

Openness and Transparency: Discussion & Examples from PyPSA Modelling for Europe

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- 1. Motivation: Openness and Transparency
- 2. European Sector-Coupled Model PyPSA-Eur-Sec
- 3. Conclusions

Motivation: Openness and Transparency



- integrated energy systems are **complex** (interacting networks, storage, DSM, etc.)
- results are strongly driven by inputs and assumptions (cost, demand, constraints)
- subject to many & changing **uncertainties** (technology cost & availability, acceptance, politics, geopolitics)
- many **trade-offs beyond cost** (environmental impact, acceptance, political/social support, land use, industry relocation versus security, e-fuel imports)
- many competing interests (fossil fuel suppliers, energy-intensive industry, NGOs, public)

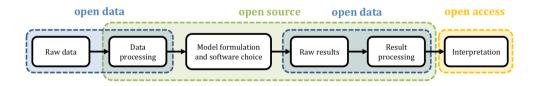


Open energy modelling means modelling with open software, open data and open publishing.

Open means that anybody is free to download the software/data/publications, inspect it, machine process it, share it with others, modify it, and redistribute the changes.

This is typically done by uploading the model to an online platform with an **open licence** telling users what their reuse rights are.

The whole pipeline should be open:



How does openness and transparency help?



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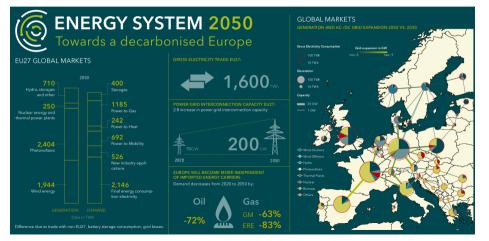
openness . . .

- increases **transparency**, **reproducibility** and **credibility**, which lead to better research and policy advice (no more 'black boxes' determining hundreds of billions of energy spending)
- reduces duplication of effort and frees time/money to develop new ideas
- allows a high level of customisability given code is open
- enables new actors to participate in debate (e.g. NGOs, researchers, public)
- can improve research quality through feedback and correction
- allows easier collaboration (no need for contracts, NDAs, etc.)
- is essential given the increasing **complexity** of the energy system we all need data from different domains (grids, buildings, transport, industry) and cannot collect it alone
- can increase **public acceptance** of difficult infrastructure trade-offs

Open example: TransnetBW used PyPSA-Eur-Sec

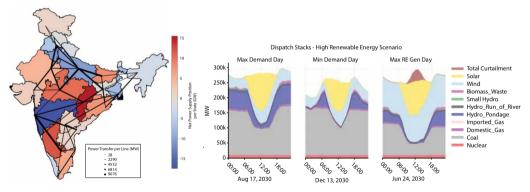


German **TSO TransnetBW** used an open model (PyPSA-Eur-Sec) to model the European energy system in 2050. Why? Easier to build on an existing model than reinvent the wheel.



Open example: TERI in India

For a government-backed study of India's power system in 2030, The Energy and Resources Institute (TERI) in New Delhi used open framework PyPSA. Why? **Easy to customize**, lower cost than commercial alternatives like PLEXOS, good for building up skills and reproducible by other stakeholders.

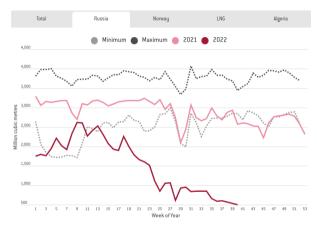




Where open data would be helpful: current energy crises

Many NGOs, companies and research institutes want to investigate technical and policy fixes for the current energy crisis. However, **open data is sparse**, particularly on gas grid and demand. Think tanks like Breugel are left to cobble together stats from ENTSOs, Eurostat, DG ENER, etc.

Lack of data is hindering us from dealing with the current energy crises.



Source: ENTSO-G, https://transparency.entsog.eu/#/map

Note: Minimum and Maximum values are calculated from the period 2015-2020

Data for the last week may be changed following updates to EMISO.E points. As of 25/12/21, Norway imports at Emden were updated and KA Croatian LNG was included resulting in changes to underlying data. Do 01:04/2022, weeks 10.11.12 LNG data were revised downward due to a double-counting of Spanich LNG imports withich areas as a result of changes to the reporting at the EMISO.E Granoparence, JDaform.



Where open data would be helpful: coming disputes of CCUTS, e-fuels technistic

There are many **controversial topics** we will need to discuss by 2050, where transparent debate will be important.

- Need for **carbon dioxide management** to capture from point sources, bring to hydrocarbon synthesis or sequestration sites.
- Balance between imports and domestic energy production given land use and security concerns.
- Benefits of industry relocation to low-cost sites.
- Need (or not) for **hydrogen infrastucture**, particularly if industry relocates, land transport & buildings electrify and e-fuels are imported.



There has been **huge progress** in the availability of energy system data (ENTSO-E Transparency Platform, TYNDP Scenario Data, FBMC Core Grid Data).

A positive vision:

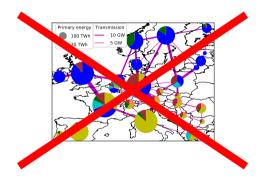
- TSOs collaborating on a fully open model, both for market model and grid simulations
- TSOs benefit from **customisability** of open code (unlike PLEXOS) and methodological developments from research
- Working open models **downloadable for each scenario** rather than just data files
- Participation of civil society; fast policy response based on open models

European Sector-Coupled Model PyPSA-Eur-Sec

Modelling challenges: spatial resolution and sectoral co-optimisation



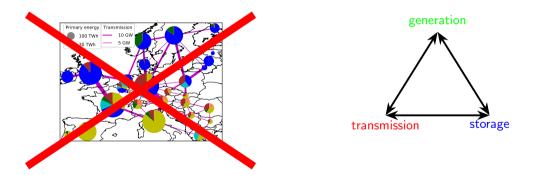
Challenge 1: Need spatial resolution to see grid bottlenecks & infrastructure trade-offs. One node per country or continent won't work.



Modelling challenges: spatial resolution and sectoral co-optimisation



Challenge 1: Need spatial resolution to see grid bottlenecks & infrastructure trade-offs. One node per country or continent won't work. **Challenge 2**: Need to co-optimise balancing solutions with generation. Optimising separately won't work.

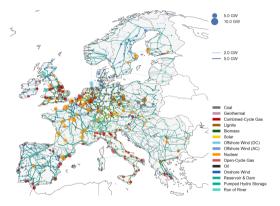


 \Rightarrow Need very large models, big data and methods for complexity management

Python for Power System Analysis (PyPSA)



- **Open source** tool for modelling energy systems at **high resolution**.
- Fills missing gap between power flow software (e.g. PowerFactory, MATPOWER) and energy system simulation software (e.g. PLEXOS, TIMES, OSeMOSYS).
- Good grid modelling is increasingly important, for integration of renewables and electrification of transport, heating and industry.

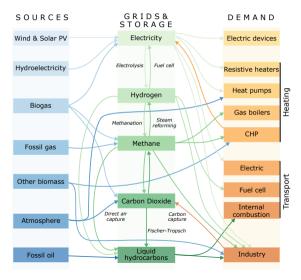


PyPSA is available on **<u>GitHub</u>**.

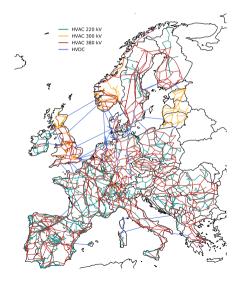
What is PyPSA-Eur-Sec?



Model for Europe with all energy flows...



and bottlenecks in energy networks.



Data-driven energy modelling



Lots of different types of data and process knowledge come together for the modelling.

Full pipeline of data processing from raw data to results is managed in an open workflow.

clustered network model

power plants and technology assumptions

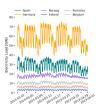




renewable potentials and hourly time series for each region



demand projections time series

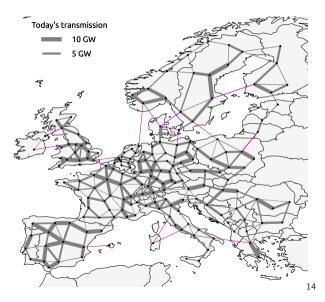


Results for 181-node model of European energy system



Model set-up:

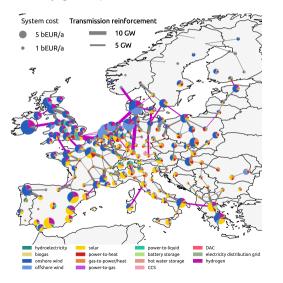
- Couple all energy sectors (power, heat, transport, industry)
- Reduce net CO₂ emissions to zero
- Assume 181 smaller bidding zones
- Conservative technology assumptions (for 2030 from Danish Energy Agency) Examine effects of:
 - power grid expansion
 - new hydrogen grid
 - e-fuel imports



Distribution of technologies: 50% more power grid volume



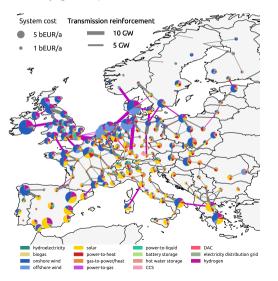
Electricity grid expansion of 162 TWkm...



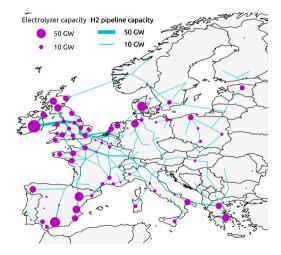
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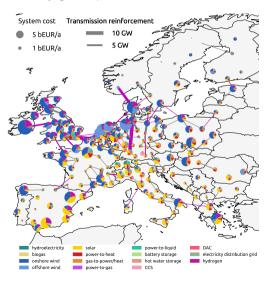
...and new hydrogen grid of 260 TWkm.



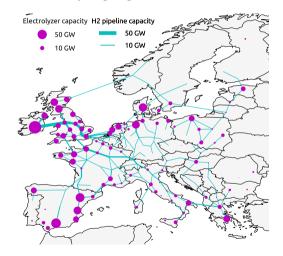
Distribution of technologies: 25% more power grid volume



Electricity grid expansion of 81 TWkm...



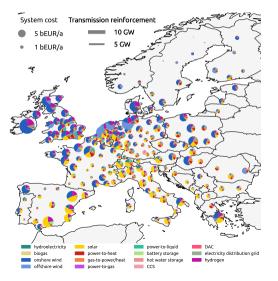
...and new hydrogen grid of 282 TWkm.



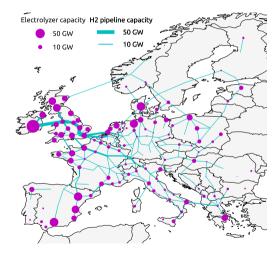
Distribution of technologies: no power grid expansion



No electricity grid expansion...

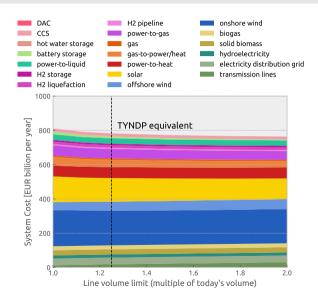


...and new hydrogen grid of 308 TWkm.



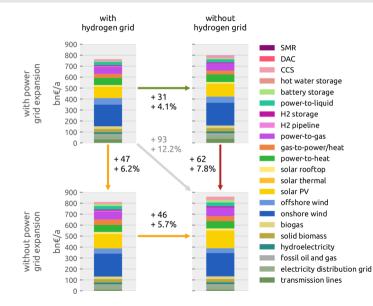
Benefit of power grid expansion for sector-coupled system





- Direct system costs bit higher than today's system (€ 700 billion per year with same assumptions)
- Systems without grid expansion are feasible, but more costly
- As grid is expanded, costs reduce from solar, power-to-gas and H₂ network; more offshore wind
- Total cost benefit of extra grid: $\sim \in$ 47 billion per year
- Over half of benefit available at 25% expansion (like TYNDP)

With and without hydrogen network





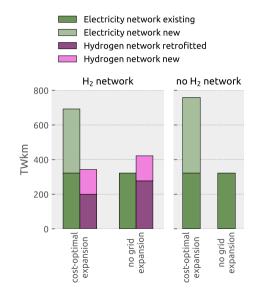
- Cost of hydrogen network:
 € 6-8 billion per year
- Net benefit is much higher:
 € 31-46 billion per year
 (4-5% of total)
- Hydrogen network brings robust benefit
- Benefit is strongest without power grid expansion
- Power grid expansion is better if you have to choose; having both saves 11%

Source: Neumann et al, 2022

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Energy grid in different cases



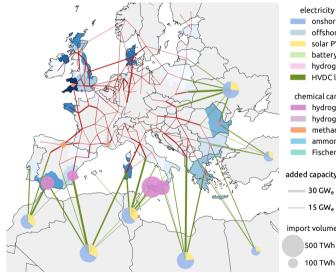


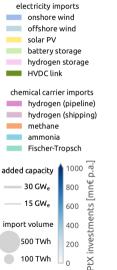
- Optimal hydrogen grid capacity rises as grid expansion is restricted
- Hydrogen grid is not a perfect substitute
- Around two-thirds of hydrogen grid can re-purpose existing methane network
- NB: These results come from an updated model which allows pipeline re-purposing

Source: Neumann et al, 2022

With e-fuel imports instead of autarky







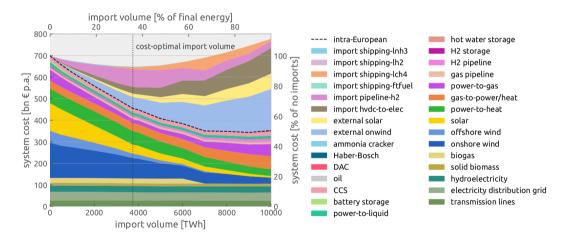
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- Allowing imports of electricity, green hydrogen, e-fuels, changes infrastructure needs completely
- PtX out-sourced from Europe
- Electricity imported too, providing seasonal balancing

E-fuel imports reduce costs, but not completely



Cost-optimal import volume of 3750 TWh, reducing costs by 7% versus autarky.



Open source, open data, online customisable model



All the code and data behind PyPSA-Eur-Sec is open source. You can run your own scenarios with your own assumptions in a simplified **online version** of the model:

https://model.energy/scenarios/

Basic scenario settings

Scenario name so you can identify the scenario later		
no name		
Fraction of 1990 CO2 emissions allowed	0	per unit
Sampling frequency (n-hourly for representative year)	193	integer >= 25

Demand

Demand for electricity in residential and services sector compared to today	0.9
Demand for space heating in buildings compared to today	0.7
Demand for hot water in buildings demand compared to today	1
Demand for land transport (road and rail) compared to today	1
Demand for shipping compared to today	
Demand for aviation compared to today	1.5
Demand in industry compared to today	0.9

Sector coupling options

Vearly sequestration notential for carbon dioxide Share of battery electric vehicles in land transport Share of fuel cell electric vehicles in land transport

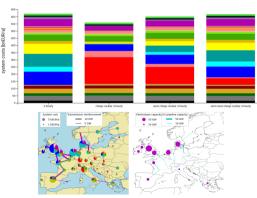
200	MtCO2/a
0.85	per unit
0.15	per unit

per unit

ner unit per unit

per unit





All costs are in 2015 euros, EUR-2015.

Conclusions

Conclusions



- Openness and transparency and critical to ensure re-usability, customisability and swift policy response by diverse actors
- Openness is guaranteed by open licences for data and code
- Positive vision: downloadable open market and grid models for all TYNDP scenarios
- There are many trade-offs between unpopular infrastructure, cost and security
- BUT: many near-optimal compromise solutions with favourable properties
- Hydrogen networks can partially substitute for power grid expansion, but system costs are 3-5% higher; can also get away with neither power grid expansion nor H₂ network
- Many more **tricky topics to come**: e-fuel imports, industry relocation, carbon management infrastructure

More information



All input data and code for PyPSA-Eur-Sec is open and free to download:

- 1. https://github.com/pypsa/pypsa: The modelling framework
- 2. https://github.com/pypsa/pypsa-eur: The power system model for Europe
- 3. https://github.com/pypsa/pypsa-eur-sec: The full energy system model for Europe

Publications (selection):

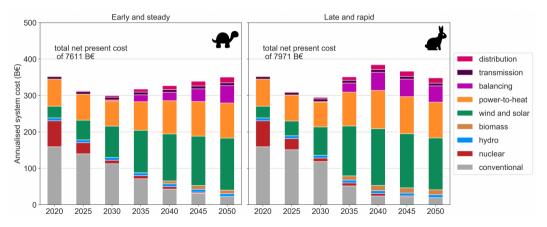
- 1. F. Neumann, E. Zeyen, M. Victoria, T. Brown, "Benefits of a Hydrogen Network in Europe," arXiv preprint (2022), arXiv.
- 2. M. Victoria, K. Zhu, T. Brown, G. B. Andresen, M. Greiner, "Early decarbonisation of the European energy system pays off," Nature Communications (2020), DOI, arXiv.
- T. Brown, D. Schlachtberger, A. Kies, S. Schramm, M. Greiner, "Synergies of sector coupling and transmission reinforcement in a cost-optimised, highly renewable European energy system," Energy 160 (2018) 720-739, DOI, arXiv.
- J. Hörsch, F. Hofmann, D. Schlachtberger and T. Brown, "PyPSA-Eur: An open optimization model of the European transmission system," Energy Strategy Reviews (2018), DOI, arXiv
- 5. T. Brown, J. Hörsch, D. Schlachtberger, "PyPSA: Python for Power System Analysis," Journal of Open Research Software, 6(1), 2018, DOI, arXiv.
- D. Schlachtberger, T. Brown, S. Schramm, M. Greiner, "The Benefits of Cooperation in a Highly Renewable European Electricity System," Energy 134 (2017) 469-481, DOI, arXiv.

Pathway for European energy system from now until 2050



For a fixed CO_2 budget, it's more cost-effective to **cut emissions early** than wait.

NB: These results only include electricity, heating in buildings and land-based transport.



Appearance of technologies until 2050 depends on temperature target

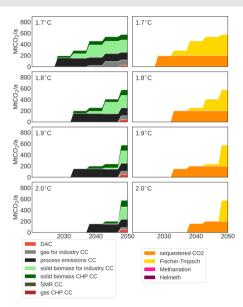


Rerlin



- Consider **pathway** of investments 2020-2050 at high resolution
- Compare local production with import of synfuels from outside Europe
- Extend offshore wind potentials by including ${\rm floating}\ {\rm wind}$ for depths $>50\ {\rm m}$
- Examine benefits of offshore hub-and-spoke grid topology
- Proper consideration of wake effects (currently 11% linear reduction of CF)
- Cost-benefit of **sufficiency**
- Improving **open access** to models

Carbon Management



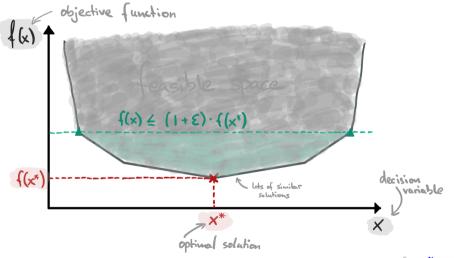
- Carbon capture (left): from process emissions, but also from heat production in industry and for combined-heat-and-power (CHP) plants
- Sequestration limited to 200 MtCO₂/a (enough to cover today's process emissions)
- Further carbon capture is used for Fischer-Tropsch fuels (kerosene and naphtha)
- The tighter the CO₂ budget, the more is captured, and at some point direct air capture (DAC) also plays a role
- If sequestration is relaxed to 1000 $MtCO_2/a$, then CDR compensates unabated emissions elsewhere



Large Space of Near-Optimal Energy Systems



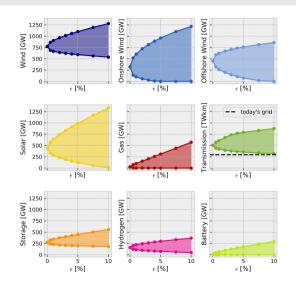
There is a large degeneracy of different possible energy systems close to the optimum.



30 Source: Neumann & Brown, 2020

Example: 100% renewable electricity system for Europe





Within 10% of the optimum we can:

- Eliminate most grid expansion
- Exclude onshore or offshore wind or PV
- Exclude battery or most hydrogen storage

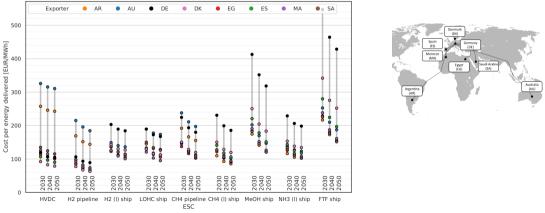
Robust conclusions: wind, some transmission, some storage, preferably hydrogen storage, required for a cost-effective solution.

This gives space to choose solutions with **higher public acceptance**.

Synthetic fuels from outside Europe?

Technische Universität Berlin

Green hydrogen with pipeline transport costs around $\sim 80 \in /MWh$ in model. Shipping green hydrogen from **outside Europe** in liquid, LOHC or NH₃ form may not compete on cost (depends e.g. on WACC), but scarce land in Europe may still drive adoption.



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All the code and data behind PyPSA-Eur-Sec is **open source**. You can run your own scenarios with your own assumptions in a simplified **online version** of the model:

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Submit a new scenario

Here you can customise settings for the model <u>PESS_Large_s</u>, a sector-coupled model of the Bauropan energy system. The model minimises the costs of the energy system samily and a logacity investments in generation, strengt, energy conversion and energy transport can be organised. Energy systems and sump provided at darky levels by default, but they can also be altered. Default costs assumptions are taken from forecasts for 2005, mainly from the <u>Danis Forecaster</u> Asers; <u>Technology</u> <u>Danis</u>, A verighted energics costs or alter of the spleticle 4. Togetions are assumed. All they are of representive ventors and low does not a sumple of hourity.

193-hourly temporal resolution takes only around 1 minute to solve, but gives reasonable results. This model can only be run at up to 25-hourly resolution (25-hourly takes around 10 minutes to run). Higher resolutions are not offered here because of the computational burden. If you want to run at up to hourly resolution, download the full model and run it yourself, or contact us to discuss terms.

Basic scenario settings

no name Scenario name so you can identify the scenario later	
0	Fraction of 1990 CO2 emissions allowed [per unit]
193	Sampling frequency n-hourly for representative year, for computational reasons n>=25 [integer]

Demand

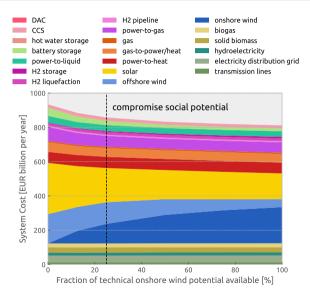
- 0.9 Demand for electrical devices in residential and services sector compared to today [per unit]
- 0.71 Demand for space heating in buildings compared to today [per unit]
- 1 Demand for hot water in buildings demand compared to today [per unit]
- Demand for land transport (road and rail) compared to today [per unit]
- 1 Demand for shipping compared to today [per unit]
- 1.2 Demand for aviation compared to today [per unit]
- 0.9 Demand in industry compared to today [per unit]

Sector coupling options

0.85 Share of battery electric vehicles in land transport [per unit]

- 15 Share of fuel cell electric vehicles in land transport [per unit]
- Allow battery electric vehicles to perform demand response

Benefit of full onshore wind potentials



- Technical potentials for onshore wind respect land usage
- However, they do not represent the **socially-acceptable potentials**
- Technical potential of \sim 480 GW in Germany is **unlikely to be built**
- Costs rise by ~ € 122 billion per year as we eliminate onshore wind (with no grid expansion)
- Rise is only ~ € 45 billion per year if we allow a quarter of technical potential (~ 120 GW for Germany)

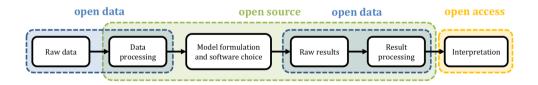


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The whole pipeline should be open:



Optimisation of annual system costs



Find the long-term cost-optimal energy system, including investments and short-term costs:

$$\operatorname{Minimise} \begin{pmatrix} \mathsf{Yearly} \\ \mathsf{system \ costs} \end{pmatrix} = \sum_{n} \begin{pmatrix} \mathsf{Annualised} \\ \mathsf{capital \ costs} \end{pmatrix} + \sum_{n,t} \begin{pmatrix} \mathsf{Marginal} \\ \mathsf{costs} \end{pmatrix}$$

subject to

- meeting energy demand at each node n (e.g. region) and time t (e.g. hour of year)
- wind, solar, hydro (variable renewables) availability time series $\forall n, t$
- transmission constraints between nodes, linearised power flow
- (installed capacity) \leq (geographical potentials for renewables)
- **CO**₂ **constraint** (e.g. 95% reduction compared to 1990)

In short: mostly-greenfield investment optimisation, multi-period with linear power flow.

Optimise transmission, generation and storage jointly, since they're strongly interacting.

Technology Choices: Exogenous Versus Endogenous



Exogenous assumptions (modeller chooses):

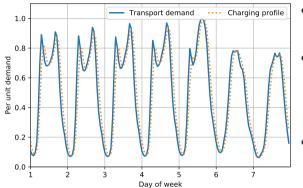
- energy services demand
- energy carrier for road transport (2050: BEV for light-duty, BEV or FCEV for heavy-duty)
- kerosene for aviation
- energy carrier for shipping (2050: LH_2 , NH_3 , MeOH)
- steel production 2050: DRI with hydrogen, then electric arc (could compete with BF+CCS)
- electrification & recycling in industry

Endogenous (model optimizes):

- electricity generation fleet
- transmission reinforcement
- space and water heating technologies (including building renovations)
- all P2G/L/H/C
- supply of process heat for industry
- carbon capture

Transport sector: Electrification of Transport



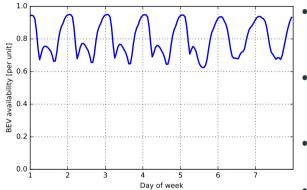


Weekly profile for the transport demand based on statistics gathered by the German Federal Highway Research Institute (BASt).

- Road and rail transport is fully electrified (vehicle costs are not considered)
- Because of higher efficiency of electric motors, final energy consumption 3.5 times lower than today at 1100 TWh_{el}/a for Europe
- In model can replace Battery Electric Vehicles (BEVs) with Fuel Cell Electric Vehicles (FCEVs) consuming hydrogen. Advantage: hydrogen cheap to store. Disadvantage: efficiency of fuel cell only 60%, compared to 90% for battery discharging.

Transport sector: Battery Electric Vehicles



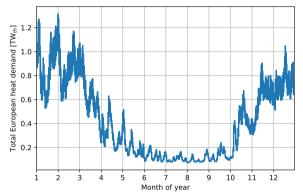


Availability (i.e. fraction of vehicles plugged in) of Battery Electric Vehicles (BEV).

- Passenger cars to Battery Electric Vehicles (BEVs), 50 kWh battery available and 11 kW charging power
- Can participate in DSM and V2G, depending on scenario (state of charge returns to at least 75% every morning)
- All BEVs have time-dependent availability, averaging 80%, max 95% (at night)
- No changes in consumer behaviour assumed (e.g. car-sharing/pooling)
- BEVs are treated as exogenous (capital costs NOT included in calculation)

Heating sector: Many Options with Thermal Energy Storage (TES)





Heat demand profile from 2011 in each region using population-weighted average daily T in each region, degree-day approx. and scaled to Eurostat total heating demand.

- All space and water heating in the residential and services sectors is considered, with no additional efficiency measures (conservative) - total heating demand is 3585 TWh_{th}/a.
- Heating demand can be met by heat pumps, resistive heaters, gas boilers, solar thermal, Combined-Heat-and-Power (CHP) units. No industrial waste heat.
- Thermal Energy Storage (TES) is available to the system as hot water tanks.

Centralised District Heating versus Decentralised Heating for Buildings Technische

We model both fully decentralised heating and cases where up to 45% of heat demand is met with district heating in northern countries. Heating technology options for buildings:

Decentral individual heating can be supplied by:

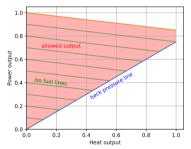
- Air- or Ground-sourced heat pumps
- Resistive heaters
- Gas boilers
- Small solar thermal
- Water tanks with short time constant $\tau = 3$ days

Central heating can be supplied via district heating networks by:

- Air-sourced heat pumps
- Resistive heaters
- Gas boilers
- Large solar thermal
- Water tanks with long time constant $\tau = 180$ days
- CHPs

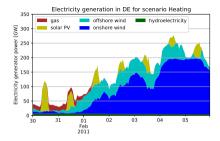
Building renovations can be co-optimised to reduce space heating demand.

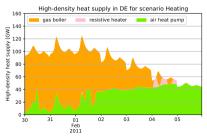
CHP feasible dispatch:



Example problem with balancing: Cold week in winter







There are difficult periods in winter with:

- Low wind and solar (\Rightarrow high prices)
- High space heating demand
- Low air temperatures, which are bad for air-sourced heat pump performance

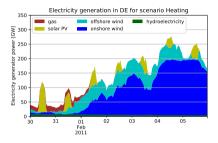
Less-smart solution: **backup gas boilers** burning either natural gas, or synthetic methane.

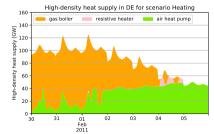
Smart solution: building retrofitting, long-term thermal energy storage in district heating networks and efficient combined-heat-and-power plants.

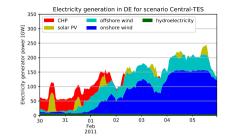
Technische Universität Berlin

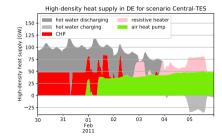
43

Cold week in winter: inflexible (left); smart (right)





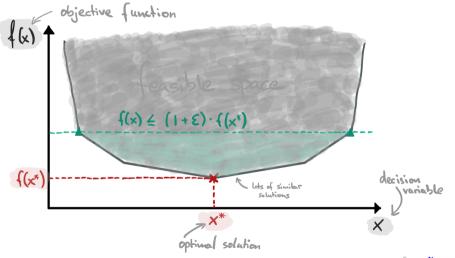




Large Space of Near-Optimal Energy Systems



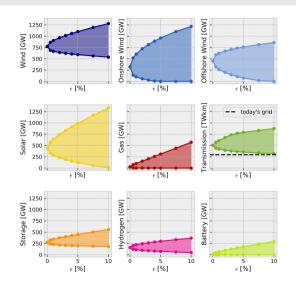
There is a large degeneracy of different possible energy systems close to the optimum.



44 Source: Neumann & Brown, 2020

Example: 100% renewable electricity system for Europe





Within 10% of the optimum we can:

- Eliminate most grid expansion
- Exclude onshore or offshore wind or PV
- Exclude battery or most hydrogen storage

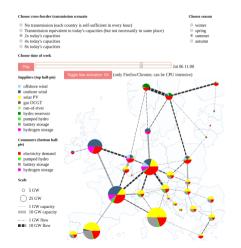
Robust conclusions: wind, some transmission, some storage, preferably hydrogen storage, required for a cost-effective solution.

This gives space to choose solutions with **higher public acceptance**.

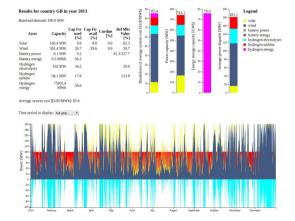
Online Visualisations and Interactive 'Live' Models



Online animated simulation results: pypsa.org/animations/



Live user-driven energy optimisation: model.energy



Without onshore: solar rooftop and offshore potentials maxxed out



If all sectors included and Europe self-sufficient, effect of installable potentials is critical.

