SAG Policy Manual Update

Electrification Issues
May 31, 2023



Electrification Issues

- Electrification Bill Impact Calculations
- Electrification Savings Verification
- Electrification Interactive Effects

Bill Impact Calculations-Updated Proposal

Original Proposal	Updated Proposal
Legislation Reference	Unchanged
Transparency/Accuracy Goal	Unchanged
Savings Specific to Electrification - End uses specific - Measure specific	 Clarify that "total savings" can be provided Other minor clarifications to language
Savings Relative to Efficient Gas Option	Require "at least one" efficient option
 Accurate Savings Calculations Transparent algorithms Seasonal-/time-differentiated savings Accurate price structures Marginal prices Known price changes Etc. 	Eliminate section
Transparent Process	 Change forum from TRM to evaluator verification Share models/assumptions w/SAG Require evaluator to consider SAG comments
Site-Specific Bill Impacts	Unchanged

Savings Verification-Updated Proposal

Original Proposal	Updated Proposal
Legislation Reference	Include reference to low income requirements
Transparency/Accuracy Goal	No change
Savings Specific to Electrification - End uses specific - Measure specific	Minor clarification
Site-Specific Impacts	Eliminate section
TRM RequirementsSeasonal/end use savingsInteractive effectsDefault assumptions	Eliminate section
Transparent Process	Simplify to higher level language

Interactive Effects

Issue:

- Heating savings from electrification interact with savings from weatherization.
- Possibly other examples too
- Higher savings go to measure counted "first"; lower savings to measure counted "second"

Initial Resolution:

Allow electrics to choose whether to classify savings as "conversion" or "electrification"

Better Resolution:

Allow electrics to choose whether to classify savings as "conversion" or "electric efficiency"