# Small Hydro

DOCKET

12-IEP-1D

n.D. DATE

JUN 06 2012

RECD. JUN 07 2012

Lon W. House, Ph.D. Co-Director Hydropower

University of California At Davis Energy Institute

lwhouse@ucdavis.edu

530.676.8956

Presented at Renewable Research and Development, American Recovery and Reinvestment Act, and Financing Workshop

> Docket No. 12-IEP-1D June 6, 2012

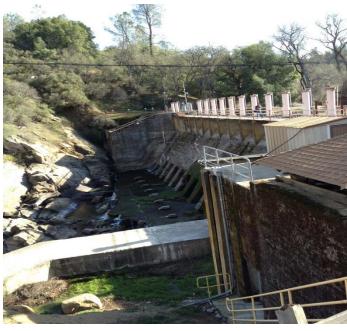
## **Unused Small Hydro Locations**



**Pressure Reduction Valves** 



**Irrigation Drops** 



Non-Powered Dams

### Some New Small Hydro Technologies



HydroEngine (Irrigation drops)

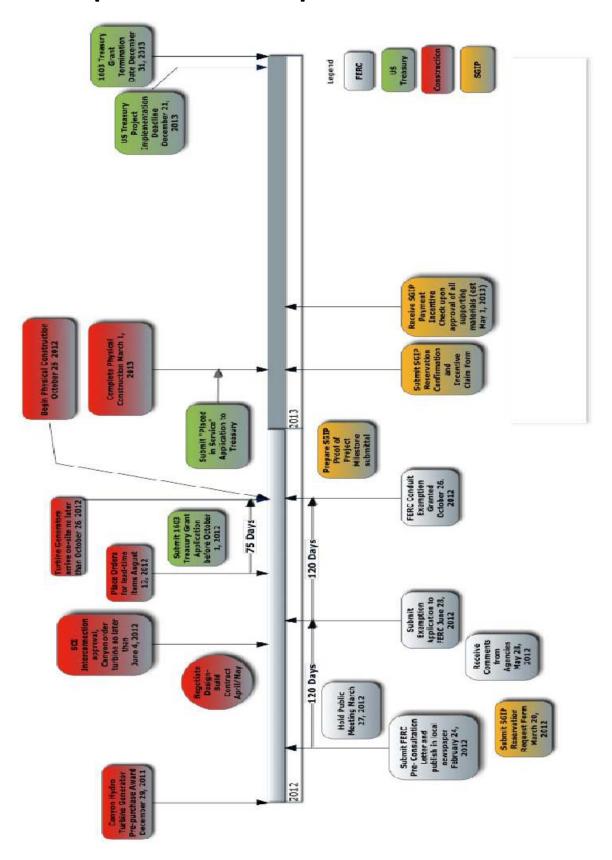


Pump as turbine (Inconduit)



Powerpipe (In-conduit)

### Sample Development Timeline



### Responses to Committee Questions

#### Small hydro Overview

- Amount of energy available = Pressure (head) times flow. Custom turbine development works for 1+ MW projects, not cost effective for smaller projects.
- CA resource potential: 2006 CEC report 250 MW, 2008 ACWA testimony 500-750 MW, 2012 EDCWA 1,000 MW

#### Development timeline –

- About two years for simple installation
  - FERC conduit/small hydro exemption takes 9-12 months

#### Hurdles

- FERC conduit exemption
- Interconnection costs
  - \$50,000+ for simple interconnection (Rule 21). (Do we really need a dedicated ground bank for hydro adds an additional \$40,000+)? Distribution line cost \$50-80/linear ft.

#### Government programs

- California
  - SGIP requires on site demand, probably does not allow irrigation drops
  - Feed In Tariff price uncertainty with new FIT (Re-MAT)
  - RES-BCT rate design and escalation assumptions
  - RAM too small to effectively participate

#### Technology costs

- Full costs = 6-10 cents/kWh
- Regulatory (including interconnection) adds about 2.5 cents/kWh
  - FERC Exemption 0.6-1 cents/kWh
  - Interconnection 1-1.7 cents/kWh
  - CEQA .3 cents/kWh

#### Commercialization

- Pump as turbine currently commercial
- Other new technologies are not in commercial production, awaiting orders
- In general, sites below 100 kW are not cost effective investments, but a majority of the PRV in-conduit sites fall < 100 kW</li>

#### What can be done to enhance this technology

- FERC exemption (HR 795- exempts from exemption hydro units < 1.5MW; HR 3680</li>
  exempts from exemption in conduit < 5MW)</li>
- Interconnection standardize interconnection requirements for small hydro
- FIT price certainty necessary for economic development
- Access to funds most small hydro sites in California owned by public entities.
- Technology standardized, mass produced turbine/generators still not actualized.