

# Graham Ayling Graham.ayling@est.org.uk 20<sup>th</sup> June 2018



# Prosumer Business Models for Community Solar Projects





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# What do we mean by "Community Solar"?

#### Key characteristics of renewable energy communities:

#### Community ownership

- Owned collectively
- Democratic structure 1 member one vote
- Local decision-making

#### Community benefit

- Locally held shares
- Social enterprise
- Community Funds
- Growing in scale and professionalism







# **REScoop principles**

### 7 principles of the International Co-operative Alliance:

- Voluntary and Open Membership
- Democratic Member Control
- Economic Participation through Direct Ownership
- Autonomy and Independence
- Education, Training and Information
- Cooperation among Cooperatives
- Concern for Community
- <u>www.rescoop.eu</u>





## **Energy Communities in the RED**

### **Renewable Energy Directive**

Update agreed last Thursday

Self consumption and communities

- Right to produce, consume, store and sell own renewable energy, without being subject to punitive taxes or excessive red tape,
- Definition of RE communities





# **EU HEROES project**

#### Aims

 Enable increased deployment of community PV through new models enabling gridintegration

#### Activities

- Understand needs of communities and network operators
- Develop new business models
- Pilot those business models

Funding and partnership

- EU H2020 funding
  - 7 partners: Netherlands, Germany, Spain, Greece, UK, Lithuania, Poland

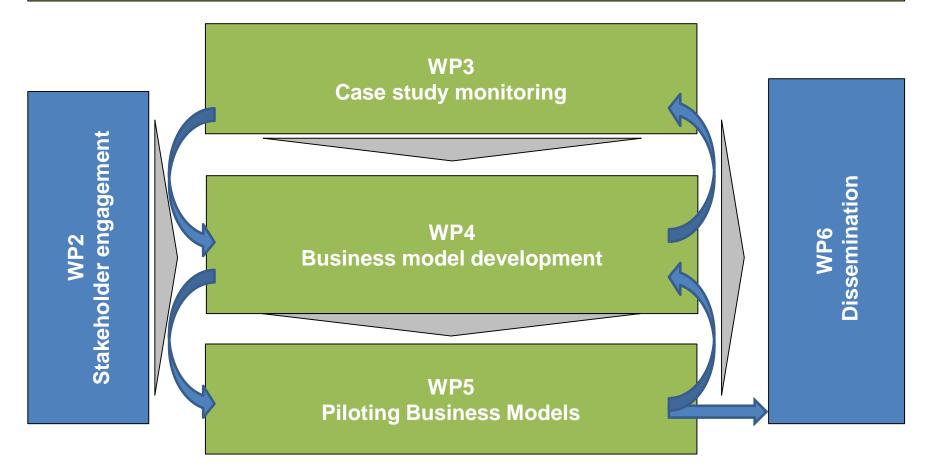




# **EU HEROES methodology**

WP1

Management and co-ordination







## **EU HEROES**

#### Learning

- Use of monitored case study data
- Comparison of policy/regulation regimes
- Develop and compare different business models
- Cross-reference models and regimes
- Make recommendations
- <u>www.euheroes.eu</u>







# **Energy Communities = Prosumers?**

### Not necessarily...

Distinctions

- "Collective" ownership rather than individual consumers
- Not always self-consumption
- Scaling up on commercial RES

Synergies and opportunities

- Local engagement of prosumers
- Larger scale community prosumer models





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



## **Community prosumer examples**

### What community prosumer models are there?

- Building integrated
- Domestic PV
- Integrated systems



\*Source:





# **Building Integrated**

#### **Community self-supply**

• Prosumer model for community buildings

### **Community 3rd Party supply**

- Community-owned PV supplying local authority buildings
- Or Businesses
- Roof-lease and PPA
- Cost security
- CSR benefits



\*Source: The Low Carbon Hub





### **Domestic PV**

### **Multiple domestic**

- Bulk purchase/aggregation models
  - City-wide schemes
- Shared facilities
  - e.g. PV on flats
- Virtual peer to peer trading and shared services
  - Online communities
  - Real world communities
- Social enterprise models







### **Integrated systems**

#### Hybrid local energy systems

- Domestic PV
- Ground mount PV and other renewables
- Embedded storage
- Grid-connected storage
- Demand Side Management







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### **Integrated systems**

#### **Examples of hybrid local energy systems**

#### Virtual private wire – Energy Local, UK

- Balancing local demand with community hydro
- Within single substation area
- <u>http://www.energylocal.co.uk/</u>
- Local energy systems Grid Flex Heeten, Netherlands
  - 75x domestic PV
  - 2.2MW ground mount PV
  - 24x domestic batteries + 200kWh grid connected battery
  - Testing combined virtual connection and flexibility services
  - https://gridflex.nl/





### Conclusions

# Energy community prosumer models

- Can add to prosumer models:
  - collective ownership
  - social return
  - scale

#### **Opportunities**

- Consumer engagement
- Local ownership and benefit
- Reinvesting in low-carbon

#### EU HEROES

Energy communities and network innovation







# **Thank you** For more information contact:

EU HEROES Co-ordinator Rebecca Leeuwen-Jones RVO, Netherlands rebecca.vanleeuwen@rvo.nl



