

## Economic Load Dispatch for Minimizing the Cost of the Generating Units of Al- Khums Power Station

Mahmoud Y. Khamaira, Mohammed Areibi, , Hesain. M. Alfrd, Abdolkarem S. Ebshish, and Khalid M. Alajel

Elmergib University  
mykhamair@elmergib.edu.ly

**المخلص:** ينقسم نظام القدرة الكهربائية إلى ثلاثة مكونات رئيسية، وهي محطات توليد الكهرباء ونقل الكهرباء وتوزيع الكهرباء. تعتبر محطات توليد القدرة أكبر عناصر نظام القدرة الكهربائية كلفة. تسمى عملية تقليل تكاليف التوليد بعملية التشغيل الاقتصادي. معنى التشغيل الاقتصادي هو تقسيم الاحمال على وحدات التوليد الموجودة في نظام القدرة الكهربائية على النحو الأمثل والاقتصادي بسعر تحميل معين. يعتبر التوزيع الاقتصادي اساس العملية الاقتصادية لنظام القدرة الكهربائية. باستخدام عملية التوزيع الاقتصادي، سوف يتم الحصول على الحد الأدنى من تكلفة توليد القدرة الكهربائية. في هذا البحث تم توزيع الاحمال بين وحدات التوليد اقتصاديا لتقليل تكلفة التشغيل لمحطة الخمس للطاقة باستخدام برنامج Neplane. النتائج أظهرت فاعلية الطريقة المقترحة في تقليل كلفة التشغيل للنظام المدروس.

**الكلمات المفتاحية:** التشغيل الاقتصادي، دالة الكلفة، تقليل الكلفة.

### Abstract:

Electrical power system is divided into three main components, namely power generation, electricity transmission, and distribution of electricity. Power generation is the biggest cost component in an electrical power system. The analysis to minimize generational costs is called economic dispatch. The meaning of economic dispatch is the division of loading on existing generating units in the system optimally and economically at a certain load price. Economic Dispatch is considered the heart of economic operation of a power system. With the implementation of economic dispatch it will get a minimum cost of generation of electricity generation. In this work, economic load dispatch has been done to find out the minimum operating cost for the generating units of Al-khums power station. Simulation results show the effectiveness of the proposed method in optimizing the operating cost for studied system.

**Key words:** Economic dispatch; Cost function; Cost minimizing

### 1. Introduction

Economic operation is very important for a power system to return a profit on the capital invested. Rates fixed by regulatory bodies and the importance of conservation of fuel place pressure on power companies to achieve maximum possible efficiency. Maximum efficiency minimizes the cost of a kilowatt hour to the consumer and the cost to the company of delivering that kilowatt hour in the face of constantly rising prices for fuel, labor, supplies, and maintenance. Operational economics involving power generation and delivery can be subdivided into two parts-one dealing with minimum cost of power production called economic dispatch and the other dealing with minimum-loss delivery of the generated power to the loads. For any specified load condition economic dispatch determines the power output of each plant

(and each generating unit within the plant) which will minimize the overall cost of fuel needed to serve the system load. Thus, economic dispatch focuses upon coordinating the production costs at all power plants operating on the system and is the major emphasis of this project [1]. Several studies on economic load dispatch problems have been carried out, such as the Lambda-iteration method [2-4], base point and participation factors method [5], the gradient method [6], Genetic Algorithms [7, 8], Simulated Annealing [9], Tabu Searches [10], Artificial Neural Networks [11-13] and Particle Swarm Optimization [14-16]

## 2. Al-Khums Power Station

Al-Khums power station is located in Alkhums city, it is considered as one of the most important power generations in Libyan electric network. It produces around a 1600 MW fuel oil (Heavy fuel) and natural gas power station. It generates roughly 20 % of the current electricity capacity of the Libya. Alkhums powers station consists of four steam turbines and six gas turbines. Steam turbines started up in 1982 and each of them produces 120 MW. On the other hand, gas turbines started up in 1995 and each unit generates maximum 150 MW. Figure 1 shows the generating units of Alkhums power station [17].

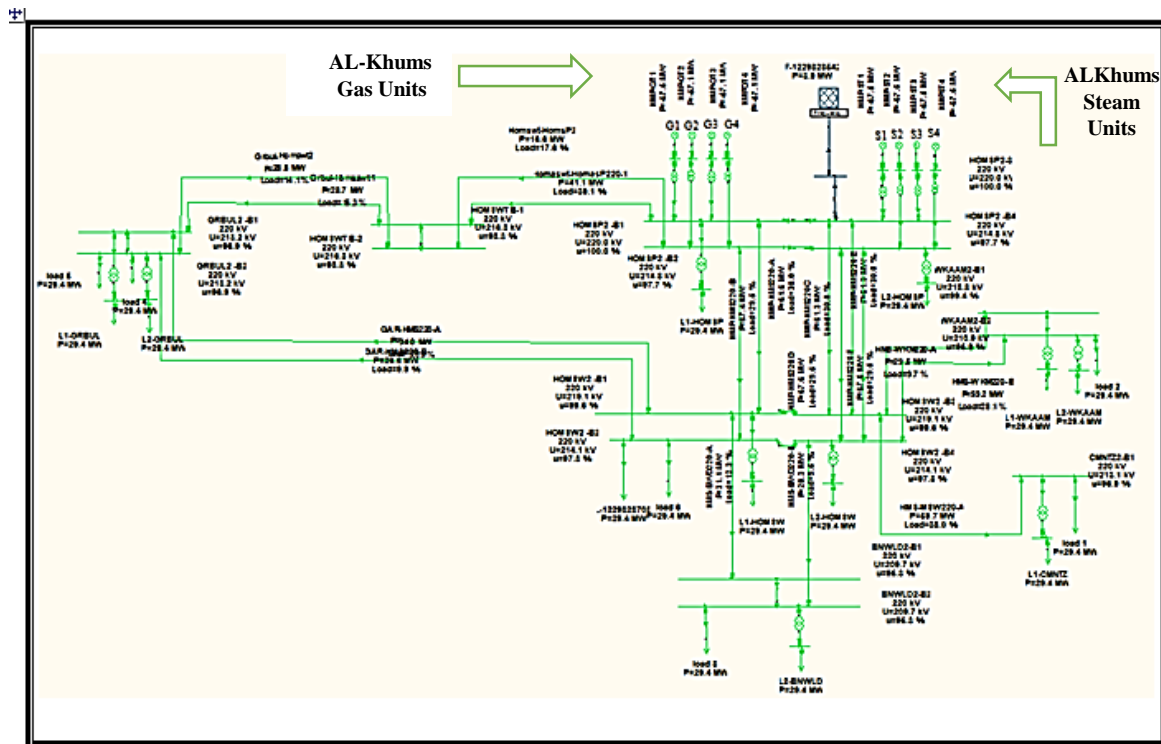


Figure (1) Alkhums power station

## 3. Operational Data of Alkhums Power Station

The following tables and figure show the operational data of Alkhums power station, which is used to calculate the fuel cost functions [17].

TABLE 1. Type and fuel cost of Al Khums power station

Fuel Type	Cost (LD/ m <sup>3</sup> )
Heavy fuel (Fuel oil)	41.2
Light fuel (Diels)	156
Natural gas	0.00808

TABLE 2. Operational data of Alkhums power station

Generated Power (MW)	Gas unit natural gas / m <sup>3</sup>	cost / LYD	Gas unit light fuel / m <sup>3</sup>	Cost / LYD	Steam unit heavy fuel / m <sup>3</sup>	Cost / LYD
1	9179	257	18	2739	3	100
5	9920	278	18	2772	3	131
10	10854	304	18	2820	4	170
15	11795	330	19	2877	6	210
20	12742	357	19	2941	7	250
25	13696	383	19	3012	8	290
30	14657	410	20	3092	9	331
35	15625	438	20	3179	10	372
40	16600	465	21	3274	11	414
45	17581	492	22	3377	12	455
50	18570	520	22	3487	13	498
55	19565	548	23	3606	14	540
60	20567	576	24	3732	15	583
65	21577	604	25	3865	16	627
70	22592	633	26	4007	18	671
75	23615	661	27	4156	19	715
80	24645	690	28	4313	20	759
85	25681	719	29	4478	21	804
90	26725	748	30	4651	22	849
95	27775	778	31	4831	24	895
100	28832	807	32	5019	25	941
105	29896	837	34	5215	26	988
110	30967	867	35	5418	27	1034
115	32045	897	36	5630	28	1082
120	33129	928	38	5849	30	1129
125	34220	958	39	6076		
130	35319	989	41	6310		
135	36424	1020	42	6553		
140	37536	1051	44	6803		
145	38655	1082	46	7061		
150	39780	1114	47	7326		

#### 4. Lambda iteration method

One of the most common traditional methods to deal with the problem of economic load dispatch, reducing the cost of generating unit is the lambda iteration technique. While the computational process of the lambda iteration method is difficult, it meets rapidly for this type

of optimization problem. The lambda iteration method is more conventional to deal with lessening the cost of power generation to any demand. For a large number of units, lambda iteration method is more accurate and more accurate incremental cost curves of all generating units are found. Below is the lambda iteration formula for economic load dispatch [18].

$$F(\text{total}) = \sum_{i=1}^n a_i + b_i p_i + c_i P_i^2 \quad (1)$$

where F(total) is the total fuel cost (\$/h), a, b, and c are the fuel cost coefficients of the i-th generator, n is the number of generator in the power system and  $P_i$  is the power generated by i-th generator.

## 5. Fuel Cost Function calculations

The stage carried out in this section is a processing, and calculation, where the fuel cost function for each generating unit in the Al-khums powers station is calculated by programming the equation 1 with simulation Matlab and Microsoft Excel. Results are found as following;

The fuel cost function for steam units (using heavy fuel)

$$F = 0.007587 P^2 + 7.731 P + 92.19 \quad (2)$$

The fuel cost function for gas units (using light fuel)

$$F = 0.1551 P^2 + 7.363 P + 2731 \quad (3)$$

The cost function for gas units (using natural gas)

$$F = 0.003847 P^2 + 5.169 P + 251.9 \quad (4)$$

## 6. Economical load Dispatch procedure

Economic load dispatch of Al-khums power station is carried out by Neplan software as following;

**Step 1;** maximum loading operational limits of the generating units is set up, where 150 MW for steam units and 127 MW gas units. Moreover, the minimum loading for all units set up 30MW.

**Step 2;** fuel cost coefficient, which were calculated in section 4.5, for all units set up.

**Step 3;** load distribution during 24 hours is divided into four periods each 6 hours.

**Step 4;** loading rate of each generating unit is considering during each period.

**Step 5;** the fuel cost is found during each period and for each unit

## 7. Results and Discussion

In order to achieve the economic load dispatch and cost minimizing, the studied system (Alkhums power station), that is shown in figure 1, is simulated using NEPLAN. There are three cases were carried out as following;

### a. First Case

In this case, four generating steam units using heavy fuel and four gas generating units using light fuel are considered, and the daily load period is divided in to four periods each six hours.

#### i. First period (1am -8am)

In this period, the loading rate is considering 45% of maximum loading of each generating unit. Results of this period are displaying in table (5).

TABLE 5. load distribution and economic load dispatch for first period

Steam units (MW)				Gas units (MW)				Cost (LD/h)
P <sub>1</sub>	P <sub>2</sub>	P <sub>3</sub>	P <sub>4</sub>	P <sub>1</sub>	P <sub>2</sub>	P <sub>3</sub>	P <sub>4</sub>	F
57.15	57.15	57.15	57.15	67.5	67.5	67.5	67.5	18743.6
Economic load dispatch								
102.3	89.9	103.9	91.4	30	30	30	30	16629.2

From results, it can be clearly seen that the load distribution between generating unit is redistributed, which led to minimize the total fuel cost during this period. The total fuel cost is reduced from 18743.6 LD/h to 16629.2 LD/h which led to save about 2114.4 LD/h.

#### ii. Second period (8am-2pm)

In this period, the loading rate is considering 60% of maximum loading of each generating unit. Results of this period are viewing in table (6).

TABLE 6. load distribution and economic load dispatch for second period

Steam units (MW)				Gas units (MW)				Cost (LD/h)
P1	P2	P3	P4	P1	P2	P3	P4	F
76.2	76.2	76.2	76.2	90	90	90	90	22267.9
Economic load dispatch								
127	127	127	127	40.5	40.2	40.6	40.3	18603.6

In this period, the economic load dispatch application leads to down the total fuel cost from 22267.9 LD/h to 18603.6 LD/h.

#### iii. Third period (2pm-9pm)

In this period, the loading rate is considering 95% of maximum loading of each generating unit. Results of this period are viewing in table (7).

TABLE 7. load distribution and economic load dispatch for third period

Steam units (MW)				Gas units (MW)				Cost LD/h
P1	P2	P3	P4	P1	P2	P3	P4	F
124	123	120	125	140	140	140	140	32911.0
Economic load dispatch								
100	100	100	100	135.2	134.9	135.5	135.3	32252.3

In this period, the economic load dispatch application leads to down the total cost fuel from 32911 LD/h to 32252.3LD/h.

#### iv. Fourth period (9pm-1am)

In this period, the loading rate is considering 75% of maximum loading of each generating unit. Results of this period are viewing in table (8).

TABLE 8. load distribution and economic load dispatch for fourth period

Steam units (MW)				Gas units (MW)				Cost LD/h
P1	P2	P3	P4	P1	P2	P3	P4	F
95	95	95	95	112	112	112	112	26226.6
Economic load dispatch								
127	127	127	127	77.8	77.9	77.9	77.9	22602.9

In this period, the economic load dispatch achievement leads to minimize the total fuel cost

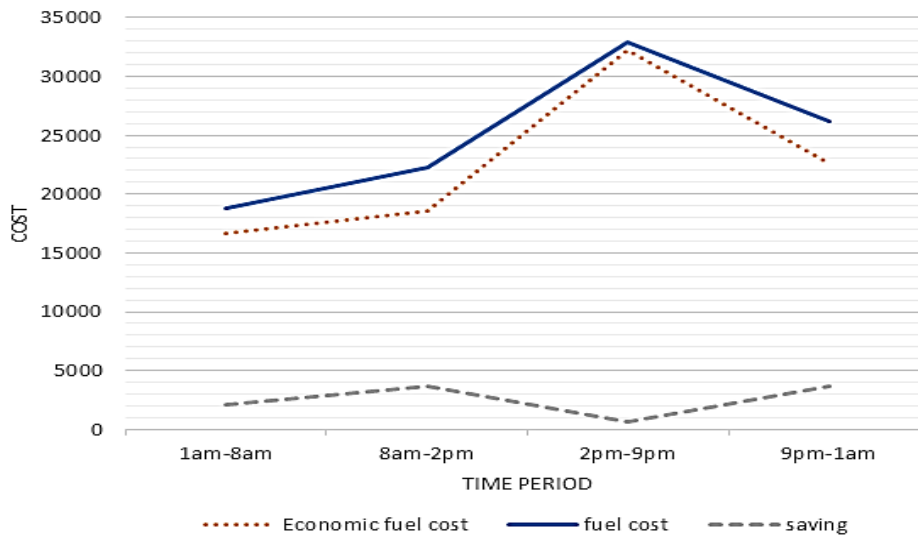


Figure (2) fuel cost, economic fuel cost and saving cost curves for first case

Figure (2) illustrates the curve of the total fuel cost during four periods with and without economic load dispatch. Moreover, it shows the fuel cost saving curve during each period for the 1<sup>st</sup> case.

### b. The Second Case

In this case, four generating steam units using heavy fuel and four gas generating units using natural gas are simulated.

#### i. First period (1am -8am)

In this period, the loading rate is considering 45% of maximum loading of each generating unit. Results are displaying in table (9).

**TABLE 9. load distribution and economic load dispatch for first period**

Steam units (MW)				Gas units (MW)				Cost (LD/h)
P1	P2	P3	P4	P1	P2	P3	P4	F
57.15	57.15	57.15	57.15	67.5	67.5	67.5	67.5	5503.42
Economic load dispatch								
30	30	30	30	96.6	96	98.6	99	5094.82

It can be seen from table 9 that load between generating unit is redistributed, which led to lessen the total fuel cost during this period. The fuel cost is reduced from 5503.42 LD/h to 5094.82 LD/h.

#### ii. Second period (8am -2pm)

In this period, the loading rate is considering 60% of maximum loading of each generating unit. Results are displaying in table 10.

**TABLE 10. load distribution and economic load dispatch for second period**

Steam units (MW)				Gas units (MW)				Cost (LD/h)
P1	P2	P3	P4	P1	P2	P3	P4	F
76.2	76.2	76.2	76.2	90	90	90	90	6608.15
Economic load dispatch								
30	30	30	30	138	135	141.6	138.9	6088.34

In this period, the economic load dispatch achievement leads to minimize the total fuel cost from 6608.15 LD/h to 6088.15 LD/h.

#### iii. Third period (2pm -9pm)

In this period, the loading rate is considering 95 % of maximum loading of each generating unit. Results are displaying in table (11).



TABLE 11. load distribution and economic load dispatch for third period

Steam units (MW)				Gas units (MW)				Cost (LD/h)
P1	P2	P3	P4	P1	P2	P3	P4	F
124	123	120	125	140	140	140	140	10474.5
Economic load dispatch								
110	112	111.5	112.2	150	150	150	150	10045.9

In this period, the economic load dispatch achievement leads to minimize the total fuel cost from 10474.5 LD/h to 10045.9 LD/h.

iv. *Fourth period (9pm -1am)*

In this period, the loading rate is considering 75 % of maximum loading of each generating unit. Results are displaying in table (12).

TABLE 12. load distribution and economic load dispatch for fourth period

Steam units (MW)				Gas units (MW)				Cost LD/h
P1	P2	P3	P4	P1	P2	P3	P4	F
95	95	95	95	112	112	112	112	8002.14
Economic load dispatch								
60.7	59.3	61.6	60.4	150	150	150	150	7415.68

In this period, the economic load dispatch achievement leads to minimize the total fuel cost from 8002.14 LD/h to 7415.68 LD/h.

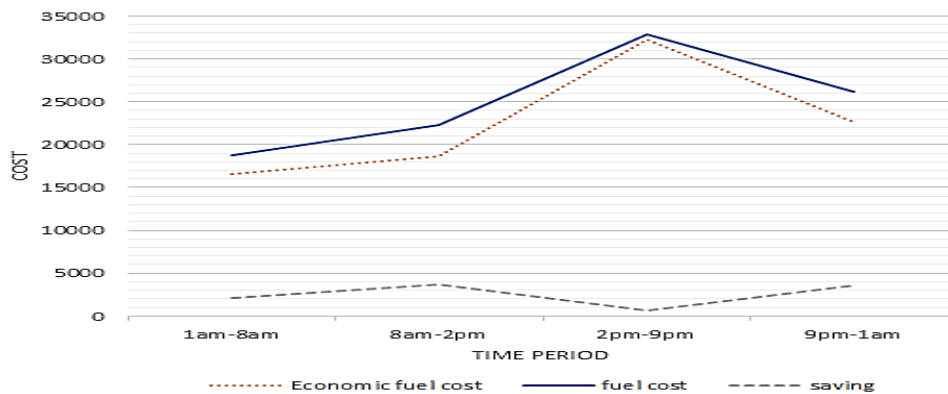


Figure (4) fuel cost, economic fuel cost and fuel cost saving curves for second case

Figure (4) shows the curve of the total fuel cost during four periods with and without economic load dispatch. Moreover, it shows the fuel cost saving curve during each period for the 2<sup>nd</sup> case.



## 8. Conclusions

In this paper, economic load dispatch is carried out for minimizing the operating fuel cost of the generating units of Al-khums power station. The obtained results show the efficiency of the proposed method in optimizing the operating cost for studied system. Results display that the fuel cost can be decreased for the same generated power. The proposed method led to save around 12003 LD/h. However, the proposed technique can be upgraded by including the losses, which might lead to more results accuracy.

## References

- [1] Stevenson Jr, William, and John Grainger. Power system analysis. McGraw-Hill Education, 1994.
- [2] B. H. Chowdhury and S. Rahman, "A review of recent advances in economic dispatch," IEEE Trans. Power Syst., vol. 5, no. 4, pp. 1248–1259, Nov. 1990.
- [3] D. S. K., Jain, A. and Huddar, "Comparison of Particle Swarm Optimization with Lambda Iteration Method to Solve the Economic Load Dispatch Problem", pp. 1900–1907, A. P. 2015.
- [4] D. D. O., Adinfono, M. I. and Ogu, "Economic Dispatch of Generated Power Using Modified Lambda- Iteration Method", 7(1), pp. 49–54, G. 2013.
- [5] A. J. Wood and B. F. Wollenberg, Power Generation, Operation and Control New York: Wiley, 1984.
- [6] C. L. Chen and C. L. Wang, "Branch-and-bound scheduling for thermal generating units," IEEE Trans. Energy Convers., vol. 8, no. 2, pp. 184–189, Jun. 1993.
- [7] A. M. Sasson, "Nonlinear programming solutions for load-flow, minimum- loss, and economic dispatching problems," IEEE Trans. Power App. Syst., vol. PAS-88, no. 4, pp. 399–409, Apr. 1969.
- [8] D. C. Walters and G. B. Sheble, "Genetic algorithm solution of economic dispatch with valve point loading," IEEE Trans. Power Syst., vol. 8, no. 3, pp. 1325–1331, Aug. 1993.
- [9] P. H. Chen and H. C. Chang, "Large-Scale economic dispatch by genetic algorithm," IEEE Trans. Power Syst., vol. 10, no. 4, pp. 1919–1926, Nov. 1995.
- [10] K. P. Wong and C. C. Fung, "Simulated annealing based economic dispatch algorithm," Proc. Inst. Elect. Eng., Gen., Tranm. Distrib. vol. 140, no. 6, pp. 509–515, Nov. 1993.
- [11] W. M. Lin, F. S. Cheng, and M. T. Tsay, "An improved tabu search for economic dispatch with multiple minima," IEEE Trans. Power Syst., vol. 17, no. 1, pp. 108–112, Feb. 2002.
- [12] R. H. Liang, "A neural-based re-dispatch approach to dynamic generation allocation," IEEE Trans. Power Syst., vol. 14, no. 4, pp. 1388–1393, Nov. 1999.
- [13] T. Yalcinoz and M. J. Short, "Neural networks approach for solving economic dispatch problem with transmission capacity constraints," IEEE Trans. Power Syst., vol. 13, no. 2, pp. 307–313, May 1998.
- [14] A. I. Selvakumar and K. Thanushkodi, "A new particle swarm optimization solution to nonconvex economic dispatch problems," IEEE Trans. Power Syst., vol. 22, no. 1, pp. 42–51, Feb. 2007.

- 
- [15] J. B. Park, K. S. Lee, J. R. Shin, and K. Y. Lee, "A particle swarm optimization for economic dispatch with nonsmooth cost functions," IEEE Trans. Power Syst., vol. 20, no. 1, pp. 34–42, Feb. 2005.
- [16] Z. L. Gaing, "Particle swarm optimization to solving the economic dispatch considering the generator constraints," IEEE Trans. Power Syst., vol. 18, no. 3, pp. 1187–1195, Aug. 2003.
- [17] General Electricity Company of Libya (GECOL)
- [18] T. Gonen, "Electric Power Distribution System Engineering", California State University, 1986.