Energy Storage in Federal Buildings:

Advice Letter to GSA

GSA Green Building Advisory Committee Building Energy Storage Task Group Approved: November 16, 2021



Green Building Advisory Committee (GBAC)

Non-Federal

- David Kaneda, IDeAs Consulting (Chair)
- Reena Agarwal, KRV
- Fernando Arias, Clark Construction
- Kevin Bates, Sharp Development Co.
- Chris Castro, City of Orlando
- Ralph DiNola, NBI
- Projjal Dutta, NY MTA
- Whitney Austin Gray, IWBI
- Clay Nesler, WRI
- Victor Olgyay RMI
- Kent Peterson P2S Engineering
- Jane Rohde, JSR Associates
- Sarah Slaughter, Built Environment Coalition
- Timothy Unruh NAESCO

Federal

- Dee Siegel, CEQ
- Andrew Persily, NIST
- Costa Samaras, OSTP
- Gopinath Boray, HHS
- Mary Sprague, DOT
- John Park, VA
- David Gibson, EPA

GBAC Building Energy Storage Task Group

Committee Members & Designees

- David Kaneda, IDeAs (Co-chair)
- Projjal Dutta, NY MTA (Co-chair)
- Chris Castro, City of Orlando
- Ralph DiNola, NBI
- Tim Tetreault, DOD ESTCP
- Victor Olgyay, RMI
- Rachel Shepherd, DOE FEMP

GSA Participants

- Ken Sandler, OFHPB, DFO
- Kinga Porst Hydras, OFHPB
- Kevin Powell, PBS
- Dave Frable, PBS
- Susan Wu, OFHPB

Contributors/Observers

- Emma Elgqvist, NREL
- Mark MacCracken, CALMAC
- Matt Paiss, PNNL
- Alex Cate, Amersco
- Ben Lavoie, Amersco
- Nicholas Tumilowicz, EPRI
- Craig Schultz, ICF

Batteries: Cost Curve

Solar, Wind and Battery Prices Falling

BloombergNEF Levelized Cost of Energy 2009-2019



Source: BloombergNEF Note: The global benchmark is a country weighted-average using the latest annual capacity additions. The storage LCOE is reflective of a utilityscale LH on battery storage system with four-hour duration running at a daily cycle and includes charging costs assumed to be 60% of wholesale average power price. Data as of October 22, 2019.

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GSA GBAC BES: Task Group Mission

- Study the use of energy storage at federal facilities
- Determine if energy storage should be considered for use at federal facilities
 - Look at building storage systems (behind-the-meter) rather than grid storage
 - Determine the types of storage to be considered.
- Study potential benefits of building energy storage
- Determine procurement/financing options
- Study barriers to deployment
- Develop recommendations





Why Energy Storage?

- Grid carbon content varies throughout the day.
- Need to match:
 - renewable energy generation and
 - grid energy use
- Grid carbon content varies by region.



Demand New Net Demand CRenewable Supply CAdditional Solar

1. Chilled water storage

- Make and store chilled water (or ice) in tanks when energy has low carbon content.
- Use stored chilled water to cool the building when energy has high carbon content.
- Pros and cons:
 - Low cost but takes lots of space
 - Does not inconvenience users
 - Established technology



2. Hot water storage

- Make *hotter* water or *more* water when energy has low carbon content.
- Use stored hot water to when energy has high carbon content.
- Pros and cons:
 - New technology
 - BTO partnering with Advanced Water Heaters Initiative
 - Does not store large amounts of energy





- 3. Lithium ion batteries
- **By far** the fastest growing and most versatile type of building energy storage
- Ability to scale from single family residence to utility size

Total Microgrid Power Capacity Market Share by Segment, North America



Source: Navigant Research

(MW)

- 3. Lithium ion batteries
- Electric: Can allow an all electric building to run if the grid goes down.
- Coupled with photovoltaic systems can provide microgrids with capabilities for longer duration operation.
- Can reduce the need for standby generators.





- 3. Lithium ion batteries
- Some applications include:
 - Avoiding infrastructure upgrades
 - Standby power/bill reduction/resilience
 - Community disaster
 recover center
 - Utility company maintenance center – 7 days no power, water, gas, or sewer





- 3. Lithium ion batteries concerns:
- Fire safety
 - new codes addressing battery storage
 - Main concern Li batteries "thermal runaway" fires

Mining

- Raw material sourcing
 - from environmentally sensitive areas
- Nascent recycling industry



Energy Storage Benefits:

- Reduced electricity bills
- Provides grid support
- Potential to reduce carbon emissions
- Resilience
- Leadership

Energy Storage Challenges:

- Can cause delays in the planning process
- Policies/incentives are inconsistent nationally
- Cybersecurity



Procurement:

- Utility Energy Service Contract (UESC)
- Energy Savings Performance Contract (ESPC)
- Energy Sales Agreements (ESAs)
- Utility Service Contract (USC)
- Power purchase agreements (PPAs)
- Enhanced use lease (EUL)
- Utility privatization (UP)
- Department of Defense has special authority for public-public partnerships



Recommendations:

- Consider the use of energy storage on all projects going forward
- Develop a "roadmap" to assist GSA staff to make decisions on deploying energy storage in buildings
- Conduct further research non-financial benefits to stakeholders
- Develop case studies of successful projects
- Support the nascent lithium ion battery recycling industry
- Continue to track battery technology evolution



Case Studies:

- Department of Defense: US Army Base, Fort Carson, Colorado Springs, CO – completed 2019
- GSA and FDA: White Oak campus, Silver Spring, MD completed 2013
- U.S. Marine Corps facility , Miramar, San Diego, CA – completed 2019



GSA and FDA: White Oak campus, Silver Spring, MD

 Schwartz Federal Building and Courthouse, San Diego, CA – completed 2018

Questions

David Kaneda | IDeAs Consulting Chair: GSA Green Building Advisory Committee dkaneda@ideas-c.com

