#### University of Dublin



#### Nanogrid Yoke

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#### **Declaration**

I hereby declare that this project is entirely my own work and that it has not been submitted as an exercise for a degree at this or any other university.

Brian McNestry, May 5 2017

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#### Abstract

This is the abstract

# Acknowledgements

Acknowledge the various people here

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#### Part I

## Abstract

#### Part II

## Introduction

#### Part III

# **Background**

#### **Decentralised Grid**

At present in Ireland and in many other countries, the national electric grid infrastructure is controlled by a central body, namely the ESB. While there are several electricity providers in Ireland, such as Bord Gáis Energy, SSE Airtricity and Energy Ireland, each of them use the same distribution network as one another. Essentially the power is provided from each of the different providers and then routed into the same centralised hub belonging to the ESB. From there, each consumer (a household) receives the energy that they pay for accordingly at a fixed rate through that same infrastructure belonging to the ESB. This is much the same system as any other country, where there is a centralised grid.

This system has been in place for decades and lends itself very well to the situation where large companies can provide a steady supply of energy by way of electricity plants that use both renewable and non-renewable energy sources. Non-renewable energy sources, also known as fossil fuels, include resources such as coal, gas and oil. While these are finite resources, at present they can be burned at a steady rate in order to meet the demands of customers. Electricity from renewable sources can also be produced at a fairly steady rate by placing large farms in areas that are particularly well suited to the type of renewable energy being produced. For example, large wind farms are set up in windy regions far removed from residential or urban areas and solar panels can be placed in regions that typically enjoy clearer skies than other areas.

However in the future, perhaps the very near future, with the ongoing depletion of non-renewable resources, more and more people will turn to deploying solar panels and local wind farms in their locale, regardless of whether or not they are living in a particularly sunny or windy area. At the moment there are a few houses out there that use a solar panel to heat their water or other smaller tasks but soon more and more people will become more and more dependent on what they can produce either within their own home, or in a more collective sense in their own neighbourhood to power their houses.

The issue that then arises in these areas that aren't as sunny or windy is that supply of electricity is no longer steady. The current system could not be maintained as the energy produced on a local level would be

small enough that it would not be worth it to pass this energy upstream to the central grid. The energy would instead be used at a local level to try to cover the demand for electricity of the house or business with which that particular device is associated.

The model of infrastructure that would then be required is that of a decentralised grid. This model would need a massive infrastructure overhaul in order to implement so it would not exist in the world until it is needed and accepted by the major companies who would then go about implementing it. In this case necessity would be the mother of invention, at least on a practical level. The rough idea of a distributed grid is described in figure 1.1. Throughout the rest of this report distributed grid and decentralised grid are used interchangeably.

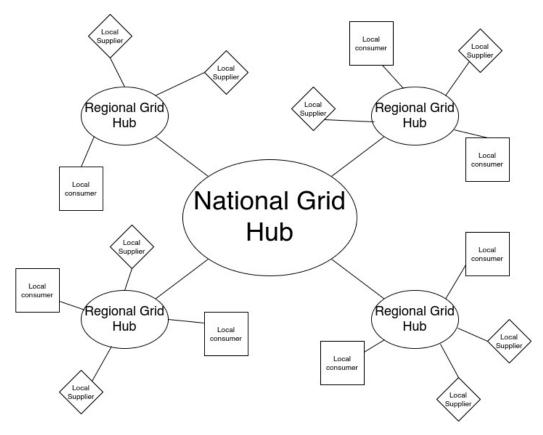


Figure 1.1: Each local consumer and supplier is attached to a regional grid hub which manages the allocation of electricity between suppliers and consumers. This is just a simple overview of the idea but conceivably a consumer or a supplier could be connected to two or more different regional grid hubs.

#### **Smart Grid**

Due to advancements in networking technologies as well as in the field of sophisticated decision making technologies, the idea of a smart grid has become increasingly popular. The idea of the smart grid is that actors within a grid, be they individual consumers or suppliers, or groups thereof, can be fitted with small computers that perceive changes in the grid and then these actors can then react accordingly. Several different types of management systems have been constructed in order to successfully, fairly and efficiently allocate resources for each of these different types of actors. The two primary types of management systems that were examined as part of this final year project were Auctions and Game Theory which will both be discussed in detail later on.

The smart grid is not only used in this regard but in fact has many other potential applications, some of which have been implemented already in several cities and regions throughout the world. Other applications of the technology include energy consumption or production prediction, scheduling the use of consumers in order to reduce costs or operation and smart reaction and response to disruptions or blackout within the grid to reduce the damage that occurs as a result.

In this project it is assumed that the consumers within the system are outfitted with some kind of prediction technology. An example of such a system has been proposed by Garcia et al [1] where a device tries to time its own operation within a certain time-frame in accordance with when the price of energy is cheapest. It also tries to predict how much energy it will consume based off its own knowledge of previous experiences in buying power at that particular time of day, allowing the system to learn over time and make smarter decisions as time goes on.

#### 2.1 Microgrids and Nanogrids

At present smart grids have generally been implemented on the level of microgrids. Microgrids are generally thought of in terms of having a consumer be a single house, or perhaps a group of houses, and a supplier being a small wind farm or solar farm, or perhaps a group of these together. In the case of a microgrid, actors within the system are defined in similar to the units involved in a centralised grid system meaning that the transition from a centralised grid to the microgrid scheme was a relatively easy one.

An example of such a real world implementation is that of the system in place in Japan. This system was mostly implemented following the disaster of Fukushima, where it became clear that a reliance on a single power source and a centralised power distribution network left the country vulnerable following the disaster [2]. Several regions were cut off from power as a result of the disaster which hampered the relief efforts as well as making the lives of ordinary Japanese citizens more difficult. Had a microgrid system been in place then not so many hospitals and homes would have been left without power following the disaster. The company ENEL has also introduced a smart grid system in the region of Apulia in southern Italy [3].

The nanogrid system is very similar to that of the microgrid system conceptually but is concerned with a much smaller scale. A nanogrid is one that operates within the confines of a single building, generally where each consumer is a single appliance such as a washing machine or an electronic vehicles (EV). Suppliers would also be very small scale perhaps a set of solar panels or a small wind mill. A nanogrid system could also be adapted to aggregate a number of devices to act as one as a single actor within the nanogrid system, for example all the lights on one floor of a house could act as a single consumer and draw on a shared reserve of power.

Another extension of the nanogrid system, which will be discussed in further detail in the conclusion section of this paper, would be to incorporate a nanogrid as a sub-node of a microgrid. This would create a hierarchy of distributed grids. This tree could also be adapted into a graph where a parent node in the tree could have multiple children and a child could have multiple parents. This will be discussed more in the conclusion.

## **REFIT Scheme**

## **Auctions**

## **Game Theory**

- **5.1** Cooperative Game Theory
- **5.2** Non-Cooperative Game Theory
- 5.3 Cournot and Stackelberg Games

# **Optimisation Techniques**

- **6.1** Convex Optimisation
- 6.2 Hyperplane Projection

# Part IV Implementation

# Design

## Framework

## **Processes**

#### Part V

## **Conclusion**

#### **Assessment**

#### **Future Work and Continuations**

#### **Bibliography**

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