The background of the slide is a light blue color with a network diagram. A central red sphere is connected to several yellow rectangular blocks by white lines. Business figures in suits are standing on these yellow blocks, some holding briefcases. The overall theme is interconnectedness and business.

# Transactive Control of Distributed Energy Resources

## Ron Melton & Don Hammerstrom

### Pacific Northwest Smart Grid Demonstration

### Battelle, Pacific Northwest Division

PNNL-SA-84354

# Pacific Northwest Demonstration Project

What:

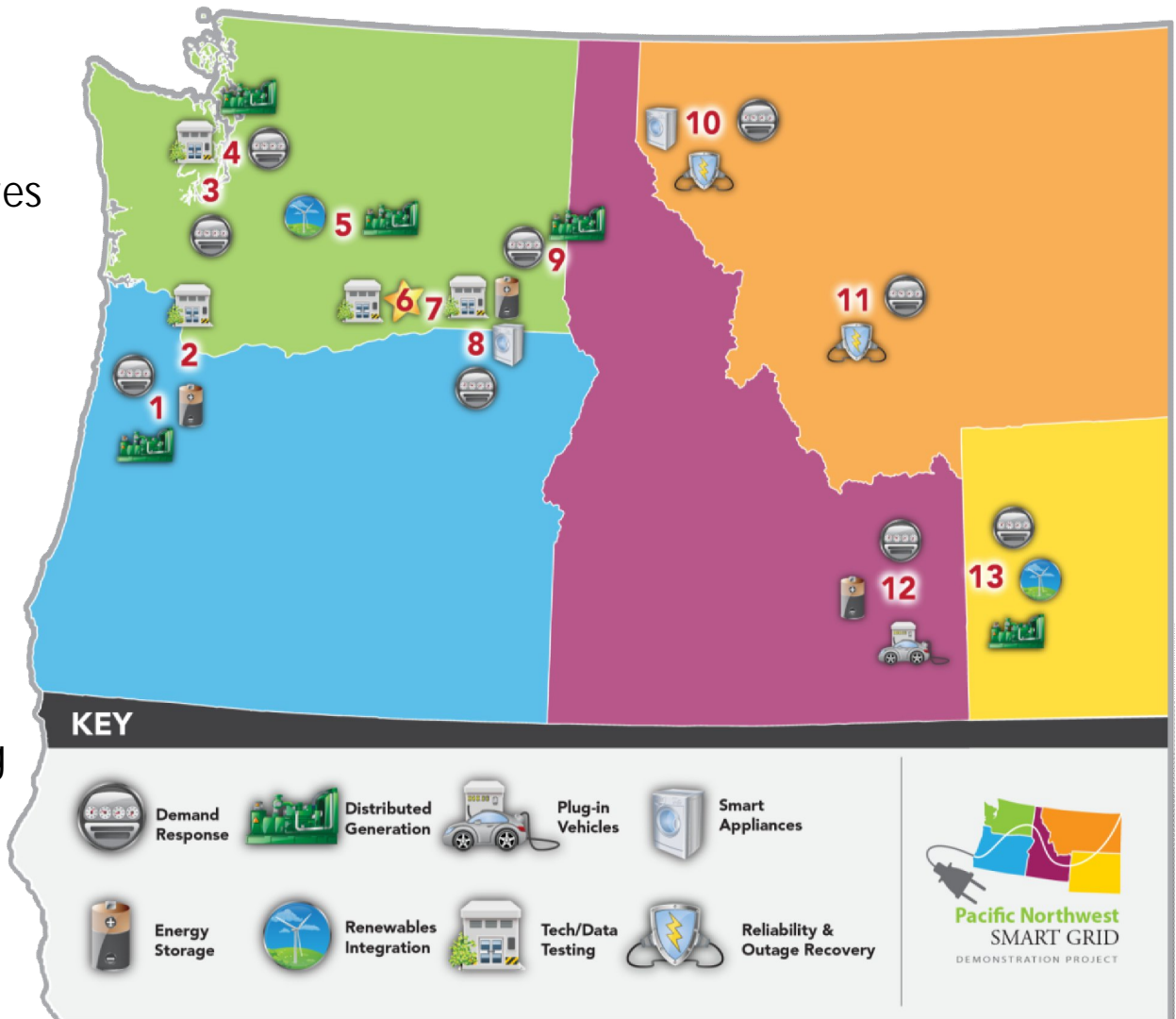
- \$178M, ARRA-funded, 5-year demonstration
- 60,000 metered customers in 5 states

Why:

- Quantify costs and benefits
- Develop communications protocol
- Develop standards
- Facilitate integration of wind and other renewables

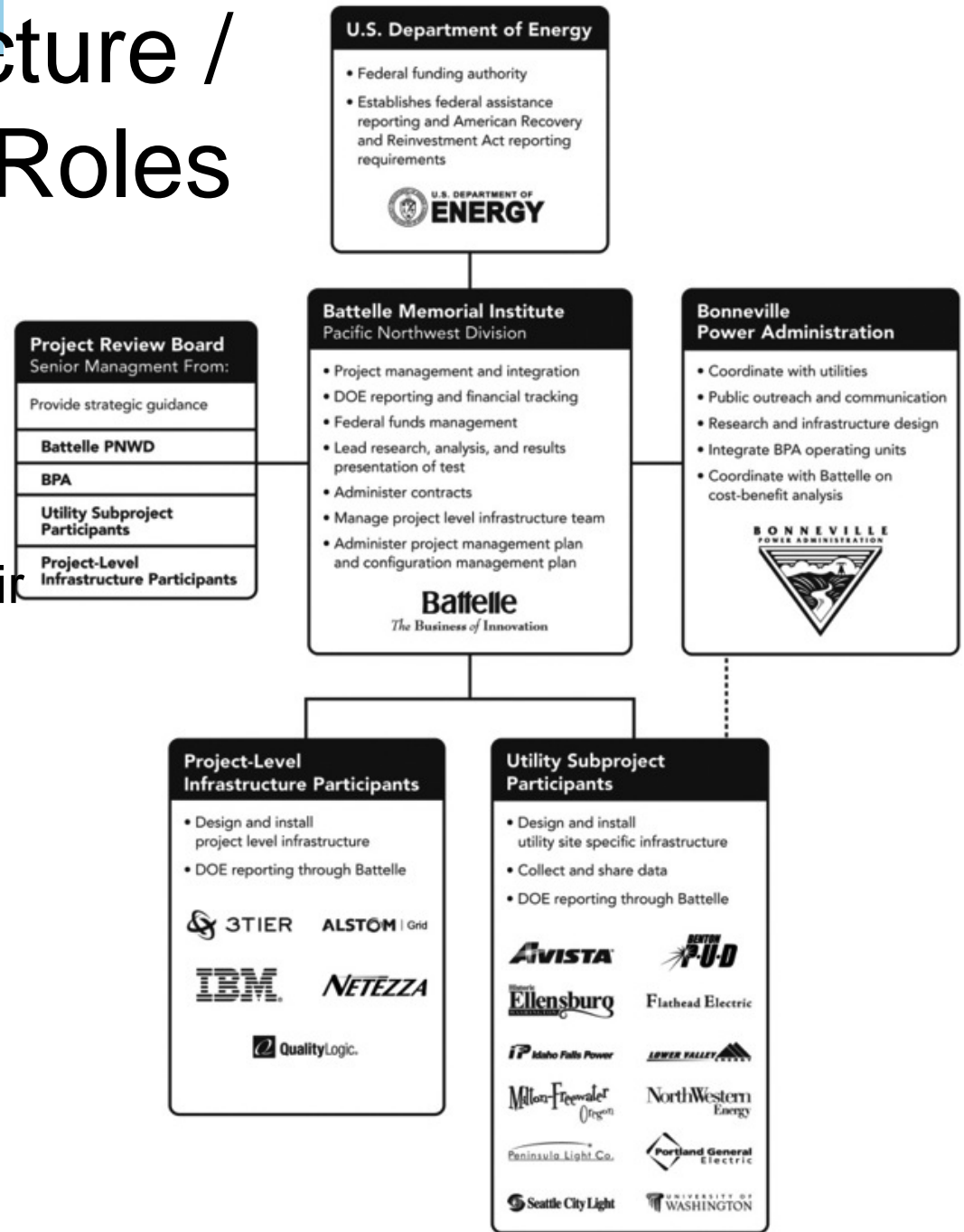
Who:

Led by Battelle and partners including BPA, 11 utilities, 2 universities, and 5 vendors



# Project Structure / Roles

- Battelle Memorial Institute, Pacific Northwest Division
- Bonneville Power Administration
- 11 utilities (and UW) and their vendors
- 5 technology infrastructure partners



# Demonstration Project Timeline

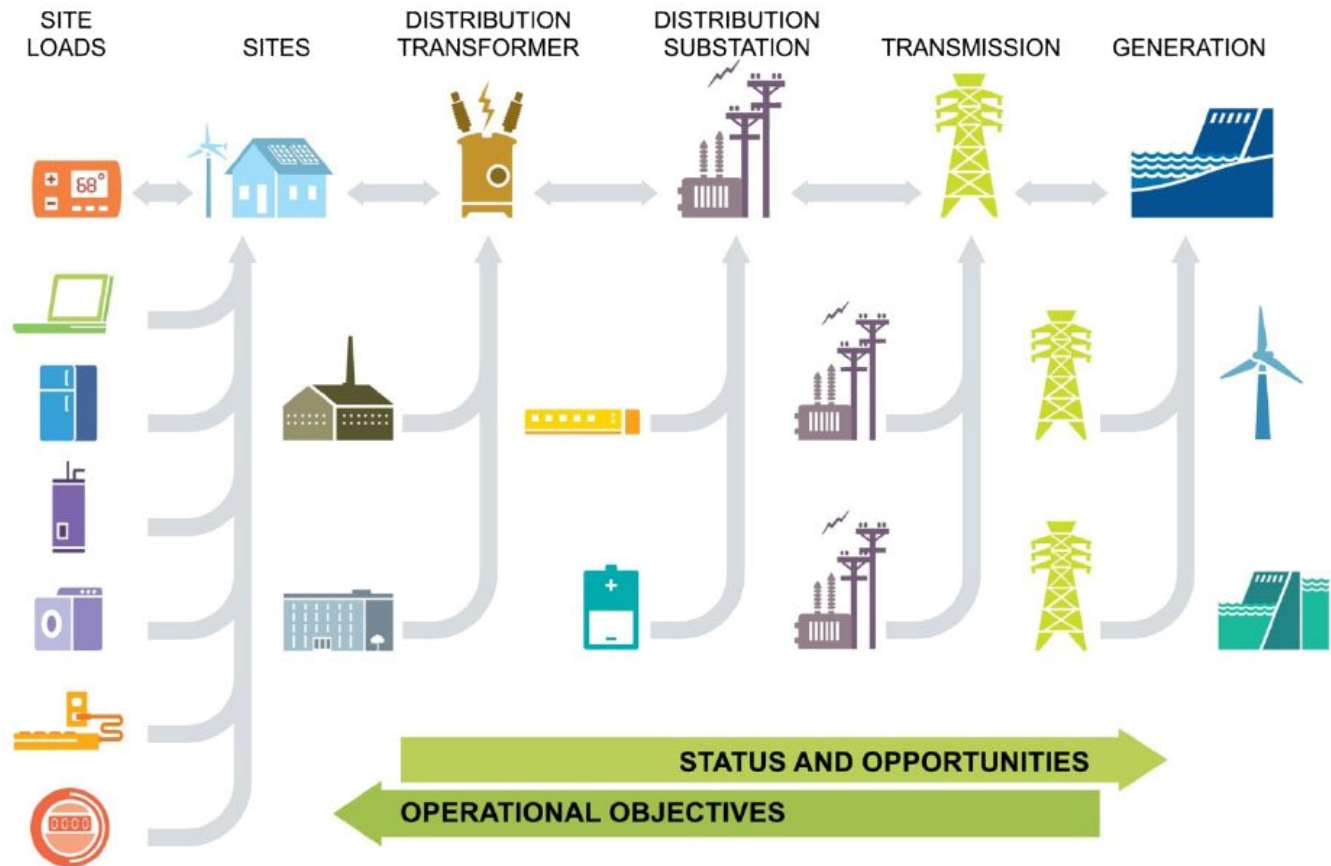
Phase Description	2010	2011	2012	2013	2014	2015
Phase 1 - Concept Design and Baseline Functionality	8 months (2/10 - 9/10)					
Phase 2 - Detailed Design; Subproject and Project-level Infrastructure Installation, Testing, and Implementation; and Test Case Design		23 months (10/10 - 8/12)				
Phase 3 - Test Case Execution, Data Collection and Analysis, and Enhanced Releases				24 months (9/12 - 8/14)		
Phase 4 - Cost-Benefit Analysis Reporting and Project Closeout						8 months (6/14 - 1/15)

- Complete contracts
  - Design "system of systems" to connect subprojects to EIOC
- November 2011
- Install equipment at subproject
  - Build 'system of systems'
- Sites up and running
  - Gather two years of data
  - Perform data analysis
- Finalize cost/benefit
  - Draft transition plan

# Project Basics

## Operational objectives

- Manage peak demand
- Facilitate renewable resources
- Address constrained resources
- Improve system reliability and efficiency
- Select economical resources (optimize the system)



**Aggregation of Power and Signals Occurs Through a Hierarchy of Interfaces**

- **Transactive Control**  
A single, integrated, smart grid incentive signaling approach utilizing an economic signal as the primary basis for communicating the desire to change the operational state of responsive assets.
- **Transactive Incentive Signal (TIS)**  
A representation of the actual delivered cost of electric energy at a specific system location (e.g., at a transactive node). Includes both the current value and a forecast of future values.
- **Transactive Feedback Signal (TFS)**  
A representation of the net electric load at a specific system location (e.g., at a transactive node). Includes both the current value and a forecast of future values.

- Respond to system conditions as represented by incoming Transactive Incentive Signals and Transactive Feedback Signals through
  - Decisions about behavior of local assets
  - Incorporation of local asset and other information
  - Updating both transactive incentive and feedback signals
- Inputs are needed from node-owners to calculate incentive and feedback signals
- Each signal is a sequence of forecasts for a time-series, so inputs will also be sequences of future (forecast/planned) values



# Demonstration IST series definition

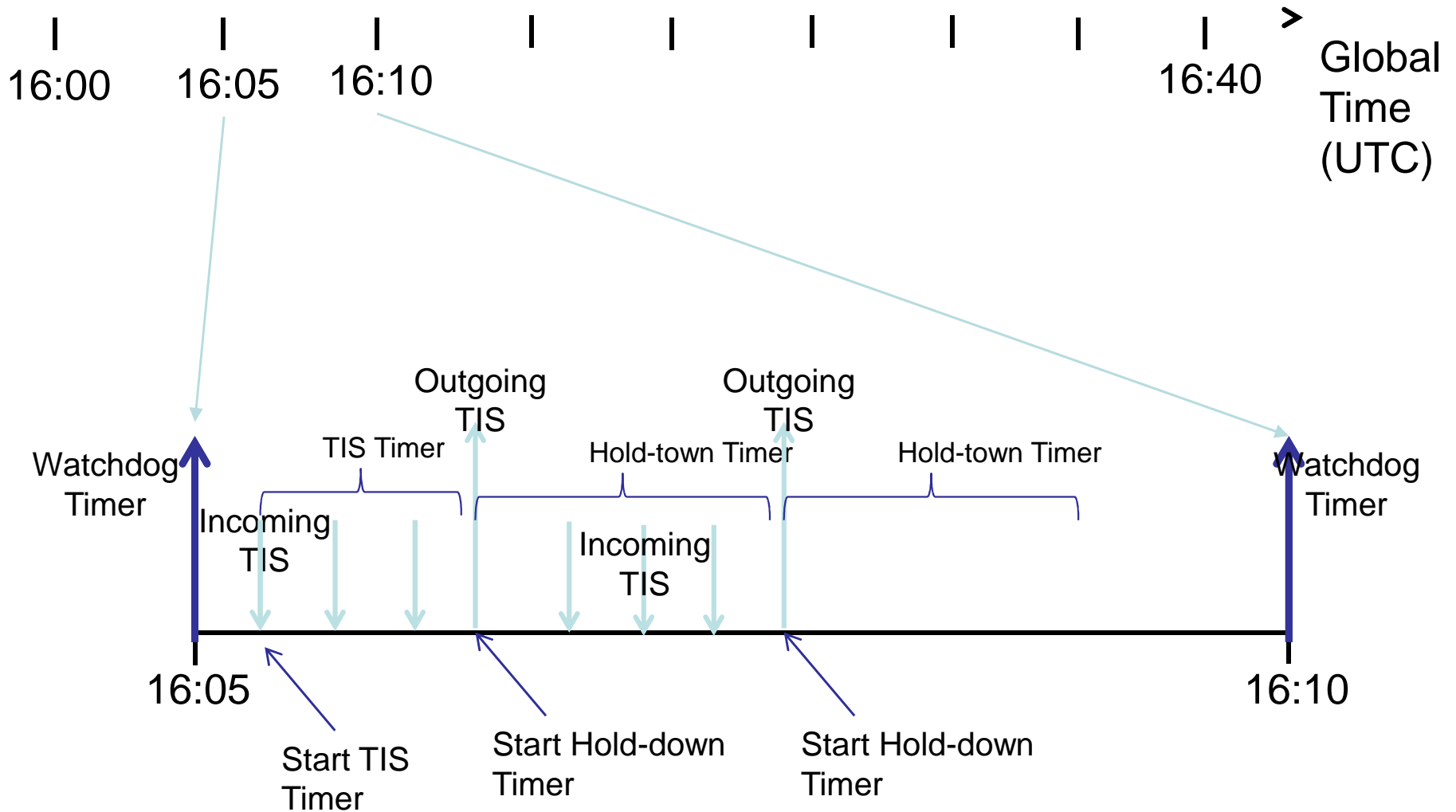
Table 1. Recommended Interval Time Series for use with *TIS* and *TFS*

<u>Duration</u>	<u>No. Intervals</u>	<u>Interval Start Times</u>
5 minutes	12	$IST_0, IST_0 + 0:05, \dots, IST_{10} + 0:05$
15 minutes	20	$Round(IST_{11} + 0:15)^*, IST_{12} + 0:15, \dots, IST_{30} + 0:15$
1 hour	18	$Round(IST_{31} + 1:00)^*, IST_{32} + 1:00, \dots, IST_{48} + 1:00$
6 hours	4	$Round(IST_{49} + 6:00)^*, IST_{50} + 6:00, \dots, IST_{52} + 6:00$
1 day	2	$Round(IST_{53} + 1:00:00)^*, IST_{54} + 1:00:00, IST_{55} + 1:00:00$
> 3 days	56 intervals	57 interval start times (IST)

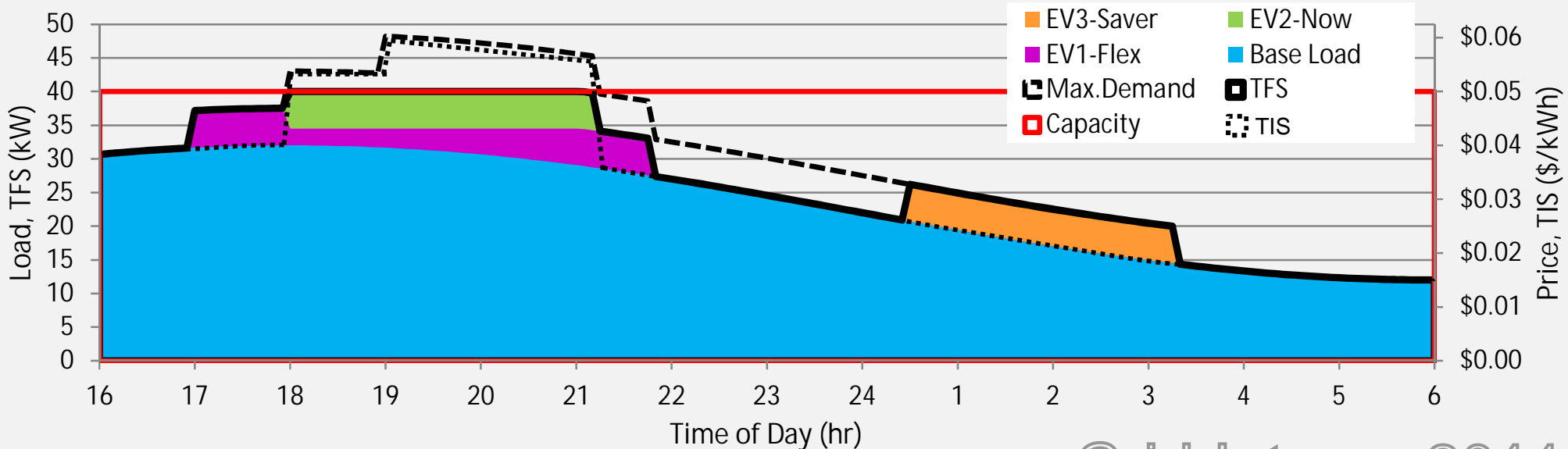
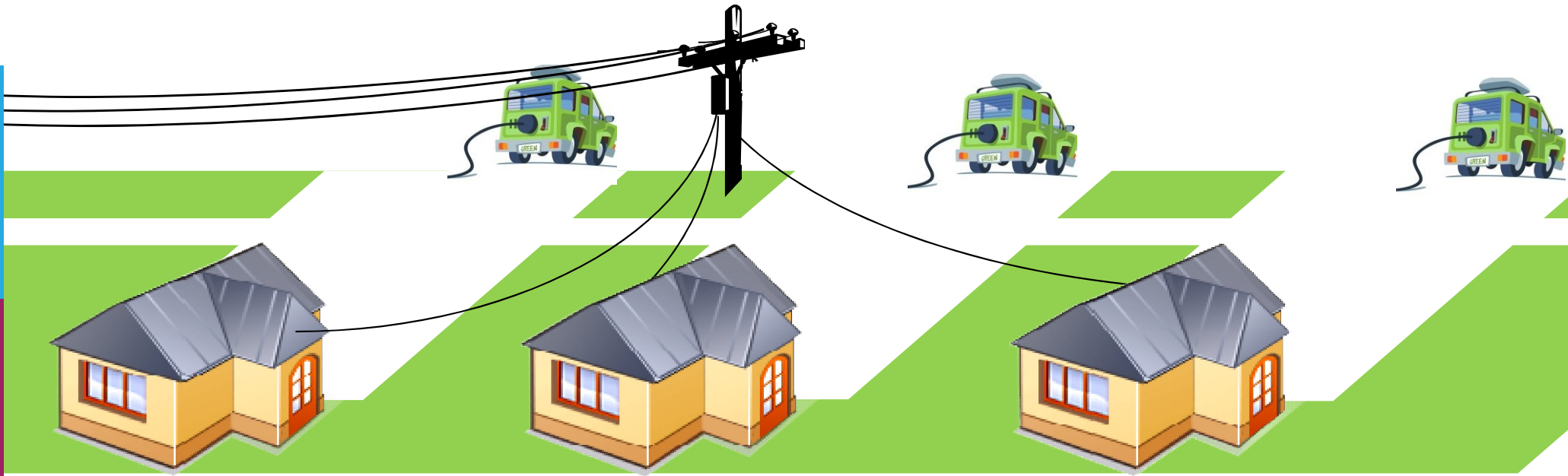
\* This function “Round” indicates rounding down to the next 15-minute, 1-hour, 6-hour, or 1-day interval start time. Times are indicated as dd:hh:mm, i.e., days, hours, and minutes.



# Transactional Incentive and Feedback Signal Timing



- Imagine the following situation:
  - Three neighbors with electric vehicles
  - All three fed by same distribution transformer
  - All three come home and want to do a fast charge at the same time!
- Problem – transformer is overloaded if all three fast charge at the same time
- Transactive control solution –
  - Transformer sees in feedback signal that all three plan to fast charge
  - Transformer raises value of incentive signal during planned charging time to reflect decreased transformer life
  - Smart chargers and transformer “negotiate” through TIS and TFS till an acceptable solution is found



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