

# Evaluation of Economic and Environmental Superiority of EV Battery in Power Systems: Development of Multi-objective Optimized Model for V2H



<sup>1</sup> *Toyota Central R&D Labs., Inc.*

○ Ryosuke Kataoka<sup>1</sup>

Akira Shichi<sup>1</sup>

Hiroyuki Yamada<sup>1</sup>

Yumiko Iwafune<sup>2</sup>

Kazuhiko Ogimoto<sup>2</sup>



<sup>2</sup> *The University of Tokyo*

# Japan's target for the spread of EV

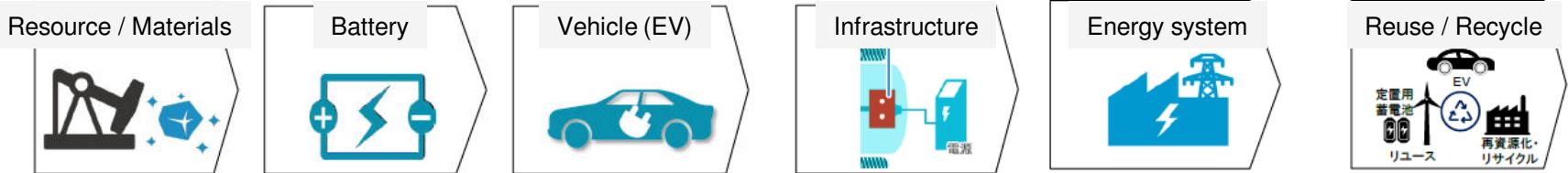
➤ Based on 2°C scenario, Japan set the target for car sales

Year	Conventional	Next-Generation					
		HEV	BEV	PHEV	FCEV	Clean Diesel	
2017 (actual)	63.6%	36.4%	31.6%	0.4%	0.8%	0.02%	3.5%
2030 (target)	30~50%	50~70%	30~40%	20~30%		~3%	5~10%

Ref: METI, Strategy Meeting for the New Era of Automobiles

**35%/year UP**  
... Need for explosive spread !

# For the spread..



Modified from Ref. : METI, Strategy Meeting for the New Era of Automobiles

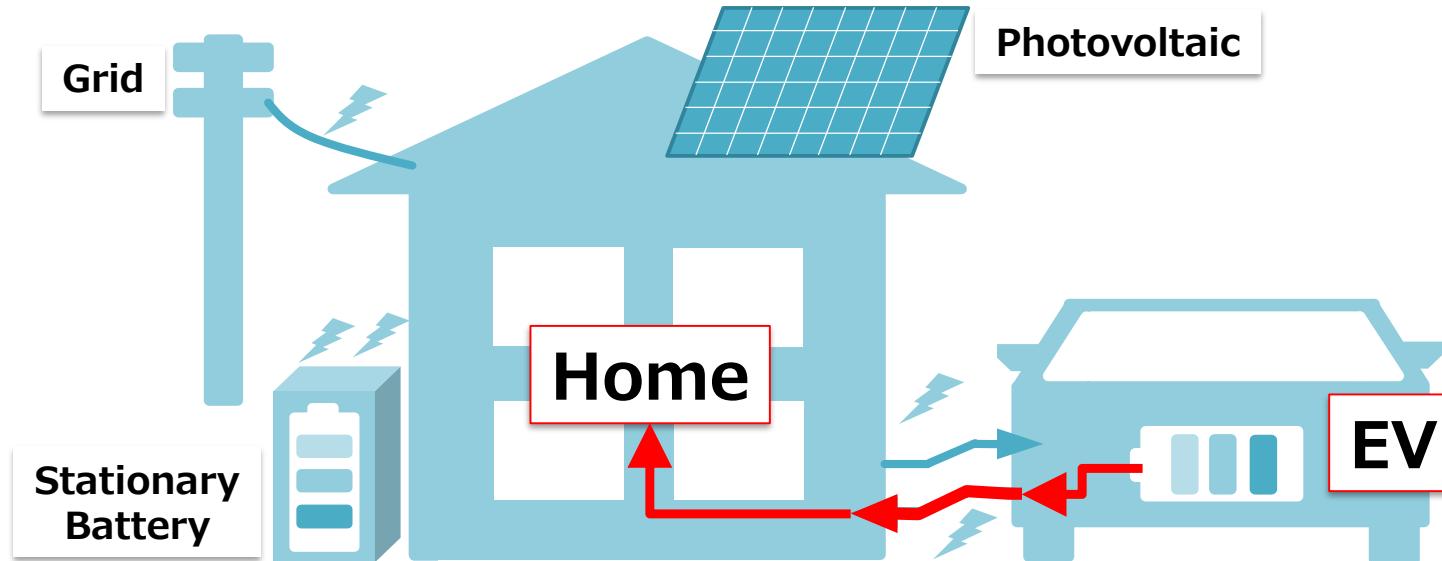
- There are various measures to spread the use of EV ... Among them is “V2X”

However...

- The advantages of V2X are unclear
- Need to evaluate quantitatively

**In this study, we focus on V2H**

# Vehicle to home (V2H)



Discharge = "V2H"



# Motivation

## Issues

- V2H competes with the Stationary Battery (SB) as power storage
- Consumer tastes are becoming environmentally-oriented (not only economic)

*Is V2H a reasonable option?*

## Objective

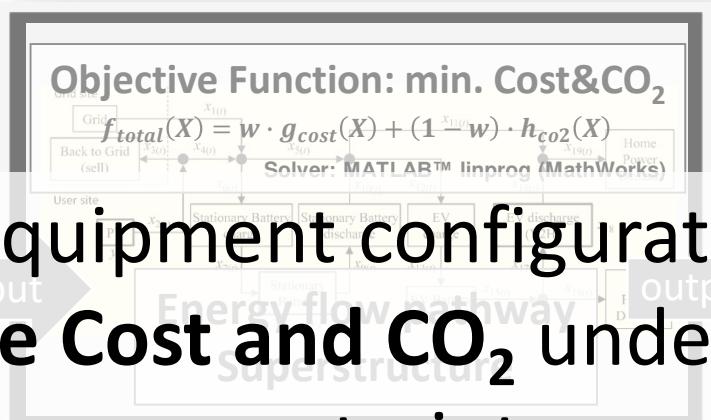
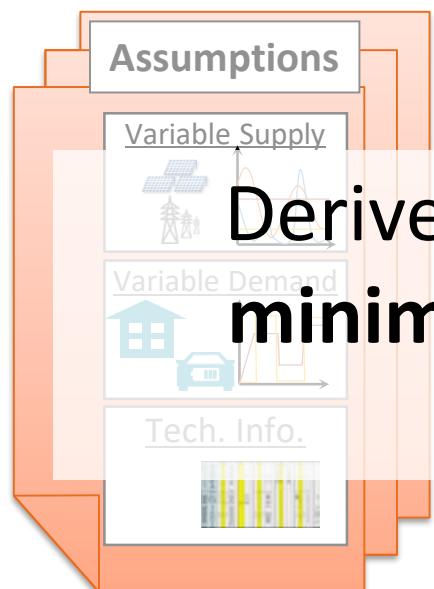
- Evaluating the **economic and environmental** performance of V2H



# Approach| Energy Flow Optimization Model

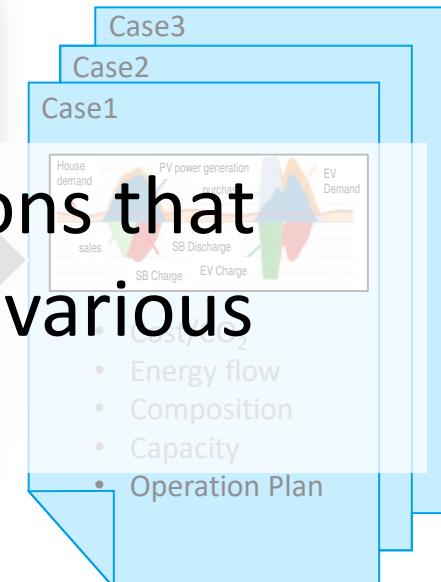
Energy systems model to optimize the energy flow while minimizing Cost/CO<sub>2</sub>

## Multi-objective Linear Programming Problem

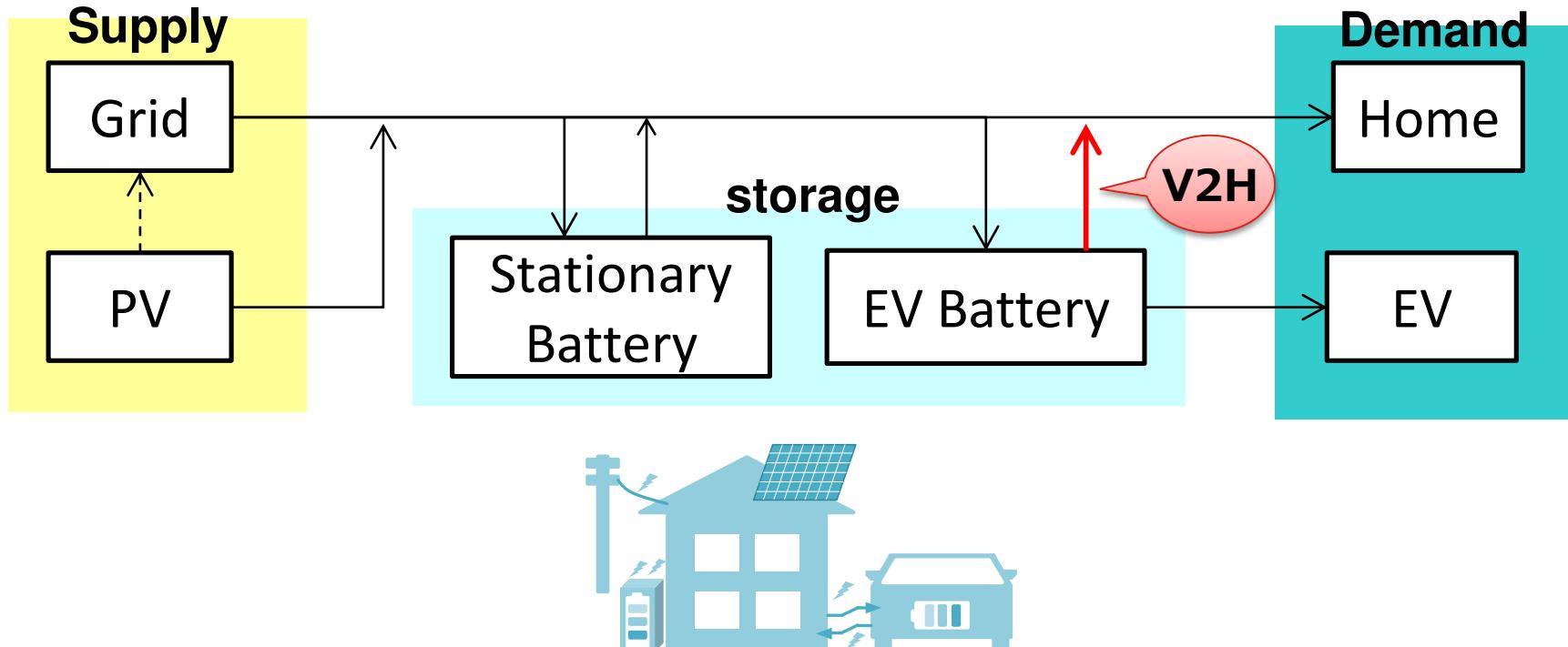


Derive equipment configurations that  
**minimize Cost and CO<sub>2</sub> under various  
constraints**

**Constraints**  
e.g. energy balancing etc.



# Energy Flow Superstructure



Overview of the energy flow in the EV owner's home

# Multi-objective optimization problem

## Objective function

$$f_{total}(x, y, z) = w \cdot \frac{f_{cost}(x, y, z)}{\min\{f_{cost}(x, y, z)\}} + (1 - w) \cdot \frac{f_{co2}(x)}{\min\{f_{co2}(x)\}}$$

## Cost function

- initial cost of the equipment (PV, SB, V2H)
- cost of electricity from the grid
- profits from the sale of PV power to grid

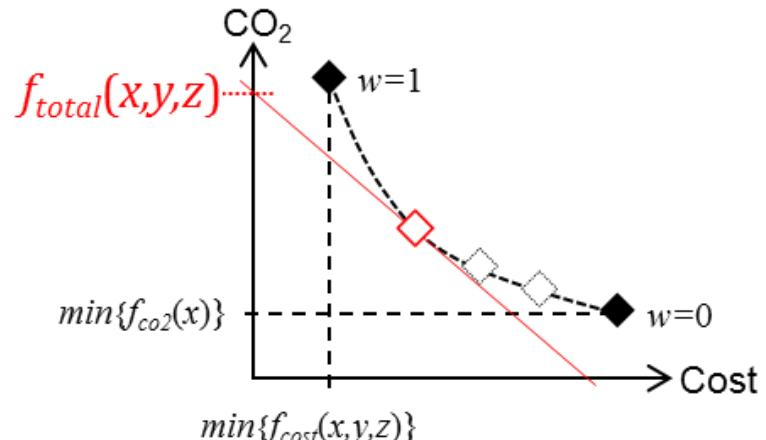
## CO<sub>2</sub> function

- quantity from grid power

## Optimize

- Capacity of PV and SB
- Operation schedule

## Pareto solution



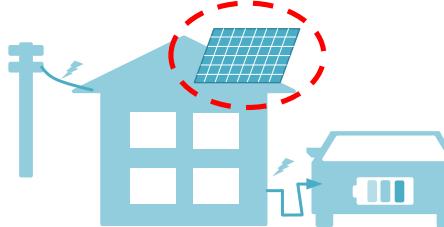
# Case study in Japan

## Installable equipment

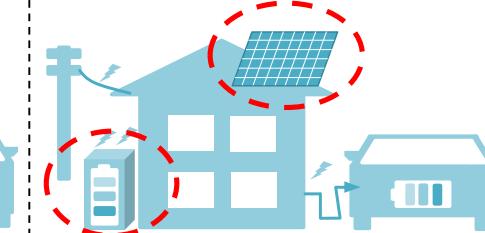
### 1. Grid only



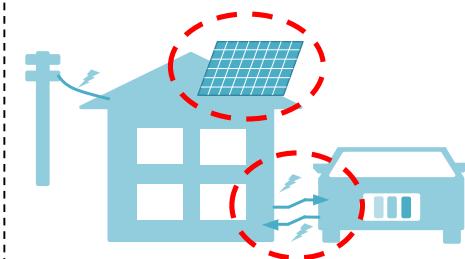
### 2. PV



### 3. PV&SB



### 4. PV&V2H



## Scenarios

- Commuting or non-commuting EV
- Various initial V2H costs were assumed
- In each case, the EV owner lives in the average detached house

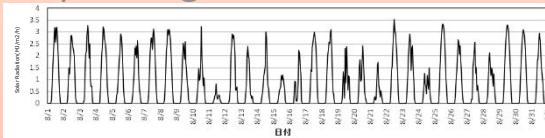
*...evaluate whether V2H is a reasonable option*

# Assumption| Input Parameters

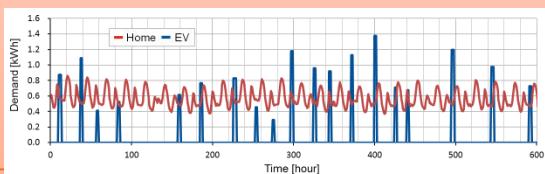
Set input parameters based on public information, literatures, database, interview, actual value, estimation, etc.

## Time Series Info.

- PV power generation



- Power Demand



## Equipment Info.

- Cost(initial, maintenance)
- Lifetime
- Efficiency
- Installable capacity

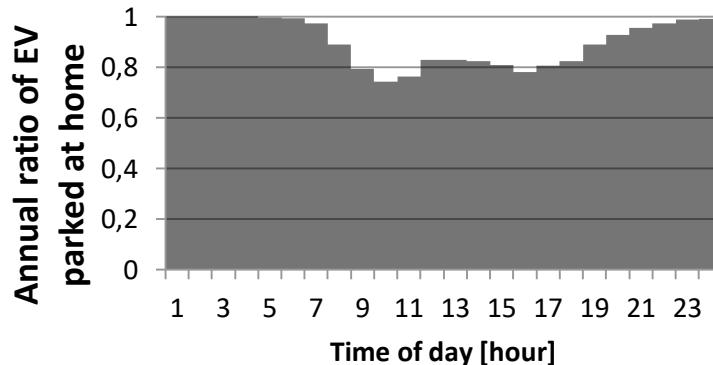
## Grid Info.

- Cost
- CO<sub>2</sub> coefficient

# EV Constraints

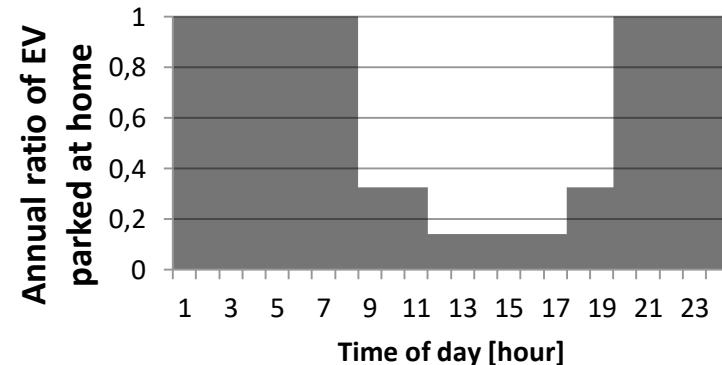
## Non-Commuting EV

Annual power demand:  
697 [kWh/year] (4881[km/year])



## Commuting EV

Annual power demand:  
1354 [kWh/year] (9470[km/year])



**EV can charge or discharge only at home at normal speed (3.3kW)**

# System parameters

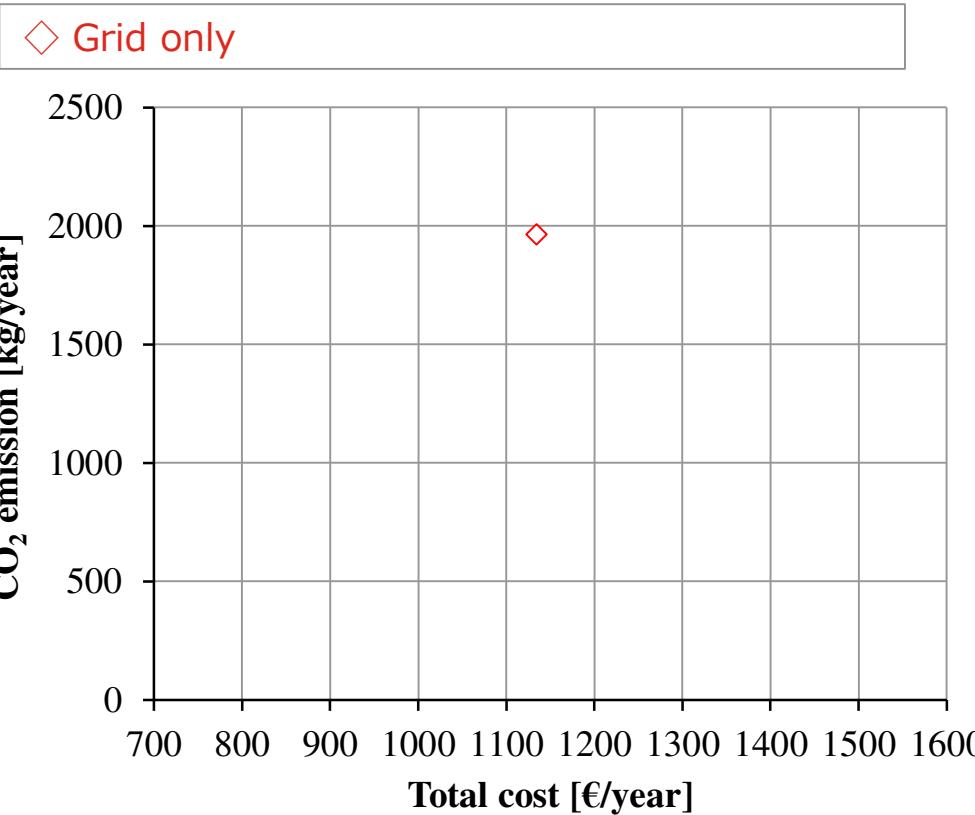
- The cost of V2H is assumed in **various scenarios**
- The cost of other equipment (PV & SB) and the CO<sub>2</sub> efficiency of grid power are assumed for 2030 (**from Japanese targets etc.**)

	Cost parameter of the equipment				installable maximum cap.
	initial	maintenance	life	Total annual cost	
V2H   current	3600[€/unit]	2[%]	10[year]	432[€/unit/year]	3.3[kW/unit]
V2H   2/3	2400[€/unit]	2[%]	10[year]	288[€/unit/year]	3.3[kW/unit]
V2H   1/3	1200[€/unit]	2[%]	10[year]	144[€/unit/year]	3.3[kW/unit]
PV	2064[€/kW]	1[%]	30[year]	89.44[€/kW/year]	10[kW]
SB	240[€/kWh]	2[%]	10[year]	28.8[€/kWh/year]	15[kWh]

	CO <sub>2</sub> efficiency	Purchase price	Sales price
Grid	0.37[kg-CO <sub>2</sub> /kWh]	18.5[¢/kWh]	4[¢/kWh]

(constant values)

# Result | Non-commuting EV owner's house

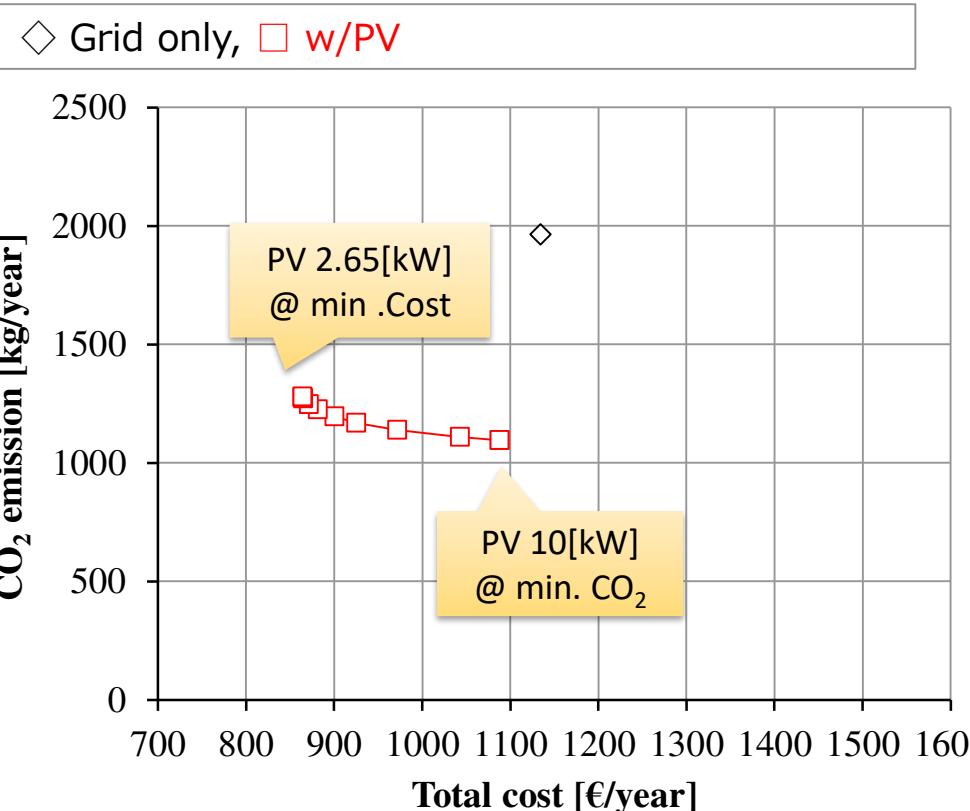


**<Grid only>**



➤ baseline for other conditions

# Result | Non-commuting EV owner's house

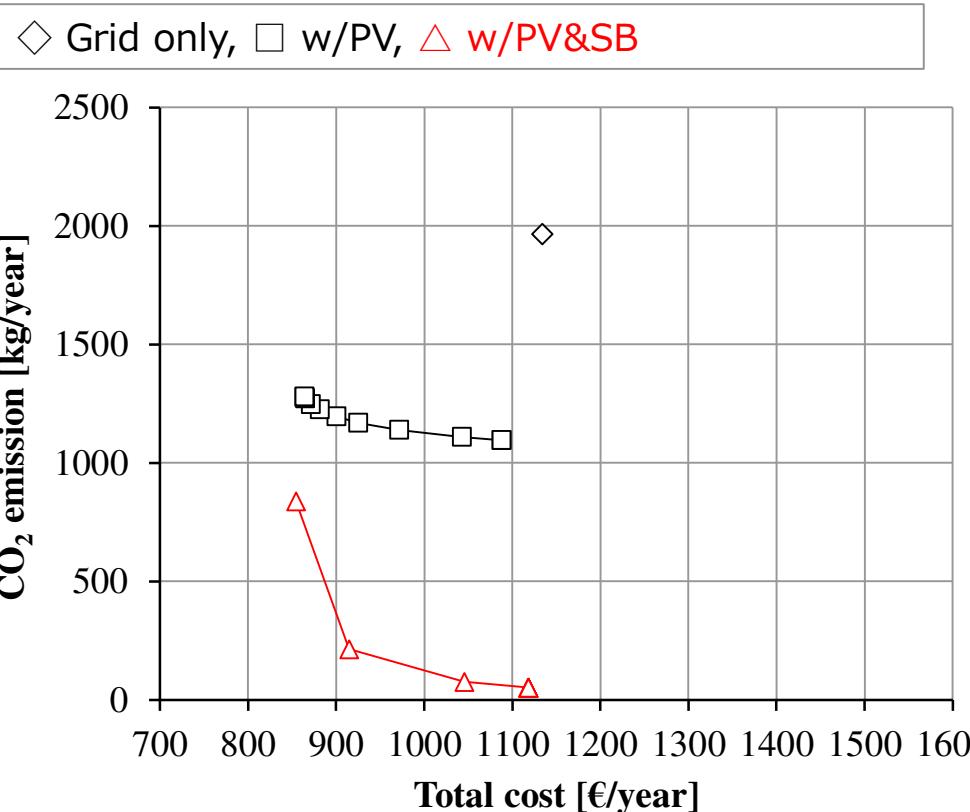


**<w/ PV>**



- PV power generation cost is 7.3 [¢/kWh] (if no excess); more economical than the purchase price from the grid.
- self-consumption rate is about 40%; PV and demand can be balanced in the daytime.

# Result | Non-commuting EV owner's house



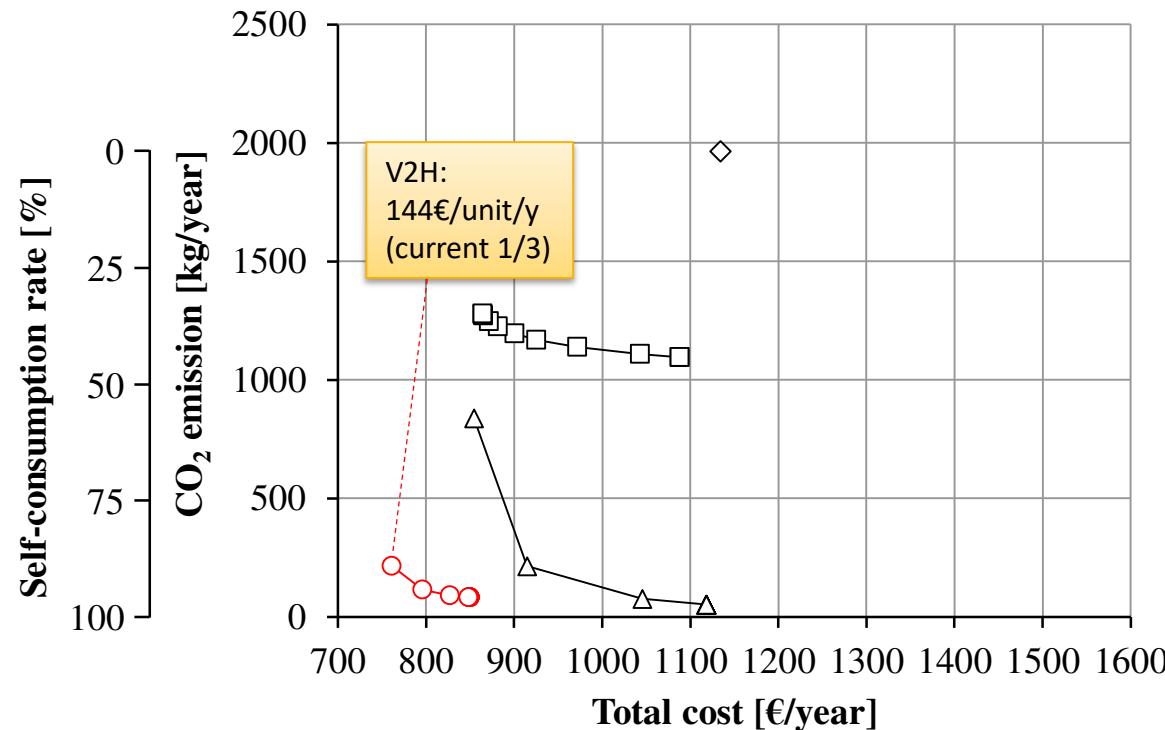
## <w/ PV and SB>



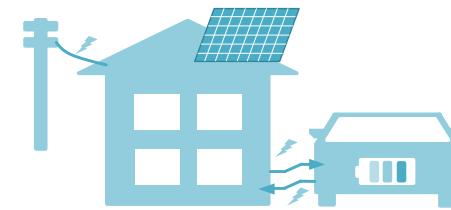
- This system can produce environmental benefits at the same cost as <w/PV>
- SB and demand are balanced at night; the self-consumption rate increases—ranging from 60% to about 97%

# Result | Non-commuting EV owner's house

◇ Grid only, □ w/PV, △ w/PV&SB, ○ w/PV&V2H



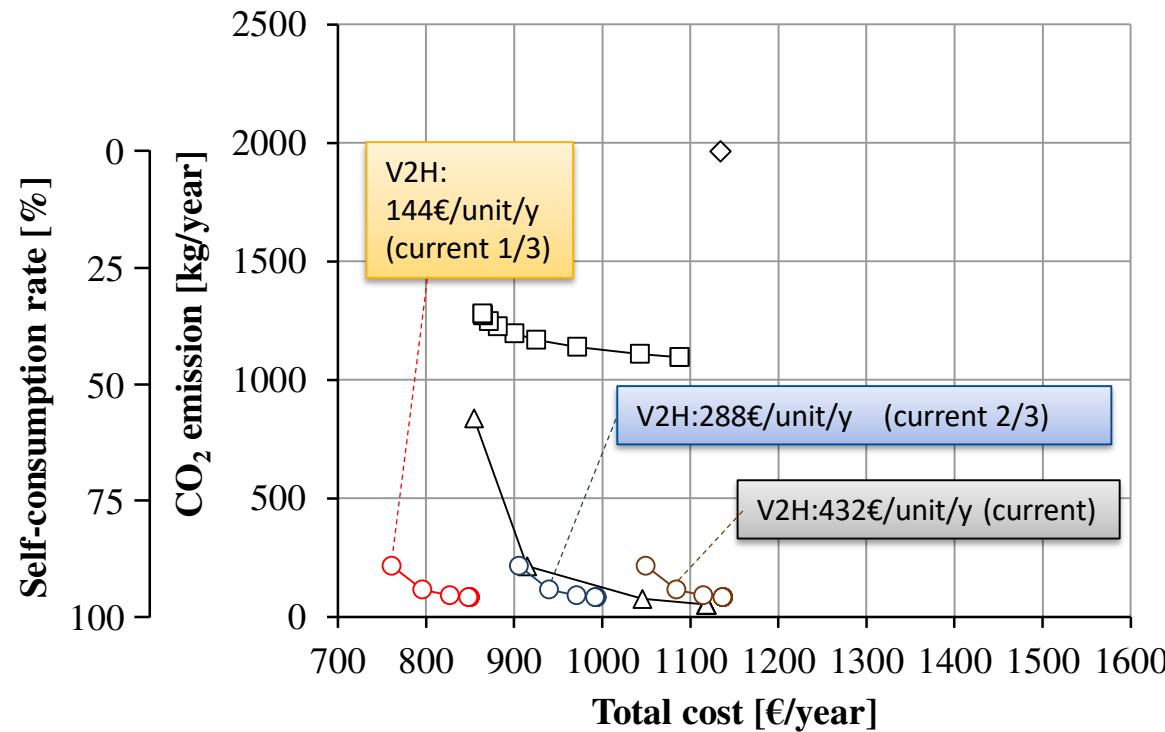
**<w/ PV and V2H>**



- This system is environmentally and economically superior to <w/PV&SB> (if V2H cost is set to 1/3 current)
- The maximum self-consumption rate is slightly lower than SB but reached 90% or more.

# Result | Non-commuting EV owner's house

◇ Grid only, □ w/PV, △ w/PV&SB, ○ w/PV&V2H



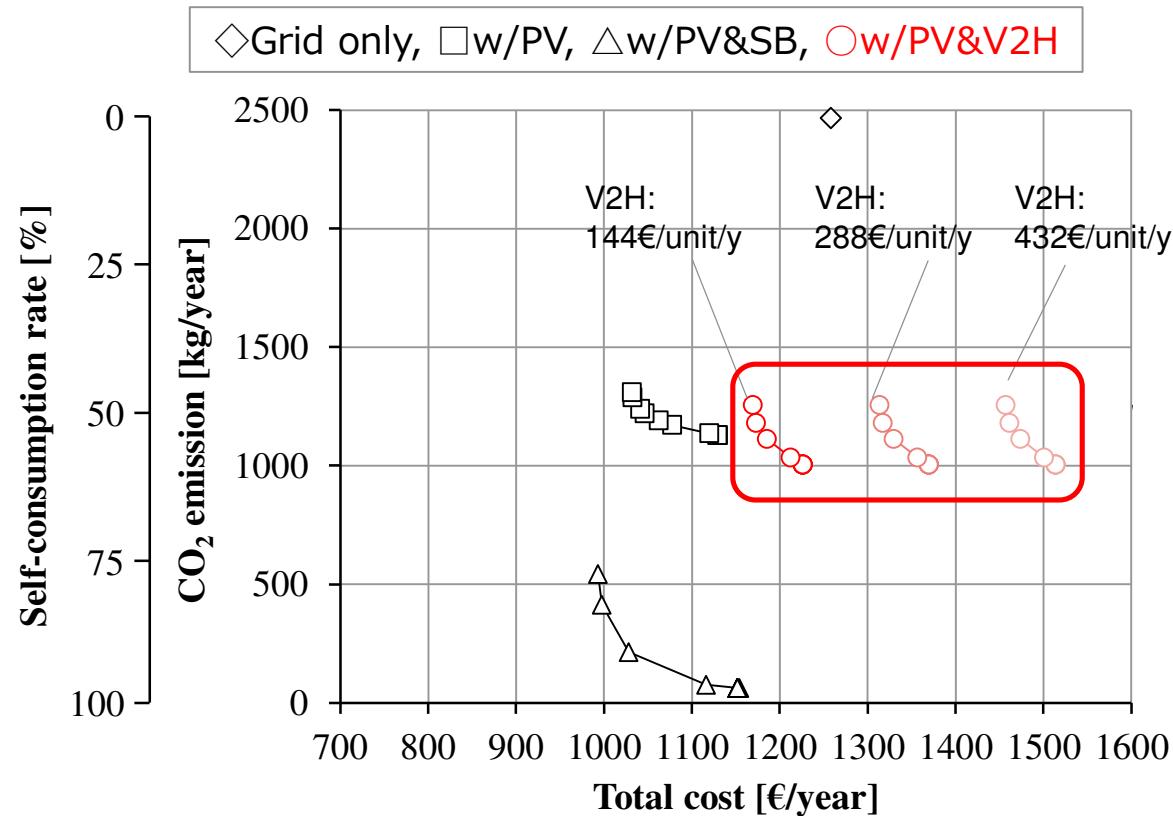
**<w/ PV and V2H>**



**However...**

- There is no advantage over SB at the current price (same level as SB at 2/3 price)

# Result | Commuting EV owner's house



- There are the same tendencies as in the non-commuting EV case for  $\langle w/PV \rangle$  and  $\langle w/PV&SB \rangle$
- $\langle w/ PV& V2H \rangle$  has no advantage even if V2H cost is set to 1/3 of current
- Influence of absence during the daytime

# Conclusion

- A multi-objective optimization method was developed to evaluate the economic and environmental performance of V2H
- Japan-based case studies were conducted:
- V2H system could be superior to SB in combination with non-commuting EV if its cost is **1/3 of the current cost**
- In the case of a commuting EV, V2H does not work at all because the EV is absent during the daytime

## Future work

- The scope of this study is limited; we will examine various other scenarios in the future.
- Considerations: the fluctuation of grid power's CO<sub>2</sub> rate and price, well-to-wheel, the cost of other equipment, the size of the EV battery, the charge / discharge power, etc.

# Thank you for your attention !

