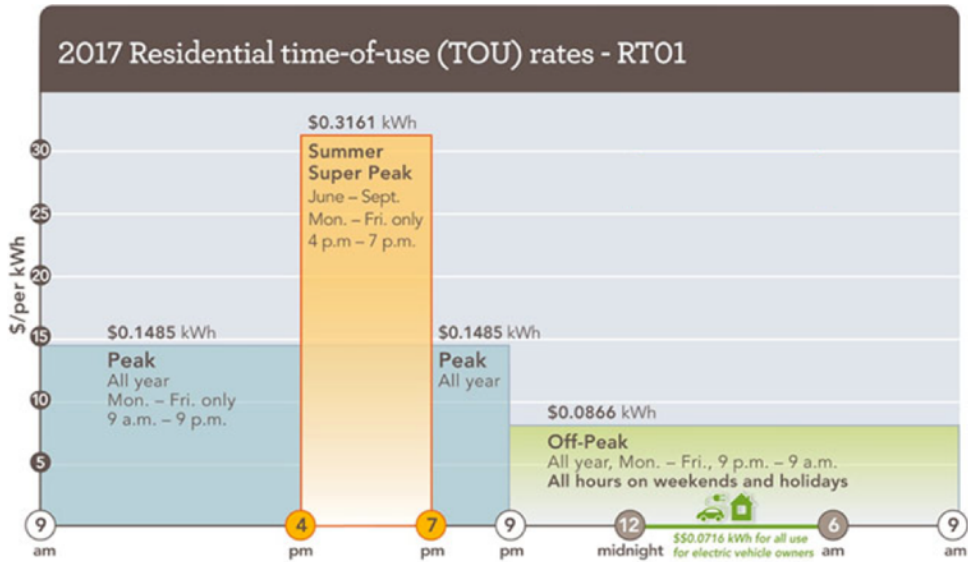
## Advantage

- Control Stateless Devices
- Operate Custom Algorithms  
(e.g. scheduling, learning, etc.)
- Control Devices in  
Coordination

# What's the project?

SMUD | GeoSpring | Virtual Peaker

# TOU Water Heater Optimization

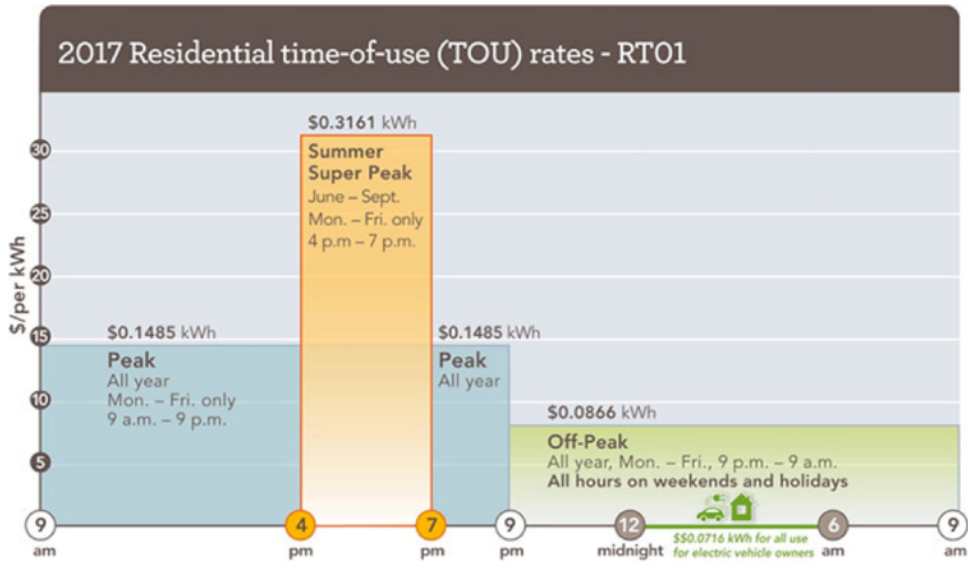


VP





# SMUD TOU Price



Name	Price/kWh	Time
Off-Peak	\$0.0866	9pm – 9am
Peak	\$0.1485	9am – 9pm
Super Peak	\$0.3161	4pm-7pm Summer only

# GeoSpring Water Heater



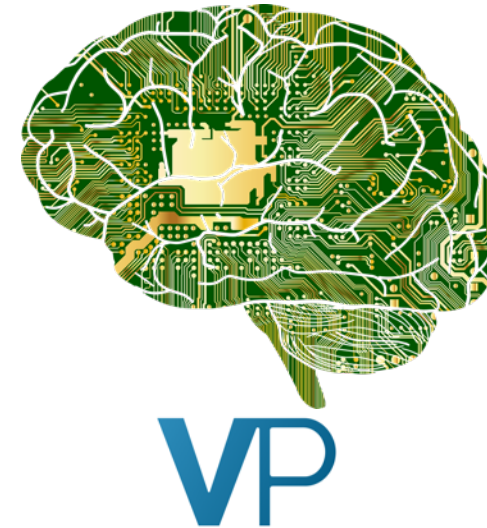
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- GeoSpring Hybrid Water Heater
- Thermostatic Mixing Valve
- Special Control Software  
160° Overtemp
- Completed Delivery
- ~2wks until Installation

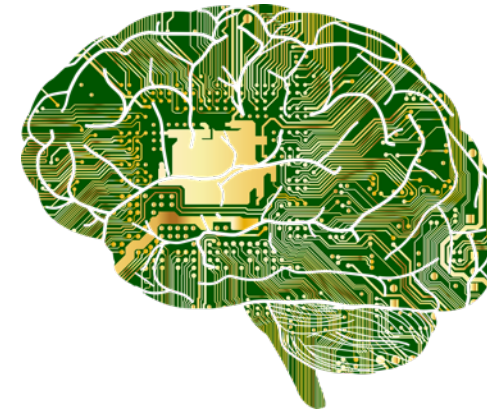
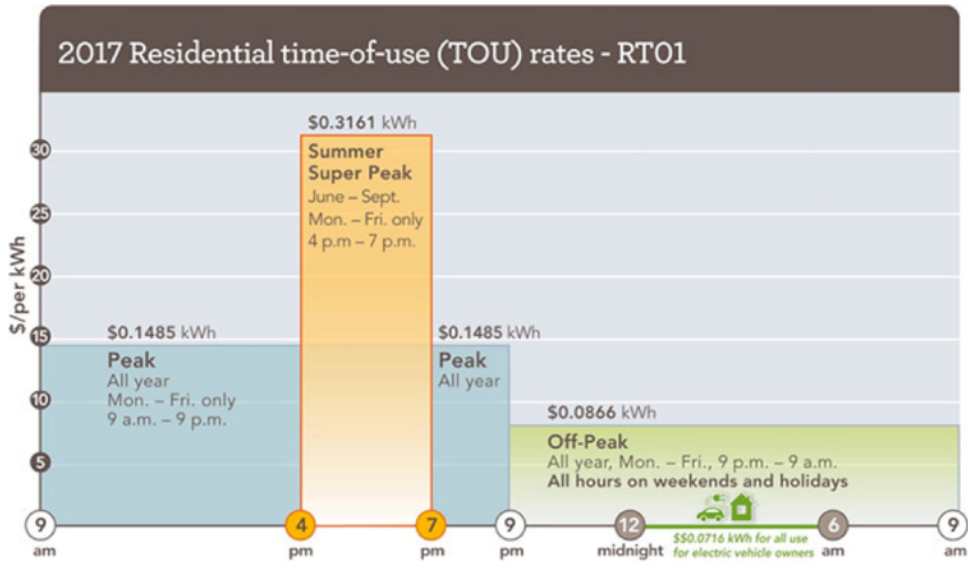
# Optimization by Virtual Peaker

1. Connect with GeoSpring in the Cloud
2. Collect device behavior data
3. Apply 7-day schedule using real-time control in the cloud
4. Apply machine learning to adjust the schedule to optimal





# TOU Water Heater Optimization



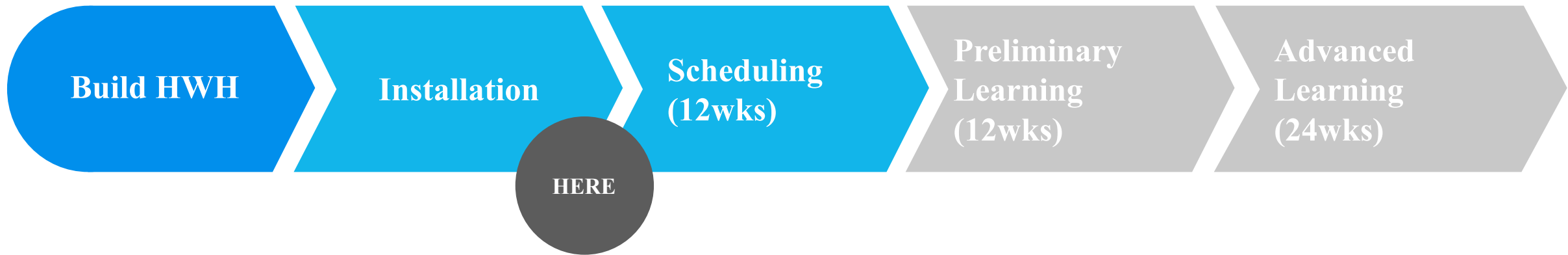
VP



# How's the Progress?

Scheduling | Simulation | Implementation

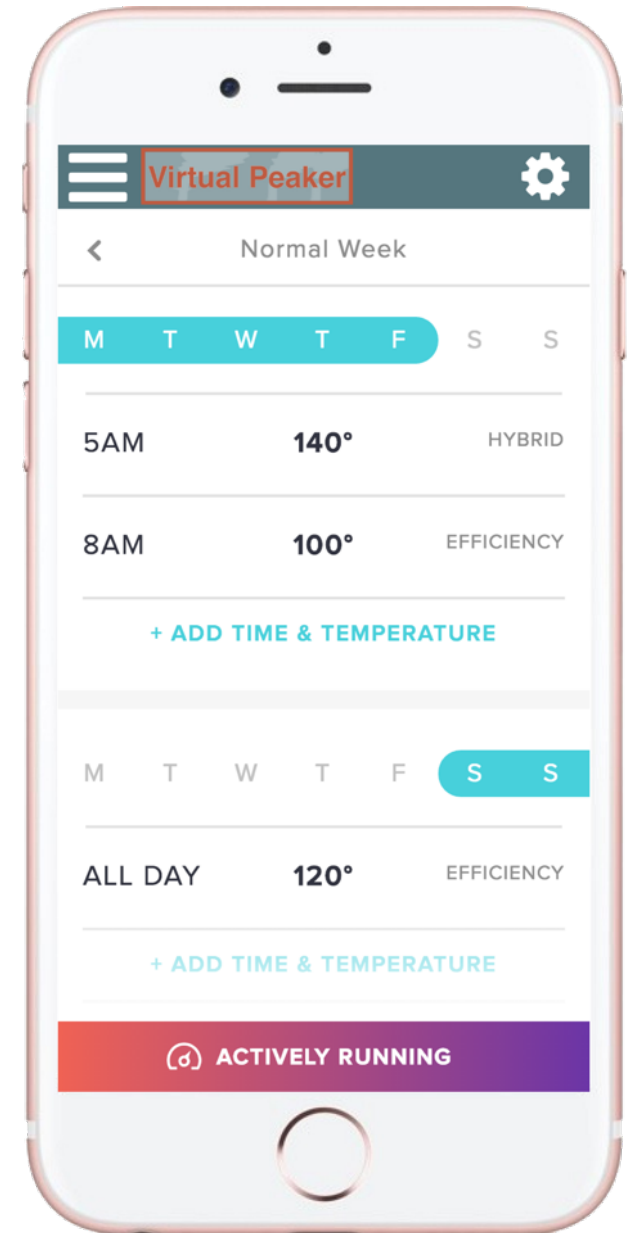
# Project Timeline





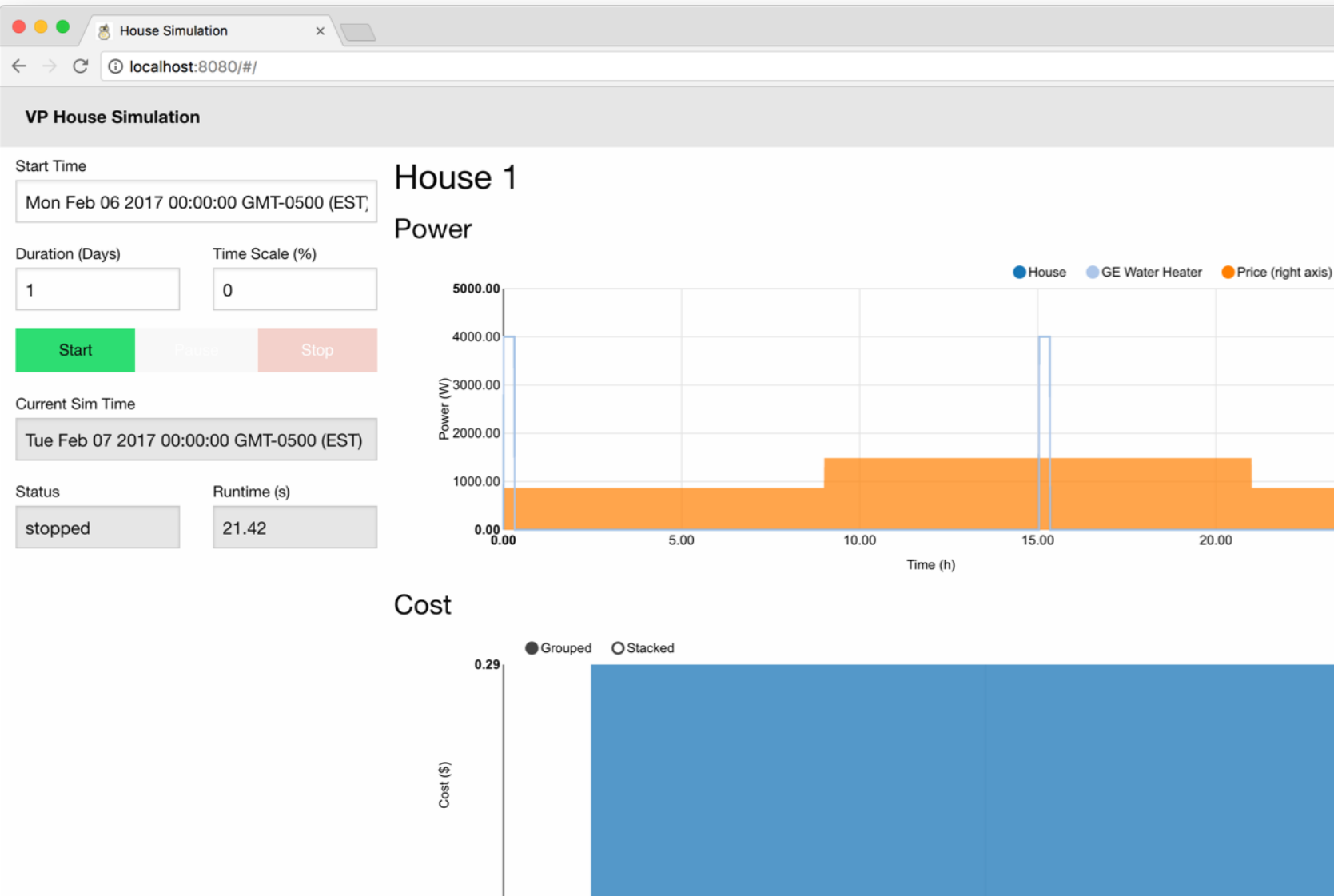
# Scheduling

- No Native GeoSpring Scheduling
- VP Provides Scheduling in the Cloud
- VP Provides Homeowner App.
- *Available now!*



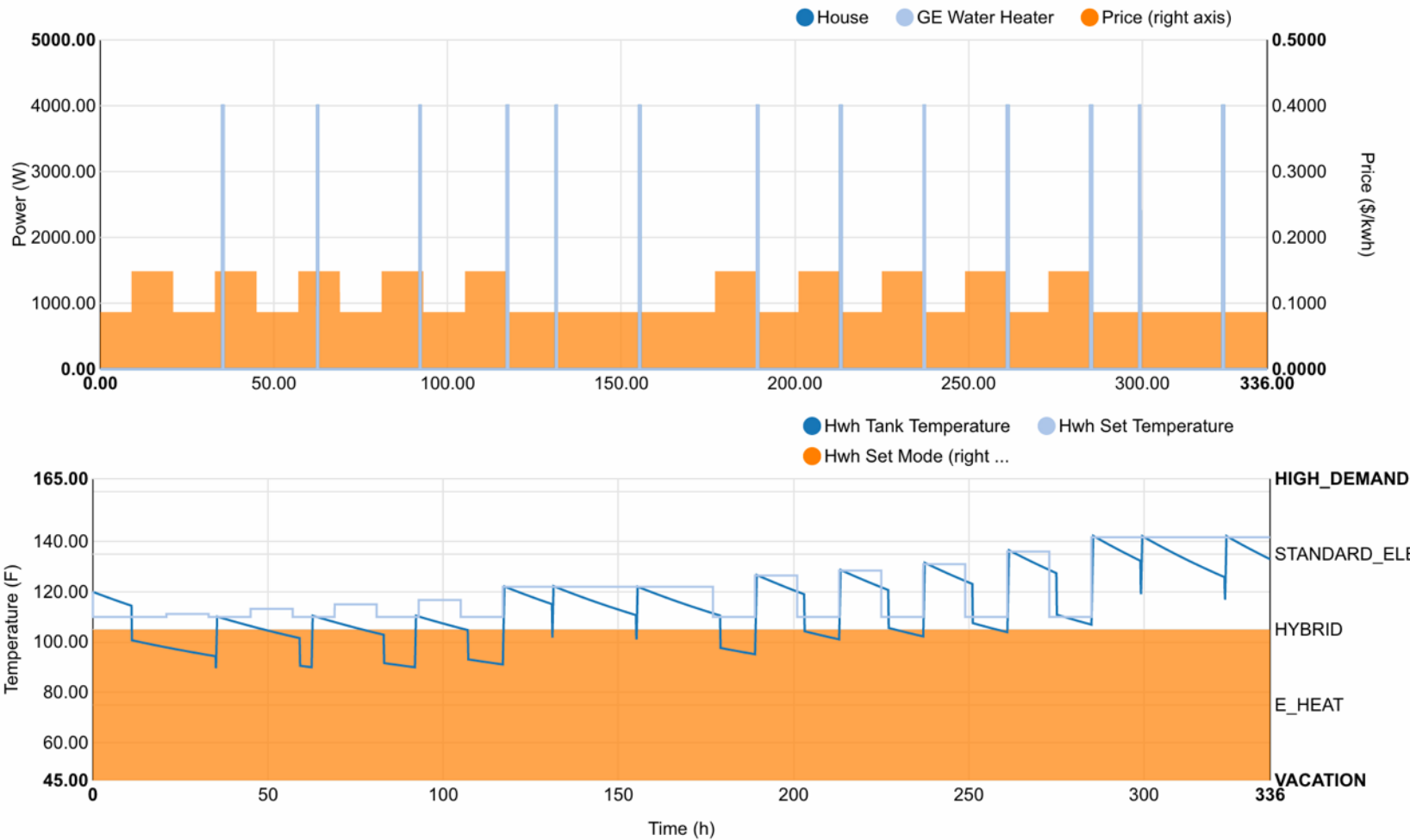
# Simulation to the Rescue

## SILS – Software in the Loop Simulation



- Model devices using physics based models.
- Model embedded control as accurately as possible.
- Model behavior using heuristic or statistical methods
- Apply real-time control software to software model

# 2-Tier Adaptation



## 2 Week Experiment

- TOU Price (2 tier)
- Fixed draw every day

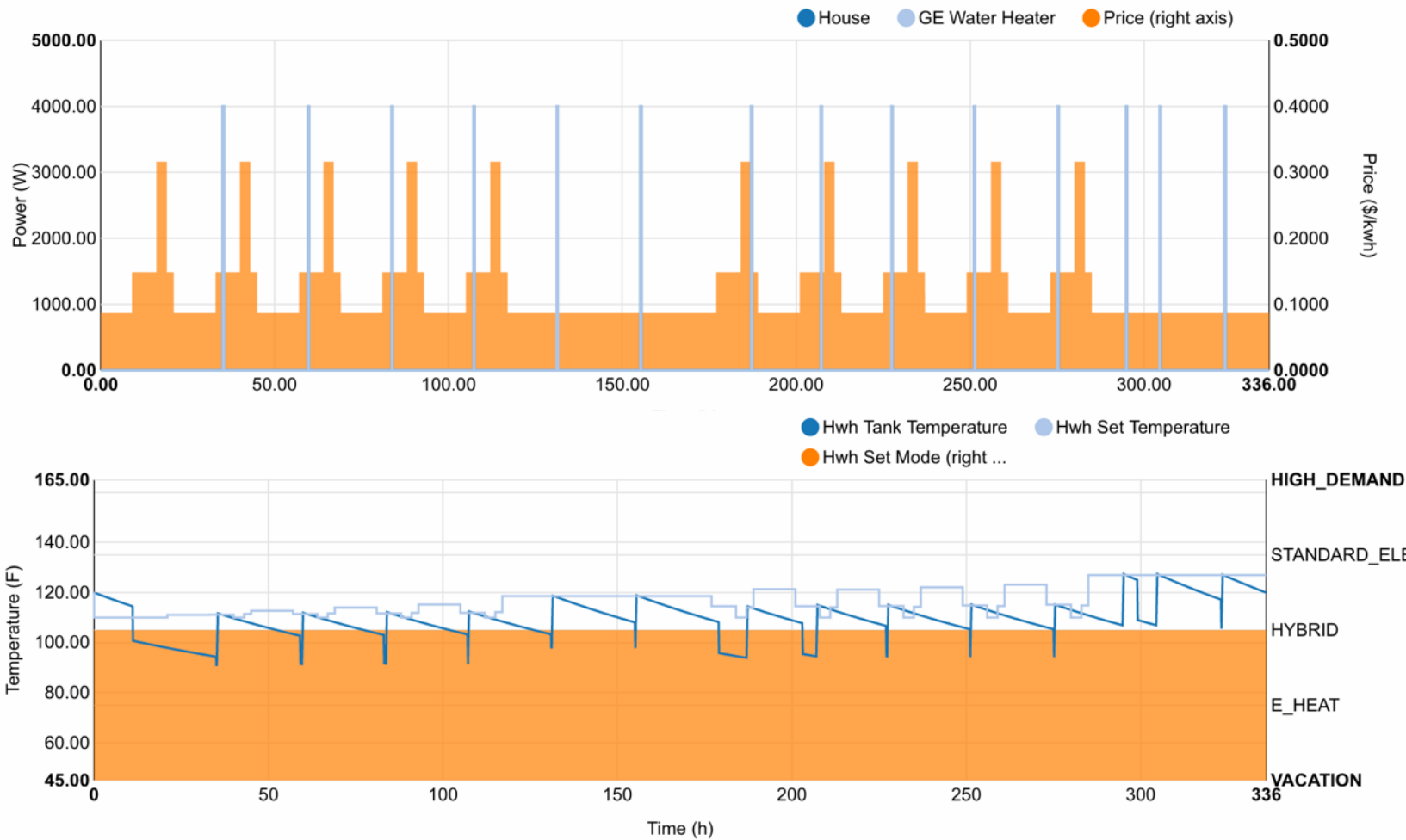
## Initial Conditions

- Flat Schedule
- Hybrid/120

# 3-Tier Adaptation

## 2 Week Experiment

- TOU Price w/ Super Peak
- Fixed draw every day



## Initial Conditions

- Flat Schedule
- Hybrid/120



# Schedule after 2 Weeks of Learning

Day	Time	Mode	Setpoint
Monday	9:00	HYBRID	110.0
Monday	21:00	HYBRID	142.7
Tuesday	9:00	HYBRID	110.0
Tuesday	21:00	HYBRID	142.4
Wednesday	9:00	HYBRID	110.0
Wednesday	21:00	HYBRID	143.0
Thursday	9:00	HYBRID	110.0
Thursday	21:00	HYBRID	145.6
Friday	9:00	HYBRID	110.0
Friday	21:00	HYBRID	141.8

Day	Time	Mode	Setpoint
Monday	9:00	HYBRID	120.8
Monday	16:00	HYBRID	110.0
Monday	19:00	HYBRID	114.8
Monday	21:00	HYBRID	126.7
Tuesday	9:00	HYBRID	115.5
Tuesday	16:00	HYBRID	110.0
Tuesday	19:00	HYBRID	114.8
Tuesday	21:00	HYBRID	126.1
Wednesday	9:00	HYBRID	115.8
Wednesday	16:00	HYBRID	110.0
Wednesday	19:00	HYBRID	114.8
Wednesday	21:00	HYBRID	126.2
Thursday	9:00	HYBRID	115.9
Thursday	16:00	HYBRID	110.0
Thursday	19:00	HYBRID	114.8
Thursday	21:00	HYBRID	126.2
Friday	9:00	HYBRID	115.9
Friday	16:00	HYBRID	110.0
Friday	19:00	HYBRID	114.8
Friday	21:00	HYBRID	126.9

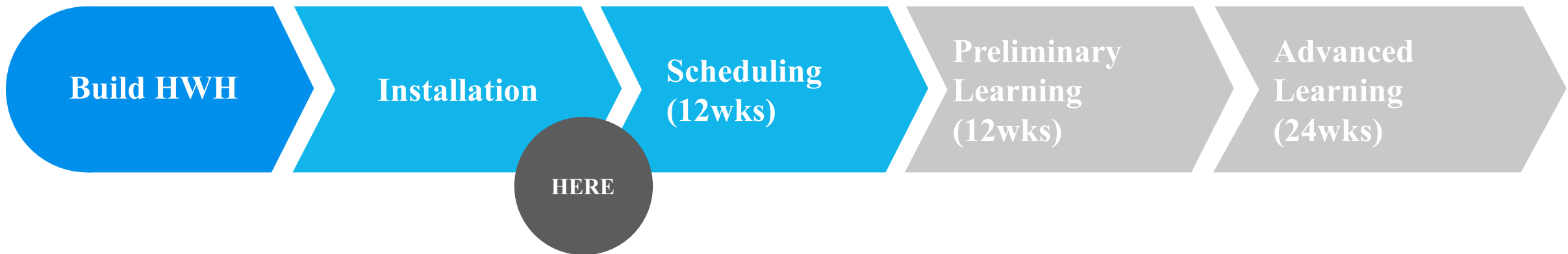
# Results: Daily Average Cost

	Flat	2-Tier	3-Tier
Daily Average Cost (\$)	0.1843	0.1586	0.1800
Improvement		14.0%	2.3%

- Results based on fixed daily draw during Peak (\$0.1485).
- Results calculated *after only 2 weeks* of adaptation
- Results for 3-Tier Adaptation would improve with a longer test.

# Preliminary Conclusion

- TOU Water Heater Learning and Optimization demonstrated.
- Software in the Loop Simulation shows cost improvement of 14.0%
- Implementation phase to begin within 2 weeks.



# Appendix

Partners

# Existing Partners



*Want More?  
Make a request, we  
are always adding...*



