

## **Wind Integration in Smarter Grids**

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## Challenges and Opportunities

***“How many things are judged impossible before they actually happen.”***

**Pliny the Elder, Naturalis Historia, VII**

***“Insisting that a thing is impossible because we cannot accomplish it.”***

**Cicero’s Six Mistakes of Man**

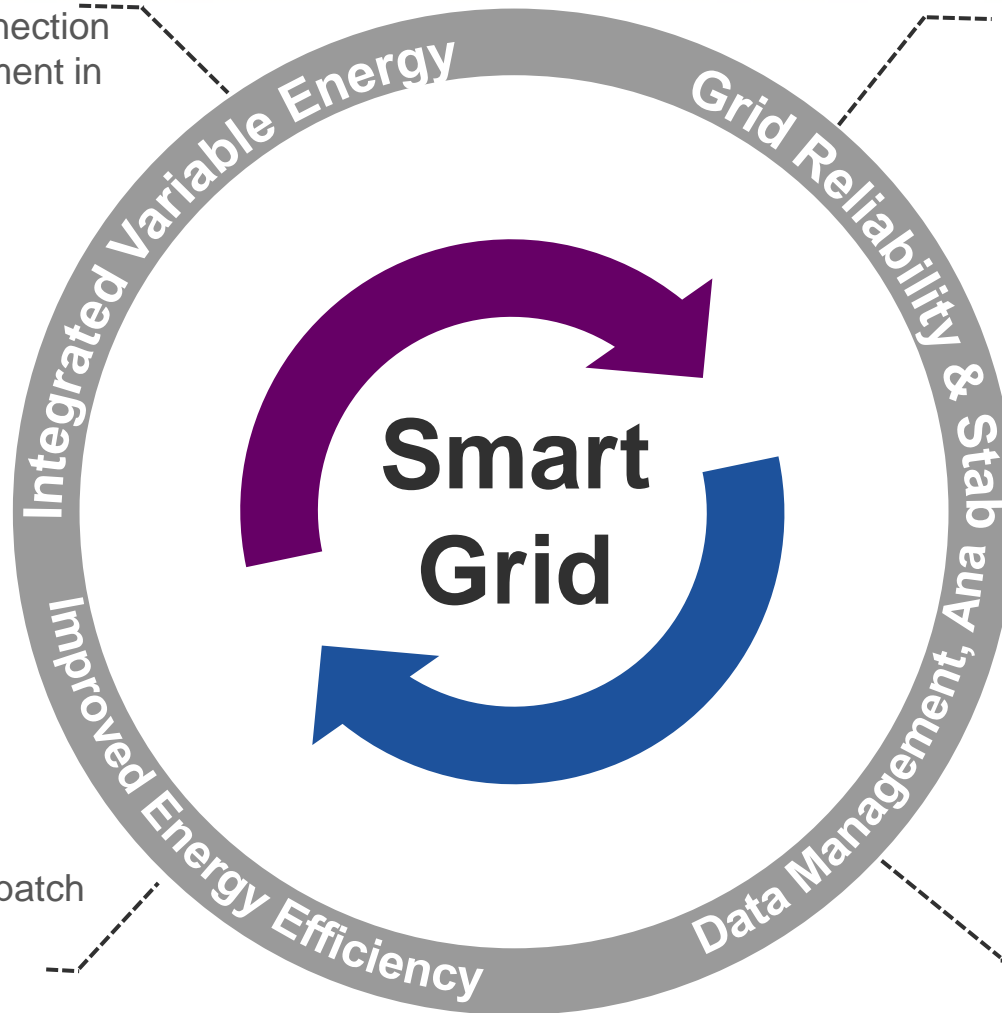
# Strategic Challenges for Smartening Electricity Grids

- Renewable grid connection
- Wind/solar management in grid control rooms
- Meshed DC grids

- On-line stability software in control rooms
- Digital substations
- PMU's
- Wide Area Automation and Defense Plan

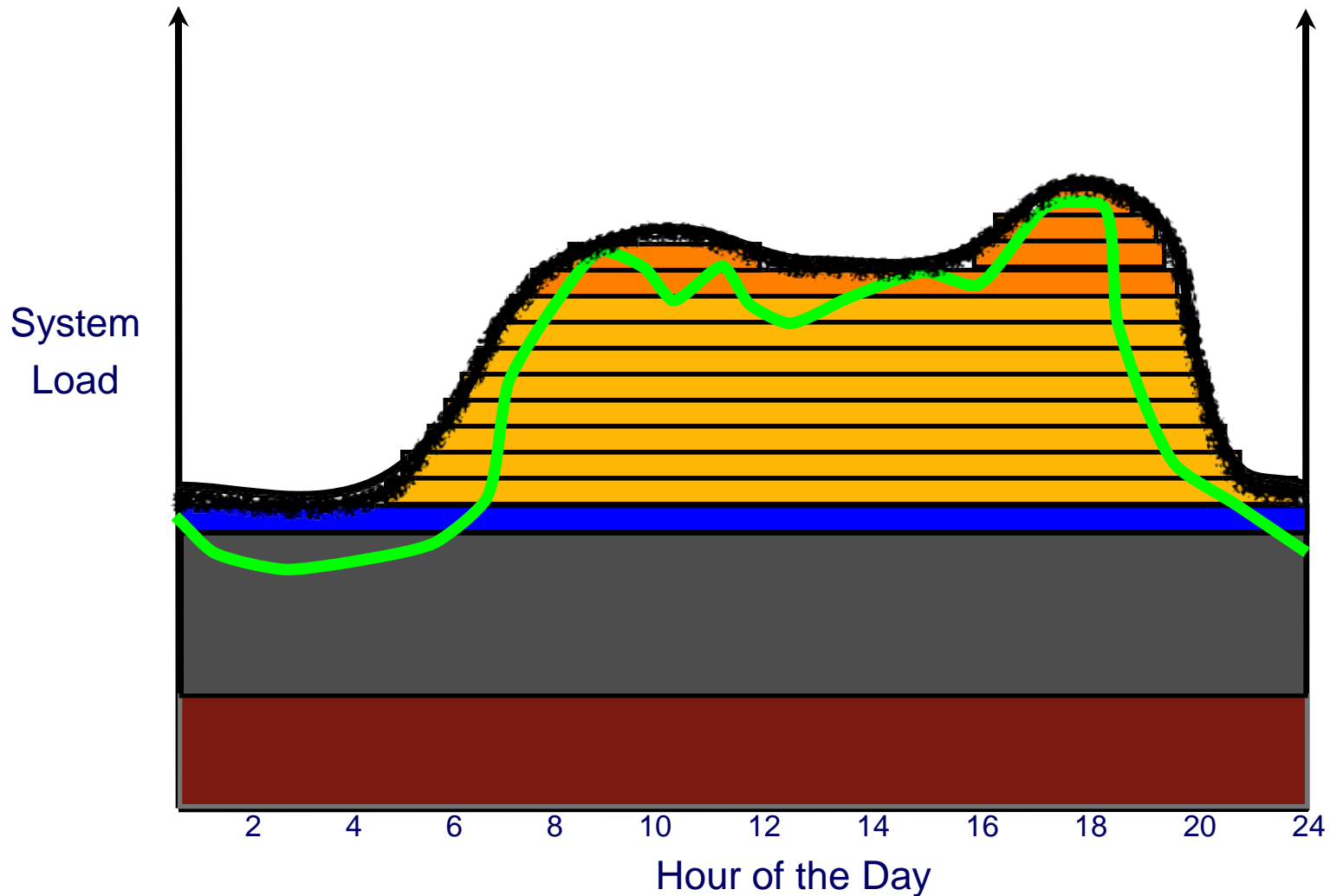
- Improve market dispatch efficiency
- On-line substation asset management
- Demand side management

- Data integration with control room system
- User friendly visualization of the data tsunami
- Turn data into useable, real-time knowledge



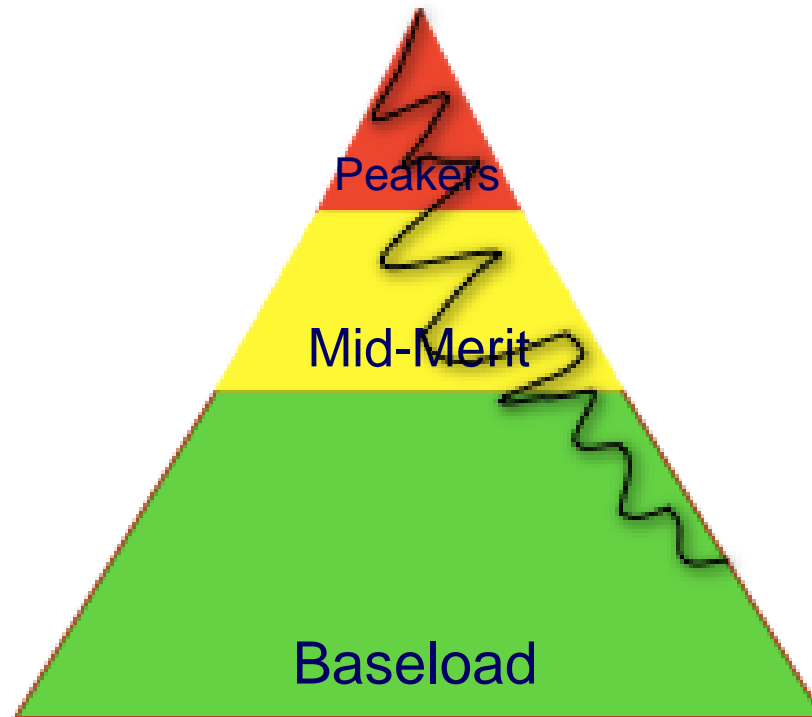
# Growth of renewables & smart grid will “change the game”

## Dispatch of Traditional Resources



**Current operating metrics and tools are insufficient to optimize the potential of our new resources and capabilities**

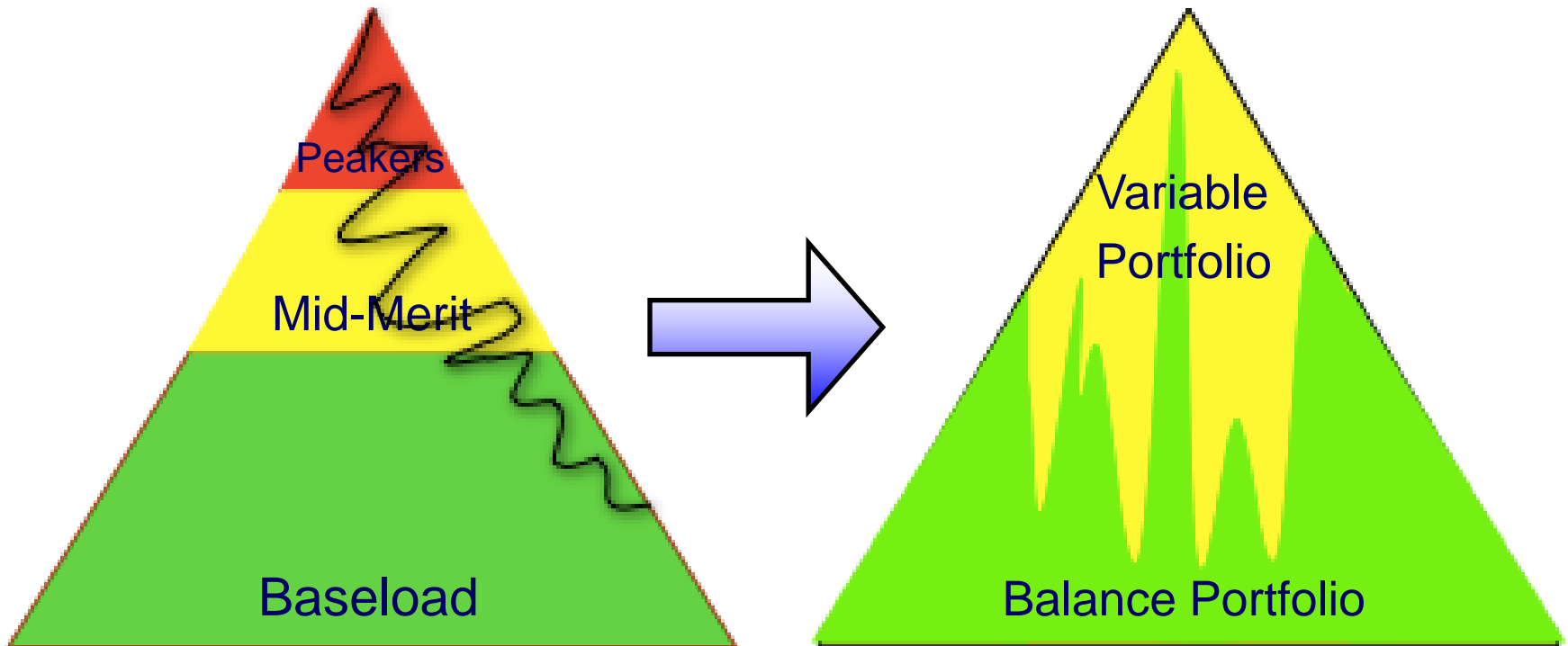
## Challenges to the Status Quo



Credit to Keith Parks of Xcel Energy

What perspective do we need, and what products and metrics do we need to develop, to better address this change?

## Major Transition - Catalyst for Change



Credit to Keith Parks of Xcel Energy

## Triad of Successful Integration

- **Physical**

- How are plants connected to the grid?
- What level of control do I have to use their flexibility?

- **Operational**

- What are my operating rules and assumptions?
- What are my motivations and rewards?

- **Informational**

- What forecasts and information are available?
- Can I turn the information into actionable intelligence?

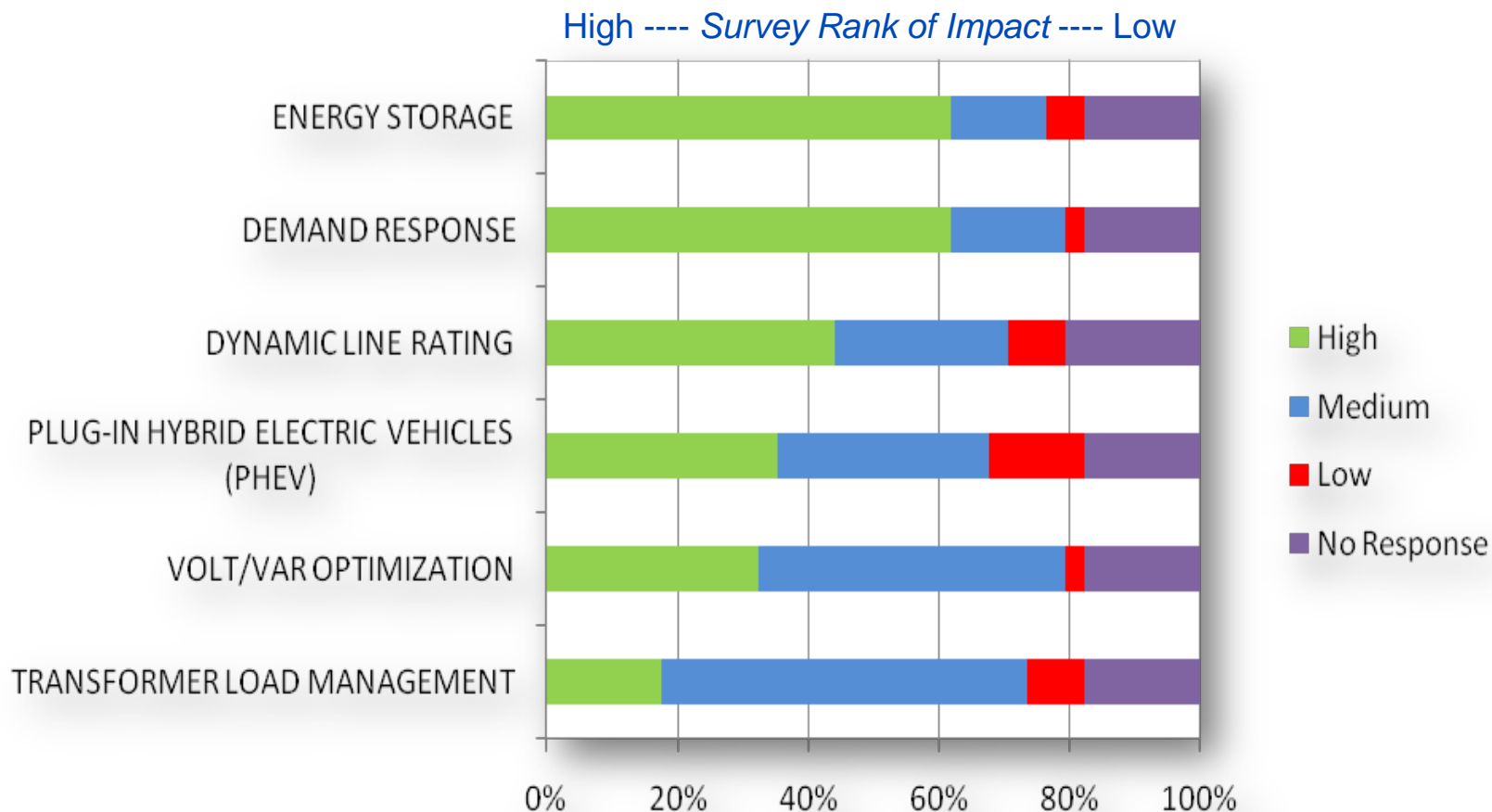
## Many Sources of Flexibility

- **Transmission**
  - High voltage direct current transmission, flexible AC transmission systems, dynamic line rating
- **Generation**
  - Faster gas turbines, making flexibility accessible and rewarded
- **Load**
  - Demand response, price-sensitive loads, electric vehicles
- **Energy Storage**
  - Virtual power plants (demand response, etc.) versus storage
- **Operational Flexibility**
  - Faster electricity markets, larger balancing areas
  - Control center decision support tools, look-ahead simulation, forecasts integrated in tools



**Smart technologies must be efficient and cost competitive for mass-scale deployment to create significant value to the grid**

## Smarter Technologies - Great Potential



Source: L. Jones, Strategies and Decision Support Systems for Integrating Variable Energy Resources in Control Centers for Reliable Grid Operations, December 2011.

**Driven by both policy and technology, the nature of the system will evolve, and so must our definition of the “problem”**

## Changing Metrics

- **Higher level frameworks**
  - Do different goals change what is important?
- **Planning versus operational metrics**
  - How do we encourage and compensate flexibility?
- **Implicit characteristics of the problem space**
  - You get what you measure
  - Problem definitions impact the perceived problem solutions
- **Timing is everything?**



**Because timing influences forecasting and uncertainty, rules and operating practices directly influence accuracy and cost**

## Timing Windows Do Matter

- **Wind forecasting example:**
  - Lower forecast error within 15 minutes of real time
  - Good (but higher) forecast error from weather models for 4-48 hours ahead
  - Forecast error for 1-2 hours ahead almost as high as for the 4-48 hour-ahead period
- **The goal is to align timing to exploit best forecasts and best system flexibility**



**When comparing various approaches, why do some seem implicitly more satisfying?**

## **Attributes of Quality Transactions**

- **Bidirectional exchange of real and meaningful value**
- **Belief that the parties will act rationally based on the information provided to them**
- **Clear guidance on what you should do**
- **Clarity around how you could improve and how that would benefit you**
- **Provides an enduring, sustainable framework**

***Quality***

***(in the “Zen and the Art of Motorcycle Maintenance” sense?)***

# The Good, The Controversial, The Difficult?

- **Stochastic models**
  - Planning, flexibility & reserves
- **Use of smart grid data**
  - Distribution & end user
- **Wind as a full market participant**
  - Timing, dispatch and curtailment
- **System-level optimization**
  - Growing emphasis on acquiring flexibility and cost allocation, but how and why?



## **Discussion**

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