

#### Foundations of HOMER Pro Economic Optimization of Hybrid Renewable Microgrids with HOMER<sup>®</sup> Pro

# **Objectives / Agenda**

- Introductions
- Describe HOMER Pro's SOS: Simulation—Optimization—Sensitivity paradigm
- Familiarize you with the user interface
- Lessons:
- 1. Conceptual/prefeasibility analysis with HOMER Pro • Quick & easy
- Refined analysis

   Detailed load data & specific components
- 3. Detailed costing
- 4. Larger systems with multiple generators
  - Dispatch strategies & operating reserve



# Before we begin

You should have HOMER Pro installed and licensed

On your USB Drive

 HOMER files for each lesson
 HOMER Pro Foundations Presentation
 HOMER Pro Foundations Student Training Guide
 Description of HOMER Products & Services

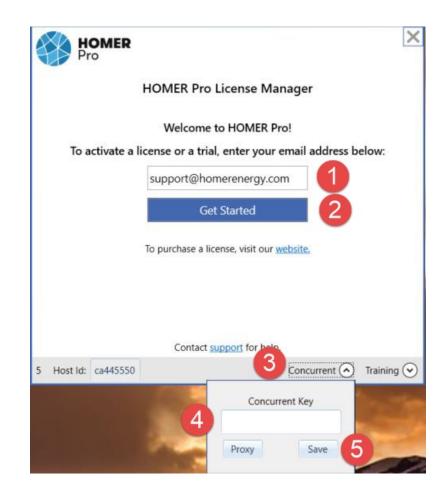




## To Activate License:

- Double-click Install file on USB drive

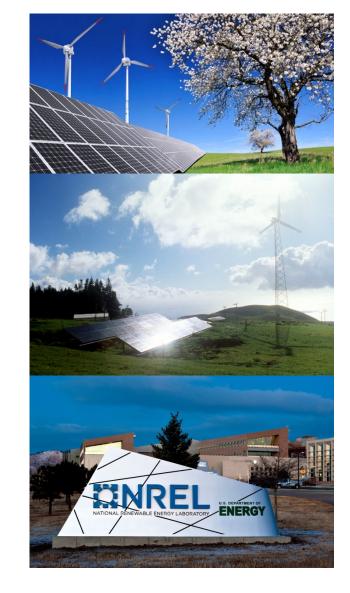
   "HomerPro-3.13.1\_x64.msi" or
   "HomerPro-3.13.1.msi" if your Windows is 32 bit
- Open HOMER Pro
- 1. Enter your email address
- 2. Do **NOT** click on Get Started
- 3. Click on down arrow next to "Concurrent"
- 4. Type Concurrent Key in popped up window • Concurrent key: 499884110507563003
- 5. Click Save





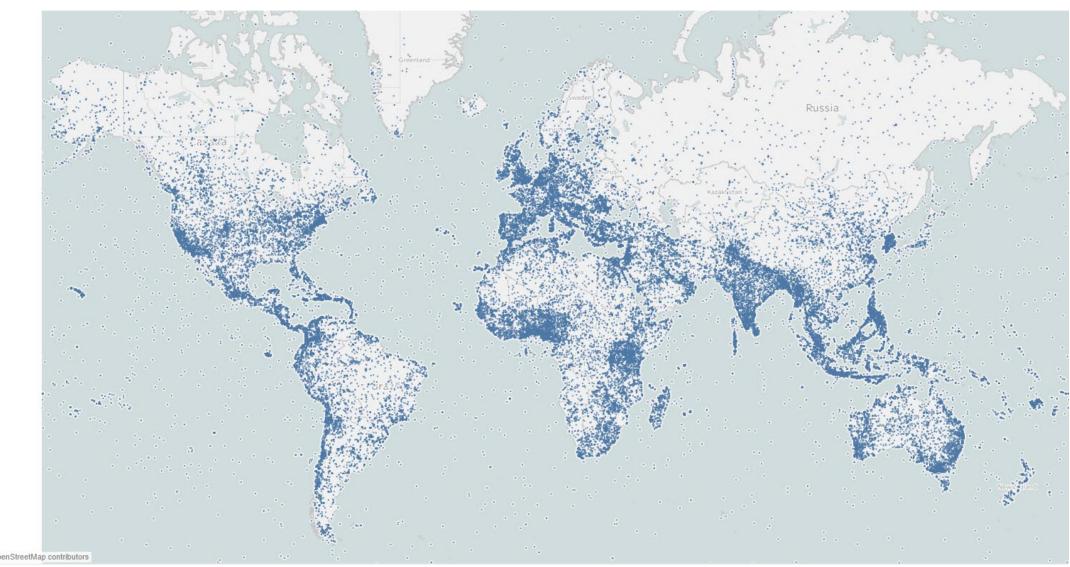
# The Microgrid and DER Modeling Experts

- Created at National Renewable Energy Lab (NREL) in 1992; privatized in 2009
- Exclusive developer and distributor of the HOMER<sup>®</sup> software suite
- The **trusted global standard** for economic analyses of hybrid system design



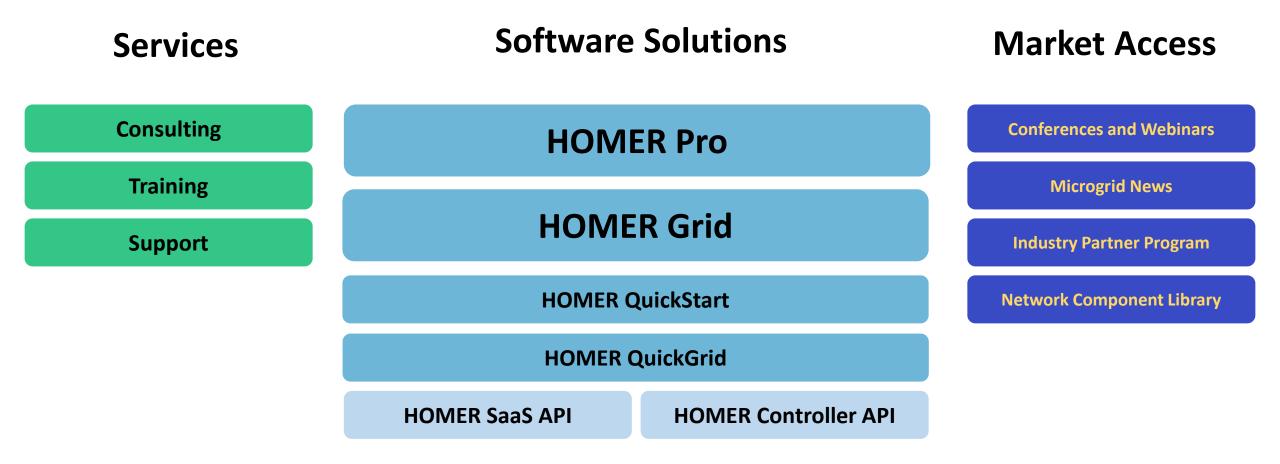


## 70,000+ microgrid projects in HOMER® Pro





#### **HOMER Solutions**





#### **HOMER Energy's Component Partners**











MICROGRID Systems Laboratory Accelerating Our Energy Future





# Get **insight** into the complexities and tradeoffs of **cost-effective**, **reliable microgrids and hybrid energy systems.**



# **Microgrid Markets**

- Off-Grid
  - Energy Access
    - No existing infrastructure
  - $_{\circ}$  Island & isolated utilities
    - Existing diesel-based power system
- Grid-Connected (behind the meter)
  - $_{\circ}$  Reliability & resilience
  - Utility cost management
    - Demand charge, TOU, and sellback restrictions







#### **Too Many Choices**

Solar Fuel Cells Wind Micro-turbines Hydro Geothermal Micro-grids Biomass Demand Response New Storage Techs. Load Management Electric les Smart grids **HOMER** Energy

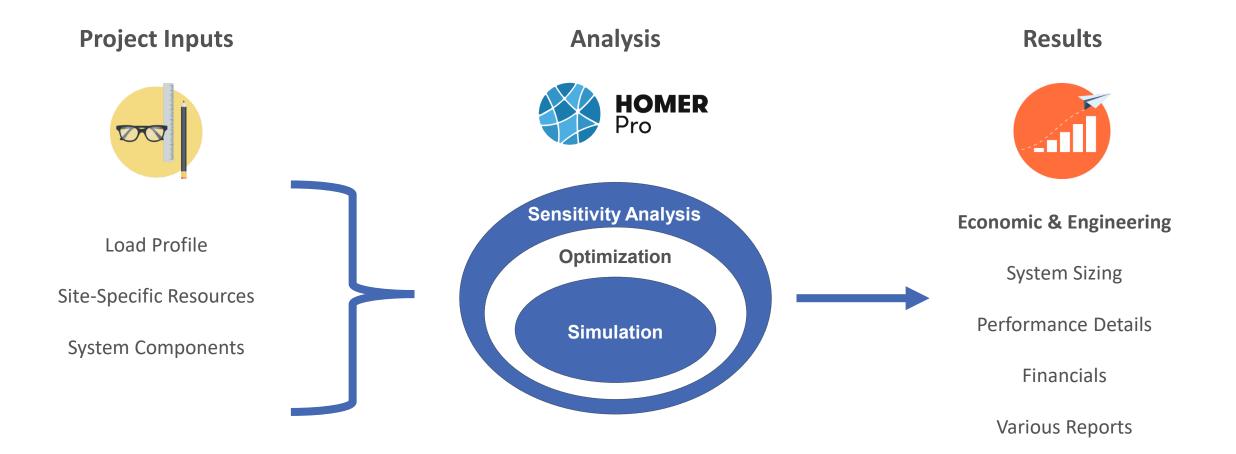
## What's Best?

- It depends on:
  - $\circ$  Resources
  - $\circ$  Loads
  - $_{\circ}$  Equipment prices
  - Equipment performance
- A Confused Mind Says "No!"
- HOMER fits the pieces together





### How Does HOMER Work





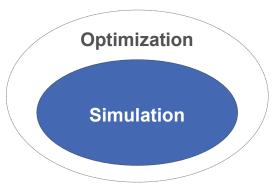




- Model system's operation in consecutive time-steps • 8,760 hours or
  - $_{\circ}$  525,600 minutes
- Calculate the total cost of the system over its lifetime
   CapEx Total installed capital cost
  - OpEx Operation, fuel, and maintenance (O&M) costs
  - Replacement costs

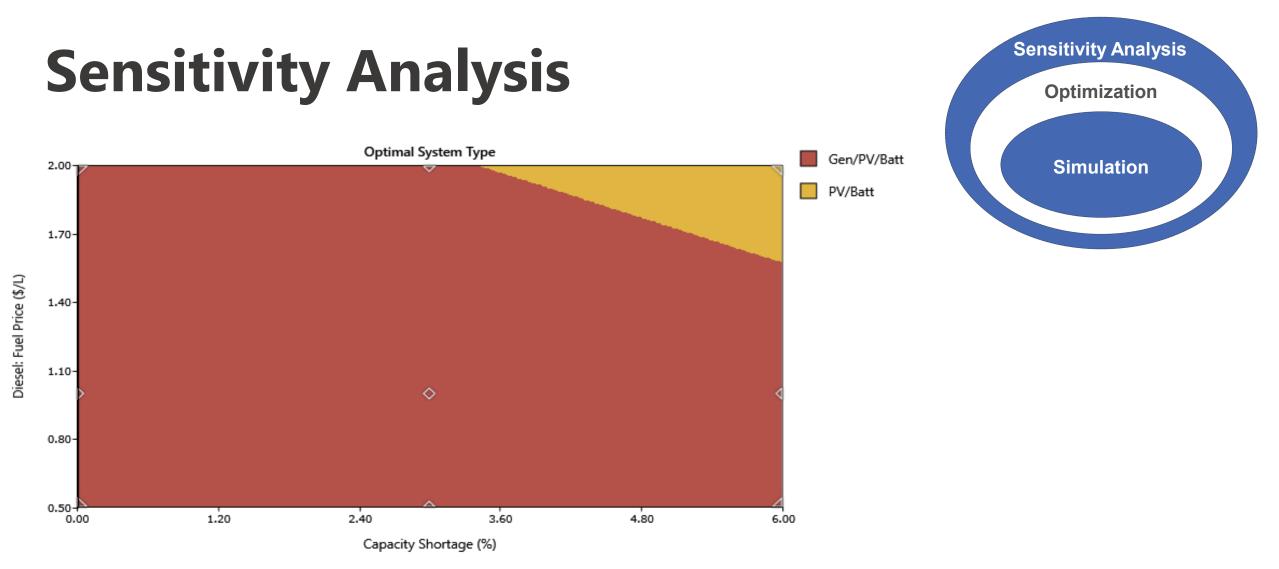


## Optimization



- HOMER runs many Simulations to determine an Optimal system
  - Optimal means lowest Net Present Cost (NPC), the present value (in \$) of all costs over the lifetime
  - Results can be sorted on many other criteria





• Vary the assumptions in the HOMER model to determine impact on the Optimal system



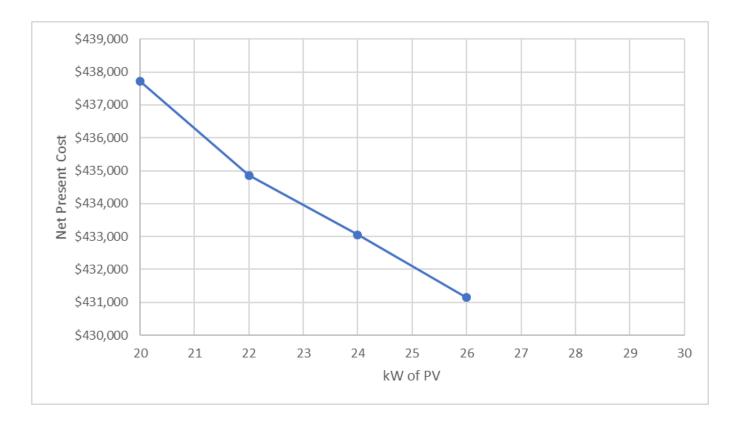
# Before we begin

- I will demonstrate each lesson first, then you will use the Student Guide to create your own HOMER file.
- Questions
  - $_{\odot}$  Please raise your hand if you have any questions
  - ∘ I will keep an "ideas parking lot" in a Word document
    - For important ideas that we will re-visit later





#### Search space may be insufficient



Is 26 really the optimum? It is at the edge of the search space, so we can't tell.



#### Make search space bigger

