

03 May 2022

Optimal mix of flexibility in long-term scenarios



Jens Weibezahn (TU Berlin)

Jean-Yves Bourmaud (RTE)

Ricardo Pastor (R&D Nester)



The project has received funding from the European Union's Horizon 2020 research and innovation program under grant agreement No 773406.

Agenda

1. OSMOSE in a nutshell

- 2. Enhanced modeling to capture flexibility
- 3. Evolving flexibility in European long-term scenarios
- 4. Integration of Innovative Flexibility Options in the context of Planning, Operation and Stability



OSMOSE

The OSMOSE project

- ✓ H2020 EU funded
- ✓ 28M€ budget
- ✓ 33 partners
- ✓ Leaders: RTE, REE, TERNA, ELES, CEA, TUB
- ✓ 01/2018 04/2022



OSMOSE objectives

- Improve the understanding of future needs and sources of flexibility required to achieve the decarbonization of Europe
 - ✓ Modelling and quantification of flexibility in European Long-term scenarios
- Foster the implementation of innovative flexible solutions
 ✓ Large scale demonstrators led by Transmission System Operators (TSOs)
 ✓ Advanced tools for Battery Energy Storage System operators and power System Operators



Work structure

Simulations of long-term scenarios

- ✓ Identify future needs and sources of flexibility
- Develop new tools and methods for flexibility assessment
 - WP1 Optimal mix of flexibilities

WP2 Market designs and regulations

WP7 Scaling-up and replication

4 Demonstrators

- ✓ Foster the participation of new flexibility providers
- Demonstrate new flexibility services and multiservices capabilities

WP3 Grid forming by multi-services hybrid storage

WP4 Multi-services by different storage and FACTS devices



Multi-services by coordinated WP5 grid devices, large demandresponse and RES

WP6 Near real-time cross-border energy market

03/05/2022

Objectives of "Optimal Mix of Flexibilities"

To identify an (cost-)optimal mix of flexibilities for the European power system and to establish a broad understanding of drivers for the deployment of flexibility options.

- Methodology compatible with European energy mixes with high VRES share
- PoC using scenarios over 2030 to 2050
- Holistic vision of flexibility, integrating any available lever

Research questions

- Select a workable definition of flexibility (not only a buzz-word)
- Set up a methodology
 - taking into account all relevant temporal and geographical scales
 - transparent, replicable, and tractable on real data
 - preferably based on existing and recognised open-source tool(s) with additional own developments

Agenda

OSMESE

1. OSMOSE in a nutshell

2. Enhanced modeling to capture flexibility

- 3. Evolving flexibility in European long-term scenarios
- 4. Integration of Innovative Flexibility Options in the context of Planning, Operation and Stability



OSMOSE

Introduction to capacity expansion models



To keep the optimisation computable, those models use time slices:



Short-comings of reduced time-series in planning models



At low temporal resolution and high shares of variable renewables all methods for time-series reduction exhibit significant shares of lost load in the power sector (corresponding publication in Energy)

Approach 1 - Catching flexibility value by coupling of tools



- Catching flexibility value in expansion planning has to accommodate:
 - Long-term investment path vision for CAPEX+OPEX cost-effectiveness
 - And hourly variability/uncertainty to ensure Security of Supply
- Inherently a huge problem
- The soft-linking architecture enables to benefit of the best of both worlds.

Approach 2 - Graph-based formulation for energy systems



- Temporal and spatial resolution of dispatch and expansion can be varied by energy carrier
- Temporal resolution of dispatch is an implicit assumption on a carrier's inherent flexibility

Approach 2 - Graph-based formulation for energy systems

• Exemplary Sankey diagram resulting from AnyMOD.jl



• Several analyses using the framework are already available.

Impact of resolution on graph-based formulation performance



- Selective variation of temporal resolution greatly reduces computational complexity while preserving the optimality of the energy mix
- Reductions of the objective can be interpreted as the value of system inherent flexibility

Open-source modeling tool for graph-based formulation

build passing 🖓 codecov 91% chat on gitter License MIT



Documentation

- **STABLE** last thoroughly tested and fully documented version
- **DEV** *in-development version of the tool*
- Complexity of graph-based formulation hinders its application
- Development of an open modeling framework to make the graph-based formulation accessible

Agenda

- 1. OSMOSE in a nutshell
- 2. Enhanced modeling to capture flexibility
- 3. Evolving flexibility in European long-term scenarios
- 4. Integration of Innovative Flexibility Options in the context of Planning, Operation and Stability



Power system's ability to cope with variations





The multi-scale nature of flexibility is not accurately captured by Capacity Expansion Tools. How can we address this limitation based on existing operational frameworks/tools? 03/05/2022 Optimal Mix of Flexibilities in Long-term Scenarios

Sector coupling a key for flexibility needs and provision

In energy mixes with a very high share of VRES, sector coupling must be accounted for

- Devices coupling carriers (e.g. electrolysers or fuel cells) modify the load curve,
- While they can also provide flexibility by modulating their power consumption

The merit order of decarbonisation solutions heavily depends on the list of considered options

- this list is the combined result of technological maturity trajectories ,
- ... and political decisions!

In OSMOSE, a limited number of options has been considered

 RES, gas units, nuclear, electric vehicles, heat pump, electrolysers, fuel cells and batteries 03/05/2022
 Optimal Mix of Flexibilit



In OSMOSE scenarios for 2050, power-to-gas stands out

• In 2050, power-to-gas is a key long-term flexibility provider in mixes with very high VRES share



- Power-to-gas and VRES investment co-optimisation enables to drastically reduce European CO₂ emissions by enabling gas units to switch to "100% green gas"
- With high penetration of Power-to-gas, price is mostly set by demand (rather than generation)

Collaboration among flexibility sources is essential

Collaboration btw. batteries and PtG



A holistic vision of flexibility is needed:

- Short-term flex. (e.g. batteries) help optimise long term flex. (e.g. PtG)
 - Electrolysers may run outside sunny (or windy) hours
- Interconnections and internal power grid play a major role in leveraging flex. solutions,
 - Even with "no limit" for gas storage and grid!



Flexibility providers collaboration and access to interconnections and grid must be fostered through appropriate market design

WP1 dataset available for transparency and reuse

- Data collection and model development represented more than 90% of the work and is a common barrier.
- The full dataset developed to reflect correlations is based on open data (Copernicus, Plan4RES, PECD, JRC...) and in turn made publicly available







Optimal Mix of Flexibilities in Long-term Scenarios

2050

03/05/2022

Agenda

- 1. OSMOSE in a nutshell
- 2. Enhanced modeling to capture flexibility
- 3. Evolving flexibility in European long-term scenarios
- 4. Integration of Innovative Flexibility Options in the context of Planning, Operation and Stability





OSMOSE

Integration of Innovative Flexibility Options in the context of Planning, Operation and Stability

Sizing and Siting of Flexibility Options

Cross-Border Reserve Exchange

Stability Aspects

Planning – based on the OSMOSE scenarios for 2030 and 2050, a tool for Dispersed Energy Storage Planning (DESPlan) was applied to the Portuguese power system to find the **optimal sizing and siting of flexibility options**.

Operation – starting from the OSMOSE scenarios for 2030 and 2050, the **available flexibility options** for each cluster are studied using PS-MORA for the CSW region, which includes Portugal, Spain and France.

Stability – a **dynamic study** was performed to a portion of the Italian power system, updated according to the capacities considered in the OSMOSE scenarios for the two time horizons, 2030 and 2050.

Sizing and Siting of Flexibility Options

OSMOSE datasets (2030, 2050)



Sizing and Siting of Flexibility Options

✓ SCG_2030

- Congestions detected in **32%** of the period of analysis
- Congestions up to 8% above limits
- ESS solutions between 2MW/20MWh and 28MW/28MWh



Overloaded branch power flow



03/05/2022

Optimal Mix of Flexibilities in Long-term Scenarios



Sizing and Siting of Flexibility Options

✓ SCG_2050

- Congestions detected in **49%** of the period of analysis
- Congestions up to **55% above limits**
- Solutions between 15.6MW/15.2MWh and 172.2MW/383.9MWh





Hour

Battery 122 Battery 422 Battery 622 Battery 623 Battery 624 Battery 625 Battery 626

Overloaded branch power flow

03/05/2022

Optimal Mix of Flexibilities in Long-term Scenarios

-30

-40

-50



- OSMOSE defines operating conditions for PS-MORA simulations
- ANTARES results provide: reserve requirements, hydro and P2G energy availability per week, demand and RES profiles, ...
- Energy flow between FR and rest of EU imposed as fixed demand for FR

Results – SCG_2050



CSW LOLE per climatic year

- Impact of different operating condition becomes clear
- Substantial share of LOLE explained by <u>congested</u> <u>interconnections</u>; and, in some climatic years, lack of generation capacity
- Further analysis shows that LOLE is mostly "located" in FR

Results – SCG_2050

Sensitivity analysis on increasing flexibility in FR

	SCG_2050	Run 1	Run 2	Run 3	Run 4
NTC %					
available for	5%	7.5%	10%	20%	30%
flexibility					
MW available					
cluster 6 +	2405	3607.5	4810	9620	14430
cluster 7					
LOLE (h/year)	0.74	0.62	0.50	0.30	0.14
EENS	1002.02	1514 57	1202.27	600 53	271 7
(MWh/year)	1902.83	1514.57	1293.37	030.52	5/1./

- Base case for SCG_2050 assumes 5% interconnection FR-EU as flexible
- Increasing % leads to alleviated reliability indexes
- Increasing 12GW of flexibility reduced LOLE from 0.74 to 0.14
 h/year and EENS from 1900 to 370 MWh/year

Results – SCG_2050

Sensitivity analysis on interconnection reinforcement

	SCG_2050	Run 1	Run 2	Run 3	Run 4
C3 – C6	3800	4000	4400	4800	5500
C4 – C6	1900	2100	2300	2800	3000
C5 – C7	3600	3600	3800	4600	5000
C1 – C3	2210	2210	2210	2600	3000
C2 – C4	1900	1900	1900	2100	2300
C2 – C5	1596	1596	1596	1900	2200
LOLE (h/year)	0.74	0.64	0.46	0.34	0.26
EENS (MWh/year)	1902.83	1679.99	1295.03	857.35	720.56

- Increasing interconnection capacity within CSW region (focus on ES-FR) reduces LOLE and EENS
- A 7GW interconnection reinforcement in CSW reduced
 LOLE from 0.74 to 0.26 h/year and EENS from 1902 to 720
 MWh/year

Stability Aspects

Focusing on the Sicilian HV network (400, 230 kV and partially 132 kV and 150 kV):

- More than 600 busbars, 441 lines and 516 substations
- 30 large (>10 MW) static generators representing wind and solar plants
- 379 loads, representing Primary Substations (including equivalent dynamic models of DG, batteries) and HV loads
- 72 synchronous machines, representing thermal and hydro plants with their associated controllers (AVR, GOV and PSS)

Flexibility options modelled and implemented:

- Inertial response and fast frequency response of wind plants and storage systems
- Demand Side Response
- Voltage regulation provided by RES



Stability aspects considered for selected operating conditions:

- Frequency stability
- Large perturbations angle stability
- Small perturbations angle stability
- Voltage stability

Stability Aspects 2030

Type of stability	Is the grid stability guaranteed without flexibility options?	Problems identified	Solution / Notes	Does the flexibility solve the problem?		
High Export						
Large perturbation angle stability	Yes	None	SI helps to reduce f requency deviations	-		
Small perturbation angle stability	No	The interarea mode is not properly damped (ζ <5%)	SI and PSS tuning	Yes		
Voltage stability	Yes	None	-	-		
High Import						
Large perturbation angle stability	Yes	Stressful events (3 cables trip) may not be handled without flexibilities	DSR FCR are required	Yes		
Small perturbation angle stability	Yes	Two modes are not properly damped (ζ <10%)	SI and PSS tuning	Yes		
Voltage stability	No	Low loadability margin (<40%)	Reactive contribution from RES plants	Yes		
High Load / Low Gas						
Large perturbation angle stability	Yes	None	SI helps to reduce f requency deviations	-		
Small perturbation angle stability	Yes	None	-	-		
Voltage stability	Yes	None	-	-		
Island						
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR FCR is required	Yes		
Small perturbation angle stability	Yes	None	-			
Voltage stability	Yes	Loadability margin is close to 40 %	Reactive contribution from RES plants	Yes		
Low Load / Low Gas						
Large perturbation angle stability	Yes	None	SI helps to reduce f requency deviations	-		
Small perturbation angle stability	Yes	One mode is not properly damped (ζ <10%)	SI and PSS tuning	Yes		
Voltage stability	Yes	None	-	-		
Lines out of service						
Large perturbation angle stability	Yes	None	SI helps to reduce f requency deviations	-		
Small perturbation angle stability	Yes	None	-	-		
Voltage stability	Yes	None	-	-		

Stability Aspects 2050

Time of stability	Is the grid stability guaranteed	Problems identified	Solution / Notos	Does the flexibility solve the		
	without flexibility options?	Fibblenis identified	Solution / Notes	problem?		
	High Export					
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR and BESS FCR are required	Yes		
Small perturbation angle stability	Yes	None	-	-		
Voltage stability	Yes	None	-	-		
		High Import				
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR and BESS FCR are required	Yes		
Small perturbation angle stability	Yes	Some modes are not properly damped (ζ <10%)	SI, BESS, and PSS tuning	Yes		
Voltage stability	No	Low loadability margin (<40%)	Reactive contribution from RES plants + Local compensation in Priolo substation	Yes		
High Load						
Large perturbation angle stability	Yes	None	SI helps to reduce f requency deviations	-		
Small perturbation angle stability	Yes	None	-	-		
Voltage stability	No	Low loadability margin (<40%)	Reactive contribution from RES plants	Yes		
Islanding						
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR and BESS FCR are required	Yes		
Small perturbation angle stability	Yes	None	-			
Voltage stability	No	Low loadability margin (<40%)	Reactive contribution from RES plants + Local compensation in Priolo substation	Yes		
Low Load						
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR and BESS FCR are required	Yes		
Small perturbation angle stability	No	The interarea mode is not properly damped (ζ <5%)	SI, BESS, and PSS tuning	Yes		
Voltage stability	Yes	None	-	-		
Lines out of service						
Large perturbation angle stability	No	Normal operating conditions are not guaranteed without load shedding	DSR and BESS FCR are required	Yes		
Small perturbation angle stability	No	The interarea mode is not properly damped (ζ <5%)	SI, BESS, and PSS tuning	Yes		
Voltage stability	Yes	None		-		

Key takeaways

Capacity Expansion Models should be improved to better account for flexibility in future energy investment plans like with

- Coupling existing planning tools with dispatch models
- Integrated investment and dispatch models with graph-based approach

The flexibility needs and sources will evolve significantly between now and 2050 on all time scales

- WP1 developed contrasted scenarios to question flexibility needs and sources from 2030 to 2050 in Europe, the full scenario data set having being publicly available
- Electrolysers, if they become common in the future power system, could be a complete game changer for flexibility provision
- Flexible electrification can efficiently provide a major share of system flexibility if incentivized by regulation. Especially electricity demand for the production of hydrogen is flexible, if hydrogen pipelines and storage are deployed to match production with final consumption.
- Need for holistic view /improve coordination by market design

03/05/2022

Key takeaways

Flexibility will be key for a successful energy transition in Europe

- DESPlan simulations for the Portuguese power system showed that for 2030 and 2050 OSMOSE scenarios grid congestions may occur as result of higher levels of RES penetration which calls for a smart use of flexibility options. Energy storage can provide a valuable technical alternative for flexibility provision and network reinforcement.
- PS-MORA simulations for the interconnected Continental South-West (CSW) region considering short-term RES generation uncertainty helped validating the flexibility options proposed by the OSMOSE scenarios for 2030 and 2050. The role of fast response and flexible units, such as hydro power plants, proved to be key while dealing with RES forecast deviations.
- Simulations of the power system of Sicily in 2030 and 2050 show that dynamic system security can be ensured and enhanced thanks to the flexibility provided by RES (synthetic inertia for instance), energy storage controls (Frequency control) and demand (DSR).

Next steps and proposed future work for research

Next steps and Proposed future work for research

- Improve the soft-linking feed-back-loop
 - How to efficiently signal under- and over-investment to the Capacity Expansion Model?
- Enrich the sector-coupling modelling in the optimization step (Capacity Expansion Model)
 - More investment candidates (gas grid, CCS, ...)
- Enrich the sector-coupling modelling in the simulation step (Production Cost Model)
 - Other energy carriers (methane, gas grid, heat, ...)
- Add feed-back on environmental impact beyond CO₂ emissions
 - Use parameterized models for system-wide LCA (resource depletion, human health,
 - Account for environmental impacts as constraints/penalizations
- AnyMOD.jl: Methodological advancements to further increase spatio-temporal detail and not be limited to a single year of hourly time-series, but account for different climatic years during the planning process.

03/05/2022

OSMOSE

Further Reading

Deliverables

- D1.1 European Long-Term Scenarios Description
- D1.2 Flexibility cost and operational data outlook (D1.2 Related data set)
- T1.4.1 Optimal sizing and siting of storage facilities
- T1.4.2 Cross border reserve exchange for improved flexibility and efficiency
- T1.4.3 Stability aspects
- D1.3 Optimal mix of flexibility (D1.3 Related data set)
- <u>T1.5 Synergies between flexibility services</u>

Publications

- Multi-temporal assessment of power system flexibility requirement, Applied Energy, March 2019
- Quantifying power system flexibility provision, Applied Energy, December 2020
- AnyMOD.jl, Julia framework for energy system models with a focus on multi-period capacity expansion, GitHub
- <u>A graph-based formulation for modeling macro-energy systems</u>, Applied Energy, November 2021
- AnyMOD.jl: A Julia package for creating energy system models, SoftwareX, December 2021
- Fictional expectations in energy scenarios and implications for bottom-up planning models, arXiv, December 2021
- How flexible electrification can integrate fluctuating renewables, submitted for publication, May 2022
- Stability analysis of the OSMOSE scenarios: main findings, problems, and solutions adopted, AEIT Conference, 4-8 Oct. 2021

THANK YOU

- Jens Weibezahn, TU Berlin: jens.weibezahn@tu-berlin.de
- Jean-Yves Bourmaud, RTE: jean-yves.bourmaud@rte-france.com
- Ricardo Pastor, R&D NESTER: ricardo.pastor@rdnester.com

And now Q&A!

Visit OSMOSE website for final information and register to the upcoming webinars

www.osmose-h2020.eu