

Customer-Side Applications of NGK's NAS® Battery System

~ First Customer-Side U.S. Application ~ MTA Long Island Bus Terminal Garden City, NY

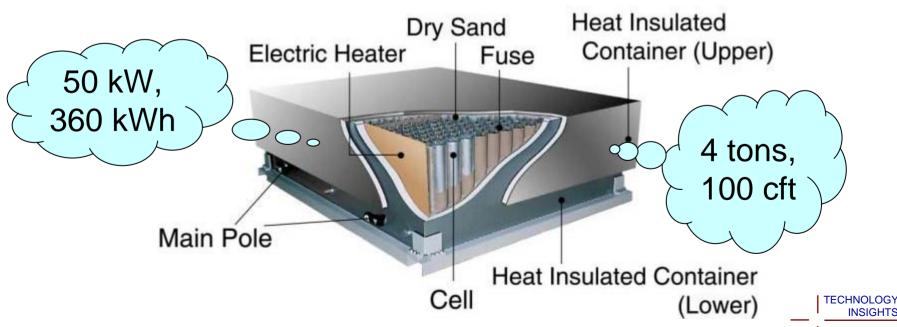
CEC/NYSERDA Emerging Technologies Conference

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What is NAS?

- It's a battery!
 - ➤ A sodium (Na) sulfur (S) → "NAS®" Battery
- ... for megawatt-scale applications!





What is NAS?

Jointly developed over two decades by Tokyo Electric Power Company (TEPCO) and NGK Insulators, Ltd., (NGK) for large utility, commercial and industrial users

- Commercial in Japan since 2002
- Over 130 projects in Japan (totaling 150 MW, 900 MWh)
- Two 1.2 MW, 7.2 MWh projects in the U.S.: AEP, Charleston, WV: June 26, 2006 NYPA, Garden City, NY: operational Dec 2006
- Largest to date: 8 MW, 58 MWh for Hitachi,
- Next large plant: 30 MW, 216 MWh for Tohoku area (wind farm stabilization, generation shifting)



What Can NAS Do For Energy Users?

Today's Energy User Needs . . .

- Lower Electricity Bills
- Improved Power Quality
 power for automation, communications
- **Higher Reliability →** power for use in emergencies
- "Friendly" Power → power with less noise, pollution, maintenance

NAS is able to ...

- Reduce Electric Bills
 - Peak Shaving (use lower cost off-peak electricity)
- Mitigate Power Disturbances (cycles)
 - Power Quality Equipment
- Increase Reliability (hours)
 - Standby Power
- Reduce Environmental Intrusion

TECHNOLOGY INSIGHTS



NAS Advantages Over Gensets & Other Batteries Include. . .

Less Intrusion on the Environment (and Management)

- ➤ No Emissions (no fuel issues), Virtually Silent
- Easier Siting, Shorter Lead Time
- Small Footprint (due to high energy/power density)

Lower Operation & Maintenance (O&M) Costs

- Efficient, Long Service Life
- Hermetically Sealed Cells, Modular Construction
- Solid State Electronics

More Versatile

- Peak Shaving, Backup Power, and PQ Event Mitigation
- Instantaneous, Precise Response
- Readily Relocated



Distribution in Japan: Utility Market Channel

Utilities In Japan Offer Sales/Leasing Services **NAS System Suppliers** (NGK, et. al.) Installation, O&M & Monitoring **Lease Contract** Customer (10-15 years) TEPCO, et. al. **Service Fee**



Customer Applications in Japan

Case 1. Subway Facility [14.9 MW (peak), 60,000 MWh/y]

- 300,000 passengers/day
- Application: Peak Shaving

Case 2. Casino (Boat Racing) Complex [4.4 MW, 5,200 MWh/y]

- > 9,000 seats
- Application: Power Quality, Reliability, Peak Shaving

Case 3. Office Building [650 kW, 1,400 MWh/y]

- Government Offices
- Application: Peak Shaving, Emergency Power

Case 4. Fujitsu – Semiconductor Manufacturer

- Highly automated, PQ sensitive, manufacturing
- Application: PQ Event Mitigation, Peak Shaving



Customer Applications in Japan: Subway Facility

Subway Facility Application

NAS Installation: 1,000kW,
 Peak Shaving,
 1,000kW ×~ 7h per day



Benefits

Peak Period Load Reduction:

14,900 kW \rightarrow 13,700 kW (\triangle 1,200kW)

Electric Bill Reduction

\$ 7.4 million /y \rightarrow \$ 6.9 million /y (\blacktriangle 6.7 %)





Customer Applications in Japan: Casino (Boat Racing) Complex

Casino (Boat Racing) Application

NAS Installation: 2,000 kW
 Peak Shaving
 Lighting System Reliability
 (for night racing)
 2,000kW ×~ 7h per day



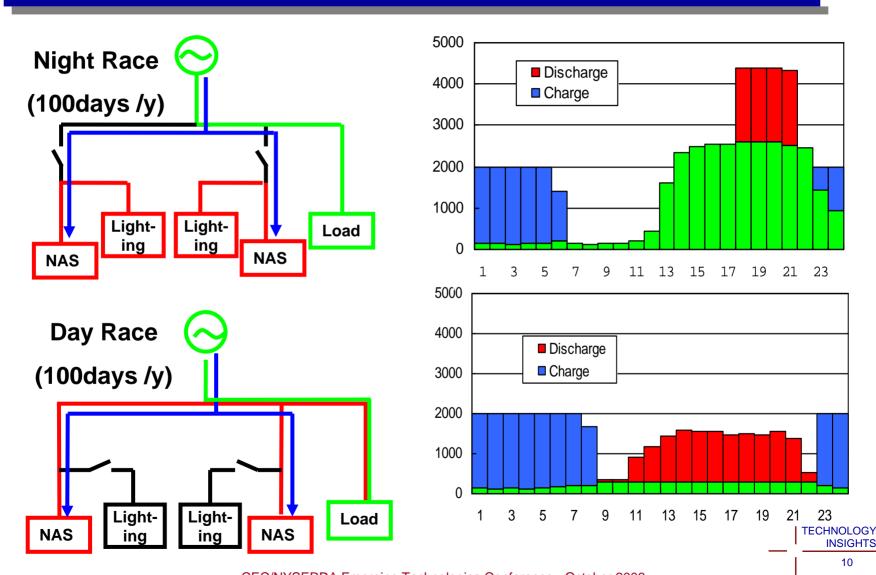
Benefits

- Peak Period Load Reduction:
 4,400 kW → 2,600 kW (▲1,800 kW)
- Electric Bill Reduction: \$ 1,170,000 /y → \$ 842,000 /y (▲28%)





Customer Applications in Japan: Casino (Boat Racing) Complex





Customer Applications in Japan: Government Office Building

Office Building Application

NAS: 500 kW
 Peak Shaving, Backup Power
 500 kW ×~ 7h per day

Benefits

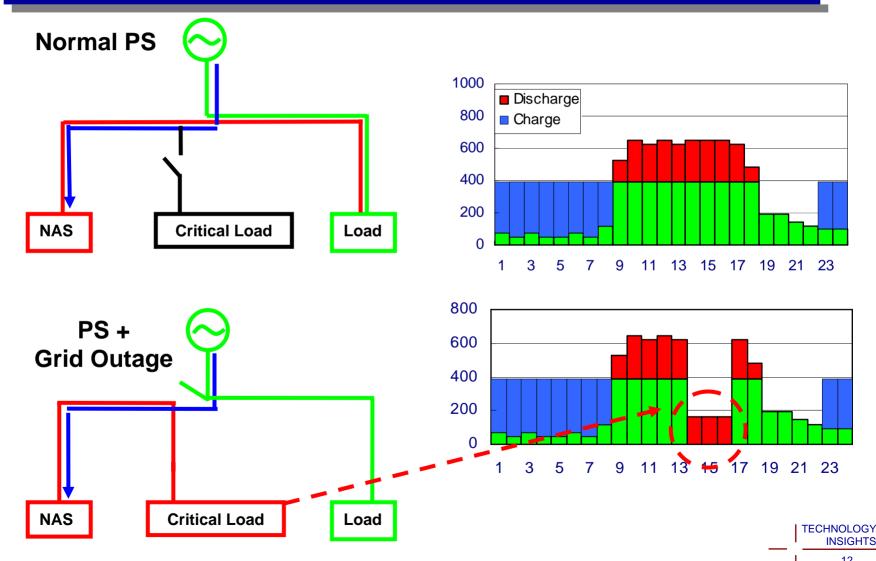
- Peak Period Load Reduction:
 650 kW → 400 kW (▲ 250 kW)
- Electric Bill Reduction: \$ 255,000 /y → \$ 196,000 /y (▲23%)







Customer Applications in Japan: Government Office Building





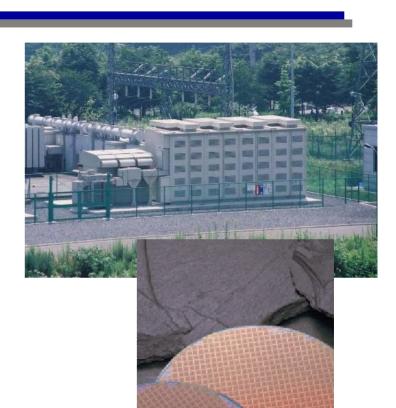
Customer Applications in Japan: Fujitsu Semiconductor Manufacturer

Representative Fujitsu Semiconductor Manufacturing

- NAS: 3000 kW (PQ) / 1000 kW (PS)
 PQ Protection, Peak Shaving 3,000 kW × 13.5 sec, 20 ms transfer*
 1,000 kW ×~ 7h per day
- Seven Installations at Two Factories

Benefits

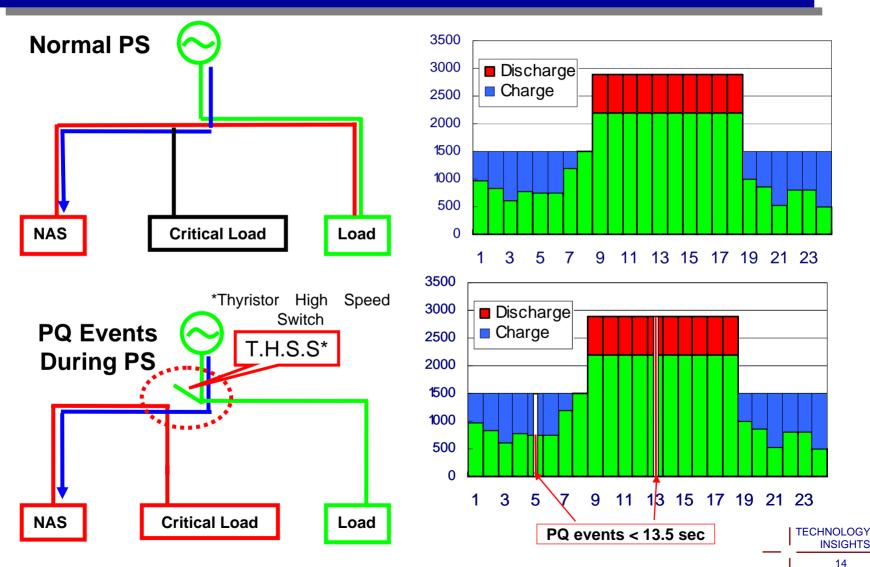
- Avoided Process Trip on PQ Events (voltage sags, momentary outages)
- Peak Period Load Reduction:
 ▲ 1000 kW



^{*} Load transfer to NAS within 1 cycle



Customer Applications in Japan: Fujitsu Semiconductor Manufacturer





MTA Long Island (LI) Bus Terminal – Status

- Fleet of 220 compressed natural gas (CNG) buses
- Three 600 HP electric natural gas fueling compressors
- Currently fueled off peak to avoid high demand charges
- Served by dedicated LI Power Authority (LIPA) feeder

Project Goals & Objectives

- ➤ Reduce demand charges, eliminate 3rd shift
- Increase backup power for entire facility
- Reduce peak demand on heavily loaded utility grid
- Demonstrate long term, commercial environment, high efficiency energy storage operation



LI-Bus Project Team

NYPA - Project Implementation

MTA/LI Bus - Host site, end user

NGK - NAS battery manufacturer

ABB - Power conversion system, controls

& integration

Hawkeye - Site contractor, equipment Installation

DOE/NYSERDA - Performance monitoring

EPRI - Technical Expertise, Co-funding



LI Bus Project Site, Garden City, NY





LI-Bus Application

NAS: 1200 kW (peak)
 Peak Shaving, Backup Power
 1000 kW (nominal) ×~ 7h per day



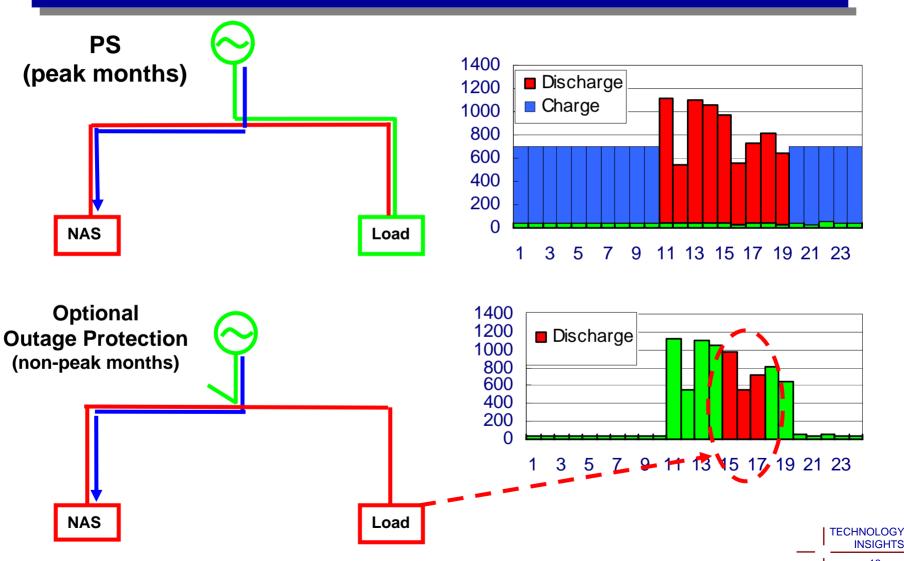
Benefits: (target)

Peak Period Load Reduction: NAS Install
 1200 kW (peak) → 40 kW (▲ 1150 kW) (Oper (during peak months)

NAS Installation at LI-Bus (Operational, Dec 2006)

 Grid Outage Protection: (during non-peak months)







NAS Poised for Global Deployment

- Performance, reliability and safety amply demonstrated in a range of utility, commercial and industrial settings
 - Multi-megawatt installations typical
 - > 10 MW "building blocks" planned
- Prototype commercial manufacturing plant ready for expansion