## JCM Proposed Methodology Form

# Cover sheet of the Proposed Methodology Form

Form for submitting the proposed methodology

Host Country	Republic of Chile	
Name of the methodology proponents	Institute for Global Environmental Strategies	
submitting this form		
Sectoral scope(s) to which the Proposed	1. Energy industries (renewable-/non-	
Methodology applies	renewable sources)	
Title of the proposed methodology, and	Installation of Solar PV System and Storage	
version number	Battery System, Version 01.0	
List of documents to be attached to this form	The attached draft JCM-PDD:	
(please check):	Additional information	
Date of completion	29/07/2020	

History of the proposed methodology

Version	Date	Contents revised
01.0	29/07/2020	First Edition

# A. Title of the methodology

Installation of Solar PV System and Storage Battery System, Version 01.0

# **B.** Terms and definitions

Terms	Definitions	
Solar photovoltaic (PV) system	An electricity generation system which converts sunlight	
	into electricity by the use of photovoltaic (PV) modules.	
	The system also includes ancillary equipment such as	
	inverters required to change the electrical current from	
	direct current (DC) to alternating current (AC).	
Storage battery system	The storage battery system which is consisted of power	
	converter(s) and connected group of battery cell charges	
	and discharges itself by converting electrical energy into	
	chemical energy.	
Energy Management System	A computer-based system which monitors, controls, and	
(EMS)	optimizes the amount of electricity supplied.	

# C. Summary of the methodology

Items	Summary	
GHG emission reduction	Displacement of grid electricity and/or captive electricity by	
measures	installation and operation of solar PV system(s) and storage	
	battery system(s).	
Calculation of reference	Reference emissions are calculated on the basis of the amount	
emissions	of the electricity displaced by the project multiplied by either:	
	1) conservative emission factor of the grid, or 2) conservative	
	emission factor of the captive diesel power generator.	
Calculation of project	Project emissions are the emissions from the solar PV system(s)	
emissions	and the storage battery system(s), which are assumed to be zero.	
Monitoring parameters	The quantity of the electricity generated by the project solar PV	
	system(s), the quantity of the net electricity which the project	
	EMS supplies to the regional grid or captive power generator	

which is displaced by the project solar PV system, and charge	
and discharge amounts of the storage battery system(s) as	
necessary depending on the selected option for calculation of	
reference emissions.	

### **D.** Eligibility criteria

his methodology is applicable to projects that satisfy all of the following criteria.		
Criterion 1	The solar PV system(s) and storage battery system(s) are newly installed or	
	installed to replace existing storage battery system(s).	
Criterion 2	The PV modules are certified for design qualifications (IEC 61215, IEC	
	61646 or IEC 62108) and safety qualification (IEC 61730-1 and IEC 61730-	
	2).	
Criterion 3	The equipment to monitor output power of the solar PV system(s) and	
	irradiance is installed at the project site.	
Criterion 4	In the case of replacing existing storage battery system(s), a plan is prepared	
	in which mercury used in the existing storage battery system(s) is not released	
	to the environment. Execution of the prevention plan is checked at the time of	
	verification, in order to confirm that mercury used for the existing one	
	replaced by the project one is not released to the environment.	

This methodology is applicable to projects that satisfy all of the following criteria.

#### E. Emission Sources and GHG types

Reference emissions		
Emission sources GHG types		
Consumption of grid electricity and/or captive electricity CO <sub>2</sub>		
Project emissions		
Emission sources	GHG types	
Generation of electricity from the solar PV system(s)	N/A	

#### F. Establishment and calculation of reference emissions

#### F.1. Establishment of reference emissions

The default emission factor is set in a conservative manner for the Chilean regional grids: the

National Electricity System (SEN), the Aysén system, and the Magallanes system.

The emission factor is calculated based on the conservative operating margin that reflects on the latest electricity mix including low cost/must run resources for each regional grid in Chile during 2016-2018 and refers to the conservative emission factor of each fossil fuel power plant in order to secure net emission reductions. The conservative emission factor of each plant is calculated to be 0.826 tCO<sub>2</sub>/MWh for coal-fired power plant and 0.364 tCO<sub>2</sub>/MWh for gas-fired power plant based on the survey on heat efficiency of power plant in Chile. The emission factor for diesel power plant is calculated to be 0.533 tCO<sub>2</sub>/MWh based on a default heat efficiency of 49%, an efficiency level which is above the value of the world's leading diesel power generators.

In case the solar PV system(s) in a proposed project activity is directly connected or connected via an internal grid, not connecting to a captive power generator, to a regional grid (PV Case 1), the value of operating margin including LCMR resources, using the best heat efficiency among currently operational plants in Chile in calculating emission factors of fossil fuel power plants, is applied. The emission factors to be applied in this case are shown as "PV Case 1" in section I of this methodology.

In the case the solar PV system(s) in a proposed project activity is connected to an internal grid connecting to both a regional grid and a captive power generator (PV Case 2), the lower value between emission factors shown as "PV Case 1" in section I of this methodology and the conservative emission factor of diesel-fired power plant of 0.533 tCO<sub>2</sub>/MWh is applied. The emission factors to be applied in this case are shown as "PV Case 2" in section I of this methodology.

In the case that the solar PV system(s) in a proposed project activity is connected to an internal grid only connecting to a captive power generator (PV Case 3), the emission factor of a diesel generator calculated by applying the heat efficiency of 49%, an efficiency level which is above the value of the world's leading diesel generator, which is set to 0.533 tCO<sub>2</sub>/MWh, is applied.

The emission factors to be applied in each case are shown in Section I. Data and parameters fixed ex ante of this methodology.

#### F.2. Calculation of reference emissions

For calculation of reference emissions, either Option1, Option2, Option3-1, Option3-2 or Option4 is selected in line with the monitoring parameters which can be monitored.

Option1:

$$RE_{p} = \sum_{i,j} \{EG_{i,p} \times (1 - LR_{j,p})\} \times EF_{RE}$$

- $RE_p$  : Reference emissions during the period p [tCO<sub>2</sub>/p]
- $EG_{i,p}$ : Quantity of the electricity generated by the project solar PV system *i* during the period *p* [MWh/p]
- $LR_{j,p}$ : Loss ratio of charge and discharge on the project storage battery system *j* during the period *p* [-]
- $EF_{RE}$  : Reference CO<sub>2</sub> emission factor for the project system [tCO<sub>2</sub>/MWh]
  - : Identification number of project solar PV system
  - : Identification number of the project storage battery system

Option2:

i

i

$$RE_{p} = \sum_{i,j} \{EG_{i,p} - EC_{i,j,p} \times LR_{j,p}\} \times EF_{RE}$$

- $RE_p$  : Reference emissions during the period p [tCO<sub>2</sub>/p]
- $EG_{i,p}$ : Quantity of the electricity generated by the project solar PV system *i* during the period *p* [MWh/p]
- $EC_{i,j,p}$ : Quantity of the electricity charged by the project solar PV system *i* to the project storage battery system *j* during the period *p* [MWh/p]
- $LR_{j,p}$ : Loss ratio of charge and discharge on the project storage battery system *j* during the period *p* [-]
- $EF_{RE}$ : Reference CO<sub>2</sub> emission factor for the project system [tCO<sub>2</sub>/MWh]

Option3-1 (In case the project storage battery system(s) is only charged by the project PV system(s)):

$$RE_{p} = \sum_{i,j} \{EG_{i,p} - EC_{i,j,p} + ED_{j,p}\} \times EF_{RE}$$

RE<sub>p</sub> : Reference emissions during the period *p* [tCO<sub>2</sub>/p]
EG<sub>i,p</sub> : Quantity of the electricity generated by the project solar PV system *i* during the period *p* [MWh/p]

- $EC_{i,j,p}$ : Quantity of the electricity charged by the project solar PV system *i* to the project storage battery system *j* during the period *p* [MWh/p]
- $ED_{j,p}$ : Quantity of the electricity discharged from the project storage battery system *j* during the period *p* [MWh/p]
- $EF_{RE}$  : Reference CO<sub>2</sub> emission factor for the project system [tCO<sub>2</sub>/MWh]

Option3-2 (In case the project storage battery system(s) is charged by electricity sources including the project solar PV system(s)):

$$RE_{p} = \sum_{i,j} \{ EG_{i,p} - EC_{i,j,p} + ED_{j,p} \times EC_{i,j,p} \div ECA_{j,p} \} \times EF_{RE}$$

- $RE_p$  : Reference emissions during the period p [tCO<sub>2</sub>/p]
- $EG_{i,p}$ : Quantity of the electricity generated by the project solar PV system *i* during the period *p* [MWh/p]
- $EC_{i,j,p}$ : Quantity of the electricity charged by the project solar PV system *i* to the project storage battery system *j* during the period *p* [MWh/p]
- $EF_{RE}$  : Reference CO<sub>2</sub> emission factor for the project system [tCO<sub>2</sub>/MWh]
- $ED_{j,p}$ : Quantity of the electricity discharged from the project storage battery system *j* during the period *p* [MWh/p]
- $ECA_{j,p}$ : Quantity of the electricity charged by all electricity sources to the project storage battery system *j* during the period *p*[MWh/p]

Option4 (In case an EMS manages the quantities of electricity which the project solar PV system(s) supplies to the EMS, electricity which the EMS charges the project storage battery system(s), electricity which the project storage battery system(s) discharges to the EMS and electricity which the EMS supplies to the electricity system displaced by the project):

$$RE_p = \sum_{i,k} NEG_{i,k,p} \times EF_{RE}$$

k

 $RE_p$  : Reference emissions during the period p [tCO<sub>2</sub>/p]

NEG<sub>i,k,p</sub>: Quantity of the net electricity which the project EMS k supplies to the regional grid or captive power generator which is displaced by the project solar PV system i during the period p [MWh/p]

 $EF_{RE}$  : Reference CO<sub>2</sub> emission factor for the project system [tCO<sub>2</sub>/MWh]

: Identification number of the project EMS

# G. Calculation of project emissions

 $PE_p = 0$ 

 $PE_p$  : Project emissions during the period p [tCO<sub>2</sub>/p]

## H. Calculation of emissions reductions

$ER_p = F$	$RE_p \cdot PE_p$
= I	RE <sub>p</sub>
ER <sub>p</sub>	: Emission reductions during the period $p$ [tCO <sub>2</sub> /p]
RE <sub>p</sub>	: Reference emissions during the period $p$ [tCO <sub>2</sub> /p]
PE <sub>p</sub>	: Project emissions during the period $p$ [tCO <sub>2</sub> /p]

### I. Data and parameters fixed *ex ante*

The source of each data and parameter fixed ex ante is listed as below.

Parameter	Description of data	Source
EF <sub>RE</sub>	Reference emission factor of the regional grid	The default emission factor
	and/or captive power generator which is displaced	is obtained from a study of
	by the project solar PV system.	electricity systems in Chile
	The value for EE is calented from the list of	and the most efficient
	The value for $EF_{RE}$ is selected from the list of	diesel power generator
	emission factors in the following manner:	(49% heat efficiency).
	PV Case 1: In case the solar PV system(s) in a	
	proposed project activity is connected to a regional	The default value is revised
	grid including through internal grid which is not	if deemed necessary by the
	connected to a captive power generator, $\mathrm{EF}_{\mathrm{RE}}$ is set	JC.
	as follows per the connected regional grid:	
	Regional grid name: Emission factor for PV	
	Case 1: SEN (National System) 0.404 tCO <sub>2</sub> /MWh	
	Aysén System0.176 tCO2/MWh	

	Magallanes System 0.361 tCO <sub>2</sub> /MWh	
	<u>PV Case 2:</u> In case the solar PV system(s) in a proposed project activity is connected to an internal grid connected to both a regional grid and a captive power generator, $EF_{RE}$ is set as follows per the connected regional grid:	
	Regional grid name:Emission factor for PV Case 2:SEN (National System)0.404 tCO2/MWh 0.176 tCO2/MWh 0.361 tCO2/MWh	
	<u>PV Case 3:</u> In case the solar PV system(s) in a proposed project activity is connected to an internal grid which is not connected to the regional grid, $EF_{RE}$ is set at 0.533 tCO <sub>2</sub> /MWh.	
LR <sub>j,p</sub>	Loss ratio of charge and discharge on the project storage battery system <i>j</i> LR can be calculated by the following equation: $LR_{j,p} = 1 - \varphi_{charge,i,j,p} \times \varphi_{convert,i,j,p}$	Specifications of project storage battery system <i>j</i>