

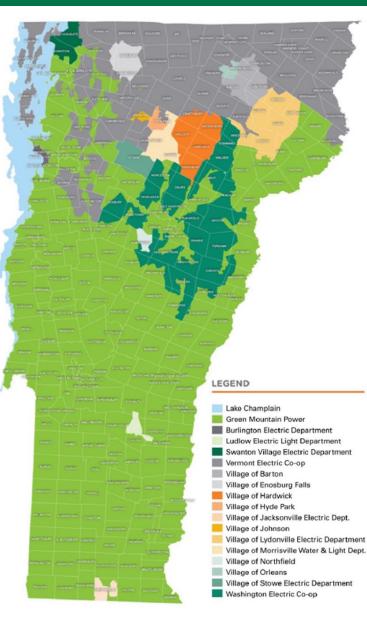
## **Affordable Heat Act & Electrification**

Senate Committee on Natural Resources and Energy

Josh Castonguay & Candace Morgan | February 7, 2023



#### **GMP: Who We Are**



# GMP serves over 270,000 customers in 202 towns, covering 77% of Vermont

- >85% residential customers, 15% businesses
- Suburban and mostly rural territory with approximately 12,500 miles of distribution lines and 1,011 miles of subtransmission
- ▶15 district offices across Vermont
- Just over 500 employees, including 285 members of the IBEW Local 300
- GMP's annual energy mix is 100% carbon free and 78% renewable.
- ► GMP will be 100% renewable by 2030

### 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

TESLA

#### 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



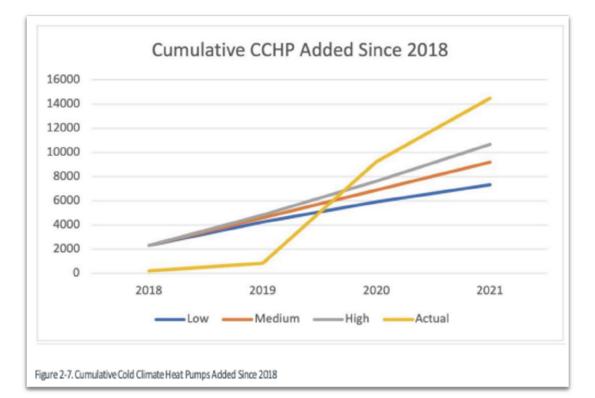




#### **Customers and Cold-Climate Heat Pumps**

#### In the past three years, over 15,000 customers have installed eligible devices

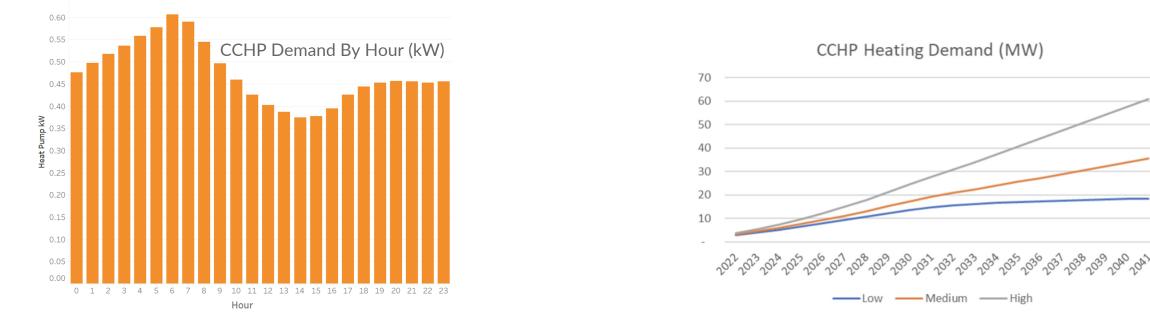
- Many installing more than one device.
- 2020 saw a large number of installations with 6,500 installed over the months of July-September that year alone, and progress continued in 2021
- 2022 highest yet in GMP territory over 8,500 heat pumps installed
- Continuing to support CCHP adoption is a key 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 the Clean Heat Standard is adopted





#### **Cold-Climate Heat Pumps 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



Source: <u>GMP's 2021 Integrated Resource Plan</u>



### **Questions?**

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