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Flexibility for Resilience in integrated systems

in cooperation with IEA's Digital Demand Driven Electricity Networks (3DEN) Initiative

ISGAN WG 6 Irina Oleinikova, NTNU Norway

3-4 October 2022, Paris **ISGAN WG6: Power Transmission & Distribution Systems**



by lea



(1) <u>https://www.iea-isgan.org/flexibility-in-future-power-systems/</u>

(2) https://www.iea-isgan.org/wp-content/uploads/2020/05/ISGAN_DiscussionPaper_Annex6_microVsMEGA_2020.pdf

(3) https://op.europa.eu/en/publication-detail/-/publication/54d9c702-dc9c-11ec-a534-01aa75ed71a1

Flexibility benefits for resilience How can flexibility support power grid resilience?

As zero operational-cost variable RES are foreseen to dominate the future energy mix, the abundance of green electricity will allow the replacement of fossil fuels in sectors such as heating, cooling, industrial processes, and transport. The intermittency of such energy resources implies significant systemic requirements for flexible solutions; thus, developments of the energy sector in general, and the power system, instigate significant innovation activities in the fields of power system flexibility.

- A collaborative effort between of ISGAN WG 6 and ETIP SNET WG1.
- Considering the increased societal needs of a secure electricity supply
- Editors: Irina Oleinikova, Emil Hillberg, & Antonio Iliceto
- Contributing authors:
 - Alexander Fuchs, Albana IIo, Cansin Yaman Evrenosoglu, Christos Dikaiakos, Ewa Mataczynska, Gianluigi Migliavacca, Jirapa Kamsamrong, Nuno de Souza e Silva, Poria Divshali, Rajiv Porwal, Santiago Gallego, Turhan Demiray



Flexibility for Resilience How can flexibility support power grids resilience?

> ETIP SNET European Technology and Innovation Platform Sma Networks for Energy Transition



Flexibility meeting Resilience



- Flexibility and Resilience have been developed for grid operation with high vRES penetration and starts being considered in system planning.
- The term Resilience is based on reliability, risk analysis, system interactions analysis, and could be achieved through a set of key actionable measures to be taken before, during and after the occurrence of adverse events.

<u>Resilience areas:</u> Anticipation, Preparation, Containment & Mitigation, Rapid recovery, Adaptation

<u>Resilience solutions (conventional</u> containment and restoration): diminish with decommissioning of primary energy reserves *Novel* <u>Resilience solutions</u>: increase possibilities with integration of DER & controllable assets

<u>Resilience requirements</u>: increase with grid utilization, climate change/ severe weather, data handling/cybersecurity

3 Perspectives: Digitalization, Flexibility & Resilience

Next level of Flexibility

- Fully deployed and utilized for operation and planning of the power system, being integrated in procedures for long-term planning as well as in tools for stability support



Power System Flexibility area

Technical area

 The ability to manage the technical structure of the network in the most effective way, allowing to create conditions for connecting new users, while maintaining the stability and continuity of supplies

Users behavior area

 ✓ The ability of users to reduce or increase consumption or generation, offering services ensuring stable operation of the system, also, behaviors resulting from everyday needs and habits

Introduction to workshop ...



- The purpose of this workshop is to collect information and expert to:
 - Discuss the societal transformation where a new generation of stakeholders will provide power flexibility services for and its importance for energy policy and regulation
 - Explore best practices and innovative approaches for leveraging active demand side flexibility.
 - Provide input to advance key policy messages related to the nexus of flexibility, resilience and digitalisation.
 - Identify synergies and possibilities for future international collaboration.
- The **results** of the workshop will be used for:
 - Consolidation of the ISGAN key policy message: "Flexibility for Resilience in integrated systems"
- Needed competences: flexibility resources and tools, system operation related experience, system planning, market & policy, cross-sectoral view, …

How to design and exploit flexibility sources and mechanisms for increasing the resilience of the overall system?



System services

Different flexibility needs

Transformation

Regulatory provisions

Sharing grid information - topology

System observability

Business models for flexibility provision

DSO role in flexibility

Data Exchange

Critical infrastructure development Communication Systems

Markets Design

Cyber-security

Lack of TSO-DSO coordination

EV's and Storage

Power System

Local energy markets

Not fully formed regulatory framework

Insufficient incentives for consumers and aggregators to participate

Integrated systems and increased complexity



Next steps





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Thank you!

ISGAN WG 6 Irina Oleinikova

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ISGAN Working Group 6 Transmission and distribution systems

Joni Rossi – RISE/ISGAN WG6



ISGAN Working Group 6

The power grid is an enabler for energy efficiency and a sustainable energy system, but a holistic approach is needed.

 \rightarrow WG 6 focuses on the potential system-related challenges in the development of future smarter grids by:

- Improving the understanding of Smart Grid technologies + accelerating their deployment
- Promoting solutions that enable power grids to maintain and improve the security, reliability and quality of electric power supply
- Promoting adoption of related enabling regulatory and government policies

 \rightarrow Goal: facilitate the application of advanced technologies needed for power grids to contribute to the attainment of clean energy and climate goals and sustainable energy access to all.

Power Transmisson & Distribution Systems



WG6 main themes

Expansion planning and market analysis

Study the functioning of electricity markets and analyse the evolution of the T&D networks and their planning modalities.

Grid planning under uncertainty, with new tools and methodologies

- Planning processes are complex and involve interaction between a large number of stakeholders at different levels.
- In light of the urgency of the energy transition it is critical that these processes are efficient, transparent, legitimate, and based on sound principles and steering mechanisms.
- Further integration of RES requires maximizing flexibility and adaptation of tools and methods.

Coupling of systems

• Co-optimization of electricity, gas and heat.

Coordinated markets for the provision of system services

- Improve incentives for system operators to establish flexibility markets.
- Expand market access and flexibility service provider engagement.



Key policy messages

To enable the potential of flexibility, planning processes should be optimized, coordinated with storage and RES deployment, consider real-time market architectures and products, and engage multiple stakeholders.



WG6 main themes

TSO-DSO-stakeholder interaction

Study how distribution and transmission networks could interact in the future to ensure stable grid operation under high levels of RES.

Stakeholders are important in grid support

- Digitally-enabled grid benefit potential from promising DER technologies.
- Local energy communities also play an important role in the future.
- Industrial and commercial users are important flexibility providers.
- Aggregator role in facilitating relevant services → need for assistive tools & solutions.

Need for coordinated TSO-DSO markets for the provision of System Services

Large-scale TSO-DSO-Consumer demonstrations have been tested.

- \rightarrow barriers still exist: regulatory, market, technological and social
- \rightarrow need for consolidation of project results and support of knowledge transfer.



Key policy messages

Regulatory provisions are needed on the national level to facilitate market implementation of innovative network services support replication / upscaling. TSO-DSO coordination is a key enabler to create financial gains for all stakeholders through value stacking, without jeopardizing grid stability.



WG6 main themes

System operation and security

To assess available methods and identify new needs for operational monitoring & control

Flexibility for resilience

Greater resilience to climate change impact, cyber attacks, ... and **critical delivery chains** is essential.

A system becomes resilient from proper risk-management practices but many risks cannot be solved only by extra assets.

- \rightarrow system planning must embrace a wide range of network and non-network options.
- \rightarrow grids need to be flexible and resilient by design.

Flexibility resources can also facilitate resilience in operational time frame

→ importance of **TSO-DSO-stakeholder** interaction.

Appropriate assessment of resilience level leads to effective strategies.



Key policy messages

Flexibility can support power grid resilience through support for system operation, grid planning and risk management. Economic values of large scale flexibility

solutions motivates resilience-enhancing

investments.



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ISGAN International Smart Grid Action Network

Luciano Martini, Chair

IEA & ISGAN Workshop: Flexibility for resilience in integrated systems

3 - 4 October 2022, Paris



ISGAN in a Nutshell



ISGAN is the short name for the International Energy Agency (IEA) Technology Collaboration Programme (TCP) for a Co-operative Programme on Smart Grids (ISGAN – International Smart Grids Action Network).

It is also an initiative of the *Clean Energy Ministerial* (CEM) and was formally established at CEM2 in Abu Dhabi, in 2011 as an Implementing Agreement under a framework of the *International Energy Agency* (IEA).

The International Smart Grid Action Network (ISGAN) creates a strategic platform to support highlevel government attention and action for the accelerated development and deployment of smarter, cleaner electricity grids around the world.



ISGAN in a Nutshell

ISGAN currently consists of 27 Contracting Parties. Their nominated representatives form the Executive Committee headed by the Presidium, assisted by two co-Secretariats and the Operating Agent of ISGAN.

The work of ISGAN is divided into 6 active Working Groups (WG).

Co Secretariat & Operating Agent













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Vision



ISGAN's vision is to accelerate progress on key aspects of smart grid policy, technology, and investment through voluntary participation by governments and their designees in specific projects and programs. Its activities center foremost on those aspects of the smart grid where governments have regulatory authority, expertise, convening power, or other leverage, focusing on five principal areas:

- Policy standards and regulation
- Finance and business models
- Technology system development
- Workforce skills and knowledge
- Users and consumers engagement

ISGAN facilitates dynamic knowledge sharing, technical assistance, peer review and, where appropriate, project coordination among its Contracting Parties.

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Value proposition





International collaboration: Main partnerships

ISGAN continues to build collaborative ties with other relevant fora, aligning and differentiating activities as appropriate, in a mutual effort to attain the real outcomes needed in energy systems.



Global Smart Energy Federation

AN INITIATIVE OF THE CLEAN ENERGY MINISTERIAL

led International Energy Agency

led **3DEN** **MISSION INNOVATION GREEN POWERED FUTURE** MISSION



21st Century



ISGAN at the Global Clean Energy Action Forum (GCEAF)



ISGAN has successfully participated to the **Global Clean Energy Action Forum** in Pittsburgh, PA, U.S. on 21-23 September 2022.



Family photo of high-level delegates present in Pittsburgh

The event, organized by the **Clean Energy Ministerial** and **Mission Innovation**, has seen the participation of thousands of clean energy leaders from all over the world, featuring the acceleration towards decarbonization and clean energy transition.

The GPFM–ISGAN joint side event at the GCEAF



GCEAF, ISGAN At the has organized the joint side event Power "Boosting the System Transition: Innovation through GPFM and ISGAN" in collaboration with the Green Powered Future Mission (GPFM), one of the seven Missions launched by Mission Innovation.



The 8th Annual ISGAN Awards Ceremony at the GCEAF





The ISGAN Award of

Excellence seeks to leverage leadership and innovation in smart grids to accelerate the global exchange of best practice and promote replication or adaptation of proven concepts in other markets, countries, and regions.



International collaboration: MoU with GPFM and GSEF







At the GCEAF, ISGAN has signed two fruitful *Memorandum of Understanding*









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Thank you for your kind attention!

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Principal Challenges -Considered in ISGAN

Increasing complexity of power systems:

Complex systems of systems with many discrete but interconnected and mutually reliant domains and components

Increasingly crowded multilateral ecosystem:

ISGAN TCP, CEM 21st Century Power Partnership, Mission Innovation GPF Mission, UK's new G7/COP26 power system efforts, Global Power System Transformation Consortium, IEA's Renewable Integration and Secure Electricity (RISE) Unit

• Differentiation and return on investment from ISGAN:

What are <u>today's</u> clear objectives and ambitious targets (national or collective) that will attract and sustain key stakeholders' attention and support?



IEA and ISGAN workshop: Flexibility for resilience in integrated systems

Vida Rozite, 3DEN Project Manager, Energy Efficiency Division, IEA Paris, 3 October 2022

Digital Demand-Driven Electricity Networks Initiative (3DEN)

- Aim of the Project providing actionable guidance to policy makers on the policy, regulatory, technology and investment context needed to accelerate progress on power system decarbonisation and modernisation and effective utilisation of demand side resources
- Outputs
 - 2 Policy guidance reports (release H1 2023), tools and intermediate outputs, including articles and commentaries
 - Thematic and regional events and workshops
 - **G20 Report** "Empowering Cities toward Net Zero Emissions: Resilient, smart and sustainable cities towards a sustainable energy future", released in July 2021
- Global scope, geographic focus, including but not limited to Brazil, Colombia, India, Indonesia, Morocco, South Africa, Tunisia, and Latin America, Africa, South East Asia regions. Ongoing engagement with a Consultative Group of Experts (37 members from 14 countries)
- Italy / UNEP are supporting pilot projects that will be implemented in 2022/23 to test new approaches on demand side and distributed energy resources in (1) Urban contexts, (2) Islanded systems, (3) Existing grid assets – learnings will feed into 3DEN analysis.

Project launch					Project end
2020	2021	2022		H1 2023	End of 2023
			Pilot projects (Italy, UNEP)	Policy guidance	Dissemination

Project timeline

Agenda – Day 1: Monday 3 October 2022

	Welcoming remarks		Moderated discussion with workshop participants (plenary)
	Dr. Brian Motherway, Head of the Energy Efficiency Division, IEA		Moderated by Vida Rozite, 3DEN Project Manager, Energy Efficiency Division, IEA
13:30 - 14:10 14:10 - 15:00 15:00 - 15:30	Introductory remarks Luciano Martini, Executive Committee Chair, ISGAN Joni Rossi, Researcher, Research Institutes of Sweden (RISE) and Operating Agent of ISGAN WG6 on Power Transmission & Distribution Systems Irina Oleinikova, Professor, Norwegian University of Science and Technology and ISGAN WG6 on Power Transmission & Distribution Systems Vida Rozite, 3DEN Project Manager, Energy Efficiency Division, IEA Scene setting: Moderated by Vida Rozite, 3DEN Project Manager, Energy Efficiency Division, IEA Dr. Martha Symko-Davies, Accelerating Clean Energy at Scale Program, Laboratory Program Manager, NREL Jagabanta Ningthoujam, Principal, Electricity and Energy Storage, RMI India Q&A session. Coffee break Panel 1: Key issues, opportunities and experience. Moderated by Emi Bertoli, Energy Analyst, Energy Efficiency Division, IEA	16:30 – 17:30	 Kick off view: Dr. Hannele Holttinen, Operating Agent, Grid Integration Task 25 of IEA Wind TCP <u>Guiding questions:</u> a) What is your organisation doing, planning to do, or considering doing in this space? b) What are the policy, regulatory and market changes needed to leverage flexibility for resilience? c) What are the opportunities offered by digitalization and what are the persisting challenges? d) How can flexibility potential and opportunity be quantified and communicated to different stakeholders? What is the role of digitalisation on this? e) How can international collaboration, including through IEA and ISGAN help to accelerate the deployment of flexibility measures to support resilience? Are there any priority areas where guidance and recommendations from organisations such as the IEA would be most helpful?
15:30 - 16:30	 Pauline Henriot, Energy Analyst, Energy Efficiency Division, IEA Digitalisation and benefits in the power system Barbara Herndler, Research Engineer, Austrian Institute of Technology AIT, ISGAN WG6 on Power Transmission & Distribution Systems Marcos Venícius Leite Vasconcelos, Specialist at the Superintendence of Distribution Services Regulation Bruno Goulart de Freitas Machado, Specialist at the Superintendence of Generation Services Regulation, Brazilian Energy Regulatory Agency ANEEL 	17:30 – 17:40 17:40 – 19:30	Introduction to Day 2 breakout group work and related logistics. - Irina Oleinikova, Professor, Norwegian University of Science and Technology and ISGAN WG6 on Power Transmission & Distribution Systems - Emi Bertoli, Energy Analyst, Energy Efficiency Division, IEA Reception at IEA Café
	 Hossein Farahmand, Professor, Norwegian University of Science and Technology and ISGAN WG9 on Flexibility Markets 	19:30	End of Day 1

Agenda – Day 2: Tuesday 4 October 2022

8:30 - 9:00	Welcome coffee		Reporting back:
	Breakout group discussion and reporting back Topics:	10:45 - 11:15	Moderated by Irina Oleinikova, Norwegian University of Science and Technology and ISGAN WG6 on Power Transmission & Distribution Systems Speakers: designated members from each breakout group and moderators.
9:00 – 10:45	 A. Planning and investment in power system resilience. Group 1 Moderator Irina Oleinikova, Norwegian University of Science and Technology and ISGAN WG6 on Power Transmission & Distribution Systems Room: 0108 Group 2 Moderator Jacques Warichet, Power System Transformation Analyst, Renewable Integration and Secure Electricity unit Room: 2109 	11:15 – 12:30	 Panel 2: From planning to implementation. Moderated by Irina Oleinikova, Norwegian University of Science and Technology and ISGAN WG6 on Power Transmission & Distribution Systems Kjetil Obstfelder Uhlen, Special Adviser, Statnett Javier Toro Cabrera, Head of Electrical Markets Unit, Chile's National Energy Commission Pierre Bivas, Founder and CEO, Voltalis Joni Rossi, Researcher, Research Institutes of Sweden (RISE) and Operating Agent of ISGAN WG6 on Power Transmission & Distribution Systems Q&A session.
	B. Pathways to implementation: balancing short and long term needs in the current energy and climate crisis. Group 3 Moderator Pauline Henriot, Energy Analyst, Energy Efficiency Division, IEA	12:20 – 12:45	Final remarks, next steps and closing. Luciano Martini, Executive Committee Chair, ISGAN Vida Rozite, 3DEN Project Manager, Energy Efficiency Division, IEA
	Room: 3101	12:45	End of workshop
	Group 4 Moderator Jinsun Lim, Energy and Environment Policy Analyst, Energy and Climate Change, IEA Room: 3106		

Room: 3106

