Welcome to the Pre-Assessment Industry Workshop



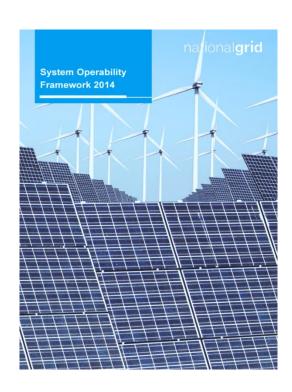
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System Operability Framework Workshop



Vandad Hamidi

SMARTer System Performance Manager



Safety and Security

nationalgrid

- No planned fire alarm
 - Leave through nearest exit You will be directed by Fire Marshals
 - The muster point is outside the building in the car park
- Facilities
- Tea and Coffee
- Mobile phones

Agenda - Technical Session (Morning)

national**grid**

- [10:00 10:10] Welcome Note
- [10:10 10:20] Future energy landscape and system operability Richard Smith
- [10:20 12:30] System Operability; internal and external perspective (Technical)
- External Perspective: Western Power Distribution (WPD), Scottish and Southern Energy (SSE)
 University of Lancaster
- Introduction of System Operability Framework (SOF)
- Example of SOF; Impact of Embedded Generation on Transmission System and Opportunities
- [12:30 13:15] Break (business lunch) and general Q&A

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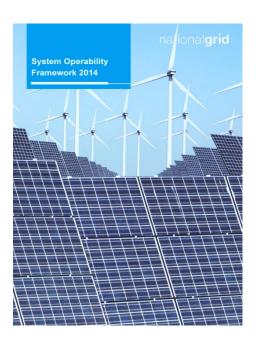
Future Energy Landscape and System Operability



Richard Smith

Head of Network Strategy





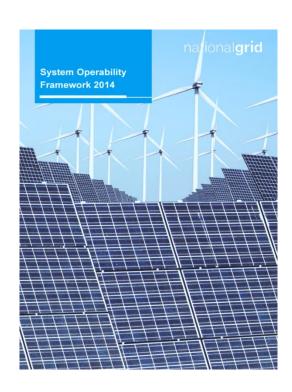
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System Operability Framework Workshop



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SMARTer System Performance Manager





Serving the Midlands, South West and Wales

SOF Workshop 9th April 2015

Nigel Turvey
Design & Development Manager

Challenges For Power Systems in GB

- Volume of DG connecting in some areas
 - e.g. summary for S West

Renewable Energy Type	Connected	Accepted	Offered	Grand Total
Biomass & Energy Crops (not CHP)	150	110,500	400	111,050
Hydro	3,677	141	50	3,868
Landfill Gas, Sewage Gas, Biogas (not CHP)	6,746	5,127	1,650	13,523
Large CHP (>=50mw)	-	0	0	-
Medium CHP (>5MW,<50MW)	-	5,650	49,999	55,649
Micro CHP (Domestic)	133	0	0	133
Mini CHP (<1MW)	2,400	716	-	3,116
Offshore Wind	-	-	-	-
Onshore Wind	190,286	181,351	12,147	383,784
Other Generation	353,105	142,626	106,400	602,131
Photovoltaic	778,875	1,255,794	559,251	2,593,920
Small CHP (>1MW, <5MW)	9,750	-	-	9,750
Tidal Stream & Wave Power	-	30,000	-	30,000
Waste Incineration (not CHP)	33,965	72,800	9,000	115,765
Grand Total	1,379,087	1,804,705	738,897	3,922,689

Winter Maximum Demand	2,530,000	
Summer Minimum Demand	980,000	



Challenges For Power Systems in GB

- Speed of build/deployment of DG can be less than 6 months from planning consent for 5MW PV sites
- Peak output non-coincident with local demand in many locations. Becoming a seasonal rather than time of day issue resulting in DSR/Storage options offering little benefit
- At thermal/local voltage rise limits in many locations with significant reinforcements for further acceptances based on accepted offers
- Conversion rate of accepted to connected volatile and essentially unknown at present
- SoW process not designed for multiple small DG currently resulting in conditions on Var absorption – difficult to get verification of whether Distribution Network Capacity or National Grid voltage control (Var absorption) is the limitation
- Unclear whether or when other 'SOF' issues will result in conditions on DG connections



'Immediate' actions needed

- What are the operational capabilities of the joint DNO/TO networks
- Hence what are the limits of the current system
- Understanding of the DG service capabilities e.g. ability to absorb Vars and whether this can be dispatched or is a fixed parameter
- Understanding of the commercial impact of these services so that a cost benefit can be assessed against network solutions
- Current 'bulk' SoW application process results in all generators in the application getting the same conditions – the application will have a range of generators with different application dates. Should the conditions ramp up with application date?
- More rapid turn around of SoW not being able to give generators information on conditions or even whether they can connect until close to connection date is not sustainable

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Expectations from System Operability Framework

- Understanding of the capabilities and limits on the Transmission Network
- Information presented in an easily understandable form to be able to explain to customers when limits are likely to be reached and the likely conditions/delay or contribution to costs that will result
- Simpler/quicker SoW process as limits known in advance
- Clear understanding of the data transfer between DNO/TO recognising the limitations of the data available to the DNO from connecting DG



System Operability

An External Perspective



Bless Kuri Scottish Hydro Electric Transmission plc



Challenges/Opportunities for the future GB power system (1)

- Increase in proportion of 'smart' demand
 - Demand Side Response and Storage devices
 - Changing system characteristics (dynamic behaviour, reactive demand...)

Increase in renewable generation

- Connected through power electronics
- Low short circuit contribution
- Low system inertia
- Weak systems and connections to islands



Challenges/Opportunities for the future GB power system (2)

- Combination of distributed generation resources and active demand + storage
 - Resource/information management
 - Island grid operation
 - Conditions for 'combinatorial innovation'
 - Addressing existing and emerging system requirements
- Conducive market structure and commercial arrangements
 - Encourage innovation, research and development
 - Support technological developments



Actions and Expectations

- Actions by National Grid/Industry
 - Progress solutions to currently known issues to enhance system operability
 - Identify and address immediate future issues
 - SOF 2014 is a good staring point
 - Address skills requirements
 - Fundamental systems review based on a holistic approach

Expectations from SOF and National Grid

- Industry involvement in determining the scope of the SOF
- Clear articulation of challenges and possible solutions
- Assessment of solution blockers/enablers
 - Commercial arrangements
 - Policy...



System Operability

An External Perspective



Bless Kuri Scottish Hydro Electric Transmission plc





National Grid, System Operability Framework Workshop 9 April 2015

Challenges to the GB power system

Professor Roger Kemp Lancaster University

The questions:

- o What do you see as challenge(s) for the future power system in GB?
- What "immediate" actions you believe are needed (By National Grid, and by the industry)?
- What are your expectations from System
 Operability Framework and National Grid?

Prior work



Challenge 1: Rebuilding the electricity system

while maintaining adequate capacity



Environmental commitment: 80% reduction in CO₂ by 2050

Climate Change Act 2008

CCC target to reduce emissions from electricity from 450 g/kWh to 50 g/kWh by 2030

Coal-fired power stations



Fiddler's Ferry

 Last month coal provided 25 GW base load (33% of demand)

 Most plants have been in service since the 1970s and will close in the next decade

Picture: Webb Aviation

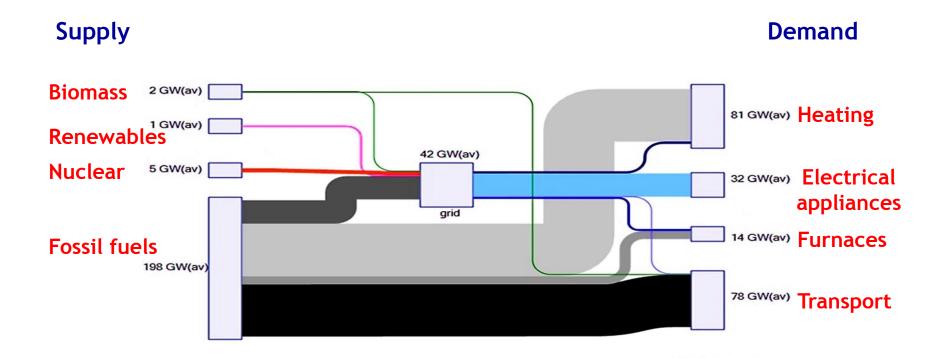
Nuclear power

 Of the existing fleet of nuclear stations, only Sizewell B will still be operating in 10 year's time



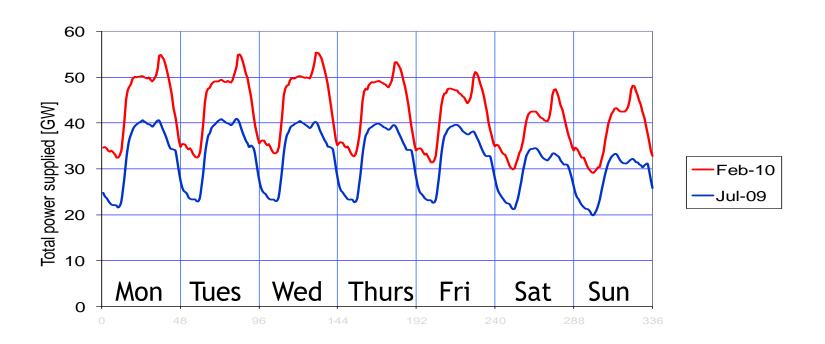
Heysham 1 & 2

Challenge 2: Decarbonisation of heat and transport



Source: Generating the Future, RAEng

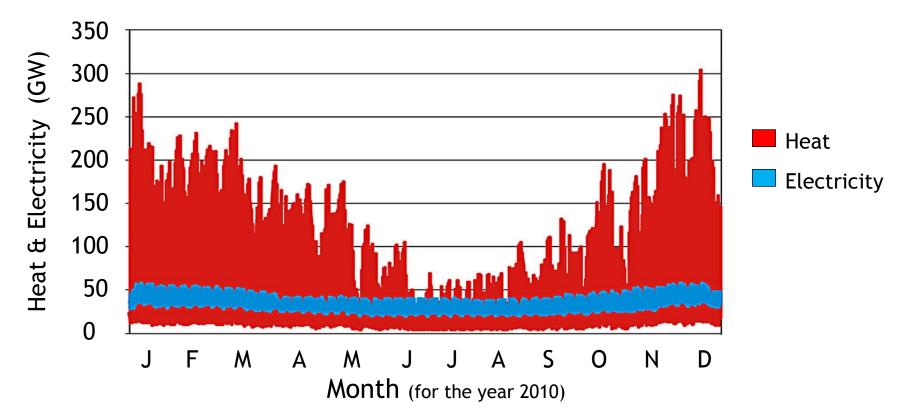
Daily demand on the electricity grid



Source: NETA website

GB use of heat and electricity

(Domestic and commercial sectors)



Source: The future of heating, DECC and Imperial College

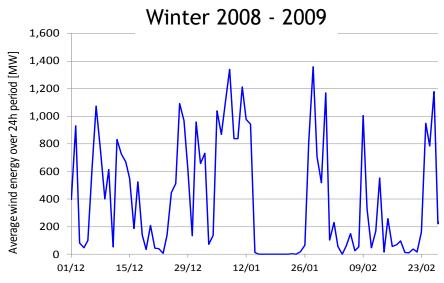
Transferring heating load to electricity



- Heat pumps replaces gas boilers
- Transfers load from the gas grid to the electricity system
- Peak load (winter evenings) additional to existing system maximum
- Risks extra generation and transmission assets being unused all summer

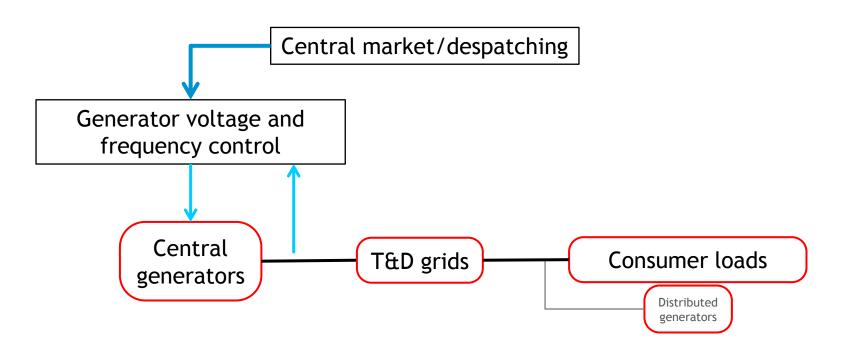
Challenge 3: Intermittency





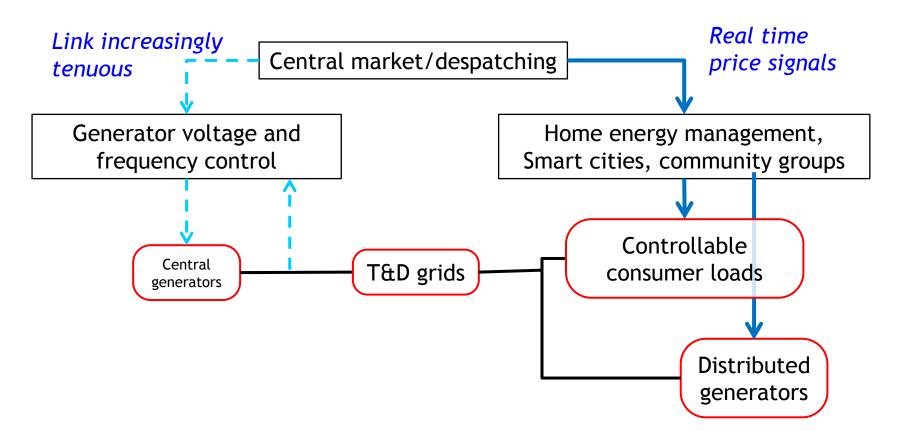
Challenge 4: system control

(2015 - CO₂ emission 450 g/kWh)



Challenge 4: system control

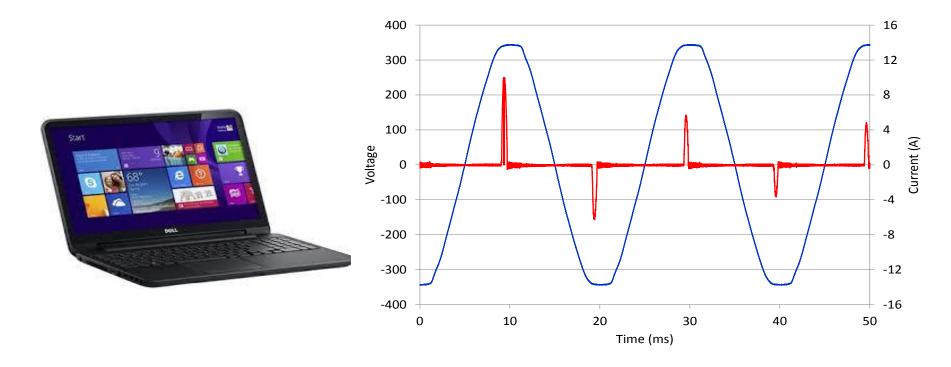
(2030 - CO₂ emission 50 g/kWh)



Challenge 5: Power quality

- Reduced frequency stability due to lower system inertia and lower proportion of plant under frequency control
- Reduced fault level difficulty in operating protection, commutation failure in current-source inverters, more severe voltage transients
- Higher non-50 Hz spectrum heating in transformers, and other equipment, electrical interference
- Voltage and reactive power management

Consumer electronics



Ringing frequency 16 kHz

Challenge 6: Economics and the market

2005

- Cost of electricity dominated by fuel
- Most generating plant fully depreciated
- Market price, based on £/MWh, was closely related to real costs

2025

- Cost of electricity dominated by CAPEX of nuclear and renewable plant
- Fuel cost very low, or zero
- Market price, based on £/MWh, bears little relationship to costs which are related to £/MW.

Challenge 7: Loading on distribution networks

Top speed: 125 mph 0 - 60 mph: 3.7 sec



Battery 53 kWh, 88% charge/discharge efficiency ∴ to charge in 8 hours requires 7.5 kW (average)

Photo: Tesla Roadster

Challenge 8 - "smart" electricity system for consumers

- Controls electric heating to provide adequate comfort
- Manages EV charging to ensure cars are ready when needed
- Minimises consumers' bills
- Enables CO₂ targets to be met
- Reduces need to replace cables in the street
- Provides load reduction ability to cope with loss of generation capacity

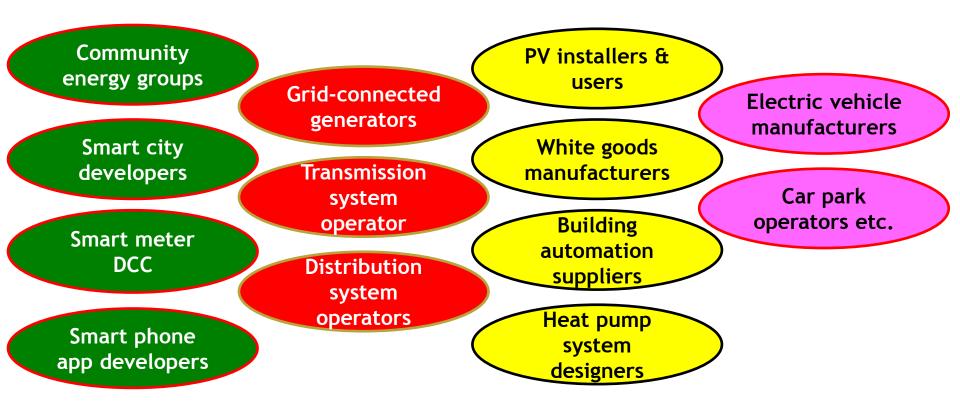
- Uses existing smart meter network; avoids obsolescence
- Works with all intelligent white goods, GSM interface, etc.
- Secure against hacking, fraud, sabotage, (SIL 3 or 4?)
- o Proof against "herd behaviour"
- Does not destroy economic case for low-carbon generation
- Easy to understand

Challenges: integration with IT & telecoms

- Google, Apple, Microsoft and others developing home automation apps
- Integration with smart cities, home and community energy networks and DNOs
- Herd effects?
- o Cyber-crime, sabotage,



Challenge 9 - new stakeholders



Challenge 10 - Joined-up thinking

- IET has put forward the case for a system architect for the electricity system
- We need joined-up thinking for all energy policy issues:
 - Renewables
 - Nuclear power
 - Storage
 - Gas vs electricity heating
 - Transport



Transforming the Electricity System:

How other sectors have met the challenge of whole-system integration

Executive Summary

A report from the IET expert group: Power Network Joint Vision











www.thelet.org/pnjv

"Immediate" actions needed

Ensure all parties (including DECC & Ofgem)
 have a shared understanding of the above
 10 issues

 Establish an industry structure and culture capable of addressing them

Expectations of SOF and NG

		NG	DECC	Ofgem	DNOs
1	Replacing retiring generation		X		
2	Decarbonisation of heat and transport		X		
3	Intermittency	Χ	X		
4	System control	Χ			
5	Power quality	X			
6	Economics & market		X	X	
7	Loading on distribution feeders	Χ			Χ
8	Smart system for consumers		Χ	X	
9	New stakeholders	Χ	X	Х	X
10	Joined-up thinking	Χ	X	X	X

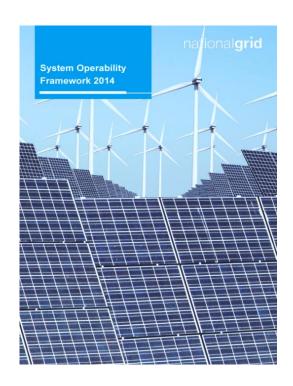
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System Operability Framework Background



Liena Vilde

SOF Project Team



Islanded AC power system

Changes in the energy landscape

Generation

Demand side

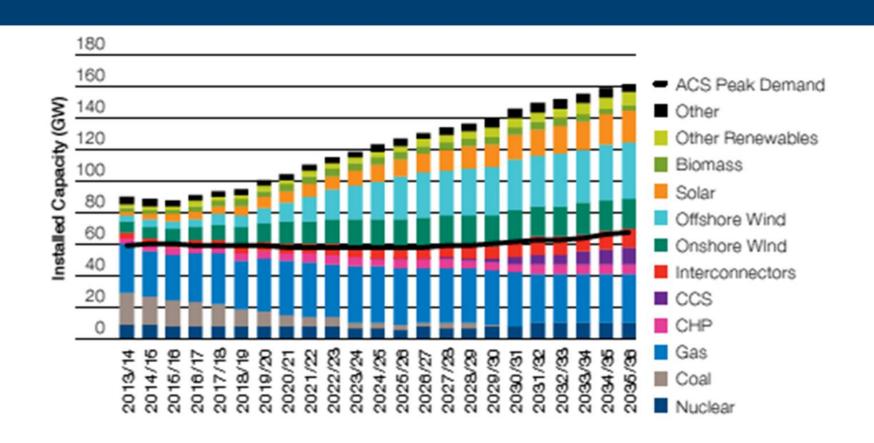
Network

Increase in non-synchronous generation

Closure of conventional plants

Increase in Embedded non-synchronous generation

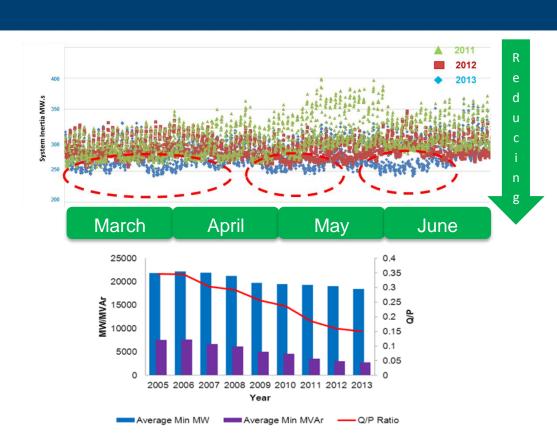
Change in Demand type (LED lights – Heat Pump) First Embedded HVDC Link (parallel to AC) Thyristor
Controlled
Series
Compensatio
n (TCSC)



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System Inertia

MVAr Demand



System Operability Framework (SOF)

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Future Energy Scenarios Performance Requirements Operational Challenges

Operation
Solutions &
Opportunities

Electricity Ten Year Statement



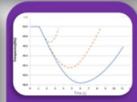
Change in Energy Landscape

- Generation mix
- Interconnection
- Demand side services



Economic, Efficient and Operable System

- Large infeeds (>1800MW)
- System stability
- Frequency
- Voltage
- Rotor angles
- Constraint minimisation
- Market facilitation



Reduction in System Strength

- System inertia
- RoCoF
- Primary response
- System stability
- Short circuit level
- Power quality
- Protection
- HVDC commutation
- System stability



SMART Grid Development

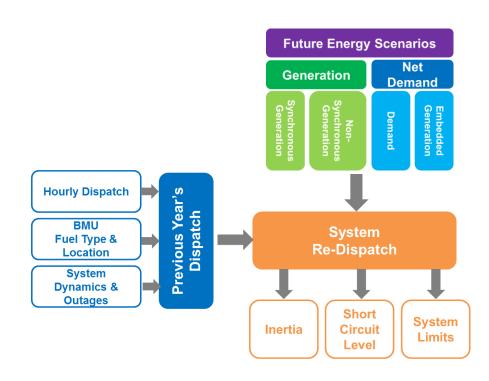
- Rapid response
- Demand side response
- Low load operation of thermal plants
- Dynamic thermal ratings
- System wide controller
- Parallel HVDC links



System Operation Chapter of ETYS

- Variations in each topic
- Opportunities for stakeholders to provide new services
- Stakeholder feedback

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Topics

Timeline

Solutions

		External Actions						Internal Actions				
abacity, GW		RoCoF Setting Change	Infeed Constraint	Rapid Frequency Response	Synchronous Compensation	Demand Side Response	Distribution System Operator (DSO)	Technical Code Changes	HVDC Constraint	System Monitoring	Improved Study Capability	Reactive Compensation
Before 2020	RoCoF											
	Voltage Management											
	SSI											
After 2020	Frequency Containment											
	Generator RoCoF Withstand											
	Regional Stability											
	Protection											
	Voltage Dips											
	Harmonics											
	HVDC Commutation											
	Control System Interaction											

SOF interactions

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Who? **Service Providers** Manufacturers and Distribution Onshore and Offshore (Generators, **Network Technology** How? Aggregators, **Transmission Operators Providers** Interconnectors) **Owners Design of the new** DSO Future products / **Future revenue Future** balancing services compliance services Compliance streams Coordinate the use **Additional Coordination of** Coordination of Retrofit vs new of existing capability incentives resources resources design **R&D** and joint Collaboration and **Collaboration and** Collaboration and Collaboration and innovation projects engagement engagement engagement

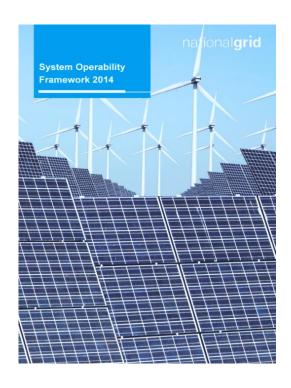
SOF will provide the technical inputs into commercial and regulatory frameworks to ensure future grid operability

Impact of Embedded Generation on the Transmission System and Potential Opportunities

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Nikola Gargov SOF Project Team



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Future Energy Scenarios predictions for Embeddedd and Micro Generation:

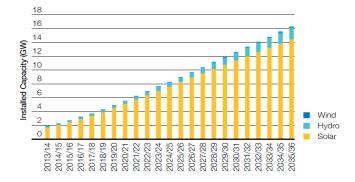
 Embedded Generation: generation with installed capacity above 1MW



 Micro Generation: generation with installed capacity below 1MW

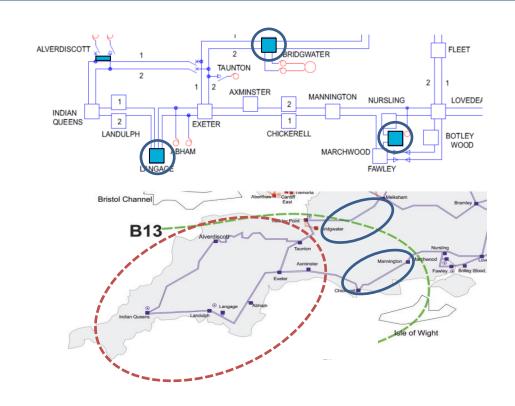






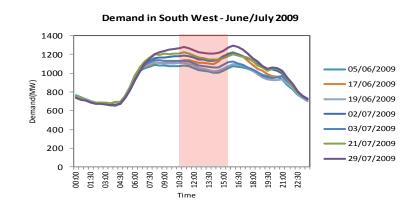
Background:

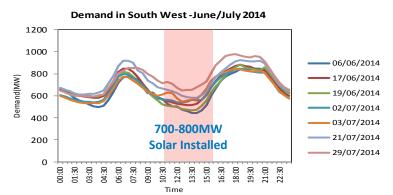
- Two transmission double circuits connecting South West with the rest of the system
- Potential for large volumes of Embedded Generation being connected in the DNO networks
- Several large synchronous generators in the area
- Relatively long transmission circuits (high impedance)



How large volumes of Embedded Generation could affect the operation of the transmission system:

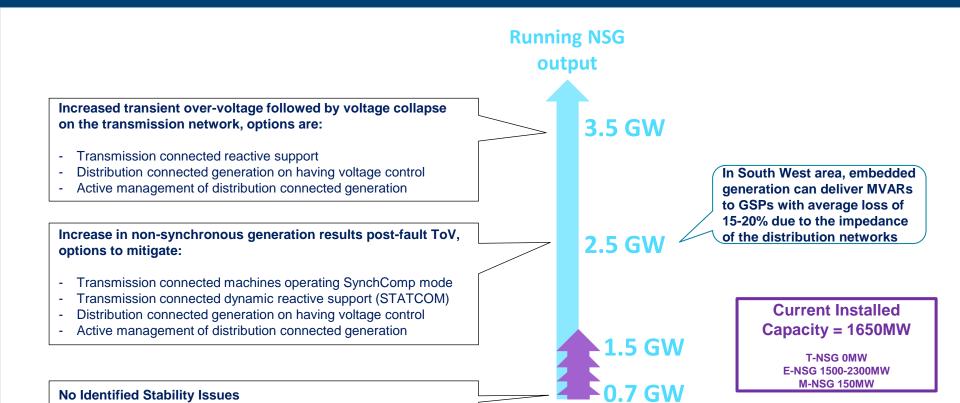
- Lower the power transfers on the transmission network
- This may result in difficulties in managing the voltages on the transmission system in steadystate
- Need for reactive compensation sufficient to maintain the voltages within operation limits





Impact of Embedded Generation on the Transmission System and Potential Opportunities

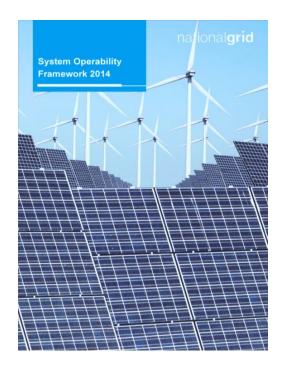
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Based on the analysis done as part of SOF, National Grid and Distribution Network Operators are working closely in identifying potential mitigations of the future challenges. The possible options include:

- 1. Use of transmission connected generators in SynchComp mode
- 2. Use of fast acting static reactive support
- 3. Use of dynamic reactive support
- 4. Active control of transmission and embedded generation
- 5. Active network management



Agenda- Commercial Session (Afternoon)

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- [13:15 14:45] System services; internal and external perspective (Commercial)
- External Perspective: DONG Energy, RenewableUK, Imperial College of London
- Economic Appraisal of System Services
- Contracts for System Services
- [14:45 15:30] System Operability Framework 2015 theme
- [15:30 15:40] Innovative new services
- [15:40 16:00] Next steps and future engagement

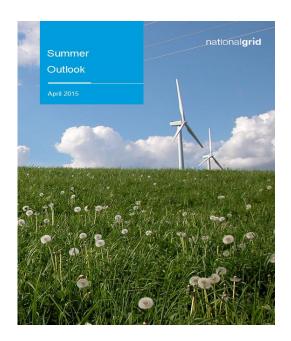
Summer Outlook 2015

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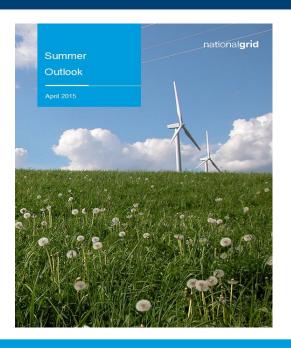
Chris Thackeray

Energy Strategy and Policy



The Summer Outlook Report has been published on our website today...

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Listened to our stakeholders through meetings, a survey and events

Fresh approach with a focus on making it interesting and relevant

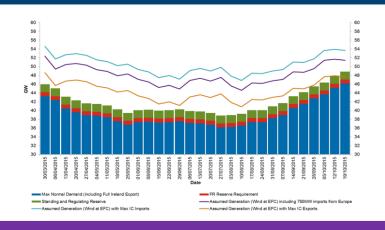
Interesting case studies to bring relevant issues to life

Operability is the focus for summer 2015 for both gas and electricity

www.nationalgrid.com/UK/Industry-information/Future-of-Energy/FES/summer-outlook/

Margins are currently forecast to be at a comfortable level over the summer...

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Current generator capacity

73.5 GW

De-rated generator availability when demand is forecast at its highest

42.4 GW

Maximum forecast demand in high summer

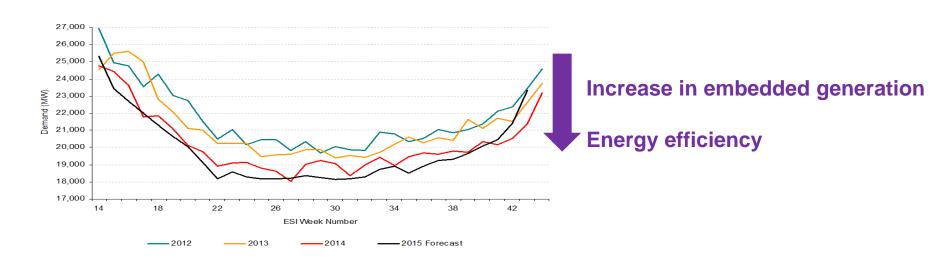
37.5 GW

Forecast margin when demand is forecast at its highest

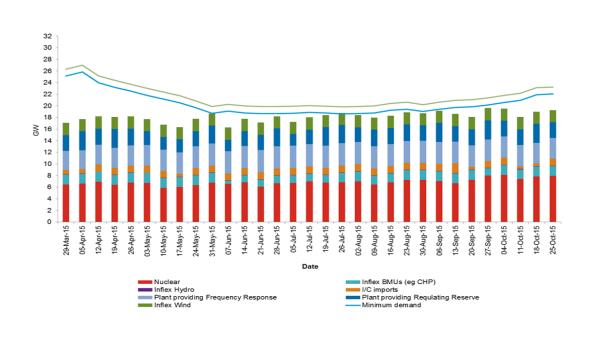
4.9 GW

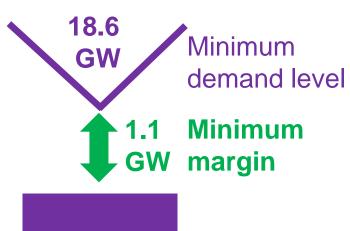
Summer demand is falling year on year but the minimum is comparable with last year...

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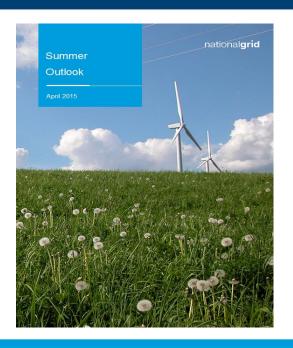


High summer demand forecast (GW)	2014 outturn	2015 forecast
Highest demand	38.4	37.5
Minimum demand	18.6	18.6





Generation 17.5 GW



Listened to stakeholders and acted on their feedback.

Margins are currently forecast to be at a comfortable level over the summer.

Summer demand is falling year on year but the minimum is comparable with last year.

System operability is the main focus for us as the System Operator this summer.

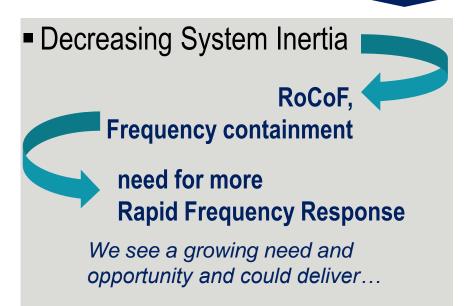
www.nationalgrid.com/UK/Industry-information/Future-of-Energy/FES/summer-outlook/

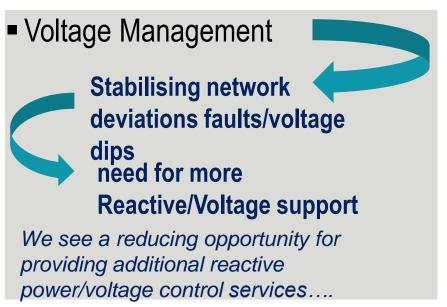
System Operability Framework preassessment workshop – 9th April 2015



1. What do you see as challenge(s) for the future power system in GB?

Maintaining system strength with increasing volumes of NSG capacity & NSG/Demand ratio

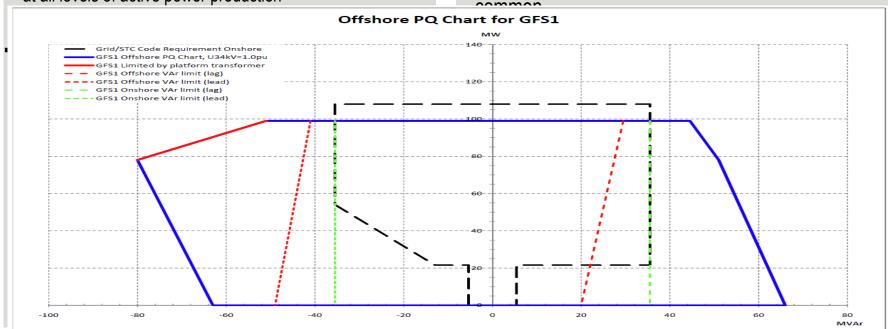




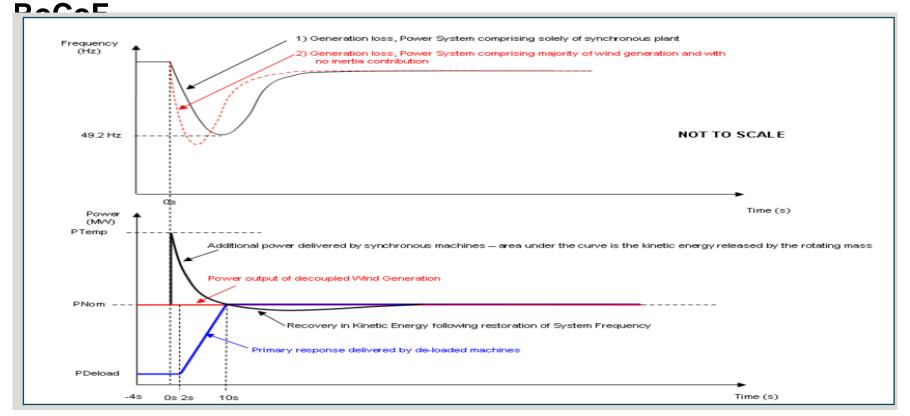


1. Challenges cont...in particular, the challenge of managing Voltage

- Modern offshore wind turbines normally have AC converter machines (if they 're not DC),
- Capable of delivering significant volumes of reactive power at all levels of active power production
- Early projects relied on wind turbines to provide the majority of voltage control requirements
- As projects move further from shore and increase in size, the use of STATCOMs onshore is becoming



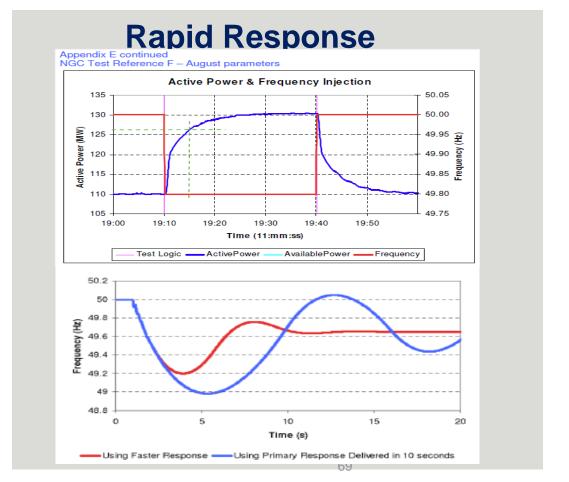
1. Challenges cont...in particular, the challenge of managing





1... Challenges but real opportunity for NSG – RFR technically

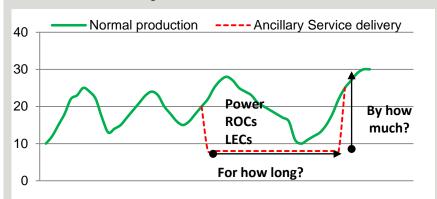
capable





2. What "immediate" actions you believe are needed (By National Grid, and by the industry)

- What we need?
- Positive business case! mitigate risks to:
 - Our JV projects both industrial and financial partnerships
 - ensure return on CAPEX (Grid Code Compliance)
 currently limited realised return? why...
- Requires upfront pricing of deliveries both uncertain in duration and magnitude



What NGET and Industry can do?



- Clear direction re: actual utilisation making progress with NGET account managers
- change existing settlement mechanisms eg.,
 Frequency Response (CMP 237) an important step/in the right direction!
- Wind could then be more competitive vs conventional!
- Improved awareness of the additional complexities with Offshore Wind projects – all have a role to play

70

3. What are our expectations from System Operability Framework and National Grid?

- Looking ahead DONG Energy prospects for delivering Ancillary Services
 - Prepared to progress developing A/S (eg., RFR) from selected wind farms on the basis of such activities being profitable!
 - Demonstrate financial viability (in terms of incoming cash flows and overall profitability) to our JV partners
 - Enter into pilot project(s) for new A/S (e.g., RFR) such that that DONG Energy remain whole in terms of lost output for the duration of the exercise

- SOF can be used as the technical justification behind pursuing changes:
 - To the existing settlement mechanisms (CMP 237)
 - Use historical operational data about delivery patterns to determine likely duration and magnitude of net production losses ~ may reduce (but not remove) the uncertainties.
 - Potential lowering of risk premium to the benefit of both SO (lower price) and wind generators (eg, more efficient and competitive prices), and
 - Pilot projects



THANK YOU







System Operability Framework – A Perspective

Zoltan Zavody Head of Grid

RenewableUK











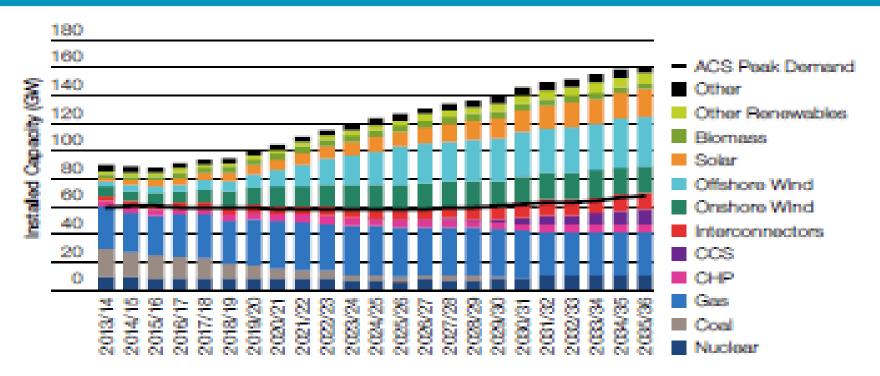
"The voice of wind and marine energy"

- ☐ industry forum
- ☐ represents industry to Government
- ☐ media resource
- □ public campaign





Gone Green Generation Scenario

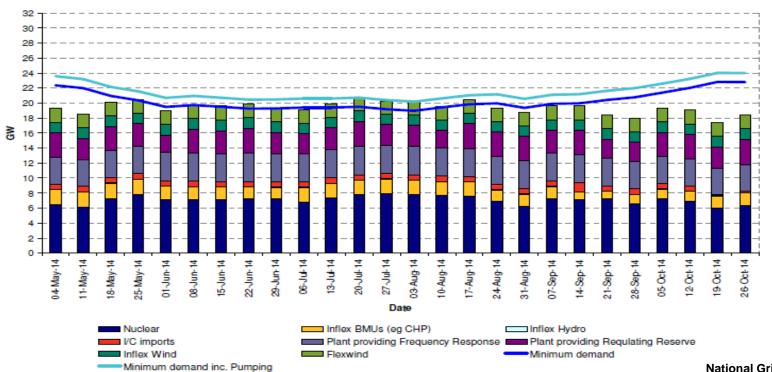


National Grid, Future Energy Scenarios 2014





Minimum Summer Nighttime Demand 2014

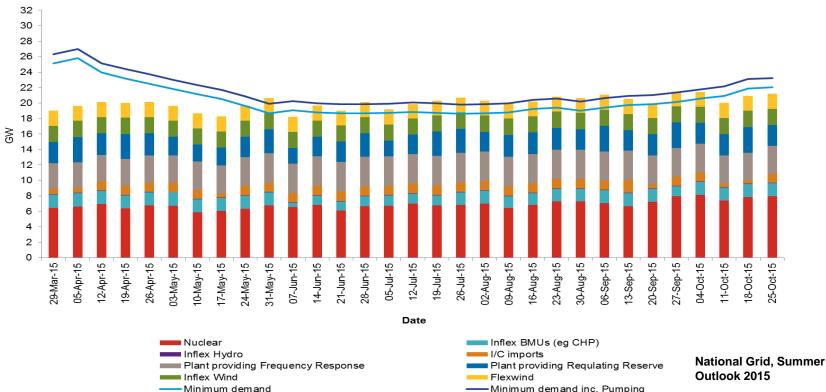




National Grid, Summer Outlook 2014

RenewableUK previously: BWEA

Minimum Summer Nighttime Demand 2015





Summary

- Windfarms have the capability to provide the voltage and frequency services described in SOF
- Summer nighttimes will inevitably necessitate services from wind – but how and when?
- Need to demonstrate how tomorrow's need will be met by commercial arrangements
- Need explicit dialogue on range of potential service providers and long-term arrangements







Future Energy Scenarios

Operational Solutions

Operational Challenges

Performance Requirements

Towards a new grid operation

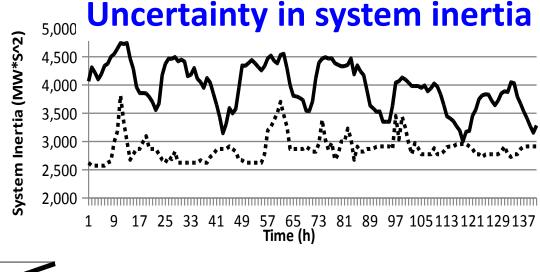
Iand

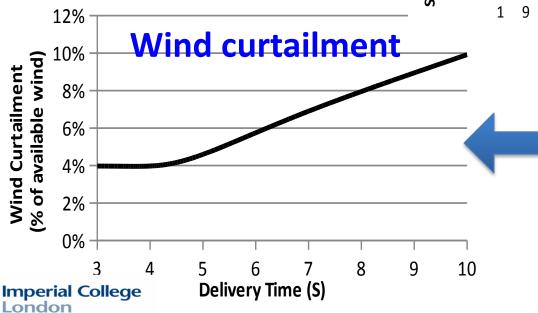
| development | paradigm

| Managing trillema: Cost, | Security & Emission | objectives

Enhancing Commercial and Regulatory framework and

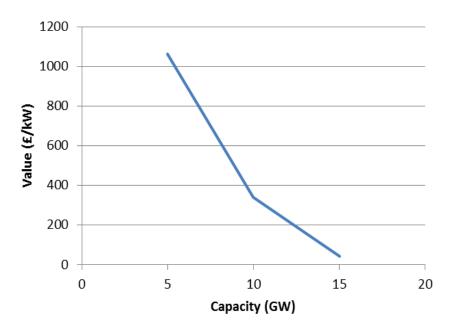
Example: system value of new services

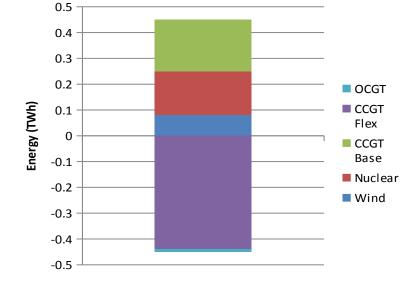




Enhancing the ability of the system to integrate RES by reducing response delivery time

Investment in flexibility?



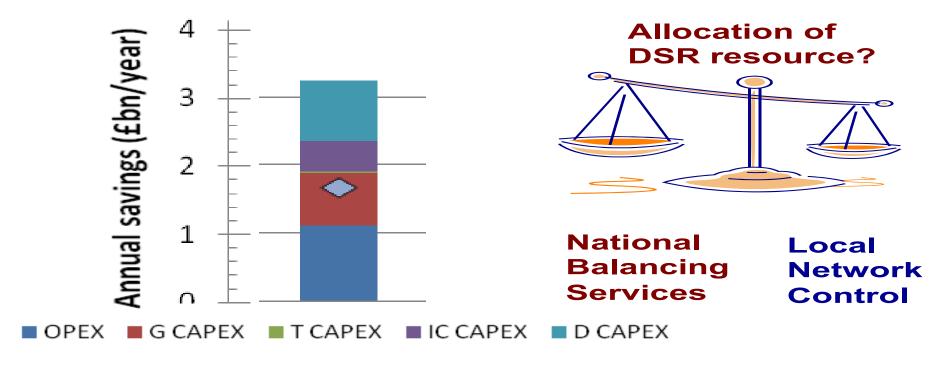


System value of enhanced flexibility of CCGTs will be significant

How about the value to investors?

Imperial College London

Complexity of energy storage and demand response: *Split benefits*



Can the market facilitate this?

Operational challenge: paradigm shift towards smart grids **Technologies** Costs & **BIG Data** SPS **Risks Smart** Control **Grid Control Control Imperial College** London

Improving current regulatory & commercial regime /1

- (1) Strengthening the incentives for development & implementation of cost effective smart grid measures from the stick to a carrot approach e.g. linking rate of return with cost effectiveness
- (2) Whole systems approach to network operation and design from silo to whole systemss concept based network operation and planning

Improving current regulatory & commercial regime /2

- (3) **Facilitate investment under uncertainty** From scenario only driven investment to dealing with uncertainty option value of smart and traditional investment
- (4) Facilitate strategic investment investment in smart **T&D** networks Need to coordinate existing and future users needs: balance strategic and incremental investment
- (5) **Enhancing market integration** Ensure that DER flexibility can access their whole-system value by providing services across different sectors and timescales (operation & investment)

Improving current regulatory & commercial regime /3

(6) Recognise increased risk and complexity associated with innovation and deployment of new technologies - Need to establish provisions to allow network operators to account for increased risks

(7) Role of the Regulator
From acting as a buyer of network services to
developing appropriate incentive mechanisms



Balancing Services

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Leon Walker

Commercial Development Manager

- Required portfolio of Balancing Service products has been historically stable
- Historic change such as CAP047 [1st October 2005] which introduced cost reflectivity in frequency response
 - Mandatory Response provision changed
 - Development of commercial Firm Frequency Response Service
- We are developing our current processes to align with System Operability Framework (SOF)

Alignment of Balancing Services with SOF: Development of Internal Process

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Identify Future Areas for study

Prioritisation of activities

Understand Requirements

- Identify available actions within current market framework (if any)
 - Define relationship between new product and available actions
- Future view of system dynamics
- Characteristics of the future requirement

Define
Mechanisms to
resolve issue

• Understand the potential cost implications

Stakeholder Engagement

- Understand the capability of future technology to provide service
- Investment Challenge?

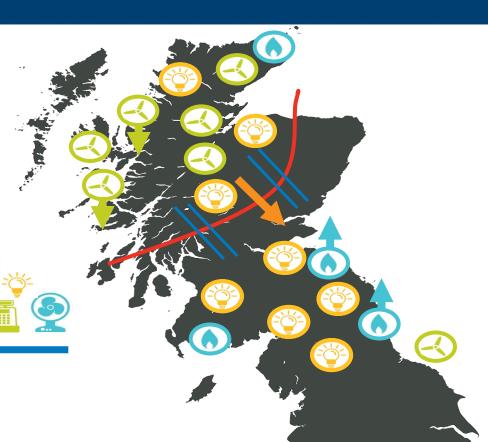
System Services - Commercial



Contract Services – What we do

- Provide Balancing Services contracts to help the SO;
 - Managing electricity flows across the networks
 - Balancing the generation and demand





The Services

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Energy STOR Firm Frequency Response **Fast Reserve** DSBR* SBR** **Mandatory Frequency** Response BM Start-Up **Fast Start**

Reactive
Constraint Agreements
Intertrips
Black Start Agreements

* In use from Nov 2014

** In use from Nov 2015 Market Tenders
Bilateral and
Trading

- SOF identified risk of Longannet & Peterhead closing earlier than expected
- Detail studies then undertaken which identified System Operability risks
- Tender held and contract provided

- Black Start contract to restore the system should any part of the transmission system need to shut now
- Typically been managed by contracting with an array of defined location thermal plants
- In the future, using the current model may make Black Start provision more difficult to contract
- Innovation funding being used to study potential commercial and technical solutions
- Output to feed input the 2015 SOF

SOF case study - Inertia

Rate of Change of Frequency

Forecast Inertia

Monitor Inertia

Largest loss

Constrain Stations

 Downward Regulation, Inertia and Voltage Evaluation (DRIVE) Tender

Additional Inertia Available?

Combined Services?

Economic?

Current Options

- Manage largest lost
- Bring on plant with greater inertia
- Commercial Rapid Frequency Response
- Potential Future Approaches
 - Improved signals for service requirements
 - Develop a market mechanism to reflect the value of inertia
 - Mandate inertia or frequency response requirements
 - Tenders for multi year contracts

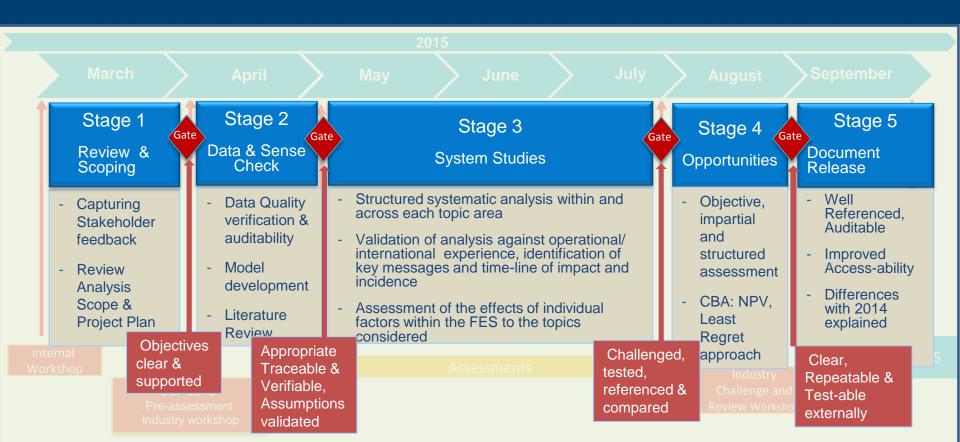
- The market is changing
- The SOF is going to help provide a valuable tool to understanding some of the challenges
- How does GB meet the future system needs?





Paramjit Sihre, Ben Marshall and Jordan Darley

SOF Project Team



Contents

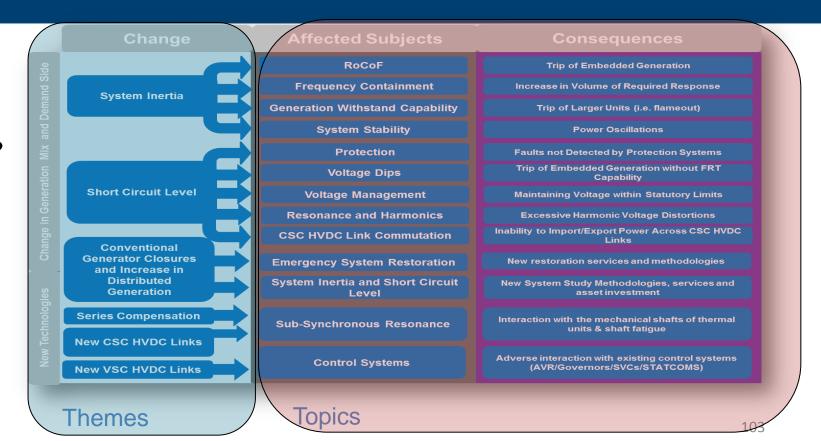
- The Themes and Topics for 2014 and how we got to them
- Feedback from stakeholders on the 2014 report, and its Topic areas
- New themes arising in 2015
- Our Initial thoughts on 2015 topics & responding to stakeholder feedback received today
- Consulting on our next steps how we would take topic areas forward into assessment
- Anything else around these subjects feel free to raise it!

Recap on 2014:- Themes and Topics

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Were we missing anything Last time?

If So What?



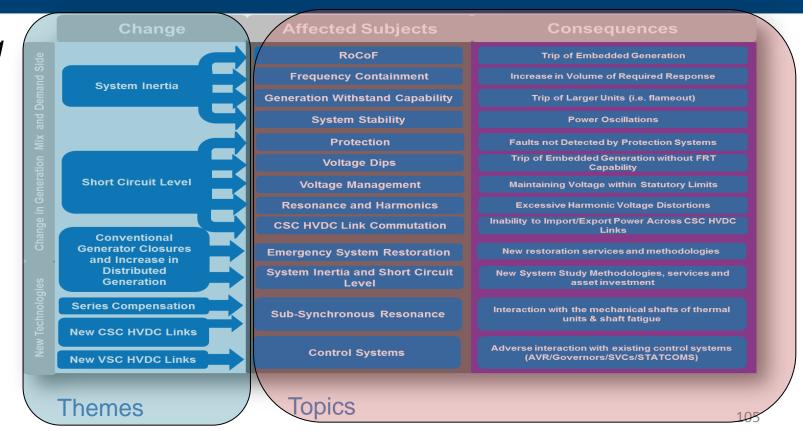
Summary of 2014 Industry Consultation

- Generally positive (very good engagement)
- SOF Topics
 - Number comments indicated the impact of change at the distribution level needs to be better articulated, i.e. DSR, EVs, etc.
- SOF Solutions
 - Better balance between market based products (i.e. wherever the technology is already capable), and new requirements
 - Solutions in long terms which require contract at early stages (i.e. synchronous compensator)
 - Solutions capable of providing number of services (i.e. Interconnectors, Storage)
- SOF Engagement
 - Strong desire to be involved at different stages of development of SOF, making it a GB
 Operability Framework

So onto 2015:- Themes and Topics?

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Is anything from 2014 not needed this time?



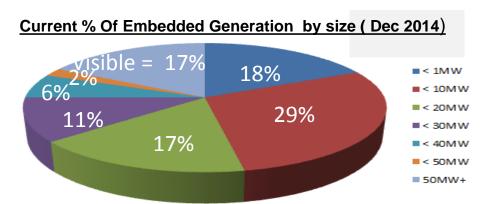
New Themes for 2015 - whole T&D system impact?



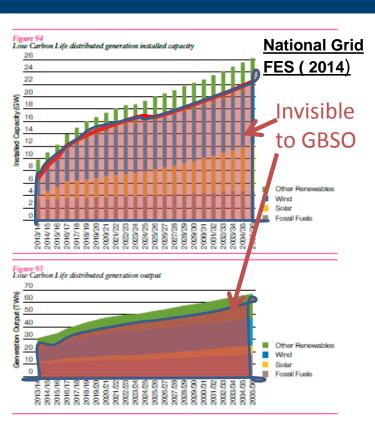
Review 2014 Themes for future SOF+ new ones of "Controlability" and "Demand Side Response"?

DNO & other network Engagement?

Reduction in Control-ability?

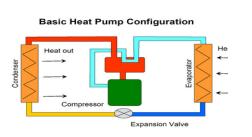


- Increasingly generation is smaller, less visible to GBSO & DNOs
- Intermittency, variety (Solar, wind, Hydro + CHP), Active Network Management,
- What is the raw demand underlying? Regionally- does export dominate?
- Given price sensitivity- is raw demand still diverse & traditionally predictable?
- Challenges to the operators range of control actions?



Demand Side Response?.



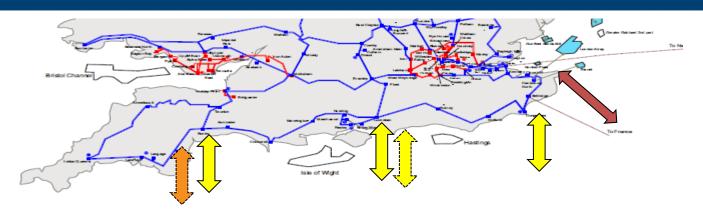




- In SOF 2014; considered as a service opportunity, but is it more than that?
- In SOF 2015; in addition we propose a broader consideration of the role of DSR, capturing various strands of Network Innovation Allowance and other work in these fields-
 - contrasting the effects of organic and directed DSR, and the different types of DSR available?
 - Capturing the impact of DSR on the load curve, the effects of rapid charging/ heating on DSR impacting devices with cyclical consumption?
 - considering the broader application of DSR in containment and demand control in emergency scenarios?

New Themes 2015- Reliance On External Systems?

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- In 2014 considered only in HVDC Technology risk but where is the power coming from/ going to?
- Scale of overall interconnection- more rapid changes due to market/ system/ or continental environmental effects?
- Common mode failures/ impacts, e.g. voltage dips on continent leading to RoCoF in GB?

How planning, operation and design are impacted when the external network becomes more significant?

New Themes 2015- New Nuclear Projects?





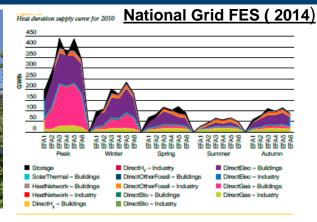


- New Nuclear will be the largest single units designed for the GB transmission system, Operationally what does this mean for us?
 - Against the context of an increasingly non-synchronous source system
 - Operating in extremes of high and low demand and transmission flow
- The characteristics, capabilities and opportunities arising from these developments may have particular relevance?

New Themes 2015- Electrification of Heating & Transportation?



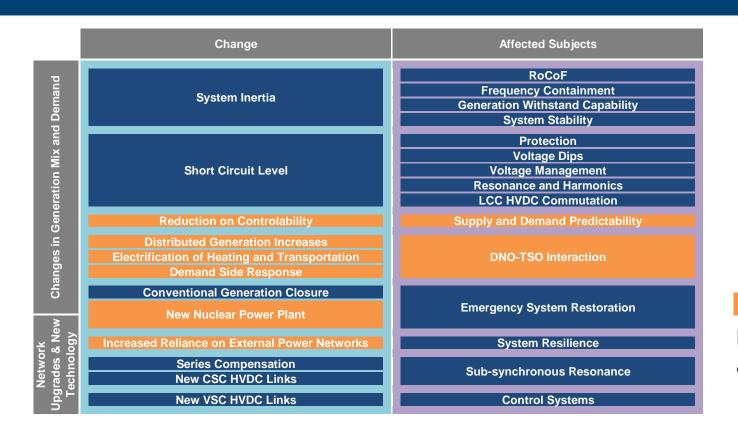




- Based on the levels of electrification anticipated in the FES are the levels of reliability and availability we traditionally expect from a transmission system still appropriate going forward?
- How do these expectations translate to operational planning, network design, management of emergency conditions? Is network & system resilience requirements related to these factors?

New Themes & Topics 2015- The Story So Far...

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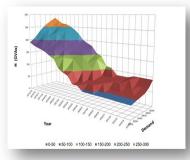
New Topics & Themes

Next Steps- how this informs assessment

- Your Feedback on Topic areas will form context to our systematic SOF 2015 appraisal
- Should other approaches be considered- if so what?
- What is most effective approach to displaying results- load duration, impact magnitude, reference to system metricssomething else?









Charlotte Grant

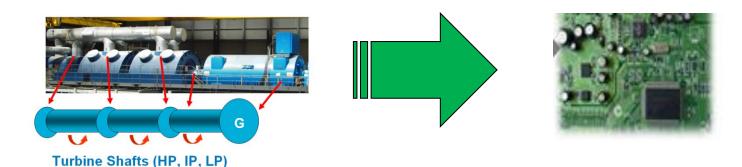
SOF Project Team

Agenda

- Changes to the Transmission System system inertia challenge
- Why SMART frequency control?
- SMART Frequency Control Project overview
- Project partners & collaboration
- Industry engagement and knowledge dissemination

Changes to the Transmission System

- Less synchronous and more asynchronous
- Wind and solar PV have very little or no natural inertia (no directly connected rotating mass)
- More Interconnectors

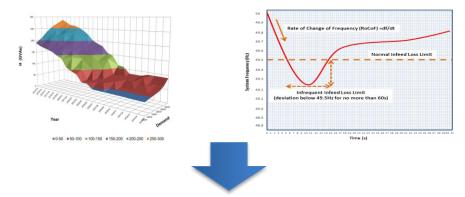


Why SMART Frequency Control?

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- Output from System Operability Framework....
 - Forecasted reduction of system inertia from 360GW/s to 150GW/s (by 2025 under Slow Progression or 2022 with Gone Green)
 - RoCoF increasing from 0.125Hz/s to 0.3Hz/s
- Increasing variability of system inertia
- Under Gone Green scenario, potential additional cost of ~£200m to carry larger volume of response reserve
- Fast frequency control to maintain operability and reduce cost
- Network Innovation Competition; Ofgem awarded Enhanced Frequency Control Capability November 2014 - SMART Frequency Control





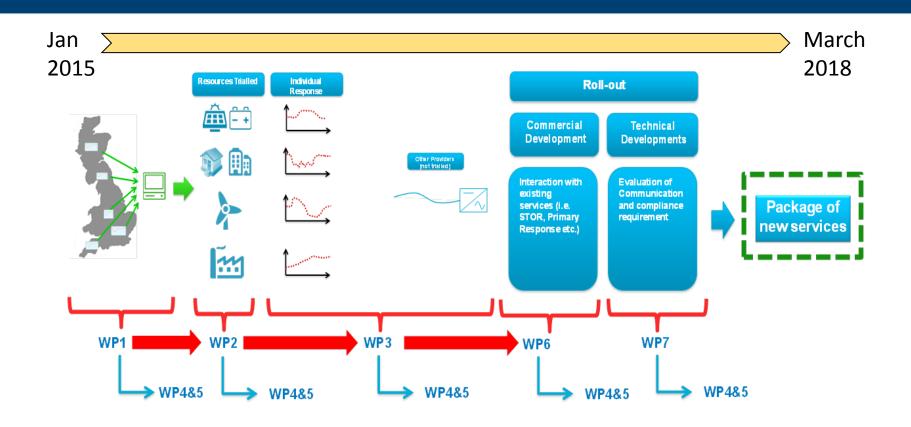
New Services

Solution

Enhanced Frequency Control (Fast Response)

Low Load Operation of Thermal Plants

Synchronous Compensator



Project Partners & Collaboration

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- Work Package 1 Control System
 - Event detection and control
- Work Package 2 Assess response from service providers







ALSTOM

- **Work Package 3 Optimisation**
- **Work Package 4 Validation**
- Work Package 5 Knowledge dissemination



- **Work Package 6 Commercial**
 - Development of commercial frameworks
- **Work Package 7 Communications**
 - Control room interfaces





- SMART Frequency Control Project website
 - http://www.nationalgridconnecting.com/The balance of power/
 - Publishing project updates, learning outcomes, events
 - Contact project team



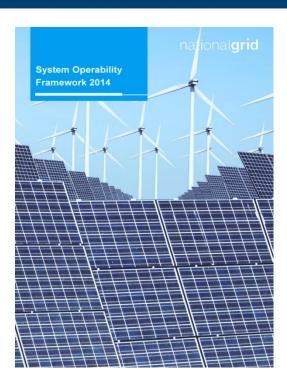
System Operability Framework 2015 – Next Steps

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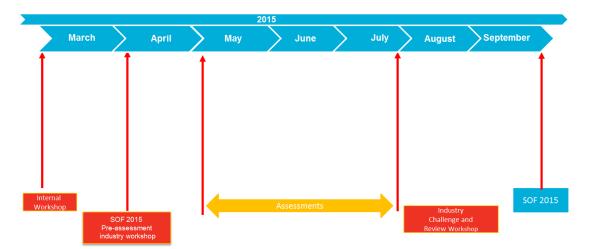


Vandad Hamidi

SMARTer System Performance Manager



- Your Feedback on Topic areas will form context to our systematic SOF 2015 appraisal...
- Challenge and review of the results: August-September; How?
- Do we need another workshop?



System Operability Framework 2015 – Next Steps

- SOF Solutions and need for Innovation in some areas
- Capability that already exists/retrofit?
 - We would like to know and please get in touch with us
- Areas which require feasibility study/demonstration/innovation
 - Network Innovation Allowance (NIA)
 - Network Innovation Competition (NIC)

System Operability Framework

Thank you and have a safe journey back!

Email:

box.transmission.sof@nationalgrid.com

