

# Influence of the optimal storage tank capacity on the economy of hybrid PV micro-CHP systems

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## Abstract

Hybrid renewable systems, made up of a PV unit and a micro-Combined Heat and Power technology can help to cope with the intermittency of solar energy, reducing the stress on the distribution electricity grid, while reducing the emissions of the building sector [1]. However, the introduction of such technologies seeks an optimal dimensioning approach in order to maximise their competitiveness with respect to fossil fuel generation.

**Aim.** The present paper focuses on the use of water storage tanks in the residential sector to enhance the economy of hybrid renewable systems through the analysis of the influence of the main design parameters on its optimal size. Results show as the positive contribution of TES is evident in case of a higher operational flexibility, such as with a Time of Use electricity Tariff. The outcome suggests as a higher flexibility in the energy tariff system can help the economy of micro-generation.

## 1. Conceptual layout of the hybrid system

The conceptual layout of the proposed hybrid system is reported below.

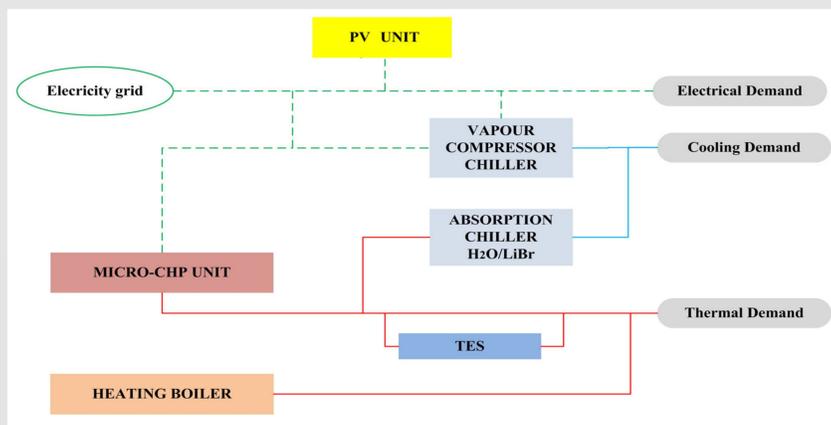


Figure 1 – Hybrid system layout

PV panel efficiency: calculated on the basis of the panel temperature and the available irradiation [2].

Three technologies of m-CHP: ICE, Stirling engine and fuel cell [3].

	ICE	Stirling	Fuel cell
Electrical efficiency [%]	24	15.8	40
Thermal efficiency [%]	64	75	40
Specific cost [€/kWe]	3,400	4,500	6,700
O&M COST	0.021	0.017	0.019
Lifetime		10 years	
	Compr. chiller	Absorp. chiller	
COP	3	0.7	
Specific cost [€/kW]	250	300	

## 2. Optimization procedure

Main aim of the optimization algorithm: 1) satisfy the thermal and electric demand; 2) achieve minimum total annual cost criterion [3].

Loads: a typical day for each season with a time step of one hour.

Tariffs: 1) a flat electricity tariff of 0.16 €/kWh 2) a variable tariff, following a daily market trend, have been chosen (costs of distribution and dispatch have been added in order to reach the same average value of the flat tariff).

## 3. Results and discussion

Size of the micro-CHP unit and TES, yearly savings of the hybrid renewable energy system defined by the optimal sizing procedure.

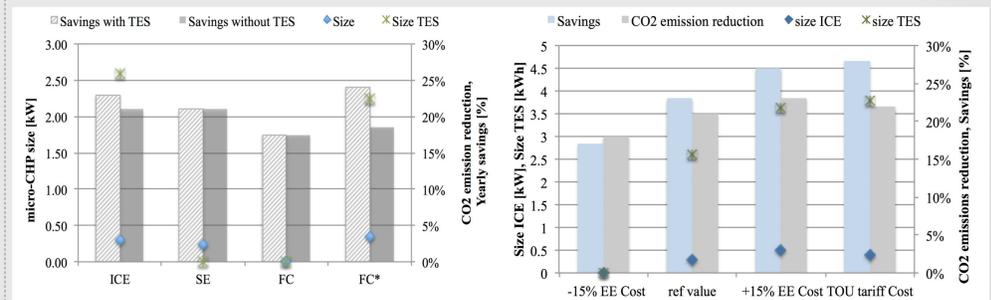


Figure 2 – Size of the CHP and TES (a); variable electricity price for ICE case (b)

ICE is recognised to be the most advantageous micro-CHP technology in residential applications [4]. Fuel cell is too expensive.

Higher electricity tariff → increased attraction of TES

Effect of different NG tariffs on savings, CO<sub>2</sub> emission reduction and sizes of micro-CHP and the TES: ICE (Figure 3a) and SE (Figure 4b) case

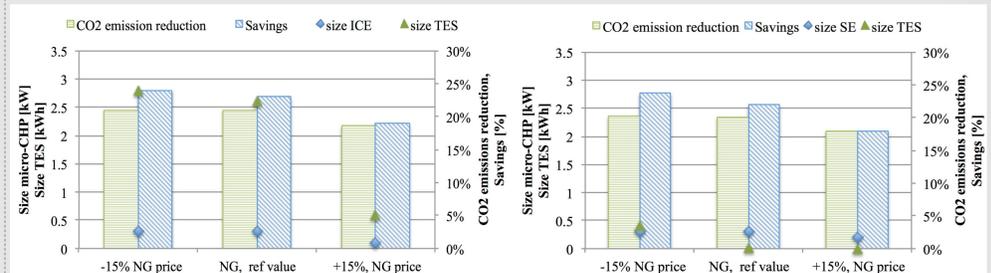


Figure 3 – Effect of variable NG price for ICE case (a) and SE case (b)

Lower NG tariff → improved economy

ICE case: operating hours ↑ TES capacity ↑  
SE case: operating hours ↓ TES capacity ↑

Influence of reducing the capital cost of micro-CHP and TES: ICE and SE cases.

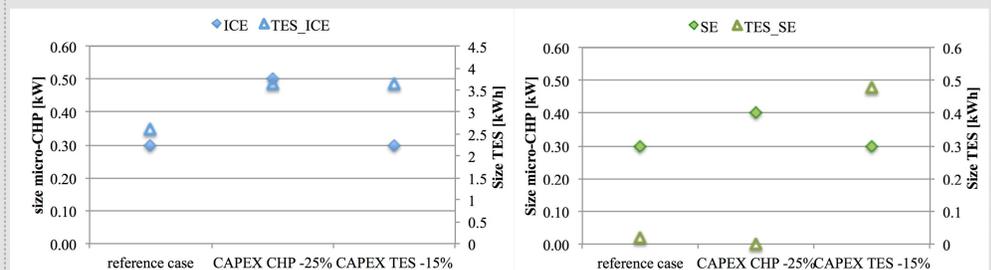


Figure 4 – Influence of CAPEX for ICE case (a) and SE case (b)

Reduction in the cost of the TES → limited savings (2-4%)

Reduction in the cost of the m-CHP → higher savings (SE)

## 4. Conclusions

ICEs represent the most suitable technology for residential applications. Higher savings can be achieved with a water storage unit, in particular in case of: i) a higher flexibility of the electricity tariff, ii) lower NG tariff (reduced taxation), and iii) a reduction in the cost of storage tanks, that could be provided as grant scheme.

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