

The STG Lecture Series

Distributed Energy Storage

Presented by

Dr. Ali Nourai

March 20, 2013



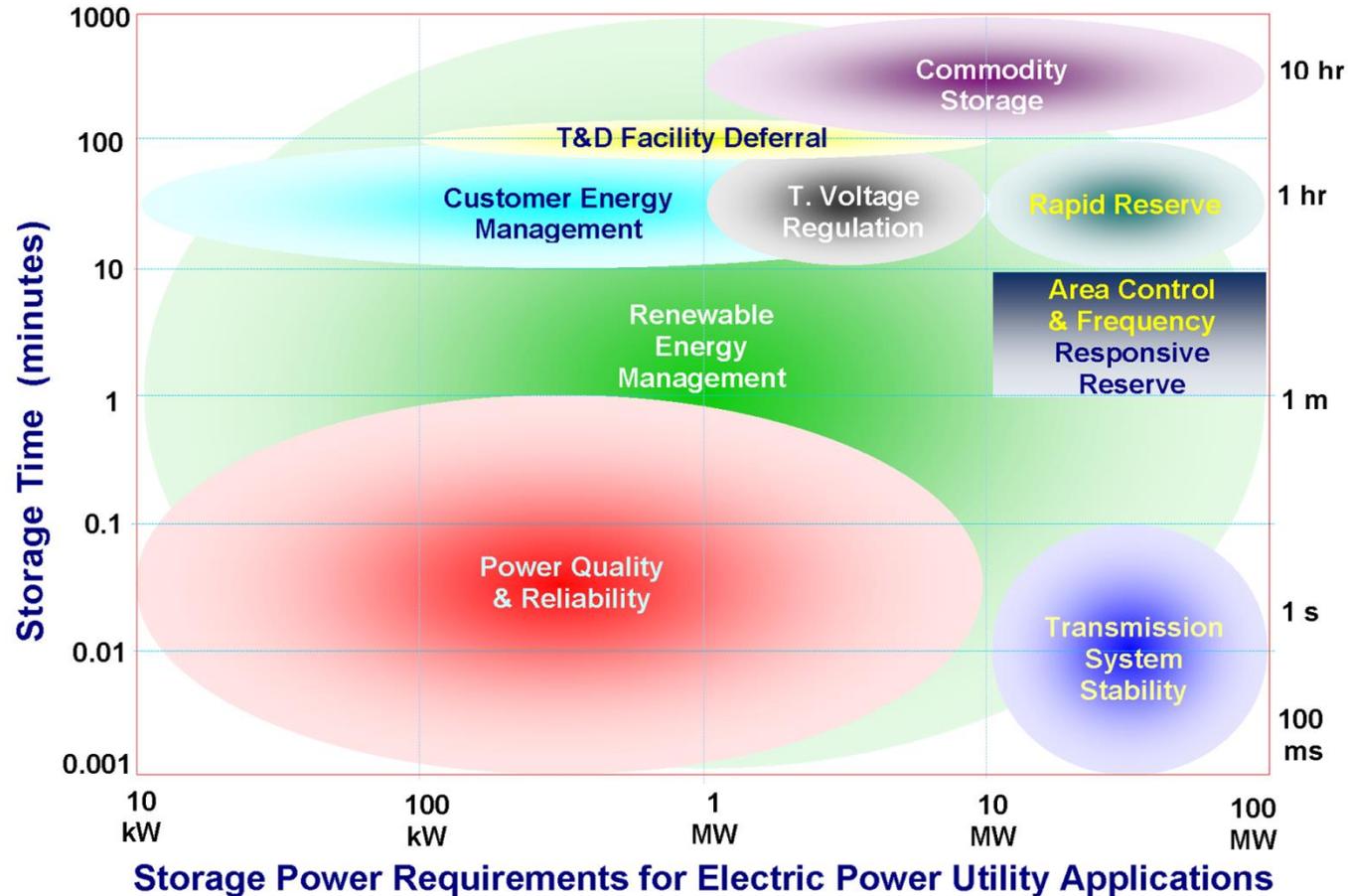
About the Lecturer...

- 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

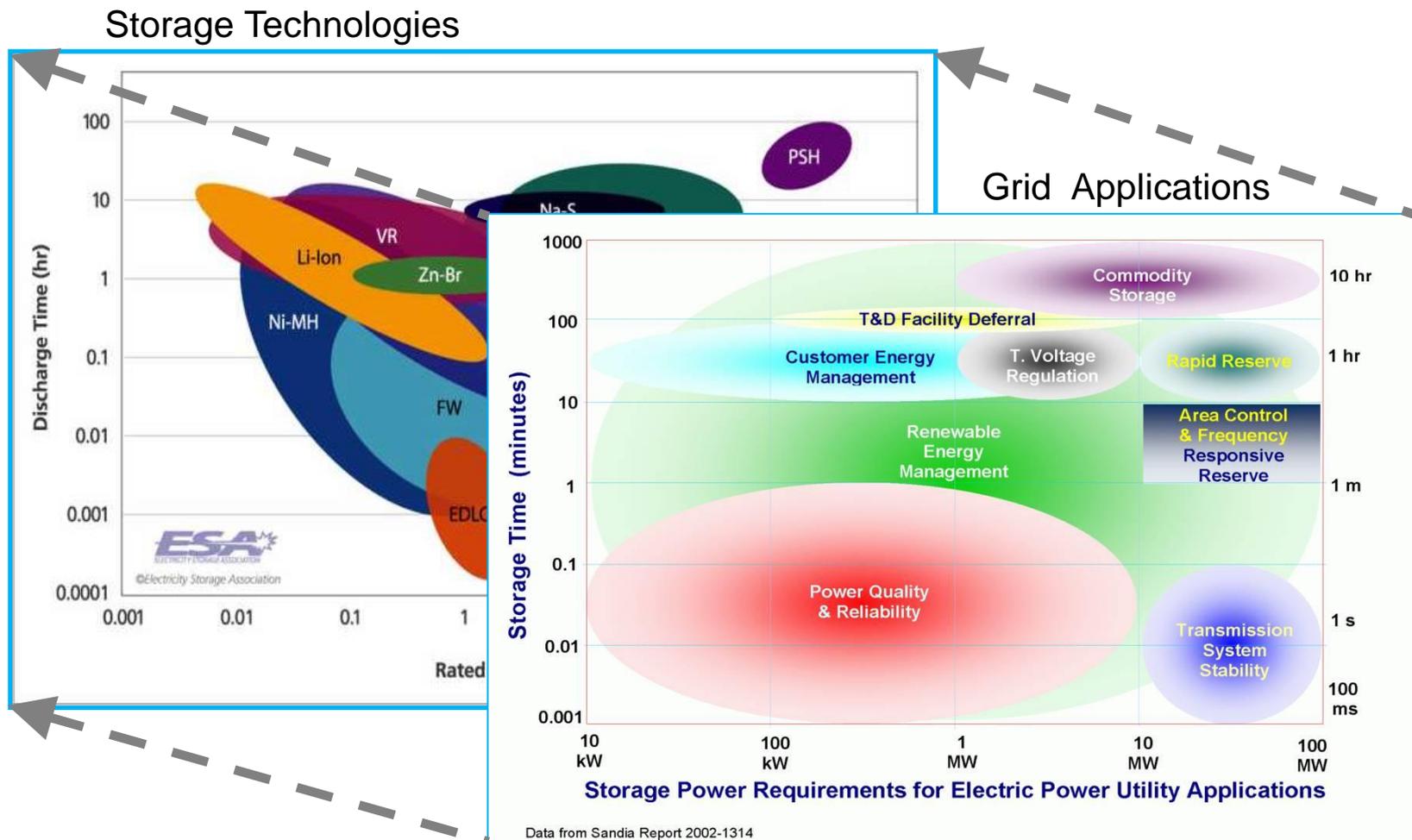
1. Introduction
2. Current and evolving storage technologies
3. Storage Deployment Patterns
4. Merits of deploying storage at the “edge of the grid”
5. Storage Options for edge of the grid
6. ES-Select tool (publicly available through DoE)
7. Conclusions

Grid Applications of Energy Storage



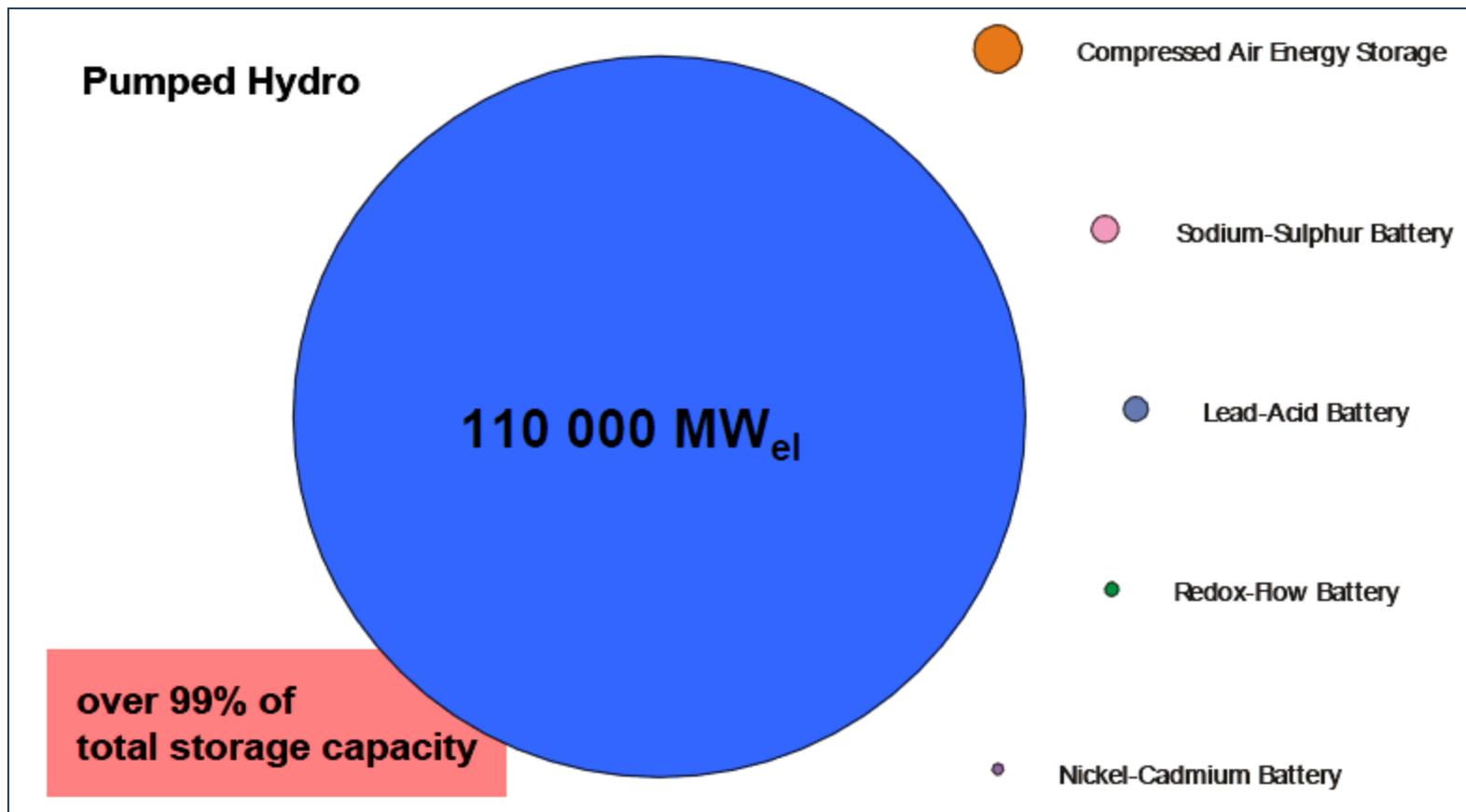
Data from Sandia Report 2002-1314

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>,

DOE Energy Storage Database (beta)

Sandia National Laboratories

Home

PROJECTS

- Basic Search
- Advanced Search

US POLICIES

- Basic Search
- Advanced Search

UPLOAD INFORMATION

- New Project
- New Policy

Contact Us

Search Results

Map Satellite

ASIA

NORTH AMERICA 33

26

4

2

AFRICA

EUROPE

2

ASIA

9

NORTH AMERICA

SOUTH AMERICA

2

AFRICA

INDIAN OCEAN

AUSTRALIA

3

Google

Terms of Use

Advanced Operational US Storage Projects

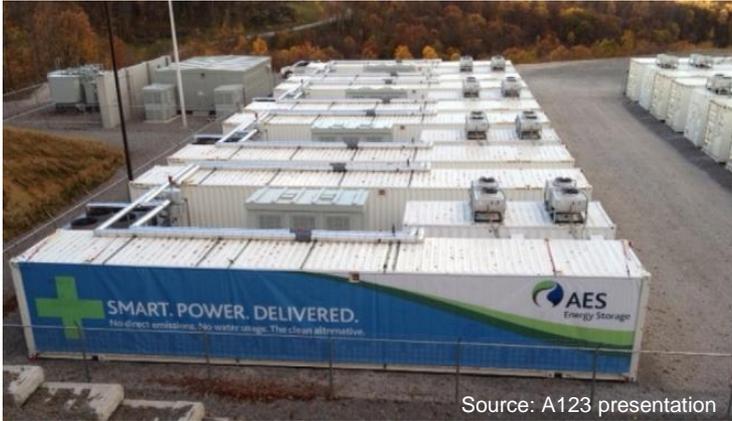
| Project Name | Technology Type | Rated Power (kW) | Duration @ Rated Power (HH:MM) | Status | Commission Date | State | Benefit Stream 1 | Benefit Stream 2 |
|--|----------------------------|------------------|--------------------------------|-------------|--------------------|---------------|---|---|
| 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 \geq 1MW

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



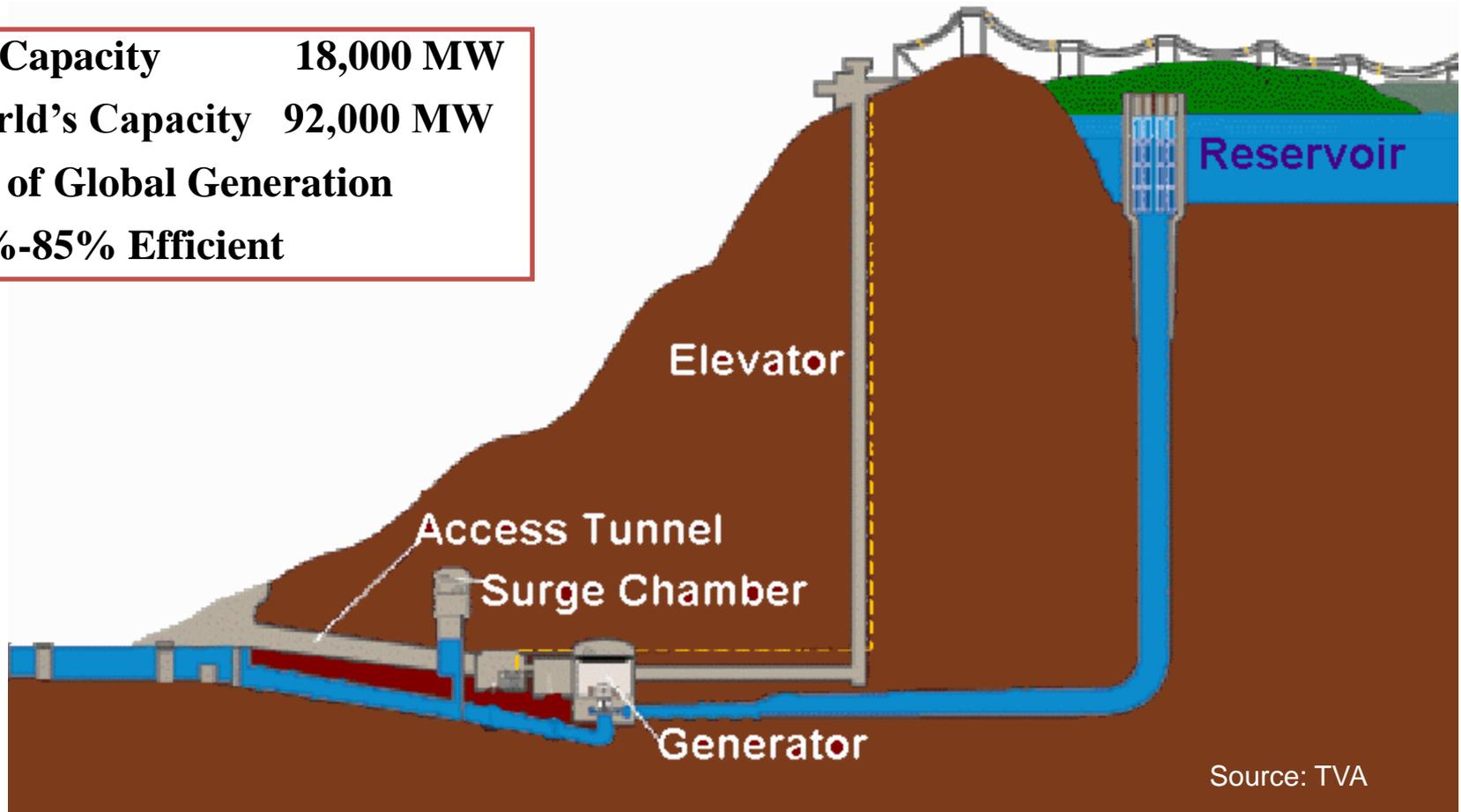
Source: ESA calendar

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 | |



Source: TVA

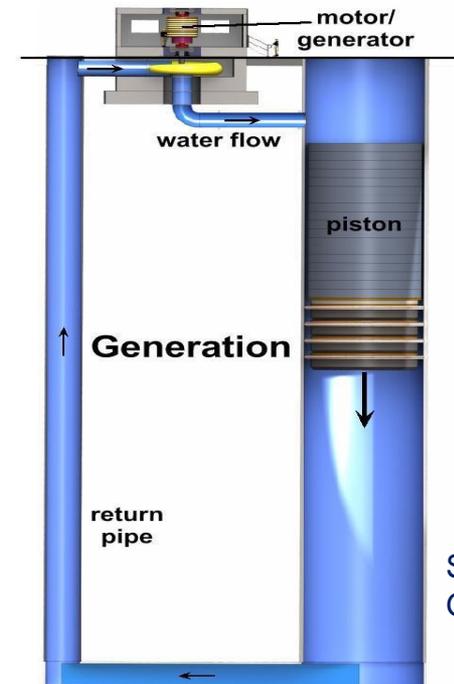
High Capacity - Medium Cost - Special Site Requirement

Pumped Storage – Special Cases



Energy Island (concept):

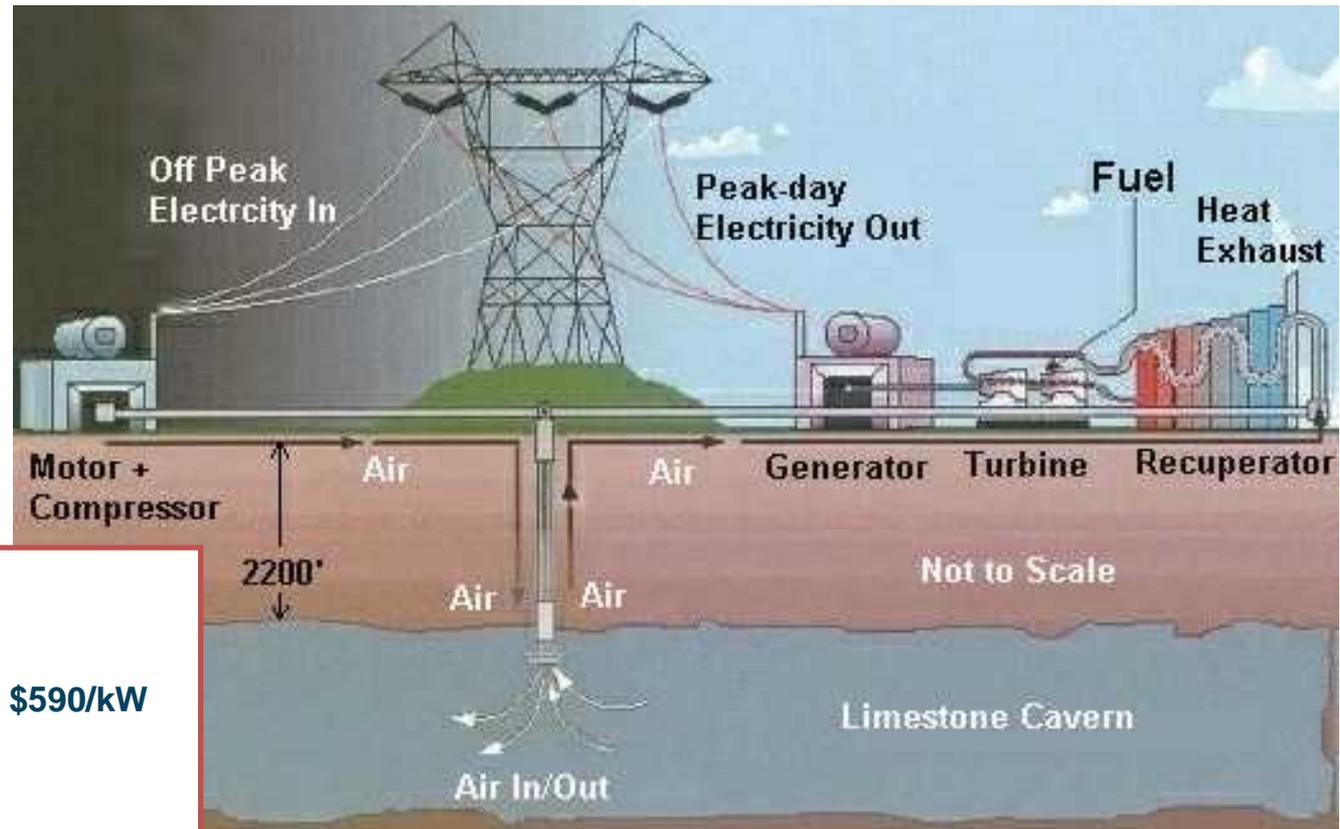
- Surface area = 10x6 km²,
- water depth of inner lake = 32 to 40 m
- Storage capacity = 20 GWh
- Power = 1,500 MW
- Enabler for wind turbines = 300-500 MW



Source:
Gravity Power

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

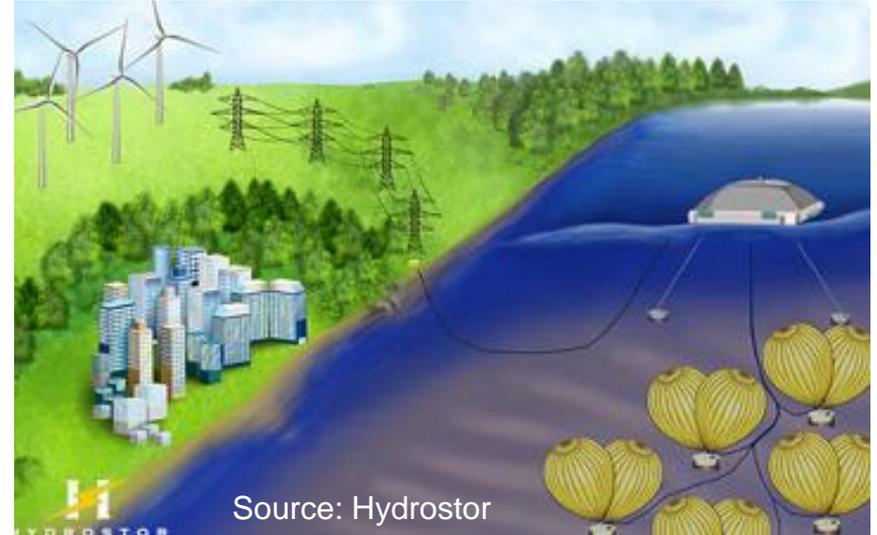
High Capacity - Low Cost - Special Site Requirement - Gas Fuel

CAES – Special Cases



Source: Sustainex

Isothermal CAES
Above ground
10's of MW

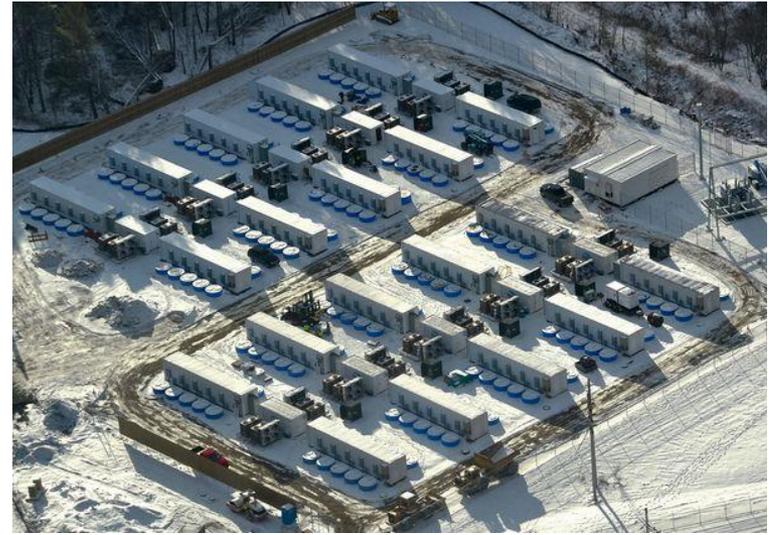


Source: Hydrostor

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 !

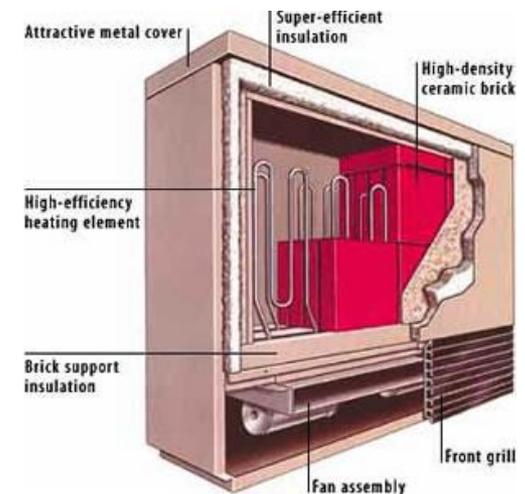
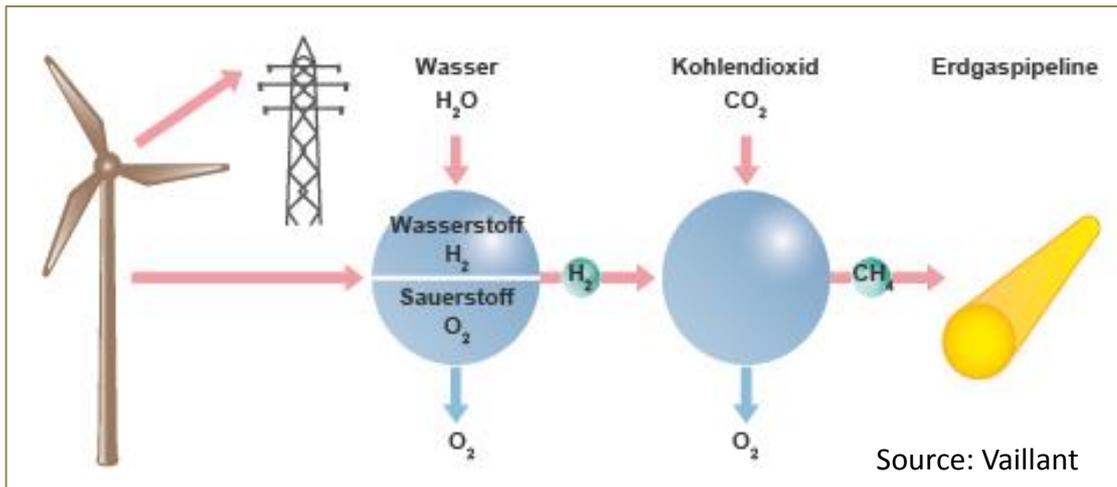
- Thermal Storage (cold or hot)
- Power-to-Gas (electrolysis)

Drivers:

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



Source: ICE-Energy

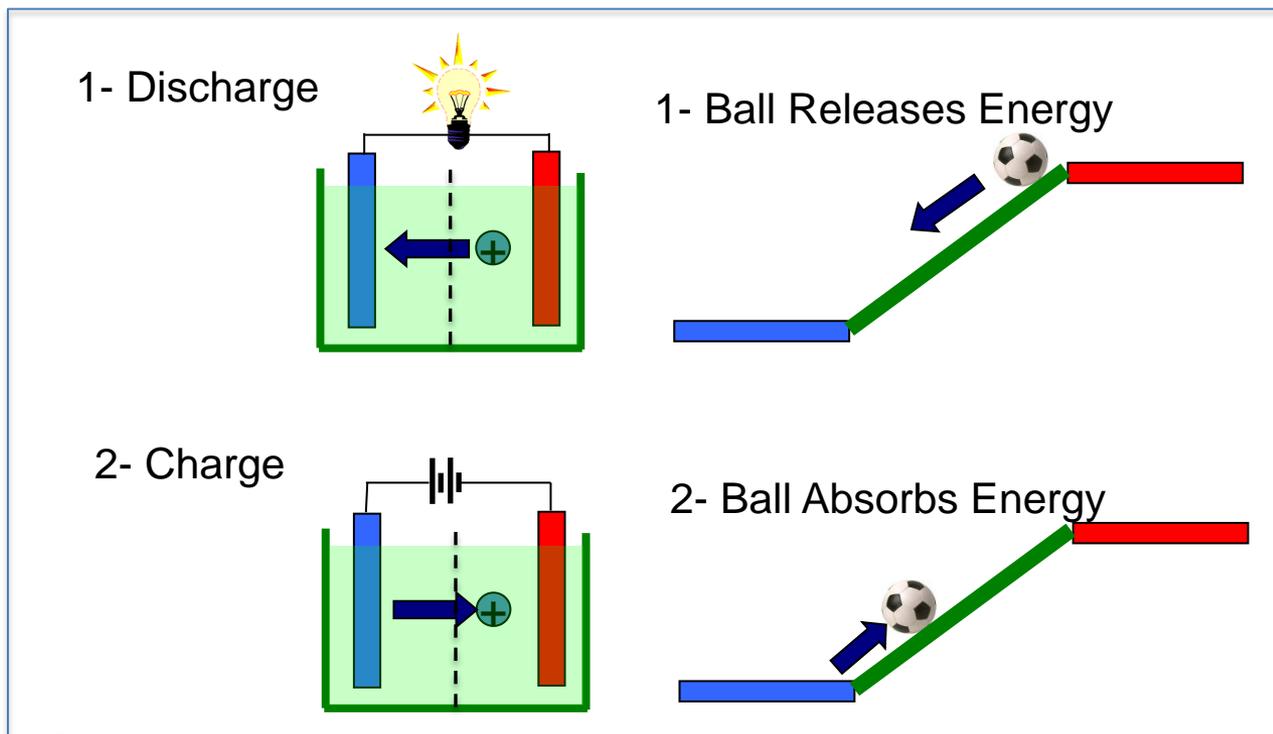


Source: Steffes

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

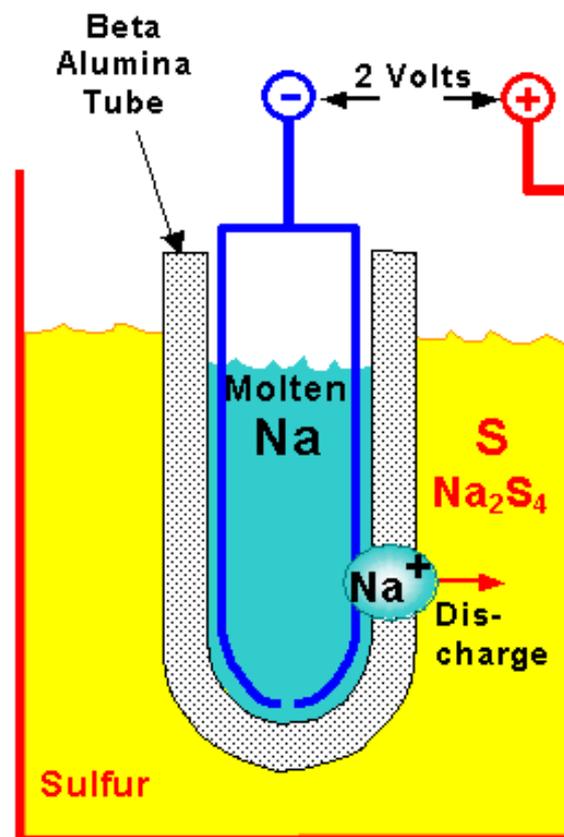
89% efficient

2500 – 4500 cycle life

1.0 MW, 7 MWh Battery



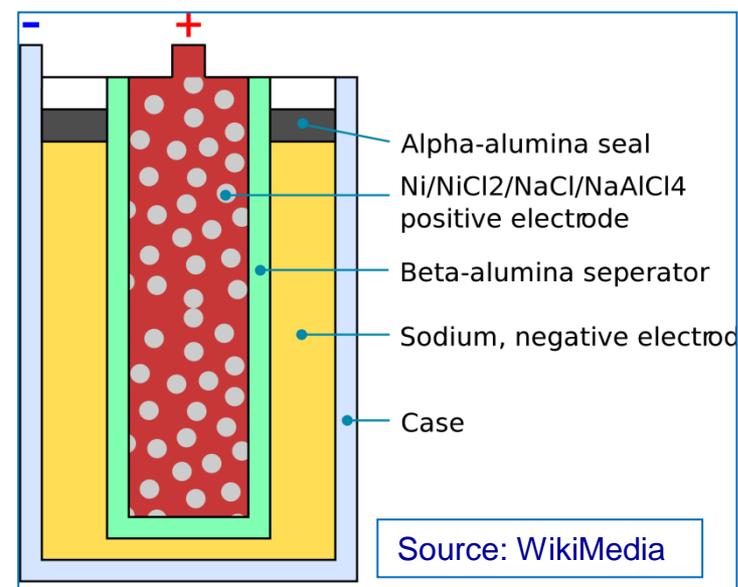
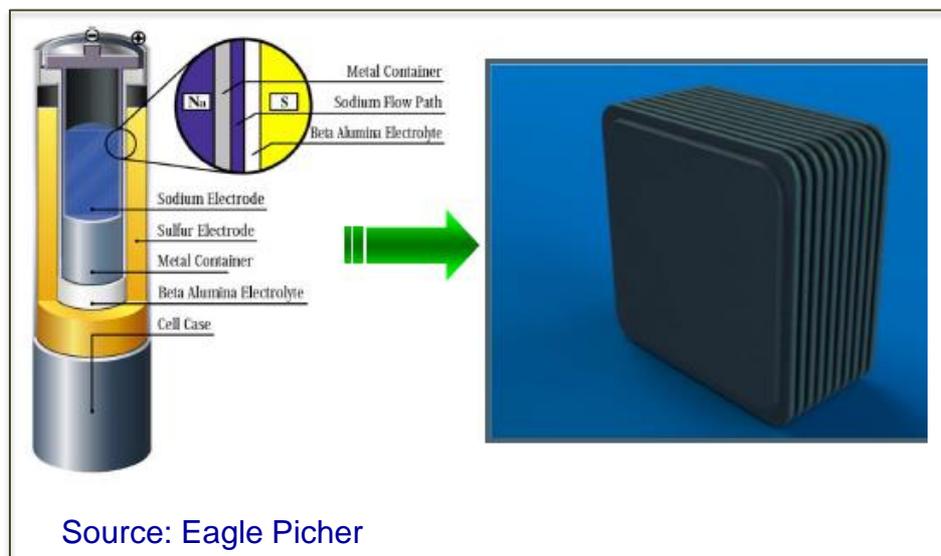
Source: AEP



Sketch of a 2V NAS Battery Cell

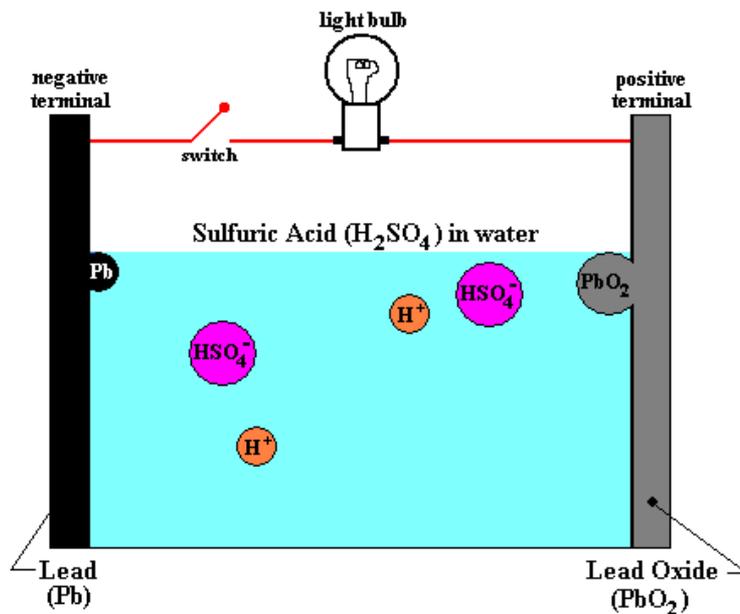
Other Sodium-based Batteries

- 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



COPYRIGHT 2001,
ELECTRIC POWER RESEARCH INSTITUTE

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

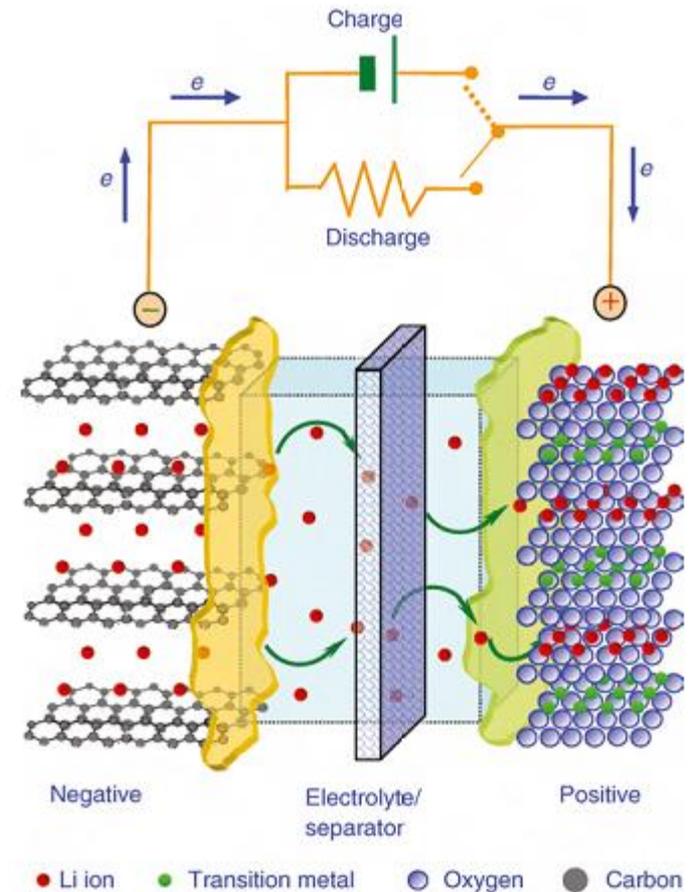
95% efficient

5000 cycle life

32 MW, 8MWh,
Laurel Mountain project, WV

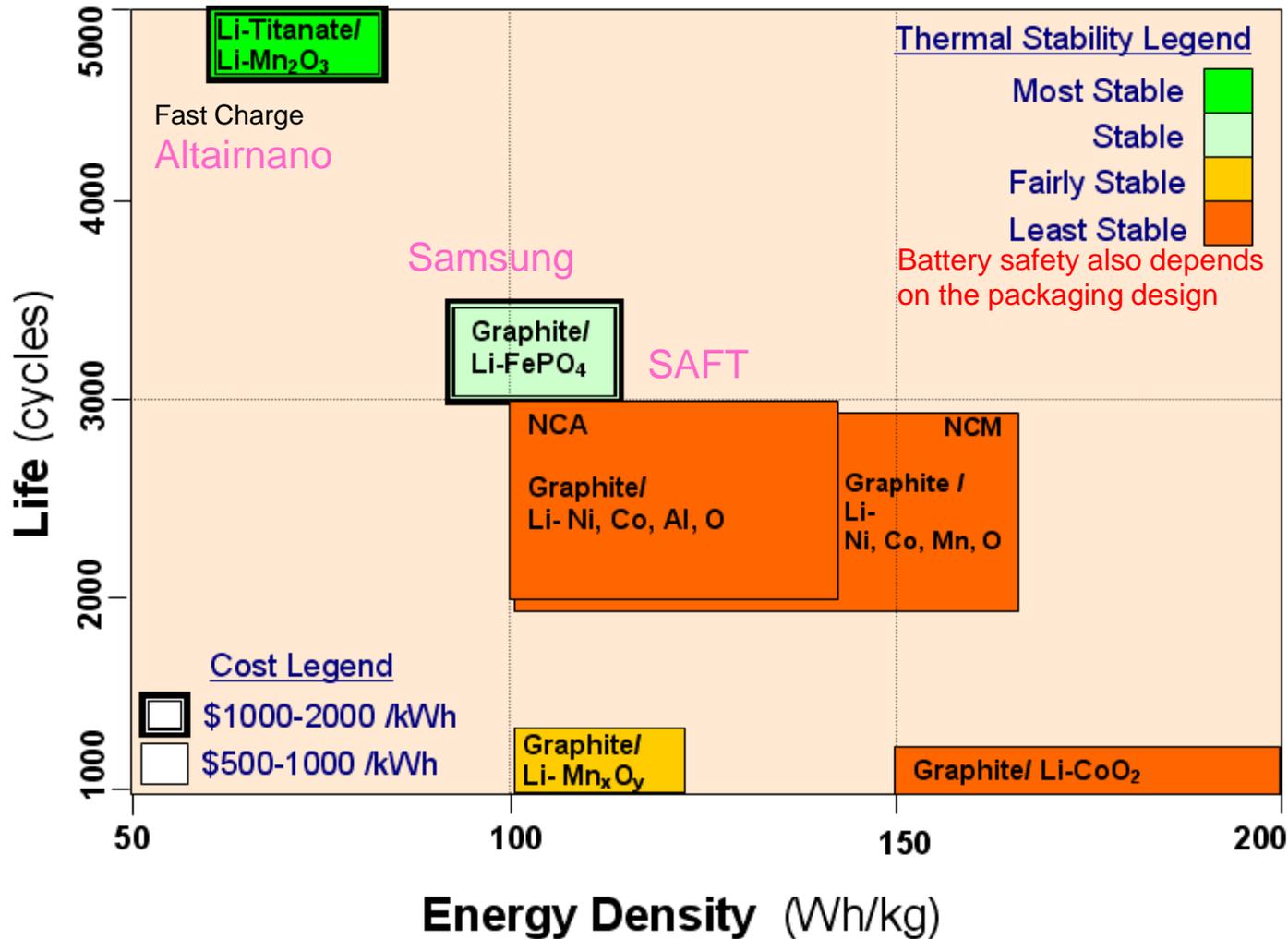


Source: AES



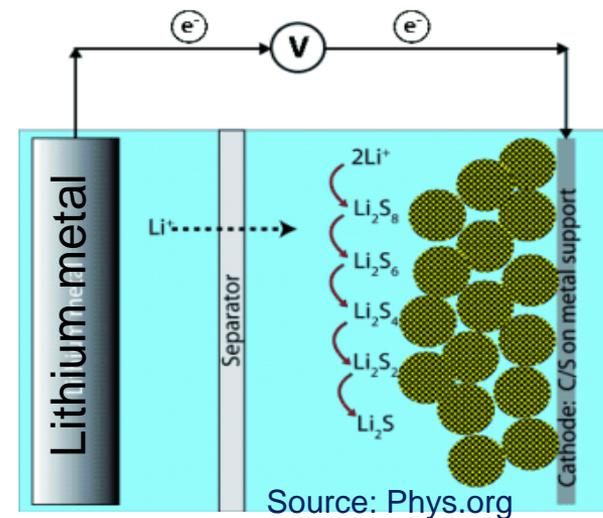
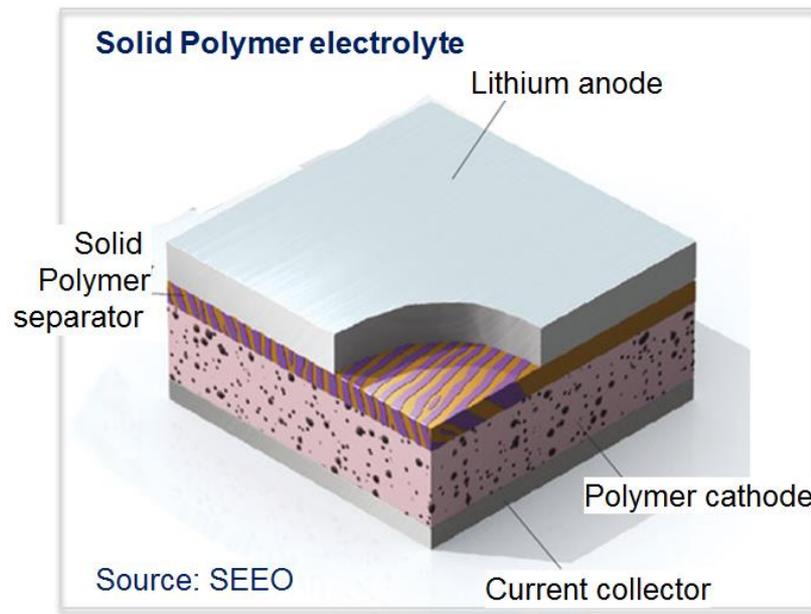
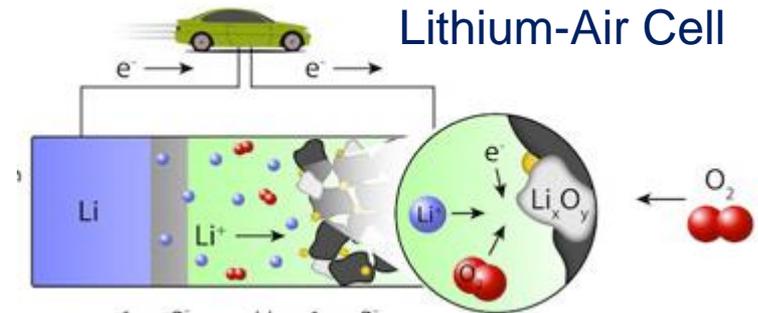
Source: Encyclopedia of Electrochemical Power Sources

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

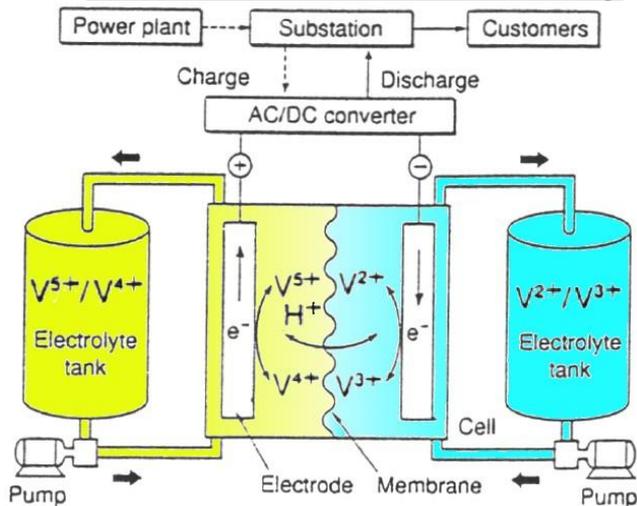
Common flow battery types:

- 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



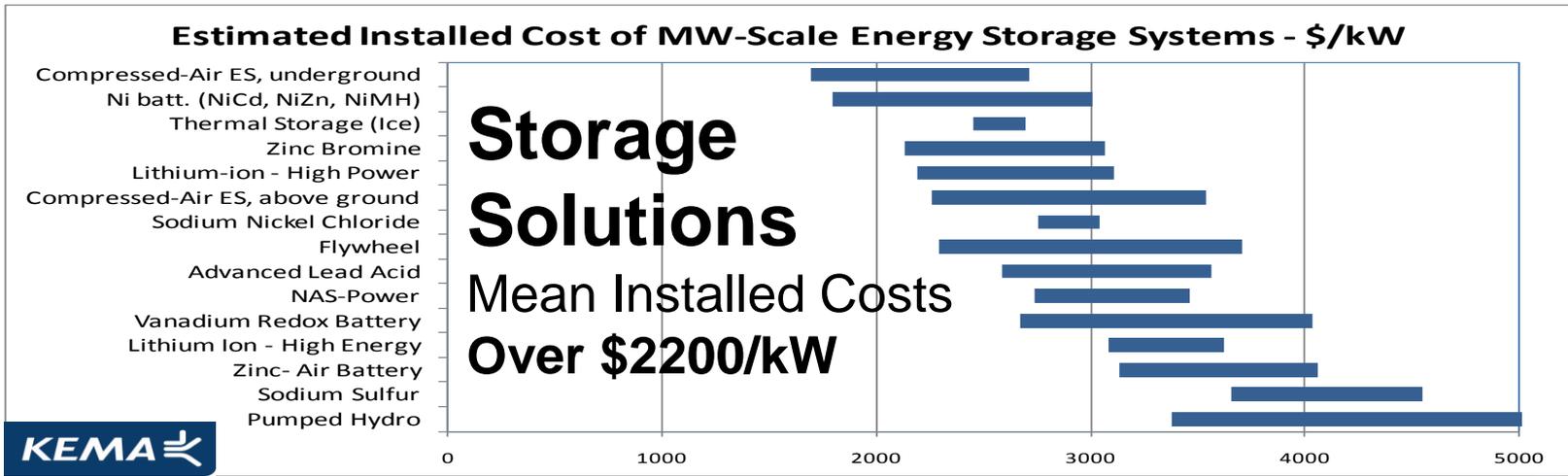
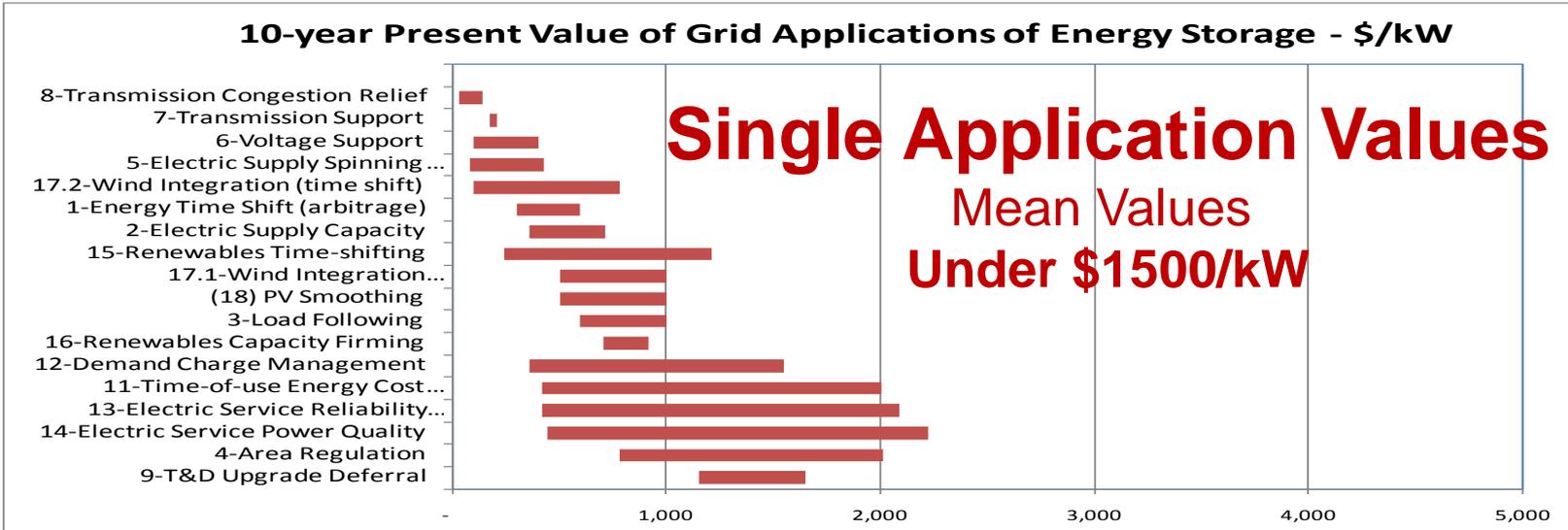
Source: Sumitomo Electric Industries (SEI)

Gills Onion VRB – 600kW, 6 hours



Source: Prudent / Gills Onion

Storage Cost vs. Benefit of "Single" Applications



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**

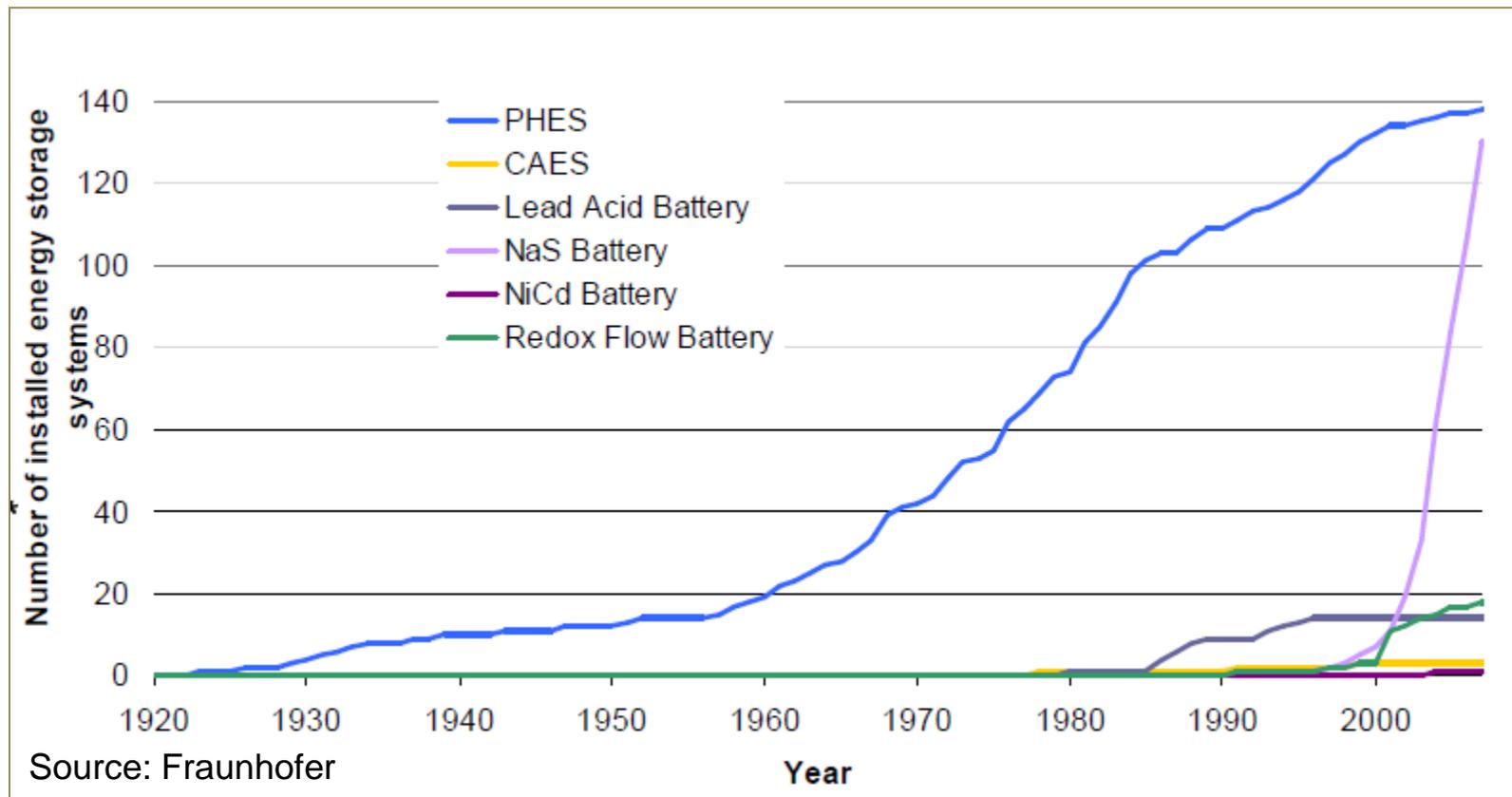
- Geological restrictions for pumped hydro and CAES
- Required licensing for large installations

- **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

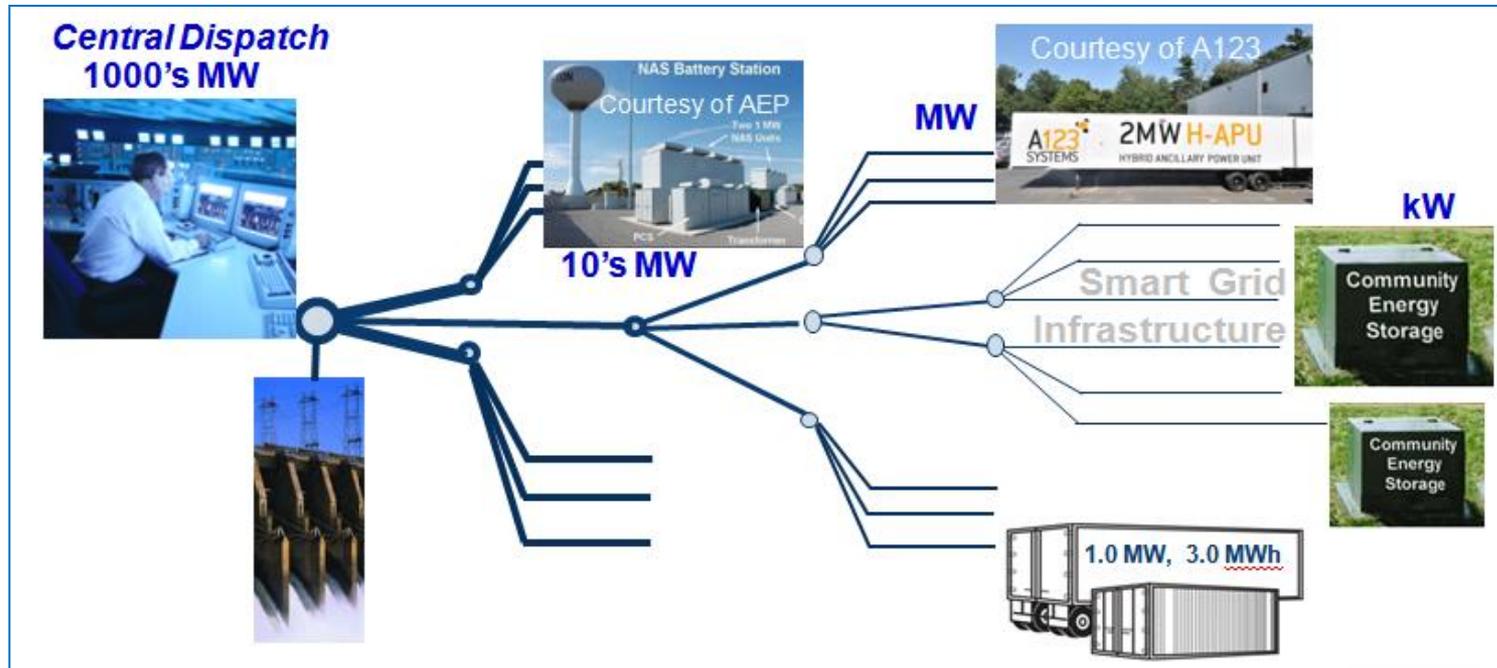
Drivers behind storage deployment have changed over the years



“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

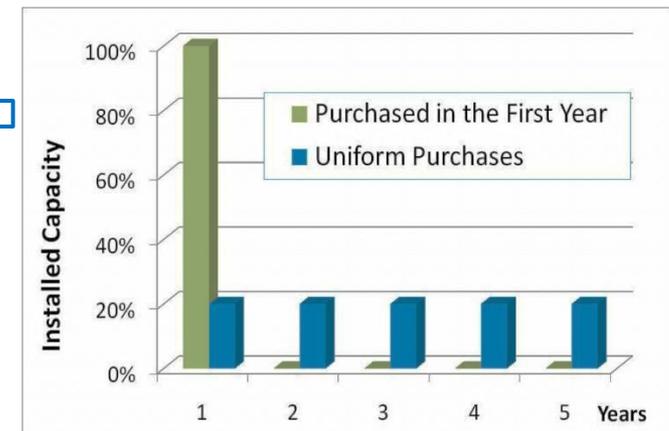
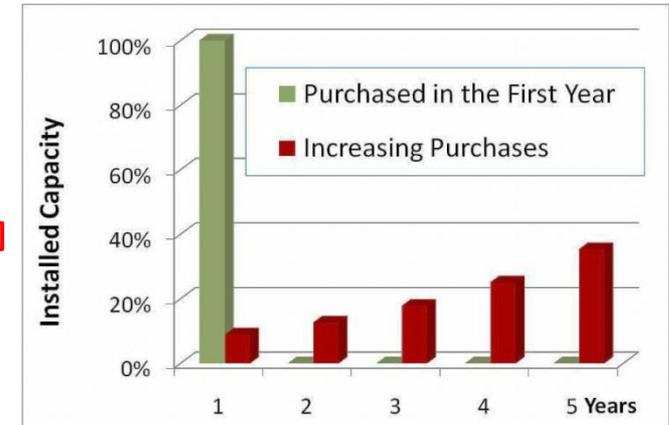
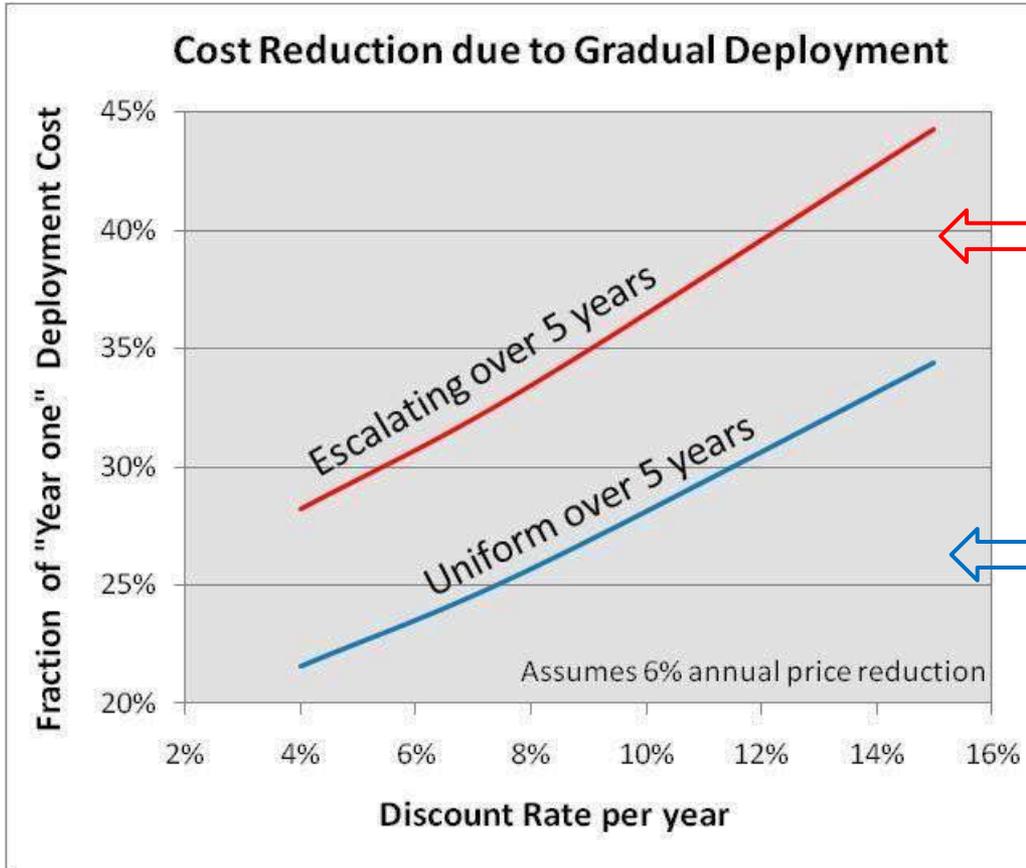
1. Smaller startup cost
2. Lower total cost if purchased and deployed gradually
3. Could become a “low-cost commodity” like small transformers
4. Higher market synergy with EV batteries
5. Lower line losses

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%

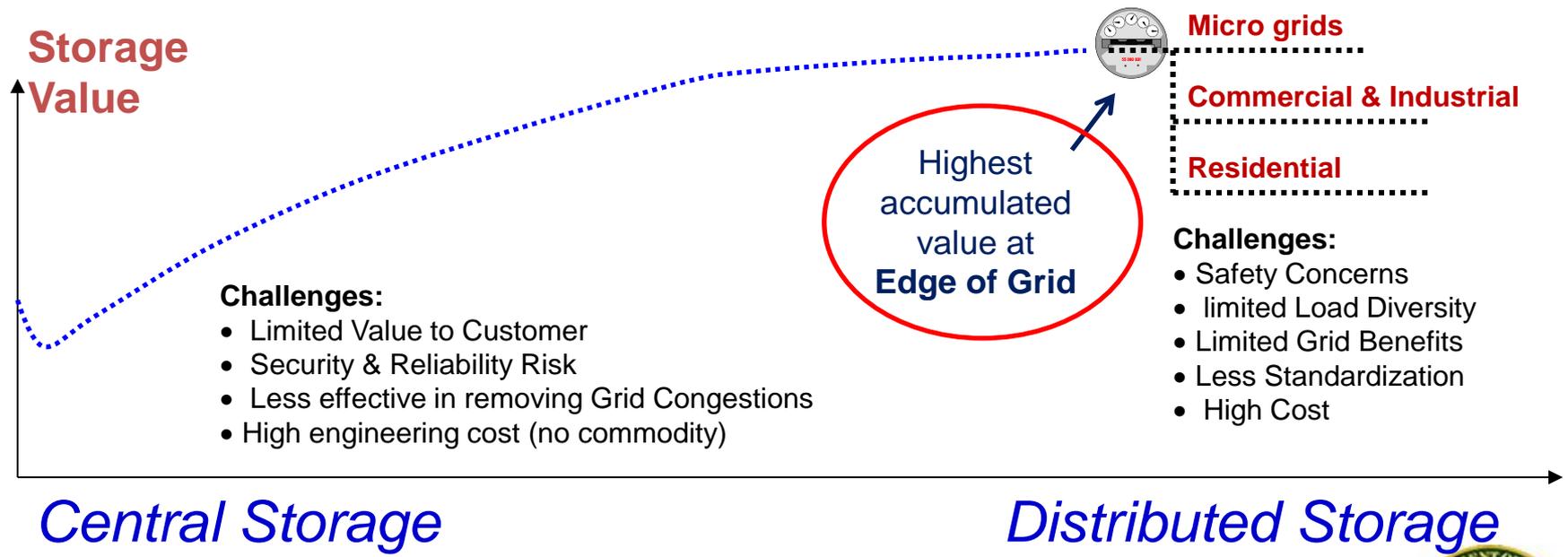
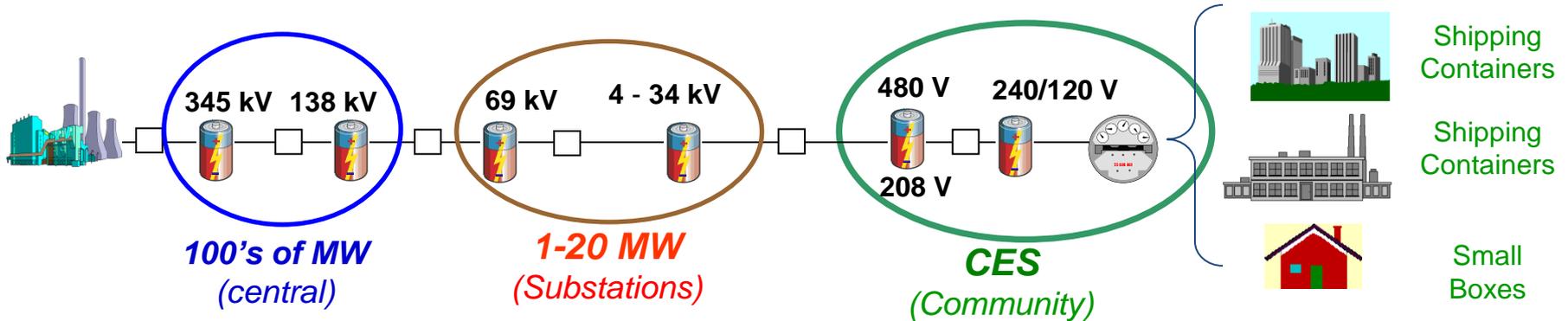
Impact of Gradual Deployment on Present Value of Investment



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

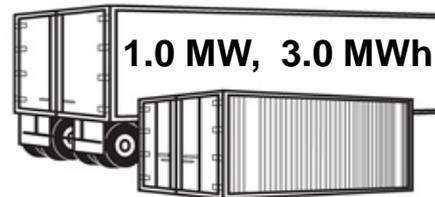


5. Storage packages or “platforms” for the edge of the grid

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

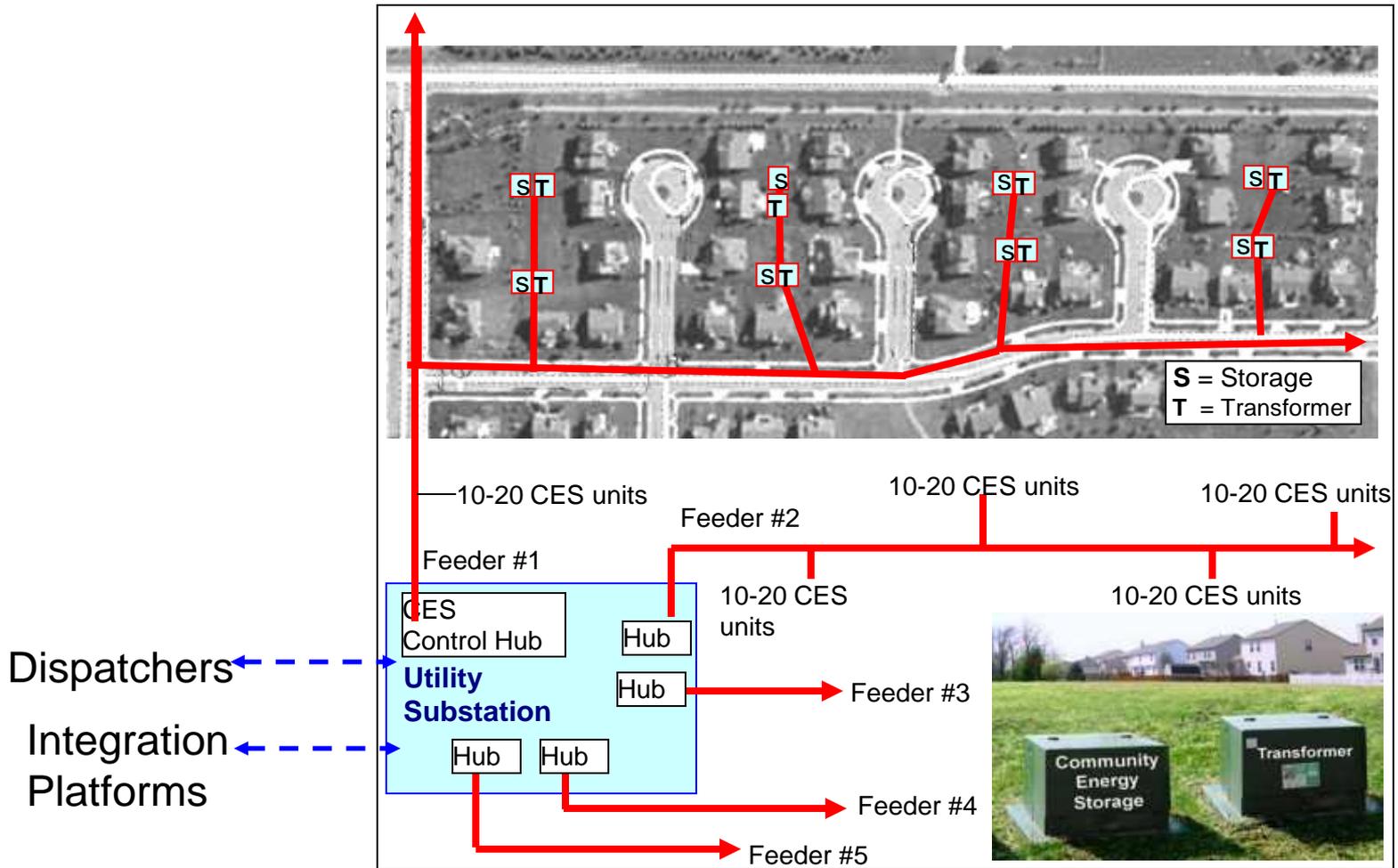
Storage Packages for “Edge of Grid”

- 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 Deployment and Aggregation



CES Providers

Competition in Distributed Storage is starting . . .

| | | | |
|---|---|---|--|
| <p>S&C Electric</p>  <p>SOURCE: S&C</p> | <p>Beckett Energy Systems</p>  <p>SOURCE: Beckett</p> | <p>GreenSmith</p>  <p>SOURCE: GreenSmith</p> | <p>Demand Energy</p>  <p>SOURCE: Demand Energy</p> |
| <p>eCamion</p>  <p>SOURCE: Canada Newline</p> | <p>ABB</p>  <p>SOURCE: ABB</p> | <p>GS Battery</p>  <p>SOURCE: GSB</p> | <p>PowerHub</p>  <p>SOURCE: PowerHub & SMUD</p> |

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

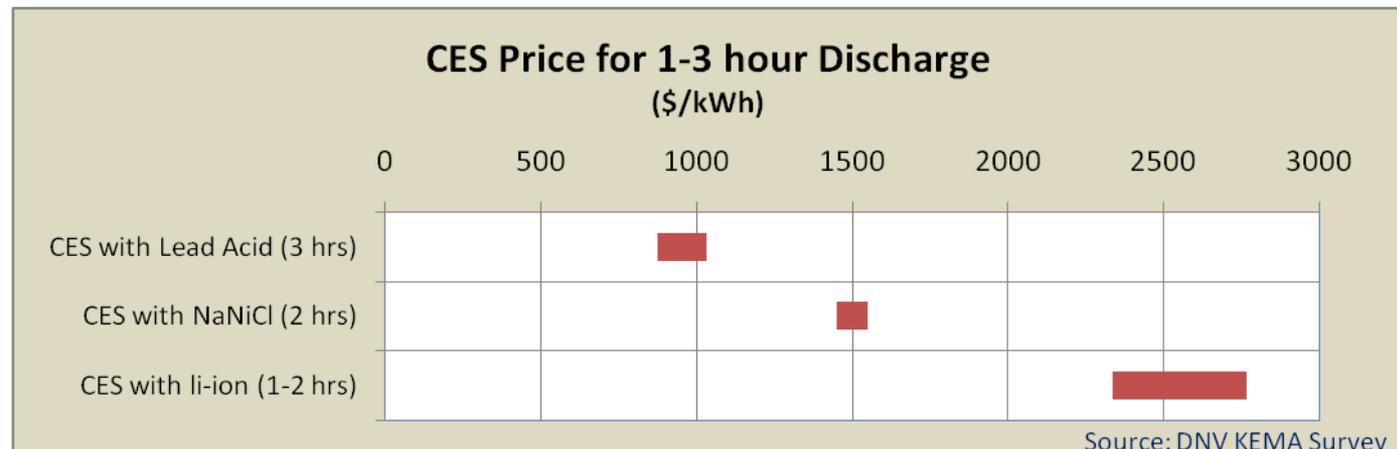
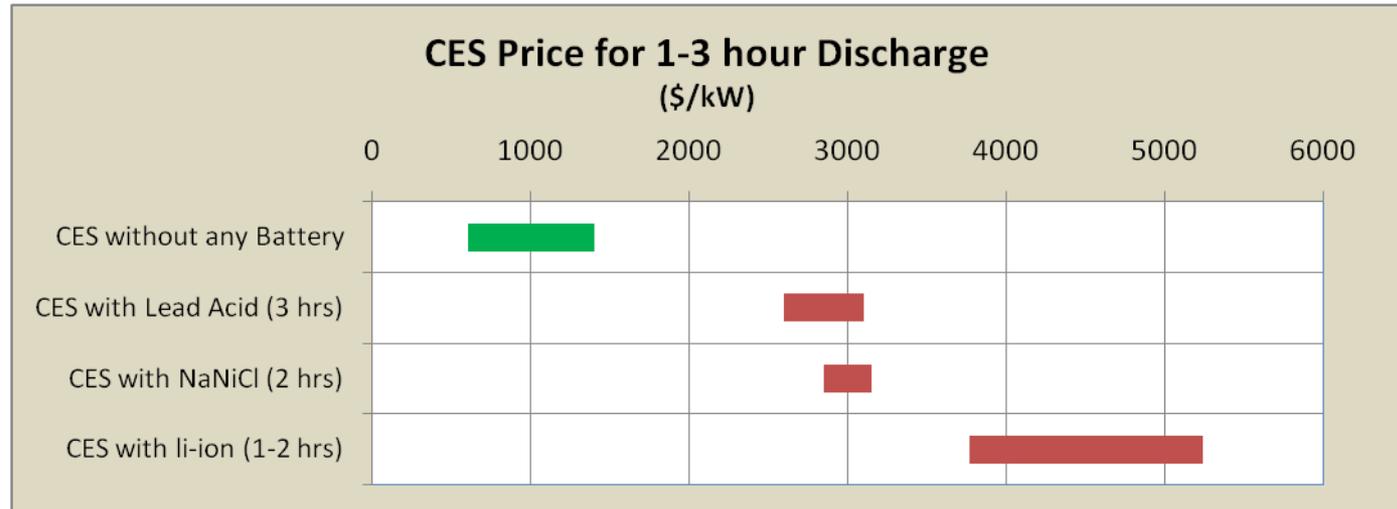
“Routine” plug-n-play practice reduces engineering costs



CES Price – 2012 and 2013 Surveys

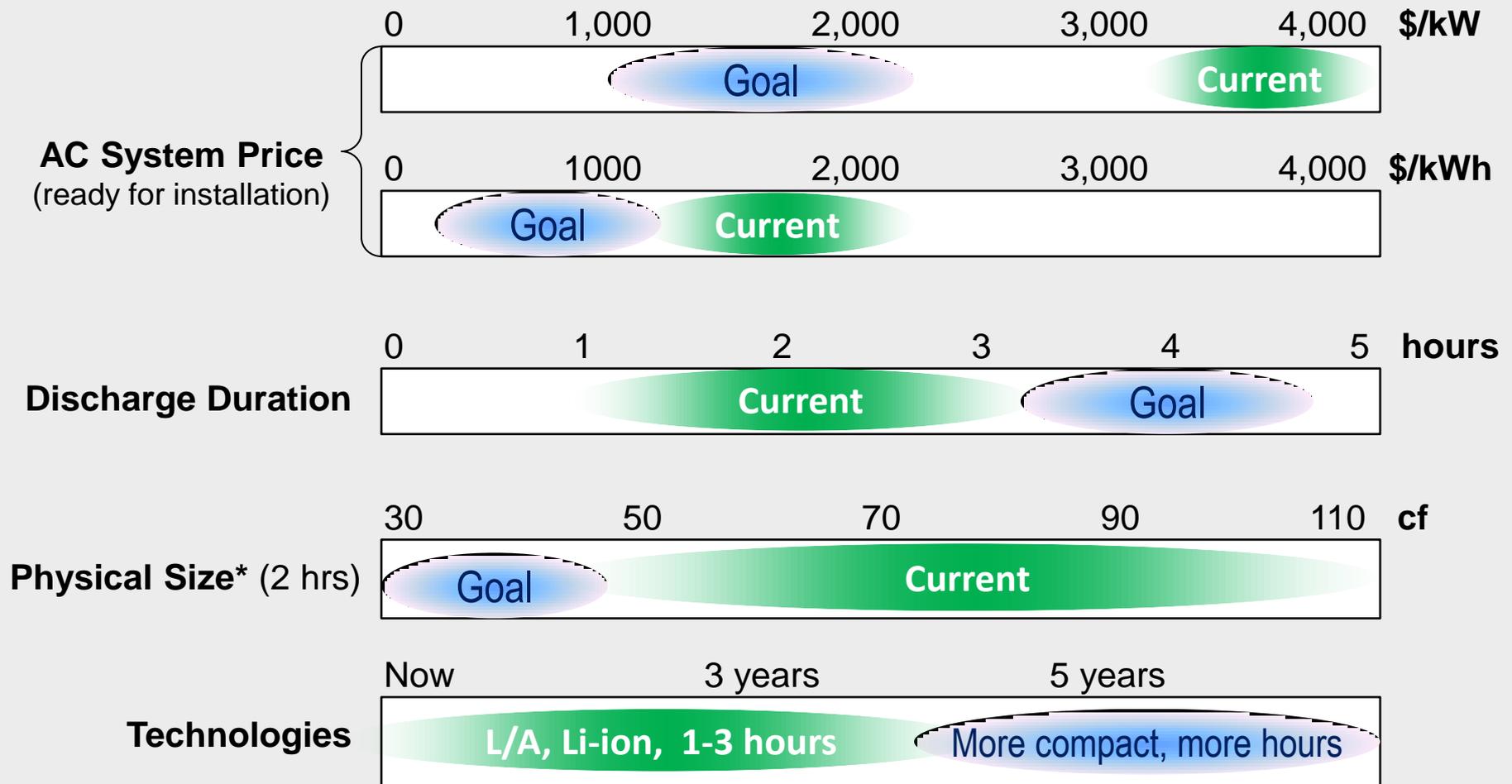


25kW-100kW,
1-3 hours



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



U.S. DEPARTMENT OF
ENERGY



Sandia
National
Laboratories



Pacific Northwest
NATIONAL LABORATORY

Funding was provided by the
Department of Energy through
Sandia National Laboratories and
Pacific Northwest National
Laboratory



Copyright© 2012, KEMA, Inc. ES-Select is a trademark of KEMA, Inc. V2.0. Released December 31, 2012

Download from: www.sandia.gov/ess



ES-Select Home Page – two functions

ES-Select™: Feasible Storage Options for selected Grid Applications

INPUT

Select up to six (6) grid applications to be bundled for increased value

1- Select Applications

- Service Revenue (Backup)
- Area Regulation
- Retail TOU Energy Charges
- Power Quality (Customer)
- Renewable Capacity Firming
- Load Following
- Wind Energy Smoothing
- Solar Energy Smoothing
- Power Quality (Utility)
- Retail Demand Charges
- Energy Time Shift (Arbitrage)
- Supply Capacity
- Voltage Support
- Wind Energy Time Shift (Arbitrage)
- Solar Energy Time Shift (Arbitrage)
- Supply Spinning Reserve
- Transmission Support
- Transmission Congestion Relief
- Black-Start

Present Value of 10-year Benefits, \$/kW

Sort

OUTPUT

List of feasible storage options for selected location and applications

2- Review the Best Storage Options

| Storage Option | Feasibility Score (%) |
|-------------------------------|-----------------------|
| 1 Sodium | 56% |
| 2 Hybrid | 53% |
| 3 Lithium Ion | 49% |
| 4 Valve Regulated | 48% |
| 5 Advanced Lead Acid | 46% |
| 6 Adv. Vanadium Red. Flow | 44% |
| 7 Zinc Bromide | 43% |
| 8 Ni batt. (NiCd, NiZn, NiMH) | 34% |
| 9 Vanadium Redox Battery | 29% |
| 10 Sodium Sulfur | 0% |
| 11 Compressed-Air ES, small | 0% |
| 12 Zinc-Air Battery | 0% |
| 13 Lithium-ion - High Power | 0% |
| 14 Thermal Storage (Cold) | 0% |
| 15 Thermal Storage (Hot) | 0% |
| 16 Flywheel | 0% |
| 17 Double Layer Capacitors | 0% |
| 18 Compressed-Air ES, cavern | 0% |
| 19 Pumped Hydro | 0% |

Total Feasibility Score (Based on \$/kW)

Feasibility Criteria & Weights

Feasibility Score
 Score for Installed Cost in \$/kW

Discharge Duration
 Score for Installed Cost in \$/kWh

Maturity

ES-Select Overview

EXIT

Suggestion Box

Help

Equations

Print

Input Adjustments

About ES-Select

Change Location

Applications Database

Output Analyses

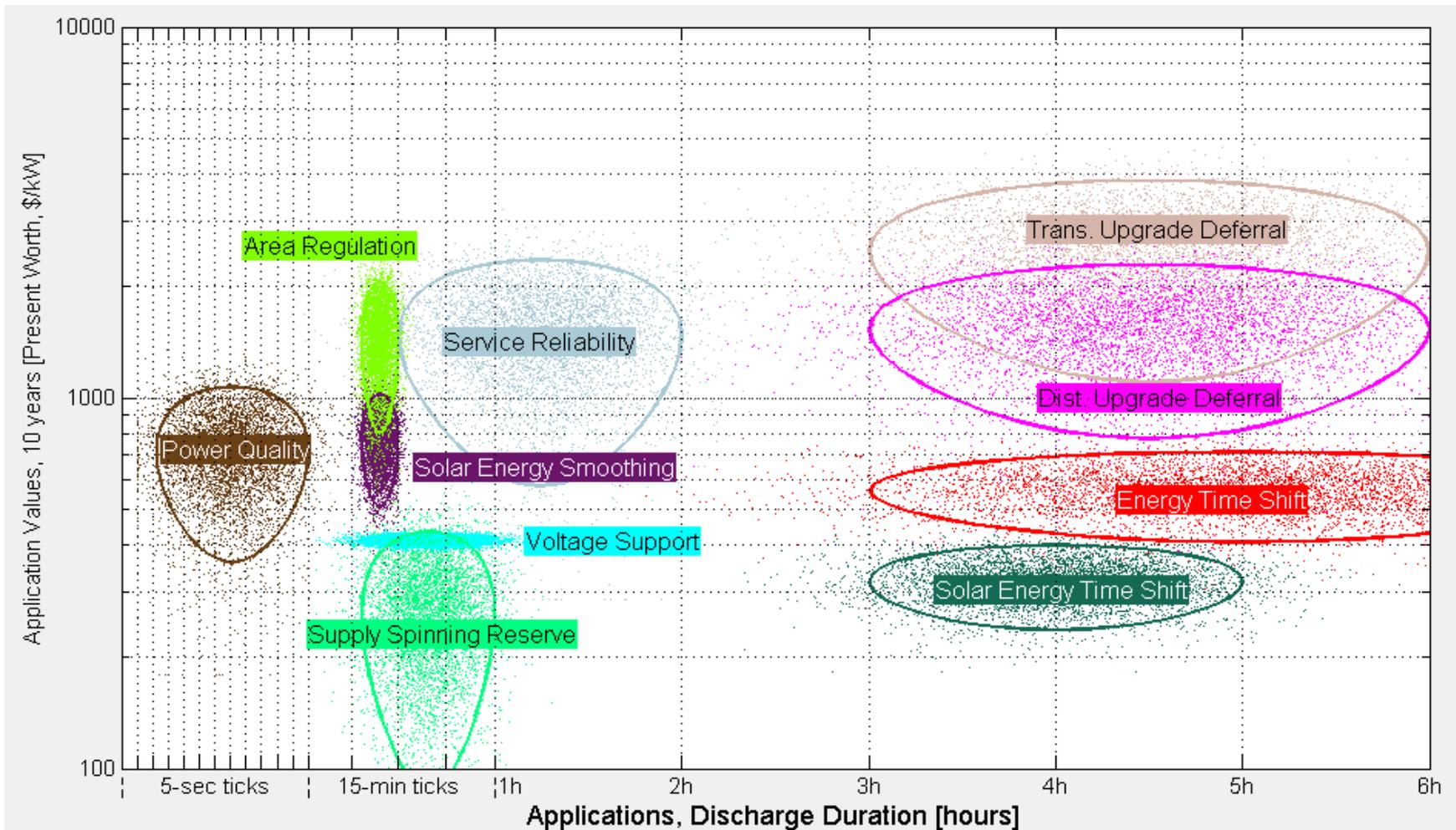
Selected ES Comparisons

Cash Flow, PV and Payback

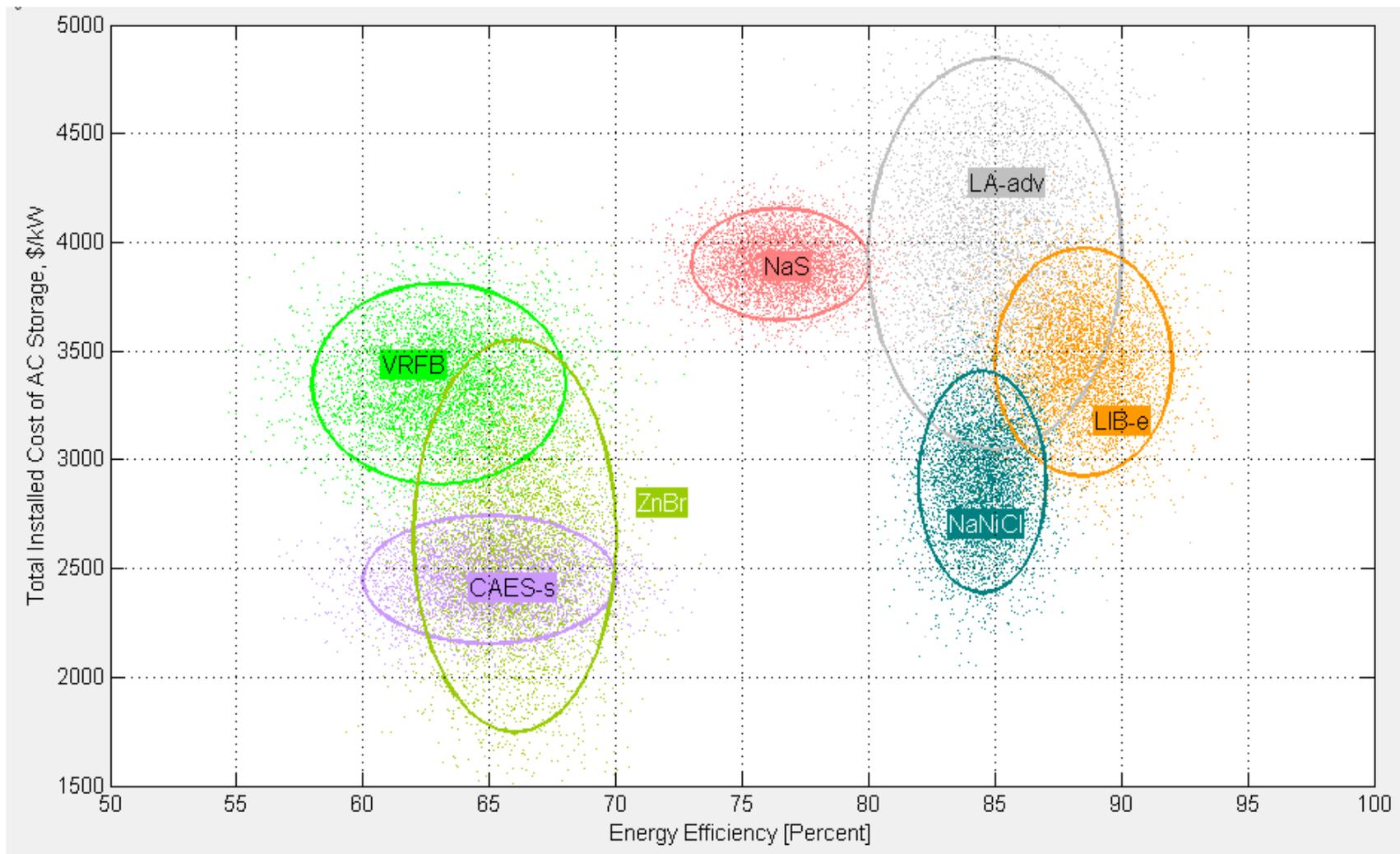
General Comparisons

galvincenter
for electricity innovation
at ILLINOIS INSTITUTE OF TECHNOLOGY

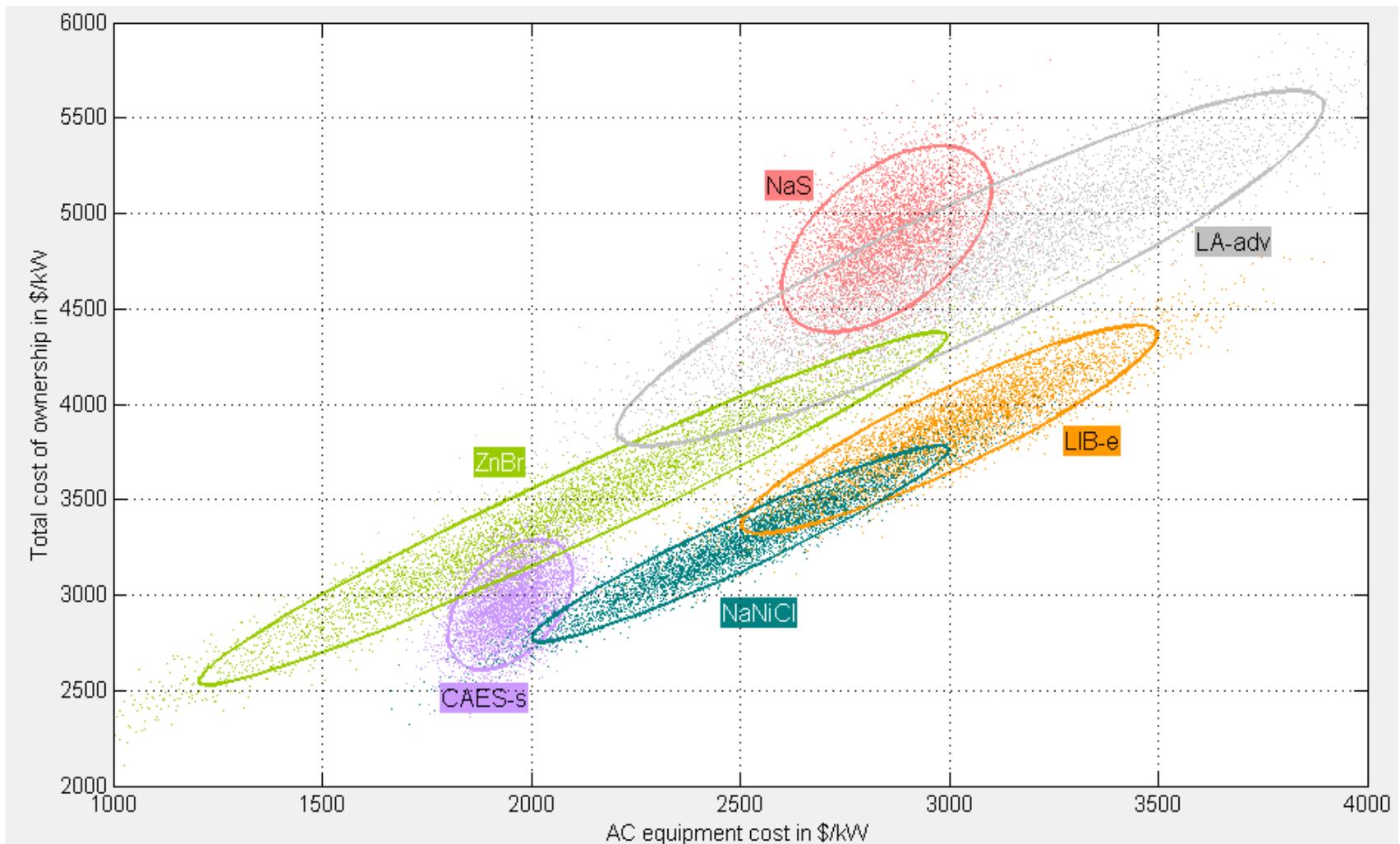
Grid Applications of Energy Storage



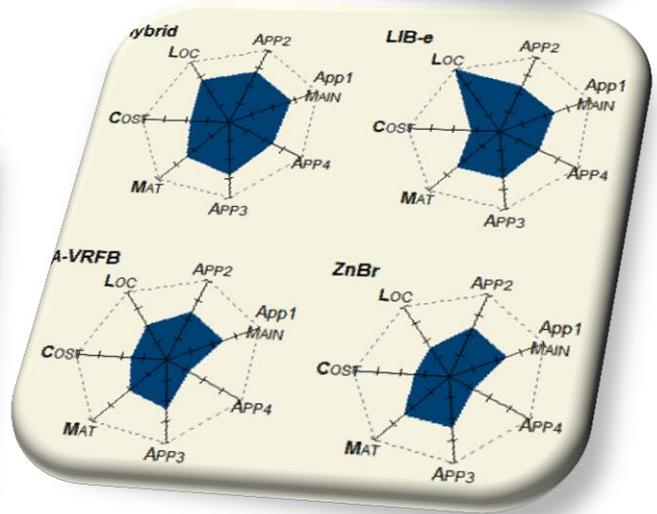
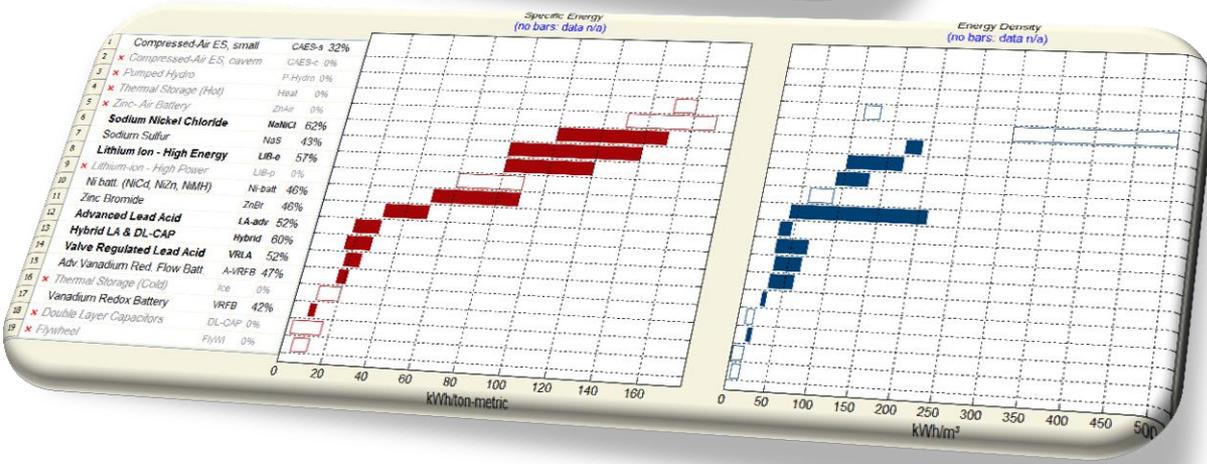
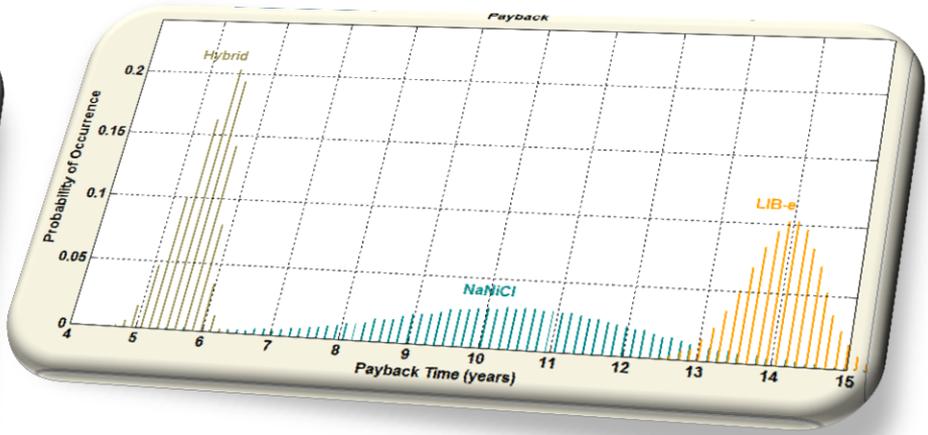
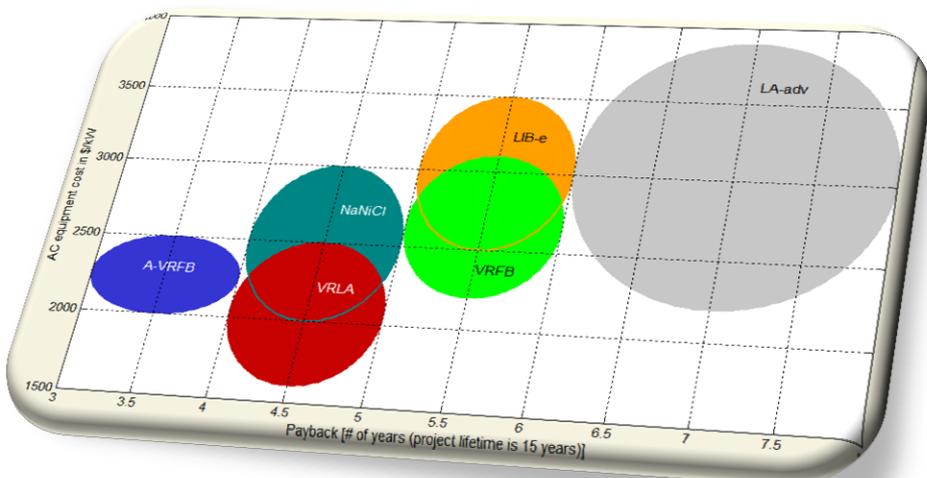
Comparison of storage options



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.