

Optimal design & energy management of islanded hybrid microgrids

For isolated communities with no external power exchange

Vineet Jagadeesan Nair

Supervisor: Dr. Ioannis Lestas

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Presentation Outline

Motivation: Problem statement and solution

System description

Methodology

Selected design and sizing optimization results

Selected dispatch optimization results

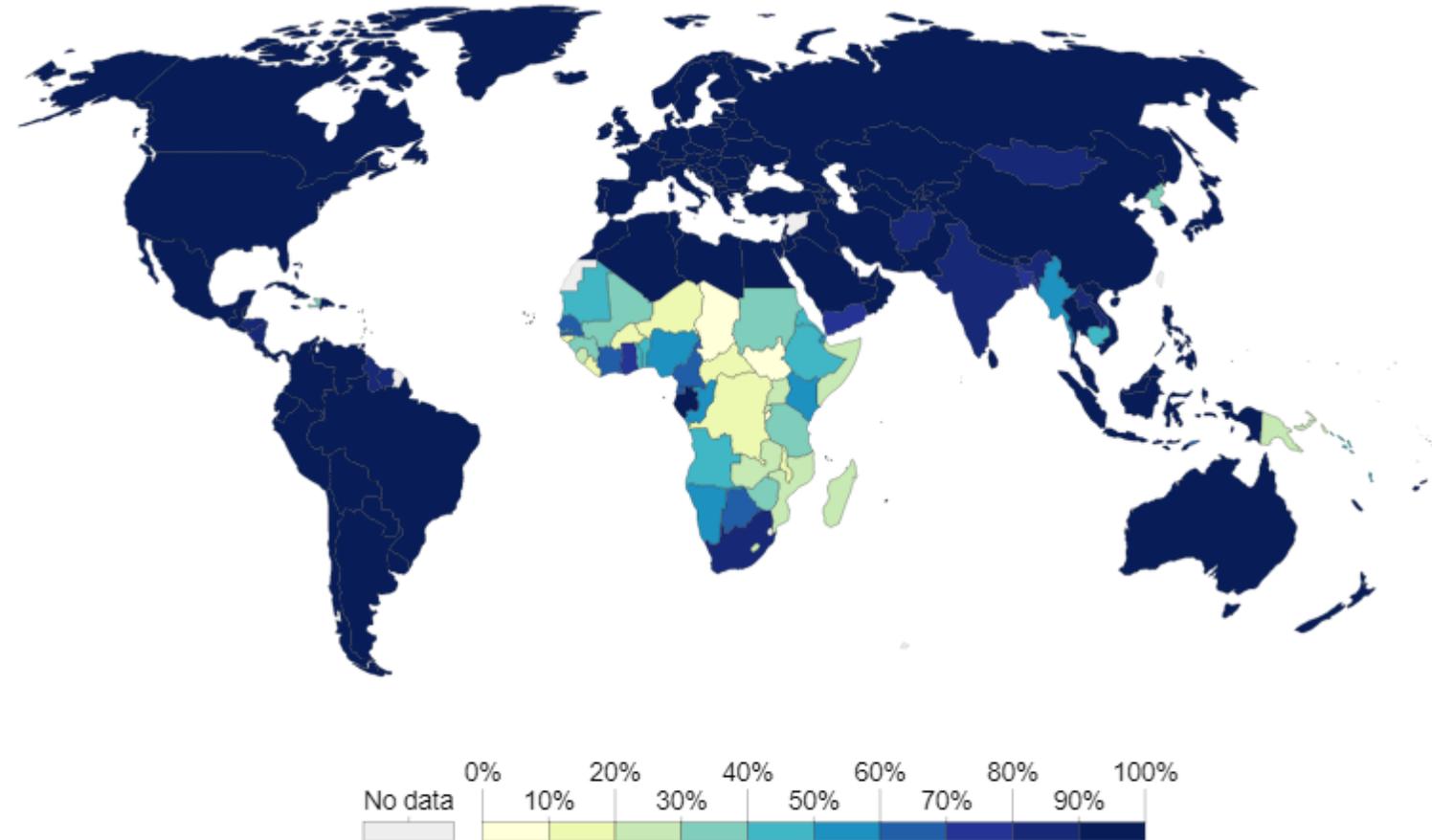
Conclusions

Future work: Areas for model improvement

Appendix

Motivation: Problem statement

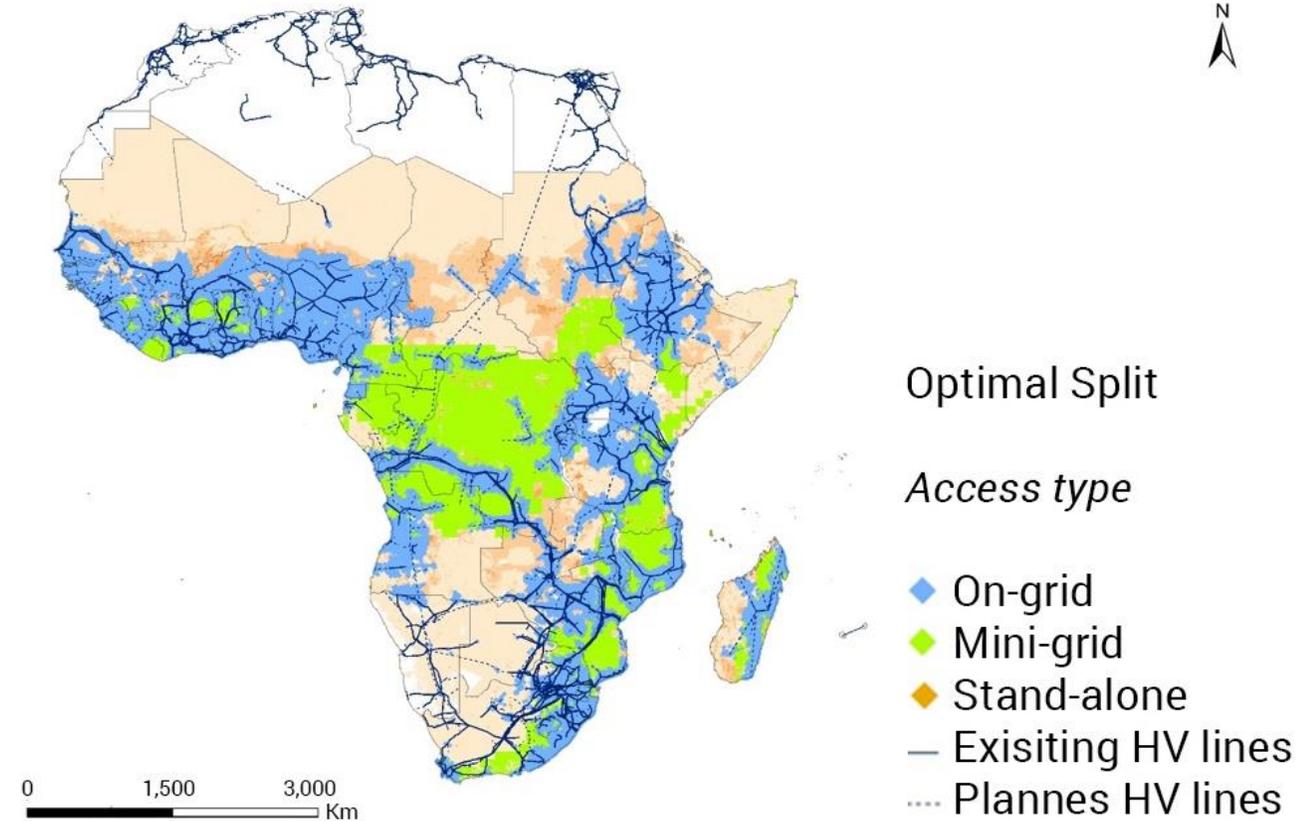
- >1 billion people lack access to electricity
- Remote rural villages located far from traditional 'macrogrids' & large thermal power plants
- High costs of conventional T&D infrastructure
- Other resource-constrained applications



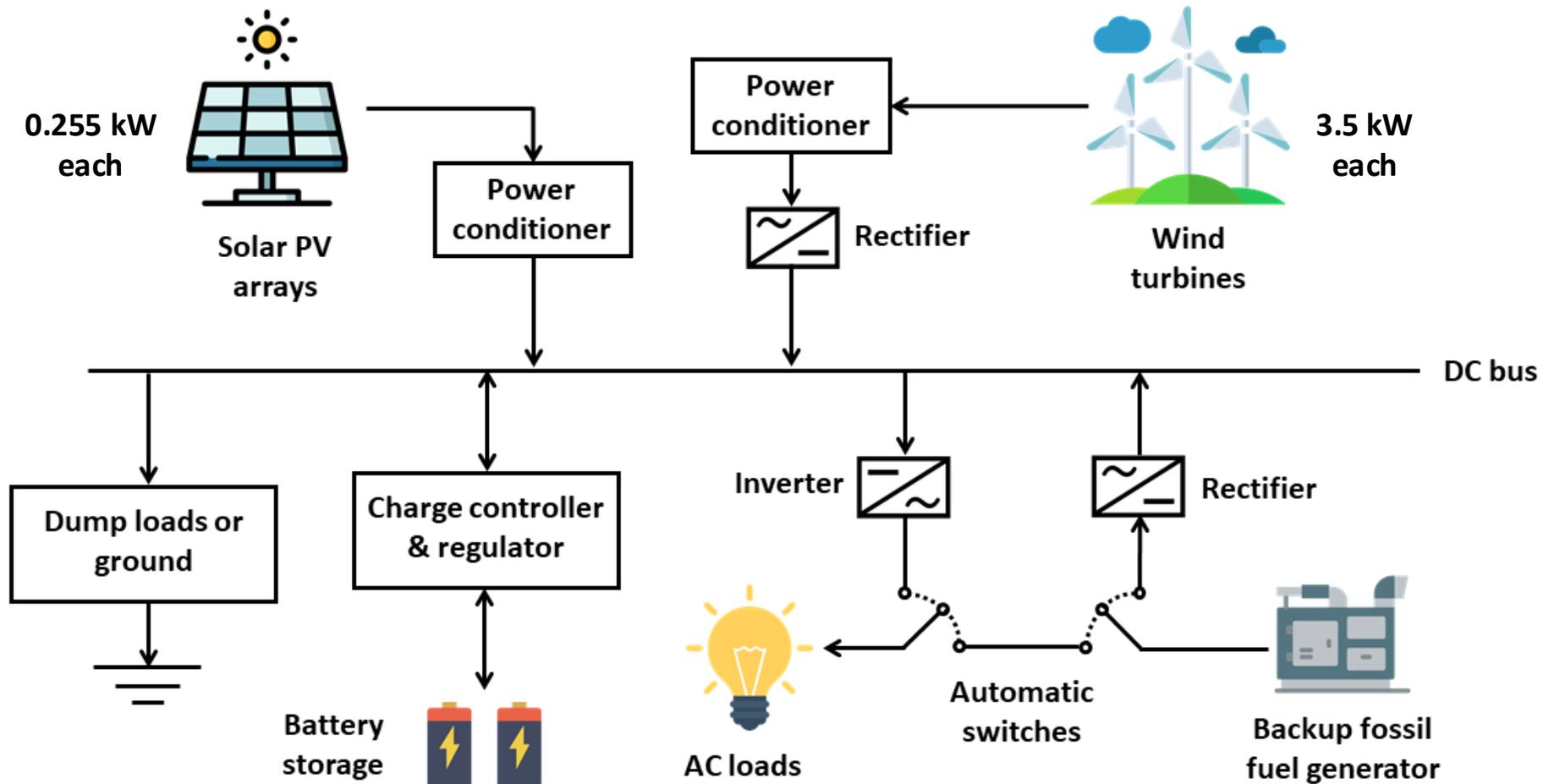
Source: World Bank, Our World in Data

Solution: Microgrids!

- Low-voltage, localized electricity networks that can disconnect from main grid and operate autonomously
- **Advantages:** More resilient, affordable & sustainable
- **Disadvantages:** Stability issues, deal with stochastic supply & demand



System description

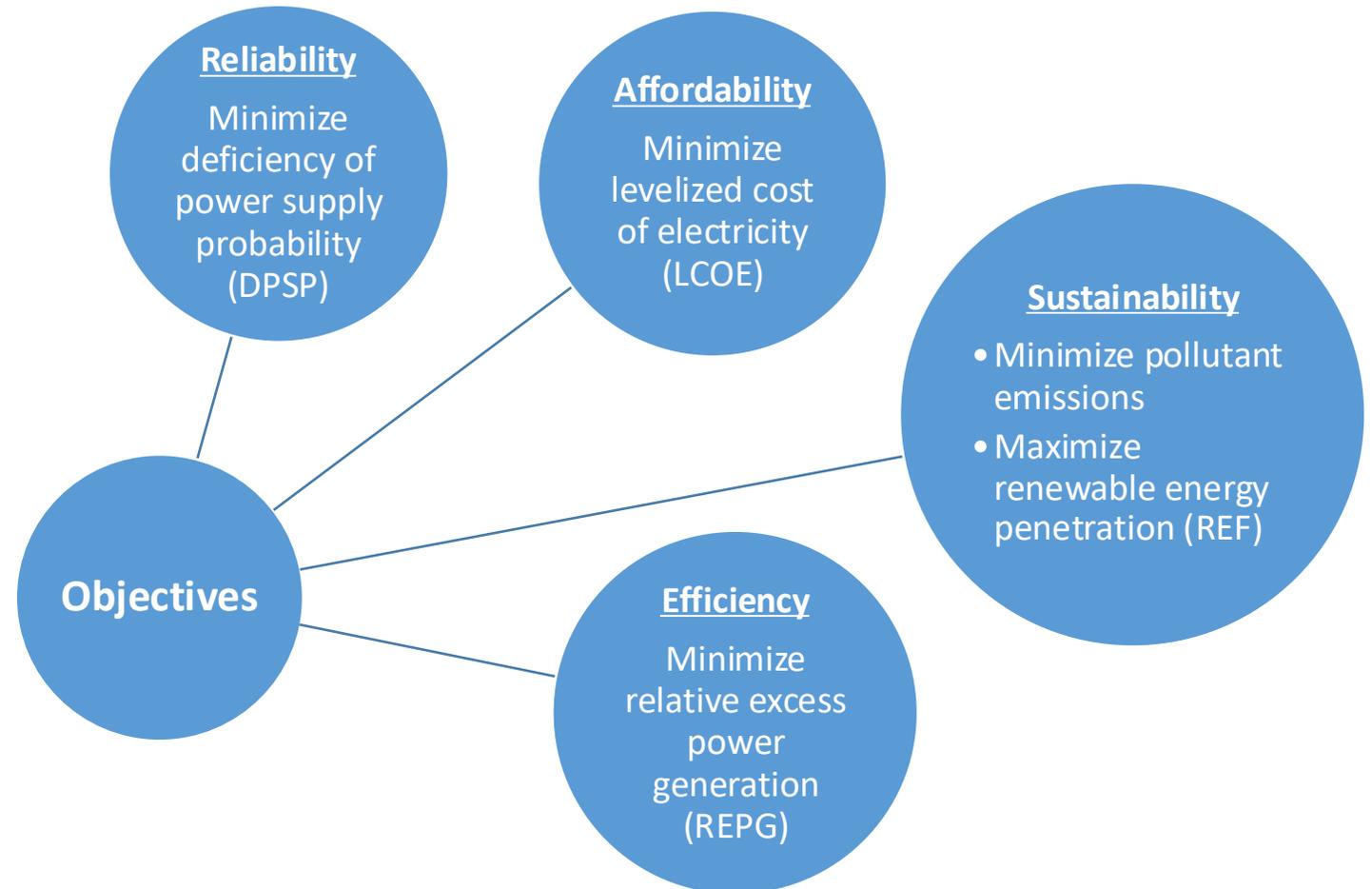


| Abbreviations | |
|---------------|--|
| MG: | Microgrid |
| PV: | Solar photovoltaics |
| WT: | Wind turbines |
| BS: | Battery storage |
| RES: | Renewable energy sources |
| DG: | Fossil-fuel distributed generator (for backup) |
| DE: | Diesel engines |
| MT: | Micro gas turbines |
| LI: | Lithium-ion battery |
| LA: | Lead-acid battery |

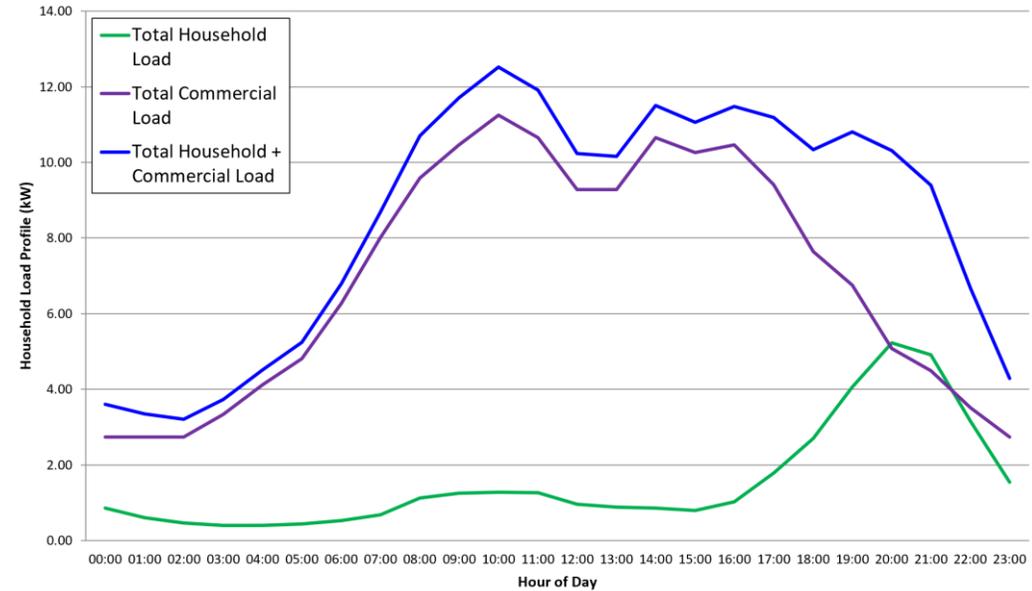
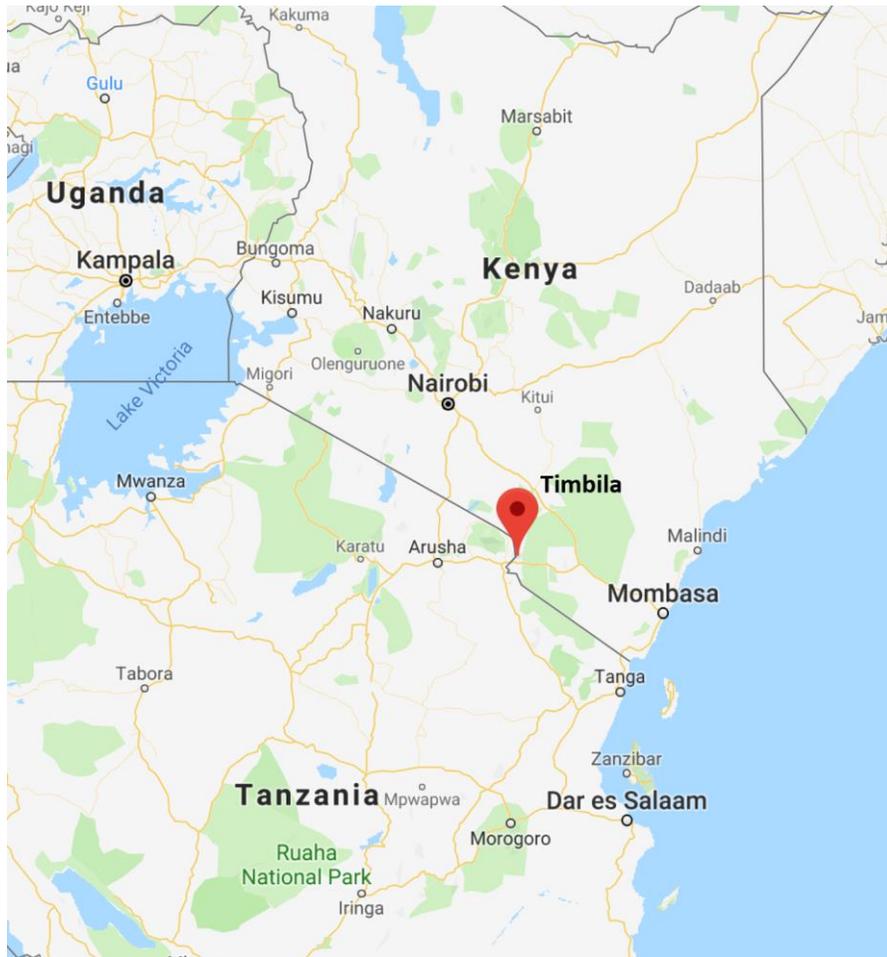
Methodology

- Weighted multi-objective, multi-period, constrained optimization
- Assumed perfect foresight over climate (solar irradiance, wind speed, temperature) & load data
- LCOE & emissions normalized w.r.t baseline MG running only on fossil-fuelled DG

| Parameter | DE system | MT system |
|---|-----------|-----------|
| LCOE [$\$/kWh$] | 0.4968 | 0.3321 |
| Emissions [kg of pollutants/ y] | 50,189 | 48,562 |
| Emissions [kg of pollutants/ kWh] | 0.6774 | 0.6555 |



MG location



| | |
|------------------------------------|-----|
| Number of households | 100 |
| % of high income households | 33% |
| % of medium income households | 33% |
| % of low income households | 33% |
| Number of water pumping operations | 6 |
| Number of milling operations | 4 |
| Number of small shops | 10 |
| Number of schools | 1 |
| Number of clinics | 3 |
| Number of street lights | 30 |

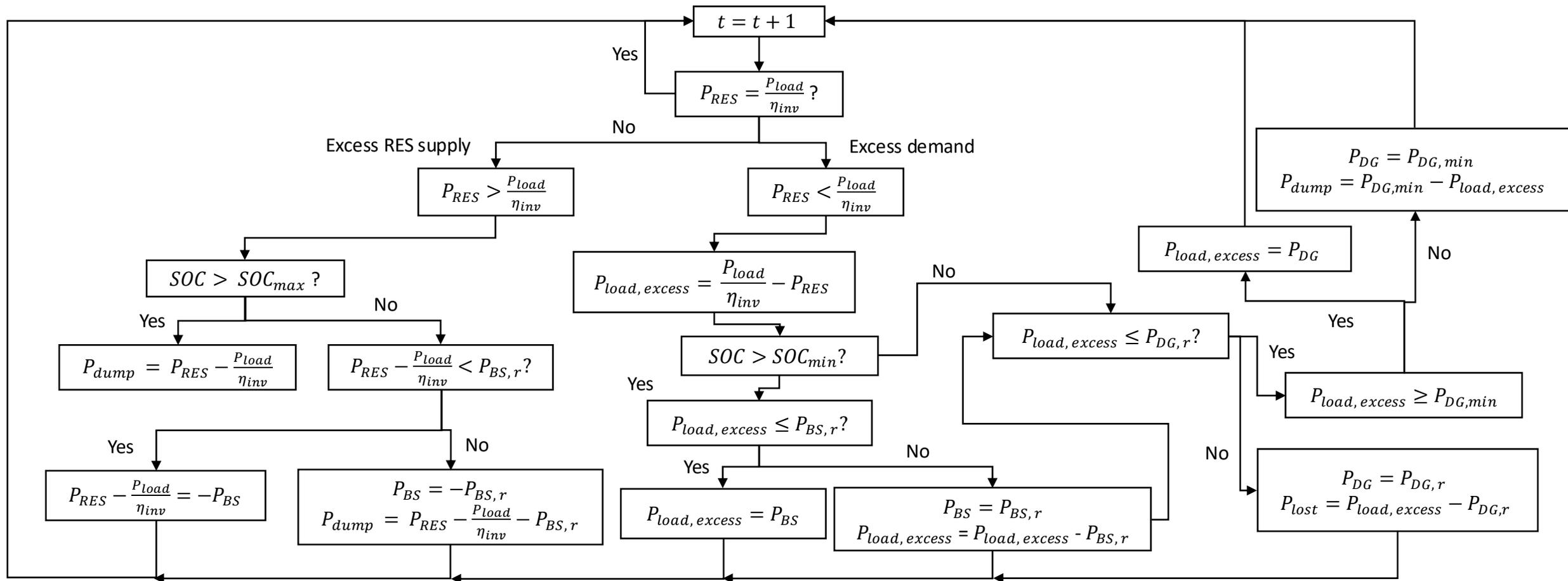
Methodology: Sizing and design optimization

- Determine optimal capacities of solar PV, wind power and battery storage
 - For fixed backup generation capacity
- Simulated MG using hourly time-steps over 1-year period
- Weighted multi-objective function

$$\min_{n_s, n_w, E_{b, init}} w_1 \cdot \frac{LCOE}{LCOE_{base}} + w_2 \cdot \frac{Em}{Em_{base}} + w_3 \cdot DPSP + w_4 \cdot REPG + w_5 \cdot (1 - REF)$$
$$w_1 + w_2 + w_3 + w_4 + w_5 = 1$$

- Used pre-set *load following* dispatch strategy
 - Encoded directly into objective function
 - Positivity constraints on inputs: $n_s, n_w, E_{b, init} \geq 0$
 - All other constraints enforced implicitly

Methodology: Encoded dispatch strategy for sizing



Methodology: Dispatch optimization

- Determine optimal scheduling (*unit commitment*) & power flows (*unit dispatch*) of dispatchable generation & storage devices in each time interval
- Simulated MG using hourly time-steps over a day-ahead period
- Used vector-valued variables for both DG & BS powers

$$\min_{P_{DG}, P_{BS}} w_1 \cdot \frac{COE}{COE_{base}} + w_2 \cdot \frac{Em}{Em_{base}} + w_3 \cdot REPG + w_4 \cdot (1 - REF)$$

$$0 \leq P_{DG} \leq P_{DG, rated} \forall t$$

$$P_{DG, min} \leq P_{DG} \text{ if DG is ON}$$

$$SOC_{min} \leq SOC \leq SOC_{max}$$

$$-P_{BS, rated} \leq P_{BS} \leq P_{BS, rated}$$

$$DPSP \leq DPSP_{max}$$

$$\sum_{i=1}^{i=4} w_i = 1$$

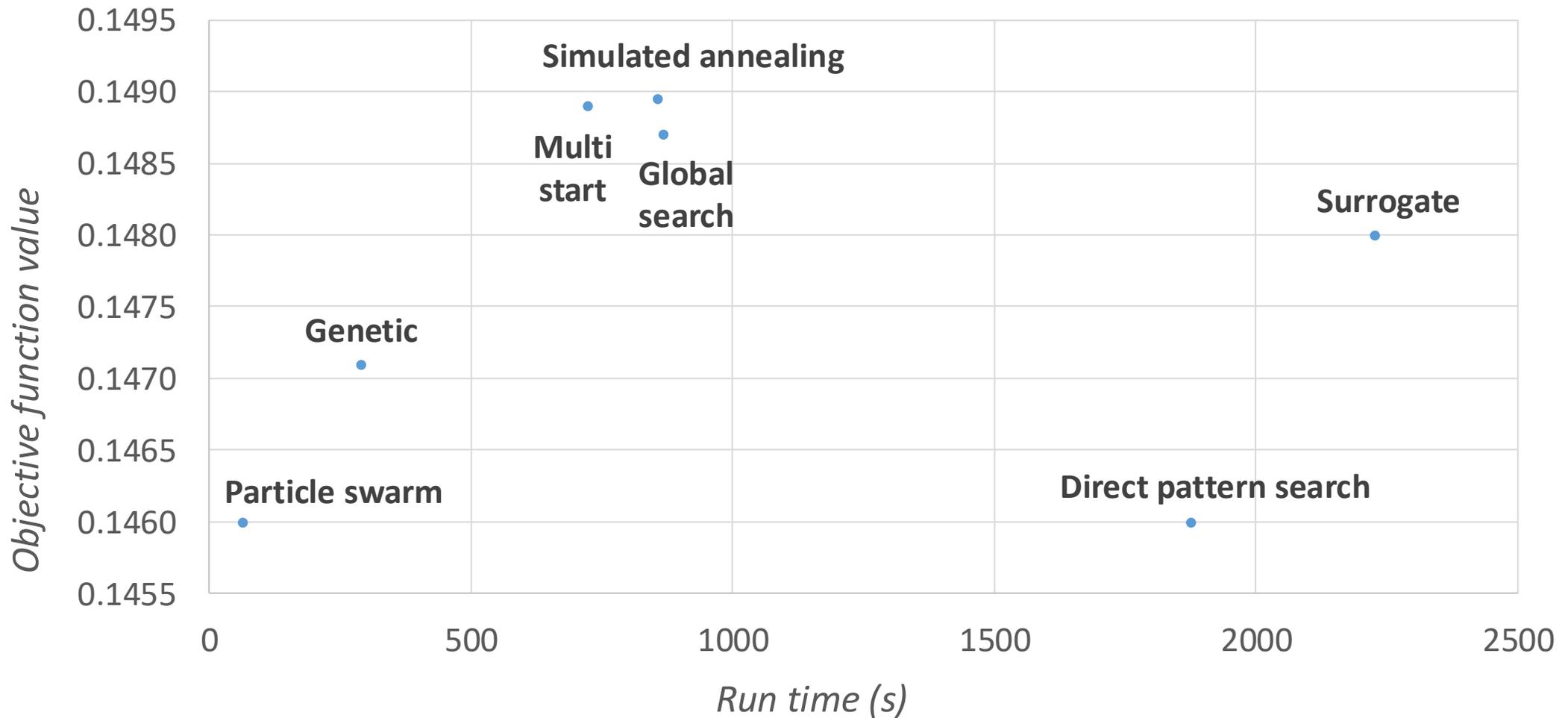
Power limits on DGs

Battery SOC limits

Battery power limits

Desired reliability level

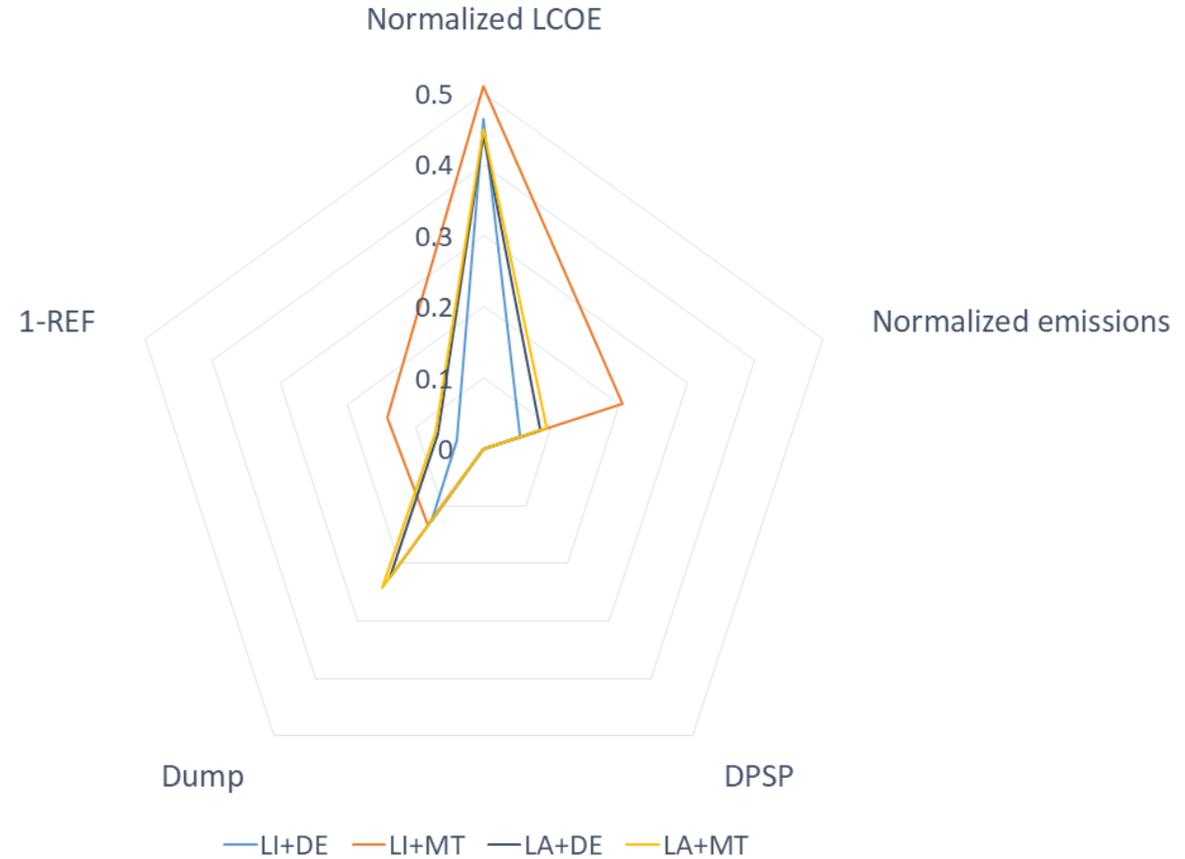
Sizing results: Comparison of MATLAB solvers



Sizing results: Technology selection

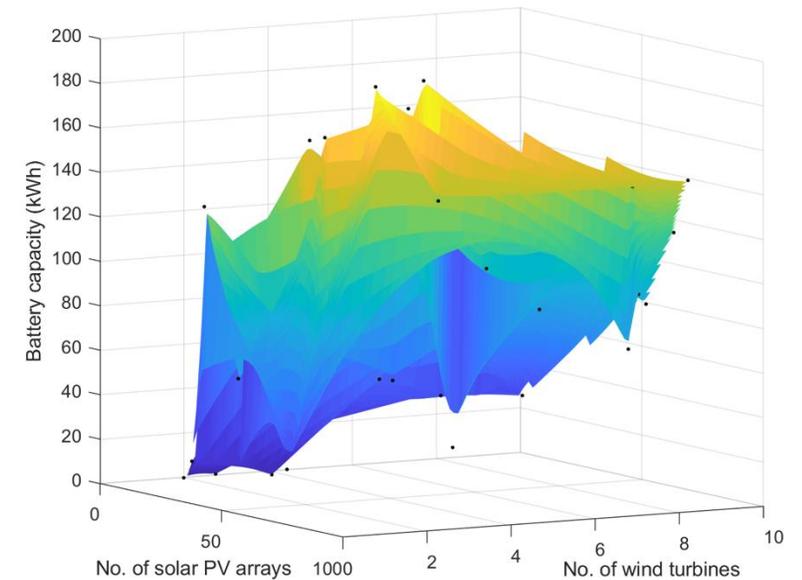
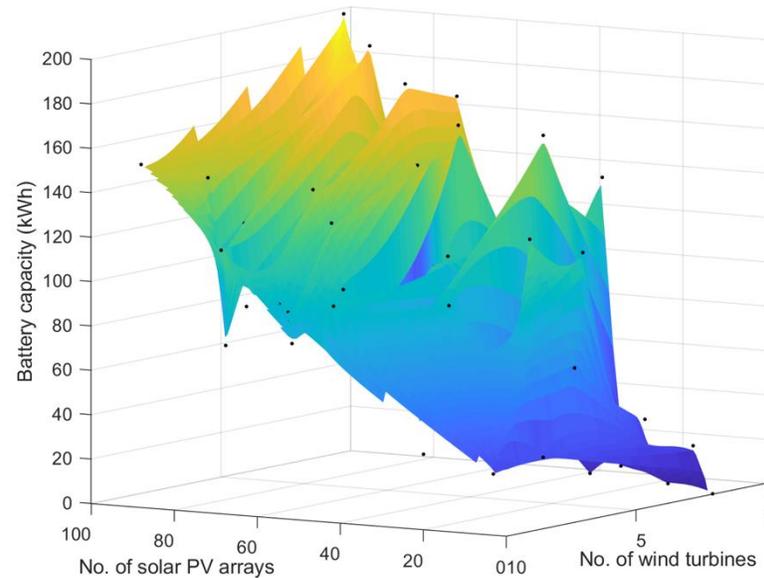
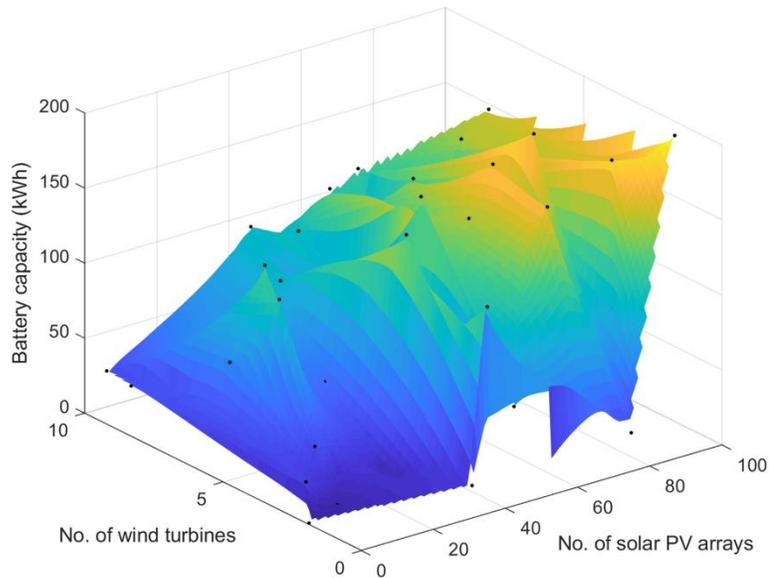
- Initially assumed backup DG rated at 16 kW
- LI + DE system → Most optimal combination
- Significant improvement over baseline system for all objectives except dumped power

| Parameter | (i) | (ii) |
|----------------------------------|---|--|
| $LCOE_{normalized}$ | 0.4645 | 0.4585 |
| LCOE [$\$/kWh$] | 0.2308 | 0.2278 |
| $Emissions_{normalized}$ | 0.0537 | 0.0613 |
| Annual emissions [kg/y] | 2695 | 3077 |
| DPSP | 0 | 0 |
| Dump | 0.1252 | 0.1171 |
| 1-REF | 0.0399 | 0.0460 |
| No. of online DE hours [h/y] | 585 | 665 |
| No. of LI BS cycles [$/y$] | 69 | 85 |
| Optimal soln. | $[n_s, n_w, E_{b, init}] = [15.12, 4.31, 106.53]$ | $[P_{PV, r, total}, P_{WT, r, total}, E_{b, init}] = [2.51, 15.16, 85.29]$ |
| Minimum objective | 0.1367 | 0.1366 |



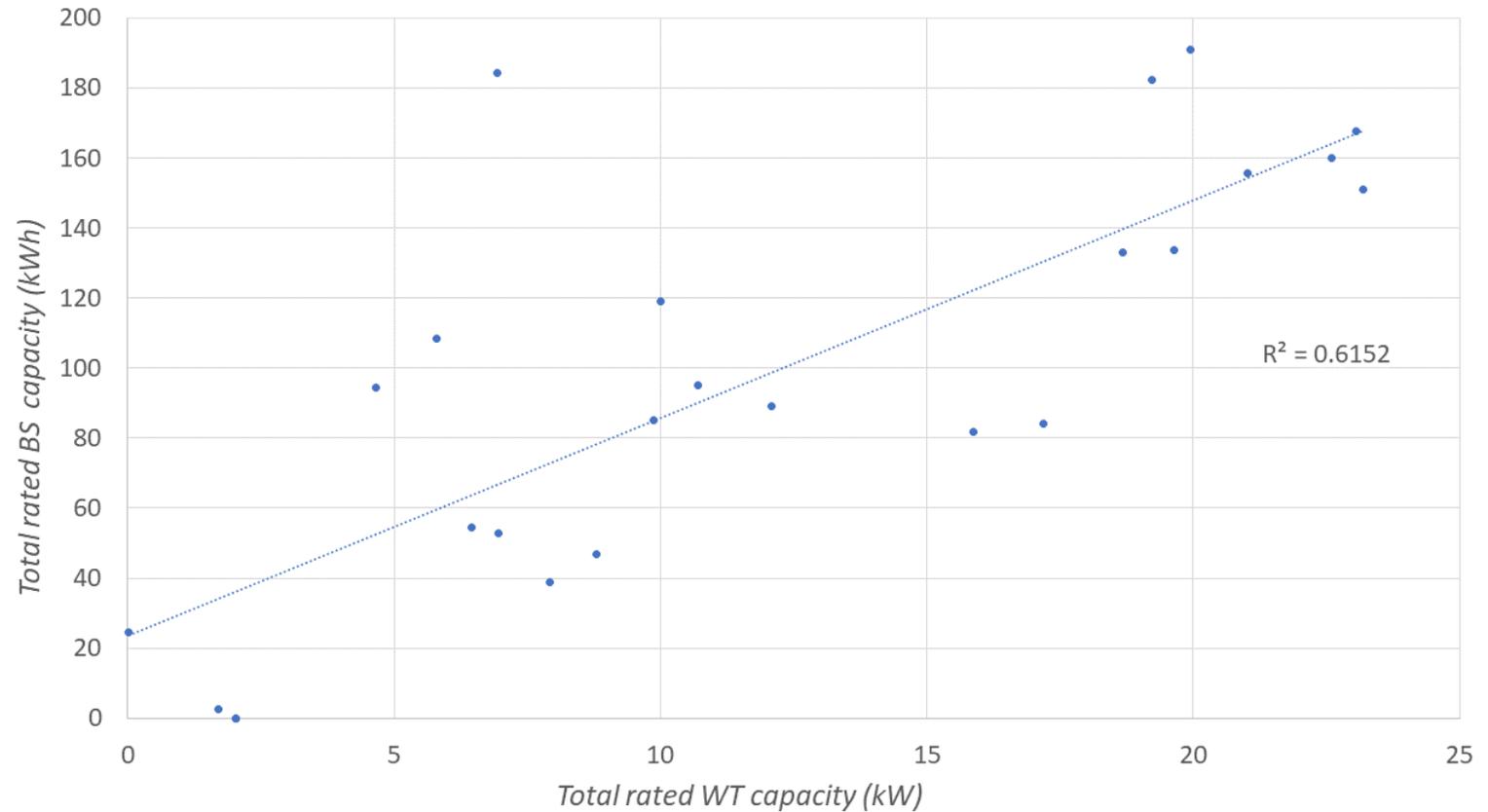
Sizing results: Pareto optimality

- Pareto front generated using genetic and pattern search algorithms
- Shows relationships & trade offs among non-dominated (equally optimal) inputs & output objectives

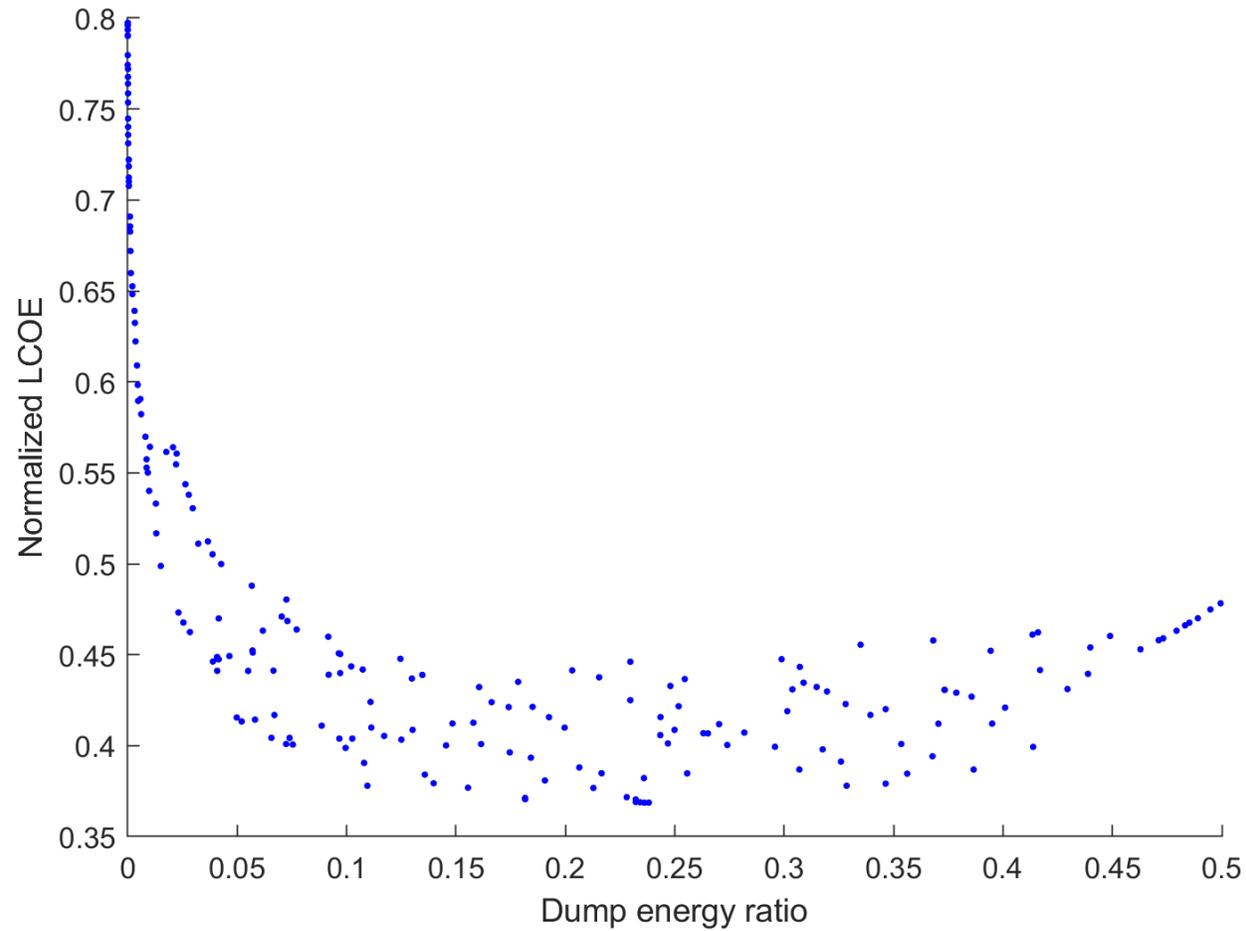


Sizing results: Pareto input relationships

- Each of the 3 input pairs show weakly +ve correlations
- At very high capacities of either PV or WT, they act as substitutes
- Dependence of BS on RES capacity stronger than between PV vs WT
- Due to intermittency of renewables



Sizing results: Pareto output relationships



Sizing results: Break-even distance analysis

- Distance from conventional grid at which off-grid MG becomes cost-effective

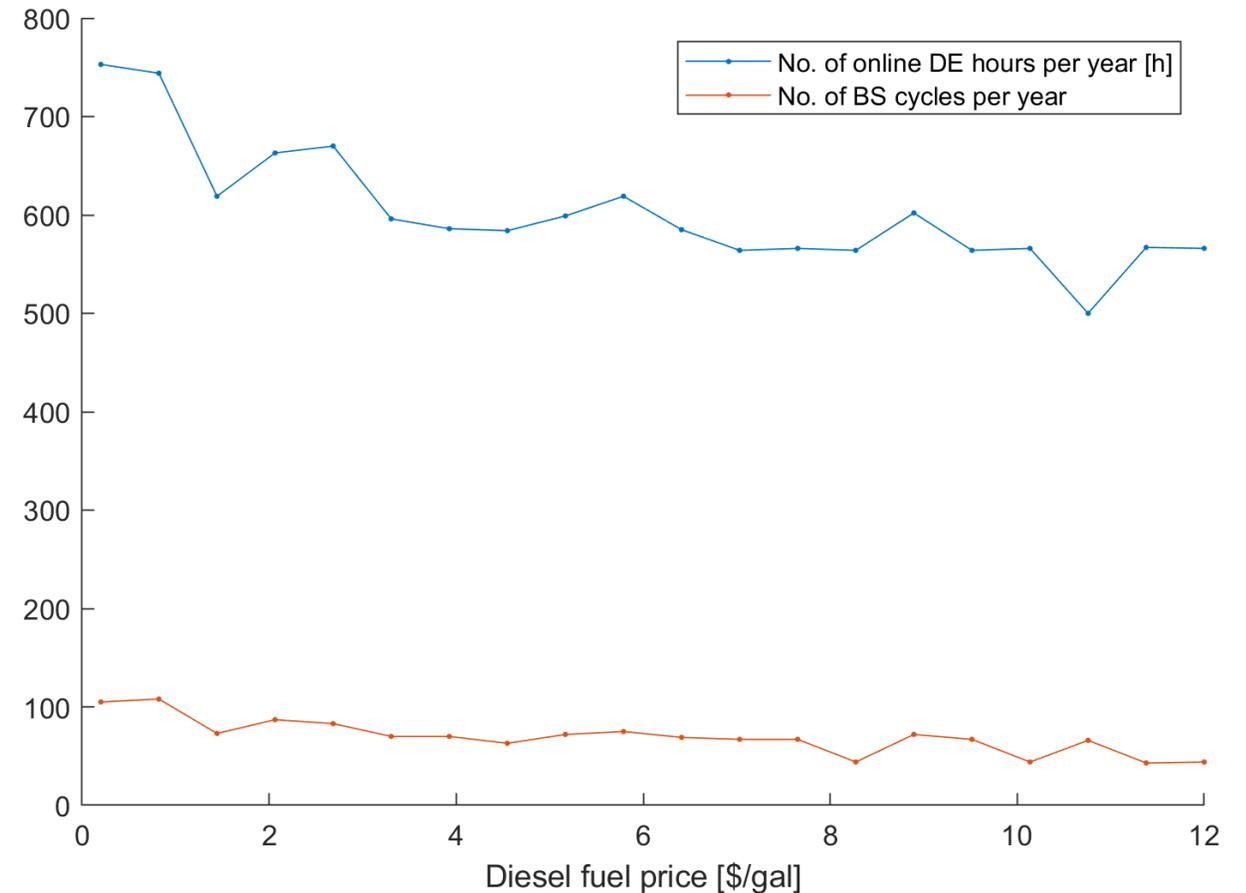
$$BED [km] = \frac{[TAC - (LCOE_{grid} \cdot \sum_{t=1}^{8760} E_{load}(t))]}{C_{ext} \cdot CRF}$$

- BED calculated as 0.855 km for PV-WT MG using LI+DE
- Islanded MG much cheaper than grid extension for community considered

Sizing results: Sensitivity analysis

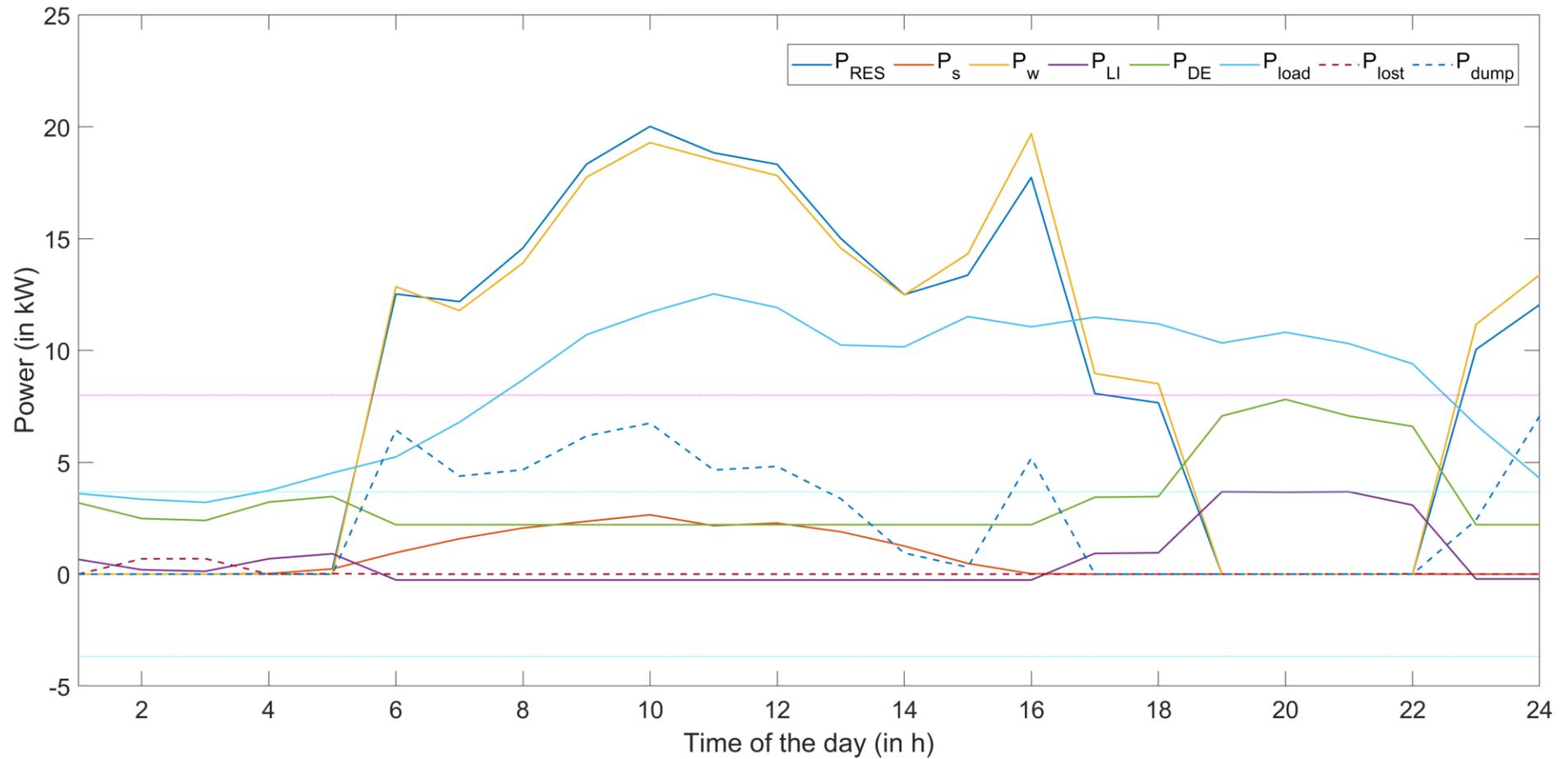
- Independently varied following parameters:
 - Rated power of backup generator
 - Diesel fuel price
 - Nominal interest rate
 - Inflation rate
 - Price of battery storage (\$/kWh)
 - Relative weights placed on objectives

| Parameter | Default value |
|-------------------------------|-------------------------|
| DG power rating [<i>kW</i>] | 16 |
| Diesel fuel price \$/gal | 3.20 |
| Nominal interest rate (%) | 9 |
| Inflation rate (%) | 5.70 |
| Price of BS (\$/kWh) | 300 |
| $[w_1 w_2 w_3 w_4 w_5]$ | $[0.2 0.2 0.2 0.2 0.2]$ |



Dispatch results: Baseline conditions

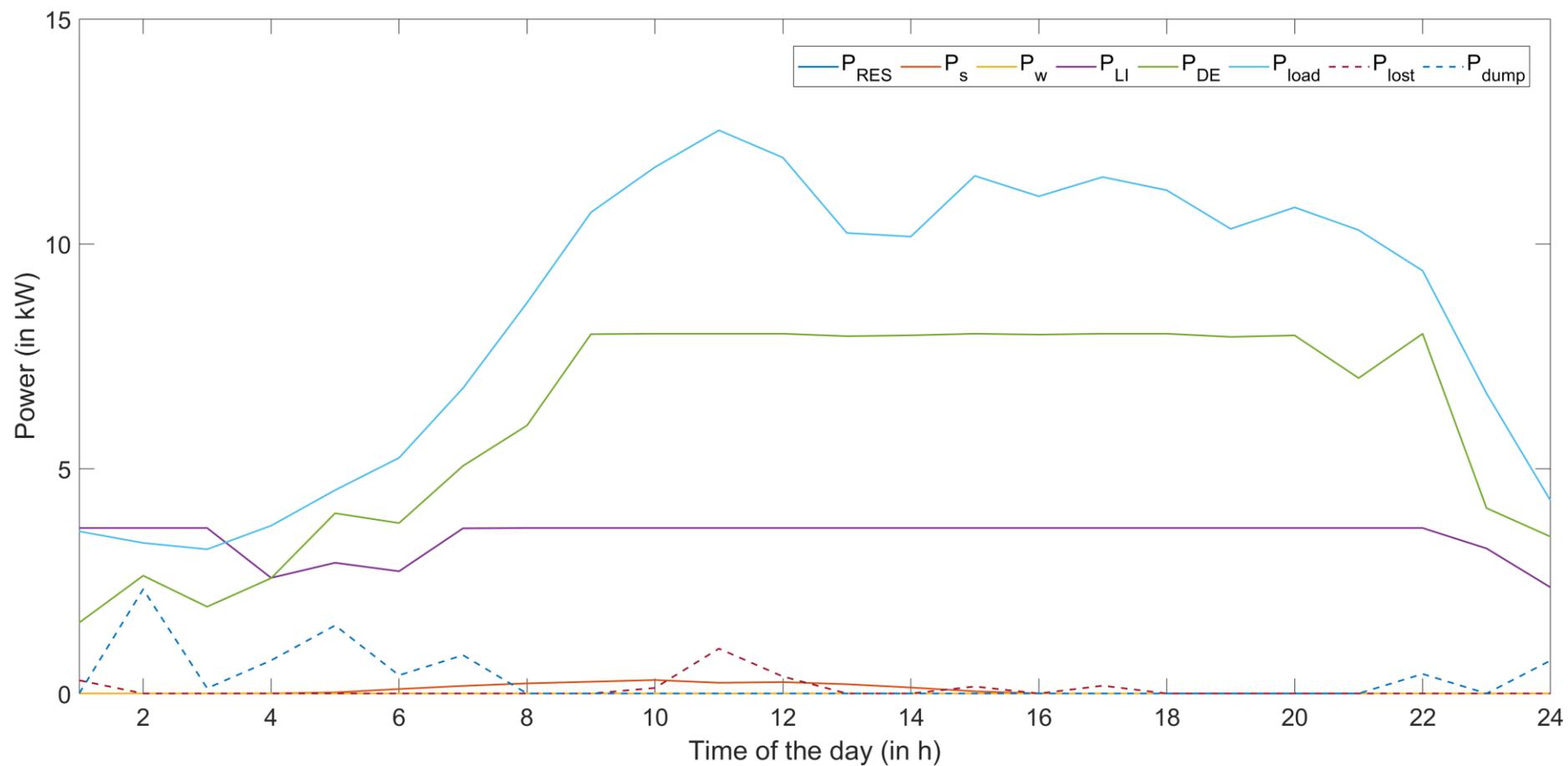
For PV-WT
MG using LI
& 8 kW
backup DE



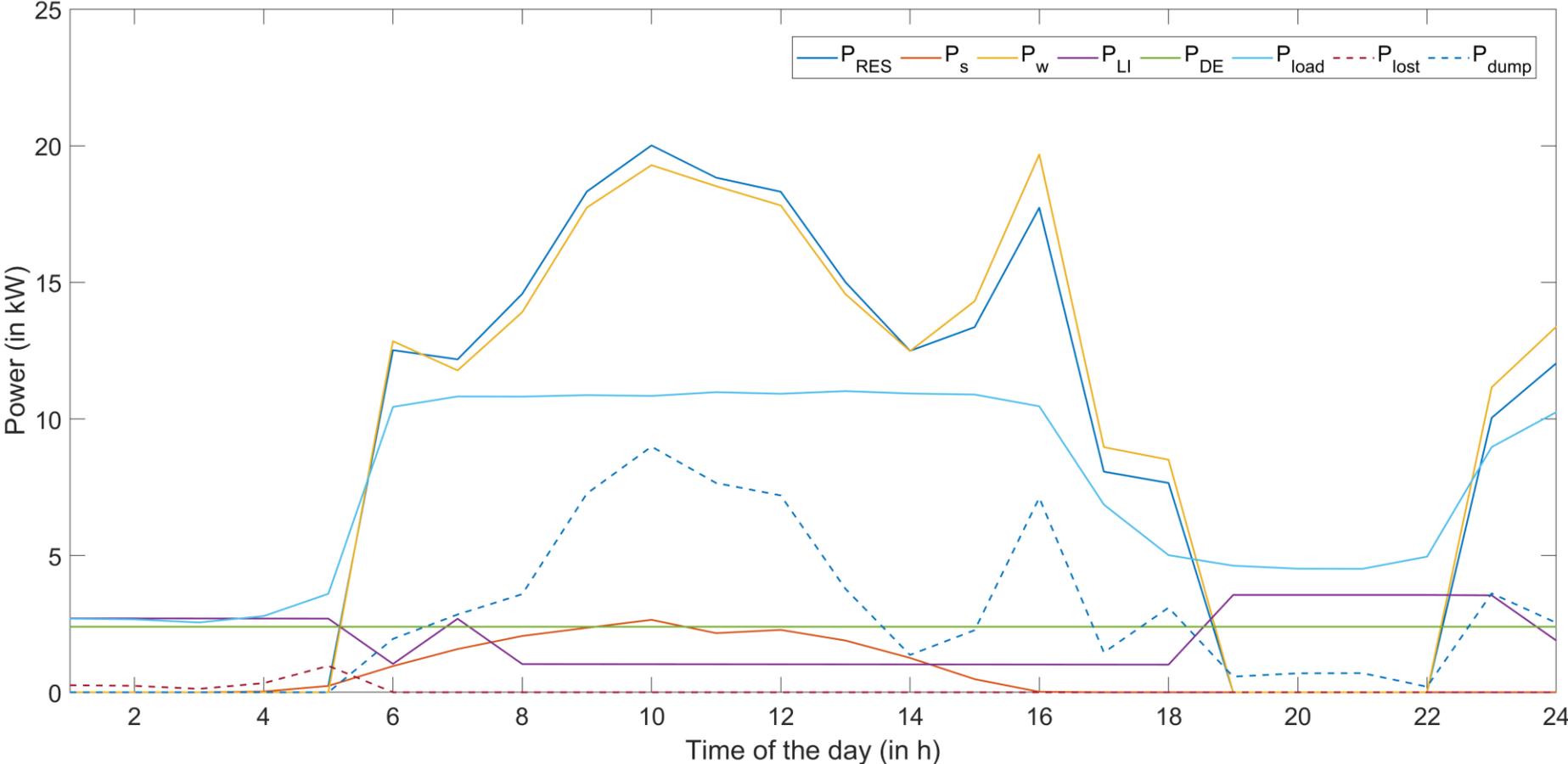
Dispatch results: Robustness analysis

| Scenario | Min obj. | COE | Emissions | DPSP | Dump | REF |
|---|----------|--------|-----------|-------|--------|--------|
| Low solar radiation | 0.2507 | 0.6793 | 0.2242 | 0.007 | 0.1699 | 0.8264 |
| Low wind speeds | 0.5119 | 1.047 | 0.6374 | 0.009 | 0 | 0.1335 |
| Both low solar irradiance and low wind speeds | 0.5331 | 0.9156 | 0.7 | 0.010 | 0.0546 | 0.0151 |
| Peakier load profile | 0.3529 | 0.8443 | 0.3565 | 0.008 | 0.3196 | 0.7641 |
| Flatter profile: Load shifting only | 0.2055 | 0.6165 | 0.1539 | 0.004 | 0.1355 | 0.8824 |
| Flatter profile: Load shifting and curtailment | 0.1527 | 0.3573 | 0.0524 | 0.010 | 0.3042 | 0.9607 |

Dispatch results: RES uncertainty



Dispatch results: Stochastic demand



Future work: Areas for potential improvement

- Alternative dispatch strategies at sizing & design stage
- Improve computational efficiency of model
- Simulation using smaller time-steps
- More comprehensive multi-year modelling
- More accurate load and RES output forecasting
- Implementation of DR or DSM programs
- Advanced control techniques like model predictive or receding horizon control

Conclusions

- Isolated MG can provide reliable & affordable supply without depending on external grid
- Hybrid system much more optimal than using only diesel or natural gas
- Reliability depends strongly on sufficient battery storage & backup generation capacity
- Power rating of DG strongly influences sizing of PV, WT & BS components
- Sensitivity analysis reveals effects of external parameters and internal prioritization
- Pareto set generation reveals interesting relations and trade offs among inputs& outputs
- System relatively robust to *short-term* disturbances & uncertainty in demand/supply
 - But performance degraded due to increased reliance on fossil fuels for backup
 - Response to *longer-term* disturbances remains to be seen



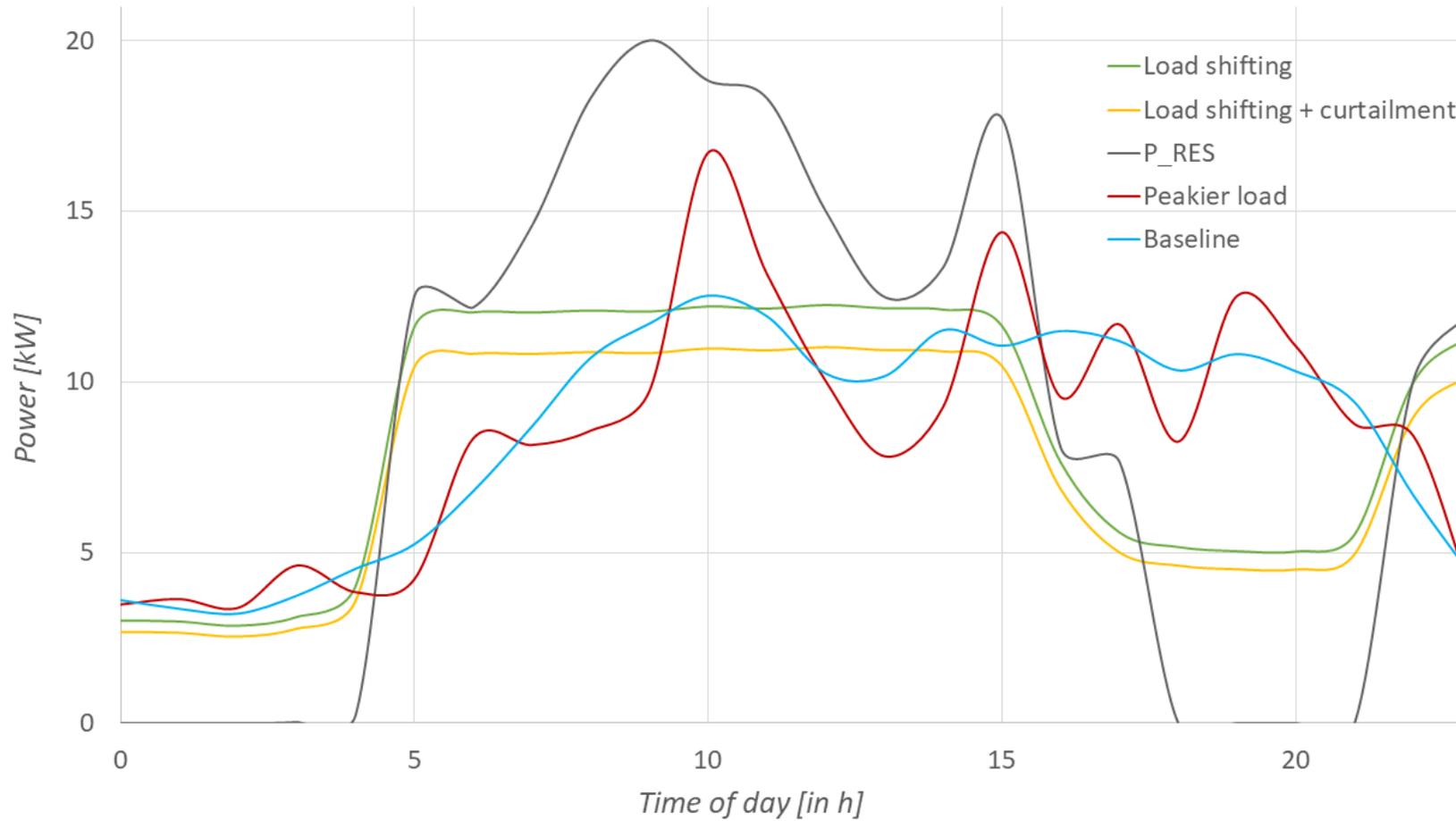
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Thank you!

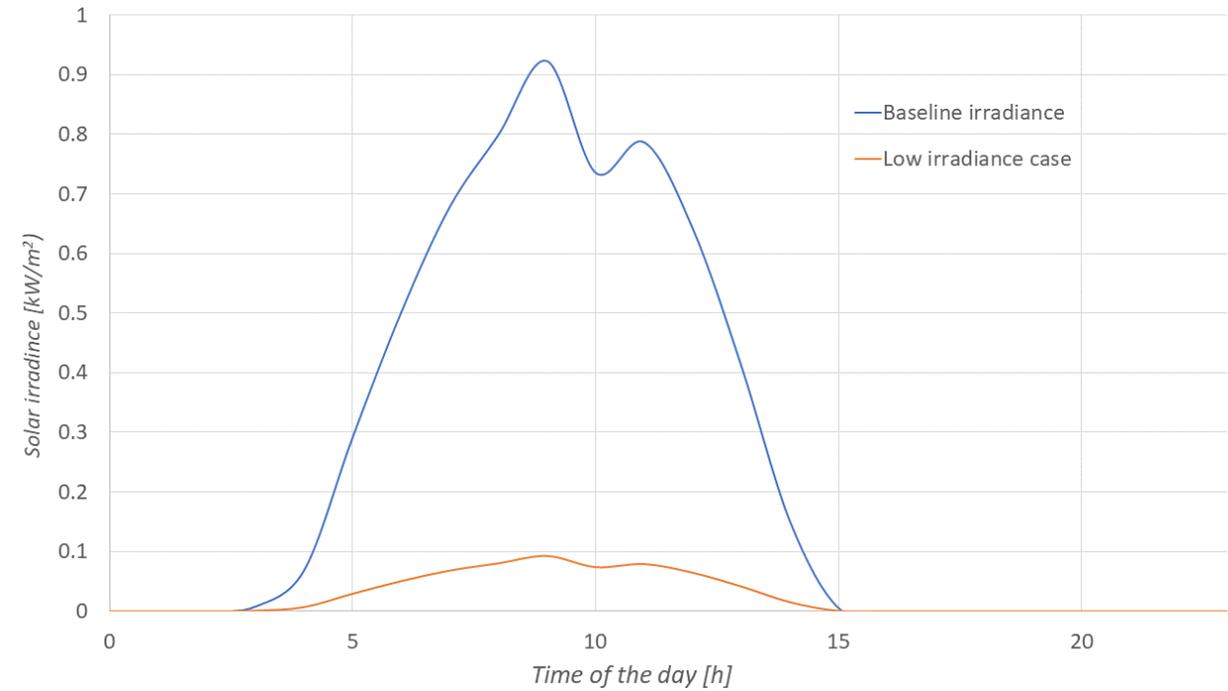
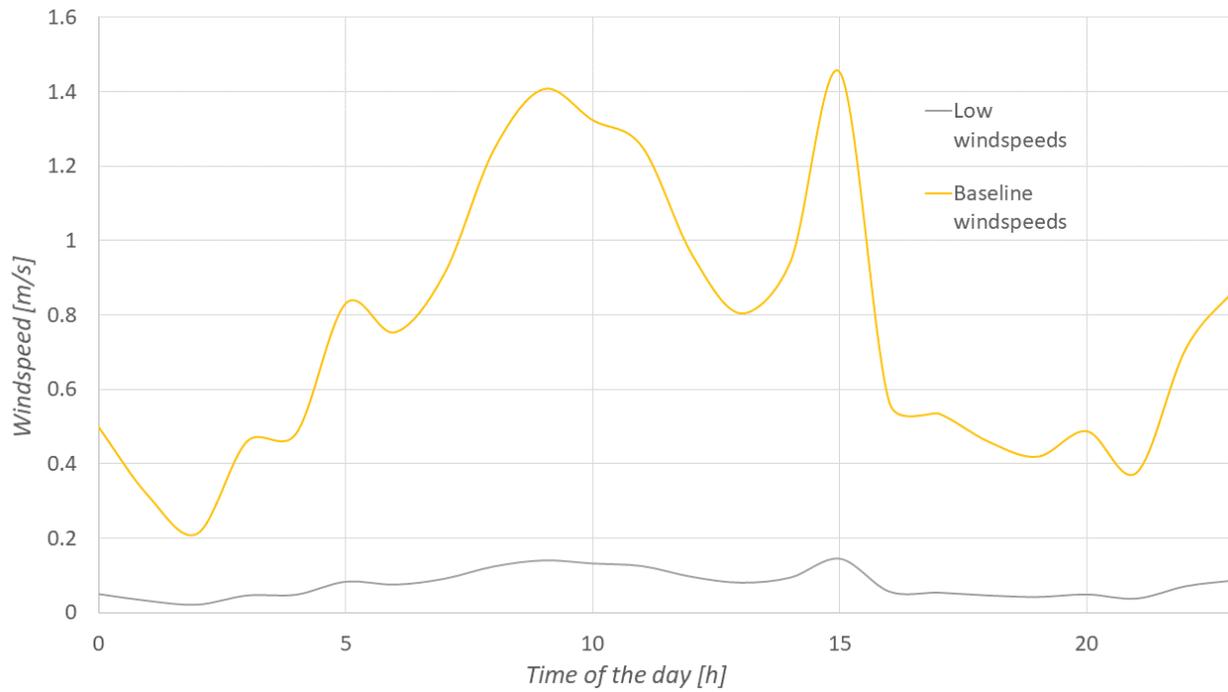
Questions?

Appendix

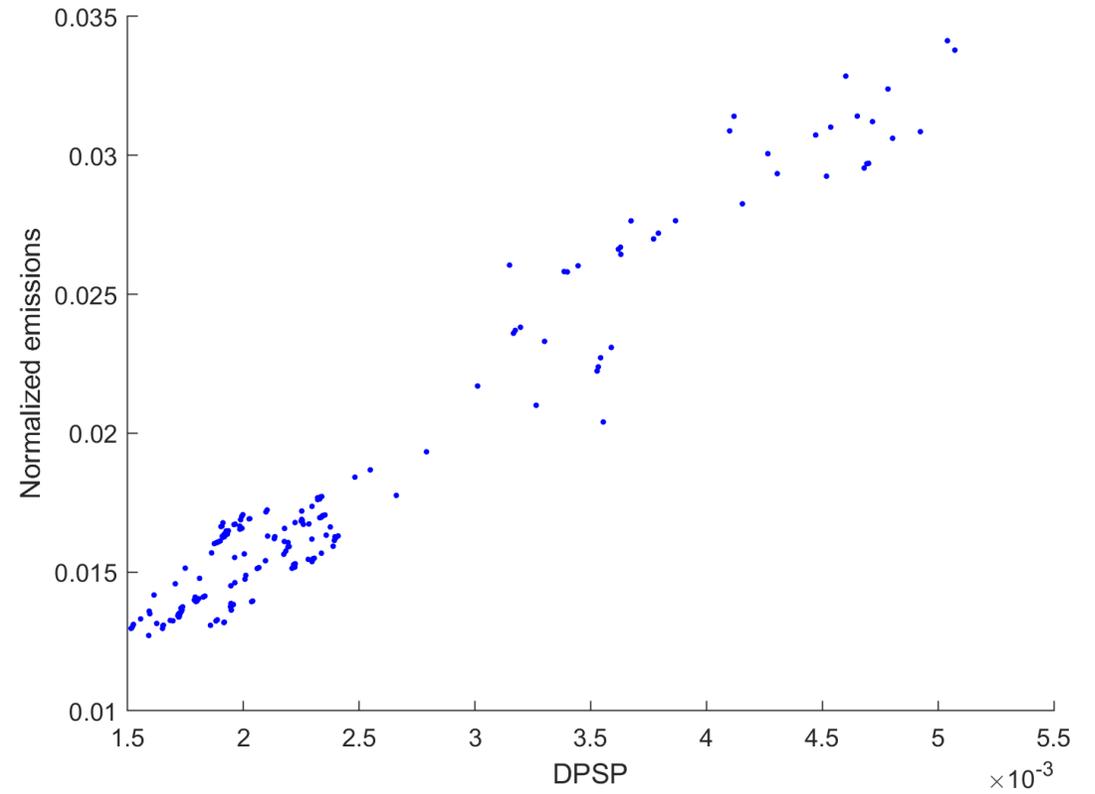
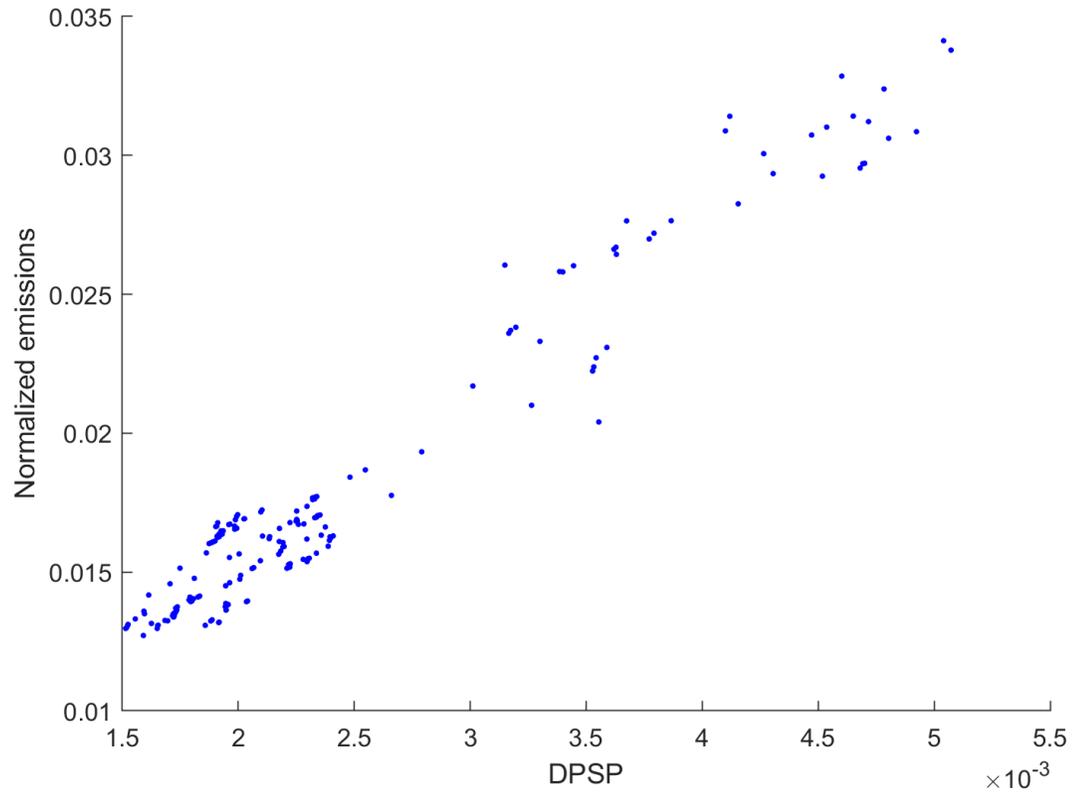
Load profiles used



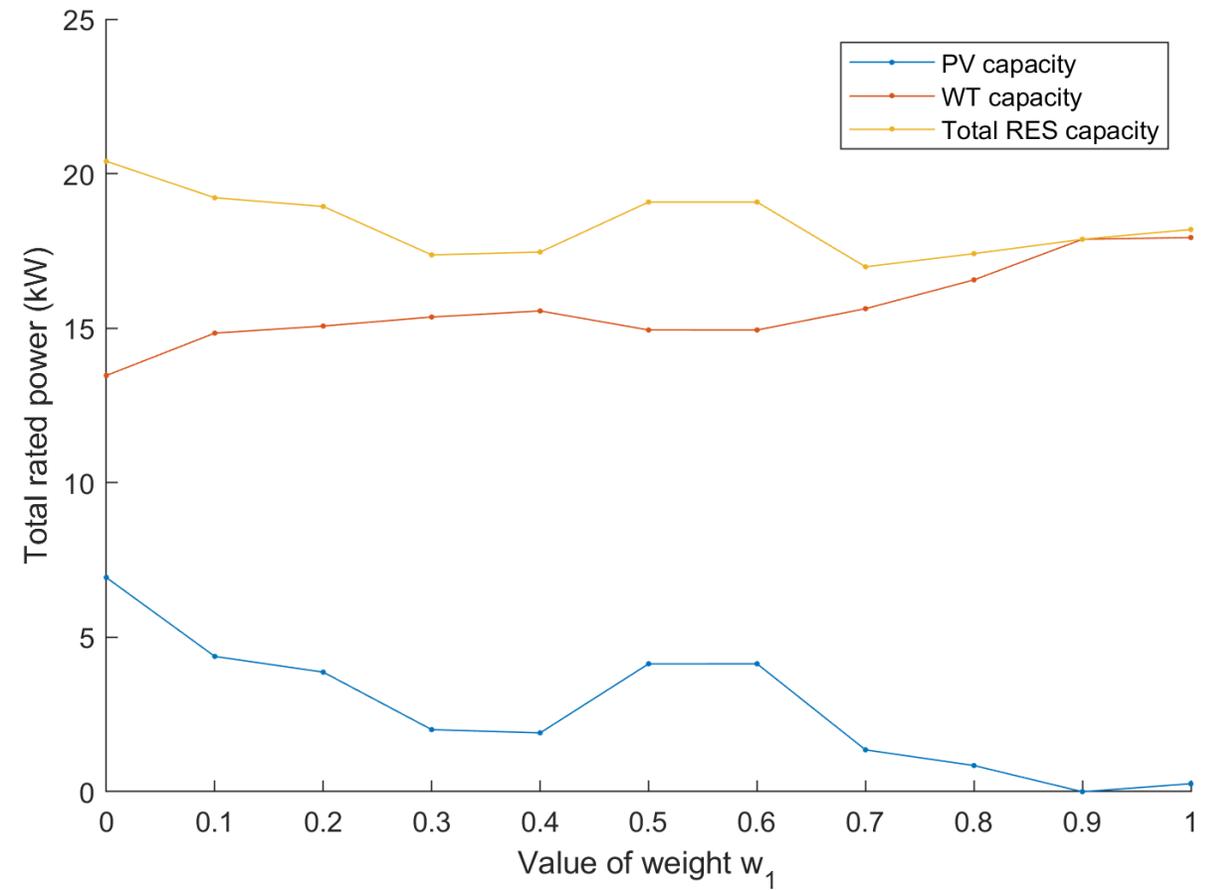
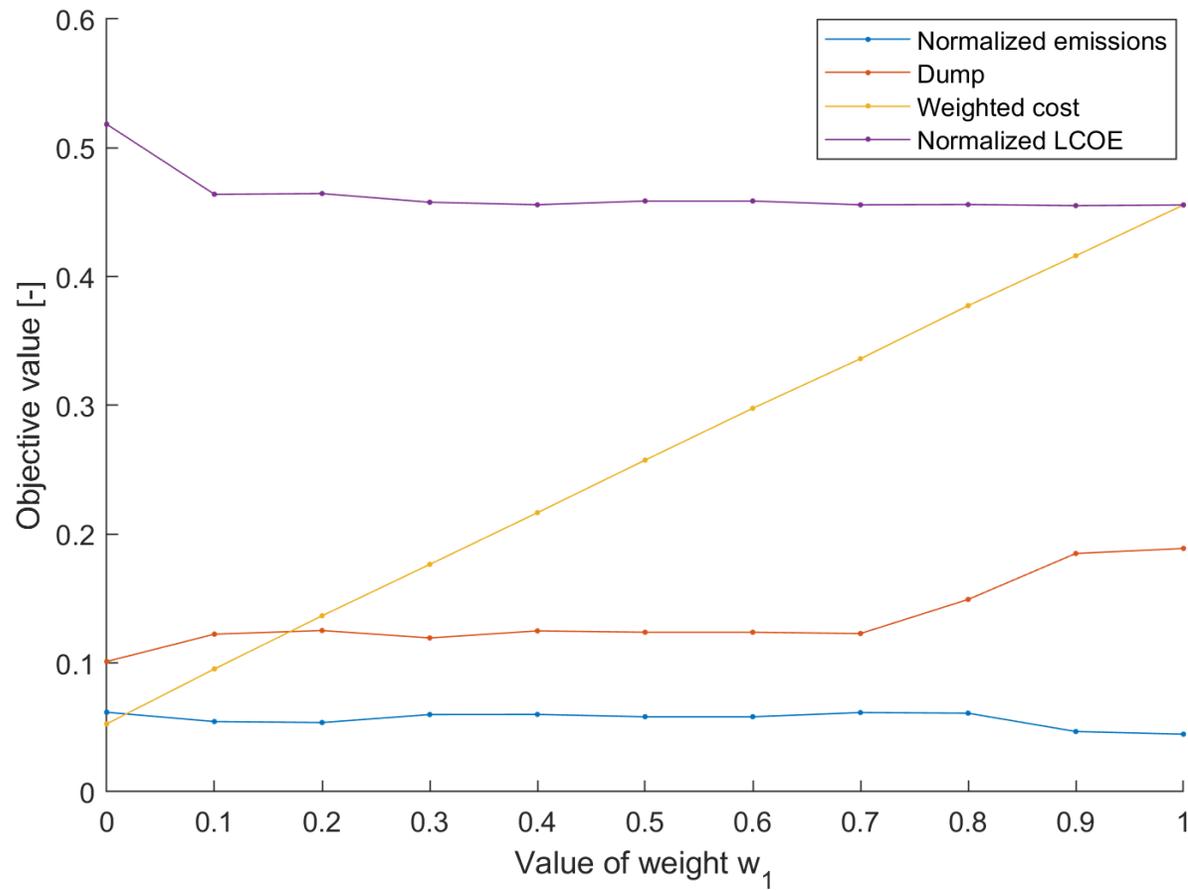
RES profiles used



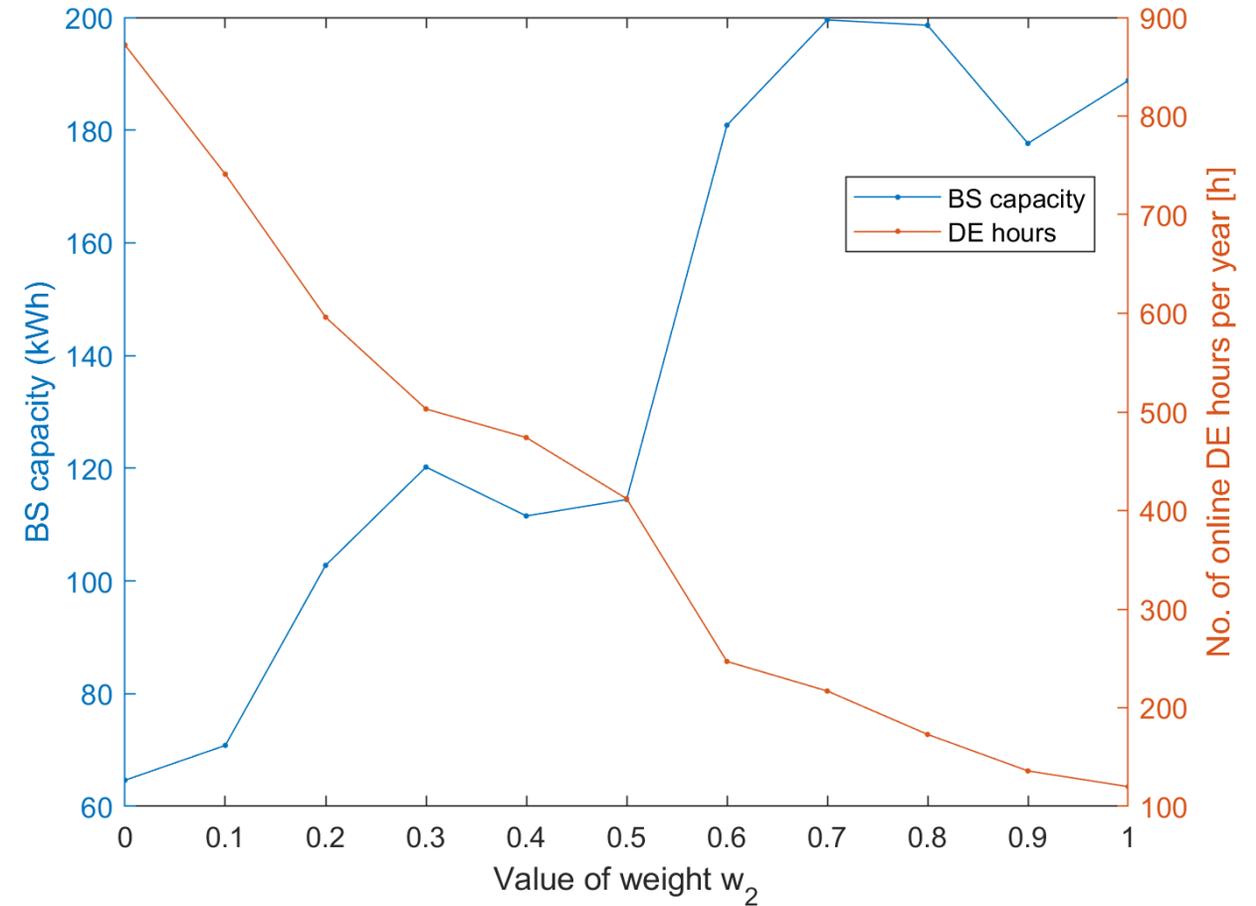
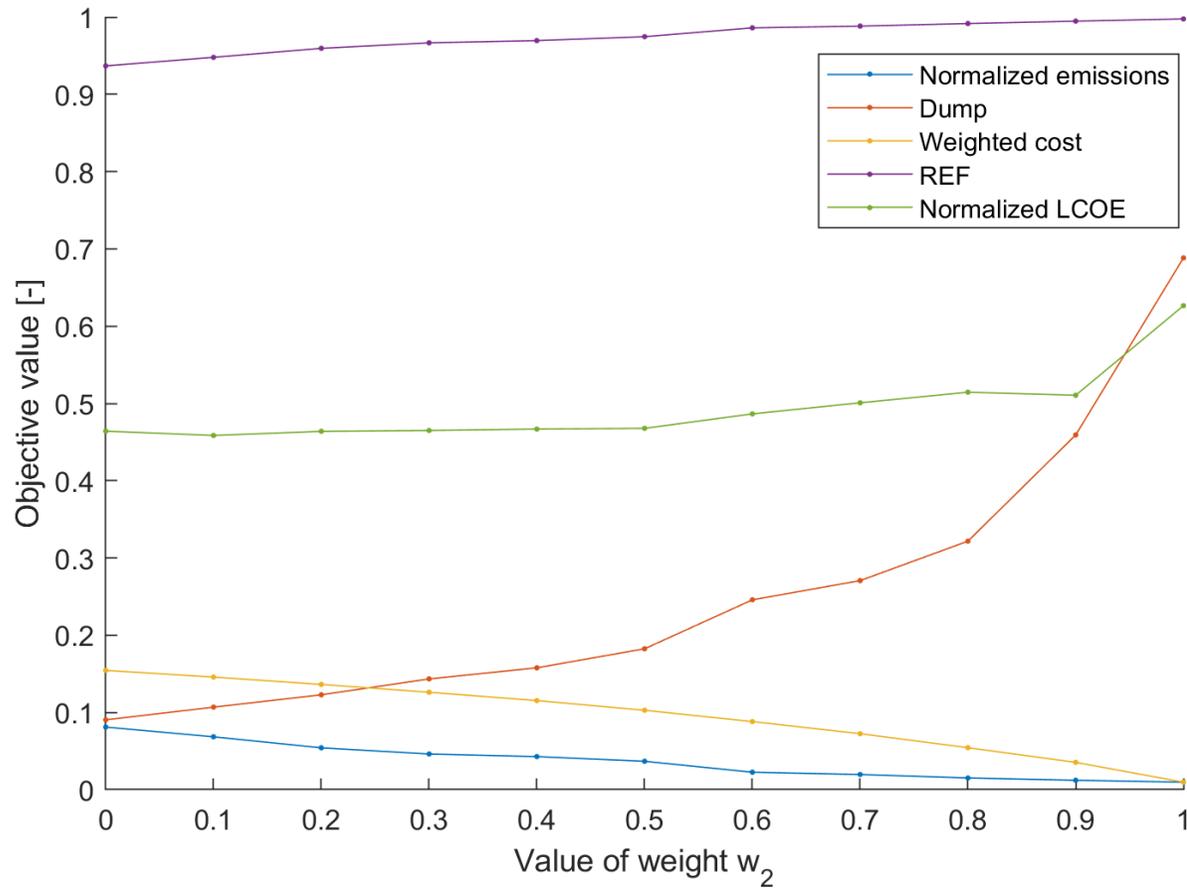
Other Pareto output relationships



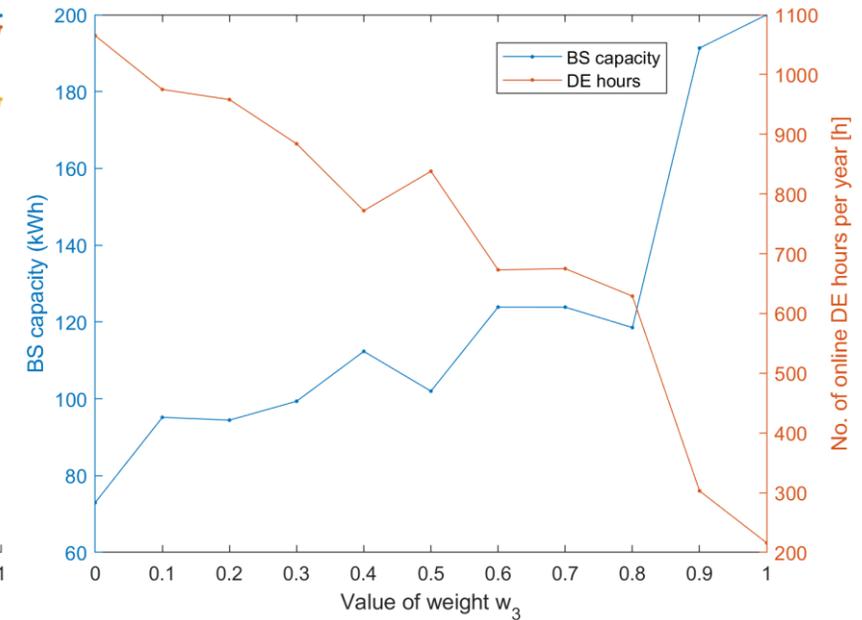
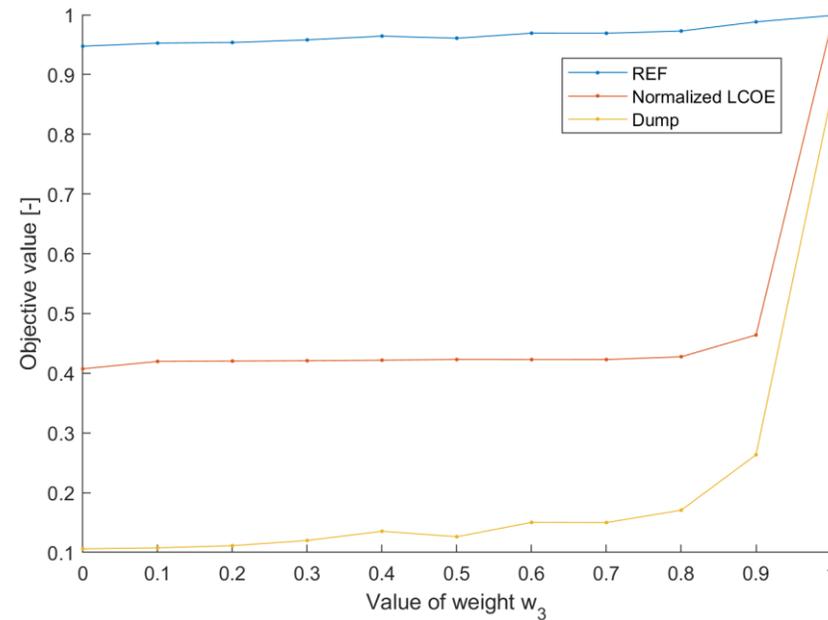
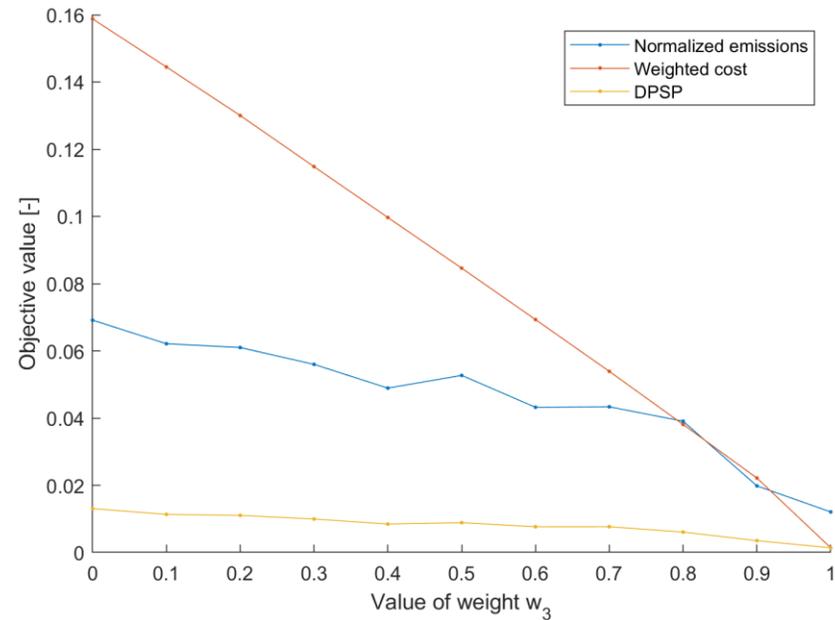
Few other sensitivity analysis results: Vary w_1



Few other sensitivity analysis results: Vary w_2



Few other sensitivity analysis results: Vary w_3



Few other sensitivity analysis results: Vary w_4

