

### National Grid Electricity Transmission

#### Resilience Stakeholder Workshop 23 October 2018





#### Agenda

Welcome and introduction

Resilience and the changing world

Coffee break

Physical security

Cyber security

Lunch

Extreme weather resilience Blackstart Exercise: society and business expectations Coffee break Arup – City Resilience Index and City Water Resilience Framework **Resilience** measures

Wrap up and close



### Introduction to National Grid

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#### National Grid: what we do

- We are England & Wales Electricity Transmission (ET)
  - We own, build and maintain the network
- We are also the GB Electricity System Operator (ESO)
  - We balance the system and ensure that voltage and frequency are kept within acceptable limits
- Today's workshop is about Electricity Transmission
- The ESO will have its own regulatory framework for RIIO-2 and will be engaging on this separately



### Some context about today

- Today is part of a wider programme of stakeholder engagement to help us build our business plans for RIIO-2 (and this will become our business-as-usual)
- Based on what we've heard so far, we've split our plans into eight areas for engagement:
  - The environment
  - The future of networks
  - 🕎 Innovation
  - Resilience
  - 街 Reliability
  - Our impact on communities
  - Connecting to and using our network
  - Improving the way we work with you

#### **Our stakeholder-led approach for RIIO-2**



#### 2 Stakeholder engagement

Engage stakeholders to gather insights and build plan

External (co-create)





Online interactive suite of business plan and associated documents



#### **3** Constructive Engagement

Challenge & review engagement approach and business plan

Stakeholder Group



### **Current RIIO-T1 outputs**



### Household bill impact: Electricity Transmission



Resilience-related spend will account for around 5-15% of our costs in RIIO-T2

\*2016/17 figures



# Why resilience?

**Ursula Bryan** Head of Engineering and Asset Management

nationalgrid

### **Bow-tie risk management**



#### How is Resilience additional to Reliability?



#### **National Grid**

Source: FERC (2018) Grid Reliability and Resilience Pricing (Document No. RM18-1-000), and Grid **11** Resilience in Regional Transmission Organizations and Independent System Operations (Document No. AD18-7-000)



# **Resilient future**

#### **Neil Carter CEng MIET**

Electricity Transmission Future Strategy Manager

#### national**grid**







# Today's electricity system is under greater threat than ever from:

- climate change
- malicious cyber attacks
- physical threats

# All at a time of growing political instability across the world



#### We mitigate and respond today





#### **Black start**



### **Reliance on electricity is growing**





### **Driving change in resilience needs**







## Changing complexity and interdependency in networks

Today's networks depend heavily on each other - electricity & communications are a common dependency for most. This places them at the heart of the resilience debate

# Changing technology and networks

Today's society and businesses rely on availability of electricity for communication/broadband, lighting heating/cooling, cooking and power for integrated technology

#### Increased importance of metropolitan centres

Today's society and business are gravitating towards large metropolitan centres

These centres often contain the new high-tech, service, financial and retail industries that drive the economy



# Will society and business expect and need a more resilient future?





### Energy Research Partnership (ERP) – Resilience Working Group



The 'Energy Research Partnership' was formed across Government, industry and academia, to provide high-level leadership for, and to enhance the coherence of, energy research and innovation activities in the UK, set within an international context.

- National Grid has been part of the ERP and wider industry group looking at future electricity resilience
- A report forming the views across Government, industry and academia is due to be released imminently
- Adding extra emphasis and gravitas to the importance of electricity resilience within the UK





### **Resilience and the changing world**





How do you think the resilience of the electricity transmission system could impact the operations of your business and/or personal life?

What are the threats that we should be resilient against in the future?

Which of these are the most important/where should we focus future investment?

How do you see the influence of electricity changing in the next 20 years?

#### **Resilience and the changing world**

# Relative to today, what do you think the future need for a resilient electricity network will be?







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# **Physical security**

Lee Warren Asset Policy Engineer





### **NGET and Critical National Infrastructure (CNI)**

- We regularly liaise with the Government to identify both Electricity and Gas Transmission sites that require designation as CNI
- The Government sets out the criteria for deciding which sites should be hardened
- Working with us, the Government then decides which sites should be enhanced in terms of physical security
- At these sites, the Government then agrees with us what measures are required to 'harden' their physical security, broadly using a 'defence-in-depth' strategy
- We have established the Physical Security Upgrade Programme (PSUP) to deliver these works and request funding from OFGEM

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Department for Business, Energy & Industrial Strategy

**CPNI**® Centre for the Protection of National Infrastructure



### Physical security: our current approach

We have invested significant capital and operational expenditure during the RIIO-T1 period (circa **£350m**) to ensure physical security resilience is provided at key Electricity Transmission sites across England and Wales.

Our investment during RIIO-T1 has ensured our physical security resilience is at a suitable level to defend against and respond to credible physical threats.

We have already identified the physical security requirements for RIIO-T2 based on our current approach and the forecast costs are around **£90m** 

This equates to around 6p per year on the average annual household electricity bill

### **Discussion questions**

- What are your views on whether our current approach goes far enough?
- What other aspects do we need to be considering in our approach?



### **Cyber security**

Jason Bewley Technology Application Engineer

nationalgrid

#### There is a growing cyber threat: this has happened

"The cyber operation was highly synchronized and the adversary was willing to maliciously operate a SCADA system to cause **power outages**, followed by **destructive attacks** to disable SCADA and communications to the field. The destructive element is the first time the world has seen this type of attack against OT systems in a **nation's critical infrastructure**."

E-ISAC | Analysis of the Cyber Attack on the Ukrainian Power Grid | March 18, 2016

### We need to be ahead of the threat

The cyber security industry has to keep pace with a constantly evolving threat, and the security of our operational technologies needs to be ahead.

- 20 year asset lifecycle for control of the transmission system
- Security threats change much more rapidly
- We are responding to the changing threats by investing in RIIO-T1
- Government has responded with strategy and legislation









### **The Network and Information Systems Regulations 2018**

Introduced in May 2018 to improve the security of network and information systems (NIS) across the UK, with a particular focus on essential services

#### Top level objectives:

- A: Managing security risk
- B: Protecting against cyber attack
- C: Detecting cyber security events
- D: Minimising the impact of cyber security incidents



#### **Options for RIIO-2 cyber specific investment**



- Where do you think National Grid's ambitions should lie in comparison with other industries?
- What role should National Grid Electricity Transmission play in supporting industry/other sectors' cyber security plans?



# Extreme weather resilience

**Doug Dodds** Environmental Engineering



### Flooding and associated resilience: then and now

# Coordinated industry response with our energy partners

- 1 in 1000 target recognised by the National Flood Resilience Review (NFRR 2016) as demonstrating best practice
- 32 sites of 50 either protected or works in progress on site (RIIO-T1 spend £120m)
- We plan to invest a further £50m to protect a further 100+ sites from surface water risks in RIIO T2
- This equates to around 3p per year on the average annual household electricity bill



Site Flood Risk Reduction

### Flooding and associated hazards: next steps

The current updated version of ETR138 tasks the energy industry to ensure resilience of supply of critical local infrastructure to 1 in 1000 levels from <u>all</u> sources of flooding to all sites which supply 10,000 customers

- Greater scope for utilising soft and green solutions protecting sites from surface water risks
- We will coordinate resilience works with routine cable maintenance outages delivering incremental resilience
- All our sites and assets have been assessed against flooding risks and likely linked or amplified geo-hazards, we plan to include this into our routine inspections and assessments

 A further £8m for scheme development, assessments and research into erosion and other flood related Natural Hazards risks to our assets (around 1p per year on the average annual household electricity bill)



### **Extreme weather resilience**

# Weather related natural hazards associated and amplified risks

- Flooding gets all the press but it's not the only risk we deal with
- Majority of risks are controlled through national and international design standards
- Climate change presents future challenges where design standards may need to change
- Approximately £3.2m in developing and managing climate change/natural hazard risks (less than 1p per year per household)



### **Discussion questions**

- Is this the right approach, or should we be considering a different one?
- What areas have we missed?
- What hazards or combined hazards could we coordinate with you on to find solutions?



### Black start: our role

**Richard Earp** Site Management Policy Assurance Manager

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#### What and why

- 'Black Start' is the condition where the electricity system has shut down
- Our network is de-energised, and there is therefore no 'mains' electricity to end consumers
- Black start could be nationwide (all of GB), or regional following a 'system split'
## What and why

## What could cause it?

- Random coincident faults, beyond normal security standards
- Weather-related damage (or sabotage) to *multiple* sites/circuits
- 'Normal' faults coincident with other operational failures, e.g. failure to manage transmission constraints
- Sudden large scale generation losses beyond the scope of low frequency protection arrangements
- Complete and prolonged loss of (all) control centres and/or (all) their IT systems

# All these are low probability events, requiring failure of multiple redundant and/or backup systems

## Can it really happen?



Historically, there is one black start event in a developed country somewhere in the world every two years. However, the probability of black start in Great Britain is <u>very</u> small. National Grid

## **Consequences: Government's perspective**

## **BEIS** have shared this with Civil Contingencies authorities:

- A national power outage would be caused by the total failure of the National Electricity Transmission System
- This risk is one of the highest rated risks in the National Risk Register – societal and economic impacts to GB would be significant



# Their concern stems more from the *consequences* for society than any judgement of likelihood of occurrence

# **Impacts: a Government view**



# System restoration: overview



## **NGET TO's role**

## Do our 'day job' well:

• Renew and maintain primary assets to a high standard so that failures are rare, and recovery switching 'just works, first time'

### **Ensure sites are resilient**

- Substations have backup batteries and generators, most of which are automated. These must work.
- In-house telecommunications networks *must* be reliable during black start recovery
- Have staff on hand to deal with problems

### Implement the System Operator's switching plans

- Resilient control centre
- Competent, well-trained staff

## **During the next Price Control period**

### **Maintain standards**

• Continue to invest and maintain good assets and good people

### Support Government and industry improvement

- General desire for shorter restoration times, ever more reliable assets, which may have (modest) impacts on investment plans
- Black start generation sources will change. No fundamental change to our role, but the detail will differ. Policies, procedures and training will need to adapt.

## **Discussion questions**

- How self-sufficient should National Grid be to recover from a black start scenario?
- What are your views on the appropriateness of our plans to remove barriers to restoration?



# Exercise: society and business expectations

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## **Society and business expectations**

Under exceptional circumstances, which result in the loss of power over a wide geographical area or nationally, how long do you think society and business could expect to be without power for different types of location?

- What do you think the current expectations are?
- What do you think the expectations will be in the future?

Consider the impact on other social aspects such as roads, rail, public transport, water, heating, etc

- Heavy industry
- Cities
- Towns
- Villages
- Rural communities





# Juliet Mian Arup

national**grid** 

National Grid | Electricity Transmission Resilience Workshop

## Transferring learning between sectors

# The City Resilience Framework and the City Water Resilience Framework

Dr Juliet Mian

Infrastructure resilience | Arup October 2018



## City Resilience Framework

4 Dimensions12 Goals7 Qualities52 IndicatorsWhat matters?



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The capacity of cities (individuals, communities, institutions, businesses and systems) to survive, adapt, and thrive no matter what kinds of chronic stresses and acute shocks they experience

Rockefeller Foundation, 2013







### Research



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1. Minimal human vulnerability



2. Diverse livelihoods and employment REE RANGE RESH FARM EGGS

3. Effective safeguards to human life and health





### ARUP



4. Collective identity and mutual support



5. Comprehensive security and rule of law

6. Sustainable economy







### ARUP



7. Reduced physical exposure



8. Continuity of critical services



9. Reliable communications and transport









10. Effective leadership and management



11. Empowered stakeholders



12. Integrated development planning





## ARUP

## 52 Indicators What to observe





## Reliable communications technology 156 Variables What to measure

#### 8.1 Diverse and affordable transport networks

Diverse road network with adequate route planning and navigation

Diverse public transport system that is affordable for all

Informal/personal travel options (car sharing, walking paths, cycle routes and associated infrastructure)

Diverse and effective transport links to other cities/regions

7.3 Effectively managed protective ecosystems

Effective transport operation

erse and affordable

& maintenance

Secure technology networks

Reliable mobility

Qo

\* communications

Protective ecosystems have been identified and the inter-relationships with other ecosystems (within and beyond city boundaries) is understood

Policies and legislation are enforced to protect important ecosystems and natural resources

Active management and/or restoration of important ecosystems



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### ARUP

# Qualitative Scenarios assess the adequacies of the mechanisms in place



ARUP

## Visual Outputs









### **Dissemination of Research**



© Arup 2015



### For further information:

www.cityresilienceindex.org

- Knowledge Products
- On Line Platform
- Database
- Training materials
- Pool of experts









Can Tho, Vietnam Dallas, USA Mexico City, Mexico Amman, Jordan **Cape Town, South Africa** Miami, USA Hull, England Greater Manchester, England Rio de Janeiro, Brazil Ramallah, Palestine Surat, India Santa Fe, Argentina Thessaloniki, Greece

### ARUP



### Urban Water Resilience

"the capacity of the urban water system including the human, social, political, economic, physical and natural assets - to anticipate, absorb, adapt, respond to, and learn from shocks and stresses, in order to protect public health, wellbeing, the natural environment and minimise economic disruption."

(CWRF, Jan 2018)







### City Water Resilience Framework

### Our principles

Urban resilience cannot be achieved without urban water resilience.

Urban water resilience cannot be achieved without a catchment-scale resilience.

A catchment-scale resilience cannot be achieved without urban resilience.

Understanding who is responsible for elements across the water cycle & across the catchment is fundamental.







### Key findings from the Research

#### September 2017 – Jan 2018

- Many frameworks, methodologies and tools but little that supports the user through the entire decision making process.
- Poor understanding of interdependencies between critical infrastructure systems.
- Little data on how shocks and stresses play out at city scale, top down vs bottom up.





### City Water Resilience Framework





## A tiered approach for tools and models



ecrease model complexity, data needs Õ

Thanks to Igor Linkov





Buying down risk - thanks to Igor Linkov





Thanks to Dr Paul Smith, Arup





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## www.resilienceshift.org

**\$** THE RESILIENCE SHIFT





# **Resilience measures**

**Ursula Bryan** 

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## **Resilience measures**

### Cyber security



## Flood protection



### **City Resilience Index**\*



### **Black start**



### **Physical security**



# **CPNI**

Centre for the Protection of National Infrastructure

#### **National Grid**

\*Source: Arup (2017) City Resilience Index https://www.arup.com/perspectives/city-resilience-index

\*\*Source: ADB (2013) Asian Water Development Outlook https://www.adb.org/sites/default/files/publication/189411/awdo-2016.pdf

## What happens next

## **Our commitment**

- We'll process <u>everything</u> you've told us today
- We'll summarise today's event and send it to you
- We'll use your comments to plan our future engagement activities
- We will present your comments to our stakeholder group
- We'll keep you informed

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