## How some off-grid renewable energy projects have adapted to grid arrival

14<sup>th</sup> ANNUAL MEETING

Decentralized electrification: minigrid, to prepare for the arrival of the national grid

Cotonou – Benin

- **#** Chris Greacen
- # 6 Dec, 2018



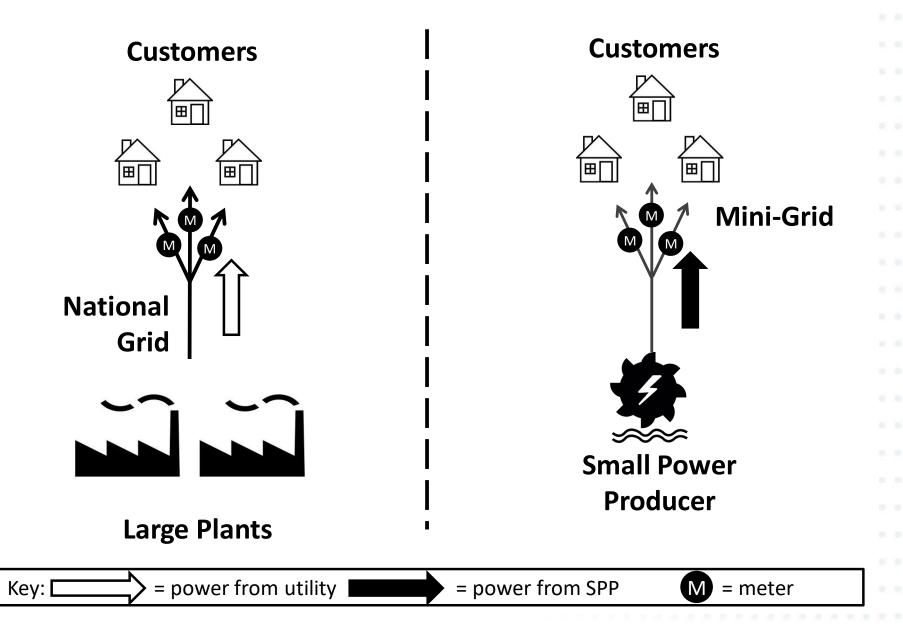




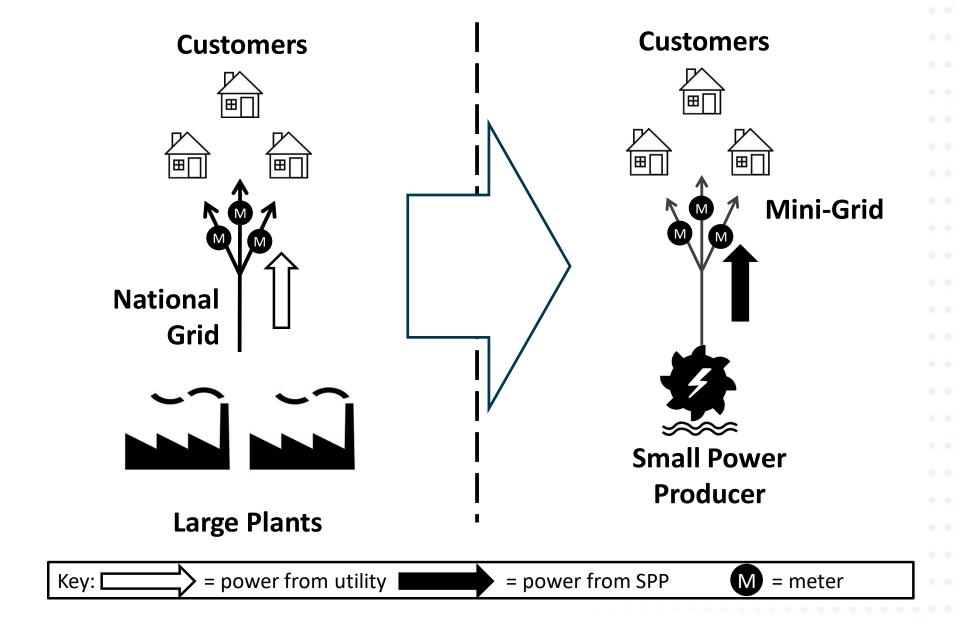
# Mini grid options after arrival of the main grid

- + Small Power Distributor (SPD)
- + Small Power Producer (SPP)
- + Both SPD and SPP
- + Separate systems in the same village
- + Buyout by utility
- + Assets abandoned

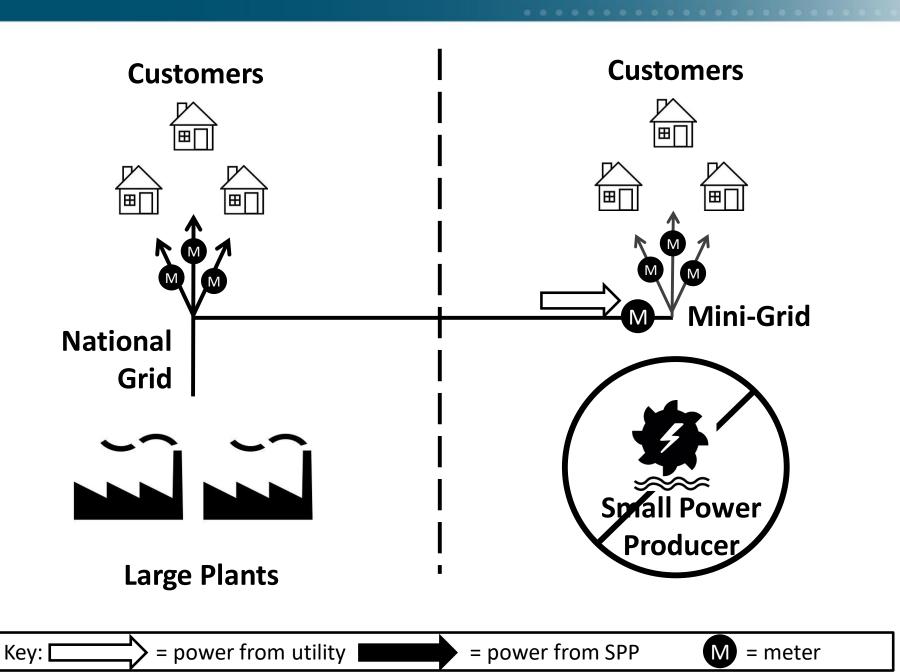
## **Arrival of the main grid**



## **Arrival of the main grid**

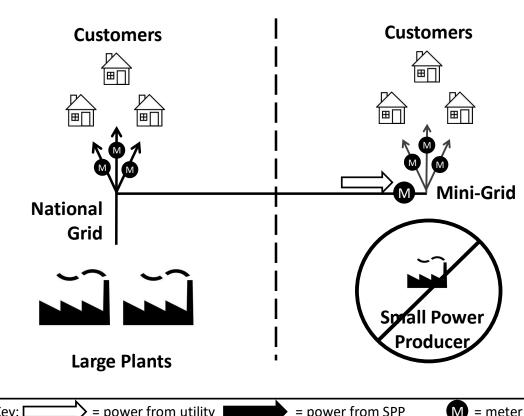


## **Small Power Distributor (SPD)**

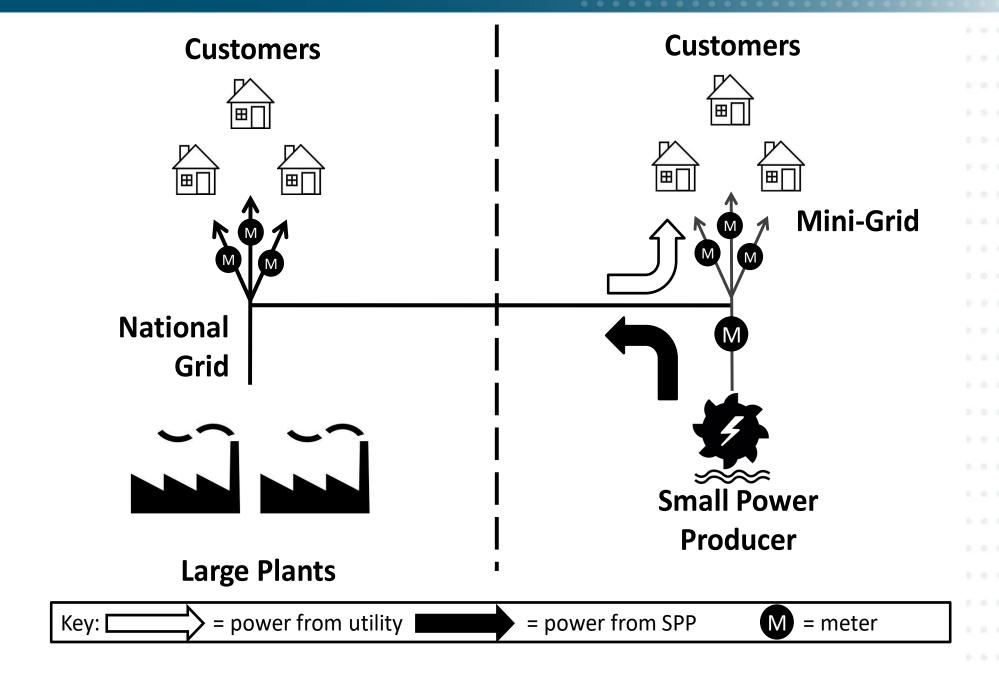


#### Cambodia: from isolated mini-grid to SPD

- >250 mini-grids became SPDs
- **Electricity Authority of Cambodia (EAC) put in place a** comprehensive program:
  - Long-term distribution licenses required... To acquire one a mini-grid must:
    - Invest in utility-quality distribution network
    - Extend network thru service territory
  - Grants and loans
  - Retail tariffs standardized and cross-subsidized for distribution franchisees.



## **Small Power Producer (SPP)**



## **Sri Lanka:** from isolated mini-grid to SPP (sometimes)

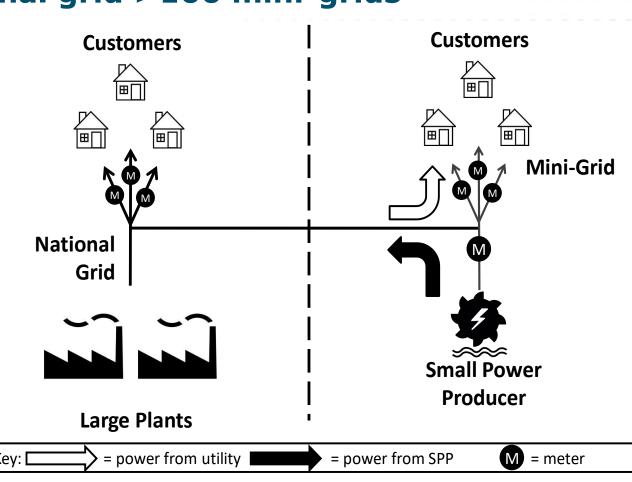
 >250 isolated community-owned hydropower built with financial support from GoSL, GEF and World Bank

+ With arrival of national grid >100 mini-grids

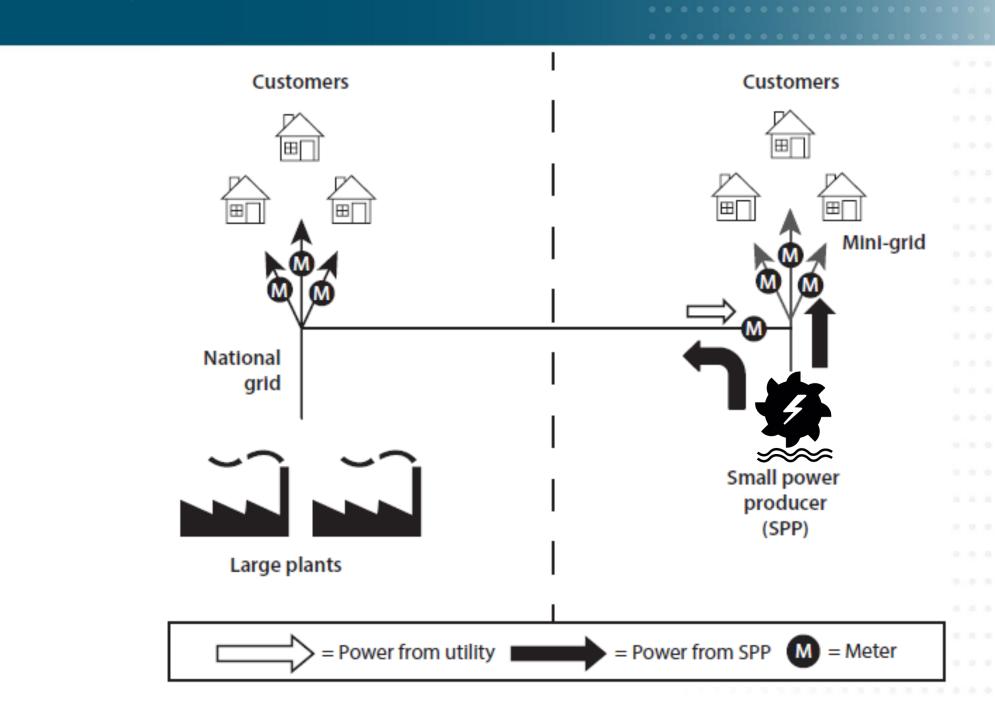
abandoned

+ Three projects: 12 to 45 kW converted to SPPs

- Five more in pipeline
- No longer provide retail sales to village

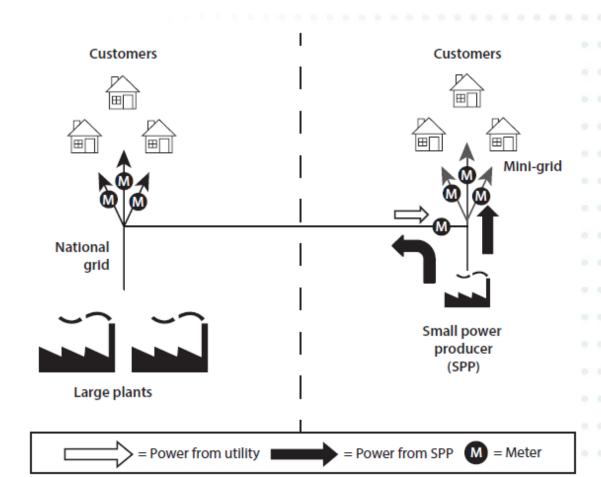


#### **Both SPP and SPD**

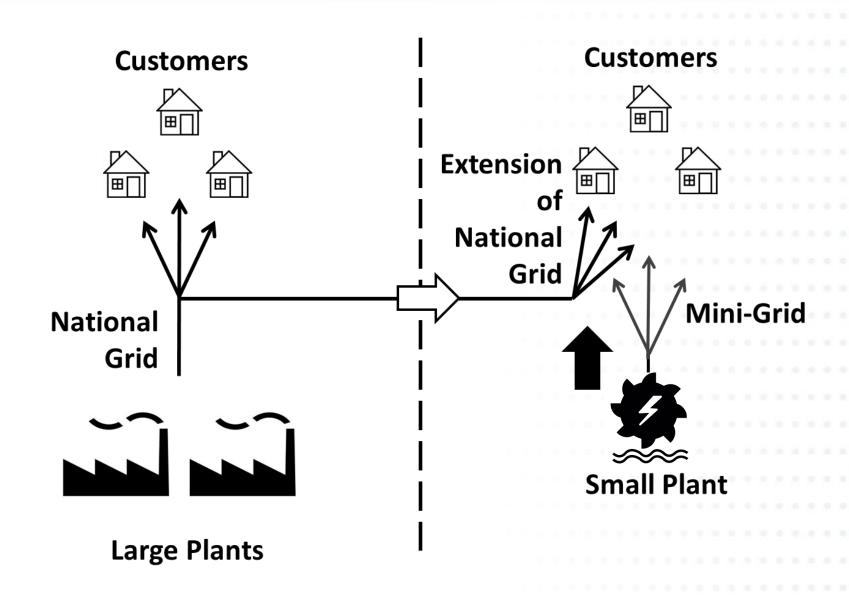


#### Indonesia: SPD + SPP

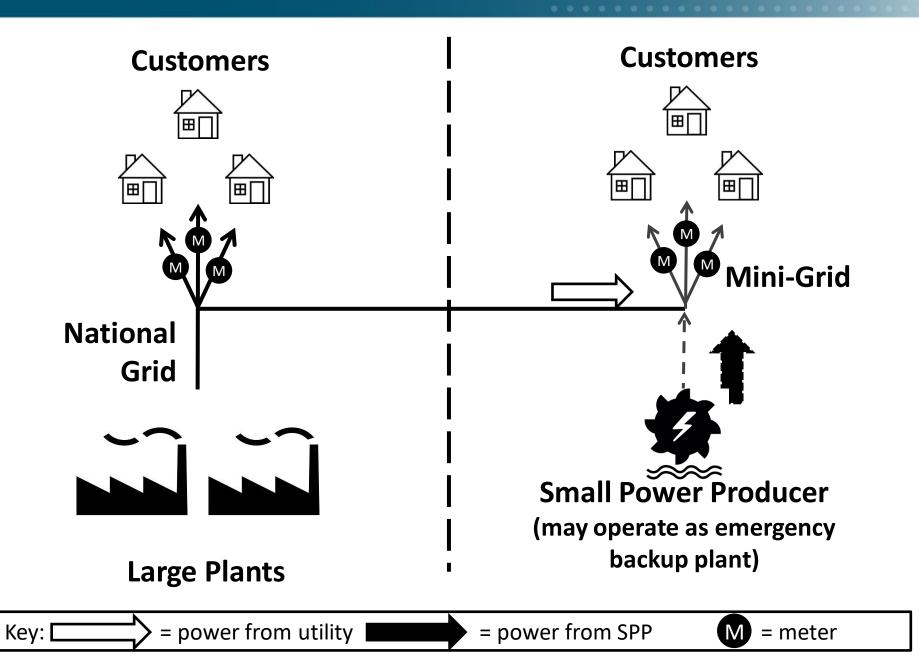
- + Of 200 community-owned mini-grids where national grid has arrived...
  - 150 abandoned, PLN takes over.
  - 9 have become SPPs/SPDs.
    - Sell all or some electricity to national grid



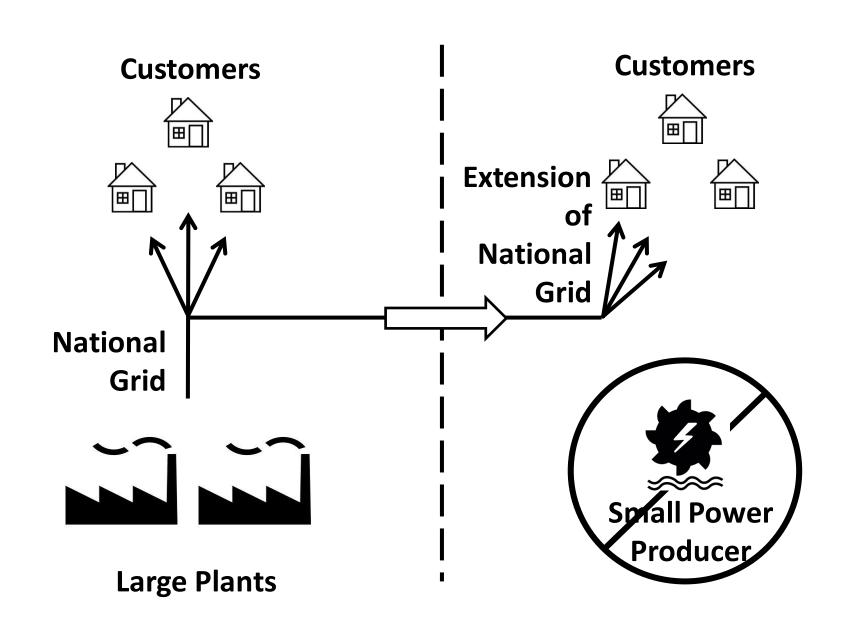
#### Co-existence



#### **Buyout**



#### **Assets abandoned**



#### Lessons

#### + Viable examples of formerly isolated village mini-grids connecting to main-grid exist...

- Hydropower able to remain financially viable selling wholesale to utility (Sri Lanka & Indonesia)
- Mini-grids with utility-grade distribution networks transitioning to small power distributors (Cambodia)

#### + ... but are rare

Most mini-grids abandoned when utility arrives

#### + Cost of interconnection depends on business model

e.g. SPP interconnection more costly than SPD

#### A Guidebook on Grid Interconnection and Islanded Operation of Mini-Grid Power Systems Up to 200 kW

Chris Greacen Richard Engel Thomas Quetchenbach

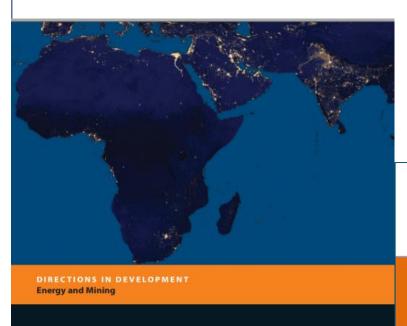


April 2013





tiny.cc/MG\_interconnect



#### From the Bottom Up

How Small Power Producers and Mini-Grids Can Deliver Electrification and Renewable Energy in Africa

> Bernard Tenenbaum, Chris Greacen, Tilak Siyambalapitiya, and James Knuckles



tiny.cc/BottomUp







December 2017 | Conference Edition

#### MINI-GRIDS AND ARRIVAL OF THE MAIN GRID

LESSONS FROM CAMBODIA, SRI LANKA, AND INDONESIA



tiny.cc/gridarrival

## Thank you

https://palangthai.wordpress.com/docs/



