Design of hydropower systems operation under current and future energy market conditions

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Abstract

Future Swiss hydropower (HP) production may be threatened by unprecedented challenges: a decreasing water availability, due to climate change, an increased energy demand, due to nuclear plant phase out, and uncertain operating conditions, due to highly fluctuating electricity market model conditions on the energy market.

In this work, we analyse the tradeoff between adequate energy supply and profitable operation under current and future energy market conditions.

We combine multi-objective optimization techniques and a Swiss electricity market model to design different reservoir operating policies.

Results inform to which extent hydropower production can cope with both secure energy supply and profitable operation for the power companies.

1. Objectives and relevance of the work

• Evaluate different hydropower operation policies under future climate, demand and market scenarios.
• Assess which reservoir operating policies lead to maximisation of production to support the 2050 energy strategy.
• Analyze the profitability of such policies under different future market conditions.

Results inform on the impacts of future climate and energy market conditions on hydropower generation and provide insights to future reservoir operating policies and energy market design.

2. Context within SCCER – SoE

This work represents a joint effort of task T2.2 and T2.5

Main partners involved in this work:

- ETH Zurich (Hydrology and Water Resources Management)
- Uni Basel (Research Center for Sustainable Energy and Water Management)
- Kraftwerke Mattmark AG c/o Aexpo Power AG

3. Methods and contributions

We develop a decision analytic framework composed of a coupled hydrological and hydropower operation model.

We use multi-objective optimization techniques to design different hydropower reservoir operating alternatives and to explore different tradeoffs between profitability and secure supply.

We investigate how these tradeoffs may evolve in time under different energy market scenarios, derived using the Swissmod\(^1\) model of the Swiss electricity market using the DC load flow approach.


4. Application to pilot study and preliminary results

The Pareto frontier is the solution of the control problem on the historical period 2009-2014 (top panel).

It considers current market conditions (‘energy-only’ market) and shows a conflict between maximization of energy production and maximization of revenue, which produce totally different reservoir dynamics (bottom figure).

The analysis informs on the maximum achievable production and the tradeoff in terms of power company income.

5. Future developments

• Analyse the evolution of tradeoff under different market scenarios and portfolios of power sources
• Evaluate the role of pumped storage (added value in current and future operation)
• Assess the joint effects of hydro-climatic and socio-economic drivers on hydropower system operation
• Upscale the analysis to regional/national scale
Impacts of climate change on hydrology and operation of Mattmark reservoir under business-as-usual production targets

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Abstract

Future water availability in the Alps is expected to vary considerably due to climate change and the associated glacier retreat. The potential change in hydrological processes may challenge hydropower (HP) production and the rules currently adopted to operate the reservoirs. In this work we explore the impacts of climate change on the Mattmark hydropower system in the Visp Valley. We develop an advanced modelling framework for the integrated simulation of the operation of hydropower plants, which accounts for high resolution climate change scenarios, the corresponding altered streamflow regimes, energy demand and price, as well as new boundary conditions for operation (e.g., aquatic ecosystem conservation).

1. Objectives and relevance of the work

• Produce ensemble of high resolution climate change scenarios downscaled to the spatial scale relevant for hydropower operation
• Assess the impacts of climate change on water system functioning both in terms of power production and environment conservation
• Evaluate the sustainability of current hydropower operating policies under future climate scenarios
• Design adaptation strategies for reservoir operation to counteract the effects of climate change

Results represent a detailed projection of future water resource availability and allow for the design of reservoir operating policies robust to climate change uncertainty in support the 2050 energy strategy.

2. Context within SCCER – SoE

This work represents a joint effort of task T2.1 and T2.5. 

Methods … continuation

The AWE-GEN-2d (Advanced WEather GENerator for 2-Dimension grid) is used for the statistical downscaling to formulate a high spatio-temporal resolution fields of rainfall and temperature. For more details refer to [1]. The hydrological model Topkapı-ETH is a fully distributed and physically explicit model allowing for the simulation of snow accumulation, glacier dynamic, and geomorphological processes. The hydropower operation model can account for historical operating rules as well as data-driven or optimization based operating policies.

4. Application to pilot study and preliminary results

Two ensembles were generated using the AWE-GEN-2d model, representing the current climate (2004-2014) and the future climate (2071-2100). Each ensemble consists of multiple realizations of 30-years data. The ensembles rainfall and temperature statistics presented to the left. The factors of change used for this study (summarized in the Table to the left) are derived from the official CH2011 climate scenarios, using the median predictions for the end-of-the-century with the A2 emission scenario.

The Topkapı-ETH hydrological model main features are:
• spatial resolution: 100 m regular grid
• temporal resolution: hourly
• glacier thickness maps as in [2, 3] Calibration on historical inflow (1994-2014) showed NSE = 0.80 (computed on the daily resolution).

5. Future developments

• Fully characterize climate change uncertainty on streamflow regimes
• Assess the resilience of hydropower system to future changes by design of new reservoir operating policies intended to adapt to future water availability
• Assess the combined effect of climate change and reservoir operation on environment
• Design robust reservoir operating policies to future system uncertainty
• Upscale the analysis to regional scale

References
[1] see poster “Generation of very high resolution scenarios to investigate climate change impact on hydropower operation” (Task 2.1) by Peleg et al.