



Bioliqids-CHP
Power generation from Biomass

Bioliqids CHP: Technical and Economic Assessment

Brussels, 8 November 2011

Alejandro Alcala and Tony Bridgwater
Bioenergy Research Group
Aston University, Birmingham B4 7ET, UK

Aston University
Birmingham



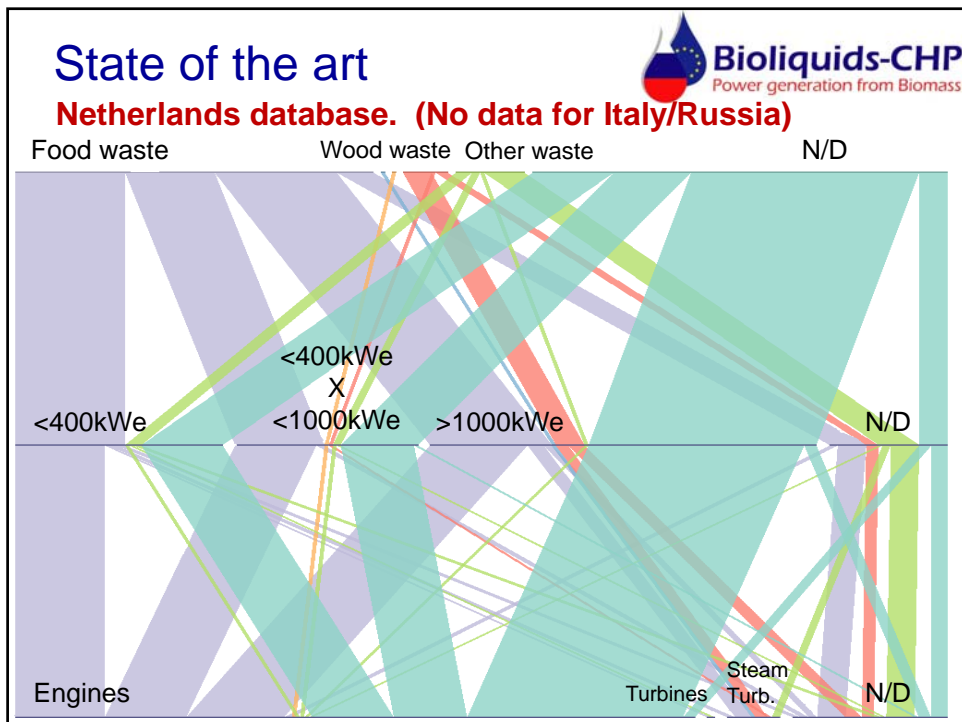
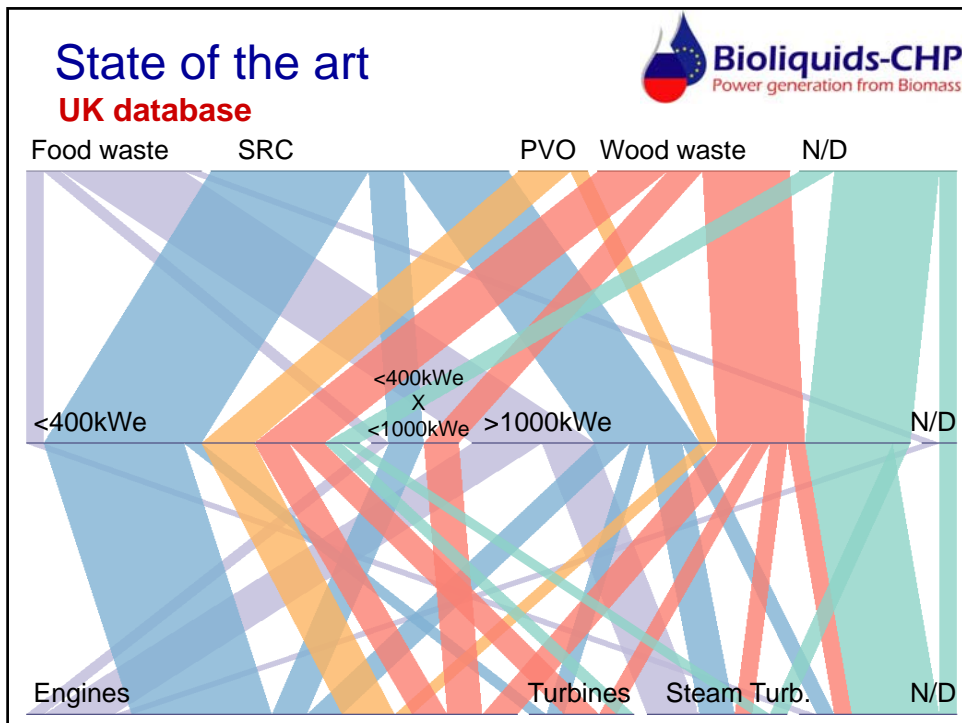
Objectives

1. State of Art of biomass and bioliquid CHP systems review
2. Performance and cost assessment
3. Environmental assessment
4. Market assessment

Issues

- Very few examples of bioliqids utilisation for CHP
- Data often poorly defined, especially costs

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TEA model



Scope of Techno-economic Assessment (TEA) model

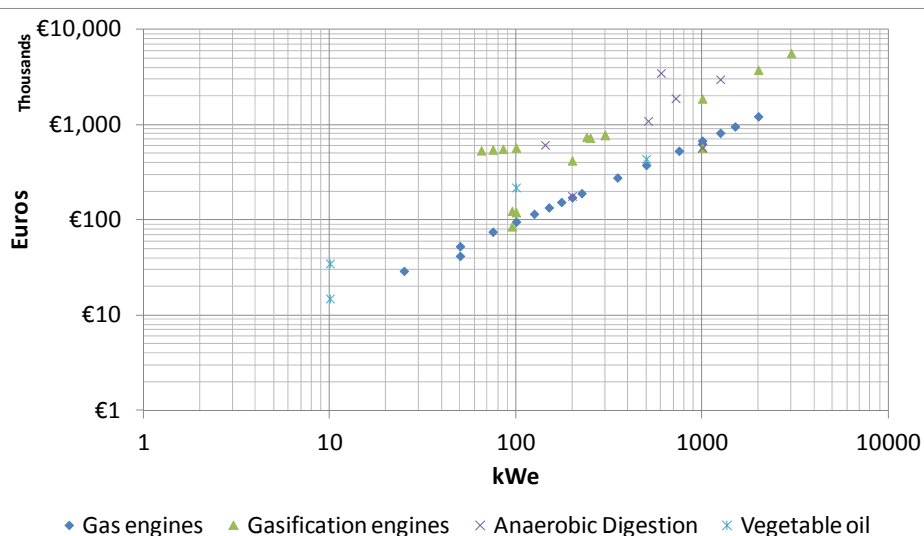
Process starts with bioliquid and delivers heat and power products

- Developed in Excel
- Simple to use by developers, decision makers, stakeholders
- Flexible inputs controlled by user: fuel, prime mover and size (capacity)
- Location is variable – IT, NL, RU, UK

TEA model - capital costs



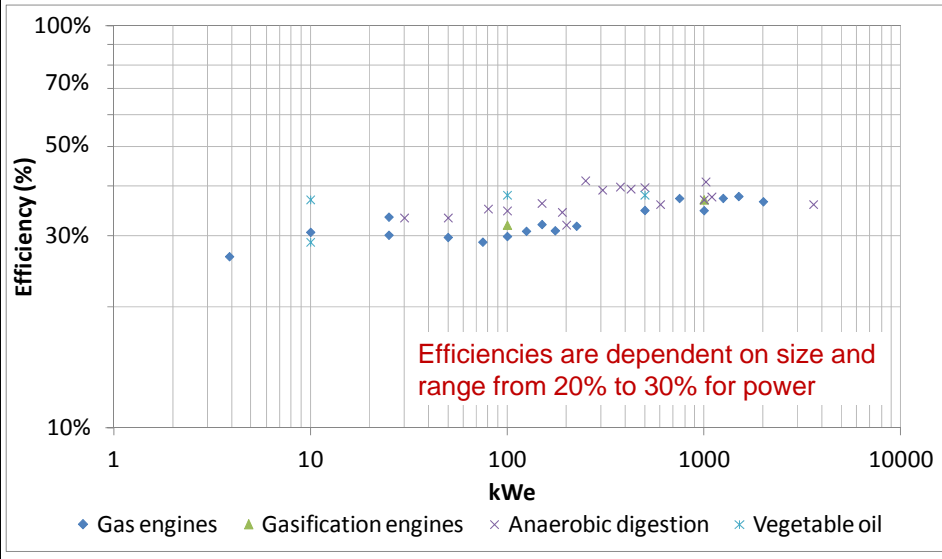
- Piston internal combustion engines database - Capital cost



TEA model - efficiency



- Piston internal combustion engines database - Efficiency



TEA model input screen



Location	United Kingdom
Gross capacity (electric)	1000 kWe
Prime mover	Engine
Fuel	Bio-Oil
CHP hours operation	Year 8000
Power sold to grid	80%
Heat sold to others	50%
Proportion by shareholder:	30%
Loan period	10 years
Interest rate	5%
Annual inflation	2%
Project lifetime	15 years
Grants received	15%

Update all

- Drop-down options
- Conditionals for limits
- Error messages
- Macros: To update scenarios charts
- Variables are on a separate tab

TEA model outputs



Output highlights

- Internal Rate of Return (IRR)
- Power production cost
- Heat production cost
- All costs are normalized to Euros₂₀₁₀
- Year by year results can be accessed
- Other variables have a default value
- Averages are used for Russia

Variables

- Fuel price
- Labour cost
- Maintenance cost
- Capital cost and depreciation
- Power and heat prices
- Grants availability
- Interest rate changes

TEA model base cases



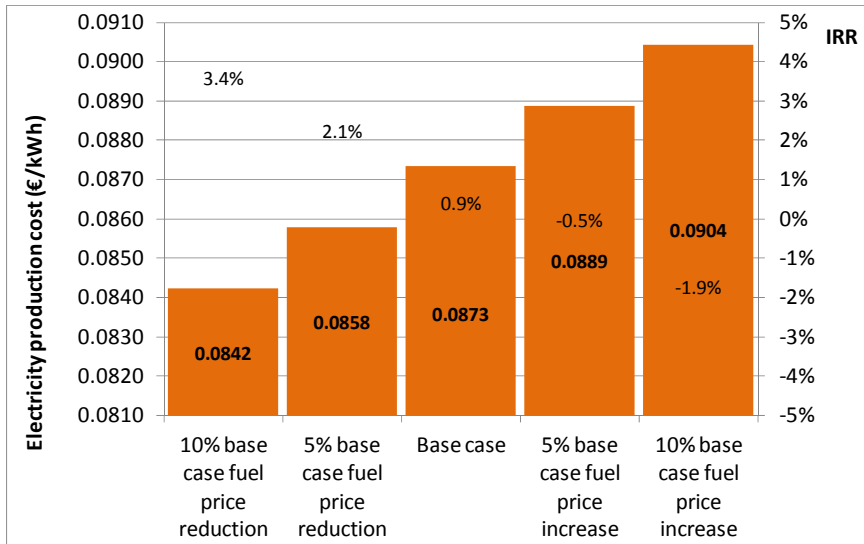
Base Case for each country

	Italy	Netherlands	Russia	United Kingdom
Size (kWe)	1,000	1,000	1,000	1,000
Prime mover	Engine	Engine	Engine	Engine
Fuel	Bio-oil	Bio-oil	Bio-oil	Bio-oil
Fuel price (€/tonne)	134.6	138.4	119.7	130.0
Power production cost (€/kWe)	0.0937	0.1005	0.0798	0.0873
IRR (%)	10.4	0.0	6.3	0.9

TEA model outputs



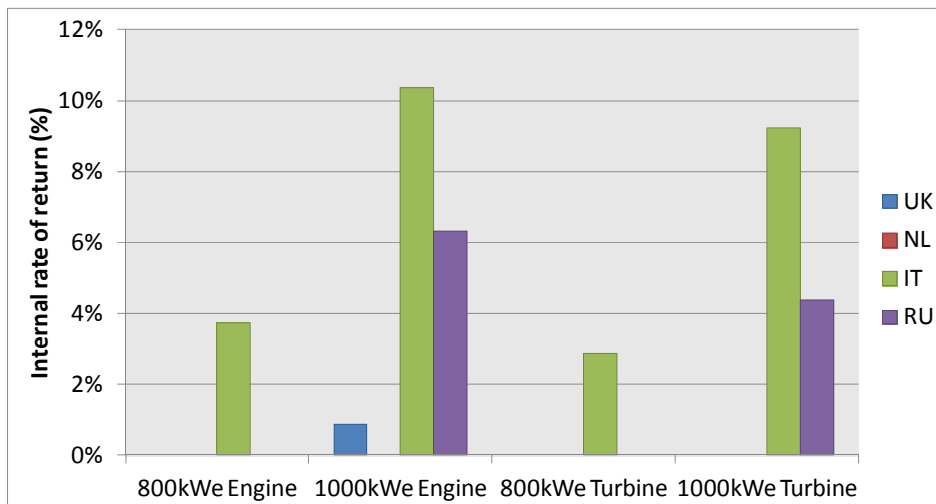
Fuel price variations for UK using bio-oil in a 1000kWe engine



TEA model outputs



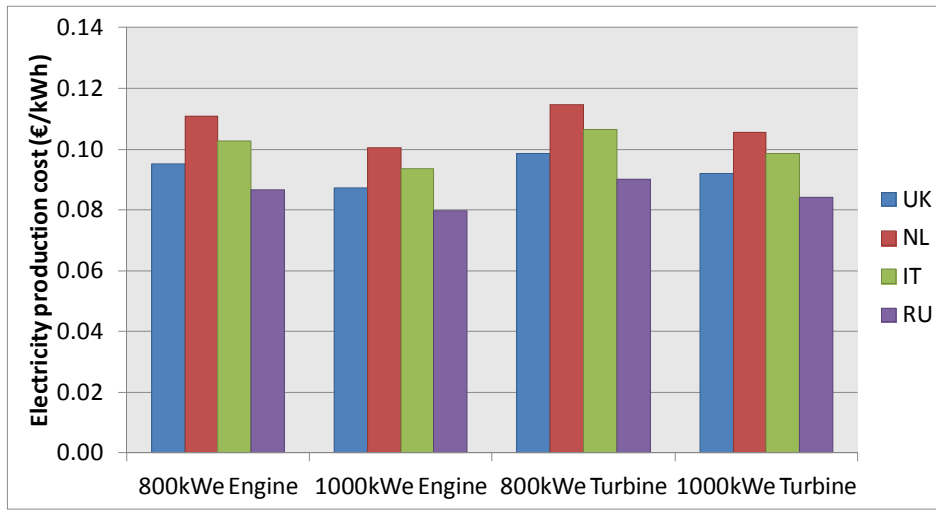
IRR comparison between countries using bio-oil, no fuel subsidies



TEA model outputs



Electricity production cost comparison between countries using bio-oil



Environmental assessment



Results

- Literature review showed previous LCA emissions savings
- GEMIS and BEAT V2 are suitable alternatives to a full LCA
- BEAT V2 was selected for environmental impact assessment
- Savings of between 70 to 92% are possible for bio-oil, compared to 536g CO₂ equivalent/kWh for light fuel oil in a 1MWe unit

Bio-oil feedstock	Bio-oil specific greenhouse gas emissions (g CO ₂ equivalent/kWh)
Forest residues	47.2
Industrial residues	45.8
Short rotation forest	88.3
Cereals	149.0
Stalks	49.7
Thistle	98.5
Light fuel oil for comparison	536.0

Market assessment



Scope

- To review and compile previous work on bio-liquids as fuel in terms of fuel quality and potential market in CHP applications

Results. Bioliqids as fuel

- Some PVO have quality standards allowing them to be used as fuels (e.g. rapeseed oil)
- Biodiesel has EU and ASTM quality standards
- Bio-oil has developing quality standards at CEN and ASTM, but there is very little commercial production

Market assessment results



Market size

- Italy - Significant interest in PVO. Projected 600% growth by 2020 in number of units compared to 2007 figures. No data on current usage.
- Netherlands - Use of food waste with engines of 1000kWe capacity is the current trend. Future development is in district heating and greenhouse applications.
- UK - Use of SRC in engines of less than 400kWe capacity is the current situation. Potential growth is sewage and wood industries.
- Europe - biomass for cogeneration could account for between 10 to 20GWe capacity in 2020 from virtually zero in 1999. About 20% could be up to 1000kWe units. The market value is around **2000m€**

Project outputs



Promotion pack contains:

- Technologies, case studies and environmental performance

Documents to be provided:

- Draft report and Excel based performance and cost model

Publications:

- Small and micro combined heat and power (CHP) systems. Advanced design, performance, materials and applications” Woodhead Publishing Series in Energy No.18
- TCBIomass conference, Chicago, September 2011
“Upgrading fast pyrolysis liquids: blending bio-oil, biodiesel and (bio)alcohols”
- Biomass fuelled combined heat and power - Situation in the UK and the Netherlands Bioten Conference Proceedings, Birmingham September 2010.
- Bio-oil-biodiesel blend concept in process of patenting
- Paper on blends submitted for publication



Thank you