California's Water-Energy Nexus Programs



Workshop on Water & Energy Efficiency Atlantic Council of the United States



Presented by: Shahid Chaudhry California Energy Commission June 19, 2012



Key Players in California Water Sector

- ➢ Dept. of Water Resources
- ➤Water Resources Control Board
- ➢ Dept. of Health Services
- ➢ Public Utilities Commission
- Cities, Counties, and Water/Sanitation Utilities
 - Energy Commission

U.S. 75x10³ GWhr (~ 3%) California: 22x10³ GWhr (~ 7.5%)



California's Electricity & Water Resources



CA's Elec. Generation: 208,600 GWh \rightarrow 5,680 kWh / person (2008) Consumption: 287,780 GWh \rightarrow 7,840 kWh / person

Annual Water Available in California → 82.5 MAF *i.e.* 101.76 km³

• Energy Use by Water Sector – California Case Study



CEC: W-E Report 2005 (using data for 2001)

Emerging Challenges in W-E Nexus

- ➢ Increasing Population → More Water & Energy Needs
- Traditional Water Sources
 - Dwindling Supplies + Deteriorating Quality + New Contaminants + Environmental & Regulatory Constraints (i.e. Stringent Regulations)
- Energy Intensive Technologies (UF, MF, UV, Ozone, MBRs, Desalination)
- > Water Related Energy Demand is Increasing @ Much Faster Rate
 - May be 50% More by 2030
- New Kids on the Block
 - GHG Emissions / Climate Change Impacts & Role of W / WW Sector, Carbon Neutrality, &
 - **Sustainability Considerations**



Sustainable Water-Energy Nexus

Energy Efficiency, D. Generation, Load Shifting

Premium Efficiency Motors; EE Pumps / Motor Systems;

Alternative Treatment Processes;

VFDs, DO Controls;

Fine Bubble Aerators;

SCADA Systems/Automation;

Water Storage /Pumping Management; CHP & CH4 Utilization @ WWT Plants

Renewable Energy Sources

--- Pros & Cons

PV, Wind Mature Technologies Fuel Cells, Solar Thermal --Emerging Technologies CPV RD&D Stage **Reducing Water Demand / Use**

Loss Reduction, Water Use Conservation / Efficiency

Improving Operational & Transfer Efficiency

Reducing Water Losses in Conveyance, Transfers, & Distribution Systems

Developing Local Water Supply Sources

Conjunctive Management & Groundwater Storage Surface Storage Water Recycling Desalination

Energy Partnership / Technical Assistance Program

Provides Technical Assistance in Identifying EE Projects through a Wide Range of FREE OF COST Services:

- Conducting Energy Audits
- Reviewing Existing Proposals & Designs / Equipment Performance Specifications, Reviewing Schematics / Construction Plans
- Reviewing Equipment Bid Specifications
- Comparing Different Technologies
- Assisting in Contractor Selection & Commissioning, etc.
- Eligibility:

Cities, Counties, Special Districts (Water & Wastewater Utilities), Public and/or Non-Profit Hospitals, Public Care Facilities, and Schools / Colleges / Universities.

Energy Financing Program

Low-Interest Loans to Implement Energy-Saving Measures

Eligible Projects - Examples:

Interior & Exterior Lights / Streetlights / LED Traffic Signals, Pumps, Motors, VFDS, HVAC Modifications,

Building Insulation,

Automated Energy Management Systems / Controls,

Energy Generation including RE Projects & Cogeneration,

Financing Criteria - Easiest & Simplest

Projects Must be: Technically & Economically Feasible; Simple Payback Period < 12 years based on Energy Costs Savings; & The Loan Term Can't Exceed the Useful Life of the Equipment.

Financing Amount:

Up to 100% of the Cost of EE / RE Projects or \$3 million per Application - Which Ever is Less.

Public Interest Energy Research (PIER) Program

California's Unique Energy RD&D Program – Advances Science & Technology in:

- EE, RE, Advanced Electricity Generation & Non-Generation Technologies, Energy-Related Environmental Protection; and T&D and Transportation Technologies.
- \$86.5 million / year through <u>Competitive Solicitations</u> and <u>Interagency</u> <u>Agreements</u>.
- Water-Energy Funding from IAW Research Category About 250 R&D Projects for > \$76 million



- Agricultural End-Use: 3%
- Agricultural Water Supply and 1% Treatment:
- Residential, Commercial and Industrial 11% Water End-Use:
- Residential, Commercial and Industrial Water Supply and Treatment :
- Wastewater Treatment: 1%

Energy Innovations Small Grant (EISG) Program –

Big Ideas, Small Investments

A Component of PIER Program,

Manages through San Diego State University Foundation,

Provides Individuals, Small Businesses, Non-Profits, & Academic Institutions up to:

- \$95,000 for Hardware Projects
- \$50,000 for Modeling Projects that Show the Practical Side of New, Innovative Energy Concepts.

Eligibility:

- Work Must Advance Science or Technology Not Adequately Addressed by Competitive and Regulated markets,
- Provides An Original Innovative Solution to a Significant Energy Problem,
- Proposes Work That is Still in the Proof-of-Concept Phase,
- Focuses on California Market Needs,
- Provides a Clear Potential Benefit to California Electricity Ratepayers, and
- Recipient and/or Subcontractor Must be California-Based Entity.

About 10 Projects: > \$766,000

Emerging Technology Demonstration Program

Specifically for IAW Sector Due to Huge Energy Use & Savings Potential

Eligibility Projects:

- Must Have Passed the "Proof-of-Concept" Stage,
- Have Had a Convincing Laboratory <u>OR</u> Pilot Scale Demonstration,
- Are Ready to be Demonstrated in Real-World in an Industrial Setting in an IOU Territory,
- Overcome Technological Barriers to Meeting State Policy Goals.

Round 1

- 19 Projects Funded (\$400K Max Award) (Industrial: 3, Data Centers: 4, Energy Storage: 3, W/WW: 9)
- \$5.75M in PIER Funds and \$5.21M in Match Funds

Round 2 – 2010/11 & 2011/12

• 20 Projects Funded \$6.89M with \$15M in Match (Industrial: 3, Data Center: 4, Energy Storage: 4, W/WW: 9)

• CPUC –

Embedded Energy in Water Pilot Programs

IOUs to Develop Partnerships with Water Agencies, Implement Specific Water Conservation & EE Programs, and Measure Embedded Energy Savings.

Operational Energy Efficiency Program (OEEP)

Investigating 10% Reduction in Electricity Use by Induction Motors Employed in Water Utilities.

California Process Optimization Program (CalPOP)

Specifically for Wastewater Utilities to Reduce Energy Use in Aeration Processes.

Cal DWR & Cal WRCB

20% Loans for Green Projects

• Got Questions?