

THE INTEGRATED GRID

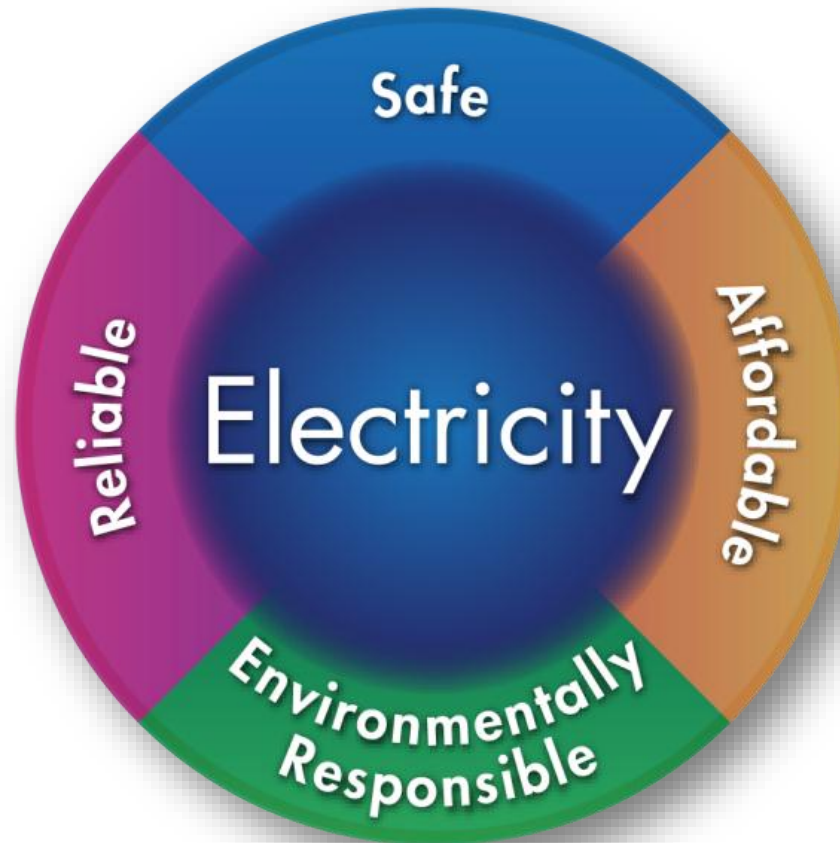
REALIZING THE FULL VALUE OF CENTRAL
AND DISTRIBUTED ENERGY RESOURCES

Clark W Gellings, P.E.
Fellow

**Washington Utilities and
Transportation Commission**
September 17, 2014

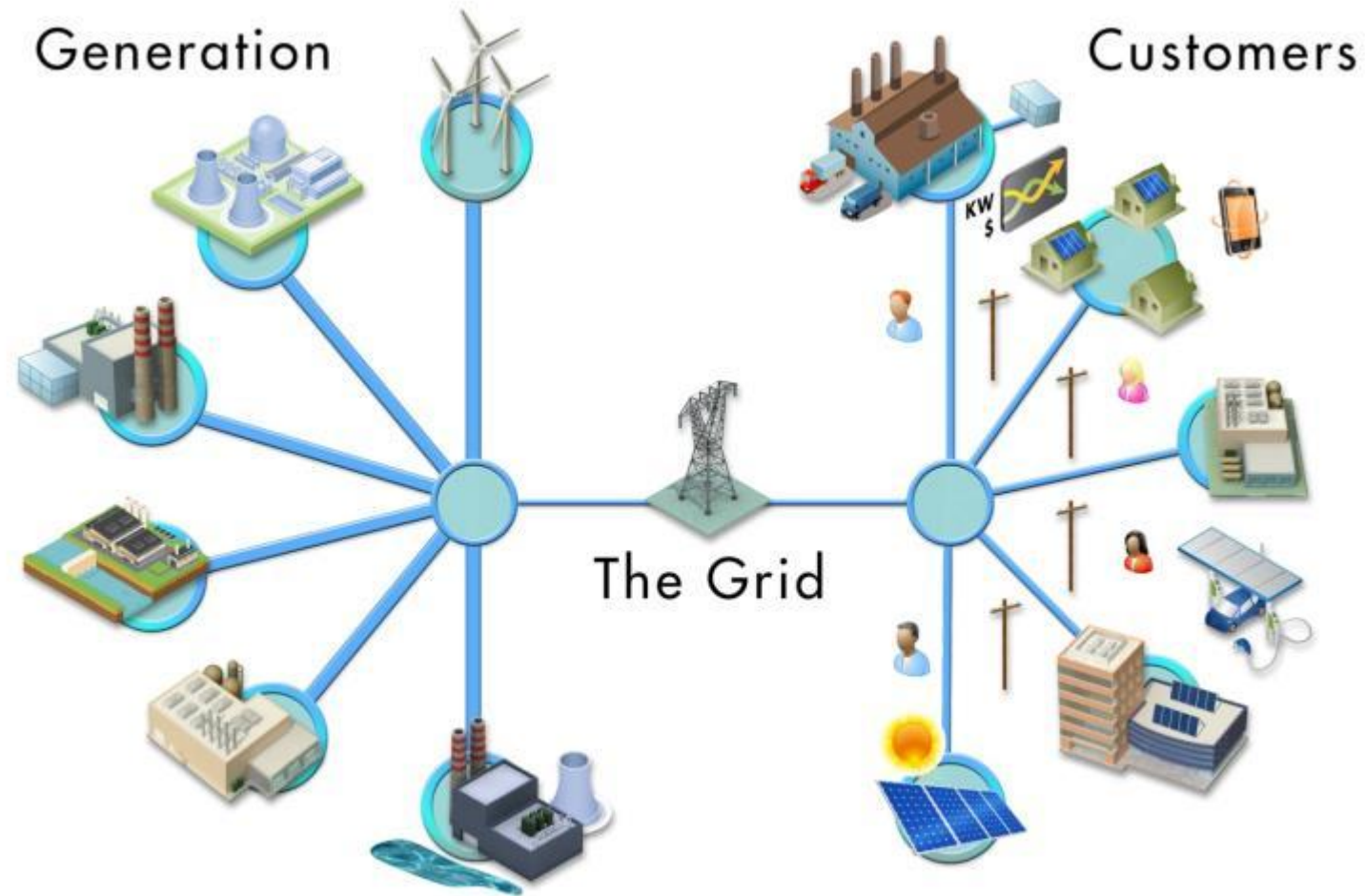


Electric Power Research Institute



Together...Shaping the Future of Electricity

Looking Forward



Distributed Energy Resources

Photovoltaics

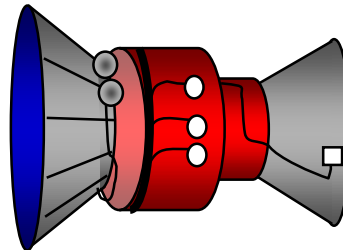


Storage

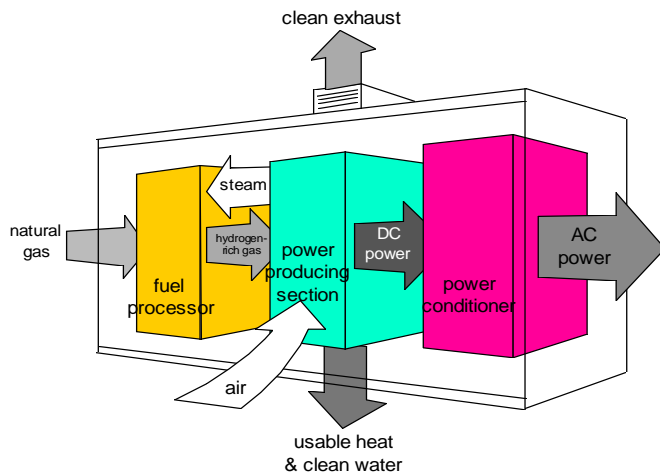


Photo courtesy of NREL

Micro-generation



Fuel Cells



Plug-In Electric Vehicles



How Might the Grid Evolve?



Grid Defection

**Connected,
but not
Integrated**

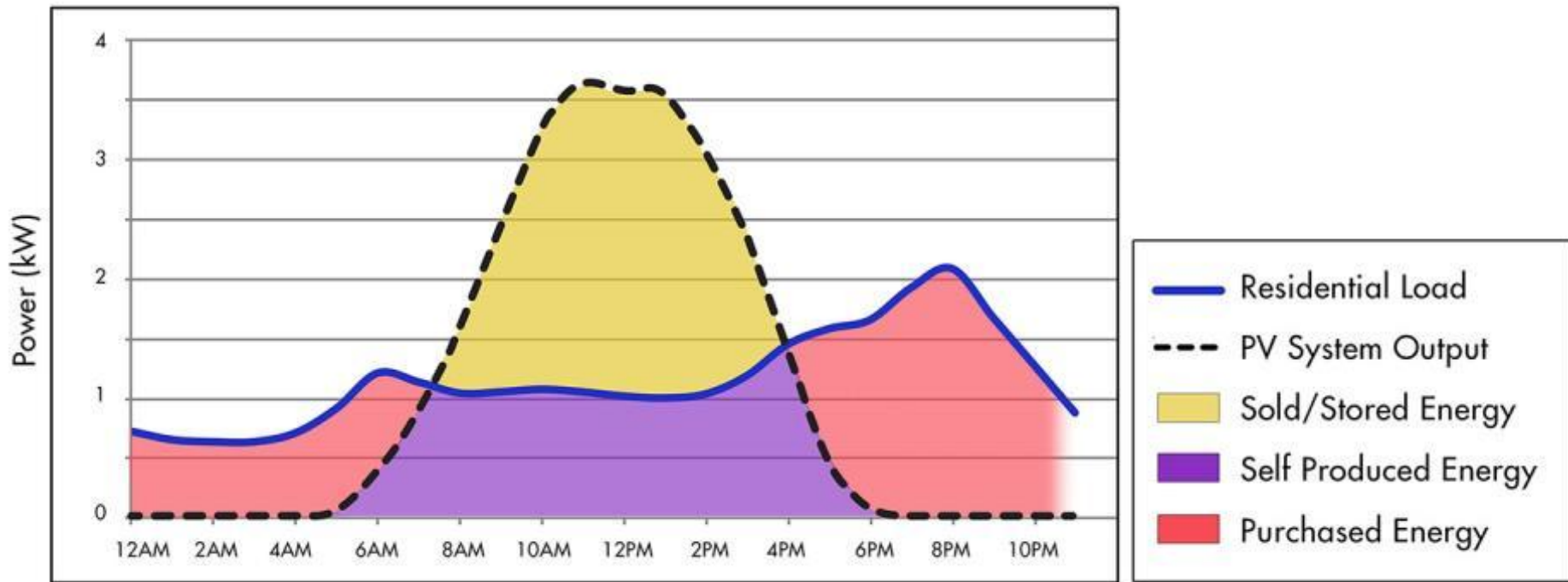
**Partially
Integrated**

**A Fully
Integrated
Grid**

**Where we
are today**

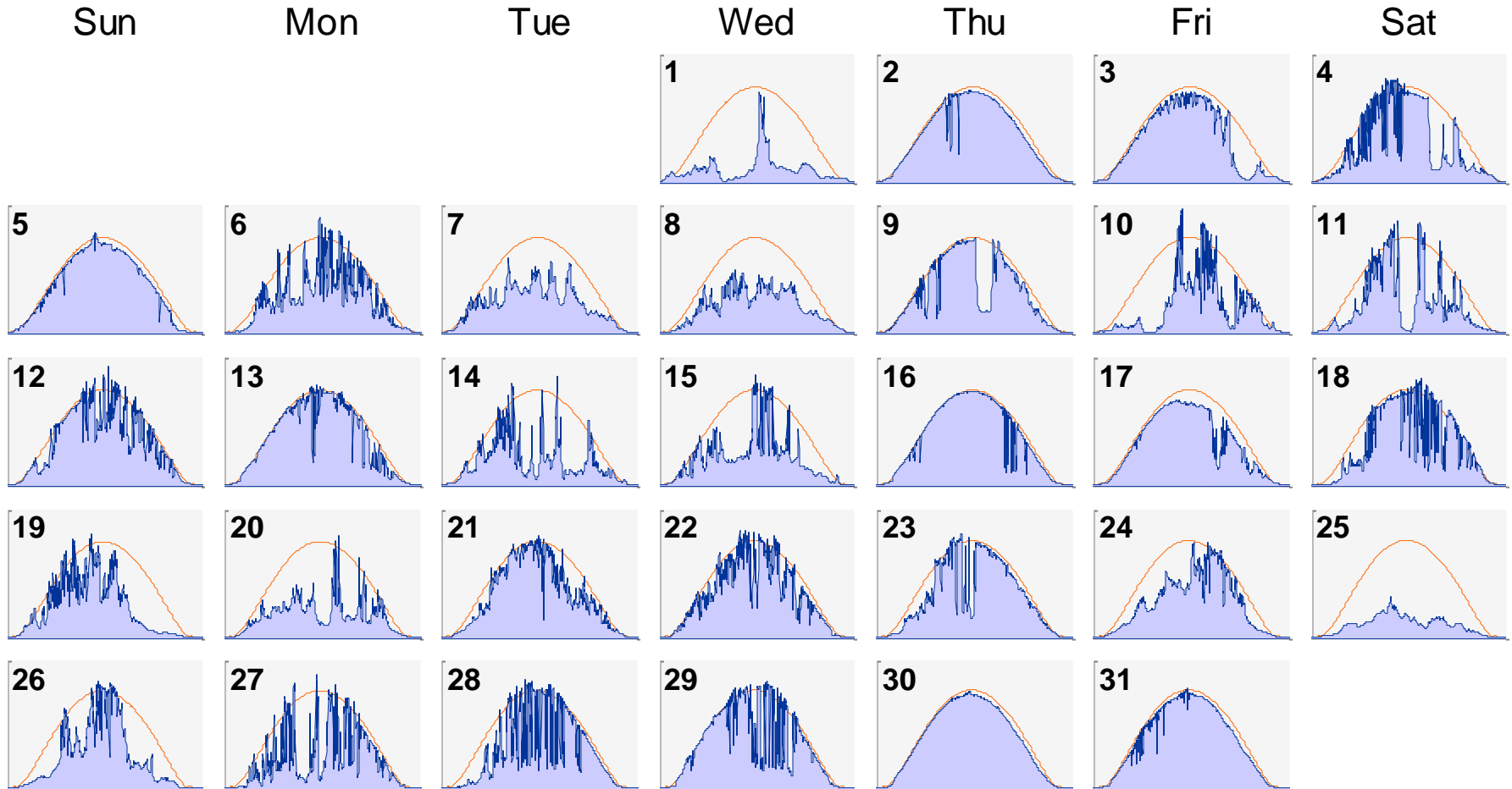
***Policy, Regulation, Markets, Interconnection Rules and
Technology will Drive the Transformation of the Grid***

The Grid Provides Transactional Value



Grid Delivers Balancing Resource

Solar resource calendar for August 2012 shows irradiance profiles in NJ



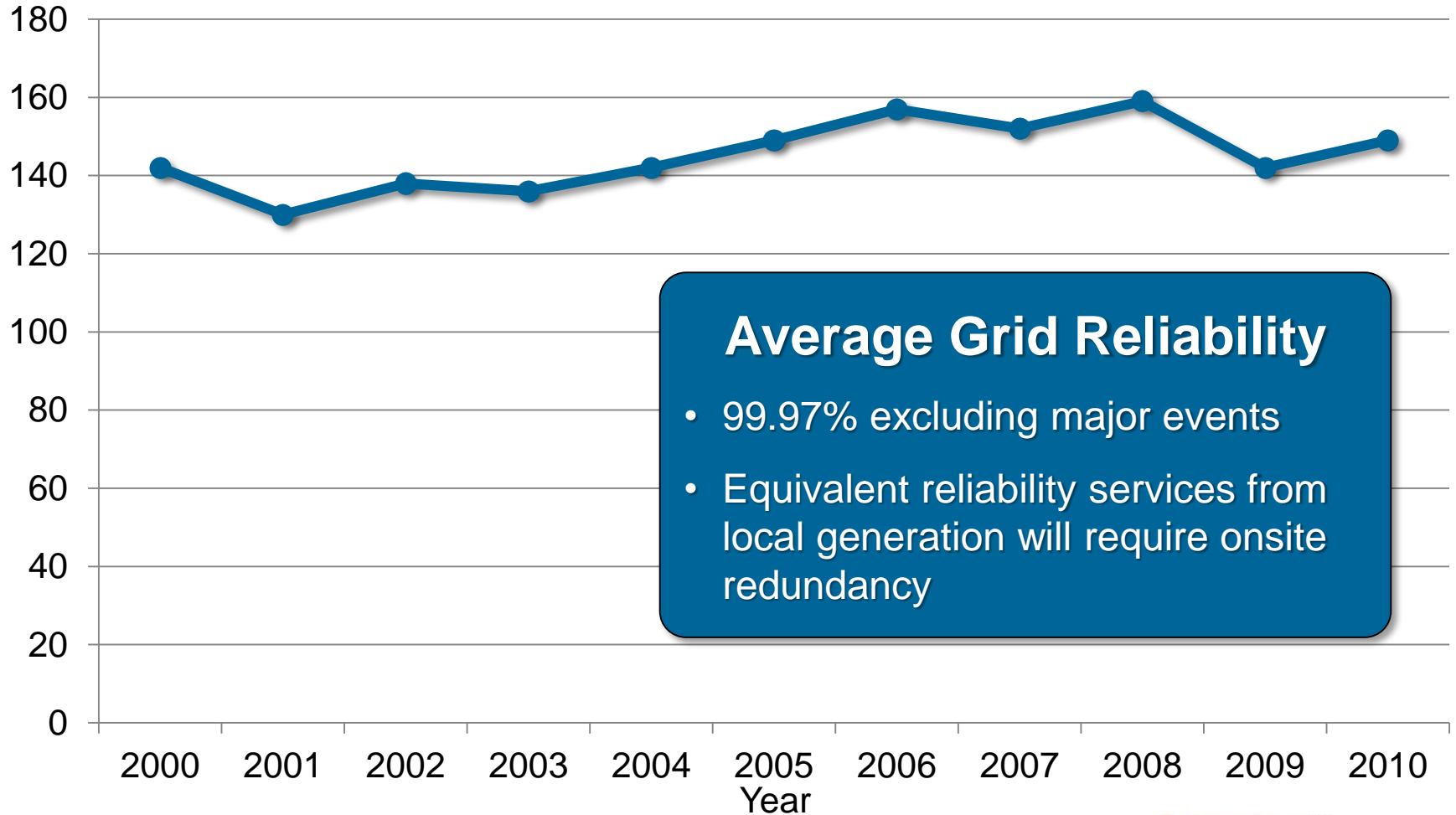
Blue area: measured irradiance

Orange line: calculated clear sky irradiance

Grid Provides Reliability Service

**System Average Interruption Duration Index (SAIDI)
Without Major Events**

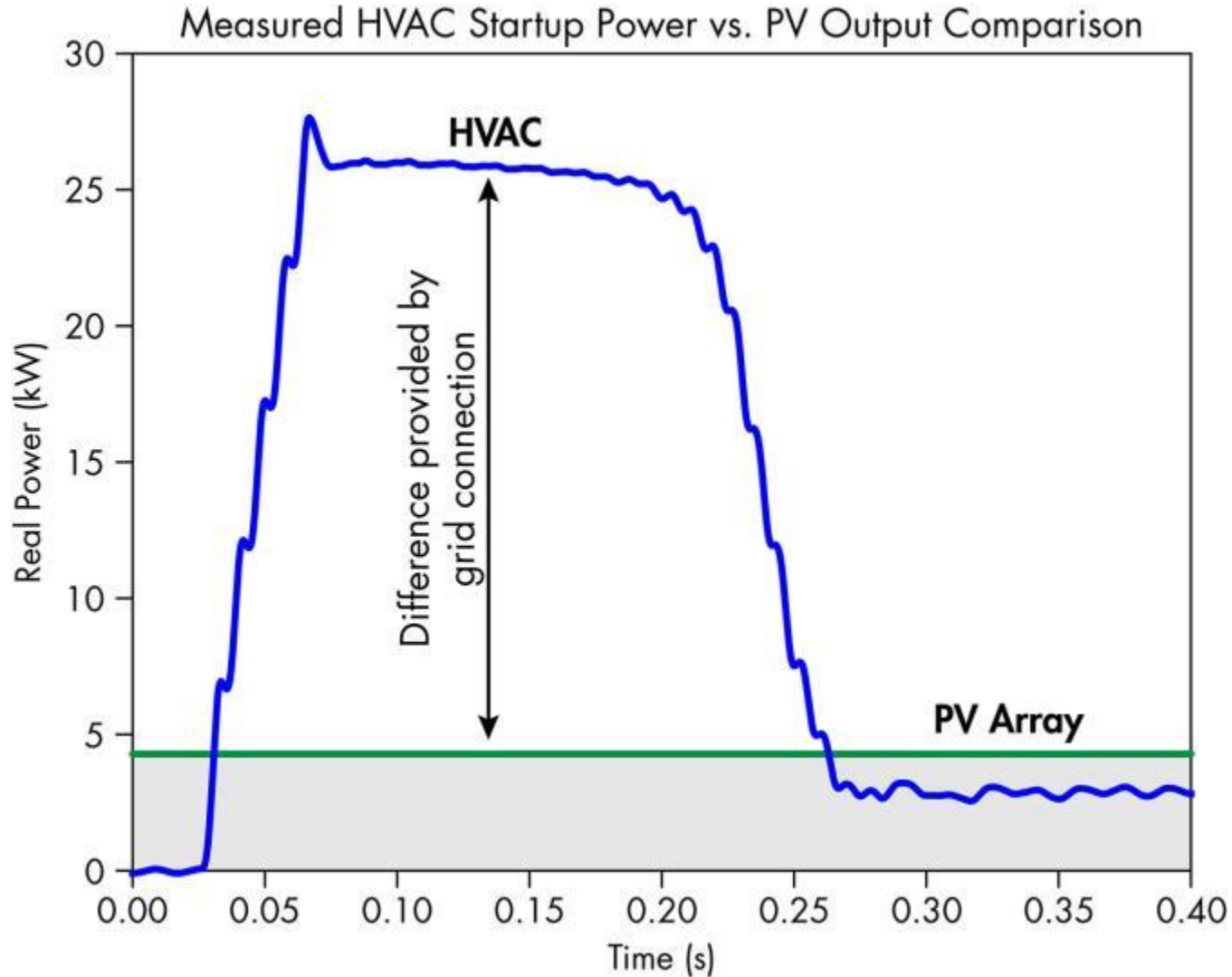
Minutes



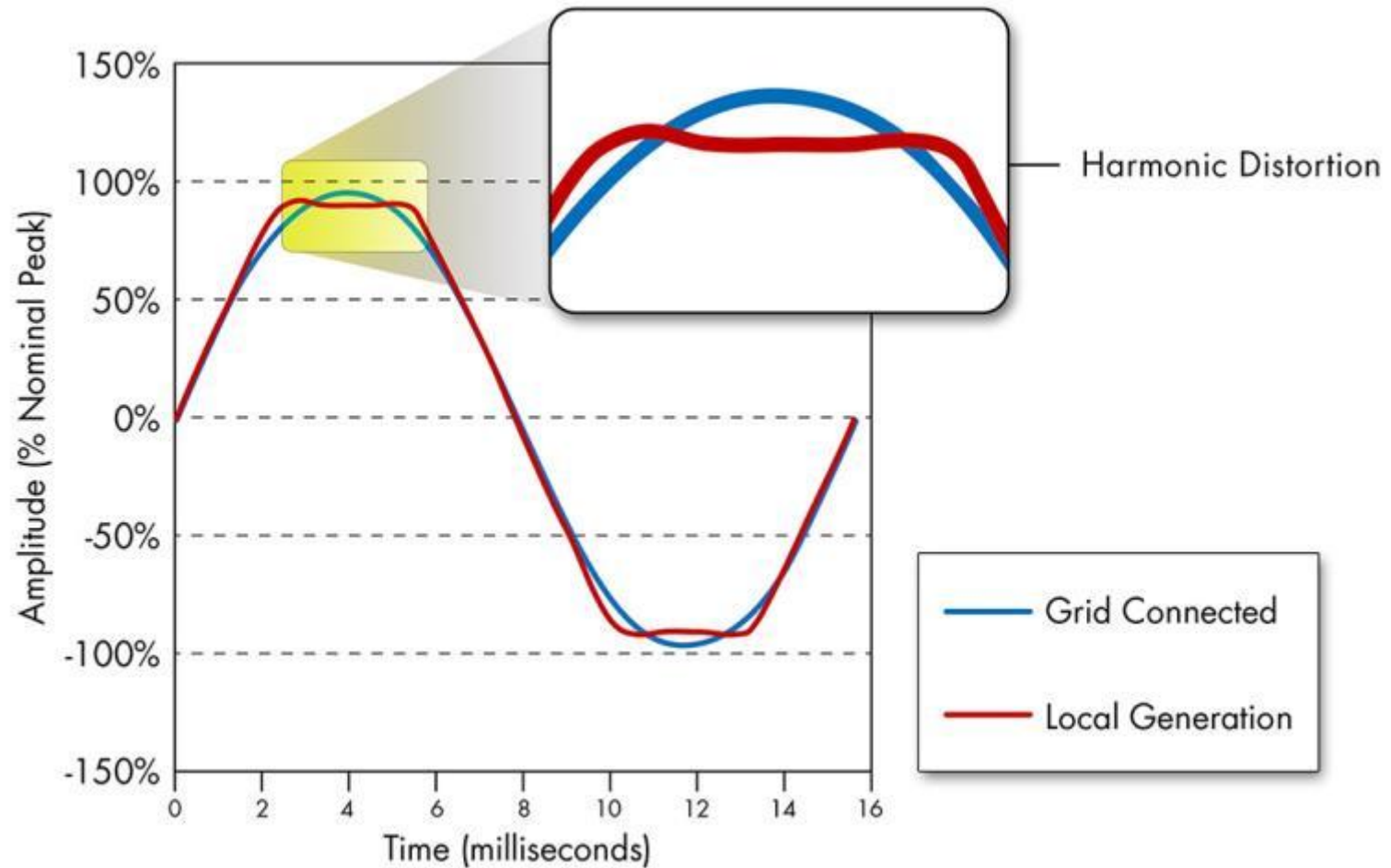
Average Grid Reliability

- 99.97% excluding major events
- Equivalent reliability services from local generation will require onsite redundancy

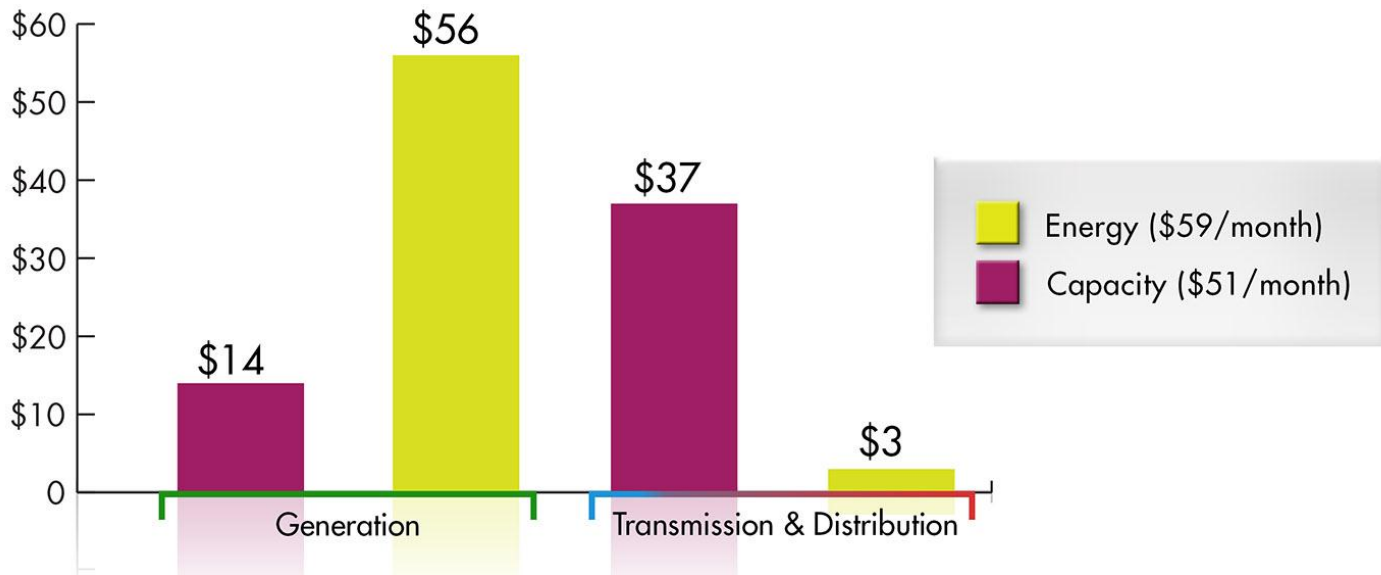
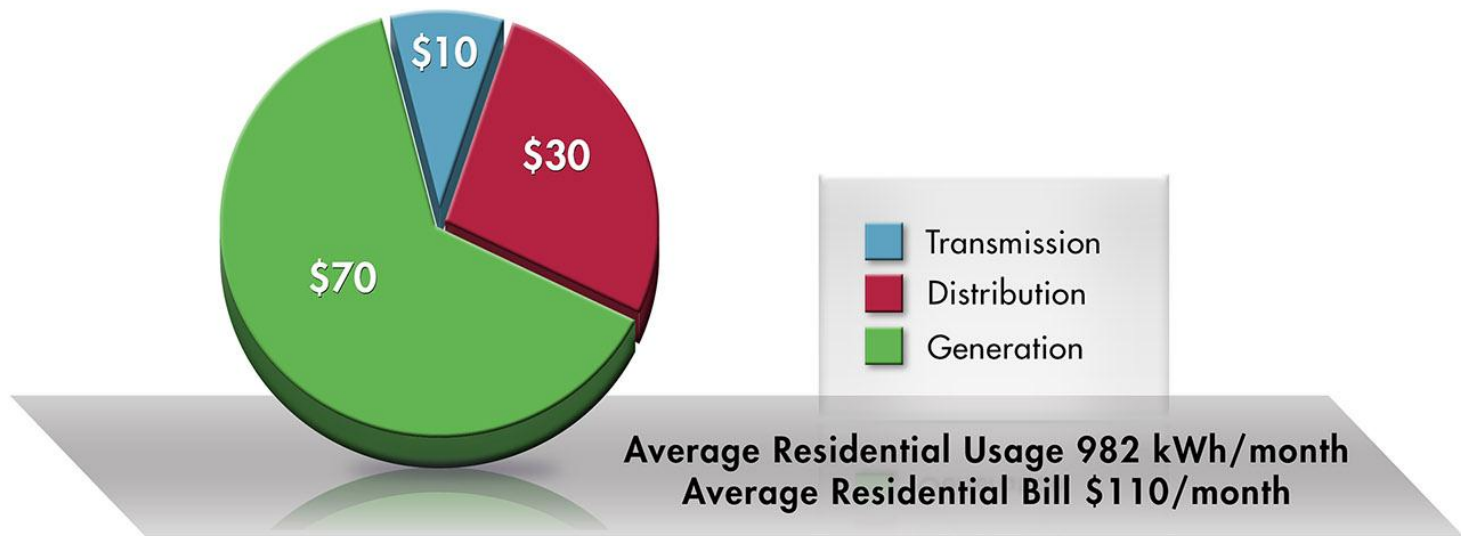
The Grid Provides Startup Power



Grid Connectivity Reduces Harmonic Impact



U.S. Average Cost to Consumers



Cost Projection for Off-Grid Local Energy Resource

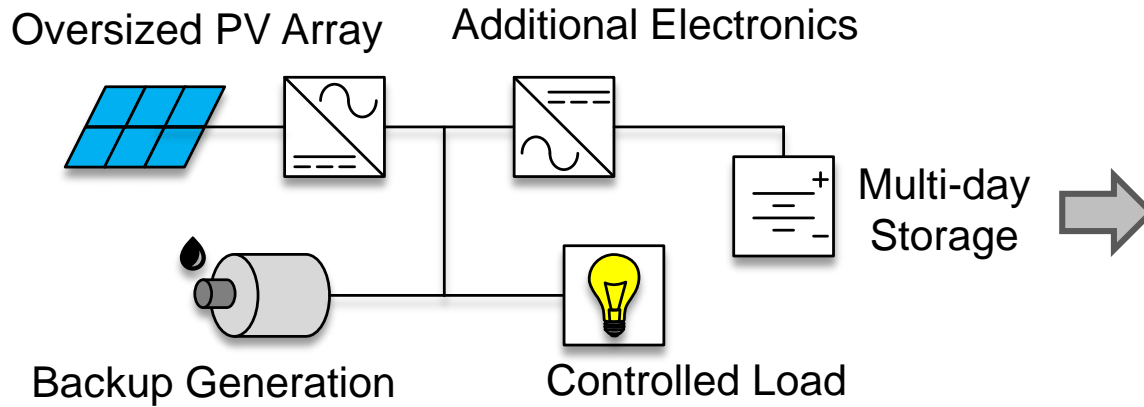


Photo courtesy of NREL

Monthly Cost to Provide Grid Services from Local Resources¹

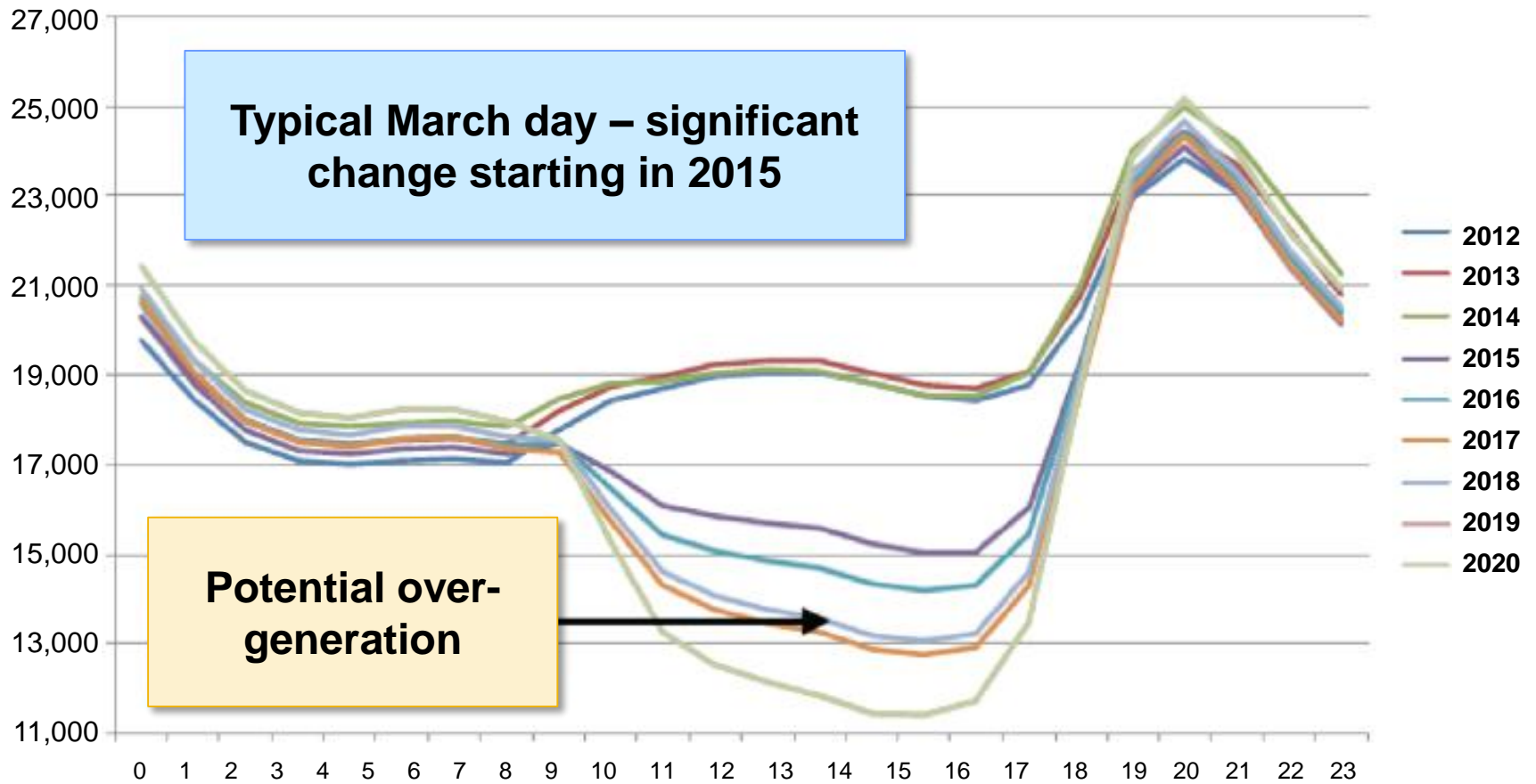


Projected Cost in 2020



¹ Does not include additional cost of energy from local resources

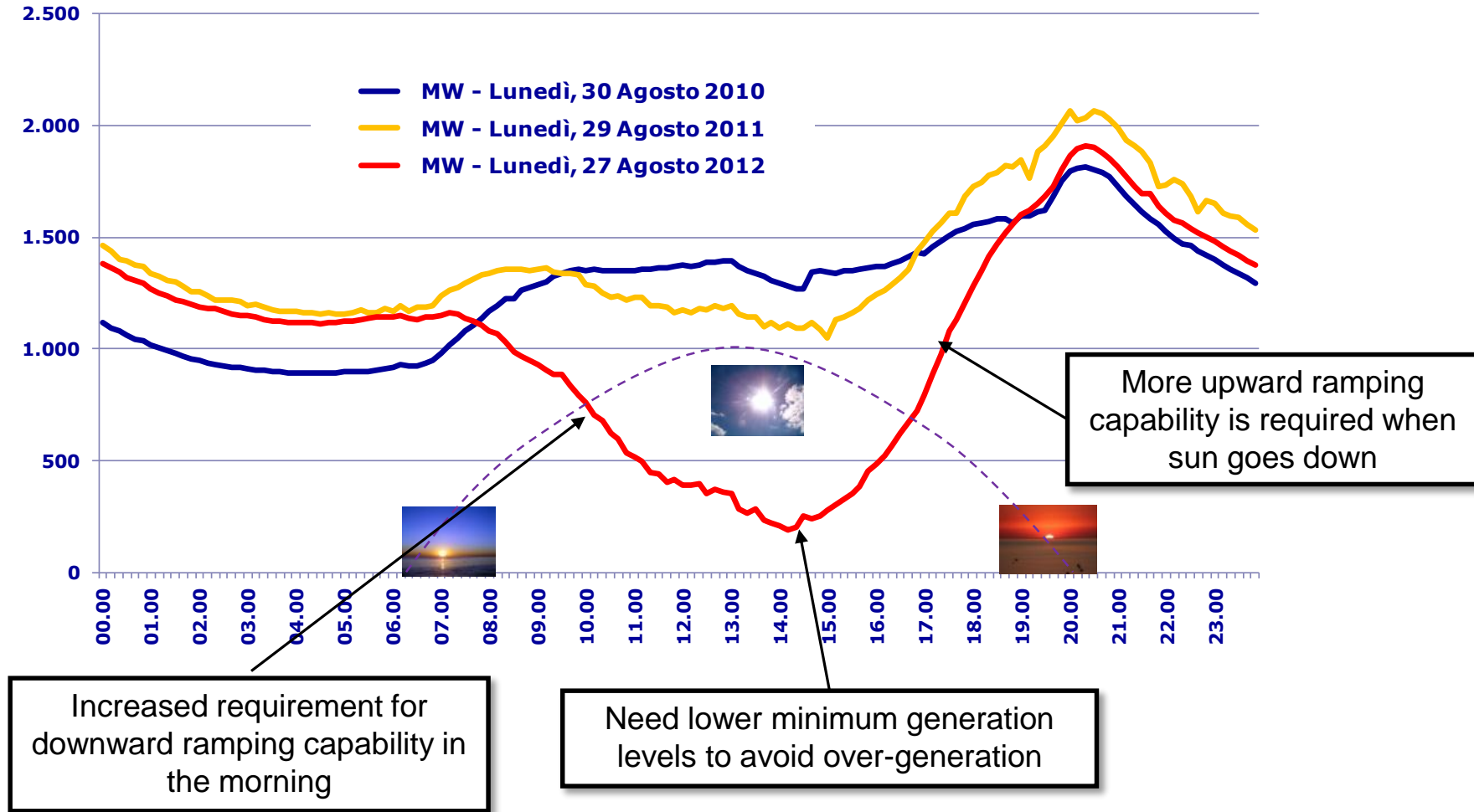
CAISO Net Load – 2012 Through 2020



Source: California ISO

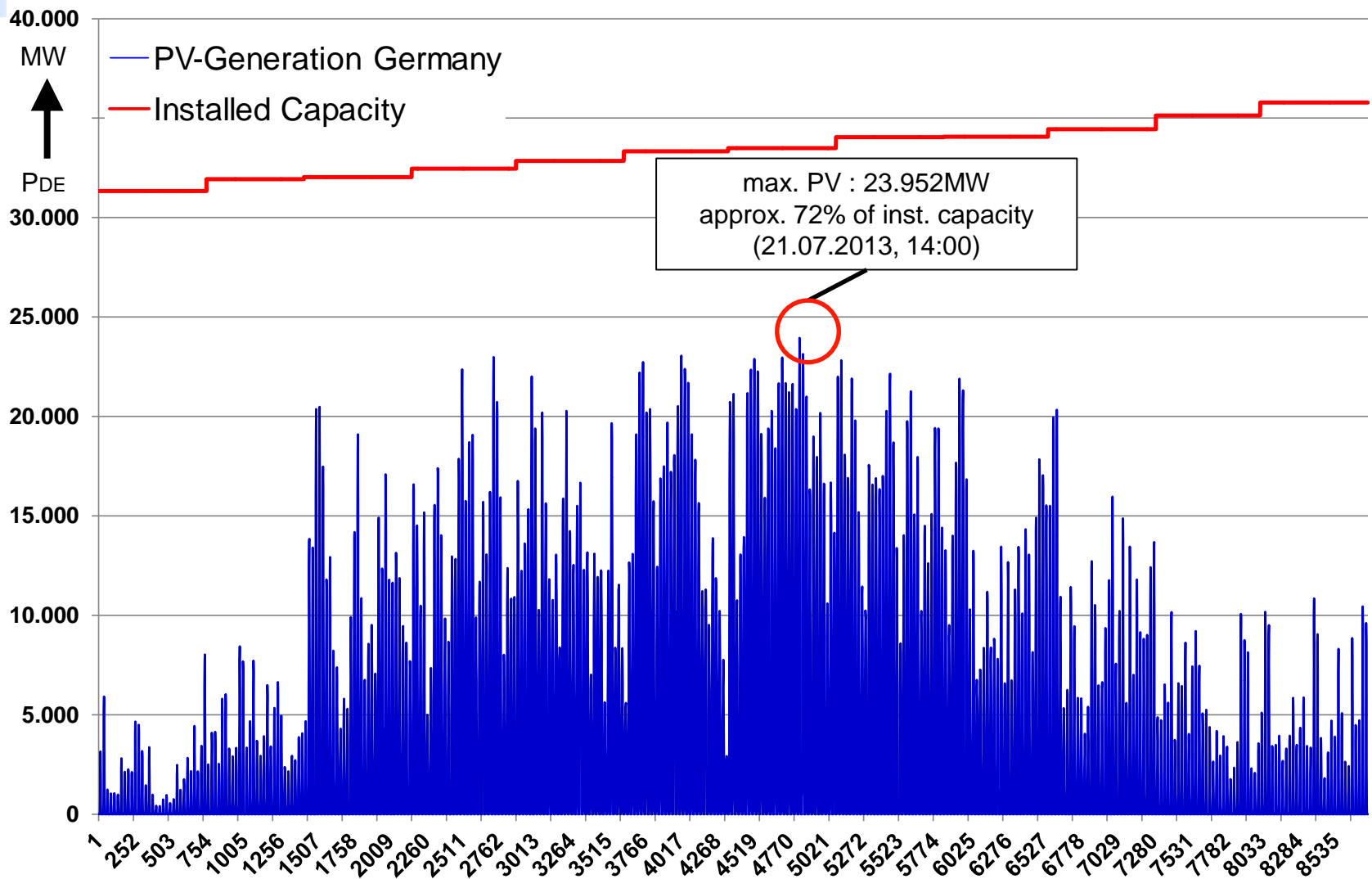
The “Duck” Curve is for Real

Not Just Resource Adequacy but the Adequacy of Resource of the Right Type



Source: ENEL – Measured Data from Southern Italy and CAISO analysis

Solar Energy: Installed Capacity and Production (2013)



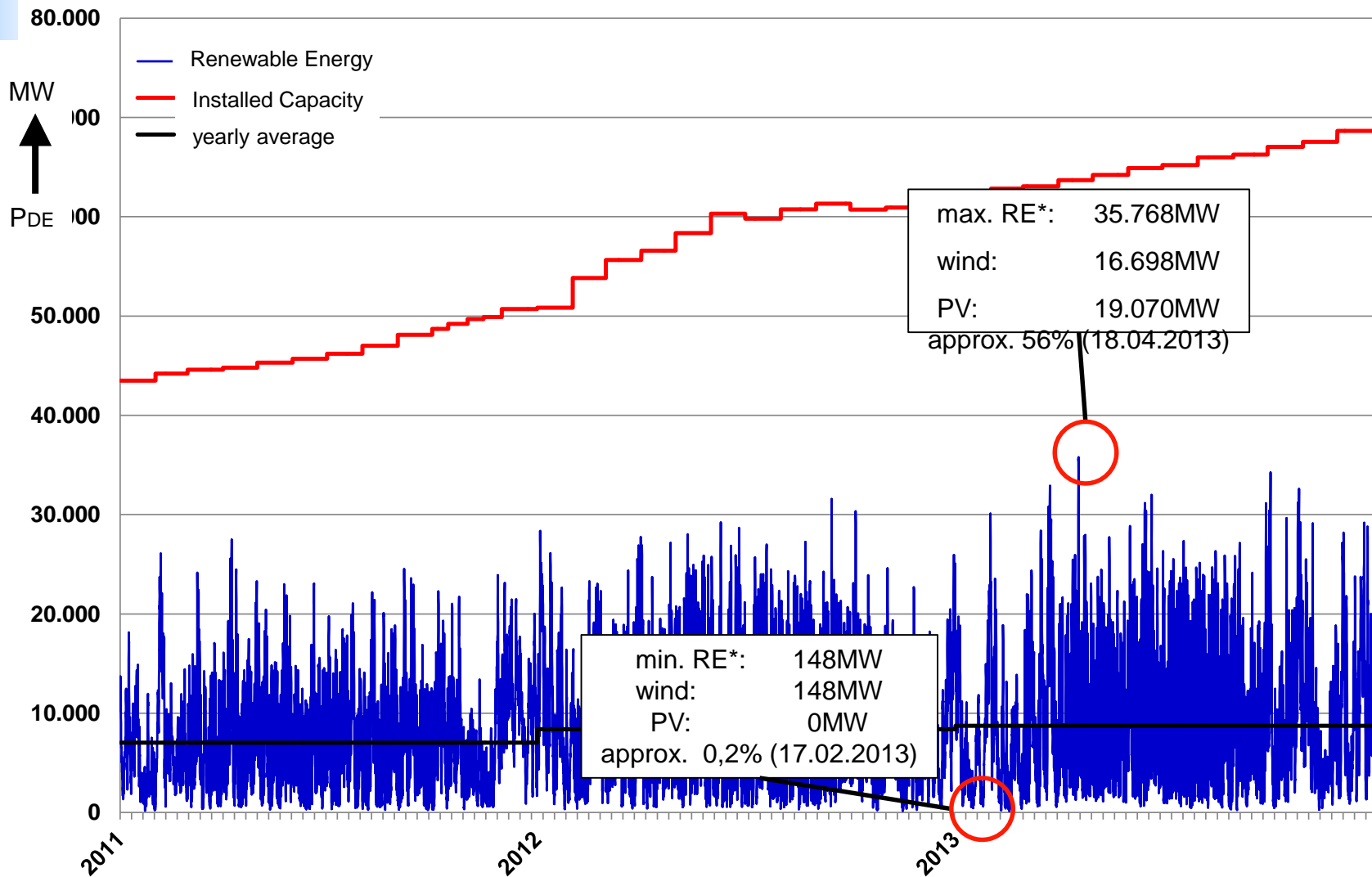
Source: Amprion GmbH

h-Values for 2013



RES: Installed Capacity and Production

h-values since 2011

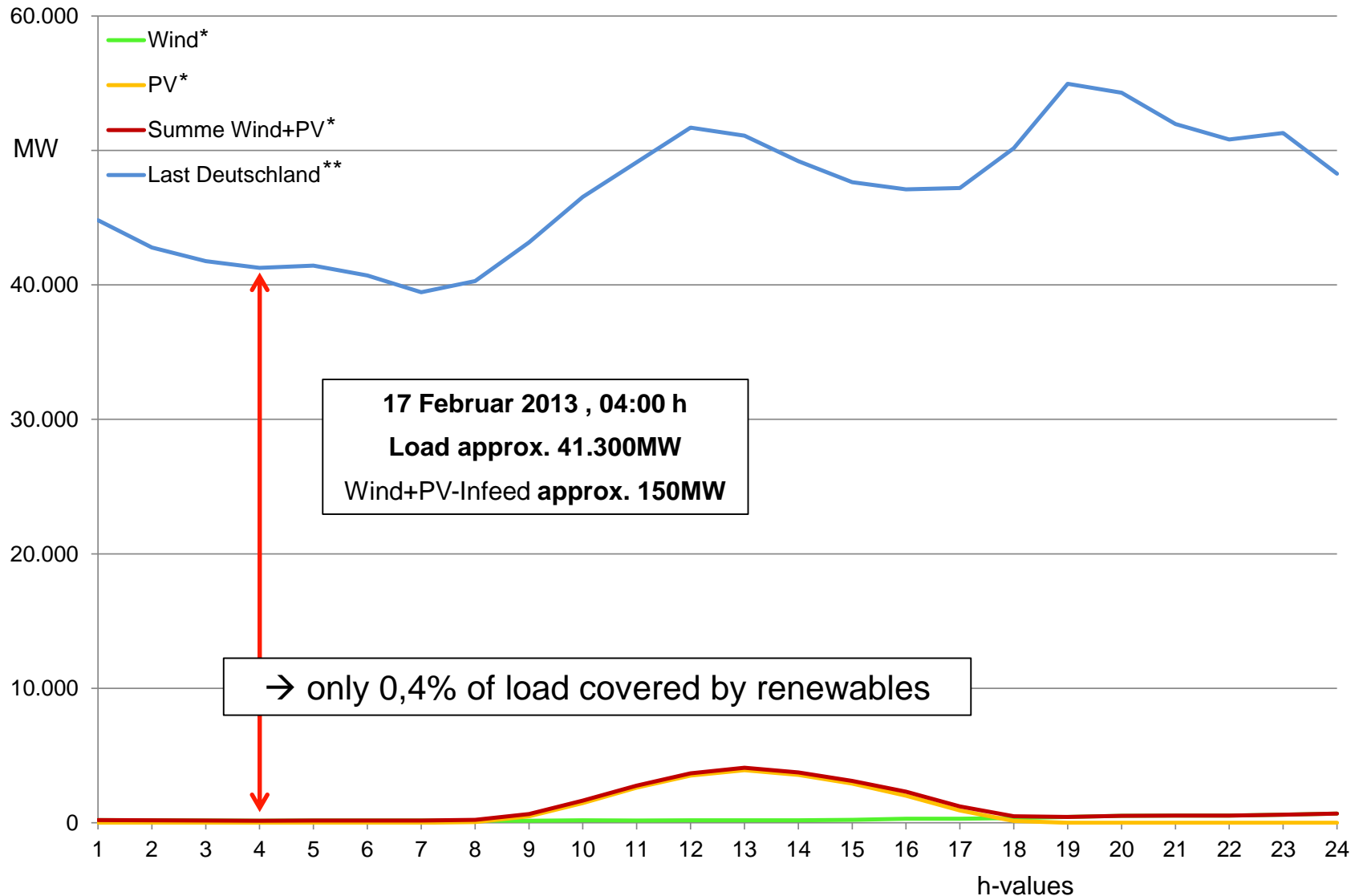


Source: Amprion GmbH

h-Values since 2011

Wind and Solar Infeed vs. Load in Germany

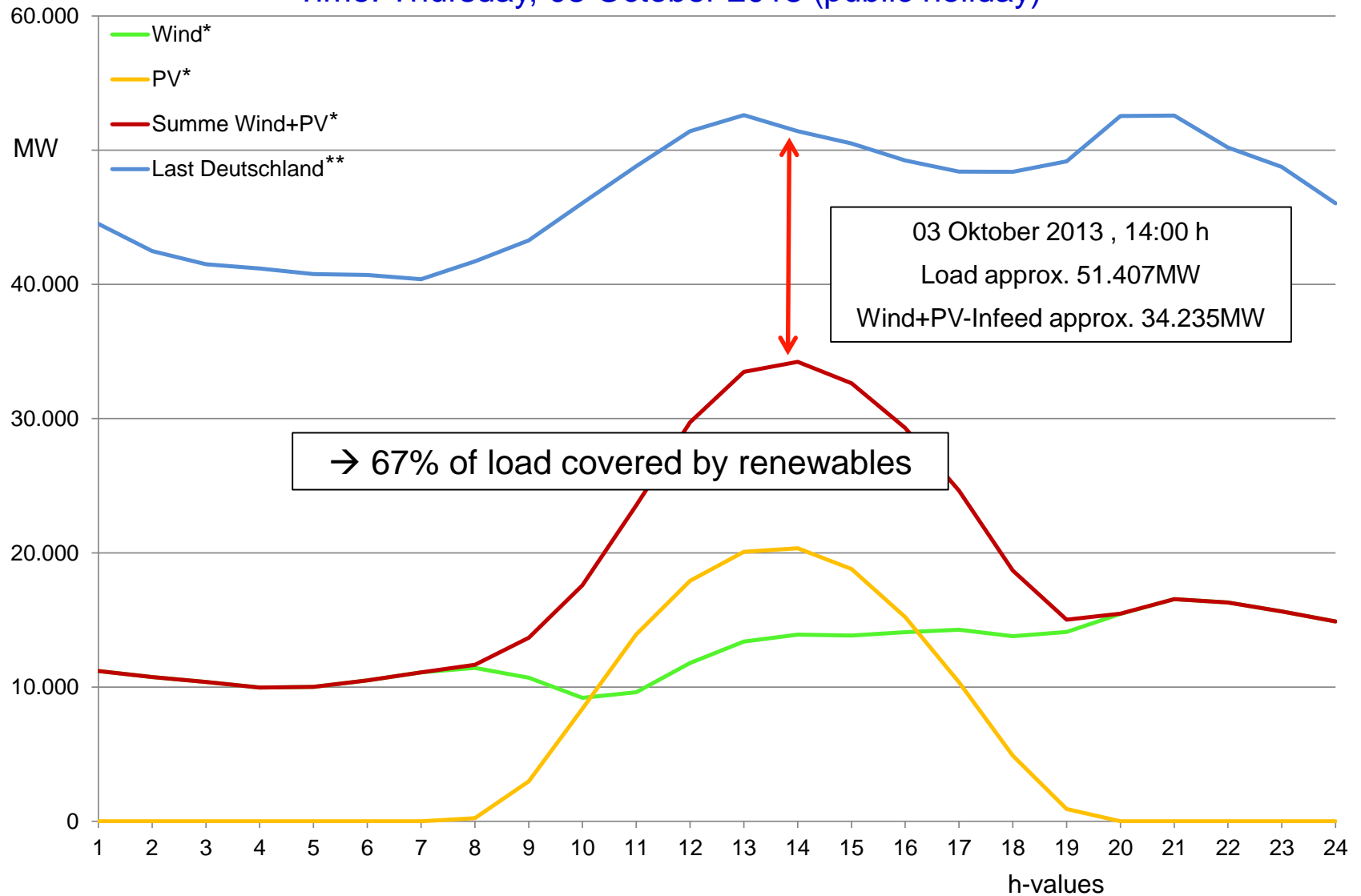
Time: Sunday, 17 October 2013 (day with lowest renewable infeed)



Sources: * EEG/KWK-G ** EEX-Transparenzplattform *** ENTSO-E

Wind and Solar Infeed vs. Load in Germany

Time: Thursday, 03 October 2013 (public holiday)



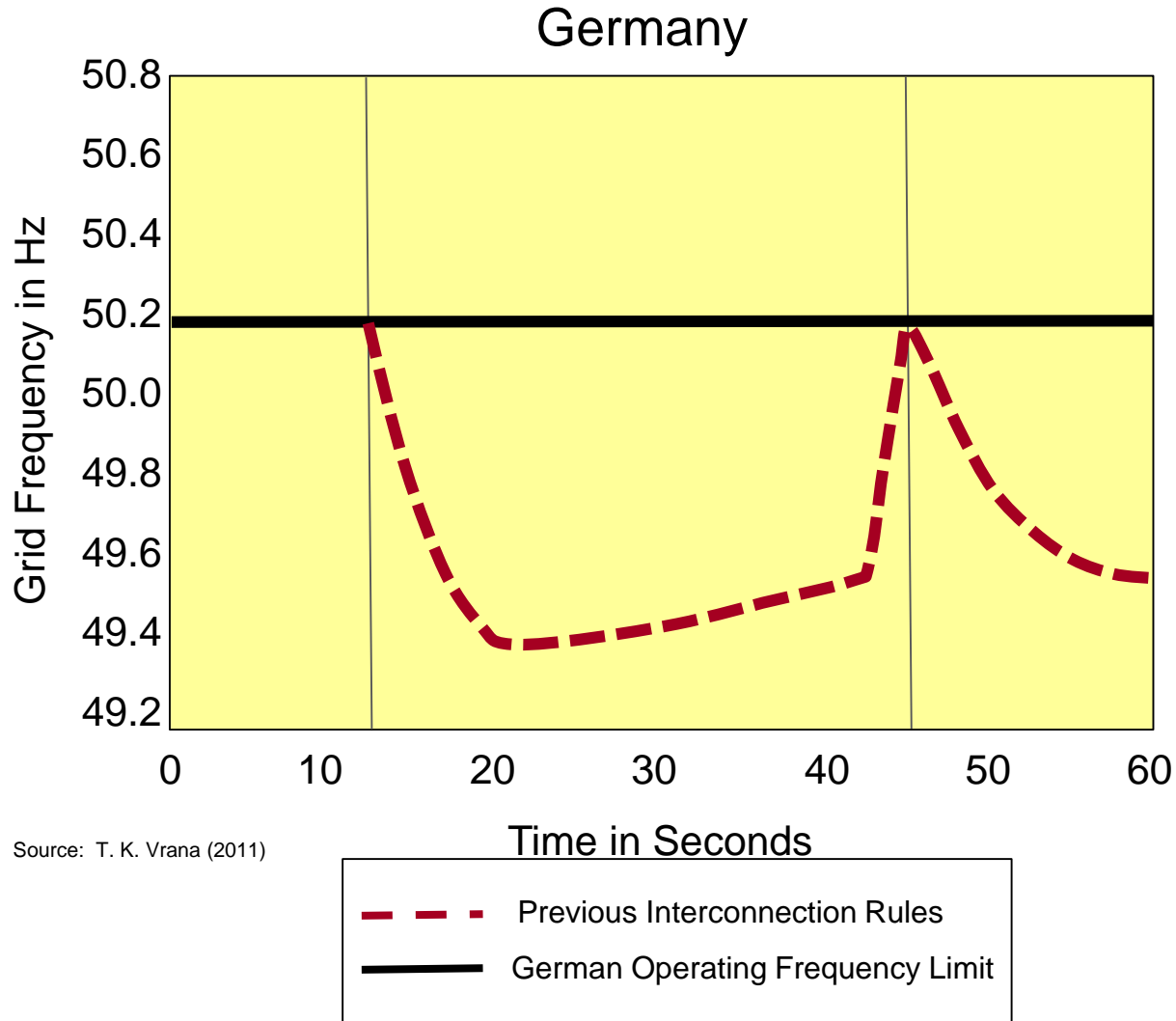
→ 67% of load covered by renewables

03 Oktober 2013 , 14:00 h
Load approx. 51.407MW
Wind+PV-Infeed approx. 34.235MW

Datenquellen: * EEG/KWK-G ** EEX-Transparenzplattform *** ENTSO-E

Why Interconnection Guidelines Needed

Risk of Wide-Spread PV Disconnection



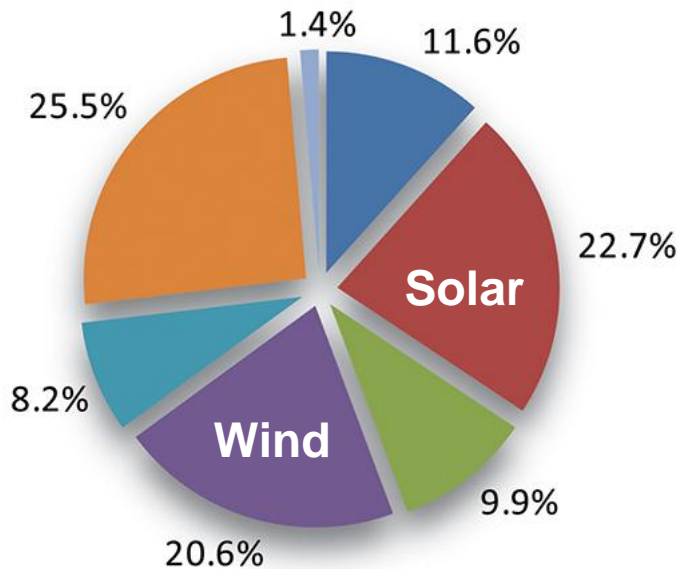
Source: T. K. Vrana (2011)

As of 2012 PV Inverters were not required to provide frequency support and disconnect from the grid if the frequency reaches 50.2 Hz

This is similar to all current interconnection requirements in US as per IEEE 1547-2003

Germany: Higher Penetration of Local Generation Necessitates an Integrated Approach

Installed Capacity (2013)



~63GW of Installed Wind and PV – mostly connected to LV and MV grid

Interconnection Rules

- Grid frequency support

Grid Infrastructure Upgrade

- ~\$27.5B-\$42.5B upgrade

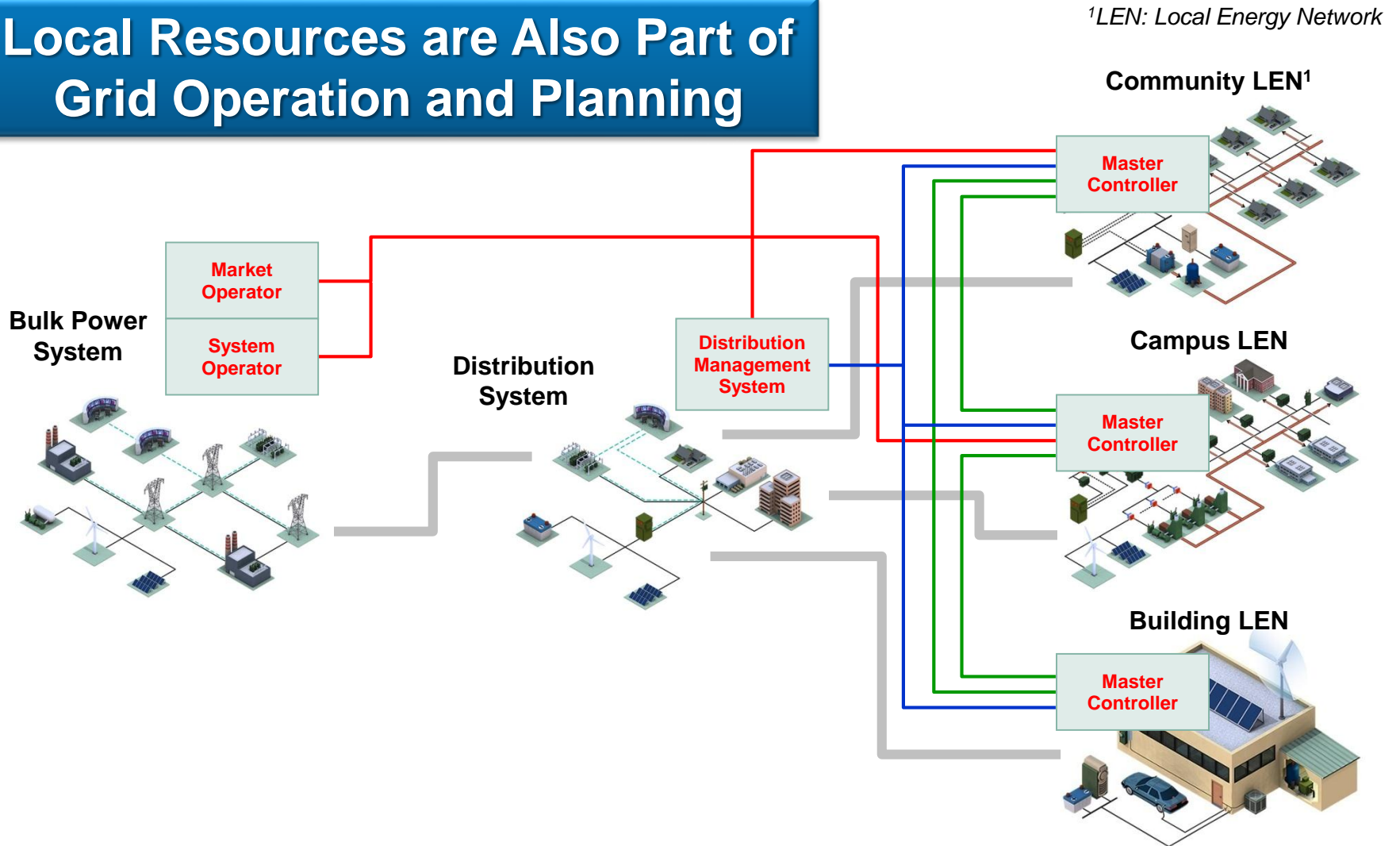
Two Way Communication

- Enabled by Advanced Distribution Management

Recent Changes in Germany to Address Concern of Grid Reliability

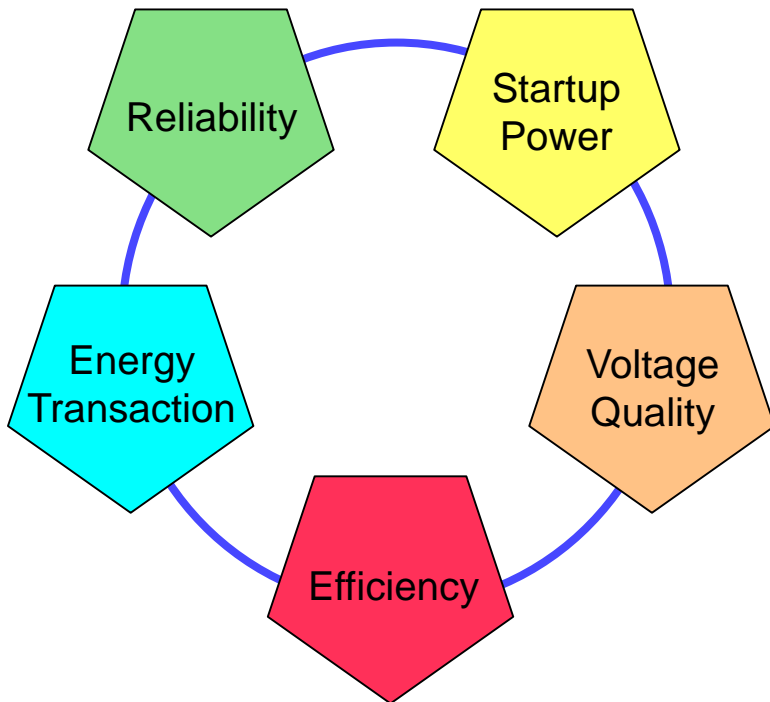
The Integrated Approach

Local Resources are Also Part of Grid Operation and Planning

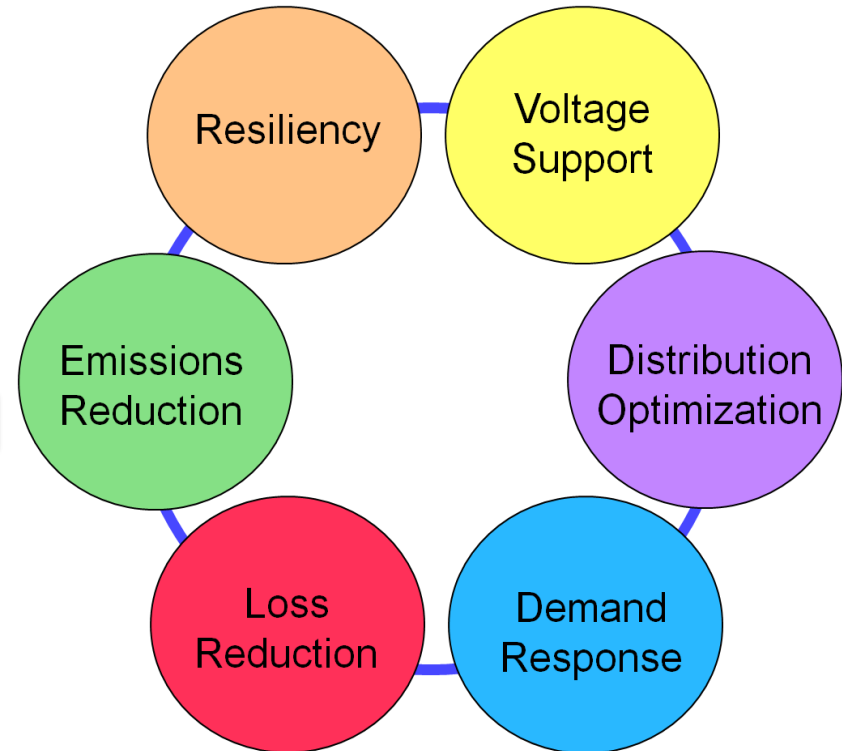


Interconnected but Not Integrated

Interconnected Value of Grid Connectivity



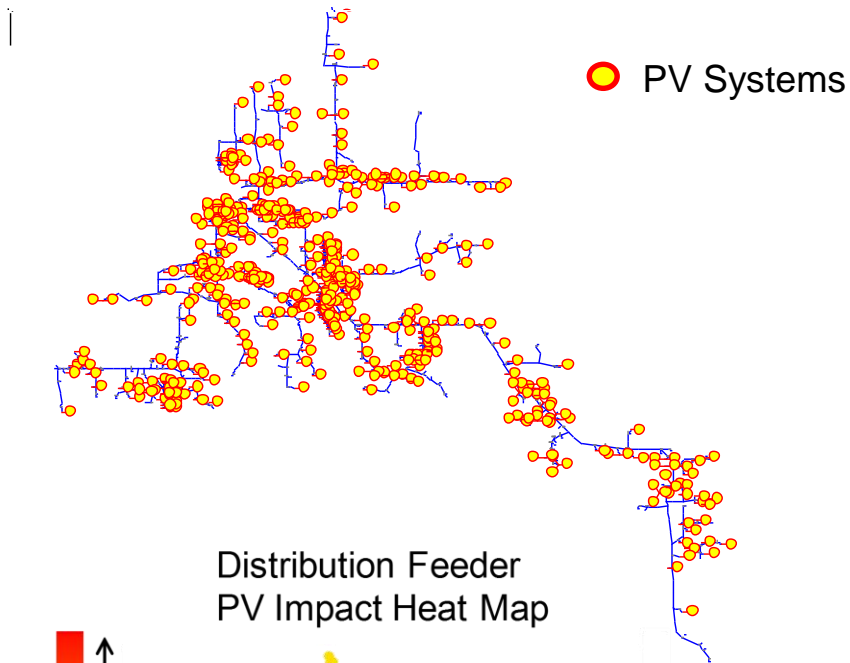
Integrated Value of DER and Grid



Integration Enables Values of all Resources

DER Penetration

Feeder Hosting Capacity: A Brief Primer



Baseline – No PV

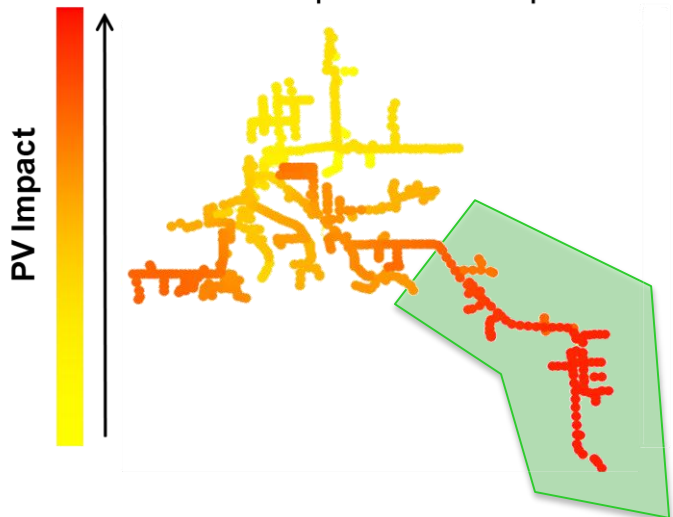
PV Penetration 1

PV Penetration 2

PV Penetration 3

Beyond...

Process is repeated 100's of times to capture many possible scenarios

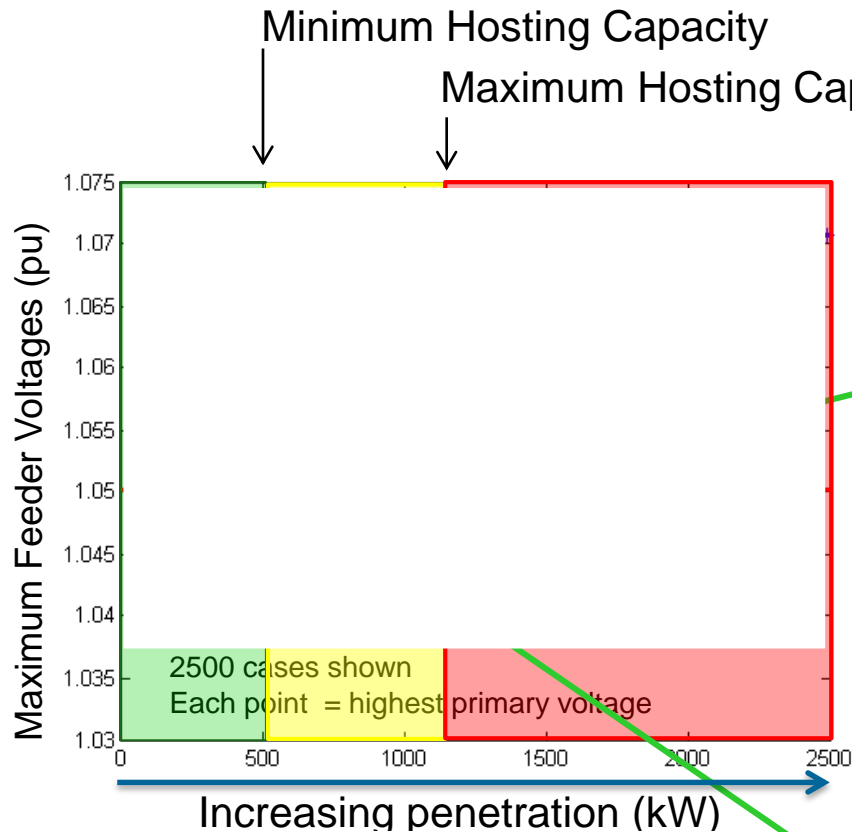


Increase Penetration Levels Until Violations Occur

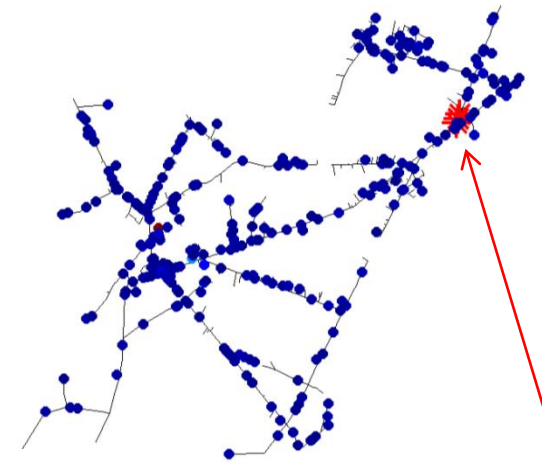
- voltage
- protection
- power quality
- thermal

DER Penetration

Hosting Capacity: Sample Results

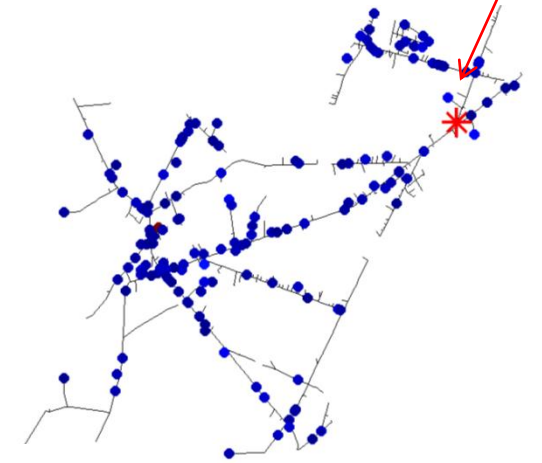


- No observable violations regardless of size/location
- Possible violations based upon size/location
- Observable violations occur regardless of size/location



Total PV:
1173 kW

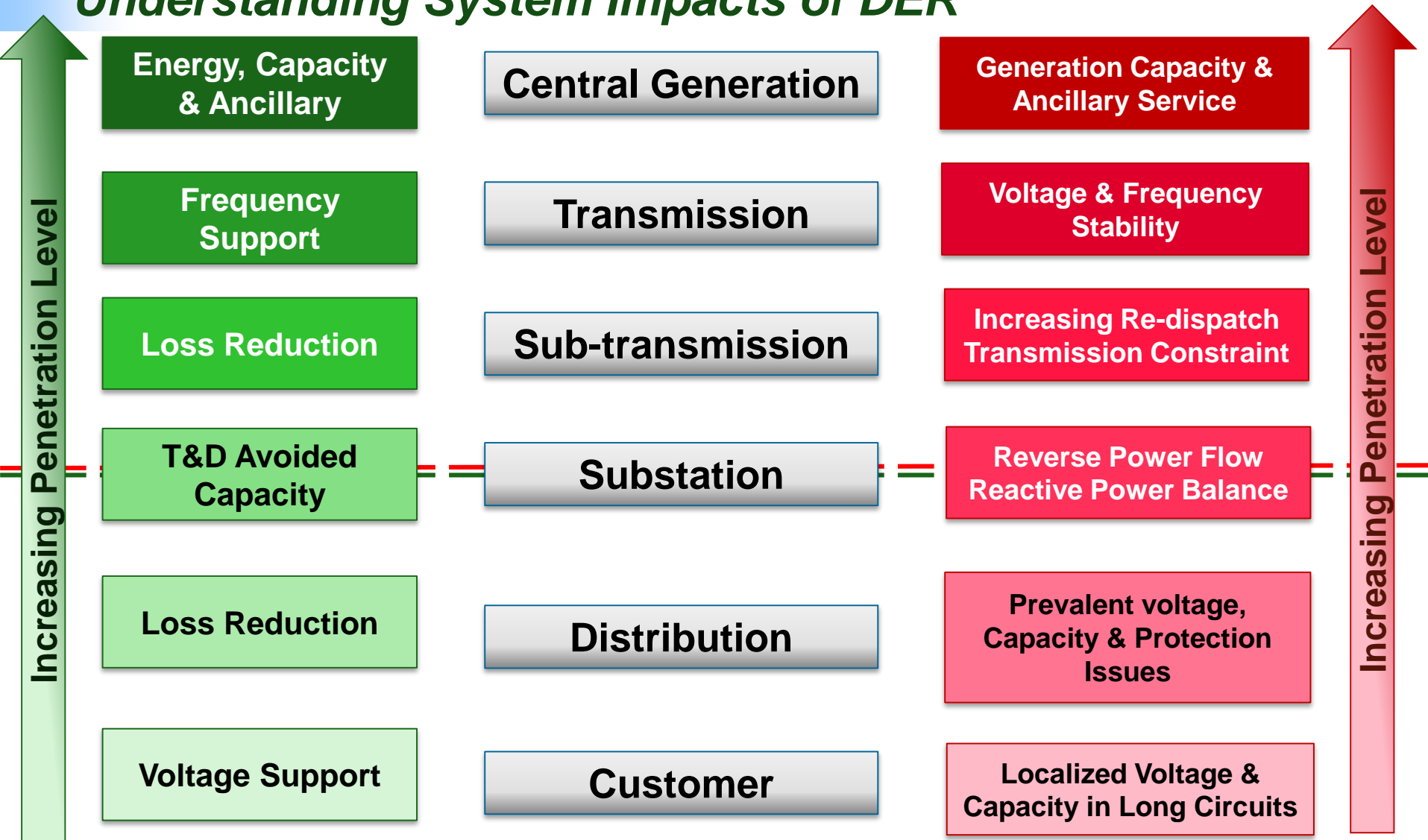
Voltage violation



Total PV:
540 kW

Power System Impact

Understanding System Impacts of DER

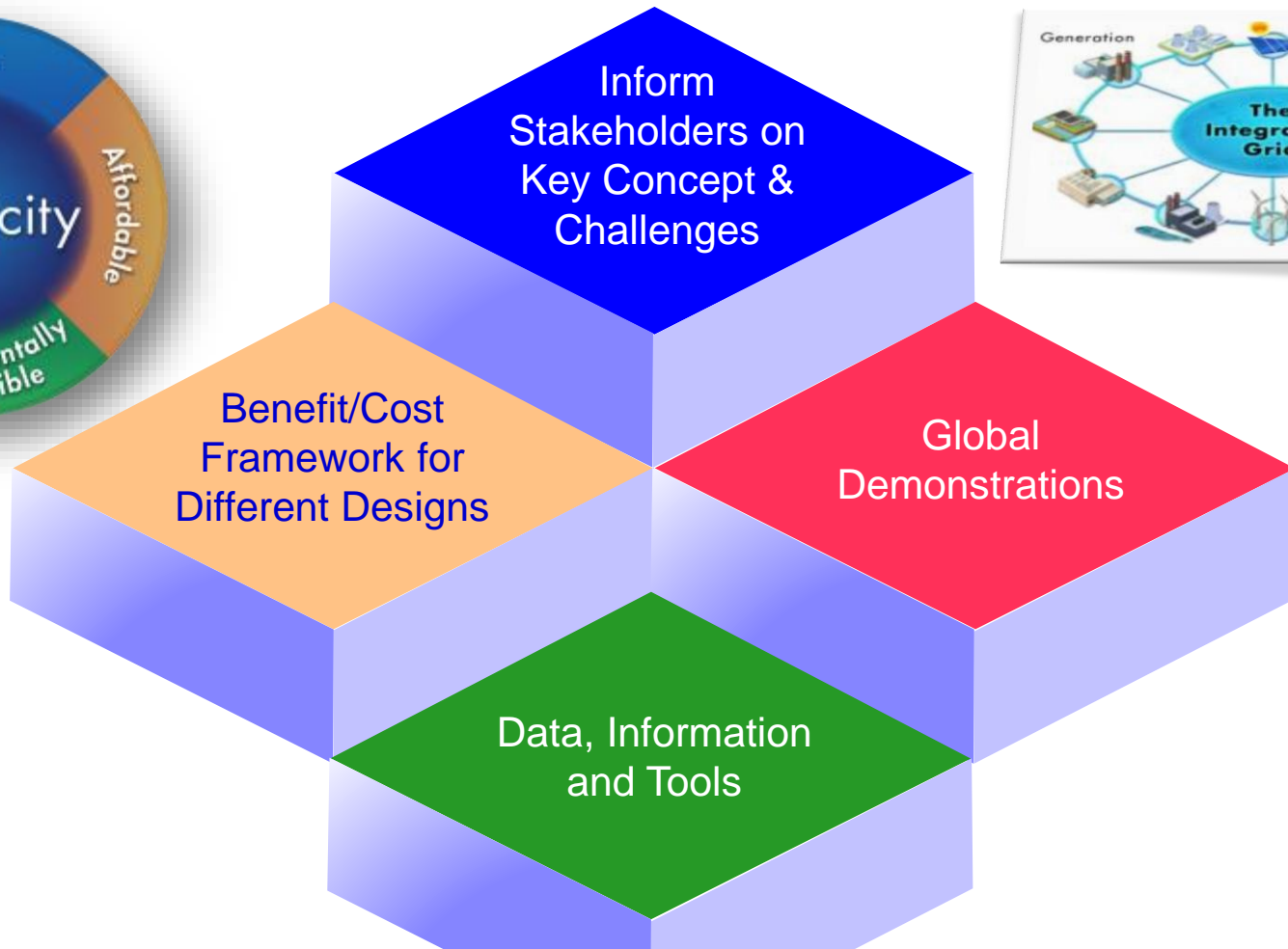


Foundation of An Integrated Grid

1. Grid Modernization
2. Communication Standards and Interconnection Rules
3. Integrated Planning and Operations
4. Informed Policy and Regulation



Action Plan



Global Collaboration to Establish the Science, Engineering and Economics

Action Plan

3 Key Areas & Research Challenges



**Benefit - Cost
Framework**



**Interconnection
Technical
Guidelines**



**Grid Planning &
Operations**

Collaboration with All Stakeholders

Overall Benefit Cost

What is Included & What is Not

- **Utility Operations**

(people and how they do their jobs:
non-fuel O&M, non-production assets, safety)

- **System Operations**

(the power system and its efficiency: losses,
combustion, dispatch optimization, emissions)

- **Utility Assets**

(production assets required: GT&D)

- **Reliability & Power Quality**

(frequency and duration of customer interruptions,
harmonics, sags/swells, voltage violations)

- **Customer**

(equipment & other direct customer costs)

- **Society**

(jobs, security, environmental and other economic costs and benefits)

Utility-
Cost
Function

Customer
Perspective

**Included
EPRI's
Methodology
based on
Power
System
Analysis and
Economics**

**Not in scope
of EPRI's
Methodology**

Building Upon Prior Efforts

The Impact of Limited
Energy Resources
California Edison's
and Distribution

May 2012



Southern California Edison
Distribution Engineering and Advanced Technology

Minnesota Value of
Method

Minnesota Department of Commerce
Division of Energy Resources



January



EPRRI | ELECTRIC POWER
RESEARCH INSTITUTE

Cost-Effectiveness of Energy Storage

Application of the EPRRI Energy Storage Valuation
California Public Utility Commission Proceeding

3002001162

Evaluation of Hawaii's
Renewable Energy Policy
and Procurement

Final Report

January 2014 Revision

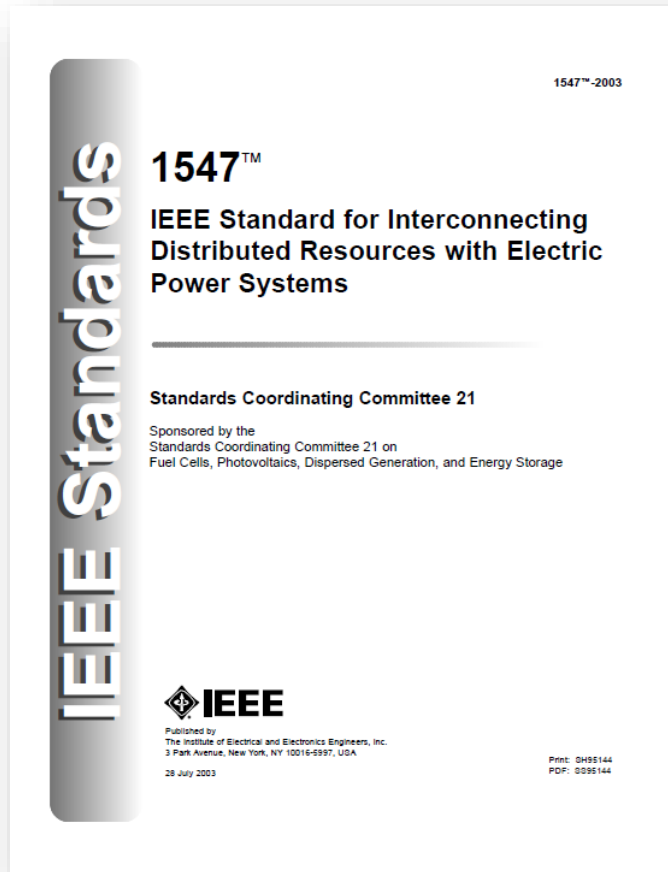


Energy+Environmental Economics

**Many have contributed to specific aspects of the framework
Need comprehensive approach: connecting all puzzle pieces**

Interconnection Guidelines

New Technical Considerations



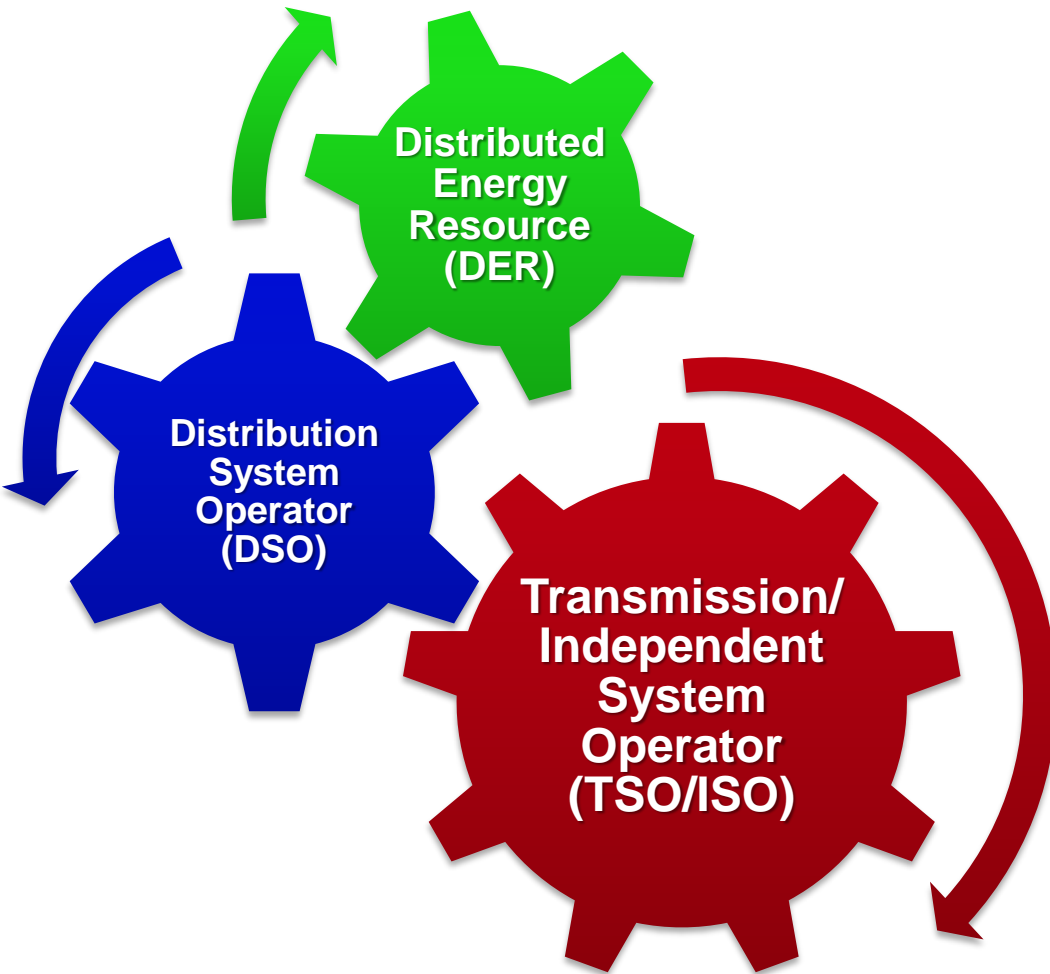
Future Interconnection Standards Should Consider

- **Voltage Support**
- **Frequency Support**
- **Fault Ride-Through**
- **DER/DSO Communication**

EPRI working on recommended technical guidelines for voltage and frequency ride through capability for DG based on new IEEE 1547a

Grid Planning and Operation

Transmission/Distribution Interface Needed



Establish technical requirements for transmission-distribution interface in a DER future

- Scheduling
- Real-time balancing
- Integrated markets
- Planning
- T&D operation
- Integrated System Modeling

Requires a coordinated effort among all stakeholders

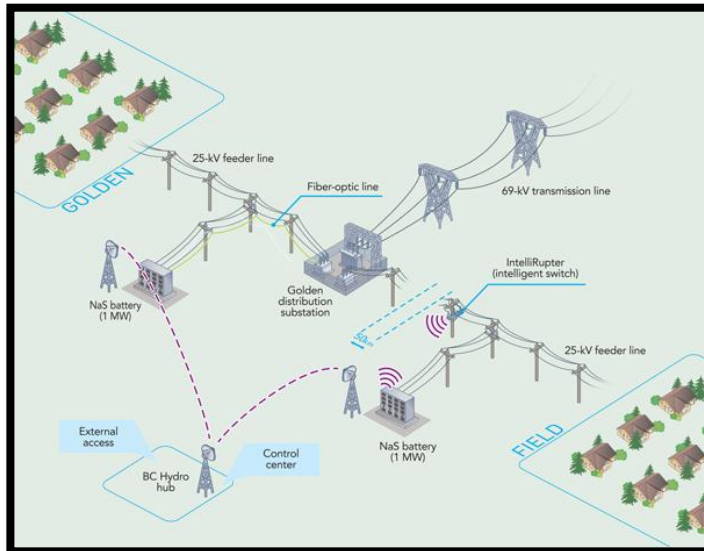
Global Demonstrations & Modeling

Preparing for Two Types of Demonstrations



Methodology Demonstration:

System wide application of the Phase II methodology for a particular power system to assess the feasibility of an integrated benefit/cost methodology



Technology Demonstration:

One or more combination of technology demonstration for a specific part of a power system to assess the performance and benefit/cost of the technology



Together...Shaping the Future of Electricity

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www.EPRI.com/integratedgrid

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