



Energy Storage and its Control in the “Smart Grid”

Joe Matamoros | VP of Commercial Operations | Stem, Inc.

joe.matamoros@stem.com

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Overview

Popular Opinion: Renewable “Smart Grid” is 21st century Moon Mission

Renewable Intermittency > Big Problem > Big Solution > Storage and “Smart Grid”

Reality: Grid 1.1 not Grid 2.0

Real challenges beyond renewables, but economic and technical realities impede revolutionary solutions

Path Forward and Agenda

Path Forward: Pragmatic and Economic Solutions Compatible with Existing Controls

Agenda:

- Legacy Grid Controls
- Grid Control Challenges
- “Smart Grid” and Energy Storage: Opportunities and Challenges
- Path Forward:
 - Central Grid Control and Distributed Grid Support
 - Growing Role for Converters, Compensation and Storage
- Breaking Through: Call to Action

Legacy Controls and Power Electronics

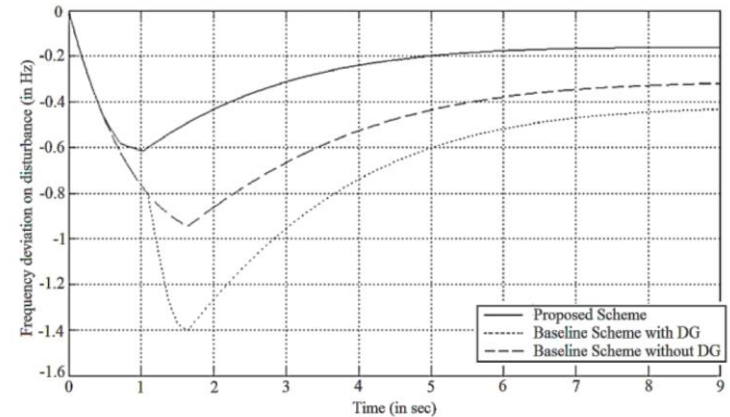
	Ubiquitous	Growing
Frequency Regulation	Rotating Inertia Generation Control AGC <u>Advanced Excitation Control</u>	<u>Distributed Generation</u> <u>Energy Storage</u> <u>HVDC</u> Faster Ramping Generation
Voltage Regulation & System Topology	Tap Changers, Regulators, Capacitors, Switchgear	<u>SVC and FACTS</u> <u>Distributed Generation</u> <u>Energy Storage</u>
System Protection	Fusing, Circuit Breakers, Arrestors, Grounding <u>Teleprotection and Relaying</u>	<u>Faster Fault Clearing</u> <u>Fault Detection and Isolation</u> Distribution Automation
Supervisory Control, Security and Telemetry	SCADA EMS/GMS State Estimation G&T Communications	SCADA DMS and DA <u>Phasor Measurement Units</u> Distribution Communications

Power Electronics and advanced controls will continue to drive advancement of electromechanical power system equipment & controls

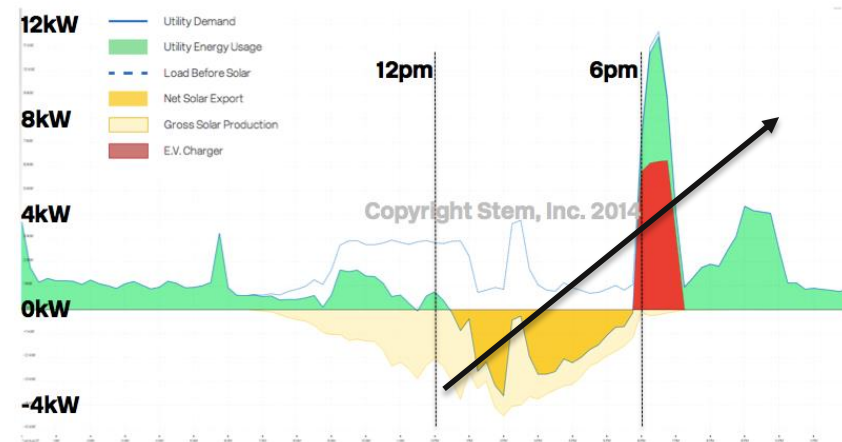
Grid Control Challenges

- Less “dispatchable” generation
- Less mechanical generation inertia
- Higher load volatility
- Aging T&D equipment
- Weather and adverse events
- Growing political and regulatory focus
- Noisier loads, yet more sensitive loads
- Inconsistent utility equipment
- Utility engineering demographics

Transient Response Example



Customer with PV and EV Charger



“Smart Grid” and Energy Storage: Opportunity

- Grid sized for peak demand, not average demand
- Lower costs for renewables, distributed generation and compensation equipment
- Advanced computing and communications has revolutionized all facets of life: logical extension for the Power System?

“Smart Grid” and Energy Storage: Realities

- “Smart Grid” too slow to countermeasure large signal disturbances
- Cybersecurity and integration complexity. High downside, low upside.
- Significant system protection & control impacts from unmanaged DG.
- Role of economic actors and equipment capital cost realities.
- Available physical locations, costs and application requirements limit bulk Energy Storage technologies

Market Roles and Central Grid Control

Clear Roles and Responsibilities – Market Consistencies:

- “Utility responsible for Voltage; Customer responsible for Current”.
- Exporting energy means controls, scheduling and consequences.
- No top down control over demand. Promote dynamic pricing for demand response.

Utility and ISO Managed Equipment – Centralized – “Closed Loop” Control

- Consistent with current roles, systems and equipment
- Main responsibility: safety and synchronism
- Ultimate supervisory control - thousands of system points
- Electrical systems and projects: heavy SCADA integration.
- Generation dispatch control. No control over customer demand.

Distributed Grid Support

Cost Competitive - Distributed Resources

Customer Managed Equipment

“Open Loop” Control

- Electrical products and standards. No integration with utility SCADA.
- Promote non-exporting customer facilities. Distributed load shedding and DR.
- Observable price metrics, not control systems and signals.
- Compliance and verification by utility smart meters
- Distributed generation control: speed droop and leading power factor

Growing Role for Power Electronics Equipment

Utility and ISO Managed – Centralized – Closed Loop Control

- Generation Control and AGC
 - Bulk energy storage
 - HVDC
- Local Voltage Regulation Control and DMS Supervision
 - Lower cost FACTS and SVC
 - Power Electronics alternatives for switched distribution capacitors

Customer Managed – Distributed – Multiple-Application Equipment

- Renewable generation & distributed energy storage products
- Simple regulation and protection control schemes (non exporting)
- Fault protection and clearing
- Leading power factor
- Regulating resource: distributed load shedding and DR
- Active filtering and power quality
- Support microgrid and standby power

Breaking Through: Call to Action

Lower Power Electronics and Energy Storage Installed Costs

- Power conversion and compensation: \$200 per KVA
- Power compensation: \$75 per KVAR
- Storage/batteries: driven by EV technology and cost reduction
- Reduced design, engineering and construction project costs

Standards and Certifications

- IEEE 1547 and UL 1741
- Exporting versus non-exporting resources

Utility and Regulatory Activities

- Interconnection practices
- Customer tariff reform