North Sea Offshore Networks; Enabling Offshore Wind and Balancing Power London 6-8 June 2011

# Designing offshore grid layouts and analysing their power market impact

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# **NOWITECH** in brief

### Objective:

Pre-competitive research laying a foundation for industrial value creation and cost-effective offshore wind farms. Emphasis on deep sea (+30 m).

### Work packages:

- 1. Numerical design tools (including wind and hydrodynamics)
- 2. Energy conversion system (new materials for lightweight blades & generators)
- 3. Novel substructures (bottom-fixed and floaters)
- 4. Grid connection and system integration
- 5. Operation and maintenance
- 6. Concept validation, experiments and demonstration
- Total budget (2009-2017): +NOK 320 millions including 25 PhD/post docs



### R&D partners SINTEF O NTNU - Trondheim Norwegian University of Science and Technology IF2 Institute for Energy Technology

## **Associate** R&D partners

**Risø DTU** National Laboratory for Sustainable Energy















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Norwegian Research Centre for Offshore Wind Technology

#### 4 **Industry partners** UGRO Lyse Vestovind **Statkraft** Vestas FUGRO OCEANOR **Statnett** DONG Statoil energy edf DEVOL **Aker**Solutions<sup>®</sup> Smart Motor **Associate industry partners** EnergiNorge Norsk vindkraftforening Navitas Network enova Norwegian Centres of Expertise NCE Instrumentation **NORWAY**



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# NOWITECH Work Package 4: Grid connection and system integration

#### **Objective:**

To develop technical and market based solutions for cost effective grid connection and system integration of offshore wind farms.

#### Three main tasks:

- Internal electrical infrastructure for offshore wind farms
- Grid connection and control
- Market integration and system operation









### Contents of presentation

- Why offshore grids?
- Offshore grid concepts
- An optimization approach
- Power market simulations







### A scenario of 130 GW offshore wind power in 2030..



# **Building interconnections**







# Offshore Network : Potential win-win situation



#### Source: A. Woyte, 3E/OffshoreGrid







#### "Trade-driven approach"



#### "Trade- and wind-driven approach"









# Offshore grid optimization

- Find an optimal grid structure taking into account:
  - Wind power variations
  - Stochastic power prices
  - On- and offshore load and generation scenarios
  - Use formal optimization for a structured approach to finding good grid layouts
    - Difficult to solve "by inspection"
    - Huge number of possible grid structures
    - → Combinatorial problem solved efficiently by optimization tools
  - Results:
    - Which cables to build
    - Capacity on the cables
- Gives valuable decision support, but:
- Must be combined with market/network model in an iterative procedure





# All considered interconnectors

- 33 considered projects
  - Leads to 1e25 possible configurations
  - Impossible to enumerate
- Onshore wind and other offshore wind, TradeWind "2030 medium wind" scenario
  - Norway: 4980MW
  - Denmark: 7291MW
  - Germany: 46606 MW
  - Netherlands: 13246MW
  - Belgium: 2026MW
  - UK: 35312MW

#### See Trötscher, Korpås: Wind Energy, Wiley (2011)



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Optimization locked to radials and point-to-point connections only...

See Trötscher, Korpås: Wind Energy, Wiley (2011)







# Enabling meshed structures...

- Investement in grid infrastructure approx. 27 billion. €
  - Depending on cost scenario
- Savings by allowing a meshed grid: approx. 2 billion €
- Increased cable utilization (70 % vs 45 %)
- Meshed grid is more complex to operate
- Uncertain costs of t-offs/circuit breakers





# Using the grid optimization tool for the "Grand design" scenario in the WINDSPEED project











- Work package 2: Quantify energy system effects in 2020 of different offshore grid configurations in the North Sea
  - o Prices
  - o Transmission
  - o Energy balances
  - o Socio-economic benefits
  - Reservoir utilization



## Important mechanisms under study

- o National goals: large wind-power investments within 2020
- Varying wind-power and prices
- This adds value to:
  - Transmission capacity in general
  - Flexibility in the transmission system (cf. radial vs. integrated grid)
- We focus on spot market not balancing market







# **EMPS model: Optimization and simulation**





Technology for a better society

## **North Sea nodes**



North Sea node

#### Wind-farm capacity (MW)



#### Electrification (MW)





### **Off-shore integration can reduce export potential**

Example 2: Wind 200 MW, electrification 300 MW





### Alternative offshore grid configurations







Technology for a better society

# **Conclusions I**

- Meshed grids may give better economic benefit for the EU as a whole than do radial connections
  - Steps should be taken to reduce regulatory barriers
  - Pre-study indicates potential of savings of around 9-13% of investment cost
- Meshed grid have a higher utilization rate than do radial wind farm connections (~70% vs ~45%)
- Cost of VSC HVDC T-offs/circuit breakers as opposed to distance to shore will influence optimal grid structure
  - Higher costs short distance  $\rightarrow$  radial + bilateral interconnectors
  - Lower costs long distance → meshed grid
- Meshed grids also...
  - Improves reliability of grid connection for wind farms
  - ... Makes it viable to connect wind farms further offshore



# **Conclusions II**

- The benefits of offshore grids and T-connections heavily depends on the cable sizing
  - A systematic sizing approach is required
- Detailed market/grid simulations is needed to assess the costs and benefits of meshed grid designs vs a "radial and point-to-point" approach to offshore grid planning
- Onshore grid modelling detail influences the simulated utilization of the subsea cables
  - Offshore grid design and building strategy must also reflect the plans and opportunities for onshore grid upgrades
  - Must take into account the expected continued growth in onshore wind development

