

Eugene Water & Electric Board

NWPPA Annual Member Conference - 2016

Eugene Water & Electric Board

Demonstrating Community Resiliency at the Edge of the Grid

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The Eugene Water & Electric Board

- Oregon's largest customer-owned utility
- EWEB provides utility services to 89,000 electric and 52,000 water customers







The Value of Public Utilities



The only reason public utilities exist is to serve the community.

We don't need to grow to pay dividends to shareholders, but we do need to be responsive to the changing needs of our communities.



Changing Utility Landscape





- Flat or declining load
- Falling prices (gas & electric)
- Fuel switching
- Integrating renewables
- Western regional markets
- Changing customer sentiment
- Technological advances in storage & DG
- New regulations GHG / RPS / OMG!



EWEB Challenges

- Aging Infrastructure
- Need to modernize distribution grid
- Hydro Relicensing
- Alternative Water Supply
- Surplus Power
- Falling market prices







2012 IERP (renewed in 2016)

EWEB does NOT need new supply side resources until 2024!

Can we meet all future load (including peak) with DSM?

- Pursue conservation to meet all forecast load growth
- Partner with customers to avoid new peaking power plants
- ✓ Continue to rely on and expand regional partnerships
- ✓ Pursue new large load strategy, if needed
- ✓ Review progress and key assumptions annually



2014 Scenario Planning





EWEB R&D

Cold Storage Demand Response Water Heaters as Thermal Storage: intra-day and intra-hour

Wastewater Demand Response





Time of Use Pricing

Grid Edge Demonstration Project





Owned Assets & Service Territory





Local Generation





Grid Edge Demonstration Project

- Explores ability to move toward
 Distribution System
 Operator (DSO) model
- Ability to integrate customer- *or* utilityowed distributed energy resources (DER)

- Community resiliency/disaster recovery
- ✓ Integrating renewables
- ✓ Peak reduction
- ✓ Ancillary grid services
- Explore shared
 community investment
 strategy



Grid Edge Demonstration Project





Assessing Value Streams Beyond Disaster Recovery: *Early Thinking*

Use Case	Valuation	
Demand Response	Value represents short term market value for daily option call (avoided cost)	
Peak Shift	Energy cost differential on-off peak	
Transmission/ Congestion	Network Transmission charge from BPA	
AGC Control	Expected value of avoided persistent deviation charges	
Energy Arbitrage	Calculations assume 88% roundtrip efficiency and 2014-15 wholesale market spreads (LLH vs. HLH spread)	
PQ/Volt- VAR	Possible benchmarks are capacitor bank and advanced inverters	
Resource Adequacy	Implied capacity value of required resource additions or market cost to procure	



Pricing Reform Needed

%		
% %	Energy Related Production	Energy Production
0/	Conservation	
70		
%	Demand Related	Generation
	Production	Infrastructure
%		
%	Transmission	
	Demand Related	Grid Services
/0	Delivery	
0	Other Delivery	
, ,	Related Delivery	Customer Costs
/0	Customer Costs	
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Grid Edge Demonstration Project Phases

Transfer to Engineering

R&D and **DOE** Grant Application Long Term Capital Planning





Partners











OREGON DEPARTMENT OF ENERGY





