

**Title**

Power-to-gas and Power-to-liquids for Managing Renewable Electricity Intermittency in the Alpine Region

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**Abstract**

Large-scale deployment of renewable energy sources (RES) can play a central role in reducing CO<sub>2</sub> emissions from energy supply systems, but intermittency from solar and wind technologies present grid integration challenges. High temperature co-electrolysis of steam and CO<sub>2</sub>, in the so-called power-to-gas (PtG) and power-to-liquid (PtL) configuration, could provide a path for utilizing the excess intermittent electricity from a power system by converting it into chemical fuels that can be directly utilized in other sectors, such as transportation and heating. The chemical fuels could also be used in the power sector during periods of deficit in supply.

Here, we study the economic and engineering potential of PtG/PtL systems deployment as storage for intermittent renewable electricity and as a source of low-carbon heating and transportation energy among the different energy sectors in the Alpine region, using the BeWhere model, a geographic explicit cost minimization model.

Preliminary results indicate large-scale deployment of the PtG/PtL technologies for producing chemical fuels from excess intermittent electricity is feasible, particularly when incentivized by carbon prices. In addition, large volumes of captured CO<sub>2</sub>, as much as 30 Mt CO<sub>2</sub> /year are utilized in the synthesis of the chemical fuels, providing as much as 23% of liquid transportation fuels. In this context, it can be concluded that PtG/PtL technologies can enable greater integration of RES into the energy supply chain, with application worldwide.

# Power-to-gas and power-to-liquids for managing renewable electricity intermittency in the Alpine Region

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## Background

Large scale deployment of renewable energy sources (RES) can play central role in reducing CO<sub>2</sub> emissions from energy supply systems, but intermittency from solar and wind technologies present grid integration challenges. High-temperature co-electrolysis of steam and CO<sub>2</sub> in the so-called power-to-gas (PtG) and power-to-liquids (PtL) configuration, could provide a path for utilizing the excess intermittent electricity from a power system by converting it into chemical fuels that can be directly utilized in other sectors, such as transportation and heating.

## Aim of the study

The main focus of this work is to emphasize on the impacts of temporal and spatial intermittency of RES in power dispatch systems as well as on the utilization of excess intermittent electricity via PtG and PtL processes into other energy sectors (such as transportation, heating or power, in the context of long-term storage).

## Power-to-gas/liquids

Recent development and performance improvements have demonstrated efficient co-electrolysis of H<sub>2</sub>O(g) and CO<sub>2</sub> in Solid Oxide Electrolysis Cell (SOEC). The ohmic resistance as well as the cell degradation rates and mechanisms are rather similar as in the electrolysis of steam alone. In the light of such developments of SOECs, an overall conversion efficiency of 70% are to be expected. This efficiency refers to the calorific value of the final product (liquid methanol in the case of PtL and methane gas in the case of PtG) and the power input to the process.

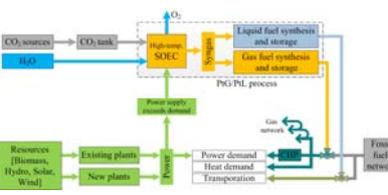


Fig. 1. Schematics of the power balancing and long-term storage concept PtG/PtL

## Methodology

The study is carried out using BeWhere model [1]. BeWhere is a geographic explicit cost optimization model, based on mixed integer linear programming (MILP), written in GAMS and uses CPLEX as solver.

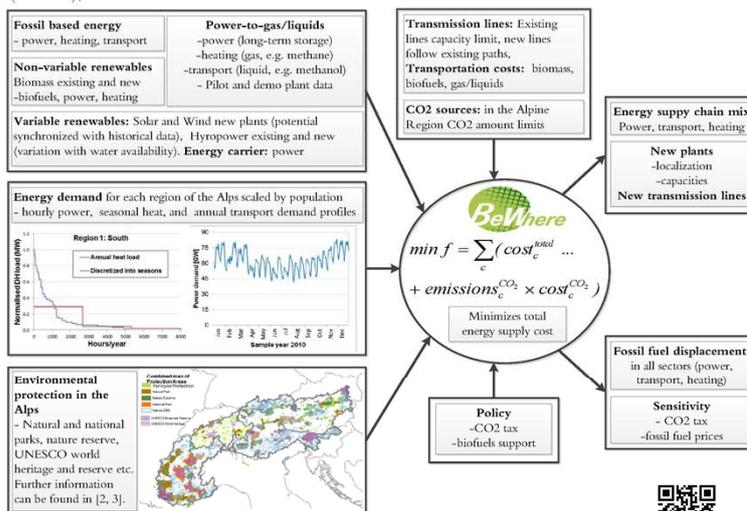


Fig. 2. BeWhere Alps optimization model structure

## Preliminary results

### Power generation mix

Figures 3 through 5 present the power generation mix and the resulting over-generation potential for the sample year at carbon price €150/tCO<sub>2</sub>.

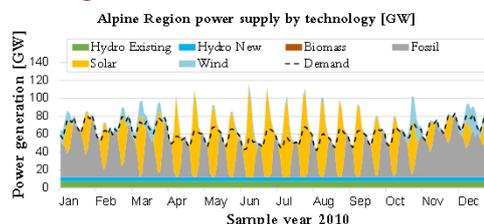


Fig. 3. Aggregated hourly power dispatch system at the sampled hours. Over-generation, available for PtG/PtL production, is represented by the area above the demand curve.

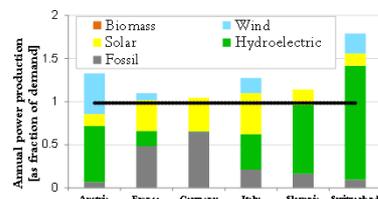


Fig. 4. Power supply as fraction of demand by sector in each country and the corresponding over-generation. Hydropower accounts for both existing and new plants capacities.

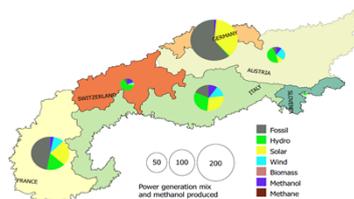


Fig. 5. Power generation mix by sector in each country and the corresponding liquid or gas produced, in TWh/year. Hydropower accounts for both existing and new plants capacities.

### Sensitivity Analysis

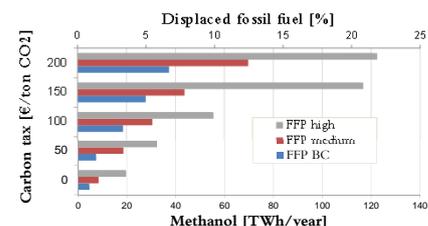


Fig. 6. Sensitivity of methanol production to carbon tax at different levels of fossil fuel prices (FFP) (represented by the bottom x-axis scale) and the corresponding displaced fossil fuels from the transportation sector, represented by the top x-axis scale. The total transportation energy demand of the region is about 570 TWh/year.

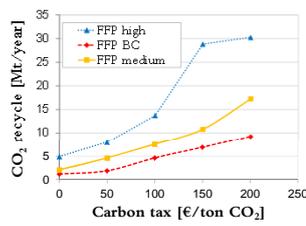


Fig. 7. CO<sub>2</sub> recycle, in Million tons per year [Mt/year], over the range of variation of carbon tax and at different levels of fossil fuel prices.

## Summary

The results of the model at this stage can be summarized in the following contextual remarks:

- The PtG and PtL concepts add flexibility to the energy system by linking power to gas/liquid fuels that can be used in other sectors.
- PtG and PtL provide the opportunity to recycle large volumes of CO<sub>2</sub> into the fuel supply system.
- Under the assumed economy and operating conditions of the SOECs, results indicate these technologies can enable greater integration of renewables into the energy system.
- The sensitivity analysis shows even without carbon tax and at base case FFPs the model builds PtL plants.

## Ongoing and future work

There is ongoing work to enhance transmission lines (both existing and new) and fossil power plants representation in the model.

Further into the future we plan to enhance the model by considering only bioenergy based CO<sub>2</sub> sources and use it to investigate net reductions in atmospheric carbon in the context of negative emissions.

## Further reading

- [1] <http://www.iiasa.ac.at/bewhere>
- [2] Kraxner F, Leduc S, Serrano León H, et al. Modeling and visualization of optimal locations for renewable energy production in the Alpine Space model. ISBN: 987-3-7045-0150-9, 2015.
- [3] Kraxner F, Leduc S, Serrano León H, et al. Recommendations and lessons learned for a renewable energy strategy in the Alps. ISBN: 978-3-7045-0151-6, 2015.

## Acknowledgements

Mesfun S. is grateful for the financial support from Bio4energy, a strategic research environment appointed by the Swedish government, Luleå University of Technology and Formas, the Swedish Research Council for Environment, Agricultural Sciences and Spatial Planning.

