#### Village Economic Development





## NANA Region Energy Projects

NOVEMBER 3, 2016 • Anchorage, Alaska







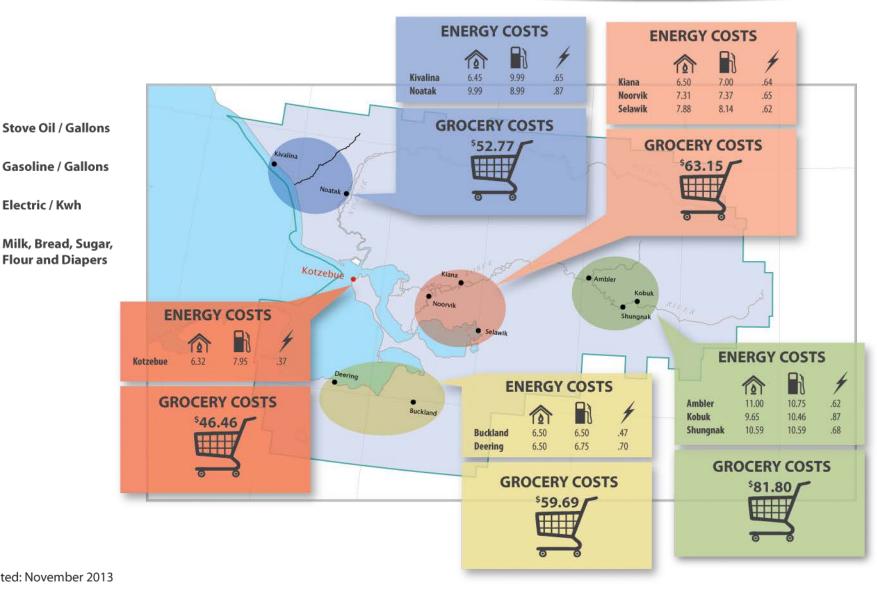


#### A Remote Region

- No roads and few electrical interties to connect communities
- 61% more expensive than Anchorage
- High cost goods and fuel



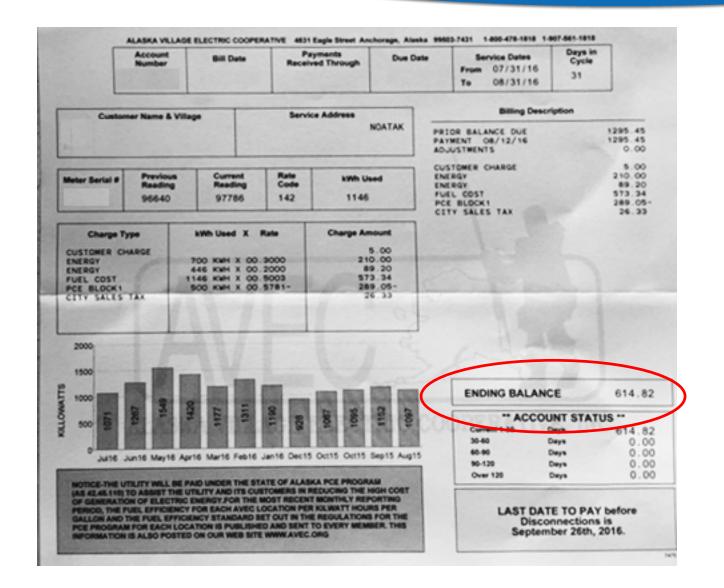




Updated: November 2013

Electric / Kwh







# **Vision:** To promote energy security in the NANA Region

#### **Three Distinct Projects (2008-09)**

- Strategic Energy Plan NANA SEP
- NANA Geothermal Assessment Program NANA GAP
- NANA Wind Resource Assessment Program
   NANA WRAP

- DOE/NREL Funded
- NANA Pacific Technical Services
  Contractor
- Execution Partners
  - Kotzebue Electric Association
  - Alaska Village Electric Cooperative
  - NW Arctic Borough
  - Manilaaq
  - Alaska Energy Authority

Selawik, AK - Wind Farm, New Bulk Fuel, Recovered Heat



## NANA Energy Security: Strategic Energy Plan (2008-09)

- SO 1: Increased collaboration between NANA Region stakeholders on energy policy, program, infrastructure, and increased capacity of tribal entities for the region
- SO 2: Increased understanding of energy options available to NANA Region energy stakeholders for improved energy decision making
- SO 3: Increased awareness and understanding of NANA Region energy needs on the part of external stakeholders



Northern Lights, Noorvik AK



# Energy Plan & Project Development Methodology & Approach

(from 2008-09 Energy Planning)

- Community Outreach,
  Resolutions, & Surveying
- Energy Options Analysis
- Energy Resource Data
  Collection and Forecasting
- Regional Energy Plan
- Energy Summit
- Energy Steering Committee

- Project Development
  - Feasibility Studies
  - Modeling
  - Conceptual Designs
  - Secure Funding
  - Detailed Design
  - Construction
  - Commissioning & Operations



### Northwest Arctic Borough Solar

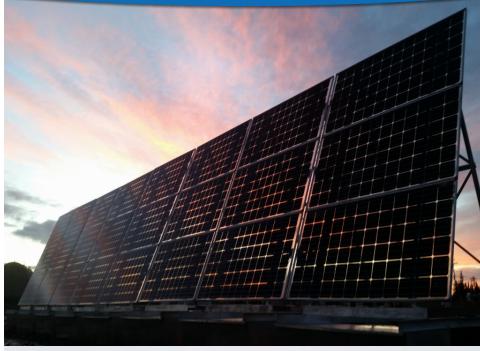
- All regional water/sewer systems use solar-PV by 2016 and run solely on solar in summer
- NANA co-sponsored solar energy conferences in Anchorage to educate and develop solar energy concepts
  - Participants included DOE, NREL, solar developers, investors, villages, and other stakeholders





## 23 kW Solar Array in Noorvik

A 23 kW solar array is being installed in Noorvik by the NWAB.







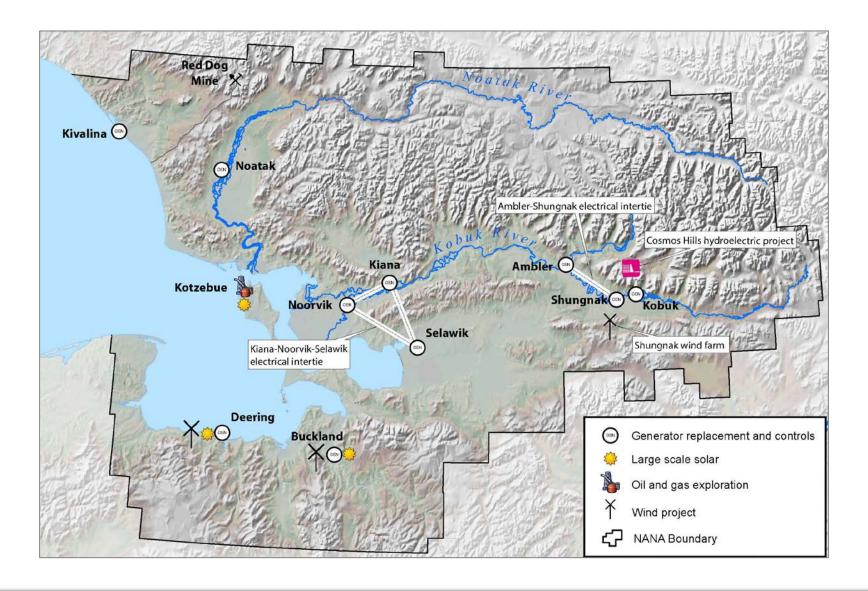
### Solar PV Performance

#### **Solar PV for NAB Waterplants**

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			3/3/2010							
5/23/2016	<u>;</u>									Average
				Curren		CO 2				
		installed	production	t	Value	offset	Disel offset	Cost	Cost/watt	Performance
Community	installed	size Kw	MWh	\$/Kwh	\$	lb	Gallon	\$	installed	Kwh/day
				retail						
<mark>Ambler</mark>	3/1/2013	8.4	21.69	0.67	\$14,532.30	63,794	1606.67	75,000	8.928571	18.39694656
<mark>Kobuk</mark>	5/1/2013	7.38	16.32	0.73	\$11,913.60	48,000	1208.89	75,000	10.1626	14.59749553
<mark>Shungnak</mark>	10/1/2014	7.5	9.97	0.73	\$7,278.10	29,324	738.52	75,000	10	16.6166666 <mark>7</mark>
Noorvik	10/1/2013	12	23.29	0.55	\$12,809.50	68,500	1725.19	75,000	6.25	24.13471503
Noatak	11/1/2013	11.27	23.44	0.78	\$18,283.20	68,941	1736.30	75,000	6.654836	25.09635974
Deering	11/1/2013	11.13	27.56	0.71	\$19,567.60	81,059	2041.48	75,000	6.738544	29.50749465
Kotzebue-1	10/15/2015	10.53	8.69	0.45	\$3,910.50	25,559	643.70	83,000	7.882241	39.32126697
Kotzebue-2	11/10/2015	10.53	8.28	0.45	\$3,726.00	24,353	613.33	83,000	7.882241	42.46153846
Selawik	11/20/2014	9.72	17.45	0.51	\$8,899.50	51,324	1292.59	83,000	8.539095	31.72727273
<mark>Kiana</mark>	8/13/2015	10.53	11.22	0.56	\$6,283.20	33,000	831.11	83,000	7.882241	39.50704225
<mark>Buckland</mark>	4/1/2016	10.53	6.22	0.47	\$2,923.40	18,294	460.74	83,000	7.882241	119.6153846
Kivalina <b>State</b>	2/15/2016	10.53	6.5	0.55	\$3,575.00	19,118	481.48	83,000	7.882241	66.32653061
Total		120.05	180.63		\$113,701.90	531,265	13380.00	948,000	7.437296	467.3087138







### NANA Solar with DOE IE Support

- NANA partnered with KEA and tribes to apply for DOE funding; to install solar energy into Deering, Buckland, and Kotzebue
- Will be largest solar PV project in Alaska Public-Private Partnership – Evaluated, loans, grants, and investment tax credits
- Community & Business Development Total Project Cost: \$2.0M
- Local/Village commitment of VEDC funds in Buckland & Deering





### Goals & Objectives

#### The Primary goals of the solar energy project are to:

- 1. Lower energy costs for the communities of Kotzebue, Buckland, and Deering
- 2. Reduce diesel fuel use and increase renewable energy deployment in these communities
- 3. Develop clean energy job skills and expertise among residents in the three communities
- 4. Demonstrate the success of high penetration solar-windstorage-diesel hybrid systems in remote high latitude locations for broad replication (aiming for "diesel-off" for some period of time)



## **KEA/NANA** Renewable Energy Joint Venture (KEA/NANA JV)

- NANA Regional Corporation
- Kotzebue Electric Association
- Kikiktagruk Inupiat Corporation

#### **Project Advisors & Beneficiaries**

- Kotzebue IRA
- Buckland IRA
- Deering IRA
- KIC
- Ipnatchiaq Electric Company

#### **Other Project Participants:**

- Adaptive Microgrids
- Deerstone Consulting
- Electric Power Systems

#### **Funders:**

- DOE
- Financial Institution



# Summary of Funding for Total Installed Cost (Public-Private Partnership)

Grant Award – Solar PV	DOE	\$1,000,000
Senior Debt	Loan	\$1,009,724
Total Installed Costs	\$\$\$	\$2,009,724



## Gaps

- Renewable energy projects need smaller generators and battery packs
   battery funding has been secured for all 3 communities
- Need operator training/follow up and run measures for power generation
- Power Cost Equalization could be reformed to not penalize integrating renewable energy (reward diesel savings)
- Existing generators are oversized





## **Opportunities**

- Develop solar project for Deering, Buckland, and Kotzebue; promote public/private partnership and local capacity for funding & replication elsewhere
- Advocate for PCE reform
- Change the culture: Grants vs. loans



