

Renewables-driven Microgrids for Data Centers



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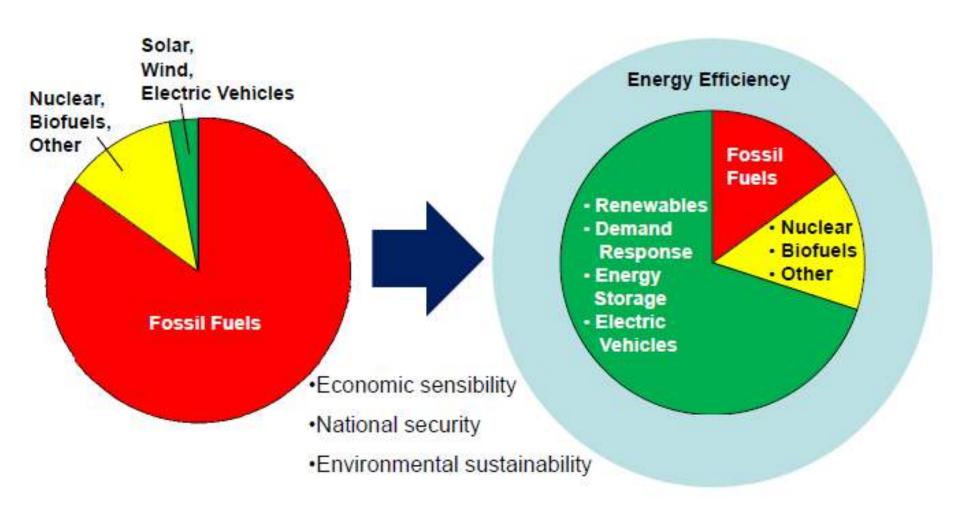
Clean Coalition (non-profit) Mission



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

Clean Coalition Vision

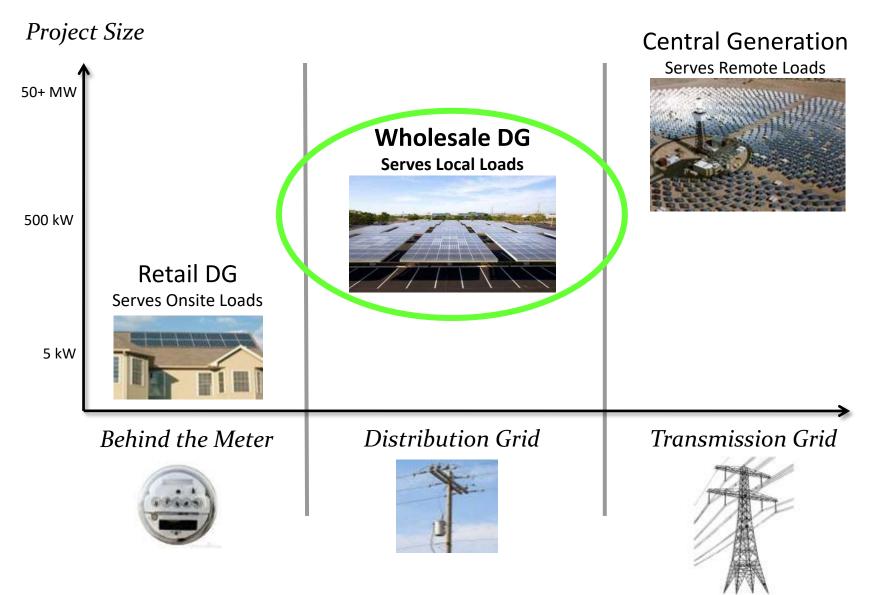




The \$6 trillion energy market will transition to Smart Energy

WDG Unleashes Renewables

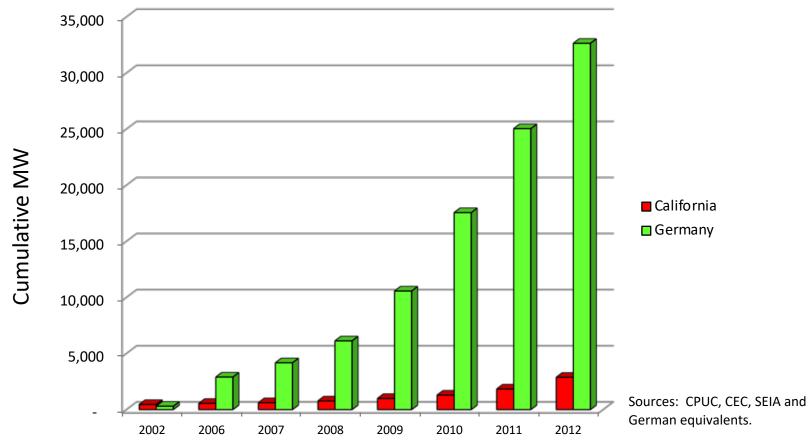




WDG Unleashed Solar in Germany



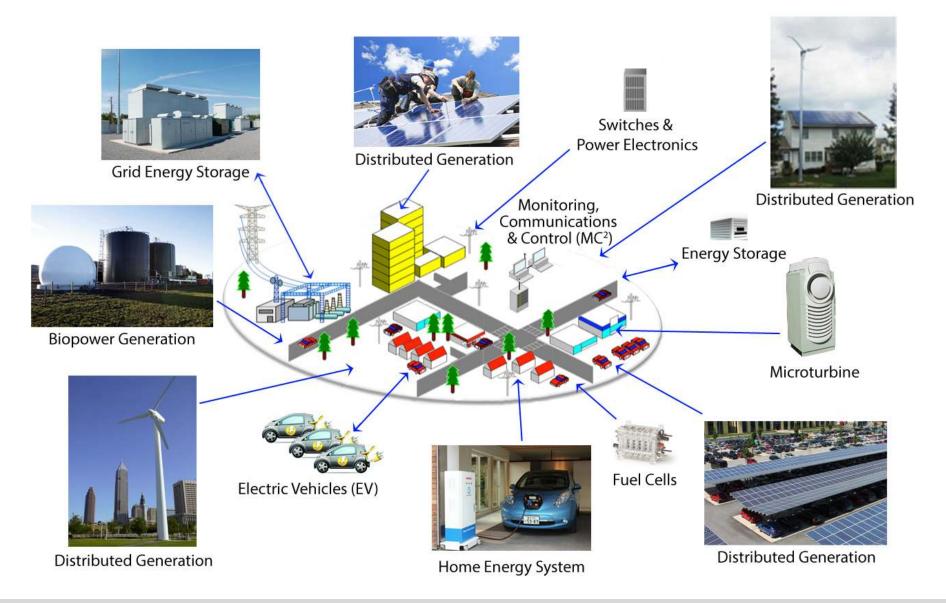
Solar Markets: Germany vs California (RPS + CSI + other)



Germany deployed over 10 times more solar than California in the decade from 2002 despite California having 70% better solar resource

Community Microgrid Vision





What is a Community Microgrid?



A Community Microgrid is a new approach for designing and operating the electric grid, stacked with local renewables.

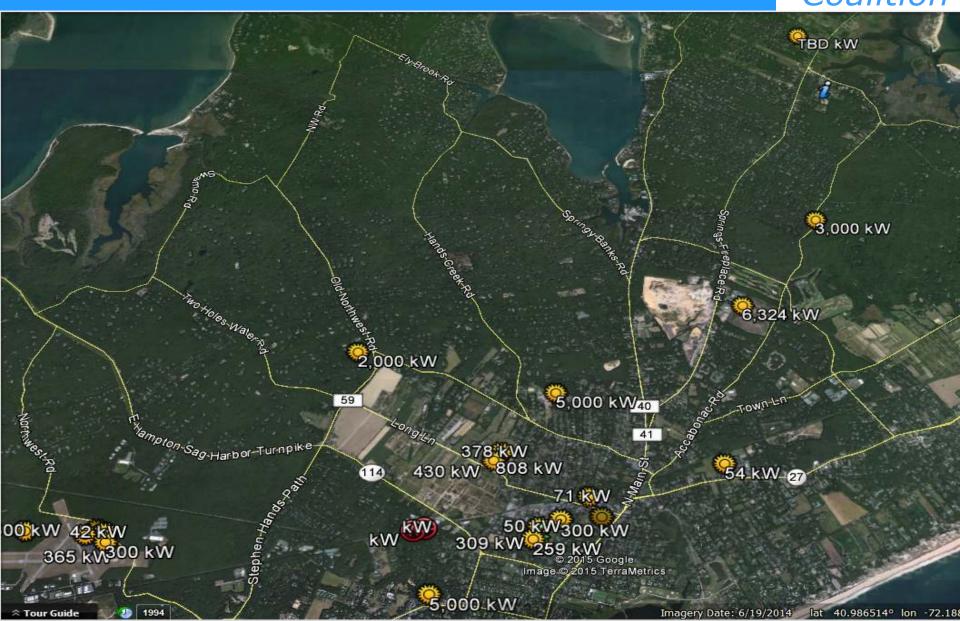
Key features:

- A targeted and coordinated local grid area served by one or more distribution substations
- High penetrations of local renewables and other Distributed Energy Resources (DER) such as energy storage and demand response
- <u>Staged capability</u> for ongoing renewables-driven power backup for critical and prioritized loads across the grid area
- A solution that can be readily extended throughout a utility service territory – and replicated into any utility service territory around the world



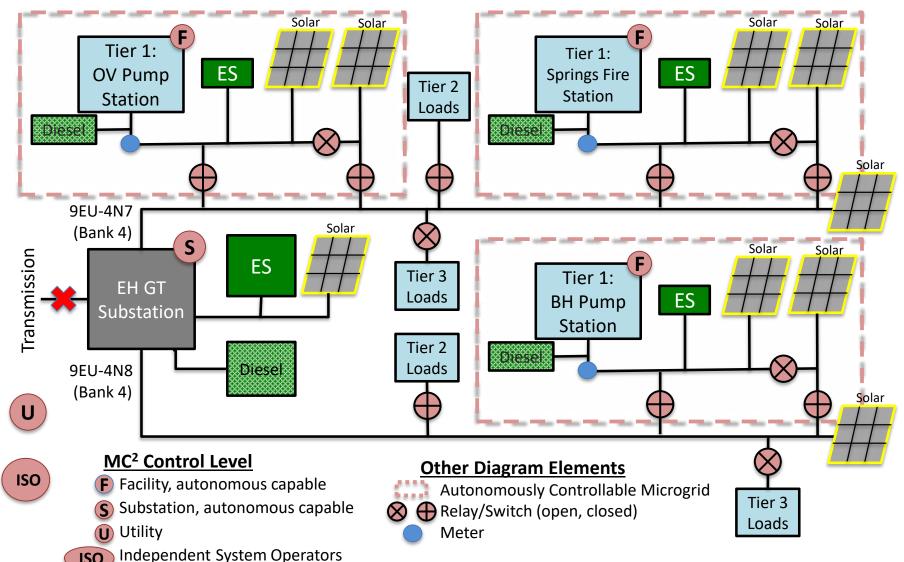
Long Island Community Microgrid – Map View





Long Island Community Microgrid - Diagram

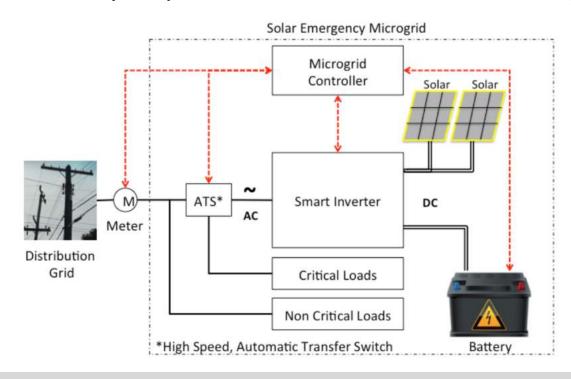




Solar Emergency Microgrid overview

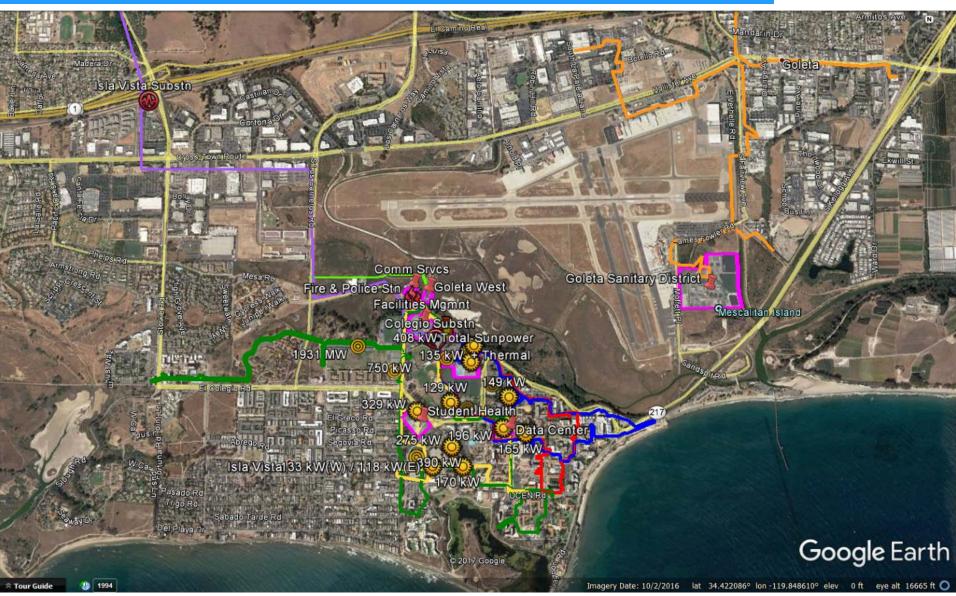


- A Solar Emergency Microgrid (SEM) has 3 basic components:
 - Solar; energy storage; and monitoring, communications & control
- A SEM provides indefinite back-up power for critical loads
 - Ideal for police and fire stations, emergency operations centers and shelters, critical communications and water infrastructure, etc
- Displaces dirty, expensive, non-renewable diesel generators



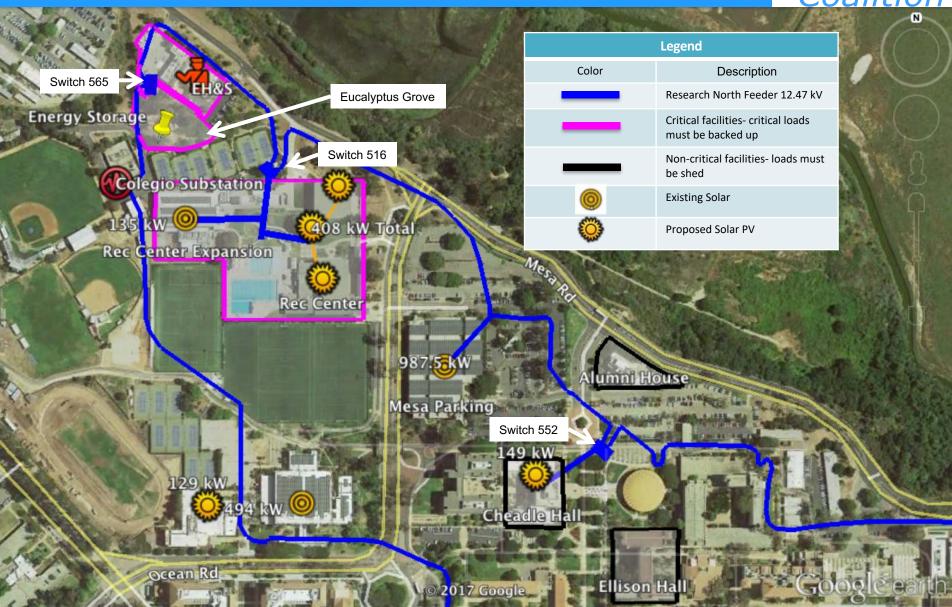
UCSB Community Microgrid – Area Map





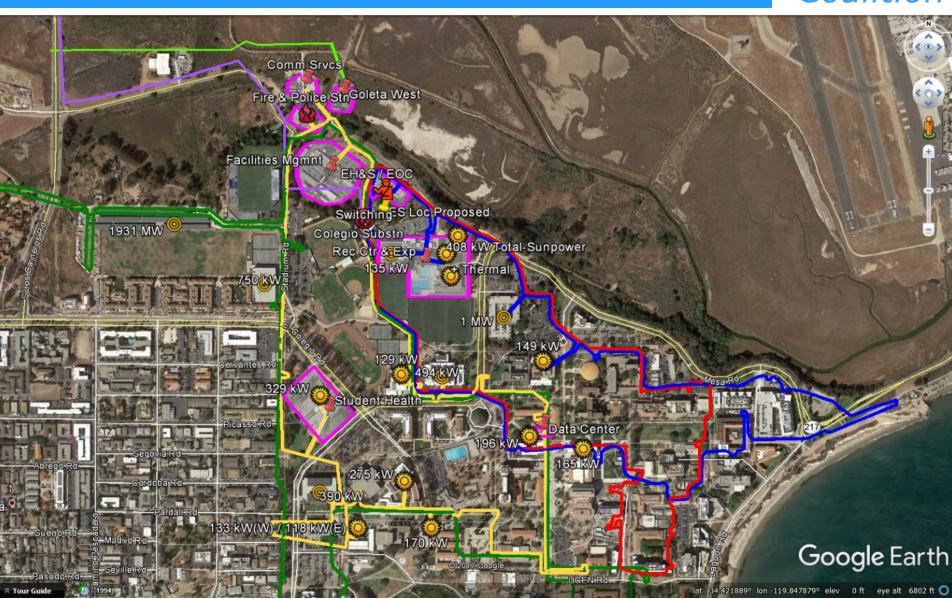
UCSB Community Microgrid – Phase 1





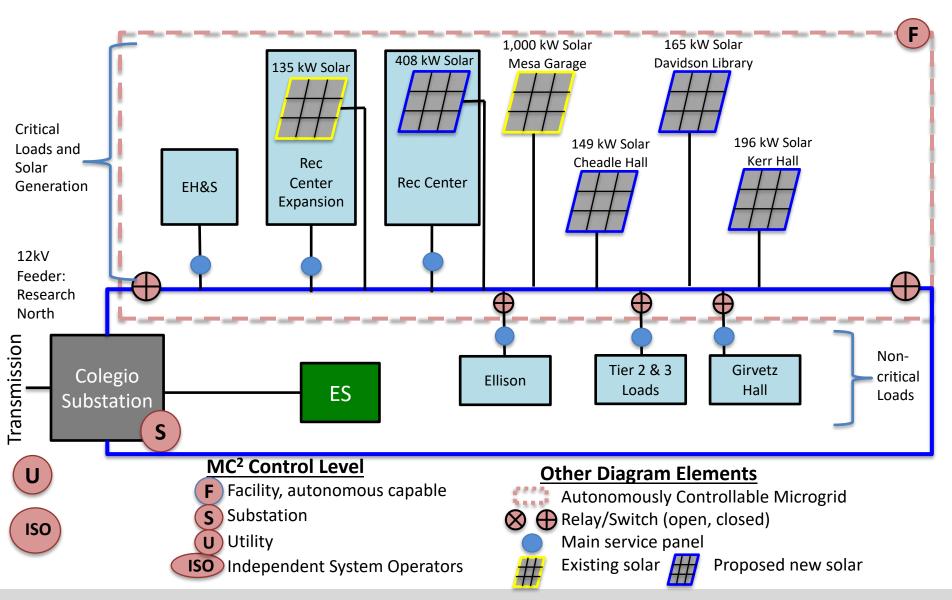
UCSB Community Microgrid – Phase 1 + 2





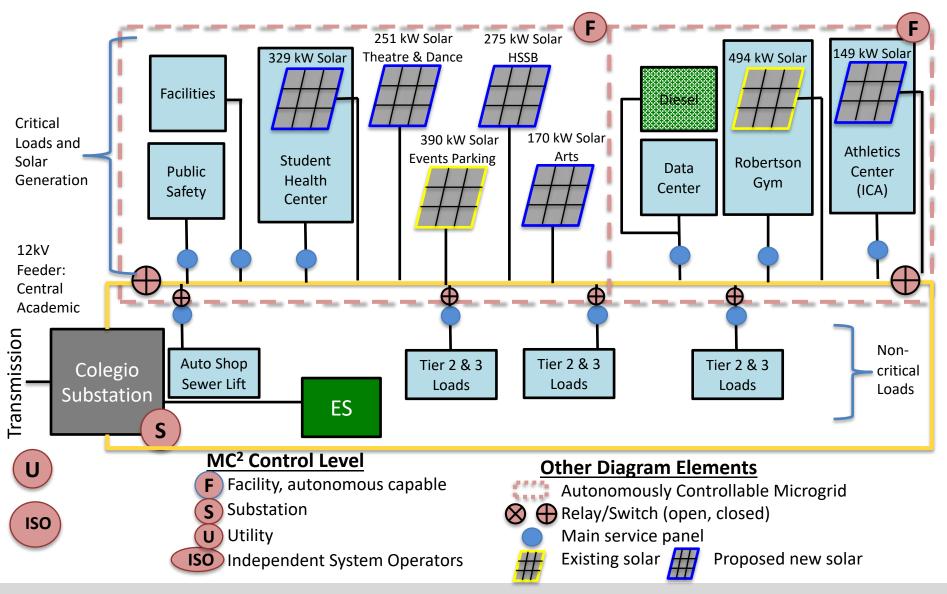
UCSB Community Microgrid – Phase 1





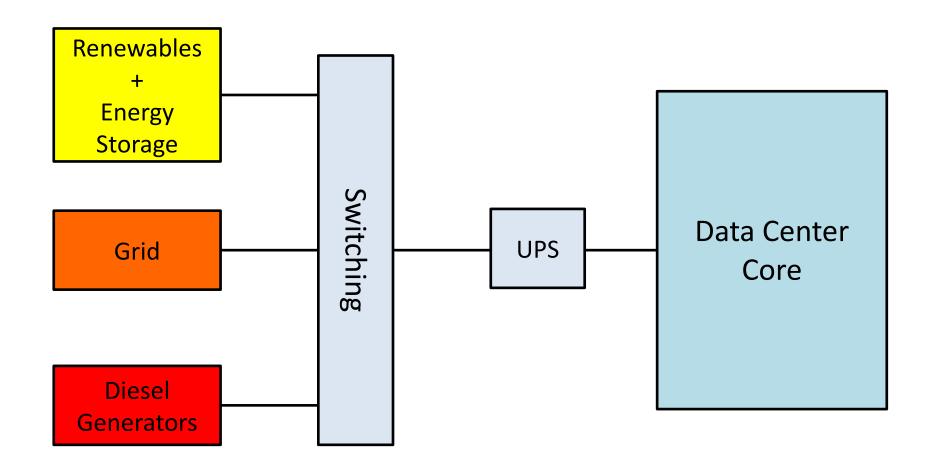
UCSB Community Microgrid – Phase 2





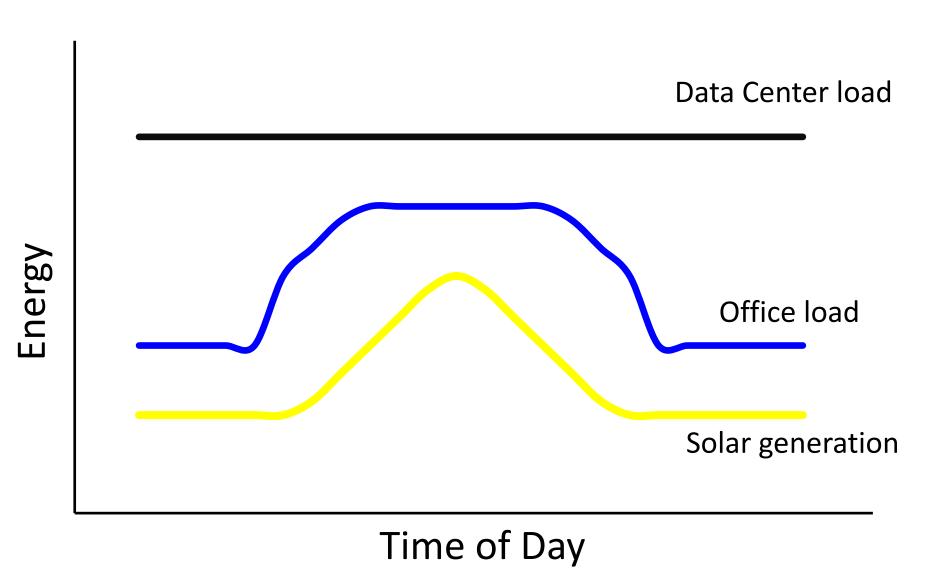
Renewables for Data Center Energy & Resilience





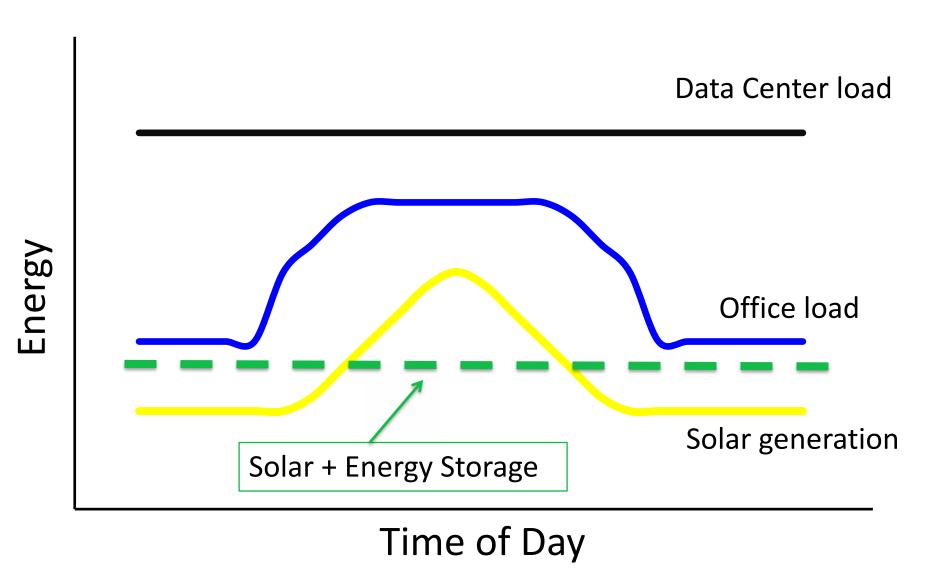
Solar and Load Profiles – Data Center Challenge





Local Solar + Energy Storage = Indefinite Energy





Local Solar + Energy Storage to Replace 1MW of Diesel



- Assumptions
 - 20% solar capacity factor (typical for MW-scale solar in California)
 - Worst solar day is 10% of average (ie, 2% capacity factor)
 - 2 acres of siting required per 1 MW of solar
 - Requires 24x7x365 performance
- Calculations
 - 24 MWh of replenishment solar required daily (1 MW x 24 hr)
 - 50 MW of solar required (50 MW x .02 capacity factor x 24 hr)
 - 24 MWh of energy storage required

Opportunity: Local renewables + energy storage can provide indefinite

backup power.

Challenge: Data centers have large flat loads; 100% solar is tough.

Other Plays for Local Renewables + Energy Storage



- Diversify renewables
 - Wind & solar generation profiles are highly complementary
 - One 3MW wind turbine averages 24 MWh/day
- Diversify geography
 - Demand Response (DR) combined with renewables + energy storage = big UPS
 - Fail-over strategies can allow significant reduction in energy usage
- Monetize energy storage in markets like DR and frequency regulation
 - Markets typically cover 35% of energy storage costs while tax credits cover another 30%



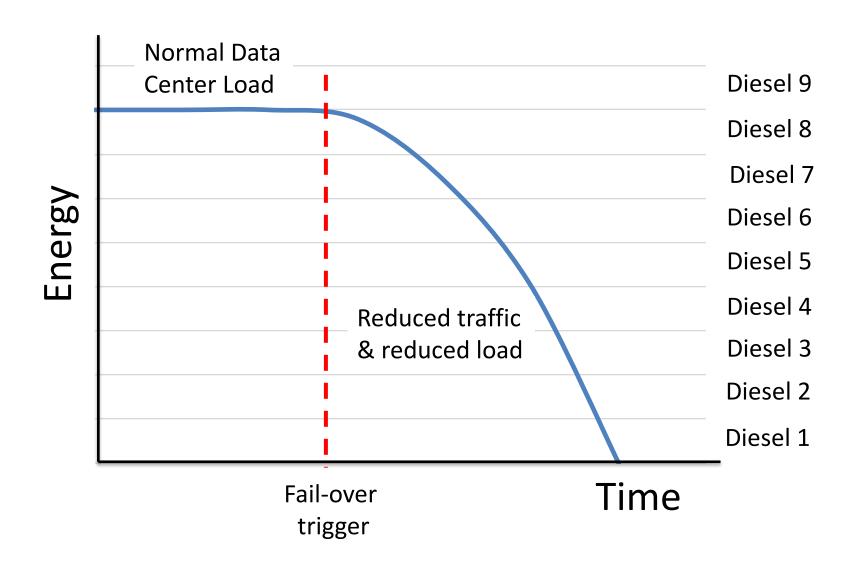
35% Resilience

35% Markets

30% Federal tax credits

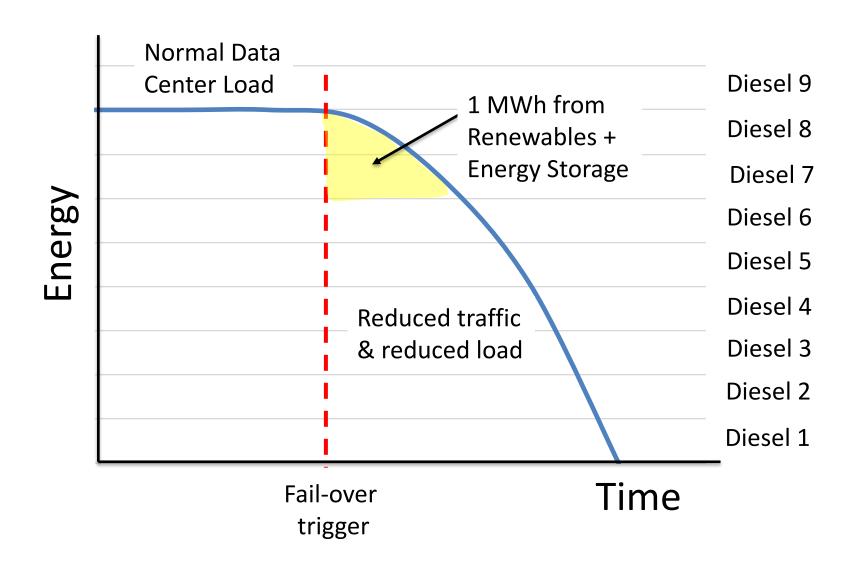
Demand Response (DR) Opportunity





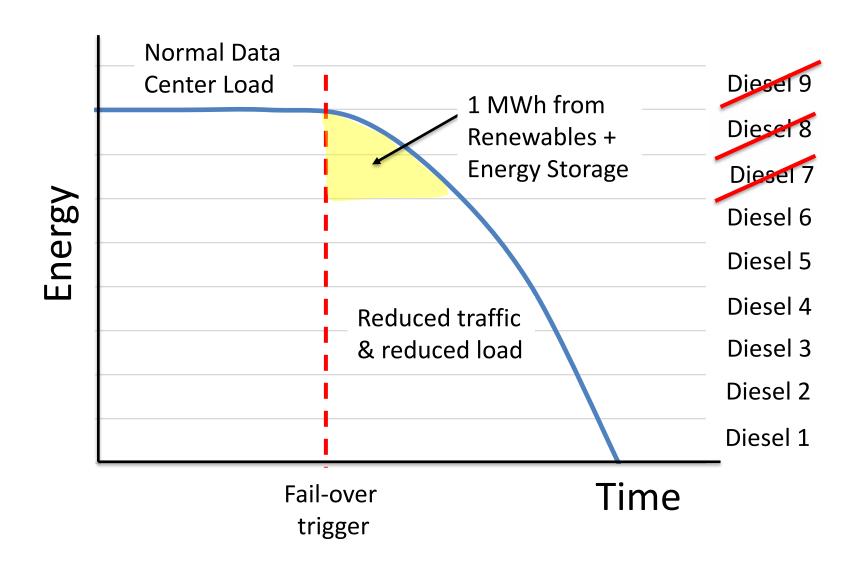
DR + Renewables + Energy Storage = Big UPS





DR + Renewables + Energy Storage = Success





Multiple Pathways to Replacing 1MWh of Diesel



1 MWh of energy storage with small solar or other renewables

7 2 MW of solar supplies 1 MWh of energy on worst weather day in California

Replacing 1 MWh of Diesel with local renewables + energy storage is easy

Seeking Data Center Pioneers



- Local renewables + energy storage is increasingly viable, including for a portion of data center requirements
- Challenges exist for data center pioneers to help overcome

The Clean Coalition is seeking data center pioneers to conquer the next renewables frontier!



Backup

LYNC DR®+: Energy Resiliency for Datacenters

 Ensures critical loads stay operating when the grid goes down



- Enables revenue from demand response and savings from peak shaving
- Reduces power penalty from traditional double conversion UPS

Transform a cost center into a revenue-earning and cost-reducing asset

LYNC DR[®]+: Energy Resiliency for Datacenters

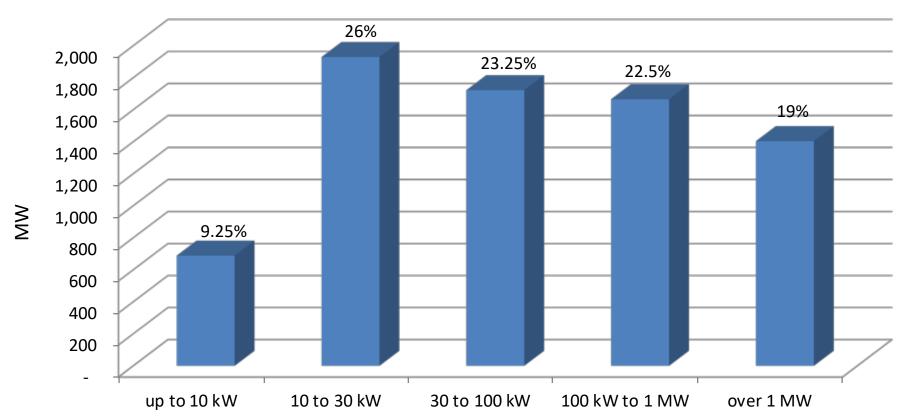
Example Case Study: Replacement of a 1 MW diesel generator with LYNC DR+

- New construction in CA
- 1 MW / 2 MWh battery energy storage: Estimated Capex -\$2,750,000
- Provides 1 MW of UPS power during an outage and carries load during migration of datacenter traffic to a redundant site
- SGIP Incentives and ITC will reduce Capex: Up to 50%
- When grid is operating normally, can further monetize the asset:
 - Utility demand response
 - CAISO wholesale markets
 - Peak shaving

German solar is mostly local (on rooftops)



German Solar Capacity Installed through 2012



Source: Paul Gipe, March 2011

Germany's solar deployments are almost entirely sub-2 MW projects on builtenvironments and interconnected to the distribution grid (not behind-the-meter)

German rooftop solar is 4 to 6 cents/kWh today



Project Size	Euros/kWh	USD/kWh	California Effective Rate \$/kWh
Under 10 kW	0.1270	0.1359	0.0628
10 kW to 40 kW	0.1236	0.1323	0.0611
40.1 kW to 750 kW	0.1109	0.1187	0.0548
Other projects up to 750 kW*	0.0891	0.0953	0.0440

- Conversion rate for Euros to Dollars is €1:\$1.07
- California's effective rate is reduced 40% due to tax incentives and then an additional 33% due to the superior solar resource

Replicating German scale and efficiencies would yield rooftop solar today at only between 4 and 6 cents/kWh to California ratepayers

^{*} For projects that are not sited on residential structures or sound barriers.