

# Portfolio Modeling for Siting Offshore Wind Farms

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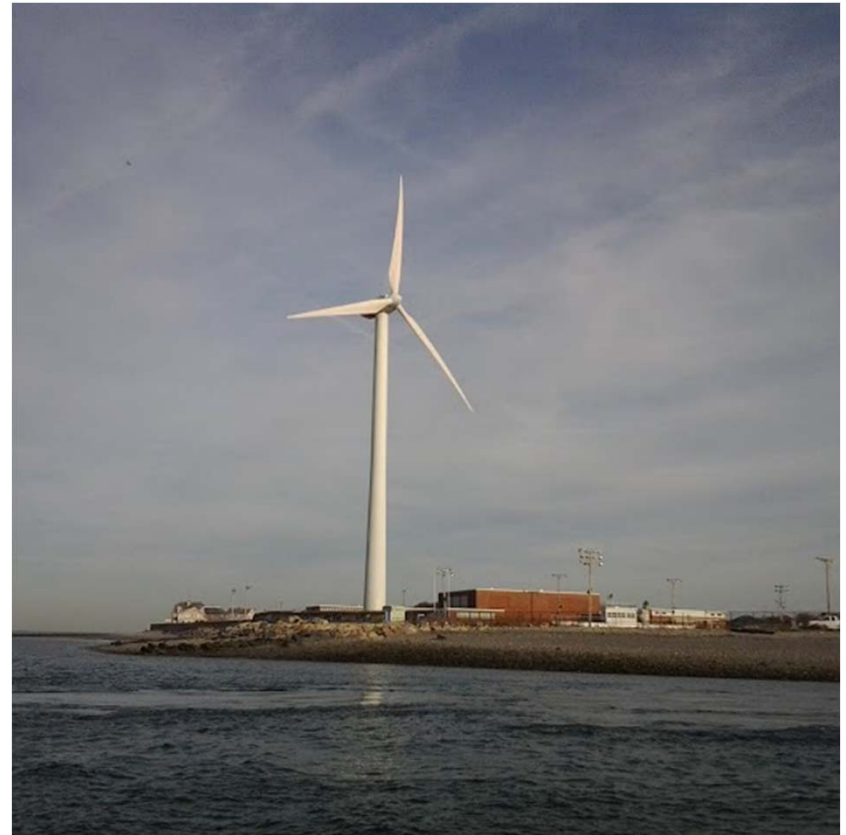
IGERT Seminar April 2, 2015



# Siting Offshore Wind Energy

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- Multicriteria Optimization Problem
  - Values
  - Tradeoffs
  - Outcomes



# Part 1

Economics:  
Maximizing Profit



# Modeling Wind Farm Interactions - Economics

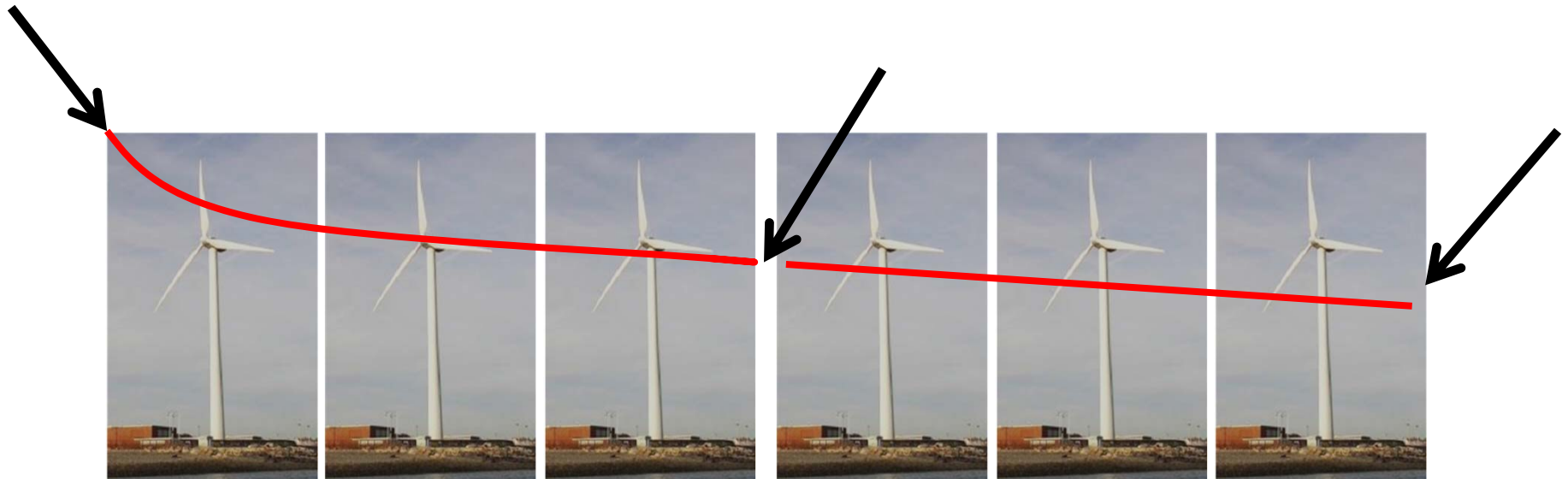
$$U_d = U_0 e^{ad}$$



Barthelmie et. al. 2010; Barthelmie and Jensen 2010; Henderson et. al. 2010; Johnson et. al. 2009; Jensen 1983; Katic et. al. 1987; Nygaard 2014; Phillips et. al. 2010; Schlez and Neubert 2009; Smith et. al. 2011.

# Modeling Wind Farm Interactions - Economics

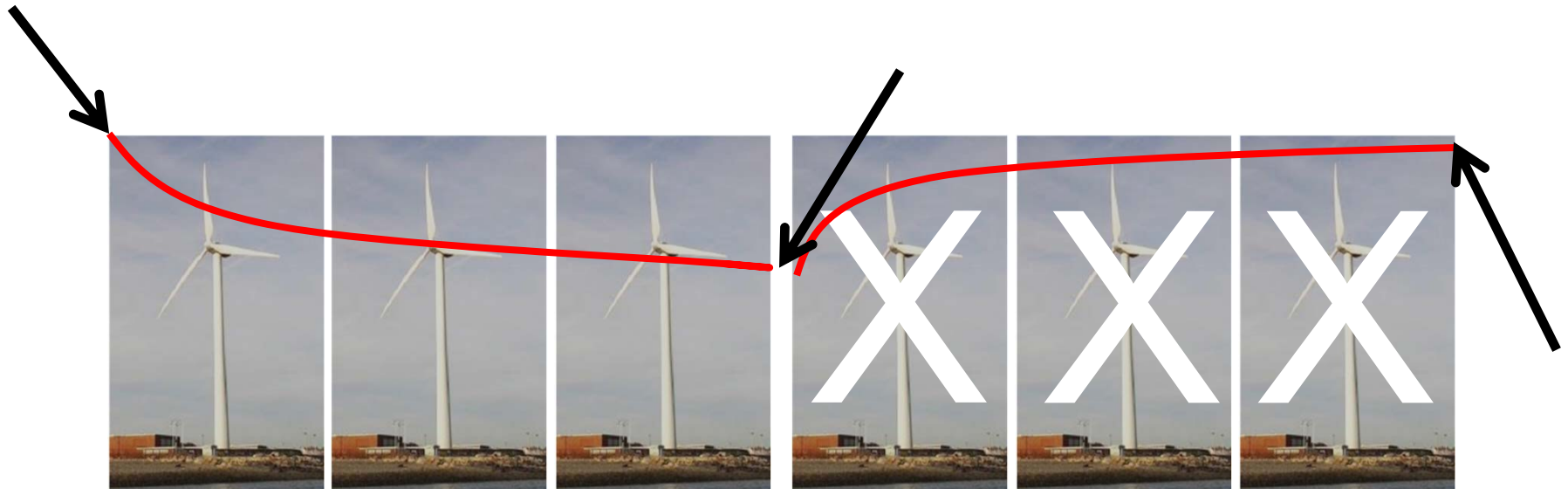
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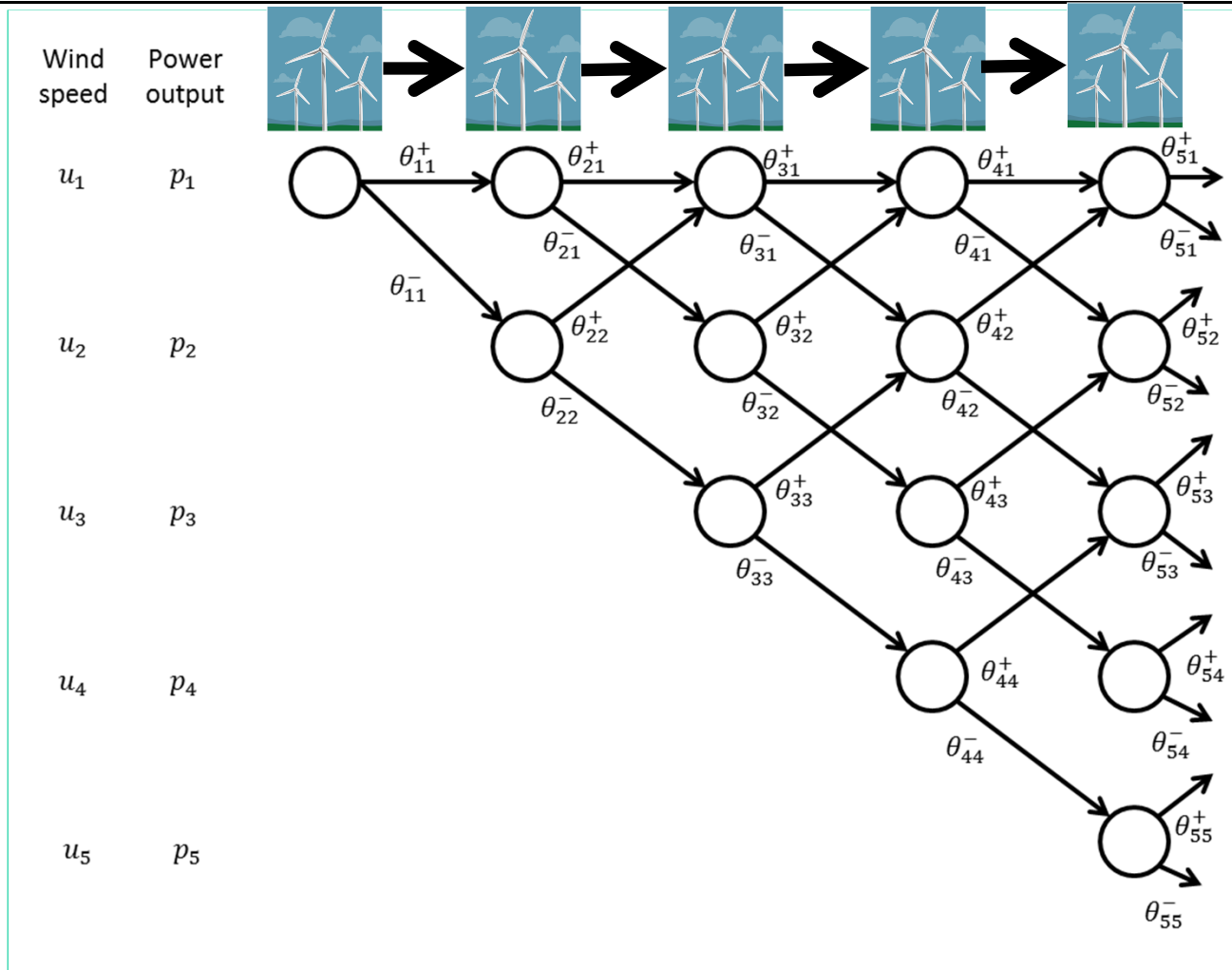
# Modeling Wind Farm Interactions - Economics

$$U_d = U_0 e^{ad}$$

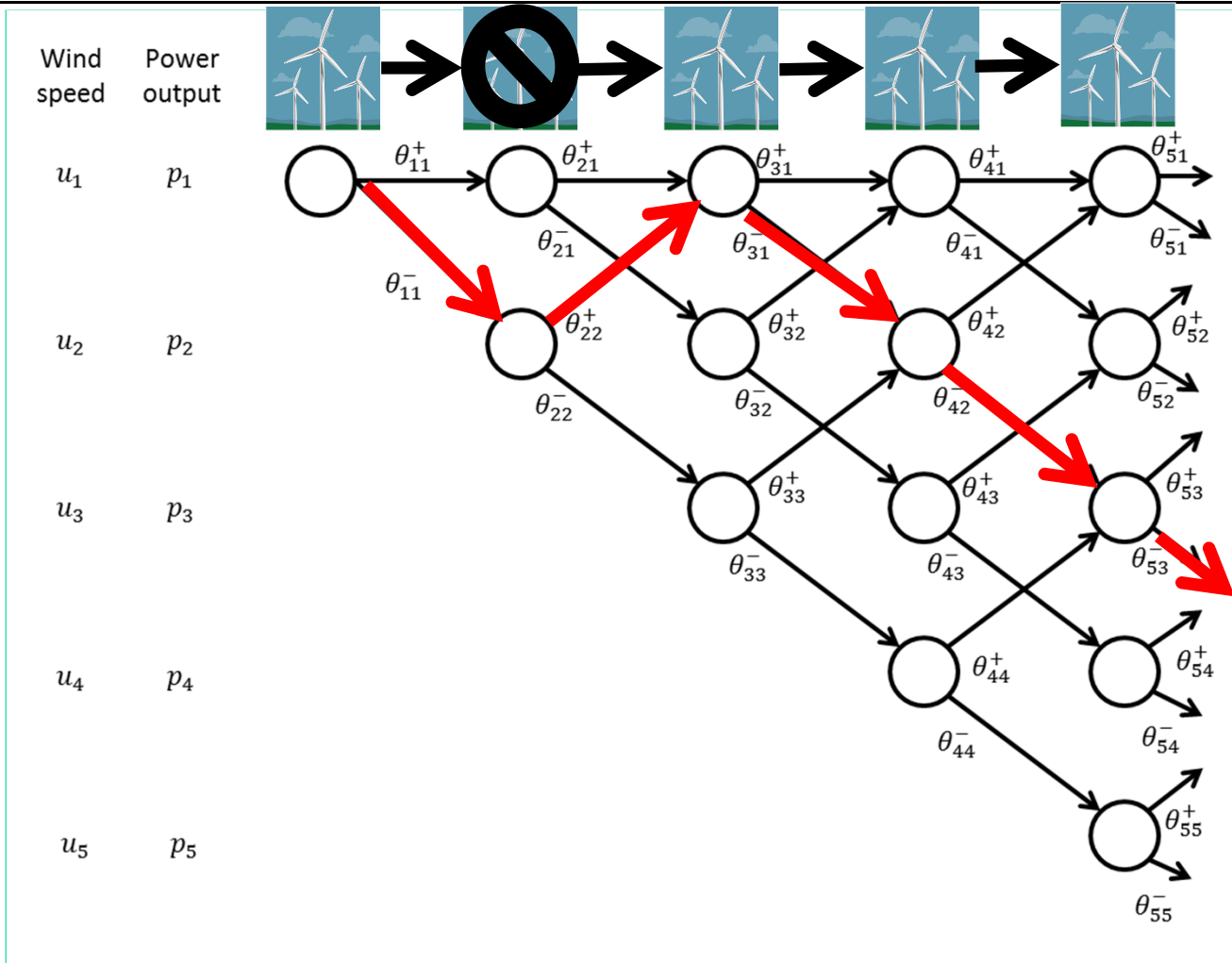


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# Network Model



# Network Model





## Network Model

$$\max_Z (R\bar{P}(Z)hv - \sum_{(x,y) \in G} C_{x,y} z_{x,y})$$

$$\bar{P}(Z) = \sum_{\omega \in \Omega^{\rightarrow}} f(\omega) \sum_{y=1}^{\bar{y}} P_y^{\rightarrow}(\omega, z_{:,y})$$

$$+ \sum_{\omega \in \Omega^{\leftarrow}} f(\omega) \sum_{y=1}^{\bar{y}} P_y^{\leftarrow}(\omega, z_{:,y})$$

$$+ \sum_{\omega \in \Omega^{\uparrow}} f(\omega) \sum_{x=1}^{\bar{x}} P_x^{\uparrow}(\omega, z_{x,:}) + \sum_{\omega \in \Omega^{\downarrow}} f(\omega) \sum_{x=1}^{\bar{x}} P_x^{\downarrow}(\omega, z_{x,:})$$

$$z_{j,y} = \sum_{i=1}^j \theta_{ji}^-(\omega, y), \forall j = 1, \dots, \bar{x}$$

$$\theta_{11}^+(\omega, y) + \theta_{11}^-(\omega, y) = 1$$

$$\theta_{11}^+(\omega, y) = \theta_{21}^+(\omega, y) + \theta_{21}^-(\omega, y)$$

$$\theta_{j-1,1}^+(\omega, y) + \theta_{j-1,2}^+(\omega, y) = \theta_{j,1}^+(\omega, y) + \theta_{j,1}^-(\omega, y) \quad \forall j = 3, \dots, \bar{x}$$

$$\theta_{j-1,i+1}^+(\omega, y) + \theta_{j-1,i-1}^-(\omega, y) = \theta_{j,1}^+(\omega, y) + \theta_{j,1}^-(\omega, y) \quad \forall j = 4, \dots, \bar{x}, i = 2, \dots, j-2$$

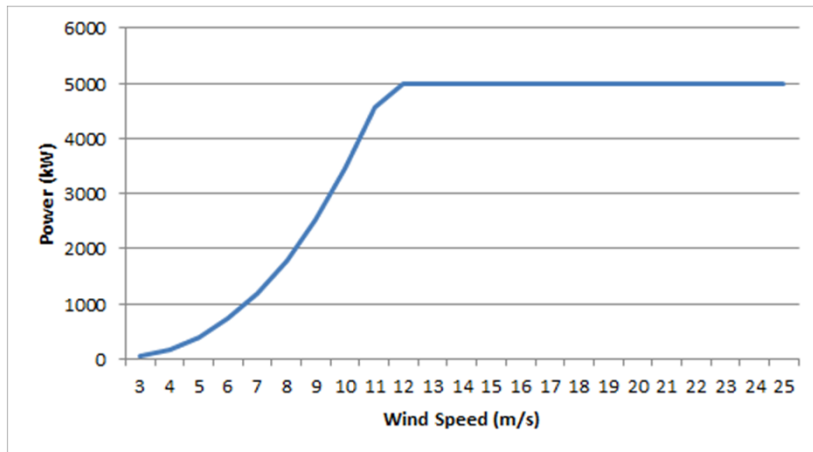
$$\theta_{j-1,j-1}^-(\omega, y) = \theta_{j,j}^+(\omega, y) + \theta_{j,j}^-(\omega, y) \quad \forall j = 2, \dots, \bar{x}$$

$$\theta_{j-1,j-2}^-(\omega, y) = \theta_{j,j-1}^+(\omega, y) + \theta_{j,j-1}^-(\omega, y) \quad \forall j = 3, \dots, \bar{x}$$

- Objective function
- Average power value

- Network constraints

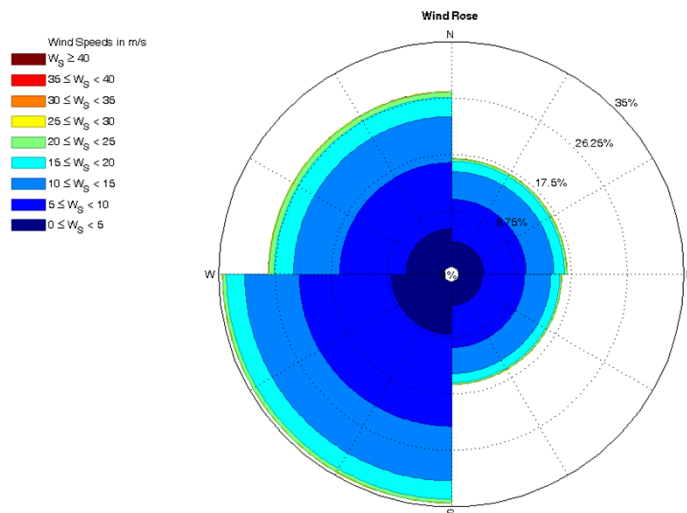
## Application



Top Left: NREL 5MW power curve

Bottom Left: Wind rose for the Gulf of Maine with four wind direction bins.

Table 1: Joint and marginal probabilities for three divisions of wind speed and four of wind direction. Expected wind speed of the bins is {3.76, 8.80, 15.72} m/s.

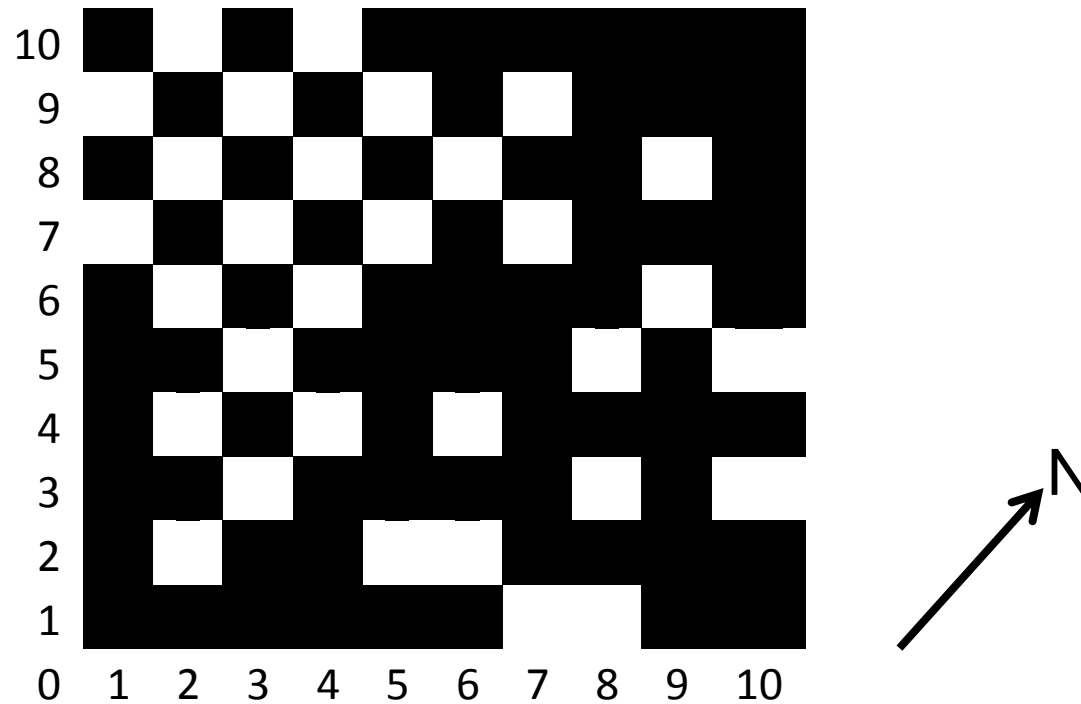


	Low $U < 6$	Mid $6 \leq U < 12$	High $U \geq 12$	Total
SE	0.0659	0.0750	0.0290	0.1699
SW	0.1098	0.1858	0.0702	0.3658
NW	0.0749	0.1147	0.1008	0.2904
NE	0.0556	0.0754	0.0430	0.1740
Total	0.3061	0.4509	0.2430	1

Jonkman,2009; NOAA National Data Buoy Center (NDBC)

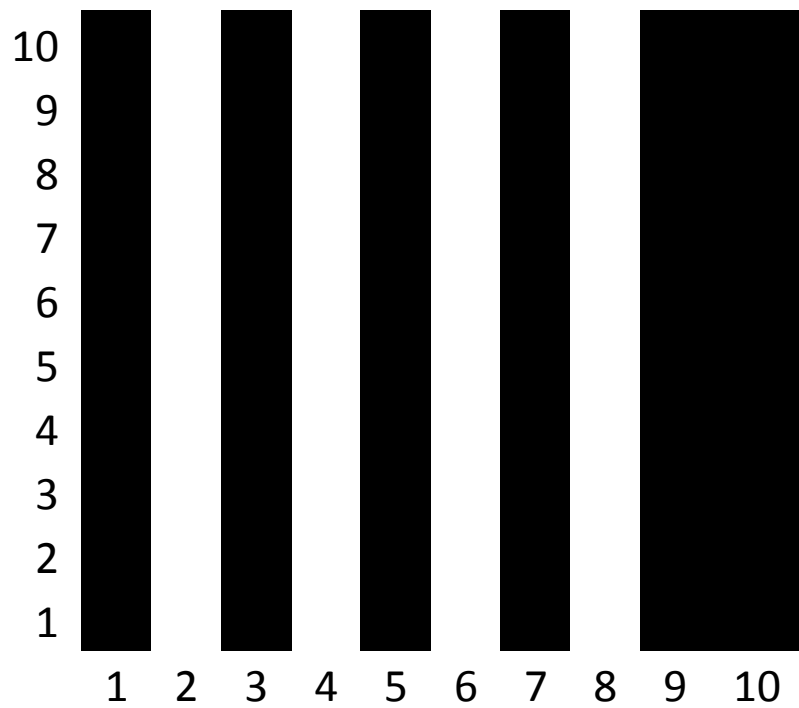
## Results

Results using Gulf of Maine distribution  
with three wind speeds and four directions.  
Black indicates a wind farm.

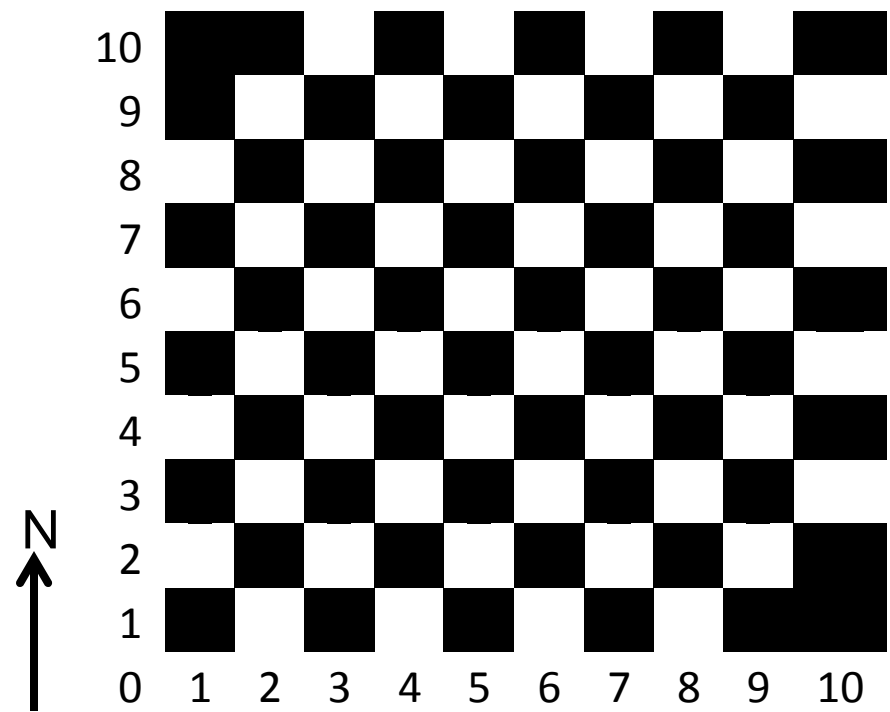


# Results

West wind only, 8.8 m/s

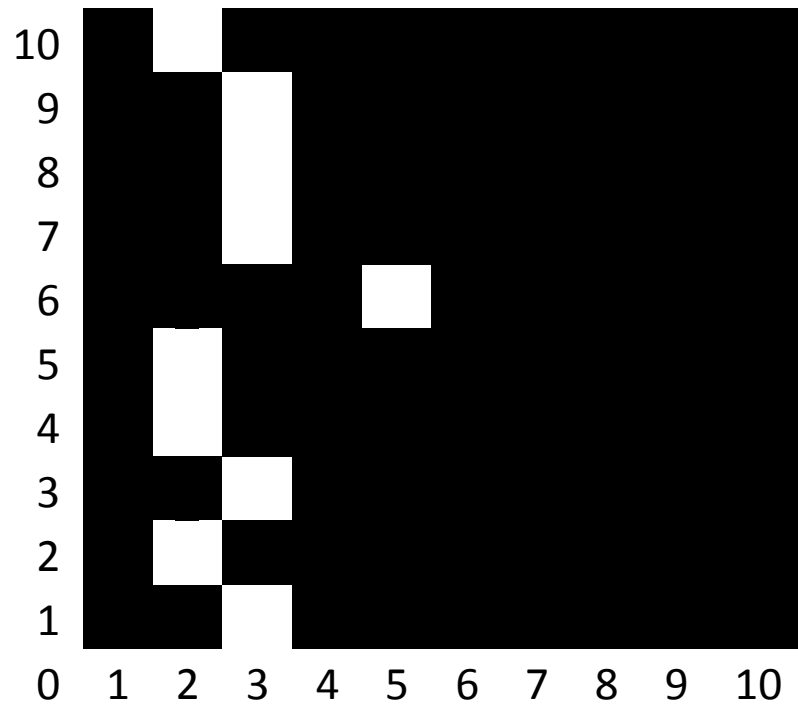


Wind from all four cardinal directions with equal frequency, 8.8 m/s

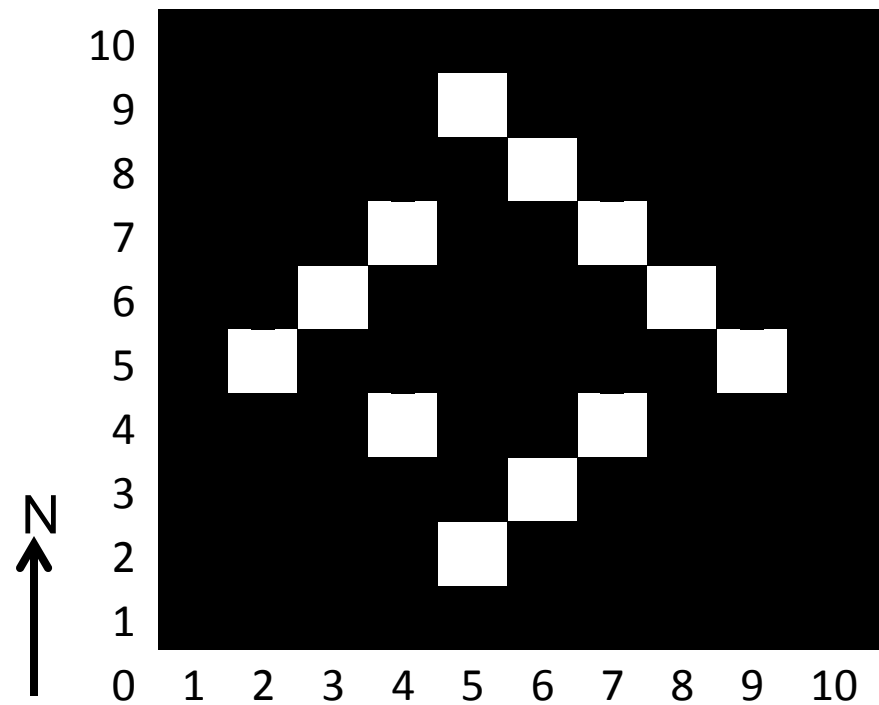


# Results

West wind only, 15.72 m/s

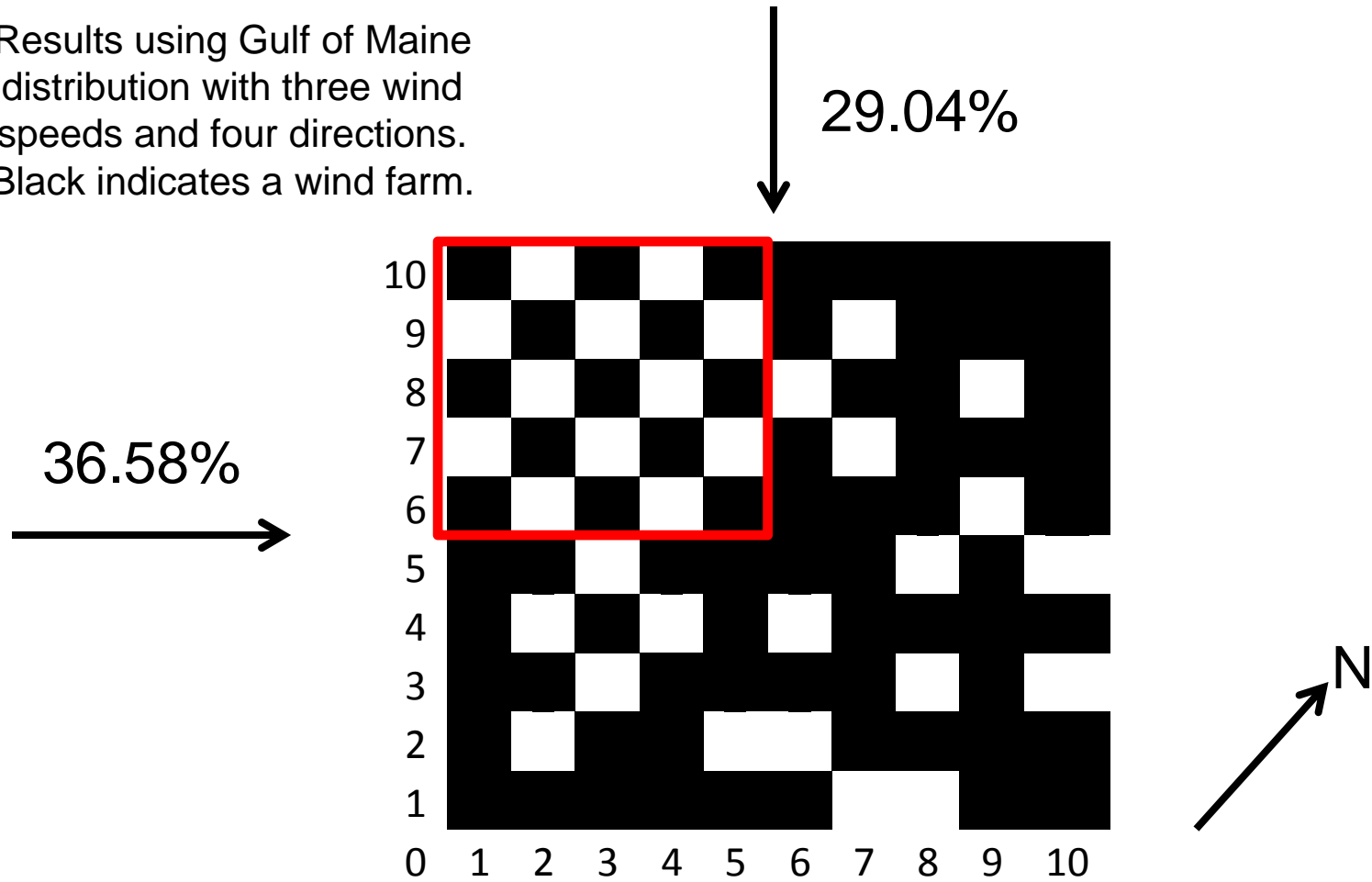


Wind from all four cardinal directions with equal frequency, 15.72 m/s



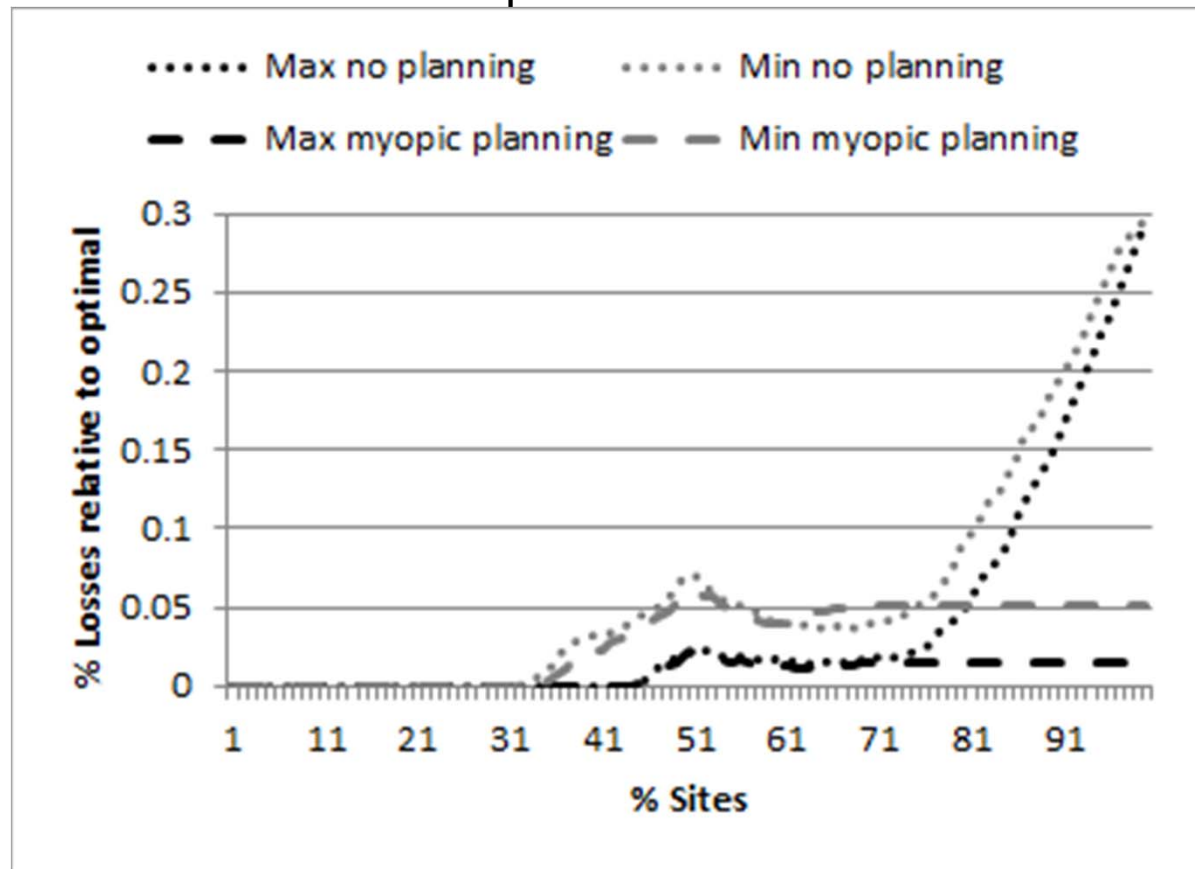
# Results

Results using Gulf of Maine distribution with three wind speeds and four directions. Black indicates a wind farm.



## Value of the Portfolio Approach

The no planning model chooses sites for their economic value, the myopic planning model assesses their impact on the total value of all sites.



## Part 2

Environment:  
Ecological Value

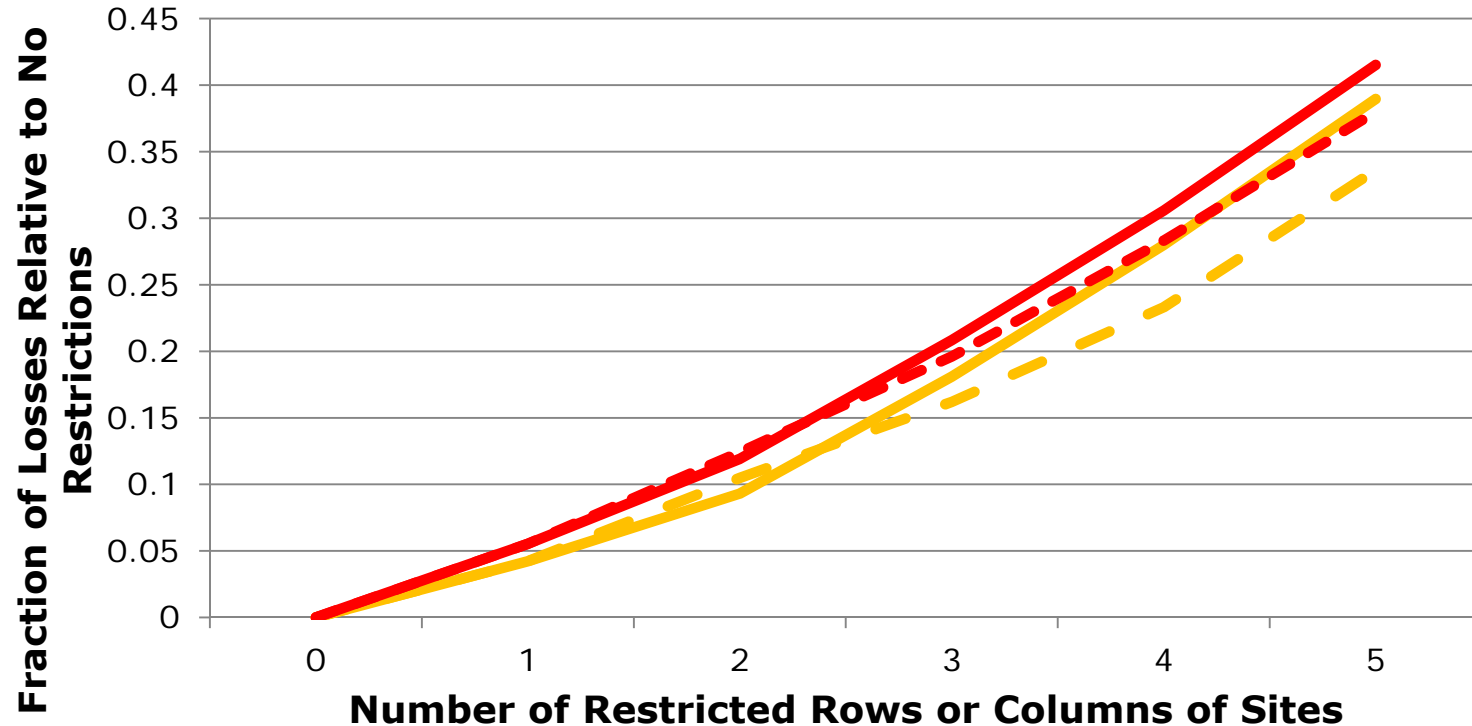




# Results

Losses in profit from restricting sites. Columns are perpendicular to predominant wind direction, rows are parallel to predominant wind.

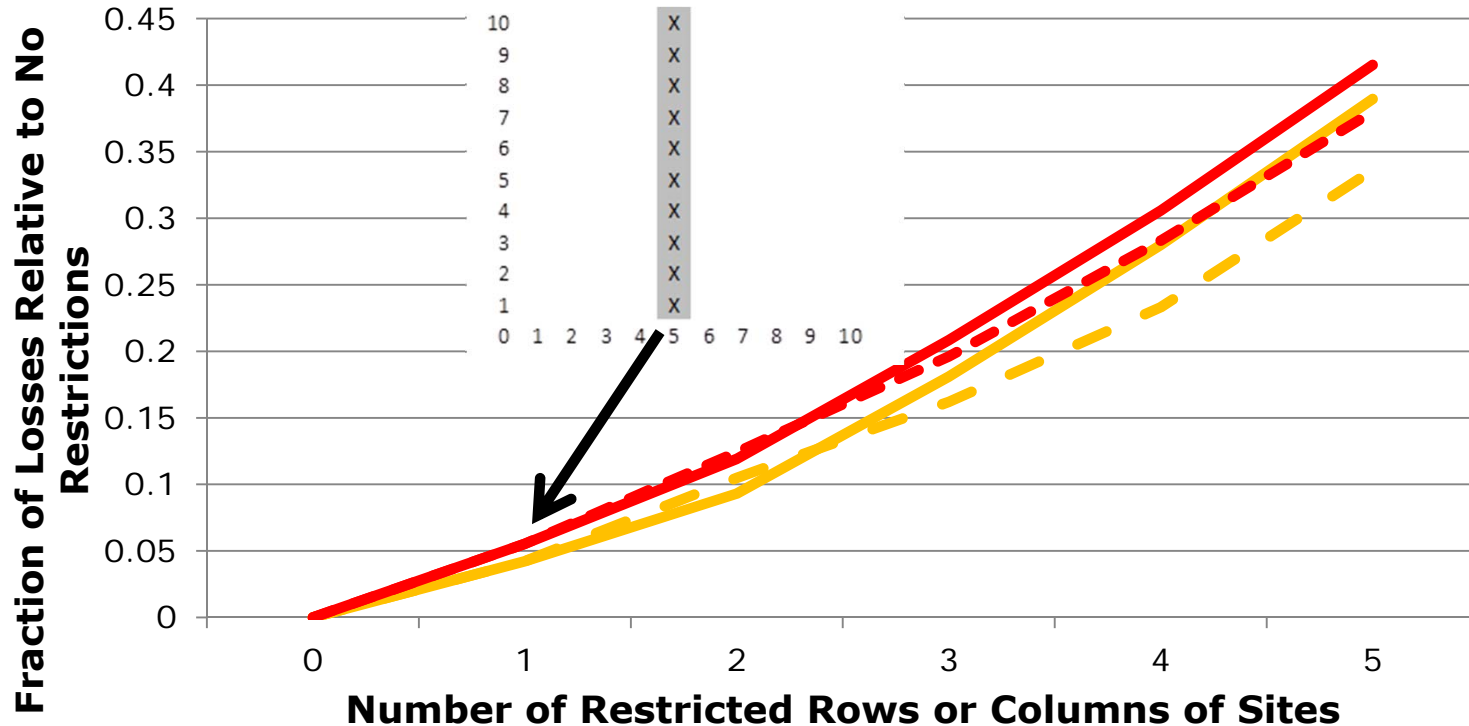
- Neighboring Columns
- - - Non-Neighboring Columns
- Neighboring Rows
- - - Non-Neighboring Rows



# Results

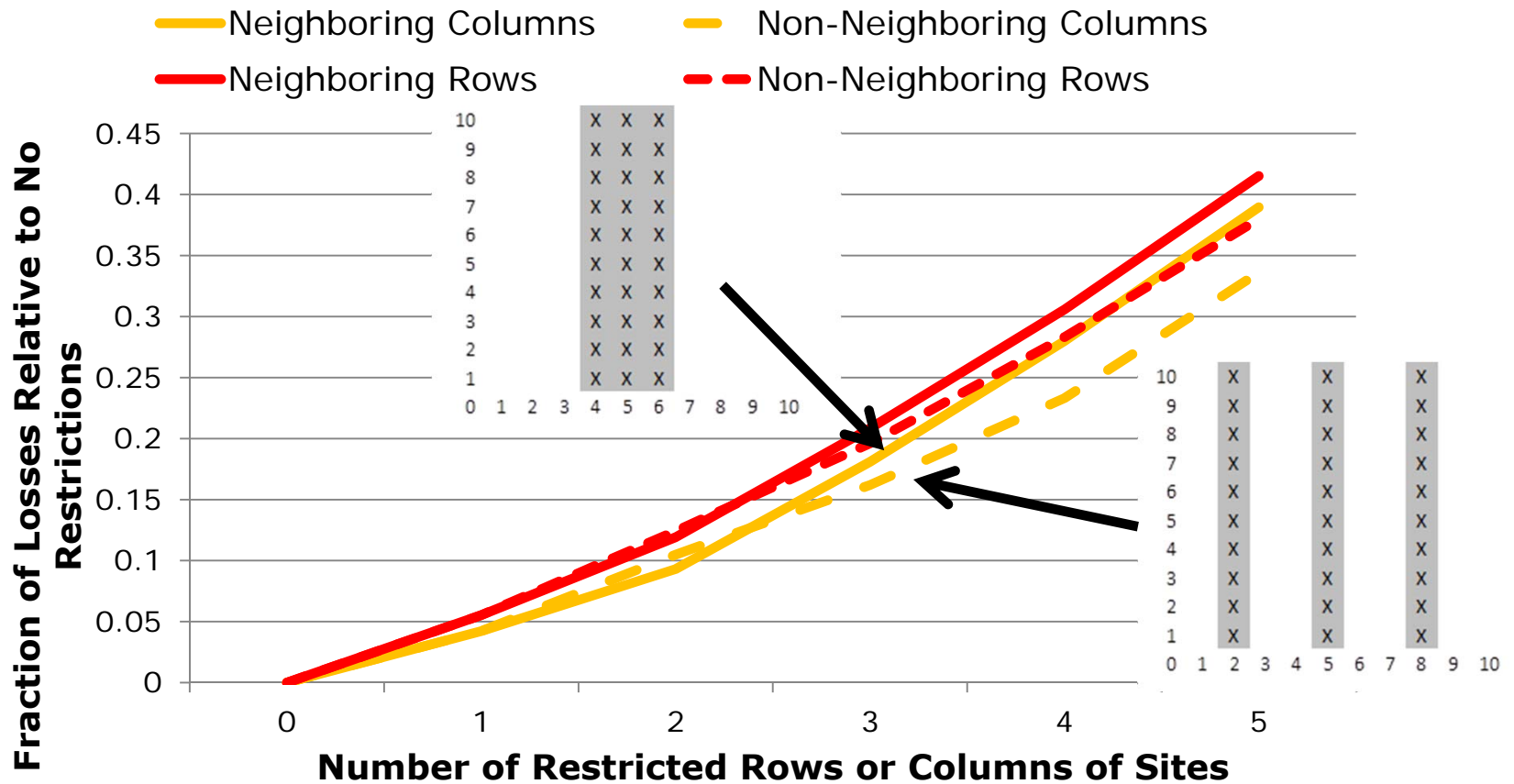
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## Results

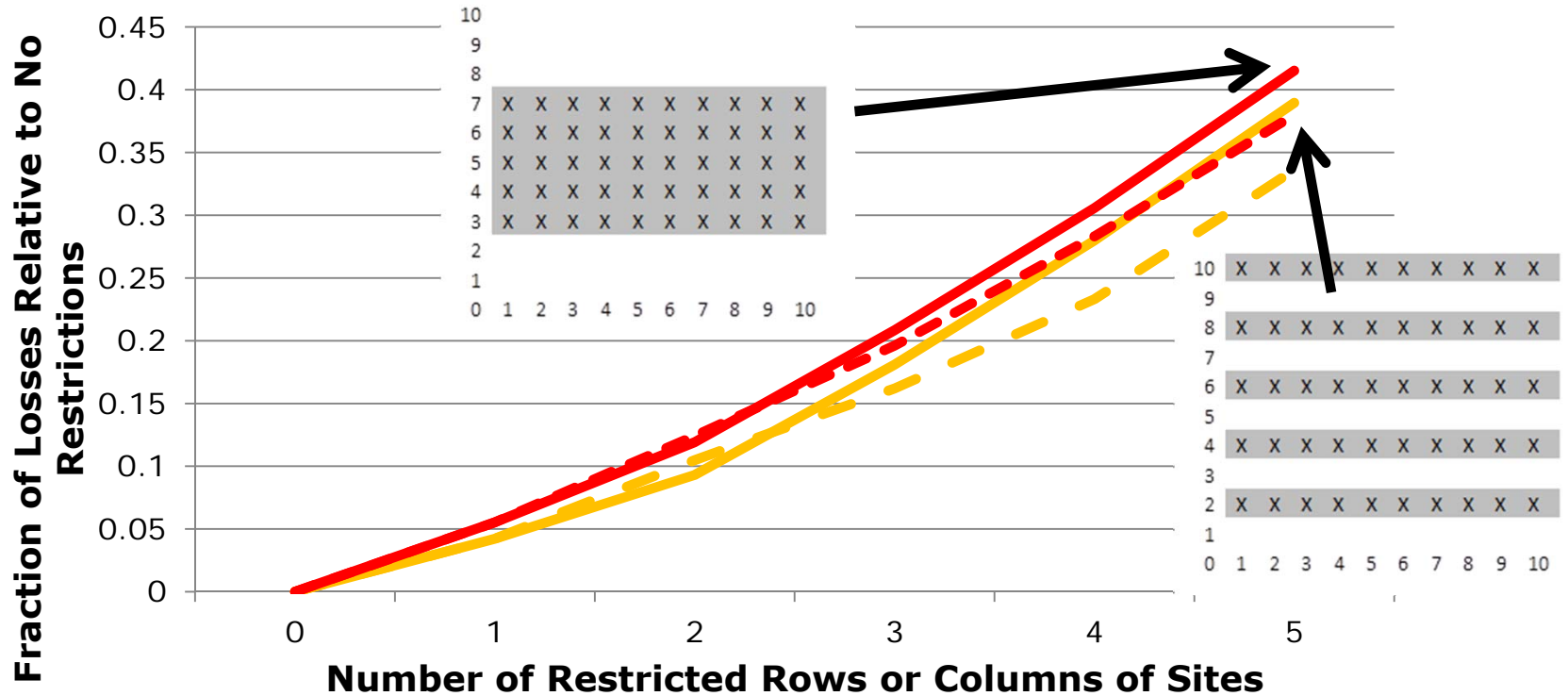
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## Results

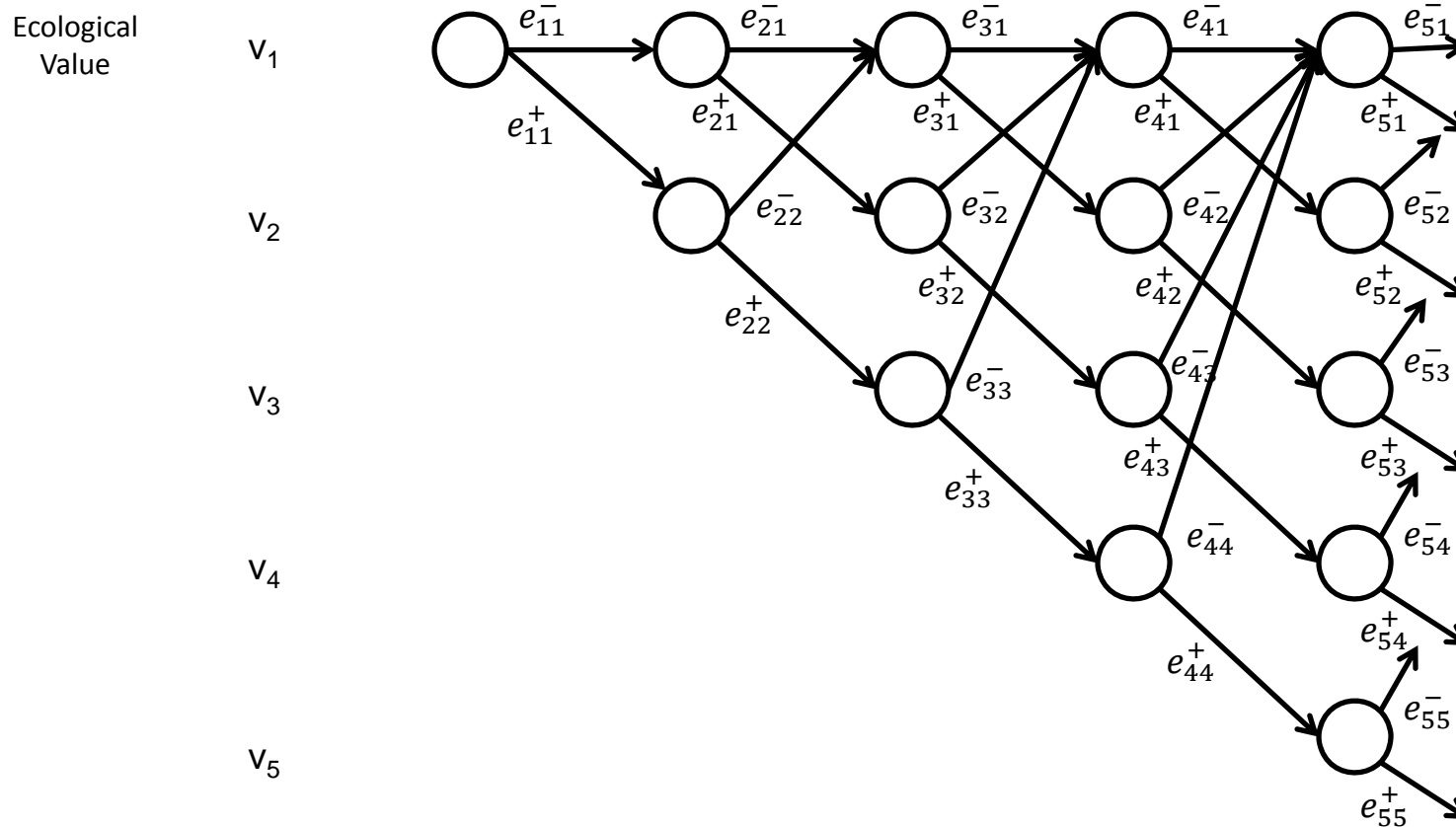
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- Neighboring Columns
- Neighboring Rows
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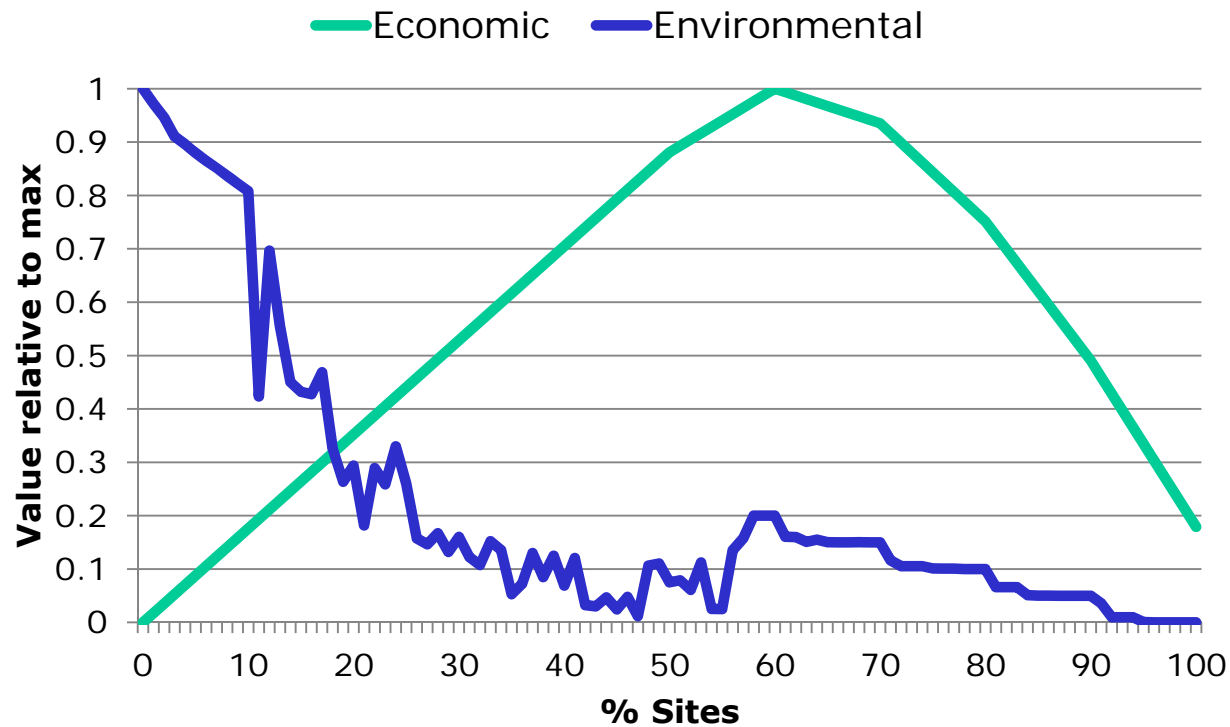
# Environmental Value

- Maximize continuous open area



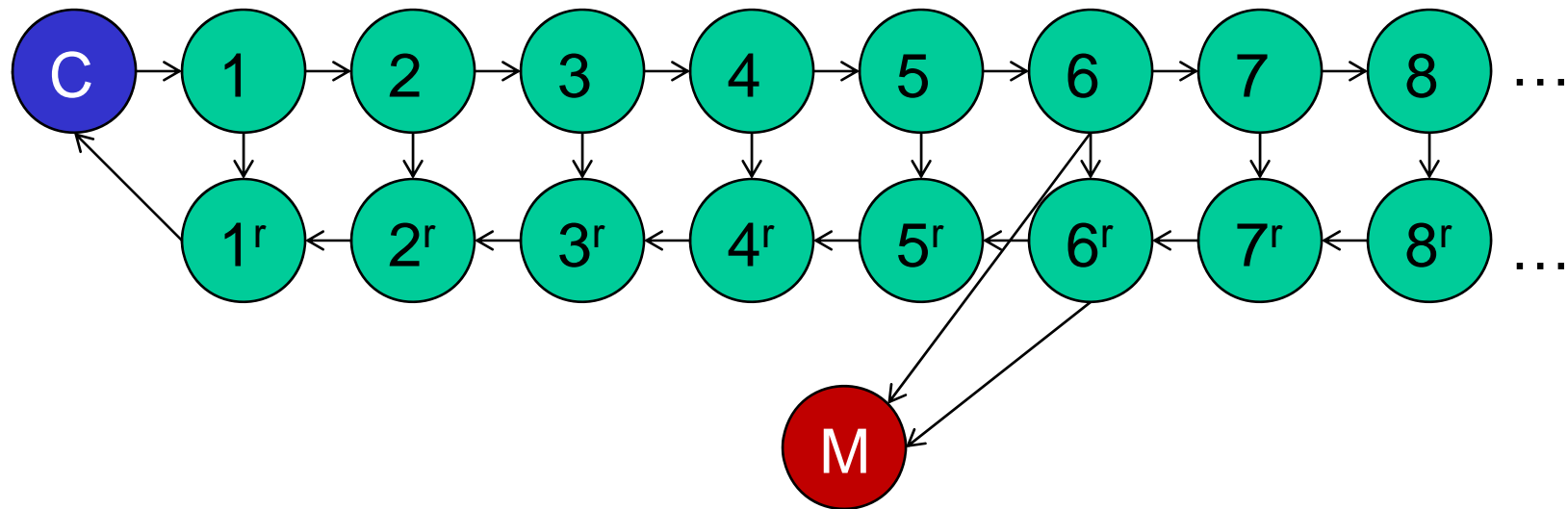
## Trade Offs

- Trading off between open space and profit value



## Modeling Avian Movement

- Markov model with colony, outgoing, inbound, and mortality states
- Mortality state is connected to location of a wind farm



# Part 3

## Outcomes





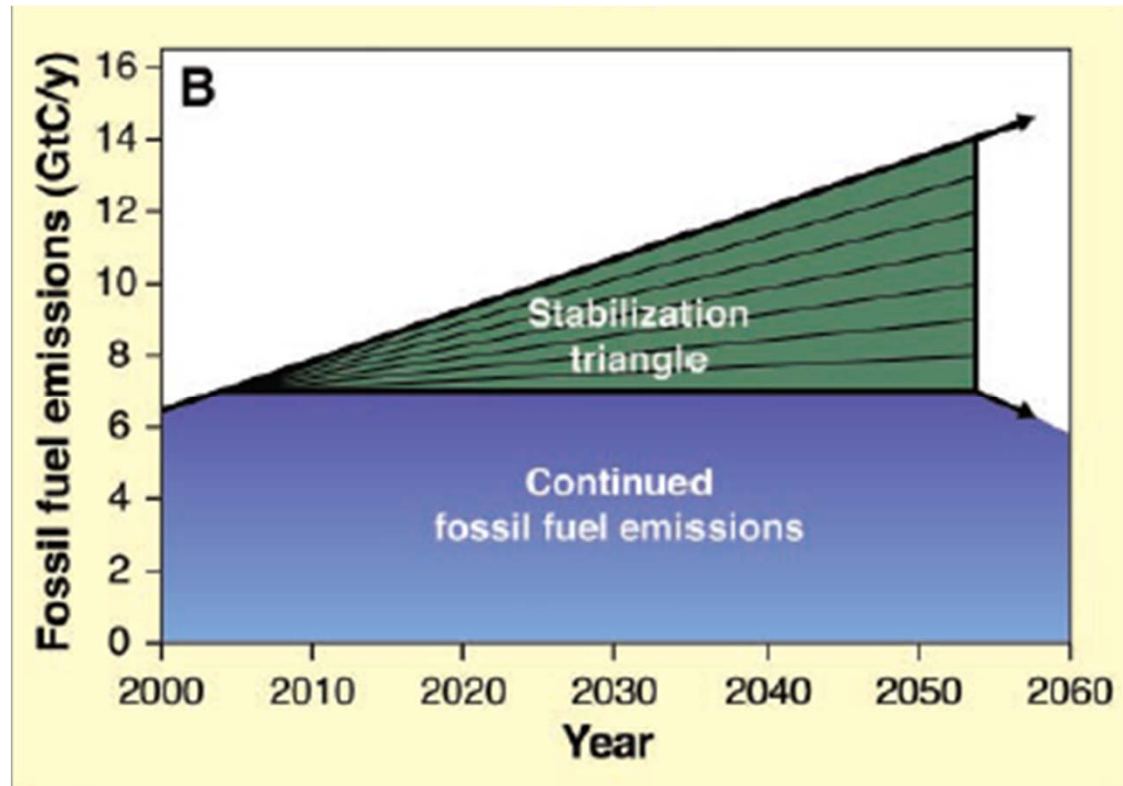
## Ranking Economics and Environmental

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- If economics > environment
  - Excellent wind resources
  - High electricity prices
  - High demand
- If environment > economics
  - Sensitive habitat
  - Endangered or threatened species
  - High aesthetic value

## Outcomes

- Global Change Assessment Model
  - How does wind contribute in different scenarios?



Pacala and Socolow 2004

## Acknowledgements

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- This work is partially supported by the NSF-sponsored IGERT: Offshore Wind Energy Engineering, Environmental Science, and Policy (Grant Number 1068864).
- Thank you to my collaborators from Aalto University, Juuso Liesiö and Ahti Salo

Thank You!

# Questions?