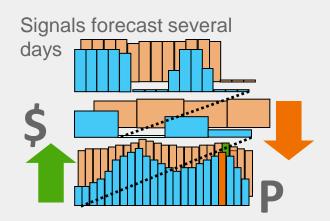
# **Transactive Energy**



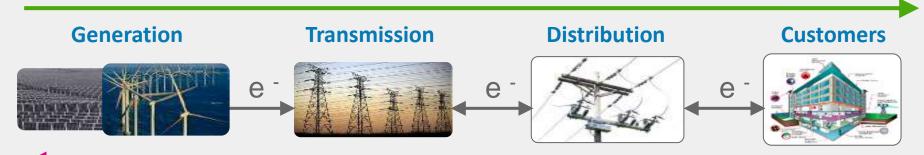
# Project Introduction – Transactive Energy

An overlay approach utilizing <u>economic</u> <u>value</u> as a distributed control signal (don't assume it's a price signal!)

 All business and operational objectives and constraints can be assigned a value, and thereby incorporated into the signal



Transactive Incentive Signal (TIS): Reflects true cost of electricity at any given point



Transactive Feedback Signal (TFS): Reflects anticipated consumption in time





### **Transactive Energy**

### Challenge

Introduce technology to manage diverse devices and systems to manage Distributed Energy Resources along the electricity supply chain to increase energy delivery and consumption

### **Problem**

- Need for increased reliability due to aged grid infrastructure
- Managing Green House emissions from coal powered plants
- Technology changes resulting in centralized to distributed power generation and management
- Lack of interoperability due to one way power deliver systems and architectures

### Solution

- •Real-time grid device automation
- •Renewable generation incentives and mandates
- •Distributed Energy Resources
- Micro generation, distributed energy storage, EV, solar, wind generation and demand response
- •Transactive Energy feedback signal (TES) to maximize power delivery and consumption

### Benefits

#### Societal

- Consumer engagement
- Empowerment and control
- Environmental Sustainability

#### Commercial

- Support 30% carbon reduction by 2030
- Renewable job growth of ~15%
- Utility / Carrier Public Private Partnership

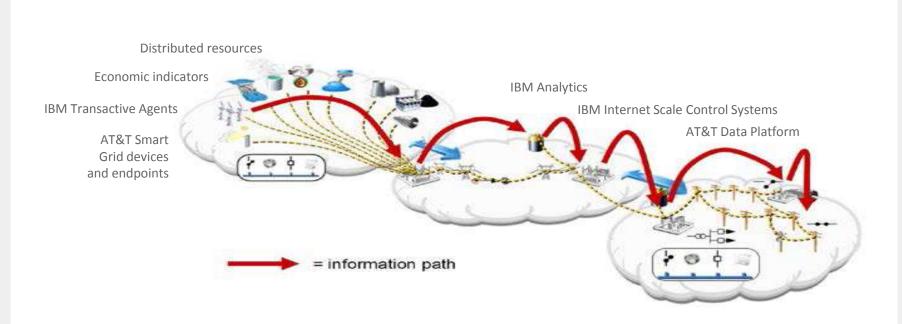
#### Goal

Overlay Transactive Control Nodes (intelligent software agents) in smart grid devices to manage Transactive Incentive and Feedback Signs to manage DER assets in electricity supply chain





### **Transactive Energy Management**



Manage diverse devices, systems and control signals along the electricity supply chain

- Environmental sustainability
- Reduce carbon footprint
- Interoperate across systems
- Reduce outages

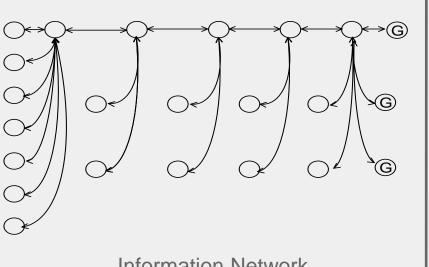
- Reduce outages
- Empower consumers
- Improve reliability and efficiency of electric system





# Propagation of the Incentive and Feedback Signals

Incentive and feedback signals propagate through an information network (the Transactive Control System) that overlays the electrical network; the signals are modified by Transactive Control Nodes (software agents) that manage assets in the electric system or customer premises







Physical Network





# **Transactive Energy Scenario**

