Southern California Edison's Climate Adaptation Vulnerability Assessment (CAVA)

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# Climate Adaptation – Regulatory Framework for CA's IOUs

### **Vulnerability Assessment**

- IOUs must identify actual or expected climatic impacts to assets, operations, services, and communities
- Climate scenarios to assess vulnerability must adhere to projections from the most recent California Statewide Climate Change Assessment, specifically the "business as usual" RCP 8.5 projections
- Climate variables in scope: Temperature, Sea-level Rise, Wildfire, Precipitation & Cascading Impacts
- Primarily assess mitigation needs for 20-30 years in the future, as well as 10-20 and 30-50 years out
- Frequency: Every four years, with first one due April 22 of 2022

### Disadvantaged and Vulnerable Communities (DVCs)

- IOUs required to identify and collaborate with DVCs around climate adaptation
- Must file and implement a **Community Engagement Plan (CEP)** informed by community input
- Consult DVCs during the Vulnerability Assessment (VA) process to ensure equity in adaptive capacity

# SCE's Climate Adaptation and Resilience Planning Scope



The Vulnerability Assessment work was foundational for identifying major risks and developing internal capacity to inform future efforts

### SCE's Climate Adaptation Vulnerability Assessment (CAVA)



\*Temperature, sea level rise, precipitation and flooding, wildfire, and cascading events

### CAVA 2050 exposure results and findings



### Adapting for Tomorrow: Powering a Resilient Future

<ul><li>Key Findings Demand Urgent Action:</li><li>The cost to invest in climate</li></ul>	<b>AVERAGE TEMPERATURE 5°F</b> projected* increase relative to historical averages	<ul> <li>Existing infrastructure will become less efficient, resulting in reduced line capacity and higher transformer losses</li> <li>Useful life of assets will decrease</li> </ul>
adaptation now is far less than the cost of inaction — both for the economy and public health and safety.	<b>PRECIPITATION</b> 40% projected decline in snowpack and more variable year-to-year precipitation with more intense drought and fewer, more intense precipitation events	<ul> <li>Infrastructure will need to be designed to withstand more intense storm surges and flooding</li> <li>Hydroelectric generation could become less reliable if current drought continues or in the event of future prolonged droughts</li> </ul>
<ul> <li>As society decarbonizes in a changing climate, we need modernized</li> </ul>	<b>SEA LEVEL RISE</b> 2.6 feet projected sea level rise relative to the year 2000	- Infrastructure and communities in some coastal areas will be at higher risk of flooding
<ul><li>planning for the grid to power communities in an uncertain future.</li><li>Given the interdependencies of</li></ul>	<b>EXTREME HEAT 7X</b> more likely, on average, to experience temperatures as hot as or hotter than historical 99 <sup>th</sup> pctl. temp	<ul> <li>Worker safety standards will need to account for heat</li> <li>Peak load could increase significantly</li> <li>Equipment will not cool overnight during intense heat waves,</li> <li>reducing capacity and useful life of some equipment</li> </ul>
critical infrastructure, it takes all of us working together to confront the climate crisis	WILDFIRE 23% more land projected to burn in summer fuel-driven wildfires; wildfire season expected to be longer	<ul> <li>Conditions more conducive to wildfire ignition and spread</li> <li>Impacted service centers may not be able to operate or perform key functions during wildfires</li> </ul>

### Southern California Edison's Path to Climate Adaptation Investments

#### SCE's Climate Adaptation Vulnerability Assessment (CAVA)

*Filed May 13, 2022* California's first CAVA

- Required by CPUC Decision 20-08-046.
- Envisioned by CPUC as an intermediate step to identify the risks of climate change and adaptation options.
- CPUC directed IOUs to seek approval of specific projects for climate adaptation in their General Rate Case (GRC) or other proceedings.

#### SCE's 2025-2028 General Rate Case (GRC)

#### Filed May 12, 2023 California's first GRC that includes climate adaptation requests

- Incorporates prioritized adaptations for risks identified in the previous CAVA filing across Generation, Transmission, and Distribution, as well as enabling initiatives across the enterprise to deepen its understanding of future physical climate risks.
- Proposed climate adaptation investments include >\$100M of capital investments across Generation and T&D, as well as O&M investments across the enterprise to support future climate adaptation assessments.

## Translating CAVA Findings into GRC Investment Requests

CAVA Results	GRC Development	
At Risk Assets (2030)	Aligned with GRC timeLeast RegretsIntegrated intoFeasibility offrame (2025-28)investmentsexisting programsImplementation	
At Risk Assets (2050)	<ul> <li>Address both 2030 and 2050 exposure risks</li> <li>Increase reliability and/or resilience</li> <li>Climate adaptation scope "fits" within existing O&amp;M, replacement and/or new construction programs</li> <li>Utilizes existing technologies or</li> </ul>	
At Risk Assets (2070)	identifies feasible alternate technologies	

## Overview of proposed adaptations

Climate Variable	At Risk Assets	Adaptation Investments	
Transmission and Sub-transmission			
Wildfire	Wood poles, sub- transmission conductors	Pole brushing for wood poles to reduce damage risk to poles and conductors	
Distribution			
Wildfire	Distribution lines	Install new wires solutions (circuit tie lines) for increased operational flexibility	
Flooding	Distribution lines	Install new wires solutions (circuit tie lines) for increased operational flexibility	
	Pad-mounted equipment	Replace and/or upgrade with climate-resilient designs	
Temperature	Substation transformers	Expand scope of substation transformer replacements in 2028, informed by climate change	
	Distribution service transformers	Pilot program to proactively replace pad-mount transformers due to stress from extreme heat	
Generation			
Wildfire	Hydro facility	Site specific vegetation studies leading to Generation, IT, and/or Distribution upgrades to increase wildfire resiliency	
Flooding	Hydro facility	Stochastic Event Flood Modeling (SEFM) for all High Hazard dams to identify potential flooding risks	
		Monitoring equipment installations informed by 2018 SEFM analysis results	
Temperature	Natural gas peaker plant	Upgraded HVAC systems to reduce chance of forced outage during extreme heat events	
Cascading events	Hydro facility	Debris Boom installations to protect against debris flow into dams	

## Next steps – Climate Informed Planning

### Planning processes

- Climate-informed changes to:
  - Distribution System Planning
  - Transmission System Planning
  - Infrastructure Replacement
  - Other planning processes and programs
- New/upgraded systems and/or planning tools (to include climate variables and extend planning horizons)
- New IR programs for key distribution assets impacted by climate change

### Design standards

- Reflect increased temperature impacts on loading and equipment sizing
  - Temperature-load relationship under revised 1-in-10 peak analysis
  - Equipment loading standards incorporate changing load factor estimates
- Reflect other climate variables in equipment designs
  - Fire, flood, debris flow resistance
- New equipment testing; new supplier classification

## Climate Informed Planning Processes - Examples

- Integrated Resource Planning (IRP)
  - Future hourly temperature projections informing demand and supply sides of IRP planning
    - Demand
      - Incorporated temperature projections in HDDs and CDDs which impacted future heating/ cooling loads
    - Supply
      - Incorporated temperature projections in thermal, solar and battery storage outputs, reducing expected performance of these generation assets during high temperature hours
- System Reliability Analysis
  - Climate inform 20+ weather years being used in stochastic Loss of Load Expectation (LOLE) analyses with climate change "adder" to reflect earth warming conditions
- Substation Transformer Replacement
  - Developed climate-informed health index with 2030 temperature projections (number of days over 104F in 2030), resulting in three additional substation transformer replacements proposed in the 2025 GRC

### Questions?

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