# Effect of using electrical smart metering system and time of use tariffs application

# in (General Electric Company of Libya)

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*Abstract*— Smart metering system is an integrated system of smart meters, communication networks, and data management system that enables two-way communication between utilities and customers. The system provides many important functions that were not previously possible or had to be performed manually, smart metering also enables utilities to offer new time-based rate programs and incentives that encourage customers to reduce peak demand and manage energy consumption and costs, smart meters is the main core of smart grid system where it acts as a link between electric companies and customer's appliances.

The objective of this paper is to present a clear vision of the possibility and ability of using this system in General Electric Company of Libya (GECOL), the paper focuses on one of the important smart metering applications which is Time of Use application (TOU), and apply this feature in GECOL large customers to reduce the network peak load. The outcomes of the paper will serve as a basis for making a decision on how the metering tariffs will use to reduce GECOL energy peak load.

*Keywords*— General Electrical Company of Libya (GECOL), In-Home Display (IHD), Meter Data Management System (MDMS), SM Smart Meter, Smart Metering System (TOU)

# I. INTRODUCTION

In a world where technology is present in our day-to-day life, we should be following technology development to make our life and business easier than before and save money and time. In the early phase of household technology, delivery of electricity is completely depended on traditional energy meters, these meters play a key role in measuring the consumption of electrical energy in individual households, the major problem of traditional meters are arising when costumers are unaware of their daily behavior, monthly feedback given to the consumers is not sufficient as the consumers will not know how much energy consumption.]1[

So, with the tremendous development of communications and technology the use of smart meter systems become the solution to the problems of traditional systems.]2[

This paper will identify the benefits of the smart metering system and the impact of using the time of use by the number

of tariffs to balance the network loads to help decision-makers understanding this kind of systems.

# II. PROBLEM STATEMENT

Most electricity companies are facing major problems as a result of the steady increase in energy demand and using weak systems that do not meet their needs and this reflects negatively on their performance, General Electricity Company Of Libya( GECOL ) has some problems in its billing and collection system such as (difficult of reading the metersincrease of Non-technical losses-increase in energy demandhuge costs of meter reading, collection, and measurementusing load shredder-unbalanced load-no information about customer consumption data) [3].

# A. Smart meters and Smart metering system

Smart Meters are electronic measurement devices used by utilities to communicate information for billing customers and operating their electric systems [4],the combination of the electronic meters with two-way communications technology for information, monitor, and control is commonly referred to an Advanced Metering Infrastructure (AMI) as same as the smart metering system(SMS)[5].

# B. Smart Metering System Benefits

Smart Metering systems benefits are numerous for many different stakeholders of the systems [6], Table (1) mentions some of the major benefits for utility stakeholders

TABLE I Smart metering system benefits [6]

Stakeholder	Benefits						
	Better access and data to manage						
	energy use						
	Accurate data and timely billing						
Utilities	Fast outage detection and Power						
	quality data						
	Energy losses Calculation and						
	knowledge of where a bouts						
	Improve the relationship between						
	utilities and customers						
	Reduced cost of meters reading						
	Remote disconnects /reconnects and						
Customer Service	power limit						
	Remote detection of meter tampering						
	and theft						
	Eliminates billing errors and estimated						
	Improved transformer load balance						
	and provide more data for improved						
Transmission and	efficiency, reliability of service,						
Distribution	losses, and loading						
	Improved data for efficient grid						
	system design and power quality data						
	for service and analysis						
	Monitor consumption by display units						
	Encourage energy conservation and						
	limit visiting premises at different						
Customers	times to take readings and distribute						
	invoices						
	Time of Use tariff and savings on						
	electricity bills						

# C. Smart metering system and smart grid

Smart Metering System (SMS) is the main mechanism for the realization of other smart grid applications to deliver operational and business benefits across the utility, smart metering system also an integral part of the smart grid infrastructure in data collection and communications [7]. figure (1) shows more details about smart grid structure





# D. Smart Metering System Components

across both columns. Any table or figure that takes up the smart metering system technical scenarios and components shown in figure (2).



Figure (2) example of smart metering system components [11]

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# III. TIME OF USE APPLICATION (TOU)

# a. Time Of Use (TOU)Tariffs

Time of Use (TOU) or Seasonal Time of Day (STOD), metering involves dividing the day, week, month, season and year into tariff slots and with higher tariff rates at peak load periods and low tariff rates at off-peak load periods. While this can be used to automatically control usage on the part of the customer (resulting in automatic load control) [12].

## b. TOU Tariff design

TOU tariff structure in which different rates are applicable for the use of electricity at a different time of the day. It means that the cost of using 1 unit of electricity will be different in mornings, noon, evenings, and nights [12], a sample of TOU structure is shown in table (2)



To shift or reduce customer consumption by TOU application you should design a new tariff with different prices, GECOL load curve in April 2021 the daily peak hours are (17:00-18:00-19:00-20:00) and off-peak hours are (5:00-:6:00-7:00-8:00), in this paper we have estimated four tariffs (peak load tariff, off peak load tariff, standard load high tariff and standard load low tariff) as shown in table (3) where X equal estimated tariff price.

Table (3) estimated TOU tariffs for GECOL

		TOU tariffs estimated																							
	24	24 23 22 21 2				19	18	17	16	15	14	13	12	11	10	9	8	7	6	5	4	3	2	1	н
																									т
Pri	ce M	WH/	LYD			comr	nerci	al	Publight	lic		Hose hold	linc	.ight Justr	al	He	avy ustri	al	Pul faci	blic lities	a	Sn gric	nall ultura	al	Big agricultura
	T1 X			6	58		68			20		42		31			68			30			32		
	Т	2		1.15)	(	1	78		7	3		23		48		ł	36		1	78		3	15		37
	Т	3		1.25)	(		35		8	5		25		52.5		3	3.75		1	35		3	7.5		40
	Т	4		1.5X		1	02		10	2		30		63		4	6.5		1	02		4	5		48

*c.* Load Shifting, Through Time-Of-Use Tariffs With time-of-use tariffs, energy consumption is more visible and help you shift your energy demand at times when tariffs are more advantageous or pressure on the grid is lower, that incentive for consumers to shift their energy consumption from periods of a high price to low price, which is typically times of high demand and/or low supply [14]

*d.* GECOL load shift by customers consumption This paper demonstrates the ability to shift large electrical loads to off peak periods and optimize Time of Use periods to benefit in the form of cost savings.

GECOL able to reduce beak load and increase off beak load by shifting some loads from peak to off peak when applying time of use TOU program as shown in figure (3).



GECOL have eight consumption type as shown in figure (4) every consumption type has unique tari

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Figure (4) GECOL consumption percentage and type in 2020 [3].

GECOL should install smart meters for all customers and apply the time of use program for customers ( except household consumption ) as a first stage this application able GECOL to amount of power from shift peak load to off peak load in, In this paper we suppose two scenarios for how many power can shift ,the result of these scenarios as shown in figures (5&6).



Figures (5) show shift 50% of customer loads (except household) 1200MW from peak load to off peak load period in15 April



Figures (6) show shift 25% of customer loads (except household) 600MW from peak load to off peak load period in15 April

## e. consumption conservation

Smart metering system have the potential to lead to reductions in energy consumption through a number of channels, such as in-home display, web portals or smartphone apps [13].

In this case we are working in the same two scenarios as mentioned above.

The result estimated conservation shown in table (4).

Table (4) consumption conservation by using TOU application

total value of comsumpotion with current tariffs MWH/LYD	n	o conservatio	a	consumption	conservation	current tari E		2	
	value of comsumpotion with estemated tariffs MWHLYD	value of comsumpotio n with current tariffs MWH4 VD	value of consumptio n with current tariffs MWH MWH		con ser vatio n 50%	MWELYD	comumption 96	consumption type	
1,286,964	247,172	1,039,792	51,990	10,876	22,638	20	52%	hose hold	
925,279	177,429	747,850	10,998	2,301	4,602	68	1156	commercial	
673,181	129,290	543,891	7,998	1,673	4,978	68	8%	general lighting	
841,477	161,613	679,864	9,998	2,092	4,008	68	10%	general facilites	
185,620	35,650	149,970	4,999	1,046	2,092	30	5%	small agricutural	
237,593	45,632	191,962	5,999	1,255	2,510	32	6%	big agricuitural	
235,149	67,183	167,966	3,999	837	1,673	42	4%	light in dustrial	
153,446	29,471	123,975	3,999	837	1,673	31	4%	heavy Industrial	
4,538,710	893,439	3,645,271	99,980	20,916	44,175		100%	btsi	
a			XW	NW	xw				
			4166	877	1 9.41	6			

#### IV. CONCLUSIONS

GECOL spends more money and time for reading meters and has a big non-technical loss of energy ,Also GECOL used a load shredder method to face the growing demand for energy that leads to a bad relations between GECOL and its customers, The smart metering system suggested provides a number of important functions that were not previously possible or had to be performed manually, such as the ability to automatically and remotely measure electricity use, disconnect and reconnect service ,power limit, detect tampering, identify and isolate outages, monitor electrical network . Also, the smart metering system enables utilities to offer new time-based rate programs and incentives that encourage customers to reduce peak demand by using time-ofuse application and save money.

In case of customers don't respond to the load shift or conservation program, GECOL will get more revenue than International Journal of scientific Research & Engineering Technology (IJSET) Vol.20pp. 1-5

before by increasing peak load tariff price. That means using the time-of-use application is profitable in both cases.

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