

Application of STATCOM for Voltage Stabilization in Long-Distance Transmission Systems: Optimized Scope, Safety and Cost

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Abstract- As global demand for reliable long-distance power transmission grows, particularly in the integration of renewable energy and the connection of industrial load centers, the need for advanced voltage control technologies has intensified. This paper explores the deployment of Static Synchronous Compensators (STATCOMs) within the context of project management for large-scale transmission projects. It examines the integration of STATCOM technology in the engineering, procurement, installation, and commissioning phases, with a focus on scope, schedule optimization, cost efficiency, safety enhancement, and alignment with international standards (NEC/IEC). The paper assesses key aspects of project governance, emphasizing the strategic planning and risk management considerations crucial for the successful execution of STATCOM installations.

Keywords— STATCOM, Schedule, Time, Cost Optimization, Voltage Stabilization

I. INTRODUCTION

Voltage regulation in long-distance transmission systems is critical to maintaining grid stability, particularly in the integration of renewable energy and in transmission networks experiencing weak or fluctuating grid conditions. Static Synchronous Compensators (STATCOMs), which are an integral part of Flexible AC Transmission Systems (FACTS), provide dynamic reactive power compensation to support voltage regulation. While STATCOMs have demonstrated excellent performance in stabilizing power transmission, this paper explores the project management aspects of deploying STATCOM technology, from system design and engineering to safety considerations and operational efficiency. Voltage instability remains one of the most critical challenges in modern transmission systems, especially under:

- High renewable penetration (wind/solar intermittency)
- Weak grid conditions (low short-circuit ratio)
- Long-distance HVAC transmission

STATCOM, based on Voltage Source Converter (VSC) technology, provides fast, continuous, and bidirectional reactive power support, outperforming standard SVC systems.

II. TECHNOLOGY THEORY OF STATCOM

Operating Principle

A STATCOM operates as a controlled voltage source behind a reactance.

Reactive power exchange is governed by:

$$Q = \frac{V_{\text{bus}}(V_{\text{conv}} - V_{\text{bus}})}{X}$$

Where:

- V_{conv} : Converter output voltage
- V_{bus} : System voltage
- X : Coupling reactance

Modes

- Capacitive mode → injects reactive power (voltage support)
- Inductive mode → absorbs reactive power (voltage reduction)

2. Control System Architecture

STATCOM uses a hierarchical control system:

- Outer Loop (Voltage Control)

- Inner Loop (Current Control)
- PWM Modulation (IGBT switching)

Engineering Enhancements

- Digital twin simulation before installation
- Factory Acceptance Testing (FAT)
- Hardware-in-the-loop (HIL) validation

Scope of Implementation

The implementation of a STATCOM project encompasses several stages: design, procurement, installation, integration, and commissioning. Each stage is subject to challenging project management practices, ensuring timely delivery within budget constraints. The deployment typically includes the integration of core components such as voltage source converters (VSC), transformers, harmonic filters, and control systems.

The strategic placement of STATCOM systems is paramount for ensuring optimal voltage regulation. Whether placed at the sending end, midpoint, or receiving end of a transmission line, each location requires careful project planning, scheduling, and coordination with existing infrastructure. The midpoint installation approach, which maximizes power transfer and voltage stability, is often favored. Additionally, integration with substation automation, SCADA systems, and compliance with grid codes and protection protocols (e.g., relay coordination and fault ride-through capabilities) form critical aspects of project scope.

Project Scheduling Optimization

The modular design of STATCOM systems offers significant advantages in terms of project scheduling. Compared to traditional grid reinforcement methods, such as constructing new transmission lines, STATCOMs allow for faster execution. With parallel manufacturing and pre-commissioning activities, the installation and integration of STATCOM units can typically be completed within 12–18 months, compared to 3–5 years for new transmission infrastructure. This time optimization is critical to reduce project lead times and mitigate operational disruptions during installation. Moreover, standardization efforts and digital tools such as remote testing and digital

commissioning streamline processes, enabling more efficient project execution.

- STATCOM deployment: 12–18 months
- Transmission line alternative: 3–5 years

Additional acceleration factors

- Modular containerized STATCOM units
- Pre-engineered substations
- Remote commissioning tools

III. SAFETY, RELIABILITY, AND STANDARDS COMPLIANCE

Ensuring safety and reliability is critical in any large-scale infrastructure project. STATCOM systems are designed to enhance grid stability during faults, load variations, and contingency events, preventing cascading failures and ensuring system reliability. The system's rapid response to voltage fluctuations mitigates the risk of voltage collapse and blackouts, a critical safety concern in long-distance transmission networks.

In a project context this also requires compliance with several key standards, including those set by the National Electric Code (NEC) and International Electrotechnical Commission (IEC), such as:

- NEC (NFPA 70): Articles 490 (equipment > 1000V) and 705 (interconnected power systems) for safety in electrical installations.
- IEC Standards: IEC 61850 (substation automation and communication), IEC 60146 (power electronic converters), and IEC 61936 (high-voltage installations).
- By adhering to these standards, projects ensure that STATCOM systems meet required safety protocols, including arc flash protection, grounding, and fault-tolerant architectures, ensuring high availability even under extreme conditions.

IV. COMMUNICATION INTEGRATION AND DIGITAL SYSTEMS

A critical aspect of modern STATCOM installations is their integration into digital grid ecosystems. SCADA and substation automation systems enable real-time monitoring, adaptive control, and predictive maintenance. The integration of communication protocols such as IEC 61850, IEC 60870, and DNP3 allows for seamless data exchange between field devices and control centers, ensuring optimized voltage regulation, adaptive protection schemes, and predictive maintenance strategies.

These digital systems facilitate continuous optimization of grid operations, which is essential for maintaining efficient power flow and avoiding congestion in long-distance transmission systems.

V. GLOBAL INDUSTRY APPLICATIONS AND PROJECT CASE STUDIES

Numerous global utilities have successfully implemented STATCOM systems as part of their grid modernization efforts. For example:

- Hitachi Energy: Utilizes STATCOM to improve voltage stability in weak grids, particularly for renewable energy integration.
- GE Grid Solutions: Focuses on using STATCOMs to enhance power quality and grid resilience in high-demand transmission systems.
- ABB: Deploys STATCOM solutions for offshore wind farm applications, ensuring grid stability and regulatory compliance.
- European TSOs: Standardized E-STATCOM programs across Europe to accelerate grid modernization and improve overall system efficiency.
- These case studies illustrate the practical benefits of STATCOM systems in real-world project settings and demonstrate their essential role in long-distance power transmission.

Real Case Examples

India Green Energy Corridor / POWERGRID STATCOM Deployment

India's POWERGRID implemented multiple STATCOM installations as part of the Green Energy Corridor initiative to stabilize the transmission system under increasing renewable energy

penetration. The Central Electricity Authority (CEA) documented comparative studies showing why STATCOM was preferred over conventional SVC systems in several high-dynamic applications.

Project Impact on Delivery Time and Cost Optimization

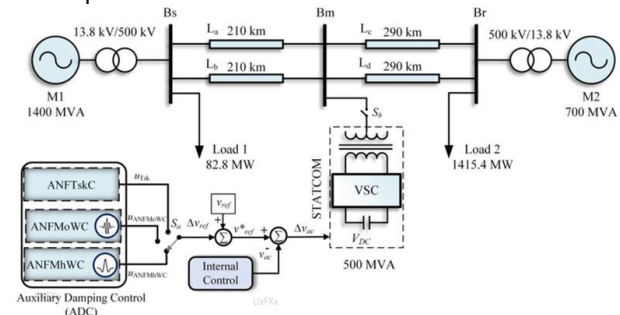
Large transmission projects frequently encounter delays due to unstable voltage profiles, renewable intermittency, and transmission bottlenecks. The deployment of STATCOM systems allowed utilities to strengthen existing corridors without waiting for complete transmission expansion programs.

Indirect project delivery benefits included:

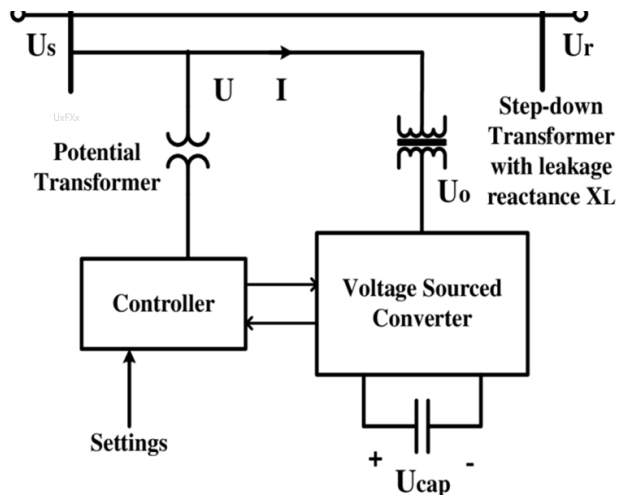
- Faster renewable integration into the national grid
- Reduced need for emergency transmission upgrades
- Lower outage risks during phased energization
- Better voltage control over long transmission distances
- Reduced curtailment of solar and wind generation assets

From a financial perspective, utilities were able to optimize capital expenditure by enhancing performance of existing infrastructure rather than relying entirely on new transmission construction. This approach also improved operational reliability while accelerating renewable program rollout schedules.

Example Grid Stability and STATCOM Integration Concepts



Researchgate.net single line diagram showing a two areas test system with ADC



These figures illustrate transmission-level STATCOM integration concepts used to support large interconnected grids and renewable energy corridors.

Westermost Rough Offshore Wind Farm – United Kingdom ABB PCS 6000 STATCOM

The Westermost Rough Offshore Wind Farm project in the UK integrated dual 25 MVar PCS 6000 STATCOM systems to maintain voltage stability and satisfy UK Grid Code requirements associated with offshore wind integration and long submarine cable systems.

Project Impact on Delivery Time and Cost Optimization

Offshore wind projects are heavily exposed to schedule risks due to marine construction windows, weather limitations, and transmission coordination constraints. The use of STATCOM technology helped stabilize the offshore AC network and simplified compliance with fault ride-through and harmonic performance requirements.

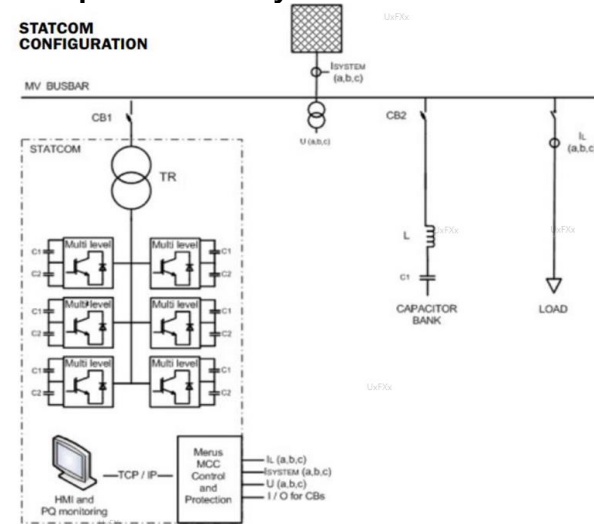
From a project management perspective, this indirectly contributed to:

- Reduced commissioning and testing durations offshore
- Lower likelihood of expensive rework after grid operator validation
- Reduced cable stress and voltage fluctuation issues

- Improved reliability of power export infrastructure
- Lower lifecycle operational expenditures caused by fewer reactive power disturbances

For EPC and utility stakeholders, this type of implementation often shortens integration uncertainty during startup phases, which can otherwise become a major cost escalation driver in offshore projects.

Example STATCOM System Architecture



The above charts demonstrate modular STATCOM arrangements typically used in offshore and utility-scale projects for dynamic voltage regulation.

The STATCOM system architecture typically consists of a Voltage Source Converter (VSC), DC capacitor energy storage section, coupling transformer, harmonic filters, protection relays, cooling system, and an integrated control and monitoring platform connected directly to the transmission or distribution bus. The VSC acts as the core component that rapidly injects or absorbs reactive power into the electrical network using high-speed insulated gate bipolar transistors (IGBTs). The DC capacitor provides temporary energy support to stabilize converter operation during transient disturbances, while the coupling transformer interfaces the STATCOM safely with high-voltage grid infrastructure. Harmonic filters are installed to minimize switching harmonics generated by power electronics and maintain power quality compliance.

The control system continuously monitors voltage magnitude, power factor, frequency deviation, and grid disturbances in milliseconds, automatically adjusting reactive power output to maintain system voltage stability during faults, motor starts, renewable intermittency, or long-distance transmission fluctuations. In modern utility and renewable projects, the STATCOM architecture is also integrated into SCADA, EMS, DCS, and substation automation systems using protocols such as IEC-61850, Modbus, or DNP3, enabling centralized monitoring, predictive maintenance, remote diagnostics, and faster operational decision-making across energy infrastructure networks.

Observation

Across utility, offshore wind, and renewable integration projects, STATCOM systems increasingly serve not only as electrical stability devices but also as strategic project acceleration tools. Their ability to rapidly regulate voltage, mitigate transient instability, and support grid-code compliance can substantially reduce commissioning uncertainty, rework exposure, and operational interruptions.

For large energy infrastructure programs, especially in GCC and high-renewable expansion environments, STATCOM deployment is often justified not solely by technical performance, but by:

- Reduced project schedule risk
- Lower lifecycle maintenance costs
- Faster grid acceptance approvals
- Improved operational continuity
- Deferred transmission expansion investments
- Reduced penalties linked to unstable power delivery

These indirect savings can become financially significant across multi-project utility and industrial energy programs.

VI. ECONOMIC CONSIDERATIONS AND COST OPTIMIZATION

STATCOM offers significant economic advantages in terms of both capital expenditure (CAPEX) and operational expenditure (OPEX). By enhancing voltage stability and reactive power compensation,

STATCOMs increase the capacity of existing transmission lines, eliminating the need for costly new infrastructure. The reduced installation timeline also leads to lower project costs.

Operational savings arise from improved voltage control, which reduces transmission losses, enhances power factor, and minimizes maintenance requirements compared to traditional mechanical systems. Moreover, STATCOMs reduce the risk of voltage collapse and blackouts, avoiding costly downtime, equipment damage, and associated penalties.

CAPEX Savings

- Avoids new transmission lines
- Reduces land acquisition cost

OPEX Benefits

- Reduced losses (2–4%)
- Lower maintenance than mechanical compensators

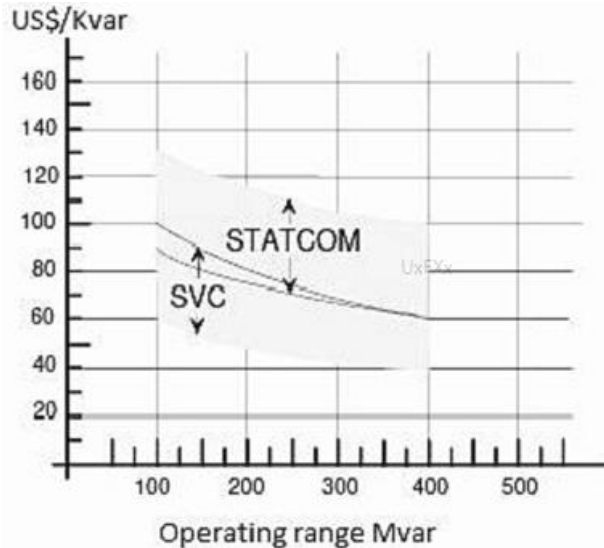
Economic Impact Chart Data

Based on simulation studies of IEEE distribution systems, the integration of D-STATCOMs yields considerable cost benefits.

Metric (Simulation)	Benefit/Result
Payback Period	2.6 – 6.4 years
Active Power Loss Reduction	Up to 56% (via hybrid techniques)
Active Power Loss Reduction	89% (Optimal DG+D-STATCOM)
Cost Savings (IEEE 33-bus)	(1–3 units)
Min. Bus Voltage	Improved from 0.94 p.u. to >0.99 p.u.

Referenced to the novel approach on STATCOM by ScienceDirect using sensitivity analysis and mixed

integers distributed Ant Colony Optimization method & parameters to achieve optimal solution, concluded a positive optimization of STATCO installation in electric power grid.



VII. TECHNICAL ANALYSIS & OTHER DESIGN APPLICATIONS

Why do offshore-to-onshore submarine HV cables require voltage stabilization?

A high-voltage submarine cable behaves not only as a conductor but also as a very long capacitor because:

- The central conductor acts as one plate.
- The insulation acts as the dielectric.
- The metallic sheath and seawater/ground form the other plate.

As a result, the cable continuously draws charging current, even when very little real power is being transmitted.

What happens over long distances?

As the cable length increases:

- Cable capacitance increases.
- Charging current increases.
- The cable generates reactive power (capacitive VARs).
- Receiving-end voltage can become higher than the sending-end voltage.

This phenomenon is known as the Ferranti Effect. It is most noticeable when:

- The cable is very long (typically over 50–100 km for HVAC submarine cables).
- The transmitted load is low.
- The cable is energized but lightly loaded.

Instead of voltage dropping, the voltage actually rises.

For example: sending-end voltage = 220 kV lightly loaded 120 km submarine cable and the receiving-end voltage may increase to 230–240 kV if no compensation is installed. This overvoltage can damage:

- Transformers
- Switchgear
- Cable insulation
- Wind turbine converters (offshore wind farms)

Why is voltage stabilization equipment installed?

Engineers install equipment to absorb the excess reactive power, such as:

- Shunt reactors (the most common solution)
- Static VAR Compensators (SVC)
- STATCOMs
- Synchronous condensers (less common today)

A shunt reactor behaves like a large inductor, consuming reactive power and counteracting the cable's capacitive effect. In simple terms:

- Cable = produces capacitive reactive power
- Reactor = absorbs inductive reactive power

The two effects balance each other, keeping the voltage close to its design value.

Why doesn't this happen as much with overhead transmission lines?

Overhead lines have:

- Much lower capacitance.
- Higher inductance. Therefore, the Ferranti Effect is much smaller compared with submarine cables.

Why do many long submarine links use HVDC instead of HVAC?

For distances greater than roughly 80–120 km underwater, HVAC becomes increasingly difficult because of the charging current. With HVDC:

- There is no alternating electric field, so there is essentially no continuous charging current due to cable capacitance.
- The Ferranti Effect is eliminated.
- The full current-carrying capability of the cable can be used to transmit real power.
- Transmission losses over long submarine distances are generally lower.

This is why major interconnectors and many offshore wind connections use HVDC, especially over several hundred kilometers.

VIII. CONCLUSION

This paper has examined the role of STATCOM technology in long-distance transmission systems, with a focus on project management theme such as scope initiation, time optimization, cost efficiency, and safety. By integrating advanced voltage control into grid operations, STATCOMs provide a crucial solution to the challenges of modern power transmission. When deployed effectively, they may enhance grid stability, improve operational efficiency, and reduce capital and operational costs, all while ensuring compliance with industry standards and safety regulations.

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