DS3 Advisory Council

Belfast 19th September 2017



Agenda

Торіс	Time	Speaker			
Introduction & Welcome	10.30	Robin McCormick - SONI (5 mins)			
Industry Perspective	10:35	Presentation: Jag Basi - (15 mins) Discussion: All (10 mins)			
DS3 Programme Status Update	11:00	Presentation: Doireann Barry - EirGrid (15mins) Discussion: All (10 mins)			
Rate of Change of Frequency (RoCoF)	11:25	Update: Jon O'Sullivan - EirGrid (10 mins) Update: Rodney Ballentine - NIE Networks (10 mins) Update: Tony Hearne - ESB Networks (10 mins) Discussion: All (10 mins)			
Beyond 2020 Discussion	12:05	Presentation: Noel Cunniffe (15 mins) Discussion: (10 mins)			
SysFlex	12:30	Presentation: John Young (15 mins) Discussion: (10 mins)			
	Lunch & N	etworking (13:10 – 14:00)			
System Services (General Update)	14:00	Presentation: UR or CER - (10 mins) Presentation: Ian Connaughton - (10 mins) Discussion: All (10 mins)			
Future Interconnection studies	14:30	Presentation: Noel Cunniffe- EirGrid (15 mins) Discussion: (5 mins)			
Closing Remarks and Actions	14:50	Robin McCormick (SONI)			
Session Closed / Networking (15:00)					



DS3 Advisory Council

September 2017

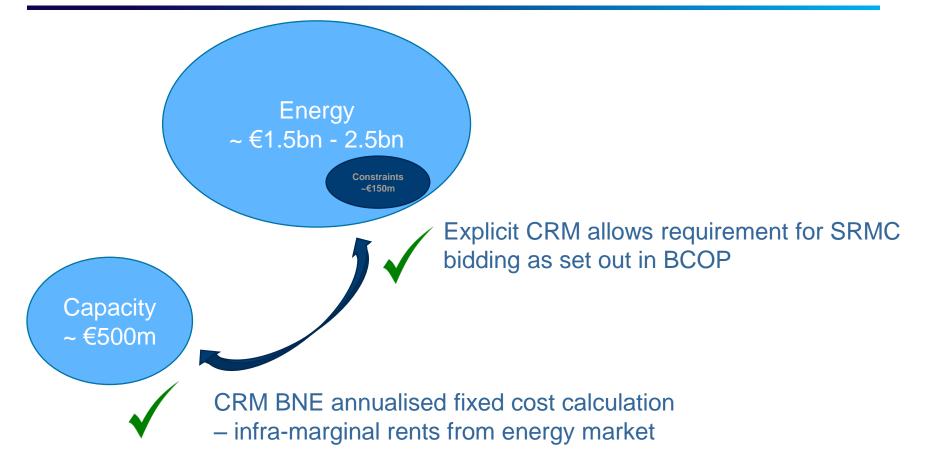




- **1. SEM interactions between markets**
- **2.** ISEM interactions between markets
- 3. Incentive alignment

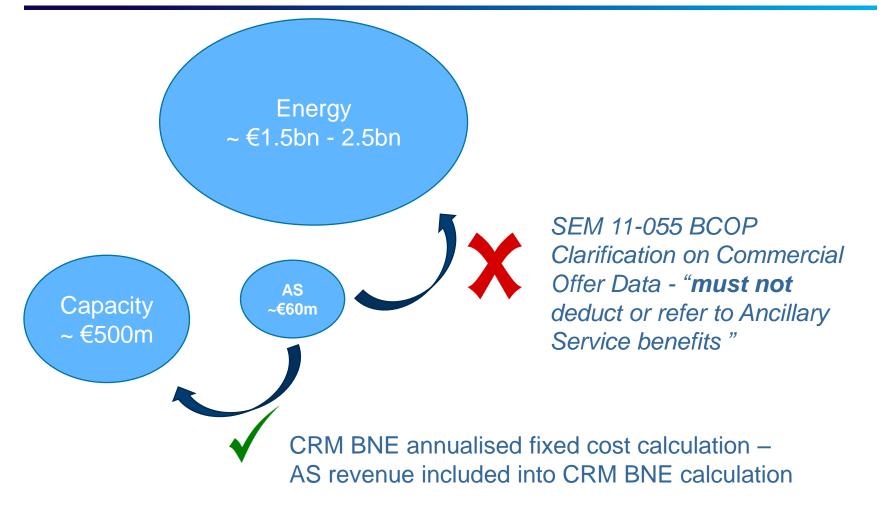
SEM interactions between markets





SEM interactions between markets



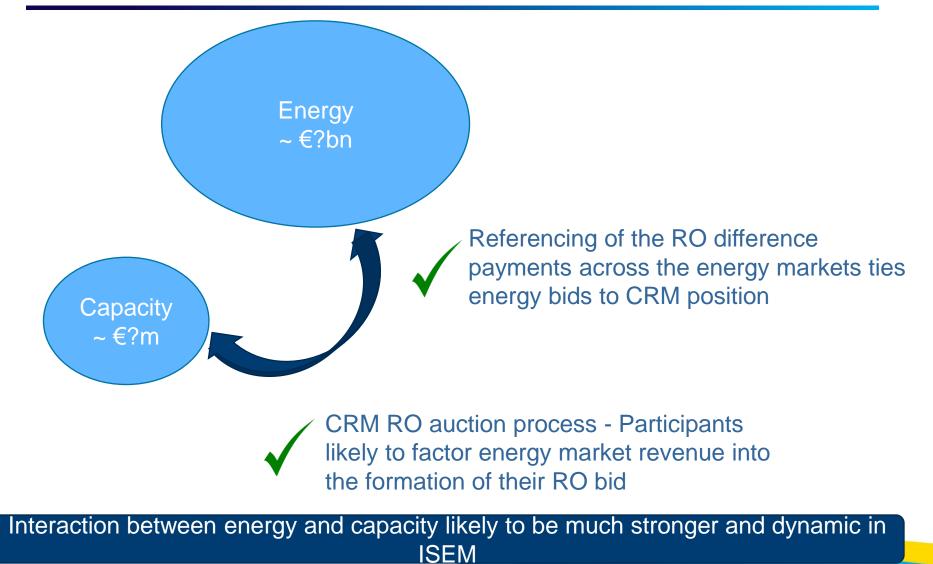


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ISEM interactions between markets

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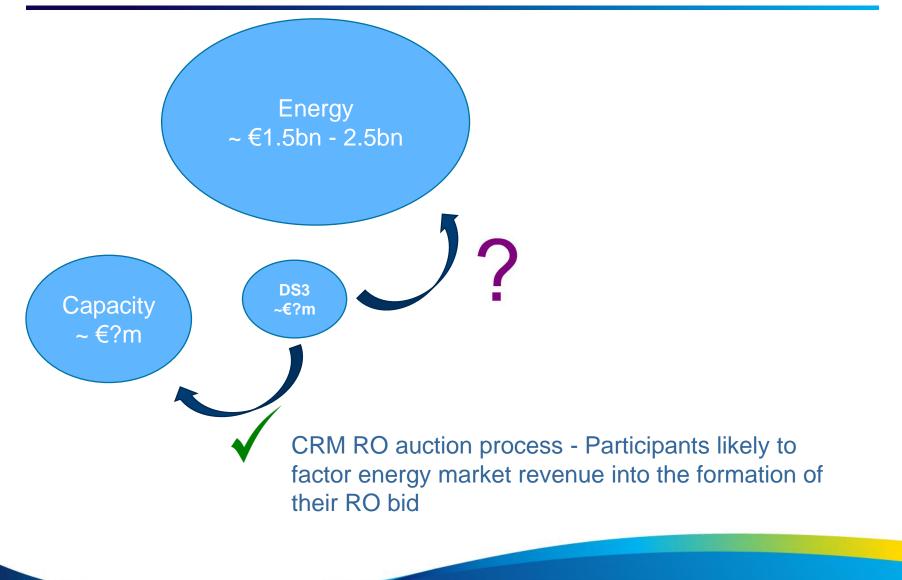


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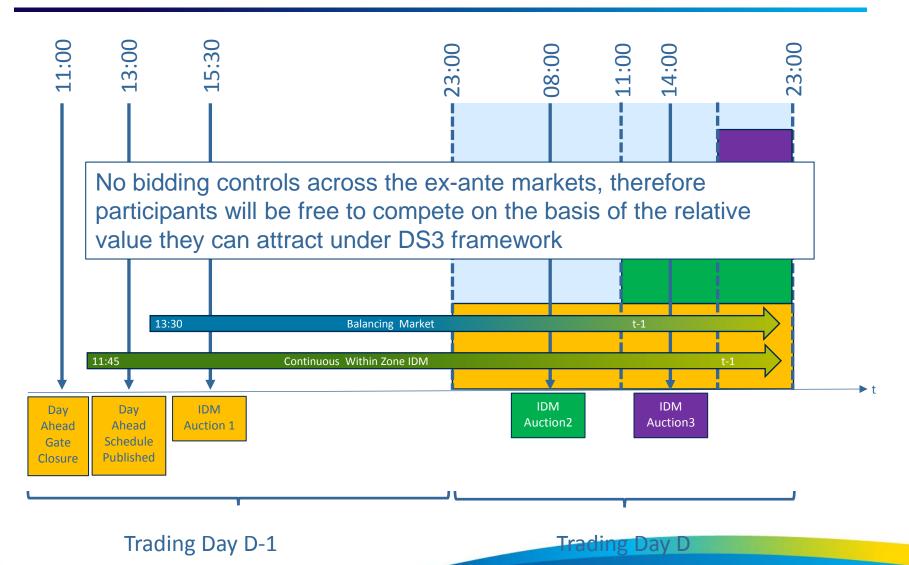
SEM interactions between markets

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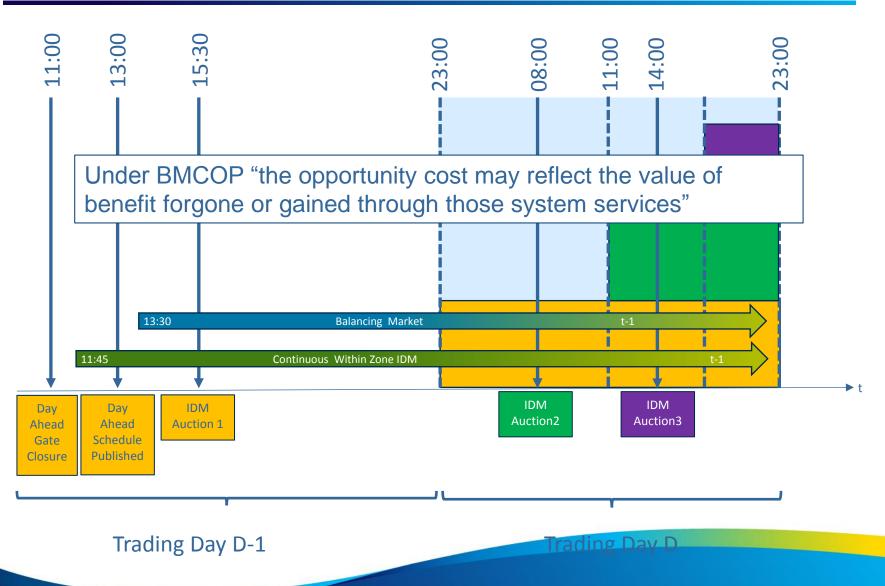




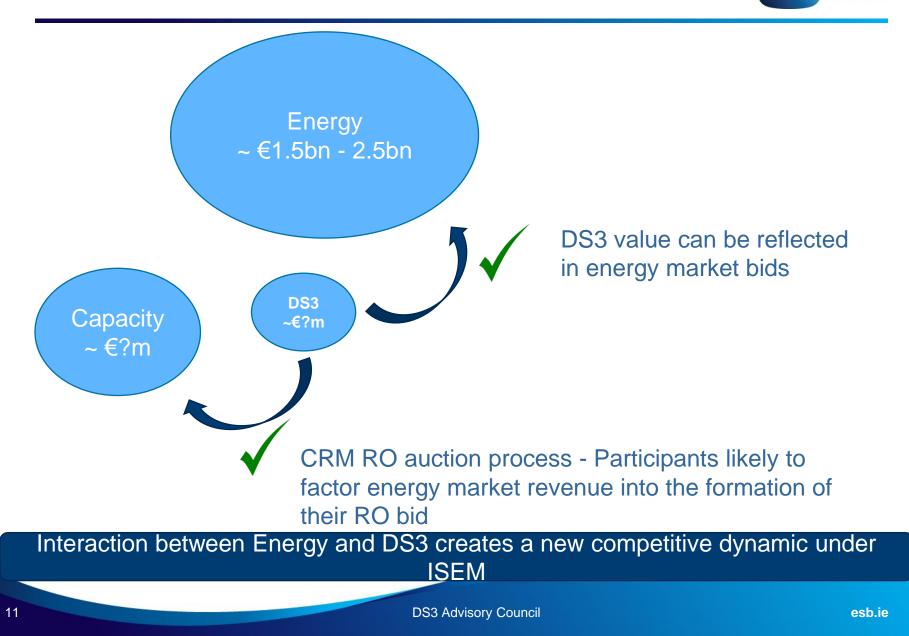


DS3 System Services Lunch and Learn





ISEM interactions between markets



Energy for generations



SEMC 2014 HLD stated DS3 basis of payment would be availability to provide services.

Max of (Schedule, Dispatch) -> DS3 service availability

Enduring tariff consultation clarifies under basis on payment under ISME will be calculated as

Max of (FPN, Dispatch) -> DS3 service availability

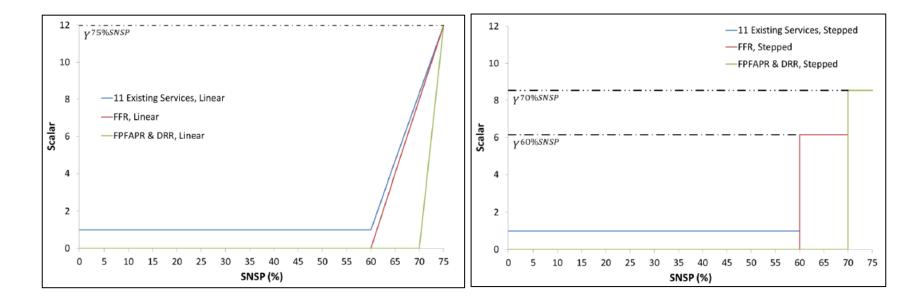
But proposed to delay implementation for 12 months post ISEM go-live (May'19?).

A delay will not unwind the incentive to compete on DS3 value but will complicate and confuse the signals. Participates will likely compete to establish an ex-ante position, then reflect the DS3 value of this position in their BM bids.

As such a delay will not reduce the risk of over expenditure only transfer this risk to the Balancing Market



Proposed that as SNSP increases a scarcity scalar will be applied to increase the effect services rates which will increase to a maximum of 12 when the SNSP reaches 75%



Linking the effective services rates to their relative scarcity is a good analogue for what would be seen under a competitive procurement process

Incentive Alignment under ISEM



Under the proposed stepped scalar, the services rates would increase by a factor of \sim 6 when the SNSP is > 60%.

FOR unit providing a MW of existing online response services:

Before Scarity Scalar				
Service	Tariff Rate (€/MWh)			
POR	3.09			
SOR	1.87			
TOR1	1.48			
TOR2	1.18			
RRS	0.24			
Total	7.86			

After Scarity Scalar					
Service	Tariff Rate (€/MWh)				
POR	18.54				
SOR	11.22				
TOR1	8.88				
TOR2	7.08				
RRS	1.44				
Total	47.16				

Strong signal to prioritise service provision over energy during these periods.

To be an effective signal a reasonable ability to forecast high SNSP periods is required



%SNSP = Wind + Imports Demand + Exports

Potential of IC flows to be revised throughout trading day by coupled intra-day auctions which may change the incentives faced by participants.

Will the TSO's have the ability to counter trade across the interconnectors in place under ISME after the final coupled intra-day auction?

What will the TSO's objective be:

To minimise wind curtailment?

To minimise balancing costs?

To minimise system service expenditure?

Understanding the TSO's ability to counter trade on IC and their objectives are important to allow the signals being created to be effective

DS3 Programme Status Update – September 2017

Doireann Barry, DS3 & Innovation Programme Manager



DS3 Overall Status - Summary

- The plan for transitioning to 65% SNSP is underway
- Over 50% of conventional generation on the island is now compliant with the new RoCoF standard, however challenges exist in relation to generation in Northern Ireland.
- Transition to the higher RoCoF standard is a key enabler for operation above 65% SNSP and is dependent on industry compliance.
- Delays to compliance will lead to delay in overall programme timelines
- 2018 will be complex for all participants with ISEM and System Services procurement



Key Enablers for DS3

	2017-2018	2018-2019	2019-2020		
Operational Change	SNSP 65%	SNSP 70%	SNSP 75%		
RoCoF transition to 1Hz/s		Y	Y		
Implement OFGS enduring			Y		
Minimum Sets/ Inertia Floors		Y	Y		
Control Centre Tools	SNSP 65%	SNSP 70%	SNSP 75%		
Robust WSAT	Y	Y	Y		
Ramping		Y	Y		
Look Ahead WSAT		Y	Y		
SNSP & Inertia Metrics display			Y		
Voltage Trajectory Tool		Y	Y		
System Services					
New Service Providers connecting & displacing Conventional Service Providers	14 System Services, increased volumes to operate at high RES				



Key Operational Milestones

	2017	2018	2019	2020
SNSP	60% -> 65%	65% -> 70 %	70% -> 75%	75%
RoCoF	0.5 Hz/s	0.5 -> 1 Hz/s	1 Hz/s	1 Hz/s
Inertia	23,000 MW.s	20,000 MW.s	17,500 MW.s	17,500 MW.s
Min Sets	8	8	7	7
Exports	300 -> 500 MW (interim)	500 MW (interim)	500 MW (interim -> enduring)	500 MW (enduring)
System Services	Current providers, 11 Services		•	4 Services, increased o operate at high RES



Voltage Control

- Progress with the development and deployment of the Nodal Controller is ongoing in both jurisdictions.
- Nodal Controllers, if successfully trialed, enable Type B windfarms to provide reactive power support.

Ireland

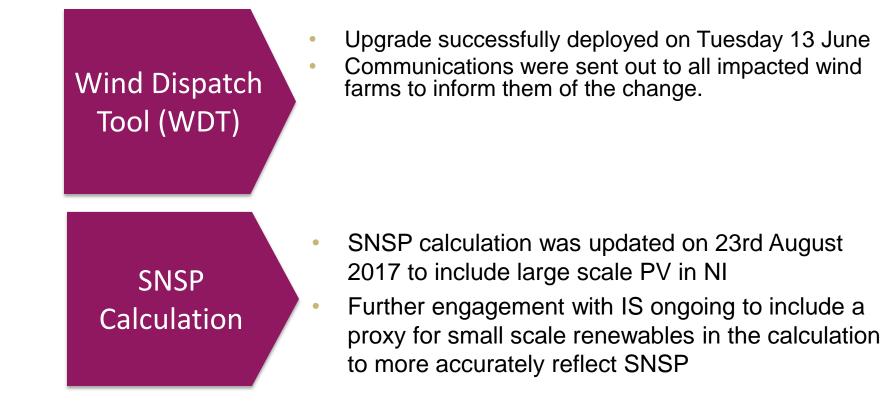
- ESB N is progressing with algorithm design
- Wind farms at the Cauteen node at various stages of connection or commissioning
- Expectation nodal controller will be testing in early 2018

Northern Ireland

- NIE N progressing Magherakeel Cluster nodal controller
- Focus on installing hardware (to be located in NIEN control centre in Craigavon)
- Work will be completed Q4 2107
- Q1 2018 focus will shift to algorithm design



Control Centre Tools







Key DS3 Milestones to end 2018

	Key Milestones	Q2 17	Q3 17	Q4 17	Q1 18	Q2 18	Q3 18	Q4 18	Q1 19	Q2 19	Q3 19	Q4 19	Q1 20	Q2 20	Q3 20	Q4 20
	Agreement with DSOs on RoCoF implementation															
	EWIC 500MW export trials															
ges	Complete RoCoF/ resolve Large Gens issues															
Industry Changes	RoCoF transition 0.5 \rightarrow 1Hz/s															
Indust	Develop plan for Enduring OFGS															
	Implementation of Enduring OFGS															
	Implementation of UFLS															
	RoCoF Policy															
	Ramping Policy															
Ś	Minimum Sets Policy															
TSO Chnages	Inertia Floor Policy															
0 Chr	Robust WSAT															
TSC	Ramping Tool															
	Look Ahead WSAT															
	SNSP & Inertia Metrics display															
	Voltage Trajectory Tool															



Key Risks to DS3: RoCoF transition to 1Hz/s

• **Risk:** Cannot operate to the 1Hz/s standard, due to either generator noncompliance or DSO failing to implement required changes

- Resolution of large generators' issues with plant owners/OEMs
- Completion of analysis by NIEN and decision on SSG for NI
- Completion of implementation of settings for LSG by NIEN for NI
- Completion of RoCoF settings on embedded wind/ non wind by ESB N
- ✓ Delay to phased transition to operating at 1Hz/s over 500ms



Key Risks to DS3 - Control Centre Changes

 Risk: pace & scale of change required in the Control Centre associated with ISEM will impact the capability to deploy DS3-specifc tools

- Co-ordination with I-SEM on operational changes required and timeline associated with such changes
- Develop transition plan including training and engagement with Control Centre operators.
- ✓ Management of "ISEM freeze" in Control Centres



Key Risks to DS3: Increasing SNSP alone

• **Risk:** increasing SNSP without delivery of other operational measures such as minimum number of sets and inertia floor results in increased curtailment and undermines DS3

- Agreement on RoCoF transition plan
- Breakdown requirements to increase SNSP steps & other operational parameters
- Internal plan and stakeholder buy-in, including early engagement with Control Centre



Key Risks to DS3: Lack of Investment

 Risk: lack in investment in new System Service-providing technologies results in the volume of new System Services required to operate the system with high levels of RES penetration being unavailable

- Joint TSO-DSO QTP for new Services/ Service Providers, including new technologies and novel technology applications, in 2018 & 2019
- ✓ Work with CER on transitional connection policy



Key Risks to DS3: System Event

 Risk: a system issue, such as a major System Event including frequency, voltage, oscillations and/or unsuccessful adoption of a range of policies, could halt progress of DS3 into revised operational policies and tools

- Engagement with Control Centre on operational policy changes and transition plan
- Engagement with industry on operational changes through Advisory Council
- Engage consultants for further analysis on experience with oscillations to date

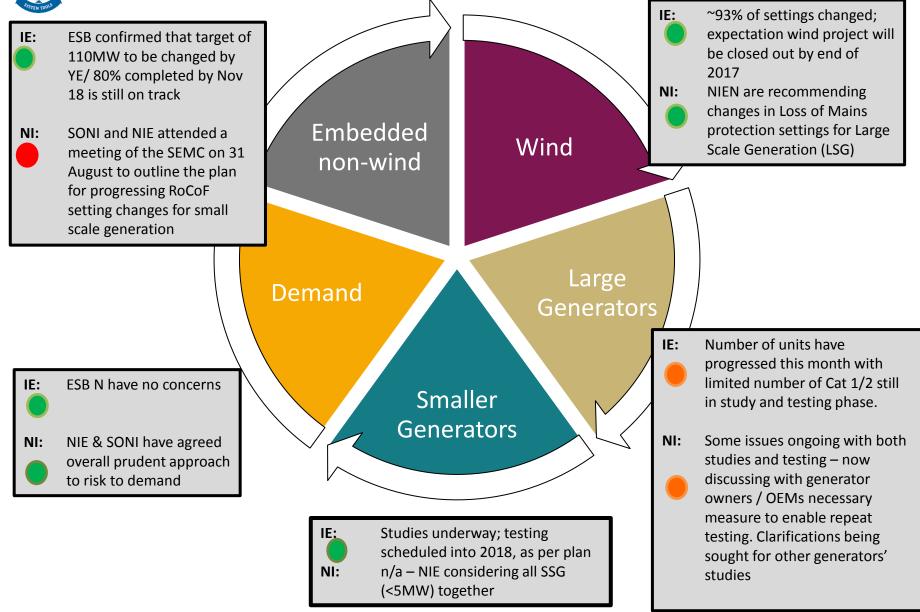


Rate of Change of Frequency Jon O'Sullivan

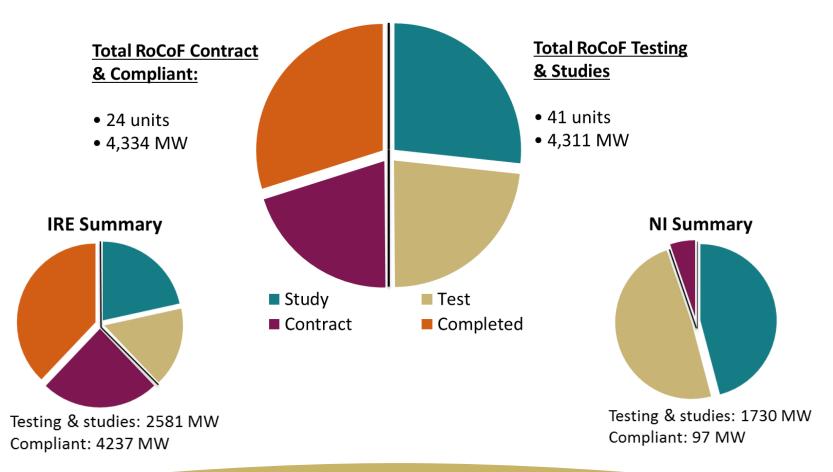




RoCoF Status – Sept 2017



Conventional Generators - Update







DS3 – NIE NETWORKS GENERATOR INTERFACE PROTECTION AMENDMENT PROJECT

DS3 ADVISORY COUNCIL - 19/09/17

NIE Networks' Current Position



Large Scale Generation

- The proposed settings are on the boundary between the HSENI's "broadly acceptable region" and the "ALARP" region.
- Transferring Vector Shift to RoCoF protection has a negligible impact on the risk figures.
- NIE Networks have consulted on the amendment of G59 settings which will exclude the use of Vector Shift.
- NIE Networks, as recommended by HSENI, request generators review and update relevant risk assessments to ensure ongoing compliance with health and safety requirements. NIE Networks recommend that generators place particular emphasis on the risk of out-of-phase reclosure.

Small Scale Generation

- Current risk of electrocution resides well within the ALARP region.
- No further increase in risk can be justified.
- Changing from Vector Shift protection to RoCoF protection will have a negligible impact on risk.
- Current protection settings will remain; however, vector shift for new connectees will be banned.
- NIE Networks will investigate methods of reducing the underlying risk.

Next Steps



Large Scale Generation

Activity	Due Date
Review responses to Consultation	August 17
Submission of NIE Networks' recommendation paper to UR for approval	Sept 17 (w/c 18/09/17)
UR approval	Sept 17
LSG* commence interface protection amendments	Oct 17
LSG interface protection amendments complete	Dec 17

* Currently c56 LSG sites c930MW

Small Scale Generation

Activity	Due Date
Review responses to Consultation	August 17
Consider further the risk of SSG# RoCoF Changes and consideration of alternative measures	Sept 17
Final decision on whether or not there is a quantum of SSG that can be amended	Nov 17
Update to SEM Committee	Dec 17
Potential implementation of SSG RoCoF changes including consultation	Dec 18

Currently c1000 SSG sites, excluding micro generation c420MW, including micro generation

NIE Networks' RoCoF Project



QUESTIONS?

NIE Networks' RoCoF Project

nienetworks.co.uk

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DSO RoCoF Update DS3 Advisory Council 19/09/17

Tony Hearne

Manager, Future Networks



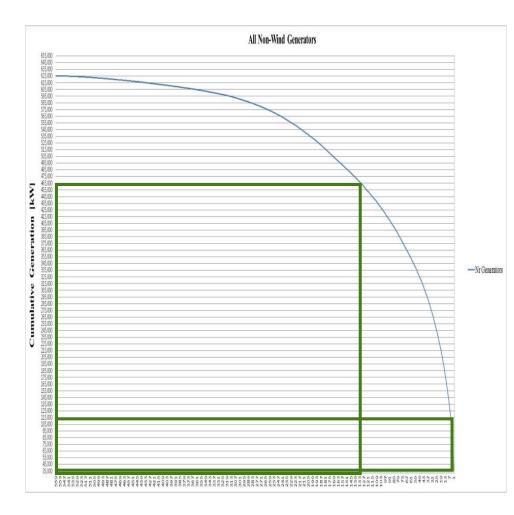


Wind Figures Breakdown	%
Confirmed Returns	91.1%
Various stages of progress	5.4%
Likely to request a	
Derogation	3.5%

Expect to have all wind [Except any derogated] changed by end 2017

Non Wind



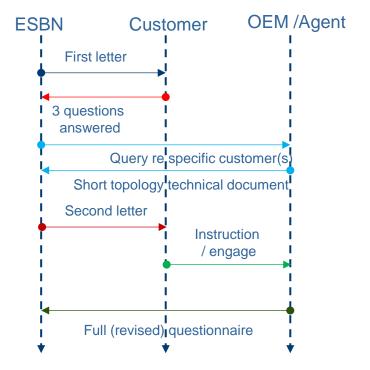


ESBN committed to:

- 110MW to be completed¹ by end 2017
- 75-80% if the total MW installed completed1 by November 2018

Five step process to coordinate the upgrade of non-wind DSO connected generators

- Devised to manage the relationship and information exchange between:
 - ESBN
 - Generator OEMS
 - Customers / Plant Managers



ESB

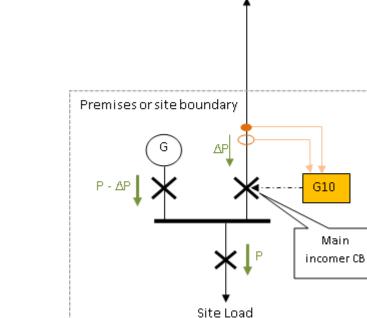
NETWORKS



- To meet ESBN's 2017 target of coordinating the interface protection settings upgrade of 110 MW in 2017, ESB Networks focussed on engaging with customers to progress Stage 2 (Topology Questionnaire) and Stage 4 (Interactive Long Questionnaire).
- During August, 16 topology questionnaires were issued by ESBN and returned from OEMs totalling 0ver 20MW. The breakdown is as follows:
 - Diesel 15,960kW
 - LFG 3,700kW
 - Biogas 500kW



- Of this total approximately 18MW of plant are considered to be complete for the purposes of this exercise.
- These have been confirmed to belong to an identified cohort of "Trickle Feed"
- ESBN and EirGrid are satisfied that it is in order to leave ROCOF settings as is for this particular set up



ESB Network





Questions?

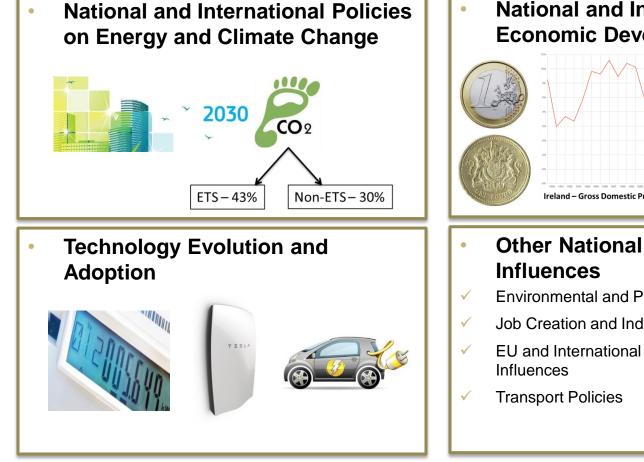
Tomorrow's Energy Scenarios

Planning our Energy Future – Beyond 2020 Discussion Noel Cunniffe 19th September 2017



The future remains uncertain...

A significant transformation is underway in the electricity sector



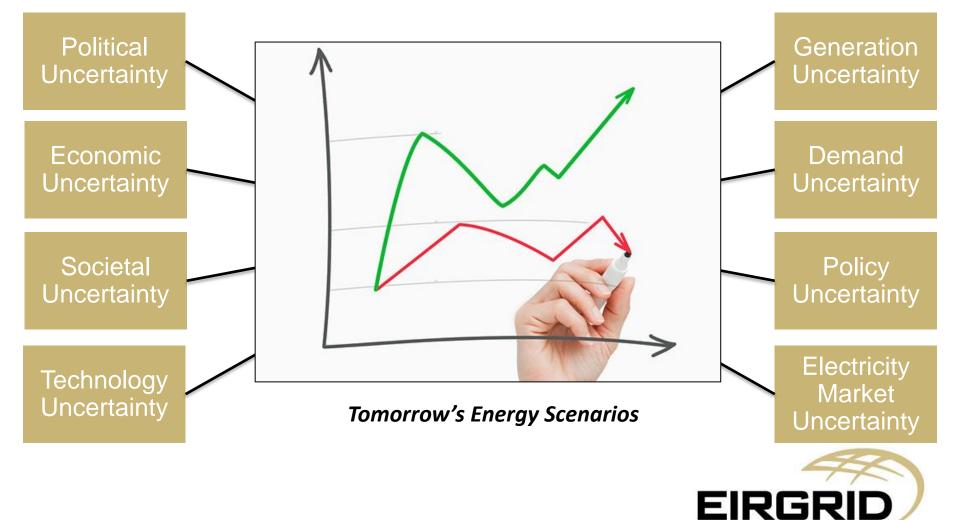
- National and International **Economic Developments** Ireland – Gross Domestic Product Growth 1990 - 2014 (%)
- **Other National and International**
- **Environmental and Planning Policies**
- Job Creation and Industrial Development Policies
- EU and International Policies, Regulations and



EIRGRI

...and we need to capture that in how we plan

• Scenario Planning is a well proven method for accepting uncertainty



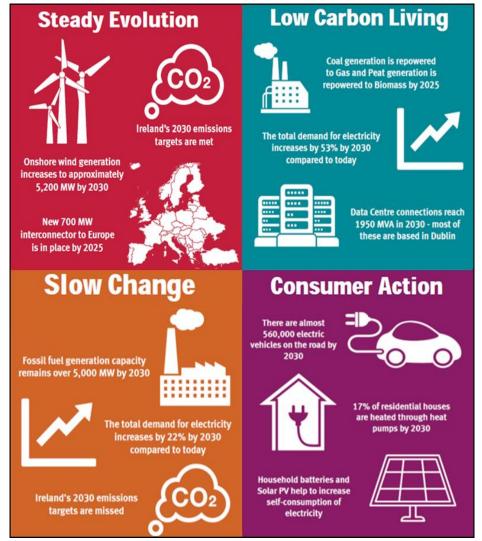
Stakeholder Engagement

Getting input from experts is fundamental to the development of scenarios

Stakeholder Engagement Process						
Other TSOs – Best Practices	Taking power further <i>ercot by</i> nationalgrid <i>swissgrid</i> Receved transport d'électricité					
Government Bodies	Consistence An Roin Cumarsáide, Gníomhaithe ar son na hAeráide & Comhshaoil Department of Communications, Climate Action & Environment An Roinn Tithíochta, Pleanáia, Pobail agus Rialtais Áitiúil Department of Housing, Planning, Community and Local Government Image: Community and Local Government Image: An Roinn Cumarsáide, Gníomhaithe ar son na hAeráide & Communications, Climate Action & Environment Image: Community and Local Government Image: Community and Local Government Image: Community and Local Government Image: An Roinn Cumarsáide, Gníomhaithe ar son na hAeráide & Communications, Climate Action & Environment Image: Community and Local Government Image: Community and Local Government Image: Community and Local Government Image: An Roinn Cumarsáide, Gníomhaithe ar son na hAeráide & Communications, Climate Action & Environment Image: Community and Local Government Image: Community and Local Government Image: Community and Local Government Image: An Roinn Cumarsáide, Gníomhaithe ar son calculations, Climate Action & Environment Image: Community and Local Government Image: Community and Local Government Image: Community and Local Government Image: An Roinn Cumarsáide, Gníomhaithe ar son calculations, Climate Action & Environment Image: Community and Local Government Image: Community and Local Government Image: Community and Local Government Image: An Roinn Calculations, Climate Action & Sport Image: Community and Local Government Image: Community and Local Government Im					
Government Agencies & Semi-State Bodies	<image/>					
Industry Bodies and Research Groups	VIEW VIND Energy Association					



Tomorrow's Energy Scenarios



- Tomorrow's Energy Scenarios 2017 document published in July
- Sets out four scenarios from 2020 – 2040
- This publication covers scenarios for Ireland only
- Scenarios will be revised every two years
- We put a lot of focus on 2030 in our publications
 - Important year from climate change policy and targets
 - Needs identified in 2030 may require some projects to kick off now



Steady Evolution

- Steady growth in renewable electricity generation
- Steady economic growth
- Household adopt new technologies
- Consumers more energy aware
- Increase in energy efficiency in homes & businesses
- Consumers gradually use electric vehicles
 & heat pumps
- Electricity powers a larger proportion of transportation and heating

Steady Evolution

Renewable electricity generation maintains a steady pace of growth. This is due to steady improvements in the economy, and in the technologies which generate electricity. New household technologies help to make electricity consumers more energy aware. This increases energy efficiency in homes and businesses. Over time, electricity consumers gradually begin to make greater use of electric vehicles and heat pumps. This means that, over time, electricity powers a larger proportion of transportation and heating.





Ireland's 2030 emissions targets are met

Onshore wind generation increases to approximately 5,200 MW by 2030

New 700 MW interconnector to Europe is in place by 2025





Low Carbon Living

- High economic growth
- Creation and rollout of new technologies for low carbon electricity generation
- Strong public demand to reduce greenhouse gas emissions
- High carbon prices and incentives for renewables
- High level of renewable generation on the grid
- Clean energy & improvements to broadband and transport drive growth in large data centres

Low Carbon Living

The economy enjoys high economic growth. This encourages the creation and rollout of new technologies for low carbon electricity generation. There is strong public demand to reduce greenhouse gas emissions. In addition to high carbon prices and incentives for renewables, this creates a high level of renewable generation on the grid. This clean energy then combines with improvements to broadband and transport to drive growth in large data centres.



Coal generation is repowered to Gas and Peat generation is repowered to Biomass by 2025

The total demand for electricity increases by 53% by 2030 compared to today





Data Centre connections reach 1950 MVA in 2030 - most of these are based in Dublin



Slow Change

- Slow economic growth
- Investment in low risk technologies only
- Slow adoption of technology by households
- Little change in electricity generation
- Avoidance of risk
- Growth in demand coming from data centres only
- Level of investment slows down significantly after 2025

Slow Change

The economy experiences very slow growth. Investment in new renewable generation is only in established, low risk technologies. Due to poor economic growth, new technologies that could increase the use of renewable generation at household and large scale levels are not adopted. Overall there is little change in the way electricity is generated when compared to today. Domestic consumers and commercial users are also avoiding risk and uncertainty. The only source of demand growth is the connection of new data centres

but the level of investment slows down significantly after 2025.

Fossil fuel generation capacity remains over 5,000 MW by 2030





The total demand for electricity increases by 22% by 2030 compared to today

Ireland's 2030 emissions targets are missed



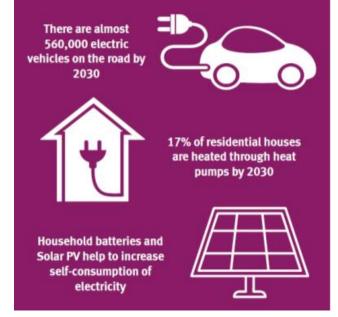


Consumer Action

- Strong economy
- High levels of consumer spending
- Public want to reduce greenhouse gas emissions
- Consumers limit energy use
- Consumers generate their own energy
- Community led energy projects
- Rapid adoption of electric vehicles & heat pumps

Consumer Action

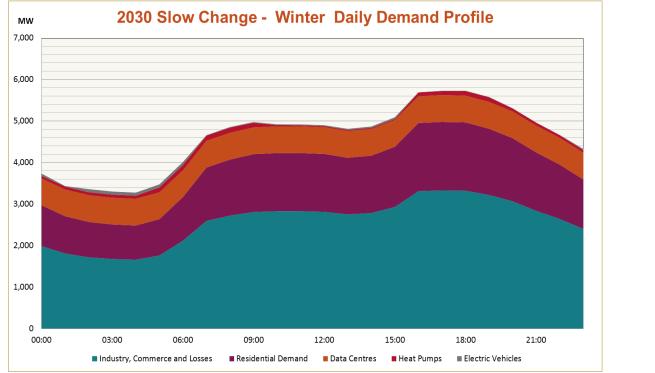
A strong economy leads to high levels of consumer spending ability. The public want to reduce greenhouse gas emissions. Electricity consumers enthusiastically limit their energy use and generate their own energy. This results in a large number of community led energy projects and a rapid adoption of electric vehicles and heat pumps in the home.





Focus on: Electricity Demand

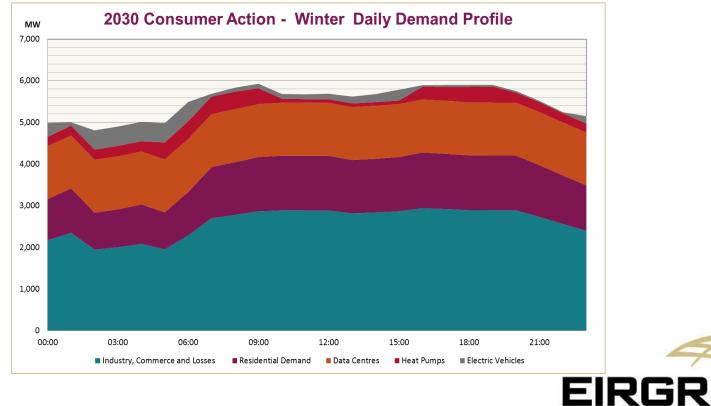
- Composition of demand varies dramatically between scenarios
- 2030 Slow Change
 - Little change to existing demand portfolio
 - Minimal demand side participation
 - No major new technologies altering profile





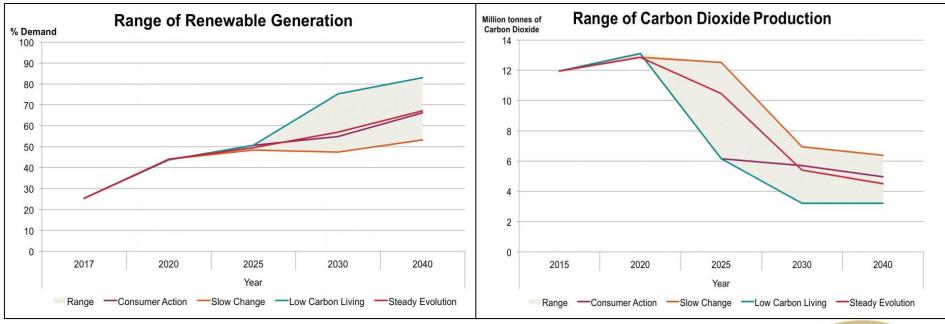
Focus on: Electricity Demand

- Composition of demand varies dramatically between scenarios
- 2030 Consumer Action
 - Major changes to existing demand portfolio
 - Demand side participation leads to high levels of peak shifting
 - Electric Vehicles and Heat Pumps alter traditional demand pattern



Focus on: Renewables and Emissions

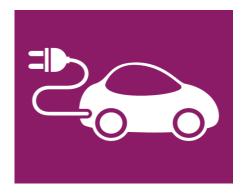
- Today's capacity is just over 2,800 MW Onshore Wind, 25 MW Offshore Wind, 20 MW Solar
- In 2030, our scenarios see onshore wind generation increasing to between 4,640 MW and 5,500 MW and offshore up to 3,000 MW
- Our 2030 scenarios consider solar capacities from 200 MW to 2,500 MW

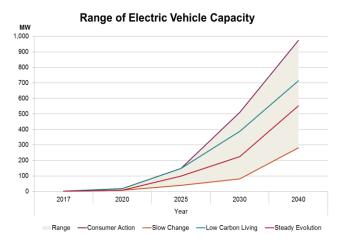




Focus on: Electric Vehicles and Storage

- There are just over 2,000 electric vehicles on the road today in Ireland
- In 2030, our scenarios see the number of electric vehicles increasing to between 90,000 and 560,000
- Key adoption rate actors include: Improvements in battery technology, consumer engagement, government policy and incentive schemes
- Battery storage increases to 1,200 MW capacity in our Consumer Action scenario by 2030 – it will play an important role in providing services to the system in future







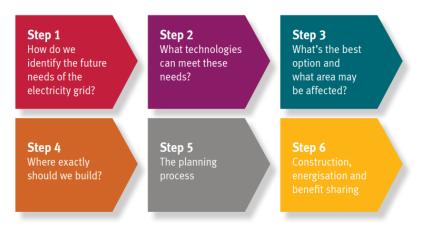
Tomorrow's Energy Scenarios – 2030 Summary

Variables	Today	Steady Evolution	Low Carbon Living	Slow Change	Consumer Action
Wind (Onshore) (MW)	2,995	5,140	5,500	4,640	5,380
Wind (Offshore) (MW)	25	700	3,000	250	1,000
Solar (MW)	20	500	2,500	200	1,500
Total Demand (TWh)	29	36.3	43.8	35.1	42.6
Total Data Centre Capacity (MVA)	250	1,100	1,950	850	1,675
Total Electric Vehicles	1,800	247,000	426,000	90,000	560,000
Total % of Vehicles which are Electric	0.1%	11%	19%	4%	25%
Coal (MW)	855	0	0	0	0
Gas (MW)	4,128	4,660	4,210	4,660	4,660
Peat (MW)	311	0	0	0	0
Fossil Fuel Generation Total (MW)	6,314	4,930	4,360	5,020	4,810
Carbon dioxide production (Mt)	12	5.4	3.2	6.9	5.7
RES-E as % of demand	25%	57%	75%	47%	55%



TES input into Planning and Operations

- Tomorrow's Energy Scenarios are key to the new Framework for Grid Development process
- They are utilised in every aspect:
 - Needs Identification
 - Solution Optioneering
 - Detailed Solution Analysis
 - Cost Benefit Analysis
 - Least Worst Regrets



- Utilised in future operational analysis too EU SysFlex & Future Interconnection Study
 EUSysFlex
- A more robust approach in the face of increasing uncertainty





19th September 2017

John Young





Presentation Overview



- H2020 Scheme
- EU-SysFlex Project Overview
- The Consortium
- Benefits
- Next Steps





Horizon 2020

- Financial instrument implementing the "innovation union"
- Aimed at securing EU competitiveness
- €80bn fund 2014-2020







The Call for Proposals



Demonstration of **system integration** with **smart transmission grid** and **storage technologies** with **increasing share of renewables.**





Project Dimensions

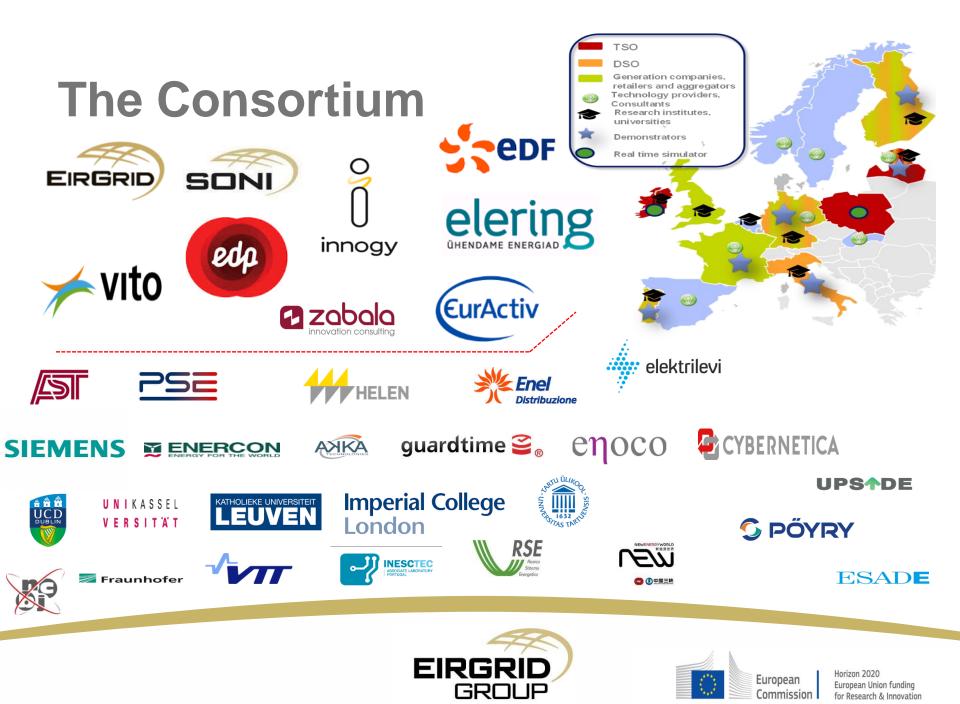


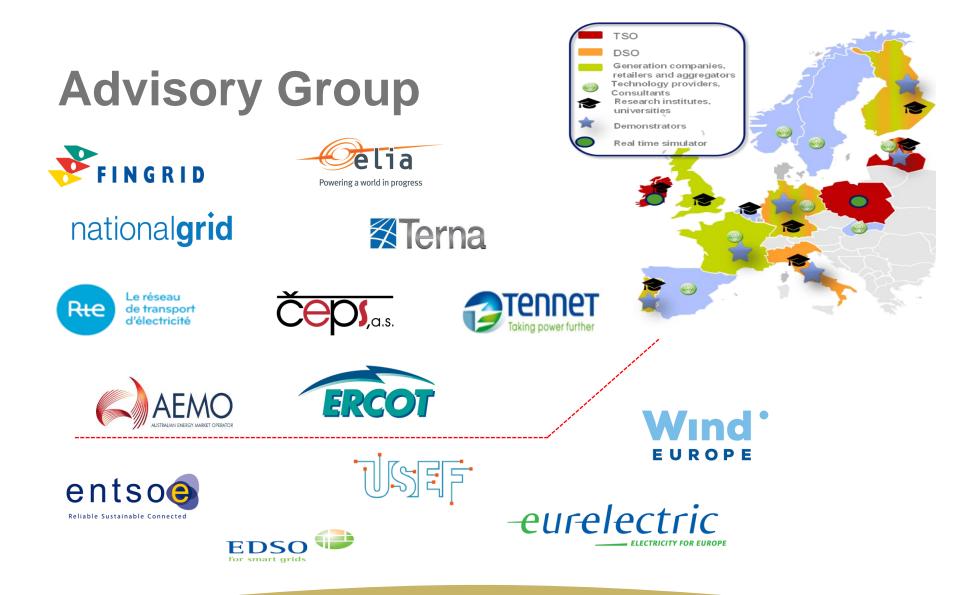
- Characterise technical shortfalls of EU system for 50% RES 2030 scenarios.
- Recommendations of Market and Regulatory augmentation.
- Increase capability of system service to facilitate high RES
- Provide tools to support TSOs in integration of system services
- Scalability and Replicability analysis







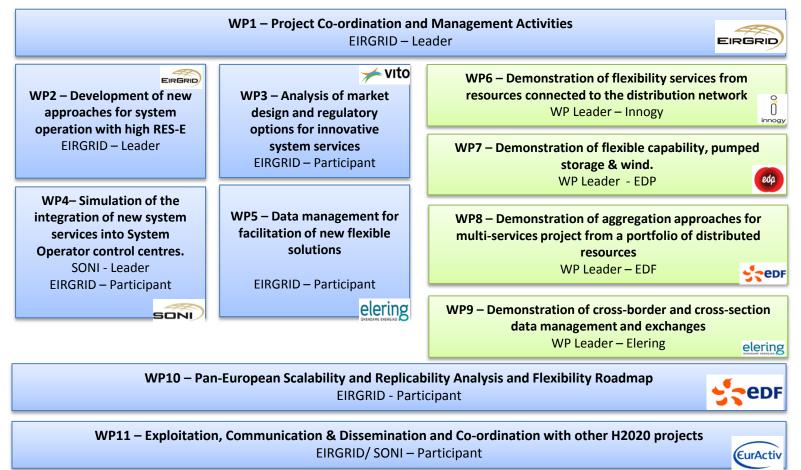








EirGrid & SONI Leadership







H2020 Grant and Benefits



Consortium grant - €20m

- EU Funding to facilitate the Island of Ireland meeting its renewable targets.
- Growing influence within Europe.
- Learn from of European Partners.







Next Steps

- Project Commencement 1st November.
- Official Project Public Launch Q1 2018.





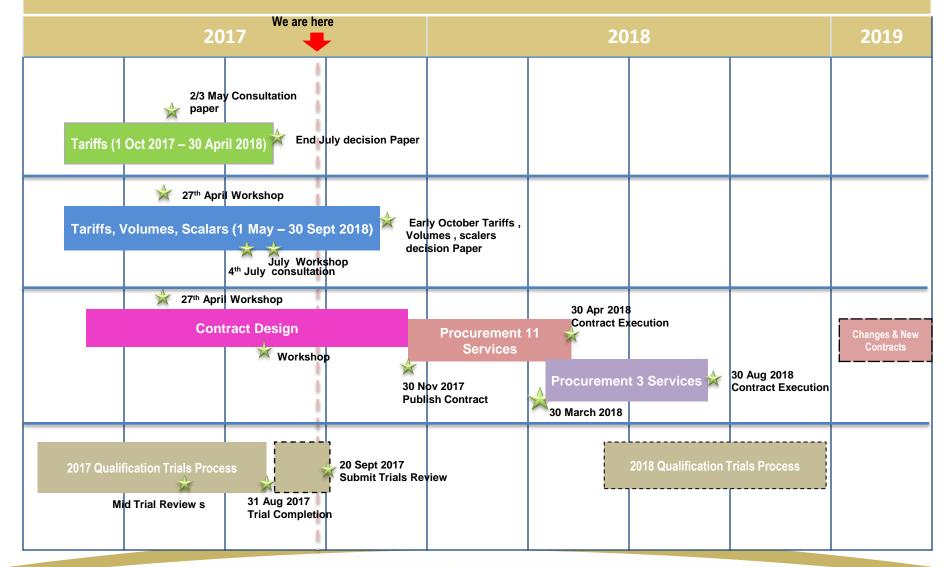


System Services Update

Ian Connaughton, DS3 System Services Programme Manager

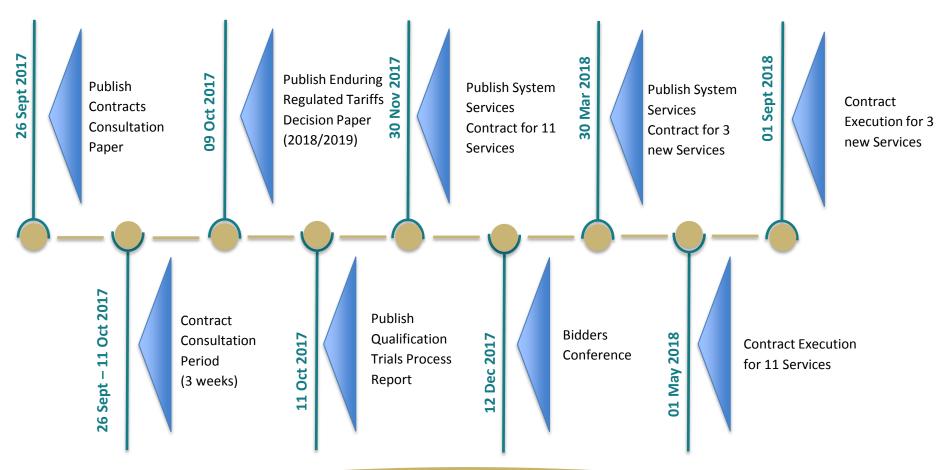


DS3 System Services 2017/18 - Milestone Plan





Upcoming Milestones





Achievements

Qualification Trials Process	01 March – 31 August 2017
DS3 System Services Industry Workshop	27 April 2017
Roll Over Tariffs (Oct 2017 – May 2018) Consultation	02 May – 30 May 2017
Publish Roll Over Tariffs (Oct 2017 – May 2018) Decision Paper	24 July 2017
Regulated Tariff and Scalar Design Consultation Period	04 July – 21 August 2017
DS3 System Services Industry Workshop	01 August 2017



Placeholder for RA update



Future Interconnection Study Noel Cunniffe 19th September 2017



Introduction and Background

- Additional interconnection is likely over the next decade to Great Britain and/or France
- Numerous benefits to increased interconnection:
 - a) Increased security of supply high capacity link
 - b) Support to renewable development
 - c) Increased market competition
- Potential system impacts due to:
 - a) Increased SNSP levels
 - Increased Largest Single Infeed/Outfeed from 500 MW to potentially 750 MW



Future Interconnection Study Overview

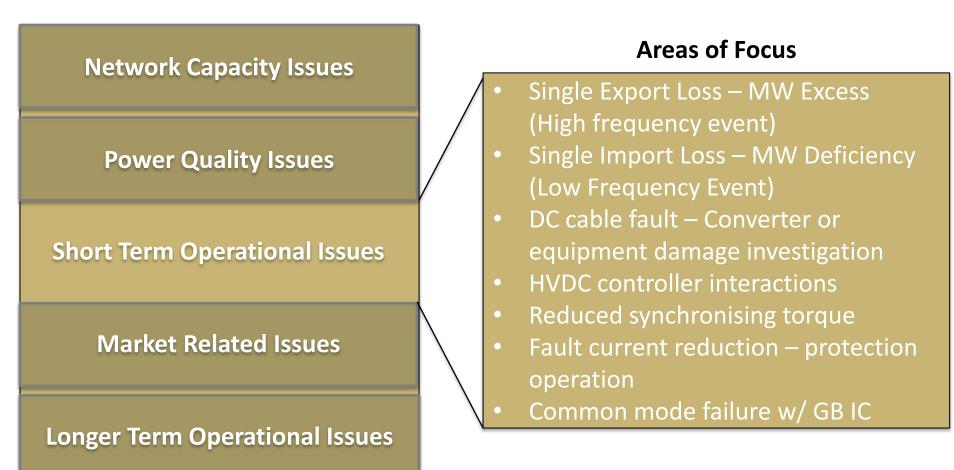


Stakeholder engagement

Interconnection developers with PCI status
 Partner TSOs

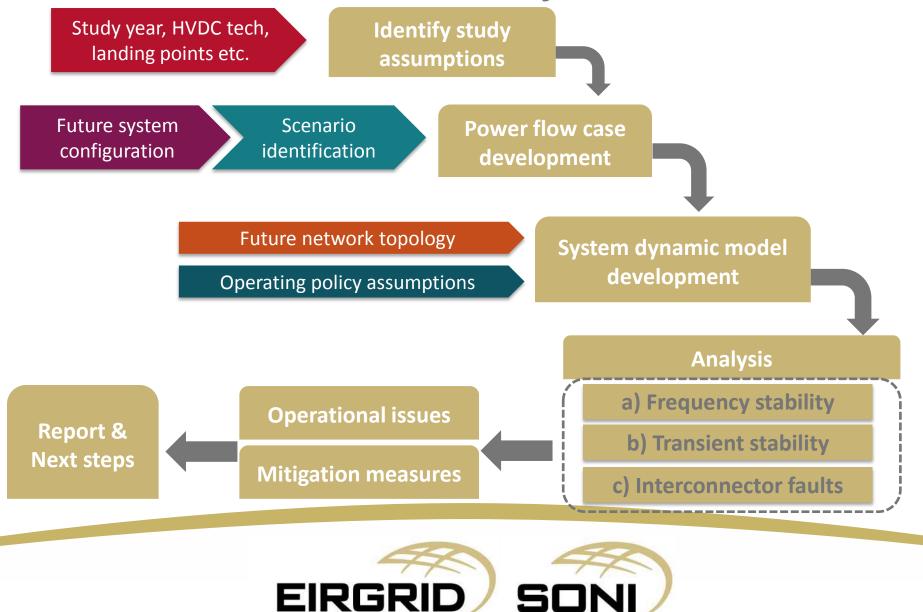


Potential System Issues

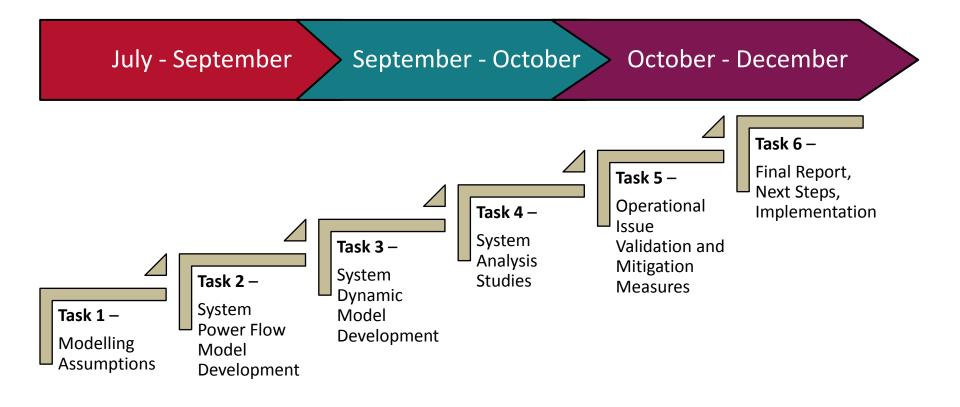




Future Interconnection Study Process



Future Interconnection Study Timeline







- Work Package 2 focuses on high levels of renewables with the large-scale rollout of new technologies on the All-Island system
- Future interconnection will be studied in detail for 2030 scenarios
- Work from Future Interconnection Study will be feed into this

