

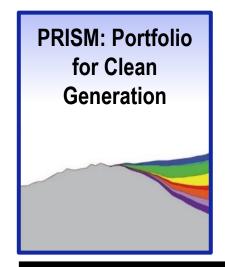
Integrated Energy Network

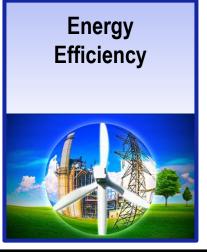


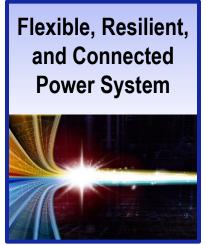
Tom Wilson Principal Technical Executive

iiESI Workshop – Imperial College 16 May 2017

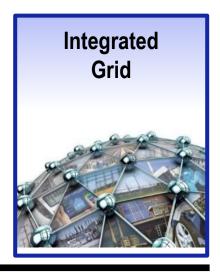
The Integrated Energy Network Builds upon Decades of EPRI Thought Leadership









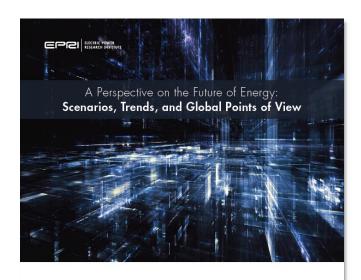






Integrated Energy Network

Connecting Customers to Reliable, Affordable, and Cleaner Energy

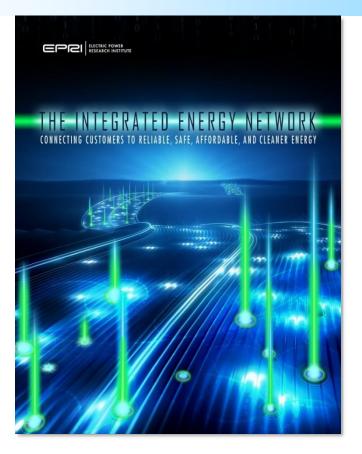


INTRODUCTION

As the electricity industry continues to undergo changes at a rapid pace and scale, the Electric Power Research Institute (EPRI) has undertaken a scenario planning effort to develop a strategy for the research and development (R&D) portfolio moving forward to ensure that EPRI'S R&D is focused on areas that are most important to the industry and society as a whole. As part of this effort, EPRI developed on envelope of four possible future scenarios, representing plausible boundaries for what the future might look like. In contemplating each scenario, EPRI identified how such a future would impact the electricity industry and society and what the key R&D needs would be. Throughout this process, EPRI leadrified "Global Points of View" that are consistent across many, if not all, of the scenarios, helping to shape a vision of a research strategy moving forward and identifying any gaps that may need to be addressed. These paint a vision of the future, and EPRI's integrated Energy Network is the pathway to get these reallobyl, diffordably, selley, and in an environmentally responsible manner.

EPR's scenario planning effort does not attempt to pick a "winner" or "most likely" scenario but rather to evaluate the implications of the range of possible futures, recognizing that the future will likely be a combination of these scenarios.

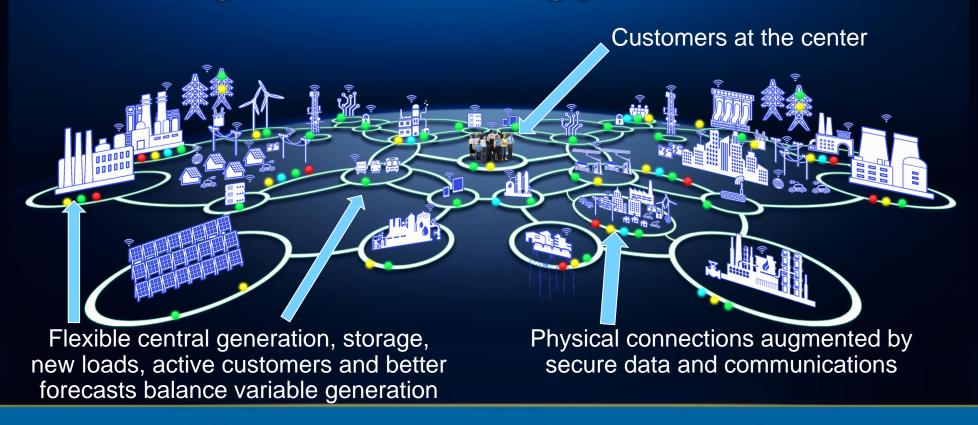
A Perspective on the Future of Energy: Scenarios, Trends and Global Points of View



Integrated Energy Network Introduction

Available at: http://ien.epri.com

Integrated Energy Network



Energy and Natural Resource Systems are Integrated to Provide Reliable, Safe, Affordable, Cleaner Energy and Expanded Customer Choice

Why Do We Need an Integrated Energy Network?

- Improves Reliability
 - Integration enables quick assessment, containment, and rapid response
- Promotes economic efficiency, energy efficiency, and cleaner energy
 - Integration makes possible a wide array of efficient, affordable, cleaner energy options
- Expands customer choice and enhances value
 - Digitalization of energy provides both near-term and unforeseeable opportunities



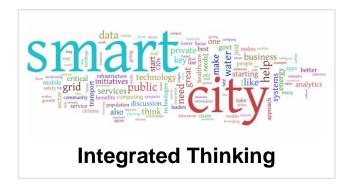


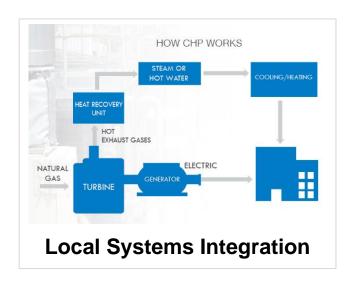






Governments and Companies are Taking Steps Towards the IEN... But are Only Scratching the Surface





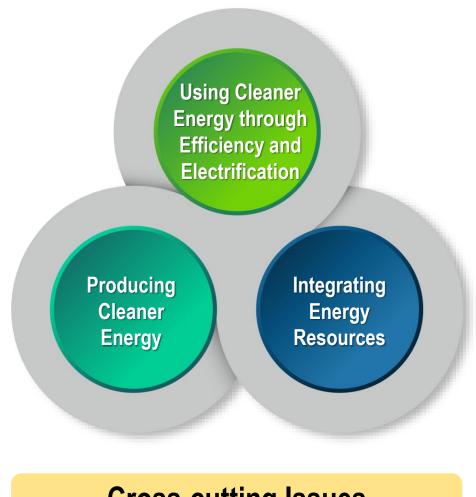






The IEN:

Consumer, Producer and Delivery Perspectives







Integrated Energy Network

Connecting Customers to Reliable, Safe, Affordable and Cleaner Energy



Key Actions: Initial Steps Towards the Integrated Energy Network

Producing Cleaner Energy

Enable renewable energy Integration

Create advanced renewable energy technologies

Demonstrate low-emission fossil generation technologies

Develop new nuclear designs and business models

Explore bioenergy including w/ CCUS

Explore the role of hydrogen

Explore flexible operation for all generation technologies

Using Cleaner Energy

Examine energy efficiency options

Evaluate opportunity for electrification and its interactions with policy

Develop and demonstrate advanced clean-energy technologies

Integrating Energy Resources

Develop interconnection rules, communication technology and standards

Assess and deploy advanced distribution and reliability technologies

Integrate DR with grid planning and operation

Inform policy and regulation to enable effective DER integration

Identify synergies as energy sectors automate

Explore gas-electric integration

Assess energy-water interfaces

Manage, assess and analyze "big data"

Cross-cutting Actions

Develop a framework for evaluating the costs and benefits of integration

Inform policy/regulation and customer decisions with science-based perspectives

Anticipate emerging environmental and worker safety issues

Support development and demonstration of new technologies

Coordinate international and crosssector research

Focus on security, reliability, resiliency, and privacy

Expand public education and communication

See http://ien.epri.com to find out what EPRI and partners are doing



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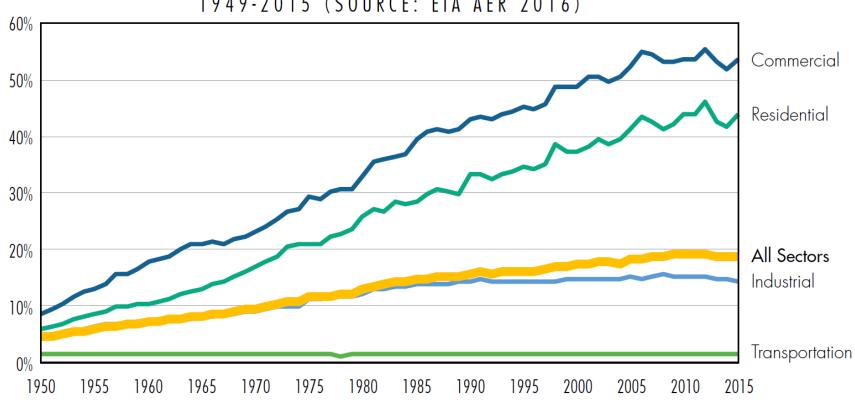
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Using Cleaner Energy: A Societal Perspective Electricity Use Has Grown Faster than Total Energy for More than A Century...What Happens Next?

ELECTRICITY'S SHARE OF TOTAL ENERGY CONSUMPTION, BY SECTOR 1949-2015 (SOURCE: EIA AER 2016)



Growth driven by efficiency, convenience, safety, and low cost

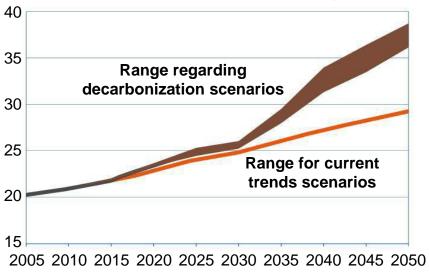
Electricity's Share of Energy is Poised to Accelerate

Efficient electrification can

- Improve energy efficiency
- Reduce emissions
- Lower cost
- Improve productivity
- Enhance safety



EU Commission, Roadmap to a low-carbon economy



EPRI-NRDC, Reductions in ozone with electrification of transport



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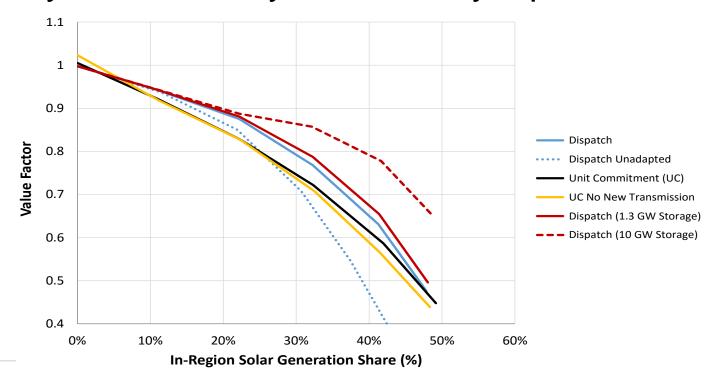
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Renewables exhibit decreasing returns to scale ... Integrated Systems can Slow this Decline

- Market value of wind and solar capacity declines as more is added
 - Well-documented using actual market data and models (different geographical contexts and technologies)
- Driven by intermittency, uncertainty, spatial variability



Example from P178b work for California



Integrated Energy Network 2017 Rollout

- IEN actions will span years to decades
- EPRI released the IEN Introductory paper in February to start discussion
- Overview papers will be published by Summer
 - Producing Cleaner Energy
 - Using Cleaner Energy
 - Integrating Energy Resources
- Implementing the IEN will be the focus of:
 - EPRI's Summer Seminar in August
 - EPRI's International Technology Summit in November in South Korea





Integrated Energy Network – Key Insights

- The IEN requires rethinking energy
- Efficiency and electrification play essential roles in the future energy system
- Integrated (Electric) Grid enables the IEN
- Innovation is needed in technology, policy, regulation, business models and market designs to effect an efficient transformation
- Global collaboration in innovation necessary







Together...Shaping the Future of Electricity