

INTEGRATED PROCESS TECHNO-ECONOMIC EVALUATION AND FLEXIBLE POWER-TO-DME OPERATION MODE

<u>A. Poluzzi</u>, G. Guandalini, C. Elsido, E. Martelli, P. Chiesa, M. C. Romano Politecnico di Milano, Department of Energy



FLEDGED final workshop, 27-29/10/2020



Baseline configuration (F1)



- Woody biomass with <u>45%_w moisture</u>
- <u>Belt dryer</u>: dried biomass with <u>15%, moisture</u>
- Heat recovery steam cycle: designed with <u>rigorous</u> <u>optimization techniques</u>

- <u>SEG temperature</u>: 716°C --> <u>tuned to</u> <u>have M=2</u> upstream SEDMES
- Steam-to-carbon = 1.5 (molar);
- SEG model validated against: (i) experimental data from <u>University of</u> <u>Stuttgart</u> pilot plant, (ii) 3D simulation results by <u>LUT</u>

- Reformer temperature: 800°C
- Conversion: 90% CH₄, 100% tar
- Raw syngas: H_2 65.6%; CO_2 14.6%; CO 9.0%; **CH₄ 8.6%**; C_xH_y 2.1% [%_{mol} dry inert free]
- Reformed syngas: H_2 71.1%; CO_2 14.9%; CO 13.3%; **CH₄ 0.68%**; C_xH_y 0.0% [%_{mol} dry inert free]

- SEDMES temperature: ~250°C (PSA system with boiling water reactors)
- SEDMES pressure: 25 bar
- SEDMES modelled by using outputs from <u>TNO</u> rigorous modelling.
- DME purity: 99.9 %_w





BECCS configuration: SEG with oxy-combustion (F2)



- Oxy-combustion in the combustor -> BECCS leading to <u>negative emissions</u>
- Calculated as retrofit of the baseline configuration:
 - Same SEG reactors cross-section
 - > Exhaust gas recirculation adjusted to maintain the design volumetric flow rate at combustor





Flexibile configuration: power & biomass-to-DME (F3)





Enhanced operating mode: with hydrogen addition







Flexibile configuration: power & biomass-to-DME (F3)

Plant units <u>designed</u> and <u>operated</u> by taking into account an <u>intermittent</u> use of the <u>electrolyzer</u> (-> turned on when electricity price allows an economically viable marginal DME production)

Baseline operating mode:

- SEG temperature: **716°C**
- Raw syngas: H₂ 65.6%; CO₂ 14.6%; CO 9.0%; CH₄ 8.6%; C_xH_y 2.1% [%_{mol} dry inert free]
- Reformed syngas: H₂ 71.1%; CO₂ 14.9%; CO 13.3%; CH₄ 0.68%; C_xH_y 0.0% [%_{mol} dry inert free]

Enhanced operating mode:

- SEG temperature: 772°C
- Raw syngas: H₂ 52.0%; CO₂ 24.1%; CO 15.1%; CH₄ 7.0 %; C_xH_y 1.8% [%_{mol} dry inert free]
- Reformed syngas: H_2 59.1%; CO_2 21.7%; CO 18.6%; CH_4 0.58%; C_xH_y 0.0% [%_{mol} dry inert free]







Technical performance

Configuration	Baseline (F1)	BECCS (F2)	Flexible (F3)
Carbon efficiency (CE), %	36.59%	35.37%	58.32%
Biomass-to-DME efficiency ($\eta_{F,global}$), % (LHV basis)	58.52%	56.55%	65.7%
Power-to-DME efficiency (n _{P2F}),%	-	-	53.03%
Net electric power output, MW _{el}	2.59	1.71	-61.90

BECCS:

- About 60% of feedstock carbon is <u>captured</u> and <u>permanent stored</u> -> negative emissions.
- <u>Higher oxygen demand</u> (more than 5 times compared to baseline) due to oxy-combustion.

Flexible:

- Hydrogen addition allows to <u>retain the maximum amount of carbon</u> in the syngas (increase CE and η_{F,global}) and to have <u>higher</u>
 <u>DME production</u> (+ 47% more than baseline).
- <u>Electricity</u> is converted <u>into DME</u> with η_{P2F} =53% (assumed electrolyzer efficiency: 0.64 MW_{LHV}/MW_{el}).
- Maximum power consumption of the electrolyzer: about <u>60% of the biomass LHV input</u>.





Economic feasibility of electrolyzer operation and installation

- Cumulative electricity price during the year (green line).
- Average electricity price vs. capacity factor (red line).
- Short term willingness to pay (yellow line). Breakeven OPEX: revenues from DME selling = cost of electricity + cost of water.
- Long term willingness to pay (blue line). Maximum electricity price to breakeven the total costs: revenues from DME selling = electrolyzer CAPEX (assumed 630 €/kW) + OPEX.







Economic feasibility of electrolyzer operation



 \rightarrow Enhanced operation at high capacity factors if DME selling price is in the range of fuels for mobility.





Economic performance



- Baseline: most of the annual cost is due to investment capital and biomass costs.
- BECCS: <u>larger ASU and CO₂ compression</u> leads to higher <u>capital cost</u> (-> higher LCOF compared to baseline).
- Flexible: the <u>electrolyzer</u> increases annual capital and <u>electricity costs</u> (-> higher LCOF compared to baseline).





Economic performance: lower the LCOF

A Electrolyzer: C Electrolyzer: 30 • Capital cost: <u>400 €/kW_{el}</u> Capital cost: 630 €/kW_{el} A - Reference case [€/@] 28 (CF=80%) • Efficiency: 0.64 MW_{1 HV}/MW_{el} Efficiency: <u>0.71 MW_{LHV}/MW_{el}</u> 26 • CF: 80% DME production cost w/o bio • CF: 80% B - îî CF 24 (CF=90%) Other units: 100% CAPEX Other units: 100% CAPEX 22 C - 1 electrolyzer D Electrolyzer: (CF=80%) 20 Capital cost: 630 €/kW_{el} 18 **B** Electrolyzer: D - I investment • Efficiency: 0.64 MW_{LHV}/MW_{el} (CF=80%) Capital cost: 630 €/kW_{el} 16 • CF: 80% • Efficiency: 0.64 MW_{LHV}/MW_{el} 14 E - û electrolyzer Other units: 70% CAPEX • CF: 90% ↓ investment 12 (CF=90%) Other units: 100% CAPEX 10 20 30 40 50 0 **E** Electrolyzer: Average electricity price in enhanced operation [€/MWh] Capital cost: 400 €/kW_{el}

- The improvements in <u>capacity factor</u> (CF) are beneficial, but for <u>CF > 80%</u> the <u>advantages</u> given by a flexible plant are <u>reduced</u>.
- By improving the <u>electrolyzer technology</u>, the DME production cost <u>reduces by</u> about <u>10%</u>.
- By combining the improvements in the <u>electrolyzer technology</u> and the <u>reduction in CAPEX</u> of the other plant units, the DME production cost <u>decreases by</u> about <u>7 €/GJ</u>.



• Efficiency: 0.71 MW_{1 HV}/MW_{el}

Other units: 70% CAPEX

• CF: 90%

Economic performance: total annual revenues



- Plants with CCS <u>need revenues</u> from <u>CO₂ storage</u>.
- The higher the yearly production, the steeper the line \rightarrow plants with <u>high yearly production</u> benefit more from <u>high selling price</u>.
- <u>High DME selling price</u>, <u>optimistic Capex</u> and <u>high carbon tax</u> (for BECCS case) are needed to make FLEDGED system economically competitive.





- The flexibility of FLEDGED solutions offer opportunities of improving the economic performance of biomass-to-DME plants.
- The integration with water electrolysis is a key factor to obtain high fuel yield, high carbon efficiency and potentially high revenues for biofuel plants. For fuel selling price in the range of transportation fuels (i.e. properly subsidized), the electrolyzer can operate with high capacity factors (>80%).
- <u>BECCS</u> configuration is interesting just in case of a <u>high carbon tax</u> and as a <u>retrofit</u> option in case of indirect gasification.
 For new plants, direct oxygen-blown gasification would be economically preferable.





- Validate experimentally the <u>SEG-filtration-reforming system</u>, aiming at <u>high carbon conversion</u>, <u>high filtration</u> <u>temperature</u> and <u>low S/C ratio</u>, in order to decrease the O₂ consumption.
- Explore options to <u>reduce the CaCO₃ makeup</u> by proper material selection, sorbent pretreatment to improve the mechanical properties and selective sorbent/ash separation for ash-rich feedstocks (e.g. refuse derived fuel).
- <u>Improve the economics of the SEDMES process</u> by optimizing the SEDMES cycle to improve yield and productivity.







This project has received funding from the European Union's Horizon 2020 research and innovation programme under grant agreement N° 727600





