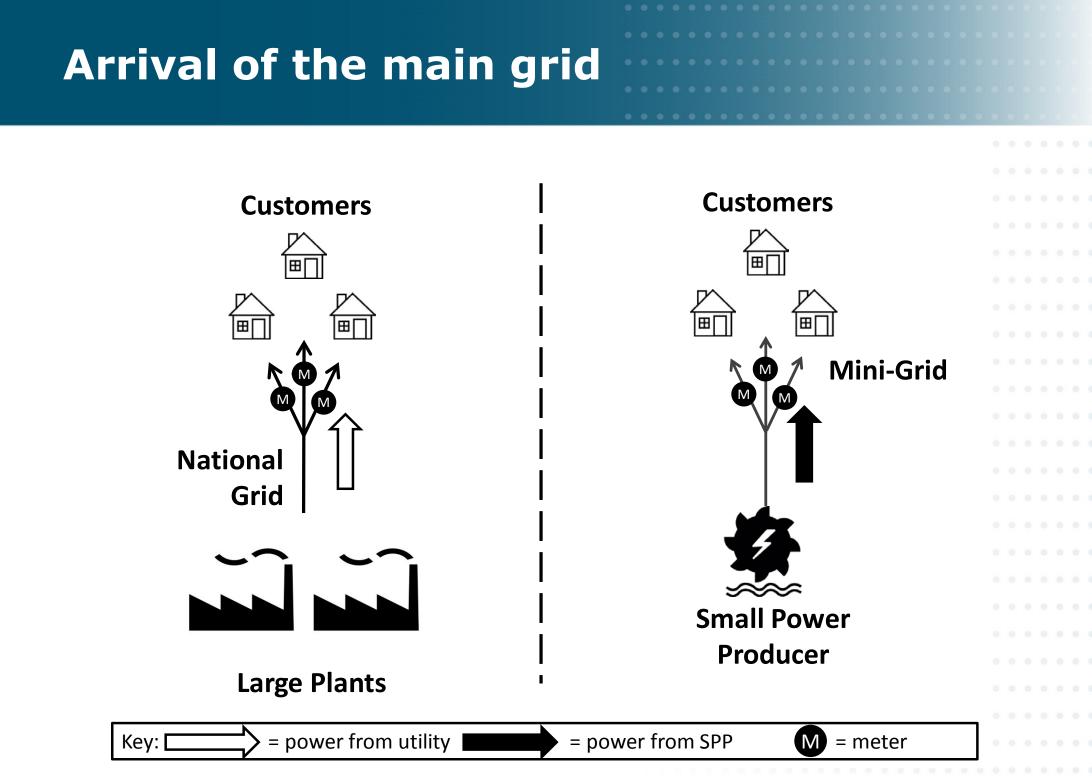
Mini-grids and the Arrival of the National Grid

**United Nations Foundation** How some off-grid renewable energy projects have adapted to grid arrival

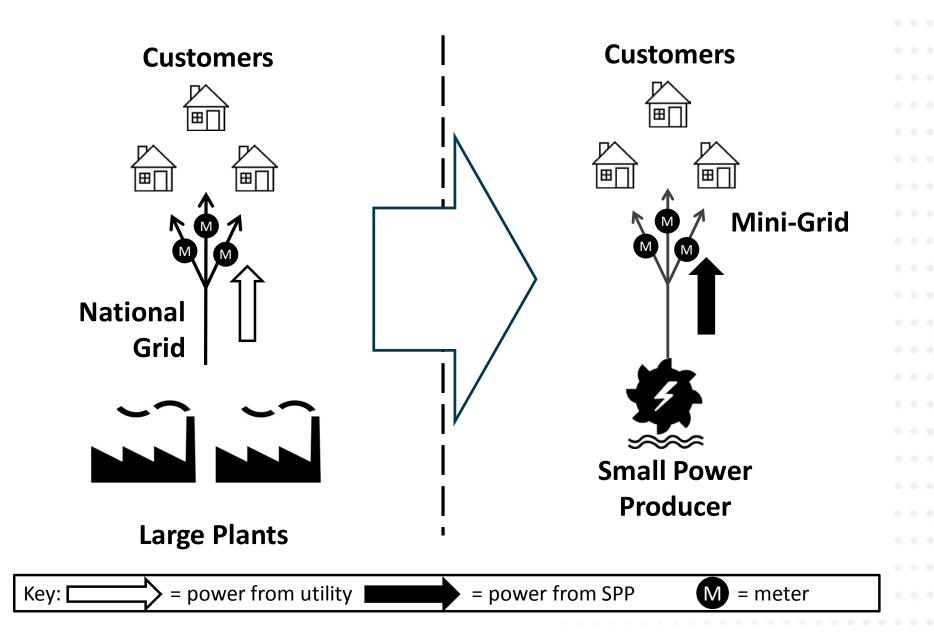
Chris Greacen18 July, 2018



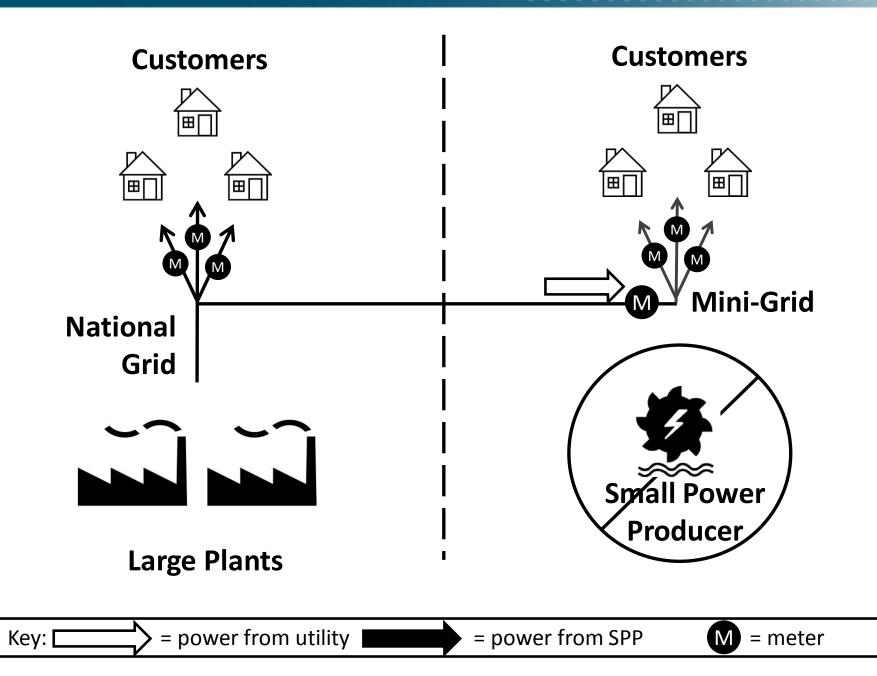
| Mini grid options after main grid | arrival of the   |
|-----------------------------------|------------------|
|                                   |                  |
| + Small Power Distribut           | tor (SPD)        |
| + Small Power Produce             | r (SPP)          |
| + Both SPD and SPP                |                  |
| + Separate systems in t           | the same village |
| + Buyout by utility               |                  |
| L Accete shandoned                |                  |
| + Assets abandoned                |                  |
|                                   |                  |
|                                   |                  |
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## Arrival of the main grid



## Small Power Distributor (SPD)

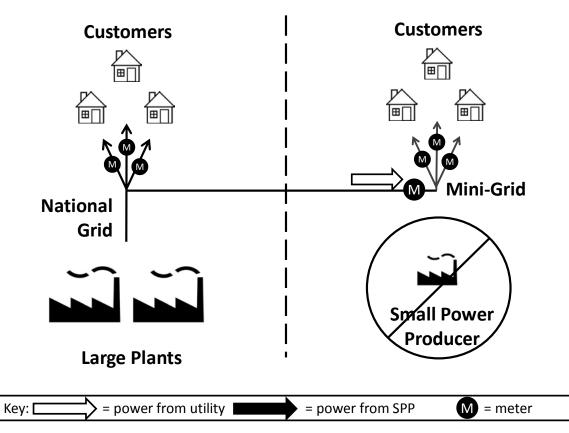


## **Cambodia: from isolated mini-grid to SPD**

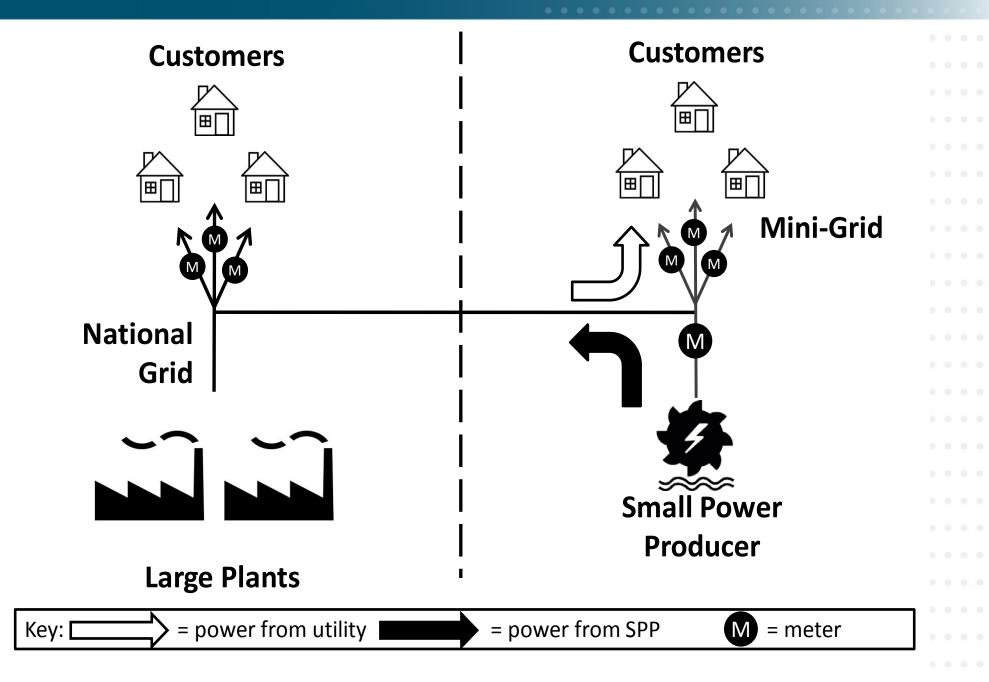
#### + >250 mini-grids became SPDs

## + 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.

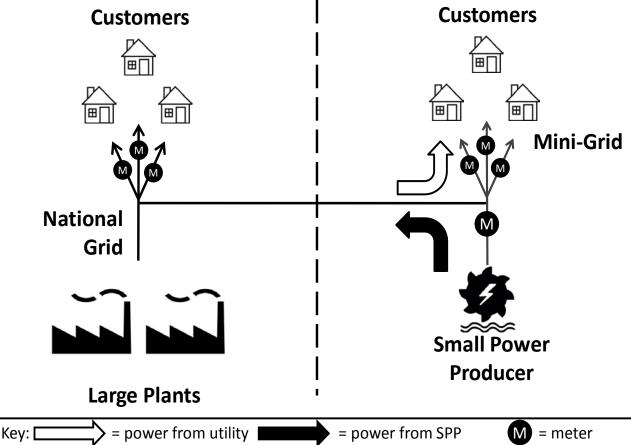


## Small Power Producer (SPP)

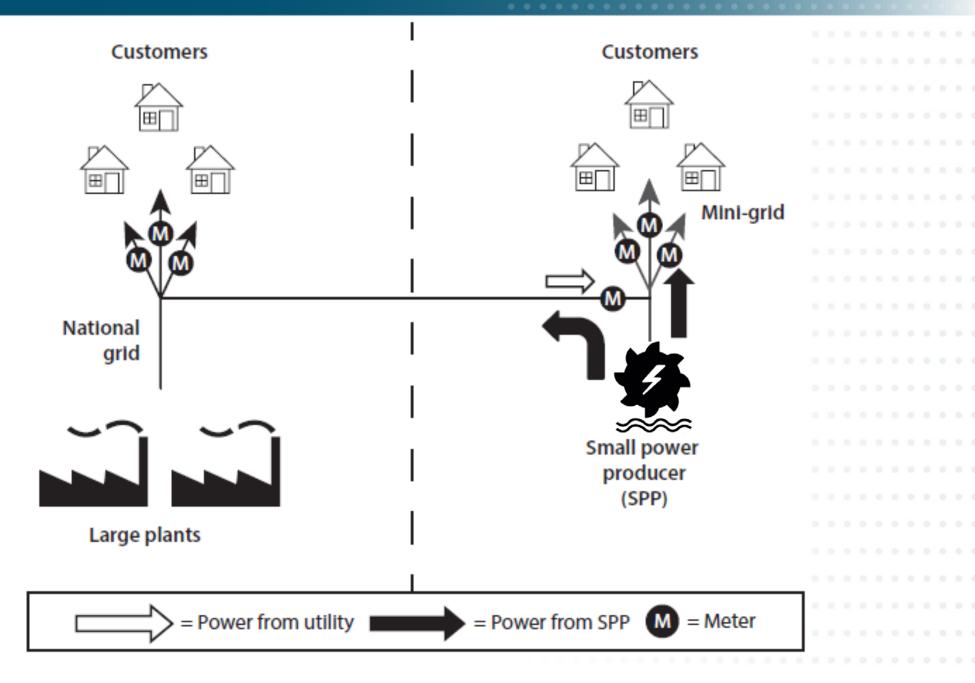


# **Sri Lanka:** from isolated mini-grid to SPP (sometimes)

- >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**

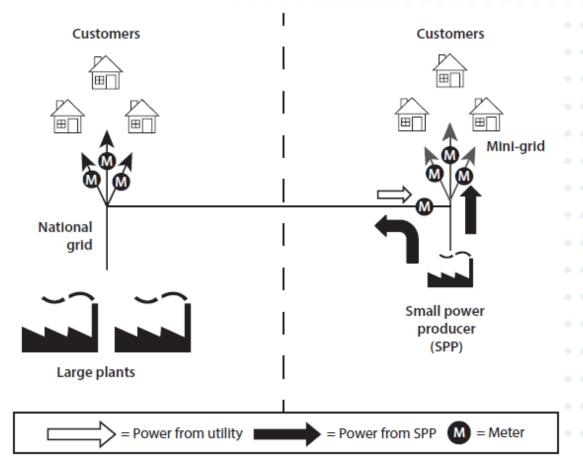


## Indonesia: SPD + SPP

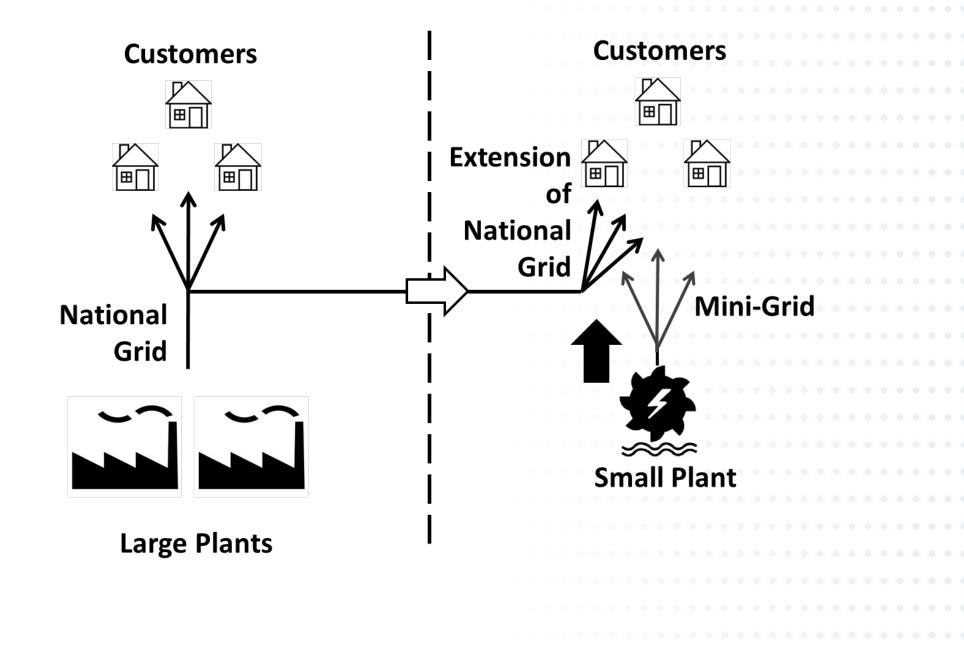
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## + Of 200 community-owned mini-grids where national grid has arrived...

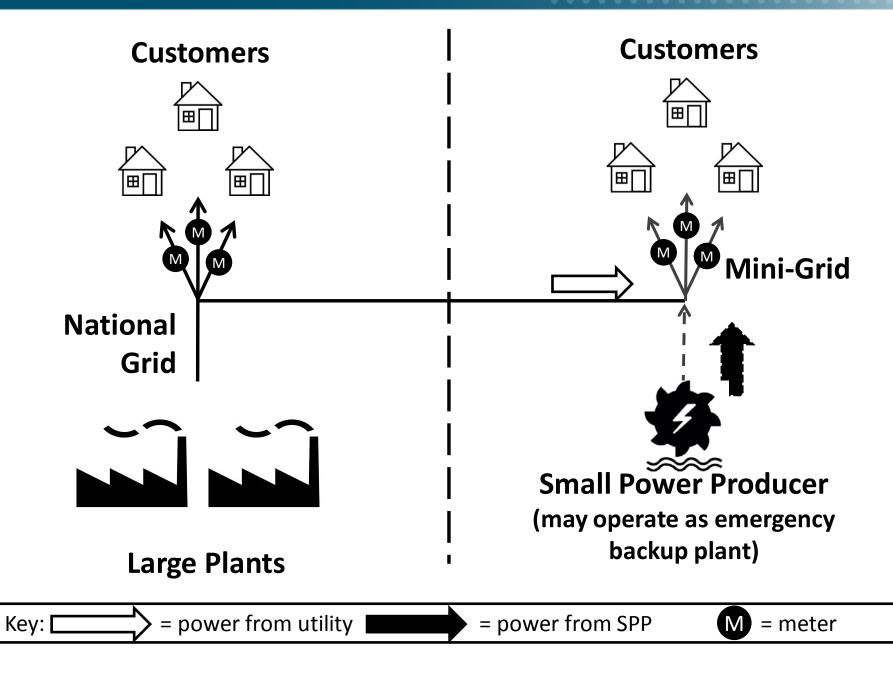
- 150 abandoned, PLN takes over.
- 9 have become SPPs/SPDs.
  - Sell all or some electricity to national grid



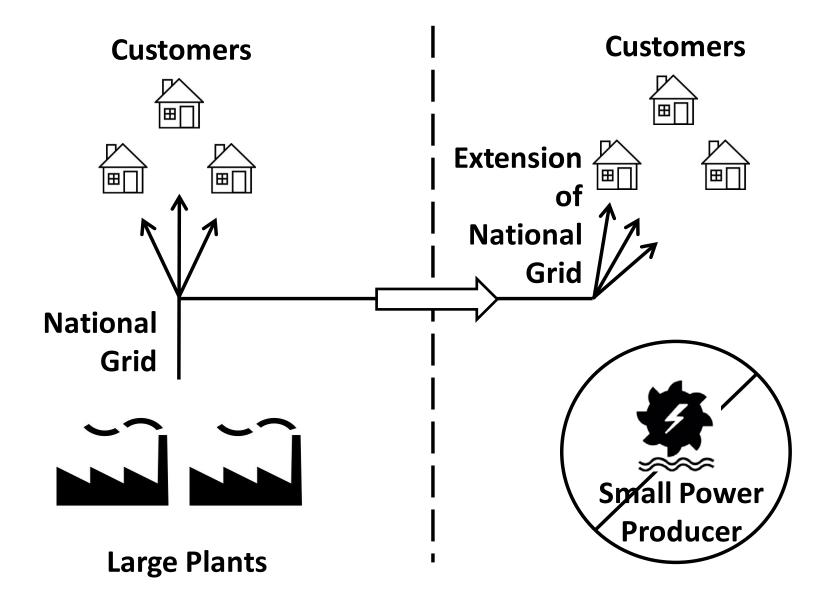
## **Co-existence**



### **Buyout**



## **Assets abandoned**





| • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • | • |  |  |  |
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#### 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



DIRECTIONS IN DEVELOPMENT Energy and Mining

#### 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

THE WORLD BANK

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December 2017 | Conference Edition

#### MINI-GRIDS AND ARRIVAL OF THE MAIN GRID LESSONS FROM CAMBODIA, SRI LANKA, AND INDONESIA



#### tiny.cc/gridarrival

| Thank you                  |                                       |
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