

DEEP DIVE SESSION 1 Sectoral Strategies for Transitioning to Low Carbon Cities

### SUSTAINABLE ENERGY (ENERGY EFFICIENCY & RENEWABLE ENERGY)

### Abdul Razib Dawood Chief Executive Officer





### NATIONAL ENERGY EFFICIENCY ACTION PLAN (NEEAP) 2016-2025 52,233 GWH (8.0%) savings CO<sub>2</sub> reduction :37,702 ktCO<sub>2eq</sub>



**NEEAP GUIDING PRINCIPLES Increase Competitiveness and Sustainable Development Efficient Use of Energy Concerted Participation** Welfare **NEEAP STRATEGIC THRUSTS** Strategic Thrust 3 : Strategic Thrust 2 : Strategic Thrust 1 : Strategic Thrust 4 : **Establishment of Sustainable** Strengthen Institutional Framework, Promotion of Implementation of Energy **Funding Mechanisms To Implement Capacity Development and Training Efficiency Plan** Private Sector Investment in for Implementation of EE Initiatives **Energy Efficiency Initiatives Energy Efficiency Initiatives NEEAP KEY INITIATIVES Equipment Program Initiative Industrial Program Initiative Buildings Program Initiative Energy Audits and Energy** 1. **Promotion of 5-Star Rated Energy Audits and Energy Management** 1. 1. **Management in Buildings** Appliances in Industries

**Promotion of Co-generation** 

2.

**Minimum Energy Performance** 2. **Standards (MEPS)** 

2. **Energy Efficient Building Design** 



billion

trees

# **BUILDING ENERGY LABEL (BEI LABEL)**

Star rating: XXX 1 star: Not efficient 5 star: Most efficient NATIONAL BUILDING **ENERGY LABEL BUILDING CATEGORY** BUILDING ENERGY INTENSITY 2017 Office/Hospital/University/School & Building energy performance OFFICE XXX Unit: kWh/m<sup>2</sup>/year kWh/m<sup>2</sup>/year **BEI RANGE STAR RATING** VALUE 5-Star BEI ≤ 100 4-Star 100 < BEI ≤ 130 3-Star 130 < BEI ≤ 160 2-Star  $160 < BEI \le 250$ 1-Star BEI > 250 Suruhanjaya Tenaga Energy Commission www.st.gov.my

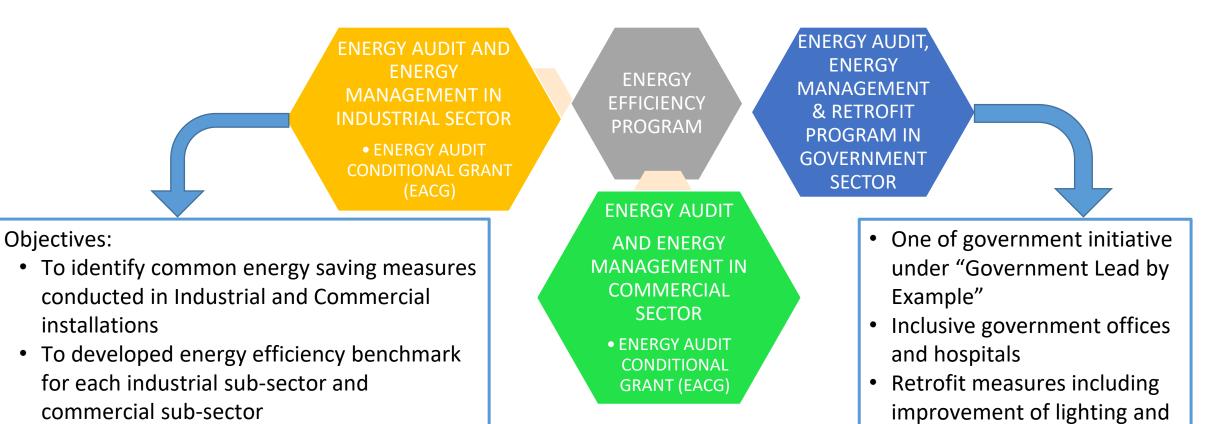


Building Category:

others



# ENERGY EFFICIENCY PROGRAM UNDER THE RMK-11 (2016-2020)



• To promote the energy audit

Suruhanjaya Tenaga Energy Commission

air conditioning systems.

# EFFICIENT MANAGEMENT OF ELECTRICAL ENERGY REGULATIONS (EMEER) 2008

### Subjected to:-

Any installation consume electricity equal or exceeding **3,000,000 kWh** in **6 consecutive months** 

1. To manage the electricity consumption

Total annual consumption about
40TWh annually

3. About 25,000 installations under Industry and about 1500 installations subjected to EMEER 2008 and consuming about 80% of total industry consumption.

4. About 1.5 millions installations under Commercial and about 500 installations subjected to EMEER 2008.

### **Duties and Responsibilities of Installations**



To appoint a Registered Electrical Energy Manager ;



To submit a written confirmation of the appointment;

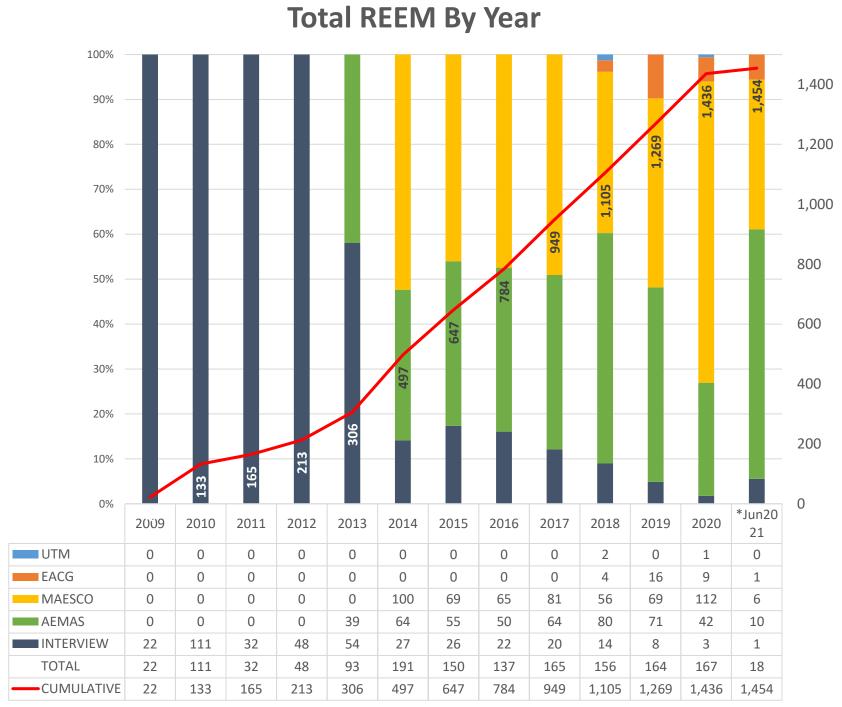
To submit information of affected installation

- Policy of EMEE
- Objectives of EMEE
- The Accounts & Document pertaining to EMEE

### To submit reports

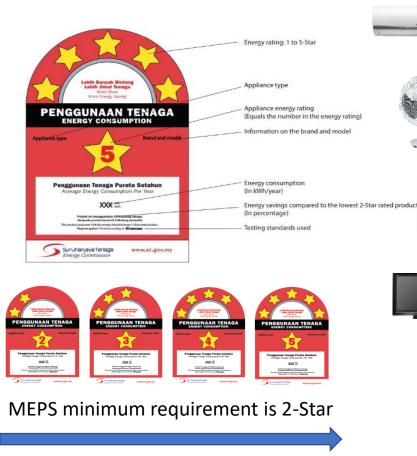


# NUMBER OF REGISTERED ELECTRICAL ENERGY MANAGER (REEM)



# MINIMUM ENERGY PERFORMANCE STANDARD

### Govern by Electricity Regulation 1994 gazetted on 3<sup>rd</sup> May 2013



More Stars More Efficient

### Air Conditioner

- Type :Non-ducted Single Split Wall Mounted
- Capacity ≤ 25,000 btu/hr

### Fan

- Ceiling Fan with diameter less than 60 inch
- Wall fan, desk fan, table fan with diameter less than 16 inch

### Refrigerator

• 1-door & 2-door only

### Television

- Type :LCD,PLASMA,LED,CRT
- Screen size up to or equal to 70 inch

#### Lamp

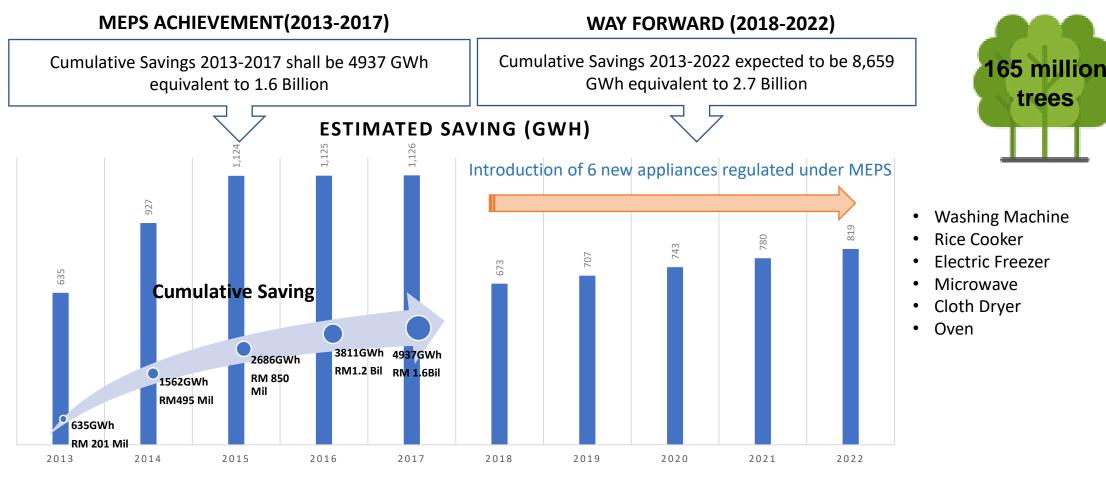


### • T5 & T8 Fluorescent Lamp

- Self ballasted single capped CFL
- Single Capped Fluorescent Lamp & Circular Fluorescent Lamp
- Self ballasted LED Lamp



# MINIMUM ENERGY PERFORMANCE STANDARD



The calculation of saving is calculated with baseline of Lowest of 2-Star appliances. This baseline is determined with an assumption that if Malaysia did not adopt MEPS, then all the appliances that will be in the market are 2-Star rated product. In June 2018, there will be a revision on testing method for refrigerator and calculation method for air conditioner. Thus, the saving calculation method will be revised and the baseline will change. Thus, the saving value is expected to decrease. From 2018, saving expected to increase 5% every year due to introduction of new appliances.





# SUSTAINABILITY ACHIEVED VIA ENERGY 2.0 (SAVE) EFFICIENCY PROGRAM





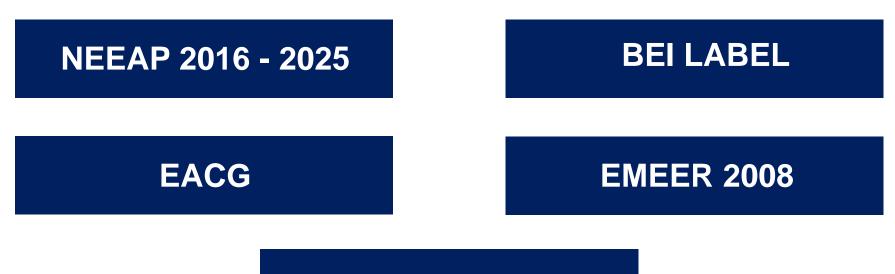
The SAVE 2.0 program is an e-Rebate program of RM200 for the purchase of energy efficient air conditioners or refrigerators with 4- & 5stars ST energy efficient labeled

Type of Domestic Appliances		Aircond (split unit, wall mounted)	Refrigerator
	Target	~ <b>140,000</b> isirumah	
2021	E- Rebate per unit	RM200	
	Allocation	RM30 juta	
	Estimated Saving per year	<b>52.67</b> GWj	
		<b>RM20.78</b> juta	
		35,553 tonne CO <sub>2</sub>	



ENERGY EFFICIENCY (SAVE)

## **SUMMARY**



**MEPS 2013** 

The Policy, Regulation and Initiatives mentioned are implemented with aim to **REDUCE ENERGY CONSUMPTION** as well as **CARBON FOOTPRINT** 





# WAY FORWARD FOR ENERGY EFFICIENCY (EE) IN MALAYSIA

### FUNDING MECHANISM

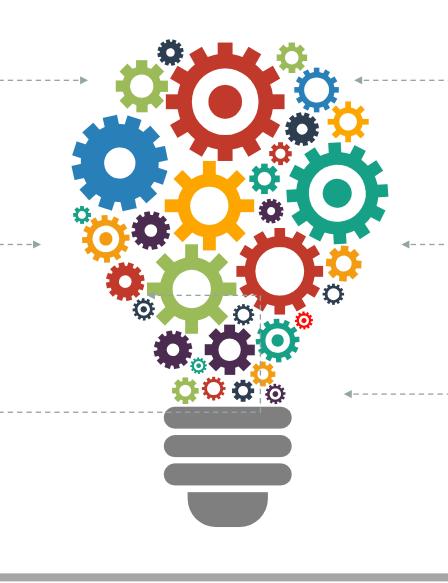
Establish effective and sustainable funding mechanism for EE projects

### CAPACITY

To improve the resources in EE such as expert energy auditor and M&V

### **ENFORCEMENT**

Intensify enforcement of EE legislation



### **POLICY & LEGAL FRAMEWORK**

Strengthen and streamline policy as well as legal and institutional framework – Enactment of new Energy Efficiency and Conservation Act (Electrical and Thermal)

### -> AWARENESS

Foster EE culture among industry stakeholders and the public

### MONITORING (SMART BUILDING)

Improve monitoring system, data collection and management, periodic energy audit and analysis on saving potential (smart meter and smart

grid)





# NATIONAL ENERGY AWARDS (NEA) & ASEAN ENERGY AWARDS (AEA)

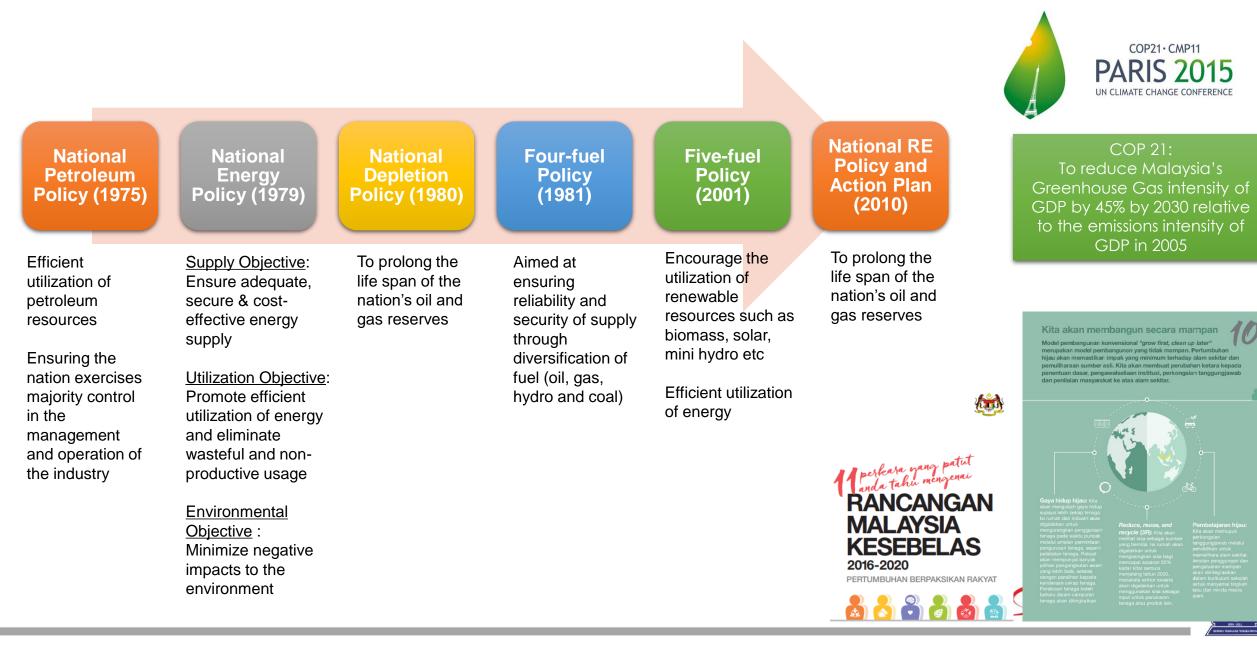




### LARGE SCALE SOLAR PHOTOVOLTAIC PLANT, NET ENERGY METERING & SELF-CONSUMPTION



# **ENERGY POLICIES ON RE**



# **RENEWABLE ENERGY PROGRAMME**

### Feed In Tariff

A program that allows electricity produced from indigenous RE resources to be sold to power utilities at a fixed premium price and for specific duration

- Provides a conducive and secured investment environment
- Provides incentives to RE producers as it only pays for electricity produced

### Large Scale Solar

A program that allows electricity produced from Solar PV to be sold to power utilities at **a fixed price** 

- The procurement of solar power plant is through a competitive bidding process
- 1000MW target for the duration of 4 years from 2017 – 2020 : LSS1 & LSS 2
- 500MW target to achieveCOD in 2021: LSS 3
- 1000MW target to achieve COD in 2022 and 2023 : LSS MEnTARI



A program that allows the energy produced from the installed solar PV system to be consumed first and any excess will be exported to the grid

- Allocation capacity of 500MW by 2020 (one to one)
- □ Allocation of 500MW 2021 - 2023

### Self Consumpti on

A program that allows the energy produced from the installed solar PV system for self-consumption.

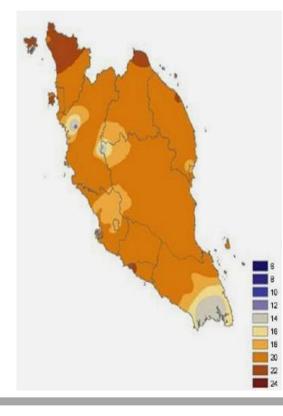


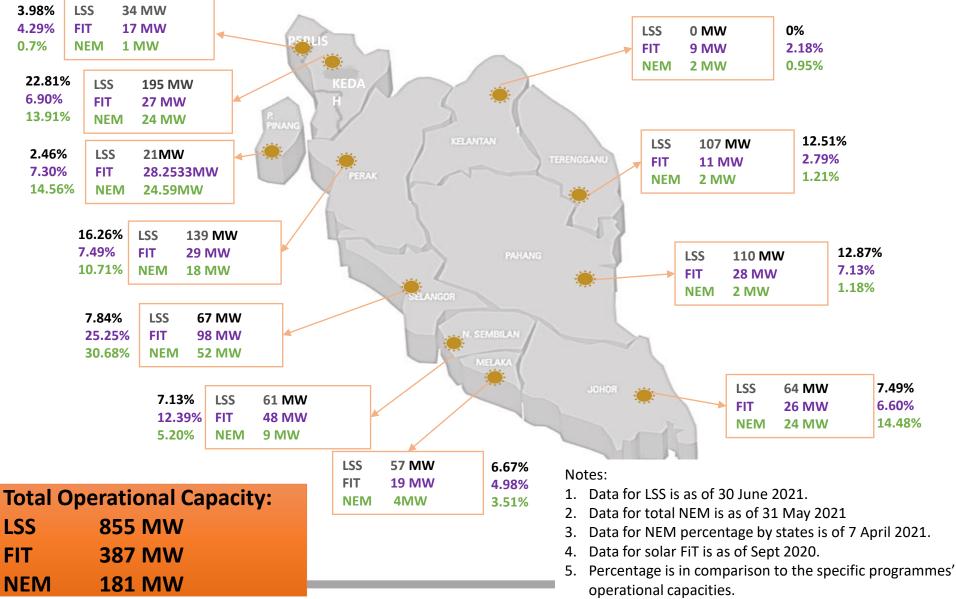
# OPERATIONAL SOLAR CAPACITIES IN PENINSULAR MALAYSIA

**RULE OF THUMB** 

1MW ~ 1.8 to 3.0 acres (assumption using 560W panel module)

### Solar irradiation





# FEED-IN-TARIFF (FiT) PROGRAMME

MECHANISM

Malaysia's FiT system obliges Distribution Licensees (DLs) to buy from Feed-in Approval Holders (FIAHs) the electricity produced from renewable resources (renewable energy) and sets the **FiT rate**.

The DLs will pay for renewable energy supplied to the electricity grid for a specific duration.

By guaranteeing access to the grid and setting a favourable price per unit of renewable energy, the FiT mechanism would ensure that renewable energy becomes a viable and sound long-term investment for companies industries and also for individuals.

The quota is managed by Sustainable Energy Development Authority (SEDA)



#### RELATED ACT

#### **RENEWABLE ENERGY ACT 2011**

An Act to provide for the establishment and implementation of a special tariff system to catalyse the generation of renewable energy and to provide for related matters.

Renewable Energy covered under the RE Act are biomass, biogass, small hydropower & solar photovoltaic



#### **PROCUREMENT MECHANISM**

The procurement of FiT Solar Power Plant is through ballot. Solar FiT was only offered from 2011 – 2018.

Mini Hydro<br/>Operational<br/>7.30 MWSiomass<br/>Operational<br/>7.65 MWSolar<br/>Operational<br/>87.03 MWLandfill /<br/>Biogas<br/>11.04 MWImage: Solar Solar<br/>Operational<br/>87.03 MWImage: Solar Solar<br/>Operational<br/>87.03 MW

Energy Commission

# LSS PROGRAMME



#### IMPLEMENTATION OF LSS AS PART OF ENERGY MIX

Project implementation will be in accordance to Malaysia's Electricity Supply Act 1990 and its related Regulations and Codes. Focus will be on security of supply and reasonable, competitive cost to consumers.

Implementation will be in steps, to manage the addition to the system and the impact to tariff.



#### **COMMISSIONING & CAPACITY TARGET**

Cycle	Capacity Awarded	*COD Target Year
LSS 1	371 MW	2017 - 2018
LSS 2	522 MW	2019 - 2020
LSS 3	491 MW	2021
LSSMentari	823 MW	2022 - 2023
Jumlah	**2207 MW	

#### **GUIDELINES**



"Guidelines for Large Scale Solar Photovoltaic Plant for Connection to Electricity Network" has been developed as a reference and guidance for the developers.

#### PROCUREMENT MECHANISME



The procurement of solar power plant is through a competitive bidding process.

#### Notes:

- 1. \*COD target year is as per specified during bidding
- \*\*Not included fast track projects. Fast track project 250MW



# **NEM AND NOVA PROGRAMME**

GUIDE



#### **NET ENERGY METERING (NEM)**

#### 2016 - 2020

The Government has introduced the Net Energy Metering Scheme in November 2016 with quota allocation of 500 MW up to year 2020 to encourage Malaysia's Renewable Energy (RE) uptake.

The concept of NEM is that the energy produced from the solar PV installation will be consumed first, and any excess will be exported to TNB at "one-onone" offset basis. Quota Taken Up \*495MW

Operational

181MW



### NEM RAKYAT, NEM GoMEn & NOVA

#### 2021 - 2023

The Government has provided more opportunities to electricity consumers to install solar PV systems on the roofs of their premises to save on their electricity bill.

The new NEM will be in effect from 2021 to 2023 and the total quota allocation is up to 500 MW which will be divided into the three (3) new initiatives/ categories.

#### **GUIDELINES**

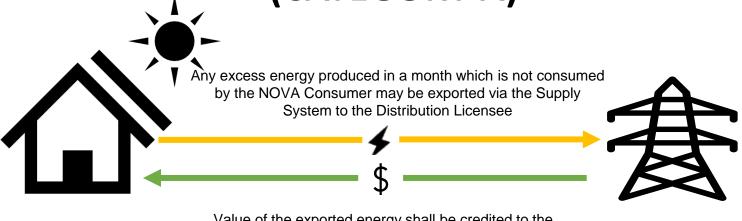
"Guidelines for Solar Photovoltaic Installation on Net Energy Metering Scheme"

"Guidelines for Solar Photovoltaic Installation under the Programme of NEM Rakyat and NEM GoMEn in Peninsular Malaysia"

"Guidelines for Solar Photovoltaic Installation Under Net Offset Virtual Aggregations (NOVA) Programme for Peninsular Malaysia"

Initiative/Categories	Quota Allocation	Quota Opening Date	Quota Taken Up	Notes: 1. *Cancelled quota has
NEM Rakyat	100MW	1 Feb 2021 – 31 Dec 2023	8.61MW	been excluded from grand total figures.
NEM GoMEn (Government Ministries and Entities)	100MW	1 Feb 2021 – 31 Dec 2023	3.4MW	2. NEM 2.0 and NEM 3.0 data is as of May 2021
NOVA (Net Offset Virtual Aggregation)	300MW	1 April 2021 – 31 Dec 2023	26.46MW	Application of Quota

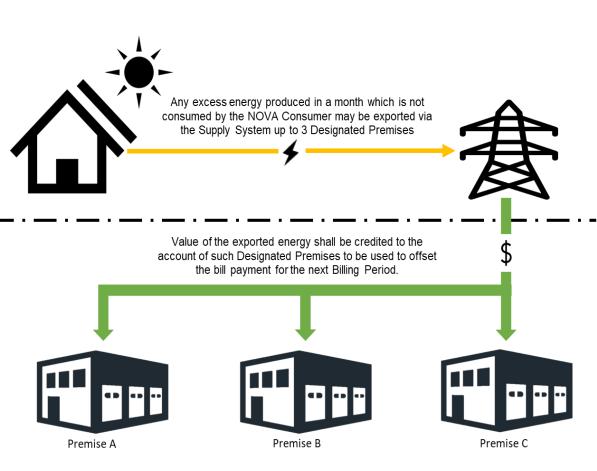
# NOVA PROGRAMME (CATEGORY A)



Value of the exported energy shall be credited to the account of the NOVA Consumer to be used to offset the bill payment for the next Billing Period.

- i. Excess energy may be exported via the Distribution Network to the Distribution Licensee;
- ii. The value of the exported energy shall be credited to the account of the NOVA Consumer to be used to offset the bill payment for the next Billing Period.
- iii. The unit price (RM/kWh) of the energy exported in the Billing Period to the Distribution Network shall be based on the Average SMP.
- iv. Only excess energy exported in the month can be used to offset bill payment for the next Billing Period and any remaining excess energy shall be forfeited.
- v. The value of the credit <u>cannot be used</u> to offset the minimum monthly charge as stated in the tariff schedule Energy Commission

## NOVA PROGRAMME (CATEGORY B)



- Any excess energy produced in a month which is not consumed by the NOVA Consumer may be exported via the Distribution Network up to three (3) Designated Premises.
- The value of the exported energy shall be credited to the account of such Designated Premises to be used to offset the bill payment for the next Billing Period.
- iii. The unit price (RM/kWh) of the energy exported in the BillingPeriod to the Distribution Network shall be based on the AverageSMP.
- iv. Only excess energy exported in the month can be used to offset bill payment for the next Billing Period and any remaining quantum shall be forfeited. The value of the credit cannot be used to offset the minimum monthly charge as stated in the tariff schedule.
- For the purpose of category B, a Designated Premises of the NOVA Consumer is a premises used or operated by its wholly owned subsidiary company



# **SELF-CONSUMPTION SOLAR**



#### SELF – CONSUMPTION

Allowed for PV rooftop PV installation encourage Malaysia's Renewable Energy (RE) uptake.

> Operational : 122MW Tx Connected

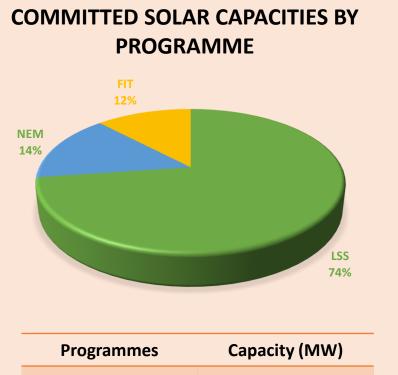


#### GUIDELINES

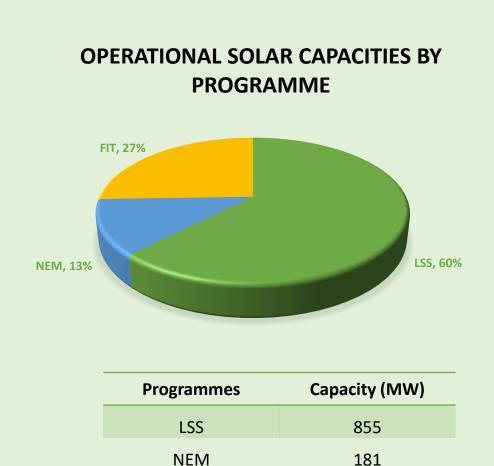
"Guideline on the Connection for Solar Photovoltaic Installation for Self-Consumption"



# **SOLAR IN PENINSULAR & SABAH**



LSS	2457
NEM	495
FIT	387



387

FIT

# **CAPACITIES OF SOLAR PROGRAMME**

Programme	Category	Capacity Awarded	In Operation	
LSS	Solar PV	2,457MW	855MW	
NEM	NEM 2016 – 2020	495MW	181MW	
	NEM RAKYAT	8.61MW	0.01MW	
	NEM GoMEn	3.4MW	0MW	
	NOVA	24.46MW	0MW	Application of Quota in progr for NOVA : 230MW
FiT	Solar PV	387MW	387MW	
Other FiT	Biogass, biomass, small hydro	963MW	252MW	
	Total	3,241MW	1,675.01	

Notes:

1. Data for FiT included Peninsular Malaysia, Sabah and Labuan.

2. Data for NEM and FiT are based on report from SEDA as of 31 May 2021.

3. Data for LSS is as of 30 June 2021.



# **THANK YOU**

