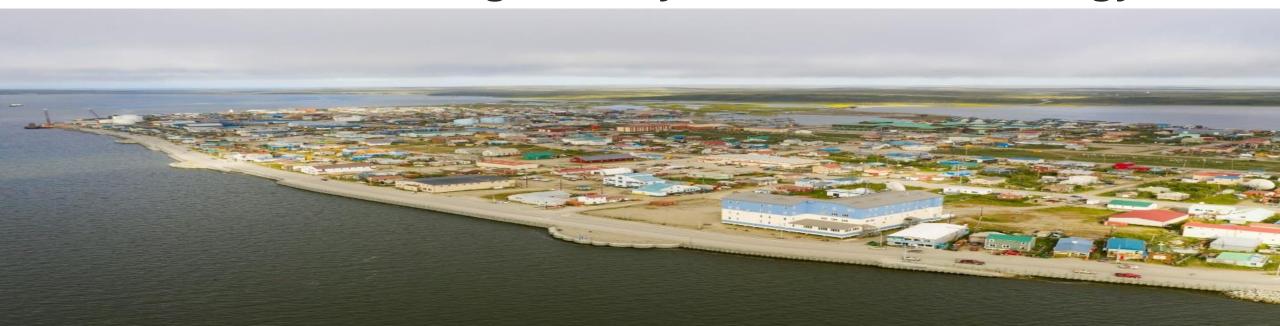


Leading the Way in Sustainable Energy





Wind

Solar

**Battery Storage** 

## Current **Hybrid** Power Plant

- Diesel Consumption: ~1.2 Million Gallons/year #2USLD (with a 5+ month reserve) Electricity Cost:
- .44c/kWh for electricity, \$4-5 million per year for energy
- Winter Load (2 3.5 MW) and Summer Load (1.5 2.5 MW)
- Automated ~12MW Diesel Plant: 3 x 3 MW and 3 smaller units (1.4 MW, 1.1 MW & 725 kW)
- Wind Turbines: 2 x 900 kW (EWT))
- Solar PV Array: 1072 kW (AC)
- Reactive Power: 1 MVAr ABB Statcom inverter
- Battery Storage: 950 kwh/1.225 MW SAFT Li-ion Battery (BESS)
- Electric Boiler: 450 kW (15 kW x 30 stages) for hot water and heat at local hospital from excess wind energy

~4.5 million kWh annual wind/PV productio20-25% capacity factor



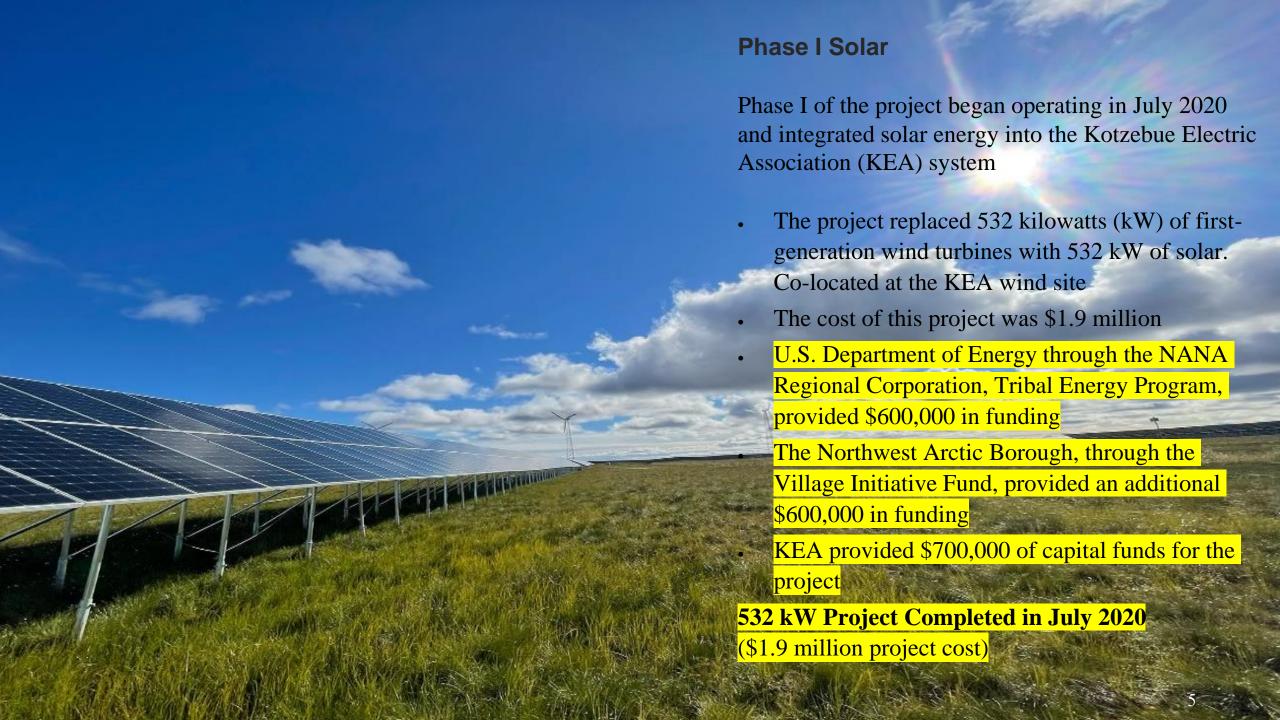
## **Current 900 kW EWT Wind Turbines – Installed 2012 – 12 million cost**

• KEA is working with the Native Village of Kotzebue to install 2 more 1MW wind turbines

- The cost of purchasing 2 wind turbines and installing them is estimated to be \$20 million
- These turbines are a newer version of KEA's 2 existing EWT 900-54 turbines
- The 1MW wind turbine has a larger, optimized rotor to capture roughly 15% more energy annually
- KEA's entire fleet of 17 smaller, first-generation turbines are decommissioned
- 1 new EWT 1,000 is expected to produce approximately 2,500,000 kWh per year
- Installing wind turbines is expensive because of the special cranes and equipment that must be shipped in to lift and secure the turbines into place
- It is more economical to install multiple turbines at one time, thus
  saving on installation costs

Project cost: \$20 million, ANTHC is seeking grant funding for a potential transfer to the Native Village of Kotzebue as an IPP. \$300,000 has been secured from the Northwest Arctic Borough Village Improvement Fund for foundation rings which

have been procured.



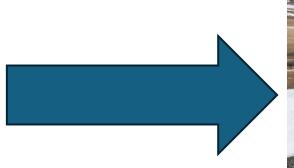


- KEA currently has a 1-megawatt 950kwh lithium ion battery that was installed in 2015 that is nearing the end of its useful life.
- Kotzebue Electric Association (KEA) will be increasing energy storage by purchasing an additional 4-megawatt (MW)/8 12 (MWh) lithium-ion battery
- This additional capacity will allow the battery system to power all of Kotzebue for approximately 120 minutes.
- The "grid-forming" ability of the battery will allow KEA to shut off the diesel generators when sufficient renewable power is available

**Project Cost:** \$15 million, awarded 9 million from OCED in NWAB Regional Grant, awarded 3 million Lisa Murkowski CDS appropriation, awarded \$800,000 from Denali Commission for non-federal matching, awarded \$150,000 NWAB VIF for Design funding, & \$400,000 AEA R13

SAFT 950kWh Battery Container in Substation







## Benefits of Renewable Energy

- Reduce Cost to Generate Electricity Up to 50%
  Savings
- Reduced Maintenance Costs
- Reduced Costs in Regulatory Compliance
- Reduced Costs for Heating With Beneficial Electrification