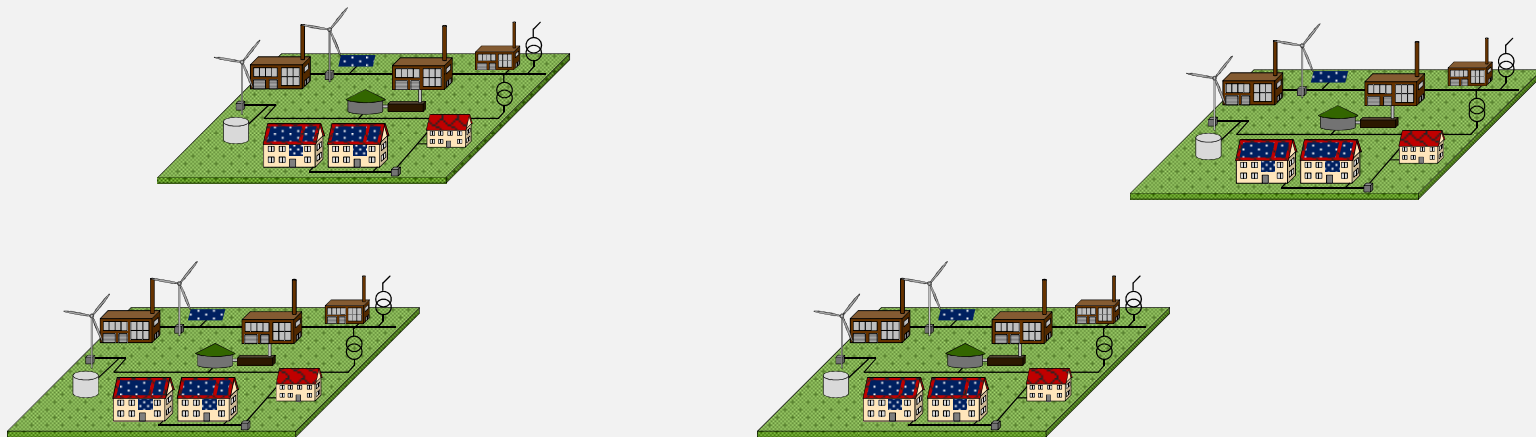


SMART GRID – VISION AND REALITY

Assumption – 100 % Smartness

Smart Grids and Transmission Networks

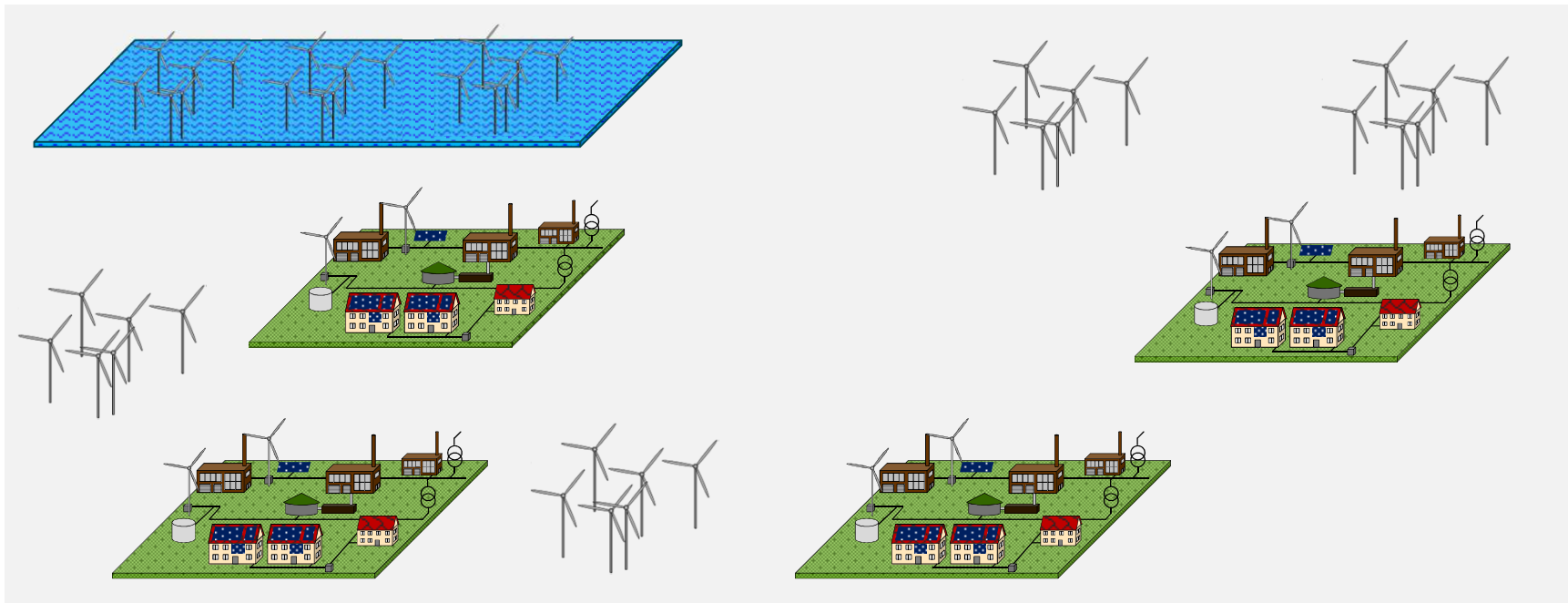
- **DSO - Security of supply of its end-consumer** and distributed generation management (Smart Grid)



Assumption – 100 % Smartness

Smart Grids and Transmission Networks

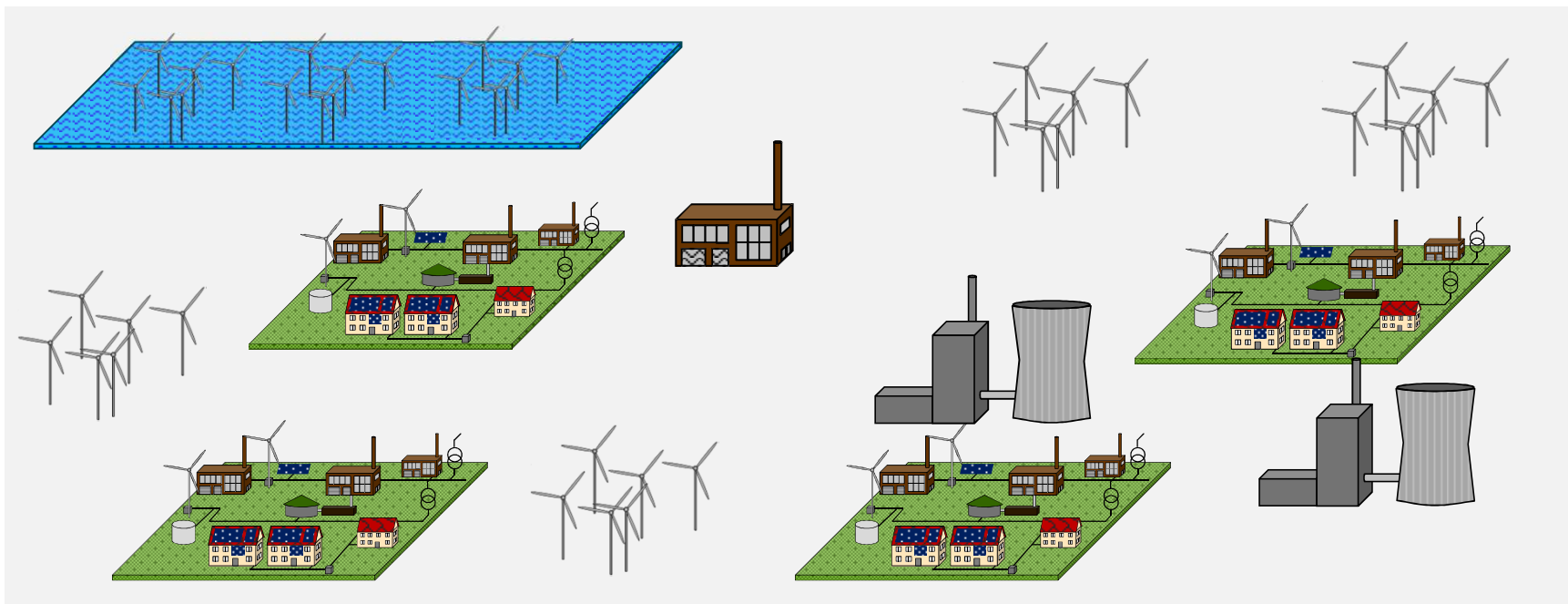
- **DSO - Security of supply of its end-consumer** and distributed generation management (Smart Grid)
- **What about wind parks?**



Assumption – 100 % Smartness

Smart Grids and Transmission Networks

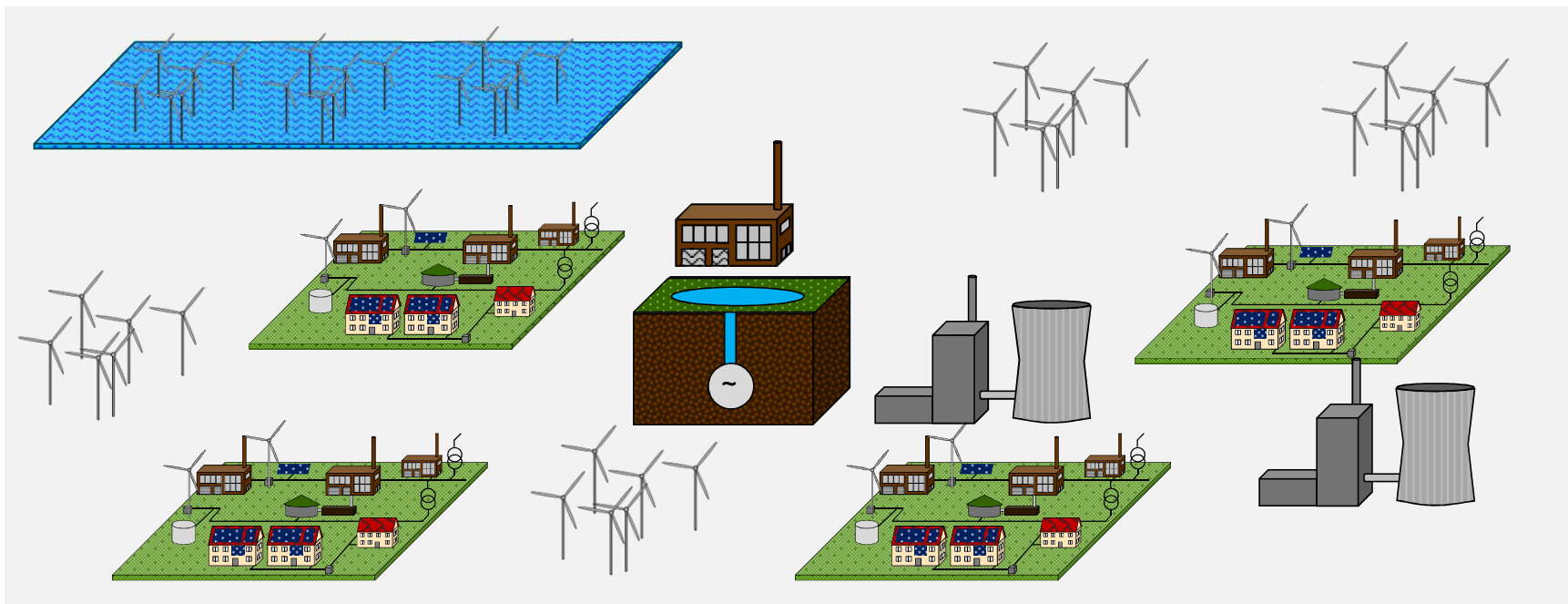
- **DSO - Security of supply of its end-consumer** and distributed generation management (Smart Grid)
- **Industrial loads? Back up power plants?**



Assumption – 100 % Smartness

Smart Grids and Transmission Networks

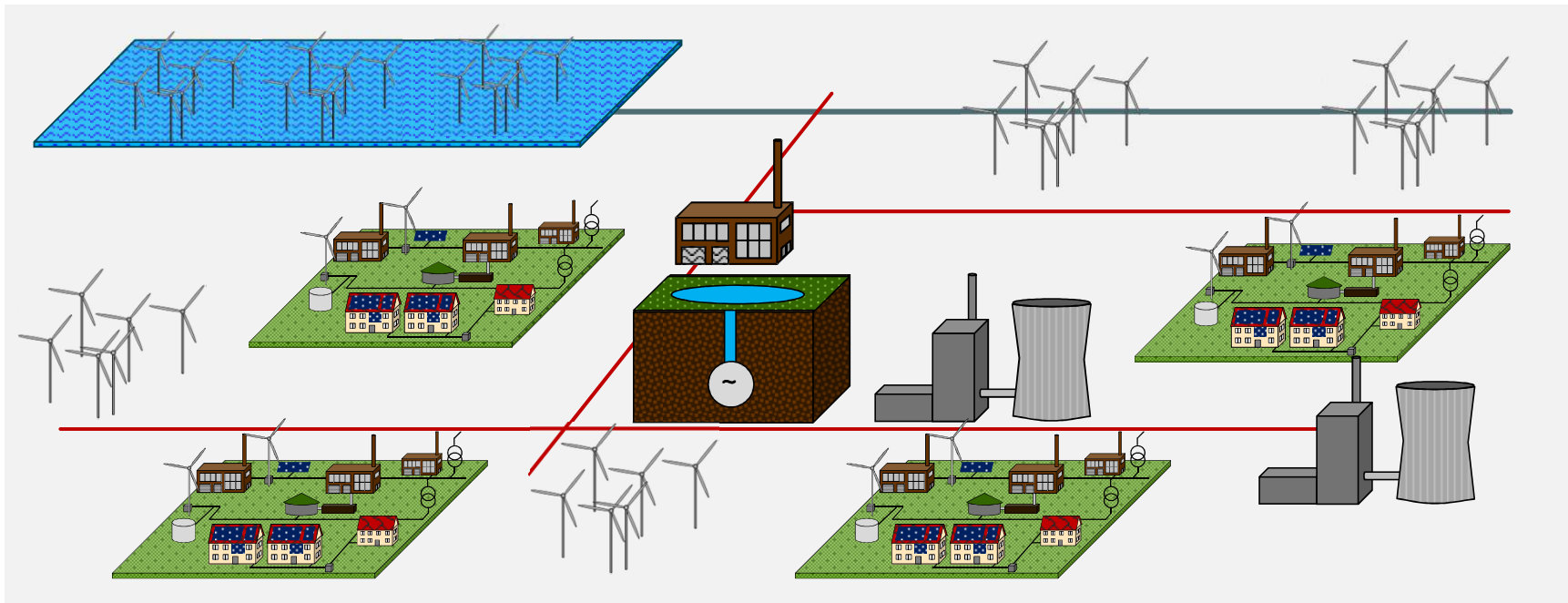
- **DSO - Security of supply of its end-consumer** and distributed generation management (Smart Grid)
- **Wouldn't it be nice to store wind?**



Assumption – 100 % Smartness

Smart Grids and Transmission Networks

- **DSO - Security of supply of its end-consumer** and distributed generation management (Smart Grid)
- **TSO - Security of supply of the whole energy system**
- **Smart Grids must be applied in the global context!**



TransnetBW – Short Profile

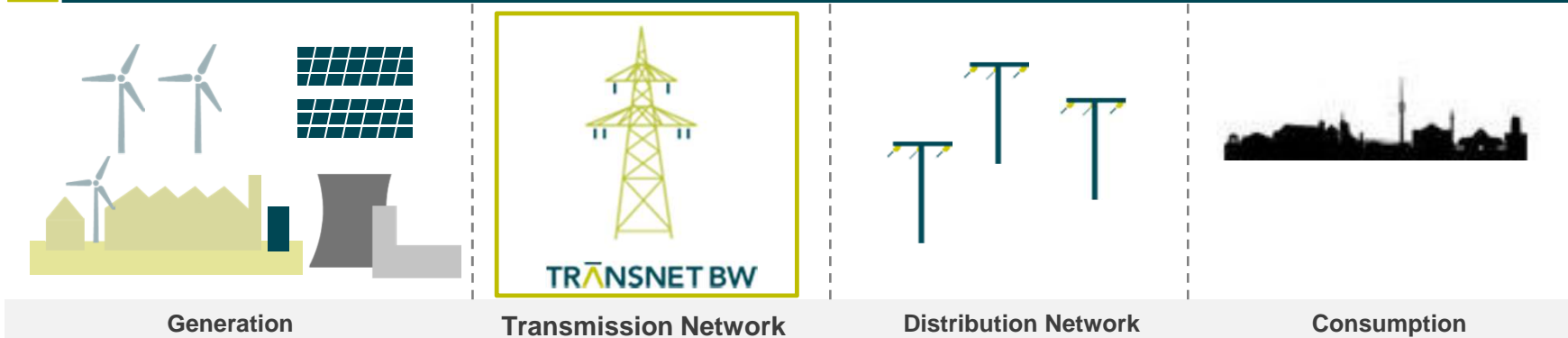


Smart Transmission

- Geographical area: 34.600 km²
- Length of transmission lines: 3.331 km
- 47 substations
- Peak load at 220-kV in 2013: 12.1 GW
- Yearly energy consumption: 67 TWh

Transmission System Operator

1 Transportation of Electricity from the Power Plant to the Consumer



2 Legal Framework – § 11 Energy Industry Act (Energiewirtschaftsgesetz)

Responsibility for	Tasks
<ul style="list-style-type: none"> — transparent and non-discriminatory grid access — security of energy supply 	<ul style="list-style-type: none"> — Coordination of non-discriminatory grid access — Planning, construction and operation of the transmission network — System balance — Management of balancing responsible parties — Procurement of system services — Schedule management and congestion management

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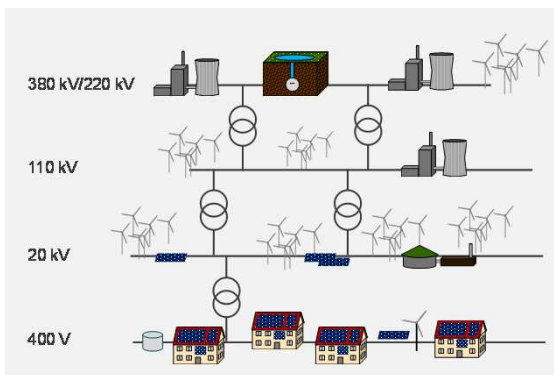
- 1. Smart Grid – Optimistic Reality Check**
- 2. Room for Improvement – Two Examples**
- 3. A Vision – Work in Progress**
- 4. Outlook**

Smart Grid

Smart Grid - a Definition

“The conventional **grid** becomes a Smart Grid

Grid

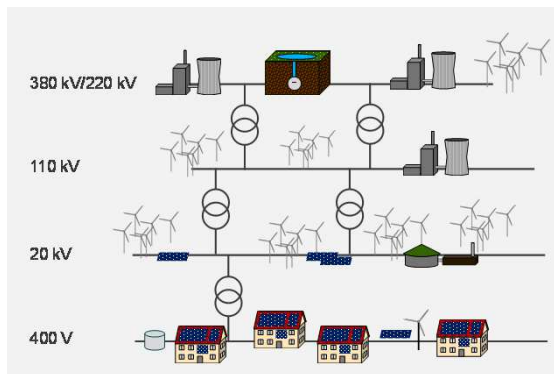


Smart Grid

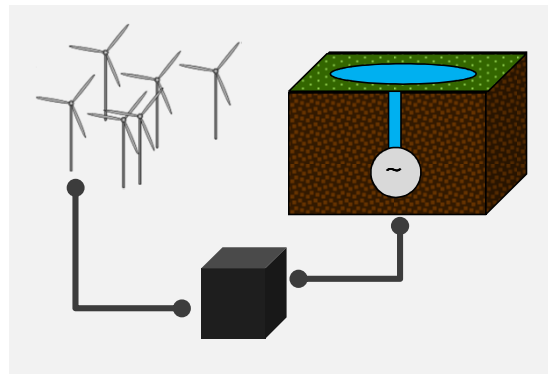
Smart Grid - a Definition

“The conventional **grid** becomes a Smart Grid, if it is upgraded with **communication**, **measurement**, **control**, automation and IT components. In result, “smart” means that the **network state can be observed in “real-time”**”

Grid



Sensors, Actuators and Communication



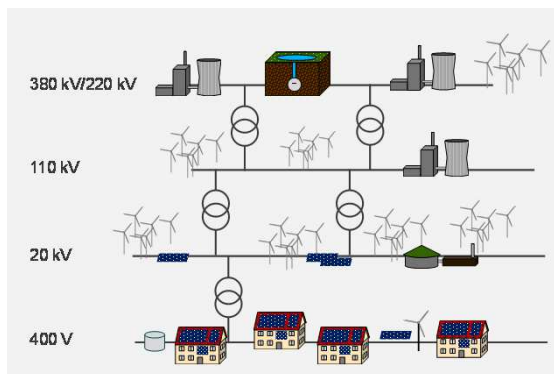
Smart Grid

Smart Grid - a Definition

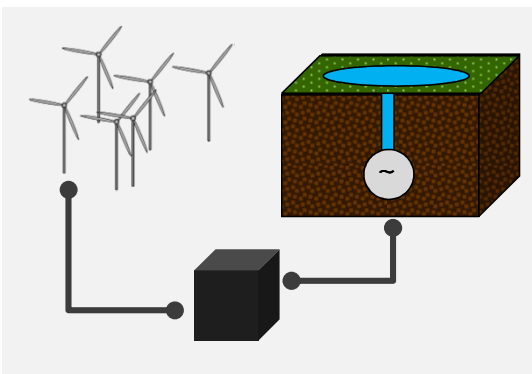
“The conventional **grid** becomes a Smart Grid, if it is upgraded with **communication**, **measurement**, **control**, automation and IT components. In result, “smart” means that the **network state can be observed in “real-time”** and there **possibilities** for feed-forward and feed-back **control** of the networks **enabling the full usage of the existing transmission capacity.**”

BNetzA (2011), “Smart Grid” and “Smart Market” (own translation)

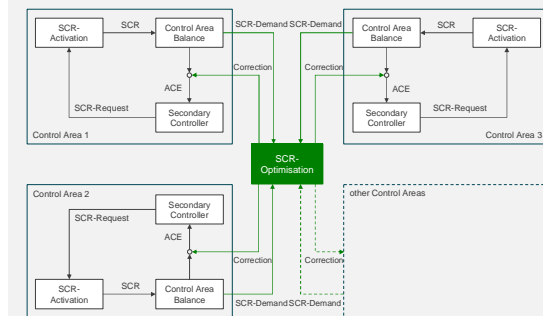
Grid



Sensors, Actuators and Communication



Control Concepts

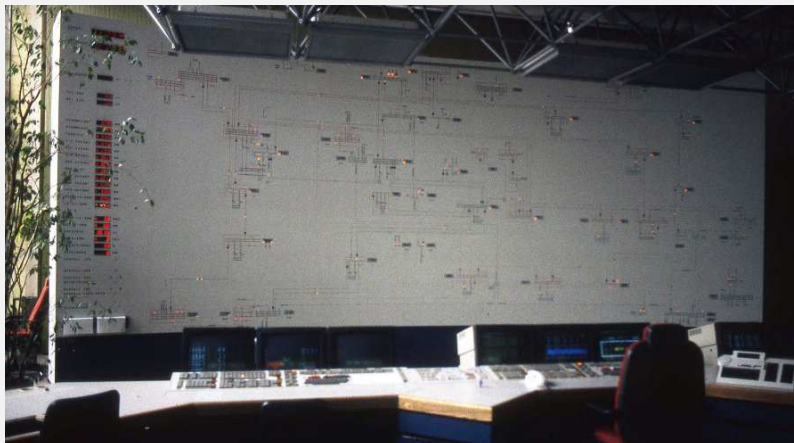


Smart Transmission

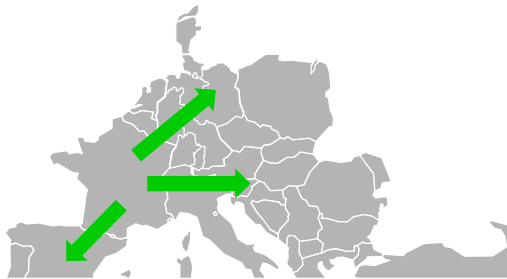
Smart Transmission

- The European transmission networks have been smart for a long time and continue to become smarter
- Examples: automatic frequency control, real-time state estimation, real-time operational security analysis, European Awareness System, operational planning **etc...**

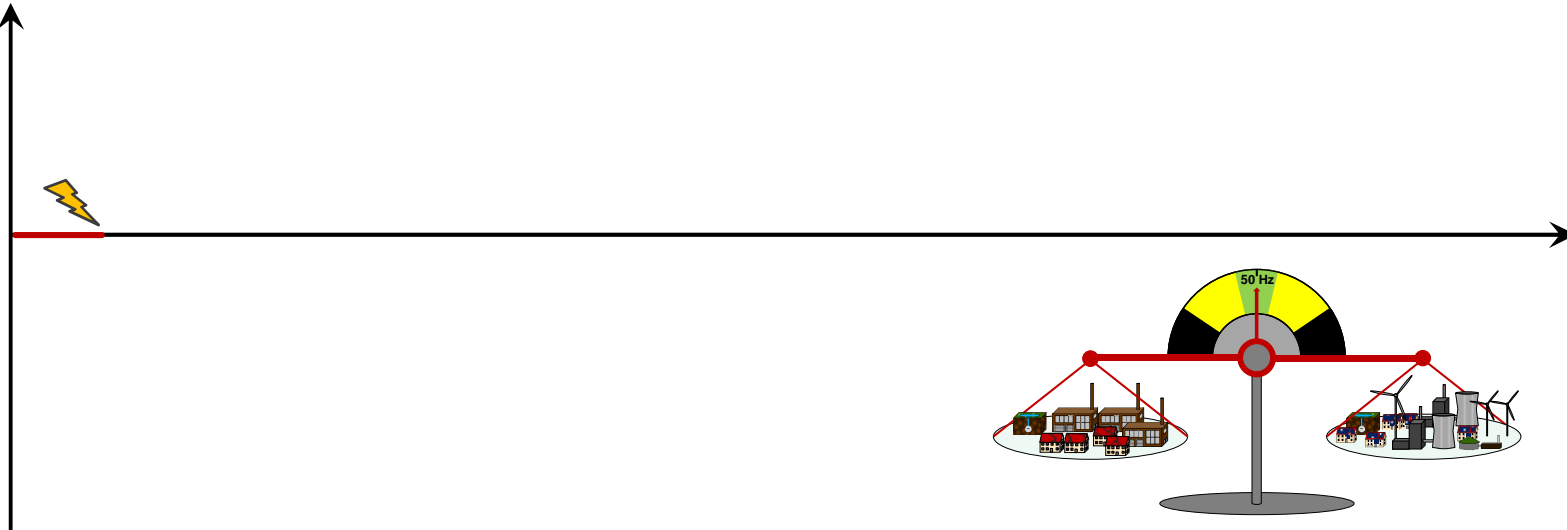
Smart Transmission Grid - Past and Present



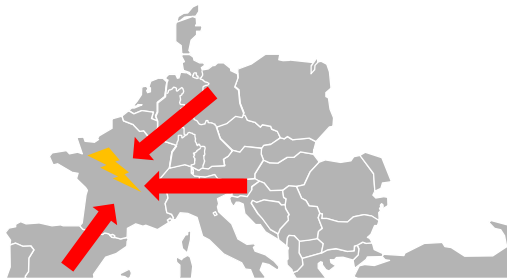
Example: Load-Frequency Control



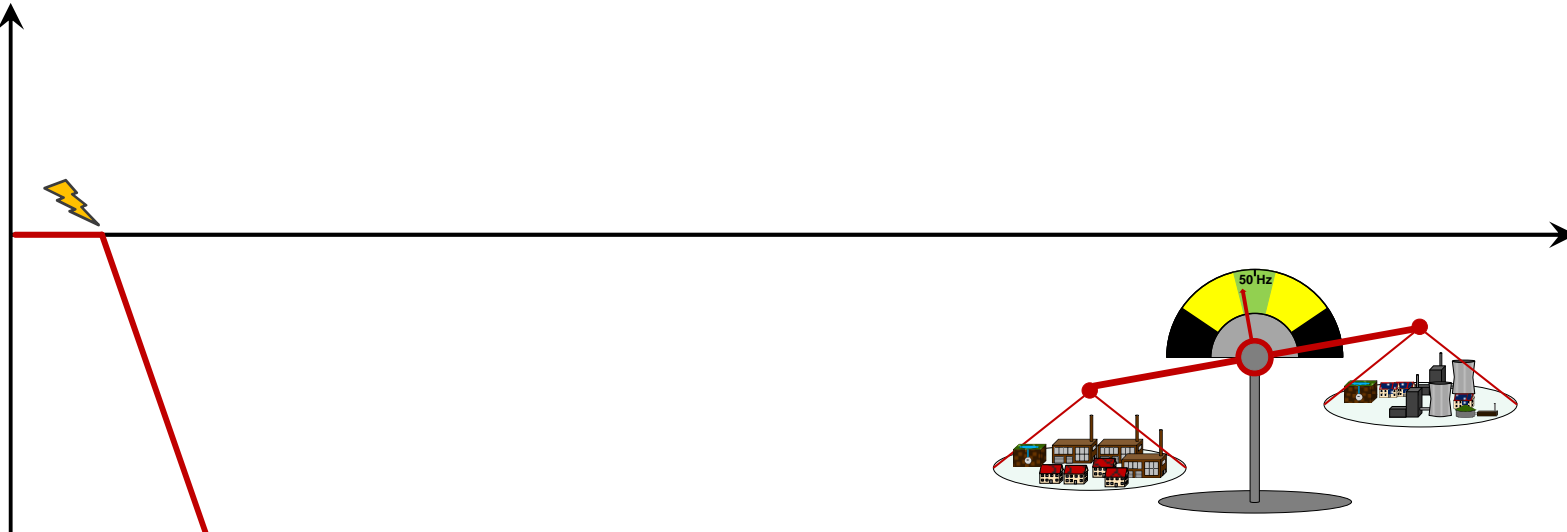
Control Power/
Frequency



Example: Load-Frequency Control



Control Power/
Frequency

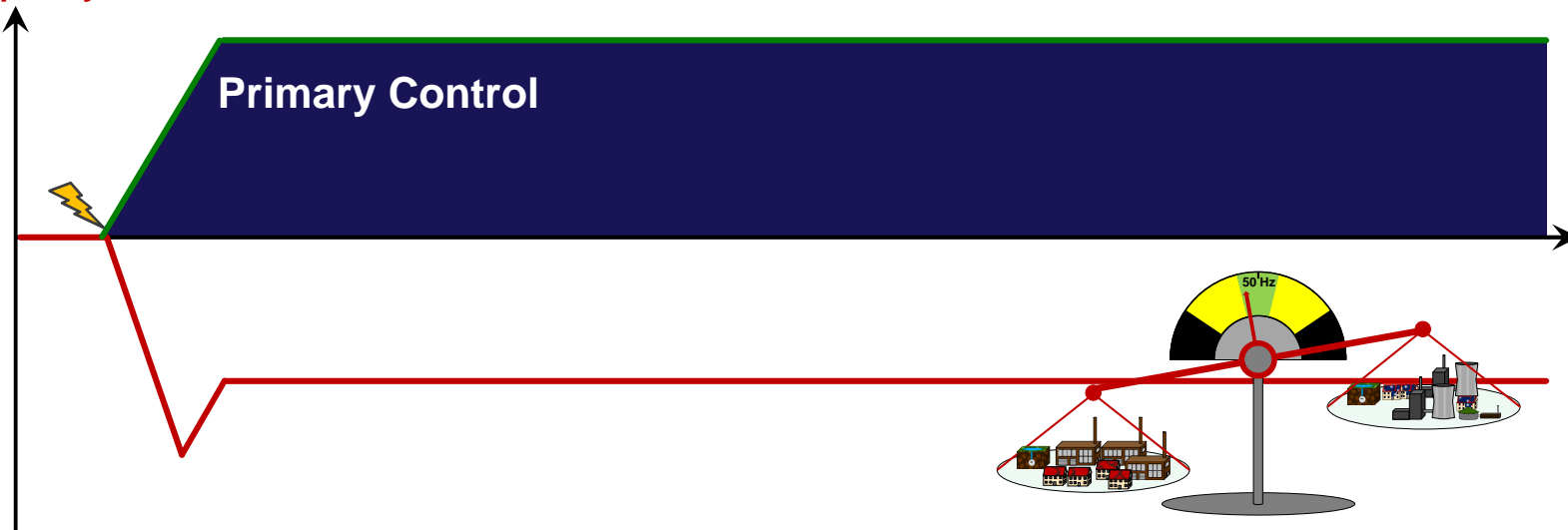


Example: Load-Frequency Control

Stabilisation
(solidary)



Control Power/
Frequency

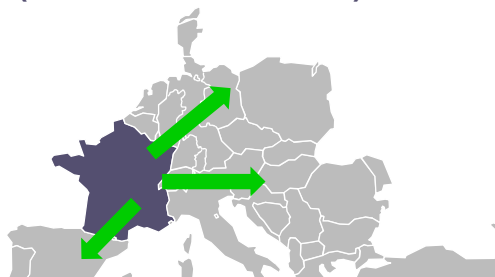


Example: Load-Frequency Control

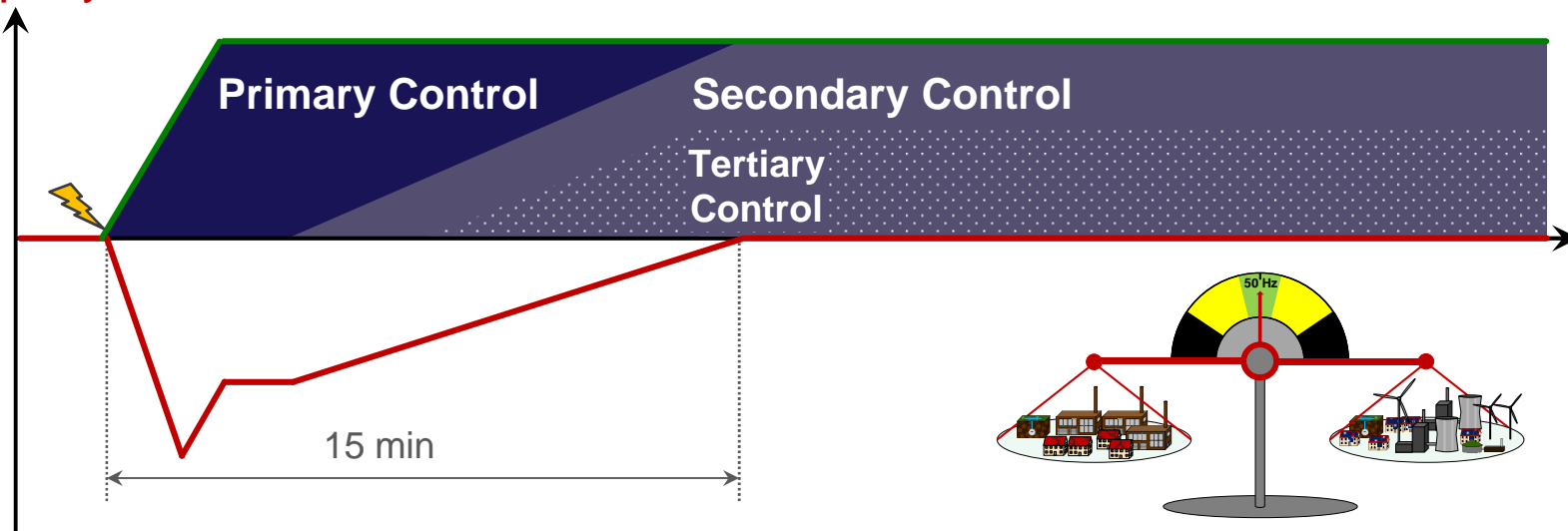
Stabilisation
(solidary)



Control to Setpoint
(for each Control Area)



Control Power/
Frequency

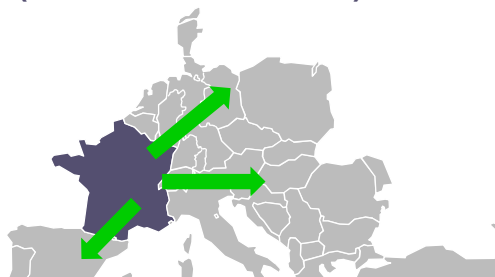


Example: Load-Frequency Control

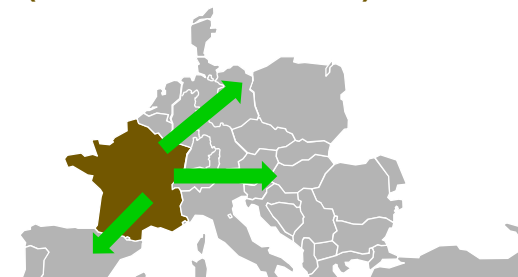
Stabilisation
(solidary)



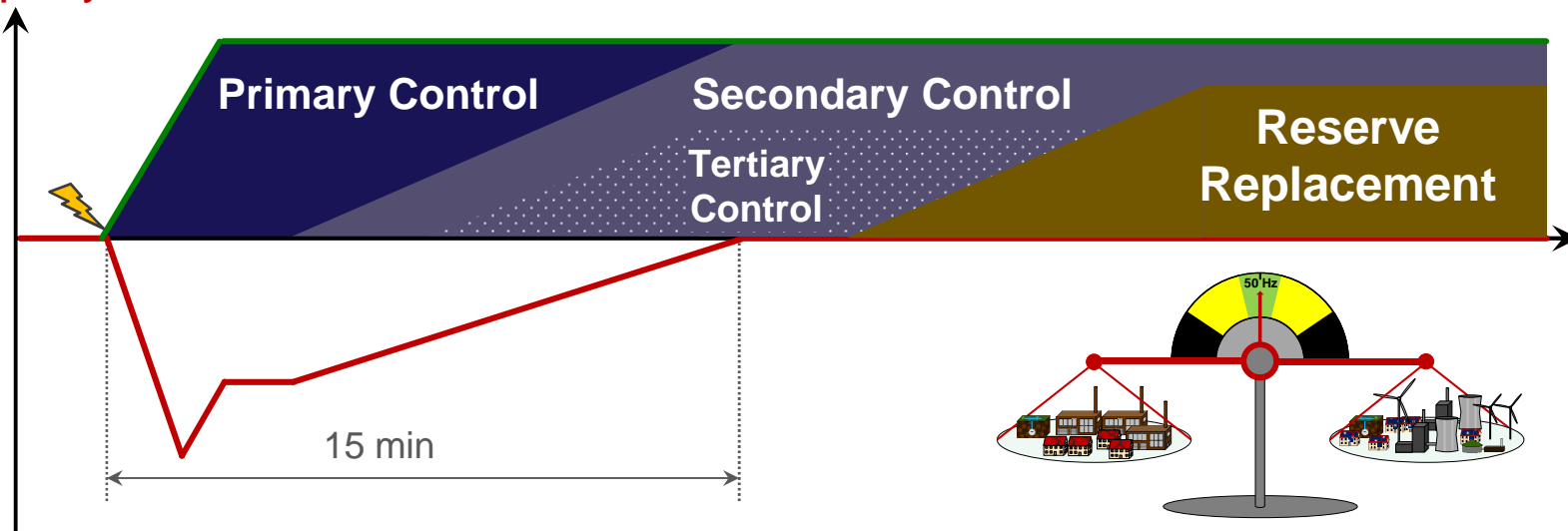
Control to Setpoint
(for each Control Area)



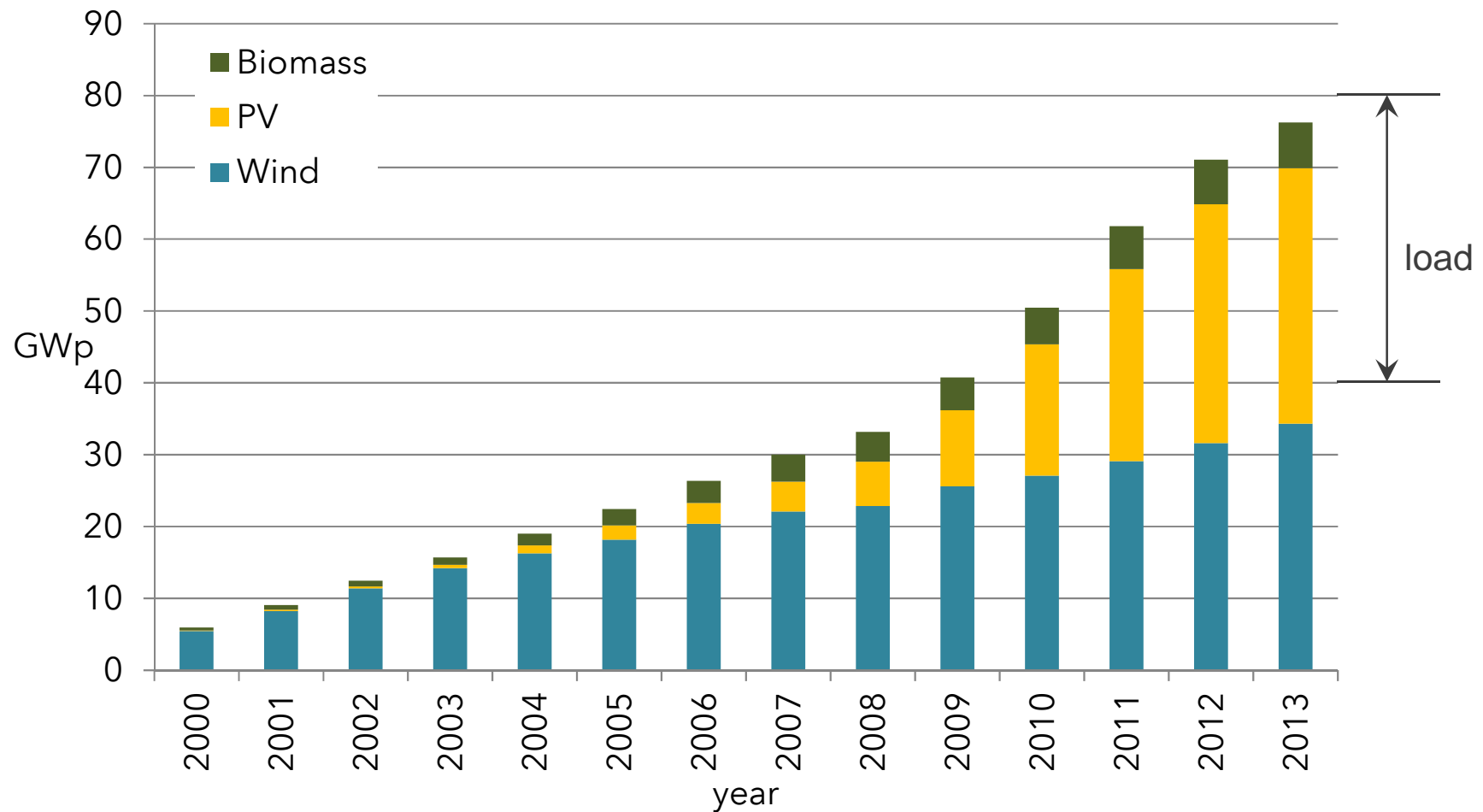
Replacement of Fast Reserves
(for each Control Area)



Control Power/
Frequency



Installed Renewable Capacity in Germany



Legend



Source: EPIA

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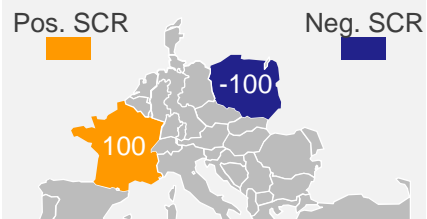
Smart Grid: Grid Control Cooperation

Smart
Transmission -
Imbalance
Netting

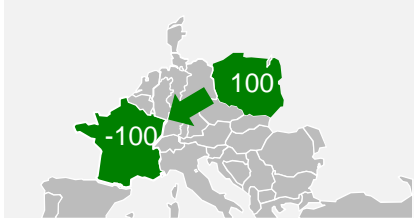
Scenario



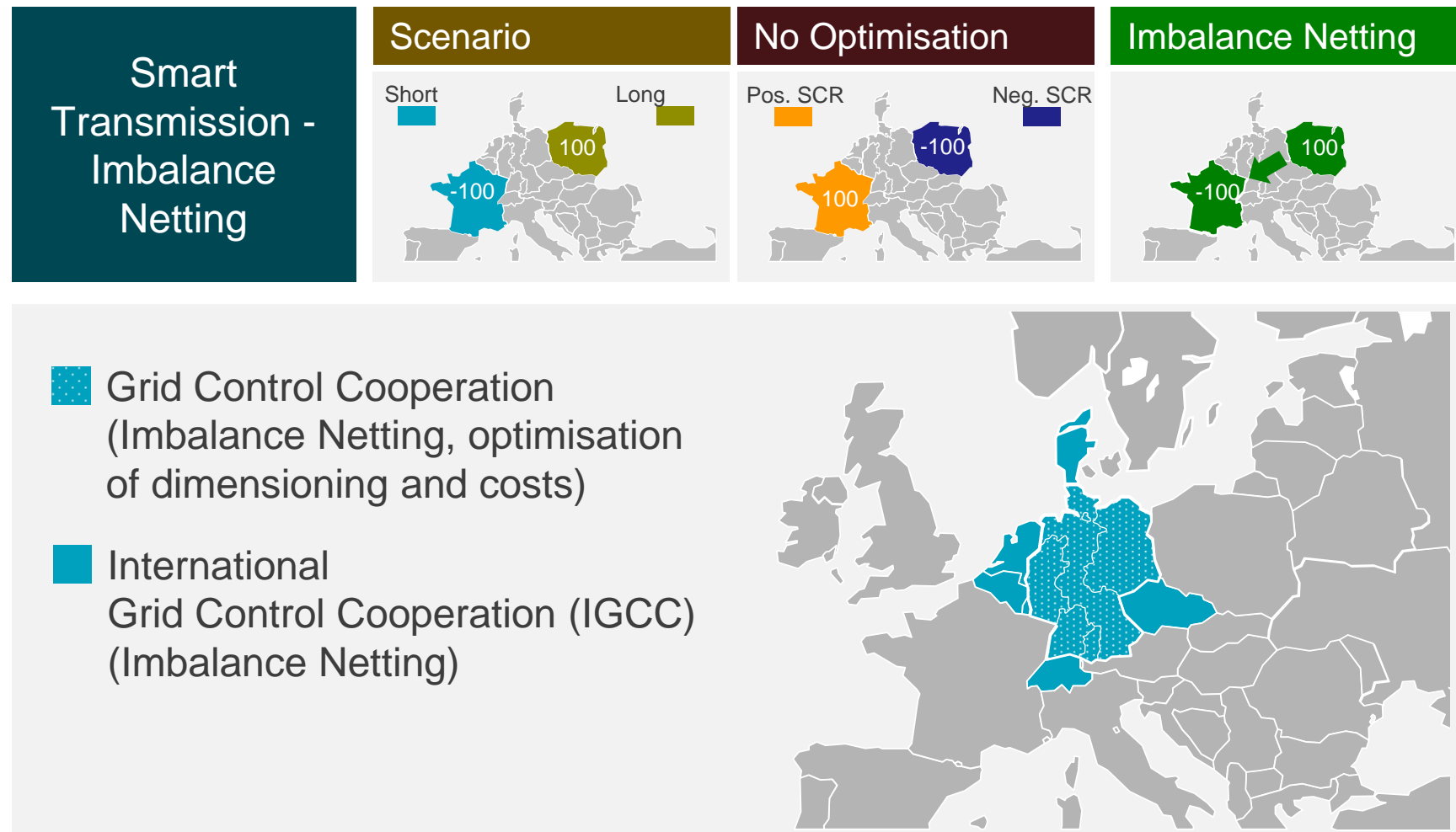
No Optimisation



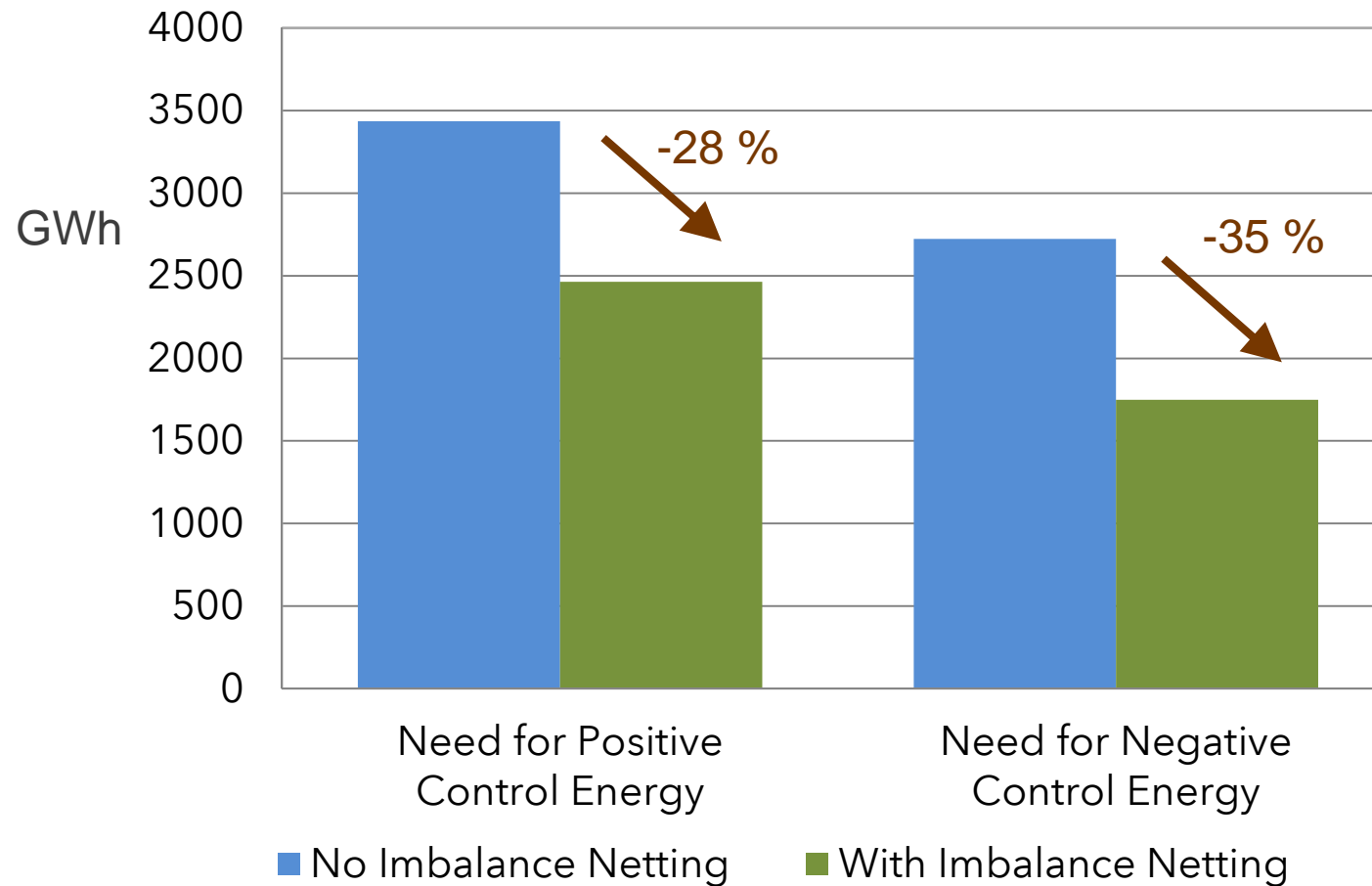
Imbalance Netting



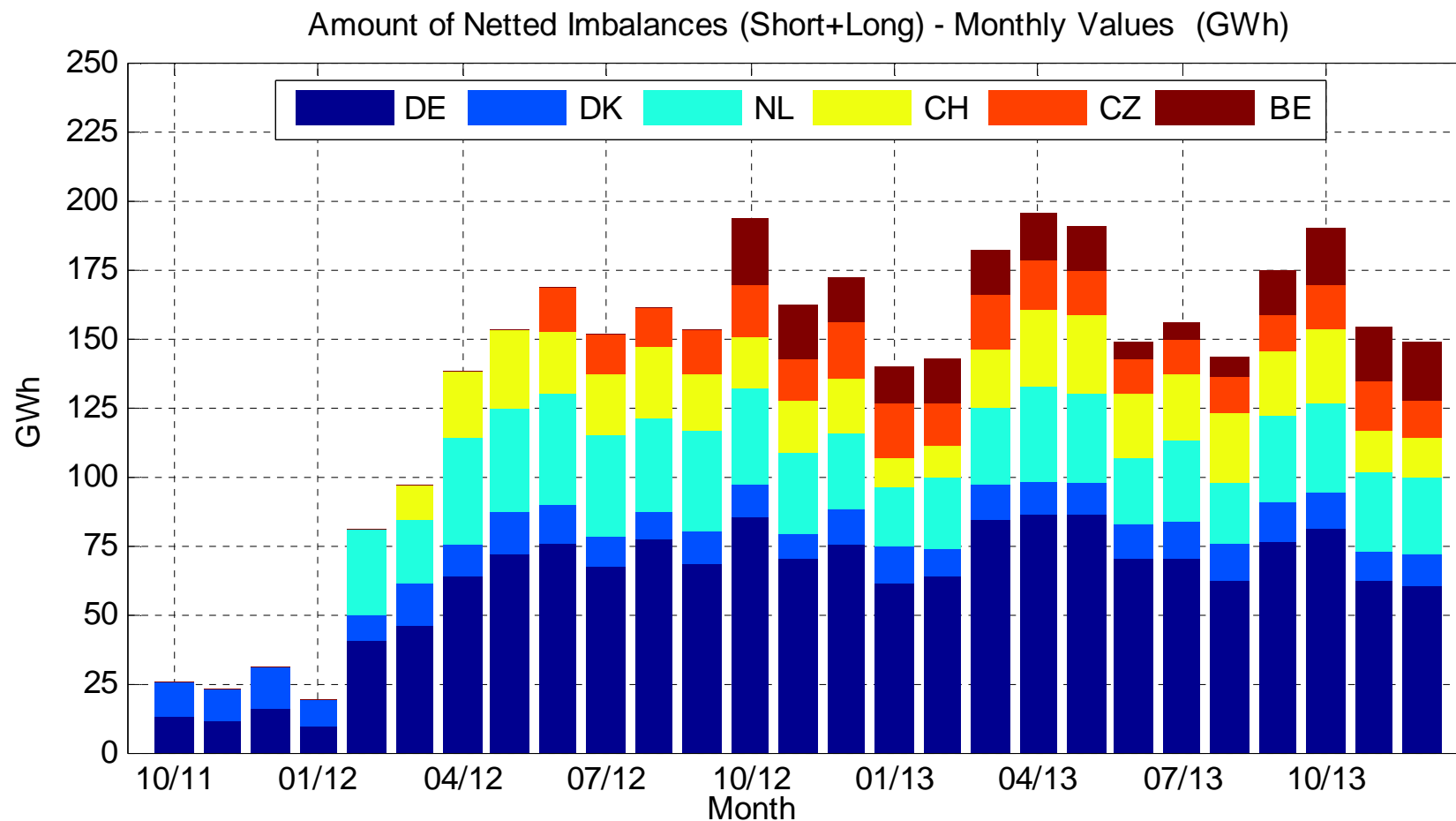
Smart Grid: Grid Control Cooperation



Example: Imbalances of Renewables in Germany



Imbalance Netting between Countries in GWh

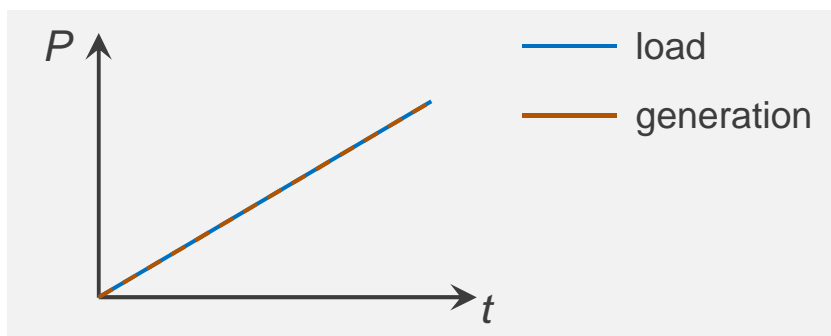


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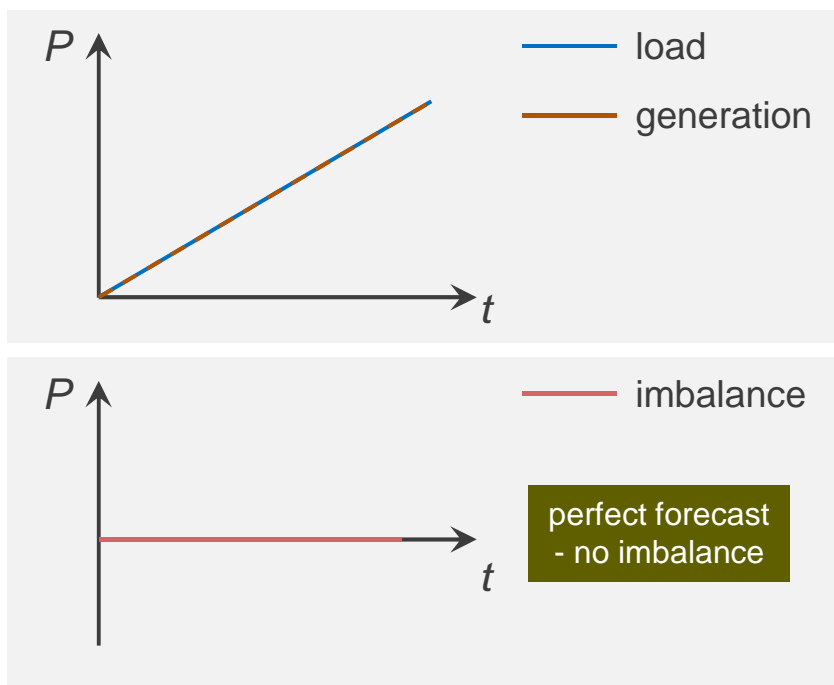
Example 1: “Transaction Costs”

Before Liberalisation –
Power Plants Follow the Load



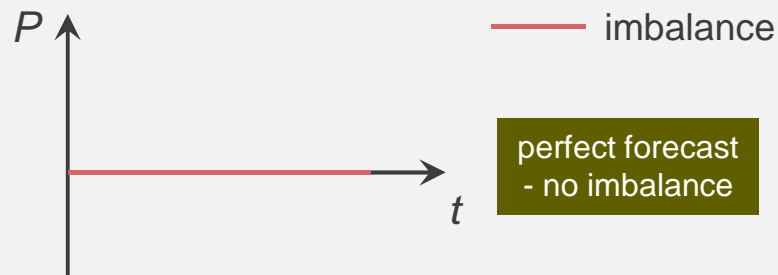
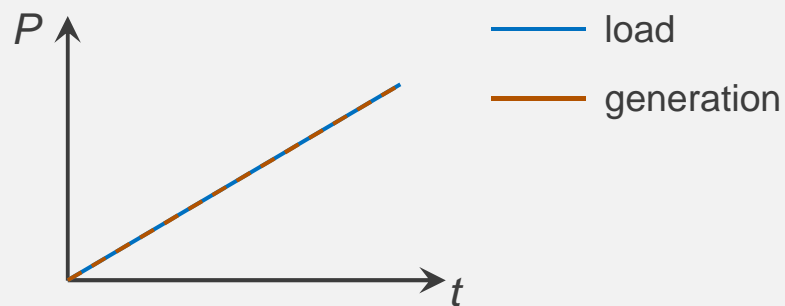
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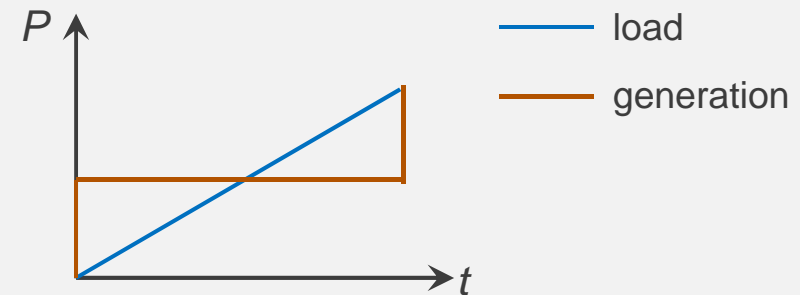


Example 1: “Transaction Costs”

Before Liberalisation –
Power Plants Follow the Load



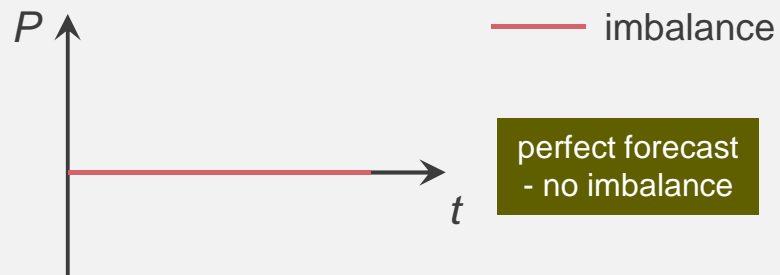
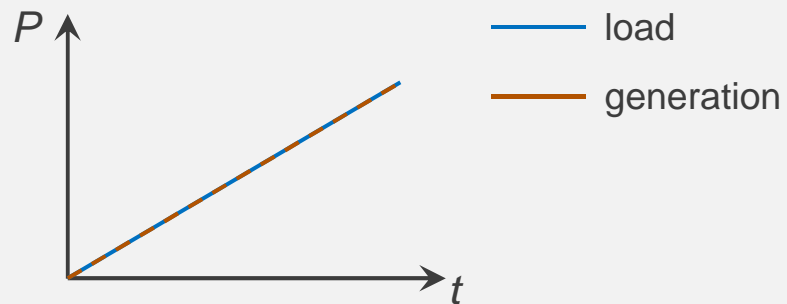
After Liberalisation –
Power Plants Follow a Contract



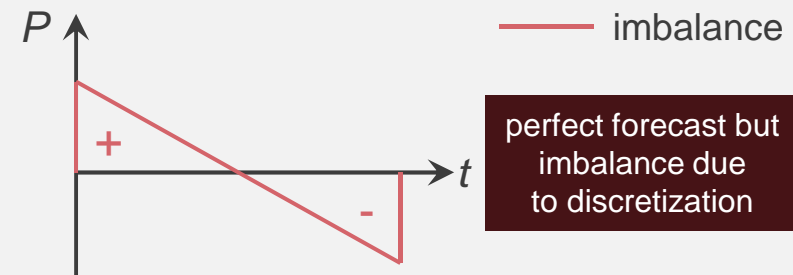
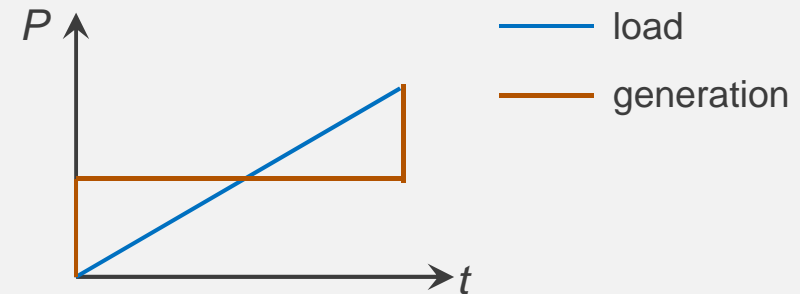
- Trading requires **standard products**.
- For energy trade this means that the power plant production is **not** a **continuous** spline **but a series of “steps”**

Example 1: “Transaction Costs”

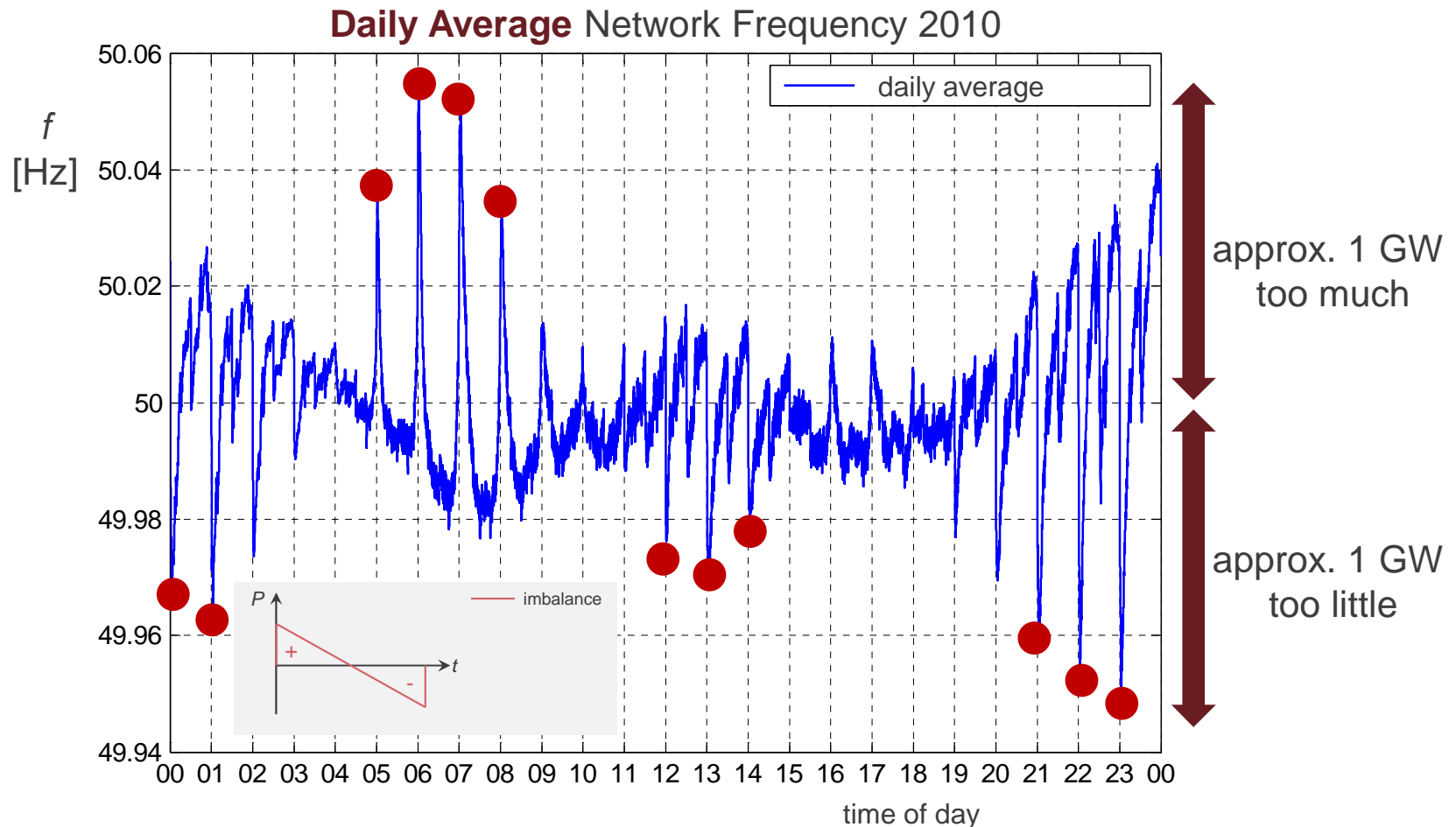
Before Liberalisation –
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After Liberalisation –
Power Plants Follow a Contract

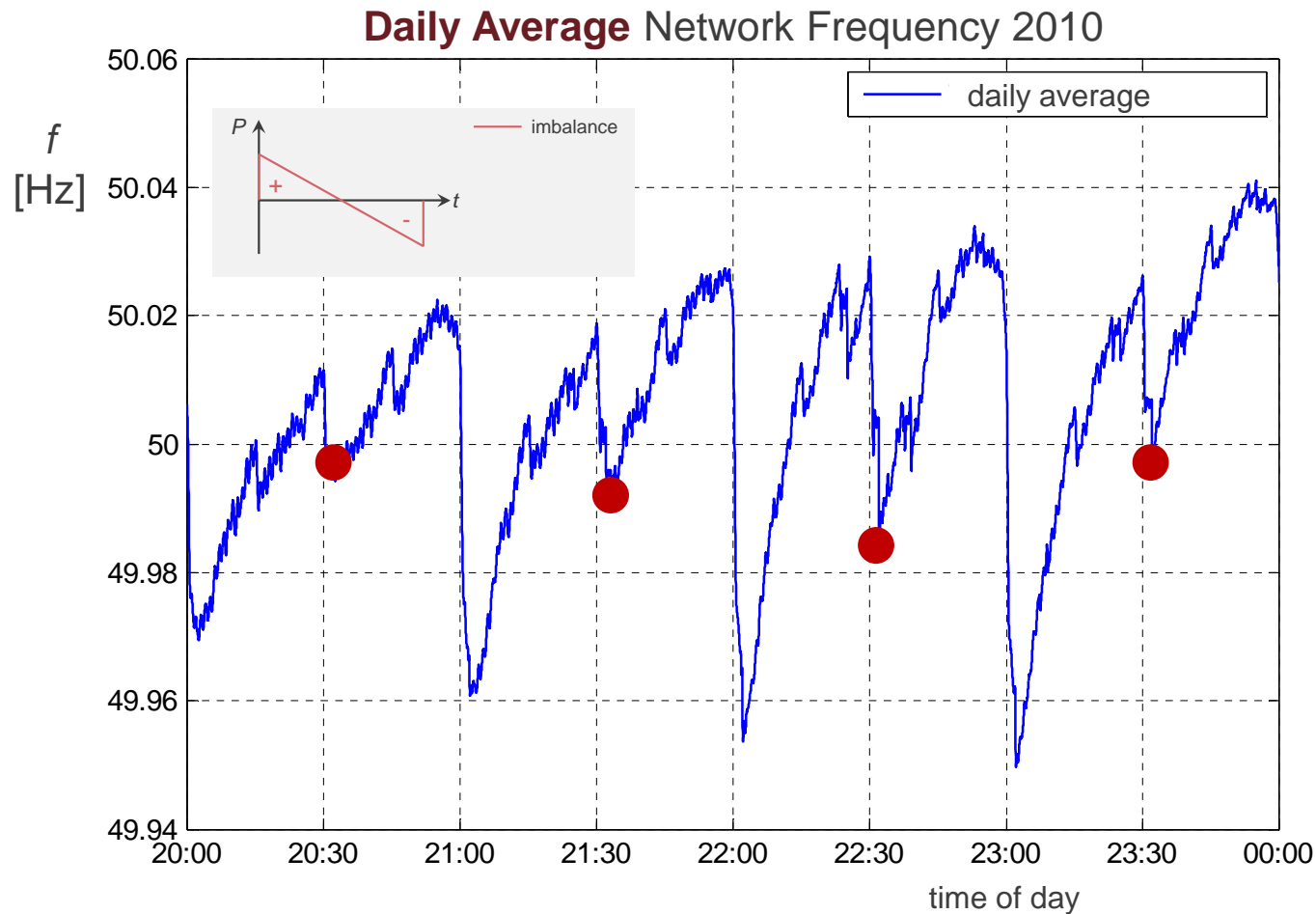


Example 1: 1 Hour Energy Product



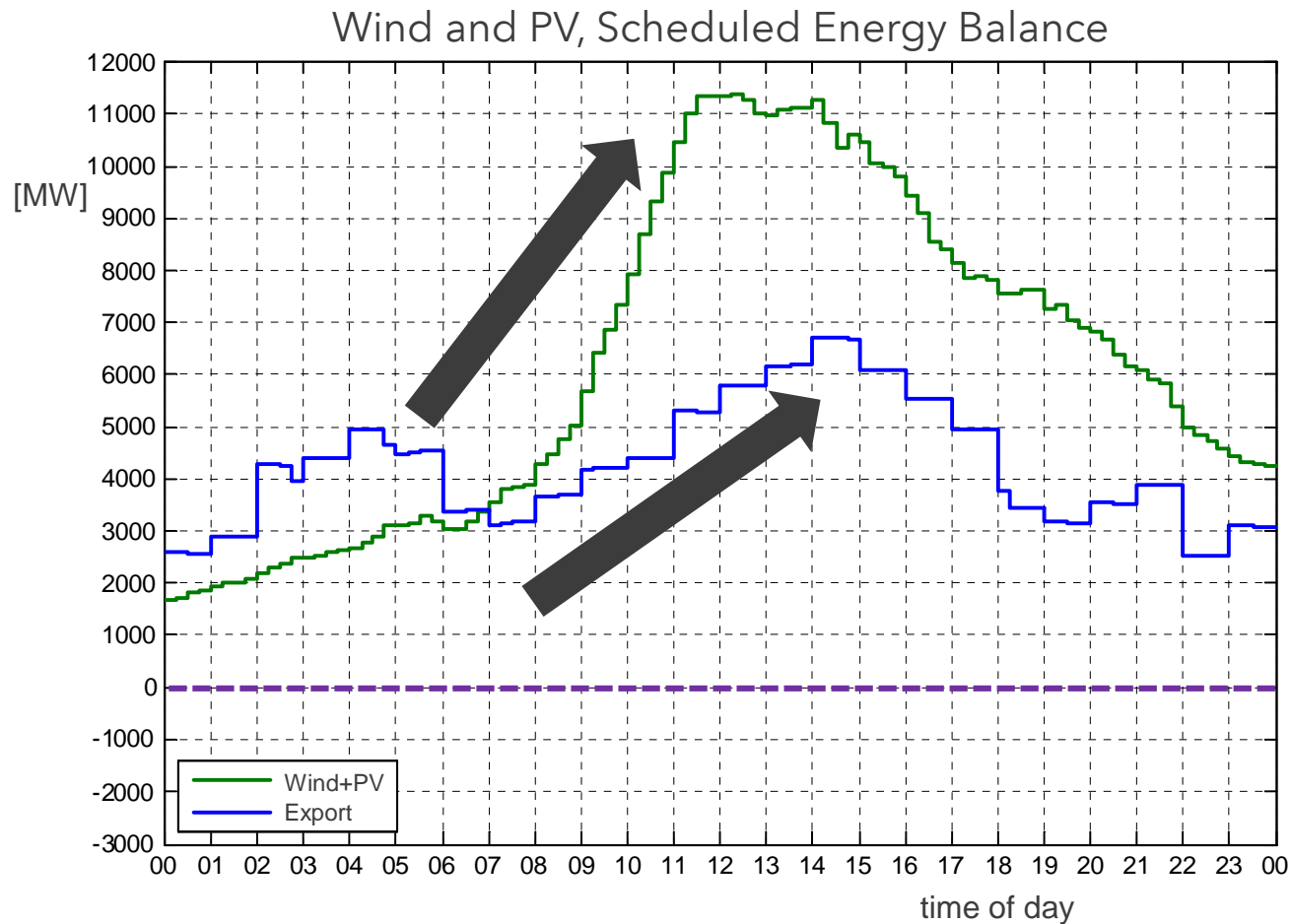
Power plants dispatch based on step-shaped contracts **decreases** the quality of the network frequency and therefore the **system security level**

Example 1: 1/2 Hour Energy Product



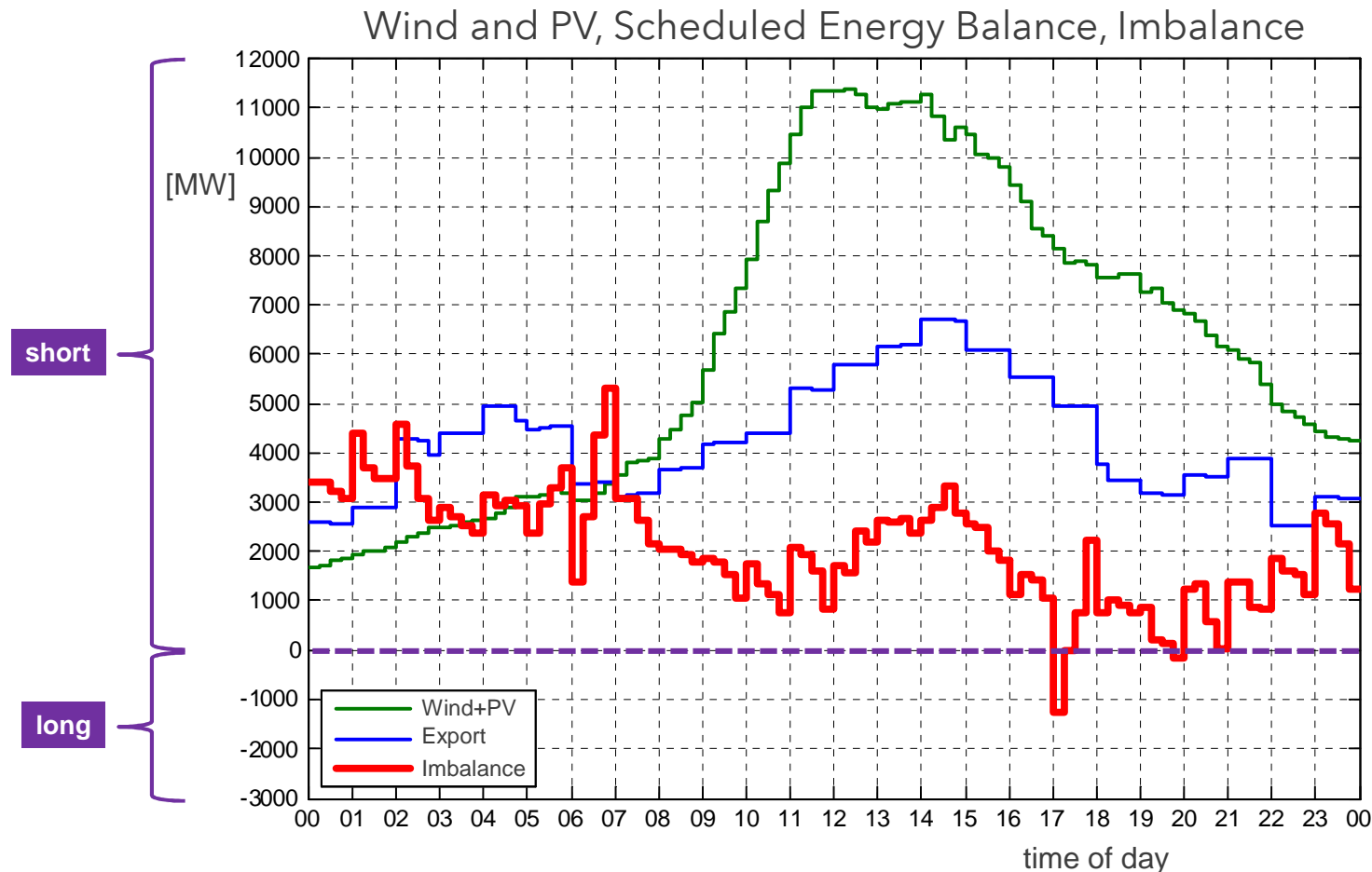
Power plants dispatch based on step-shaped contracts **decreases** the quality of the network frequency and therefore the **system security level**

Example 2: Cold Day in February



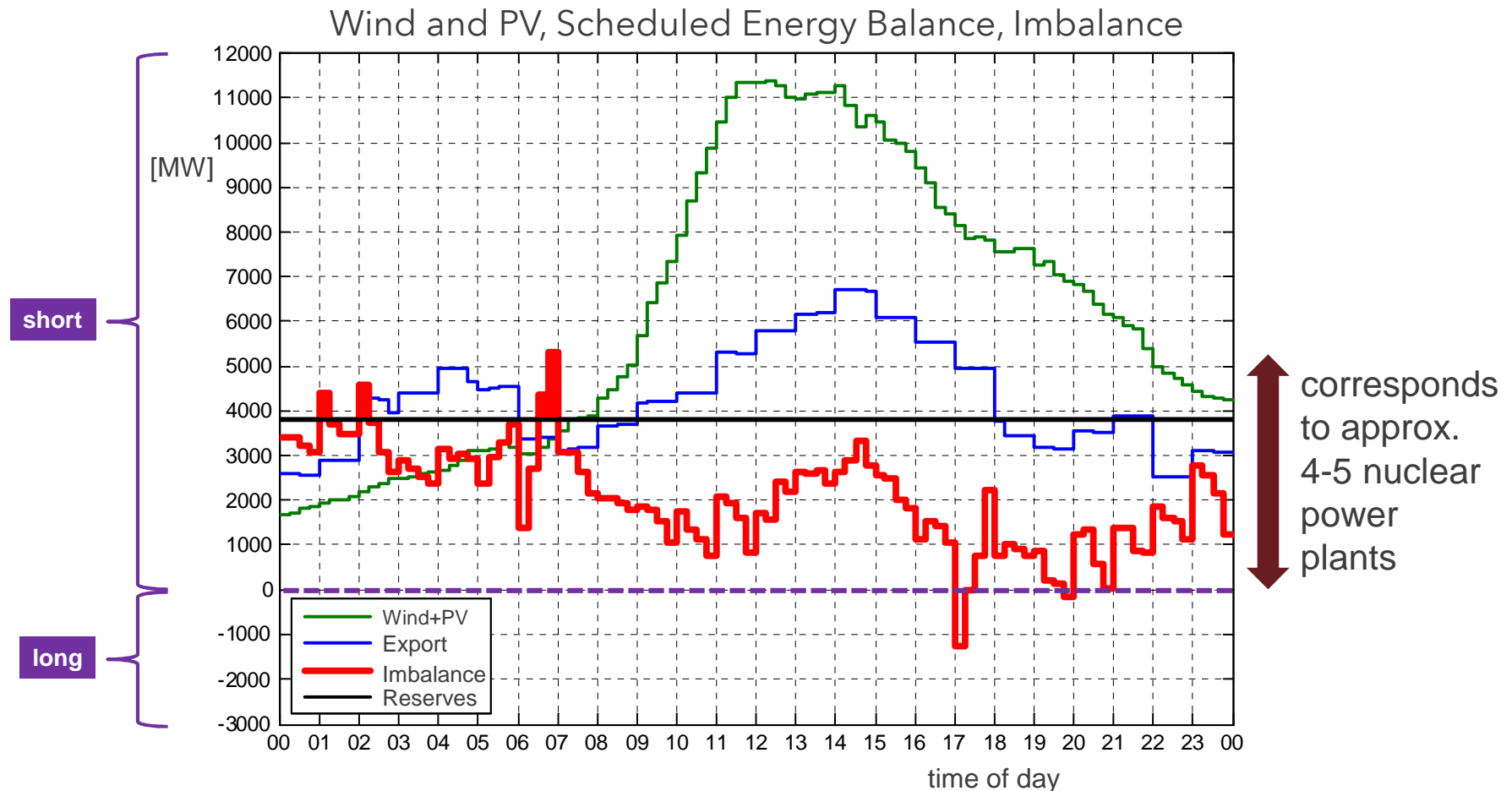
Relatively high wind and PV generation

Example 2: Cold Day in February



Relatively high wind and PV generation, still an **unplanned energy shortage**
– market participants have not adapted the load forecast

Example 2: Cold Day in February

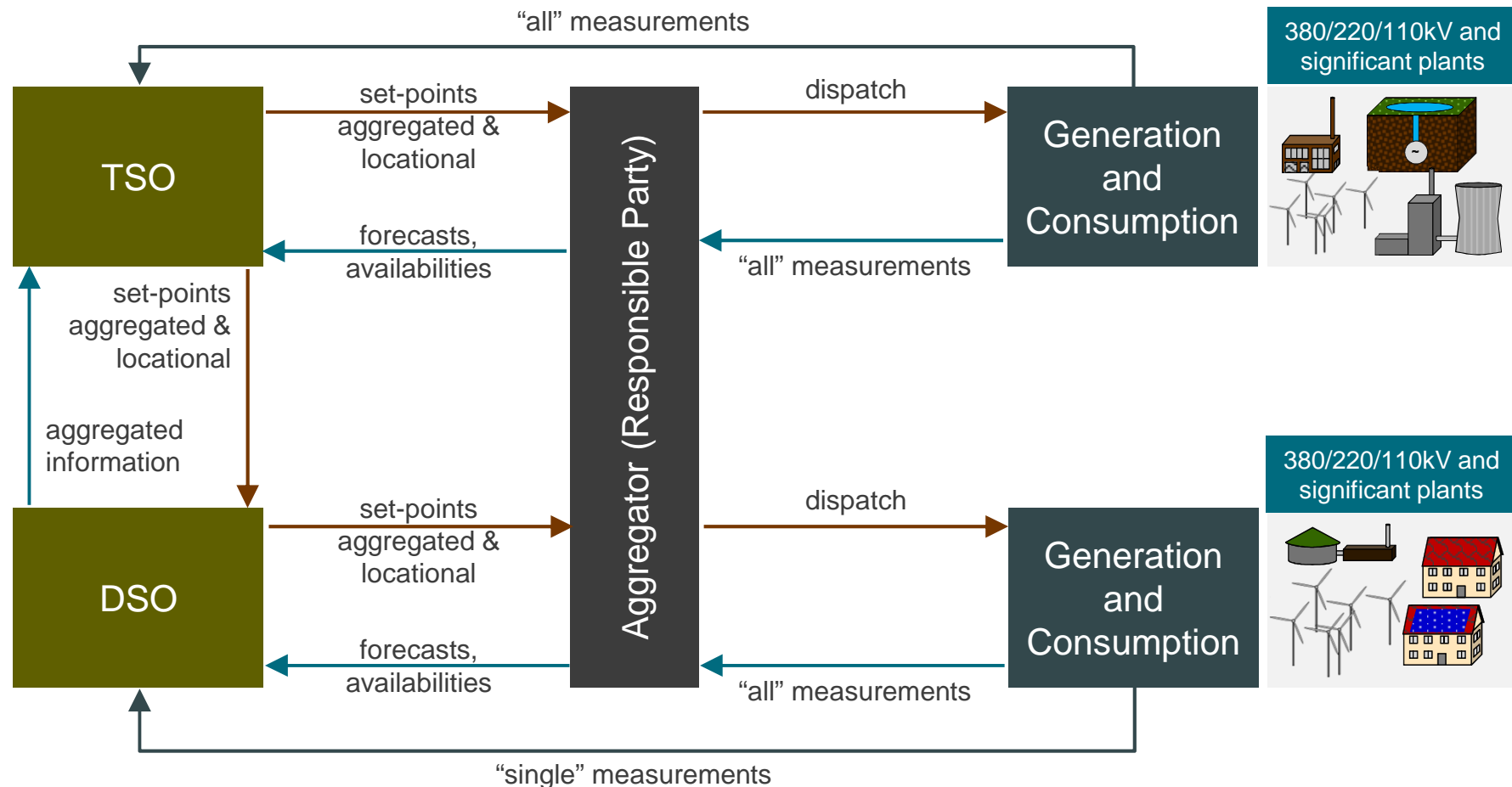


Relatively high wind and PV generation, still an **unplanned energy shortage**
– market participants have not adapted the load forecast

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Smart Grid – Simplified Information Flows



Current State

Measurements

- Generally, the TSOs **have measurements of all relevant power plants and demand connected** at high voltage level
- Estimation of the **end-consumption** is **difficult due to dispersed generation**

Aggregation

- **Aggregation** (“Virtual Power Plant”) **is state of the art** in energy trade and power plant dispatch
- **Demand and small power plants (biomass) are already providing system services**

Forecasts

- **Quality** of forecasts highly **depends** on the **flexibility** given to the **market participants**
- In Germany - efforts to improve quality of forecast (rules to be fixed by the regulator)

Smart Meter

- Smart Meters are tested in pilot projects
- **Benefit for the end-consumer is questionable** and therefore the business model

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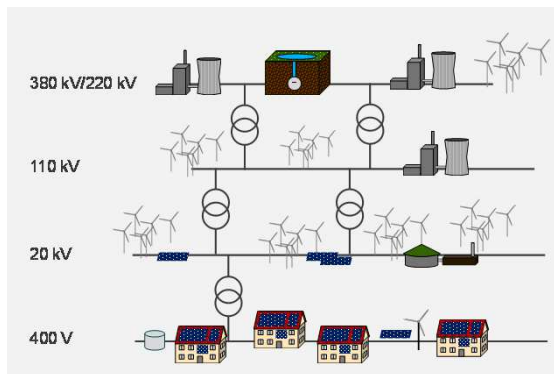
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Summary and Outlook

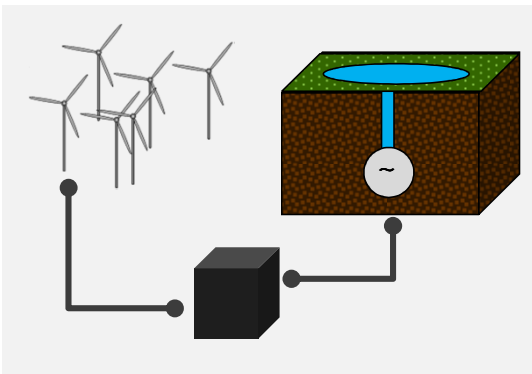
Smart Grid - an Outlook

- Smart Grid already exists at the TSO level for many years
- The German TSOs **successfully operate** a system with **over 70 GW of installed renewable capacity**
- Biggest challenge and therefore the direction for further Smart Grid development is to **bring back the information lost due to liberalisation and distributed generation**

Grid



Sensors, Actuators and Communication



Control Concepts

