Grid Digitalisation & Data Strategy

Consultation July 2020



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The UK became the first major economy in the world to pass laws to end its contribution to global warming by 2050. This is expressed as a target to bring its greenhouse gas emissions to net zero by 2050. In the North West, local authorities are working towards achieving this target or, in some cases, an earlier date; Greater Manchester aims to achieve net zero by 2038.

The electricity supply industry has a significant part to play in achieving net zero and Electricity North West is committed to playing a leading role in what will be a transformation of the industry. Net zero will lead to unparalleled changes in the way that our customers want to use our network. It is anticipated that demand for electricity will double as customers turn to electricity to power their cars and heat their homes; at the same time customers will want to generate their own electricity and distribute it through our network at unprecedented levels.

This will require a fundamental change in the way that we operate our network and in the way that we interact with our customers. Historically, our network was relatively simple, transporting electricity in one direction from generators to our customers. Going forward the situation will be more complex with multi-directional power flows that will vary greatly over the period of a day.

What use to be relatively simple...



....is becoming far more complex and multi-directional



1 Smart grid vision

In short, our existing passive distribution network will transform into a smart grid that provides sensing and control throughout and facilitates two-way communications with our customers.

The transition to a smart grid will deliver the following benefits:

- Increased integration of low carbon technologies
- More efficient distribution of electricity incurring lower losses
- Reduced peak demand
- Improved supply resilience faster supply restoration
- Reduced cost lower electricity bills.

Our customers have a large part to play in achieving net zero and our delivery of a smart grid. We will work together with our customers in an open and transparent manner and aim to provide improved digital services and open access to network and market information. We will fully implement the recommendations of the UK's <u>Energy Data</u><u>Taskforce</u> (EDTF), led by industry regulator Ofgem:

- Digitalisation of the energy system
- Maximising the value of data
- Visibility of data
- Coordination of asset registration

There will be up to 2.5 million electric vehicles in the North West

Renewable energy connected to the network could triple to

7.9 GW

The North West's electricity demand could grow from 4.4 GW to 7.7 GW by 2050



This document forms part of a suite of consultation documents that support Electricity North West's business objectives to help deliver net zero and enable the transition to distribution system operation (DSO). It supports and should be read in conjunction with our draft 'DSO strategy' and 'Analysis of DSO functions'.

We are inviting our customers and wider stakeholders to review and comment on our plans, to ensure we have a good understanding of their expectations when planning for the future of our network. The consultation questions are displayed in the relevant sections of this document.

This document is part of a suite of current documents which explain how we are preparing our network for the net zero carbon future. We are also inviting feedback from stakeholders on:

- Our draft DSO strategy and our Analysis of DSO functions document. Consultation on these DSO documents runs from 6 July - 9 September 2020
- Inputs to our **Distribution future electricity scenarios** (DFES), which are used to create our forecasts for future capacity requirements. This consultation runs from 6 July - 7 August 2020
- Three 'decarbonisation pathways' for Greater Manchester, Lancashire and Cumbria, energy blueprints developed with Cadent, the region's main gas network operator.

Purpose of our strategy documents

In this document we focus on our plans to install additional monitoring and control equipment across our network that will provide the enhanced visibility of network conditions in real time and provide the aranularity of remote control required for a smart grid. We also provide details on the additional data that this enhanced monitoring equipment provides and how this data will be made available to customers and other stakeholders.

This strategy builds on the learning from many innovation projects that we now plan to roll-out as business as usual solutions to address our smart grid challenges. Our new network management system (NMS) underpins our development of a smart grid and incorporates technology developed through our innovation projects.

Throughout this document the estimated cost of any proposals is provided as follows:



between £1m and £10m

more than £10m



Felectricity ringing energy to your door

3 Network control

Progress

In order to manage increasingly uncertain energy flows on the network, it is essential that key network parameters such as voltage and power flow magnitude and direction at critical points in the network are measured in real time. Consequently, key enablers for a smart grid include numerous additional network energy and voltage measurement points, advanced communications technology and enhanced automatic control capabilities.

Electricity North West has made a significant investment to replace its old Control Room Management System (CRMS) with a state-ofthe-art NMS. The new NMS provides increased visibility of network operation coupled with dynamic control to optimise the configuration of the network at any given time. It has incorporated, and improved, automatic supply restoration algorithms from the old CRMS, delivering improved security of supply. Its outage management system provides efficient management of field teams and up-to-theminute customer information.

Central to the development of our NMS is the necessity to have an accurate representation of the network. We have completed a comprehensive cleanse of our asset information and established a single geospatial asset management system. This has, in effect, created a single model of the network that only requires maintenance in one system, and can then be extracted for other systems, such as power flow modelling tools. This has delivered efficiency and accuracy in our data management processes.

Another element of the implementation of our NMS is the conversion of all communications at our grid and primary substations from analogue to digital data; this data is exchanged over the company's core data network that is independent of third party communications providers.

Furthermore, to improve the communication efficiency and interoperability between our NMS system and the network points of data acquisition, we have adopted an open standard communication protocol at all our grid and primary substations.



Next steps

Innovation has been an integral part of our success. We have demonstrated through a series of innovation projects how we can deliver value for our customers. Going forward it is our intention to apply our learning from these projects and develop it into business as usual processes. Specifically, we will embed the learning from projects like <u>CLASS</u>, <u>Smart Street</u> and <u>Capacity to Customers</u> (C2C) into the NMS to deliver our smart grid.

As the number of smart meters installed at customer premises increases, the NMS will assimilate consumption data (aggregated or discrete) to provide its control system with greater insight of the energy flow on the network to make better optimisation decisions. Smart meter power outage and restoration functionality will assist NMS fault location and restoration performance.

An active network management (ANM) facility will be incorporated into the NMS to integrate the dispatch of flexible generation and demand to optimise network operation and minimise reinforcement expenditure. This will allow flexibility service providers maximum access to the market and deliver network capacity at an efficient cost.

To deliver the smart grid benefits that we expect, the NMS system will collect and store significantly more data on the demands placed upon the network and the performance of the network in meeting those new demands. In line with the EDTF recommendations, it is our intention to make as much of this data as possible available to customers in an open and industry standard format. This, we hope, will help our customers to make informed decisions, enabling them to improve their energy use or generation which will benefit themselves and other users of the network.



Progress

We offer a range of flexible connections to the network enabling customers to participate in the flexibility service market or to lower the cost of connection. Many existing flexible connections have old standard control and communications arrangements. All new flexible connections will incorporate four-quadrant (real/reactive power, import/export) metering, open standard protocol technology and an appropriate digital communication path. The same arrangements will also be offered to existing flexible connection customers to allow them to fully contribute to our smart grid future.

We presently offer a range of information sets to provide insight into connection and market opportunities:

- <u>System-wide resource register/embedded capacity register</u> detailing distributed energy resource connections (capacity>1MW) to the network
- Long term development statement detailing demand and capacity at network substations
- <u>Distribution future electricity scenarios</u> (DFES) providing demand and generation scenario forecasts that reflect our stakeholders' energy needs
- <u>Network capacity heat maps</u> geospatial network maps detailing capacity availability.

Next steps

We are collaborating with other network operators, through the ENA's <u>Open Networks Project</u> and <u>Data Working Group</u>, to ensure that our information is provided in a common industry standard. Furthermore, the Data Working Group is investigating the feasibility of producing a digital system map that would provide a range of technical information from across the energy industry (gas and electricity), available in a single location and in an open and interoperable format.

We, and the other network companies, are also collaborating with ElectraLink in the development of a one-stop-shop for all electricity data to be made available in an open and interoperable format through the <u>Flexr project</u>.

Notwithstanding this collaborative work, we are looking to enhance our own current information portfolio. Of note is the development of our DFES information to include a forecast of reactive power requirements.

As we head towards net zero both the distribution networks and the transmission system will interact on a level not seen before. It is vital, to ensure efficient system coordination, that there is a much richer data exchange between distribution and transmission companies. To precipitate this, we have raised a modification proposal (GC0139) to the Grid Code that requires an enhanced level of data exchange, consistent with the need for whole system planning across distribution and transmission networks.

To ensure an accurate and efficient data exchange, associated with GC0139 and with other stakeholders, we are developing our capability to provide network models and information generally according to the <u>IEC Common Information Model</u> (CIM) standard. This will streamline data exchange with National Grid and, in line with EDTF recommendations, CIM information will be made publicly available.



1. In addition to our proposals on publishing network data, what other types or categories of network data would you like to see published?

5.1 Smart substations

Although traditional substation designs have delivered a high quality supply of electricity to our customers over many years, they do not meet the requirements for a smart grid. They provide a limited number of measurements which are communicated slowly utilising old technology.

Future smart substations and field equipment will be connected using modern, higher bandwidth communications technology and all field sensors and protection devices will support IP communication using open standards. This delivers advantages in that many more measured values can easily be collected and transmitted to the control centre for decision-making; it also provides the capability to remotely interrogate and configure measurement and control devices. The adoption of international standards also opens the supplier market for equipment and encourages a wider supplier base to adopt these standards to compete effectively in the market.

Progress

To enable our existing substations to talk with our new NMS we have converted the communications links of all our grid and primary substations from analogue to digital technology, adopting an open standard communications protocol.

Next steps

We will continually review our standard substation designs to incorporate the latest developments in technology, which will enable us to gather ever more measurement and control data. Increased and improved data will drive increasingly complex control algorithms to deliver an efficient and smart grid.

We anticipate that our new substation designs will facilitate remote configuration of primary substation equipment and network protection devices, allowing us to change the network's operating state in response to changing conditions.

5.2 Low voltage (LV) network

Arguably, the LV network will experience the most significant change in use as our customers use increasing numbers of low carbon technologies (LCTs). Network power flows, losses, voltage and harmonic levels will all be impacted. Traditional LV network design methods would require significant levels of network reinforcement to cater for this change in use.

Progress

Our Smart Street innovation project has demonstrated that these problems can be addressed in a smarter way using increased monitoring of the LV network in conjunction with active voltage optimisation and automatic network re-configuration. As part of the project trials, Smart Street technology was deployed at around 40 locations. We installed LV circuit breakers and switches, on-load tap changing transformers and monitoring devices that communicate with the NMS. The closed loop control system operates to ensure that there are no network voltage violations and reconfigures the network to optimise for power flow and losses.



Distance from substation

Impact of low carbon technologies on customer supply voltage

Next steps

Following the success of this project we were awarded £18 million from Ofgem's <u>Innovation Rollout Mechanism</u> (IRM), enabling us to roll-out the technology into business as usual at 180 sites across the region. The rollout will be prioritised to address locations where we observe the highest levels of LCT penetration. It is anticipated that the technology will be further deployed at many more locations over the next eight years. **£££**

To improve our modelling capability for use in planning and real-time control applications, we plan to develop a four-wire model of the LV network, based on core data held within our NMS and geospatial information system. We plan to develop and deploy this model.

As smart meter data becomes available this will be incorporated into our NMS to further refine our understanding of how the network is operating in real-time.

We will publish as much of this network data as possible, recognising the restrictions around publishing personal data under the General Data Protection Regulation (GDPR). Visibility of this data will, for example, help inform suitable locations for electric vehicle charge points or community-based solar generator installations.

It is envisaged that this data provision will support the development of community and local energy projects for the benefit of both the community and our network.

Q

- 2. Would you find the publication of low voltage network data useful? If so what uses would you apply to the data?
- 3. Do you agree that providing data from our low voltage network will stimulate community and local energy projects?
- 4. What other information could we provide to stimulate community and local energy projects?

5.3 High voltage (HV - 11/6.6kV) network Progress

During the commissioning of our new NMS system we converted substation communication links from analogue to digital technology using open standard communications protocols. We will install more of this technology at strategic points on the network and at distributed energy resource (DER) connection points. This will provide much greater volumes of network information to our NMS outage management system, resulting in improved fault response performance.

Next steps

Increasing monitoring, control and automation of the HV network is crucial to supporting the development of a smart grid. It will provide greater visibility of the network operating parameters in real-time and enable customers to flexibly contribute to network efficiency and security. This information will provide a far greater insight into network operation in real-time and enable better customer information about network capacity and any restrictions that apply to that capacity at any given time.

The implementation of expanded data collection has been guided by the learning from our innovation projects – <u>C2C</u>, <u>Respond</u> and <u>Celsius</u>. We will install monitoring and control points to enable us to transition these projects into business as usual, therefore significantly increasing the capacity available to new connection customers. Capacity availability data will be published for the benefit of prospective connection customers. **££**

5.4 Extra high-voltage (EHV - 132kV & 33kV) network

As with the HV network, open standard communication protocol and associated technology has been installed at all our grid and bulk supply substations.

Next steps

Our new NMS will incorporate an ANM capability. ANM will operate across all voltage levels on the network to maximise available network capacity for customer use. Central to this capability will be the development of automated flexibility procurement systems that will contract for flexibility services in near real-time.

The EHV network interfaces with the national transmission system. It will be a requirement of the ANM system to recognise constraints on both the EHV network and the transmission system and manage boundary flows of energy to ensure both networks can operate within design limits. This will require real-time data exchanges between distribution and transmission network management systems. These data exchanges will be facilitated through secure digital links between control systems typically using open standard protocols such as Inter Control Centre Protocol (ICCP).

These digital links will be used to communicate critical network information such as available capacity, current power flow, network constraints and network status data. In addition, digital links between control systems may also be used to provide National Grid with a limited control capability to constrain or trip distribution connected generation/demand, or to facilitate a co-ordinated black start process.



For our ANM system to function properly and precisely predict the response to a control action, it will need to include an accurate representation of the current topology of the transmission system. It is anticipated that National Grid will provide this representation in a standard open source format (such as IEC CIM) on a daily basis. This information would then be incorporated into our network models within the ANM system. It is also likely that similar topology data transfers would be required between our systems and National Grid.

This combination of network topology data and real-time measurement data will facilitate automatic control of boundary flows to ensure both networks operate within limits. It is likely that similar digital links will be required at other boundary points such as connections with adjacent distribution companies and potentially embedded distribution companies in future.

Q

5. Would you find publication of the planning data exchanged between National Grid Electricity System Operator and Electricity North West useful? If so, why would you find it useful?

Many of the LCTs that connect to our network introduce 'noise' to the electricity supply, known as harmonic distortion. To ensure that the network and customers' devices operate properly, it is important to limit the amount of harmonic distortion. This is one of the key design considerations when connecting LCTs like windfarms. To facilitate the connection and operation of LCTs we are proposing to install equipment, at strategic locations on the network, to accurately measure harmonic distortion.

Our Grid Code modification proposal (GC0139), to enhance the planning data exchange between Electricity North West and National Grid Electricity System Operator (ESO), will provide both companies with greater insight into the operation of each other's networks under different demand scenarios. This will ensure that the whole system can be designed to cater for the full range of stresses placed upon it. Publishing this data in open formats will provide transparency of how the networks are operated and of how flexible service providers can contribute to the efficient development of the networks.

When applying to connect to our distribution network, a constraint on the transmission system sometimes impacts the ability to get connected in a timely manner. We have worked with National Grid ESO to develop a new, more transparent process of identifying transmission system constraints affecting a new connection. A modification to the Connection and Use of System Code (CUSC) will formalise this process; once approved we will publish the capacity headroom of each of our transmission system grid supply points.

Q

6. Would you prefer to see our network data published as part of a national publication that includes all DNOs' data or published separately on our website? Please provide your reasons.

6 Our Grid digitalisation & data strategy consultation

We are inviting our customers and wider stakeholders to review and comment on this draft Grid digitalisation & data strategy, together with our DSO strategy and Analysis of DSO functions document, to understand your expectations and get your feedback on our approach.

Input from our stakeholders will help ensure we are prioritising your needs and will be fed into a revised version of the documents for further review later in the year.

In particular, we are interested in knowing whether our Grid digitalisation & data strategy is worthwhile and beneficial to our customers, whether there is anything missing and whether we are communicating our plans and progress in a way that's easy to understand.

The consultation opens on 6 July and closes on 9 September 2020.

Please provide your response to the consultation by completing our <u>online survey</u>. If you have any other comments or questions, please contact Simon Brooke at <u>development.plans@enwl.co.uk</u>.

Q

 Is the Grid digitalisation & data strategy document useful and does it provide the information you expected? If not, please explain how you think the document could be improved.

7 Glossary

Term	Description
ANM	Active network management
DFES	Distribution future electricity scenarios – forecasting plans for a range of scenarios for how low carbon technologies will be taken up and how the network could respond. The scenarios inform our investment plans and provide visibility of flexibility opportunities
DNO	Distribution network operator - company licensed to distribute electricity in Great Britain by the Office of Gas and Electricity Markets (Ofgem)
DSO	Distribution system operation
EDTF	Energy Data Taskforce – government body which developed a set of recommendations for how industry and the public sector can work together to facilitate greater competition, innovation and markets in the energy sector through improving data availability and transparency
ENA	Energy Networks Association – industry body which represents transmission and distribution network operators for gas and electricity in the UK and Ireland
Flexible services	The term used for paying a customer to reduce their electricity consumption or increase generation on request, due to a network constraint
Flexr project	A project led by ElectraLink and GB distribution network operators to provide and standardise data to enable a smarter, more flexible energy system
HV	High voltage
ICCP	Inter-control centre communications protocol
IRM	Innovation Rollout Mechanism – funding from Ofgem to facilitate the rollout of a proven innovation that meets certain requirements into business-as-usual
HP	Electric heat pump
Key enablers	The technology, data and engineering competencies and capabilities needed to deliver Ofgem's DSO functions
LCT	Low carbon technology such as electric vehicles, electric heat pumps, solar and wind energy
LV	Low voltage
Net zero carbon	The achievement of balancing carbon dioxide emissions with carbon removal or eliminating carbon dioxide emissions altogether
NMS	Network management system
Ofgem	Office of Gas and Electricity Markets – the government regulator for gas and electricity markets in Great Britain
Ofgem DSO functions	A list of 19 key distribution system operation functions published by Ofgem designed to describe the activities performed by a DNO in distribution system operation
Open Networks Project	A key industry initiative to deliver government policy that will transform the way our energy networks work and help deliver the 'smart grid'
PV	Photovoltaic/solar panels
RIIO-ED1	Current electricity industry price control period, 2015-2023
RIIO-ED2	Next electricity industry price control period, 2023-2028
Smart grid	An electricity network which allows devices to communicate between suppliers to consumers, allowing them to manage demand, protect the distribution network, save energy and reduce costs
Smart Grid Forum	Industry platform which engages on the significant challenges and opportunities posed by GB's move to a low carbon energy system

Electricity North West

Borron Street Portwood Stockport SK1 2JD

www.enwl.co.uk

