Campus Energy 2021 BRIDGE TO THE FUTURE Feb. 16-18 | CONNECTING VIRTUALLY WORKSHOPS | Thermal Distribution: March 2 | Microgrid: March 16

District Energy Brings Opportunity to the Lansing Community

Sean McFarling, PE

Ever-Green Energy









Q&A Will Not Be Answered Live

Please submit questions in the Q&A box. The presenters will respond to questions off-line.

Lansing Board of Water and Light (BWL)

- Municipal Utility (Electricity, Water, Steam, & Chilled Water)
- District Energy System Concerns
 - Aging & Inefficient Once-through Steam System
 - Financial Viability of Systems
 - Largest Steam Customer Considering Hot Water Service
- Master Plan Necessary to Provide Guidance









Master Plan Guiding Principles

- Long-term system viability
- Financial responsibility
- Implementable advancement solutions
- Phased implementation strategies
- Energy efficiency
- Customer benefits









Master Plan Process

- SWOT Analysis
- Key Customer Meetings
- Systems and Customers Surveys
- Load Assessment
- Growth Potential Analysis
- System Advancement Alternatives Recommendations
- Life Cycle Cost Analysis of Advancement Alternatives









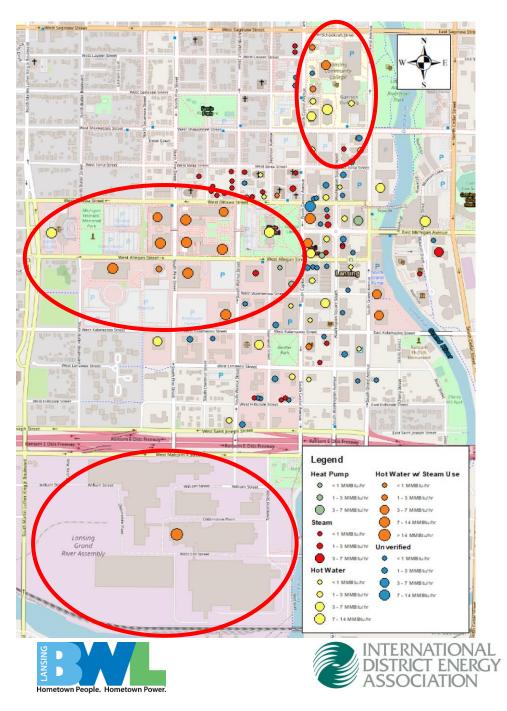
Existing Systems: Steam

• Customers

CampusEnergy2021

- 310 Mlbs/hour peak load 465,000 Mlbs annually
- Four largest customers convert to HW for almost all their heating needs (76% of total load)
- Humidification accounts for most of the inbuilding steam use
- Very few customers recover energy from condensate





Existing Systems: Steam Distribution

- Three pressure zones with approximately 9.7 miles of pipe
- High pressure distribution to largest customer
- Low and medium pressure distribution to downtown core
- \$3M annual investments in distribution piping systems, vaults, and manhole repair and replacements



• No condensate recovery









Existing Systems: Steam Production

- REO Plant
 - Combined Heat & Power
 - 100 MW electrical capacity
 - 300 kpph steam capacity
- Produces ~40% of BWL electricity annually
- Steam system ~60% efficient







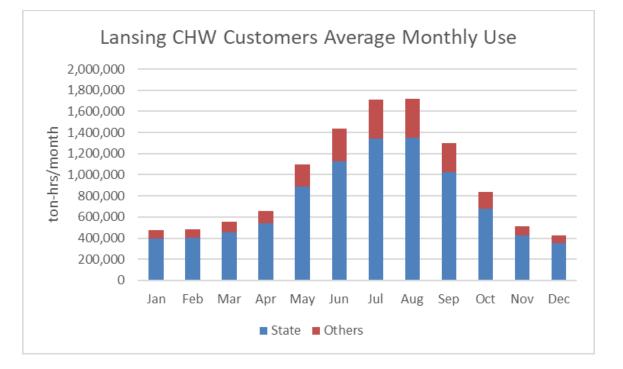




Existing Systems: Chilled Water Customers

Customers

- 8,350 ton coincidental peak load
- 12.6 MM ton-hours
- 13 of 17 customers are State of Michigan-owned buildings
- Insufficient flow during peak cooling days











Existing Systems: Chilled Water

- Customer Efficiency
 Issues
 - Building Circulation
 Pumping
 - Poor Customer Delta Ts
 - Customer Connections











Existing Systems: Chilled Water Production

- Plant Capacity
 - 10,000 ton rated chiller capacity
 - 8,000 ton rated cooling tower capacity
 - 2,500 ton rated free cooling not used
- Plant Efficiency
 - 1.0 kWh/ton-hr
 - 1.9 gal/ton-hr











System Advancement Programs

- Program 1 Largest Customer Service Advancement
- Program 2 Chilled Water System Advancement
- Program 3 Northeast Quadrant Advancement
- Program 4 REO Efficiency Improvements
- Program 5 Future Downtown Hot Water Conversion









Program 1 –

Largest Customer Service Advancement

- Alternative A Business as Usual
- Alternative B Hot Water Service
 - 92% lower CO₂/year
 - 95% lower H₂O/year
- Alternative C Steam Service with Condensate Return
 - 73% lower CO2/yr
 - 73% lower H2O/yr









Program 2 – Chilled Water System Advancement

- Customer Connection Standards & Delta T Improvements
- Chilled Water System Expansion
- Chilled Water Storage or Increased Chilled Water Generation Capacity



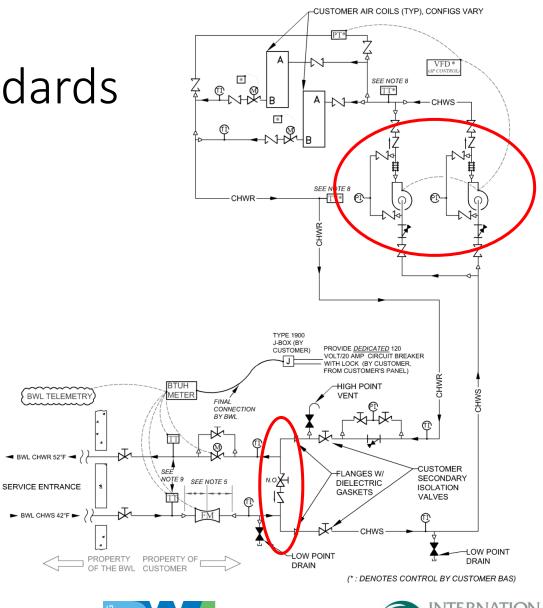






Program 2 – Chilled Water Customer Connection Standards

- Force building side pump use
- Delta T improvements
- Standardize connection specifications



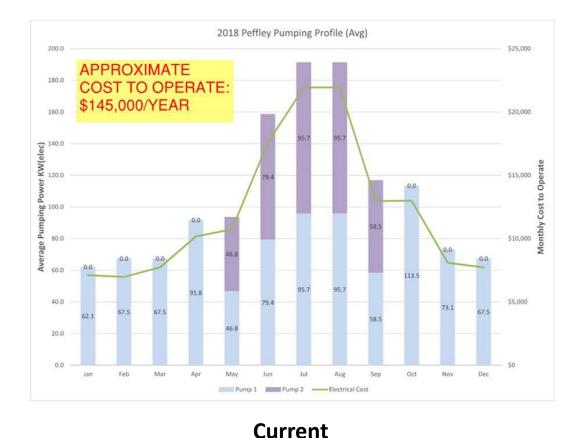


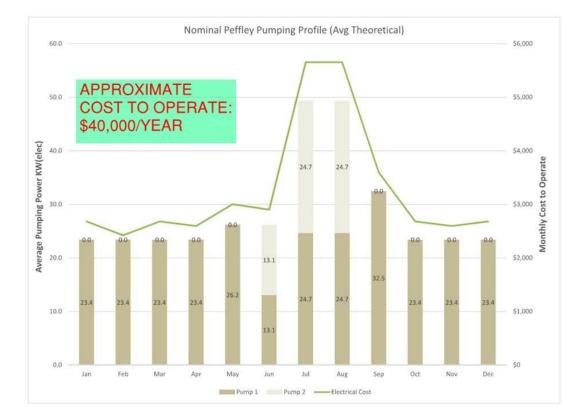






Program 2 – CHW Customer Connection Standards





With Customer Pumping & More Efficient Pump Staging









Program 2 - Chilled Water Expansion











Program 2 - Thermal Storage

- Chilled Water Only
 - In Lieu of Chiller Installation
 - 3.6M Gallons
 - \$7.2M Estimated Cost
 - Approximately Equal Annual Cost
- Chilled Water/Hot Water
 - Low Cost Enhancement
 - Reduce Peak Steam Senout/Increase Peak Power Production
 - \$130k Annual Savings
 - Opportunity for Off-Peak, Low-Cost Renewables



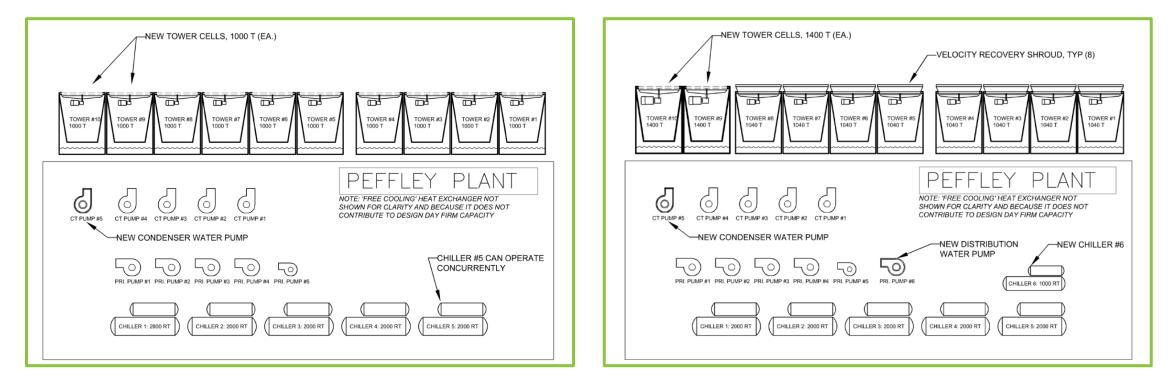








Program 2 - Chilled Water Capacity



With Current Customer Loads





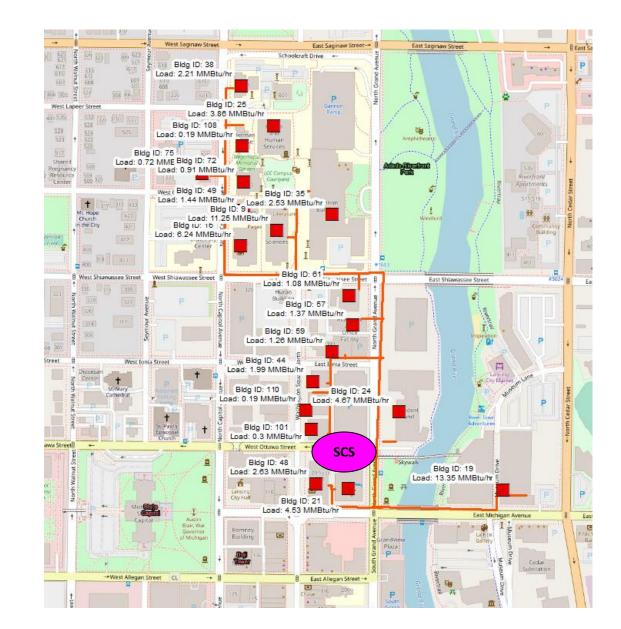


With Additional Customer Loads



Program 3 – Northeast Quadrant Advancement

- 61 MMBtu/hr
- 23% of Downtown Load
- \$16.5M Estimated Costs
- Zero Additional Rate Impact





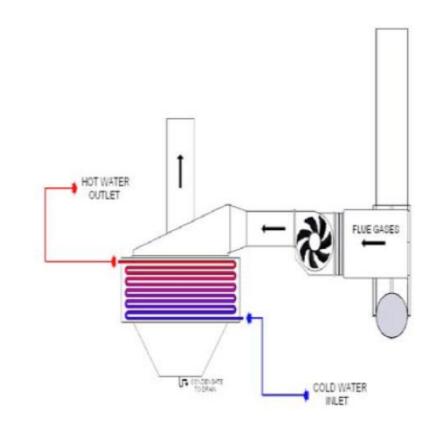






Program 4 – REO Efficiency Improvements

- Flue Gas Heat Recovery
- \$2.8M Estimated Install Cost
- \$754,000 Estimated Annual Energy Savings
- 230,000 MMBtu/year Estimated Annual Energy Recovery Potential





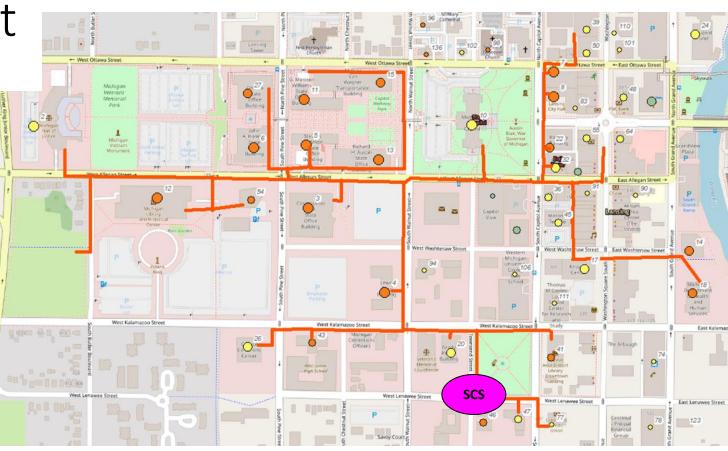






Program 5 – Future Downtown Hot Water Conversion

- ~87% of downtown load on HW
- ~60 buildings likely need to develop alternative strategies
- ~\$20M \$25M for conversion of the remainder of downtown to hot water
- ~\$20M for a downtown hot water plant if REO goes away











Next Steps

- Program 1 Largest Customer Service Advancement
- Program 2 Chilled Water System Advancement
- Program 3 Northeast Quadrant Advancement
- Program 4 REO Efficiency Improvements
- Program 5 Future Downtown Hot Water Conversion









Thank You!

Sean McFarling, PE

Sean.McFarling@ever-greenenergy.com







