

Contents

Foreword	xiii
Preface	xv
List of Contributors	xix
1 The Microgrids Concept	1
<i>Christine Schwaegerl and Liang Tao</i>	
1.1 Introduction	1
1.2 The Microgrid Concept as a Means to Integrate Distributed Generation	3
1.3 Clarification of the Microgrid Concept	4
1.3.1 <i>What is a Microgrid?</i>	4
1.3.2 <i>What is Not a Microgrid?</i>	6
1.3.3 <i>Microgrids versus Virtual Power Plants</i>	7
1.4 Operation and Control of Microgrids	8
1.4.1 <i>Overview of Controllable Elements in a Microgrid</i>	8
1.4.2 <i>Operation Strategies of Microgrids</i>	10
1.5 Market Models for Microgrids	12
1.5.1 <i>Introduction</i>	12
1.5.2 <i>Internal Markets and Business Models for Microgrids</i>	15
1.5.3 <i>External Market and Regulatory Settings for Microgrids</i>	19
1.6 Status Quo and Outlook of Microgrid Applications	22
References	24
2 Microgrids Control Issues	25
<i>Aris Dimeas, Antonis Tsikalakis, George Kariniotakis and George Korres</i>	
2.1 Introduction	25
2.2 Control Functions	25
2.3 The Role of Information and Communication Technology	27
2.4 Microgrid Control Architecture	28
2.4.1 <i>Hierarchical Control Levels</i>	28
2.4.2 <i>Microgrid Operators</i>	31
2.5 Centralized and Decentralized Control	32
2.6 Forecasting	35

2.6.1	<i>Introduction</i>	35
2.6.2	<i>Demand Forecasting</i>	37
2.6.3	<i>Wind and PV Production Forecasting</i>	38
2.6.4	<i>Heat Demand Forecasting</i>	39
2.6.5	<i>Electricity Prices Forecasting</i>	39
2.6.6	<i>Evaluation of Uncertainties on Predictions</i>	40
2.7	Centralized Control	40
2.7.1	<i>Economic Operation</i>	41
2.7.2	<i>Participation in Energy Markets</i>	42
2.7.3	<i>Mathematical Formulation</i>	45
2.7.4	<i>Solution Methodology</i>	46
2.7.5	<i>Study Case</i>	47
2.7.6	<i>Results</i>	48
2.8	Decentralized Control	51
2.8.1	<i>Multi-Agent System Theory</i>	52
2.8.2	<i>Agent Communication and Development</i>	54
2.8.3	<i>Agent Communication Language</i>	59
2.8.4	<i>Agent Ontology and Data Modeling</i>	60
2.8.5	<i>Coordination Algorithms for Microgrid Control</i>	60
2.8.6	<i>Game Theory and Market Based Algorithms</i>	69
2.8.7	<i>Scalability and Advanced Architecture</i>	70
2.9	State Estimation	72
2.9.1	<i>Introduction</i>	72
2.9.2	<i>Microgrid State Estimation</i>	73
2.9.3	<i>Fuzzy State Estimation</i>	74
2.10	Conclusions	76
	Appendix 2.A Study Case Microgrid	76
	References	78
3	Intelligent Local Controllers	81
	<i>Thomas Degner, Nikos Soutani, Alfred Engler and Asier Gil de Muro</i>	
3.1	Introduction	81
3.2	Inverter Control Issues in the Formation of Microgrids	82
3.2.1	<i>Active Power Control</i>	82
3.2.2	<i>Voltage Regulation</i>	82
3.3	Control Strategies for Multiple Inverters	82
3.3.1	<i>Master Slave Control Scheme</i>	82
3.3.2	<i>Multi-Master Control Scheme</i>	83
3.3.3	<i>Droop Control Implementation in the VSI</i>	85
3.3.4	<i>Ancillary Services</i>	89
3.3.5	<i>Optional Secondary Control Loops</i>	90
3.4	Implications of Line Parameters on Frequency and Voltage	
	Droop Concepts	92
3.4.1	<i>Power Transmission in the LV Grid</i>	92
3.4.2	<i>Comparison of Droop Concepts at the LV Level</i>	93
3.4.3	<i>Indirect Operation of Droops</i>	94

3.5	Development and Evaluation of Innovative Local Controls to Improve Stability	98
3.5.1	<i>Control Algorithm</i>	98
3.5.2	<i>Stability in Islanded Mode</i>	100
3.5.3	<i>Stability in Interconnected Operation</i>	107
3.6	Conclusions	115
	References	116
4	Microgrid Protection	117
	<i>Alexander Oudalov, Thomas Degner, Frank van Overbeeke and Jose Miguel Yarza</i>	
4.1	Introduction	117
4.2	Challenges for Microgrid Protection	118
4.2.1	<i>Distribution System Protection</i>	118
4.2.2	<i>Over-Current Distribution Feeder Protection</i>	120
4.2.3	<i>Over-Current Distribution Feeder Protection and DERs</i>	121
4.2.4	<i>Grid Connected Mode with External Faults (F1, F2)</i>	121
4.2.5	<i>Grid Connected Mode with Fault in the Microgrid (F3)</i>	123
4.2.6	<i>Grid Connected Mode with Fault at the End-Consumer Site (F4)</i>	124
4.2.7	<i>Islanded Mode with Fault in the Microgrid (F3)</i>	124
4.2.8	<i>Islanded Mode and Fault at the End-Consumer Site (F4)</i>	124
4.3	Adaptive Protection for Microgrids	125
4.3.1	<i>Introduction</i>	125
4.3.2	<i>Adaptive Protection Based on Pre-Calculated Settings</i>	126
4.3.3	<i>Microgrid with DER Switched off, in Grid-Connected Mode</i>	129
4.3.4	<i>Microgrid with Synchronous DERs Switched on in Grid Connected and Islanded Modes</i>	134
4.3.5	<i>Adaptive Protection System Based on Real-Time Calculated Settings</i>	140
4.3.6	<i>Communication Architectures and Protocols for Adaptive Protection</i>	144
4.4	Fault Current Source for Effective Protection in Islanded Operation	146
4.5	Fault Current Limitation in Microgrids	151
4.6	Conclusions	154
	Appendices:	154
4.A.1	<i>A Centralized Adaptive Protection System for an MV/LV Microgrid</i>	154
4.A.2	<i>Description of the Prototype FCS</i>	161
	References	164
5	Operation of Multi-Microgrids	165
	<i>João Abel Peças Lopes, André Madureira, Nuno Gil and Fernanda Resende</i>	
5.1	Introduction	165
5.2	Multi-Microgrid Control and Management Architecture	167
5.3	Coordinated Voltage/var Support	169

5.3.1	<i>Introduction</i>	169
5.3.2	<i>Mathematical Formulation</i>	169
5.3.3	<i>Proposed Approach</i>	171
5.3.4	<i>Microgrid Steady-State Equivalents</i>	172
5.3.5	<i>Development of the Tool</i>	173
5.3.6	<i>Main Results</i>	174
5.4	<i>Coordinated Frequency Control</i>	178
5.4.1	<i>Hierarchical Control Overview</i>	178
5.4.2	<i>Hierarchical Control Details</i>	181
5.4.3	<i>Main Results</i>	183
5.5	<i>Emergency Functions (Black Start)</i>	186
5.5.1	<i>Restoration Guidelines</i>	187
5.5.2	<i>Sample Restoration Procedure</i>	189
5.6	<i>Dynamic Equivalents</i>	192
5.6.1	<i>Application of Dynamic Equivalence Based Approaches to Microgrids</i>	193
5.6.2	<i>The Microgrid System Definition</i>	194
5.6.3	<i>Developing Microgrid Dynamic Equivalents</i>	195
5.6.4	<i>Main Results</i>	200
5.7	<i>Conclusions</i>	202
	<i>References</i>	203
6	Pilot Sites: Success Stories and Learnt Lessons	206
	<i>George Kariniotakis, Aris Dimeas and Frank Van Overbeeke</i>	
	<i>(Sections 6.1, 6.2)</i>	
6.1	<i>Introduction</i>	206
6.2	<i>Overview of Microgrid Projects in Europe</i>	206
6.2.1	<i>Field Test in Gaidouromandra, Kythnos Microgrid (Greece): Decentralized, Intelligent Load Control in an Isolated System</i>	208
6.2.2	<i>Field Test in Mannheim (Germany): Transition from Grid Connected to Islanded Mode</i>	218
6.2.3	<i>The Bronsbergen Microgrid (Netherlands): Islanded Operation and Smart Storage</i>	222
	<i>References</i>	231
6.3	<i>Overview of Microgrid Projects in the USA</i>	231
	<i>John Romankiewicz, Chris Marnay (Section 6.3)</i>	
6.3.1	<i>R&D Programs and Demonstration Projects</i>	232
6.3.2	<i>Project Summaries</i>	236
	<i>References</i>	248
6.4	<i>Overview of Japanese Microgrid Projects</i>	249
	<i>Satoshi Morozumi (Section 6.4)</i>	
6.4.1	<i>Regional Power Grids Project</i>	249
6.4.2	<i>Network Systems Technology Projects</i>	257
6.4.3	<i>Demonstration Project in New Mexico</i>	258

6.5	Overview of Microgrid Projects in China	262
	<i>Meiqin Mao (Section 6.5)</i>	
6.5.1	<i>Microgrids on Islands</i>	262
6.5.2	<i>Microgrids in Industrial, Commercial and Residential Areas</i>	264
6.5.3	<i>Microgrids in Remote Areas</i>	268
	References	269
6.6	An Off-Grid Microgrid in Chile	270
	<i>Rodrigo Palma Behnke and Guillermo Jiménez-Estévez (Section 6.6)</i>	
6.6.1	<i>Project Description</i>	270
6.6.2	<i>Demand-Side Management</i>	272
	References	274
7	Quantification of Technical, Economic, Environmental and Social Benefits of Microgrid Operation	275
	<i>Christine Schwaegerl and Liang Tao</i>	
7.1	Introduction and Overview of Potential Microgrid Benefits	275
7.1.1	<i>Overview of Economic Benefits of a Microgrid</i>	275
7.1.2	<i>Overview of Technical Benefits of a Microgrid</i>	277
7.1.3	<i>Overview of Environmental and Social Benefits of a Microgrid</i>	277
7.2	Setup of Benefit Quantification Study	278
7.2.1	<i>Methodology for Simulation and Analysis</i>	278
7.2.2	<i>European Study Case Microgrids</i>	279
7.3	Quantification of Microgrids Benefits under Standard Test Conditions	285
7.3.1	<i>Definition of Standard Test Conditions</i>	285
7.3.2	<i>Balancing and Energy Results</i>	285
7.3.3	<i>Technical Benefits</i>	287
7.3.4	<i>Economic Benefits</i>	289
7.3.5	<i>Environmental Benefits</i>	291
7.3.6	<i>Reliability Improvement</i>	293
7.3.7	<i>Social Aspects of Microgrid Deployment</i>	296
7.4	Impact of External Market Prices and Pricing Policies	296
7.4.1	<i>Sensitivity Analysis</i>	296
7.4.2	<i>Sensitivity of Energy Balancing in Response to External Market Prices and Price Settings</i>	298
7.4.3	<i>Sensitivity of Technical Benefits (Losses) in Response to External Market Prices and Price Settings</i>	300
7.4.4	<i>Sensitivity of Economic Benefits in Response to External Market Prices and Price Settings</i>	301
7.4.5	<i>Sensitivity of Environmental Benefits in Response to Market Prices and Price Settings</i>	302
7.5	Impact of Microgrid Operation Strategy	303
7.6	Extension to European Scale	307
7.7	Conclusions	310
	References	313
	Index	315

