

SID 2024

Sibiu Innovation Days

24-25 October, Sibiu - RO



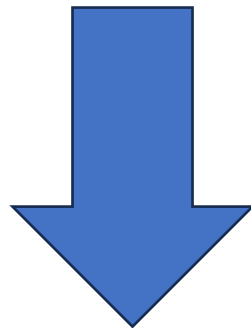
Empowering Communities: The Future of Energy

Juan Albino Méndez Pérez



Energy transition

- EU involved in its **transition** to a cleaner energy system:
 - **Climate Neutrality**: net-zero greenhouse gas emissions by 2050.
 - **Renewable Energy sources**: increase RE in the energy mix.
 - **Energy Efficiency**: better use of the resources.
 - **Just Transition**: socially just and leaving no one behind.



Energy communities

Renewable Energy Communities

- A **renewable energy community (REC)** is a legal entity:
 - a) based on **open and voluntary participation**, is **autonomous**, and is **effectively controlled by shareholders or members that are located in the proximity** of the renewable energy projects that are owned and developed by that legal entity;
 - b) the shareholders or members of which are **natural persons, SMEs or local authorities**, including municipalities;
 - c) the **primary purpose** of which is to provide **environmental, economic or social community benefits** for its shareholders or members or for the local area where it operates, **rather than financial profits**.



Renewable Energy Communities

RECS are entitled to **produce, consume, store and sell renewable energy**, including through renewables power purchase agreements, to **share renewable energy** within the community, and to **access all suitable markets**.



REC benefits

Minimizing **Energy Exchange** with the Grid.

Increasing **Self-Consumption**.

Enhancing Energy **Autonomy**.

Optimizing Energy Use.

Reducing **Carbon Footprint**.

Reduce Energy **Costs**.

Reduction of transmission and distribution **losses** by producing and consuming energy locally.

Managing **congestions** at the distribution level.

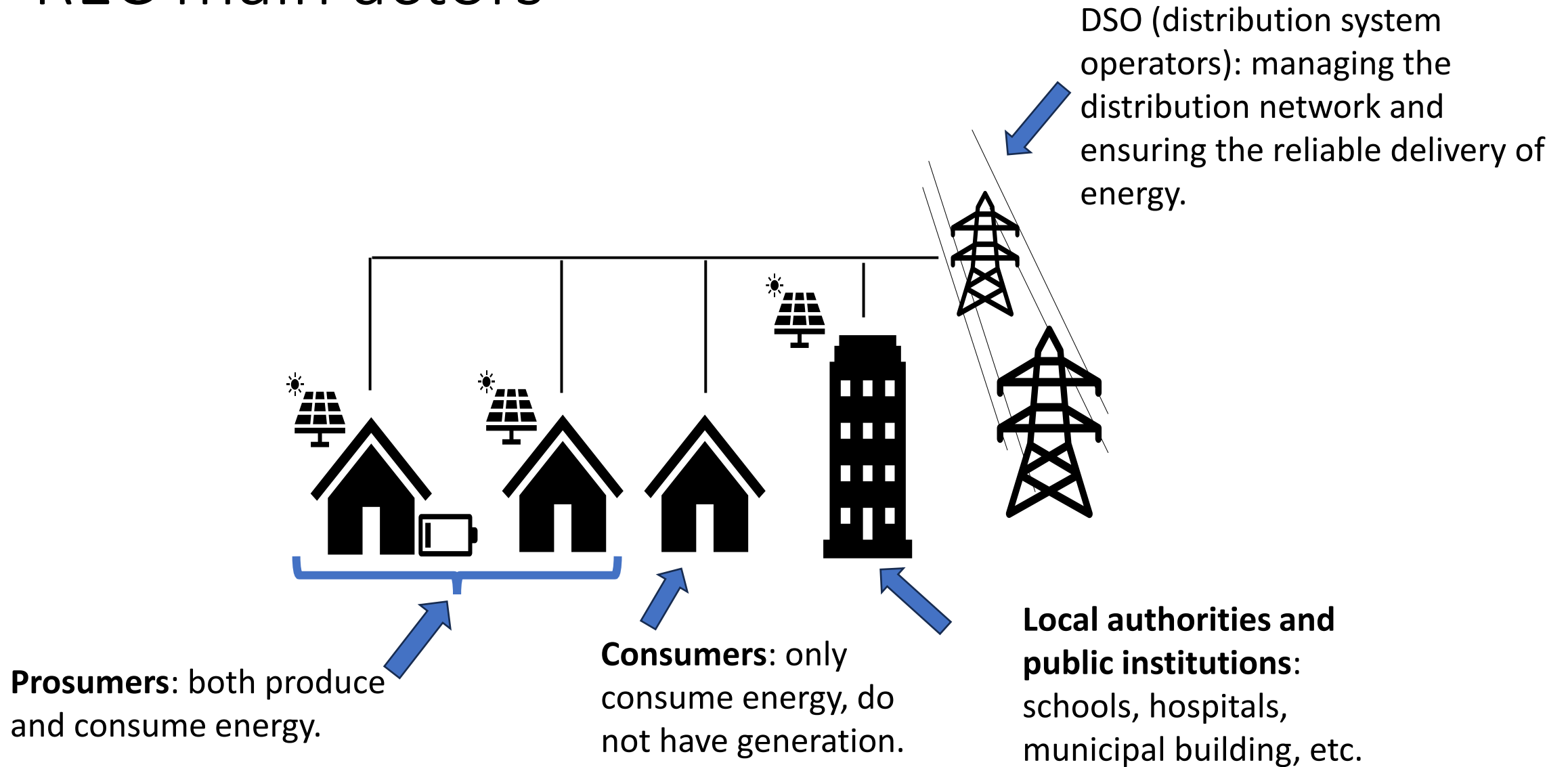
Deferring part of the future **infrastructure investments**.

Encourage the **production** and use of renewable energy sources within the community.

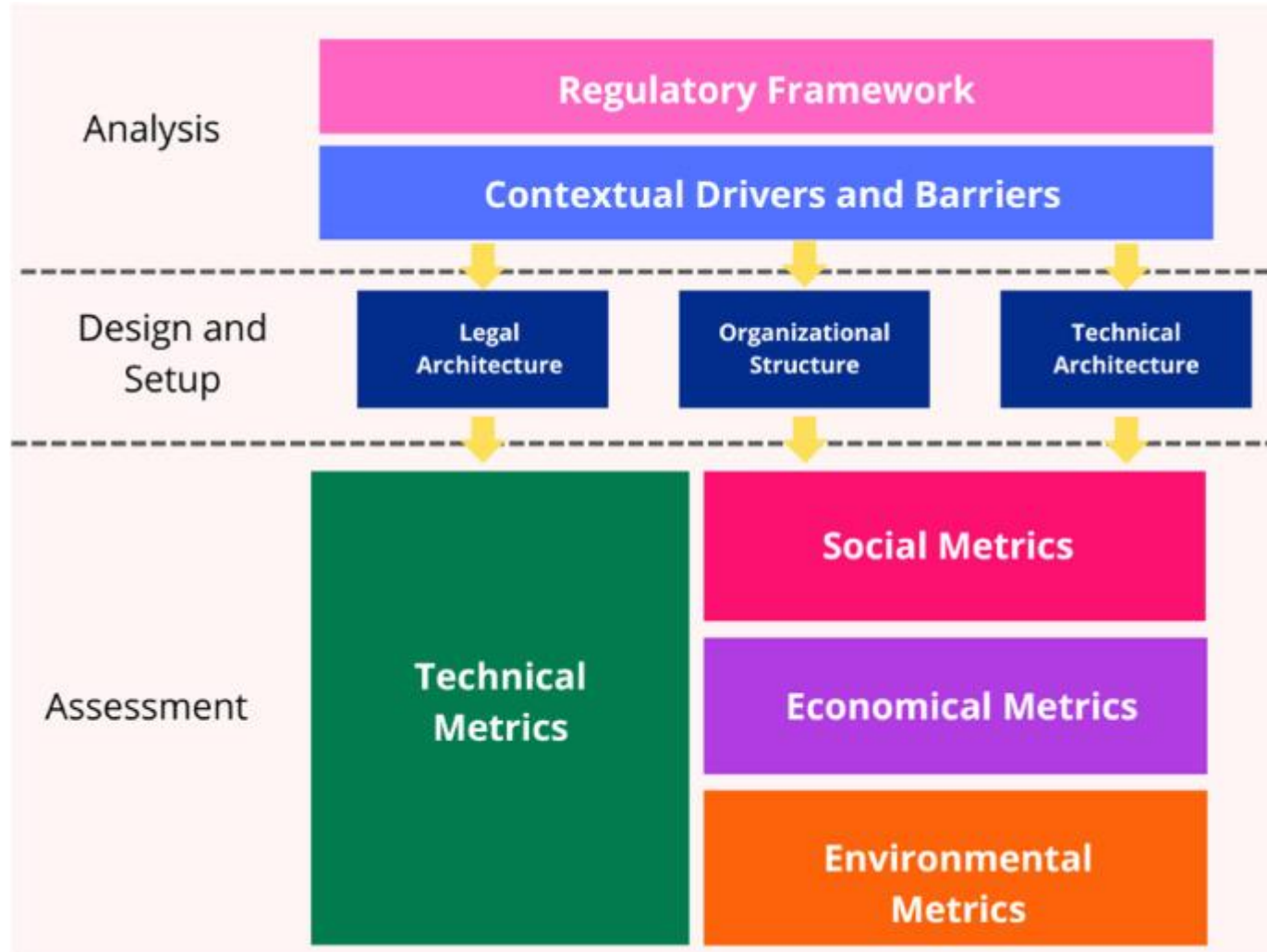
Foster **Community Engagement**.

Social impact: combat Energy Poverty, create local jobs, environmental sustainability.

REC main actors



REC implementation model



Source: Sajjad Ahmed, Ancuța Maria Magurean, Renewable Energy Communities: Towards a new sustainable model of energy production and sharing, Energy Strategy Reviews, 2024.

■ Challenges:

- **Inconsistency** in the implementation of **EU directives across countries**: difficult the standardization of practices.
- **High costs, technical complexities and maturity of some technologies (BESS)**: barriers for small communities.
- Accessing **energy markets** and securing **fair prices** for energy.
- Assuring that RECS are **equitable** and produce benefits to all community members.
- Improving the **efficiency** of the overall performance of REC.

Regulatory framework



23%

share of renewables in
EU energy consumption
2022

32%

2030 target set in 2018

at least
42.5%

new binding target for
2030, but aiming for
45%

- **Two key EU directives** shape the framework for energy communities across Europe:
 - Directive 2018/2001 (REDIII) on renewable energy.
 - Directive 2019/944 (E-Directive) on electricity.

Regulatory framework

- In România:
 - Potential
 - 1200-1600 peak sun hours (>1200).
 - Prosumers (households, institutions and companies): 40k in 2022, 100k in 2024.
 - Regulation:
 - Work in progress.
 - **Integrated National Energy and Climate Plan** of Romania 2021-2030 (draft).
 - The **Clean Energy Package**: ensures energy communities can participate in the energy market, with provisions for flexibility in grid connection and energy-sharing.
 - Electricity and Natural Gas **Law No. 123/2012** (amended in 2022 to regulate energy communities).
 - **Order 17/2022** from Romania's Energy Regulatory Authority (ANRE): refines the grid connection process for energy producers, including energy communities.

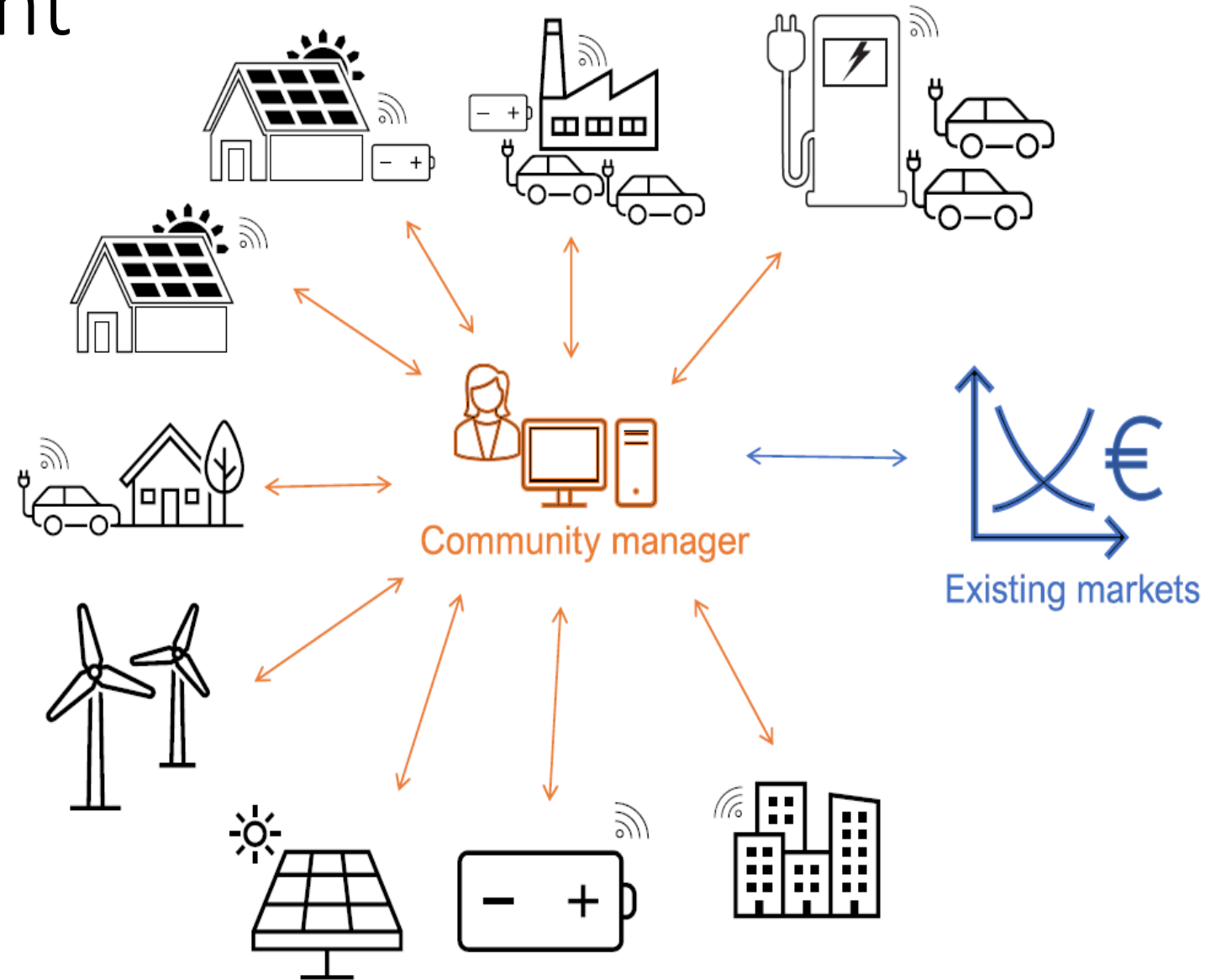


We don't need RECs

... we need **Smart RECs!!**

REC management

- Community-based market.

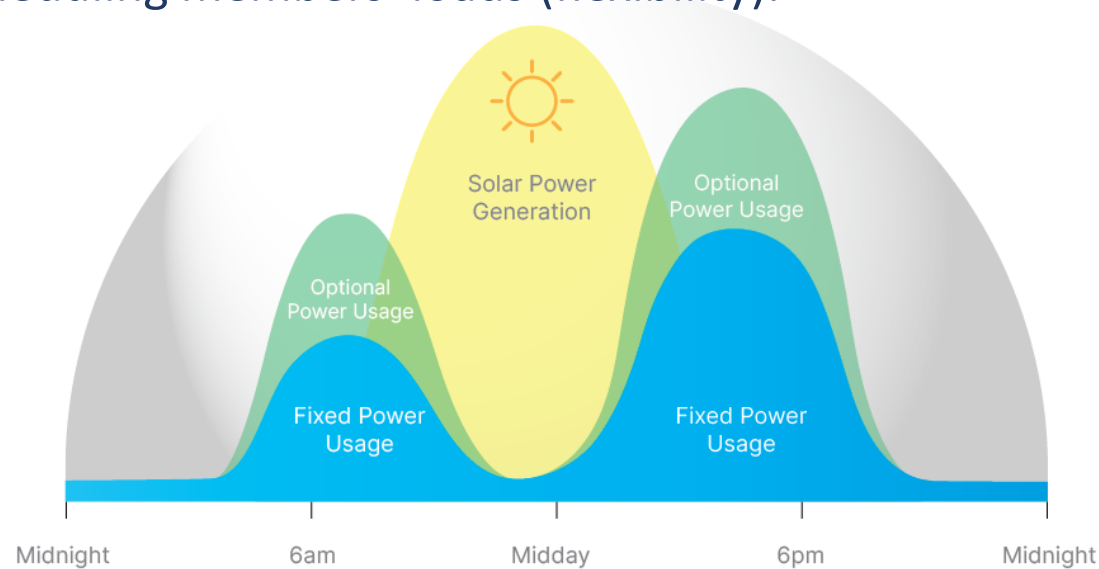


REC management

- Objectives:
 - Minimize the **global costs** of the energy community.
 - Maximize the local consumption of renewable energy, or in other words, to **minimize the exchanges with the public grid.**

How?

Scheduling members' loads (flexibility).

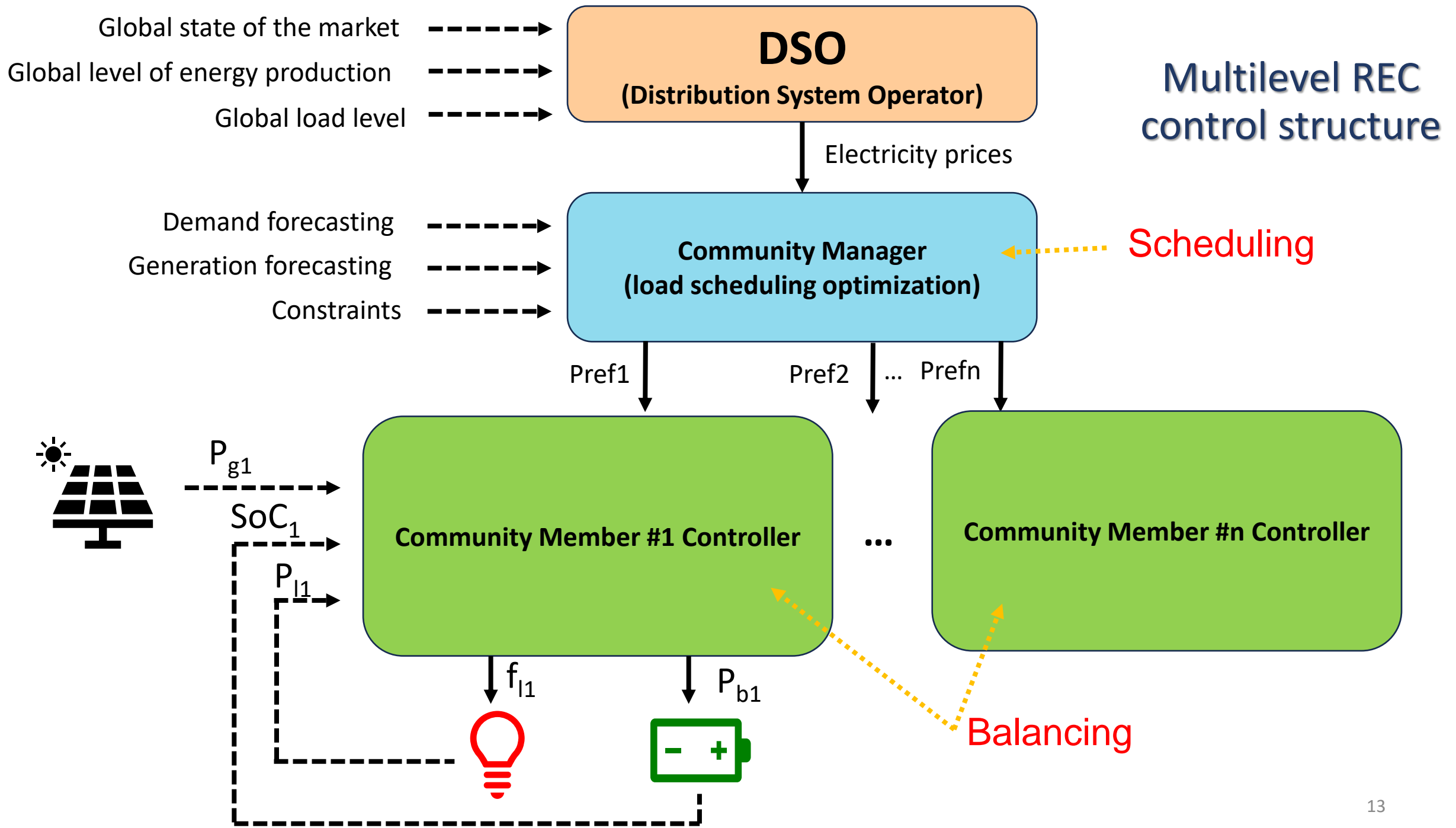


Source: powerpal.net

Efficient use of BESS.



Source: Deutz.com.au



Modelling methods

- **Physical modelling.**
- **Statistical Methods**
 - Time Series Analysis: analyzing historical data to identify trends, seasonality, and cyclical components.
 - ARIMA (AutoRegressive Integrated Moving Average).
 - Exponential Smoothing: A family of techniques that assigns exponentially decreasing weights to older observations.
 - Regression Analysis (Linear and non linear).
- **Machine Learning Techniques**
 - Long Short-Term Memory (LSTM) Networks.
 - Gated recurrent units (GRU).
 - Support Vector Machines (SVMs).
 - Random Forests.
- **Hybrid Models:**
 - Combination of Statistical and Machine Learning Methods.
 - Ensemble Methods: Combining multiple models (e.g., statistical, ML) to improve accuracy and robustness

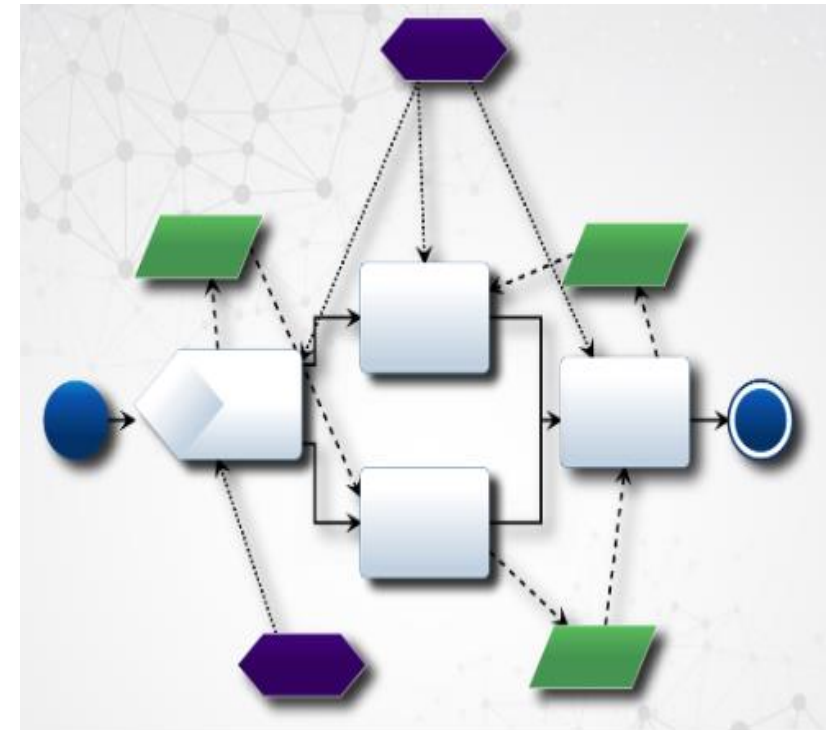


Image: specinnovations.com

Scheduling and Control methods

- **Rule-based** algorithms:
- PID control.
- Optimal control, Model Predictive Controller (**MPC**):
 - Gradient descent methods.
 - Alternating Direction Method of Multipliers (**ADMM**).
- **Game theory** (Shapley Value).
- **Artificial Intelligence** Algorithms:
 - Fuzzy control.
 - Reinforcement learning.



Image: freepik.com

- Forecasting using ML

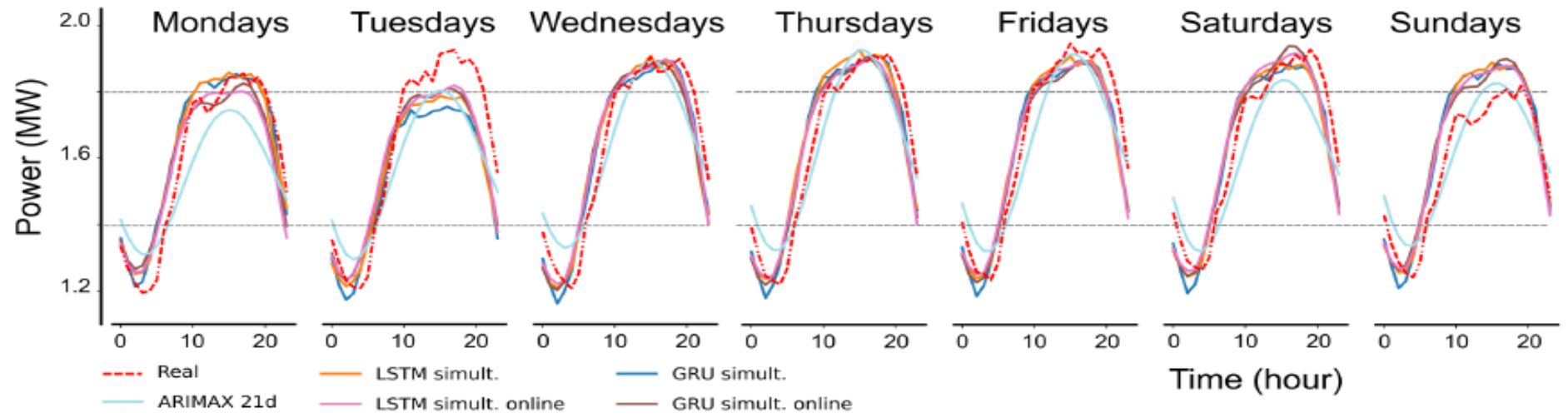


Figure 7: Averaged power demand predictions and real power demand (discontinuous red line) throughout the 24 hours of the week using simultaneous predictions as explained in section 2.2

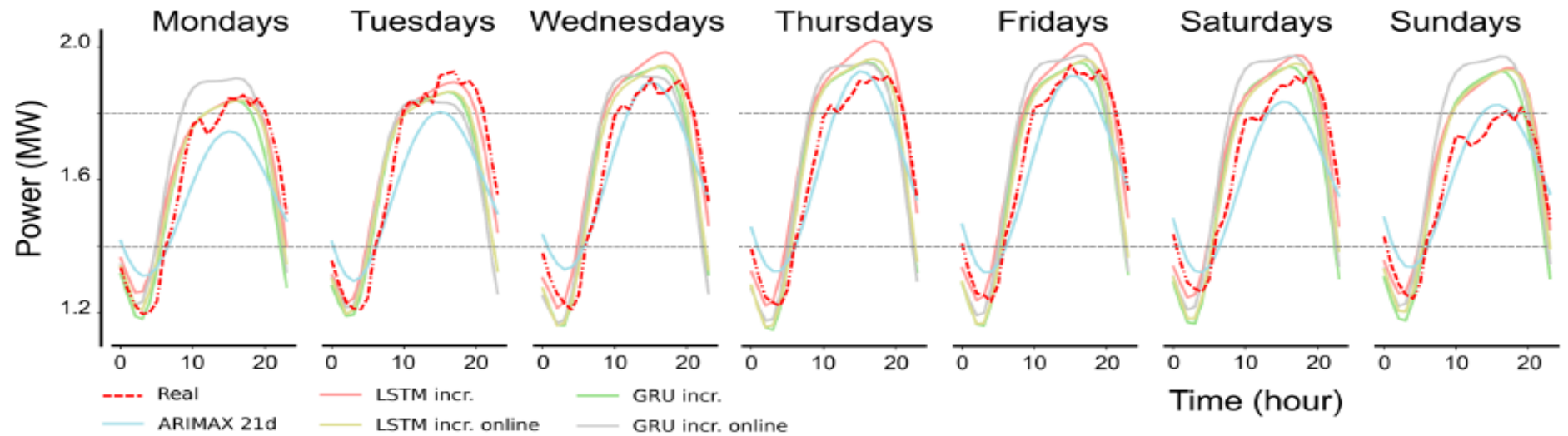


Figure 8: Averaged power demand predictions and real power demand (discontinuous red line) throughout the 24 hours of the week using incremental predictions as explained in section 2.2

Modelling and Control methods

- Microgrid control using Fuzzy logic

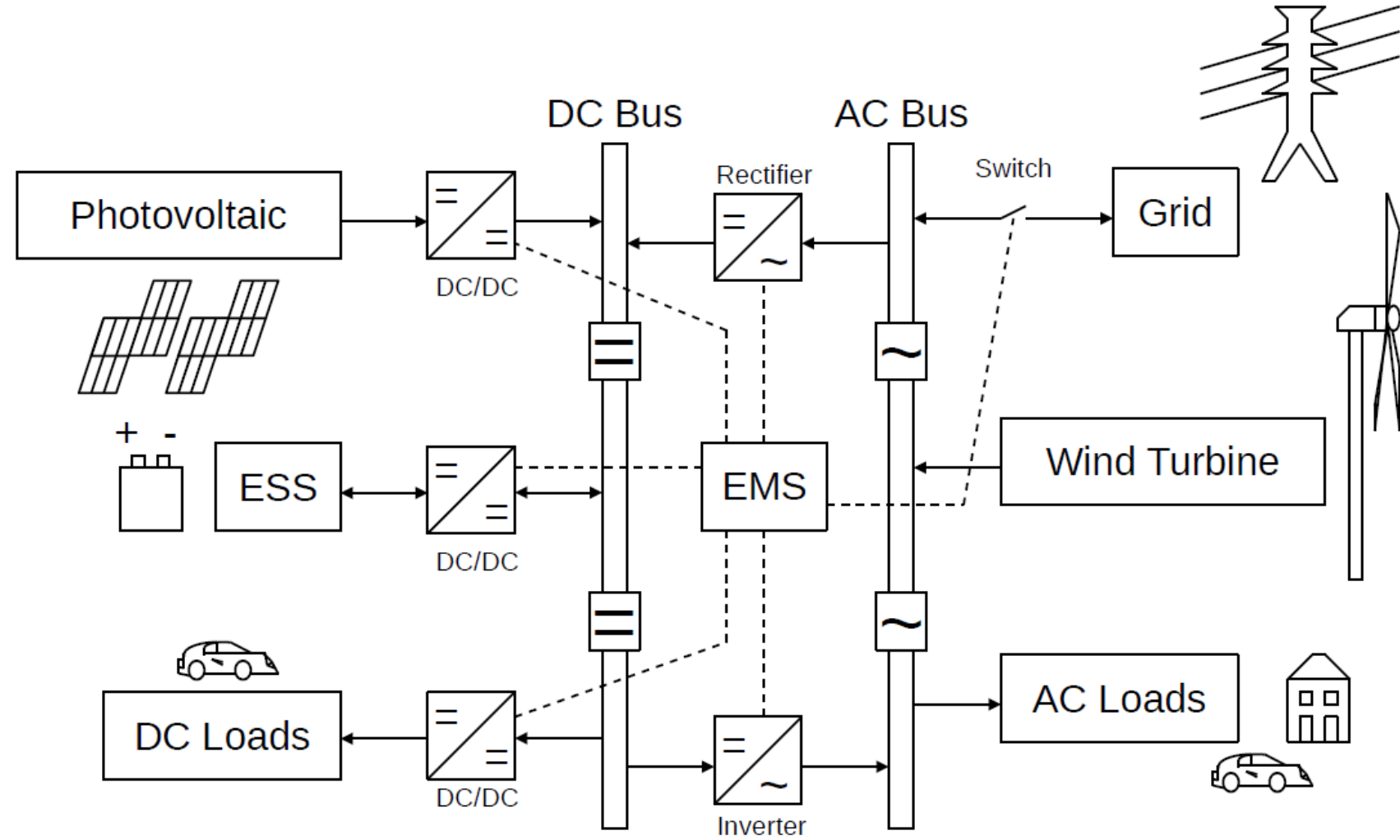
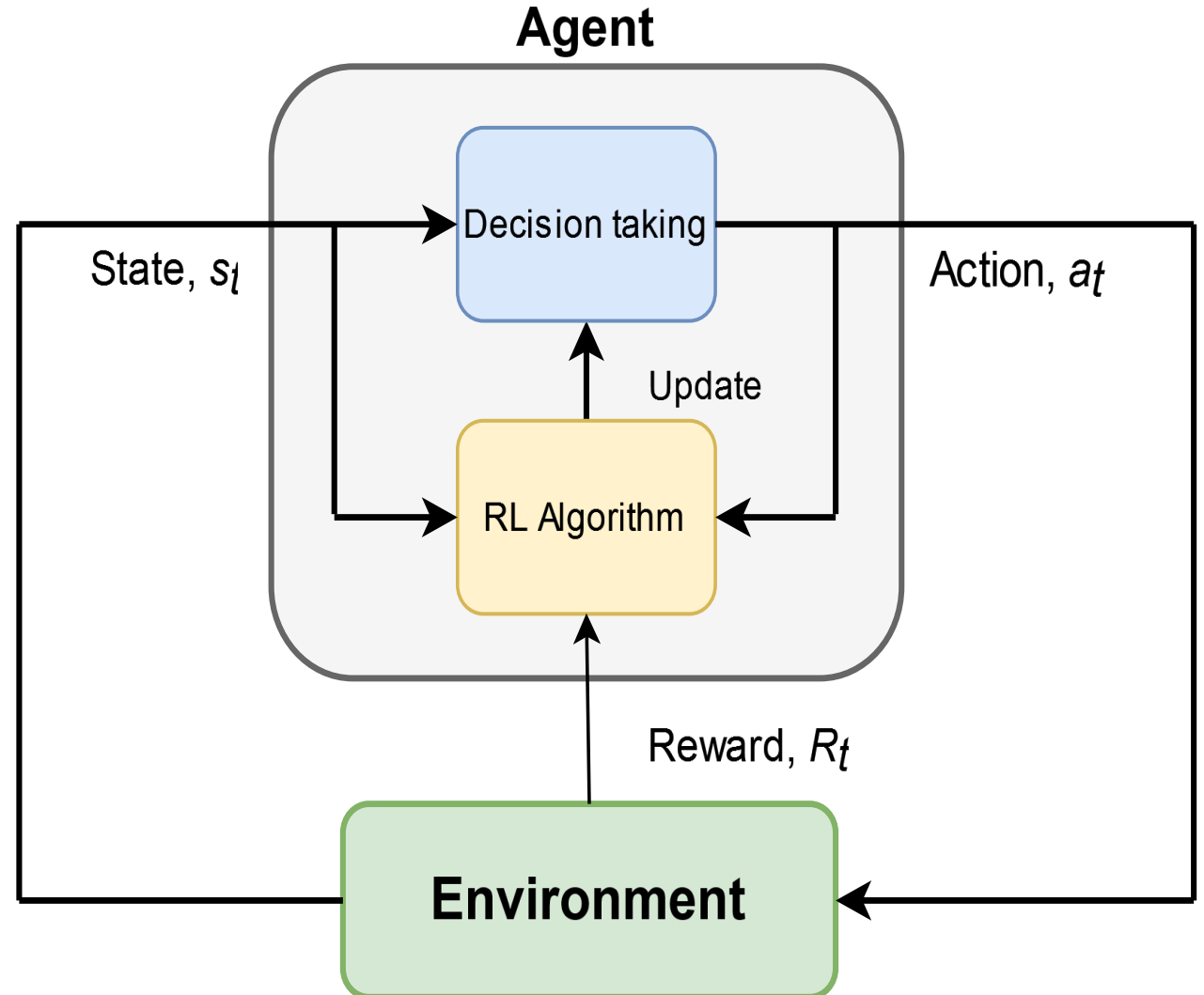


Figure 1: Architecture of an on-grid HRES with an ESS.

Modelling and Control methods

- Management of REC using Reinforcement Learning



**Interreg
Atlantic Area**



**Co-funded by
the European Union**



Ireland
France
Portugal
Spain

SAtComm

SAtComm will enable Energy Communities to take control of their energy profiles and become prosumers by implementing technologies to integrate renewable energy within their locality and maximise their sustainability.

<https://satcommproject.eu>

**ERDF funding
2.41 M€**

**Total budget
3.21 M€**

**Calendar
From 2023 to 2026**


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**BREIZH
ALEC**
RÉSEAU BRETON
DES AGENCES LOCALES
ÉNERGIE CLIMAT

To remember ...



**Important tool
for energy
transition.**



**Empowering
citizens for
climate change
mitigation.**



**National
regulation plays
a key role.**



**Great
complexity**

Many actors
involved.

Hundreds of assets
in a medium-size
REC.

Many constraints.



**Challenging
optimization
problem:**

Multilevel structure.

IA algorithms for
forecasting and
management.