



# Energy Forecasting Customers: Analysing end users' requirements

Dec 3rd, 2013

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**I. Who we are**

**II. Customers' Profiles**

**III. Improving forecasts for trading**

**IV. Conclusions**

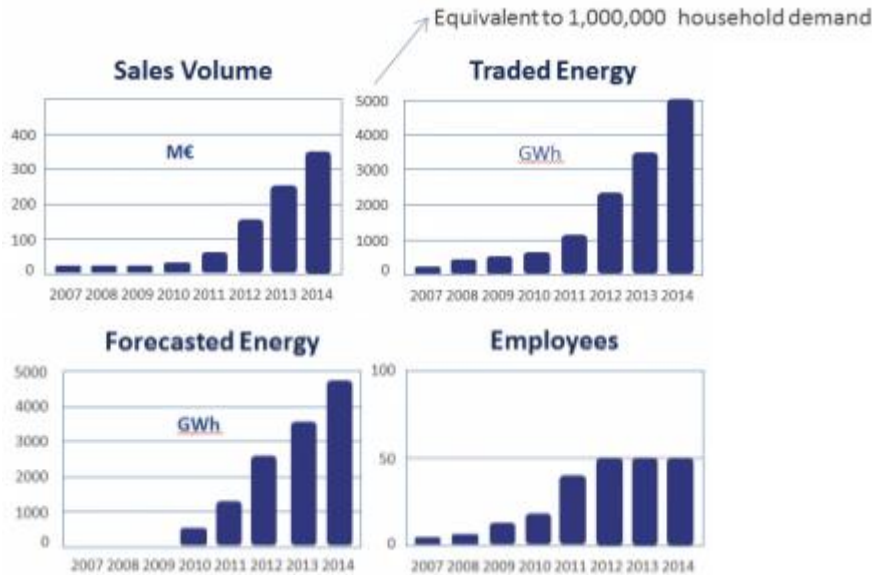


# I. Who we are





- The name **GNARUM** is derived from the Latin word *gnarum* which means “I knew it”.
- **GNARUM** was born out of **Gnera Group’s** desire to satisfy the **IT demands** of renewable energy companies operating in the **electricity market**.
- **GNARUM** is committed to exceptional customer service.
- **GNARUM’s** foundation is formed through **Gnera Group’s** vast experience. All the knowledge and **know-how possessed by Gnera Group** has been used and expanded upon for every project developed by **GNARUM**.



- **Experienced** with multiple renewable technologies
- **Solid know-how** backed by 10 years of experience operating in **electricity markets** with a high concentration of renewable technologies.
- More than **400 plants** and **1,200 MW** currently managed
- More than **2.5 TWh** forecasted energy in 2012
- **24x7x365** Monitoring Center

### International Experience



## II. Customers' Profiles

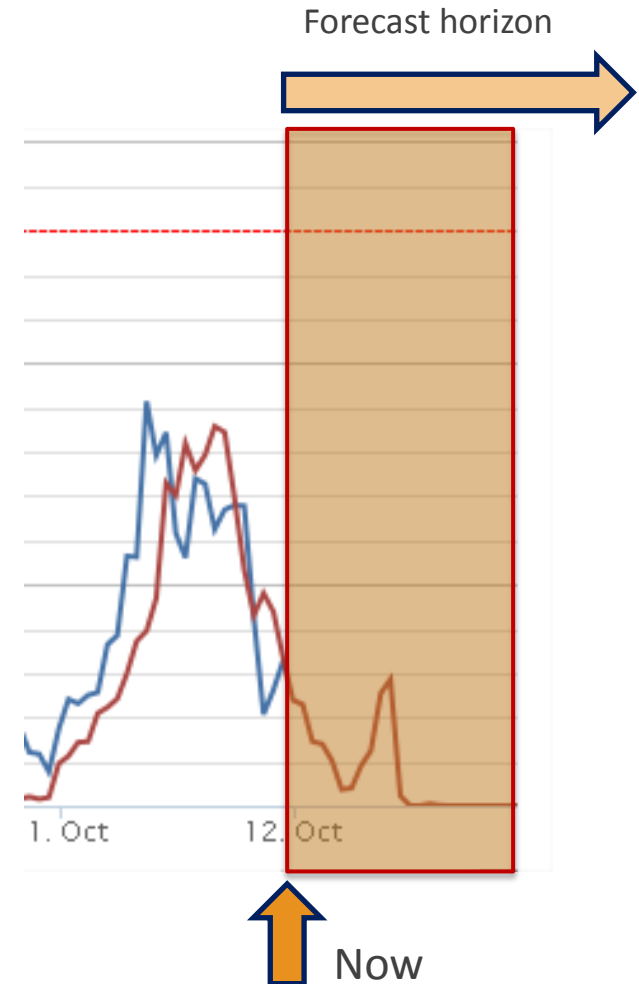


### Forecasting Horizon Time Scales:

- **Nowcasting**
  - Seconds to minutes ahead
- **Short-term prediction**
  - Up to 96-120 hours ahead
- **Medium-long term prediction**
  - Several days ahead up to 2 weeks

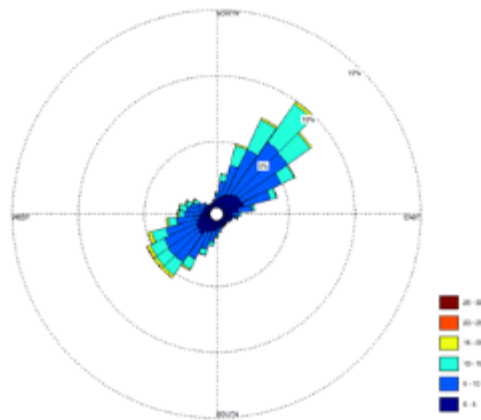
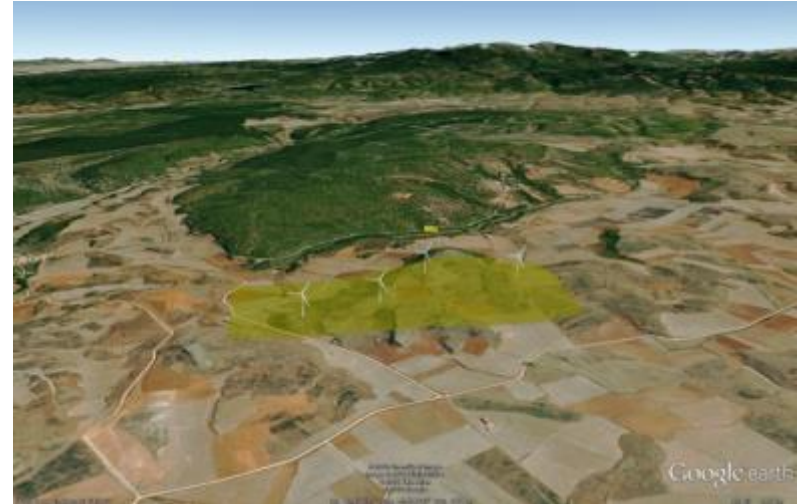
### Forecasting Time Resolution:

- 5 min, 15 min, hourly, daily, monthly



### Resource/Generation Analysis Customers:

- Required for **decision making**
- Long-term simulation
- Monthly/Yearly averages
- On-site Data availability: poor
- Predictability higher
- Statistical characterization
- Error tolerance higher
- High computation time consuming



### Applications

- Wind farm siting
- Bilateral contracts evaluation



### O&M Customers:

- **Short-term operation**
- Accuracy is important
- Up to 6-10 hours ahead
- 5 to 10 min time resolution
- Real-Time data availability
- Computation time limited to minutes
- Update cycle: high
- Ramp events forecasts



### Market Operations:

- **Day-Ahead management**
- Revenues and penalties depend on accuracy
- From 6 to 48 hours ahead
- 15-min or Hourly time resolution
- Update cycle: several times/day
- Forecast driven by NWP
- Managing uncertainties



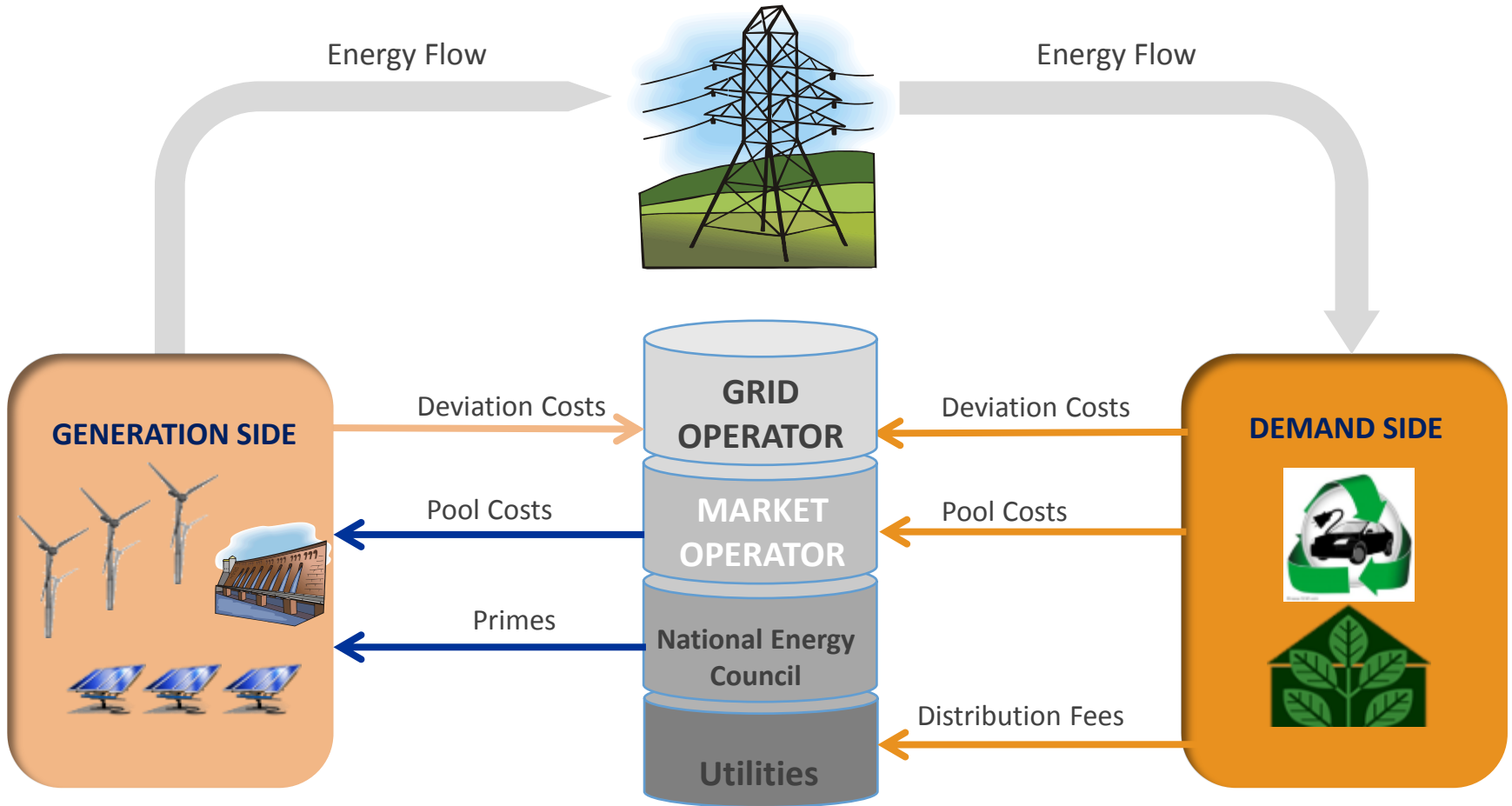
# III.

## Improving forecasts for trading

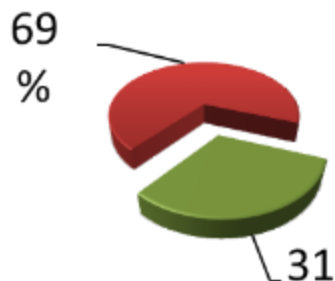


# Spanish FIT System

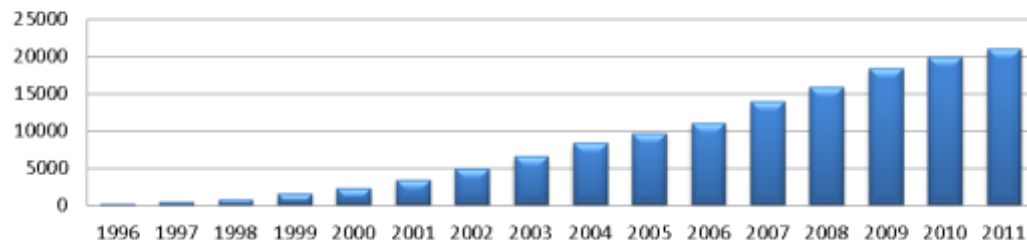
## GRID OPERATOR AND UTILITIES



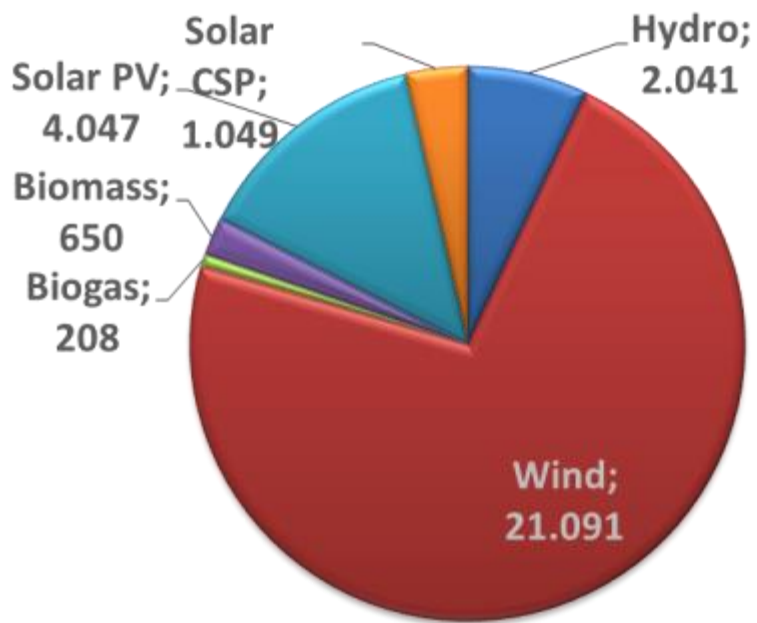
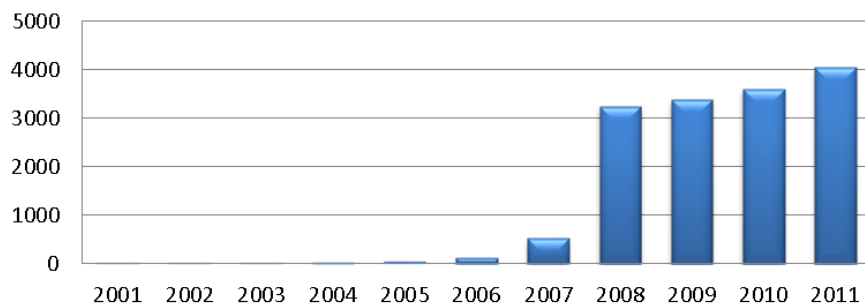
### III. Improving forecasts for trading



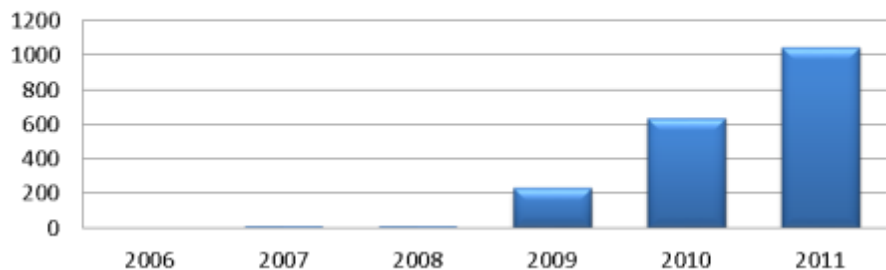
#### Evolution of Wind Installed Capacity (MW)



#### Evolution of Solar PV Installed Capacity



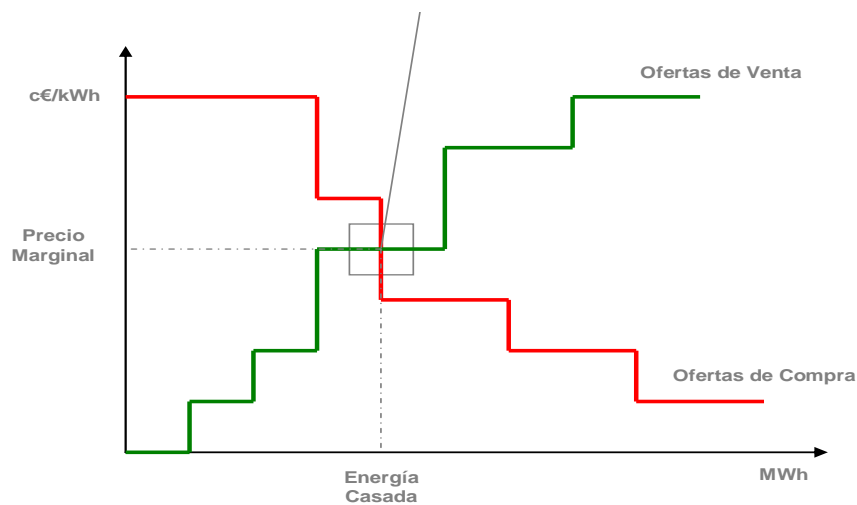
#### Evolution of CSP Installed Capacity



## Day ahead Market:

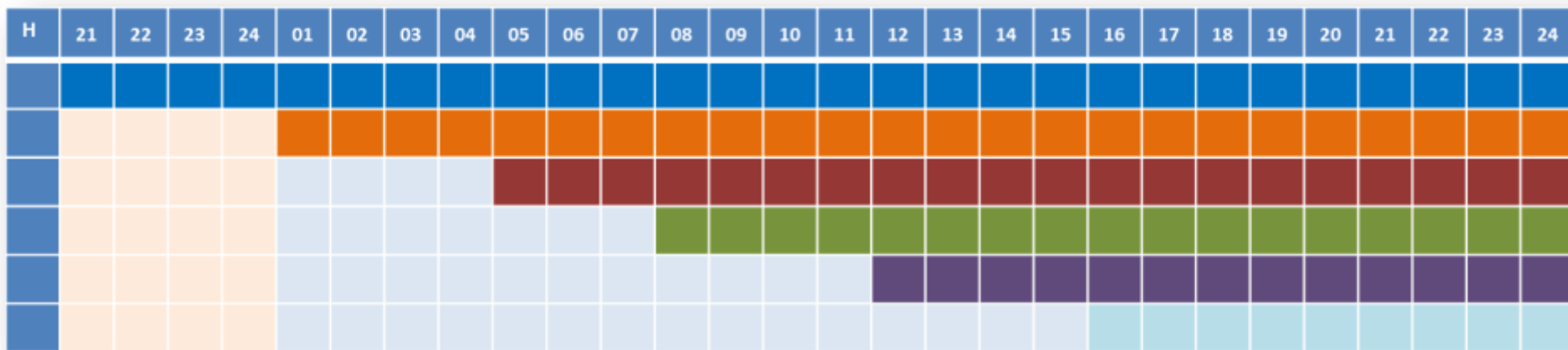
Daily session with forecasted energy for the next day.

H	01	02	03	04	05	06	07	08	09	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24

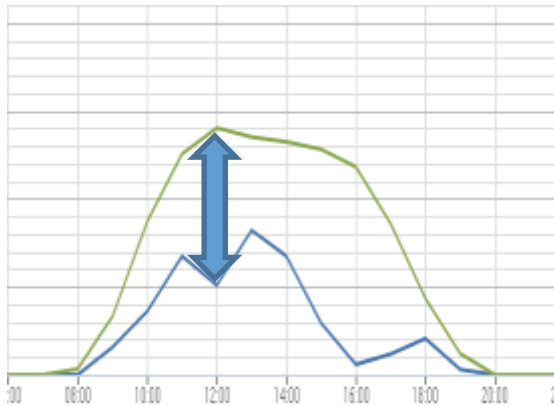


#### Intra-day Market:

Several sessions a day to adjust the energy sales



## Imbalancing penalties



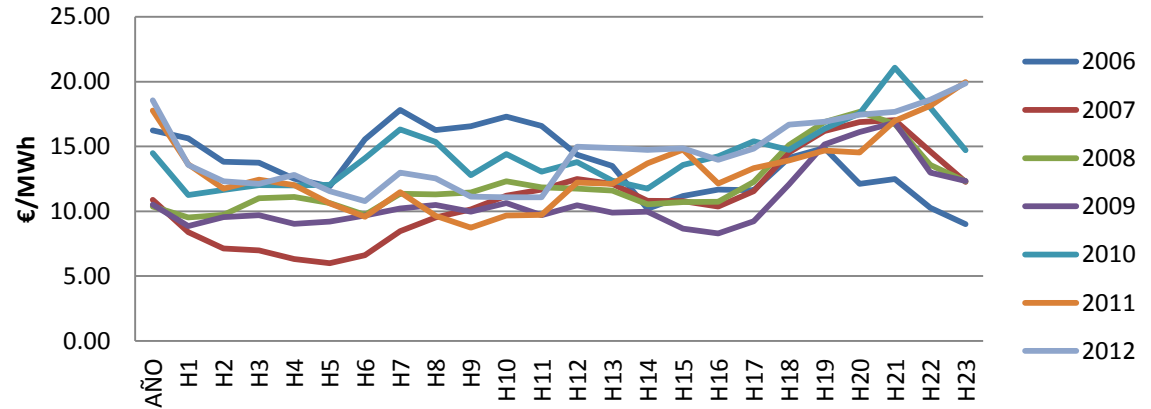
$$\text{Costs} = P \times D$$

P = Imbalancing price

D = Deviation

Average cost 15 €/MWh

Hourly Averaged Price

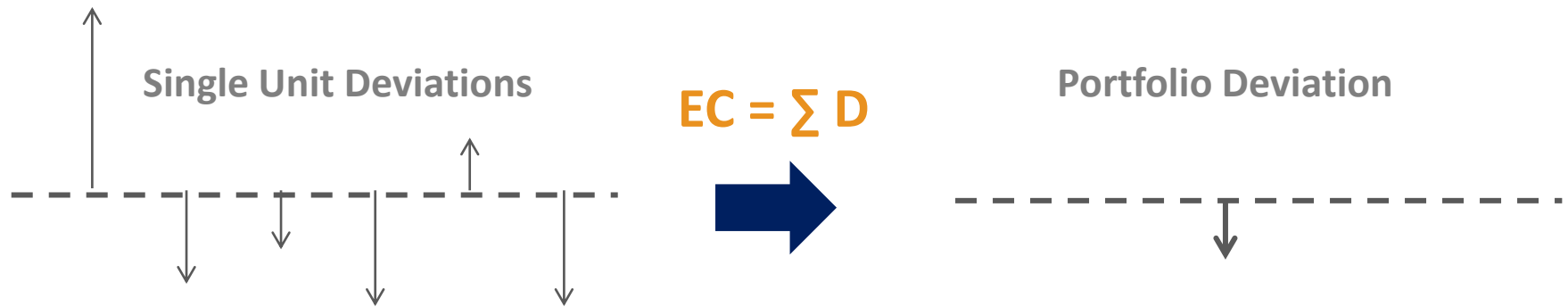


*Imbalancing penalties are directly proportional to the inaccuracy or deviation.*



## Reduction of Imbalancing Penalties

- The **Portfolio Effect (EC)** is the result of damping. It is the net deviation of a set of renewable plants.

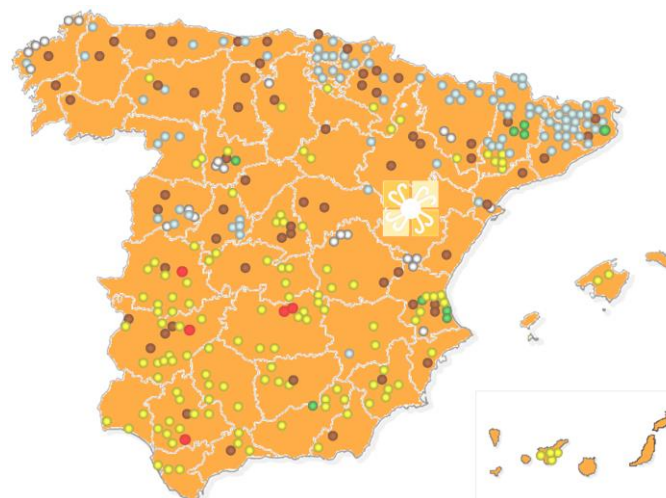


- Cost Asymmetry** only penalizes deviations in one direction, relative to the needs of the electric system.

	System Need	Deviation	Cost
1	↑	↑	0
2	↑	↓	Full Cost
3	↓	↑	Full Cost
4	↓	↓	0

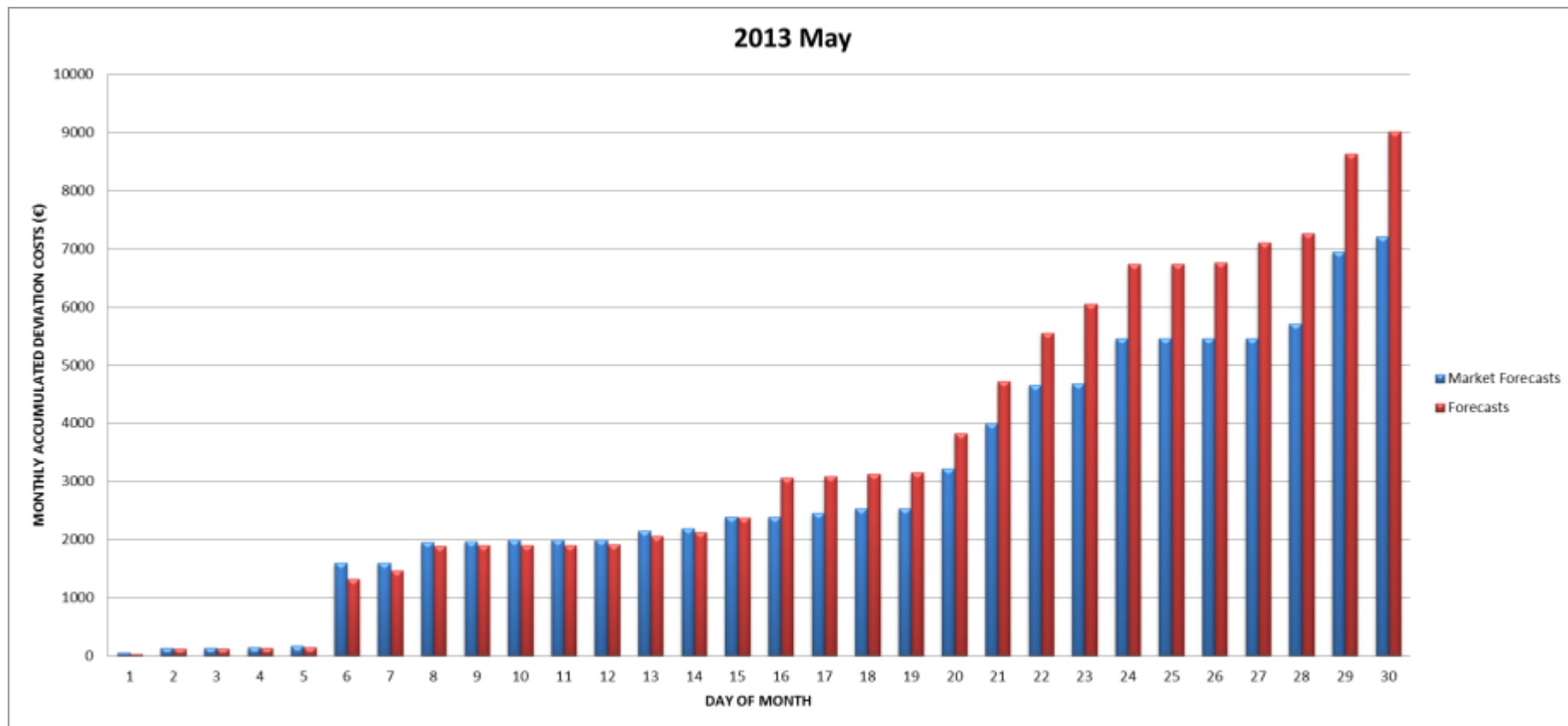


Weather Intelligence System for Energy



#### April to September 2012:

	Nameplate Capacity	Costs w/o Forecasting	Costs w/ Forecasting & Portfolio	Costs Managing Uncertainties	Savings
Wind	140 MW	0.86 M€	0.26 M€	0.20 M€	0.66 M€
PV	513 MW	4.05 M€	0.48 M€	0.40 M€	3.65 M€
Hydro	125 MW	0.6 M€	0.05 M€	0.04 M€	0.56 M€
<b>TOTAL</b>	<b>778 MW</b>	<b>5.51 M€</b>	<b>0.79 M€</b>	<b>0.64 M€</b>	<b>4.87 M€</b>



# IV. Conclusions



- **Forecasting is a valuable source of information**
  - Different applications and problems
  - Different strategies to compute the forecast
  - Different customers for each solution
  
- **Forecasts adapted to your problem**
  - Extra information can be used to improve the forecasts
  - IT systems are helpful
  
- **Managing uncertainties, interesting profit for trading**



Thank You!

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