Will data centres drive the growth of electricity demand?

In advanced economies more broadly,data centres are projected to drive more than 20% of the growth in electricity demand between now and 2030,putting the power sector in those economies back on a growth footing after years of stagnating or declining demand in many of them.

#### Why do data centres consume so much electricity?

Credit: Sean Gallup/Getty The electricity consumption of data centres is projected to more than double by 2030, according to a report from the International Energy Agency published today. The primary culprit? Artificial Intelligence (AI).

How do data centers keep up with energy demands?

To keep up with their energy demands, data centers rely on a diverse range of energy assetsenabling them to take advantage of various resources in their immediate areas to balance cost and remain "online" without interruption.

#### Do data centers need power?

As the power ecosystem grapples with meeting data centers' voracious need for power, it faces substantial constraints, including limitations on reliable power sources, sustainability of power, upstream infrastructure for power access, power equipment within data centers, and electrical trade workers to build out facilities and infrastructure.

#### How much power will data centers need in 2024?

Between 2024 and 2030, electricity demand for data centers in the United States is expected to increase by about 400 terawatt-hours at a CAGR of about 23 percent (Exhibit 1). As demand for data centers climbs, the implications for companies in the power value chain become more apparent.

#### How long does it take to power a data center?

Currently,for example,the lead time to power new data centers in large markets such as Northern Virginia can be more than three years. And,in some cases,lead times for electrical equipment are two years or more. Without ample investments in data centers and power infrastructure,the potential of AI will not be fully realized.

data center, is available, which adds cost and complexity. Cloud and colocation computing/storage has lower first cost and may have lower operational cost than on-premises data centers. A cloud data center has potentially unlimited capacity. The cloud vendor is responsible for all operations including infrastructure and cybersecurity. It is

Growth in global digitalization has led to a proliferation of digital services touching nearly every aspect of

modern life. Data centers provide the digital backbone of our increasingly interconnected world, and demand for the data processing, storage, and communication services that data centers provide is increasing rapidly. Historically, two primary methods have been ...

Clean energy, bat-tery storage, power equipment and efficient cooling are all vital to ensuring AI related energy ... cooling are all vital to ensuring AI related energy consumption grows at a manageable pace. In this Smarticle, we discuss data centers and their impact on the sustainable energy landscape. ... while "Thunder Said Energy ...

growth in data centres here, and, because Ireland has attracted the world"s leading technology multinationals to establish their European bases. Describing the energy demand, Dublin"s data centres market is ranked at 16. th. place globally for IT operational power load, by the Cushman and Wakefield 2024 Global Data Center Market Comparison. 2

Maximizing Energy Efficiency of Data Centers Energy efficiency is a key tool in reducing energy consumption from data center facilities. DOE has long been a leader in developing improved cooling technologies, including for data centers. For instance, ARPA-E has an ongoing COOLERCHIPS program focused on commercializing innovative cooling

The data-driven economy is transforming with data centers becoming a crucial business infrastructure. However, the increasing reliance on data centers is posing a threat to the environment.

Furthermore, Ref. [3] shows that the global energy demand from data centers in 2019 was around 200TWh, comprising around 1% of global electricity use. The large energy consumption of data centers therefore leads to an ongoing trend, namely that renewable energy and energy storage devices are deployed in data centers to provide local energy ...

According to data from the Energy Storage Industry Alliance, in 2020-2023, China's installed power energy storage capacity grew from 35.6 to 86.5 GW. Pumped storage is still the main body of energy storage, ... The ...

Individual data center demand has grown from 30 MW to 60-90 MW, and large data center campuses have interconnection requests ranging from 300 MW to several GWs. 1 This growth has led to a corresponding and ...

Key takeaways from the discussion: Accelerating Demand for AI and Data Centers: The industry is growing at a phenomenal pace, with global demand for data center ...

AI and Data Centers: Opportunities and Challenges. Alex Heil, Senior Economist at The Conference Board, emphasizes that the rise of AI and data centers presents both opportunities and challenges for the energy

sector. AI can drive efficiencies in electricity use, but the increased demand from data centers could strain existing infrastructure.

Electricity demand is expected to grow by about 4% annually through 2027, primarily due to unprecedented electricity use for industry and data centers. Meeting this demand will be challenging and will require a full suite of energy technologies, including energy storage. Thermal energy storage is versatile.

GREEN DATA CENTERS: OPPORTUNITIES FOR DECARBONIZATION LOWERING DATA CENTER ENERGY DEMAND Data center energy consumption comes from five main sources: (1) cooling to keep temperatures optimal; (2) server and storage to run computational workloads and store data (e.g., hard disks/tape drives); (3) network hardware

DTECH Data Centers and AI, taking place May 27-29 in San Jose, California, lives at this intersection of energy and digital infrastructure, exploring the strategies necessary to navigate power ...

The explosion in interest in generative artificial intelligence has resulted in an arms race to develop the technology, which will require many high-density data centers as well as much more electricity to power them....

In [32] they posed a question: "Should we dual-purpose energy storage in data centers for power backup and demand response?" As the title suggests, they investigated whether it would make economic (in terms of total cost of ownership) and technical sense to dual-purpose UPS battery systems to perform demand response (peak shaving) alongside ...

financial operations, data storage and analysis, and all levels of management. Data centers consume a significant amount of energy per square foot, even when the physical space they occupy is small. In addition to operating at very high energy intensities, data centers operate 24 hours per day, 365 days per year. This high load factor presents an

Explore how hyperscale data centers are tackling rising energy demands by leveraging onsite power generation and by increasing energy efficiency. ... Goldman Sachs Research forecasts that data center power ...

In the early months of 2024, a major hyperscaler revealed it had quietly doubled its artificial intelligence (AI) cluster power budget to more than 300 MW--enough to power an ...

Recent FERC orders are enabling data centers to participate more actively in wholesale electricity markets through DER aggregations. This means that data centers can ...

in terms of functions, usually data processing, data storage and network traffic. The energy metrics include, among others, Power Usage Efficiency (PUE), CSA benchmark energy factor, ETSI Global KPIs,

consumption reference values proposed by France, ENERGY STAR Score for data centres and data centre idle coefficient.

Rising demand for data centres creates an opportunity for the power-hungry facilities to supply heat to neighbouring buildings and precincts. ... As the world shifts to renewable energy, the importance of battery storage ...

Countries are building power plants and upgrading electricity grids to meet the predicted energy demand for data centres. But the IEA estimates that 20% of planned centres ...

Data centers" energy usage alone would consequently grow from 200 TWh in 2016 to 2,967 TWh in 2030. ... The increase in data storage demand is for traditional, cloud and hyperscale data centers respectively from 118.93, 235.63, and 309.14 EB in 2016 to 368.47, 5,023.40 and 24,840.67 EB in 2030. ... The goal of this article is to discuss the ...

Key Takeaways: There were 5,426 data centers nationally as of March 2025, and the number is skyrocketing. Collectively, these centers consumed about 17 gigawatts (GW) of power in 2022 (for context, a large ...

The large energy consumption of DCs is an ongoing trend [21, 22]. There have been many studies focusing on the cost of green power usage [23, 24], and the improvement of renewable energy accommodation level of data centers has been a hot spot in recent years [25, 26]. Recent works find out that DCs" power consumption from the traditional power grid can be ...

By optimizing both energy use and performance and by using advanced networking solutions and dynamic resource allocation to adjust power consumption based on traffic ...

Leading tech firm Google, which has invested over \$4 billion in Virginia and owns three data center campuses in the northern region of the state, co-hosted a private meeting in Richmond Tuesday alongside the state"s ...

However, as data center sizes grew, so did their power consumption, which soared at an alarming rate every year. The Amsterdam metropolitan government in the Netherlands banned the construction of new data centers because the rapid growth in the number of data centers in metropolitan areas has resulted in insufficient space and significant demand on the ...

Decoupling service demand from energy. ... to new design best practices in data centers. Battery Energy Storage Systems (BESS) are replacing diesel gensets as short-term backup power supply, for ...

Although Microsoft maintains its 2030 carbon-free electricity goal, its emissions increased by 30% between 2020 and 2024, largely due to data center buildouts. Data centers may opt for renewable energy sources that can ...



# Data centers discuss energy storage demand

Artificial intelligence has the potential to transform the energy sector in the coming decade, driving a surge in electricity demand from data centres around the world while also unlocking significant opportunities to cut costs, ...

Web: https://eastcoastpower.co.za

