

Photovoltaic Energy

Solar energy can be harnessed in two basic ways. First, solar thermal technologies utilize sunlight to heat water for domestic uses, warm building spaces, or heat fluids to drive electricity-generating turbines. Second, photovoltaics (PVs) are semiconductors that convert sunlight to electricity. Only 1.3% of U.S. electricity is generated with solar technologies, in part because direct costs are high.¹

Solar Resource and Potential

- On average, 1.05×10^5 terawatts (TW) of solar radiation reach the Earth's surface, while global electricity demand averages 2.4 TW.^{3,4}
- Solar resource availability is well correlated with daily patterns of electricity consumption. However, the sun is not always shining; energy storage is necessary in order for solar energy to meet total electricity demand.⁵
- PVs can be installed where electricity is used to reduce stress on electricity distribution networks, especially during peak demand.⁵
- PV conversion efficiency is the percentage of incident solar energy that a PV converts to electricity. For production modules, conversion efficiency is 6% to 21%.⁶
- Assuming intermediate efficiency, PVs covering 0.6% of U.S. land area would generate enough electricity to meet national demand.⁶
- Residential PV systems require a modest amount of roof space to install. The average residential system in the U.S. is just over 5.0 kW and takes up approximately 500 square feet.⁷
- The U.S. Department of Energy's SunShot Initiative aims to reduce the price of solar energy by 75% from 2010 to 2020, which is projected to lead to 27% of U.S. electricity demand being met by solar technologies in 2050.⁶

PV Technology and Impacts

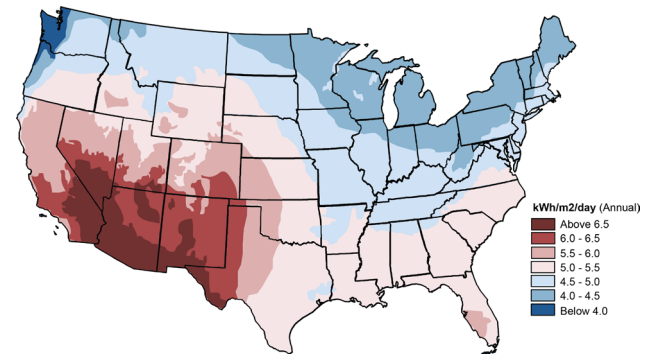
PV Cells

- PV cells are made from semiconductor materials that produce electrons when photons strike the surface.¹¹
- Most PV cells are square or rectangular, several inches on a side, and produce a few watts of direct current (DC) electricity.¹²
- PV cells also include electrical conductors called contacts, which allow for the flow of electrons, and surface coatings to reduce light reflection.¹³
- A variety of semiconductor materials can be used for PVs, including silicon, copper indium diselenide (CIS), and cadmium telluride (CdTe).¹⁴ See table for common material types and their production efficiencies.
- Although PV conversion efficiency is an important metric, cost efficiency—the cost per watt of power—is more important for most power applications. Some very cost efficient cells do not have high conversion efficiencies.

PV Modules and Balance of System (BOS)

- PV modules typically comprise a rectangular grid of 60 to 72 cells, connected in several parallel circuits and laminated between a transparent front surface and a protective back surface. They usually have metal frames for strength and weigh 34 to 62 pounds.¹⁴
- A PV array is a group of modules, connected electrically and fastened to a rigid structure.¹⁵
- BOS components include any elements necessary in PV systems in addition to the actual PV panels, such as wires that connect modules in series, junction boxes to merge the circuits, mounting hardware, and power electronics that manage the PV array's output.¹⁵
- An inverter is a power electronic device that converts electricity generated by PV systems from DC to alternating current (AC).¹⁵
- A charge controller is another power electronic device, used to manage energy storage in batteries.¹⁵
- In contrast to a rack-mounted PV array, Building Integrated PV (BIPV) replaces building materials to improve PV aesthetics and costs.¹⁶
- Some PV arrays track the sun's daily movement to generate up to 46% more energy than fixed systems.¹⁷

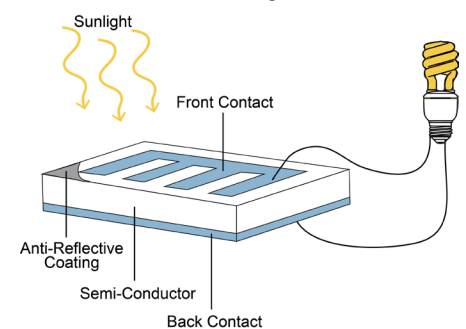
Annual Average Solar Radiation²



PV Technology Types and Efficiencies^{6,8}

PV Technology		Cell Conversion Efficiency	Module Conversion Efficiency
Crystalline	Monocrystalline Silicon (Si)	25.0%	14% - 16%
	Multicrystalline Si	21.3%	14% - 16%
	Gallium Arsenide (GaAs)	27.5 - 29.1%	N/A
Thin Film	Amorphous Si (a-Si)	13.6%	6% - 9%
	Cadmium Telluride (CdTe)	22.1%	9% - 12%
	CIS / CIGS	22.3%	8% - 14%

PV Cell Diagram⁹



2.2 kW Residential BIPV System¹⁰



PV Installation, Manufacturing, and Cost

- Global cumulative capacity of PV systems grew 45-fold between 2006 and 2016, reaching 306.5 GW.²⁰
- Global installed PV capacity grew 49% annually between 2006 and 2016.^{19,20}
- 76.6 GW of newly installed PV capacity was added in 2016. The top three countries for new installations were China (34.5 GW), the U.S. (14.8GW) and Japan (8.6 GW).²⁰
- In 2017, the US increased total PV capacity by 25%, totaling 53 GW.²¹
- PV module prices, a large part of total system cost, fell 82.5% from 2008 to 2017.^{16,22}
- Global investment in the solar sector is the highest of renewable energies. In 2017, \$154 billion was invested, down from \$171 billion in 2015. For comparison, \$104.3 billion was invested in wind, \$3 billion was invested in biomass and waste-to-energy.²³
- PV systems or components are manufactured in over 100 factories across 30 states.¹⁴
- Between 2000 and 2010, U.S. market share of PV production dropped from 30% to 7%.²⁴
- PV energy costs 11¢/kWh for commercial and 16¢/kWh for residential in 2017.^{22,25} Retail electricity averages 10.5¢/kWh for all users and 12.90¢/kWh for residential.¹

Energy Performance and Environmental Impacts

- Net energy ratio compares the life cycle energy output of a PV system to its life cycle primary energy input. One study shows that amorphous silicon PVs generate 3 to 6 times more energy than are required to produce them.²⁶
- Recycling multi-crystalline cells can reduce manufacturing energy over 50%.²⁷
- Although pollutants and toxic substances are emitted during PV manufacturing, life cycle emissions are low. For example, the life cycle emissions of thin-film CdTe are roughly 14 g CO₂e per kWh delivered, far below electricity sources such as coal (1,001 g CO₂e/kWh).^{28,29}
- PVs can reduce environmental impacts associated with fossil fuel electricity generation; for example, thermoelectric plants use an average of 15 gallons of water to produce one kWh of electricity.³⁰ U.S. air pollutant emissions were 692.3 kg CO₂/MWh, for the 2.5 x 10⁹ MWh of electricity generated from fossil fuels in 2017.¹

Solutions and Sustainable Actions

Policies Promoting Renewables

- PV energy costs are currently higher than conventional electricity; however, the price consumers pay for electricity does not cover externalities such as the cost of health effects from air pollution, environmental damage from resource extraction, or long-term nuclear waste storage. Policies that support PVs can address these externalities to make PV energy more cost-competitive.³¹
- Proposed carbon cap-and-trade policies would work in favor of PVs by increasing the cost of fossil fuel energy generation.³²
- PV policy incentives include renewable portfolio standards (RPS), feed-in tariffs (FIT), capacity rebates, and net metering.³³
 - An RPS requires electricity providers to obtain a minimum fraction of their energy from renewable resources by a certain date.
 - An FIT sets a minimum per kWh price that retail electricity providers must pay renewable electricity generators.
 - Capacity rebates are one-time, up-front payments for building renewable energy projects, based on installed capacity (in watts).
 - With net metering, PV owners get credit from the utility (up to their annual energy use) if their system supplies power to the grid.

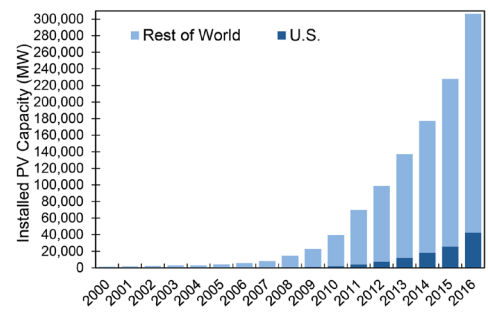
What You Can Do

- Reduce the total amount of energy used in the first place by increasing your energy efficiency. Consider installing a PV system for your home or business, especially if your state offers capacity rebates or a net metering policy.
- “Green pricing” allows customers to pay a premium for electricity that supports investment in renewable technologies. In 2012, more than 850 utilities nationwide offered green pricing options.³⁴ Renewable Energy Certificates (RECs) also known as green tags or green certificates, can be purchased in addition to commodity electricity to “offset” electricity usage and help renewable energy become more competitive.³⁵

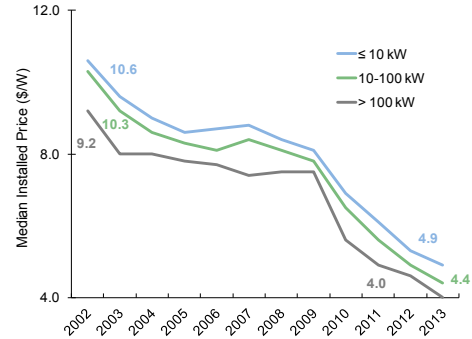
A watt is a unit of power, or a rate of energy flow. 1 TW = 1,000 GW = 1,000,000 MW = 1,000,000,000 kW.

A kilowatt-hour is a unit of energy. 1 kWh is the electricity energy required to light a 100 watt light bulb for 10 hours.

World Cumulative Installed PV Capacity^{18,19,20}



Median Installed Price, Residential & Commercial PV Systems¹⁶



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