Digital Object Identifier:10.11989/JEST.1674-862X.80727111

Energy-Efficient Operation of Water Systems through Optimization of Load Power Reduction in Electricity Markets

Chouaïb Mkireb* | Abel Dembele* | Antoine Jouglet* | Thierry Denoeux

Abstract—Demand response (DR) is gaining more and more importance in the architecture of power systems in a context of flexible loads and high share of intermittent generation. Changes in electricity markets regulation in several countries have recently enabled an effective integration of DR mechanisms in power systems. Through its flexible components (pumps, tanks), drinking water systems are suitable candidates for energy-efficient DR mechanisms. However, these systems are often managed independently of power system operation for both economic and operational reasons. Indeed, a sufficient level of economic viability and water demands risk management are necessary for water utilities to integrate their flexibilities to power system operation. In this paper, we proposed a mathematical model for optimizing pump schedules in water systems while trading DR blocs in a spot power market during peak times. Uncertainties about water demands were considered in the mathematical model allowing to propose power reductions covering the potential risk of real-time water demand forecasting inaccuracy. Numerical results were discussed on a real water system in France, demonstrating both economic and ecological benefits.

Index Terms—Demand response (DR), drinking water systems, peak energy load, power system operation, spot power market.

1. Introduction

The objectives of energy transition involve major changes in the operating mode of transmission and distribution power networks. On the supply side, the world is experiencing a massive integration of renewable decentralized generation. On the demand side, the world is experiencing a rapid increase in electricity consumption^[1], mainly due to the development of new usages of electricity: Electric vehicles, heat pumps, etc. Due to the low storage capacity

Manuscript received 2018-07-27; revised 2018-09-03.

^{*}Corresponding author

C. Mkireb is with the Department of Information Processing Engineering, Université de Technologie de Compiègne, Compiegne 60319, France and also with Suez Smart Solutions, Suez Company, Le Pecq 78230, France (e-mail: c.mkireb@suez.com)

A. Dembele is with the Suez Smart Solutions, Suez Company, Le Pecq 78230, France

A. Jouglet and T. Denoeux are with the Department of Information Processing Engineering, Université de Technologie de Compiègne, Compiegne 60319, France

Color versions of one or more of the figures in this paper are available online at http://www.journal.uestc.edu.cn. Publishing editor:

of electricity, these changes make the exercise of balancing the electric power system very difficult, and imply a growing need to develop efficient methods for demand side management^[2]. Demand management, also known as demand response (DR), is the change in the power consumption of an electric utility consumer in response to a given signal. It requires active consumers in energy markets, known as "prosumers", adapting their electricity demands to the available generation and price signals in wholesale markets. Industrial processes with storage units (warehouse, electric batteries) are believed to be the best candidates for DR since they have an electric flexibility they can use to optimize their productivity while helping to manage several situations for power network management^[3]. The benefits from this participation include:

- 1) Reducing the risk of service interruptions caused by supply shortages, transmissions congestions, or rolling blackouts;
 - 2) Reducing the use of fossil generation units to deal with peak demands and then reducing CO₂ emissions.

In this paper, the case of a highly energy intensive industry is discussed, which is the drinking water industry. First, the water systems' flexibility and their potential to reduce peak load are discussed. After, the French model making it possible to trade DR directly to spot markets is presented. Section 3 presents the mathematical model allowing water systems to optimize their participations in the spot market while anticipating uncertainties on water demands. Finally, some numerical results, interpretations, and future directions are discussed.

2. Drinking Water Systems Acting Like Prosumers

This section presents the potential for the electrical flexibility of drinking water systems. Then, the particular DR mechanism considered for our study is discussed.

2.1. Drinking Water Systems Flexibility

Drinking water systems can account for up to 5% of a city's total electricity consumption^[4] and more than two thirds is used by electric pumps^[5]. In fact, pumps are highly energy-intensive since they operate continuously to ensure a sufficient level of water autonomy to tanks and reservoirs in anticipation of uncertainties on water consumption. At the same time, drinking water systems have a considerable electrical flexibility thanks to the presence of storage units (reservoirs, tanks) and variable speed pumps. Indeed, this flexibility is generally used to optimize energy costs by optimizing the pump schedules according to the different electricity time of use tariffs.

In the past years several advances in smart grid technologies have been achieved and we have seen a progressive change in electricity market rules by regulatory agencies. These changes have contributed to the implementation of smart technologies like advanced metering infrastructures and the removal of barriers for DR participation in electricity markets. At the same time, the water industry benefits from the development of both sophisticated supervisory control and data acquisition (SCADA) systems and programmable logic controller (PLC), allowing water utilities to control and optimize the water production process from its capture to final distribution. Thanks to these progresses, drinking water systems could use their flexibilities (through storage units and variable-speed pumps) to improve the power system's reliability through DR^[7]. They could act like active prosumers, interact in real time with energy markets and transmission system operators (TSO), and participate in efficient DR programs, by adapting their electricity consumption to the needs of the electric power system.

2.2. Demand Response in French Electricity Markets

In France, DR operators are in competition with energy suppliers to value the flexibilities of consumers. They

can therefore trade DR on electricity markets without prior agreement of suppliers^[8]. This opportunity offered to encourage DR operators had been accompanied by important regulatory work to define the rules and modalities for the exchange of financial and energy flows between different market players.

In 2014, France set up a mechanism, called the "NEBEF" mechanism, allowing one to trade DR directly in spot (*D*–1) power markets as a resource^[5]. In this context, the DR operator sells on day *D*–1 at midday, the electricity which will not be consumed on day *D* by the consumer, and compensates financially the supplier of the site participating in the NEBEF mechanism (see Fig. 1). In other terms, the DR operator buys the energy from the supplier at a regulated price, called compensation, to compensate

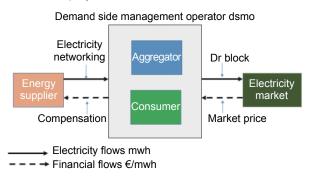


Fig. 1. NEBEF mechanism.

him for the energy he has injected into the network. The supplier continues then its injections as planned and the DR operator sells in the spot market the energy that the consumer will not have to consume.

France has implemented this mechanism to reduce peak power load, especially during cold winters. These periods experience load growth of 2300 MW between 18:00 to 20:00 for each degree Celsius less of temperature, in what we call a thermo-sensibility phenomenon^[10]. The mechanism contributes to the reduction of the use of fossil power plants, and hence CO_2 emissions, to deal with these peak load periods. In the absence of dynamic energy pricing in French retail markets, this mechanism is also a way to expose end-consumers to dynamic electricity prices by encouraging them to modulate their consumption according to wholesale market price signals.

For the NEBEF mechanism, each DR bid on the spot market must constitute at least 100 kW of power reduction. In addition, DR bids cannot exceed a maximum of two hours per block^[9]. The method of estimating the real load curtailed by the DR operator during a DR event consists in comparing two curves:

- 1) Reference curve: The minimum between the mean electric loads just before (past reference) and just after (post reference) the DR event, over a period of time equal to that of the DR event.
 - 2) DR curve: Mean electric load during the DR event.

The load curtailed during a DR event is equal to the difference between the reference curve and the DR curve (see Fig. 2). This estimation method is called the corrected double reference method and is used by the French transmission system operator RTE (Réseau Transport d'Electricité) in order to quantify the real power reduction achieved by the consumer.

Compensation prices are regulated and fixed at the end of each year by RTE on the basis of observed spot prices during the year^[9]. They depend on the season, type of the day (working/non-working), and time (peak/off-peak hours).

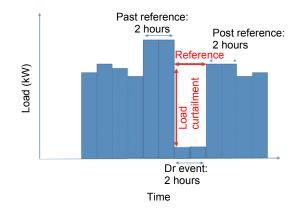


Fig. 2. Illustration of reference periods and load curtailment.

3. Mathematical Model

The optimal pump scheduling problem in drinking water systems is a long-standing problem in [11]. It is an NP-hard problem aiming to find optimal schedules of pumps while meeting all water system constraints at minimum

cost. Our study proposes to integrate another economic stake in the objective function, which is the revenue earned by trading DR on the spot market through the NEBEF mechanism.

The hypothesis made in this study is that the water utility acts on the spot market as a DR operator and seeks to maximize its own profits. Both the biddings of the water utility on the power exchange and the operation of pumps are scheduled one day ahead in order to maximize the overall profitability of the system while respecting various constraints of the water network. DR blocs are put on sale in winter and only during the evening peak (18:00 to 20:00) since it corresponds to annual national peak load, where the power system needs DR to replace the high-cost high-emissions peak generation units (coal, gas, and diesel).

However, planning one day ahead (day *D*–1) the amount of electricity consumption to be reduced (in day *D*) during the peak times represents a challenge for water utilities due to the uncertainties about water demands over the network. It requires well-formulated operating schedules for pumps and risk-management to ensure that the water level in tanks remains in the operational range at minimum cost. In addition, a minimum of financial viability is required from water utilities to participate in DR schemes. A key factor to address these challenges is the use of mathematical programming to produce optimal pump operation schedules with respect to all water network constraints while maximizing the utility of DR in markets.

The objective is to find, one day ahead, optimal decisions on the functioning of equipment and the DR power reduction to sell on the market, while meeting all the constraints of the water system and covering risks linked to uncertainties of the water demand. For the modeling of uncertainties, we consider that we have an initial forecast of the water demand a^{forc} , but it is uncertain and assumed to be included in an interval $[a^{\min}_t, a^{\max}_t]_{t=1,2,\cdots,T}$. Step-times are discretized into one-hour interval periods. The following notations are then used:

```
x_{i,t}: The state of the pump i at period t (1, 0);
```

 $\cdot C_{i,t}$: The electric cost when pump *i* is ON at period *t*;

 $P_{i,t}$: The power activated by pump *i* at period *t*;

·PDR: The electric power (DR block) put on sale (bid) on the spot market for the period 18:00 to 20:00 (in kW);

 P_{\min}^{DR} : The minimum DR bid allowed for NEBEF (in kW);

·r. The market spot price for the period 18:00 to 20:00 (in €/kWh);

· \(\rho \): The compensation price for the period 18:00 to 20:00 (in €/kWh);

 $\cdot d_t$: The water demand at period t,

·s_t: Tank level at period t;

·*t*^{DR}: The DR period, 18:00 to 20:00;

 $\cdot t^{\text{past}}$: The past reference period: 16:00 to 18:00;

 $\cdot t^{\text{post}}$: The post reference period: 20:00 to 22:00.

The objective function aggregates pumping costs and the economic value of load shedding at peak times. It can be written as $\min_{x_{i,t},P^{\text{DR}}} \sum_{i,t} C_{i,t} x_{i,t} - P^{\text{DR}}(r-\rho)$.

The decision variables are the state of pumps and the power to put on sale for DR. The first term of the objective function is related to energy costs and the second term is linked to DR financial benefits.

In general, the constraints related to the management of a water system include physical constraints (minimum and maximum operating levels of reservoirs), regulatory constraints (conditions of water resources withdrawal imposed by public authorities), and operational constraints (specific management modes related to each system). Since all these constraints are often encountered in the literature on drinking water systems, we will refer to them as the drinking water systems classical constraints, to which the following equations are added:

$$P^{\rm DR} \geqslant P_{\rm min}^{\rm DR} \tag{1}$$

$$\sum_{i} P_{i,t_1} \mathbf{x}_{i,t_1} \geqslant P^{\mathsf{DR}} + \sum_{i} P_{i,t_2} \mathbf{x}_{i,t_2} \quad \forall t_1 \in \left\{ t^{\mathsf{past}}, t^{\mathsf{post}} \right\}, \ \forall t_2 \in t^{\mathsf{DR}}$$
(2)

$$\mathbf{s}_t^{\min} + \mathbf{d}_t^{\max} - \mathbf{d}_t^{\text{forc}} \leqslant \mathbf{s}_{t+1} \leqslant \mathbf{s}_t^{\max} + \mathbf{d}_t^{\min} - \mathbf{d}_t^{\text{forc}}. \tag{3}$$

Equation (1) represents the minimum power reduction in kW that can be traded for the NEBEF mechanism. Equation (2) models the past and post reference powers before and after the DR event. Finally, constraint (3) forces the level of the reservoir for the next time step to be in the operational-management field of the reservoir (between minimum and maximum volumes), corrected with the difference between the forecasted and extreme demands.

The final problem of optimizing DR bids and the operation of pumps on day ahead can be written as a combination of the objective function, drinking water systems classical constraints, and constraints (1) to (3). The problem is formulated as the following mixed integer linear programming (MILP) problem:

Problem 1:

$$\min_{\mathbf{X}_{i,t},\mathbf{P}^{\mathsf{DR}}} \sum_{i,t} C_{i,t} \mathbf{X}_{i,t} - \mathbf{P}^{\mathsf{DR}}(r-\rho).$$

Subject to:

- Drinking water systems classical constraints;
- ·Constraints (1) to (3).

4. Numerical Results

In this section, optimal water system management with DR participation is evaluated. Then, water system strategies regarding bids on the spot market are analyzed, according to spot price scenarios. Finally, the benefits for using the flexibility of the water system for power system management are discussed. Optimization Problem 1 described in Section 3 has been resolved for a range of market price scenarios using the branch and bound algorithm (B&B) under the CPLEX optimization solver^[13].

4.1. Simulation Data

A real drinking water system in France was used as benchmark. This system contains one production plant, 11 pumping stations, and 14 distribution reservoirs. The average daily water demand of the system is about 50000 m³ in winter.

A water demand history of 32 scenarios is available in winter for the system. These scenarios were used to build the forecasted maximum and minimum hourly water demand profiles. Extreme demands (max and min) were constructed by taking upper and lower envelopes over a proportion p of historic scenarios. The choice of the scenarios on which the envelopes were calculated is such that the area between maximum and minimum envelopes is minimal (the mathematical method for extracting these scenarios is not detailed in this article).

As shown in Fig. 3, the hourly water demand profile is similar to that of the electricity load. The forecasted

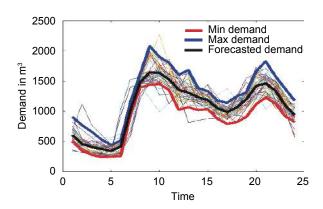


Fig. 3. Max, min, and forecasted water demand profiles (p=0.8).

profile was built by taking an arithmetic mean on the 32 historical demands. Extreme demands were built by taking upper and lower bound on a fixed number of 25 scenarios, corresponding to 80% of scenarios. The 80% value was chosen because it corresponds to a safe level of control of uncertainties.

For numerical simulations, we used data for the year 2016 in winter, corresponding to spot and compensation prices between 18:00 to 20:00. Spot prices are available in the French power exchange (Epex Spot) website. The compensation price was 56.10 €/MWh in winter 2016 at peak times^[9].

4.2. Optimal Water System Management

Resolution of Problem 1 yields optimal schedules for pumps, an optimized management of tank levels covering potential water demand uncertainties, and optimal peak power reduction to be sold on the market via the DR NEBEF mechanism. For an average spot price of 81 €/MWh for the year 2016, some simulation results are presented in Figs. 4 and 5.

As shown in Fig. 4, pumping operations are minimized for the water system during peak hours (06:00 to 20:00) to meet the demand at minimum cost. Meanwhile, tank levels gradually decrease, without reaching the minimum level of security in order to anticipate possible water demand forecasting errors (see Fig. 5). However, a higher activity of pumps is observed at off-peak hours (20:00 to 06:00) to take advantage of the cheapest electricity tariffs. During the DR period, the tanks level drop as pumping operations isminimized, but it does not reach the minimum level of security in anticipation of unexpected water demand hazards. On the other hand, some peak hours experience pumping operations:

- 1) During the morning water peak period 08:00 when the water demand is very high;
- 2) Midday at 13:00 to anticipate possible water demand hazards;
- 3) During the past reference period (16:00 to 18:00) to have a water reserve during the DR event (18:00 to 20:00).

4.3. DR Bids Strategies and Financial Analysis

Problem 1 was solved for a range of spot prices. The reported results are optimal DR powers maximizing the profitability of the water system while meeting all constraints. The net benefit was defined as

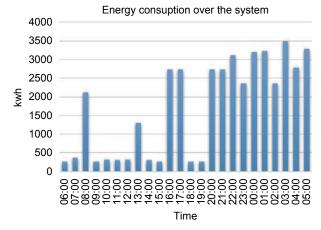


Fig. 4. Optimal energy consumption over the system.

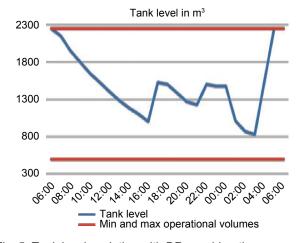


Fig. 5. Tank level evolution with DR consideration.

the difference between spot price and compensation. Simulation results as well as net benefit ranges for winter 2016 between 18:00 to 20:00 are presented in Table 1.

As shown in Table 1, the NEBEF mechanism was not financially viable during 4.5% of the time as spot prices were less than the compensation price (negative net benefit). This implicitly implies that the power system did not need any DR because the available generation was sufficient to meet the requested demand at minimum cost.

For the positive net benefit ranges, the function of evolution of optimal DR power reduction is obviously growing with market price (see Fig. 6). This is justified by the objective function, which aims to maximize the economic value of DR. The function is concave and the slope is decreasing with the price. The optimal DR power is:

- 1) Very sensitive for prices between 0 and 100 €/MWh since the water system still has an enough flexibility to react to the price signal:
- 2) Minimally sensitive for prices between 100 €/MWh to 400 €/MWh since the water system has only a reduced available flexibility:
- 3) Constant for prices >400 €/MWh as the water system is using its maximum DR power capacity.

On the other hand, the DR peak load reduction curve is compatible with the needs of the electric power

Dr peak load reduction 2800 2700 2600 2500 2400 2300 2200 2100 2000 1900 350 450 50 150 200 250 400 0 Net benefit €/mwh

Fig. 6. DR peak load reduction according to market price.

Table 1: Net benefit ranges frequency between 18:00 and 20:00

Net benefit (€/MWh)	<0	1 to 50	51 to 100	>100
Frequency (%)	4.5	74.0	6.5	15.0
DR power (MW)	0	2.00 to 2.40	2.40 to 2.50	2.50 to 2.74

system. The high price periods correspond to the most stressed supply/demand equilibrium periods on the market, when high-cost high-emissions fossil generation units are the most solicited and when DR is the most useful.

For financial analysis and for all market price scenarios considered for winter 2016, we compared:

- 1) The economic cost of a pump-scheduling day without DR consideration, which corresponds to the classical pump scheduling problem.
- 2) The economic cost of a pump-scheduling day with DR participation, where the economic cost corresponds to the pumping cost minus the DR economic benefits and depends on the market price scenarios considered.

The aim of this comparative study was to highlight the economic interest that DR through the NEBEF mechanism could bring to water utilities. For this purpose, two Monte-Carlo simulations were used to find the average strategic behavior of the water system regarding bids on the spot market. We considered market prices for winter 2016 on working days, corresponding to a total of 62 scenarios. Two Monte-Carlo simulations were performed:

- 1) Simulation 1: Removing five scenarios from November 2016 with price spikes above 250 €/MWh (57 scenarios). These scenarios were removed because they corresponded to the extreme and rare situations where the power grid was on the edge of stress. The results of this simulation would constitute a lower bound of the expected results.
- 2) Simulation 2: Considering all price scenarios from winter 2016 (62 scenarios). The results of this simulation would constitute an upper bound of the expected results

The average economic gain and the average % gain are, respectively, defined as the difference and the relative difference between the optimal pump scheduling cost without DR and the optimal pump scheduling cost with DR, including DR benefits. Table 2 summarizes the numerical results obtained for the two simulations.

For the winter period studied, economic gains made by the water system would be in the interval [2.9%, 3.2%] of its daily electricity bill. DR can thus be considered as a win-win alternative for both power system operators and water utilities.

Table 2: Monte-Carlo numerical results

Monte-Carlo simulation	Average DR peak load reduction (MW)	Average economic gain	Average gain (%)
Simulation 1	2.23	55	2.9
Simulation 2	2.48	62	3.2

4.4. Environmental Analysis

A major environmental challenge facing the world today is the risk of global warming. One of the major objectives of the energy transition is the reduction of greenhouse gas footprint, which is due in large part to the use of fossil power plants for electricity production.

France drives more than 72% of its electricity from nuclear energy, while fossil generation units account for only 9% of the country's total electricity production^[14], as shown in Fig. 7. These fossil power plants, thanks to their great flexibilities that they can be activated very quickly, are considered as peak generation units and are used to respond to rapid changes in the electricity demands and to manage special consumption peaks.

The thermo-sensitive nature of the French electricity demand implies a strong solicitation of peak generation units in winter. Fig. 8 shows the difference between CO₂ emissions per kWh produced on a winter and summer day^[15]. We observe that 42% more CO₂ is emitted in winter as compared to summer.

Taking into account compensation prices for 2016, a DR bid, if accepted in the market, would replace a peak generation unit bid according to the market's merit-order principle (bids are accepted in an ascending order according to their operating costs). Renewables have a very low marginal cost and are found at the bottom of the market's supply curve. Nuclear energy also has a low operating cost and follows the renewables in the ranking. Peak power plants, starting with coal-fired power plants, then combining with cycle gas plants (CCGT), and ending with diesel or gasoline fueled, have the highest running cost. Fig. 9 illustrates the merit-order principle and shows how DR could replace peak generation production.

In the example of Fig. 9, a peak day is considered with a compensation price of 56.1 €/MWh. Two supply curves on the market are considered: One with DR and one without DR consideration. In the situation without

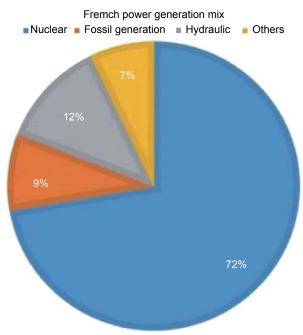


Fig. 7. French power generation mix.

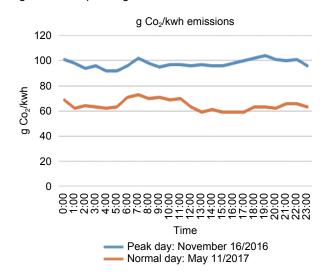


Fig. 8. CO₂ emissions for a normal and peak day (data source: RTE éco2mix^[15]).

DR, block 4, corresponding to a combined cycle gas power generation bid, balanced the market with a marginal price of P. With DR consideration, the DR block 4' put for sale with a price of P'<P', replaced block 4 according to the merit-order principle and led to a new market price P'<P'. As shown in Fig. 9, the DR bloc 4 would be inserted between two peak generation unit blocs, depending on the DR bid price and peak generations unit variable cost. In addition, it could also lower the market price if the DR bid is competitive (large volume).

For environmental analysis, Monte-Carlo simulation results from Table 2 were used to calculate the CO₂ savings for the system through peak load reduction. It is assumed that each DR bid sold on the market is a complete substitution to a peak generation production. Table 3 shows the average contributions of the French peak generation technologies to CO₂ emissions^[15]. Since it is difficult to estimate accurately the peak generation technology replaced by DR blocs, the average grams CO₂/kWh ratio from all French peak generation technologies was used, weighted by their utilization rates during the year 2016^[14].

Significant CO_2 reductions by the water system through peak load reduction during evening peak are highlighted in Table 4. The water system can reduce for up to 2.4 tons of CO_2 by day, which is the equivalent of the emission of 1600 cars during 10 kilometers of driving^[16].

4.5. French Extrapolation

To give more significance to the previous results, we propose to estimate the DR NEBEF potential at the French scale. The approach considered consists in extrapolating the results obtained from the system studied to all the French water systems, assuming they all have a comparable flexibility. Indeed, a water system's flexibility depends on the profile of its water demand, the characteristics of its equipment (storage tanks and pumps), and the nature of its topology. However, because tanks are sized to cover summer

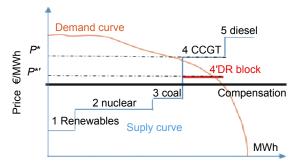


Fig. 9. Merit order principle and DR impact on the supply curve.

Table 3: Contribution of French fossil power plants to CO₂ emissions in grams CO₂ (source RTE éco2mix)

Peak generation technology	Emissions (g CO ₂ /kWh)	
Coal groups	956	
Fuel groups	800	
Gas groups	360	
Weighted average 2016	486	

Table 4: CO₂ savings by the water system through DR participation

Monte-Carlo simulation	Average DR peak load reduction (MW)	CO ₂ saving (tons)
Simulation 1	2.23	2.16
Simulation 2	2.48	2.40

Table 5: NEBEF potential for water systems in France

	Value per day/system	Value per day/France
Financial gains (€) Peak power reduction (MW) CO₂ emissions avoided (tons)	55 to 62 2.23 to 2.48	10 k to 12 k 405 to 450
	1.08 to 1.20	392 to 436

water demand peaks, they have an extra reserve margin in winter. This extra reserve margin can be optimized for DR operations, which justifies the assumption of a comparable flexibility of French water systems in winter.

In France, the average daily consumption of a person is around 140 liters^[17], which gives, for the whole country, a daily consumption of around 9100000 m³. Previous results obtained on the system with a demand of 50000 m³ m³ were extrapolated to a water demand of 9100000 m³ as shown in Table 5.

Results shown in Table 5 demonstrate that water utilities can trade DR on the French spot market while generating significant economic gains on their electricity bill. In addition, the aggregation of the water systems' flexibility in France can reduce the power up to 450 MW during winter peaks. This peak power reduction, even if it is small in the French system where the peak load amounts to 90000 MW, can be very important in a period of stress on the power system. Indeed, the example of the crisis in California in June 2000 illustrates this fact: Rolling blackouts had occurred due to a shortage of 300 MW in a system of 50000 MW^[18]. Furthermore, many CO₂ emissions could also be saved by avoiding the production of additional electricity coming from fossil generation units to balance supply and demand on the market.

4.6. Discussion and Future Work

The development of demand side management in the industrial sector could be hampered by two obstacles: financial viability and risk management^[19]. Companies could be reluctant to participate in DR programs if they do not well manage the uncertainties and risks about the operation of their systems. Meanwhile, they must ensure a sufficient financial viability for the DR participation to remain competitive in markets. Mathematical programming could address both of these challenges, as shown in this article for the water industry where the case of a medium size water system was discussed. The mathematical model makes it possible to:

- 1) Estimate, based on a water demand history, the extreme water demands with a certain degree of robustness:
- 2) Secure the operation of the system regarding water demand hazards by keeping an extra water volume margin in tanks (optimization of tank level management);
 - 3) Optimize DR load reduction powers by scheduling pumps.

Numerical results were discussed considering French spot prices for the winter 2016. Two Monte-Carlo simulations were performed, corresponding to low and high averages of the expected results. The results were discussed under three criteria:

- 1) Operational criterion: Operating the water system;
- 2) Economic criterion: % of gains for the water utility;
- 3) Ecological criterion: DR load reduction powers by scheduling pumps.

Benefits have been demonstrated considering these three criteria, confirming the relevance of the approach. However, the bold extrapolation made in subsection 4.5 may be questionable. Indeed, the hypothesis of a comparable flexibility for all French systems in winter is based on the fact of a better flexibility of tanks in winter due to a lower water demand. However, other parameters have not been taken into consideration such as the nature of pumps and the topography of the system.

Finally, it would be interesting to aggregate the flexibility of several water systems to propose large volumes of peak load reduction, enabling to improve the power system's reliability at peak times. The difficulty would be to manage several independent systems through a mathematical optimization model. Information exchange between different water systems and the joint management of uncertainties are two challenges to be tackled.

5. Conclusions

The presence of storage units such as tanks and reservoirs gives drinking water systems a flexibility that can be integrated in power system operation through DR. The use of mathematical programming can enable water system operators to participate in DR mechanisms such as the NEBEF mechanism, making it possible to reduce peak energy load and CO₂ emissions while generating economic gains on water utilities electricity bills. Moreover, taking into account uncertainties about water demands in the mathematical model secures the operation of water systems in real time regarding hazards about water demands. Combination of these elements (mathematical programming and uncertainties) could give water utilities more confidence to participate in efficient DR programs.

References

- [1] World Energy Council. (2016). World energy resources 2016. [Online]. Available: https://www.worldenergy.org/publications/2016/world-energy-resources-2016.
- [2] R. N. Boisvert, P. A. Cappers, and B. Neenan, "The benefits of customer participation in wholesale electricity

- markets," The Electricity Journal, vol. 15, no. 3, pp. 41-51, Apr. 2002, DOI: 10.1016/S1040-6190(02)00277-4
- [3] A. Gholian, H. Mohsenian-Rad, Y. B. Hua, and J. Qin, "Optimal industrial load control in smart grid: A case study for oil refineries," in *Proc. of IEEE Power & Energy Society General Meeting*, Vancouver, 2013, pp. 1-5.
- [4] S. Bunn, "Closing the loop in water supply optimisation," in Proc. of IET Water Event, 2007, pp. 71-82.
- [5] S. Bunn. (2011). Reducing the GHG footprint at water and wastewater utilities in the US and the UK. *Derceto Inc.* [Online]. Available: http://www.derceto.com/pod-files/TheBunnReport/110301_Derceto_BunnReport_GHG_March2011.pdf.
- [6] P. Siano, "Demand response and smart grids—a survey," *Renewable and Sustainable Energy Reviews*, vol. 30, pp. 461-478, Feb. 2014, DOI: 10.1016/j.rser.2013.10.022
- [7] R. Menke, E. Abraham, P. Parpas, and I. Stoianov, "Demonstrating demand response from water distribution system through pump scheduling," *Applied Energy*, vol. 170, pp. 377-387, May 2016, DOI: 10.1016/j.apenergy.2016.02.136
- [8] T. Veyrenc. (2014). Market design for demand response: the French experience. *Intl. Energy Agency*. [Online]. Available: http://so-ups.ru/fileadmin/files/company/markets/dr/france/dr_france.pdf
- [9] RTE. (2014). Règles Pour la Valorisation des Effacements de Consommation sur les Marchés de L'énergie. [Online]. Availablettps://www.cre.fr/Documents/Deliberations/Approbation/effacements-de-consommation2/consulter-l-annexe-de-regles-pour-la-valorisation-des-effacements-de-consommation-sur-les-marches-de-l-energie-nebef-2.0
- [10] J. P. Paul. (2011). Bilan Sûreté 2010. Réseau Transport d'Electricité. [Online]. Available: http://clients.rte-france.com/htm/fr/mediatheque/telecharge/bilan_surete_2010.pdf
- [11] G. Bonvin, S. Demassey, C. Le pape, N. Maïzi, V. Mazauric, and A. Samperio, "A convex mathematical program for pump scheduling in a class of branched water networks," *Applied Energy*, vol. 185, pp. 1702-1711, Jan. 2017, DOI: 10.1016/j.apenergy.2015.12.090
- [12] L. B. De La Perrière, A. Jouglet, and D. Nace, "Optimisation de la gestion des réseaux d'eau potable par la programmation linéaire en nombre entiers," Ph.D. dissertation, Université de Technologie de Compiègne, rue du Dr Schweitzer Compiègn, 2011.
- [13] IBM. CPLEX optimization solver. [Online]. Available: www-01.ibm.com/software/
- [14] RTE. (2017). Bilan Électrique RTE 2016. [Online]. Available: http://bilan-electrique-2016.rte-france.com/
- [15] RTE. CO₂ emissions produced. [Online]. Available: http://www.rte-france.com/en/eco2mix/eco2mix-co2-en
- [16] RTE. (2018). CO₂ Emissions per kWh of electricity generated in France. [Online]. Available: https://www.planetoscope.com/automobile/311-emissions-de-CO₂-par-les-voitures-en-europe.html
- [17] L'eau et les Milieux Aquatiques: Chiffres Clés. Commissariat Général au Développement Durable. [Online]. Available: http://www.rte-france.com/en/eCO2mix/eCO2mix-CO2-en
- [18] S. Hunt, Making Competition Work in Electricity, New York: Wiley, 2002, pp. 71-87.
- [19] V. Rious, Y. Perez, and F. Roques, "Which electricity market design to encourage the development of demand response?," *Economic Analysis and Policy*, vol. 48, pp. 128-138, Dec. 2015, DOI: 10.1016/j.eap.2015.11.006



Chouaïb Mkrireb was born in Rabat, Morocco in 1992. He received the M.Sc. degree both in mathematical engineering from ENSTA ParisTech, Paris, France and in optimization and economics from Université Paris1, Paris, France in 2015. He is currently pursuing the Ph.D. degree with the Université de Technologie de Compiègne (UTC), Compiegne, France and is also working as an R&D engineer with the Suez Smart Solutions, Suez Company, Le Pecq, France. His research interests include power system economics and energy markets, energy efficiency applied to water systems, and operational research



Abel Dembele received the Ph.D. degree in civil engineering from INSA of Lyon, Villeurbanne, France in 2010, and received the M.Sc. degree both in geosciences and in computing IT from University of Lille, Lille, France in 2005 and 2006, respectively. Presently, he is working as an R&D engineer with the Suez Smart Solutions, Suez Company which develops advanced computing solutions to support the Suez group activities. His research interests include data science and modelling and optimization applied to water systems



Antoine Jouglet is a full professor with the Department of Information Processing Engineering, UTC. His research interests concern combinatorial optimization. His main contributions are in the resolution of scheduling problems, particularly by using constraint programming techniques. He is the author of more than 50 papers in journals and conferences proceedings and he has supervised 7 Ph.D. dissertations. Since 2014, he has been the co-coordinator of the research group GoThA in theoretical and applied scheduling



Thierry Denoeux is a full professor (exceptional class) with the Department of Information Processing Engineering, UTC. He has been a Deputy Director of the Heudiasyc Research Lab (UMR 7253) from 2008 to March 2014 and a Vice President of the Scientific Council of UTC from 2012 to 2014. He is the scientific coordinator of the Laboratory of Excellence "Technological Systems of Systems". Since 2016, he has been an 'Overseas Talent' visiting professor at Beijing University of Technology, Beijing, China. His research interests include reasoning and decision-making under uncertainty, and more generally, the management of uncertainty in intelligent systems. His main contributions are in the theory of belief functions with applications to statistical inference,

pattern recognition, machine learning, and information fusion. He is the author of more than 200 papers in journals and conferences proceedings and he has supervised 30 Ph.D. dissertations. He is also the Editor-in-Chief of the "International Journal of Approximate Reasoning (Elsevier)", and an Associate Editor of several journals including "Fuzzy Sets and Systems" and "International Journal on Uncertainty, Fuzziness and Knowledge-Based Systems"