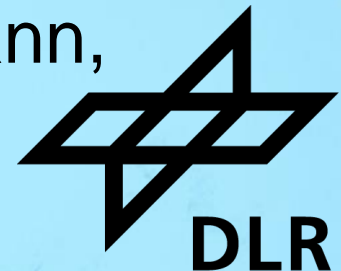




TECHNO-ECONOMIC AND ENVIRONMENTAL ASSESSMENT OF ENERGY TRANSITION OPTIONS

Methodology and results

Sandra Adelung, Felix Habermeyer*, Nathanael Heimann, Simon Maier, Francisco Moser*, Moritz Raab, Yoga Rahmat, Julia Weyand, Ralph-Uwe Dietrich



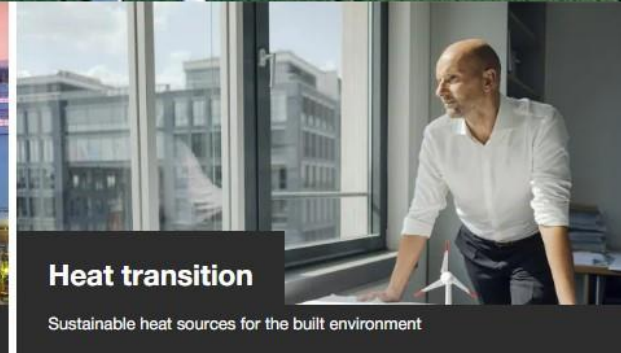
Energy transition demand – affecting the entire society

Financial Accounting P.o.V. [1]



Energy transition^[1]

All sectors towards a more sustainable energy supply



Global Emissions 2016^[2]: 49.4 Gt_{CO2-eq.}

[1] <https://www.pwc.nl/en/topics/sustainability/energy-transition.html>

[2] <https://ourworldindata.org/emissions-by-sector>

Energy transition demand – affecting the entire society

Sectors with widely accepted response options

Energy transition^[1]

All sectors towards a more sustainable energy supply



- Wind & PV
- Bioenergy
- Nuclear and gas?
- CCS?

Generating renewable energy

Sustainable mobility

Sustainable mobility as part of the energy transition

Industrial decarbonisation

Challenges for industry, but the transition also brings opportunities

- Heat electrification
- Heat pumps
- Solar, geothermics
- H₂? bioenergy?
- Building efficiency

Global Emissions 2016^[2]: 49.4 Gt_{CO2-eq.}

[1] <https://www.pwc.nl/en/topics/sustainability/energy-transition.html>

[2] <https://ourworldindata.org/emissions-by-sector>

Energy transition demand – affecting the entire society

Sectors with manifold options, but no final solution

Energy transition^[1]

All sectors towards a more sustainable energy supply



- Wind & PV
- Bioenergy
- Nuclear and gas?

Renewable CCS?

Generating renewable energy



Sustainable mobility

Sustainable mobility as part of the energy transition



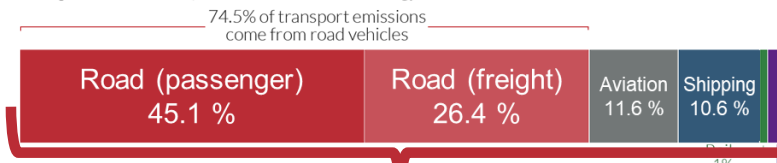
Industrial decarbonisation

Challenges for industry, but the transition also brings opportunities

- Heat electrification
- Heat pumps
- Solar, geothermics
- H₂, bioenergy?
- Building efficiency

Global CO₂ emissions from transport^[3]

This is based on global transport emissions in 2018, which totalled 8 billion tonnes CO₂. Transport accounts for 24% of CO₂ emissions from energy.



Transport Emissions 2016^[1]: 8.0 Gt_{CO2-eq.}

Global Emissions 2016^[2]: 49.4 Gt_{CO2-eq.}

Energy use in industry (24.2 %)^[2] 12.0 Gt

(5.2 %)^[2]

Direct Industrial Processes: 2.5 Gt

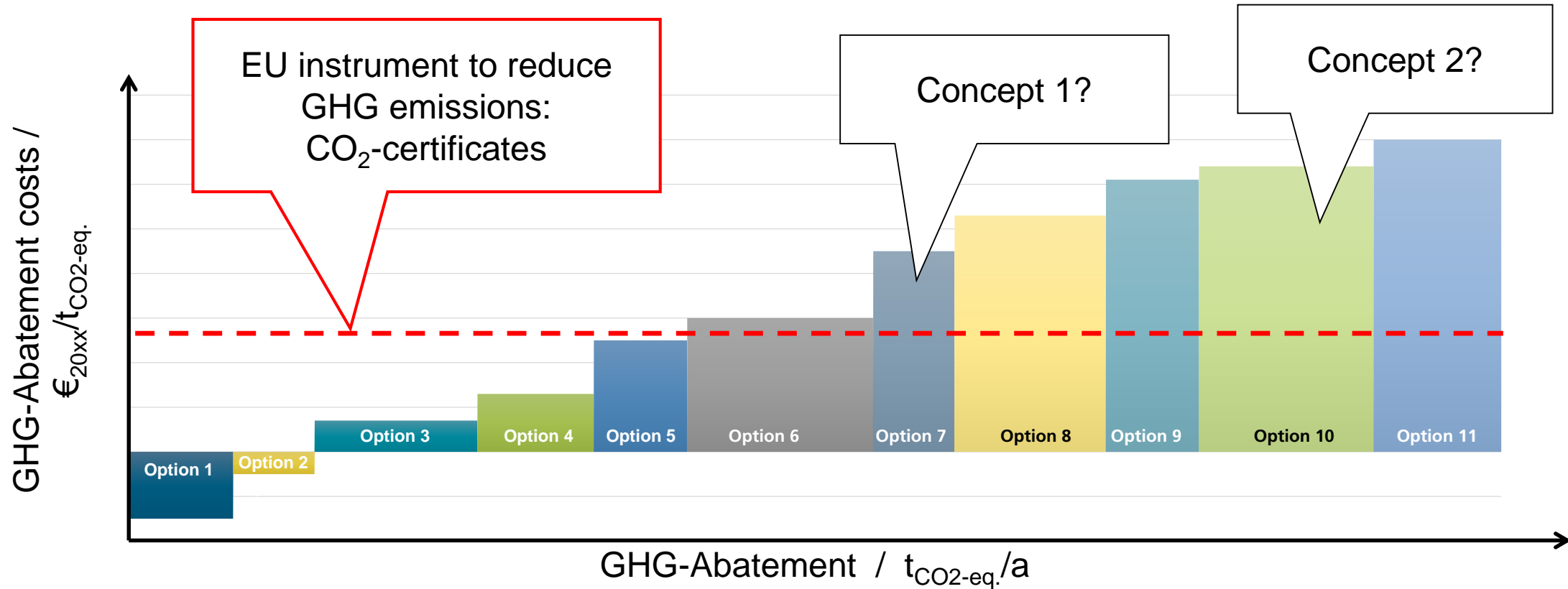
[1] <https://www.pwc.nl/en/topics/sustainability/energy-transition.html>

[3] <https://ourworldindata.org/co2-emissions-from-transport>

[2] <https://ourworldindata.org/emissions-by-sector>

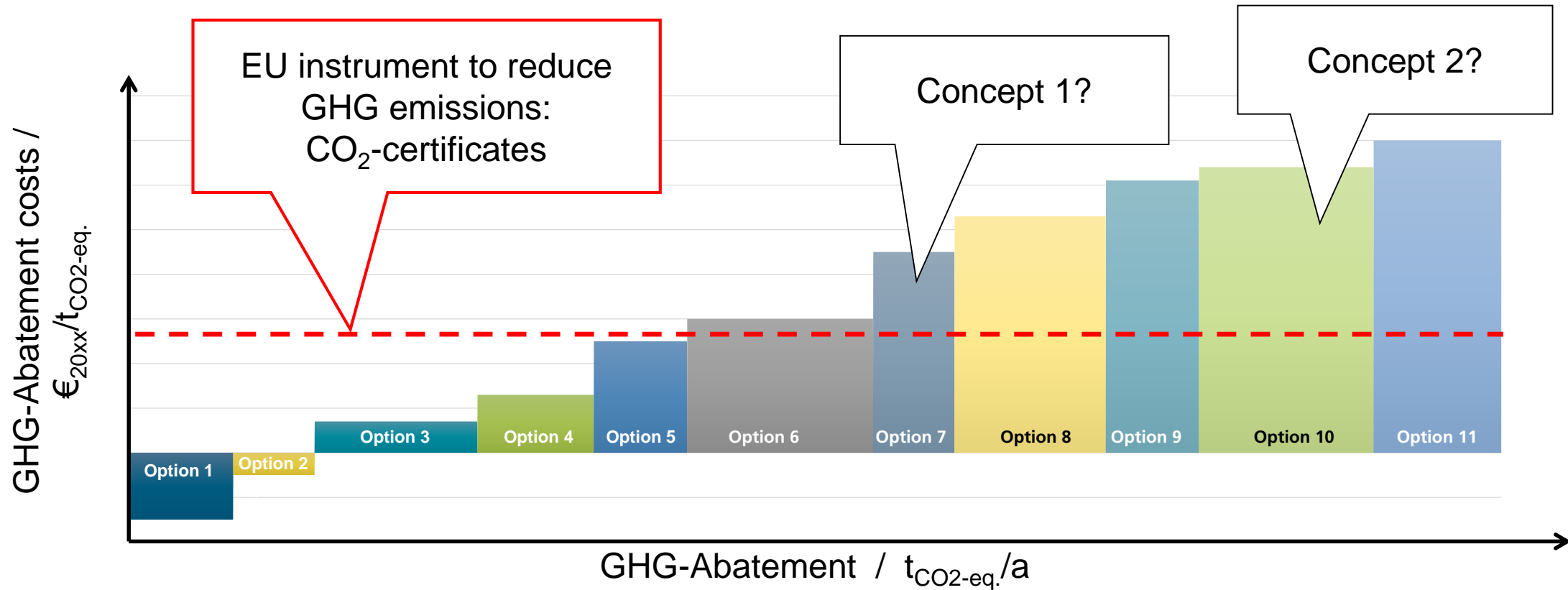
Assessment of renewable energy application concepts

Merit-Order of GHG reduction technologies



Assessment of renewable energy application concepts ...

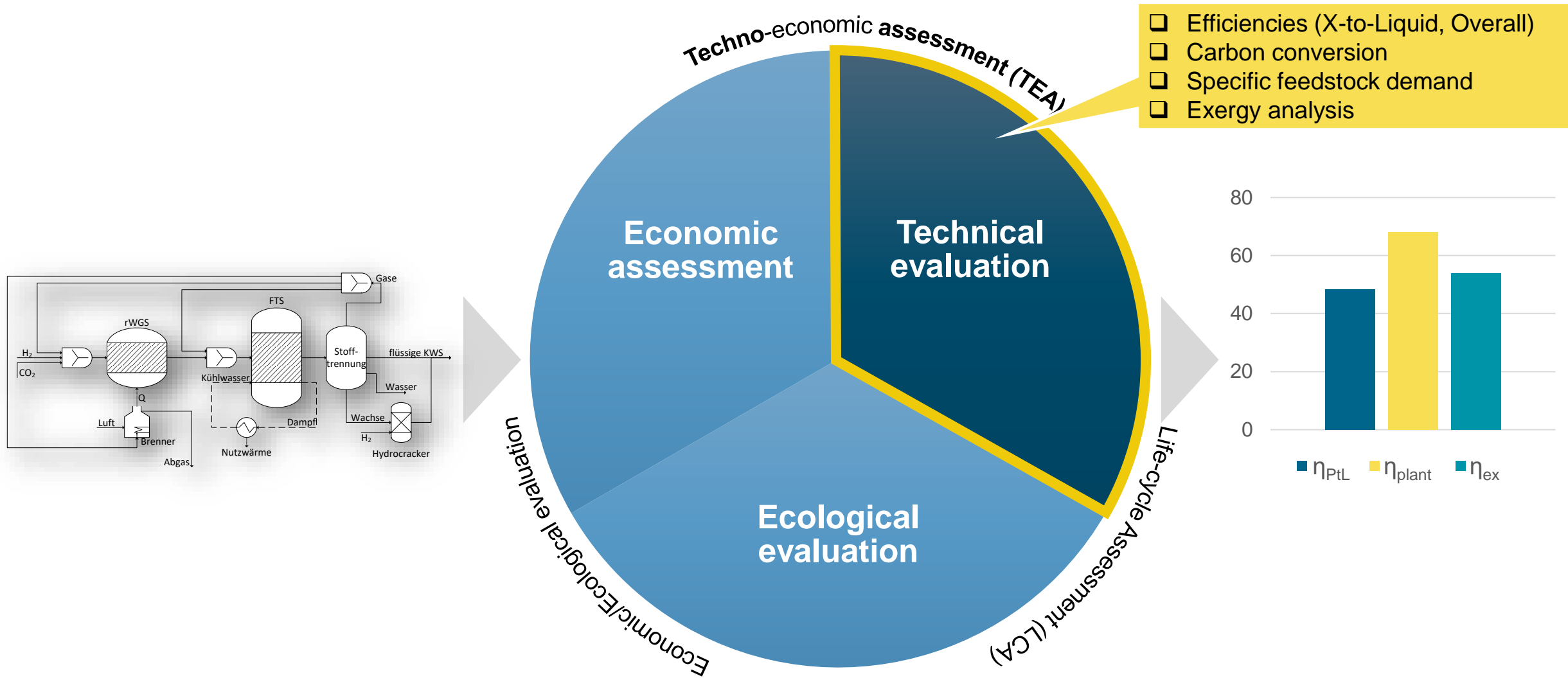
Merit-Order of GHG reduction technologies



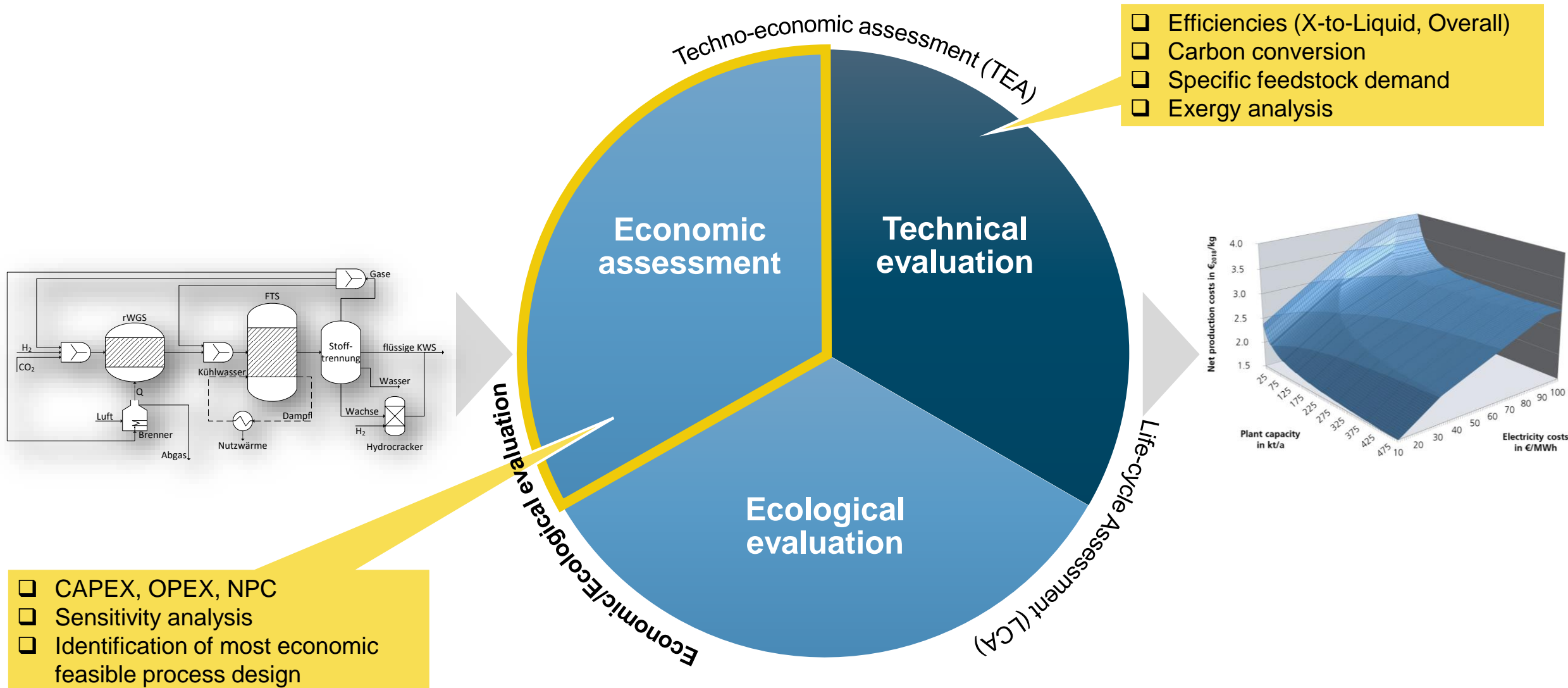
Goal: Maximal CO₂ reduction @ minimized GHG-Abatement cost, either by reducing GHG footprint or costs!

→ Standardized methodology for LCA and TEA required!

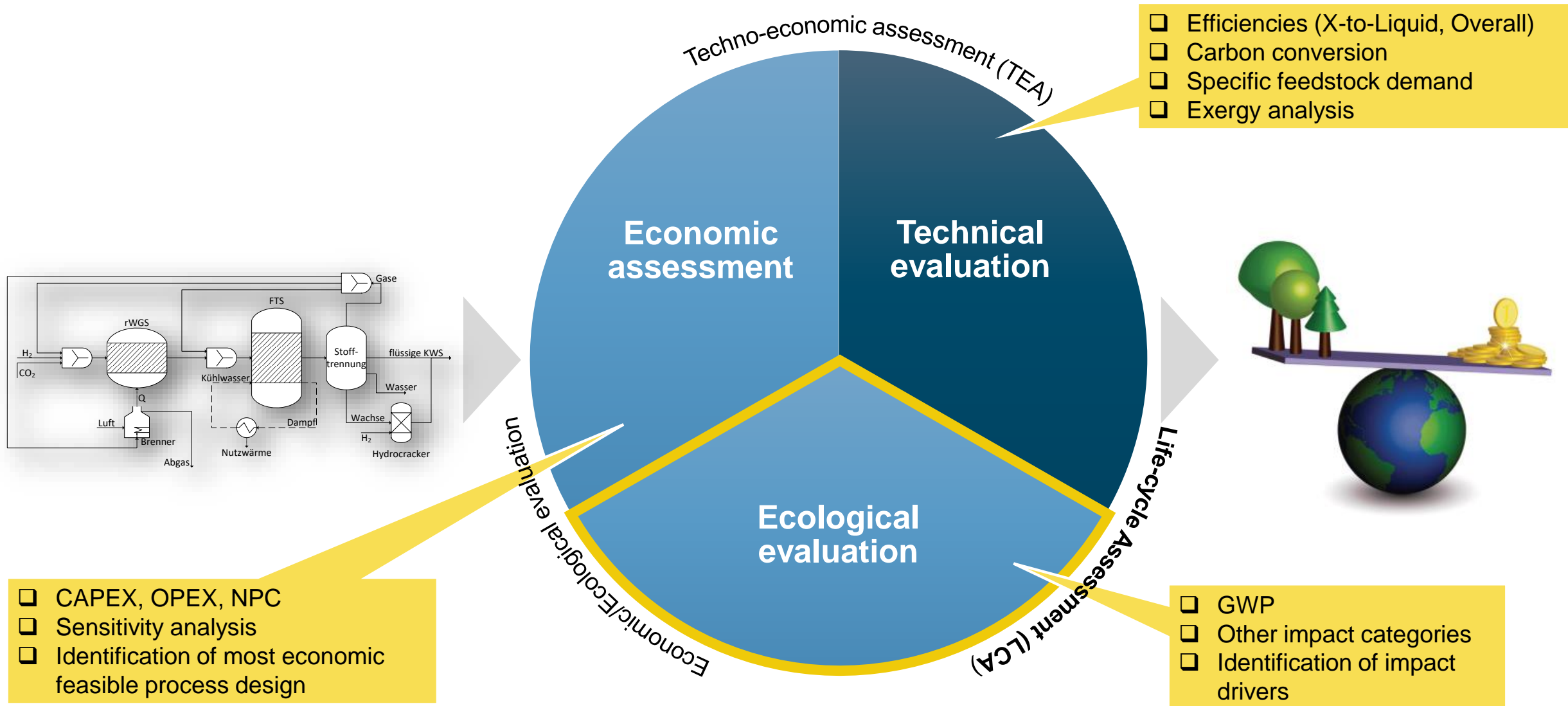
Techno-Economic and ecological assessment (TEEA)



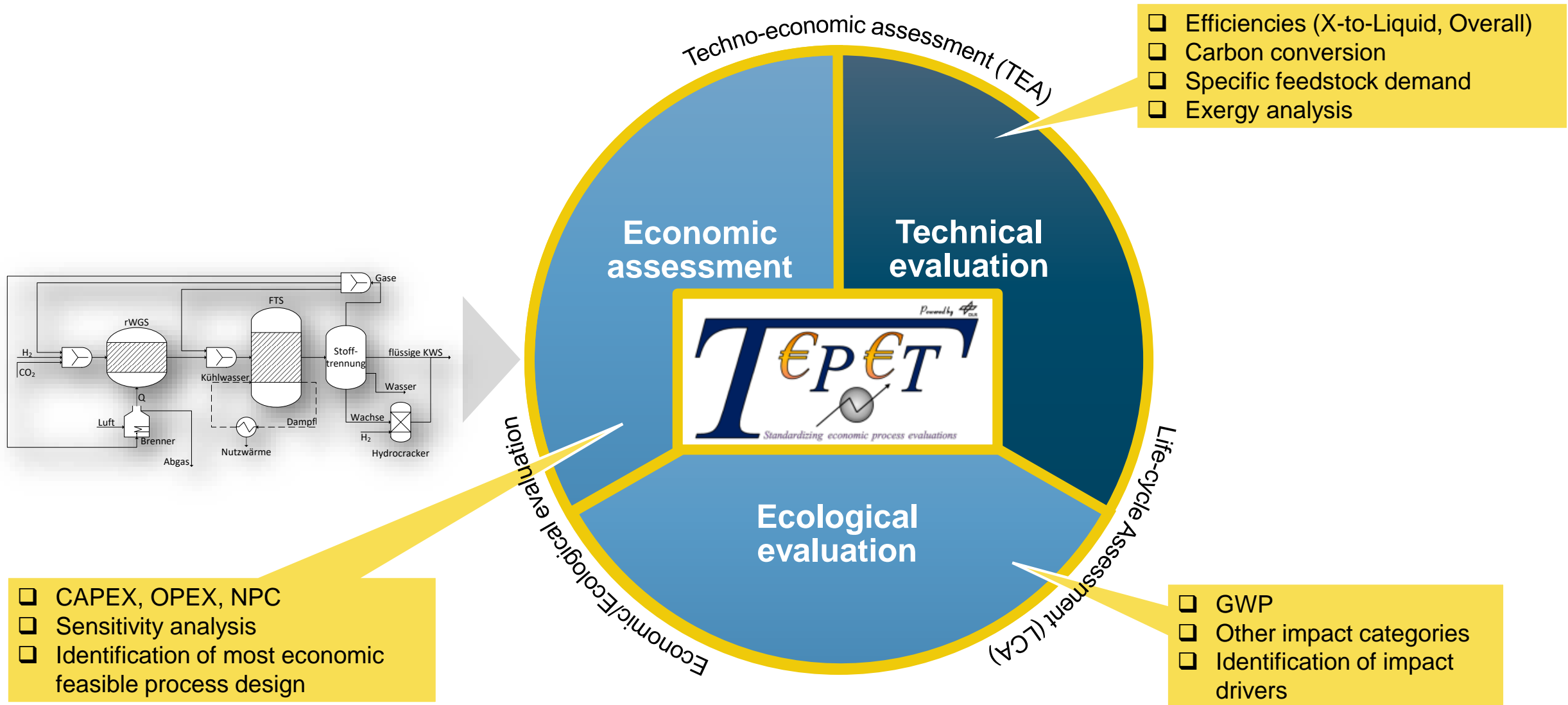
Techno-Economic and ecological assessment (TEEA)



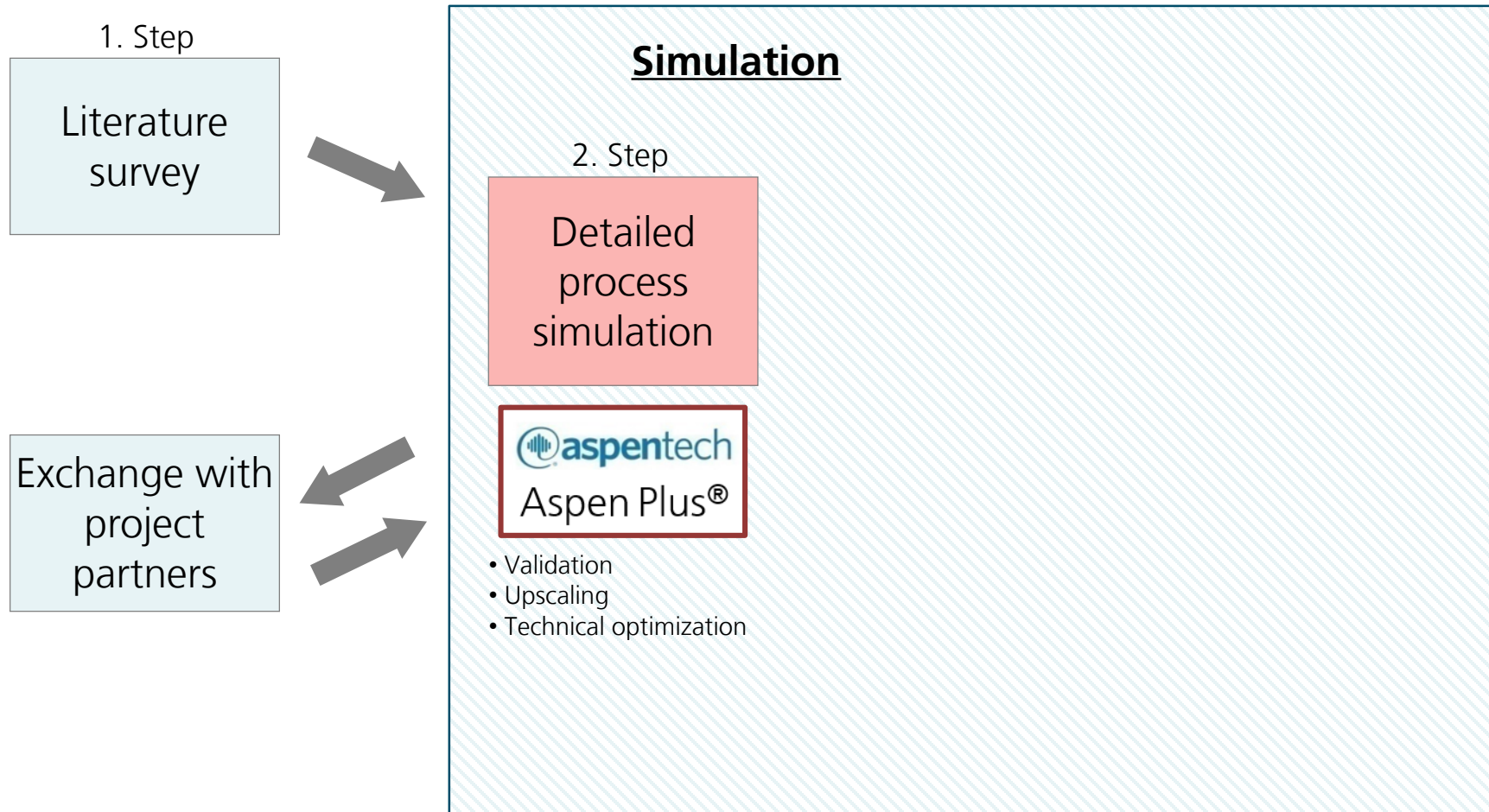
Techno-Economic and ecological assessment (TEEA)



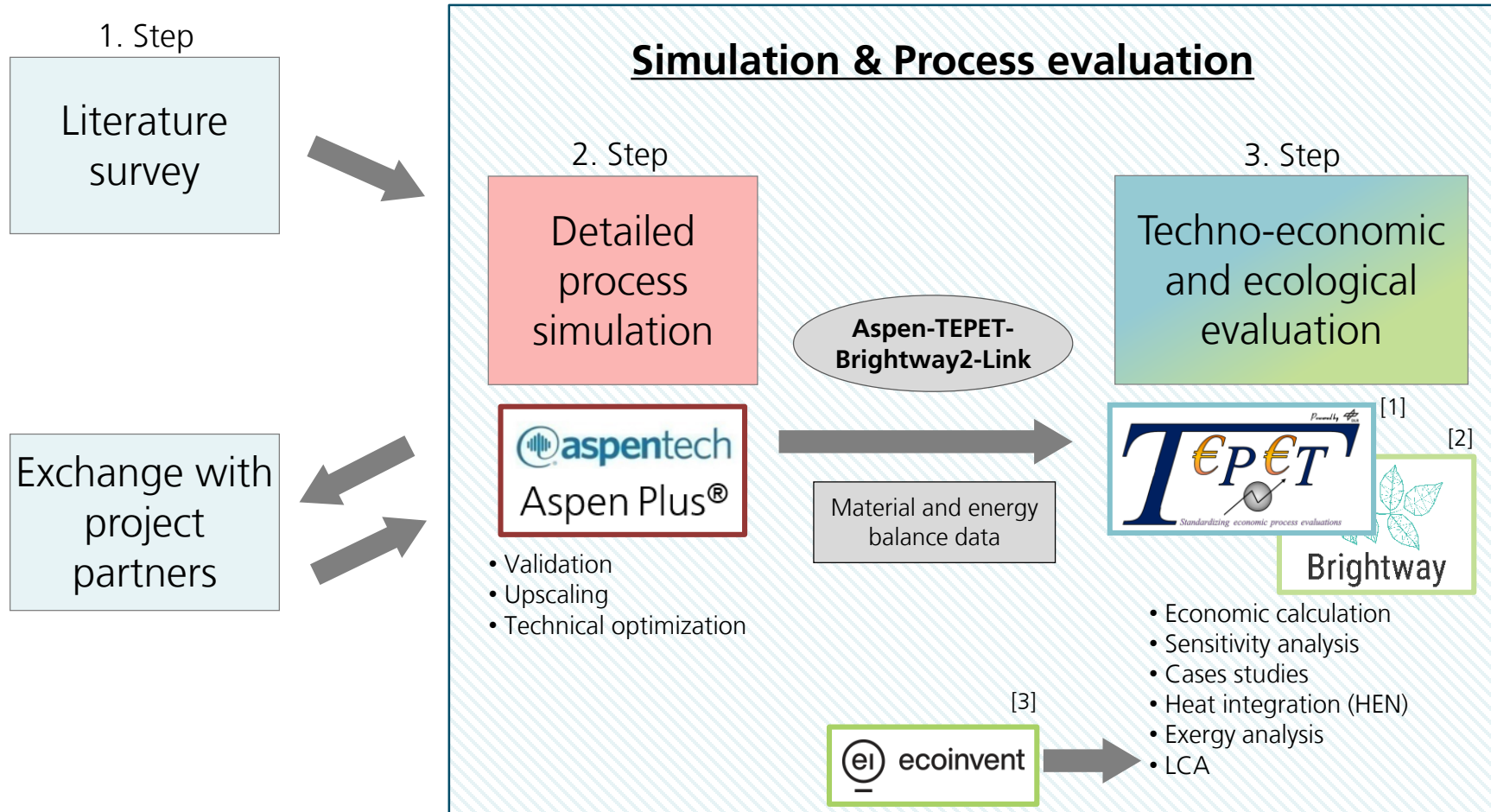
Techno-Economic and ecological assessment (TEEA)



Techno-Economic and ecological assessment (TEEA) @DLR



Techno-Economic and ecological assessment (TEEA) @DLR

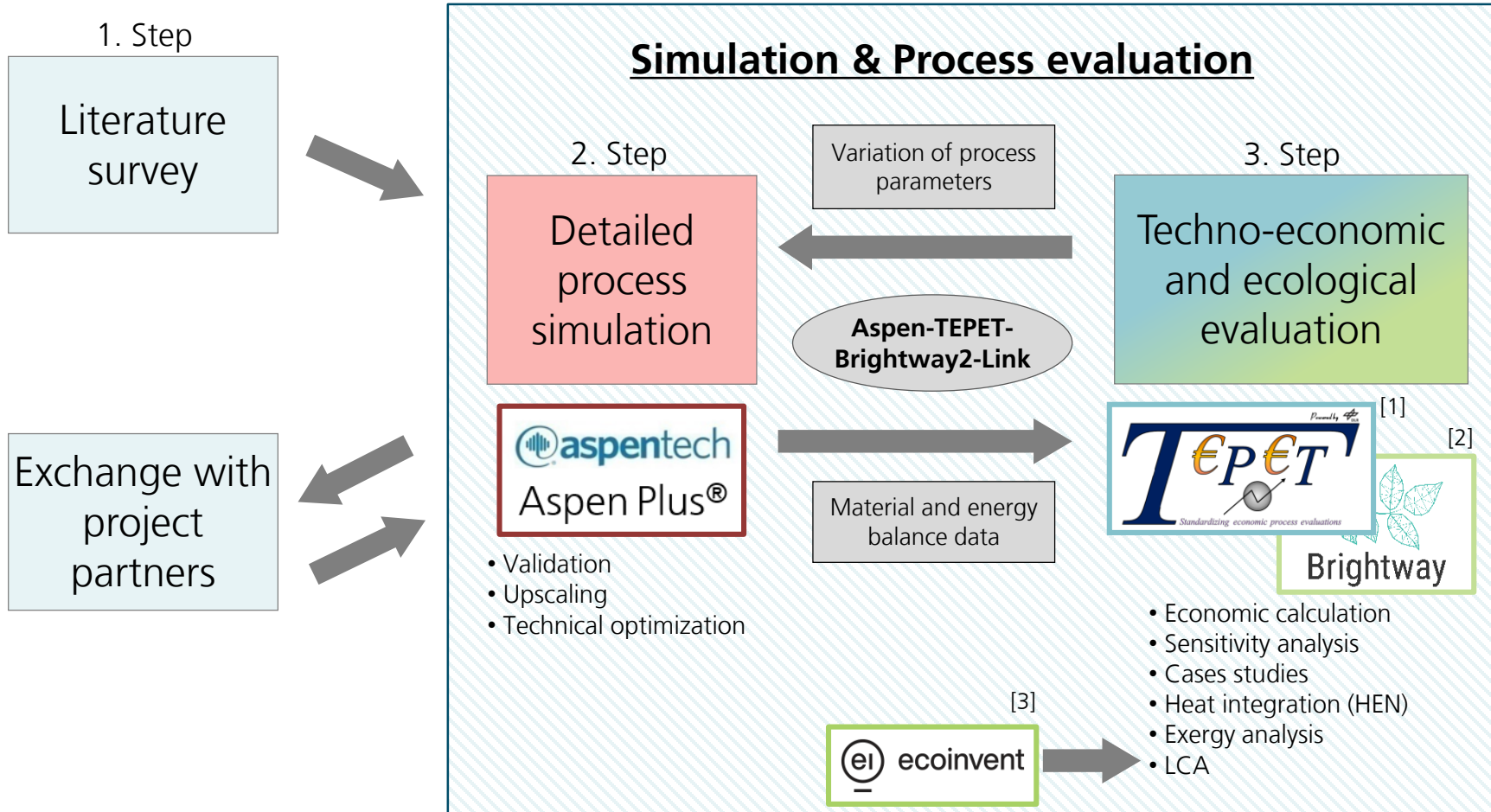


[1] Albrecht et al. (2016) - A standardized methodology for the techno-economic evaluation of alternative fuels – A case study, Fuel, 194: 511-526

[2] Mutel (2017) - Brightway: An open source framework for Life Cycle Assessment, Journal of Open Source Software, 2(12): 236

[3] Wernet, G et al. (2016) – The ecoinvent database version 3 (part I): overview and methodology. The International Journal of Life Cycle Assessment, 21(9): 1218–1230.

Techno-Economic and ecological assessment (TEEA) @DLR

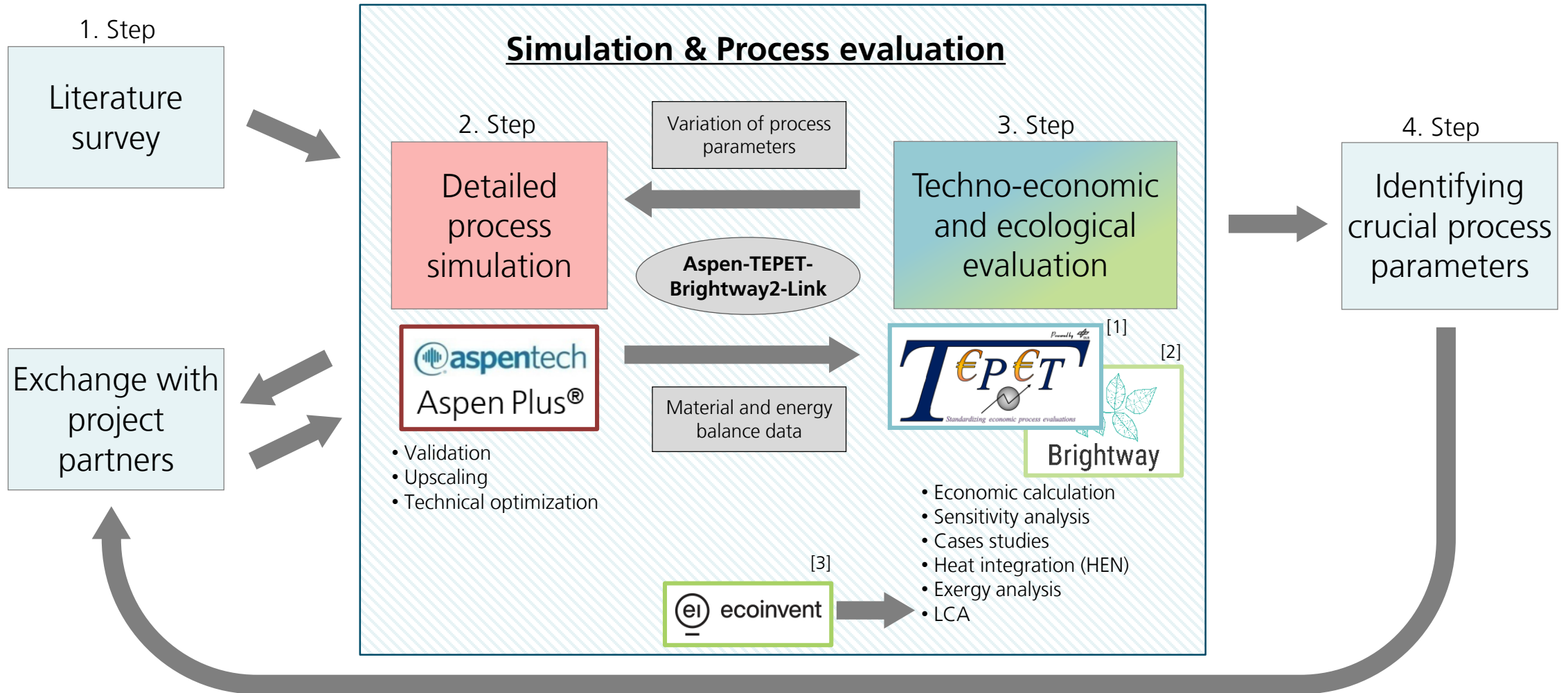


[1] Albrecht et al. (2016) - A standardized methodology for the techno-economic evaluation of alternative fuels – A case study, Fuel, 194: 511-526

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Techno-Economic and ecological assessment (TEEA) @DLR

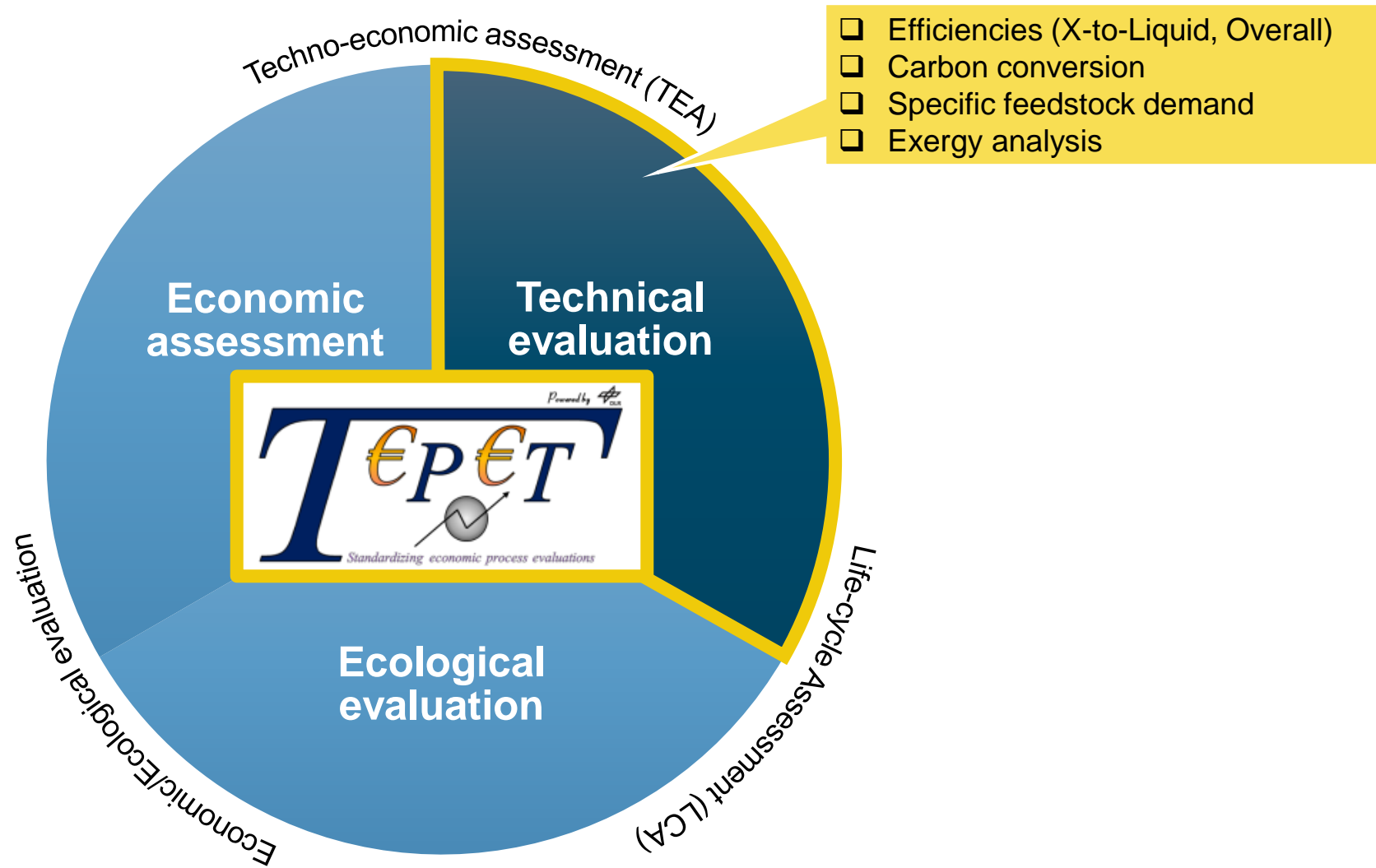


[1] Albrecht et al. (2016) - A standardized methodology for the techno-economic evaluation of alternative fuels – A case study, Fuel, 194: 511-526

[2] Mutel (2017) - Brightway: An open source framework for Life Cycle Assessment, Journal of Open Source Software, 2(12): 236

[3] Wernet, G et al. (2016) – The ecoinvent database version 3 (part I): overview and methodology. The International Journal of Life Cycle Assessment, 21(9): 1218–1230.

Chapter Technical Evaluation



Example: Evaluation of biofuels production

DFB Pilot plant / VTT



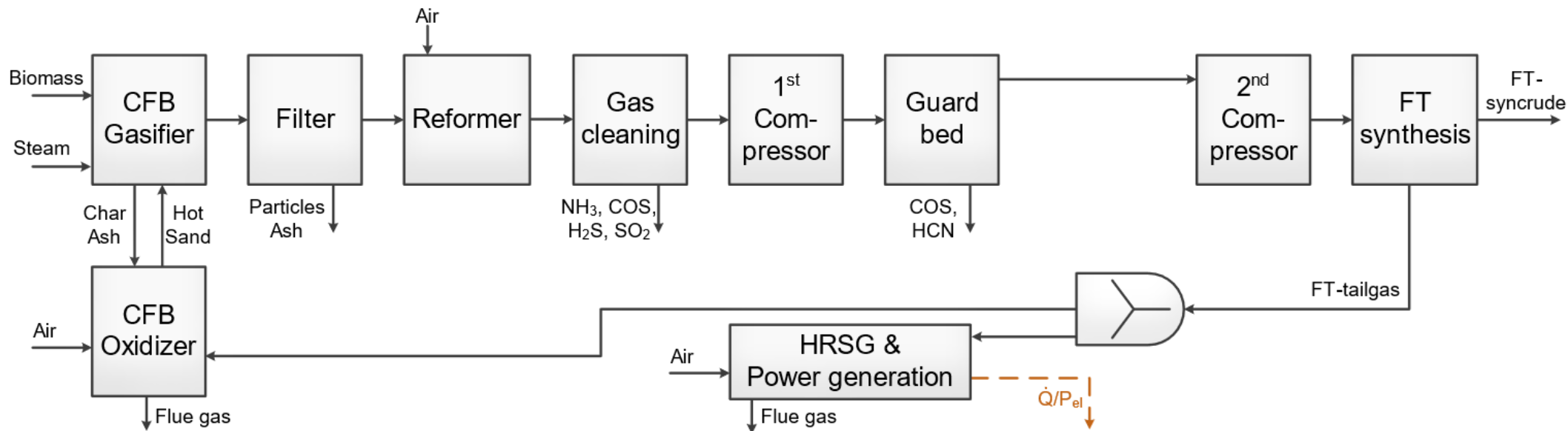
Mobile synthesis unit / INERATEC



5 m³/h SLIP-STREAM TO SYNTHESIS



Example: Evaluation of biofuels production options [1]



Case 1

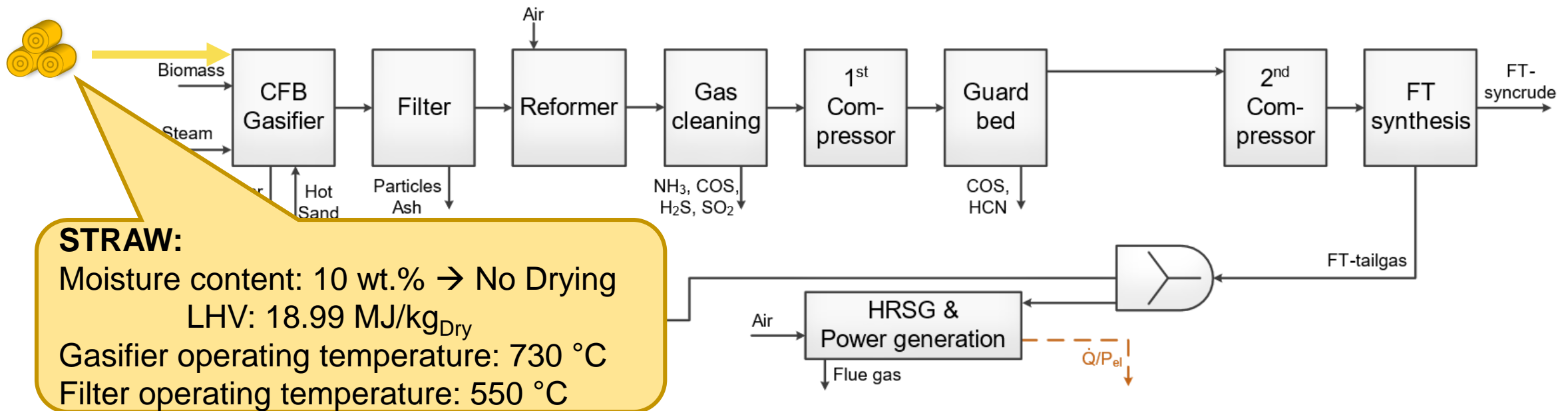
- Base case
- Autothermal reforming with air

[1] Maier et al., Techno-economically-driven identification of i

ase study for Central-Europe, 2021.



Example: Evaluation of biofuels production options [1]



STRAW:
 Moisture content: 10 wt.% → No Drying
 LHV: 18.99 MJ/kg_{Dry}
 Gasifier operating temperature: 730 °C
 Filter operating temperature: 550 °C

Case 1

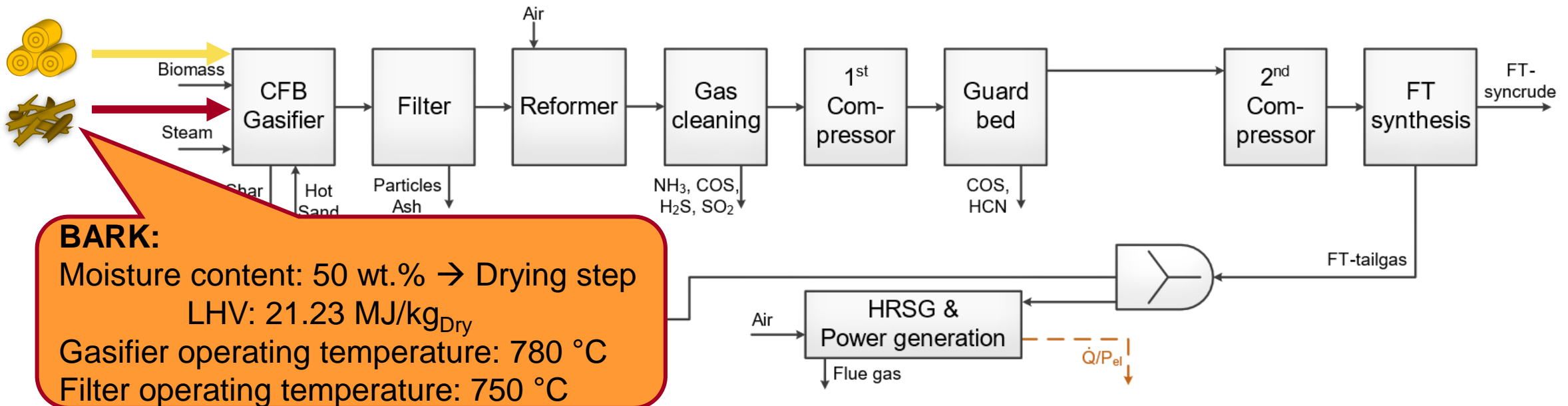
- Base case
- Autothermal reforming with air

[1] Maier et al., Techno-economically-driven identification of i

ase study for Central-Europe, 2021.



Example: Evaluation of biofuels production options [1]



BARK:
 Moisture content: 50 wt.% → Drying step
 LHV: 21.23 MJ/kg_{Dry}
 Gasifier operating temperature: 780 °C
 Filter operating temperature: 750 °C

Case 1

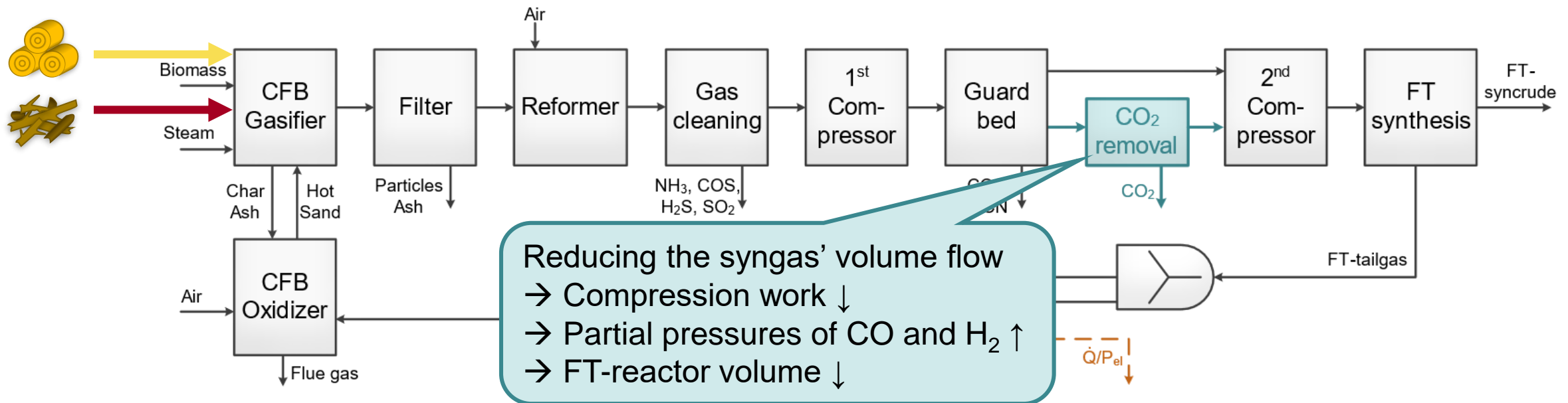
- Base case
- Autothermal reforming with air

[1] Maier et al., Techno-economically-driven identification of i

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Example: Evaluation of biofuels production options [1]



Case 1

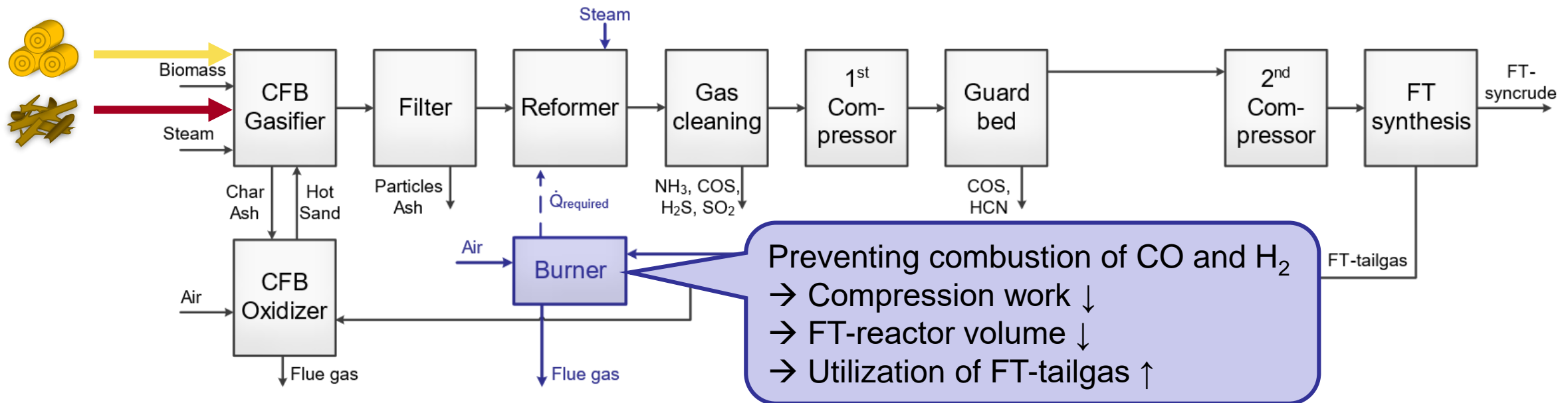
- Base case
- Autothermal reforming with air

Case 2

- Autothermal reforming with air
- **CO₂ removal** after guard bed
 - Operating at 5 bar
 - 80 % CO₂ is removed

[1] Maier et al., Techno-economically-driven identification of ideal plant configurations for a new biomass-to-liquid process – A case study for Central-Europe, 2021.

Example: Evaluation of biofuels production options [1]



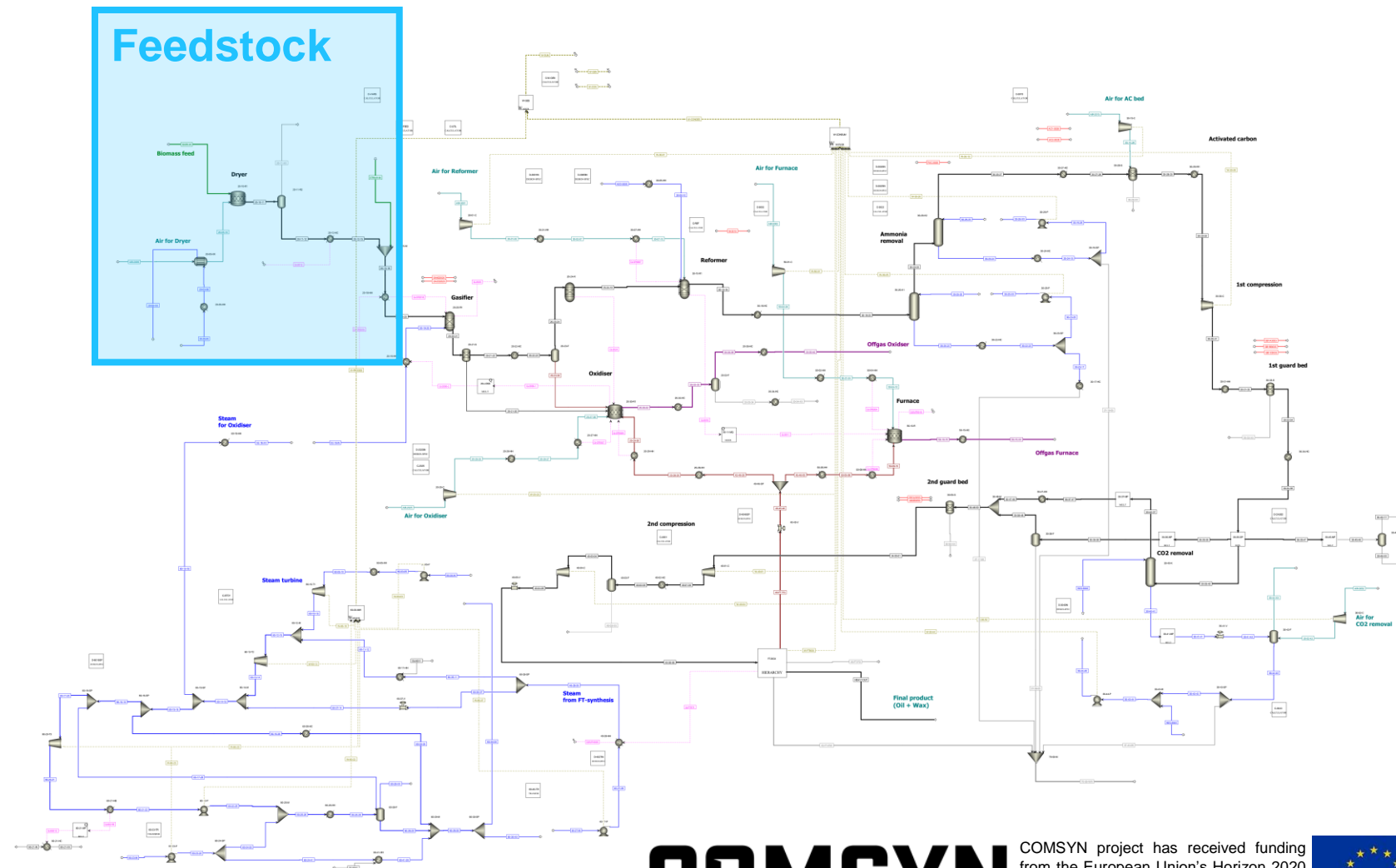
Case 1	Case 2	Case 3
<ul style="list-style-type: none"> • Base case • Autothermal reforming with air 	<ul style="list-style-type: none"> • Autothermal reforming with air • CO₂ removal after guard bed <ul style="list-style-type: none"> ➤ Operating at 5 bar ➤ 80 % CO₂ is removed 	<ul style="list-style-type: none"> • Allothermal steam reforming <ul style="list-style-type: none"> ➤ Required heat is provided by an additional burner ➤ Steam is led into the reformer

[1] Maier et al., Techno-economically-driven identification of ideal plant configurations for a new biomass-to-liquid process – A case study for Central-Europe, 2021.

Example: Evaluation of biofuels production

- Validated process flow diagram

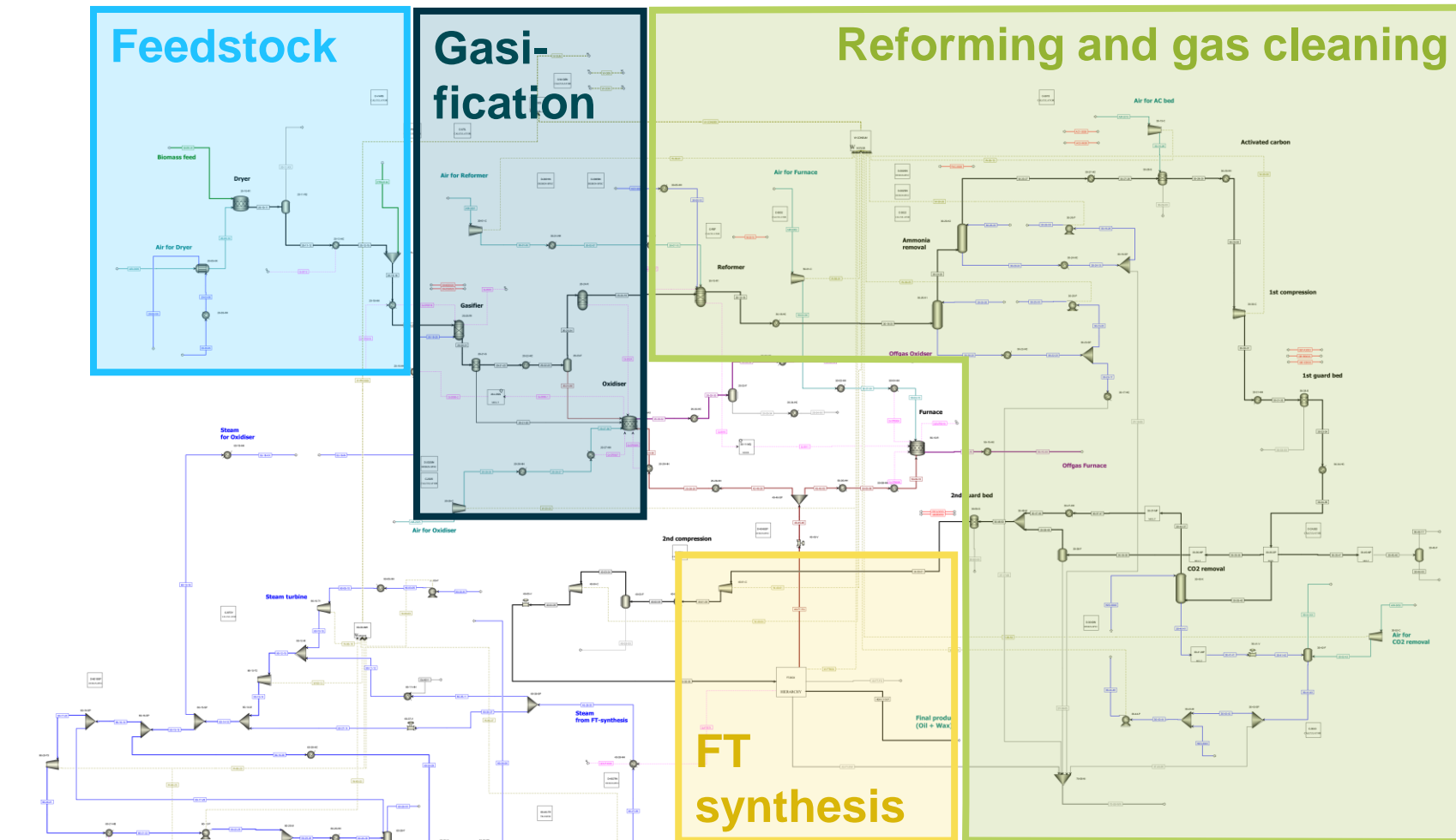
- Component list
- VLE method



Example: Evaluation of biofuels production

Validated process flow diagram

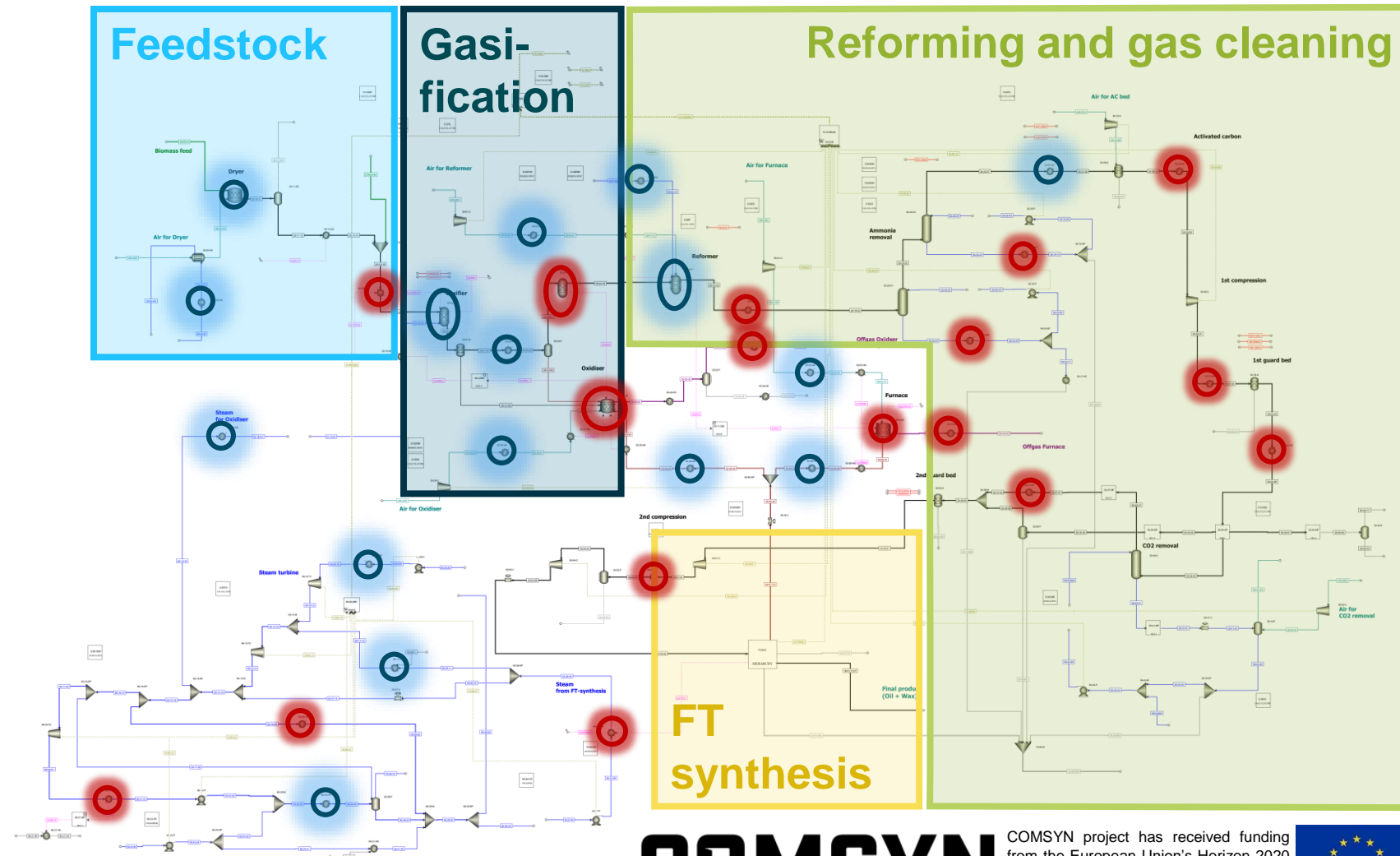
- Component list
- VLE method
- Reaction kinetic, unit performance
- Realistic press. drop



Example: Evaluation of biofuels production

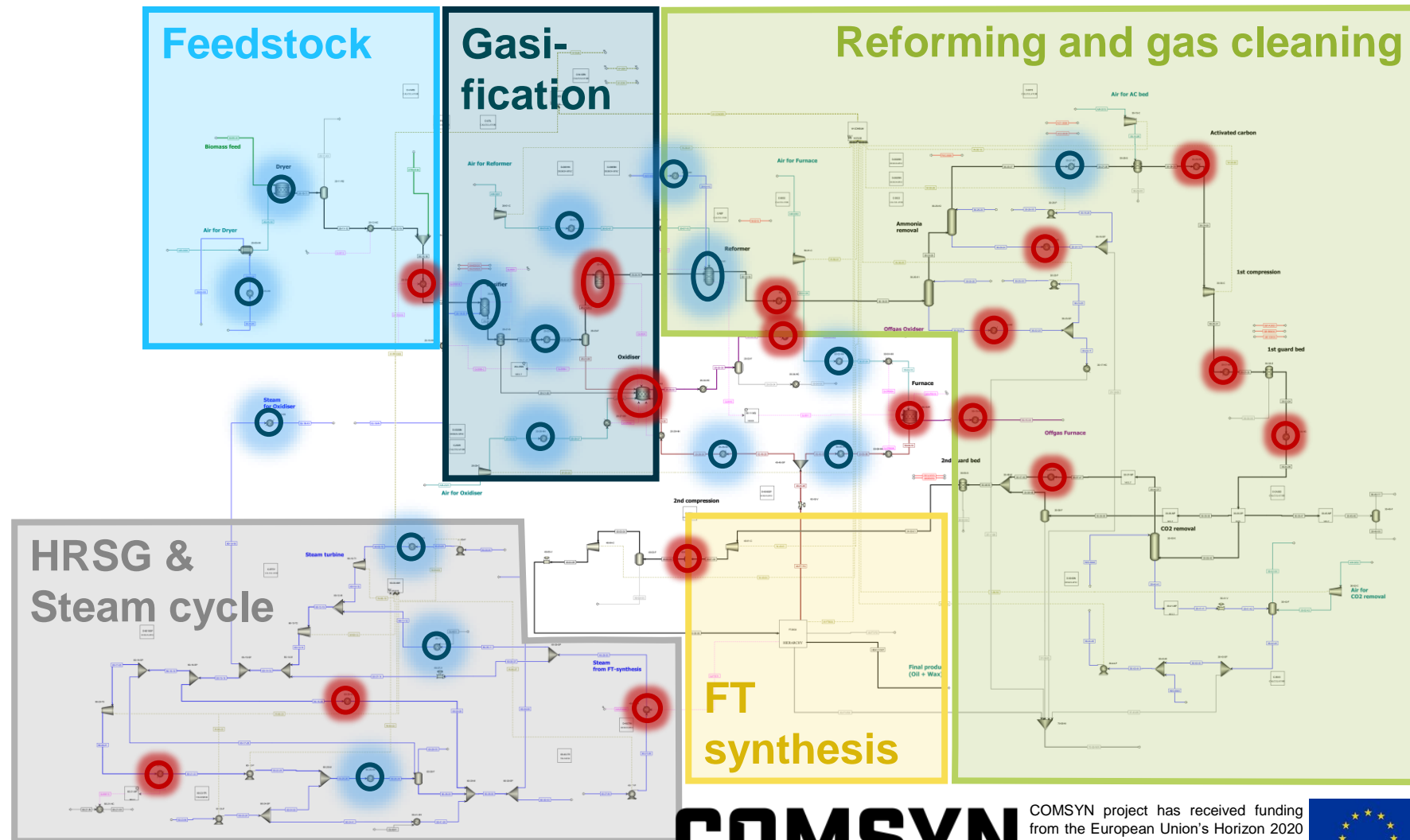
Validated process flow diagram

- Component list
- VLE method
- Reaction kinetic, unit performance
- Realistic press. drop
- Optimal heat integration



Example: Evaluation of biofuels production

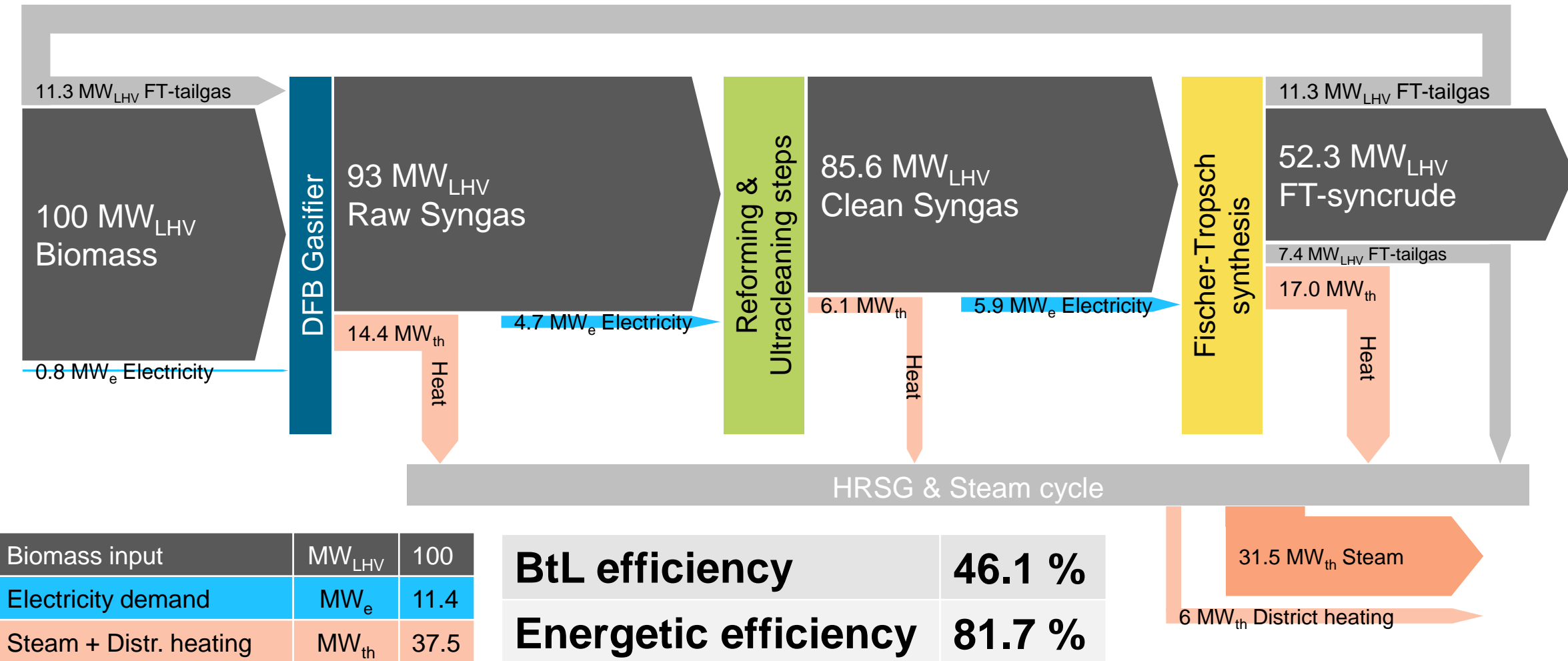
- Validated process flow diagram
 - Component list
 - VLE method
 - Reaction kinetic, unit performance
 - Realistic press. drop
 - Optimal heat integration
- Additional process ideas
 - Steam cycle integration
- Converged without errors/warnings?



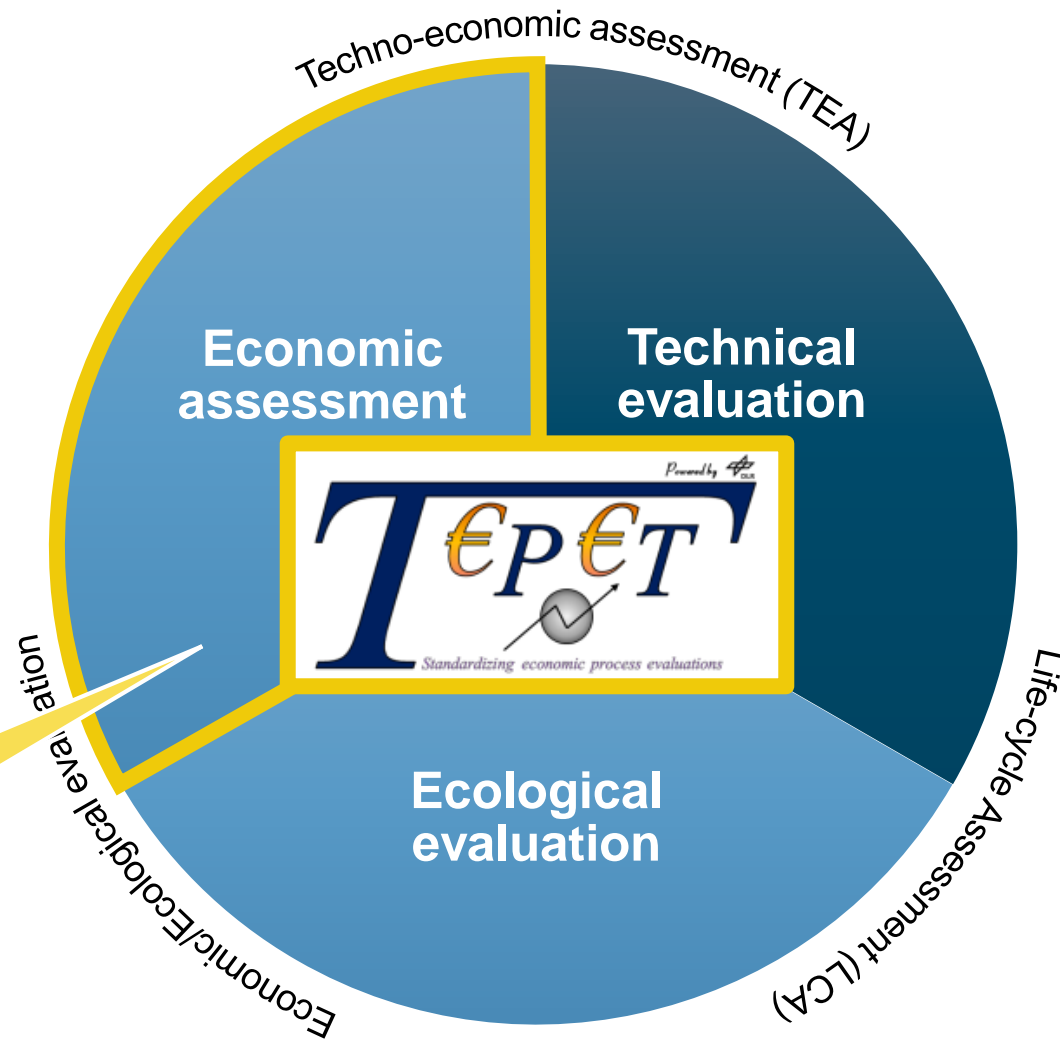


Example results: Evaluation of biofuels production

Sankey diagram of COMSYN BtL process energy flows

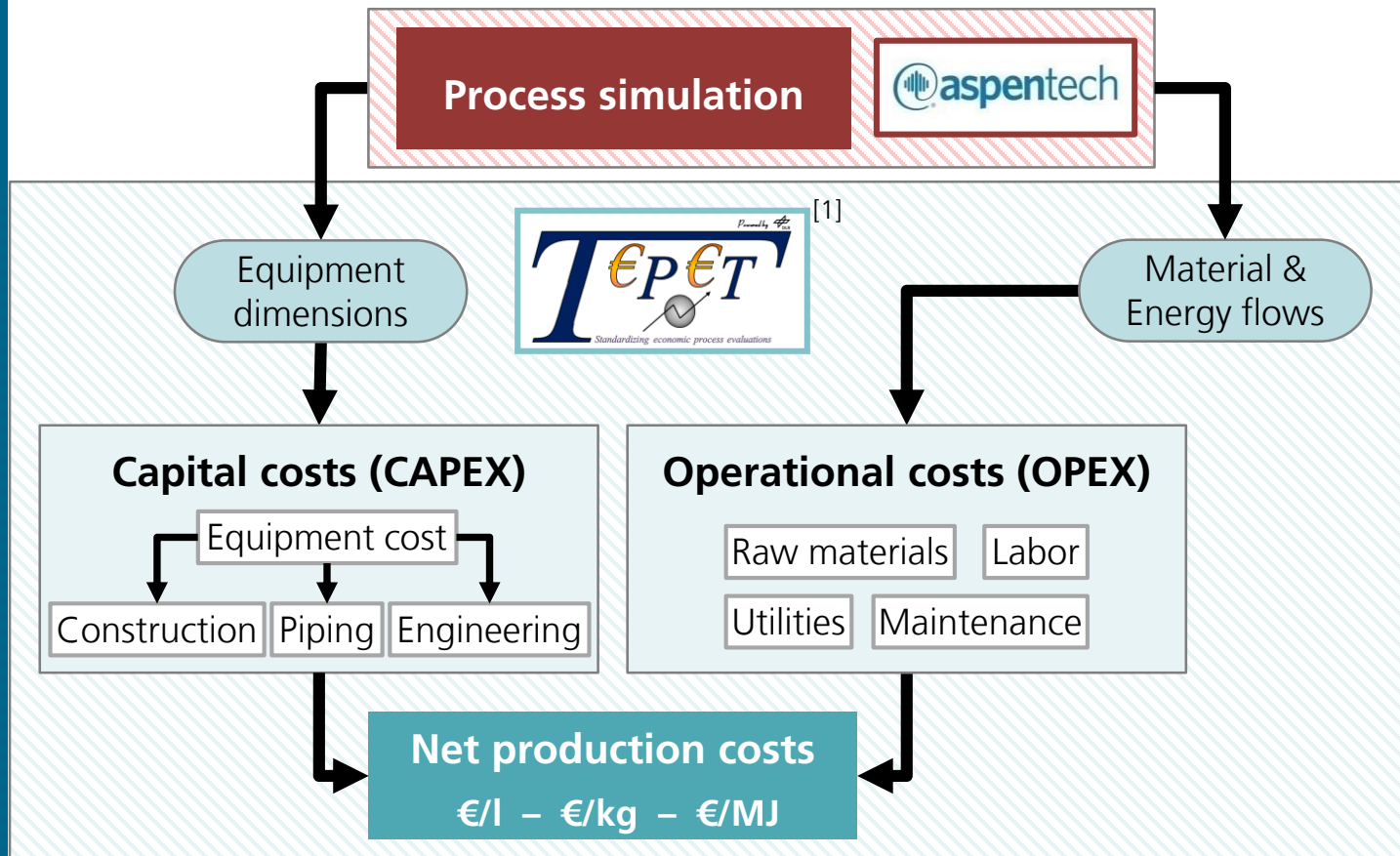


Chapter Economic Assessment



- ❑ CAPEX, OPEX, NPC
- ❑ Sensitivity analysis
- ❑ Identification of most economic feasible process design

TEEA tool TEPET @ DLR (part 1)



- Adapted from **best-practice chem. eng. methodology**
- Meets AACE class 3-4, Accuracy: **+/- 30 %**
- **Year specific** using annual CEPCI Index
- Automated interface for **seamless integration, heating networks, ...**
- Easy sensitivity studies for **each** parameter
- Learning curves, economy of scale, ...

Example results: Economic evaluation of BtL production¹

COMSYN general assumptions and OPEX cost data

General assumptions			
Base year	-	2019	
Max. plant size ($C_{\text{plant,max}}$)	MW_{th}	200	
Interest rate (IR)	%	10	
Full load hours (flh)	h/a	8260	
Plant lifetime (PL)	a	20	
Site-specific costs		DE	Ref.
Electricity costs/revenue (c_{EL})	€/MWh	92.8	[2]
Natural gas price (r_{Gas})	€/GJ	6.2	[3]
Biomass costs (bark) ($c_{\text{Bio,b}}$)	€/GJ	5.8	[4]
Biomass costs (straw) ($c_{\text{Bio,s}}$)	€/GJ	4.5	[4]
Biomass transport costs (c_{TrBio})	€/km/t	0.45	[4]
District heating revenue (r_{DH})	€/MWh	31.7	[6]
Process steam revenue (r_{PS})	€/MWh	33.7	[6]
Labor costs (c_{L})	€/h	30.9	[5]

[1] Maier et al., Techno-economically-driven identification of ideal plant configurations for a new biomass-to-liquid process – A case study for Central-Europe, 2021.

[2] Union, E., *Electricity prices for non-household consumers - bi-annual data (from 2007 onwards) [NRG_PC_205]*, in *Electricity prices for non-household consumers*. 2019, European Union.

[3] OECD. *Crude oil import prices (indicator)*. 2021 08 January 2021.

[4] Pablo Ruiz, A.S., Wouter Nijs,, et al., *The JRC-EU-TIMES model. Bioenergy potentials for EU and neighbouring countries*. 2015. p. 176.

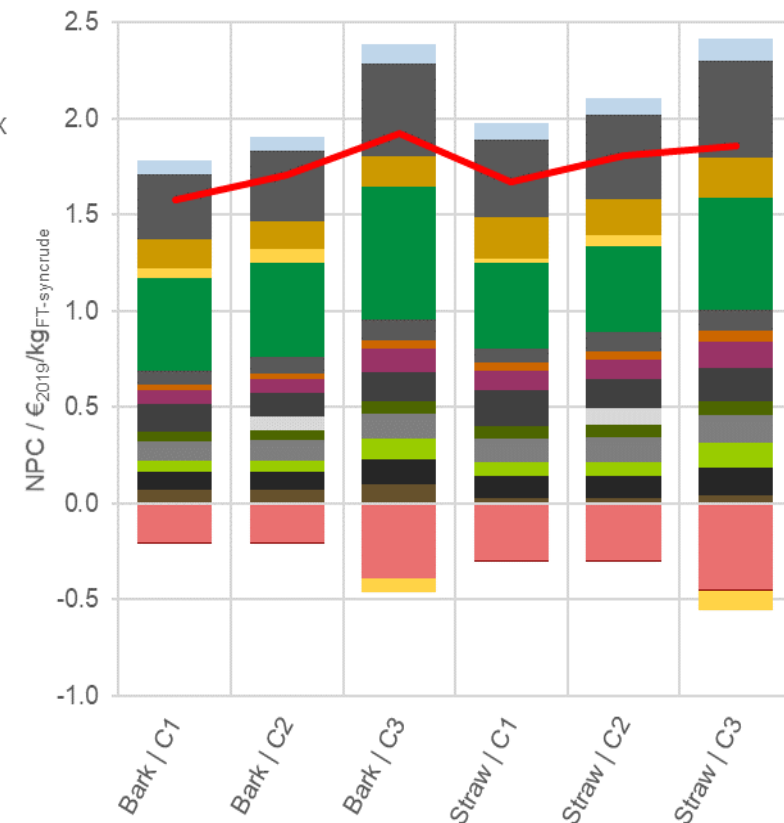
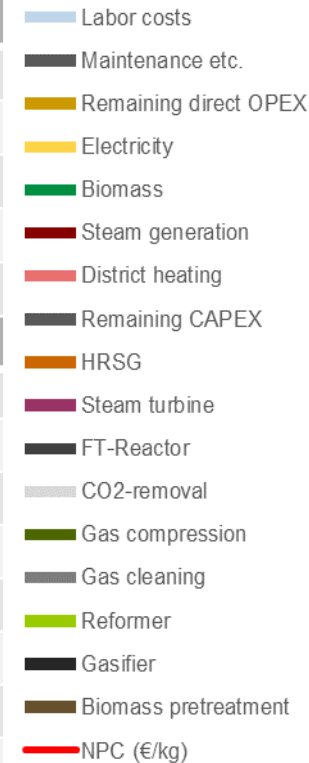
[5] Commission, E., *Labour cost, wages and salaries, direct remuneration (excluding apprentices) by NACE Rev. 2 activity) - LCS surveys 2008, 2012 and 2016*. 2021.

[6] Ulrich, G.D. and P.T. Vasudevan, *How To Estimate Utility Costs*. Engineering Practice, 2006.



Example results: Economic evaluation of BtL production¹ COMSYN feedstock and process design cases assessment

General assumptions			
Base year	-	2019	
Max. plant size ($C_{plant,max}$)	MW_{th}	200	
Interest rate (IR)	%	10	
Full load hours (flh)	h/a	8260	
Plant lifetime (PL)	a	20	
Site-specific costs		DE	Ref.
Electricity costs/revenue (c_{EL})	€/MWh	92.8	[2]
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Labor costs (c_L)	€/h	30.9	[5]



[1] Maier et al., Techno-economically-driven identification of ideal plant configurations for a new biomass-to-liquid process – A case study for Central-Europe, 2021.

[2] Union, E., *Electricity prices for non-household consumers - bi-annual data (from 2007 onwards) [NRG_PC_205]*, in *Electricity prices for non-household consumers*. 2019, European Union.

[3] OECD. *Crude oil import prices (indicator)*. 2021 08 January 2021.

[4] Pablo Ruiz, A.S., Wouter Nijs, et al., *The JRC-EU-TIMES model. Bioenergy potentials for EU and neighbouring countries*. 2015. p. 176.

[5] Commission, E., *Labour cost, wages and salaries, direct remuneration (excluding apprentices) by NACE Rev. 2 activity) - LCS surveys 2008, 2012 and 2016*. 2021.

[6] Ulrich, G.D. and P.T. Vasudevan, *How To Estimate Utility Costs*. Engineering Practice, 2006.



Example results: Economic evaluation of BtL production¹

COMSYN OPEX cost data extension

General assumptions										
Base year	-	2019								
Max. plant size ($C_{\text{plant,max}}$)	MW _{th}	200								
Interest rate (IR)	%	10								
Full load hours (flh)	h/a	8260								
Plant lifetime (PL)	a	20								
Site-specific costs				DE	Ref.	AT	CZ	HU	PL	SK
Electricity costs/revenue (c_{EL})	€/MWh	92.8	[2]	78.4	70.5	79.6	76.3	98.9		
Natural gas price (r_{Gas})	€/GJ	6.2	[3]	6.9	6.9	6.4	6.3	7.0		
Biomass costs (bark) ($c_{\text{Bio,b}}$)	€/GJ	5.8	[4]	5.6	5.4	2.6	3.3	2.8		
Biomass costs (straw) ($c_{\text{Bio,s}}$)	€/GJ	4.5	[4]	6.9	4.5	3.7	2.9	4.9		
Biomass transport costs (c_{TrBio})	€/km/t	0.45	[4]	0.45	0.29	0.24	0.27	0.27		
District heating revenue (r_{DH})	€/MWh	31.7	[6]	37.0	33.8	27.2	27.7	29.4		
Process steam revenue (r_{PS})	€/MWh	33.7	[6]	39.3	35.9	28.9	29.5	31.3		
Labor costs (c_{L})	€/h	30.9	[5]	27.2	7.5	6.4	6.8	7.8		

[1] Maier et al., Techno-economically-driven identification of ideal plant configurations for a new biomass-to-liquid process – A case study for Central-Europe, 2021.

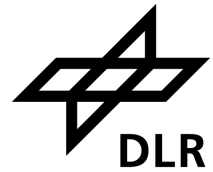
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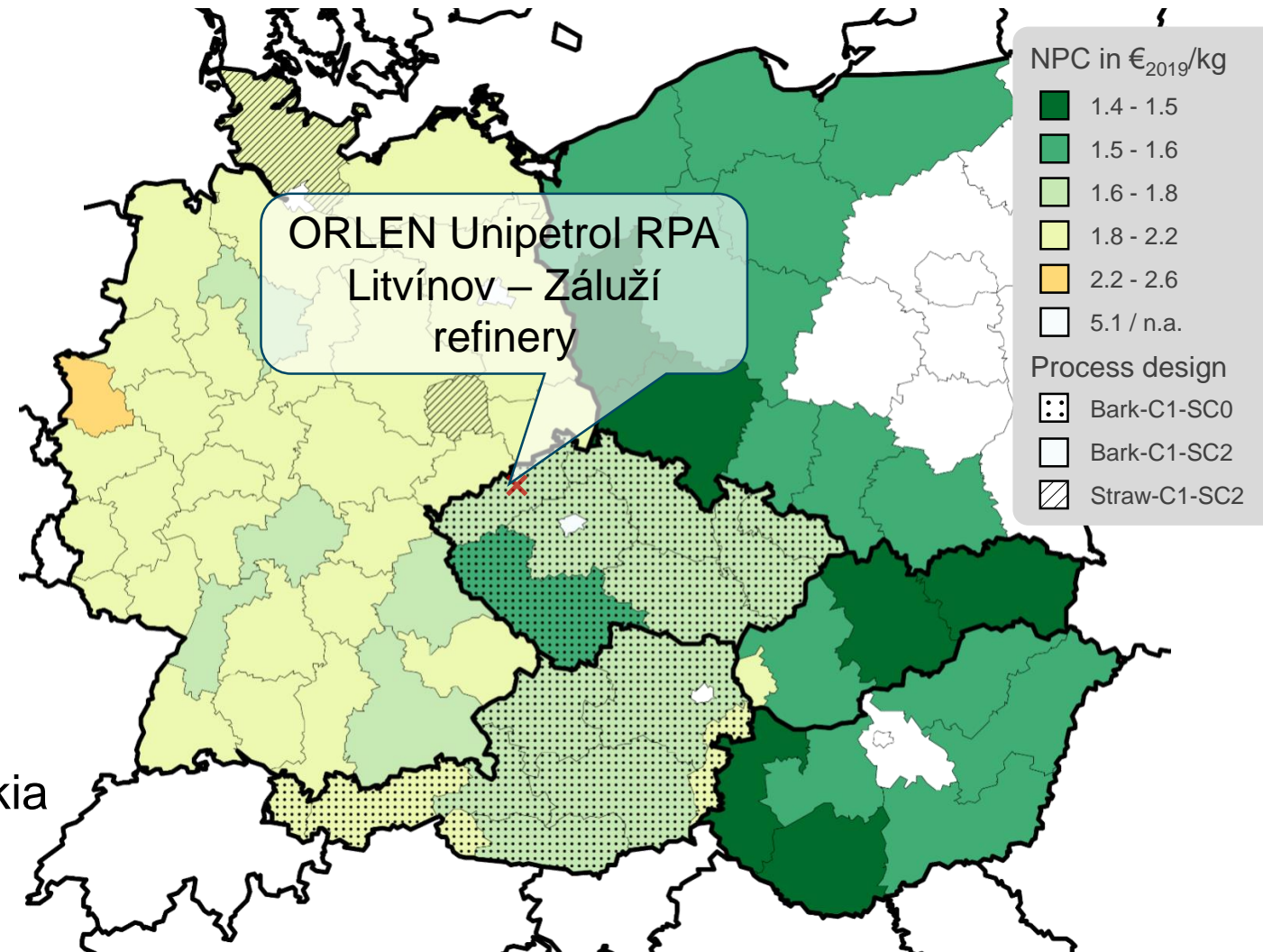
[6] Ulrich, G.D. and P.T. Vasudevan, *How To Estimate Utility Costs*. Engineering Practice, 2006.



Example results: Economic evaluation of BtL production

Central European map of COMSYN roll out

- Identification of regional sweet spots shown on a map for Central-Europe.
- Net production costs and the favorable process design for each region.
- Automated selection of the optimal feedstock, process design, plant size and heat / electricity utilization.
- Refinery Point of View preferences
- Net production costs $< 1.12 \text{ €}_{2019}/l_{\text{biofuel}}$ regions in Hungary, Poland, and Slovakia

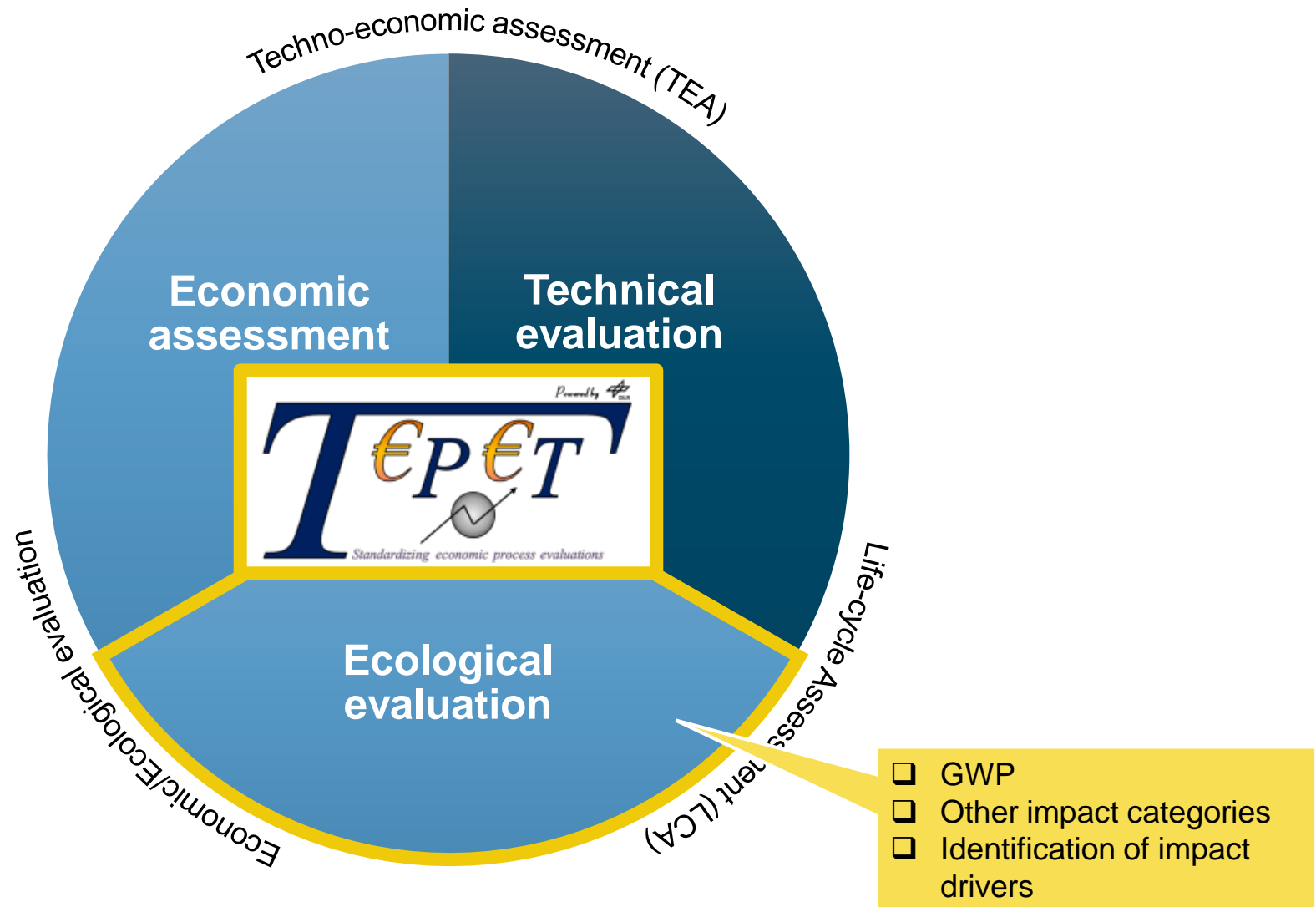


COMSYN

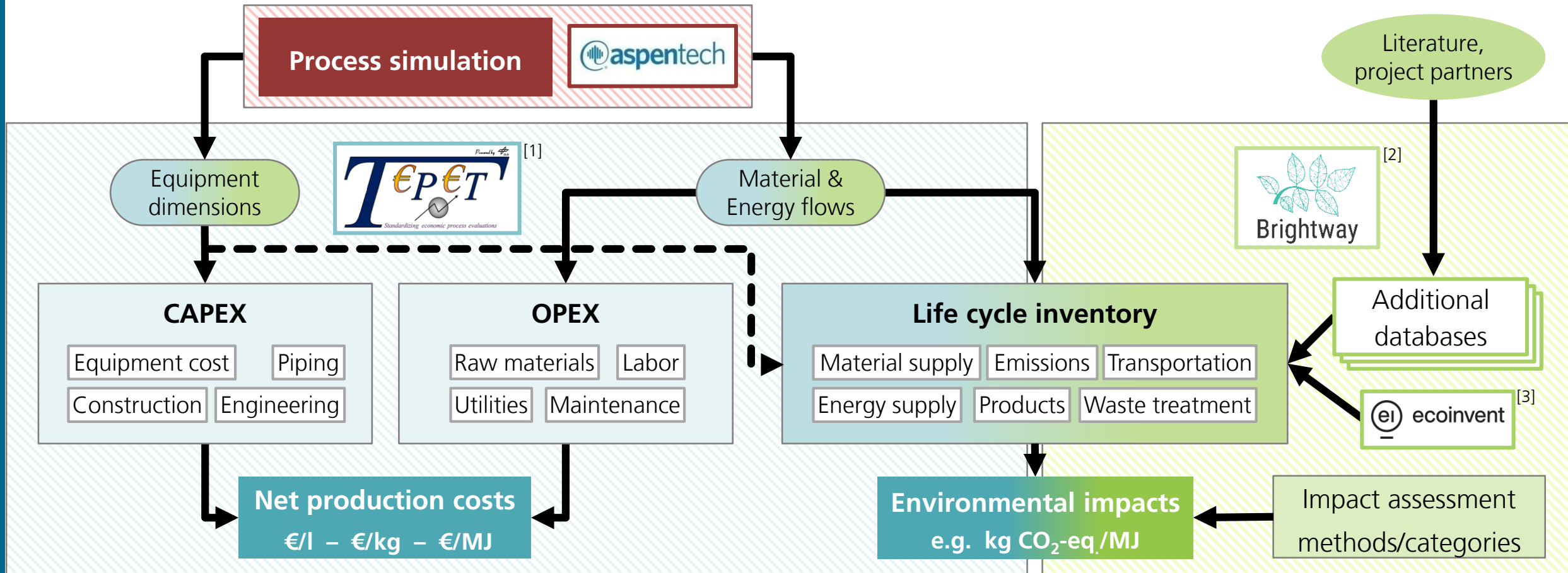
COMSYN project has received funding from the European Union's Horizon 2020 research and innovation programme under grant agreement No 727476



Chapter Ecological Assessment



TEEA tool TEPET @ DLR (part 2)

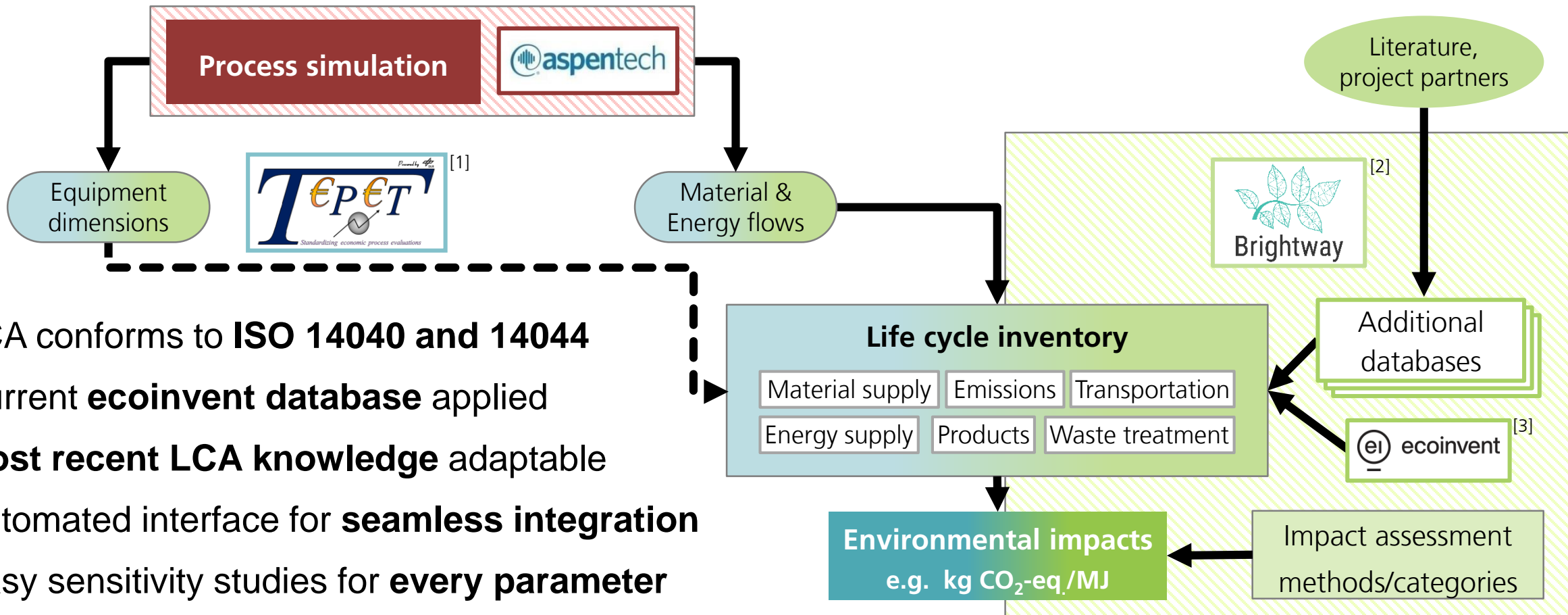


[1] Albrecht et al. (2016) - A standardized methodology for the techno-economic evaluation of alternative fuels – A case study, Fuel, 194: 511-526

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[3] Wernet, G et al. (2016) – The ecoinvent database version 3 (part I): overview and methodology. The International Journal of Life Cycle Assessment, 21(9): 1218–1230.

TEEA tool TEPET @ DLR (part 2)



- LCA conforms to **ISO 14040 and 14044**
- Current **ecoinvent database** applied
- **Most recent LCA knowledge** adaptable
- Automated interface for **seamless integration**
- Easy sensitivity studies for **every parameter**

[1] Albrecht et al. (2016) - A standardized methodology for the techno-economic evaluation of alternative fuels – A case study, Fuel, 194: 511-526

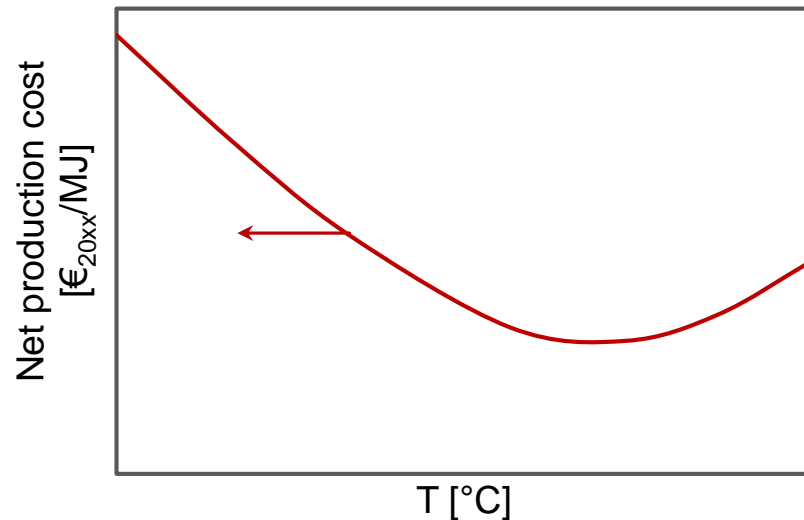
[2] Mutel (2017) - Brightway: An open source framework for Life Cycle Assessment, Journal of Open Source Software, 2(12): 236

[3] Wernet, G et al. (2016) – The ecoinvent database version 3 (part I): overview and methodology. The International Journal of Life Cycle Assessment, 21(9): 1218–1230.

Example results: Ecological evaluation of BtL production

LCA impact category variety

- Extending from just one economic parameter

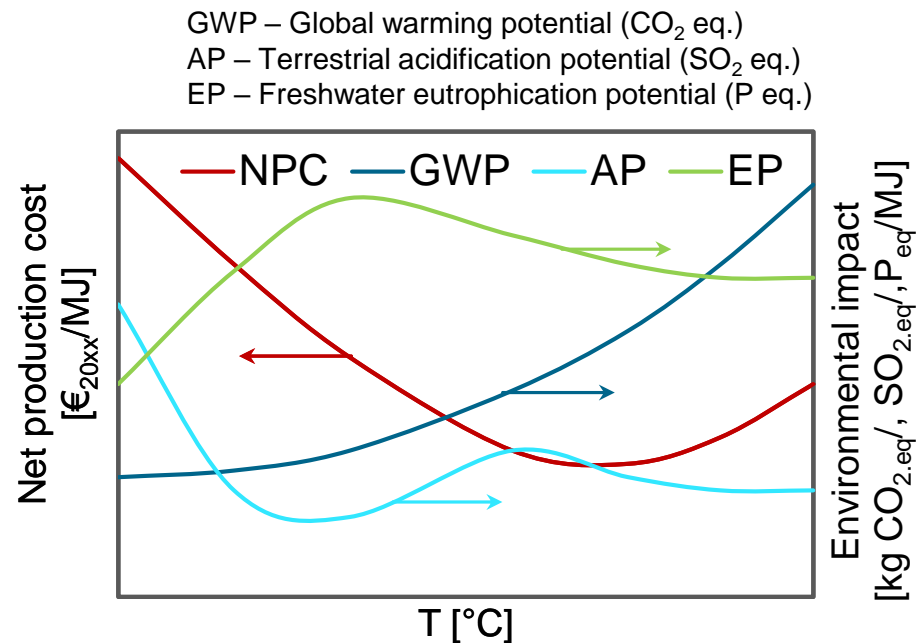


Schematic net production cost (NPC) dependency of a particular process parameter (e.g. gasifier, reformer temperature etc.)

Example results: Ecological evaluation of BtL production

LCA impact category variety

- Various impact categories determine LCA

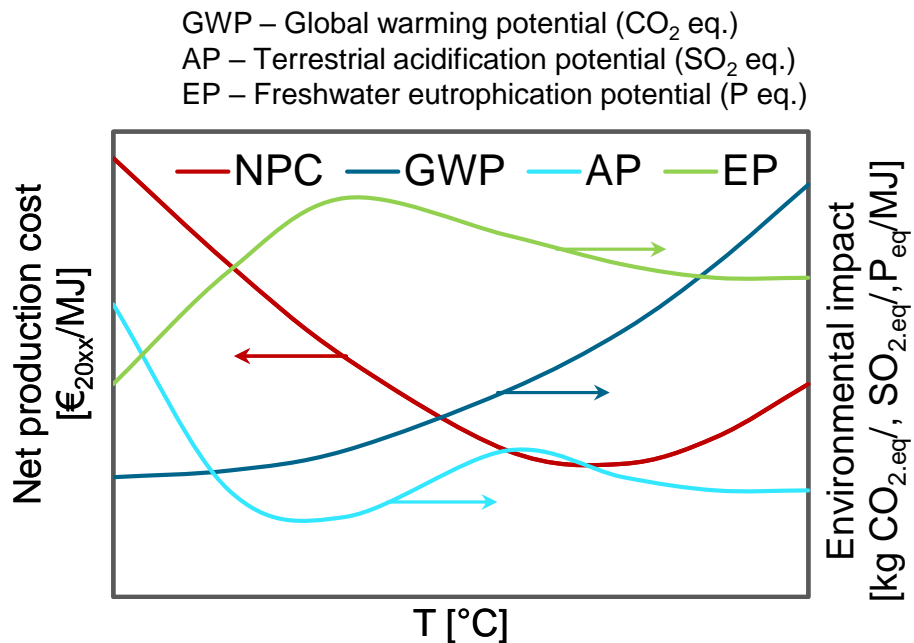


Schematic net production cost (NPC) and environmental impacts dependency of a particular process parameter (e.g. gasifier, reformer temperature, etc.)

Example results: Ecological evaluation of BtL production

GWP assessment of feedstocks and process design cases

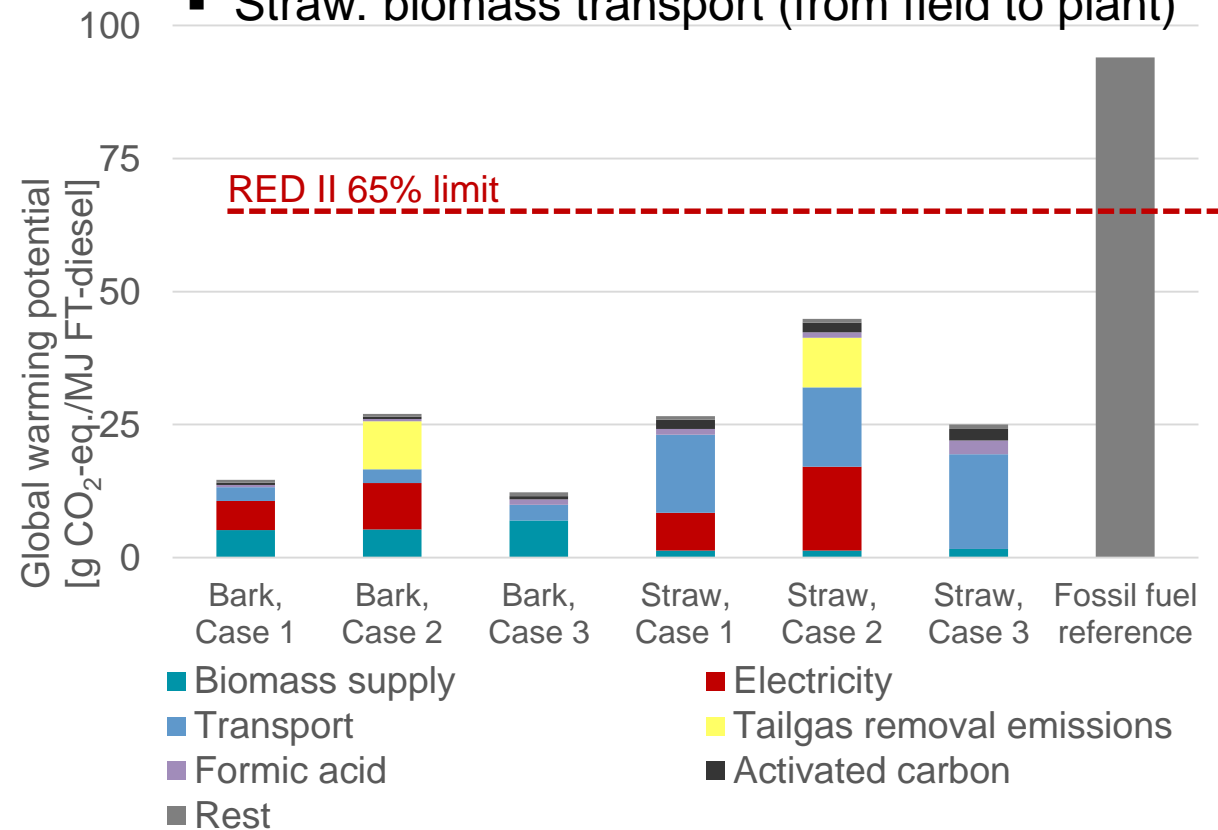
- Various impact categories determine LCA



Schematic net production cost (NPC) and environmental impacts dependency of a particular process parameter (e.g. gasifier, reformer temperature, etc.)

- Different major impact drivers

- Bark: biomass supply (harvesting)
- Straw: biomass transport (from field to plant)



Energy transition demand – affecting the entire society

Assessing energy transition options, opportunities, challenges

Energy transition^[1]

All sectors towards a more sustainable energy supply



- Wind & PV
- Bioenergy
- Nuclear and gas?

Ren. CCS?

Generating renewable energy



Sustainable mobility

Sustainable mobility as part of the energy transition



Industrial decarbonisation

Challenges for industry, but the transition also brings opportunities

- Heat electrification
- Heat pumps
- Solar, geothermics
- H₂, bioenergy
- Building efficiency

→ Standardized methodology for LCA and TEA

Support of various energy transition options

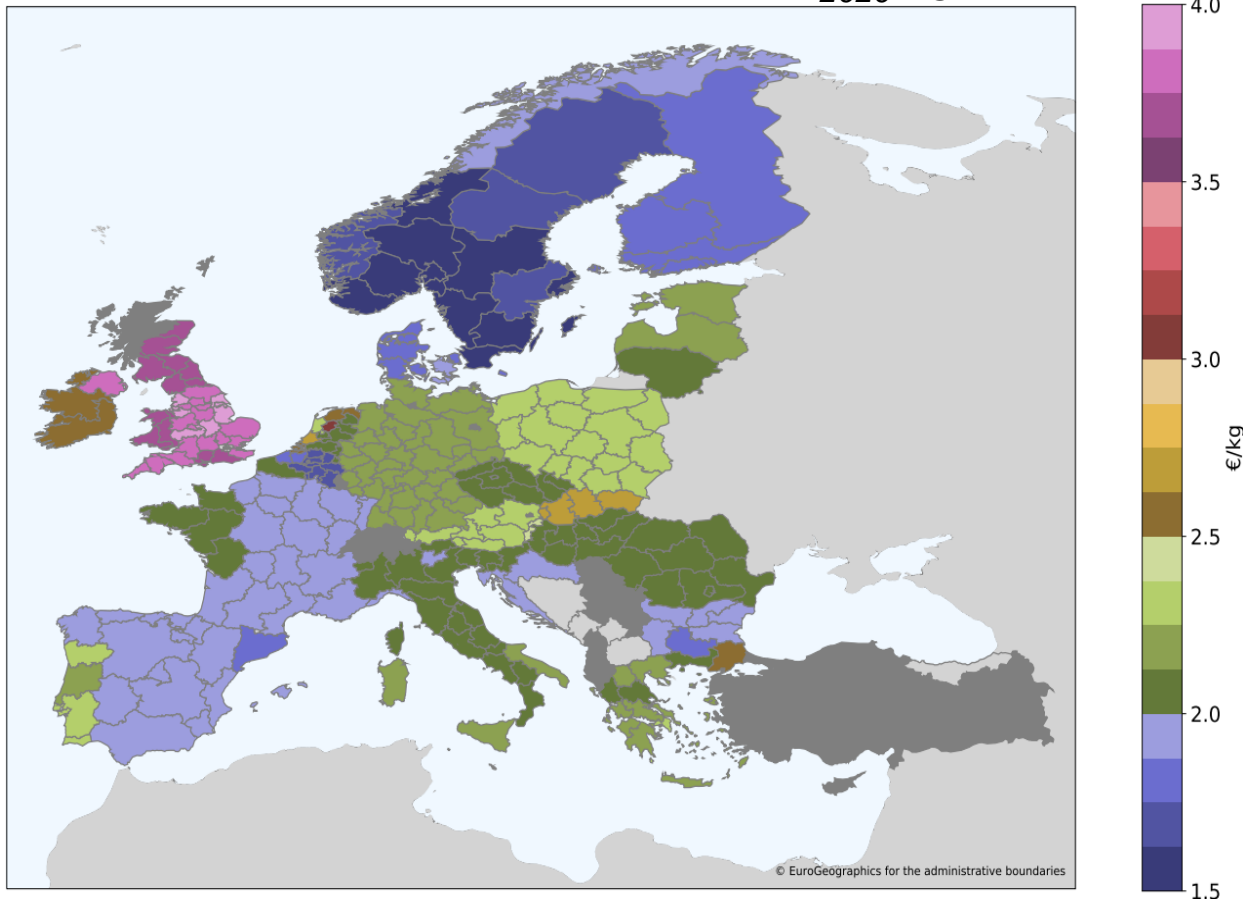
[1] <https://www.pwc.nl/en/topics/sustainability/energy-transition.html>

TEEA results supporting Energy transition options

Sustainable Aviation Fuels for Europe

PBtL kerosene roll out costs

Net Production Costs of PBtL SAF / €₂₀₂₀/kg:



Northern EU's inexpensive electricity: Lowest NPC

- National electricity prices from [1]
- Biomass prices from [2]
- Transport distance as a function of biomass density
- Nation-specific transport and labor costs

[1] Eurostat, Electricity prices for non-household consumers - bi-annual data. 2021.

[2] Ruiz, P., Nijs, W., Tarvydas, D., Sgobbi, A., Zucker, A., Pilli, R., ... & Thrän, D. (2019). ENSPRESO-an open, EU-28 wide, transparent and coherent database of wind, solar and biomass energy potentials. *Energy Strategy Reviews*, 26, 100379.

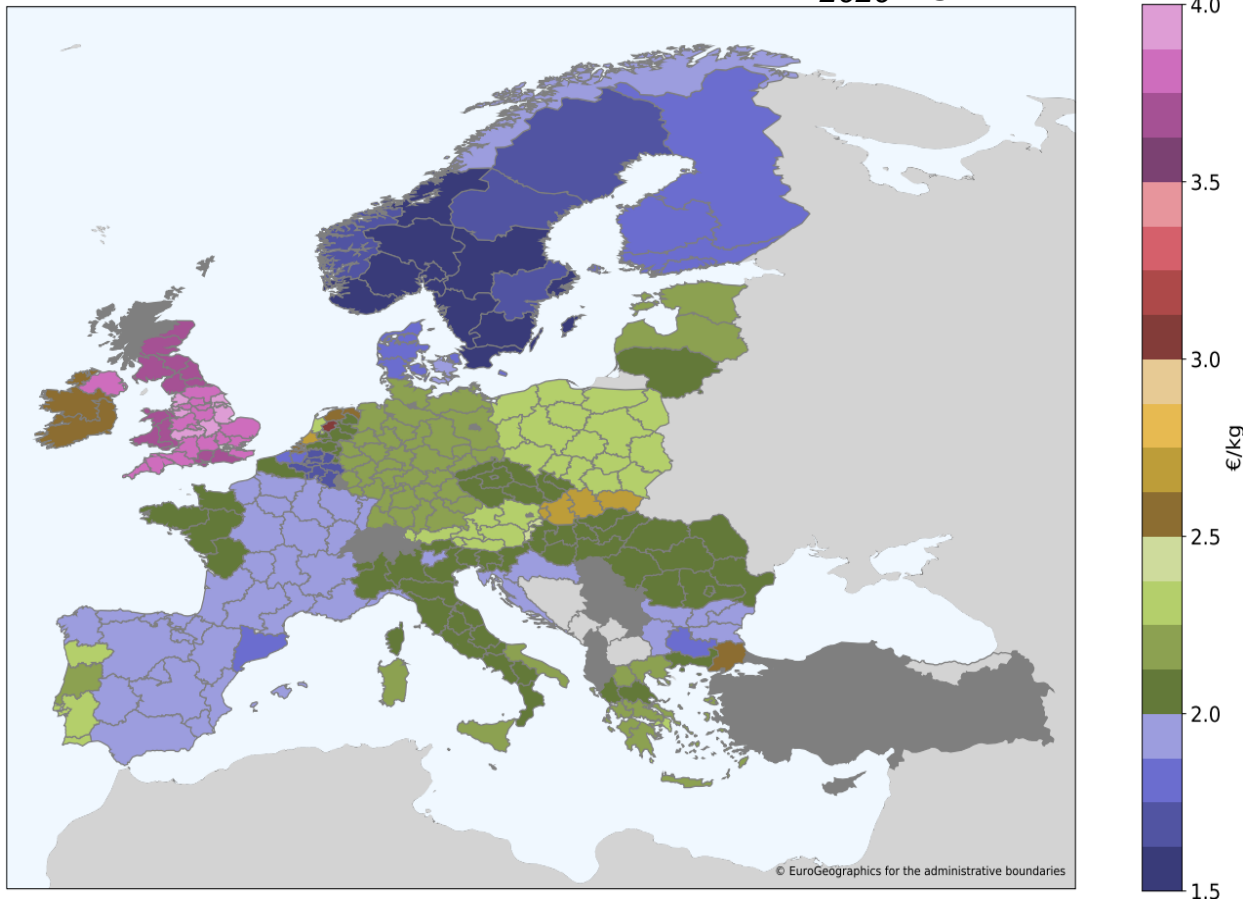
TEEA results supporting Energy transition options

Sustainable Aviation Fuels for Europe

Felix Habermeyer @ processnet:
Energy Transition IV, Room K 3
Power and Biomass to Liquid – An option for
Europe's sustainable and independent
aviation fuel production

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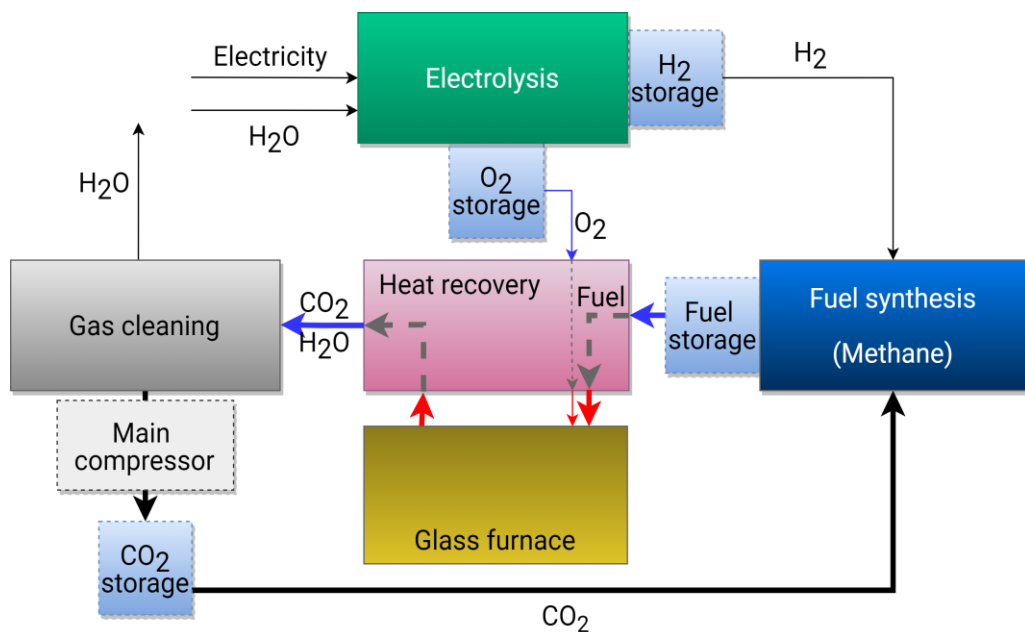
[1] Eurostat, Electricity prices for non-household consumers - bi-annual data. 2021.

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TEEA results supporting Energy transition options

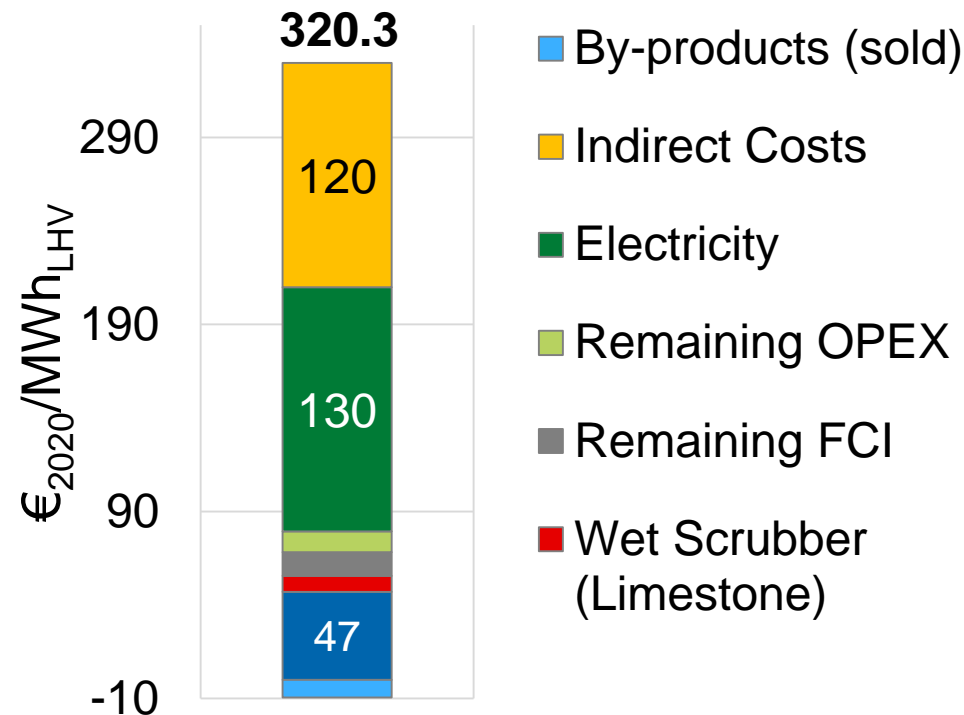
Decarbonization of glass furnace

Glas-CO₂ (Methane)



Ref.: F. Drünert (HVG), F. Moser (DLR) - Closed CO₂ cycle in the container glass production

Breakdown of NPC



- CCU of an **oxyfuel** glass furnace (container glass)



- Surplus of CO₂ from carbonates also converted

TEEA results supporting Energy transition options

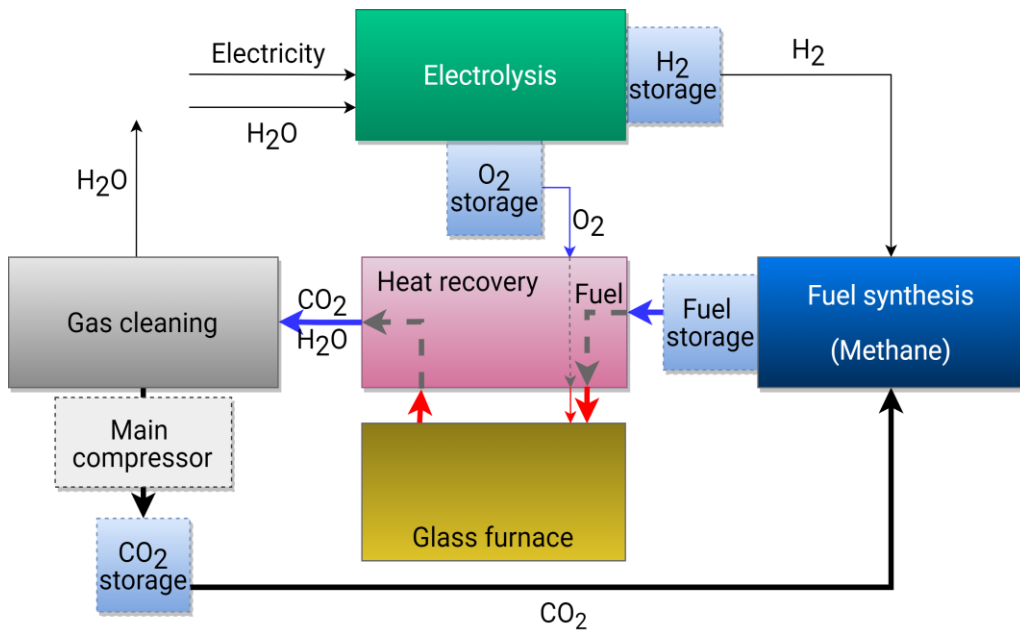
Decarbonization of glass furnace



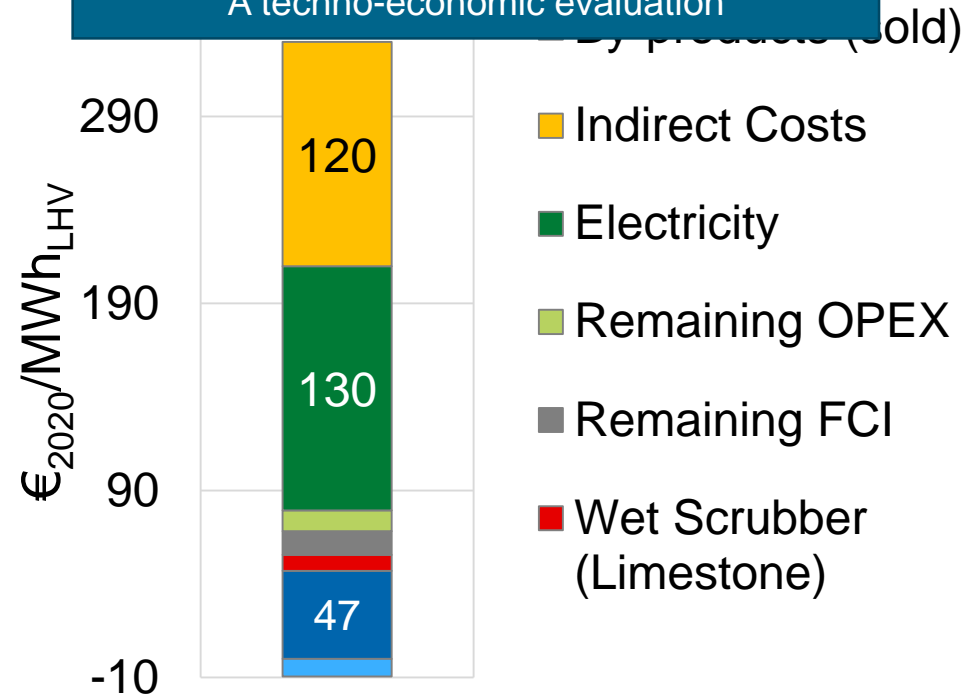
Francisco Moser @ processnet:
Energy Transition IV, Room K 3

Closed CO₂ cycles in the glass production –
A techno-economic evaluation

Glas-CO₂ (Methane)



Ref.: F. Drünert (HVG), F. Moser (DLR) - Closed CO₂ cycle in the container glass production



NPC: 320 [€/2020/MWh] ↔ 0.40 [€/2020/kg_{Glass}]

Fossil: 8.9 [€/2020/MWh]^[1] → 305 [€/2022/MWh]^[2]

- CCU of an **oxyfuel** glass furnace (container glass)



- Surplus of CO₂ from carbonates also converted

[1] Tradingeconomics (2022) <https://tradingeconomics.com/commodity/eu-natural-gas>

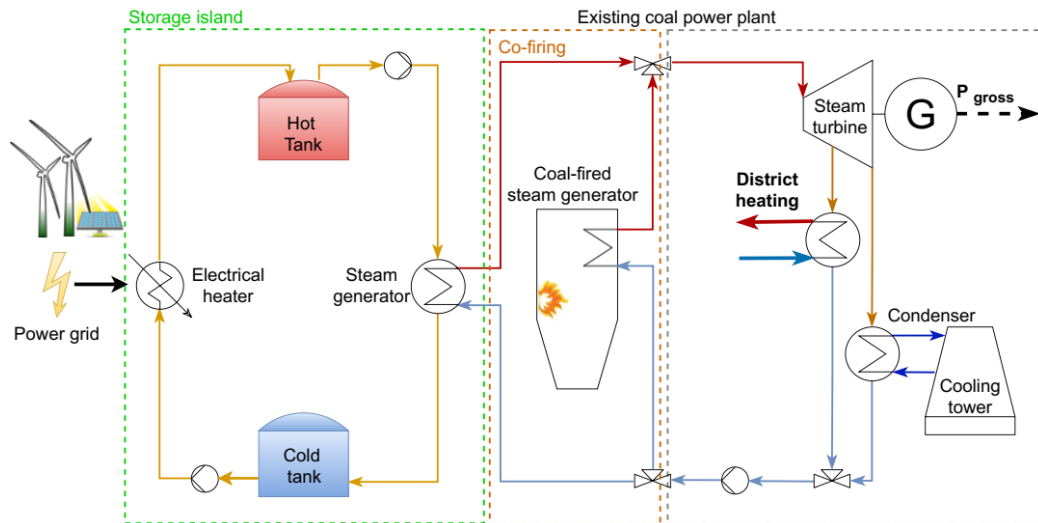
[2] www.bundesnetzagentur.de/.../220826_gaslage.pdf, 26.08.22

TEEA results supporting Energy transition options

2nd life coal power plants

Revamp costs / benefits

Heat-storage power plant (HSPP), option for global power supply transition



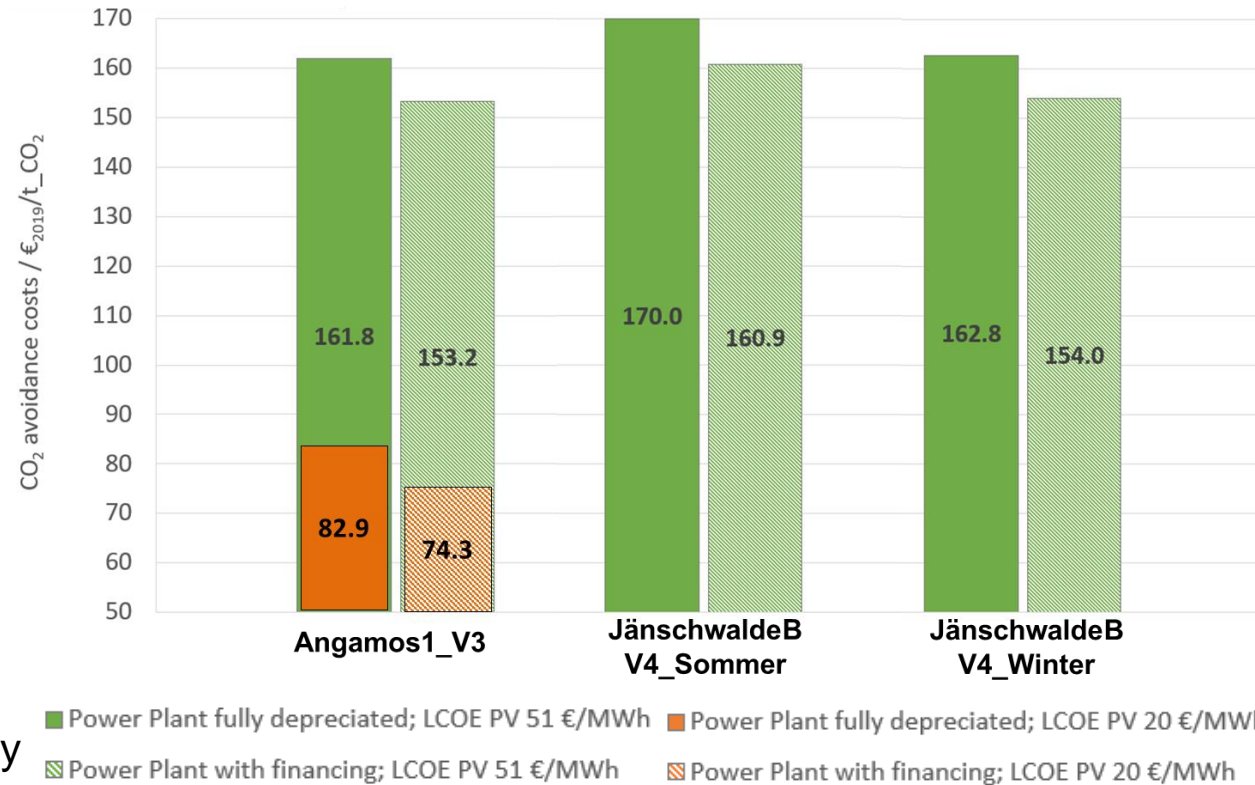
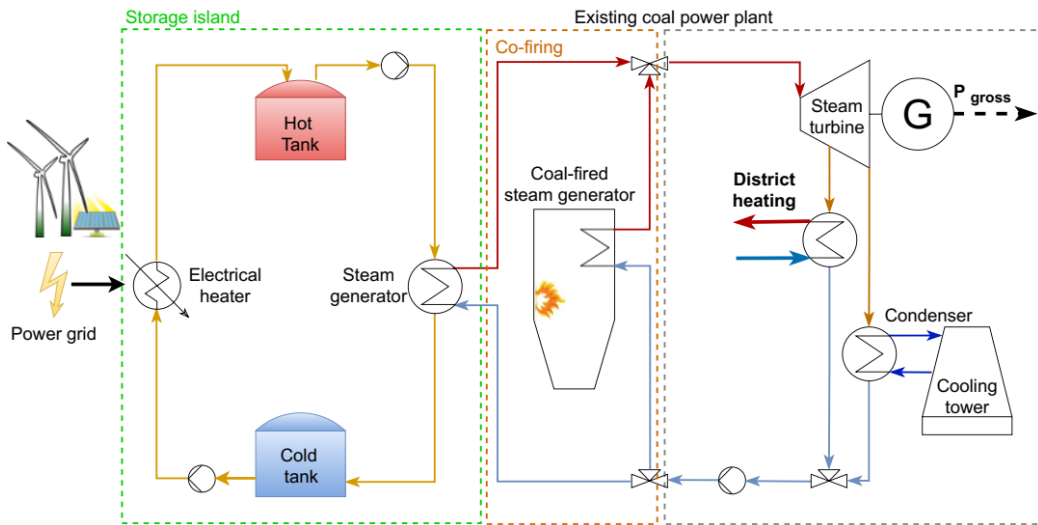
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- Round-trip efficiency ~40%
- District heating can also be provided

TEEA results supporting Energy transition options

2nd life coal power plants

Revamp costs / benefits

Heat-storage power plant (HSPP), option for global power supply transition



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 - Examples: Angamos, Chile & Jänschwalde, Germany
 - Angamos: **better PV potential** than Jänschwalde

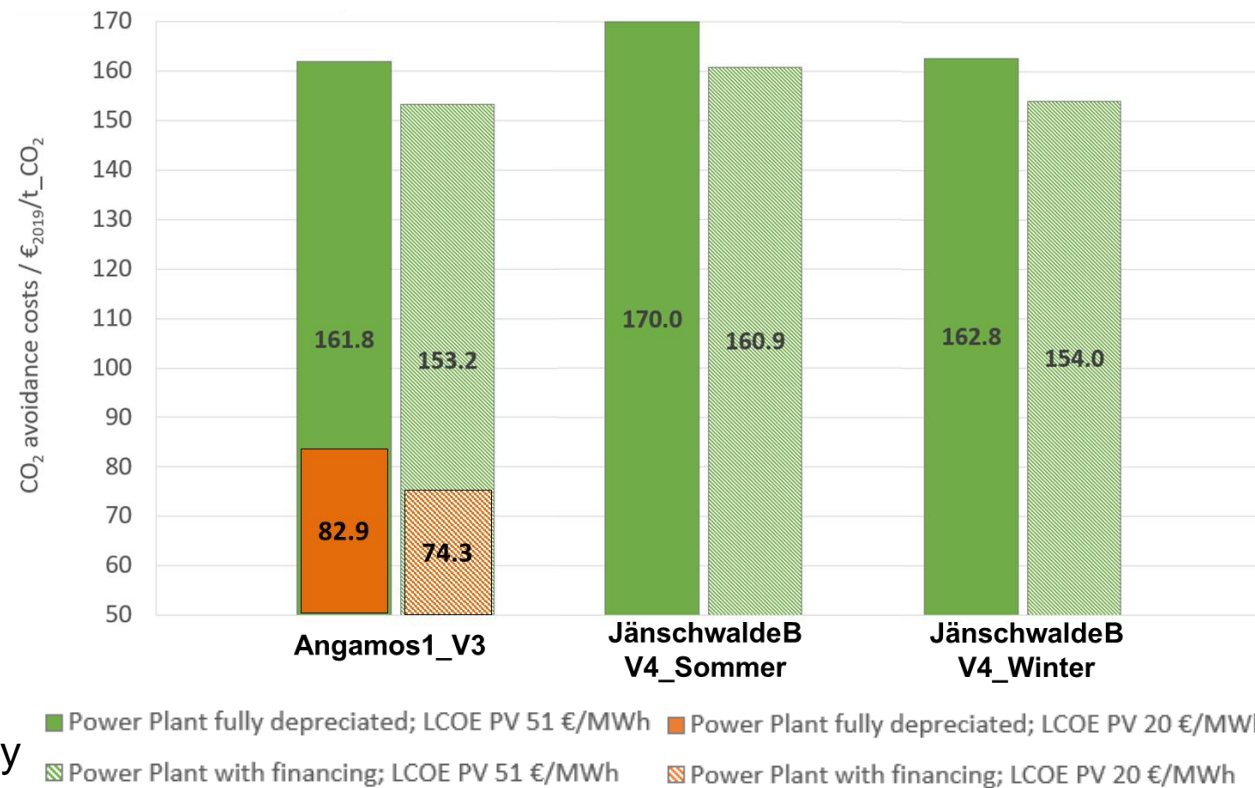
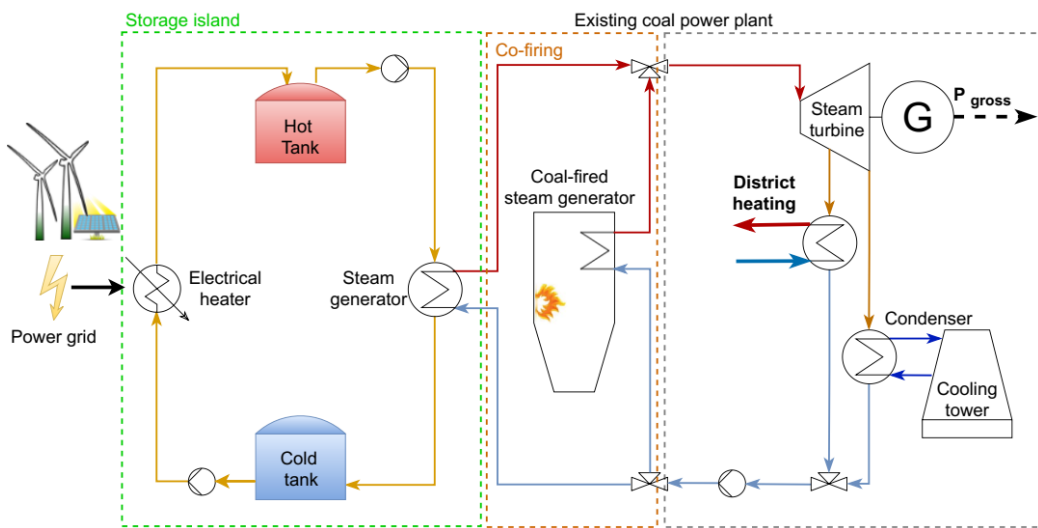
TEEA results supporting Energy transition options

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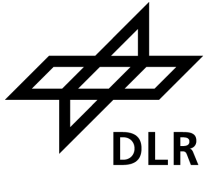
Yoga Rahmat @ processnet:
Energy Transition XYZ
Next conference?

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TEEA results supporting Energy transition options



Summary

- Transparent, standardized techno-economic and environmental assessment of renewable energy applications is key for societal acceptance
 - Renewables often not competitive to fossil energy → subsidies, regulation?
- Valid process simulation is the basic requirement for valid assessment
- All assumptions and boundary conditions must be disclosed
- Most process equipment have viable rough cost data, new equipment needs adaptation
- DLR methodology is widely accepted for different questions regarding energy transition
 - Examples are presented in detail e.g. at the ProcessNet
- Energy transition includes energy usage (transport, industry, ...) – partners requires



TECHNO-ECONOMIC AND ENVIRONMENTAL ASSESSMENT OF ENERGY TRANSITION OPTIONS

Thanks to the team.
Thank you for your attention.
Questions?

Sandra Adelung, Felix Habermeyer,
Nathanael Heimann; Simon Maier,
Francisco Moser, Moritz Raab,
Yoga Rahmat, Julia Weyand,
Ralph-Uwe Dietrich

