Linear Models for Optimization of Infrastructure for CO₂ Capture and Storage

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1

Background and motivation

The 'eTransport' model

- Formal optimization model with several types of energy carriers, sources, transmission, conversion and demand
 - Expansion planning optimize infrastructure investments subject to multiple fuels, emissions and energy products
 - Full geographic representation of cables, lines, pipes
 - Identify mutual influence and dependency between alternative energy systems
 - Windows graphical user interface

How will profitability of gas pipelines and power plants change if infrastructure for CCS is included in the investment analysis?

- Challenge #1: Include mass flow [tonne/h] in the network structure, transforming eTransport into a multi-commodity optimization model
- Challenge #2: CCS components need energy supplies to operate in addition to the input and output mass flows of CO₂



The eTransport model

- Combined optimization of operation and investments in multiple energy carrier systems
 - From hourly operation to investment horizon of several decades
 - Energy flow (MWh/h)
 - Now: Mass flow (tonne/h)

Physical infrastructure and geographic distance included

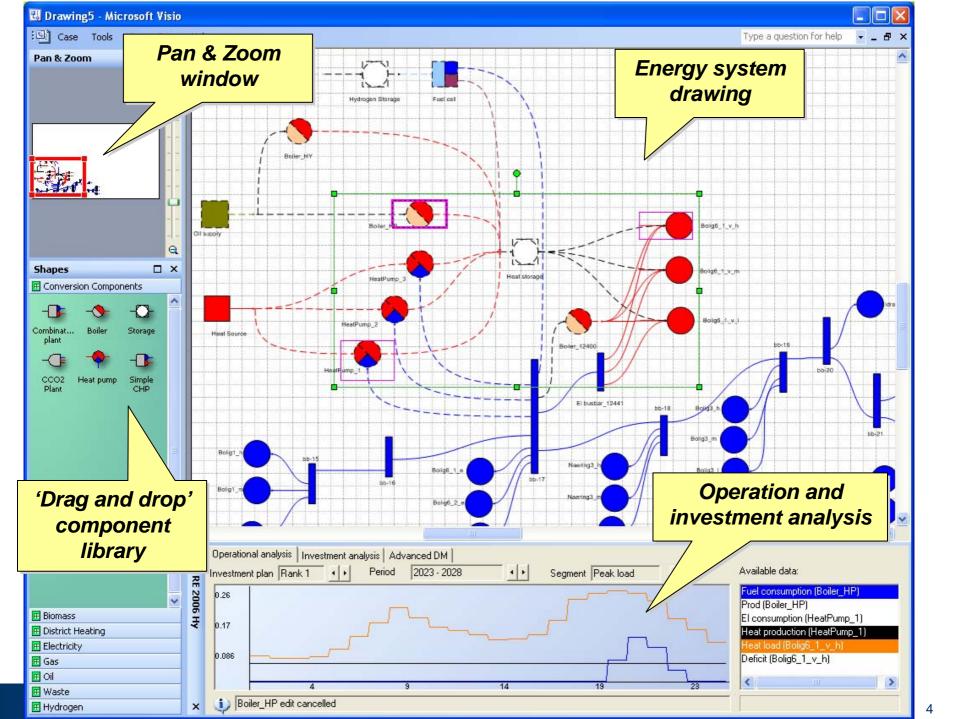
- Lines/cables for electricity, pipes for gas, district heating, CO_2 etc,
- Road/rail for biomass, waste etc,
- Ship for LNG, LPG, CO₂ etc

Full graphical user interface in Windows

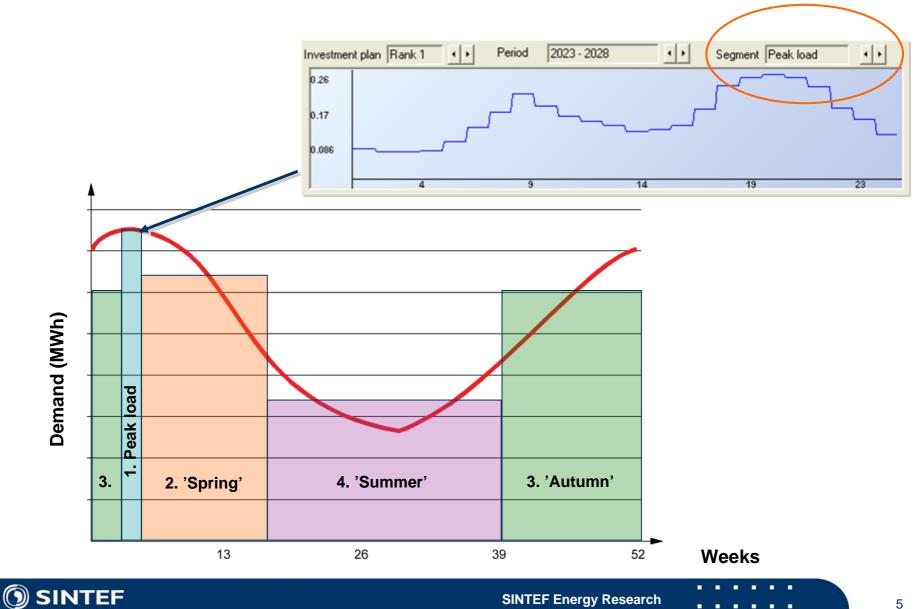
- "Drag and drop" model building
- User dialogs
- Graphical display of results

Modular design enables easy replacement and addition of technologies



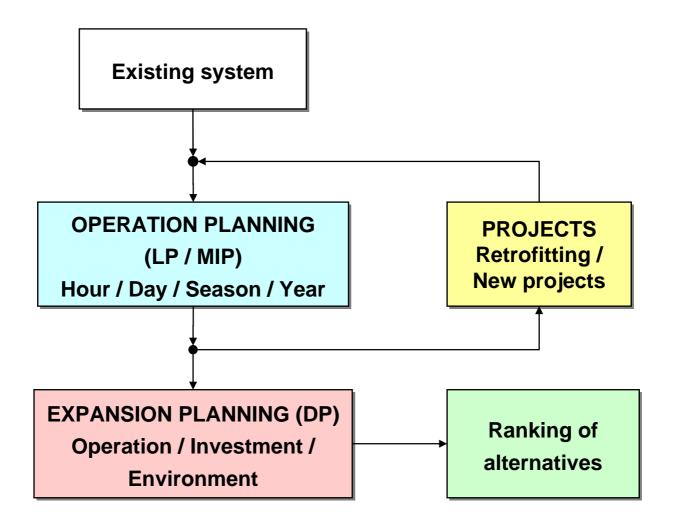


Flexible load segments with hourly time-steps



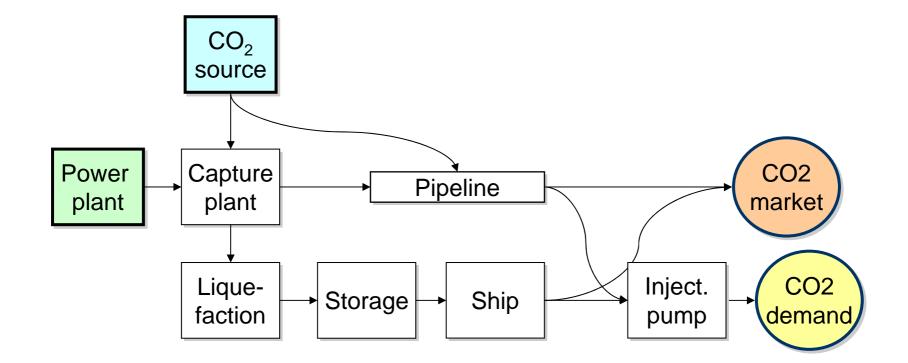
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Operation and expansion planning





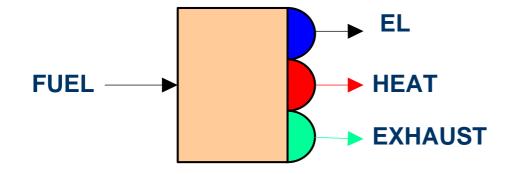
Relevant technology modules in the CO₂ Value Chain



- Any number and combination of modules is possible



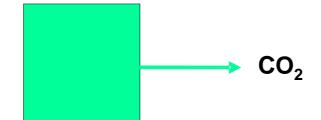
Power plant with exhaust outlet



- Base load CCGT power station
- The fuel is converted to electricity and heat (optional)
- Exhaust gas with a certain CO₂-concentration is produced
- The optimal amount of el. and heat is produced according to demand and market price



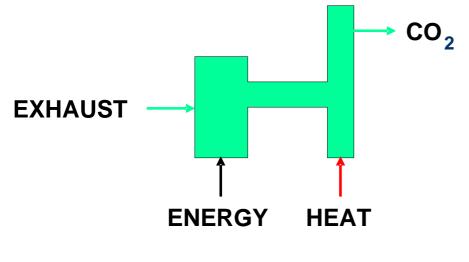
Generic CO₂ (or exhaust) source



- Pure CO₂ supplied from outside the system boundary at a given price
 - The price can be negative if someone is willing to pay for disposal of CO₂
- Can also represent an exhaust gas from industry with a certain concentration of CO_2 . The supply is then connected to a **capture plant** where the CO_2 is separated from the exhaust gases



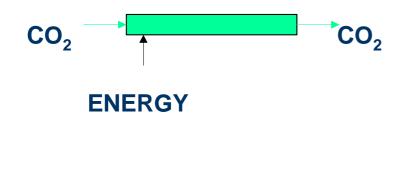
CO₂ capture plant



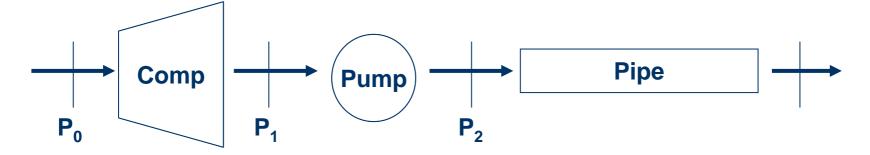
- Post combustion module independent of power plant and source(s)
- Absorber: MEA. Requires mechanical energy (el/gas). Size and cost depend on the total amount of flue gas and the CO₂ concentration
- Stripper: Regeneration of MEA by increasing the temperature. Low quality heat can be used; steam 150°C
- Chemicals are required to reduce water, SOx, NOx and other pollutants than might influence the capture process
- Producing a highly concentrated CO₂stream (>99%)



CO₂ pipeline

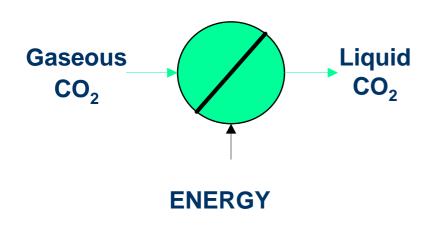


- Module includes both compressor, pump and pipeline
- The user specifies required inlet pressure, outlet pressure, diameter and length
- Increasing the pressure to ~80 bar (liquid CO₂) using compressors
- Further compression is done by pumps
- Energy supplied can be electricity or gas, the efficiency is adjusted according to the energy carrier
- Cannot be used as intermediate storage





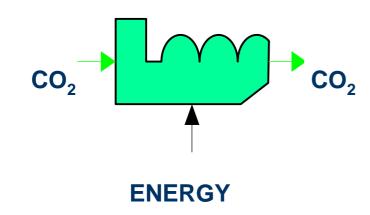
CO₂ liquefaction plant



- Large scale transport of CO₂ by ships favours operating conditions close to CO₂'s triple point where the density is fairly high, approx. 70 bar
- The liquefaction is done by compression in several steps followed by expansion and cooling
- Energy supplied can be electricity or gas, the efficiency is adjusted according to the energy carrier



CO₂ ship transport



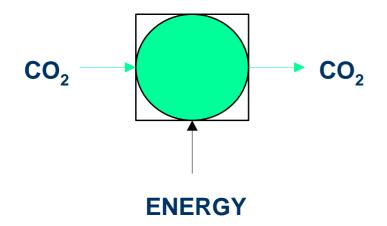
- Similar to LPG transport
- Liquid CO₂

 $T = -50 \ ^{o}C$

- Currently, a simplified approach using continuous transport module with average flows of CO₂ and energy
- Required energy is calculated using the transportation length, speed and the hours needed for loading etc
- Energy supplied can be oil, gas or electricity
- If investment costs are very uncertain, the user can lease the ship for an hourly/daily rate

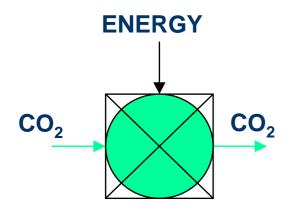


CO₂ intermediate storage



- Intermediate storage capacity may be needed at several stages in the transport chain
- In particular, ship transportation as a discrete process requires storage
- 1,5 *capacity of ship
- Energy supplied can be electricity or gas; the efficiency is adjusted according to the energy carrier

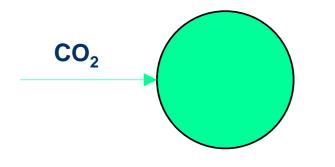
CO₂ injection pump

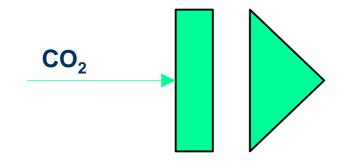


- Pump for injection of CO₂ into oil wells or other underground storage
- The energy requirement is a function of the well head pressure
- Can be used after transportation by ships or pipelines
- The energy requirement is higher after ship transport than after pipelines
- Investment cost of offshore modifications can be included



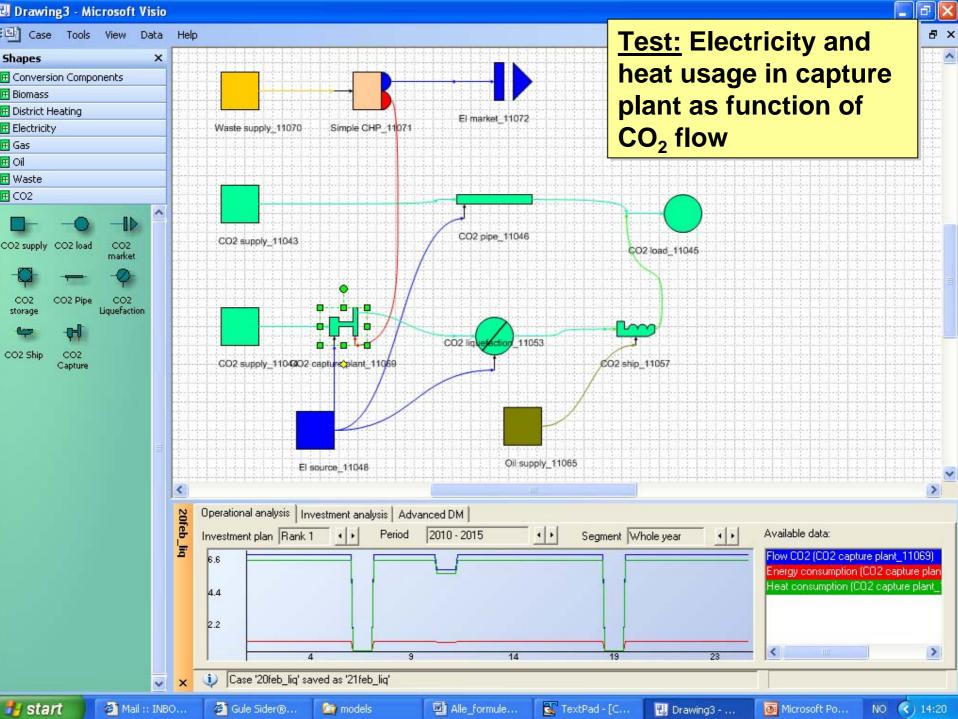
CO₂ demand (given quantity) and market (given price)



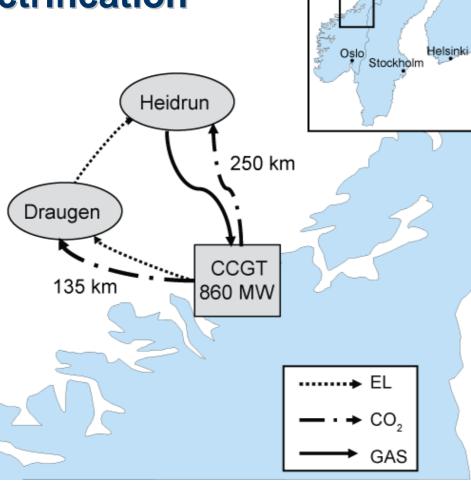


- If there is a given demand of CO₂ this is represented by a CO₂ load module.
- The load requires a certain quantity of CO₂ [tonne/h] - e.g. an oil field that needs CO₂ for Enhanced Oil Recovery
- Penalty cost for non-delivery
- A CO₂ market can be industry or an oil field willing to pay for CO₂-delivery
- An aquifer for storage of CO₂ can be modeled as a market with a negative price to cover the injection costs
- No obligation to deliver





Regional case with CO₂ capture, EOR and offshore electrification



Case objectives

- Compare gas fired power plants with and without CCS
- Taxes and emission penalties
- Market price of CO₂
 delivered to platform
- Ship transport versus pipelines
- Optimal pressure in pipelines
- NB: Highly fictive case using best available data (2006)

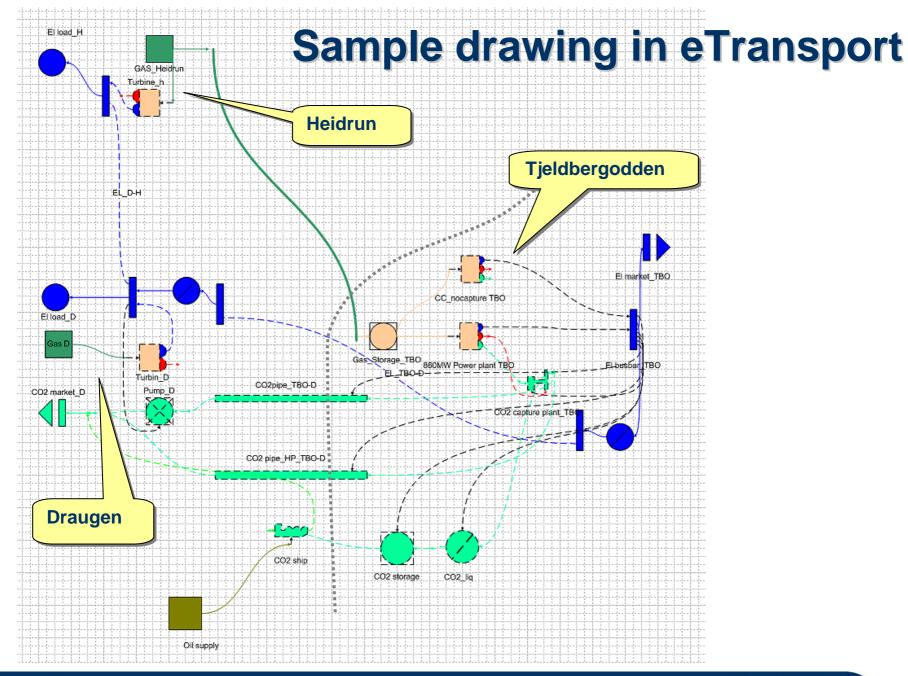


Case parameters

	Investment [mUSD]	Operation [mUSD/year]	Lifetime [years]
Power plant 860 MW	409	62	25
Capture plant	240	37	25
CO2 pipeline			
to Draugen (135 km) - Low pressure - High pressure	162 180	3.2 3.6	30 30
to Heidrun (250 km) - Low pressure - High pressure	233 261	4.6 5.2	30 30
Ship (15 000m ³)	46	2.3	30
Liquefaction	76	3.8	30
Storage (24 000 m ³)	60	1.2	30
Injection-pumps + equipment offshore			
- gas turbines	-	20	-
- after pipelines	8	0.2	30
- after ship transport	33	0.6	30
Electricity cable			
- to Draugen	46	0.7	30
- Draugen-Heidrun	34	0.5	30



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Initial results and sensitivities

- Power plant with CCS not competitive with conventional power plant with initial assumptions
- Overall CO₂ tax has to exceed 69 USD/tonne CO₂ to make investments in CCS competitive with a conventional power plant (today 15.4 USD/tonne CO₂)
- The price of pressurized CO₂ delivered to Draugen must exceed 90 USD/tonne to make CCS competitive with conventional power plant
- Average electricity price below 52 USD/MWh makes offshore electrification competitive
- Transportation: High pressure pipeline is best, closely followed by low pressure pipe including gas fuelled injection pump and finally ship transport



More complicated case

Additional assumptions

- EOR possible both at Draugen and Heidrun, but in different time windows
- Demand for CO₂ for EOR at Draugen lasts only from 2010 to 2020, replaced by a demand at Heidrun the same year
- Oil production at Draugen is expected to end in 2025, leading to zero energy demand at Draugen after 2025
- EOR is expected to prolong the production at Heidrun to 2030

Main results

- Due to the reduced lifetime of Draugen field, investments in electrification are not competitive. The electricity is sold to the Nordic market instead
- The best solutions are to build CO₂ pipelines to Draugen in 2010 and to Heidrun in 2020
- Low pressure pipelines are chosen before high pressure pipelines; injection pumps get energy from offshore gas turbines
- Intermediate solution with no CO₂ pipeline to Heidrun
- Less competitive solution with one CO₂ ship operating first to Draugen, then to Heidrun



Summary

- Energy planning model 'eTransport' optimizes infrastructure investments subject to multiple fuels and energy products
- To be able to include infrastructure for CCS in the investment analysis, mass flow [tonne/h] is introduced in the network structure, and each component receives external energy supply to operate
- Relevant technology modules in the CCS value chain implemented in a mathematical framework consistent with models for gas, electricity and heat
- The purpose of the framework is comparison of different design options not a detailed system design
- Tested on fictive case studies with best available data
- Further work and better data needed to test the models and include more technologies



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