

THE OFFICE OF CLEAN ENERGY DEMONSTRATIONS



Energy Improvements in Rural or Remote Areas Program Western Regional Briefing Office of Clean Energy Demonstrations U.S. Department of Energy April 1, 2024

Webinar Logistics

How do I turn on live captions?



Click on the **"Show Captions"** button in the control panel at the bottom of your screen.

Is this webinar being recorded?

No, this webinar will not be recorded.

How do I turn on Spanish or ASL interpretation?



Click on the "Interpretation" button in the control panel at the bottom of your screen.

Will the slides be shared?

Yes, a copy of the presentation slides will be shared via email with registrants and on the OCED website within the next week.



Welcome!

Meeting Objectives



Introduce the six Energy Improvement in Rural or Remote Areas projects selected for award negotiations by the Office of Clean Energy Demonstrations (OCED) located in the Western region.



Provide transparency on the award process and opportunities to implementing clean energy projects in the United States.



Create an opportunity for participants to engage with DOE and selectees



Introductions



Emmanuel Taylor Facilitator



Regina Galer ERA Program Manager, OCED



Toniqua Hay ERA Stakeholder Engagement Specialist, OCED



Agenda

- Welcome
- Energy Improvements in Rural or Remote Areas Program Overview
- Regional Project Overviews
 - Advancing Energy Sovereignty for Taos Pueblo
 - Community Scale Rural Bioenergy Facilities
 - Energizing Rural Hopi and Navajo with Solar Powered Battery-Based Systems
 - Fort Lupton Microgrid
 - Hopi Nation Community Solar
 - Yakama Tribal Solar Canal & Hydro
- Community Benefits and Engagement
- Next Steps & Resources
- Feedback Session
- Wrap-up & Close



Opening Remarks

Energy Improvements in Rural or Remote Areas (ERA) Program

ERA Program Overview

The Bipartisan Infrastructure Law (BIL) authorizes DOE to invest **\$1 billion in Energy** Improvements in Rural or Remote Areas. The DOE Energy Improvements in Rural or Remote Areas (ERA) Program is managed by the Office of Clean Energy Demonstrations.

2

Purpose

To provide financial assistance to improve, in rural or remote areas of the United States, the resilience, safety, reliability, and availability of energy and environmental protection from adverse impacts of energy generation.



Program Goals

Deliver measurable benefits to households in rural or remote areas by funding replicable energy projects that lower energy costs, improve energy access and resilience, and/or reduce environmental harm;

Support new rural or remote energy system models using climate-resilient technologies, business structures that promote economic resilience, new financing mechanisms, and/or new community engagement practices; and

Build clean energy knowledge, capacity, and self-reliance in rural America.



ERA \$300M Funding Opportunity

In March 2023, DOE announced **\$300 million** in total funding opportunity to increase energy affordability and promote climate resilience with an anticipated federal cost share ranging from **\$5 to \$100** million per project for single or multi-site demonstration project(s).

Program Outcomes

Status to Date



Uses clean energy technologies that improve reliability and/or resilience of energy systems

Reduces energy poverty



Improves environmental performance of energy generation in rural or remote communities





Project Overviews

Advancing Energy Sovereignty for Taos Pueblo

Ravi Malhotra President ICAST

Project Overview & Timeline

- ✤ 5 MW Solar PV and 10 MWh BESS
- On Taos Tribal Land
- Kit Carson Electric Coop (KCEC) as off-taker for 25 years
- ICAST as developer
- ✤ Timeline:





Community Benefits

- No Equity Investment Needed
- Consistent Income for 25 Years
- Min. 33% Energy Cost Savings for Tribal Members
- Reduction of 275,000 tons of GHG emissions annually
- Local Energy Production Money Stays in Community
- Energy Resiliency
- Future Opportunities from Experience Gained
 - ✓ Additional Projects more Solar and BESS
 - ✓ Micro-Grid for Taos Pueblo and KCEC



Community Engagement

Working with Taos Pueblo and KCEC since 2022

✓ Multiple meetings with Tribal Council

New Job Opportunities in a growing industry

- ✓ Community & Labor Engagement (Prevailing wages and Apprenticeship programs)
- ✓ DEIA (beneficiaries are a Tribe and KCEC serves a LI community)
- ✓ Investing in BABA





Who We Are

22+ year old national 501C3 nonprofit

- Mission: Provide economic, environmental, and social benefits to LMI and DAC communities
- Implement Green Solutions (Clean Energy, H&S)
 - ✓ One-Stop-Shop (Assessment and Planning, Design, Installation, Financing, M&V, Training)
- > 2024 Goal: Serve 60,000 LMI households
- Customers across 20 states
 - ✓ State and Local Governments
 - ✓ Utilities
 - ✓ Multifamily Affordable Housing (MFAH)





Community Scale Rural Bioenergy Facilities

Dr. Matthew D. Summers Chief Operating Officer West Biofuels



PROJECT GOALS

- Complete the shovel-ready deployment of three community-scale forest bioenergy production facilities in each of the targeted rural California forest communities.
- Demonstrate that by aggregating the facilities in a cluster, the administrative and technical support can be cost-effectively supplied by West Biofuels to each during operations.
- Demonstrate that the operating costs and risks can be lowered by having centralized support for these relatively small power facilities for a model that can be replicated by thousands of other rural forest communities in the US.

EACH BIOENERGY FACILITY WILL:



- Execute BioMAT contracts to deliver power to the rural grid.
- Produce 3 MW (23,650 MWh/yr) of reliable/renewable/ distributed/baseload electricity.
- Utilize 28-35,000 dry tons/yr of residuals from sustainable forest management.
- Produce additional revenue and carbon sequestration from 5,600 tons/yr of biochar.
- Create 15.5 direct permanent well-paying jobs in these communities.
- Reduce potential for community related climate impacts including impacts associated with catastrophic wildfires.
- Provide direct and measurable benefits to local communities.



PROJECT TIMELINE

- Hat Creek Bioenergy Project
 - Located in Burney, CA
 - Currently in final phase of construction
 - Commissioning ETA Aug. 2024, COD ETC Sept. 2024
- Mariposa Bioenergy Project
 - Located in Mariposa, CA
 - Developing interconnection, air, and building permits
 - Equity and debt financial package is in process
 - Grading ETA Summer 2024, Construction ETA May 2025
- Mammoth Bioenergy Project
 - Located in Mammoth, CA
 - Local engagement and site Use Permit in process
 - Financial package to be completed
 - Construction ETA Fall 2026

HAT CREEK CONSTRUCTION UNDERWAY WESTBIOFUELS



COMMUNITY BENEFITS PARTNERS





- Project Team includes West Biofuels, Hat Creek Bioenergy, Mariposa Bioenergy, Mariposa Biomass Project, Mariposa County Resource Conservation District, Mammoth Bioenergy, and Whitebark Institute.
 - WBF and partners are committed to engaging with communities to confirm projects are aligned with community interests and standards
 - Team aims to contribute to local economic development by creating job opportunities, investing in local businesses, and supporting educational initiatives.

COMMUNITY BENEFITS PLAN: Diversity, Equity, WESTBIOFUELS Inclusion, and Accessibility (DEIA)



- WBF prioritizes the recruitment, development, and retention of talents from varied races, ethnicities, genders, ages, religions, disabilities, and sexual orientations.
- Partnership with Momentum to develop an internal DEIA Plan to create targeted local hiring goals, tracking company diversity, developing internal policies and procedures, identifying bias and DEIA training opportunities, and facilitating supplier diversity.

COMMUNITY BENEFITS PLAN: JUSTICE40



Assessment of impacted communities and groups:

- Each bioenergy project will significantly reduce greenhouse gas emissions related to power generation, resulting in net reduction of 5,621 metric tons of CO2/year due to a direct offset of fossil fuel combustion for power generation.
- Each region suffers exceptionally high risk of catastrophic wildfire. Removing excess biomass from forests for energy production will improve forest health and reduce wildfire potential



COMMUNITY BENEFITS PLAN: BENEFITS & METRICS



Benefits	Mechanism	Metrics						
Decrease in	Fossil fuels replacement for power generation with	Emissions savings in MT						
environmental exposure	biomass	CO2e/year						
and burden	Prevention of wildfires and wildfire-related emissions and	Bone Dry Tons of forest						
	damages	biomass collected						
	Carbon sequestration through biochar production and use	Tons of biochar produced						
Increase in high-quality	Local targeted hiring in disadvantaged communities	FTE jobs created						
jobs, clean energy job	Creation of new clean energy careers	\$ spent on education						
pipeline, and job training	Workforce development and training around plant	\$ spent on development						
	operations and maintenance, and safety	and training						
Increases in clean energy	Local targeted hiring of contractors from Historically	Value Of Contracts To						
enterprise creation and	Underrepresented Groups	Minority-Owned						
contracting		Businesses						
Increased parity in clean	Replacement of fossil fuels for power generation with	Percentage increase of						
energy technology	biomass	low-carbon energy share in						
access and adoption		PG&E energy mix						
Increase in energy	Baseload low-carbon energy source that can continuously	Number of PSPS events in						
resilience	sustain the grid while other renewables are not available	a year						
Increased community	Outreach, promotion, and education around biomass-to-	Number of stakeholders'						
engagement in energy	bioenergy processes and related benefits to local	event						
planning	disadvantaged community							

Energizing Rural Hopi and Navajo with Solar Powered Battery-Based Systems Chelsea Chee Deputy Director Native Renewables

Energy Access on Navajo & Hopi



Project Technology



- ~2.5 kW off-grid solar photovoltaic (PV) unit with battery storage
- Tier 1 PV modules & inverters designed for off-grid use
- Sealed lead-acid batteries that allow for minimal maintenance

Project Timeline





Justice40



Ç

Community Engagement

Building relationships for years, have ongoing relationships with stakeholders throughout the Navajo and Hopi Nations



Fort Lupton Microgrid

William Thomas Energy Systems Specialist United Power

Fort Lupton Project Overview

- United Power and Schneider Electric together developed the Fort Lupton microgrid project
- Aims to bolster energy resilience in Fort Lupton, CO, by supporting energy and water consumers in the community
- Demonstrates a new energy system model, while building clean energy knowledge, capacity, and self-reliance in rural America









Technologies at Fort Lupton Water Treatment Plant

- Integration of distributed energy resources management system to optimize control, enabling a smooth transition for the utility to become a distribution system operator
- Addition of a 1.5 MW transformer or a 750-kW transformer
- Replacement of the existing diesel-fuel generator with a 300-kW natural gas generator
- Installation of a 500 kW / 1,147 kWh battery to supplement the back up generator
- Installation of up to 900kW of floating solar photovoltaics on the reservoir
- Integration of the distributed energy resources through a smart microgrid control system with islanding operation capability



Estimated timeline





Community Benefits

Background & Experience

- Commitment to delivering high-quality jobs, minimal environmental impacts, and benefits to disadvantaged communities
- Extensive involvement in local communities for 85 years

Community	 Challenges with water treatment plant reliability and
Dynamics 8	infrastructure gaps
Dynamics a	 Stakeholder engagement including local government.
Stakeholders	advocacy groups, and educational institutions

Engagement Strategies & Implementation

- Quarterly meetings with stakeholders
- Bilingual education/outreach activities and collaborative monitoring programs
- Continuous engagement efforts starting upon grant award

Community Benefits - continued

Quality Jobs & Workforce Development	 Prevailing wage requirements in construction contracts Job postings targeted towards Fort Lupton and Brighton DAC Partnerships with Aims Community College for workforce training and development
Diversity, Equity, Inclusion, Accessibility (DEIA)	 Formation of the IDEA Committee promoting diversity and inclusion Commitment to diversity in workforce and community engagement Multilingual outreach, education, and recruitment efforts
Justice40 Initiative	 Addressing environmental hazards and economic disparities Project's alignment with Justice40 policy priorities Strategies for incorporating DEIA considerations into project planning and implementation

United Power's comprehensive approach integrates community and labor engagement, DEIA principles, workforce development, and Justice40 goals, ensuring equitable benefits and opportunities for all stakeholders involved.

Community Engagement



- As an electric distribution cooperative, United Power prioritizes active community engagement to foster collaboration and accountability
- The co-op is committed to working closely with local communities to ensure high-quality job creation, minimal environmental impact, and significant benefits for disadvantaged communities and underrepresented groups
- With 85 years of active involvement in the local community, United Power maintains franchise agreements with each community it serves, including the majority-minority population of Adams County and the rural regions in Weld County, like Fort Lupton



Community Engagement - continued



- The co-op's engagement extends to serving on local boards, participating in cooperative infrastructure planning, supporting community events, and providing capital credits to cooperative members
- United Power has two union work groups, both under current collective bargaining agreements with the International Brotherhood of Electrical Workers, Local 111 (IBEW Local 111)
- The cooperative pledges to integrate prevailing wage requirements into construction contracts and evaluate bids based on criteria that prioritize wages, benefits, apprenticeships, training, and community outreach



Hopi Nation Community Solar

Kristen Parrish Associate Professor Arizona State University

Project Team



Arizona State University

Lead



Hopi Utilities Corporation

Community Partner



Microgrid EPC Firm

Proposed Microgrid Site

Project Overview

Solar PV Array and Battery to Serve Municipal Complex

Turquoise Well Site Project

8031

Technology Overview System Components



1.25 MW Solar PV Array

Sized to serve the Hopi Municipal Complex at the Turquoise Trail Site



Load Control Optimize the microgrid operations with building load control



4000/900 kWh/kW Battery

Battery storage to support 24/7 operations



130 kW Backup (Diesel Generator)

Keeping existing generator in the loop for backup

Estimated Project Timeline

		Year 1				Yea	r 2		Year 3				Year 4				Year 5				
Phase	Activity	Q1	Q2	Q3	Q4	Q5	Q6	Q7	Q8	Q9	Q10	Q11	Q12	Q13	Q14	Q15	Q16	Q17	Q18	Q19	Q20
Phase 1	Microgrid Sizing																				
	Cost-Benefit Analysis												~~~~~								
	Secure Tribal Approval & Land Use																				
Phase 2	Microgrid Design																8				
	Environmental Review												~~~~~								
	Microgrid Mgr & Eng Training		<u>.</u>										~~~~~								
	Permitting		<u>.</u>										~~~~~								
	Develop and release RFP																8				
	Evaluate responses; interview firms		<u> </u>														8				
	Select firm; Award contract																				
Phase 3	Procurement												~~~~~								
	Construction																				
Phase 4	Microgrid Operator & Tech Training																8				
	Commissioning		<u> </u>													8	8				
	Operate & Maintain																				
Phase 1-4	Community Engagement																				

Community Benefits Plan

Supporting the Hopi Tribe as they rewrite their energy story

- Address the economic devastation from the closure of the Navajo Generating Station in 2019.
- Hire and train 8-12 laborers for solar PV and Battery Energy Storage construction jobs.

- BoxPower committed to a Hopi hiring preference.
- Conduct training for members of the Hopi Nation on microgrid design, construction, and operations.



Ongoing Community Engagement

- The OCED project team is in regular conversations with the Water and Energy Council, a subgroup of the Tribal Council.
- We are working to identify the most appropriate means of engagement with Tribal members; so far, training and hosting site visits is of most interest.

Yakama Tribal Solar Canal & Hydro Ray Wiseman

General Manager Yakama Power



TRIBAL ENERGY



- The Yakama Nation's goal was to find land already out of production with no cultural resource issues.
- Converting this existing right-of-way:
 - Allows for renewable energy production
 - Conserves water, cooler and cleaner water for fish,
 - Increases public safety
 - Provides new transmission capacity for system upgrades.





Community Benefits Plans

Prioritizing Community Benefits in OCED Projects

OCED **requires** applicants to include a Community Benefits Plan (CBP) to help ensure broadly shared prosperity in the clean energy transition.

By prioritizing community benefits,

we can ensure the next chapter in America's energy story is marked by greater justice, equity, security, and resilience.

Community & Labor Engagement

Diversity, Equity, Inclusion, & Accessibility



Investing in the American Workforce



Justice40 Initiative

Next Steps & Resources





Community Benefit Commitments Public



Feedback Session

Ground Rules for Discussion

Submit questions using the Q&A feature

Reserve judgement

One idea at a time

It is okay to build on the ideas of others-Clarifying questions are okay





For more information



- For questions regarding ERA projects in the Western region <u>West_ERA2970@hq.doe.gov</u>
- OCED Website & Newsletter Sign-up energy.gov/oced

Scroll to bottom to sign up here:



- OCED Exchange (RFIs, NOIs, and FOAs) oced-exchange.energy.gov
- Follow us on LinkedIn
 <u>linkedin.com/company/doe-oced/</u>

Resources

• ERA Program

- OCED ERA Program Webpage
- ERA Selections for Award Negotiations | Department of Energy
- Federal Energy Funding for Rural and Remote Areas: A Guide for Communities
- Rural or Remote Areas Geospatial Dashboard
- Justice40 Initiative
 - <u>https://www.energy.gov/diversity/justice40-initiative</u>
- Energy Justice Dashboard (BETA)
 - https://energyjustice.egs.anl.gov/
- Climate and Economic Justice Screening Tool
 - <u>https://screeningtool.geoplatform.gov/en/#3/33.47/-97.5</u>



Thank you!



For more information, please visit energy.gov/OCED