

### STRIDE Smart grid workshop

Lecture 2
Smart grid motivation





#### **Contents**

- The traditional electricity grid
  - Challenges
- Smart grid solutions and motivations
  - Overview of smart grid benefits
    - Smart grid barriers
- Processes, people and policies for developing Smart grids
  - Smart grid in short

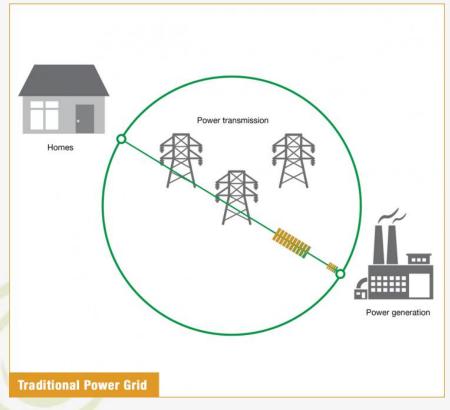


#### The traditional power grid

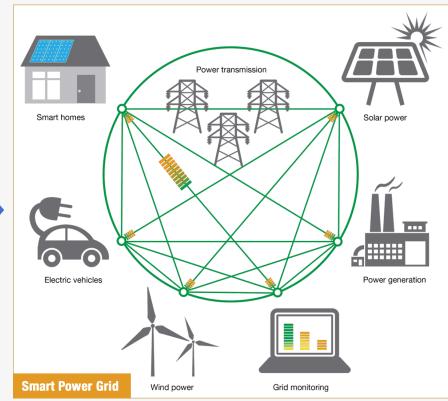
- Four development phases of Power system
- Old fashioned
- Created with different energy needs in mind
- Changes in recent years electricity market, renewable energy sources, electric vehicles, etc.
- Main purpose sufficient supply of reliable, high quality electricity to its consumers
- Centralised control system
- Large and dislocated power plants



#### The history of changes in the Power systems

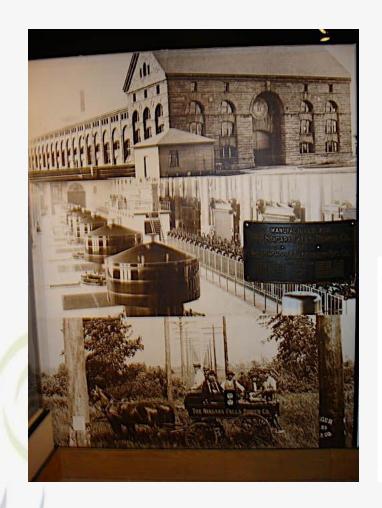


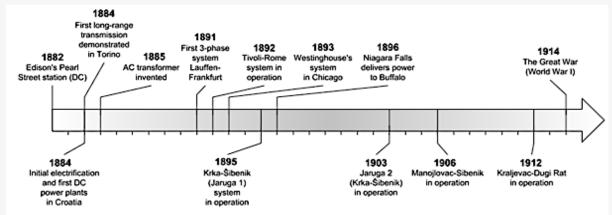


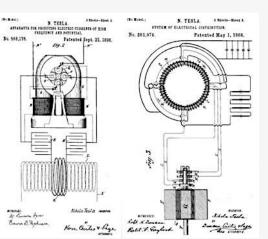




#### Energy 1.0: To make it work (1890 - 1920)







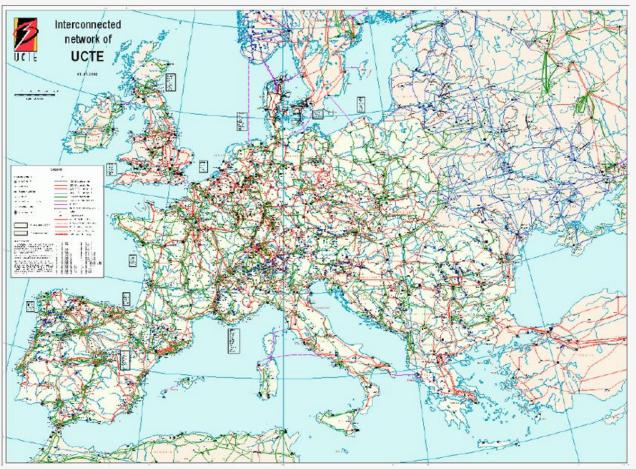




### Energy 2.0: To make it big and affordable (1920-1990)



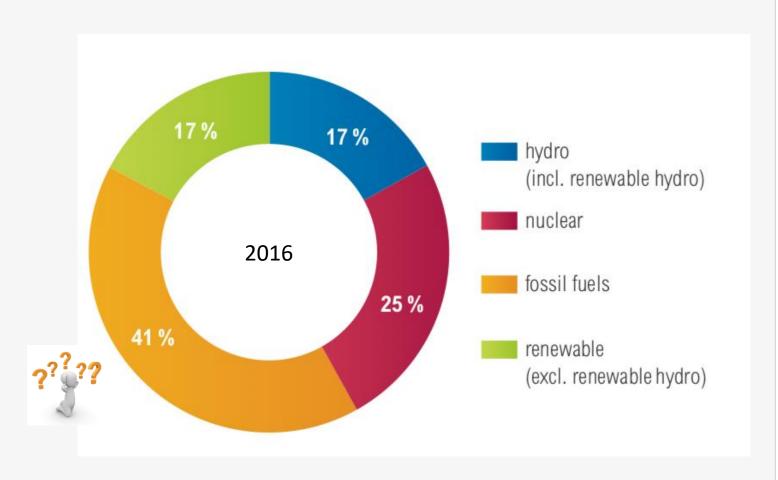






### Energy 3.0: To make it sustainable, market based and still affordable (from 1990)

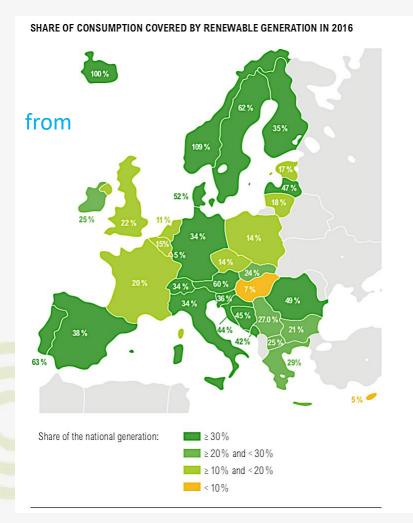






#### Energy 4.0: To make it SMART, environmentally friendly,

sustainable, market based, and still affordable ...









### The new energy system Energy 4.0 ... is "simply" smart and green



Almost every way we make electricity today, except for the emerging renewables and nuclear, puts out CO2. And so, what we're going to have to do at a global scale, is create a new system. And so, we need energy miracles.

— Bill Gates —

AZ QUOTES

# NEED A MIRACLE?



### If the answer is yes, the question is HOW





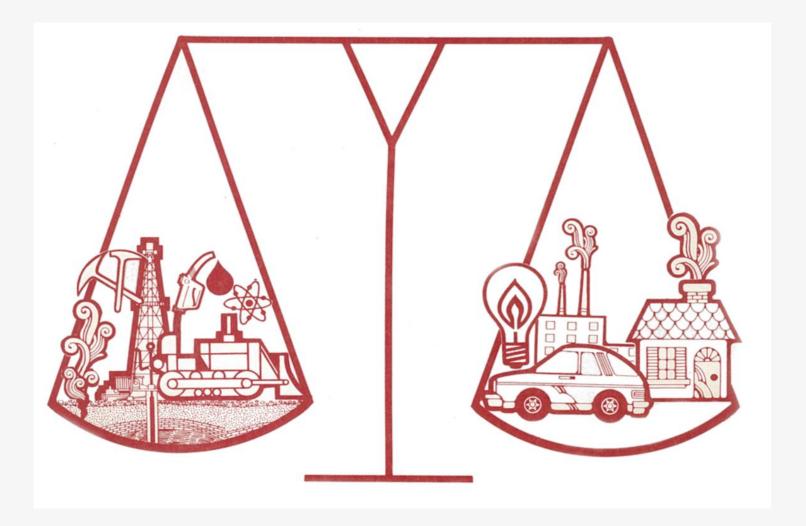
### The Power system

General

11

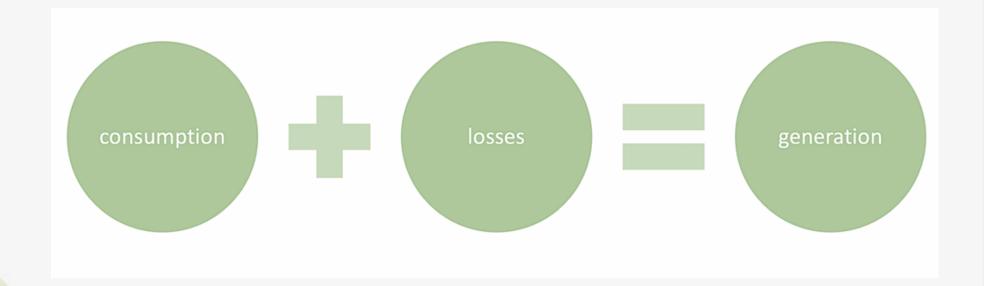


### Production and consumption balance (1)





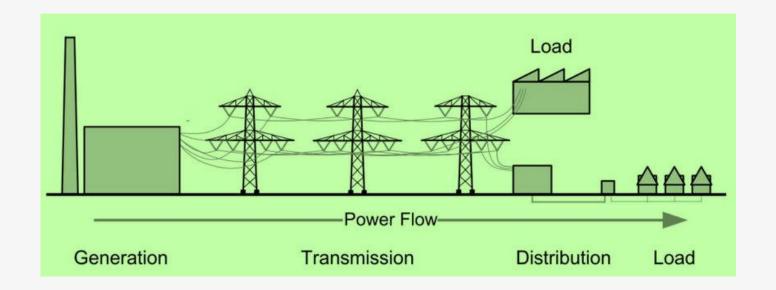
### Production and consumption balance (2)





### Traditional power system division

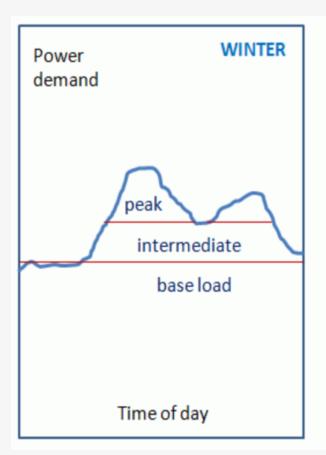
- Generation
- Transmission
- Distribution
- Consumption

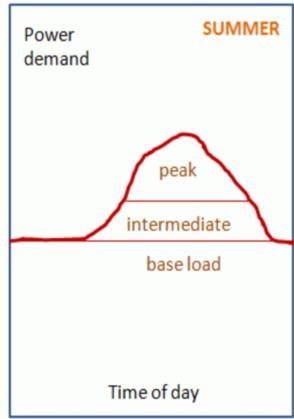




### Typical daily power demand curves

- Daily load curve predictions
- Base, intermediate and peak load

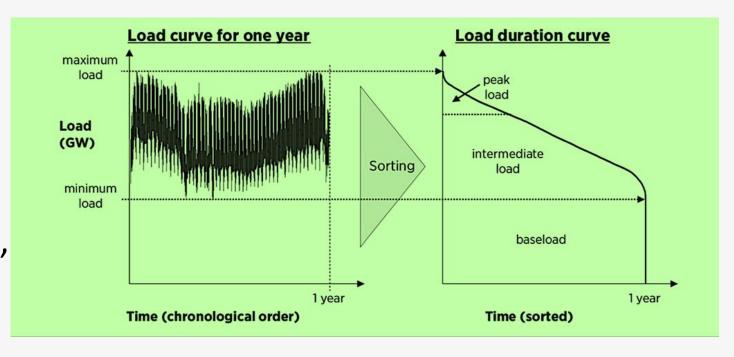






### Example of a yearly load curve

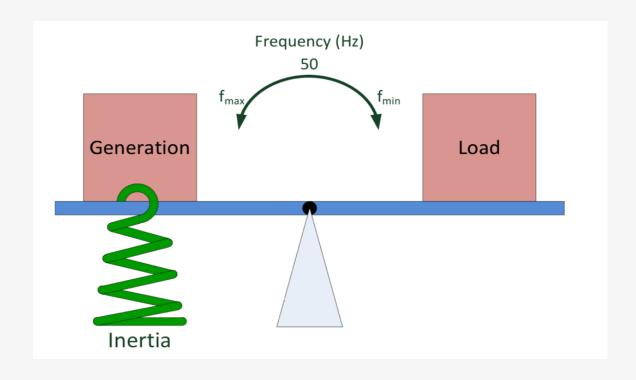
- The yearly load curve of Electrical Power System
- Shows the time during which base, intermediate and peak load occur





#### Power system inertia (1)

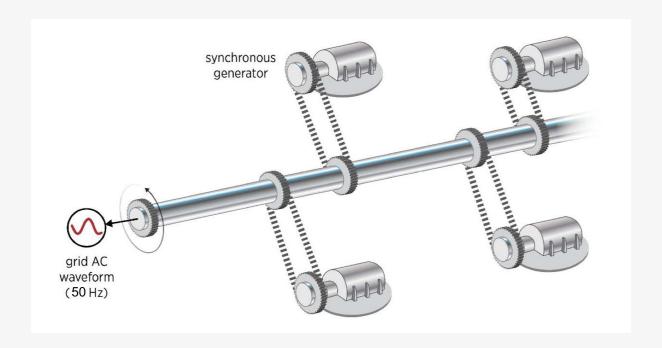
- Interconnected grids
- Same frequency and phase
- High physical inertia helps with balancing





#### Power system inertia (2)

- Synchronous generators - provide inertia via their rotating masses
- Helps maintain the frequency and ensures grid security
- Necessary in case of sudden disturbances





#### TSO's and DSO's

- Ensuring security of supply and quality of service
- Consumption prediction
- Market clearing
- Redispatch





#### Classical power system's challenges (1)

- Growing energy demand
- High greenhouse gas emissions
- High dependence on imported raw materials for energy production
- Increase in peak electricity demand
- Growing number of decentralised renewables in the energy mix - stability issues

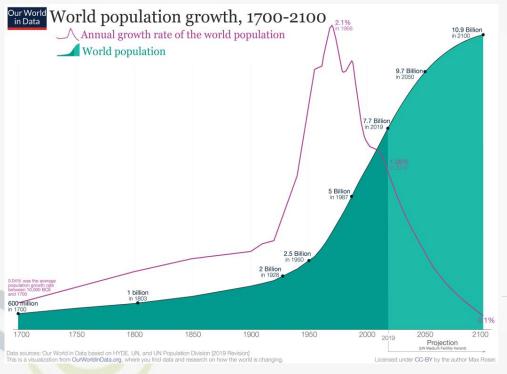


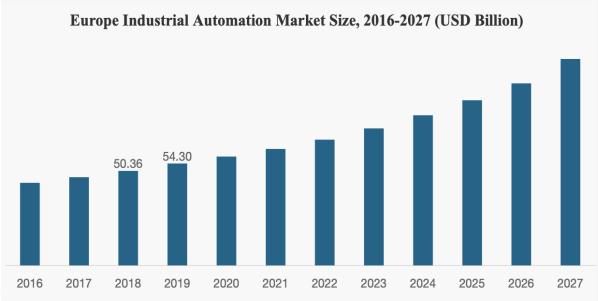
#### Classical power system's challenges (2)

- Reliability challenges
  - Supply interruptions
  - VolL (Value of Lost Load)
- Growing number of EV's
- No consumer participation passive consumption
- Manual monitoring and restoration



### Challenge 1: Growing energy demand

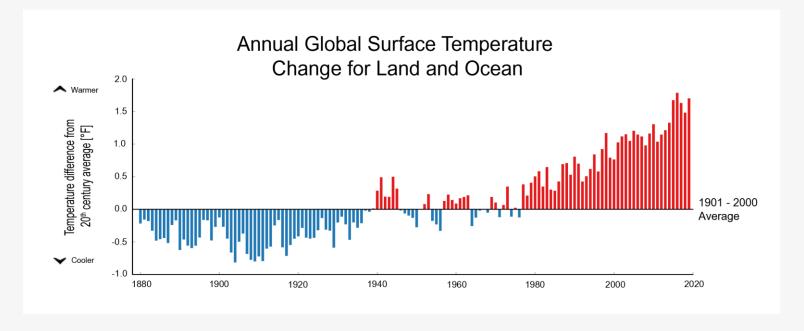






# Challenge 2: High greenhouse gas emissions (1)

- Climate change the defining issue of our time
- Large scale global impacts
- Average global temperature rise of 1.5°C above pre-industrial levels ????

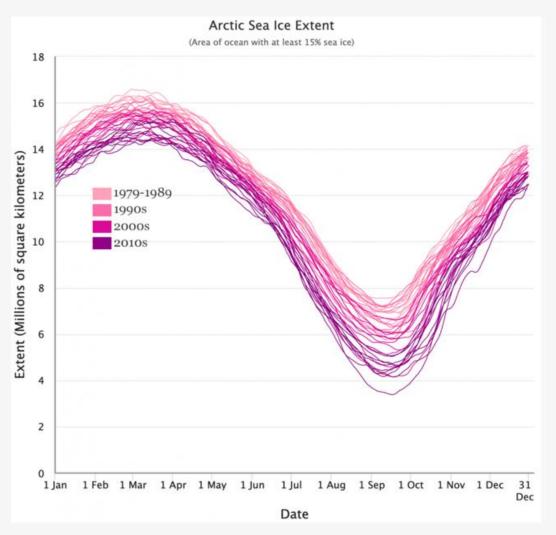


23



### Challenge 2: High greenhouse gas emissions (2)

- Polar regions more drastic temperature change
- Arctic amplification –
   Arctic warmed at twice the speed
- Nearly 4°C from 1960
- Ice and snow cover decrease

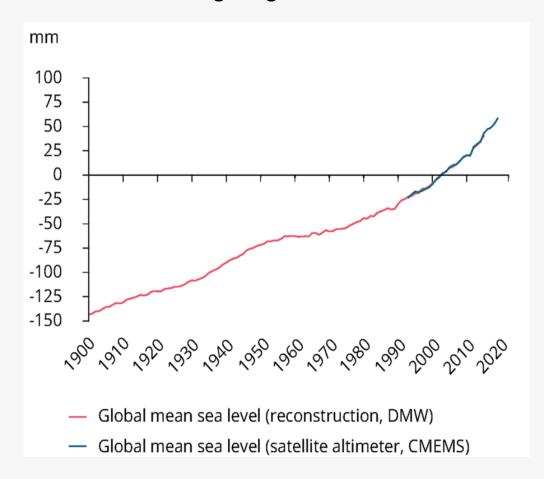




# Challenge 2: High greenhouse gas emissions (3)

Observed change in global mean sea level

- Oceans warming
- 19cm sea level rise from 1901 to 2010
- Predicted 40cm -63cm rise by 2100





# National Geographic Prediction in February 2014: increase 4°C

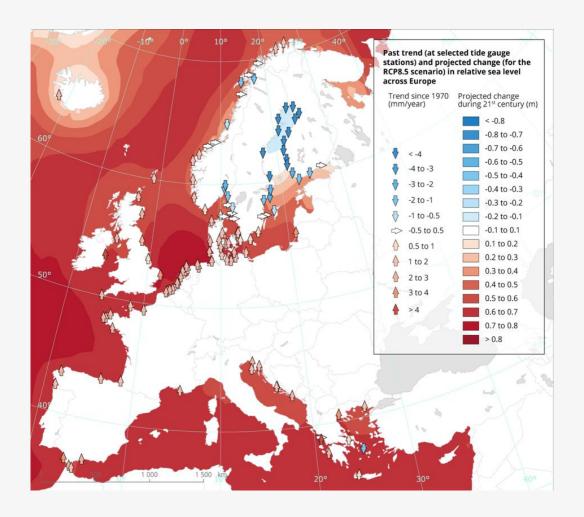






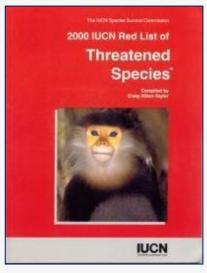
## Challenge 2: High greenhouse gas emissions (4)

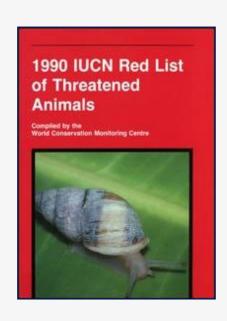
- Rising temperatures affect animal species
- Increased risk of floods, droughts, wildfires, drinking water shortage, hurricanes and typhoons

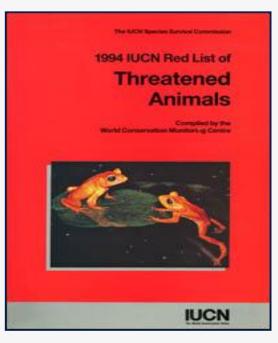




#### Red lists



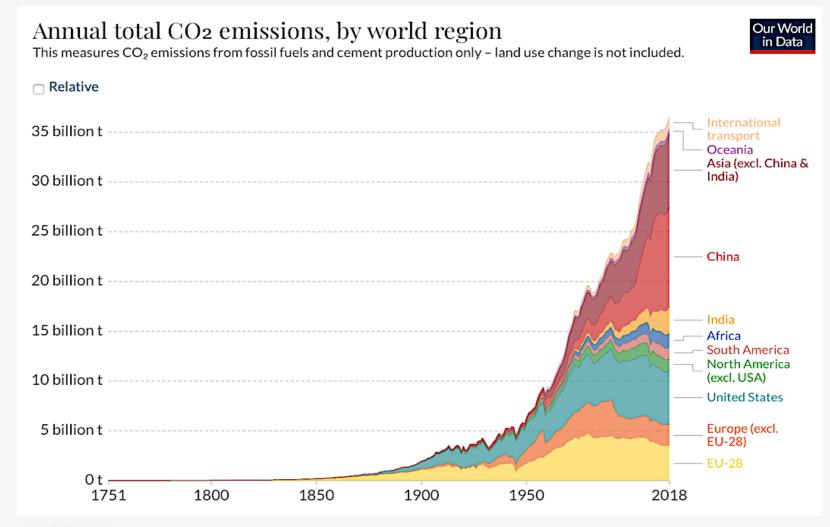








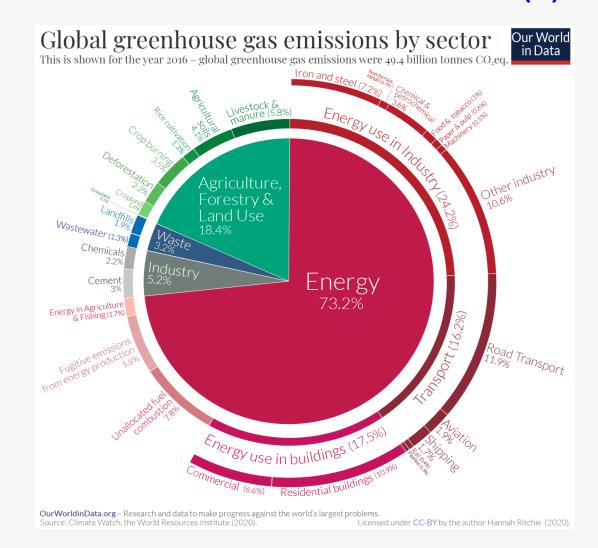
# Challenge 2: High greenhouse gas emissions (5)





# Challenge 2: High greenhouse gas emissions (6)

- Energy sector most emission contribution
- 73.2% of emissions
- Coal fired electricity -30% of global CO2 emissions in 2019
- 2/3 of the increase in global emissions in 2018 from the power sector





### Challenge 2: High greenhouse gas emissions (7)

#### Negative

- additional generation od over 100 TWh in 2018 2/3 of GHG emissions increase due to additional generation from fossil-fuel power plants
- China, India and the USA 85% of net increase in emissions from fossil-fuel electricity generation

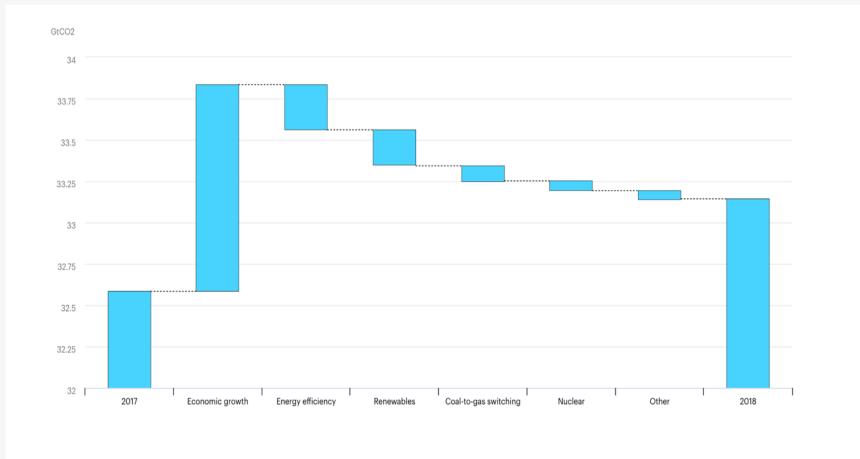
#### Positive

- Germany, Japan, Mexico, France and the UK lowered emissions due to high RES integration
- combined savings from renewables in Europe and China 2/3 of global avoided emissions



# Challenge 2: High greenhouse gas emissions (8)

Change in global energy-related CO2 emissions and avoided emissions, 2017 – 2018

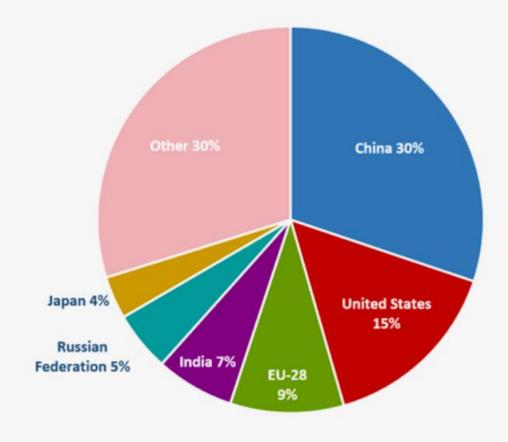




# Challenge 2: High greenhouse gas emissions (9)

Global CO<sub>2</sub> emissions by country or region, 2014

- EU limiting global warming to 1.5°C
- EU 6.66% of global population – 9% of GHG emissions in 2014

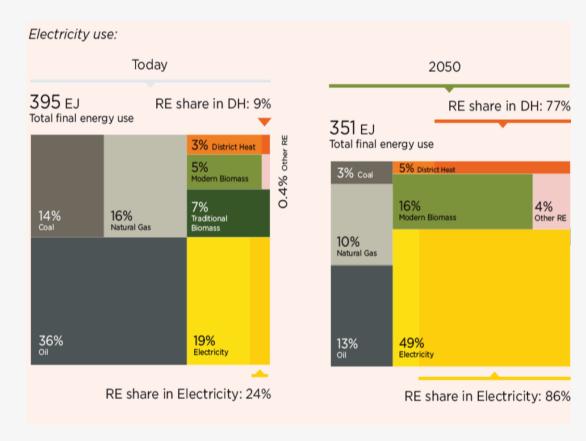




## Challenge 2: High greenhouse gas emissions (10)

- Electrification of transportation, building and industrial sectors
  - Great GHG emission reductions
  - 90% of necessary GHG reductions by 2050 if used with RES
  - Potentially detrimental to current power grid (smart grid solutions)

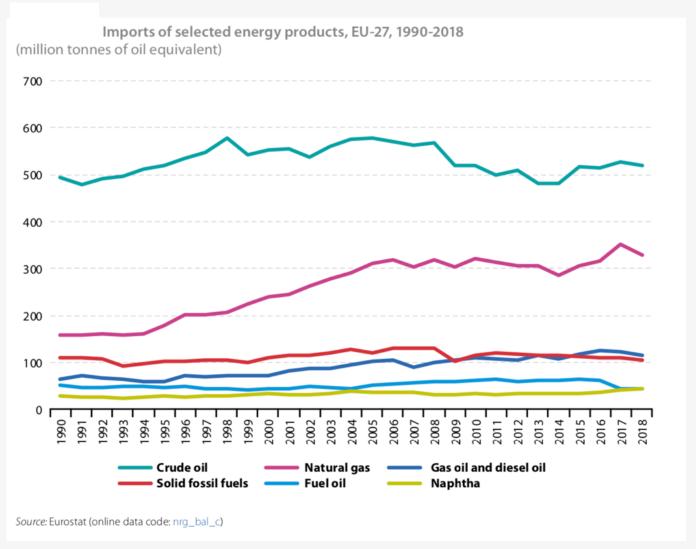
Electrification projects by 2050





### Challenge 3: High dependence on imported raw materials for energy production (1)

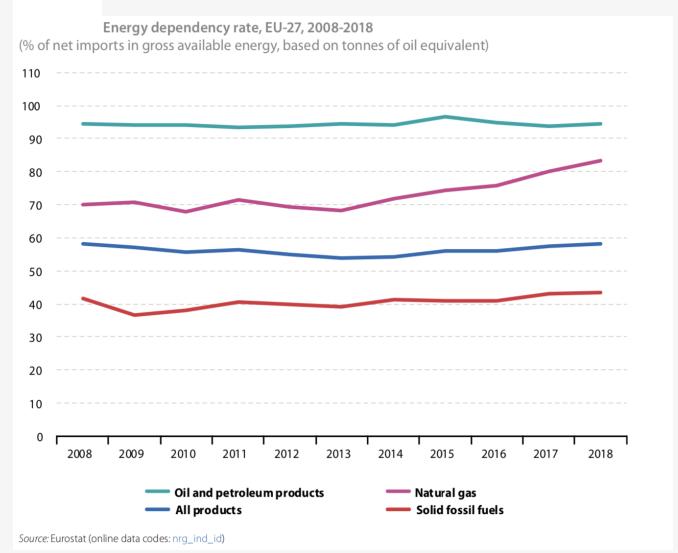
- None of the EU member states have a positive energy balance
- 2018 EU imported 58% of energy from abroad





### Challenge 3: High dependence on imported raw materials for energy production (2)

- 2018 dependency on:
  - Oil and petroleum products - 94,6%
  - Natural gas 83,2%
- Transport sector:
  - Biggest driver 2/3of final oil demand
  - Biggest GHG emitter in the EU





### Challenge 3: High dependence on imported raw materials for energy production (3)

- 2009 natural gas import crisis example that highlights dangers of energy dependency
- Energy dependency big challenge to energy security
- Strategies to lower dependency:
  - Reducing usage of fossil fuels
  - Increasing available on sight production mainly renewables
  - Electrification of the transport sector
  - Implementation of smart grids



### Challenge 4: Increase in peak electricity demand (1)

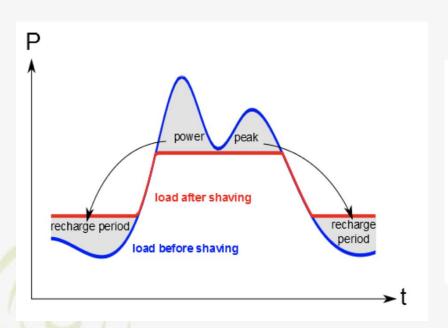
- By the end of the century:
  - Cooling electricity consumption rise 156% ↑
  - Net electricity consumption rise 17%
  - Rising peak demand
- Problems with higher peak demand:
  - Added stress on the system
  - Higher reserve margins needed to avoid outages
  - More difficult system management

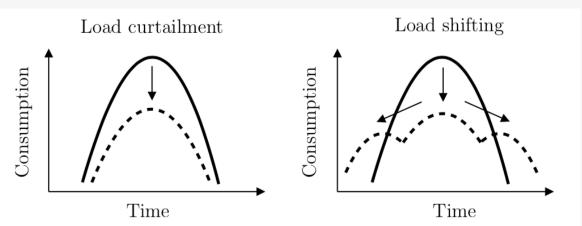


### Challenge 4: Increase in peak electricity demand (2)

### Peak shaving using energy storage systems

### Peak shaving and shifting using demand side management







# Challenge 5: Growing number of decentralised renewables in the mix (1)

- More renewables
  - Necessary to meet policy targets
  - Enable higher energy independence
  - Lower GHG emissions
  - Lower energy market prices
- EU renewable sources growing since 2005
- 2018 and 2019 renewables
  - 1/5 of final energy for heating and cooling
  - 1/3 of all consumed electricity
  - 1/12 of final energy consumption in transportation

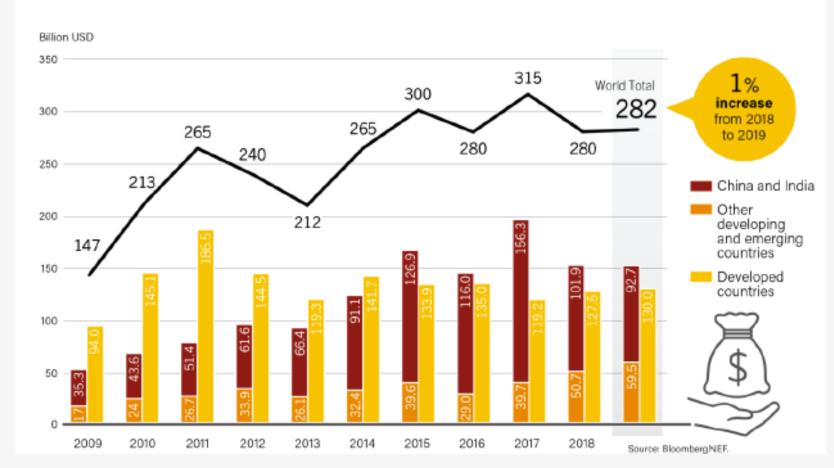


#### Global investment in renewables

Emerging and rising
 economies have outpaced
 developed countries in
 investing in renewable
 energy capacity for the fifth
 year in a row, reaching \$ 152
 billion.

### Challenge 5: Growing number of decentralised renewables in the mix

#### INVESTMENT IN RENEWABLES HAS BARELY GROWN

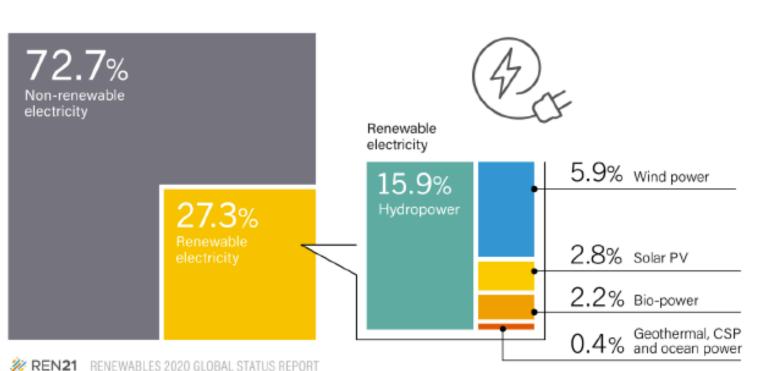


41



#### Share of renewable sources in electricity production 2019

#### MORE THAN 27% OF GLOBAL ELECTRICITY IS NOW RENEWABLE



Estimated Renewable Energy Share of Global Electricity Production, End-2019

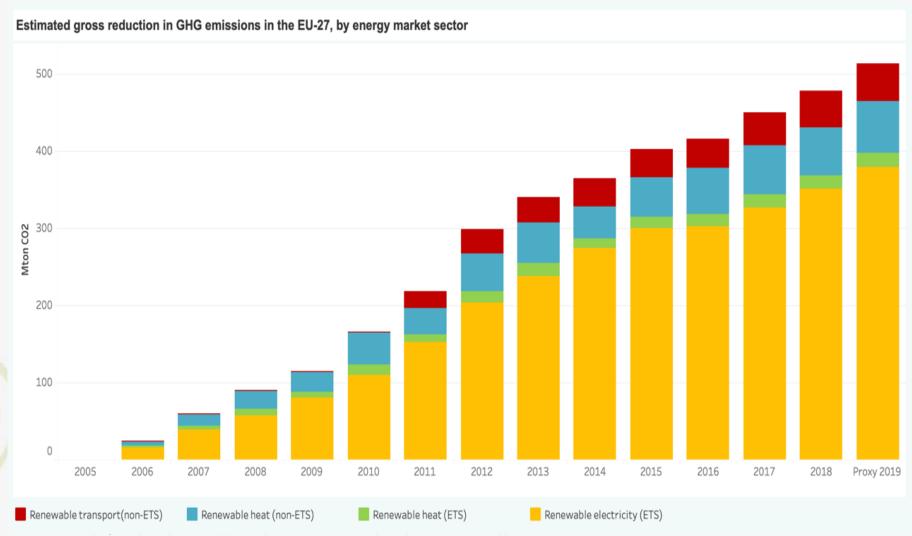
The share of renewables in electricity generation is rising in many countries around the world.

42



### Challenge 5: Growing number of decentralised renewables in the mix (2)

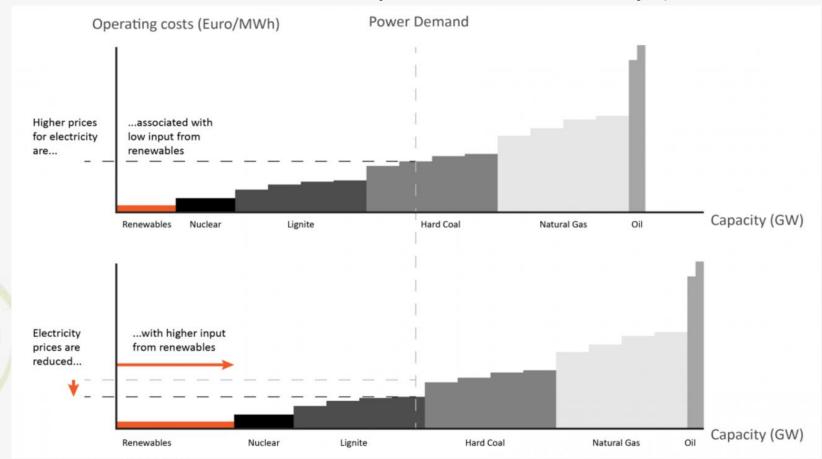
EU





# Challenge 5: Growing number of decentralised renewables in the mix (3)

Renewables - lower market price of electricity (Merit order)

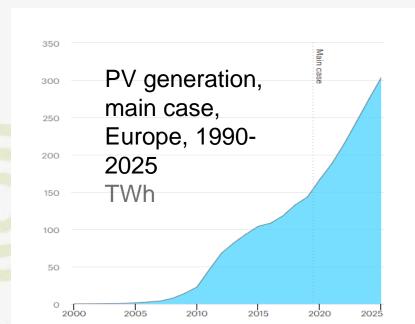


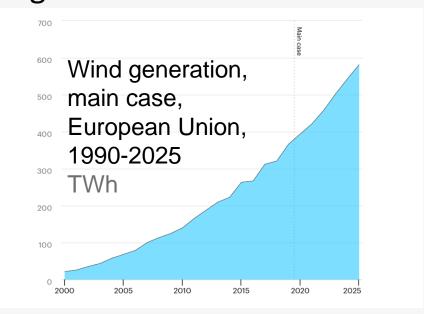
44



### Challenge 5: Growing number of decentralised renewables in the mix (4)

- Lowering prices of solar and wind generation
- IEA solar PV leading electricity source worldwide by 2040
- Policy support enables lowered financing and installation costs
- Projected solar and wind generation growth







# Challenge 5: Growing number of decentralised renewables in the mix (5)

- Despite Covid-19 electricity demand drop supply from renewables rising
- Problem issues with grid flexibility
- Among renewables
  - Pumped storage hydropower most convenient for grid functioning
  - Provides inertia
  - Less dependent on weather
  - Provide seasonal storage



## Challenge 5: Growing number of decentralised renewables in the mix (6)

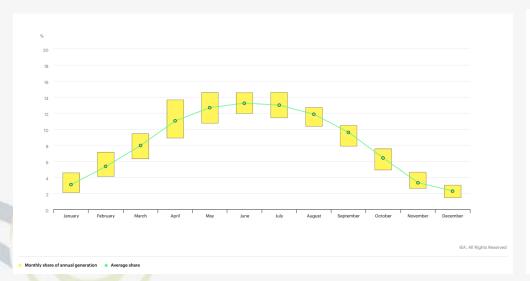
- Wind and solar PV:
  - Completely dependant on weather
  - Big production variability
  - Helpful they are complementary
    - Solar PV highest generation during summer months
    - Wind highest generation during colder months
    - Despite this solar PV and wind introduce additional variability into the system

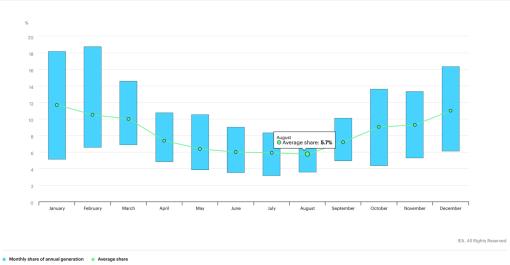


# Challenge 5: Growing number of decentralised renewables in the mix (7)

### Monthly generation of solar PV in Germany

### Monthly generation of offshore wind in Germany







### Challenge 5: Growing number of decentralised renewables in the mix (8)

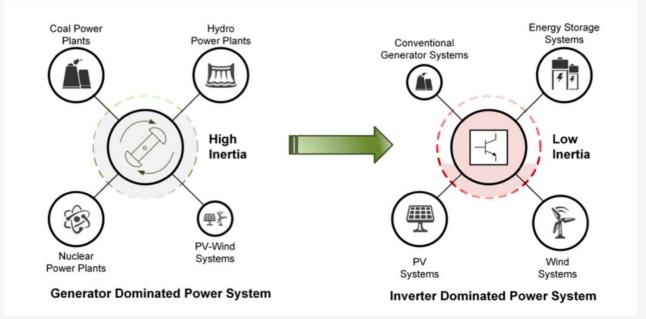
- Renewable solar PV and wind
  - Negatively impact grid inertia
  - Unpredictable, intermittent, volatile and uncontrollable
  - systems with no inertial response
- ENTSO-E reports
   increased frequency
   fluctuations in the
   Nordic grid





# Challenge 5: Growing number of decentralised renewables in the mix (9)

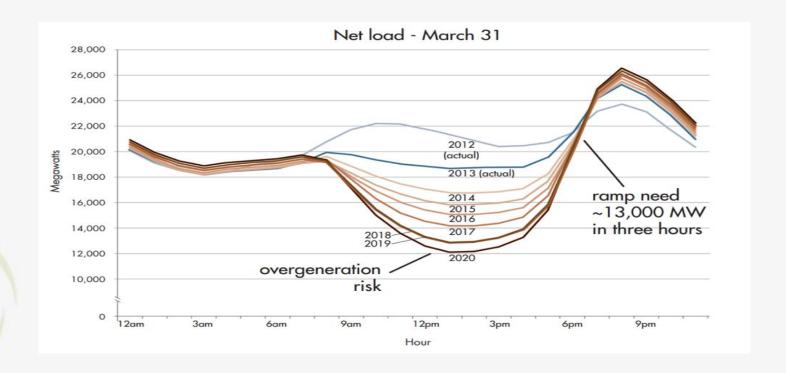
- Power grid transition from generator to inverter dominated system
- Solution to lack of inertia adding virtual inertia and smart grid measures





# Challenge 5: Growing number of decentralised renewables in the mix (10)

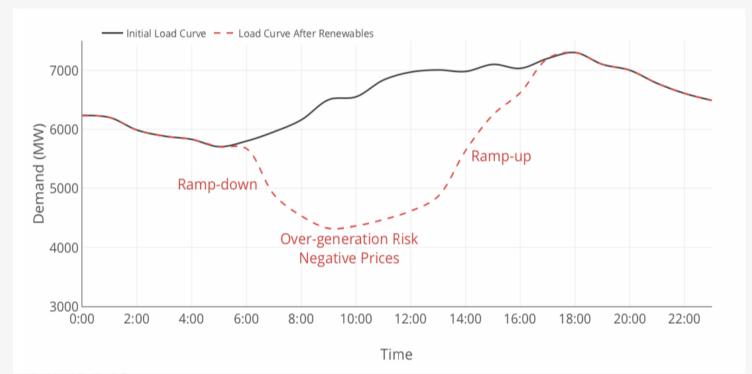
Second issue - solar PV "Duck curve"





# Challenge 5: Growing number of decentralised renewables in the mix (11)

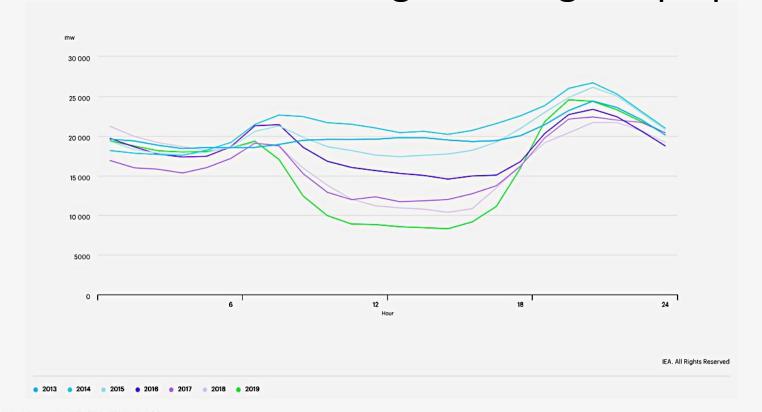
- Difference between a typical load curve and a "Duck curve"
- Might lead to needing more power reserves or generation facilities





# Challenge 5: Growing number of decentralised renewables in the mix (12)

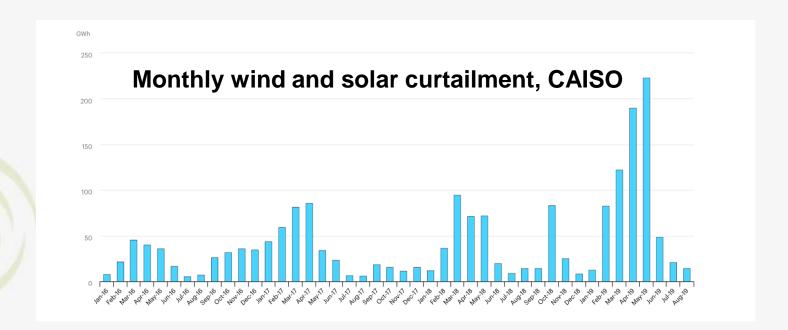
 Californian system - forced to curtail some energy from renewables due to large evening ramp up





# Challenge 5: Growing number of decentralised renewables in the mix (13)

- Curtailment trending upward
- Canada ¼ of renewable energy curtailed in Ontario
- China wind curtailment in 2018 around 7%





# Challenge 5: Growing number of decentralised renewables in the mix (14)

11 March 2021

How much wind was in Europe's electricity yesterday?

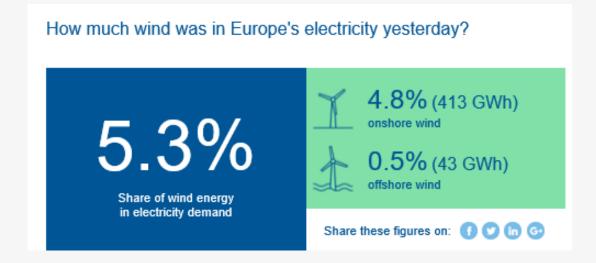
28.9%
Share of wind energy in electricity demand

25.1% (2,416 GWh)
onshore wind

3.8% (371 GWh)
offshore wind

Share these figures on: (1) (2) (5) (6)

• 19. April 2021.





# Challenge 5: Growing number of decentralised renewables in the mix (14)

#### Curtailment

- Getting rid of "free" and "green" energy
- Longer return of investment time
- Reduction of renewables environmental benefits
- Increase in solar PV and wind generation brings up ancillary services costs

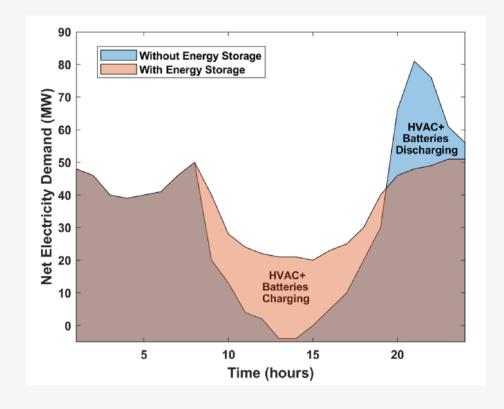
#### Solution

- Investments and improvements in technology
- Adding more storage
- Utilising demand response
- Increasing the usage of EV's



### Challenge 5: Growing number of decentralised renewables in the mix (15)

IEA - "Variable energy integration and smart grid technologies can be ideally combined from a technical perspective"





#### Challenge 6: Reliability challenges (1)

- Supply interruptions such as blackouts and brownouts
  - Can have very negative consequences even tragic (Venezuela, 2019)
- Voll
  - Value of Lost Load
  - Gives a monetary value for the social and economic impact of a power outage
  - €/MWh



#### Challenge 6: Reliability challenges (2)

#### WTP

- Willingness to Pay
- Monetary amount that end users are prepared to pay to avoid an outage
- **■** €/h
- Annual average Voll
  - Western Europe 11,01 €/h
  - Southern Europe 6,04 €/h
  - Eastern Europe 4,03 €/h



#### Challenge 7: No consumer participation (2)

- Today passive consumers with little to no knowledge about their consumption
- Active consumer participation important smart grid feature
- Future
  - Active consumers monitoring their consumption
  - Prosumers (producer + consumer)



#### Challenge 7: No consumer participation (2)

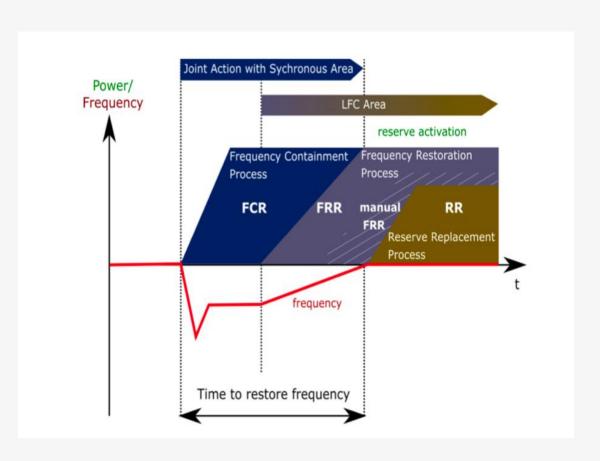
#### Active consumers

- Financial benefits ex. customer with a 10kW AC compressor that can operate at 50% during the most expensive 100h of the year → 500kWh net yearly reduction of consumption → 106,3€
- Helping grid stability
- Lowering peak demand
- More knowledge empowering
- Smart meters and other smart grid measures enabling active consumer participation



### Challenge 8: Manual grid monitoring and restoration (1)

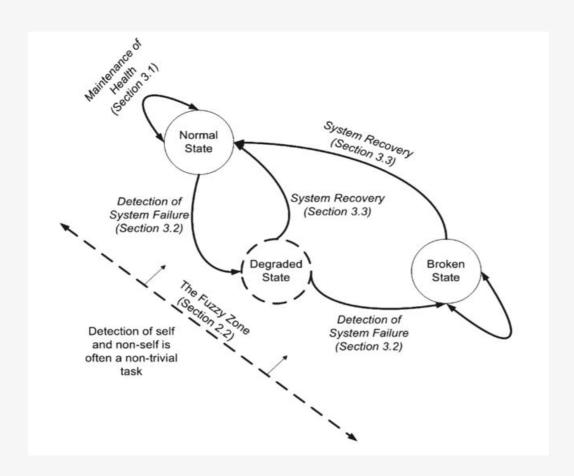
- Classical grid
  - aFRR automatic, within5min
  - mFRR manual, within15min
  - RR manual, within hours
- Complicated, expensive
- Smart grid solution self-healing





### Challenge 8: Manual grid monitoring and restoration (2)

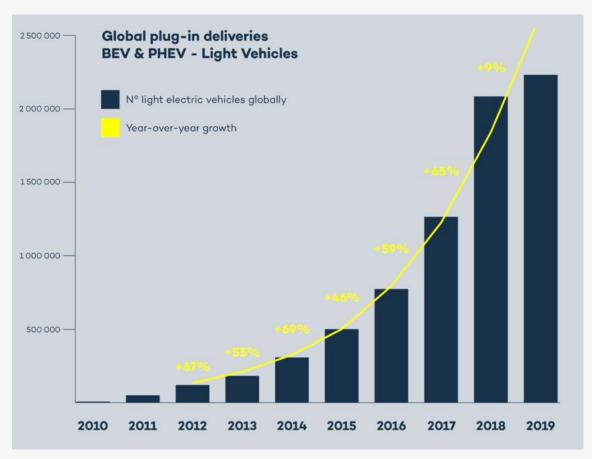
- Self-healing
  - Protects the grid
  - Quick and accurate fault analysis
  - Distinguishes between proper and improper grid operation
  - Restores the system to a healthy state





#### Challenge 9: EV growth (1)

- Electrification of the transport sector
  - Positives
    - Decarbonisation
    - Lower energy dependency
    - Offsetting renewables curtailment - by offering additional storage capacity





#### Challenge 9: EV growth (2)

#### Negatives

- Increased electricity consumption
- Outgrowing grid capacities if not controlled
- Uneven distribution
- Plugging in an EV can be equal to adding 3 houses to the grid
- 2012 2018 global growth rates between 46% and 69%
- **2019** 
  - 9% growth due to decrease in the USA and China
  - EU 44% growth



#### Challenge 9: EV growth (3)

- Example of the negative consequences - Sweden
  - First half of 2019 253% growth in EV sales
  - The capacities of local grids are being outgrown
- Installing fast chargers at home especially problematic
- California using smart meters to monitor neighbourhoods in need of network upgrades





#### Challenge 9: EV growth (4)

- By the 2040's EV's adding over 30 TWh of extra battery storage capacity
- Smart charging, meters and grids can offset the negative influences of EV's on the grid



#### Some conclusions

- Population and income growth are the two biggest drivers of increasing energy demand
- In the next 20 years, we are likely to continue to see continued global integration and rapid growth in underdeveloped and middle-developed countries
- Globally, basic fundamental relations in energy remain robust more people with higher incomes means that energy production and consumption will grow.
- Renewable energy is growing in importance (renewable energy sources are the fastest growing energy source, accounting for 40% of the increase in primary energy.
- The energy mix by 2040 is the most differential the world has ever seen.



#### The mobility revolution

Electric cars: lead the transition from conventional vehicles

- Autonomous vehicles: improving energy efficiency through more efficient driving
- Car shearing: can enhance the effects of new technology
- Ride pooling: reducing total miles by merging trips



#### Smart grid benefits overview (1)

- Improving the grid reliability, stability, flexibility and power quality
- Improving the system resiliency
- Improving the efficiency
- Lowering GHG emissions decarbonisation
- Electrification of additional sectors
- Lowering energy dependency
- Enabling distributed generation



#### Smart grid benefits overview (2)

- Increasing consumer participation prosumers
- Enabling predictive maintenance
- Enabling self-healing protocols
- Minimizing outage time
- Smart meters → smart devices → smart homes
- Possible economic benefits for utilities and consumers
- Job opportunities in the sector

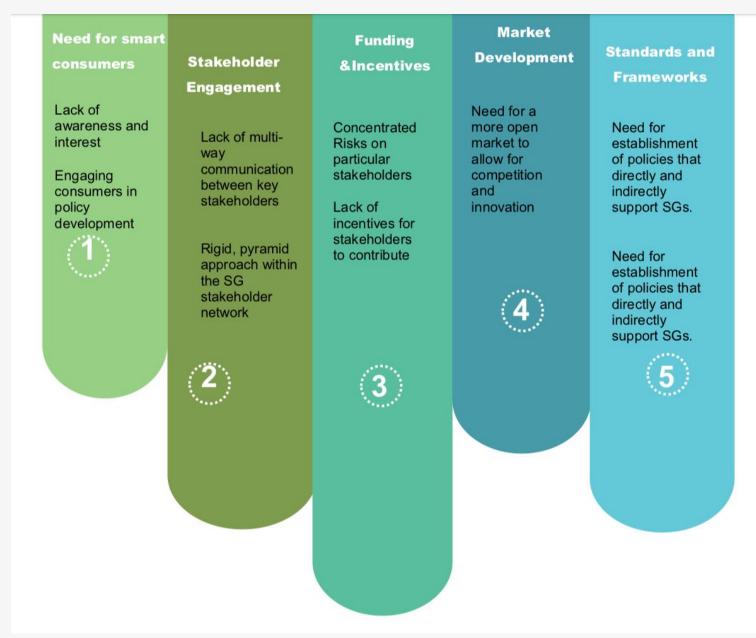


#### Smart grid barriers

- High upfront investment costs
- Technical barriers
- Data privacy concerns
- Cybersecurity concerns
- Little to no policies and legislation regarding the concept of smart grids as a whole
- Low levels of public knowledge and awareness
- Lack of consumer incentives



Key barriers in smart grid policy implementation





# Smart grid processes

- Billing
- Peak load management
  - Demand side management
  - Demand response schemes
  - Energy efficiency programmes
- Connection management
- Improved outage management
  - Customer call centres
- Tariff structure



# Smart people

- Educated labour force capacity building
  - Utility providers
- Educated consumers and prosumers
  - Workshops, seminars and events
  - Promoting initial participation through monetary incentives
    - Smart charging,
    - Negawatt generation,
    - Demand response participation payments, etc.



# **Smart policies**

- Key areas impacted by necessary smart policies
  - Security
  - Tariff structure
  - Implementation timeline
  - Government incentives

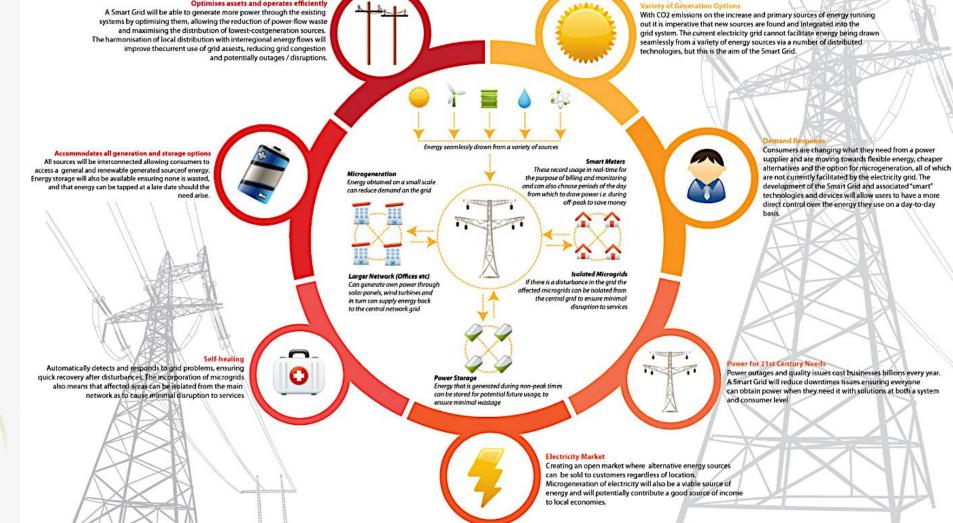


# In short what the Smart grid is ...

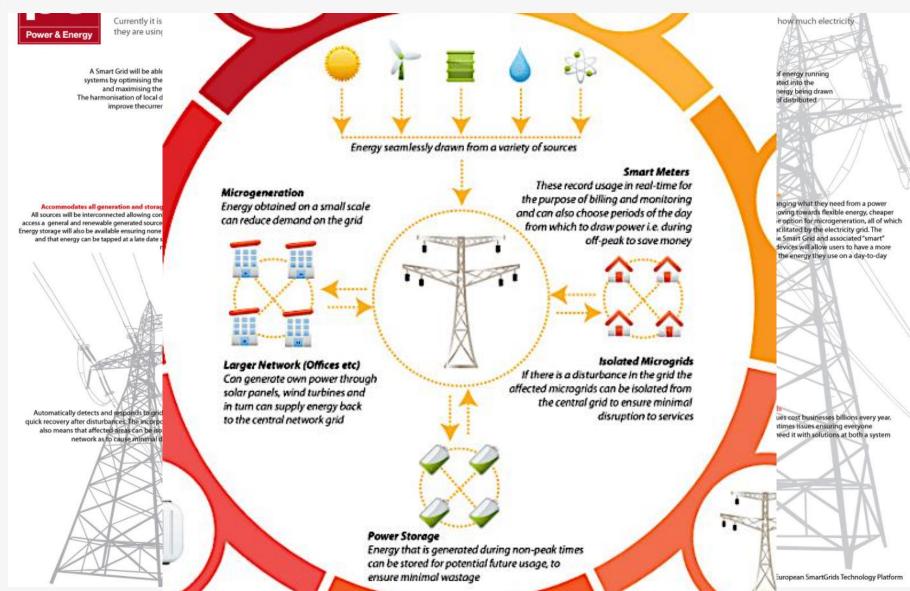
https://www.i-scoop.eu/industry-4-0/smart-grids-electrical-grid/













Currently it is still very difficult for consumers to see how much electricity they are using, but smart grid devices are quickly being developed. It is hoped that by being able to monitor how much electricity. they are using, consumers will use less of it, subsequently cutting energy bills and, moreover, pinpointing off-peak hours to run their energy-intensive machines.

# Optimises assets and operates efficiently

A Smart Grid will be able to generate more power through the existing systems by optimising them, allowing the reduction of power-flow waste and maximising the distribution of lowest-costgeneration sources. The harmonisation of local distribution with interregional energy flows will improve thecurrent use of grid assests, reducing grid congestion and potentially outages / disruptions.

With CO2 emissions on the increase and primary sources of energy running out it is imperative that new sources are found and integrated into the grid system. The current electricity grid cannot facilitate energy being drawn seamlessly from a variety of energy sources via a number of distributed technologies, but this is the aim of the Smart Grid.

# Optimises assets and operates efficiently

Automatically detects and responds to grid problems, ensuring

also means that affected areas can be isolated from the main

network as to cause minimal disruption to services

quick recovery after disturbances. The incorporation of microgrids

A Smart Grid will be able to generate more power through the existing systems by optimising them, allowing the reduction of power-flow waste and maximising the distribution of lowest-costgeneration sources. The harmonisation of local distribution with interregional energy flows will improve thecurrent use of grid assests, reducing grid congestion and potentially outages / disruptions.

# Smart Meters

in real-time for and monitoring riods of the day ower i.e. durina to save money

ted Microgrids in the grid the

e isolated from ensure minimal

Energy that is generated during non-peak times can be stored for potential future usage, to

Consumers are changing what they need from a powe supplier and are moving towards flexible energy, cheaper alternatives and the option for microgeneration, all of which are not currently facilitated by the electricity grid. The development of the Smart Grid and associated "smart" technologies and devices will allow users to have a more direct control over the energy they use on a day-to-day

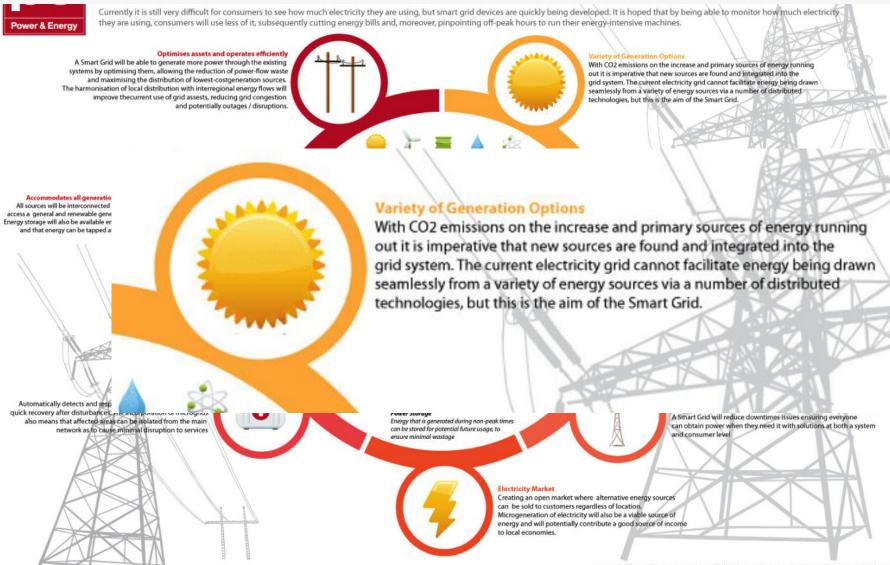
ensure minimal wastage

Power outages and quality issues cost businesses billions every year. A Smart Grid will reduce downtimes issues ensuring everyone can obtain power when they need it with solutions at both a system

Creating an open market where alternative energy sources can be sold to customers regardless of location. Microgeneration of electricity will also be a viable source of energy and will potentially contribute a good source of income to local economies.

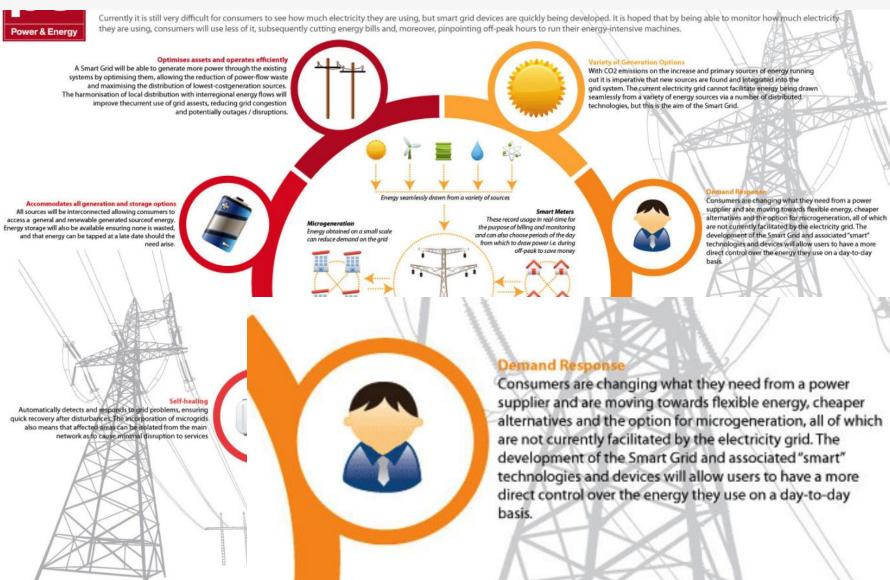
80





21





82



Currently it is still very difficult for consumers to see how much electricity they are using, but smart grid devices are quickly being developed. It is hoped that by being able to monitor how much electricity they are using, consumers will use less of it, subsequently cutting energy bills and, moreover, pinpointing off-peak hours to run their energy-intensive machines.

# Optimises assets and operates efficiently

A Smart Grid will be able to generate more power through the existing systems by optimising them, allowing the reduction of power-flow waste and maximising the distribution of lowest-costgeneration sources. The harmonisation of local distribution with interregional energy flows will improve thecurrent use of grid assests, reducing grid congestion and potentially outages / disruptions.



### Variety of Generation Option

With CO2 emissions on the increase and primary sources of energy running out it is imperative that new sources are found and integrated into the grid system. The current electricity grid cannot facilitate energy being drawn seamlessly from a variety of energy sources via a number of distributed technologies, but this is the aim of the Smart Grid.

## Accommodates all generation and storage options

All sources will be interconnected allowing consumers to access a general and renewable generated sourceof energy. Energy storage will also be available ensuring none is wasted, and that energy can be tapped at a late date should the need arise.



# Microgeneration

Energy obtained on a small scale can reduce demand on the grid



Energy seamlessly drawn from a variety of sources

# Smart Meters

These record usage in real-time for the purpose of billing and monitoring and can also choose periods of the day from which to draw power i.e. during off-peak to save money



### Demand Response

Consumers are changing what they need from a power supplier and are moving towards flexible energy, cheaper alternatives and the option for microgeneration, all of which are not currently facilitated by the electricity grid. The development of the Smart Grid and associated "smart" technologies and devices will allow users to have a more direct control over the energy they use on a day-to-day basis.



# Power for 21st Century Needs

Power outages and quality issues cost businesses billions every year. A Smart Grid will reduce downtimes issues ensuring everyone can obtain power when they need it with solutions at both a system and consumer level



### Power for 21st Century Needs

Power outages and quality issues cost businesses billions every year. A Smart Grid will reduce downtimes issues ensuring everyone can obtain power when they need it with solutions at both a system and consumer level

et where alternative energy sources ers regardless of location. :tricity will also be a viable source of ally contribute a good source of income

83



Currently it is still very difficult for consumers to see how much electricity they are using, but smart grid devices are quickly being developed. It is hoped that by being able to monitor how much electricity they are using, consumers will use less of it, subsequently cutting energy bills and, moreover, pinpointing off-peak hours to run their energy-intensive machines.

# Optimises assets and operates efficiently

A Smart Grid will be able to generate more power through the existing systems by optimising them, allowing the reduction of power-flow waste and maximising the distribution of lowest-costgeneration sources. The harmonisation of local distribution with interregional energy flows will improve thecurrent use of grid assests, reducing grid congestion and potentially outages / disruptions.



### Variety of Generation Option

With CO2 emissions on the increase and primary sources of energy running out it is imperative that new sources are found and integrated into the grid system. The current electricity grid cannot facilitate energy being drawn seamlessly from a variety of energy sources via a number of distributed technologies, but this is the aim of the Smart Grid.



# **Electricity Market**

Creating an open market where alternative energy sources can be sold to customers regardless of location.

Microgeneration of electricity will also be a viable source of energy and will potentially contribute a good source of income to local economies.



## Demand Response

Consumers are changing what they need from a power supplier and are moving towards flexible energy, cheaper alternatives and the option for microgeneration, all of which are not currently facilitated by the electricity grid. The development of the Smart Grid and associated "smart" technologies and devices will allow users to have a more direct control over the energy they use on a day-to-day basis.



### ower for 21st Century Needs

Power outages and quality issues cost businesses billions every year. A 5mart Grid will reduce downtimes issues ensuring everyone can obtain power when they need it with solutions at both a system and consumer level



### **Electricity Market**

Creating an open market where alternative energy sources can be sold to customers regardless of location.

Microgeneration of electricity will also be a viable source of energy and will potentially contribute a good source of income to local economies.



84



Currently it is still very difficult for consumers to see how much electricity they are using, but smart grid devices are quickly being developed. It is hoped that by being able to monitor how much electricity. they are using, consumers will use less of it, subsequently cutting energy bills and, moreover, pinpointing off-peak hours to run their energy-intensive machines.

Optimises assets and operates efficiently A Smart Grid will be able to generate more power through the existing



With CO2 emissions on the increase and primary sources of energy running new sources are found and integrated into the electricity grid cannot facilitate energy being drawn y of energy sources via a number of distributed the aim of the Smart Grid.

# Self-healing

Automatically detects and responds to grid problems, ensuring quick recovery after disturbances. The incorporation of microgrids also means that affected areas can be isolated from the main network as to cause minimal disruption to services



Consumers are changing what they need from a powe supplier and are moving towards flexible energy, cheaper alternatives and the option for microgeneration, all of which are not currently facilitated by the electricity grid. The development of the Smart Grid and associated "smart" technologies and devices will allow users to have a more direct control over the energy they use on a day-to-day



Automatically detects and responds to grid problems, ensuring quick recovery after disturbances. The incorporation of microgrids also means that affected areas can be isolated from the main network as to cause minimal disruption to services





Energy that is generated during non-peak times can be stored for potential future usage, to ensure minimal wastage



Power outages and quality issues cost businesses billions every year. A Smart Grid will reduce downtimes issues ensuring everyone can obtain power when they need it with solutions at both a system



Creating an open market where alternative energy sources can be sold to customers regardless of location. Microgeneration of electricity will also be a viable source of energy and will potentially contribute a good source of income

85



Currently it is still very difficult for consumers to see how much electricity they are using, but smart grid devices are quickly being developed. It is hoped that by being able to monitor how much electricity they are using, consumers will use less of it, subsequently cutting energy bills and, moreover, pinpointing off-peak hours to run their energy-intensive machines.

# Optimises assets and operates efficiently

A Smart Grid will be able to generate more power through the existing systems by optimising them, allowing the reduction of power-flow waste and maximising the distribution of lowest-costgeneration sources. The harmonisation of local distribution with interregional energy flows will improve thecurrent use of grid assests, reducing grid congestion and potentially outages / disruptions.



Variety of Generation Option

With CO2 emissions on the increase and primary sources of energy running out it is imperative that new sources are found and integrated into the grid system. The current electricity grid cannot facilitate energy being drawn seamlessly from a variety of energy sources via a number of distributed technologies, but this is the aim of the Smart Grid.

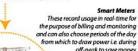
## Accommodates all generation and storage options

All sources will be interconnected allowing consumers to access a general and renewable generated sourceof energy. Energy storage will also be available ensuring none is wasted, and that energy can be tapped at a late date should the need arise.



Microgeneration Energy obtained on a small scale can reduce demand on the grid







# Demand Response

Consumers are changing what they need from a power supplier and are moving towards flexible energy, cheaper alternatives and the option for microgeneration, all of which are not currently facilitated by the electricity grid. The development of the Smart Grid and associated "smart" technologies and devices will allow users to have a more direct control over the energy they use on a day-to-day basis.

# Accommodates all generation and storage options

All sources will be interconnected allowing consumers to access a general and renewable generated sourceof energy. Energy storage will also be available ensuring none is wasted, and that energy can be tapped at a late date should the need arise.



### ower for 21st Century Needs

ower outages and quality issues cost businesses billions every year. Smart Grid will reduce downtimes issues ensuring everyone an obtain power when they need it with solutions at both a system and consumer level

me

y and Energy Reliability and European SmartGrids Technology Platform

86