

# A two-stage framework for multiobjective energy management in distribution networks with a high penetration of wind energy

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## Abstract

The integration of renewable energy sources (RESs) in distribution networks has brought great challenges to the volt/var management due to their intermittency and volatility. This paper proposes a two-stage energy management framework of distribution networks to facilitate the accommodation of high wind energy penetration. In the proposed framework, the volt/var management problem is formulated and decomposed as a two-stage energy scheduling optimization model with different time frames considering the uncertainties of wind energy and load forecasts. In the first stage, a scenario-based stochastic day-ahead scheduling model is formulated to optimize the 24-hour charging/discharging scheme of energy storage system (ESS) and power generation of diesel generator (DG) in order to minimize the expected operation cost. Based on the stochastic optimal scheduling results in the first stage, the second stage implements the multiobjective volt/var optimization (VVO) to determine the optimal real-time operation of volt/var control devices, considering the costs of adjusting the control devices (CACDs). The proposed method has been fully evaluated and benchmarked on a 69-bus distribution network under various operational scenarios to demonstrate its superiority on various performance metrics and further confirm its effectiveness and efficiency for distribution networks to accommodate a high penetration of wind energy.

## Highlights

- A multiobjective VVO is proposed for distribution networks with RESs.
- A two-stage energy management framework is used to accommodate the wind energy.
- ESS is utilized to reduce the network loss and maximize economic benefits.
- ESS degradation cost and CACDs are considered in the volt/var management.

## Keywords

Distribution networks, energy management, energy storage system, wind energy, volt/var optimization.

## 1. Introduction

Rapid development and advancement in smart grid technologies have enabled the renewable energy sources (RESs), especially the wind energy, to be grid-integrated in distribution networks with increasingly high penetration [1]. Annual wind energy production is growing significantly and has reached around 4% of worldwide energy consumption [2-4]. Now there are over two hundred thousand wind turbines (WTs) in onsite operation, with a total installed capacity of 432,000 MW at the end of 2015 [5]. Wind energy, as an alternative to the fossil fuels, is a clean and sustainable energy source without greenhouse gas emissions [6]. In general, distribution networks are normally operated as radial feeders, and various types of end-use loads are connected to the

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33 feeders. Depending on the location of wind energy generation and the instantaneous mismatch between generation supply and  
34 load demand, the loads in the downstream of the connection points and even the total demand in the distribution network could  
35 be lower than the wind generation outputs. Therefore, the reverse power flows would be resulted as the energy is exported up-  
36 stream along the feeders [7, 8]. Although wind energy may change the direction of branch power and thus reduce losses, if they  
37 are improperly managed, the reverse power flows from high penetration of wind energy can give rise to excessive losses [9]. The  
38 integration of high wind energy penetration would also cause a number of voltage quality concerns [10]. Since the X/R ratio of  
39 distribution lines is small, the wind energy has significant impact on the voltage profiles. Wind energy is accompanying with  
40 intermittency and volatility due to its dependency to the natural fluctuations, which would give rise to voltage fluctuations and  
41 deteriorate the voltage quality. This may ultimately lead to an increase in regulating times of on-load tap-changers (OLTCs) and  
42 capacitor banks, which accelerate the wear-and-tear of the volt/var control devices [11]. Consequently, it is critical to investigate  
43 an effective and feasible management scheme for distribution networks with high penetration of wind energy.

44 Volt/var optimization (VVO), referring to the regulation of voltage levels and reactive power over the feeders, is one of the  
45 most important control schemes in distribution networks [12, 13]. Various literatures have reported the application of VVO  
46 schemes in distribution networks. A multiobjective VVO model, with the objectives of the network losses, voltage deviations,  
47 and total energy costs, was proposed in [14], and a combinatorial multiobjective VVO model based on fuzzy logics was also  
48 reported in [15]. VVO was studied in [16, 17] and the exponential load model was used to represent the load-to-voltage func-  
49 tional relationship in the VVO problem. A model predictive control based VVO was proposed in [16] by scheduling the optimal  
50 tap positions of OLTCs and switch status of capacitor banks. Furthermore, a VVO framework to optimally control capacitor  
51 banks, voltage regulators and OLTCs was proposed in [18] to minimize the network loss and energy demand. However, the costs  
52 of adjusting the control devices (CACDs) have not been considered in these literatures yet.

53 So far, with the increase of wind energy penetration in smart distribution networks, the coordinated management of VVO and  
54 wind generation has become an emergent topic. The impacts of various RESs on the volt/var control performance have been an-  
55 alyzed in [19, 20]. A multi-timescale stochastic VVO was proposed in [21] to regulate the network voltages in the presence of  
56 uncertain RES outputs and load demands, and the multiobjective stochastic VVO methods for distribution networks with proba-  
57 bilistic characteristics of wind farms were studied in [22] and [23]. As the influence of active power from wind energy on voltage  
58 profile is much more than its reactive power [18, 20], the coordinated scheduling optimization of energy storage system (ESS)  
59 and volt/var control devices is necessary for the distribution networks with the high penetration of RESs. Hence, the volt/var  
60 management in this paper aims to coordinately schedule the active and reactive power in the distribution networks with high  
61 wind energy penetration.

62 The volt/var management in distribution networks is a challenging optimization problem due to the multiple objective func-  
63 tions, high-dimensional variables, highly constraints, coordination of various control devices with different time frames, and un-  
64 certainties of wind energy and load forecasts. This problem focuses on the coordinated optimization of daily charging/discharg-  
65 ing scheme of ESS, outputs of diesel generator (DG), and scheduling scheme of volt/var control devices. However, it is ineffi-  
66 cient for conventional methods to solve such a high dimensional and highly constrained problem while simultaneously minimiz-  
67 ing the multiple operational objectives (i.e. network loss, voltage deviations (VD), CACDs, demand consumption, and the deg-  
68 radation cost of ESS). It should be pointed out that the dispatch of ESS and DG is based on the time-of-use (TOU) pricing and  
69 day-ahead wind and load scenarios, while the hourly scheduling of volt/var control devices is to dynamically update the real-time  
70 dispatch scheme and regulate the reactive power and voltage profile over the feeders. In this research, a two-stage multiobjective  
71 framework is proposed to solve the volt/var management problem of distribution networks. The proposed framework performs  
72 the stochastic economic generation scheduling of ESS and DG in the first stage to minimize the expected operation cost, includ-  
73 ing energy procurement cost, generation cost, ESS energy loss cost and degradation cost, and the second stage implements the  
74 multiobjective VVO to facilitate the accommodation of high wind energy penetration. The effects of the proposed approach un-  
75 der various penetration levels of wind energy on performance metrics have also been analyzed in the case study.

76 The rest of this paper is organized as follows: The mathematical models of distribution networks, WT, and end-use load are  
 77 presented in Section 2. In Section 3, the proposed method is discussed and each stage is explained in detail. Comparative simula-  
 78 tion studies under various wind energy penetrations are implemented in Section 4 to demonstrate the superiority of the proposed  
 79 method. Finally, the paper is concluded in Section 5.

## 80 2. Problem Formulation

### 81 2.1 Distribution Network Model

82 For a typical radial distribution network as shown in Fig.1, there are  $N$  buses indexed by  $i = 0, 1, \dots, N$ . The complex power  
 83 flows at each bus can be described as the following equations [16],

$$84 \quad P_{i+1} = P_i - r_i \frac{P_i^2 + Q_i^2}{V_i^2} - p_{i+1} \quad (1)$$

$$85 \quad Q_{i+1} = Q_i - x_i \frac{P_i^2 + Q_i^2}{V_i^2} - q_{i+1} \quad (2)$$

$$86 \quad V_{i+1}^2 = V_i^2 - 2(r_i P_i + x_i Q_i) + (r_i^2 + x_i^2) \frac{P_i^2 + Q_i^2}{V_i^2} \quad (3)$$

$$87 \quad p_i = p_i^L - p_i^G, \quad q_i = q_i^L - q_i^G \quad (4)$$

88 where  $V_i$  is the voltage of bus  $i$ ; the apparent power from bus  $i$  to bus  $i + 1$  is represented with  $S_i = P_i + jQ$ ; the load de-  
 89 mand at bus  $i$  is represented with  $p_i + jq_i$ ; the complex impedance in the line between bus  $i$  to bus  $i + 1$  is represented  
 90 with  $z_j = r_j + jx_j$ ;  $p_i^L$  and  $q_i^L$  are the active and reactive loads at bus  $i$ , respectively;  $p_i^G$  and  $q_i^G$  are the active power generated by the  
 91 RESs and DG units at bus  $i$ ;  $q_i^G$  is the reactive power generated by the RESs, DG units and reactive power compensa-  
 92 tion devices at bus  $i$ .

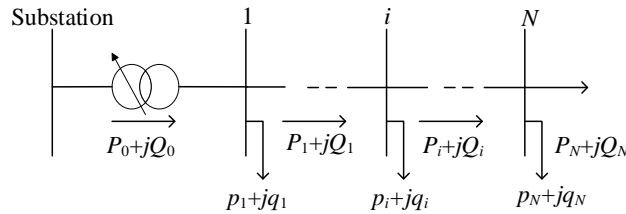


Fig.1 Schematic diagram of a radial distribution network

### 95 2.2 Wind Turbine Model

96 The power curve of a WT depicts the electrical power output of wind generation as a function of wind velocity [19]. As shown  
 97 in Fig. 2, a WT starts generating power at the cut-in wind speed  $v_{in}$  and reaches its rated power  $P_r$  at the rated speed  $v_r$ .  
 98 Since then, the power output remains the constant at the rated power  $P_r$  till the cut-off wind speed  $v_{out}$  with the increase of  
 99 wind velocity  $w$ . In this paper, a typical piecewise linear method in [19] is adopted to approximate the nonlinear power curve of  
 100 WTs, as formulated in (5),

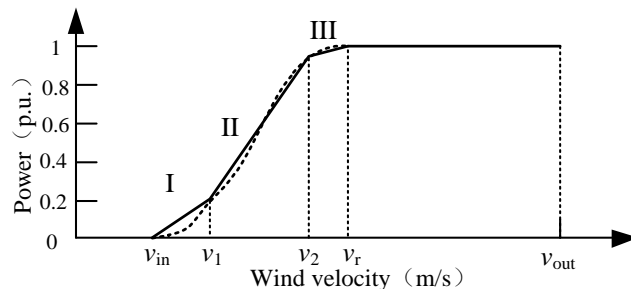


Fig.2 Power curve of WT (dotted) and piecewise linear approximation (solid)

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$$P_{WT} = P_W \times \begin{cases} r_1(w - v_{in}), & v_{in} \leq w \leq v_1 \\ r_1(v_1 - v_{in}) + r_2(w - v_1), & v_1 \leq w \leq v_2 \\ r_1(v_1 - v_{in}) + r_2(v_2 - v_1) + r_3(w - v_1), & v_2 \leq w \leq v_r \\ 1, & v_r \leq w \leq v_{out} \\ 0, & \text{otherwise} \end{cases} \quad (5)$$

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where  $P_W$  is the rated wind power;  $w$  is the wind speed;  $r_i$  and  $v_i$  are the slope and wind speed break-point of the piece of wind power curve, respectively;  $v_{in}$  is the rated wind speed;  $v_1$  and  $v_2$  are the cut-in speed and cut-out speed, respectively. Here, the parameters in (5) are assigned the values with following [19]:  $r = 0.2/(v_1 - v_{ci})$ ,  $r_2 = (0.96 - 0.2)/(v_2 - v_1)$ ,  $r_3 = (1 - 0.96)/(v_r - v_2)$ ,  $v_1 = 7$  m/s,  $v_2 = 12$  m/s,  $v_r = 14$  m/s,  $v_{in} = 4$  m/s, and  $v_{out} = 25$  m/s.

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### 2.3 End-Use Load Model

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The end-use load model describes the load behaviors with the change of nodal voltage. In most previous studies of distribution networks, many load models have been developed, among which, polynomial and exponential load models have been widely used to represent the load-to-voltage relationship [16-18]. Here, the exponential load model can be formulated as,

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$$P_{Li} = P_{0i} \left( \frac{V_i}{V_{0i}} \right)^{p_i} \quad (6)$$

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$$Q_{Li} = Q_{0i} \left( \frac{V_i}{V_{0i}} \right)^{q_i} \quad (7)$$

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where  $P_{Li}$  and  $Q_{Li}$  are the active and reactive load demand at bus  $i$ , respectively;  $P_{0i}$  and  $Q_{0i}$  are the active and reactive load demand at rated voltage and frequency at bus  $i$ , respectively;  $V_i$  and  $V_{0i}$  are the rated voltage and voltage magnitude at bus  $i$ , respectively;  $p_i$  and  $q_i$  are the constant parameters of the exponential load model whose values are determined by load compositions. Usually, the end-use loads of distribution network can be mainly characterized as residential, commercial and industrial loads, and their corresponding parameter values are shown in Table 1 [24]. It should be emphasized that a feeder contains more than one load type, and thus a load-mix requires to be implemented, as discussed in Section 4.

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Table 1 Parameters of different exponential load models

Table 1 Parameters of different exponential load models		
Load type		
Residential	1.04	4.19
Commercial	1.50	3.15
Industrial	0.18	6.00

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### 2.4 Uncertainty Characterization

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The day-ahead optimal scheduling of volt/var management for distribution networks with a high penetration of wind energy is performed based on the load forecasting, TOU and wind energy forecasting. The forecasting data of load profile of each bus in this distribution network is obtained with Gaussian mixture model in [25], and the wind speed forecast follows the Weibull distribution function using the Weibull constant and the average wind speed [23]. Due to the intermittent and randomness nature of the RESs, their generation outputs will be highly stochastic and difficult to accurately predict. The uncertainty also exists in the load because of the stochastic variations of energy usage behaviors and weather conditions. In this study, these sources of uncertainty are modeled based on the Monte Carlo scenarios [23]. The Monte Carlo simulation is adopted to generate scenarios in which each scenario represents a possible status with wind speed and load forecasting inaccuracies. The parameters in the Monte Carlo simulation are probability distribution functions for load and wind speed forecast errors. Here, the load forecast error is assumed to follow a truncated normal distribution in [26], in which the mean is the hourly load forecast and the standard deviation is 5% of the mean, as follows,

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$$f(x) = \begin{cases} 0 & x < \mu - 3.5\sigma \text{ or } x > \mu + 3.5\sigma \\ \frac{1}{\alpha\sqrt{2\pi}\sigma} e^{-(x-\mu)^2/2\sigma^2} & \mu - 3.5\sigma \leq x \leq \mu + 3.5\sigma \end{cases} \quad (8)$$

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where  $\alpha = \int_{-\infty}^{\infty} dx$ ;  $x$  indicates the load forecast error; and  $\mu$  and  $\sigma$  are the mean and standard deviation of the normal distribution, respectively.

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The wind speed forecast error is characterized by the auto-regressive moving average (ARMA) [26], and a lower order ARMA (1,1) time series is defined to simulate the wind speed data as,

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$$X(t) = \alpha X(t-1) + Z(t) + \beta Z(t-1) \quad (9)$$

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where  $X(t)$  is the wind speed forecast error in the  $t$ th hour forecast; and  $\alpha$  and  $\beta$  are constant parameters, and  $Z(t)$  is the random Gaussian variable with mean equal to zero and standard deviation  $\sigma$ .

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The scenario tree can be formed by several scenarios generated from historical forecasting data. If there are  $u$  scenarios, each scenario can be considered as a path with a possibility of  $1/u$ . Since the computational requirement for solving the scenario-based scheduling problems would increase rapidly with the number of scenarios, a scenario reduction technique in [21] is adopted for the tradeoff between the computation efficiency and the modeling accuracy. After the implementation of scenario reduction,  $S$  scenarios can be obtained, and each scenario expresses a possible day-ahead profile, in which  $Pr_s$  is assigned as the weight to reflect the possibility of occurrence of each scenario. The sum of the probabilities for all scenarios is equal to 1, that is  $\sum Pr_s = 1$ .

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### 3. Proposed Two-Stage Framework

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The voltage profile and power flow will be affected by the integration of high wind energy penetration [19]. The interaction between the dispatchable active/reactive power devices and wind energy is required for the improvements of various operational objectives. As the frequent actions of volt/var control devices could cause voltage fluctuation and wear-and-tear of management equipment in distribution networks, CACDs are considered and formulated into the objective function of conservation voltage reduction. Furthermore, the ESS degradation cost is also considered in this model as the state of charge (SOC) and ambient temperature could cause considerable degradation to ESS [27]. It should be noted that the grid integration of ESS in distribution networks with large-capacity wind energy is economically feasible, and the ESS model proposed in [27] is applied in this study. In mathematical terms, the volt/var management problem can be formulated as the following multiobjective optimization model,

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$$\begin{aligned} & \text{Min } f_i(X) \\ & X = [SOC_1, \dots, SOC_{N_E}, P_1, \dots, P_{N_D}, Q_1, \dots, Q_{N_D}, T_1, \dots, T_{N_B}, Q_1, \dots, Q_{N_C}] \\ & \text{s.t. } \begin{cases} q_k(X) = 0, & k = 1, 2, \dots, M_{\text{eq}} \\ g_j(X) \leq 0, & j = 1, 2, \dots, M_{\text{ineq}} \end{cases} \end{aligned} \quad (10)$$

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where  $f_i$  represents the  $i$ th objective function, such as economic cost, energy conservation and VD;  $M_{\text{eq}}$  and  $M_{\text{ineq}}$  are the number of equality and inequality constraints, respectively;  $X$  is a set of decision variables including the SOC of ESSs, outputs of DGs, tap positions of OLTCs, and reactive power outputs of shunt capacitor banks;  $N_E$ ,  $N_D$ ,  $N_B$ , and  $N_C$  are the numbers of ESSs, DGs, OLTCs, and shunt capacitors, respectively. The scheduling problem in (10) is a multi-horizon and high dimensional optimization problem with multiple objectives, wind energy and load forecasting uncertainties, and hence a two-stage scheduling framework is proposed here to solve this optimization problem. The first stage is to optimize the day-ahead stochastic generation scheduling of ESSs and DGs, and the VVO is implemented in the second stage for the efficient conservation voltage reduction. In this model, the reverse injections to the main grid is allowed without any rejection, and all active power import/export from/to the distribution companies, as well as the ESS energy loss, will be paid with the same price model [28].

166 3.1 The First Stage

167 The scenario-based stochastic day-ahead economic generation scheduling is implemented in this stage to optimize the charging/discharging scheme of ESS and generation of DGs based on the generated wind and load scenarios. The total expected operation cost,  $C_0$ , in this model can be formulated as the sum of expected operation cost of all day-ahead scenarios, as follows,

170 
$$\text{Min } C_0 = C_{\text{EC}} + C_{\text{DG}} + C_{\text{ESS}} \quad (11)$$

171 where

172 
$$C_{\text{EC}} = \sum_{s=1}^{N_s} Pr_s \left\{ \sum_{t=1}^T C_t^e \cdot (P_t^L - P_{t,s}^{\text{DG}} - P_{t,s}^{\text{WT}} - \sum_{i=1}^{N_E} (P_{i,t,s}^{\text{dis}} - P_{i,t,s}^{\text{ch}})) \right\} \quad (12)$$

173 
$$C_{\text{DG}} = \sum_{s=1}^{N_s} Pr_s \left\{ C_f \cdot \left( \sum_{i=1}^{N_D} \sum_{t=1}^T P_{i,t,s}^{\text{DG}} \right) + \sum_{k=1}^K v_k \cdot \left( \sum_{i=1}^{N_D} \sum_{t=1}^T P_{i,t,s}^{\text{DG}} \right) \cdot (V_k + V_k') \right\} \quad (13)$$

174 
$$C_{\text{ESS}} = \sum_{s=1}^{N_s} Pr_s \left\{ \sum_{t=1}^T C_t \cdot \left[ \sum_{i=1}^{N_E} (1 - \eta_i^{\text{ch}}) \cdot P_{i,t,s}^{\text{ch}} + \sum_{i=1}^{N_E} (1 / \eta_i^{\text{dis}} - 1) \cdot P_{i,t,s}^{\text{dis}} \right] \right\} + \quad (14)$$

$$\sum_{s=1}^{N_s} Pr_s \left\{ \sum_{t=1}^T \sum_{i=1}^{N_E} (P_{i,t,s}^{\text{ch}} + P_{i,t,s}^{\text{dis}}) \frac{C_i^E \cdot L_i^R}{k_i \cdot [a_i (1 - \text{SOC}_{i,t,s}) + b_i] \cdot \exp(\alpha_i T_{i,t}) \cdot E_i^R \cdot (1 - \text{SOC}_i^{\text{ref}})} \right\}$$

175 where  $C_{\text{EC}}$  in (12) describes the expected procurement cost of energy supplied from main grid; in (13) represents the expected fuel cost of the energy generated by DGs and the environmental cost of various pollutant emissions; in (14) represents the expected energy loss cost and degradation cost of ESS; The first term in (14) represents the energy loss cost due to battery charging/discharging efficiency, and the second term expresses the cost of equipment degradation because of the wear and tear caused by frequent charging and discharging of batteries; is the number of day-ahead scenarios and  $s$  is the index of scenarios; is the number of total dispatching hours; is the unit price of energy supplied by distribution companies at the hour;  $P$  is the generation of wind energy at the hour in scenario  $s$ ; is the total demand consumption during the hour;  $v_k$ , , and are emission factor, environmental value, and penalty of the type of pollutant respectively, and is the number of pollutant types; represents the unit fuel price of DGs, and is the generation of the DG at the hour in scenario  $s$ ;  $P_{i,t,s}^{\text{ch}}$  and are the charging and discharging energy of the th ESS at the  $t$  hour in scenario  $s$ , respectively;  $\eta_i^{\text{ch}}$  and are the charging and discharging efficiency of ESS of the ESS, respectively; is the capital cost of the  $i$ th ESS including replacement labor;  $L_i^R$  is the rated cycle life of the ESS estimated by manufactures under rated ambient temperature and SOC;  $\text{SOC}_i^{\text{ref}}$  and  $\text{SOC}_{i,t,s}$  are the reference SOC and the current SOC of the  $i$ th ESS at the hour in scenario  $s$ , respectively;  $k_i$  and are coefficients of cycle life of the ESS which are dependent on the temperature;  $a_i$  and  $b_i$  are coefficients of cycle life of the  $i$ th ESS which are dependent on the SOC;  $T_{i,t}$  is the ambient temperature in degree centigrade of the  $i$ th ESS at the  $t$ th hour;  $E_i^R$  is the total energy storage capacity of the  $i$ th ESS.

191 The stochastic generation scheduling problem in the first stage is subjected to the following constrains:

192 1) Energy storage constraints: Energy loss would occur in the charging/discharging energy conversion of ESS,

193 
$$\text{SOC}_{i,t+1,s} - \text{SOC}_{i,t,s} - \frac{\eta_i^{\text{ch}} P_{i,t,s}^{\text{ch}}}{E_i^R} + \frac{P_{i,t,s}^{\text{dis}}}{\eta_i^{\text{dis}} E_i^R} = 0 \quad i = 1, 2, \dots, N_E \quad (15)$$

194 2) SOC constraints: The SOC should be limited to avoid the overcharging and overdischarging of ESS, as follows,

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$$\text{SOC}_{i,\min} \leq \text{SOC}_{i,t,s} \leq \text{SOC}_{i,\max} \quad i = 1, 2, \dots, N_E \quad (16)$$

196 where and are the lower bound and upper bounds of the ESS, respectively.

197 3) Charging/discharging constraints: Since the fast charging/discharging rate would degrade the performance of ESS and thus shorten the lifespan, the charging/discharging energy should be limited as follows,

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$$P_{i,t,s}^{\text{ch}} \leq P_{i,\max}^{\text{ch}} \cdot \delta_{t,s} \quad i = 1, 2, \dots, N_E \quad (17)$$

$$P_{i,t,s}^{\text{dis}} \leq P_{i,\text{max}}^{\text{dis}} \cdot \varphi_{t,s} \quad i = 1, 2, \dots, N_E \quad (18)$$

$$\delta_{t,s} + \varphi_{t,s} \leq 1 \quad (19)$$

where  $\varphi_{t,s}$  and  $\delta$  are binary variables to represent the state of ESS energy flow (i.e., charging or discharging) during the hour in scenario  $s$ ; and  $P_{i,\text{max}}^{\text{dis}}$  are the allowed maximum charging and discharging energy of the ESS for each hour, respectively.

4) DG output constraints: The output of DG should be limited within its maximum and minimum generation outputs,

$$P_{i,\text{min}}^{\text{DG}} \leq P_{t,i,s}^{\text{DG}} \leq P_{i,\text{max}}^{\text{DG}} \quad i = 1, 2, \dots, N_D \quad (20)$$

where and are the maximum and minimum generation outputs of the DG for each hour, respectively.

### 3.2 The Second Stage

In this stage, the multiobjective VVO is implemented to dispatch the volt/var control devices, outputs of ESS and DG based on the scheduled results solved in the first stage and the real-time data. Moreover, the utilization of SCADA/DMS and the growing penetration of advanced metering infrastructure can provide sufficient valuable real-time information for utilities to implement the proposed VVO scheme [29]. Consequently, the optimization objectives of VVO, including the total energy consumption and VD, can be formulated as follows,

$$\text{Min } P_S = P_{\text{Loss}} + P_L + P_{\text{CACD}} \quad (21)$$

$$\text{Min } \text{VD} = \sum_{i=1}^N \left| \frac{V_i^* - V_{i,t}}{V_i^*} \right| \quad (22)$$

where

$$P_{\text{Loss}} = \sum_{k=1}^{N_L} G_{k,t} (V_{i,t}^2 + V_{j,t}^2 - 2 |V_{i,t}| |V_{j,t}| \cos \delta_{ij,t}) \quad (23)$$

$$P_L = \sum_{i=1}^N P_{0i} \left( \frac{V_{i,t}}{V_{0i}} \right)^{\alpha_i} \quad (24)$$

$$P_{\text{CACD}} = C_B \sum_{i=1}^{N_B} \Delta u_{B_i} + C_C \sum_{i=1}^{N_C} \Delta u_{C_i} \quad (25)$$

where  $P_{\text{Loss}}$  in (23) is the network loss; in (24) represents the total end-use loads; in (25) is the costs of adjusting OLTCs and shunt capacitor banks; VD represents the voltage deviation; and  $N$  are the number of distribution lines and buses; and are nominal voltage and voltage magnitude of the bus at the  $t$ th hour, respectively; is the conductance of the branch line connecting the  $i$ th and the  $j$ th bus; is the voltage angle difference between the  $i$ th and the  $j$  bus;  $C$  and are the unit adjustment cost of OLTCs and shunt capacitor banks, respectively;  $\Delta u_{B_i}$  and are the operating times of OLTC and capacitor bank, respectively.

The objective functions in the second stage are subjected to the following constrains:

1) Power-flow equality constraints: The load flow equality constraints include the active and reactive power balance at each bus, as follows,

$$P_t^S + P_{i,t}^{\text{DG}} + P_{i,t}^{\text{WT}} + P_{i,t}^{\text{dis}} - P_{i,t}^{\text{ch}} - P_{i,t}^L = P_{i,t}(\theta, V, \text{tap}) \quad i = 1, 2, \dots, N \quad (26)$$

$$Q_t^S + Q_{i,t}^{\text{DG}} - Q_{i,t}^L + Q_{i,t}^C = Q_{i,t}(\theta, V, \text{tap}) \quad i = 1, 2, \dots, N \quad (27)$$

where  $P_{i,t}^{\text{DG}}$  and are the active and reactive power of the DG at the bus during the hour, respectively; is the reactive power compensation at the bus from shunt capacitor banks at the hour; and are active and reactive power supplied from main grid during the hour, respectively; is the output of WTs at the  $i$ th bus during the  $t$  hour;  $P_{i,t}^L$  and are the active and reactive loads at the bus during the hour, respectively; and

235  $Q_{i,t}(\theta, V, tap)$  are the active and reactive power injection at the  $i$ th bus during the  $t$ th hour.

236 2) OLTC constraints: The tap position of transformer can be stepwise regulated, and should be bounded within its minimum  
237 and maximum limits, as follows,

$$238 \quad tap_{i,\min} \leq tap_{i,t} \leq tap_{i,\max} \quad i = 1, 2, \dots, N_B \quad (28)$$

239 where  $tap_{i,\max}$  and  $tap_{i,\min}$  are the maximum and minimum tap positions of the  $i$ th OLTC for each hour, respectively.

240 3) Capacitor bank constraints: The VAR output generated by capacitor can be stepwise changed, and should also be within  
241 its lower and upper limits, as follows,

$$242 \quad Q_{i,\min}^C \leq Q_{i,t}^C \leq Q_{i,\max}^C \quad i = 1, \dots, N_C \quad (29)$$

243 where  $Q_{i,\max}^C$  and  $Q_{i,\min}^C$  are the maximum and minimum VAR outputs of the  $i$ th capacitor bank for each hour, respectively.

244 4) DGs reactive power constraints: The reactive power output should be limited by the capacity limitation of DG, as follows,

$$245 \quad Q_{i,\min}^{DG} \leq Q_{i,t}^{DG} \leq Q_{i,\max}^{DG} \quad i = 1, \dots, N_D \quad (30)$$

246 where  $Q_{i,\max}^{DG}$  and  $Q_{i,\min}^{DG}$  are the maximum and minimum reactive power of the  $i$ th DG for each hour, respectively.

247 5) Distribution branch constraints: The apparent power flow of the  $k$ th branch line connecting bus  $i$  and  $j$  should be lim-  
248 ited within its loading limit to avoid overloading,

$$249 \quad |S_{ij,t}| \leq S_{ij,\max} \quad k = 1, 2, \dots, N_L \quad (31)$$

250 where  $S_{ij,t}$  and  $S_{ij,\max}$  are the absolute power over distribution lines and the maximum transmission power between bus  $i$   
251 and bus  $j$ , respectively.

252 6) Nodal voltage constraints: The voltage magnitude of each bus shall be constrained between its lower and upper limits,

$$253 \quad V_{i,\min} \leq V_{i,t} \leq V_{i,\max} \quad i = 1, 2, \dots, N \quad (32)$$

254 where  $V_{i,\min}$  and  $V_{i,\max}$  are the minimum and maximum allowable voltage of the  $i$ th bus, respectively.

255 7) Power factor constraints: The substation should be operated with a limited power factor as follows,

$$256 \quad PF_{\min} \leq PF_t^{\text{sub}} \leq PF_{\max} \quad (33)$$

257 where  $PF_{\max}$ ,  $PF_{\min}$ , and  $PF_t^{\text{sub}}$  are the maximum, minimum and current substation power factor, respectively.

258 8) DG output and ESS charging/discharging constraints: The output of DG and the charging/discharging rate of ESS should be  
259 bounded within their maximum and minimum limits, as formulated in (15)-(20).

260 Fig 3 illustrates the flowchart for implementation process of the proposed two-stage scheduling framework. In this study,  
261 the energy management in the first stage is optimized by the BONMIN solver on GAMS [30], and the multiobjective differential  
262 evolution (MODE) algorithm [31] with MATLAB is adopted to solve the bi-objective VVO problem in the second stage. The  
263 implementation framework in Fig 3 can be achieved using GDXMRW for the interfacing GAMS and MATLAB [30]. For the  
264 resulting multiobjective solution set, the fuzzy logic based decision making method in [32] is applied to identify the best  
265 compromise solution from the Pareto optimal frontier. In this multi-criteria decision making method, the  $i$ th objective function  
266 value of a solution in the Pareto-optimal set,  $F_i$ , is represented by a membership function  $\mu_i$  defined as,

$$267 \quad \mu_i = \begin{cases} 1 & F_i \leq F_{i,\min} \\ \frac{F_{i,\max} - F_i}{F_{i,\max} - F_{i,\min}} & F_{i,\min} \leq F_i \leq F_{i,\max} \\ 0 & F_i \geq F_{i,\max} \end{cases} \quad (34)$$

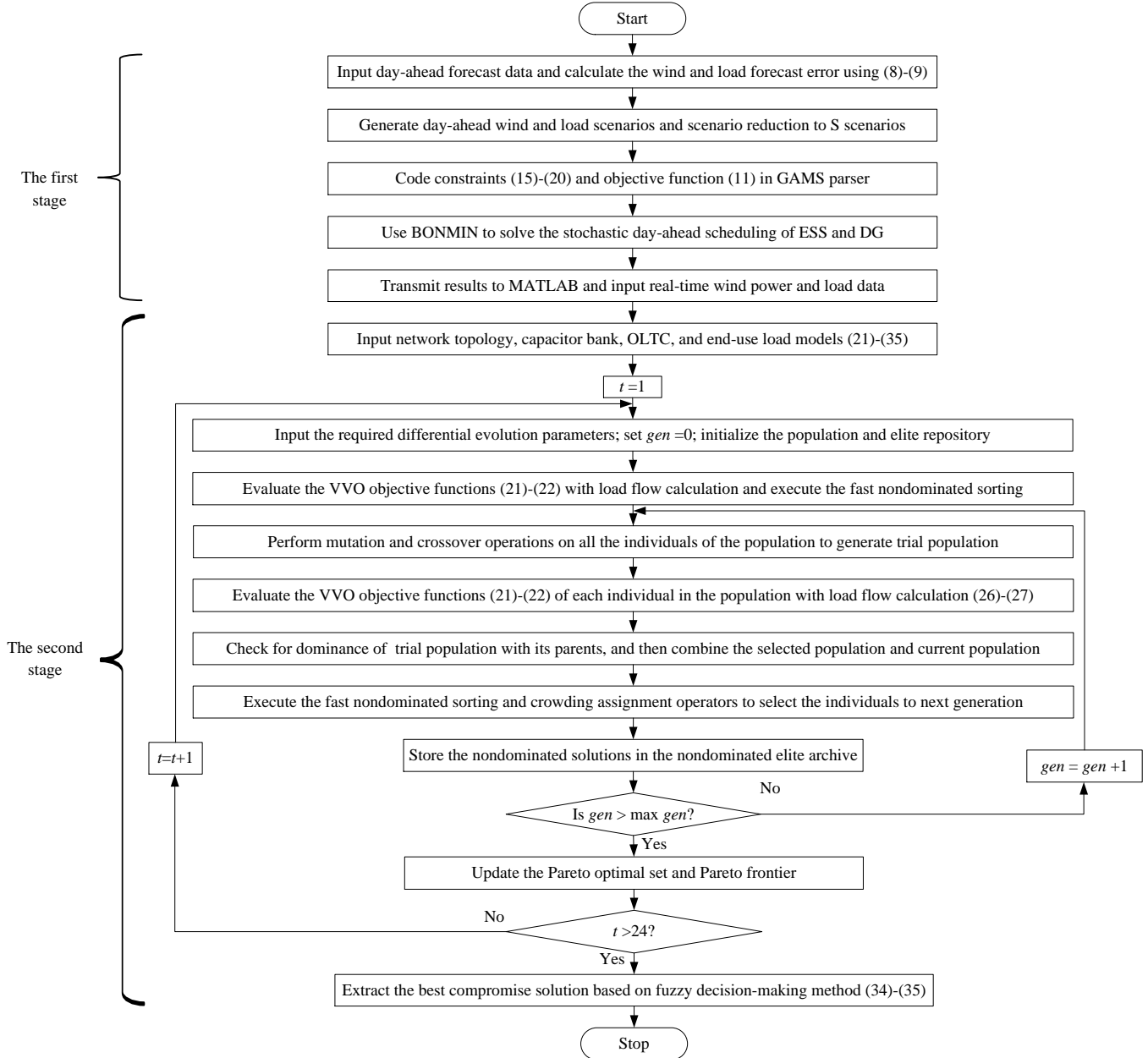
268 where  $F_{i,\max}$  and  $F_{i,\min}$  are the maximum and minimum values of the  $i$ th VVO objective function, respectively. For the  $k$ th  
269 nondominated solution, the normalized membership value  $\mu(k)$  is formulated as follows,



270

$$\mu(k) = \frac{\sum_{i=1}^n \mu_i(k)}{\sum_{j=1}^m \sum_{i=1}^n \mu_i(j)} \quad (35)$$

271 where  $m$  indicates the number of nondominated solutions in the resulting solution set, and  $n$  is the number of VVO objective  
 272 functions. Consequently, the best compromise solution can be derived from the solution with maximal normalized membership  
 273 value.



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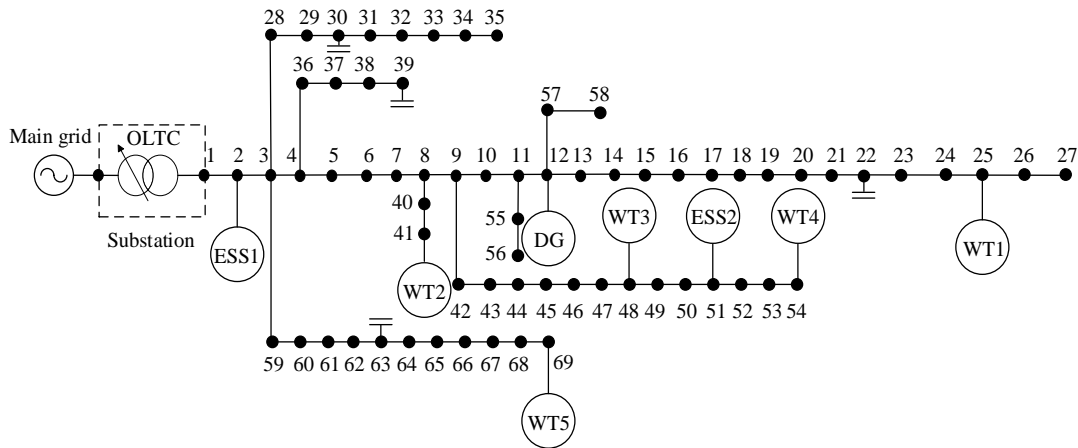
275

Fig.3 Flowchart of the proposed two-stage energy management framework

#### 276 4. Case Study

277 The proposed two-stage scheduling scheme is tested on a modified 69-bus distribution network, as shown in Fig. 4, to solve  
 278 the multiobjective volt/var management problem. While the detailed network topology and data are given in [33], this scheduling

279 problem has 9 dispatchable variables within each decision cycle, including the active/reactive power outputs of a DG installed at  
 280 bus 12, the tap position of a OLTC at the substation, the charging/discharging schemes of 2 ESSs installed at buses 2 and 51, and  
 281 4 shunt capacitors installed at buses 22, 30, 39 and 63. Here, the rated capacity of the DG is 1 MW and its pollutant emission  
 282 parameters are obtained from [34]. The minimum generation output of DG is 0.2 MW, and the unit fuel price  $C_f$  is 145 \$/MWh  
 283 [34]. The OLTC ratios are constrained in the range of 0.95-1.05 with a step size of 0.0125, and all the VAR outputs of capacitors  
 284 are within the interval of 0-0.5 with a step size of 0.1 MVar [18]. The cost coefficients of CACDs,  $C_B$  and  $C_C$ , are set to 10 kW  
 285 and 6 kW per time, respectively [35]. The rated capacities of WTs installed at buses 25, 41, 48, 53 and 69 are 0.7 MW. The  
 286 lead-acid battery in [27] is selected as the ESS in this study. The rated capacities of batteries are 1 MWh and the maximum  
 287 charging/discharging rate is limited to 20% of their rated capacity [27]. In order to obtain prolong battery lifespan, the lower  
 288 bound, initial value and upper bounds of SOC are set to 0.3, 0.3 and 0.9, respectively. The charging/discharging efficiency and  
 289 the coefficients of cycle life in battery degradation cost are obtained from [27]. Besides, the nodal voltage limits,  $V_i^{\max}$  and  
 290  $V_i^{\min}$ , are set to 1.06 and 0.94 p.u., respectively. The network power factor limits,  $PF_{\max}$  and  $PF_{\min}$ , are set to 0.99 lag and 0.96  
 291 lag, respectively [17]. The network base voltage and base power are 12.66 kV and 1 MVA.



292 Fig. 4 Network topology of the modified 69-bus distribution network  
 293

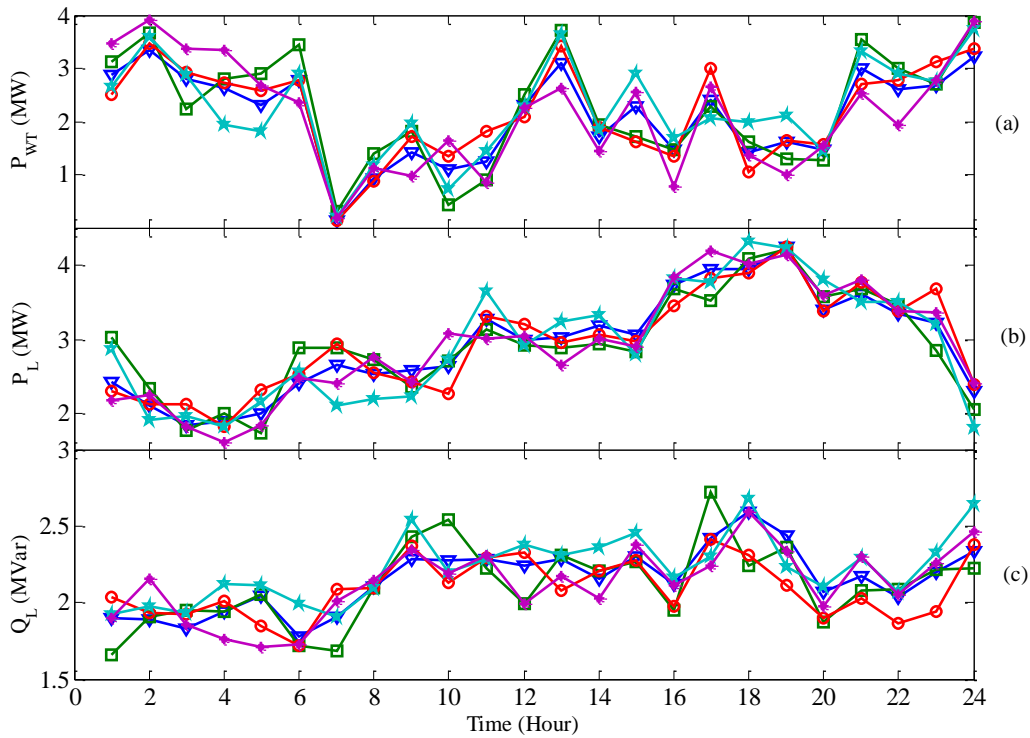
294 Table 2 Nodal load types

Load type	Residential	Industrial	Commercial
Bus No.	1-27	28-39, 59-69	40-58

295 In the 69-bus distribution network as shown in Fig. 4, various types of exponential end-use load models in different buses, in-  
 296 cluding residential, industrial, commercial loads, are listed in Table 2. Here, 200 day-ahead scenarios are generated with the scenario  
 297 tree method in Section 2.4, and only 5 scenarios are retained after scenario reduction operation, as shown in Fig. 5(a)-(c).  
 298 The curves of wind energy and load demand on a typical weekday are shown in Fig. 6(a)-(c). Furthermore, the power tariff model  
 299 of TOU is used for charging different rates throughout the day, with the TOU pricing settings from [36], as shown in Fig. 6(d).

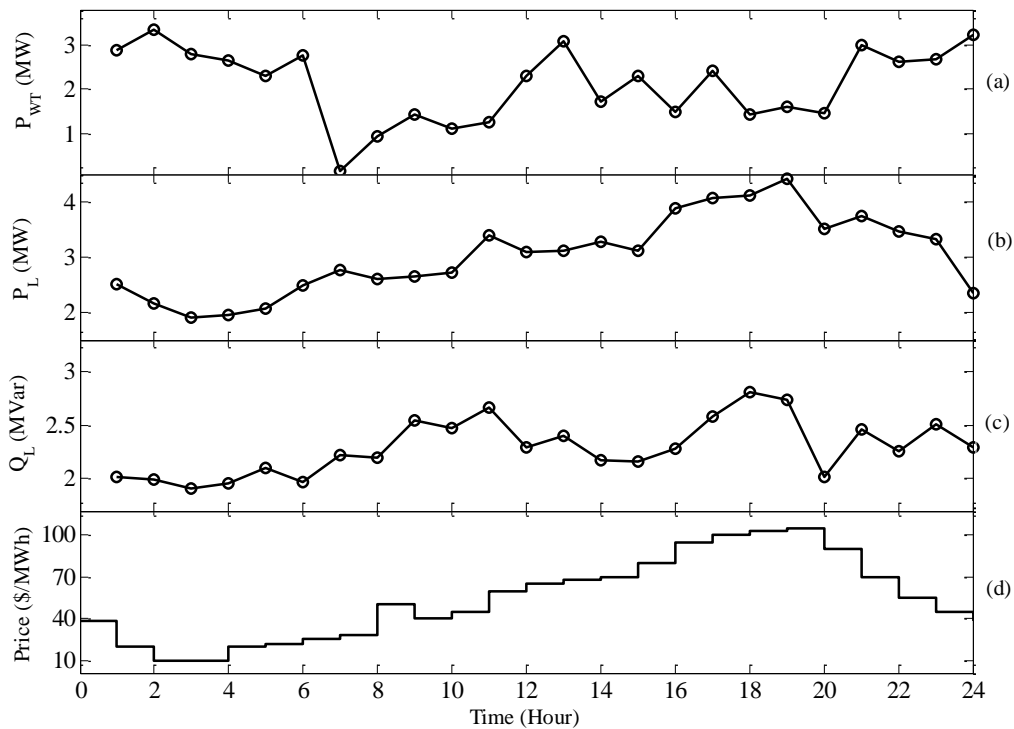
300 In this case study, the following five schemes are considered for the in-depth comparisons and analyses. The proposed volt/var  
 301 management is a highly nonlinear, non-differential, high-dimensional and multimodal Pareto optimization problem and thus can  
 302 be solved with a highly effective and classical method, MODE [31]. The parameter settings of MODE have been heuristically  
 303 well-tuned through a number of comparative studies and simulations. Thus, the population size and maximum number of algo-  
 304 rithm iterations in the Schemes 1-5 are set to 50 and 100, and the population size and maximum number of iterations in Scheme  
 305 6 are set to 500 and 500, respectively. Besides, the algorithm crossover and mutation probabilities in all the schemes are set to  
 306 0.5 and 0.9, respectively [31]. Ten independent runs of MODE algorithm in each scheme have been carried out, and the resulted

307 sets of nondominated solutions are then combined and ranked by dominance comparisons to yield the resulting Pareto frontier of  
 308 each scheme.



309  
 310  
 311

Fig. 5 The curves of day-ahead scenarios of wind energy and load demand:  
 (a) Total wind energy generation; (b) Total active load demand; (c) Total reactive load demand.



312  
 313  
 314

Fig. 6 The curves of real-time data of wind energy, load demand, and power price:  
 (a) Total wind energy generation; (b) Total active load demand; (c) Total reactive load demand; (d) TOU power price.

- 315 1) Scheme 1: This scheme is the proposed two-stage scheduling scheme as mentioned in Section 3;  
 316 2) Scheme 2: On the basis of the two-stage method in Scheme 1, the ESS is not scheduled in the optimization model;  
 317 3) Scheme 3: On the basis of the two-stage method in Scheme 1, the ESS is considered and scheduled in the optimization  
 318 model of this scheme, and the battery degradation cost and energy loss cost in (14) is not considered in the objective function (11)  
 319 for the first stage;  
 320 4) Scheme 4: On the basis of the two-stage method in Scheme 1, CACDs in (25) are not considered in the objective function  
 321 (21) for the second stage;  
 322 5) Scheme 5: This scheme implements the volt/var management to simultaneously optimize the first stage and the second  
 323 stage based on the real-time load and wind generation data for each hour, determining the optimal operations of ESSs, DG,  
 324 OLTC, and shunt capacitor banks for the three objective functions in (11), (21), and (22);  
 325 6) Scheme 6: This scheme implements the 24-hour sequential optimization of volt/var management to jointly optimize the first  
 326 stage and the second stage based on the forecasting load and wind generation data for the three objective functions in (11), (21),  
 327 and (22).

328 Table 3 Comparative performance results of Schemes 1-3

Capacity of WTs (MW)	Energy procurement cost (\$)			Total operation cost (\$)			Network loss (MW)			Voltage deviation (p.u.)		
	Scheme 1	Scheme 2	Scheme 3	Scheme 1	Scheme 2	Scheme 3	Scheme 1	Scheme 2	Scheme 3	Scheme 1	Scheme 2	Scheme 3
0.7	3580.521	3665.051	<b>3554.263</b>	<b>4373.375</b>	4395.285	4384.284	2.299	2.367	<b>2.201</b>	23.906	24.128	<b>22.506</b>
1.4	3033.666	3120.139	<b>3010.301</b>	<b>3826.274</b>	3850.203	3838.631	1.969	2.001	<b>1.901</b>	<b>20.298</b>	20.446	20.653
2.1	2488.258	2572.589	<b>2461.641</b>	<b>3280.374</b>	3305.146	3291.548	1.712	1.796	<b>1.687</b>	<b>23.321</b>	25.777	24.159
2.8	1940.852	2025.536	<b>1915.582</b>	<b>2733.121</b>	2755.984	2744.899	<b>1.549</b>	1.620	1.581	22.254	21.431	<b>19.821</b>
3.5	1395.126	1480.573	<b>1370.031</b>	<b>2185.158</b>	2210.529	2200.031	<b>1.507</b>	1.591	1.554	24.241	<b>23.451</b>	23.601
4.2	846.956	933.631	<b>821.353</b>	<b>1640.585</b>	1664.961	1650.912	<b>1.544</b>	1.589	1.604	27.061	<b>23.721</b>	26.331
4.9	300.126	385.767	<b>275.357</b>	<b>1090.961</b>	1116.215	1107.011	<b>1.695</b>	1.716	1.750	25.796	<b>24.926</b>	27.157

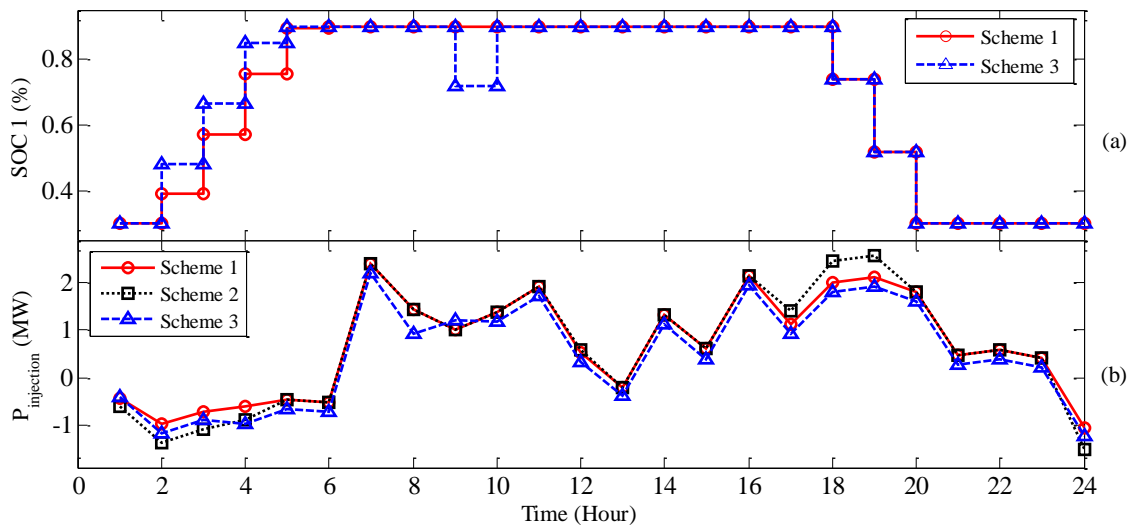
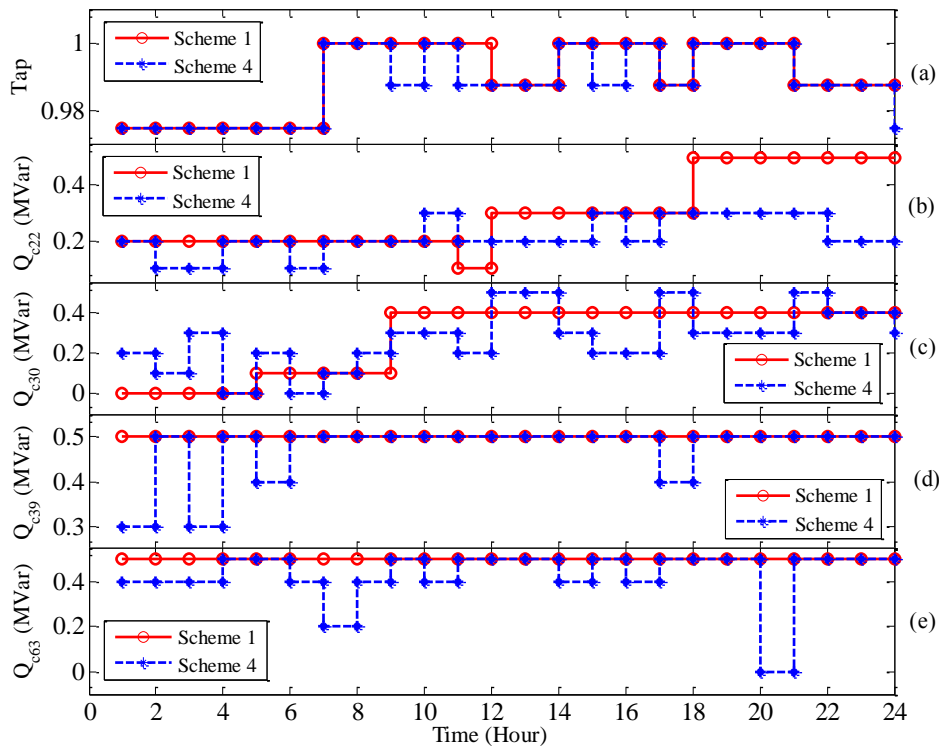


Fig. 7 The curves of the SOC of ESS 1 and energy procurement in Schemes 1-3: (a) SOC; (b) Injection from main grid.

331 The comparative simulations were performed under different penetration levels of wind energy to investigate the superiority of  
 332 the proposed method. Table 3 exhibits the comparative results of Schemes 1-3 on network loss, energy procurement cost, voltage  
 333 quality, and total operation cost, with the increase in the installed capacity of WTs from 0.7 MW to 4.9 MW. It can be seen from  
 334 Fig. 6 that the wind generation is higher than the load demand during off-peak hours and lower than the load demand during  
 335 on-peak hours. With the increase in the penetration level of WTs, the ESS in Schemes 1 and 3 can store the wind energy in  
 336 excess of the load demand, and makes it accessible for later release during the peak price hours for the economic profit to reduce  
 337 the energy procurement cost, as shown in Fig. 7. Consequently, the energy procurement cost in Scheme 2 without ESSs is higher  
 338 than those in Schemes 1 and 3 under all the scenarios of wind penetration levels. From Table 3, with the increase of wind energy  
 339 capacity, the energy procurement cost and total operation cost in Schemes 1-3 decrease gradually. On the other hand, since the  
 340 ESS energy loss and degradation cost is not considered in Scheme 3, the charging/discharging actions of ESSs in Scheme 3 are  
 341 more frequent than the other two schemes. For instance, during the period of hours 8-10 in Fig. 7(a), a reversal charging/  
 342 discharging action is implemented for ESS 1 in Scheme 3. Hence, the frequent charging/discharging actions of ESSs in  
 343 Scheme 3 can decrease the energy procurement cost, but it leads to the higher total operation cost compared with Scheme 1. It  
 344 can also be concluded from the comparative results in Table 3 that the utilization of ESSs can enhance the economic performance  
 345 for the distribution networks with wind energy. Furthermore, it can be found that the wind penetration level plays a major role in  
 346 network loss. As shown in Table 3, the network loss in Schemes 1-3 decreases as the capacity penetration of WTs from 0.7 MW  
 347 to 3.5 MW, and further increment in the wind energy capacity to 4.9 MW causes the reduction in the network loss. This is be-  
 348 cause the WTs can unload the power through the feeders and thus reduce the network losses. As the capacity of WTs gradually  
 349 increases from 3.5 MW to 4.9 MW, the reverse power flow would be resulted in the radial distribution network to give rise to the  
 350 excessive network losses and overheat feeders. In addition, the integration of different capacity of WTs would affect the voltage  
 351 profile and load flow distribution of the distribution network, and then cause the change of voltage deviation performance.



352 Fig. 8 The curves of OLTC Tap ratio and VAR outputs of shunt capacitors in Schemes 1 and 4: (a) OLTC tap ratio; (b) VAR output of CAP 22;  
 353 (c) VAR output of CAP 30; (d) VAR output of CAP 39; (e) VAR output of CAP 63.  
 354

Table 4 Comparative results of the number of volt/var regulating actions in Schemes 1 and 4

Regulating No.	OLTC	Cap 22	Cap 30	Cap 39	Cap 63
Scheme 1	<b>8</b>	<b>4</b>	<b>2</b>	<b>1</b>	<b>1</b>
Scheme 4	12	11	19	8	15

356 Fig.7 illustrates the SOC curve of ESS 1 and the plot of energy procurement in Schemes 1-3 under the wind energy capacity of  
 357 3.5 MW. It can be found from Fig. 7 that the ESSs in Schemes 1 and 3 can be utilized for peak shaving and load leveling  
 358 compared with Scheme 2, and the ESS degradation cost and energy loss cost in Scheme 3 could not be covered by the profits  
 359 from the energy procurement of bidirectional power flow. Moreover, Fig. 8 shows the scheduling curves of volt/var control de-  
 360 vices with Schemes 1 and 4 under the wind energy capacity of 3.5 MW. The scheduling results of OLTC tap ratio over the  
 361 24-hour period are shown in Fig. 8(a), and the optimized outputs of shunt capacitors at buses 22, 30, 39 and 63 are shown in Fig.  
 362 8(b)-(e). The numbers of regulating actions of OLTC and shunt capacitors over the entire 24-hour period are shown in Table 4. It  
 363 is clear to see from Table 4 and Fig. 8 that, compared with Scheme 4, Scheme 1 with the objective function of CACDs can  
 364 greatly decrease the maneuvering operations of the volt/var control devices. As a results, this reduction in the CACDs and ESS  
 365 degradation cost would give opportunities for smart distribution networks to operate more efficiently, and less maneuvering cost,  
 366 less wear-and-tear, and further savings on energy would be expected.

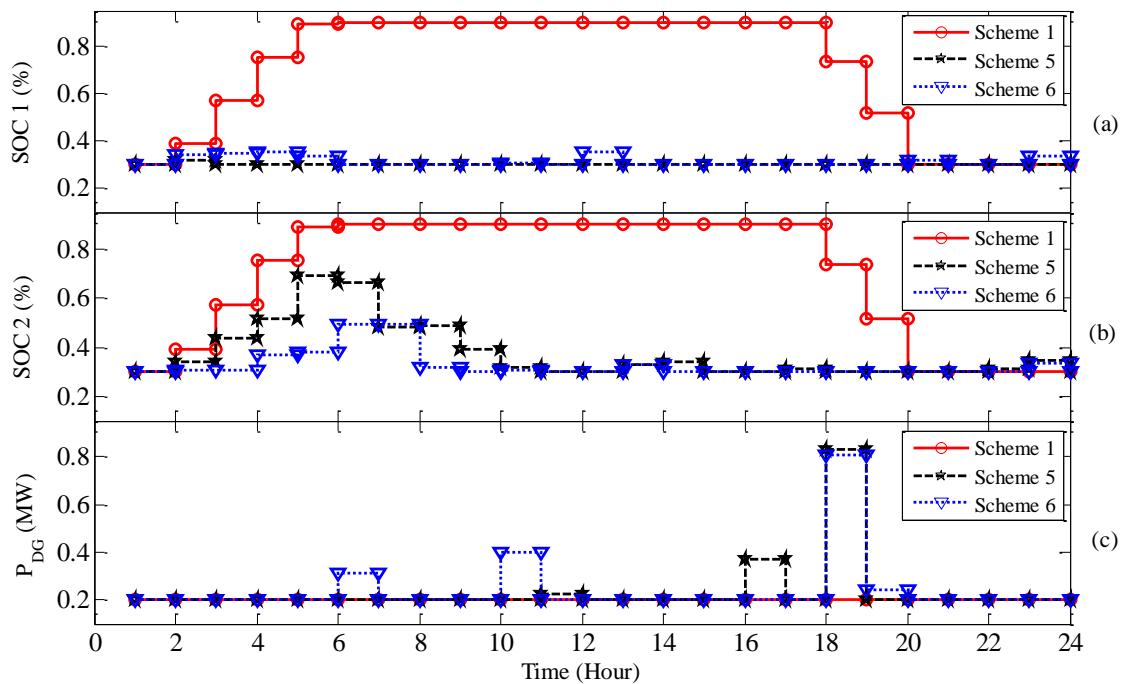


Fig. 9 The curves of the SOC of ESSs and outputs of DGs in Schemes 1, 5 and 6:

(a) SOC of ESS 1; (b) SOC of ESS 2; (c) DG power generation

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370 Tables 5 and 6 list the comparative results of Schemes 1, 5 and 6 on total operation cost, network loss, demand consumption,  
 371 CACDs, total energy consumption, and voltage quality, with the increase in the installed capacity of WTs from 0.7 MW to 4.9  
 372 MW. Fig.9 illustrates the SOC curves of ESSs and outputs of DGs in Schemes 1, 5 and 6 under the wind energy capacity of 3.5  
 373 MW. It can be found from the comparative results that the proposed two-stage framework in Scheme 1 implements the optimal  
 374 economic generation scheduling for ESSs and DG, as shown in Fig.9, and thus can exhibit the superior performance on the total

375 operation cost. Meanwhile, with the increasing penetration levels of grid-integrated WTs, Scheme 1 performs better with the  
 376 other schemes on the network loss, demand consumption, CACDs, total energy consumption and voltage profile, and thus further  
 377 confirms the effectiveness and validity of the proposed method for energy conservation with voltage reduction.

378 Table 5 Comparative performance results of Schemes 1 and 5

Capacity of WTs (MW)	Total operation cost (\$)		Network loss(MW)		Demand consumption (MW)		CACDs (MW)		Total energy consumption (MW)		Voltage deviation (p.u.)	
	Scheme 1	Scheme 5	Scheme 1	Scheme 5	Scheme 1	Scheme 5	Scheme 1	Scheme 5	Scheme 1	Scheme 5	Scheme 1	Scheme 5
0.7	<b>4373.375</b>	4683.467	2.299	<b>2.231</b>	<b>70.110</b>	70.136	0.178	<b>0.122</b>	72.587	<b>72.489</b>	23.906	<b>23.591</b>
1.4	<b>3826.274</b>	3998.156	1.969	<b>1.901</b>	<b>70.169</b>	70.204	<b>0.162</b>	0.176	<b>72.230</b>	72.281	<b>20.298</b>	23.797
2.1	<b>3280.374</b>	3501.116	1.712	<b>1.670</b>	<b>70.081</b>	70.386	<b>0.154</b>	0.154	<b>71.947</b>	72.21	23.321	<b>22.301</b>
2.8	<b>2733.121</b>	2907.621	<b>1.549</b>	1.566	<b>70.218</b>	70.456	0.180	<b>0.154</b>	<b>71.947</b>	72.176	<b>22.254</b>	22.206
3.5	<b>2185.158</b>	2370.596	<b>1.507</b>	1.545	<b>70.406</b>	70.661	<b>0.122</b>	0.136	<b>72.035</b>	72.342	24.241	<b>22.284</b>
4.2	<b>1640.585</b>	1801.171	<b>1.544</b>	1.671	<b>70.496</b>	70.681	<b>0.142</b>	0.152	<b>72.182</b>	72.504	27.061	<b>19.905</b>
4.9	<b>1090.961</b>	1301.465	<b>1.695</b>	1.775	<b>70.673</b>	70.891	<b>0.122</b>	0.22	<b>72.490</b>	72.886	<b>25.796</b>	27.904

379 Table 6 Comparative performance results of Schemes 1 and 6

Capacity of WTs (MW)	Total operation cost (\$)		Network loss(MW)		Demand consumption (MW)		CACDs (MW)		Total energy consumption (MW)		Voltage deviation (p.u.)	
	Scheme 1	Scheme 6	Scheme 1	Scheme 6	Scheme 1	Scheme 6	Scheme 1	Scheme 6	Scheme 1	Scheme 6	Scheme 1	Scheme 6
0.7	<b>4373.375</b>	4786.771	<b>2.299</b>	2.405	<b>70.110</b>	70.161	<b>0.178</b>	0.194	<b>72.587</b>	72.760	23.906	<b>23.451</b>
1.4	<b>3826.274</b>	4081.656	<b>1.969</b>	1.991	<b>70.169</b>	70.255	<b>0.162</b>	0.188	<b>72.230</b>	72.434	20.298	<b>20.167</b>
2.1	<b>3280.374</b>	3705.011	<b>1.712</b>	1.904	<b>70.081</b>	70.333	<b>0.154</b>	0.170	<b>71.947</b>	72.407	<b>23.321</b>	25.045
2.8	<b>2733.121</b>	2967.135	<b>1.549</b>	1.696	<b>70.218</b>	70.405	<b>0.180</b>	0.186	<b>71.947</b>	72.287	22.254	<b>21.999</b>
3.5	<b>2185.158</b>	2428.894	<b>1.507</b>	1.587	<b>70.406</b>	70.659	<b>0.122</b>	0.16	<b>72.035</b>	72.406	24.241	<b>21.007</b>
4.2	<b>1640.585</b>	1990.172	<b>1.544</b>	1.766	<b>70.496</b>	70.736	<b>0.142</b>	0.164	<b>72.182</b>	72.666	27.061	<b>21.366</b>
4.9	<b>1090.961</b>	1380.655	<b>1.695</b>	1.861	<b>70.673</b>	70.801	<b>0.122</b>	0.210	<b>72.490</b>	72.872	<b>25.796</b>	26.526

380 A comparative study of the average computation time over 10 independent runs for different schemes is given in Table 7, and  
 381 all the algorithms in Schemes 1-6 were implemented on a personal computer with 4-GHz Intel Core i7 CPU and 8GB RAM. It is  
 382 quite evident that the proposed two-stage method in Schemes 1-4 requires less execution time than that of the other schemes, and  
 383 thus demonstrates its high computational efficiency. Moreover, in order to further assess and compare the maximum penetration  
 384 level of wind energy in the studied distribution network with all the schemes, the comparative performances of wind energy  
 385 accomodation were investigated under the wind energy capacity of 13 MW, as shown in Table 8. With the grid-integration of  
 386 large-capacity wind energy, the wind curtailment will be implemented in order to avoid any violation of voltage and thermal  
 387 loading constraints, and WTs would be forced to decrease their outputs or disconnect from the distribution network when the  
 388 corresponding nodal voltage or branch power flow drops or raises beyond the lower or upper limits. In this study, the wind gen-  
 389 eration outputs were curtailed with a step size of 0.1 MW in each WT once any violation of network constraint occurred, and  
 390 hence the feasible decision solutions of all the schemes could be obtained through the continuous execution of wind curtailment

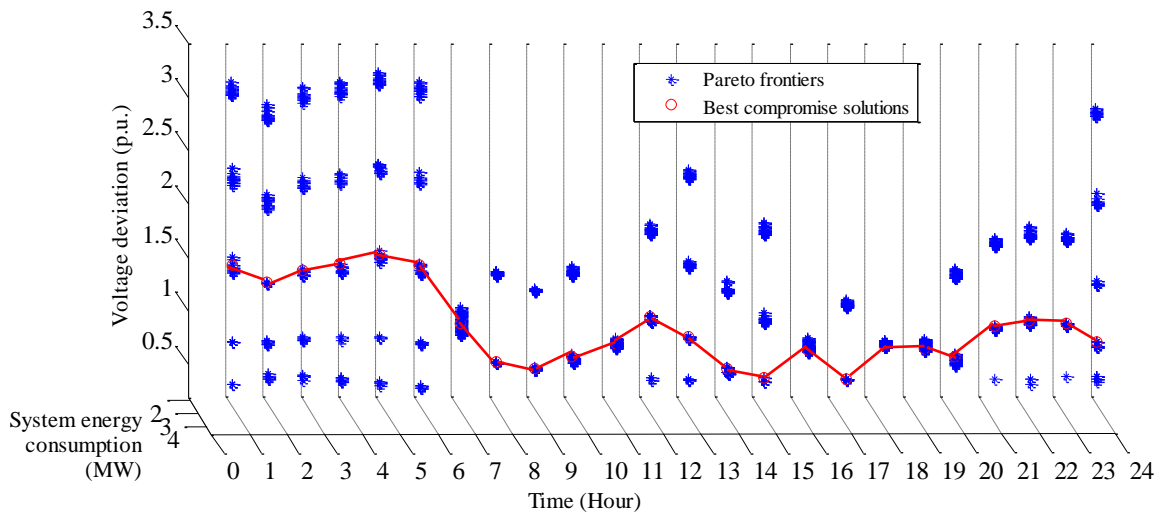
391 [28, 37]. It can be found from Table 8 that the proposed two-stage method in Scheme 1 can facilitate the accommodation of  
 392 higher wind energy penetration compared with other schemes.

393 Table 7 Average computation time of different schemes

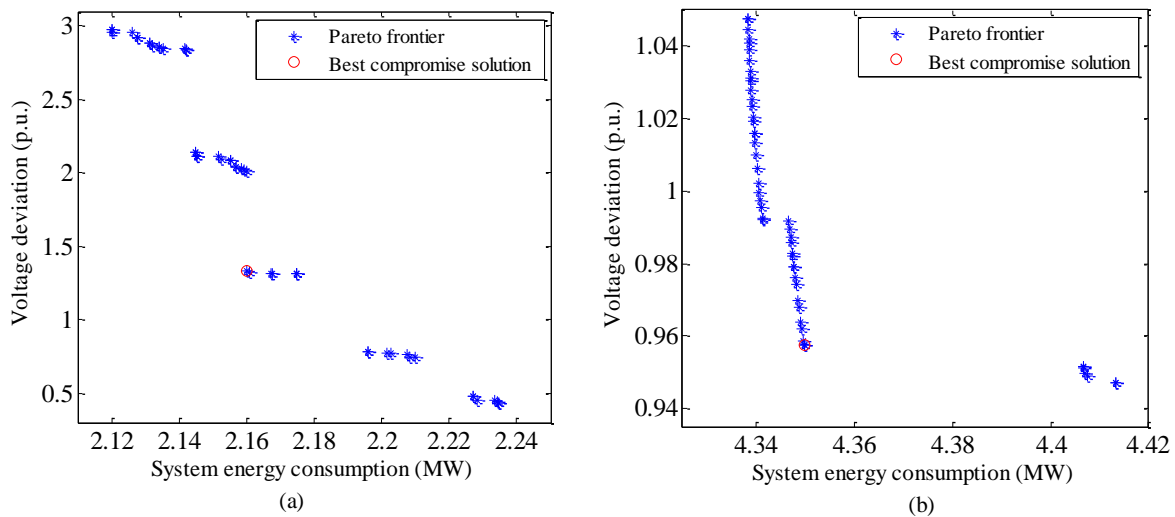
Performance	Scheme 1	Scheme 2	Scheme 3	Scheme 4	Scheme 5	Scheme 6
Average computation time (s)	791.120	<b>790.710</b>	790.830	791.250	830.123	14090.606

394 Table 8 Wind energy accommodation with different schemes

Performance	Scheme 1	Scheme 2	Scheme 3	Scheme 4	Scheme 5	Scheme 6
Wind energy accommodation (%)	<b>94.6</b>	93.8	93.8	94.6	93.1	89.2



395  
 396 Fig. 10 The plots of Pareto frontiers and the best compromise solutions with Scheme 1 for 24-hour scheduling



397  
 398 Fig. 11 The plots of selected Pareto frontiers with Scheme 1 at: (a) hour 2; (b) hour 19.



399 In summary, the Pareto frontiers with the best compromise solutions resulted from the 24-hour VVO of Scheme 1 under the  
 400 wind energy capacity of 3.5 MW are shown in Fig. 9, and the Pareto solution set of the proposed bi-objective VVO in each hour  
 401 can also be obtained. Fig. 10 further plots the Pareto frontier at hour 2 (the period with maximum wind energy) and hour 19 (the  
 402 period with peak load demand), and the best compromise solution in each Pareto frontier at each hour can be identified using the  
 403 fuzzy decision making method in (34)-(35).

404 Moreover, three previous methods, including NSGA-II [17], multiobjective  $\theta$ -smart bacterial foraging algorithm (M $\theta$ -SBFA)  
 405 [19], and modified teaching-learning-algorithm (MTLA) [23], were further performed to solve the volt/var management problem  
 406 and compared with the proposed two-stage method. The parameter settings of the three methods can be obtained from [17, 19,  
 407 23]. All the methods were implemented over 10 independent runs, and the resulted sets of nondominated solutions are then com-  
 408 bined and ranked by dominance comparisons to yield the best solution of each method. Table 9 provides the comparative results  
 409 of the proposed two-stage method and the three methods on total operation cost, network loss, demand consumption, CACDs,  
 410 total energy consumption, and voltage quality, under the wind energy capacity of 3.5 MW. The resulting statistics demonstrated  
 411 that, due to the optimal coordinated scheduling of ESS, DG, and volt/var control devices across multiple time horizons, the pro-  
 412 posed two-stage method can outperform the earlier methods and provide the best overall performance.

413 Table 9 Comparative performance results of different methods

Method	Total operation cost (\$)	Network loss(MW)	Demand consumption (MW)	CACDs (MW)	Total energy consumption (MW)	Voltage deviation (p.u.)
Proposed method	<b>2185.158</b>	<b>1.507</b>	<b>70.406</b>	<b>0.122</b>	<b>72.035</b>	24.241
NSGA-II [17]	2290.196	1.599	70.505	0.136	72.140	<b>22.240</b>
M $\theta$ -SBFA [19]	2358.094	1.553	70.516	0.140	70.209	23.548
MTLA [23]	2300.165	1.533	70.485	0.142	72.16	25.413

414

## 415 5. Conclusion

416 The integration of wind energy in distribution networks has a significant impact on both voltage quality and network loss due  
 417 to the small X/R ratio and radial configuration, and this paper proposes a two-stage framework to facilitate the accommodation  
 418 of high wind energy penetration. The main contributions of the proposed approach are summarized as follows: 1) A two-stage  
 419 stochastic scheduling framework is proposed for the volt/var management problem to coordinately schedule ESS, DG, and  
 420 volt/var control devices across multiple time horizons for the improvement on the wind energy accommodation capability; 2) In  
 421 order to yield the economic benefits, the reverse power flow with coordinated ESS scheduling scheme is integrated to accom-  
 422 modate the large-capacity wind energy while considering the degradation cost and energy loss cost of ESS; 3) A multiobjective  
 423 VVO model is proposed for high renewable-penetrated distribution networks with the consideration of the CACDs and volt-  
 424 age-based exponential load models.

425 Comparative studies have demonstrated the superiority of proposed approach on various performance objectives. The simula-  
 426 tion results over a 24-hour period confirmed that the network loss, VD, CACDs, demand consumption, and operation cost can be  
 427 effectively reduced under various penetration levels of wind energy, and the excessive operational actions on volt/var control  
 428 devices and ESS can also be avoided. Furthermore, it can be found that due to the high energy loss and degradation cost, the ESS  
 429 tends to participate in the charging/discharging scheduling for economic profits during the large peak-valley energy price differ-  
 430 ence. Further research would focus on the application of proposed approach in principle to the unbalanced three-phase distribu-  
 431 tion networks with stochastic RESs.

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