

Completion of South Pacific's largest storage projects in Tonga, an enabler to the energy transition in the Pacific Islands

Pacific Power Association

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Technology and Finance Readiness for a Green, Sustainable and Resilient Power System Network



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- 1. Project Summary
- 2. The context
- 3. The timing
- 4. The feat what is so special?

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Zoom on storage

Akuo has currently 16 projects / 133 MWh in operation or under construction



Akuo – Success story in New Caledonia



- In operation since 2019
- Cyclone-proof greenhouses
- In partnership with a local farmer .



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BOULOUPARIS BESS



- Project awarded, under development
- Largest storage project in France . and the Pacific Islands
- Enable energy tranistion, including . Nickel minina

4,4 MWp ground-mounted PV



- In operation since 2020
- In collaboration with local authorities

.

6 MWp ground-mounted PV + Agrinergie



- In operation since 2022
- Incl. BESS storage
- Local tribes as shareholders



Vent de l'Aiguillon





Soleil de l'Aiguillon

35 MWp ground-mounted PV

& Agrinergie

- Project awarded, under development
- Local tribes as shareholders
- Tribes involved in agricultural activities on project site



- . Project awarded, under development
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Replicating in French Polynesia



Under development

Cyclone-proof greenhouses .





- Under development
- Cyclone-proof greenhouses .
- Including battery .



- Under development
- Cyclone-proof greenhouses
- Including battery .



Project Summary



Project Summary – Engineering, Procurement and Contracting

Tonga Renewable Energy Program 1 (TREP1 / Tonga 1)	Tonga Renewable Energy Program 2 (TREP2 / Tonga 2)
 10 MW / 5 MWh (30 min) installed Grid stability purpose 3 Storage GEM / 40-feet Internal inverters 	 7 MW / 24 MWh (3.5 hours) installed Load-shifting purpose 5 Storage GEM / 40-feet External inverters BESS substation
 Contract: ~5 mnUSD (2019) (multi-currency) 	 Contract: ~10.5 mnUSD (2019) (multi-currency)
 Client: Tonga Power Limited Funding Program: Tonga Renewable Energy Project Battery cells supplier: Samsung Inverters supplier: JEMA 	 Client: Tonga Power Limited Funding Program: Tonga Renewable Energy Project Battery cells supplier: Samsung Inverters supplier: JEMA

- **5-year** battery + PCS warranty (material & performance)
- 540-day Defect Liability Period + 5-year extended DLP on battery and PCS
- 10-year battery + PCA warranty (material & performance)
- 540-day Defect Liability Period + 5-year extended DLP on battery and PCS

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ng project:

~20 MW + 50-60 MWh BESS (privately-owned)

<u>Tonga Renewable Energy Project (TREP)</u> is a 53,2 mUSD Donor funding program by The Asian Development Bank, Green Climate Fund, Australian Government, Government of Tonga and Tonga Power for large BESS in Tongatapu, electricity generation in the Outer Islands and Grid Upgrade

- Energy mix in Tongatapu (prior to BESS completion)
 - 14 MW diesel (90% production)
 - 4.3 MW solar (3 plants, incl. 1 privately-owned)
 - 1.3 MW Wind

I The context

- Energy mix in Tongatapu (since BESS completion)
 - 14 MW diesel (80% production)
 - 4.3 MW solar (3 plants) + 6 MW (3 sites, privately-owned)
 - 1.3 MW Wind
- <u>Target</u> Renewable Energy penetration
 - 70% by 2025
- <u>Upcoming</u> project:





l Tongatapu



Tonga 1 (10 MW / 5 MWh)



l Tongatapu



Tonga 2 (7 MW / 24 MWh)



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The feat - What is so special?

CHALLENGES we faced

- Covid-19 hit during project execution
 - Tonga borders close in March 2020... only reopened one year ago!
 - Remote island & limited available skills
 - -> Subcontractor couldn't send team in Tonga
 - -> Physical commissioning became impossible with mandatory quarantines (> 5 weeks)

-> Insurance became very tight, almost monopolistic market

- \cdot Volcanic explosion
- 12-hour time difference with Europe

OPPORTUNITIES we saw

- Covid-19 hit during project execution
 - Tonga borders close in March 2020... only re-opened one year ago!
 - Remote island & limited available skills
 - -> Client (TPL) executed some MV electrical works
 - -> Remote commissionning of the 2 x BESS
 - Improved internal processes
 - Costs + margin approach agreed with Client
 - Soften contractual warranties
 - -> Pass-through costs after Extension of Time

The feat - What is so special?

AKUO and Tonga Power Limited delivered in 24 months (instead of 10 months)

- two technologicaly-complex projects (15.5 -> 16.7 mnUSD in total)
- in a complex (remote, limited skills) and closed location
- with multiple price increase due to Covid-19
- with positive gross margin for the Contractor

Thanks to

- The resilience, commitment and flexibility of the team
- The trust relationship and understanding built between Akuo, Tonga Power and ADB

Some luck to build the largest Battery Energy Storage System in the South Pacific



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Malo'aupito

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