

How Hydro Tasmania can become a 'Battery for the Nation' in Australia

Alex Beckitt – February, 2019

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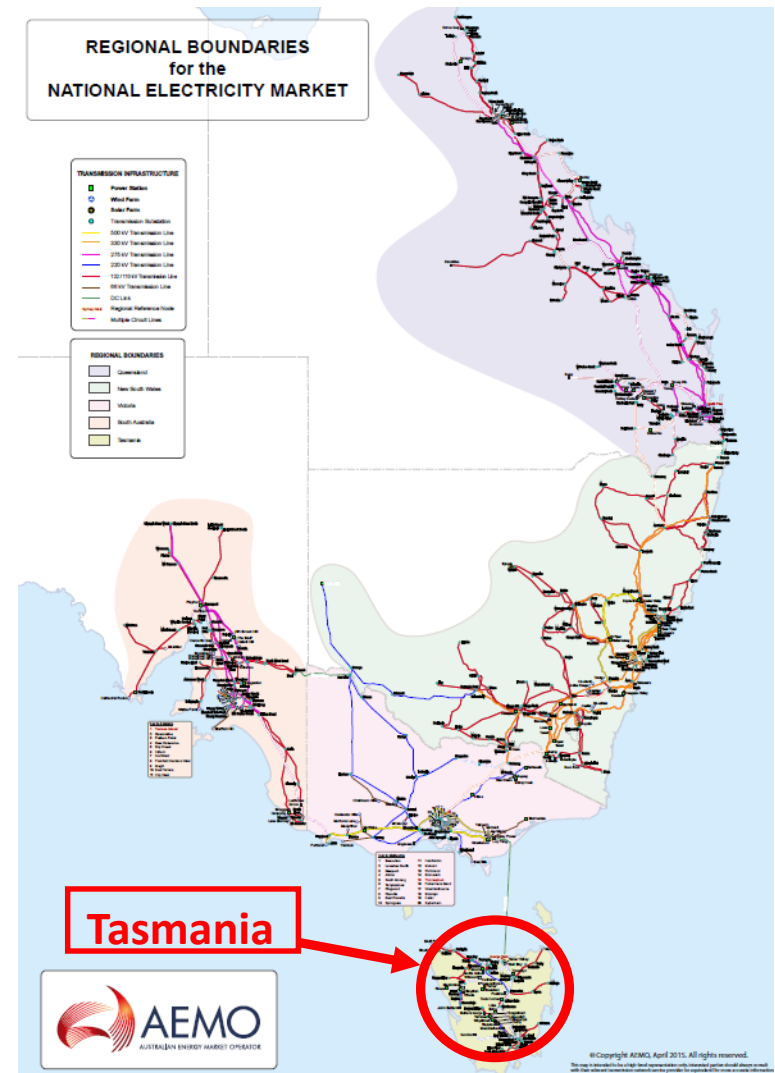


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1. Australia's National Energy Market (NEM)

The Australian NEM:

- Energy only market (and FCAS)
- Spans 6 states and territories;
- Operational since 1998;
- Has approximately **40,000km** of transmission infrastructure;
- Supplies **~10,000,000** customers;
- **Generating capacity of ~54,241 MW** (as at December 2017);
- Annual demand of ~180,000 GWh
- **長いグリッドと少ない消費**



2. Drivers of change in the NEM

- **Ageing fleet, coal plant retirements**
 - Tighter supply/demand causing market volatility
- **Falling costs of renewable energy**
 - Significant uptake of wind and solar driven primarily by the federal level
- **Consumer reactions to increasing prices**
- **Renewable Energy Target**
 - Increased and extended in 2009
 - Amended downwards in 2015
 - Phasing out 2020-2030
- **States bringing in different schemes**
- **急速に変化する世代構成**



3. Quantifying the challenge

- ~30% of the NEM's thermal fleet is forecast to retire 2028-2037.
- This capacity is likely to be replaced primarily by VRE.
- A key challenge will be 'dispatchability/firming/balancing'.

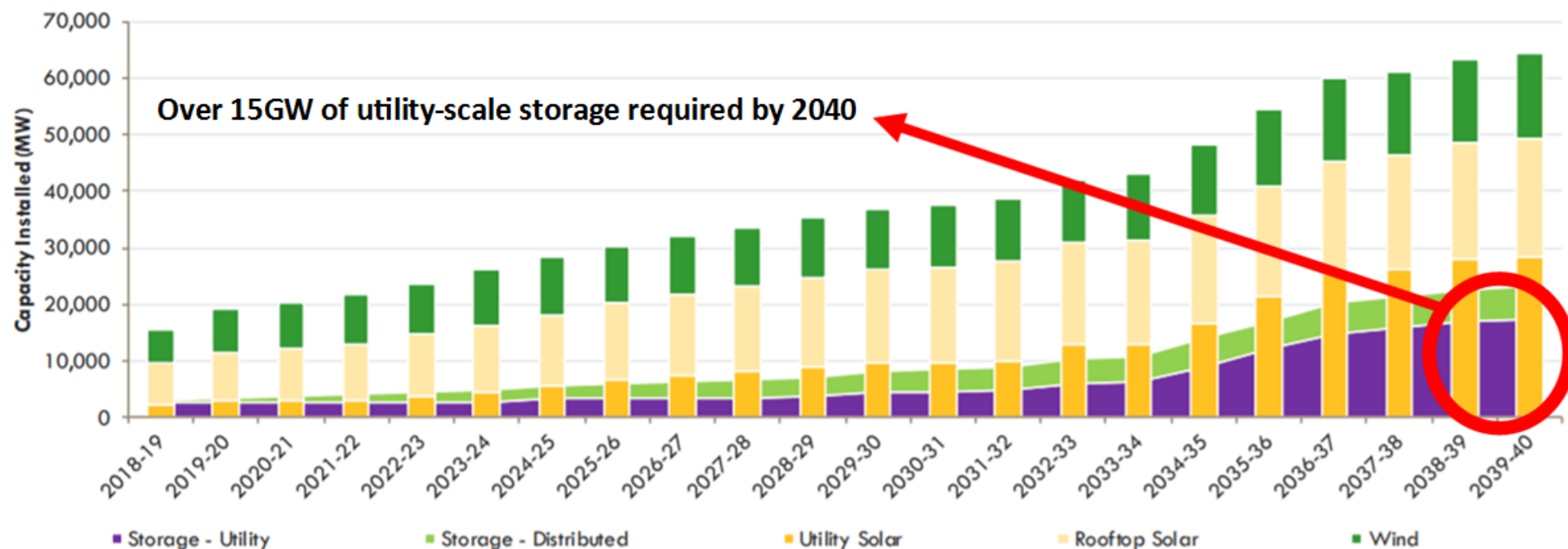


石炭時代の終わりとグリッドに接続する新しい再生可能エネルギー

4. Australia needs large-scale storage

The Australian Energy Market Operator (AEMO) has identified that the NEM requires 15,000 MW of large-scale storage by 2040

オーストラリアは貯蔵が必要



5. Energy storage solutions

- オーストラリアは多くの貯蔵オプションを検討しています
- Tesla delivered a **100MW/129MWh Tesla battery** alongside Hornsdale wind farm.
 - Main value in delivering grid services - Frequency etc.
- **Snowy Hydro board has endorsed final plan to expand scheme by ~2,000MW** – awaiting shareholder approval
- **Where does Battery of the Nation fit?**



Source: www.neoen.com/en/



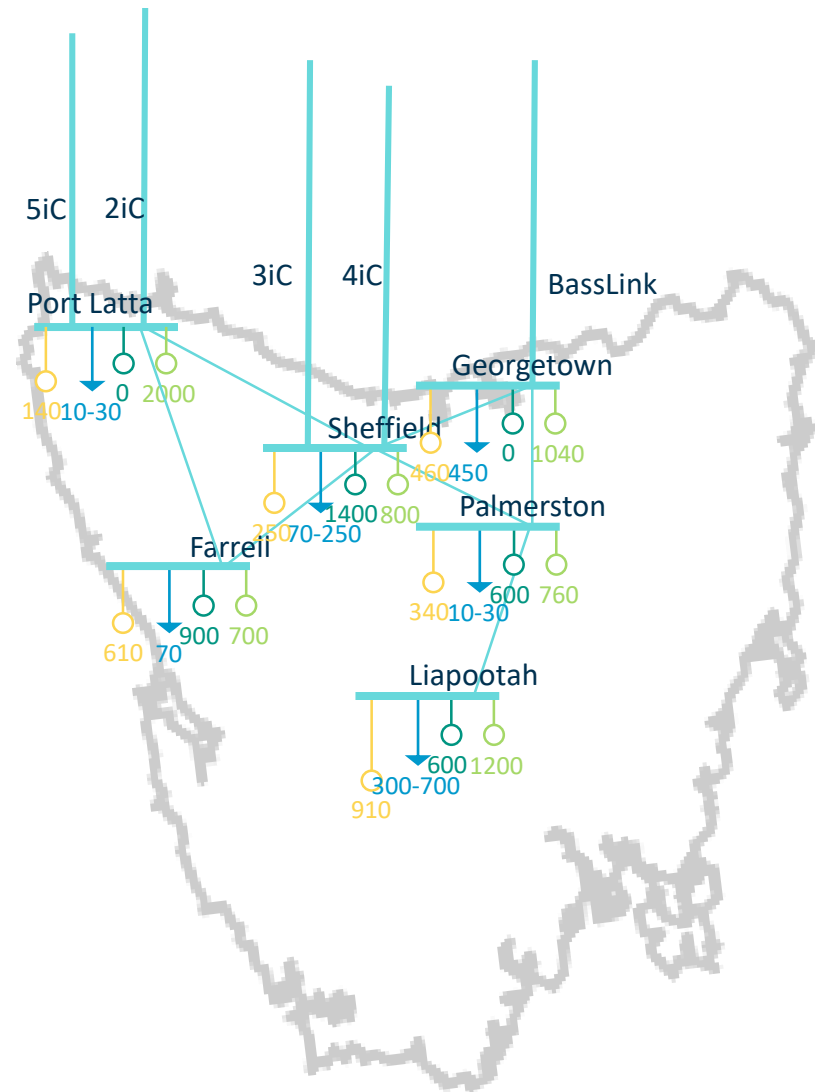
Source: www.snowyhydro.com.au

6. Battery of the Nation

“Battery of the Nation” には多くの利点があります

We envisage Battery of the Nation could include up to 5 interconnectors, 2,500 MW of pumped storage hydro, and significant wind generation.

- **Cost competitive** energy storage.
- **Significant wind resources.**
- **Facilitates uptake of VRE** in the National Energy Market.
- **Downward pressure on prices.**

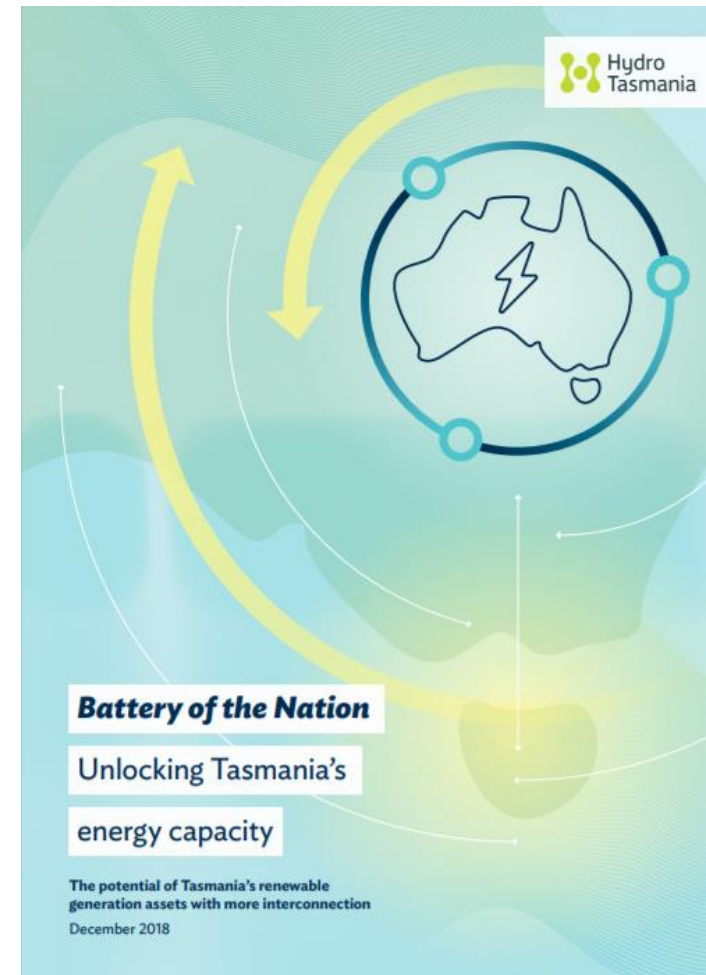


6. Battery of the Nation

プロジェクトを支援するための豊富な研究

Hydro Tasmania is developing a series of white papers addressing issues felt by hydro operators around the world.

- The first released December 2018
- Topics include:
 - How will Tasmanian assets respond to more interconnection?
 - Modelling the value of Tasmanian pumped hydro
 - Benefits for neighbouring regions
 - Revenue and finance models



7. Key messages

全国的な価格競争と少ない排出物

1. Tasmania has significant natural resources to help it become a *Battery for the Nation* in Australia.
2. It is integral that the value of PHES and strategic interconnection is properly recognised in market/policy frameworks
3. The Australian government is keen to continue exploring opportunities for pumped hydro in Tasmania



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Thank you
有難うございました。

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This Activity received funding from ARENA as part of ARENA's International Engagement Program. The views expressed herein are not necessarily the views of the Australian Government, and the Australian Government does not accept responsibility for any information or advice contained herein.