

Accommodating High Levels of Variable Generation

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Agenda



- About NERC
- About the Integration of Variable Generation Task Force (IVGTF)
- "Variable" Resources
- Recommendations
- Next Steps



Variable Resources



Variable resources are types of electric power generation that rely on an uncontrolled, "variable" fuel (e.g. wind, sunlight, waves, tidal forces, and some types of rivers) to generate electricity. Most renewables fall into this category.

Reliably integrating these resources into the bulk power system will require significant changes to traditional methods used for system planning and operation.

Ongoing efforts brought together by NERC and its stakeholders have the potential to fundamentally change how the system is planned, operated, and used – from the grid operator to the average customer.



International regulatory authority for electric reliability in North America

- Develop & enforce reliability standards
- Analyze system outages and near-misses
 & recommend improved practices
- Assess current and future reliability



Integration of Variable Generation Task Force



- Formed by NERC's Planning & Operating Committees in December 2007
- 47 participants, 23 official "members"
 - Utilities, ISO / RTO's, wind and solar manufacturers, associations, government
 - Strong cross-border collaboration (U.S. & Canada)
- Focus on reliability

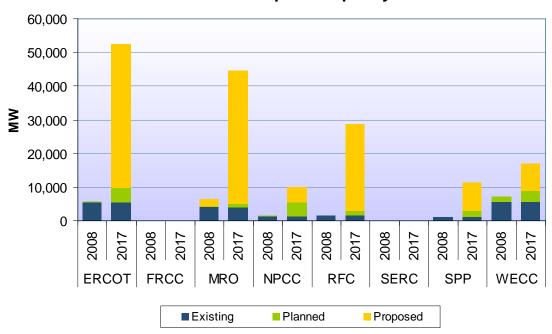


Significant Growth Expected



- New policies & environmental priorities driving growth
- 200,000 MW of wind proposed in coming 10 years
- Increases seen in solar (i.e. 15,000 MW in California ISO queue)

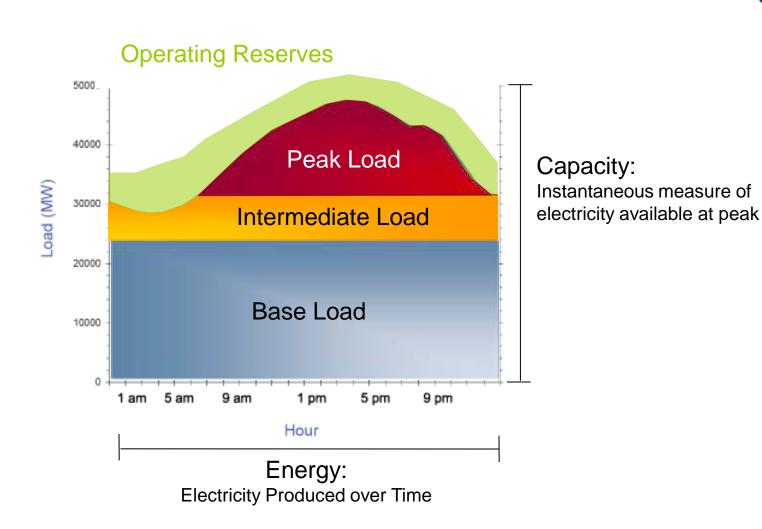
Projected Summer Wind On-Peak: Total Nameplate Capacity



Bulk Power System Designed to Meet Demand in Real Time



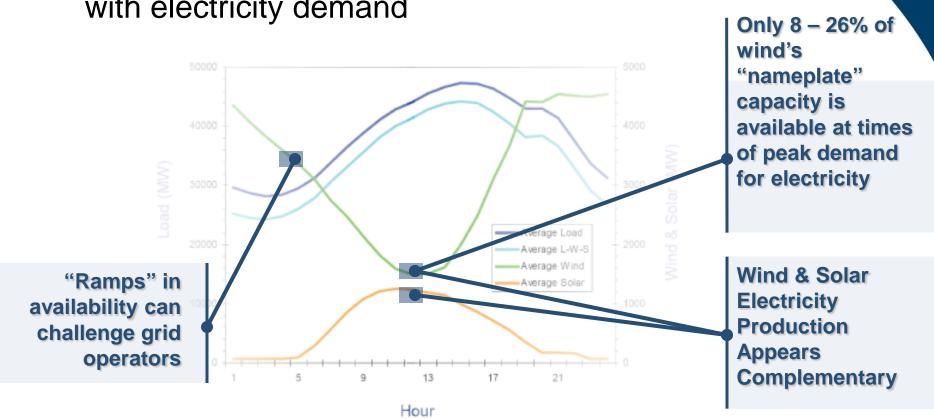
Typical Daily Demand Curve



Variable Fuels Must Be Used When Available



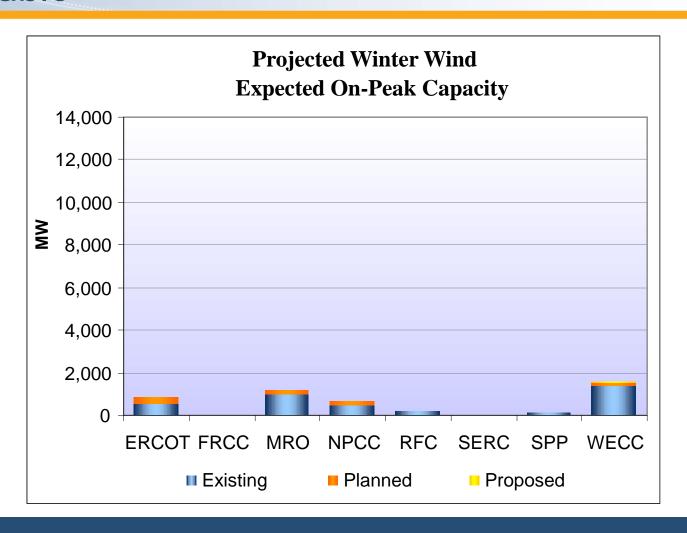
 Variable generation often does not positively correlate with electricity demand



While variable generation differs from traditional generation in important ways, properly integrated variable resources do not reduce reliability or otherwise negatively affect the grid.

Variable Fuels Must Be Used When Available



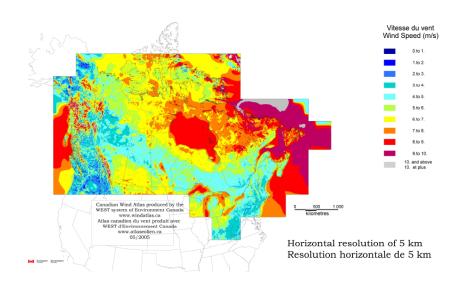


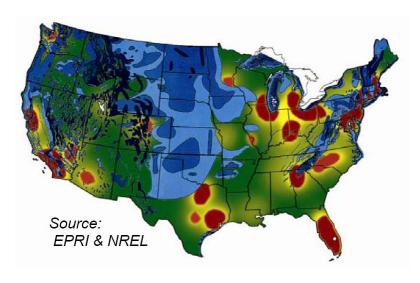
This does not mean that the wind does not blow during peak periods. However, for resource adequacy purposes, planners must derate wind capacity to an expected value—typically between 8-26% of the nameplate value.

Variable Fuels Must Be Used Where Available



 Variable generation often located in areas remote from demand centers and existing transmission infrastructure





Legend

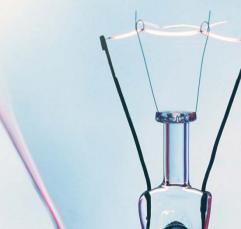




Keeping Reliability in the Balance



- Bulk power system reliability must be maintained, regardless of the generation mix;
- All generation must contribute to system reliability within their physical capabilities; and
- Industry standards and criteria must be fair, transparent and performance-based.



Areas of Further Study & Effort



- High levels of variable generation will require significant transmission additions and reinforcements. Barriers to transmission development should be addressed
- Additional flexible resources, such as demand response, plug-in hybrid electric vehicles, and energy storage may help balance steep "ramps"
- Improved measurement, forecasting, and modeling of variable generation output is needed



Areas of Further Study & Effort



- More comprehensive planning approaches and operational practices are needed, including probabilistic planning approaches
- In aggregate, variable generation connected at the distribution level (i.e. local wind generation and rooftop solar panels) may impact bulk power system reliability
- Deploying complementary types of variable generation (e.g. wind and solar), leveraging fuel diversity over large geographic regions, and advanced control technologies show promise in managing unique operating characteristics
- Greater access to larger pools of generation and demand may facilitate the large-scale integration of variable resources

Status of Work Plan Activities – Completed



14

Probabilistic Techniques

Flexibility
Requiremen
ts and
Metrics for
Variable
Generation

Final on 9/15/2010

Completed

Planning

MOD Standards Models of VG

Final on 5/18/2010

Interconnection

Operations

Variable
Generation
Power
Forecasting
for
Operations

Final on 2/23/2010

Reference Manual

Preliminary Results - NOT FOR CITATION

Status of Work Plan Activities – Under Review



15

Techniques

Accurate
Methods to
Model and
Calculate
Capacity of
Variable
Generation

Probabilistic

Review 12/15/2010

Under Review/Approval

Planning

Potential Reliability Impacts of Emerging Flexible Resources

For Approval on 12/15/10

Interconnection

Operations

Ancillary
Services and
BA Solutions

Review 12/15/2010

Regional Diversity VG

Review 12/15/2010 Reference Manual

Preliminary Results - NOT FOR CITATION

Status of Work Plan Activities – Under Development



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Probabilistic Techniques

Probabilistic
Techniques
and
Planning
Approaches

Targeted for 2012

Under Development

Planning

Reliability
Impacts of
Distributed
Resource

Review 12/15/2010

Interconnection

Interconnection Requirements

Targeted for 2011

Low Voltage Ridethrough

Targeted for 2011

Operations

BA Communication

Targeted for 2011

Reference Manual

Reference Manual

Targeted for 2011

Preliminary Results - NOT FOR CITATION

Key Take-Aways



Spawned by governmental policy drivers and societal benefits, renewable energy is growing at an unprecedented rate. The electric power industry must be prepared to reliability accommodate the expansion.

Reliably integrating these resources into the bulk power system will require significant changes to traditional methods used for system planning and operation.

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Question & Answer

