



The Average Displaced Emissions Rate (ADER) Approach to Estimating Environmental Impacts of Clean Energy Technologies

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The Problem

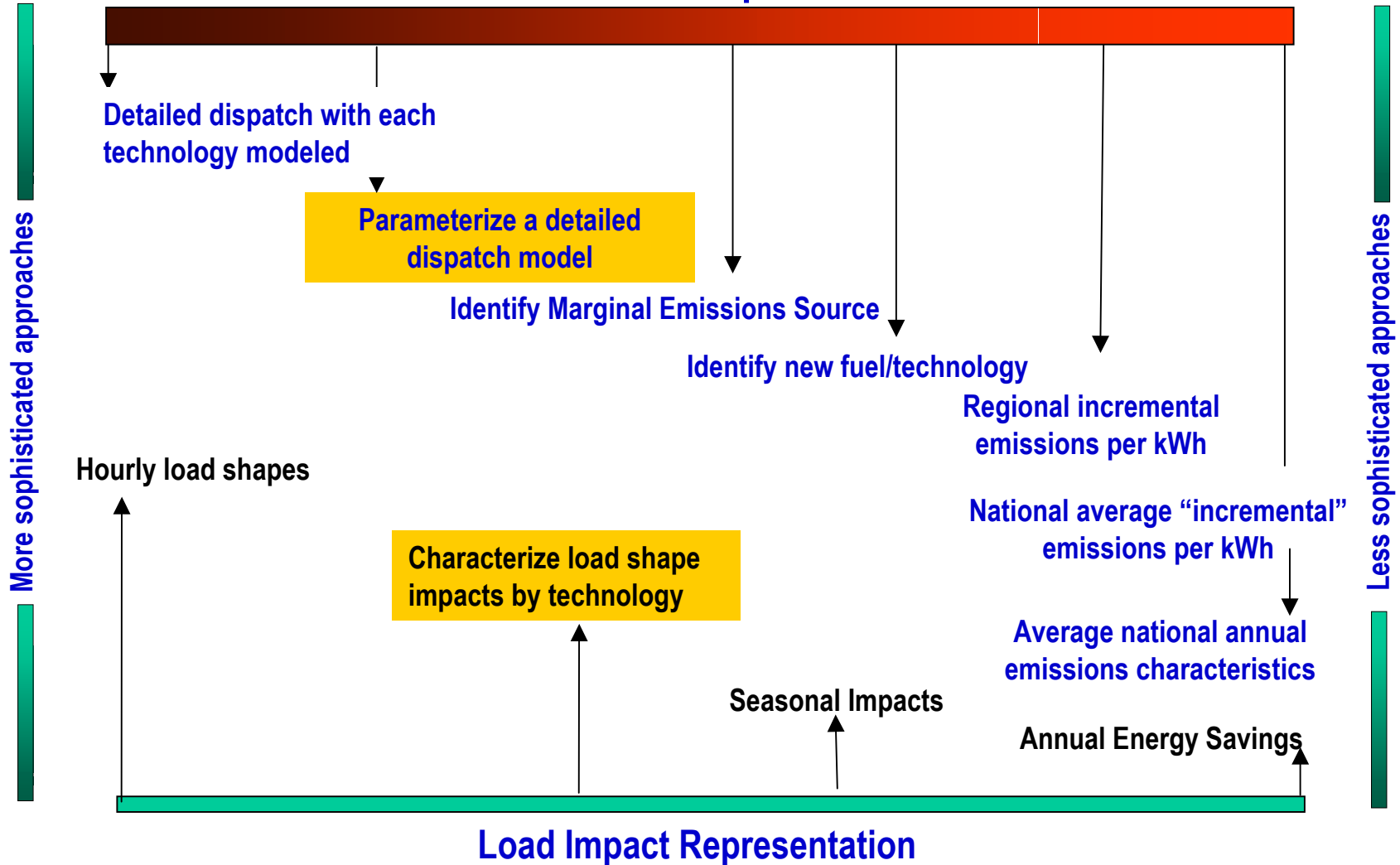
- ◆ How do you estimate the emissions (and other) impacts on the power system of end use or supply technologies that have the potential to be cleaner than other resources?
- ◆ Power system is complex
 - Highly integrated geographically
 - Forward looking decision making
 - Integrated with fuel and emissions markets
 - Economic, not environmental dispatch

Key Issues

- ◆ Key issues are
 - (1) How do you capture the response of the power (and inter-related markets) to changes in resources?
 - (2) How do you capture the geographic and temporal patterns of efficiency, renewables or other energy supply impacts?
- ◆ Broad range of methodologies in terms of complexity

Range of Methodologies Applied

Power Market Representation



Average Displaced Emissions Rate (ADER) Methodology

- ◆ Parameterize a detailed, regional dispatch and capacity expansion model (ICF's Integrated Planning Model (IPM[®]))
- ◆ Identify the impacts on the power system resulting from changes in load for series of unique "hour blocks"
- ◆ Hour blocks -- periods of time that are grouped because
 - (1) power system characteristics are similar,
 - (2) similarly affected by energy efficiency programs.

Hour Blocks Modeled

	Winter			Summer		
	Weekday	Peak Day	Weekend	Weekday	Peak Day	Weekend
12 AM - 1 AM	1	1	1	6	6	6
1 AM - 2 AM	1	1	1	6	6	6
2 AM - 3 AM	1	1	1	6	6	6
3 AM - 4 AM	1	1	1	6	6	6
4 AM - 5 AM	1	1	1	6	6	6
5 AM - 6 AM	4	4	1	9	9	6
6 AM - 7 AM	4	4	1	9	9	6
7 AM - 8 AM	2	2	5	7	7	10
8 AM - 9 AM	2	2	5	7	7	10
9 AM - 10 AM	2	2	5	7	7	10
10 AM - 11 AM	2	2	5	7	7	10
11 AM - 12 PM	2	2	5	7	7	10
12 PM - 1 PM	3	3	5	8	8	10
1PM - 2 PM	3	3	5	8	8	10
2 PM - 3 PM	3	3	5	8	8	10
3 PM - 4 PM	3	3	5	8	8	10
4 PM - 5 PM	3	3	5	8	8	10
5 PM - 6 PM	3	3	5	8	8	10
6 PM - 7 PM	3	3	5	8	8	10
7 PM - 8 PM	4	4	5	9	9	10
8 PM - 9 PM	4	4	5	9	9	10
9 PM - 10 PM	4	4	5	9	9	10
10 PM - 11 PM	1	1	1	6	6	6

ADER Methodology

- ◆ National model with regional detail
 - Explicitly captures inter-regional interactions
- ◆ Dynamic, long-term planning model
 - Forward looking
- ◆ Explicitly handles environmental/emissions and fuel markets
 - Cap and trade and other constraints and feedbacks modeled

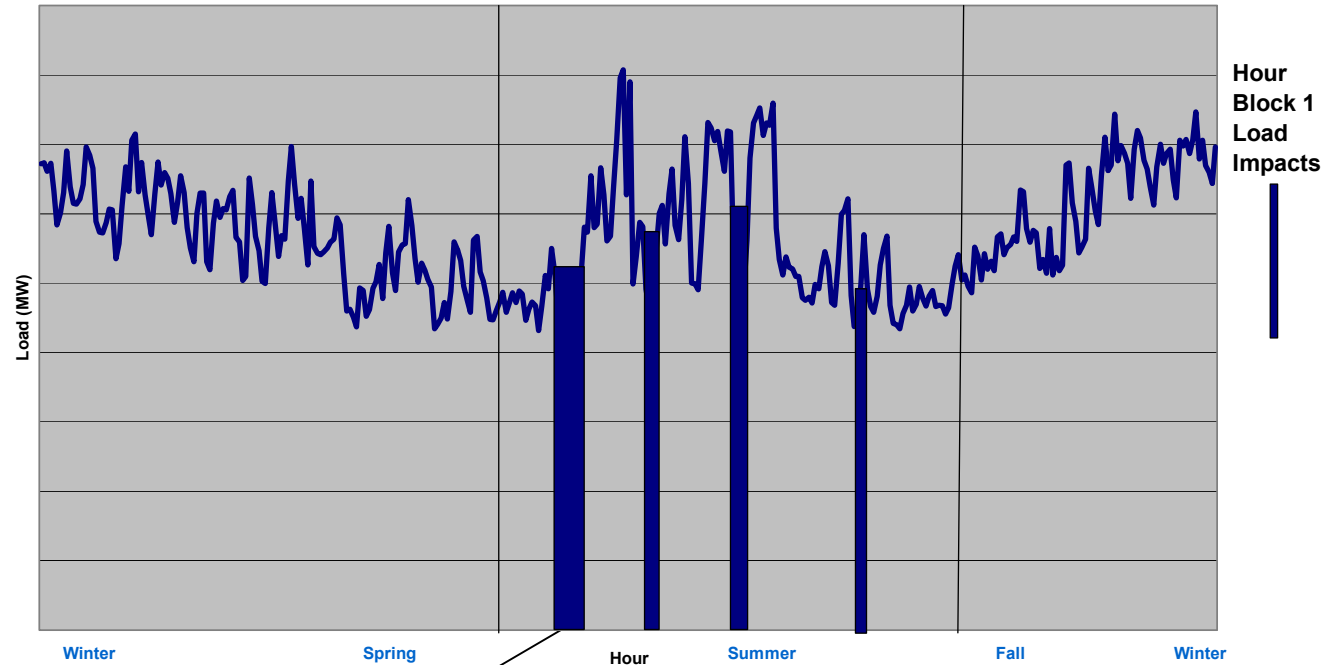
Hour Blocks Representation

- ◆ Example: 10 pm to 5 am on winter week- and peak days + winter weekends 10 pm am through 7am comprise unique hour block;
- ◆ Comparable hours in summer comprise a second unique hour block
- ◆ Any number of hour blocks could have been done; 11 unique hour blocks were examined to limit runs
- ◆ Hour block impacts were examined in isolation, one region at a time – five regions x 11 hour blocks = 55 runs of the model
- ◆ Renewables, CHP, modeled directly.

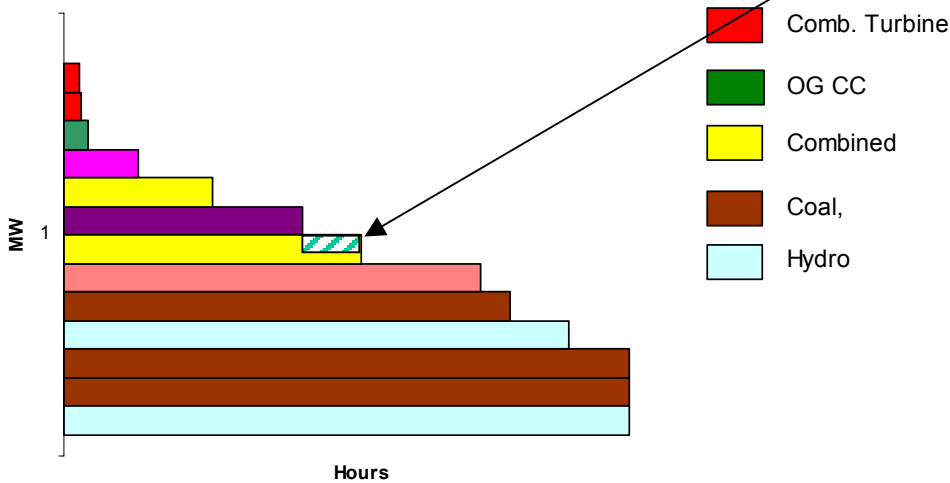
Using ADER: Load Shape Representation

- ◆ DOE2 - developed representative load shapes by climate zone. Any load shapes can be used
- ◆ Pair ADER factors (e.g, lbs/kWh) with load shape data by hour blocks
- ◆ $\sum_{REG} \sum_{HB} \{MWh_{HB} * ADER \text{ lbs/MWh}_{HB}\} = \text{Annual Emissions Impact}$
- ◆ Impacts are 2 part –
 - In the region of penetration),
 - All other regions,
 - Sum represents national impacts

Illustrative Load Shape Impact Curve



Illustrative Dispatch Curve



- Entire dispatch adjusts, including infra-marginal units
- Inter-regional interactions captured
- Emissions market considerations are factored in
- Response reflects longer term considerations

Observations

- ◆ Marginal rates vs. “displaced” emissions
- ◆ Load shape impacts
- ◆ Operating constraints (e.g., environmental regulations)
- ◆ Regional resolution and degree of impact; other programs/regional activities
- ◆ Baselines
- ◆ Methods to estimate the potential impacts in the face of emissions caps