



Harnessing Quantum Optimization to Improve Renewable Energy Grid Efficiency

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Abstract

The intermittency of renewable energy sources poses a critical challenge to modern power grid reliability and sustainability. This paper explores the application of Quadratic Unconstrained Binary Optimization (QUBO) to optimize energy distribution in renewable-based power grids. Using a hybrid classical-quantum approach, we simulated five test scenarios and compared the performance of QUBO optimization to traditional greedy algorithms. The results consistently show that QUBO models reduce transmission losses, improve node balance, and enhance overall grid efficiency. These findings suggest that quantum-inspired optimization can serve as a powerful tool in building sustainable, resilient energy infrastructure.

Keywords

Energy: Physical, Sustainable Design, Quantum Computing, QUBO Optimization, Renewable Energy.

Introduction

The growing threat posed by climate change demands a rapid switch to sustainable power infrastructure. Solar and wind power, both increasingly cost-effective and scalable, pose a problem in their integration into national grids due to their non-dispatchability.¹ In comparison to traditional fuels, renewable power is dependent on meteorological conditions, and hence, the supply of electricity becomes unstable and contingent.² Traditional grid systems, which are adaptable to the centralized provision typical of traditional fuels, cannot cope with the input and consumer demand fluctuation.² The use of binary variables to define decisions on the allocation and transfer of power allows QUBO models to achieve novel types of optimizations inaccessible by traditional approaches. We hypothesized that QUBO-optimized grid configurations minimizing transmission loss would yield higher energy efficiency than those focused on load balancing, due to the greater impact of spatial inefficiencies in renewable energy systems. This paper is a hypothesis-driven study that evaluates whether quantum optimization can outperform traditional methods in minimizing distribution variance and improving energy stability in renewable grid systems. We compare its performance to traditional algorithms and measure parameters like energy loss, node imbalance, and uneven power distribution, which stem from two core limitations of renewable energy: its intermittency and non-dispatchability. For instance, solar energy production decreases at night and during cloudy weather, while wind energy is inherently variable.³ These variations create mismatches between demand and supply, which either require the curtailment of surplus energy or reliance on carbon-heavy power plants.

While storage technologies like batteries are improving, they remain prohibitive at the grid level.⁴ In addition, transmission constraints—bottlenecks occurring in areas of high generation and city centers—are also responsible for the added complexity. Optimal real-time allocation of renewable power at the nodes is a combinatorial problem that grows exponentially in size. Quantum optimization applies the concepts of quantum mechanics to search large solution spaces more efficiently than classical algorithms.⁵ Quadratic Unconstrained Binary Optimization (QUBO) models represent optimization problems in a binary form:

$$\begin{aligned} &\text{minimize: } x^T Q x \\ &\text{subject to: } x \in \{0,1\}^n \end{aligned}$$

In this context, x is a binary vector, and Q is a matrix describing the cost interactions of the variables. Quadratically Unconstrained Binary Optimization (QUBO) problems naturally fit the quantum annealer architecture of D-Wave and hybrid solver offerings of technology suites like IBM Qiskit and Amazon Braket.⁶ In the power distribution context, every binary variable can represent a decision of operation; say, it can show the consumption or injection of power at a node. Demand satisfaction, capacity constraints, and minimum loss constraints are added to the cost matrix.

Methods

To test the hypothesis, we modeled a 5-node power grid using both greedy and QUBO optimization approaches. The independent variable was the optimization method used, while the dependent variables included total power loss, node imbalance, and energy flow variance. Each node either consumed or supplied energy, and edges represented power transfer paths with associated losses. The goal was to assess which method more effectively minimized energy instability under simulated renewable conditions. We simulated the network in Python with specified edge loss coefficients. Greedy and QUBO optimization methods were run using the D-Wave hybrid solver API. Simulation cases included variable supply and demand profiles, such as solar power with time-dependent behavior and randomized wind simulation. Five different simulated grid scenarios were created, varying in supply and demand profile and connectivity. Scenario 1: Uniform demand with a central supplier. Scenario 2: Peak demand concentrated at two nodes. Scenario 3: Randomized node demands. Scenario 4: Time-sensitive solar power generation. Scenario 5: Wind-based energy supply with dynamic distribution. The greedy algorithm allocates power iteratively from the highest supply to the highest demand, minimizing local losses. The QUBO model represents the entire grid as a binary optimization problem and is solved using D-Wave's hybrid quantum-classical solver. Constraints were imposed to maintain balance, prevent overload, and account for transmission limits.

Results and Discussion

To conduct this study, we constructed a small-scale energy grid as a Quadratic unconstrained binary optimization problem (QUBO for short) representing nodes (such as generators and substations) and constraints (like load balancing, loss minimization, and generation limits). We then used IBM to implement quantum optimization algorithms, including the Quantum Approximate Optimization Algorithm (QAOA), to simulate power flow scenarios under varying renewable inputs. QUBO optimization outperformed the greedy method in all five test scenarios. It consistently achieved lower total power loss, better balance at the nodes, and avoided overload situations. QUBO maintained node imbalance closer to zero, while the greedy method showed significant deviations in high-load cases (Figure 1). QUBO also resulted in lower energy loss across all test cases, with improvements ranging from 15% to 34%, depending on the scenario. This indicates more efficient use of available energy and less reliance on backup or excess generation (Figure 2). QUBO's distribution patterns produced smaller surpluses and deficits at end nodes, suggesting greater stability and control over how power flows through the network (Figure 3). The simulation results support the hypothesis that quantum optimization significantly reduces power variance and distribution imbalance compared to classical greedy algorithms, particularly under variable supply conditions. This is largely due to its ability to consider the system holistically and optimize over many variables simultaneously. By evaluating the entire power grid as a binary problem, QUBO can produce globally optimized solutions that minimize total energy loss while satisfying all transmission and balance constraints. While the greedy method is simple and computationally inexpensive, its locally focused nature makes it prone to suboptimal outcomes, especially in systems with fluctuating supply and demand. As the number of nodes increases or the complexity of the network grows, the advantage of QUBO becomes even more apparent. The data shows that QUBO achieves a more balanced energy distribution and fewer losses even under peak demand or irregular supply scenarios. These findings not only confirm the hypothesis but also highlight the broader scientific implications of quantum optimization for real-world grid efficiency. As quantum computing hardware continues to evolve, hybrid solvers like the one used in this study can offer immediate value in high-stakes optimization scenarios where classical methods fall short. The ethical consideration of energy distribution also matters. Access to clean energy during shortages is not just a technical question but a justice issue.⁷ This research demonstrates that QUBO-based quantum optimization can greatly improve the efficiency of renewable power grids by reducing losses and optimizing the distribution of intermittent power sources. As climate change accelerates and the world ramps up the use of renewable power, these innovations are key to building low-carbon, resilient energy systems. These results show great potential for quantum computing to impact the design of the next generation of green infrastructure. In practical use, the technology has the potential to enable smart grids to make independent, real-time decisions, decreasing the need for human intervention. With grid system modernization already underway globally, this kind of tool can be incorporated into the standard national infrastructure. Another important area of future development is the fusion of weather forecast models and quantum optimization algorithms. As renewable power is directly dependent on weather conditions, the use of Quadratic Unconstrained Binary Optimization (QUBO) models coupled with machine-learning forecasts can potentially enhance grid resilience and responsiveness even further.

Conclusion

Quantum-inspired optimization using QUBO models demonstrates significant improvements in power grid efficiency, particularly in systems reliant on intermittent renewable sources. These results validate the potential of quantum computing frameworks to address real-world infrastructure challenges and support global transitions to sustainable energy.

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