

# Deliverable 2

## Costs & Benefits

Vehicle-Grid Integration Communications Protocol Working Group

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# Deliverable 2 example and proposal (from 8/7 CEC PPT)

1. Evaluate use of [Comm. Protocol 1] to implement Use Case [1]

| Stakeholder       | Costs | Inc/Dec Factors | Benefits | Inc/Dec Factors |
|-------------------|-------|-----------------|----------|-----------------|
| User              |       |                 |          |                 |
| Host              |       |                 |          |                 |
| PEV OEM           |       |                 |          |                 |
| EVSE OEM          |       |                 |          |                 |
| Operator          |       |                 |          |                 |
| VGI Aggregator    |       |                 |          |                 |
| DSO/LSE/CCA/ISO   |       |                 |          |                 |
| Ratepayer/Society |       |                 |          |                 |

2. Repeat for [Comm. Protocol 1-X], or alternative, for Use Cases [1 – X]

3. Juxtapose use case implementations, delineate opportunity costs

- Subgroups?
- Divide and Conquer:
  - Type of implementation: Comm. Protocol, alternative, or null  
*(Suggested)*
  - Use Cases
  - Costs
  - Benefits



# Connection to Deliverable 1

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- ***Use Cases*** → extracted ***Requirements***
- ***Standards*** → mapped to meet ***Requirements***
  - Standards or Alternatives
    1. IEEE 2030.5 (SEP 2.0)
    2. CHAdeMO (IEEE 2030-1-1)
    3. CNMP (IEEE P 2690)
    4. ISO 15118
    5. OpenADR 2.0b
    6. OCPP v1.6
    7. SAE J3072 / SAE J2847 / SAE J2931 / SAE J1772
    8. Telematics
- Launch point for Deliverable 2, Question 1



# Subject Matter Expert Teams Designing Implementations



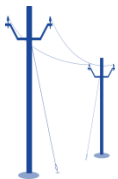
- Automaker



- EVSE Manufacturer



- VGI Aggregators



- Grid Operator

**Standard 1**

...

**Alternative**

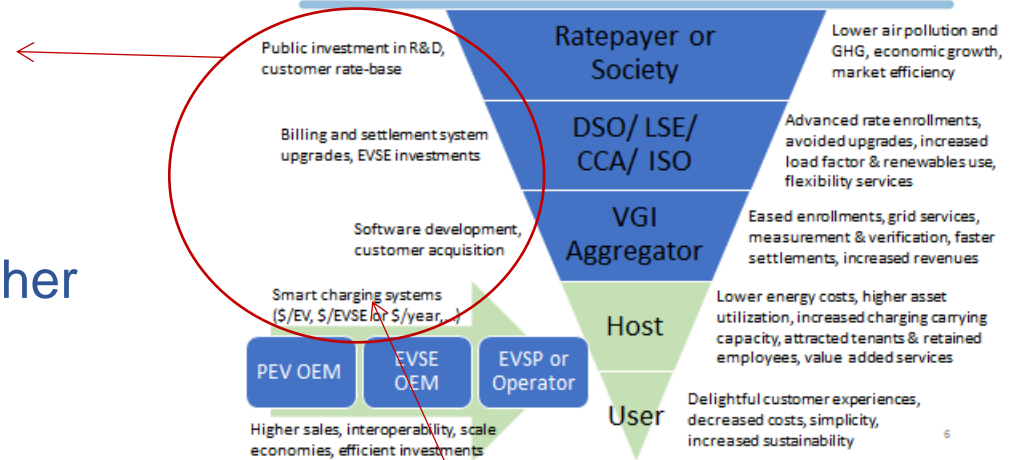


# List Cost Categories necessary to implement one use case

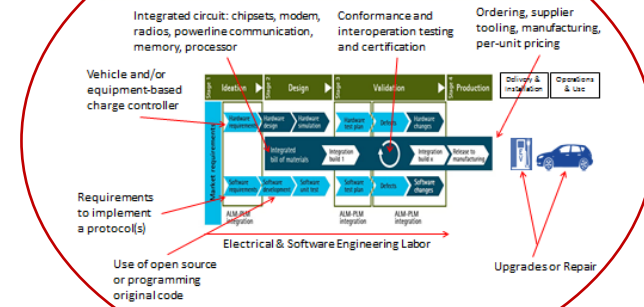
1. Standard 1
  1. EV charge controller
    1. Quant. if available
  2. EVSE charge controller
    1. Quant. if available
  3. ...
2. Categorize costs given other stakeholders needed to complete use case.
3. How does adoption or absence of standard affect cost? List factors increasing or decreasing costs.
4. Repeat for other use cases. Indicate costs added or saved when implementing other use cases
  1. If applicable. If subsequent implementations do not change cost structure, do not list.



## Stakeholder costs can yield private and social benefits



## What is the *incremental cost*\* to develop a standards-based smart charging system?

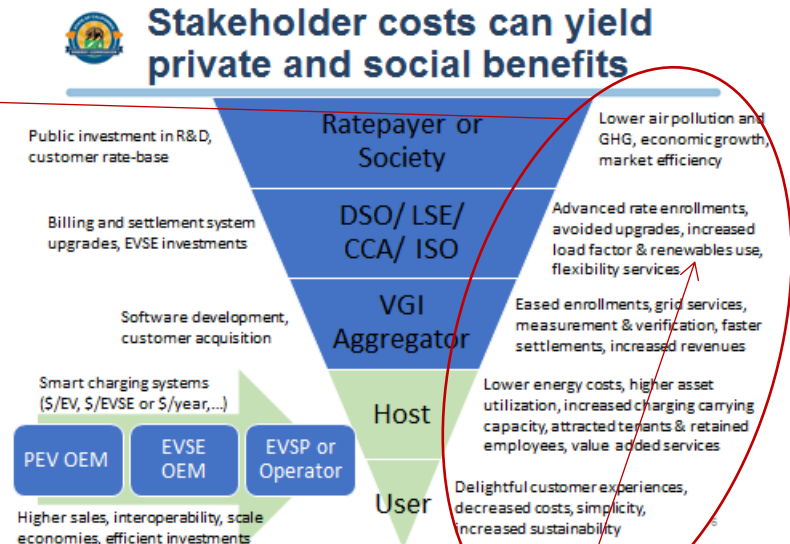


\*What are the reasonable counterfactual ("base cost") assumptions for the market? <sup>10</sup>



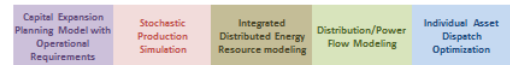
# List Benefit Categories achievable from implementing one use case

1. Standard 1
  1. Demand charge management
    1. Quant. if available
  2. Frequency regulation
    1. Quant. if available
  3. ...
2. Categorize benefits accrued to stakeholders.
3. How does adoption or absence of standard affect benefits? List factors increasing or decreasing benefits.
4. Repeat for other use cases. Indicate benefits added or lost when implementing other use cases
  1. If applicable. If subsequent implementations do not change cost structure, do not list.



## E3's VGI Benefit Matrix

- Drawn from energy storage, electric vehicle and smart grid frameworks
- Not exhaustively comprehensive, but intended to emphasize:
  - Mutually exclusive definitions
  - Focus on high value benefits
  - Different approaches to quantifying benefit





# Note: Listing Costs & Benefits

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- In the absence of knowing what existing (billing, metrology, communication) supporting systems or grid service markets or available or needed to complete service, list them.
  - Can be removed later if determined to be available.
  - Unavailable items can be noted as policy issues.
- Costs
  - Note assumed counterfactual charging system.
- Benefits
  - Working Group will be gathering Business Practice Manual and utility contract terms required for deliverability.
  - Can include qualitative, non-grid service benefits.



# Deliverable 2 Questions 1 & 2

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- Answers to Question 2 flow from analysis and synthesis of Question 1.
  - Juxtapose costs & benefits of implementations
    - Distinguish for use cases ***only with material changes*** in equipment structure or stakeholders involved
  - Combine and eliminate duplications in categories
  - Identify commonalities and options for net benefits
- Next Steps
  - Today: Identify SME teams designing implementations of standards and alternatives
  - Build upon cost/benefit presentations from 8/7 and more detailed instructions and outline
  - 9/5: Present on progress



# Questions or Feedback?

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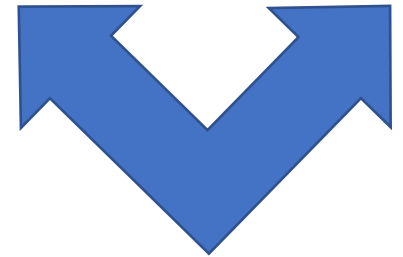




# Questions to keep in mind...

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- What benefits are accrued with certain information and what is foregone without it?
  - How is adoption enabled or hindered?
  - What will encourage private investment?
  - What future use cases are stifled without intelligence?
- What are the implementation costs if levelized over “widespread” scale?
  - Sensitivity to thousands of units? Millions?
- How can the efficiencies of a international automotive market be leveraged?
- What advanced technologies are concerning? How do risk tolerances differ among stakeholders?





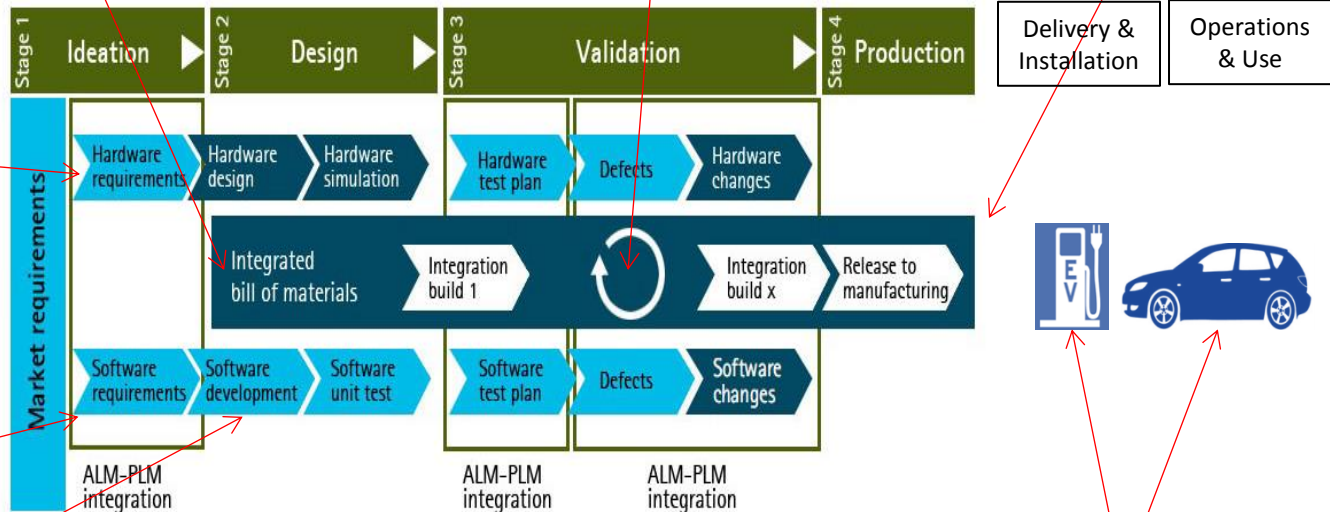
# What is the incremental cost\* to develop a standards-based smart charging system?

Integrated circuit: chipsets, modem, radios, powerline communication, memory, processor

Conformance and interoperation testing and certification

Ordering, supplier tooling, manufacturing, per-unit pricing

Vehicle and/or equipment-based charge controller



Requirements to implement a protocol(s)

Electrical & Software Engineering Labor

Use of open source or programming original code

Upgrades or Repair

\*What are the reasonable counterfactual (“base cost”) assumptions for the market? 11



# Stakeholder costs can yield private and social benefits

Public investment in R&D, customer rate-base

Ratepayer or Society

Lower air pollution and GHG, economic growth, market efficiency

Billing and settlement system upgrades, EVSE investments

DSO/ LSE/ CCA/ ISO

Advanced rate enrollments, avoided upgrades, increased load factor & renewables use, flexibility services

Software development, customer acquisition

VGI Aggregator

Eased enrollments, grid services, measurement & verification, faster settlements, increased revenues

Smart charging systems (\$/EV, \$/EVSE or \$/year,...)

PEV OEM

EVSE OEM

EVSP or Operator

Host

Lower energy costs, higher asset utilization, increased charging carrying capacity, attracted tenants & retained employees, value added services

User

Delightful customer experiences, decreased costs, simplicity, increased sustainability

Higher sales, interoperability, scale economies, efficient investments



# Achieving benefits for California relies on PEV charging data

Data should be

- Accountable
- Specific
- Verifiable
- Fungible
- Secure



Other non-policy uses for this data will exist!

| Select Agency ZEV Activities   |
|--|
| Reliable operation of the grid by <b>scheduling PEV demand</b>         |
| Locating electric vehicle <b>charging stations</b>                     |
| Open, <b>authenticated access</b> to public charging sessions          |
| <b>Charge control</b> per Time-Of-Use or Dynamic rates                 |
| Provision and settlement of <b>grid ancillary services</b> as DERs     |
| Accurate <b>receipt of commercial sale</b> of electric fuel            |
| <b>Monitoring traffic</b> flows/congestion, road capacity, and tolling |
| Validating <b>Credit Generation</b> for Low Carbon Fuel Standard       |
| <b>Analyzing utilization and maintenance</b> of deployed networks      |
| Improving load and generation <b>forecasting and grid planning</b>     |
| <b>Allocating construction</b> costs to drivers proportionate to use   |
| Target future <b>strategic investments</b> in charging networks        |
| Track <b>deployment, petroleum &amp; emissions</b> reduction goals     |
| Meet energy efficiency and <b>fleet procurement</b> targets            |

