

1 **Hydrogen generation via steam reforming of biodiesel: Process optimization and heat**
2 **integration**

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13

14 **Abstract**

15 The present study investigates the distributed generation of hydrogen (50 Nm³/h) by steam
16 reforming of biodiesel. The system comprises a steam reformer, a water gas shift stage, a
17 pressure swing adsorption unit and a dual fuel burner. Sensitivity analysis with Aspen Plus
18 shows a positive effect on overall system efficiency for high pressure and a low steam-to-
19 carbon ratio. A theoretical maximum efficiency (based on lower heating value) of **78.2 %** can
20 be obtained requiring a complex and costly heat exchanger network. Consequently, a system
21 simplification is proposed resulting in a novel fuel processor concept for steam reforming of
22 biodiesel based on a fully heat integrated system. A **thermal system efficiency of 75.6 %** is
23 obtained at $S/C=2.53$, $p=13$ bara and $T_{Ref}=825$ °C. The techno-economic evaluation reveals
24 hydrogen production costs ranging from 7.25 €/kg to 10.58 €/kg.

25 Keywords: hydrogen; steam reforming; biodiesel; energy conversion; energy efficiency;
26 techno-economic evaluation

27 1 Introduction

28 Today, hydrogen is predominantly produced by steam reforming of natural gas in large-scale,
29 central production plants. However, with an increasing share of fuel cell vehicles (FCVs) in
30 the market, central hydrogen production will suffer from additional costs associated with the
31 distribution of gaseous-phase hydrogen by trailer over long distances (1). In contrast,
32 distributed hydrogen generation (DHG) at fueling stations offers the advantage of using
33 readily available liquid fuels such as diesel and biodiesel with high energy densities and
34 existing infrastructure. DHG is widely seen as a promising alternative in the transition phase
35 towards a fully renewable hydrogen production economy (2, 3, 4). DHG is applicable but not
36 limited to decentralized hydrogen production at fueling sites. There is an increasing demand
37 for annealing applications, in particular for the steel industry and in the production of high
38 quality flat glass. According to Neumann et al. (5) conventional hydrogen generation
39 processes up to 300 Nm³/h H₂ are being increasingly substituted with advanced steam
40 reforming technologies.

41 Steam reforming (SR) offers the advantage of high partial pressure of hydrogen in the
42 product gas (70-80 vol.%, dry basis) compared to 40-50 % for autothermal reforming (ATR)
43 and partial oxidation (POX). Taking into account that compressing liquid fuels is less energy
44 intensive than compressing gaseous feeds, steam reforming of liquid fuels is considered to
45 be the preferred option for stationary hydrogen generation (3, 6, 7).

46 Amongst the available logistic fuels, biodiesel, which is a fatty acid methyl ester (FAME)
47 produced from transesterification of vegetable oil with methanol, appears to be a promising
48 feedstock for DHG by means of SR (8, 9). Biodiesel is a renewable, non-polluting resource
49 with a low sulfur content (typically below 5 ppmw). This renders biodiesel a favorable
50 feedstock for catalytic applications since sulfur is known to be a strong catalyst poison (10).

51 In the past years, several experimental studies have been conducted shedding light on
52 biodiesel steam reforming (11, 12, 13, 14). Recently, Martin et al. (15) presented a study, the
53 main emphasis of which was placed on finding suitable operating conditions for SR of
54 biodiesel. A stable product gas composition has been achieved over 100 h of operation by
55 using a metallic based precious metal catalyst, applying low feed mass flow rates and a
56 sufficiently high catalyst inlet temperature (> 750 °C). Catalyst deactivation was not
57 observed. A preceding parametric study revealed a detrimental effect of low catalyst inlet
58 temperatures on catalyst deactivation by coking whereas the effect of varying steam-to-
59 carbon (*S/C*) ratio in the considered range (3-5) was negligible. Concurrently, Lin et al. (16)
60 observed increasing carbon formation with decreasing reforming temperature. Regarding the
61 minimum allowable *S/C* ratio in order to ensure coke-free operation, there is evidence from
62 literature data that stable operating conditions with complete biodiesel conversion can be
63 achieved at *S/C* ratios as low as 2 (11, 13).

64 Moreover, several research groups have carried out theoretical and experimental studies in
65 order to find optimum operating conditions for small-scale hydrogen production targeting high
66 system efficiency and low hydrogen production costs.

67 Katikaneni et al. (17) carried out a detailed performance study comparing on-site hydrogen
68 generation from liquid fuels by different process routes. Calculations were based on a
69 1000 kg/d hydrogen filling station (approximately 250 FCVs per day). The hydrogen
70 generation efficiency was found to be highest for a concept based on SR with upstream
71 hydrodesulfurization. For diesel fuel a thermal H₂-efficiency of 65.2 % was calculated. In

72 terms of hydrogen production costs, the authors conclude that on-site diesel SR is
73 competitive with centralized hydrogen production from natural gas with pipeline transport
74 (\$ 6.72 per kg vs. \$ 6.23 per kg). Finally, the authors present a hydrogen roadmap starting
75 with a small-scale 50 Nm³/h H₂ generation system (\$ 28.8 per kg H₂), the costs of which can
76 be reduced dramatically by design optimization and heat integration.

77 T. Persson (18) investigated an integrated 20 kW hydrogen production system based on
78 feedstock methane using a catalytic converter (steam reformer, water gas shift reactor,
79 catalytic burner) and a pressure swing adsorption (PSA) unit. The Aspen Plus calculations
80 were carried out at a pressure of 4 bara assuming a reformer catalyst inlet temperature of
81 550 °C and an outlet temperature of 850 °C. In the downstream WGS reactor the carbon
82 monoxide content was reduced to below 1.5 vol.%. The PSA off-gas and methane were
83 burned with air at 900 °C in order to provide the necessary heat for the endothermic steam
84 reforming reaction. Parasitic power consumption amounted for 520 W with estimated heat
85 losses of 710 W. The S/C ratio and the system pressure were identified to be crucial
86 parameters for achieving a high system efficiency. A maximum theoretical efficiency (based
87 on lower heating value LHV) of 79.1 % is reported at an S/C ratio of 2.2.

88 Hulteberg et al. (3) carried out an experimental investigation based on a similar system using
89 Fischer-Tropsch-Diesel for the production of 7 Nm³/h H₂. The catalytic converter was
90 operated at a pressure of 5 bara and an S/C ratio of 3.1-4.1. Reforming catalyst temperature
91 ranged from 650 °C at the catalyst inlet to 750-800 °C at the catalyst outlet. High heat and
92 mass transfer was ensured by using a noble metal catalyst supported on a patented
93 thermally sprayed woven wire mesh system. With the given experimental set-up, a maximum
94 system efficiency of 58 % (based on LHV) was achieved assuming a parasitic power
95 consumption of 500 W.

96 Although considerable progress has been made in terms of reformer durability, the
97 development of efficient, low-cost DHG systems based on liquid fuels is still in an early stage
98 leaving room for further development (19, 18). It is well known that hydrogen production
99 costs based on reforming technology depend heavily on the price of the feedstock (20, 1).
100 Thus, improving reforming efficiency is essential in order to make DHG competitive with
101 competing hydrogen production technologies such as central production and distribution by
102 trailer. Moreover, there is a need to substantially reduce investment costs by reducing
103 system size and complexity (4, 21).

104 Regarding SR of biodiesel, there is no literature data available for heat integrated on-site
105 hydrogen production systems including PSA in the kilowatt range.

106 The aim of the present paper is to evaluate a 50 Nm³/h hydrogen generation system based
107 on SR of biodiesel. The main emphasis of this simulation study is placed on maximizing
108 system efficiency by an extensive parameter variation (including system pressure and S/C
109 ratio) and setting up a heat exchanger network with a maximum internal heat recovery and a
110 minimum external heating/cooling demand. A novel fuel processor concept is proposed
111 based on a fully heat integrated biodiesel SR system. Further economic analysis is provided.

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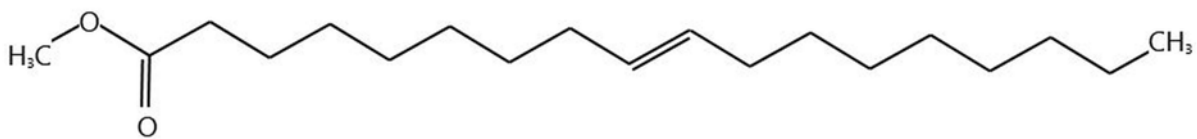
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115 2 Methodology

116 A hydrogen generation system based on feedstock biodiesel is evaluated using the
117 commercial software Aspen Plus ®. The thermodynamic equilibrium calculations are based
118 on minimization of Gibbs free energy using the Soave-Redling-Kwong property method (22).

119 Methyl-oleate (C₁₉H₃₆O₂) was chosen as a model substance for biodiesel. Chemically
120 speaking, methyl-oleate is a fatty acid methyl ester produced from transesterification of
121 triolein, the triglyceride of oleic acid, which is known as the dominating fatty acid in vegetable
122 oil (see Fig. 1). Methyl-oleate is considered to be a suitable reference substance for
123 modeling biodiesel SR, since the molar C:H:O-ratio is very similar to biodiesel (C_{18.3}H_{34.8}O₂).
124 A more detailed comparison of the physicochemical properties of methyl-oleate and biodiesel
125 is given in (7) and (15).



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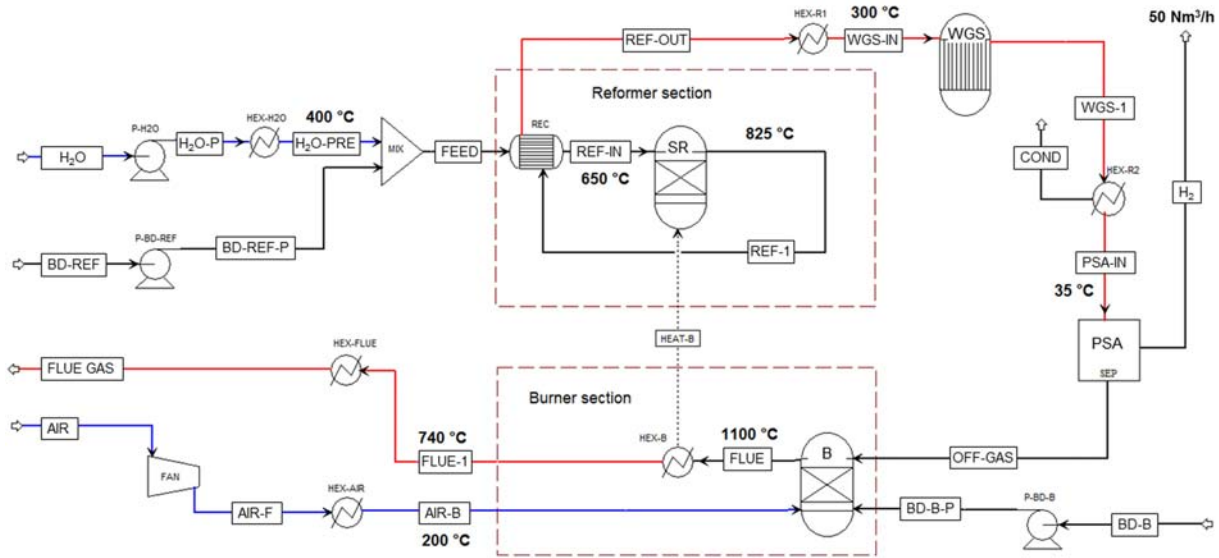
127 **Fig. 1:** Chemical structure of biodiesel model substance methyl-oleate (C₁₉H₃₆O₂)

128 SR of methyl-oleate can be described by three linearly independent chemical equations,
129 namely the steam reforming reaction (Eq. (1)), the water-gas shift reaction (Eq. (2)) and the
130 methanation reaction (Eq. (3)). Apart from these main reactions, coking of the catalyst can
131 occur under real-life conditions being favored at low reforming temperatures, low S/C ratios
132 and high feed mass flow rates. Thermodynamically, coke formation is not expected at S/C
133 ratios higher than 2, the actual value of which depends on the reformer operating
134 conditions (15).



135 The Aspen Plus model consists of a steam reformer (SR), a water gas shift reactor (WGS), a
136 pressure swing adsorption unit (PSA) and a burner (B) (see Fig. 2). The system is operated
137 at pressures higher than 6 bara (up to 13 bara) in order to ensure a high PSA efficiency. The
138 molar S/C ratio is varied from 2.5 to 5. All feed streams are supplied at an initial temperature
139 of 20 °C. Water is vaporized and overheated prior to being mixed with biodiesel. By
140 overheating the steam to 400 °C, complete vaporization of the incoming biodiesel is ensured.
141 The water-biodiesel feed stream is then heated up to 650 °C by recuperative heat exchange,
142 making use of the reformat enthalpy. The steam reformer is operated at 825 °C taking into
143 account that coke formation can be significantly reduced by applying high temperatures (15,
144 16). Upon leaving the reformer section, the hydrogen rich gas is cooled down to a WGS inlet
145 temperature of 300 °C. The WGS reactor is operated in an adiabatic mode resulting in a
146 temperature increase of 50 °C up to 100 °C depending on the actual S/C ratio and CO
147 concentration. After leaving the WGS reactor, the gas stream is cooled down to 35 °C
148 leading to a condensation of water. In the PSA unit the gas is divided into pure hydrogen and
149 an off-gas stream containing H₂, CO, CO₂ and CH₄. The PSA unit is implemented as a
150 splitter in Aspen Plus assuming a pressure dependent H₂-efficiency ranging from 55 % at

151 6 bara to 78.3 % at 13 bara. The remaining heating value of the PSA off-gas is used for the
 152 burner, thus providing the necessary heat for the reformer section. The burner is operated in
 153 an adiabatic mode, the outlet temperature of which is kept at 1100 °C by adjusting the
 154 incoming air mass flow \dot{m}_{AIR} . The flue-gas leaves the reformer section at an outlet
 155 temperature of 740 °C and can be further used for preheating water and/or air. (Please note
 156 that the basic flow-sheet depicted in Fig. 2 is a non-heat integrated system). If the required
 157 endothermic heat demand for the steam reforming reaction cannot be met by burning the off-
 158 gas with air, additional biodiesel \dot{m}_{BD-B} is fed to the burner. At a given S/C ratio, the targeted
 159 hydrogen output of 50 Nm³/h is ensured by adjusting the feed mass flow \dot{m}_{BD-REF}
 160 accordingly. A brief overview of the boundary conditions (based on experimentally derived
 161 values from a 50 Nm³/h hydrogen production system developed within the FCH JU project
 162 NEMESIS2+ (23)) is given in Tab. 1.



163
 164 **Fig. 2:** Basic, non-heat integrated Aspen Plus flow-sheet of a 50 Nm³/h hydrogen production
 165 system based on biodiesel feedstock

Tab. 1 – Boundary conditions of basic Aspen Plus flow-sheet	
Reformer	$T_{REF-IN}=650\text{ °C}$, $T_{REF-1}=825\text{ °C}$
WGS	$T_{WGS-IN}=300\text{ °C}$ (adiabatic operation)
PSA	H ₂ -efficiency: 55 % at 6 bara - 78.3 % at 13 bara
Burner	$T_{FLUE}=1100\text{ °C}$ (adiabatic operation)
Flue Gas (after heat release to reformer)	$T_{FLUE-1}=740\text{ °C}$
Steam	$T_{H2O-PRE}=400\text{ °C}$
Air	$T_{AIR-B}=200\text{ °C}$ (reference case)
H ₂ output	50 Nm ³ /h

166 The thermal system efficiency is defined as follows:

$$167 \quad \eta_{\text{Syst}} = \frac{\dot{m}_{\text{H}_2} \cdot \text{LHV}_{\text{H}_2}}{\dot{m}_{\text{BD-REF}} \cdot \text{LHV}_{\text{BD-REF}} + \dot{m}_{\text{BD-B}} \cdot \text{LHV}_{\text{BD-B}}} \quad (4)$$

168 LHV: lower heating value; \dot{m}_{H_2} : hydrogen product mass flow; $\dot{m}_{\text{BD-REF}}$: biodiesel mass flow to the
169 reformer; $\dot{m}_{\text{BD-B}}$: biodiesel mass flow to the burner

170 For the given system, the numerator of Eq. 4 is constant as the hydrogen output is fixed at
171 50 Nm³/h. Thus, the thermal system efficiency can be calculated from the biodiesel demand
172 for the reformer and the burner. An additional electrical power demand P_{el} is needed for
173 cooling the WGS outlet stream to the required PSA inlet temperature as well as for the
174 biodiesel and water pump and the air blower. Heat and pressure losses are not considered
175 within this study.

176 The flow-sheet depicted in Fig. 2 comprises two streams that have to be heated up (=cold
177 streams) according to the process specifications, namely “H2O-P” to “H2O-PRE” and “AIR-F”
178 to “AIR-B” and three streams which are cooled down (=hot streams), namely “FLUE-1” to
179 “FLUE GAS”, “REF-OUT” to “WGS-IN” and “WGS-1” to “PSA-IN”. Using the enthalpy of the
180 hot streams for heating up the cold streams is decisive in optimizing the net system
181 efficiency.

182 In this work, a systematic approach is followed by applying Pinch analysis in order to achieve
183 proper heat integration. For given process parameters, hot and cold streams are combined to
184 so-called hot and cold composite curves. Based on the choice of an appropriate ΔT_{min}
185 (=minimum temperature difference between hot and cold composite curves, here: 15 °C), the
186 maximum achievable heat recovery within the system and the energy targets for hot and cold
187 utilities can be derived directly from the composite curves. It is thereby always possible to set
188 up a heat exchanger network that fulfills the energy targets (minimum utility targets and
189 maximum heat recovery). For a more detailed description of the widely used Pinch method
190 please refer to (24).

191

192 **Techno-economic analysis**

193 A techno-economic evaluation of hydrogen net production costs (NPC) is conducted. The
194 cost estimation complies with a class three estimate of AACE International (25)
195 corresponding to an expected accuracy of +/- 30 %. All monetary flows were converted to
196 Euro and 2014 prices.

197 In a first step, total capital investment (TCI) was calculated taking into account equipment
198 costs and further capital requirements for unit installation, instrumentation and control, piping
199 system, electrical systems and contingency. Equipment costs of steam reformer, WGS, PSA
200 and burner are based on experience from the NEMESIS2+ project and vendors' quotations
201 for reactor vessels and the catalyst. Cost data from literature (26) were used to estimate
202 costs for heat exchangers, pumps and compressors. Scaling and experience curve effects,
203 inflation, pressure and material factors were accounted for as shown in Eq. (5) adapted from
204 (26), (27) and (28).

$$EC_n = EC_{ref} \cdot \left(\frac{s}{s_{ref}} \right)^d \cdot \left(\frac{CEPCI_{2014}}{CEPCI_{ref}} \right) \cdot F_{pre} \cdot F_{mat} \cdot (1-L)^{\log_2(n)} \quad (5)$$

$$TCI = \sum_{i=1}^m EC_i \cdot \left(1 + \sum_{j=1}^5 F_{eco,j} \right) \quad (6)$$

207 EC_n are the equipment costs for the n^{th} manufactured unit. EC_{ref} and s_{ref} are the equipment
 208 costs and capacity of the reference component, d is the scale factor, $CEPCI$ the used
 209 chemical engineering plant cost index (29) and F_{pre} and F_{mat} are optional pressure and
 210 material factors, respectively. L is the experience rate and n the total number of
 211 manufactured reformer units. An experience rate between 10 % and 20 % was assumed for
 212 the used technology meaning that unit production costs are reduced by 10 % to 20 %, when
 213 the total volume of manufactured units is doubled (28, 30). Total capital costs were
 214 calculated according to Eq. (6). Cost requirements for equipment installation, instrumentation
 215 and control, piping system and electrical systems were considered by multiplying purchased
 216 equipment costs by pre-defined ratio factors $F_{eco,j}$. The annuity method of depreciation was
 217 used to calculate annual capital requirements.

218 Operational costs consist of expenses on biodiesel and utilities (electricity, feed water).
 219 Annual costs for maintenance, insurances & taxes and working capital were expected to be
 220 approximately 4.5 %, 2 % and 10 % of TCI, respectively. Labor costs were estimated
 221 assuming 300 man hours per year at gross labor costs of 37.32 €/h (31). All relevant
 222 parameters for the techno-economic evaluation are given in Table 2.

Plant specifications and utility prices (2014)		Economic factors	
Plant service life:	20 years	Interest rate:	7 % on TCI
Annual full load hours:	8640 ^a h/year	Installation factor:	25 % of EC
Total man hours per year:	300 h/year	Instrumentation and control:	22 % of EC
Gross labor costs:	37.32 ³¹ €/h	Piping system:	5 % of EC
Electricity price:	0.139 ³² €/kWh	Electrical system:	10 % of EC
Clean water:	1.71 ³³ €/m ³	Contingency:	16 % of EC
Biodiesel (with taxes):	1.36 ^{34,35} €/l	Maintenance:	4.5 % of TCI
		Insurances & taxes:	2 % of TCI
		Working capital	10 % of TCI

223 a) corresponding to 360 days in operation and 5 days required for annual shutdown/maintenance

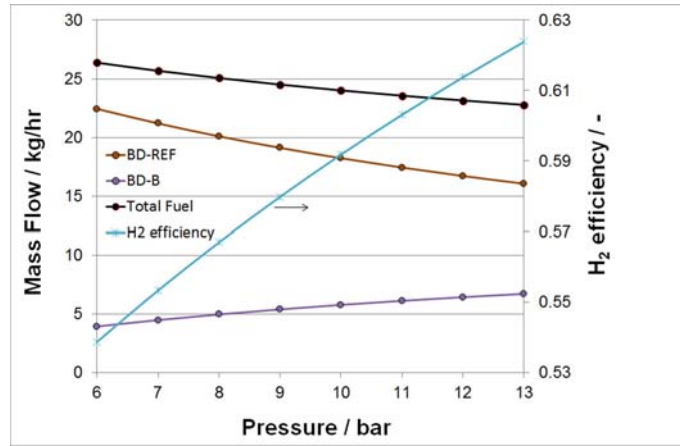
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225 3 Results and Discussion

226 3.1 Non-heat-integrated system: Effect of pressure on system efficiency

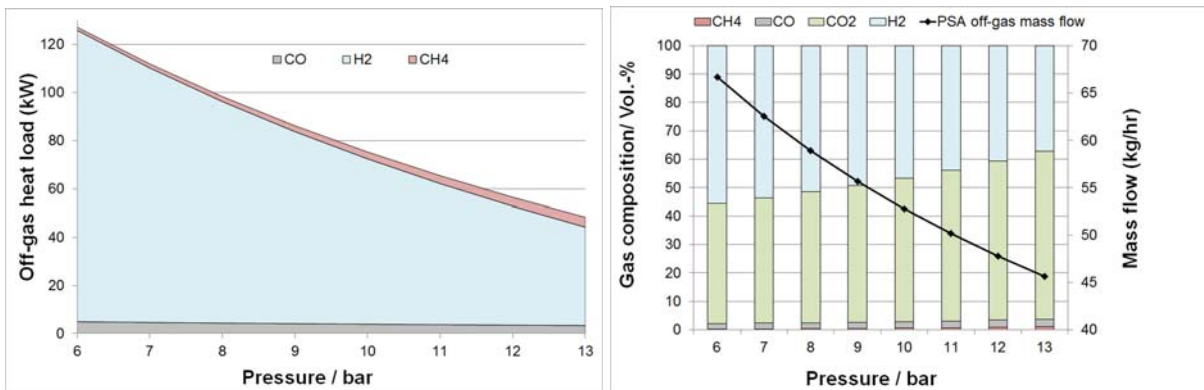
227 Based on the 50 Nm³/h non-heat integrated Aspen Plus flow-sheet (Fig. 2) a sensitivity
 228 analysis has been carried out at S/C=5 by varying system pressure from 6 bara to 13 bara.
 229 As can be seen from Fig. 3 the hydrogen efficiency as defined by Eq. 4 increases from
 230 53.9 % at 6 bara to 62.4 % at 13 bara which is mainly attributed to an improved PSA-
 231 efficiency resulting in a decreased amount of biodiesel fed to the reformer (\dot{m}_{BD-REF}). Despite

232 a slight increase of the required biodiesel mass flow to the burner \dot{m}_{BD-B} - which arises from
 233 the fact that the PSA off-gas heat load (based on LHV) drops from 127.2 kW at 6 bara to
 234 48.3 kW at 13 bara (see Fig. 4a) - total fuel consumption is reduced from 26.4 kg/h to
 235 22.8 kg/h. The drop of the PSA off-gas heat load is mainly caused by a rapid decrease of the
 236 off-gas mass flow and an increased share of CO₂ (Fig. 4b). Obviously, applying high
 237 pressure is beneficial for the given H₂ generation system including a PSA unit.



238
 239 **Fig. 3:** Effect of system pressure on mass flows and H₂ efficiency

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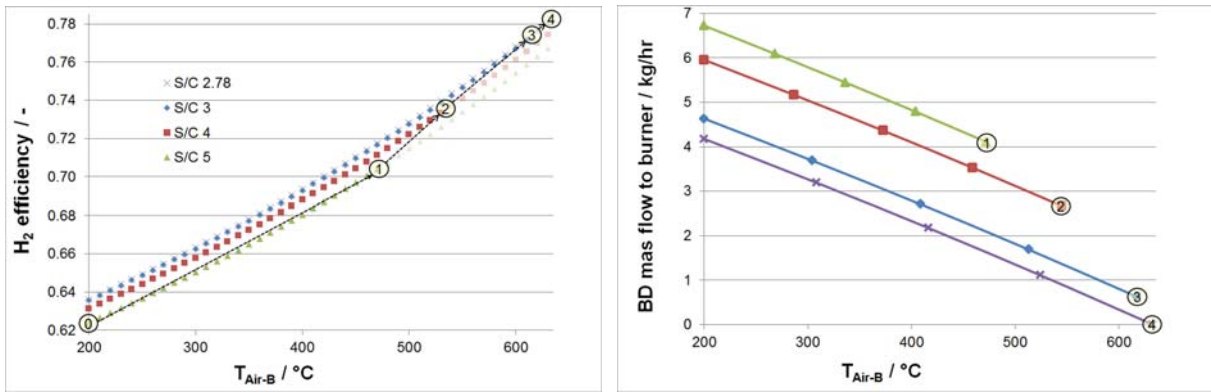
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242 **Fig. 4:** Effect of system pressure on PSA off-gas heat load (Fig. 4a), PSA off-gas
 243 composition and PSA off-gas mass flow (Fig. 4b)

244 Assuming an operating pressure of 13 bara and S/C=5 as a starting point (=operating
 245 regime "0"), the hydrogen efficiency can be further improved by increasing the burner air
 246 preheating temperature T_{AIR-B} (Fig. 5a). By doing so, less fuel \dot{m}_{BD-B} is needed for the burner
 247 in order to provide the necessary heat for the endothermic reforming reaction (Fig. 5b), while
 248 the amount of fuel needed for the reformer \dot{m}_{BD-REF} remains unaffected. Accordingly, the H₂
 249 efficiency (Eq. 4) rises.

250 **3.2 Heat-integrated system**

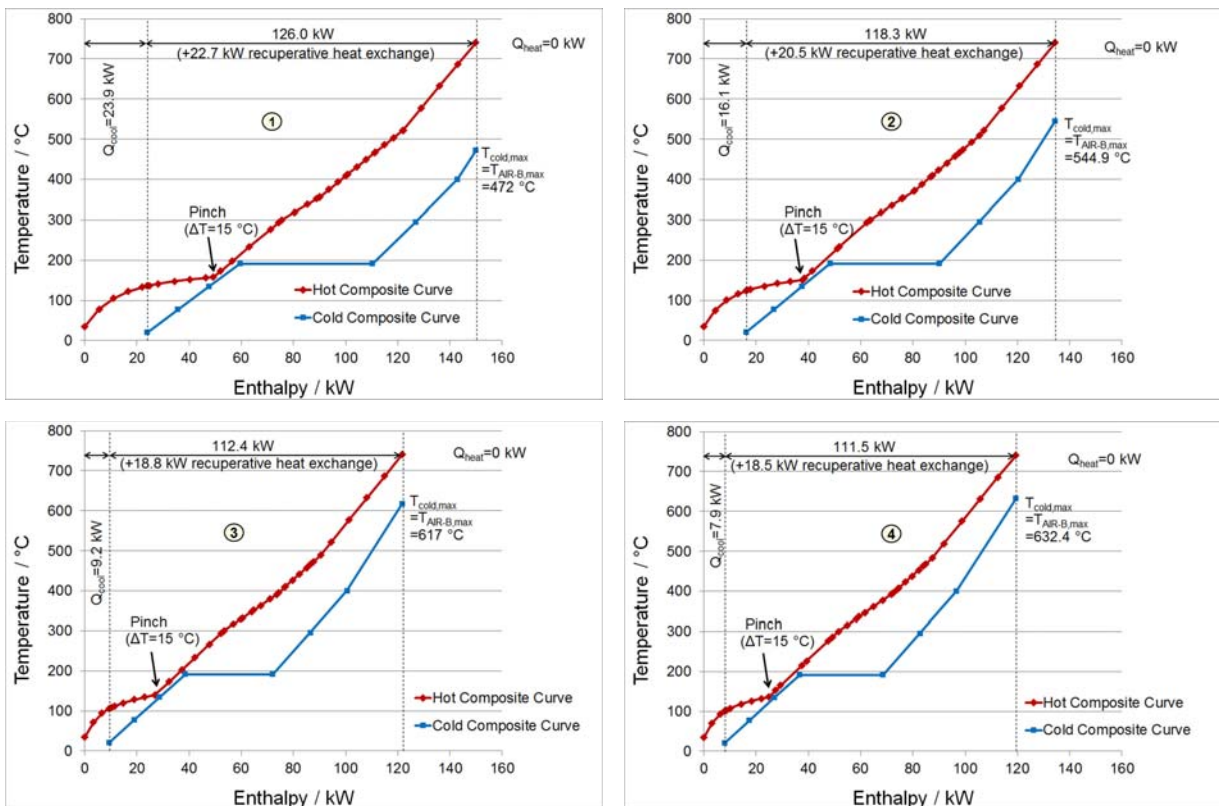
251 **3.2.1 Maximum achievable air preheating temperature at different S/C-ratios**



252

253 **Fig. 5:** Effect of S/C ratio and air preheating temperature T_{AIR-B} on H_2 efficiency as defined by
 254 Eq. 4 (Fig. 4a) and required biodiesel mass flow to burner (Fig. 4b). Operating regimes 1, 2,
 255 3 and 4 (yellow-filled circles) represent the maximum achievable preheating temperatures for
 256 heat integrated systems.

257 Regarding a heat integrated system without additional external heating demand (except fuel
 258 demand for burner), the achievable preheating temperature $T_{AIR-B,max}$ (yellow-filled circles in
 259 Fig. 5) is limited by the enthalpy loads and related temperature levels of the available
 260 residual heat streams. For a given S/C-ratio, the maximum preheating temperature $T_{AIR-B,max}$
 261 can be derived from the composite curves, which is graphically shown in Fig. 6. The
 262 composite curves that give the maximum allowable preheating temperature $T_{AIR-B,max}$
 263 are obtained iteratively by targeting a minimum temperature approach ΔT_{min} between the hot and
 264 cold composite curves with no additional external heating demand ($\dot{Q}_{heat} = 0$).



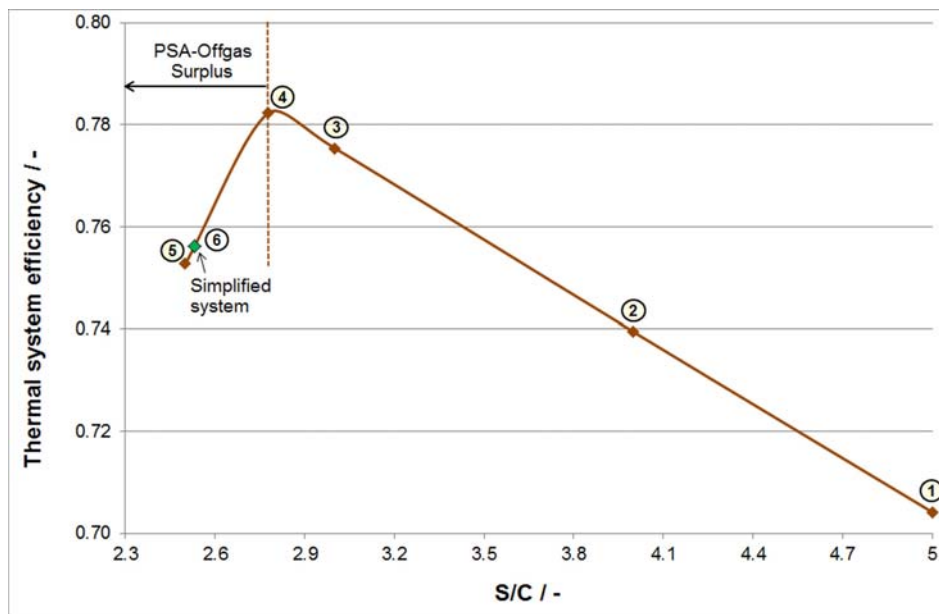
265 **Fig. 6:** Hot and cold composite curves of basic Aspen Plus flow-sheet (upper left: S/C=5
 266 corresponding to operating regime 1, upper right: S/C=4, corresponding to operating
 267 regime 2, bottom left: S/C=3 corresponding to operating regime 3, bottom right: S/C=2.78
 268 corresponding to operating regime 4)

269 As can be seen exemplarily from Fig. 6a, the maximum achievable air preheating
 270 temperature $T_{AIR-B,max}$ at $S/C=5$ is 472 °C. By lowering the S/C ratio stepwise to 4, 3 and 2.78
 271 $T_{AIR-B,max}$ can be raised from 472 °C to 545 °C, 617 °C and 632 °C, respectively. At this point
 272 (operating regime 4, Fig 6c), hereinafter referred to as the *thermo-neutral* point, no additional
 273 fuel is needed for the burner ($\dot{m}_{BD-B}=0$). The necessary heat for the endothermic reforming
 274 reaction is provided solely by the heating value of the PSA off-gas. From a technical point of
 275 view, this is highly advantageous since it eliminates the need of a dual fuel burner. Instead, a
 276 conventional gas burner can be used.

277 Moreover, Fig. 6 reveals an increasing energy turnover at higher S/C . Both the internal heat
 278 recovery and the external cooling demand increase (internal heat recovery: from 111.5 kW at
 279 $S/C=2.78$ to 126.0 kW at $S/C=5$, external cooling demand: from 7.9 kW at $S/C=2.78$ to
 280 23.9 kW at $S/C=5$) resulting in a larger and more costly heat exchanger (HEX) network and
 281 increased energy costs.

282

283 3.2.2 Effect of S/C -ratio on system efficiency



284

285 **Fig. 7:** Thermal system efficiency (as defined by Eq. 4) as a function of S/C

286 The thermal system efficiency (as defined by Eq. 4) that corresponds to the maximum
 287 achievable air preheating temperature of an heat integrated system increases linearly with
 288 decreasing S/C -ratio (Fig. 7) up to the thermo-neutral point (operating regime 4) where PSA-
 289 off-gas starts to emerge. A maximum theoretical net H_2 efficiency of 78.2 % is obtained.
 290 Obviously, if the PSA off-gas surplus is vented, the net H_2 efficiency declines (operating
 291 regime 5). One could think about partly recycling the PSA off-gas, resulting in a further
 292 efficiency rise. However, this is a rather theoretical consideration as recycling the PSA off-
 293 gas would require gas compression from 1 bara to 13 bara. Taking into account that
 294 compressing gaseous feeds is energy intensive and considering that the PSA recycle ratio
 295 becomes extraordinary high at low S/C , the option of recycling the PSA off-gas was
 296 discarded. Tab. 3 gives an overview of the process characteristics of the considered
 297 operating regimes. The hydrogen output is kept constant at 50 Nm^3/h for all operating
 298 regimes.

Tab. 3 – Process characteristics of different operating regimes							
Operating regime	S/C	T_{AIR-B} (°C)	\dot{m}_{BD-REF} (kg/h)	\dot{m}_{BD-B} (kg/h)	$\dot{m}_{BD,total}$ (kg/h)	η_{Syst} (%)	P_{el} (kW)
0	5.00	200.0	16.06	6.72	22.78	62.4	8.11
1	5.00	472.0	16.06	4.11	20.17	70.4	6.19
2	4.00	544.9	16.56	2.67	19.23	73.9	5.70
3	3.00	617.0	17.72	0.63	18.35	77.5	5.32
4	2.78	632.4	18.17	0.00	18.17	78.2	5.26
5	2.50	642.2	18.88	0.00	18.88	75.3	5.26
6	2.53	570.0	18.79	0.00	18.79	75.6	5.82

299

300 Considering the substantially reduced total fuel consumption (Tab. 3) low S/C ratios appear
 301 highly favorable for heat-integrated DHG systems. The higher system efficiency at lower S/C
 302 mainly arises from the reduced heat demand for preheating and vaporization of water.

303 As mentioned above, the highest theoretical H_2 net efficiency is obtained under thermo-
 304 neutral conditions at $S/C=2.78$. Nonetheless, a heat integrated system based on these
 305 conditions would require a complex HEX network including several stream splits. In
 306 particular, the narrow section right above the pinch point and the initiation of water
 307 condensation during cooling of the “WGS-1”-stream is detrimental to building up a HEX
 308 network. Even though we know from pinch theory that it is theoretically possible to set up a
 309 HEX network fulfilling the energy targets based on the composite curves at thermo-neutral
 310 conditions, the practicability of such a system must be questioned. Therefore we decided to
 311 simplify the system by limiting the use of the “WGS-1”-temperature (for heat integration
 312 purposes) to 132 °C, which is the dew-point of the respective stream.

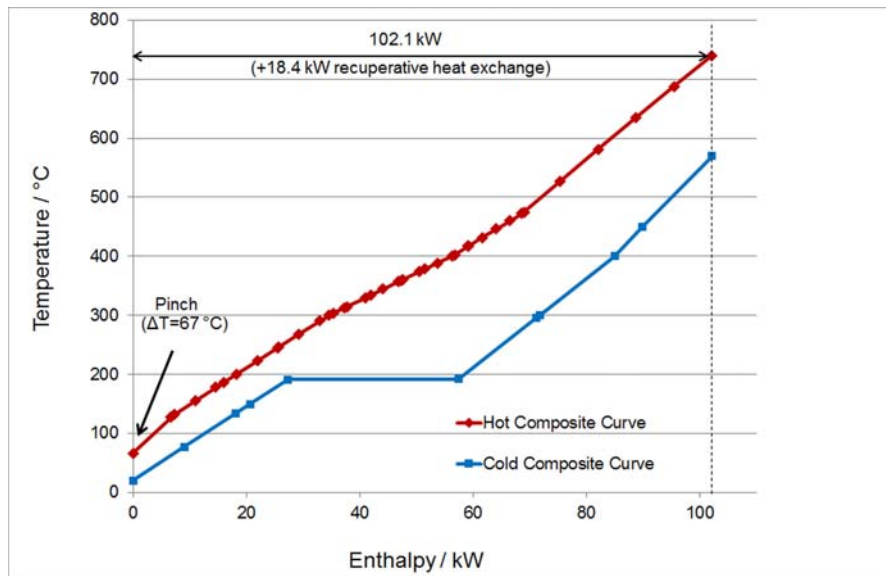
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314 3.2.3 Heat exchanger network of simplified system

315 The hot and cold composite curves of the simplified system (operating regime 6) are
 316 depicted in Fig. 8.

317 The targeted minimum temperature approach between the hot and cold composite curve is
 318 67 °C. 120.5 kW (102.1 kW + 18.4 kW) can be recovered within the system. The biodiesel
 319 mass flow to the burner can be eliminated (see Tab. 3) since the heating value of the PSA
 320 off-gas is sufficient for providing the necessary heat for the reforming reaction. Compared to
 321 operating regime 4, a slightly lower S/C has to be applied in order to ensure thermo-neutral
 322 conditions ($S/C=2.53$ compared to $S/C=2.78$).

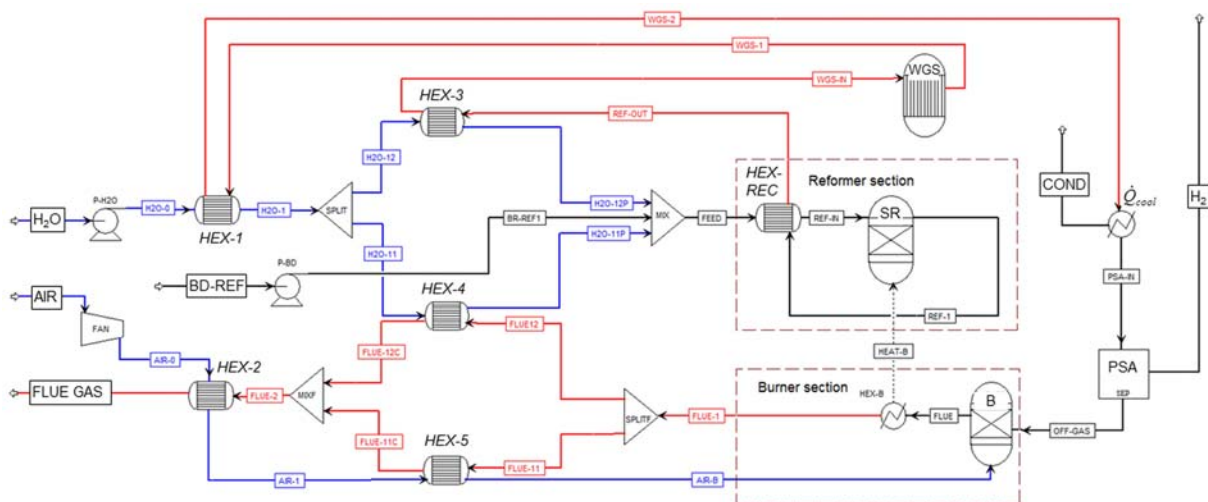
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324

325 **Fig. 8:** Composite curves of the simplified hydrogen generation system (operating regime 6)

326 Based on the composite curves of the simplified system, a HEX network has been set up
 327 targeting a maximum internal heat recovery with no additional external heating/cooling
 328 demand (except the cold utility which is required to cool down the WGS product gas stream
 329 from dew point temperature to the PSA inlet temperature). The fully heat integrated system
 330 is depicted in Fig. 9.



331

332 **Fig. 9:** Heat integrated 50 Nm³/h hydrogen generation system based on SR of biodiesel

333 18.79 kg/h of biodiesel are consumed in order to generate 50 Nm³/h (4.436 kg/h) of
 334 hydrogen. The system is operated at S/C 2.53 thus eliminating the need of feeding additional
 335 biodiesel to the burner. The endothermic heat demand for the steam reformer (47.6 kW) is
 336 provided by the burner making use of the PSA off-gas. By splitting up the flue-gas stream
 337 "FLUE-1", the incoming air stream "AIR-1" is preheated to 570 °C ("AIR-B") before entering
 338 the burner. The water stream "H2O-1" is split up similarly, one stream being heated up to
 339 400 °C by making use of the "FLUE-12"-stream, the other stream being heated up to 400 °C
 340 by transferring waste heat from the "REF-OUT"-stream. Preheating of water ("H2O" to "H2O-
 341 1") is achieved by cooling down stream "WGS-1" to dew point temperature. The system

342 produces 5,391 l/h of hydrogen at 10 bara delivery pressure (corresponding to 50 Nm³/h H₂
 343 at standard conditions).

344 The feed and product stream characteristics as well as the heat exchanger properties of the
 345 proposed fuel processor concept including the electrical power demand P_{el} are depicted in
 346 Tab. 4 and 5. In line with the energy targets derived from the composite curves of the
 347 simplified system (see Fig. 8), 120.5 kW are recovered within the system by matching cold
 348 and hot streams. An additional electrical energy demand of 5.82 kW is required. Although the
 349 minimum temperature approach is slightly lower than targeted (18.8 °C versus 67 °C), a
 350 near-optimal HEX network is obtained with a thermal system efficiency (as defined by Eq. 4)
 351 of 75.6 %.

Tab. 4 – Feed and product stream characteristics of heat integrated system

	H2O	BD-REF	AIR	FLUE-OUT	COND	H2
\dot{m} (kg/h)	54.9	18.8	335.4	384.0	20.6	4.436
\dot{V} (l/h)	55.0	21.6	282,130	365,994	21.8	5,391
T (°C)	20	20	20	65.3	20	20

352

Tab. 5 – Heat exchanger properties (\dot{Q} : transferred heat; A: heat exchanger area; ΔT_{\min} : minimum temperature approach), electrical power demand P_{el} : 5.82 kW

	HEX-1	HEX-2	HEX-3	HEX-4	HEX-5	HEX-REC
\dot{Q} (kW)	13.24	16.06	8.65	26.51	37.66	18.36
A (m ²)	0.90	123.9	0.85	11.2	126.5	1.71
ΔT_{\min}	112.0	20.5	74.9	18.8	20.5	175.0

353

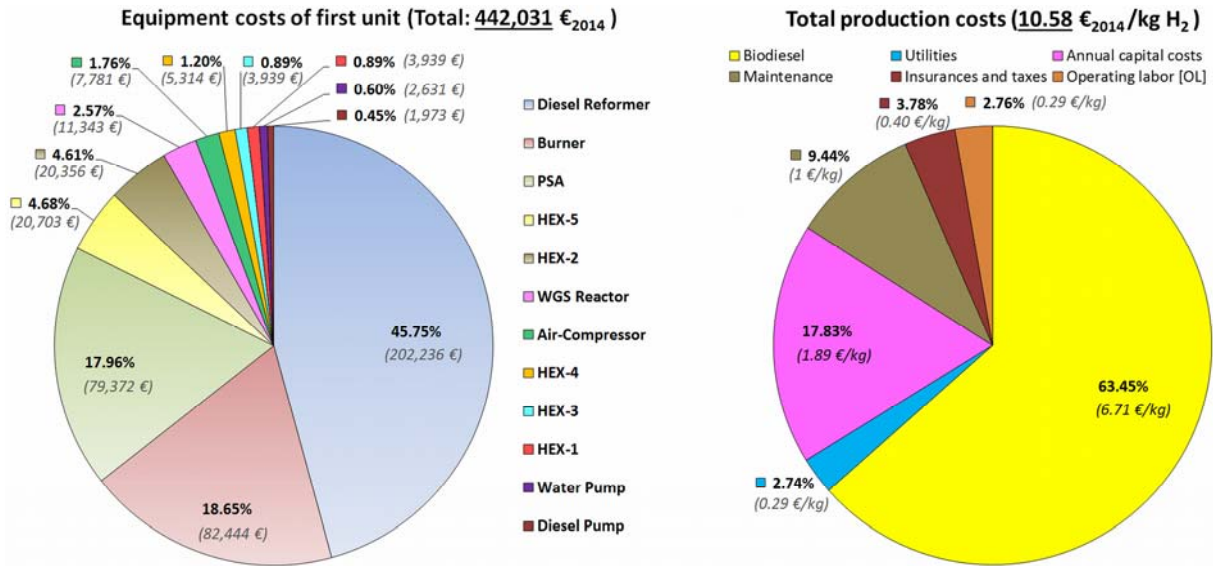
354 3.3 Techno-economic analysis

355 3.3.1 Total hydrogen net production costs (NPC)

356 NPC were calculated based on the optimized reformer concept presented in Fig. 9 and the
 357 economic factors and assumptions presented in Table 2. For the first produced reformer unit,
 358 total equipment costs amount to 442,031 €. The most expensive equipment is the biodiesel
 359 reformer followed by the installed burner and the PSA, which accounts for approximately
 360 45.8 %, 18.7 % and 18.0 % of total equipment costs, respectively. A breakdown of
 361 equipment costs is shown in the left pie chart in Fig. 10.

362 Based on annual capital cost requirements and current market prices for raw materials,
 363 utilities and labor costs in Germany, total hydrogen production costs of 10.58 €/kg H₂ were
 364 estimated. Thereby, expenses for biodiesel accounts for more than 63 % of NPC indicating
 365 that the economic feasibility of the presented reformer concept is highly depending on
 366 biodiesel market prices. Annual capital costs are the second largest cost item, though, with a
 367 share of 17.83 % capital costs have by far not the same impact on NPC compared to the

368 biodiesel price. Expenses for labor, taxes and insurances have a small effect on H₂
 369 production costs. NPC broken down by cost items are shown in the right pie chart in Fig. 10.

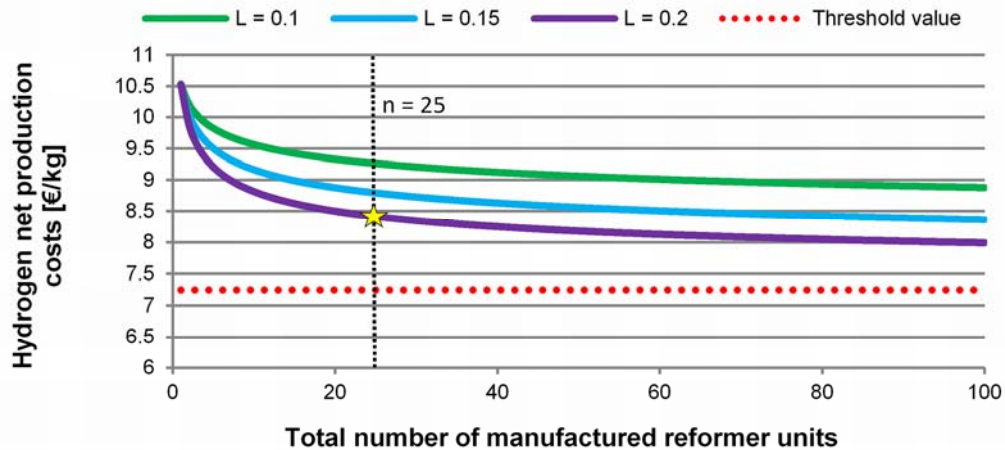


370
 371 **Fig. 10:** Equipment costs and total hydrogen production costs of first produced reformer unit

372 It is worth noticing that the relative high biodiesel market price is due to the consideration of
 373 taxes. In some European countries, hydrogen and the raw materials used in the production
 374 process are tax free. As a consequence, significant lower hydrogen production costs are
 375 obtained. When neglecting taxes on biodiesel, total hydrogen production costs of 7.30 €/kg
 376 were calculated for the presented case.

377
 378 **3.3.2 Experience curve effects**

379 Especially for new developed technologies, equipment costs as well as labor costs for
 380 installation and maintenance are decreasing between the first-of-a-kind (FOAK) and Nth-of-a-
 381 kind unit (NOAK) (28). In order to account for expected cost reductions regarding equipment
 382 costs (including installation and maintenance), change of hydrogen production costs was
 383 analyzed assuming different experience rates L in Eq. (6). Since it is not possible to
 384 determine the exact experience rate for the presented reformer concept at the current
 385 technological level, L was varied between 10 % and 20 %, which is a typical range for newly
 386 developed technologies. Results for the first 100 manufactured units are presented in
 387 Fig. 11.



388

389 **Fig. 11:** Development of hydrogen net production costs taking into account experience curve
390 effects

391 In general, NPC of hydrogen decrease with every manufactured unit. However, the largest
392 cost reduction effect can be seen in the range between 1 and 25 manufactured units,
393 whereupon NPC tends to a threshold value indicated by the red dashed line in Fig. 11.
394 When reaching the threshold value, capital costs are close to zero and NPC only consists of
395 expenses for biodiesel, utilities and labor costs. At this point, reducing hydrogen production
396 costs is only possible by reducing operational costs or by increasing the energetic efficiency
397 of the reformer concept.

398

399 For the given case, the threshold value is 7.25 €/kg corresponding to a maximum cost
400 reduction potential of 31.5 %. Assuming an experience rate of 10 % and 20 %, NPC of
401 hydrogen is reduced by 12.5 % and 20.5 % (9.26 and 8.46 €/kg) for the 25th unit and 16 %
402 and 24 % (8.88 and 8 €/kg) for the 100th unit, respectively.

403

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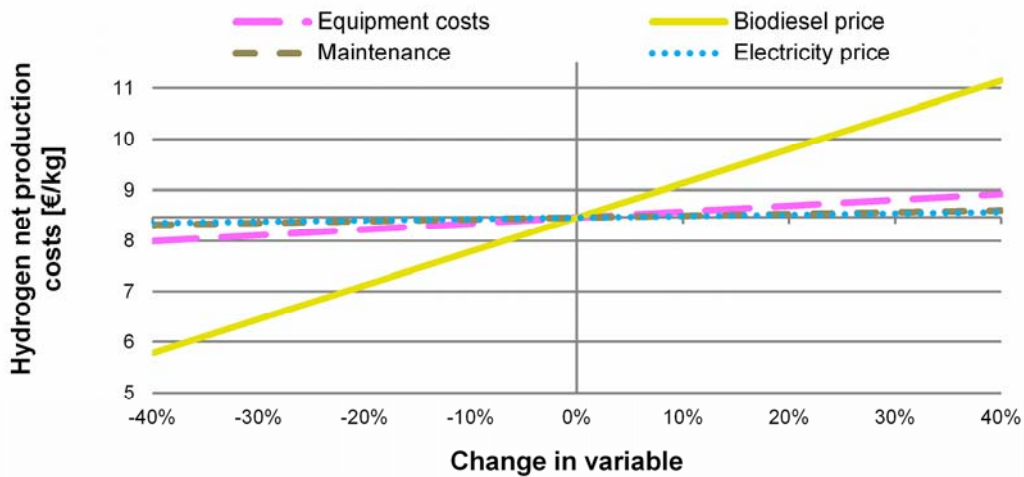
405 3.3.3 Sensitivity analysis

406 The impact on NPC of the three most relevant cost items (biodiesel price, annual capital
407 costs and maintenance) as well as the electricity price was investigated in a sensitivity
408 analysis. Especially biodiesel prices can vary significantly over time due to changes of global
409 oil prices or legal and fiscal framework conditions. In order to take experience curve effects
410 into account, sensitivity analysis was carried out for the 25th manufactured reformer unit
411 assuming an experience rate of 20 % (This case is marked with a yellow star in Fig. 11).
412 Starting from initial NPC of 8.46 €/kg, costs and prices were varied within a range of +/-
413 40 %. Results are presented in Fig. 12.

414

415 By varying biodiesel prices, hydrogen production costs are considerably affected and amount
416 to 5.77 €/kg and 11.15 €/kg for 40% lower and higher market prices, respectively. Changes
417 in equipment costs have a less significant impact with NPC ranging from 8 to 8.93 €/kg.
418 Since accuracy of a AACE class three cost estimation of equipment costs lies within +/- 30 %,
419 it is worth noticing that by definition NPC can likely be in the range between 8.1 and 8.81
420 €/kg. Maintenance and electricity costs have a negligible effect on hydrogen production
421 costs.

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Fig. 12: Results of sensitivity analysis of 25th unit

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3.3.4 Comparison of basic and optimized system

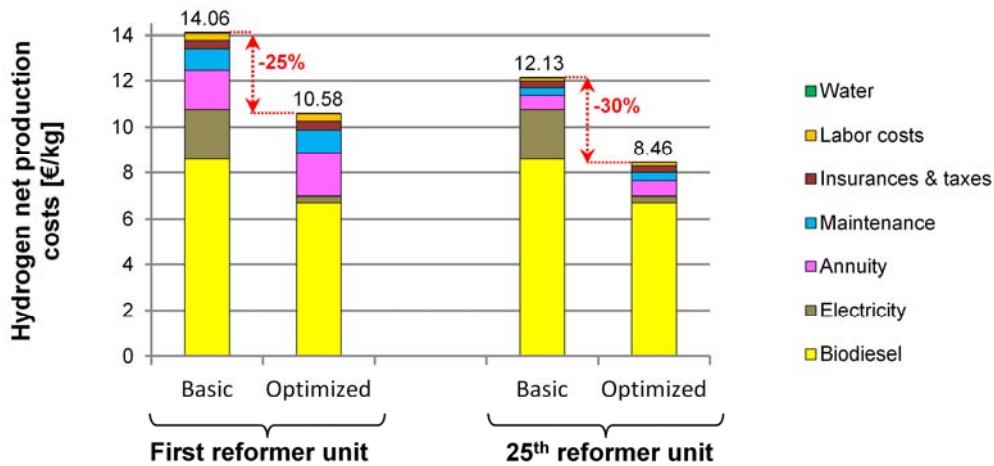
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Finally, the economic performance of the basic, non-heat integrated system (Fig. 2) and optimized, heat integrated reformer system (Fig. 9) shall be discussed. Figure 13 presents net hydrogen production costs for the first and 25th manufactured unit broken down in relevant cost items.



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433

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Fig. 13: Comparison of hydrogen production costs based on basic, non-heat integrated and optimized, heat integrated reformer system

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Without process optimization and heat integration, significantly more biomass and electricity is required per kg of hydrogen produced resulting in high NPC of 14.06 €/kg for the first reformer unit. Although equipment costs are approximately 9% higher in the optimized reformer concept due to integration of several heat exchangers, total production costs are 25% lower (10.58 €/kg). Especially the electricity consumption is considerably reduced, since internal heating demand is minimized. As a result, it can be stated that the drawback of higher equipment costs in the optimized system is by far outweighed by significant lower operational costs.

443 When taking experience curve effects into account, the hydrogen production costs are even
444 more reduced as shown for the 25th manufactured unit. This is due to the fact that fixed
445 capital costs are reduced whereas operational costs remain unaffected. Thus, optimizing the
446 system results in more than 30% lower hydrogen production costs.

447

448 **4 Conclusions**

449 This study serves to evaluate a 50 Nm³/h hydrogen generation system based on steam
450 reforming of biodiesel. Results show that it is vital in terms of improving system efficiency to
451 apply a high system pressure and a low S/C ratio. The positive effect of pressure
452 predominantly arises from an increased PSA efficiency at high pressures, which outweighs
453 the adverse effect of thermodynamics (lower syngas yield at high pressure). The upper limit
454 of the system pressure is hardware-dependent whereas the lower limit of the S/C ratio is
455 determined by the so called *thermo-neutral* point. At this point, the heat for the steam
456 reforming unit can be provided exclusively by burning the off-gas from the PSA, thus
457 eliminating the need of a dual fuel burner. Further lowering the S/C ratio is not advisable
458 since a PSA off-gas surplus starts to emerge, resulting in a decrease in the net system
459 efficiency. Moreover, a low S/C ratio increases the risk of coke formation on the catalyst
460 surface. Regarding practical applications a trade-off between high catalyst durability and high
461 system efficiency must be found.

462 Based on the results of the process optimization, proper heat integration of the system has
463 been carried out resulting in a near-optimal HEX network with a net system efficiency of
464 **75.6 %** (based on LHV). Techno-economic analysis of the heat integrated fuel processor
465 system based on steam reforming of biodiesel reveals a major impact of biodiesel price on
466 hydrogen net production costs. 8.46 €/kg were calculated for the 25th reformer unit, the costs
467 of which can be further brought down by increasing the number of units and/or increasing the
468 unit size.

469

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471

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476

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