

Climate-Water-Electricity Interactions in the U.S. Under Alternative Decarbonized Futures

Stuart M. Cohen, Ph.D. 2023 INFORMS Annual Meeting October 18, 2023 Phoenix, Arizona, USA

Outline

- 1 Motivation for integrated climate-water-electricity analysis
- 2 Exploring hydropower availability reduction with a grid-only model
- 3 Integrated grid+hydrology modeling for power sector water risk assessment
- 4 Conclusions and insights

Climate change affects energy demand, thermal power plant performance, and water resources for cooling and hydropower.

- Rising temperatures
 - Higher electricity load with higher peaks
 - Reduced thermal plant efficiency
 - Cooling water discharge temperature limits
- Changing water cycle
 - Hydropower availability
 - Cooling water availability and quality
- Other short- and long-term impacts, e.g., wind/solar resource changes, extreme weather events









Innovative approaches are required to integrate climate-water-electricity models and data

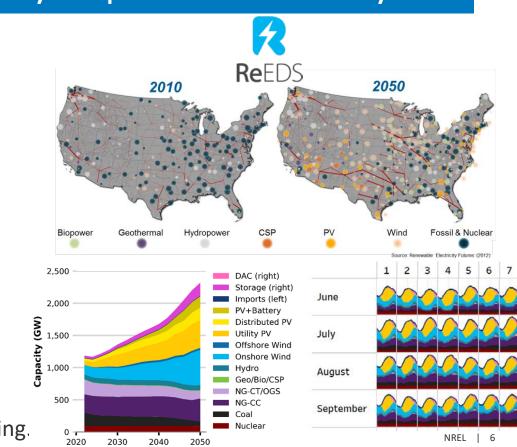
- Global climate model data must be downscaled and processed for use in water-energy models.
- Water and electricity models must represent climate impacts.
- Water and electricity models can be difficult to combine.

Craig et al., 2022 offers a great summary of climate-energy model disconnects: https://www.sciencedirect.com/science/article/pii/S2542435122002379

Exploring hydropower availability reduction with a grid-only model

A grid planning model can study first-order grid impacts of reduced hydropower availability

- Climate change and environmental constraints could reduce hydropower availability.
- NREL's Regional Energy Deployment System (ReEDS) model can explore alternative hydropower futures.
- ReEDS minimizes investment and operation of generation, storage, and transmission through 2050 for the contiguous U.S.
- Implementing hydropower availability scenarios represents multisectoral interactions without multimodel coupling.

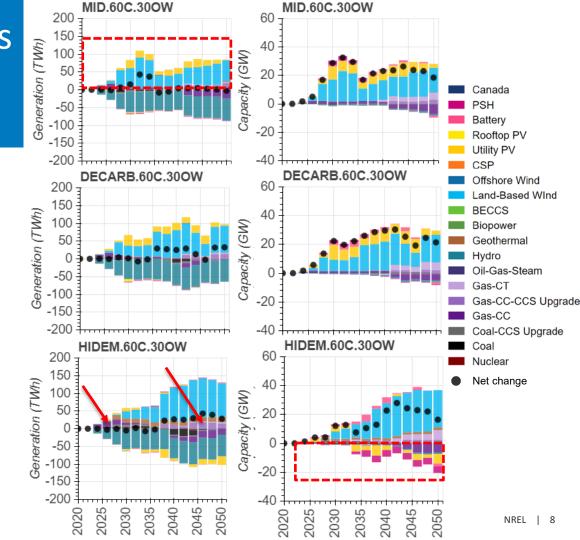


Scenarios include declining hydropower availability and alternative grid futures

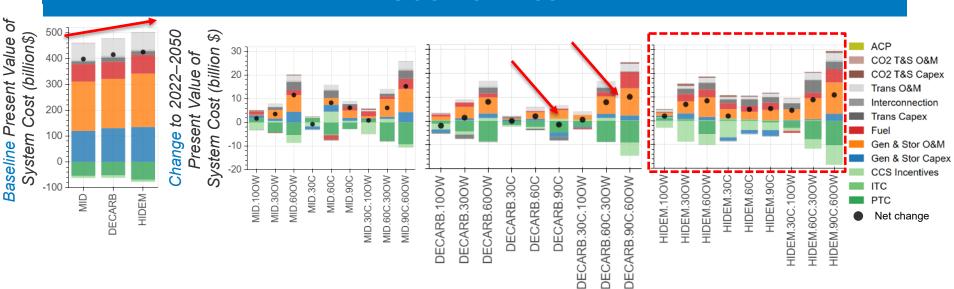
- Focus on the U.S. Western Interconnect, where hydropower is more influential.
- Electricity scenarios vary decarbonization and demand.
 - MID: all default model assumptions from 2022 <u>Standard Scenarios</u>
 - DECARB: requires 95% CO2 reductions by 2050 relative to 2005
 - HIDEM: high electrification scenario from NREL Electricity Futures
- Declining hydropower scenarios reduce hydropower energy (not capacity) from 2022 to 2030 where it remains fixed thereafter.
 - 10/30/60% reductions in OR/WA (OW)
 - 30/60/90% reductions in CA (C)
 - Combination scenarios for each of the low/mid/high levels
 - Baseline scenario with constant hydropower availability for comparison

Reduced hydropower is offset by a range of technologies

- Lost hydropower is replaced largely by wind and solar PV.
- Near-term increase in gas and long-term increase in CCS can occur.
- High demand scenario has reduced PV & battery deployment.



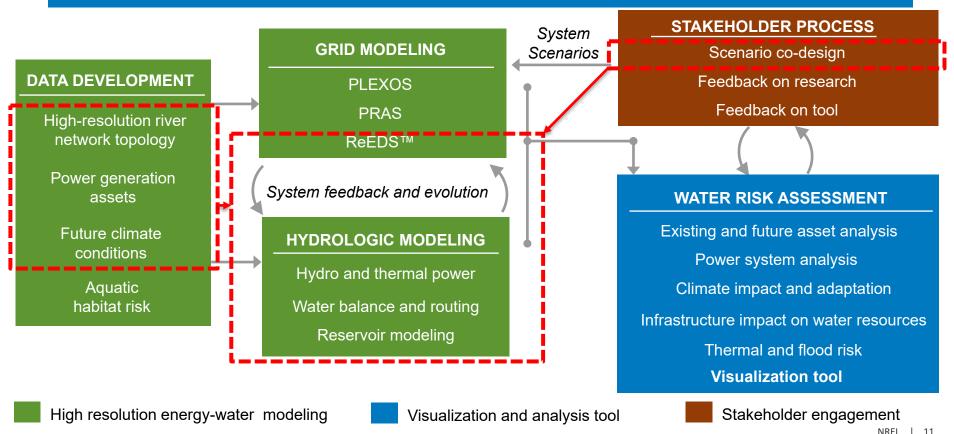
Changes to the grid mix affect overall grid economics



- Costs are higher with deeper decarbonization or higher demand.
- Reduced hydropower often increases system cost, but sometimes negligibly.
- Cost impacts are slightly greater with high demand.

Integrated grid+hydrology modeling for power sector water risk assessment

An integrated multi-model workflow can incorporate climate-energy-water feedbacks



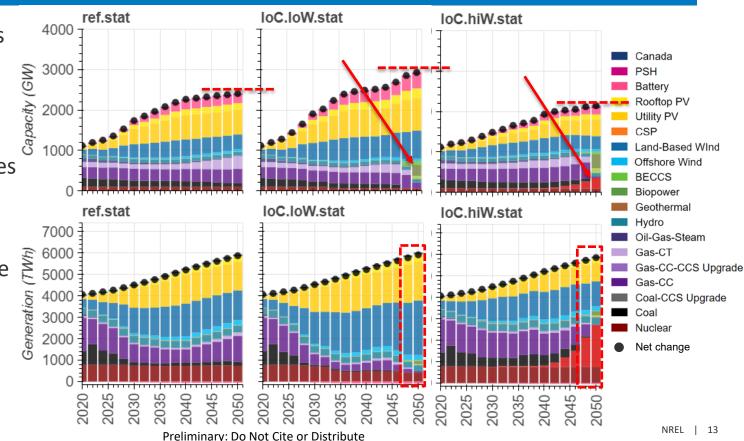
Ongoing analysis explores a wide range of climate and electricity futures

- 6 Climate scenarios span a range of temperature and precipitation futures: **ACC**ESS-CM2, **BCC**-CSM2-MR, **CNR**M-ESM2-1, **MPI**-ESM1-2-H4, **MRI**-ESM2-0, **Nor**ESM2-MM (all using <u>SSP5-85</u>) are compared to **stat**ic historical climate scenarios.
- Electricity scenarios span vary load, carbon emissions, and water use.

Electricity Scenario	Description
Mid case (ref)	Default input data and assumptions
Low Carbon (IoC)-Low Water Use (IoW)	Low-cost wind, solar, batteries; 100% CO ₂ reduction in 2050
loC-High Water Use (hiW)	IoC + high-cost wind, solar, batteries; low-cost small modular nuclear, CCS
High Demand (hiD)	High electricity demand driven by electrification
hiD-loC-loW	hiD + loC + loW assumptions
hiD-loC-hiW	hiD + loC + hiW assumptions

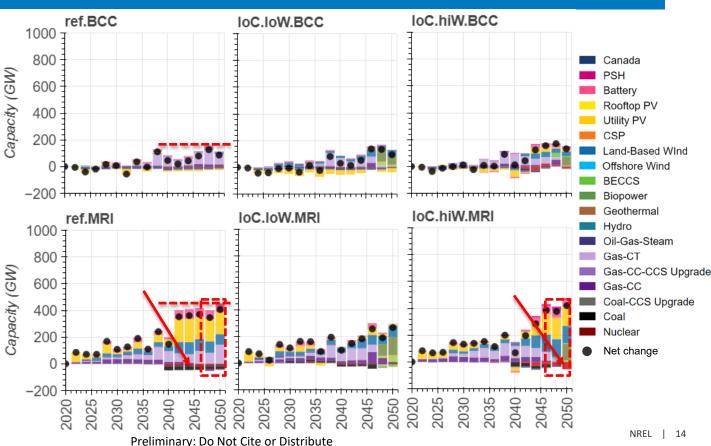
Electricity scenarios have disparate water and emissions impacts

- Different scenarios utilize different technologies (e.g., H₂, nuclear-SMR).
- Total capacity varies with wind & PV competitiveness.
- Water use could be very different between a highrenewables vs. a high-nuclear grid.



The response to future temperature rise depends on electricity scenario and temperature pathway

- Temp change sets the impact magnitude.
- Technology-specific impacts depend on the grid mix.
- Higher fossil & nuclear capacity factors amplify their generation impacts relative to capacity.



The next analysis phase will feed back asset-level climate-water constraints to the grid model

- 1. Downscale temperature projections for ReEDS.
- 2. Run ReEDS with future temperature to produce grid infrastructure without considering water impacts.
- 3. Run hydrology and thermal/hydropower asset models with future climate-water impacts on future ReEDS infrastructure. Assess generator availability relative to the ReEDS solution.
- 4. Feed back adjusted availability factors to ReEDS and re-run to produce climate-water impacted grid.

Results will reveal asset and regional climate-water risks on power system investment and operation



Conclusions and Insights

- Multisystem/multisector insights are possible without complex model coupling, but coupling enables richer exploration of feedbacks.
- 2. Reduced hydropower availability affects fossil and renewable technologies in nuanced and scenario-specific ways.
- 3. The decarbonization strategy can strongly influence how climate change impacts the grid.

Thank You. Questions?

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Stuart.Cohen@nrel.gov

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