Clean Heat Standard & Electrification

House Energy and Technology Committee | February 2, 2022

FEELELL

A Reliable & Resilient Grid For Customers

- Reliable, Resilient Grid Now and In the Future
 - Focus on programs and projects to accelerate the necessary carbon transformation of thermal and transportation sectors
 - Equitable transition for all customers, keeping electric rates affordable
 - More than ever important to strengthen the grid as the backbone for clean electrification

• System level tools

- Vegetation management
- Storm hardening and smart controls
- Strategic undergrounding
- Service level tools
 - Transformer upgrades
 - Home, business upgrades
 - Customer Distributed Energy Resources for flexibility



Cutting Carbon & Costs: Load Management Innovation

- Storage-integrated Cold Climate Heat Pumps (CCHP):
 Storage helps customers through outages and through peak events
- Integrated controls:

By device and through single thermostat to control CCHPs and any backup heating system

• Smart Panels:

Circuit-level monitoring and management









Customers and CCHP

- In the past three years, over 12,000 customers have installed eligible devices
 - Many installing more than one device.
 - 2020 saw a large number of installations with 6,500 installed over the months of July-September that year alone, and progress continued in 2021
- Continuing to support CCHP adoption is a key strategy for meeting our Tier III goals, cutting carbon emissions and costs for customers
- Important for continued progress, overall carbon reduction and affordability that Tier III not conflict with or create greater costs/burdens for customers if CHS is adopted



Source: GMP's 2021 Integrated Resource Plan

CCHP Into the Future

- Even in high adoption scenario (over 200,000 systems by 2040), CCHP additional electric demand is modest
- Winter heating demand for CCHP is significantly higher (2X-3X) than summer cooling
- Key to continue to lead and work on ways to meet and manage high demand periods
 For context, GMP has ~30MW storage already online



Flexibility In Action



Example of Flexible Load Management Through Onsite Controls

Flexibility In Action



Example of EV Charging - Customer Participation in Management