

# Environmental Impact & Grid-forming Hybrid Solar-Diesel Systems for Remote Island Microgrids

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## The Diesel Dilemma: It's More Than Just Fuel Bills

Let's be honest. If you're operating a remote microgrid whether it's for a small island community, a mining site, or a research station you know the drill with diesel. The generators hum along, but the real noise comes from the logistics chain: the fuel shipments, the volatile prices, the maintenance schedules, and that constant background worry about supply disruption. I've been on sites where a delayed barge means contingency plans and rationing. It's stressful and expensive.

But here's the thing we often talk about less over coffee: the sheer inefficiency. Many of these diesel gensets run at a low load factor just to keep the grid stable, burning fuel without delivering proportional power. The [International Energy Agency \(IEA\)](#) has highlighted that isolated grids can have levelized costs of electricity (LCOE) two to ten times higher than interconnected mainland grids, with fuel making up the lion's share. That's not just a cost problem; it's an environmental one on steroids. Every drop of that inefficiently burned fuel has a consequence.

## Beyond Carbon: The Full Environmental Picture

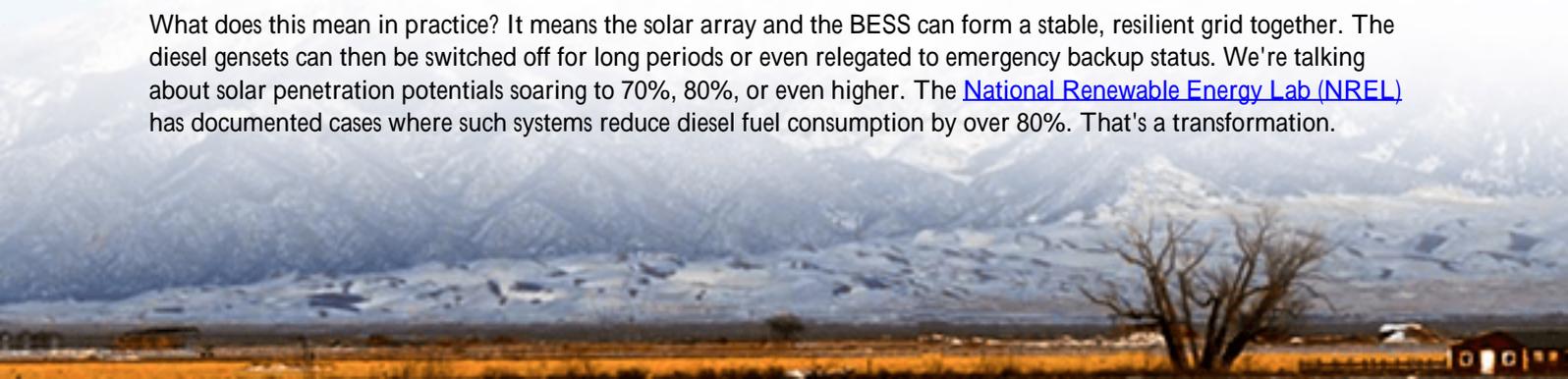
When we say "environmental impact," carbon emissions are the headline, but the story has more chapters. On remote islands, the spill risk during fuel transfer is a constant threat to sensitive marine ecosystems. Then there's the local air and noise pollution from the gensets something that directly impacts community health and quality of life. Honestly, I've seen firsthand on site how transitioning away from 24/7 diesel isn't just an economic or carbon calculation; it's a social license to operate for many of our industrial clients.

The traditional "solar-plus-diesel" approach, where solar is just a passive fuel-saver, often hits a wall at around 20-30% penetration. Why? Because the existing inverter-based solar can't provide the grid stability (the inertia and frequency response) the diesel gensets need. Go beyond that, and you risk blackouts. So you're capped, leaving most of the environmental and cost benefits on the table.

## The Grid-Forming Game Changer

This is where the conversation gets exciting. A grid-forming hybrid solar-diesel system isn't just an add-on; it's a fundamental re-architecture. At its heart is a grid-forming Battery Energy Storage System (BESS). Unlike grid-following inverters that need a strong grid signal to sync to, a grid-forming BESS can create that signal. It acts like a virtual generator, establishing the voltage and frequency of the microgrid itself.

What does this mean in practice? It means the solar array and the BESS can form a stable, resilient grid together. The diesel gensets can then be switched off for long periods or even relegated to emergency backup status. We're talking about solar penetration potentials soaring to 70%, 80%, or even higher. The [National Renewable Energy Lab \(NREL\)](#) has documented cases where such systems reduce diesel fuel consumption by over 80%. That's a transformation.





## Case Study: An Alaskan Island's Transformation

Let me walk you through a project we were involved with in a remote Alaskan island community. Their challenge was classic: reliant on diesel, with high costs and frequent outages. The goal was to integrate a large solar PV farm.

**The Challenge:** The local utility feared the solar would destabilize the small grid. Standard inverters would have caused issues with frequency wobbles every time a cloud passed.

**The Solution:** We deployed a 2 MW/4 MWh Highjoule BESS with advanced grid-forming controls, paired with a 1.5 MW solar array. The BESS was the bedrock. It provided the stable "grid" for the solar to feed into, managed rapid ramps, and stored excess midday energy for the evening peak.

**The Outcome:** Diesel runtime was cut by over 85% annually. The community now runs on sunshine for most of the day and much of the evening. The fuel savings paid for the system in a predictable timeframe, and the reduction in barge traffic alone was a massive win for local environmental concerns. This wasn't just about adding solar; it was about enabling it to become the primary energy source.

## Making It Work On-Site: The Nuts and Bolts

As an engineer who's stood in the rain commissioning these systems, I can tell you the magic isn't just in the brochure. It's in the details that ensure reliability and safety—non-negotiables for any commercial or industrial operator, especially in the US and EU markets.

First, standards are your safety net. Your BESS must be built and tested to UL 9540 (the standard for energy storage systems) and the inverter to UL 1741 SB (which covers grid-forming capabilities in the US). In Europe, IEC 62933 and grid codes are key. This isn't red tape; it's proven engineering practice that de-risks your investment. At Highjoule, our containerized systems are pre-certified to these standards, which honestly shaves months off the deployment timeline.

Second, let's demystify two technical terms:

- C-rate: Think of this as the "thirst" of the battery. A 1C rate means a 4 MWh battery can discharge 4 MW in one hour. For grid-forming, you often need a higher C-rate (like 0.5C to 1C) to provide the instant power needed to stabilize the grid during a disturbance. It's about power agility, not just energy storage.
- Thermal Management: This is the unsung hero. Batteries perform poorly and degrade fast if they're too hot or too cold. A robust, liquid-based thermal management system is critical for longevity, especially in harsh island climates. It's one of the biggest factors in the long-term LCOE (Levelized Cost of Energy) of your system.

Finally, LCOE Optimization is the ultimate goal. By slashing fuel use and O&M on the diesel gensets, and by ensuring the BESS lasts for its full 15-20 year lifespan through proper design (like that thermal management), you drive down the lifetime cost of every kilowatt-hour you produce. The business case becomes crystal clear.



## Your Next Steps

The technology to radically reduce the environmental and economic footprint of your remote microgrid isn't on the horizon; it's here and it's proven. The move from a diesel-dependent system to a renewables-led one with grid-forming BESS is a strategic shift from managing a cost center to investing in a predictable, clean energy asset.

What's the one constraint in your current operation that you think a system like this could solve first? Is it the volatility of your fuel budget, or is it the community or corporate pressure to demonstrate tangible environmental progress? Let's talk specifics.

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