

Co-Optimization of **Fuels & Engines**

> **Environmental, Economic, and Scalability Consideration of Selected Biomass-Derived Blendstocks for Mixing-Controlled Compression Ignition (MCCI) Engines**

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Introduction

- **[Co-Optimization](https://lnks.gd/l/eyJhbGciOiJIUzI1NiJ9.eyJidWxsZXRpbl9saW5rX2lkIjoxMDIsInVyaSI6ImJwMjpjbGljayIsImJ1bGxldGluX2lkIjoiMjAyMDA1MjguMjIxNDEyNjEiLCJ1cmwiOiJodHRwczovL3d3dy5lbmVyZ3kuZ292L2VlcmUvYmlvZW5lcmd5L2NvLW9wdGltaXphdGlvbi1mdWVscy1lbmdpbmVzIn0.CbjH4HBP8v2bDNMTJuFX0ZZ9baAzhe8nAKyLV_oYc3c/br/79198573974-l) of Fuels & Engines (Co-Optima)** explores how simultaneous innovations in fuels and engines can boost fuel economy and vehicle performance while reducing emissions.
- **Analysis of Sustainability, Scale, Economics, Risk and trade (ASSERT) team** support Co-Optima goals by evaluating environmental and economic drivers and the potential of bio-blendstock candidates and assesses potential benefits or drawbacks of deploying co-optimized fuels and engines in the transportation.
- **This presentation** provide guidance into which Co-Optima bioblendstocks may be most viable economically, environmentally, & from a scalability perspective.
	- Evaluate **economic**, **environmental**, and **scalability** viability metrics of 12 MCCI bioblendstocks (via 14 pathways)
	- Conduct techno-economic and life-cycle analyses selected bioblendstocks with most favorable properties and potential.

TEA/LCA– Approach for Co-Optima

Selection of Candidates

MCCI bioblendstocks with favorable properties from Co-Optima fuels teams

- From a list of potential bioblendstocks that meet favorable MCCI fuel properties, the ASSERT team worked with the HPF and FP teams to downselect for TEA/LCA evaluation
- These fuel candidates are diesel-like with typical diesel attributes meeting cold flow, energy density, and viscosity, for example. They should also have good reactivity (cetane number of 40-50 or higher) coupled with reduced soot formation.
- Selected blendstocks were diverse in production methods, chemical structure, and feedstock

List of Evaluated Bioblendstocks

For this analysis, biochemical pathways assume lignin is burned for process heat and not upgraded to valuable coproducts. [B]: Biochemical pathway, [T]: Thermochemical pathway

Methodology

To carry out the screening, the ASSERT team developed economic and environmental metrics, including results for both the current SOT and future target cases.

A set of 19 metrics that fall into 3 categories for each metric:

- **Favorable**
- **Neutral**
- **Unfavorable**
- **Unknown** used in limited cases where lack of information prevents categorization of the bioblendstock for a specific metric

Technology Readiness Metrics

Results – Technology Readiness

Technology Readiness

- Most of the technology readiness metrics fall in the **neutral or unknown** bin.
- **Feedstock changes** to type and specs typically have little to no impact on the fuel production process and is neutral or favorable for most of the pathways.
	- In biochemical processes, feedstock recalcitrance and sugar content will be important aspects that might influence fuel production.
	- For the upgraded pyrolysis oils and HTL of whole algae pathways, the processes are highly sensitive to feedstock type, limiting flexibility of these pathways.
- Many of the Co-optima MCCI bioblendstocks are at a relatively **low TRL** and are in the early stages of testing for fuel properties and blending behavior.
	- Most modeling data sources were based on bench-scale experiments. One-step OMEs from methanol was based on thermodynamic equilibrium.
	- There is still a lot of uncertainty and lack of information regarding blending metrics, testing, and **legal** limits of these bioblendstocks. Therefore, most of the bioblendstocks fall in the "unknown" category.

- 3: Feedstock is 100% soybean oil
- 4: Future target case

Economic Viability Metrics

Results – Economic Viability

- Most of the economic viability metrics fall in the **favorable** bin.
- Since SOT and target costs were compared relative to each-other, there were $\sim 1/3$ in each favorability bin.
	- **Four pathways fell at or below \$5/GGE for SOT cases**. Upgraded pyrolysis oils had the lowest SOT cost.
	- Under target case assumptions, **four pathways offer the potential of \$4/GGE fuel selling price or less.** Diesel via HTL of wet wastes and hydroxyalkanoatebased ethyl esters offered the lowest potential target costs.
- **SOT:Target cost ratios** were almost all favorable. This indicates lower levels of research and development required to reach target production costs.
- **Co-product dependency** (i.e. on electricity, co-produced fuels, etc.) was low for all pathways.
- Most **market competition** for either the produced fuel or feedstock was low. Fatty acid ethers relied on FOG feedstocks with already established markets.
- A majority of pathways had **feedstock costs** falling at or below \$84/dry US ton. Fatty acid ethers and HTL of whole algae had feedstock costs of over \$500/dry US ton, but this was made up for in higher energy density or processability.

Environmental Impact Metrics

* SOT and target bioblendstock yields were included for reference, but were not ranked on favorability due to different comparative bases on pathways and feedstocks

Results – Environmental Impact

- Environmental impact metrics were **approximately equally distributed** across the categories.
- **Carbon efficiency** was highest for fatty acid ethers, HTL of wet wastes and upgraded pyrolysis oils among all bioblendstocks.
	- Fatty acid ethers had the highest yields
	- Thermochemical pathways tended to have higher yields than biochemical pathways.
	- **Water consumption** was favorable for only three pathways.
		- Fatty acid ethers³ was the only unfavorable pathway due to its dependency on 100% soybean oil, produced from a water intensive crop.
	- **Eight of the twelve pathways show favorable life-cycle greenhouse gas and fossil energy consumption reductions (>60%),** compared to those of conventional diesel fuel (ULSD) diesel.
		- The biggest contributor to GHG emissions is sodium hydroxide, a very GHG intensive chemical.
		- Electricity requirements were also significant contributors to GHG emissions. These were higher for biochemical pathways, with electricity required in mechanical refining step of corn-stover pretreatment.
		- 12 • Valorizing lignin has potential to reduce GHG emissions by 50% to 271% relative to petroleum diesel the the case of 4-butoxyheptane, depending on the co-product treatment used (Huq et al., 2019).

Results - Overall

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Summary

- This process to screen the candidate bioblendstocks against the ASSERT metrics has provided insights into the technology readiness, economic, and environmental impact attributes of the 14 bioblendstocks pathways studied in this report
- Challenges for the evaluated bioblendstocks are in the blending behavior and testing for legal limits as most of the "unknown" classification dominates in this technology readiness metric. Therefore, more analyses and testing on blendability and legal limits are needed for these candidates.
- Most of the conversion technologies are robust and will be minimally affected by the feedstock specifications and variations.
- Favorable classification dominated in economic metrics evaluation for most of the bioblendstocks candidates and further economic and environmental improvements could be realized in biochemical pathways when lignin valorization is included.
- Energy intensive processes and the use of GHG intensive chemicals such as sodium hydroxide contribute significantly to the GHG emissions of pathways.

Researchers

THANK YOU

ANL

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Backup Slides

ASSERT overview

ASSERT: Analysis of Sustainability, Scale, Economics, Risk and trade.

The ASSERT team supports Co-Optima goals by:

- Evaluating environmental and economic drivers and the potential of bioblendstock candidates
- Sharing these key outputs with the teams and stakeholders
- Guiding the Co-Optima's research and development

ASSERT also assesses potential benefits or drawbacks of deploying co-optimized fuels and engines in the transportation sector with respect to:

- Energy consumption, harmful emissions and water consumption
- Job creation
- Development of markets for biomass
- Technology readiness for scale up in the near term
- Economic viability

Introduction

- **Overall Objective:** Provide guidance & insights into which Co-Optima bioblendstocks may be most viable economically, environmentally, & from a scalability perspective. Communicate the results of this analysis to Co-Optima leadership, technical teams, & stakeholders.
	- Insights into the **economic**, **environmental**, and **scalability** viability of 13 MCCI bioblendstocks (via 15 pathways) using metrics developed for HD bioblendstocks.
- How?
	- Through TEA/LCA to evaluate metrics for selected bioblendstocks with most favorable properties and potential.

Metrics Classification

- Technology Readiness
	- Asks the question: How far along is the blendstock on the path to commercialization and is it scalable?

- Economic Viability
	- Asks the question: What's it going to cost to produce and are the economics favorable?
- Environmental Impact
	- Asks the question: What will be the environmental impacts of blendstock production compared to fossil fuels?

TEA/LCA– Approach for Co-Optima

- Modeling is rigorous and detailed with transparent assumptions
- Assumes nth plant equipment costs
- Typical scale of 2000 dry metric tons/day biomass feed (dependent on feedstock)
- Discounted cash flow calculation includes return on investment, equity payback and taxes
- Identify research targets and measure research progress
- Assess environmental impacts (greenhouse gas emissions, fossil fuel consumption and water consumption)

Results – Technology Readiness

- Many of the co-optima MCCI bioblendstocks are at a relatively **low TRL** and are in the early stages of testing for fuel properties and blending behavior.
	- Most modeling data sources were based on bench-scale experiments. One-step OMEs from methanol was based on thermodynamic equilibrium.
	- There is still a lot of uncertainty and lack of information regarding blending metrics, testing, and **legal** limits of these bioblendstocks. Therefore, most of the bioblendstocks fall in the "unknown" category.

Results – Economic Viability

- Co-product dependency (i.e. on electricity, co-produced fuels, etc.) was low for all pathways.
	- Biochemically-produced bioblendstocks did not include lignin valorization in their evaluation. Target production costs are likely to be significantly reduced with additional coproduct creation for these pathways. *
- Most market competition for either the produced fuel or feedstock was low. Fatty acid ethers relied on FOG feedstocks with already established markets.
- A majority of pathways had feedstock costs falling at or below \$84/dry US ton. Fatty acid ethers and HTL of whole algae had feedstock costs of over \$500/dry US ton, but this was made up for in higher energy density or processability.

Results – Environmental Impact

- **Eight bioblendstock pathways show significant reduction in GHG emissions and favorable fossil energy consumption reduction** ranging from 63% to 80% and 60% to 81% less GHG emission and fossil fuel consumption, respectively, compared to those of conventional diesel fuel (ULSD) diesel.
	- The biggest contributor to GHG emissions is sodium hydroxide, a very GHG intensive chemical.
	- Electricity requirements were also significant contributors to GHG emissions. These were higher for biochemical pathways, with electricity required in mechanical refining step of corn-stover pretreatment.
	- Valorizing lignin has potential to reduce GHG emissions by 50% to 271% relative to petroleum diesel the the case of 4-butoxyheptane, depending on the co-product treatment used (Huq et al., 2019).