Good practice in Scottish social housing: energy, poverty, people and A.I.

NEIL CLAPPERTON CHIEF EXECUTIVE Grampian Housing Association





Practice and Innovation

- Why is energy a problem in Scotland?
- Action hierarchy
 - People and the building envelope
 - Heat and power, market intervention
 - Eco-bling
- Getting smart about energy

– Demand management, storage and A.I.

Energy Poverty in Scotland?



1500's solid wall



1950's concrete solid wall



Energy Poverty in Scotland



ECO-Bling Energy Market Poverty Intervention **Actions** Low carbon Cheaper, efficient energy sources **Behaviour change** Insulating the envelope **Reduce demand**

It's about People

- Habits, loyalty and expectations
- Advice changing behaviours
- A person-centred approach
 - Islander has fuel bills quadrupled by improvements
 - Pensioner in granite tenement beats new build standards using common sense
- Theoretical targets don't always work

Insulation & Heating

- A landlord's greatest tool
- The challenge of 19th century granite tenements, castles and 1950's houses
- Reliance on gas
 - Capital cost, regulatory bureaucracy, maintenance money pit, and a fossil fuel
 - But 4.6p kwh vs 12p kwh for electric heating
 - An impasse?

Energy Supply Chain Intervention





Image courtesy of SP Energy Networks

Co-operative power





What were we hoping to achieve?

Reduce fuel poverty

NUMPER OF STREET

- Address market inequities: meters & areas
- **Deliver** excellent service & innovate
- Socialise benefits of renewable generation

Demand Aggregation (Cunninghame Housing Association)



Introducing Sunamp Heat Batteries

Sunamp Heat Batteries are probably the world's most energy efficient Thermal Stores.

And they're certainly the most compact, packing in three to four times more Energy Density than hot water tanks.

High power (>30 kW per cell) means high flow rate hot water and heating on demand is assured.

Very reliable and safe. Non toxic, non flammable, >26000 cycles proven, 10 year warranty as standard (longer negotiable).

A Made-in-Scotland product enabling new solutions for energy efficiency, and fuel poverty reduction.

Is there a 21st Century Solution?

- What if we brought together ... ?
 - Our Power market intervention
 - Eco-bling PV, air sourced heat pumps
 - Domestic scale storage batteries
 - Aggregation of demand, generation & storage
- Then add Artificial Intelligence ... ?
 - Balancing and supply: domestic and regional
 - Energy as a service
 - A human interest in gaming the system

Solo business model

- Solo offers free battery and V2G charger installation in homes and businesses across the grid
- FlexiGrid aggregation platform centrally controls distributed assets as a Virtual Power Plant
- facilitate greater use of local renewable generation by balancing supply / demand
- partner with energy suppliers to offer low cost 100% renewable supply
- blockchain-based P2P energy trading platform to share excess local generation.
- goal lower energy bills and transition to 100% renewables

FlexiGrid aggregation platform

typical VPP charging profile - summer

problem? poportunity

UK Demand vs Spot Price (24 hour period)

- Wholesale electricity prices are volatile, often varying by a factor of <u>10x</u> or more within a day in spot / prompt markets
- Volatility increasing peak demand drives prices up; peak renewable generation drives prices down
- Solo's disruptive energy supplier business model uses **demand-side energy storage to create a customer-base with entirely flexible demand** allowing us to **shift supply to periods of low price / peak renewable generation**

And in the future ... ?

- JVs Linking local renewable generation to communities via housing associations
- Affordable housing as a utility bundle – heat, power, broadband, phone and rent
- Add EV's and triple domestic capacity
- Democratise energy?
- Solve the renewable energy problem
- Cut my maintenance spend

In conclusion ...

- It has to be very person centred
- Action hierarchy counts
 People and the building envelope first
- We need to get smart about energy
 - If quasi-market, HAs can use PV, storage and balancing to create a virtual power station, and game the energy market;
 - If no market, demand that state monopolies help