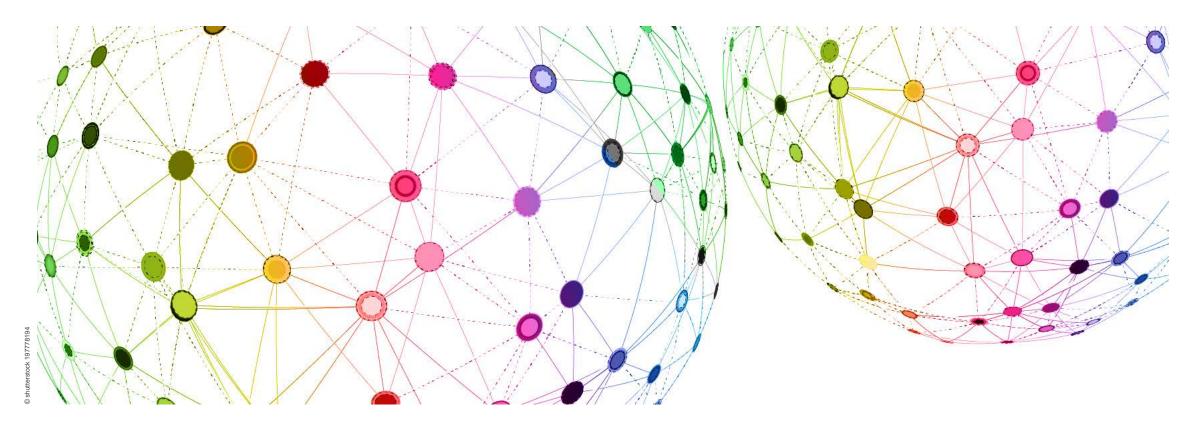


Schweizerische Eidgenossenschaft Confédération suisse Confederazione Svizzera Confederaziun svizra Bundesamt für Energie BFE Office fédéral de l'énergie OFEN Ufficio federale dell'energia UFE Swiss Federal Office of Energy SFOE



### **INTERNATIONALE PERSPEKTIVE ZU CARBON CAPTURE AND USAGE (CCU)**



- Perspective (IEA Technology Collaboration Programs dealing directly with CCUS)
- 2. Perspective European Research Area Network Accelerating CCUS (ERA-NET ACT)
- 3. If time permits, a short perspective on Switzerland

2

#### IEAGHG – "the" CCS Technology Collaboration Program



#### Who is the IEAGHG?

Our internationally recognised name is the IEA Greenhouse Gas R&D Programme (IEAGHG). IEAGHG is a Technology Collaboration Programme (TCP) and part of the International Energy Agency's (IEA's) Energy Technology Network.

#### **Disclaimer**

The IEA Greenhouse Gas R&D Programme (IEAGHG) is organised under the auspices of the International Energy Agency (IEA) but is functionally and legally autonomous. Views, findings and publications of the IEA Greenhouse Gas R&D Programme do not necessarily represent the views or policies of the IEA Secretariat or its individual member countries.

3

#### https://ieaghg.org/ and for CCU work contact: jasmin.kemper@ieaghg.org

# IEA Greenhouse Gas R&D Programme (IEAGHG)

- A collaborative international research program founded in 1991
- Aims:
  - To evaluate technology options for greenhouse gas mitigation from energy and industrial systems
  - To facilitate implementation of potential mitigation options,
  - To facilitate international collaborative activities,
  - To widely disseminate our results.
- Focus is on Carbon Dioxide Capture and Storage (CCS)
- Producing information that is:
  - ✓ Objective, trustworthy, independent
  - ✓ Policy relevant but NOT policy prescriptive
  - Reviewed by external Expert Reviewers

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#### V

### IEA Greenhouse Gas R&D Programme (IEAGHG)

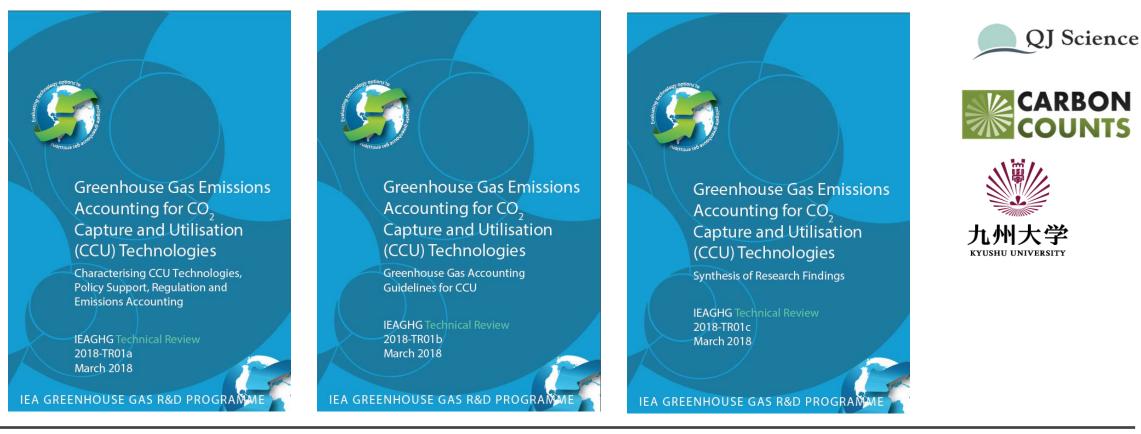
- Technical Studies
  - >320 reports published on all aspects of CCS
- International Research Networks
  - Risk Assessment/Management
  - Monitoring
  - Modelling
  - Environmental Research
  - Social Research
  - Oxy-combustion
  - Post-combustion Capture
  - Solid Looping
- GHGT conferences
  - GHGT-13, Lausanne, Switzerland, 13-18 Nov 2016
  - GHGT-14, Melbourne, Australia, 22-26 Oct 2018
  - GHGT-15, Abu Dhabi, UAE, 5-8 Oct 2020
- PCCC conferences
  - PCCC4, Sep 2017, Birmingham, Alabama
  - PCCC5, Sep 2019, Kyoto, Japan

- International CCS Summer School
  - 550 alumni from 50 countries
  - 2019 at International CCS Knowledge Centre, Regina, Canada
  - 2018 at SINTEF, Trondheim, Norway
- Reviewing activities
  - US DOE
  - US EPA
  - CO2CRC etc.
- Active in international regulatory developments
  - UNFCCC
  - London Convention
  - ISO TC265 etc.
- Collaborations with other organisations
  - IEA
  - CSLF
  - CCSA
  - EU ZEP etc.



#### Published as a trilogy:

https://ieaghg.org/publications/technical-reports





#### Background:

- Interest in CO<sub>2</sub> capture and utilisation (CCU) has increased significantly over recent years
- Uncertainties remain regarding CCU's potential for climate change mitigation
- Views from various stakeholders exist
- Detailed studies have only been partially carried out and rely heavily on assumptions (e.g. low-carbon H<sub>2</sub>)
- Need to assess the overall energy and carbon balance for different CCU pathways



#### GLOBAL

- Main products could utilise ~7 GtCO<sub>2</sub>/yr with market of >US\$800 billion by 2030 (Global CO<sub>2</sub> Initiative)
- CO<sub>2</sub> as possible signature 'rough diamond' material in circular economy (WEF/McKinsey)

#### **UNITED STATES**

- CCU in 45Q Sequestration Tax Credit (Bipartisan Budget Act 2018)
- Clean Power Plan includes CCU technologies
- Various renewable fuel standards already accept some CO<sub>2</sub> derived fuels

#### EUROPE

- European Parliament proposed to include CCU in Phase IV of ETS
- Instead included under Innovation Fund/"NER400" from 2021
- Recent ECJ ruling: CCU to an extent will be integrated into ETS Phase III MRR (Monitoring and Reporting Regulation)
- EU RED and FQD (Fuel Quality Directive) to include both 'fuels of non-biological origin' and 'fuels produced from waste streams of non-renewable origin, including waste processing gases and exhaust gases'

#### **REST OF THE WORLD**

- Will be interested to see how rules evolve in e.g. Japan, China, Korea, India.
- Could influence treatment of future carbon finance initiatives under UN Convention on Climate Change



Scope of the study:

- Characterising CCU technologies and emissions reductions pathways
- 2) Determining CCU facilitylevel greenhouse gas (GHG) emissions
- 3) Developing a composite lifecycle GHG emissions profile for CCU activities
- 4) Assessing GHG accounting options

#### Methodology

- Two components:
  - A. Lifecycle (LC) GHG inventory for different CCU processes/products
  - B. GHG benefits assessment by comparative analysis of CCU processes/products against conventional products
- LC GHG Inventory Method (A) provides basis for estimating GHG benefits in Method (B)
- Cradle-to-gate assessment, but including end use where relevant to reflect permanence concerns
- Choice of reference case is key issue for assessing GHG benefits
- Development based on facility data collected from variety of operators



CCU accounting guidelines v1.0 developed based on a GHG emissions assessment of 4 different CCU case studies

CO<sub>2</sub> benefit factor offers some advantages as allows direct product comparisons. Improves transparency of analysis/results.

Guidelines v1.0: further feedback on the method welcome to improve them

Towards Guidelines v2.0: refine approach, methods for functional equivalence and substitution effects

## IEAGHG: WORK ON INTEGRATED GHG ACCOUNTING FOR CCU & CCS – PHASE II



#### **Awaiting publication:**

- Report sets out accounting guidelines for GHG emissions and emissions reduction effects from CCUS
- Applies both a project- and product-based approach
- Modular approach:
  - Calculate the GHG effects arising from the capture (and transport) of CO<sub>2</sub> based on the avoided emissions from providing the same service or product as output from the CO<sub>2</sub> source facility, but without CO<sub>2</sub> capture.







### IEAGHG: WORK ON INTEGRATED GHG ACCOUNTING FOR CCS & CCS – PHASE III

- The purpose of new work programme is to:
  - Translate the current product- and project-based accounting methods into a framework consistent with national GHG accounting and national GHG inventory compilation and reporting
  - Take a scenario driven-approach and consult with stakeholders to better inform the possible relevant outcomes from such analysis







## **IEAGHG: FURTHER WORK ON CCU**



- Reality check: Climate mitigation through CO<sub>2</sub> conversion routes
- CO<sub>2</sub> as alternative feedstock: Identification of the most promising CO<sub>2</sub> conversion pathways gathering environmental and economic benefits
- From carbon dioxide to cement improving process efficiency



### **IEAGHG: STAY TUNED FOR GHGT-15**



- Deadline to submit an abstract Monday 6<sup>th</sup> January 2020
- Early Bird registration opens March 2020
- Draft Technical programme announced online May 2020
- Visit <u>https://ghgt.info/</u> for all conference information and abstract submission

HOSTED BY KHALIFA UNIVERSITY,

ABU DHABI, UAE

5-8 OCTOBER 2020

### European Research Area Network – Accelerating CCUS Technologies

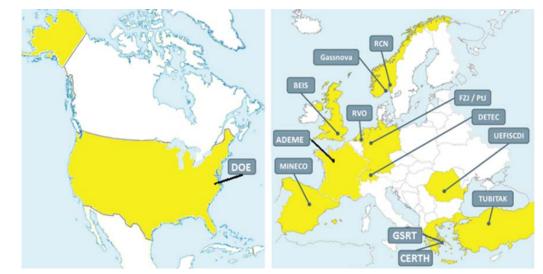


ACT aligns with SET-Plan Action 9:

- International cooperation the tool for accelerating implementation of CCS/CCU in power and energy-intensive industries
- Fund research and innovation projects that can lead to safe and cost effective technology
- Cooperating on 2 joint calls (probably a 3<sup>rd</sup> one in 2020) and knowledge sharing
- Duration of EC support for ACT: February 2016 January 2021









### ACT has launched 2 joint calls

#### 1st Call for proposals, June 2016

- 10 partners from 9 countries cooperate
- 8 new projects decided for funding in 2017
- Project period 3 years
- 36 mln € from ACT
  - of which ~11.9 mln € from the EC



#### 2nd call for proposals, June 2018

- 13 partners from 11 countries
- Budget of 22-30 M€
- 47 pre-proposals, requesting
  112 mln €
- 26 full proposals were notified on 1 July 2019
- Once contract negotiations completed, official announcement



### ACT's 1<sup>st</sup> call

Co-funded by the European Commission within the Horizon 2020



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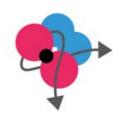
	Project	Activities	ACT, M €	Norway	Netherlands	UK	Germany	Romania	Switzerland	Spain	Turkey
•	ALIGN	Chain integration, clusters	14,5	х	Х	х	Х	Х			
	ELEGANCY	Chain integration, hydrogen	8,9	х	х	х	х		х		
	PRE-ACT	CO2 storage, pressure handling	4,5	х	х	х	Х				
	ACORN	Full chain CCS / infrastructure	2,0	х	х	х					
	DETECT	CO2 storage, risk assessment	2,0		х	х	х				
	ECOBASE	CO2-EOR SouthEast Europe	1,2	х	х			х			x
	GASTECH	Gas switching technology	1,7	х	х			х	х	х	x
	3D-CAPS	3D printed sorbents	1,5	х	х			х			

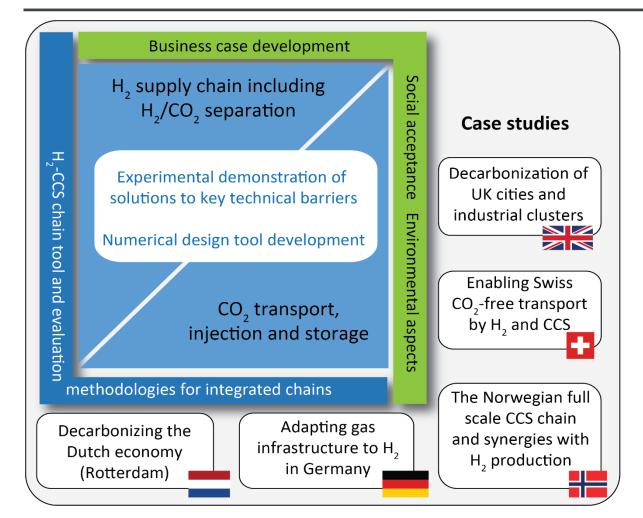
- Total budget for 8 projects: € 50 M
- ACT supporting: € 36 M

**bold X** = lead country

more info at www.act-ccs.eu

# ELEGANCY – ENABLING A LOW-CARBON ECONOMY VIA $H_2$ AND CCS BY...

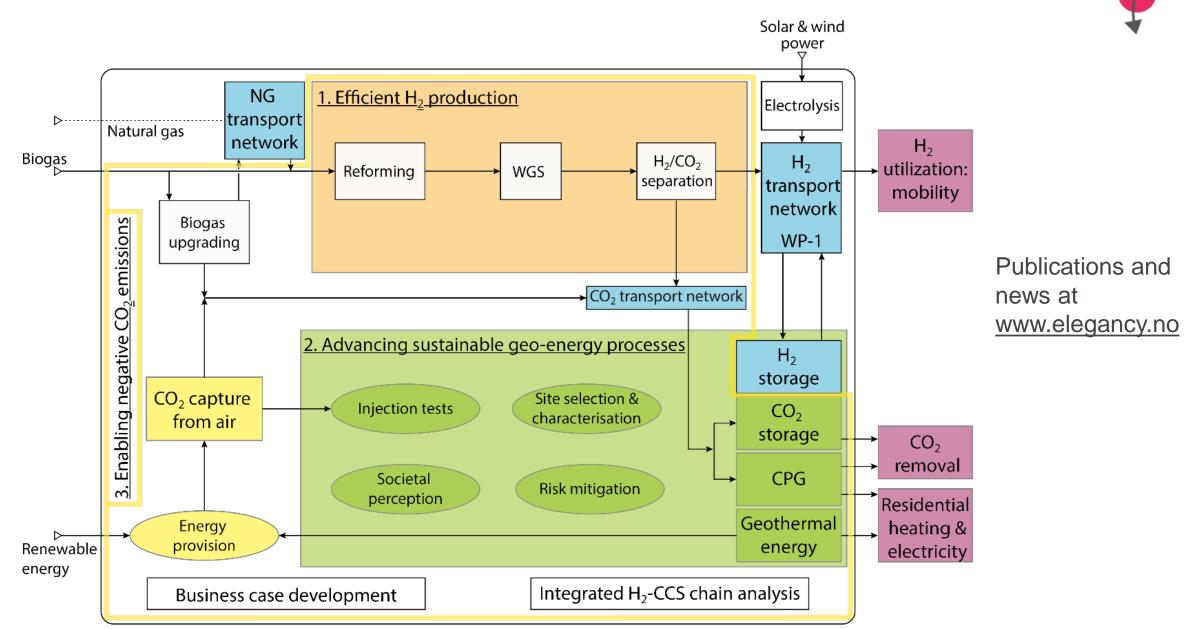




- 1. improving the Life Cycle Analysis performance of hydrogen production with CCS;
- 2. enhancing our understanding of  $CO_2$  storage, particularly stemming from  $H_2$  production;
- 3. enabling low carbon H<sub>2</sub> production with fossilcarbon or biomass via new market models;
- designing cost-optimal and carbon footprintoptimal H<sub>2</sub> and CO<sub>2</sub> networks;
- 5. assessing country-specific challenges and opportunities, and identifying feasible country-specific pathways towards a H<sub>2</sub> economy coupled with CCS;
- 6. educating the next generation of European engineers and scientists on  $H_2$  and CCS.

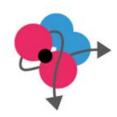
Publications and news at www.elegancy.no

# **ELEGANCY (SWITZERLAND) IN A GRAPH:**



### ELEGANCY – ENABLES A LOW-CARBON ECONOMY VIA H<sub>2</sub> AND CCS BECAUSE:

C



- 1. Advanced CO<sub>2</sub> capture technologies coupled with Steam Methane Reforming or Auto-Thermal Reforming (using nat. gas or biomass feedstock) improve the Life Cycle Analysis of H<sub>2</sub> production with CCS.
- 2. New thermodynamic modelling tools & new CO<sub>2</sub> transport experiments, demonstrated in in surface and underground laboratories, corroborate safe storage of CO<sub>2</sub>, particularly in connection with H<sub>2</sub> production.
- 3. Tools can model technical and economic interdependencies and allow for the design of business models and market mechanisms to enable a low-carbon hydrogen economy based on fossil-carbon and biomass.
- 4. New network modelling tools account for nature of feedstock, the design of H<sub>2</sub> and CO<sub>2</sub> networks, the distribution of H<sub>2</sub> demand and CO<sub>2</sub> storage sites, lead to optimal choices between C footprint and costs.
- 5. Technology and tools are bases for case studies of a wide range of differing technology chains in five European countries that allow the identification of pathways and opportunities.
- 6. Elegancy educates scores of European scientists and engineers and students, in the science and technology related to the hydrogen economy and to the sustainable implementation of CCS.

### **MEANWHILE BACK IN SWITZERLAND**



#### The Role of Atmospheric Carbon Dioxide Removal in Swiss Climate Policy

Fundamentals and Recommended Actions

August 2019

https://www.bafu.admin.ch/dam/bafu/en/dokumente/klima/externe-studienberichte/the-role-of-atmospheric-carbon-dioxide-removal-in-swiss-climatepolicy.pdf.download.pdf/The\_Role\_of\_Atmospheric\_Carbon\_Dioxide\_Removal \_in\_Swiss\_Climate\_Policy.pdf

Advanced CCU technologies being researched and developed in Switzerland:

- Enhanced Carbon Uptake via Cement (e.g. Sika Technologies AG or Neustark GmbH)
- Direct Air Capture
- A range of power-to-X pilot applications (e.g. solar fuels)

Confédération suisse

Confederaziun svizra

Schweizerische Eidgenossenschaft Bundesamt für Energie BFE Office fédéral de l'énergie OFEN Ufficio federale dell'energia UFE Confederazione Svizzera Swiss Federal Office of Energy SFOE

### THANK YOU FOR YOUR ATTENTION



**Questions now or later** gunter.siddiqi@bfe.admin.ch

GUNTER SIDDIQI, BUNDESAMT FÜR ENERGIE / SCHWEIZ & CHAIR DER IEA RENEWABLE ENERGY WORKING PARTY – 8. OKTOBER 2019

CCU accounting guidelines v1.0 developed, based on a GHG emissions assessment of 4 different CCU case studies

- Carbon8 Aggregates (UK) carbonate mineralisation from CO<sub>2</sub> and industrial waste residues to produce aggregates
- Carbon Recycling International, CRI (Iceland) methanol production from CO<sub>2</sub> and hydrogen produced from water electrolysis; 'renewable methanol'
- Algenol Biofuels (US) ethanol production from cyanobacteria algal production utilising CO<sub>2</sub>
- Weyburn-Midale EOR project (Canada/US) enhanced oil recovery (EOR) utilising CO<sub>2</sub> from coal-fired power generation and coal gasification plants



Accounting for CO<sub>2</sub> Capture and Utilisation (CCU) Technologies Synthesis of Research Findings

IEA GREENHOUSE GAS R&D PROG

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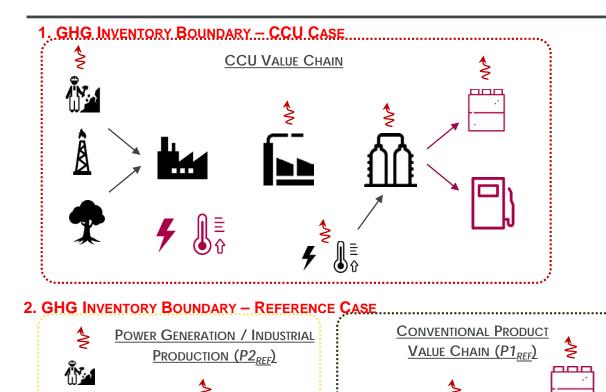


Accounting for CO<sub>2</sub> Capture and Utilisation (CCU) Technologies Synthesis of Research Findings

IEA GREENHOUSE GAS R&D PROG

#### GHG BENEFITS ASSESSMENT BY COMPARATIVE ANALYSIS OF CCU PROCESSES/PRODUCTS AGAINST CONVENTIONAL PRODUCTS





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#### Comparative LCA

tCO<sub>2</sub>

#### Two reference cases:

- 1. Primary Product (functional equivalence of CCU product; P1)
- 2. Secondary product (functional equivalence of CO<sub>2</sub> source plant product; P2)

Only way to make fair comparison

Analysis often assumes utilisation = -1

GUNTER SIDDIQI, BUNDESAMT FÜR ENERGIE / SCHWEIZ & CHAIR DER IEA RENEWABLE ENERGY WORKING PARTY – 8. OKTOBER 2019

# EXAMPLE: CCU FUEL

#### FUEL PRODUCTION USING CAPTURED CO2

'Company A' uses CO<sub>2</sub> captured from a subcritical pulverised coal-fired power plant to produce a light volatile chemical product that can be used as a petroleum substitute either directly or via blending.

The plant requires various process inputs, including the following:

- Electricity and heat to run various production processes;
- Water as a major input to the process;
- Other chemical inputs, which it buys in from various suppliers;
- 13,000 tonnes of CO<sub>2</sub> per year.

# **EXAMPLE: CCU FUEL**

O

GHG BENEFITS:  $2550 - (2466 + -1391) = 1475 \text{ kgCO}_2 \text{ per tonne fuel substitute}$ 

