

# DISTRICT SYSTEMS City Council Study Session

Thursday, March 25, 2021 | 1:30 PM





### Introduction

#### What is a District System?

- Privately owned/operated
- Connected to overall municipal systems

#### Why a District System?

- Resiliency
- Sustainability
- Operational efficiency



#### Introduction

#### What District Systems are Proposed

- Utility corridors ("utilidors") for privately owned utilities within the public rights-of-way
- Electrical distribution system
- Wastewater collection and treatment and recycled water distribution systems
- Building heating and cooling systems

## Memorandum of Understanding (2018)

- Environmental Sustainability: "Advance the City's sustainability goals as outlined in the City's "Climate Smart San José" plan, including reducing greenhouse gas emissions aligned with the Paris Agreement to combat climate change."
- **District Systems:** "Collaborate in the study and evaluation of a district wide program of shared utilities, such as electricity, data, water, storm water, waste and sewer that allows for necessary City easements."

### District Systems Alignment



## Reduce per capita energy 50% by 2022

- Facilitate 200,000 solar roofs by 2040
- 100 M sq ft green buildings by 2040
- Recycle or beneficially reuse 100% of wastewater



## Paris-compliant pathway

- Renewable energy, density
- Embracing the Californian climate
- Creating local jobs and innovation



## Strategic & Master Plan

 Increase recycled water to 40,000 AFY by 2025 and 50,000 AFY by 2035.



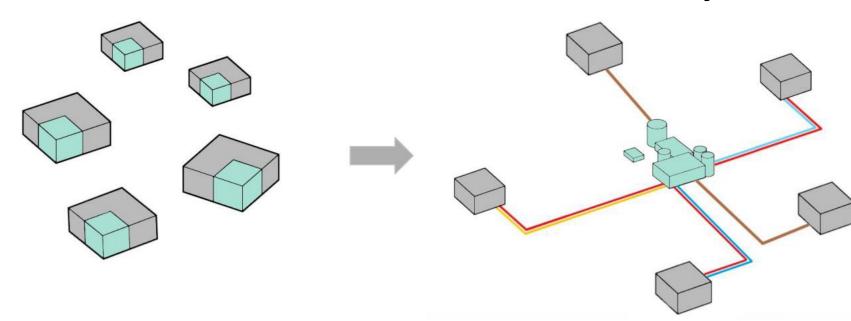
## All-electric buildings with no new gas connections

- Higher penetrations of electric vehicles for all building types
- Solar-ready buildings



### **Centralized Systems**

#### **Typical Systems**



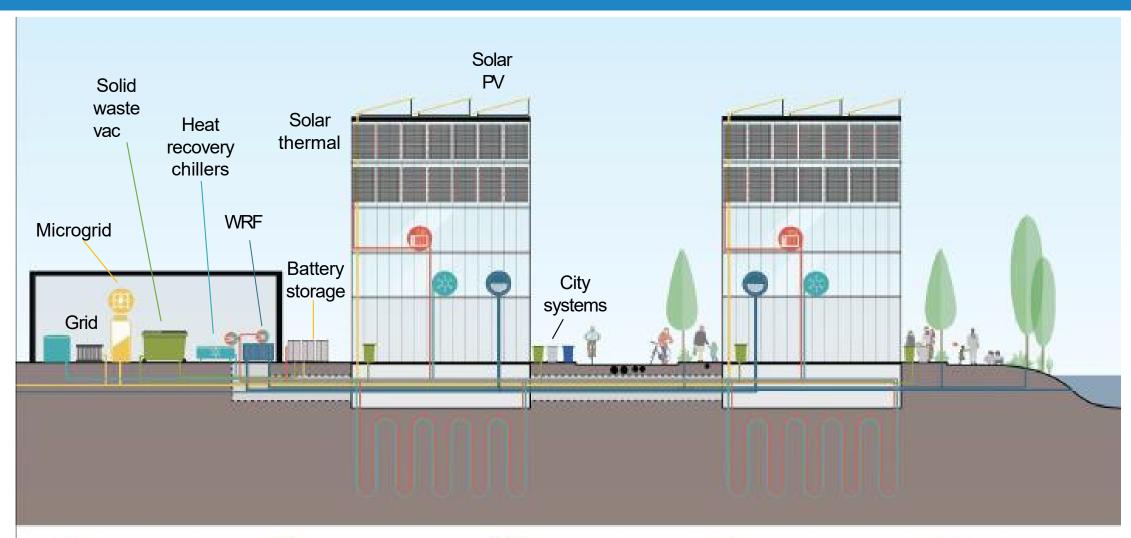
Individual "back of house" systems per building, each system sized for peak load

Central consolidation across district shares resources, is more efficient -- thus enabling higher environmental performance

**District Systems** 



### **Urban Concept**





## **Heating**Heat recovery chillers Wastewater recovery



## Power Microgrid 50% Rooftop Solar Battery Storage



## Cooling Heat recovery chillers High efficient chillers Ground-source heat pump

## Water Water reuse facility Reduction in potable water



Waste
AWCS
Anaerobic digestion
Solids management



### **Hudson Yards (Private System)**

Location: New York, New York

**Utilities:** Heating, Cooling, Electricity, Rainwater

Harvesting

Owner: Hudson Yards Microgrid Company (HYMco) –

Privately owned Operator: HYMco

Area Served: 18 million square feet

Customer Types: Retail, hotel, schools, offices and

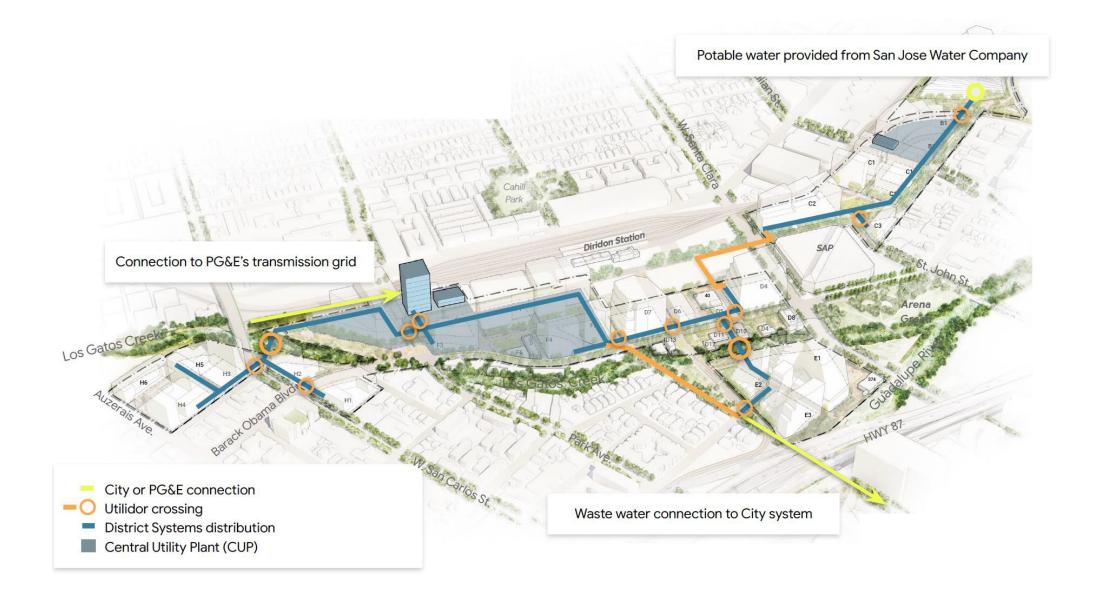
residences







#### Orientation



#### **Microgrid Options**

#### San José Owned

#### **Municipal Supply**

The City of San José is investigating the potential to provide a service to Downtown West

#### **Gonzalez Industrial Business Park Microgrid**

(Completion 2022). Private power company owns and operates generation assets to sell to municipal-created utility for distribution.

#### Philadelphia Navy Yard

(Operational 2016). Abandoned unregulated shipyard grid acquired by a public company (PIDC), which sought approval from PUC as an unregulated utility.

#### PG&E Owned

#### **Incumbent Provider**

PG&E has potential to service Downtown West via Community Microgrid Enablement Program (CMEP)

#### Redwood Coast Airport Renewable Energy Microgrid

(Complete Nov 2021). CCA own and operates generation assets and sells wholesale to PG&E, which governs microgrid.

#### Google Owned

#### **Privately Operated**

Conditional on primary regulator approval. Unique circumstances and characteristics influence design

#### **Hudson Yard Microgrid**

(Operational 2019). Unique utility Offset Tariff allowed distribution to neighboring loads on the same property.

#### **Apple Cupertino**

(Operational 2017). 16 MW Solar, 4MW biomass, Fuel cell.

#### **Electric Distribution System (Microgrid)**

#### Future Considerations (Depends on selected Service Option):

- City provided Service
  - Utility formation actions and approvals
  - Interconnection to PG&E system
  - Business relationship with Google for microgrid implementation and operations
- Google provided service
  - Google exploring alternatives to current CPUC regulations
  - Required permitting details and compliance with Conditions of Approval