
Comprehensive Modelling and Analysis of a Future German Energy System with a Dominant Supply from Renewable Energies



Prof. Dr. Hans-Martin Henning

Fraunhofer Institute for
Solar Energy Systems ISE, Freiburg

2nd Solar District Heating Conference
Hamburg, Germany
June 3-4, 2014

www.ise.fraunhofer.de

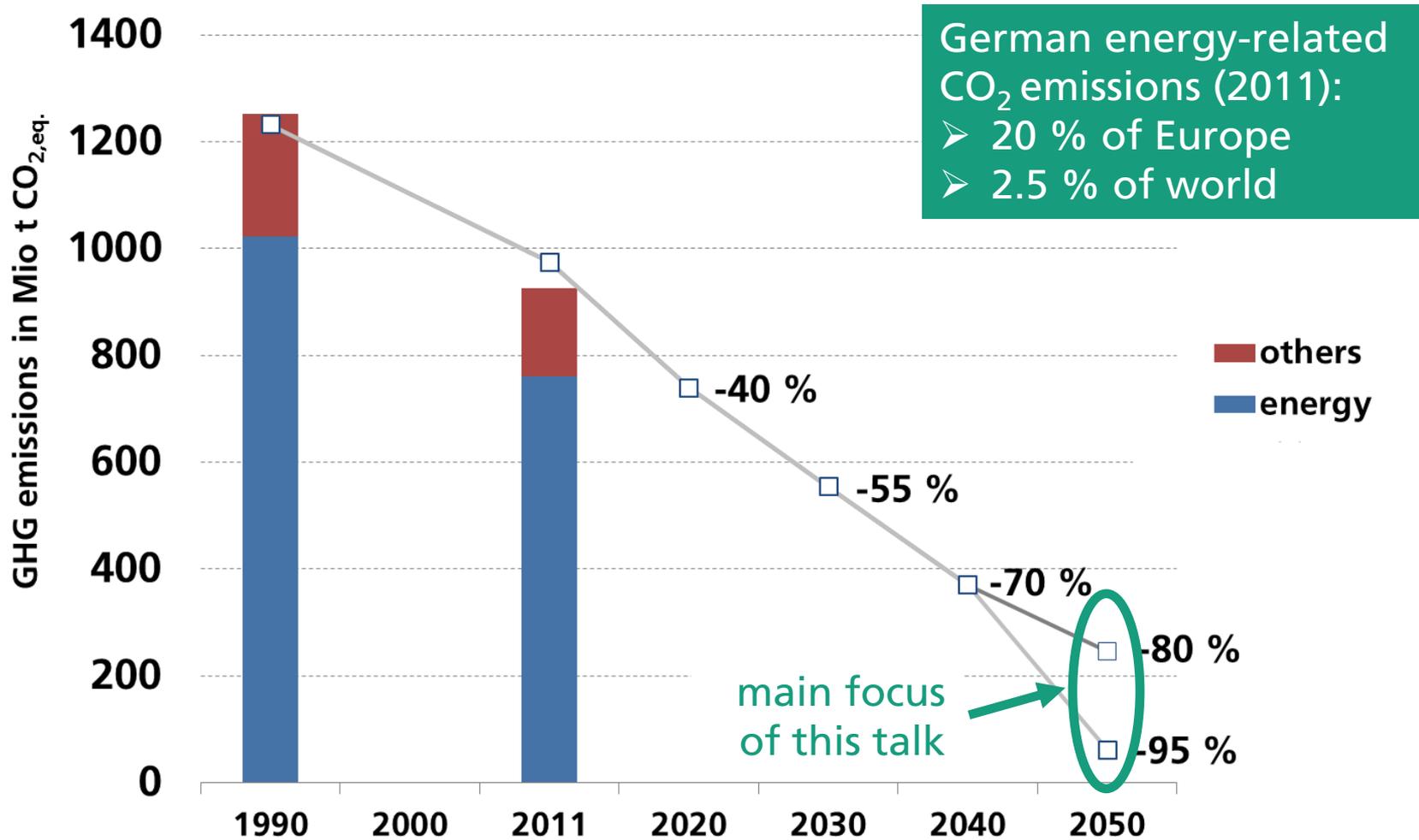
Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

German greenhouse gas emissions – history and targets



Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Motivation

Inter-sectorial overall energy system analysis

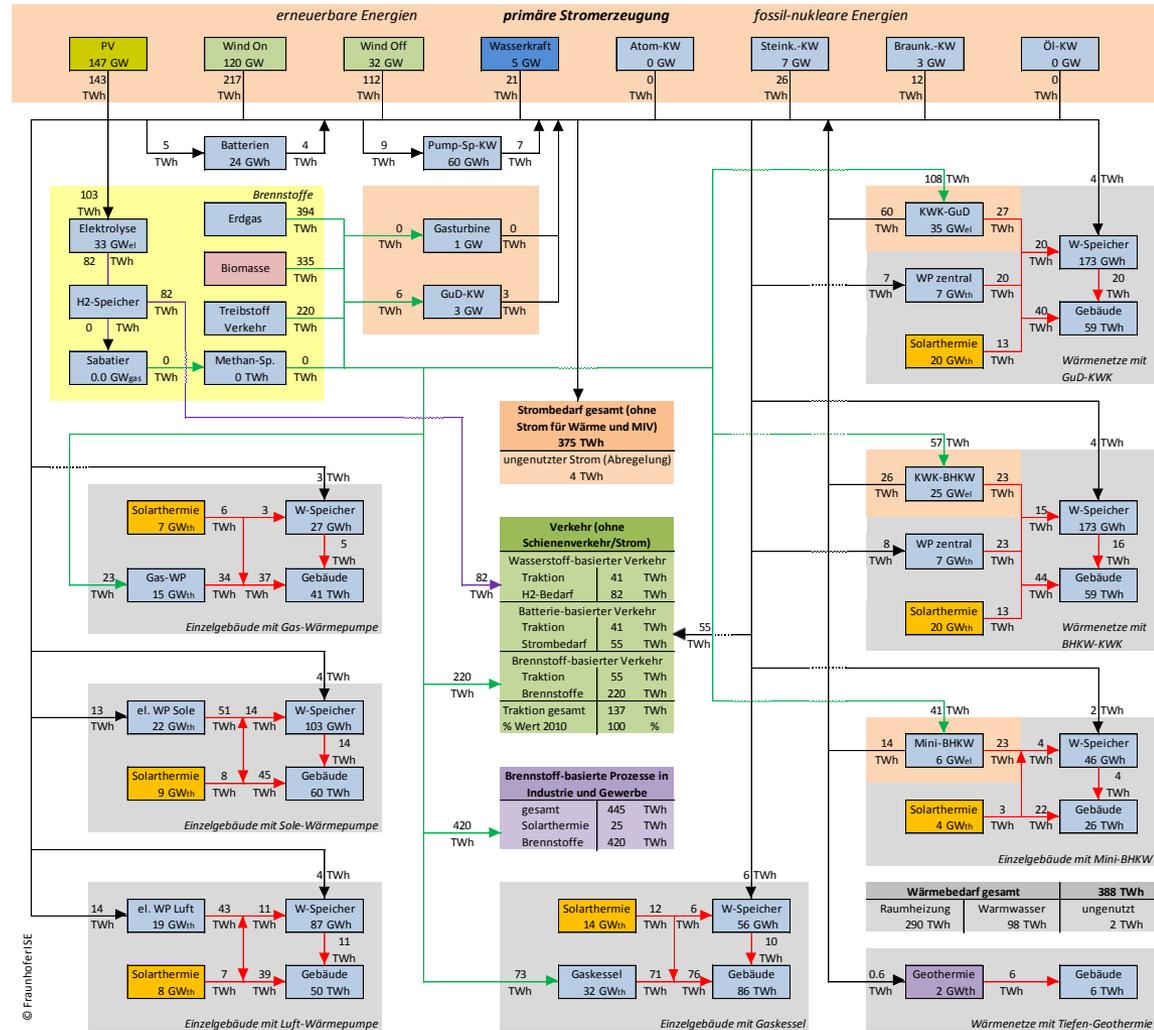
Guiding questions

- Is it possible to achieve Germany's CO₂ emission reduction targets by using large shares of renewable energies?
- If yes: what is the „best“ composition of such energy system?
- And what is its cost?
- ➔ Long term perspective on macro-economic level

Approach

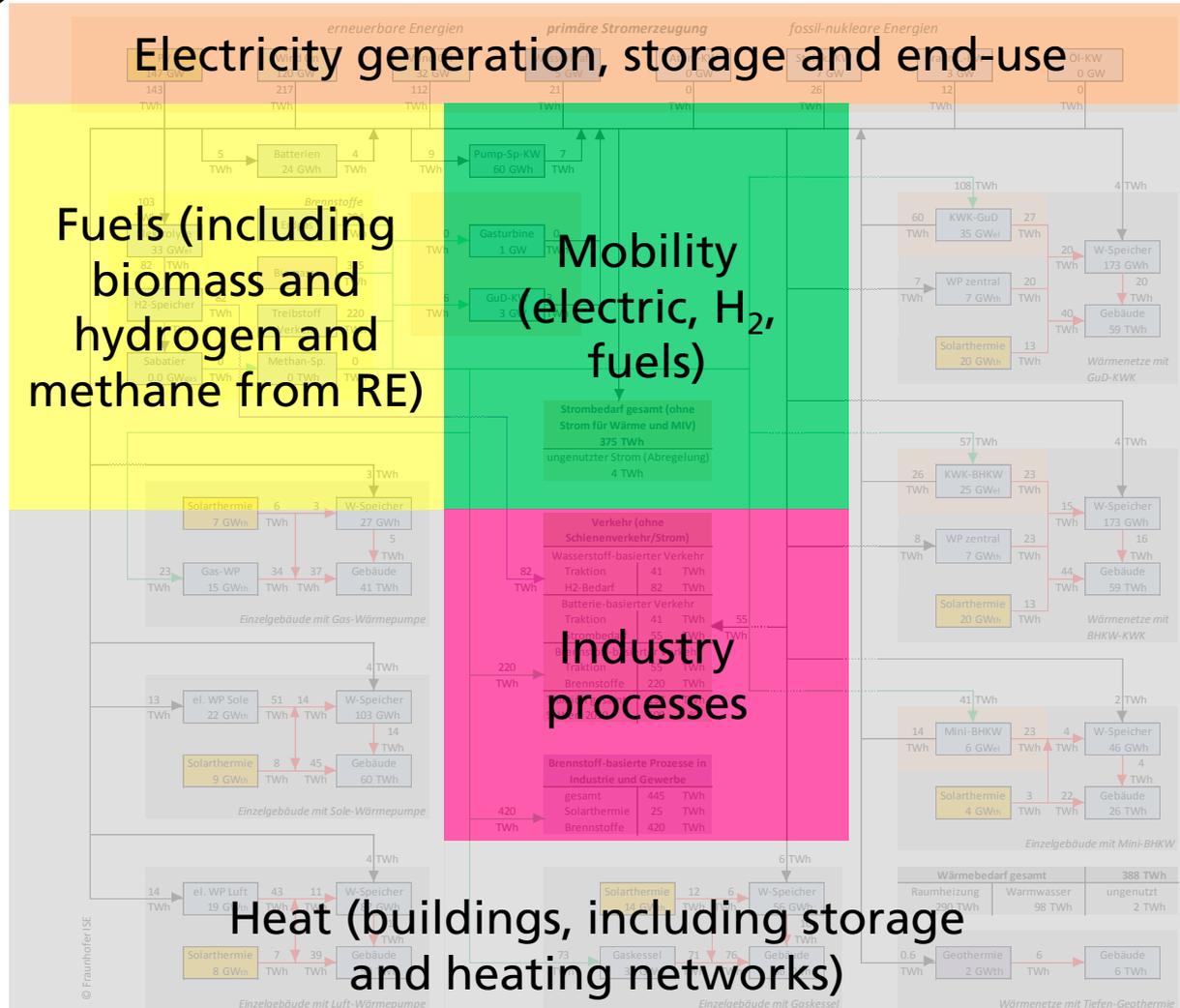
- Model of overall energy system based on hourly energy balance
- Generic optimizer ➔ optimum composition and sizing of all components
- Goal function: minimum of total annual cost (re-investment, maintenance, operation, financing)

Optimization of the German future energy system based on hourly modeling



REMod-D
Renewable Energy Model – Deutschland

Optimization of the German future energy system based on hourly modeling



REMod-D
Renewable
Energy Model –
Deutschland

Optimization approach

Assumptions

CO₂ emissions → available amount of fossil energy sources

Basic electricity demand

Process energy in industry

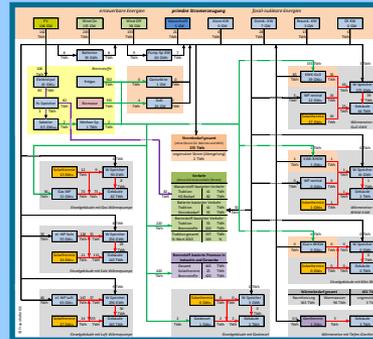
Total energy demand for mobility; composition of technologies for vehicles

Available biomass

Installed capacity of conventional power plants

Optimizer

minimize total annual cost



Results

Installed capacity of energy converters

Size of storages

Range of building energy retrofit

Heating technology mix (including district heating networks)

Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Sensitivity analysis

Variation of

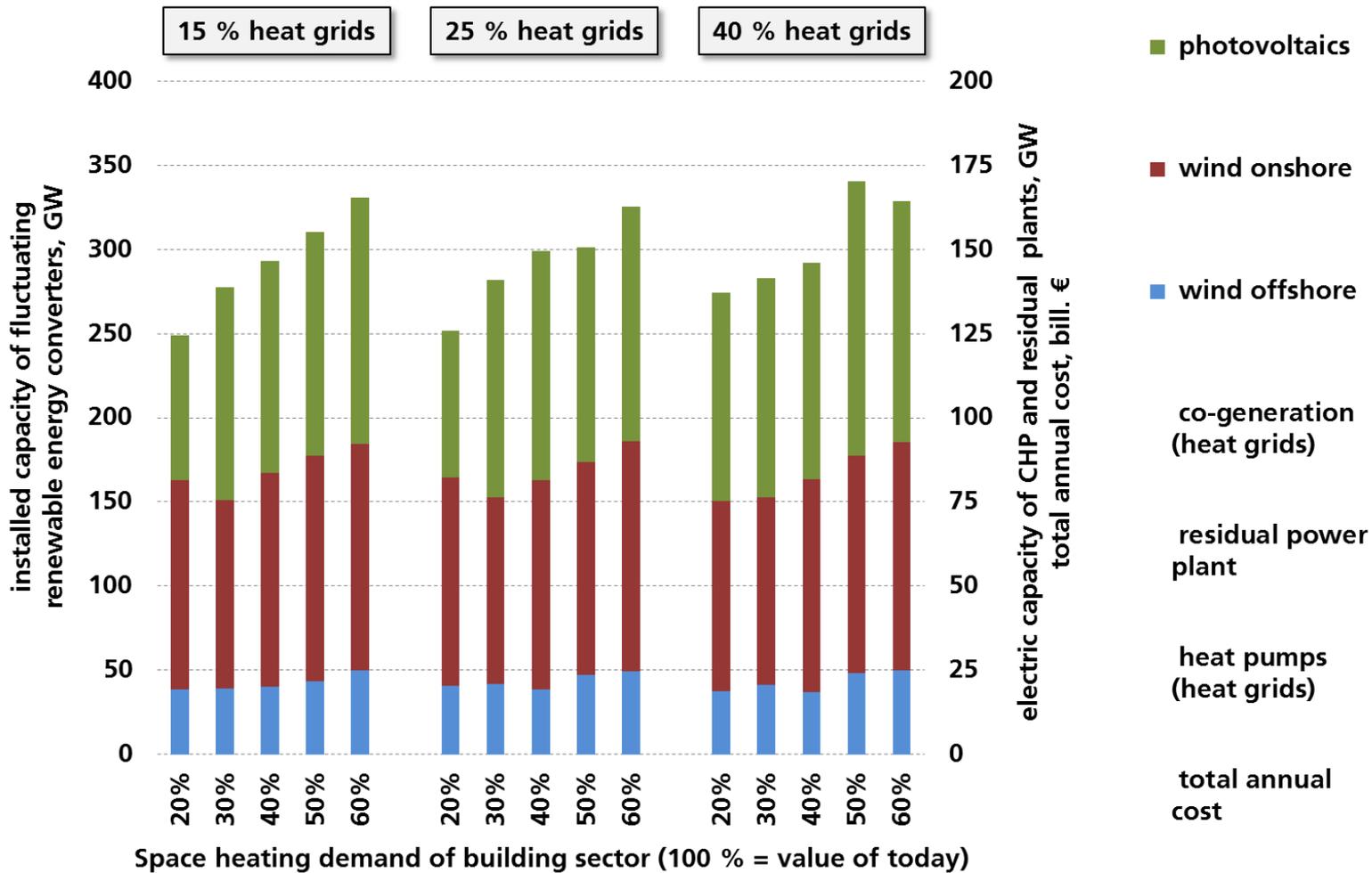
- Space heating demand of building sector (building energy retrofit)
- Fraction of heat demand in building sector covered by district heating systems

Studying the impact of these parameters on

- Installed capacity of fluctuating renewable energies (PV, wind onshore, wind offshore)
- Overall cost
- Capacity of CHP plants, centralized heat pumps and residual power plants
- Composition of heating technologies in single buildings

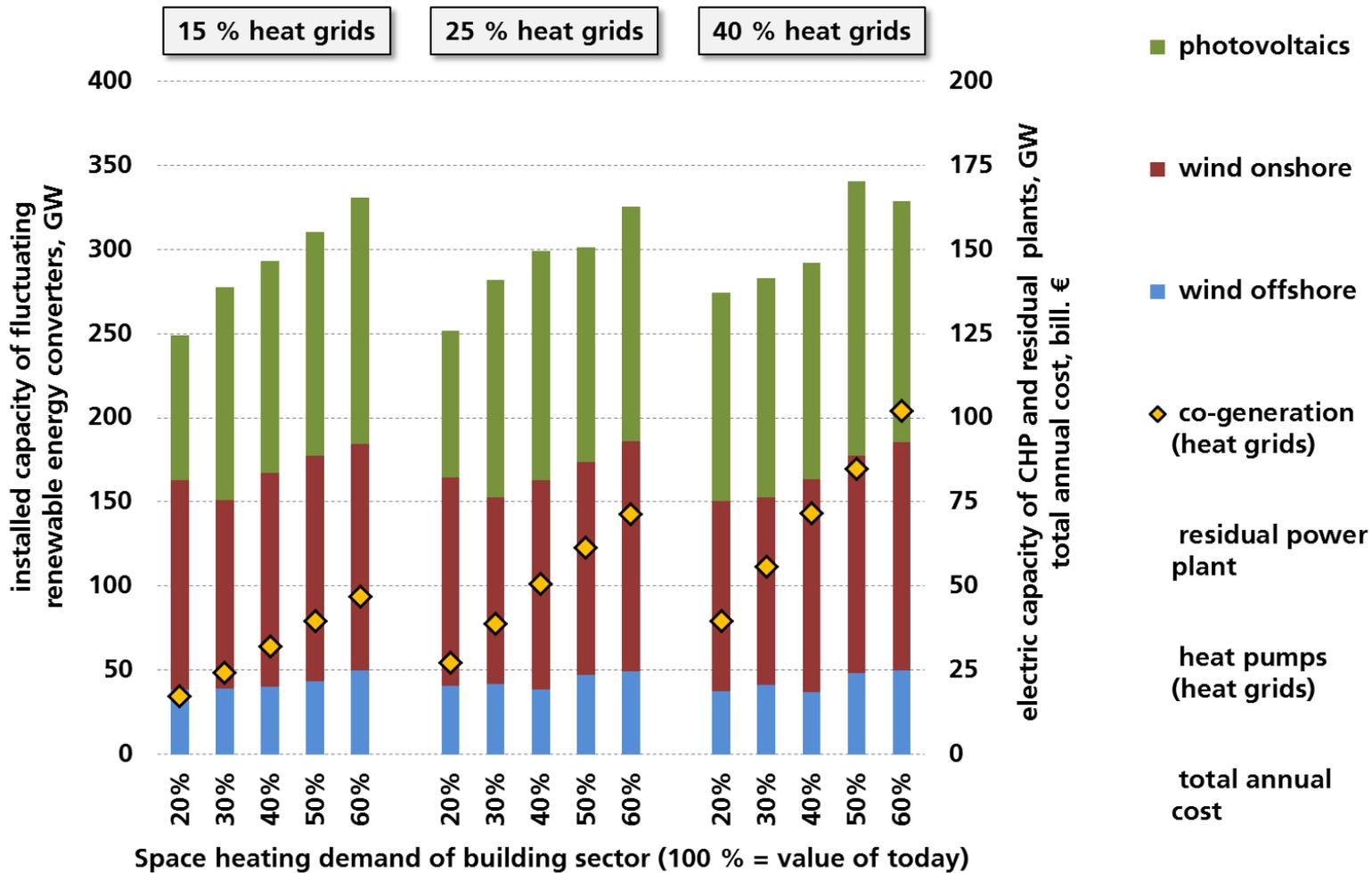
Fluctuating renewable energy sources

Installed capacity in GW



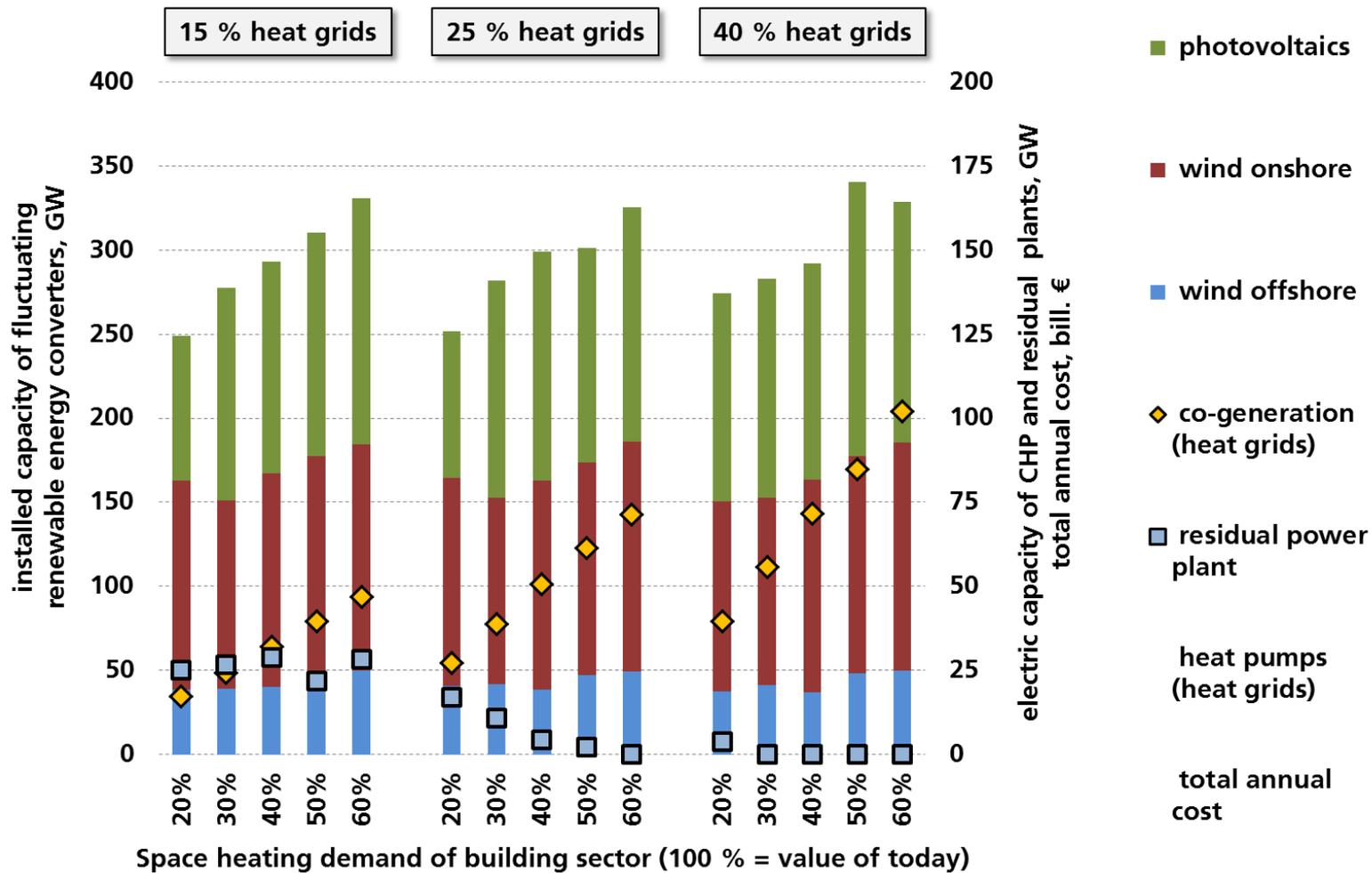
Medium and large scale CHP systems (district heating)

Installed capacity in GW_{el}



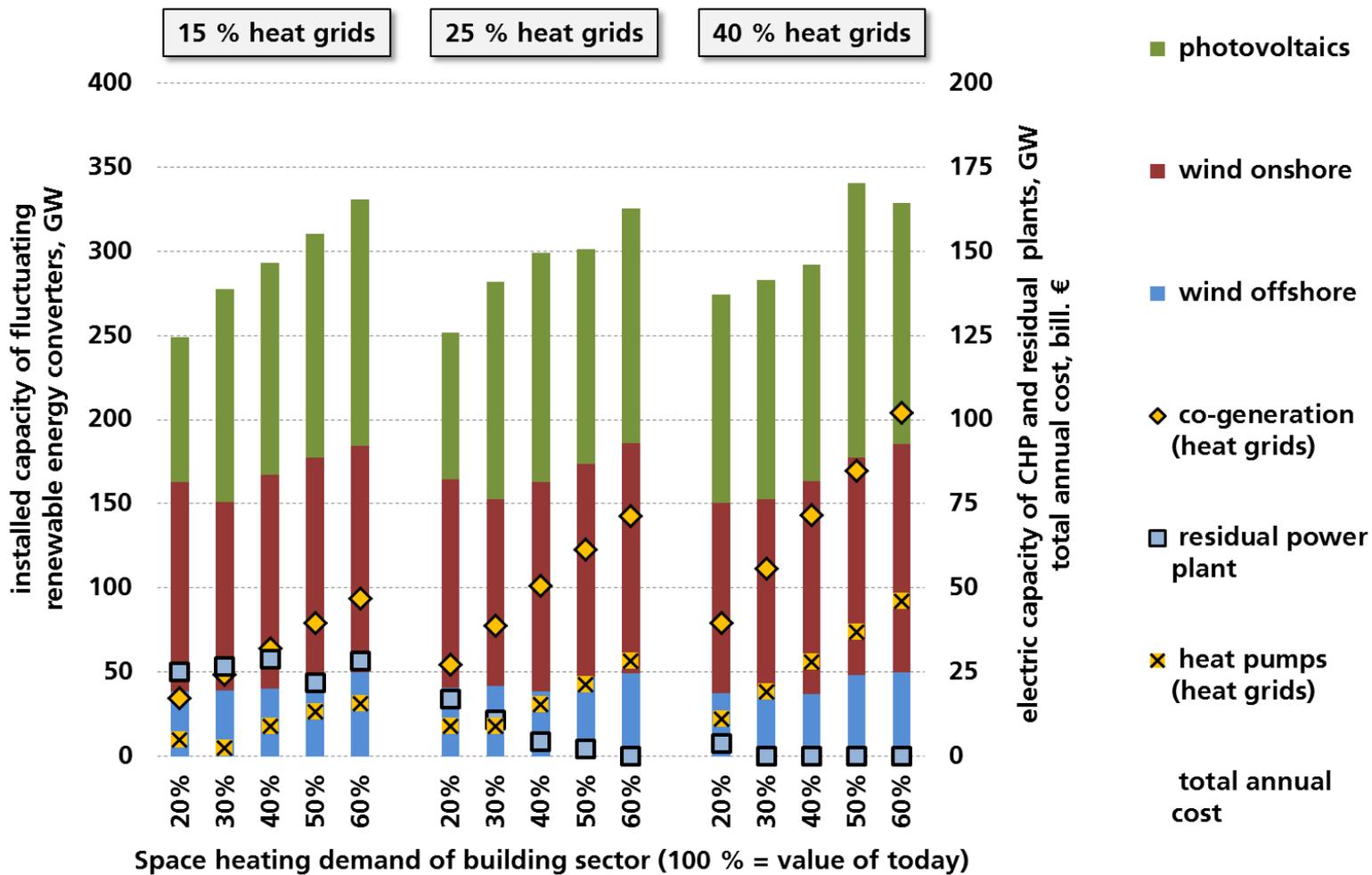
Backup power plants

Installed capacity in GW_{el}



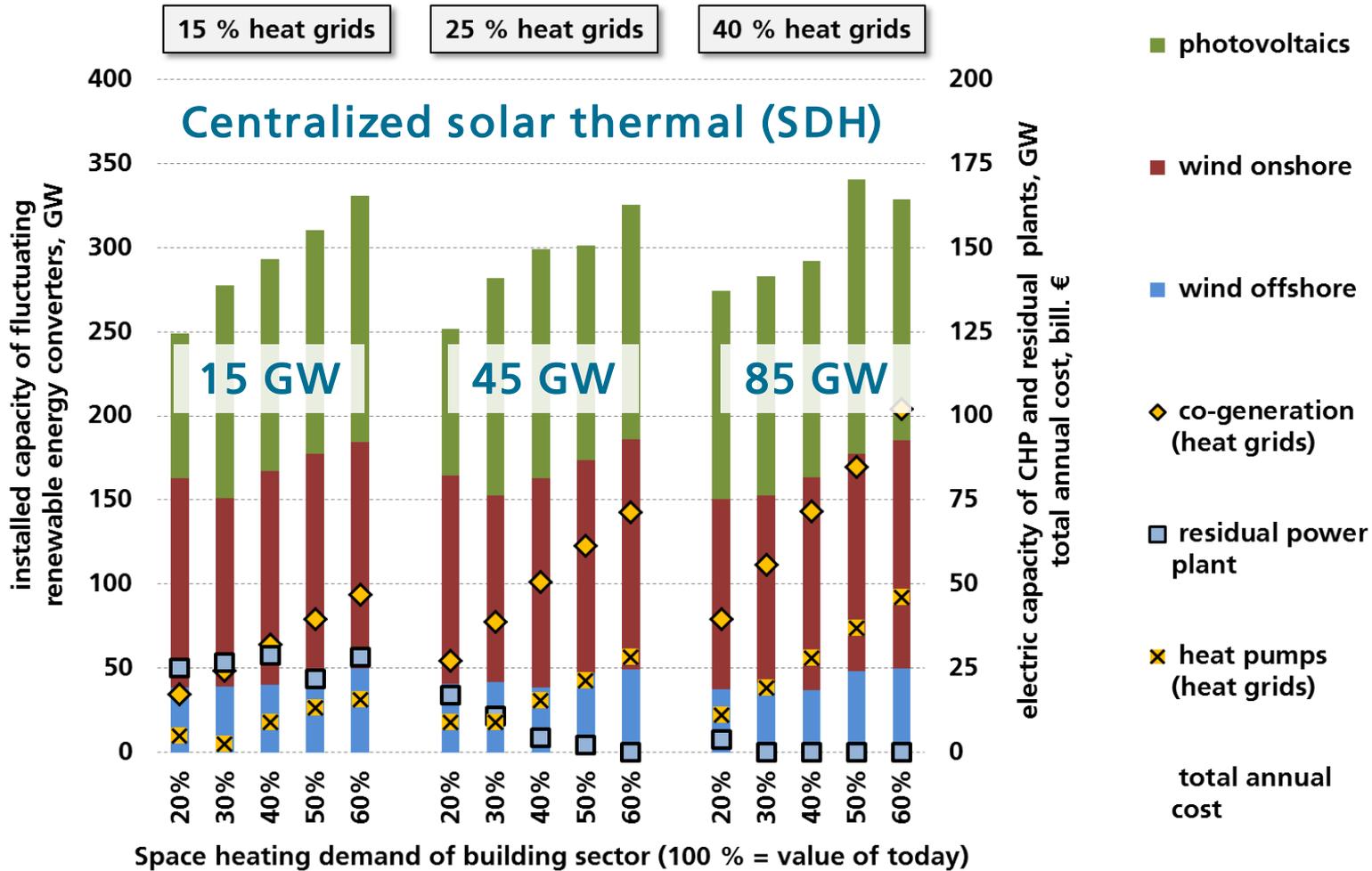
Centralized heat pumps (district heating)

Installed capacity in GW_{th}



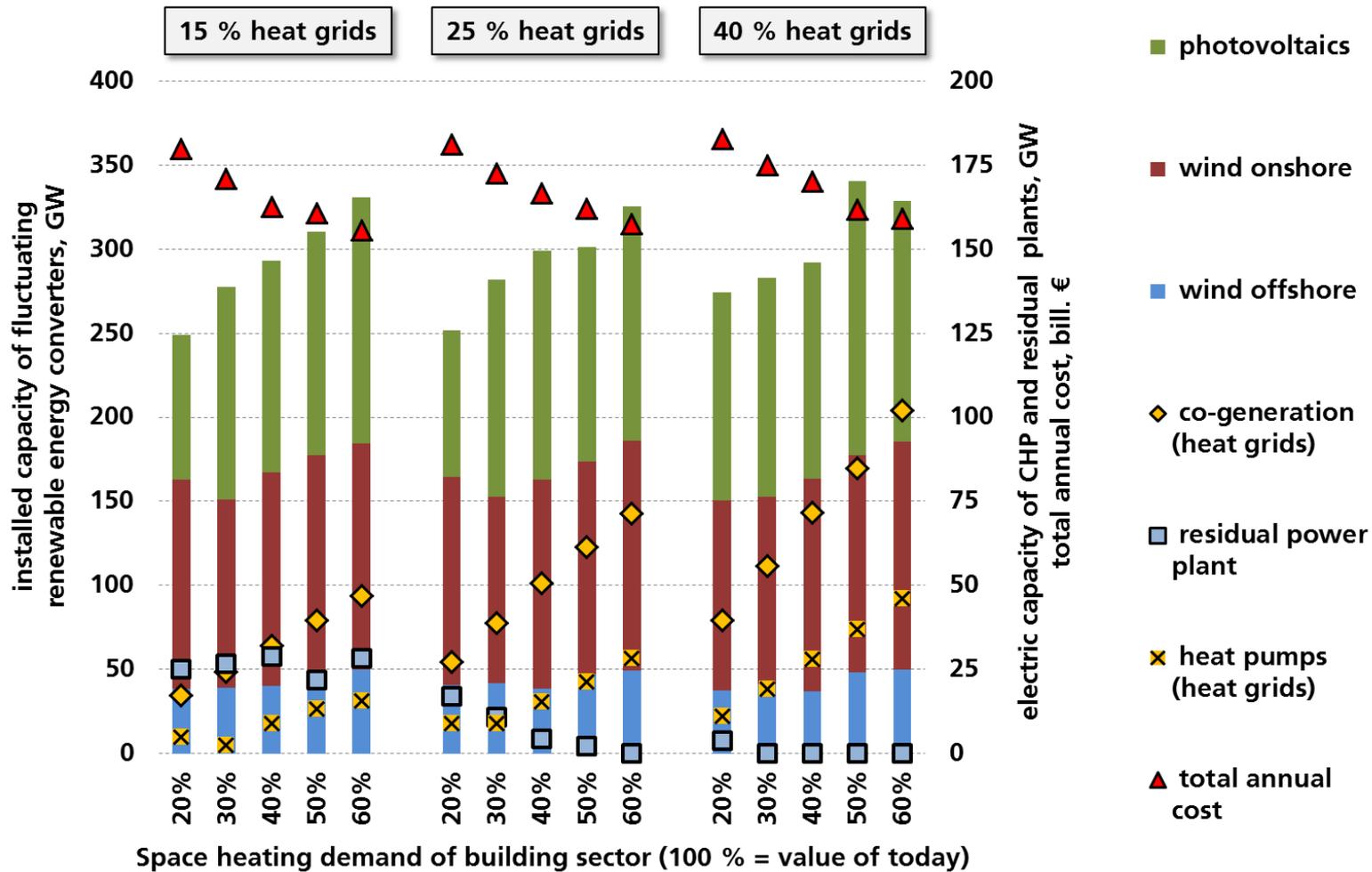
Centralized solar thermal (SDH)

Installed capacity in GW_{th}

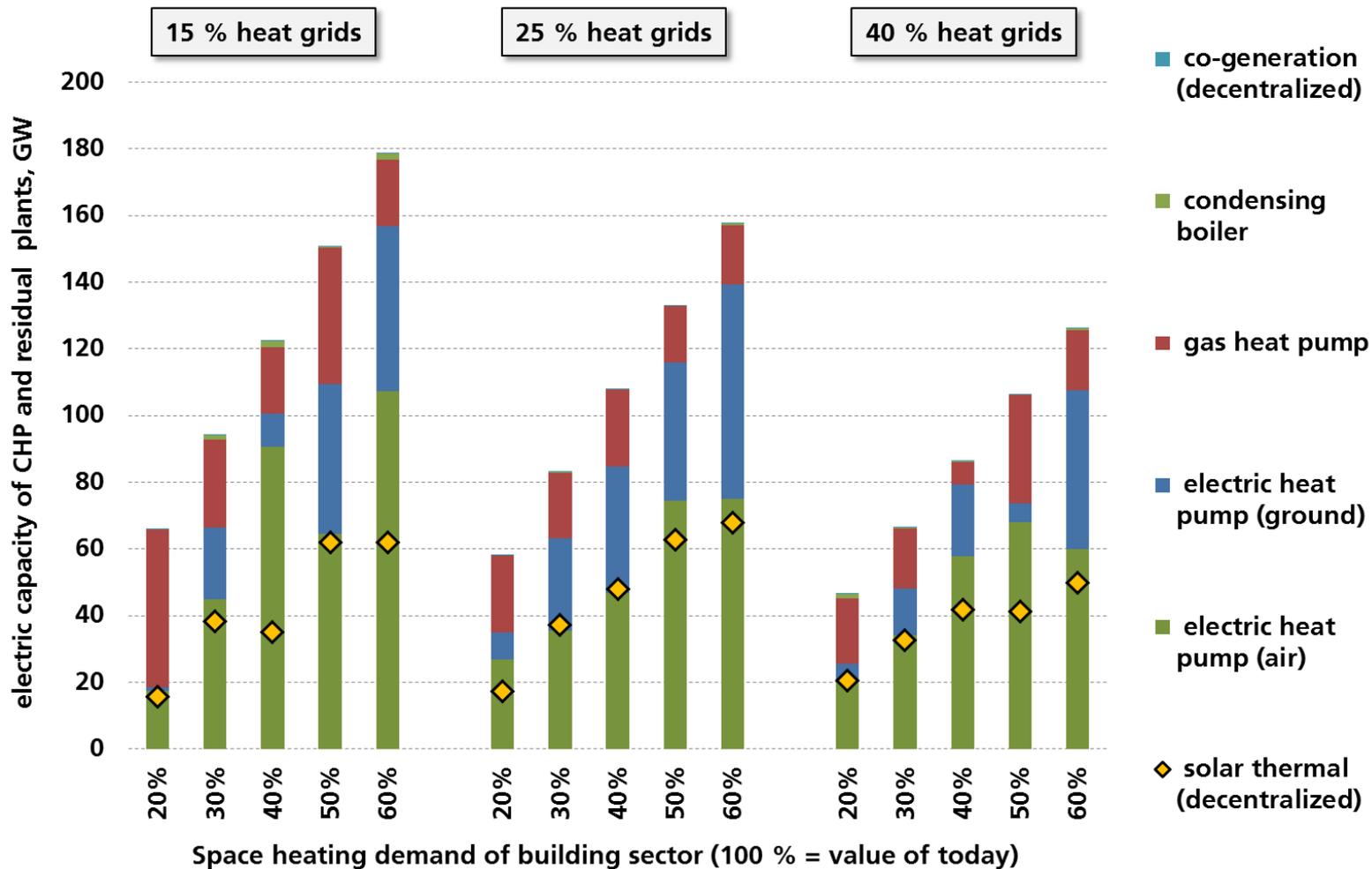


Total annual cost

Bill. €



Composition of decentralized heating systems



Major findings of sensitivity analysis

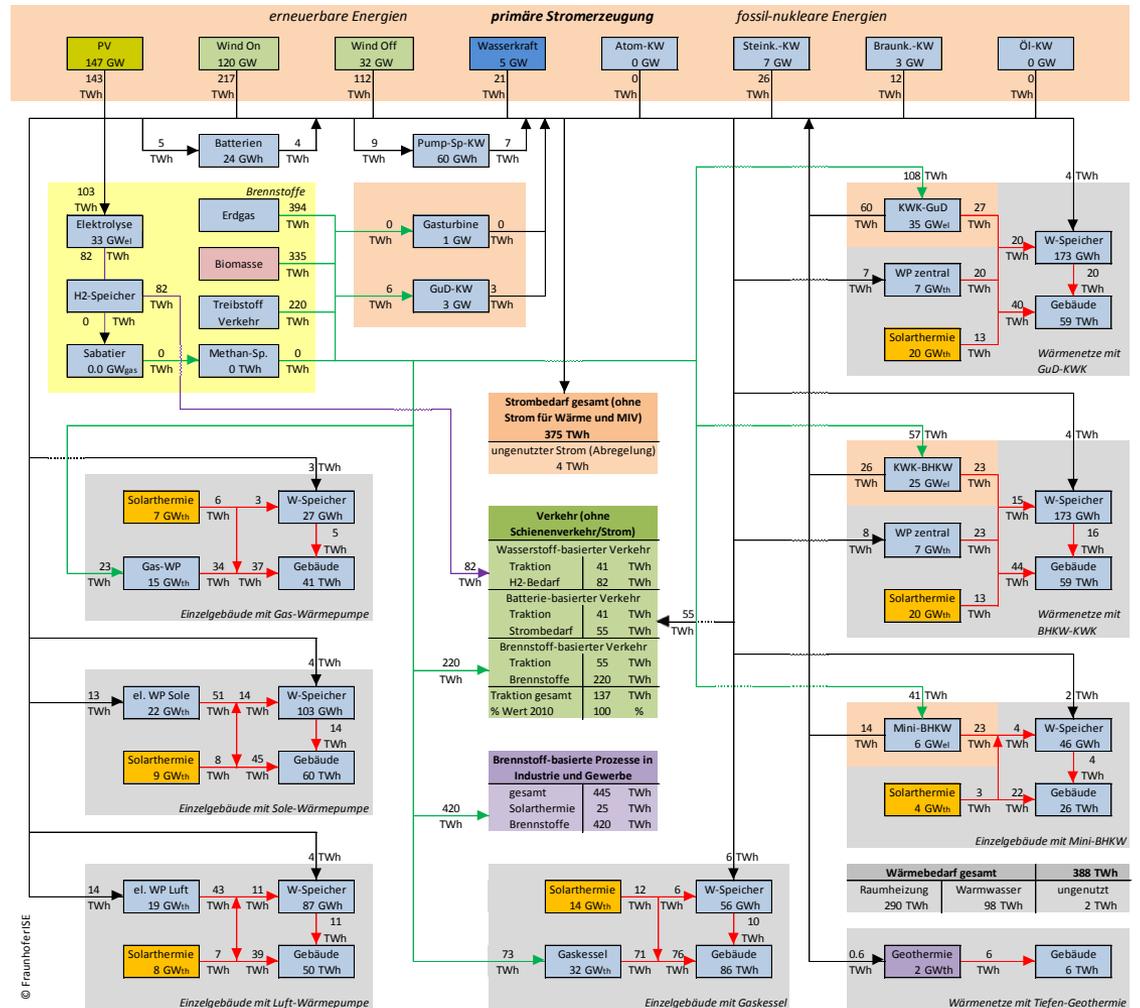
- Deep building energy retrofit not cost competitive, although a higher space heating demand leads to higher needed capacity of fluctuating renewable energy sources (wind, PV)
- The fraction of heat covered by district heating has no significant impact on total annual cost
- Installed capacity for solar district heating (SDH) depends on expansion level of district heating
- Medium and large scale CHP is able to cover residual electricity generation in case that district heating networks are moderately increased
- Heat pumps (gas, electric) become the main technologies for heat supply in buildings which are not connected to district heating networks

Outline

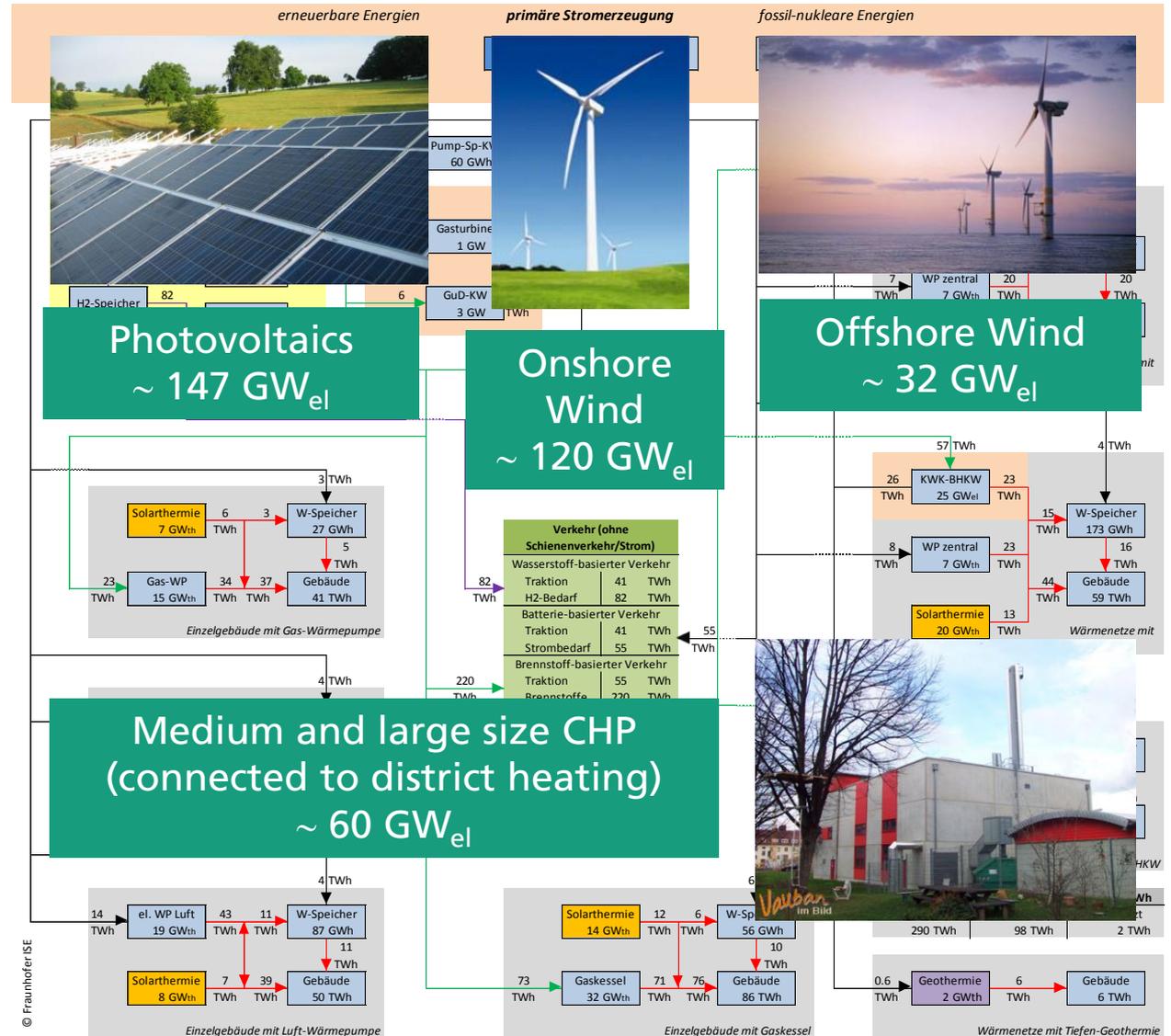
- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Analysis of a selected system

- Cost optimized system for a reduction of energy-related CO₂ emissions by 81 % (compared to Kyoto reference)
- Moderate expansion of district heating networks



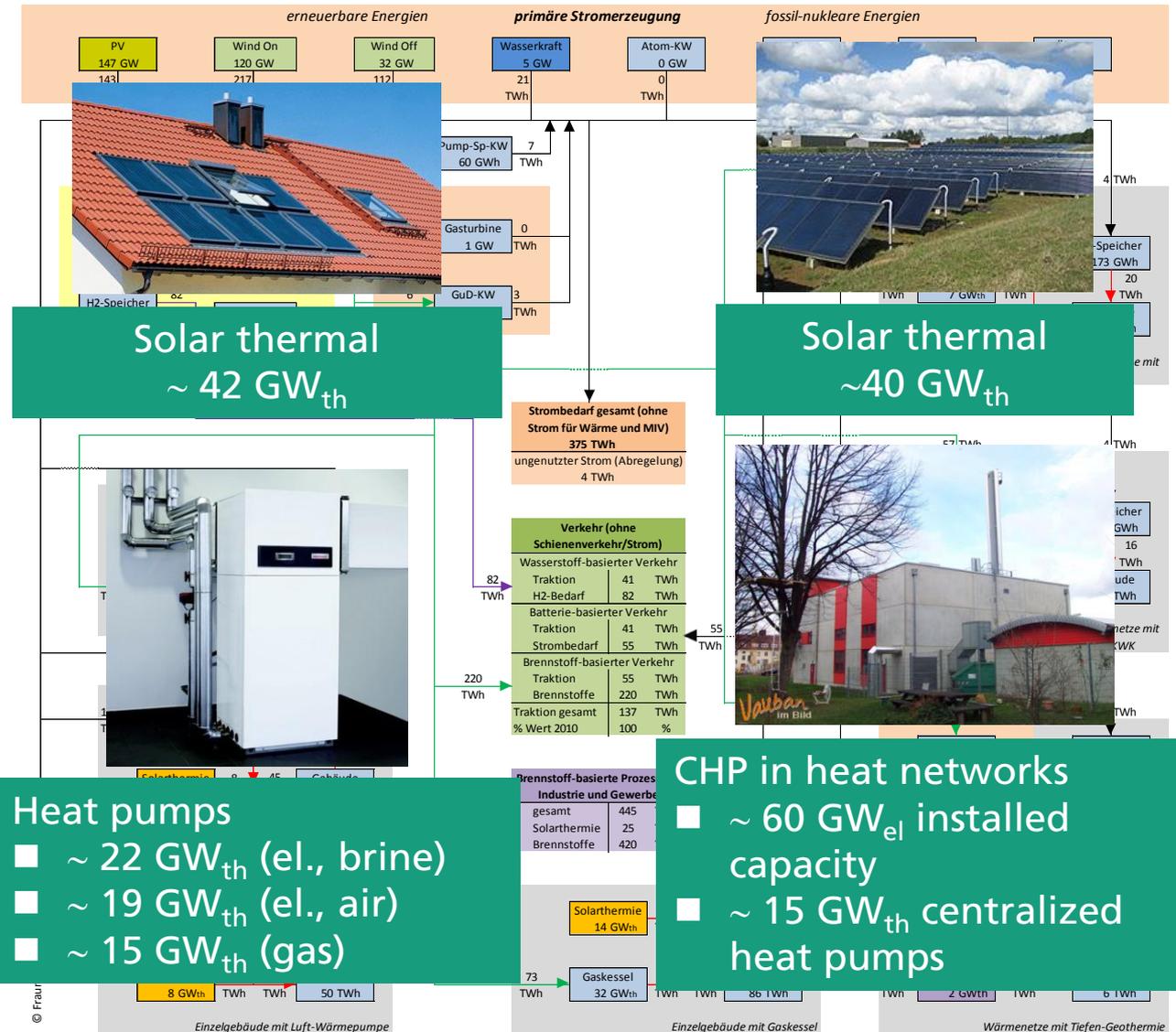
Electricity generation



Heat

decentralized

centralized



Storage



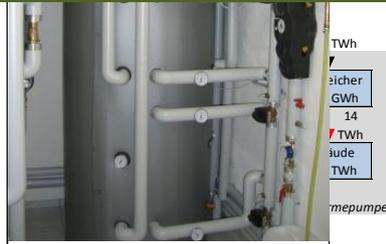
Battery storage (3 kWh)

Number	Appr. 8 Mio	Units
Total capacity	24	GWh
Equ. full cycles	167	-

Sabatier	0	Methan-Sp.	0
0.0 GW _{gas}	TWh	0 TWh	TWh

Electrolysers

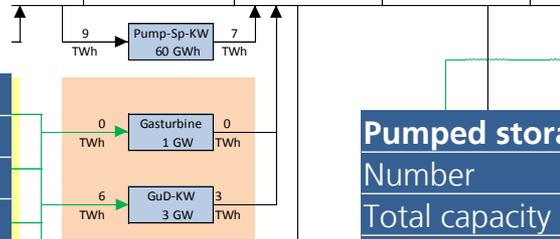
Total capacity	33	GW _{el}
Full load hours	2485	h
Only needed for mobility (not for electricity and heat sector)		



Decentralized heat storage (800 Liter)

Number	Appr. 7 Mio	Units
Total capacity	319	GWh
Equ. full cycles	138	-

Einzelgebäude mit Luft-Wärmepumpe

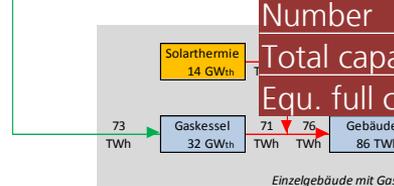


Brennstoff-basierter Verkehr

Traktion	55 TWh
Brennstoffe	220 TWh
Traktion gesamt	137 TWh
% Wert 2010	100 %

Brennstoff-basierte Prozesse in Industrie und Gewerbe

gesamt	445 TWh
Solarthermie	25 TWh
Brennstoffe	420 TWh



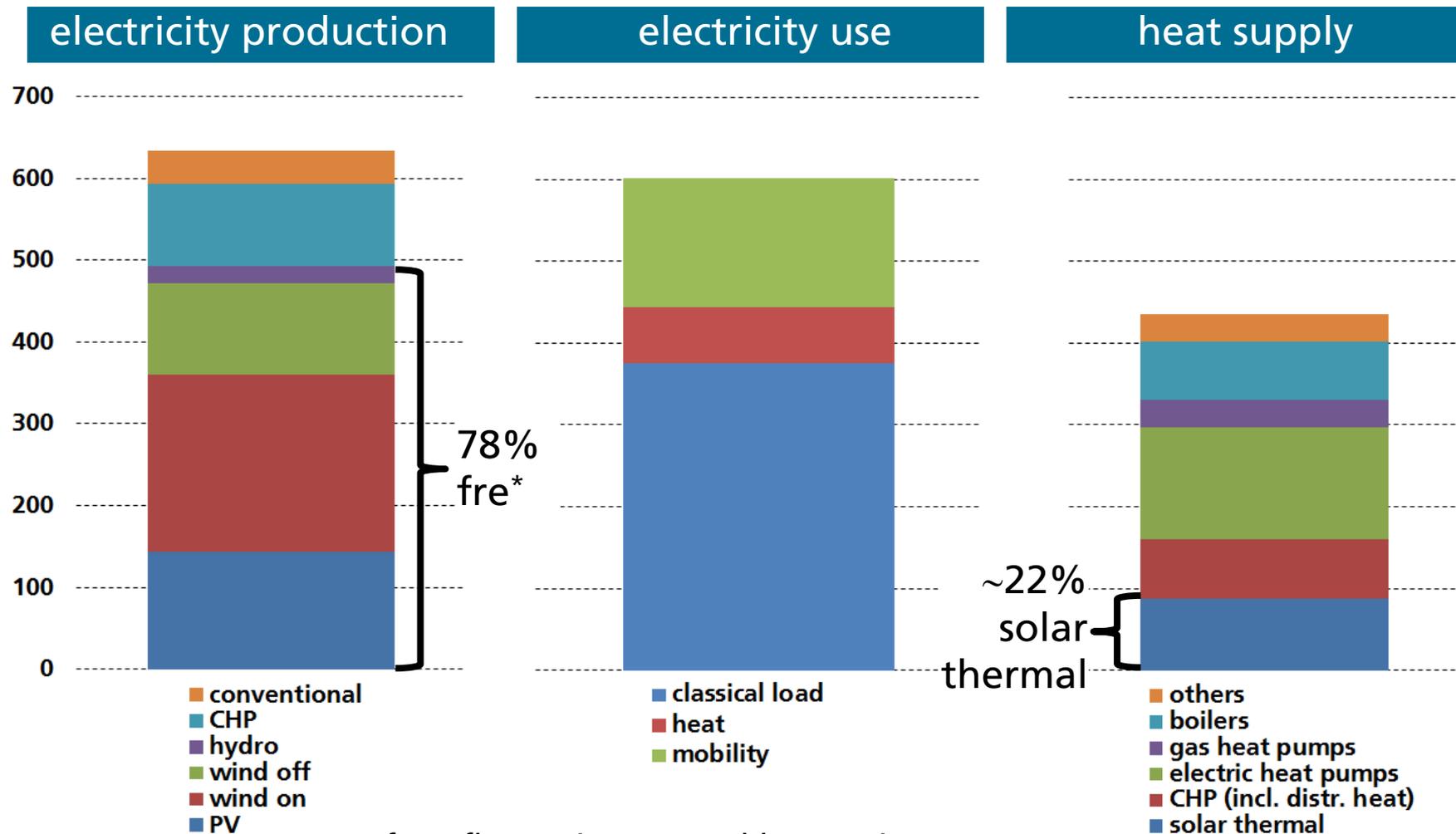
Centralized heat storage (50.000 m³)

Number	Appr. 150	Units
Total capacity	346	GWh
Equ. full cycles	104	-

Einzelgebäude mit Gaskessel

Wärmenetze mit Tiefen-Geothermie

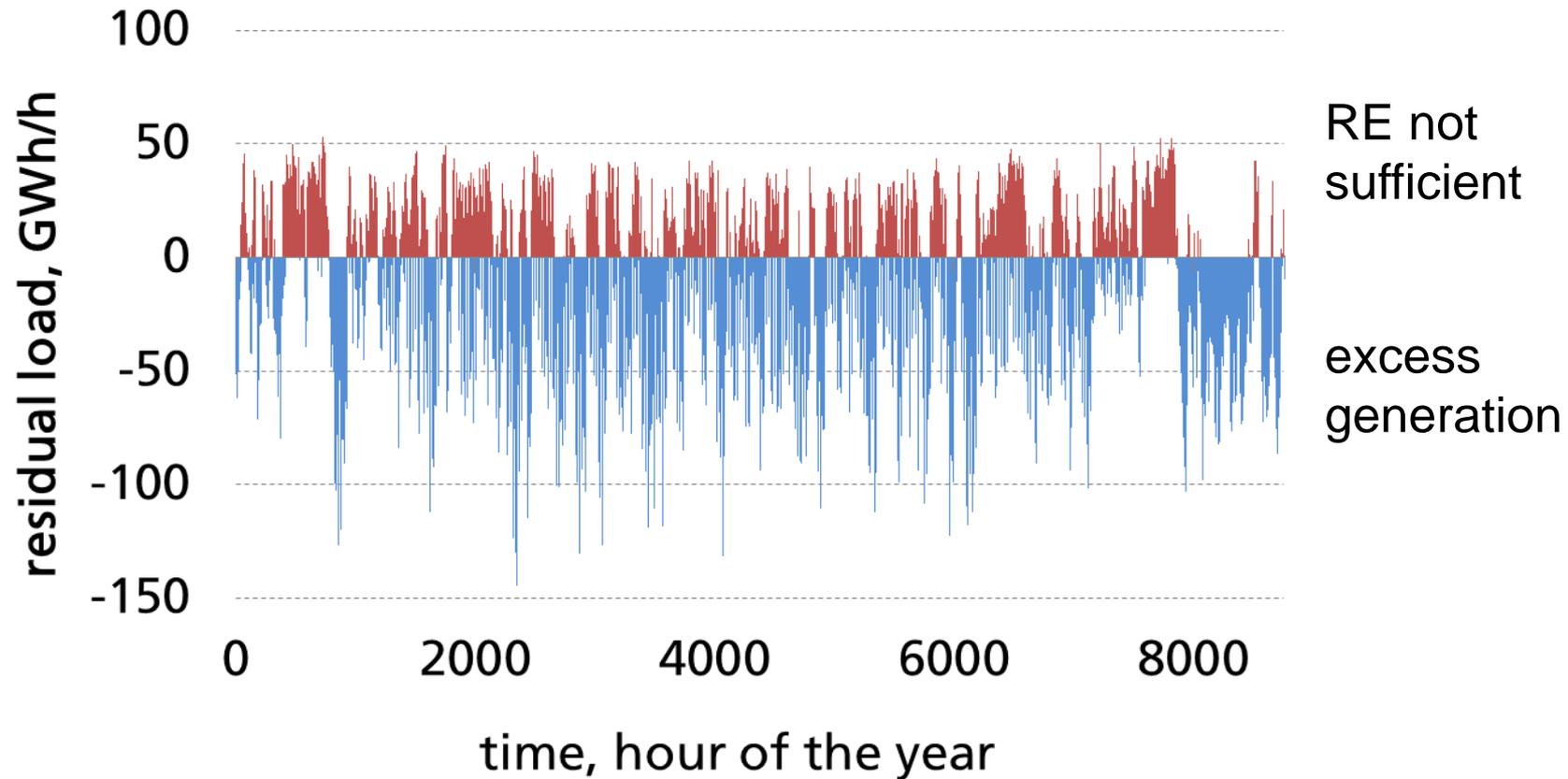
Annual energy balance (TWh)



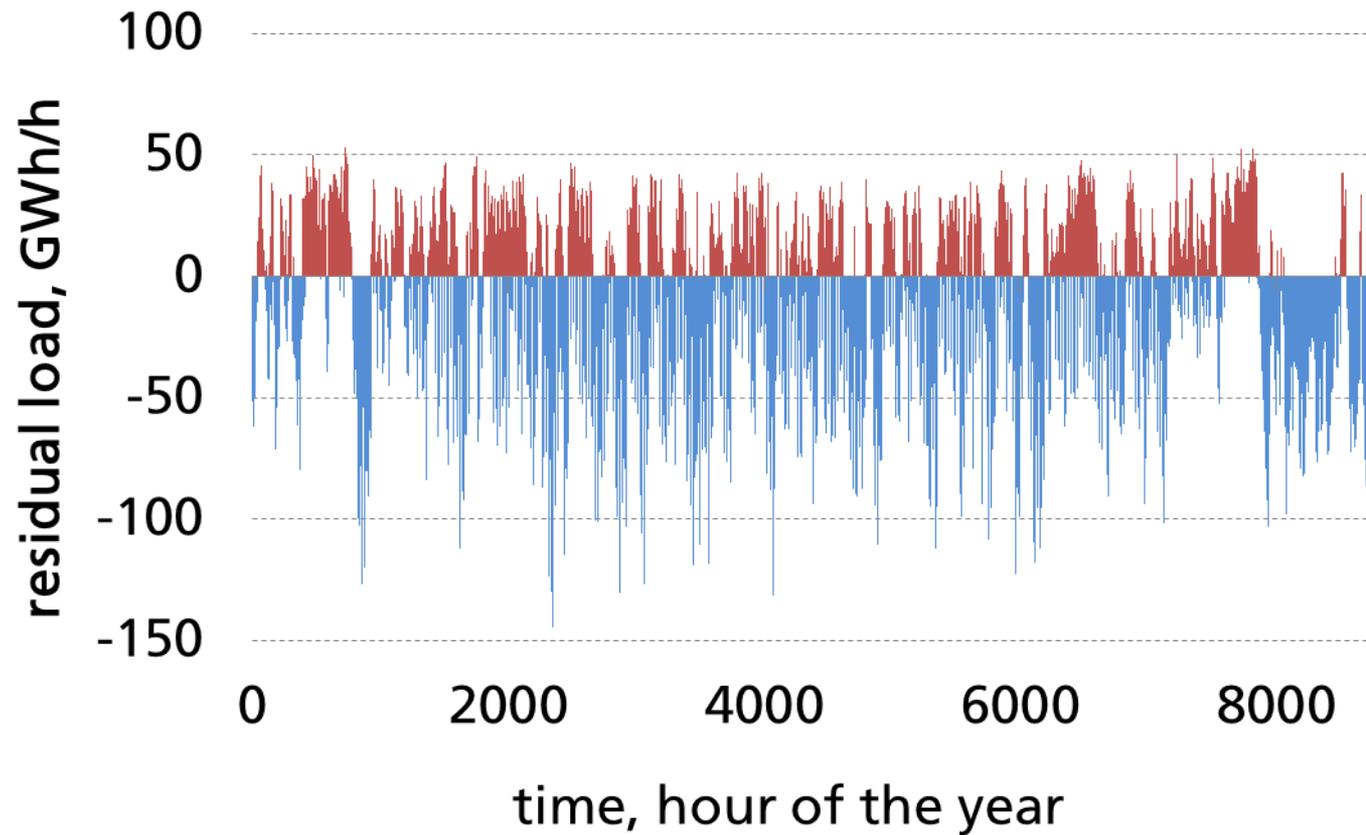
* fre = fluctuating renewable energies

Residual load 2050

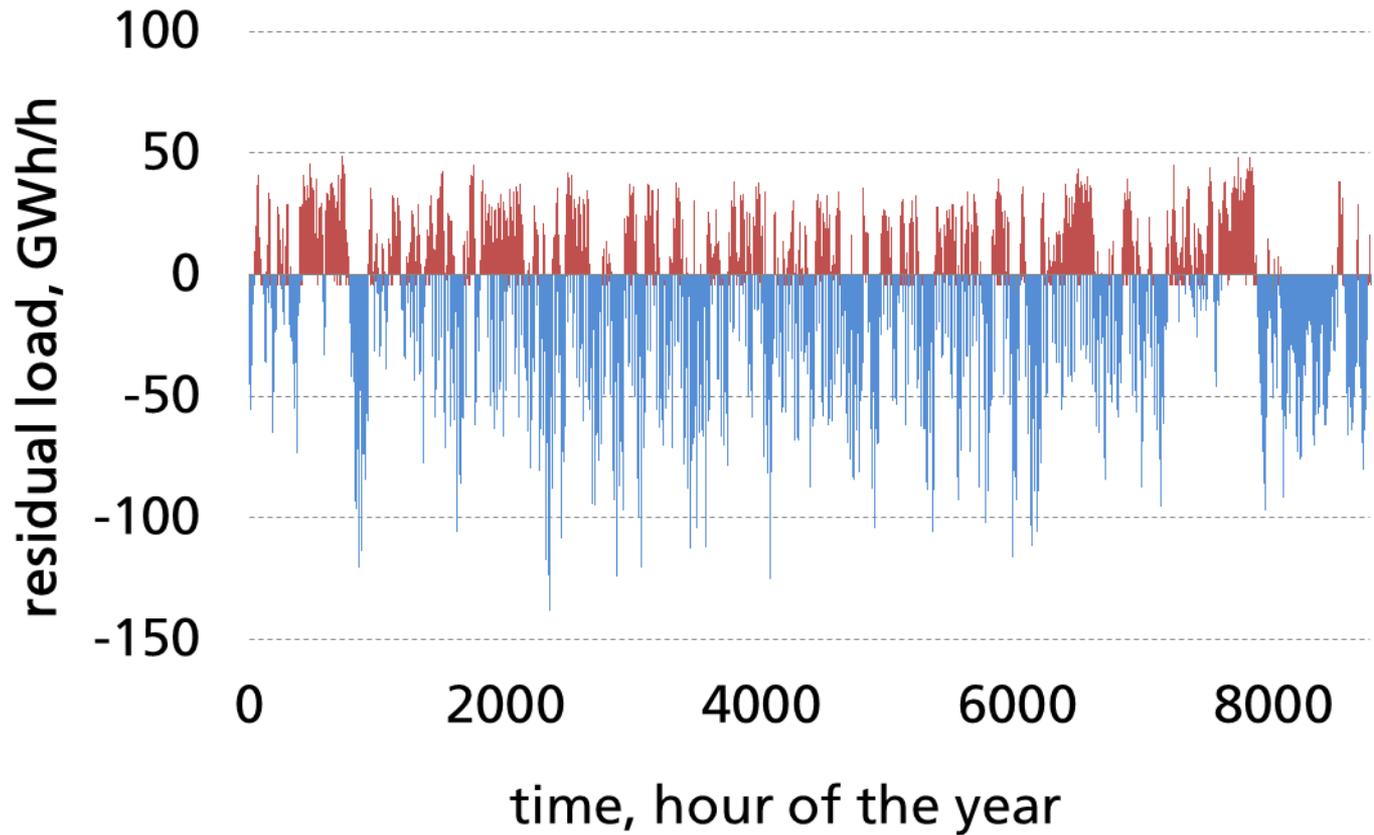
Base load minus production from fluctuating RE



Reduction of the residual load



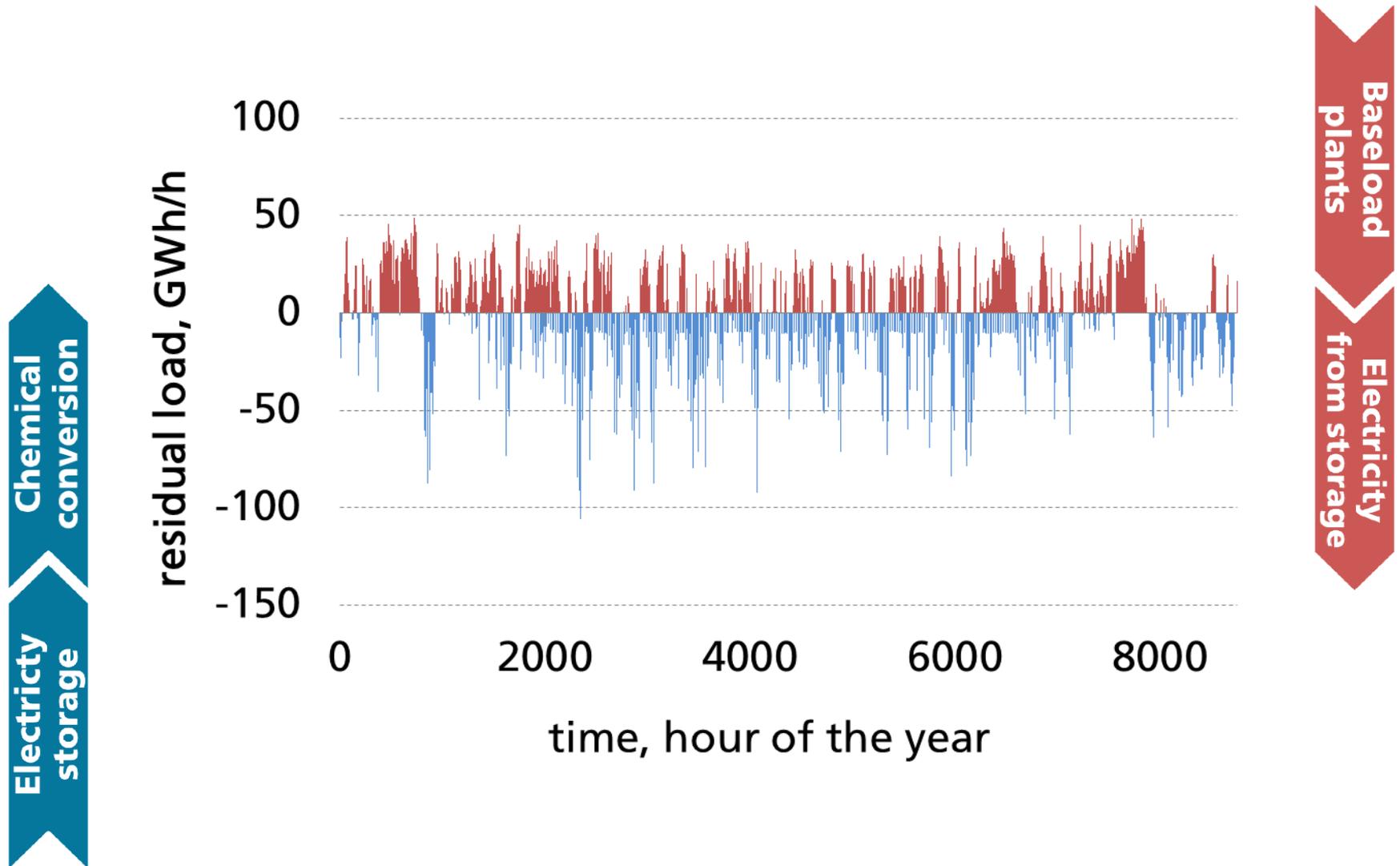
Reduction of the residual load



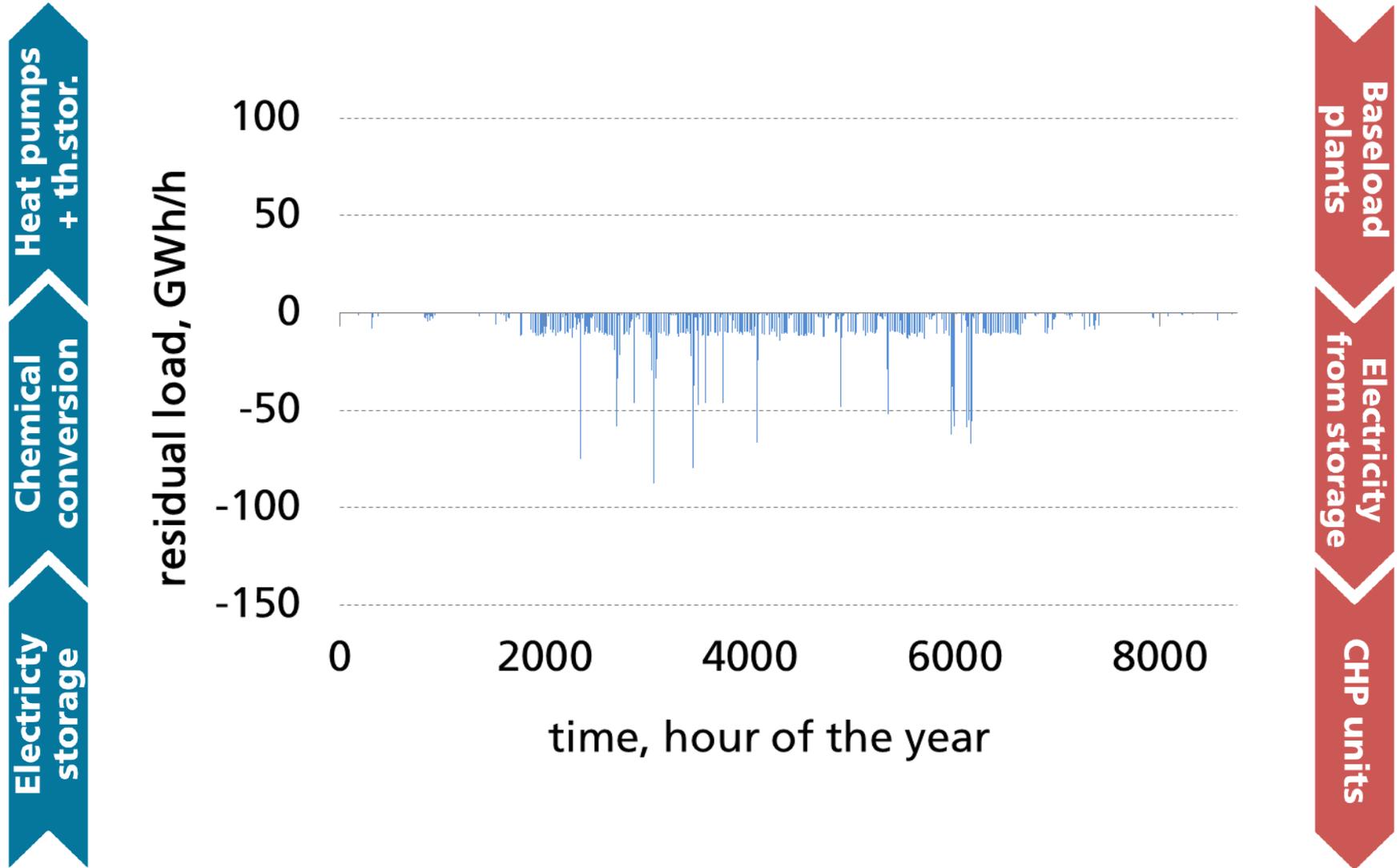
Electricity
storage

Baseload
plants

Reduction of the residual load

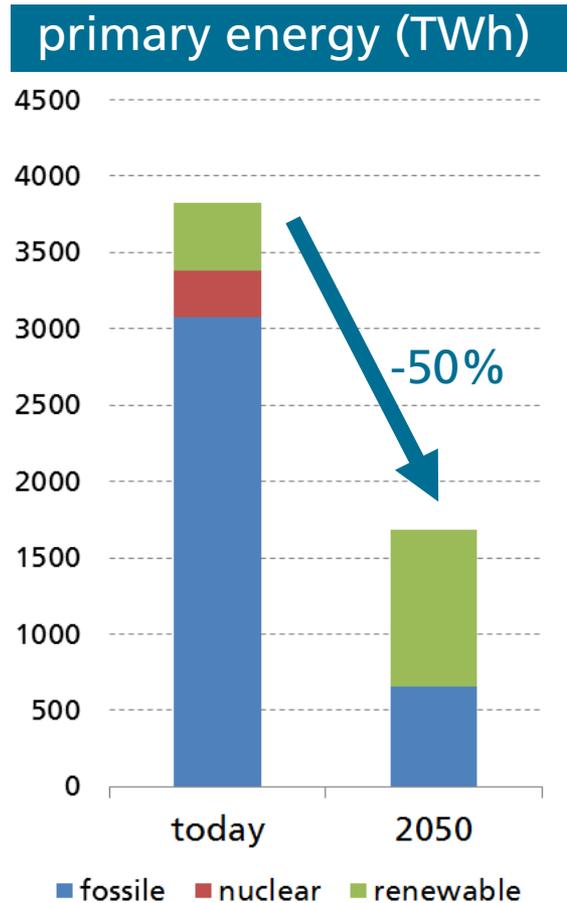


Reduction of the residual load



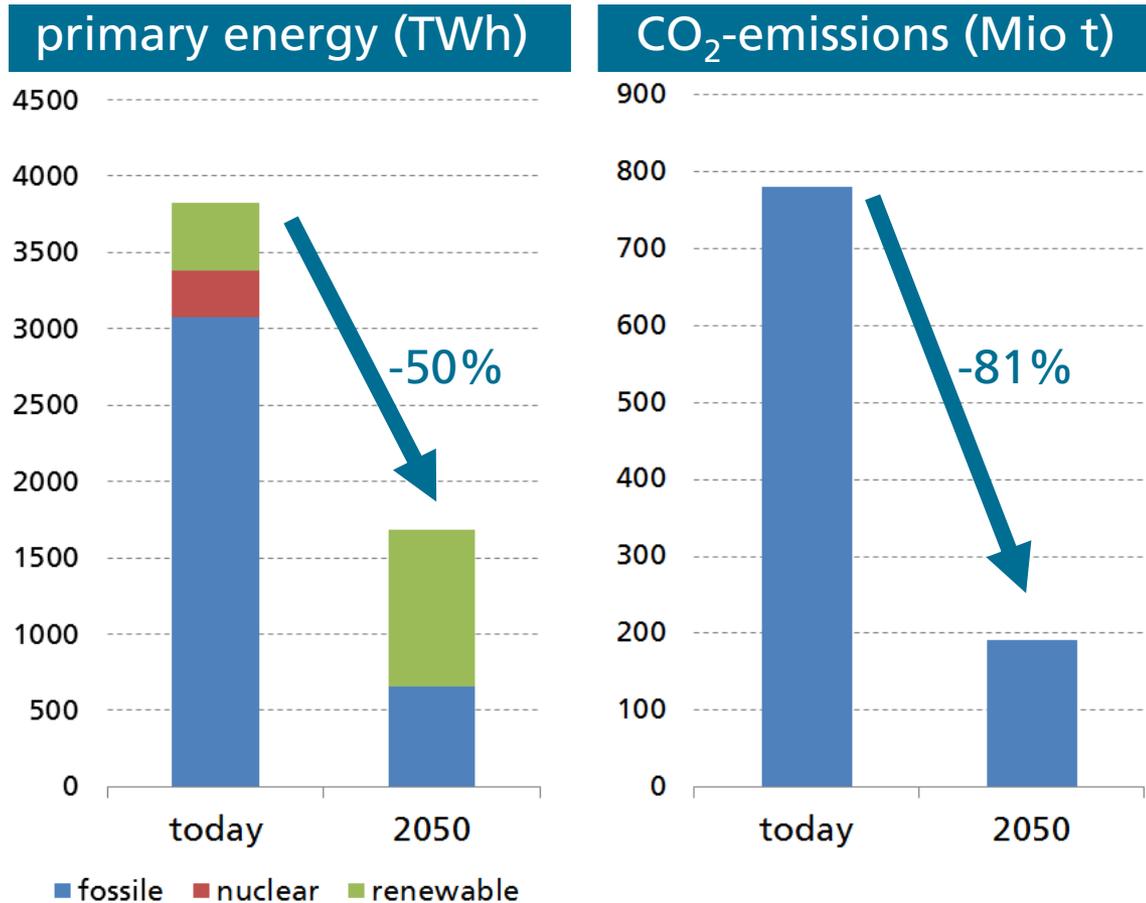
Overall comparison

Today vs. 2050 optimized system



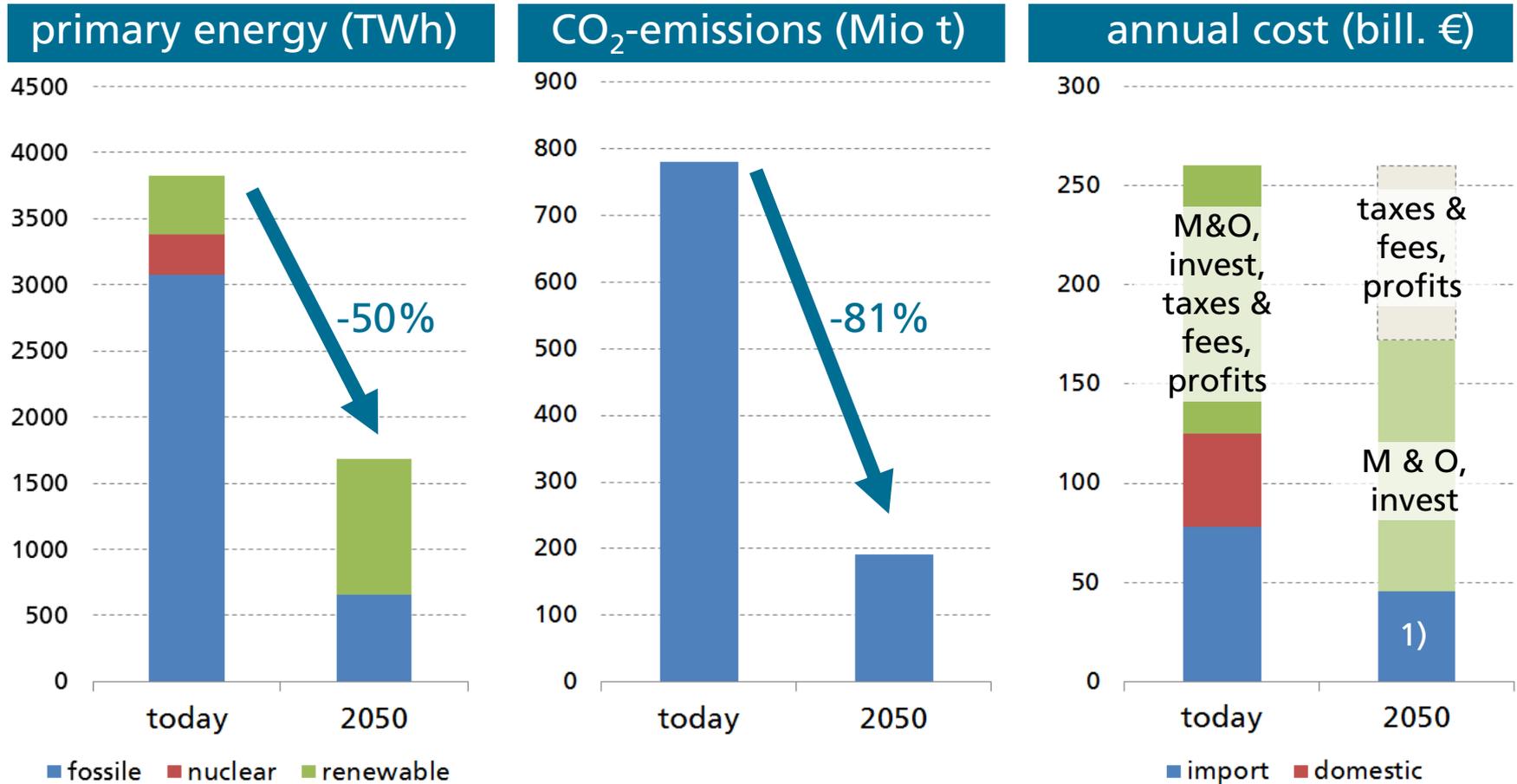
Overall comparison

Today vs. 2050 optimized system

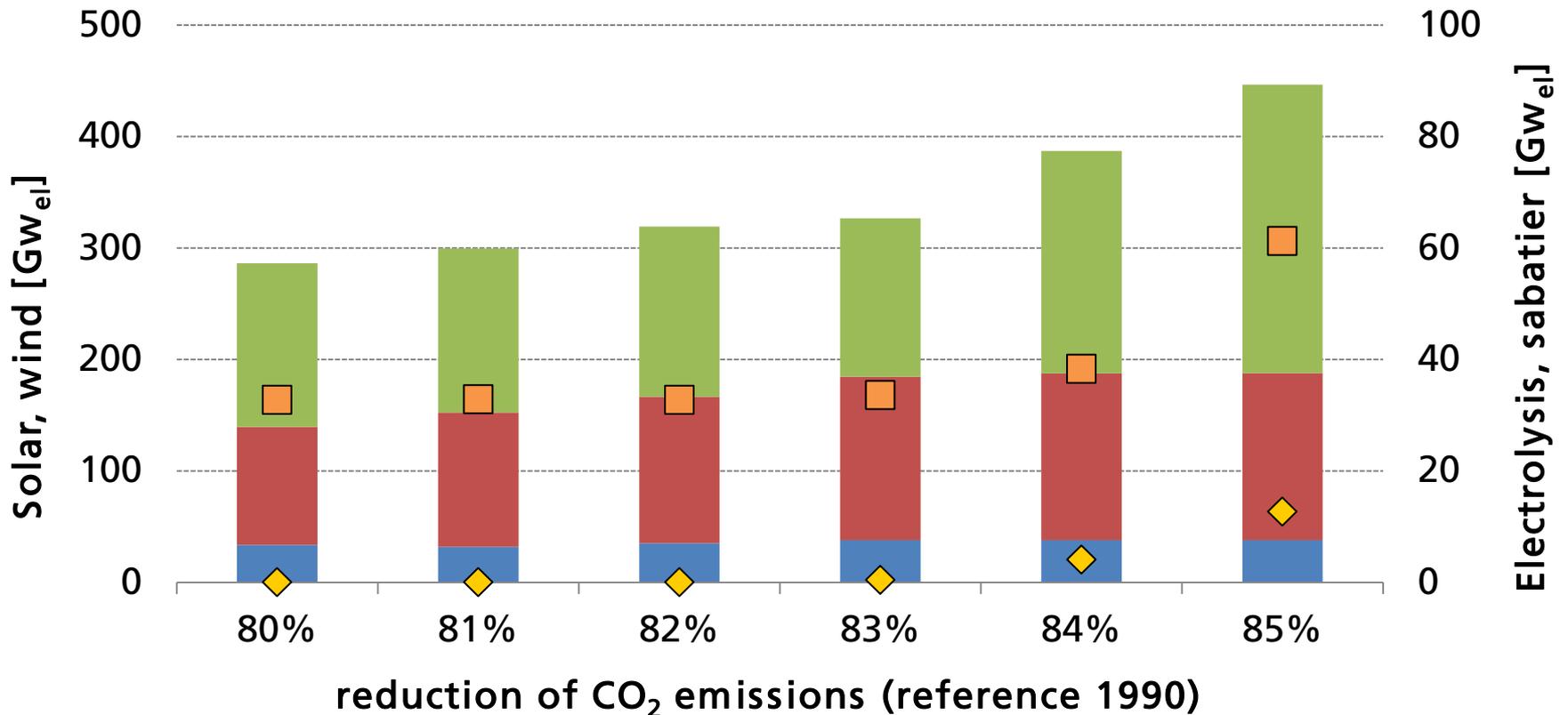


Overall comparison

Today vs. 2050 optimized system



Capacity of solar and wind versus CO₂ reduction target



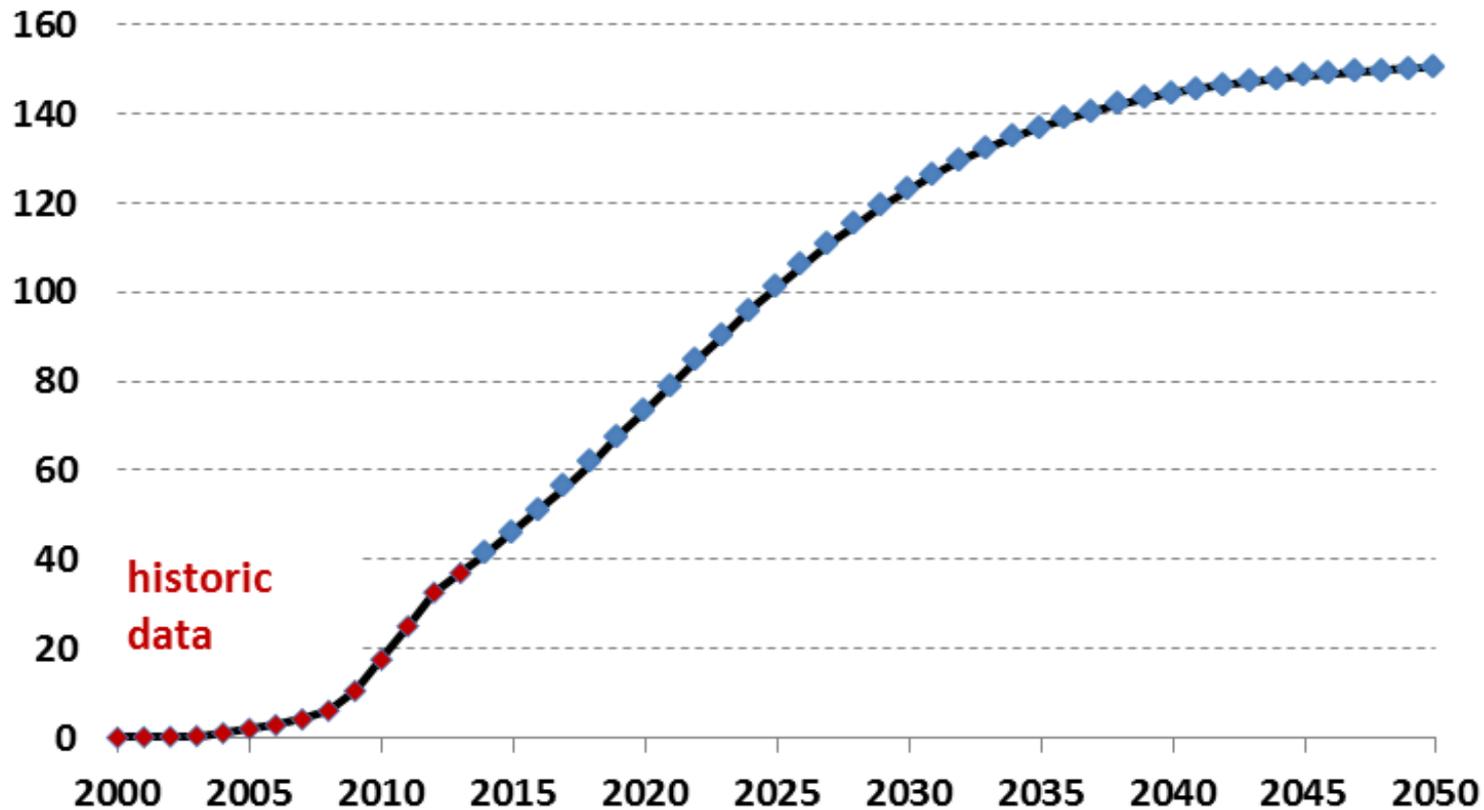
Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Analysis of investments from today until 2050

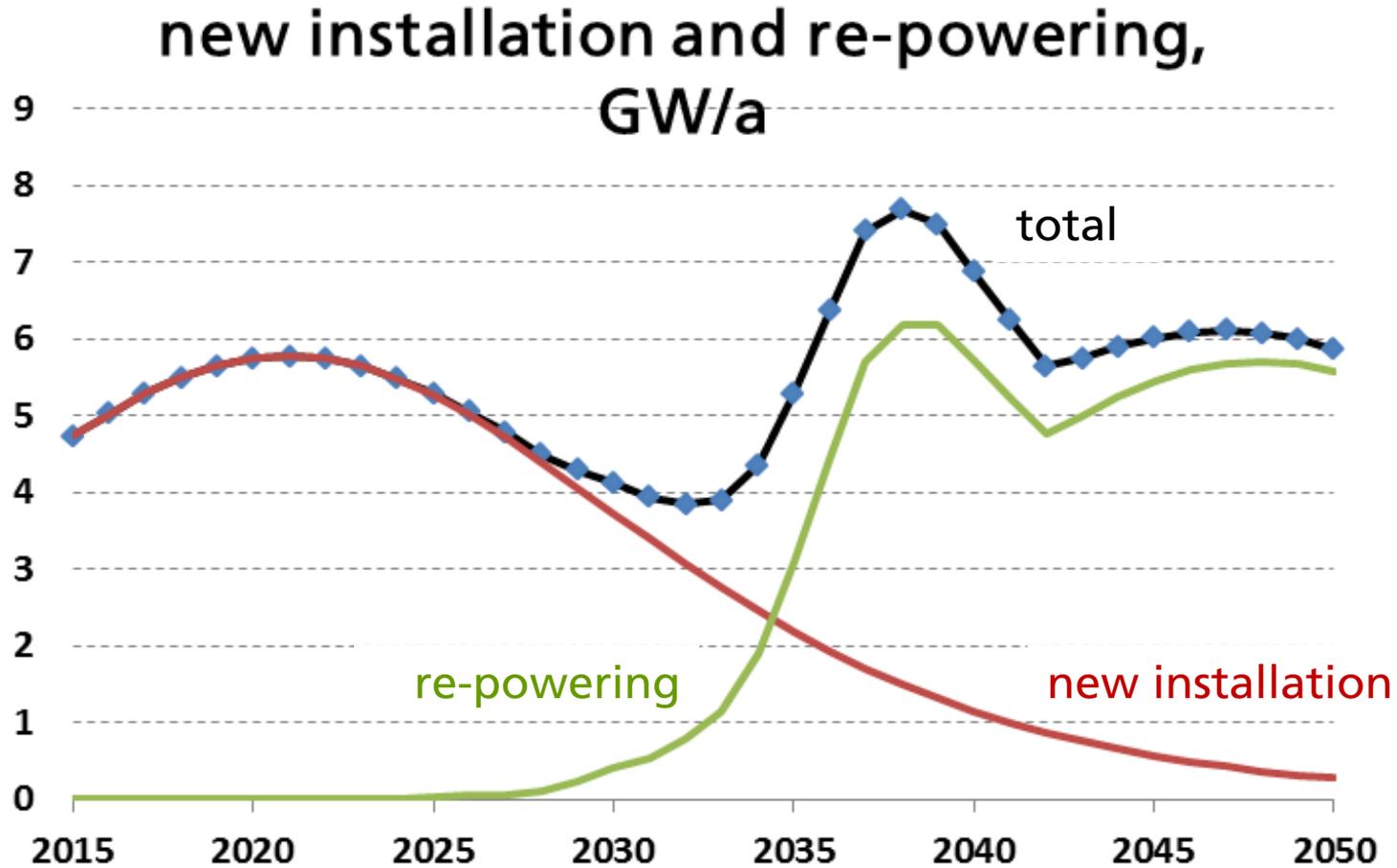
Example photovoltaics

installed capacity, GW



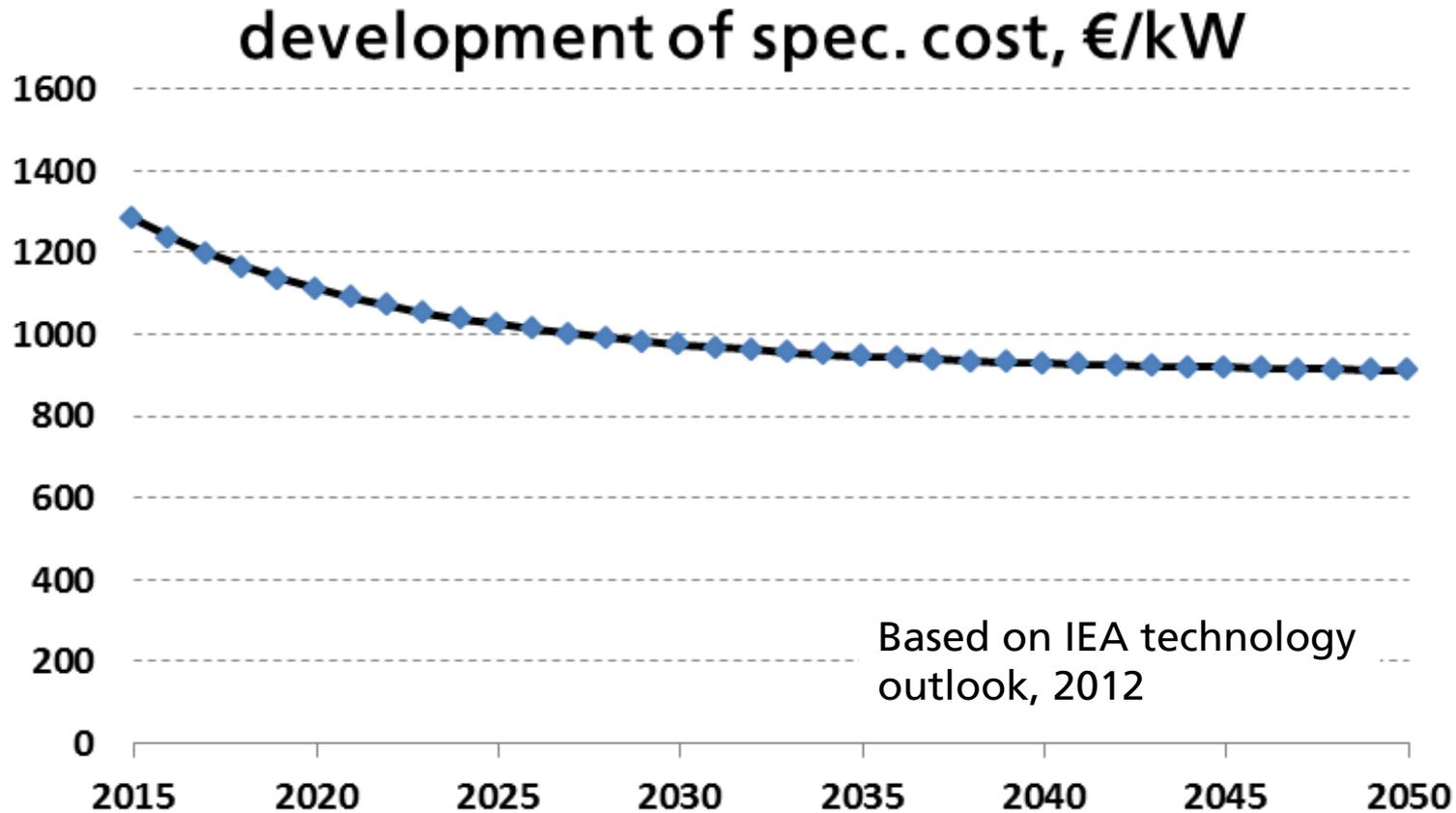
Analysis of investments from today until 2050

Example photovoltaics



Analysis of investments from today until 2050

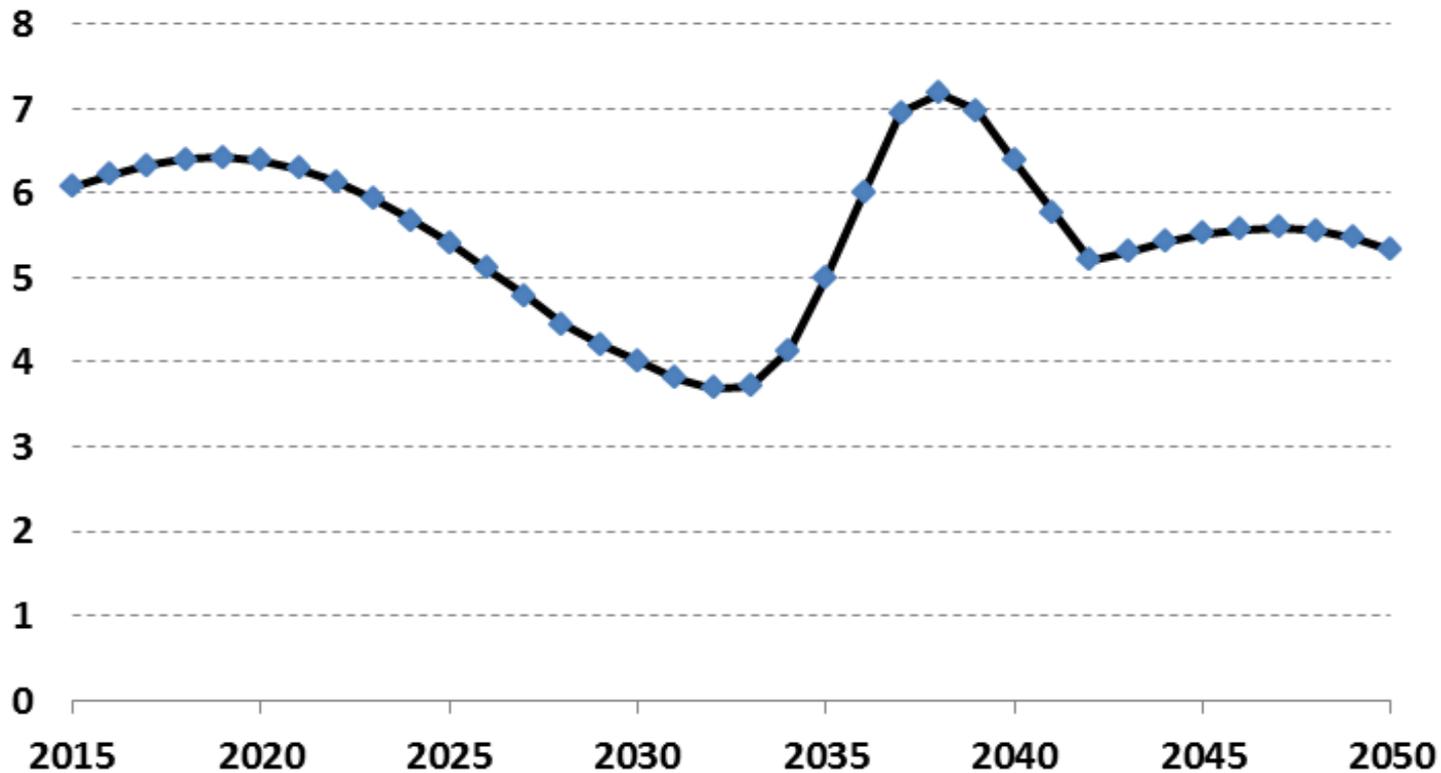
Example photovoltaics



Analysis of investments from today until 2050

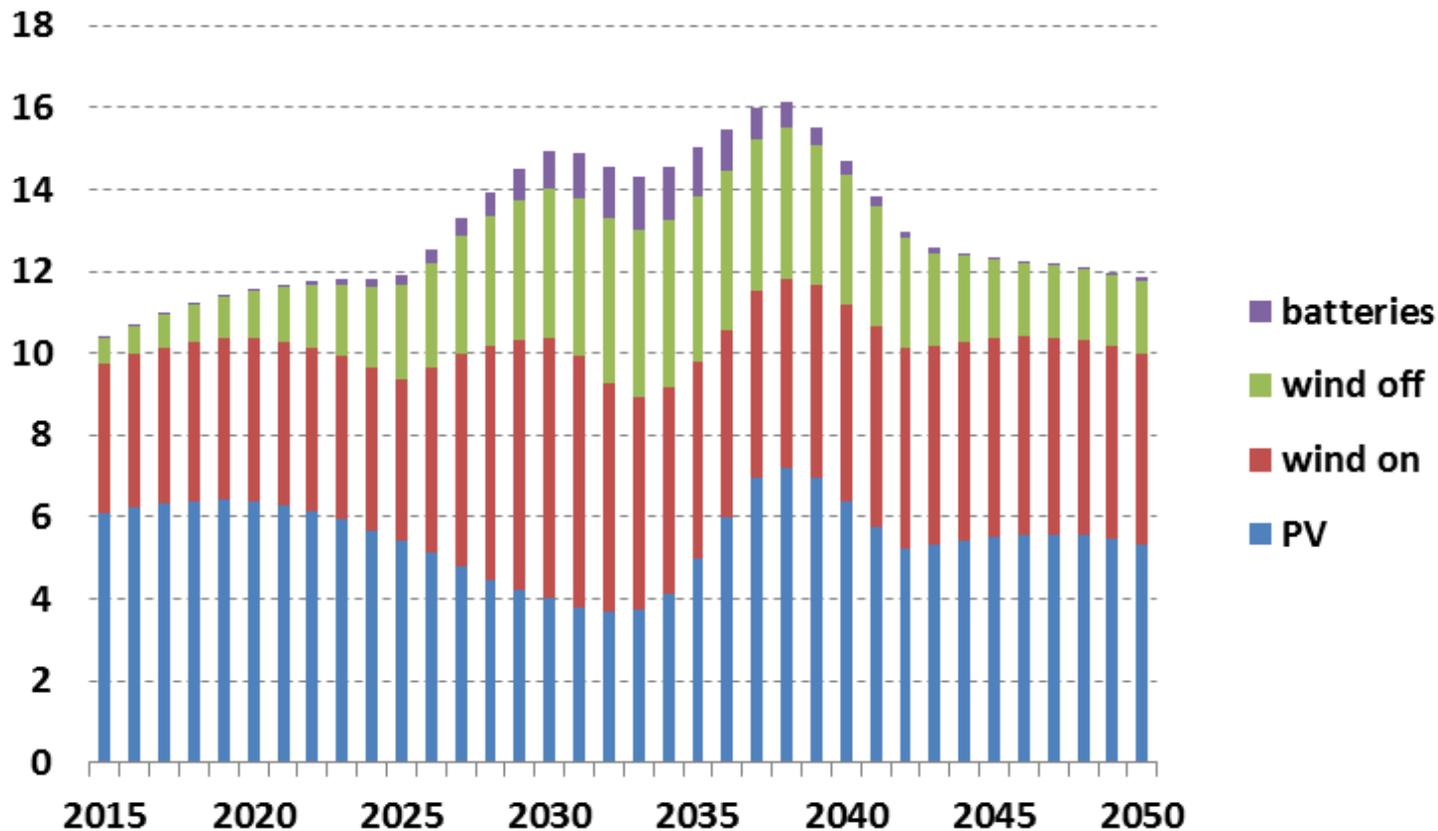
Example photovoltaics

annual investment, bill. € p.a.



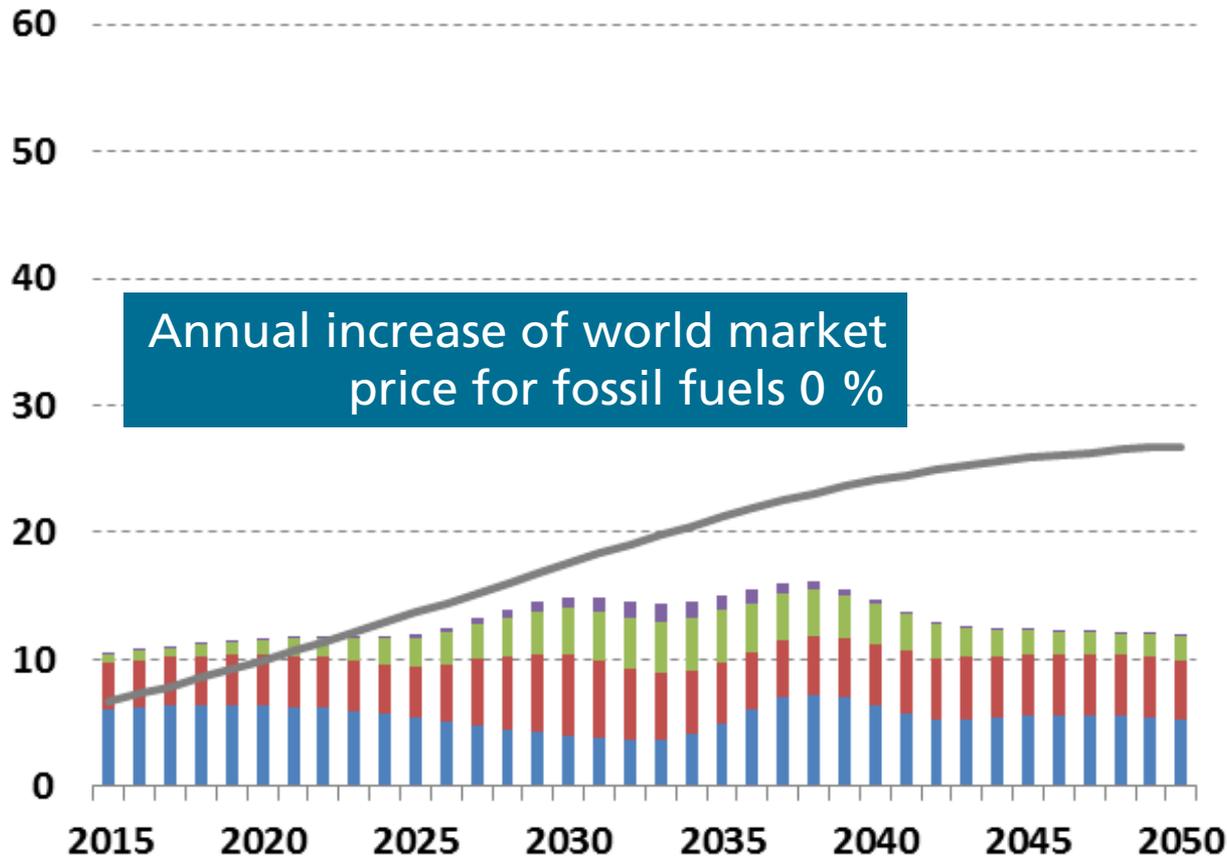
Investments for RE (wind, solar PV) and battery storage

Bill € p.a.



Total investments (w/o capital cost, incl. re-powering) from 2015 to 2050:
470 bill. €₂₀₁₄

Investments vs. saved fuel cost in bill. € p.a.

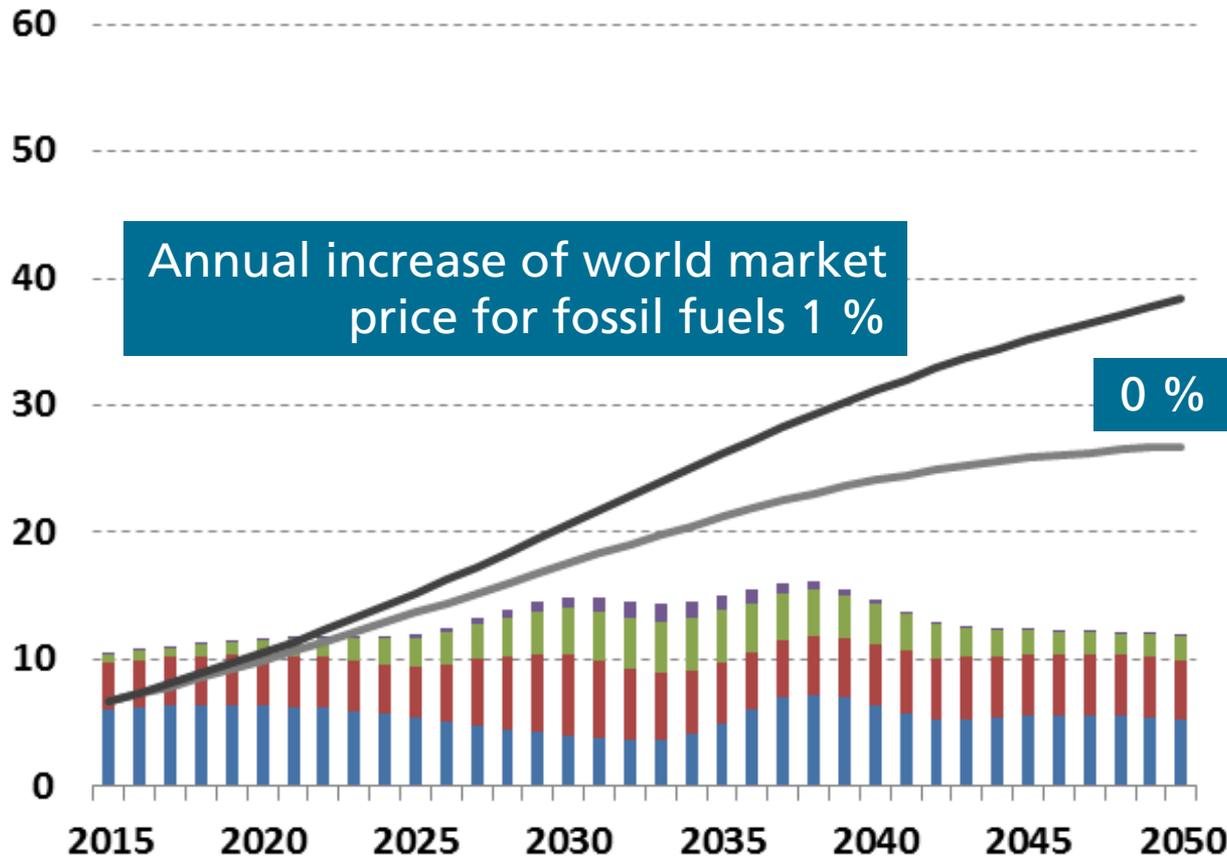


Assumptions

- fuel cost today 25 €/MWh
- curtailment of fluctuating RE 10 % of energy

- batteries
- wind off
- wind on
- PV

Investments vs. saved fuel cost in bill. € p.a.

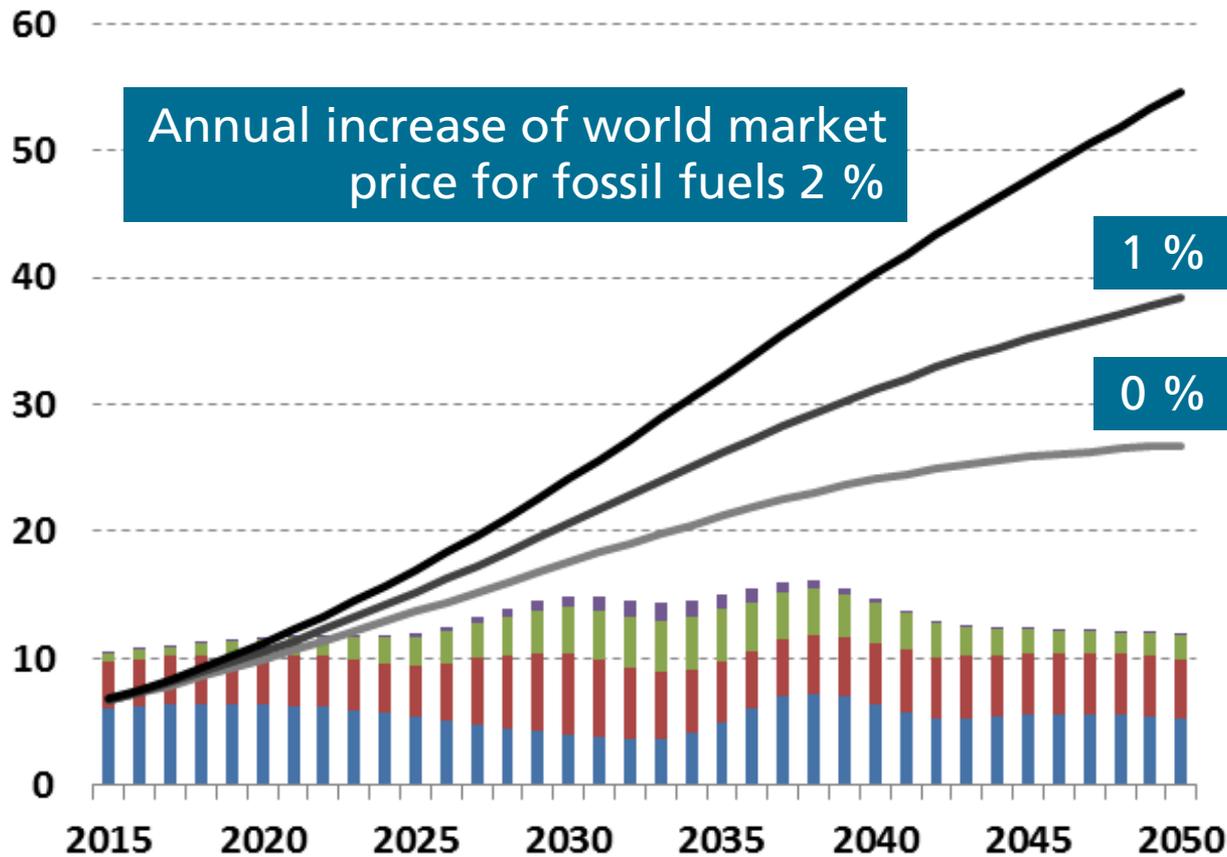


Assumptions

- fuel cost today 25 €/MWh
- curtailment of fluctuating RE 10 % of energy

- batteries
- wind off
- wind on
- PV

Investments vs. saved fuel cost in bill. € p.a.

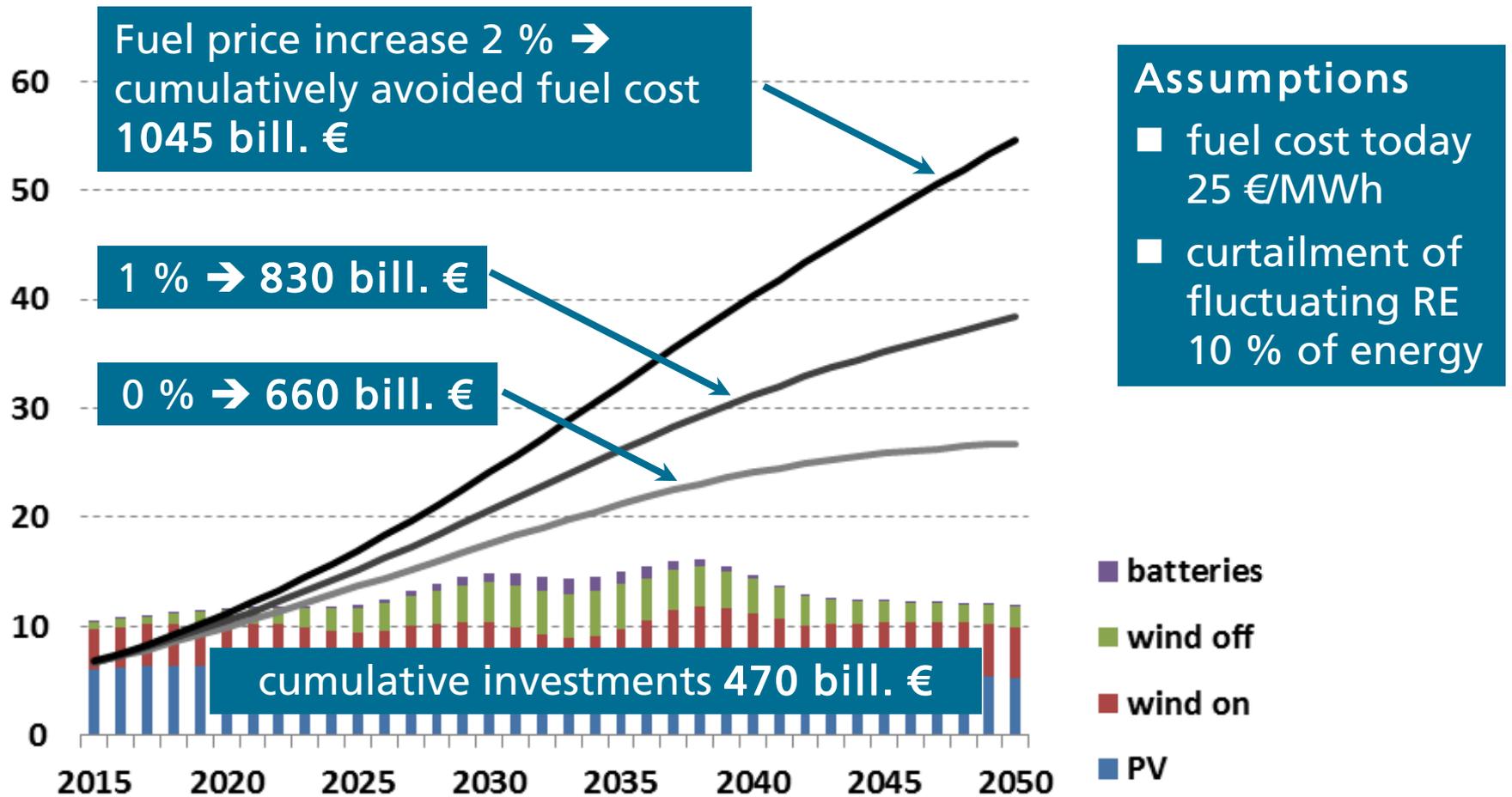


Assumptions

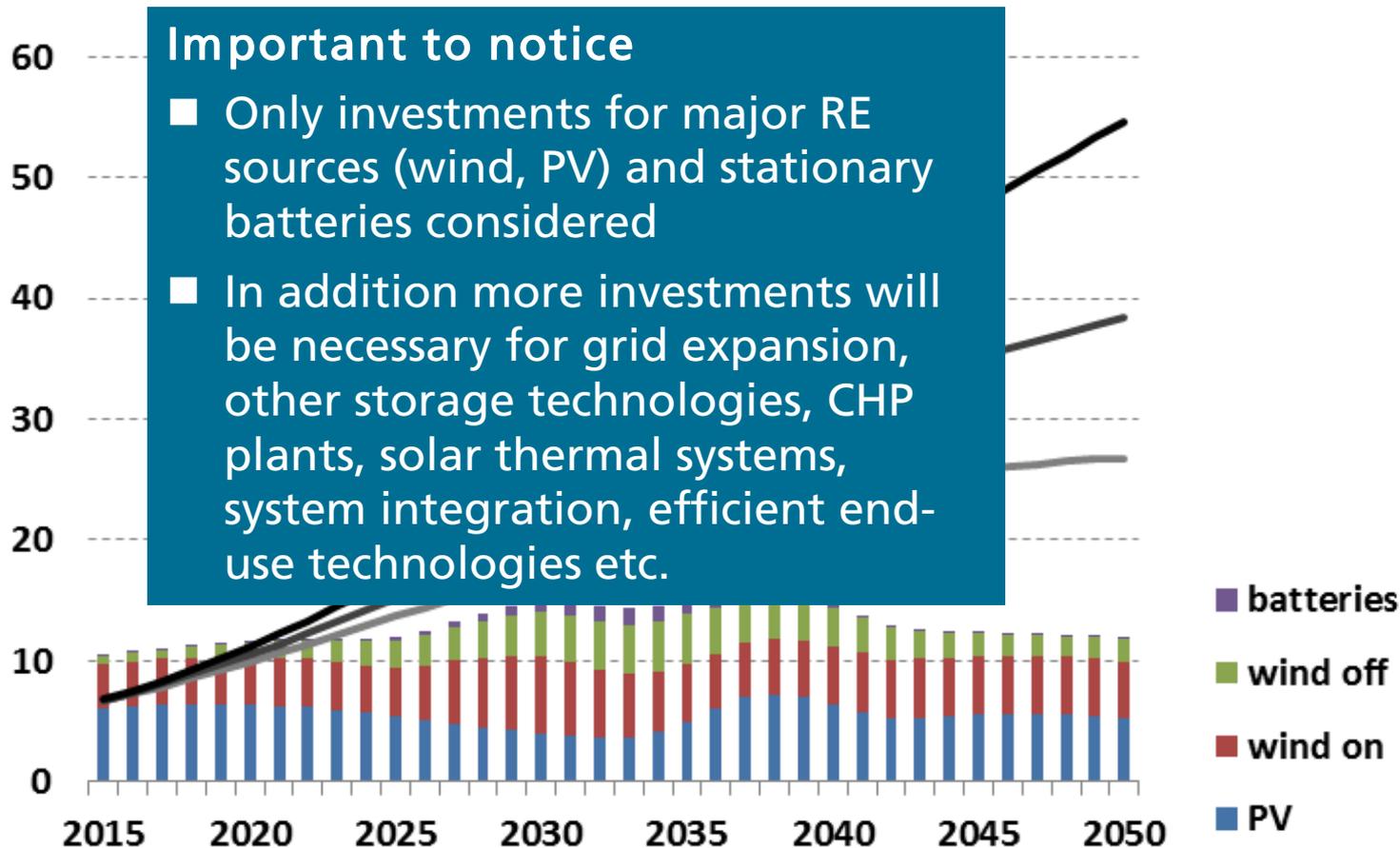
- fuel cost today 25 €/MWh
- curtailment of fluctuating RE 10 % of energy

- batteries
- wind off
- wind on
- PV

Investments vs. saved fuel cost in bill. € p.a.



Investments vs. saved fuel cost in bill. € p.a.



Outline

- Targets of the German climate protection policy
- Analysis of a possible German energy system in 2050
 - Methodology
 - Results
 - Sensitivity analysis
 - Analysis of a selected system
 - Needed investments
- Conclusions & outlook

Summary (1/2)

- Reduction of energy-related CO₂ emissions by 80 % and above is possible and will in the long term lead to lower cost compared to the energy system of today
- The dependence on energy imports will be significantly reduced
- This strategy is linked to significant local value and employment creation due to installation of many thousands components and systems in all energy conversion and end-use sectors
- Key elements of the transformation are reduction consumption (classical electricity consumption, space heat), efficient conversion chains (electric engines, heat pumps replacing combustion processes) and renewable energies (electricity, heat)

Summary 2/2

- Fluctuating renewable energies (wind, solar PV) will become the backbone of the electricity generation and dominate the overall system
- This calls for flexibilization of residual electricity production and electricity use in all end-use sectors in order to make use of negative residual load
- About one quarter of the total low temperature heat demand will be covered by solar thermal
- Depending on the level of expansion of district heating networks an installed capacity of 20 GW to 80 GW of centralized solar thermal systems seems reasonable

Outlook – next steps of model development

- Include electricity export/import
- Disaggregation/diversification of the model in various sectors, e.g.
 - mobility
 - fuel conversion chains (e.g. biomass)
 - introduction of a simple building typology (residential: SFH, MFH; commercial)
- Adjustment of the model to describe and optimize transformation pathways
 - ➔ inclusion of diffusion/exchange rates and learning curves for all relevant technologies
- Country studies (e.g. Italy, California, South Africa, ...)



References

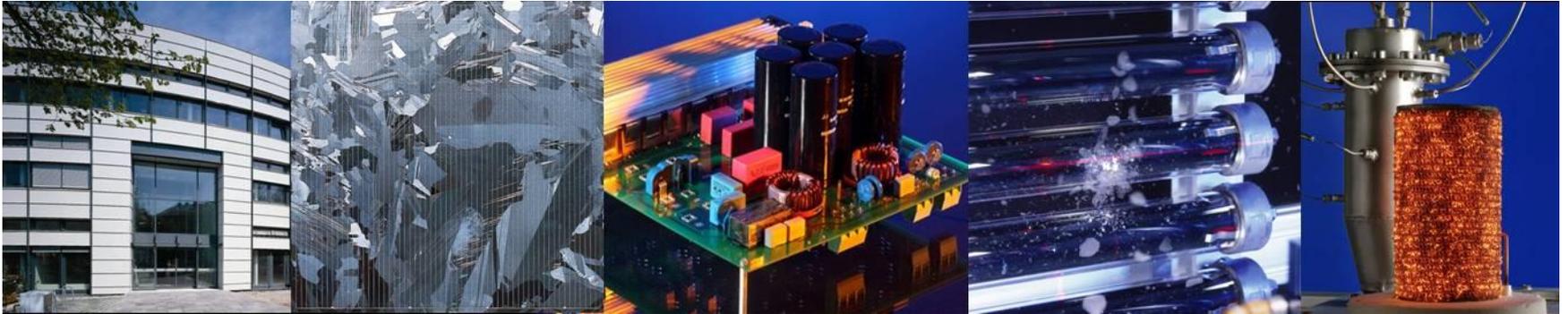
Henning, H-M., Palzer, A., A comprehensive model for the German electricity and heat sector in a future energy system with a dominant contribution from renewable energy technologies – Part I: Methodology. *Renewable and Sustainable Energy Reviews*, 30 (2014), pp 1003–1018

Palzer, A., Henning, H-M., A comprehensive model for the German electricity and heat sector in a future energy system with a dominant contribution from renewable energy technologies – Part II: Results. *Renewable and Sustainable Energy Reviews*, 30 (2014), pp 1019–1034.

Palzer, A., Henning, H-M., A future German energy system with a dominating contribution from renewable energies: a holistic model based on hourly simulation. *Energy Technology* 2014, 2, pp 13–28

Henning, H-M., Palzer, A., ENERGIESYSTEM DEUTSCHLAND 2050 - Sektor- und Energieträger-übergreifende, modellbasierte, ganzheitliche Untersuchung zur langfristigen Reduktion energiebedingter CO₂-Emissionen durch Energieeffizienz und den Einsatz Erneuerbarer Energien. Studie Fraunhofer ISE, November 2013. For download:
<http://www.ise.fraunhofer.de/de/presse-und-medien/presseinformationen/presseinformationen-2013/energiesystem-deutschland-2050>

Thank you for your attention...



Fraunhofer Institute for Solar Energy Systems ISE

Hans-Martin Henning, Andreas Palzer

www.ise.fraunhofer.de

hans-martin.henning@ise.fraunhofer.de