ECONOMIC ANALYSIS FOR REPLACEMENT OF 11kV OVERHEAD KOTESHWOR FEEDER BY UNDERGROUND DISTRIBUTION SYSTEM

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Abstract

Cost effective, Aesthetic and Reliable energy supply is the need of any mankind. In this study, economic analysis for replacement of 11 kV overhead distribution feeder by 11kV underground cable is done with reference to Koteshwor Feeder under Baneshwor Distribution and Consumers Service. The reliability indices like SAIDI, SAIFI, ENS etc. is performed by using DigSilentPowerFactory software. The reliability of overhead distribution system is evaluated by using real system data system and similarly, historical IEEE standard data is used for underground distribution system. The reliability indices are compared for both distribution systems. Result shows that interruption in the overhead system is more than underground distribution system, the energy not supplied to the customer by overhead distribution system is also more than underground distribution system. The replacement cost estimation is performed by using Nepal Electricity Authority (NEA) unit rate and KEI industries quoted price for NEA underground project. The B/C ratio and Present Worth value for the 25-year period of useful life shows that the replacement of the existing overhead distribution system by underground distribution system is financial suitable and can be payback by revenue save from the Energy Not Supply (ENS) lower value of underground distribution system than overhead distribution system. In order to get the continuous of supply, esthetic and public safety in electricity distribution field one may have to bear initially extra cost to use underground distribution systems which finally get payback. Thus, in case of densely populated city like Kathmandu, underground distribution system is reasonable requirement for continuous supply, esthetic and public safety in electricity distribution field.

Keywords: Aesthetic, Reliable, Indices, SAIDI, SAIFI, ENS, Interruption

1. Introduction

There are two ways to distribute electric energy to customers: overhead (OH) lines and underground (UG) cables. Although power system reliability analysis is a mature research area, there is a renewed interest in updating available network models and formulating improved reliability assessment procedures. Underground cables offer immense benefits. It helps in ensuring uninterrupted power supply and it can transmit power across densely populated areas where land is costly or aesthetically sensitive or facing right of way problem which applies in the case of Kathmandu Valley. Underground electricity distribution system also prevents any possible hazards in the event of accidents and falling of electricity poles. Simply placing the wires underground does not constitute an efficient system. Underground distribution system is the ultimate solution of the distribution problem that confronts every Electric Utility operating in progressive towns and cities. The financial success of an electrical undertaking depends on supplying efficient and reliable service in an economical manner, and in order to secure this result the distribution system must be carefully designed and properly installed.

Safety is the top priority in electric utility. This work describes the complex electrical safety issues related to grounding underground distribution system and protecting electrical workers who are working in electrical vault and who are utilizing energy. There are lots of uncertain problems and challenges are associated with its practical implementation and it cannot be scoped for all the feeders. And fault clearing time period for this is another challenge for underground distribution. Although high cost of underground distribution system this can be payback after few years of installation by efficient and reliable operation of system.
2. Literature Review

As the present scenario of Nepal distribution line all electrical, telephone and telegraph wires are suspended from high poles, creating strange and crowded streetscapes. Unmanaged city planning, haphazard road digging and dust pollution have defaced beautiful Kathmandu. Our city is in a mess. Electric pylons dangling overhead or even lying along the roadside, hindering mobility, posing greater risks of accidents and short circuits have made the matters worse. The tangled web of overhead cables all over the city have added to visual pollution. The electric, telephone wires and cables jumbled and dangling in a web like structure from the poles have contributed in disfiguring the city’s beauty too.

With reference to the survey of many distribution center of Nepal like Pokhara, Birgunj, Dharan, Hetauda, Itahari, Janakpur, Kalaiya, Simara, Patan, Simara, Bhaktapur, Maharajgunj, Ratnapark, Baneshwor, only few meters (10 to 100m) of line has been made underground whose propose is just to cross the road, buildings etc., where there is no any possibility of overhead line. There is only one dedicated underground feeder from Rajdurwar switching to Pradhan MantriNibas whose length is about 4 km.

In order to short out these associated problem The Nepal Electricity Authority planned to do underground major possible High Tension distribution line of city like Kathmandu valley, Biratnagar, Pokhara, Bharatpur, Janakpur etc., For the first phase in order to completion of this target NEA has been recently made contract with KEI Industries Limited, India to underground two Distribution and Consumer Service Center of Kathmandu valley that Ratnapark and Maharajganj Distribution and Consumer Service Center. In Second phase rest of the Distribution and Consumer Service Center of Kathmandu valley and another major city will be done.

The major limitations of first phase of implementation due to high cost of installation of Underground Network, only city core area is selected for Underground network, the digging and construction works in Heritage area is prohibited without the Approval of Environmental Impact Assessment, Social culture Impact Assessment and Historical Impact Assessment.

2.1 Review of Related Research Works

S. Ahmad and S. Sardar did simulation on Reliability Analysis of Distribution System using ETAP and the results depicted that as the distance of load point increases from feeder its reliability decreases, while most reliable location in distribution system is the place most near to feeder. Thus, the Distribution system planning and designing may be done in such a way that customers are affected least, and distribution system reliability is increased[1].

P.U. Okorieand A.I. Abdu studied Evaluation of Outages in Overhead and Underground Distribution Systems of Kaduna network. He evaluated outage in the electric distribution system on utilities in Kaduna was presented in this paper. The causes of this failures which are due to variety of factors such as; weather conditions, contamination, vegetation, animals, human, excessive ambient temperature, moisture, excessive load, lack of maintenance, ageing, wear-out and design. These factors make the component failure rates vary with time and location. The main conclusion is the environmental factors are mostly responsible for over 50% of the outage in system[2].

C.I. Jones and M. McManus studied Life-cycle assessment of 11 kV electrical overhead lines and underground cables. Total of five options were analyzed, three overhead lines and two underground cables, which were compared based on their embodied impacts in production and total lifetime operational impacts. The analysis revealed that that the key parameter for reducing the losses was conductor resistance. In fact, to reduce the environmental life-cycle impact of 11 kV systems the lowest conductor resistance should simply be installed[3].

R. Benato studied the Overall Cost Comparison Between Cable and Overhead Lines Including the Costs for Repair After Random Failures. He presents a general method for the identification and calculation of deterministic and probabilistic components of the whole-of-life cost of overhead lines and of XLPE underground lines. He concluded that the overhead lines and cables have been debated as competitors often without stating precise criteria. From an overall cost standpoint and not from a
mere investment cost standpoint, the cost gap between underground cables and overhead lines is strongly reduced due to underground cables energy loss savings and a lower impact on territory[4].

3. Methodology

In this dissertation work, methodology starts with literature review of various related literature followed by data collection from Baneshwor substation record file. Collected data is analyzed and categorized in momentary, planned and unplanned interruptions (sustained) according to IEEE guidelines[5]. Frequency and duration of planned, unplanned and momentary interruption is noted since 2073 BS. Failure rate of existing overhead Koteshwor feeder is determined based on data from past 2073 BS. For designed underground Koteshwor Feeder standard failure rates and repair duration, various literatures are used. To determine customer number in feeder, data from different Distribution and consumer service is collected and analyzed. Dlg SILENT Power Factory standard library is also used to determine some electrical parameters values. Also, the dismantle cost of overhead line is obtained from Nepal electricity authority. Per kilometer unit rate for new construction and installation of underground line is also obtained from Nepal electricity authority.

3.1 Methodology Steps
- Technical data is collected of selected Feeder. (Single line diagram, equipment specification, line length, type of conductors and cable, number of transformers, load, energy sales etc.)
- Validate the Dlg SILENT Power Factory reliability assessment tool by using the standard IEEE RBTS 2- bus system (Which is created for educational purpose).
- Calculation of momentary and sustainable failure frequency and duration of interruption in existing overhead feeder for a time duration by following IEEE is guidelines.
- Simulate and run reliability assessment of equivalent existing overhead single line diagram of feeder in Dlg SILENT Power Factory (Using NEA data).
- Calculate selected reliability indices like SAIFI, CAIFI, SAIDI, MTTF, MTBF, and ENS for the equivalent overhead feeder using Dlg SILENT Power Factory.
- Simulate and run reliability assessment of underground single line diagram of feeder in Dlg SILENT Power Factory (IEEE historical data).
- Calculate selected reliability indices like SAIFI, CAIFI, SAIDI, MTTF, MTBF, and ENS for the underground feeder using Dlg SILENT Power Factory.
- Compare the reliability indices of existing overhead line and underground line obtained from Dlg SILENT Power Factory results.
- Dismantle cost of overhead line and installation cost of underground cable is calculated. (By taking NEA cost estimation and practice)
- The economic benefit of the designed underground system is estimated and the replacement of the overhead line by underground cable is economically justified or not is evaluated/checked.

3. Results and Discussions

Koteshwor Feeder of Baneshwor substation under Baneshwor distribution and consumer service of Nepal Electricity Authority (NEA) is located central location of Kathmandu valley. it contains 34 distribution transformers having rating of 100KVA, 150 kVA, 200 kVA, 300 kVA, 400 KVA, 500 kVA with total rating capacity of 6850 KVA and mainly DOG ACSR conductor of different length for different branches.

Standard RBTS 2 Bus is used as test systems reliability validation because they were created for educational purposes and all reliability data of components are in formed [6]. After the comparison of reliability indices obtained from simulation in Dlg SILENT Power Factory and standard 2 RBTS results shows highest deviation is seen in the value of SAIDI which is -0.516%.

4.1 Reliability Evaluation

By using GPS map of Koteshwor feeder, length of each section and connected load in each section is determined. The single line diagram for Koteshwor Feeder is simulated in Dlg SILENT Power
Factory is shown in below figure 1. And reliability evaluation assessment is done

Figure 1: Simulation of Koteshwor Feeder in Dlg SILENT Power Factory

Customer based reliability indices how often each customer connected to the system faces sustained power interruption and duration of each interruption. The calculations considering sustained outage only. In all the calculations mentioned below interruptions caused to the customers due to grid failure is not included. SAIFISAIDI and CAIDI are the most important reliability indices in distribution system.

Interruptions that lasts not more than 5 minutes are called momentary interruption. Since these interruptions are not sustained, they are not considered to evaluate reliability indices like SAIFI, SAIDI, and CAIDI etc. Momentary interruption is only used to calculate MAIFI. The real failure rate and repair rate of Koteshwor feeder as shown in table 1[7].

Table 1: Failure Rate and Repair Duration of Koteshwor Feeder

| Total Number of Fault | Total Repair Time |
|-----------------------|-------------------|
| 2075                  | 52                |
| 2074                  | 48                |
| Average               | 50                |
| Fault Clearing Time in Hour | 48:12 |
| Length of the Feeder in km | 48:09 |
| Failure rate per year per km per Annum | 48:10 |
| Repair duration per failure | 9.452 |
|                        |                   |
|                        |                   |

The failure and repair rate IEEE historical data used for underground distribution system shown in table2[6].
Table 2: IEEE Historical Data for Underground Distribution System

| Equipment/Rate                  | Failure Rate | Repair Time/Replacement Time (Hour) |
|--------------------------------|--------------|-----------------------------------|
| Transformer (Per Year)         | 0.0041       | 73.4                              |
| Cable (Per km Per Year)        | 0.0291617    | 27.2                              |
| Cable Joint/Terminator (Per Year) | 0.000307    | 30.2                              |
| Conductor (Per km Per Year)    | 0.062008     | 4.6                               |
| Conductor Joint/Terminator (Per Year) | 0.001848    | 15.3                              |

After running the reliability assessment of existing overhead line and underground line following results were obtained from DIg SILENT Power Factory as shown in table 3.

Table 3: Reliability indices of existing overhead and designed underground distribution system

| Reliability Indices                          | Index       | Unit   | Designed Underground System | Existing Overhead System |
|----------------------------------------------|-------------|--------|----------------------------|--------------------------|
| System Average Interruption Frequency Index  | SAIFI       | 1/Ca   | 0.337                      | 49.99                    |
| System Average Interruption Duration Index   | SAIDI       | h/Ca   | 11.98                      | 48.156                   |
| Customer Average Interruption Duration Index | CAIDI       | h/Ca   | 35.554                     | 0.963                    |
| Average Service Availability Index           | ASAI        |        | 0.988632                   | 0.9945                   |
| Average Service Unavailability Index         | ASUI        |        | 0.0013679                  | 0.005497                 |
| Energy Not Supplied                          | ENS         | MWh/a  | 65.919                     | 329.38                   |
| Average Energy Not Supplied                  | AENS        | MWh/Ca | 0.009                      | 0.042                    |
| Average Customer Curtailment Index           | ACICI       | MWh/Ca | 0.026                      | 0.042                    |
| Average System Interruption Frequency Index  | ASIFI       | 1/a    | 0.337035                   | 49.99                    |
| Average System Interruption Duration Index   | ASIDI       | h/a    | 11.9852                    | 48.155                   |

For existing overhead distribution system, the result shows that energy not served due to failure of feeder is 329.38 MWh/a, which means in one year 329380 unit is not supplied from feeder to the one customer in one year. Similarly, for the underground distribution system, the result shows that energy not served due to failure of feeder is 65.919 MWh/a which means in one year 65919 unit is not supplied from feeder to the one customer in one year.

4.2 Economic Analysis

4.2.1 Dismantling Cost Estimate

Some of the material is useful after dismantling the existing overhead distribution. Thus, some
material cost can be saved by investing in labor for dismantling process. The cost save from dismantle is obtained from NEA unit rate. The total cost save from dismantling of existing overhead distribution system is as shown in below table 4[7].

### Table 4: Total Cost Save from Dismantle of Existing Overhead Distribution System

| Name of Feeder | Materials Cost Save (1) | Labor Cost Expenditure (2) | Total Cost Save (3=1-2) | Contingency 5% (4 = 5% of 3) | Total with Contingency (5 = 3 - 4) | VAT @ 13% (6 = 13% of 5) | Grand Total Cost Save (NRs) (7 = 5 + 6) |
|----------------|-------------------------|---------------------------|--------------------------|-------------------------------|-----------------------------------|---------------------------|-------------------------------------|
| Koteshwor      | 9,313,217               | 411,233                   | 8,901,984                | 445,099                       | 8,456,885.18                     | 1,099,395.07             | 9,556,280.25                       |

#### 4.2.1 Cost Estimate of Underground Distribution System

Cost required to install underground distribution system for Koteshwor Feeder as shown in below table 5. The cost is determined by replacing each branch of the Koteshwor Feeder by cable considering branch length and its connected. All the unit rate is taken from KEI industries Co. Ltd. quoted for the NEA underground project[8].

### Table 5: Total Cost Estimation of Underground Distribution System

| Name of Feeder | Materials Cost Save (1) | Labor Cost Expenditure (2) | Total Cost Save (3=1+2) | Contingency 5% (4=5% of 3) | Total with Contingency (5 = 3 + 4) | VAT @ 13% (6 = 13% of 5) | Grand Total Cost Save (NRs) (7 = 5 + 6) |
|----------------|-------------------------|---------------------------|--------------------------|-------------------------------|-----------------------------------|---------------------------|-------------------------------------|
| Koteshwor      | 11,053,050              | 10,591,352                | 21,644,402               | 1,082,220                     | 22,726,622                       | 2,954,461                 | 25,681,083                         |

#### 4.2.3. Investment Decision

After the calculation of total cost required for replacement of existing overhead distribution system by underground distribution system, the investment decision is checked by Energy Not Served (ENS) value of underground and existing overhead distribution system as shown in below table 7.
Table 7: Energy Save Cost and Cost Required for Replacement

| Cost Save From Reliability Analysis |  |  |
|-----------------------------------|---|---|
| ENS of the underground distribution | 65.919 | MWh/a |
| Save due to ENS per annum          | 263.461 | MWh/a |
| At NRs 13 Per unit rate, Revenue Saved | 3424993 | Source: NEA |

| Cost Required for cable replacement |  |  |
|-------------------------------------|---|---|
| Cost of the underground distribution | 25681082.89 | NRs |
| Dismantle Cost Save from Existing OHDS | 9,556,280.25 | NRs |
| Extra Cost Required for replacement | 16,124,802.63 | NRs |

By taking 25-year useful life of the underground distribution system and at 10% MARR rate B/C ratio is calculated as shown in below table 8.

Table 8: B/C Ratio for Investment

| Taking life of 25 years |  |  |
|-------------------------|---|---|
| Initial investment, NRs | 16124802.63 |  |
| Useful life (year)      | 25 |  |
| MARR 10%                | 0.1 |  |
| Annual revenue saved, NRs | 3424993 |  |
| (PW) Benefit NRs        | 31088798.52 |  |
| B/C ratio               | 1.93 |  |
| PW (10%), of cash flow, NRs | 14963995.89 |  |

As B/C ratio is greater than one, the investment is accepted (For replacement of existing overhead distribution system feeders). Also, present worth of cash flow is positive, the investment cab be done. The returned of the investment is calculated as shown in below table 9.
Table 9: Payback Periods of Investment

| Year | Cash Flow | PW of Net Cash Flow | Cumulative Cash Flow (NRs) |
|------|-----------|---------------------|----------------------------|
| 0    | -16124803 | -16124803           | -16124803                  |
| 1    | 3424993   | 3113630             | -13011173                  |
| 2    | 3424993   | 2830573             | -10180600                  |
| 3    | 3424993   | 2573248             | -7607352                   |
| 4    | 3424993   | 2339316             | -5268036                   |
| 5    | 3424993   | 2126651             | -3141384                   |
| 6    | 3424993   | 1933319             | -1208065                   |
| 7    | 3424993   | 1757563             | 549498                     |
| 8    | 3424993   | 1597785             | 2147282                    |
| 9    | 3424993   | 1452531             | 3599814                    |
| 10   | 3424993   | 1320483             | 4920297                    |

The cumulative cash flow is positive between 6th and 7th year. Hence, the payback period lies between 6th and 7th year. That is after 7th year of replacement of the existing overhead feeder of Koteshwor by underground distribution system investment can be payback. Further, the cost of the designed underground distribution system is 2.37 times higher than designed overhead distribution system.

4. Conclusions

After evaluation of the reliability indices of the existing overhead system is shows that SAIFI value is 49.99 per annum which is very high as compared to IEEE standard network which is 0.337 for underground distribution system. This shows that how unreliable Koteshwor feeder is and how many improvements is needs to be required. Also, the energy not supplied (ENS) value of existing system is almost five times higher value as compared to designed underground distribution system.

The Cost of the underground distribution system is almost 2.37 time higher than overhead distribution system. By investing NRs. 411,233.04 in labor expenditure total NRs. 9,556,280.25 useful material can be saved from dismantling of existing overhead distribution system. Also, NRs. 3,424,993.00 revenue per annum is save because of lower ENS value of designed underground system. Thus, considering these cost B/C ratio, Present Worth calculation implies to invest in replacement of existing overhead distribution system by underground distribution system and finally which can be payback after 6 to 7 year of replacement.
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