

The STG Lecture Series

Distributed Energy Storage

Presented by

Dr. Ali Nourai

March 20, 2013



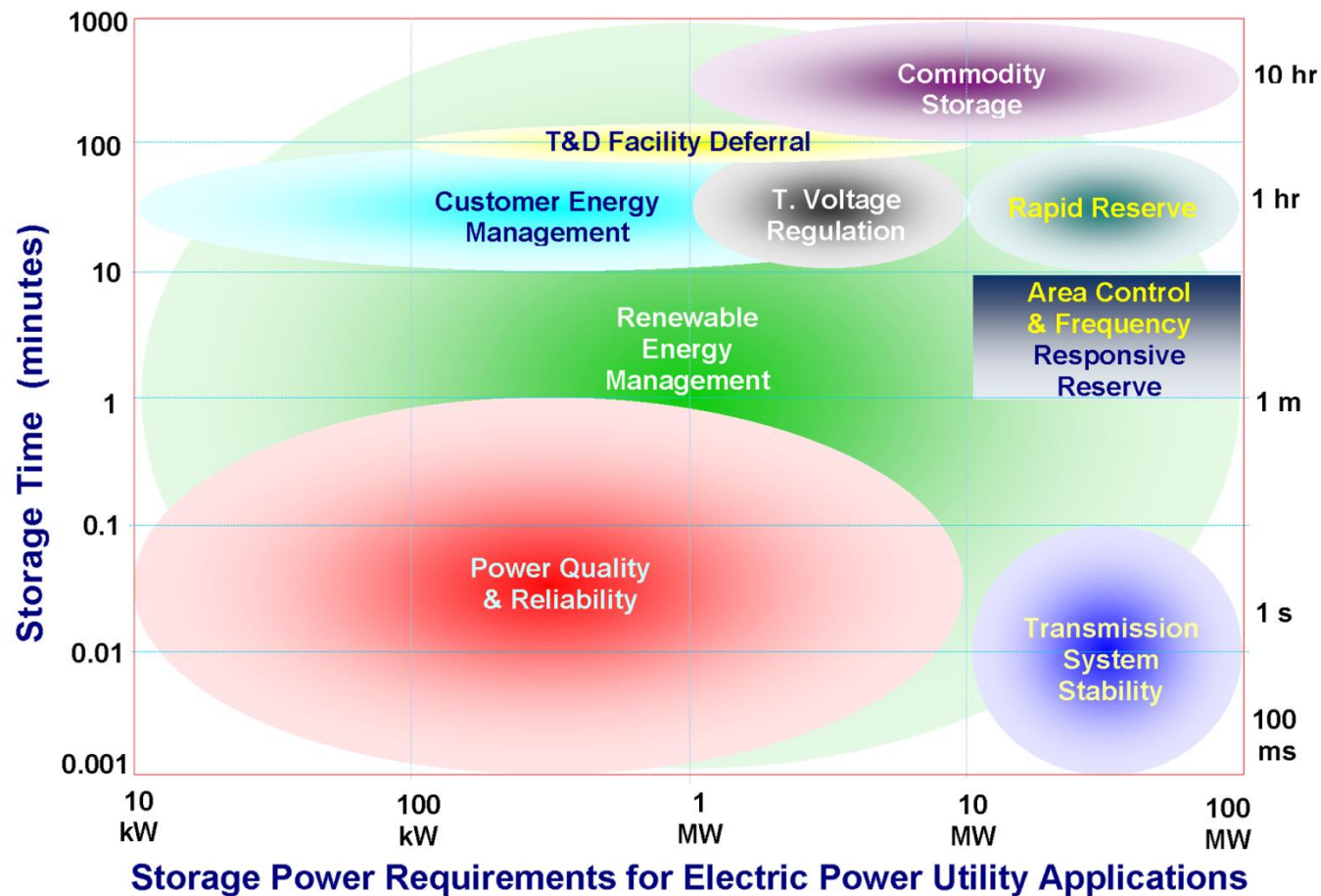
About the Lecturer...

- Dr. Ali Nourai is a graduate of RPI – Electric Power Engineering
- IEEE Fellow
- Executive Consultant with DNV KEMA
- Board member and former chairman of the Electricity Storage Association (ESA)
- Holds six patents
- Launched AEP's sodium sulfur (NaS) battery program
- Introduced the concept of the Community Energy Storage (CES).
- Contact information ali.nourai@dnvkema.com

Outline

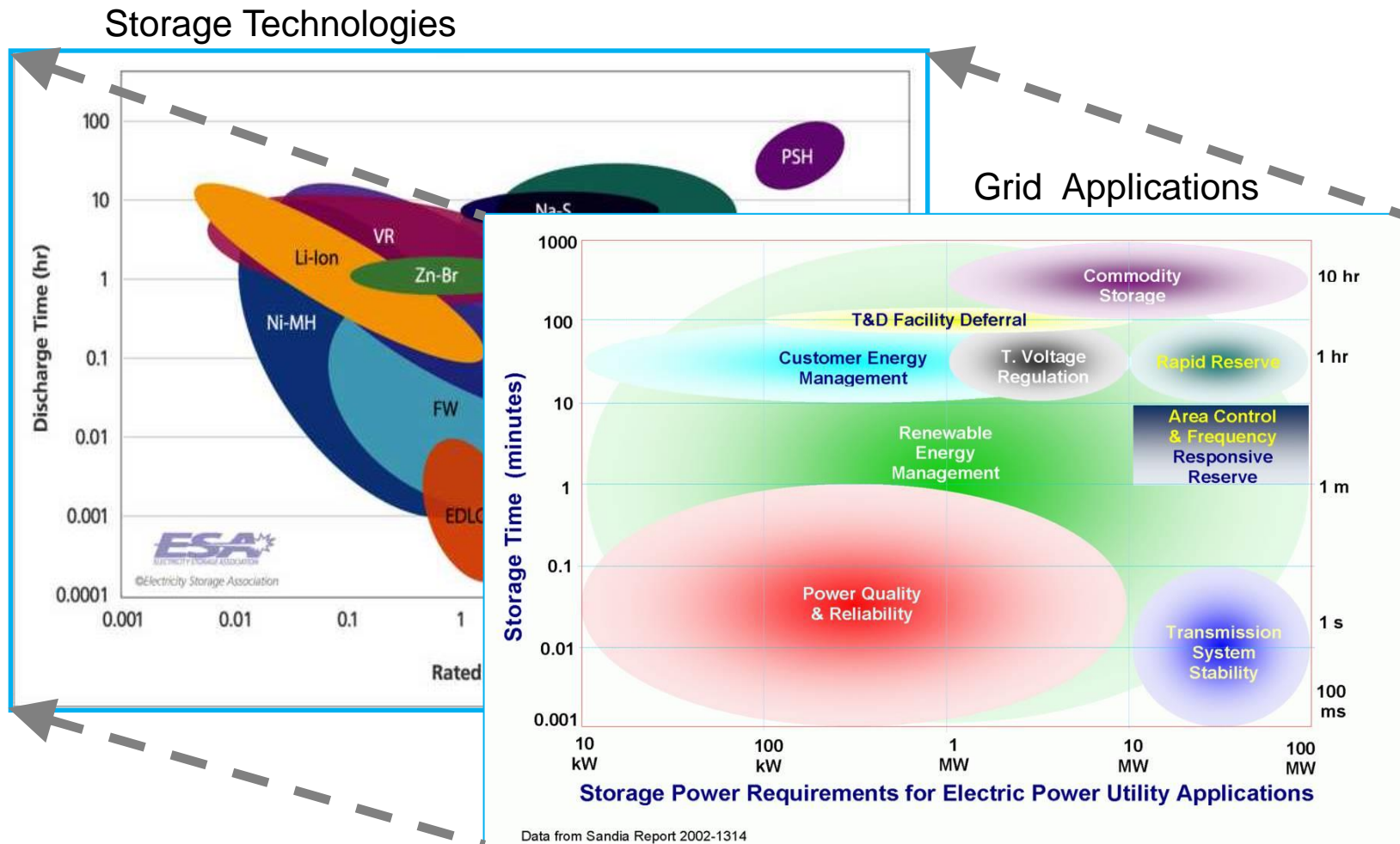
1. Introduction
2. Current and evolving storage technologies
3. Storage Deployment Patterns
4. Merits of deploying storage at the “edge of the grid”
5. Storage Options for edge of the grid
6. ES-Select tool (publicly available through DoE)
7. Conclusions

Grid Applications of Energy Storage



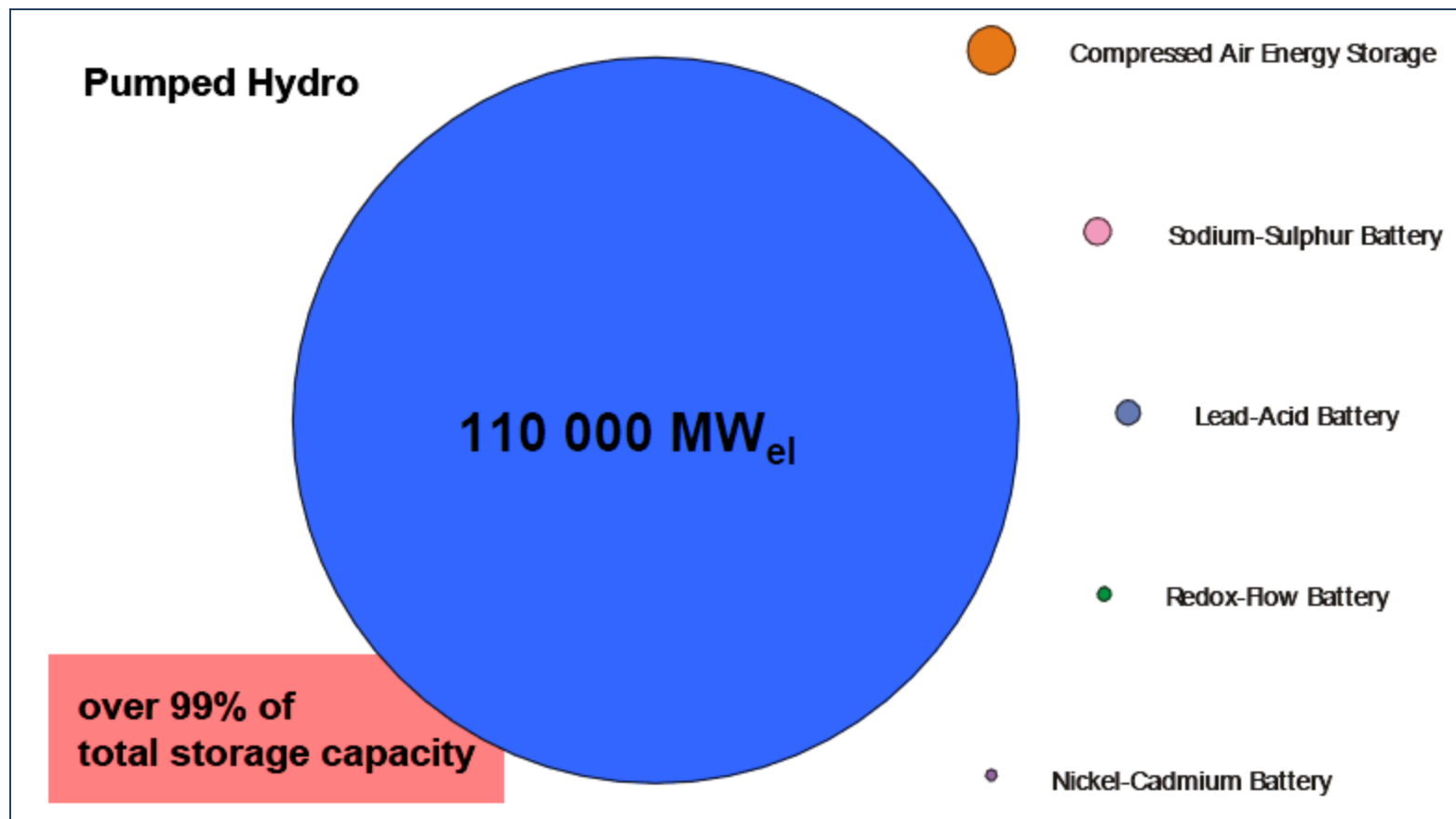
Data from Sandia Report 2002-1314

Mapping Storage Options to Grid Needs



It looks simple but has many practical challenges & hurdles to overcome !

Global installation of energy storage

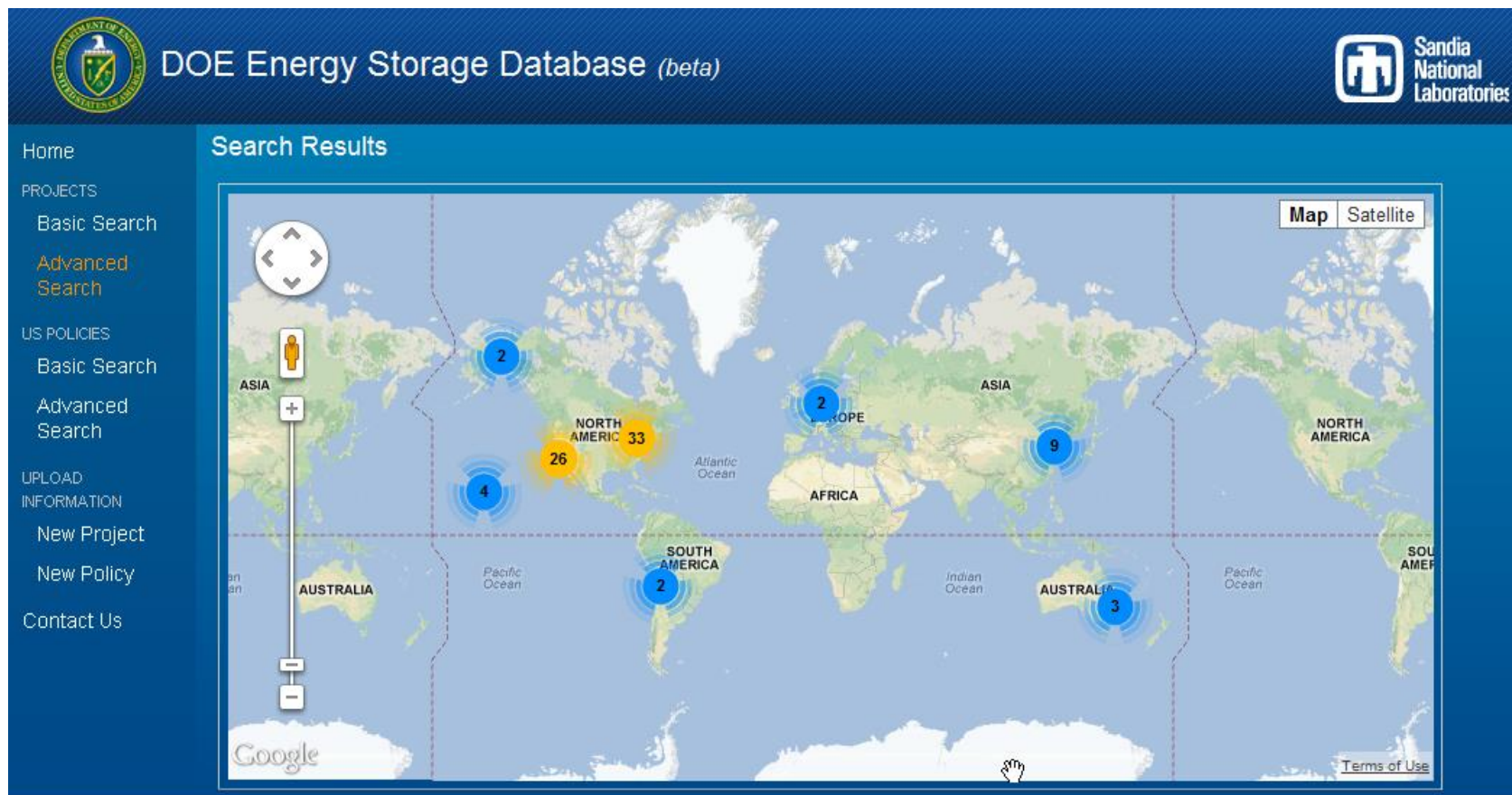


Source: Fraunhofer

DOE Database for Energy Storage Projects

WWW.Sandia.gov/ess

<http://www.energystorageexchange.org>,



Advanced Operational US Storage Projects

Project Name	Technology Type	Rated Power (kW)	Duration @ Rated Power (HH:MM)	Status	Commission Date	State	Benefit Stream 1	Benefit Stream 2
Laurel Mountain	Lithium Ion Battery	32,000	0:15	Operational	September 30, 2011	West Virginia	Frequency Regulation	Ramping
Battery Energy Storage System (BESS)	Nickel Cadmium Battery	27,000	0:15	Operational	not stated	Alaska	Electric Supply Reserve Capacity - Spinning	Grid-Connected Residential (Reliability)
Beacon New York Flywheel Energy Storage Plant	Flywheel	20,000	0:15	Operational	not stated	New York	Frequency Regulation	
Kahuku Wind Farm	Advanced Lead Acid Battery	15,000	0:15	Operational	March 1, 2011	Hawaii	Renewables Capacity Firming	Ramping
Johnson City	Lithium Ion Battery	8,000	0:15	Operational	December 31, 2010	New York	Frequency Regulation	Electric Supply Reserve Capacity - Spinning
PJM Regulation Services Project	Ultra Battery	3,000	0:43	Operational	June 15, 2012	Pennsylvania	Frequency Regulation	Ramping
Santa Rita Jail Smart Grid – Advanced Energy Storage	Lithium Ferrous Phosphate	2,000	2:00	Operational	March 15, 2012	California	Electric Bill Management with Renewables	Electric Energy Time Shift
Kaheawa I Wind Project	Advanced Lead Acid Battery	1,500	0:15	Operational	July 1, 2009	Hawaii	Renewables Capacity Firming	Ramping
Kaua'i Island Utility Cooperative	Advanced Lead Acid Battery	1,500	0:15	Operational	December 1, 2011	Hawaii	Electric Supply Reserve Capacity - Non-Spinning	Ramping
Xcel and SolarTAC	Advanced Lead Acid Battery	1,500	0:15	Operational	December 15, 2011	Colorado	Ramping	Renewables Capacity Firming
Lanai Sustainability Research	Advanced Lead Acid Battery	1,125	0:15	Operational	September 1, 2011	Hawaii	Ramping	Renewables Capacity Firming
Detroit Edison Community Energy Storage Project	Lithium Ion Battery	1,000	2:00	Operational	July 1, 2011	Michigan	Voltage Support	Renewables Energy Time Shift
Metlakatla BESS	Lead Acid Battery	1,000	1:24	Operational	not stated	Alaska	Electric Supply Reserve Capacity - Spinning	Frequency Regulation
Wind-to-Battery MinnWind Project	Sodium Sulfur Battery	1,000	7:00	Operational	October 1, 2008	Minnesota	Renewables Energy Time Shift	Ramping

TOTAL KW>>> 115,625

Source: <http://www.energystorageexchange.org>, partial list of U.S. operating systems ≥ 1 MW

Selected U.S. Storage Project Photos

AES Laurel Mont., li-ion, 32MW, 8MWh



Source: A123 presentation

Metlatakla, PbA, 1 MW, 1.5 MWh



Source: ESA calendar

Beacon Tyngsboro, Flywheel, 1MW, 250 kWh



Source: ESA calendar

AEP Bluffton, NaS, 2MW, 14 MWh



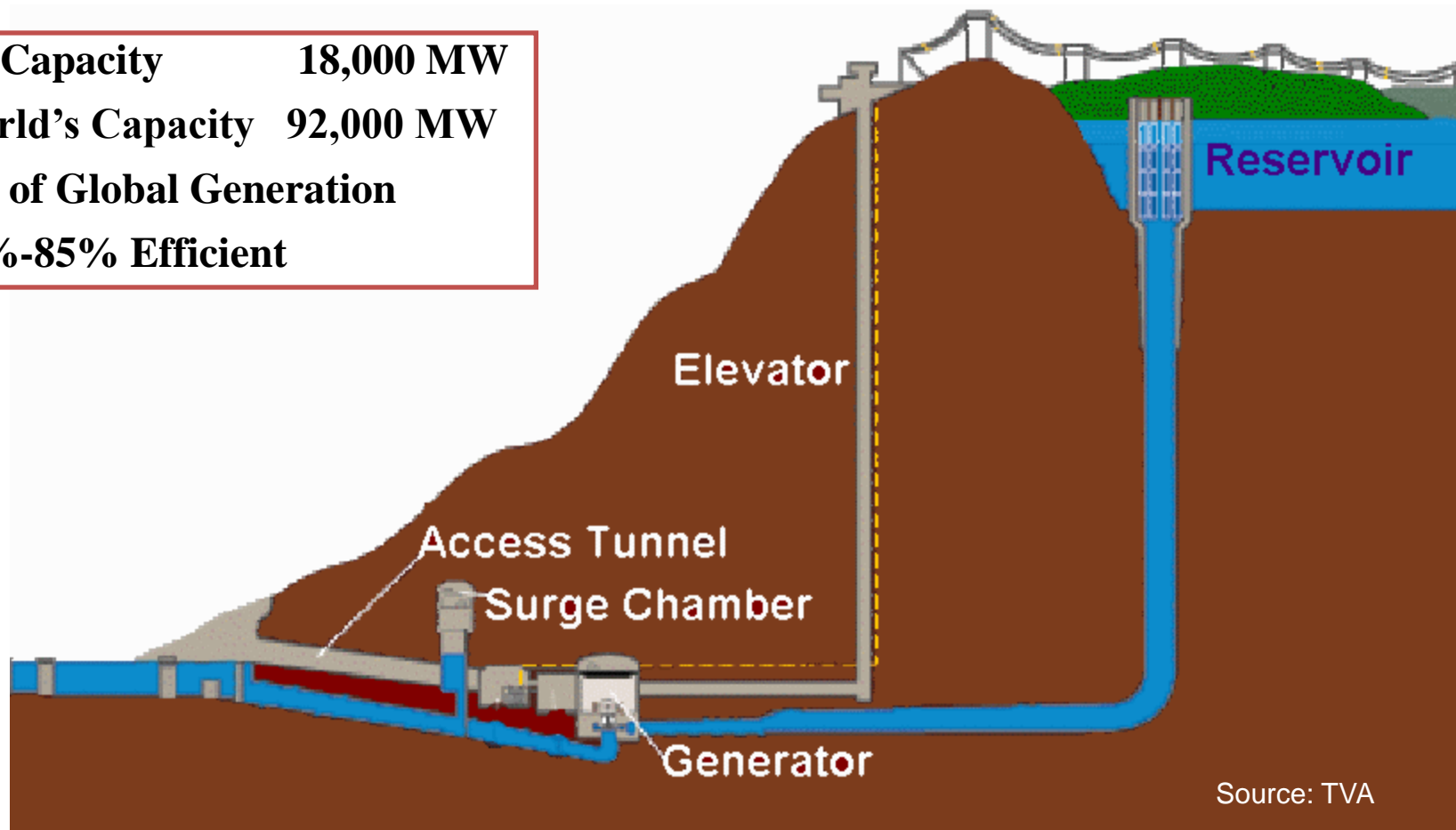
Source: ESA calendar

2. An overview of current & evolving storage technologies

- Pumped Storage
- Compressed air
- Flywheels
- Storage systems with no electric output
- Electrochemical batteries (including flow batteries)

Pumped Storage Facility

US Capacity **18,000 MW**
World's Capacity **92,000 MW**
3% of Global Generation
70%-85% Efficient



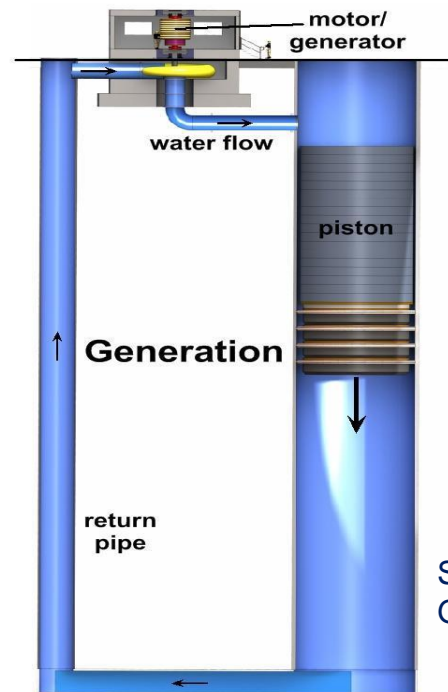
High Capacity - Medium Cost - Special Site Requirement

Pumped Storage – Special Cases



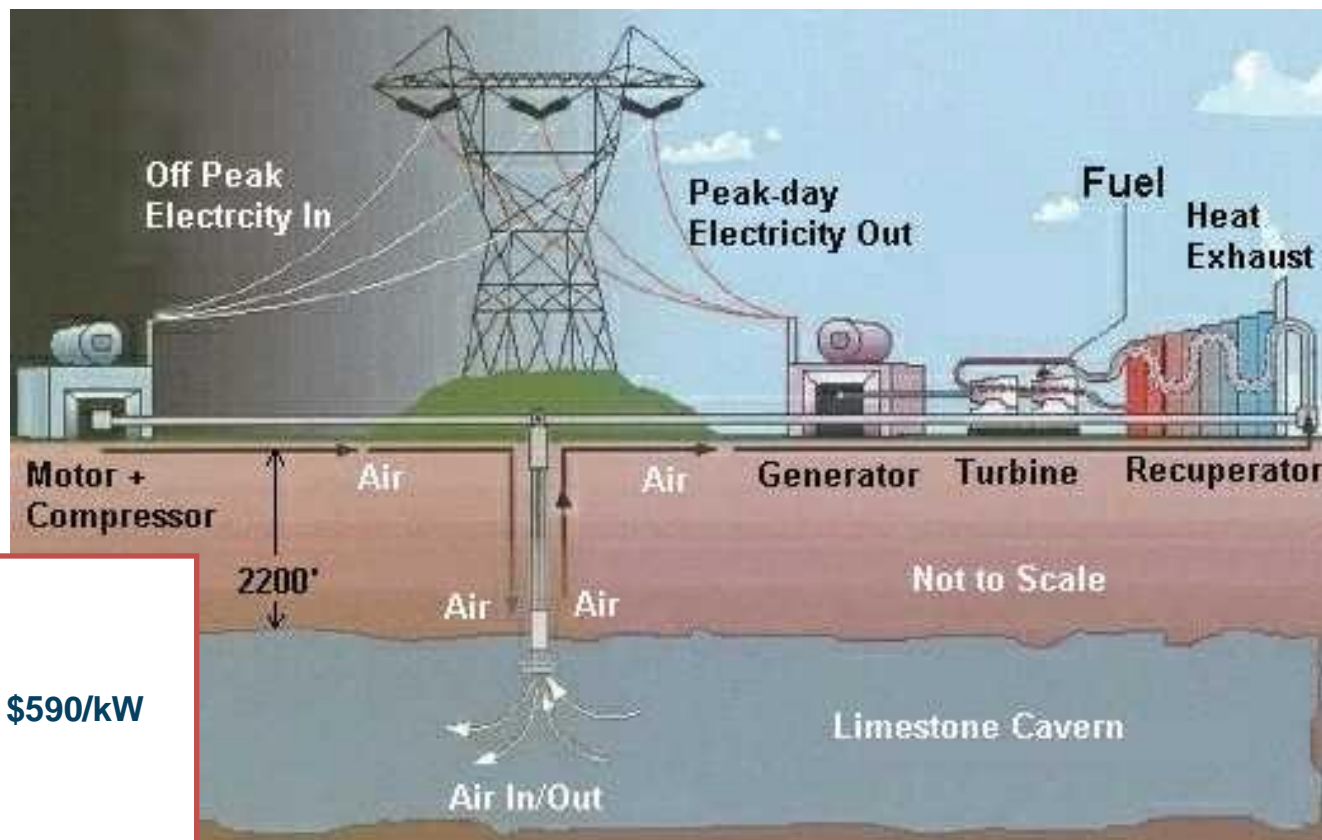
Energy Island (concept):

- Surface area = 10x6 km²,
- water depth of inner lake = 32 to 40 m
- Storage capacity = 20 GWh
- Power = 1,500 MW
- Enabler for wind turbines = 300-500 MW



Gravitational Storage (concept):
Low energy density - Lifting 100 kg up by 10 m would provide the same energy as a single AA battery.

Compressed Air Energy Storage (CAES)



- 1978 Germany 290 MW
- 1991 Alabama 110 MW, \$590/kW

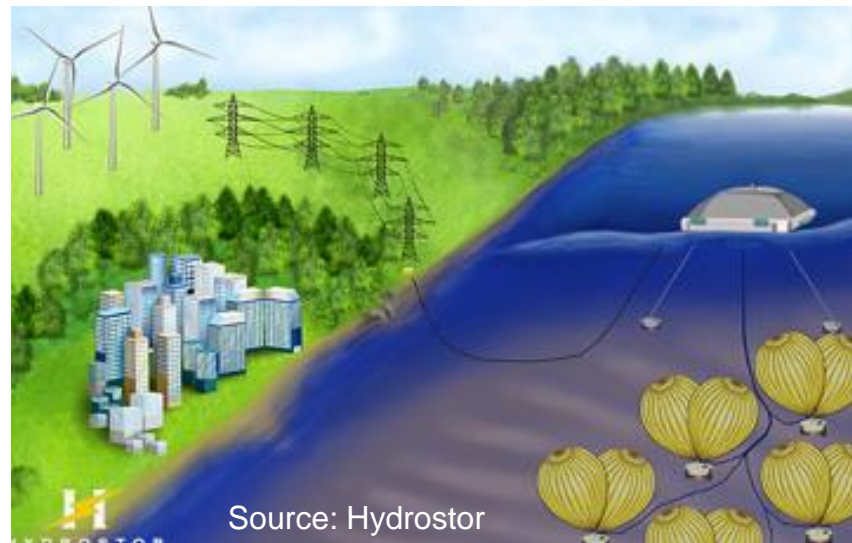
High Capacity - Low Cost - Special Site Requirement - Gas Fuel

CAES – Special Cases



Source: Sustainex

Isothermal CAES
Above ground
10's of MW



Source: Hydrostor

Underwater CAES
10's of MW

Flywheels

- Kinetic Energy Systems
- Steel Flywheels
(up to 8,000 RPM)
- Composite Flywheels
(up to 60,000 RPM)
- Magnetic Bearings
(Levitated Rotor)
- 100 kW for 15 minutes (typical)
- High efficiency (> 90%)
- Long life (up to 20 years possible)



Source: Beacon

Storage with No Eclectic Output !

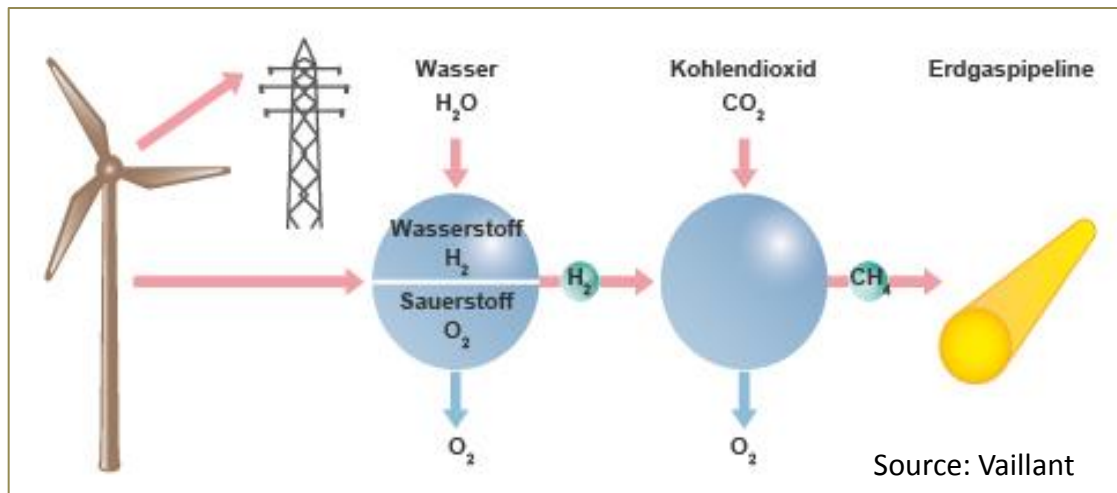
- Thermal Storage (cold or hot)
- Power-to-Gas (electrolysis)

Drivers:

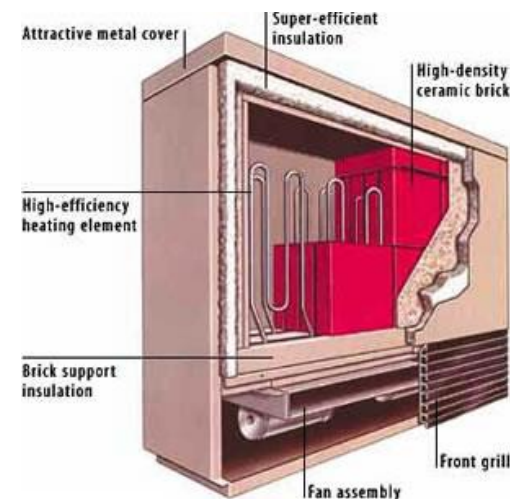
- Low cost
- The non-electric byproducts are useful
- Conversion to electricity is inefficient



Source: ICE-Energy



Source: Vaillant

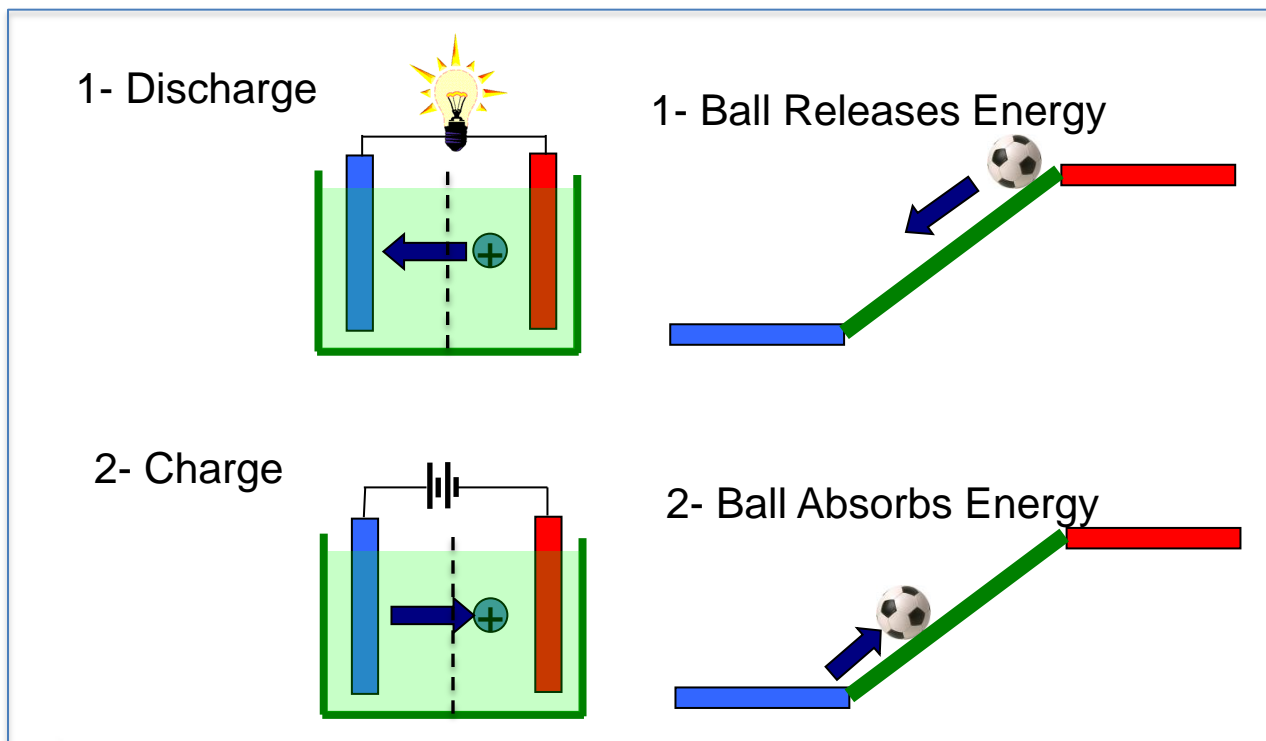


Source: Steffes

Electrochemical Batteries - Mechanical Analogy

Key Components:

1. Two different electrodes
2. Ions that tend to go from one electrode to another
3. Ion path (electrolyte)
4. Need an ion-conducting separator if electrodes are too close



Sodium Sulfur (NaS) Battery

Liquid electrodes with solid electrolyte

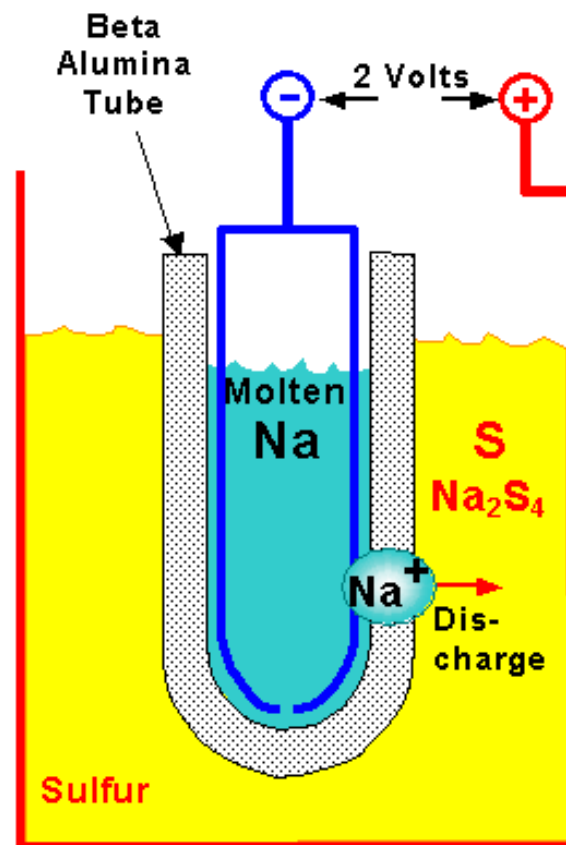
89% efficient

2500 – 4500 cycle life

1.0 MW, 7 MWh Battery



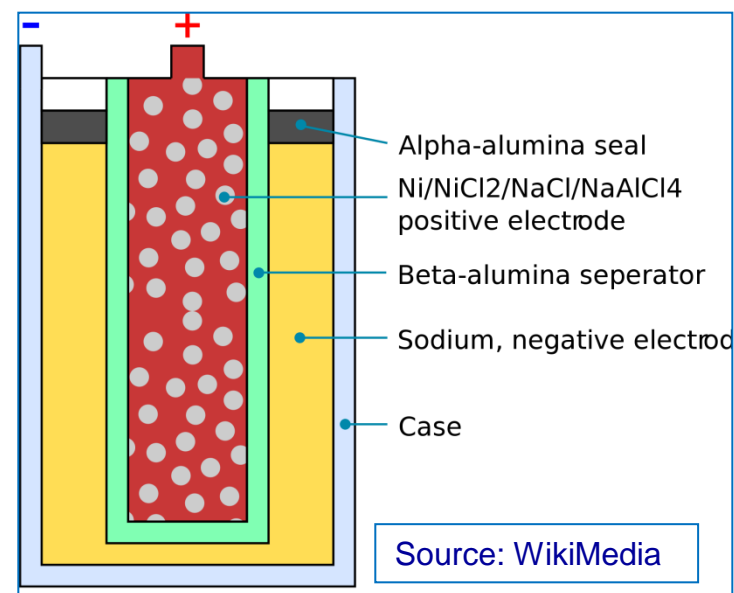
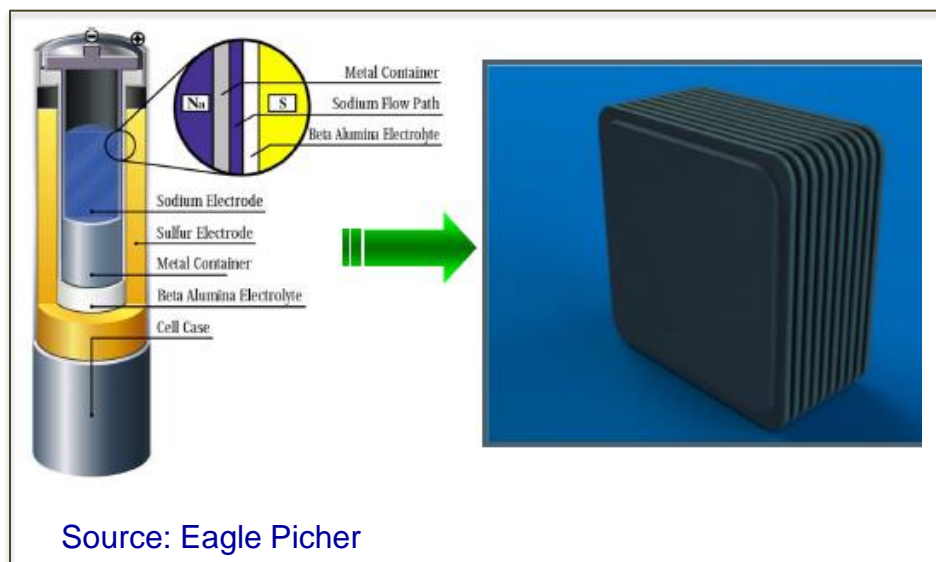
Source: AEP



Sketch of a 2V NAS Battery Cell

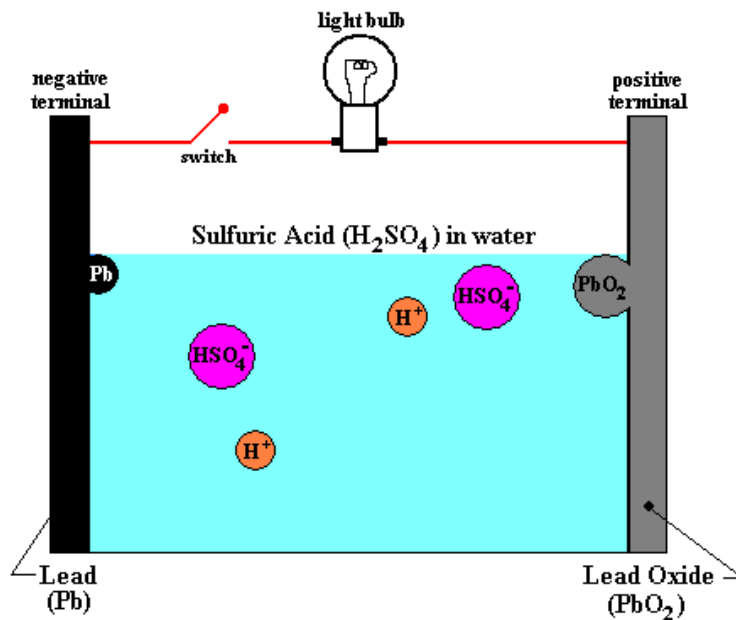
Other Sodium-based Batteries

- Planar Sodium Sulfur (higher power density, less fragile)
- Sodium Nickel Chloride (higher energy density)



Lead-Acid Battery

- Low Capital Cost
- Short Cycle Life
- Low Efficiency
- A few MW-scale storage systems were built but none are operating now
- Advanced lead acid batteries with higher efficiency and longer life replaced them for grid applications



Source: ww2.lgnatius.edu



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Advanced Lead Acid Batteries

A soft or spongy electrode made from activated carbon, nanotubes or other fluffy but conductive material is used for the following benefits:

- 1) Sponge does not breath (change dimension) with cycling – thus, no mechanical fatigue – thus longer cycle life
- 2) Sponge has more effective surface area than a solid electrode of the same dimensions – thus it can hold or store more ions (higher capacity)
- 3) Fast movement of ions through porous sponge causes high power



Courtesy: Xtreme Power

Lithium-ion Battery

3.6 V cell

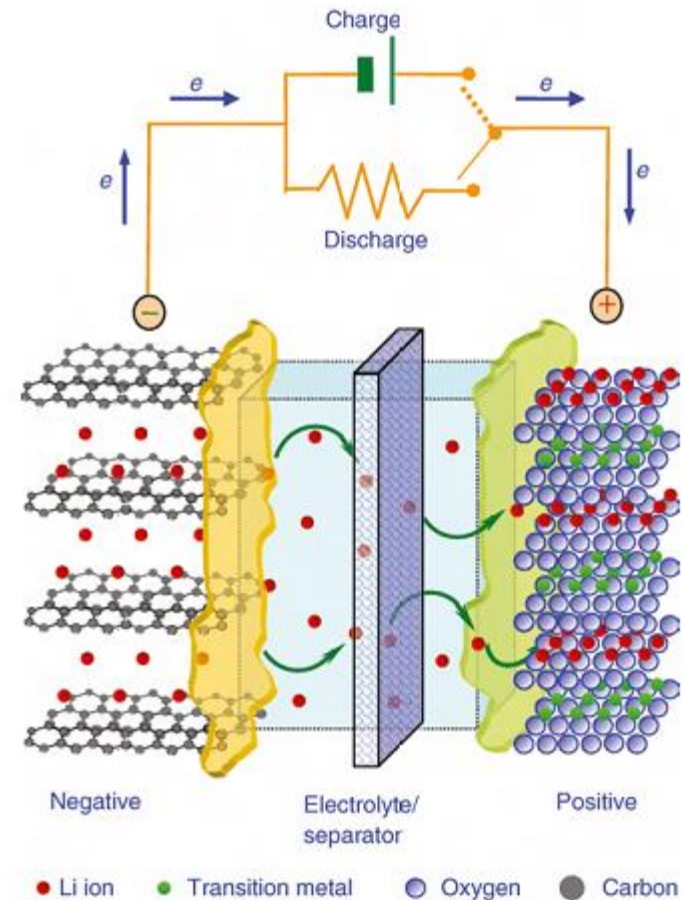
95% efficient

5000 cycle life

32 MW, 8MWh,
Laurel Mountain project, WV

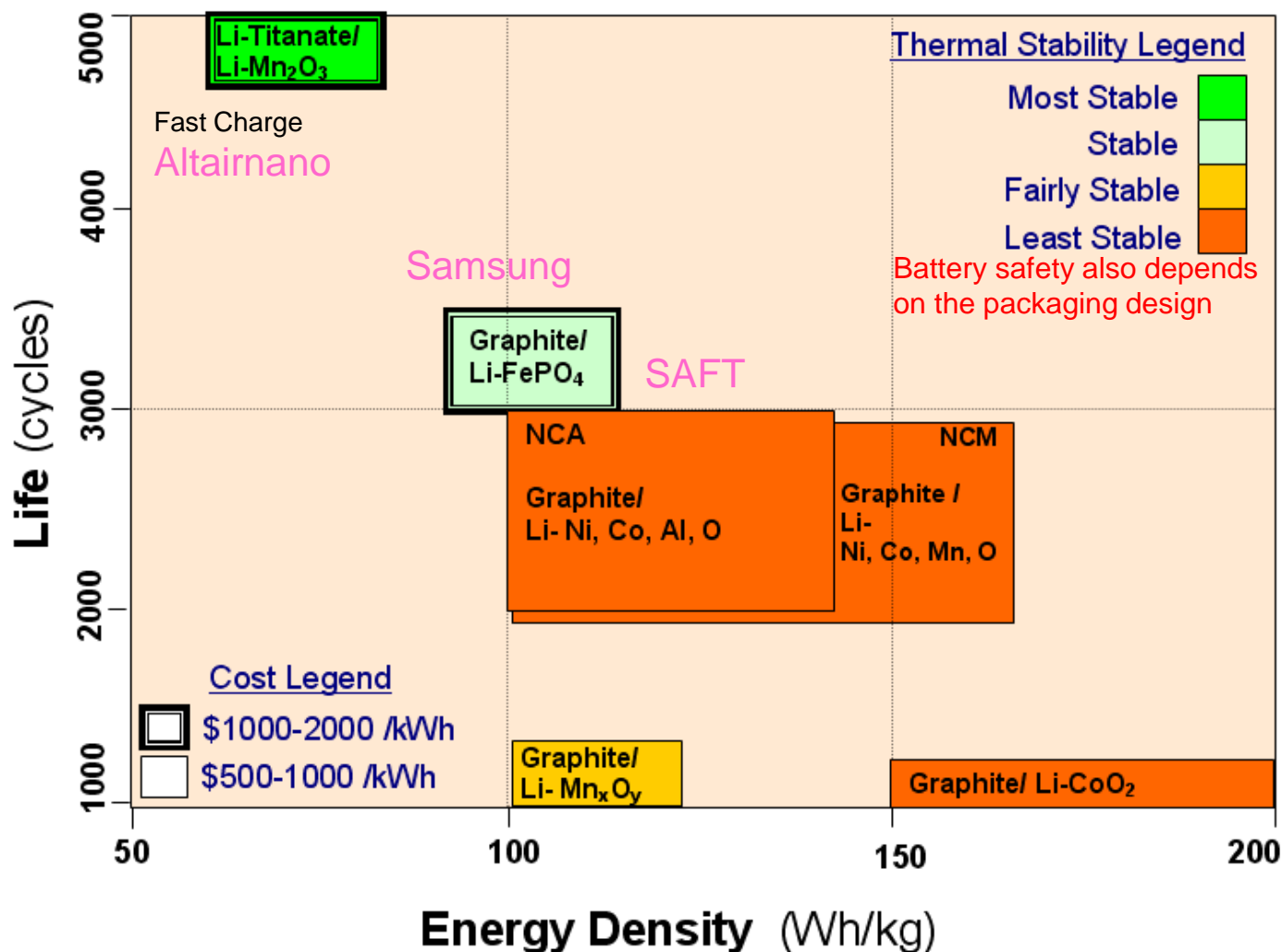


Source: AES



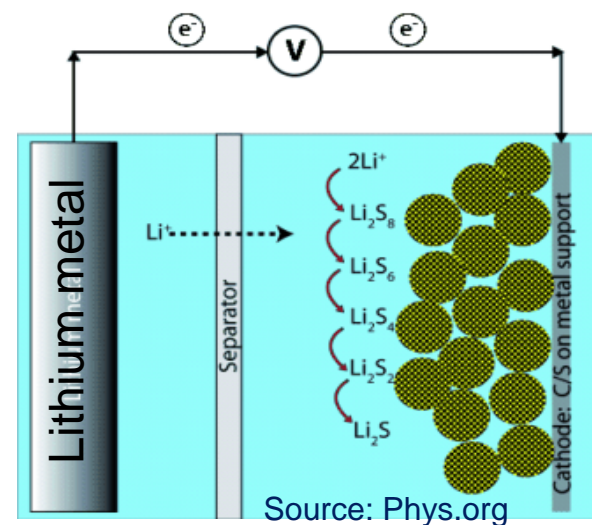
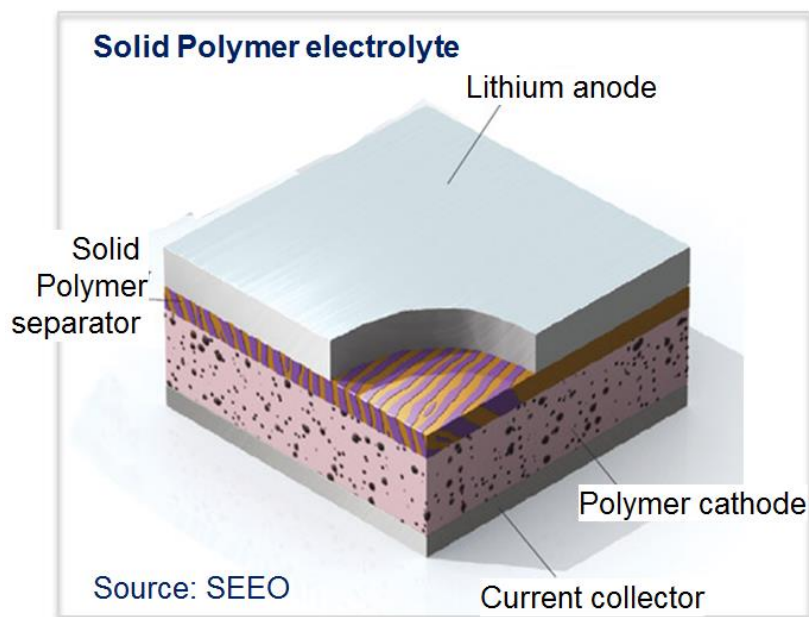
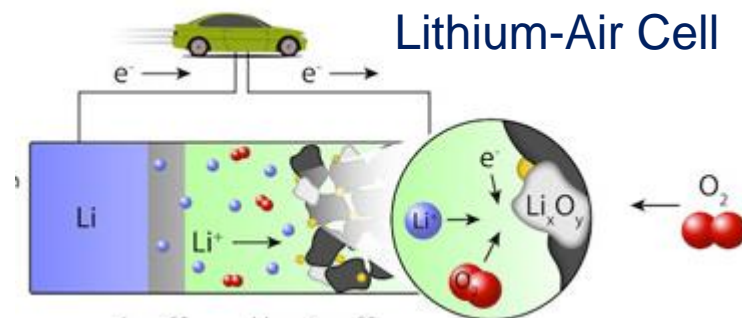
Source: Encyclopedia of Electrochemical Power Sources

Varieties of Li-ion Batteries



Other Li-based batteries

- Li-ion with solid polymer electrolyte
- Lithium Sulfur (high energy density, volatile)
- Li-air (extremely high energy density)



Lithium Sulfur Cell

Flow Battery Systems

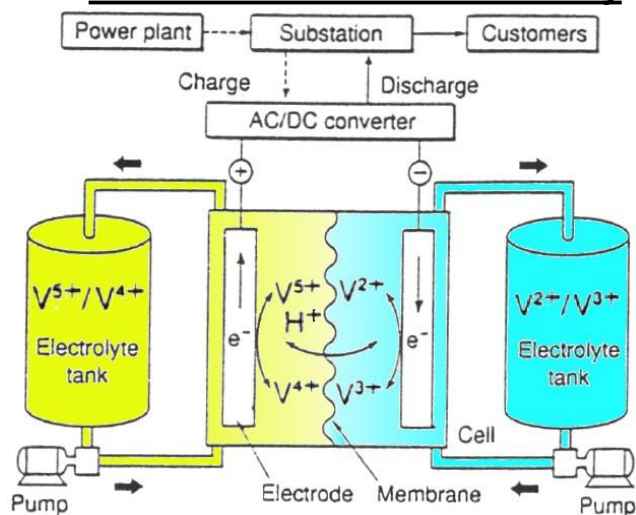
Common flow battery types:

- Vanadium Redox
- Zinc Bromine
- Iron Chromium

General Features:

- Power and energy ratings are independent
- High cycle life
- Low-medium efficiency
- Low energy density (large size)
- Can be turned off (safe maintenance)

Vanadium Redox Flow Battery



Source: Sumitomo Electric Industries (SEI)

Gills Onion VRB – 600kW, 6 hours



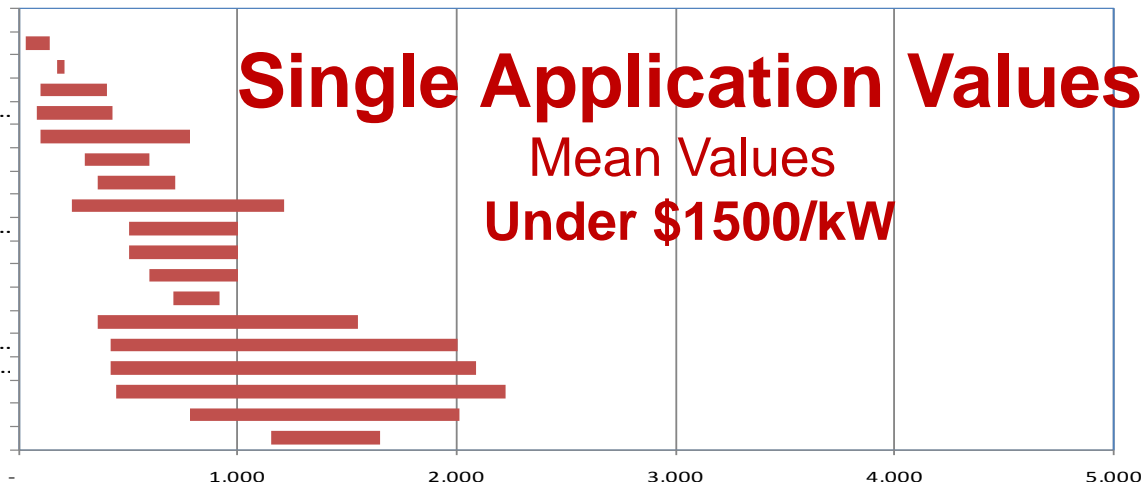
Source: Prudent / Gills Onion

Storage Cost vs. Benefit of “Single” Applications

10-year Present Value of Grid Applications of Energy Storage - \$/kW

8-Transmission Congestion Relief
7-Transmission Support
6-Voltage Support
5-Electric Supply Spinning ...
17.2-Wind Integration (time shift)
1-Energy Time Shift (arbitrage)
2-Electric Supply Capacity
15-Renewables Time-shifting
17.1-Wind Integration...
(18) PV Smoothing
3-Load Following
16-Renewables Capacity Firming
12-Demand Charge Management
11-Time-of-use Energy Cost...
13-Electric Service Reliability...
14-Electric Service Power Quality
4-Area Regulation
9-T&D Upgrade Deferral

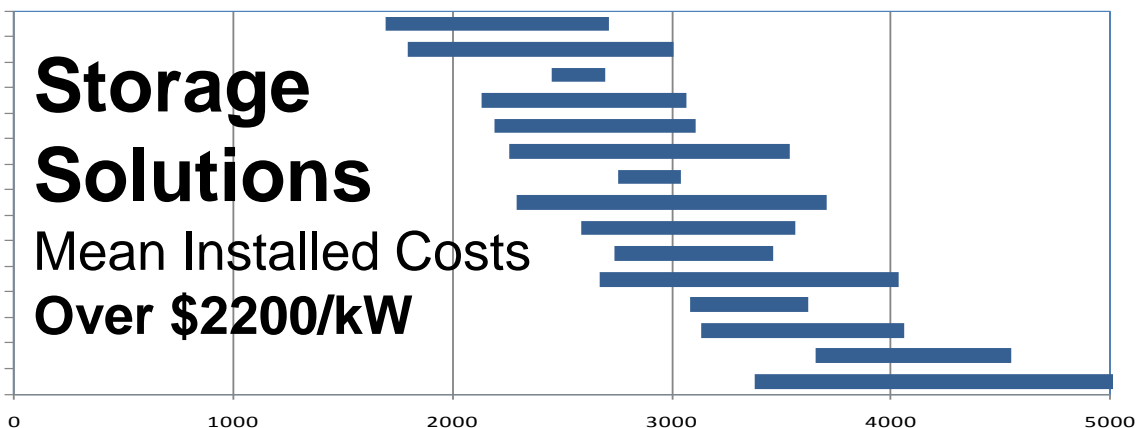
Single Application Values
Mean Values
Under \$1500/kW



Estimated Installed Cost of MW-Scale Energy Storage Systems - \$/kW

Compressed-Air ES, underground
Ni batt. (NiCd, NiZn, NiMH)
Thermal Storage (Ice)
Zinc Bromine
Lithium-ion - High Power
Compressed-Air ES, above ground
Sodium Nickel Chloride
Flywheel
Advanced Lead Acid
NAS-Power
Vanadium Redox Battery
Lithium Ion - High Energy
Zinc-Air Battery
Sodium Sulfur
Pumped Hydro

Storage Solutions
Mean Installed Costs
Over \$2200/kW



3. Storage Deployment Patterns - Central vs. Distributed

- Drivers
- Restrictions
- Technology Options

Factors Shaping the deployment patterns

- **Drivers**

- Nuclear power plants in 30's and 40's (slow driver - slow deployment of large central storage)
- Distributed renewables (fast driver – fast deployment over wide geographic areas)

- **Restrictions**

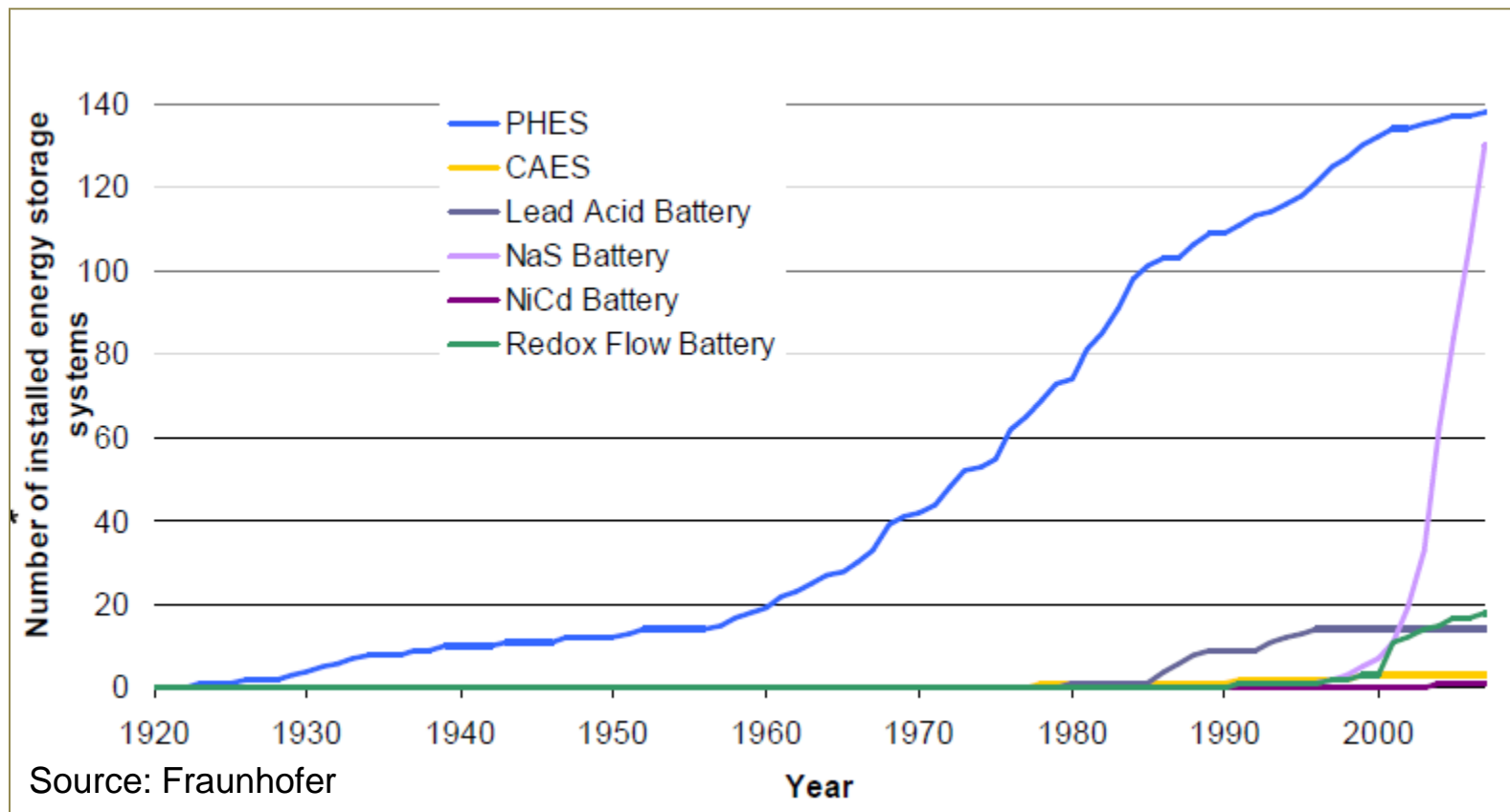
- Geological restrictions for pumped hydro and CAES
- Required licensing for large installations

- **Technology Options**

- Battery cells are only a few volts, easier to aggregate small units than make a large central unit from millions of cells.
- Communications and control for aggregation of distributed assets

Installation History of Storage Technologies

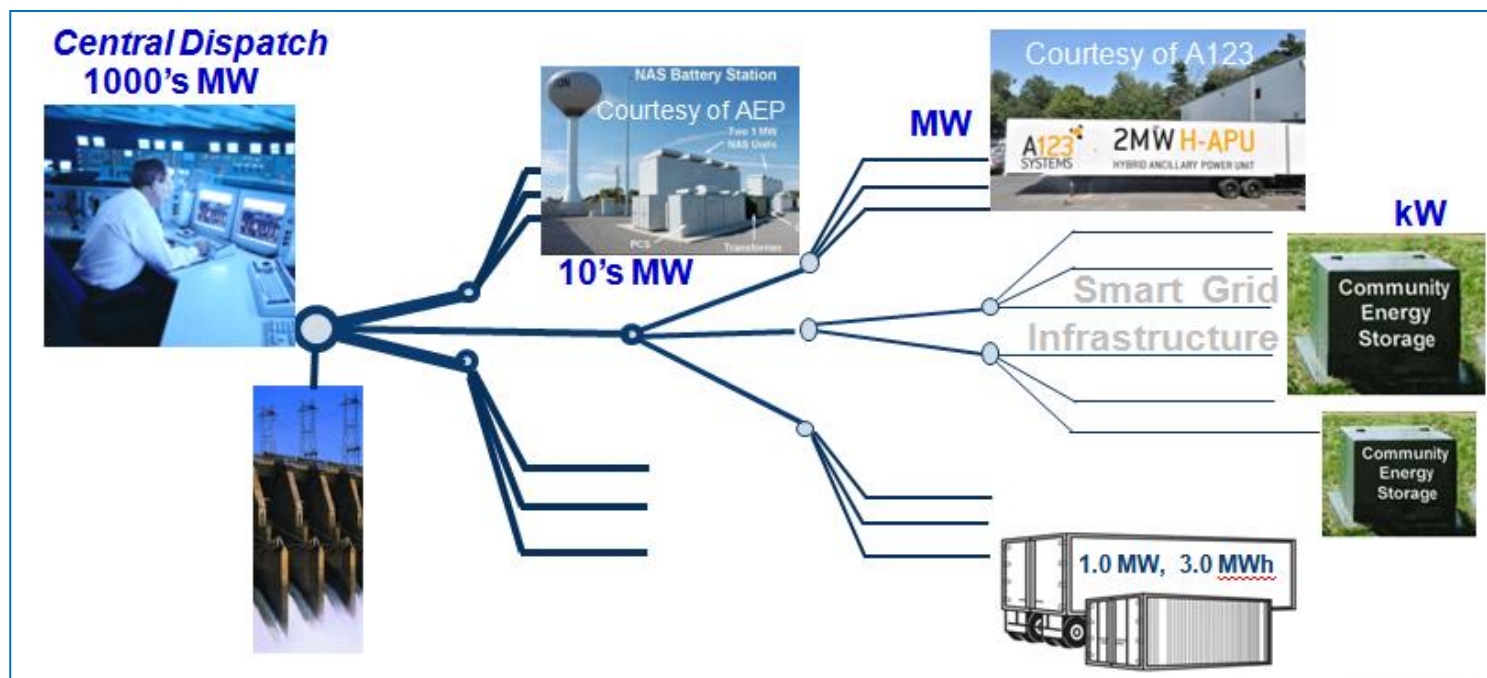
Drivers behind storage deployment have changed over the years



“Distributed Bulk” Storage !!

Aggregation of Distributed Storage Units

- Realizing Distributed Benefits
- Exercising Central Control



Distributed bulk is made possible by communication and control technologies

Central vs. “Distributed Bulk” Storage

Advantages of “distributed bulk” storage

Economics

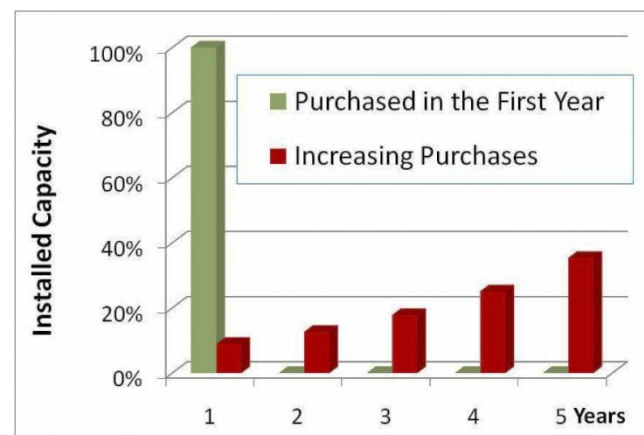
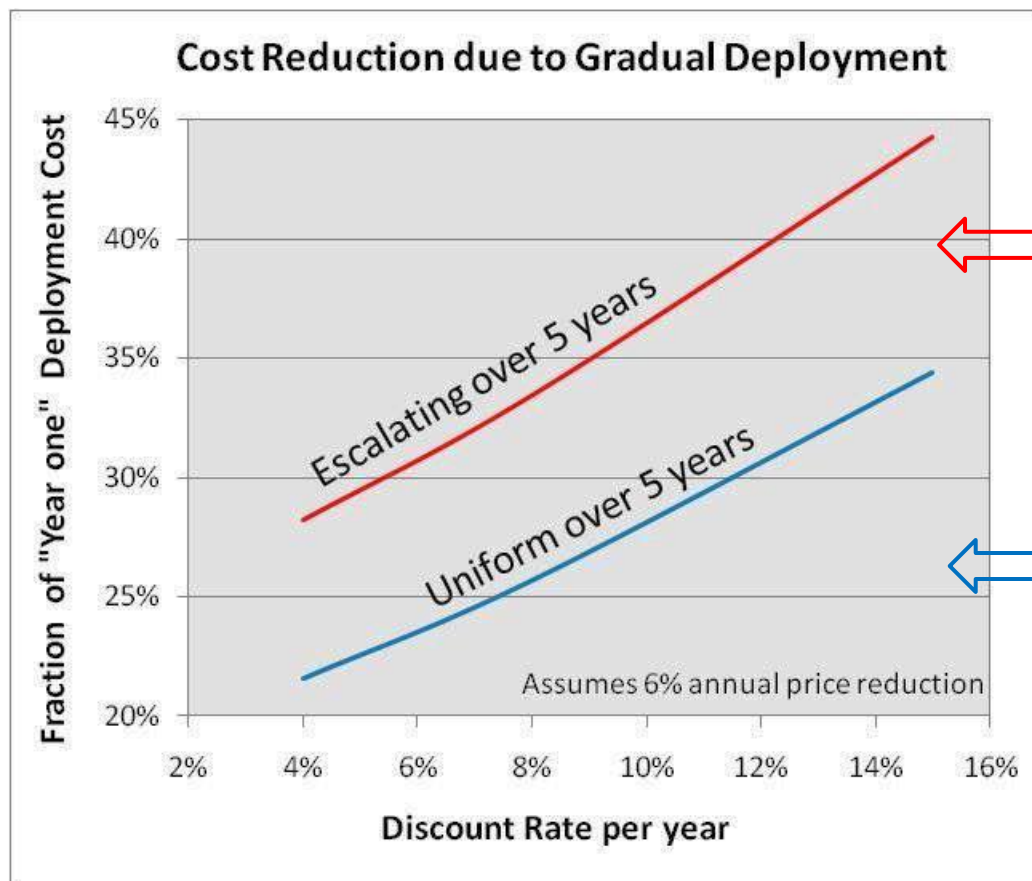
1. Smaller startup cost
2. Lower total cost if purchased and deployed gradually
3. Could become a “low-cost commodity” like small transformers
4. Higher market synergy with EV batteries
5. Lower line losses

Operations

1. Better buffer for EV charging and Renewables (*except farms*)
2. Higher flexibility (to target where the problem is)
3. Higher electric service reliability (backup power)
4. Better solution for line congestion
5. Redundancy (unit outage is less critical to grid operations)

Gradual Deployment Saves 25% - 40%

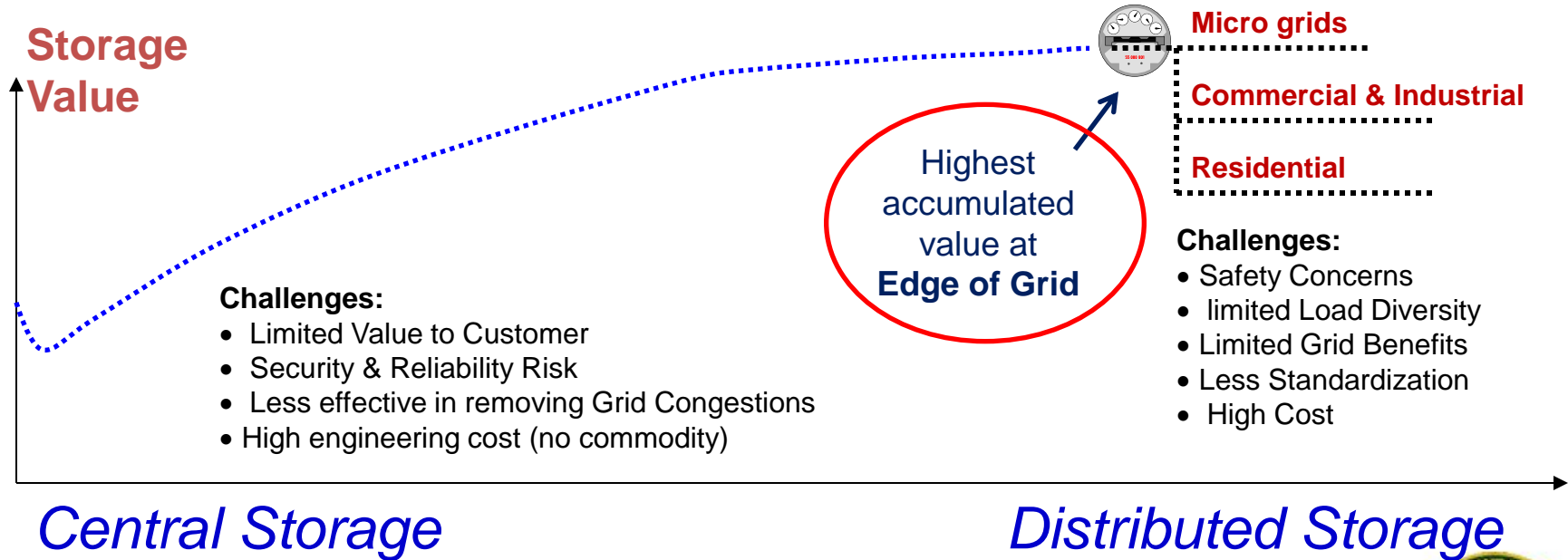
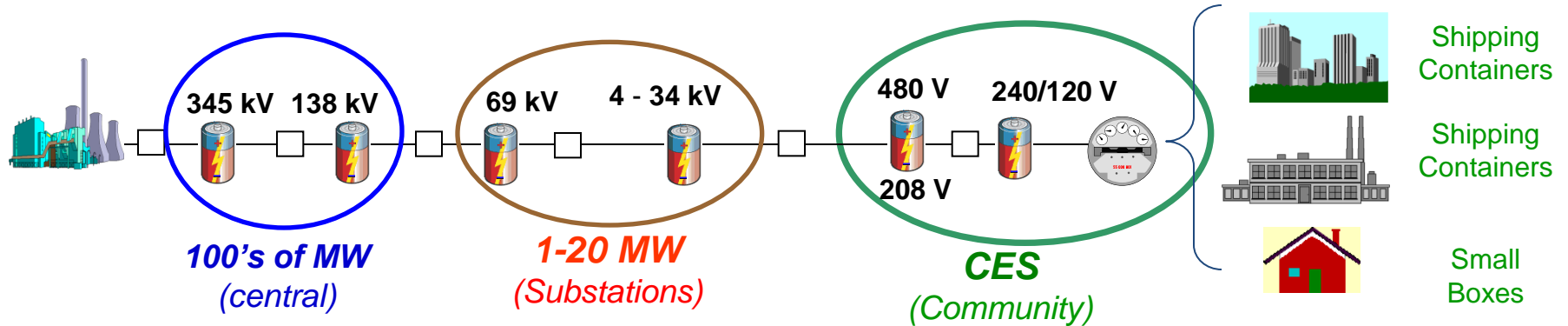
Impact of Gradual Deployment on Present Value of Investment



4. Merits of deploying storage at the “edge of the grid”

- Accumulated values (multiple applications)
- Issues of National Interest
- Larger storage options

Storage offers Value at All Grid Locations



Utility Storage Categories by Location

	Central	Substations	Grid Edge
Example	CAES, Pumped Hydro	Batteries & Non-cavern CAES	Shipping containers, CES
Power range	> 50MW	0.5 -50 MW	< 500kW
Main Applications	Upgrade Deferral, Ancillary, Spinning Reserve	PLUS: T&D Deferral, Renewable Integration, Backup	PLUS: EV Charging Buffer, Higher Service Reliability
Main Challenges	Siting, Permitting, Slow Installation Initial Capital		Aesthetics, Getting ahead of standards

The closer a storage is to the grid edge, the easier it would be to serve multiple applications (cumulative values)

A “National Interest” Perspective

Deployment near the grid edge is closer to the issues of National Interest (NaatBatt Report, 2012)

- Through Renewables & EV :

- Cleaner Environment
- Less Fossil Fuel
- Less Oil Import



- Through the Grid :

- Security
- Stability
- Reliability
- Efficiency

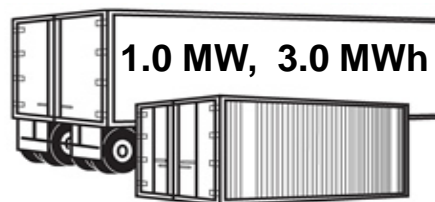


5. Storage packages or “platforms” for the edge of the grid

- Plug & Play and Technology Neutral
- Subject to competition and standardization

Storage Packages for “Edge of Grid”

- Plug-&-Play
- Technology-neutral
- Low-Cost potential (competitive)
- Flexible



	Mobile Storage	Courtesy of S&C and AEP CES
AC Power	1 MW - 2 MW	25kW - 75kW
Preferred Discharge Time (at rated power)	Up to 4 hours	Up to 3 hours
AC Voltage (US)	480V / 3 phase	240/120V
Preferred AC Efficiency	Over 85%	Over 85%
Islanding Capability	Yes	Yes



CES Providers

Competition in Distributed Storage is starting . . .

S&C Electric  SOURCE: S&C	Beckett Energy Systems  SOURCE: Beckett	GreenSmith  SOURCE: GreenSmith	Demand Energy  SOURCE: Demand Energy
eCamion  SOURCE: Canada Newline	ABB  SOURCE: ABB	GS Battery  SOURCE: GSB	PowerHub  SOURCE: PowerHub & SMUD

CES Providers - Continued

Competition in Distributed Storage is starting . . .

Fiamm	RedFlow	One Cycle Control	Silent Power
 <p>SOURCE: Fiamm</p>	 <p>SOURCE: RedFlow</p>	 <p>SOURCE: OCC</p>	 <p>SOURCE: Silent Power</p>

Utilities involved with CES

Over 60% apply CES to buffer the Renewable Impact



A UniSource Energy Company



Utilities outside USA

Canada



Dublin



Australia



Italy



South Korea



Toronto Hydro



Installation of Distributed Storage

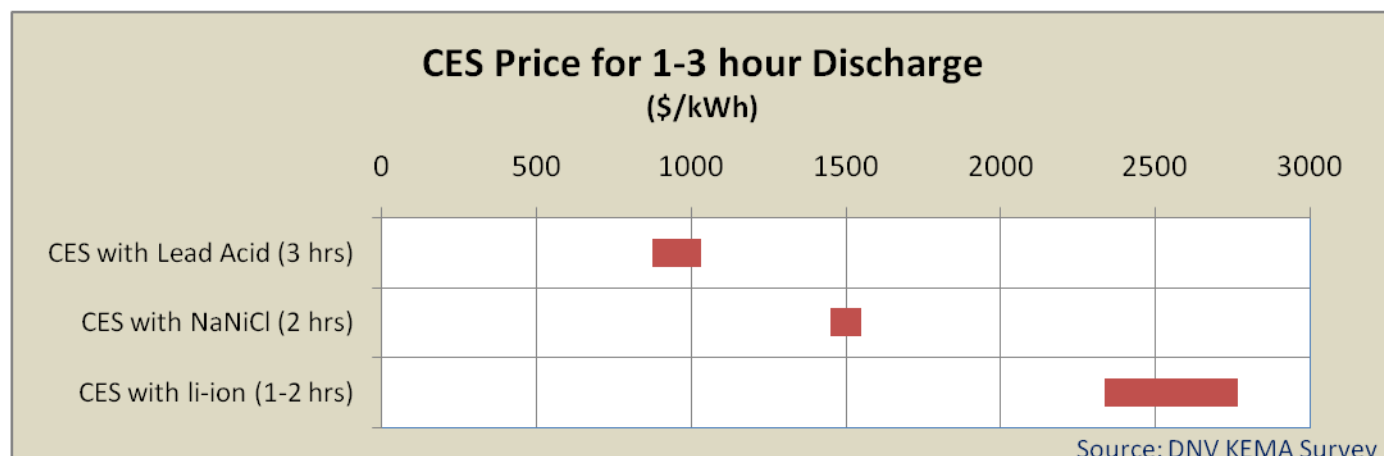
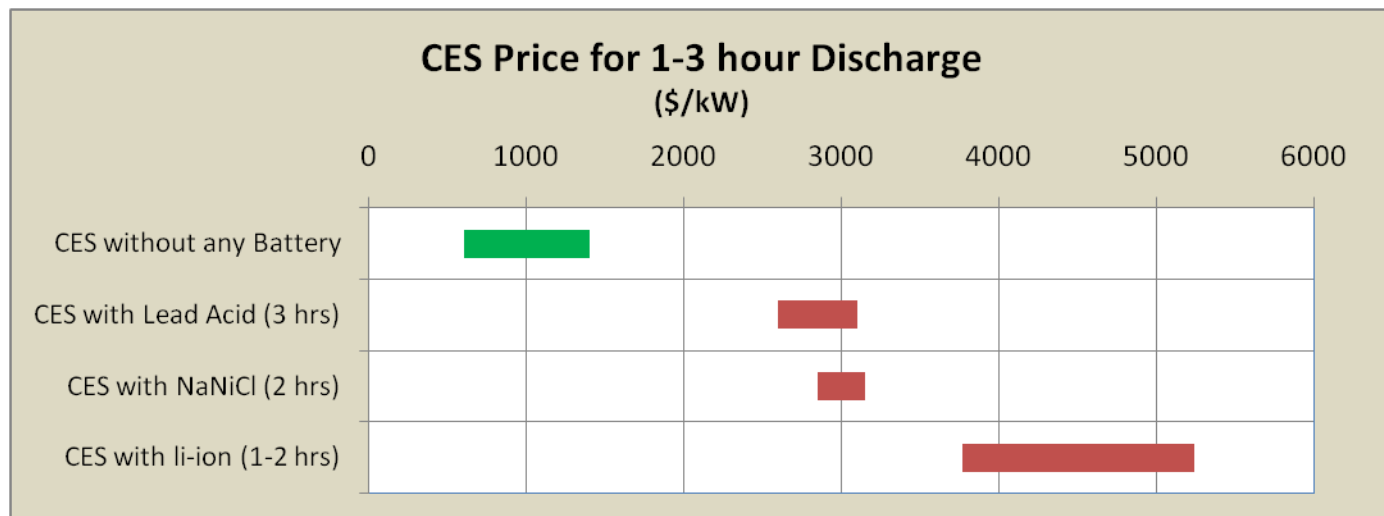
“Routine” plug-n-play practice reduces engineering costs



CES Price – 2012 and 2013 Surveys

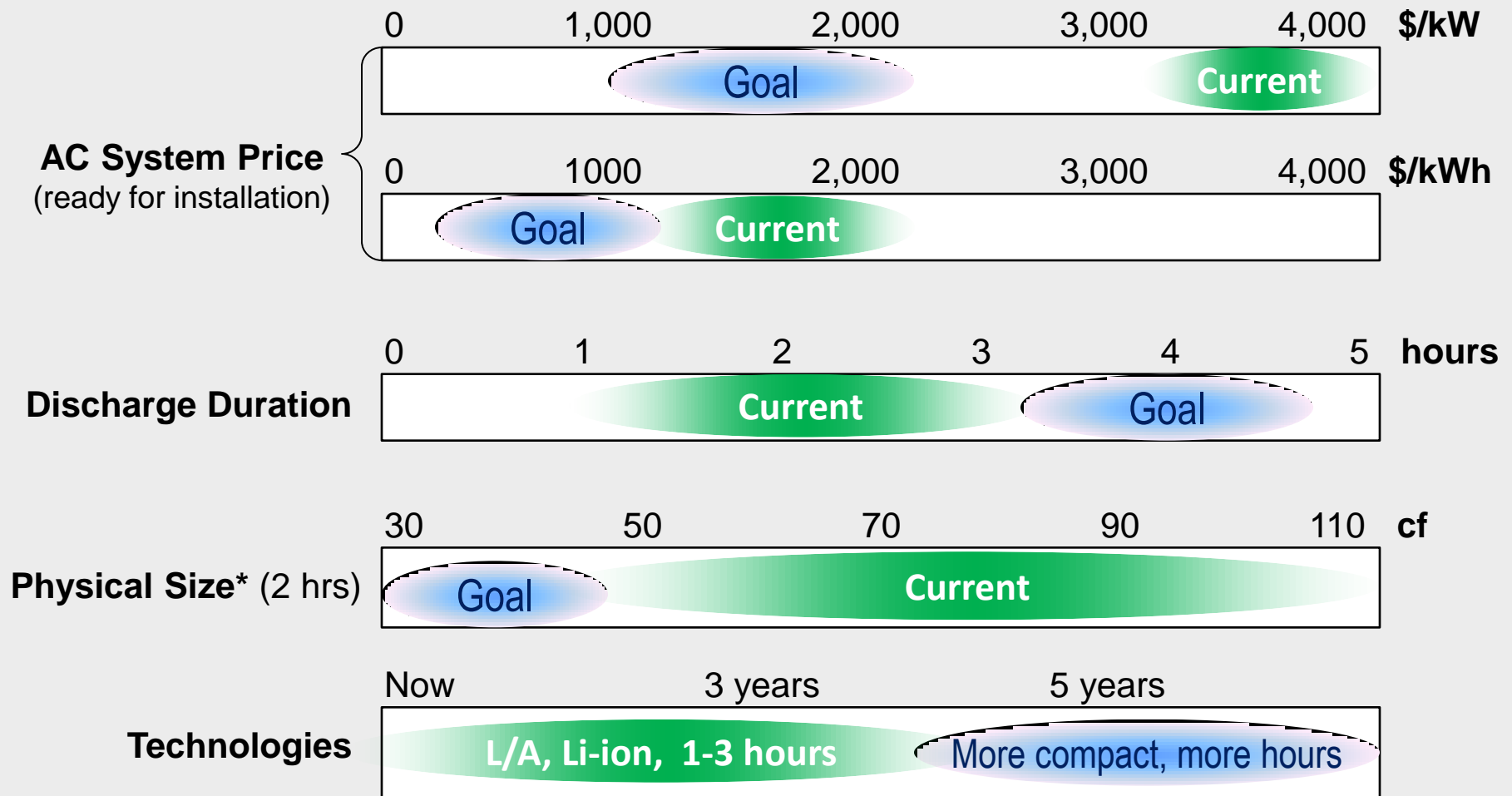


25kW-100kW,
1-3 hours



Source: DNV KEMA Survey

Price & Performance Goals for distributed storage



6. Educational Tools for Selecting Feasible Storage Options

- Electricity Storage Association (ESA) is working on a comprehensive list
- ES-Select is available from DoE (Sandia lab)

ES-Select – A Storage Screening Tool



ES-Select™ has been created by KEMA
and licensed to the Sandia National
Laboratories for Public Use

INPUTS: Storage Applications and Location on the grid

OUTPUTS: Feasible Storage Options

OTHER FEATURES:

- Assigns Relative Feasibility Scores to Storage Options
- Allows Bundling multiple Grid Applications
- Compares Storage Options
- Treats Uncertainties as Statistical Distributions



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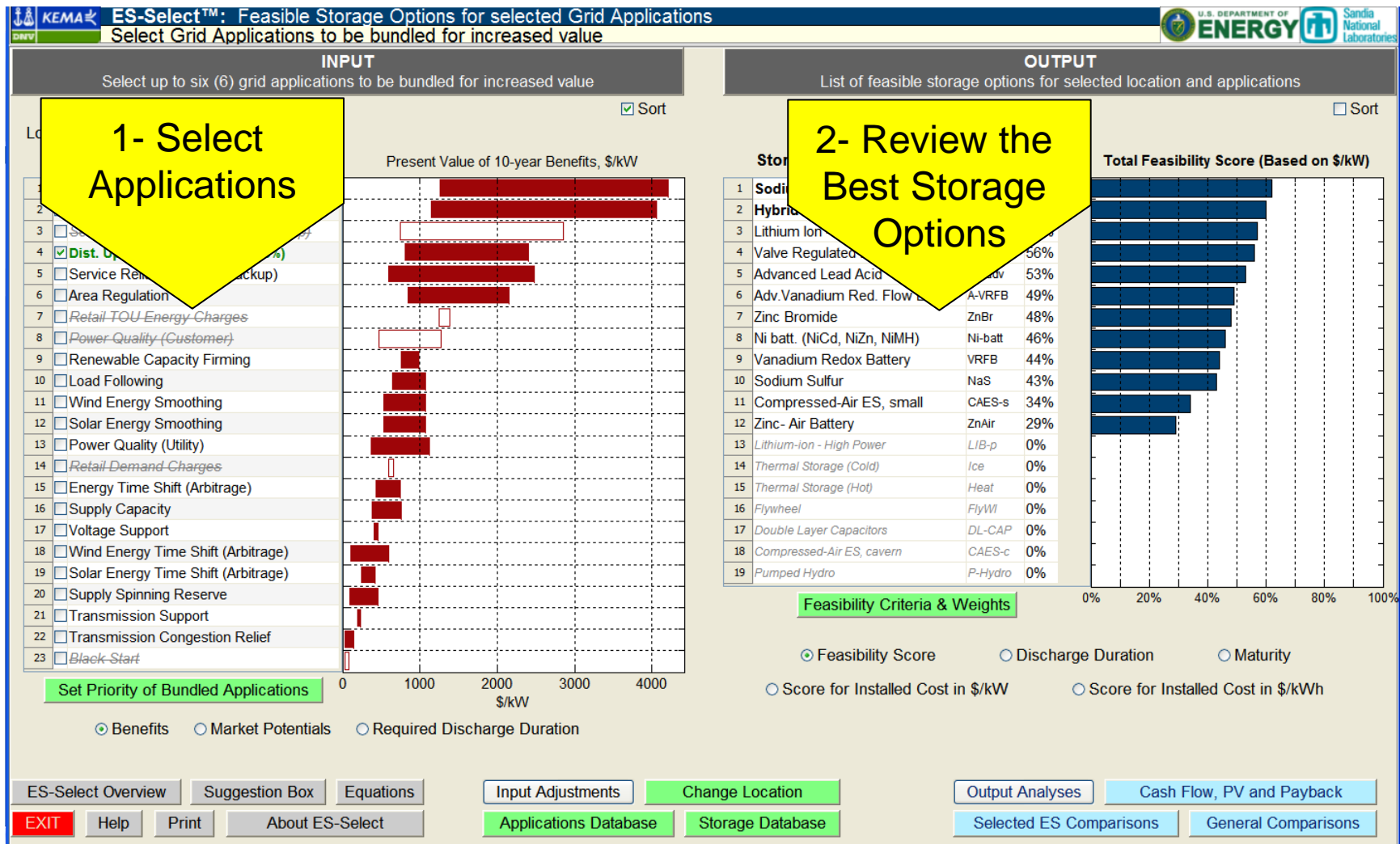


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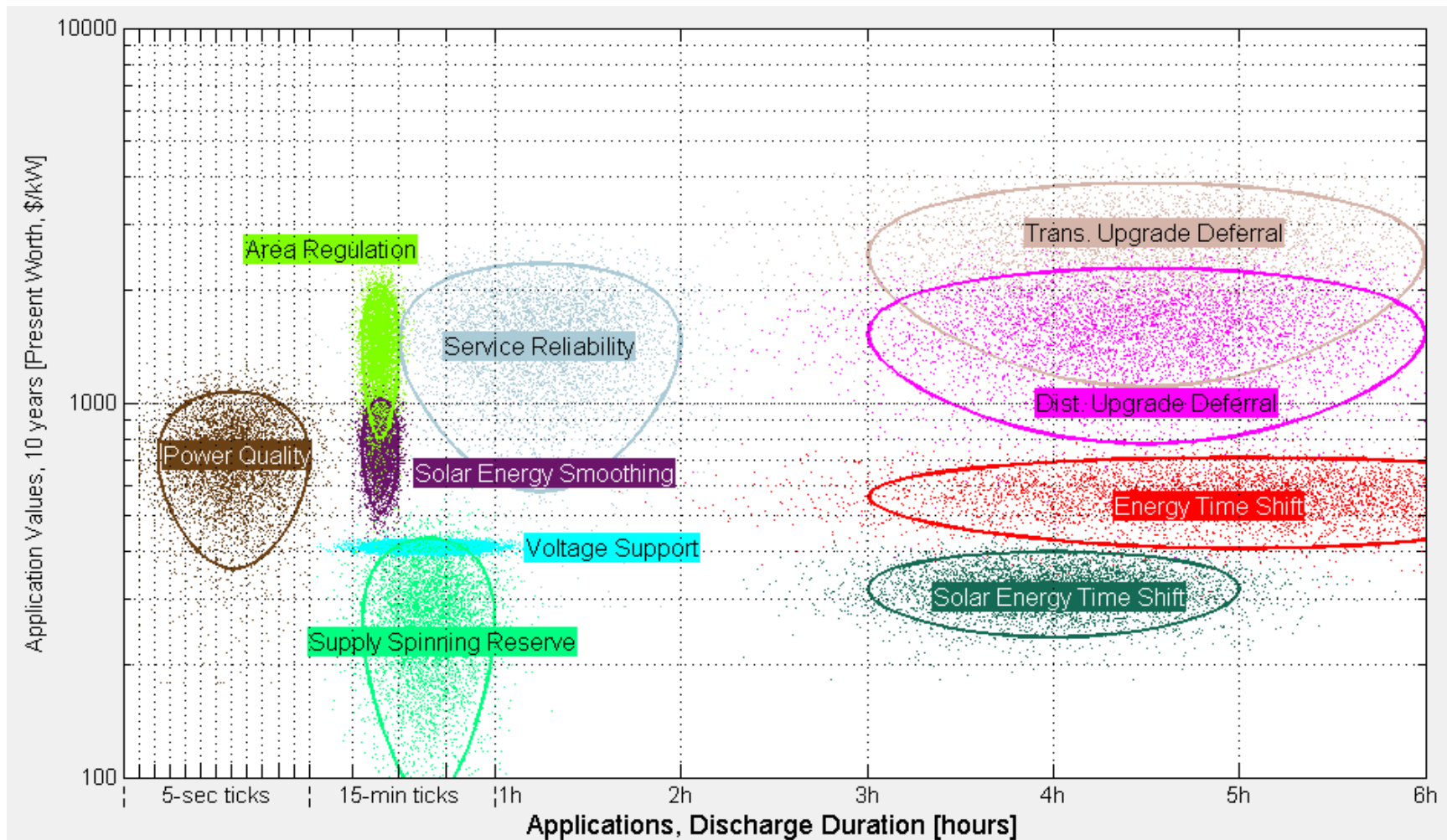
Download from: www.sandia.gov/ess



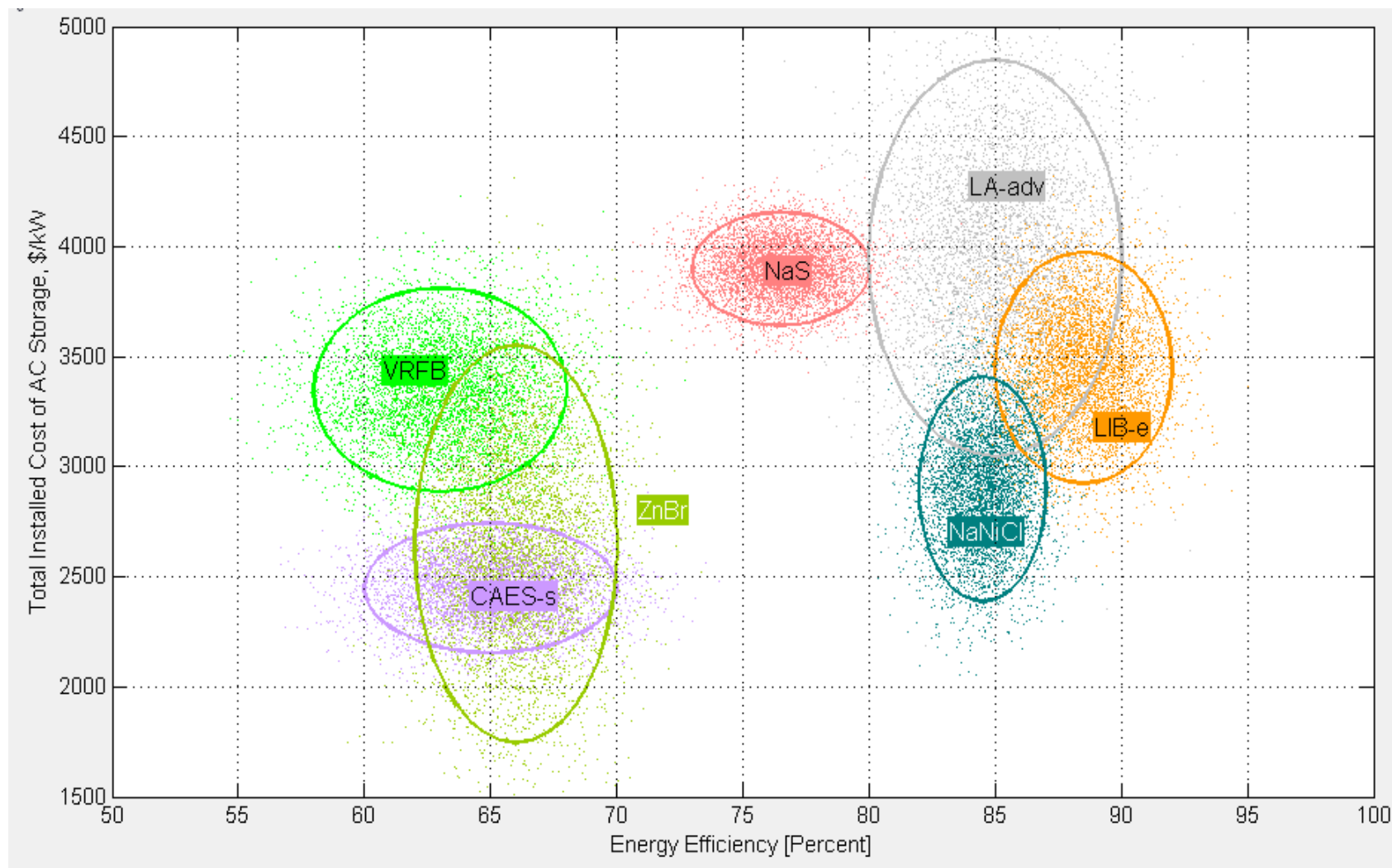
ES-Select Home Page – two functions



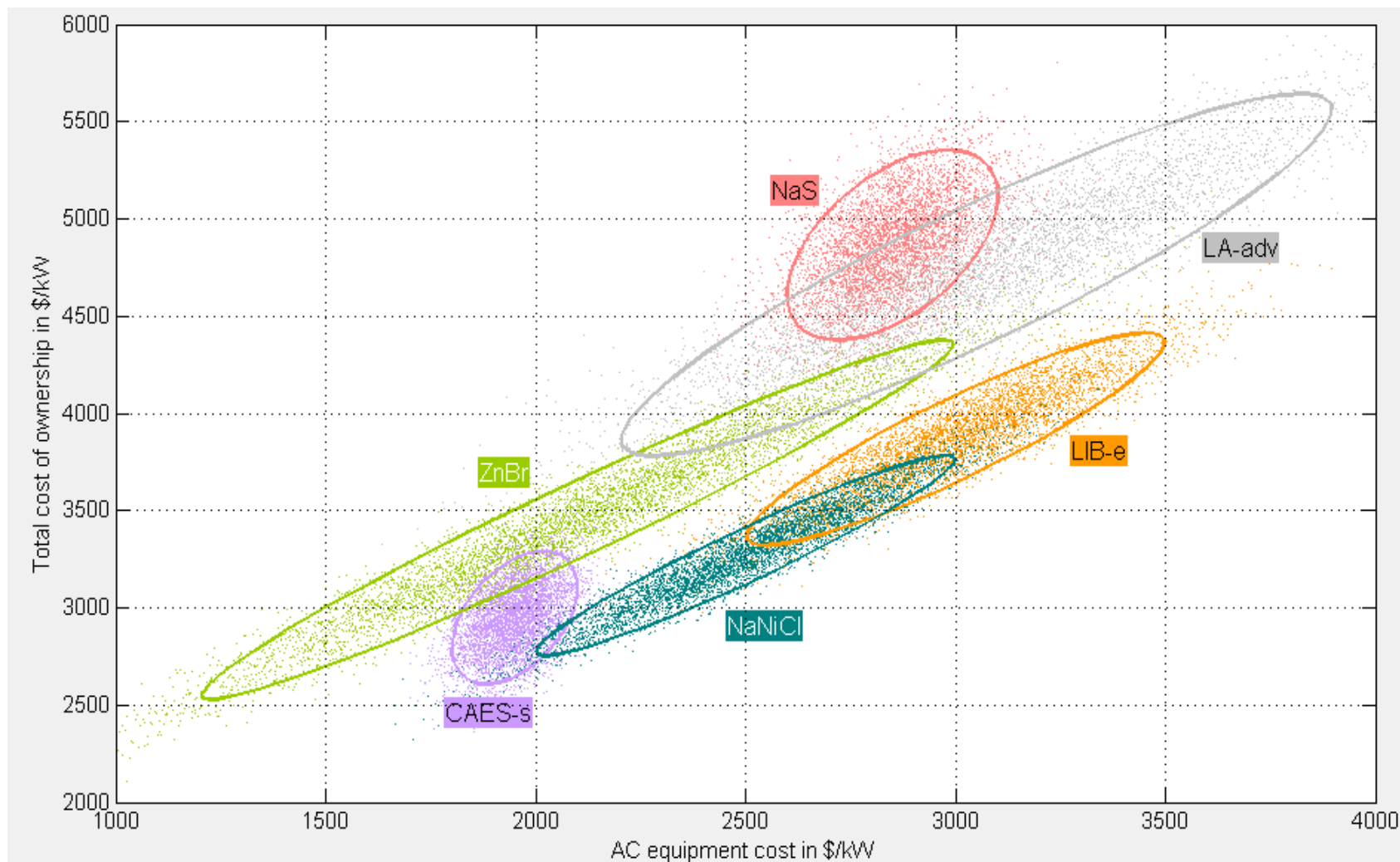
Grid Applications of Energy Storage



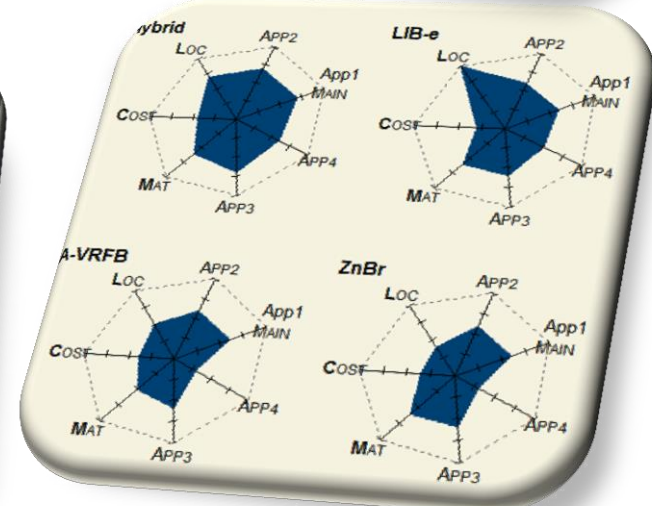
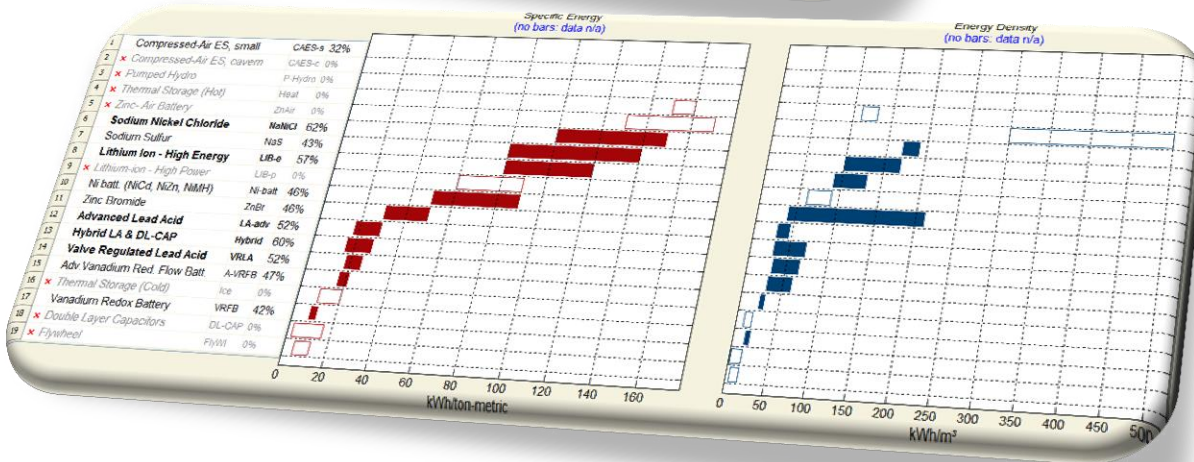
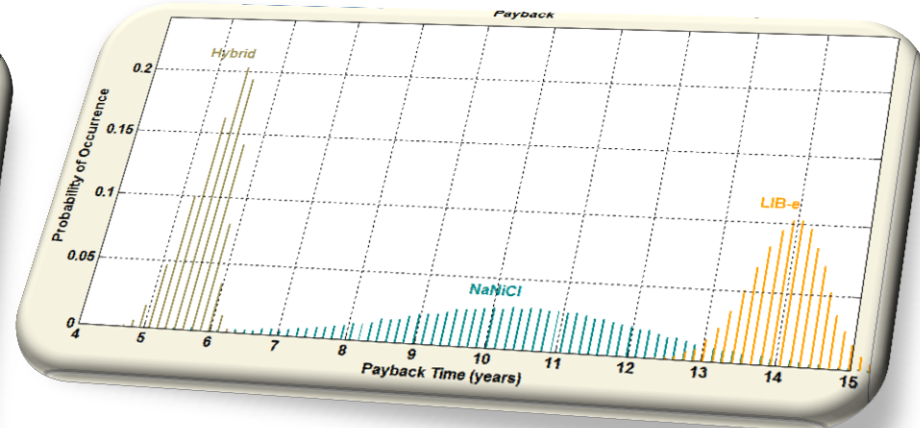
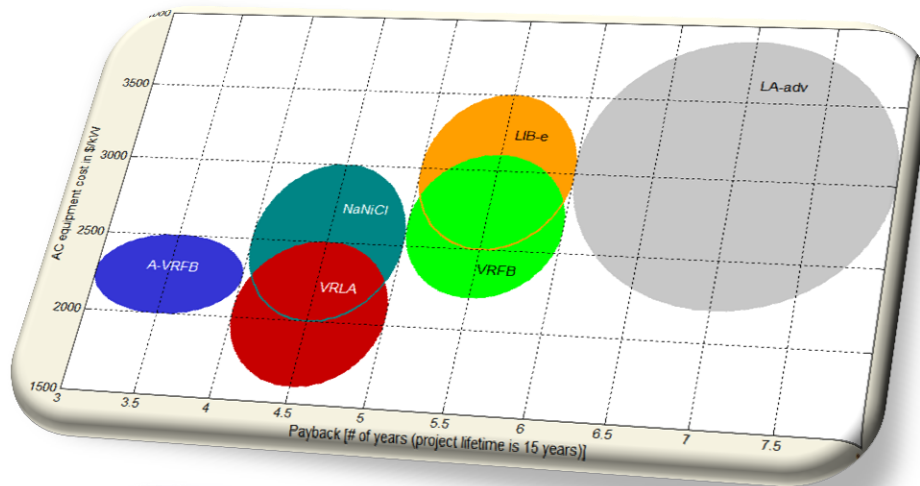
Comparison of storage options



Comparison of storage options



More Comparisons of storage options



Points to remember

1. Distributed Storage located at the edge of the grid could offer highest value through accumulated 'stacked' benefits
2. Market opportunities are driving the distributed storage to the customer side of the electric meter.
3. The competition for providing distributed storage solutions has already started but this promising sector of the market is still evolving
4. In the absence of standards, distributed storage is presently more expensive than central alternatives but option to deploy them gradually could make up for this difference.