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Published in:
IEEE 18th International Conference on Environment and Electrical Engineering and 2nd Industrial and Commercial Power Systems Europe

Publication date:
2018

Document Version
Version created as part of publication process; publisher's layout; not normally made publicly available

Link to publication from Aalborg University

Citation for published version (APA):

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A Decentralized Model for Coordinated Operation of Distribution Network and EV Aggregators

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Abstract – With the rapid growth of electrical vehicles (EVs) in distribution networks (DNs), EV aggregators have been introduced as mediators between these two entities. EV aggregators and DNs should be operated coordinately to bring potential benefits to both sides. In this paper, a decentralized model for coordinated operation of EV aggregators and DNs is proposed in which the total cost of the system is minimized. A new direction method of multipliers (ADMM) is introduced to recast the model into a decentralized one. In ADMM method, EV aggregators and DN operation problems are solved separately. Therefore, the computational burden of the problem is reduced while respecting the independence of the EV aggregators. The effectiveness of the proposed model is validated by a modified 33-IEEE bus system.

Index Terms – Aggregator, electrical vehicle, optimal operation, ADMM.

Nomenclature

Indices and Sets

- $t$: Index of time.
- $e_v$: Index of electrical vehicles.
- $g$: Index of conventional DGs.
- $W$: Index of wind turbines.
- $n,m$: Index of distribution network buses.
- $k$: Index of ADMM iteration.
- $A_{gg(n)}$: Set of EV aggregators belonging to bus $n$.
- $D_{Dg(n)}$: Set of conventional DGs belonging to bus $n$.
- $W_{T(n)}$: Set of wind turbines belonging to bus $n$.
- $E_{V(n)}$: Set of EVs belonging to aggregator $i$.
- $F$: Set of distribution network feeders.

Parameters

- $\alpha, \beta, \lambda$: Cost function coefficients of DG $g$.
- $\eta_y^W$: Forecasted price of wholesale market at time $t$.
- $\sigma_{ar}$: Mean/standard deviation of EVs’ arrival time.
- $\mu_{ap} / \sigma_{ap}$: Mean/standard deviation of EVs’ arrival distance.
- $\mu_{dp} / \sigma_{dp}$: Mean/standard deviation of EVs’ departure time.
- $\nu$: Wind speed at time $t$.
- $v_t, l_{v, t}$: Rated cut-in/cut-out speed of wind turbine.

Variables

- $C_{IC}$: EV battery investment cost.
- $L_{DD}$: EV battery maximum depth of discharge.
- $C_{f}$: EV battery cycle life.
- $L_{t, max}$: Maximum daily travel distance of EVs.
- $SDC$: Shunt-down cost of DG.
- $SUC$: Start-up cost of DG.
- $UR/DR$: Ramp up/down of DG.
- $UT/DT$: Minimum up/down time of DG.
- $V_{nom}$: Nominal voltage of distribution network.
- $\pi^{RD}$: Degradation cost of EV battery.
- $SOC_{ini}$: Initial state of charge for EV battery.
- $\xi$: Allowable voltage deviation.
- $\lambda$: Convergence tolerance of ADMM approach.
- $L_s$: Daily travel distance of EVs.
- $t_{arr} / t_{dep}$: Arrival/departure time of EVs.
- $u^{on}/u^{off}$: Binary variable indicating on/off status of DG.
- $P_{DG}$: Power scheduling of DG $g$ at time $t$.
- $u^{charge}/u^{discharge}$: Binary variable indicating charge/discharge status of EV battery at time $t$.
- $P_{W}$: Scheduled power of wind turbine at time $t$.
- $P_{W}^{WS}$: Scheduled power of aggregator $i$ at time $t$.
- $P_{EVchg}$: Charge/discharge power of EV $e_v$ at time $t$.
- $SOC_{EV}$: State of charge of EV $e_v$ at time $t$.
- $\eta_{r, y}, \eta_{w}, \eta_{r, w}$: Auxiliary variables in robust optimization approach.
- $P_{flow}$: Power flow between buses $n-m$ at time $t$.
- $\Delta V_{n,m}$: Voltage deviation in bus $n$ at time $t$.
- $\theta_{n,m}$: Voltage angle difference between buses $n-m$ at time $t$.
- $\lambda_{i}$: Lagrangian multiplier related to aggregator $i$ at time $t$ in ADMM approach.

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Recently due to environmental issues and green gas emissions electric vehicles (EVs) have gained great attention. It is expected that the integration of EVs in future distribution networks (DNs) will increase significantly [1]. This high integration of EVs in the future DN can bring new issues for economic and secure operation of DN [2]-[3]. A lot of studies have discussed the potential challenges and opportunities of EVs’ integration into the DN [4]-[5]. In [6] a probabilistic method for the optimal charging of EVs in DN is introduced. The object is to minimize the system losses. Authors in [7] introduce an event-triggered scheduling method for vehicle to grid (V2G) operation in smart DN. A stochastic method is also used to deal with uncertainties. Authors of [8] propose a two level model for the optimal charging of EVs in DN which consists of three objectives. The objectives are to minimize the cost of EV aggregators are minimized. Therefore, aggregators as an intermediary entity are introduced to manage the operational issues between EV aggregators and DN and reduce the burden of communication system [2].

Many researches have investigated the role of EV aggregators in DN. Authors of [9] propose a two level model for operation of EV parking lots as aggregators in DN. Aggregators manage their revenue risk by gap decision theory. A distributed convex optimization for EV aggregators is presented in [10] with valley filling and cost minimal charging as objectives. Reference [11] presents an optimization model for participating EV aggregators’ energy and reserve market. In [12] a two stage charging scheme for EV aggregators is modeled using game theory in which the charging cost of aggregators are minimized.

The above studies can be divided into two categories. The first category objective is to provide economic benefit for EV aggregators and EVs [9]-[10],[13]. The second category aims at providing technical benefits for the DN [2]-[6]. However, since the DN and EV aggregators are connected through the electrical system, individual operation may affect their technical and economic benefits. Therefore, a model should be introduced to operate EV aggregators and DN in a coordinated manner. In this paper, an ADMM based decentralized model for coordinative operation of EV aggregators and DN is proposed. In the decentralized model, EV aggregators and DN solve their operation model independently and in an iterative manner. Therefore, while EV aggregators and DN both gaining economic benefit, the independency of the aggregators is also respected and the proposed model becomes applicable in systems which the aggregators have private owners. Furthermore, ADMM reduces the communication burden of the system.

The structure of the paper is as follows. Section II describes the formulation of the proposed method. The ADMM method is presented in section III. In section V, modified IEEE 33-bus system is used to verify the proposed method. Finally, section VI concludes the paper.

II. PROBLEM FORMULATION

The general schematic of the proposed model is shown in Fig. 1. As it can be seen EV aggregators and DN exchange data and energy while they are independent entities. In the following section the problem formulation including the objective function and constraints are presented.

A. Objective Function

The objective function is to minimize the total cost of the DN which consists of three terms as follows:

$$\text{Min} \sum_{i} x_{i} p_{i}^{WS} + \sum_{i} SUC_{i} p_{i}^{DG} + \sum_{i} SDC_{i} P_{i}^{OFF} + \sum_{i} D(P_{i}^{EV}) \ldots (1)$$

The first two terms show the cost of purchasing energy from the wholesale market and operation cost of DGs (start-up cost, fuel cost, and shut-down cost), respectively. The third term denotes disutility cost of EVs which should be paid to EV owners for the compensation of battery degradation due to V2G service.
Hence, the objective function can be formulated as follows:

**B. Constraints**

1) **EV aggregator constraints:** The aggregators could exchange energy with DN which equals to the sum of charge/discharge power of EVs which are under their controls as follows:

\[ P_{\text{agg}}^{e}(e,i,t) = \sum_{e \in E(V)} \left[ P_{\text{EVchg}}^{e}(e,i,t) - P_{\text{EVdis}}^{e}(e,i,t) \right] \quad \forall e,i,t \]

(2)

Since EV aggregators are not the owner of EV batteries, the EV owners should be paid for degradation of their batteries due to the additional cycling of V2G discharge. To account this issue, EVs’ disutility is considered in the objective function which could be written as follows:

\[ D(P_{\text{EVchg}}^{e}(e,i,t)) = \lambda_{e}^{\text{BD}} P_{\text{EVchg}}^{e}(e,i,t) \quad \forall e \in \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(3)

Battery degradation cost is calculated as follows [13]-[14]:

\[ \lambda_{e}^{\text{BD}} = \frac{C_{K}}{L_{e} \text{SOC}_{\text{EV}}^{\text{ed}} d_{\text{ed}}} \quad \forall ev \]

(4)

2) **EV constraints:** The technical and trip constraints of EVs can be described as follows:

\[ 0 \leq P_{\text{EVchg}}^{e}(e,i,t) \leq P_{\text{EVchg}}^{\text{max}}(e,i,t) \quad \forall e,i,t \in \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(5)

\[ 0 \leq P_{\text{EVdis}}^{e}(e,i,t) \leq P_{\text{EVdis}}^{\text{max}}(e,i,t) \quad \forall e,i,t \in \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(6)

\[ u_{i}(e,i,t) + u_{i}(e,i,t) = 0 \quad \forall ev, t \notin \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(7)

\[ u_{i}(e,i,t) + u_{i}(e,i,t) = 1 \quad \forall ev, t \in \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(8)

\[ \text{SOC}_{\text{EV}}^{e}(e,i,t) = \text{SOC}_{\text{EV}}^{e}(e,i,t-1) + \eta_{\text{EVchg}}^{e} P_{\text{EVchg}}^{e}(e,i,t) - \eta_{\text{EVdis}}^{e} P_{\text{EVdis}}^{e}(e,i,t) - E_{\text{cons}}^{e}(e,i,t) \]

\[ \forall ev, t \in \text{t}_{\text{arr}}, \text{t}_{\text{dep}} \]

(9)

The maximum/minimum charge and discharge powers of EVs are shown in (5) and (6), respectively. Constraint (7) indicates that EVs cannot be charged and discharged, at the same time. The charge/discharge power limits of EVs are set to 0 while they are not plugged in by constraint (8). The stored energy in the battery is limited by (9). The energy balance in the battery is expressed by (10).

Arrival time and departure time of EVs are modeled with a normal probability distribution [15]:

\[ F_{\text{arr}}^{e}(e,i,t) = \frac{1}{\sigma_{\text{arr}} \sqrt{2\pi}} e^{-\frac{(t - \mu_{\text{arr}})^2}{2\sigma_{\text{arr}}^2}} \quad 0 < t \leq 24 \]

(11)

\[ F_{\text{dep}}^{e}(e,i,t) = \frac{1}{\sigma_{\text{dep}} \sqrt{2\pi}} e^{-\frac{(t - \mu_{\text{dep}})^2}{2\sigma_{\text{dep}}^2}} \quad 0 < t \leq 24 \]

(12)

Initial SOC is a stochastic value and can be calculated by EVs travel range before plugging into the DN. The daily travel range is modeled with a lognormal probability distribution as follows:

\[ F_{\text{Li}}^{e}(e,i,t) = \frac{1}{L_{i} \sqrt{2\pi} \sigma_{\text{Li}}} e^{-\frac{(\ln(t) - \mu_{\text{Li}})^2}{2\sigma_{\text{Li}}^2}} \quad L_{i} > 0 \]

(13)

The initial SOC of EVs can be calculated by the following equation:

\[ \text{SOC}_{\text{ini}}^{e} = \left( 1 - \frac{L_{i}}{L_{i}^{\text{max}}} \right) \times 100 \]

(14)

3) **DG unit constraints:** To ensure the safe operation of DGs the following constraints are considered:

\[ P_{\text{DG}}^{\text{on}}(e,i,t) \leq P_{\text{DG}}^{\text{on}}(e,i,t) \leq P_{\text{DG}}^{\text{off}}(e,i,t) \]

\[ \forall g, t \]

(15)

\[ P_{\text{DG}}^{\text{on}}(e,i,t) - P_{\text{DG}}^{\text{off}}(e,i,t) \leq \text{UR}_{g}(e,i,t) \left( 1 - u_{\text{on}}^{\text{DG}}(e,i,t) \right) + P_{\text{DG}}^{\text{on}}(e,i,t) \]

\[ \forall g, t \]

(16)

\[ P_{\text{DG}}^{\text{on}}(e,i,t) - P_{\text{DG}}^{\text{off}}(e,i,t) \leq \text{DR}_{g}(e,i,t) \left( 1 - u_{\text{off}}^{\text{DG}}(e,i,t) \right) + P_{\text{DG}}^{\text{on}}(e,i,t) \]

\[ \forall g, t \]

(17)

\[ \sum_{i=1}^{\text{T}_{g}} u_{i}(e,i,t) \geq U_{g}(e,i,t) \]

\[ \forall g, t \]

(18)

\[ \sum_{i=1}^{\text{T}_{g}} (1 - u_{i}(e,i,t)) \geq D_{g}(e,i,t) \]

\[ \forall g, t \]

(19)

\[ u_{i}(e,i,t) - u_{i+1}(e,i,t) \leq u_{i+1}(e,i,t) \]

\[ \forall g, t \]

(20)

\[ u_{i}(e,i,t) - u_{i+1}(e,i,t) \leq u_{i+1}(e,i,t) \]

\[ \forall g, t \]

(21)

\[ u_{i}(e,i,t) - u_{i+1}(e,i,t) \leq u_{i+1}(e,i,t) \]

\[ \forall g, t \]

(22)

\[ u_{i}(e,i,t) + u_{i+1}(e,i,t) \leq 1 \]

\[ \forall g, t \]

(23)

\[ u_{i}(e,i,t) + u_{i+1}(e,i,t) \leq 1 \]

\[ \forall g, t \]

(24)

Constraint (15) expresses the capacity limit of DGs. Ramp up and ramp down capability of DGs are presented by (16) and (17). Minimum up/down time limits of DGs are presented by (18) and (19), respectively. Constraints (20)-(24) avoid conflicted situations in the status of DGs.

4) **Wind turbine constraints:** The wind turbines are non-dispatchable units which their maximum output is a function of wind speed as follows:

\[ P_{\text{w}}^{\text{on}}(e,i,t) \leq P_{\text{w}}^{\text{on}}(e,i,t) \]

\[ \forall w, t \]

(26)

5) **Load balance constraints:** The load balance at each bus of distribution grid is as follow:

\[ P_{\text{w}}^{\text{on}}(e,i,t) \leq P_{\text{w}}^{\text{on}}(e,i,t) \]

\[ \forall n, m, t \]

(27)

6) **Grid constraints:** The linearized power flow model proposed in [16] is adopted in this paper. Since DN active power flow dominates the apparent power only active power flow equation is considered which is represented by (28).

\[ P_{\text{flow}}^{\text{on}}(e,i,t) = \left( V_{n}^{\text{on}} \right) \left( \Delta V_{n}^{\text{on}} - \Delta V_{(n,m)}^{\text{on}} \right) g_{(n,m)}^{(n,m)} \]

\[ \forall n, m, t \]

(28)

Thermal capacity limits of feeders’ flow are presented by (30).
The optimization problem of (1)-(30) is a mixed integer linear programming which has a global optimal solution. However, since the operation problems of EV aggregators and DNO are related by equation (2), they cannot be optimized separately. Therefore, a fast convergence algorithm based on ADMM is applied, which solves (1)-(30) in a decentralized manner. ADMM solves a convex optimization problem in the following separable form [17]:

\[
\begin{align*}
\min_{x, z, \lambda} & \quad L_p(x, z, \lambda) = f(x) + g(z) + \lambda^T (Ax + Bz - c) \\
\text{s.t.} & \quad x(k+1) = \arg \min_{x \in \mathbb{R}} L_p(x, z(k), \lambda(k)), \\
z(k+1) = \arg \min_{z \in \mathbb{R}} L_p(x(k+1), z, \lambda(k)), \\
\lambda(k+1) = \lambda(k) + \rho(Ax(k+1) + Bz(k+1) - c)
\end{align*}
\]

where, \( \lambda \) represent the Lagrangian multiplier vector, \( \rho > 0 \) is a penalty parameter, and \( \| \cdot \| \) is \( L_2 \) norm of vector. ADMM includes the iteration process among (31)-(34), where \( k \) is the ADMM iteration index [17]. Therefore, the variables \( x \) and \( z \) are separately optimized in (32) and (33), respectively. The convergence criteria of ADMM is determined based on the primal residual as follow [17]:

\[
\|\lambda(k+1) - \lambda(k)\| \leq \varepsilon_{thr}
\]

The iterative ADMM based operation problems of DN and aggregators can be written as follows:

**Step 1** Set the initial values for \( \rho, \varepsilon_{thr}, P_{A,j}^{opt}(k), \lambda_{(i,j)} \).

**Step 2** DNO solves the following operation problem:

\[
\begin{align*}
\min_{x, z, \mu, \lambda} & \quad \frac{\rho}{2} \|Ax + Bz - c\|^2 \\
\text{s.t.} & \quad x(k+1) = \arg \min_{x \in \mathbb{R}} L_p(x, z(k), \lambda(k)), \\
z(k+1) = & \arg \min_{z \in \mathbb{R}} L_p(x(k+1), z, \lambda(k)), \\
\lambda(k+1) = & \lambda(k) + \rho(Ax(k+1) + Bz(k+1) - c)
\end{align*}
\]

**Step 3** Receiving \( P_{A,j}^{opt}(k+1) \) from DNO, each aggregator schedules EVs which are under its control with solving the following problem:

\[
\begin{align*}
\min_{i,j} & \quad \frac{\rho}{2} \sum_{i,j} (P_{A,j}^{opt} - P_{A,j}^{opt}(k))^2 \\
\text{s.t.} & \quad z(k+1) = \arg \min_{z \in \mathbb{R}} \sum_{i,j} \lambda_{(i,j)} + \sum_{i,j} \lambda_{(i,j)} + \sum_{i,j} (P_{E,i}^{E,i} - P_{E,i}^{E,i}) \\
& \quad + \frac{\rho}{2} \sum_{i,j} \lambda_{(i,j)} + \sum_{i,j} (P_{E,i}^{E,i} - P_{E,i}^{E,i}(k+1))^2
\end{align*}
\]

**Step 4** Compute the primal residual and check the following criteria. If it is not met, go to step 5; else, the iterations stop and the optimal solutions are obtained.

\[
\left\| \sum_{i,j} (P_{A,j}^{opt} - P_{A,j}^{E,i} - P_{E,i}^{E,i}) \right\|^2 \leq \varepsilon_{thr}
\]

**Step 5** Update \( \lambda_{(i,j)} \) using (39). Then, modify \( P_{A,j}^{opt}(k) \), and go to Step 2.

\[
\lambda_{(i,j)}(k+1) = \lambda_{(i,j)}(k) + \rho \left( P_{A,j}^{opt}(k) - \sum_{i,j} (P_{E,i}^{E,i} - P_{E,i}^{E,i}(k+1)) \right)
\]

**IV. SIMULATION RESULTS**

The proposed method is applied to a modified IEEE 33-bus DN. Fig. 2 shows the simulated DN which is 12.66 DN with four EV aggregators. System data is extracted from [18]. The voltage limits are assumed to be \( \pm 5\% \) of the nominal value and the thermal limits of lines are taken to be 7 MW. In this network, there are seven DGs including four diesel generators and three wind turbines of the same type whose parameters are obtained from [19] and presented in Tables 1 and 2, respectively. Candidate buses for DGs’ installations are selected according to the results of expansion planning study which is carried out in [20]. It is assumed that all DGs produce active power at unity power factor. The network demand, wholesale market prices, wind speed, and share of each bus from hourly demand are shown in Fig. 3. It should be mentioned that scaled down demand and market prices are associated with a typical day in the NYISOs PJM [21].

<table>
<thead>
<tr>
<th>TABLE I</th>
<th>Data of diesel generators</th>
</tr>
</thead>
<tbody>
<tr>
<td>DG unit</td>
<td>DG1</td>
</tr>
<tr>
<td>( p_{MW}^{DG} )</td>
<td>3.5</td>
</tr>
<tr>
<td>( p_{MW}^{DG} )</td>
<td>0.75</td>
</tr>
<tr>
<td>( a ($/MW) )</td>
<td>0.002</td>
</tr>
<tr>
<td>( b ($/MW) )</td>
<td>87</td>
</tr>
<tr>
<td>( c ($/MW) )</td>
<td>27</td>
</tr>
<tr>
<td>( SUC ($/MW) )</td>
<td>15</td>
</tr>
<tr>
<td>( SDC ($/MW) )</td>
<td>10</td>
</tr>
<tr>
<td>( MUT (h) )</td>
<td>2</td>
</tr>
<tr>
<td>( MDT (h) )</td>
<td>2</td>
</tr>
<tr>
<td>( DR (MW/h) )</td>
<td>1.8</td>
</tr>
<tr>
<td>( UR (MW/h) )</td>
<td>1.8</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>TABLE II</th>
<th>Data of wind turbines</th>
</tr>
</thead>
<tbody>
<tr>
<td>( P_{MW}^{DG} )</td>
<td>( v_{DG} (m/s) )</td>
</tr>
<tr>
<td>6</td>
<td>3</td>
</tr>
</tbody>
</table>
Meanwhile, the hourly wind speed is retrieved from Error! Reference source not found. It is assumed that there are 1200 EVs in the DN. The share of each aggregator from EVs and the EV parameters are borrowed from [22] and are presented in Table 3. The power exchange of aggregators with distribution network is limited to 1 MW. In the case studies, the Monte Carlo simulation method is employed to generate arrival time, departure time, and travel range of EVs by sampling from the related PDFs. The data of PDFs are retrieved from [15] and shown in Table 3.

### Table III

<table>
<thead>
<tr>
<th>EVs model data</th>
<th>share of each aggregator from EVs</th>
<th>150</th>
<th>150</th>
<th>200</th>
<th>150</th>
<th>150</th>
<th>100</th>
<th>100</th>
<th>200</th>
</tr>
</thead>
</table>

#### Parameters of EVs

<table>
<thead>
<tr>
<th>Capacity</th>
<th>$P_{EV,dis}^{soc}$</th>
<th>$\eta^{ev}$</th>
<th>$\eta^{ev}$</th>
<th>$SOC$</th>
</tr>
</thead>
<tbody>
<tr>
<td>40 kWh</td>
<td>6.4 kW</td>
<td>90%</td>
<td>5%</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>$SOC$</th>
<th>$L_c$</th>
<th>$E_w$</th>
<th>$d_{out}$</th>
</tr>
</thead>
<tbody>
<tr>
<td>95%</td>
<td>1000</td>
<td>125 $$/kWh</td>
<td>0.8</td>
</tr>
</tbody>
</table>

#### Parameters of PDFs

<table>
<thead>
<tr>
<th>$\mu_{\alpha}(h)$</th>
<th>$\sigma_{\alpha}(h)$</th>
<th>$\mu_{\beta}(h)$</th>
<th>$\sigma_{\beta}(h)$</th>
<th>$\mu_{\gamma}(km)$</th>
<th>$\sigma_{\gamma}(km)$</th>
</tr>
</thead>
<tbody>
<tr>
<td>9.97</td>
<td>2.2</td>
<td>17.01</td>
<td>3.2</td>
<td>3.2</td>
<td>0.9</td>
</tr>
</tbody>
</table>

It is supposed that EVs are fully charged when they plug out from the DN. Likewise, the typical energy required for a EV to drive a mile is set to be 0.25 kWh. Battery degradation cost has the major impact on the results of the proposed model. Thus, two case studies are studied. Case 1 is a comparison benchmark. In Case 2, the battery investment cost is reduced. Fig. 4 illustrates the convergence of the proposed model in Case 1. The penalty factor and primal residual tolerance of ADMM are set to 20 and 0.001, respectively. As can be seen both DNO objective function and primal residual converge rapidly within 14 iterations.

The hourly energy scheduling of DGs and EV aggregators are shown in Figs. 5, and 6, respectively. In Case 1, the DGs are mainly scheduled from 9h to 24h, as the demand and wholesale market price are increased. Meanwhile, all the aggregators charge the EVs at low-price hours namely, 1h to 9h and 20h to 24h, and discharge at high price hours namely, 13h to 19h. With these strategies, DNO purchases less energy from the wholesale market prices during high price hours as presented in Fig. 7. From Fig. 5, it can be concluded that reduction of battery investment cost in Case 2, increases the energy exchanges between the aggregators and distribution network. This means that compared with Case 1, the aggregators charge the EVs more at low price hours and sell the exceeded energy back to the distribution network by discharging the EVs at high price hours. Therefore, as shown in Fig. 6, the energy productions of DGs are reduced. Moreover, it can be seen in Fig. 7 that DNO purchases more energy from the wholesale market during low price hours and less energy during high price.

Fig. 5 Hourly energy scheduling of conventional DGs
The operation cost of DN and benefit of aggregators are presented in Table 4. As can be seen, with decrement of battery investment cost in Case 2 the benefit of aggregators is increased and therefore, the operation cost is reduced.

<table>
<thead>
<tr>
<th>Operation results</th>
<th>Case 1</th>
<th>Case 2</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operation cost ($)</td>
<td>69160</td>
<td>64231</td>
</tr>
<tr>
<td>Benefit of aggregators</td>
<td>1687</td>
<td>6299</td>
</tr>
</tbody>
</table>

V. CONCLUSION

This paper proposed a decentralized model to operate EV aggregators and DN in a coordinative manner. In the proposed model an ADMM based solution method was applied in which the EV aggregators and DN minimize their cost as independent entities. The results showed that the proposed method converges rapidly while providing economic benefit for both EV aggregators and DN. Furthermore, they confirmed that participation of EV aggregators in energy scheduling of smart distribution network provides a higher efficiency for the whole system. This fact is more evident with decrement of battery investment cost.

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