

New Power Dynamics : Greening the Grid and RTM BCC&I - 2nd Edition of Annual **Power Conference** 8 October, 2020

Greening the Grid : Learning from Emerging Scenario

A.K. Saxena, Senior Director, The Energy and Resources Institute (TERI)

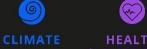


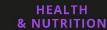




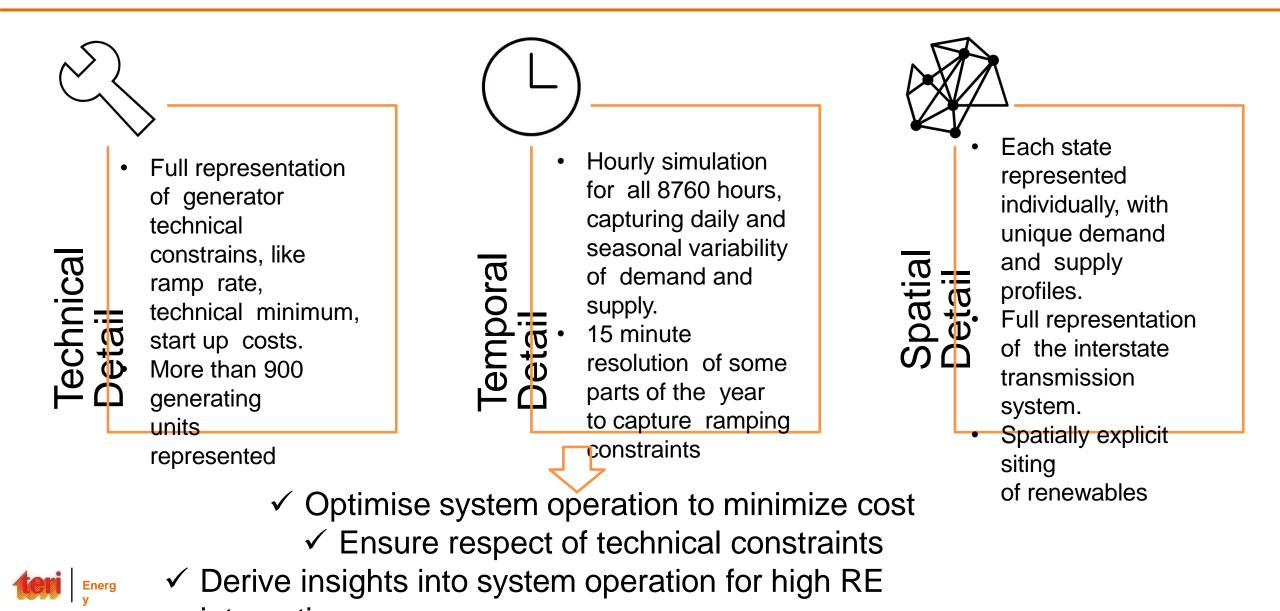








Studying Integration of Variable Renewables in the Indian Power System: The PyPSA-India Model



Scenario Framework



Generation capacities

- Baseline capacity scenarios (26% VRE in total <u>generation</u>)
- High renewable energy scenarios (32% VRE in total generation)
- Power system flexibility
 - Degree of thermal flexibility
- Introduction of battery energy storage

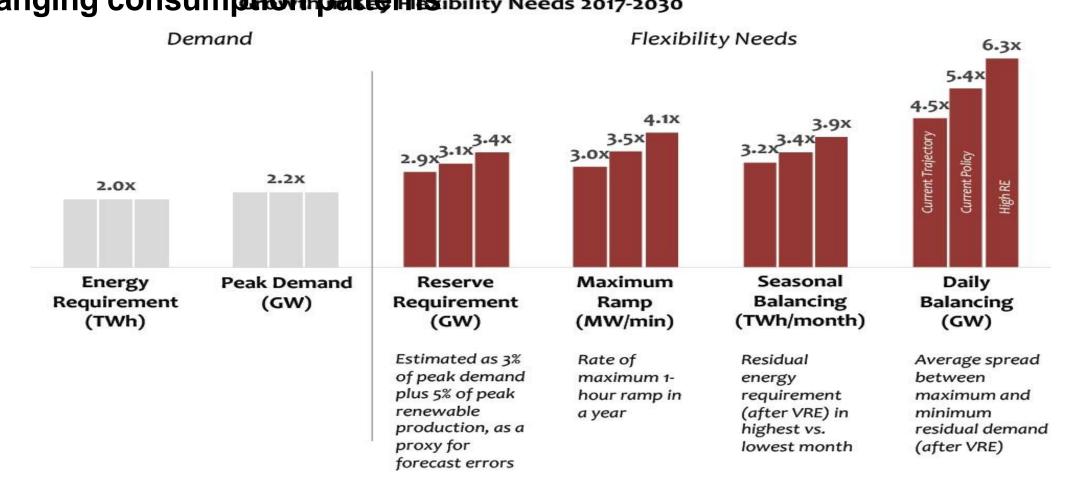


Transmission system and power transfer flexibility

- Development of the transmission system
- Optimization of scheduling and dispatch across states

- ✓ Seven unique scenario combinations
- ✓ Four sensitivities around key aspects of RE integration
- ✓ More than 100 hours of model simulation
- ✓ Entire results dataset available for public download
- Dedicated website
 - for results visualization and

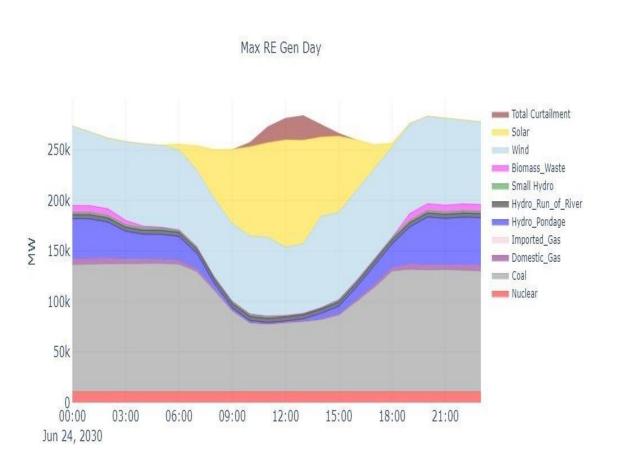
Key Message # 1 : Flexibility needs will increase faster than electricity demand, driven by increased variable generation and changing consumption patterns ibility Needs 2017-2030



A portfolio of flexibility options across demand, supply and storage can lower implementation



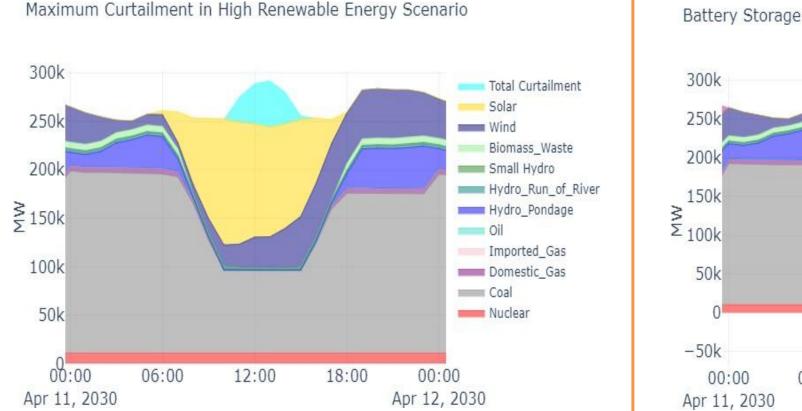
Key Message # 2 : The Conventional Coal and Hydro Fleet Have a Crucial Role to Play



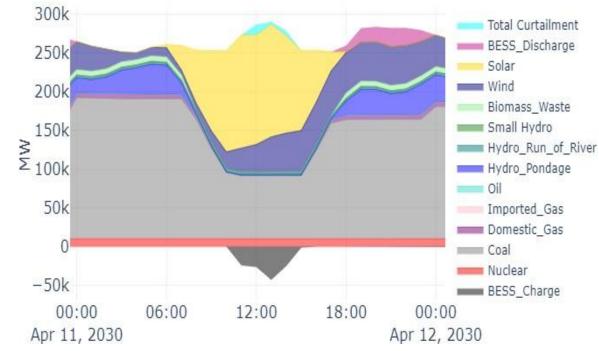
- The aggregate annual PLF of the coal fleet is 58-65%.
- But coal shifts from providing baseload to providing substantial flexibility by varying its output across the day and across the seasons.
- Achievement of the 55% technical minimum is crucial for the entire fleet by 2030, and some plants may be required to achieve a lower technical minimum.
- Technically challenging 'two-shifting' may be required from some coal units, unless other sources of flexibility are developed.
- Hydro provides an essential fast-ramping resource for peaking, and must be reserved for this purpose.



Key Message # 3: Battery Storage and Pumped Hydro Storage Can Provide Multiple Benefits and Need to be Developed At Scale by 2030

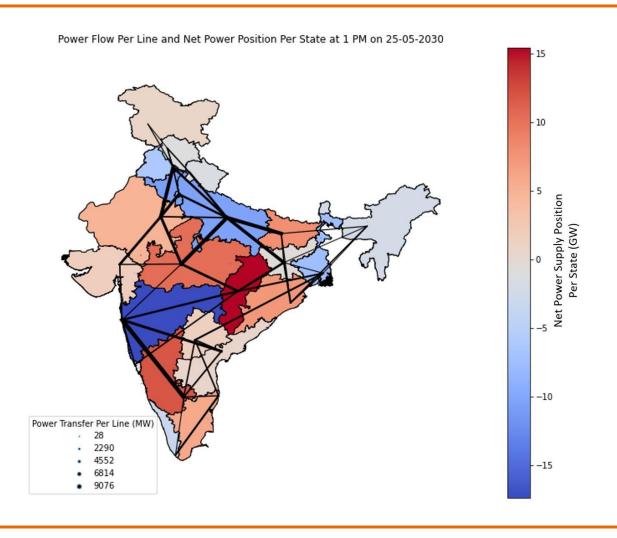


Battery Storage in High Renewable Energy Scenario





Key Message # 4 : The Power Grid Provides a Crucial Tool for Facilitating Higher Shares of RE Than States Could Achieve On Their Own

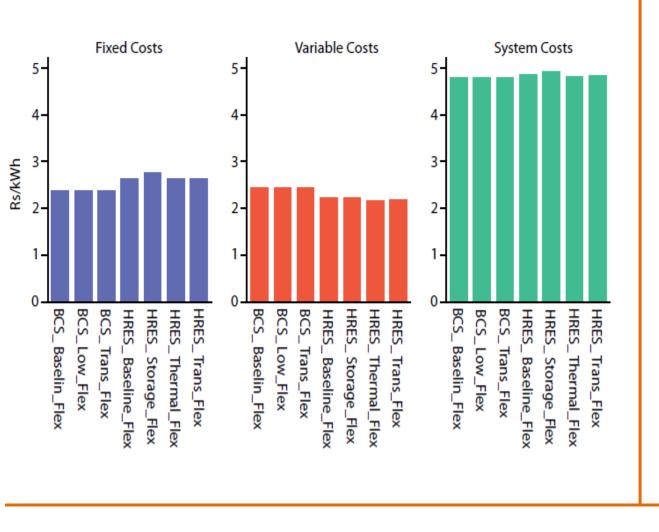


- India's large and integrated grid provides a crucial tool for integrating large shares of RE.
- Interstate power flows are substantial and vary in direction and magnitude depending on the time of day and the season of the year.
- Managing these power flows requires not just more infrastructure, but also regulatory and market reforms to promote cross-border scheduling and dispatch of power.
- Power system planning at state level needs to incorporate a regional perspective, so that resource planning takes into account the regional perspective.



Key Message

5: India Can Integrate Large Shares of Variable Renewables by 2030 At No Extra System Cost



- The model provides a detailed assessment of total system costs:
 - Fuel costs and start up costs.
 - Investment and fixed O&M costs in generating assets.
- Total fixed costs are highest in the HRES scenarios, because these have the highest capacities and additional costs in the form of battery storage.
- However, total variable costs are lower in the HRES scenarios, because there is lower dispatch of high marginal cost power.
- Total system costs are essentially the same between the BCS and HRES scenarios, because of this substitution between fixed and variable costs.





Thank <u>ak.saxena@teri.res</u> **YOU**

https://www.teriin.org













