



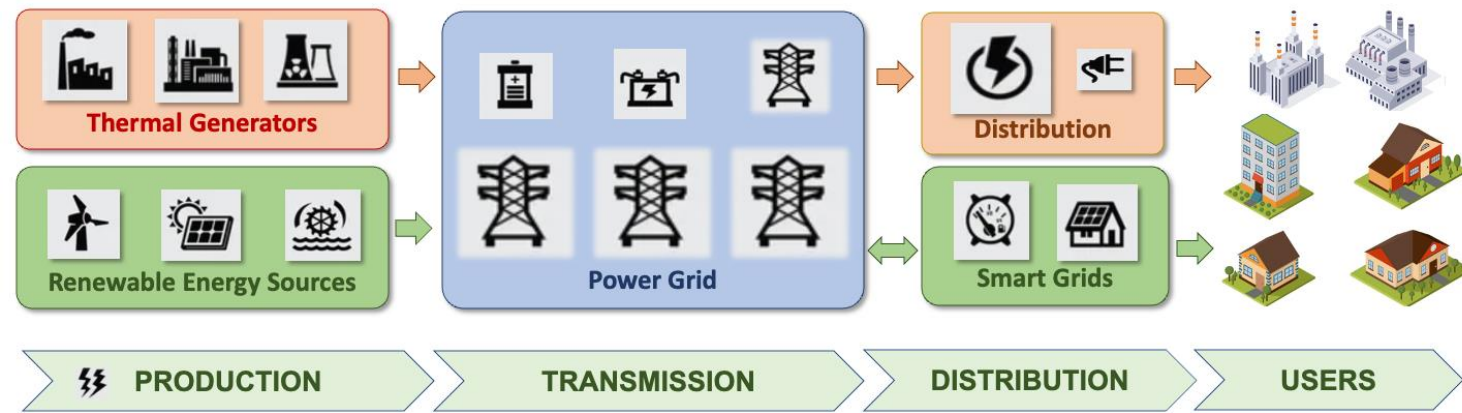
Coordinated planning of transmission and distribution networks based on optimization

Marco Rossi

June 18th, 2024

The HEXAGON project

Exact Algorithms for Power Grids





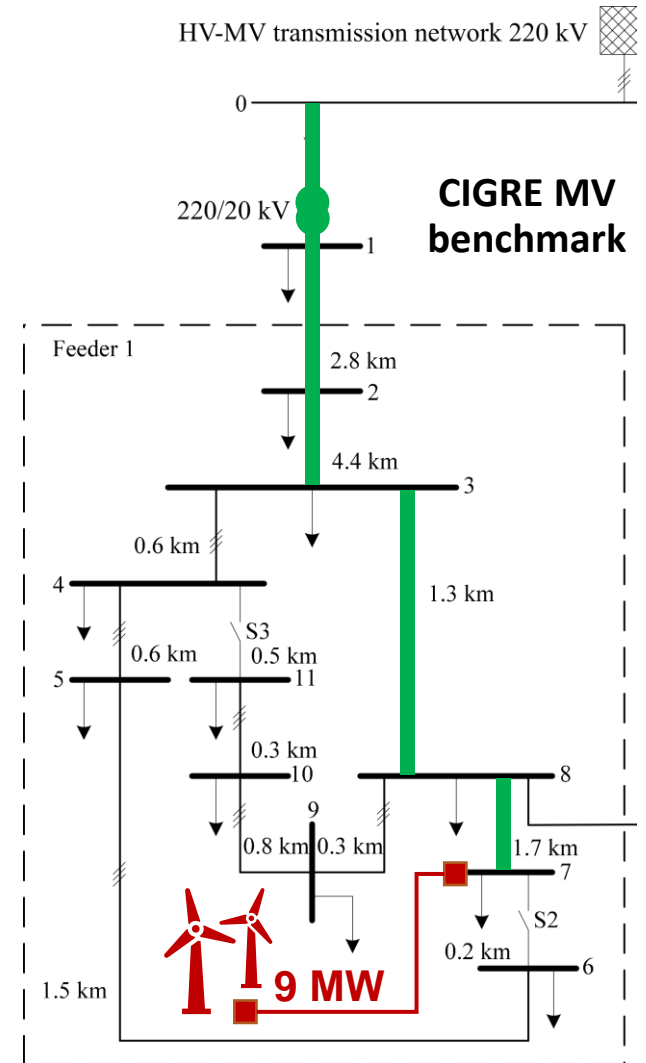
Planning of distribution network

Flexible demand/generation/storage can provide a multitude of services and distribution system operators could exploit them as **alternative planning option** with respect to conventional grid reinforcement:

min *Reinforcement Costs*

such that

- distribution grid constraints are respected





Planning of distribution network

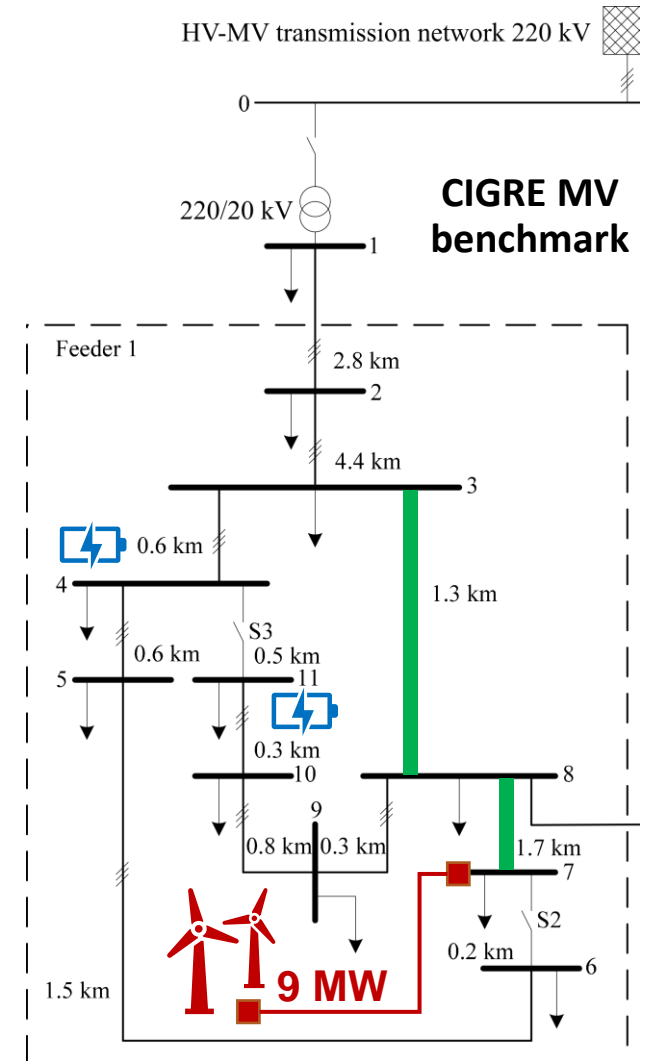
Flexible demand/generation/storage can provide a multitude of services and distribution system operators could exploit them as **alternative planning option** with respect to conventional grid reinforcement:

min *Reinforcement Costs* + *Flexibility Costs*

such that

- distribution grid constraints are respected

The engagement of existing/new **flexible resources** and the related **costs** can be competitive with respect to the reinforcement of grid sections.



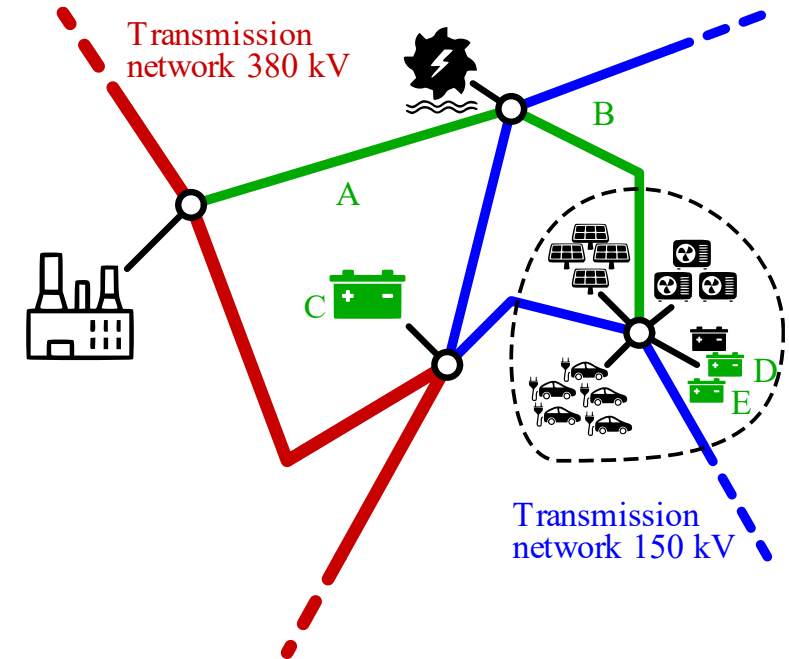
Planning of transmission network

Flexible demand/generation/storage can provide a multitude of services and transmission system operators could exploit them as **alternative planning option** with respect to conventional grid reinforcement.

min *Reinforcement Costs* + *Flexibility Costs*

such that

- transmission grid constraints are respected



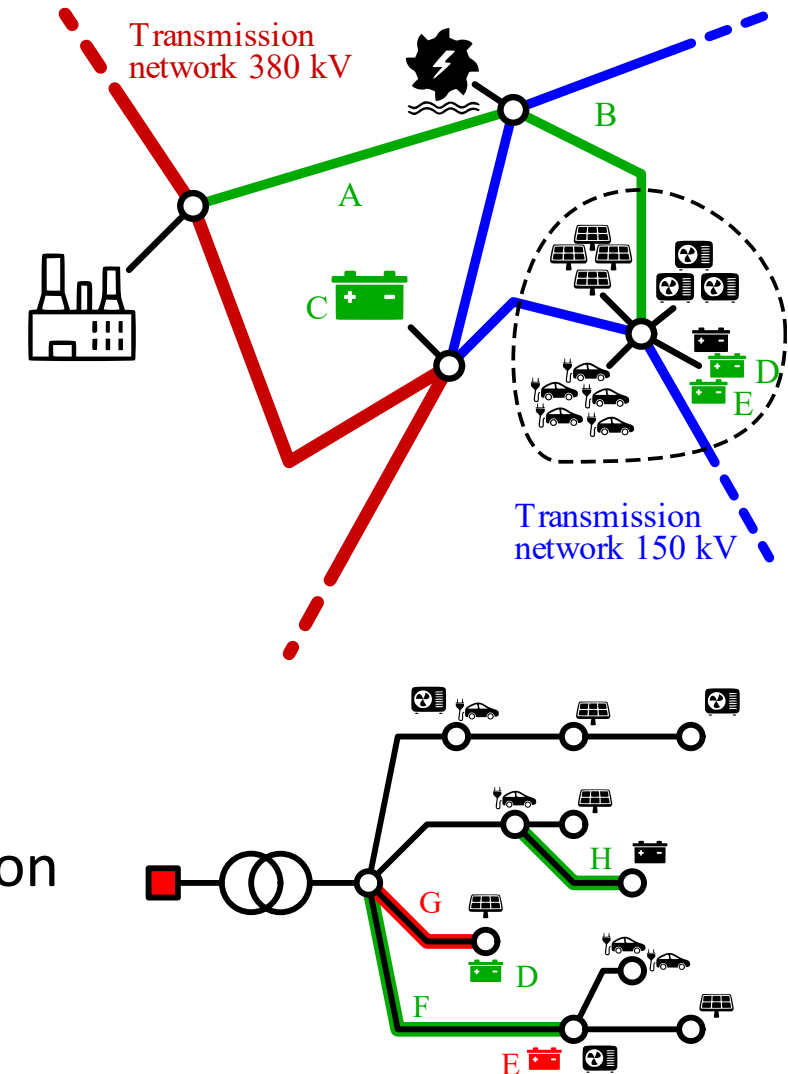
Flexible demand/generation/storage can provide a multitude of services and transmission system operators could exploit them as **alternative planning option** with respect to conventional grid reinforcement.

min *Reinforcement Costs* + *Flexibility Costs*

such that

- transmission grid constraints are respected
- distribution grid constraints are respected

A large portion of the **available flexibility** is expected to be located at **distribution level**, and its exploitation for transmission services needs to consider also lower voltage systems.

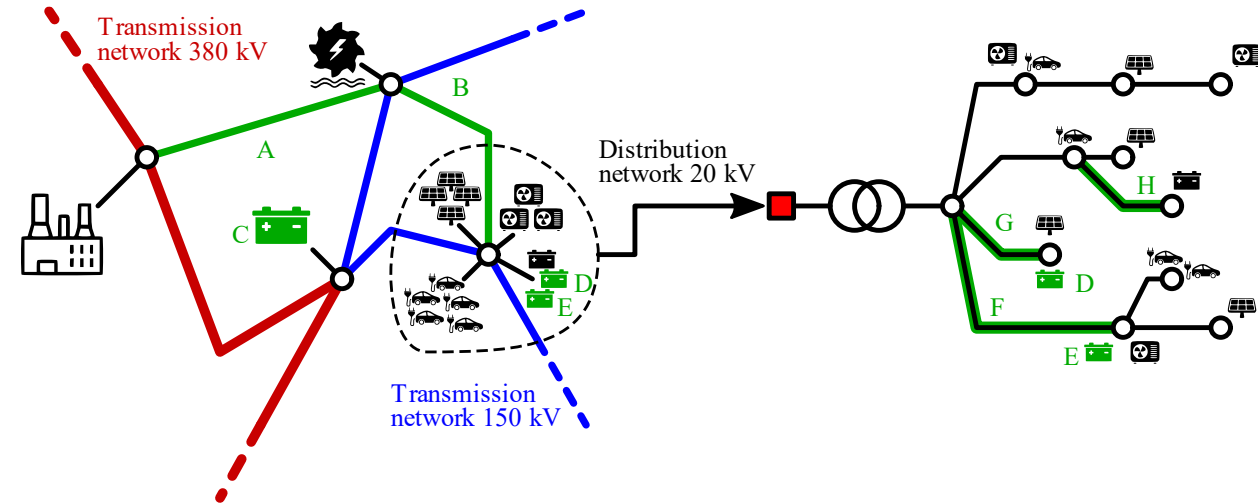


Optimal planning (for the entire system) needs the simultaneous consideration of both distribution and transmission requirements



Unbearable optimization problem for state-of-the-art of mathematical solvers

- Model complexity (DC+AC OPF)
- Dimension of the problem (number of variables and long-time horizons)



Lack of transparency and standards to exchange information among transmission and distribution system operators



Transmission and distribution **separation in planning routines** is still a requirement, but procedures can be updated in order to consider the potential of power/energy flexibility outside of the planning perimeter.

For what concerns **distribution network**, there is a planning conflict

Minimization of the distribution planning cost

min *Reinforcement Costs* + *Flexibility Costs*

such that

- distribution grid constraints are respected

Maximization of local flexibility for transmission services

max *flexible power exchange btw. T&D*

such that

- distribution grid constraints are respected
- Reinforcement and flexibility costs are disregarded



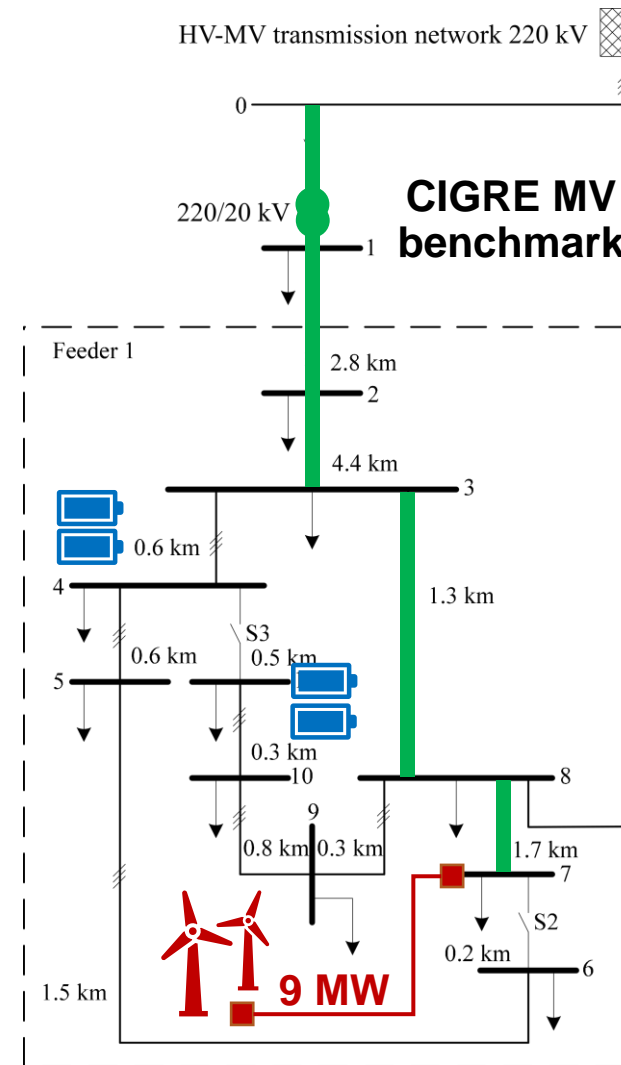
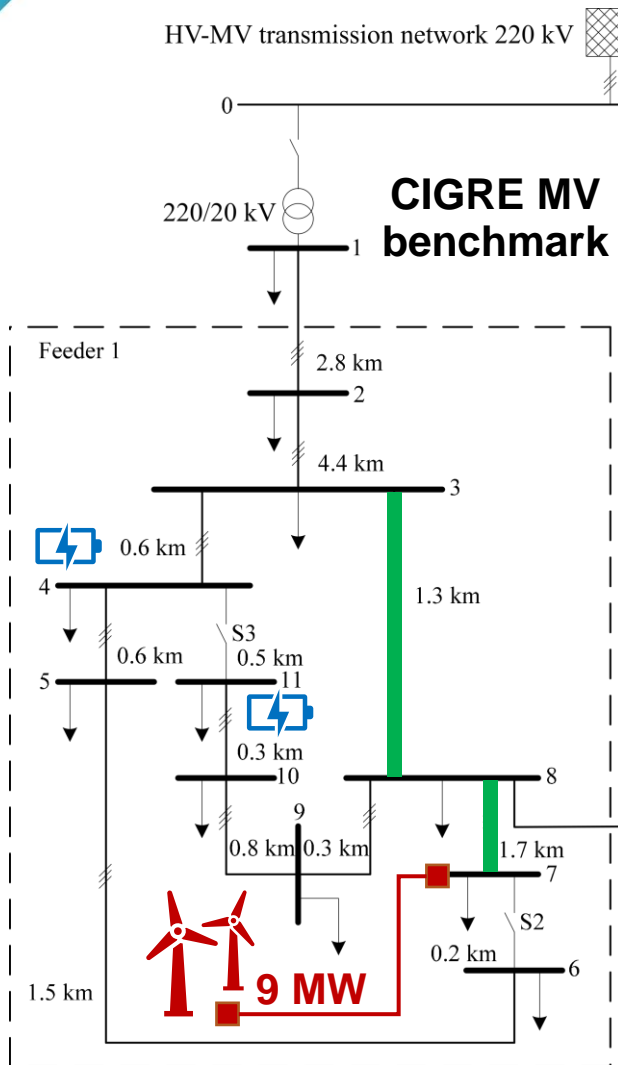
Distribution planning options

Minimization of the distribution planning cost

- 3 km reinforced lines
- Storage units provide local congestion management services
- **Reinforcement + flexibility use = 691 k€**

Maximization of local flexibility for transmission services

- 10.2 km reinforced lines and substituted distribution transformer
- Local storage units **enhanced** and available for transmission services
- **Reinforcement + flexibility investments = 2,792 k€**
(*local use of flexibility = 0*)





More distribution planning options

More options can be explored to determine **trade-offs** between minimum planning costs and maximum flexibility for transmission services

Investment costs (on local network) [k€]	flexibility use (distribution services) [k€]	Equivalent storage flexibility for transmission services
✓ 446	245	1.0 MW / 2.0 MWh
✓ 1,006	245	2.0 MW / 4.0 MWh
✗ 1,566	245	2.0 MW / 4.0 MWh
✗ 1,706	245	2.0 MW / 4.0 MWh
✓ 2,792	0	3.6 MW / 7.2 MWh

max *flexible power exchange btw. T&D*
such that

- distribution grid constraints are respected
- limited reinforcement costs

intermediate options

Investment costs (on distrib. network) [k€]	Equivalent storage flexibility for transmission services
446	1.0 MW / 2.0 MWh
1,006	2.0 MW / 4.0 MWh
2,792	3.6 MW / 7.2 MWh

Simple and efficient cooperation between system operators:

- The identified distribution planning options can be negotiated with a limited exchange of standard and non-sensitive information

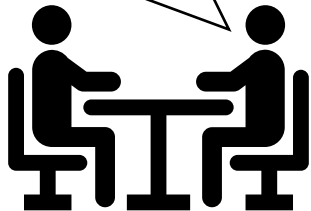
Transmission system operator can run its own planning routines (separately) by considering the proposed options and related costs.

min *Reinforcement Costs* + *Flexibility Costs*

such that

- transmission grid constraints are respected
- distribution grid planning options are considered

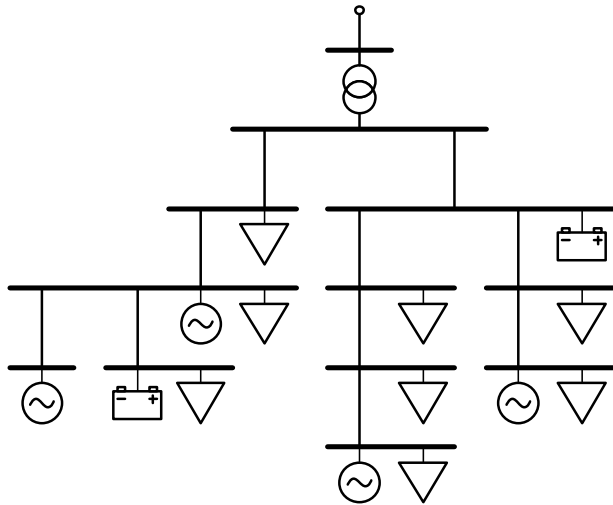
Transmission
System
Operator



Distribution
System
Operator

Modelling of distribution flexibility

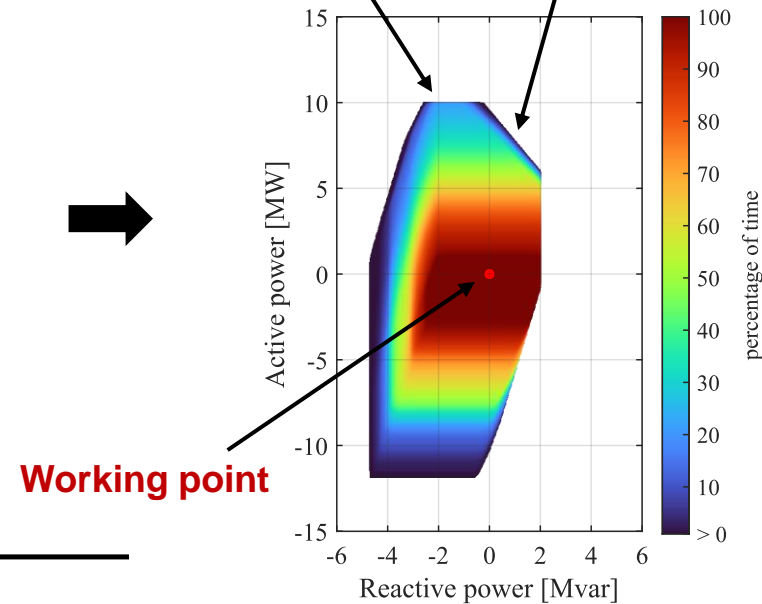
Complete distribution network



Power transfer constraints

Voltage constraints

Equivalent capability



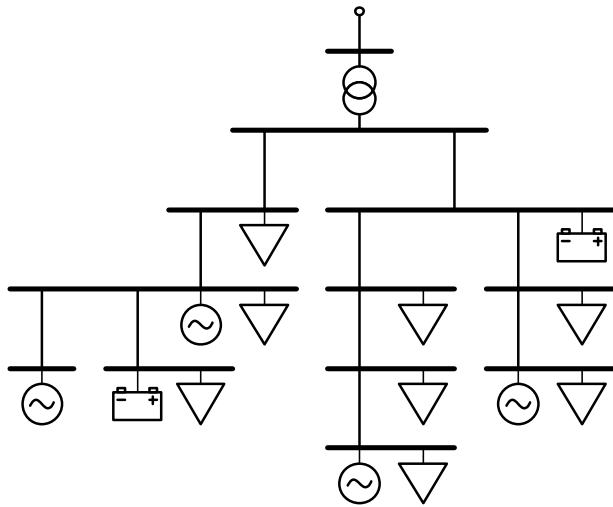
The entire distribution network can be seen as a unique flexible **Virtual Unit**.

Each point of the **equivalent capability** corresponds to the optimal dispatch of distribution resources when transmission system requires a variation with respect to the **working point**.

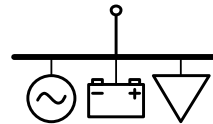
Conventional Optimal Power Flow algorithms **do not include a standard model** for units characterized by complex power capabilities.

Modelling of distribution flexibility

Complete distribution network



Surrogate model



The entire distribution network is approximated by means of a **Surrogate Model**.

The surrogate model approximates the network flexibility behavior around the current working point by using **standard Power Flow elements**.

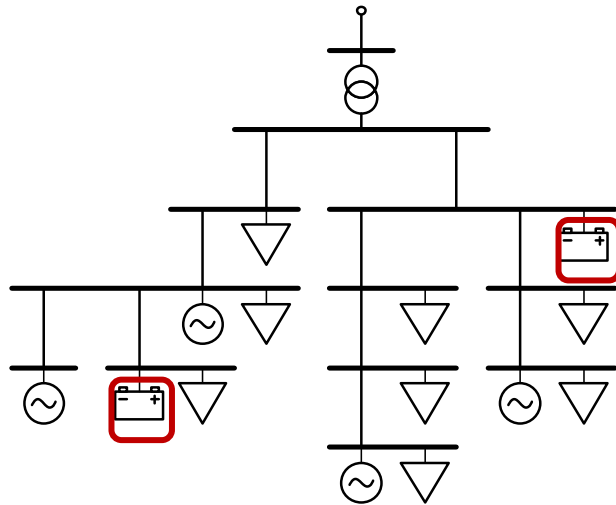
The adoption of a surrogate model introduces approximations:

- It represents a **sub-set of the possible flexibility margins**
- The costs of flexibility associated to the possible working points might be **non-optimal**

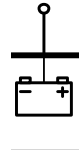


Surrogate model construction (storage)

Complete distribution network



Surrogate model



All the other elements (generators and loads) are temporarily considered as non-dispatchable units.

Optimal local dispatch

Identification of categories of components

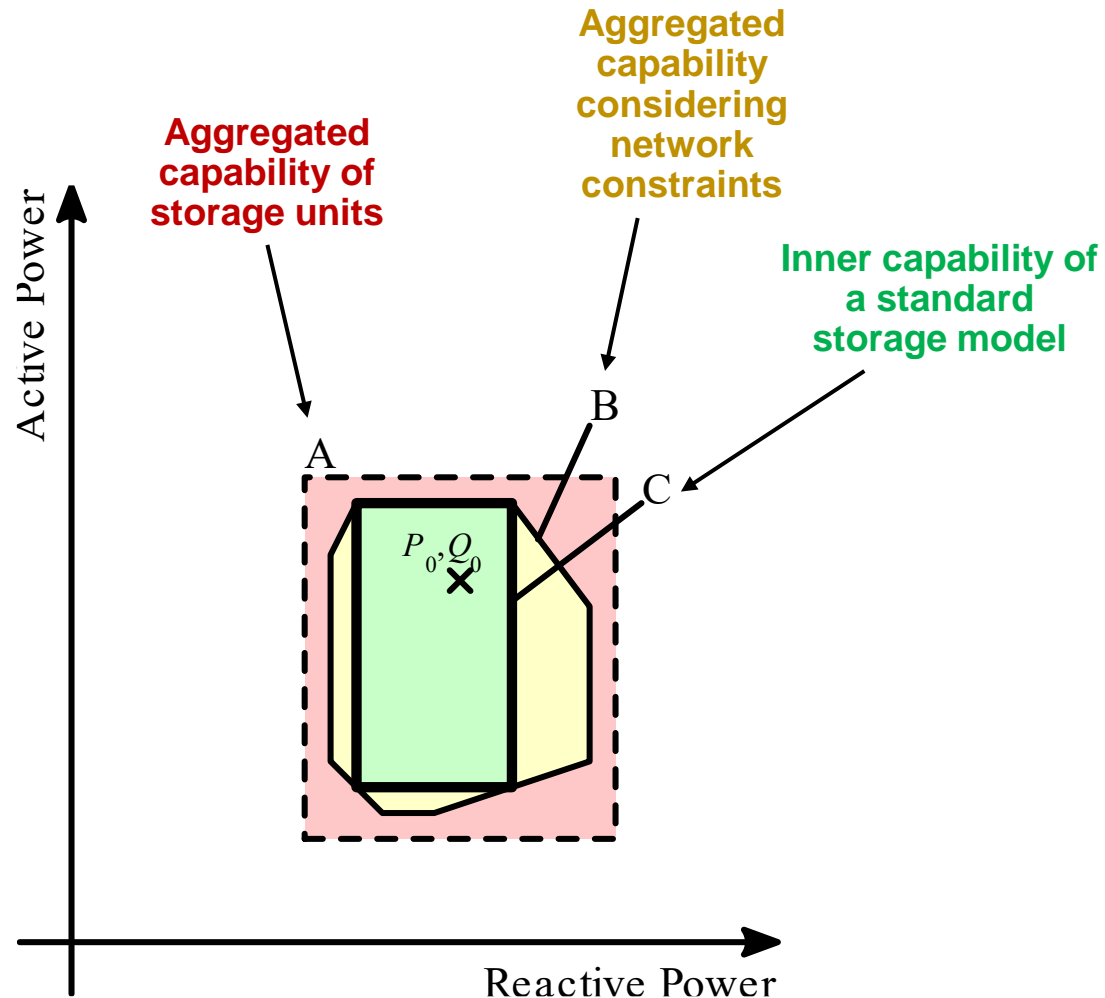
Merit-order list of identified categories

Capability of the 1st category as seen from primary substation

1st lumped element

Surrogate model

Surrogate model construction (storage)



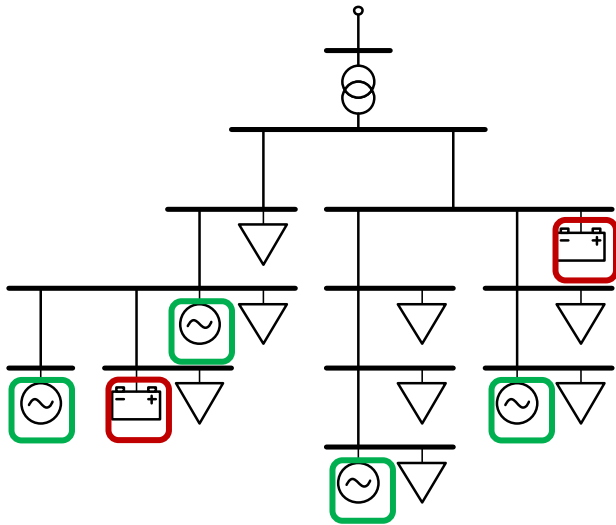
Network limits reduce the amount of flexibility of local storage units that can be exploited by transmission network.

To model the residual flexibility, one of the inscribed rectangles of the **limited aggregated capability** is extracted and assigned to the **surrogate storage model**.

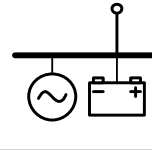
(storage units are assumed to feature a rectangular power capability)

Surrogate model construction (generation)

Complete distribution network



Surrogate model

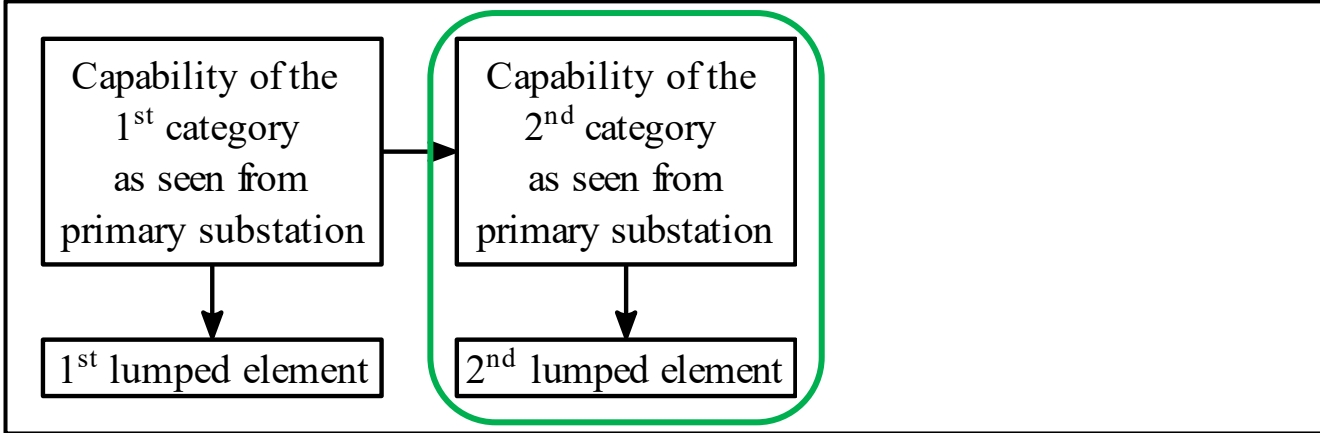


Only flexibility from storage (from previous step) and generators is considered.

Optimal local dispatch

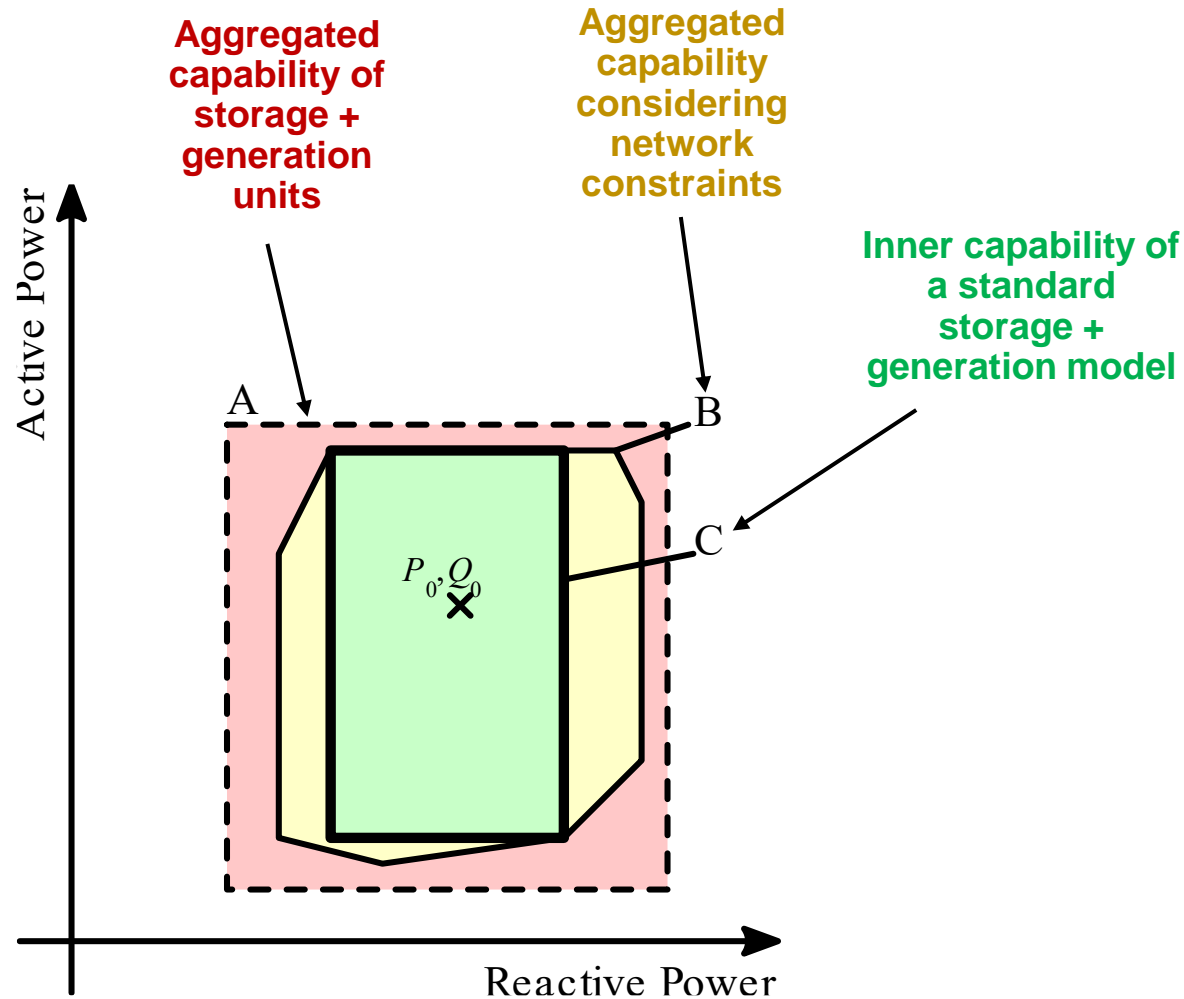
Identification of categories of components

Merit-order list of identified categories

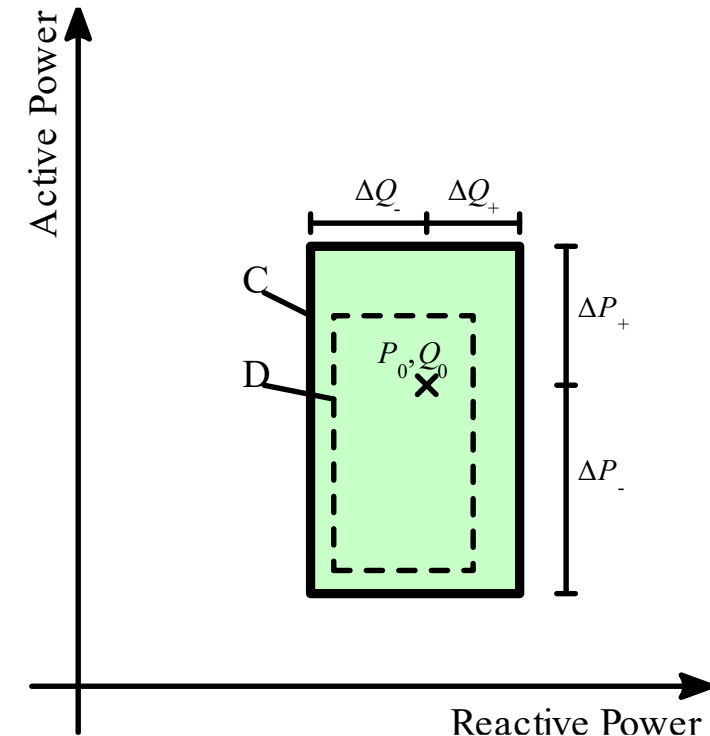


Surrogate model

Surrogate model construction (generation)

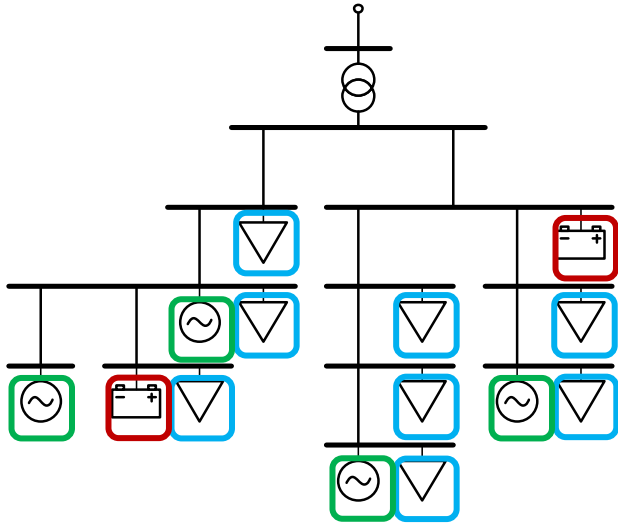


The **surrogate generator model** is deduced by the shape of the inner capability, from which the storage capability (D) needs to be subtracted.

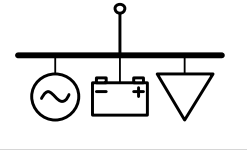


Surrogate model construction (load)

Complete distribution network



Surrogate model

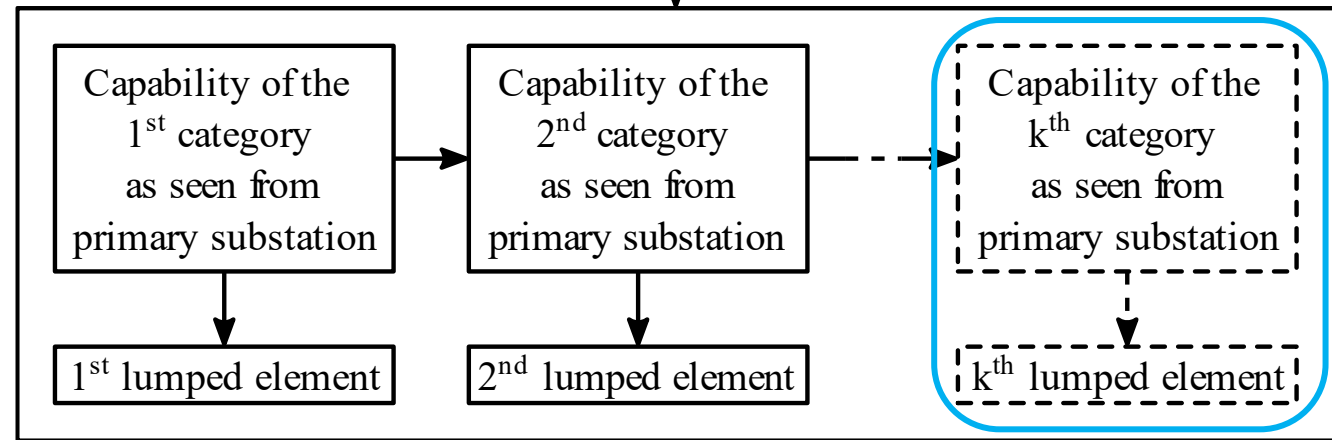


The flexibility of all network elements is considered.

Optimal local dispatch

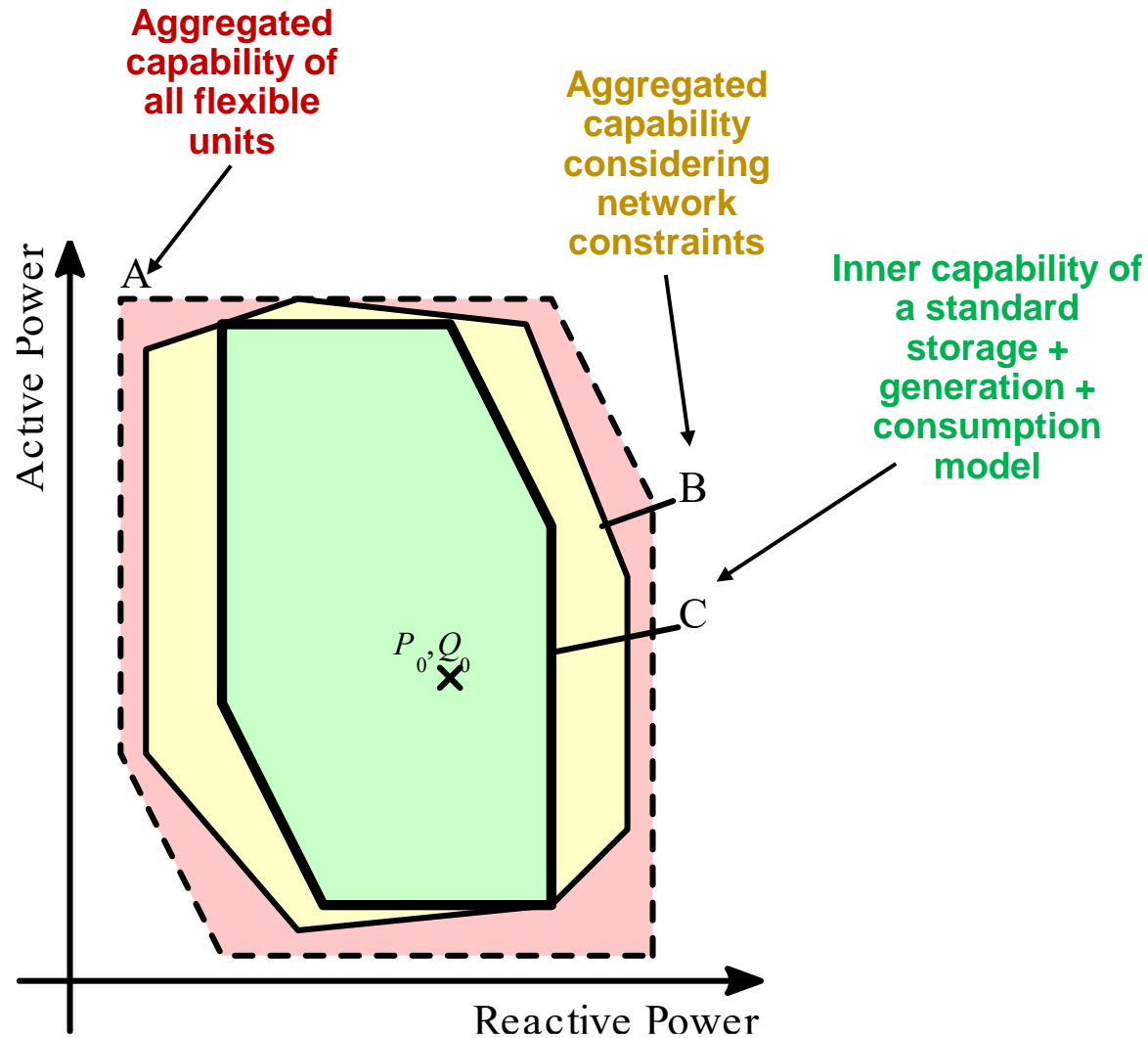
Identification of categories of components

Merit-order list of identified categories

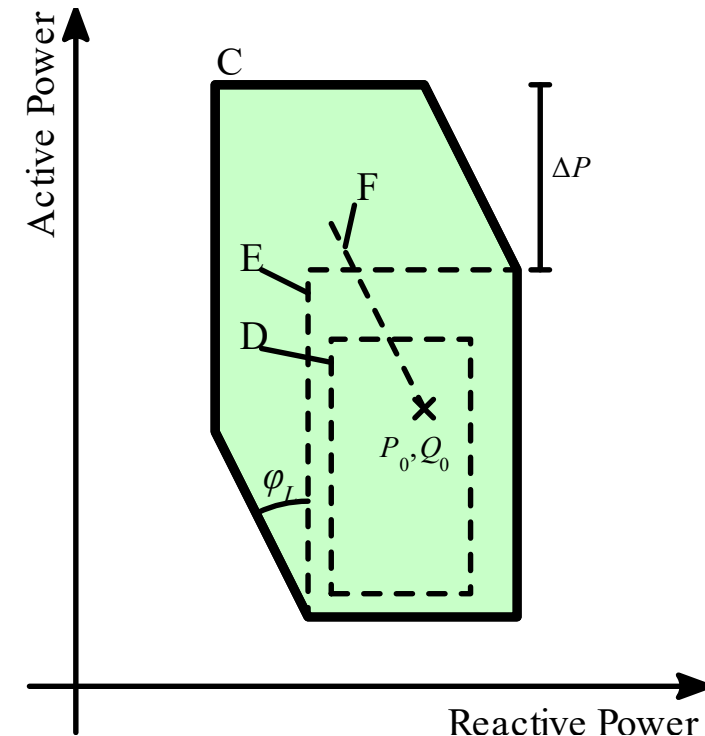


Surrogate model

Surrogate model construction (load)



The **surrogate load model** (F) is deduced by the shape of the inner capability, from which the storage capability (D) and the generator capability (E) needs to be subtracted.



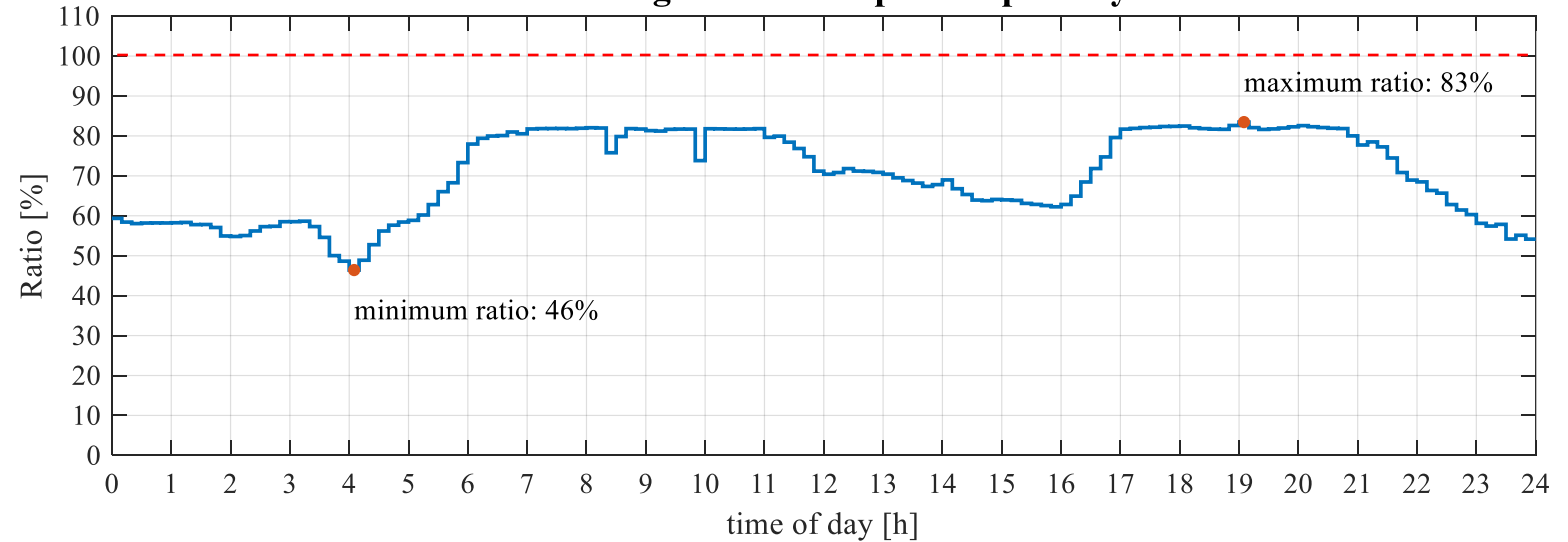


Surrogate model sub-optimality

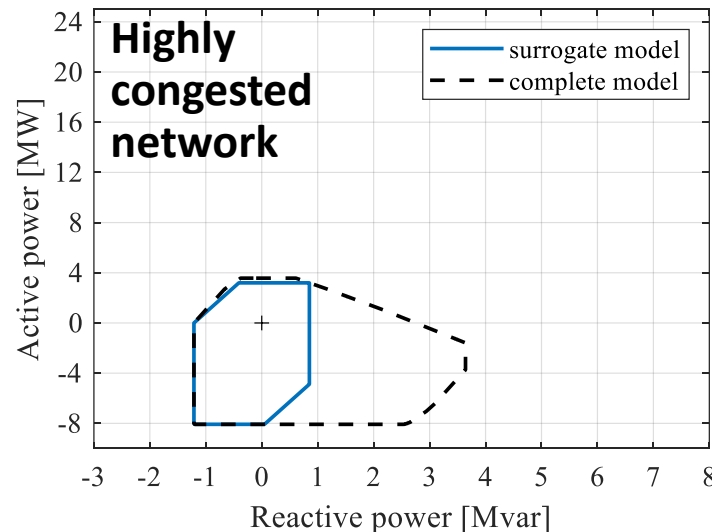
Surrogate model includes a **sub-set of the possible working points** of a distribution network.

Because of **distribution network constraints**, the capability of the lumped standard elements does not generally match the actual one.

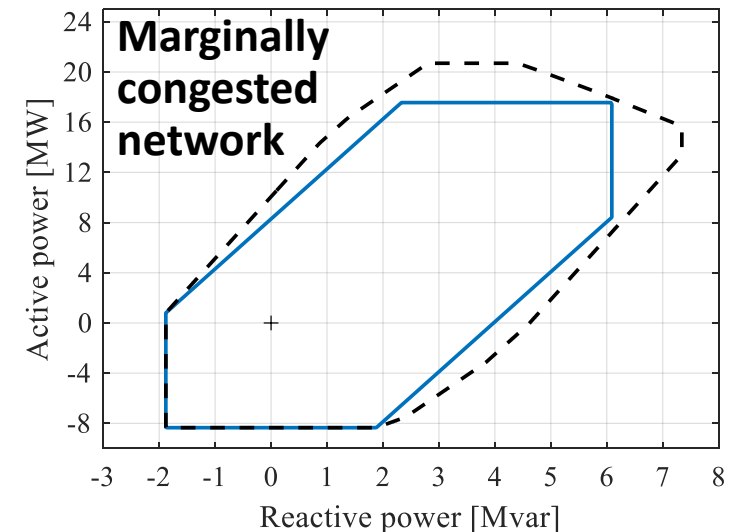
Ratio of surrogate and complete capability areas



Minimum matching curves



Maximum matching curves

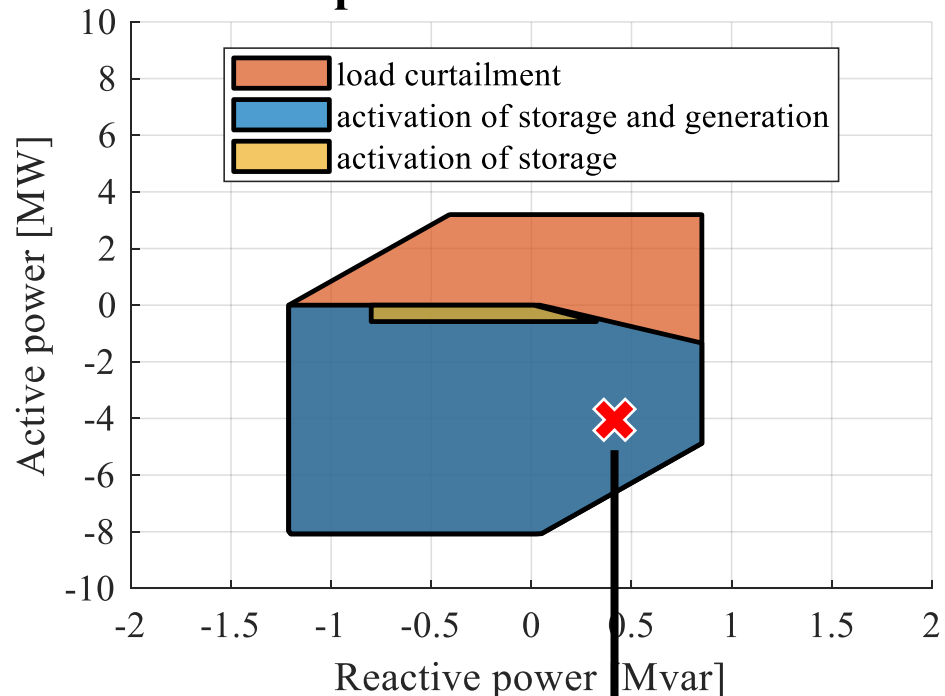




Surrogate model sub-optimality

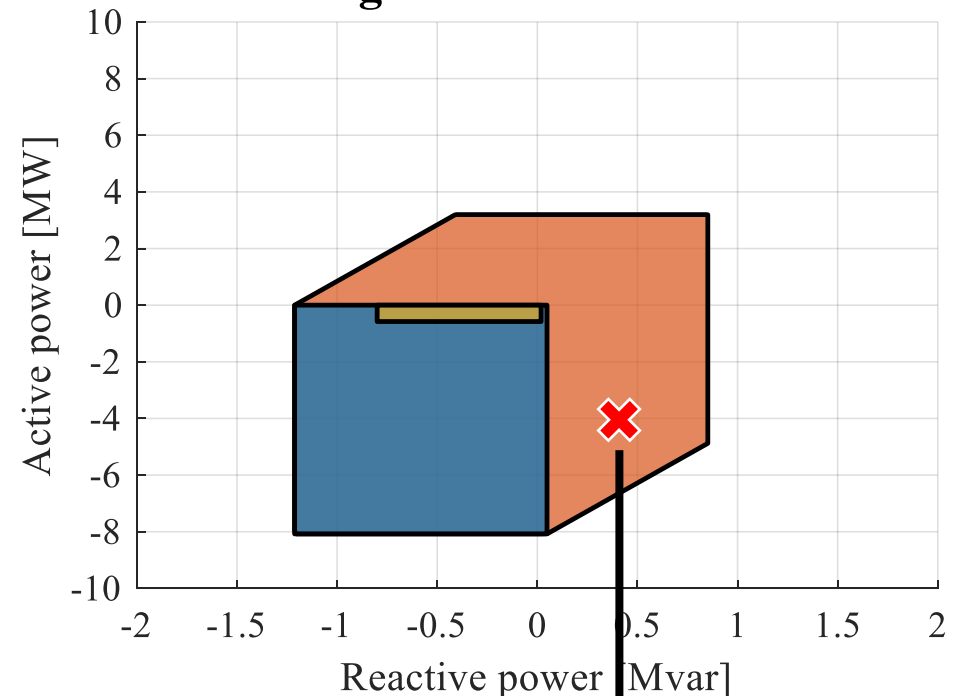
Activation on the surrogate model **does not generally coincide** with the one resulting from the optimal dispatch for the selected working point **✘**

Complete model activations



Redispatch of storage,
and generators

Surrogate model activations



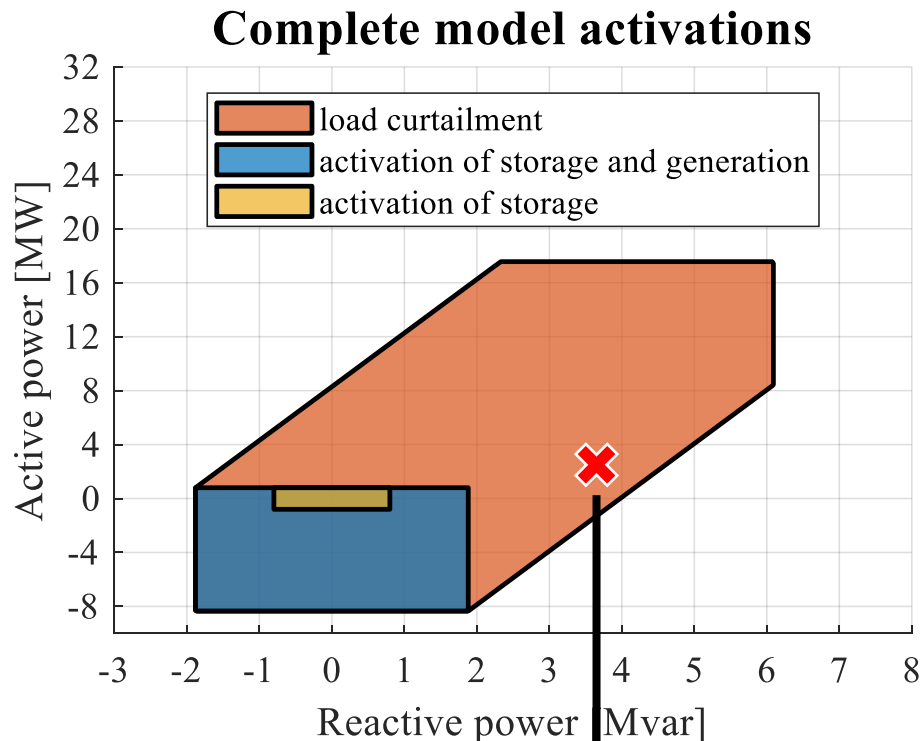
Redispatch of storage,
generators and loads

≠

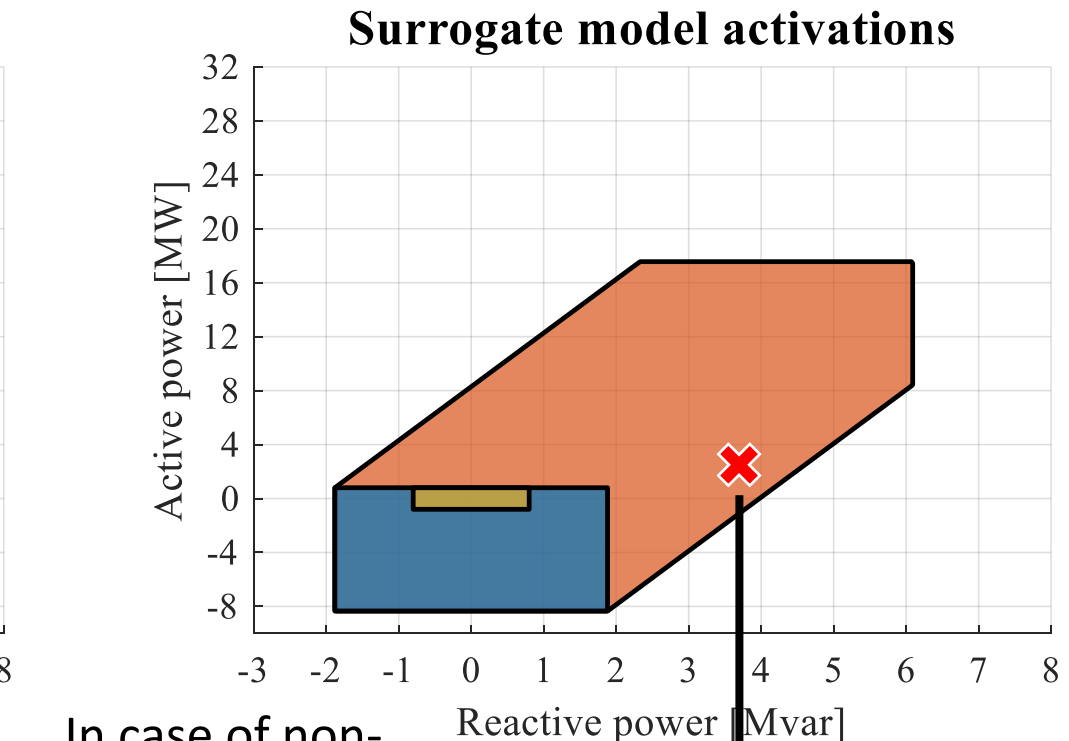


Surrogate model sub-optimality

Activation on the surrogate model **does not generally coincide** with the one resulting from the optimal dispatch for the selected working point **✗**



Redispatch of storage,
generators and loads



In case of non-
significant network
constraints



Redispatch of storage,
generators and loads



A novel paradigm (still in the early development phases) for the planning of distribution networks has been presented, which consider a fundamental aspect:

- **Local resources can be exploited for both local and global flexibility services**

Although the procedure is characterized by a non-negligible complexity, it introduces **significant advantages** for a **global optimization** of distribution and transmission systems. It guarantees:

- **Separated management** of the transmission and distribution planning problem
- Simple and efficient **cooperation between system operators**



M. Rossi *et al.*, "Planning of distribution networks considering flexibility of local resources: how to deal with transmission system services," *CIREN 2021 - The 26th International Conference and Exhibition on Electricity Distribution*, Online Conference, 2021, pp. 2858-2862

M. Rossini *et al.*, "A surrogate model of distribution networks to support transmission network planning," *27th International Conference on Electricity Distribution (CIREN 2023)*, Rome, Italy, 2023, pp. 2567-2571



Thank you for your kind attention

Marco Rossi



marco.rossi@rse-web.it

This work has been financed by the Research Fund for the Italian Electrical System under the Three-Year Research Plan 2022-2024 (DM MITE n. 337, 15.09.2022), in compliance with the Decree of April 16th, 2018.



#wemoversearch

Marco Rossi



marco.rossi@rse-web.it



www.rse-web.it



@Ricerca sul Sistema Energetico - RSE SpA



@RSEnergetico



RSE SpA - Ricerca sul Sistema Energetico

