## **Categorical Exclusion Determination**

Bonneville Power Administration
Department of Energy



**Proposed Action:** Aggregated Demand Response Pilot Program Agreement

**Project Manager:** Mark Miller, Account Executive – PTL-5

Locations: Throughout the BPA service territory in Washington, Oregon, Idaho, and Montana

<u>Categorical Exclusion Applied (from Subpart D, 10 C.F.R. Part 1021)</u>: B5.1 Actions to conserve energy or water; B4.4 Power marketing services and activities

<u>Description of the Proposed Action</u>: BPA proposes to enter into a short-term aggregated demand response pilot program agreement with EnerNOC, an energy-management services corporation. Under the terms of the agreement, EnerNOC would work with BPA to aggregate and dispatch demand response assets from loads served by BPA power customers. The pilot program would primarily focus on load reductions available at existing commercial and industrial facilities. These loads would be used to test a commercial aggregator's ability to respond to BPA's signals during demand response events and deliver capacity for balancing reserves and operational flexibility.

All demand response under the pilot program agreement would be provided from existing grid infrastructure and all generation sources used to serve loads would continue to operate within normal operating limits. Under the proposed agreement, participating facilities are not permitted to use on-site generation to provide load reductions. Communications and metering equipment necessary to participate in the program would be installed in previously disturbed or developed areas.

<u>Findings</u>: In accordance with Section 1021.410(b) of the Department of Energy's (DOE) National Environmental Policy Act (NEPA) Regulations (57 FR 15144, Apr. 24, 1992, as amended at 61 FR 36221-36243, July 9, 1996; 61 FR 64608, Dec. 6, 1996, 76 FR 63764, Nov. 14, 2011), BPA has determined that the proposed action:

- (1) fits within a class of actions listed in Appendix B of 10 CFR 1021, Subpart D (see attached Environmental Checklist);
- (2) does not present any extraordinary circumstances that may affect the significance of the environmental effects of the proposal; and
- (3) has not been segmented to meet the definition of a categorical exclusion.

Based on these determinations, BPA finds that the proposed action is categorically excluded from further NEPA review.

Date: *January 26, 2015* 

/s/ Jeffrey J. Maslow

Jeffrey J. Maslow Environmental Protection Specialist

Concur:

<u>/s/ Katherine S. Pierce</u> Katherine S. Pierce NEPA Compliance Officer

Attachment(s): Environmental Checklist

## **Categorical Exclusion Environmental Checklist**

This checklist documents environmental considerations for the proposed project and explains why the project would not have the potential to cause significant impacts on environmentally sensitive resources and would meet other integral elements of the applied categorical exclusion.

**Proposed Action:** Aggregated Demand Response Pilot Program Agreement

Project Site Description							
Commercial and industrial facilities throughout the BPA service territory.							
Evaluation of Potential Impacts to Environmental Resources							
	Environ	mental Resource Impacts	No Potential for Significance	No Potential for Significance, with Conditions			
1.	Historic and Cult	ural Resources					
Explanation: No potential to affect historic and cultural resources.							
2.	Geology and So	pils	<b>~</b>				
	Explanation: No	potential to affect geology and	soils.				
	Plants (including species)	federal/state special-status	<b>V</b>				
	Explanation: No	potential to affect plants.					
4.	Wildlife (includin status species a	g federal/state special- nd habitats)	<b>V</b>				
	Explanation: No	potential to affect wildlife.					
5.		Floodplains, and Fish al/state special-status s)	<b>V</b>				
	Explanation: No	potential to affect water bodie	es, floodplains, and fish.				
6.	Wetlands		<b>~</b>				
	Explanation:	No potential to affect wetland	ds.				

7.	Groundwater and Aquifers	<b>V</b>				
	Explanation: No potential to affect groundwater and aqu	ifers.				
8.	Land Use and Specially Designated Areas	<b>▽</b>				
	Explanation: No potential to affect land use and specially designated areas.					
9.	Visual Quality	<b>V</b>				
	Explanation: No potential to affect visual quality.					
10.	Air Quality	<b>V</b>				
	Explanation: No potential to affect air quality.					
11.	Noise	<b>V</b>				
	Explanation: No potential to affect noise levels.					
12.	Human Health and Safety	<b>V</b>				
	Explanation: No potential to affect human health and saf	ety.				
Evaluation of Other Integral Elements						
The proposed project would also meet conditions that are integral elements of the categorical exclusion. The project would not:						
~	Threaten a violation of applicable statutory, regulatory, or permit requirements for environment, safety, and health, or similar requirements of DOE or Executive Orders.					
	Explanation, if necessary:					
<b>~</b>	Require siting and construction or major expansion of war facilities (including incinerators) that are not otherwise c		treatment			
	Explanation, if necessary:					
<b>V</b>	Disturb hazardous substances, pollutants, contaminants, products that preexist in the environment such that ther <a href="Explanation">Explanation</a> , if necessary:					

<b>V</b>	Involve genetically engineered organisms, synthetic biology, governmentally designated noxious weeds, or invasive species, unless the proposed activity would be contained or confined in a manner designed and operated to prevent unauthorized release into the environment and conducted in accordance with applicable requirements, such as those of the Department of Agriculture, the Environmental Protection Agency, and the National Institutes of Health.			
	Explanation, if necessary:			
Landowner Notification, Involvement, or Coordination				
Description: None required.				
Bas	sed on the foregoing, this proposed project does not have the potential to cause significant impacts			

Based on the foregoing, this proposed project does not have the potential to cause significant impacts on any environmentally sensitive resources.

Signed: <u>/s/ Jeffrey J. Maslow</u> Date: <u>January 26, 2015</u>