 **NREL** National Renewable Energy Laboratory  
A national laboratory of the U.S. Department of Energy  
Office of Energy Efficiency & Renewable Energy  
Innovation for Our Energy Future


## HOMER The Micropower Optimization Model

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## What is HOMER?

- A tool for comparing and evaluating micropower technology options for a wide range of applications
  - Village power systems
  - Stand-alone applications
  - Grid-connected systems
  - Conventional technologies
  - New technologies



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## Why did we Develop HOMER?

- Many new choices for rural energy
  - Past: diesel, micro-hydro, & grid extension
  - Solar, wind, biomass, hybrids
- Many variations of hybrids
- Different quality of services
- A confused mind says “No!”

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## What does HOMER do?

- HOMER finds the type of system that can best serve different loads.
- What if conditions are different?
  - Resources
  - Loads
  - Equipment prices
  - Equipment performance

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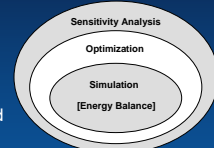
## The Hourly Energy Balance

- Invisible: internal HOMER process
- Compare the energy supply and demand in a single hour
- Decide how to operate dispatchable sources (generators, battery, grid)

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## Simulation - Optimization - Sensitivity Analysis

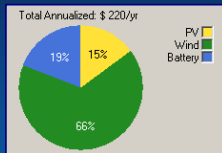
- Simulation
  - Estimate the cost and determine the feasibility of a system design over the 8760 hours in a year
- Optimization
  - Simulate each system configuration and display list of systems sorted by net present cost (NPC)
- Sensitivity Analysis
  - Perform an optimization for each sensitivity variable



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## Life-cycle Cost

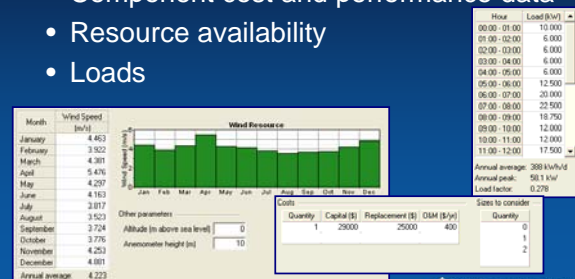
- The cost of a system over its useful life
  - Initial costs associated with equipment purchases and installation
  - Costs of owning, operating, and maintaining the system
  - Costs of replacing components
- Net Present Cost: life-cycle cost expressed as a lump sum in "today's dollars"



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## Inputs

- Component cost and performance data
- Resource availability
- Loads



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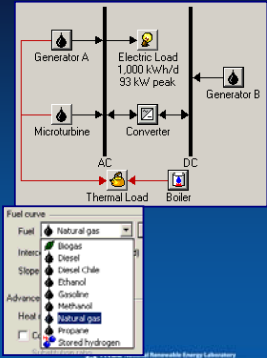
## Technologies HOMER Can Model

- Single technology systems and multiple-technology (hybrid) systems
- Compare multiple combinations of different technologies

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## Generators

- Fossil fuels
- Biofuels
- Cofired
- Cogeneration
- Up to three generators



## Grid Extension

- Compare to stand-alone system
- Breakeven grid extension distance

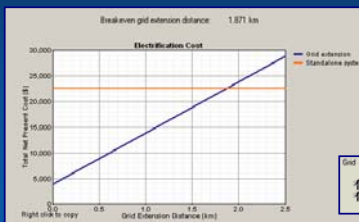


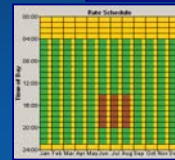
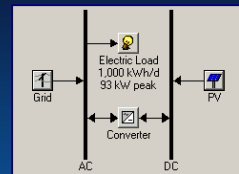
Figure 1: Grid system in a rural area. Credit: PowerTDS



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## Grid-connected Systems

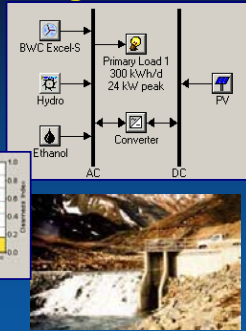
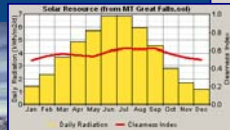
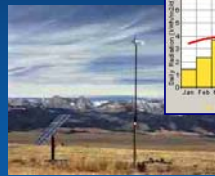
- Rate schedule
- Net metering
- Demand charges



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## Renewable Technologies

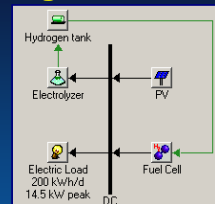
- Solar PV
- Wind
- Biomass and biofuels
- Hydro



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## Emerging Technologies

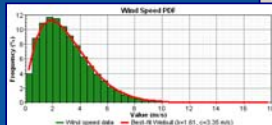
- Fuel cells
- Microturbines
- Small modular biomass



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## Resources

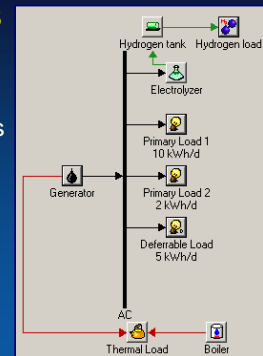
- Wind speed (m/s)
- Solar radiation (kWh/m²/day)
- Biomass (tonnes/day)
- Stream flow (L/s)
- Fuel price (\$/L)



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## Loads

- Electrical
  - One or two load profiles
  - Deferrable
- Thermal
- Hydrogen



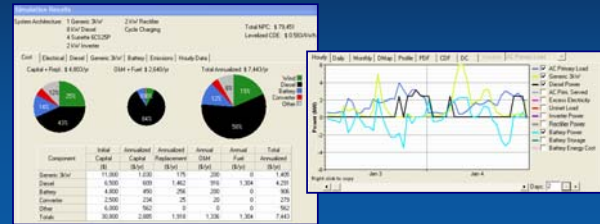
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## Questions HOMER can Answer

- How should I design a particular system?
  - Wind, PV, both, or something else?
  - Diesel or larger battery bank?
- How to meet growing demand?
- What if the fuel price changes?
- How should I operate my system?
- And many others...

## Simulation Results

- Cost and performance of a particular system configuration



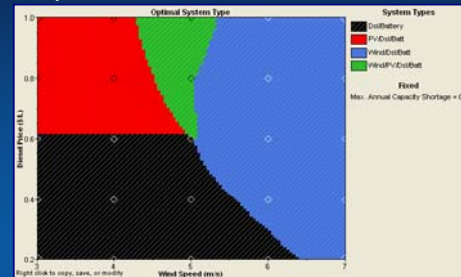
## Optimization Results

- Ranked list of system configurations

	PV (kW)	G3	G3	Batt (kWh)	Conv (kWh)	Disp (kWh)	Initial Capital	Total NPV	COE (\$/kWh)	Plan Fuel	Capacity (kWh)	Disseal B/L
1	2	0	0	4	LF		\$47,100	\$84,802	0.622	0.77	0.00	2,156
2	0	4	4	LF			\$49,200	\$86,695	0.625	0.76	0.00	2,472
3	0	8	2	CC			\$24,600	\$80,250	0.720	0.00	0.00	6,616
4	0	0	2	CC			\$21,500	\$88,455	0.722	0.10	0.00	5,301
5	0	0	0	CC			\$12,500	\$134,526	0.966	0.00	0.00	11,049
6	1	0	4	CC			\$44,500	\$136,063	0.998	0.62	0.00	7,421
7	6	1	20	6	CC		\$105,900	\$176,589	1.002	1.00	0.00	1,140
8	1	1	8	4	CC		\$51,400	\$139,774	1.025	0.64	0.00	7,140
9	3	0	8	2	CC		\$35,700	\$143,123	1.050	0.20	0.00	9,722
10	2	40	6	CC			\$111,500	\$167,999	1.232	1.00	0.00	1,140

## Sensitivity Results

- Graphs and tables



## HOMER is Flexible

- Rough estimated inputs for general analysis
  - Annual averages for resources and loads
  - Cost per kW or unit for equipment
- Detailed inputs for system design
  - Measured hourly data
  - Detailed cost curves
  - Create your own wind turbine, battery, fuels

## What you need to get started

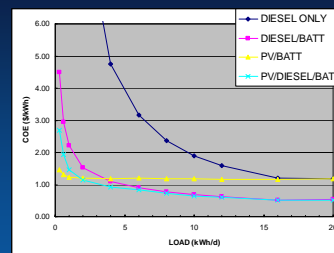
- Getting Started Guide
- Resource data
- Component installation and maintenance costs
- Basic component performance characteristics

*Default values minimize need for detailed input data*

## HOMER is only a model!

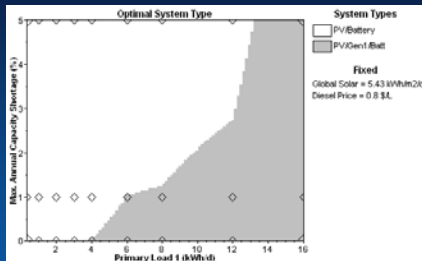
- Models help you consider important factors, and evaluate and compare options.
- Generating insights and understanding

## Economies of Scale



Load size affects technology choice

## Diesel Backup



Reliability and resource quality also affects design

## Who Uses HOMER?

- System designer: evaluate options
- Project manager: evaluate costs
- Program manager: explore factors
  - resources, fuel price, load, emissions...
- Educator: teach and learn
- Tech. developer: evaluate performance

## HOMER Around the World

- About 8,000 total downloads
- 177 countries
- Over 1,200 active users

Top five countries:

Canada, Australia, Spain,  
Germany, U.K

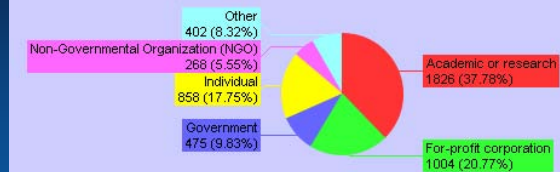
India, Brazil, Thailand,  
Philippines, Mexico

Country	Category	Users
United States		1622
Other OECD		1858
Developing		1399

August 2004

## Organizations

### Organization types of HOMER users



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## User Testimonials

- "HOMER is an indispensable tool when we talk of electrification with renewables" -- **Cecilio U. Sumaoy**, Cagayan Electric Power & Light Co., Philippines
- "I have found that [HOMER] is being accepted within certain circles of industry and could potentially become a widely adopted industry standard for presenting economic and technology evaluations" -- **Brook Porter**, Intelligent Energy, Ltd., USA



## Downloading HOMER

- <http://www.nrel.gov/homer>
- Complete registration survey
  - HOMER development team uses survey to make improvements to software
- Renew after 180 days by completing renewal form
- Send email to renew if Web access is difficult

