Linking techno-economic modeling of Europe's electricity sector to large-scale CCS infrastructure optimization

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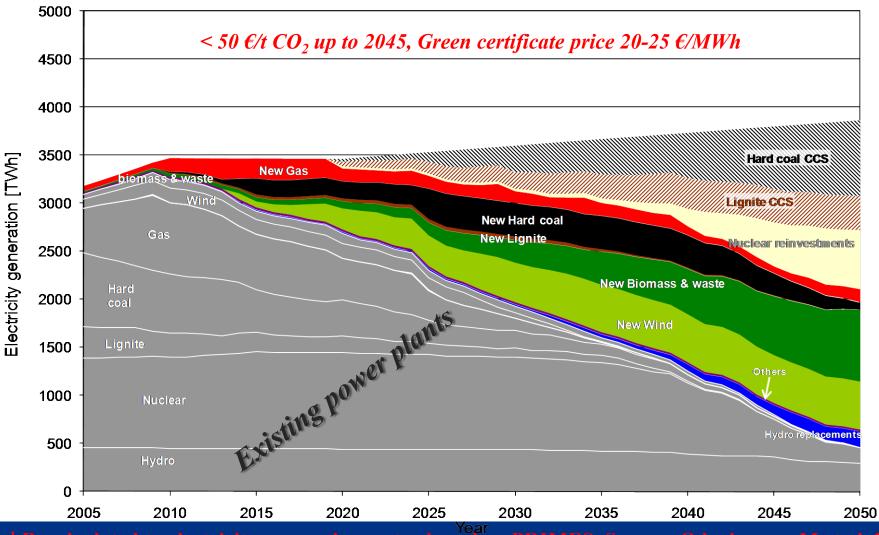
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Aim & Methodology

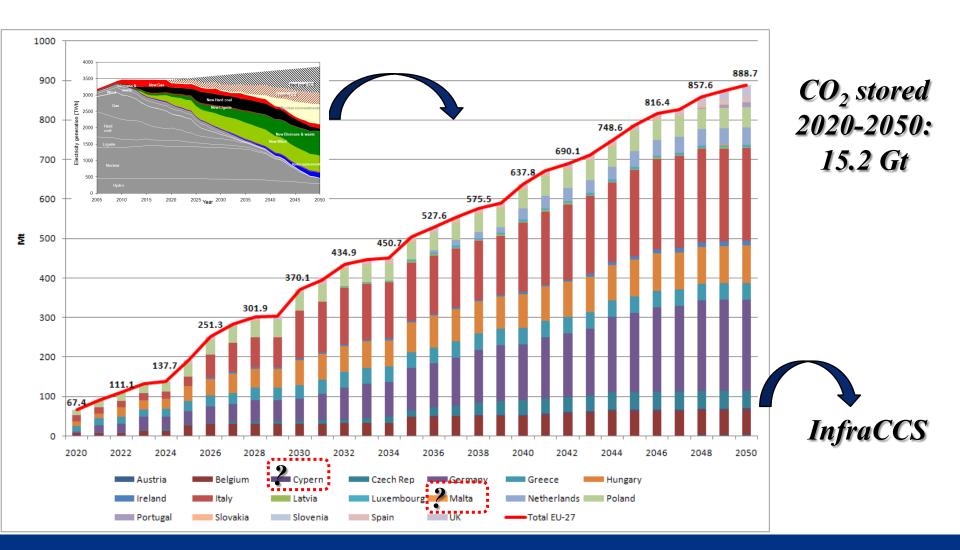
- To investigate implications of introduction of CCS in the European electricity supply system
- To perform a regionalized study, i.e. down to each member state
- To develop a methodology which can link technoeconomic modeling in the electricity sector with a CCS infrastructure analysis
- Methodology:
 - Chalmers ELIN: Modeling the electricity sector
 - JRC InfraCCS: Providing bulk CO₂ transport system
 - Chalmers: Developing detailed CO₂ transport system based on InfraCCS providing new input to ELIN and InfraCCS

Techno economic modeling by ELIN for EU-27 (plus Norway) EU 20-20-20 target¹ by 2020, 85% CO₂ reduction by 2050



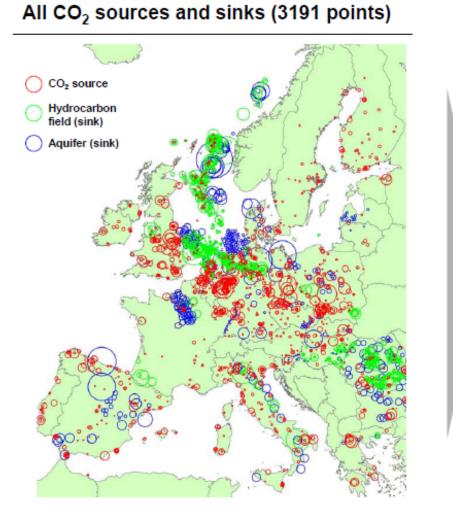
¹ Recalculated to electricity generation sector based on PRIMES. Source: Odenberger, M et al, 2010

ELIN model provides annual CCS capacity and CO₂-flow by <u>fuel</u> <u>and by country</u>

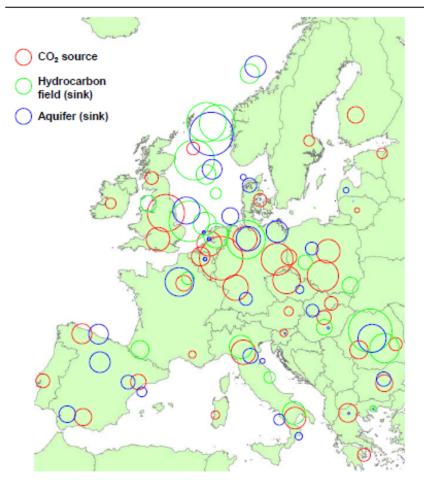


The InfraCCS model optimizes a bulk CO₂ pipeline network 'k-means Improved clustering of Delaunay pipeline cost sources and triangulation model sinks Reduction of computational complexity $O(2^{N^2dt})$ $\longrightarrow O(2^{n^2dt}) \longrightarrow O(2^{3ndt}) \longrightarrow O(2^{3nt})$ ~10³⁶⁰⁰ ~10⁶⁰⁰⁰⁰ ~10⁴⁵⁰ 24000000 possible pipeline possible pipeline possible pipeline possible pipeline configurations configurations configurations configurations Existing models JRC InfraCCS N : total number of sources and sinks Can be solved on a n : number of nodes (after clustering sources and sinks) standard laptop! d : number of possible pipeline diameters t : number of time steps

"k-means" clustering of sources and sinks

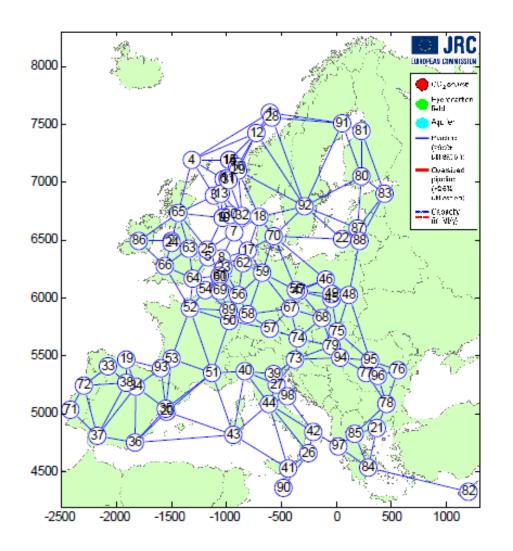


Clusters identified by k-means (101 nodes*)



* The number of clusters (nodes) is chosen such that CO₂ sources and sinks are on average less than 75km away from the nearest cluster centre

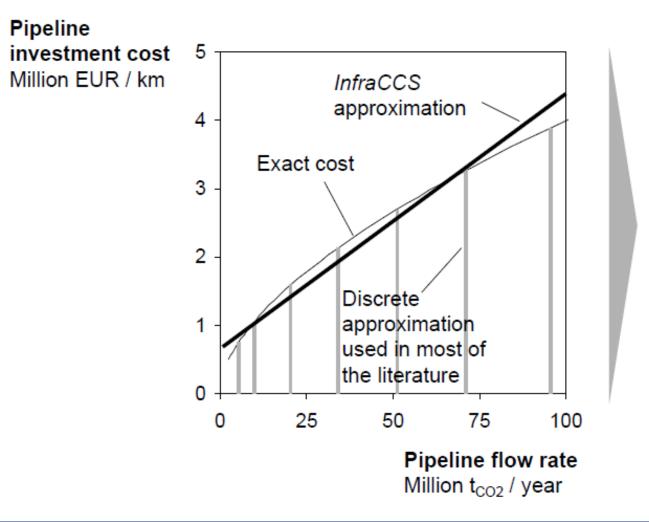
Delaunay triangulation



 Previous research (e.g. Middleton & Bielicki, 2009, and van den Broek et al., 2009a/b) considers possible connections between all sources and all sinks, which leads to excessive computational complexity

 The InfraCCS model uses the Delaunay triangulation algorithm in order to connect each node only to its natural neighbours

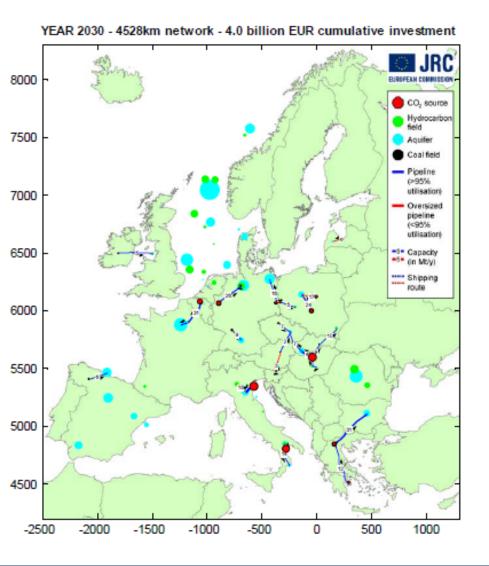
Pipeline costing model

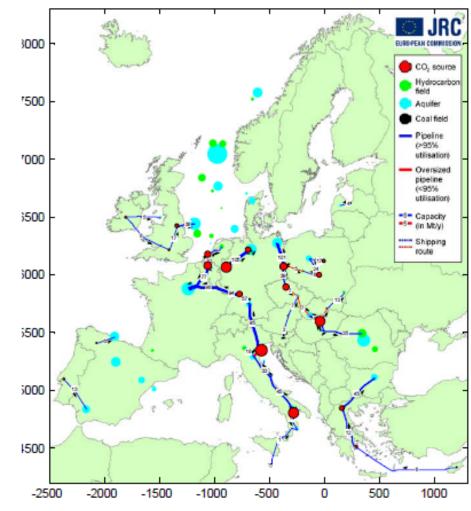


- Previous literature considers a discrete set of possible pipeline diameters, which may create artifacts and leads to computational complexity
- The pipeline costing model in *InfraCCS* allows a continuous set of possible diameters
- The linear approximation provides an accurate fit, while allowing for simplified optimisation model formulation

YEAR 2050 - 10302km network - 13.7 billion EUR cumulative investment

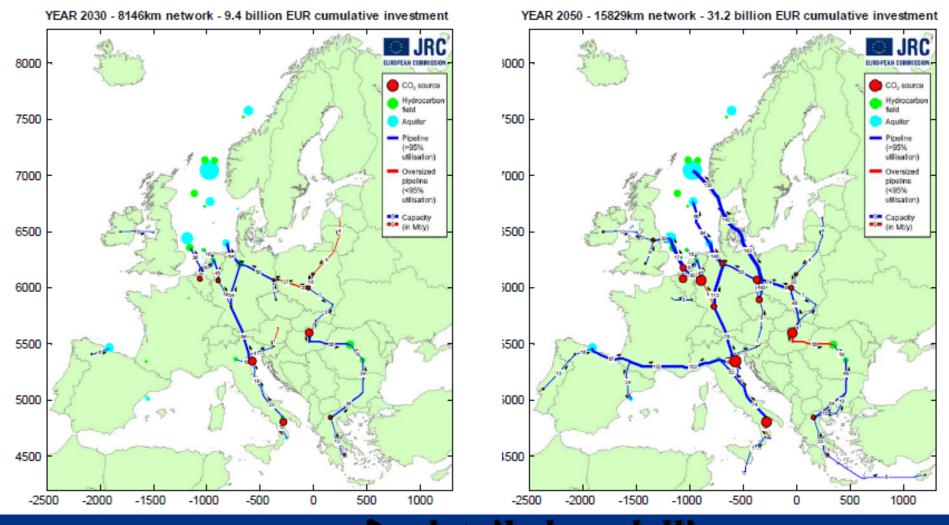
InfraCCS result 1 – storage in onshore aquifers allowed





detailed modelling

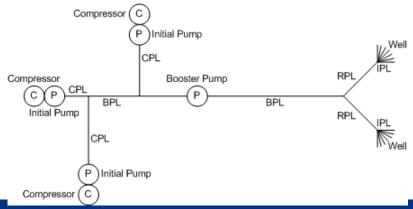
InfraCCS result 2 - no storage in onshore aquifers



detailed modelling

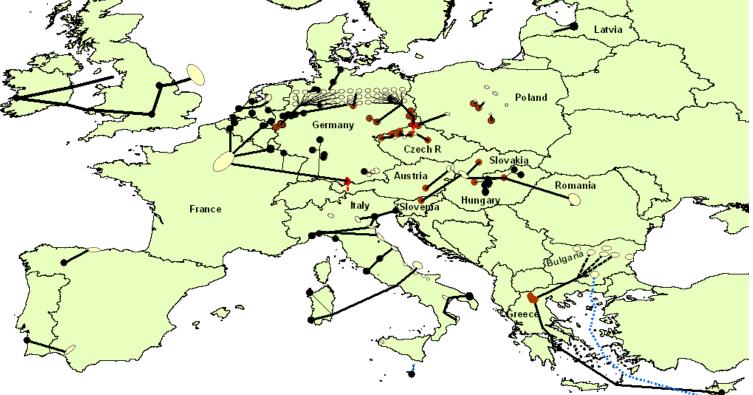
Detailing the bulk CO₂ network provided by InfraCCS

- ELIN provides <u>annual</u> CO₂-flow by <u>fuel</u> and by <u>country</u>
- Existing plants replaced by CCS plants based on age this gives the geographical distribution of sources.
- Capture sites together with Chalmers CO₂ storage database define the transport network.
- 4 Pipeline modes; Collection Pipelines, Bulk Pipelines, Reservoir Pipelines, Injection Pipelines*.
- Cost calculated based on 2 equations updated according to IHS CERA UCCI; IEA 2005 and IEA 2007 (2007 based on in-house data from AMEC).
 - System boundary:
 - ✓ Compression included in capture cost
 - ✓ Well included in storage cost



* Depends on injectivity - Chalmers applies 1 Mtpa per well

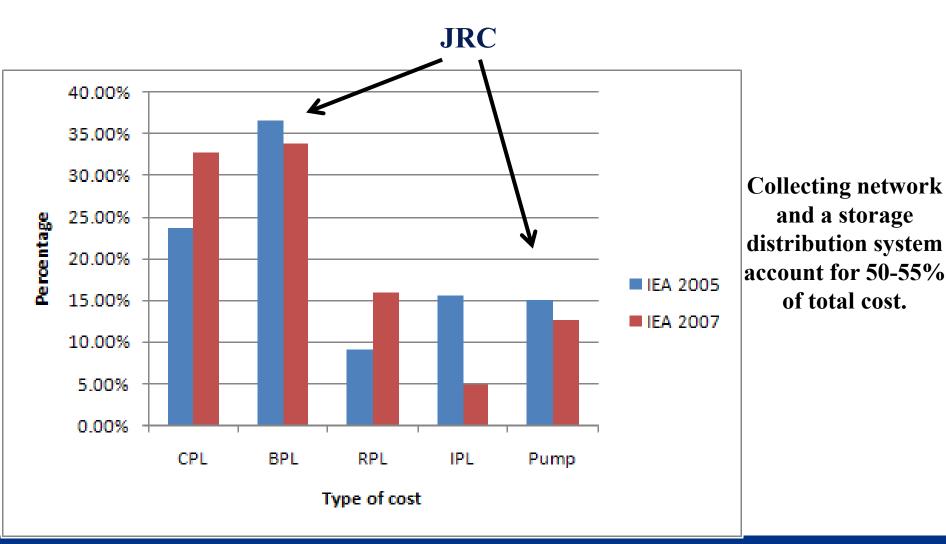
Detailed network - Storage in onshore aquifers allowed



- Network length: 14,900* 15,800 km (ship*/no ship) (InfraCCS bulk only: 10,300 km)
- Total Investments: € 26.8 € 36.2 billions (InfraCCS € 13.7 billion)
- System Specific Cost: $\in 4.43 \notin 5.45$ per ton CO₂
- Country specific cost (excl Cyprus/Malta): \in 1.5 \in 25.9 per ton

* In addition 1,200 km boat trip Cyprus-Bulgaria

Distribution of System Specific Cost



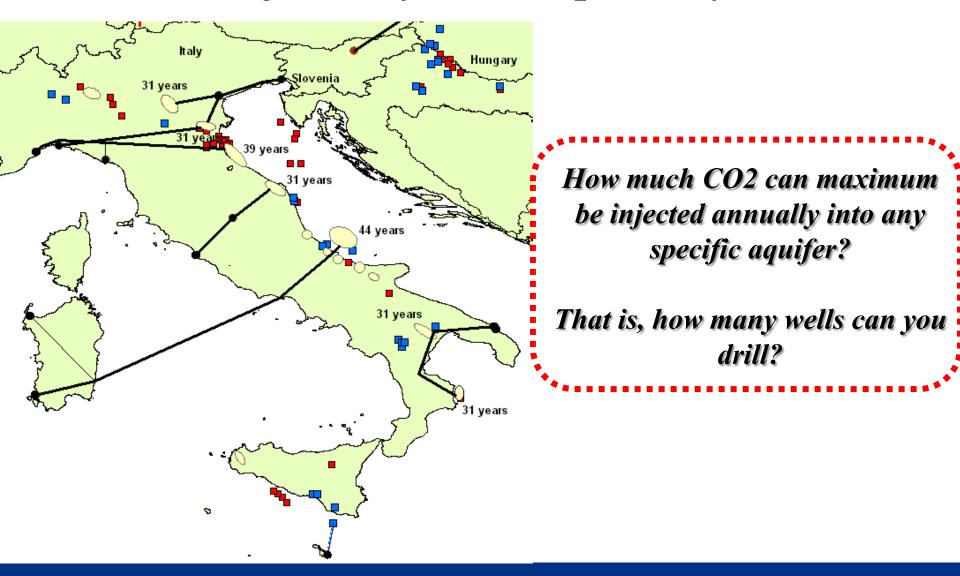
Main issues

• "Erroneous" model results

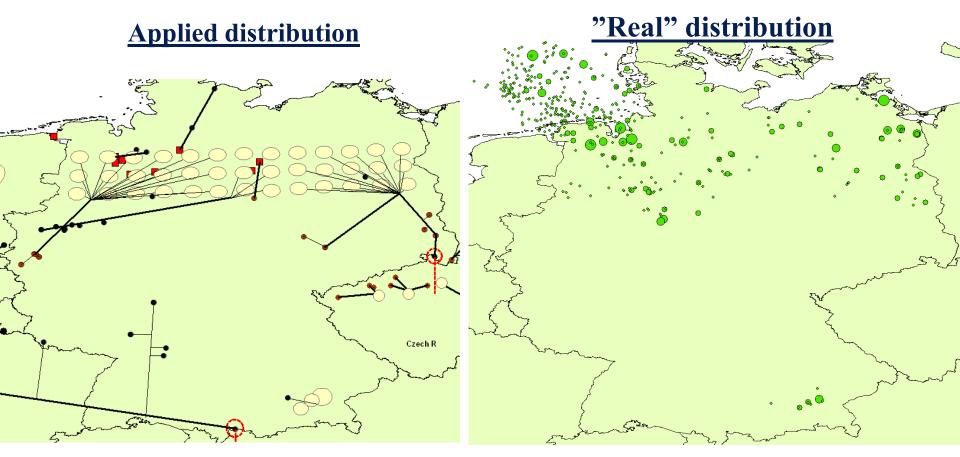
• Injectivity

• Geographic distribution of storage sites and storage capacity

Injectivity – example Italy



Distribution of storage sites/capacity – example Germany



Assumed storage capacity of 100 Mt per reservoir

74 aquifers > 49 Mt capacity, combined capacity 10.7 Gt (36 aqf > 99 Mt, 8 Gt)

Source: BGR 2010, Greenpeace 2011

Conclusions

- The exercise has so far proved useful to validate and improve the models.
- Although storage capacity in EU appears to be large, accurate capacity figures are lacking and storage capacity is unevenly distributed among countries and onshore/offshore location but distribution of appropriate storage capacity will to large extent decide the network.
- Reservoir injectivity key for design of a transport and storage infrastructure and thus also vital with regard to cost
- Assuming no storage in onshore aquifers will raise total investments by almost 130% for the bulk (backbone) system alone.
- Collecting systems and distribution networks account for roughly 50% of total transport cost
- Specific cost for the entire system range between € 4.4 and 5.5 while specific cost by country range from € 1.5 to € 25.9

Future work

- Models will be adjusted to exclude "erroneous" results.
- Models will be further improved and developed based on future results
- Germany will be recalculated based on known distribution of storage sites.
- The "injectivity" problem will be resolved and transport networks adjusted accordingly.
- The case of "no storage in onshore aquifers" will be calculated