Green Building Symposium, October 5, 2018 Decarbonizing Buildings and Housings (15 minutes)

# Application of Renewable Energy for ZEH and Its Contribution to the Grid

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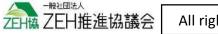




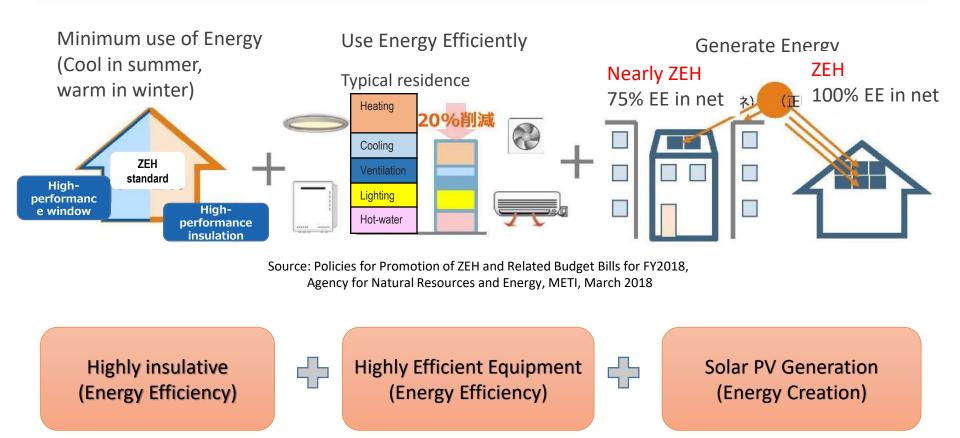
#### ZEH: Definition and Road Map



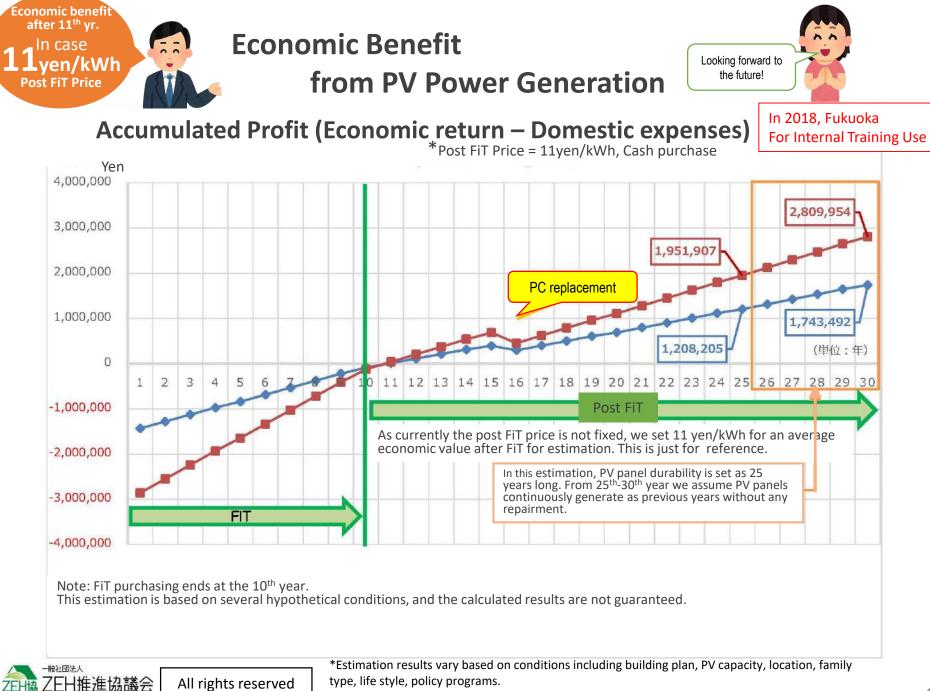
ZEH+: Definition and Expected Contribution to Regulating Capacity of the Grid



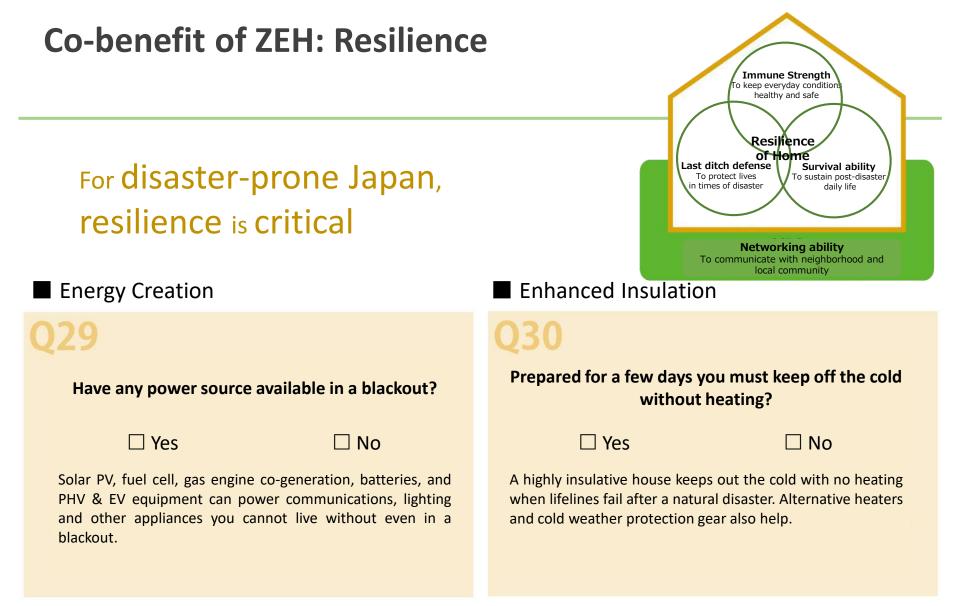
#### Net annual energy consumption by a household: Near to ZERO or less







\*Not a guaranteed price/profit.



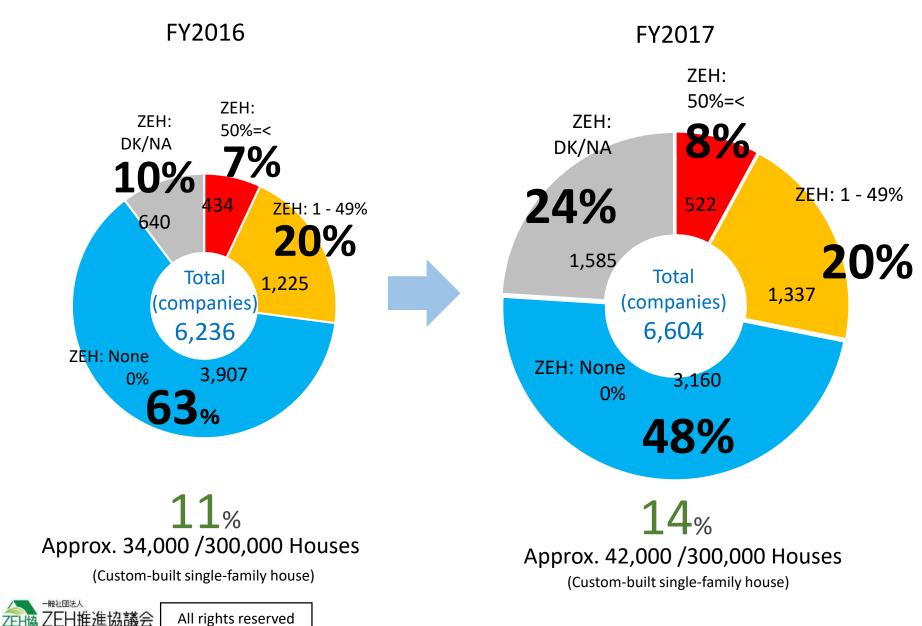
健康を支え災害に備える住まいと暮らし

Source: **CASBEE** Resilient House Checklist (FY2016)

Japan Sustainable Building Consortium



#### **ZEH: Builders Report**



#### ZEH (Zero Energy Houses) Promotion Programs (2018 Budget)

Three ministries (METI, MLTI, MoE) collaborate to promote energy efficiency and CO2 reduction in houses. Aiming that more than1/2 new custom houses built by housing manufacturers to be ZEH by2020 and an average of all new houses including ready-built houses and multi-family residential buildings to be ZEH by2030

Advanced low carbon houses highly reduced CO2 emissions (Life-cycle carbon minus houses (LCCM house)) FY2018 Max. 10,221 million yen (MLIT) Support to ZEH ZEH to be promoted to scale up the supply Higher performance ZEH, ready-built house, multi-family residential building (medium to high rise) FY2018 Max. 60,040 million yen (METI) ZEH to be continuously promoted \*Custom house, multifamily residential building (low rise) FY2018 Max. 8,000 million yen (MoE) ZEH to be built by collaboration among small and medium builders \*Incentive for builders with little experience

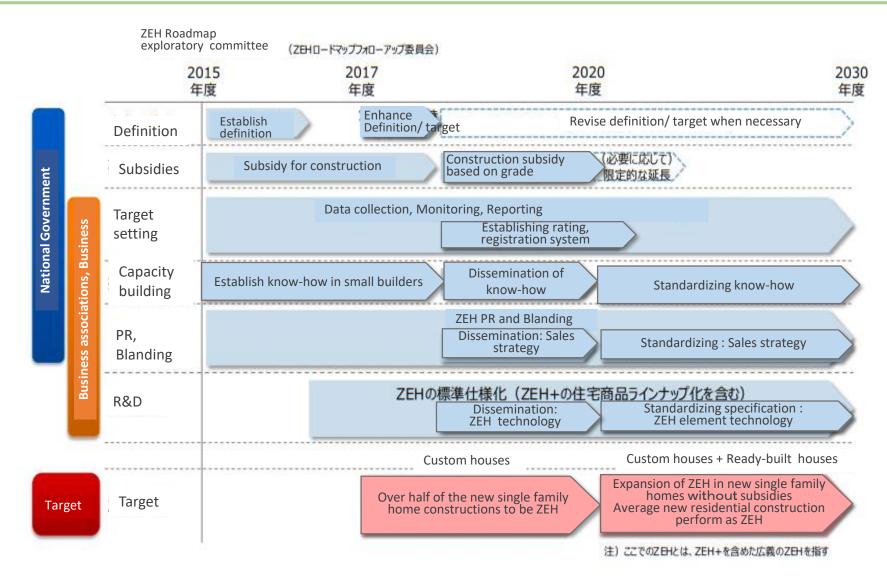
FY2018 Max. 11,500 million yen (MLIT)



One-window information provision



#### **Road Map for Promotion of ZEH**

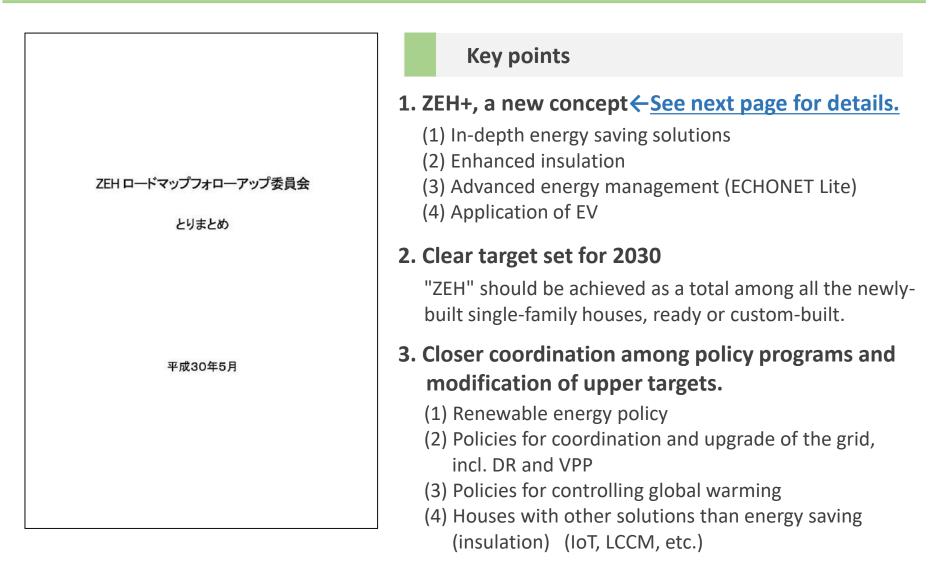


Source: ZEH Road Map Follow-up Committee Report, May 2018



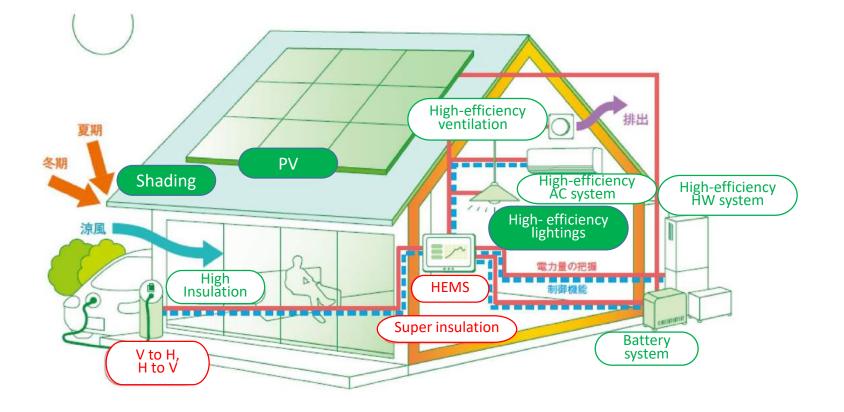
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#### May 2018 "ZEH Road Map Follow-up Committee Report"





#### **ZEN+:** Definition



	Insulation	EE	IEE+RE	Promote self- consumption	Subsidy FY2018
ZEH+	Standard for insulation for ZEH	<u>25%</u>	100%	2 options out of 3 above	<u>115万円</u> /戸
ZEH		20%		-	70万円/戸

Adopt at least 2 out of 3 elements

Source: Extracts from materials released by METI

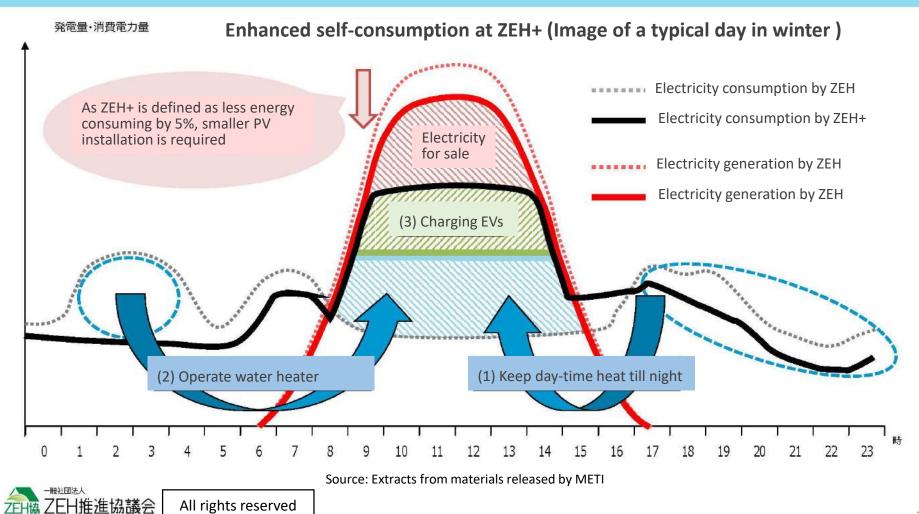


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Subsidy target technology

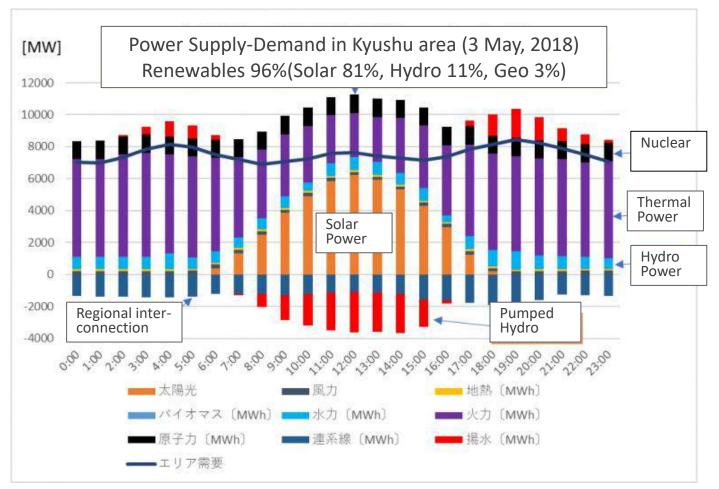
#### For Constant Growth of ZEH with Falling FIT Rates

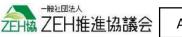
- Provide support for demonstration of **ZEH+, an initiative for increasing self-consumption of power**.
- Besides a 25% energy saving (20% for ZEH), at least two of the three actions should be implemented to demonstrate effectiveness for more self-consumption of renewable energy: (1) Further enhancement of envelope thermal performance; (2) Application of advanced energy management for controlling water heaters and other appliances; and (3) Charging of EVs.



#### Why Need to Promote ZEH+? - Another Reason

#### Curtailment seems imminent by Kyushu Electric Power: Electricity Generation in Kyushu (May 3, 2018)



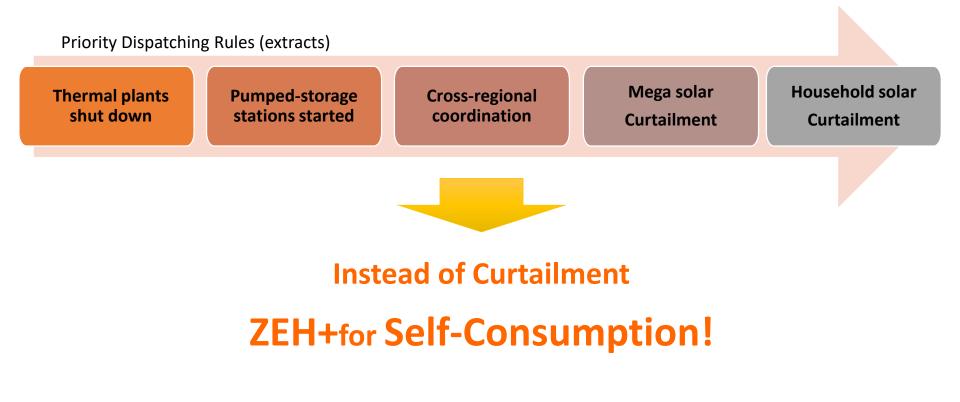


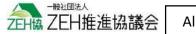
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Source: Institute for Sustainable Energy Policies (ISEP) website (https://www.isep.or.jp/archives/library/11271)

Soon, at peak hours for solar PV output:

### **Demand < Supply** and **Balancing mechanism** required.





#### Public Relations for Output Suppression of Renewable Energy (Kyushu Electric Power, September 8, 2018)



Source: Nishinippon Shimbun Newspaper, September 8, 2018



#### **ZEH+ Contributes Flexibility of the Grid System**

ZEH+ is expected to provide the grid with regulating capacity. Participation in DR and VPP will deliver economic benefits.

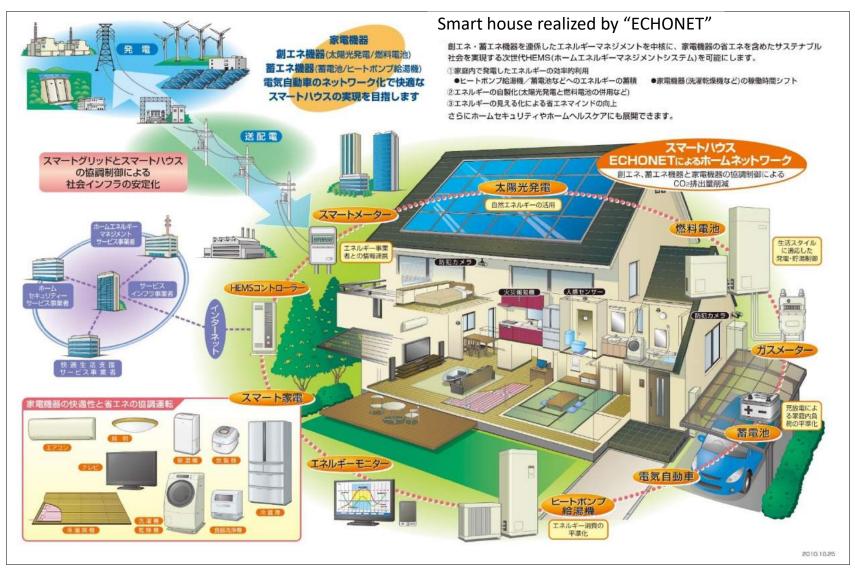
## DR: Demand Response VPP: Virtual Power Plant



Source: Agency for Natural Resources and Energy (METI) website



#### **RZEH+ Contributes Regulating Capacity to the Grid.**



Source: ECHONET Consortium (Reprint Permission: # 0174)



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## Thank You.

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