

Community Microgrid planning and design

A resilient clean energy solution

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Making Clean Local Energy Accessible Now

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To accelerate the transition to renewable energy and a modern grid through technical, policy, and project development expertise



- A wealth of experience in microgrid planning and engineering
 - Developing projects that provide unparalleled economic, environmental, and resilience benefits.
- Renewable energy modeling and design
 - 15+ Community Microgrid feasibility assessments completed to date with clients including Stanford University, various Fortune 500 companies, and multinational independent power producers (IPPs);
 - 2 California Energy Commission (CEC) grants;
 - 1 Department of Energy (DoE) grant;
 - 1 National Renewable Energy Lab (NREL) contract.
- Experience working with utilities
 - Investor-owned utilities (IOUs): PG&E, SCE, SDG&E, PSEG Long Island;
 - Municipal utilities: CPAU, LADWP, SMUD;
 - Current active projects with PG&E, SDG&E, SCE, CPAU.

Community Microgrid planning and design presentation outline



- Current situation
 - Lack of resilience.
- Traditional grid and microgrids
 - Microgrid vs. Community Microgrid;
 - Benefits and components.
- Community Microgrid planning and design methodology.

Current situation: Public Safety Power Shutoffs (PSPS) outages

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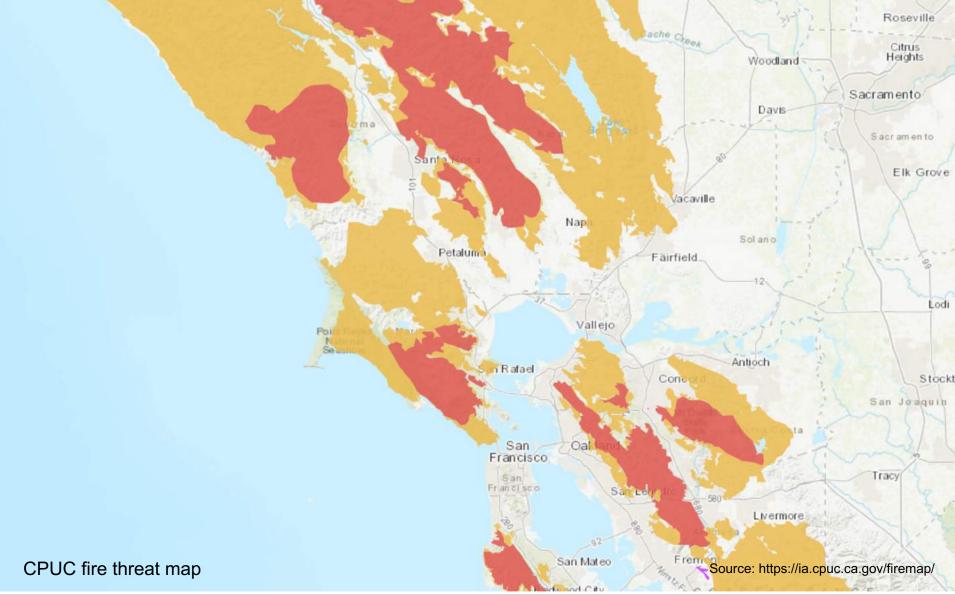
WHICH CUSTOMERS ARE MOST LIKELY TO HAVE THEIR POWER TURNED OFF?

If we need to turn off power for safety, it will be limited to neighborhoods or communities served by electric lines that run through areas experiencing extreme fire danger conditions. We will turn the power back on as soon as it is safe to do so. The most likely electric lines to be considered for shutting off for safety will be those in areas that have been designated by the California Public Utilities Commission (CPUC) as at extreme risk for wildfire (Tier 3 areas).

- Negative impact: Critical facilities, businesses, and residents lose power during planned shutdowns and cannot provide services.
- Microgrids can provide a solution to keep power on; however, local hazards (e.g. local fire threats) need to be considered to be considered in the design process.

Current situation: Lack of resilience

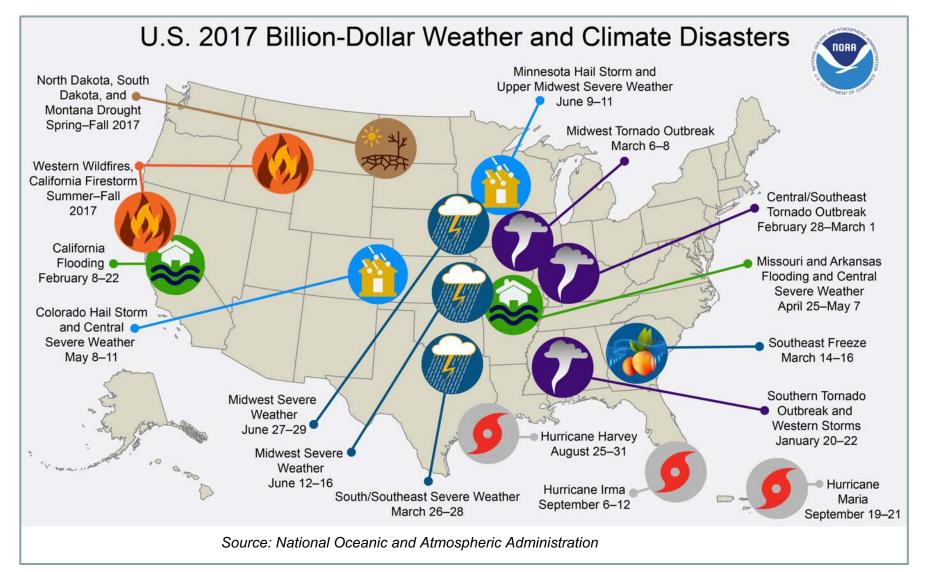
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Current situation: \$1B+ weather events in U.S. Jan – Sept 2017



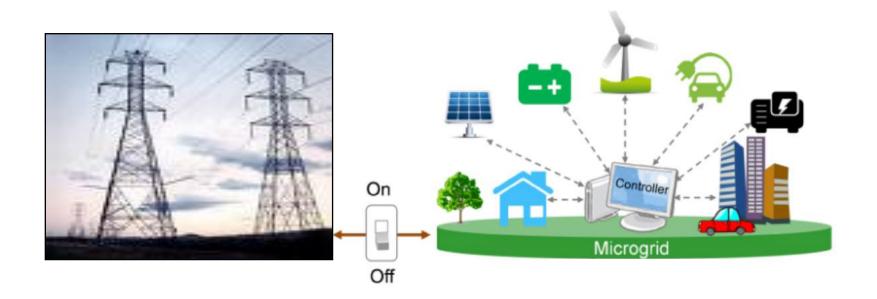




- Resilience: The ability to keep critical loads online indefinitely in the face of extreme or damaging conditions
 - This is Clean Coalition's definition of resilience;
 - Focused on reducing outage duration, cost, and impact on critical services;
 - Timescale: hours or days.
- **Power quality:** Issues with harmonics, power factor, etc.; related to voltage, frequency, and waveform of electricity on the grid
 - Timescale: micro-seconds.
- **Reliability:** Measured after 5 minutes of grid outage
 - Timescale: minutes.

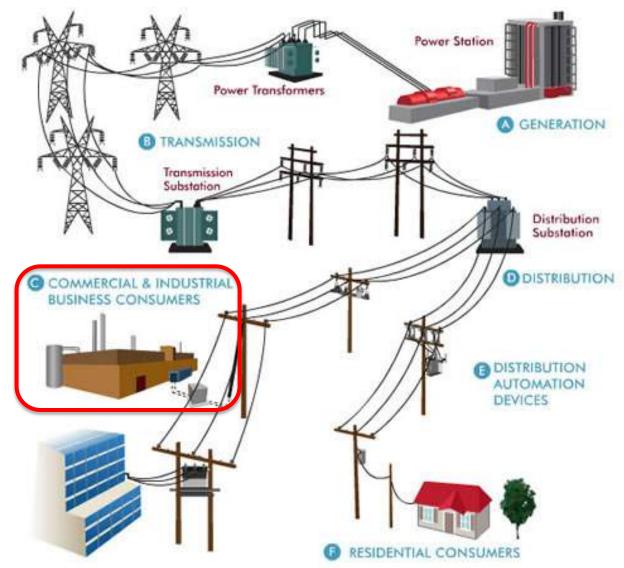


 Long-term vision: Develop Community Microgrids to serve areas that currently lack reliable power, or that are at risk for frequent power shutoffs.



Facility microgrids focus on single customers

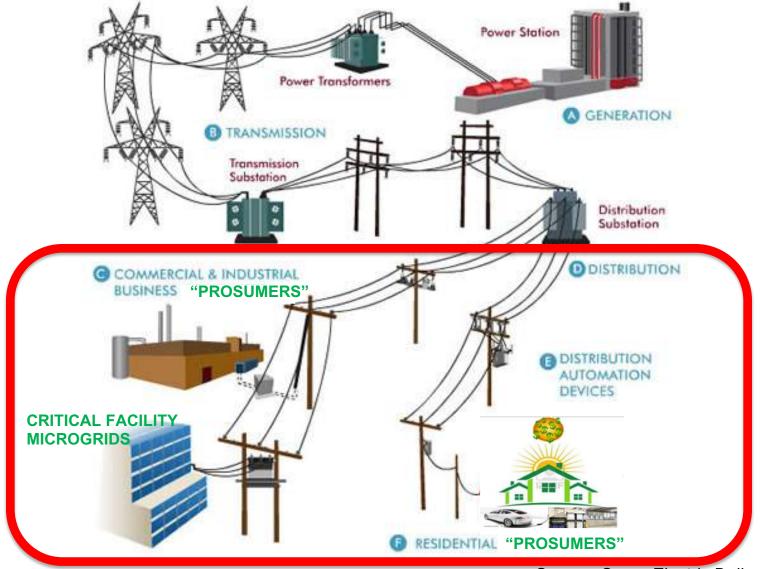




Source: Oncor Electric Delivery Company

Community Microgrids can serve up to thousands of customers





Source: Oncor Electric Delivery Company



A modern approach for designing and operating the electric grid, stacked with local renewables and staged for resilience.

- Can "island" from the grid: A coordinated local grid area that can separate from the main grid and operate independently.
- **Components:** Solar PV and other renewable energy, energy storage, demand response, and monitoring, communications, & control.
- **Clean local energy:** Community Microgrids facilitate optimal deployment of distributed energy resources (DER).
- **Resilient:** Ongoing, renewables-driven backup power for critical and prioritized loads, and eventually all community energy needs.



Community Microgrid benefits

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- Reliability and power continuity.
- Resilience and safety.
- Local, renewable energy
 - Greenhouse gas reductions;
 - Local control of energy;
 - For electric vehicles and charging infrastructure;
 - Reduced transmission losses.
- Local jobs in engineering, construction, and maintenance.
- More participation enables by a network of "prosumers" who share the use, generation, and revenue of and from energy.
- Energy security and national security.



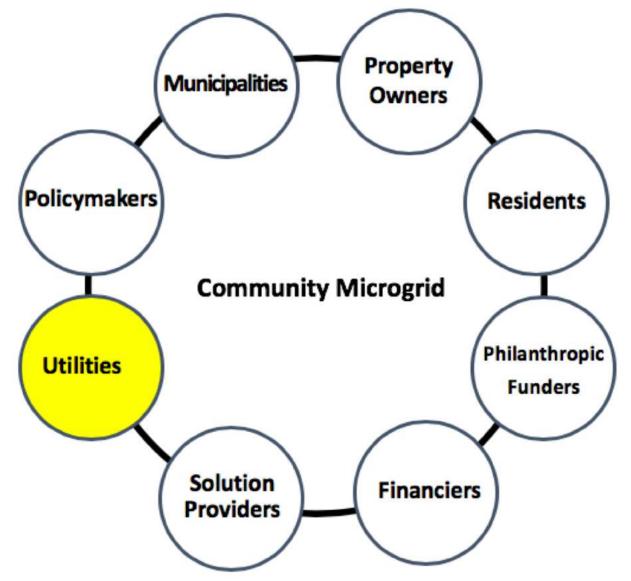
Community Microgrid planning and design methodology



- Phase 1: Feasibility assessment
 - o Stakeholder alignment and goal setting:
 - Design requirements and constraints
 - Perform Solar Siting Survey (SSS);
 - Shortlist sites for basic technical and economic analysis;
 - Gather basic site details including load data, and perform a technical and economic analysis:
 - Aim for 70% accurate cost estimates.
- Phase 2: Planning and engineering
 - Detailed technical and economic analysis;
 - Develop conceptual and functional design;
 - Engage engineering, procurement, and construction firm (EPC) to develop key engineering documents needed for utility buy-in (single-line diagram).
- Phase 3: Develop request for proposals (RFP).

Community Microgrid stakeholder alignment

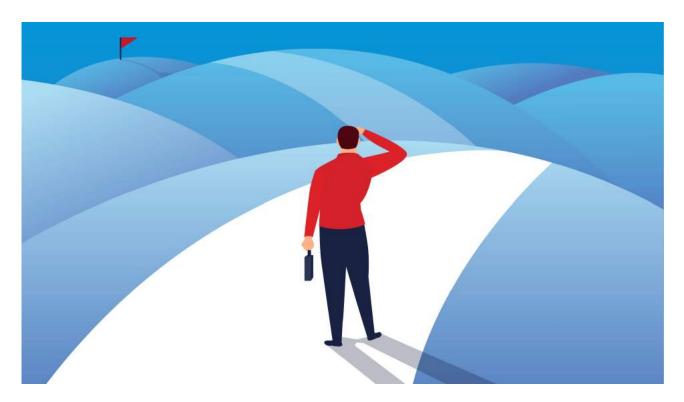




Phase 1:

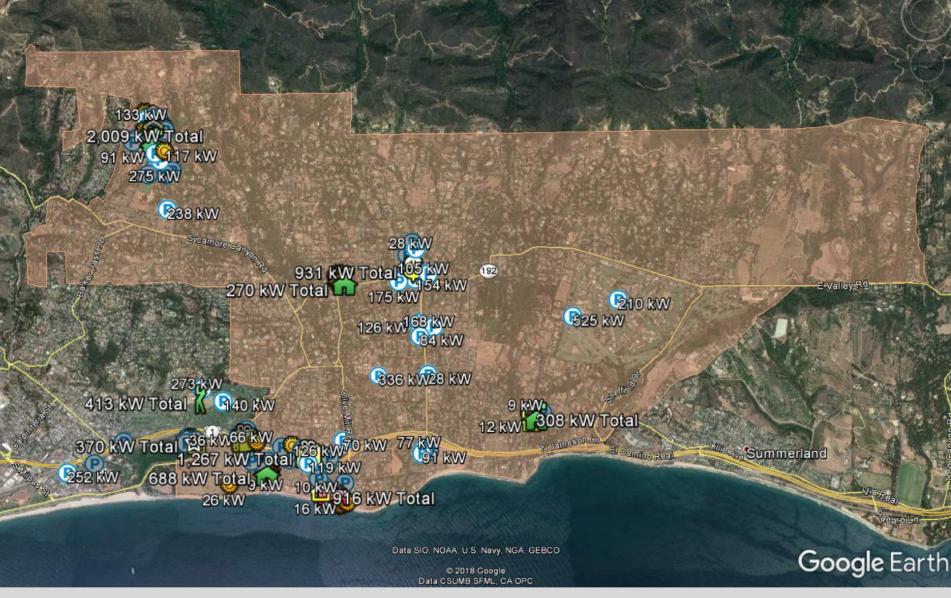


- Goal setting: develop SMART goals.
- What are the local requirements and constraints for the design?



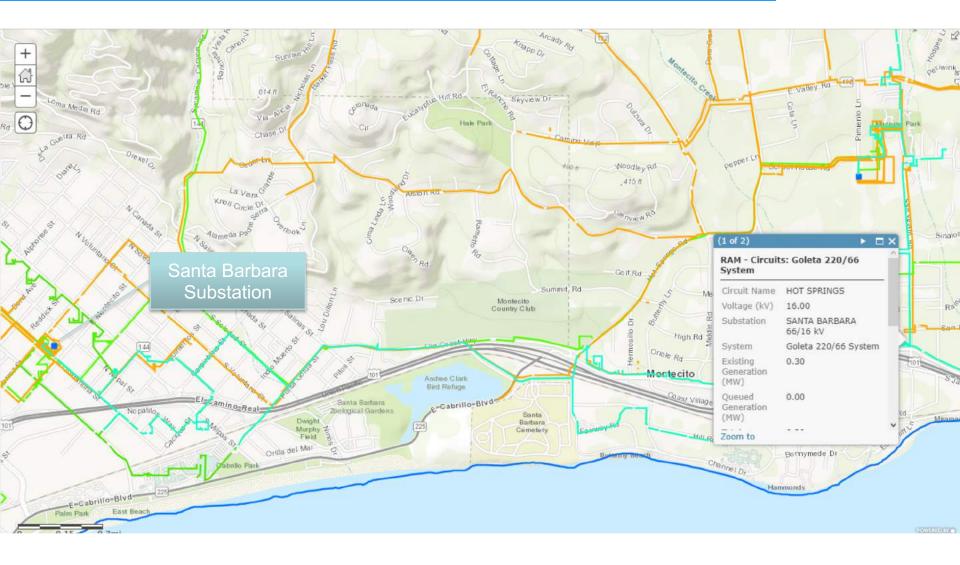
Phase 1: Solar Siting Survey (SSS) for Montecito

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Phase 1: Hot Springs Feeder via Santa Barbara Substation



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Phase 1: Critical facilities along Hot Springs Feeder

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Fire District (49 kW Total) Water District (161 kW Total)

2

Montecito Our Lady of Mount Carmel Church and School (270 kW Total)

Montecito Union School District (309 kW Total)

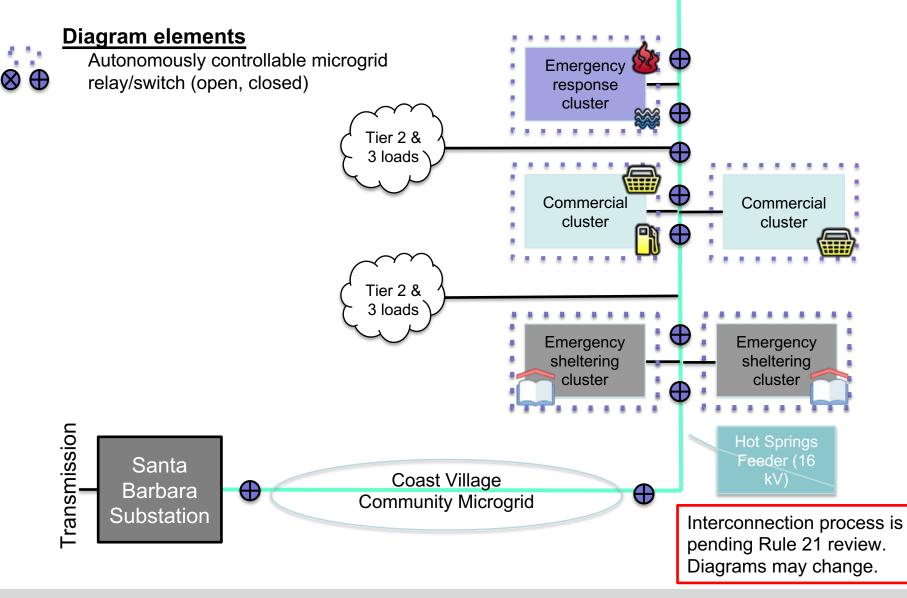
Montecito YMCA (225 kW Total)

Laguna Blanca (43 kW Total)

Crane Country Day School (391 kW Total)

Phase 1: Montecito Upper Village block diagram





Phase 1: Gather load data: Utility bills

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nc ar	ERGY ST	ATEMENT			Account No: Statement Date: Due Date:	08/28/2015 09/14/2015
07/29/2015 · Service For: Service Agreement	: ID:	(30 billing day			Service Information Meter # Total Usage Serial Rotating Outage Block	22,803.920000 kWh W 50
07/29/2015 – 08 Customer Charge Demand Charge Energy Charges Energy Commissio Redwood City Utili	22, vn Tax	115.840000 kW @ 803.920000 kWh @) \$4.59959) \$16.23000) \$0.16116	\$137.99 1,880.08 3,675.08 6.61 284.66		
Total Electr Average Daily U Last Year 602.46	ic Charges Jsage (kWh / da Last Period 736.06	y) Current Period 760.13		\$5,984.42		

Phase 1: Gather load data: 15-minute interval data



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2					HA10SX	1/1/16	1/1/16 0:15	WOP	KWH	6.56	
3					HA10SX	1/1/16	1/1/16 0:30	WOP	кwн	6.88	
4					HA10SX	1/1/16	1/1/16 0:45	WOP	кмн	6.4	
5					HA10SX	1/1/16	1/1/16 1:00	WOP	кwн	6.72	
6					HA10SX	1/1/16	1/1/16 1:15	WOP	кмн	6.24	
7					HA10SX	1/1/16	1/1/16 1:30	WOP	кwн	7.52	
8					HA10SX	1/1/16	1/1/16 1:45	WOP	кwн	7.68	
9					HA10SX	1/1/16	1/1/16 2:00	WOP	KWH	6.24	
.0					HA10SX	1/1/16	1/1/16 2:15		кwн	7.2	
1					HA10SX	1/1/16	1/1/16 2:30		кwн	6.56	
.2					HA10SX	1/1/16	1/1/16 2:45		KWH	6.24	
.3					HA10SX	1/1/16	1/1/16 3:00		кwн	7.2	
4					HA10SX	1/1/16	1/1/16 3:15		KWH	7.36	
5					HA10SX	1/1/16	1/1/16 3:30	WOP	кwн	6.56	
6					HA10SX	1/1/16	1/1/16 3:45		KWH	7.68	
7					HA10SX	1/1/16	1/1/16 4:00	WOP	KWH	7.84	
8					HA10SX	1/1/16	1/1/16 4:15	WOP	KWH	7.52	
9					HA10SX	1/1/16	1/1/16 4:30	WOP	KWH	6.72	
20					HA10SX	1/1/16	1/1/16 4:45	WOP	KWH	7.04	



- Key inputs: normal load profile, critical load profile, and rate tariff.
- Goal: Determine optimal system sizing of PV, energy storage, and other DER for both normal grid-parallel operations and emergency grid-island operations.
- Estimating critical loads
 - Tier 1 = Critical (10%) crucial and life-sustaining loads. Tier
 1 loads can be critical facilities like fire stations, water systems and communications infrastructure;
 - Tier 2 = Priority (15%) important but not necessary;
 - Tier 3 = Discretionary (75%) the remainder of the total load;
 - These estimates will not work for all facilities (e.g. hospitals).

Phase 1: Montecito Upper Village emergency response facilities



Site	Annual Historic Use	Proposed Solar PV Capacity (DC)	Solar PV Annual Production		
Fire District	103,623 kWh	70 kW	102,533 kWh		
Pump House	21,415 kWh	14.5 kW	21,379 kWh		
WD Office	28,716 kWh	19.5 kW	28,765 kWh		
WD Mech Yard	14,933 kWh	10.2 kW	15,141 kWh		
Sand Lot	NA	75.9 kW	112,069 kWh		
Phase 1 Total	168,687 kWh	190.1 kW	279,887 kWh		

Note that the 75.9 kW Solar PV system proposed for the Sand Lot would be used to offset electricity from other municipal electric accounts, such as the Water District accounts not located in this site, via the Renewable Energy Self-Generation Bill Credit Transfer (RES-BCT) program.



Interconnection process is pending Rule 21 review. Diagrams may change.

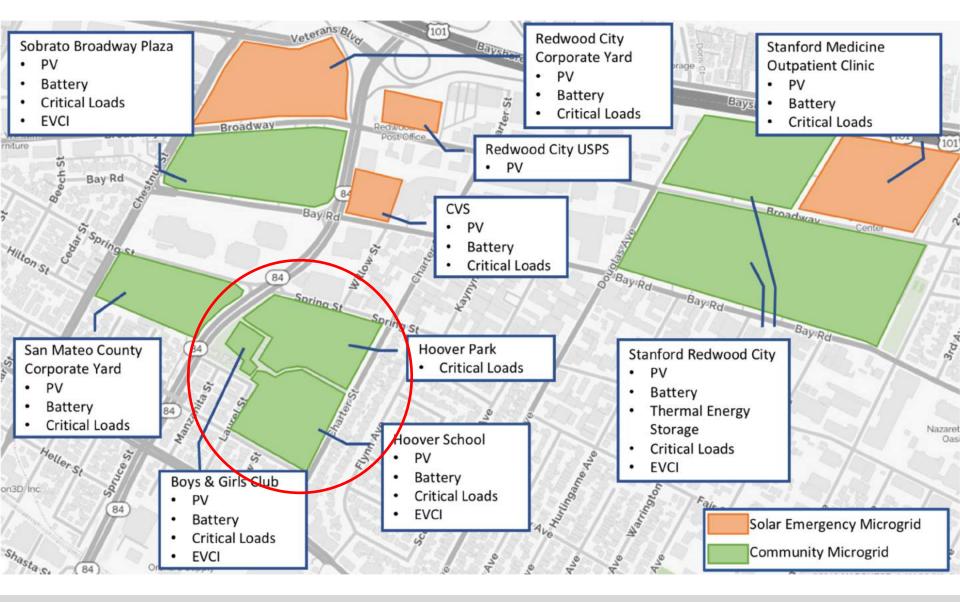
Community Microgrid planning and design methodology



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 - o Detailed technical and economic analysis;
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 - Engage engineering, procurement, and construction firm (EPC) to develop key engineering documents needed for utility buy-in (single-line diagram).
- Phase 3: Develop request for proposals (RFP).

Redwood City Community Microgrid conceptual diagram





Deployment summary

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Site name	Meters or buildings	Critical Loads	NEM solar [kW AC]	FIT solar [kW AC]	Total solar [kW AC]	/ Battery [kW]	Battery [kWh]	EVCI (Level 2
Stanford Redwood City Phase 1	P1, B1-B4	Campus emergency response	886	0	886	251	2,100	52
	Hoover School	Shelter & food service	73	203	276	29	150	20
Hoover Cluster	Boys & Girls Club	Shelter & food service	11	90	101	0	0	10
	Hoover Park	Equipment staging	0	0	0	0	0	0
Redwood City Corporate Yard	Redwood City Corporate Yard	Road and public facility maintenance and repair	136	352	488	58	360	*4
	SMC Yard Meter 1	Road and public facility maintenance and repair	65	0	65	58	240	0
San Mateo County Corporate Yard (SMC Yard)	SMC Yard Meter 2		33	121	154	0	0	*4
	SMC Yard Meter 3		0	79	79	0	0	0
Sobrato Broadway Plaza	Sobrato Broadway Plaza (multiple meters)	Low-income housing	0	1,197	1,197	TBD	TBD	TBD
	Sobrato CVS	Pharmacy & grocery	Û	83	83	TBD	TBD	TBD
New Deployments '	ГОТАL		1,204	2,125	3,329	396	2,850	82

- With net metering, only 1.2 MW can be deployed.
- With a new Feed-In Tariff (FIT) program, an **additional 2.1 MW** of local, renewable generation could be deployed. We are working with the local community choice aggregator (CCA) to serve as an offtaker for the FIT solar.



- Step 1: Detailed site info and site walk.
- Step 2: Load shedding and operational design.
- Step 3: PV system sizing.
- Step 4: Grid-parallel optimization.
- Step 5: Grid-island optimization.
- Develop system sizing recommendation, cost estimates, conceptual diagram, and SLD block diagram.
- Work with EPC to develop SLD and basic civil CAD drawing.



- Obtain site as-built drawings
 - Architectural, electrical, structural
- Conduct site walk
 - Validate:
 - Solar siting potential and feasibility;
 - Energy storage and electric vehicle (EV) charging locations;
 - Details of existing electrical infrastructure (meters, AC bus sizing, etc.).
 - Assess critical load:
 - In Phase 1, Tier 1 critical load was estimated to be 10% of normal load;
 - In Phase 2, we develop a ground-up energy budget that accounts for sitespecific and emergency operations. This is more accurate than a load percentage;
 - The activity following this presentation will explore this concept more.



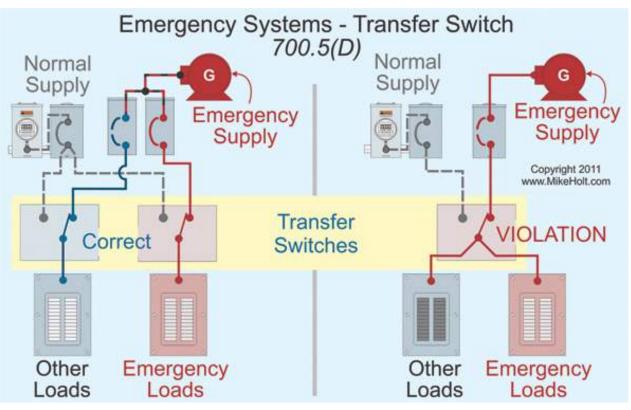
- Utility-scale definition: rolling blackouts.
- Building or community-scale definition: shedding circuits so the load matches the available generation capacity.
- What loads are non-critical?



Phase 2: Planning and engineering Step 2: Operational design



- Automatic transfer switches enable load shedding with an emergency load panel.
- Other switch types can provide more functionality.

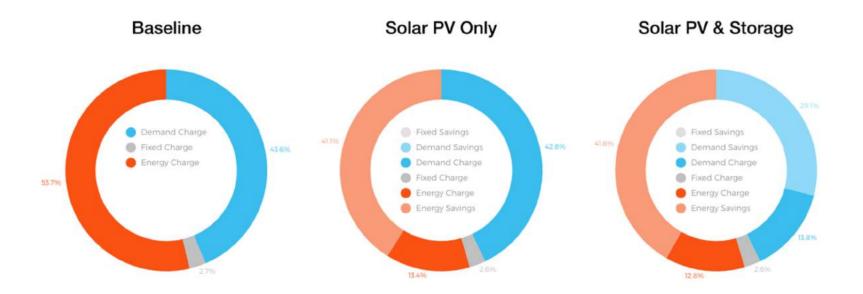




- Size and model multiple PV systems using <u>PVWatts</u> from NREL:
 - 1st system: Full-scale PV deployment. Use all feasible on-site rooftops, parking lots, and open spaces as defined in the Solar Siting Survey and site walk;
 - 2nd system: Net-metered PV system. Determine system size based on annual utility bills;
 - 3rd system: Net-metered PV system with load growth. If the site is a candidate for load growth (e.g., EV charging), combine the existing load profile with the project load profile of additional EV chargers.

Phase 2: Planning and engineering Step 4: Grid-connected optimization with ESyst

- Used <u>Geli's ESyst</u> tool to determine the optimum energy storage size for a grid-connected system that takes advantage of peak shaving and demand charge management.
- Example: The figure below shows the projected savings for one of the solutions for RWC Yard: 150 kW of PV, and 58kW 240kWh of energy storage.



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- To properly size the system for island mode and use of the Community Microgrid during emergency operations, the critical load profile was input into <u>HomerPRO</u>.
- HomerPRO is a microgrid optimization tool.
- Simulation inputs:
 - Critical load profile;
 - Total on-site solar potential;
 - Assumptions: uptime required: 100%;
 - Cost assumptions and incentives.
- Simulation outputs:
 - Optimal energy storage system sizing, based on optimization of net present cost of the system.



• PV CapEx: \$1,750/kW

- 30% Investment Tax Credit (ITC) is applied to EPC ground-mount price of \$2.50/W;
- O&M costs: \$10/kW/year;
- Replacement- \$2,000/kWh (reflects end of ITC program and 20% reduction in module price).

Battery CapEx: \$136.80/kWh

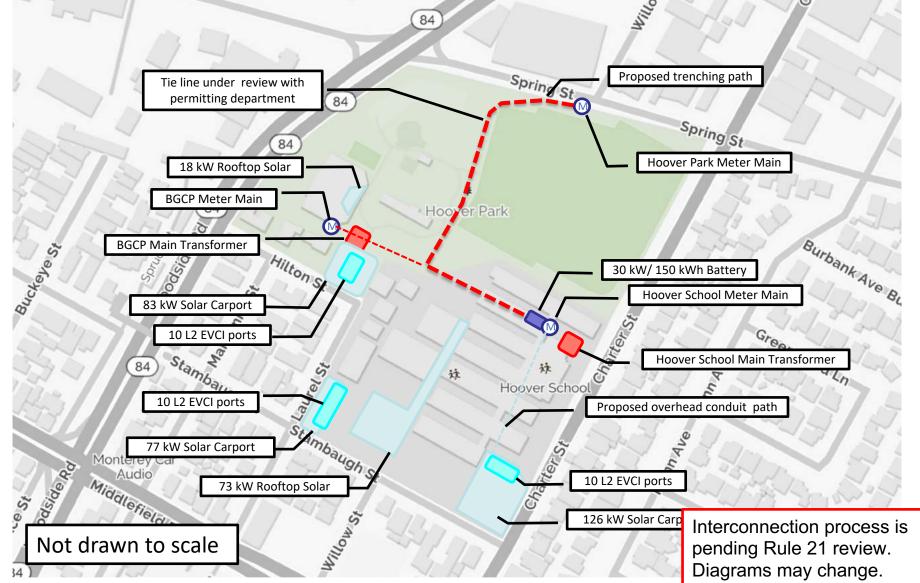
- o 30% ITC is applied and SGIP Phase II applied;
- O&M costs: \$5/kWh/year;
- Replacement- \$205/kWh (replacement occurs when battery has degraded by 30%).

• Converter CapEx: \$569.30/kW

- DC-coupled system- PV and battery share a converter;
- 30% Federal ITC is applied;
- O&M costs: included in PV & battery O&M costs;
- Replacement- \$850/kW (every 15-years).

Phase 2: Planning and engineering Hoover Cluster conceptual diagram

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Phase 2: Planning and engineering Hoover Cluster detailed map

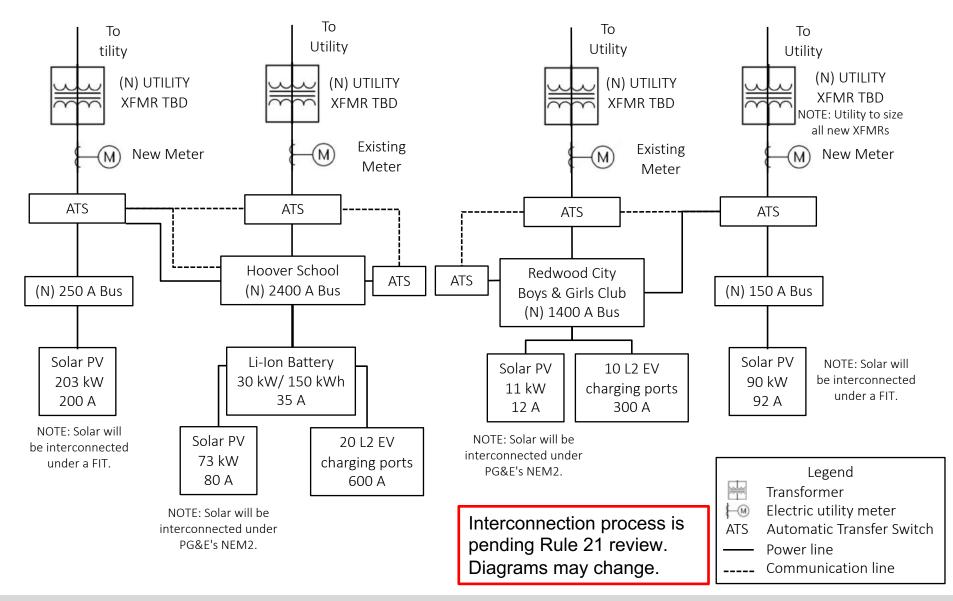
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Phase 2: Planning and engineering Hoover Cluster conceptual single-line diagram







- Bundling DER deployments can improve bankability.
- Focusing on critical facilities and critical loads only minimizes the cost of resilience.
- Designing Community Microgrids for sites that have already implemented energy efficiency measures can save money.
- Integrating a battery into a site with EV charging can reduce demand charges and reduce the impact of highpower charging on the grid.

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• Develop an RFP, collect responses, and select winning proposal.



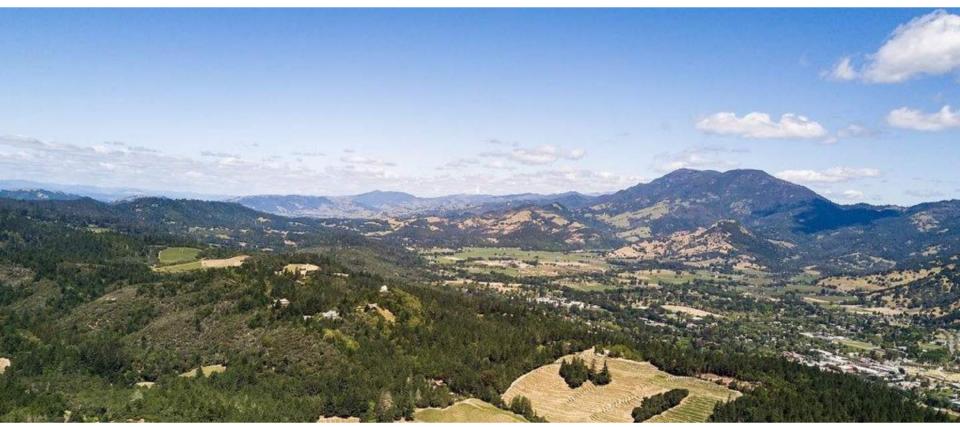
- Identify project team: EPC, financier, vendors, utility engineers, etc.
- Develop finance-ready collateral.
- Secure financing with a letter of intent (LOI), a signed power purchase agreement (PPA), or an energy services agreement (ESA).
- Submit interconnection application.
- Develop permit-ready drawings and secure permits.
- Procure equipment (solar, batteries, etc.).
- Construction and commissioning.
- Measurement and verification of system operation and cost savings.



- Permitting: Redwood City Planning and Permitting Departments do not anticipate any roadblocks with permitting photovoltaics, lithium battery energy storage, or electric vehicle chargers.
- Interconnection: Proposed generating assets (solar and energy storage) can be interconnected within PG&E service territory under the NEM2 or NEM Multiple tariffs.

Thank you! Any questions?





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