

COVENTRY & WARWICKSHIRE GREEN BUSINESS PROGRAMME

Denise Osborne Marketing & Events Co-Ordinator Green Business Programme





COVENTRY & WARWICKSHIRE GREEN BUSINESS PROGRAMME

What is it?

A support funded programme for SMEs and organisations in Coventry and Warwickshire to help business become more energy/resource efficient and make the most low carbon opportunities

Who?

- All small to medium size businesses (SMEs) in Coventry and Warwickshire
 - > Employ fewer than 250 employees
 - Have an annual turnover of not exceeding €50 million and/or an annual balance sheet not exceeding €43million
 - Have at least 50% of sales through business to business





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PROGRAMME

Highlights of Phase 1 Programme (2016-2018)

- £1.5m in grants were awarded to 73 small to medium sized enterprises (SMEs)
- There have been over 11,600 tonnes of CO2 savings
- 60 new jobs were created
- 88 SMEs received non financial support
- 300 local organisations joined the Green Business Network







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New Programme – launched in January (2019-2021)

- Energy and resource efficiency grants £1k-£50k (with 40% intervention)
- Free energy and resource efficiency audits to help identify energy, water and waste savings
- Continued free membership to the Green Business Network with new benefits
- Access to other specialist support to enable growth and innovation
- Free events, workshops and 1:1 support







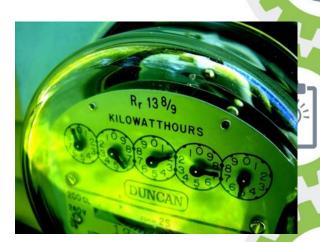


Energy/Resource Efficiency Audits

Identify potential energy/resource efficiency measures

- Audit looks at: Building fabric, energy bills, heating, lighting, equipment, process, water, waste, behavioural
- Includes estimated capital costs, energy savings & payback periods
 used to provide a business case
- Energy/resource efficiency report











PROGRAMME

- Energy/resource efficiency grants
 - Capital grants to improve energy/resource efficiency (Min £1K up to £50k)
 - Grants of 40%
 - \triangleright Must save approx. 5 tonnes+ of CO₂ per year.
- What can be supported?
 - Measures that save carbon
 - Typical measures include lighting LED, heating, energy efficient equipment, transformers, power factor correction, renewable technologies, ventilation, refrigeration, recycling and waste compactors, balers and crushers
- Eligibility:
 - >50% B2B
 - Match funding can't be via another public sector grant etc.





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Harris RCS

CNC machined parts for the aviation and commercial industries

> £8,500 energy efficiency grant – business made investment of £28k

Sensor controlled LED lighting throughout

Insulated internal wall to minimise heat loss

> Fast action roller shutter door & new insulated doors

Electricity and gas consumption has dropped by 60%

Saving 31 tonnes of CO2 emissions per year

Payback from investment will take 2-3 years







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Sarginsons

Aluminium Diecasting

- Were spending £370,000 per annum electricity and gas
- £26,000 energy efficiency grant
 - 2 recuperation gas furnaces
 - Variable speed air compressors and drying equipment
 - LED lighting throughout
 - **Power Factor Correction**
- Payback 1.5 year
- 335 Tonnes CO2 saving/annum
- Saving £50k per annum in energy bills











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Green Business Network

Membership is free and offers a range of benefits:

- > Events and workshops
- Monthly newsletter news, events new legislation, case studies
- Membership certificate
- Expert advice
- > Enhance green credentials to secure new business
- Networking and supply chain opportunities (Inclusion in Green Business Directory)
- Currently have 685 other organisations you can network with
- Signposting to other grants
 - Business Support
 - Innovation
 - Skills 4 Growth

 024 7683 2040 www.coventry.gov.uk/greenbusiness

 ocwgreenbusiness http://bit.ly/greenbusinessprogLinkedin

COVENTRY & WARWICKSHIRE GREEN BUSINESS NETWORK





COVENTRY & WARWICKSHIRE PROGRAMME

Upcoming Events

29 October 2019

The future of energy – Welcome Centre, Coventry (in partnership with Coventry University)

6 November 2019

Electric Vehicles and Green Infrastructure for Business – Council House, Coventry City Council

14 November 2019

Coventry & Warwickshire Business Festival Event (in partnership with CW Growth Hub)

For more information visit http://bit.ly/cwgreenevents



Strategic energy management

- Long-term approach to energy efficiency and energy security: goals, tracking progress, and reporting
- To manage continuous energy improvement, energy security and risks









Strategic energy questions

- > How important is energy to successfully run your business?
- > Do you know cost of energy on your bills (inc hidden costs taxes etc) and how this will change going forward?
- > What is your strategy for addressing energy related threats? How will you run your business if:
 - Energy supply outages on national grid
 - Severe weather flooding and storm damage
 - Energy become more expensive (e.g. carbon taxes)
- ➤ Have you considered a back-up system? E.g. Uninterruptable Power Supply (UPS) with generator and battery storage, renewable energy technologies (solar PV, biomass boilers, wind power etc)



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- https://www.solar-trade.org.uk/spv-toolkit-v2-8-for-the-website/
- > How they are calculated and minimising impact
- Higher rate if you mainly use the electricity yourself and a lower, fairer rate if you export most of the electricity back to the grid
- Planning a webinar with the Solar Trade Association in the future on this subject







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- Coventry's Climate Change Strategy
 - > UK Government announced its net-zero commitment by 2050
 - Coventry's current strategy published in 2012 set a target to reduce carbon dioxide emissions by 27.5% by the year 2020. Coventry achieved this in 2014 (6 years early)
 - Now working on our new Climate Change Strategy for Coventry



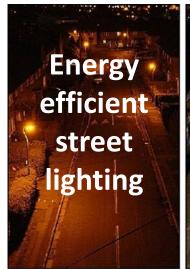




Reducing our emissions across the City



Heatline – energy shipped from waste plant via 6.6km pipelines to major City Centre buildings.





Existing Street Lighting New Street Lighting

39 rapid charge points have been installed with more planned.





10 electric taxis operating in Coventry with more on the way.

Coventry's Climate Change strategy

The strategy will cover the following themes

- **Domestic** improving thermal efficiency of homes, reducing fuel poverty & encouraging innovation
- Transport improvements to public transport and walking/cycling infrastructure
- Industry improving the efficiency of buildings/processes
- Environment sustainable procurement, enhanced biodiversity, sustainable food and driving behaviour change
- Education & Skills upskilling

 Energy – increased use of renewables and feasibility studies for new solutions e.g. mine water for heating/cooling





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Green Business Programme

Contact us

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Website: www.coventry.gov.uk/greenbusiness

Twitter: occupants

Join our LinkedIn group





CWLEP Breakfast Presentation on Solar PV

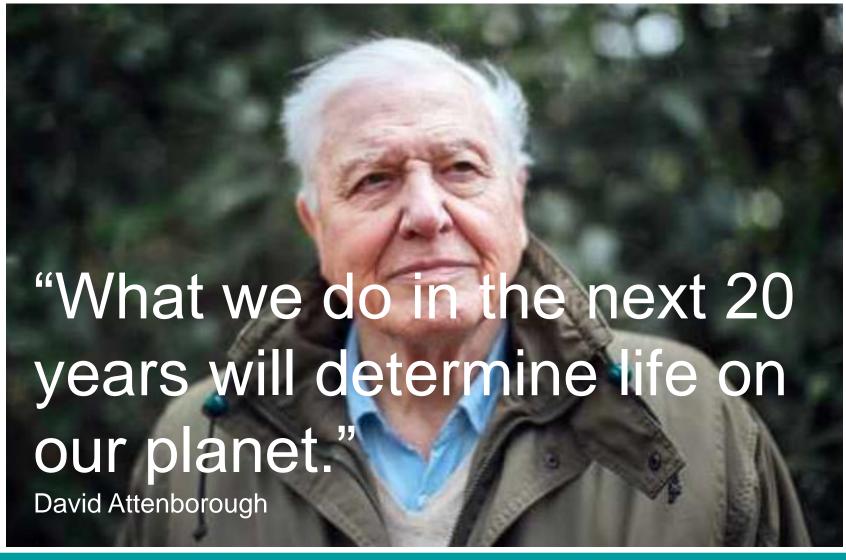
Angus Rose

Director

07967 686650 Angus.rose@inecoenergy.com

Why am I here?





Why are you here?

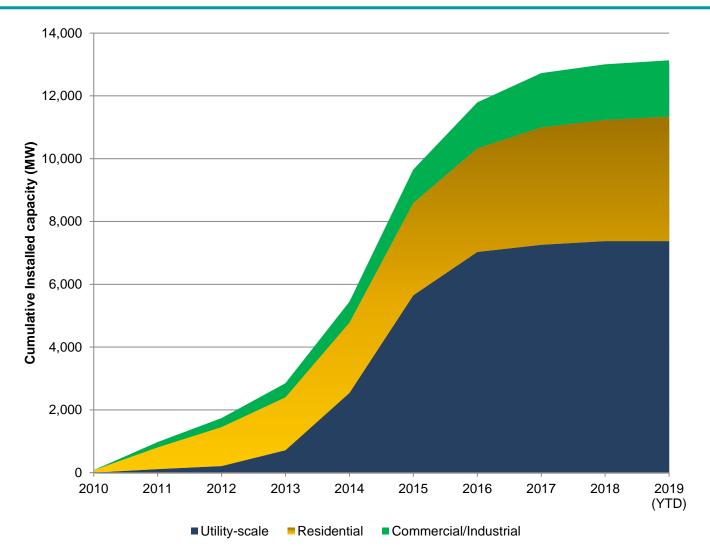


- Who here has invested in renewable technology?
- Who here is interested in investing in renewable technology?



UK Growth in Solar PV Generation

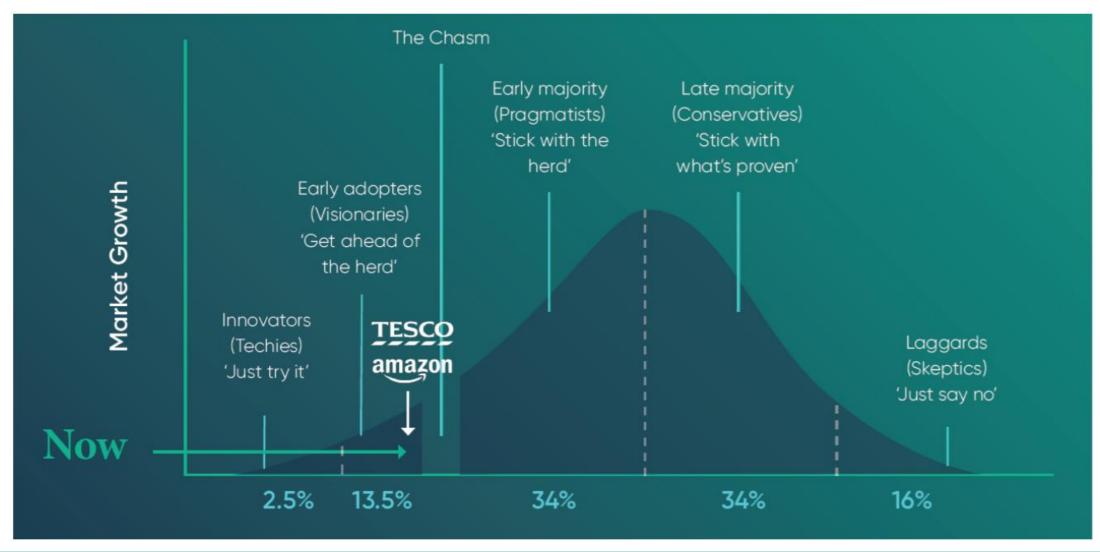




- Total installed capacity currently estimated to be 13.1 GW (7th highest worldwide)
- Market currently dominated by utility-scale solar farms (56% of total installed capacity)
- Domestic rooftops (approx. = 28%)
- Commercial and industrial installations (groundmount and rooftop) primarily for selfconsumption together account for less than 20% of total installed capacity

Crossing the Chasm

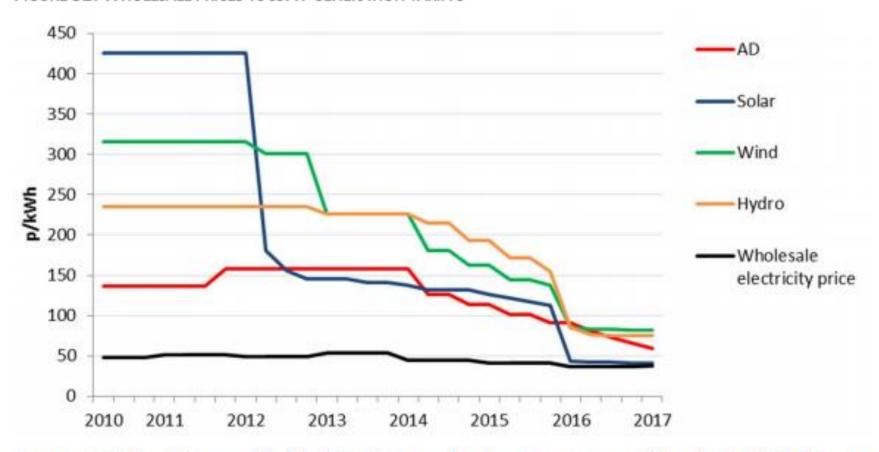




Post FIT Business Case



FIGURE 32: WHOLESALE PRICES VS SSFIT GENERATION TARIFFS



Sources: BEIS, from Ofgem tariff tables (2015/16 prices) and representative tariff bands; BEIS (2017), Energy and emissions projections 2016.

Post FIT Business Case



- Solar system costs have decreased
- Energy costs have increased (on average 10% for business users)
- Electric Vehicle uptake will increase demand.
- Electrification of Heating
- Coal & Nuclear Decommissioning.
- Energy Storage improvements.
- Increase of taxes, levies, distribution & transmission charges.









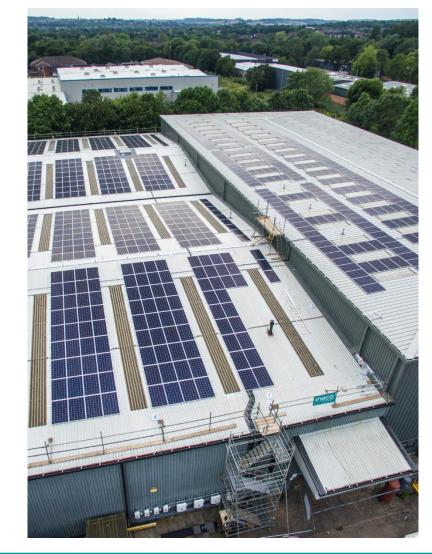
Business Applications – Thorlux Lighting



Thorlux manufactures over 400,000 luminaires per annum at its modern self-contained factory in Redditch, Worcestershire, UK. The factory contains energy intensive processes, such as sheet metal punching, laser cutting and forming, powder coating and LED PCB assembly lines. The company is continually measuring and improving its environmental credentials and for many years has had an energy monitoring programme in place which is independently certified to ISO 14001.

In 2009 Thorlux invested in its own carbon offsetting programme, planting trees on land in Monmouthshire to offset the CO_2 generated from its manufacturing and selling activities. The company has planted an incredible 150,000 trees over the last ten years. However, even with this responsible and proactive approach, it was felt that further improvements could be made to reduce the environmental impact and carbon footprint.

Thorlux has now installed solar photovoltaic units on the roof of its manufacturing facility. The system is estimated to produce 224,470kWh of electricity per annum, helping to power the plant and equipment as well as charging the company's fleet of hybrid vehicles. Over its operational lifetime, through reduced consumption from the National Grid, the installation will deliver a total CO₂ reduction of 1580 tonnes and **financial savings of over £1million**.



Business Rates



Every five to seven years the Valuation Office Agency (VOA) revises business rates, and the one in progress will come into effect from 1 April 2017 based on values in 2015. This will set 'rateable values' (RV) - used to calculate business rates - until 2022 and will apply to both existing and future assets.

- 1. PV Generation for Export or PPA is exempt.
- 2. PV Generation for Self-Consumption is not.

The STA has calculated that businesses that use their own onsite power will see a reduction of around 2.5% on their return on investment, damaging project economics as per the diagram to the right.

How will diverse investors in solar be affected?









School
50kW
Current Tax:
£0
New Tax:
£807
+£807 p.a.

Small Business
40kW
Current Tax:
£0
New Tax:
£1,093
+£1,093 pa.

Warehouse
250kW
Current Tax:
£994
New Tax:
£6,014
+5,020 p.a.

Hospital Trust

1MW

Current Tax:
£3,976

New Tax:
£14,214

+£10,238 p.a.

Residential Storage





Utility Storage





Call to action





Any Questions?



Angus Rose

Director

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Using Solar and Battery Storage

Building 2-6 Harnall Row

- Office Built by Harrabin in 2016 (4k sqft)
- Structured Insulated Panels
- Air source heating from Daikin AC
- LED lightening
- Auto switch off lights
- EPC of A

Simple installations done:

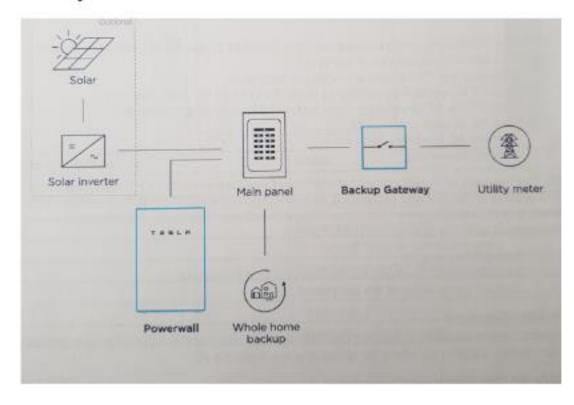
- 3 EV sockets EPC rating of A
- Installed smart plugs





Solar and Battery System

Proposed



Actual



Solar Energy

- Solar Panels installed March 2019
 - Solar Edge Invertor
 - JA Solar 300w panels
- 44 Panels for 13.2 Kwp system
- Installation company: Empower Ltd
- Total Generated 9.27MWh
- 3,633kg CO2 saved (estimated yearly CO2 6,952kg)
- Personal Investment of £12k



Month	Solar Production (MWh)
Mar-19	0.28
Apr-19	1.57
May-19	1.75
Jun-19	1.39
Jul-19	1.53
Aug-19	1.71
Sep-19	0.96
Total Energy	9.19

Comparison Payback

Proposed

Year	Generation	Generation	Electricity Savings	Export Payment	Grass	Balance
- 1	13,395	£550.58	£1,875.30	€0.00	£2,425.83	(£9,398.2)
2	13,288	£559.78	£1,944.01	60.00	£2,509.79	[66,894.4]
- 3	13,182	£569.19	£2,015.24	€0.00	£2,584.43	(64,309.9)
- 4	13,076	£578.75	£2,089.08	£0.00	£2,567.83	(£1,642.1)
- 5	12,971	£588.47	£2,165.62	€0.00	£2,754.09	£1,112.0
6	12.969	£598.36	£2,244.97	€0.00	£2,843,33	£3,955.3
- 7	12.765	£508.41	£2,327.23	60.00	€2,995.64	€6,890.9
8	12,663	£518.63	£2,412.50	£0.00	63,031.13	£9,922.1
9	12,561	£529.03	£2,500.89	£0.00	£3,129.92	£13,052.0
10	12,461	£539.59	£2,592.52	€0.00	€3,232.12	€16,284.1
-11	12,361	£550.34	£2,687.51	£0.00	£3,337.85	£19,622.0
12	12,262	£561.26	£2,785.98	£0.00	£3,447.25	€23,069.2
13	12164	£572.37	£2,888.06	£0.00	£3,560,43	£26,629.6
14	12.067	£883.67	£2,990.80	00.00	£3,677.55	£30,307.2
15	11,970	f595.16	£9,109.57	60.00	63,798.73	634,105.9
16	11.875	£706.83	£3,217.29	£0.00	63,924.12	638,030.0
17	11,780	£718.71	£3,335.17	€0.00	64,053.88	642,083.9
18	11.685	£730.78	£3,457.37	€0.00	64,188.16	646,272.1
19	11.592	£743.06	£3,584.05	€0.00	64,327.11	650,599.2
20	11,499	£755.54	£3,715.37	€0.00	£4,470.91	£55,070.1

Actual

Month		Solar Production (MWh)	KWh	Charges	Savings*	Genererat on
	Apr-19	1.57	1571.85	0.14	£ 220.06	£ 64.60
N.	Лау-19	1.75	1751.77	0.14	£ 245.25	£ 72.00
	Jun-19	1.39	1389.89	0.14	£ 194.58	£ 57.12
	Jul-19	1.53	1531.50	0.14	£ 214.41	£ 62.94
,	Aug-19	1.71	1714.55	0.14	£ 240.04	£ 70.47
5 Whole Mths Energ	y	7.96	7959.56	0.14	£ 1,193.93	£ 327.14
5 month average		1.59	2653.19		£ 397.98	£ 109.05
Proposed Average (13395/12)			1116		£156.27	£45.87
Difference			1537.19		£ 241.71	£ 63.18
Pay						
*To verify						

CCC Green Grant

Aims

- To reduce CO2 levels further
- 2. Self sustaining building
- 3. To reduce payback period



Grant Intervention: Battery Technology

Battery Investment Uncertainty

- Slight risk-no comparison in Coventry
- Unsure of CO2 savings
- Increase in Payback period for whole system

Grants

- Would not have purchased without grant
- Helps reduce risk
- Reduction in CO2
- Towards making the building self sustainable

Grant Investment

Tesla Powerwall 2 with Gateway to keep office running without

power

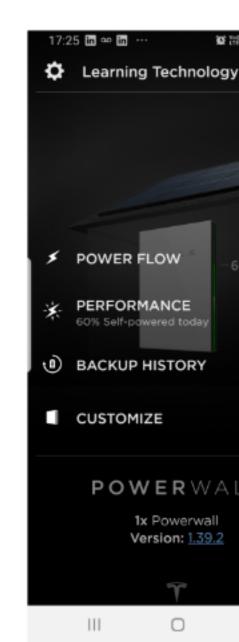
£13k with installation and meter change

- Intervention of 40% around £5k grant
- Installed July 2019



Powerwall 2

July to September 2019	Total	Monthly	Daily
Office Usage (kWh)	3668	1223	41
Solar Energy (kWh)	3007	1002	33
From Powerwall (kWh)	648		
	2195		
From Grid (kWh)			
To Grid (kWh)	1855	618	21
Average self sufficiency			42%
Good day (yesterday)			60%



CCC Green Business Programme Process

- Fantastic support and encouragement from Sara Wilkes during application to final claim
- Simple forms
- Quick approval
- Easy Claim (1 form with suppler invoices and payment proof)
- Payment within 3 weeks

Future

- Encouraging employees to change to electric cars: Carrot and Stick
 - Lease schemes
 - Free Charging
 - CCC Congestion charging
- Considering 2nd Powerwall for total self-sufficiency
- Switching to DC Power (technology not there yet)

Turning up the Heat – the Technology of NOW

The UK Heat Pump Associations Thursday 19th September 2019

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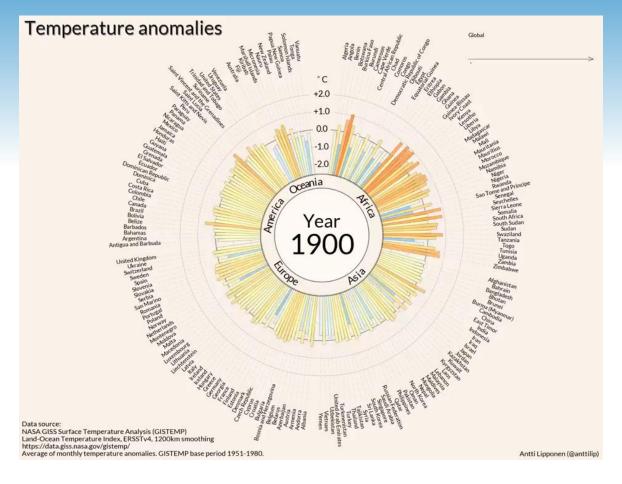
GREEN BUSINESS

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Why are we worried - Global Temperature Anomalies since 1900







The Ultimate Renewable Energy Source

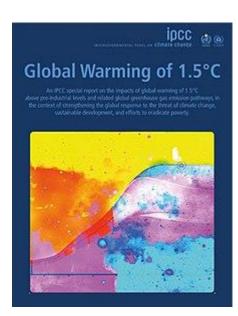






2019 - a year of publications

- Committee on Climate Change Net Zero
- Committee on Climate Change Reducing UK Emissions
- IPCC Global Warming of 1.5°C
- Commons Science & Technology Committee Clean Growth









House of Commons Science and Technology Committee

Clean Growth: Technologies for meeting the UK's emissions reduction targets

Twentieth Report of Session 2017–19





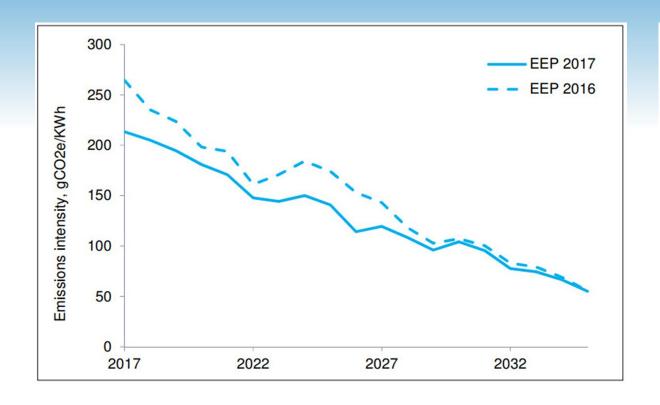
Why act now?

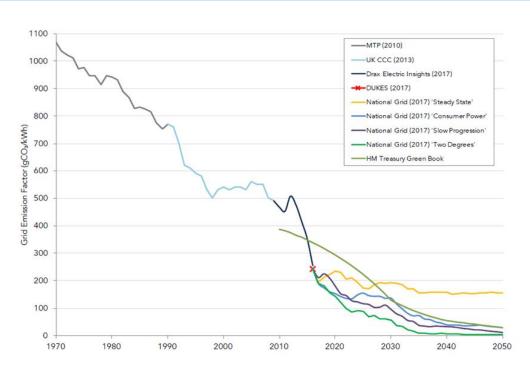
- The IPCC report gives us limited time to stop irreversible damage
- Current Building Regulations permit development that is adding to the problem by embedding yet more fossil fuel dependency
- Public awareness is shifting rapidly
- Generational pressure
- The Greta and Attenborough effect (public licence to operate)
- We have technologies available now that are tried and tested
- All industry watchers anticipate a much more regional and distributed energy (CCC and National Grid, etc.)
- The very rapid development of the electric vehicle market is transforming the power generation and distribution sector and plays to growth in the electrification of heat





What drives electrification?



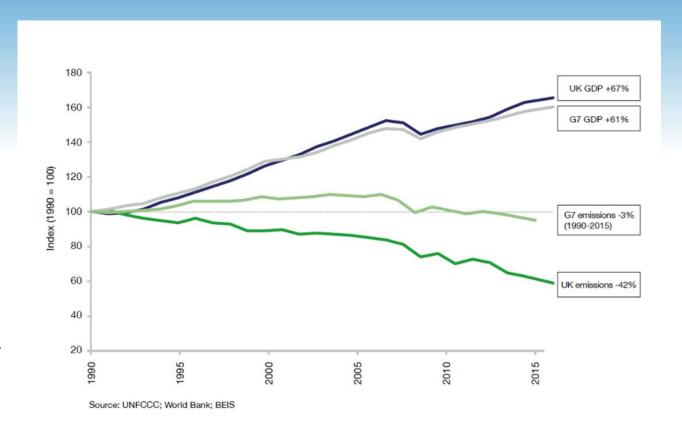






Will decarbonisation harm the economy?

- 1990 2015, UK GDP growth outstripped the G7 average whilst emissions reduction was significantly greater.
- The UK started the industrial revolution and so has a moral duty to lead on emissions
- Decarbonisation technologies tend to upskill the workforce
- The UK is now a net importer of energy





What is the impact on heat emissions?

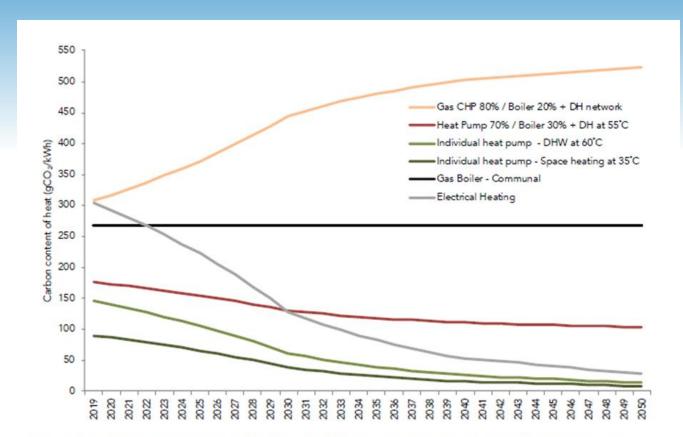


Figure 4.05 - Projected carbon factor of heat based on HM Treasury Green Book marginal emission factors

CO2 from Heating systems

UK grid at:

2019-09-11 08:30

is emitting:

128 grams CO2 /kWhe

Ground Source Heat Pump (400%):	32	
Ground Source Heat Pump (320%):	40	
Direct Electric heating (100%):	128	grams
Gas boiler (85%):	215	CO2 per kWh
Oil Boiler (85%):	320	delivered heat
Coal (50%):	630	Heat



www.gshp.org.uk

Displaying the CO2 released from different heating technologies. GSHP values are for 2 typical levels of efficiency; 320% (COP=3.2) & 400% (COP=4). Grid carbon intensity uses real-time data. The value reflects the decline in generation from coal & the growing contribution from renewable power technologies.

Data courtesy National Grid CO2 Intensity API Original thinking JCW Parker Developed & sponsored by GeoScience Ltd. Running on pythonanywhere

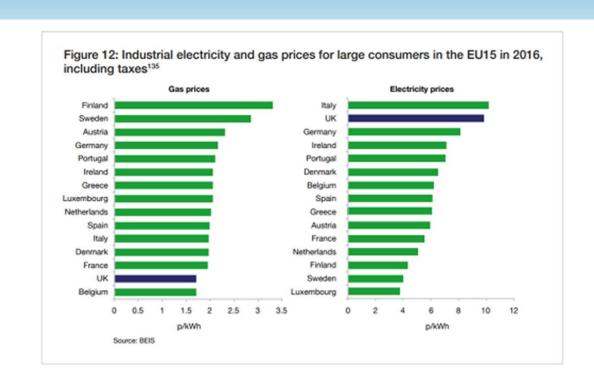
View live UK generation status





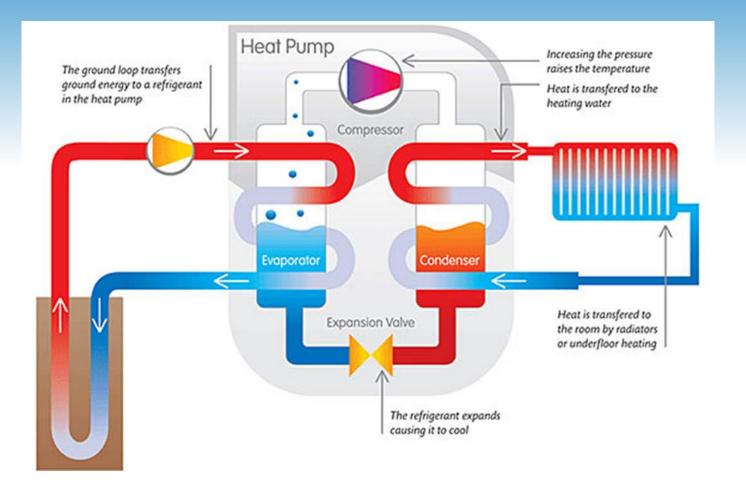
What has held heat pump deployment back?

- Resistance to recognising grid carbon factors in Building Regulations
- UK raw fuel spark gas favours gas
- All "green" levies are applied to electricity only – 18% or so inflationary result
- Hidden subsidies to the fossil fuel sector
- Lack of robust standards environment
- Poor renewables subsidy strategy
- The interests of the incumbents
- Consumer awareness
- Heating industry skills and knowledge





Heat pumps 101





Heat pumps 101

















Heat pumps 101











What is changing to make heat pumps the technology of NOW?

- Part L consultation on grid carbon factor and maximum emitter flow temperatures
- Adoption of innovative district heat solutions
- Co-location of a-seasonal heating and cooling loads
- New thermal storage technologies can be as effective as battery storage
- The value of demand side management, demand side response and load shifting
- Smart integration between local electrical generation, electrical demand and heat (or coolth) demand
- Progressive development of design and deployment standards
- Knowledge, skills and training for consultants, designers and deployment engineers
- Heat as a service and other innovative funding models
- Public attitudes to emissions





Planning – where London leads....

New 2019 GLA Guidance Air Quality Gets Equal Billing

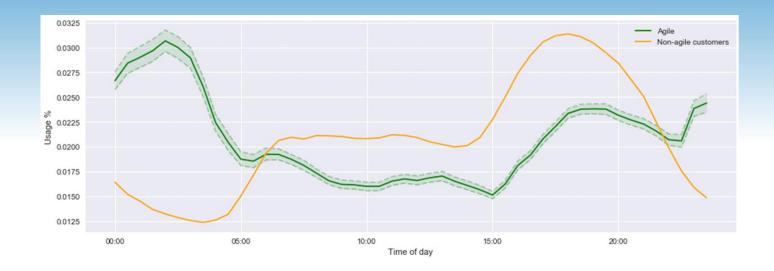
Fuel type	Fuel Carbon Factor (kWh/kgCO2)		
	SAP 2012	SAP10	
Natural Gas	0.216	0.210	
Grid Electricity	0.519	0.233	







Nudge Theory Billing for Load Shifting



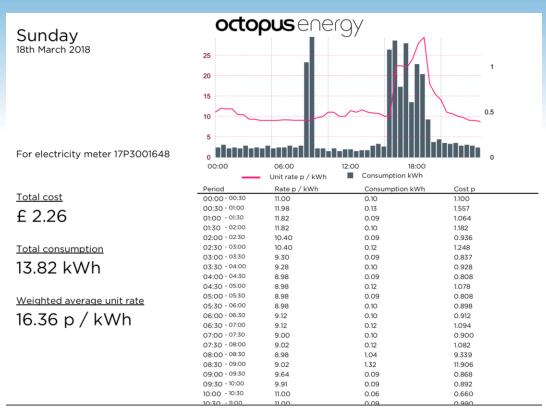
Octopus Energy Agile Tariff consumers demonstrate significantly different consumption profiles compared to average non-agile consumers. Low cost electricity is a proxy for low carbon intensity. Initial benefits for EV charging but progressing to heat pump deployment with thermal storage.

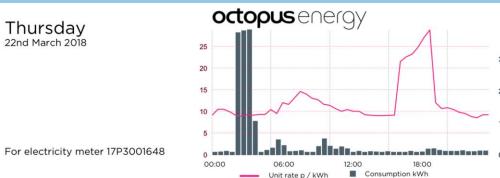






Tariff gains from load shifting





£ 1.85
Total consumption 18.48 kWh
Weighted average unit rate 10.01 p / kWh

_	Officiate p / Kvvii			
Period	Rate p / kWh	Consumption kWh	Cost p	
00:00 - 00:30	9.07	0.07	0.635	
00:30 - 01:00	10.49	0.08	0.839	
01:00 - 01:30	10.46	0.10	1.046	
01:30 - 02:00	9.90	0.07	0.693	
02:00 - 02:30	9.10	3.82	34.762	
02:30 - 03:00	8.90	3.88	34.532	
03:00 - 03:30	9.20	3.91	35.972	
03:30 - 04:00	9.10	1.04	9.464	
04:00 - 04:30	9.27	0.07	0.649	
04:30 - 05:00	9.27	0.13	1.205	
05:00 - 05:30	10.40	0.20	2.080	
05:30 - 06:00	9.48	0.46	4.361	
06:00 - 06:30	12.00	0.28	3.360	
06:30 - 07:00	11.60	0.09	1.044	
07:00 - 07:30	13.09	0.10	1.309	
07:30 - 08:00	14.58	0.12	1.750	
08:00 - 08:30	14.00	0.07	0.980	
08:30 - 09:00	13.00	0.07	0.910	
09:00 - 09:30	12.68	0.25	3.170	
09:30 - 10:00	11.61	0.49	5.689	

Source: Octopus Energy



The resulting numbers

Heat demand 20,000kWh/ annum	Carbon emissions/ Annum Kg	Operational cost : Gas at 4.5p/kWh	Operational cost : Ground source electricity at 16p/kWh	Operational cost : Ground source electricity at 10p/kWh
Gas at 85% efficient	4,300	£900		
Ground source at SPF 3.5:1	1,120 Reduction of 74%		£914	£572 Reduction of 36%





The resulting benefits

- Lower operational cost for heating and cooling
- Lower carbon intensity for heating and cooling
- The value of demand side management, demand side response and load shifting
- Smart integration between local electrical generation, local electrical demand, EV battery charging (and discharge to grid) and heat (or coolth) demand
- Reduced grid reinforcement investment required
- Reduced investment in generation capacity
- Can be combined with innovative retail models for heat as a service
- Potential for lower lifetime costs due to the long term value of in-ground ground source infrastructure
- Potential reduced decommissioning / recycling costs for thermal storage vs electrical battery storage





Developments in thermal storage











Thank you

www.gshp.org.uk www.heatpumps.org.uk

Bean Beanland, Chairman, GSHPA Bean.Beanland@gshp.org.uk



