

# **How Tucson Electric Power** Benefits from the PI System

Presented by **Stan Hollowell Tucson Electric Power** 



## Speaker Intro: Stan Hollowell

- 20+ years Electrical Utility Experience
  - Energy Services Manager
  - Operations Technology Manager: SCADA, EMS, OMS, Historian
  - Operations Programs and Project Manager
  - NERC Critical Infrastructure Protection, Cyber Security
  - Automation: Generation, Transmission, Distribution
- Educational Experience
  - Degree Earned: BS-Information Technology
  - In process: MBA



## **Agenda**

Who is Tucson Electric Power

 Challenges to TEP and the industry

 How PI System helps resolve the challenges



#### **About TEP**

- Began delivering power in 1880
- The second-largest investor owned utility in Arizona
- Largest corporation in Southern Arizona



## **TEP System**

• Over 450,000 Customers

3,300 MW Peak Load\*

2,300 MW Generation\*\*

300 MW Renewables\*\*\*

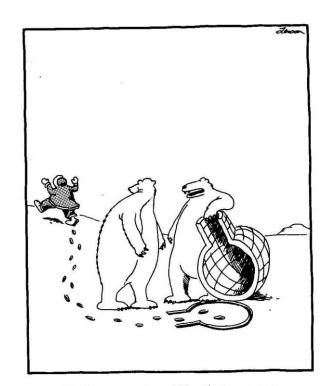


## The Triple Challenge

Meeting Customer Demand

 Maintaining System Reliability

 Improving Environmental Performance



"I lift, you grab. ... Was that concept just a little too complex, Carl?"

"It's frustrating that companies have a better sense of the value of their office furniture than their information assets."



- Doug Laney, Gartner

#### **Meeting Customer Demand**

Data collection and dissemination was a growing problem at TEP. To further complicate the issue, questions about the integrity of the data, essentially, rendered information useless.

Consolidate multiple data sources in the PI Server and provide

One Version of the Truth.





#### **Business Challenge**

- Transform the use of PI System from a Department Tool to an Enterprise Solution
- Provide information to internal and external customers

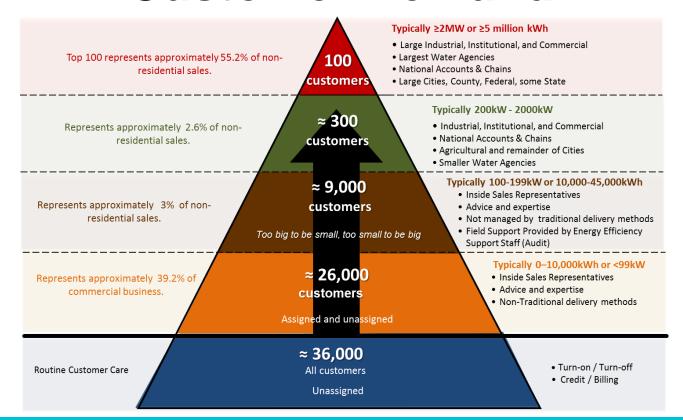
#### **Solution**

- Implement PI System at the Corporate level
- Implement PI System at the Generation level
- Develop organizational training program

#### **Results and Benefits**

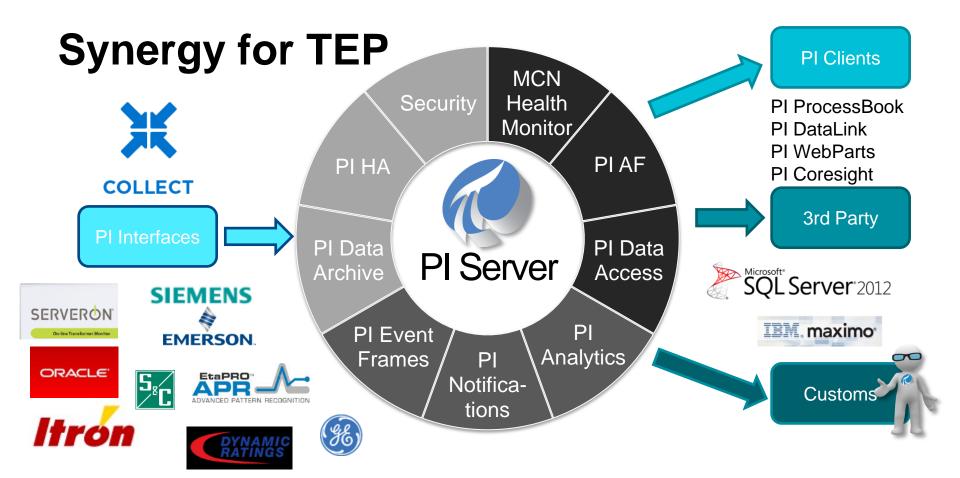
- Enhanced utilization of existing assets
- Improved leverage of Intellectual Capital
- Increased Data Value

#### **Customer Demand**

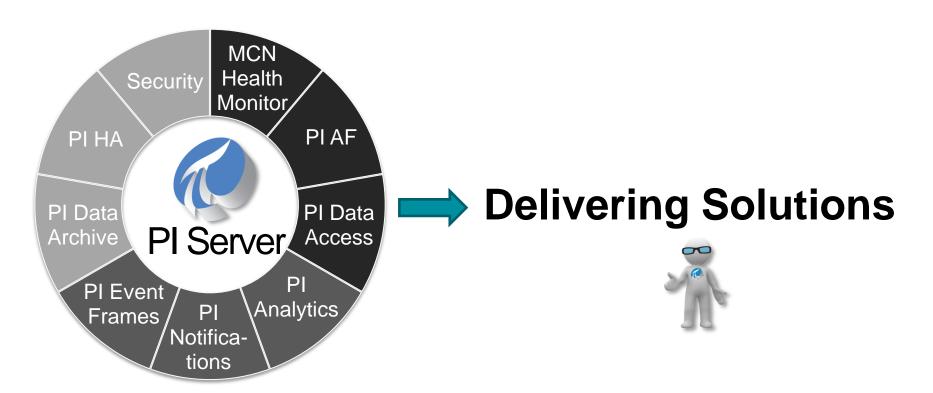


**Energy Solutions Provider** THE UNIVERSITY

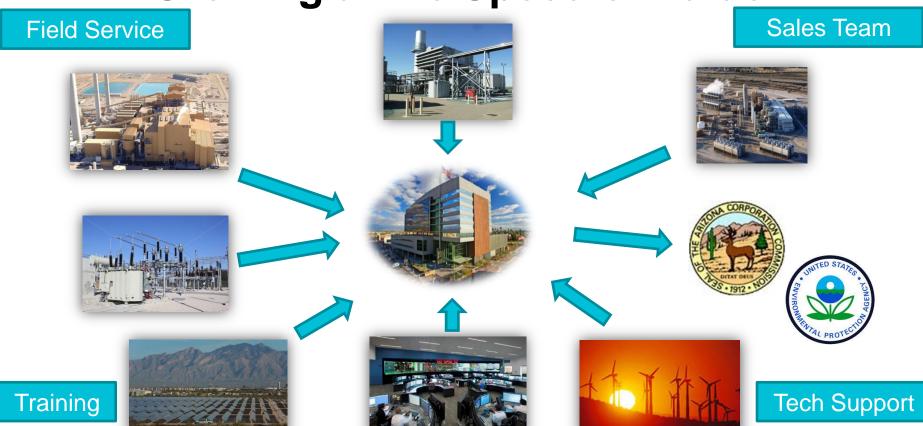
OF ARIZONA SmartGeneration **Back Office MCN** Health Security **Monitor** Demand agement Response **PIAF** PI HA Building SmartBuilding Smart Meter **DER** (Distributed Energy Resources) PI Data PI Data Roof Top Web Portal Solar Panel Archive<sup>®</sup> Access TOU (Time-of-Use) Pricina Solar Panel PI **Building EMS** PI Event (Energy Management In-Home Display Systems) Analytics Frames PI Thermost **SmartEndUse** Notifications EPEI BUSTINIE POWER © Electric Power Research Institute. All Rights Reserved INTERNATIONAL AIRPORT TUCSON AIRPORT AUTHORITY



## Collecting more than data...



**Growing at the Speed of Value** 



## Balancing Reliability and Economics

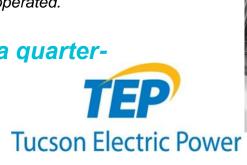
Raising awareness of the cost of doing business. The utility business is changing and so is the way its operated.

"People don't want to buy a quarter-inch drill. They want a quarter-inch hole!"

- Theodore Levitt

#### **Business Challenge**

- To provide system
   Reliability and Grid
   Resiliency at an affordable price
- Balance the cost of generation by fuel type



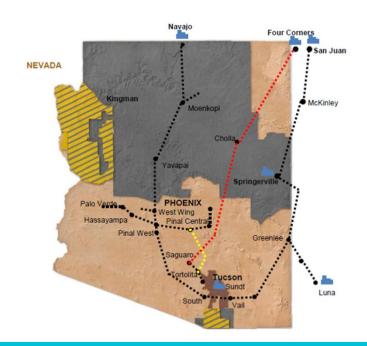
#### **Solution**

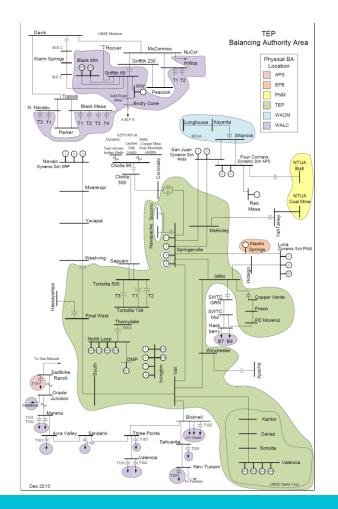
- Reduce the number of "clicks"
  - Consolidate displays and provide information that makes it easier for the operators to perform critical tasks

#### **Results and Benefits**

- Enhanced displays with consistent look and feel
- Less confusion
- Improved efficiencies and response times

## **Reliability - Previous**

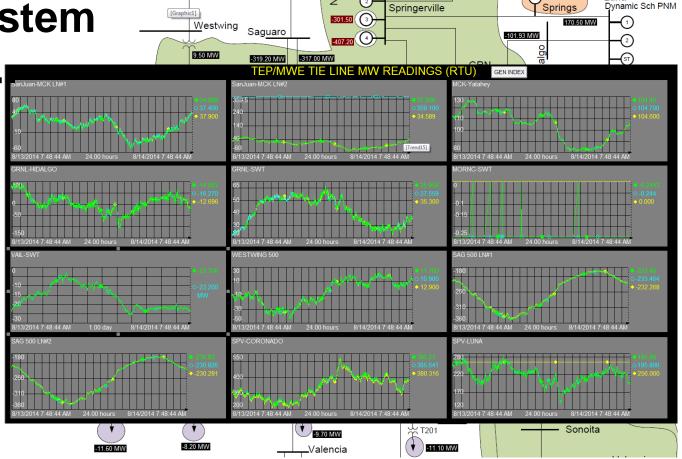




**Using PI System** 

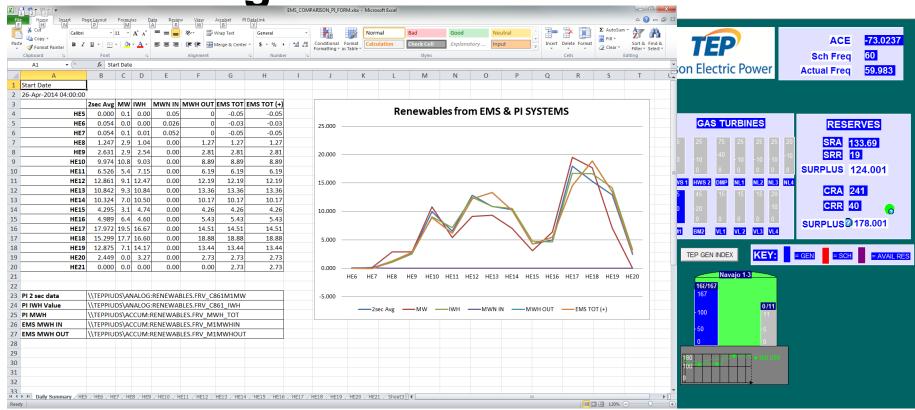
to change...

# Latitude and Attitude

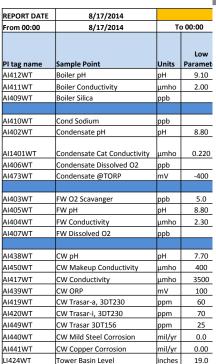


Luna

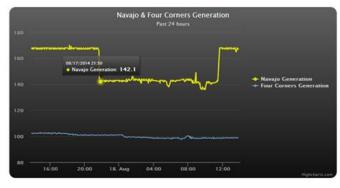
## **Balancing Resources with Demand**



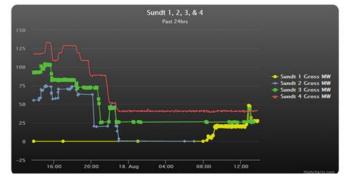
## **Enhanced Reports & Dashboards**



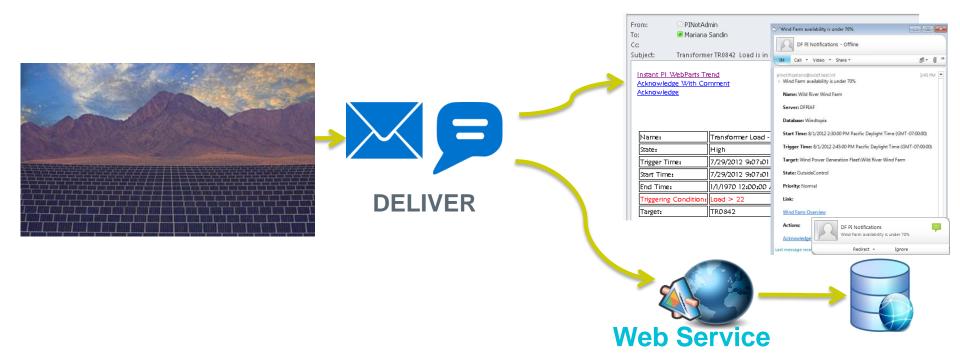








#### PI Notifications and Alerts



# Improving Environmental Performance

TEP is required to supply increasing amounts of renewable energy, with a target of 15 percent of total power sales by 2025.

How do we develop Energy Efficiency programs that benefit everyone?



 How are the customers using electricity differently than in the past?

**Business Challenge** 

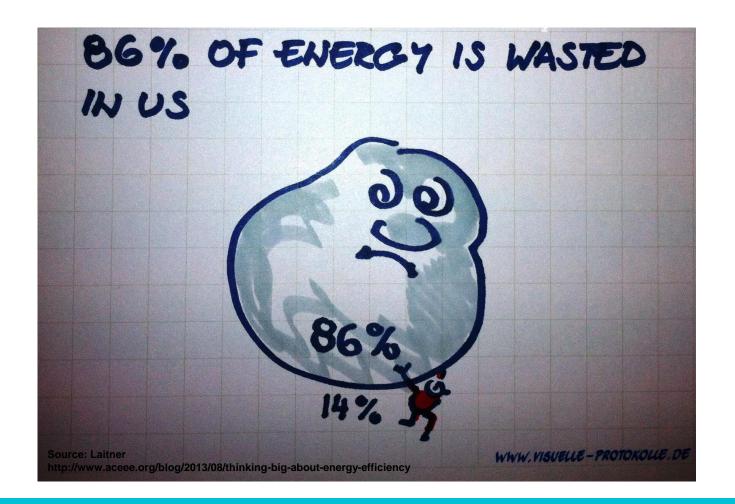
 The difference between Integrated Resource Planning and Integrated Distribution Planning.

#### **Solution**

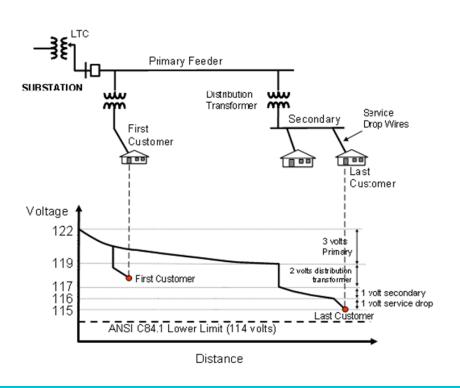
- Enhanced load profiles from Conservation Voltage Reduction [CVR] Pilots
- Development of Economic Displays
- Solar Forecasting

#### **Results and Benefits**

- Ability to make quicker decisions
- Ability to make "smarter" decisions
- Transition from "I think" to "I know".



#### **Energy Reduction of 1.3% to 3%**

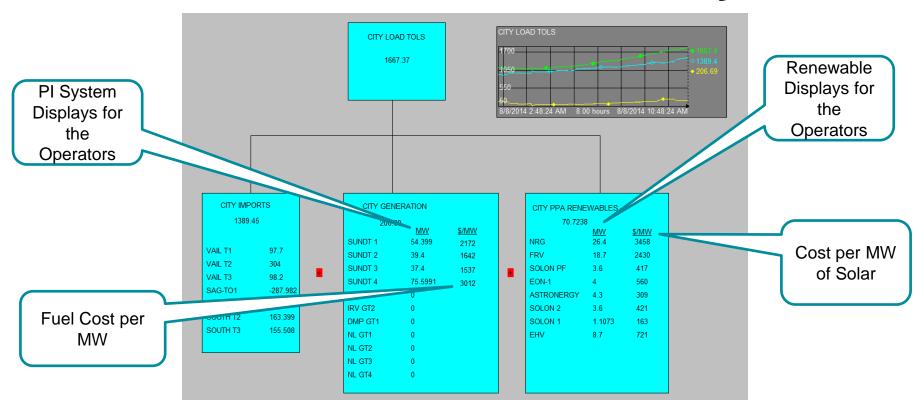


- Volt-VAR Optimization
   [VVO] is a fundamental
   operating requirement of all
   electric distribution systems
- The purpose of VVO is to maintain acceptable voltage at all points along the distribution feeder under all loading conditions, thus reducing losses

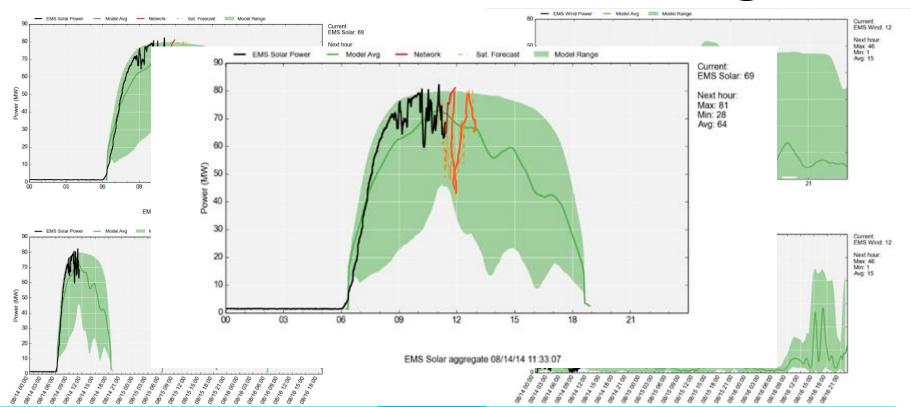
#### **CVR Pilots: Testing Energy Reductions**



## **Economic vs. Reliability**



## **Solar and Wind Forecasting**



## PI System is Critical Path for a number of 2014 – 2017 Projects

- Several already approved projects will rely on PI System as an enabling technology:
  - Operations PI System
  - Generation PI System
  - Corporate PI System
  - **Demand Response**
  - Volt/VAR Optimization
  - Solar Forecasting
  - **Distribution Generation**
  - Conservation Voltage Reduction

#### Other tentative projects will also rely on PI System:

- ✓ Distribution Automation
- **Existing Generation Units**
- **Additional Generation Units**
- ✓ AMI/AMR Integration
- ✓ Asset Management and Condition **Based Maintenance**
- ✓ Environmental Data Collection
- Testing Battery and Storage Capacity

# Benefits - going from a Cost Center(\$) to Profit Center(\$)

- Consolidation of server farms saved over \$200,000 in hardware savings in a single year
- Consolidate numerous "apps" saved \$100,000 in licensing fees alone
- Enhanced reporting process saving over 4,000 hours a year

## **Intangible Benefits**

Improved Collaboration



Better
Quality of
Life

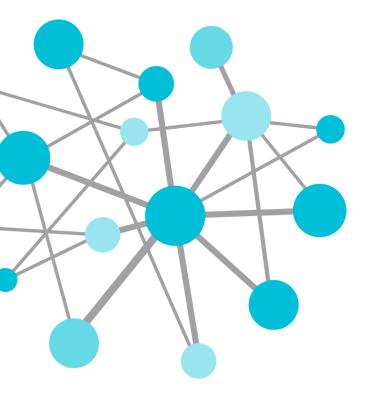
Enhanced Information Exchange

Quicker Decision Making

#### **Stan Hollowell**

- shollowell@tep.com
- Energy Services Manager
- Advisory Council Member to the CEO and Board of Directors
- Tucson Electric Power



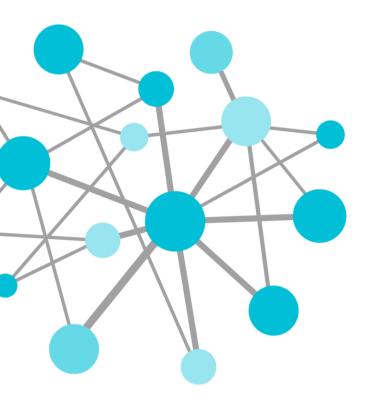


## Questions

Please wait for the microphone before asking your questions



State your name & company



THANK
YOU



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