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Matinée d'information sur les Réseaux et le Stockage d'Energie 18/10/2017 Ministère de l'Enseignement Supérieur, de la Recherche et de l 'Innovation Horizon 2020 Work Programme for Research & Innovation 2018-2020

Secure, clean and efficient energy system
Smart Citizen Centered Energy System
Smart Cities

Research and

2030 Framework for Climate and Energy

Agreed headline targets



Clean Energy for All Europeans

- Clean Energy for All Europeans
- Electricity market and consumers
- Energy Efficiency Directive (EED)
- Energy Efficiency of Buildings (EPBD)
- Ecodesign
- Renewables & bioenergy sustainability (RED II)
- Energy Union Governance
- Energy prices and costs
- Energy funding
- Accelerating Clean Energy Innovation (ACEI)
- European strategy on cooperative, intelligent transport system





H2020 Challenge Secure, clean and efficient energy system











Buildings



Global Leadership in renewables



Smart and Clean Energy for Consumers



Smart Citizen

Centered Energy

system

Smart Cities and Communities

Carbon captu



Near-zero CO2 emission from fossil fuel / carbon intensive industries



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Overall Indicative budget for 2017 ~ 540 MEur





Smart Citizen Centered Energy System: Local and Islands



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Overview of Topics

Instrument	TRL	Ec. fund	2018	2019	2020
		per Proj. MEur	MEur	MEur	

EC-3 Consumer Engagment	Open
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ES-1	Distribution grid: flexibility and market	IA	5-8	6-8		37.3	
ES-2	Transmission grid: regional cooperation	IA	5-8	8-10		25	
ES-5	Innovative Grid services	IA	5-8	13-17	30		Open
ES-6	Advanced toosl and technologies	RIA	NA	2-4		25.35	

ES-3	Integrated local energy systems	IA	5-8	5-6	21		Open
ES-4	Decarbonising energy systems of islands	IA	5-8	7-10	19		Open
ES-8	European island facility	CSA	NA	10		10	

ES-7 Pan European CSA NA 3-4 3



Specific Challenge:

- Proposal for the Electricity Directive, promotes that network operators procure balancing, congestion management and ancillary services from assets connected to the network both at transmission and at distribution level
- Enable More efficient and effective network management and optimisation

Regulated Operators
Transmission
System
Operators
(TSOs)

Define the needs



• Increased demand response, ability to integrate increasing shares of renewables

 TSOs and DSOs using a common pool of resources: define with market participants the services they need and set up ways to procure them

Offer new services





ES-5-2018-2020 TSO – DSO – Consumer: Large-scale demonstrations of innovative grid services through demand response, storage and small-scale (RES) generation

Scope: Demonstrate at a large-scale

- How markets and platforms enable TSOs and DSOs to connect and procure grid services relying on the relevant digital technologies and standardized products
- Procurement of energy services from large-scale and small-scale assets through a combination of local markets (in particular for congestion management), with wholesale & balancing markets, in a way that will increase cost-efficiency and creates consumer benefits.
- Develop a seamless pan-European electricity market that makes it possible for all market participants (if necessary via intermediaries such as energy suppliers or aggregators) to provide energy services in a transparent and nondiscriminatory manner
- Coordinate their work with NRA's, ENTSO-E, the DSO organisations and other stakeholders



Define the needs



Offer new services





ES-5 2108-2020 TSO – DSO – Consumer: Large-scale demonstrations of innovative grid services through demand response, storage and small-scale (RES) generation

Expected Impact:

- Smart, secure and more resilient energy system through demonstrating cost-efficient model(s) for electricity network services that can be scaled up to include networks operated by other TSOs and DSOs
- Replicable across the EU energy system and provide the foundations for new network codes, particularly on demand-response.
- Opening up significant new revenue streams for consumers to provide grid services, and increase the share of RES in the electricity system.



Innovation Action TRL between 5 and 8 EU funding per project 13 - 17 Meur 2018 budget: 30 MEur



ES-1-2019: Flexibility and retail market options for the distribution grid

Specific Challenge

- Large share of variable renewables connected to the distribution grid
- Electrification for transport / heating and cooling
- Flexibility / versus infrastructure

<u>Scope:</u> develop and demonstrate integrated solutions with at least 2 of the following elements:

- Flexibility measures and grid services (storage, batteries incl. from EVs, power to X, demand response, variable generation
- Smart grid technologies, observability, automation, control
- Market mechanisms: dynamic tariffs, tools to resolve congestion, non-frequency ancillary services, better integration of wholesale / retail





ES-2-2019 Solutions for increased regional cross-border cooperation in the transmission grid

Specific Challenge

- Wholesale price varies across Europe
- Optimal use of interconnector
- Cooperation between TSOs across borders
- Grid services across border

Scope: at least 3 of the following points

- Tools for communication and grid operations (incl. intraday and real time market)
- Prediction of VRES production and DR forecast
- New cross border grid services
- Well-functioning wholesale market , real-time market coupling
- Enhance cross border flow, trading, exploitation of large scale storage assets
- Guidelines to avoid distortion resulting from the non-harmonisation of regulations between countries.







ES-6-2019: Research on advanced tools and technological development

Specific Challenge:

Tools and future technologies to prepare the energy system of 2030 and beyond.

<u>Scope:</u> Proposals must address partially or entirely only one of the 3 following sub-topics:

- 1. Advanced modelling tools for
- The future electricity market (impact and the design of electricity pricing structure from the wholesale markets, to real time markets and retail markets;
- Modelling and forecasting energy production from variable renewables, associated frequency and voltage controls issues in the electricity grid and benefits associated with the use of storage.



ES-6-2019: Research on advanced tools and technological development

2. Advanced tools for

- Design and planning and operation of electricity grid infrastructure, distribution and transmission, taking into account environmental concerns, new constraints from variable renewable generation, the place of storage and flexibility; Optimisation of the use of existing assets and network
- Development of grid predictive management strategies for maintenance with uncertainty (forecasting plus stochastic grid management tools)
- Enhanced TSO / DSO collaboration and coordination tools, secure data exchange across networks along whole the value chain, ICT tools for cross-border trading for nearly real-time balancing; automated digital cross-border electricity market.

3. Technological developments:

- Reliable, robust and cost-effective energy storage technologies, storage management systems (high specific energy rates, large number of life cycles, fast response to demands and low maintenance);
- Power electronics for batteries and software to manage combined or hybridised decentralised energy systems combining several energy vectors, key focus on cost reduction

Research and Innovation Action 2 - 4 MEur EU funding per project 2019: 25.4 MEur

European

Commission

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Topics on digitisation of energy

- SU-DS04-2018-2020: Cybersecurity in the Electrical Power and Energy System (EPES): an armour against cyber and privacy attacks
- DT-ICT-10-2018: Interoperable and smart homes and grids
- DT-ICT-11-2019: Big data solutions for energy



Smart Citizen Centered Energy System: Local and Islands



Specific Challenge

- Decarbonisation of local energy systems on the mainland
- All energy vectors, storage, demand-response, digitisation
- Local economy and business cases

Scope: develop and demonstrate solutions

- Preliminary analysis of the local case
- Develop solutions and tools for the optimisation of the local energy network
- High replication potential
- Local consumers, small to medium industrial production facilities and commercial buildings should be involved

International cooperation is encouraged, in particular with India.



ES-3-2018-2020: Integrated local energy systems

Expected Impact: The supported projects are expected to contribute to:

- Validate solutions for decarbonisation of the local energy system, positive impact on the centralised energy infrastructure, on the local economy, local social aspects and local air quality;
- Involvement of local energy consumers and producers, create energy communities, test new business models;
- Safe and secure local energy system that integrates significant shares of renewables
- Develop an accurate prediction systems for the local generation of energy and adequate solutions to match with local consumption;
- Benchmark technical solutions and business models that can be replicated in many local regions and that are acceptable by local citizens.
- Identify and substantiate to which impacts the proposal contributes
- Include ad-hoc indicators to measure the progress against specific objectives (could be used to assess the progress during the project life)





Innovation Action TRL between 5 and 8 5 - 6 Meur EU funding per project 2018: 21 MEur 2020: open



European 18 Commission

ES-4- 2018 – 2020: Decarbonising energy systems of geographical Islands

Specific Challenge:

- Energy prices on geographical island are typically 100% to 400% higher than on the mainland;
- Large-scale deployment of local renewable energy sources = economic benefits + decarbonisation
- Reduce greenhouse gases emissions and improve, or at least not deteriorate, air quality.

Scope: at least 4 of the following objectives

- High levels of local renewable energy sources penetration;
- Integrated and digitalised smart grids based on high flexibility services from distributed generation, demand response and storage of electricity, heat, water, etc.;
- Develop synergies between the different energy networks (electricity, heating, cooling, water, transport, etc.);
- Significant reduction of the use of hydrocarbon based energies
- Modelling, forecasting of demand (e.g. for touristic/nontouristic seasons) and supply (e.g. weather, wind, sun, etc.);
- Innovative approaches to energy storage, including avoidance or delay of costly grid upgrades of existing grids).

'Clean Energy for EU islands' initiative





European

Commission

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ES-4- 2018 – 2020: Decarbonising energy systems of geographical Islands

Expected Impact:

- Developing RES-based systems (including heating and cooling and storage) that are cheaper than diesel generation;
- Reduce significantly fossil fuel consumption;
- Large-scale replication potential on the same island and on other islands with similar problems;
- Enhance autonomy for islands that are grid connected with the mainland (existing diesel generators shall be used primarily as security back-up in the long term).
- Identify and substantiate impacts to which the proposal contribute
- Include ad-hoc indicators to measure the progress against specific objectives (e.g. that could be used to assess the progress during the project life).
- Impact on future investment perspectives (see also topic LC-SC3-ES-8-2019).

Innovation Action TRL between 5 and 8 7 – 10 Meur EU funding per project 2018: -- MEur





ES-8-2019 European Islands Facility - Unlock financing for energy transitions and supporting islands to develop investment concepts

Specific Challenge:

Reduce islands dependency on energy imports

Local initiatives and/or public authorities have limited resources to access the analytic, financial and legal expertise needed to collect additional data and develop an investment programme of scale.

Access the various innovative financing streams which are being structured (e.g. PDA, ESIF Financial Instruments, National Investment Platforms), to increase the absorption rates of EFSI and to access private finance.

Scope: Set up and run a 'European Islands Facility' which offers expertise and/or financial support and services to islands:

Transition plan and a coherent set of projects that will lead to a decarbonised, efficient and resilient island energy system using local energy flows and resources;



Support under the form of lump sum



ES-7-2018: Pan-European Forum for R&I on Smart Grids, Flexibility and Local Energy Networks

Specific Challenge:

JRC smart Grid Outlook: 15 analysed countries (NO, CH, IE, PL, HU, SK, LT, RO, LV, HR, BG, LU, CY, EE, MT) account for less than 5 % of the R&I funds

Scope:

- R&I policy makers, R&I actors and experts ('community'), representative of the EU-28 energy system.
- Evolve towards a truly integrated pan-European Forum / R&I community
- Establish and spread the state of the R&I in the field in Europe e.g. with regional workshops
- Long term perspective development
- Make best use of ETIP SNET, ongoing Horizon 2020 projects (e.g. the BRIDGE project) existing associations with a true pan-European dimension
- Contribute to widen the representativity of European associations in the field which have weaknesses in their EU coverage.



ES-7-2018: Pan-European Forum for R&I on Smart Grids, Flexibility and Local Energy Networks

Expected Impact:

- Building a true pan-European R&I community in the field of smart grids & associated flexibility measures / energy systems;
- Establish new collaborations on a long-term perspective which has a potential to develop into industrial collaborations;
- Building, in the long-term, solidarity and trust for a well-functioning and resilient pan-European energy system

Coordination and Support Action EU funding per project 3 - 4 MEur 2018: 3 MEur



Common requirements EC-3 ES-1 ES2- ES-5 ES-6

Proposers should demonstrate a good knowledge and compatibility with:

- Current regulations,
- Available or emerging standards and interoperability issues (see work of the Smart Grid Task Force and its Experts Groups in the field of Standardization - CEN-CLC-ETSI M/490),
- Smart grid deployment, infrastructure and industrial policy (http://ec.europa.eu/energy/en/topics/markets-andconsumers/smart-grids-and-meters/smart-grids-task-force).
- A high level of cyber security should be guaranteed in compliance with relevant EU security legislation and with due regard of best available techniques for ensuring the highest level of protection.
- Regulatory environment for privacy, data protection, data management and alignment of data formats (see "My Energy" Data" and its respective follow-up, General Data Protection Regulation and industry standards, Data Protection Impact Assessment Template).



European

Participation in the BRIDGE initiative EC-3 ES-1 ES2 ES-3 ES-4 ES-5



- Is a European Commission initiative
- Gather Horizon 2020 Smart Grid and Energy Storage demonstration projects
- Creates a structured view of obstacles to innovation.
- Fosters continuous knowledge sharing amongst projects
- Deliver-conclusions and recommendations with a single voice



BRIDGE projects overview

Distribution grids	Distributed Storage	Transmission grids	Large-scale storage	RES and H&C	
2014:	2014:	2015:	2015:	2016:	
10 projects, 60 M€	7 projects, 72 M€	4 projects,	2 projects,	2 projects,	
AnyPLACE EMPCWER energise		82 M€	25 M€	8 M€	
Flex4Grid	Storage for Life	PROMOTION Progress on MESHED HVDC OFFSHORE TRANSMISSION NETWORKS	CRYOHUB	GRIDS®L	
FLEXMETER Nobel Grid Smart energy for people		P	STORE&G Э	RESERVE	
	TILOT	FutureFlow			
SmarterEMC2	TTTTT Indexing how for one valuation Between in synthesy files (Dece	MIGRATE			
2016:					
	Smart Net				
	INVAUE				
	Lisedric				
European Commission					









H2020 Challenge Secure, clean and efficient energy system









Consumers

Buildings

Industry & Products



Global Leadership in renewables



Smart and Clean Energy for Consumers



Smart Cities and Communities



Smart Citizen Centered Energy system



Near-zero CO2 emission from fossil fuel / carbon intensive industries



28 Commission

Overall Indicative budget for 2017 ~ 540 MEur

Smart Cities and Communities - SCC1

- >2018 will be the 5th year of lighthouse projects and the network is steadily growing.
- >We already have **36 Lighthouse cities** and **42 Follower cities**.
- They do not operate in isolation but are working together in the lighthouse collaboration network.
- They also formed specific task groups to intensively work on common topics like:
 - Replication
 - Business models
 - Dissemination





GROWSMARTER Köln, Barcelona, Stockholm & Graz, Cork, Valletta, Porto, Suceava

REMOURBAN Valladolid, Tepebasi, Nottingham & Seraing, Miskolc

TRIANGULUM Eindhoven, Stavanger, Manchester & Prague, Leipzig, Sabadell

2015 REPLICATE San Sebastián/Donostia, Firenze, Bristol & Lausanne, Essen, Nilufer

> SHAR-LLM Milano, Lisboa,London (Greenwich) & Burgas, Bordeaux, Warsaw

SMARTENCITY Sønderborg, Tartu, Vitoria/Gasteiz & Asenovgrad, Lecce

SMARTER TOGETHER Wien, München, Lyon & Sofia, Santiago de Compostela, Venezia, Yokohama, Kiev

> mySMARTlife Hamburg, Helsinki, Nantes & Varna, Palencia, Rijeka, Bydgoszcz

> > RUGGEDISED Rotterdam, Ůmea, Glasgow & Brno, Parma, Gdansk

2017

2016

2014

STARDUST Pamplona, Tampere, Trento & Cluj-Napoca, Derry, Kozani, Litoměřice

IRIS Utrecht, Göteborg, Nice Côte d'Azur & Vaasa, Alexandroupolis, Santa Cruz de Tenerife, Focsani

> MatchUP Valencia, Dresden, Antalya & Ostend, Herzliya, Skopje, Kerava





Lighthouse projects

- Consortia shall be composed of 2 lighthouse cities and at least 5 follower cities.
- By the call deadline, all lighthouse cities must have a validated: i) Sustainable Energy Action Plans (SEAP) or ii) Sustainable Energy (and Climate) Action Plans (SECAP) or iii) a similar, at least equally ambitious, plan.

A city can be funded as a lighthouse city only once under Horizon 2020.

ommission

Challenge

- >COP21, EU Energy/Climate goals
- >Role of cities
- Necessary energy transition in cities
- Increase energy systems integration and to push energy performance levels significantly

Scope

- Deploy and test integrated innovative solutions for Positive Energy Blocks/Districts in the Lighthouse Cities.
- Carry out extensive performance monitoring (ideally for more than 2 years)
- Interaction and integration between the buildings, the users and the larger energy system.

European Commission

Implications of increased electro-mobility, its impact on the energy system and its integration in planning.

City-vision 2050

- Each Lighthouse City and Follower City will develop, together with industry, its own bold city-vision for 2050.
- >The vision should cover **urban**, **technical**, **financial and social** aspects.
- Each vision should come with its guide for the city on how to move from planning, to implementation, to replication and scaling up of successful solutions.



Proposals should also

- Focus on mixed use urban districts and positively contribute to the overall city goals
- Develop solutions that can be replicated/gradually scaled up to city level
- Make local communities and local governments (particularly city planning departments) an active and integral part of the solution, increase their energy awareness and ensure their sense of ownership of the smart solutions
- Promote decarbonisation, while improving air quality.
- Incorporate all relevant performance data into the Smart Cities Information System database (SCIS)



Projects should also deliver:

- Effective business models for sustainable solutions
- Practical recommendations arising from project experience on:
 - > regulatory, legal aspects and data security/protection;
 - > gender and socio-economics (Social Sciences and Humanities);
 - >storage solutions (from short-term to seasonal);
 - big data, data management and digitalisation;
 - electro-mobility: i) its impact on energy system and ii) appropriate city planning measures to support large scale roll-out;



Eligible costs

➤are primarily those that concern the innovative elements

Non eligible costs

Costs of commercial technologies are **not eligible**, for example building purchase, retrofitting, electric vehicles, charging stations, etc.

Cooperation

Projects are expected to cooperate with other Smart Cities and Communities projects funded under Horizon 2020 as well as the European Innovation Partnership on Smart Cities and Communities (EIP-SCC).

earmark appropriate collaboration resources (5% of the requested EU contribution)





Expected Impact

- Meeting EU climate mitigation and adaptation goals and national and/or local energy, air quality and climate targets, as relevant;
- Significantly increased share of i) renewable energies, ii) waste heat recovery and iii) appropriate storage solutions (including batteries) and their integration into the energy system and iv) reduce greenhouse gas emissions;
- Lead the way towards wide scale roll out of Positive Energy Districts;
- Significantly improved energy efficiency, district level optimized self-consumption, reduced curtailment;
- >Increased uptake of e-mobility solutions;

Research and Innovation Action EU funding per project 12 - 18 MEur 2018: 40 MEur

> Submission deadline: 05 April 2018







Horizon 2020 Work Programme for Research & Innovation 2018-2020

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Research and Innovation

Other Actions





The European Union and Energy

1995-2014 (%)

Import Dependency





O Petroleum and Products

- Gas
- Solid Fuels
- Nuclear Heat
- O Renewables
- Waste, non-Renewable

Pillars of EU energy policy:

- Sustainability / Renewable
- Security of supply
- Affordability





COP 21 Agreement: limiting the temperature increase to 1.5°C by 2100

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Commission

Today, 22% of our energy is consumed under the form of electricity

- 30% of electricity is produced from renewables, 11% from wind and solar
- Electric vehicles have the potential to decarbonise the transport sector
- Progressively, buildings will require less and less energy for heating and cooling
- Heat pumps / power to heat have the potential to decarbonise the heating sector

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Renewable energies could produce 50% of our electricity by 2030

ES-1-2019: Flexibility and retail market options for the distribution grid

Expected Impact: contribute to at least 2 elements

- Enhance flexibility of distribution grids
- define the conditions of a well-functioning market which creates business case for stakeholders willing to provide such flexibility and allow to sustain the necessary investments (e.g. variable price strategies);
- Improve the capability to manage future energy loads including electrical vehicles;
- Improve distribution grid operations which guarantee security of supply and the use of flexibility products while integrating large shares of variable renewables avoiding unnecessary investments by solving congestion;

+ include ad-hoc indicators to measure the progress against specific objectives of their choice that could be used to assess the progress during the project life



Innovation Action TRL between 5 and 8 6-8 Meur EU funding per project 2019: 37.3 MEur



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ES-2-2019 Solutions for increased regional crossborder cooperation in the transmission grid

Expected Impact:

Contribute to enhance regional cooperation in:

- operation of transmission grids so as to bring additional flexibility
- optimising infrastructure investments and making best used of large scale assets
- improved functioning of the wholesale market across borders;
- development of future common approaches to grid services.

Proposals are invited to

- identify and substantiate impacts to which they contribute and include ad-hoc indicators to measure the progress against specific objectives of their choice that could be used to assess the progress during the project life. Innovation Action TRL between 5 and 8 8 – 10 MEur EU funding per project 2019: 25.0 MEur





ES-6-2019: Research on advanced tools and technological development

Expected Impact:

Research and Innovation Action 2 - 4 MEur EU funding per project 2019: 25.4 MEur

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- Advanced modelling tools are expected to: increase the knowledge on how to design of price structure and magnitude in order to be able to finance e.g. infrastructure and research and innovation; enhance the accuracy of the prediction of electricity production from variable renewables and better qualify and quantity associated issues and remedies
- 2. Advanced tools are expected to develop new approaches to electricity grid planning, monitoring and maintenance that are better suited to today's future characteristics of the grid and enable savings on infrastructure costs.

3. Technological developments are expected to reduce costs of key technology components to allow European Industry to keep and extend its leadership in power electronics for stationary battery systems of all sizes (from home to utility scale) and the integration of battery systems with high shares of renewable electricity and eventually also heating and cooling. Proposals are invited to include ad-hoc indicators to measure the progress against specific objectives of their choice that could be used to assess the progress during the project life.

Expected Impact:

- Demonstration and documentation of increased leveraging of finance into energy transition investments by public authorities;
- Overall, for every million Euro of Horizon 2020 support the action should trigger energy transition investments worth at least EUR 10 million;
- Coordination and Support Action 10 MEur EU funding 2019: 10 MEur
- Number of investment concepts delivered, and number of concepts that turned into tangible investments after the provided support;
- Number of public authority staff with increased capacity for developing investible energy transition projects;
- Innovation uptake by potential replicators;
- Primary energy savings, GHG reductions, renewable energy production and investments in sustainable energy (respectively in GWh/year and in million EUR of investments).

Impacts should rely on quantified indicators and targets wherever possible



Definition Positive Energy Blocks/Districts:

Consist of several buildings (new, retro-fitted or a combination of both) that actively manage their energy consumption and the energy flow between them and the wider energy system.

have an annual positive energy balance.

- >make optimal use of elements such as advanced materials, local RES, local storage, smart energy grids, demand-response, cutting edge energy management (electricity, heating and cooling), user interaction/involvement and ICT.
- >are designed to be integral part of the district/city energy system and have a positive impact on it. Their design is intrinsically scalable and they are well embedded in the spatial, economic, technical, environmental and social context of the project site.

