

## Forecasting Distributed Energy Resources: Progress and Challenges

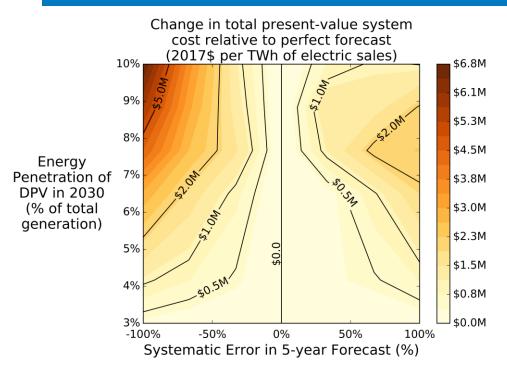
Ben Sigrin - NREL March 2019

# The grid is decentralizing

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### **Misforecasting Is Expensive**



#### Normalized total present-value costs due to systematic DPV misforecasts in the Western Interconnection through 2030

*Estimating the Value of Improved Distributed Photovoltaic Adoption Forecasts for Utility Resource Planning*, NREL, May 2018 (Gagnon et al. 2018)

#### Improved DPV capacity forecasting could save ratepayers \$400,000/TWh of utility sales

# **Under-forecasting:** An overbuilt system with unused capacity

**Over-forecasting:** An underbuilt system without sufficient capacity and reliability issues.

#### **Two Types of Forecasting**



#### **Transmission-level**

- Focus is on predicting aggregate amount, e.g. state, county, or ISO-level
- Forecasts primarily affect generation and transmission resource plans

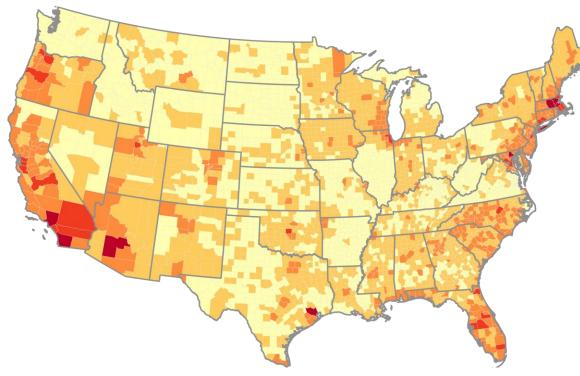


#### **Distribution-level**

- Focus is on predicting spatial pattern of adoption, e.g. feeder-level or householdlevel
- Forecasts primarily affect distribution resource plans

## Experiences with Transmission-level Planning

#### How much DPV will be adopted?

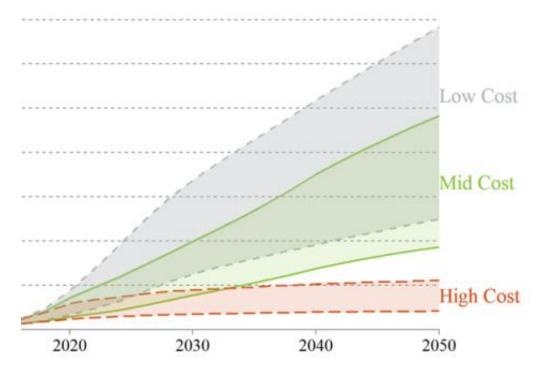


NREL conducts an national DPV adoption forecast annually. This image shows the spatial distribution of the Central scenario for the 2018 study Transmission-level forecasts are traditionally used in IRPs, load forecasting, and other "big picture" studies

They are often less focused on predictive accuracy and instead on understanding a potential range of outcomes or tipping points.

Often, the projections are highly dependent on policy assumptions

## Challenges with Transmission-level Forecasting

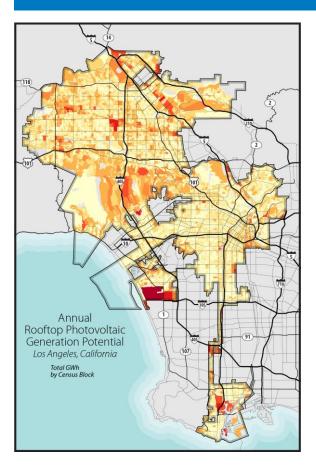


Scenarios show range of cost and DPV future compensation scenarios. Cole et al (2016). 2016 Standard Scenarios Report: A U.S. Electricity Sector Outlook.

- Projections span a wide range of jurisdictions, making it challenging to reflect current policy and retail electricity parameters
- Wide range of methods to calibrate models, with limited focus historically on validation
- Very few models are publicly accessible or receive stakeholder feedback

# Experiences with Distribution-level Planning

### Where will DPV be adopted?

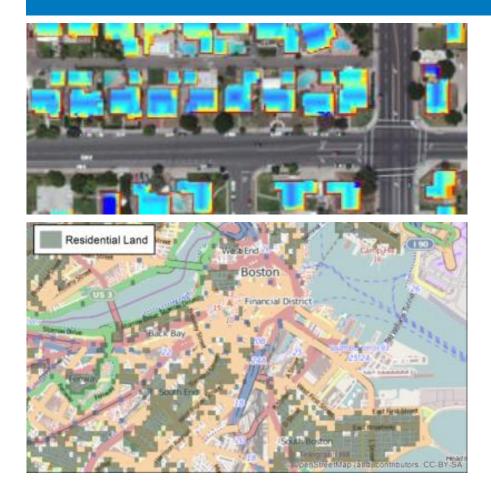


Distribution-level DER modeling seeks to understand DER adoption patterns either at the individual or substation-level to inform distribution planning

In ongoing projects with Los Angeles Department of Water and Power (LADWP) and the Orlando Utility Commission (OUC), NREL is developing customer-level probabilities of adoption based on individual-level data

These forecasts are then used to inform, variously, distribution hosting capacity, capacity expansion modeling, and rate design.

## Challenges with Distribution-level Modeling



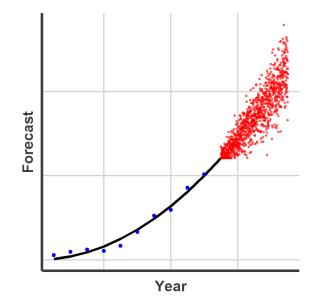
- Highly data and computationally intensive, with varying levels of types of data available
- High risk of overfitting when do models add value, vs noise
- Very few models are publicly accessible or receive stakeholder feedback

# Resilient Planning for Distributed Energy Resources (RiDER)

Advancing the stateof-art in long term resource planning

- **Open sourcing** NREL's **dGen** model, an **agent-based** model for DER customer adoption.
- Develop county-level projections of distributed solar and storage deployment for each of the ISO/RTO participants' control areas
  - Multidisciplinary team comprises members of the NREL dGen modeling team, NREL Commercial and Residential Buildings modeling team, the University of Texas at Austin

### Improving foundational methods



Develop data-driven models *to validate model's predictive performance* 



Develop statisticallyrepresentative load profiles *with electrification and EE scenarios* 

#### Making data and code available to all



Publishing county and ISO-level forecasts (Dec 2019)



Open sourcing model code (Sept 2020) Interactive web app (Mar 2020) Free training (2020 – 2021)

## All 7 of the U.S. ISO/RTOs

## are partners in this project



🍣 California ISO









SPP Southwest Power Pool

#### Three ways to learn more

#### Attend our workshop:

March 21<sup>st</sup> 1 – 5pm after ESIG Tamaya Hyatt – Badger Room Email for call-in information

#### **Email us:**

Paritosh.Das@NREL.gov Benjamin.Sigrin@NREL.gov

#### Subscribe to the dGen mailing list:

http://www.nrel.gov/analysis/dgen/

# Thank you

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