

Overview and status of project

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12th April 2019

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# **Agenda**

- Concept/ Aim
- Objectives
- Challenges
- Work Packages/ Methodology
- Expected Impacts
- Progress so far











## CONCEPT/ Aim

 EU routes for High pEnetration of solaR PV into IOcal nEtworkS

EU Heroes is a European partnership project aimed at enabling increased deployment of community-owned solar PV systems

- MAIN GOAL: to bring together network operators, community solar practitioners and energy specialists to develop robust models for solar PV deployment that encourage the continued growth of community solar energy.
- MEMBERS: RVO (Netherlands), Dena (Germany), CRES (Greece), EST (UK), Protech (Lithuania), KAPE (Poland), CREARA (Spain)





### **OBJECTIVES**

- 1. Bring together network operators, energy communities, potential investors and the PV market to work towards "win-win" solar PV connection solutions.
- 2. Work with network operators and renewable energy community groups to identify and develop **local enterprise models** that enable increased deployment of solar PV in grid-constrained areas.
- 3. Carry out **cost-benefit analysis and economic feasibility** assessment of new and existing business models.
- 4. Motivate **consumers to have greater ownership** over their energy supply, democratising energy and investing profits back into those communities.
- 5. Provide **improved viable business models** to community groups to help them to store, utilise, aggregate and trade solar electricity locally.





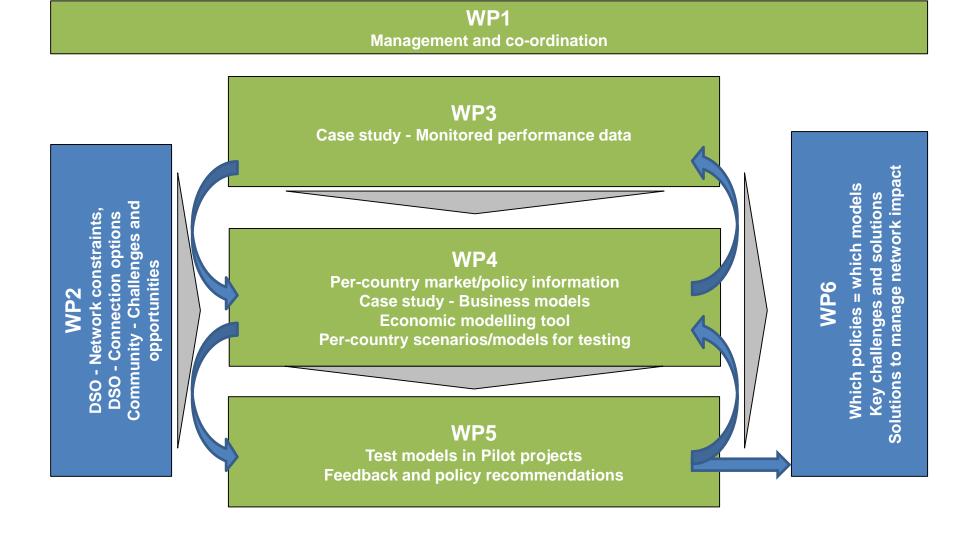
### **CHALLENGES**

- Enabling continued deployment of PV to contribute to RES and carbon emissions reduction targets, despite electricity network constraints;
- Making a smooth transition from subsidised deployment to market conditions;
- Shortening the (expensive) learning curve for making this energy transition in society and the energy sector.





# Flow of information through WPs



### **EXPECTED IMPACTS**

#### Strategic Impact

Contribution to new developments of RES Directive

#### Market Impact and Socio-economic impact

Acceleration of growth of community PV & increase in citizen engagement with renewable energy and decarbonisation of the EU economy

#### Energy and Environmental Impact

Increase in share of renewable energy in EU energy mix and reduced CO2 emissions



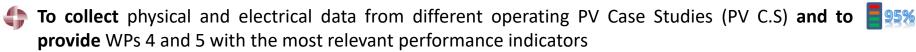




### WP3: System Design Monitoring and Evaluation



#### **Objectives**





To outline the grid impact of the selected PV Case Studies



**To identify** smart grid services in order to reduce the peaks in energy transactions between PV Case Studies and the Distribution Grid and to maximise the local consumption of the produced energy

























11 PV Case Studies from 7 EU countries ranged from 6,6kWp to 1,6MWp

- 1 Multifunctional arts-education and entertainment complex
- 1 Hybrid PV community connected to weak electrical grid (PVs production is fall under curtailed operation)
- 2 Residential complex PV communities



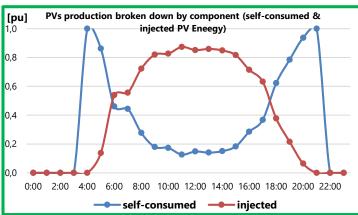
- 2 Primary schools
- 1 Community enterprise centre
- 1Feed-in tariff PV System (considered as virtual energy community)
- 1 Industrial smart-grid installation
- 1 Passive house
- 1 nZeb house

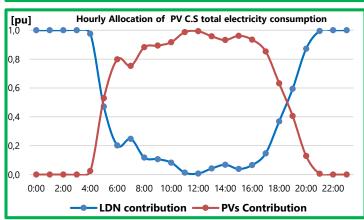


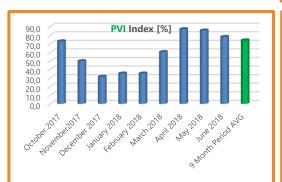
This project has received funding from the European Union's Horizon 2020 research and innovation programme under grant agreement No 764805

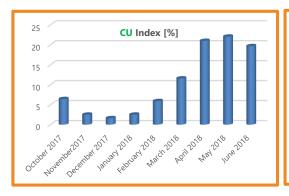
## WP3: System Design Monitoring and Evaluation

- Performance data are reported as:
- Monthly values of Final Yield Index, Self-Consumption Index, Self-Sufficiency Index, Capacity Utilisation Index, PVs Injection Index and PVs Exploitation Index.
- Typical daily profile of the energy transactions between the output PVs, local loads and distribution grid.

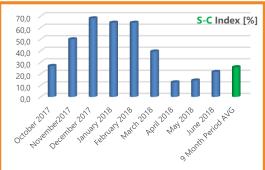
















# WP4: BM development, adaptation and training

#### **OBJECTIVES AND CURRENT PROGRESS**

The aim of WP4 is to adapt proposed in WP3 model business cases to community and municipal solar projects taking into account particular pilot legislative and infrastructural environment. Main objectives:

- To propose design and contribute to implementation of at least 7 demonstration pilots
- To monitor performance, refine BM cases and evaluate the effectiveness of the pilot approaches
- Provide clear BM description for each case study project, including a country-level context analysis

A detailed country report has been developed by each country, covering technical, financial an regulatory aspects in order to deeply describe the national context.

- Integrate technical data into an economical analysis that includes:
  - Societal costs (owner/ consumer)
  - Cost for grid operator

A financial model has been developed to evaluate different BMs for the case study projects. Additionally to conventional BMs, the tool allows to test more innovative ones, such as the impact of batteries or demand side management.

Identify and evaluate potential improvements for pilot projects

Work in progress → The objective is to identify potential improvements from the BS testing with the financial tool, and identify the optimal BM for community solar projects in each country.

4 Provide conclusions on good practices

Once the optimal BM in each country has been identified, recommendations will be made in order to overcome the barriers that currently hinder its deployment.





# WP4: BM development, adaptation and training

### Exhibit of the developed financial tool output (1/2)

#### **General information**

Pilot name Jofemar Factory Microgrid

Country Spain

Region Comunidad Foral de Navarra

Segment Industrial

| PV System information       |            |        |  |
|-----------------------------|------------|--------|--|
| Category                    | Unit       | Value  |  |
| PV System Size              | kWp        | 40     |  |
| Specific System Cost        | EUR / kWp  | 1.500  |  |
| Investment Subsidy          | EUR        | 30.000 |  |
| Total System Cost           | EUR        | 30.000 |  |
| Fixed Operation Costs       | EUR / year | 164    |  |
| Variable Operation Costs    | EUR / kWh  | 0      |  |
| Specific System Performance | kWh/kWp    | 1.410  |  |
| Degradation                 | %          | 0,5%   |  |

| PV Business Model |            |           |       |  |
|-------------------|------------|-----------|-------|--|
| Category          | Share      | Unit      | Price |  |
| Feed-in Tariff    | 0%         | EUR / kWh | 0,00  |  |
| Self-consumption  | 100%       | EUR / kWh | 0,10  |  |
| Fees              |            | EUR / kWh | 0,02  |  |
| Net-metering      | 0%         | EUR / kWh | 0,10  |  |
| Fees              |            | EUR / kWh | 0,00  |  |
| Excess Ele        | ectricty   | EUR / kWh | 0,00  |  |
| PPA Tariff        | 0%         | EUR / kWh | 0,00  |  |
| Fees              |            | EUR / kWh | 0,00  |  |
| Oversupply        | / Price    | EUR / kWh | 0,00  |  |
| Undersuppl        | ly Penalty | EUR / kWh | 0,00  |  |

| Investment       |       |        |  |
|------------------|-------|--------|--|
| Category         | Unit  | Value  |  |
| Project Duration | years | 30     |  |
| Equity           | EUR   | 30.000 |  |
| Cost of equity   | %     | 6%     |  |
| Debt (Gearing)   | EUR   | 0      |  |
| Loan Tenor       | years | 0      |  |
| Interest Rate    | %     | 0%     |  |

| Results                              |       |         |  |
|--------------------------------------|-------|---------|--|
| Category                             | Unit  | Value   |  |
| Select the perspective of the analys | -     | Project |  |
| Net Present Value                    | EUR   | 33.481  |  |
| Internal Rate of Return              | %     | 10,0%   |  |
| Simple payback period                | years | 11      |  |
| Grid impact                          |       |         |  |





### WP5: PILOTING OF BUSINESS MODEL CASES

#### **OBJECTIVES AND CURRENT PROGRESS**

**The aim of WP5 is** to adapt the business model cases proposed in WP4 to community and municipal solar projects, taking into account specific pilot legislative and infrastructural environments.

Task 5.1 - To propose design for specific community and municipal pilot projects utilizing business model cases in terms of interference with the grid, infrastructural solution and profitability

Work in progress - a list of pilots has been drawn up

Task 5.2 - To monitor and evaluate the effectiveness of the pilot approaches

Efficiency of proposed business case for each of 7 pilots will be tested by obtaining and accumulating relevant energy generation and consumption data on micro grid level and feeding it into model business case for particular pilot.

Task 5.3 - to provide training for communities pilot projects managers and technicians

Under this task specialised training workshops tailored to particular pilot technical solution and business models will be performed for each pilot operational staff. Participants from other community projects will be invited to training workshops widening access to project outputs with hands-on real case experience.

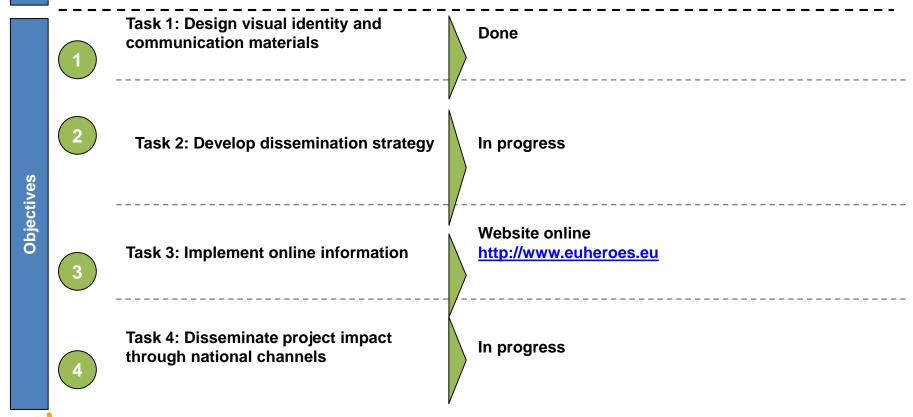




# **WP6: Dissemination & Exploitation**

#### **OBJECTIVES AND CURRENT PROGRESS**

**The aim of WP6 is** to embed the findings of the project in standard practice for community energy practitioners, network operators and policy makers across Europe.







# **WP2: Stakeholder Engagement**

#### **OBJECTIVES AND CURRENT PROGRESS**

**The aim of WP2 is to** bring together key actors from the energy community and electricity network sectors and engage them in delivering the project objectives

To identify and map key stakeholder groups in all EU HEROES countries and at EU level.

Done

To develop a stakeholder engagement plan that includes extensive stakeholder community activities including workshops, seminars, telephone conferences and bilateral working meetings.

In progress

To organise sharing and feedback loops and dialogues with relevant stakeholders from the community energy sector, electricity network sector, energy services sector and regulators

Organisation of thematic workshops and seminars







### For further info'

http://www.euheroes.eu





