

1 Energy Flow Optimization Problem & Solution

1.1 Decision Variables

- $q_t^{pv \rightarrow c}$: Energy (kWh) sent from the PV system to the consumer at time t .
- $q_t^{pv \rightarrow b}$: Energy (kWh) sent from the PV system to the battery at time t .
- $q_t^{pv \rightarrow g}$: Energy (kWh) sold from the PV system back to the grid at time t .
- $q_t^{b \rightarrow c}$: Energy (kWh) discharged from the battery to the consumer at time t .
- $q_t^{b \rightarrow g}$: Energy (kWh) discharged from battery and sold to the grid at time t .
- $q_t^{g \rightarrow c}$: Energy (kWh) bought from the grid to serve the consumer at time t .
- $q_t^{g \rightarrow b}$: Energy (kWh) bought from the grid to charge the battery at time t .
- s_t : State of charge of the battery (kWh) at the end of hour t .
- y_t : Binary, 1 if any grid-buy occurs at time t (else 0). –for part B
- z_t : Binary, 1 if any grid-sell occurs in hour t (else 0). – for part B

1.2 Parameters

- T : Index set of hours, $T = \{0, 1, \dots, n - 1\}$.
- PV_t : PV generation available (kWh) at time t .
- D_t : Consumer demand (kWh) at time t .
- c_t^{buy} : Buy price (c/kWh) at time t .
- c_t^{sell} : Sell price (c/kWh) at time t .
- c_t^{LCOS} : Battery discharge cost (c/kWh) to each kWh discharged.
- B : Battery capacity (kWh).
- R : Maximum battery charge or discharge rate (kW or kWh per hour).
- G : Grid buy/sell capacity (kW or kWh per hour).
- η : Battery charging efficiency (=0.92).
- s_0 : Initial battery charge (kWh) (=0).

1.3 Mathematical formulation of the problem:

1.3.1 part A

$$\begin{aligned}
\min_{q,s} \quad & \sum_{t \in T} \left[(q_t^{g \rightarrow c} + q_t^{g \rightarrow b}) c_t^{\text{buy}} - (q_t^{pv \rightarrow g} + q_t^{b \rightarrow g}) c_t^{\text{sell}} + (q_t^{b \rightarrow c} + q_t^{b \rightarrow g}) c_t^{\text{LCOS}} \right] \\
\text{s.t.} \quad & D_t = q_t^{pv \rightarrow c} + q_t^{g \rightarrow c} + q_t^{b \rightarrow c} & \forall t \in T, \\
& PV_t = q_t^{pv \rightarrow c} + q_t^{pv \rightarrow b} + q_t^{pv \rightarrow g} & \forall t \in T, \\
& s_0 = 0, \quad s_t = s_{t-1} + \eta(q_{t-1}^{pv \rightarrow b} + q_{t-1}^{g \rightarrow b}) - (q_{t-1}^{b \rightarrow g} + q_{t-1}^{b \rightarrow c}) & \forall t \in T \setminus \{0\}, \\
& 0 \leq s_t \leq B & \forall t \in T, \\
& q_t^{pv \rightarrow b} + q_t^{g \rightarrow b} \leq R & \forall t \in T, \\
& q_t^{b \rightarrow g} + q_t^{b \rightarrow c} \leq R & \forall t \in T, \\
& q_t^{pv \rightarrow g} + q_t^{b \rightarrow g} \leq G & \forall t \in T, \\
& q_t^{g \rightarrow c} + q_t^{g \rightarrow b} \leq G & \forall t \in T.
\end{aligned}$$

1.3.2 part B

$$\begin{aligned}
\min_{q,s,b} \quad & \sum_{t \in T} \left[(q_t^{g \rightarrow c} + q_t^{g \rightarrow b}) c_t^{\text{buy}} - (q_t^{pv \rightarrow g} + q_t^{b \rightarrow g}) c_t^{\text{sell}} + (q_t^{b \rightarrow c} + q_t^{b \rightarrow g}) c_t^{\text{LCOS}} \right] \\
\text{s.t.} \quad & D_t = q_t^{pv \rightarrow c} + q_t^{g \rightarrow c} + q_t^{b \rightarrow c} & \forall t \in T, \\
& PV_t = q_t^{pv \rightarrow c} + q_t^{pv \rightarrow b} + q_t^{pv \rightarrow g} & \forall t \in T, \\
& s_0 = 0, \quad s_t = s_{t-1} + \eta(q_{t-1}^{pv \rightarrow b} + q_{t-1}^{g \rightarrow b}) - (q_{t-1}^{b \rightarrow g} + q_{t-1}^{b \rightarrow c}) & \forall t \in T \setminus \{0\}, \\
& 0 \leq s_t \leq B & \forall t \in T, \\
& q_t^{pv \rightarrow b} + q_t^{g \rightarrow b} \leq R & \forall t \in T, \\
& q_t^{b \rightarrow g} + q_t^{b \rightarrow c} \leq R & \forall t \in T, \\
& q_t^{pv \rightarrow g} + q_t^{b \rightarrow g} \leq G & \forall t \in T, \\
& q_t^{g \rightarrow c} + q_t^{g \rightarrow b} \leq G & \forall t \in T, \\
& y_t + z_t \leq 1 & \forall t \in T, \\
& q_t^{g \rightarrow c} + q_t^{g \rightarrow b} \leq G y_t & \forall t \in T, \\
& q_t^{pv \rightarrow g} + q_t^{b \rightarrow g} \leq G z_t & \forall t \in T.
\end{aligned}$$