



MASTER IN ENTREPRENEURSHIP  
INNOVATION MANAGEMENT  
IN COLLABORATION WITH **MIT SLOAN**

IN COLLABORATION WITH  
**MIT** MANAGEMENT  
SLOAN SCHOOL



UNIVERSITÀ DEGLI STUDI DI NAPOLI  
**PARTHENOPE**

MASTER MEIM 2022-2023

# Energy planning

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Prof. of Energy Management, University of Naples Parthenope

# Outline of the course

## **I. Energy overview**

- Energy conversion
- Energy overview
- a) Primary energy sources
- b) Total final consumption
- c) Energy intensity
- Energy problem
- a) Consumption disparity
- b) Energy poverty
- c) Fossil fuels and GHG emissions

## **II. Renewable Energy Sources as a mitigation action to climate change**

- Classification of the energy sources
- Technologies, efficiency and impacts
- Global efforts
- How to integrate RES in energy systems???

## **III. Energy planning**

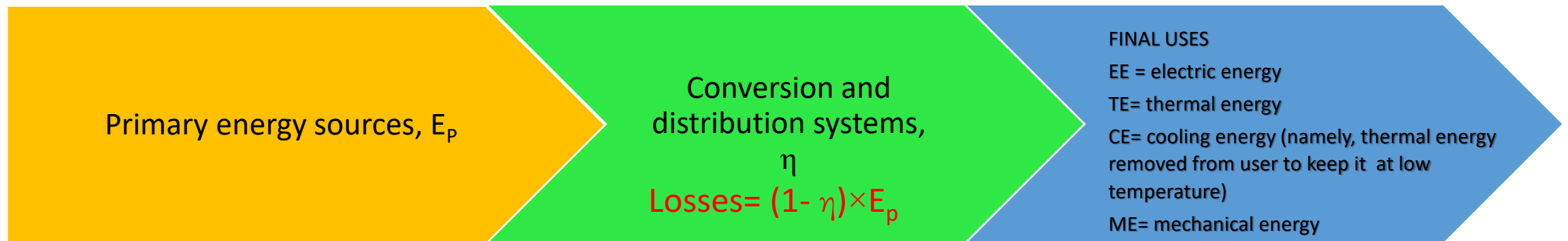
- Introduction
- Smart city and smart community
- Smart Energy Systems
- Electric surplus
- EnergyPLAN software

## **IV. EnergyPLAN software training**

## **V. Campania region case study**

- H2SCOUT parameters

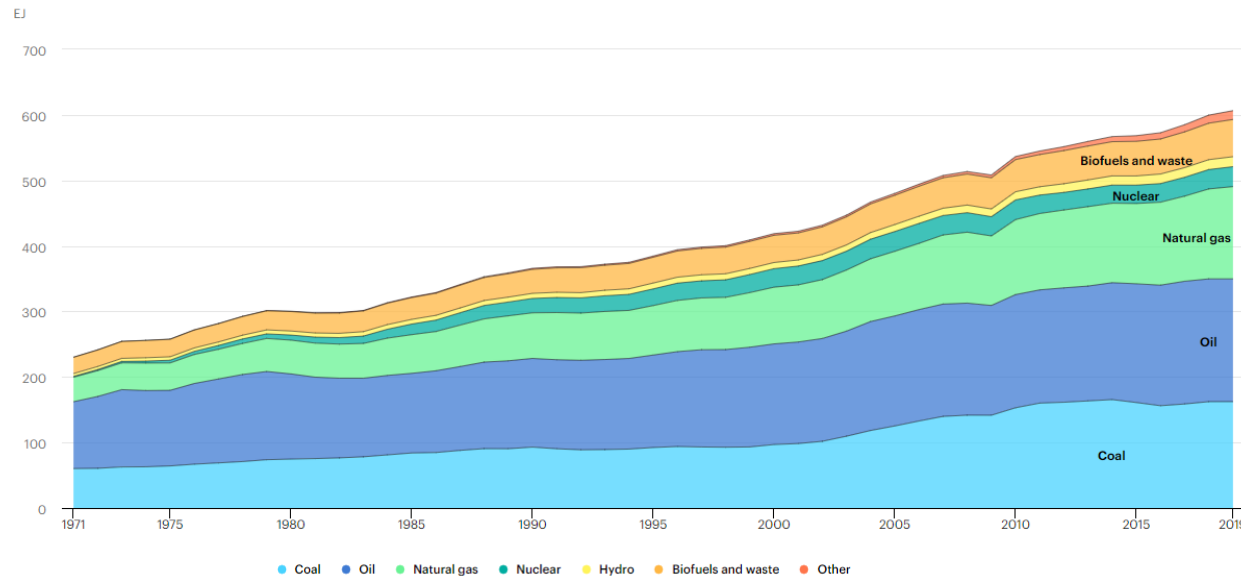
# Energy conversion chain



# Energy overview: Primary energy world consumption

## World total energy supply by source, 1971-2019

Last updated 6 Sep 2021 (source:IEA)

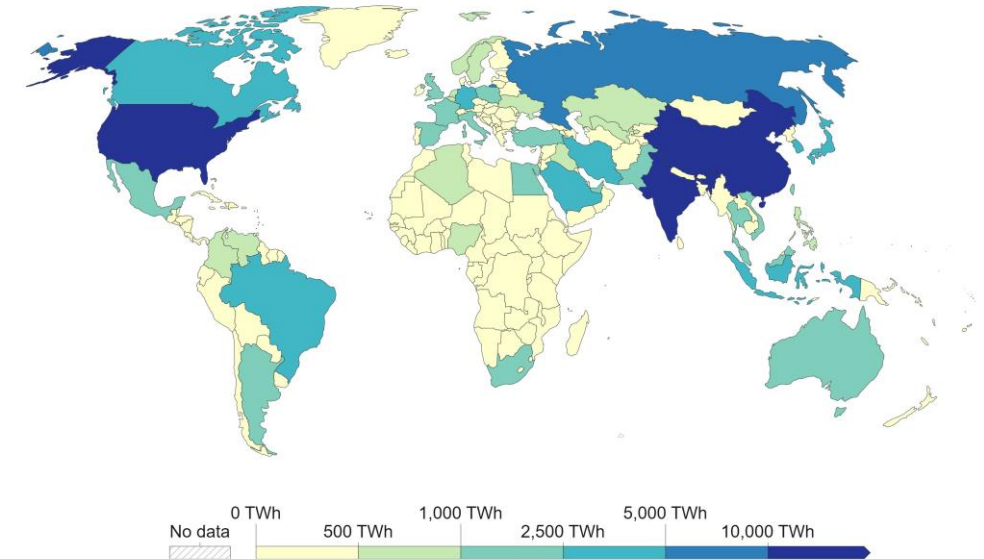


IEA Licence: CC BY 4.0

## Primary energy consumption, 2022

Primary energy<sup>1</sup> consumption is measured in terawatt-hours (TWh).

Our World  
in Data



Source: U.S. Energy Information Administration (EIA); Energy Institute Statistical Review of World Energy (2023)

Note: Data includes only commercially-traded fuels (coal, oil, gas), nuclear and modern renewables. It does not include traditional biomass.

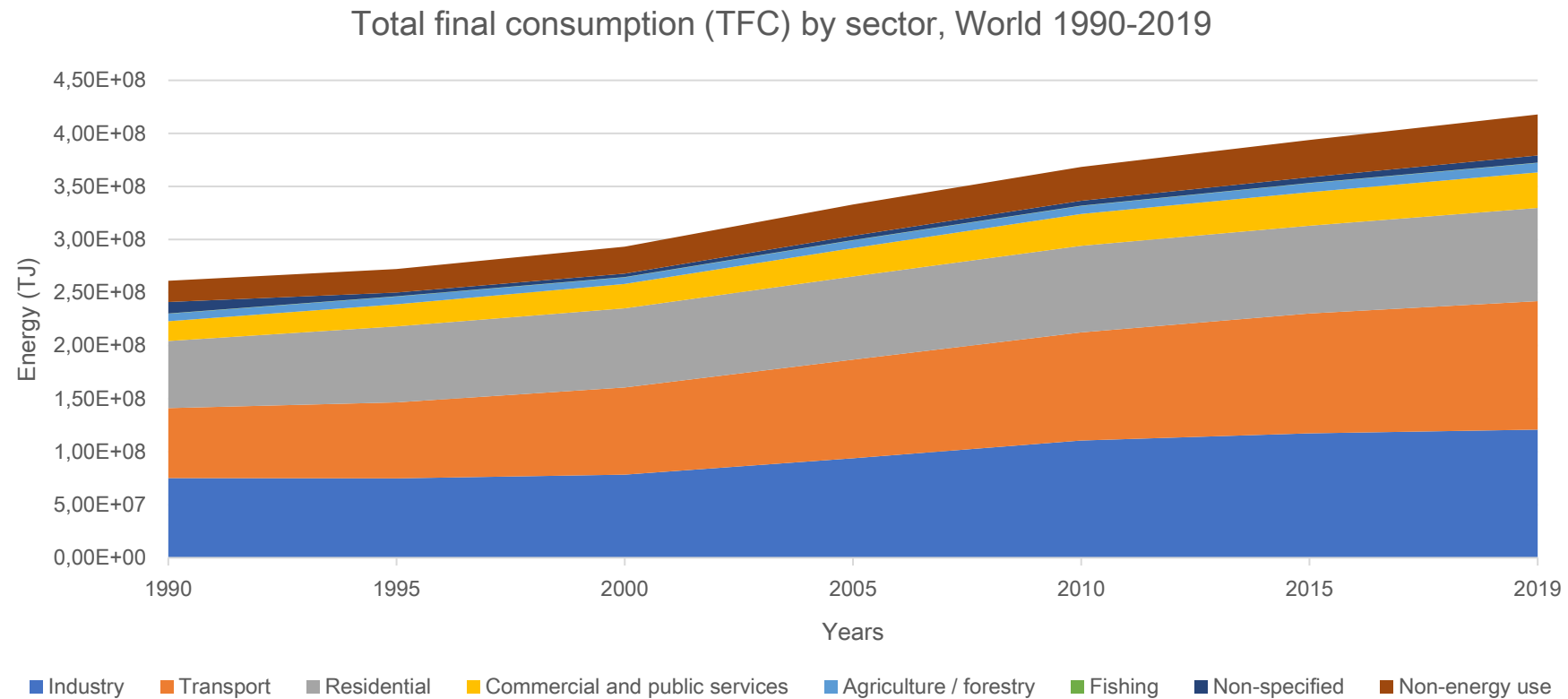
OurWorldInData.org/energy • CC BY

**1. Primary energy:** Primary energy is the energy available as resources – such as the fuels burnt in power plants – before it has been transformed. This relates to the coal before it has been burned, the uranium, or the barrels of oil. Primary energy includes energy that the end user needs, plus inefficiencies and energy that is lost when raw resources are transformed into a usable form. You can read more on the different ways of measuring energy in our article.

Average per capita consumption  $\approx 1,8$  tep



# Energy overview: Total final world consumption

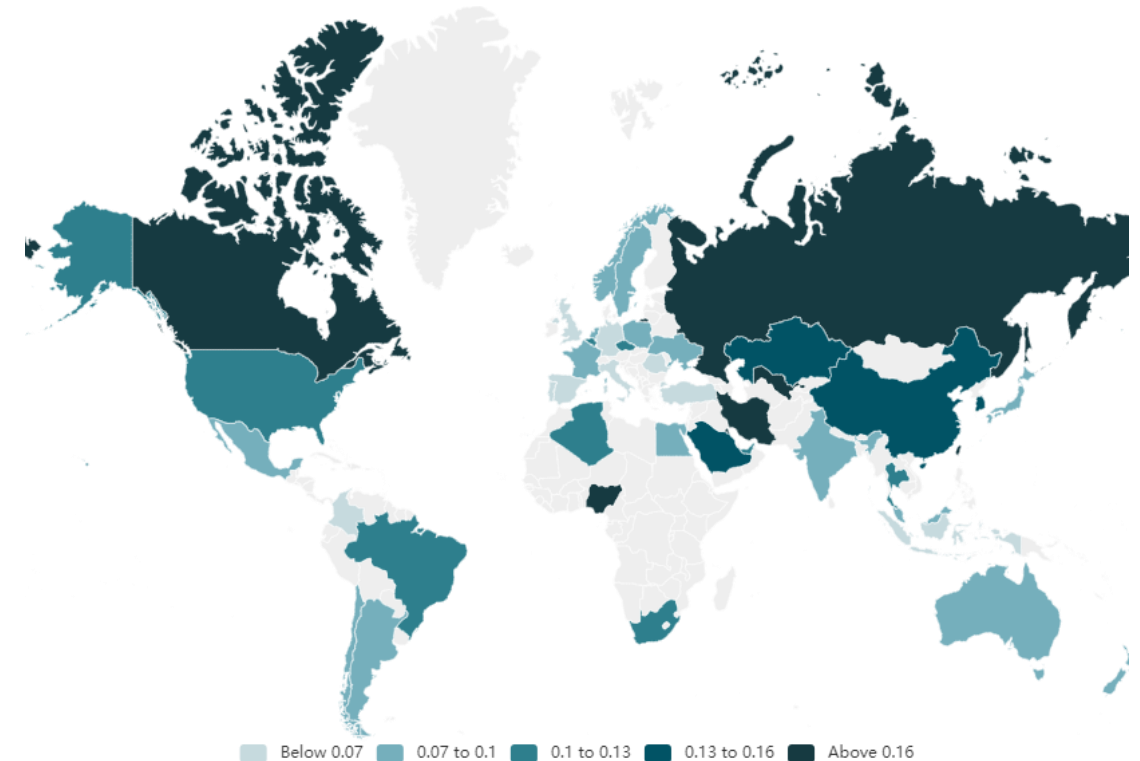


# Energy intensity: world situation

What is the outlook for the future?

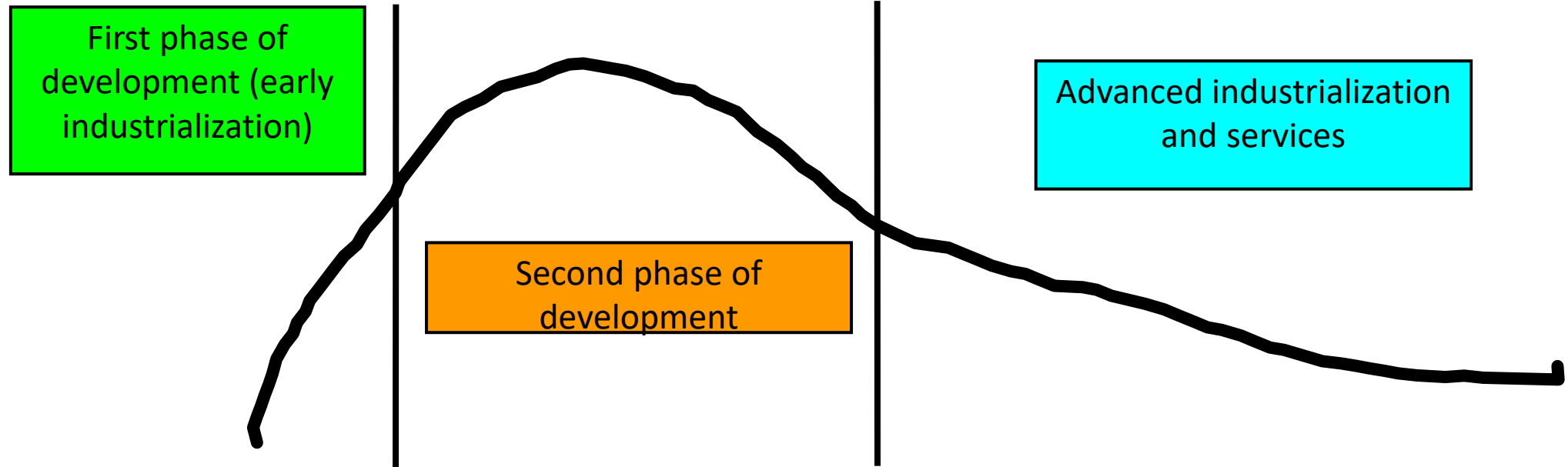
- ✓ The energy needs of a country are linked to several factors:
  - demographic consistency → **inhabitants number, N**
  - level of socio-economic development → **GDP per capita**
  - prevalent economic and productive activities
  - level of technological development and socio-economic progress → **ability of a rational and efficient use of resources**
  - climatic factors

Energy intensity:  $I = E / (N \times \text{GDP per capita})$



# Energy intensity: evaluation

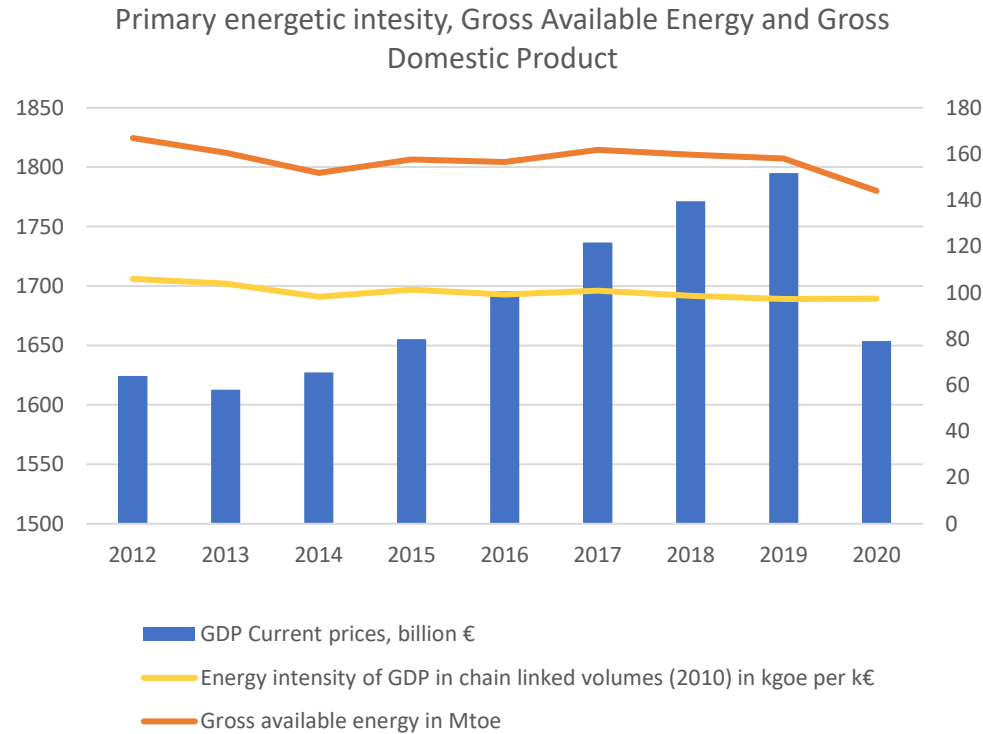
Temporal evolution of energetic intensity



- ✓ Causes of reduction of energetic intensity:
  - *improved techniques for conversion (ex .: Italy);*
  - *transition from industrial to the service sector with higher added value (ex .: Switzerland);*
  - *both cases (ex .: Japan).*

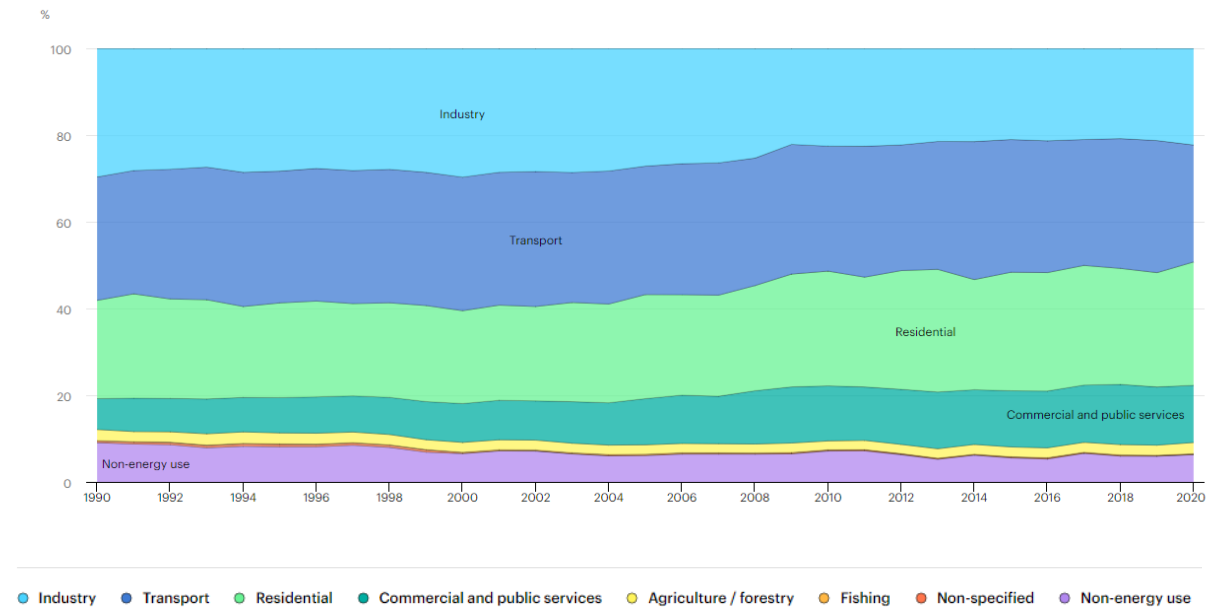
# Environmental-energetic framework: national situation

**Gross consumption of primary energy in Italy  
(in Mtoe, source: Eurostat elaboration on the basis of MSE data)**



Gross Available Energy: total energy delivered/consumed in a Country

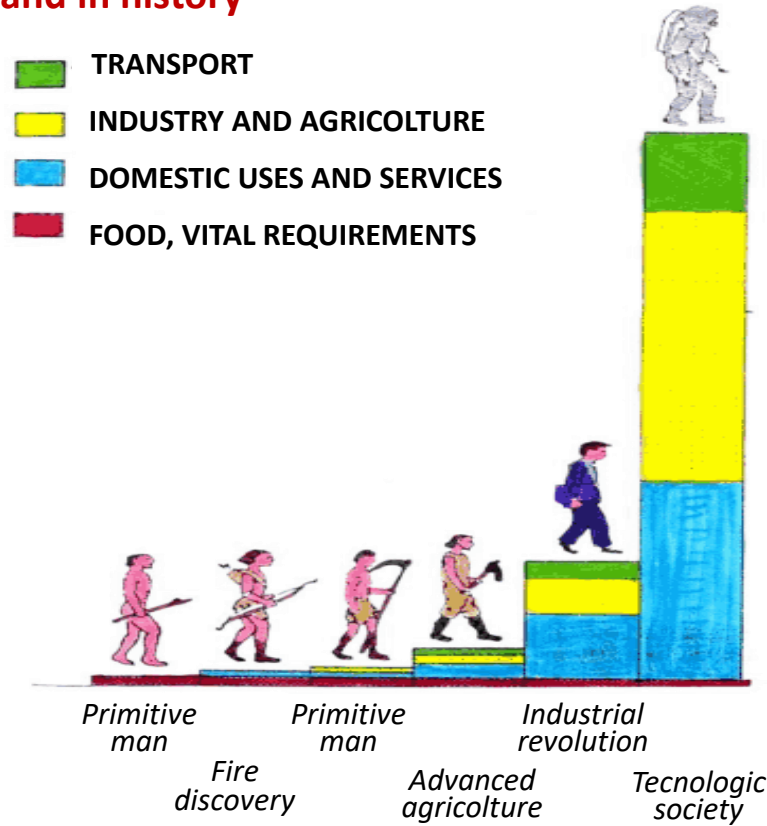
**Total final energy consumption in Italy in the main sectors  
(source: IEA data)**



TFC: Total final consumption

# Environmental-energetic framework: world situation

## Primary energy demand in history



Average per capita  
consumption  $\approx 50.000$  kcal/day  
(20 times higher than  
food requirements)

In USA the consupcion  
is 4 times higher than  
the mean value,  
in EU 2 times

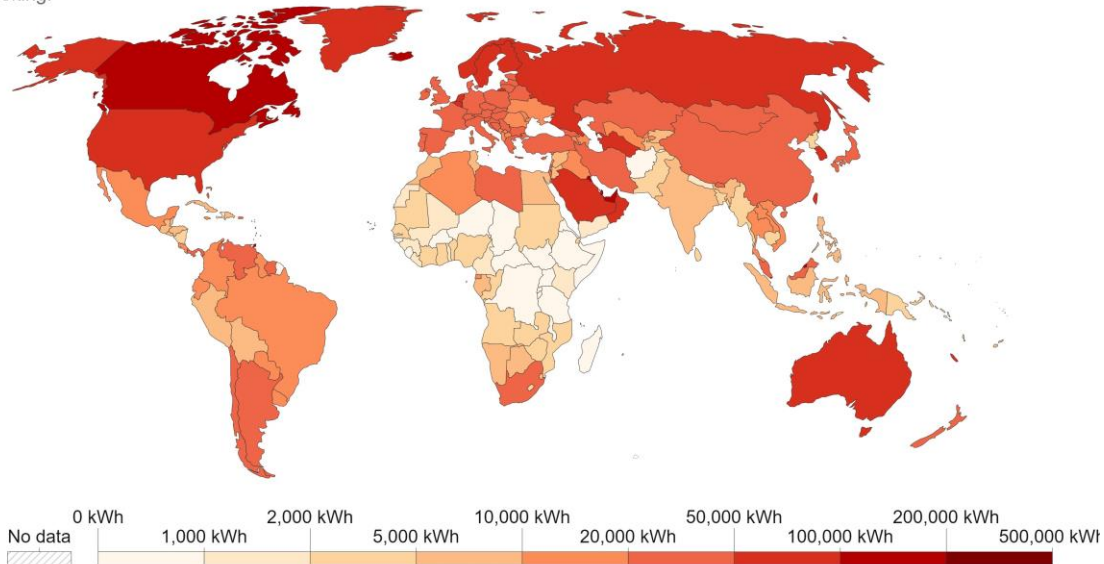
# Environmental-energetic framework: world situation

## Lack of access to energy

### Energy use per person, 2022

Energy use not only includes electricity, but also other areas of consumption including transport, heating and cooking.

Our World  
in Data



Source: U.S. Energy Information Administration (EIA); Energy Institute Statistical Review of World Energy (2023)

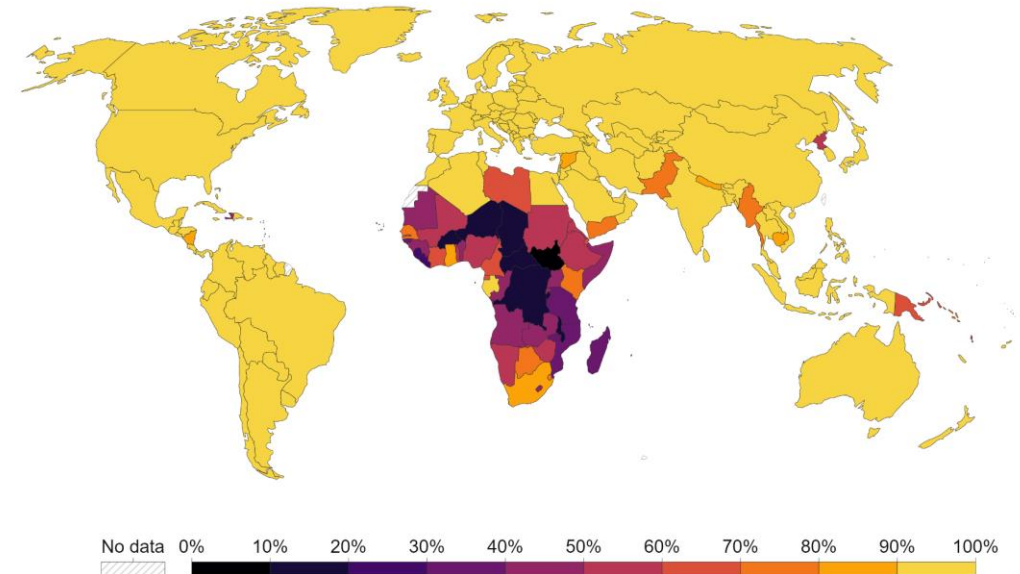
Note: Energy refers to primary energy – the energy input before the transformation to forms of energy for end-use (such as electricity or petrol for transport).

OurWorldInData.org/energy • CC BY

### Electricity access, 2020

Share of the population with access to electricity. The definition used in international statistics adopts a very low cutoff for what it means to 'have access to electricity'. It is defined as having an electricity source that can provide very basic lighting, and charge a phone or power a radio for 4 hours per day.

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in Data



Source: World Bank

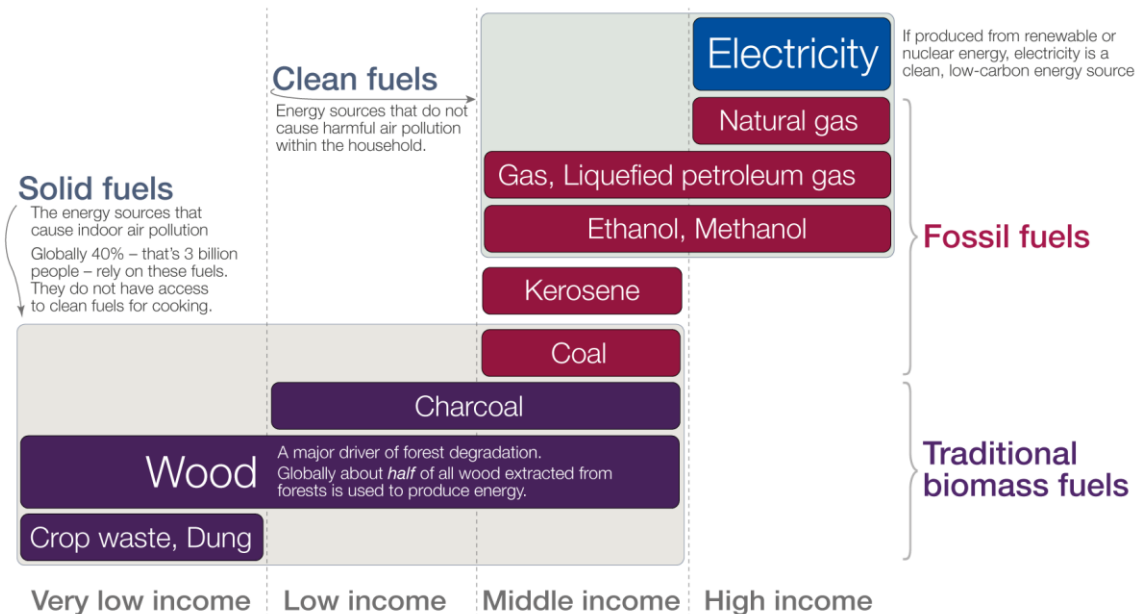
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# Environmental-energetic framework: world situation

## The 'Energy Ladder'

The dominant energy source for cooking and heating, by level of income

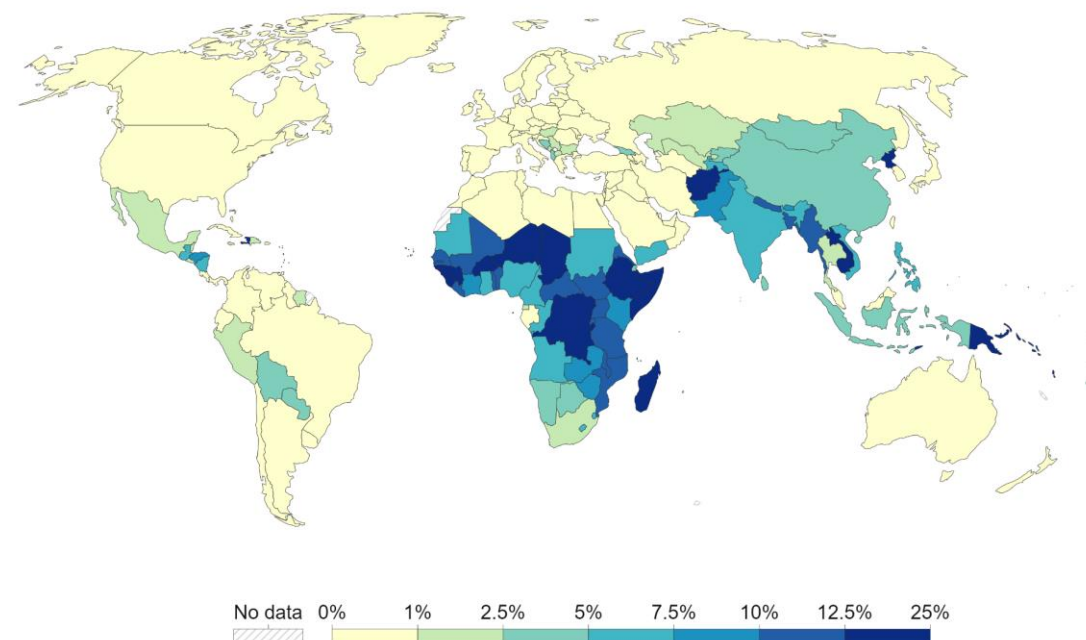
Our World  
in Data



## Share of deaths from indoor air pollution, 2019

Share of deaths, from any cause, which are attributed to indoor air pollution – from burning solid fuels – as a risk factor.

Our World  
in Data



Based on: WHO – Fuel for life: household energy and health.  
OurWorldinData.org – Research and data to make progress against the world's largest problems.

Licensed under CC-BY by the author Max Roser  
Version from 2022

Source: IHME, Global Burden of Disease (2019)

OurWorldInData.org/indoor-air-pollution • CC BY

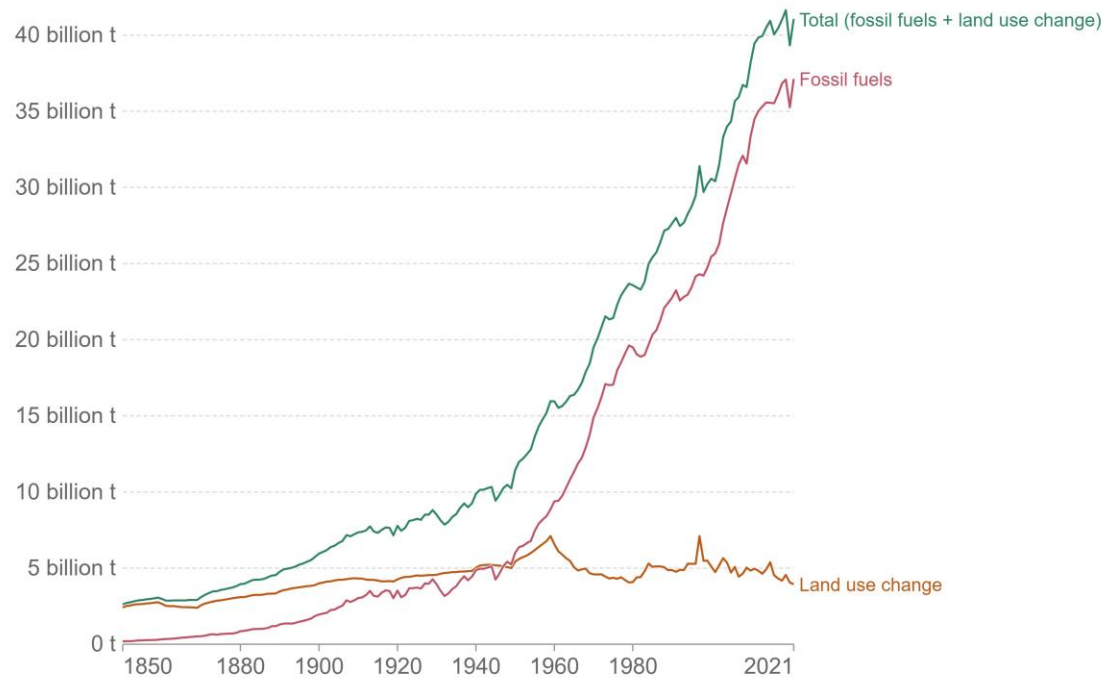


# Environmental-energetic framework: world situation

## Greenhouse gas emissions by sector (Source: ourworldindata)

Global CO<sub>2</sub> emissions from fossil fuels and land use change, World

Our World  
in Data



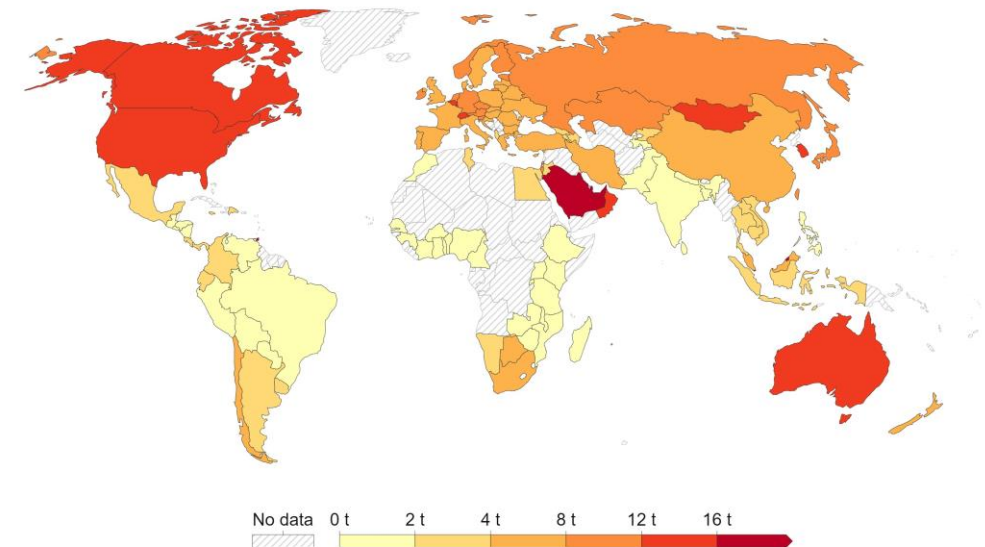
Source: Global Carbon Project (2022)

OurWorldInData.org/co2-and-greenhouse-gas-emissions • CC BY

## Consumption-based CO<sub>2</sub> emissions per capita vs. GDP per capita, 2020

Our World  
in Data

- Consumption-based emissions<sup>1</sup> are national emissions that have been adjusted for trade. It's production-based emissions minus emissions embedded in exports, plus emissions embedded in imports.
- GDP per capita is adjusted for price differences between countries (PPP) and over time (inflation).



Source: Global Carbon Project (2022); Population based on various sources (2023); Data compiled from multiple sources by World Bank  
OurWorldInData.org/co2-and-greenhouse-gas-emissions • CC BY

**1. Consumption-based emissions:** Consumption-based emissions are national or regional emissions that have been adjusted for trade. They are calculated as domestic (or 'production-based' emissions) emissions minus the emissions generated in the production of goods and services that are exported to other countries or regions, plus emissions from the production of goods and services that are imported. Consumption-based emissions = Production-based – Exported + Imported emissions



# Environmental-energetic framework: problems and future prespective

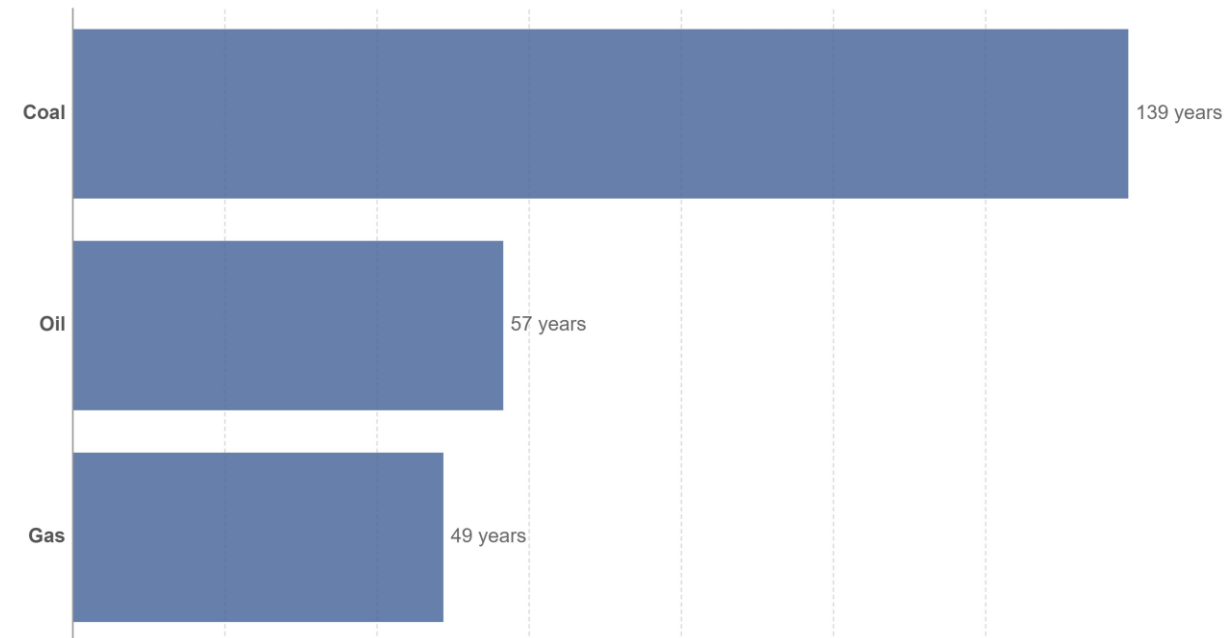
## Fossil resources: problems to be faced

- ✓ Current problems:
  - geo-political and economic aspects, related to:
    - non-uniform distribution of resources
    - health impact due to the use of very polluting fuels in cases of lower access to cleaner energy
    - environmental impact (in particular: the greenhouse effect and global warming)
    - financial speculation
- ✓ In the medium and long term:
  - exhaustion of resources

## Years of fossil fuel reserves left, 2020

Years of global coal, oil and natural gas left, reported as the reserves-to-product (R/P) ratio which measures the number of years of production left based on known reserves and present annual production levels. Note that these values can change with time based on the discovery of new reserves, and changes in annual production.

Our World  
in Data

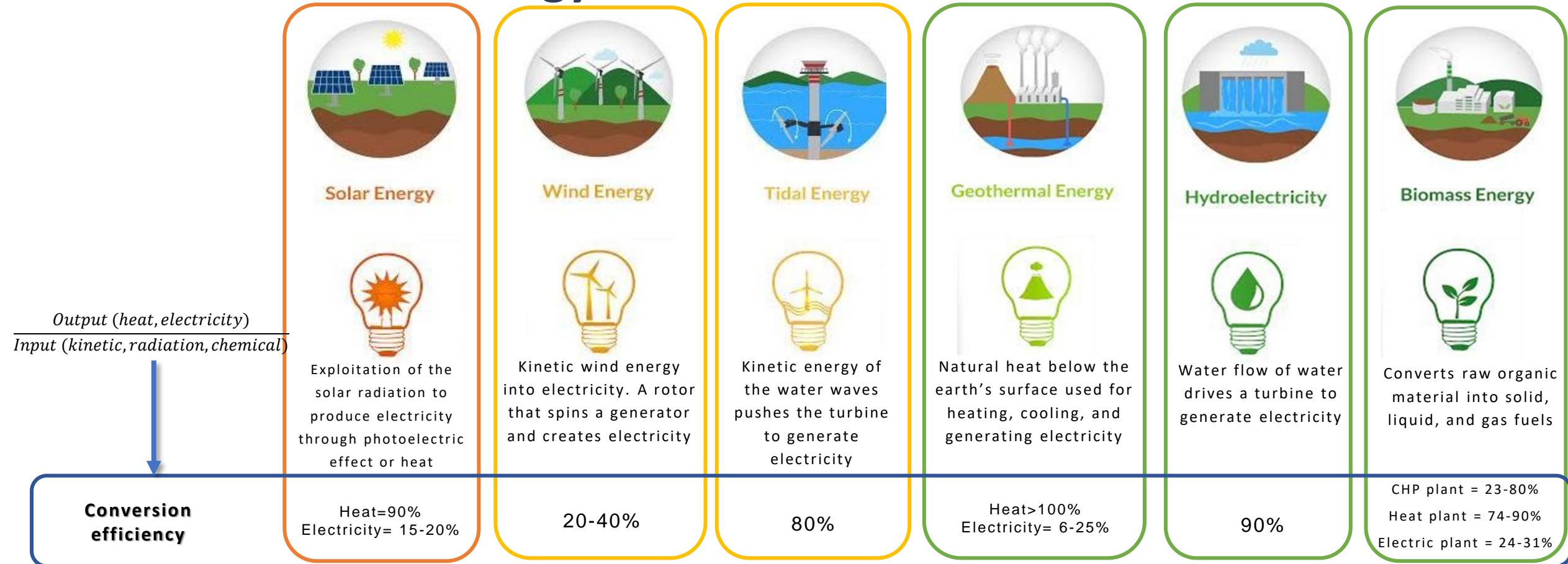


Source: Energy Institute Statistical Review of World Energy (2023)

OurWorldInData.org/fossil-fuels • CC BY

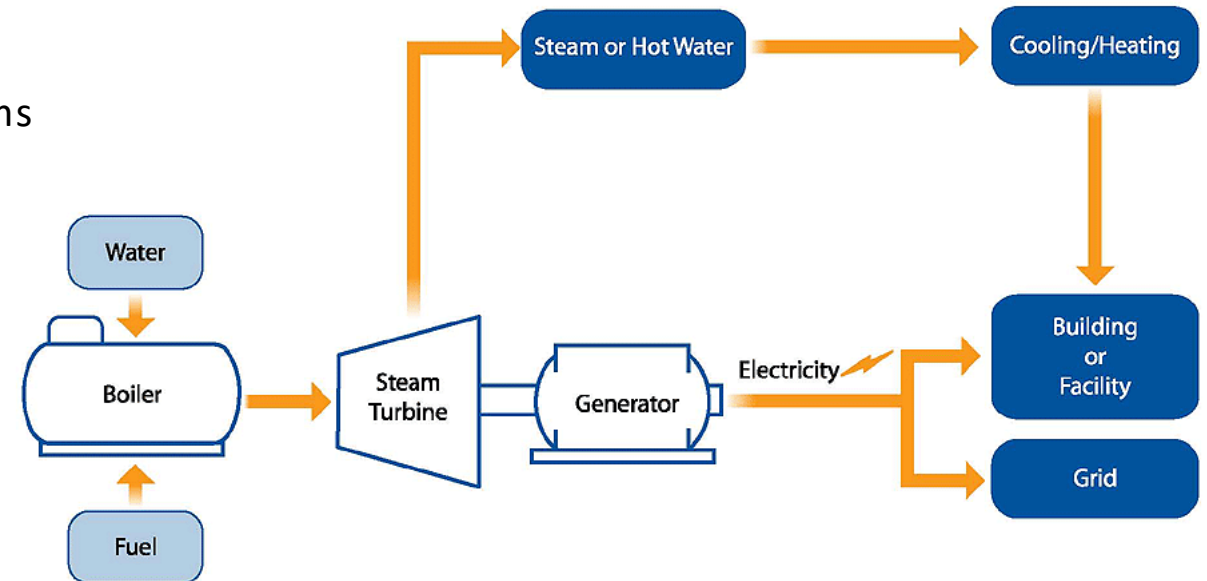
# Classification of energy source: RES

Source: <https://www.energy.gov/fecm/science-innovation/>



# Classification of energy source: non RES

- Fossil fuel-based power plants
- Carbon emissions is the main concern in these systems
- Conversion efficiency
  - Coal based = 33 %
  - Oil based = 28-46 %
  - Natural gas based = 42-60%



Coal



Oil



Natural gas

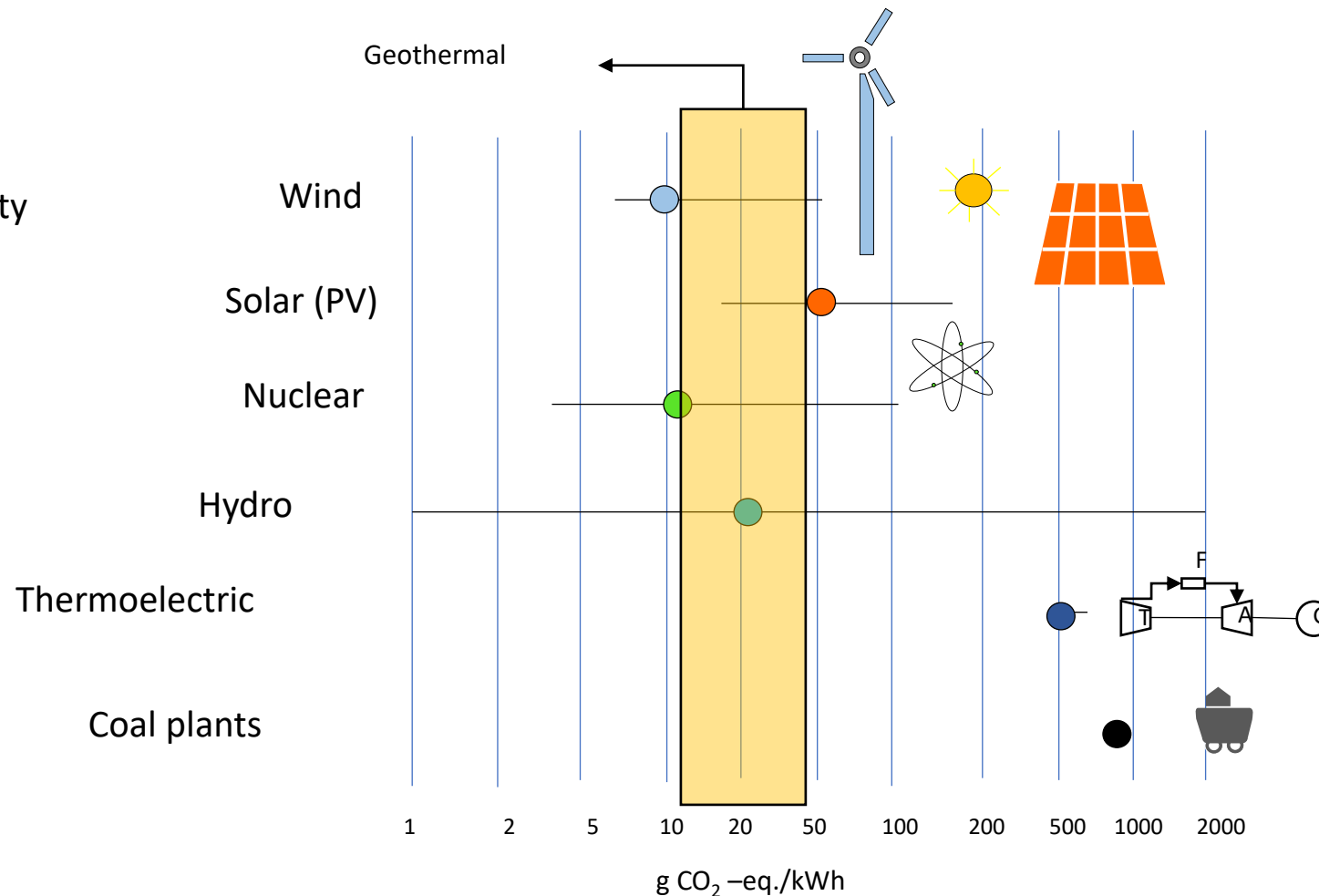


Fuel =

Source: [https://archive.ipcc.ch/publications\\_and\\_data/ar4/wg3/en/ch4s4-4-3-1.html](https://archive.ipcc.ch/publications_and_data/ar4/wg3/en/ch4s4-4-3-1.html)

# GHG from RES

Minimum and maximum carbon intensity  
by technology

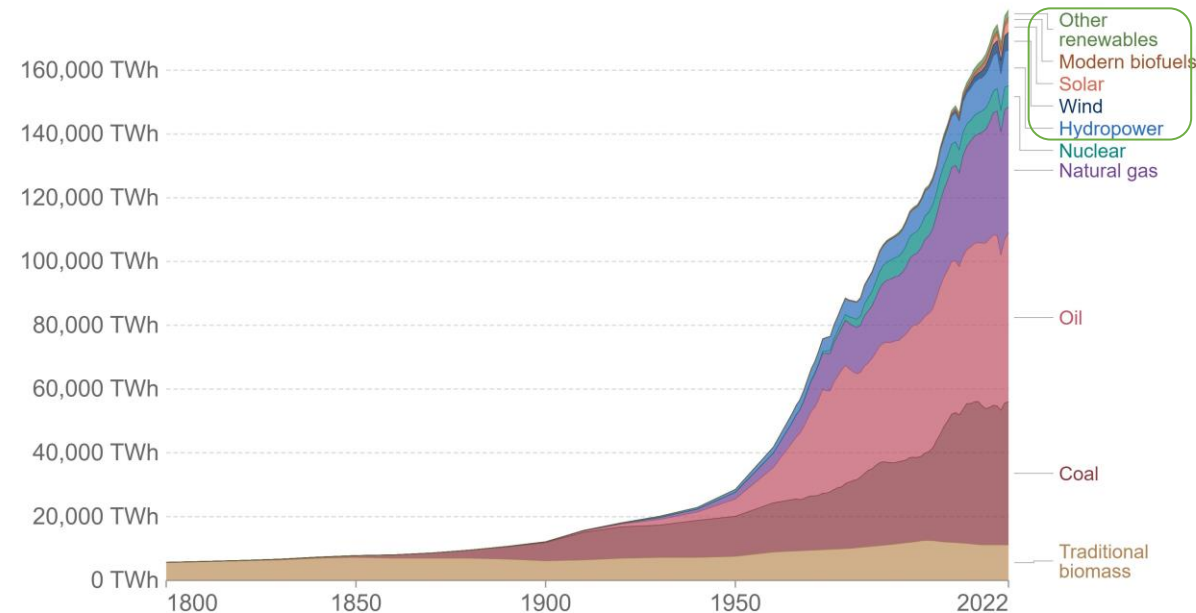


# Renewable energy sources use

## Global primary energy consumption by source

Primary energy is calculated based on the 'substitution method' which takes account of the inefficiencies in fossil fuel production by converting non-fossil energy into the energy inputs required if they had the same conversion losses as fossil fuels.

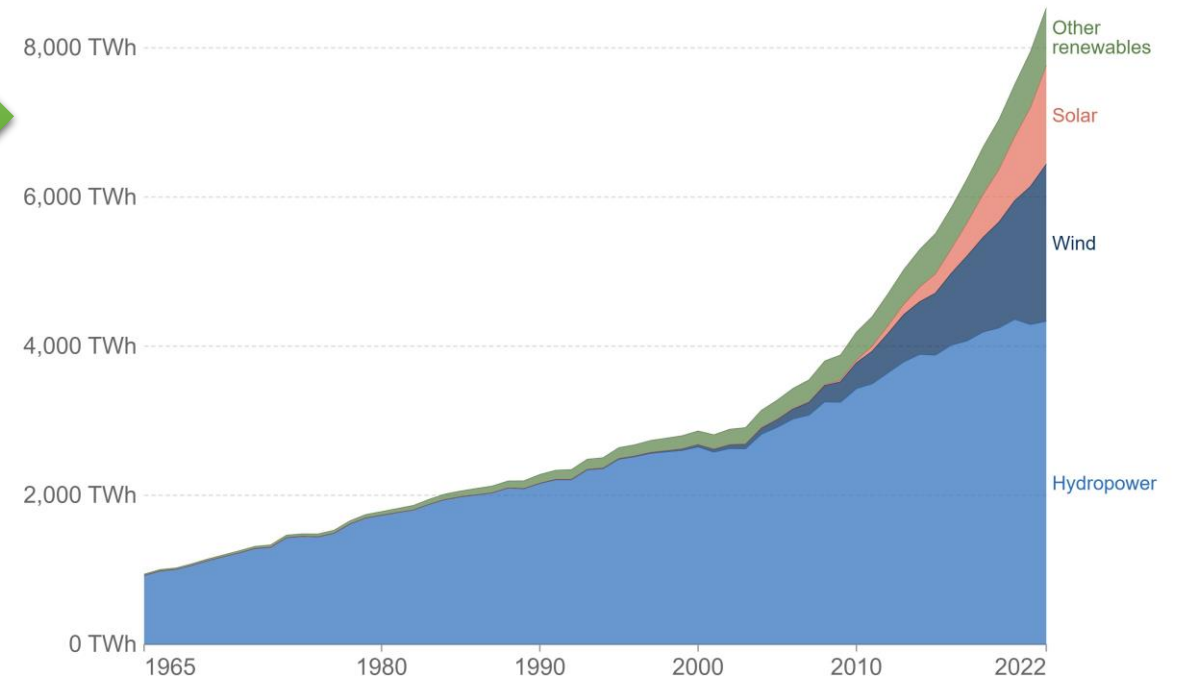
Our World  
in Data



Source: Energy Institute Statistical Review of World Energy (2023); Vaclav Smil (2017)  
OurWorldInData.org/energy • CC BY

## Renewable electricity generation, World

Our World  
in Data



Source: Energy Institute Statistical Review of World Energy (2023)  
Note: 'Other renewables' refers to renewable sources including geothermal, biomass, waste, wave and tidal. Traditional biomass is not included.

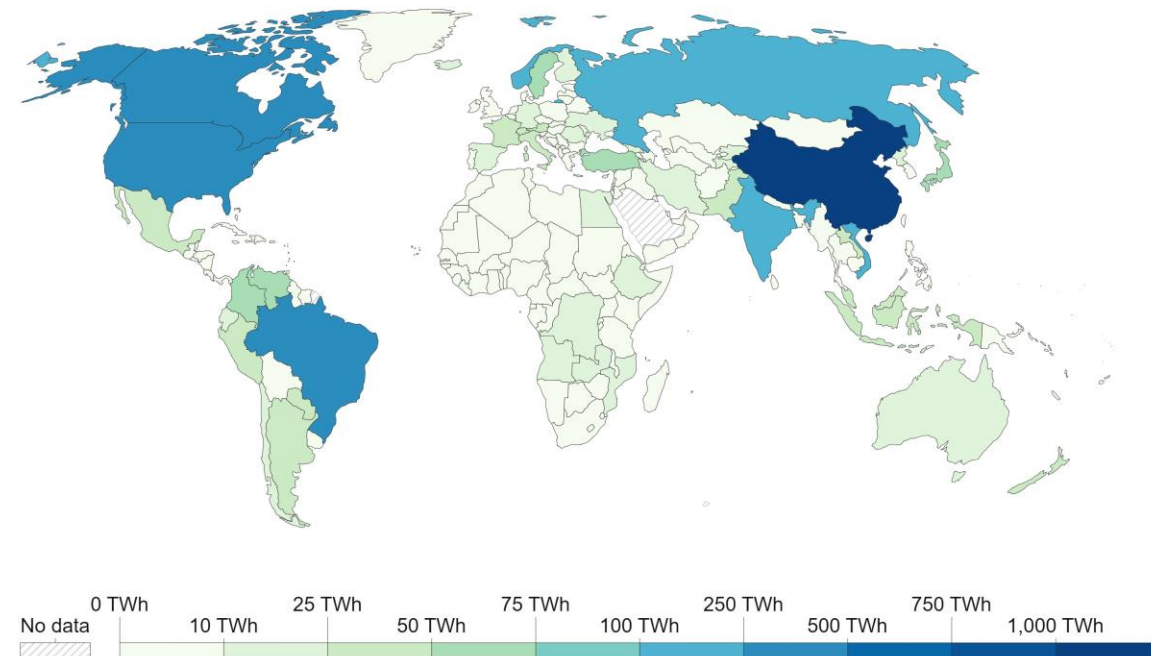
OurWorldInData.org/renewable-energy • CC BY

# Renewable energy sources

## Hydropower generation, 2022

Annual hydropower generation is measured in terawatt-hours (TWh).

Our World  
in Data



Source: Ember's Yearly Electricity Data; Ember's European Electricity Review; Energy Institute Statistical Review of World Energy  
OurWorldInData.org/renewable-energy • CC BY

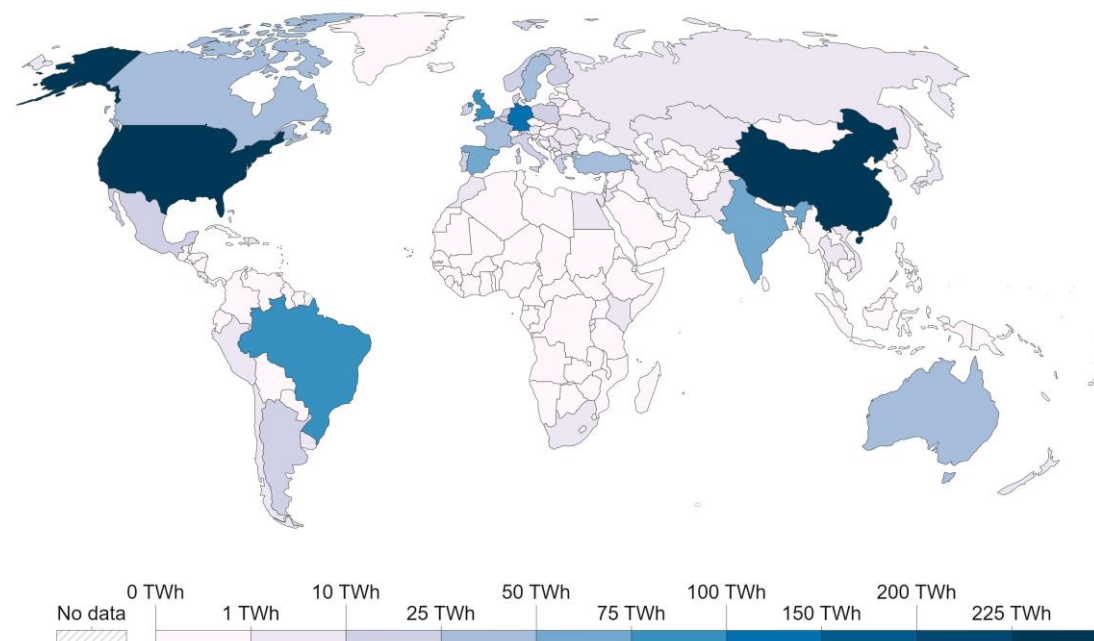


# Renewable energy sources

## Wind power generation, 2022

Annual electricity generation from wind is measured in terawatt-hours (TWh) per year. This includes both onshore and offshore wind sources.

Our World  
in Data

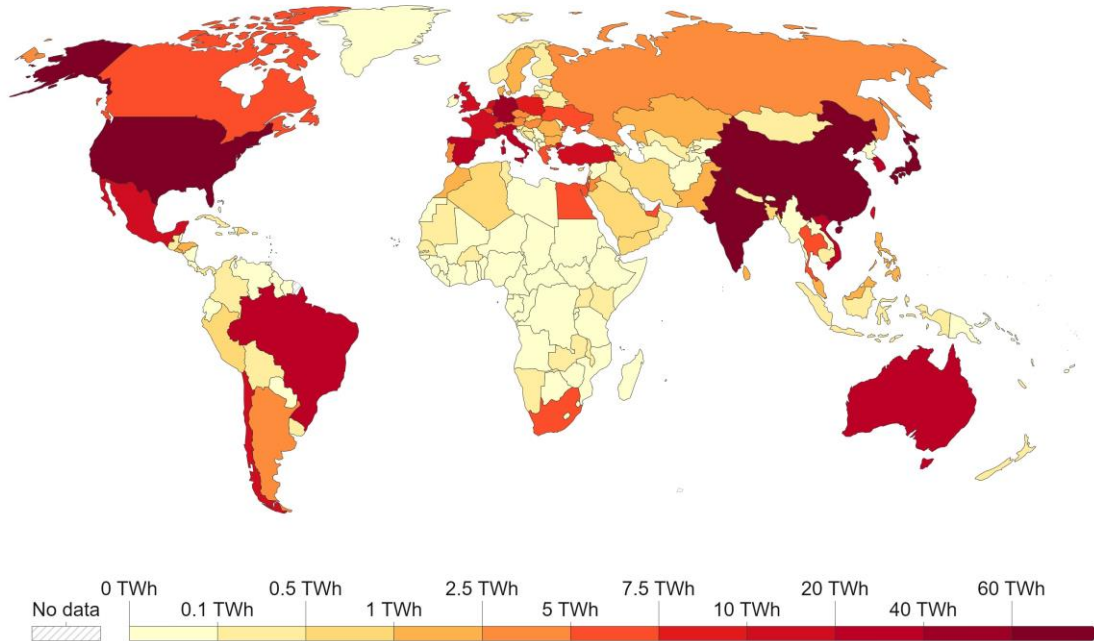


Source: Ember's Yearly Electricity Data; Ember's European Electricity Review; Energy Institute Statistical Review of World Energy  
OurWorldInData.org/renewable-energy • CC BY

# Renewable energy sources

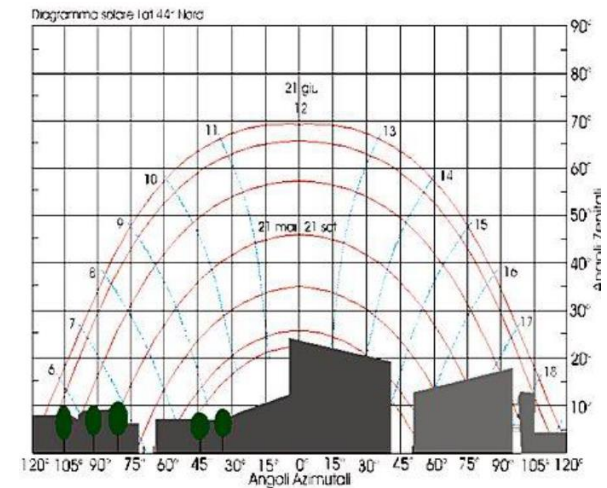
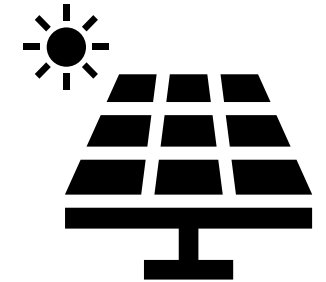
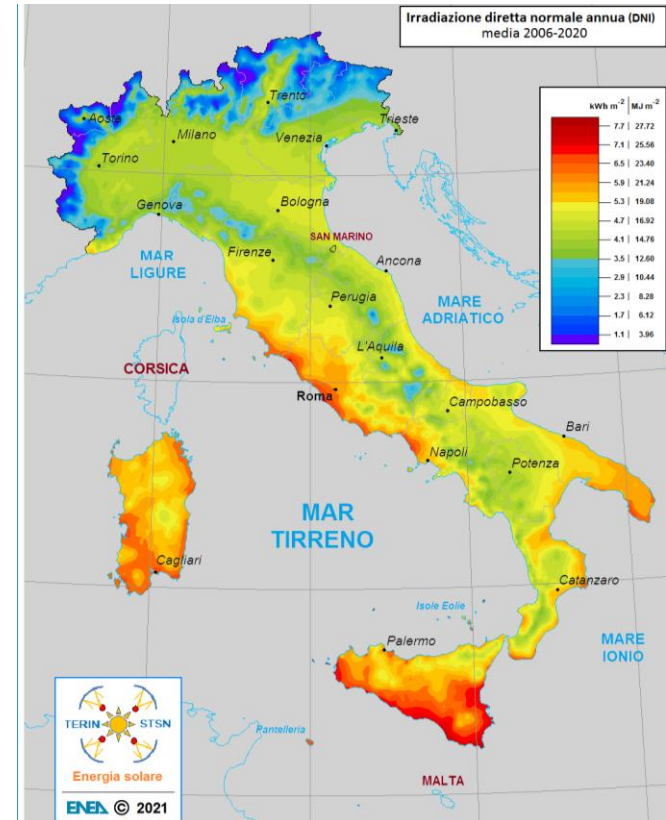
## Solar power generation, 2022

Electricity generation from solar, measured in terawatt-hours (TWh) per year.



Source: Ember's Yearly Electricity Data; Ember's European Electricity Review; Energy Institute Statistical Review of World Energy  
OurWorldInData.org/renewable-energy • CC BY

Our World  
in Data

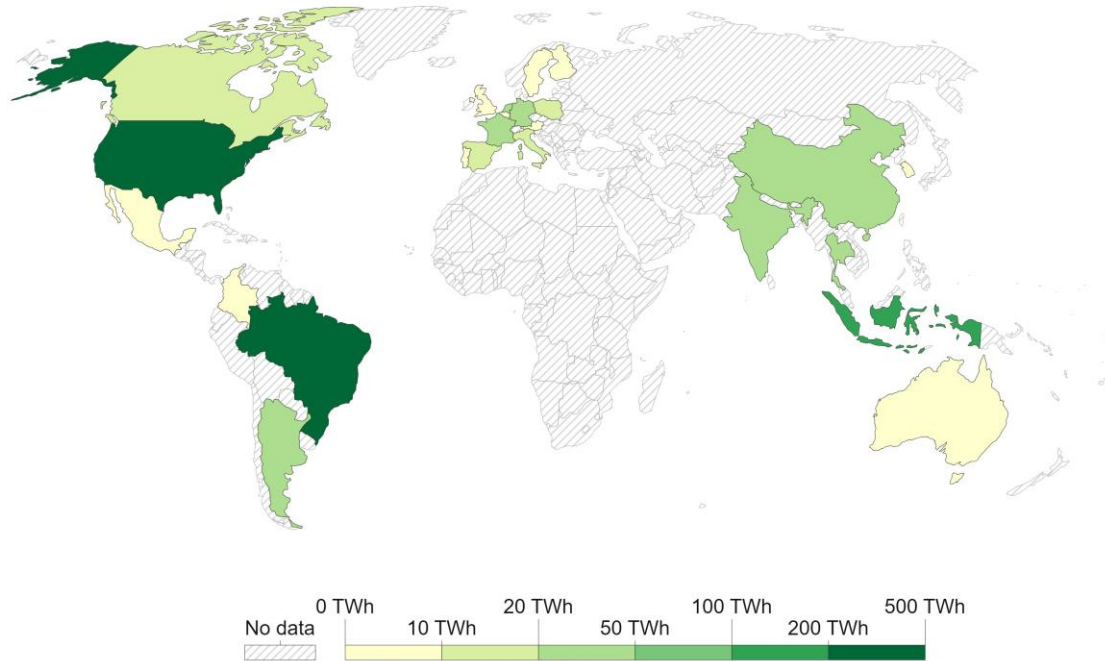




# Renewable energy sources

## Biofuel energy production, 2022

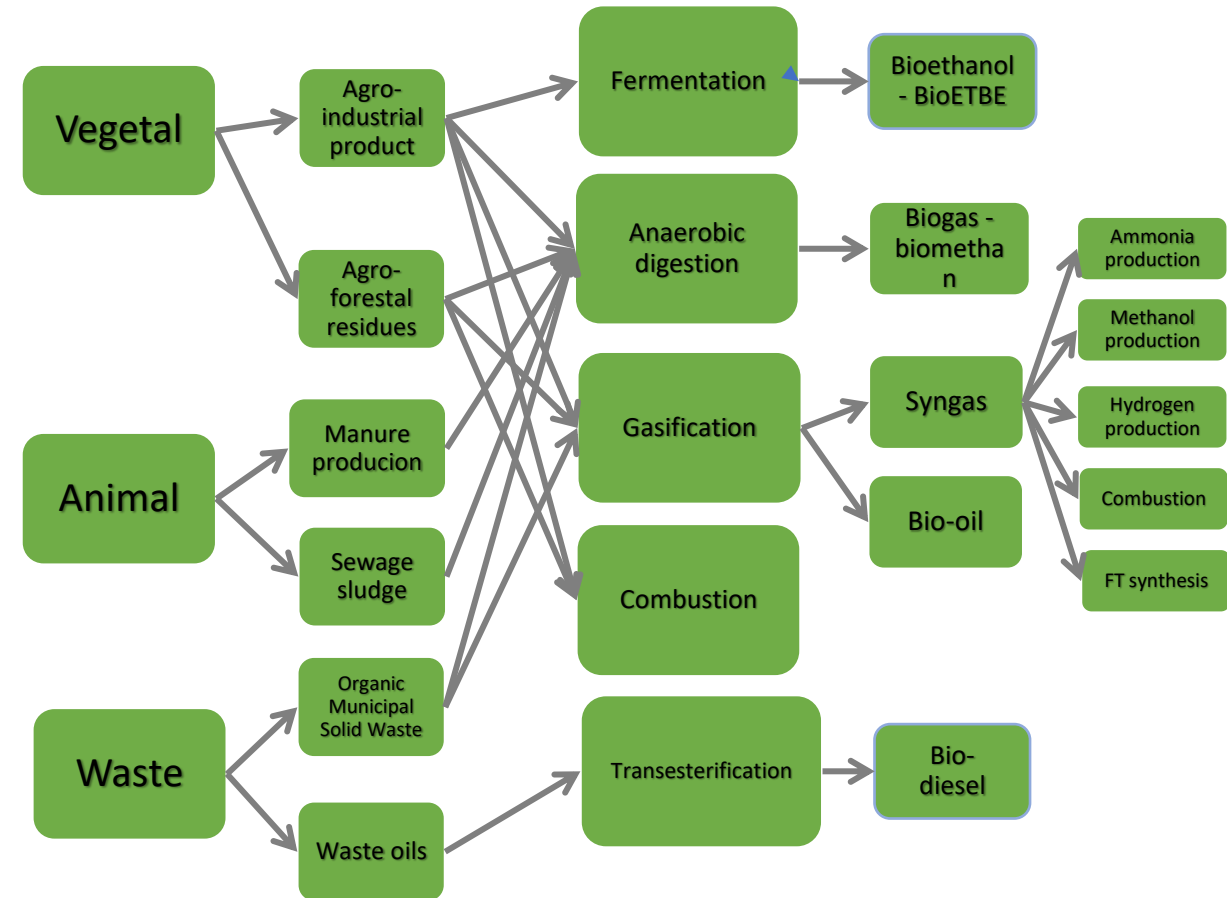
Total biofuel production is measured in terawatt-hours (TWh) per year. Biofuel production includes both bioethanol and biodiesel.



Source: Energy Institute Statistical Review of World Energy (2023)

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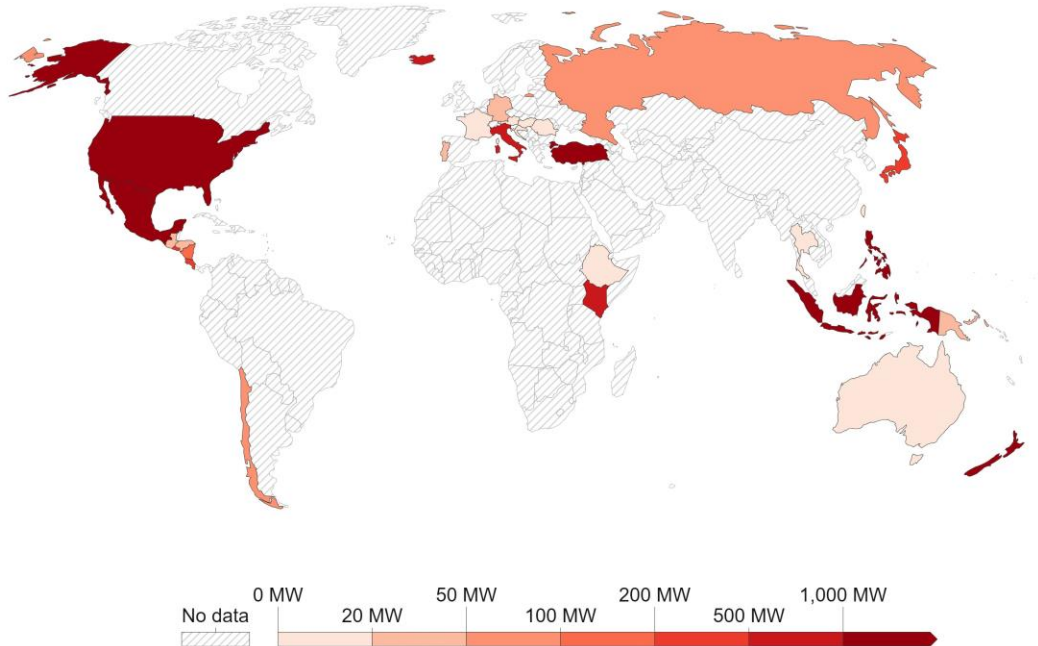


# Renewable energy sources

## Installed geothermal energy capacity, 2022

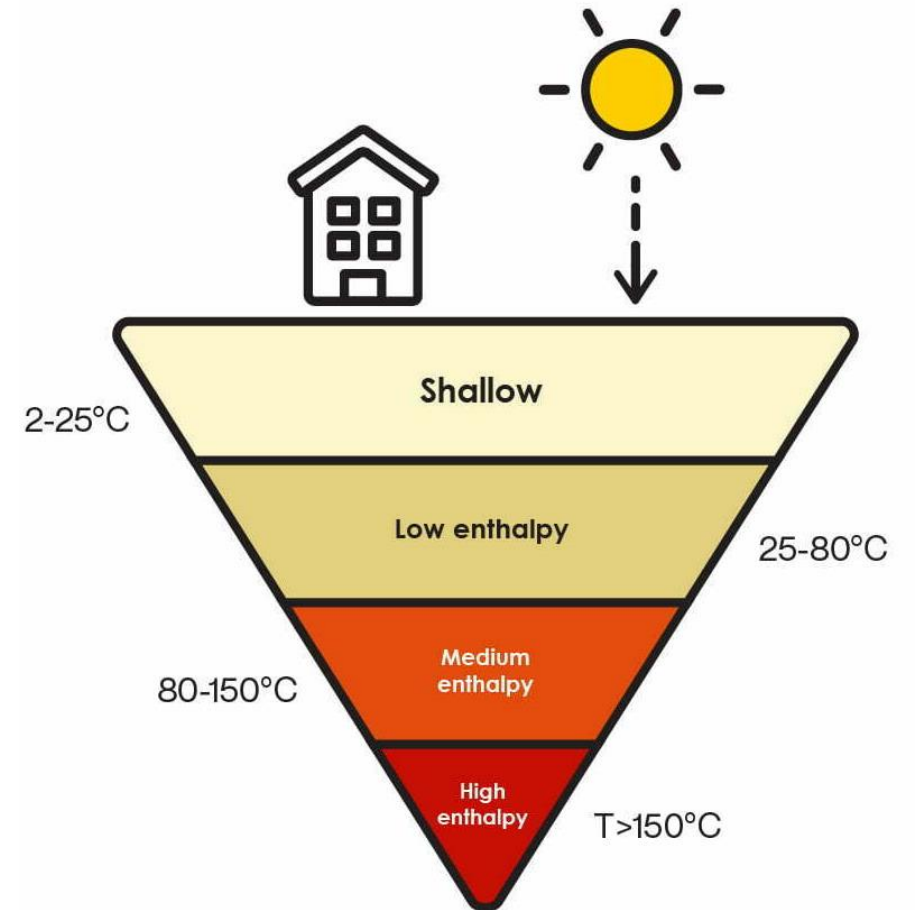
Cumulative installed capacity of geothermal energy, measured in megawatts.

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Source: International Renewable Energy Agency (IRENA)

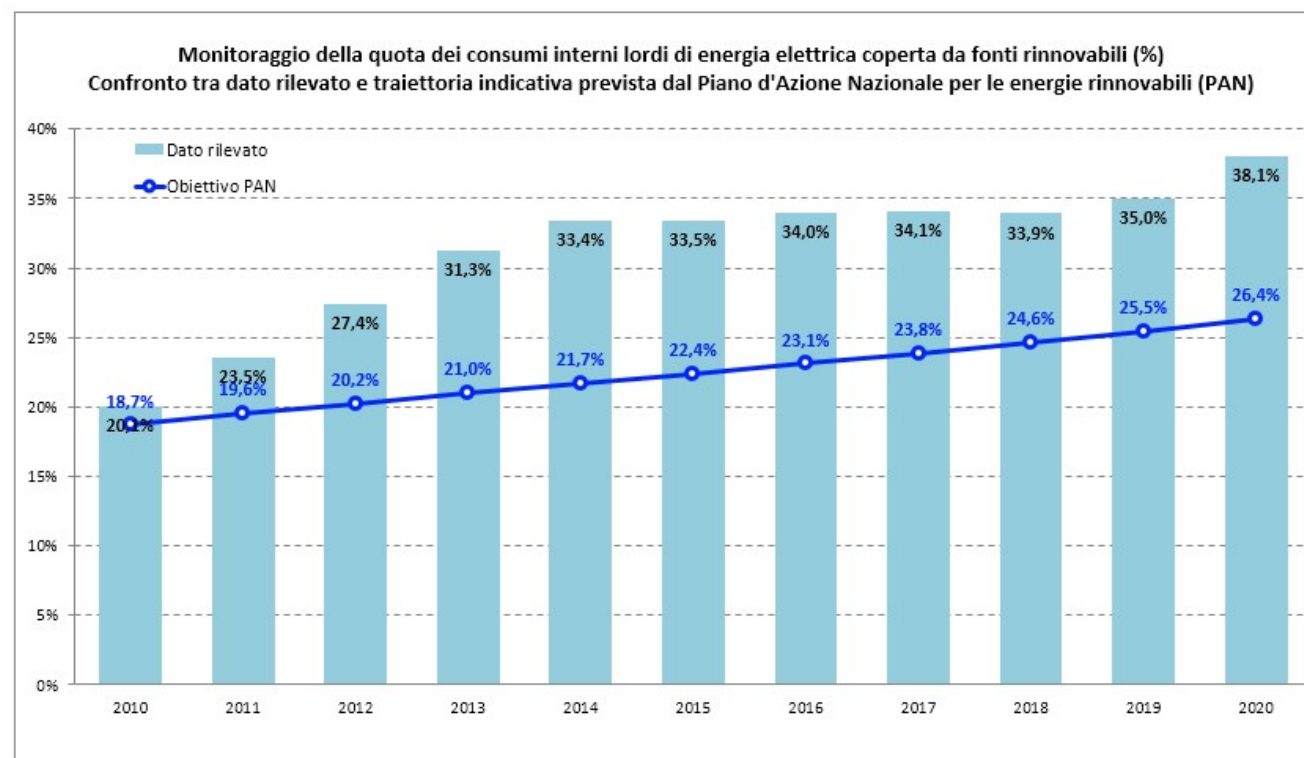
OurWorldInData.org/renewable-energy • CC BY



# International and national energy policies: National level

**The National Action Plan for Renewable Energy (June 2015)**

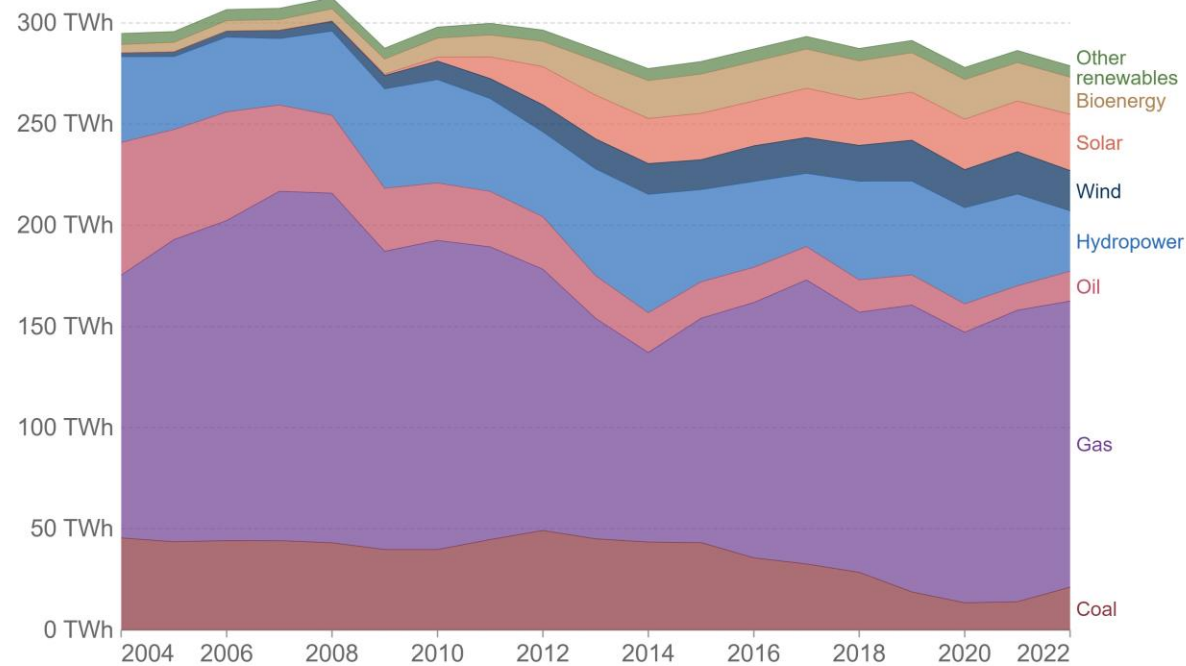
**Total contribution from RES in the electricity sector in Italy (% of gross final consumption, 2005-2020 – GSE data)**



# International and national energy policies: National level

Electricity production by source, Italy

Our World  
in Data



Source: Ember's Yearly Electricity Data; Ember's European Electricity Review; Energy Institute Statistical Review of World Energy  
Note: 'Other renewables' includes waste, geothermal, wave and tidal.  
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# How can society maximize the use of RES???

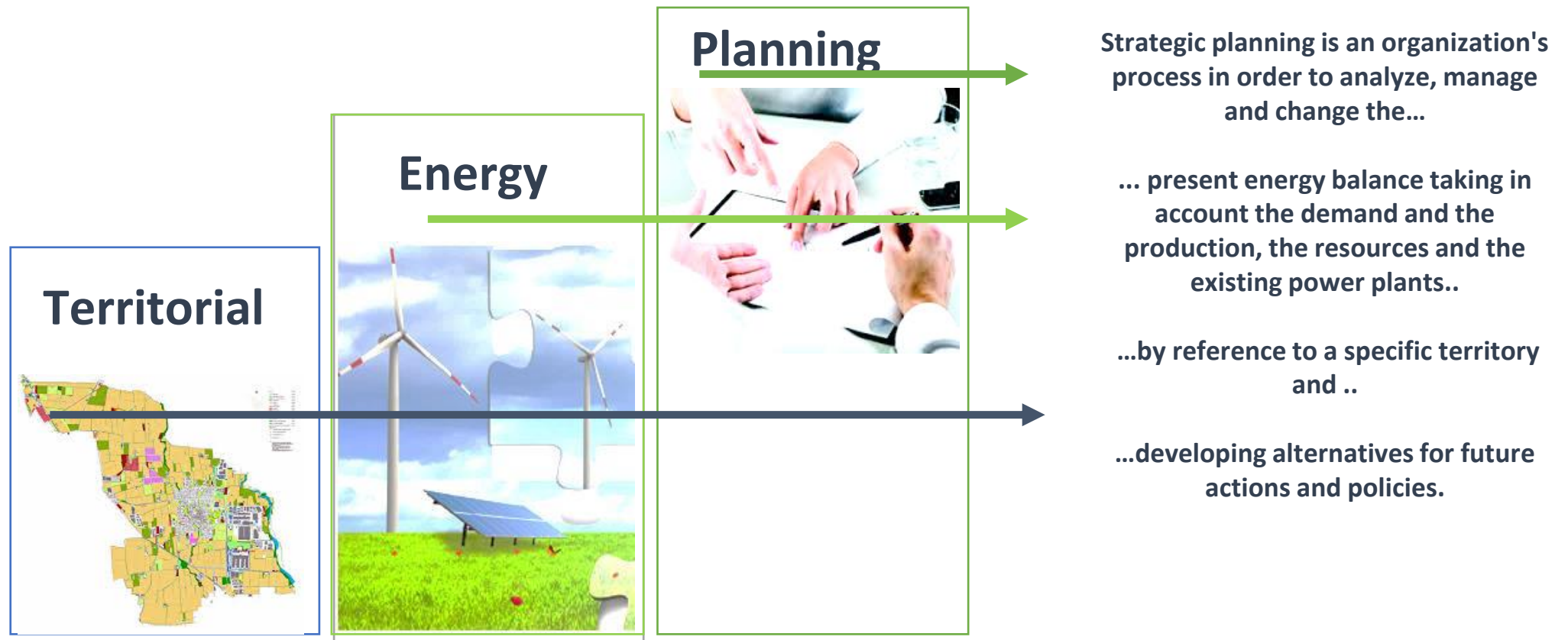
## Energy planning: definition

Territorial energy planning is a process for coordinating different energy flows and is an instrument based on the rational utilization of conventional and / or renewable energy (locally bound) that must be harmonized with territorial development.

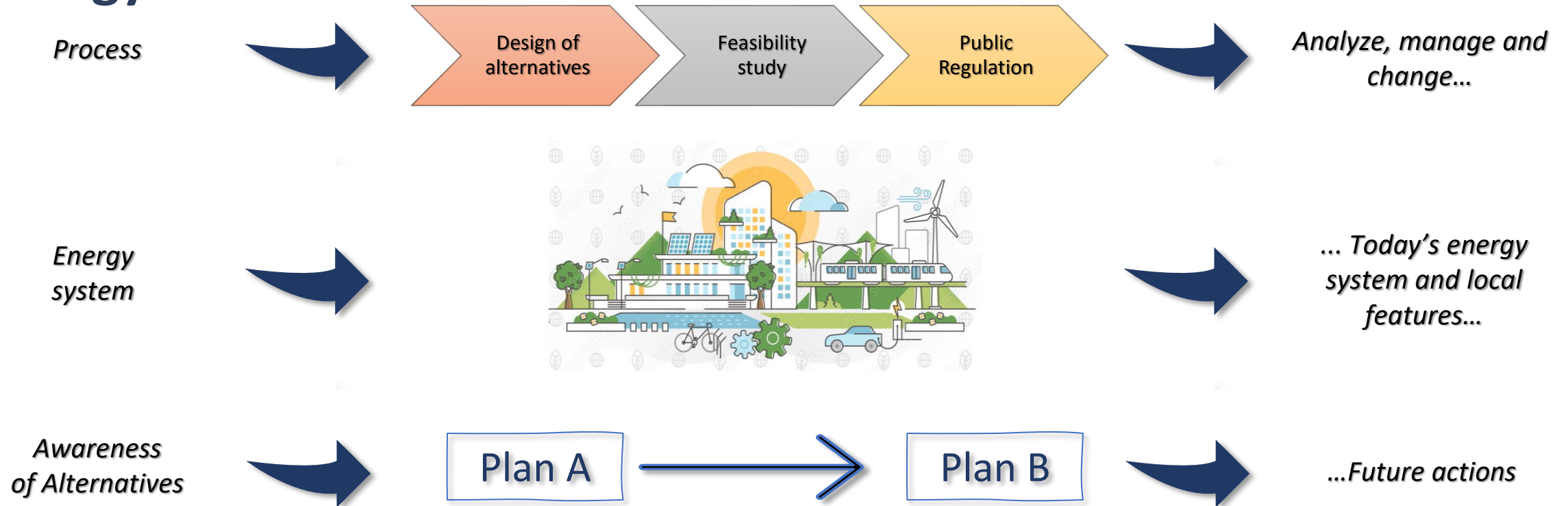
Through the concept of energy planning, the territory no longer varies marginally but becomes the dominant one.



# Energy planning: definition



# Energy planning for mitigating the environmental impacts of the energy sector





# Why energy planning?

## Environment

- ✓ **Fight Climate Change;**
- ✓ **Improve Air Quality;**
- ✓ **Protect the Environment and the Soil.**

## Policy

- ✓ **Europe asks to fulfill its obligations under the Climate-Energy Package;**
- ✓ **Create new partnerships (Universities, Energy Agencies, Other Agencies ...) for the Local Authority;**
- ✓ **Choice the Possible Future Energy Supply Scenario.**

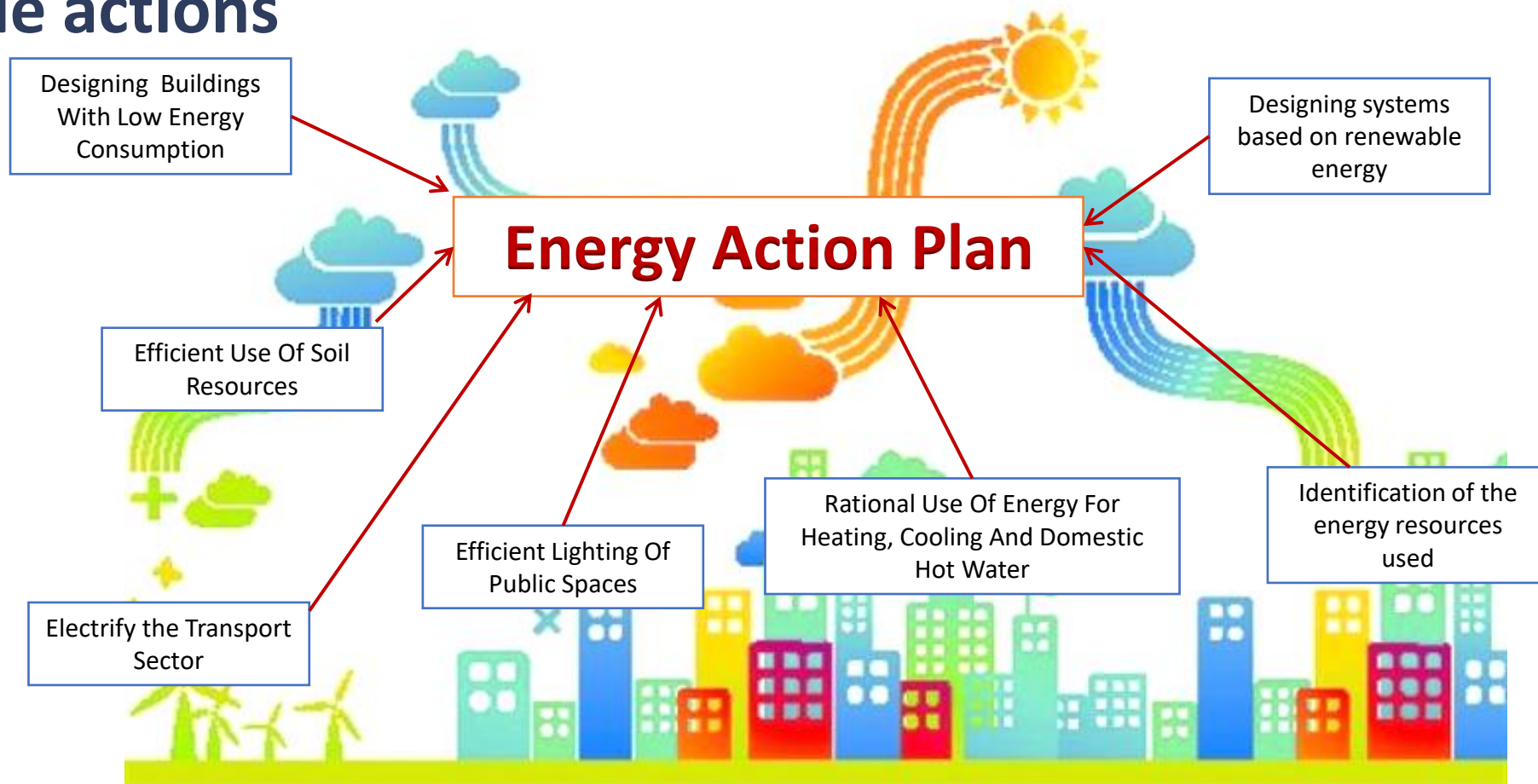
## Economy

- ✓ **Cost Savings due to the energy efficiency measures and to the use of renewable energy sources;**
- ✓ **Local/National Energy security;**
- ✓ **Green Economy and Sustainable Development;**
- ✓ **Sustainable Tourism Development.**

# Energy planning process



## Possible actions



# Energy planning goals

MUNICIPAL ENERGY PLAN

TERRITORIAL VOLUNTARY  
AGREEMENT

REGIONAL ENERGY PLAN

NATIONAL ENERGY PLAN  
ACTION PLAN FOR ENERGY  
EFFICIENCY

EUROPE 20-20-20; EUROPE 2030; EUROPE 2050

Specific aim related to energy needs and energy sources in the area

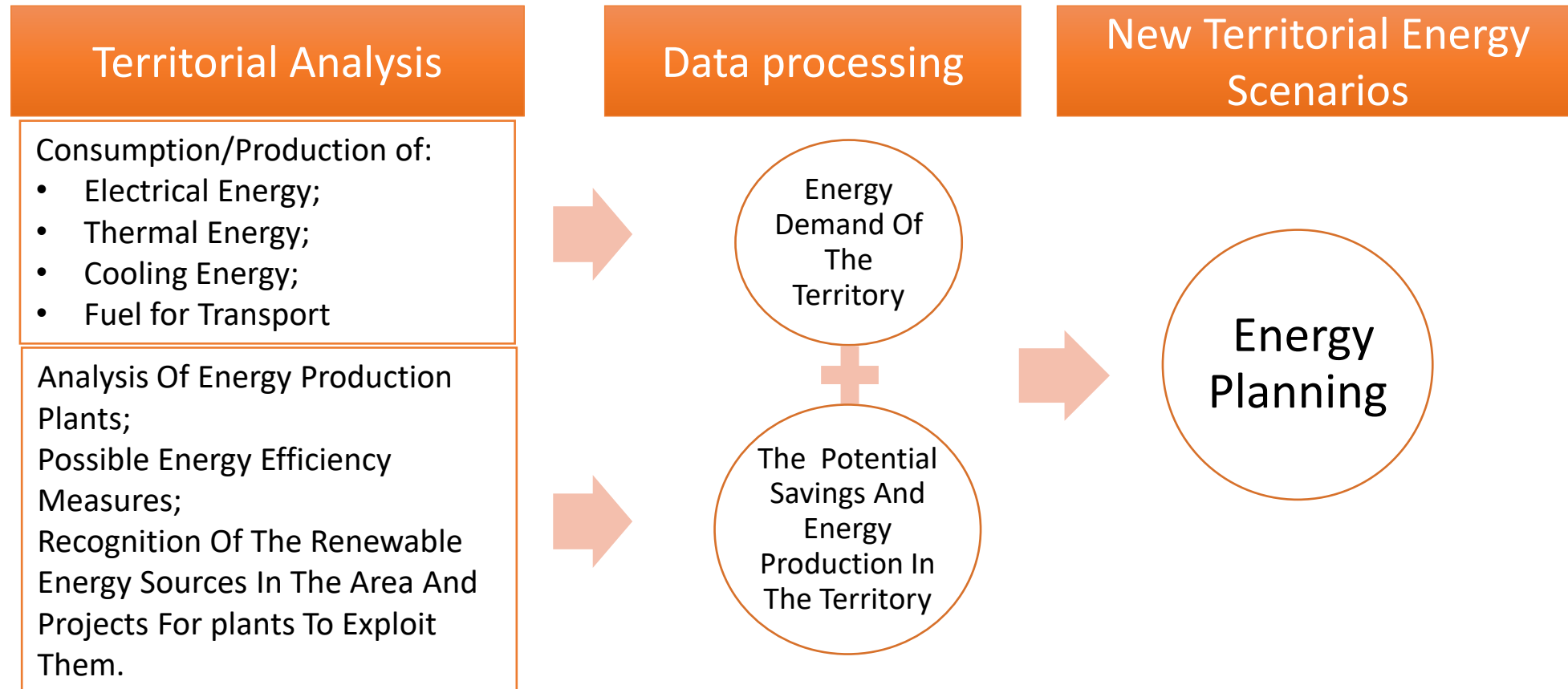
Territorial agreements in order to establish energy exchanges between the municipality, on the basis of resources and demand

Regional Energy Strategy Development

National Energy Guidelines for the development on the basis of the European Community Directives

European Vision: achieve a low-carbon economy in Europe, in line with the energy security, environmental and economic goals.

# Scenarios planning





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# Some examples of mitigation targets against climate change...

# International and national energy policies: global agreements

## **COP21 -2015**

Governments agreed:

- a long-term goal of keeping the increase in global average temperature to well below 2°C above pre-industrial levels;
- to aim to limit the increase to 1.5°C, since this would significantly reduce risks and the impacts of climate change;
- on the need for global emissions to peak as soon as possible, recognising that this will take longer for developing countries;
- to undertake rapid reductions thereafter in accordance with the best available science.





# International and national energy policies: EU agreements

## Europe Energy Target 2030

The 2030 climate and energy framework sets three key targets for the year 2030:

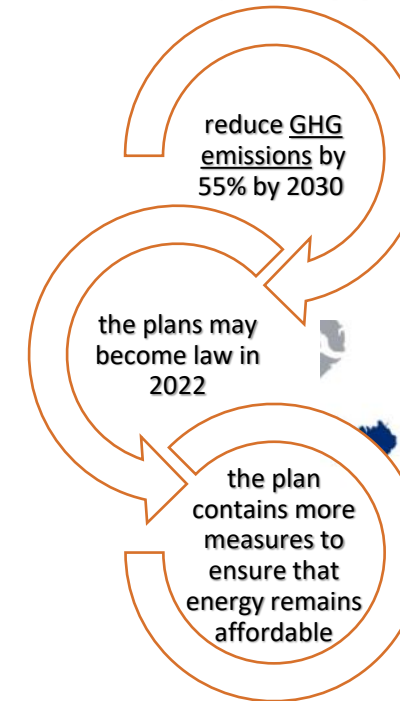
- At least 40% cuts in greenhouse gas emissions (from 1990 levels)
- At least 27% share for renewable energy
- At least 27% improvement in energy efficiency

## Europe Energy Target 2050

The European Commission low-carbon economy roadmap suggests that:

- By 2050, the EU should cut greenhouse gas emissions to 80% below 1990 levels
- Milestones to achieve this are 40% emissions cuts by 2030 and 60% by 2040
- All sectors need to contribute
- The low-carbon transition is feasible & affordable.

## Fit for 55







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# Some examples of energy plans...

# National energy plans

## Energy plans

### National goals for 2030



Share of RES of TFC 30%



Share of RES of transport TFC  
22%



Reduction of the primary  
energy with respect to the  
PRIMES 2007 scenario -43%

Decarbonization

Self-consumption

Security

Energy efficiency

Integration with the EU

## Regional



### Regional Environmental Energy Plan

#### Study Plan

- Cognitive framework of the territory
- Scoreboard of possible interventions
- Framework of scenarios

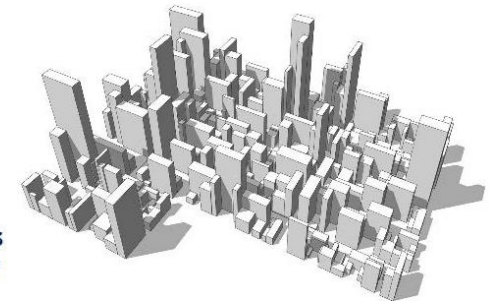
#### Operational Plan

- Definition of objectives
- Interconnection with other sectors and plans
- Financial resources
- Realization times
- Stakeholders and participants

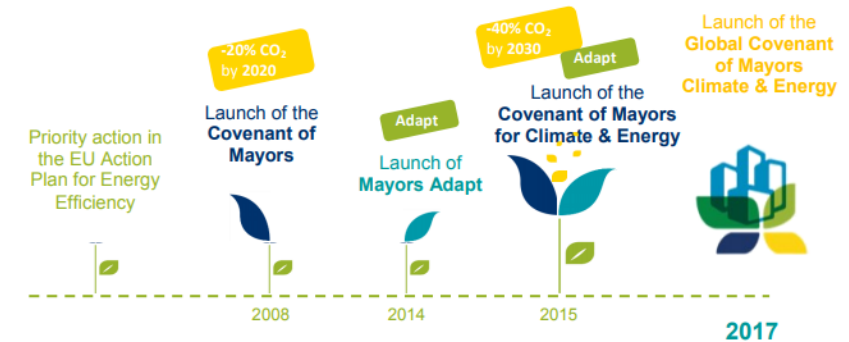
## Municipal



Covenant of Mayors  
for Climate & Energy



### The evolution of the Covenant of Mayors



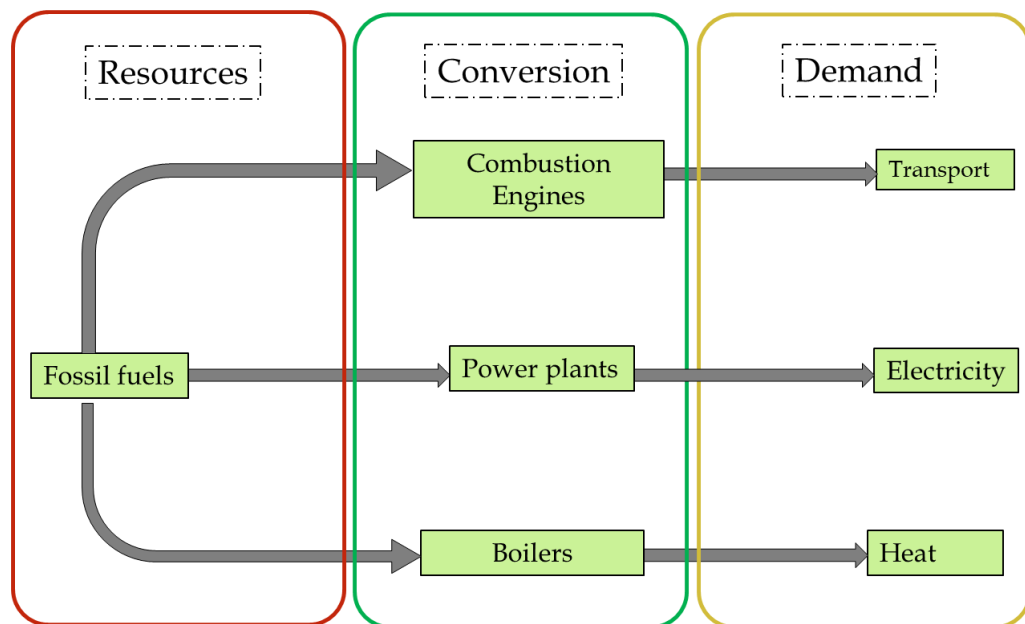
# International and national energy policies: EU and National level

## Objectives 2030

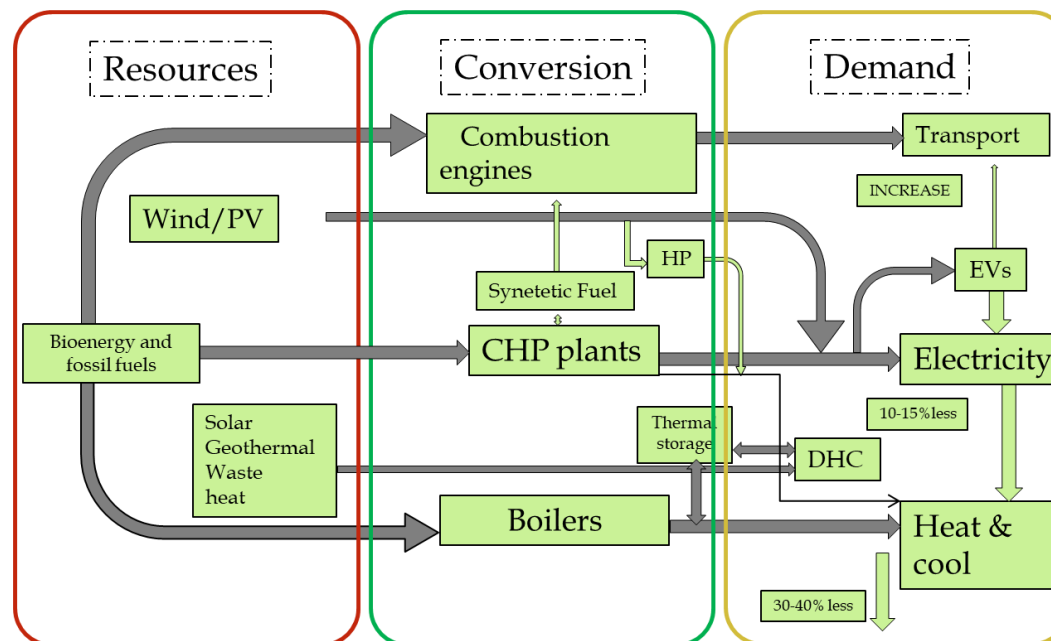
	UE	ITALY
		INECP
<b>Renewables</b>		
Share of RES of TFC	32%	30%
Share of RES of transport TFC	14%	22%
Share of RES of heating and cooling TFC	+1.3% each year	+1.3% each year
<b>Energy efficiency</b>		
Reduction of the primary energy with respect to the PRIMES 2007 scenario	-32.5%	-43%
Reduction of the primary energy with respect to the PRIMES 2007 scenario	-0.8%	-0.8%
<b>GHG emissions</b>		
GHG reduction vs 2005 for all the ETS plants	-43%	
GHG reduction vs 2005 for non ETS plants	-30%	-33%
GHG reduction vs 1990 levels	-40%	

# Energy systems' configuration

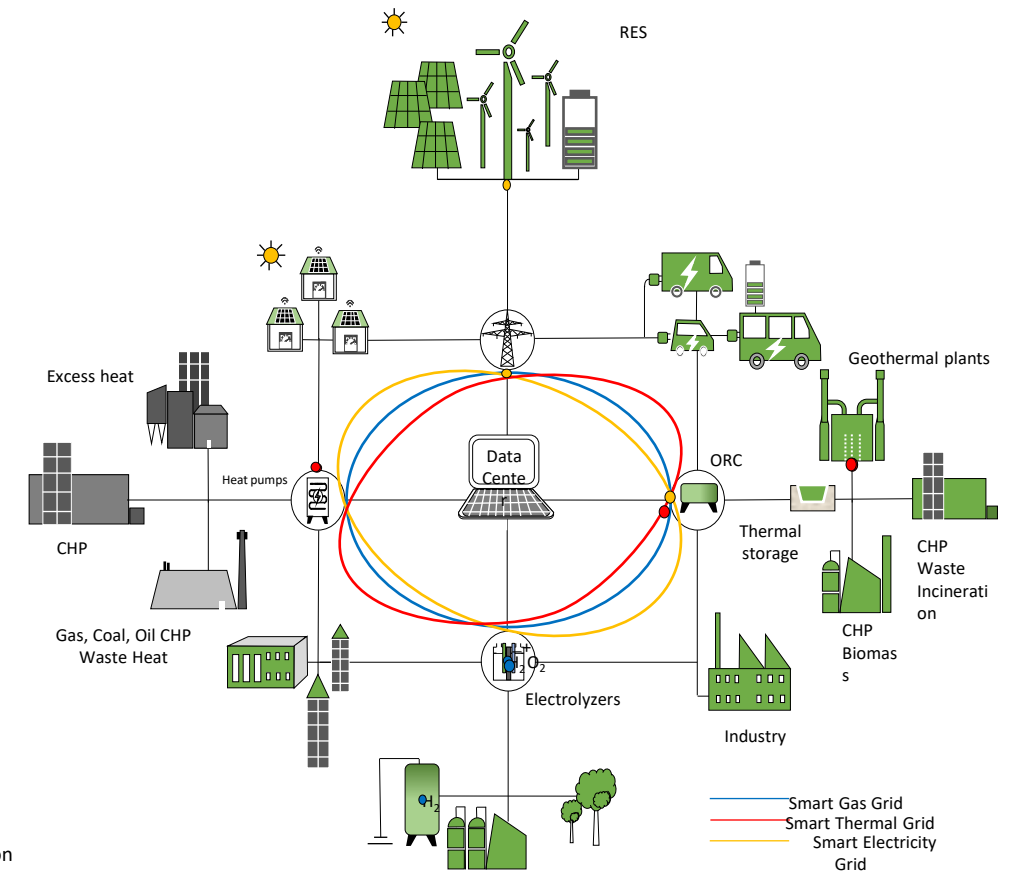
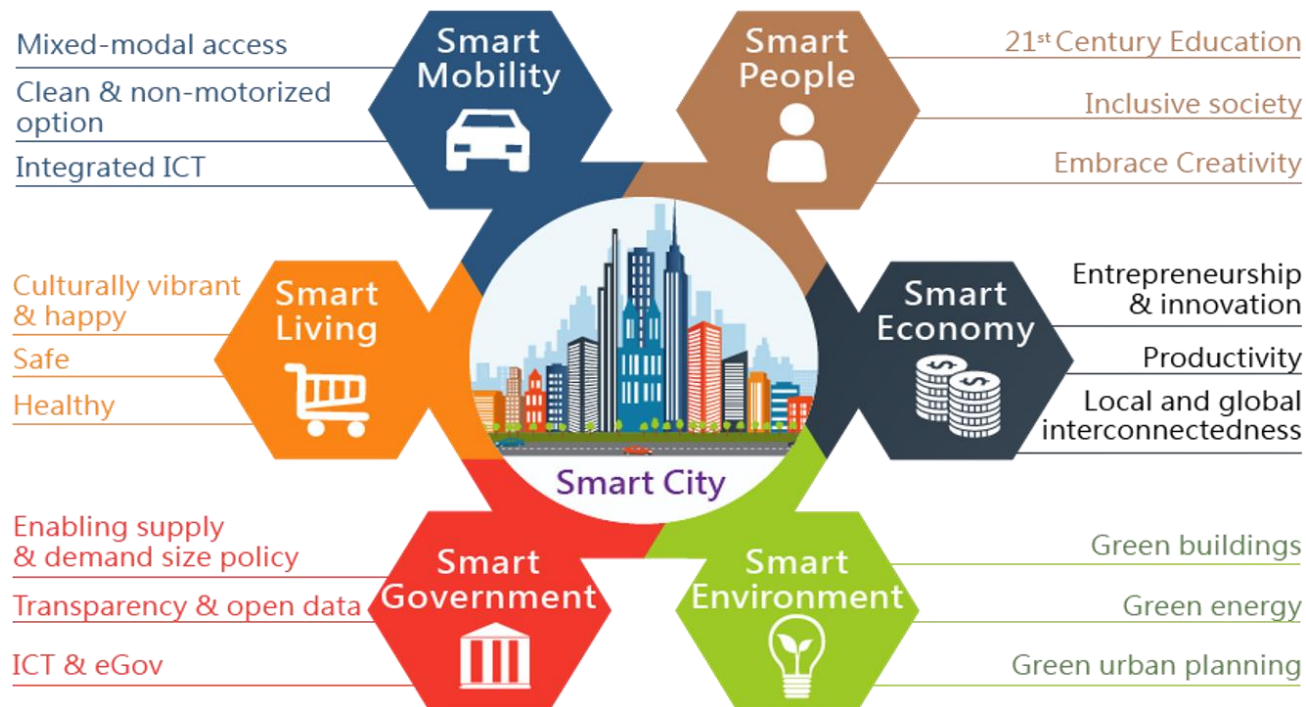
## Energy system today



## Future smart energy system



# Smart CITIES and COMMUNITIES



Source: M. Oberascher, W. Rauch, and R. Sitzenfrei, "Towards a smart water city: A comprehensive review of applications, data requirements, and communication technologies for integrated management," *Sustain. Cities Soc.*, vol. 76, no. October 2021, p. 103442, 2022.

Source: R. Obringer and R. Nateghi, "What makes a city 'smart' in the Anthropocene? A critical review of smart cities under climate change," *Sustain. Cities Soc.*, vol. 75, no. July, p. 103278, 2021.

## Smart energy systems: definition

- It include the entire energy system in its approach to identifying suitable energy infrastructure designs and operation strategies
- It consists of “new technologies and infrastructures which create new forms of flexibility, primarily in the ‘conversion’ stage of the energy system
- It combines the electricity, thermal, and transport sectors so that the flexibility across these different areas can compensate for the lack of flexibility from renewable resources such as wind and solar

Lund H, et al., *Smart energy and smart energy systems*, *Energy* (2017),  
<http://dx.doi.org/10.1016/j.energy.2017.05.123>





# Smart energy systems: definition



[www.energyplan.eu/smartenergy](http://www.energyplan.eu/smartenergy)



## Smart energy systems

- A sole focus on renewable **electricity (smart grid)** production leads to electricity storage and flexible demand solutions!
- Looking at renewable electricity as a part of the smart energy systems including heating, industry, gas and transportation opens for cheaper and better solutions...



**Power-to-Gas**  
**Power-to-Transport**  
**Power-to-Heat**

# Smart grids

**Smart Energy System** is built around three grid infrastructures:

- **Smart Electricity Grids** to connect flexible electricity demands such as heat pumps and electric vehicles to the intermittent renewable resources such as wind and solar power.
- **Smart Thermal Grids (District Heating and Cooling)** to connect the electricity and heating sectors. This enables the use of thermal storage for creating additional flexibility and the recycling of heat losses in the energy system.
- **Smart Gas Grids** to connect the electricity, heating, and transport sectors. This enables the use of gas storage for creating additional flexibility. If the gas is refined to a liquid fuel, then liquid fuel storages can also be used.

In **Smart Energy System** smart electricity, thermal and gas grids are combined with storage technologies and coordinated to identify synergies between them in order to achieve an optimal solution for each individual sector as well as for the overall energy system

## Synergies

- Energy savings in buildings make low-temperature district heating possible to use which utilize low-temperature sources from industrial surplus heat and CHP
- Excess heat from industry and electricity production can be used for heating
- Electricity for heating purposes allow to use heat storage and provides a more flexible CHP production
- Heat pumps for heating can provide cooling for DHC networks
- Electricity for heating may be used for balancing power and electric grid
- Electricity for vehicles can be used to replace fuel and provide for electricity balancing

# Surplus Electricity Production

**Surplus Electricity Production (SEP)** *is defined as situations in which the electricity production exceeds the demand in a given area.*

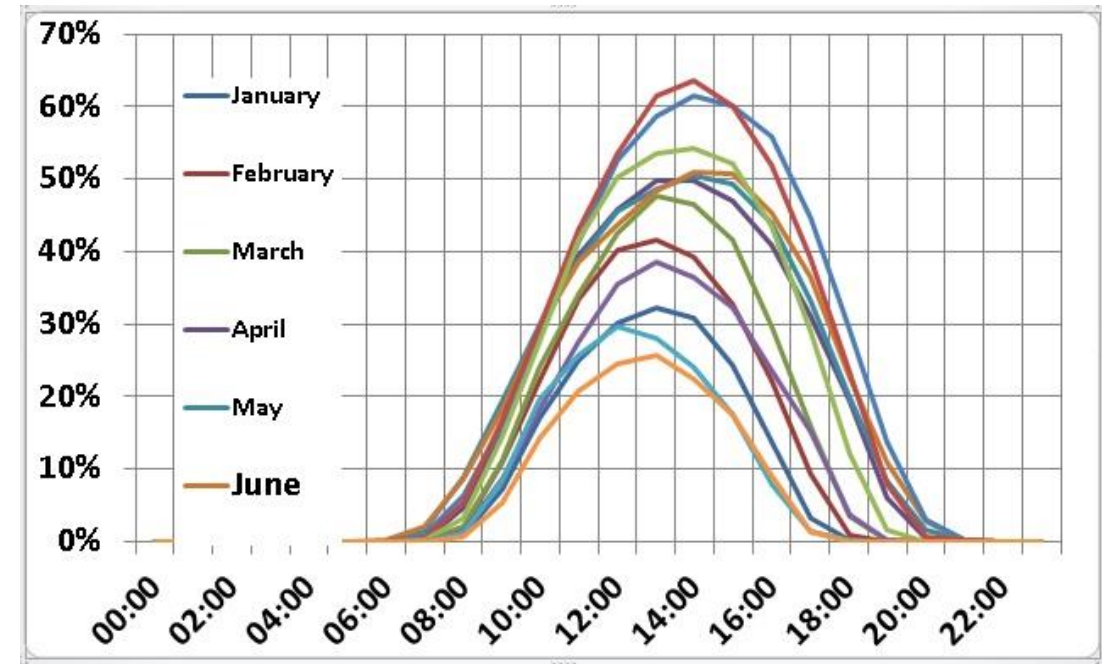
*The SEP can be defined as:*

- **Exportable Surplus Electricity Production (ESEP):** *when it can be exported;*
- **Critical surplus Electricity Production (CSEP):** *when cannot be exportable.*

*In some cases, the surplus production exceed the technical possibilities of being exported, for instance if the surplus production becomes higher than the capacity of existing transmission lines.*

## Why does it happen???

- In stock-based electricity production systems, conversion technologies (e.g., nuclear, coal, oil and gas generators) produce steady output flows. In these situations, inflexibility of supply can be managed. However, flow-based energy sources such as run-of-river hydropower, solar power, and wind energy, do not allow for supply-side control without additional investments and storage losses.
- Solar and wind plants deliver energy stochastically as a function of weather conditions.
- Once the infrastructure for these technologies has been installed (e.g., a photovoltaic panel, a wind turbine or a solar thermal concentrator) it can produce anything from 0% to 100% of nameplate capacity, relatively independent of demand..

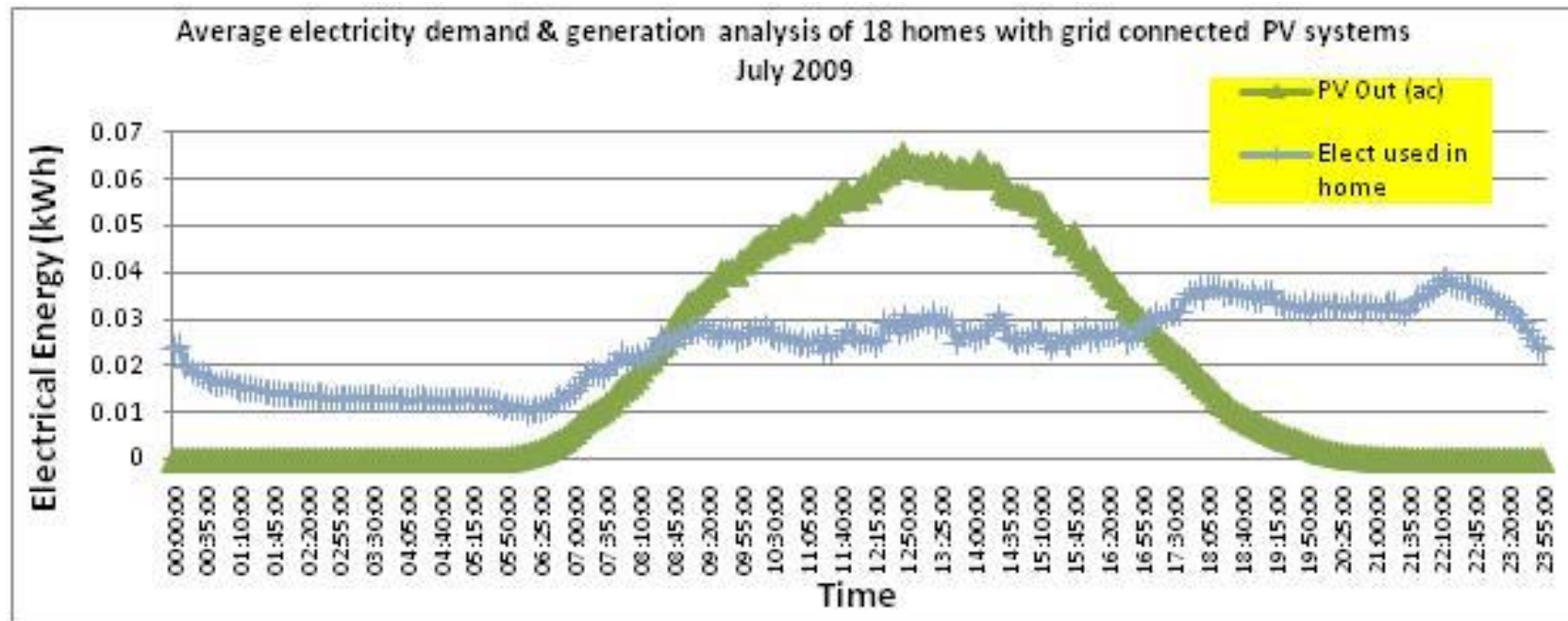




# Why does it happen???

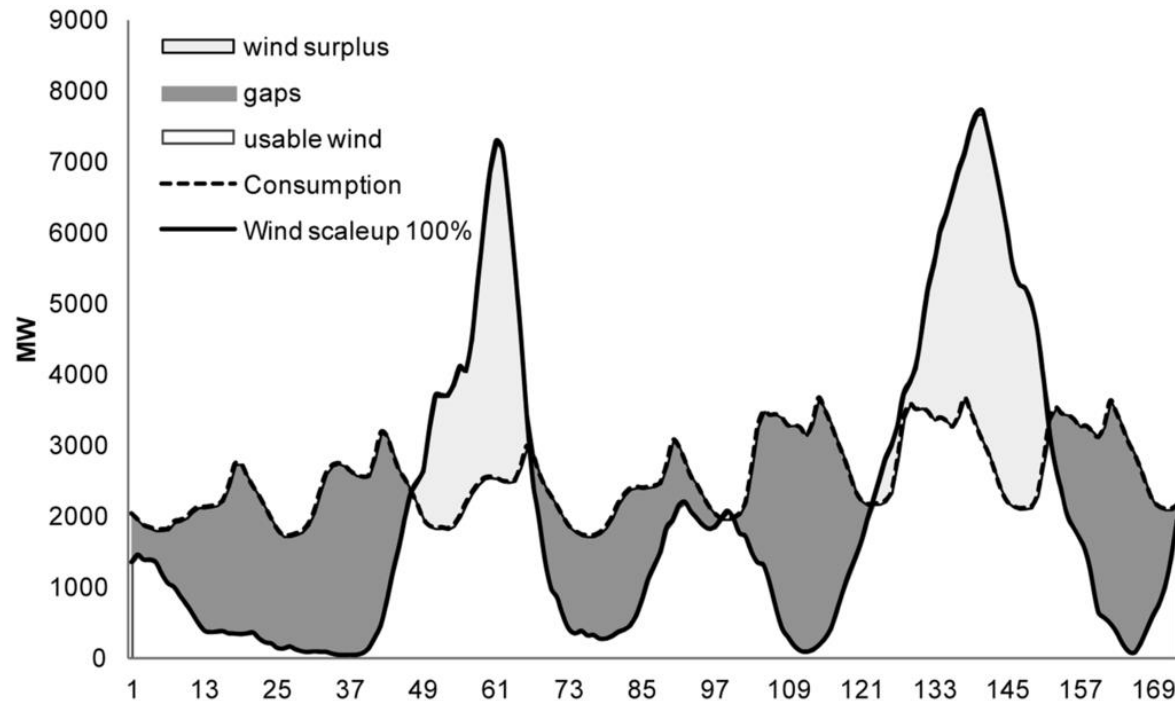
Exportable o Critical?

It depends on capacity of existing transmission lines



Source: Technical and policy challenges of wide-scale integration of PV systems into UK homes *Joynal Abedin, Loughborough University*

## Why does it happen???



A similar problem arises with the wind plants.

Wind power production (scaled to 100% annual electricity consumption) plotted against actual gross consumption for electricity in Denmark West

Exportable o  
Critical?

It depends on  
capacity of existing  
transmission lines

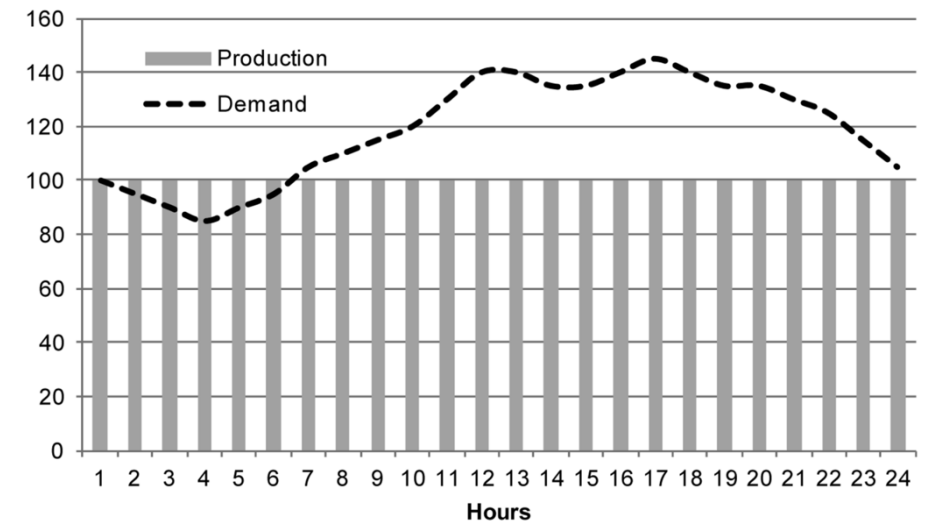
## How to avoid the issue of SEP?

- 1) **New Electric Energy System:** RES electricity plants combined with Stable Output Technologies and Flexible Technologies;
- 2) **Increasing the electricity grid capacity;**
- 3) **New Energy System: Power-to-X;**
- 4) **Management of supply.**

# How to avoid the issue of SEP?

**1) New Electric Energy System:** RES electricity plants combined with Stable Output Technologies and Flexible Technologies;

Stable Output Technologies	Flexible Output Technologies
<ul style="list-style-type: none"> <li>-Their outputs vary little and are predictable for extended periods of time;</li> <li>-These technologies are not flexible enough to follow all the peaks and lows</li> <li>-Run-of-river hydropower delivers steady outputs that are not typically easy to alter</li> </ul>	<ul style="list-style-type: none"> <li>- Most stock-based technologies, like gas- or oil-fired power plants, or stored hydropower, can be modulated to follow demand patterns as they emerge;</li> <li>-They bear no demand shortfall risk in their application;</li> </ul>



## How to avoid the issue of SEP?

**Terna 2017-2021**  
ENABLING ENERGY TRANSITION  
Regulated Capex Plan 2017-2021  
Milan > February 20, 2017



Average annual investing ~+30% vs Old Plan

2) Increasing the electricity grid capacity

The TERNA CAPital Expenditure Plan involves investments in Development of new grids

## How to avoid the issue of SEP?

### 3) New Energy System: Power-to-X strategies

SEP used to heat production: **Power-to-heat**

- Using excess electricity to feed heat pumps;
- Using electric heating by replacing heat production from CHP or biomass boilers.

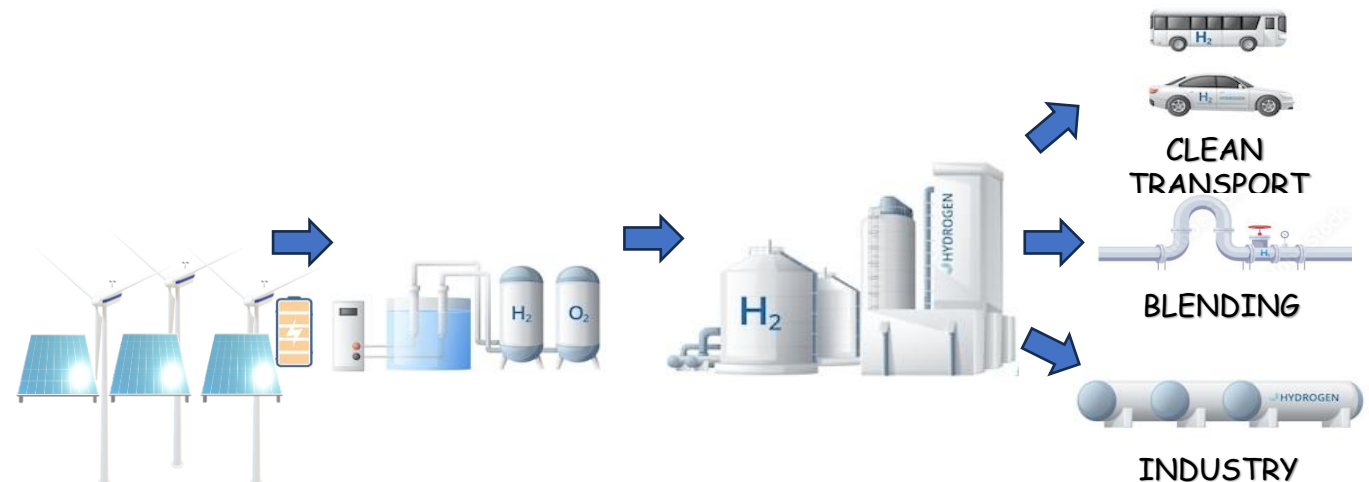


# How to avoid the issue of SEP?

## 3) New Energy System: Power-to-X strategies

SEP used to gas  
production: **Power-to-Gas**

- Using excess electricity to produce hydrogen through electrolyzers;
- Using hydrogen to produce other fuels.



# How to avoid the issue of SEP?

## 3) New Energy System: Power-to-X strategies

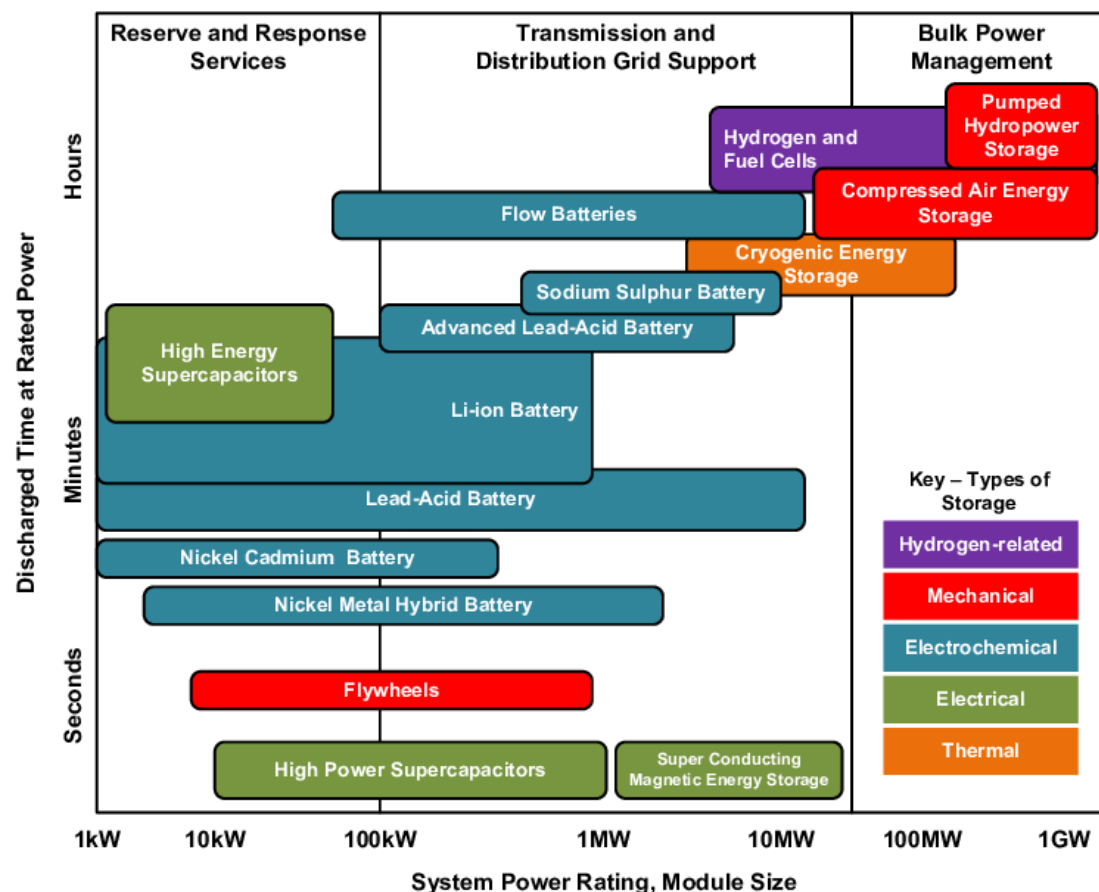
SEP stored with electric storages : **Power-to-Power**

Six main categories:

- **Solid State Batteries** - a range of electrochemical storage solutions, including advanced chemistry batteries and capacitors
- **Flow Batteries** - batteries where the energy is stored directly in the [electrolyte](#) solution for longer [cycle](#) life, and quick response times
- **Compressed Air Energy Storage** - utilizing compressed air to create a potent energy reserve
- **Thermal** - capturing heat and cold to create energy on demand
- **Pumped Hydro-Power** - creating large-scale reservoirs of energy with water

<http://energystorage.org/energy-storage-1>

# How to avoid the issue of SEP?



TY - BOOK  
AU - Sprake, David  
AU - Vagapov, Yuriy  
AU - Lupin, Sergey  
AU - Anuchin, Alecksey  
PY - 2017/09/12  
SP -  
T1 - Housing Estate Energy Storage  
Feasibility for a 2050 Scenario  
DO - 10.1109/ITECHA.2017.8101925  
ER -

# How to avoid the issue of SEP?

## 3) New Energy System: Power-to-X strategies

SEP used in transport sector: **Power-to-Mobility**

- The technical performance of battery cars and hydrogen fuel cell cars will gradually improve in the coming decades, making it feasible for these types of cars to take over a substantial part of the transport task, particularly for passenger cars and small delivery vans below 2 t.

The barriers to the integration of electric transportation are mainly due:

- to current high technology cost (especially fuel cell vehicles),
- insufficient infrastructure, and high cost of public charging stations (especially fast-charging electricity chargers and hydrogen fuel stations)

## How to avoid the issue of SEP?

### 4) Management of supply

SEP managed with production technologies

- Exploiting existing or additional heat-storage capacity in CHP units by moving production from CHP units from hours with a lot RES power to hours with less RES power;
- Replacing CHP production with biomass boiler production during hours of critical surplus production.

# How to avoid the issue of SEP?

## 4) Management of supply

### SEP managed with Renewable Energy Communities

RED II

IEM

#### «Jointly-acting renewable self-consumers»

Group of self-consumers **located in the same building or condominium** who, produces **renewable electricity** for its own consumption and can store or sell self-produced electricity

#### REC» Renewable Energy Community

Entity located in the **vicinity** of the **RES plants** developed by the legal entity which provides environmental, economic or **social benefits** at the community level, rather than financial profits

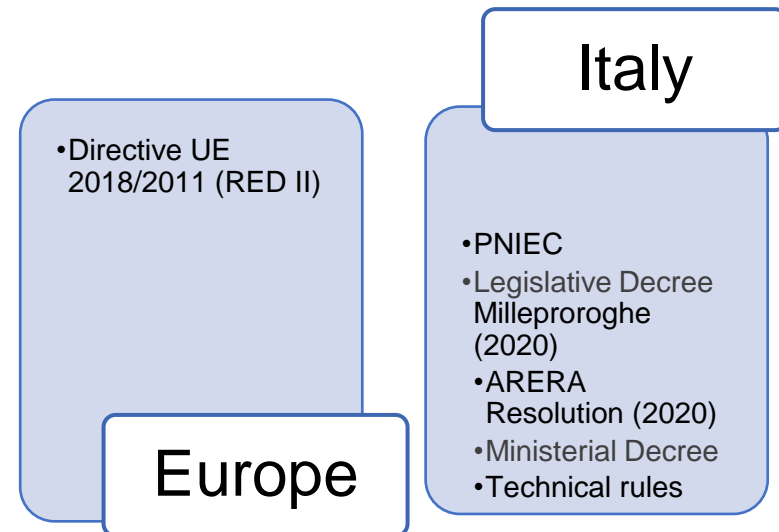
**These activities do not constitute the main commercial or professional activity**

#### «Jointly-acting consumers»

End customer or group of consortium end customers who consumes or stores the electricity produced or sells the electricity self-produced or **participates in flexibility or energy efficiency mechanisms**

#### «CEC» Citizen Energy Community

Entity that offers its members or the territory in which it operates environmental, economic or social benefits at the community level and may participate in **providing energy services to its members** or partners





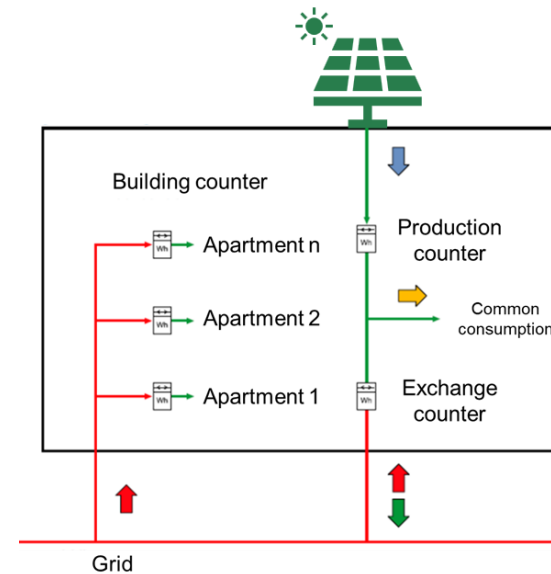
# How to avoid the issue of SEP?

## 4) Management of supply

### SEP managed with Renewable Energy Communities

Extention and scope	Plant characteristics
Communities: same primary cabin	P<1 MW
Self-consumption: same building or condo	Communities: same primary cabin Self-consumption: same area near the building or condo

The participating subjects share the energy produced using the existing distribution network



Produced Energy →  
Withdrawn Energy →  
Introduced Energy →  
Self-consumed Energy →

**SHARED ENERGY:**  
In every hour is the minimum between the sum of the electric energy entering the grid and the one imported

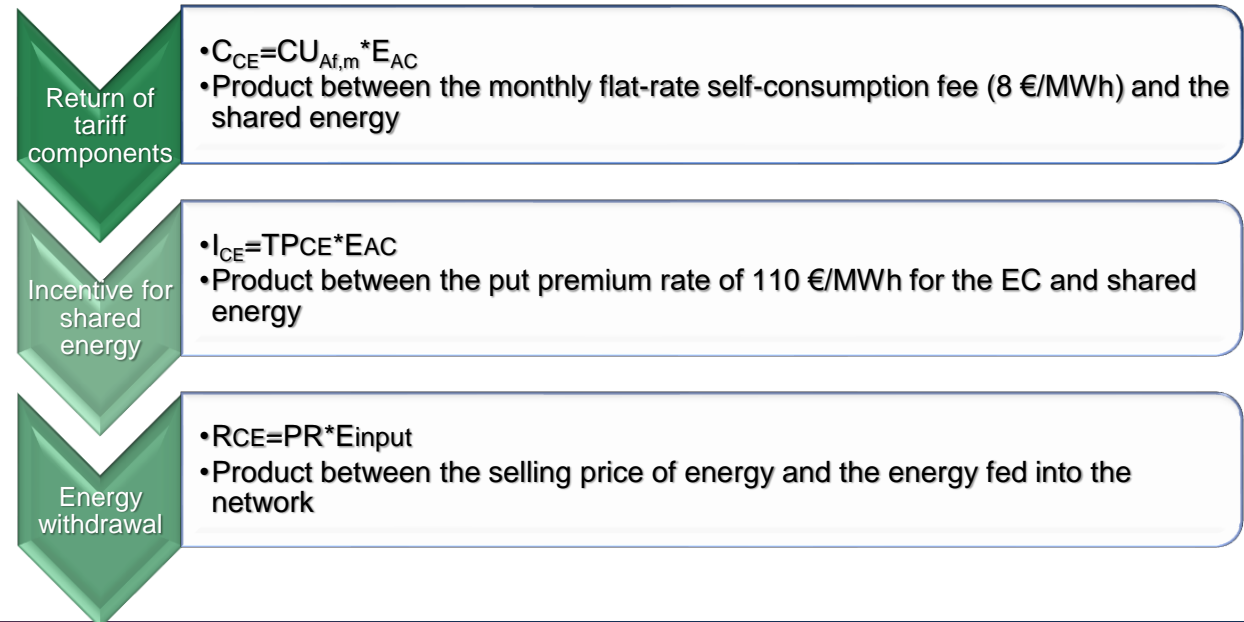
# How to avoid the issue of SEP?

## 4) Management of supply

### SEP managed with Renewable Energy Communities

RECs economic benefits:

- ❖ Avoided bill costs due to physical self-consumption
- ❖ Refund of tariff components
- ❖ Incentives from shared energy
- ❖ Electric energy sold to the grid



# Innovative technologies with novel attributes valued by end users

*novel  
attributes?*

*pay per use  
service-based*

*multiple uses  
choice variety*

*relational*

*ease of use*

*control, autonomy*

*active involvement*

*clean at point of use*

**mobility**

electric  
vehicles



mobility-as-a-service



car-sharing



**cities &  
housing**

net zero-energy  
building design



internet-of-  
things



building energy  
management  
systems



**food &  
agriculture**

reduced  
meat diet



vertical  
farming



greenhouses +  
LED lighting



**energy supply  
& distribution**

large-scale  
electricity storage



solar PV



smart grids



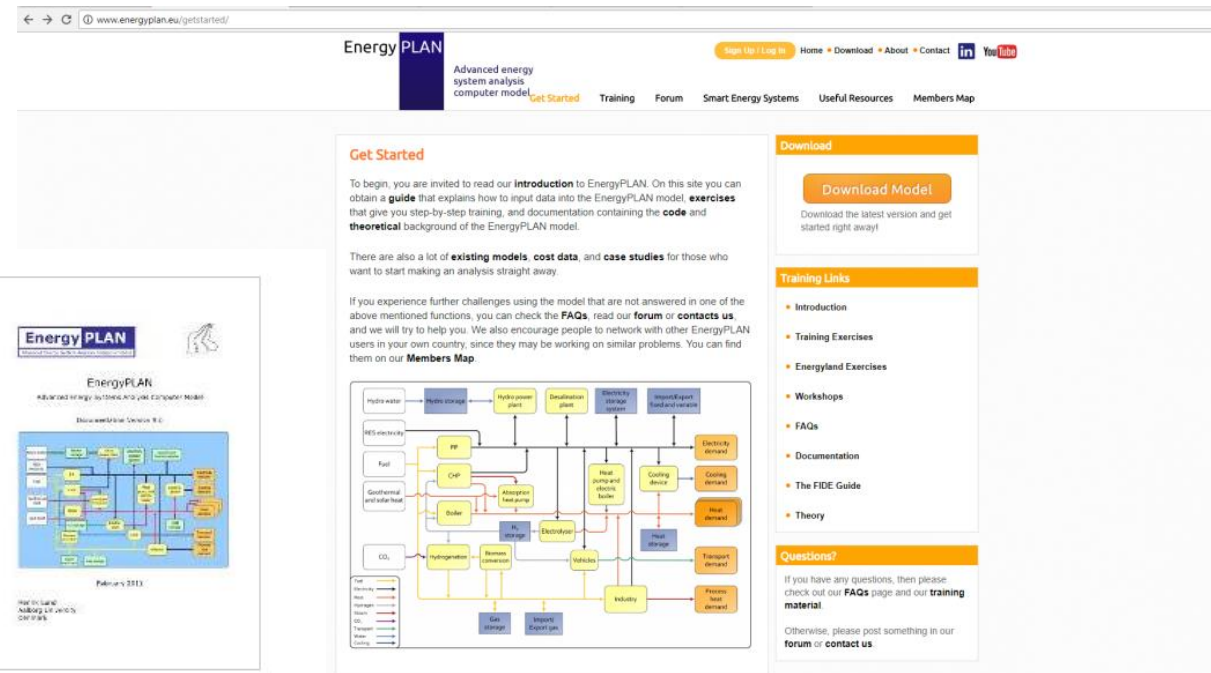
# EnergyPLAN

<https://www.energyplan.eu/download/>  
[www.EnergyPLAN.eu](http://www.EnergyPLAN.eu)

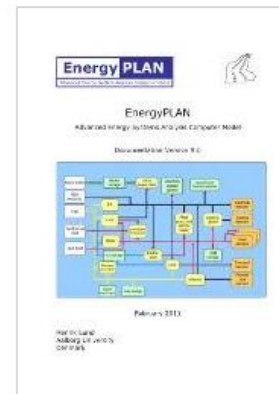
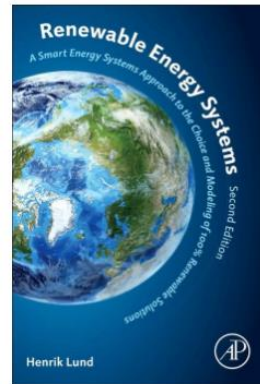
- Download EnergyPLAN
- Download documentation
- Links to journal articles
- Links to research reports
- The FIDE guide

## EnergyPLAN

Advanced energy  
system analysis  
computer model



The screenshot shows the EnergyPLAN website interface. The header includes navigation links like 'Home', 'Download', 'About', 'Contact', and social media icons. The main content area is titled 'Get Started' and contains introductory text about the model. A large flowchart illustrates the energy system components, including 'Hydro water', 'Hydro storage', 'Hydro power plant', 'Denaturalization plant', 'Electricity storage system', 'Import/Export and balancing', 'Electricity demand', 'Cooling demand', 'Heat demand', 'Transport demand', 'Process demand', 'Industry', 'Electricity', 'Fuel', 'CHP', 'Abatement', 'Electrolyser', 'Heat storage', 'Gas storage', 'Import/Export gas', 'CO<sub>2</sub>', 'Hydrogen', 'Biomass conversion', 'Vehicles', and 'Power plant'. A sidebar on the right offers 'Download' (Download Model), 'Training Links' (Introduction, Training Exercises, Energyland Exercises, Workshops, FAQs, Documentation, The FIDE Guide, Theory), and 'Questions?'.



# EnergyPLAN

<https://www.energyplan.eu/download/>

## The EnergyPLAN Model:

- Energy System Analysis Model - Excel~Visual Basic~Delphi Pascal
- Main focus: Compare different regulation systems and the ability to integrate and trade RES (Wind)
- Simplified modelling of energy system.



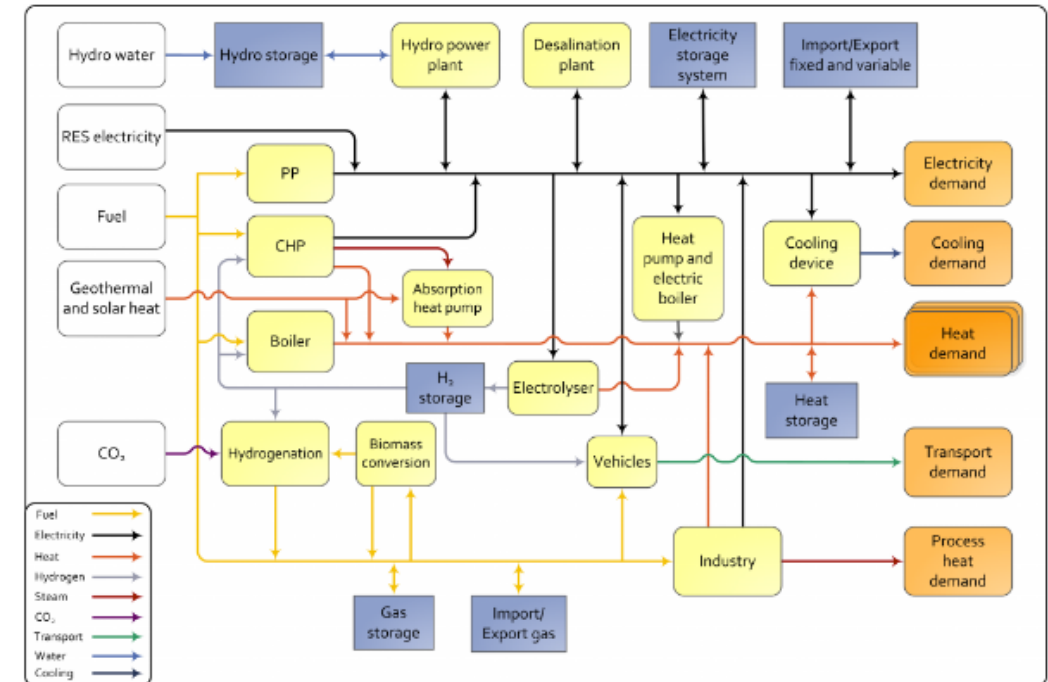
# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

The main purpose of the EnergyPLAN model is to analyse the energy, environmental, and economic impact of various energy strategies. The key objective is to model a variety of options so that they can be compared with one another, rather than model one 'optimum' solution based on defined pre-conditions.

- A sole focus on renewable electricity production leads to storage solutions!
- Looking at renewable electricity as a part energy systems including heating, industry and transportation opens for cheaper and better solutions...

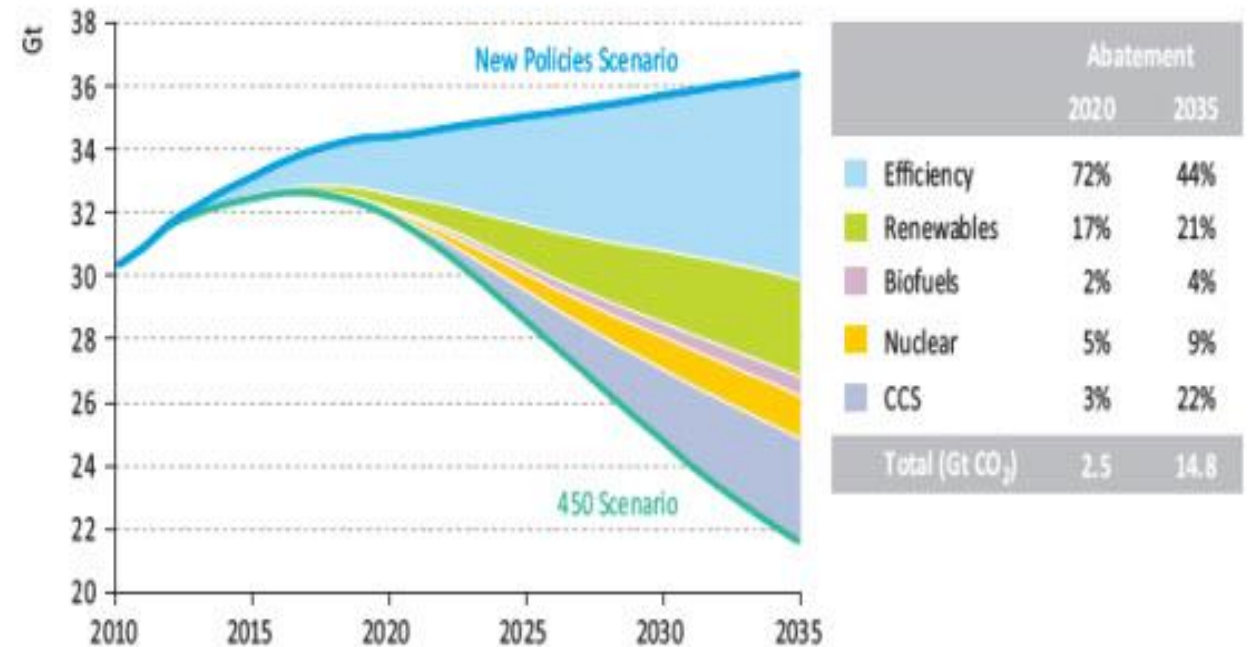


# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

Furthermore, the aim of EnergyPLAN is to model the **‘finishing point’** of the energy system rather than the starting point. The focus is placed on the future energy system and how that will operate, rather than on today’s energy system. The focus is on the future rather than the present.



World Energy Outlook 2011 © OECD/International Energy Agency 2011, figure 6.4, page 214

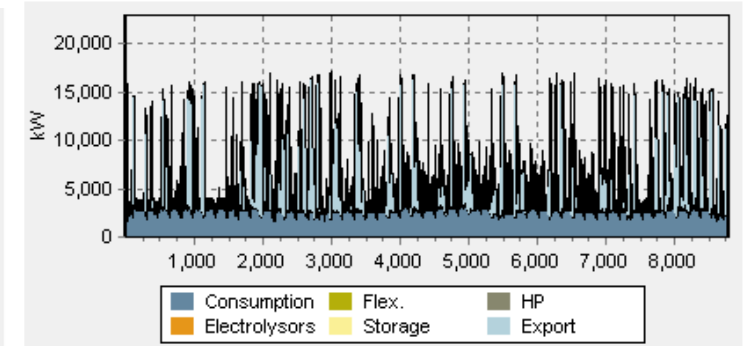
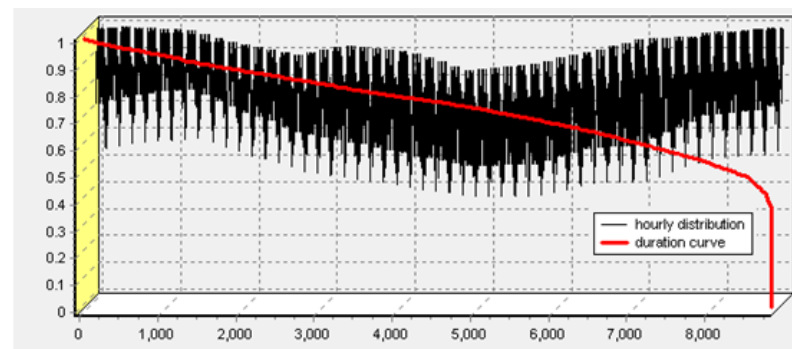
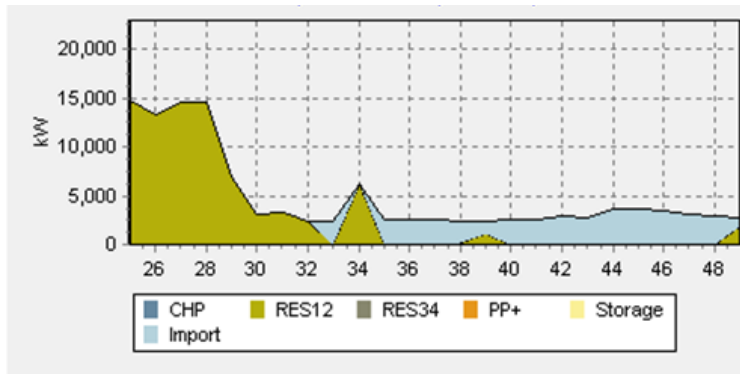


# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

EnergyPLAN is an **hour-simulation model** as opposed to a model based on aggregated annual demands and production. Consequently, the model can analyze the influence of fluctuating RES on the system as well as weekly and seasonal differences in electricity and heat demands and water inputs to large hydropower systems.



# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features



### INPUT

**Demands**  
Electricity  
Cooling  
District Heating  
Individual Heating  
Fuel for Industry  
Fuel for Transport

**RES**  
Wind  
Solar Thermal  
Photovoltaic  
Geothermal  
Hydro Power  
Wave

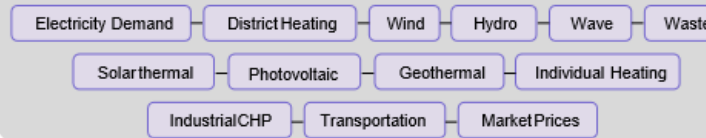
**Capacities & efficiencies**  
Power Plant  
Boilers  
CHP  
Heat Pumps  
Electric Boilers  
Micro CHP

**Storage**  
Heat Storage  
Hydrogen Storage  
Electricity Storage  
CAES

**Transport**  
Petrol/Diesel Vehicles  
Gas Vehicles  
Electric Vehicles  
V2G Electric Vehicles  
Hydrogen Vehicles  
Biofuel Vehicles

### EnergyPLAN

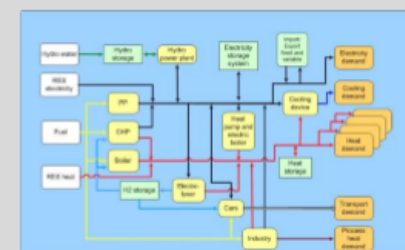
#### Distribution data



**Regulation**  
Technical Limitations  
Choice of Strategy  
CEEP Strategies  
Transmission Cap.  
External Electricity  
Market

**Fuel Cost**  
Types of fuel  
CO2 Emission Factor  
CO2 Emission Costs  
Fuel Prices

**Cost**  
Variable Operation  
Fixed Operation  
Investment  
Interest Rate



#### Either: Technical regulation strategies

- 1) Balancing heat demand
- 2) Balancing both heat and electricity demand
- 3) Balancing both heat and electricity demand (reducing CHP even when partially needed for grid stabilisation)
- 4) Balancing heat demand using triple tariff

#### Or: Electricity market strategy

Market simulation of plant optimization based on business economic marginal production costs.

#### And: Critical Excess Electricity Production

Reducing wind  
Replacing CHP with boiler or heat pump  
Electric heating and/or bypass

### OUTPUT

#### Results

(Annual, Monthly and Hourly Values)

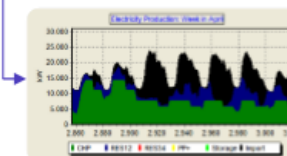
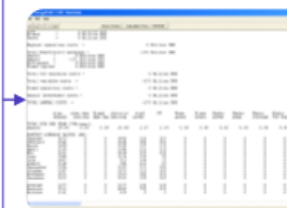
Electricity Production  
Electricity Import/Export  
electricity Excess Production

Import Expenditures  
Export Revenues

Fuel Consumption

CO2 Emissions

Share of RES



# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

Different kinds of studies:

- Technical system studies in closed and open systems (Results are energy balances, CO<sub>2</sub>-emissions and Excess electricity productions)
- Market exchange studies (Results are optimal exchange strategies and costs)
- Feasibility Studies (Results are socio economic costs including CO<sub>2</sub> trade costs)

# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

Step by step:

1. Defining energy demands (electricity, individual and district heating, industry, transportation)
2. Defining a reference energy production system
3. Defining alternatives
4. Results

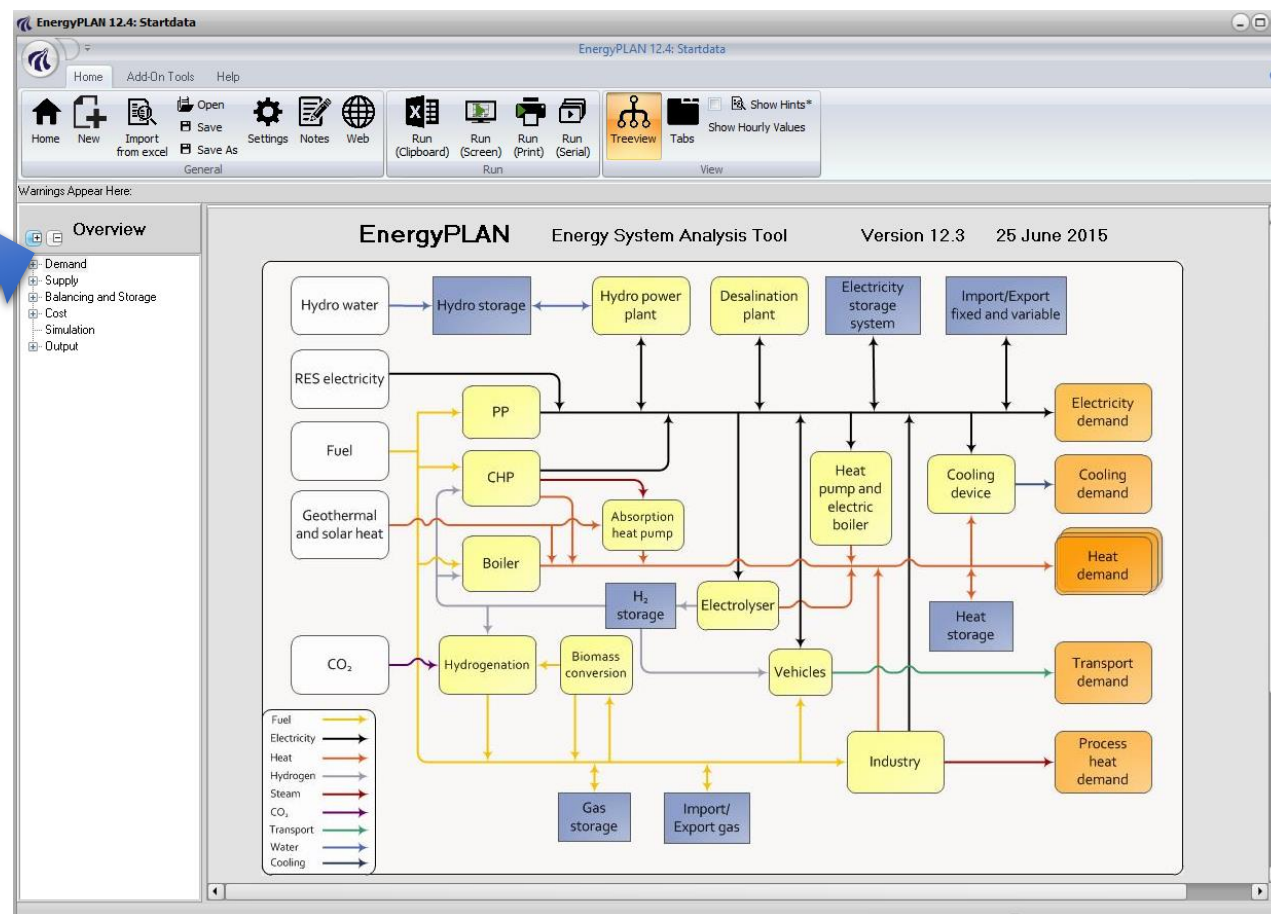
# EnergyPLAN

<https://www.energyplan.eu/download/>

## Main features

### Home

The Home button on the home menu gives the user an overview of the components and synergies included in the EnergyPLAN model



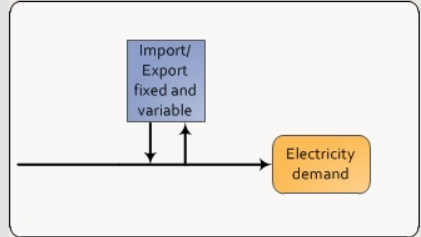
# EnergyPLAN

## Step 1: Defining electricity demands

The electricity demand is defined by an annual value, (TWh per year) and it can be chosen the name of an hourly distribution data set

### Electricity Demand and Fixed Import/Export

Electricity demand:	20	TWh/year	Change distribution	Hour_electricity.txt
Electric heating (IF included)	- 0	TWh/year	Subtract electric heating using distribution from 'individual' window	
Electric cooling (IF included)	- 0	TWh/year	Subtract electric cooling using distribution from 'cooling' window	
Elec. for Biomass Conversion	0.00	TWh/year	(Transferred from Biomass Conversion TabSheet)	
Elec. for Transportation	0.00	TWh/year	(Transferred from Transport TabSheet)	
Sum (excluding electric heating and cooling)	20.00	TWh/year		
Electric heating (individual)	0.00	TWh/year		
Electricity for heat pumps (individual)	0.00	TWh/year		
Electric cooling	0.00	TWh/year		
Flexible demand (1 day)	0	TWh/year	Max-effect	1000 MW
Flexible demand (1 week)	0	TWh/year	Max-effect	1000 MW
Flexible demand (4 weeks)	0	TWh/year	Max-effect	1000 MW
Fixed Import/Export	0	TWh/year	Change distribution	Hour_Tysklandsexport.txt
Total electricity demand*	20.00	TWh/year		



```

graph LR
    A[Import/Export fixed and variable] --> B[Electricity demand]
    B --> A
    
```

# EnergyPLAN

## Step 1: Defining heat demands

Inputs to individual houses are basically defined as fuel inputs, since such figures are normally basic data in statistics. When defining the efficiencies of boilers, heat demands are calculated. Electric heating is defined as electricity consumption. The same hourly distributions are used for all heat demands.

**Total Heat Demand** (Individual plus District Heating) **17.50**

**Individual Heating:**

TWh/year	Fuel Consumption Input	Output	Efficiency Thermal	Heat Demand	Efficiency Electric	Capacity Limit*	Estimated Electricity Production	Heat Storage*	Share*	Solar Thermal Input	Output
Distribution: <input type="button" value="Heat"/> <input type="button" value="Solar"/>											
Hour_distr-heat.txt Hour_solar1_prod.txt											
Coal boiler :	0	0.00	0.7	0.00				0	1	0	0.00
Oil boiler :	0	0.00	0.8	0.00				0	1	0	0.00
Ngas boiler :	0	0.00	0.9	0.00				0	1	0	0.00
Biomass boiler :	0	0.00	0.7	0.00				0	1	0	0.00
H2 micro CHP :		0.00	0.5	0	0.3	1	0.00	0	1	0	0.00
Ngas micro CHP :		0.00	0.5	0	0.3	1	0.00	0	1	0	0.00
Biomass micro CHP :		0.00	0.5	0	0.3	1	0.00	0	1	0	0.00
Heat Pump :				0	3	1	0.00	0	1	0	0.00
Electric heating :				0		1	0.00	0	1	0	0.00
<b>Total Individual:</b>		0.00		0.00			0.00				0.00

**District Heating:**

	Group 1:	Group 2:	Group 3:	Total:	Distribution:
Production:	0	10	10	20.00	<input type="button" value="Change"/> Hour_distr-heat.txt
Network Losses:	0.2	0.15	0.1		
Heat Demand:	0.00	8.50	9.00	17.50	

**EnergyPLAN Schematic Diagram:**



# EnergyPLAN

## Step 2: Defining energy system (reference system)

	Group 1:	Group 2:	Group 3:	Total:	Unit:
Electricity Production:					
District Heating Production:	0.00	10.00	10.00	20.00	TWh/year

Group 1 represents district heating systems with no CHP  
Group 2 represents district heating systems based on small CHP plants  
Group 3 represents district heating systems based on large CHP extraction plants

**Boilers**

Thermal Capacity		5000	5000	MJ/s
Boiler Efficiency	0.9	0.9	0.9	Percent
Fixed Boiler share		0	0	Percent

**Combined Heat and Power (CHP)**

CHP Condensing Mode Operation\*

Electric Capacity (PP1)		4000	
Electric Efficiency (PP1)		0.45	

CHP Back Pressure Mode Operation\*

Electric Capacity		1000	1500	MW-e
Thermal Capacity	Auto	1250	1875	MJ/s
Electric Efficiency		0.4	0.4	Percent
Thermal Efficiency		0.5	0.5	Percent

**Industrial CHP**

CHP Electricity	0	0	0	0.00	TWh/year
CHP Heat Produced	0	0	0	0.00	TWh/year
CHP Heat Demand	0	0	0	0.00	TWh/year
CHP Heat Delivered*	0.00	0.00	0.00	0.00	TWh/year

Distribution: Hour\_cshpel.txt

CHP plants are modelled as a combination of CHP back pressure and condensing plants so the Max CHP3 is the PP1 Capacity, which is:

Capacities and operation efficiencies of CHP units, power stations, boilers and heat pumps are defined as part of the input data. The size of heat storage capacities is also given here

# EnergyPLAN

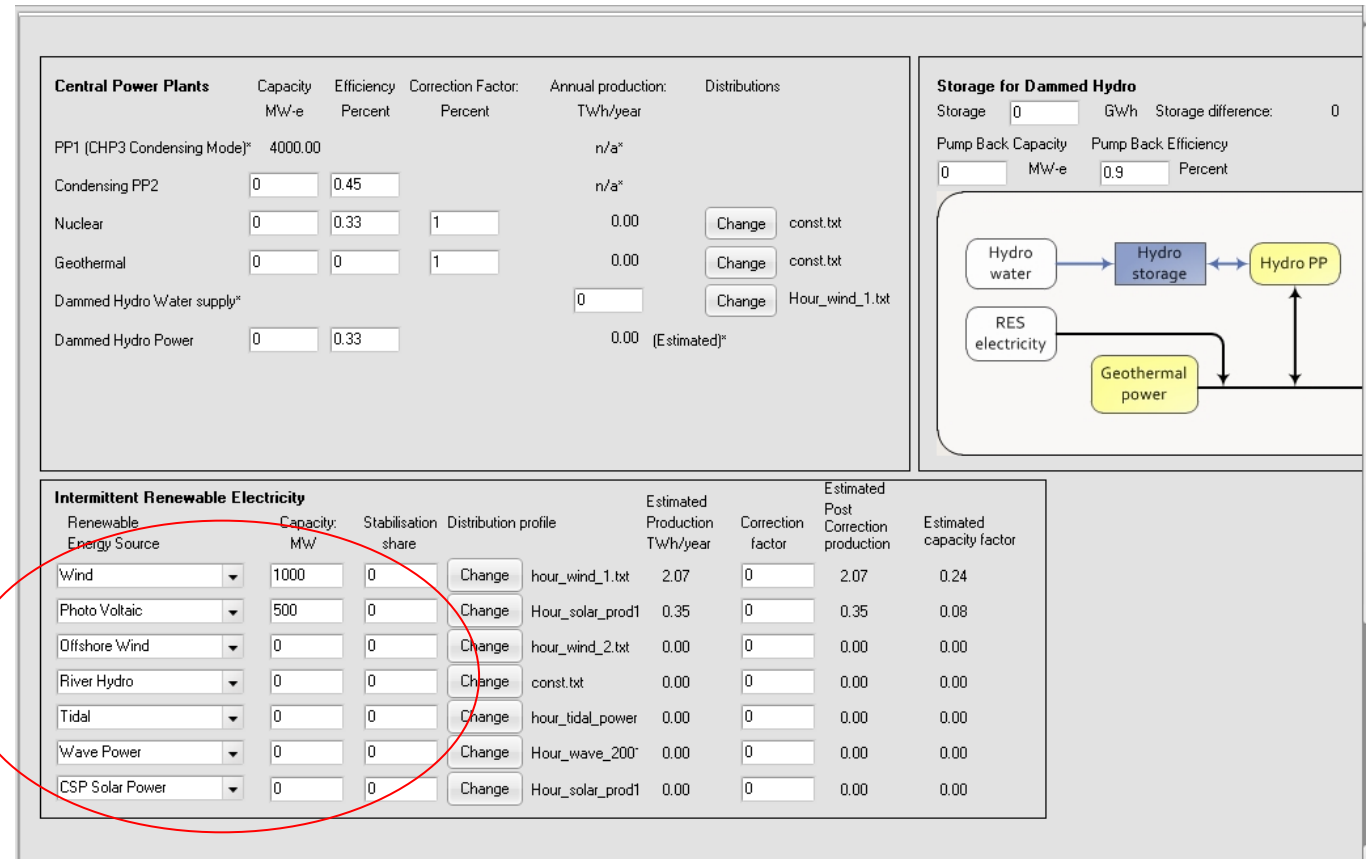
Step 2: Defining energy system (reference system)

The input data set defines input from RES and hydro power. One can choose inputs from up to four different renewable energy sources. By pressing the button, the following specification can be

attached to each RES:

- Wind
- Offshore Wind
- Photo Voltaic
- Wave Power
- River Hydro

Input to the electricity production is identified by the capacity of each RES and by the name of the distribution file



**Central Power Plants**

	Capacity MW-e	Efficiency Percent	Correction Factor: Percent	Annual production: TWh/year	Distributions
PP1 (CHP3 Condensing Mode)*	4000.00			n/a*	
Condensing PP2	0	0.45		n/a*	
Nuclear	0	0.33	1	0.00	Change const.txt
Geothermal	0	0	1	0.00	Change const.txt
Dammed Hydro 'Water supply'				0	Change Hour_wind_1.txt
Dammed Hydro Power	0	0.33		0.00 (Estimated)*	

**Storage for Dammed Hydro**

Storage: 0 GWh Storage difference: 0

Pump Back Capacity: 0 MW-e Pump Back Efficiency: 0.9 Percent

Hydro water → Hydro storage ↔ Hydro PP

RES electricity → Geothermal power → Hydro PP

**Intermittent Renewable Electricity**

Renewable Energy Source	Capacity: MW	Stabilisation share	Distribution profile	Estimated Production TWh/year	Correction factor	Estimated Post Correction production	Estimated capacity factor
Wind	1000	0	Change hour_wind_1.txt	2.07	0	2.07	0.24
Photo Voltaic	500	0	Change Hour_solar_prod1	0.35	0	0.35	0.08
Offshore Wind	0	0	Change hour_wind_2.txt	0.00	0	0.00	0.00
River Hydro	0	0	Change const.txt	0.00	0	0.00	0.00
Tidal	0	0	Change hour_tidal_power	0.00	0	0.00	0.00
Wave Power	0	0	Change Hour_wave_200*	0.00	0	0.00	0.00
CSP Solar Power	0	0	Change Hour_solar_prod1	0.00	0	0.00	0.00

# EnergyPLAN

## Step 3: Defining THE TYPE OF SIMULATION

### Chose Simulation Strategy:

☒ Technical Simulation

☐ Market Economic Simulation

#### Technical Simulation Strategy

- ☒ 1 Balancing heat demands
- ☐ 2 Balancing both heat and electricity demands
- ☐ 3 Balancing both heat and electricity demands (Reducing CHP also when partly needed for grid stabilisation)
- ☐ 4 Balancing heat demands using tripple tariff

#### V2G Simulation Strategy

- ☒ 1 No limitations
- ☐ 2 Limitation: Smart Charge/V2G charge  $\leq$  PowerPlant-cap + import-max - electricity der
- ☐ 3 V2G seeks to minimise PP max

#### Individual Heat Pump Simulation

- ☒ 1 Individual Heat Pumps and Electric Boilers seek to utilise only Critical Excess Production
- ☐ 2 Individual Heat Pumps and Electric Boilers seek to utilise all electricity export

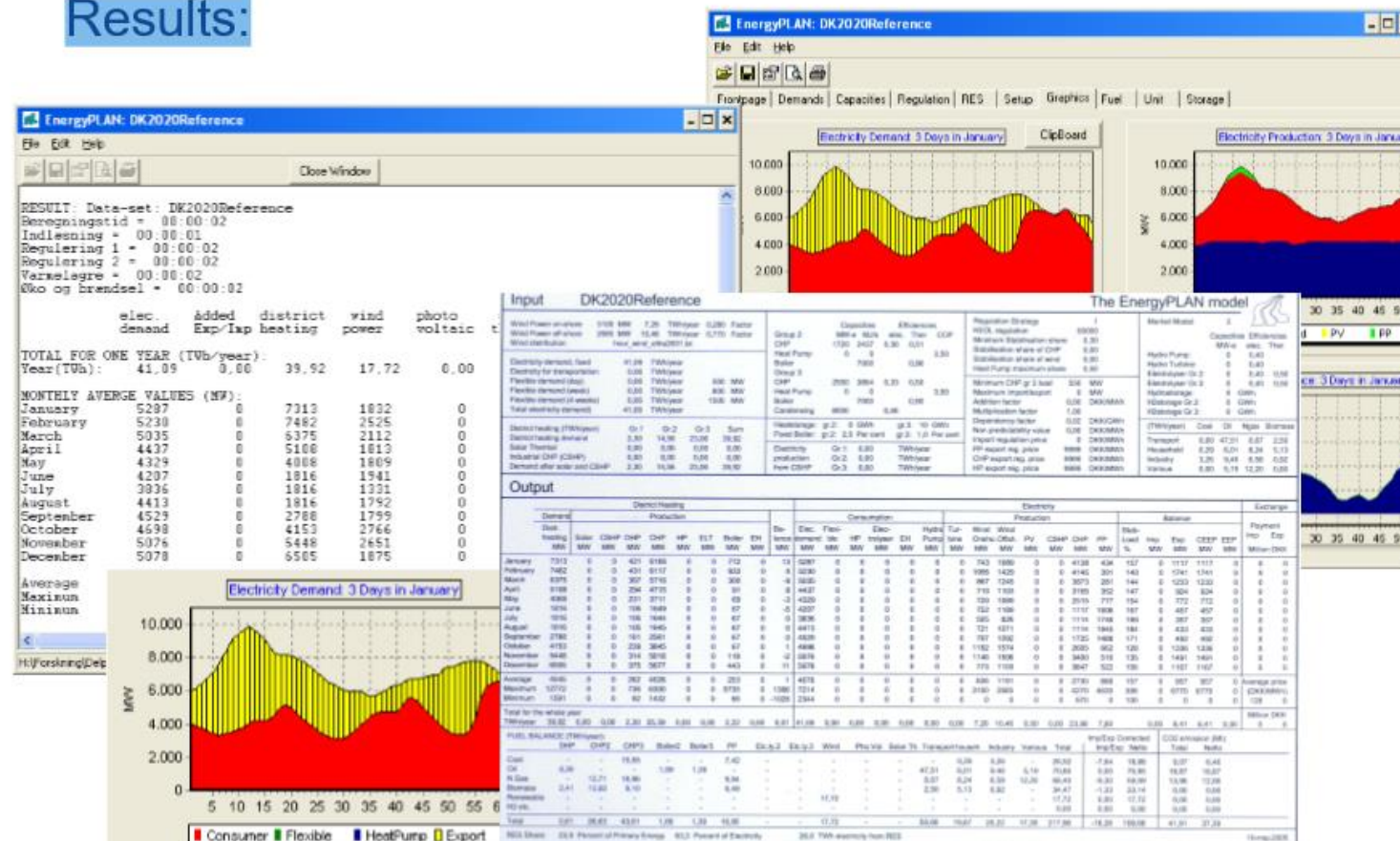
### Technical and Market Simulations

The Market economic simulation strategy is based on a short-term marginal price market model similar to the NordPOOL market design, so it focuses solely on bids to the electricity market while minimizing short-term electricity consumer costs and minimizing short-term district heating costs. As a result, this simulation strategy only uses variable costs and does not optimise based on the long-term costs of different energy supply technologies. Furthermore, it only optimises the supply side of the energy system, and not the demand side (although the user can manually change the demand and analyse the resulting impact of a market economic simulation). While mathematically it is possible using the price elasticity feature in EnergyPLAN to simulate 100% renewable energy scenarios using this current market design, represented by the market economic simulation, this may not accurately represent how future energy supply and demand markets should be designed. Today's markets are primarily designed for dispatchable plants, whereas 100% renewable energy systems will most likely depend on very high levels of non-dispatchable renewable energy. Therefore, using the technical simulation strategy is typically more accurate at simulating energy systems with very large penetrations of intermittent renewable energy, which in combination with the cost data for the technologies, makes it possible for the user to identify least cost solutions over their total lifetime.

# EnergyPLAN

## Step 4: RESULTS

## Results:





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# EnergyPLAN

Next step....

Try yourself...!!!



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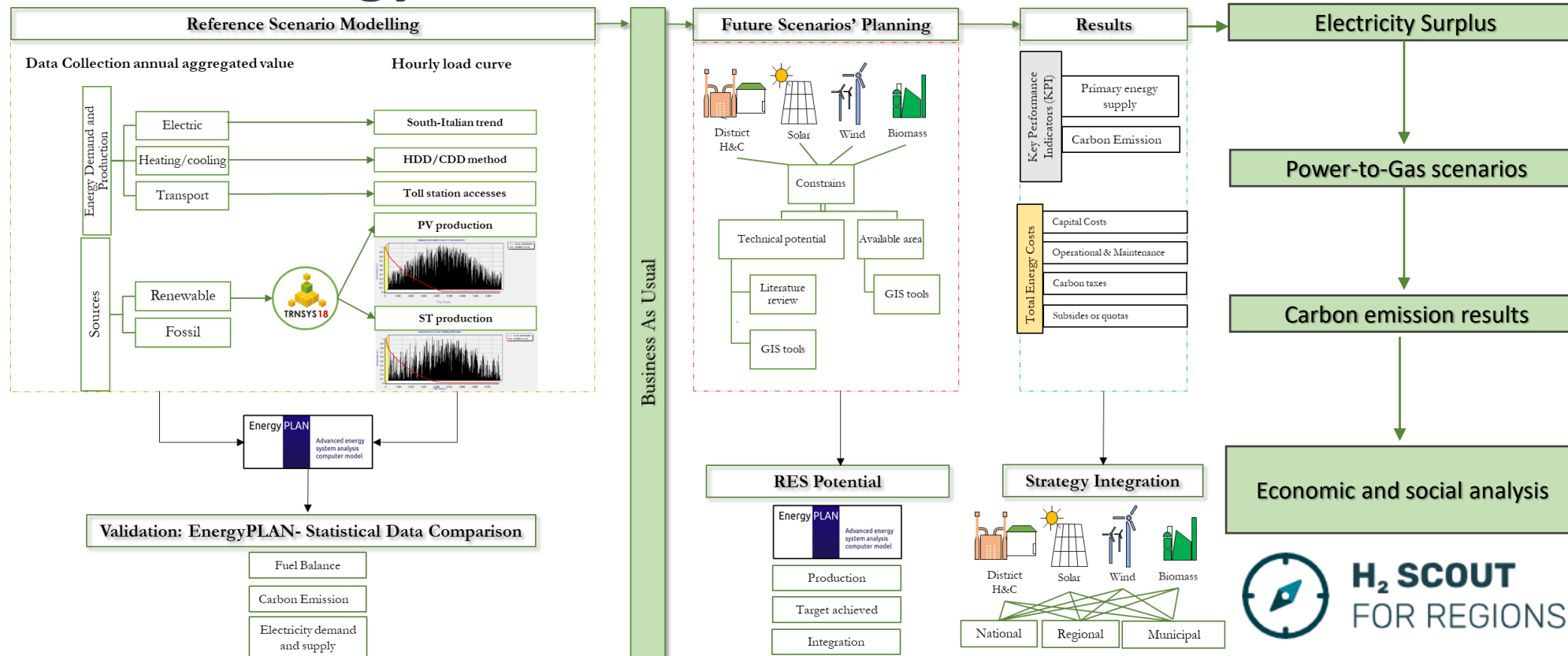
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# Campania case study

# Methodology: scheme

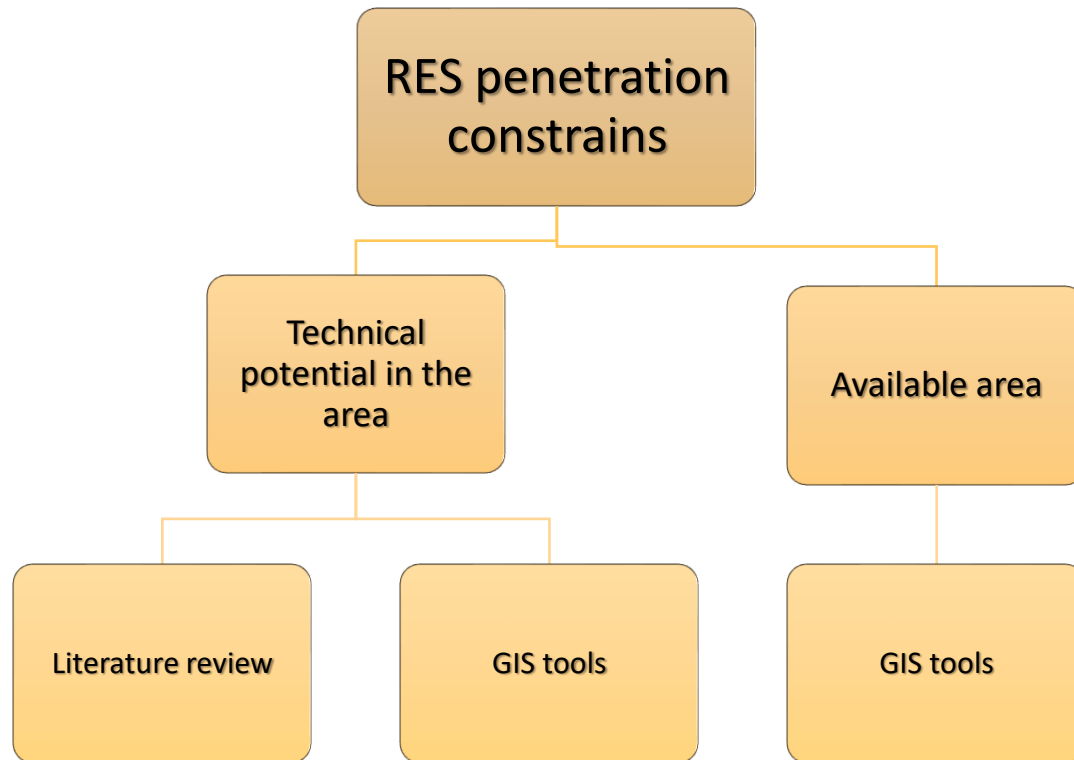


V. Battaglia, G. De Luca, S. Fabozzi, H. Lund, and L. Vanoli, "Integrated energy planning to meet 2050 European targets: A Southern Italian region case study," Energy Strateg. Rev., vol. 41, no. March, p. 100844, 202210.1016/j.esr.2022.100844.

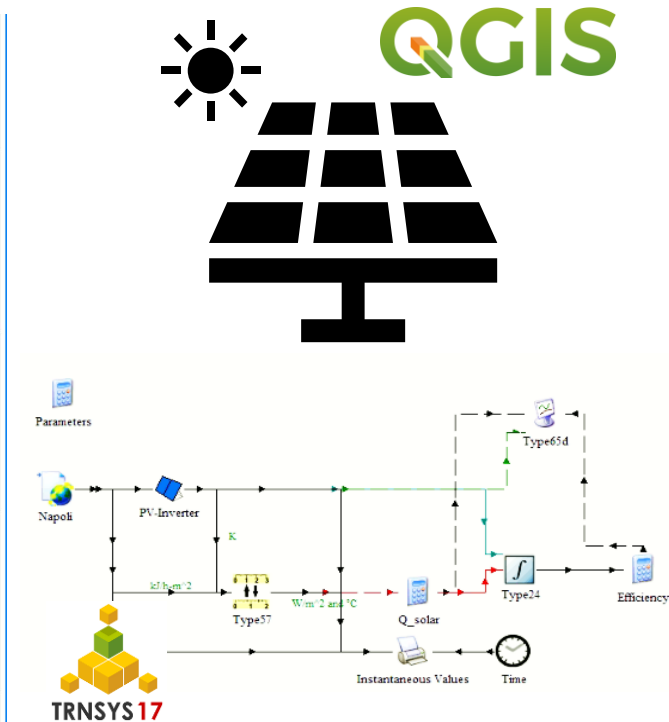
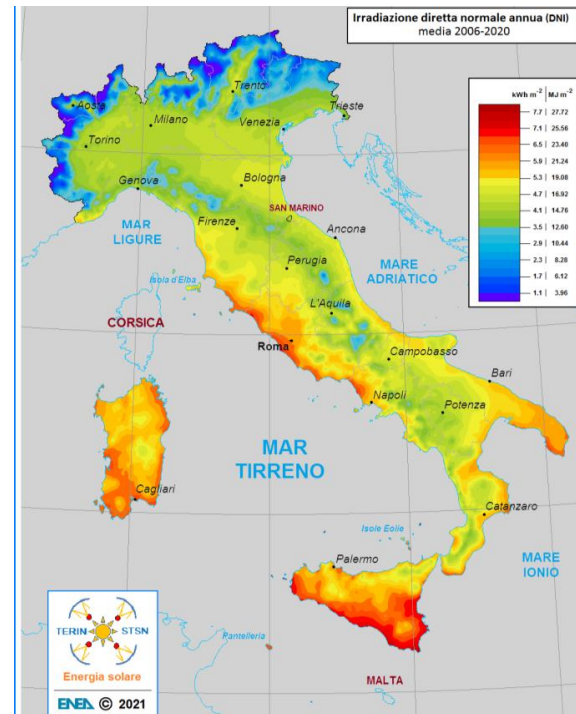


# Methodology: RES potential evaluation

## RES potential evaluation



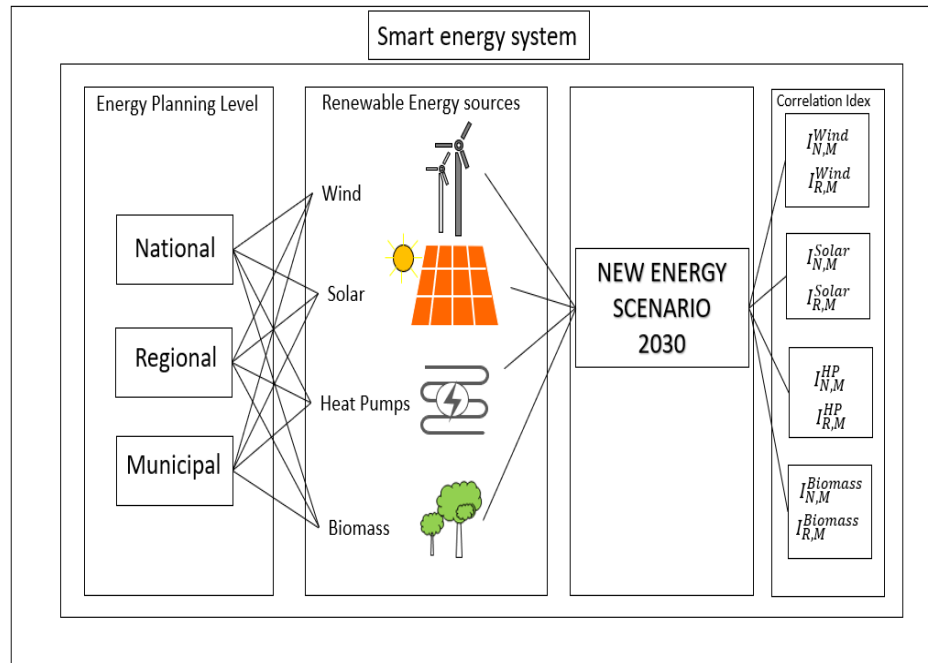
## PV potential



# Methodology: coherence analysis

Definition parameters for multi-scale comparison through potential indexes

Coherence analysis among different-scales energy plans



$$I_{solar} = \frac{\text{Global yearly irradiation} * \text{Surface for PV installation}}{\text{Inhabitant}}$$

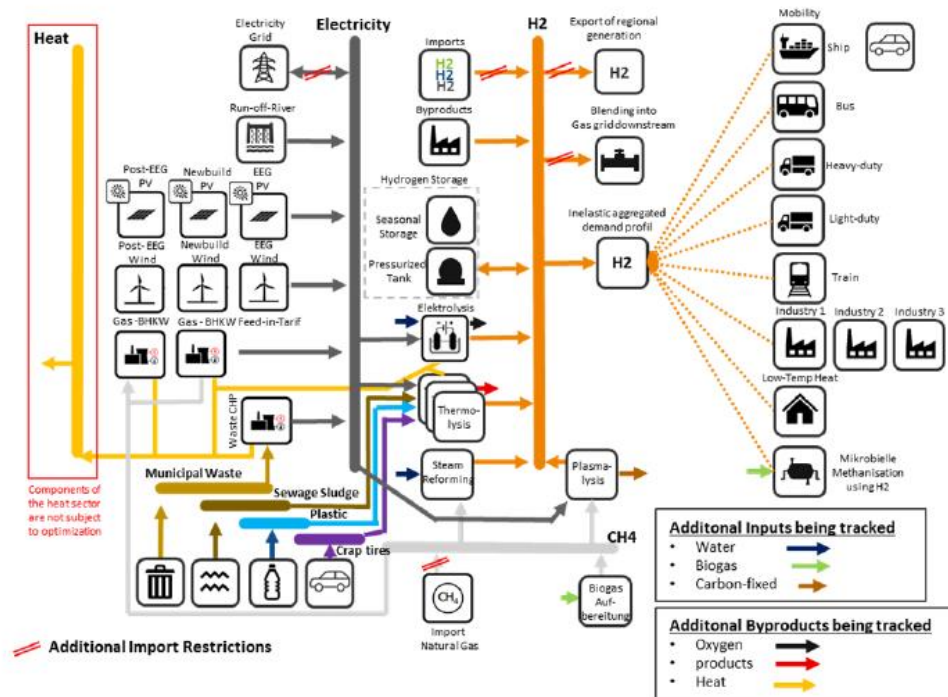


$$I_{wind} = \frac{\text{Producibility at 100 m} * \text{Area for capacity installed} * \text{Agricultural Area}}{\text{Total surface}}$$



$$I_{biomass} = \frac{\text{Biomass energy potential}}{\text{Total UAA}}$$

# Methodology: optimization



## Optimization of hydrogen value chain

### USER INPUT

- Hydrogen production process and storage
- Available resources
- annual demand per sector
- Export/import
- Electricity and fuel price/taxes

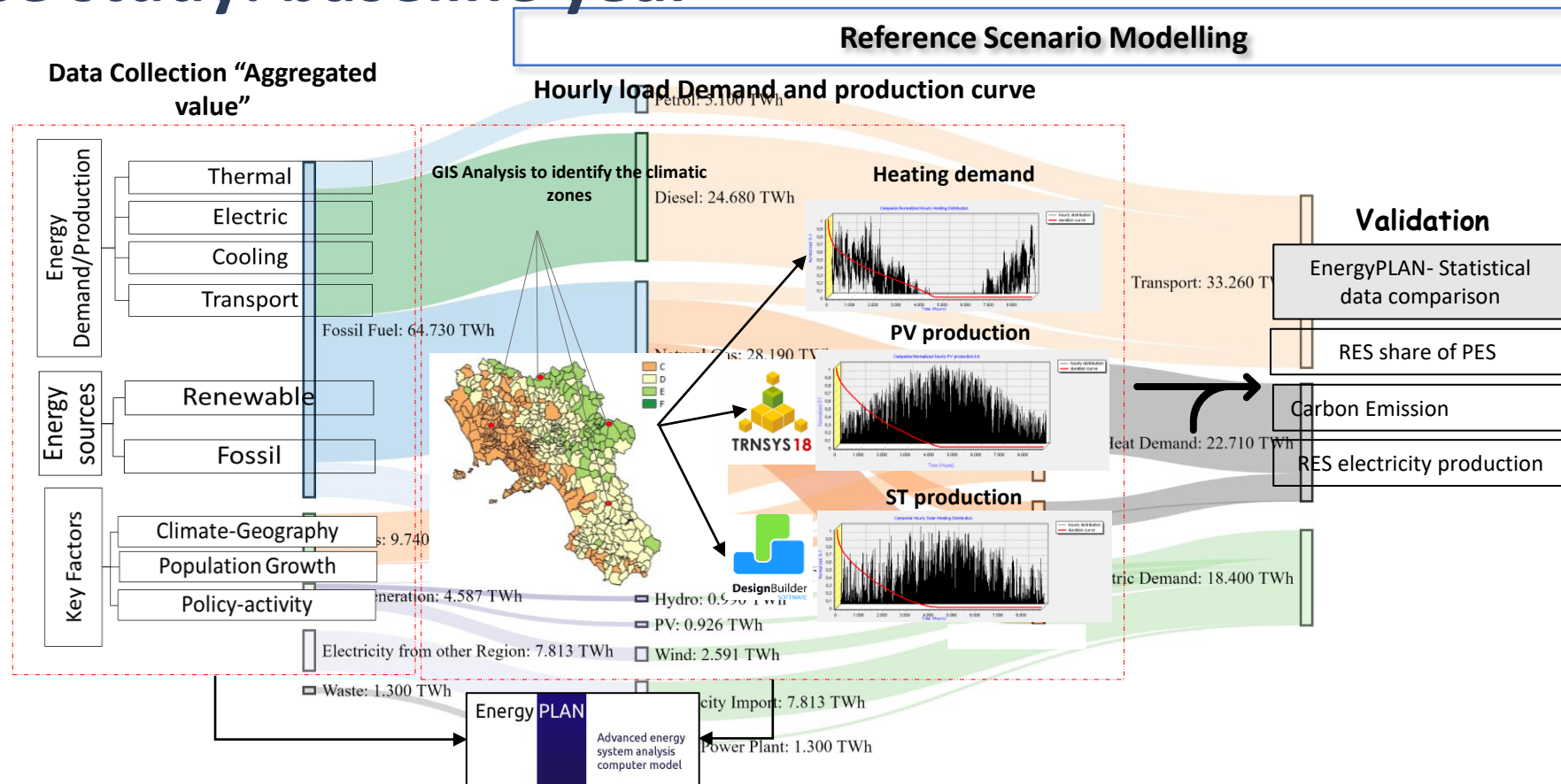
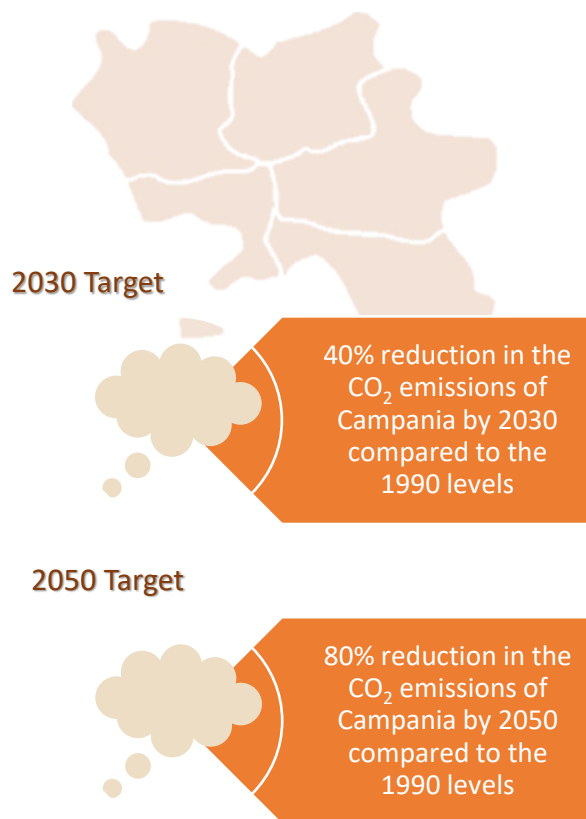
### OUTPUT

- Energy and mass balances
- Optimized capacities of transformation plants
- Key performance indices
- Costs and Revenues

### SOFTWARE PROPERTIES

- Hourly resolution
- Dataset for CAPEX and OPEX

# Campania case study: baseline year



# Campania case study: 2030 scenario

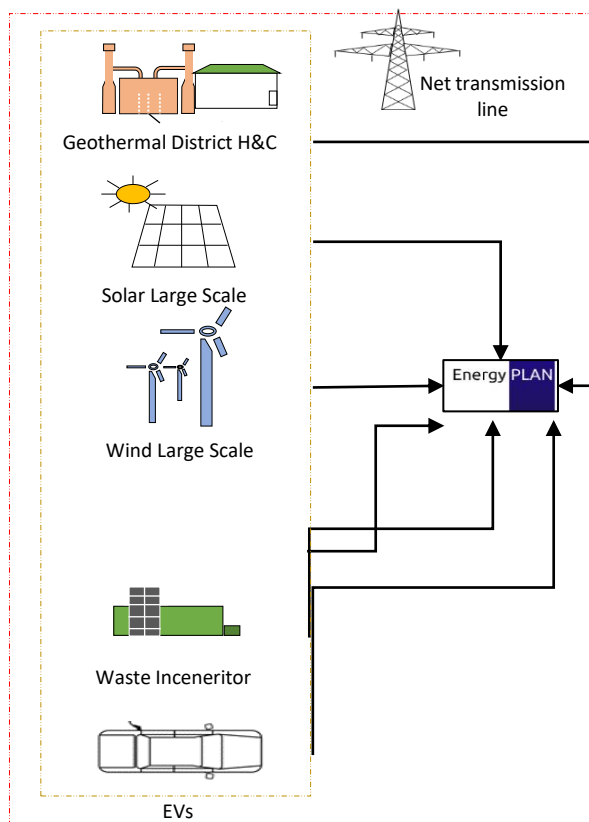
## Future scenarios' Planning

### DEMAND

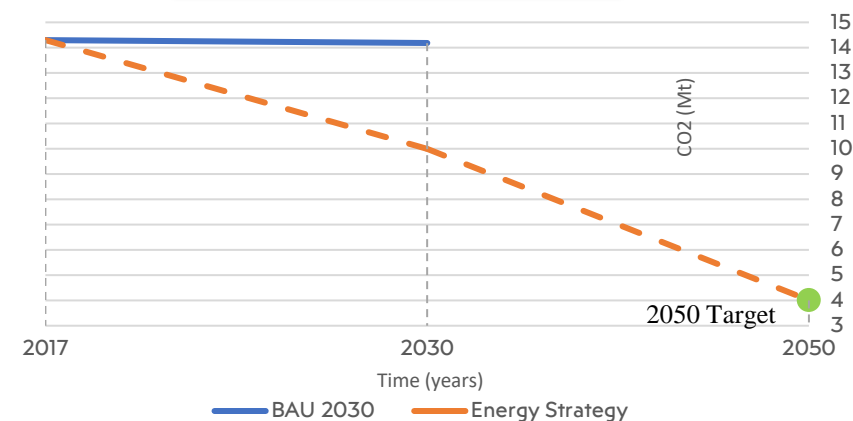
- Electrification of the transport sector in smart charge
- Heating and cooling demand variation
- Industrial production

### BAU ACTIONS

- Reduced traditional PP capacity with the addition of combined heat and power CHP plants
- A potential expansion of the wind and solar energy is envisioned

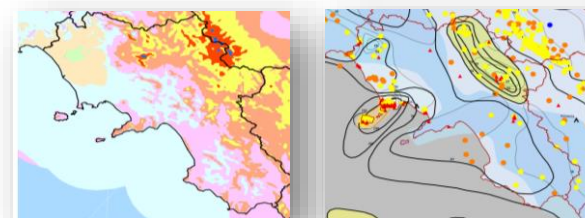


## 2030 BAU Results



## New actions

- Multi-Level District Heating (MLDH) system



# Campania case study: 2050 scenario

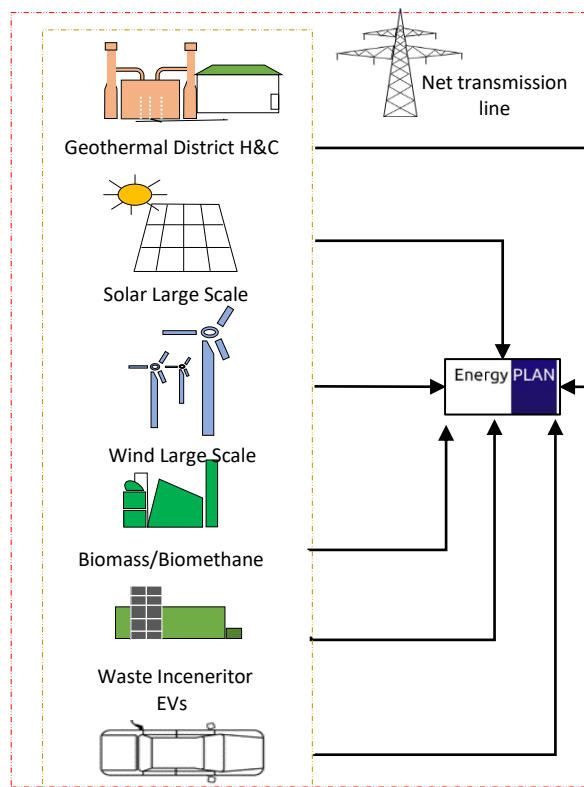
## Future scenarios' Planning

### DEMAND

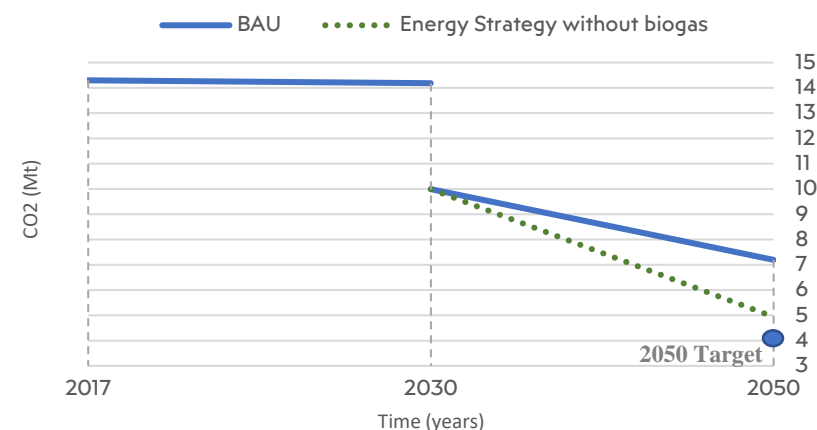
- Further electrification of the transport sector
- Heating and cooling demand variation
- Industrial production

### BAU ACTIONS

- DHC powered by CHP plants fueled by natural gas and RES, geothermal energy from compression heat pumps and for absorption machines, solar thermal collectors, and biomass
- Increase wind and PV installed capacity

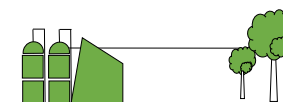


## 2050 BAU Results



## New actions

- Biomethane production





# Campania case study: results

## Outputs

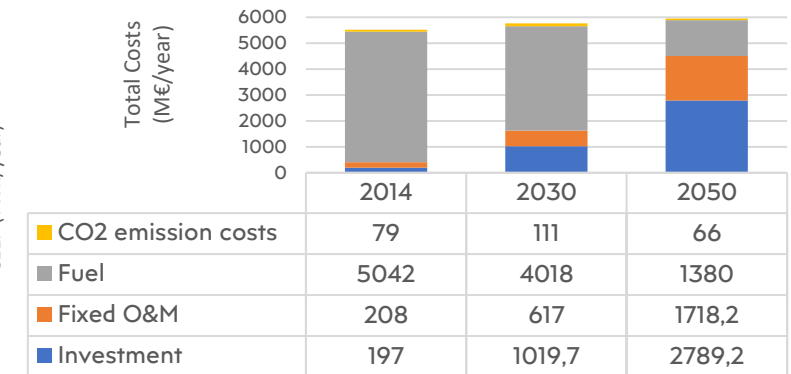
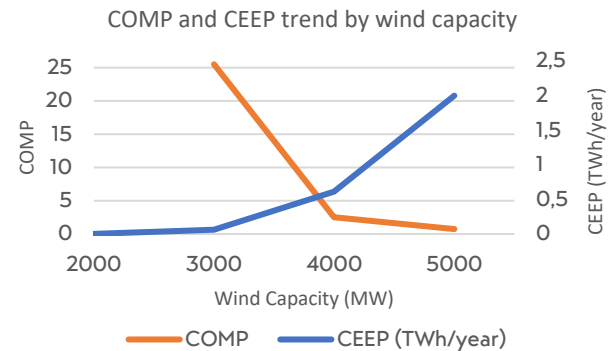
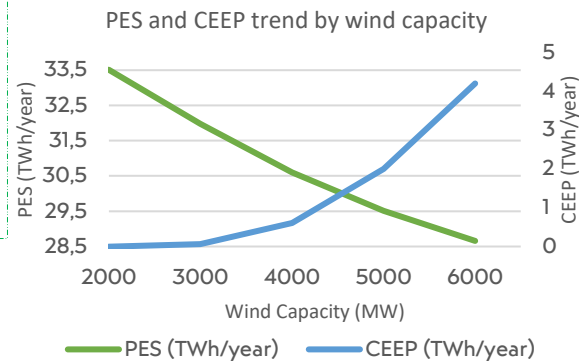
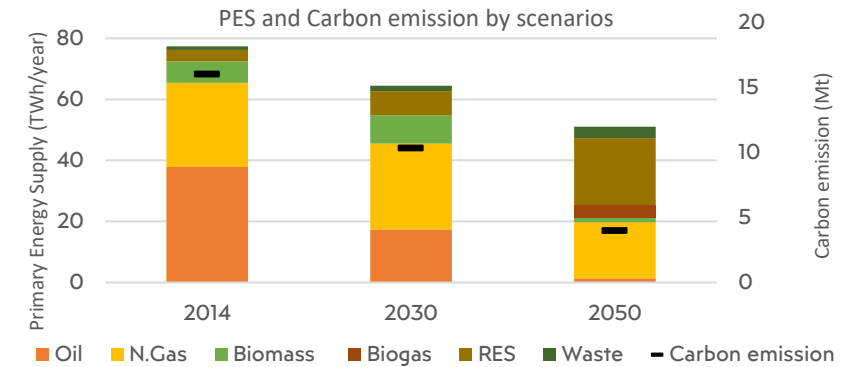
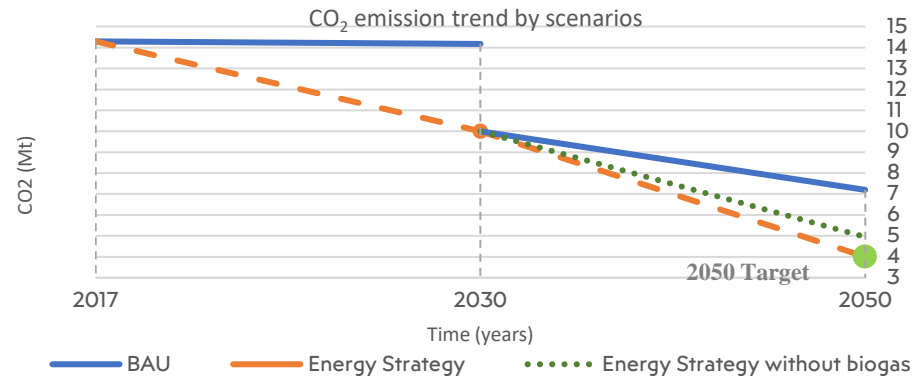
### Key Performance Indicators (KPI)

- Primary energy supply
- Carbon Emission
- COMP

### Total Energy Costs

- Capital Costs
- Operational & Maintenance
- Carbon taxes
- Subsidies or quotas

$$COMP = \frac{\Delta PES}{\Delta CEEP}$$



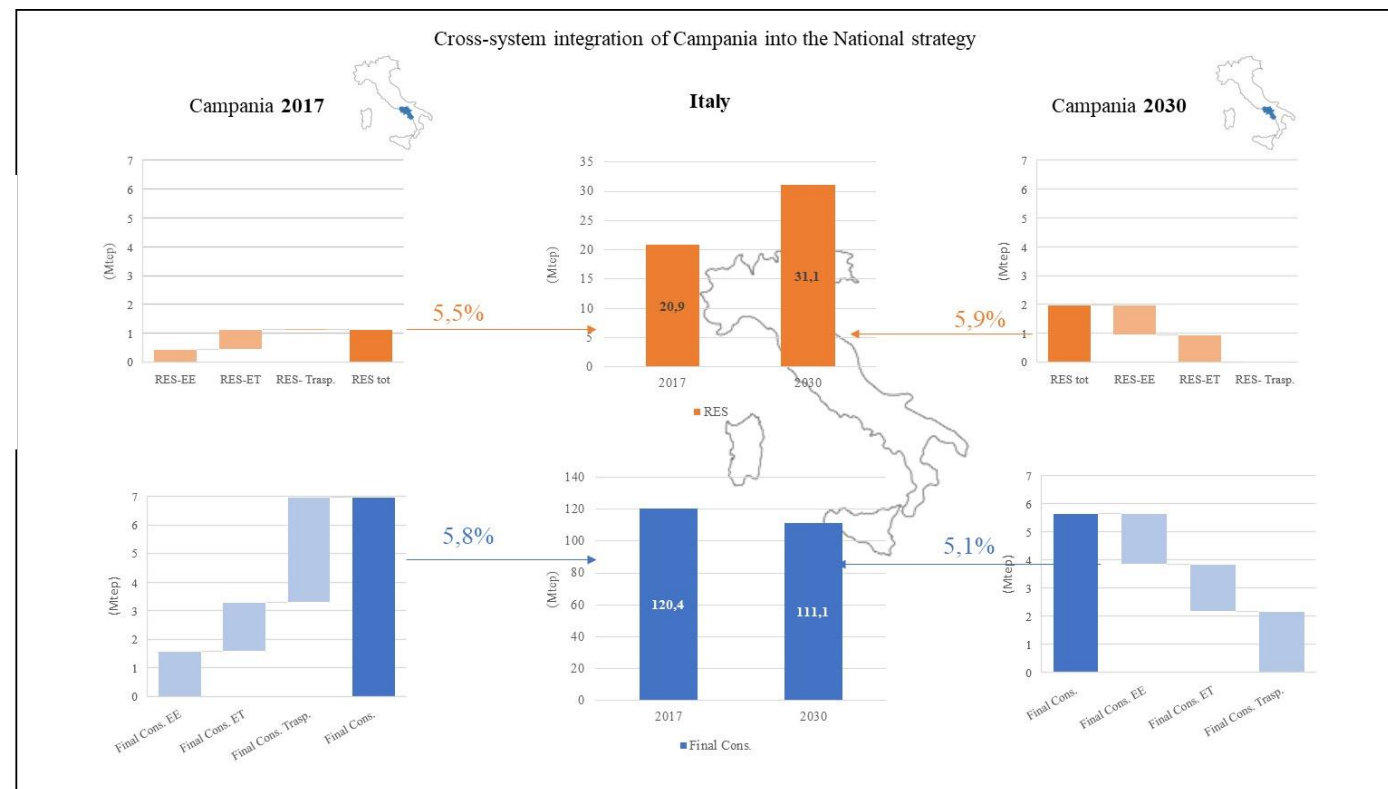
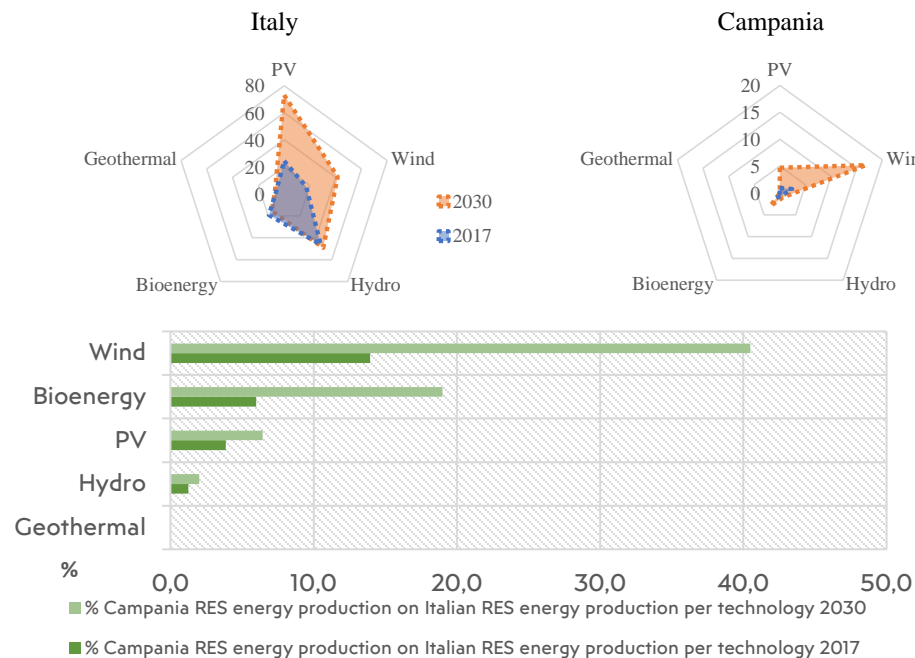


# Campania case study: results

Cross-system Integration into  
the National Energy System

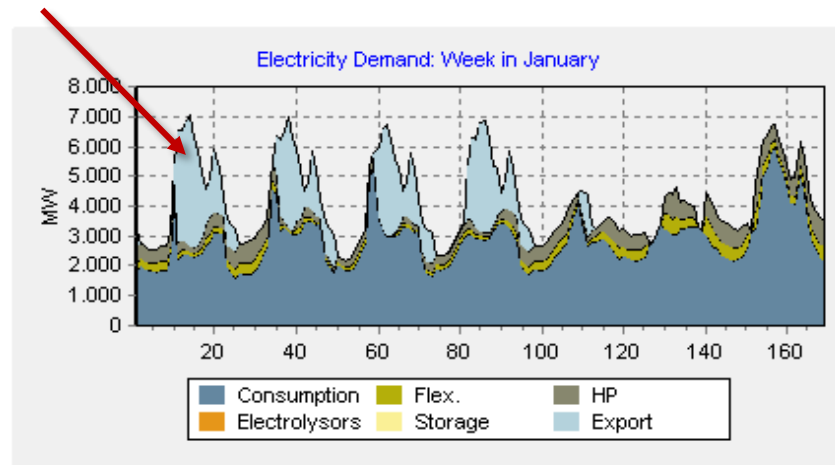
National

Regional



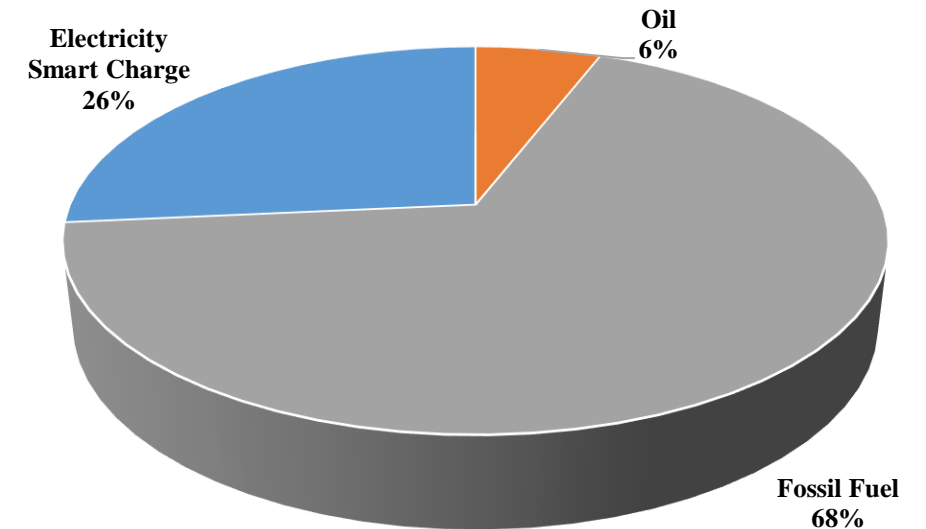
# Power to Gas: Campania case study

## Surplus without hydrogen



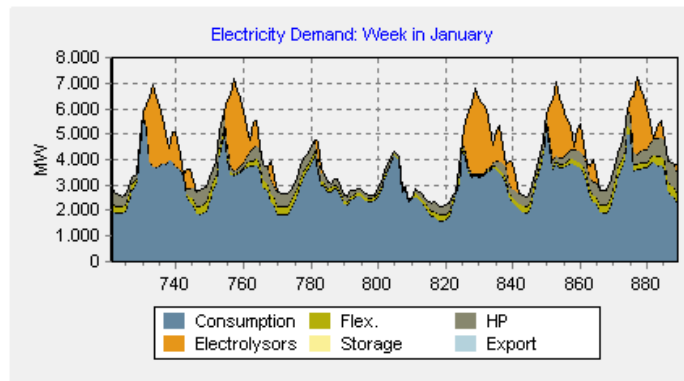
- Use of the critical excess of electricity production (2.4 TWh) to supply electrolyzers
- Mobility sector is still relying mainly on fossil fuels

## Mobility share scenario 2050 (export of surplus electricity)



# Power to Gas: Campania case study

**Scenario I**

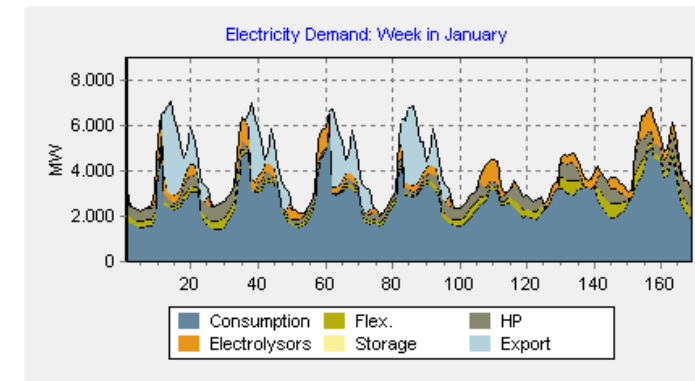


H<sub>2</sub> demand trend equal to the surplus one  
Total abatement of surplus



10% share of transport sector  
84% CO<sub>2</sub> emission reduction  
Electrolyzer capacity of around 5 GW

**Scenario II**



Hydrogen demand based on traffic survey  
10% share of transport sector



47% abatement of surplus  
81% CO<sub>2</sub> emission reduction  
Minimum electrolyzer capacity of 1,3 GW

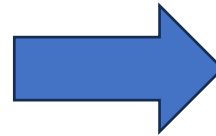
# Power to Gas: Campania case study

## Assumptions

- Green hydrogen only scenario, using the new installed technology (scenario 2050)
- Hydrogen production with alkaline electrolyzers (efficiency= 51,2 kWh<sub>el</sub>/kg H<sub>2</sub>, or 65%)
- Hydrogen is used in mobility, replacing fossil fuels
- Export reduction

## Power to Gas: Campania case study

Parameters	Value
Hydrogen demand (kt/y)	47
Electric energy (GWh/y)	2412

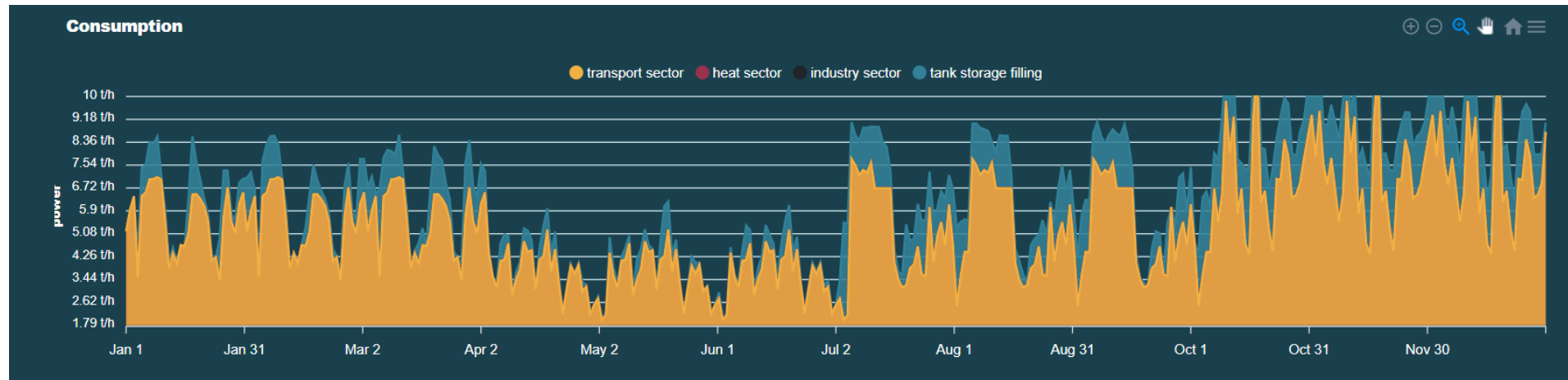


**Validated against  
EnergyPLAN results**

Parameters	Value
CO <sub>2eq</sub> (kt/y) due to wind power factor emission	28
Specific emission factor (CO <sub>2eq</sub> kg/H <sub>2</sub> kg)	0.46
CO <sub>2</sub> emissions reduction (%)	97

# Power to Gas: Campania case study

Parameters	Capacity Value	Investment costs (M€)	KPI	Capacity Value
Electrolyzers (t/h)	8,61	270	Hydrogen supply costs (€/kg)	3,21
Storage tank (t)	195	530	Pay back (y)	5
Wind (MW)	544	743		



## Power to Gas: Campania case study

- There is room for further emission reductions and a means to utilize surplus electricity generated by RES
- Customized dataset for Campania region
- Different types of conversion technologies and the production of electrofuels





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# Thank you!