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- Introduction of FPP
- The technical solution
- Commercial arrangements
- Customer engagement
- Thoughts on rollout

Overview

<u>Objective</u>: Cheaper and faster connection of DG to constrained parts of the network by trialing smart grid technologies and smart commercial agreements

Duration: 3 years: January 2012 - December 2014

Project Value: £9.7 million (6.7m funding from LCN Fund)

Partners and Suppliers:



Flexible Plug and Play Trial area



Location: Cambridgeshire

Surface: ~ 700km²

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Network: 33kV and 11kV Network (2 Grid, 10 Primary substation sites)

Flexible Plug and Play What have we achieved

What we have achieved

Interviewed 20 DG developers Engaged with 50+ Trialling 2 principles LIFO and Pro-Rata Capacity Quota 36 offers made 12 offers accepted 34.88MW enabled £ 25m savings

Analysis of investment options in DG dominated networks

Commissioned RF Wireless Comms Network Smart devices commissioned: DLR, AVC, ANM, Protection across 12 sites

Installed and commissioned first QB at 33kV Using IEC61850 for system integration

Technical solution components

• ANM refers to the software application that monitors the network in real time and sends signals to generators to reduce output to maintain the network within operational limits.



Principles of Access trialled

- Mechanism for allocating curtailment between generators
- Pro-rata is applicable only to global constraints (i.e. reverse power across Grids/GSPs)



Commercial arrangements – March Grid quota

• Determining available interruptible capacity – March Grid



Flexible Plug and Play FPP Connection offer

- Available since March 2013 across the trial area
- LIFO and Pro-rata based on the Capacity Quota
- Based on existing legal templates

FPP Briefing Document	CONNECTION AGREEMENT Terms & Conditions	Connection Offer £	Curtailment Estimate
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Curtailment estimate

- Baseline provided based on historical demand and generation data for the area and UKPN assumptions
- Iterations following Customer's review
- If in a Queue, the curtailment estimate becomes now the interactive element

0	Network Configuration

- Demand Growth
- O Micro-generation growth
- O Capacity factor for generation connected
- O Number of constraints
- Generation mix
- O Principles of access



- First customer (G's Fresh, 0.25MW, PV) on the network since June 2014.
- Another 2-3 projects are due to connect using FPP before the end of 2014.
- Certain projects have shown that they are willing to accept curtailment levels of up to 9.64% higher than the project initially envisioned.
- Customers continue to request FPP offers, despite curtailment levels rising to around 20% for the last in the queue at March Grid.
- Total savings for customers approx. £25m.

So, what if we were to do this across 40 FPP areas?

- ANM technology demonstrated mainly at lower complexity EHV/HV semi-radial networks. Further development is required to develop scalability and accommodate HV/LV and complex networks in fully automated manner.
- Smart devices QB, DLR, Protection (essential learning) AVC, 61850 (valuable learning)
- Communications technology a mix of existing and new communications solutions are required and these can work, investment is required though. The key is finding an optimal balance between the smart grid requirements and cost-effectiveness.
- Principles of Access both solutions will be complex at scale, further thinking and development is required.
- Constraint estimates as these currently stand, might be a barrier for full uptake.
- Reinforcement currently the missing link, regulatory structuring required.
- Connection offers and agreements extensive work has taken place, new terms have been introduced and these are well understood. "Constrained Connection" concept well understood.
- Ongoing system and customer management a new challenge for Distribution Network Operators

Flexible Plug and Play Concluding thoughts

- Significant progress over the last three years and V1 roll out underway
- The introduction of flexible connections impacts the DNO operations across its business (number of resources required, type of skills, systems, processes and technologies required to deliver).
- The roll out will be gradual to ensure that it is a managed process that does expose the DNO or the customers at risk and will be based on the evolution of a technical and commercial road map and aligned with the Innovation Strategy.
- There will be additional costs incurred both for the further development of these solutions and their operational delivery from demonstration to transition to BAU and their full roll out.
- Benefit allocation should be considered, currently most financial benefit accrues to DG customers.
- There could a benefit to DNOs by being able to "pool" the reinforcement and carry it out in a controlled manner provided suitable triggers are in place. How this mechanism works will be key on the evolution of constraint management.
- Flexible connections is at the core of the DSO evolution as it has the potential to lead to large scale active management of networks and new market arrangements.

Thank you

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