



HybridSystemsSimulations.jl –

Solving the merchant collocated facilities with JuMP

José Daniel Lara, Rodrigo Henríquez-Auba, Sourabh Dalvi,
Clayton Barrows, Vahan Gevorgian and David Corbus

July 2023

Grid Planning and Analysis Center

Outline

- NREL-Sienna
- Market Operation Schemes for Hybrid Systems
 - Preliminary Results for Energy and Ancillary Services
- Dynamic Simulation Aspects for Inverter-Based Resources
 - Model complexity and fidelity
 - Dq0 dynamic phasor approach



Transforming ENERGY

OPEN-SOURCE ECOSYSTEM FOR MODELING, SIMULATION, AND OPTIMIZATION OF POWER SYSTEMS

PowerSimulations.jl

Simulation of power systems operations across timescales and complexity

PowerSystems.jl

Data handling, model agnostic data container for reproducible research

PowerSimulationsDynamics.jl

Simulation of system dynamics geared towards the modeling requirements of systems with large shares of IBRs

PowerGraphics.jl

Results and summary statistics processing of simulations



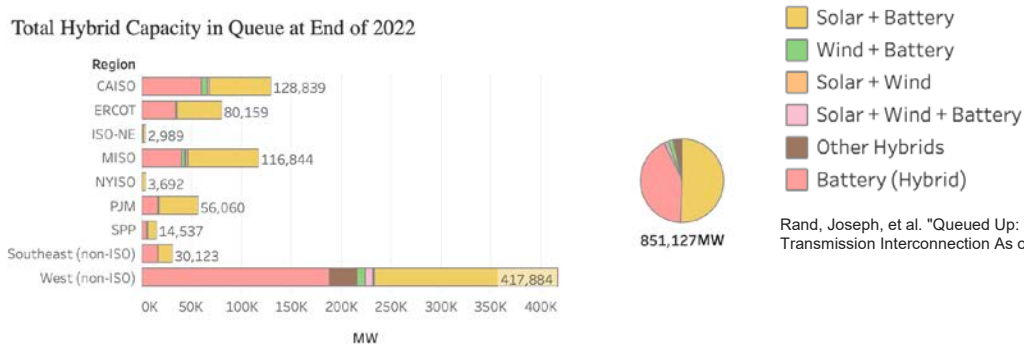
PowerFlows.jl

Methods for the analysis and study of power flows in systems (in development)

Value of Hybrid Systems

- Hybrid systems is the current terminology used to describe behind-the-meter microgrids that operate in an integrated fashion to supply power to the grid.
- These types of systems are some of the fastest growing generation architectures in the US grid due to their potential to provide flexibility during market operations.
- Many of these assets will be operated “algorithmically” employing portfolio-optimization style models to participate in energy and ancillary services markets.

Total Hybrid Capacity in Queue at End of 2022



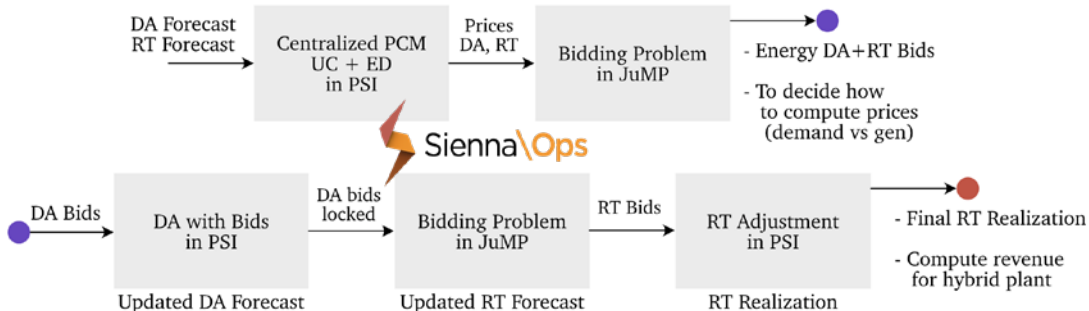
Rand, Joseph, et al. "Queued Up: Characteristics of Power Plants Seeking Transmission Interconnection As of the End of 2022." (2023).

Operation Schemes for Hybrid Systems

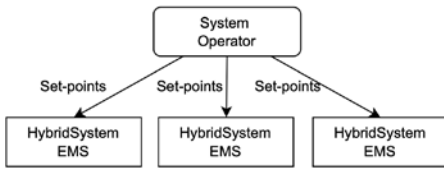
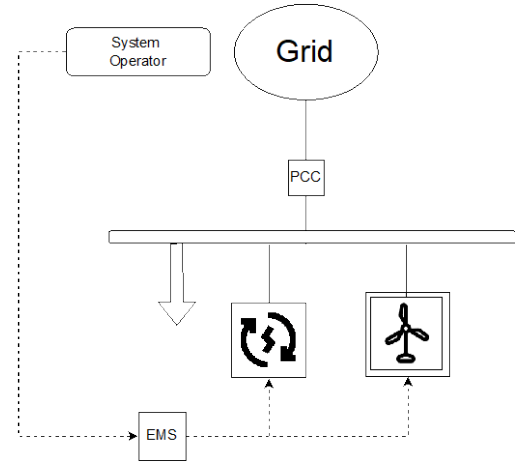
Optimization Models

In a Nutshell

- **Emulate merchant participation** in energy markets and the effect on the system of their bidding strategies.
- Multiple market participation, e.g., **DART arbitrage**.
- **Multiple Ancillary Services products**, RegUp, RegDown, Spin, etc.
- Explore the value **hybrid flexibility** across different bidding strategies from the perspective of the asset and the system

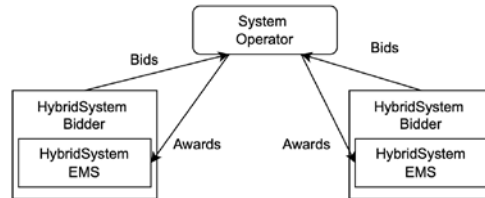


- We can identify three distinct operating modes for the hybrid system.
- Each operating mode will have different impact in the performance of the system and the hybrid's assets.



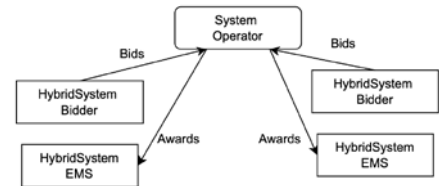
$$\begin{aligned} &\text{minimize} && c^T \mathbf{x} + c_h^T \mathbf{x}_h \\ &\mathbf{x}, \mathbf{x}_h \\ &\text{subject to} && A\mathbf{x} \leq b, \\ &&& A_h \mathbf{x}_h \leq b_h \end{aligned}$$

Centrally Dispatched



$$\begin{aligned} &\text{maximize} && d^T \mathbf{y} - c_h^T \mathbf{x}_h \\ &\mathbf{y}, \mathbf{x}_h \\ &\text{subject to} && A\mathbf{x} + M\mathbf{y} \leq b_h \end{aligned}$$

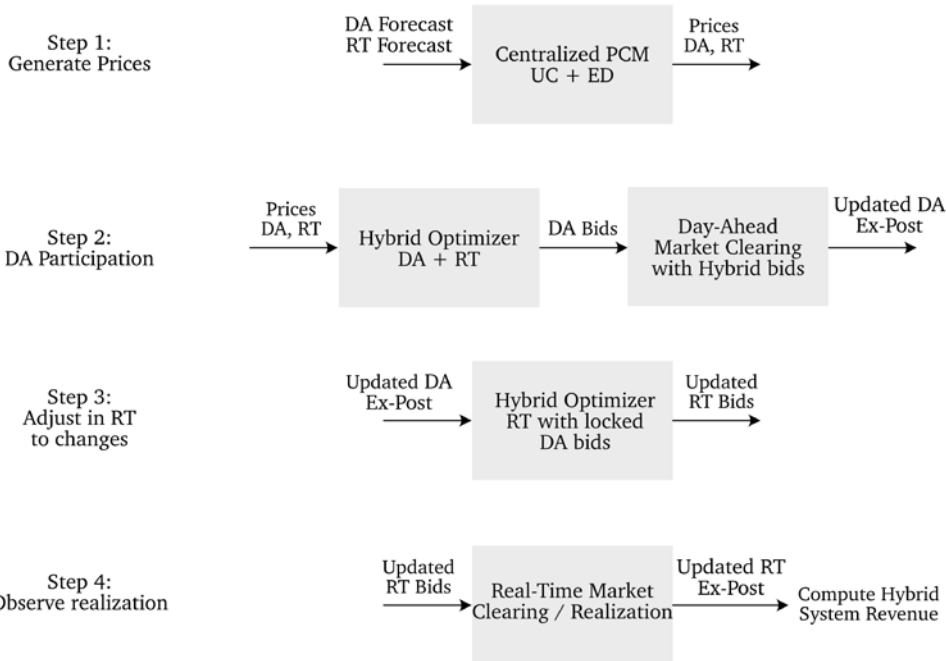
Co-Optimization




$$\begin{aligned} &\text{maximize} && d^T \mathbf{y} \\ &\mathbf{y} \\ &\text{subject to} && M\mathbf{y} \leq k \\ &&& \min_{\mathbf{x}_h} c_h^T \mathbf{x}_h \\ &&& \text{s.t. } A\mathbf{x} \leq b_h - H\mathbf{y} \end{aligned}$$

Bi-level Model

Experimental Set-up



We developed an extension of PowerSimulations.jl (PSI) as part of  Sienna\Ops to handle these types of simulation pipelines. HybridSystemsSimulations.jl supports ongoing research in this area

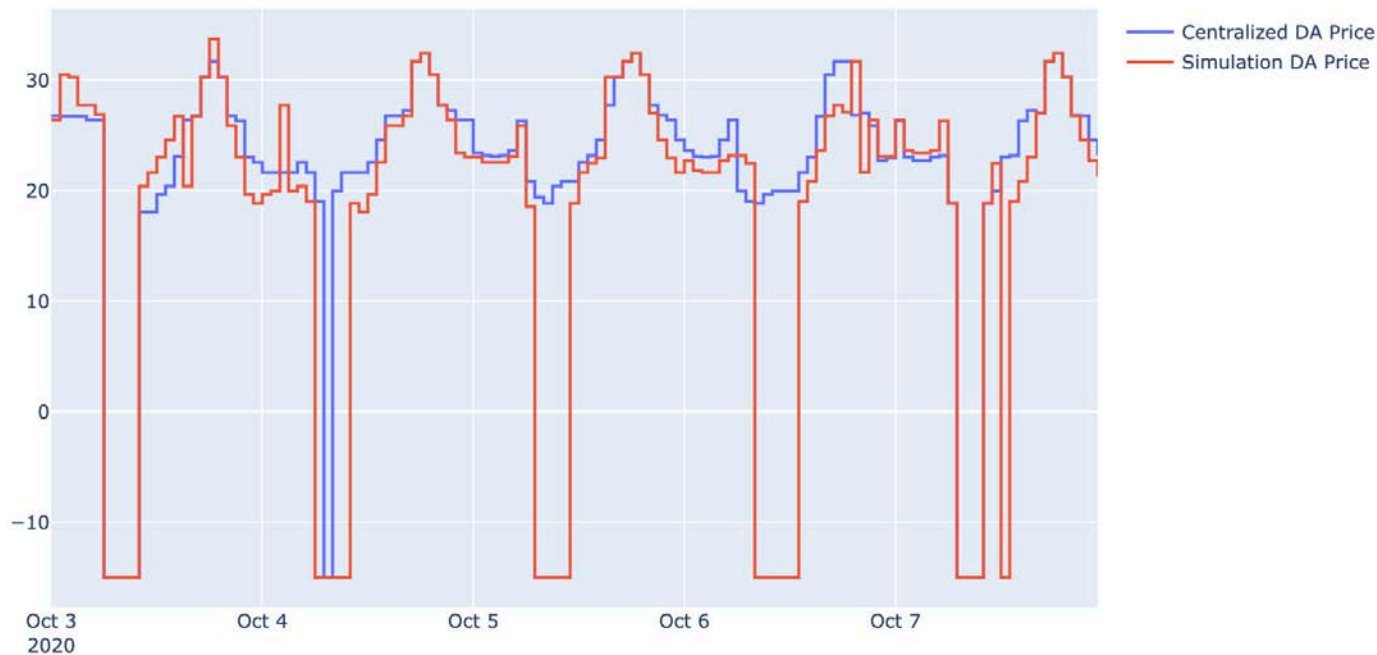
Results offering only energy products

DA-Ahead Bidding Results



DA-Ahead Bidding Results – DA Price

Price Differences

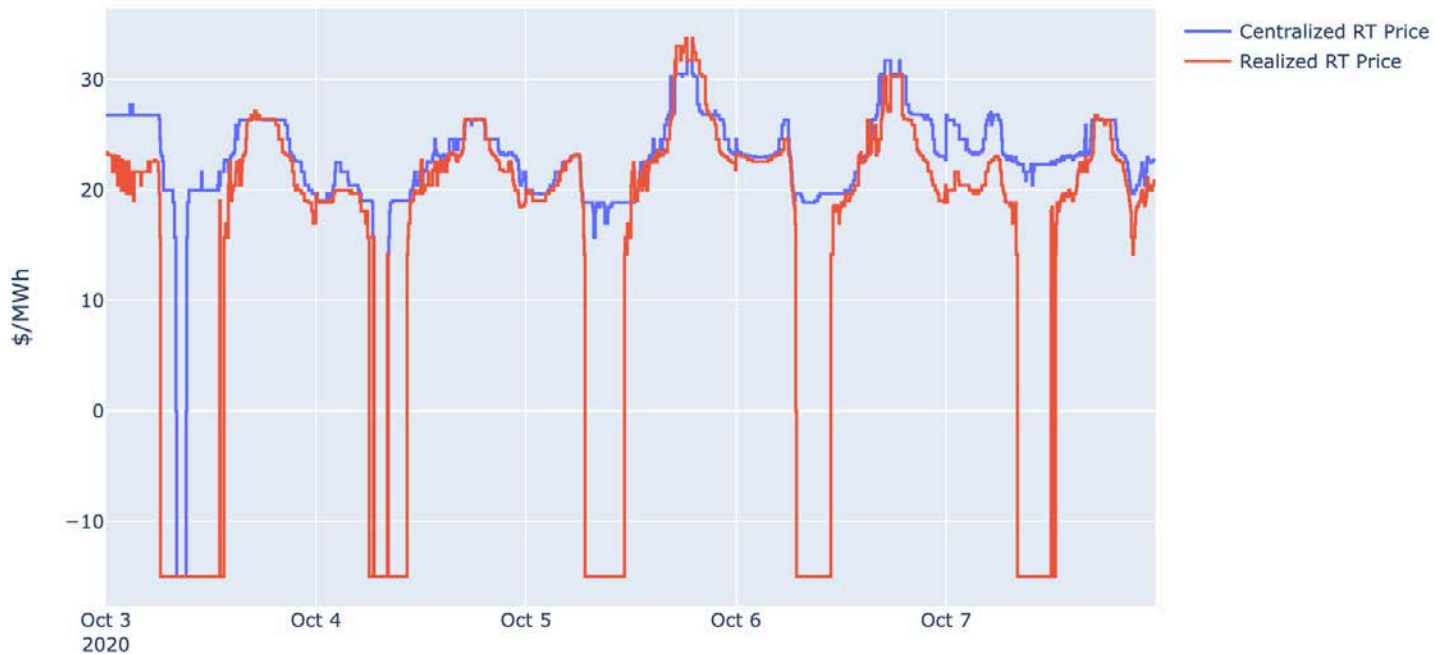


RT Bidding Results

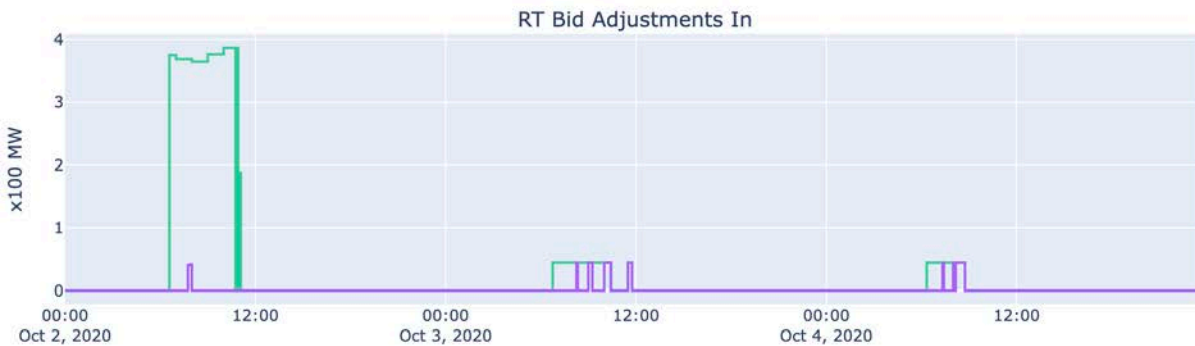


DA-Ahead Bidding Results – RT Price

Price Differences



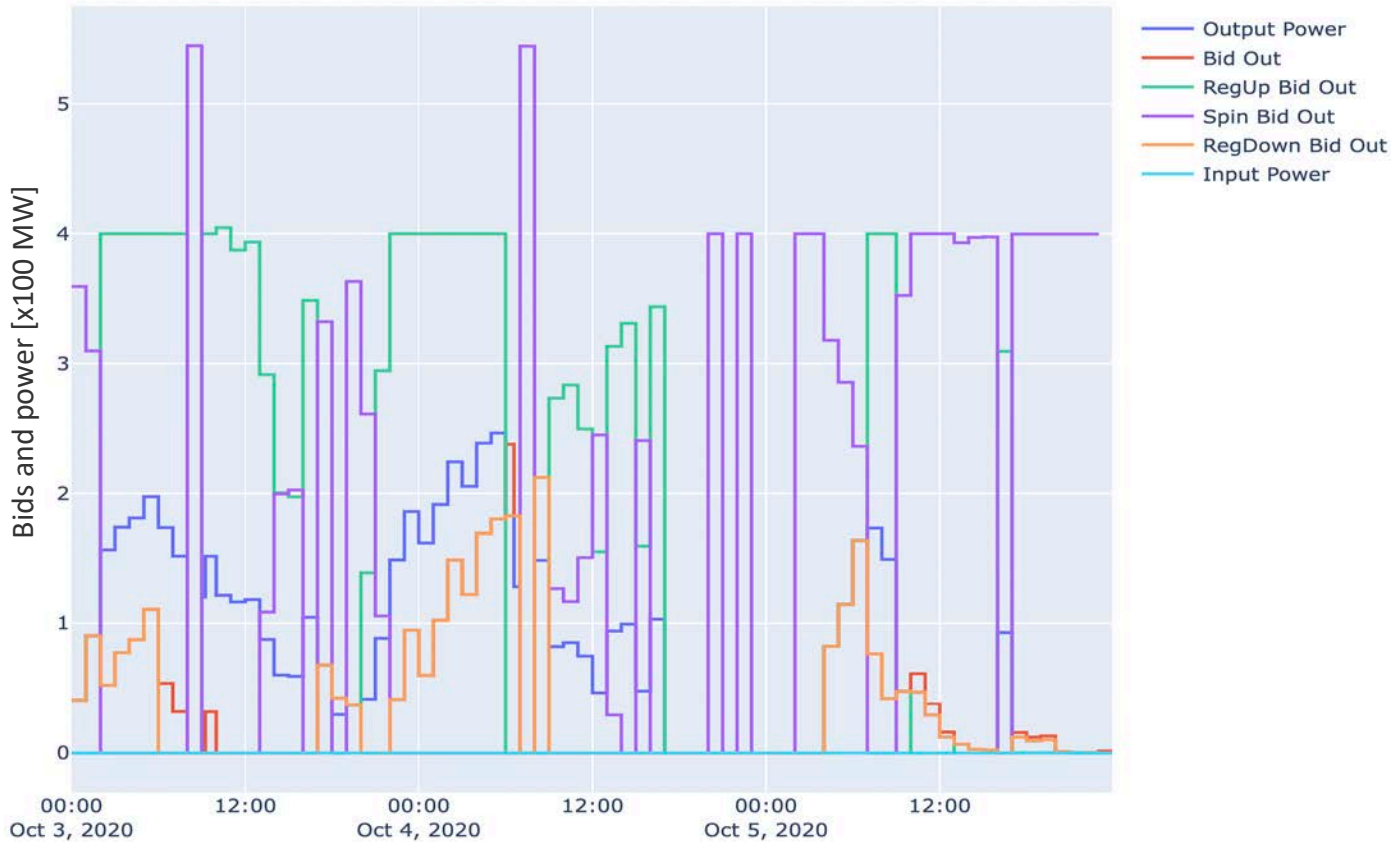
Value of Flexibility



Preliminaries on energy and ancillary services products joint offering

This work was presented in JuliaCon 2023.

Co-optimizer Strategy – Bidding Behavior



Co-optimizer Strategy – Product allocation Results



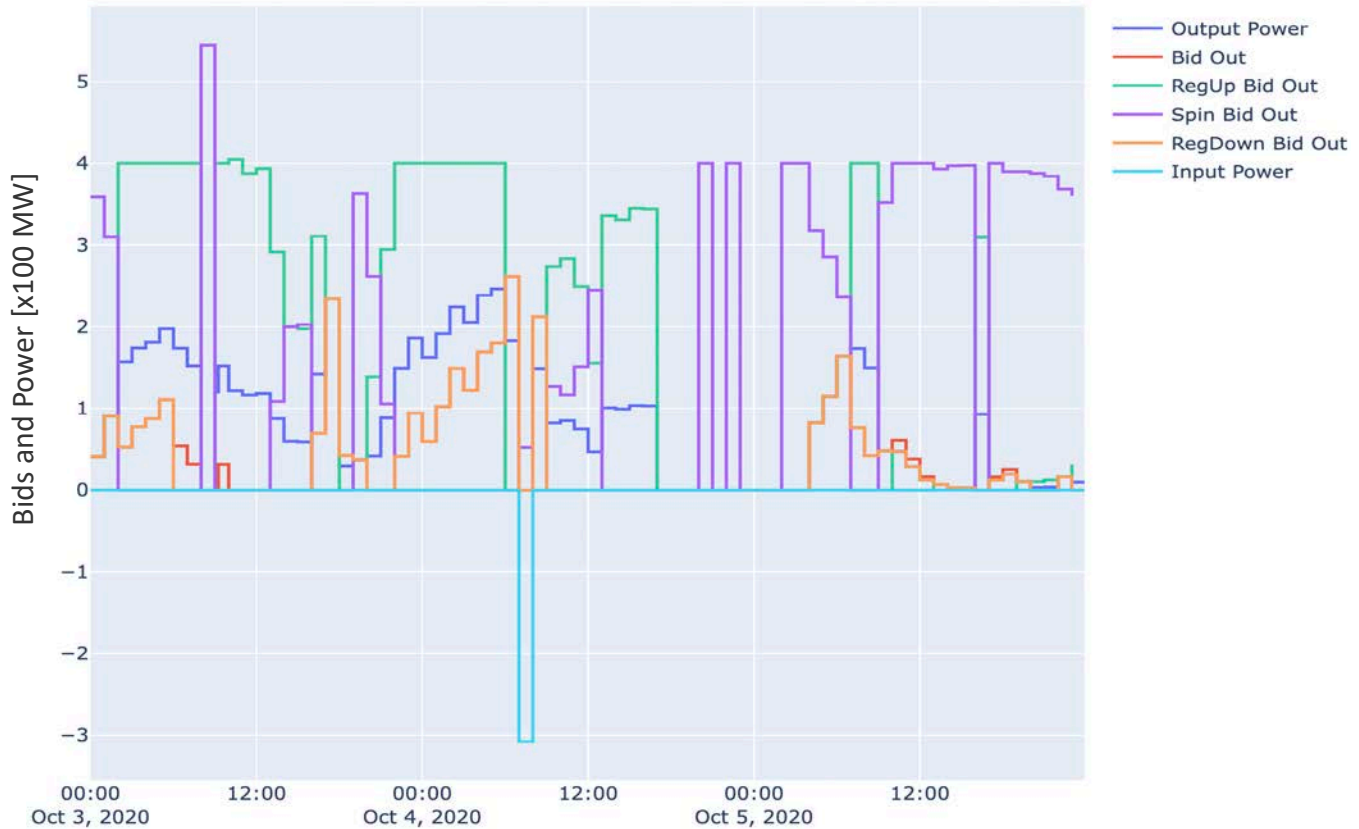
Bi-Level Strategy

$$\begin{aligned}
 & \underset{\mathbf{y}}{\text{maximize}} && d^\top \mathbf{y} \\
 & \text{subject to} && M\mathbf{y} \leq k \\
 & && \min_{\mathbf{x}_h} c_h^\top \mathbf{x}_h \\
 & && \text{s.t. } A\mathbf{x} \leq b_h - H\mathbf{y}
 \end{aligned}$$

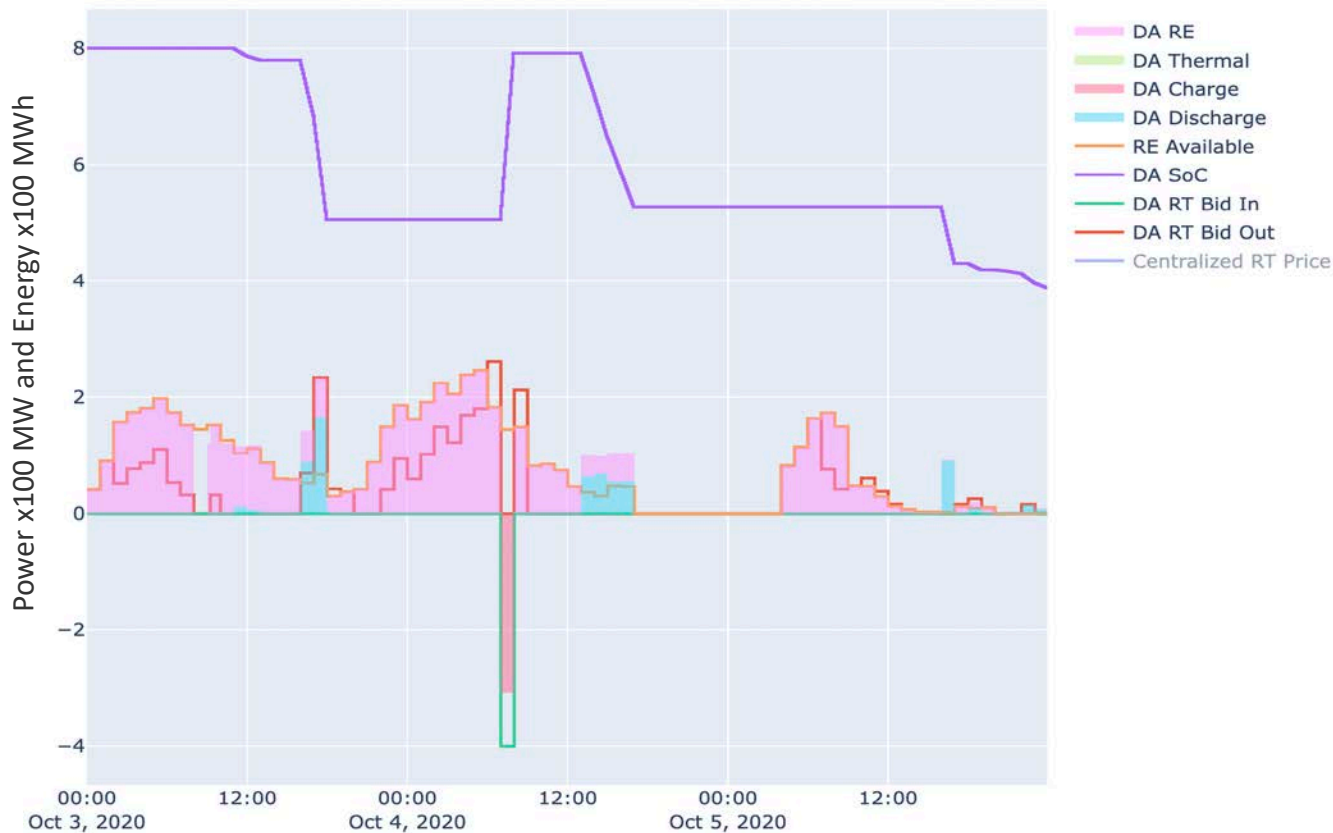
$$\begin{aligned}
 & \underset{\mathbf{y}}{\text{maximize}} && d^\top \mathbf{y} \\
 & \text{subject to} && M\mathbf{y} \leq k \\
 & && A\mathbf{x} \leq b_h - H\mathbf{y} \\
 & && c_h^\top \mathbf{x}_h - A^\top \boldsymbol{\chi} = 0 \\
 & && \boldsymbol{\chi}^\top b_h - \boldsymbol{\chi}^\top H\mathbf{y} - c_h^\top \mathbf{x}_h \leq 0 \\
 & && \boldsymbol{\chi} \geq 0
 \end{aligned}$$

$$\begin{aligned}
 & \underset{\mathbf{y}}{\text{maximize}} && d^\top \mathbf{y} \\
 & \text{subject to} && M\mathbf{y} \leq k \\
 & && A\mathbf{x} \leq b_h - H\mathbf{y} \\
 & && c_h^\top \mathbf{x}_h - A^\top \boldsymbol{\chi} = 0 \\
 & && \boldsymbol{\chi}^\top b_h - \boldsymbol{\chi}^\top H\mathbf{y}^{ub} - c_h^\top \mathbf{x}_h \leq 0 \\
 & && b_h - H\mathbf{y} - A\mathbf{x}_h = \mathbf{a} \\
 & && \{\mathbf{a}, \boldsymbol{\chi}\} \in \text{SOS-1} \\
 & && \boldsymbol{\chi} \geq 0
 \end{aligned}$$

Bi-level Strategy – Bidding Behavior



Bi-level Strategy – Product allocation Results



Next Steps

- Run the energy only simulation on the North California System.
- Incorporate ancillary services bids into an ancillary services market simulation.
- Study effect in the system of the use of Hybrids for ancillary services considering deployment of regulation reserves based on previous works*
- Incorporate battery SoC management, cycle limit constraints and energy.

*J. D. Lara, R. Henriquez-Auba, D. S. Callaway and B. -M. Hodge, "AGC Simulation Model for Large Renewable Energy Penetration Studies," 2020 52nd North American Power Symposium (NAPS), Tempe, AZ, USA, 2021, pp. 1-6, doi: 10.1109/NAPS50074.2021.9449687.

Conclusions and future work

- Merchant models solved outside of the centralized optimization problem can provide better insights about the operation of these assets than centralized dispatch models
- The value of using of a bi-level problem to solve the bidding problem depends on the storage participation in the AS offers and the business model used for the bidding.

Thank You

www.nrel.gov



U.S. DEPARTMENT OF
ENERGY