

#### **Stirling Renewable Heat Project**





#### **Overview**

- Partner Introductions
- LCITP Overview
- Funding Overview
- Project Overview
- Local Benefits
- Opportunities & Impacts
- Challenges & Risks
- Future Expansion
- Transferability & Replication Opportunities
   LCITP ILES Funding Call





# **1. Partner Introductions**



Collaborative partnership with aligned vision towards decarbonisation of heat, waste management and delivery of decentralised energy solutions which do not compromise air quality.

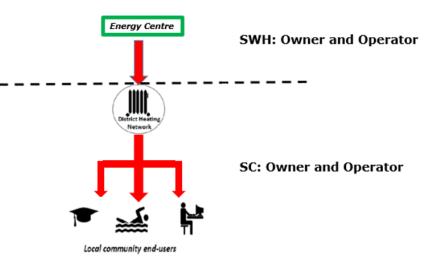


- Commercial subsidiary of Scottish Water aimed at developing opportunities and the sustainable development of Scottish Water assets
- Vast experience in delivery of renewable energy projects across Scottish Water estate: includes investment in solar, wind, hydro, biomass and biogas
- \* Owner and operator of energy centre





- Energy strategy (LHEES) focused on providing direct benefits to residents, communities and to businesses through low cost, renewable and low carbon energy as well as income generation/savings generation to the Council
- **\*** Owner and operator of district heating network



# **2. LCITP Overview**



**Project was initially included in City Development Framework** 

- Low Carbon Infrastructure Transition Programme Capital funding call for demonstrator projects, aligns directly with Scottish Government's Energy Strategy
- Joint EU and Scottish Government Fund which provides up to 50% total project capex
- Partnership bid with Scottish Water Horizons Stirling Council lead bid partner
- Match funding of 56% has been secured by Stirling Council and Scottish Water Horizons
- ✤ 3 stage technical and financial assessment panel, followed by independent due diligence process prior to grant award
- September 2018 deadline due to being EU funding



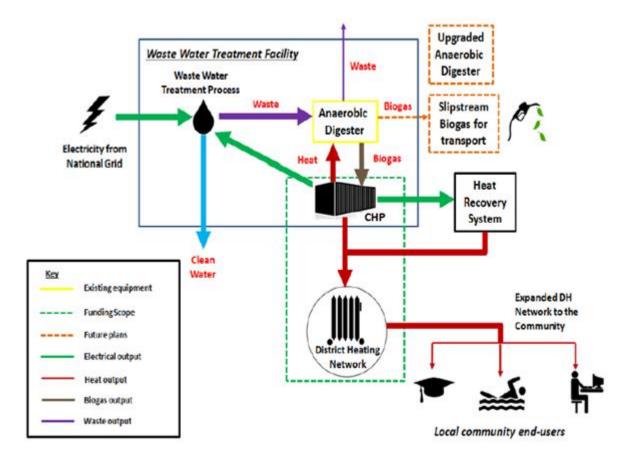
# **3. Funding Overview**



Match Funding Secured by Stirling Council and Scottish Water Horizons March Formal Offer of Grant Received 30<sup>th</sup> March 2017

#### Total Project Capex: £4,557,442

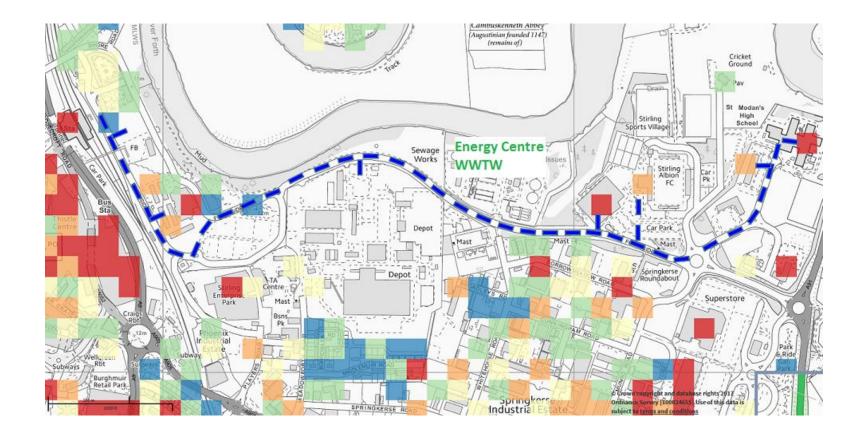
- LCITP Funded Portion: £1,995,331.50
- SHARC system not included in total ask due to RHI – cannot claim incentives if receiving grant offer)



# **4. Project Overview**



## Innovative Demonstration of Harnessing Energy from Waste and Carbon Neutral Biogas to Deliver Low Carbon & Renewable Affordable Heat with Negligible Air Quality Impact for the Local Community



#### **Proposed End Users:**

- ✤ St. Modan's HS (PPP)
- Enterprise House
- Forthbank Stadium and Conference Facilities
- ✤ The Peak Leisure Centre
- ✤ Library HQ
- ✤ The Barracks
- Civic Hub Development

## **5. Local Benefits**



#### Detailed Techno-Economic Engineering Feasibility Analysis Carried Out to Identify Local Financial & Environmental Benefits Resulting from Project



#### Investing in Infrastructure that Brings Direct Benefits to End Users:

- ~10% energy savings for end users
- Income generation investment in future network and/or community projects
- Added resilience for each end user no removal of existing systems
- Carbon reductions and associated CRC benefits; reputational benefits



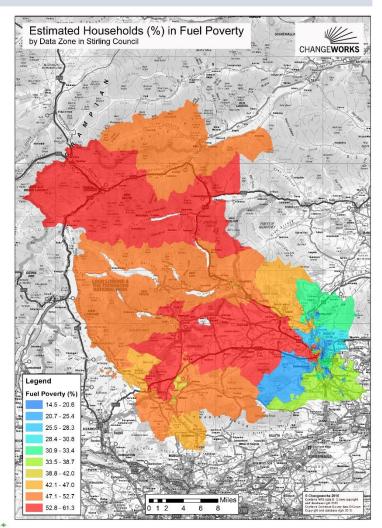
#### Local Opportunities:

- Opportunity for job creation and upskilling of local workers in low carbon and renewables
- a growing industry which Scotland has world leading targets in
- Potential for safeguarding jobs through regeneration and economic development of area
- Potential for replication across the Council area & Scotland to help target fuel poverty



#### Local Area Enhancement:

- Opportunity for energy system in community environments without impacting air quality
- Key in economic development and regeneration of area (with Forthside earmarked as new business "grow on space")



# **6. Opportunities & Impacts**



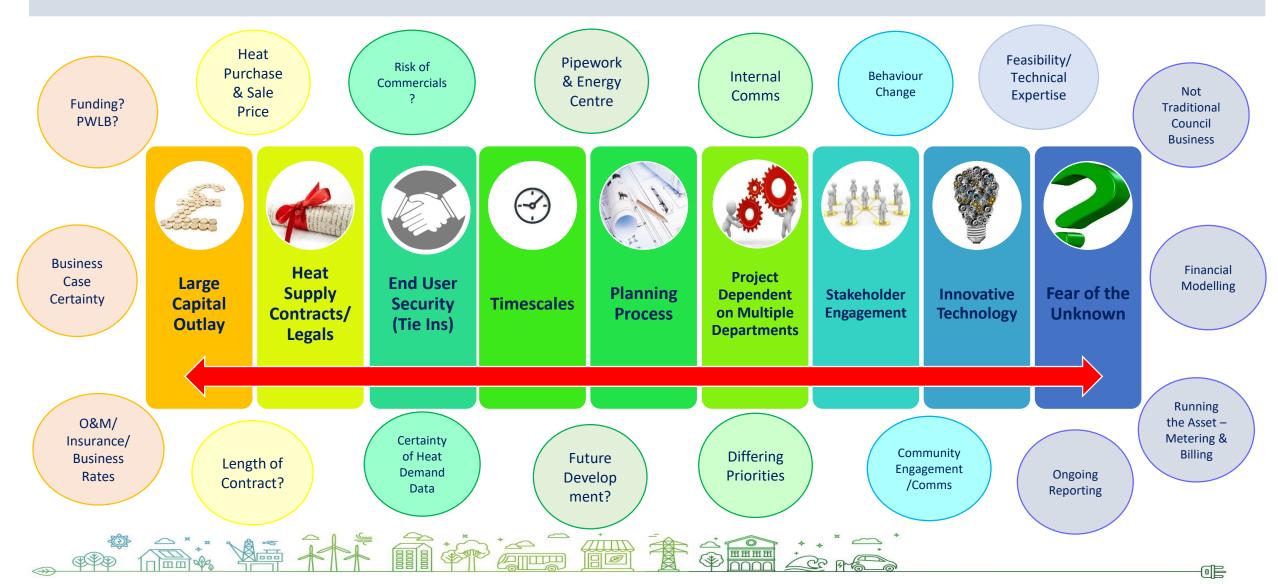
# Detailed Techno-Economic Engineering Feasibility Analysis Carried Out to Identify Local Financial & Environmental Benefits Resulting from Project

\$	Cost Savings	<ul> <li>Increase in efficiency and security of supply</li> <li>Reduced energy costs to end users predicted at 10%</li> <li>Reduced O&amp;M costs to end users</li> </ul>
<b>C0</b> 2	CO <sub>2</sub> Reduction	<ul> <li>Total of 1,030 tonnes CO<sub>2</sub> saved annually (reduction of 30%)         <ul> <li>54% due to decarbonisation of heat (going to the district heating network)</li> <li>46% due to decarbonisation of electricity (powering the Waste Water Treatment Works)</li> </ul> </li> <li>Suitable for urban environments/settlement areas</li> </ul>
	Waste Reduction	<ul> <li>Overall over 5GWh of waste energy recovered</li> <li>3GWh amount of waste converted to low carbon heat; 4GWh electricity</li> <li>2.6GWH amount of excess biogas used as fuel for heat and electricity generation</li> </ul>
~	Energy Saving Technologies	<ul> <li>Heat provided from decarbonised heat instead of carbon intense existing systems</li> <li>Overall energy consumption reduction – 2.5GWh annual reduction from whole scheme</li> </ul>
	Renewable Technologies	<ul> <li>Use of biogas (currently a waste product) as fuel to provide heat and power</li> <li>Aligns with Scottish Government Circular Economy vision and classed as renewable heat</li> </ul>

### 7. Challenges & Risks



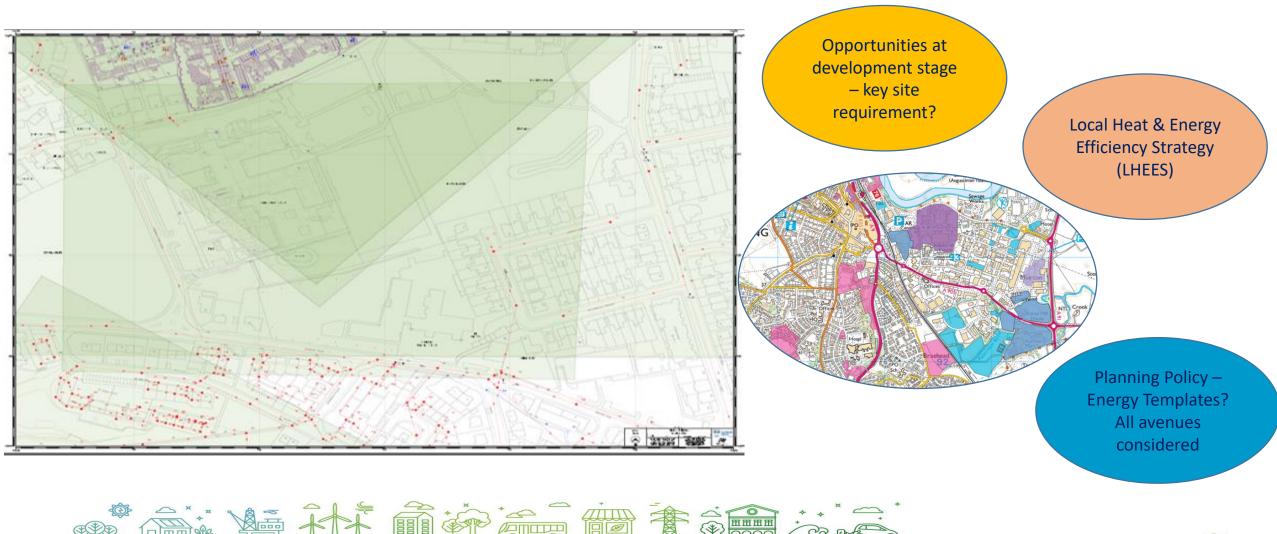
#### Steep learning curve but knowledge sharing and lessons learned will be key



### 8. Future Expansion



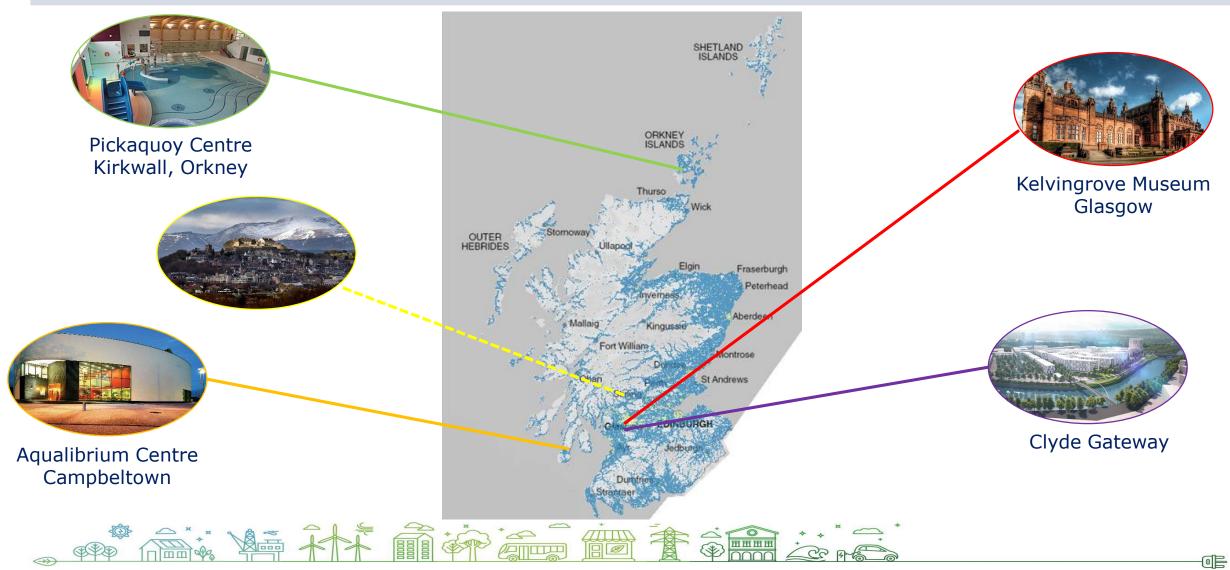
#### Opportunities both around the existing network and heat demand within the area as well as future development



## 9. Transferability & Replicability



### Potential across Scotland – both urban and rural as seen in range of LCITP projects: Bandwidth (Kelvingrove; Aqualibrium; Pickaquoy Centre) and Clyde Gateway Regeneration Area



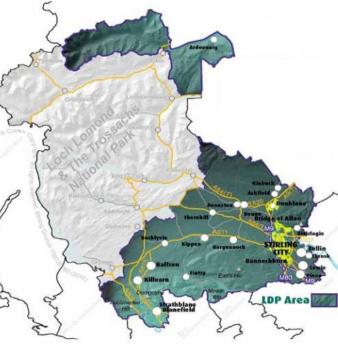
# **10. LCITP ILES – The Challenges**



Innovative Local Energy Solutions aimed at remote, rural and off gas grid communities. Aim to produce investment grade business case proposal by November 2018

#### **Challenges Across Rural Areas:**

- ✤ 9<sup>th</sup> largest LA (out of 32)
- Population density 109/sq. mile
- High levels of fuel poverty
- ✤ Large areas off gas grid lack of fuel choice
- Grid Constraints
- Geographical Constraints
- Large area within National Park (different Planning Authority)



#### Key Drivers for the Project:

- Alleviation of fuel poverty, which is found in higher levels in rural, off gas grid areas
- Ensuring energy security via a solution that is suitable for off gas grid application
- Implementation of renewable and low carbon technologies
- Adding resilience through the implementation of innovative solutions
- Scalable and replicable across Scotland

# **11. LCITP ILES – The Solution?**

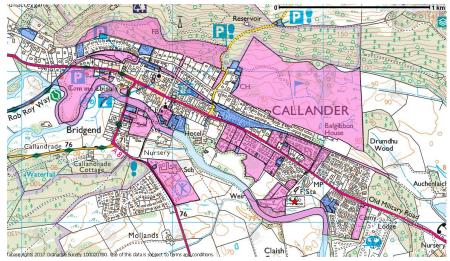


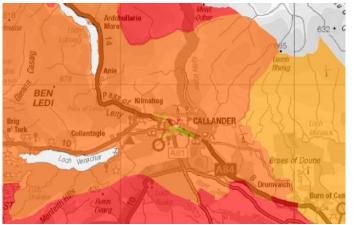
#### Innovative Local Energy Solutions aimed at remote, rural and off gas grid communities – Callander Local Energy Opportunity (CLEO) partnership project

#### Why Callander?:

- ✤ Rural community
- Within the National Park
- High levels of fuel poverty
- Concentrated areas of social housing
- ✤ Good pilot size
- Pro-active community (already got a community energy project) and had been looking into district heating project

 Council assets for heat load (High School, Leisure Centre, Primary School, depot)





#### **The Project:**

 Highlights rural scale of heat recovery using waste heat from WWTW process – existing infrastructure

- ✤ Potential to produce
- ~2.6GWh heat annually
- Opportunities for storage
- Resources time and money

(50% match funded with staff time)

 Community element – training opportunities &

- encourage businesses
- Investment Grade Business
   Case Proposal





