



# The Future of Electric Power Grid

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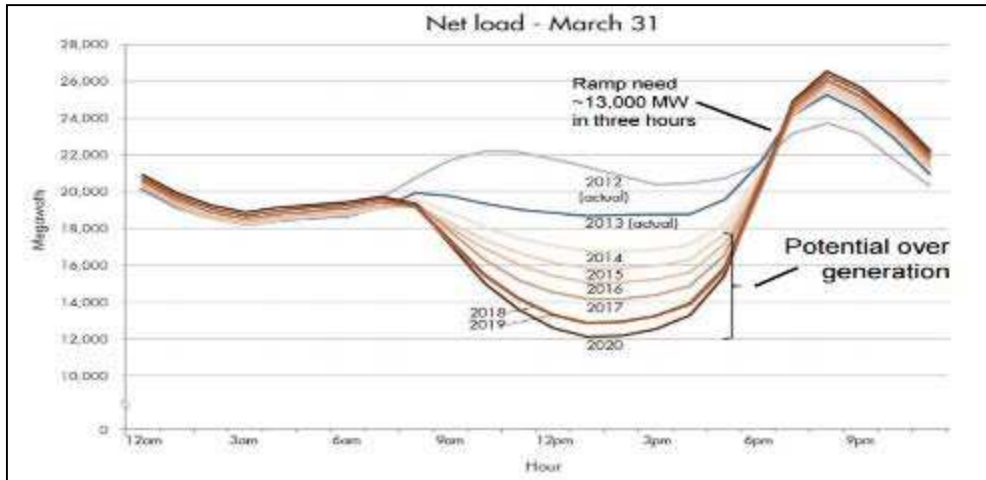
Professor Emerita, ECE Carnegie Mellon University

Senior Research Scientist, IDSS/LIDS MIT

Keynote talk, North Carolina State University,  
FREEDM Annual Symposium

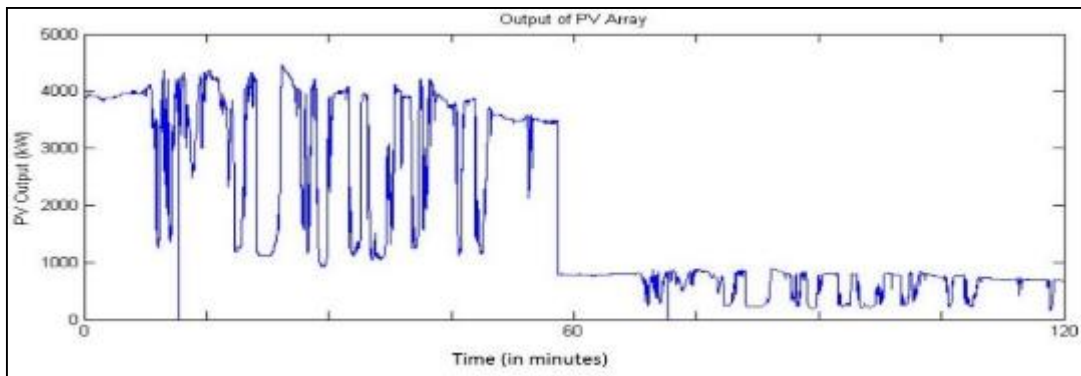
April 12, 2019

# New operations and market problems



Increased ramp (flexibility) requirement due to :  
(a) wind integration  
(b) High solar PV penetration

[1]



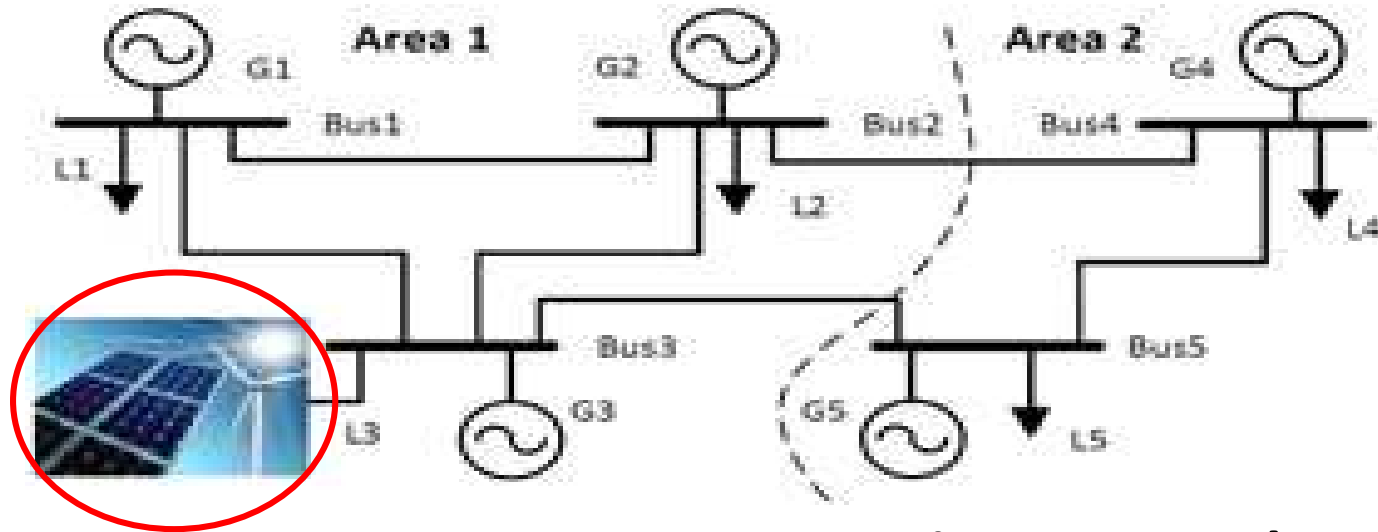
[2]

- ❖ New operating problem:
  - ❖ Balance supply-demand in near real-time in systems with renewables
- ❖ New market problem:
  - ❖ Provide price incentives for fast responding generation and demand

California ISO (2016) What the duck curve tells us about managing a green grid Calif. ISO, Shap. a Renewed Futur, pp.1-4

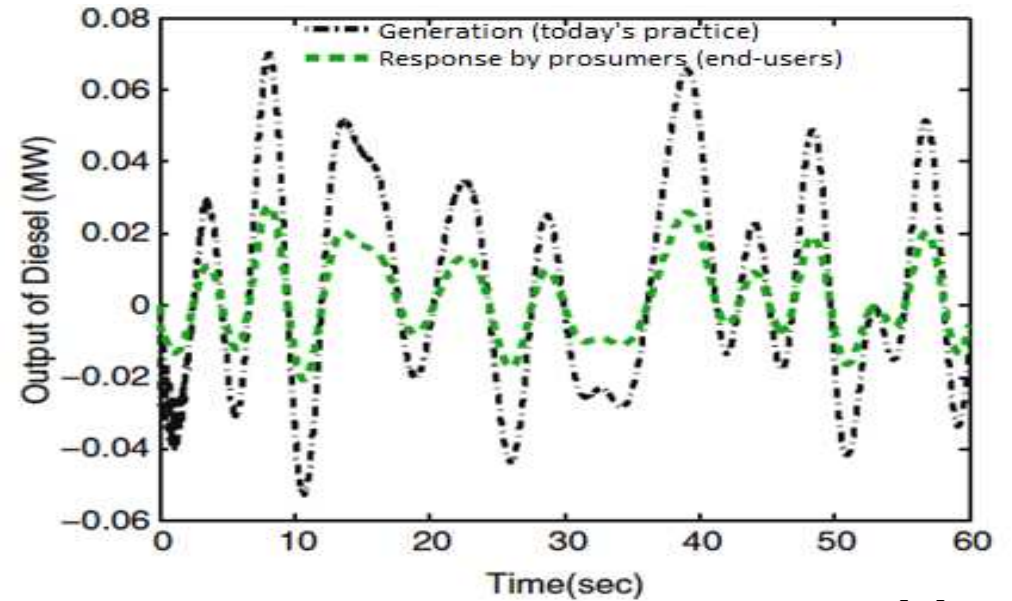
Salcedo, R.O., Nowocin, J.K., Smith, C.L., Rekha, R.P., Corbett, E.G., Limpaecher, E.R. and LaPenta, J.M. (2016) Development of a real-time Hardware-in-the-Loop power systems simulation platform to evaluate commercial microgrid controllers (No. TR-1203). Massachusetts Inst of Tech Lexington Lincoln lab.

# Different ways of balancing supply-demand



Microgrid/ Aggregate of Prosumers

**Excessive wear and tear**

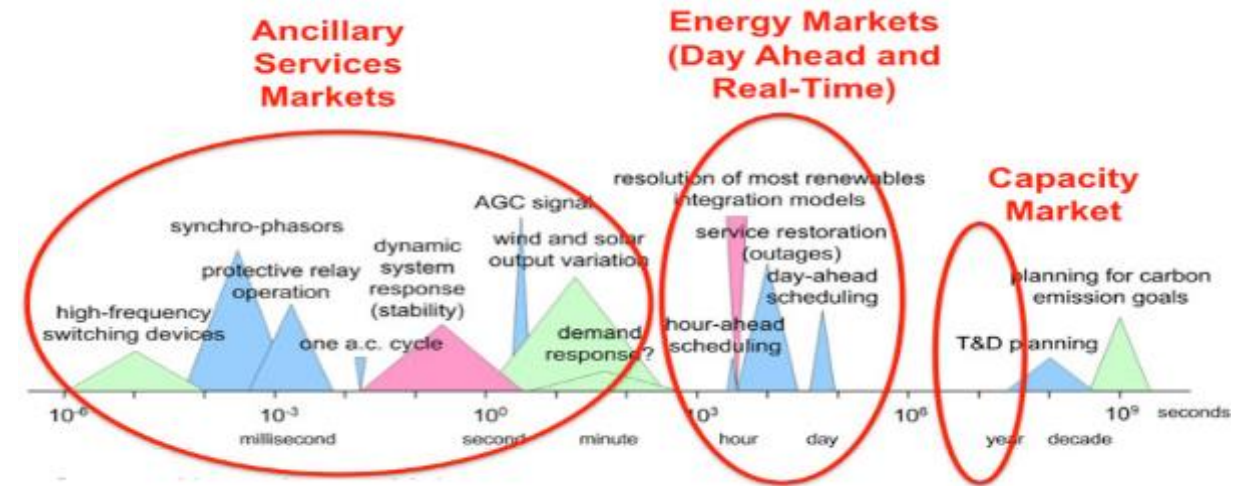
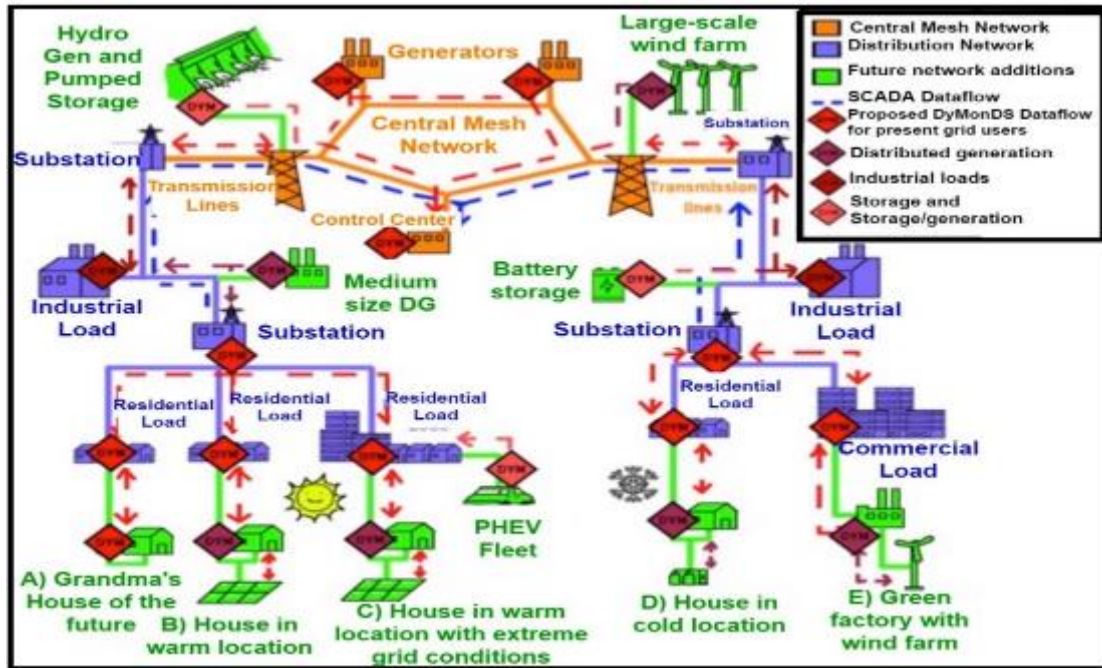


[1]

**Much less fast generation required**

Value of fast flexible end-user response

# Roadblocks to prosumer integration



Missing spatial and temporal signals in

## Operations:

Power and rate of change of power

## Markets:

Prices at consumer locations for power and its rate of change and rate of change of power

Need for next generation SCADA (architectures)

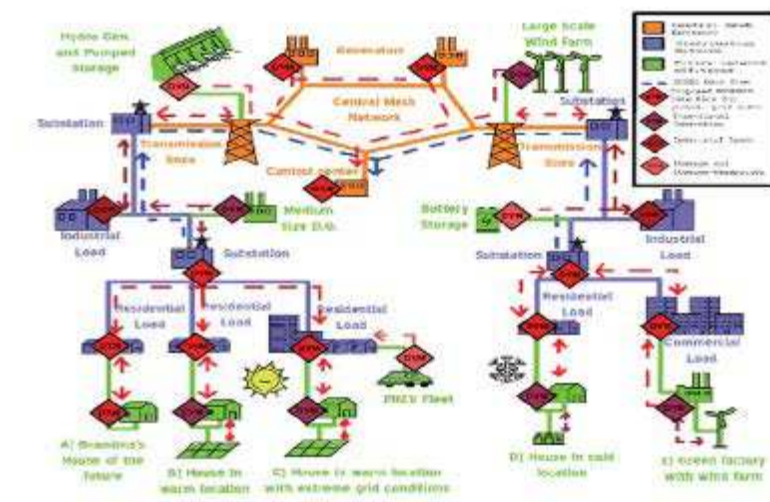
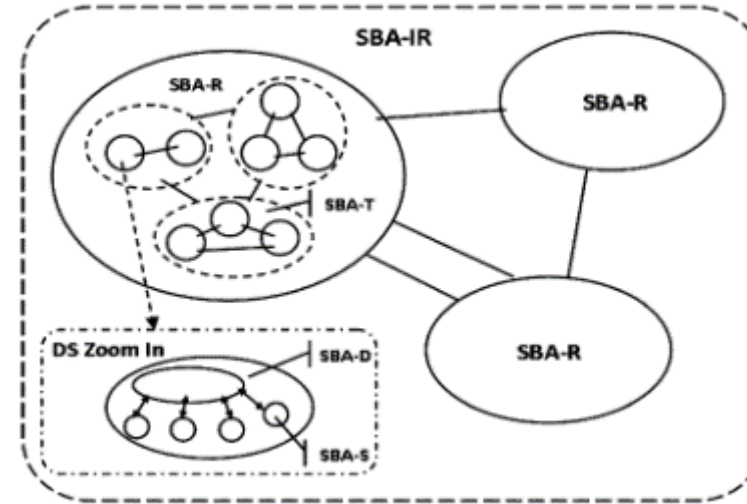
# Challenges and opportunities\*

- ❖ **Technical challenges:** Design high tech operating technology (OT) and integrate it with information technology (IT) to enable energy services: efficient in normal operation; reliable/resilient during extreme events (disasters, cyber-attacks).
- ❖ **Business challenges:** No legal, political nor economic incentives for investment in OT/IT for secure and reliable energy services.
- ❖ **Technical opportunities:** Major innovation, high tech jobs.
- ❖ **Business opportunities:** *a) for utilities (high tech energy services business at value); b) for vendors (massive development and deployment of OT/IT infrastructures; c) for electric energy users (energy services at value).*

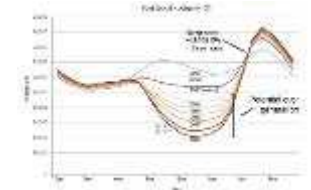


# Emerging needs

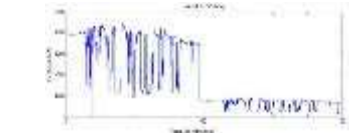
- ❖ New architectures (nested, multi-layered)
- ❖ Operations and planning – data-enabled interactive decisions Multiple heterogeneous decision makers (physics, sub-objectives);
- ❖ Multiple granularity, temporal and spatial; intermittent
- ❖ Need for decision tools at different system layers and for their interactions over time and geography
- ❖ Lack of well-defined protocols for supporting this process
- ❖ Lack of provable software algorithms



Temporal inter-twining

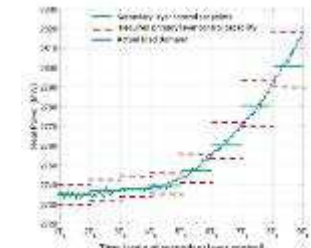
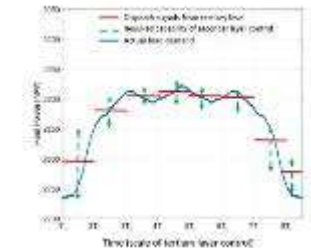


Aggregate effect of solar



Local solar

Hard to predict inputs



Nonzero mean effects

# Basic questions: Managing complexity in a provable way

- ❖ Distributed algorithms with minimal coordination
- ❖ Distributed algorithms which internalize heterogeneous physics; multi-temporal decisions; uncertainties;
- ❖ Minimal coordination for near-optimal system level outcomes that accounts for static grid nonlinearities
- ❖ Many answers exist under specific assumptions and for specific grid architectures
- ❖ Specific to particular use (dispatch; grid management)
- ❖ Open question: Can one unify/manage complexity for the general case of non-linear meshed networks with many heterogeneous dynamic decision makers?

# Opportunities

## ❖ **Pro-active use of on-line data for enhanced performance at value**

- Highly dynamic distributed complex networks with many decision makers
- Dynamic Monitoring and Decision Systems (DyMonDS) (Next generation SCADA)

## ❖ **Efficient supply-demand balancing and delivery in normal operation**

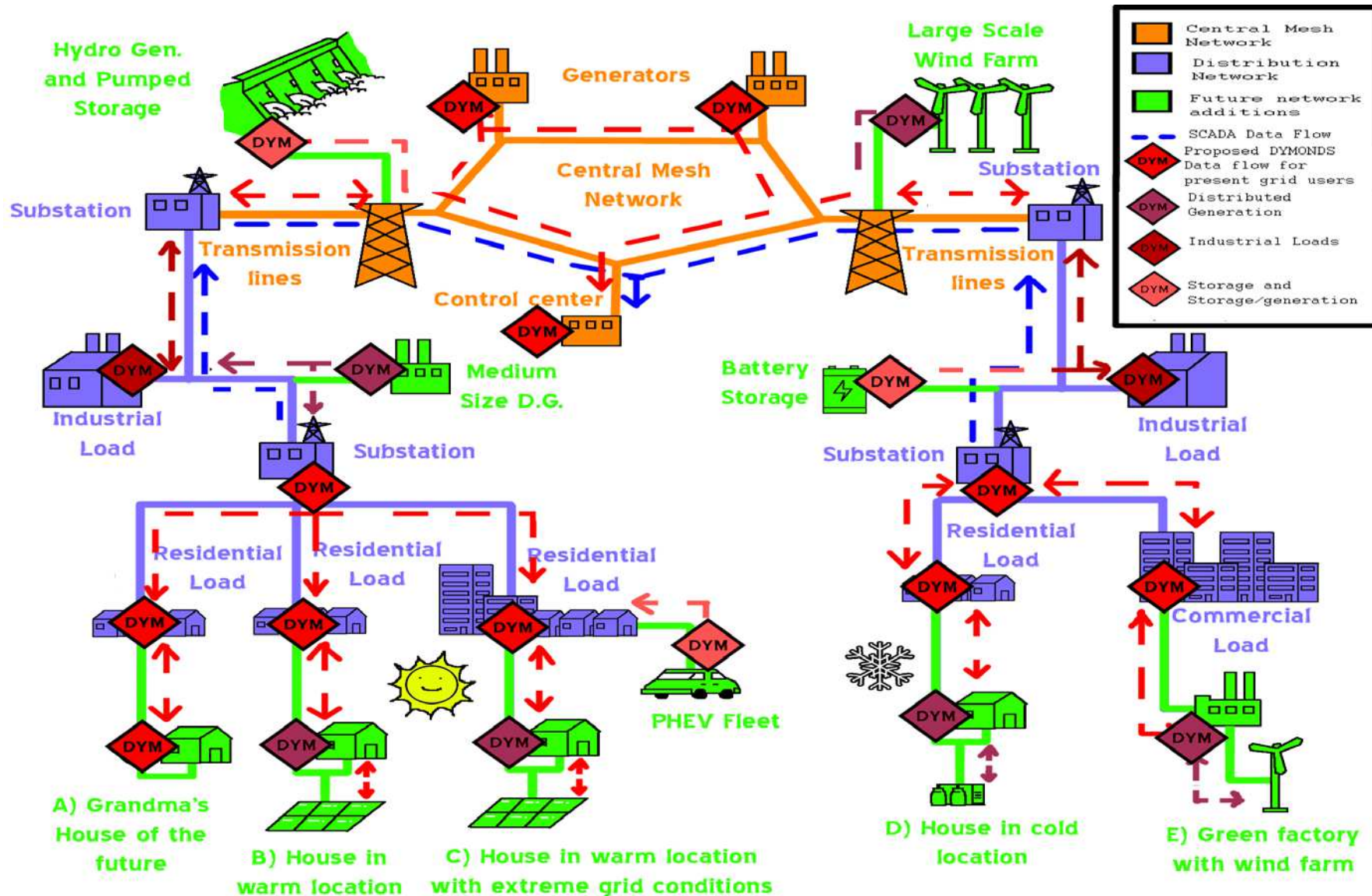
- From off-line worst case reserves to on-line data-enabled flexible utilization
- Interactive power balancing, incl. EVs; Key role of data-enabled delivery (grid control)

## ❖ **Efficient management of uncertainties in extreme conditions**

- Graceful degradation of service instead of wide-spread blackouts [6]
- Resilient service during extreme events



# NEXT GENERATION SCADA— Dynamic Monitoring and Decision Systems (DyMonDS)



# Challenges—It may not work!

- ❖ **Sensing, communications, control technologies mature**
- ❖ **Missing piece of the puzzle: Integration framework for aligning end users, resources and governance system**
- ❖ **Multi-layered interactive data-enabled (Internet-like) protocols**
  - Highly distributed decision makers
  - Minimal coordination of interactions
- ❖ **Design and demonstration of end-to-end next generation SCADA (DyMonDS); co-design on today's BPS SCADA**

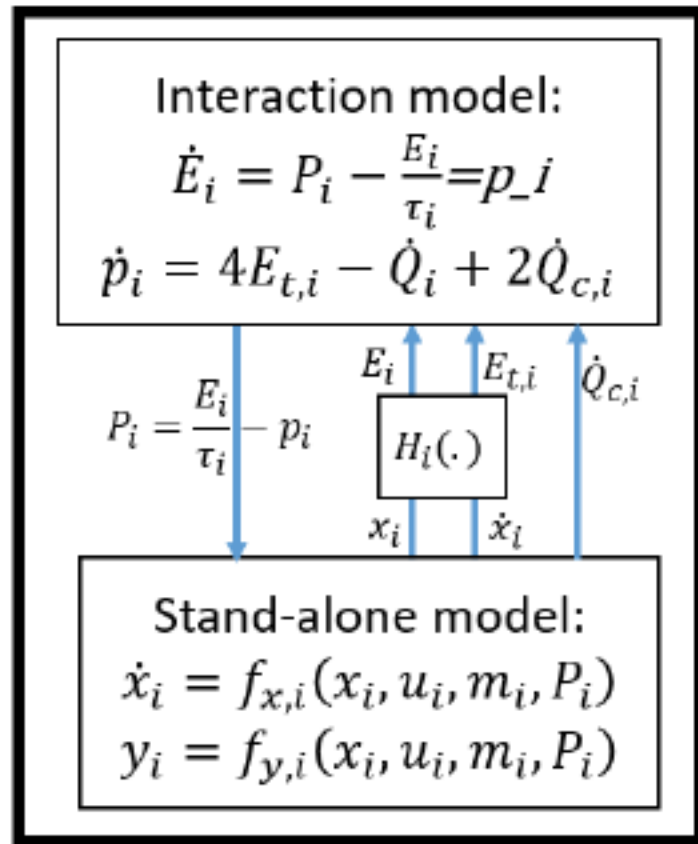
# Back to basics--Overcoming complexity by systematic modeling

- ❖ Functions of distributed decision makers as well as the objectives of higher level aggregating entities can be established using a **unifying modeling energy-based framework**.
- ❖ An outgrowth of specifications/standards used today for AGC)
- ❖ Possible to operate the system by specifying performance in terms of ACE-like variables, now for all iBAs and over a stratum of temporal horizons.
- ❖ **The technical challenge: Extension of ACE**

# Unifying energy-based modeling of dynamics

- ❖ Component level (module, S within the SoS)
- ❖ Interactive model of interconnected systems
- ❖ Model-based system engineering (MBSE)—
  - multi-layered complexity
  - component (modules) – designed by experts for common specifications (energy; power; rate of change of power)
  - interactions subject to conservation of instantaneous power and reactive power dynamics; optimization at system level in terms of these variables
  - physically intuitive models

# Component-level model in energy space\*



## Definitions:

Instantaneous Power:  $P_i = \langle e_i | f_i \rangle \forall (e_i, f_i) \in \mathcal{E}_i \times \mathcal{F}_i$

Rate of change of Reactive Power:  $\dot{Q}_i = \langle e_i | \dot{f}_i \rangle - \langle f_i | \dot{e}_i \rangle$

Stored energy:  $E_i = H_i(x_i)$

Stored energy in tangent space:  $E_{t,i} = H_i(\dot{x}_i)$

Dissipated energy:  $D_i = B_i(x_i)$

Time constant:  $\tau_i = \frac{E_i(x_i)}{D_i(x_i)}$

Capacitive Reactive Power production:  $\dot{Q}_{c,i} = \langle e_{j,i} | \dot{f}_{j,i} \rangle - \langle f_{j,i} | \dot{e}_{j,i} \rangle$

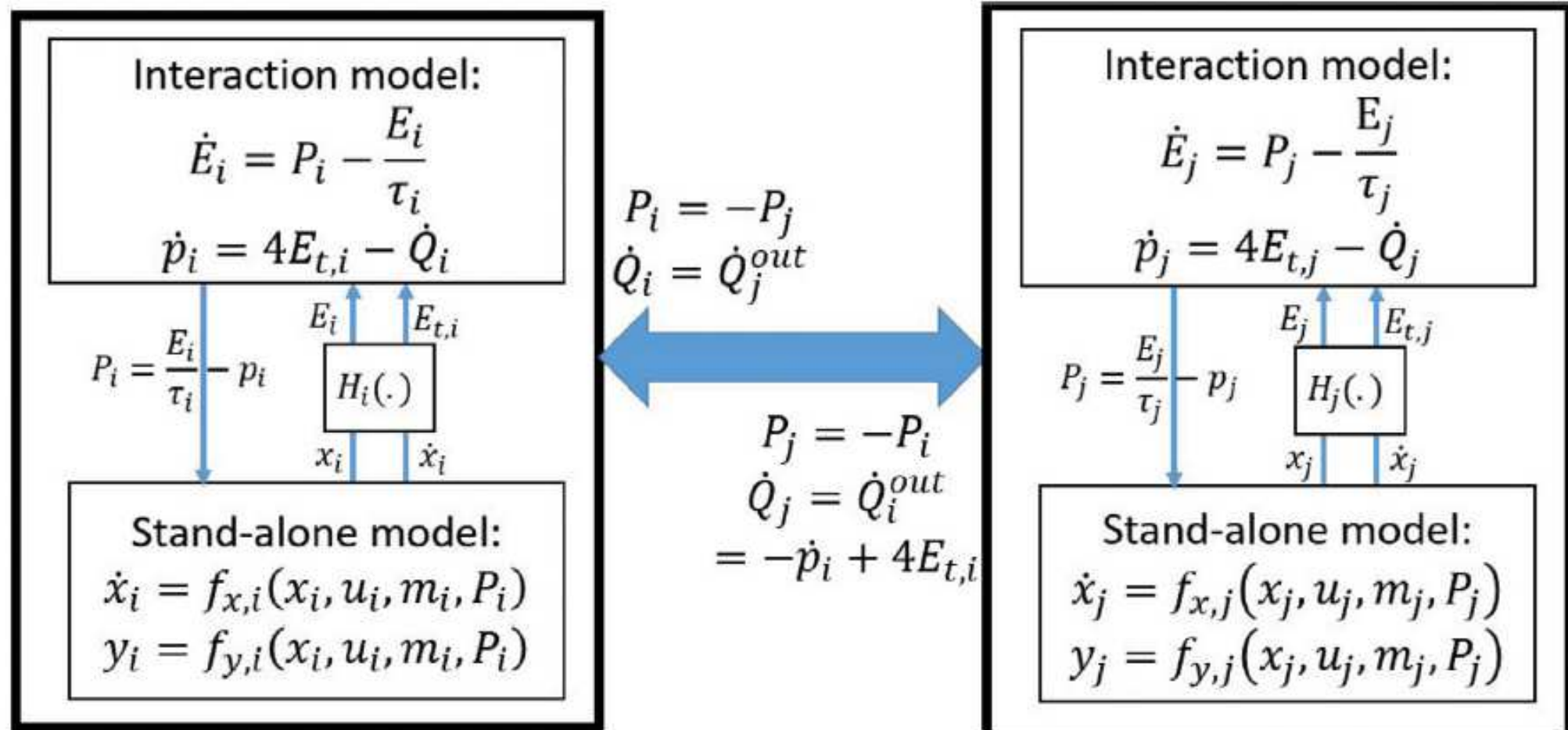
$\forall e_{j,i}, f_{j,i} \subseteq \mathcal{X}_i; j \in \mathcal{C}_i$  – capacitive elements in sub-system  $i$

$E_{t,i}$  = Rate of change of component exergy

$\dot{Q}_i - 2\dot{Q}_{c,i}$  = Rate of change of component anergy



# MBSE in energy space --Multi-layered interactive model

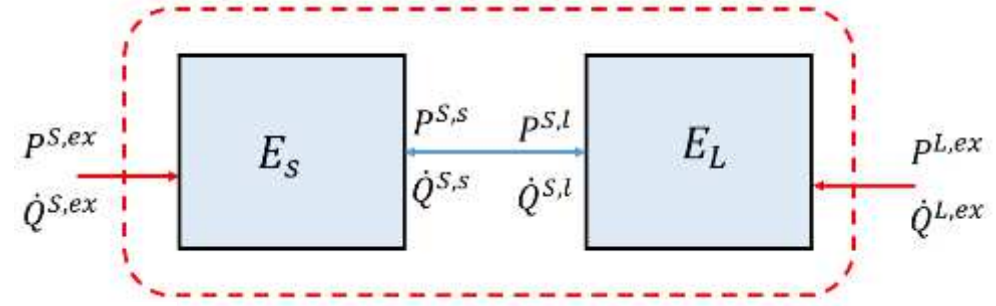




# Optimization in energy space

- ❖ Optimization problems for coordinating iBAs become linear convex optimization problems in the energy space
- ❖ Optimizers (aggregators, ISOs, markets) to find the best values from the range specified by the iBAs.
- ❖ Win-win protocol
- ❖ The protocol is a win-win protocol, since all entities operate within the ranges they selected. If it is not possible to find feasible solutions these primal-dual optimization protocols in energy space can be mapped into corresponding pricing.

# Centralized optimization problem formulation in energy space



Constraint Set 2:

Source Interaction dynamics:

$$\begin{aligned}\dot{E}_s(t) &= p_s(t) = \\ &= P^{s,s}(t) + P^{s,ex}(t) - \frac{E_s(t)}{\tau_s} \\ \dot{p}_s(t) &= 4E_{t,s}(t) - \dot{Q}^{s,g}(t) - \dot{Q}^{s,ex}(t)\end{aligned}$$

$$\begin{aligned}P^{s,s}(t) &= P_s(t); Q^{s,s}(t) = Q_s(t) \\ E_{t,s} &= E_s(\dot{x}_s)\end{aligned}$$

Constraint set 4:

Source Stand-alone Component dynamics:

$$\begin{aligned}\dot{x}_s(t) &= f_{x,s}(x_s(t), u_s(t), P_s(t)) \\ y_s(t) &= f_{y,s}(x_s(t), u_s(t), P_s(t), \dot{Q}_s(t)) \\ u_s^{min} &\leq u_s(t) \leq u_s^{max} \\ y_s^{min} &\leq y_s(t) \leq y_s^{max}\end{aligned}$$

$$\min_{P^{s,s}(t), P^{s,l}(t), \dot{Q}^{s,s}(t), \dot{Q}^{s,l}(t), E_t^{s,s}(t), E_t^{s,l}(t)} \int_0^t \dot{Q}^{s,s}(\tau)^2 + \dot{Q}^{s,l}(\tau)^2 d\tau$$

Constraint set 1:

Interconnection constraints:

$$\begin{aligned}P^{s,g} + P^{L,g} &= 0 \\ \dot{Q}^{s,g} + \dot{Q}^{L,g} &= 0\end{aligned}$$

Dissipativity constraint

$$\dot{p}^{s,ex} + \dot{p}^{L,ex} \leq \frac{\dot{E}_s}{\tau_s} + \frac{\dot{E}_L}{\tau_L}$$

Real and Reactive Power Limits

$$\begin{aligned}p_{g,min} &\leq P^{s,g} \leq p_{g,max} \\ p_{l,min} &\leq P^{s,l} \leq p_{l,max} \\ \dot{Q}_{g,min} &\leq \dot{Q}^{s,g} \leq \dot{Q}_{g,max} \\ \dot{Q}_{l,min} &\leq \dot{Q}^{s,l} \leq \dot{Q}_{l,max}\end{aligned}$$

$$\forall t \in [0, \infty)$$

Constraint Set 3:

Load Interaction dynamics:

$$\begin{aligned}\dot{E}_l(t) &= p_l(t) = \\ &= P^{s,l}(t) + P^{l,ex}(t) - \frac{E_l(t)}{\tau_l} \\ \dot{p}_l(t) &= 4E_t^l(t) - \dot{Q}^{s,l}(t) - \dot{Q}^{L,ex}(t)\end{aligned}$$

$$\begin{aligned}P^{s,l}(t) &= P_l(t); Q^{s,l}(t) = Q_l(t) \\ E_{t,l} &= E_l(\dot{x}_l)\end{aligned}$$

Constraint set 5:

Load Stand-alone Component dynamics:

$$\begin{aligned}\dot{x}_l &= f_{x,l}(x_l, u_l, P_l) \\ y_l &= f_{y,l}(x_l, u_l, P_l, \dot{Q}_l) \\ u_l^{min} &\leq u_l \leq u_l^{max} \\ y_l^{min} &\leq y_l \leq y_l^{max}\end{aligned}$$



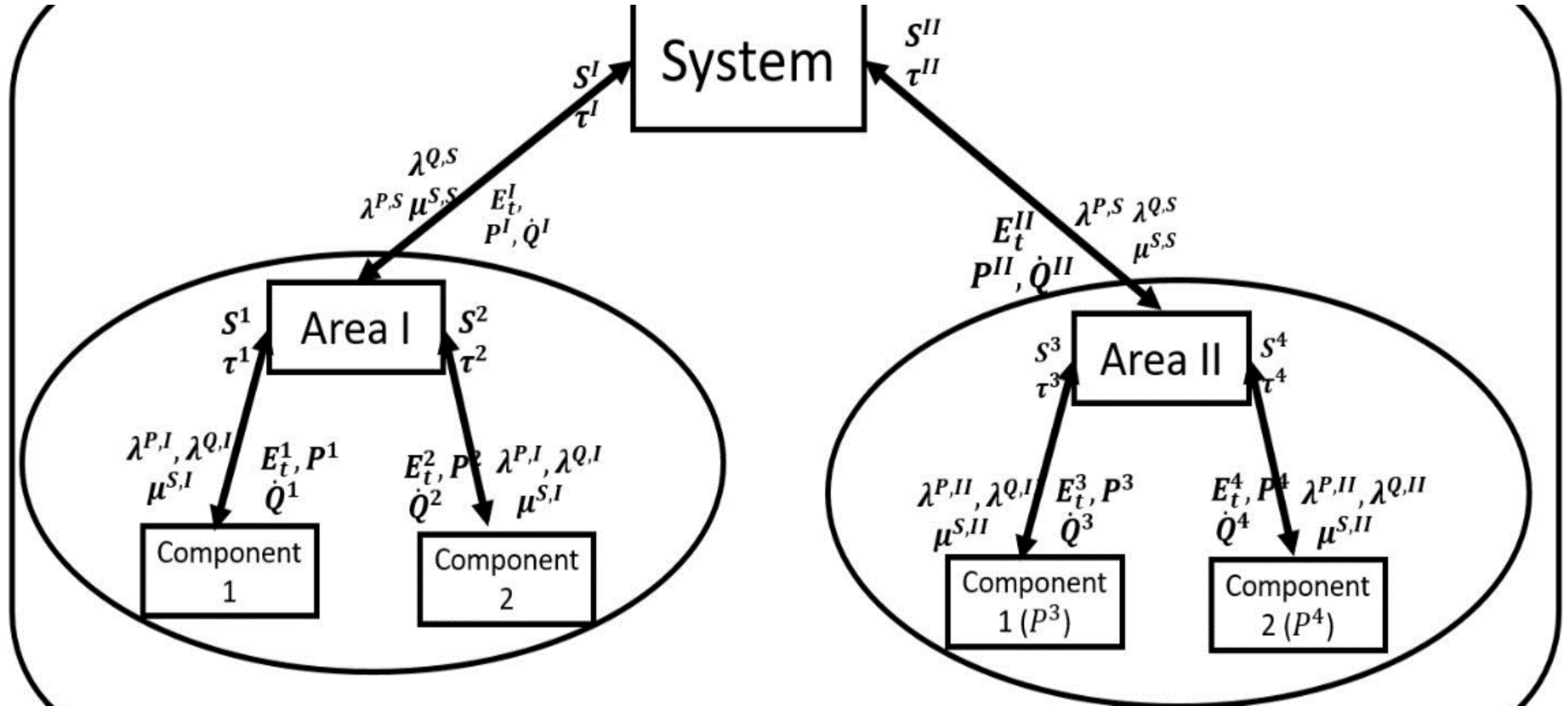
## **Dynamic Monitoring and Decision Systems (DyMonDS)-- ALIGNING ARCHITECTURE AND OPERATING PARADIGM**

**Multi-layered modular interactive modeling, simulation and cyber design framework.**

**In terrestrial power systems this means having smarts embedded in very complex loads, wires, storage, power plants, and having minimal coordination of energy/power/rate of change of power dynamics monitored/control at the interfaces of layers.**

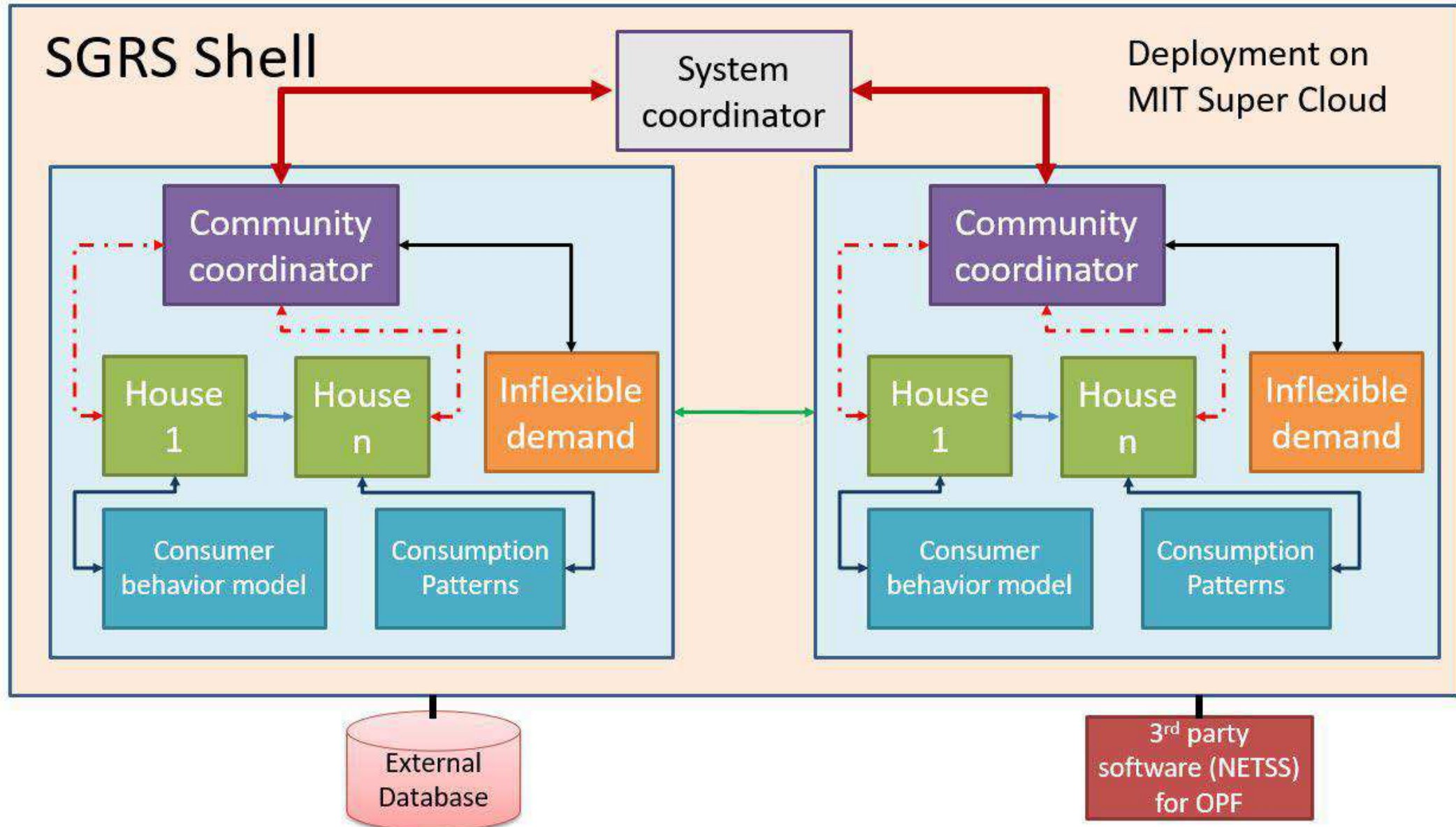
**❖ Azores Islands project** (long-term cost effective, near-zero emission systems) –Springer book

# Aligning physics and dollars (markets)



# ECE/CS PROBLEM:

## Embedded IoT/ML/AI computer platforms?





# Illustration: Tenabled approach to prosumer participation

❖ Common energy-based modeling of heterogeneous prosumers

Understood by  
engineers and  
economists !

❖ Unified specifications

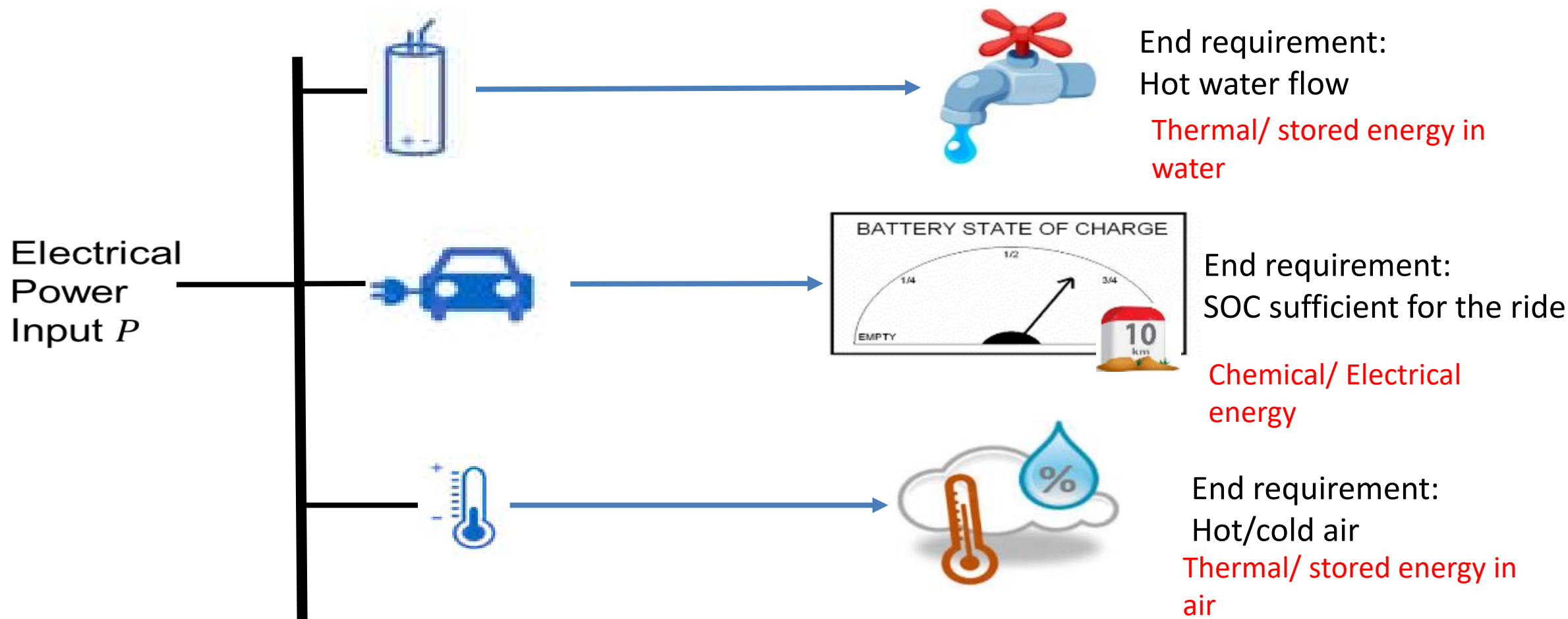
- For operations:  $(E, P, \dot{P})_{T_\alpha}$  triplet for operation
- For markets: Bids for each of the triplet  $\lambda(E, P, \dot{P})_{T_\alpha}$

❖ Modeling and control for implementing prosumer specifications

❖ Signals for markets and operations aligned!

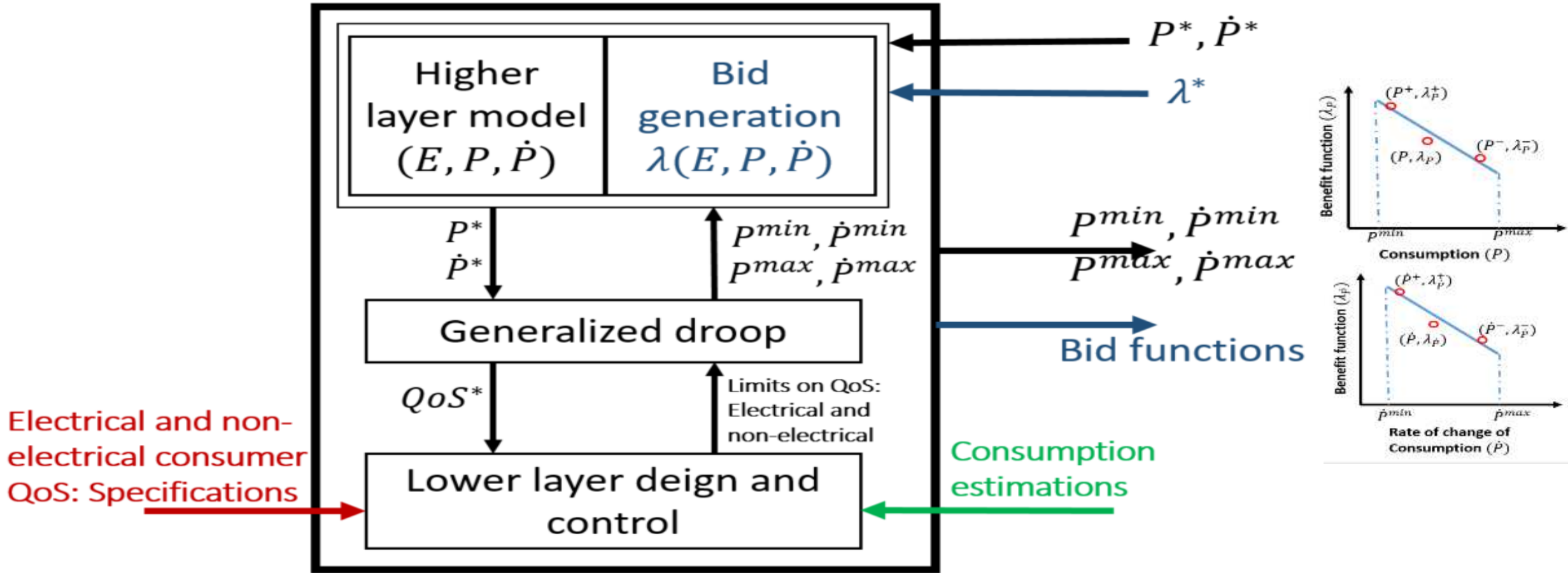


# Technology for implementing prosumer bids



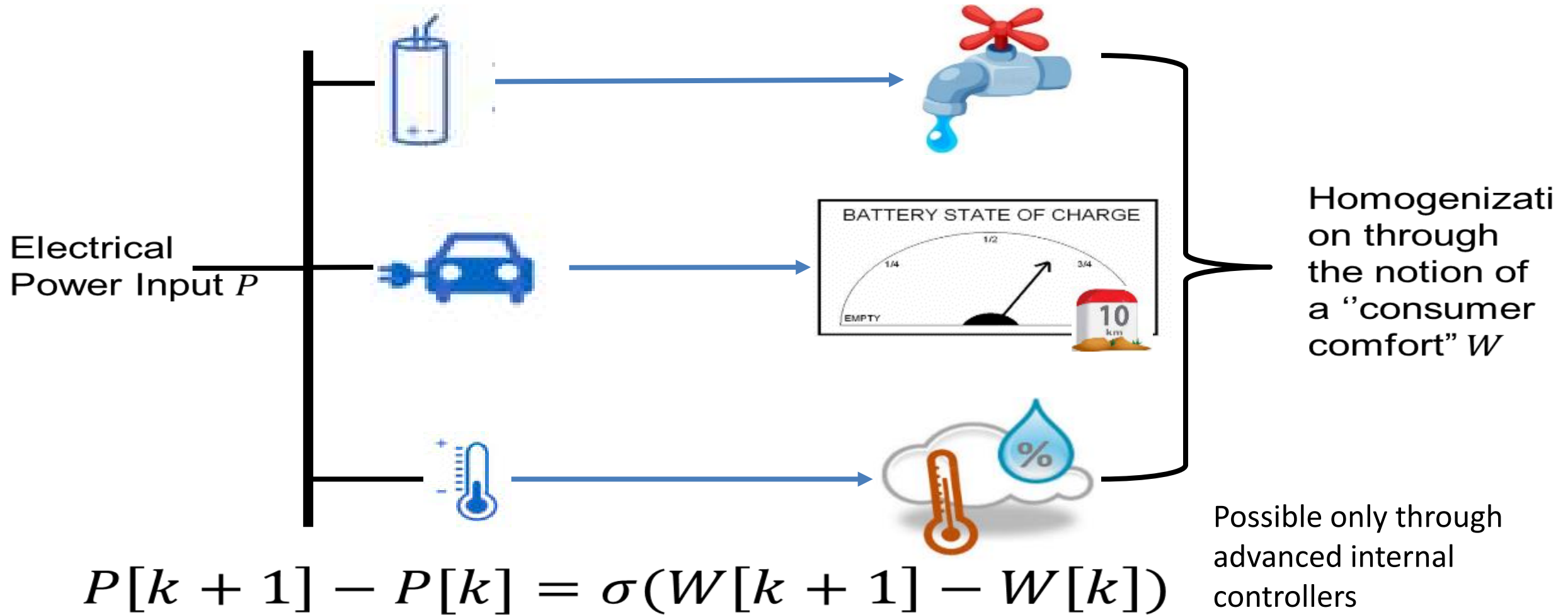
Different energy domain makes modeling for assuring provable grid side performance while satisfying end-use requirements a difficult task!

# Energy-based interactive multi-layered modeling approach

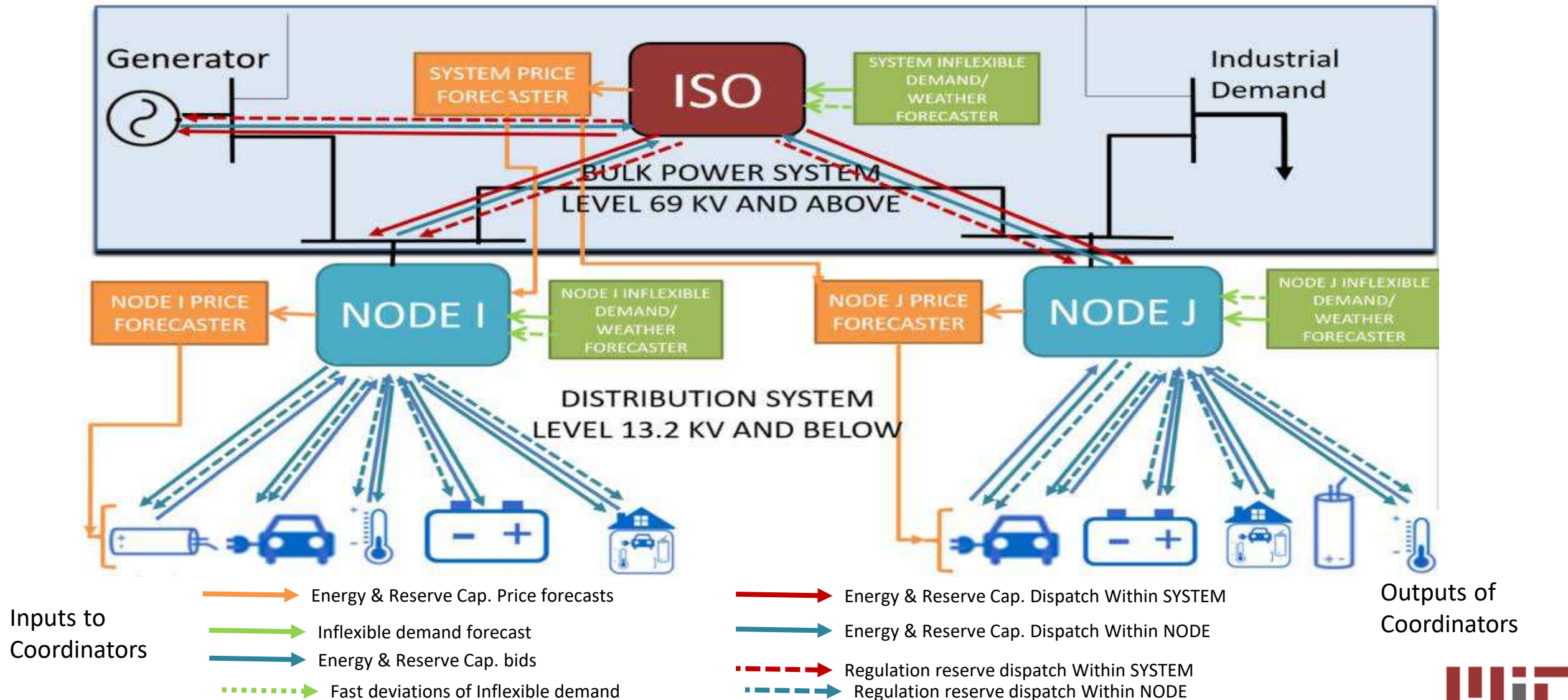


[3] Ilić, M.D. and Jaddivada, R., 2018. Multi-layered interactive energy space modeling for near-optimal electrification of terrestrial, shipboard and aircraft systems. Annual Reviews in Control.

# Generalized droops for defining device-level energy flows



# System level Multi-temporal and Multi-spatial Information Exchange Architecture



# Information exchange within and across prosumers – Approach 1

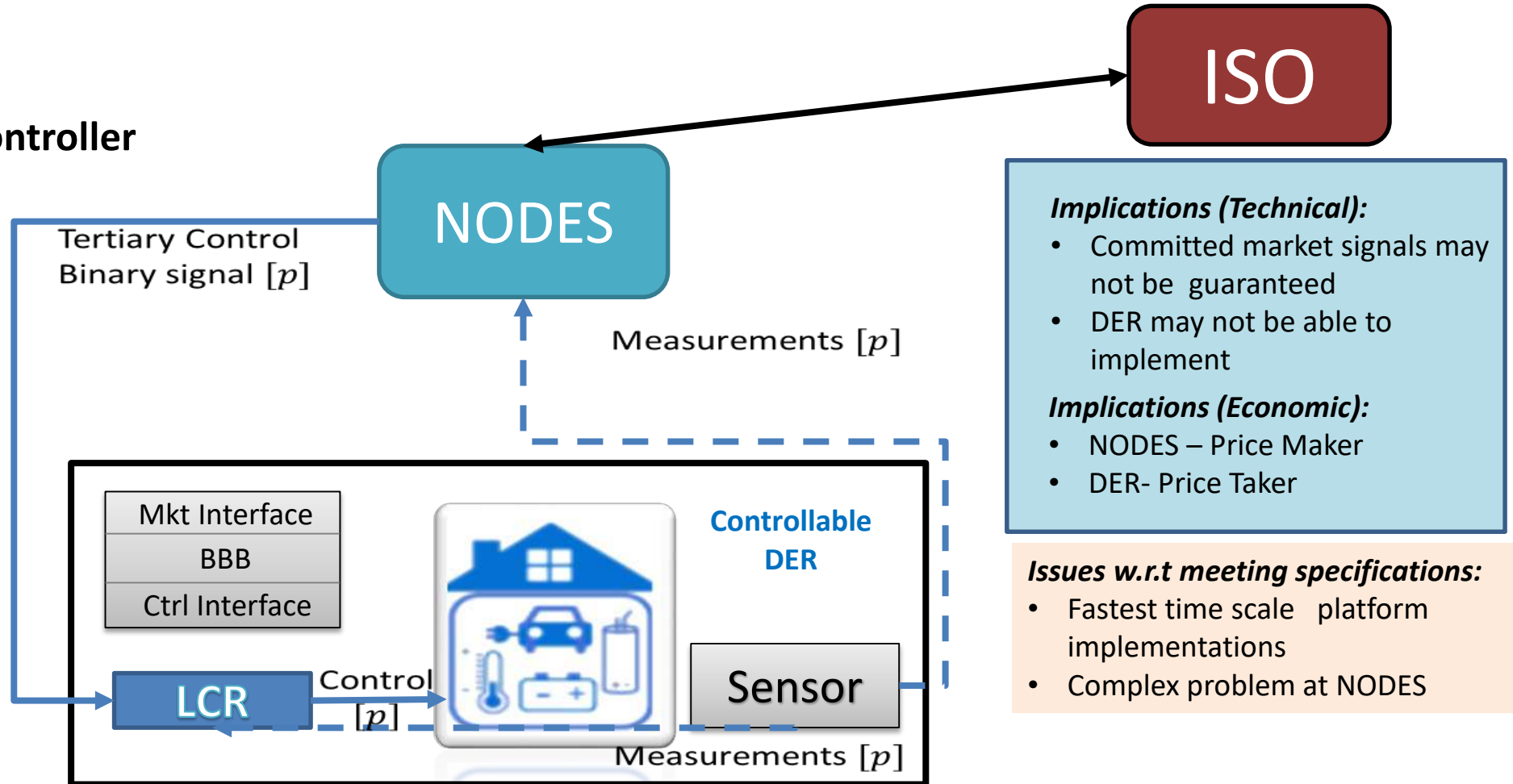
## NODES as a Master Controller

Complex optimization solved through **MINLP** or queuing theory based

Simplifications:

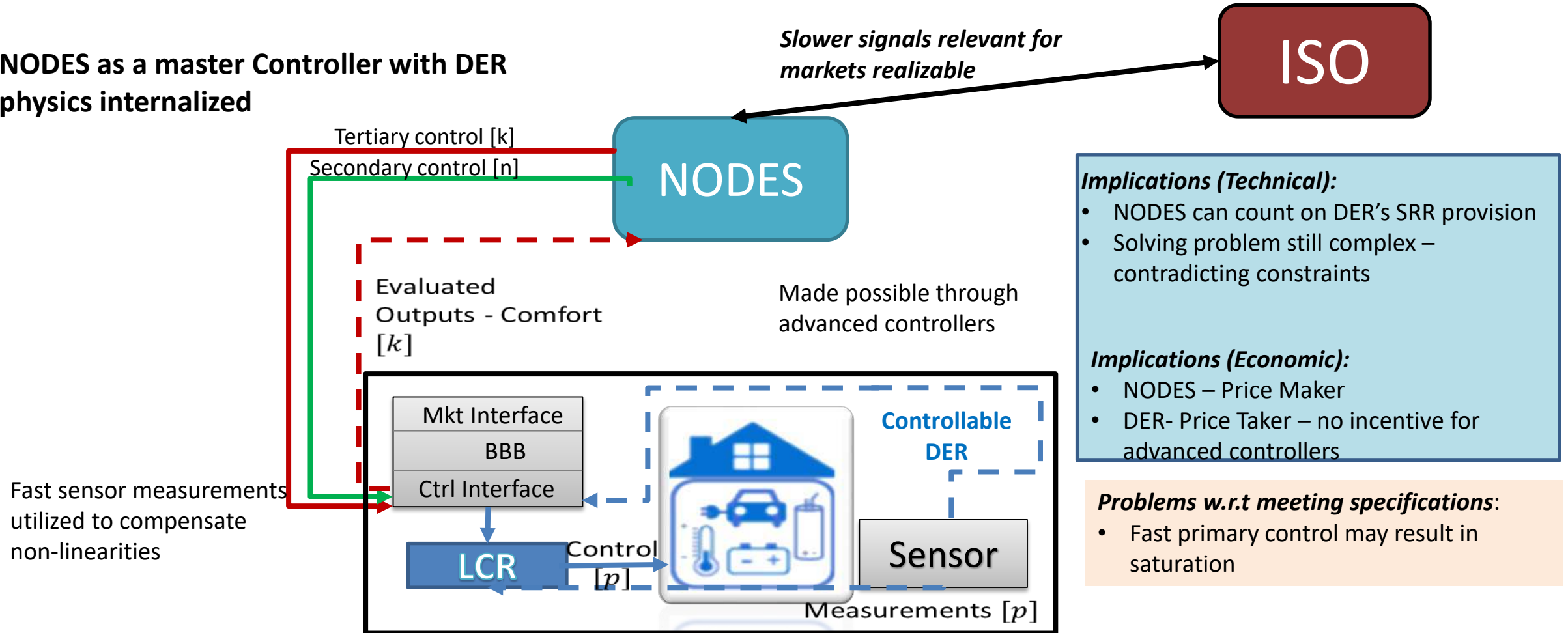
- Relaxation
- Empirical DER models and approximations

**Most Common Approach**



# Information exchange within and across prosumers – Approach 2

**NODES as a master Controller with DER physics internalized**



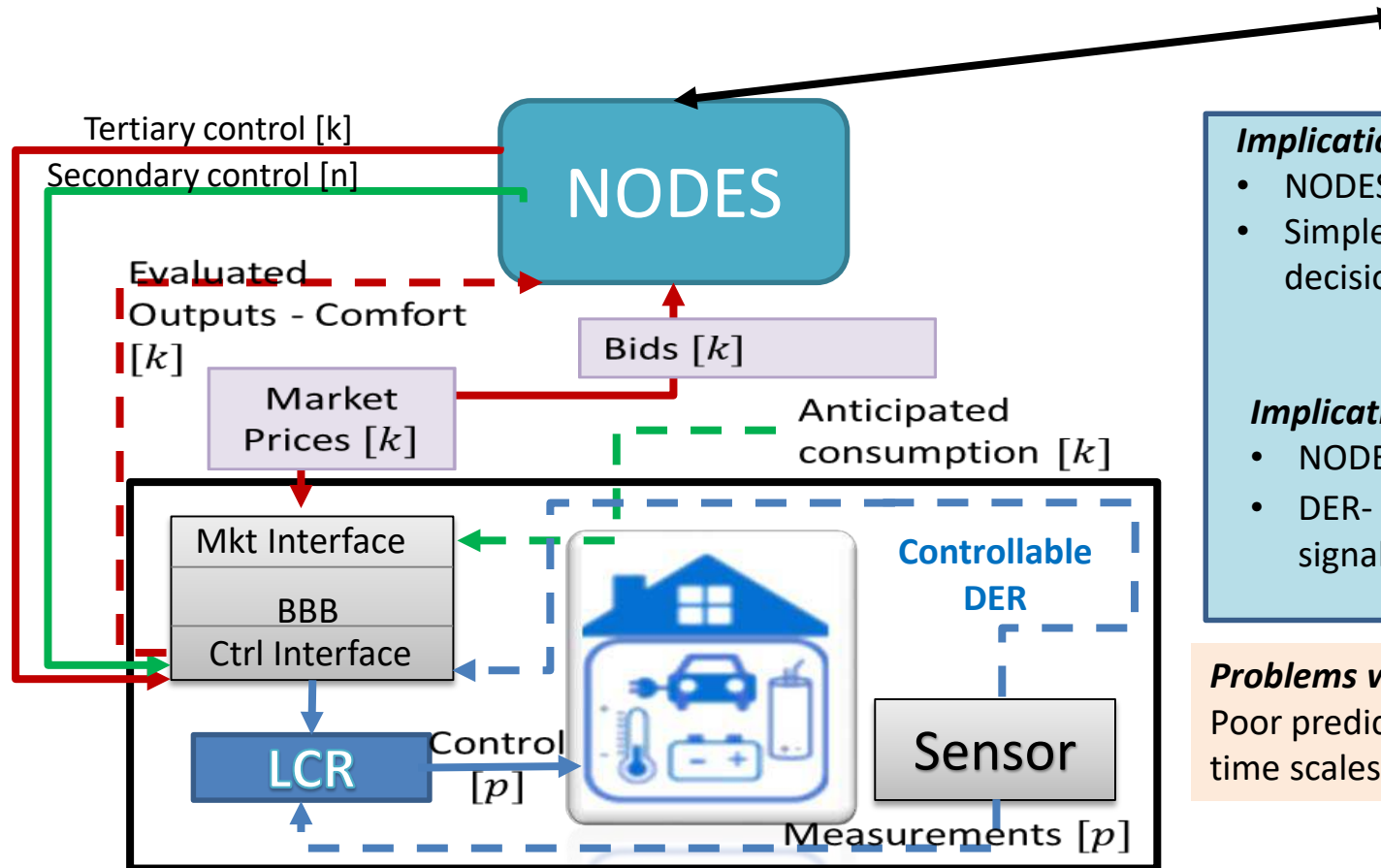


# Information exchange within and across prosumers – Approach 3

**DyMonDS-  
NODES and DER  
distributed decision  
makers**

Market Interface of BBB  
now is involved in DER  
decision making

Slower signals  
relevant for markets  
realizable



## **Implications (Technical):**

- NODES can rely on DER's SRR provision
- Simplest problem posing at NODES due to decision making embedded in DER

## **Implications (Economic):**

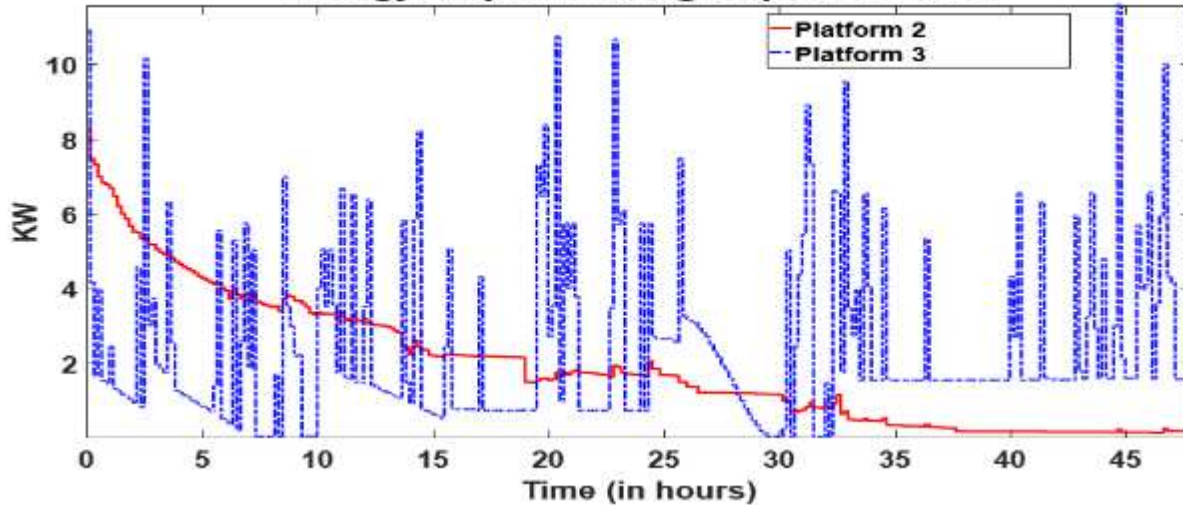
- NODES – Price Maker
- DER- **Price Maker** – Explicit economic signals for advanced controllers

## **Problems w.r.t meeting specifications:**

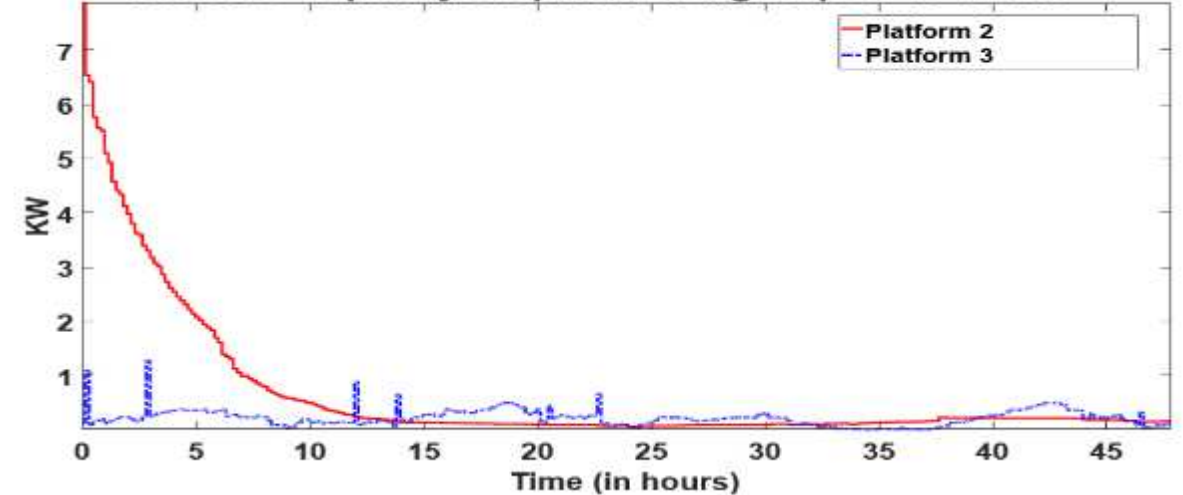
Poor predictability of consumptions over faster time scales may cause saturation

# Comparison of approaches 2 and 3

Energy dispatch of a group of 10 DERs



Reserve Capacity Dispatch of a group of 10 DERs



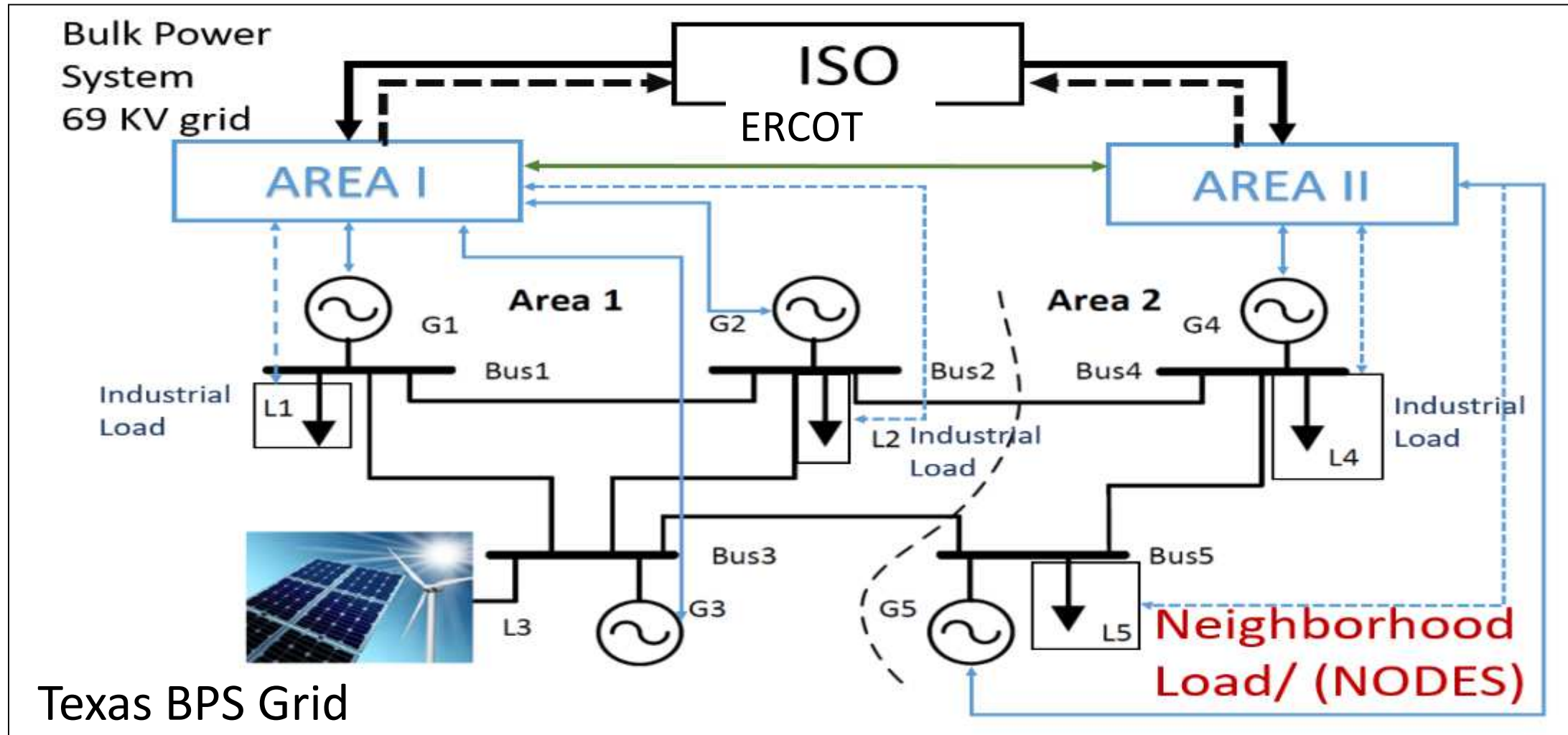
More granular decision making at prosumer level in approach 3 results in possibly larger reserve capacity dispatch and more flexibility in energy adjustment schedules of DERs

# Different Implementation Platforms

Approach	Economic	Technical
1	Price Taker	Not realizable
2	Price Taker	Claiming/ not claiming feasibility
3	Price Maker	Claiming feasibility

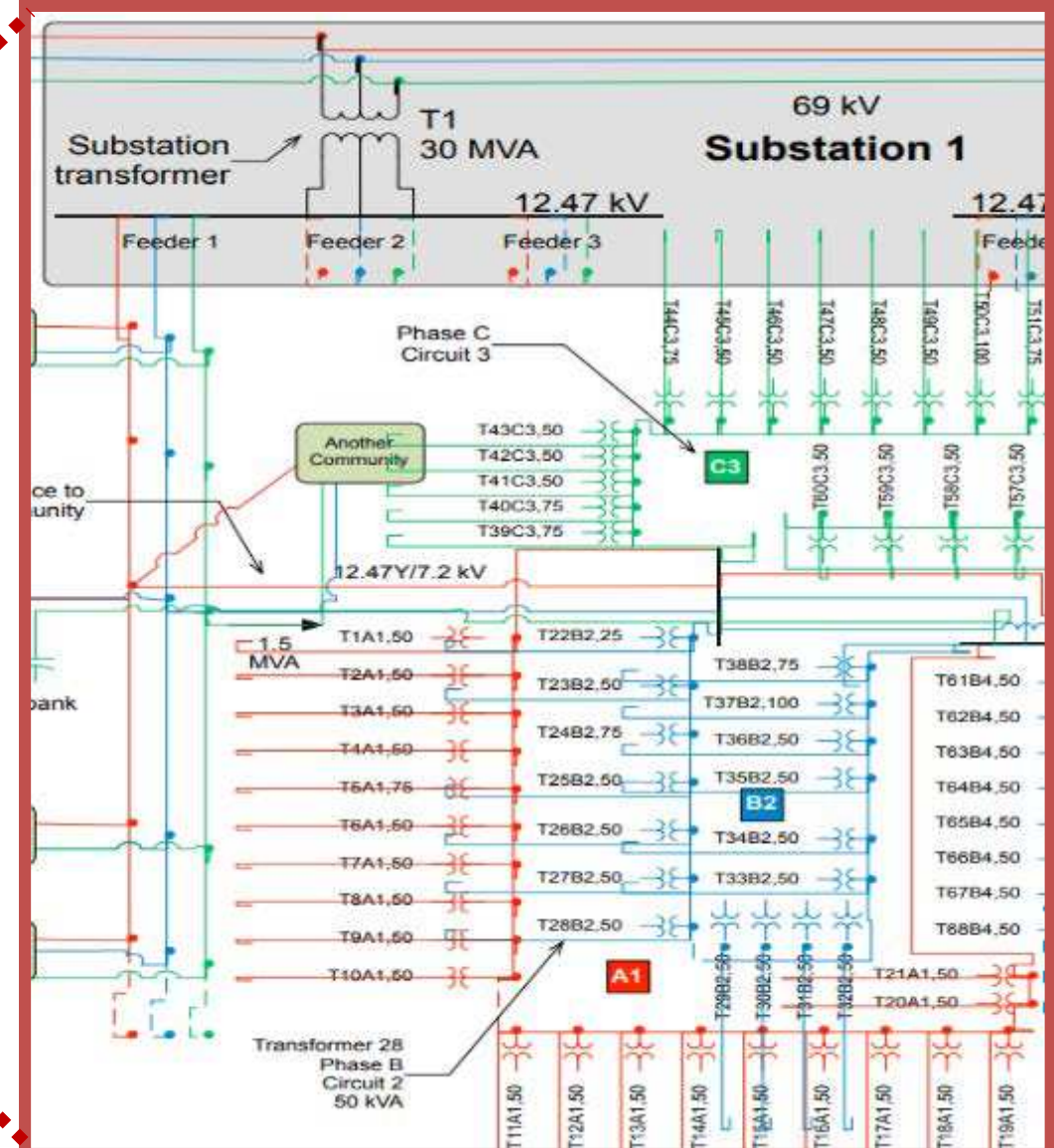
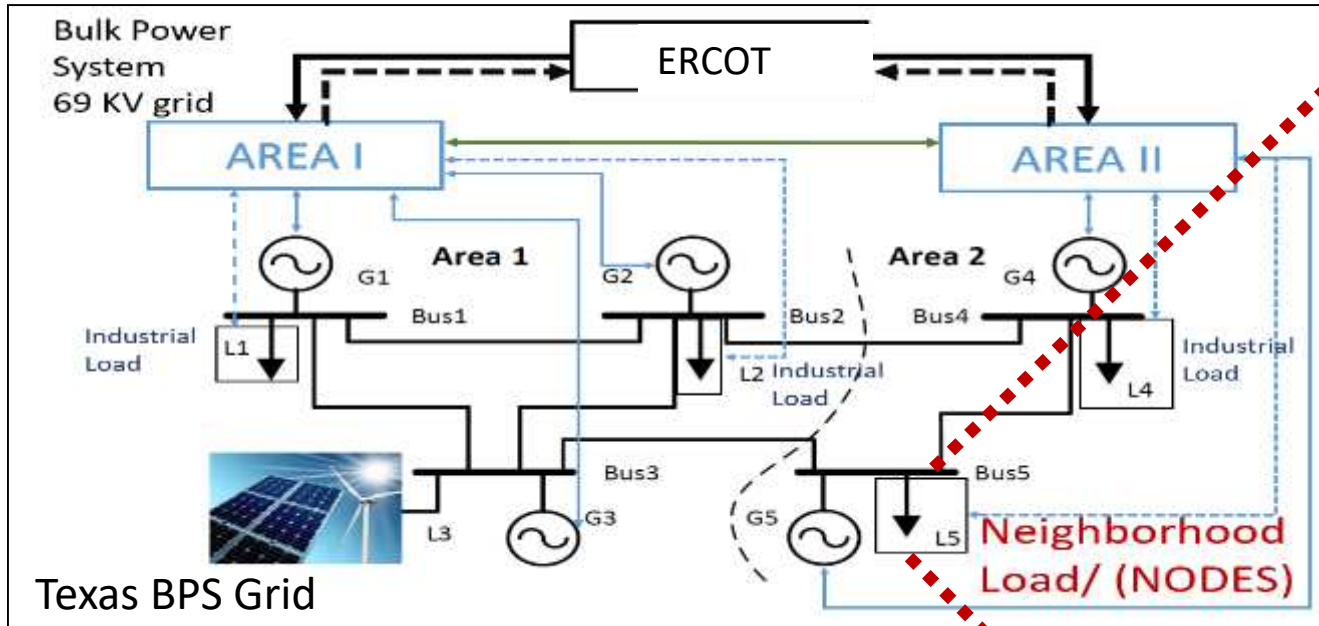
- DER-specific knowledge and its decisions are critical
- Internalizing fast dynamics at component level is important
- DERs' opting out explicitly at value in ***Approach 3 (Inelastic load)***
- **DyMonDS-based Scalable Electric Power System Simulator (SEPSS) – MIT general cloud platform**

# Case Study – Test System



**Objective:** Enable price-induced participation of DERs in provision of regulation reserves

# Case Study – Test System



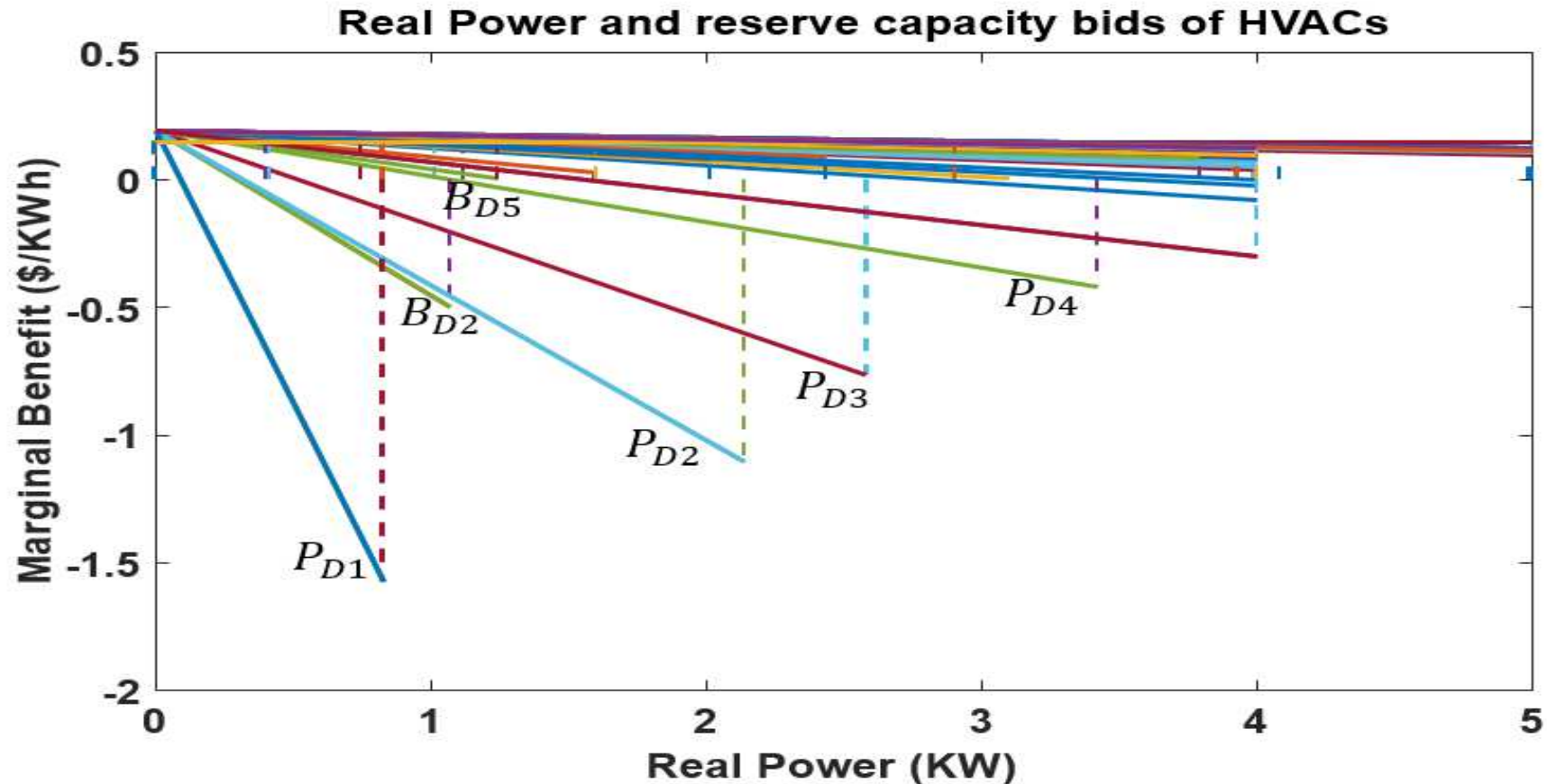
Mueller Community of Pecan Street



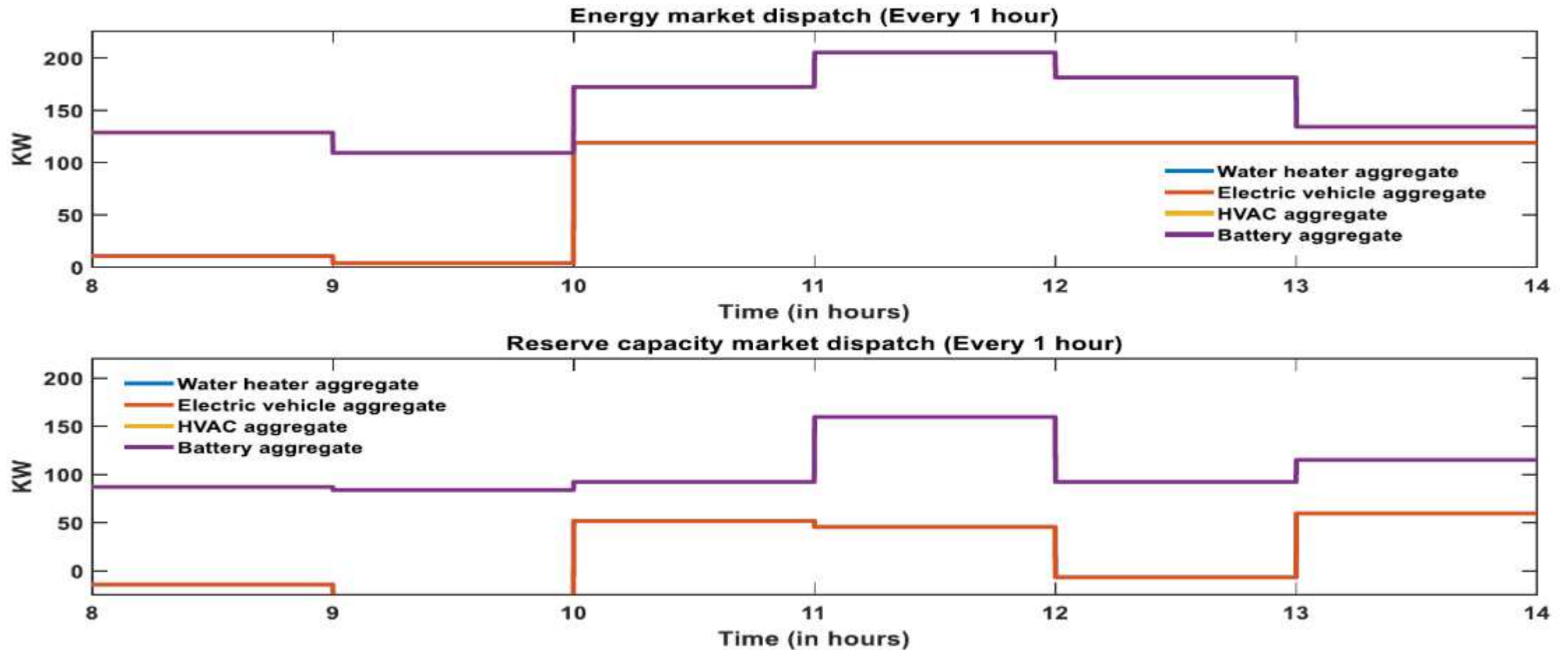




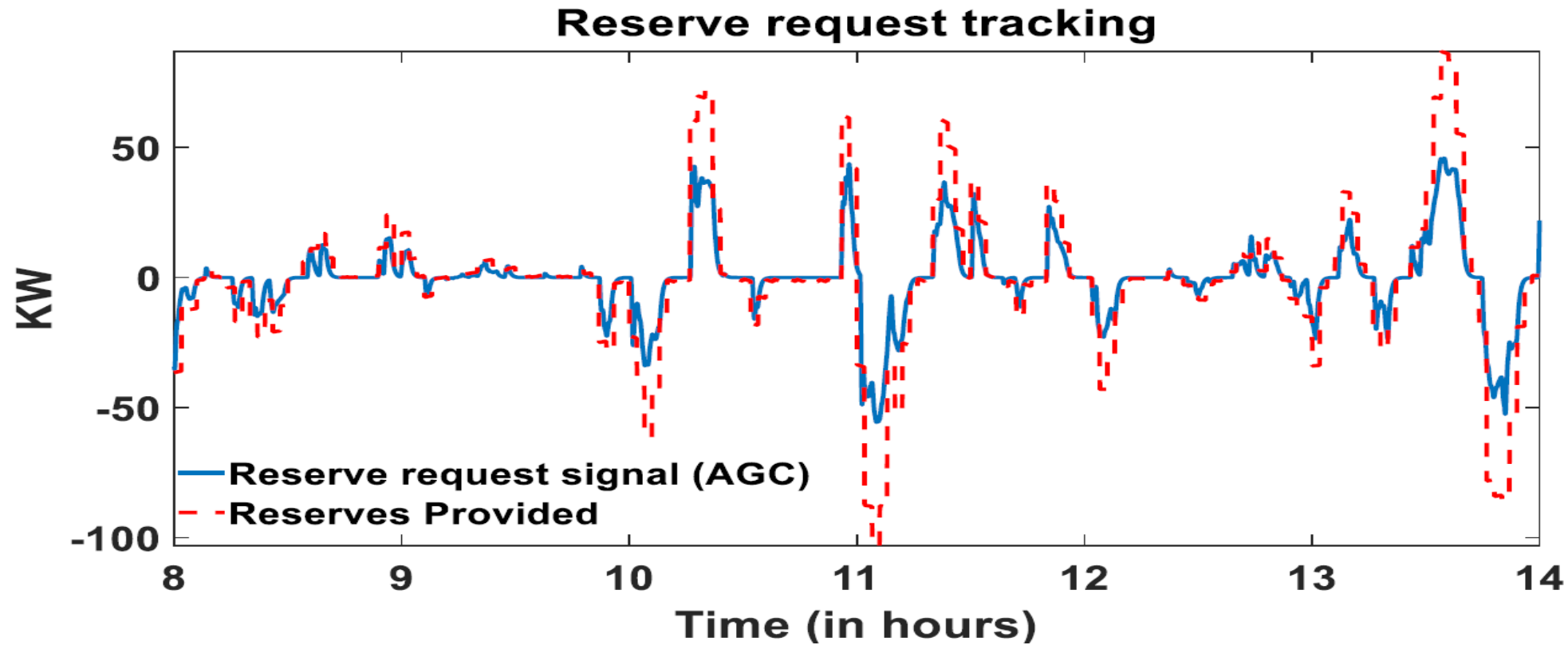
# Results – Example of time-varying bids of HVAC



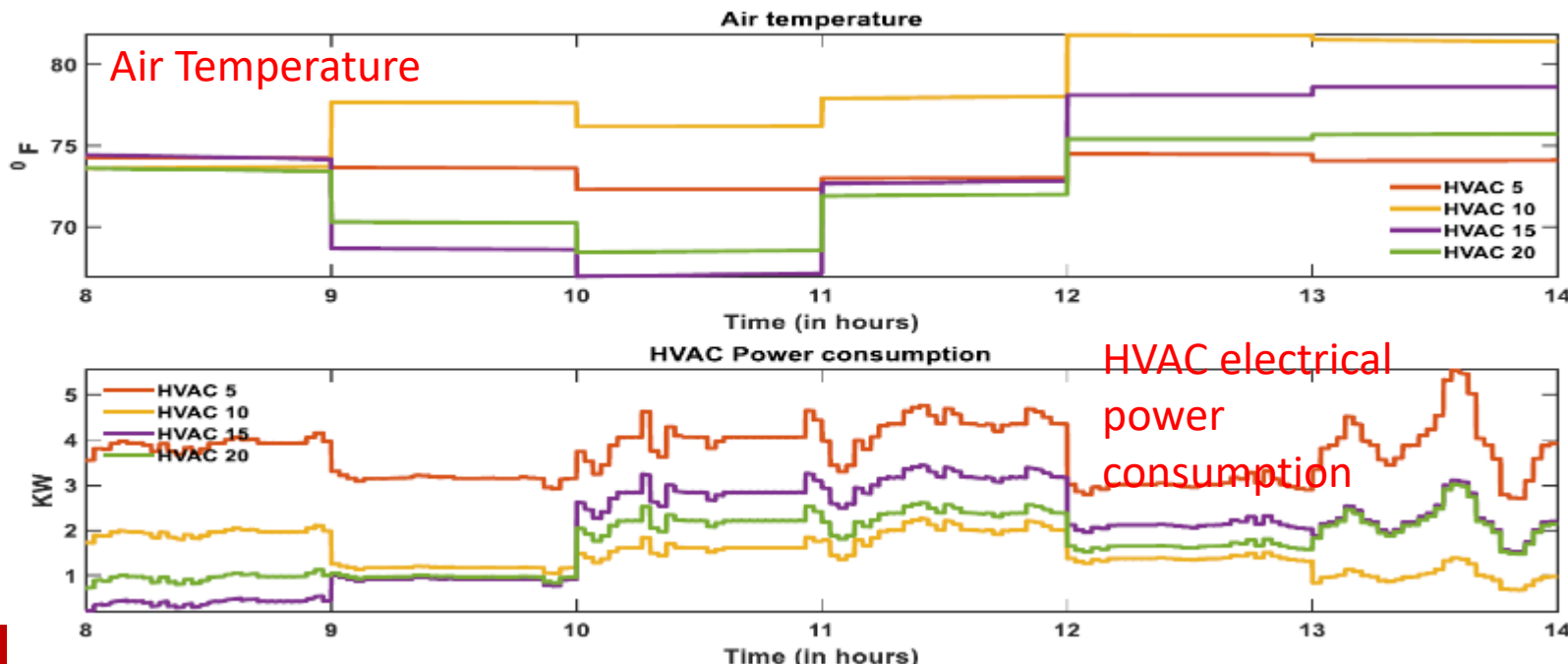
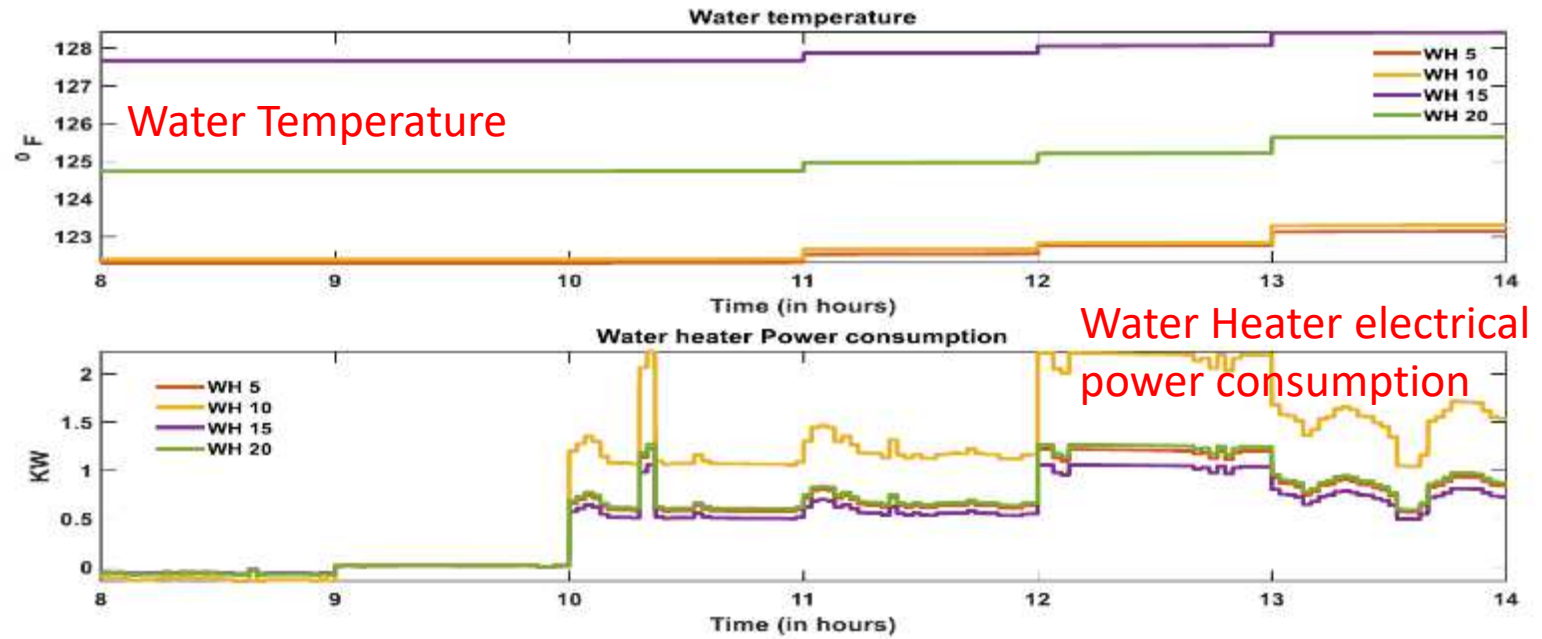
# Results – Dispatch quantities every hour



# Results – Reserve dispatch quantities every 2 minutes

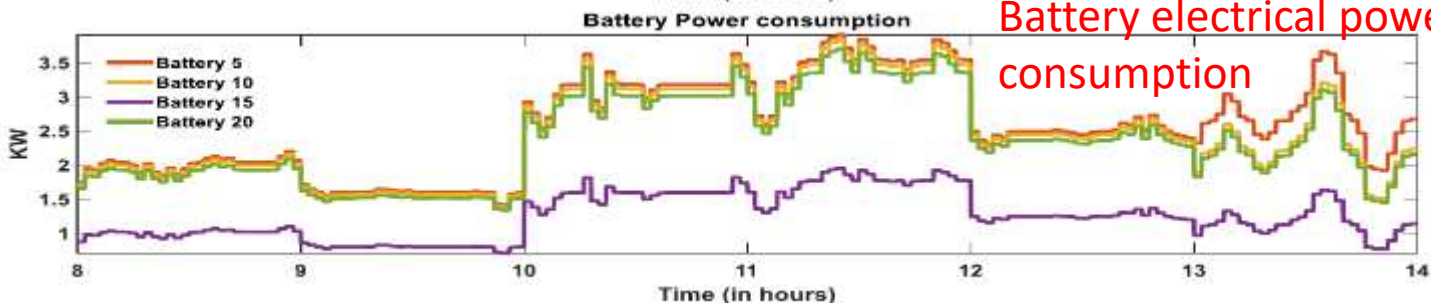
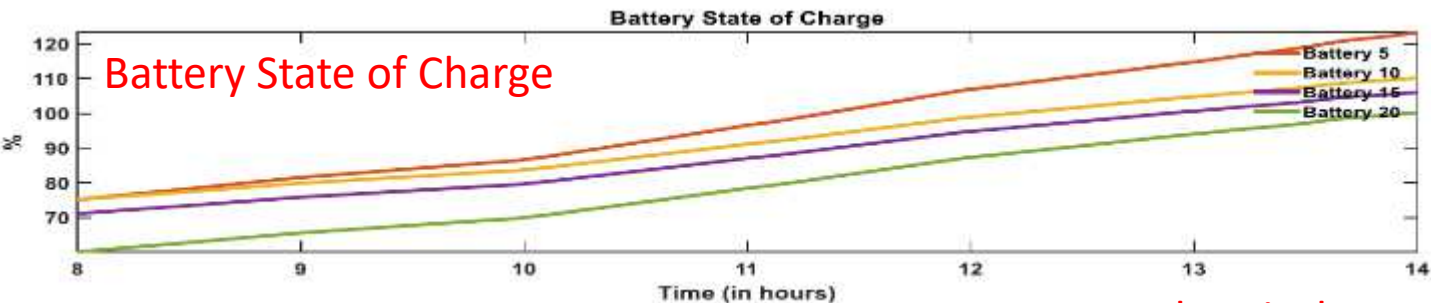
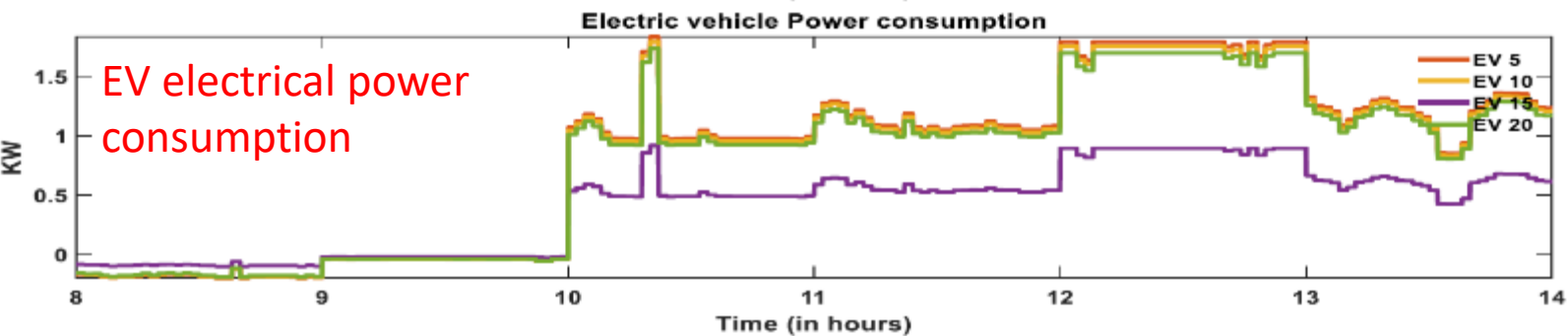
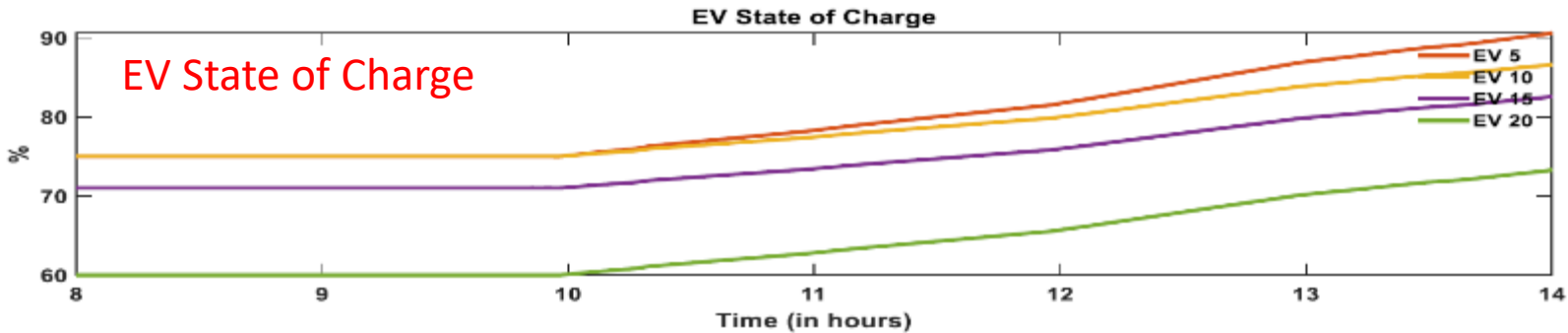


# Results – Individual WH and HVAC consumption



No comfort/  
capacity violations

# Results – Individual EV and battery consumption



Battery electrical power consumption

No comfort/  
capacity violations

# Findings using MIT SEPSS

- Depending on the available communication infrastructure, the extent of prosumer participation can vary significantly
- Specifications through real power and rate of change of real power committed are such that comfort violations do not occur
- Above factors coupled with advanced primary control embedded in devices ensures implementable bids
- . Transparent price signals facilitated by temporal and spatial lifting



# Way ahead

❖ **Huge opportunities for innovation at value**

❖ **Utilities –enablers of differentiated QoS and differentiated reliability**

- investments in smart switching to enable delivery at value

❖ **Challenges and opportunities for /industry university work**

- Embedding intelligence into different layers (iBAs) with well-defined protocols
- Plug-and-play protocols with minimal coordination
- Distributed robust software development and integration with existing utility software
- Scalable electric power system simulators (SEPSS) essential (version 1 available)

# Next steps

- ❖ IT-enabled engineering for complex socio-ecological systems (SES); toward autonomous systems
- ❖ The main barriers— hard to adopt (very different than hardware development; or solutions for small confined systems); hard to understand **value of cooperation/interaction**
- ❖ **Key role :Scalable well-structured simulators with visualization**
  - Demonstrate solutions for aligning markets, technical solutions and cyber-security (multi-layered, interactive)
  - Complex energy systems; autonomous microgrids (ships, hybrid aircrafts, terrestrial); markets
  - Low hanging fruits (PR study; blackouts in US; Azores)

# References

- [1] Ilić, M.D. and Jaddivada, R., 2018. Multi-layered interactive energy space modeling for near-optimal electrification of terrestrial, shipboard and aircraft systems. *Annual Reviews in Control*.
- [2] Ilic, M.D. and Jaddivada, R., 2018, December. Fundamental Modeling and Conditions for Realizable and Efficient Energy Systems. In *2018 IEEE Conference on Decision and Control (CDC)* (pp. 5694-5701). IEEE.
- [3] Ilic, M.D. and Jaddivada, R., 2019. New Energy Space Modeling for Optimization and Control in Electric Energy Systems. In *Modeling and Optimization: Theory and Applications* Springer, Cham (*To Appear*).
- [4] Ilic, M. and Jaddivada, R., Exergy/energy dynamics-based integrative modeling and control for difficult hybrid aircraft missions, Utility patent Application No. 62/730,203, Filed on 9/12/2018
- [5] Ilic, M., Jaddivada, R., Miao, X., & Popli, N. (2019). Toward Multi-Layered MPC for Complex Electric Energy Systems. In *Handbook of Model Predictive Control* (pp. 625-663). Birkhäuser, Cham.
- [6] M.D. Ilic, R. Jaddivada, "Enabling Prosumer-Centric Transactive Energy Management (TEM)", EESG Working Paper No. R-WP-12-2018, July 2018 (*also USAEE 2018 Presentation at Washington, September 2018*)
- [7] M.D. Ilic, R. Jaddivada, "Toward Operationally-Feasible and Efficient Integration of Distributed Energy Resources (DERs)", EESG Working Paper No. R-WP-11-2018 , April 2018 (*also in NIST TE challenge Phase 2, Special Final Report 2019*)
- [8] M. Ilic, R. Jaddivada, X.Miao, ``Scalable Electric Power System Simulator (SEPSS)'', Proc. of the ISGTEurope, 2018.
- [9] M. Ilic, R.Jaddivada, X.Miao, ``Rapid Automated Assessment of Microgrid Performance Software System (RAMPS)', Proc. of the ISGTEurope, 2018.