



## Economic Dispatch and Unit Commitment of a Single Micro-Gas Turbine under CHP Operation

#### Johannes F. Rist

Technical University of Munich

#### Miguel F. Diaz

Instituto Superior Tecnico

Michael Palman , **Daniel Zelazo**, Beni Cukurel Technion





#### **EU electricity generation trends**

(taken from "EU Energy, Transmission, and GHG Emissions: Trends to 2050 - Reference Scenario 2013"

#### IACAS

## **The Future Energy Landscape**











Increasing integration Into the grid!



...intermittent and not on demand!

#### IACAS

## **The Future Energy Landscape**











environmental concerns

#### finite resource

#### IACAS

## **The Future Energy Landscape**









Natural Gas is clean, cheap, and safe!





## **Energy Independence in Israel**





source: https://www.greenprophet.com/2012/02/israel-lebanon-natural-gas-discovery/

Leviathan - 22 trillion cubic feet Tamar – 10.8 trillion cubic feet Tanin - 3 trillion cubic feet

Natural Gas could transform Israel's energy market!

## Natural Gas and the Smart Grid





Natural gas is the *ideal* near-term solution to bridge the gap between traditional energy generation and renewables



## **Micro-Gas Turbines for CHP**





- runs on natural gas
- high power-to-weight ratio
- small terrain footprint
- reliable (few moving parts)
- quiet
- agile and flexible on-demand!

**Electricity and Heating/Cooling Generation** 



## **MGT Integration into the Grid**





utility



Meet the consumer power demand in an economically optimal way

IACAS

## **The Economic Dispatch Problem**



**Economic Dispatch** is a short-term scheduling for the output of a number of electricity generation facilities required to **meet system demand** at the **lowest cost** subject to **operational constraints** 

$$\begin{array}{ll} \min & J(P,H) & $\$$ \\ s.t. & P = D_P & \\ & H = D_H & \\ & \text{operational constraints} \end{array} \\ O_P & \text{Electricity Demand} \\ O_H & \text{Heat Demand} \end{array}$$

IACAS

## **The Economic Dispatch Problem**





#### What is the cost of operating an MGT?

- relation of fuel consumption to heat and power output
- start-up and shut-down costs
- time constants for power delivery



#### **Electricity and Heat Tariffs**

- how much does electricity cost
- electricity market for buying and selling power

#### **Consumer Needs**

 what are the power and heat demand profiles for consumers

#### IACAS

## **MGT Modeling**



### **Recuperated Gas Turbine Cycle Diagram**



02 - 03: Compressor – flow pressure rises. 03 - 031: Recuperator – the temperature of the flow is further increased in the recuperator by energy recovering. 031 - 04: Combustor – energy addition.

04 – 05 : Turbine – the thermal energy is converted into mechanical energy that is provided to compressor and the electrical power generator.



## **MGT Modeling**



#### **Recuperated MGT Simulation Model**



IACAS

## **MGT Modeling**





IACAS

## **Towards an Optimization Model**



#### **Operational Constraints as discretized state-transition graph**



- system "state" is shaft speed and bypass valve
- arrows indicate allowable transitions to new steady-states, and their time





## Towards on Ontimization Model

#### ized state-transition graph





- system "state" is shaft speed and bypass valve
- arrows indicate allowable transitions to new steady-states, and their time



## **Towards an Optimization Model**



#### **Operational Constraints as** (





 $\begin{array}{c} \underbrace{\mathsf{MGT}}_{(x_{i},t_{i})} \underbrace{\mathsf{Ngraphs}}_{i} \underbrace{\mathsf{Corr}}_{i} \underbrace{\mathsf{Corr}}_{i}$ 

- maintenance cost
- utility commitment and consumer demand



## **Towards an Optimization Model**



$$J(x_{GT}, u_{GT}, x_{UT}^P, x_{UT}^H)$$

subject to

(MGT Dynamics)

 $\min_{\substack{x_{GT}, u_{GT}, x_{UT}^P, x_{UT}^H}}$ 

(Power Balance)

(Heat Balance)

$$\begin{aligned} x_{GT}(t + c\Delta T) &= f_{GT}(x_{GT}(t), u_{GT}(t)), \\ P_{GT}(x_{GT}(t)) + (x_{UT}^{P}(t) - P(t)) &= 0, \\ H_{GT}(x_{GT}(t)) + (x_{UT}^{H}(t) - H(t)) &= 0, \\ x_{GT}(t) &\in \{(p_i(t), h_j(t)), i = 1, \dots, \mathbf{s}, j = 1, \dots, \mathbf{v}\} \\ x_{UT}^{P}(t) &\geq 0, \ x_{UT}^{H}(t) \geq 0, \ t = 1, \dots, T. \end{aligned}$$

#### **Optimization over a** *directed acyclic graph*

Shortest Path Algorithm – complexity is linear in #nodes+edges

## **Case Studies**





# Full Service Restaurant commercial medium electricity tariff $511m^2$



**Large Hotel** commercial tall electricity tariff  $11,345m^2$ 

Demand and Tariff Data US DOE 2004



#### **Small Hotel**

commercial medium electricity tariff  $4,013 m^2 \,$ 



#### **Residential Building**

residential electricity tariff neighborhood of 20 apartment buildings



### **Case Studies**





IACAS

## **Full Service Restaraunt**





#### **Heat Driven Operation**

During winter, electricity is a byproduct of meeting the heat demand.

#### **Maintenance Driven Operation**

In Summer and Spring, startup and shutdown costs are too high to operate the MGT.

#### IACAS

## Large Hotel





#### **Electricity Driven Operation**

Power demand of the large hotel exceeds the maximum capacity of the MGT.

**Optimal commitment requires** contributions from both MGT and Utilitiy



16.03.17

25

## Small Hotel









Heat Driven Operation

Waintenance Driven Operation

MGT operates at low power commitment levels, while heat demand is supplied at a competitive unit efficiency During off-peak hours in summer, the MGT is operated to avoid additional startup/shutdown costs



## **Residential Community**





Heat

**Power** 



#### **Revenue Driven Operation**

In intermediate tariff hours, the MGT operates above the demand, selling electricity back to the grid

#### **Flexible Operations**

During off-peak hours, the MGT either operates **electricity**, **heat**, **or maintenance** driven, depending on situation





**Electricity Driven:** In case of the large hotel, when power and heat demand exceed the MGT capability permanently.

Heat Driven: Small hotel and restaurant due to more competitive energy generation with respect to the demand profiles.

Maintenance Driven: In off-peak hours of the small hotel and restaurant where utility prices are low to avoid cycle costs.

**Revenue Driven:** Operation in residential neighbourhood aims to generate excess electricity that can be sold to the grid.



## Conclusions





Micro-Gas Turbines using natural gas is an economically viable solution towards a distributed power generation economy



Detailed modeling required to gain a better understanding of the economic operational modes of the MGT





## a dynamic real-time algorithm for integration of the MGT into the smart-grid

operation of MGT "banks" for distributed economic dispatch





## Acknowledgements



Johannes F. Rist Technical University of Munich Miguel F. Diaz Instituto Superior Tecnico

Michael Palman, Daniel Zelazo, Beni Cukurel Technion





*Economic Dispatch and Unit Commitment of a Single Micro-Gas Turbine under CHP Operation,* Applied Energy (under review).

## **Questions?**

