



Characterising and integrating demand response within a long-term energy system analysis

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Outline

- **Introduction**
- **Demand Response in the UK**
- **UK TIMES**
- **Incorporate Demand Response in the UKTM**
- **Scenarios**
- **Preliminary results**
- **Conclusions and Future works**

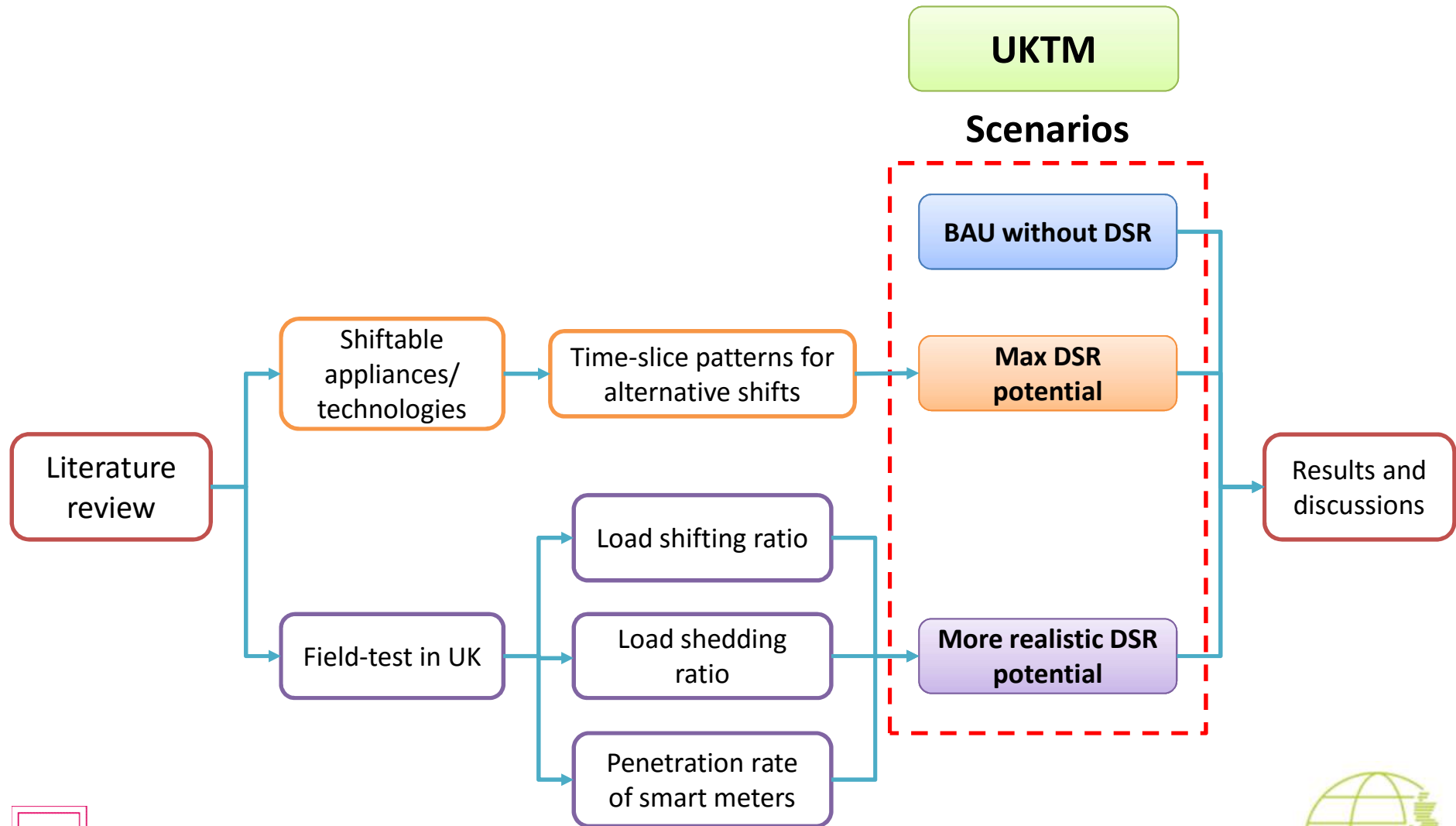


Introduction

- 2050 GHG target: 80% reduction on 1990 level
- 5th Carbon Budget: 57% by 2030
- **Low carbon electricity**
 - decommission coal power plants by 2025
 - high penetration rate of intermittent RE
- **Potentially higher peak load**
 - decarbonize heating sector
 - decarbonize transport sector
- **More flexible electricity system** is essential
 - Reduce requirements for capacity during peak periods
 - Manage intermittent RE
 - Reduce overall cost



Research Procedure



Demand Response in UK

- **Previous studies:** Fixed projections of technologies
Focus more on electricity system

| Study | Sector/Tech | Scenario | Benefits |
|-----------------------------------|--|--|--|
| Teng and et al. (2016) | EV (reduce peak load by 80%) HP (reduce peak load by 35%) | fixed demand-side and supply-side capacities based on DECC Carbon Plan (2011) and LCL report | reduce 5~13 gCO ₂ /kWh; 1.5~7 pounds/MWh (for EV/HP) |
| Kreuder and Spataru (2015) | Heat pump in residential sector | Base: 2.5 millions HPs Ideal: 5.7 millions HPs Reduce peak load by optimization (turn off for 3hrs) | Peak load reduction: 6.3~5.7GW |
| Element Energy (2014) | Washing appliances (100% shiftable); Water heating; Cold appliances | Aggregate household potential to national scale | Peak shift potential: 2GW |
| Pudjianto et al. (2013) | Smart plug-in vehicle Smart heat pump Network voltage regulators | Full penetration of EVs and HPs Optimal operations Three demand scenarios from Transition Pathways project (Foxon, 2012) | Reduce peak load increase from 117GW to 78GW Save 10bn pounds over 40 yrs |
| Barton et al. (2013) | Water heating (7hr in night) Space heating (deferred 1 hr) EV and PHEV charging (deferrable Cev/7) Pumped hydro | Three demand scenarios from Transition Pathways project (Foxon, 2012) Optimal operations | Reduce peak load by 10GW Reduce capacity operating less than 10% Reduce maximum surplus power |
| REDPOINT(2012) | Heat pumps with storage, EV, smart appliances, non-smart cold & wet appliances | SToU, Load Control, CPP EV update projection DECC heat pump uptake projections to 2030 | Peak demand reduction: 0.5~2.5GW by 2030 Save 500m pounds by 2030 System balancing and DNO saving: 350m pounds Avoid 3.2GW of OCGTs Reduce GHG by 0.4~1.2mt in 2030 |
| Hamidi et al. (2009) | Residential sector: heating, wet and cold appliances | Bath and North East Somerset Area; Aggregated load profile | Potential responsive level: ~35% |

Demand Response in UK

- Field tests show varied peak load reductions

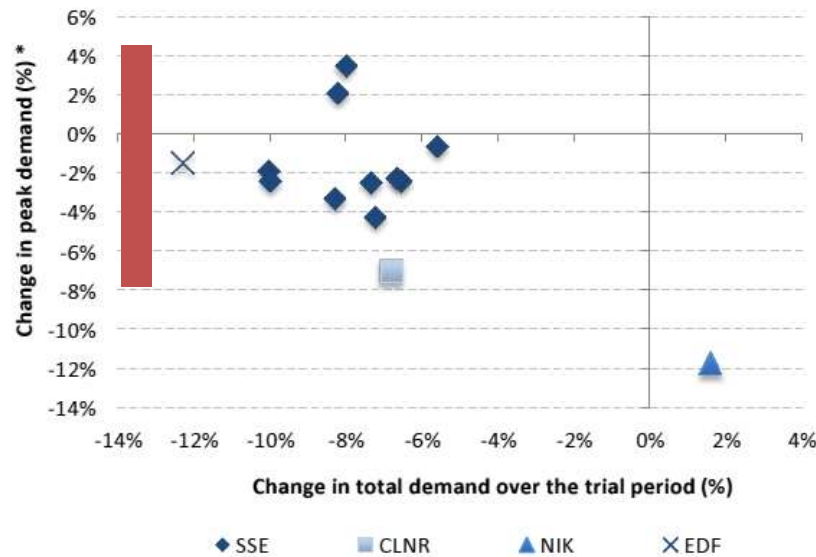
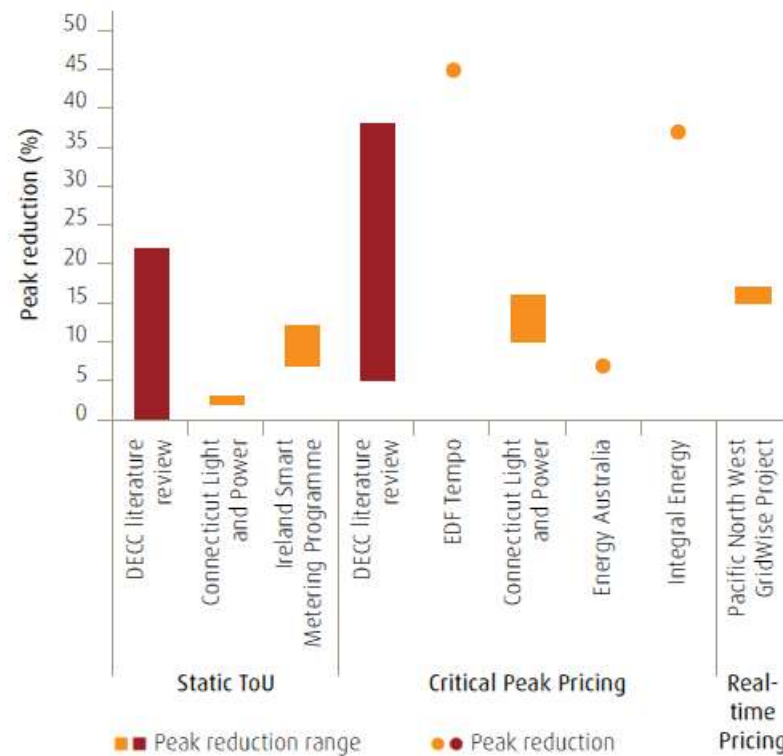


Figure 5: The change in electricity demand during the peak period versus the change in total electricity demand over the whole trial period.⁹

Source: element energy, 2014, Electricity price signals and demand response, report for DECC.



Time-of-use

CPP

RTP

Source: J. Schofield, R. Carmichael, S. Tindemans, M. Woolf, M. Bilton, G. Strbac, "Residential consumer responsiveness to time-varying pricing", Report A3 for the "Low Carbon London" LCNF project: Imperial College London, 2014.



UKTM-The UK TIMES Model

- Whole Energy System
- Technology-rich
- Minimum cost

• Potentials & costs for domestic resources and traded products
 • Mainly informed by global model TIAM

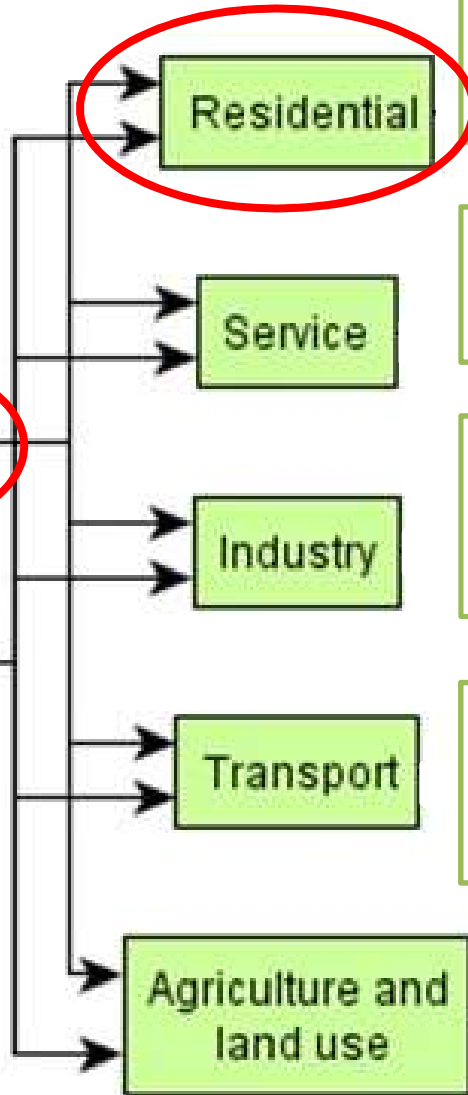
Resources and imports

Electricity

Processing

• Generation, storage and transmission grid & interconnectors
 • Data aligned with DDM

• Covers refining, bioenergy processing, landfills, hydrogen production, CCS infrastructure



• Divided in existing & new houses
 • Space heat, hot water, other ser.
 • Technology data based on various UK-focused studies

• Divided in low- and high consumption buildings
 • Structure similar to residential

• 8 subsectors, 4 modelled in a process-oriented manner
 • Demand projections aligned with DECC Energy model

• Differentiated in 9 modes
 • Demands calibrated to NTM
 • Technology data sourced from Dodds and McDowall (2014).

• Differentiated in demand for transport, heat and electricity
 • Land use and agricultural emission taken into account

Time slicing in UKTM

- Capture temporal characteristics of technologies

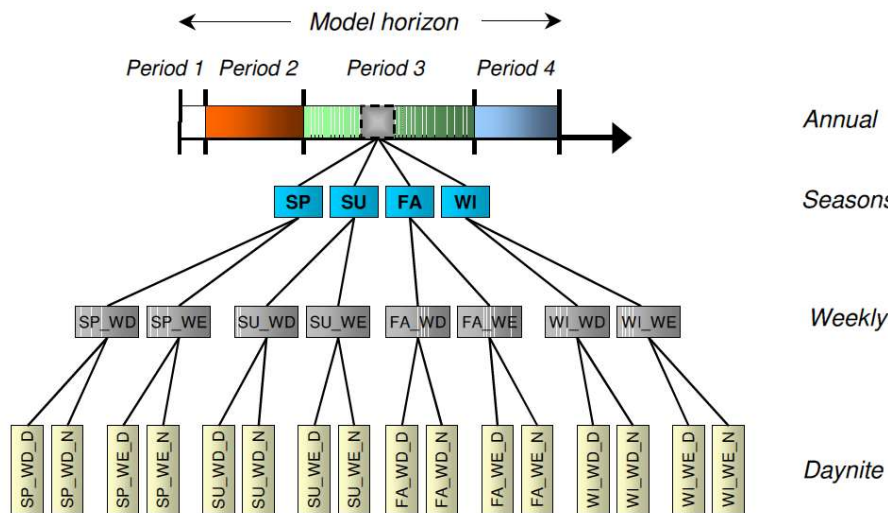


Figure 2.1: Example of a timeslice tree

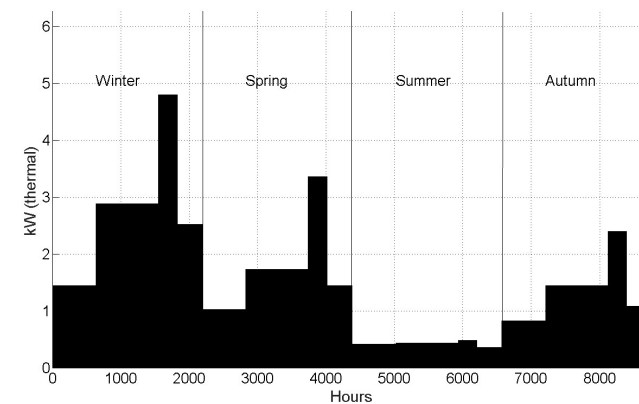
Time-slice tree in UKTM

Definition of time-slices

Table 1: Time-slices in UKTM

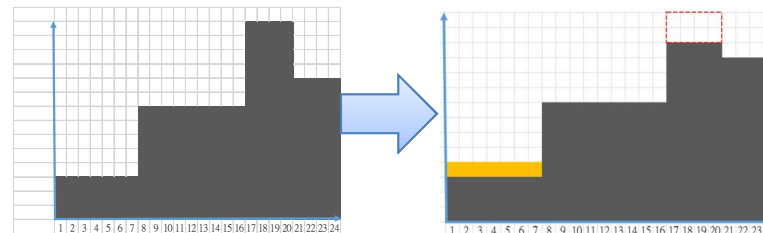
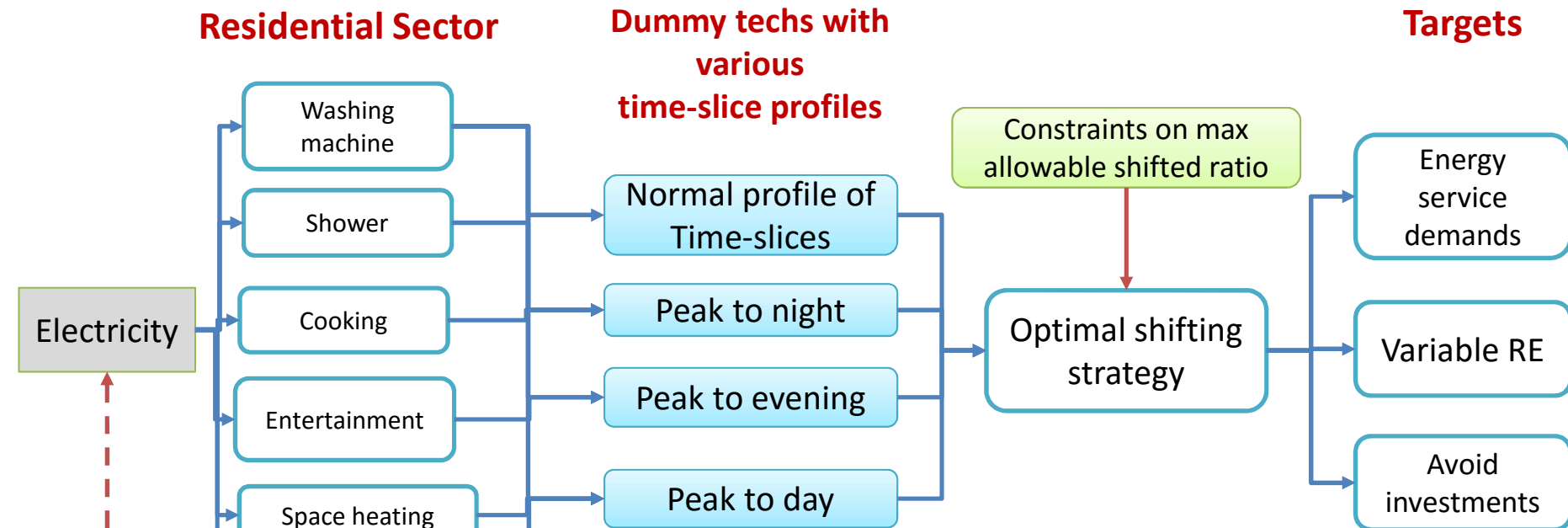
| Season | Intra-day period | Time represented | Notes |
|------------|------------------|------------------|-----------------------|
| Winter (W) | Night (N) | 00:00–07:00 | Lowest demand |
| | Day (D) | 07:00–17:00 | Includes morning peak |
| Spring (P) | Evening peak (P) | 17:00–20:00 | Peak demand |
| Autumn (A) | Late evening (E) | 20:00–00:00 | Intermediate |

Time-slices for heating technology



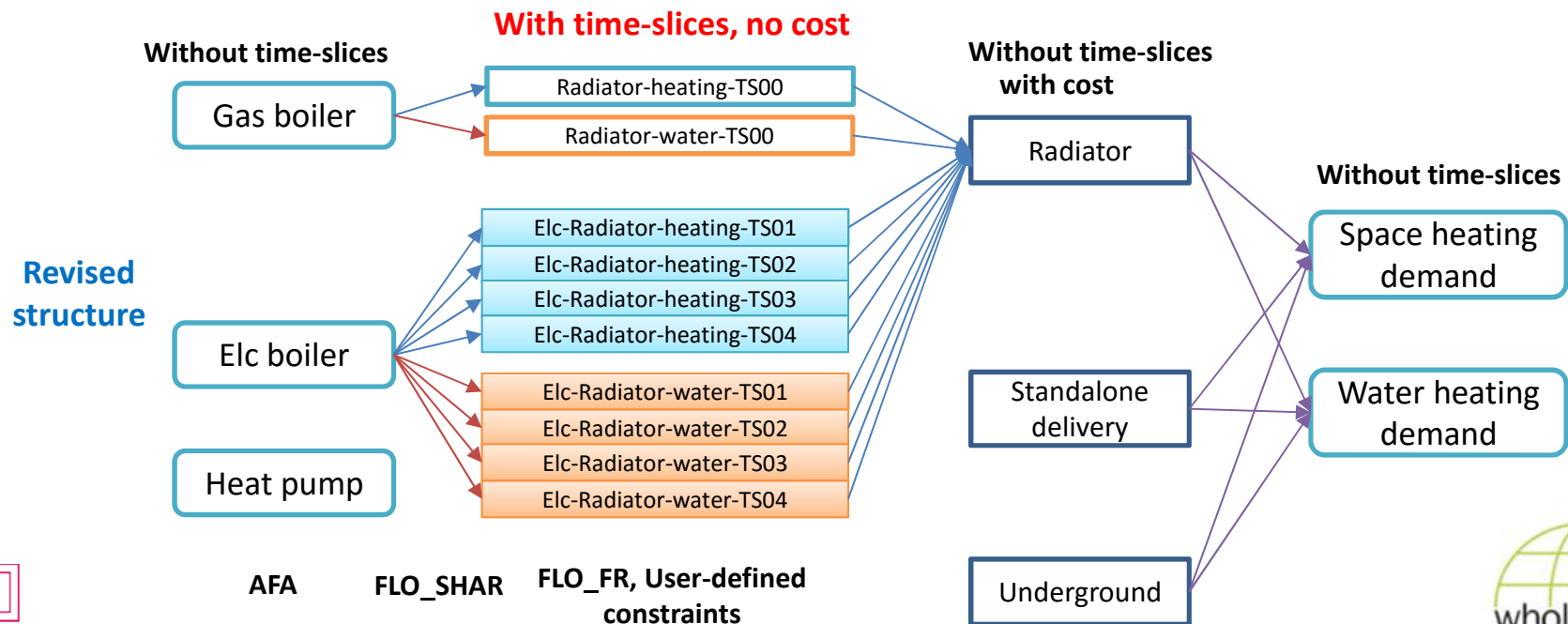
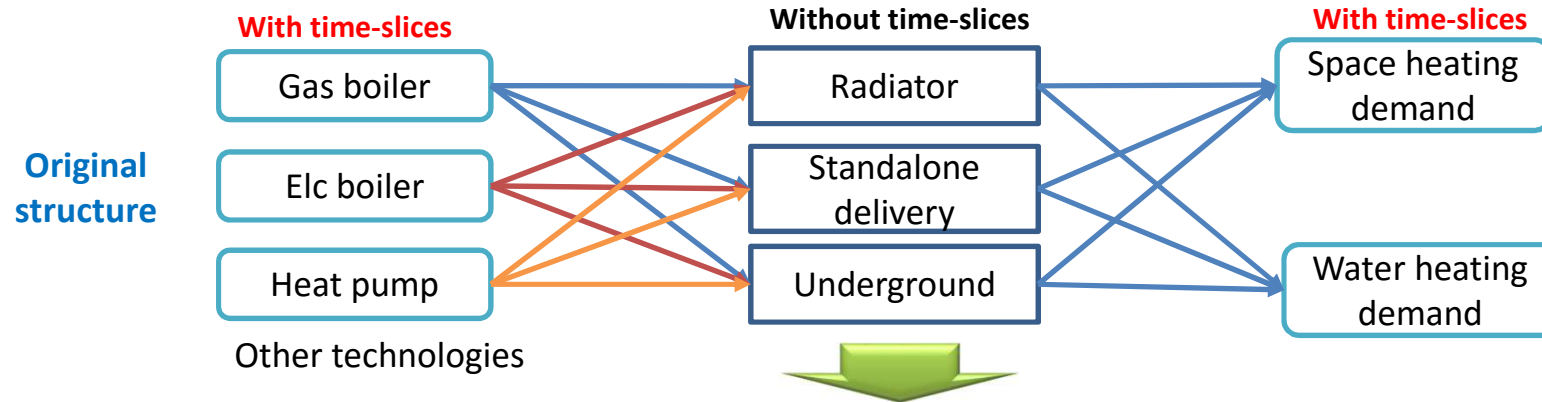
Incorporate Demand Response in the UKTM

- Load shifting: for each shiftable appliances in residential sector



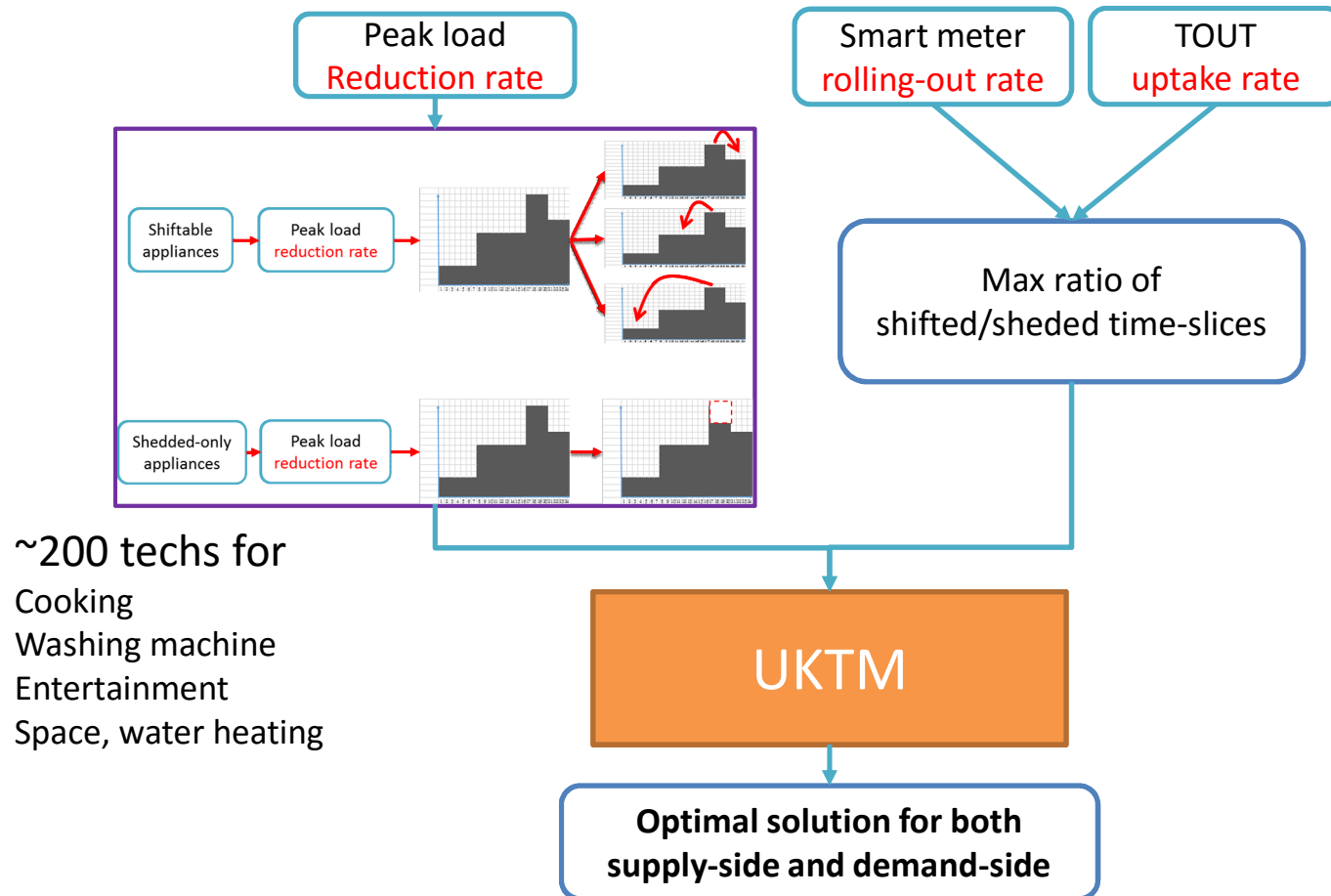
Incorporate Demand Response in the UKTM

- Residential heating: only shift electric techs



Incorporate Demand Response in the UKTM

- **DSR-UKTM framework**
 - Time-of-use tariff: consumer behaviour
 - Load control: automated



Scenarios

- For each scenarios
 - Smart meter deployed in households
 - Take up smart appliances (by 2020)
 - Take up some form of DSR

| Scenario | Description | | 2020 | 2030 | |
|--------------------|--|-----------|-----------------------|------|-----|
| Business-as-usual | No DSR | TOU LC | % take-up | 0 | 0 |
| | | | % peak demand shifted | 0 | 0 |
| Low potential DSR | Without strong policy supports and tech deployment | TOU | % take-up | 8 | 30 |
| | | | % peak demand shifted | 5 | 20 |
| | | LC | % take-up | 0 | 4 |
| | | | % peak demand shifted | 100 | 100 |
| High potential DSR | With strong policy supports and tech deployment | TOU | % take-up | 8 | 60 |
| | | | % peak demand shifted | 10 | 40 |
| | | LC | % take-up | 0 | 12 |
| | | | % peak demand shifted | 100 | 100 |

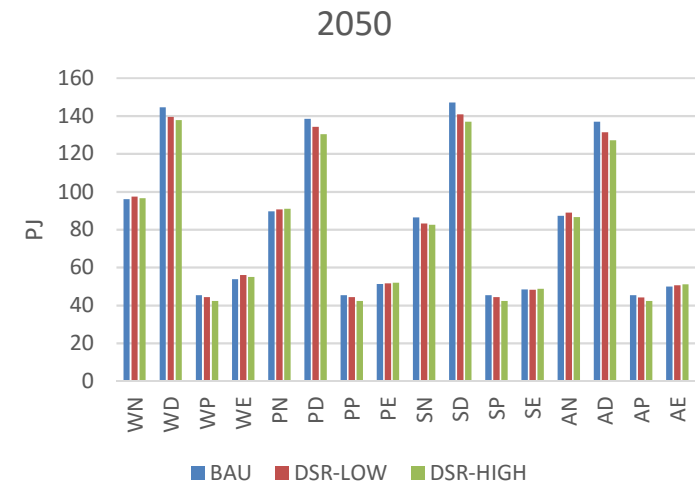
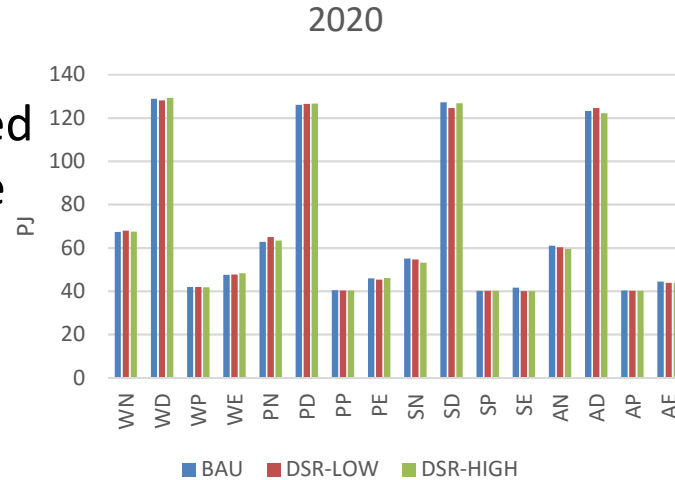


Note: These are percentages of households with shiftable appliances.
Base on **Element energy (2012)**'s scenarios.

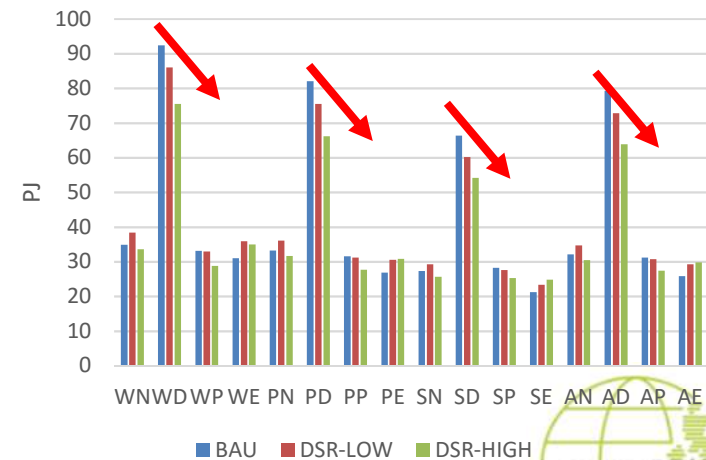
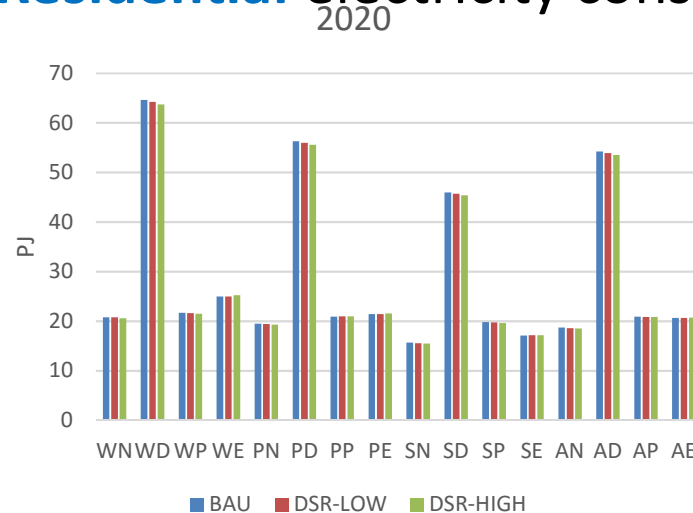
Results (1/4)

Electricity consumption for each time-slice

- Peak load reduced
- Profiles are more smooth



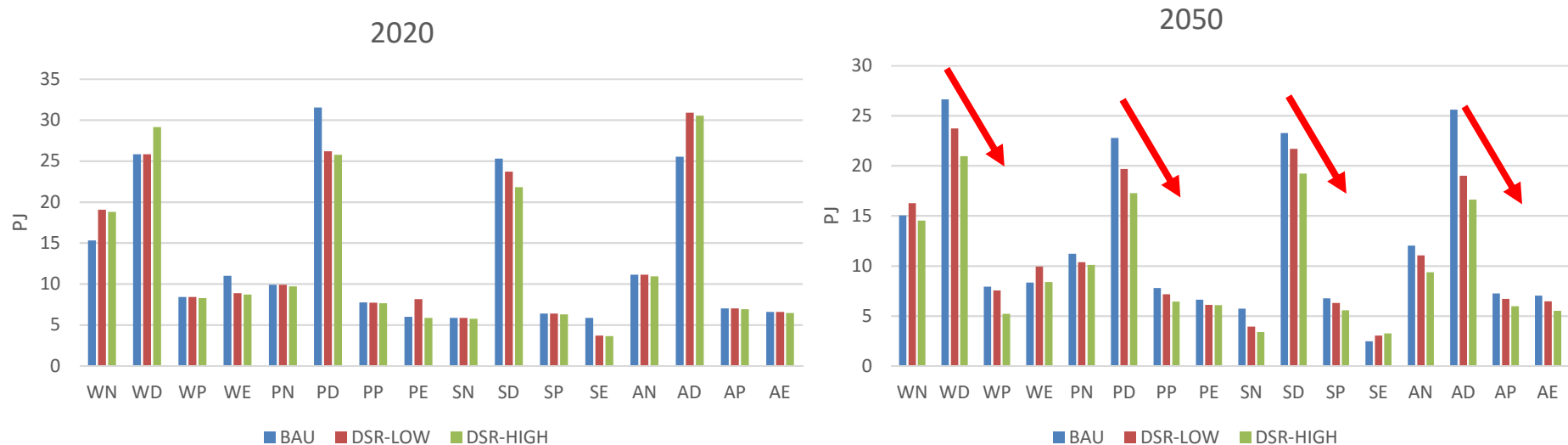
Residential electricity consumption for each time-slice



Results (2/4)

- Renewable energy supply pattern changes accordingly

Electricity supply by renewable energy

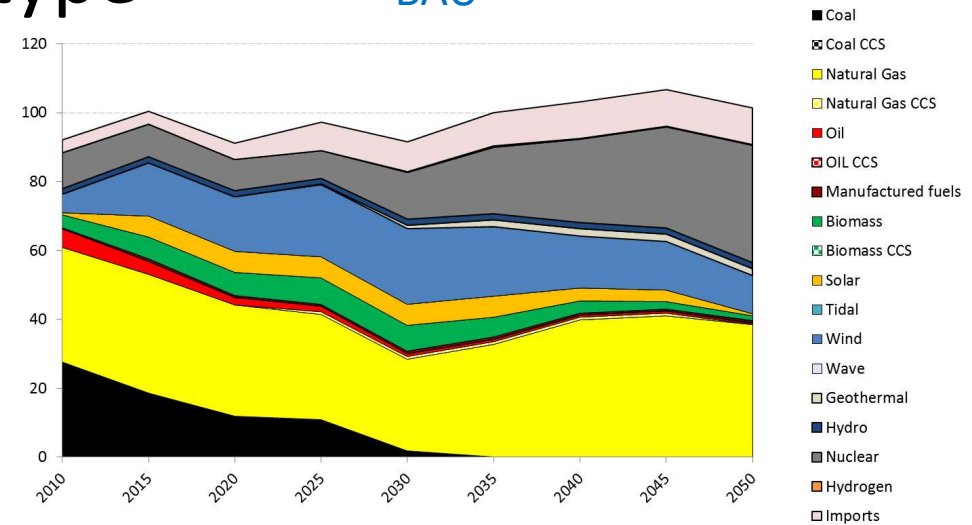


Results (3/4)

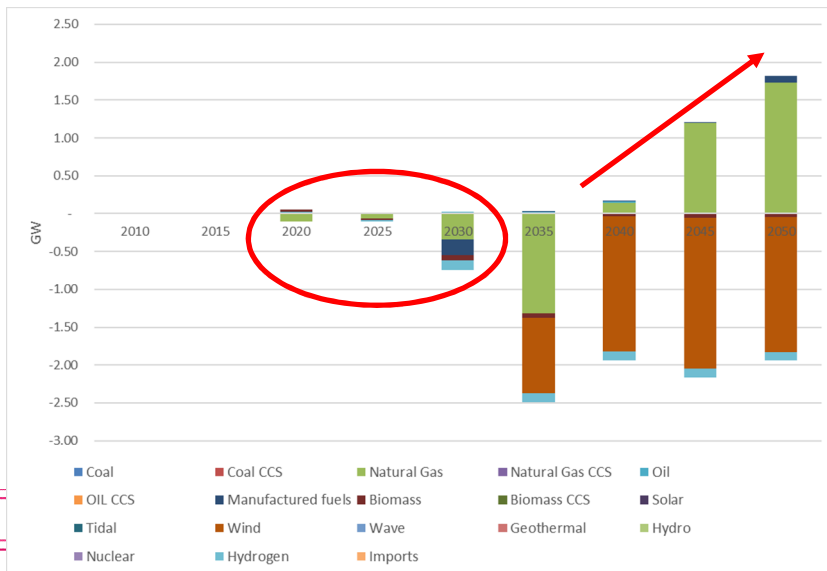
- Electricity capacity by type

- Both scenarios avoid a lot of investments in new capacities
- DSR-LOW
 - Peak load is not shifted enough in longer term
- DSR-HIGH
 - Peak load is shifted significantly

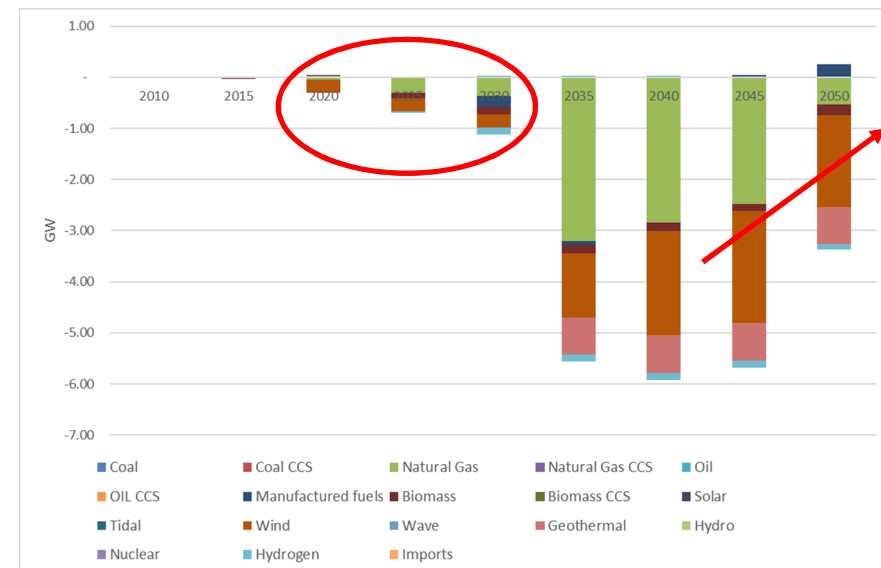
BAU



DSR-LOW



DSR-HIGH



Results (4/4)

- Cost saving over time is significant

Annual undiscounted energy system cost (M£) (to be further justified)

Diff btw DSR_LOW, DSR_BAU

(for reference only)

| | 2010 | 2015 | 2020 | 2025 | 2030 | 2035 | 2040 | 2045 | 2050 |
|------------------|------|------|------|-------|-------|-------|-------|-------|-------|
| Activity costs | 0 | -1 | -4 | -15 | -29 | -144 | -54 | -41 | -31 |
| Flow costs | 0 | -3 | -37 | -83 | -576 | -670 | -533 | -319 | -303 |
| Fixed O&M costs | 0 | -5 | -55 | -310 | -745 | -1139 | -1286 | -1516 | -1889 |
| Investment costs | 0 | 51 | -71 | -438 | -1132 | -1517 | -1697 | -1748 | -2375 |
| Elasticity costs | 0 | -53 | 51 | -156 | -146 | -39 | 2 | -747 | -62 |
| Sum | 0 | -11 | -117 | -1003 | -2628 | -3508 | -3568 | -4370 | -4659 |

Diff btw DSR_HIGH, DSR_BAU

(for reference only)

| | 2010 | 2015 | 2020 | 2025 | 2030 | 2035 | 2040 | 2045 | 2050 |
|------------------|------|------|------|-------|-------|-------|-------|-------|-------|
| Activity costs | 0 | -1 | -23 | -47 | -64 | -221 | -149 | -115 | -93 |
| Flow costs | 0 | -15 | -107 | -202 | -999 | -821 | -728 | -603 | -551 |
| Fixed O&M costs | 0 | -25 | -162 | -771 | -1203 | -1725 | -1974 | -1906 | -1716 |
| Investment costs | 0 | 71 | -204 | -1152 | -1745 | -2648 | -3086 | -3015 | -3500 |
| Elasticity costs | 0 | -58 | 276 | -235 | 101 | 63 | 9 | -651 | -1093 |
| Sum | 0 | -28 | -221 | -2407 | -3909 | -5351 | -5928 | -6290 | -6952 |



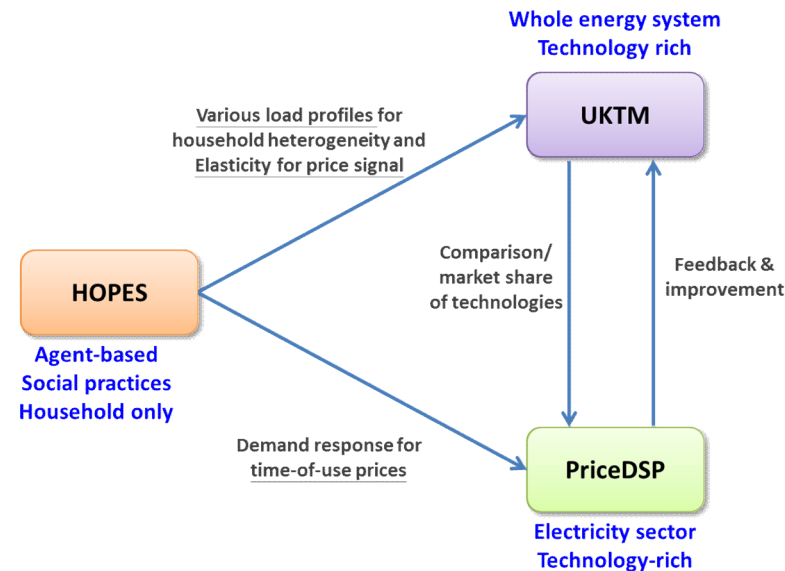
Conclusions

- Developed **DSR-UKTM** can incorporate DSR as a key measure for long-term energy planning
- Incorporation of DSR in whole energy system impact the planning significantly
- **With DSR**
 - Reduce peak load
 - Profiles of time-slices become more smooth
- **Profiles of RE**
 - Influence the installed capacity
- **Avoid considerable investments** in new power generation capacity
- Further **uncertainty analysis** is essential!



Future works

- **Incorporate social practices: discrete choice models (DCMs) based on real survey data (probability of shifting)**
 - **Laundry:** gender, age, original use-of-time, dwelling type, income, ownership of appliances
 - **Heating:** age, original use-of-time, dwelling type, income, ownership of appliances
 - **Shower:** age, original use-of-time, dwelling type, education level, resident number
 - **Dish-washing:** original use-of-time, dwelling type, income, resident number
 - **Cooking:** age, original use-of-time, dwelling type, education level, income, ownership of appliances
 - **Entertainment:** original use-of-time, education level, dwelling type, ownership of appliances
- **Include other sectors: service, transport (EV) and industry.**
- **Link with other models (HOPES, PriceDSP)**



Thanks for your attention!



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