

# **Modelling Energy Systems Including Multiple Stores**

A contribution to MDES2024

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#### The Summary Message First!

- The least expensive net-zero energy system comprises renewable energy gen<sup>n</sup>. (mainly wind + PV) and a blend of storage solutions.
- Policy makers should not believe any one party. They should do the math themselves. It is not hard!
- A toolset called [NStore\_sim] provides the computational wherewithal to find what combination of energy stores is most cost effective
- Documentation and code for [NStore\_sim] can be found at a Google Drive URL accessible via ... www.TinyURL.com/NStore-Sim



## Why a combination of stores is best.

[*NStore\_sim*] requires that we know the following main metrics about all energy storage systems:

•	Cost per unit <sup>a</sup> of rated input power	(£/kW(e <sub>input</sub> ))
•	Cost per unit <sup>a</sup> of rated output power	(£/kW(e <sub>output</sub> ))
•	Cost per unit <sup>a</sup> of storage capacity (volume)	(£/kWh(e <sub>output</sub> ))
•	Round-trip efficiency	(%)
•	Cost per unit of energy-fill reduction <sup>¥</sup> (end – start)	(£/MWh)

<u>Different systems are good in different ways. No one system is ideal for all purposes.</u> At large scales, these metrics are effectively constants. We must know these constants <sup>¥</sup> for each storage type.

- **¤** These costs comprise both CapEx and OpEx components
- ¥ This matters only for very long-duration store types (including fossil-fuelled gen<sup><u>n</u></sup>)

## [NStore\_sim]: The problem statement

For some single-node energy system of interest, given the following information: ...

- Cost information about *N* different energy storage options
- A long trajectory of total electrical demand
- A corresponding profile of RE generation (that we will scale)
- Knowledge of the turnaround efficiencies of each storage option
- A clear criterion for what it means for the system to be acceptable

... what set of storage parameters will lead to lowest overall cost?

[NStore\_sim] enables the user to answer this question effectively.

Note: [*NStore\_sim*] does not find the exact lowest cost configuration but it does invariably find a good configuration with cost close to minimum.

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#### What are the storage parameters ?

With *N* different stores, there are normally<sup>¥</sup> 3*N* storage parameters

Store Type	Rated Input Power (GW)	Rated Output Power (GW)	Capacity (GW(e)) (out)
1	?	?	?
2	?	?	?
3	?	?	?
4	?	?	?
:	:	:	:

¥ For some "store types", we need fewer than 3 parameters ... e.g.

Wind Integrated Storage ... Input Power and Output Power are not independent. Dispatchable Generation ... Input Power=0, Capacity= $\infty$ . We need Output Power and "*R.T.E*"

## System problem definition:

- Demand Data ... Hourly data for 37 yrs as per Royal Society report
- Supply Profile ... From Ninja Renewables (37 years) (80% Wind & 20% Solar to balance seasons)
- Costs of R.E. ... £35/MWh or £40/MWh or £45/MWh
- Discount Rate ... 5% (*real* discount rate!)
- "Financial life" = the length of the supply & demand data sets. (i.e. O&M costs maintain systems in full pristine condition)
- Currency: ... GBP (2021)

No allowance for transmission costs here.

The only contingency here is 2GW slack at every hour.

## Hydrogen Storage Only ... "(1)"

Using the same figures used in the Royal Society report:

Cost Component	Value
Input Power, CapEx	£333.0 / kW(e)
Output Power, CapEx	£315.0 / kW(e)
Storage Capacity, CapEx	£0.728 / kWh(e) (o/p)
Input Power, Annual OpEx	1.5% of CapEx
Output Power, Annual OpEx	1.5% of CapEx
Storage Capacity, Annual OpEx	1.5% of CapEx
Energy Deficit Cost (end – start)	£60/MWh

## Hydrogen Storage Only ... "(1)"

The optimal system costs emerge as ...

Storage	R.E. £35/MWh	R.E. £40/MWh	R.E. £45/MWh
(1)	£57.83 /MWh	£64.48 /MWh	£71.10 /MWh

#### Mix in some MDES (ACAES) ... "(2)"

Using the same figures used in the Royal Society report:

Cost Component	Value
Input Power, CapEx	£220.0 / kW(e)
Output Power, CapEx	£280.0 / kW(e)
Storage Capacity, CapEx	£3.626 / kWh(e) (o/p)
Input Power, Annual OpEx	4.0% of CapEx
Output Power, Annual OpEx	4.0% of CapEx
Storage Capacity, Annual OpEx	1.0% of CapEx
Energy Deficit Cost (end – start)	£60/MWh

$$\eta = 68\%$$

#### Mix in some MDES (ACAES) ... "(2)"

The optimal system costs emerge as ...

Storage	R.E. £35/MWh	R.E. £40/MWh	R.E. £45/MWh
(1)	£57.83 /MWh	£64.48 /MWh	£71.10 /MWh
(1)&(2)	£56.24 /MWh	£62.00 /MWh	£68.77 /MWh
(2)	£65.40 /MWh	£72.24 /MWh	£78.57 /MWh

#### Mix in Wind Integrated Storage ... "(3)"

#### For background see this presentation to BEIS of 04/02/2021

https://docs.google.com/presentation/d/1jhBAuYzkNj7UzMXq0MWcSCECW0-mQxoW/edit?usp=sharing&ouid=104407450146476914335&rtpof=true&sd=true

Cost Component	Value
Input Power, CapEx	£100.0 / kW(e)
Output Power, CapEx	£100.0 / kW(e)
Storage Capacity, CapEx	£10.0 / kWh(e) (o/p)
Input Power, Annual OpEx	4.0% of CapEx
Output Power, Annual OpEx	4.0% of CapEx
Storage Capacity, Annual OpEx	1.5% of CapEx
Energy Deficit Cost (end – start)	£60 / MWh

#### Mix in Wind Integrated Storage ... "(3)"

The optimal system costs emerge as ...

Storage	R.E. £35/MWh	R.E. £40/MWh	R.E. £45/MWh
(1)	£57.83 /MWh	£64.48 /MWh	£71.10 /MWh
(1)&(2)	£56.24 /MWh	£62.00 /MWh	£68.77 /MWh
(1)&(2)&(3)	£55.49 /MWh	£61.72 /MWh	£67.83 /MWh
(2)	£65.40 /MWh	£72.24 /MWh	£78.57 /MWh

#### Mix in some Batteries ...



#### Using representative values

Cost Component	Value
Input Power, CapEx	£15.0 / kW(e)
Output Power, CapEx	£15.0 / kW(e)
Storage Capacity, CapEx	£100.0 / kWh(e) (o/p)
Input Power, Annual OpEx	2.0% of CapEx
Output Power, Annual OpEx	2.0% of CapEx
Storage Capacity, Annual OpEx	6.0% of CapEx
Energy Deficit Cost (end – start)	£60 / MWh

#### Mix in some Batteries ...

The optimal system costs are not lowered! (NB 1hr data intervals)

Storage	R.E. £35/MWh	R.E. £40/MWh	R.E. £45/MWh
(1)	£57.83 /MWh	£64.48 /MWh	£71.10 /MWh
(1)&(2)	£56.24 /MWh	£62.00 /MWh	£68.77 /MWh
(1)&(2)&(3)	£55.49 /MWh	£61.72 /MWh	£67.83 /MWh
(1)&(2)&(3)&(4)	£56.88 /MWh (!)	£61.89 /MWh (!)	£68.03 /MWh (!)
(2)	£65.40 /MWh	£72.24 /MWh	£78.57 /MWh

Blending in batteries does not give readily-visible advantages!

Storage times (for the batteries) ~5hrs

#### Mix in some Dispatchable Genn. ... "(5)"

Dispatchable Generation (a.k.a. gas-fired genn. with CCS) can be treated as a storage asset. It has 0 input power, near-infinite storage capacity (at 0 cost) and the store starts quite full.

Cost Component	Value
Input Power, CapEx	N/A (£0.0)
Output Power, CapEx	£500.0 / kW(e)
Storage Capacity, CapEx	N/A (£0.0)
Input Power, Annual OpEx	N/A (£0.0)
Output Power, Annual OpEx	2.5% of CapEx
Storage Capacity, Annual OpEx	N/A (£0.0)
Energy Deficit Cost (end – start)	£200 / MWh

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#### Mix in some *Dispatchable Gen<sup>n.</sup>* ... "(5)"

The optimal system costs are not lowered!

Storage	R.E. £35/MWh	R.E. £40/MWh	R.E. £45/MWh
(1)	£57.83 /MWh	£64.48 /MWh	£71.10 /MWh
(1)&(2)	£56.24 /MWh	£62.00 /MWh	£68.77 /MWh
(1)&(2)&(3)	£55.49 /MWh	£61.72 /MWh	£67.83 /MWh
(1)&(2)&(3)&(4)	£56.88 /MWh (!)	£61.89 /MWh (!)	£68.03 /MWh (!)
(2)	£65.40 /MWh	£72.24 /MWh	£78.57 /MWh
(1)&(5)	£57.46 /MWh	£64.080 /MWh	£70.36 /MWh

With the assumed "representative values", *Dispatchable Generation* is only very slightly helpful compared with the use of only hydrogen

#### **Closing remarks.**

- Hydrogen store in caverns will certainly be the kingpin of future cost-effective Net-Zero energy systems.
- Further savings of ~5% easily possible by using a blend of storage solutions
- A powerful toolset called [NStore\_sim] is available openly. (accessible through <u>www.TinyURL.com/NStore-sim</u>)
- [NStore\_sim] enables robust conclusions to be drawn about the values of baseload and Dispatchable Generation.



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#### Thanks for listening.

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