

# Storing renewable energy in homes and communities – views from Australia



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Chair in Sustainable Energy Futures  
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# Acknowledgements

- UQ colleagues: Semso Sehic, Jill Harris
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- Horizon scanning series - The role of energy storage in Australia's future energy mix <https://acola.org.au/wp/esp/>

# Storage - the next big thing?

**Battery storage could be solution to electricity blackouts**

ENERGY  
**Battery Storage Poised to Expand Rapidly**

The 2016 Los Angeles gas leak put battery storage of electricity on the fast track

**'Energy storage is vital, but industry isn't ready'**

**EV battery prices imply residential costs are still 2-3X too high**

**Household battery storage costs: So near and yet so far**

Cheap, sustainable battery for grid energy storage could be on the horizon

## Energy Storage Poised for Growth

DIGITAL CONVERSATION TECHNOLOGY 01 JANUARY 2017

4 MINUTE READ READ LATER SHARE TO

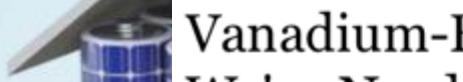
**Despite the hype, batteries aren't the cheapest way to store energy on the grid**



## Banking on batteries

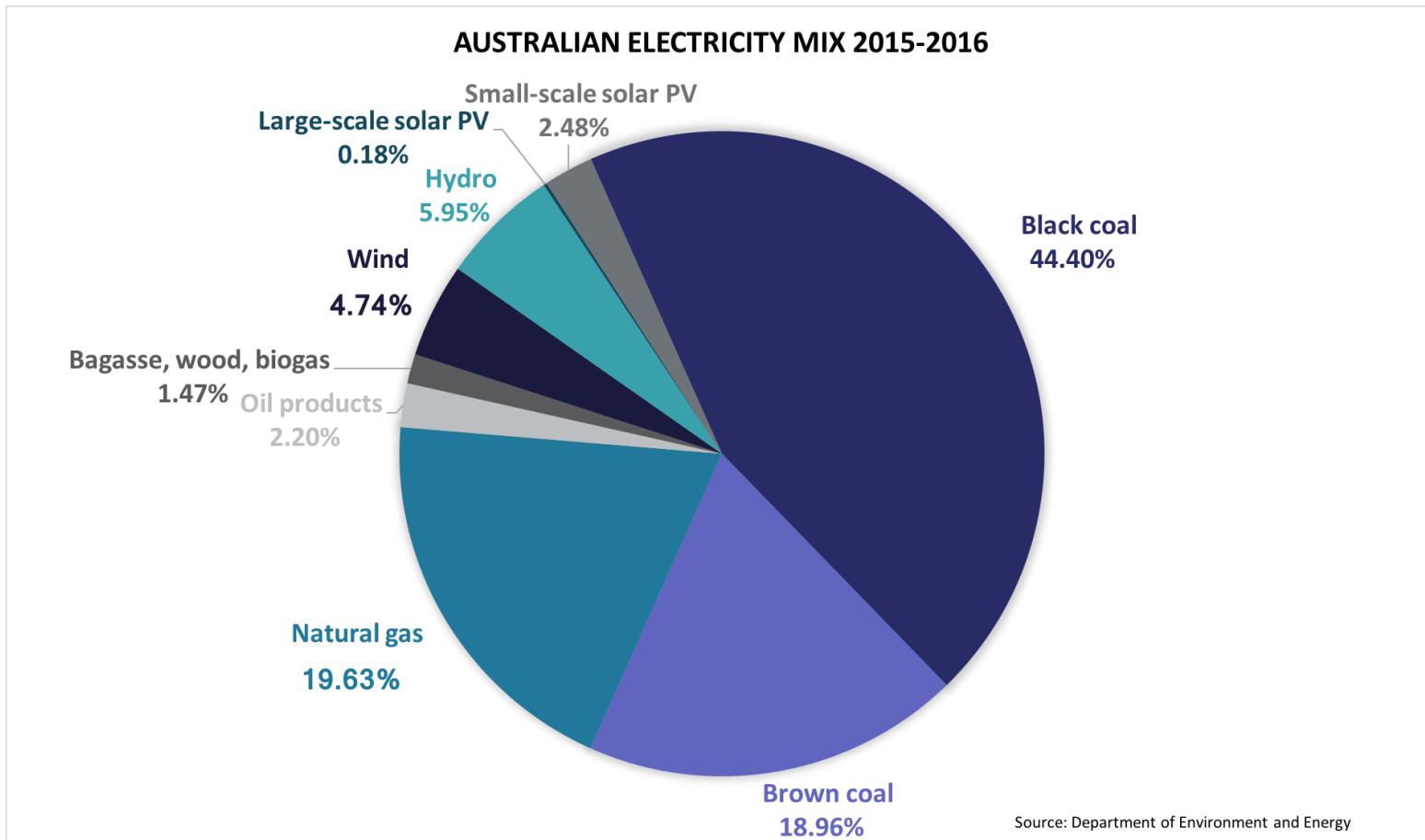
When will solar home battery storage save money for Australian households? We help you do the maths.

***Batteries That Make Use of Solar Power, Even in the Dark***



**Vanadium-Flow Batteries: The Energy Storage Breakthrough We've Needed**

# Australia's current electricity mix



# RE percentage of mix

Renewable Energy Target (RET), which is set at 33,000 GWh in 2020.

**RENEWABLE GENERATION  
BY TECHNOLOGY TYPE**



Hydro	<b>42.3%</b>
Wind	<b>30.8%</b>
Small-scale solar PV	<b>16.0%</b>
Bioenergy	<b>8.6%</b>
Large-scale solar PV	<b>1.2%</b>
Medium-scale solar PV	<b>1.1%</b>
Solar thermal	<b>0.1%</b>

**ANNUAL ELECTRICITY  
GENERATION IN 2016**



Renewables	<b>17.3%</b>
Fossil fuels	<b>82.7%</b>

5.6GW of rooftop solar across 1.7 million households,

# The National Electricity Market

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Wholesale value of electricity traded

**\$11.7 billion**

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National maximum summer  
operational demand

**32,859 MW**

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National maximum winter  
operational demand

**31,977 MW**

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Installed capacity

**47,148 MW**

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**40,000 kilometres of  
transmission lines**

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Number of metered customers

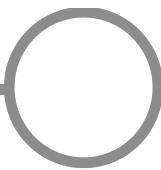
**9.6 million**

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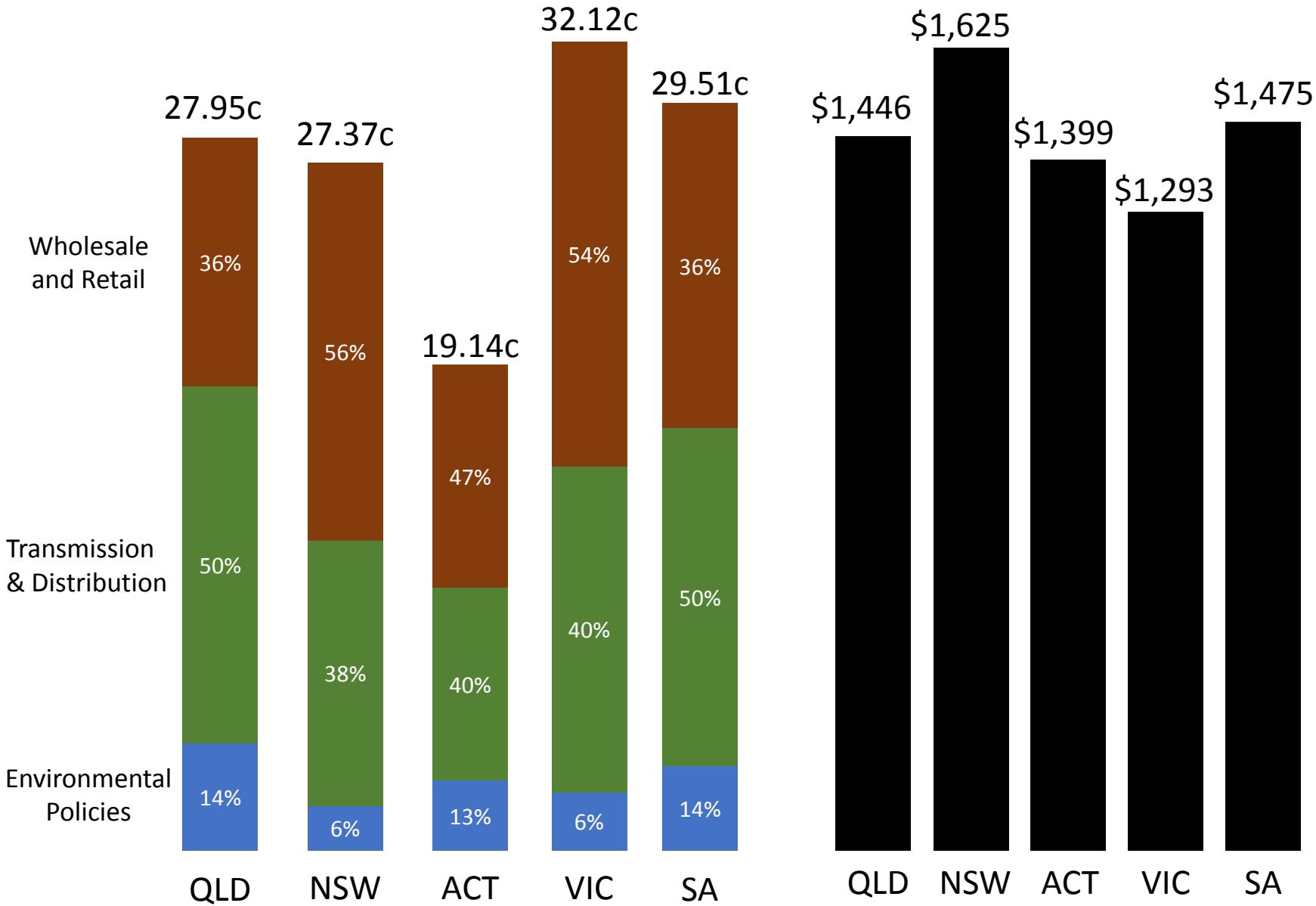
NEM emissions

**162 Mt CO<sub>2</sub>-e**





# Price comparison



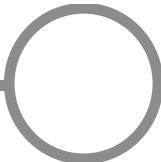
# Tesla's 100 MWh battery (1/12/17)



*“The battery delivered **100 megawatts** into the national electricity grid in **140 milliseconds**.*

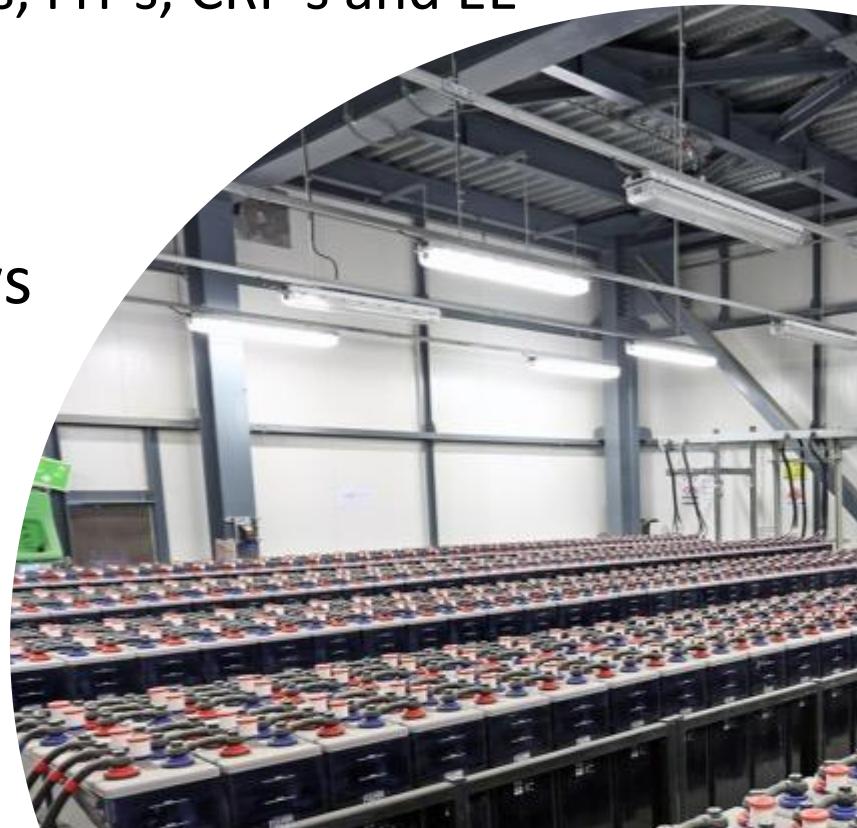
*“That’s a record and the national operators were shocked at how quickly and efficiently the battery was able to deliver this type of energy into the market,” Mr Koutsantonis told 5AA radio on Wednesday.”*





# Project Overview

- Aim to identify the social drivers and barriers of energy storage uptake, and the publically perceived risks and benefits of achieving energy storage uptake. Dec 2016 – Feb 2017
- Extensive desktop review
  - Solar PV uptake, smart meters, FiT's, CRP's and EE
  - Socio-psychological theories
- 6 focus groups (N=58)
- 17 key stakeholder interviews
- 3 case studies
- National Survey (N=1015)



# Interviews

## Participants (19)

- 4 from CSO's
- 1 non-government organisation
- 4 from state government departments
- 1 federal government department
- 1 local government department
- 6 industry
- 2 ministerial advisers



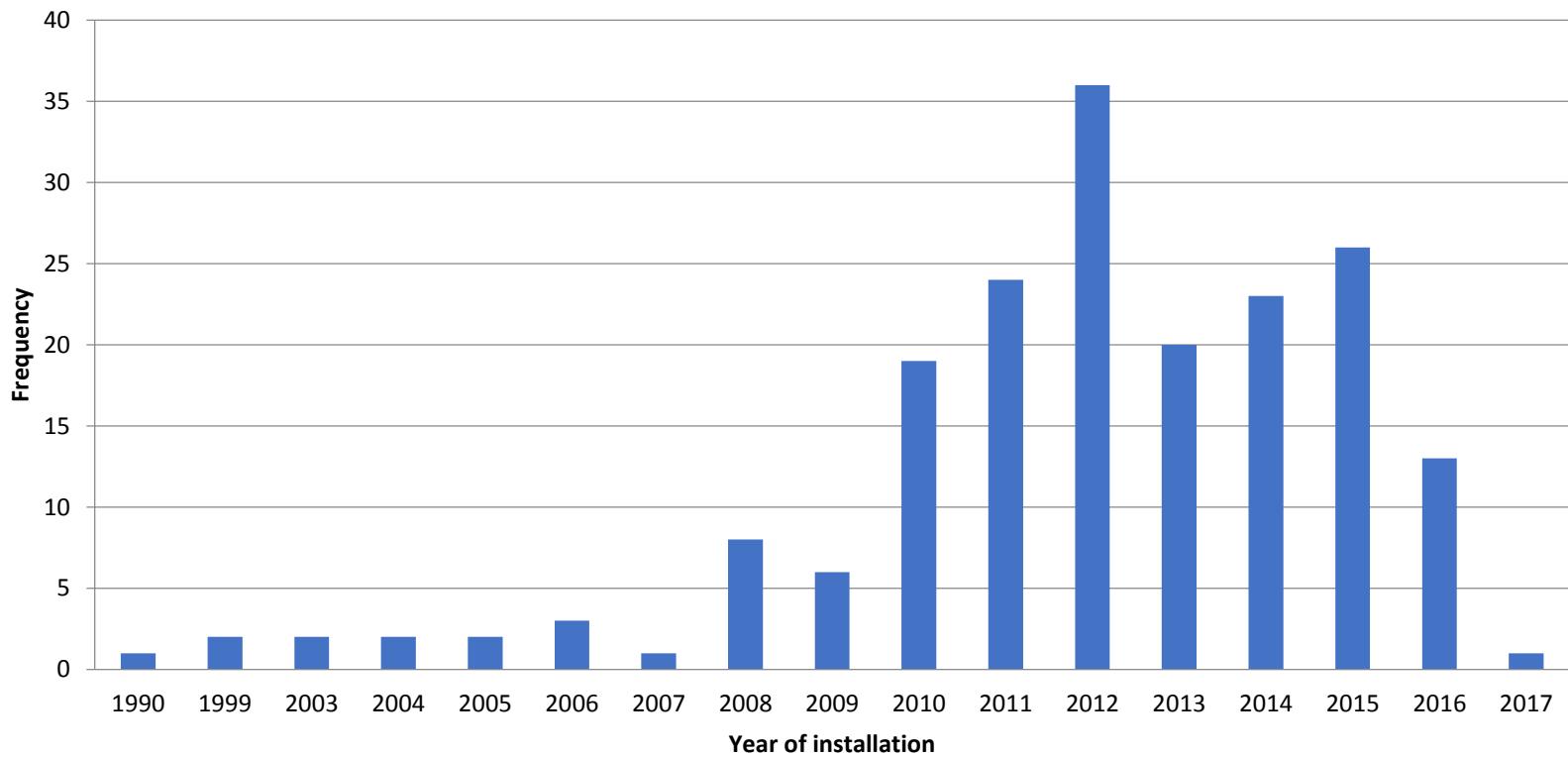
# Interviews

## Key themes emerging

- concerns in relation to the use of storage (N=106)
- the market (N=64)
- social factors (N=52)
- policy and regulation (N=54)
- information about different types (N=52)
- the role of government in the process (N=32).

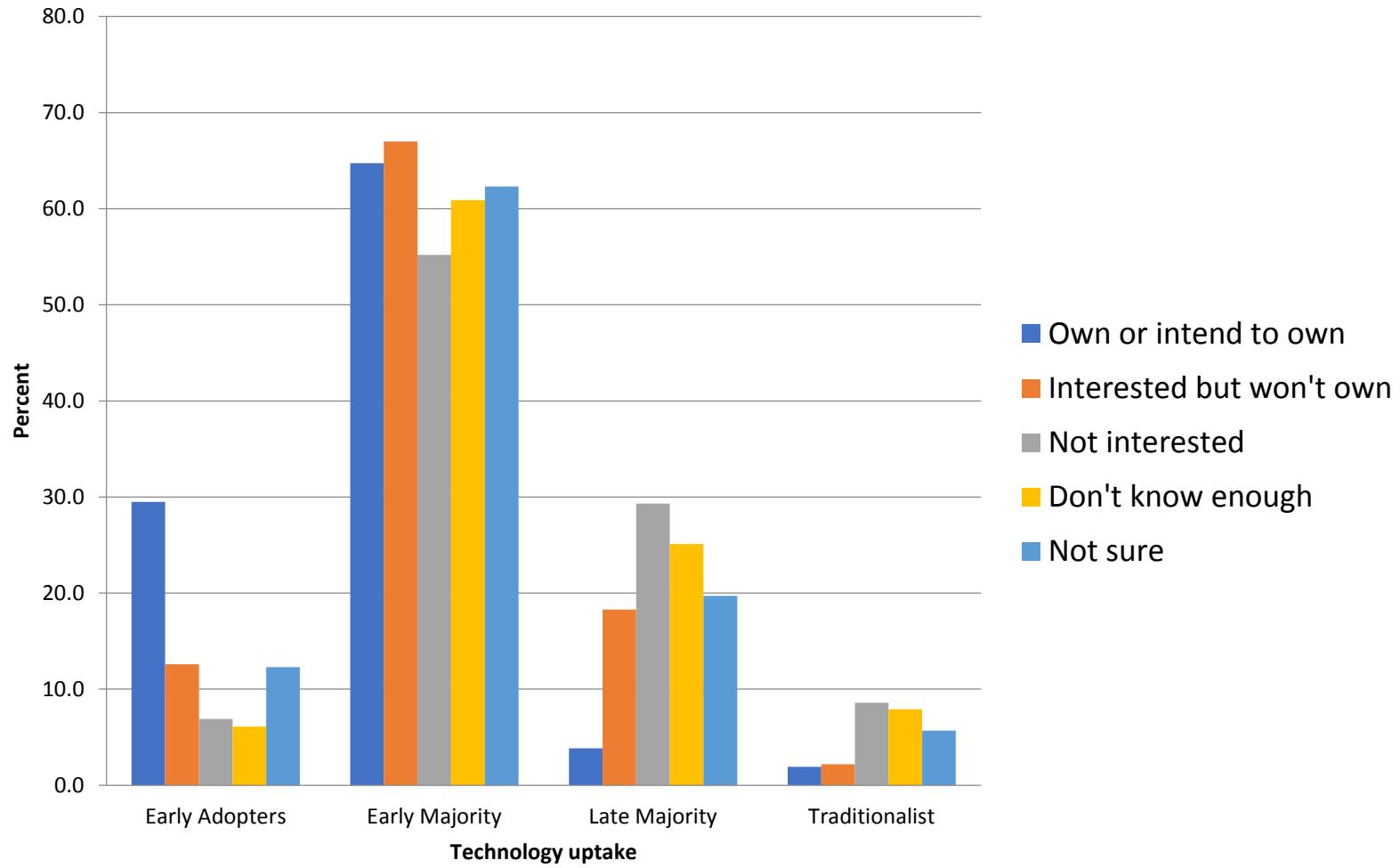


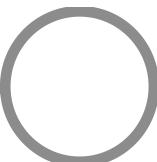
# Solar PV purchase



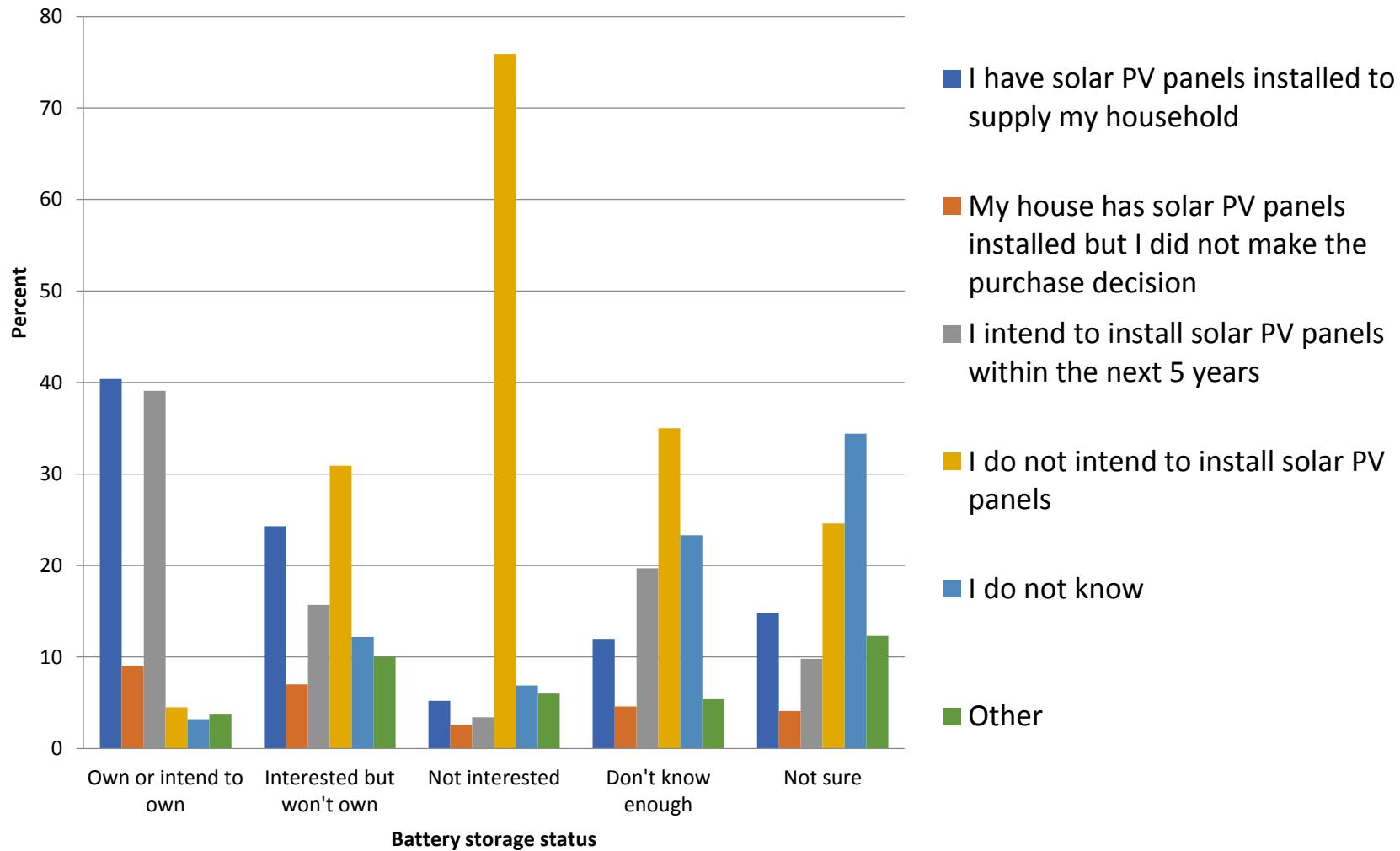


# Diffusion and uptake



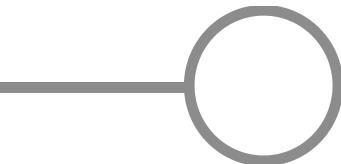


# PV and storage



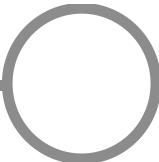
# Key Findings

- Biggest concern for stakeholders is rising price of electricity
- Lack of trust in government and energy retailers overall – may push some to go off grid
- Storage not a well known concept, batteries most familiar because of Tesla and hype around this
- A number of safety concerns exist for batteries – need for regulation across this space
- Pumped hydro felt to be one of the cheapest options but need resource
- There are emerging business opportunities for various stakeholders at different scales



# Case Study 2: Jayne & Cathy





## Case Study 2: Jayne & Cathy

- **Size:** 6.6kw Solar with 32kW Lead-Gel Battery located in an insulated double car garage (former carport) and petrol generator as system backup
  - Grid connected but can operate off-grid.
  - Solar hot water with wood-fire backup as there is no gas within the area.
  - During summer the household air conditioning is used to cool the garage so that the batteries don't overheat.
- **Motivation:** Mainly due to too many grid drop-outs (Single Wire Earth Return line issues). Also wanted to be more self-sufficient, mitigate against rising power costs into the future and some environmental considerations.

# Case Study 2: Jayne & Cathy

- **Finance:** It was a very expensive experiment for them (\$50k from their superannuation). But they found that using only the power they generated made them much more energy conscious.
- **Choice:** Battery selection came from extensive research. New technologies impressive but did not have the long term experience that lead had.

*Lead batteries have been around for 100 years, and everyone knows how they work.*

- Did not like salt based batteries as they did not have the load characteristics required for their property.
- Lithium too expensive (twice as much as lead) and had too many safety issues.



ARENA



Australian Government

Australian Renewable  
Energy Agency



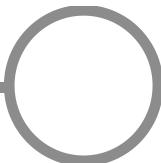
LANDCORP



EMC  
ENERGY MADE CLEAN



synergy



# Case Study 3: Alkimos Beach

## Background:

1.1MWh Lithium Ion batteries in two shipping containers.

Residents are not physically connected to the battery.

Residents virtually deposit and withdraw credits from the battery through their excess rooftop solar production for \$11/month.

Billing is settled at the end of the day, such that excess solar credits do not roll over, but is settled at the FiT rate (7.135c/kWh).

Where credits are exhausted residents are then put on a TOU tariff (47.85c/kWh) called *Peak Demand Saver Plan* (4pm-8pm) or 25.603c/kWh during any other part of the day.

Provides residents with a financial incentive to match their excess solar production during the day with evening electricity consumption.

**Funding:** \$6.7mill in total



# Case Study 3: Alkimos Beach

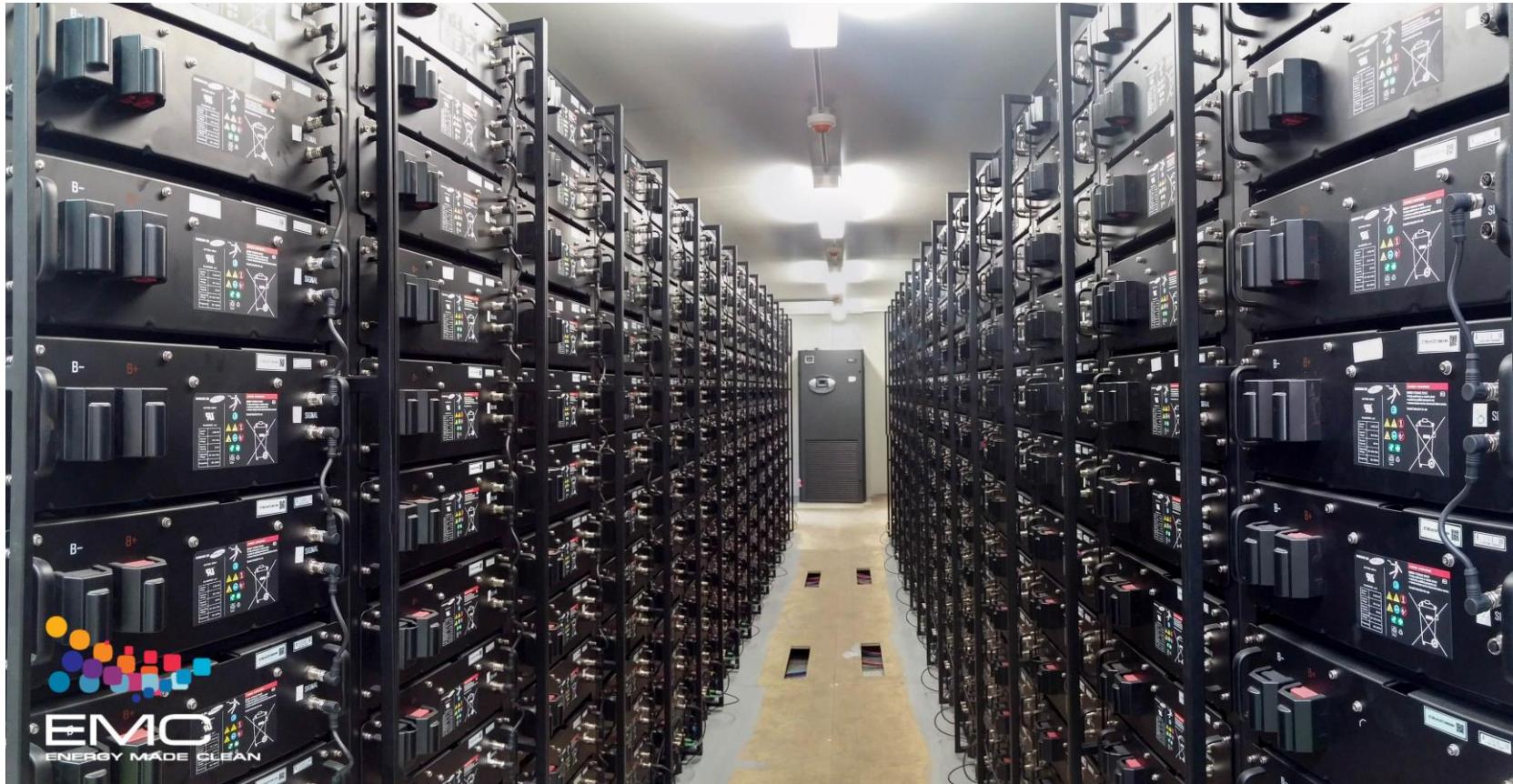
*Cost saving was a significant factor in participating in the trial, we've been able to save 50% on our electricity bills. At the same time, we have learnt how to use our appliances around the new rules, because it's a little different now with a battery as opposed to before. But luckily for us, the big behaviour change was actually when we got the solar panels, with the battery you have a little bit more flexibility, but obviously you have to know how it works. It's not just set and forget, there are rules behind it, mostly coming from the power provider. Resident 01*

*Last winter we noticed that our electricity bill had gone up almost 80%. But we weren't surprised because we had noticed that our heating had gone up because of the long cold winter. It also rained a lot, so we were not producing a lot of solar unfortunately. But that's something you can't control. Other than that, we have been satisfied with the trial. Resident 02*

*That had a problem because multiple sub-divisions have no spare space, and don't forget that you're talking about something that looks like a sea container. And there's nowhere to put it, you're rapidly getting a NIMBY problem. ACOLA 015*

*...but where it really got interesting was how you attract the punters to sign up to this thing, because we could not get traction unless there was a demonstrated savings on peoples power bill. In other words, green fuzzy stuff doesn't cut it, unless you're really ideologically pre-disposed to it. ACOLA 015*

# Case Study 3: Alkimos Beach



# References of interest

- The role of energy storage in Australia's future energy mix. ACOLA <https://acola.org.au/wp/esp/>
- Australian Renewable Energy Agency <https://arena.gov.au>
- National Energy Guarantee (NEG) <https://www.energy.gov.au/government-priorities/better-energy-future-australia>
- *Independent Review into the Future Security of the National Electricity Market - Blueprint for the Future* (Finkel Review) <https://www.energy.gov.au/publications/independent-review-future-security-national-electricity-market-blueprint-future>
- Renewables ready: states leading the charge. Climate Council <https://www.climatecouncil.org.au/uploads/9a3734e82574546679510bdc99d57847.pdf>
- Battery storage decision tool - Office of Environment and Heritage, NSW <http://www.environment.nsw.gov.au/business/battery-storage.htm>
- Student blog on energy in Australia <https://shorthand.uq.edu.au/small-change/sustainable-energy-matter-perseverence/>



**THANK YOU**  
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