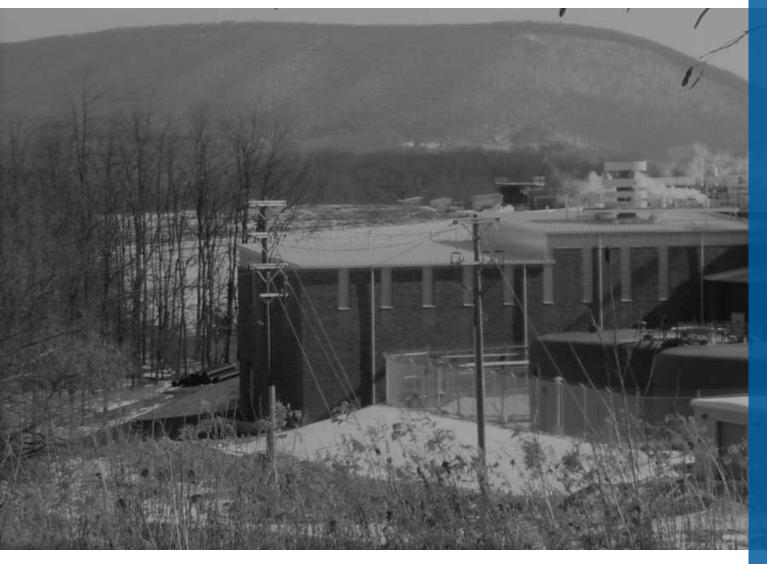


PSU's Road to Sustainability East Campus Steam Plant Study

October 2, 2018

URNS MCDONNELI

Introduction



Presenters

Ron Pristash PSU Utility Engineer

David Goetz, PE BMcD Sr. Project Manager



AGENDA



Introduction

Fuel Supply Analysis

Option Definition

Biomass

Modeling

Environmental Impact

Economics

Conclusions

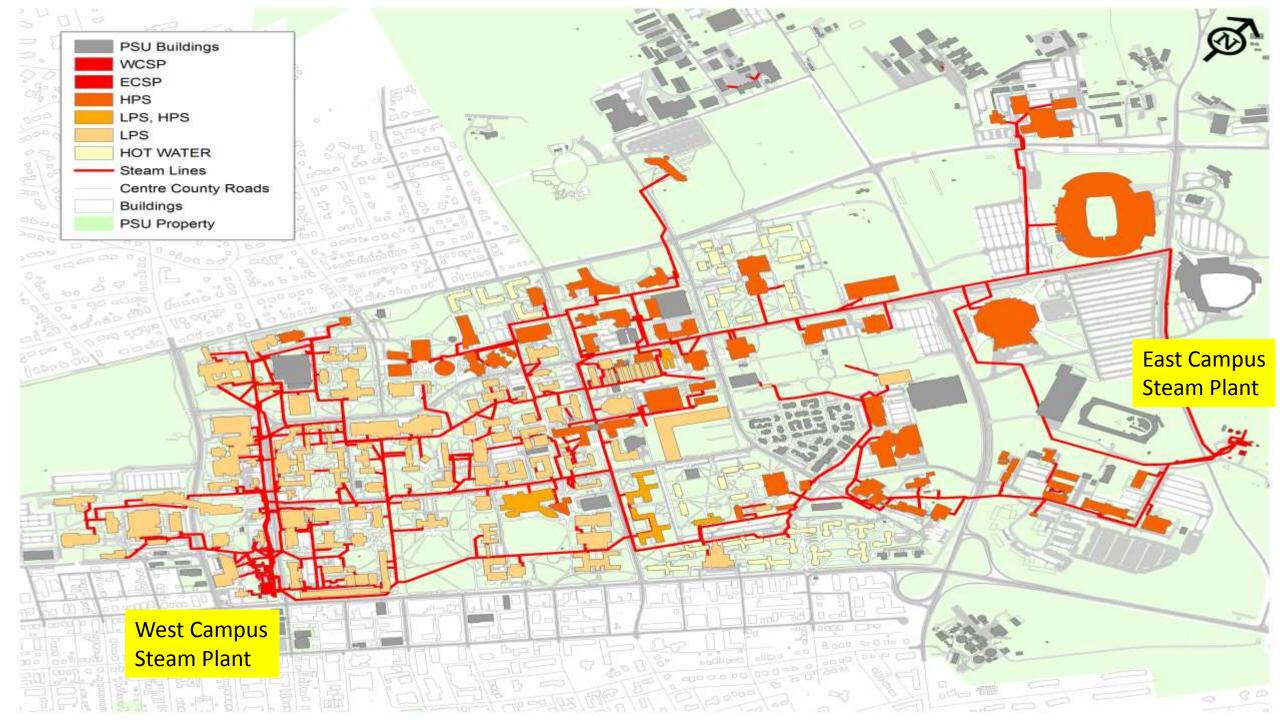
Questions



Introduction











Steam Generating Assets, Existing Plan

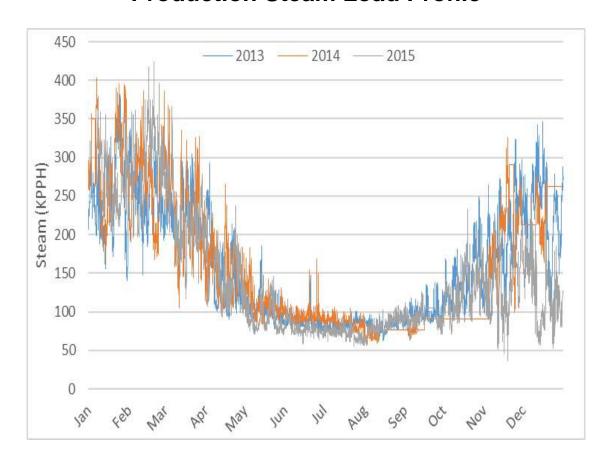
Asset (Report Tag)	Capacity (PPH)	Location
WCSP CTG (WT)	93,000	WCSP
ECSP CTG (ET)	117,000	ECSP
Boiler (W1-PKG)	150,000	WCSP
Boiler (W2-PKG)	150,000	WCSP
Boiler (E1-Tube)	100,000	ECSP
Boiler (E2-Tube)	100,000	ECSP
Boiler (W8-SW)	38,000	WCSP

Power Generating Assets, Existing Plan

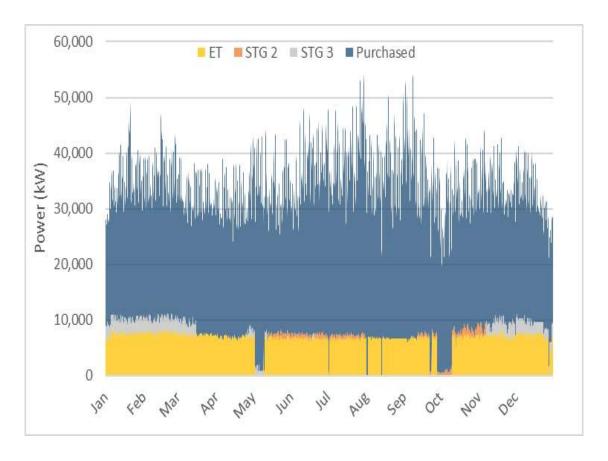
Asset (Report Tag)	Capacity (kW)	Location
WCSP CTG (WT)	5,700	WCSP
ECSP CTG (ET)	7,500	ECSP
STG (STG-2)	2,200	WCSP
STG (STG-3)	2,800	WCSP
STG (STG-4)	2,500	WCSP



Production Steam Load Profile



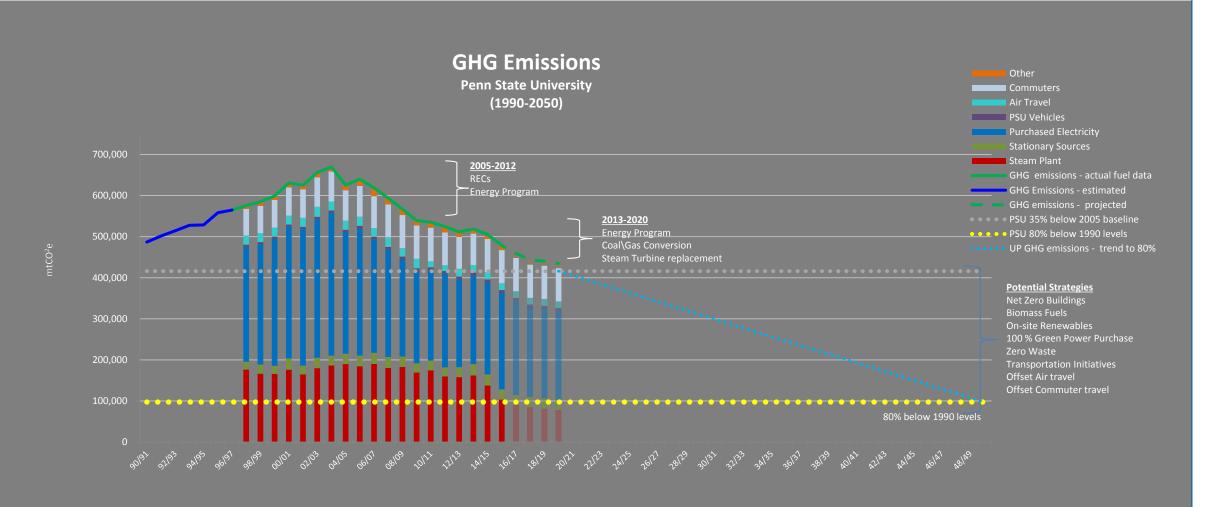
Power Load Profile







2050 Greenhouse Goal – 80% Below 1990 Levels



Penn State GHG Emissions include stationary sources, purchased electricity, OPP & Fleet vehicles and estimated commuter miles, air travel, waste, refrigerants and animal management.

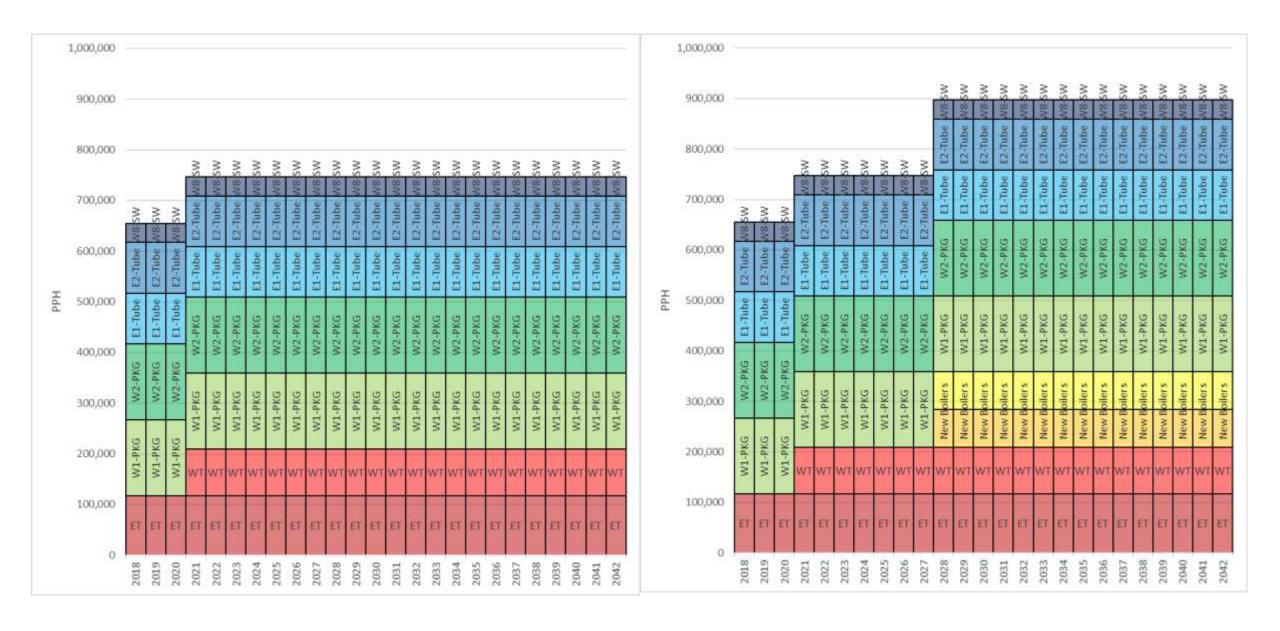


Pennsylvania Forest Facts

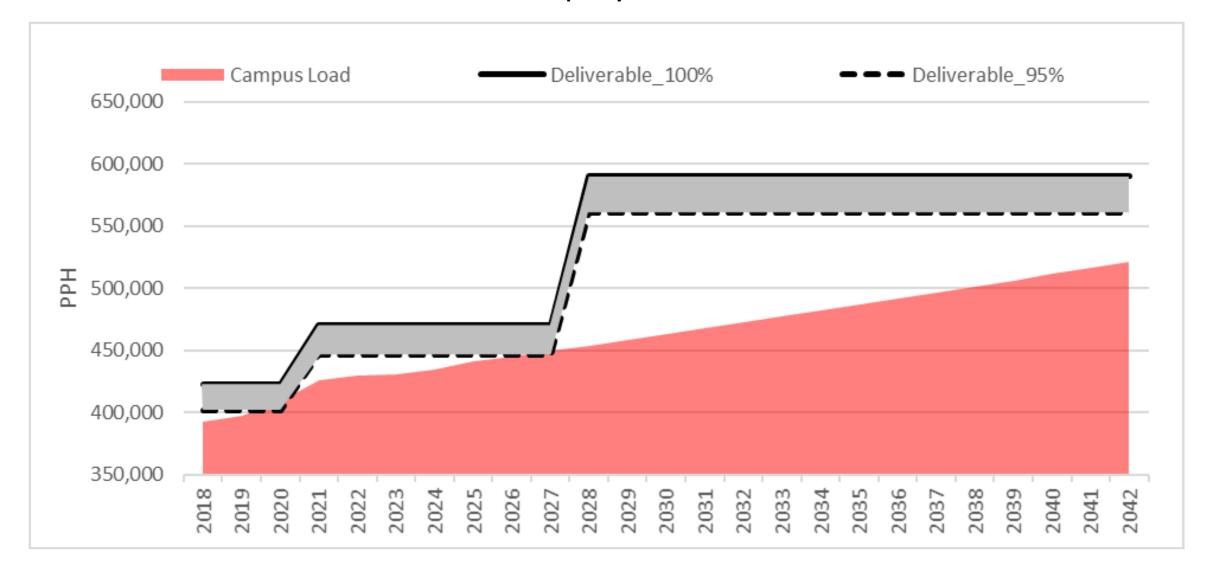
- More than half of Pennsylvania land nearly 17 million acres (90% Hardwoods) is forested.
 - #1 producer of hardwoods in the country.
 - Pennsylvania forests are increasing in size, over 20% growth in the last decade
- <u>Pennsylvania is a national leader in the implementation and promotion of sustainable forestry practices that provide renewable resources to support industry, while ensuring sustainability of our forests for future generations.</u>
 - Annual volume growth in our forests is still more than twice the volume harvested to support industry. **Forest growth-to-harvest ratio is better than 2:1**.
- Great for Pennsylvania economy
 - Over 90,000 Pennsylvanians make a living in the industry and over 10% of the state manufacturing workforce is involved in the forest products industry.

PSU Steam Production Capacity Plan: Current Plan

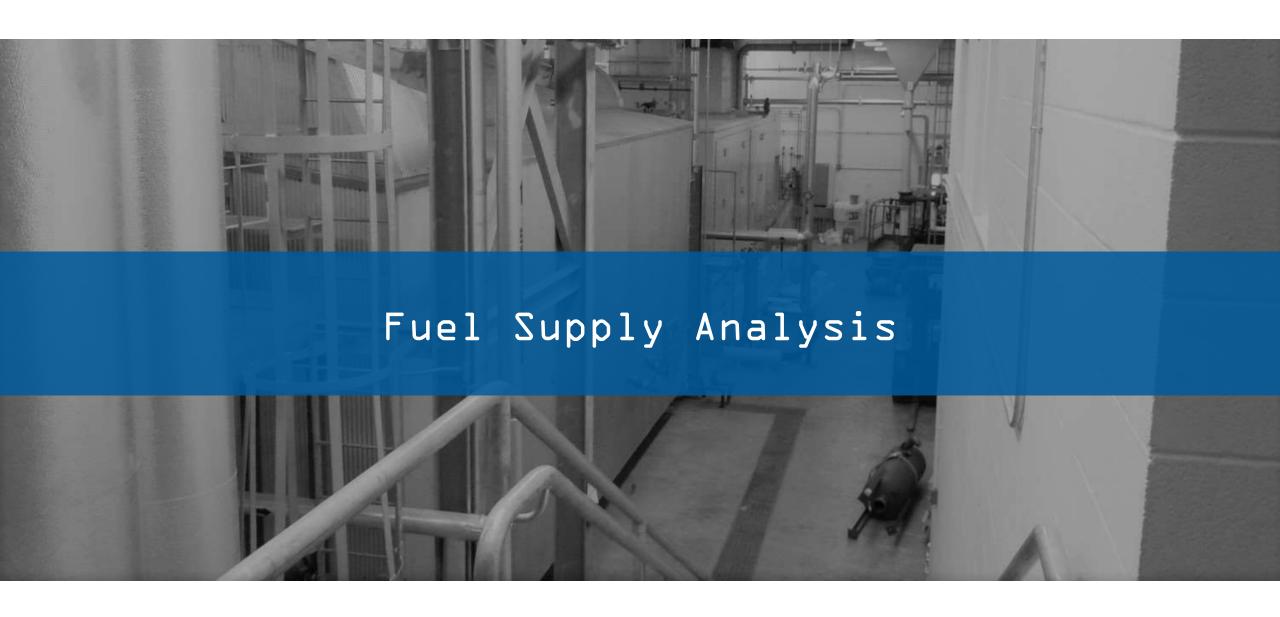
PSU Steam Production Capacity Plan: Adjusted Plan



PSU Deliverable Capacity with New Boilers









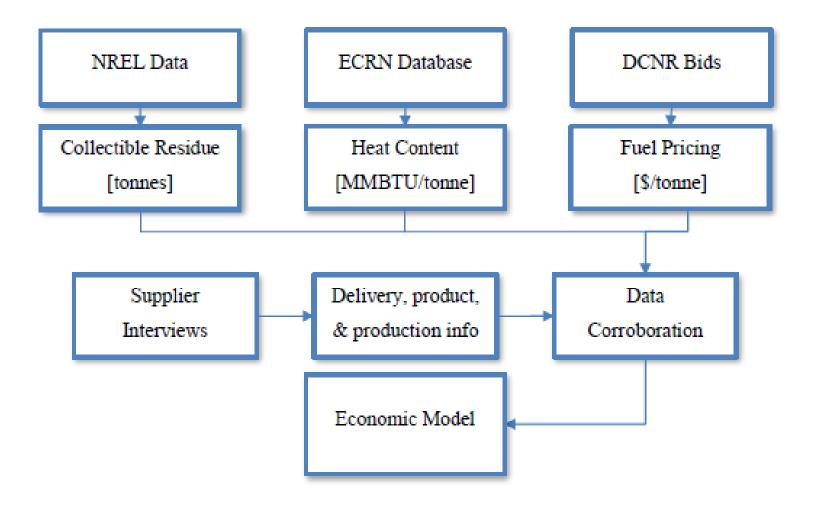
Biomass Data Sources

- ✓ National Renewable Energy Laboratory (NREL)
- ✓ Pennsylvania Dept of Conservation and Natural Resources (DCNR)
- ✓ Energy Research Centre of the Netherlands (ECN)
- ✓ Pennsylvania data on awarded timber sales

Developed high level estimates for all counties - Total delivered price of fuel in \$/MMBTU

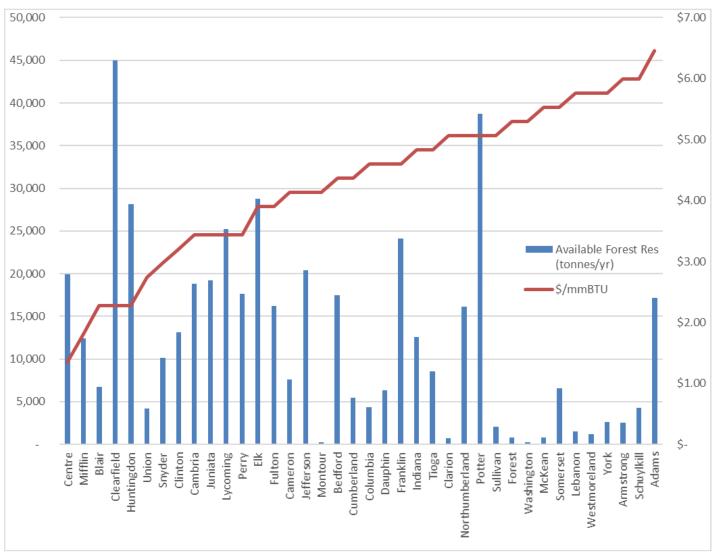


Methodology Flowchart

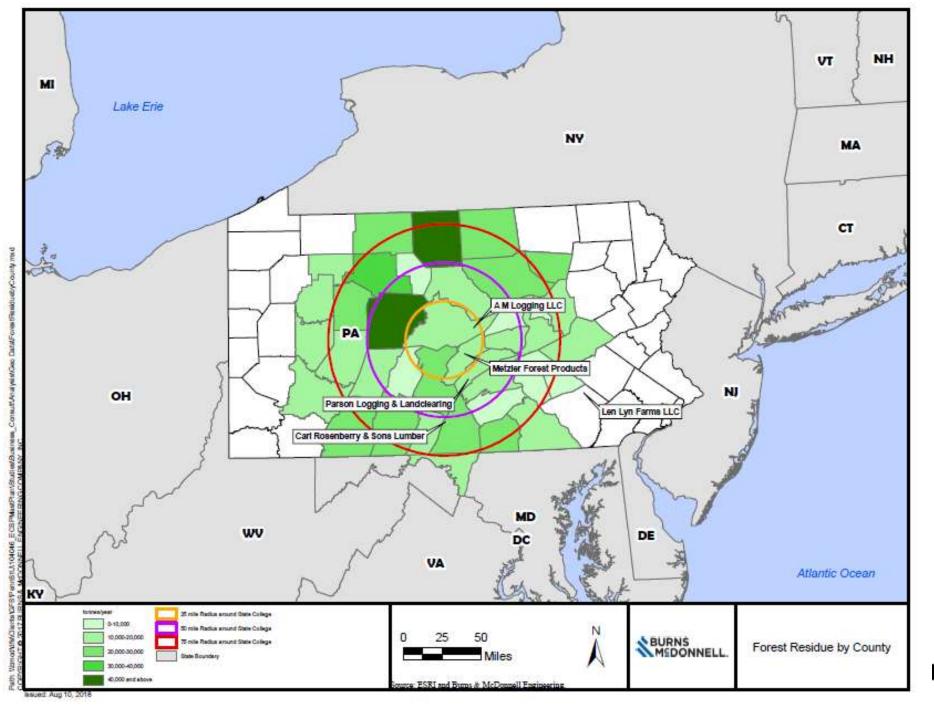




Fuel Cost by County









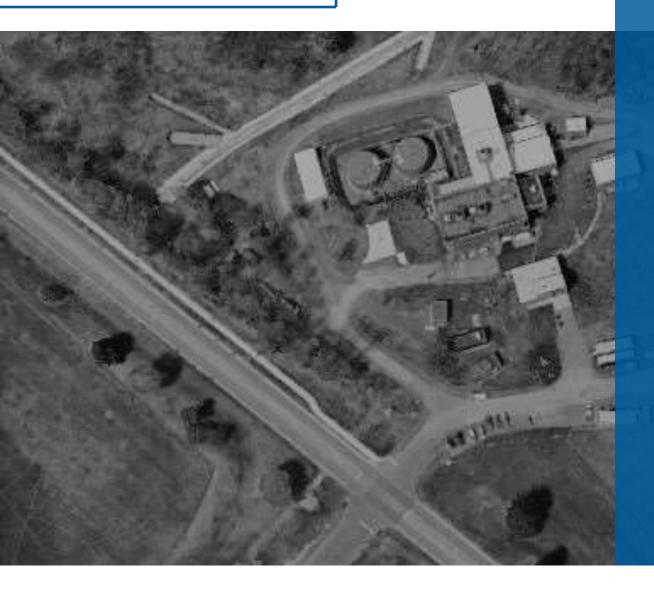
Fuel Summary

- ✓ Available Fuel is over double potential maximum consumption
- √ 2018 Delivered cost of \$42/tonne (\$4.28/MMBTU)
- ✓ Used \$0.47 per loaded tonne-mile for delivery charge









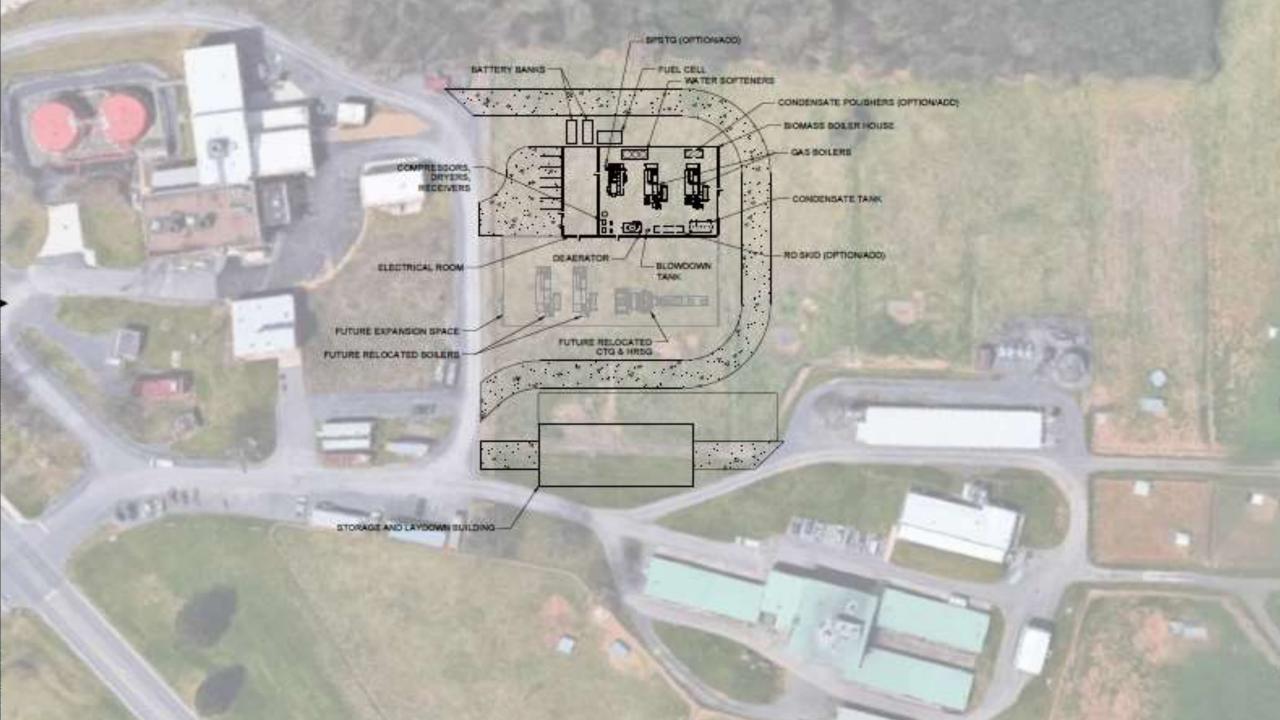
Options Evaluated

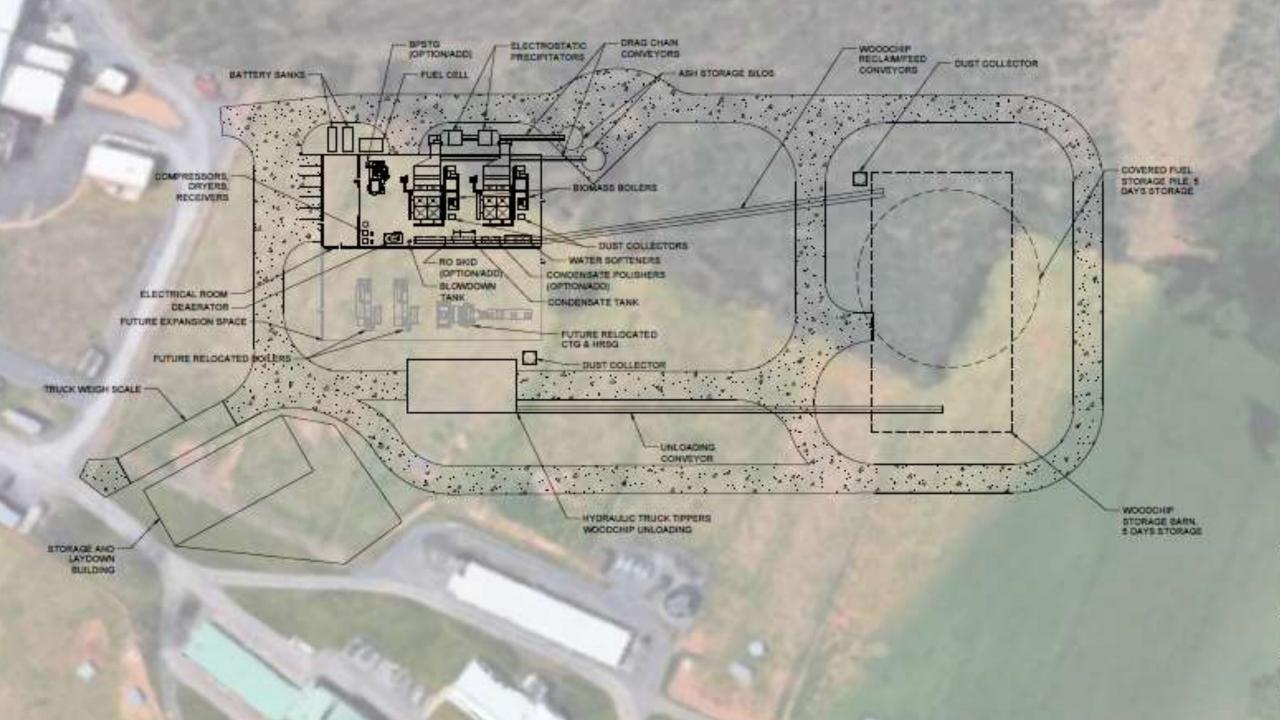
- √ Gas Boiler
- ✓ Biomass Stoker Boiler
- ✓ Biomass BFB Boiler
- ✓ BPSTG Addition
- ✓ Solar PV
- ✓ Fuel Cell and Battery

Bank



















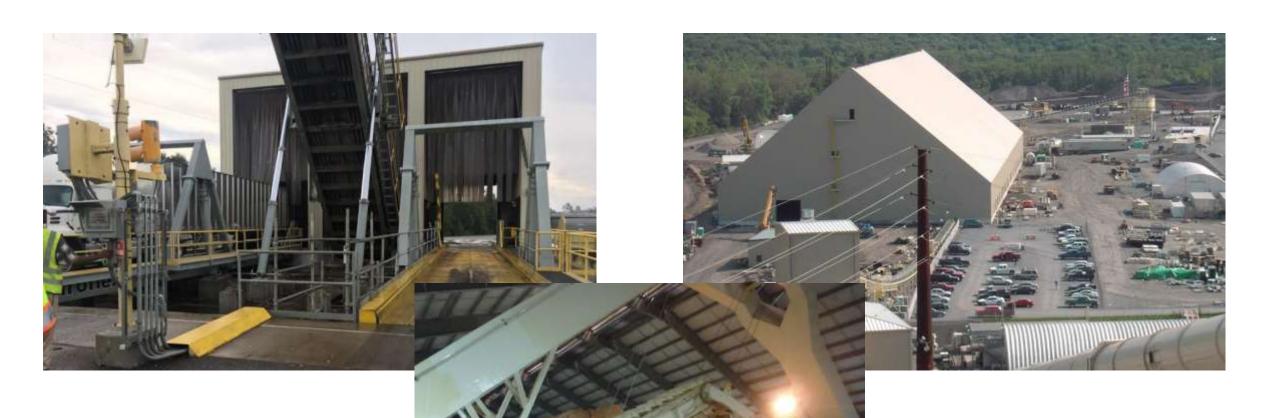


Stoker and Fluidized Bed Comparison

	Boiler Type				
Feature	Stoker	Fluidized Bed			
Combustion Mechanism	Combustion Mechanism				
Flow of solid fuel	Transported on stoker	Fluidized by combustion air and circulated through the			
		combustion chamber and cyclone			
Combustion zone	On the stoker	Entire area of combustion furnace			
Mass transfer	Slow	Active vertical movement-mass and heat transfer			
Combustion Control					
Responsiveness	Slow response	Quick response			
Excess air control	Difficult Possible				
Fuel Issues					
Applicability to various fuels	Fair	High			
Fuel pretreatment	Generally not necessary	Lumps must be crushed			
Environmental Factors					
Low sulfur dioxide	In-furnace desulfurization	High rate of in-furnace desulfurization			
combustion	not possible				
Low NOx combustion	Difficult	Inherently low NOx			
Appropriate facility size	Small	Medium to large			



Solids Handling



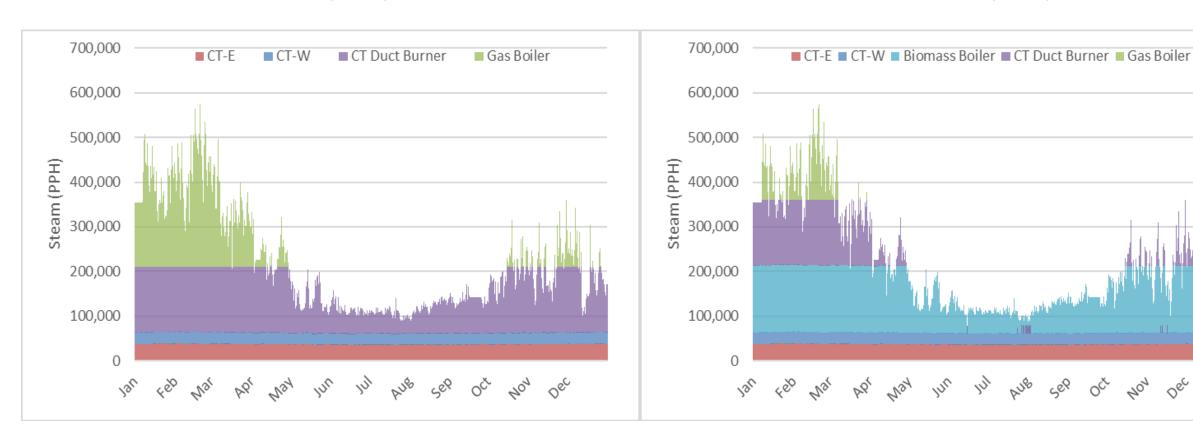






ECSP/WCSP Production (2028) Without Biomass

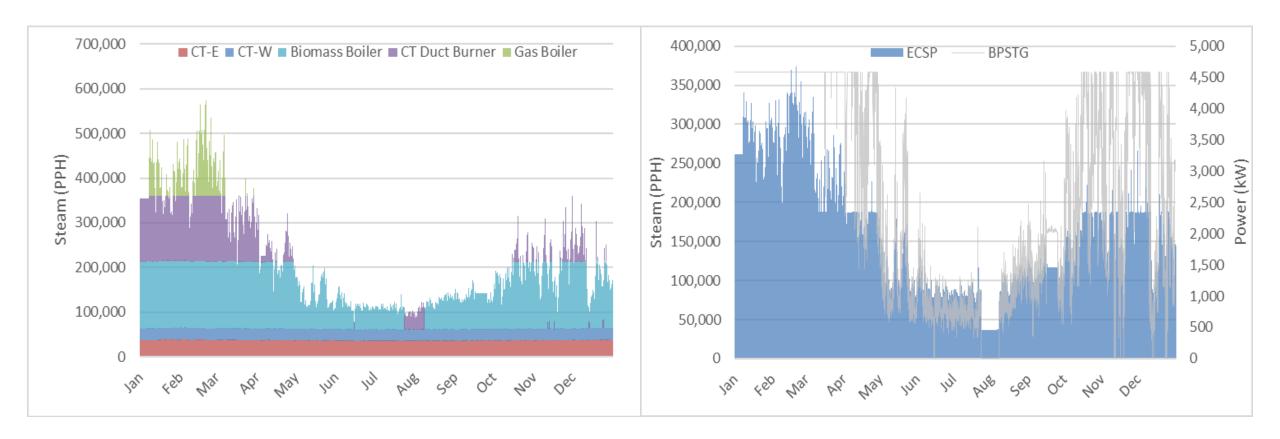
ECSP/WCSP Production (2028) With Biomass





ECSP/WCSP Production (2028) W/ Seasonal Biomass Ops

BPSTG Production (2028) With Seasonal Biomass Operation





2028 Energy Summary

		Option						
		Gas Boilers	Gas Boilers + STG	Stoker	Stoker + STG	BFB	BFB + STG	
	CT-E/W	1,340,000	1,340,000	1,340,000	1,340,000	1,340,000	1,340,000	
	CT-E/W DB	910,000	690,000	310,000	310,000	310,000	310,000	NAN ARTIL
Fuel	Gas Blr	386,000	691,000	56,000	56,000	56,000	56,000	MMBTU, HHV
3	Stoker Blr	N/A	N/A	1,028,000	1,279,000	N/A	N/A	11114
	BFB Blr	N/A	N/A	N/A	N/A	987,000	1,228,000	
	Solid Fuel	N/A	N/A	104,898	130,510	100,714	125,306	Tonnes
	STG Energy	20,230,000	33,710,000	8,910,000	31,930,000	8,910,000	31,930,000	kWh
Elec	Grid Energy	211,230,000	197,750,000	233,460,000	210,440,000	234,850,000	211,830,000	KVVII
	Demand	476,400	462,500	506,400	480,900	508,200	482,600	kW







Estimated 2028 Greenhouse Gas Reduction from Gas Boiler Case

	Option						
	Gas Boilers	Gas Boilers + STG	Biomass Stoker	Biomass Stoker + STG	Biomass BFB	Biomass BFB + STG	
CO₂e Gross	N/A	5,090	28,700	38,100	28,600	38,100	
CO₂e Trucking	N/A	0	140	170	130	160	Tons/Year
CO ₂ e Net	N/A	5,000	28,600	37,900	28,500	37,900	
Capital/Ton							
CO₂e Reduced	N/A	\$6,800	\$2,800	\$2,300	\$3,200	\$2,600	

Note: *eGRID2016 RFC West data assumed-19.0 lb NOx/GWh, 108.0 lb VOC/GWh, 1243.4 lb CO2/MWh

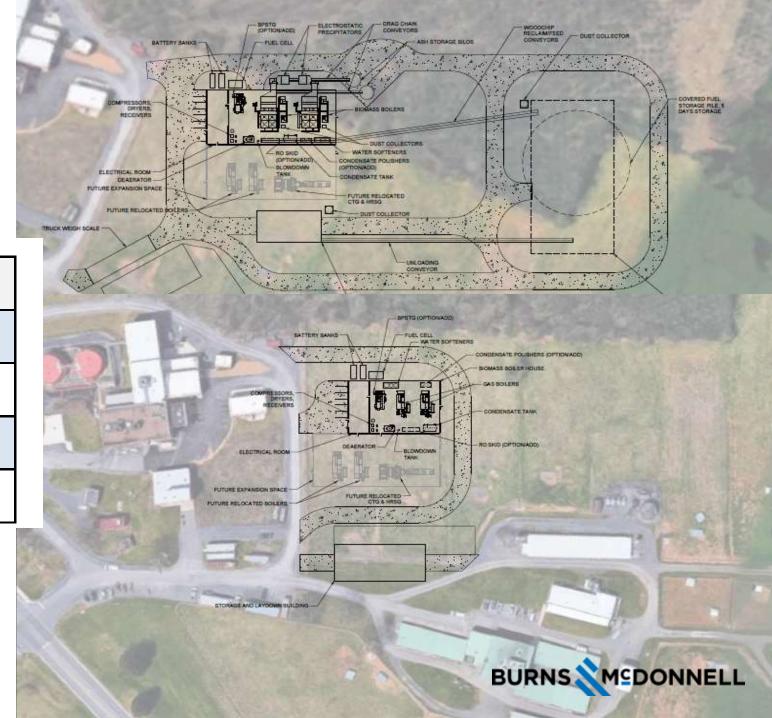






Capital Cost Summary (2018 \$)

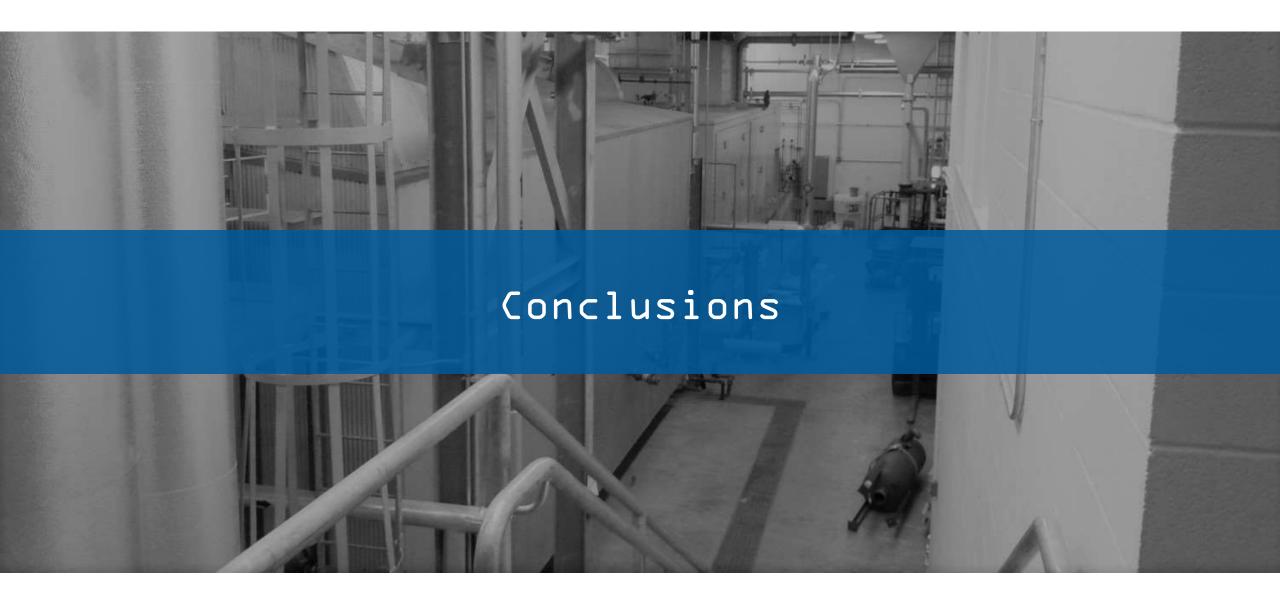
Option	Capital Cost
Gas Boiler	\$28,000,000
Biomass: Stoker	\$80,000,000
Biomass: BFB	\$91,000,000
BPSTG ADD	\$7,000,000



Option 2028 O&M Costs with Gas Boiler Option Comparison

	Gas Boilers	Gas Boilers + STG	Biomass Stoker	Biomass Stoker + STG	Biomass BFB	Biomass BFB + STG
Fixed	\$675,000	\$675,000	\$1,325,000	\$1,325,000	\$1,325,000	\$1,325,000
Variable, Non-Fuel	\$142,000	\$217,000	\$101,000	\$231,000	\$126,000	\$256,000
Variable, Energy						
Gas	\$14,913,000	\$15,395,000	\$9,677,000	\$9,677,000	\$9,677,000	\$9,677,000
Biomass	N/A	N/A	\$5,646,000	\$7,022,000	\$5,420,000	\$6,741,000
Electric Energy	\$18,186,000	\$17,112,000	\$20,072,000	\$18,202,000	\$20,188,000	\$18,319,000
Electric Demand	\$880,000	\$855,000	\$934,000	\$890,000	\$937,000	\$893,000
Total	\$34,797,000	\$34,255,000	\$37,754,000	\$37,347,000	\$37,673,000	\$37,210,000
Incremental Savings	N/A	\$542,000	-\$2,958,000	-\$2,550,000	-\$2,876,000	-\$2,414,000
Capital Cost	\$27,700,000	\$34,700,000	\$79,700,000	\$86,700,000	\$91,000,000	\$98,000,000
Ton CO₂e Reduced	N/A	5,000	28,600	37,900	28,500	37,900
O&M/Ton CO₂e Reduced	N/A	-\$106	\$103	\$67	\$101	\$64
Capital/Ton CO₂e Reduced	N/A	\$6,800	\$2,800	\$2,300	\$3,200	\$2,600
Breakeven Carbon Credit (\$/Ton CO₂e				_		_
Reduced)	N/A	N/A	\$148	\$94	\$146	\$90











Creating Knowledge–Developing Leaders

Steve Bullard, President Stephen F. Austin State University bullardsh@sfasu.edu 936-468-3304

Tim White Past-President University of Florida

James A. Allen, President-Elect Northern Arizona University

David Newman Secretary-Treasurer SUNY-College of Environment Sciences & Forestry

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Keith L. Belli, Research University of Tennessee

Jim Johnson, International Oregon State University

Terry Sharik, Education

November 6, 2014

Gina McCarthy, EPA Administrator U.S. Environmental Protection Agency William Jefferson Clinton Federal Building 1200 Pennsylvania Avenue, N.W. Mail Code: 1101A Washington, DC 20460

Dear Administrator McCarthy:

On behalf of the National Association of University Forest Resources Programs representing 80 of the country's universities that have programs devoted to forest resources and who share a common purpose to advance the health, productivity and sustainability of our nation's forests, we are pleased to write you regarding your ongoing efforts on biomass carbon accounting.

As leaders in the science community, we appreciate your consistent emphasis on providing a strong science foundation for agency policy. We also acknowledge and wish to respond to your several requests for current, peer-reviewed science to inform the agency's work.

To that end, we provide the attached summary of science fundamentals, signed by more than 100 university experts in the field, that many in the science community, and the forestry disciplines in particular, strongly believe should underlie the agency's policy considerations for biomass carbon accounting.

Hazardous Air Pollutants Comparison by Fuel Type

		Wood (AP42, 1.6)	Natural Gas (AP42, 1.4)
CAS#	НАР	(tpy)	(tpy)
107028	Acrolein	3.50	0.00
71432	Benzene	3.68	0.00
50000	Formaldehyde	3.85	0.06
110543	Hexane	0.00	1.50
7439965	Manganese	1.40	0.00
7647010	Hydrogen chloride	16.64	0.00
100425	Styrene	1.66	0.00
Other HAPs (<1	tpy each)	3.26	0.01
	Total	34.01	1.58

