



## Plenary Speech

# Future Sustainable Energy

# Systems Towards 2050

**Dr. Andreas Poullikkas**

*Ph.D, D.Tech, FIET*

**Chairman, Cyprus Energy Regulatory Authority**

[andreas.poullikkas@eecei.cut.ac.cy](mailto:andreas.poullikkas@eecei.cut.ac.cy)

# Contents

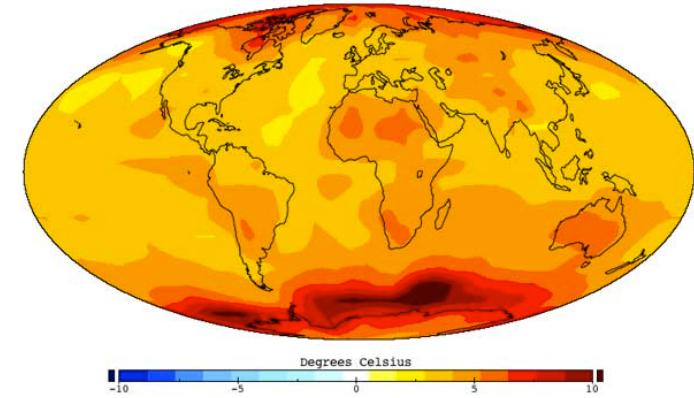
- EU energy strategy
  - 2020, 2030, 2050
- Challenges in electricity markets
  - RES integration
  - NG and storage
- Energy cost
- Modeling for optimum large scale integration of RES
  - Simulation of RES operation
  - Integration of storage

# EU energy strategy

## 2020, 2030, 2050

# Future energy systems

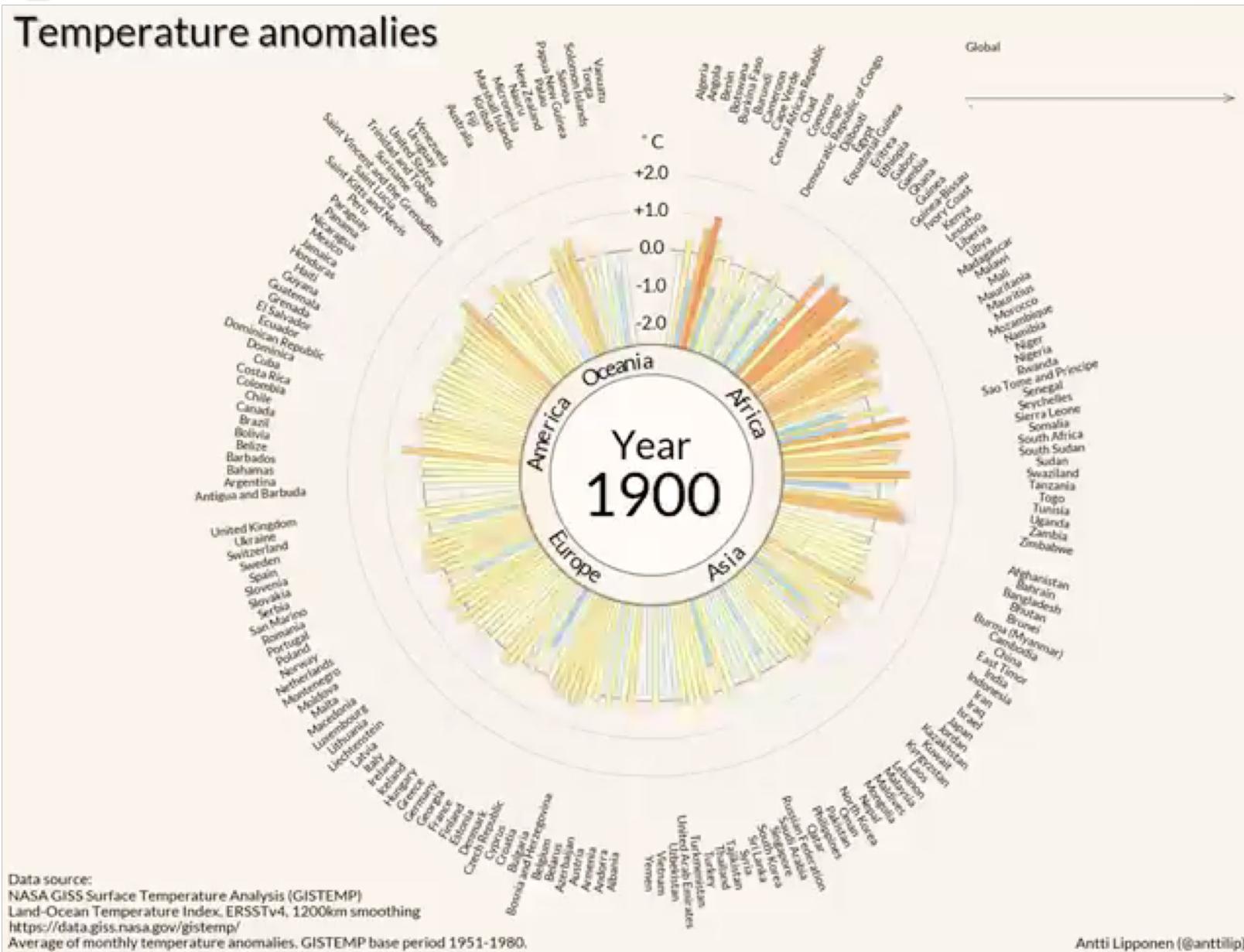
- Climate change



- Third energy revolution

- Future energy economics

# Temperature anomalies \*

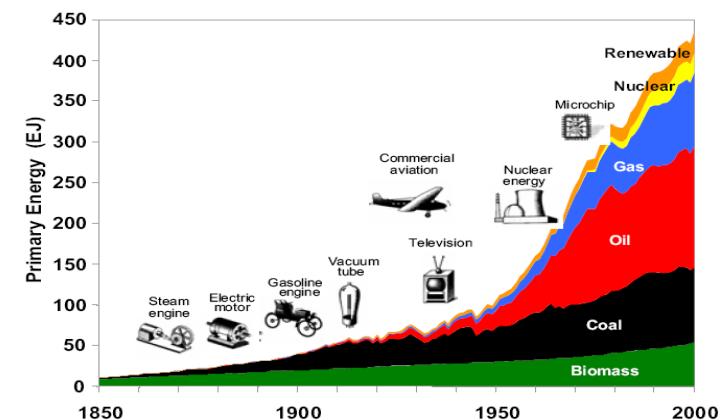


\* UN Environment, 2017.

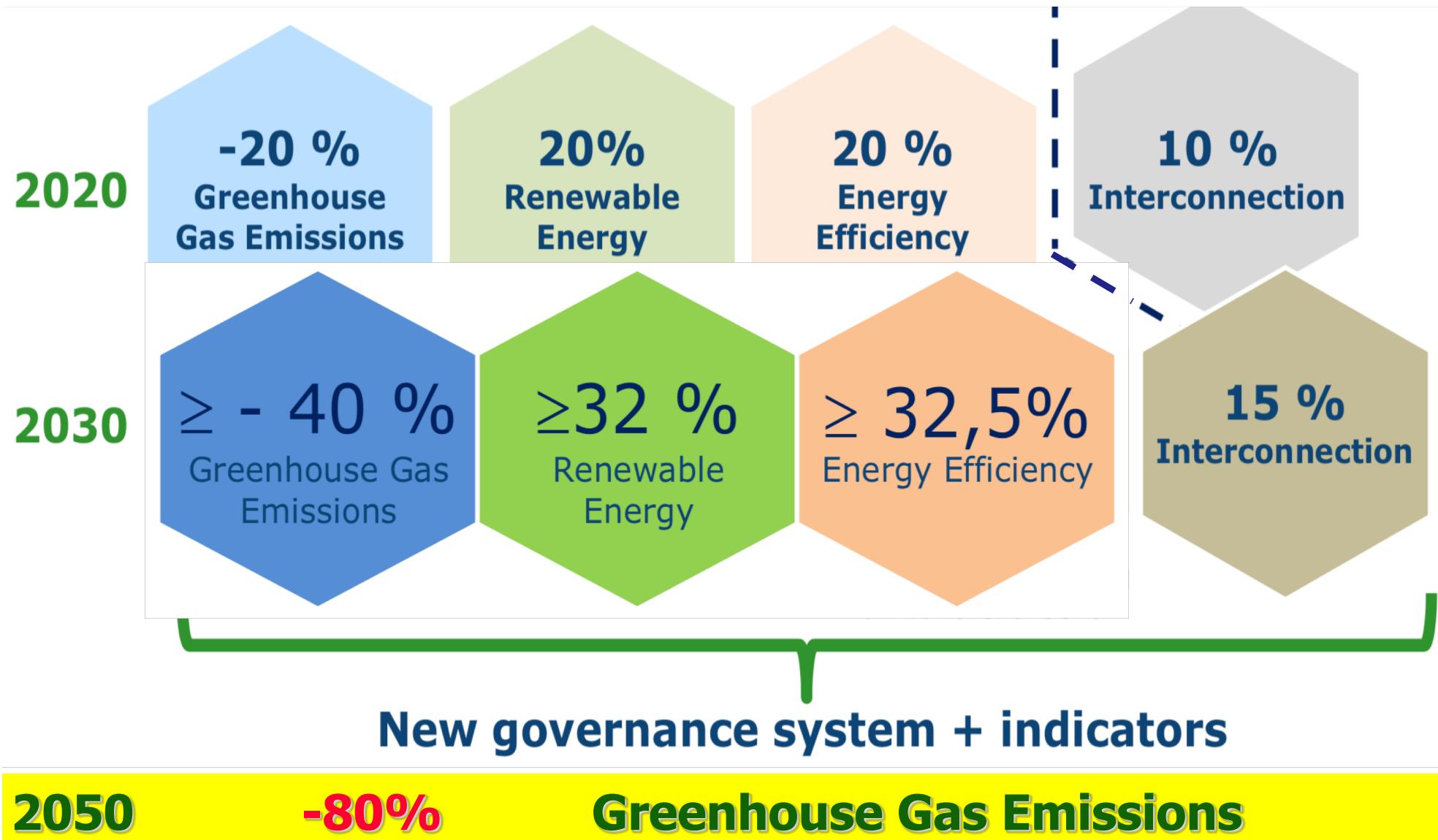
*Global Summit on Power & Energy Engineering, Dubai, UAE, Feb 18-20, 2019*

# EU energy objectives

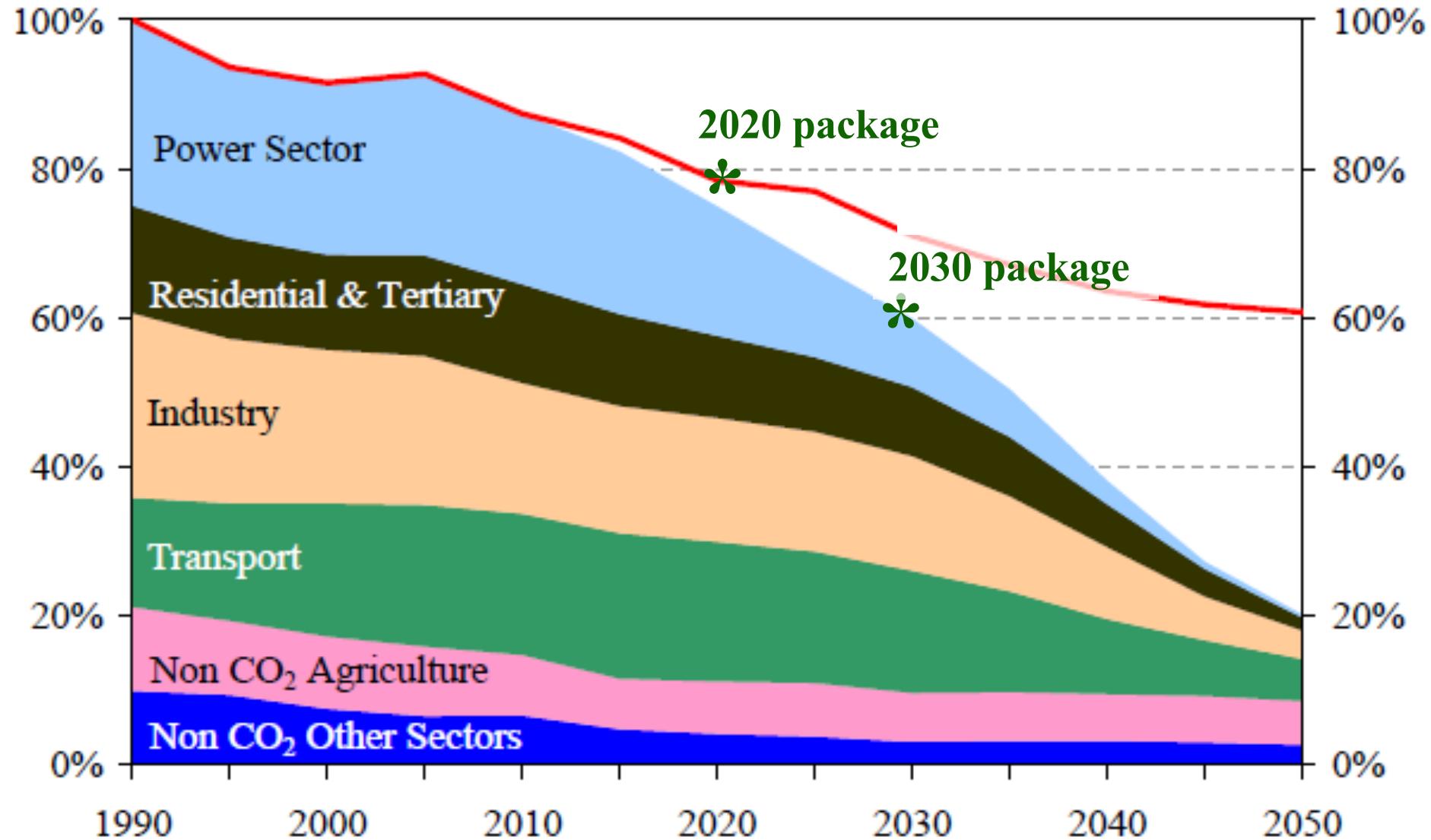
- greenhouse gas reduction
- sustainable production and consumption
- competition in electricity and natural gas markets
- security of supply



# EU medium and long term targets



# EU reduction in greenhouse gas emissions



# Our 3D energy future

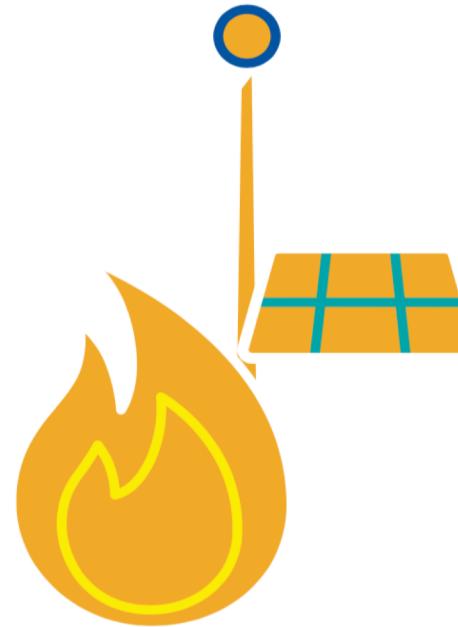
## Decarbonisation:

oil/coal-to-gas switch, renewable gas, wind and sun, carbon capture and usage



## Decentralisation:

Solar panels, micro-CHPs/fuel cells, storage via power-to-gas and batteries



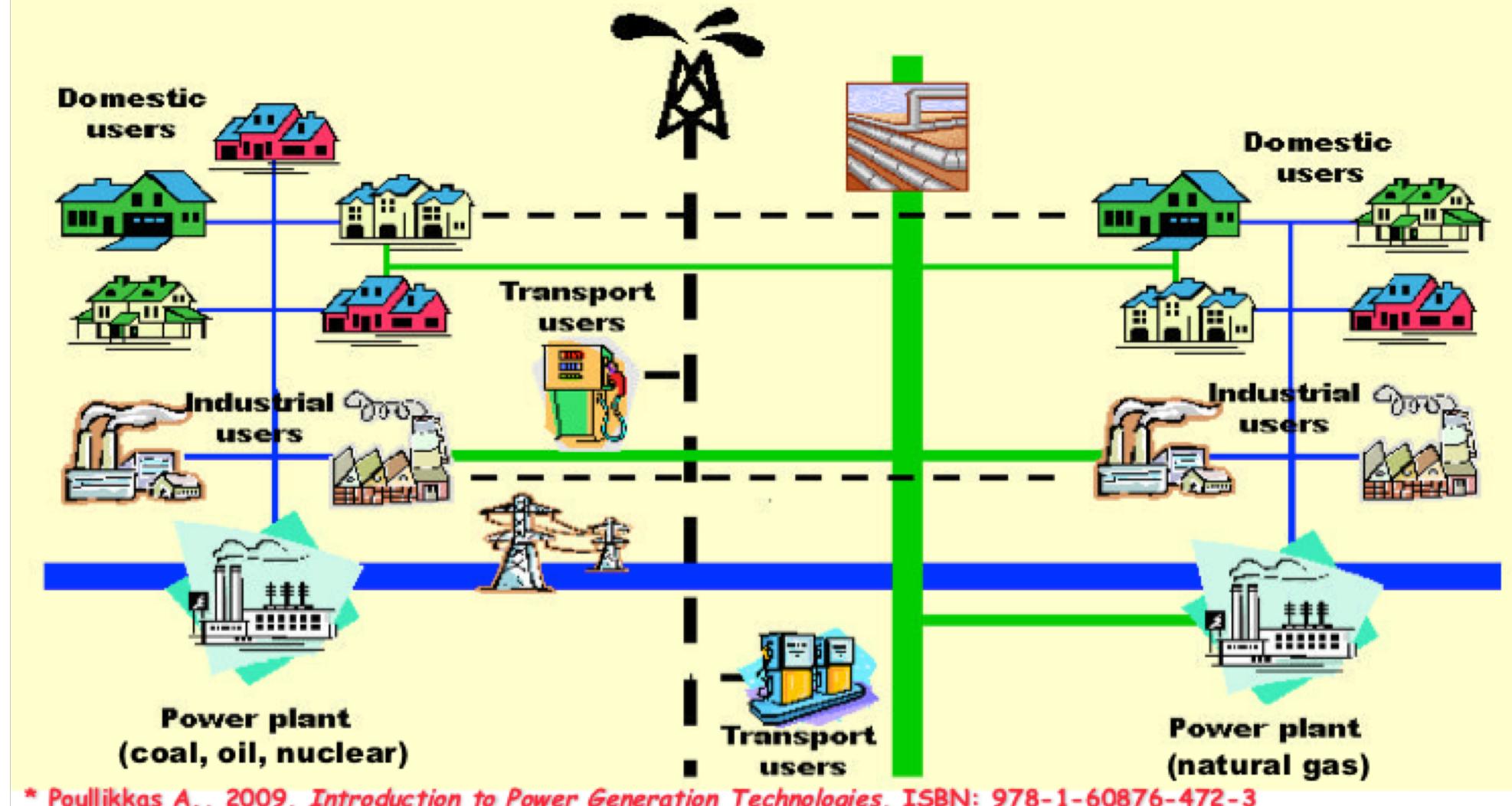
## Digitalisation:

ICT for smart households and smart gas/electricity grids

- **Extrapolating developments of the past does not forecast the future**
- **Gas, wind and sun – providing Europe with clean heat, electricity and transport**

# Current energy system

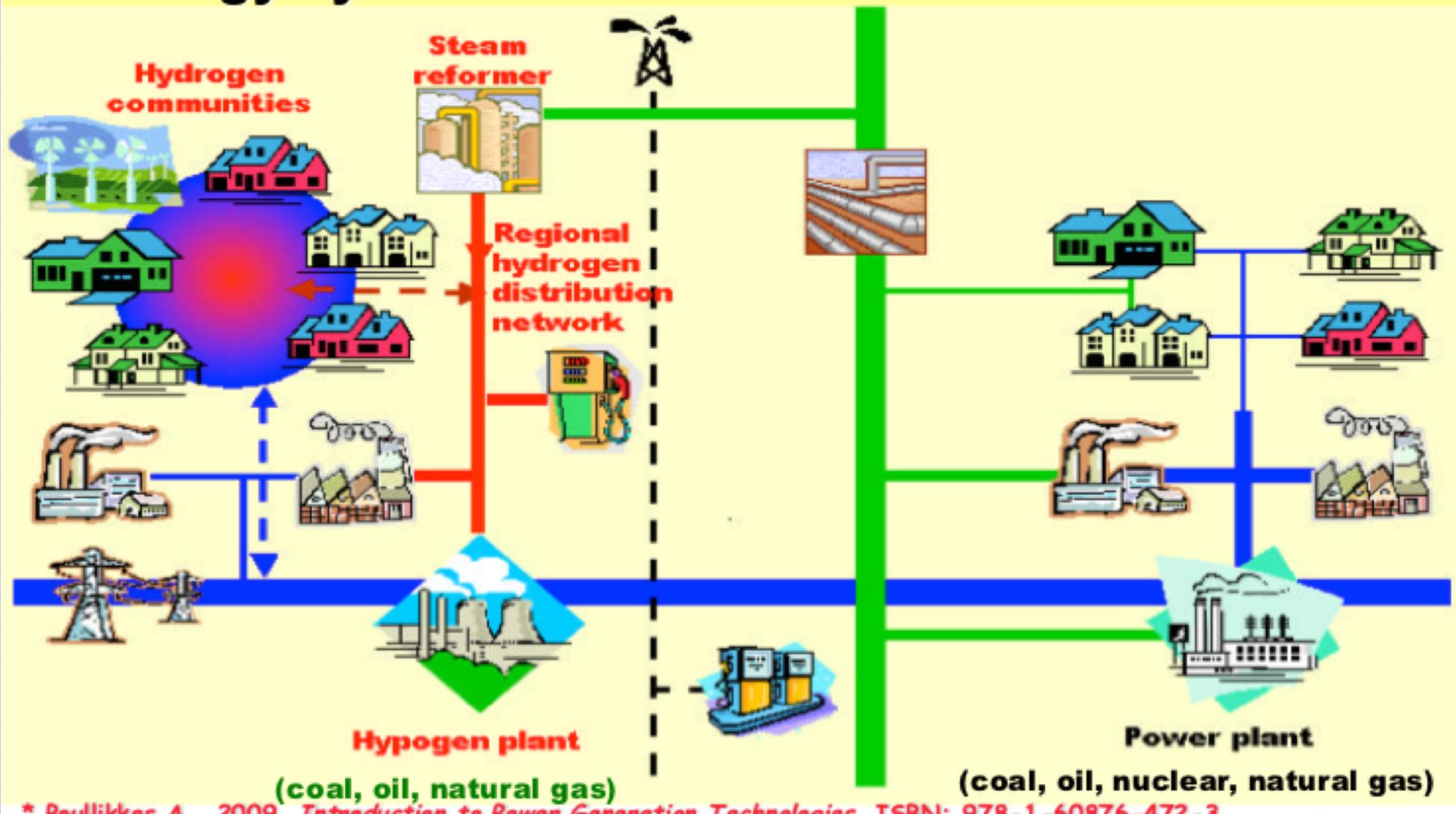
## EU energy system today\*



\* Poullikkas A., 2009, *Introduction to Power Generation Technologies*, ISBN: 978-1-60876-472-3

# Future energy systems (optimistic scenario)

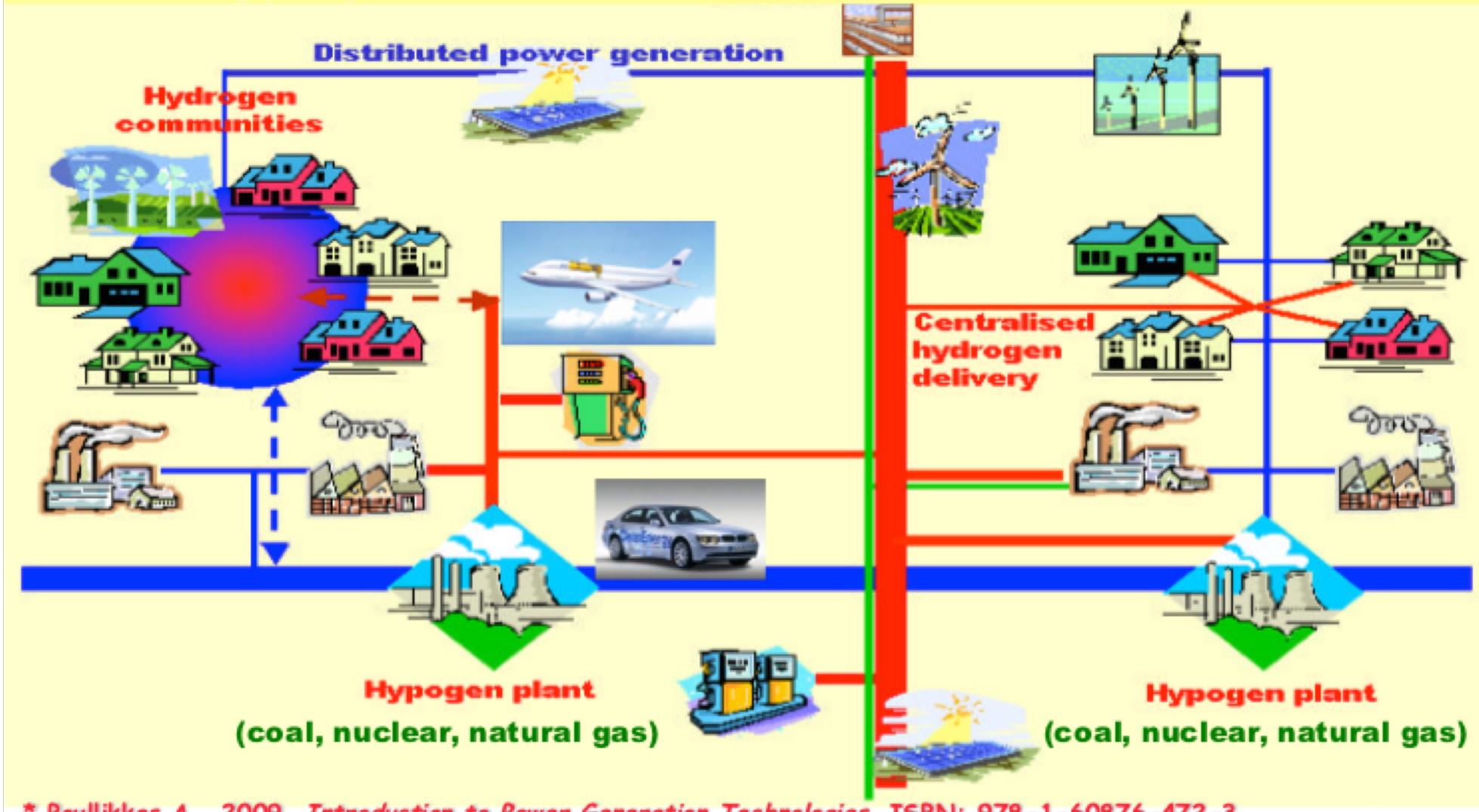
# EU energy system in 2020-30\*



\* Poullikkas A., 2009, *Introduction to Power Generation Technologies*, ISBN: 978-1-60876-472-3

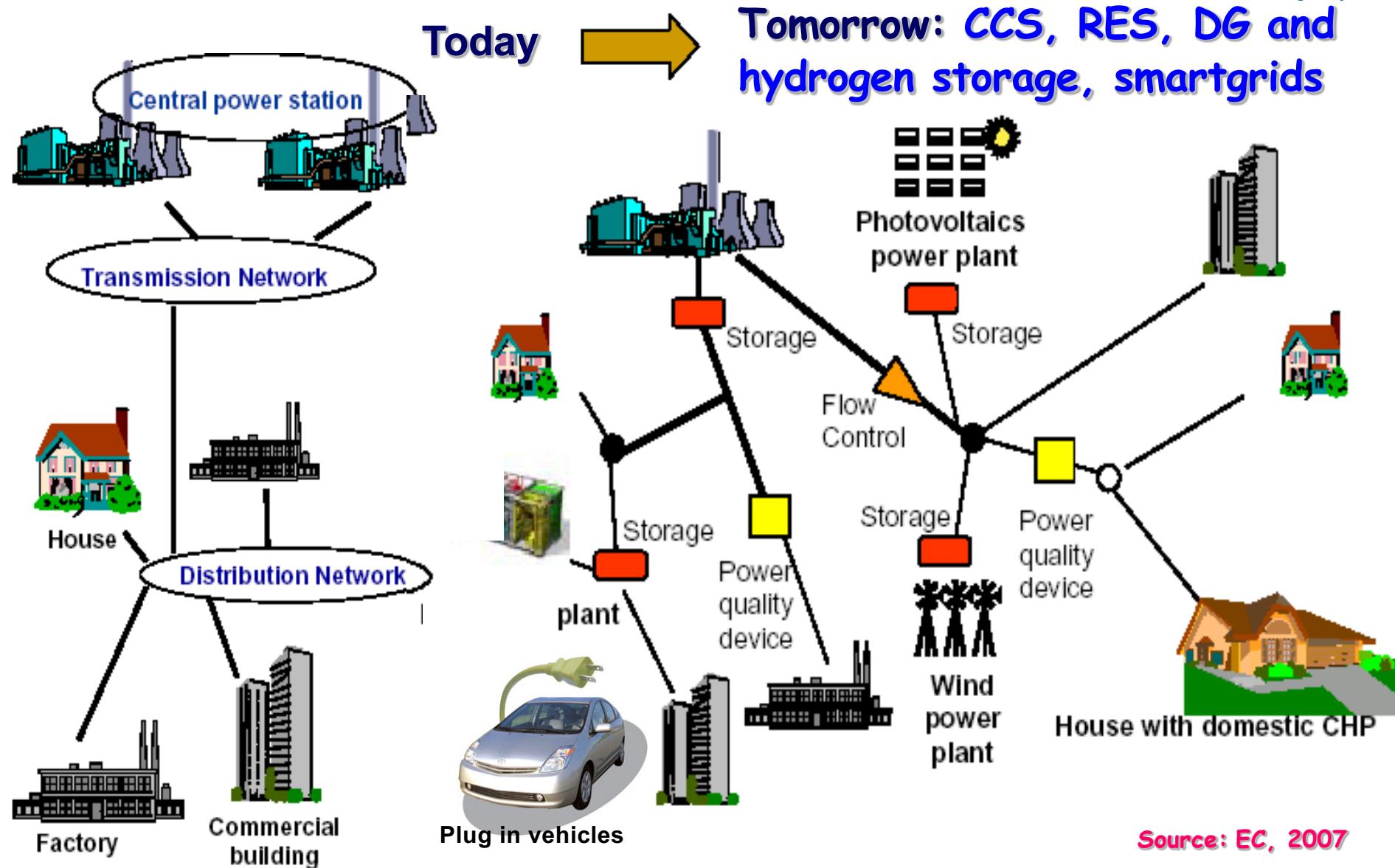
# Future energy systems (optimistic scenario)

## EU energy system in 2040-50\*

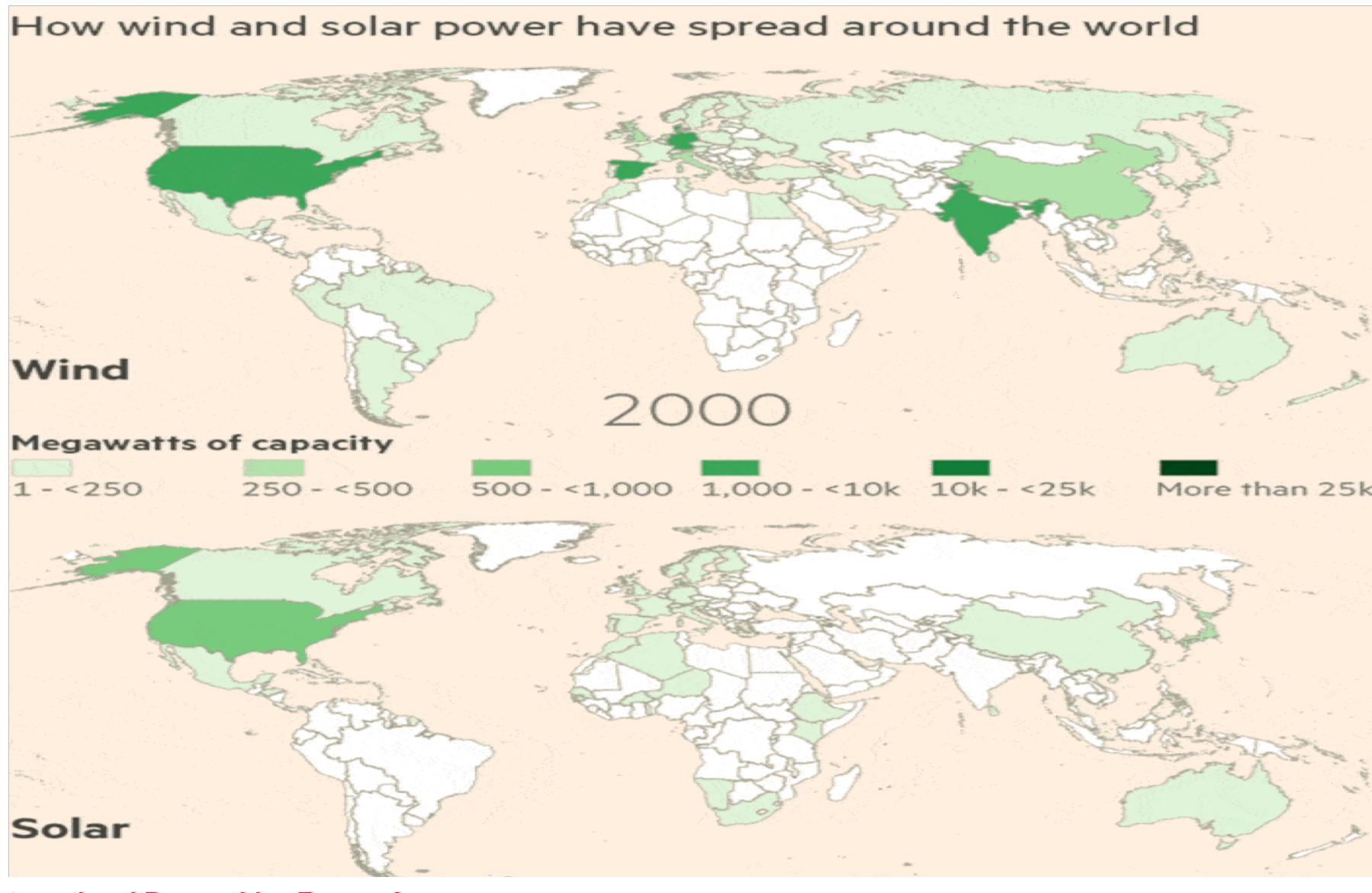


\* Poullikkas A., 2009, *Introduction to Power Generation Technologies*, ISBN: 978-1-60876-472-3

# Future power systems

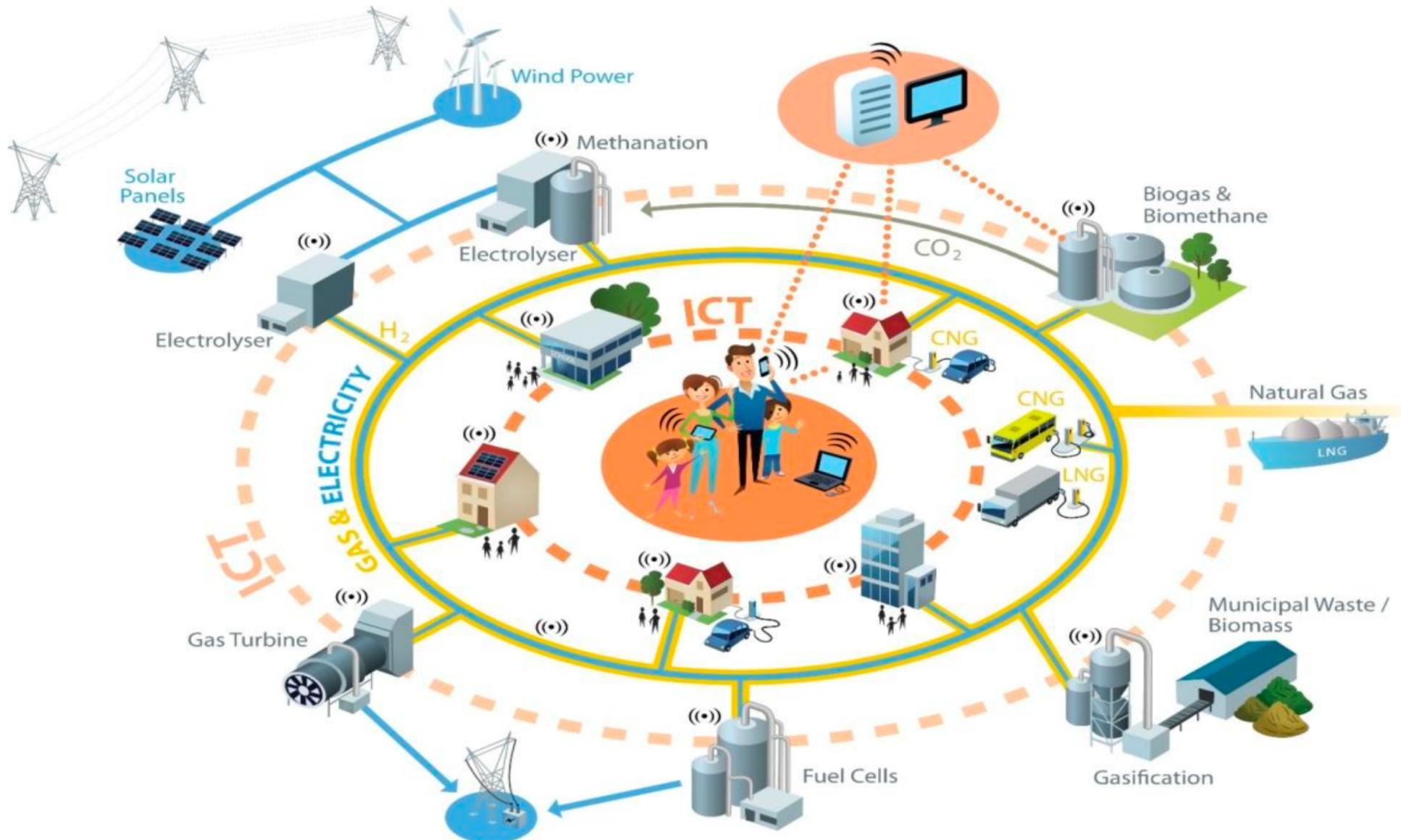


# Development of wind and solar power \*

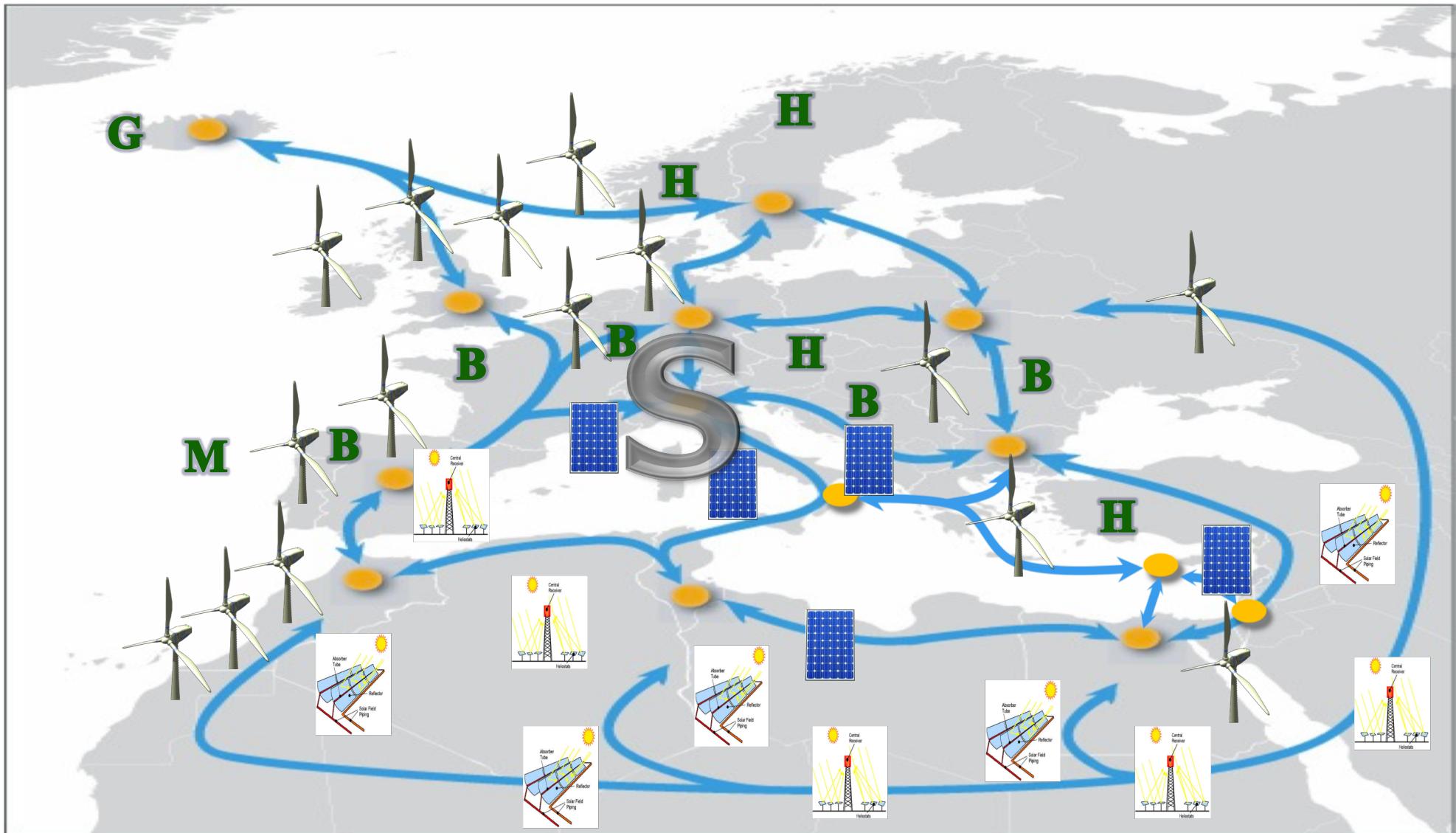


\* International Renewables Energy Agency

# End goal – the smart future

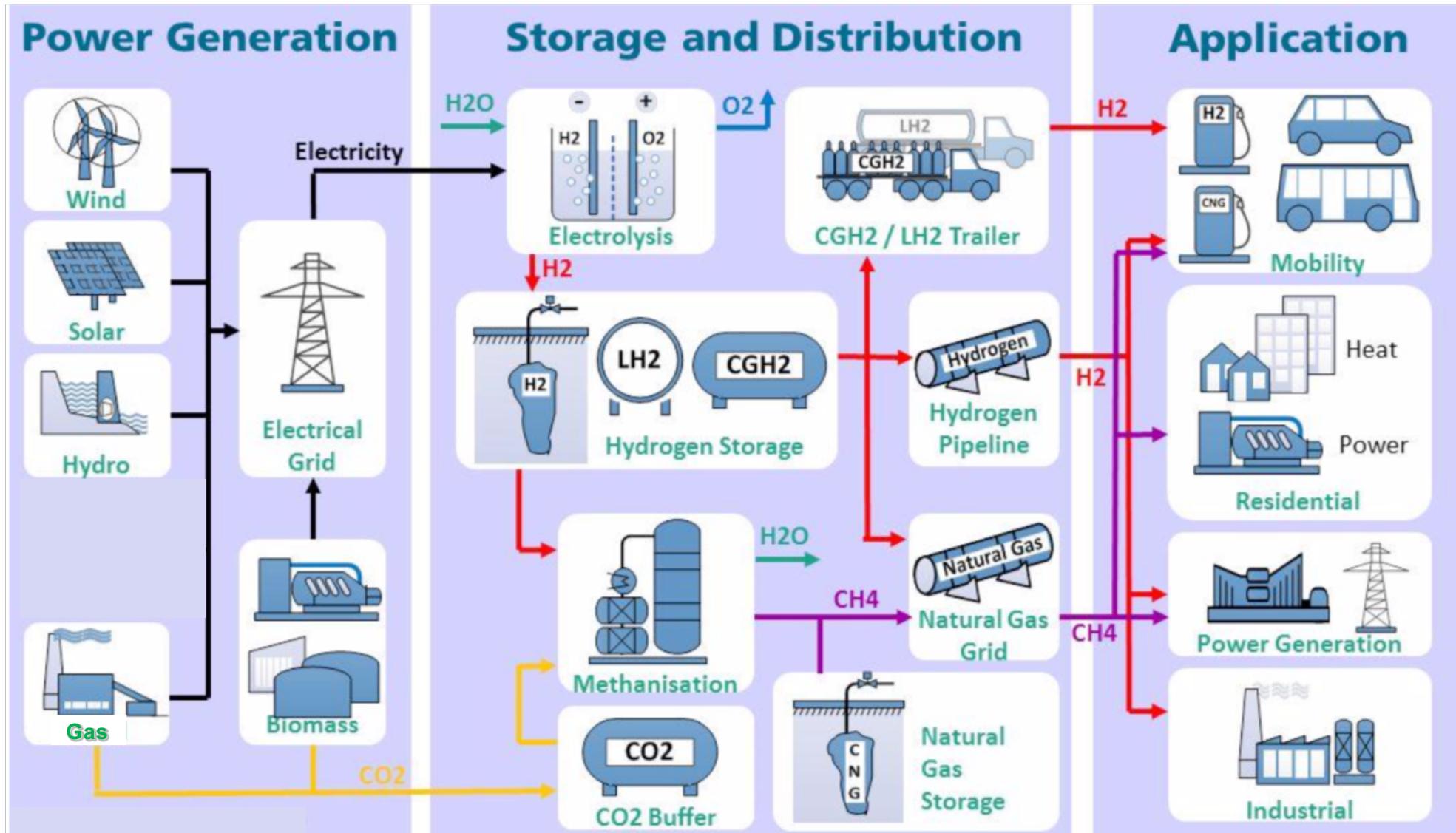


# The Super Smart Grid after 2050\* (may allow for 100% RES)



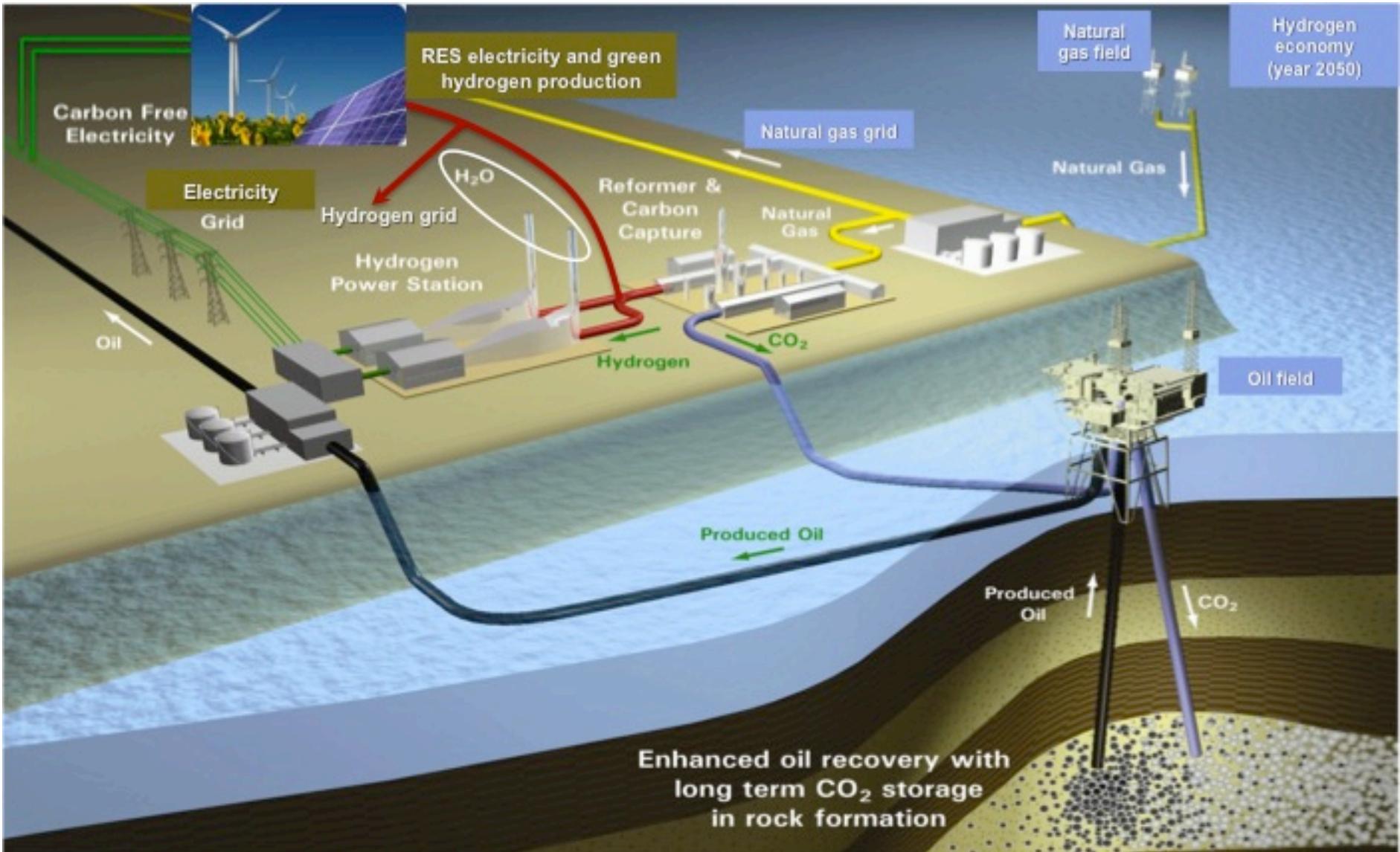
\* Poullikkas A., 2013, Sustainable Energy Development for Cyprus, ISBN: 978-9963-7355-3-2

# Potential role of hydrogen in the energy transition



Source: EU, 2019

# Towards hydrogen economy\*



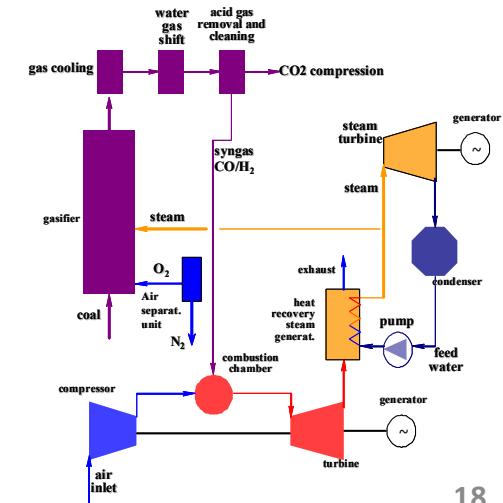
\* Poullikkas A., 2013, Sustainable Energy Development for Cyprus, ISBN: 978-9963-7355-3-2

# Long term EU energy strategy (2050)

- A vision of carbon free EU
- Main ingredients of future sustainable energy systems:
  - Large scale integration of renewable energy sources
  - Distributed generation
  - Carbon capture and storage
  - Smartgrids
  - Electric vehicles
  - Storage devices
  - Hydrogen



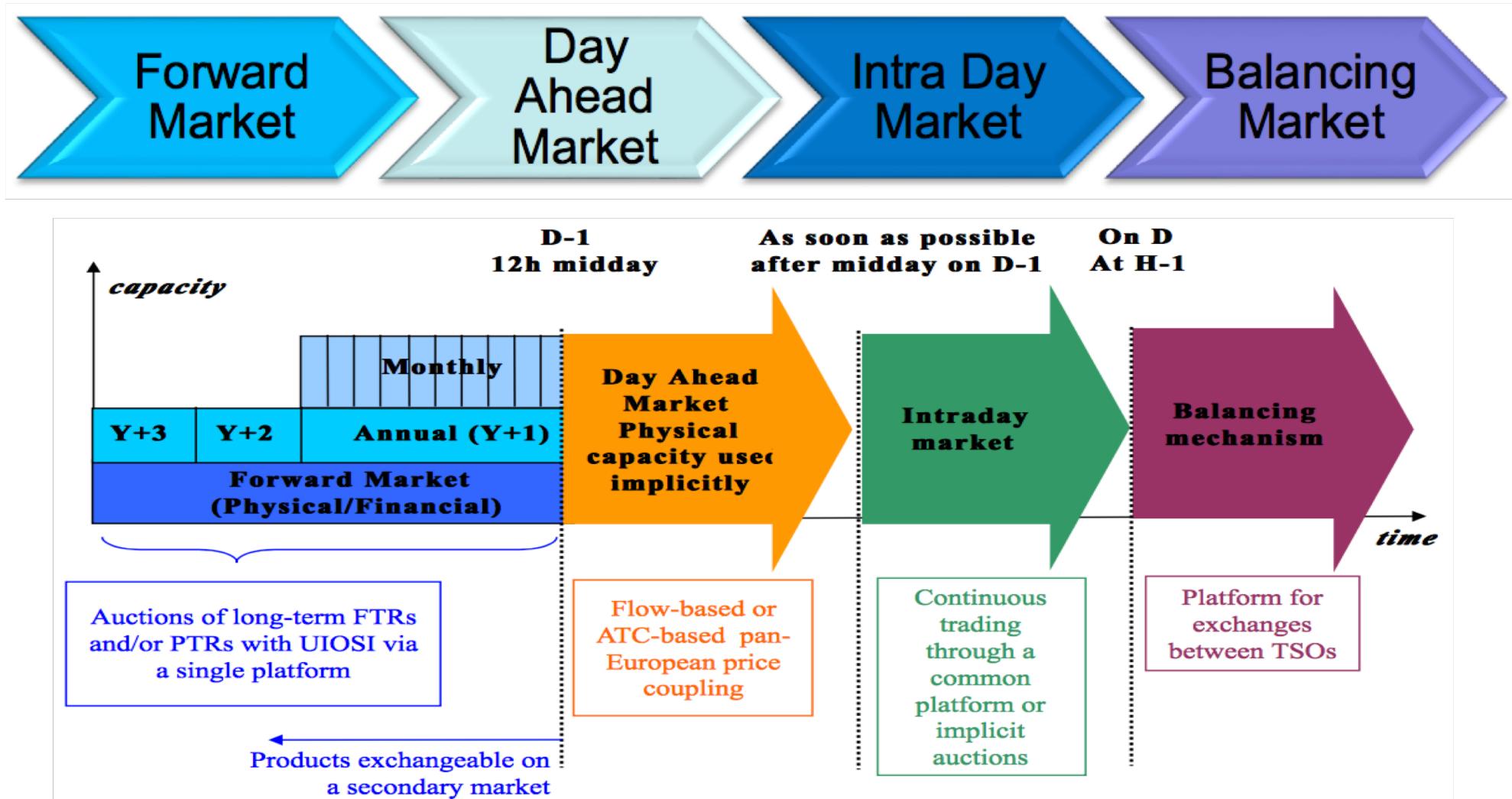
Need to develop advanced simulation tools, new sustainable technologies and infrastructure !!



# Challenges in electricity markets

## RES integration

# EU electricity market target model



## Integration of RES: LCOE vs Reliability

# Power system reliability\*



- **adequacy**, PS ability to satisfy customers needs both in power and electrical energy
- **security**, PS ability to remain in operation after sudden disturbances

\* Poullikkas A., 2016, *Fundamentals of Energy Regulation*, ISBN: 978-9963-7355-8-7

# Power system reliability\*

## (the 6 must)



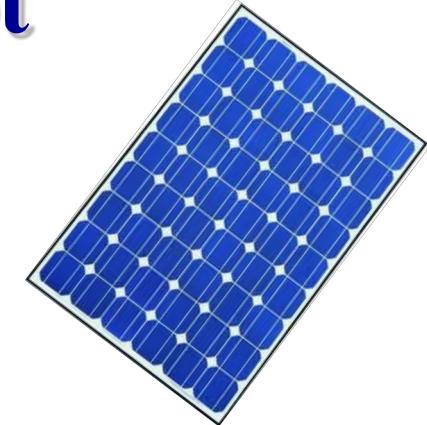
- Generation capacity **must** be greater than load
- Transmission **must** not be overloaded
- Voltages **must** be within limits
- **Must** be able to withstand loss of generator
- **Must** be able to withstand loss of transmission line
- **Must not** lose stability during short-circuit

\* Poullikkas A., 2016, *Fundamentals of Energy Regulation*, ISBN: 978-9963-7355-8-7

# Intermittent energy source\*

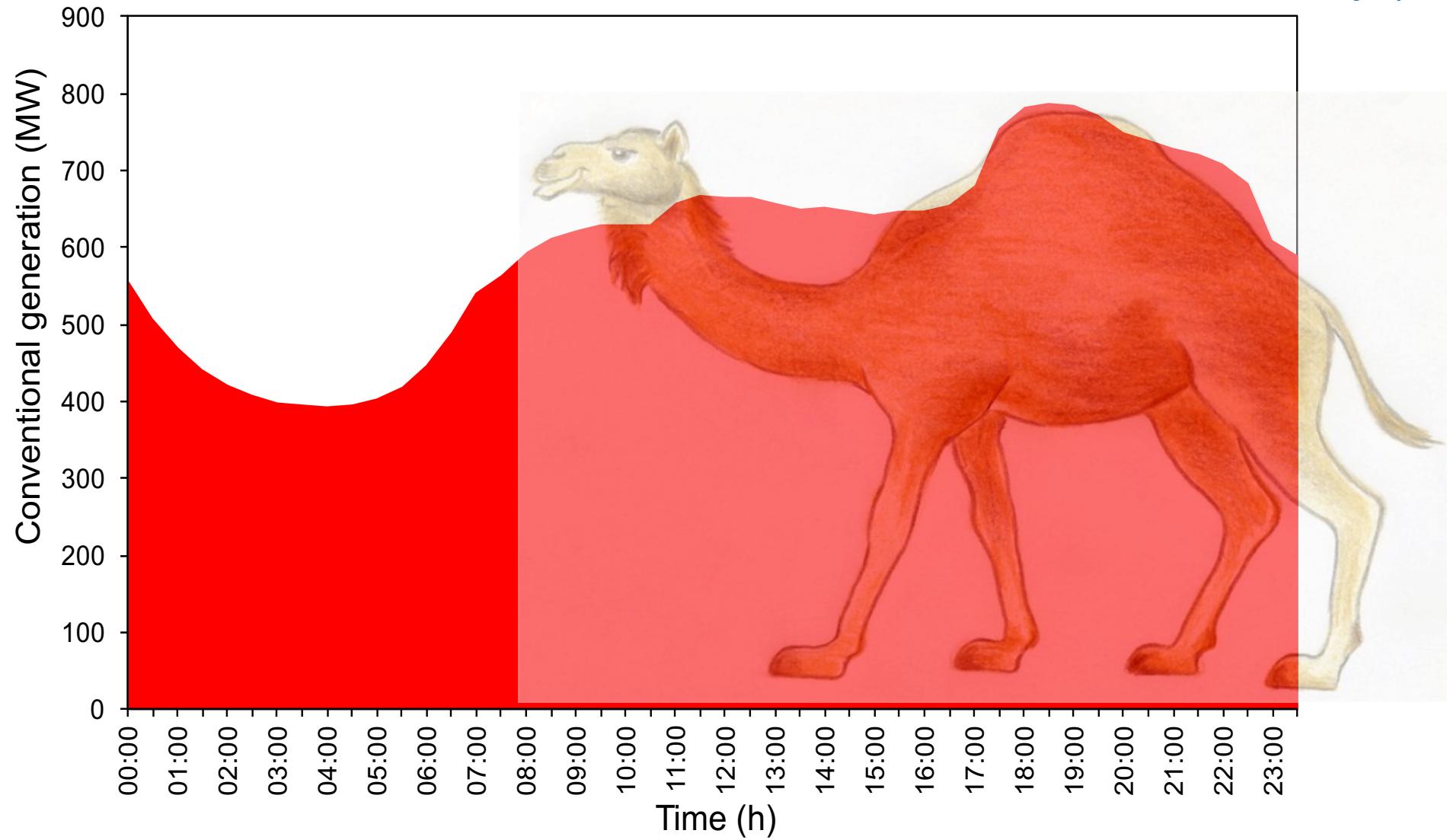


- Any source of energy that is not continuously available
- May be quite predictable
- Cannot be dispatched to meet the demand of a power system
- For dispatching need storage



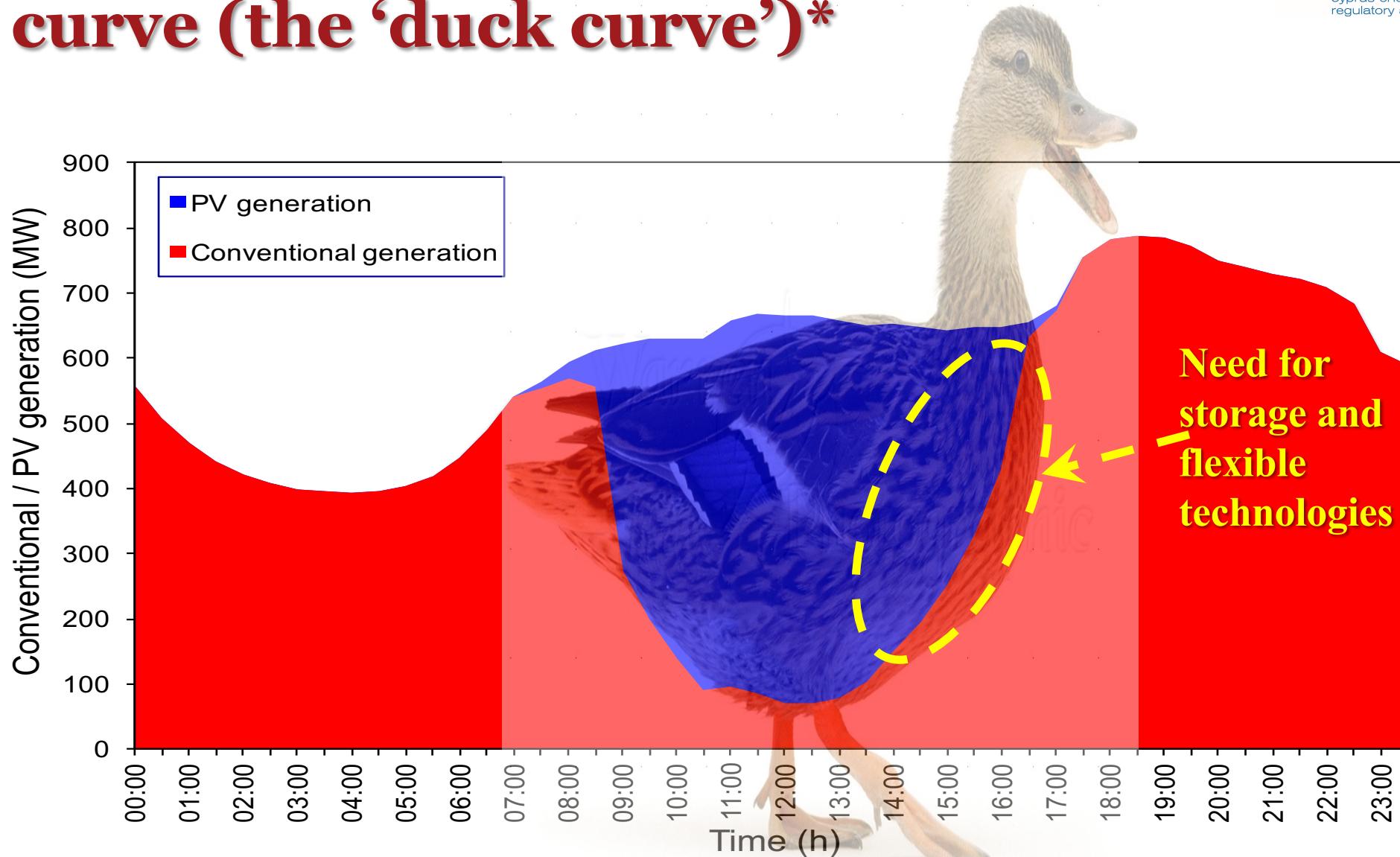
\* Poullikkas A., 2013, *Renewable Energy: Economics, Emerging Technologies and Global Practices*, ISBN: 978-1-62618-231-8

# Daily load curve (the ‘camel curve’)\*



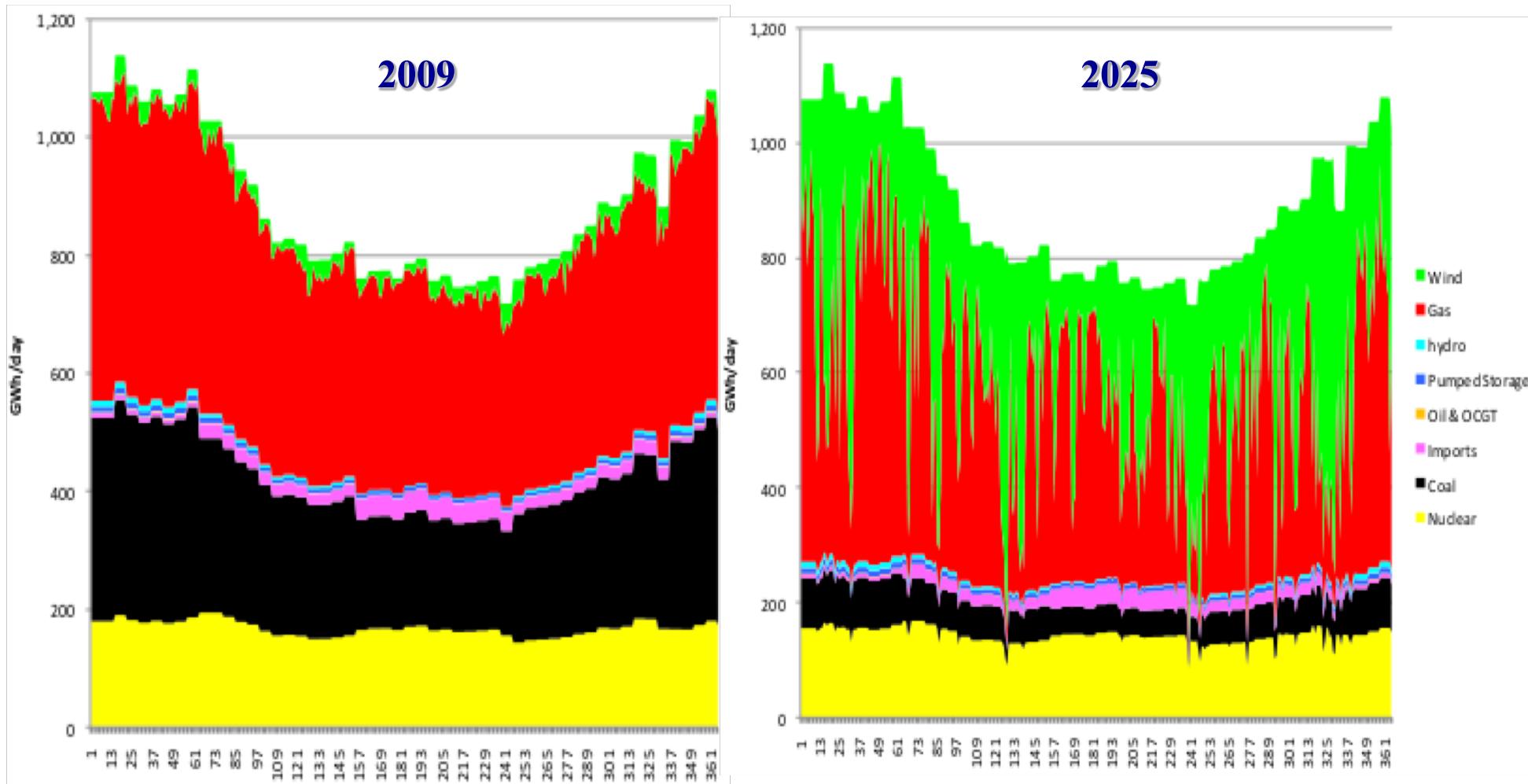
\* Poullikkas A., 2016, “From the ‘camel curve’ to the ‘duck curve’ on electric systems with increasing solar power”, *Accountancy*

# Effect of PV generation on load curve (the ‘duck curve’)\*



\* Poullikkas A., 2016, “From the ‘camel curve’ to the ‘duck curve’ on electric systems with increasing solar power”, *Accountancy*

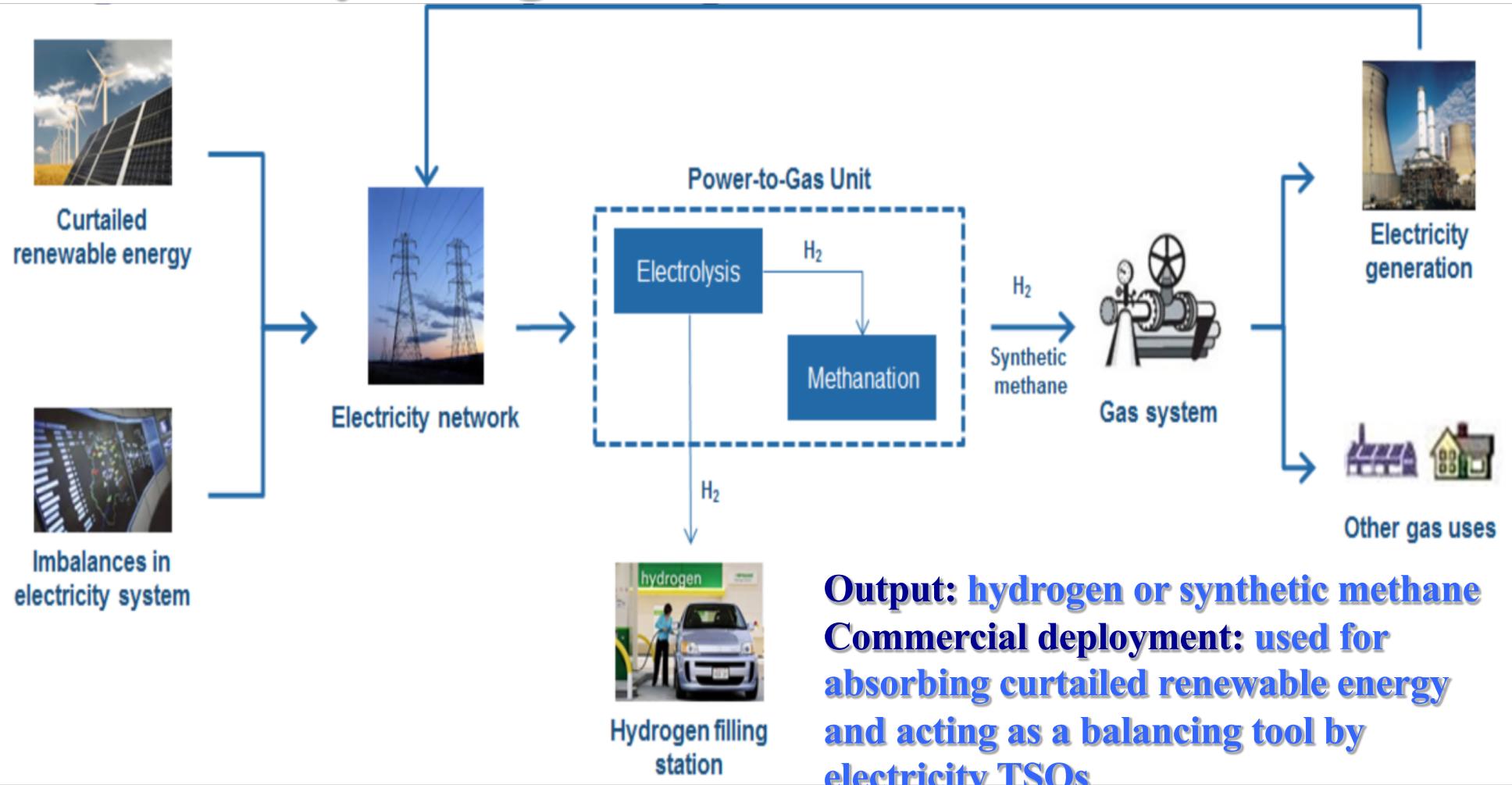
# Gas is a pillar of renewable energy (power production in UK\*)



\* H.V. Rogers, 2011, *The Impact of Import Dependence and Wind Generation on UK Gas Demand and Security of Supply to 2025*, The Oxford Institute For Energy Studies

# Power-to-Gas (P2G)

- energy storage technology linking the electricity and gas infrastructure

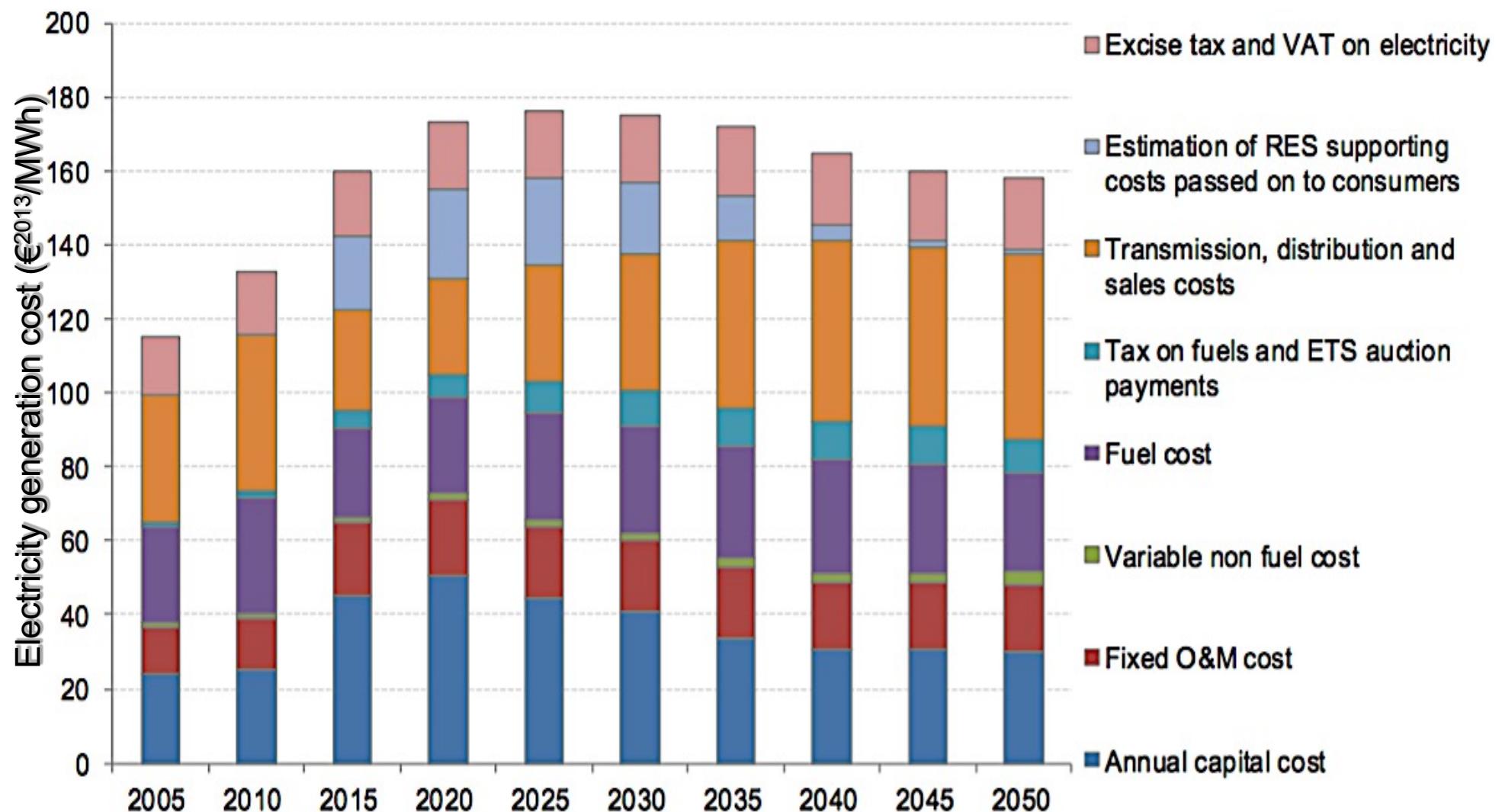


# Storage is the missing link

High Temp Storage (HTS)	Redox Flow (RF)	Lithium Lead Carbon (LC)	Lithium Lithium-Iron-Phosphate
<b>Forward Market</b>	<b>Day Ahead Market</b>	<b>Intra Day Market</b>	<b>Balancing Market</b>
<b>Advantage HTS:</b> <ul style="list-style-type: none"><li>• Very large storage</li><li>• 80% DOD</li><li>• Electricity, heat and AC generation</li><li>• Lowest Cost</li><li>• Minimum space</li><li>• 50 years LT</li></ul>	<b>Advantage RF:</b> <ul style="list-style-type: none"><li>• Large storage</li><li>• 50-70% DOD</li><li>• High Power</li><li>• Lower cost</li><li>• No memory effect</li><li>• 15 to 20 years LT</li></ul>	<b>Advantage LC:</b> <ul style="list-style-type: none"><li>• Large storage</li><li>• 50-70% DOD</li><li>• High power</li><li>• Lower cost</li><li>• Efficiency &gt; 85%</li><li>• 10-15 years LT</li></ul>	<b>Advantage Lithium:</b> <ul style="list-style-type: none"><li>• Fast response</li><li>• Quick Service</li><li>• 80% DOD</li><li>• High Power</li><li>• Efficiency &gt; 95%</li><li>• No Memory effect</li><li>• Highest energy density</li><li>• 15 to 20 years LT</li></ul>
<b>Disadvantage:</b> <b>No fast response</b> <b>E-Efficiency 40%</b> <b>H-Efficiency 40%</b>	<b>Disadvantage:</b> <b>Low Energy Density</b> <b>No fast response</b> <b>Efficiency &lt; 80%</b>	<b>Disadvantage:</b> <b>Medium Energy Density</b> <b>High Weight</b> <b>Efficiency 80%</b>	<b>Disadvantage:</b> <b>High Cost</b>
<b>Size: 3 - 50MWh</b>	<b>Size: 1 - 10MWh</b>	<b>Size: 0,1 - 10MWh</b>	<b>Size: 0,1 - 10MWh</b>

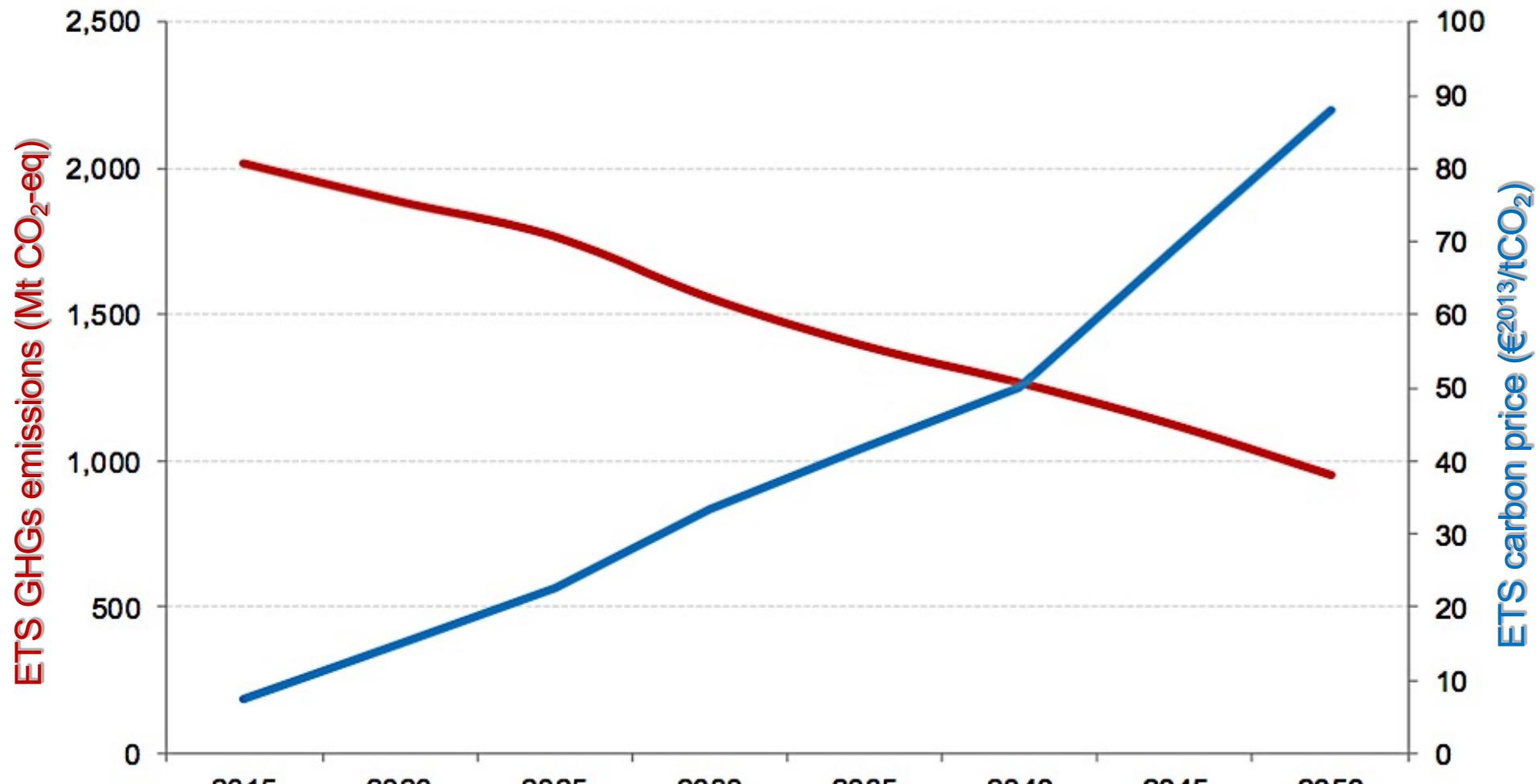
# Energy cost

# EU reference scenario 2016



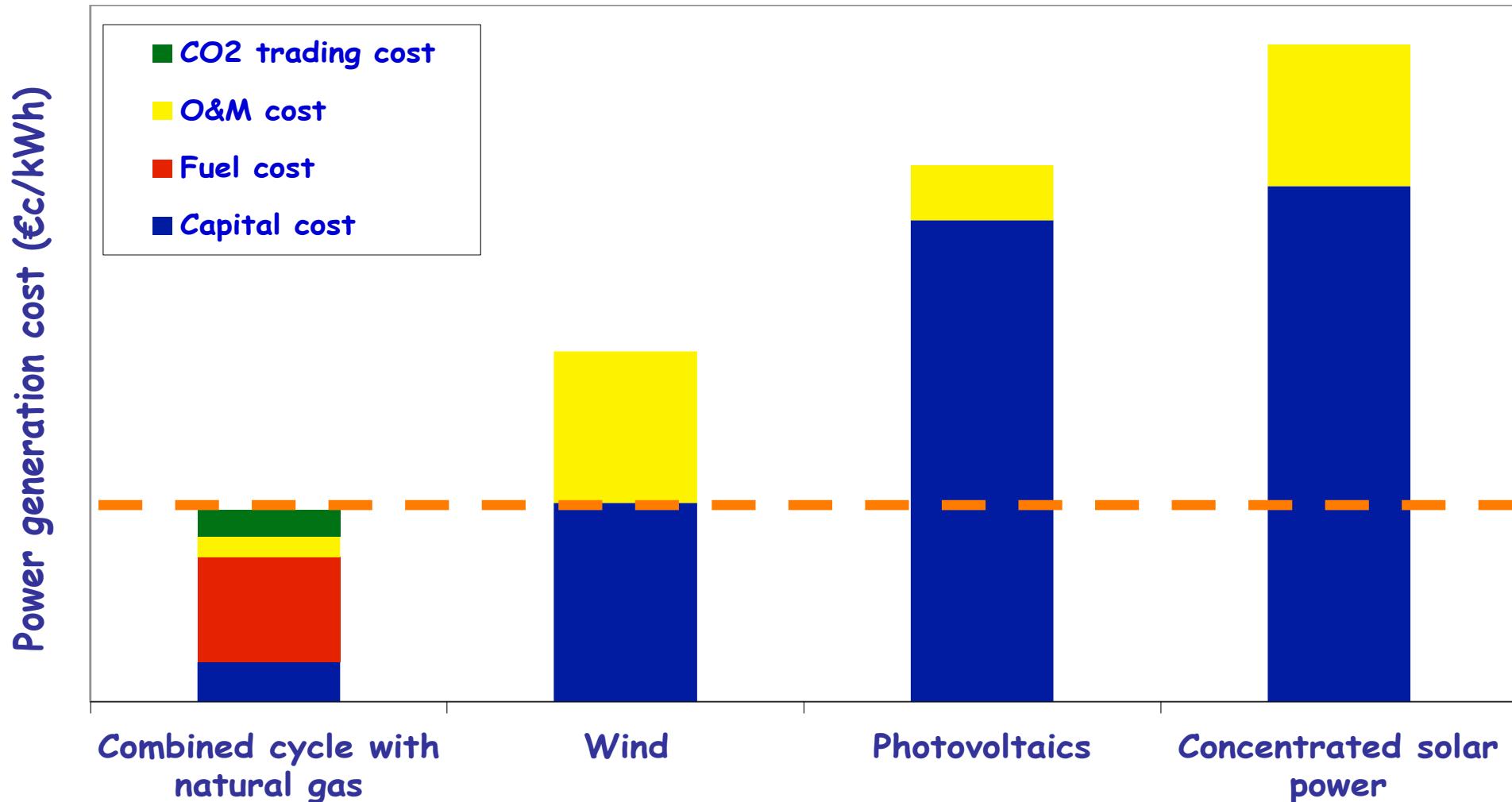
Source: PRIMES

# EU reference scenario 2016



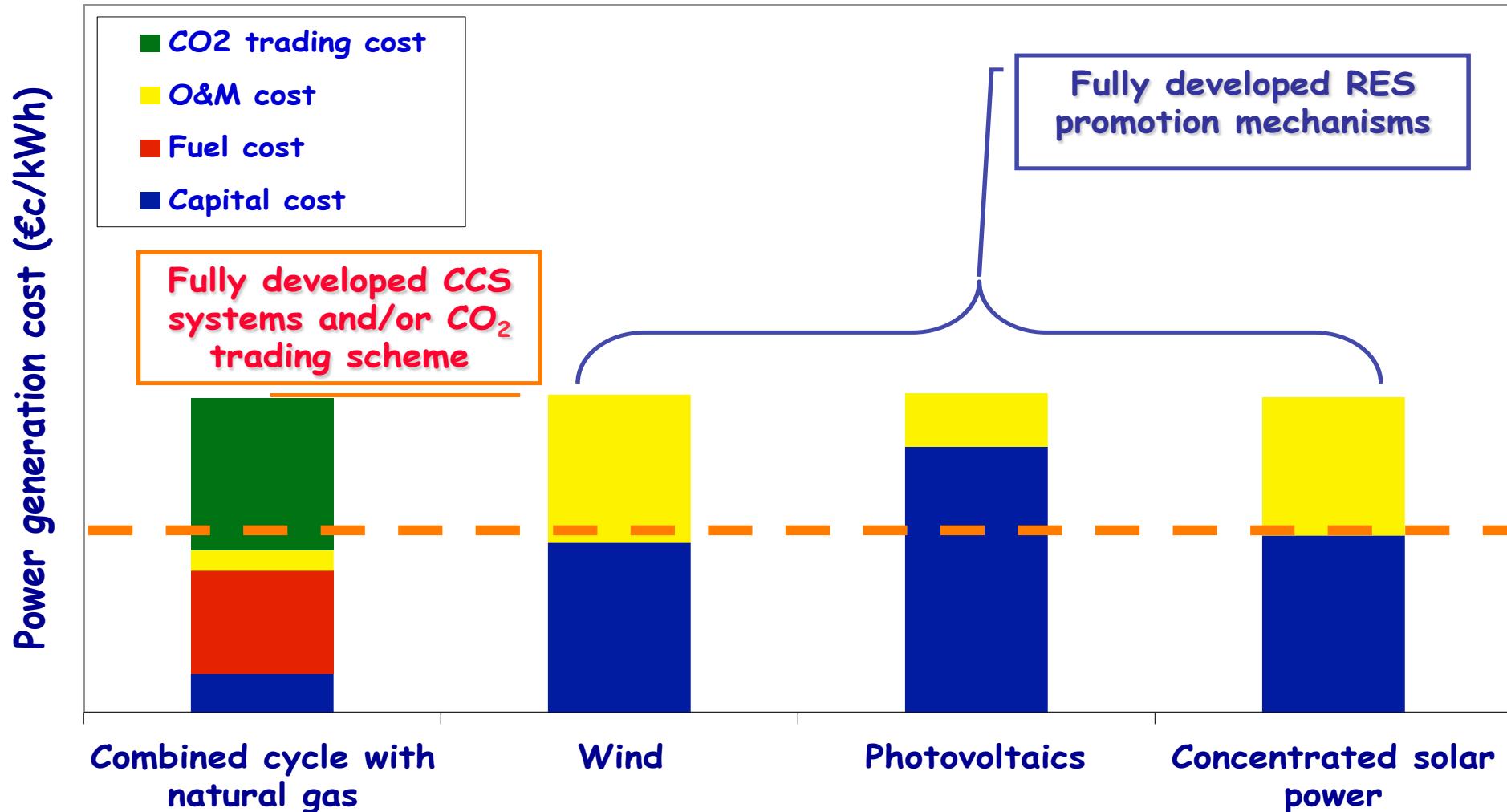
Source: PRIMES, GAINS

# Power generation cost (year 2010)\*



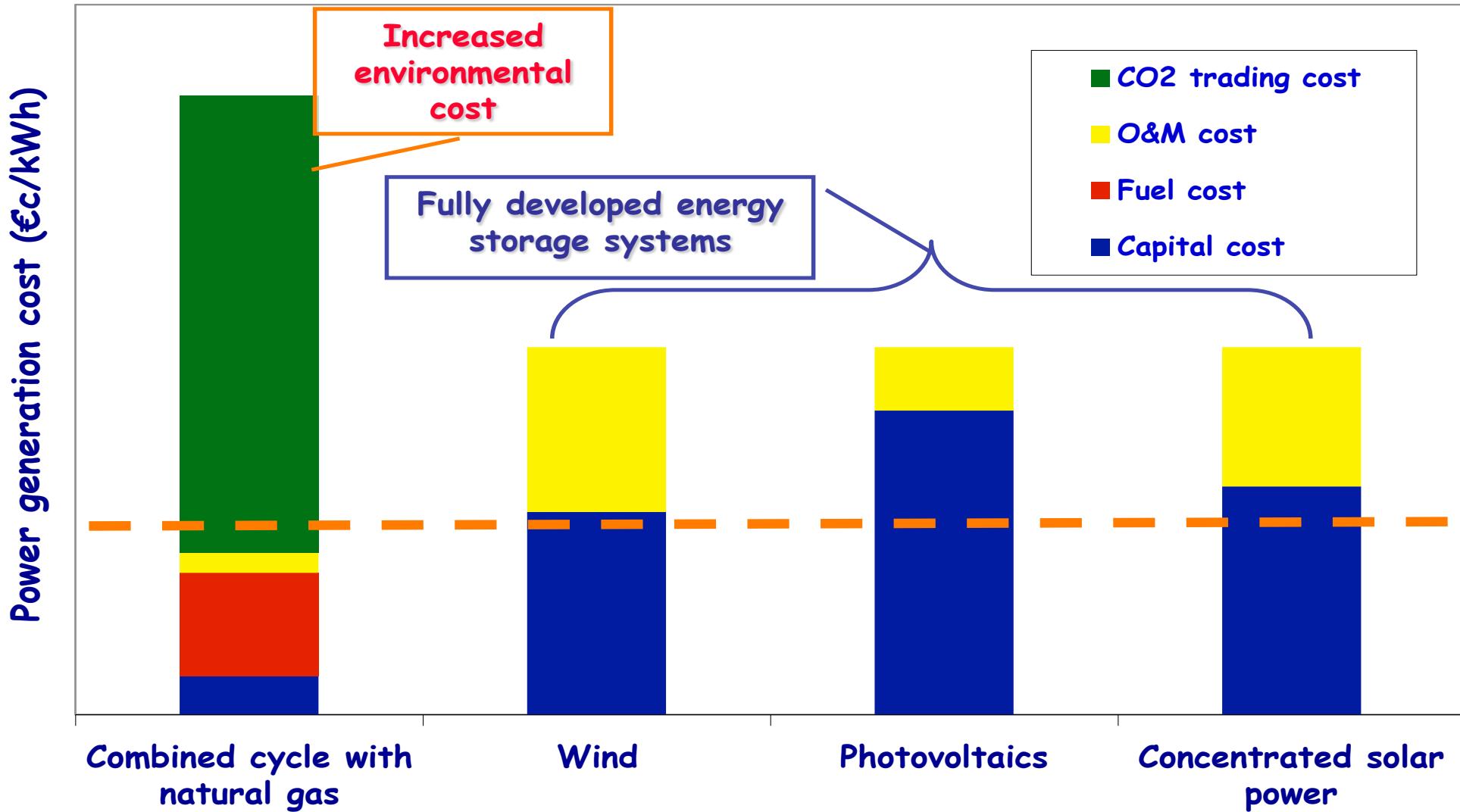
\* Poullikkas A., 2010, "The cost of integration of renewable energy sources", *Accountancy*

# Power generation cost (year 2020-30)\*



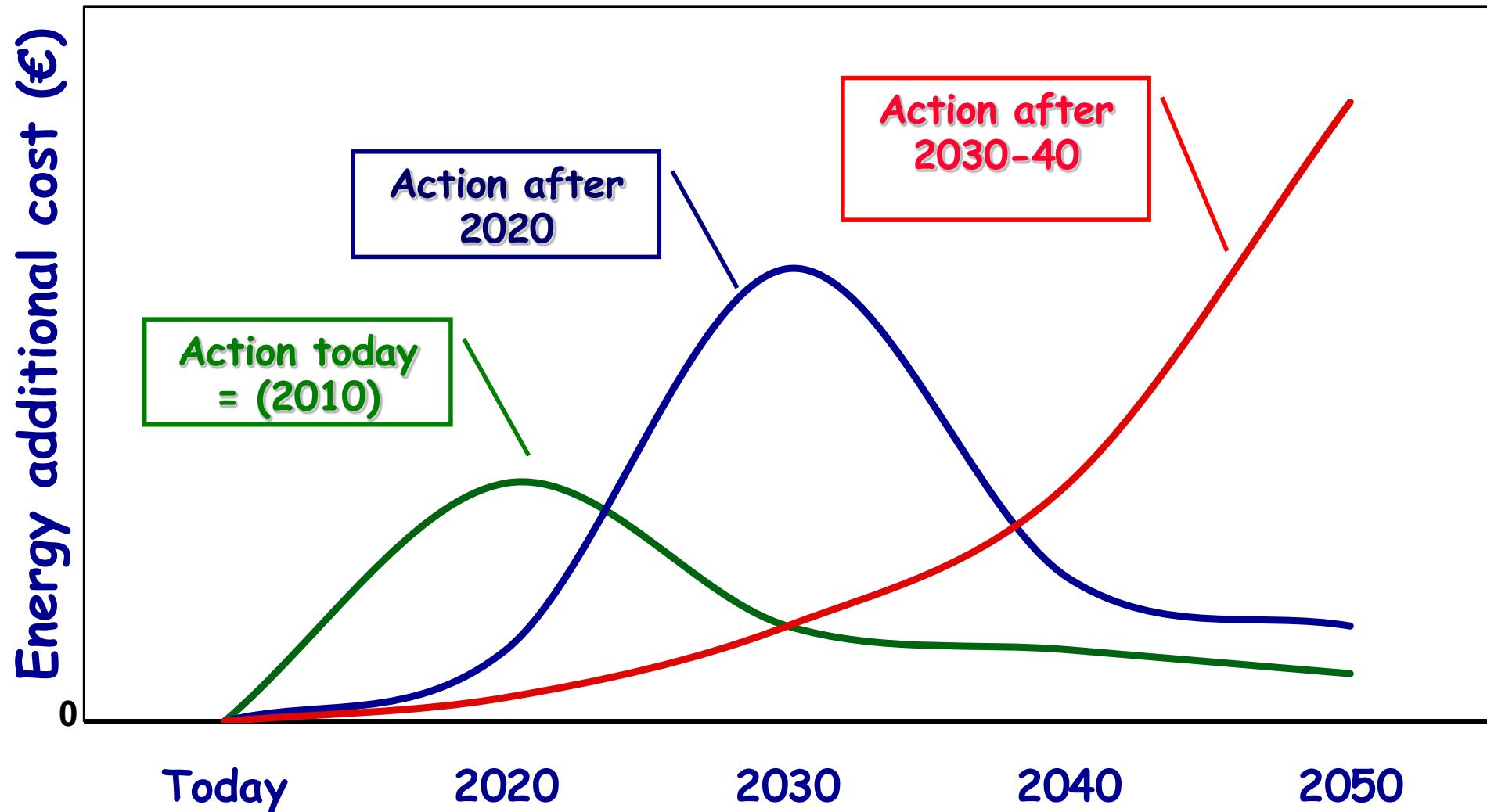
\* Poullikkas A., 2010, "The cost of integration of renewable energy sources", *Accountancy*

# Power generation cost (year 2040-50)\*



\* Poullikkas A., 2010, "The cost of integration of renewable energy sources", *Accountancy*

# Future energy cost\* (for EU only)



\* Poullikkas A., 2010, "The cost of integration of renewable energy sources", Accountancy

# **Modeling for optimum large scale integration of RES**

## **Advanced simulation tools**

# The problem



## The need

- **Large scale integration of RES**
  - e.g., EU RES targets by 2020, 2030

## Main objective

- **Assessment of the increase (or benefit) in the cost of electricity of a given power generation system at different RES-E penetration levels**

# Model capabilities



- Use of unit commitment algorithms
- Energy mix and include storage
- Cost or benefit in the cost of electricity
- Price of FiT, FiP, etc
- Green tax (if necessary)

# Objective function\*

- **Minimizing total cost**

$$\min C = \min \sum_{i=1}^n x_i(c_i)$$

- **satisfy constraints**

- **Load demand**

$$P_{g,\min(i)} \leq P_{(i,t)} \leq P_{g,\max(i)}$$

- **Unit capacity**

$$R_{O(t)} \leq \sum_i r_{o(i,t)} I_{(i,t)} \quad r_{o(i,t)} = \begin{cases} q_i, & \text{if unit } i \text{ is OFF} \\ r_{s(i,t)}, & \text{if unit } i \text{ is ON} \end{cases}$$

- **Available capacity**

$$R_{S(t)} \leq \sum_i r_{s(i,t)} I_{(i,t)} \quad r_{s(i,t)} = \min[10MSR_i, P_{g,\max(i)} - P_{(i,t)}]$$

- **Reserve margin**

$$\sum_i \sum_t C_{ei} [P_{(i,t)} I_{(i,t)}] + S_{e(i,t)} \leq E_{\max}$$

- **Spinning reserve**

$$-P_{km}^{\max} \leq P_{km(t)} = f[\mathbf{B}_{(t)}, \varphi_{(t)}] \leq P_{kn}^{\max}$$

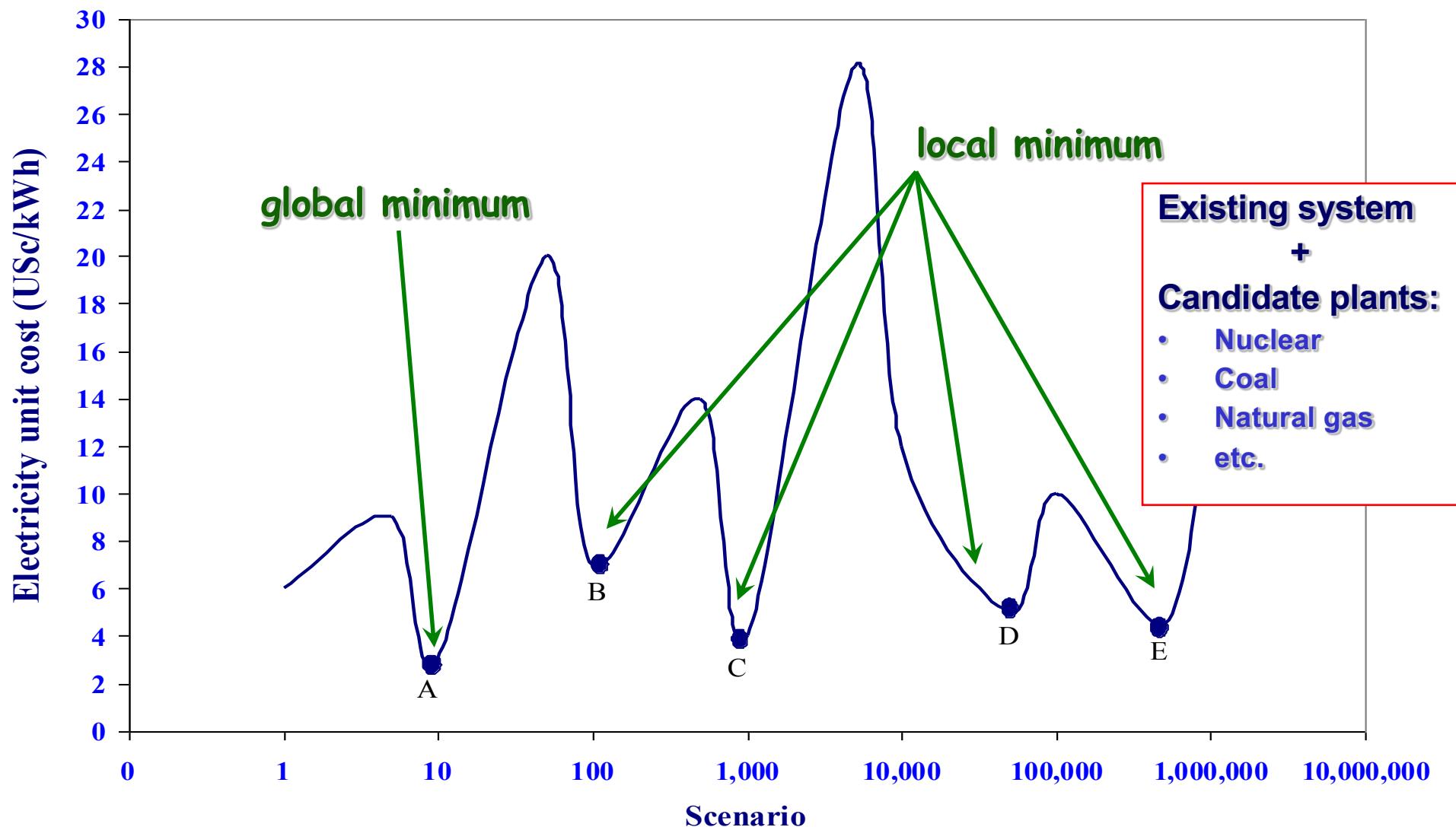
- **Fuel constraints**

- **Environmental constraints**

- **Power transmission constraints, etc**

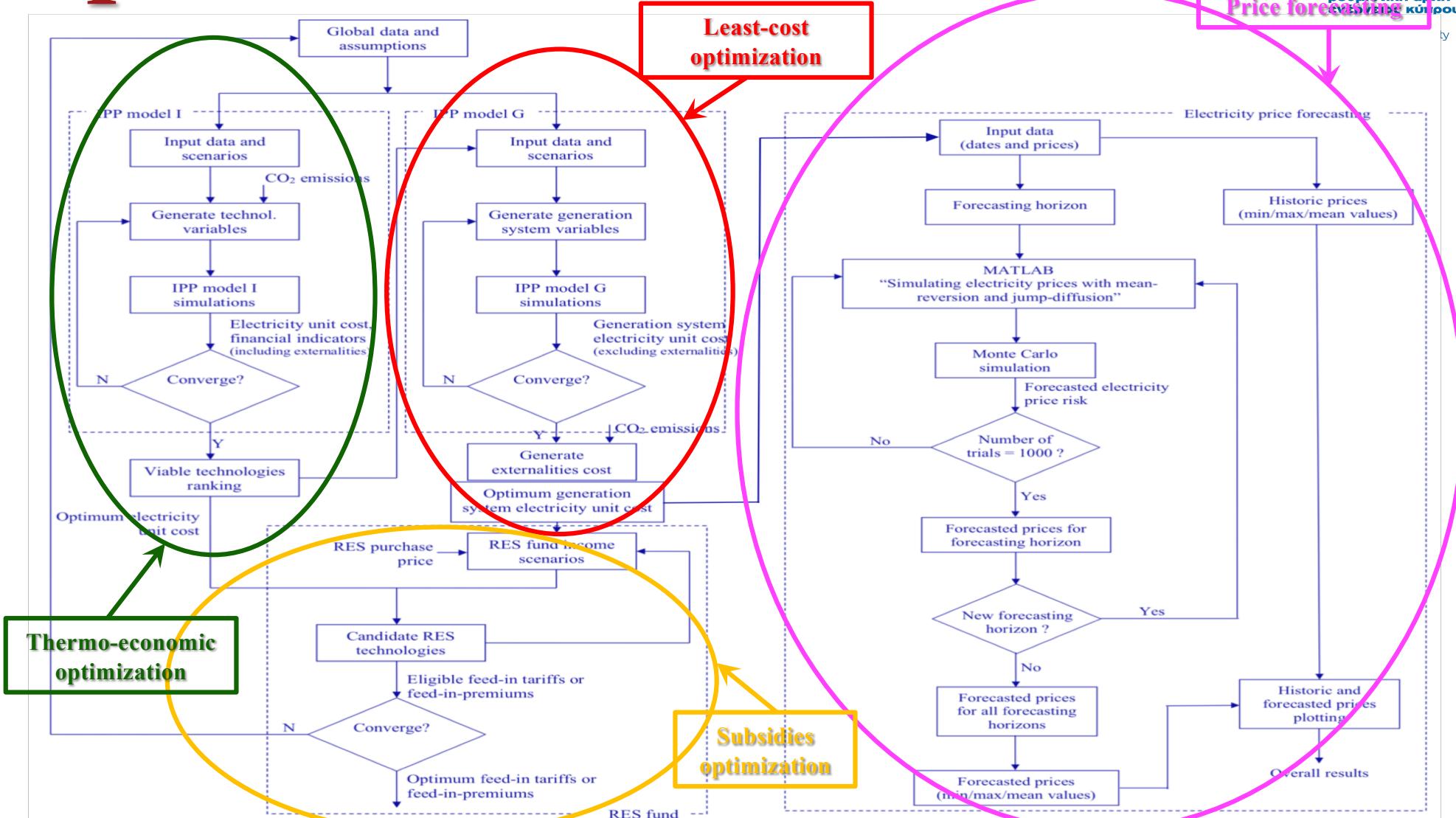
\* Poullikkas A., 2009, "A decouple optimization method for power technology selection in competitive markets", *Energy Sources*

# Typical shape of objective function\*



\* Poulikkas A., 2009, "A decouple optimization method for power technology selection in competitive markets", *Energy Sources*

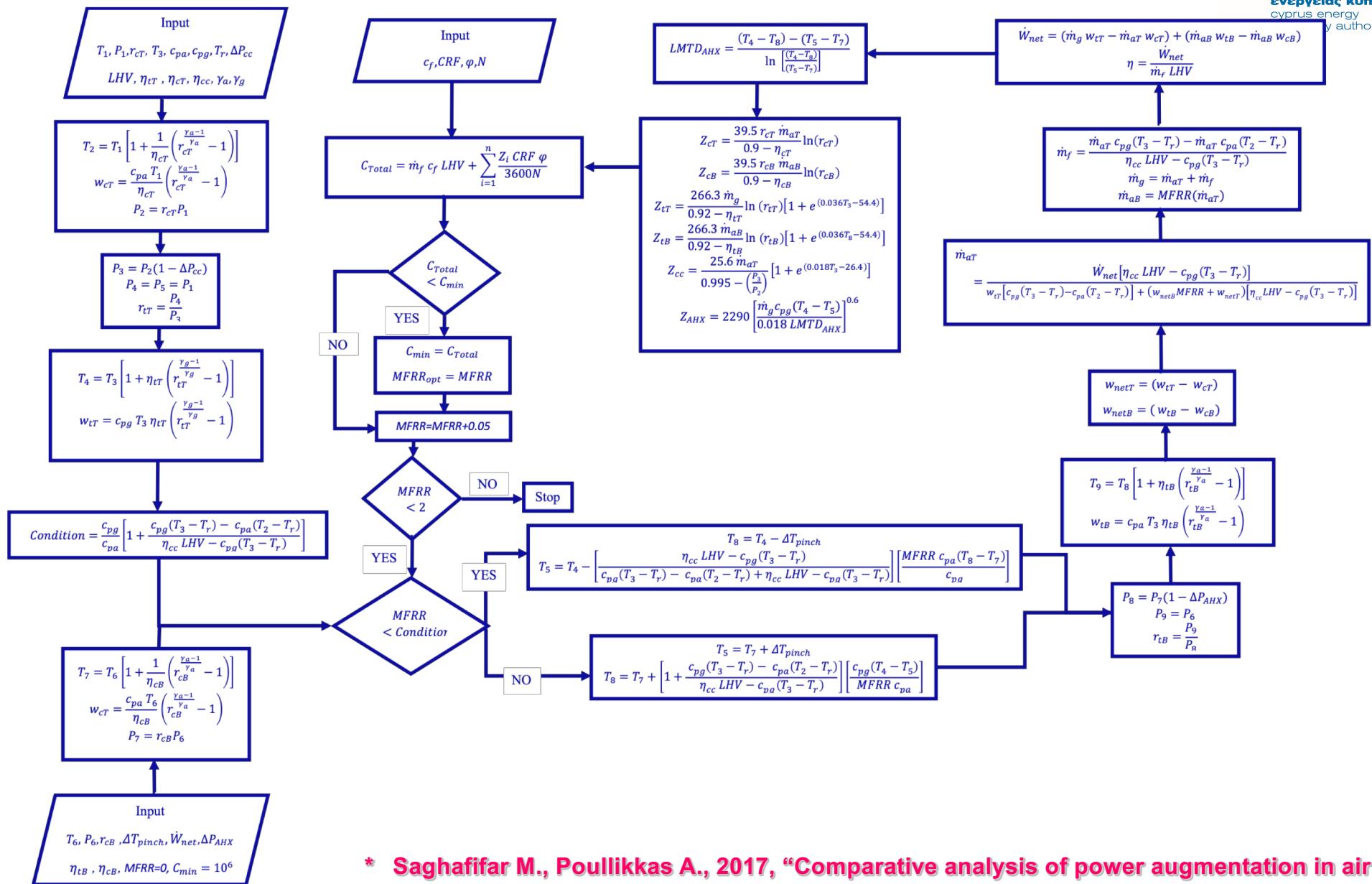
# Optimization model\*,\*\*



\* Poullikkas A., Kourtis G., Hadjipaschalidis I., 2011, "A hybrid model for the optimum integration of renewable technologies in power generation systems", *Energy Policy*

\*\* Poullikkas A., 2018, "An adaptive longterm electricity price risk modelling using Monte Carlo simulation", *Journal of Power Technologies*

# Example of thermo-economic optimization\*



\* Saghafifar M., Poullikkas A., 2017, "Comparative analysis of power augmentation in air bottoming cycles", International Journal of Sustainable Energy.

# Decoupled objective function\*

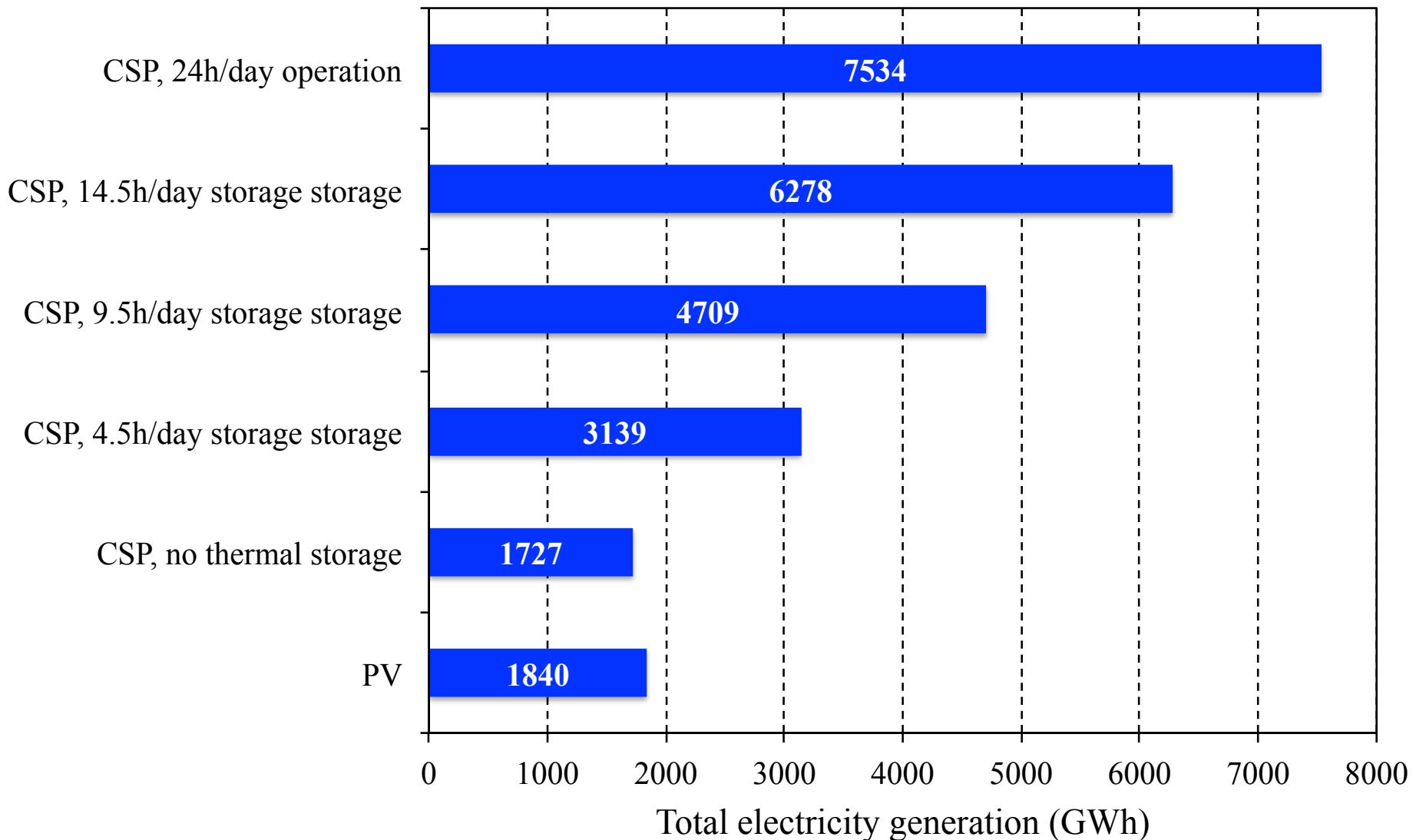
$$\min\left(\frac{\partial c}{\partial k}\right) = \min\left\{ \frac{\sum_{j=0}^N \left[ \frac{\partial C_{Cj}}{\partial k} + \frac{\partial C_{Fj}}{\partial k} + \frac{\partial C_{OMFj}}{\partial k} + \frac{\partial C_{OMVj}}{\partial k} \right]}{(1+i)^j} \right\}$$

Capital (\$)      Fuel (\$)      Fixed O&M (\$)      Variable O&M (\$)

**Electricity unit cost (\$c/kWh)**      **Energy (kWh)**

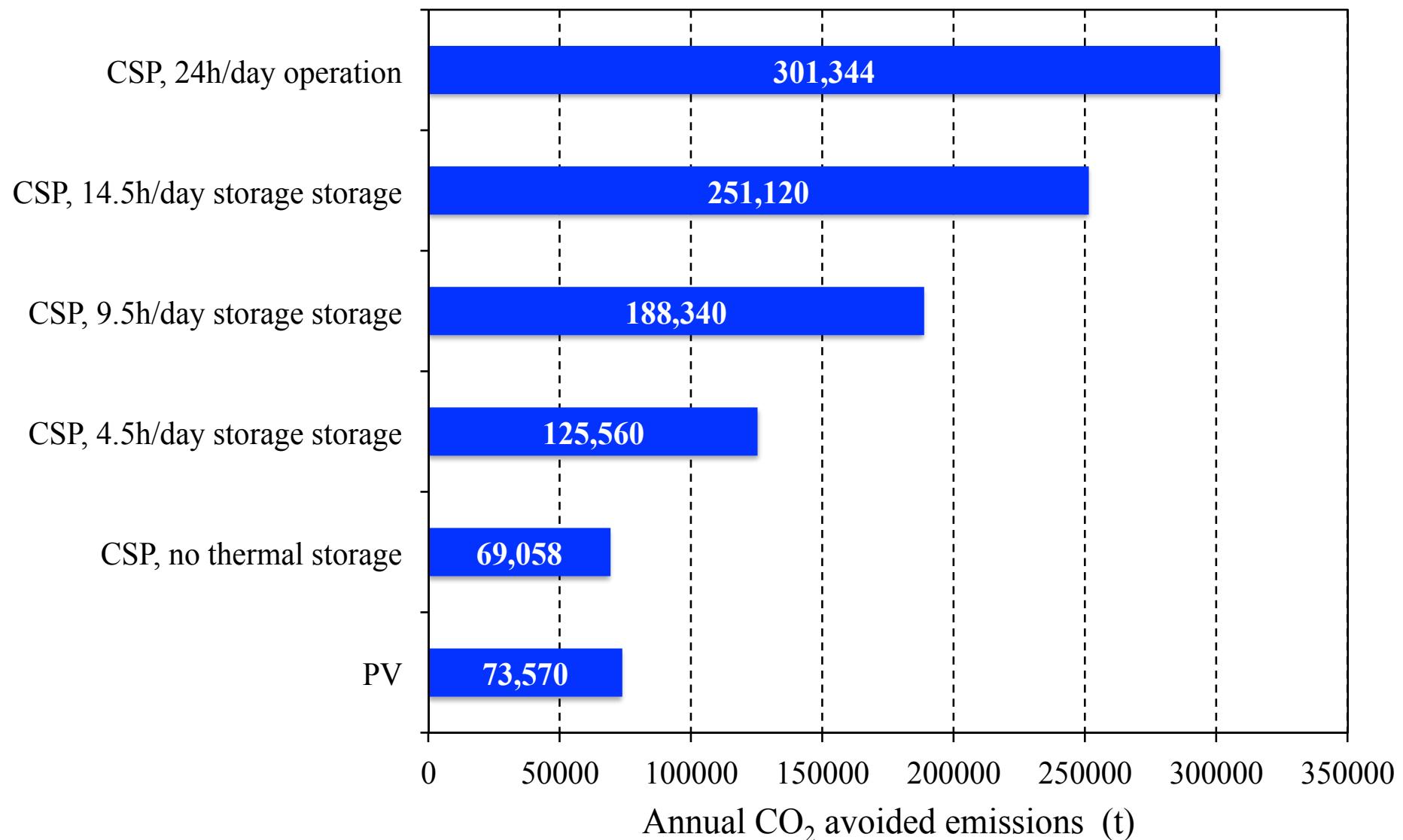
\* Poullikkas A., *IPP algorithm version 2.1, User manual, © 2000-2006*

# Total electricity generation for 50MW (2oy)\*



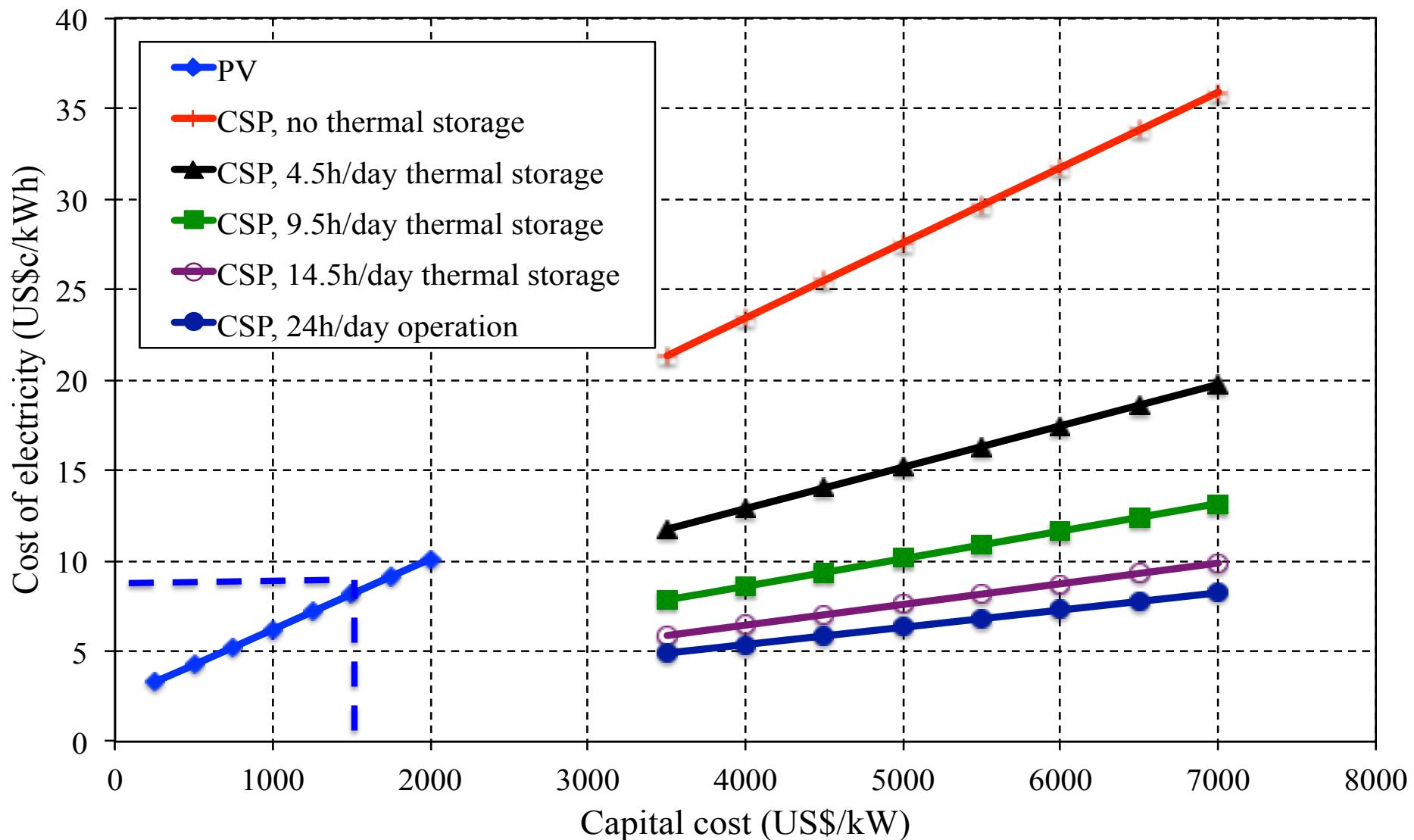
\* Poullikkas A., Gadalla M., 2013, "Assessment of solar electricity production in United Arab Emirates", *International Journal of Sustainable Energy*

# Annual CO<sub>2</sub> avoided emissions\*



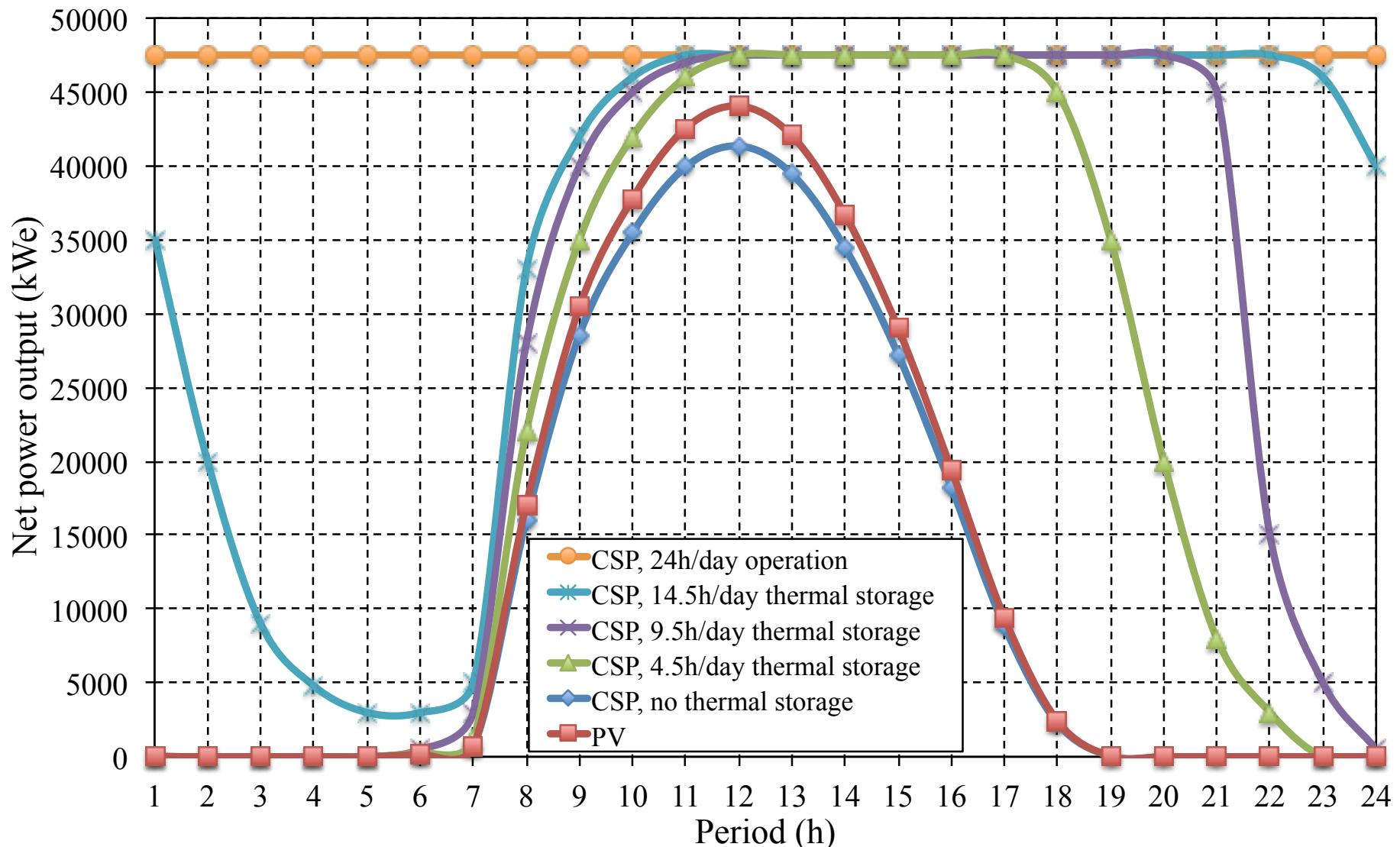
\* Poullikkas A., Gadalla M., 2013, "Assessment of solar electricity production in United Arab Emirates", *International Journal of Sustainable Energy*

# LCOE parametric curves\*



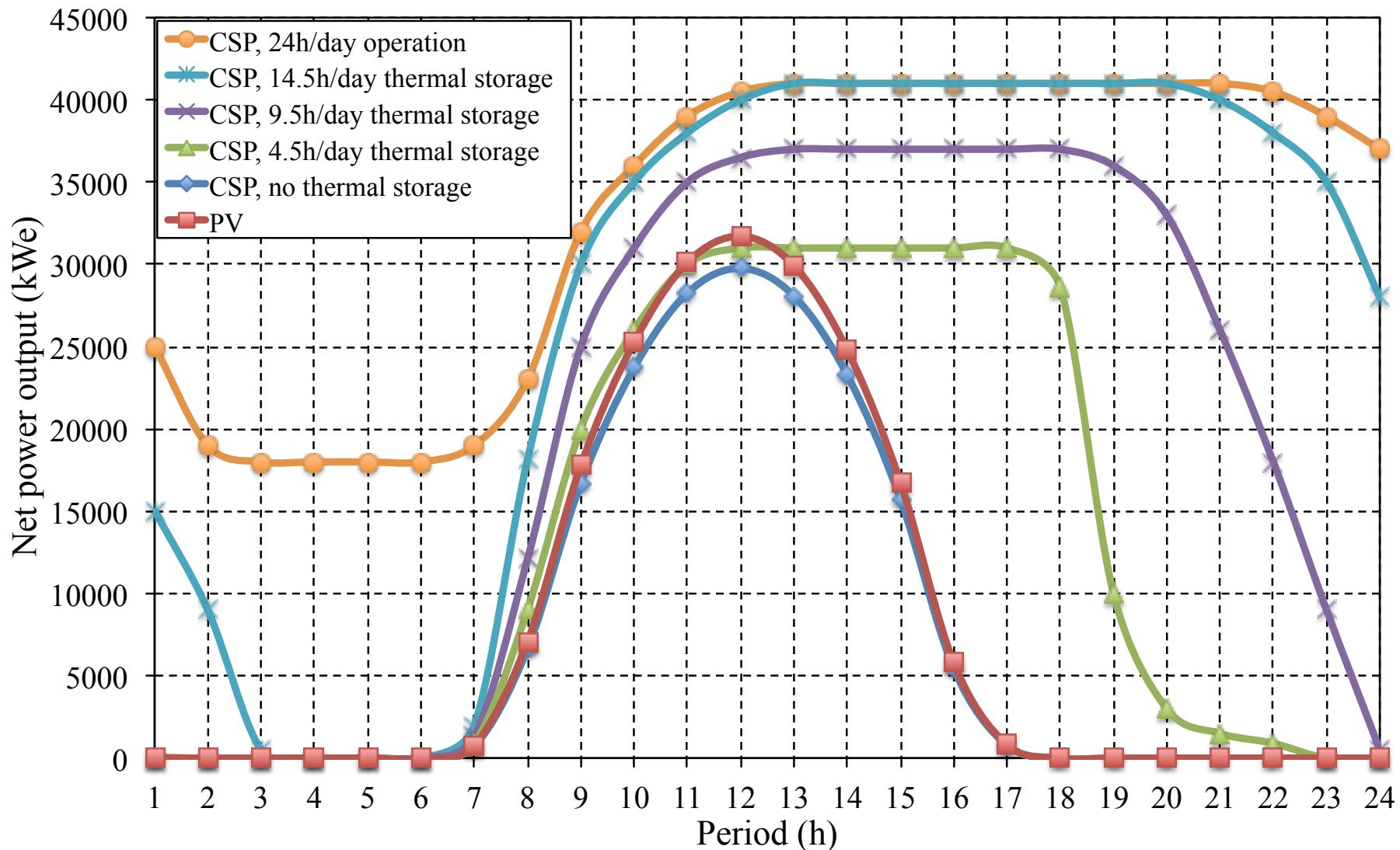
\* Poullikkas A., Zueter A.F., Dirar M.H., 2014, "Prospective scenarios for the adoption of sustainable power generation technologies in United Arab Emirates", *International Journal of Sustainable Energy*

# Typical net power output profile during summer\*



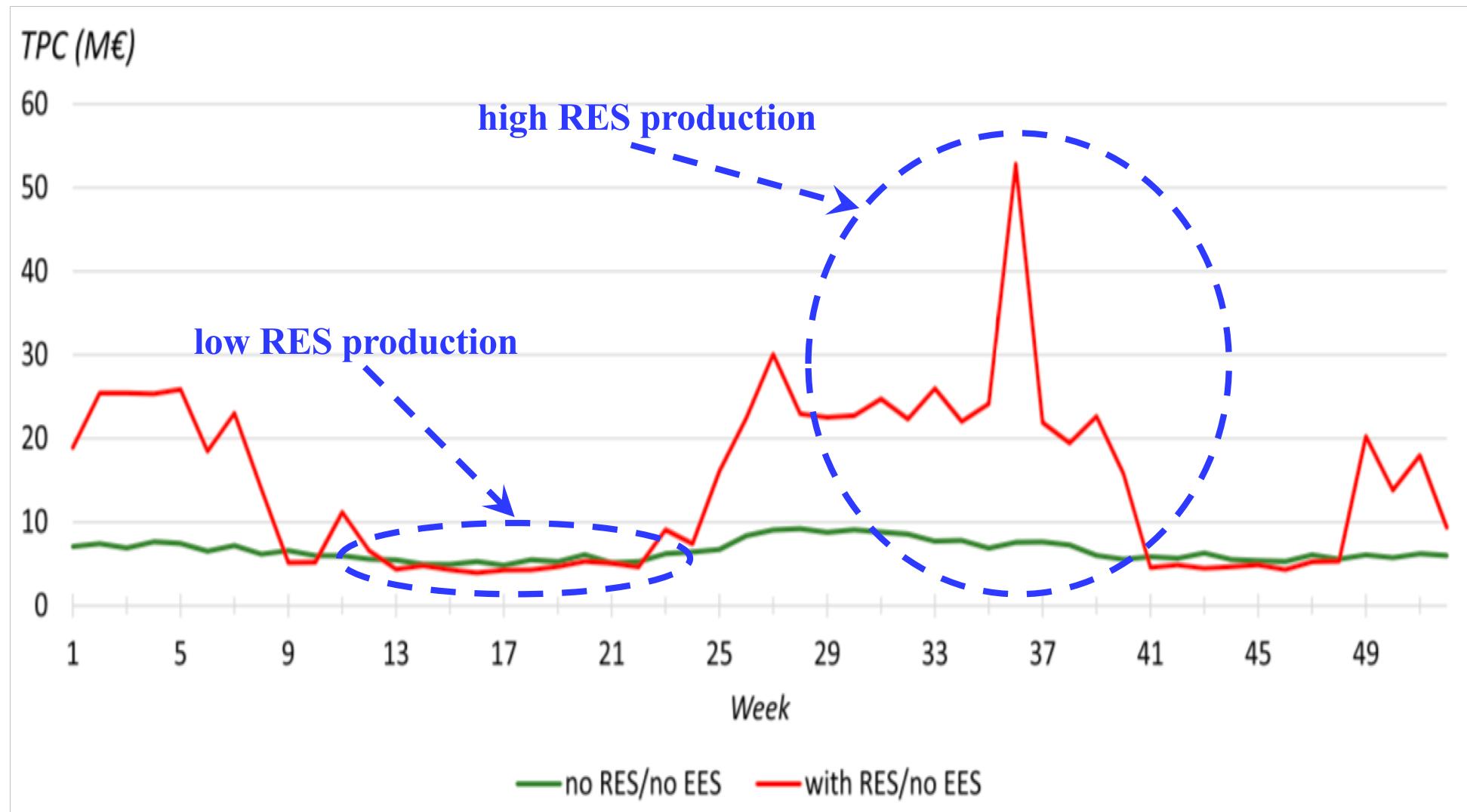
\* Poullikkas A., Gadalla M., 2013, "Assessment of solar electricity production in United Arab Emirates", *International Journal of Sustainable Energy*

# Typical net power output profile during winter\*



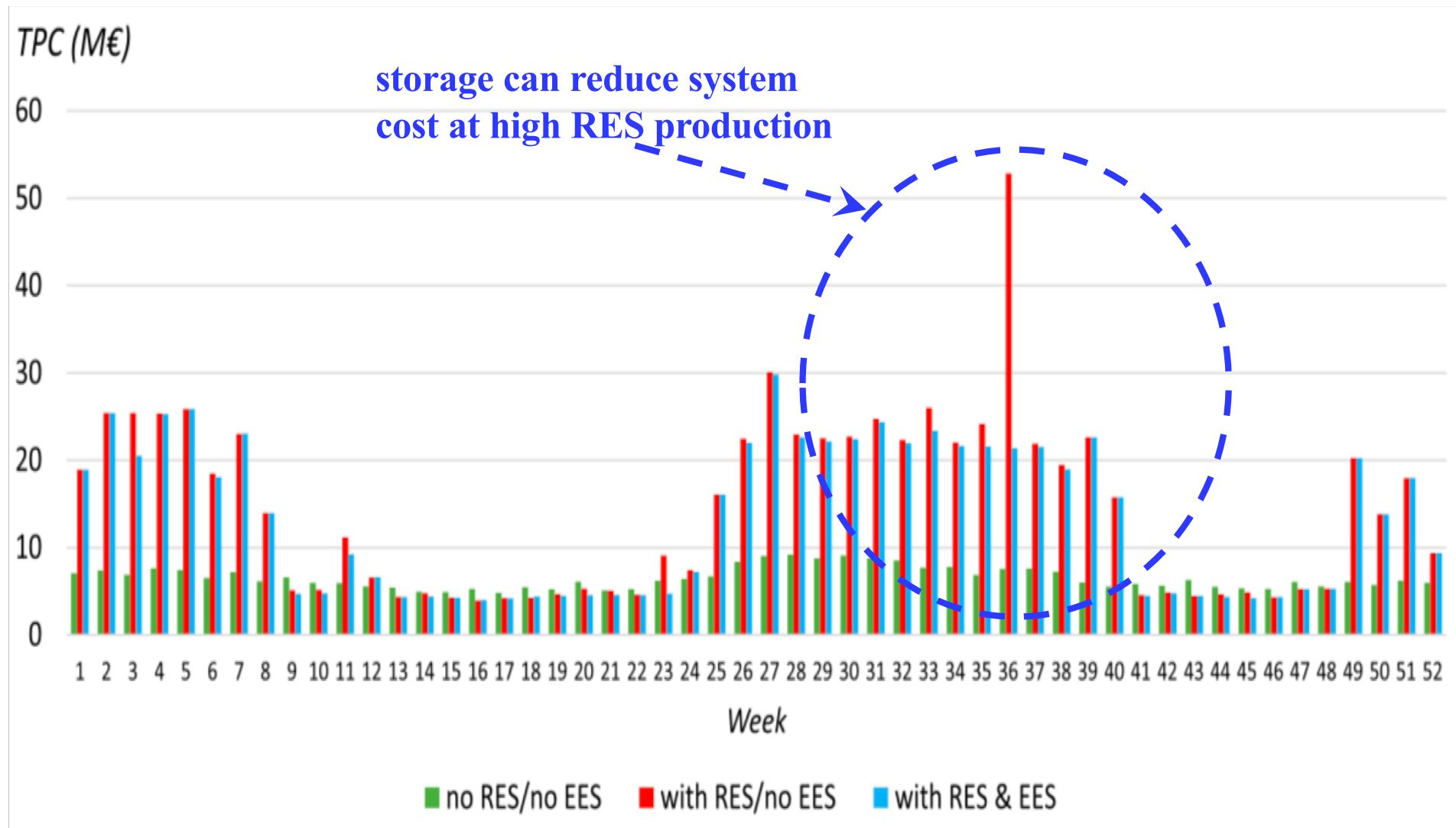
\* Poullikkas A., Gadalla M., 2013, "Assessment of solar electricity production in United Arab Emirates", *International Journal of Sustainable Energy*

# Cost of reserves with RES production\*



\* Nicolaidis P., Chatzis S., Poullikkas A., 2018, "Renewable energy integration through optimal unit commitment and electricity storage in weak power networks", *International Journal of Sustainable Energy*

# Integration of storage\*



\* Nicolaidis P., Chatzis S., Poullikkas A., 2018, "Renewable energy integration through optimal unit commitment and electricity storage in weak power networks", *International Journal of Sustainable Energy*