

# THERMAL ENERGY STORAGE PLANTS: A KEY TO UNLOCKING FLEXIBILITY AND SUSTAINABILITY IN THE ENERGY TRANSITION?

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**4<sup>th</sup> International Workshop on Carnot Batteries**

Stuttgart, 23-25 September 2024



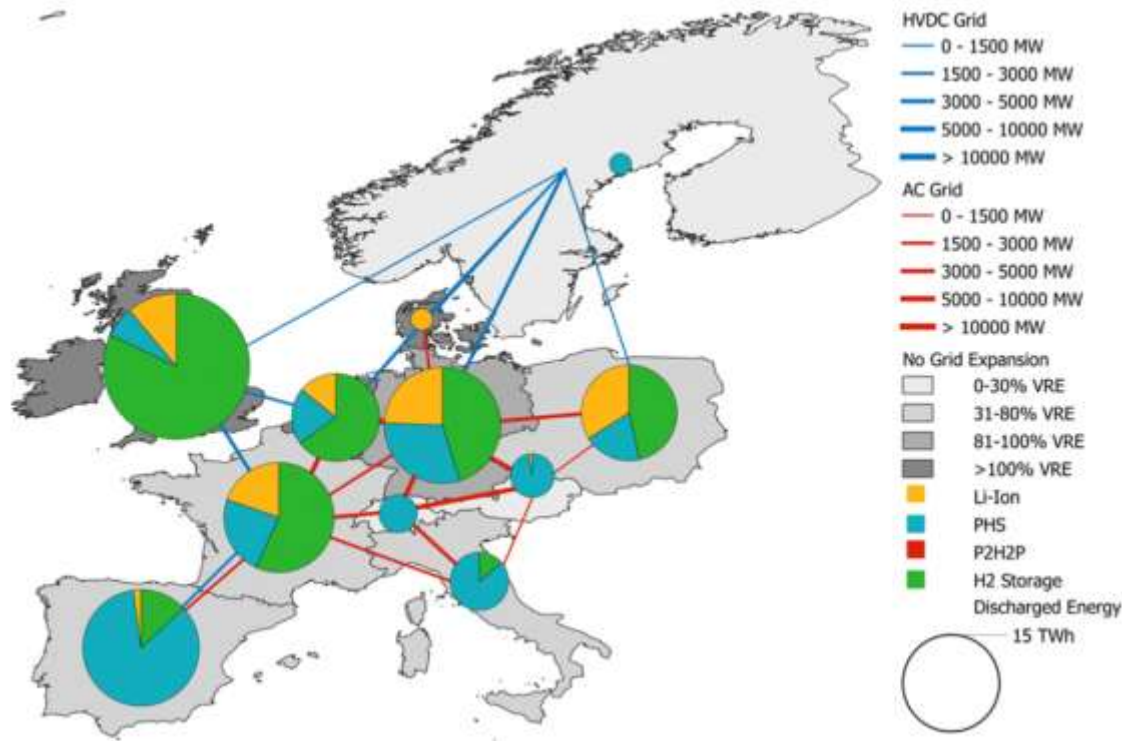


# THE SYSTEM PERSPECTIVE

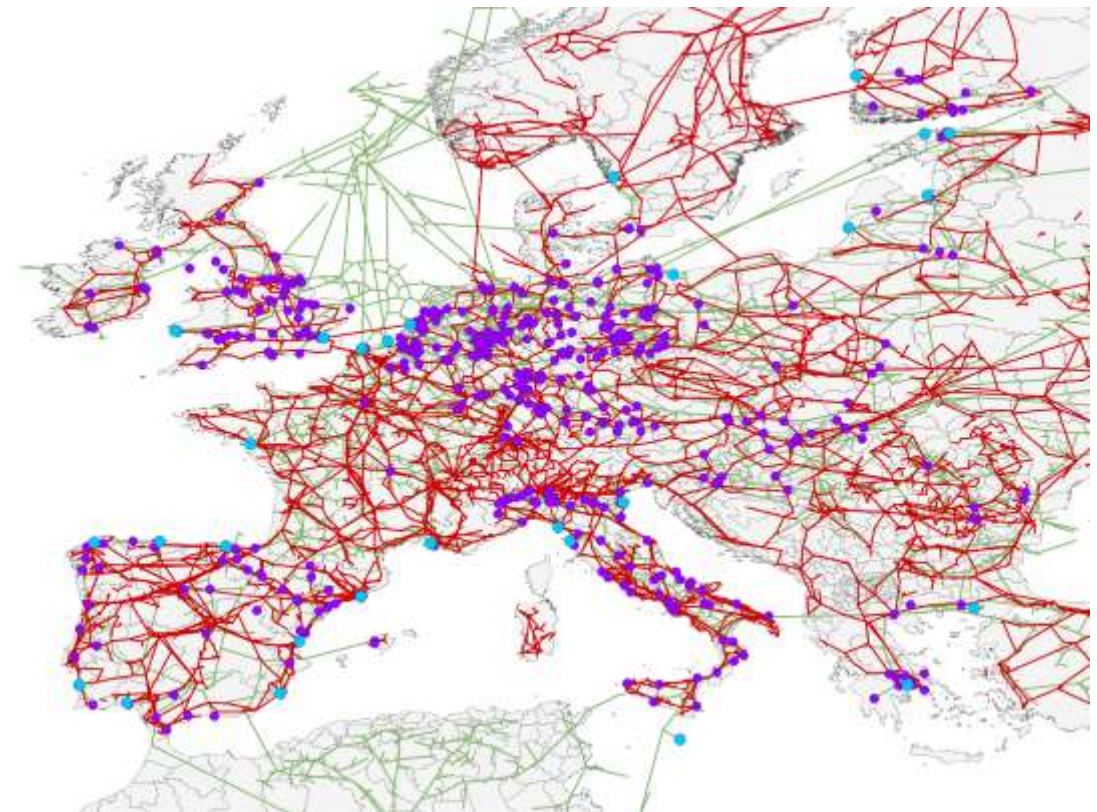


# Energy systems analysis: examples

## Storage expansion planning



## Joint European power and gas infrastructure



Moser, M., Gils, H.C., Pivaro, G. (2020) A sensitivity analysis on large-scale electrical energy storage requirements in Europe under consideration of innovative storage technologies. Journal of Cleaner Production, 269 (122261).doi: 10.1016/j.jclepro.2020.122261

Wetzel, M., Witte, F., Schmutge, J., Nadal, A., Medjroubi, W., Gils, H.C. (2023) Fokusthemenprojekt NaGsys - Abschlusskolloquium HAP3, Stuttgart 15.11.2023

## Storage expansion planning

## Joint European power and gas infrastructure

### The value of the system perspective

1. Analysis of large-scale interdependencies
2. Benchmarking technologies against multiple alternatives
3. Orientation within an ongoing transformation

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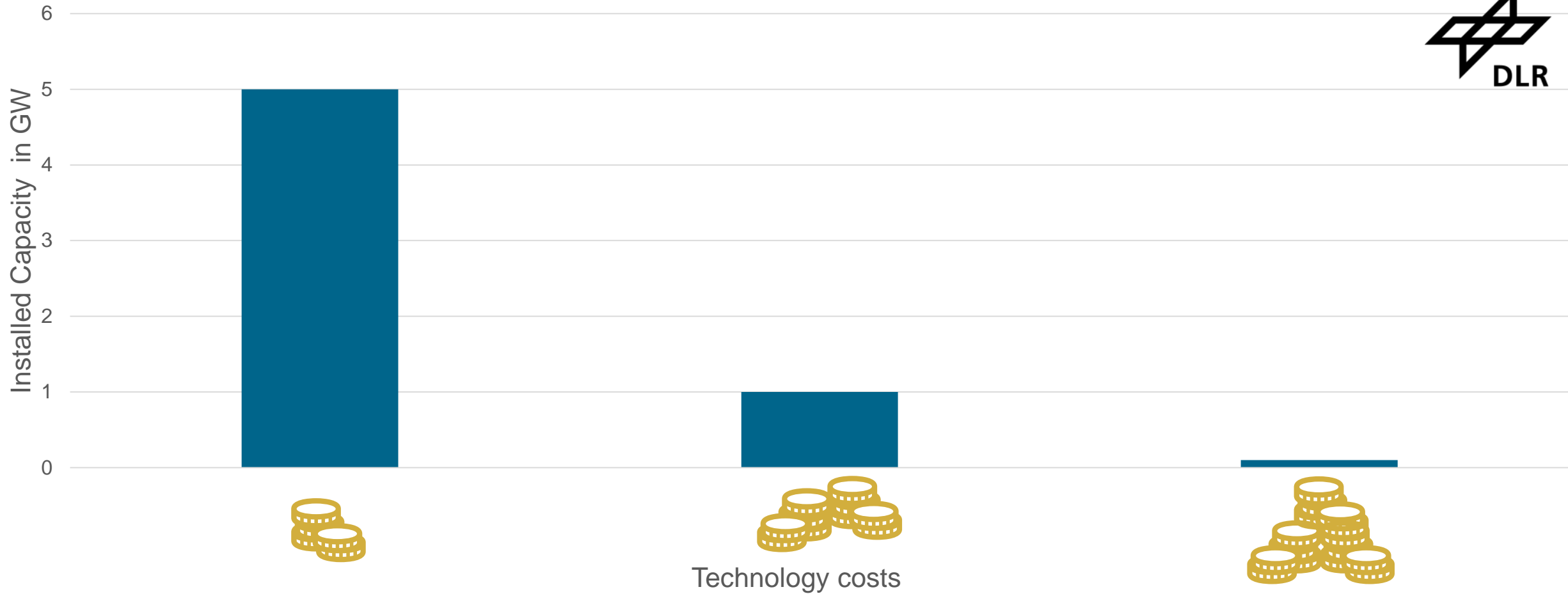


# RESEARCH QUESTION



In which scenarios do  
**Thermal Energy Storage Plants**  
contribute to an affordable, secure  
and sustainable overall energy  
supply?

# Carnot batteries and Thermal Energy Storage Plants (TESP) in the system



## APPROACH 1: DESIREABLE COSTS



# Model setup 1/2

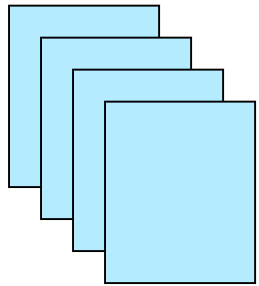
| Method                                   | Optimization + Agent-based model  |
|--|---|
| Sectoral scope                           | Electricity (incl. E-Mobility), heat, hydrogen  |
| Technological scope                      | 90 technologies   |
| Spatial scope                            | 22 regions, focus: Germany  |
| Temporal scope                           | 2050 (target year expansion, hourly dispatch optimization)  |
| Scenarios (net zero)                     | <ol style="list-style-type: none"><li>1. Base</li><li>2. „Low electrolyzer flexibility“ (min. 6500h/a)</li><li>3. „No grid expansion“</li></ol> |
| Parameter variation for Carnot batteries | Converter cost: {100 ... 400 €/kW(th)}<br>Storage cost: {20 ... 90 €/kWh(th)}<br>Roundtrip eff.: {55%, 65%, 75%, 86%}                           |
| Carnot bat. strategies                   | Min. system cost   Max. profit  |



Blues: Research focus (ABM-Scope)  
Grey: Within system boundaries (Optimizer Scope)  
White: Outside system boundaries

# Model setup 2/2

## Scenarios



Input  
→

- Demand scenarios
- Techno-economic data

## Model coupling (iog2x)

Energy system optimization



**REMix**

Output  
→

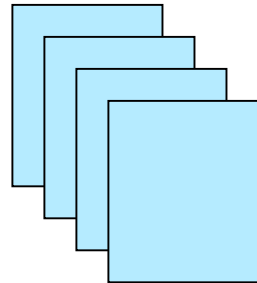
- Capacities
- RE feed-in
- Electrical demand

Electricity market simulation



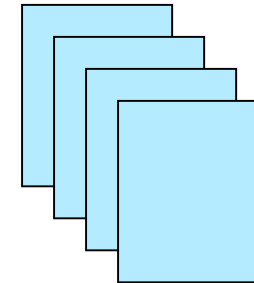
**AMIRIS**

Output  
↓



- Power plant and storage investment
- Spatial distribution
- Hourly dispatch
- Consideration of emissions limits
- Sensitivity analysis on system operation and grid investment

Output  
↓



- Electricity prices
- Market values
- Storage dispatch
- Impact of policy instruments

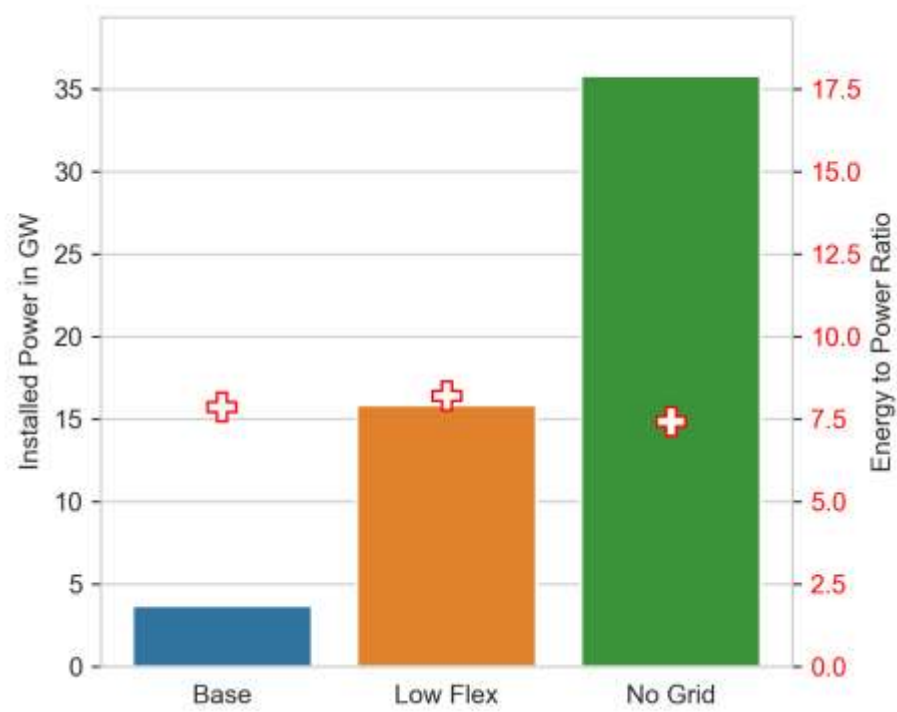




# Results: Carnot batteries in the German electricity market



Total capacity of Carnot batteries and energy to power ratio (red framed crosses)

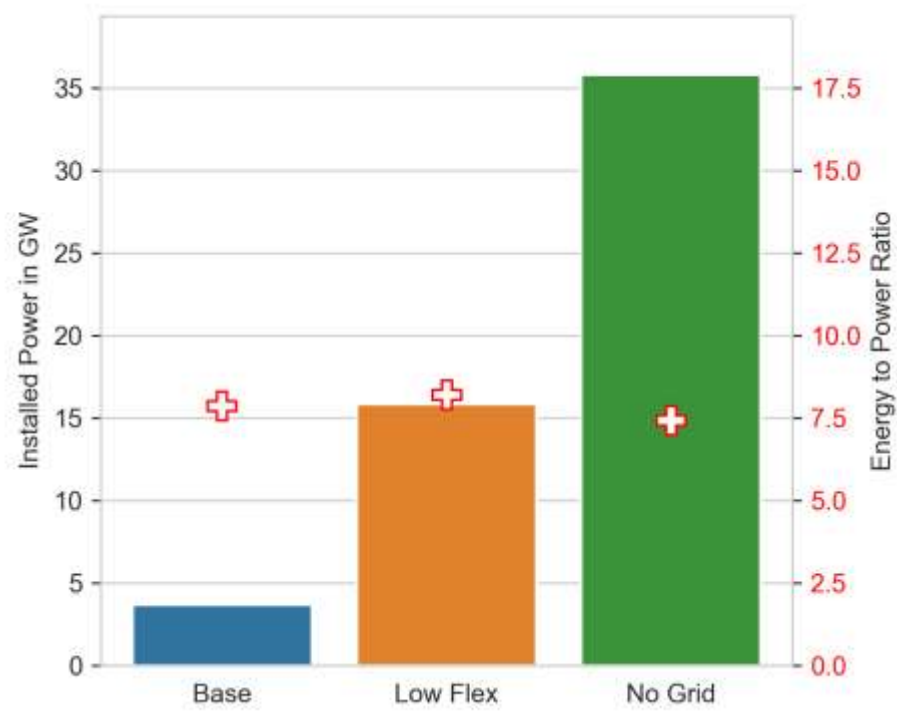


Carnot battery assumptions: 65% round trip efficiency, 150 €/kW, 20 €/kWh

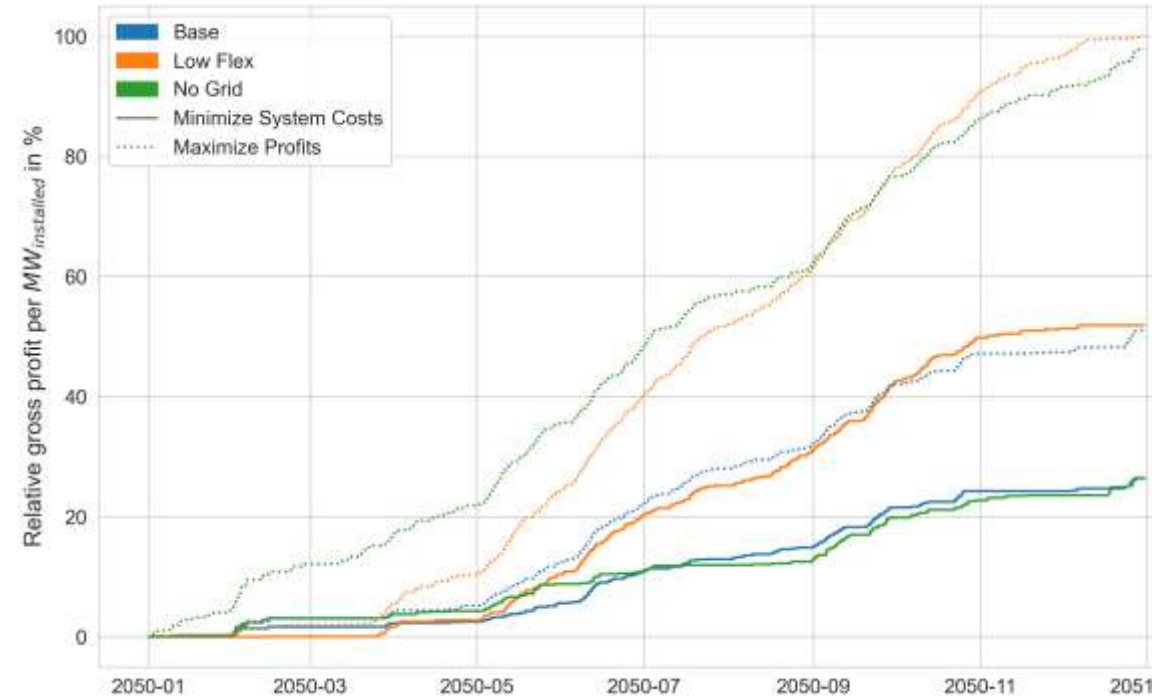
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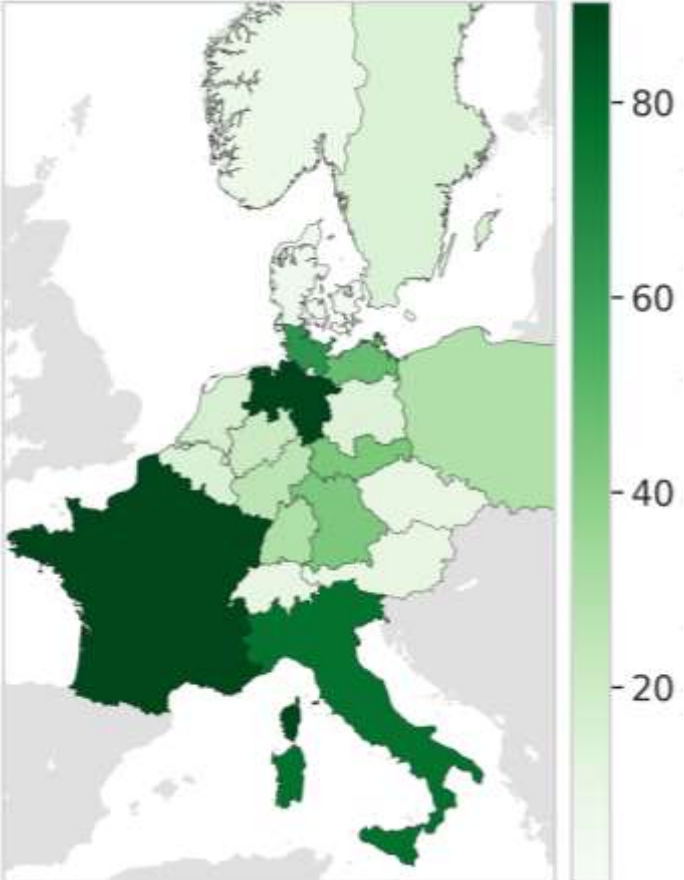
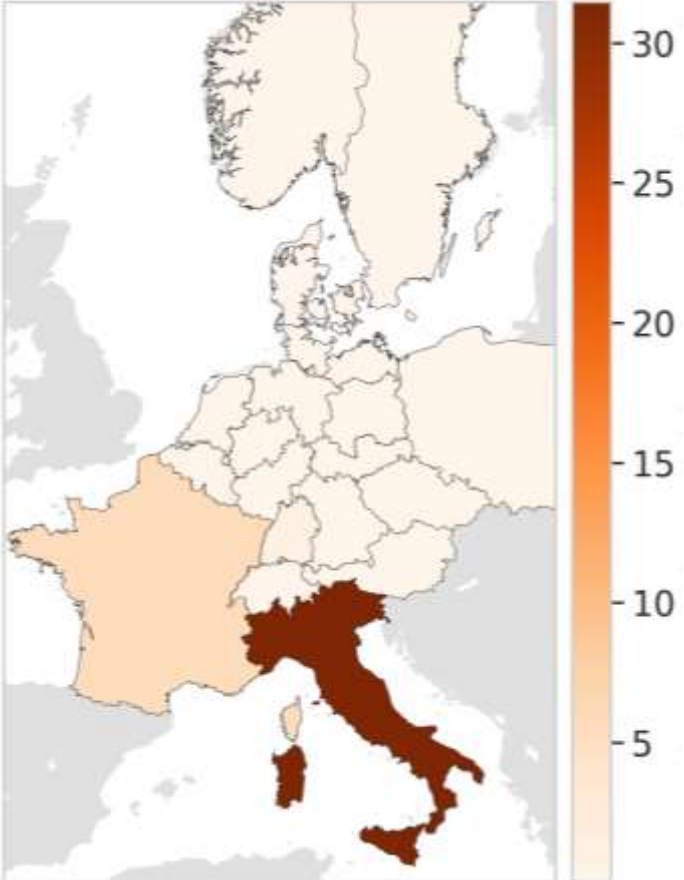
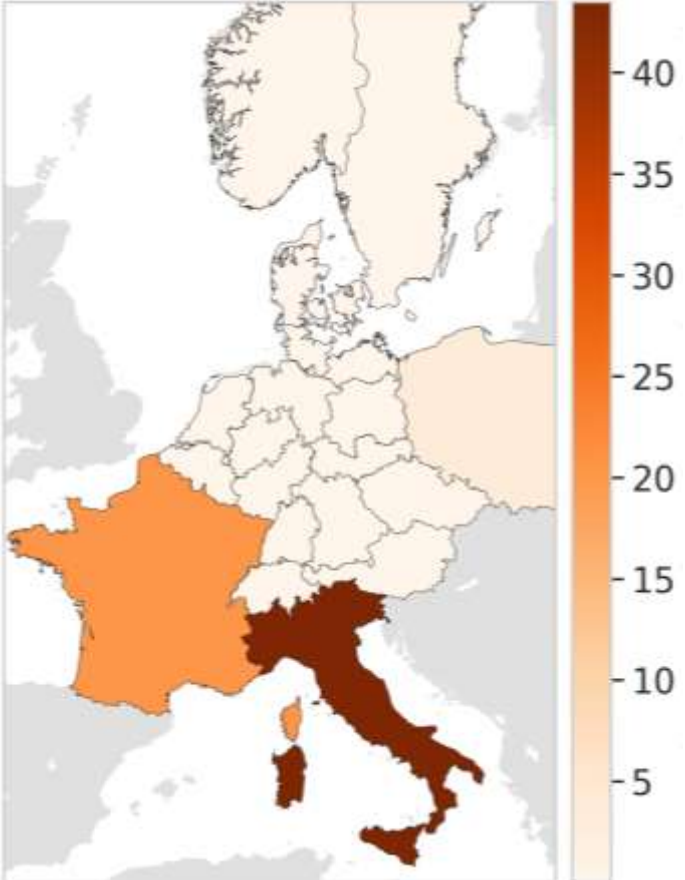
Relative gross profit per MW<sub>installed</sub>



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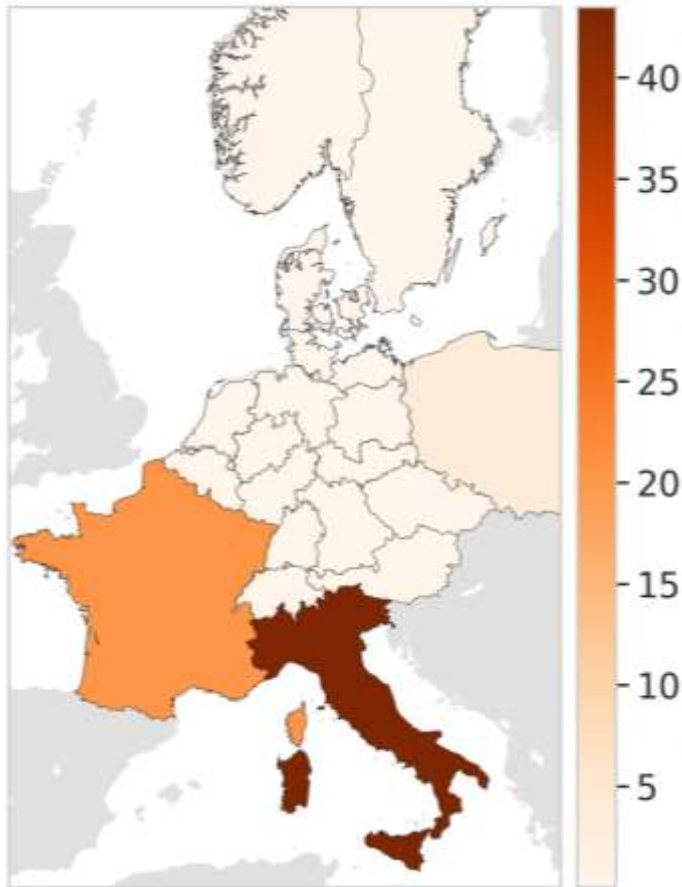
# Competition of flexibilities: annual storage output in TWh



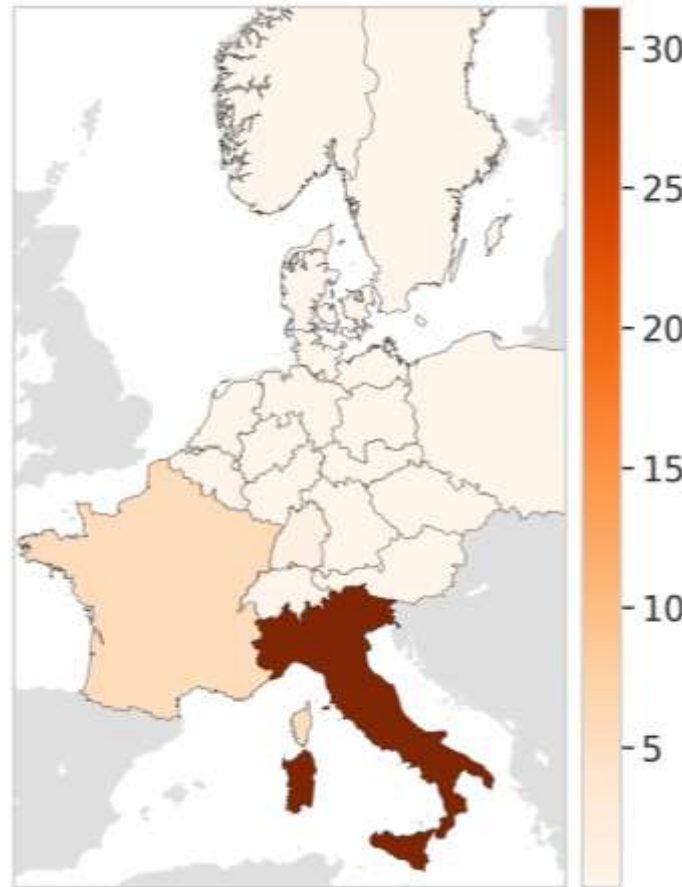
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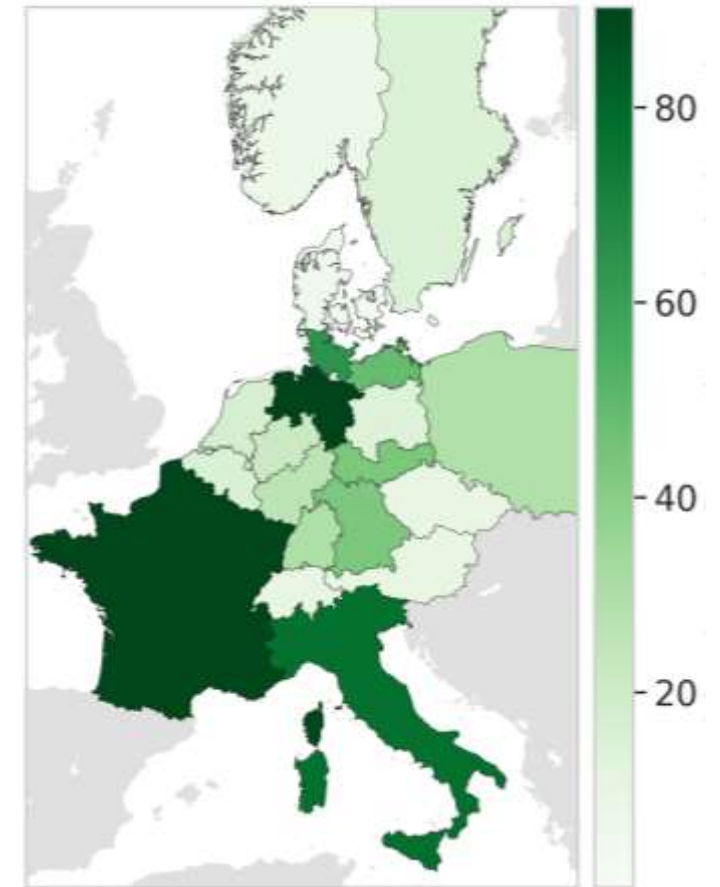
Carnot battery



Lithium-ion battery

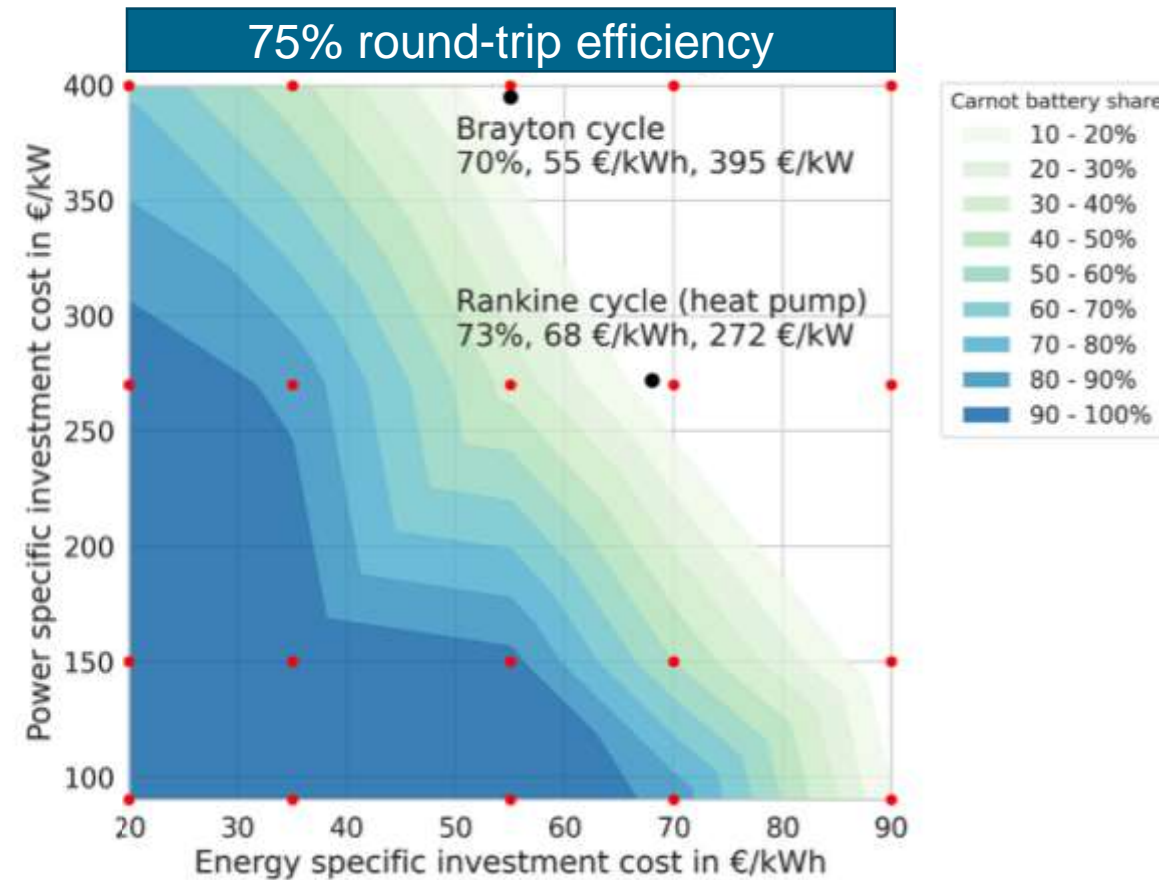


Hydrogen cavern



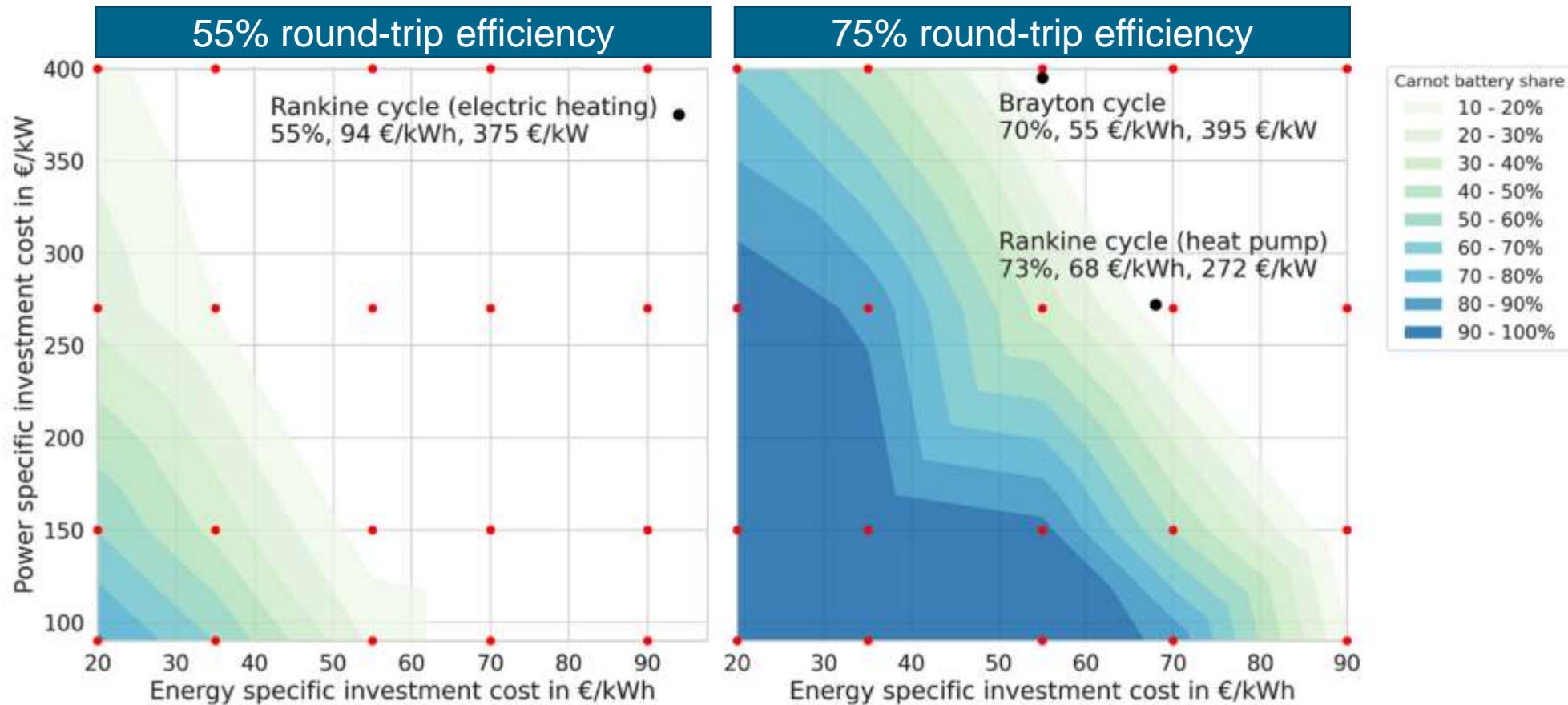


# Specific costs for heat conversion and storage



- **Red dots** indicate points of the parameter scan, **black dots** indicate state-of-the-art technologies

# However...



- **Red dots** indicate points of the parameter scan, **black dots** indicate state-of-the-art technologies
- State-of-the-art so far not system-relevant, Brayton and Rankine (HP) promising candidates (black dots)
- Market introduction of Carnot batteries with **55% efficiency from 35 - 70 EUR / kWh** depending on power-specific costs



# Approach 1: Discussion



## Findings

- Decreasing cost for HT heat conversion is key (e.g., CAPEX today:  $\geq 2000$  €/kW<sup>1</sup>)
- Other flexibility options are preferred (with “system planner’s cost minimization”)

# Approach 1: Discussion



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## Limitations

- Carnot batteries treated as electricity storage only **Potentially underestimating**
- State-level resolution overestimates load balancing through grids
- Unlimited resources access
- Not all potential flexibility options considered (e.g., controlled vehicle charging)
- No hydrogen imports
- Simplified plant operation (no dispatch restrictions and costs) **Potentially overestimating**



# Approach 1: Discussion

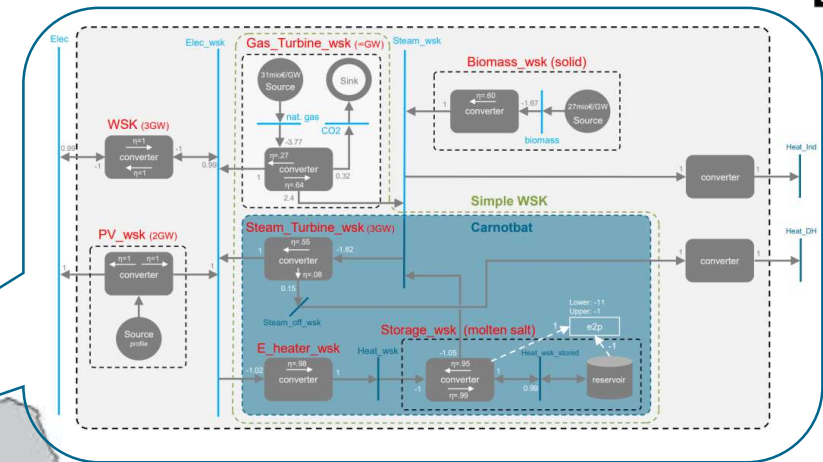
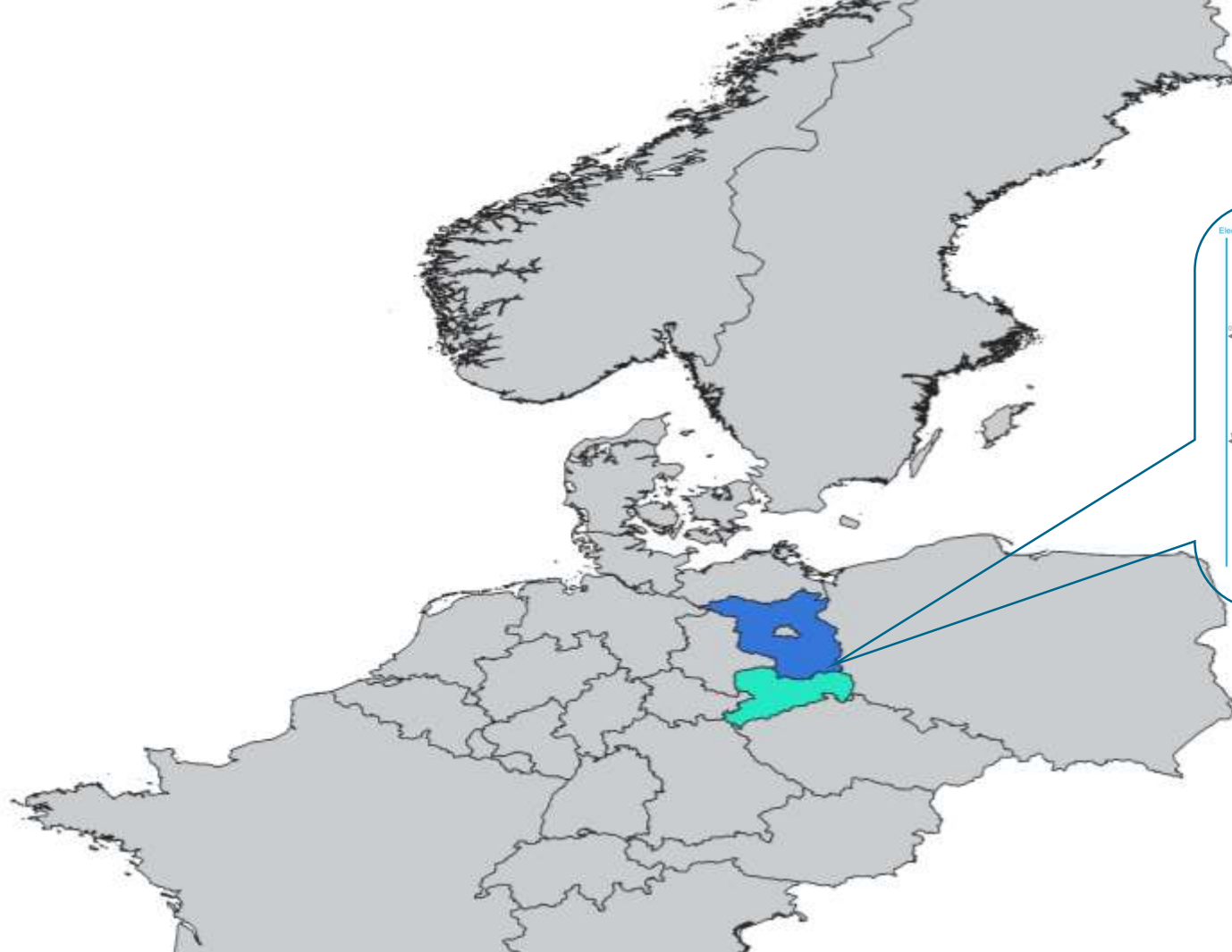


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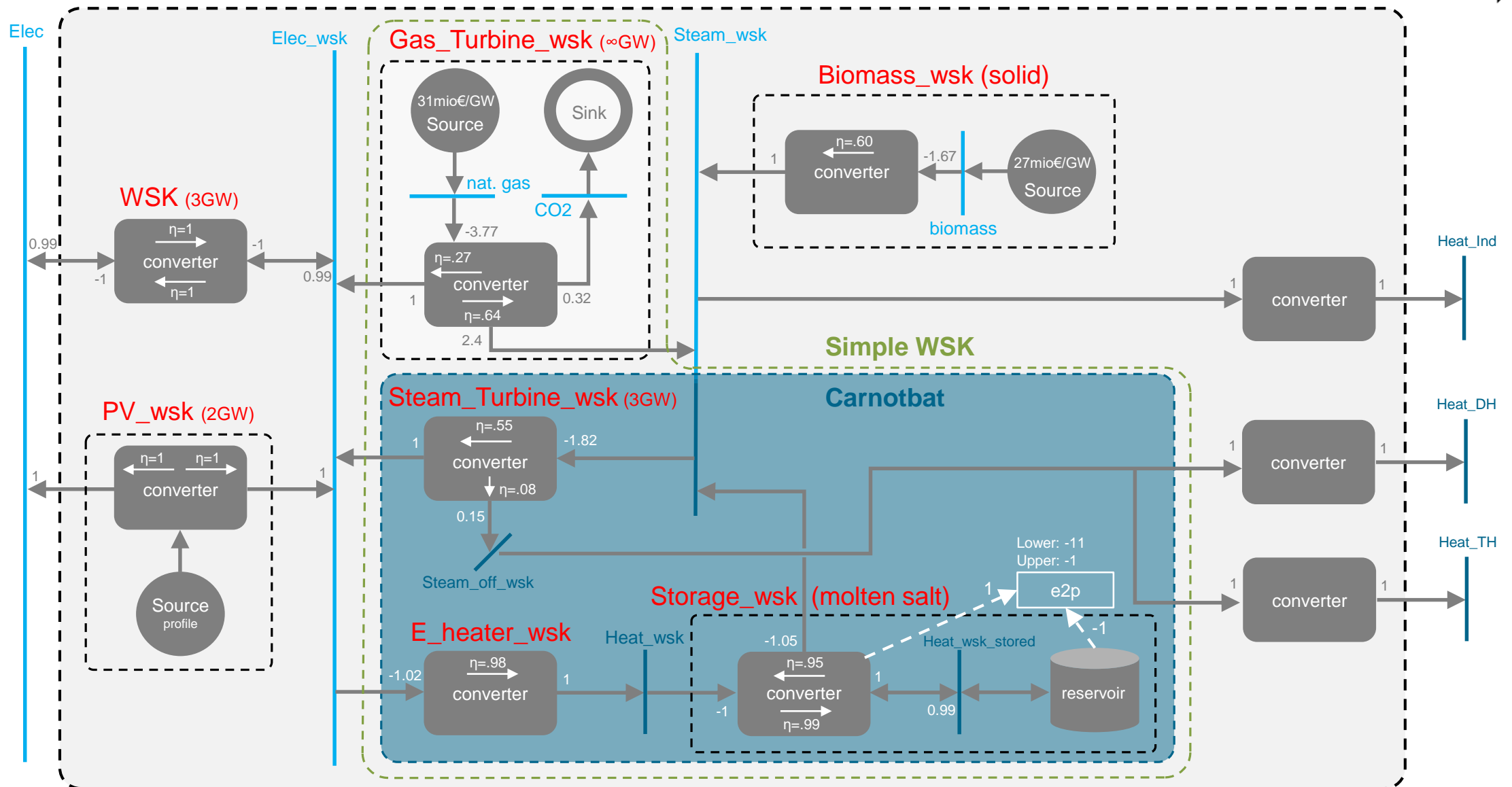
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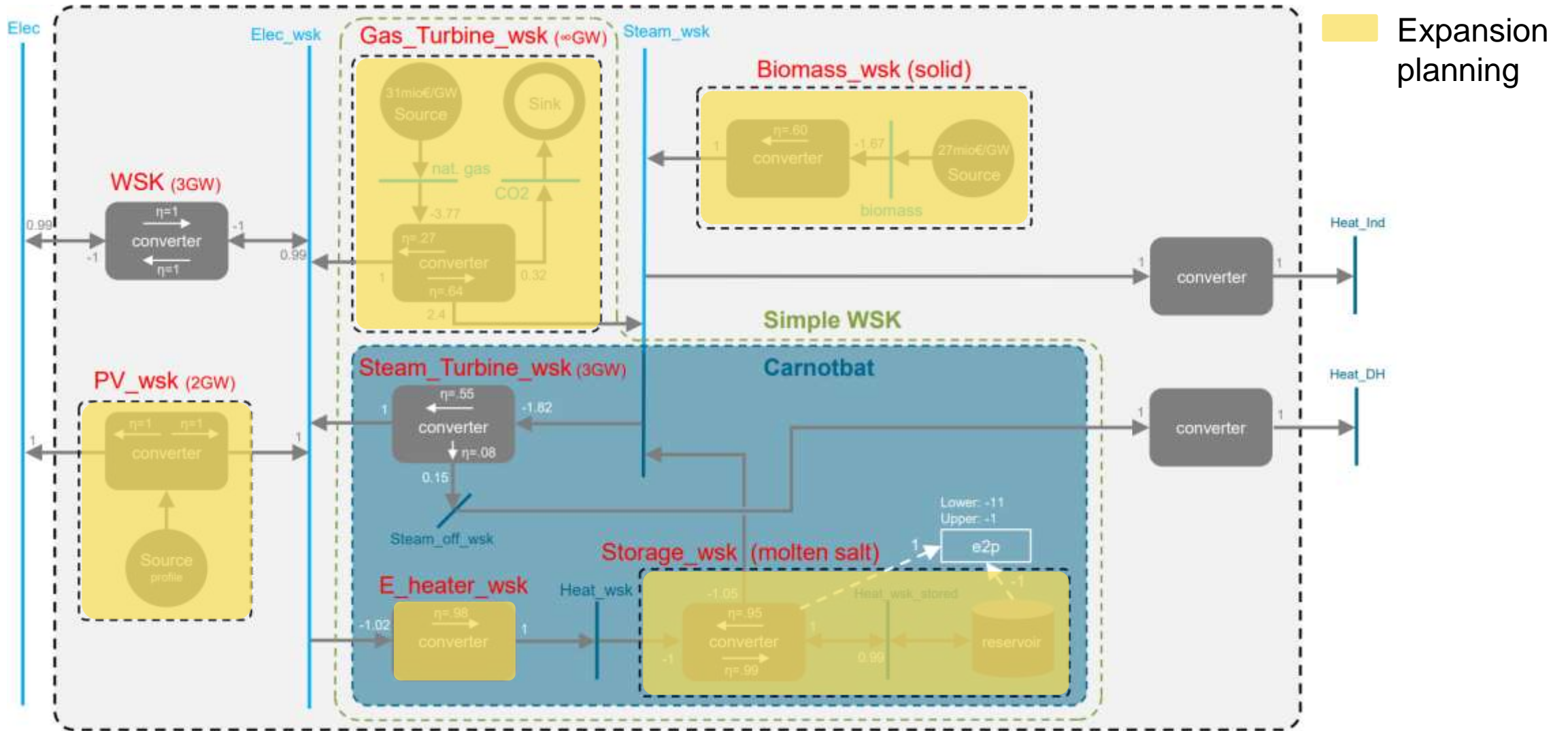
# APPROACH 2: „INCREASING THE DETAIL“



# Turning TESP into decarbonized CHP



# Turning TESP into decarbonized CHP





# Approach 2: model setup

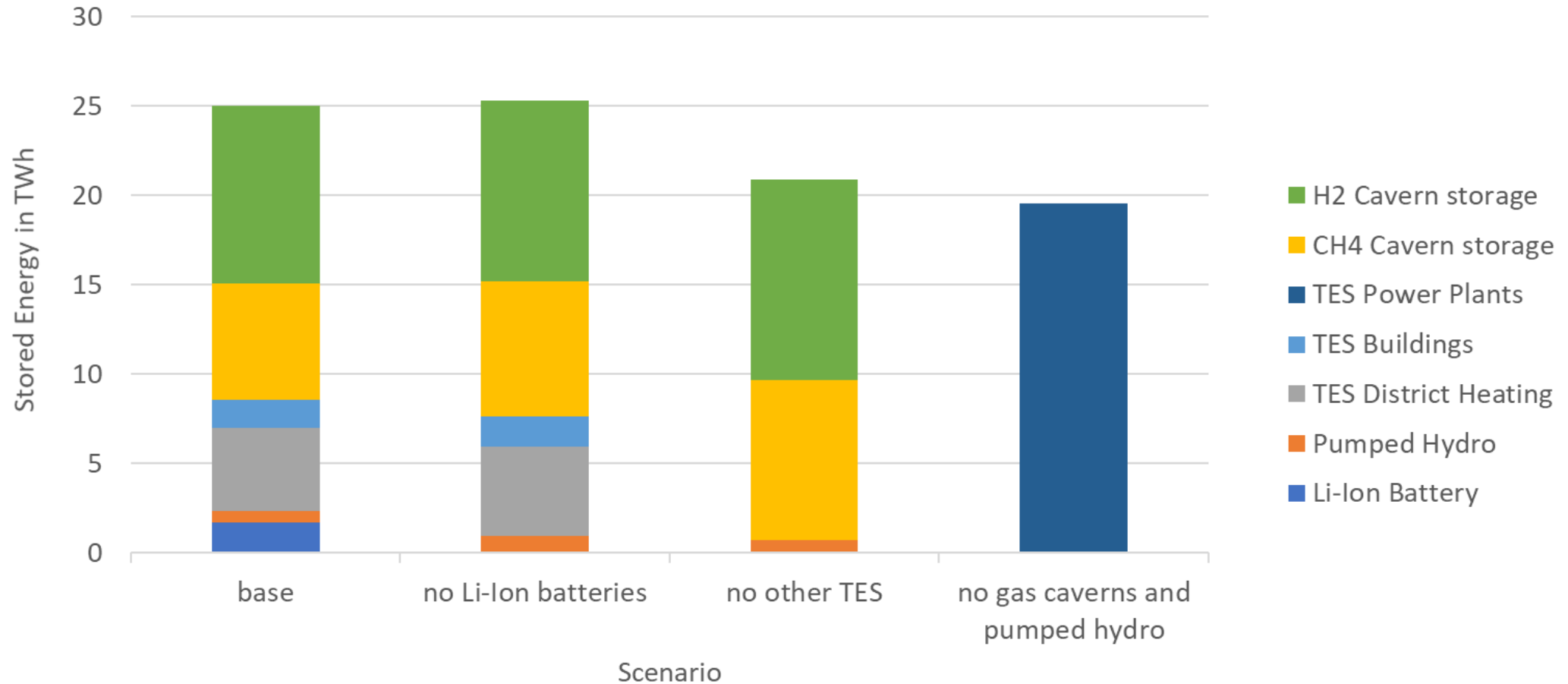
| Method              | Optimization  |
|---------------------|---|
| Sectoral scope      | Electricity (incl. E-Mobility), heat, hydrogen  |
| Technological scope | 90 technologies   |
| Spatial scope       | 2 regions, focus: Lausitz   |
| Temporal scope      | 2050 (target year expansion, hourly dispatch optimization)  |
| Scenario (net zero) | Transforming lignite plants in the Lausitz region   |
| Assumptions         | CAPEX thermal storage unit: 56 €/kWh<br>TESP supply local district heating demand<br>No cost for steam turbines (3 GW existing)<br>$\eta$ : operating point independent |
| Variations          | Stepwise removing other storage options   |



■ ■ : Research focus, transforming existing plants  
■ ■ ■ : Outside system boundaries

# Result: converting Lausitz power plants into TESP?

Impact of technology portfolio on storage deployment in Brandenburg/Sachsen





# Approach 2: Discussion



## Findings

- Model prefers other technologies for both heat and electricity storage

## Limitations

- ~~Carnot Batteries treated as electricity storage only~~
- State-level resolution overestimates load balancing through grids
- Unlimited resources access
- Limited spatial scope
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Potentially  
underestimating

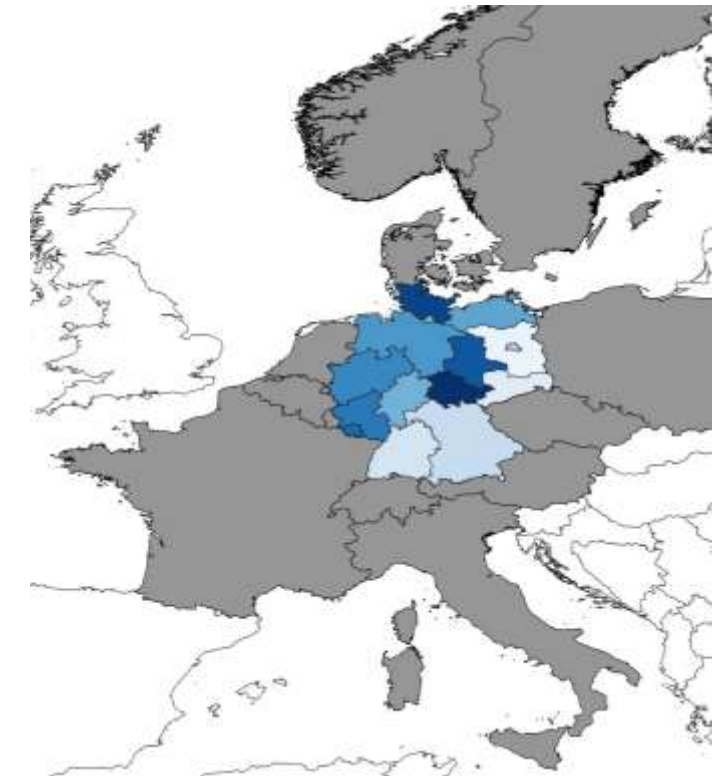
Potentially  
overestimating




A map of Europe and its surrounding regions, including parts of North Africa and the Middle East. The map is color-coded: a central region including Germany, Poland, and Czechia is highlighted in dark blue; a larger region including France, Spain, Italy, and the Balkans is highlighted in light blue; and other surrounding regions are highlighted in grey. A dark blue horizontal bar is overlaid at the bottom of the map.

# APPROACH 3: BACK TO THE SYSTEM

# Approach 3: Model Setup

| Method              | Optimization   |
|---------------------|--|
| Sectoral Scope      | Electricity (incl. E-Mobility), Heat, Hydrogen   |
| Technological Scope | 90 technologies  |
| Spatial Scope       | 22 regions, focus: Germany   |
| Temporal Scope      | 2050 (target year expansion planning, hourly dispatch optimization)  |
| Scenario (net zero) | Transforming Germany's heat supply   |
| Assumptions         | Global constraint: TESP cover $\geq 10\%$ of Germany's industry/district heating demand<br>No cost for Heat-To-Power (up to existing CHP capacity) |

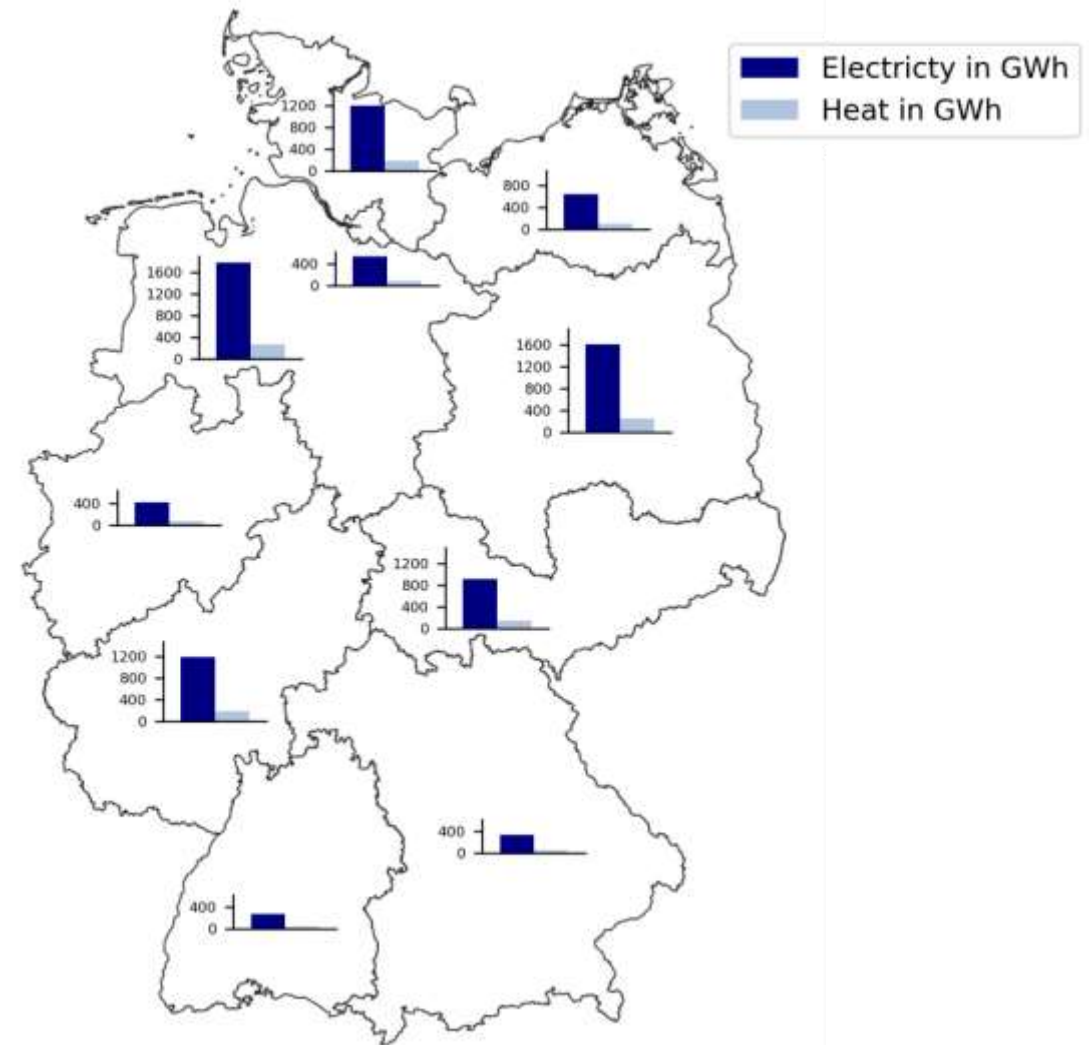


-  : Research focus, transforming existing plants
-  : Within system boundaries (Optimizer Scope)
-  : Outside system boundaries



# TESP acting as decarbonized CHP in Germany

- Provides 1,4% of the systems electricity
- System costs with TESP are ~1% more expensive, than the system costs without
- Heat is provided only as district heat, not as industrial heat



# CONCLUSION AND OUTLOOK

# Conclusions



## Findings

- In the case studies, other storage technologies are mostly preferred
- Decreasing cost of high-temperature heat storage and conversion is key
- TESP prefers district heating against industry heat



# Conclusions



## Findings

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- ~~Carnot Batteries treated as electricity storage only~~
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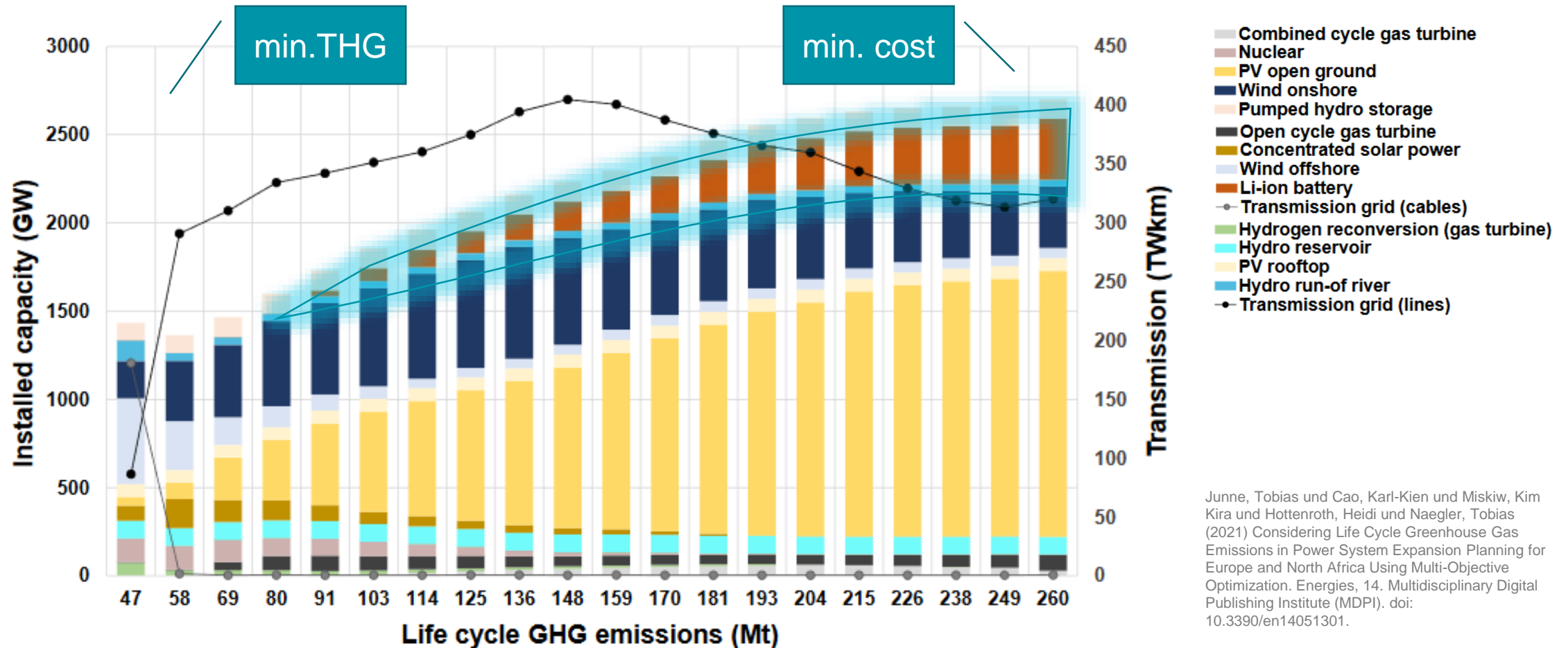
Potentially  
underestimating

Potentially  
overestimating

# What we know about the system's need for Lithium-ion batteries

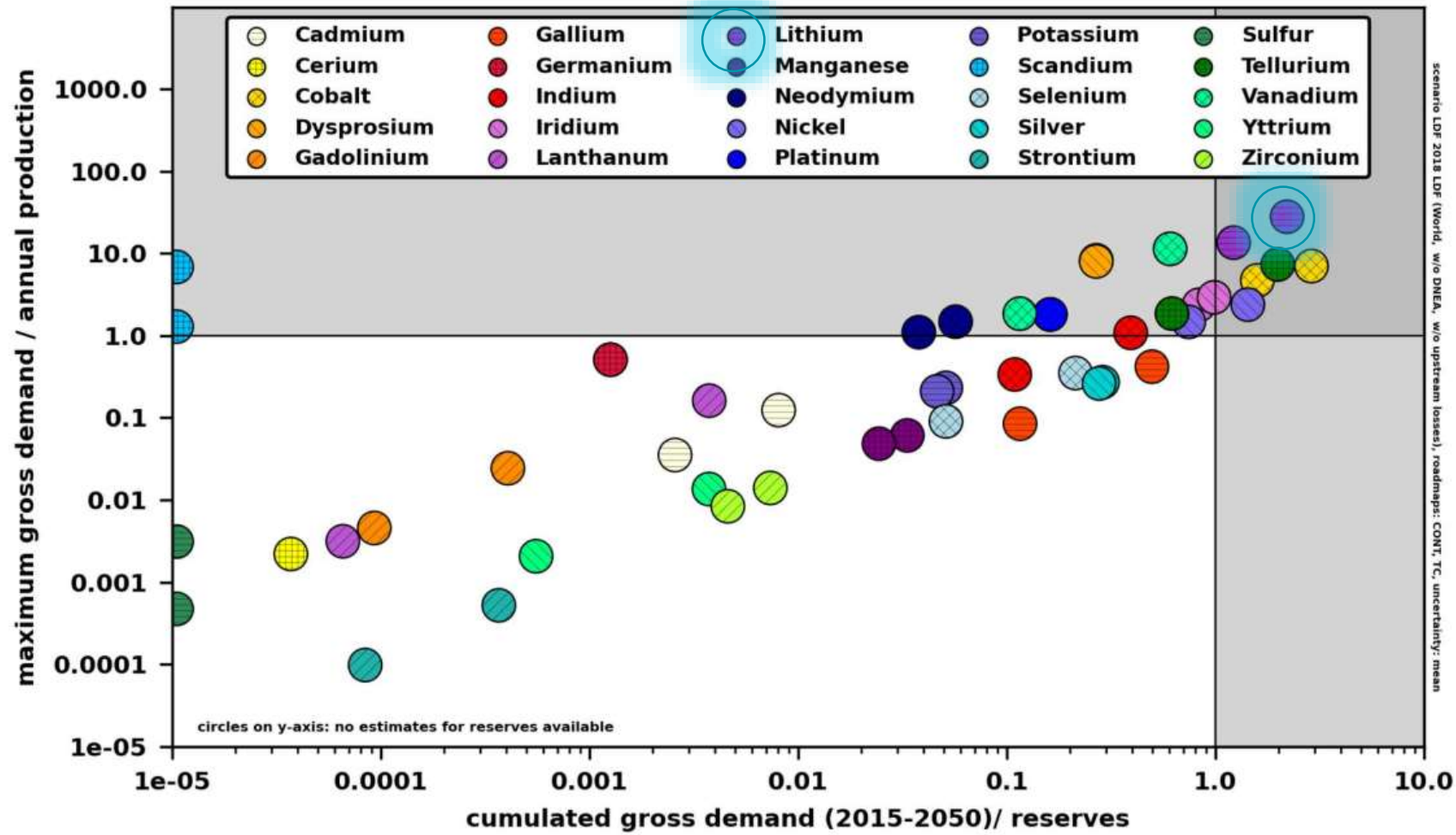


## European Energy Scenarios



Junne, Tobias und Cao, Karl-Kien und Miskiwi, Kim Kira und Hottenroth, Heidi und Naegler, Tobias (2021) Considering Life Cycle Greenhouse Gas Emissions in Power System Expansion Planning for Europe and North Africa Using Multi-Objective Optimization. *Energies*, 14. Multidisciplinary Digital Publishing Institute (MDPI). doi: 10.3390/en14051301.

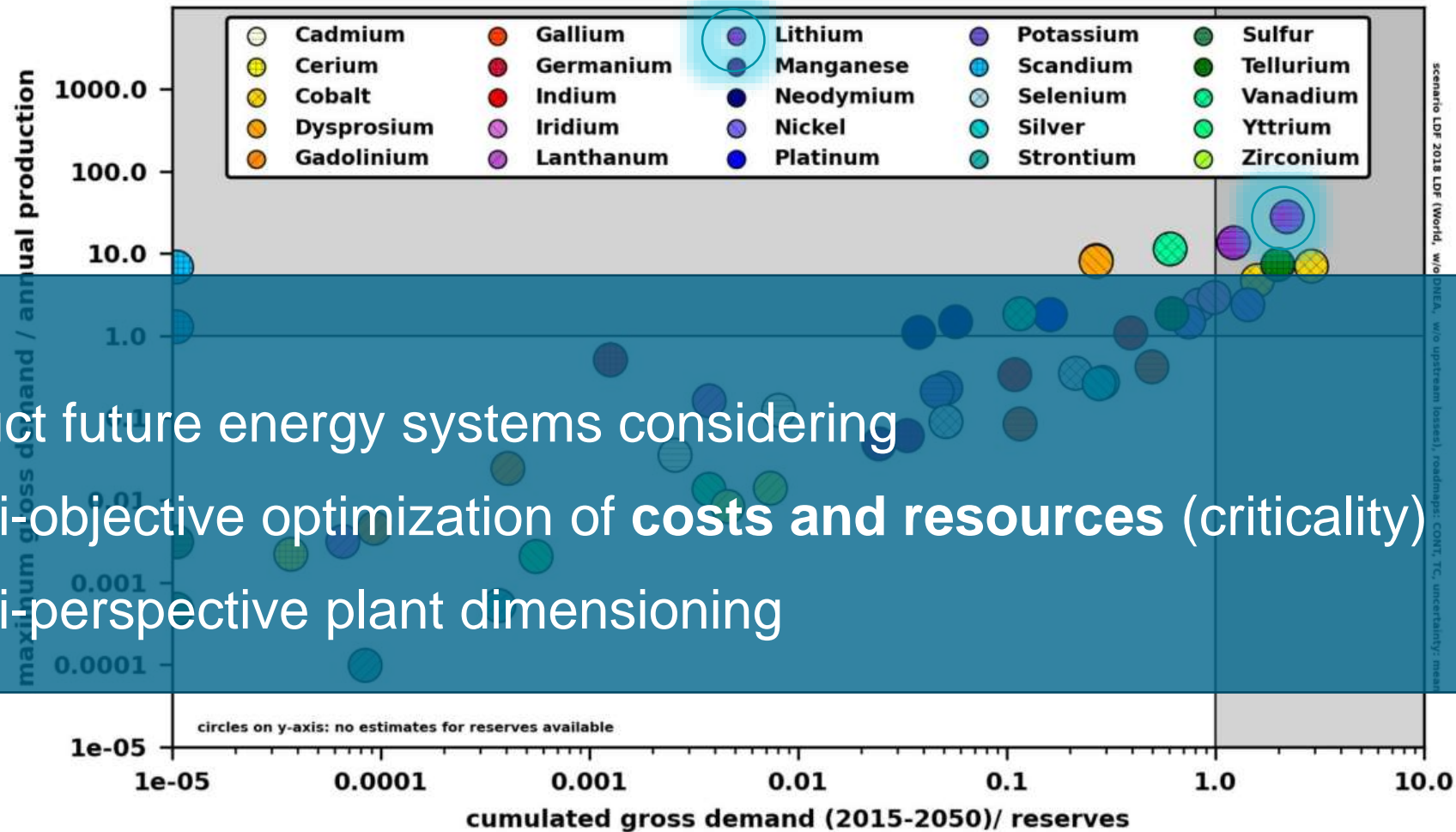
# What we know about resources



Schlichenmaier, Simon und Naegler, Tobias (2022) May Material Bottlenecks Hamper the Global Energy Transition Towards the 1.5°C Target? Energy Reports



# What we know about resources



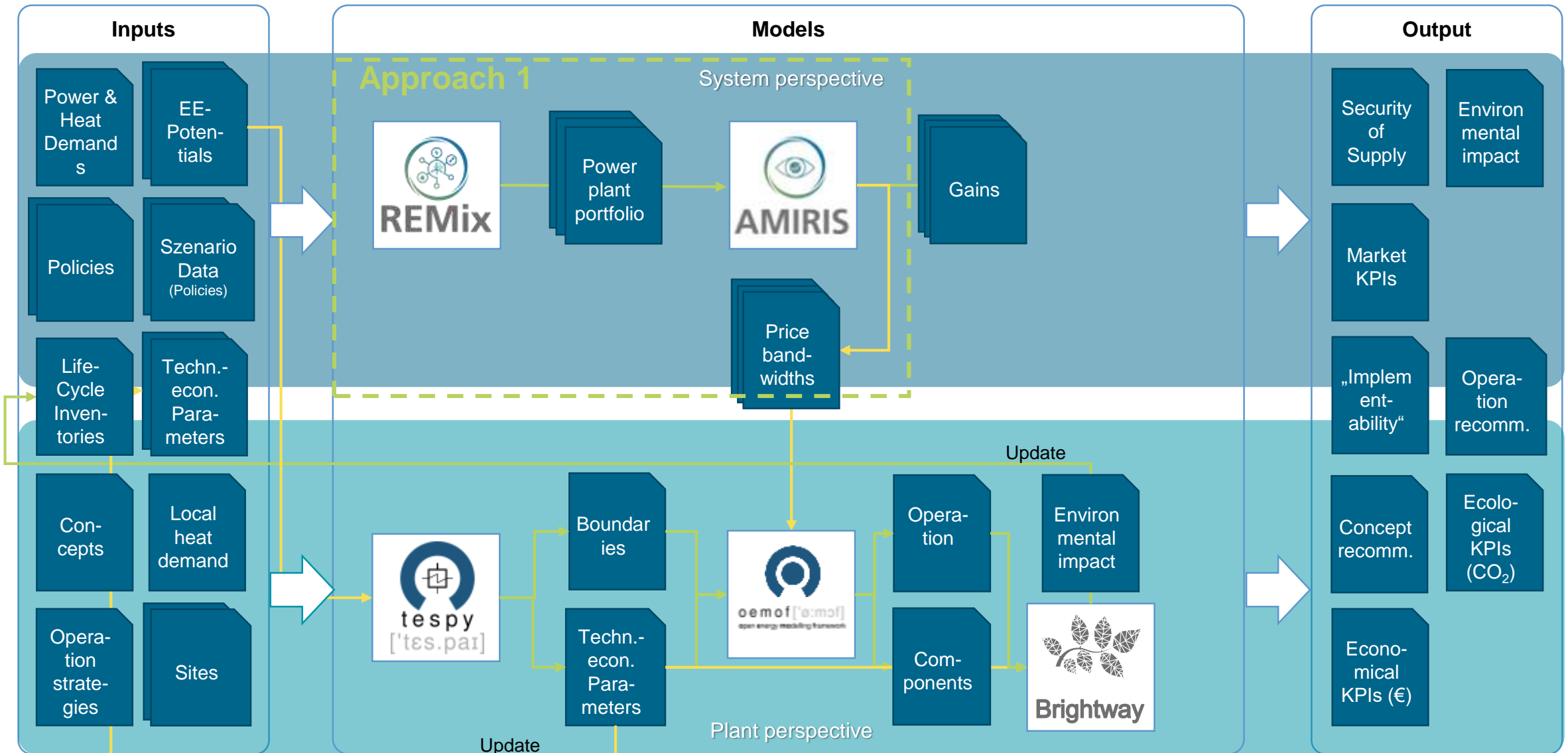
## Next

Construct future energy systems considering

1. Multi-objective optimization of **costs and resources** (criticality)
2. Multi-perspective plant dimensioning

Schlichenmaier, Simon und Naegler, Tobias (2022) May Material Bottlenecks Hamper the Global Energy Transition Towards the 1.5°C Target? Energy Reports

# Linking perspectives



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**LET'S DISCUSS!**

The research for this talk was mostly conducted within the projects “CarnotBat” and “Kohleatlas”, which were designed and realized in co-operation with other institutes of the German Aerospace Center (DLR). The projects were funded by the “Energy Systems Design” and “Materials and Technologies for the Energy Transition” programs of the Helmholtz Association.