Propane Education & Research Council

# Delivering Resiliency and Building Decarbonization with Renewable Propane

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# Base Line Agreements

Clean and renewable energy like propane *accelerates decarbonization*.

Access to clean, *affordable* and renewable energy like propane *ensures equity* on the path to zero.

Propane Provides Clean Energy for Today and Tomorrow

More Propane Use Today Makes a Positive Climate Impact

Propane Helps Users Economically Meet Reduced Emissions Goals

Propane Works Together with Other Renewable and Clean Energy Sources for Positive Environmental Impact









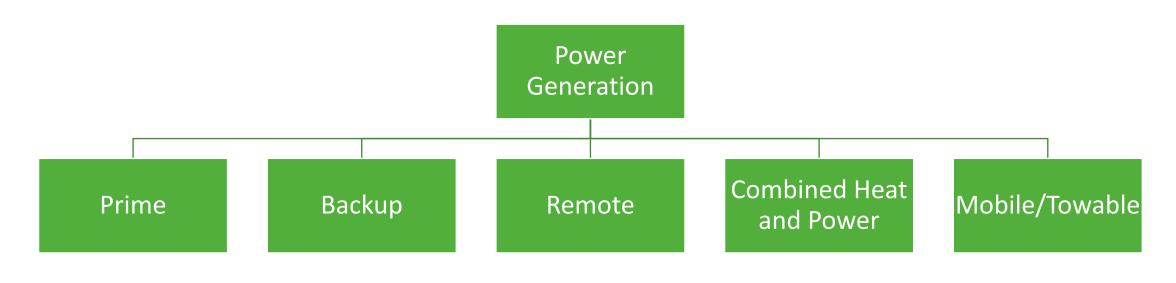


# The Need for Reliable, Affordable Home Heating and Water Heating Continues to Grow

- Power outages can happen at any time and have the potential to cost American Households as much as \$150 billion per year, according to data from the U.S. Department of Energy (DOE).
- The instability of the electric grid is driving a growing number of homeowners and businesses to incorporate backup power.



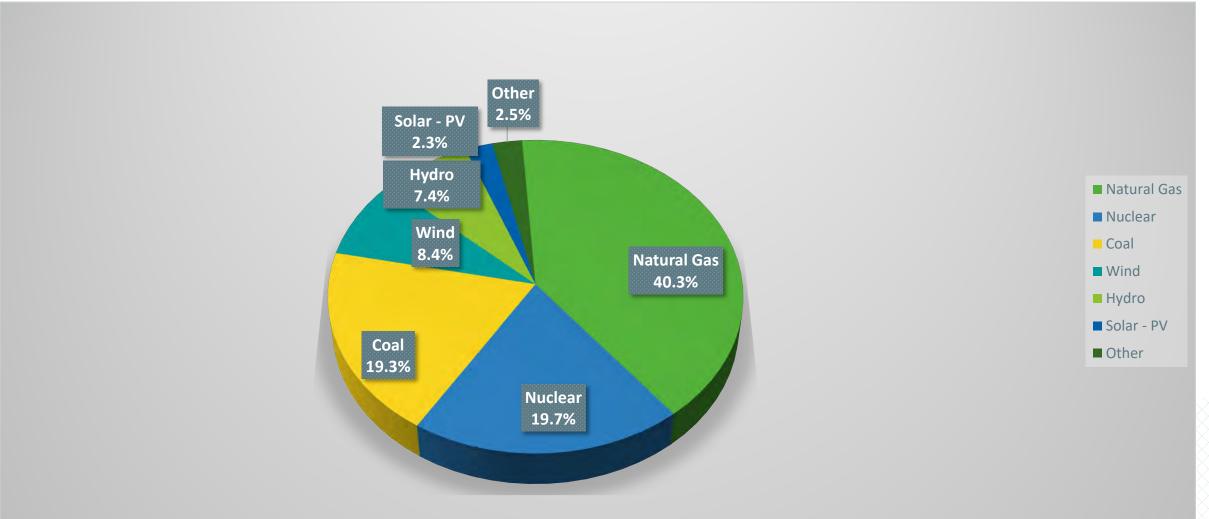
#### **Power Generation Opportunities**





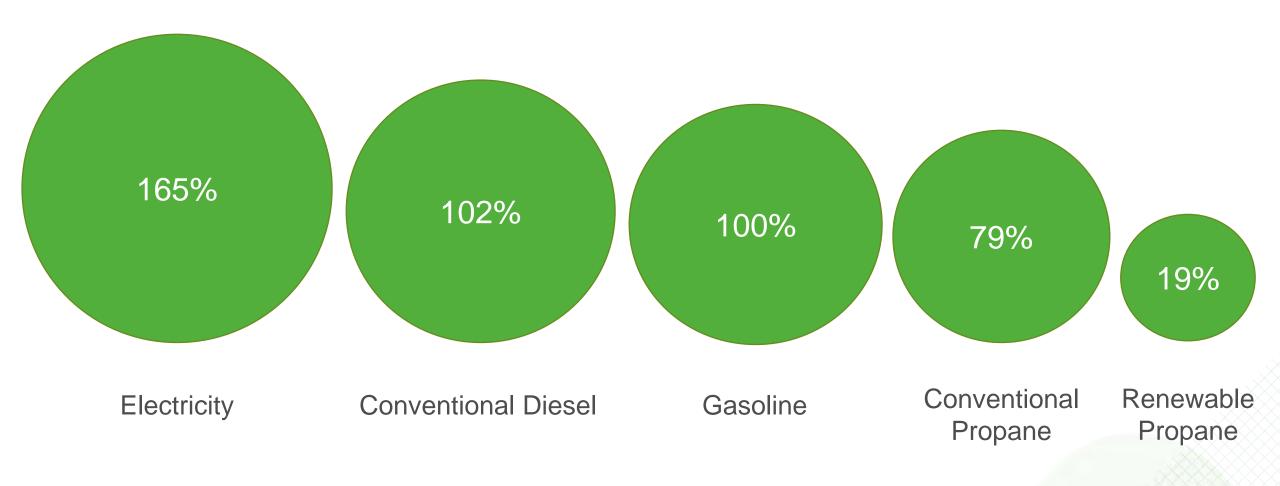
• Weaved into all of this are microgrids

#### U.S. Electricity Generation Fuel Shares – 2020

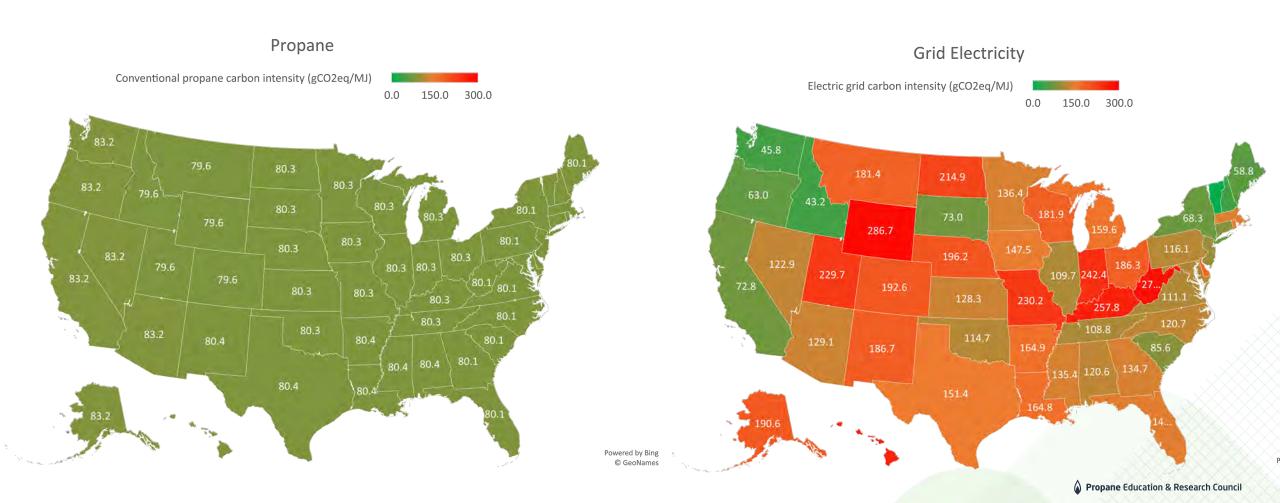


Source: Nuclear Energy Institute

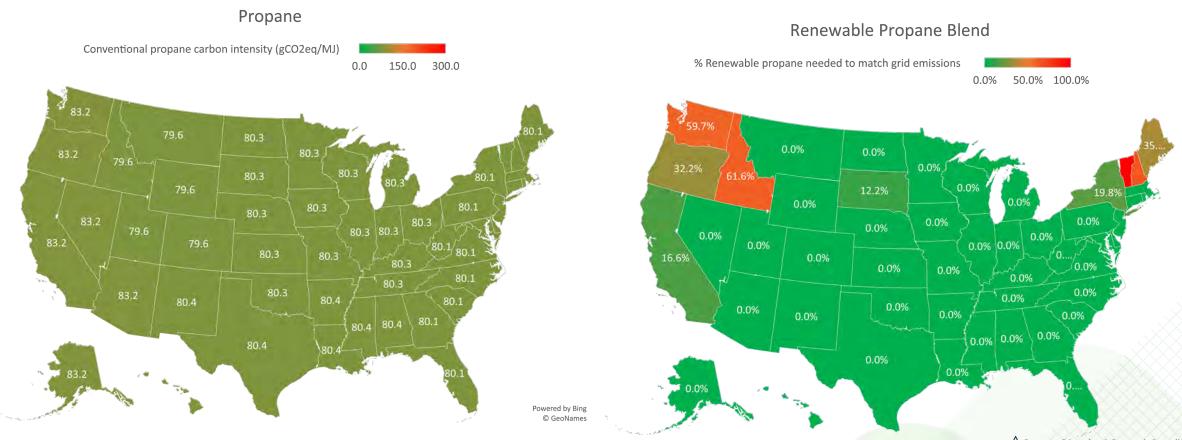
### **Carbon Intensity**



## Carbon Intensity Comparisons of "Fuel" ( $gCO2_{eq}/MJ$ ) in Residential Use



#### Percentage Blend of rP Required to Match Grid Emissions



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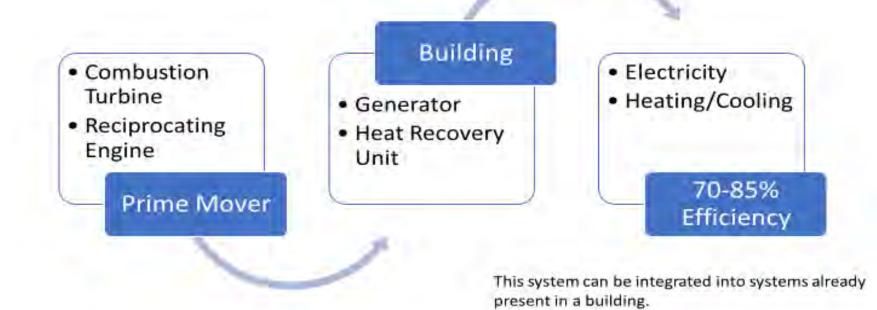
# rP Gallons Needed to Match Grid CI Today

State	2019 Residential Gallons	% of rP needed	gallons of rP needed
ME	86,252,000	36%	30,791,964.00
NH	114,755,000	65%	74,590,750.00
VT	76,434,000	100%	76,434,000.00
NY	301,025,000	20%	59,602,950.00
SD	62,611,000	12%	7,638,542.00
ID	56,889,000	62%	35,043,624.00
CA	246,745,000	17%	40,959,670.00
OR	32,780,000	32%	10,555,160.00
WA	109,730,000	60%	65,508,810.00
			401,125,470.00

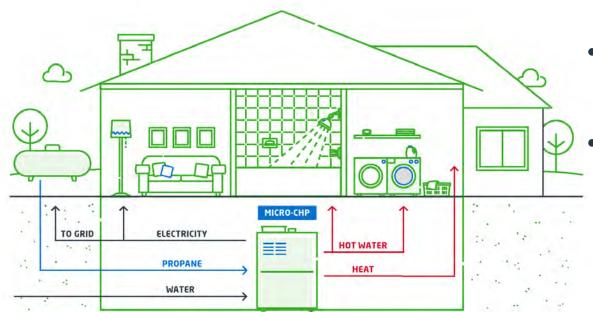
# **Precision Energy**

# What is CHP?

#### How A Micro-CHP Works



# **Reliable Energy for Homes and Businesses**



- Propane-powered CHP units use a generator to produce electricity, capturing heat that warms the air and water.
- The result is reduced energy expenditures, eliminating efficiency losses between power plants and buildings, leading to a lower carbon footprint an environmentally friendly, affordable and reliable energy source that won't go down with the electric grid.

# Eliminate Efficiency Losses and Lead to a Smaller Carbon Footprint

#### **COMMERCIAL MICRO-CHP**







Propane-powered CHP and micro-CHP units far outpace the efficiency and emissions of traditional heating or water heating systems, surpassing energy savings from even the most efficient boilers.

#### **Micro-CHP Partners**

1-3 kW

• Aisin



3-10 kW

- Axiom Energy
- Enviro Power
- Others in testing



50 kW - 1 MW

• Capstone

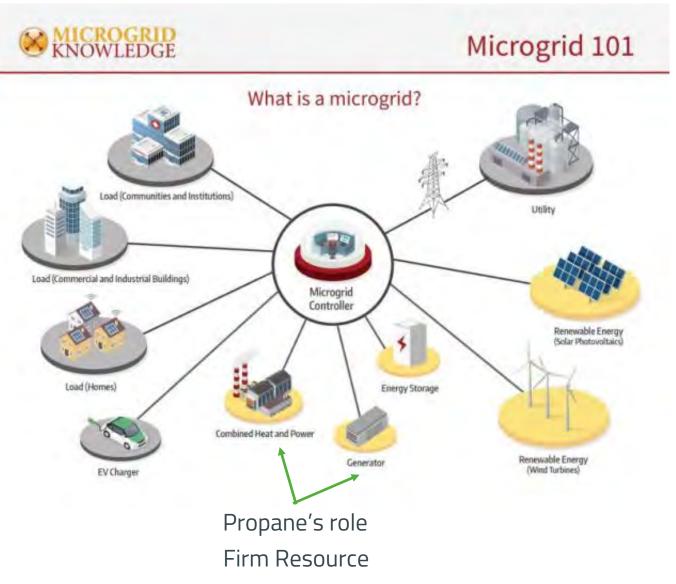


10-50 kW

Lochinvar



### What is a Microgrid?



- Microgrid is an independent energy delivery system serving an isolated area such as a college campus, business center, or community housing.
- Distributed energy resources (DERs) and may or may not be grid connected.
- Grid connected microgrids that can disconnect from the grid and operate independently are referred to "islanded". These systems provide reliability and resiliency.
- A Combined Heat and Power (CHP) system can be qualified as a microgrid if it is able to island.

#### **Examples of Existing Propane Microgrids**



Image source: https://boxpower.io/boxpower-in-2020-annual-recap/

- Silvies Valley Ranch Burns, OR: ~600 homes.
  - Solar PV, battery energy storage 30-70 kWh and propane generators
- Liberty utilities 97% renewable microgrid Truckee, CA.
  - 20 kW solar PV, 68 kWh battery energy storage and Generac propane genset
  - Wildfire mitigation solution
- Kahauiki Village Honolulu, HI.
  - Solar PV, battery backup (2.1 MWh) and propane generator (150 kW)
  - Propane generator to charge batteries when state of charge is low or during storms when demand charges are high

#### **PERC's Whitepaper on Microgrids**



- PERC published a white paper on the opportunity of propane for microgrids in Microgrid Knowledge, which is the leading publisher on microgrid news and articles.
- Whitepaper featured by Generac in their whitepaper library.
- Investigates the opportunity for propane in community and commercial microgrids in CA.
- Compares the economics and emissions benefits compared to diesel generators employed in microgrids.

Source: https://microgridknowledge.com/propane-generators-hybrid-microgrids/ https://www.generac.com/Industrial/professional-resources/news-whitepapers/whitepapers

#### "The Opportunity for Propane in Microgrids" Report

May 26, 2021

The quest for a more reliable, secure, and clean energy system is driving investment in microgrid technologies that can deliver superior reliability and resiliency than the nation's aging and vulnerable grid.

Download here:

https://propane.com/2021/05/26/the-opportunity-for-propane-inmicrogrids/

