# Grid Scale Energy Storage

## IMRE GYUK, DIRECTOR, ENERGY STORAGE RESEARCH, DOE-OE

VT-House 03-22-17

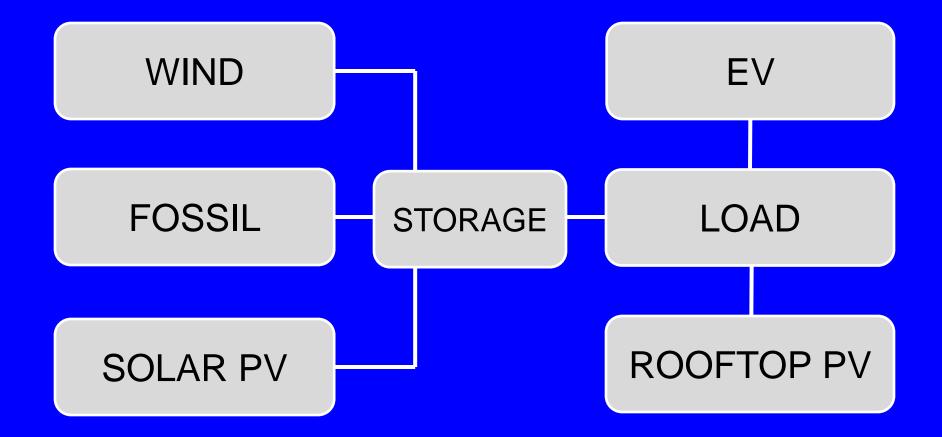
Energy Storage provides Energy

## when it is needed

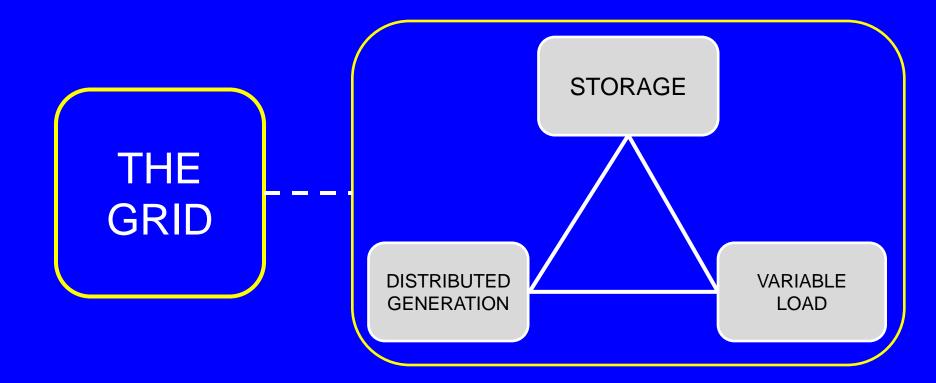
just as Transmission provides Energy

where it is needed

## The grid has become stochastic!



## An Autonomous Micro-Grid



**Pumped Hydro** Compressed Air Energy Storage (CAES) **Aquifer CAES** Advanced Isothermal **Batteries** NaS **Flow batteries** ZnBr Vanadium Redox Lead Acid Lead carbon Aqueous hybrid ion Lithium Ion

Flywheels – Energy – Power

**Electrochemical Capacitors** 

PG&E lowa

AEP, PG&E

**ENERGY** 

POWER

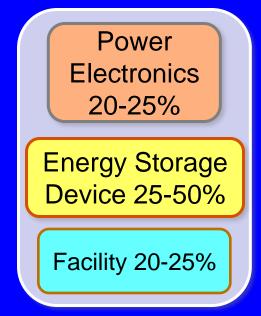
Primus UET, Vionx

EastPenn Aquion SouCalEd, AES

Amber Beacon Helix

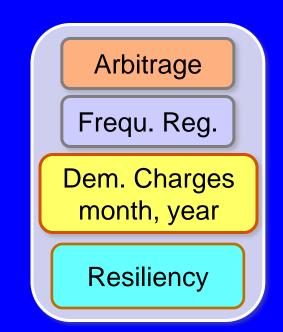
## **Storage Economics:**

The **Cost** of a Storage System depends on the Storage Device, the Power Electronics, and the Balance of Plant

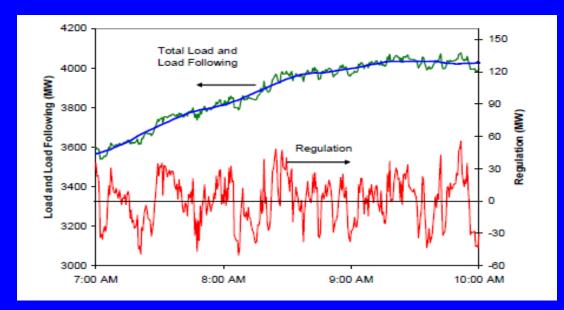


The Value of a Storage System depends on Multiple Benefit Streams, both monetized and unmonetized

LCOE depends on Application!



# Power Systems for Frequency Regulation or Renewable Smoothing





ARRA Project – Beacon Hazleton, PA. 20MW Frequency Regulation for PJM. Commissioned Aug. 2014

\$K 5,936/year potential revenue R. Byrne, SAND 2016-1080C

#### This project provided the basis for FERC to establish "PAY FOR PERFORMANCE"!



ARRA – Duke Energy / Younicos

With 153MW Wind at No-Trees, TX 36MW / 40 min battery plant Smoothing, Frequency Regulation Commissioned March 2013 Frequency Regulation using Energy Storage is now a Commercially viable Business in FERC compliant Regions!

1999 - 2011, PJM utilities spent 48.8 cents per MW of load on frequency regulation

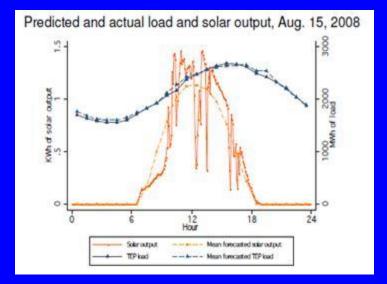
2012 - 2016, PJM utilities spent 24.4 cents per MW of load on frequency regulation

(SE Energy News 2016/11/28)

#### ARRA – Public Service NM: 500kW, 2.5MWh for smoothing and load shifting of 500kW PV installation; using EastPenn Lead-Carbon Technology



Commissioned Sep. 2011 Integrator: Ecoult



#### Load & PV Output in Tucson, AZ

## King Island Hybrid System Hydro Tasmania – Ecoult/EastPenn

Peak Load: 2.5MW Wind: 2.5 MW Diesel: 6 MW Lead Carbon Battery: 3MW-1.6MWh Demand Management

>65% Renewable Energy: A Green Island!





# ARRA - Southern California Edison / LG Chem – Li-Ion:8 MW / 4 hr battery plant for wind integration at Tehachapi, CA.



Tehachapi: 4,500MW Wind by 2015!



Commissioned: Sept. 2014 Integrator: ABB

8MW / 32MWh Storage Plant

# Energy Storage Systems for Peakshaving, Loadshifting, Ramping



# October 2013: California PUC sets target of 1.3GW of Storage by 2020

# Research: Materials, Devices, Systems

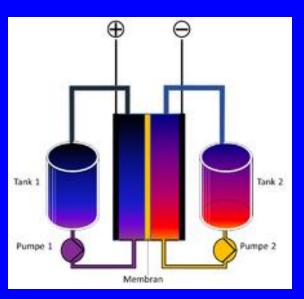
Sandia, Pacific NW, Oak Ridge National Laboratories

Universities, Industry

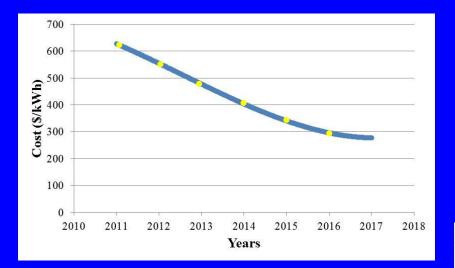
8 R&D 100 Awards!

### Flow Batteries decouple Power from Energy:

- Power is produced by a rechargable Electrochemical Cell
- Energy is stored in Tanks of electrolyte
- This is analogous to a car:
- Power comes from the Engine
- Energy is in the gasoline Tank



### **Mixed Acid V/V Redox Flow Batteries, PNNL**



- Temperature stability + 80%
- Energy density + 70%
- Projected system cost of \$300/kWh for 4 hour system



Some 22MW/88MWh in play

#### 3 Commercial Licenses Award for Tech Transfer



UniEnergy 600 kW/2.2MWh battery system



## UniEnergy – UET, Mukilteo, WA

60 Employees, Capitalization: \$46.5M, 22 MW / 88 MWh in play

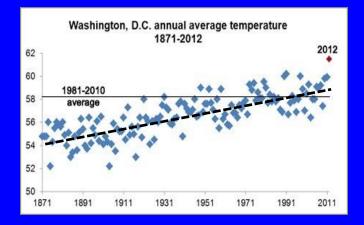
Energy Storage Systems for Grid Resiliency and Emergency Preparedness

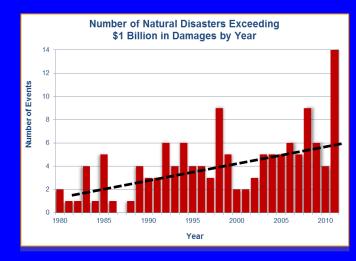
**DOE / State Initiatives** 

# Energy Storage for Resilience

Every \$1 on protection measurements Can prevent \$4 in repairs after a storm!







Trends indicate the situation will get worse not better!!

Vermont Public Service Dept. – DOE - Green Mountain Power

Joint Solicitation issued by VPS/OE Rutland, VT

4MW / 3.4MWh of storage Integrated with 2MW PV Integrator: Dynapower

Groundbreaking: Aug. 12, 2014 Ribboncutting: Sep. 15, 2015



Storage: Ancillary grid services, demand charge reduction PV: Green power for the grid. Situated on Brown Field area

System can be islanded to provide emergency power for a resilient microgrid serving a highschool / emergency center.

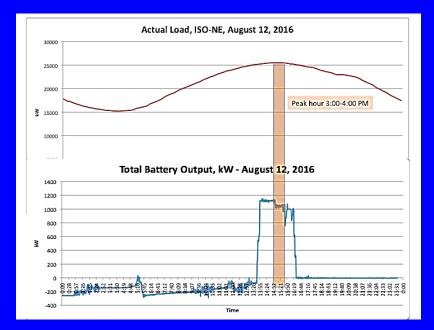
Project referenced as model in VT Energy Strategic Plan!

## How to make the Microgrid Pay for itself:

**Regional Network Service** (RNS): Payments for using transmission lines depend on monthly peak load.

**Forward capacity market** (FCM): Payments for regional capacity reserves to cover load excursions depend on the yearly peak day/hour identified by ISO-NE,

In addition, there are financial benefits from frequency regulation and arbitrage.



Capturing the yearly peak, \$200,000 from PV and storage!

#### Washington State Clean Energy Fund:

Solicitation for \$15M for Utility Energy Storage Projects

Selected projects with UET vanadium flow battery:

- Avista (1MW / 4MWh) -- PNNL -- WA State U
- Snohomish (2MW / 8MWh) PNNL -- 1Energy -- U of WA

Under a DOE / WA MOU, PNNL will participate in both projects, providing use case assessment and performance analysis.

Vanadium technology with 1.7x Energy density developed at PNNL for DOE



Ribbon Cutting Avista, April 2015



2<sup>nd</sup> Solicitation: Teaming with Avista

## Sterling, MA: Microgrid/Storage Project

Sterling Municipal Light Department, \$1.5M Grant from MA Community Clean Energy Resiliency Initiative. DOE/Sandia. NEC 2MW/2hr storage In conjunction with existing 3.4 MW PV to provide resiliency for Police HQ and Dispatch Center

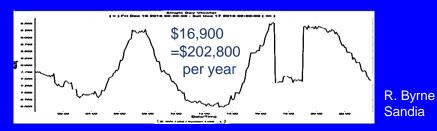


Sterling, MA, October 2016

Description (1MW/1hr)	\$
Arbitrage (buy low,sell high)	13,321
Reduced Monthly Peak	98,707
Reduced Yearly Peak	115,572
Frequency Regulation	60,476
Total	288,076



Sterling, MA, December 2016



For a capital cost of ~\$1.7M/MW, the simple payback is 6.67 years

Energy Storage Procurement, Guidance Document for Municipalities

**Other Storage Projects:** 

#### Eugene, OR, Water & Energy Board

Resiliency Microgrid 500kW Storage + 125kW PV + Diesel gen sets at 3 aggregated sites

Cordova, AK, Study with ACEP Hydropower Smoothing

#### Kona, HI, with NELHA and HELCO

Enabling more solar PV 100kW/500kWh of V/V Batteries



Energy Storage Procurement Guidance Documents for Municipalities

Prepared by Sandia National Laboratories With assistance from Clean Energy States Alliance Funded by U.S. Department of Energy – Office of Electricity Delivery and Energy Reliability

With further assistance from Clean Energy Group Funded by The Barr Foundation

July 2016

CleanEnergyGroup Innovation in Finance, Technology & Policy



SAND2016-6120 O

**The Bigger Picture** 

# **Grid Energy Storage Safety Initiative**

DOE identified *Validated Safety* as a critical need for the success of grid energy storage.

The ability to validate the safety of energy storage systems will:

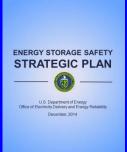
- Decrease human and financial risk,
- Minimize installation costs,
- Accelerate acceptance of new technologies.





To address this need DOE is engaging key energy storage stakeholders:

- DOE OE Energy Storage Safety Workshop, February 2014
- PNNL Publication: Inventory of Codes and Standards
- Strategic Energy Storage Safety Plan December 2014
- Established 3 ES Safety Working Groups March 201
- DOE OE Energy Storage Safety Workshop, February 2016



Regular Webinars by Storage Experts arranged by DOE and the Clean Energy States Alliance

## Energy Storage Technology Advancement Partnership (ESTAP)

cesa.org/projects/energy-storage-technology-advancement-partnership/

Measuring System Performance; Market Update; Procurement Guidance; State of the Industry; Flow Batteries; Safety Strategic Plan; Upgrading Distribution Resilience; Economics of Energy Storage; Oregon-DOE Storage Solicitation; Making an existing PV System into a resilient Microgrid; Connecticut and Massachusetts Storage Solicitations; Microgrid Technologies; Commissioning Energy Storage; East Penn and Ecoult Battery Installations; Smart Grid, Grid Integration, and Renewable Energy DOE International Energy Storage Data Base energystorageexchange.org supported by Strategen Over 1550 energy storage projects from 60+ countries. 50 energy storage technologies are represented

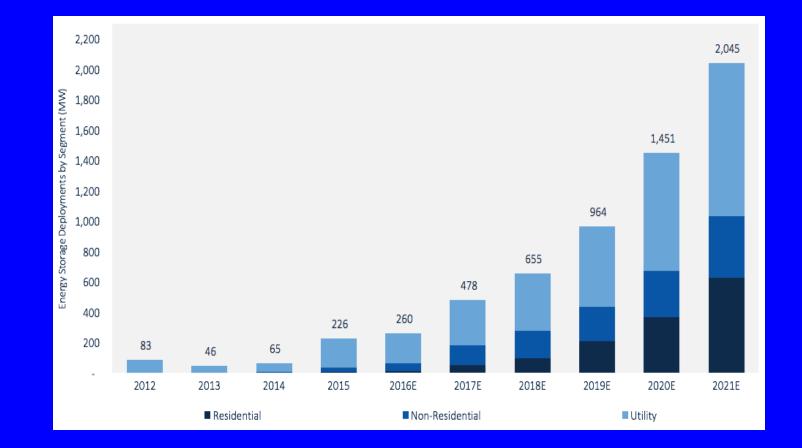


Partnerships with Australian Energy Storage Alliance

Policy Database in Development

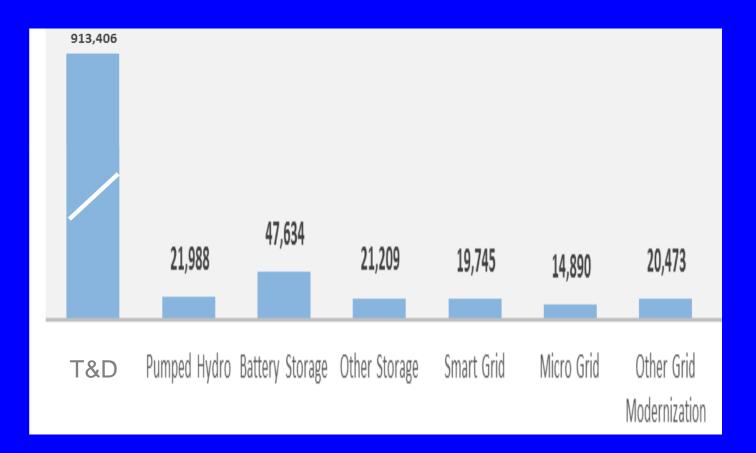
#### Partnership with EIA on Storage Reporting

#### Annual U.S. Energy Storage Deployments, 2012-2021



GTM Research / ESA U.S. Energy Storage Monitor

#### U.S. Energy and Employment Report, January 2017



Employment by Transmission, Distribution, and Storage Technologies Q1 2016

With new Technologies Cost will go down, Safety and Reliability will increase

With every successful Project the Value Propositions will continue to increase!

More jobs will be created!!