

## Grid-interactive Electric Thermal Storage (GETS) provides economic and environmental benefit



3 #GridInterop

Paul Steffes Steffes Corporation psteffes@steffes.com 888-783-3337



# Steffes Corporation Leader In Cost Effective Electric Storage

- Load Management
- Fast Regulation
- LMP Optimization
- Renewable Integration



Grid-Intero

Work with over 200 Electric Utilities, many for over 20 years



# Grid-interactive Electric Thermal Storage (GETS)

Dynamically couples consumer usage to real-time grid needs

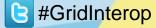
**Space Heating** 



Water Heating



Grid-Interop





## Grid-interactive Electric Thermal Storage (GETS)

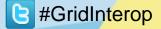
- Provides Grid Reliability, Stabilization, and Optimization
- Improves System Efficiency
- Helps Integrate Large Quantities of Renewables
- Provides Economic Value:
  - Market Price
  - Regulation Services



# Grid-interactive Electric Thermal Storage (GETS)

### **Provides "Double Green" benefits:**





Phoenix, AZ, Dec 5-8, 2011



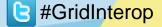
## Grid-Interactive Space & Water Heaters Are... "THERMAL BATTERIES"





Grid-Interop

# With smart control, you affect the grid exactly like other electric storage technologies





## Low-Cost Electric Storage

	Cost	
Technology	\$/kW-h	\$/kW
Grid-interactive Thermal Storage <sup>+</sup>	\$30-\$60	\$100-\$200
CAES (above ground)	\$200-\$250	\$700-\$800
ZnBr Flow Cell	\$280-\$450	\$425-\$1300
Pb-Acid Battery	\$330-\$480	\$420-\$660
NaS Battery	\$350-\$400	\$450-\$550
Flywheel	\$1340-\$1570	\$3360-\$3920

Source: EPRI 2009 energy storage technology cost estimates

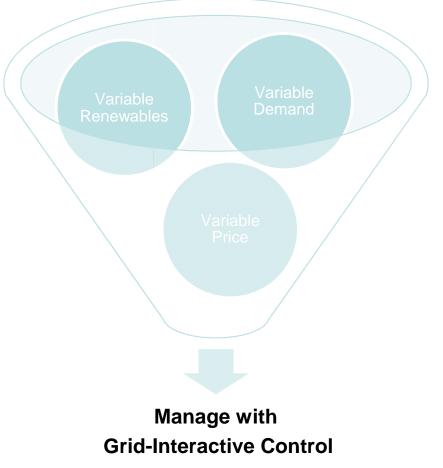
<sup>+</sup> Source: Steffes Corporation

Phoenix, AZ, Dec 5-8, 2011



# The needs of the Smart Grid today include the balancing of...

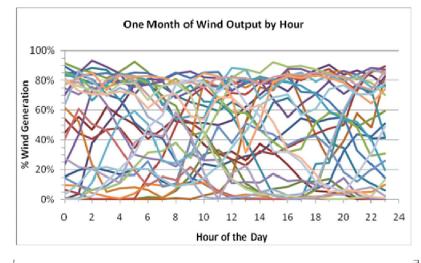
- Variable Generation
- Variable Demand
- Variable Price
- ETS Space and water heaters are grid interactive solutions

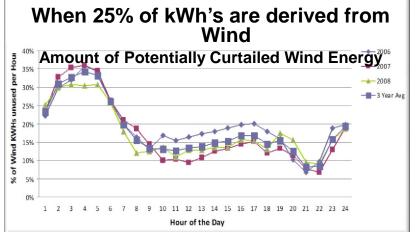


Grid-Interop

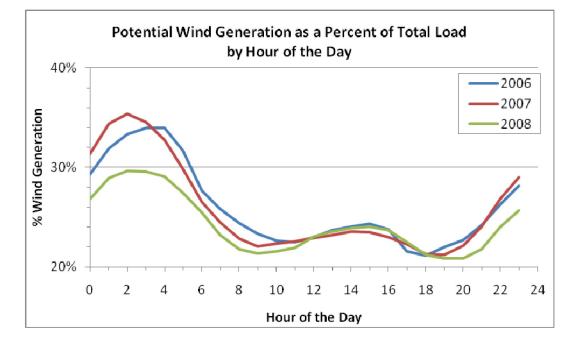


#### **Variability of Renewables**





#### Three Year Stable Annual Wind Output

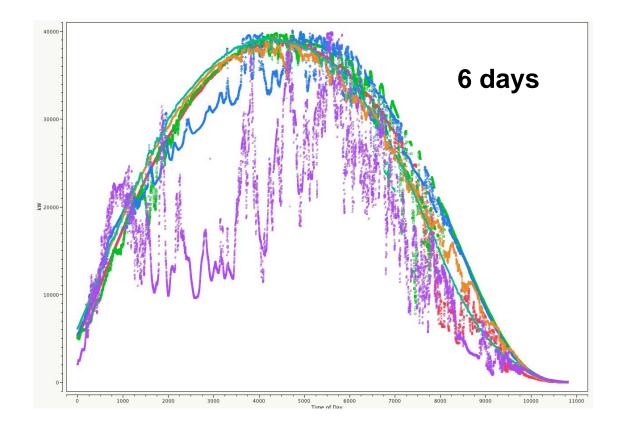


Phoenix, AZ, Dec 5-8, 2011

d-Interop 201



## Output from a 5MW Solar PV Plant



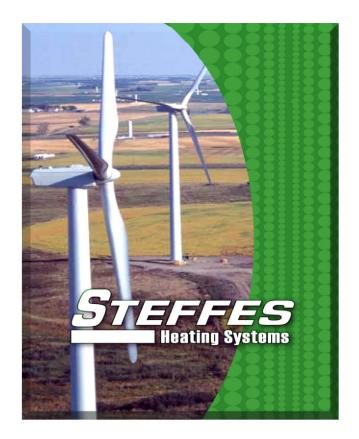
🕒 #GridInterop

Phoenix, AZ, Dec 5-8, 2011



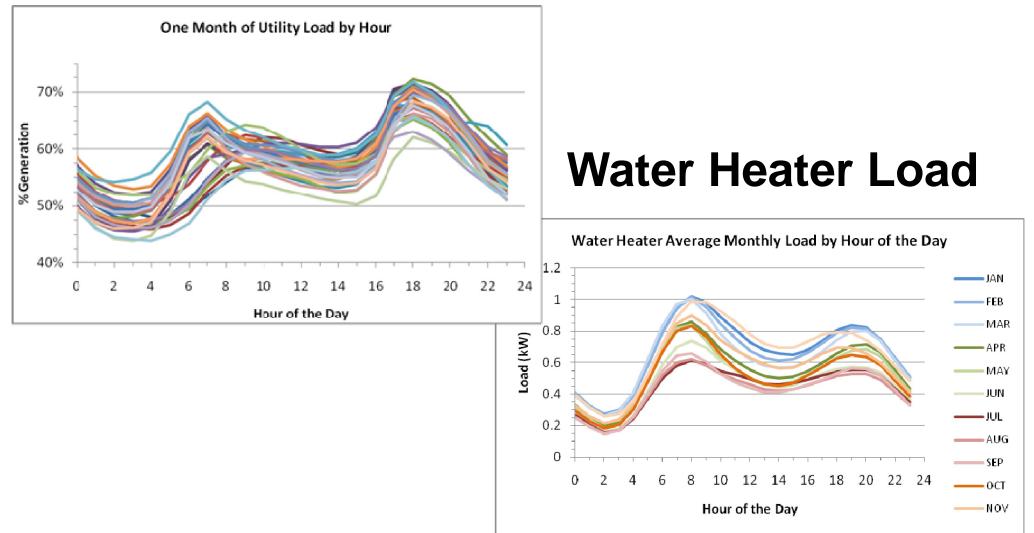
## **Renewable Integration**

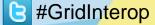
- Wind and Solar ramp up and down quickly.
  - GETS ramps just as fast
- Allows a higher % of Renewable Energy (RE)
- Enhances RE value
- Reduces Carbon Footprint
- Lowers Cost for Consumers





### Variability of Electric Load

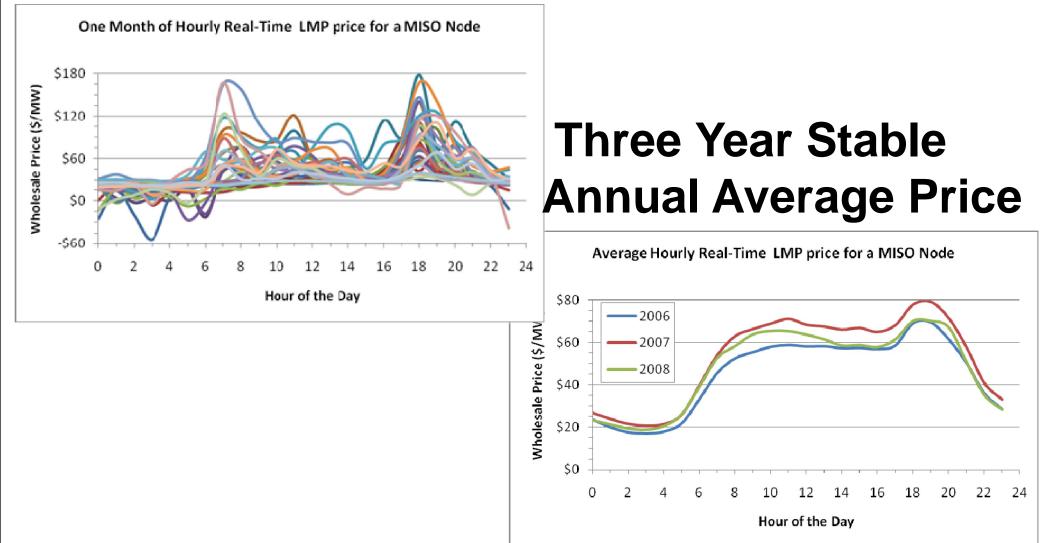




Phoenix, AZ, Dec 5-8, 2011



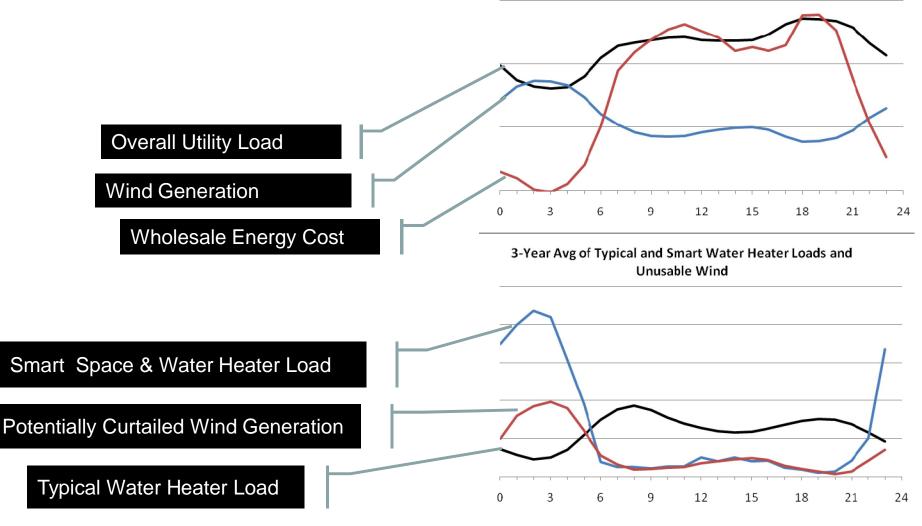
#### **Variable Real Time Price**





## **Putting It Together**

3-Year Avg of Utility Load, Wind Gen, and Wholesale Price



Phoenix, AZ, Dec 5-8, 2011

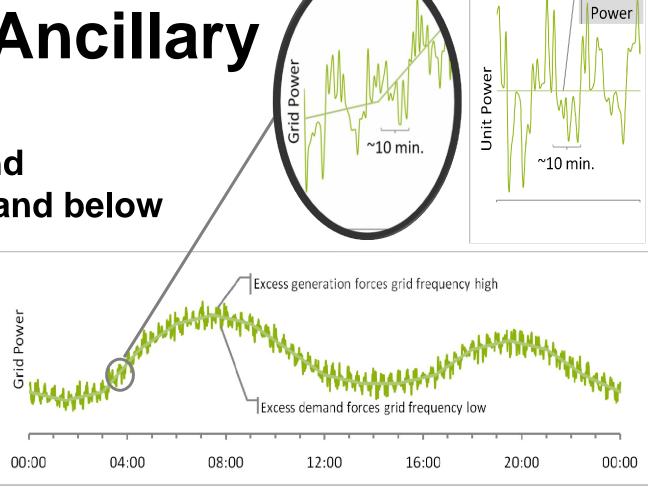
rid-Interop 20114

(j



## Bonus Value Regulation/Ancillary

- Equivalent times and magnitudes above and below nominal
- Requires highspeed two-way communication



Average

🕒 #GridInterop



## **Regulation Environmental Value**

CO <sub>2</sub> Savings with GETS		
Coal (Base Load)	67%	
Natural Gas (Peaker)	43%	
Pumped Hydro	38%	

Emission Comparison for PJM

KEMA Project BPCC.0003.001

Grid-Interop

16

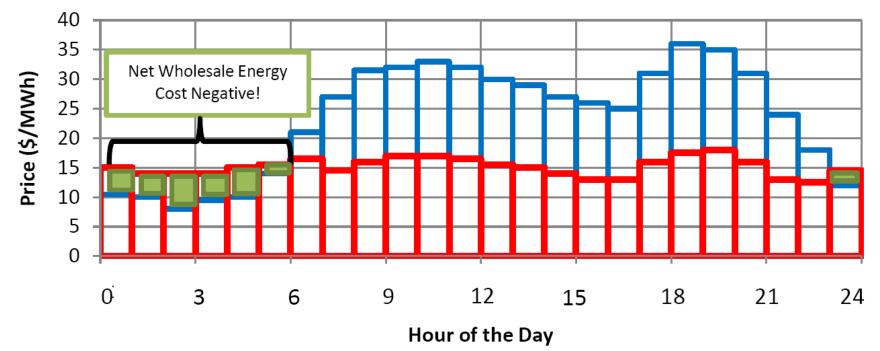




## **Regulation Economic Value**

#### **Typical MISO DAY**

**Real Time LMP VS Regulation Market Clearing Price** 



FERC Order 755: RMCP could be much higher

Phoenix, AZ, Dec 5-8, 2011

rid-Interop

(5)



### Wholesale Annual Operating Cost for Electric Water Heater

Type/Method	Energy Cost	Demand/Trans. Other Costs	Total Cost
Uncontrolled	\$256	\$50 - \$200	\$306 - \$456
Grid-Interactive LMP Optimized	\$108	0	\$108
Grid-Interactive with Regulation	-\$80	0	-\$80

- Uncontrolled Water Heater: No controls installed on water heater
- Grid-Interactive Water Heater: Consumes energy when LMP is low, but not doing regulation
- Grid-Interactive with Regulation: Consumes energy when LMP is low and provides regulation. (FERC Order 755: -\$230?)

Phoenix, AZ, Dec 5-8, 2011



## Water Heater

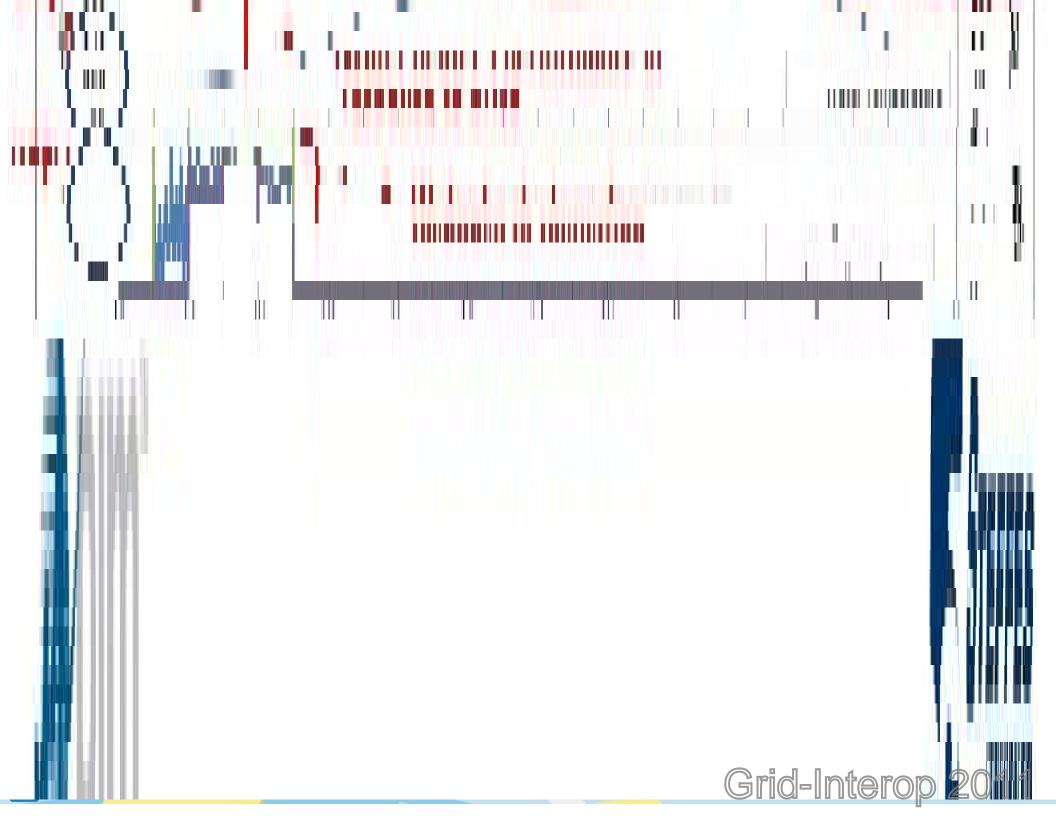
#### **PJM Demonstration**

- 105 Gallon Water Heater
- Control Inputs
  - Energy Price
  - Frequency Regulation Signal



**PJM Headquarters Visitor Entrance** PJM © 2011

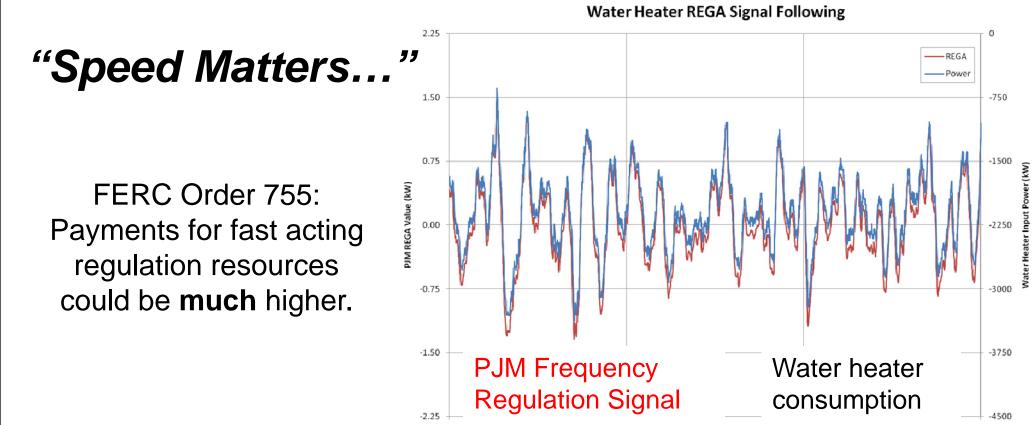
Grid-Inter





#GridInterop

## **Fast Regulation**



1:00

Time (h)

Phoenix, AZ, Dec 5-8, 2011

0:00

Grid-Interop

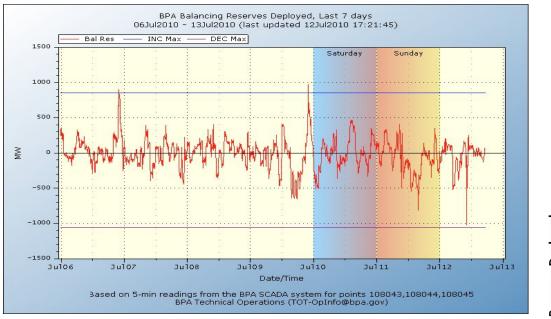
2:00

3:00

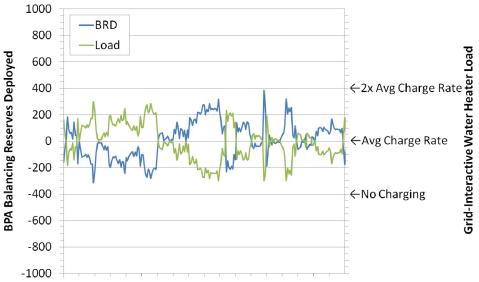
21



## BPA Balancing Reserves Deployment



Example of Grid-Interactive Water Heater Load Response to BPA Balancing Reserves Deployment



22

#### B #GridInterop



## **GETS Equipment**

#### **Space Heating**



- 13kWh to 960kWh storage
- 1.3kW to 160kW input

#### Water Heating



Think of a 105 gal. Water Heater as a 26kWh Battery (nominal 2-day supply of hot water)

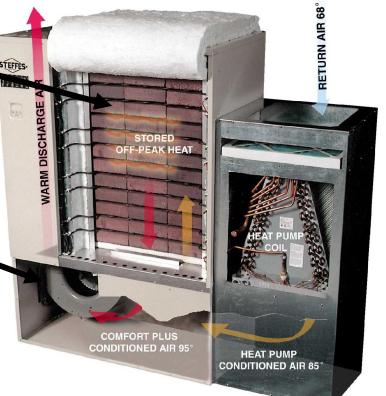
(5

23



#### **Electric Thermal Storage** Storage of Renewable or Off-Peak Electricity in the form of Heat

- Electricity is stored as heat in a well insulated brick core.
- On-board Microprocessor based control \_\_\_\_\_ system regulates charging and discharging.
- Internal blower system delivers the heat to the conditioned space as needed to maintain comfort 24/7.
- Storage occurs based on availability of renewable or off-peak energy or as signaled by the utility for ancillary services.



It's FULLY AUTOMATIC

All heating is accomplished by using off-peak or renewable energy

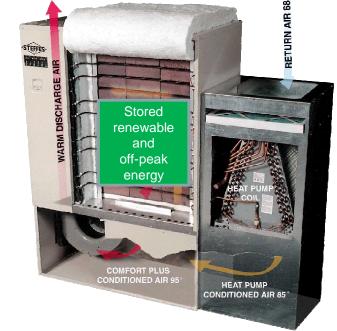




- Residential
- Commercial
- Industrial

100,000 installations in North America A distributed 10 Gwh "Thermal Battery"

## Electric Thermal Storage (ETS)

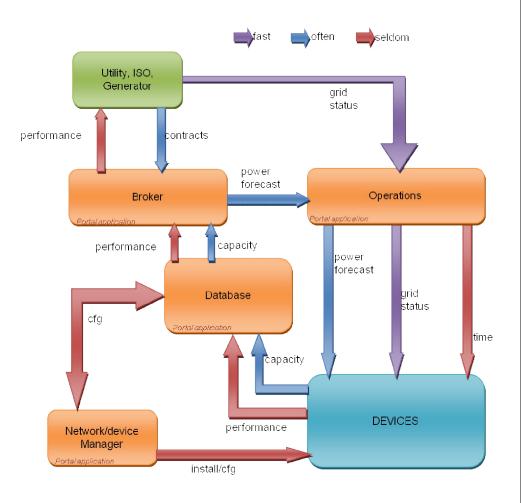


- 13 to 960kWh storage
- 1.3 to 160kW input



## The Universal Mission of GETS

- Ensure the space and hot water needs of the consumer are met
- Periodically report the precise amount of UP and DOWN dispatchable load that is available for a period of time into the future and can be aggregated with other similar devices
- Respond to signals to provide UP and DOWN dispatchable load as needed by the grid and provide measurement and verification

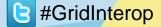




## **GETS VS Heat Pump** As a Renewable Integration Tool

	Energy	CO <sub>2</sub>
Water Heater	Cost	Reduction
55 Gallon Uncontrolled	\$251	Baseline
105 Gallon GETS	\$126	42%
55 Gallon Heat Pump (Florida)	\$126	50%
55 Gallon Heat Pump (Illinois)	\$187	26%
55 Gallon Heat Pump (Minnesota)	\$205	20%

Based on 3 years of wind generation scaled to 25%, and EPRI Water Heater Data



Phoenix, AZ, Dec 5-8, 2011

27



## Grid-interactive Electric Thermal Storage (GETS)

- Provides Grid Reliability, Stabilization, and Optimization
- Improves System Efficiency
- Helps Integrate Large Quantities of Renewables
- Provides Economic Value:
  - Market Price
  - Regulation Services



## Grid-interactive Electric Thermal Storage (GETS)

#### Provides

- Arbitrage Value
- LMP following
- Renewable
  Integration Value
- Ancillary Value
- Conservation



#### **Benefits**

- Environment
- Consumers
- Conservation

- Efficiency
- The Grid



# **Questions?**



Paul Steffes, CEO Steffes Corporation 3050 Hwy 22 N. Dickinson, ND 58601 Phone: 701-483-5400 Email: psteffes@steffes.com

Gria-In



### Steffes Corporation "Commitment to Innovation"