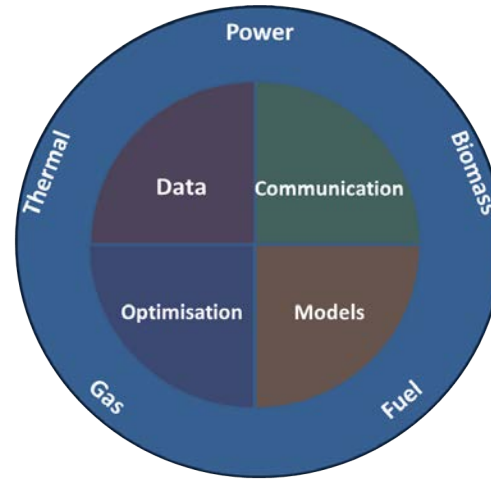


# Accelerating the Green Transition Using Energy Systems Integration and Data-Intelligence



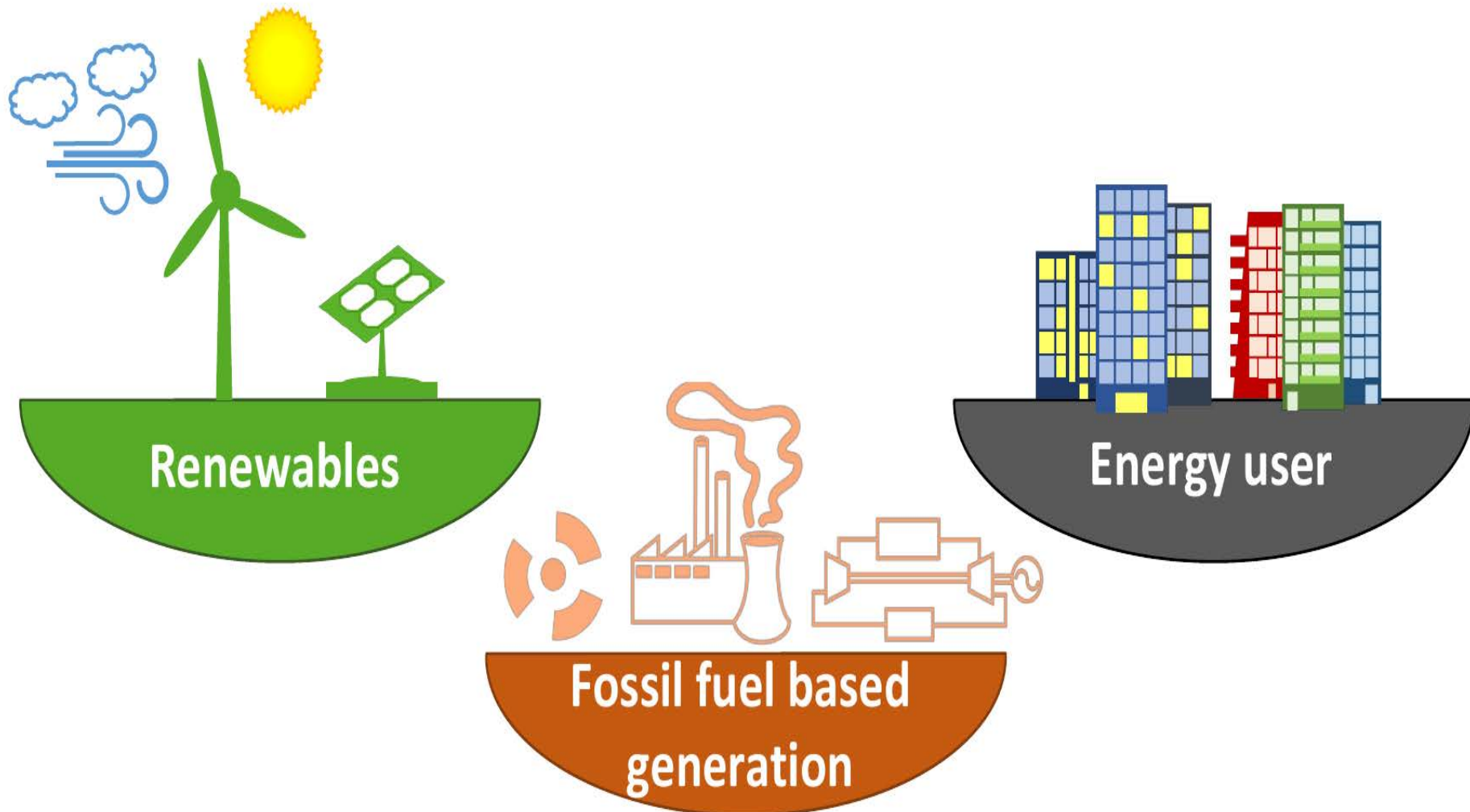
Henrik Madsen (DTU) + many others

<https://www.flexibleenergydenmark.dk/>

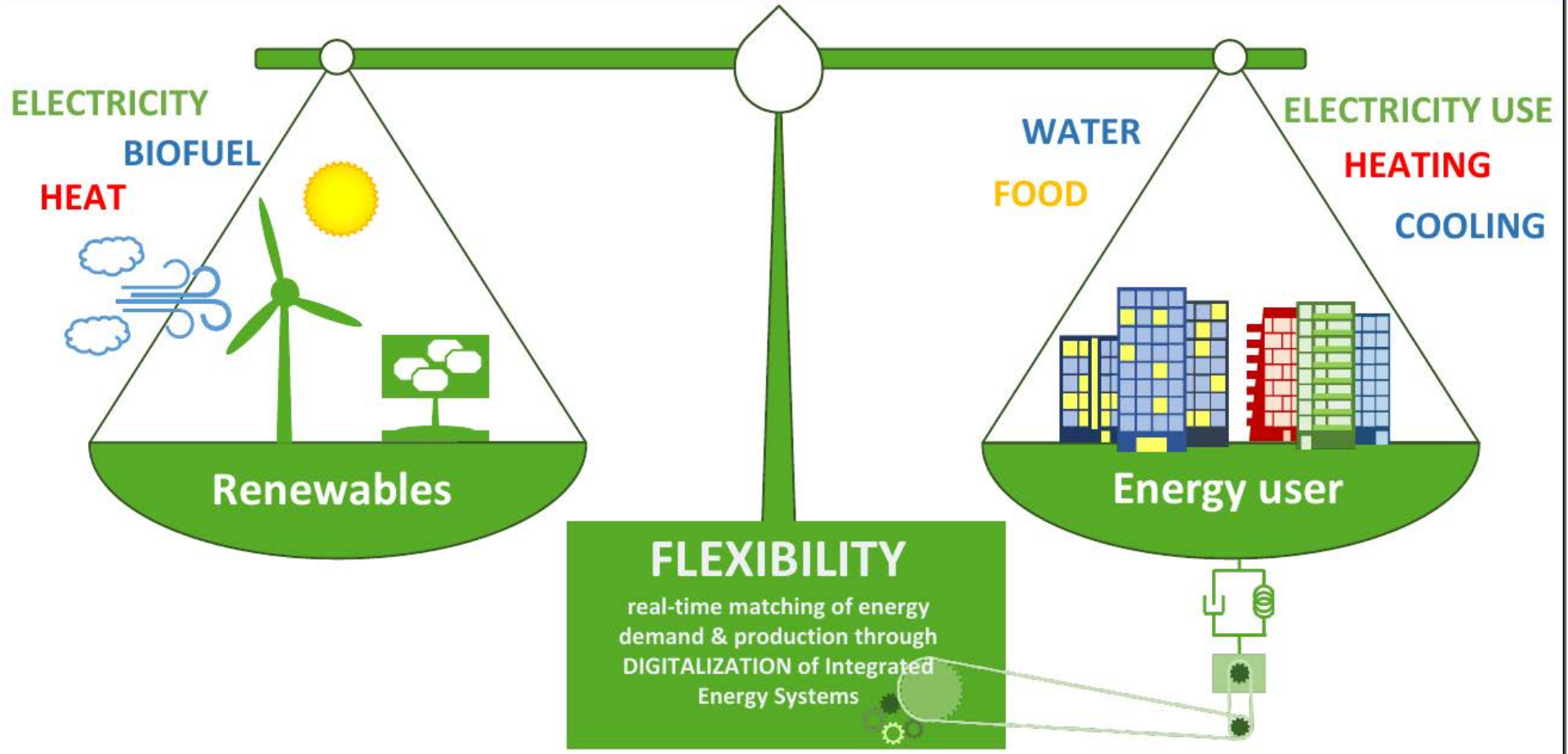
<http://www.smart-cities-centre.org>

<http://www.henrikmadsen.org>

# The Challenge: Denmark Fossil Free 2050



# The Challenge: Denmark Fossil Free 2050

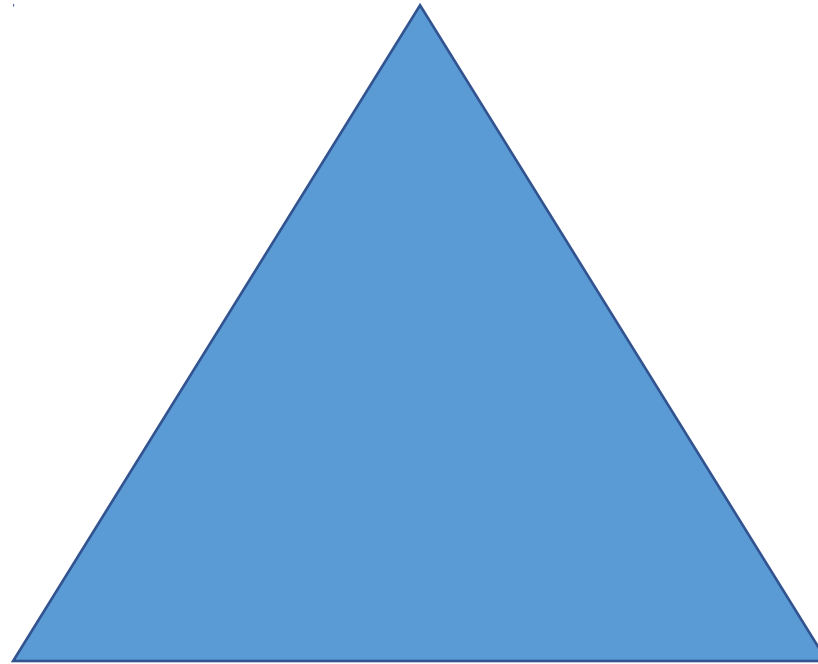


# Space of Solutions

:

**Flexibility** (eg enabled by AI and Energy Systems Integration)

Super Grids

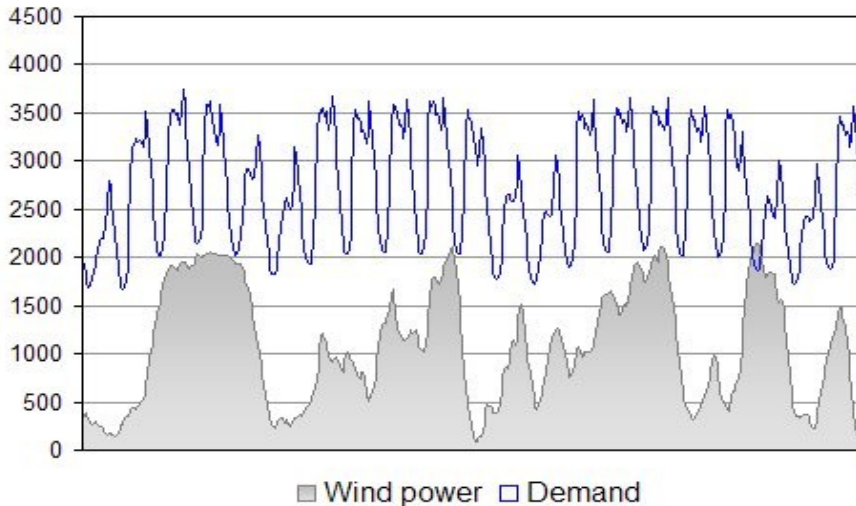


Batteries

# The Danish Wind Power Case

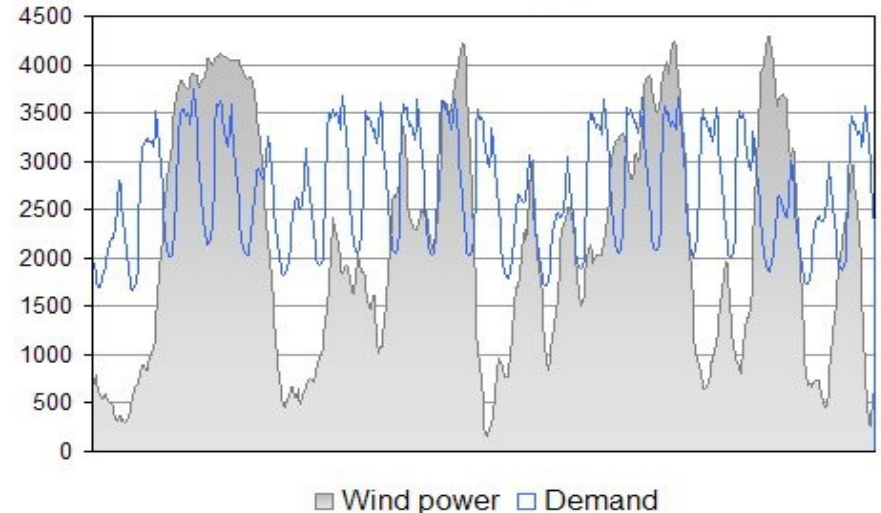
... balancing of the power system

25 % wind energy (West Denmark January 2008)



In 2008 wind power did cover the entire demand of electricity in 200 hours (West DK)

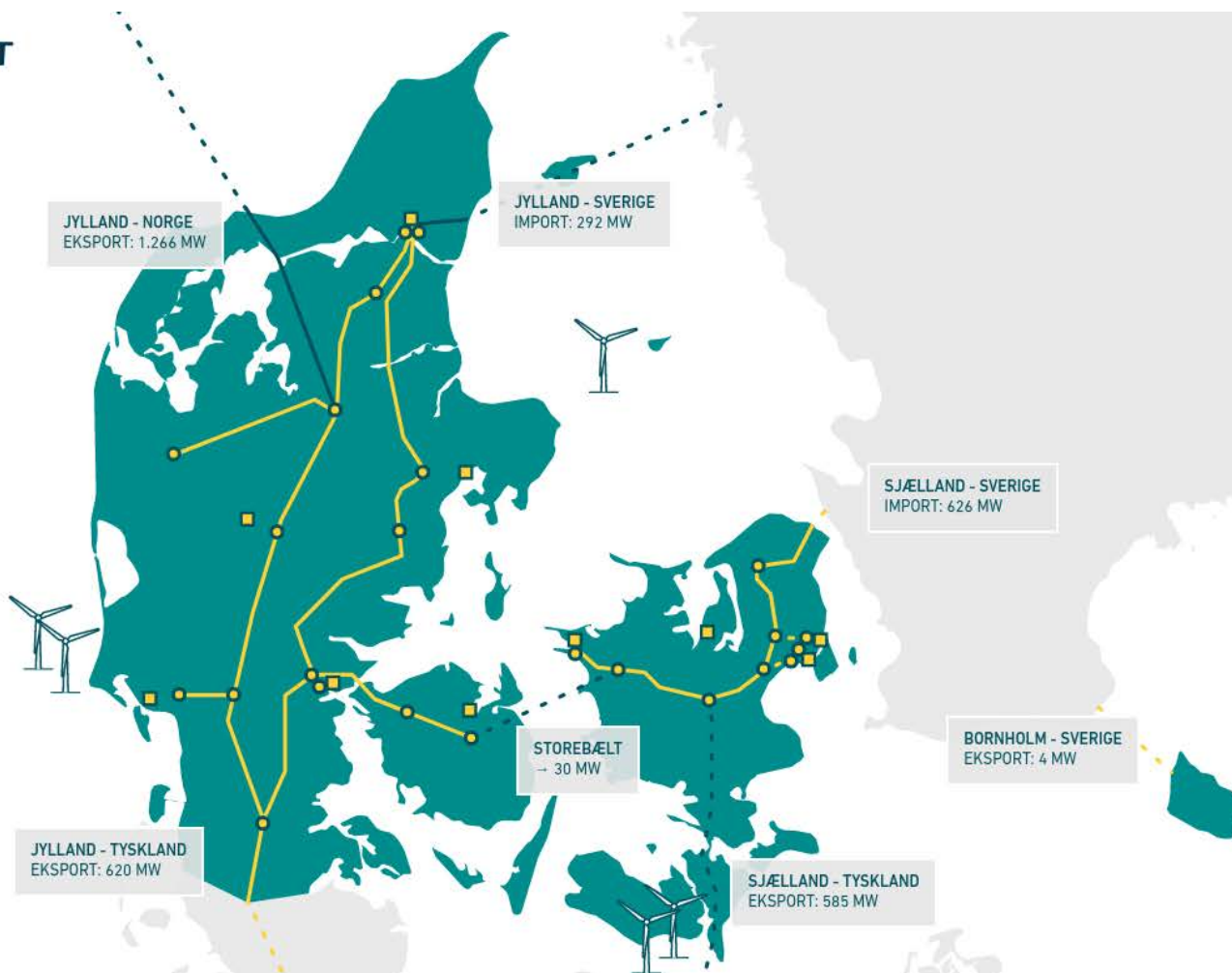
50 % wind energy



**In 2019 more than 50 pct of electricity load was covered by wind and solar power.**

For several days the wind power production was more than 100 pct of the power load.

# ENERGINET



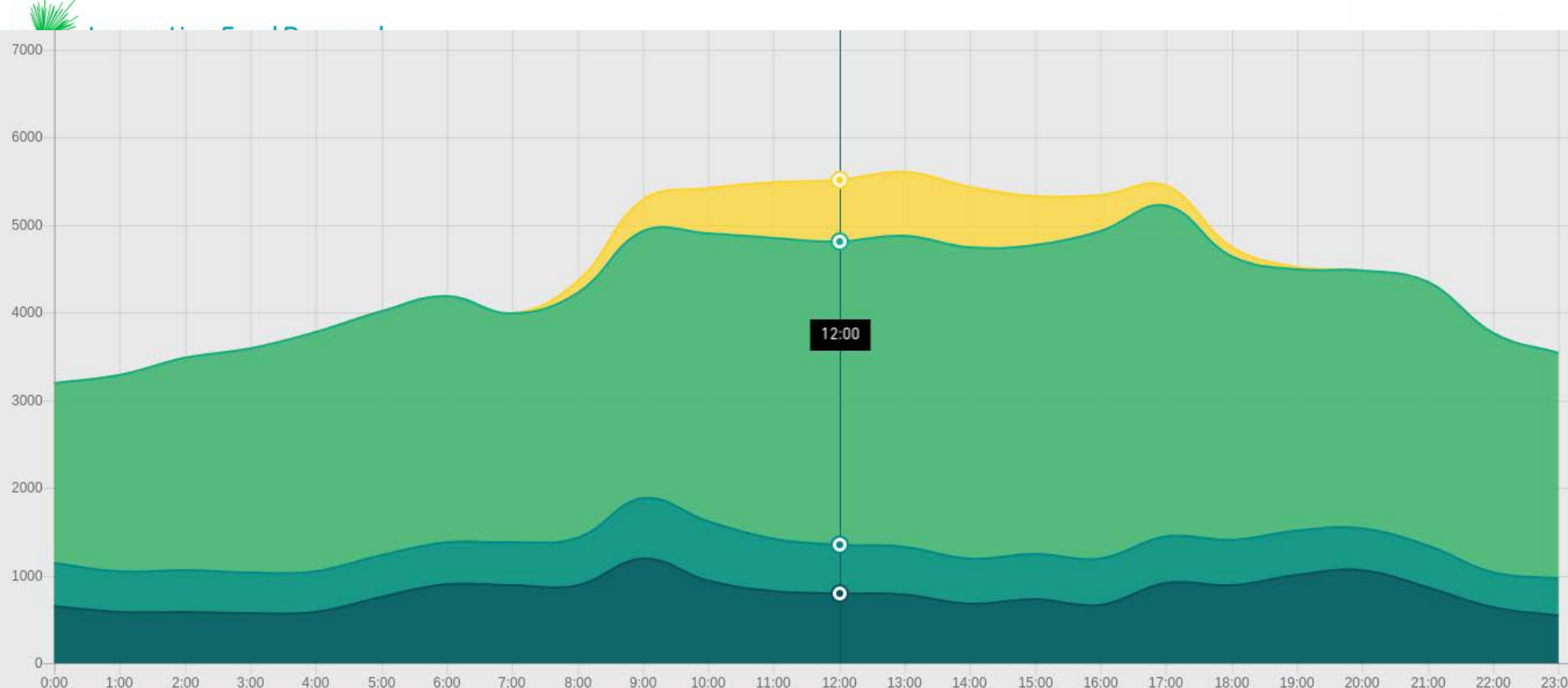
### ELSYSTEMET LIGE NU

STØRRE VÆRKER OVER 100 MW	8 MW
MINDRE ANLÆG UNDER 100 MW	298 MW
VINDMØLLER	3.487 MW
SOLCELLER	3 MW
NETTOUDVEKSLING IMPORT	-1.557 MW
ELFORBRUG	2.223 MW
CO2-UDLEDNING	21 g/kWh

### IKONFORKLARING

VÆRK OVER 100 MW	
HAVVINDMØLLEPARK	
TRANSFORMERSTATION	
LUFTLEDNING, VEKSELSTRØM	
KABEL, VEKSELSTRØM	
LUFTLEDNING, JÆVNSTRØM	
KABEL, JÆVNSTRØM	

SIDST OPDAT  
9. JUNI 2019



STØRRE VÆRKER OVER 100 MW ✓  
**797** MW

MINDRE ANLÆG UNDER 100 MW ✓  
**558** MW

VINDMØLLER ✓  
**3.451** MW

SOLCELLER ✓  
**712** MW

NETTOUDVEKSLING IMPORT  
**-1.456** MW

ELFORBRUG  
**4.064** MW

CO<sub>2</sub>-UDLEDNING  
**69** G/KWH

TOTAL PRODUKTION  
**5518** MW

# Challenges



## Preparatory study on Smart Appliances



Ecodesign Preparatory Study performed for the European Commission

Welcome	<b>Project summary</b>	Planning & Meetings	Documents	Register for website	Register for meeting	Contact & Consortium
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[Home](#) > [Project summary](#)

## Project Summary

The Ecodesign Preparatory Study on Smart Appliances (Lot 33) has analysed the technical, economic, market and social aspects with a view to a broad introduction of smart appliances and to develop adequate policy approaches supporting such uptake.

The study deals with Task 1 to 7 of the Methodology for Energy related products (MEErP) as follows:

- Scope, standards and legislation (Task 1, Chapter 1);
- Market analysis (Task 2, Chapter 2);
- User analysis (Task 3, Chapter 3);
- Technical analysis (Task 4, Chapter 4);
- Definition of Base Cases (Task 5, Chapter 5);
- Design options (Task 6, Chapter 6);
- Policy and Scenario analysis (Task 7, Chapter 7).

An executive summary of the project results can be downloaded [here](#).

Throughout the study, new relevant aspects have come up which will be covered in a second phase of the Preparatory Study:

- Chargers for electric cars: technical potential and other relevant issues in the context of demand response.
- The modelling done in the framework of MEErP Task 6 and 7 will be updated with PRIMES data that recently became available, and with the EEA-countries.
- The development and assessment of policy options that were identified in the study will be further elaborated and deepened.

**Almost no Flexibility**



# Existing Markets - Challenges

- Static
- Deterministic
- Linear
- Many power related services (voltage, frequency, balancing, spinning reserve, congestion, ...)
- Speed / problem size
- Characterization of flexibility (bids)
- Requirements on user installations

# Markets – Needed changes

- Static -> **Dynamic**
- Deterministic -> **Stochastic**
- Linear -> **Nonlinear**
- Many power related services (voltage, frequency, balancing, spinning reserve, congestion, ...) -> **Coordination + Hierarchy**
- Speed / problem size -> **Decomposition + Control Based Solutions**
- Characterization of flexibility (bids) -> **Flexibility Functions**
- Requirements on user installations -> **One-way communication**

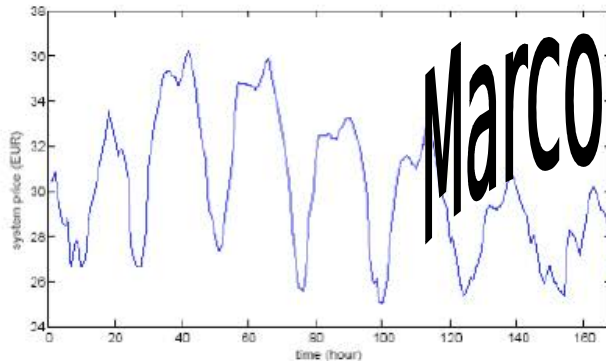
# COMPETITIVE BIDDING AND STABILITY ANALYSIS IN ELECTRICITY MARKETS USING CONTROL THEORY

Main idea:

applying control theory to the study of power markets

Advantages in handling effectively

Dynamics

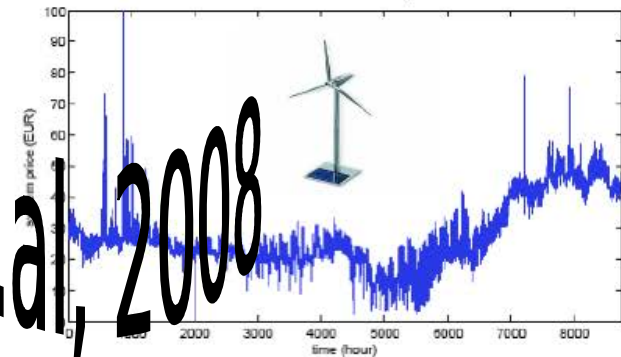


control theory provides ways of modeling the dynamics which is intrinsic in energy markets



it is possible to develop advanced bidding strategies which exploit the inclusion of the dynamics in the model

Uncertainty

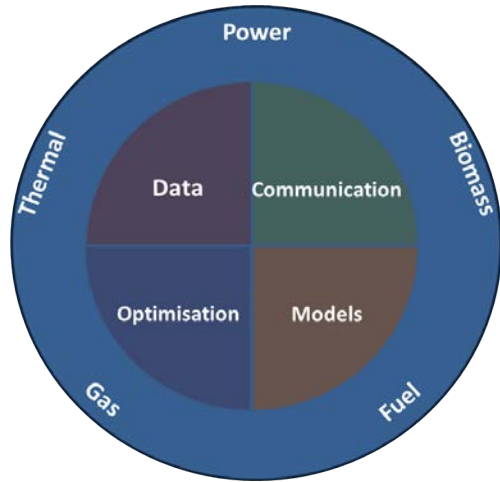


stochastic control theory allows for taking into account different sources of uncertainty (wind, ...)



it is possible to develop bidding strategies which are optimal with respect to the stochastic characteristics of the market

# Use of AI and Energy Systems Integration



The **central hypothesis** is that by **intelligently integrating** currently distinct **energy** (heat, power, gas and biomass) and **water** components using **AI and ICT solutions** we can **balance** very large shares of renewables - and consequently obtain substantial reductions in CO2 emissions.

# Temporal and Spatial Scales

The **Smart-Energy Operating-System (SE-OS)** is used to develop, implement and test of solutions (layers: data, models, optimization, control, communication) for **operating flexible electrical energy systems** at all scales.



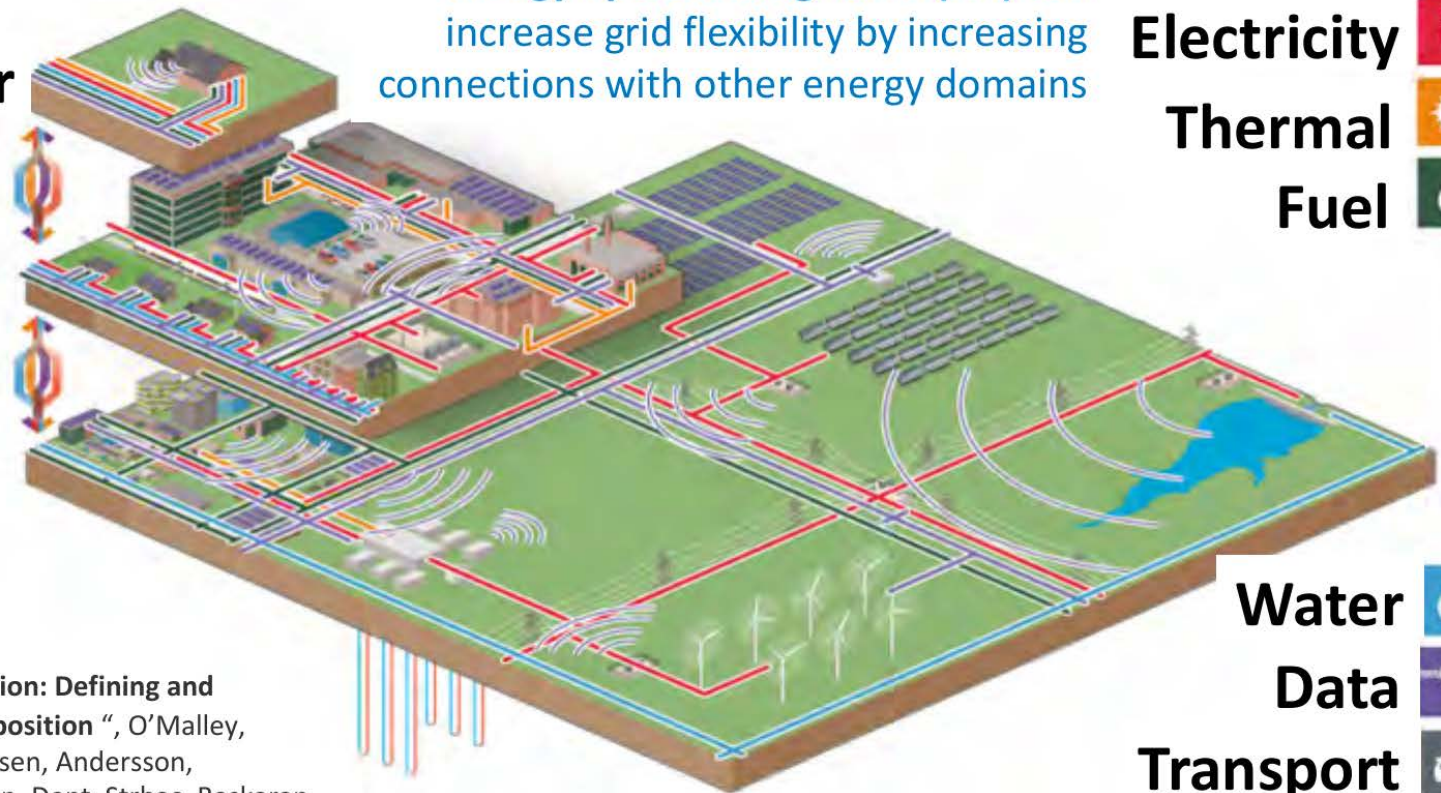
# Energy Systems Integration

Energy System Integration (ESI) can increase grid flexibility by increasing connections with other energy domains

Customer

City

Region



Electricity



Thermal



Fuel



Water



Data



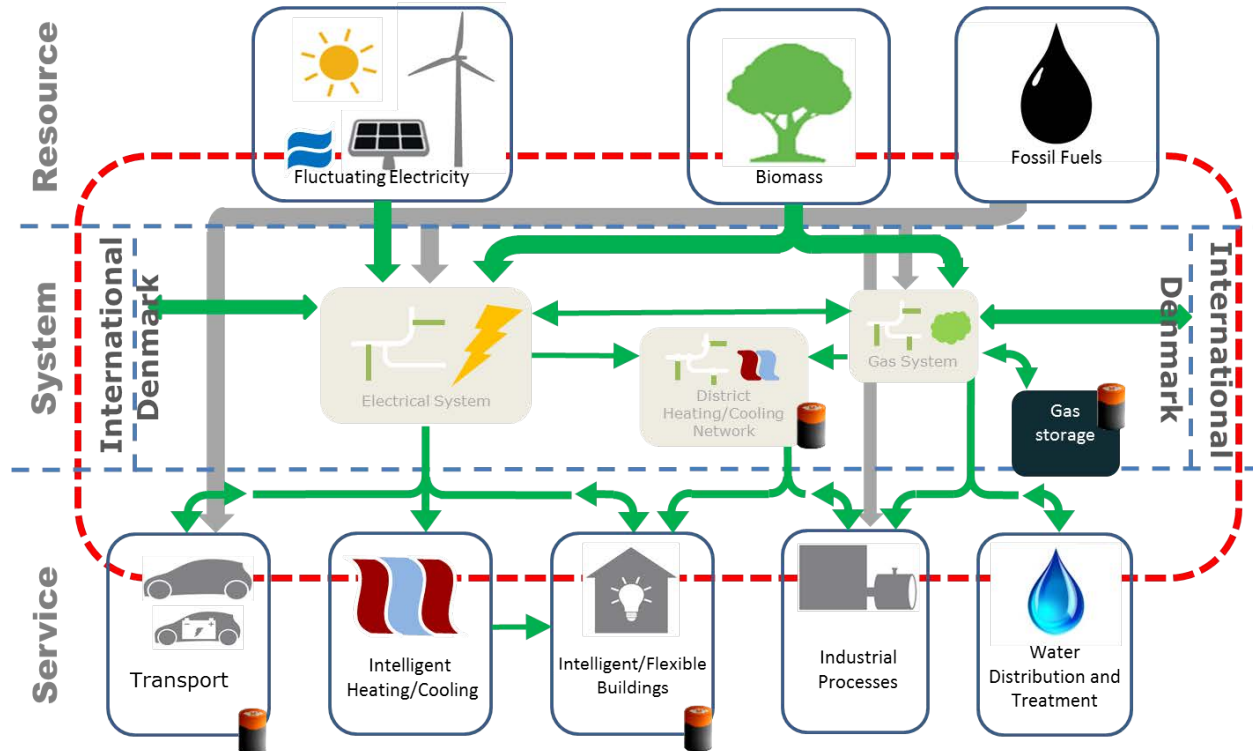
Transport



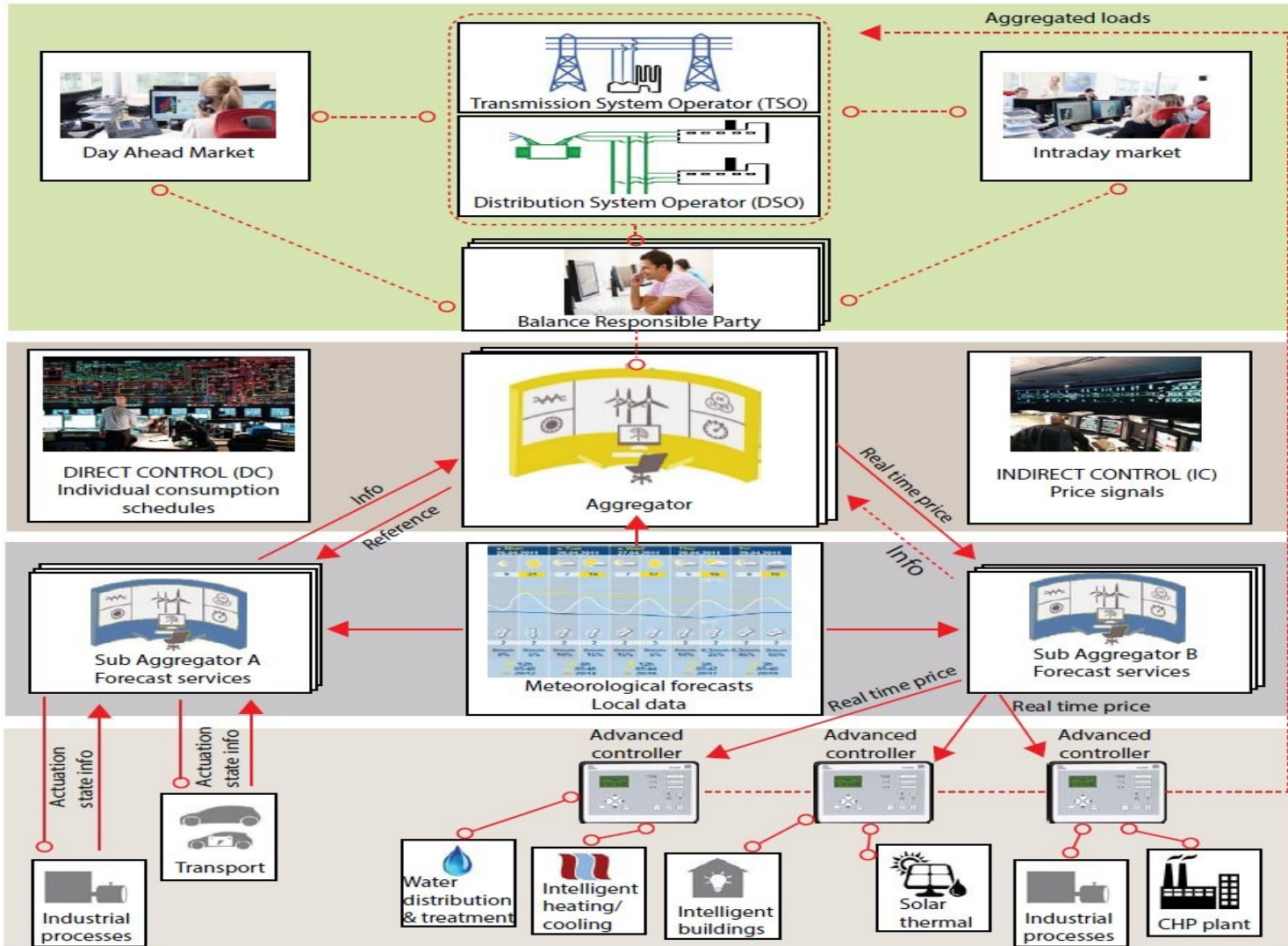
“Energy Systems Integration: Defining and Describing the Value Proposition”, O’Malley, Kroposki, Hannegan, Madsen, Andersson, D’haeseleer, McGranaghan, Dent, Strbac, Baskaran, Rinker., NREL/TP-5D00-66616. June 2016

# Energy System Models for Real Time Applications and Data Assimilation

- **Grey-box models** are simplified models for the individual components facilitating system integration and use of sensor data



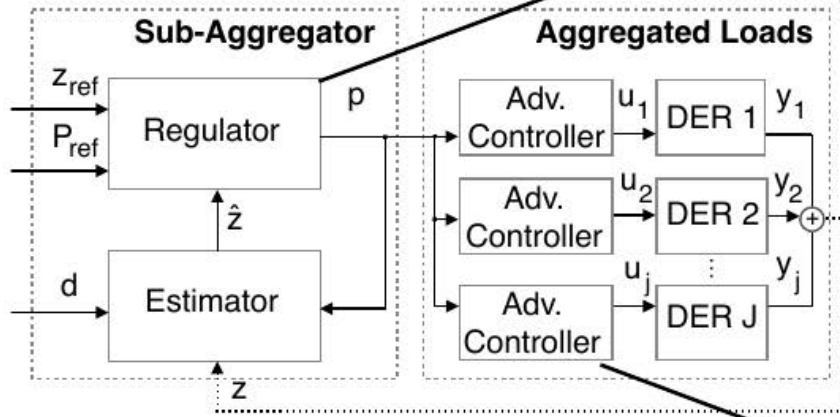
# Smart-Energy OS





# Proposed methodology

## Control-based methodology



$$\min_p \quad \mathbb{E} \left[ \sum_{k=0}^N w_{j,k} \|\hat{z}_k - z_{ref,k}\| + \mu \|p_k - p_{ref,k}\| \right]$$

$$\text{s.t.} \quad \hat{z}_{k+1} = f(p_k)$$

We adopt a control-based approach where the **price** becomes the driver to **manipulate** the behaviour of a certain pool flexible prosumers.

$$\min_u \quad \mathbb{E} \left[ \sum_{k=0}^N \sum_{j=1}^J \phi_j(x_{j,k}, u_{j,k}, p_k) \right]$$

$$\text{s.t.} \quad x_{k+1} = Ax_k + Bu_k + Ed_k,$$

$$y_k = Cx_k,$$

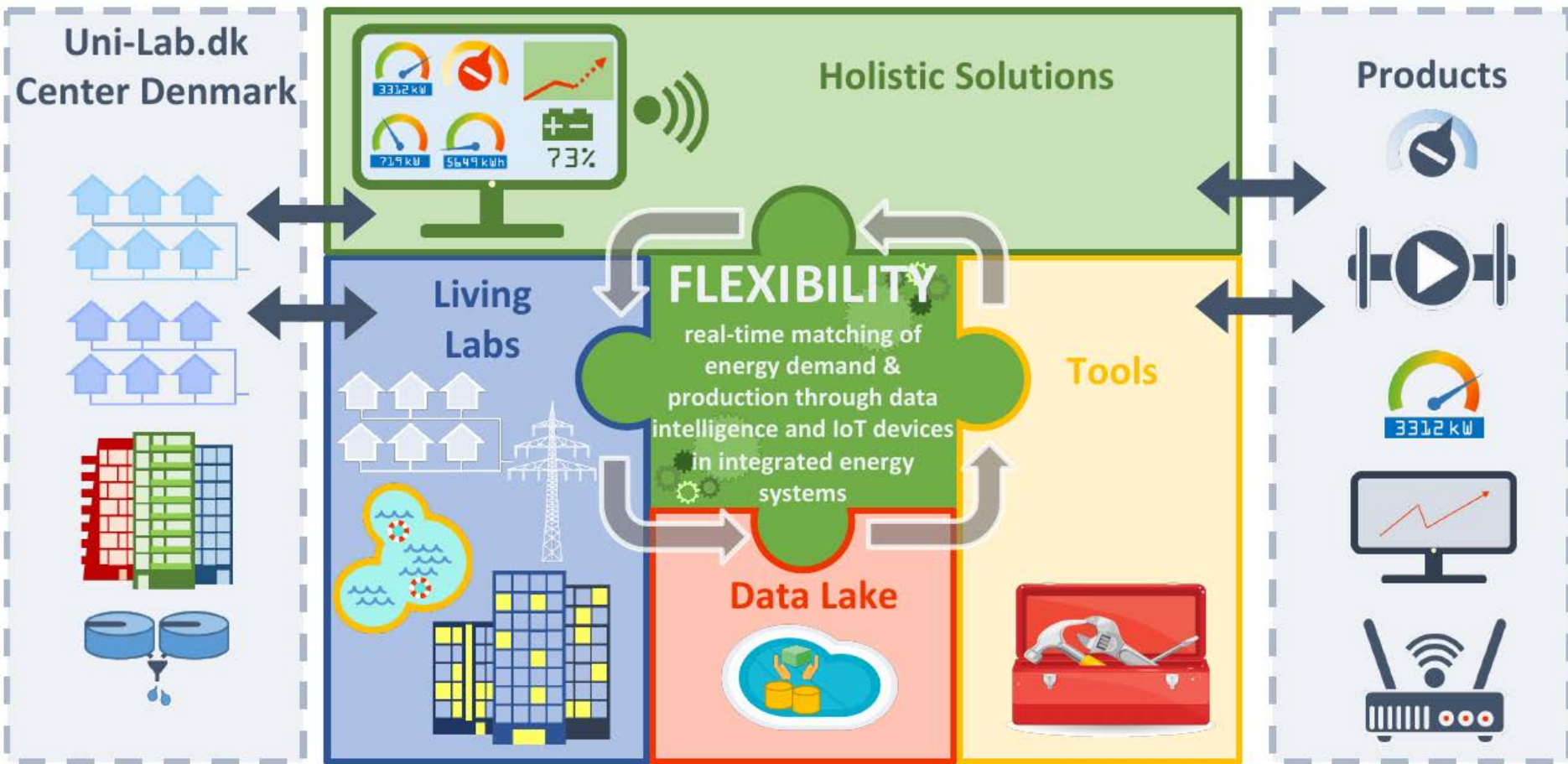
$$y_k^{min} \leq y_k \leq y_k^{max},$$

$$u_k^{min} \leq u_k \leq u_k^{max}$$



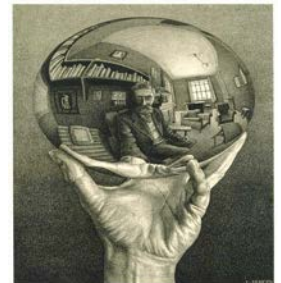
# Flexibility enabled using AI

## A Danish Path to a Fossil Free Society



# SE-OS Characteristics

- 'Bidding – clearing – activation' at higher levels
- Nested sequence of systems – systems of systems
- Hierarchy of optimization (or control) problems
- Control principles at higher spatial/temporal resolutions
- Cloud, Fog, Edge based (IoT, IoS) solutions – eg. for forecasting and control
- Facilitates energy systems integration (power, gas, thermal, ...)
- Allow for new players (specialized aggregators)
- Simple setup for the communication and contracts
- Provides a solution for all ancillary services problems
- Harvest flexibility at all levels -> max. Virtual storage

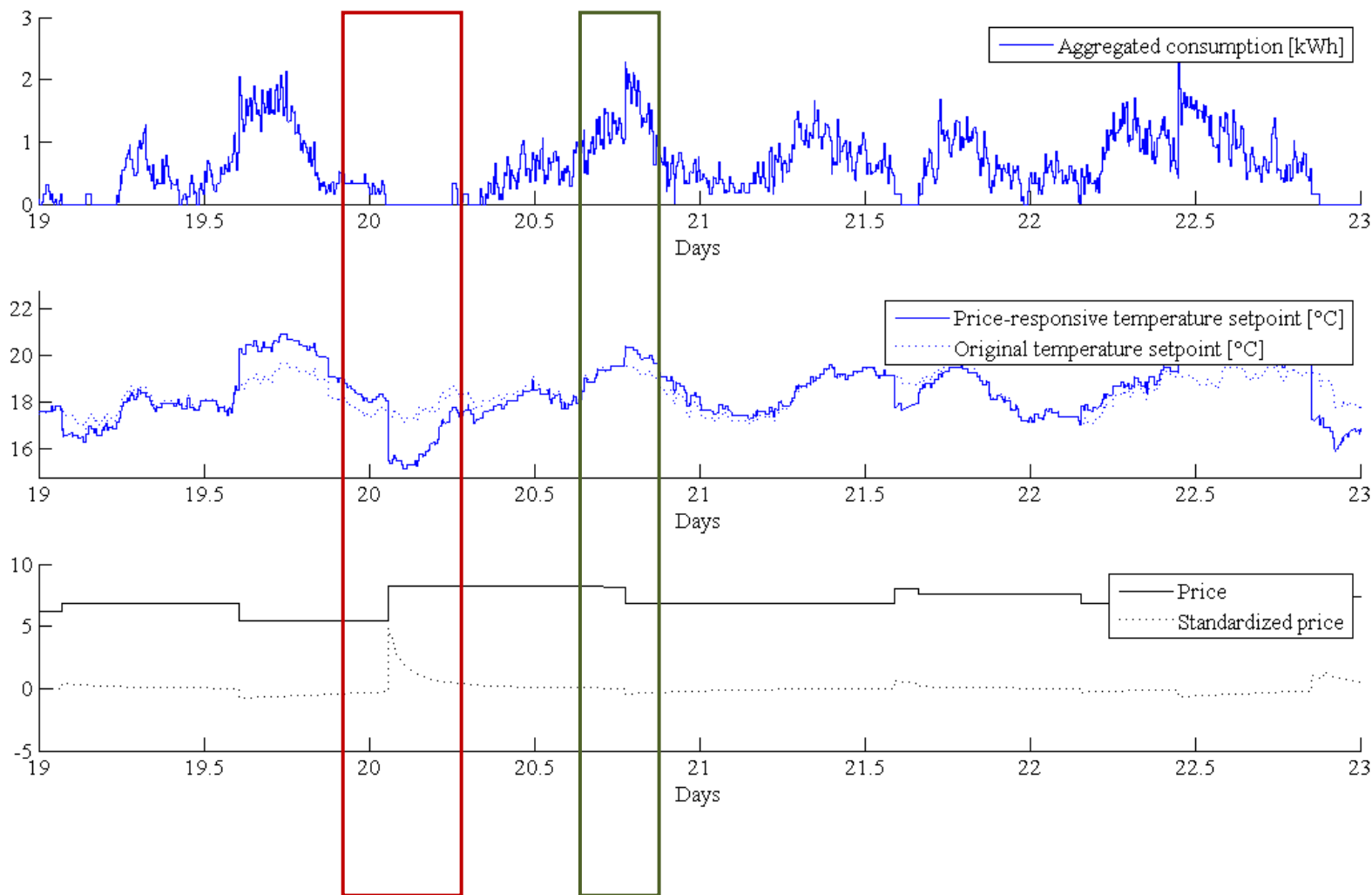


## Case study (Level III)

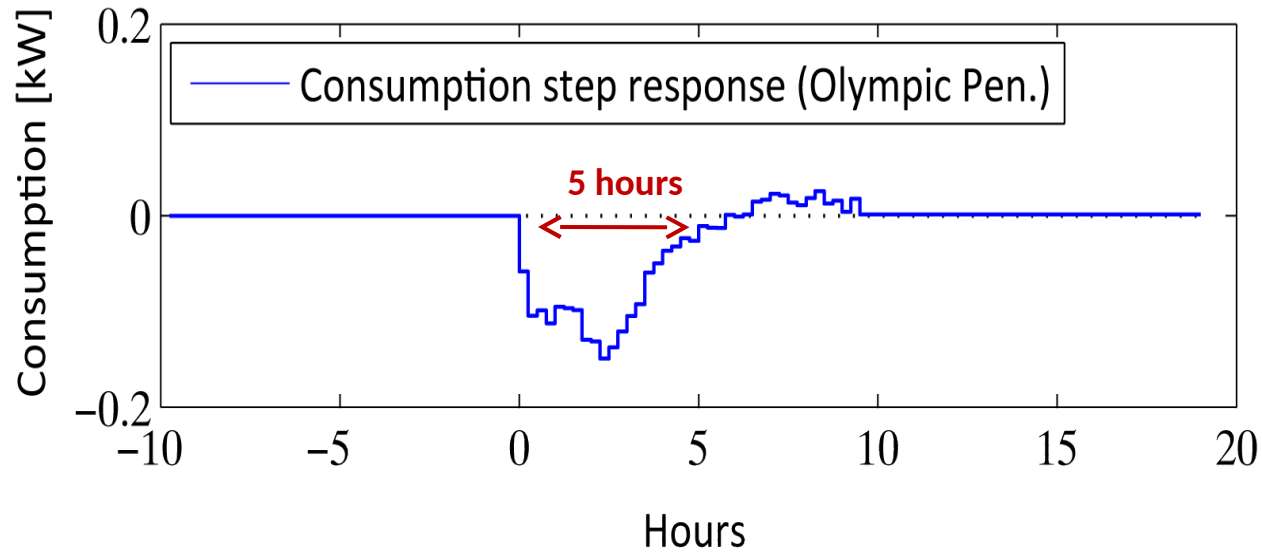
# Price-based Control of Power Consumption (Peak Shaving)



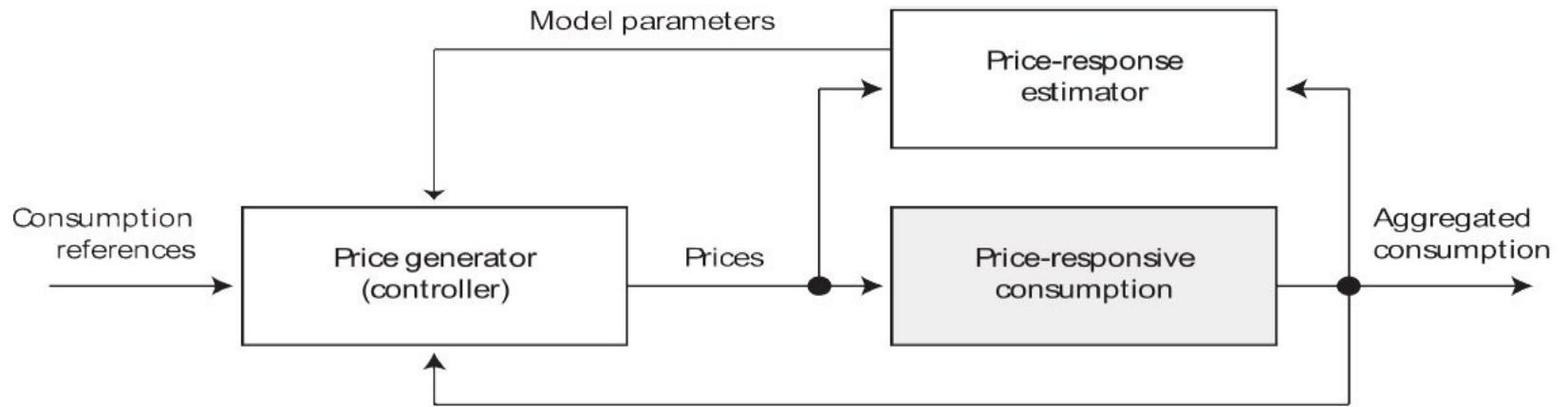
# Aggregation (over 20 houses)



# Response on Price Step Change

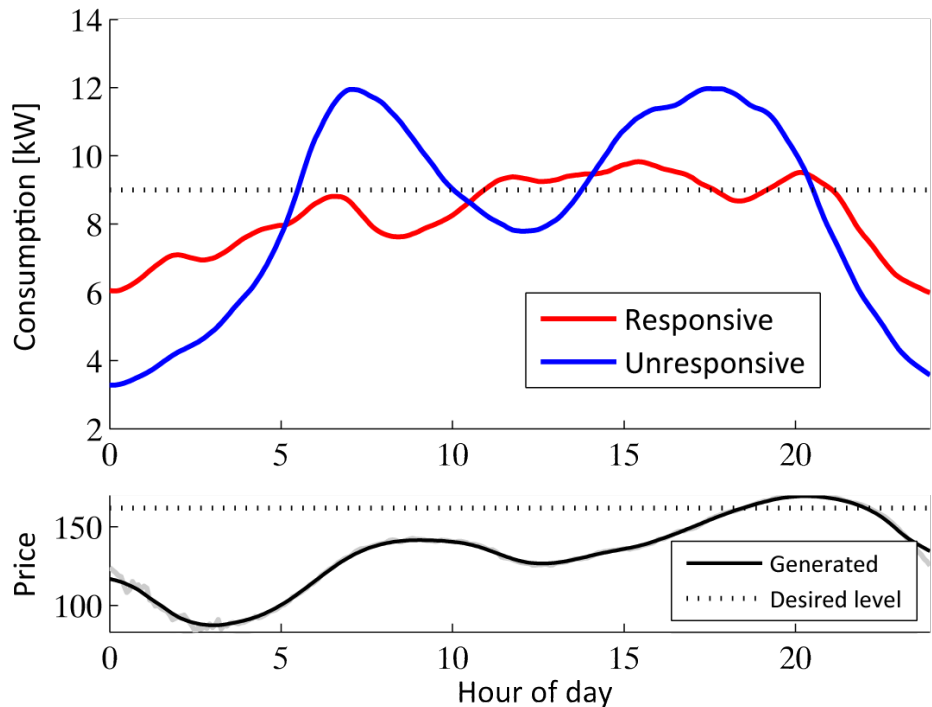


# Control of Power Consumption



# Control performance

Considerable **reduction in peak consumption**





# Flexibility Function

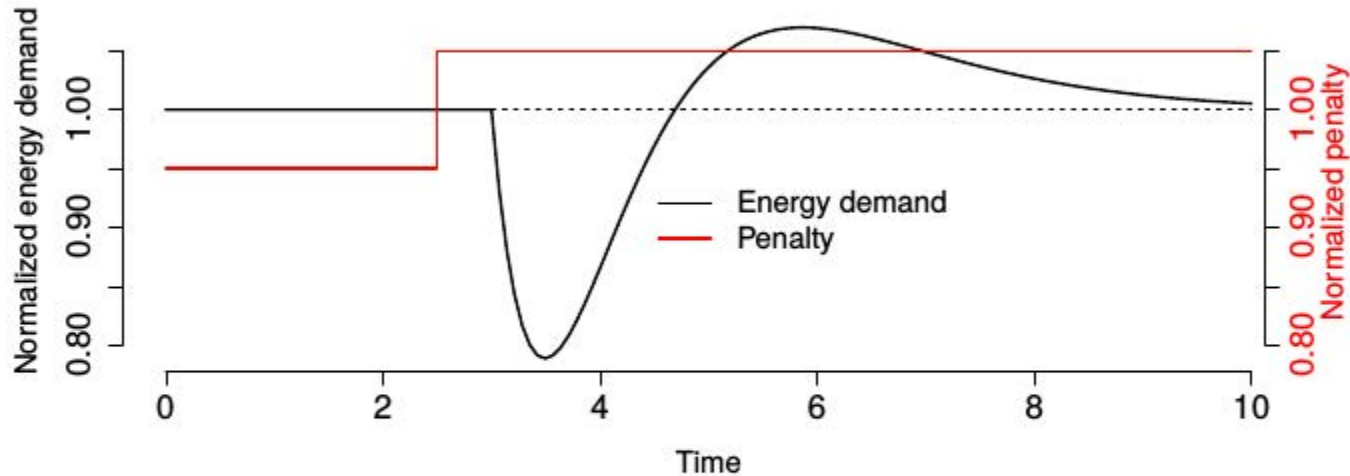
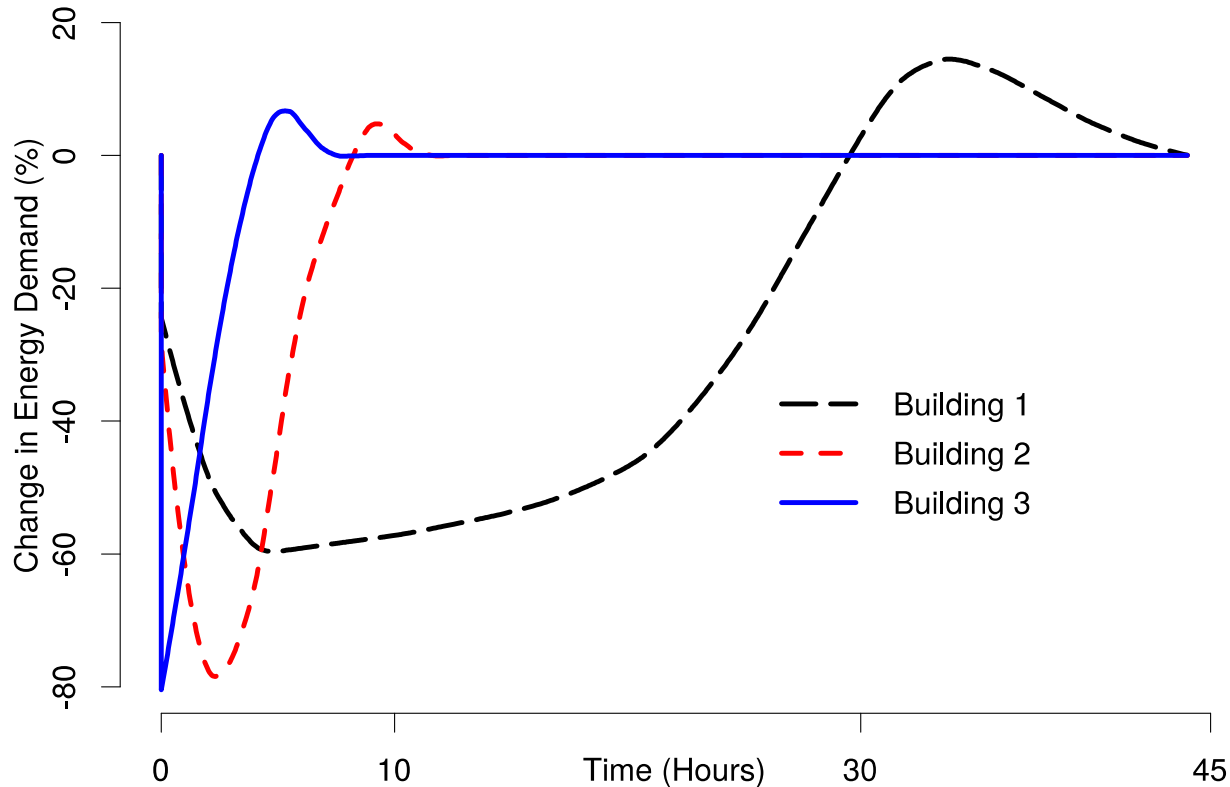
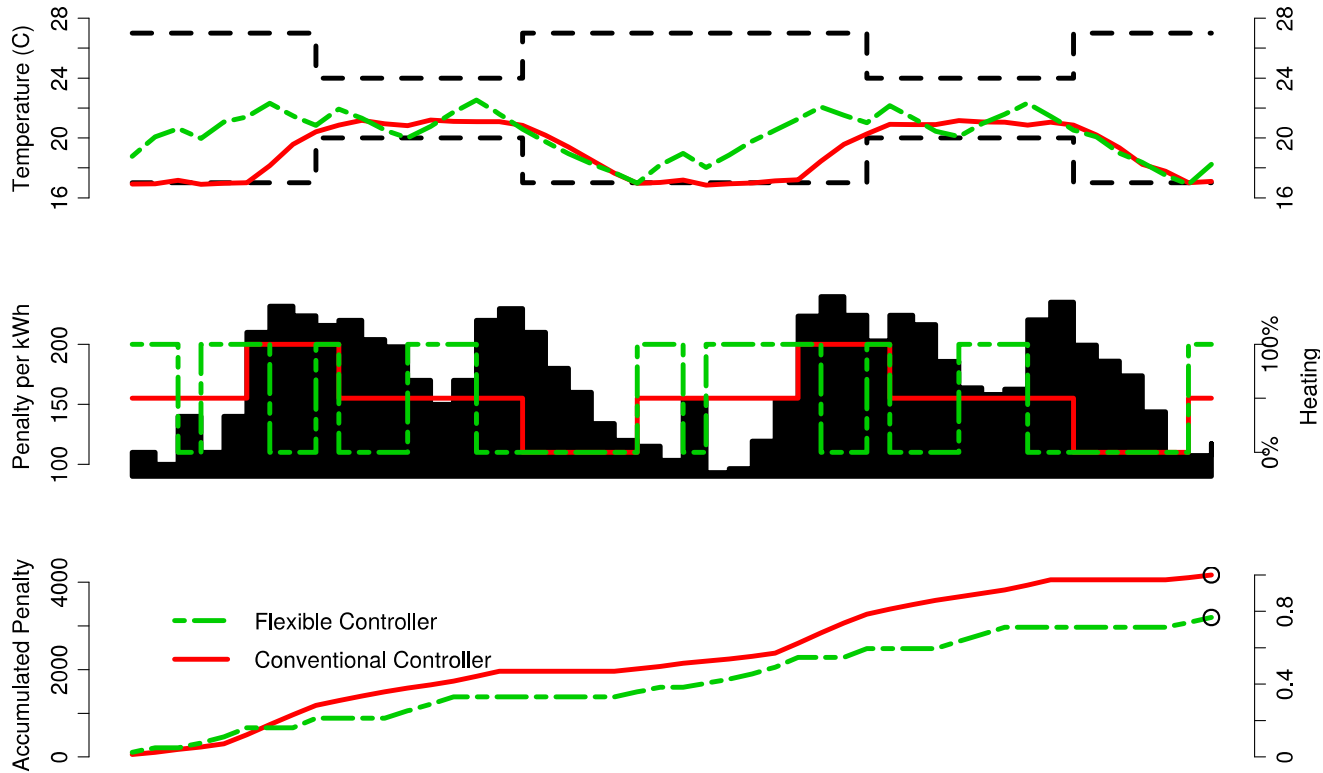


Figure 2: The energy consumption before and after an increase in penalty. The red line shows the normalized penalty while the black line shows the normalized energy consumption. The time scale could be very short with the units being seconds or longer with units of hours. At time 2.5 the penalty is increased,

# Examples of Flexibility Functions



# Penalty based setup



# Penalty Function (examples)

- **Real time CO<sub>2</sub>.** If the real time (marginal) CO<sub>2</sub> emission related to the actual electricity production is used as penalty, then, a smart building will minimize the total carbon emission related to the power consumption. Hence, the building will be *emission efficient*.
- **Real time price.** If a real time price is used as penalty, the objective is obviously to minimize the total cost. Hence, the building is *cost efficient*.
- **Constant.** If a constant penalty is used, then, the controllers would simply minimize the total energy consumption. The smart building is, then, *energy efficient*.

# Smart Grid Applications

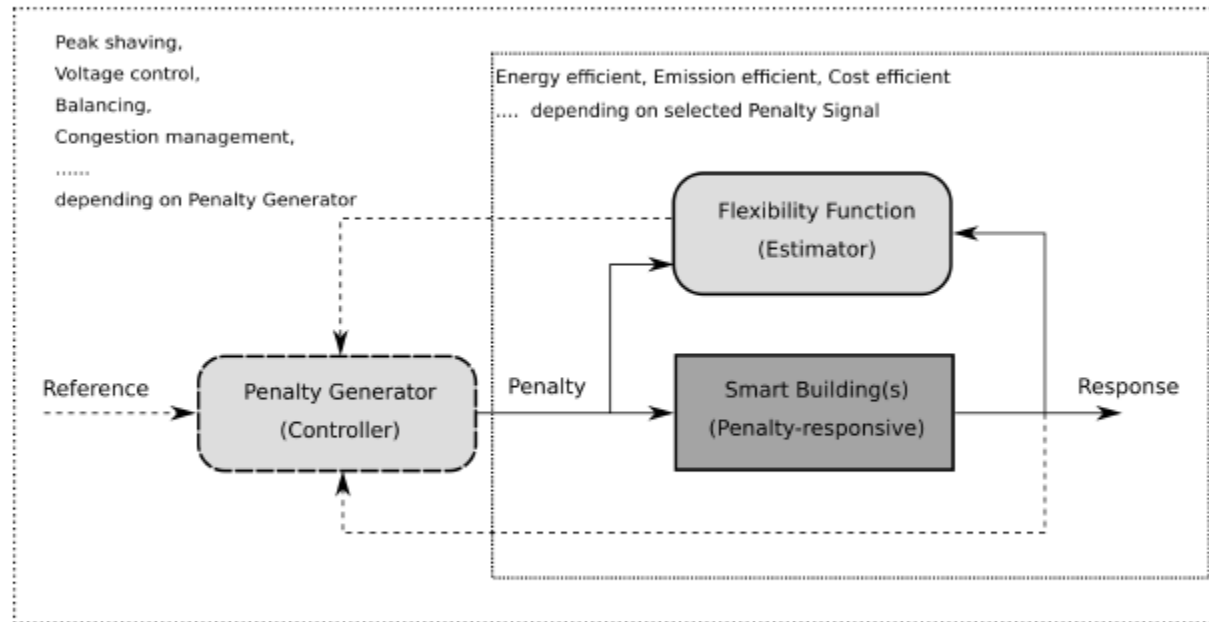


Figure 8: Smart buildings and penalty signals.

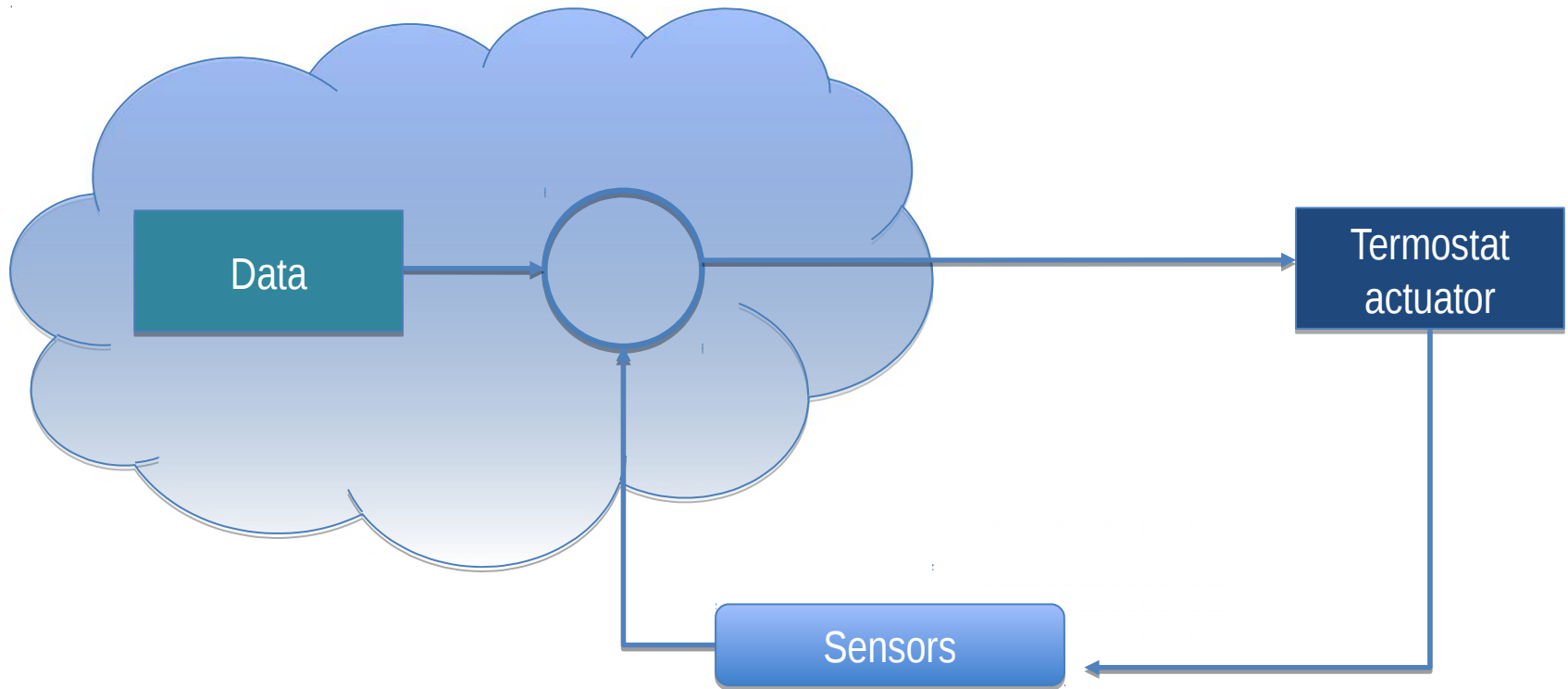
# Case study (Level IV – Indirect Control)

## Control of HVAC Systems (based on varying prices from Level III)

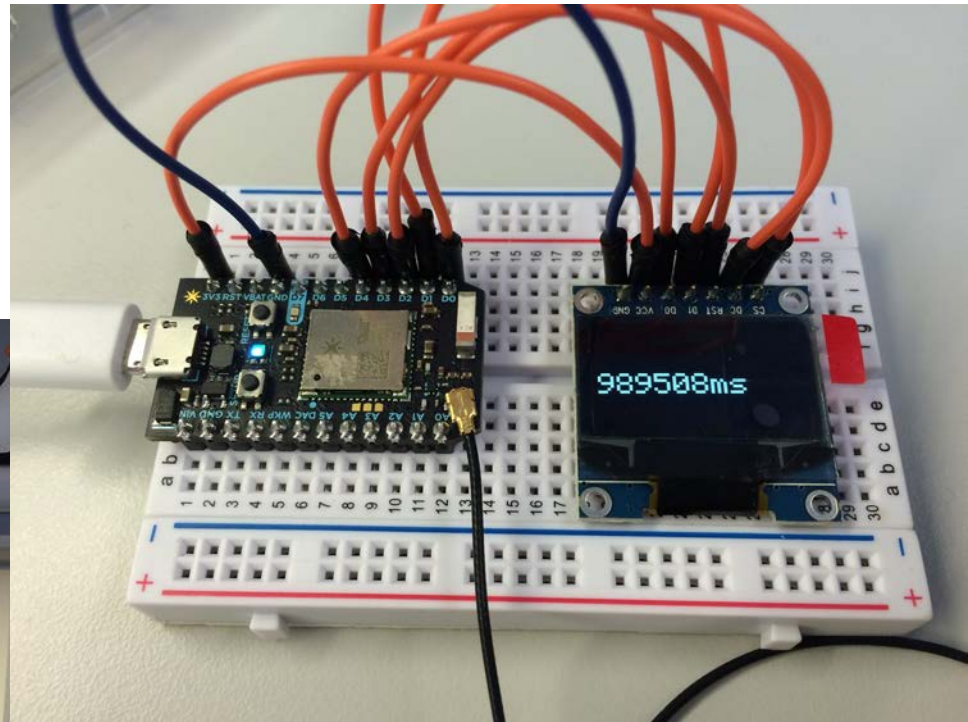
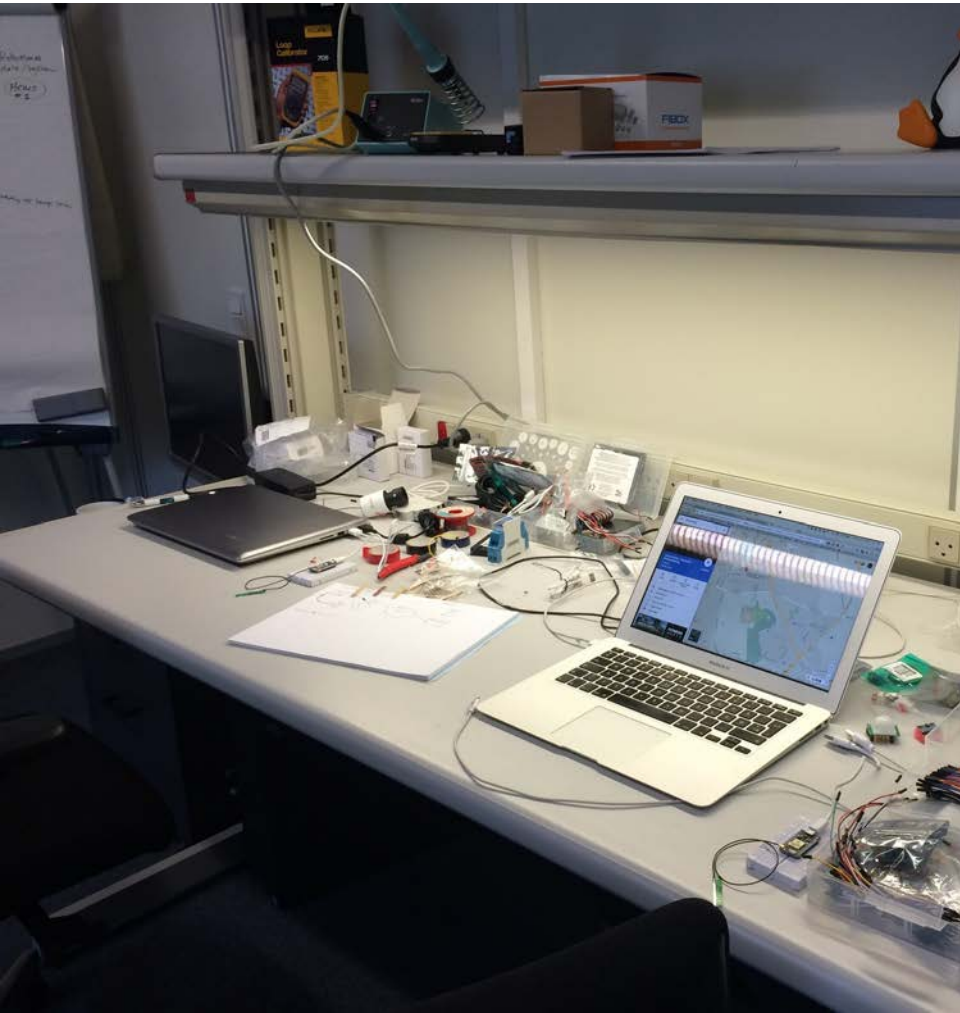


# SE-OS – Low level controllers

## Control loop design – **logical drawing**

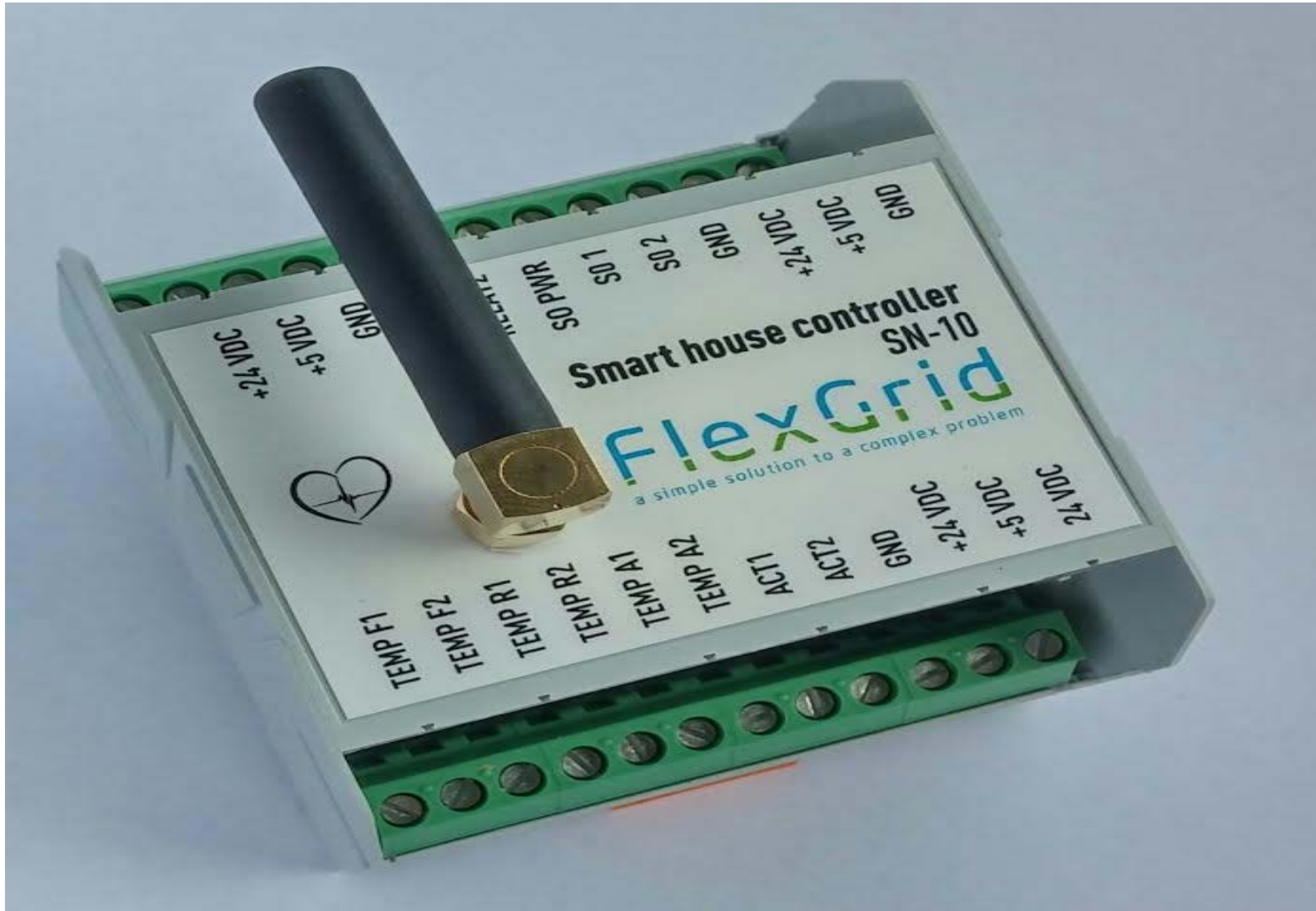


# Lab testing ....





# SN-10 Smart House Prototype



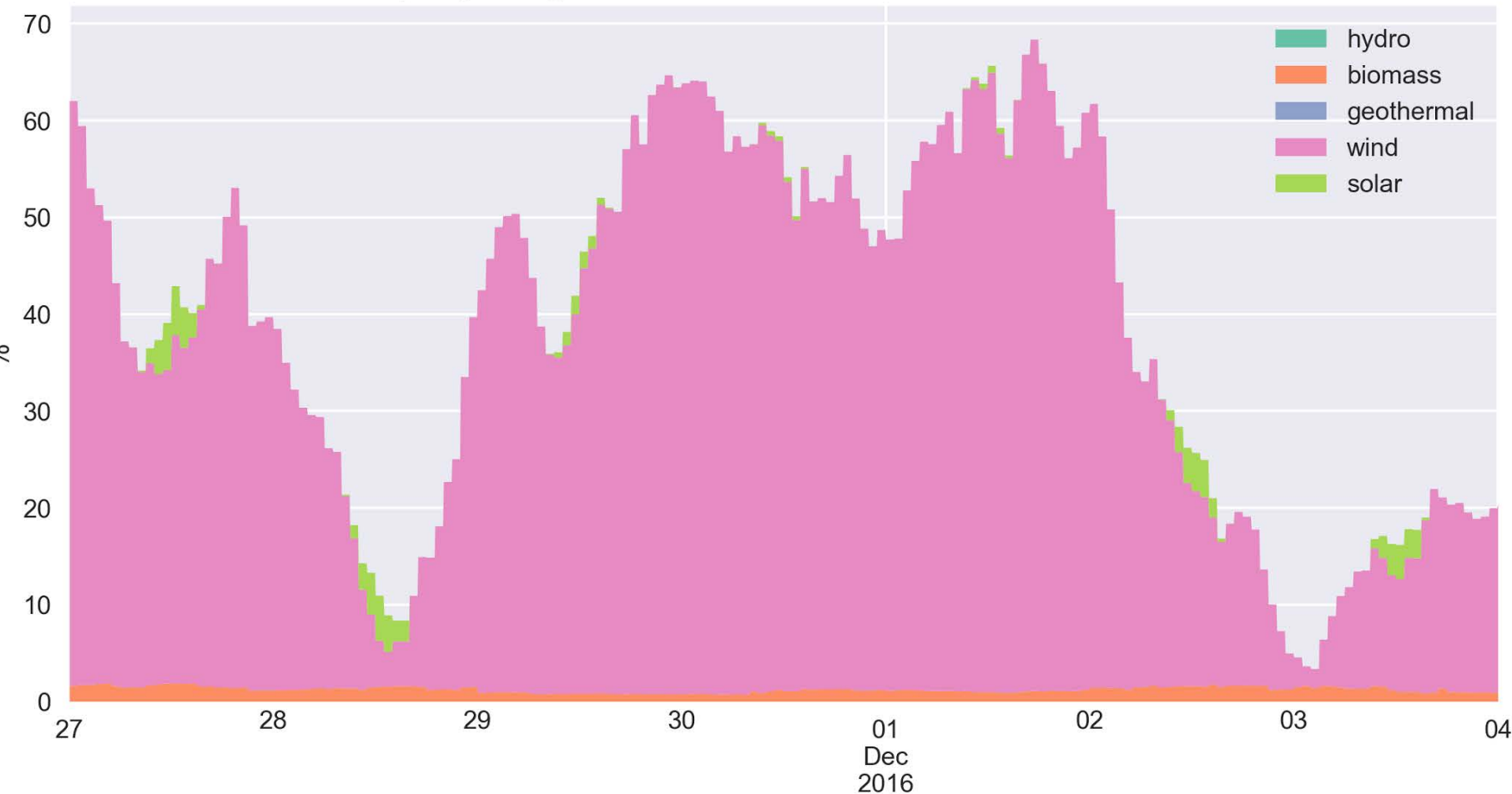
## Case study

# Control of heat pumps (Energy or/and CO2 efficient control)





Share of electricity originating from renewables in Denmark Late Nov 2016 - Start Dec 2016



Source: [pro.electricitymap.com](http://pro.electricitymap.com)

January 25, 2017 UTC+01:00  
8:01 AM

# Live CO2 emissions of the European electricity consumption

This shows in real-time where your electricity comes from and how much CO2 was emitted to produce it.

We take into account electricity imports and exports between countries.

Tip: Click on a country to start exploring →

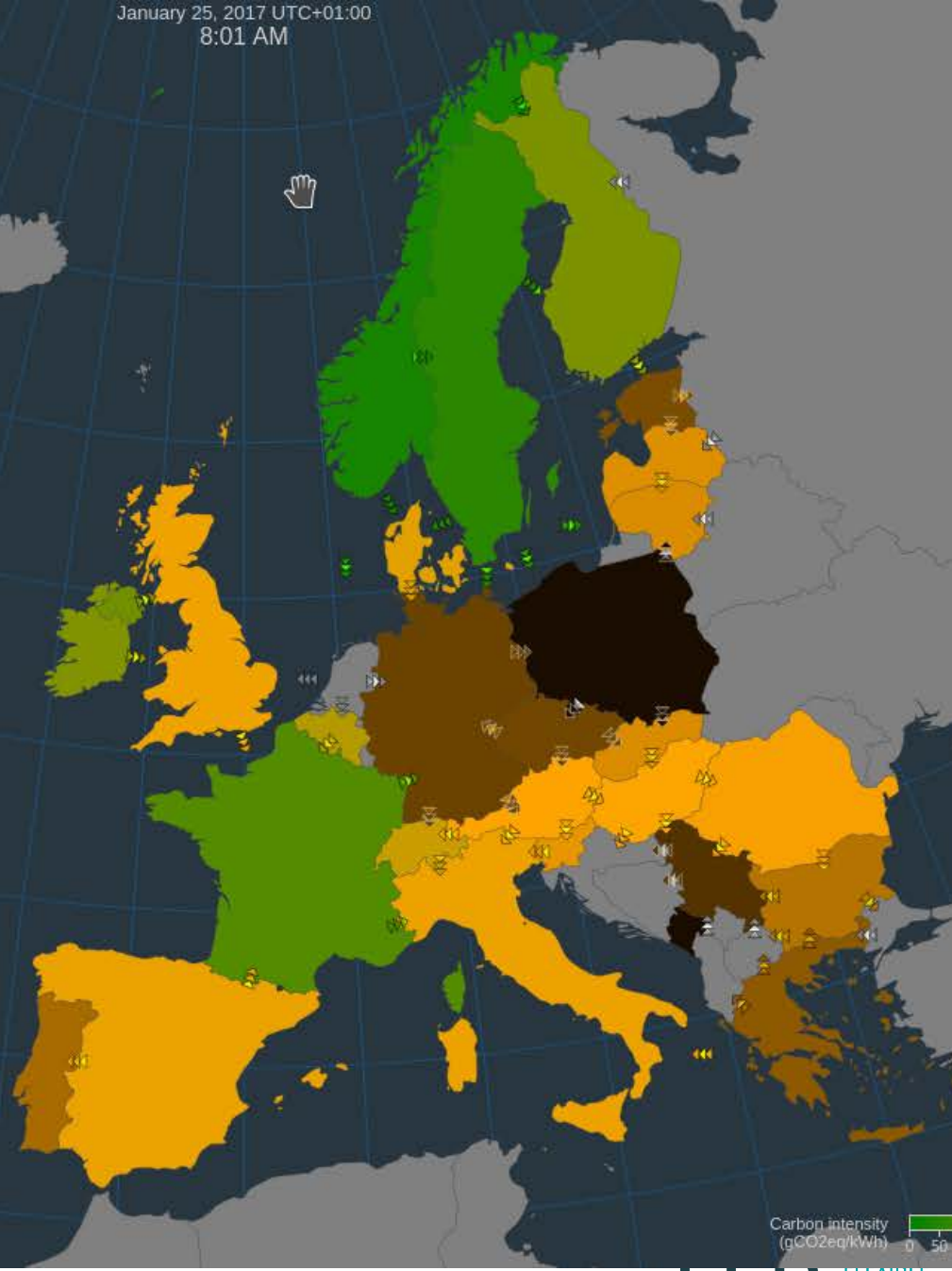


Like the visualization? We would love to hear your feedback!  
 Found bugs or have ideas? Report them here.  
 This project is Open Source: contribute on GitHub.  
 All data sources and model explanations can be found here.

Share 24K
 Tweet
 Slack

A PROJECT BY

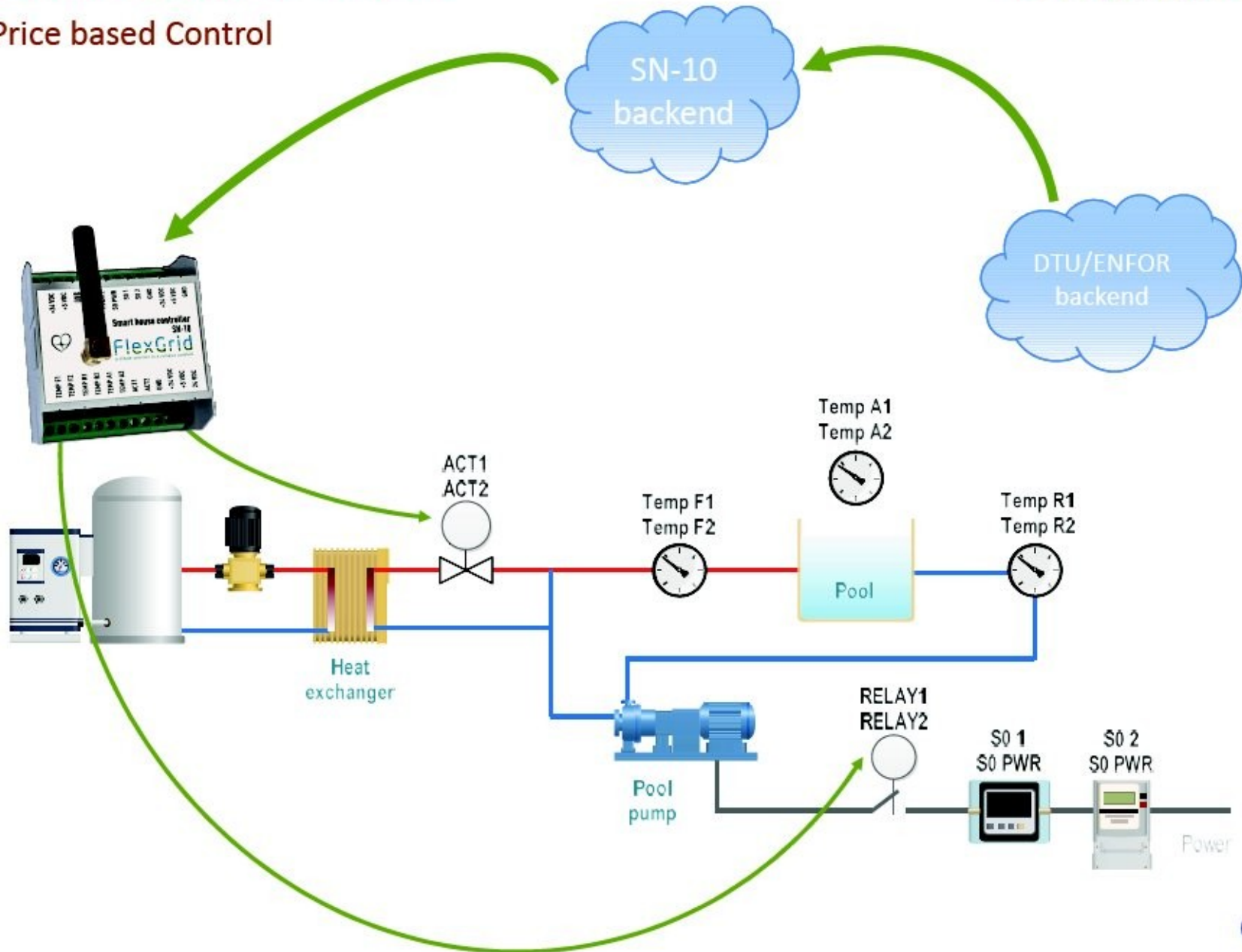
Like Follow



Carbon intensity (gCO<sub>2</sub>eq/kWh) 0 50

# How does it work?

## Price based Control



# Example: Price-based control

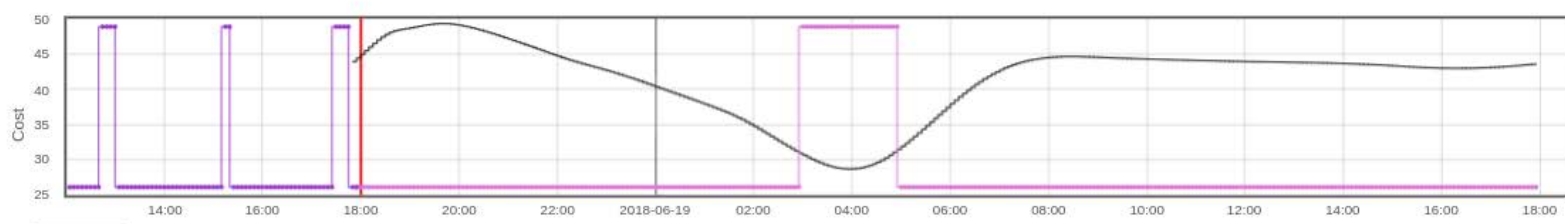
## A3074 Controller

Cost: DK1 Imbalance Price Consumption [EUR/MWh], Adaptive Estimation



- me-5m / WaterTemperatureForward
- me-5m / AirTemperature
- pre / WaterTemperatureReturnMinLimit
- pre / WaterTemperatureReturnMaxLimit
- pre / WaterTemperatureReturn
- me-5m / WaterTemperatureReturn
- pre / WaterTemperatureSetpoint
- me-5m / WaterTemperatureSetpoint

Download



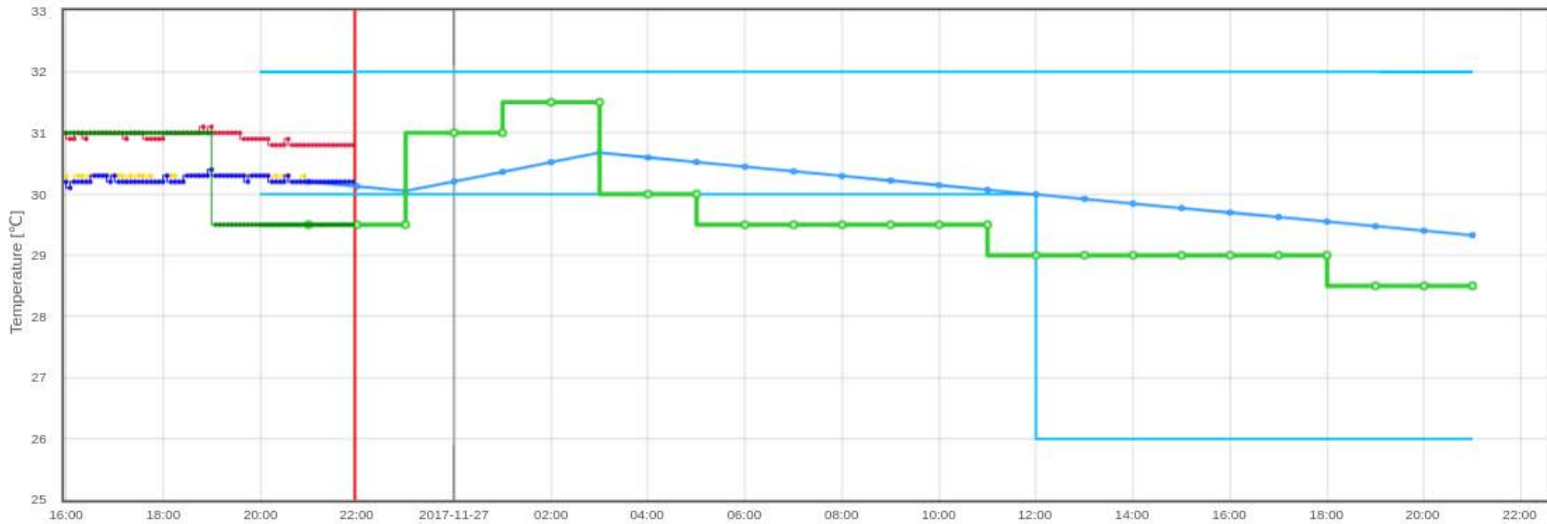
- pre-inp / CostPre
- DK1 Imbalance Price Consumption [EUR/MWh]
- pre / ValveState
- me-5m / ValveState

Download

# Example: CO2-based control (10-15 pct savings in CO2 e.)

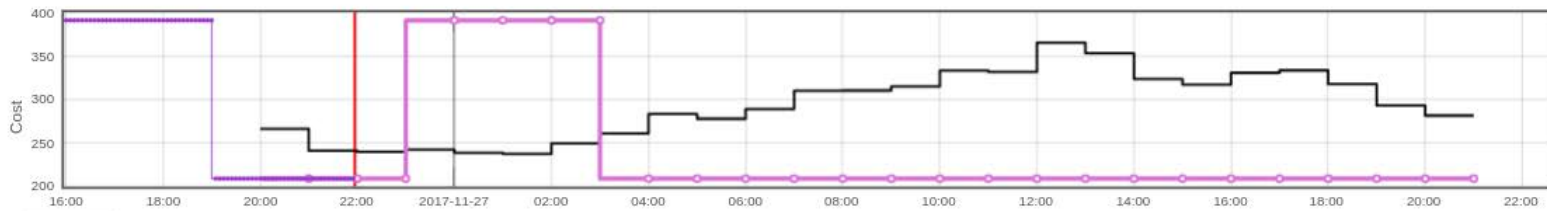
## D7811 Controller

Cost: co2intensity [g/kWh]



- me-5m / WaterTemperatureForward
- me-5m / AirTemperature
- pre / WaterTemperatureReturnMinLim
- pre / WaterTemperatureReturnMaxLim
- pre / WaterTemperatureReturn
- me-5m / WaterTemperatureReturn
- pre / WaterTemperatureSetpoint
- me-5m / WaterTemperatureSetpoint

Download



- pre-inp / CostPre
- co2intensity [g/kWh]
- pre / ValveState
- me-5m / ValveState

Download



# CITIES Solutions



**Energy Taxes for the Transition to a Low-Carbon Society**

**INTRODUCTION**

The health and environmental benefits of reducing CO<sub>2</sub> emissions are well established. However, energy consumption by non-residential users in the industrial sector is only about 20% of the total. This means that industrial users can be a significant source of CO<sub>2</sub> emissions. The CO<sub>2</sub> emissions from industrial users are high, to a large extent in gas-intensive and energy-intensive industries. It is important to have a better understanding of the energy use, and to make significant energy savings in these industries. The energy use in the industrial sector is not only high, but also energy-intensive. The energy use in the industrial sector is not only high, but also energy-intensive. The energy use in the industrial sector is not only high, but also energy-intensive.

Energy taxes for the transition to a low-carbon society

**Dynamic CO<sub>2</sub> based control**

**INTRODUCTION**

Carbon dioxide (CO<sub>2</sub>) is a greenhouse gas that contributes to global warming. The concentration of CO<sub>2</sub> in the atmosphere is increasing rapidly, and this is causing global warming. The concentration of CO<sub>2</sub> in the atmosphere is increasing rapidly, and this is causing global warming. The concentration of CO<sub>2</sub> in the atmosphere is increasing rapidly, and this is causing global warming.

Dynamic CO<sub>2</sub> based control

**Smart Meter Consumption**

**INTRODUCTION**

Smart meters are devices that can measure and record the consumption of electricity, gas, or water. They can also provide information about the usage of these resources. Smart meters are devices that can measure and record the consumption of electricity, gas, or water. They can also provide information about the usage of these resources. Smart meters are devices that can measure and record the consumption of electricity, gas, or water.

Stability of electricity smart meter clusters

**Integrated Energy Planning**

**INTRODUCTION**

Integrated energy planning is a process of identifying and integrating energy resources for a continuous island. It involves identifying and integrating energy resources for a continuous island. It involves identifying and integrating energy resources for a continuous island. It involves identifying and integrating energy resources for a continuous island.

Integrated energy planning for a caribbean island

**District Cooling**

**INTRODUCTION**

District cooling is a system of providing cooling to multiple buildings from a central plant. It is a more efficient and cost-effective way of providing cooling than individual air conditioning units. District cooling is a system of providing cooling to multiple buildings from a central plant. It is a more efficient and cost-effective way of providing cooling than individual air conditioning units.

Potential of district cooling

**Clustering-Based Analysis**

**INTRODUCTION**

Clustering-based analysis is a technique for identifying groups of similar data points. It is used to identify patterns and relationships in data. Clustering-based analysis is a technique for identifying groups of similar data points. It is used to identify patterns and relationships in data.

Clustering based analysis of residential district heating data

**Storage in Thermal Building Mass**

**INTRODUCTION**

Storage in thermal building mass is a technique for storing energy in the form of heat. It is used to store energy for use during peak demand periods. Storage in thermal building mass is a technique for storing energy in the form of heat. It is used to store energy for use during peak demand periods.

**Integrated Market for Electricity and Natural Gas**

**INTRODUCTION**

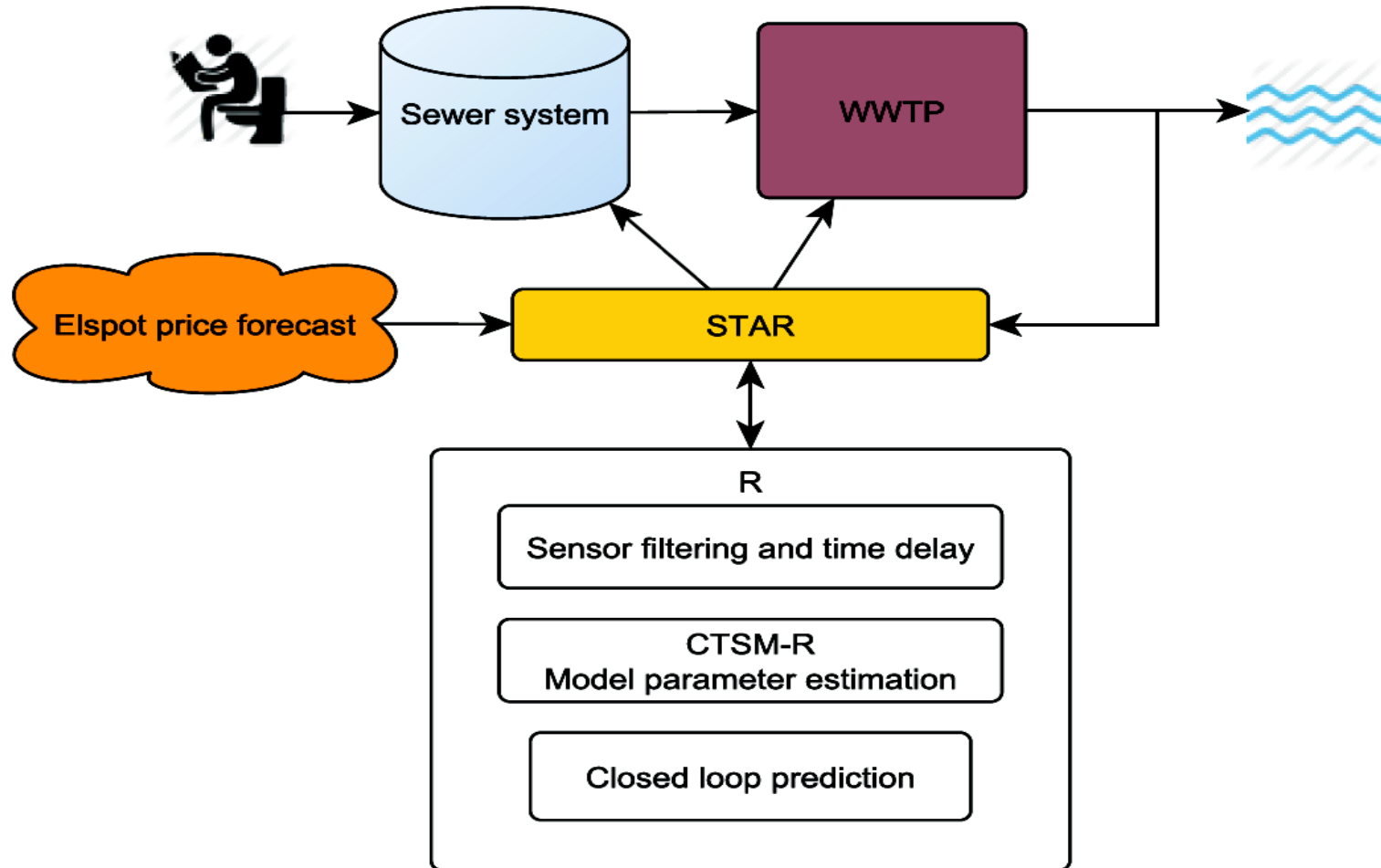
Integrated market for electricity and natural gas is a system of trading electricity and natural gas. It allows for the integration of electricity and natural gas markets. Integrated market for electricity and natural gas is a system of trading electricity and natural gas. It allows for the integration of electricity and natural gas markets.

**Coupled Electricity and Natural Gas Markets**

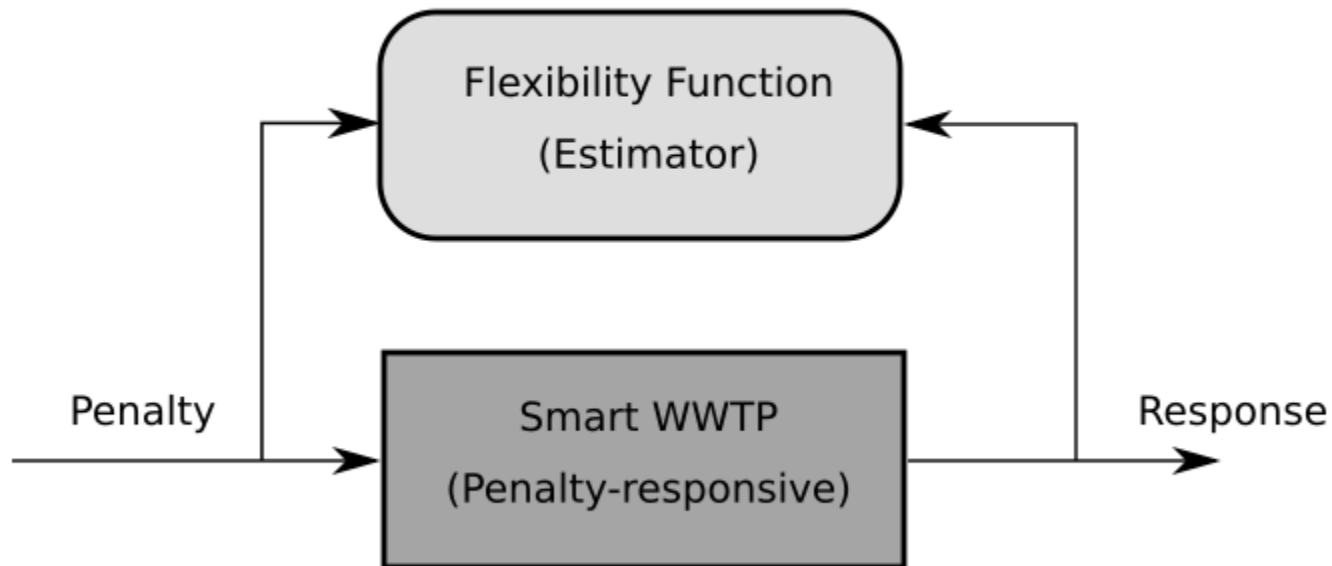
**INTRODUCTION**

Coupled electricity and natural gas markets is a system of trading electricity and natural gas. It allows for the integration of electricity and natural gas markets. Coupled electricity and natural gas markets is a system of trading electricity and natural gas. It allows for the integration of electricity and natural gas markets.

# Energy Flexibility in Wastewater Treatment



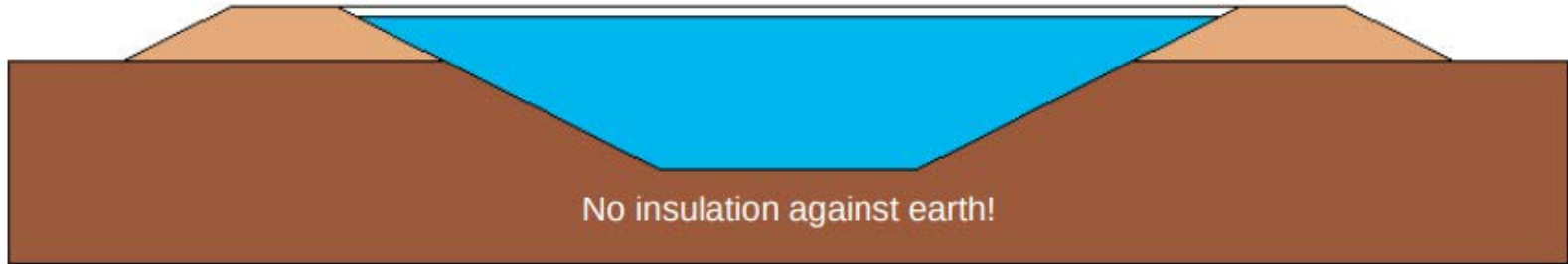
# Flexibility Function



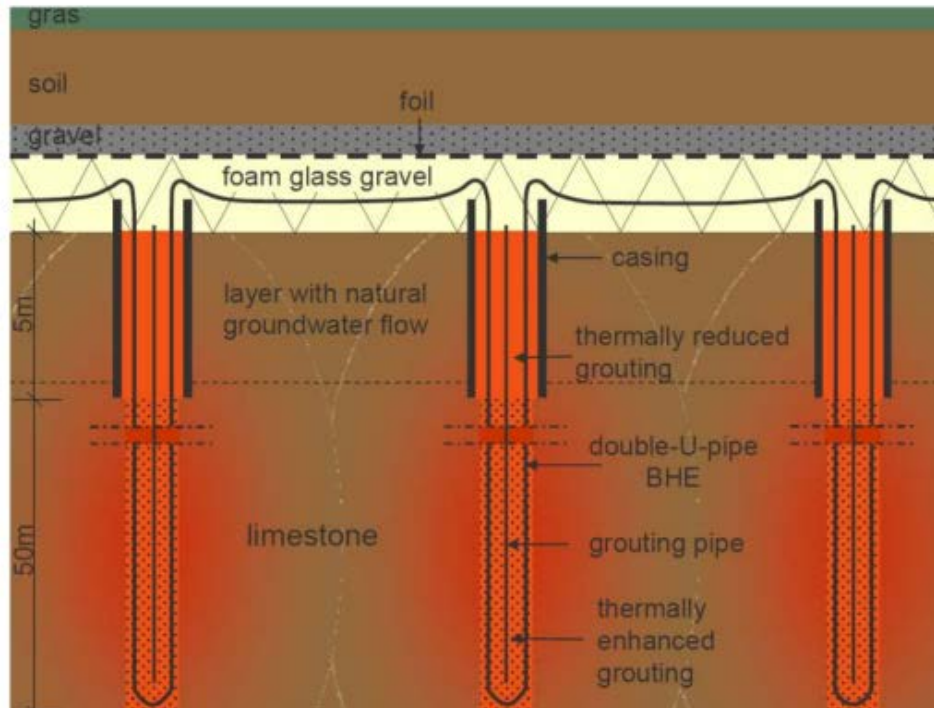
# Seasonal Storage - District Heating

(from Simon Furbo, DTU Byg)

Water pit



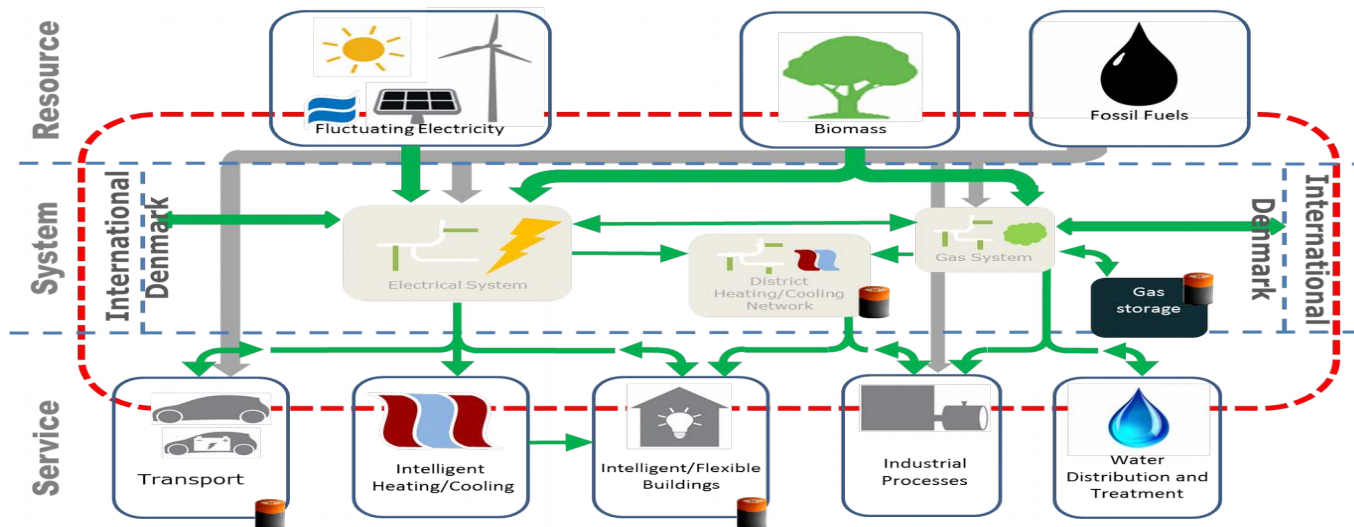
Borehole storage



# Measurements

	Borehole storage, Brædstrup	Water pit storage, Marstal	Water pit storage, Dronninglund	Water pit storage, Gram
Size	19000 m <sup>3</sup> soil, corresponding to about 12000 m <sup>3</sup> water	75000 m <sup>3</sup> water	62000 m <sup>3</sup> water	110000 m <sup>3</sup> water
Maximum storage temperature	50°C	90°C	90°C	90°C
Heat recovered from heat storage during first year	44%	18%	78%	55%
Heat recovered from heat storage during second year	38%	65%	90%	
Heat recovered from heat storage during third year	102%	62%	91%	
Heat recovered from heat storage during fourth year	46%	Problems with measurements		

# (Virtual) Storage Solutions



● Flexibility (or virtual storage) characteristics:

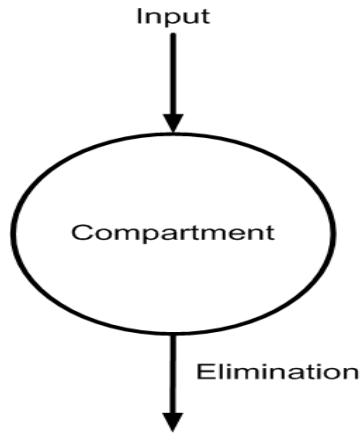
- Supermarket refrigeration can provide storage 0.5-2 hours ahead
- Buildings thermal capacity can provide storage up to, say, 2-10 hours ahead
- Buildings with local water storage can provide storage up to, say, 2-18 hours ahead
- District heating/cooling systems can provide storage up to 1-3 days ahead
- DH systems with thermal solar collectors can often provide seasonal storage solutions
- Gas systems can provide seasonal/long term storage solutions

# Grey-box Modeling





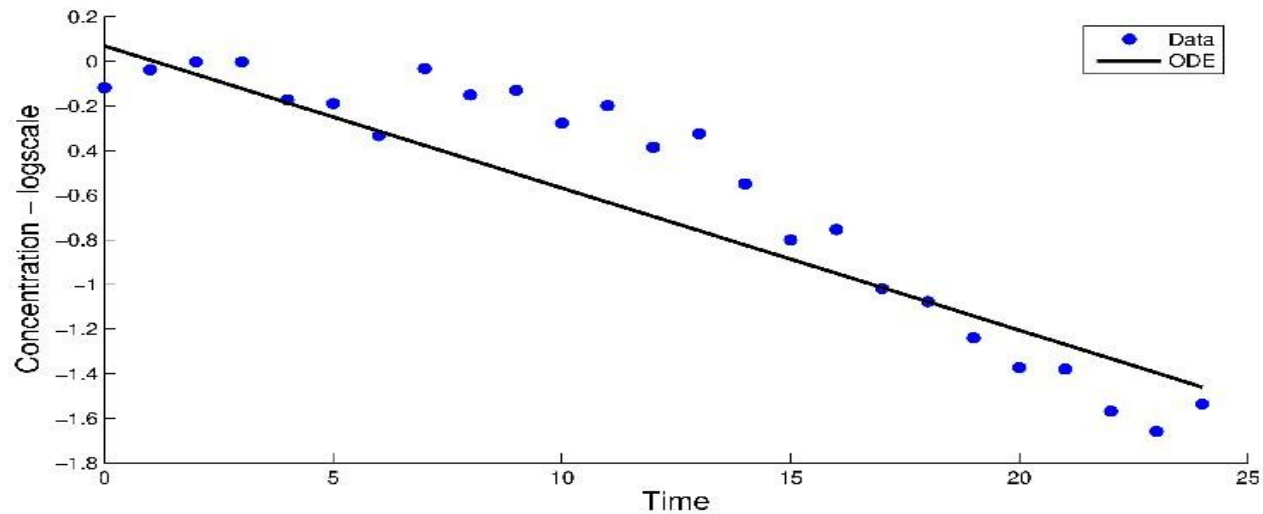
# Traditional Dynamical Model



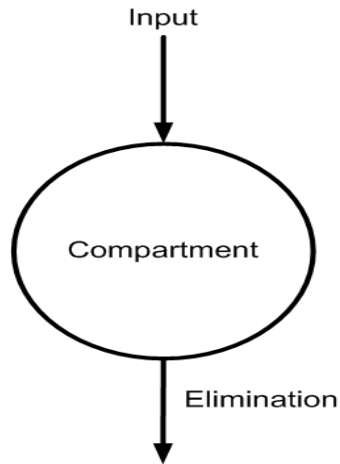
- Ordinary Differential Equation:

$$dA = -KA dt$$

$$Y = A + \epsilon$$



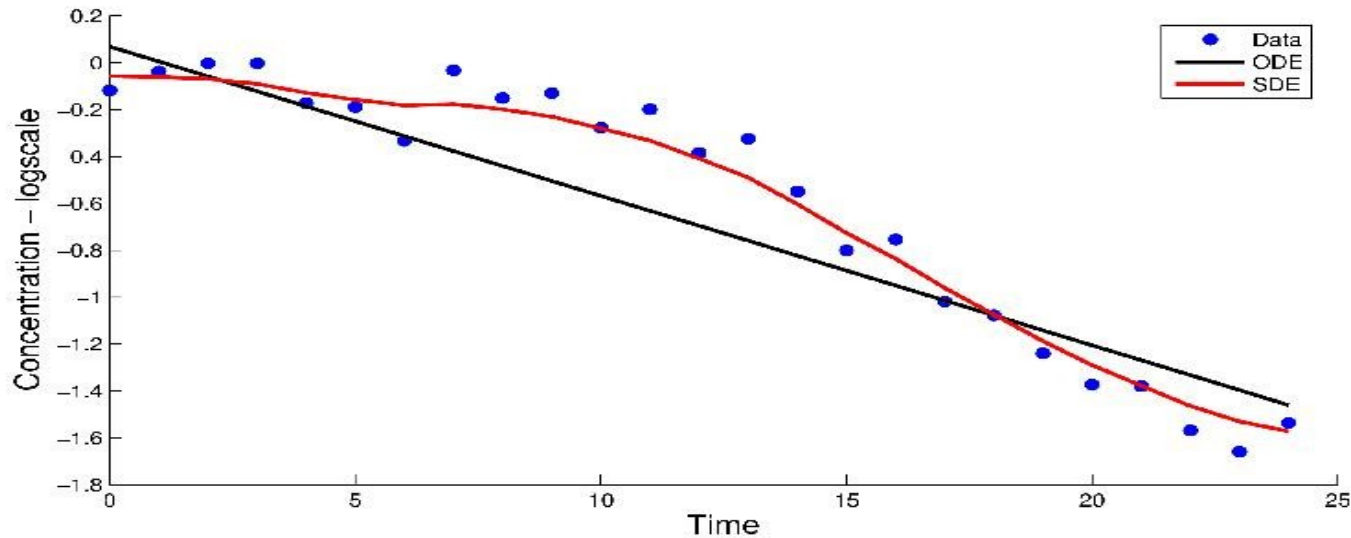
# Stochastic Dynamical Model



• Stochastic Differential Equation:

$$dA = -KA dt + \sigma dw$$

$$Y = A + e$$



# The Grey-Box model

Drift term

Diffusion term

$$dX_t = f(X_t, u_t, t, \theta) dt + \sigma(X_t, u_t, t, \theta) d\omega_t$$

$$Y_k = h(X_k, u_k, t_k, \theta) + e_k$$

System equation

Observation equation

Observation noise

Notation:

$X_t$ : State variables

$u_t$ : Input variables

$\theta$ : Parameters

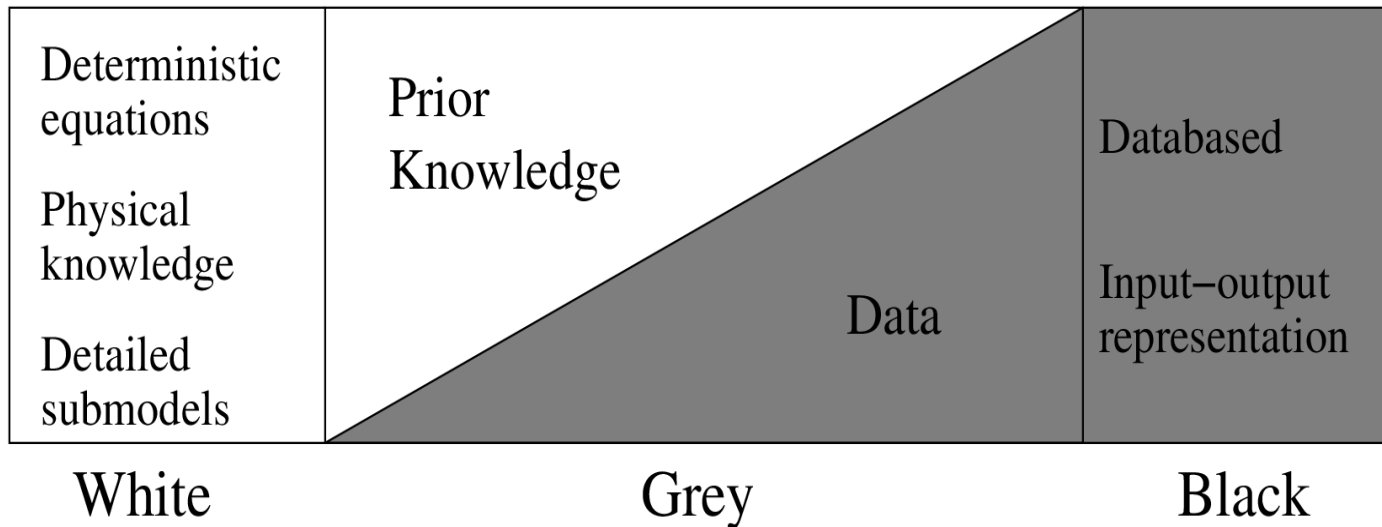
$Y_k$ : Output variables

$t$ : Time

$\omega_t$ : Standard Wiener process

$e_k$ : White noise process with  $N(0, S)$

# Grey-Box modeling concept



- Combines prior physical knowledge with information in data
- Equations and parameters are physically interpretable

## Grey-Box models are well suited for:

- ◆ One-step forecasts
  - ◆ K-step forecasts
  - ◆ Simulations
  - ◆ Control
  - ◆ ... of both *observed* and *hidden* states.
- 
- Provides a **framework for pinpointing model deficiencies** – like:
    - ◆ Time-tracking of unexplained variations in e.g. parameters
    - ◆ Missing (differential) equations
    - ◆ Missing functional relations
    - ◆ Lack of proper description of the uncertainty

# Grey-Box Modeling

- **Bridges the gap between physical and statistical modeling**
- Provides methods for **model identification**
- Provides methods for **model validation**
- Provides methods for **pinpointing model deficiencies**
- Enables methods for a reliable description of the uncertainties, which implies that the same model can be used for **k-step forecasting, simulation and control**

# Center Denmark

## Green transition paved by green innovation



CENTER  
DENMARK



Connect networks and data  
for a green world

### Danmarks nationale Center

Fremme den grønne omstilling.  
Samle og bygge bro, mellem  
forskning, teknologi, natur og formidling,  
på tværs af interesseorganisationer,  
virksomheder, skoler og  
universiteter.





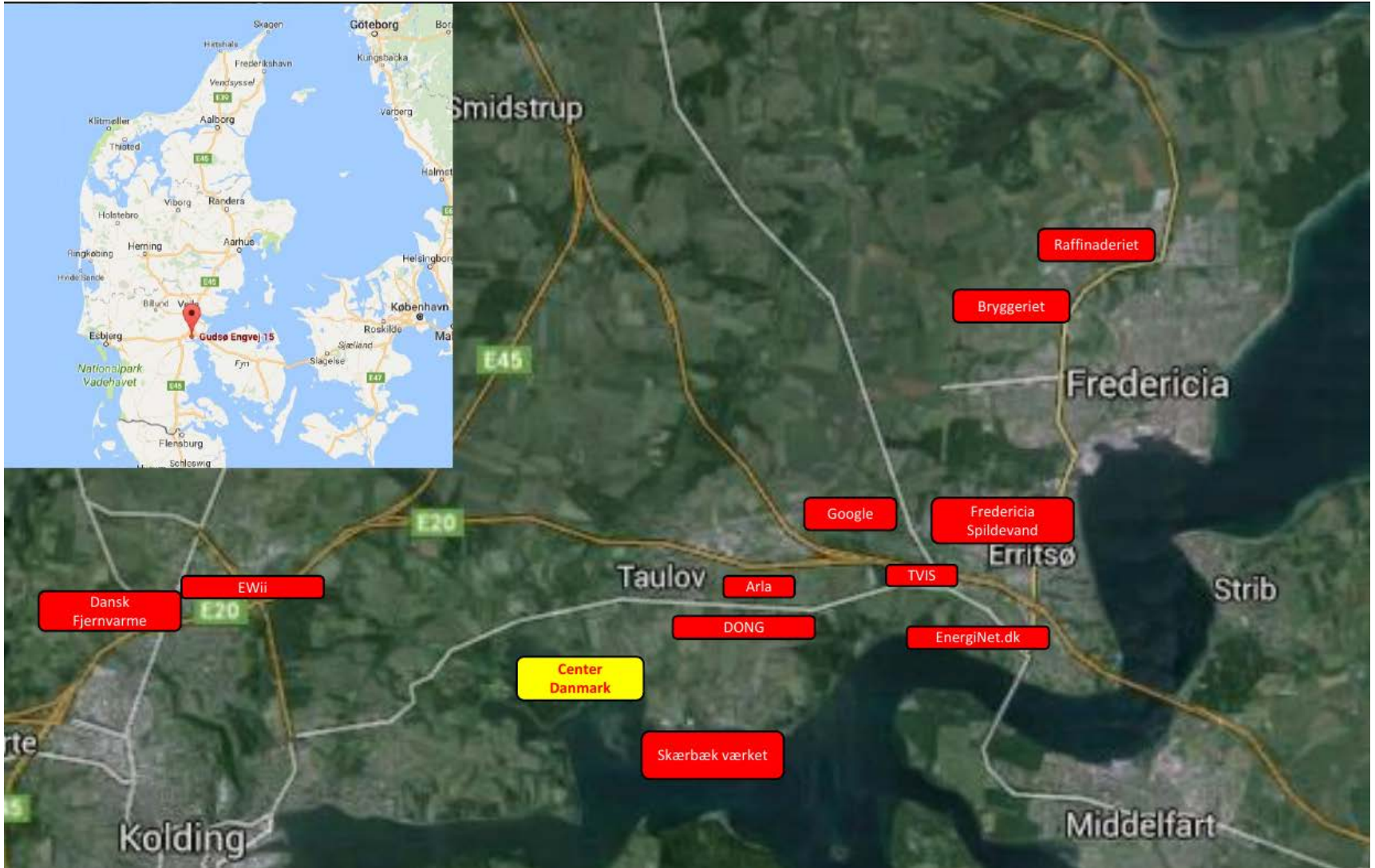
# Digitalization Hub - Center Denmark



- A digitalization hub for data intelligent operation of integrated energy systems (electricity, thermal, gas, water)
- A national hub for unlocking the flexibility potential for large scale integration of fluctuating renewable energy
- Tests on framework conditions have to be representative - and scaling is important
- The new national smart energy hub is Center Denmark (10.000 m2 facilities for Research, Education, Development and Testing - plus Dissemination)
- The Societal objective is to establish a realistic and concrete pathway to a fossil-free society
- The Scientific objective is to establish methodologies and solutions for the future intelligent and integrated energy system using digitalization and a smart energy hub
- The Commercial perspective is to being able to identify and test solutions which can form the background for commercial success stories. We believe that this setup has the unique characteristics for being the ultimate smart energy hub for test and demonstration of future smart energy solutions



# Center Danmark Test Center for Intelligent and Integrated Energy Systems





# Summary

- We have demonstrated a large potential in unlocking the flexibility / activating Demand Response. Automatic solutions are important
- We need new digitalized markets (based on AI and control)
- The Smart-Energy OS Controllers can focus eg. on
  - ★ Peak Shaving
  - ★ Smart Grid demand (like ancillary services needs, ...)
  - ★ Energy Efficiency
  - ★ Cost Minimization
  - ★ Emission Efficiency
- We see large problems with tax and tariff structures in many countries (eg. Denmark)
- Center Denmark is established as a National Digitalization Hub for Smart Energy and related systems (water and food primarily). Main purpose is to unlock the flexibility needed for the green transition

# Summary (2)

- Flexibility can be unlocked by big data analytic, AI, grey-box modelling, control, forecasting and IoT technologies
- District Heating plays provides a lot of flexibility - and hence DH is very important for integration of fluctuating renewable energy production
- Flexibility has to be described dynamically (Flexibility Function - Annex 67)
- The Flexibility Index gives evindence based measure of the smartness of a building, wastewater treatment plant, .... or even a (smart) city
- Energy communities and eg. district heating are important in order to establish the best solutions for the society
- We can design a building or DHC system such that it's optimal for a given climatic zone (using the Flexibility Index)

# For more information ...

See for instance

[www.smart-cities-centre.org](http://www.smart-cities-centre.org)

...or contact

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Acknowledgement:

Innovation Fund Denmark (DSF 1305-00027B) and EU H2020 (No. 691405)

# Some 'randomly picked' books on modeling and renewable integration ...

