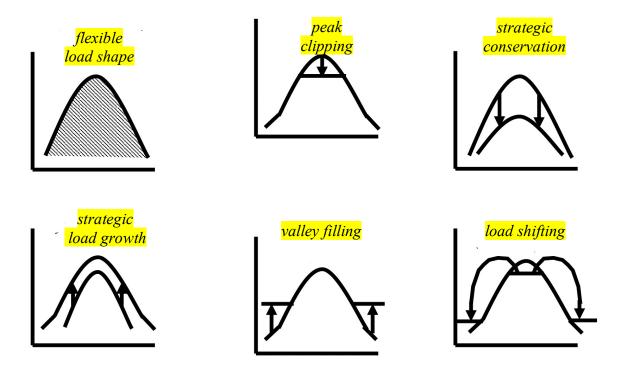
Homework 8 Solutions

Quiz Date: Tuesday, December 12, 2017 during class

The quiz is based on the following material: Lecture 18, Lecture 19, and the problems in Homework 8.

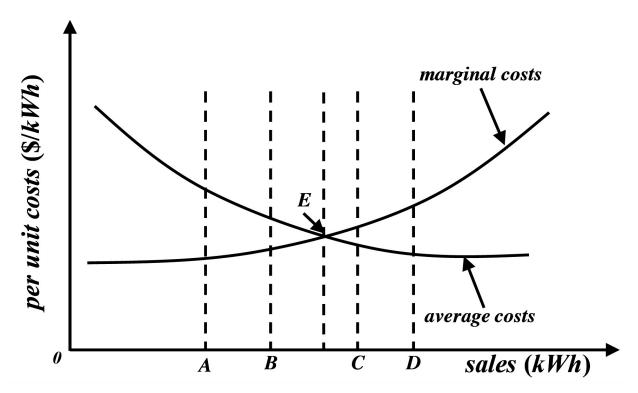
Problem 1: Provide the names of the demand-side management programs illustrated below.



Problem 2: List the appropriate *DSM* applications for intermediate load segments.

- building weatherization
- air-conditioner or heat pump efficiency improvements
- stricter appliance efficiency standards
- time-of-use rates

Problem 3: Consider the graph below.



a. For sales of **A** *kWh*, **state** whether marketing programs or consumption reduction programs must be implemented. **Justify** your answer.

Marketing programs make sense. Typically, the electricity rates charged for costumers are based on the average cost of electricity. At point *A*, the electricity rates charged for customers is higher than the marginal to cost to generate electricity, hence it makes sense for the Electricity Service Providers (*ESP*) to implement marketing programs to increase their electricity sales.

b. For sales of C *kWh*, **state** whether marketing programs or consumption reduction programs must be implemented. **Justify** your answer.

Consumption programs make sense. Typically, the electricity rates charged for costumers are based on the average cost of electricity. At point *C*, the electricity rates charged for customers is lower than the marginal to cost to generate electricity, hence it makes sense for the Electricity Service Providers (*ESP*) to implement consumption reduction programs to decrease their electricity sales.

Problem 4: Suppose you are the lead engineer on a project to install an energy storage resource (*ESR*) in a microgrid. The following table provides the renewable generation and the load data of the microgrid throughout the day.

hour	load (kW)	renewable generation (kW)
1	50	50
2	60	40
3	50	50
4	60	60
5	50	40
6	90	30
7	110	70
8	150	80
9	170	110
10	140	120
11	100	160
12	80	170
13	50	180
14	50	160
15	50	160
16	60	140
17	90	130
18	140	100
19	170	40
20	150	30
21	140	20
22	90	20
23	70	20
24	50	30

Determine the minimum required capacity and capability of the ESR so that no renewable generation in the microgrid gets spilled. **Assume** that the renewable generation and the load stays constant at the level specified for each hour. Moreover, **assume** that no energy is stored in the ESR at the beginning of the day. **State** all your other assumptions.

Our strategy is as the following:

- When the renewable generation exceeds the load, ESR operates in the charging phase.
- When load exceeds renewable generation:
 - ESR operates in the discharging phase when there is energy stored in the ESR
 - ESR operates in the idle phase when there is no energy stored in the ESR
- When the load equals renewable generation, ESR operates in the idle phase.

Using this strategy, we construct the following table, which shows at which phase the ESR operates, how much the ESR is charged/discharged at each time period, and the energy stored in the ESR at each time period.

W

hour	load (kW)	renewable generation (kW)	operating phase of the ESR	charging /discharging amount	energy stored in the ESR (kWh)
1	50	50	idle	no charging or discharging	0
2	60	40	idle	no charging or discharging	0
3	50	50	idle	no charging or discharging	0
4	60	60	idle	no charging or discharging	0
5	50	40	idle	no charging or discharging	0
6	90	30	idle	no charging or discharging	0
7	110	70	idle	no charging or discharging	0
8	150	80	idle	no charging or discharging	0
9	170	110	idle	no charging or discharging	0
10	140	120	idle	no charging or discharging	0
11	100	160	charging	charging by 60 kW	60
12	80	170	charging	charging by 90 kW	150
13	50	180	charging	charging by 130 kW	280
14	50	160	charging	charging by 110 kW	390
15	50	160	charging	charging by 110 kW	500
16	60	140	charging	charging by 80 kW	580
17	90	130	charging	charging by 40 kW	<mark>620</mark>
18	140	100	discharging	discharging by 40 kW	580
19	170	40	discharging	discharging by 130 kW	450
20	150	30	discharging	discharging by 120 kW	330
21	140	20	discharging	discharging by 120 kW	210
22	90	20	discharging	discharging by 70 kW	140
23	70	20	discharging	discharging by 50 kW	90
24	50	30	discharging	discharging by 20 kW	70

From the table, we can observe that the *ESR* capacity must be at least 130 kW, as in hour 19, the *ESR* is discharged by 130 kW. Moreover, the *ESR* capability must be at least 620 kWh, as 620 kWh is the maximum amount of energy stored in the *ESR* at any of the time periods of the given day.

idle phase discharging phase charging phase **130** 17,000 **120** 16,000 **110 100** 15,000 90 14,000 **80** 13,000 **70** 12,000 **60 50** 11.000 10 12 14 16 18 20 22 time of day 2 4 6 8 Source: NE ISO

Problem 5: State the three phases of *ESR*s. Consider the following graph.

Explain how the ability of *ESR*s to be in three phases is instrumental to take advantage of price differences throughout a day.

ESRs can operate in the charging phase, discharging phase, or in the idle phase.

As can be seen from the graph above, an *ESR* can be charged when the price of electricity is low, and can discharge when the price of electricity is high. In that way, an *ESR* facilitates the selling of electricity at a higher rate than the rate it is purchased. The fact that an *ESR* can remain idle is very instrumental, because it enables the selling of electricity (discharging of the *ESR*) when it is desired- and for the other time periods (as represented by the grey areas in the graph above), the *ESR* can remain idle.

Problem 6: State 2 *ESR* integrations with the grid. **Provide** the *ESR* owner's interest and the grid impacts for each integration.

Any two applications in Slide 41 of Lecture 19 can be selected.

Problem 7: State 2 challenges of the integration of variable energy resources to the grid. Explain how the integration of *ESR*s can address each challenge.

Any two challenges in Slide 43 of Lecture 19 can be selected.