

Assessing the System Impacts of large scale Pumped Hydropower Storage in a Northern European Market using Stochastic Modelling

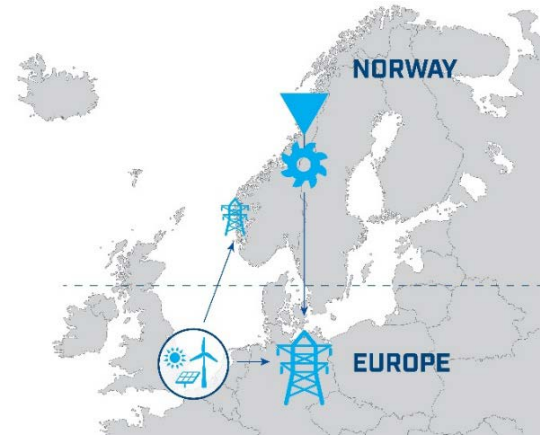
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Hydropower Scheduling Conference 2022

HydroConnect

- PhD student contributing
- Effect of connecting Norwegian hydropower to the European market
- Multiple partners
 - Local power companies
 - Universities/research institutes
- Combine different models
 - Capacity expansion, operation scheduling, reservoir impacts



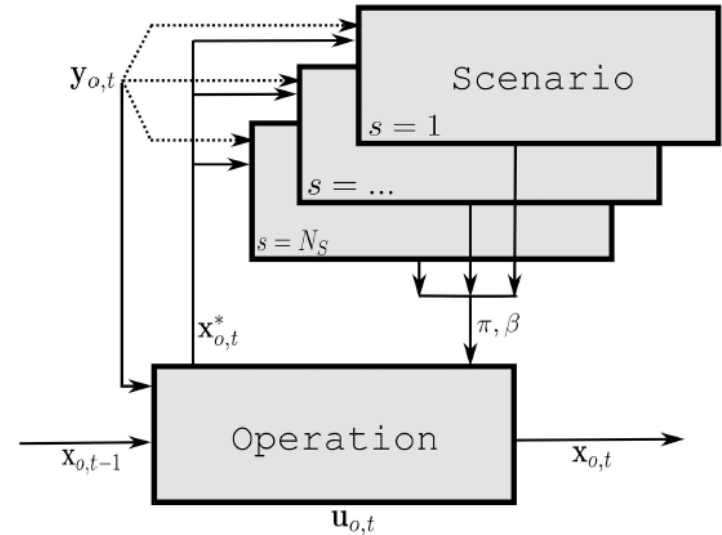
Motivation

- Variable renewable generation
- Flexibility
- Hydropower
 - Seasonal storage
 - Up/down regulation
- Indicators
 - Price distribution
 - Income distribution
 - CO₂ offset
 - Renewable utilization



FanSi

- Fundamental model
- Detailed hydropower representation
- Maintains correlation between weather years
- Two-stage problem
- Rolling horizon



System description

- 2030 scenario considered
- Based on NVE prognosis

| Technology | Installed cap. [GW] |
|------------|---------------------|
| Nuclear | 60 |
| PV | 225 |
| Wind | 280 |
| Hydro | 100 |

- 1 Finnmark
- 2 Troms
- 3 SE-ON1
- 4 SE-ON2
- 5 Helgeland
- 6 SE-NN1
- 7 Finland
- 8 Norgemidt
- 9 SE-NN2
- 10 Vestmidt
- 11 Hallingdal
- 12 GB-North
- 13 Vestsyd
- 14 Telemark
- 15 Ostland
- 16 Sorland
- 17 Sorost
- 18 SE-Mid
- 19 GB-Mid
- 20 DK-West
- 21 DK-East
- 22 SE-South
- 23 Baltic
- 24 GB-South
- 25 NL
- 26 DE-North
- 27 BE
- 28 DE-West
- 29 DE-Mid
- 30 DE-East
- 31 PL
- 32 FR
- 33 DE-SWest
- 34 DE-South



- A NORGEM-OWP
- B VESTMI-OWP
- C VESTSY-OWP
- D GB-N-OWP
- E SORLAN-OWP
- F AEGIR-OWP
- G GB-M-OWP
- H GB-S-OWP
- I BE-OWP
- J NL-OWP
- K DOGGERBANK
- L DE-W-OWP
- M DK-W-OWP
- N DK-E-OWP
- O DE-E-OWP
- P SE-S-OWP
- Q SE-M-OWP
- R FI-OWP
- S SE-N-OWP

Cases

I
Base case

II
Expanded Flex

- ← +8GW turbine
- ← +10 GW pump
- ← +11 GW interconnectors

III
Base case

IV
Expanded Flex

- ← +8GW turbine
- ← +10 GW pump
- ← +11 GW interconnectors

Gas fuel cost: 100 €/MWh →
Coal fuel cost: 135 €/MWh →

High Gas Price

High Gas Price

- ← Gas fuel cost: 100 €/MWh
- ← Coal fuel cost: 100 €/MWh

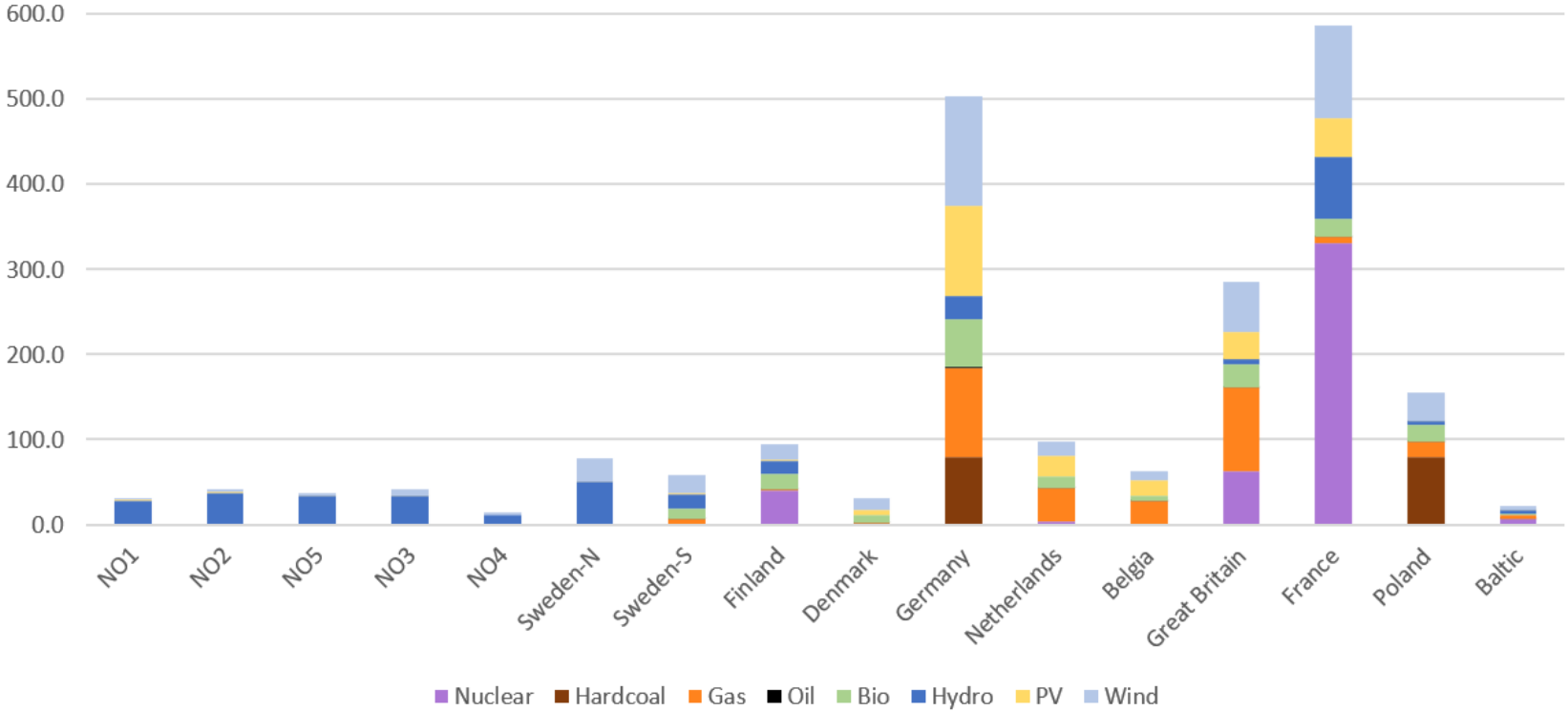
Results

- System
 - Generation mix
 - Power price distribution
 - Area income – who wins?
 - CO₂ offset from thermal generation
- Operational
 - Transmission utilization
 - Pumping utilization



Generation mix in TWh

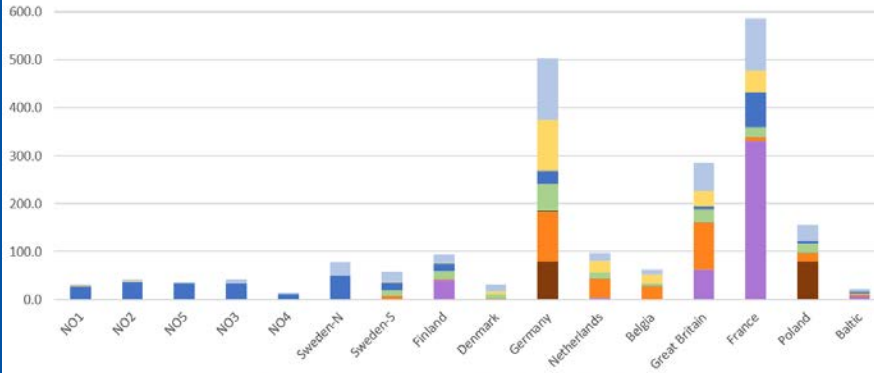
I - Base



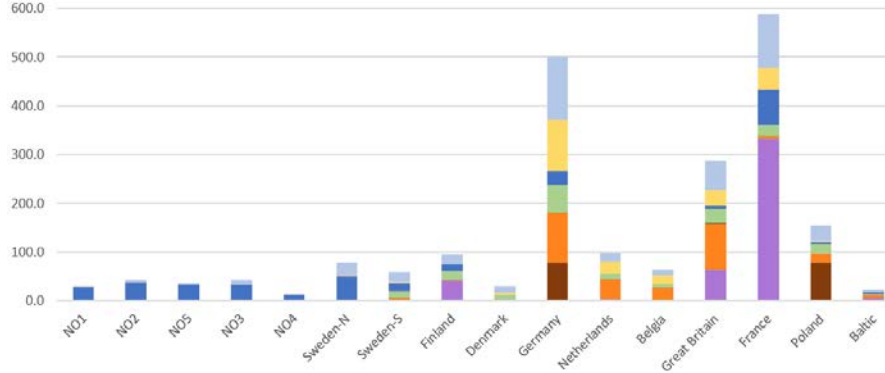


Generation mix in TWh

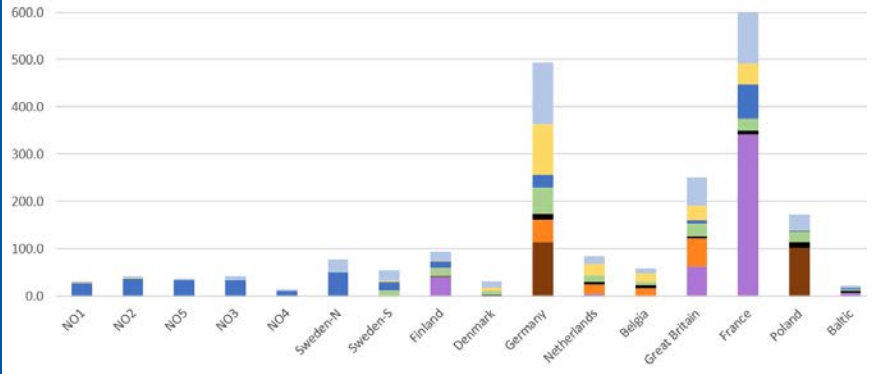
I - Base



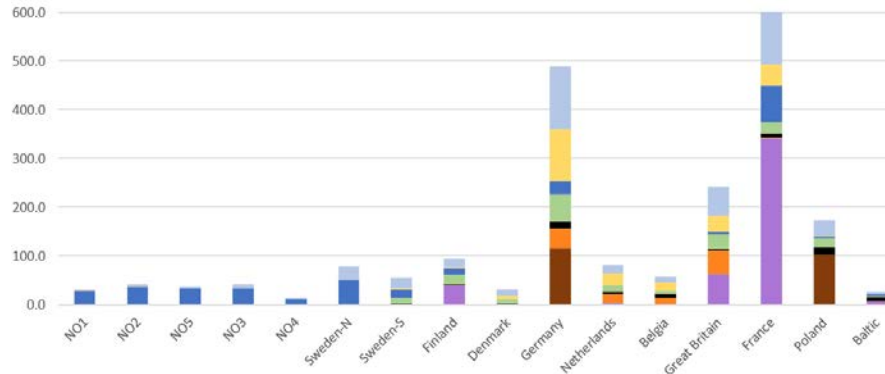
II - Expanded Flex



III - Base High Gas



IV - Expanded Flex High Gas



■ Nuclear
 ■ Hardcoal
 ■ Gas
 ■ Oil
 ■ Bio
 ■ Hydro
 ■ PV
 ■ Wind

■ Nuclear
 ■ Hardcoal
 ■ Gas
 ■ Oil
 ■ Bio
 ■ Hydro
 ■ PV
 ■ Wind

Generation mix comparison in TWh

| Case | Nuclear | Hardcoal | Gas | Oil | Bio | Hydro | Ration | PV | Wind |
|---------|---------|----------|-------|------|-------|-------|--------|-------|-------|
| I-B | 444.3 | 159.6 | 309.9 | 1.9 | 186.7 | 341.2 | 0.1 | 235.8 | 463.5 |
| II-E | 445.7 | 158.2 | 304.7 | 1.8 | 190.2 | 340.8 | 0.0 | 235.8 | 463.5 |
| III-BHG | 454.1 | 215.8 | 145.6 | 57.5 | 189.8 | 339.6 | 0.1 | 235.8 | 463.5 |
| IV-EHG | 455.6 | 219.0 | 122.3 | 65.5 | 193.7 | 339.2 | 0.0 | 235.8 | 463.5 |

Deltas

| Case | Nuclear | Hardcoal | Gas | Oil | Bio | Hydro | Ration | PV | Wind |
|---------|---------|----------|--------|------|-----|-------|--------|-----|------|
| I-B | - | - | - | - | - | - | - | - | - |
| II-E | 1.4 | -1.4 | -5.2 | -0.1 | 3.5 | -0.3 | 0.0 | 0.0 | 0.0 |
| III-BHG | 9.9 | 56.1 | -164.2 | 55.6 | 3.1 | -1.6 | | 0.0 | 0.0 |
| IV-EHG | 11.3 | 59.4 | -187.6 | 63.6 | 7.0 | -2.0 | 0.0 | 0.0 | 0.0 |

CO₂ emissions offset

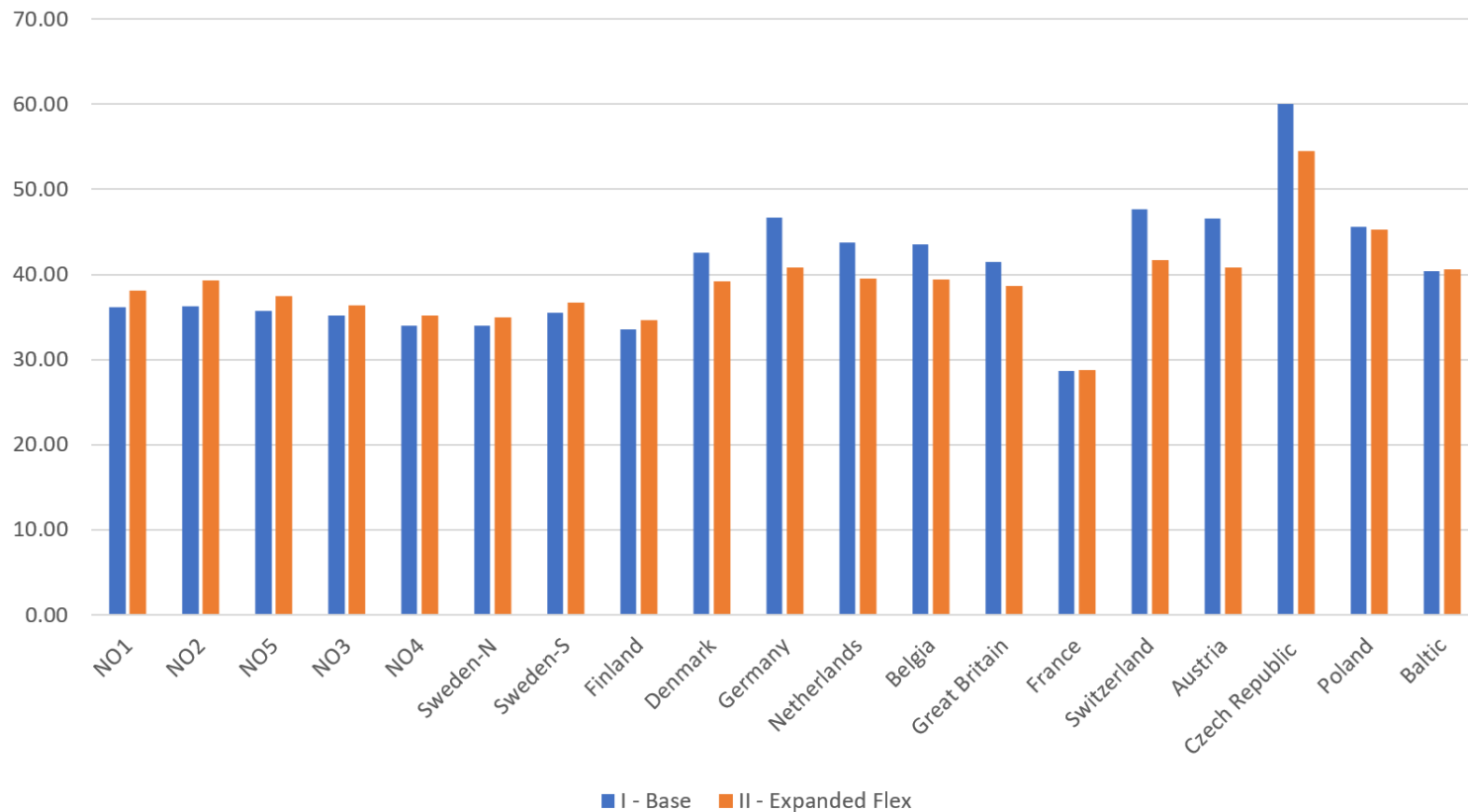
- Production reduced [TWh]

| Case | Hardcoal | Gas | Oil |
|---------|----------|--------|------|
| I-B | - | - | - |
| II-E | -1.4 | -5.2 | -0.1 |
| III-BHG | 56.1 | -164.2 | 55.6 |
| IV-EHG | 59.4 | -187.6 | 63.6 |

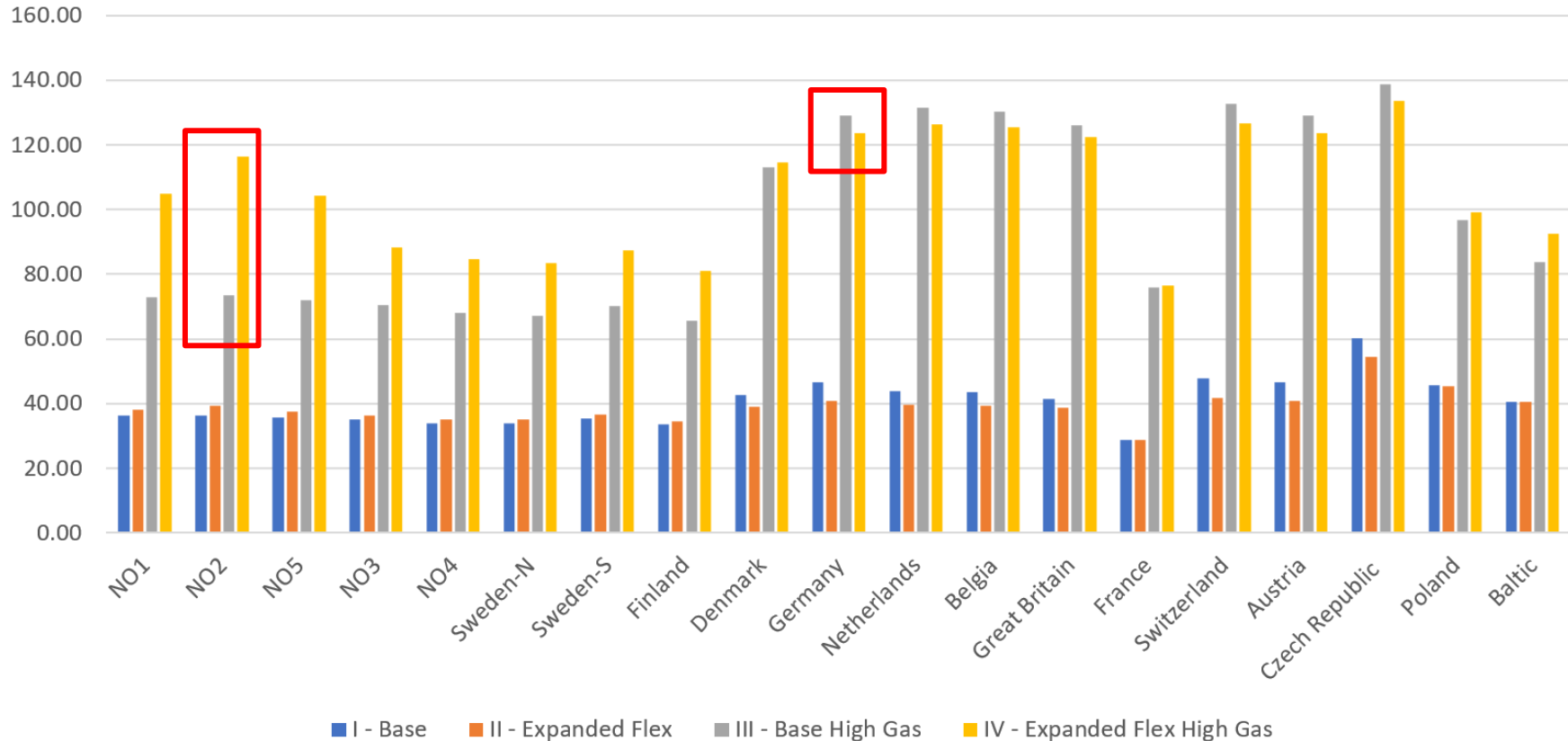
- CO₂ emissions reduced [Mt]

| Case | Hardcoal | Gas | Oil | Sum |
|---------|----------|-------|------|------|
| I-B | - | - | - | - |
| II-E | -1.3 | -2.1 | -0.1 | -3.4 |
| III-BHG | 50.5 | -65.7 | 41.7 | 26.5 |
| IV-EHG | 53.5 | -75.0 | 47.7 | 26.1 |

Average area prices [€/MWh]



Average area prices [€/MWh]



System income change I → II

| Area | Nuclear | Hardcoal | Gas | Oil | Bio | Hydro | SPP | WPP |
|----------------|---------|----------|--------|--------|--------|--------|-------|---------|
| NO1 | | | | | | 0.042 | 0.000 | 0.000 |
| NO2 | | | | | | 0.127 | 0.000 | 0.002 |
| NO5 | | | | | | 0.063 | 0.000 | 0.001 |
| NO3 | | | | | | 0.028 | 0.000 | 0.002 |
| NO4 | | | | | | 0.009 | | 0.001 |
| Sweden-N | | | | | | 0.034 | 0.000 | 0.008 |
| Sweden-S | | | 0.017 | 0.001 | 0.007 | 0.012 | 0.001 | 0.008 |
| Finland | 0.019 | | 0.002 | 0.000 | 0.011 | 0.010 | 0.000 | 0.006 |
| Denmark | | | -0.042 | -0.004 | -0.017 | | 0.002 | 0.004 |
| Germany | | -0.430 | -1.000 | -0.063 | -0.173 | -0.066 | 0.011 | -0.086 |
| Netherlands | -0.007 | | -0.216 | -0.015 | -0.029 | | 0.008 | 0.005 |
| Belgia | | | -0.200 | -0.024 | -0.014 | | 0.005 | 0.000 |
| Great Britain | -0.140 | | -0.705 | -0.016 | -0.045 | -0.024 | 0.026 | 0.164 * |
| France | 0.021 | | -0.012 | 0.000 | 0.002 | -0.001 | 0.007 | 0.006 |
| Switzerland | | | | | | | | |
| Austria | | | | | | | | |
| Czech Republic | | | | | | | | |
| Poland | | -0.030 | -0.012 | 0.000 | -0.003 | -0.001 | 0.000 | -0.003 |
| Baltic | 0.001 | 0.000 | 0.009 | | 0.000 | 0.000 | 0.000 | 0.001 |

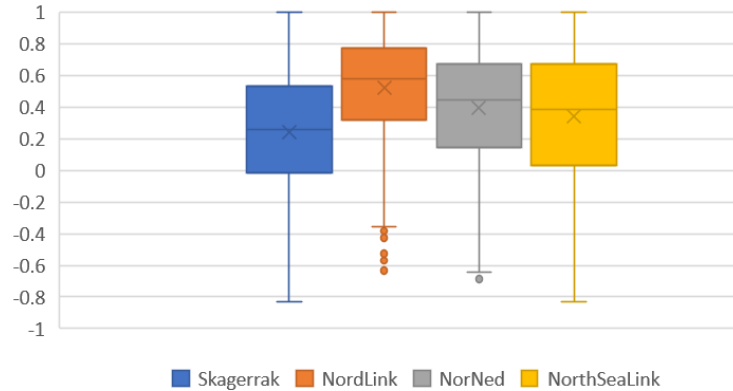
| | |
|----------|----------|
| GB-SOUTH | -2.9E+07 |
| GB-MID | -2.8E+07 |
| GB-NORTH | 8697957 |

System income change III → IV

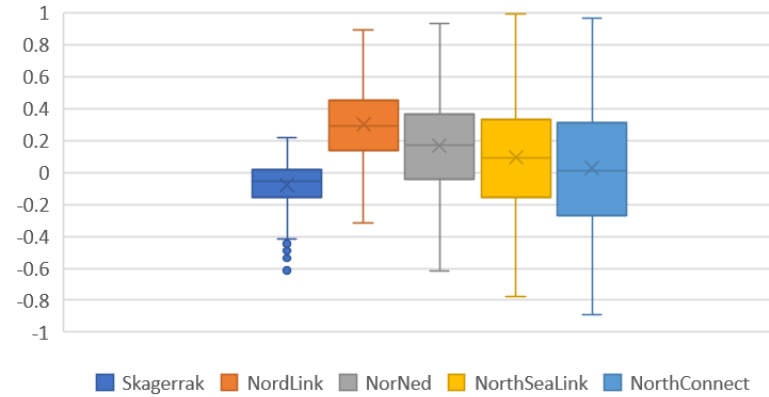
| Area | Nuclear | Hardcoal | Gas | Oil | Bio | Hydro | SPP | WPP |
|----------------|---------|----------|--------|--------|--------|--------|--------|-------|
| NO1 | | | | | | 0.313 | 0.005 | 0.009 |
| NO2 | | | | | | 0.754 | 0.005 | 0.035 |
| NO5 | | | | | | 0.444 | 0.002 | 0.020 |
| NO3 | | | 0.000 | | | 0.206 | 0.001 | 0.036 |
| NO4 | | | | | | 0.068 | | 0.009 |
| Sweden-N | | | 0.003 | 0.000 | | 0.289 | 0.002 | 0.085 |
| Sweden-S | | | 0.015 | 0.039 | 0.063 | 0.099 | 0.009 | 0.078 |
| Finland | 0.176 | | 0.007 | 0.028 | 0.090 | 0.078 | 0.003 | 0.059 |
| Denmark | | | -0.022 | 0.002 | 0.005 | | 0.008 | 0.045 |
| Germany | | -0.209 | -0.922 | -0.049 | -0.101 | -0.043 | 0.035 | 0.047 |
| Netherlands | -0.005 | | -0.312 | -0.008 | -0.021 | | -0.002 | 0.011 |
| Belgia | | | -0.214 | -0.013 | -0.010 | | -0.001 | 0.005 |
| Great Britain | -0.105 | | -1.000 | -0.022 | -0.032 | -0.035 | 0.003 | 0.237 |
| France | 0.071 | | -0.012 | 0.008 | 0.005 | -0.019 | 0.012 | 0.014 |
| Switzerland | | | | | | | | |
| Austria | | | | | | | | |
| Czech Republic | | | | | | | | |
| Poland | | 0.088 | -0.001 | 0.038 | 0.014 | 0.001 | 0.001 | 0.027 |
| Baltic | 0.017 | 0.000 | 0.000 | 0.121 | 0.006 | 0.012 | 0.000 | 0.011 |

Transmission utilization []

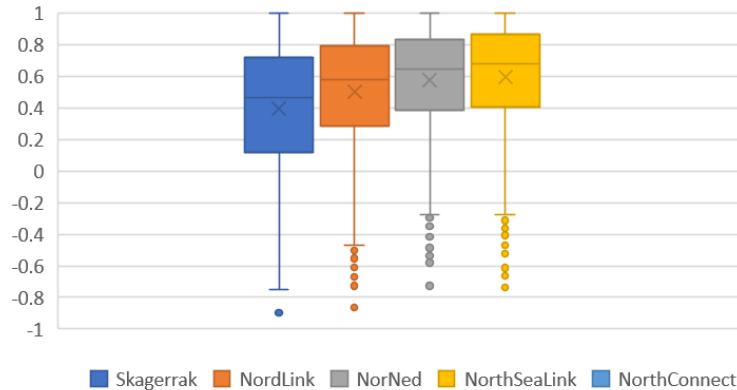
I - Base



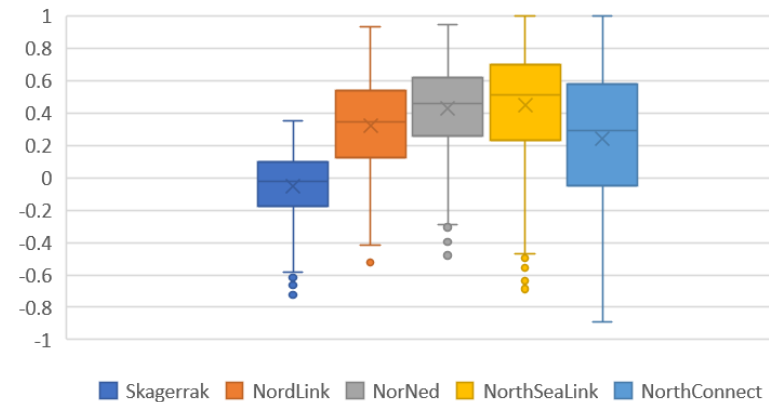
II - Expanded Flex



III - Base High Gas



IV - Expanded Flex High Gas

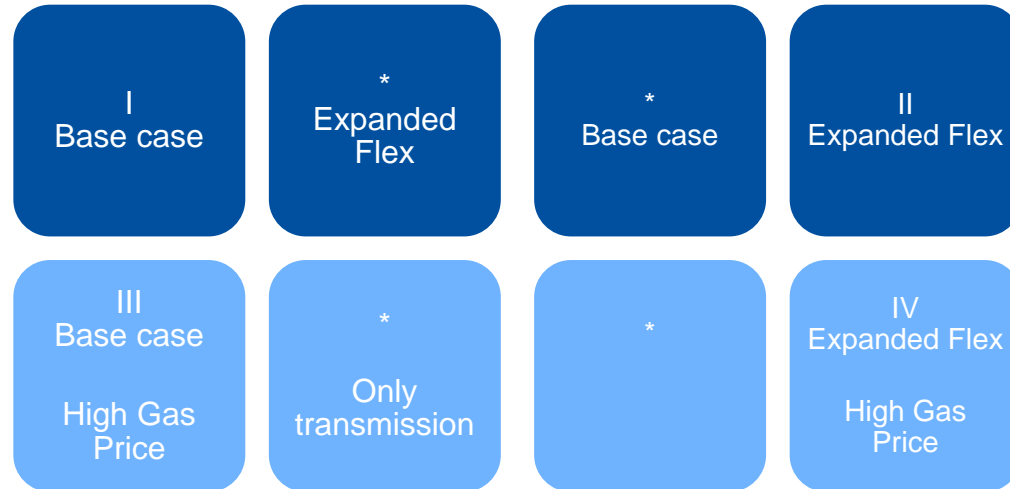


Pump utilization

- TBC

Further work

- Effect of increased VRE capacity
- Updated scenario matrix



References

- Helseth et al (2018), *Multi-market Price Forecasting in Hydro-Thermal systems*
- Solvang et. al (2014), *Norwegian hydropower for large-scale electricity balancing needs*

Thanks for your attention!

- Any questions?
- Any ideas?

System capacity mix [GW]

| Group name | Nuclear | Lignite | HardCoal | Gas | Oil | Bio | SPP | WPP | Hydro |
|----------------|-------------|------------|-------------|--------------|-------------|-------------|--------------|--------------|--------------|
| Norway_South | | | | 0.0 | | | 1.9 | 3.1 | 42.1 * |
| Norway_Mid | | | | 0.0 | | | 0.2 | 3.7 | 7.6 |
| Norway_North | | | | | | | | 0.6 | 2.7 |
| Sweden_North | | | | 2.5 | 0.9 | 1.6 | 2.6 | 24.9 | 16.3 |
| Finland | 5.2 | | | 3.5 | 0.7 | 2.5 | 0.9 | 7.9 | 3.3 |
| Denmark | | | | 2.6 | 0.4 | 1.8 | 5.7 | 13.0 | |
| Germany | 0.0 | | 19.2 | 44.0 | 3.0 | 7.4 | 99.9 | 82.2 | 4.8 |
| Netherlands | 0.4 | | | 12.1 | 0.8 | 1.8 | 23.3 | 19.7 | 0.0 |
| Belgium | 0.0 | | | 10.8 | 1.3 | 0.9 | 16.6 | 10.6 | 0.0 |
| Great-Britain | 8.1 | | | 36.3 | 0.9 | 4.1 | 32.9 | 44.0 | 1.2 |
| Sweden_South | | | | | | | | 0.0 | |
| France | 46.3 | | | 7.6 | 2.1 | 3.9 | 39.4 | 58.0 | 32.3 |
| Switzerland | | | | | | | | | |
| Austria | | | | | | | | | |
| Czech_Republic | | | | | | | | | |
| Poland | 0.0 | 6.4 | 13.0 | 4.5 | 2.4 | 2.4 | 1.0 | 12.4 | 4.2 |
| Baltic | 0.9 | 0.0 | 0.0 | 2.8 | 1.4 | 0.3 | 0.1 | 1.8 | 2.8 |
| Sum | 60.8 | 6.4 | 32.2 | 126.7 | 13.9 | 26.6 | 224.5 | 282.0 | 117.4 |

*Hydropower
upgrade
scenario

Generation mix in TWh for case I

| Area | Nuclear | Hardcoal | Gas | Oil | Bio | Hydro | Ration | PV | Wind |
|---------------|--------------|--------------|--------------|------------|--------------|--------------|------------|--------------|--------------|
| NO1 | | | | | | 28.4 | | 0.7 | 1.3 |
| NO2 | | | | | | 37.7 | | 0.7 | 3.7 |
| NO5 | | | | | | 34.0 | | 0.3 | 2.9 |
| NO3 | | | | | | 33.7 | | 0.2 | 8.4 |
| NO4 | | | | | | 11.7 | | | 2.1 |
| Sweden-N | | | | | | 50.5 | | 0.4 | 27.6 |
| Sweden-S | | | 6.1 | 0.1 | 12.2 | 16.9 | | 2.0 | 21.5 |
| Finland | 40.3 | | 1.7 | 0.0 | 18.4 | 14.7 | | 0.8 | 18.7 |
| Denmark | | | 1.9 | 0.2 | 9.4 | | | 5.2 | 14.1 |
| Germany | | 79.7 | 105.0 | 1.3 | 55.1 | 27.6 | | 105.9 | 129.7 |
| Netherlands | 3.0 | | 40.4 | 0.0 | 12.9 | | | 24.1 | 16.7 |
| Belgium | | | 28.1 | 0.1 | 6.5 | | | 17.3 | 11.1 |
| Great Britain | 62.6 | | 98.2 | 0.2 | 27.8 | 5.2 | 0.0 | 32.3 | 59.6 |
| France | 331.6 | | 6.1 | 0.0 | 22.1 | 73.2 | | 44.8 | 109.3 |
| Poland | | 79.9 | 18.1 | 0.0 | 20.0 | 3.7 | | 1.0 | 32.1 |
| Baltic | 6.8 | 0.1 | 4.3 | | 2.4 | 4.0 | | 0.1 | 4.7 |
| Sum I | 444.3 | 159.6 | 309.9 | 1.9 | 186.7 | 341.2 | 0.1 | 235.8 | 463.5 |

Hydropower upgrades

- Solvang et al (2014)

Table 2.2 New power generation and pump installations – Scenario 3.

| Case | Power station | Output (MW) | Upper reservoir ¹ | Lower reservoir ² |
|------|--|-------------|------------------------------|------------------------------|
| A2 | Tonstad pumped storage power station | 1,400 | Nesjen (14 cm/h) | Sirdalsvatn (3 cm/h) |
| B3 | Holen pumped storage power station | 1,000 | Urarvatn (10 cm/h) | Bossvatn (12 cm/h) |
| B6b | Kvilldal pumped storage power station | 2,400 | Blåsjø (11 cm/h) | Suldalsvatn (6 cm/h) |
| B7b | Jøsenfjorden hydro storage power station | 2,400 | Blåsjø (11 cm/h) | Jøsenfjorden (sea) |
| C2 | Tinnsjø pumped storage power station | 2,000 | Mosvatn (3 cm/h) | Tinnsjø (4 cm/h) |
| C3 | Tinnsjø pumped storage power station | 2,400 | Kallhovd (7 cm/h) | Tinnsjø (4 cm/h) |
| D1 | Lysebotn hydro storage power station | 1,800 | Lyngsvatn (12 cm/h) | Lysefjorden (sea) |
| E1 | Mauranger hydro storage power station | 400 | Juklavatn (14 cm/h) | Hardangerfjorden (sea) |
| E2 | Oksla hydro storage power station | 700 | Ringedalsvatn (12 cm/h) | Hardangerfjorden (sea) |
| E3 | Tysso pumped storage power station | 1,000 | Langevatn (13 cm/h) | Ringedalsvatn (11 cm/h) |
| F1 | Sy-Sima hydro storage power station | 1,000 | Sysenvatn (11 cm/h) | Hardangerfjorden (sea) |
| G1 | Aurland hydro storage power station | 700 | Viddalsvatn(12 cm/h) | Aurlandsfjorden (sea) |
| G2 | Tyin hydro storage power station | 1,000 | Tyin (2 cm/h) | Årdalsvatnet ³ |
| | Total new power generation capacity | 18,200 | | |

¹ Water level decrease in parentheses.

² Water level increase in parentheses.

³ Insufficient data to calculate water level increase in Årdalsvatnet

Transmission upgrades

| 2050 Extended | C1 | C2 | Cap | Additional | Total cap |
|---------------|-----|-----|------|------------|-----------|
| NordLink | NOR | DEU | 1400 | 4 | 7000 |
| NorthSeaLink | NOR | GBR | 1400 | 0 | 1400 |
| NorthConnect | NOR | GBR | 1400 | 2 | 4200 |
| NordNed | NOR | NLD | 700 | 1 | 1400 |
| Skagerrak | NOR | DEN | 1700 | 1 | 3400 |
| | | | 6600 | 10800 | 17400 |