

Bringing flexibility provided by multi-energy carrier integration to a new MAGNITUDE

Project public presentation

Last update: October 2018





Context

Expected evolutions of the electricity system...

- EU 2020 and 2030 targets for the reduction of greenhouse gas emission
- Increasing share of variable renewable energy sources
- Expected increase of electricity demand (new usages such as electric vehicles, heat pumps)

... will lead to new risks and needs

- → New or increased system risks in terms of quality and security of the electricity supply, congestion, system stability, curtailments, impossibility to cover the electricity demand at some periods of time, etc.
- → Needs for more flexibility, more active involvement of all the stakeholders and more collaboration... at all levels (from distribution to pan-European)
- Need to harness the service provision capabilities of both centralized and decentralized resources in a coordinated way (including both consumers and producers resources).

Enhanced synergies between different energy carriers appear now as one of the possible means to provide flexibility to the electricity system but also to drive efficiency and business innovation in the energy sector as a whole.



MAGNITUDE: a Horizon 2020 project

<u>Call H2020 - LCE-05-2017</u>: "Tools and technologies for coordination and integration of the European energy system".

Development of **technologies**, **tools and systems** for:

"Synergies between electricity, gas and heat networks, associated business and market mechanisms and analysis of existing regulatory aspects"

NB: technologies for hydrogen production and storage are excluded.

- EC funding: 4 M€
- Duration: 3.5 years from October 2017 to March 2021
- Coordinator: EDF



MAGNITUDE Target

MAGNITUDE aims to develop **business and market mechanisms** as well as supporting **coordination tools** to provide **flexibility to the European electricity system**, by increasing and optimizing **synergies between electricity, gas and heat systems.**

MAGNITUDE will hence:

- Provide flexibility options to support variable RES cost-effective integration and decarbonization of energy system
- ... and to enhance security of supply
- Bring under a common framework, technical solutions, market design and business models
- Contribute to the ongoing policy discussion in the energy field

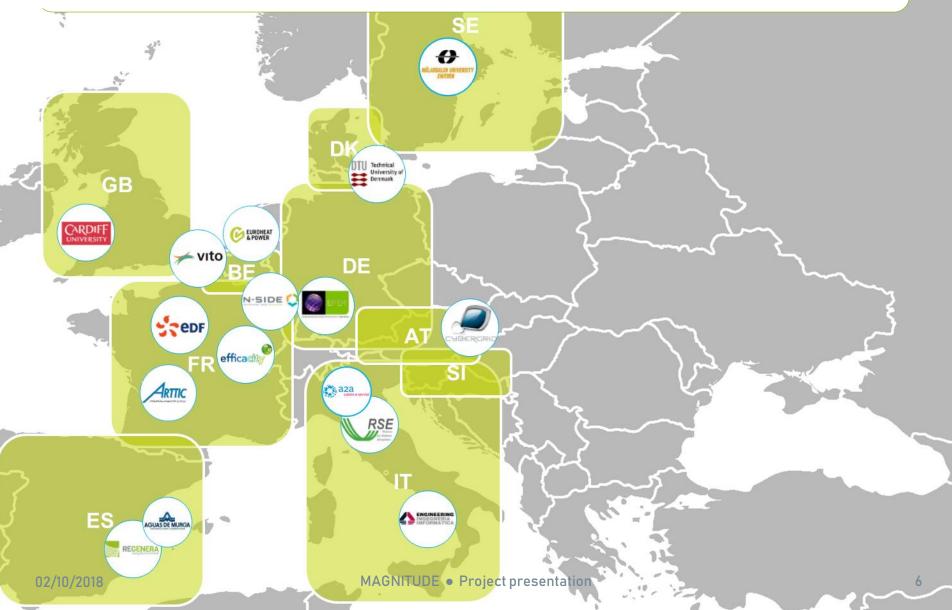


Consortium: a complementary and comprehensive expertise

				Energy sector	Orientation		
	Country	Organisation profile	Power	Heat	Gas	Technology	Market
edf	France	International utility					
REGENERA energia@medioambiente	Spain	Retailer					
EUROHEAT & POWER	Belgium	Industrial association					
a2a calore e servizi	Italy	Local multi utility					
AGUAS DE MURCIA	Spain	Local utility	•				
CYBERGRID	Austria	Aggregation solution provider					
ENGINEERING INGEGNERIA INFORMATICA	Italy	Data solution provider					
N-SIDE OPTIMIZING YOUR DECISIONS	Belgium	Market solution provider					
VITO	Belgium	Consulting/research					
RSE Reaca States Gregation	Italy	Consulting/research					
efficacity	France	Consulting/research					
EIFER	Germany	Consulting/research					
CARDIFF	United Kingdom	University					
MÄLARDALEN UNIVERSITY SWEDEN	Sweden	University					
Technical University of Denmark	Denmark	University					



Consortium: 16 partners from 9 countries





MAGNITUDE objectives

1 - ENABLE

Provide tools and models to enable the provision of flexibility to the electricity system from the integration of multi energy systems' operation.

2 - EXPLOIT

- → Develop business and market mechanisms to exploit the full potential VALUE of the flexibility provided.
- Identify potential regulatory barriers.

3 - VALIDATE

→ Validate the solutions on **7 real life case studies** of multi-energy systems of different sizes and technological features, located in 7 European countries (Austria, Denmark, France, Italy, Spain, Sweden, United Kingdom).

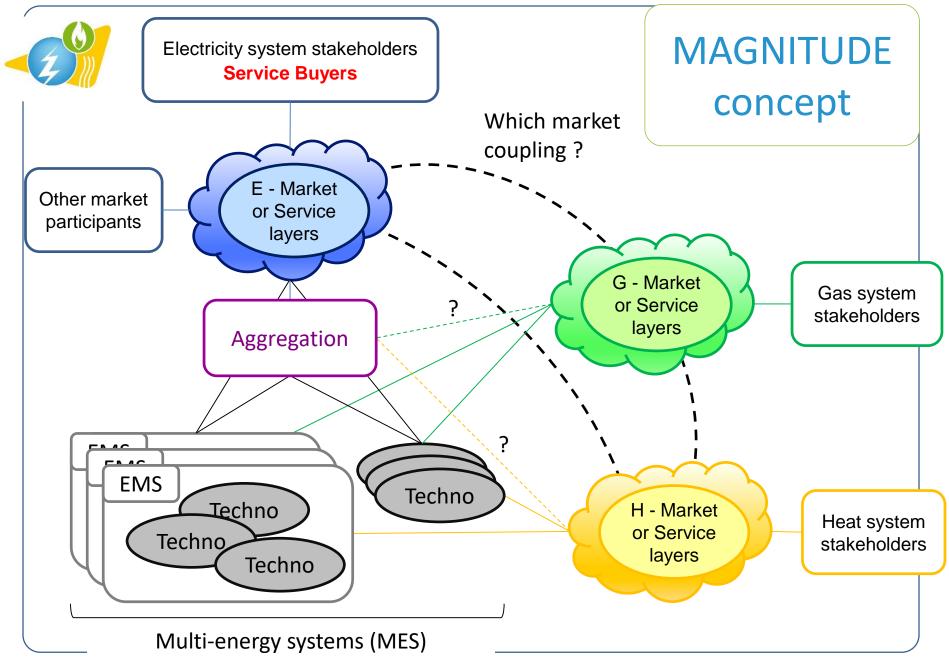
4 - MAXIMIZE THE IMPACT

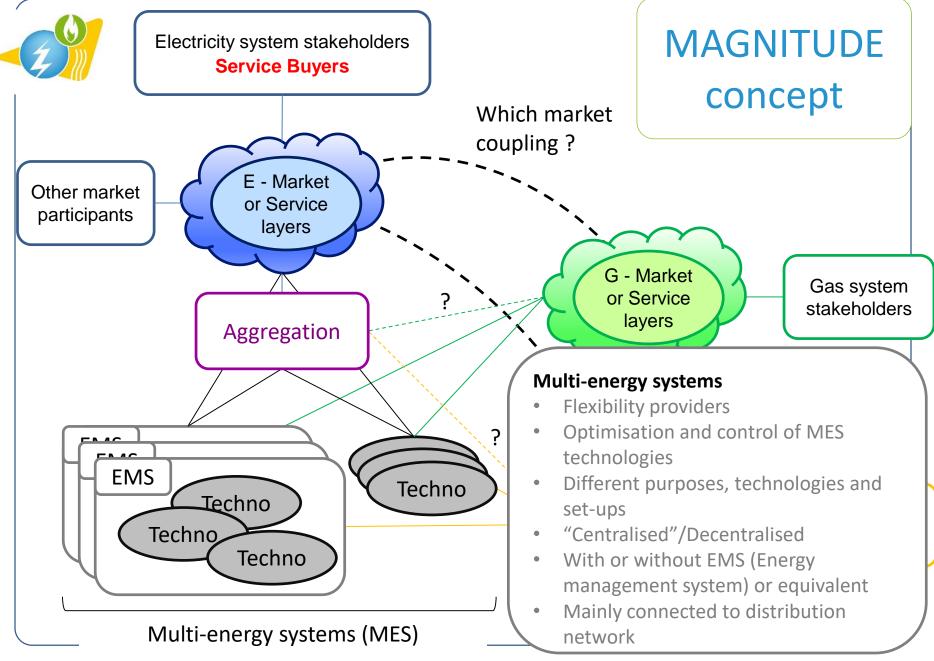
- → Disseminate project results, achievements and lessons learnt towards the stakeholders in the electricity, heat and gas sectors
- → Propose recommendations and contribute to the **definition of policy strategies in a pan- European perspective.**

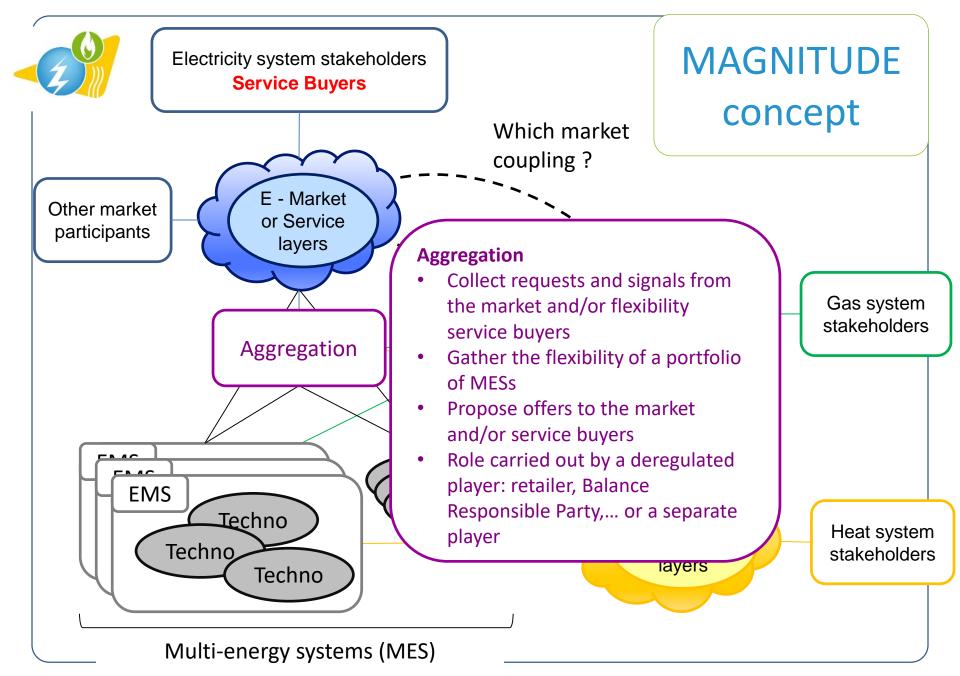


MAGNITUDE approach

- Select most relevant flexibility services towards the electricity system to be provided by Multi-Energy Systems, which allow to
 - increase the share of RES,
 - avoid curtailment of variable RES,
 - enhance security of supply,
 - increase trading between energy sectors.
- Study the actual **flexibility options that the identified technologies and systems can provide** to the electricity sector as well as their compatibility with the current regulation and market design.
- **Simulate and optimize the control strategy** to improve the operations of such technology systems to maximize the flexibility provision.
- Propose improved market designs for synergies maximization that will be modelled in a market simulation platform for the project case study countries.
- Quantify the benefit of pooling flexibilities from decentralized multi energy systems through an aggregation platform.
- Exploit the achieved results by developing **policy strategy and recommendations** including technology, market, business models, and regulation and related considerations for feasibly increasing synergies between networks in representative EU countries









Electricity system stakeholders
Service Buyers

Aggregation

MAGNITUDE

Other market participants

E - Market or Service layers

Electricity markets

- All types of commercial relationships (organized markets, call for tenders, bilateral negotiations)
- Different market layers and associated services
 - Energy markets
 - Balancing and frequency regulation
 - Congestion
 - Capacity requirement

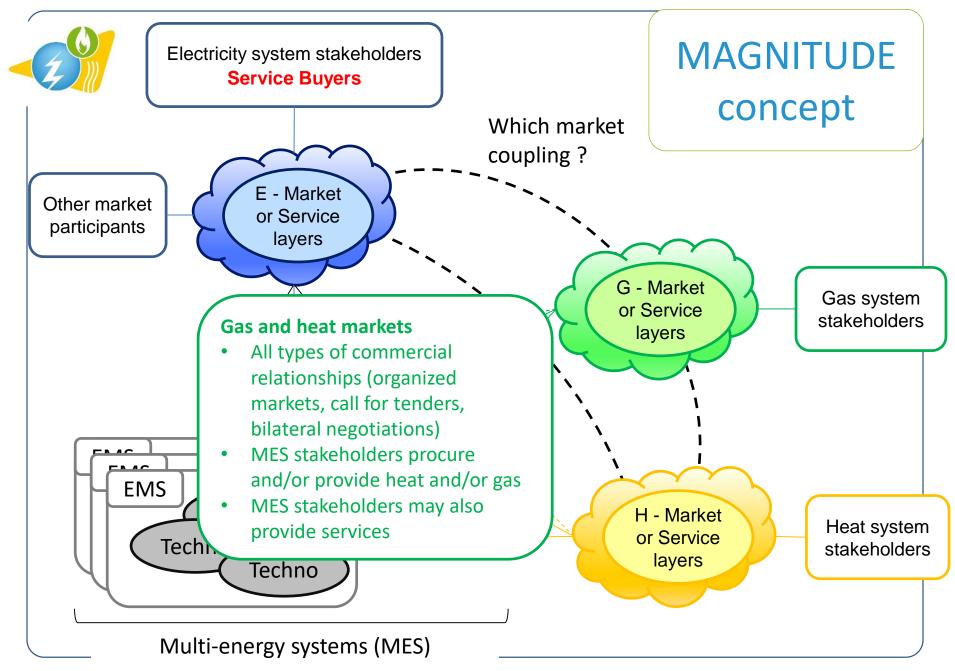
EMS Techno Techno

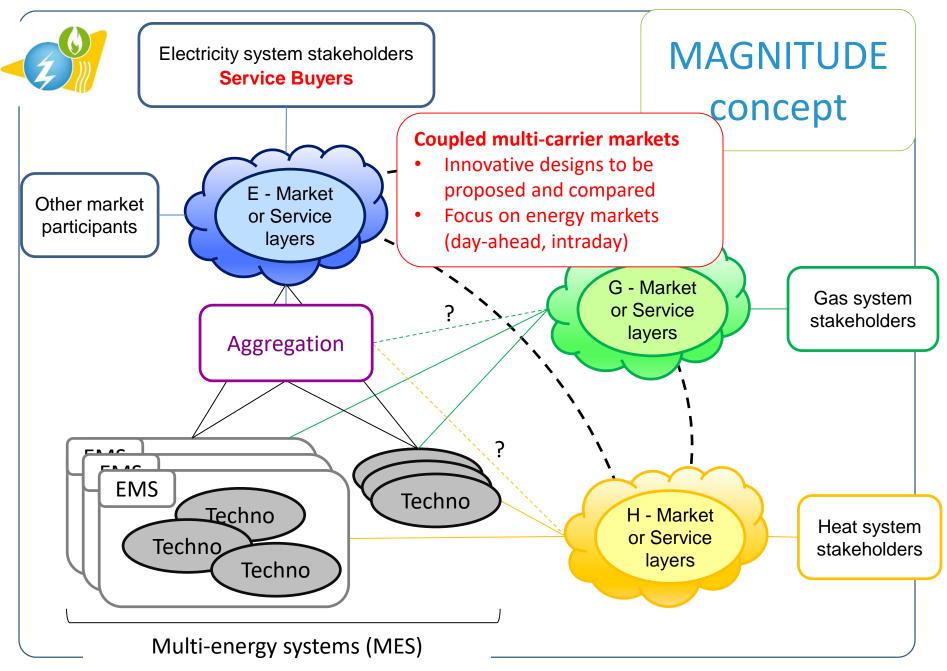
Techno

H - Market or Service layers

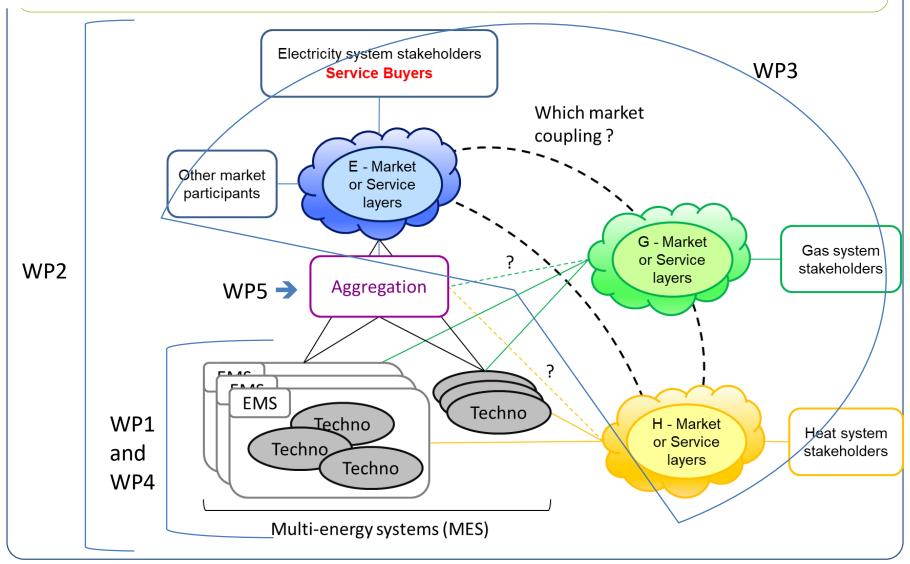
Heat system stakeholders

Multi-energy systems (MES)

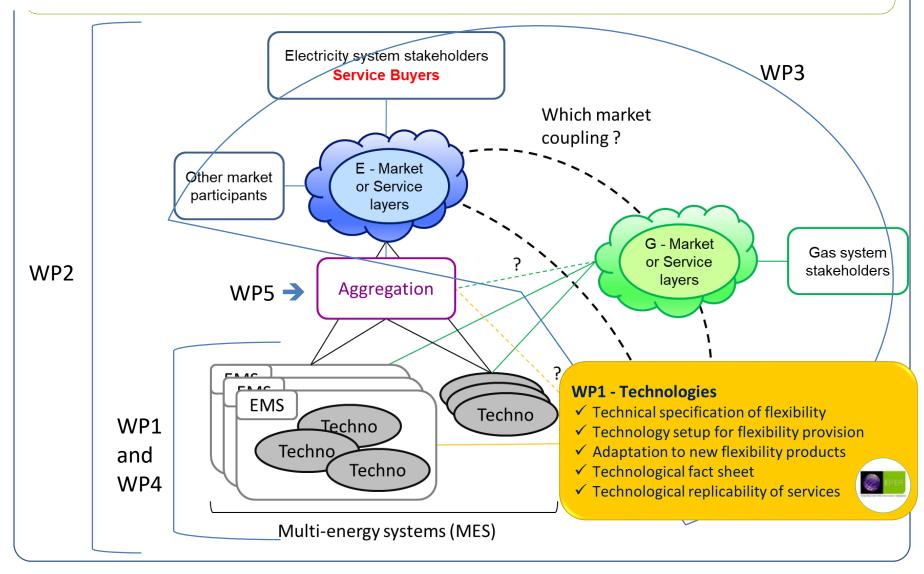




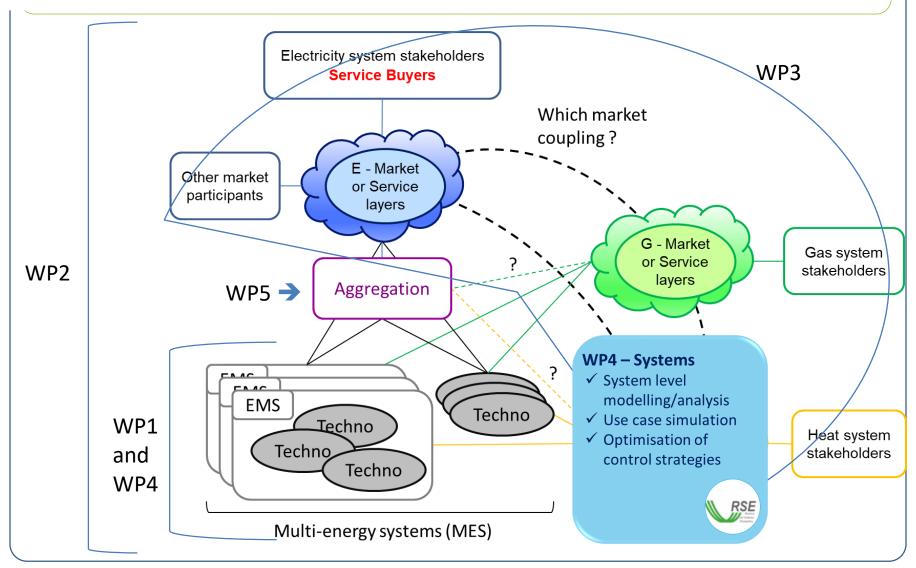




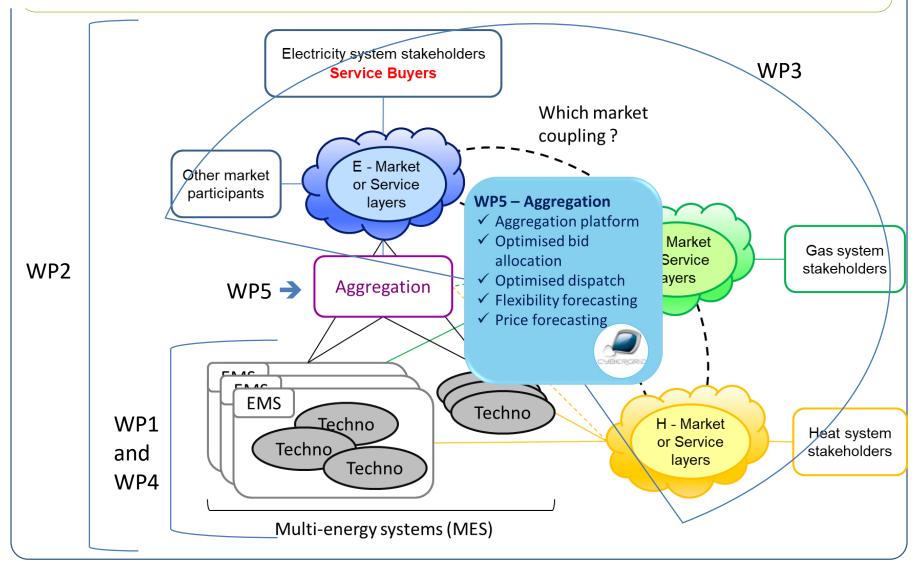




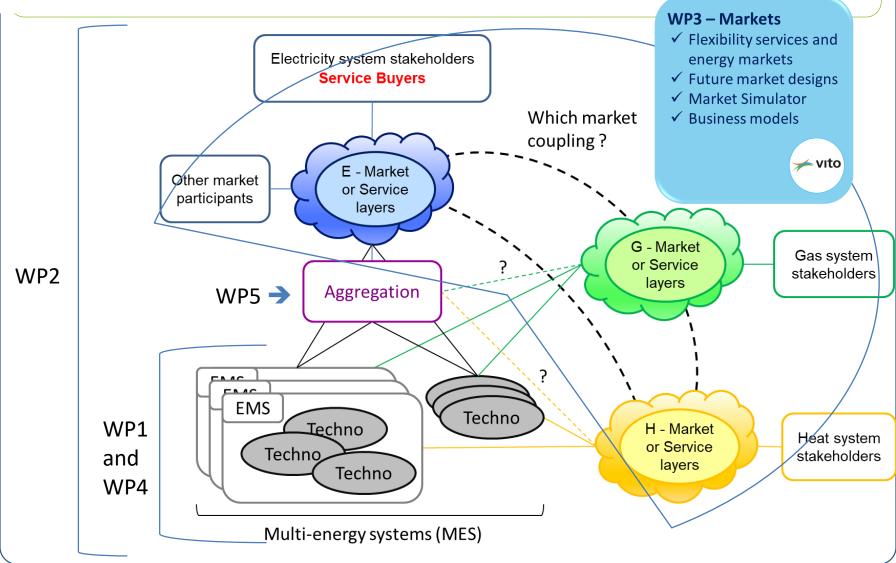




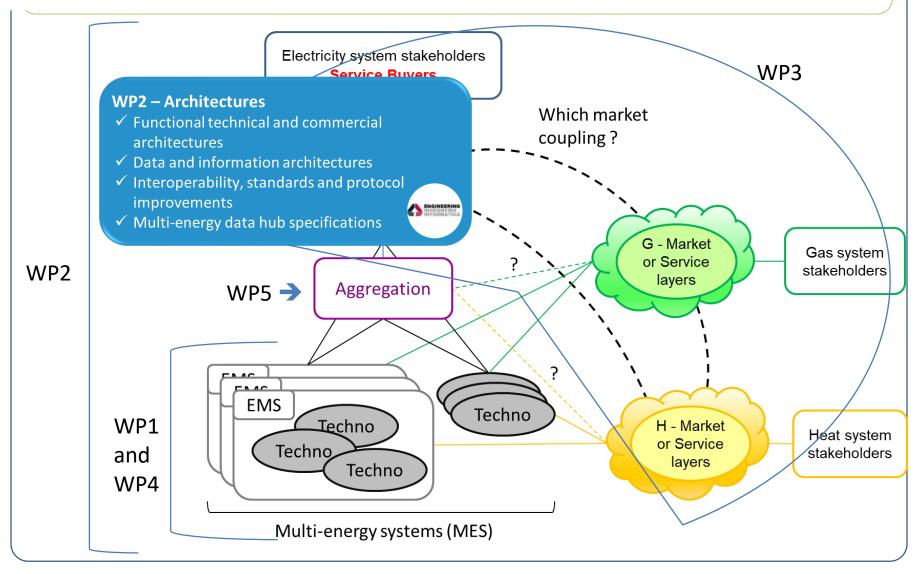














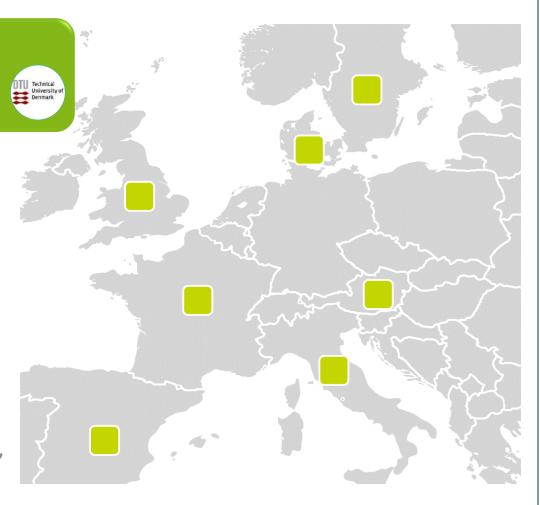
WP6 - Case studies

- ✓ Case study data management
- ✓ Scenario definition and data generation
- ✓ KPIs definition/monitoring
- ✓ Assessment of integrated solutions

7 real life case studies with different:

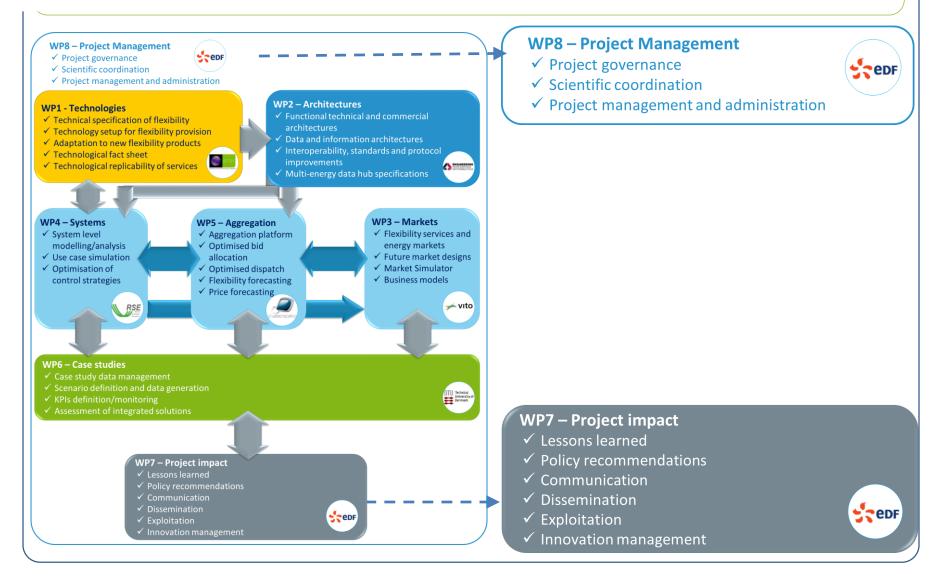
- Regulatory frameworks
- Contracts
- Core businesses
- Sector-coupling technologies
- Business models
- Relationship between stakeholders

In Austria, Denmark, France, Italy, Spain, Sweden, United Kingdom





MAGNITUDE WP structure





MAGNITUDE Case studies

7 real life case studies covering:

4 main MES categories

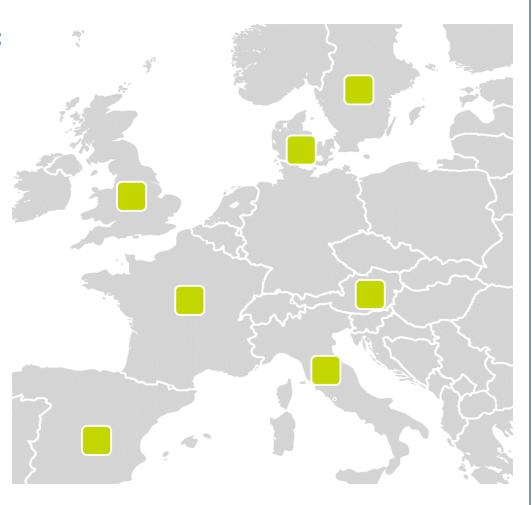
- Large industries
- Large commercial and/or public sites
- District heating/cooling
- Small individual units

Two main flexibility levers

- Fuel shift
- Storage capability

7 countries

Austria, Denmark, France, Italy, Spain, Sweden, United Kingdom





MAGNITUDE Case studies

Case Study	Technologies										Networks		
	Biomass boiler	Gas boiler	Steam turbine	Gas turbine	Gas engine	Chiller	Thermal energy storage	Heat pump	Electric boiler	Anaerobic digestion	Electricity	Heating/ cooling	Gas
Mälarenergi Sweden													
Paper mill Austria													
Hofor Denmark													
ACS Italy													
Neath Port Talbot, <mark>UK</mark>													
EMUASA Spain													
Paris Saclay France													



Expected results and next steps

Overview of **the flexibility services to the electricity grid**, and benchmark of markets and regulations for electricity, gas and heat - D3.1

Evaluation of **future market designs** for multi-energy systems - D3.2

Cartography of the **case studies** and flexibility services provided by heating/cooling, storage and gas **technology and systems** to the electricity system – D1.1

MAGNITUDE technical and commercial **functional architectures** to maximize flexibility provision by MES – D2.1

2018

Methodology for multi-energy system simulation, technical specifications for model development at system and technology level – D4.1

Specifications of Multi Energy Aggregation platform for provision of flexibilities – D5.1

MAGNITUDE KPIs - MS

D: deliverable MS: milestone



Expected results and next steps

Technological characterization and evolution:

- Technology and case studies factsheets: technical characteristics and associated technological and regulatory constraints – D1.2
- Technological adaptation/development to support service provision D1.3

Specifications of:

- Multi-energy Data Hub D2.2
- Multi-energy market simulator D3.3

Tools for:

- Multi energy system modelling, simulation and analysis D4.2
- Optimized market allocation of flexibilities (flexibility trading) D5.2
- Tools for aggregation of multi energy carrier flexibilities D5.3

Project KPIs and associated evaluation methods or processes – D6.1

MAGNITUDE mid-term public workshop

2019



Expected results and next steps

Tools:

- Optimization tools and algorithms for maximization of flexibility provision by MES under defined scenarios – D4.3
- Multi energy aggregation platform for provision of flexibilities D5.4
- Multi-energy market simulator D3.4
- Interoperability adaptation layer (software data transformers) D2.3

Simulation of the case studies under baseline and future scenarios - MS

Assessments:

- Business model evaluation of case studies for simulated markets D3.5
- Opportunities and barriers for replicating the flexibility products and project results from a technological point of view in selected countries – D1.4

Evaluation, dissemination and exploitation:

- Final evaluation of the integrated system: market, system, aggregation D6.2
- Project findings and lessons learnt (D7.3) and exploitation plan (D7.5)
- Policy recommendations from a EU perspective D7.4
- Final MAGNITUDE public Workshop MS

2020

2021



THANK YOU FOR YOUR ATTENTION





































Contacts

Project Coordinator
Regine Belhomme
EDF
T + 33 (0)1 78 19 41 24
regine.belhomme@edf.fr

MAGNITUDE Office
Na'ama Agmon-Licht
ARTTIC
magnitude-arttic@eurtd.com

MAGNITUDE website – coming soon

This project has received funding from the European Community's H2020 Framework Programme under grant agreement No 774309



Nicole Pini (EIFER), Diego Arnone (ENG), Kris Kessels (VITO), Edoardo Corsetti (RSE), Christoph Gutschi (CYBERGRID), Henrik Bindner (DTU), Emma Da Silva (ARTTIC), Na'ama Agmon-Licht (ARTTIC), Regine Belhomme (EDF)

APPENDICES WP DETAILED DESCRIPTIONS



WP1 – Technologies (1/2)

Services from synergies among multi carrier networks

WP Leader:



(DE), Nicole Pini

Objectives

- **Identify** which **flexibility services** can be provided by the different "cross-sector" technologies.
- Identify possible bottlenecks and constraints to the service provision, according to technological barriers and current system design.
- Describe and quantify how the "cross-sector" technologies and systems identified in the case studies can provide the described flexibility services.
- Identify and quantify technological development needed to maximise the exploitation of the flexibility services.
- Evaluate the **replicability** of the studied services and products on **national scale** in the countries represented in the consortium.



WP1 – Technologies (2/2)

Main expected outcomes

2018

 Cartography of the flexibility services provided by heating/cooling, storage and gas technology and systems to the electricity system

Description, benchmarking and technological barriers: description of the flexibility services that could be provided by the different electrical, heating, storage and gas technologies and cases studies

2019

- Technology and case studies factsheets
 - Factsheets with the technical characteristics enabling the provision of the identified flexibility services, with the associated technological and regulatory constraints
- Technological adaptation to flexibility products and guidelines for development
 Description of the needed technological development to support the provision of services identified in WP3

2020

 Opportunities and barriers for replicating the studied flexibility products and market designs in selected countries

Valorisation of the results from the other WP evaluating cross-national replicability, from a technological point of view.



WP2 - Architectures (1/2)

Functional technical and commercial architectures for service provision and data management

WP Leader:



(IT), Diego Arnone

Objectives

- Define and deliver the **key functional and technical architectures** for MAGNITUDE's technical and commercial developments.
- Design an overall standardized interface architecture for multi-energy data
 hubs, based on emerging standards, protocols and state-of-the-art data models.
- Develop **prototypes** of light, **interoperable and standardized interfaces** for data management for multi-energy applications requirements.



WP2 - Architectures (2/2)

Main expected outcomes

2018

MAGNITUDE technical and commercial functional architecture
 Design of the MAGNITUDE high level simplified role models and high level organizational structure to maximize flexibility provision and to guide project developments.

2019

Multi-energy Data Hub Specification
 Specifications for the design of standardized interfaces for data management and optimal data exchange between the different actors involved in the flexibility service provision.

2020

Interoperability adaptation layer

Development of an "adaptation layer" (software data transformers) for enabling the needed level of interoperability between multi energy systems and the relevant stakeholders, under constraints of technical and organizational standards, for a secure, efficient and reliable energy service provision.



WP3 – Markets (1/2)

Market design and business models for cross system integration

WP Leader:



(BE), Kris Kessels

Objectives:

- Identification of actual market design and regulatory shortcomings
- Investigation and evaluation of future market designs
- Specification of market products, bid types and clearing mechanisms
- Development of a multi-energy market simulator
- Quantification of potential business models under different market designs



WP3 – Markets (2/2)

Main expected outcomes

2018

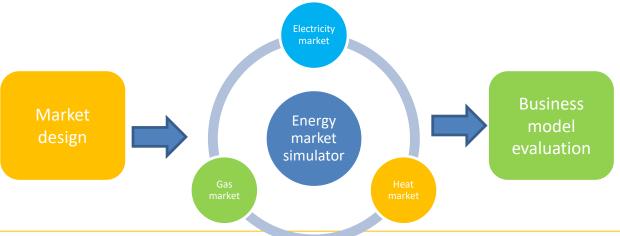
- Benchmark of markets and regulations for electricity, gas and heat and overview of flexibility services to the electricity grid
- Evaluation of future market designs for multi-energy systems

2019

• **Specification** of the multi-energy market simulator

2020

- Multi-energy market simulator
- Business model evaluation of the different case studies for the simulated markets





WP4 – Systems (1/3)

Simulation and optimization of integrated energy systems

WP Leader:



(IT), Edoardo Corsetti

Objectives

- Develop a unified **methodology for simulation and optimization of MES** in order to assess flexibility from relevant use cases based on the real life case studies
- Develop steady state, sequential steady state and dynamic analysis models and tools
 for assessing the operational and technical constraints of specific flexibility services
 and products
- Develop optimization strategies to operate energy systems satisfying the KPI, provided by WP6 (i.e., reduction of operational costs, CO2 content, avoid renewable resource curtailment, security of supply)
- Test and assess new configurations of systems and market rules as defined by WP1



WP4 – Systems (2/3)

Main expected outcomes

2018

Methodology for multi-energy system simulation
 Technical specifications for the model development at system and technology level,
 harmonizing the temporal and spatial scales of models and their interconnections

2019

Tools for multi energy system simulation and analysis
 Tools and methods for the simulation and analysis of multi energy system's behavior and constraints for the provision of the identified flexibility services to the grid

2020

Optimization of flexibility provision from multi carrier system
 Development of optimization tools and algorithms for the maximization of flexibility provision under forecast scenarios, new market design and new products for multi energy nodes and systems



WP4 – Systems (3/3)

USE CASE

CHP Heat pumps

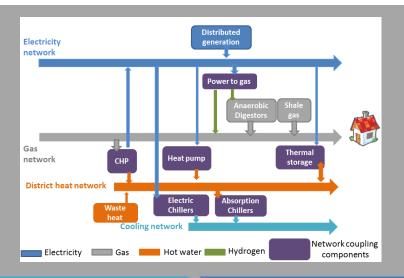
Heat storage

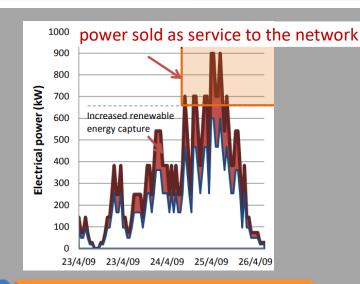
technologies

Power-to-Gas Absorption chillers

Provision secondary reserve (P[t,τ])

services (products)





modelling (technologies and systems)

simulation (model validation)

optimization of operational models



WP5 – Aggregation (1/3)

Tools for multi energy aggregation

WP Leader:



(AT), Christoph Gutschi

Objectives

- Develop novel ICT tools for the aggregation of flexibility services to the power system gained from innovative utilization of synergies between multi energy carrier systems
- Perform joined testing by linking the multi energy aggregation platform to the simulation and optimization tools developed in WP4 as well as the market simulator developed in WP3
- Provide simulation results for the business case analysis in WP3



WP5 – Aggregation (2/3)

Main expected outcomes

2018

• Specifications of Multi Energy Aggregation platform for provision of flexibilities

Detail specifications for all the tools developed in WP5 including APIs and test cases.

2019

- Tools for optimized market allocation of flexibilities
 ICT tools for decision support of flexibility trading
- Tools for multi energy carrier aggregation
 ICT tools for management of multi-energy flexibilities

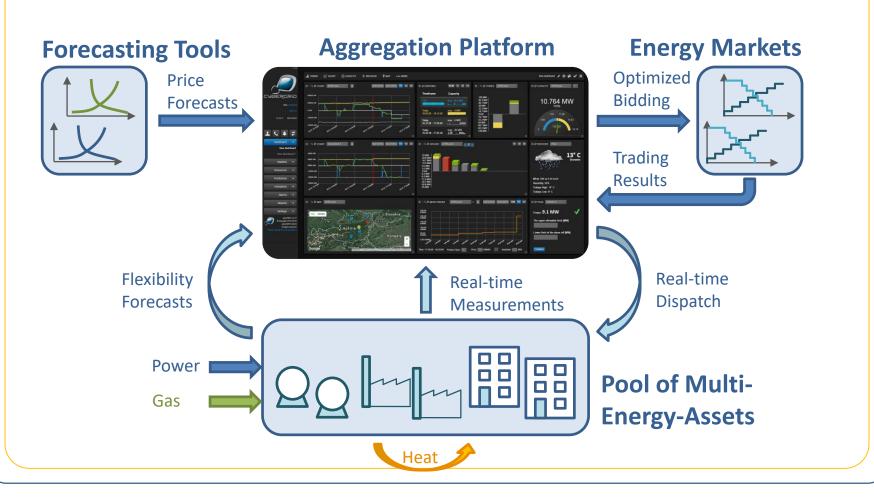
2020:

Multi energy aggregation platform for provision of flexibilities
 ICT tools integrated into an aggregation platform (accessible for consortium) and public report



WP5 – Aggregation (3/3)

The Multi-Energy-Aggregation Concept:





WP6 – Case Studies (1/2)

Evaluation of integrated systems and case studies

WP Leader:



Technical University of Denmark

(DK), Henrik Bindner

Objectives

- Establish coherent foundation of data from systems and interconnection components of the case studies for model validation
- Provide synthetic coherent configurations and input data
- Data management of acquired and generated data
- Develop analysis methods/tools for evaluation of KPIs
- Carry out assessment of integrated solutions



WP6 – Case Studies (2/2)

Main expected outcomes

2018

- MAGNITUDE KPIs
- Consolidated case study sets

2019

 KPIs and assessment procedure: specified project KPIs and the methods or processes for evaluating them

2020

- Coherent datasets for baseline and future scenarios evaluation
- Simulation of the case studies under the baseline and future scenarios

2021

• Final evaluation of the integrated system: market, system, aggregation platform



WP7 – Project Impact (1/2)

Lessons learnt, policy strategy and exploitation

WP Leader:



Objectives

- **Disseminate the project results** among the public and private stakeholders
- Ensure and strengthen dialogue between electricity, heating and gas networks related operators and service providers
- Monitor the MAGNITUDE Advisory Board and in particular foster and strengthen privilege relationships and ensure that its members' recommendations feed the project
- Ensure cooperation with other related projects (H2020, national, regional)
- Issue policy and regulatory recommendations towards an integrated and transnational approach for multi energy system integration
- Manage the innovation generated in the project
- **Prepare the exploitation** of the project results



WP7 - Project Impact (2/2)

Main expected outcomes:

2018

- Communication and dissemination plan of the project results.
- **Dissemination materials and tools**, including Public Website, Project Leaflet, Newsletters, Press Releases.
- **First meeting of the MAGNITUDE Advisory Board**: this board will ensure that the consortium appropriately addresses the influence of external factors on MAGNITUDE.
- Data management plan: for the management life-cycle for all data collected, processed or generated.

2019

Mid-term MAGNITUDE public workshop to disseminate the project achievements and results

2021

- Lessons learnt, based on direct learnings and findings from the project and its case studies
- Policy recommendations, addressing market mechanisms, regulation and standardisation from a EU perspective to feed into the Energy Market Design 2030-2050 discussion
- MAGNITUDE Exploitation plan, describing the plans of the participants to move the technology forward including next steps, key milestones and the corresponding investments vs. business perspectives
- **Final MAGNITUDE Workshop**, to communicate on the final results, project achievements, lessons learnt and recommendations