

# Storage 101:

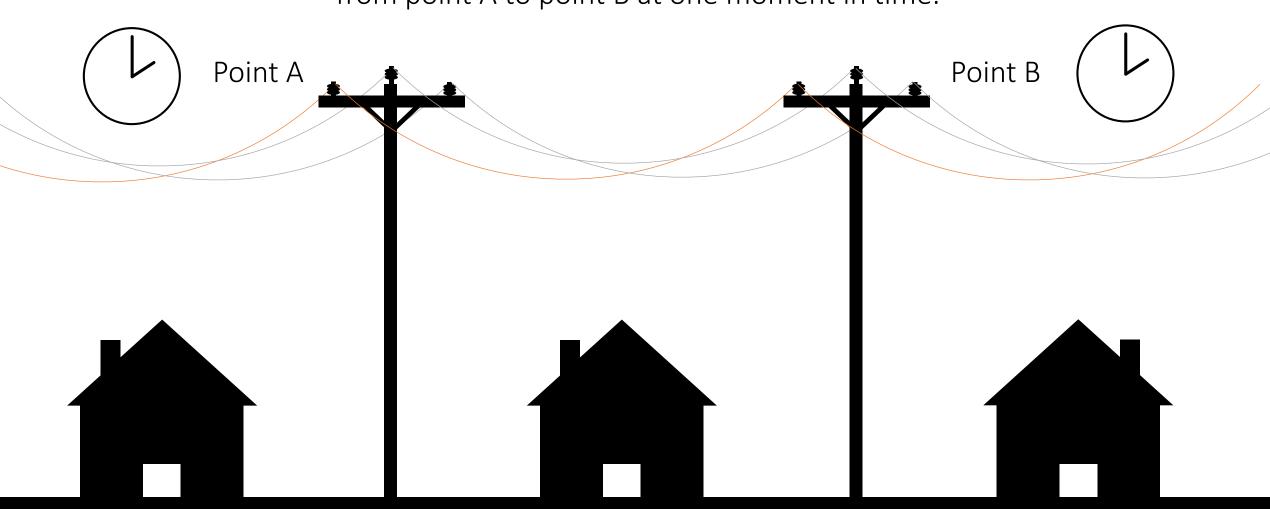
What is energy storage & how does it benefit Rhode Island?

Carrie A. Gill, Ph.D.

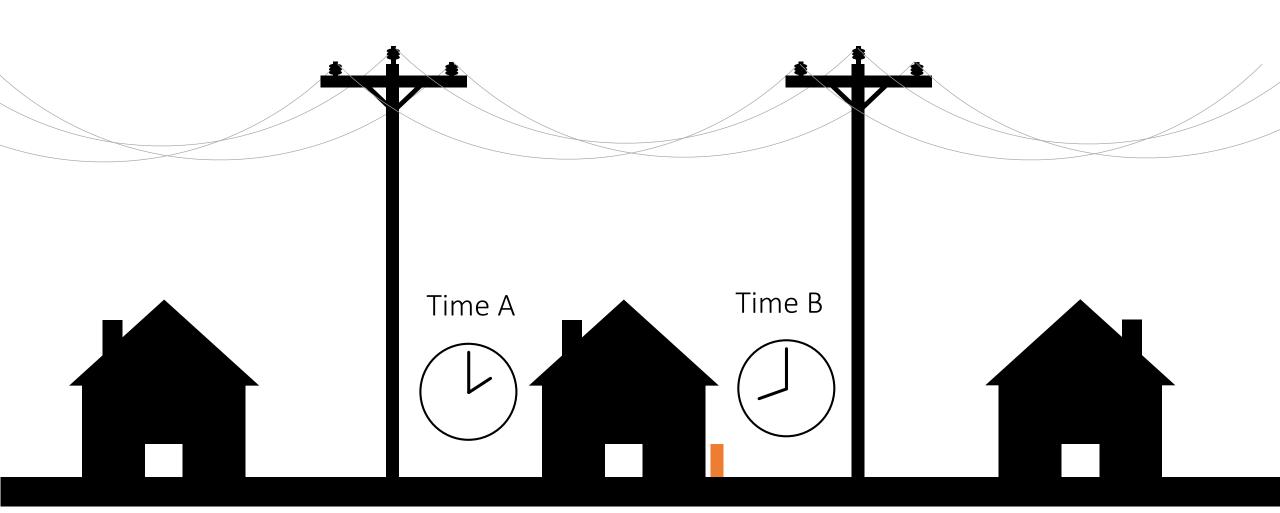
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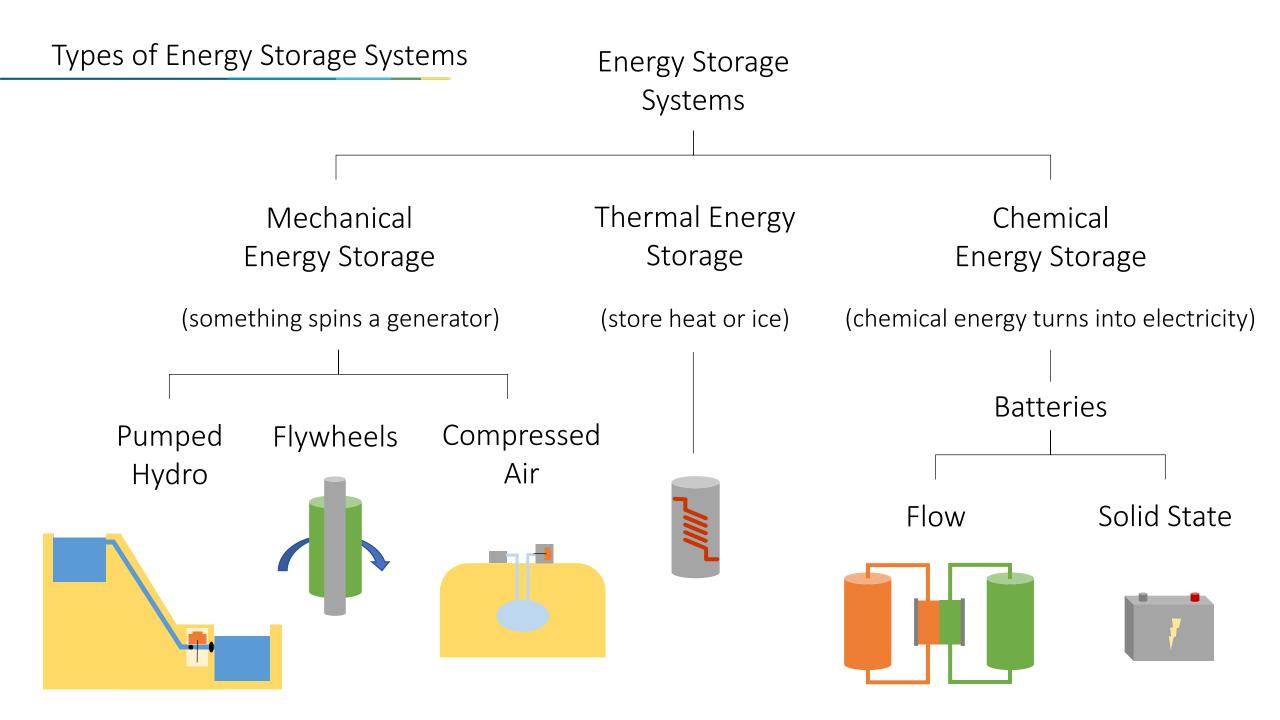


Distribution systems move electricity from point A to point B at one moment in time.

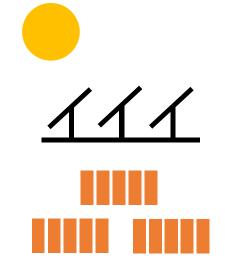


Energy storage systems store electricity at one point over a period of time





### Scales of Energy Storage Systems



Utility Scale



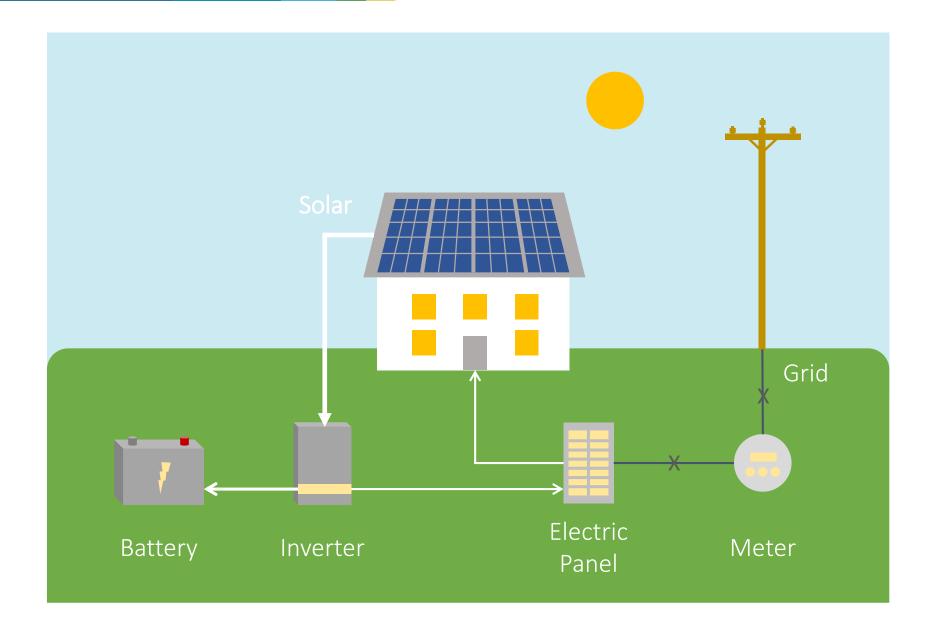
Microgrid Campus



Commercial Scale

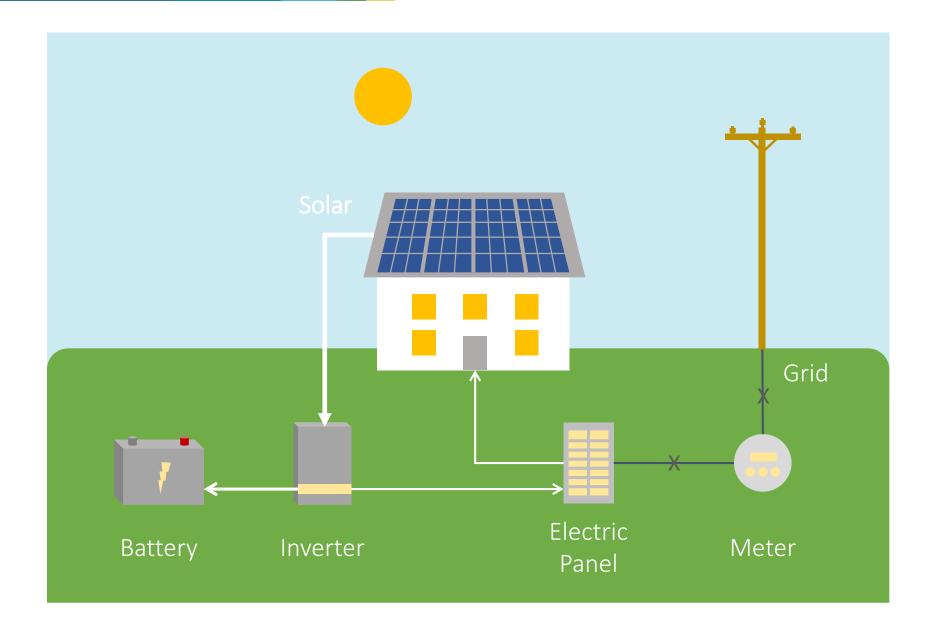


Residential Scale



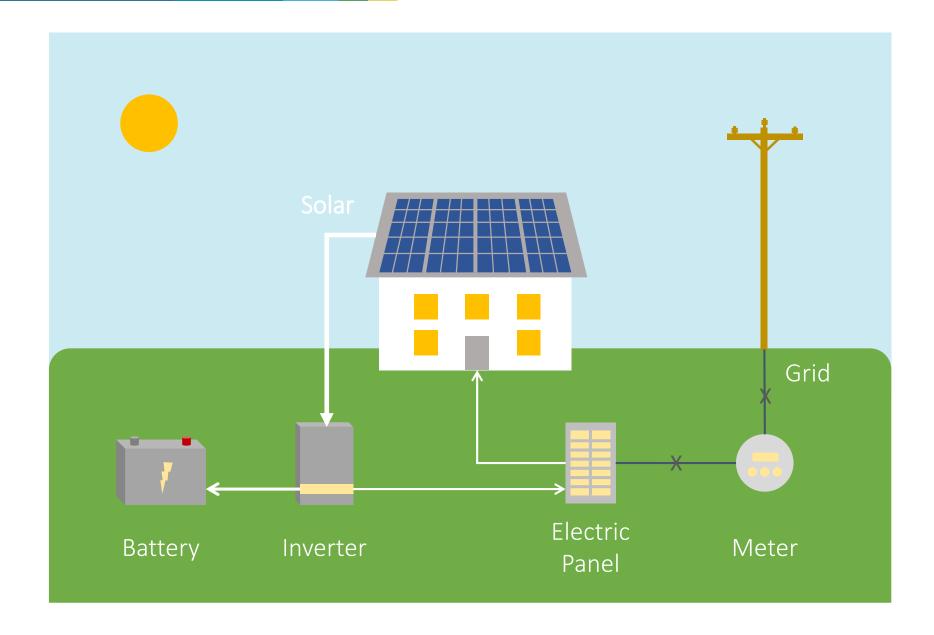


Residential Scale



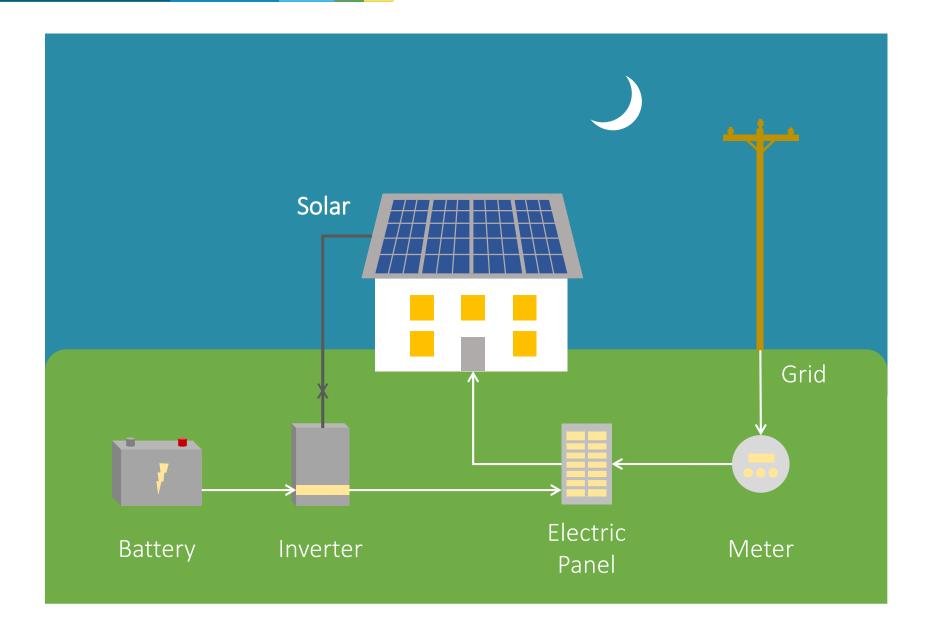


Residential Scale



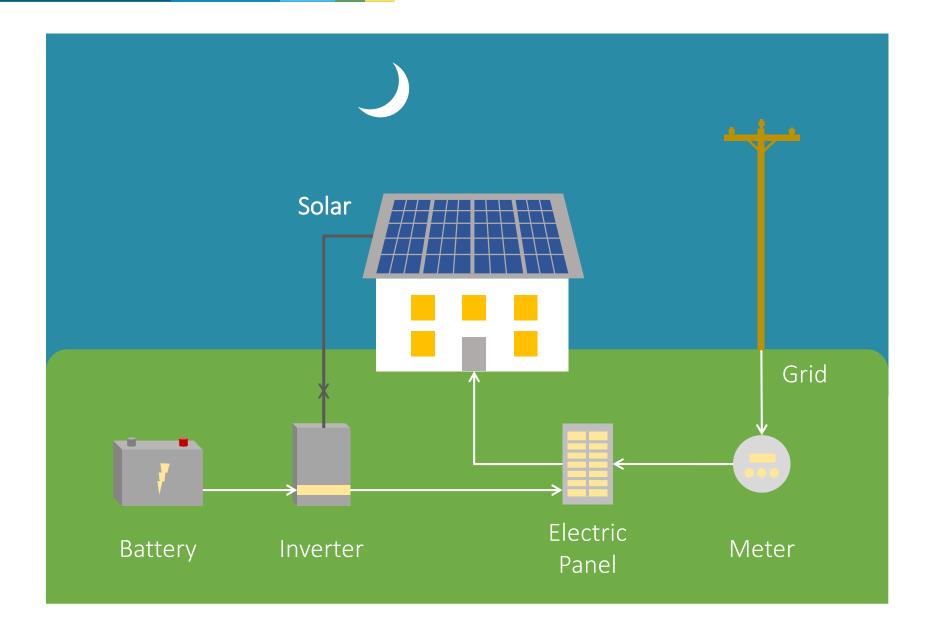


Residential Scale



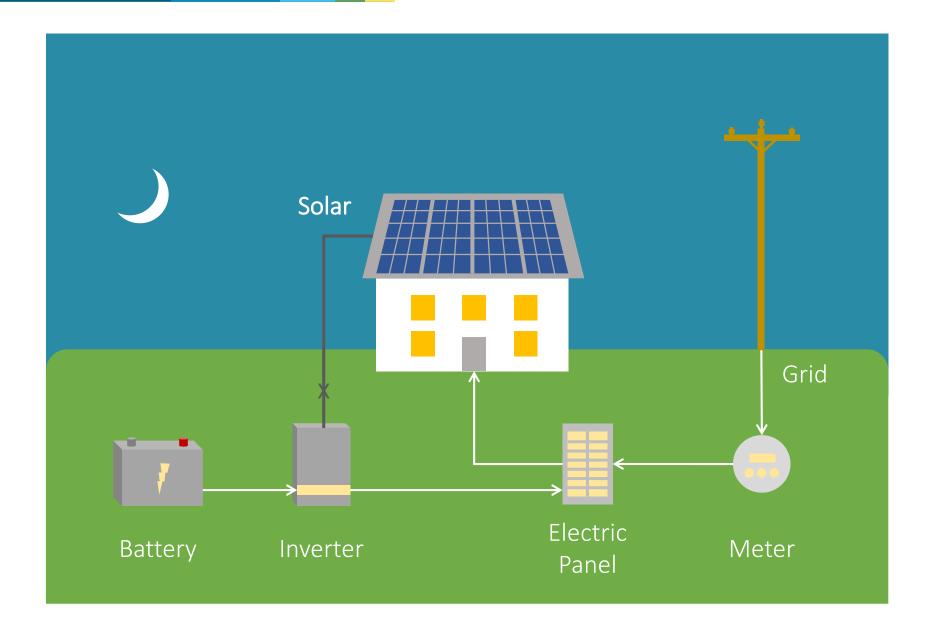


Residential Scale



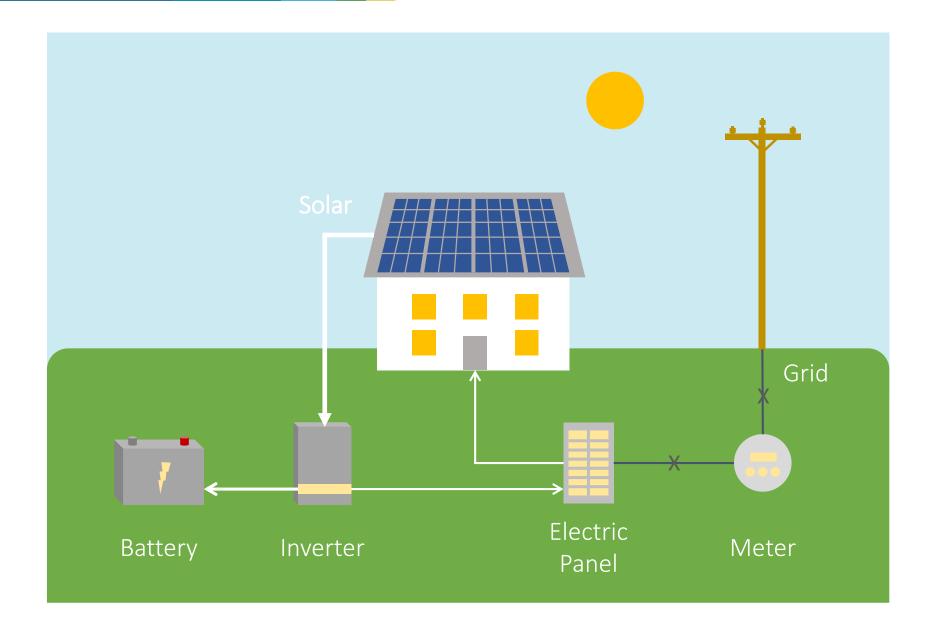


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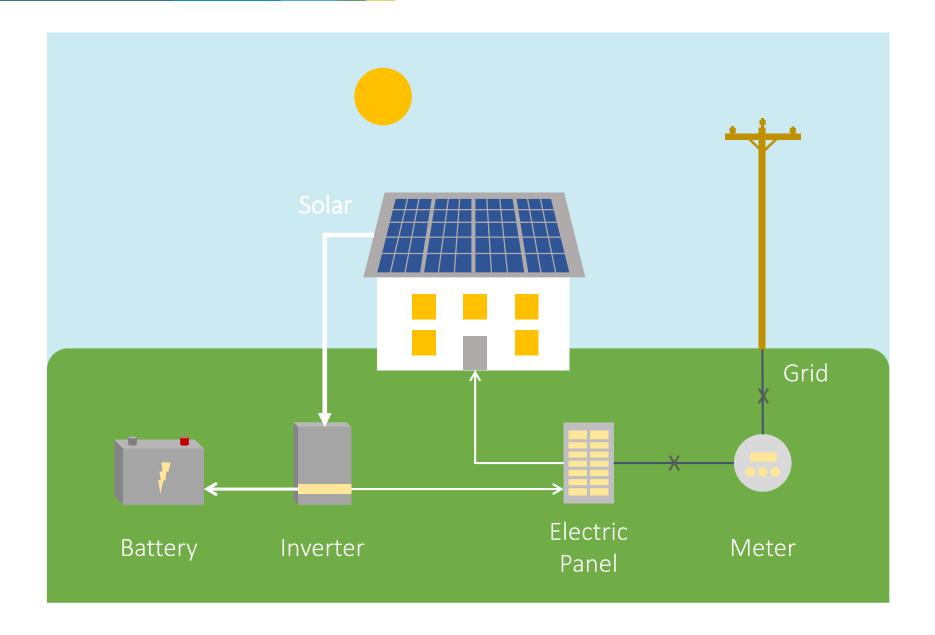


Residential Scale



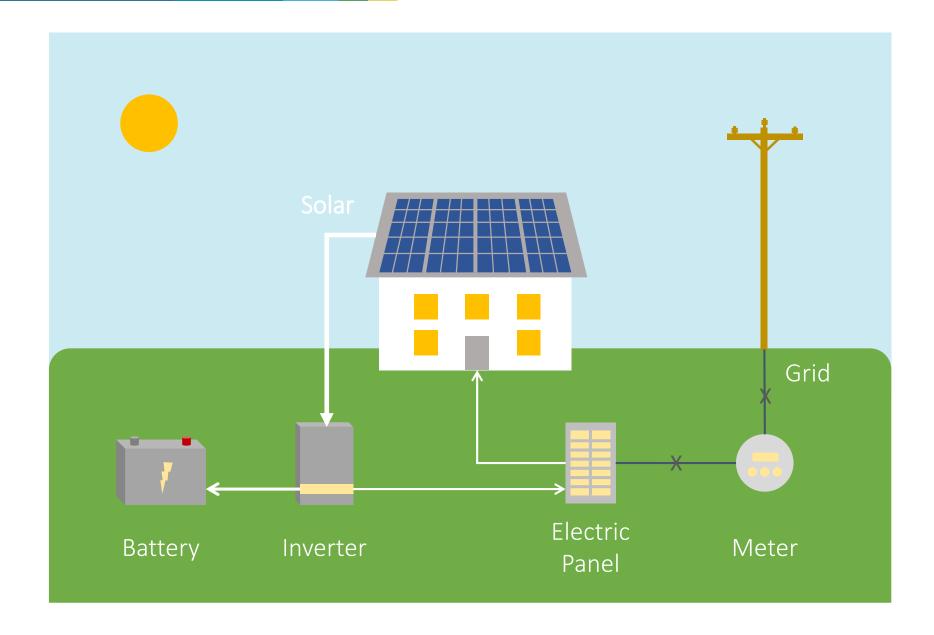


Residential Scale



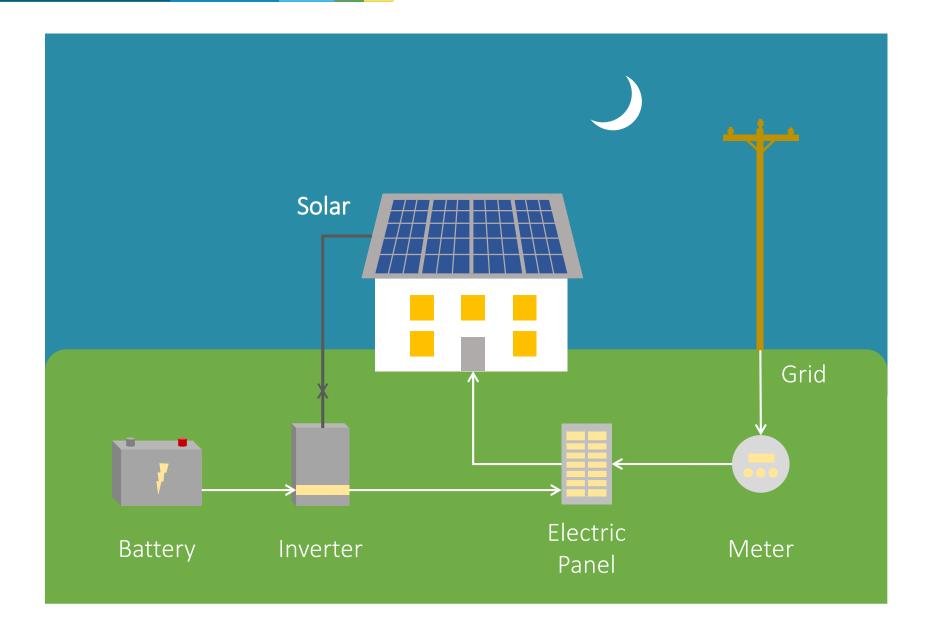


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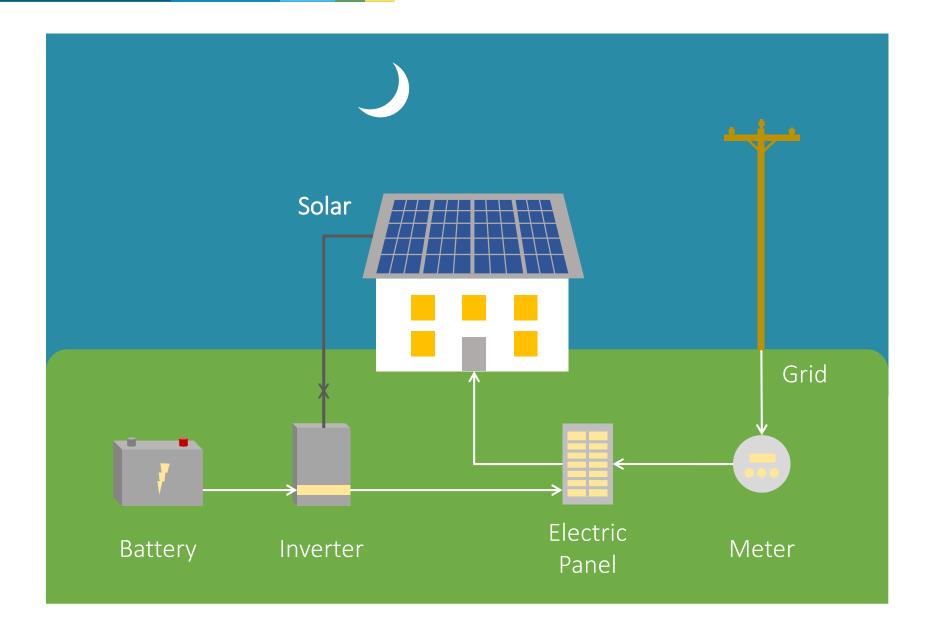


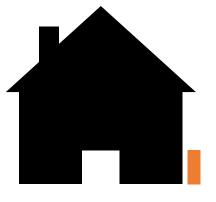
Residential Scale



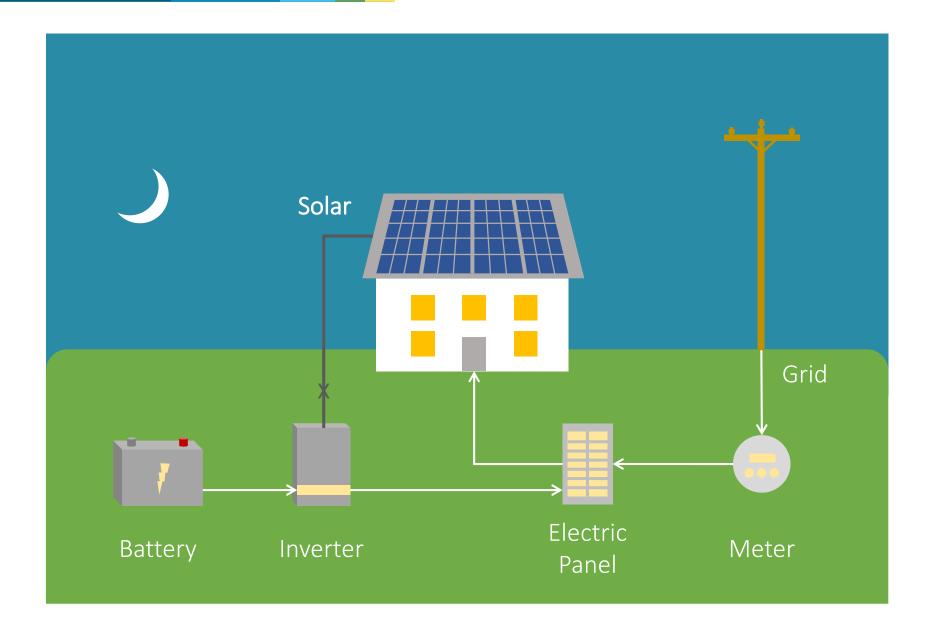


Residential Scale





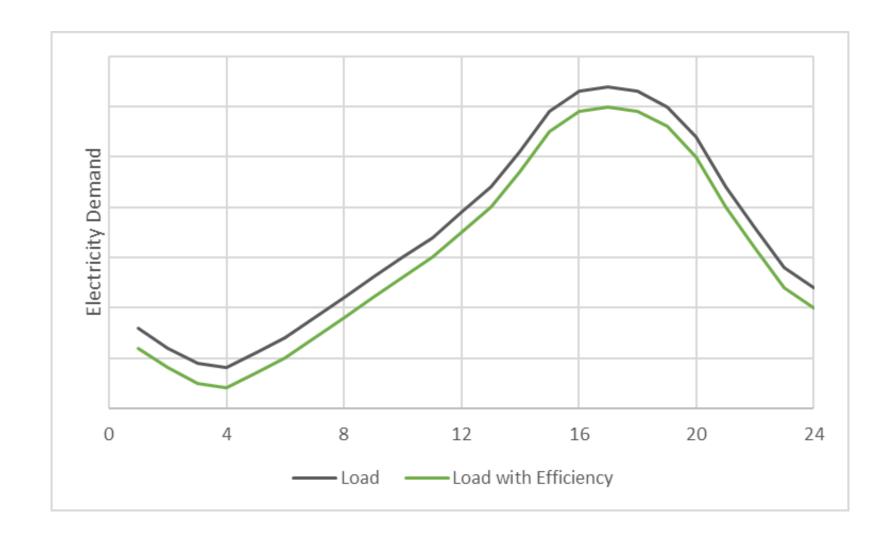
Residential Scale



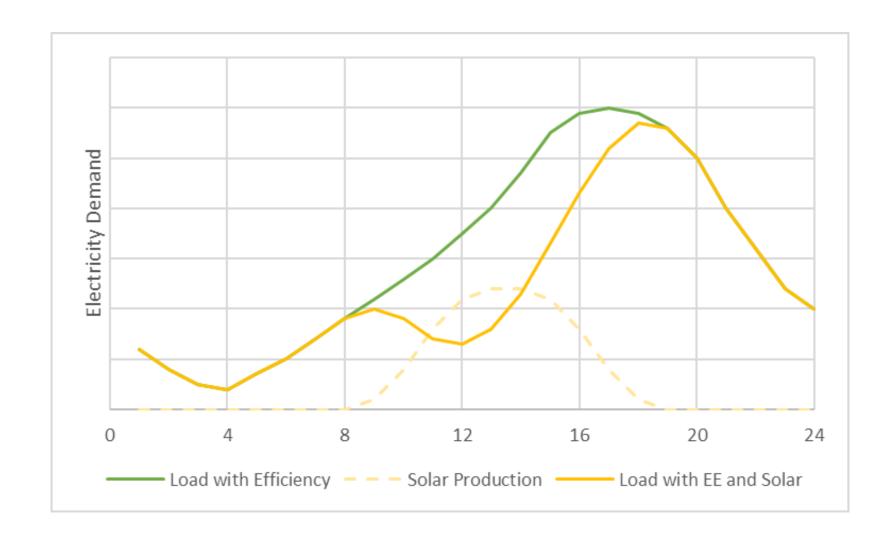


Residential Scale

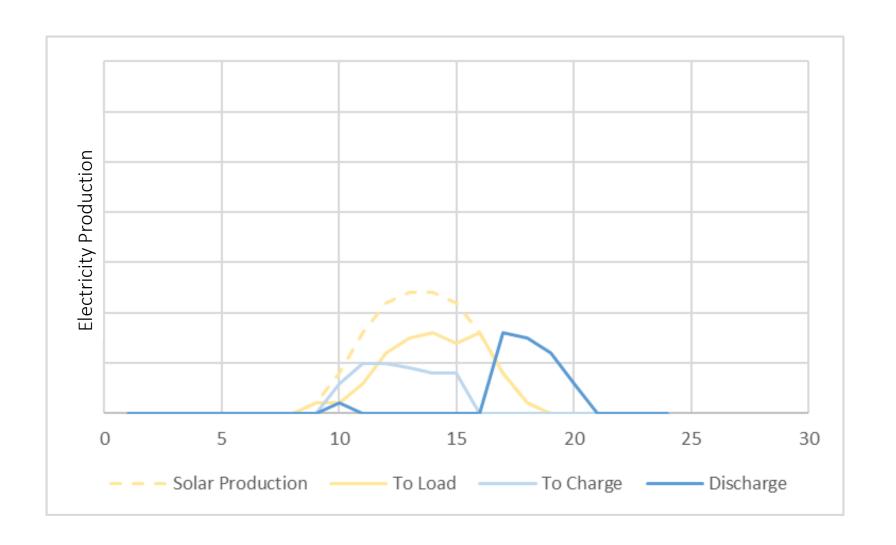
Energy
efficiency
reduces
demand at all
hours of the day



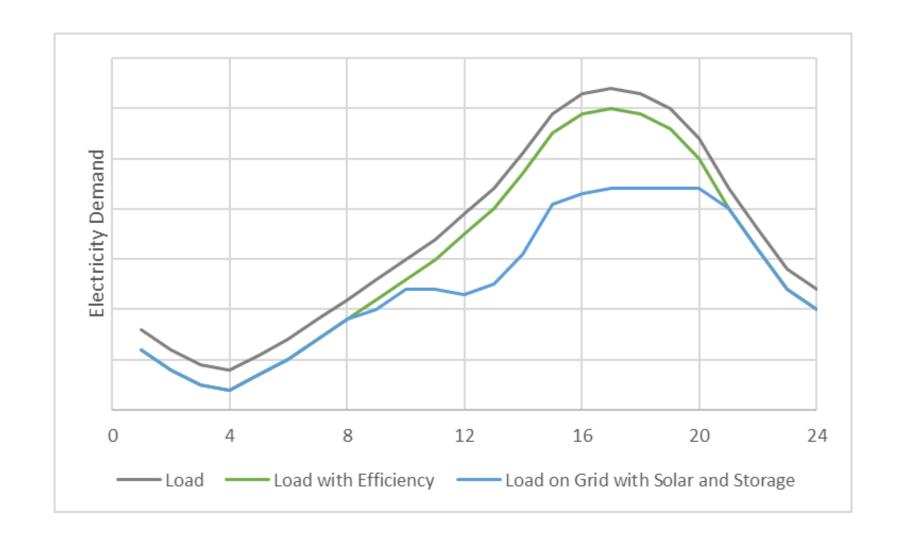
Solar reduces demand during daylight hours



Some of the solar production can instead charge a battery, which can discharge later



The overall effect of energy efficiency, renewable energy, and energy storage changes how much electricity is needed and when



# Some real-life examples



Pika Energy: Panasonic Harbor Smart Battery



LG Chem



lesia Powerwall



Residential Scale

# Some real-life examples



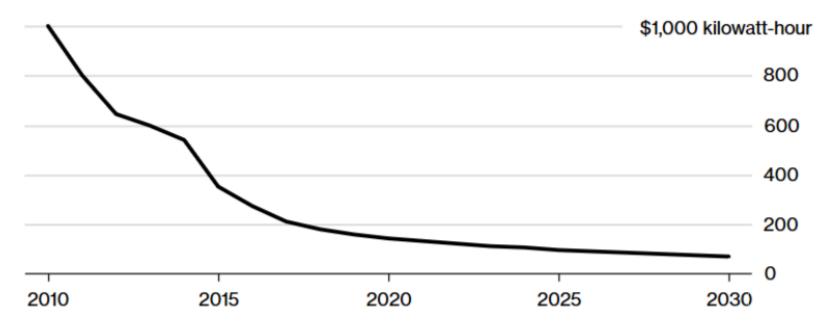


Tesla's Powerwall: solar paired with battery storage

### **Tipping Point**

Battery costs are expected to drop below \$100 per kilowatt-hour, making electric cars competitive on price by 2025

#### Lithium-ion battery pack price



Source: Bloomberg New Energy Finance Note: Prices starting in 2017 are forecasts

#### Consumer Benefits

- Backup during outage/emergency islanding
- More use of solar energy
- Self-sufficiency
- Demand charge management (commercial-scale)
- Demand response revenue
- Resilience

### **Developer Benefits**

- Add-on for solar system sales pitch
- Cater to different target audience
- Utility-scale and aggregate monetizable services
  - Demand response revenue
  - Regional energy market
  - Energy supply arbitrage
  - Frequency regulation
  - Voltage support

#### **Grid Benefits**

- Reduces peak demand
- Easier integration of distributed energy resources (like rooftop solar)
- Defer or avoid capacity-related infrastructure investments (for example: non-wires solutions)

### Societal Benefits

- Resilience
- Economic development

### State of Storage in RI

- Pairing with solar:
  - Net-metered solar systems smaller than 25 kW are eligible to add battery storage (Docket 4743 Order #22991)
  - Storage may not pair with solar systems through REGrowth tariff
- National Grid offers incentives for peak demand reduction using battery storage
  - Residential and commercial initiatives in the Demand Response program
  - Enrollment open through 7/1/2019; more info through vendors, NGrid sales reps, and Paul Wassink
  - Participants receive \$400 per kW reduction achieved during peak events
  - 30-60 three-hour events each summer
- National Grid is evaluating responses to 3 RFPs for non-wires solutions to defer capacity-related investments through the 2019 System Reliability Procurement Plan
  - All proposals included utility-scale battery storage
  - Would be charged from grid and/or distributed generation
- National Grid is going out to RFP for 2 utility-scale battery storage systems as part of Power Sector Transformation (Docket 4780)

### Storage Considerations Related to EERMC Responsibilities

- 2020 Energy Efficiency Annual Plan
  - Should the battery storage initiatives in the Demand Response program be expanded? If so, how?
  - What are appropriate incentive structures and financing options?
- 2020 System Reliability Procurement Plan
  - Will any proposed non-wires solutions be selected for funding?
  - Are there additional opportunities for cost-effective non-wires solutions to capacity-related infrastructure needs?
- 2021-2026 Market Potential Study & 2021-2023 Targets
  - Characterize the potential of demand response covering a range of technologies including energy storage
  - Potential for energy storage may influence peak demand reduction targets
- 2021-2023 Three-Year Plan
  - To what extent should storage play a role in the Three-Year Plan?
  - What is the appropriate incentive structure for battery storage?

### Acronyms Cheat Sheet

#### Technology

DER – Distributed Energy Resources

DG – Distributed Generation

DR – Demand Response

DSM – Demand-Side Management

EE – Energy Efficiency

ESS – Energy Storage System (e.g. a battery)

EV – Electric Vehicle

EVSE – Electric Vehicle Service Equipment (e.g. a charging station)

NWA – Non-Wires Alternative (Non-Wires Solution)

PV – PhotoVoltaic (e.g. solar panels)

RE – Renewable Energy

Units of Demand (amount of energy at any given instant)

kW – kilowatt

MW - megawatt (=1,000 kW)

GW - gigawatt (=1,000 MW)

Units of Energy Consumption (amount of energy used over time)

kWh - kilowatt-hour

MWh – megawatt-hour

#### Plans/Reports

EE – Energy Efficiency Program Plan

ISR – Infrastructure, Safety, and Reliability Plan

SRP – System Reliability Procurement

#### Agencies and Laws

DPUC – Division of Public Utilities and Carriers

LCP – Least-Cost Procurement

OER – Office of Energy Resources

PUC – Public Utilities Commission

#### Miscellaneous

EDC – Electric Distribution Company

RFP – Request for Proposals

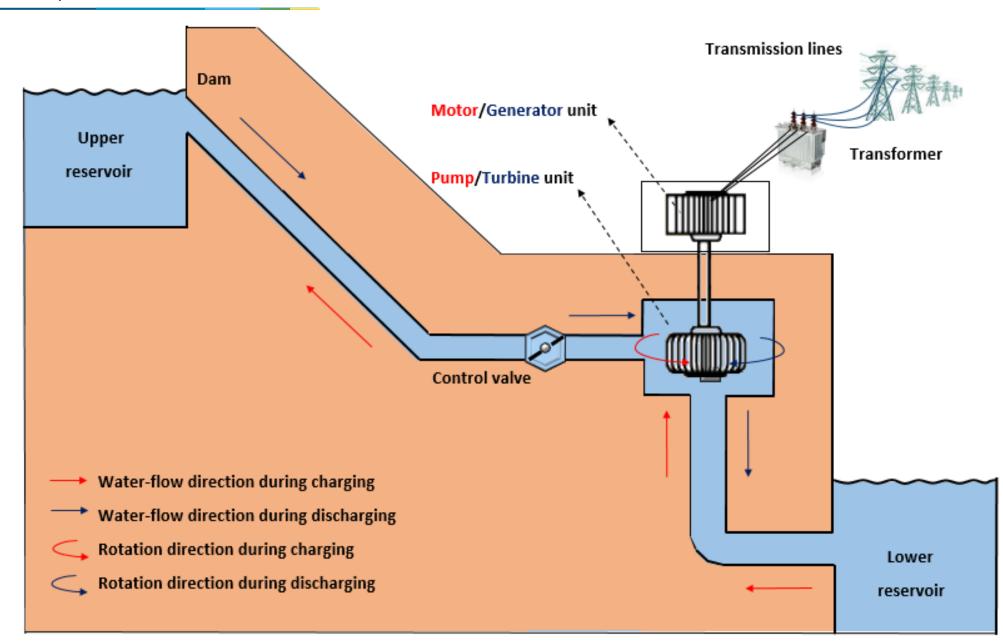
T&D – Transmission and Distribution

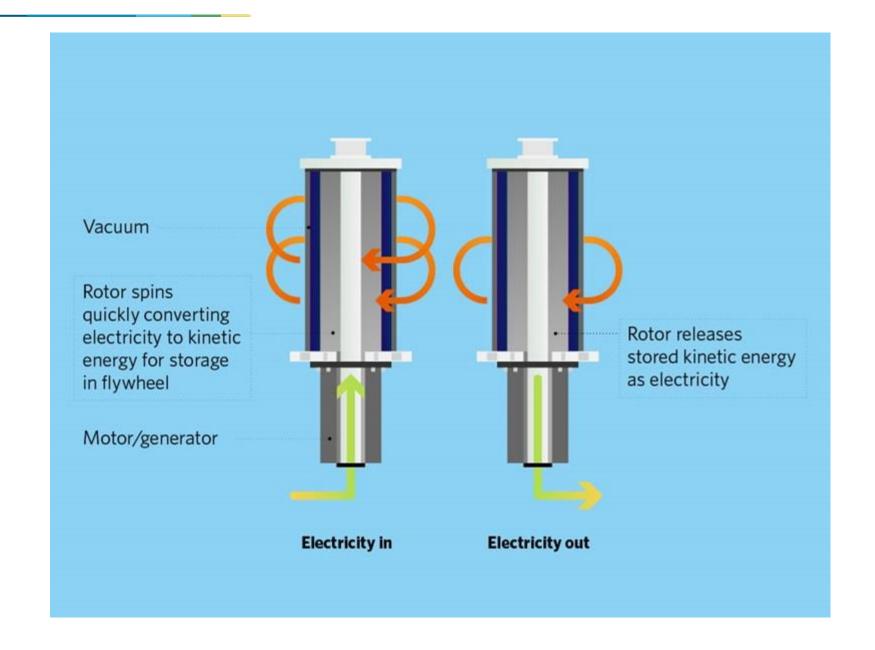


# Appendix:

**Energy Storage Systems** 







# Compressed Air Energy Storage

