



## More than 750,000 m<sup>2</sup> solar district heating collectors installed in Denmark

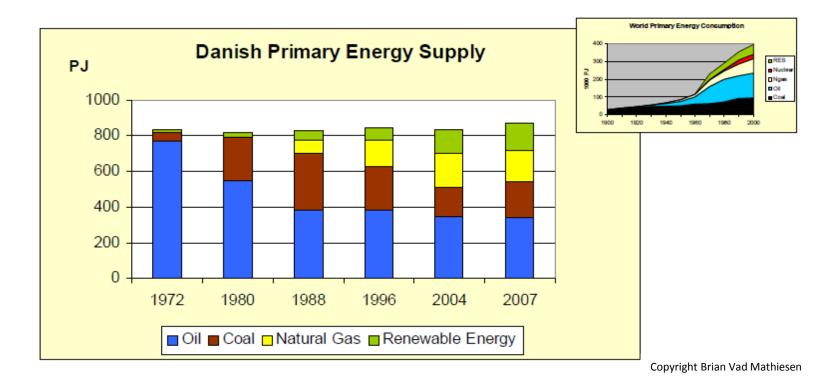
### The story!

CTU Prague November 24 2015 Per Alex Sørensen





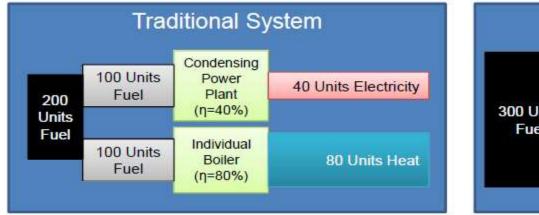
# Four decades of years of stable energy consumption with an active energy policy

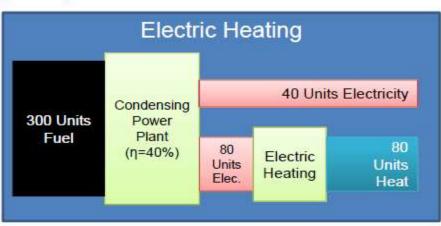


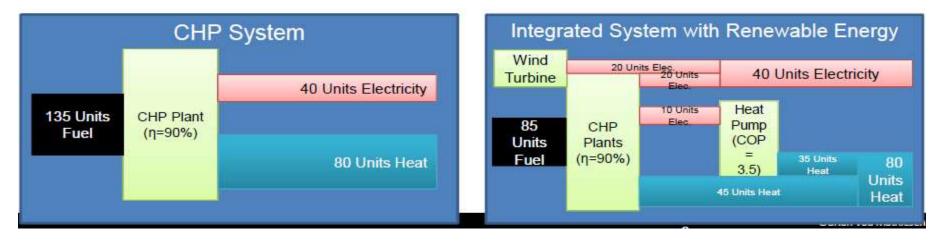




### **Types of energy systems**

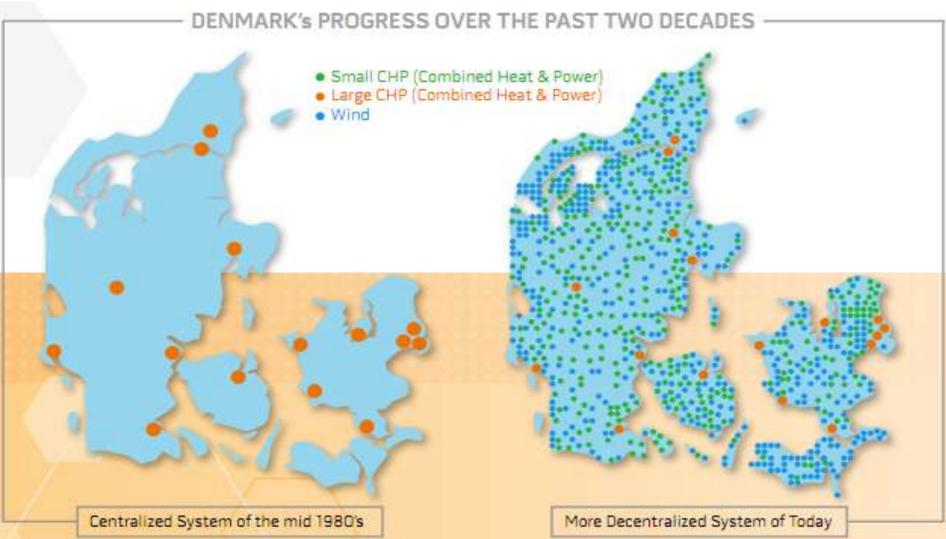














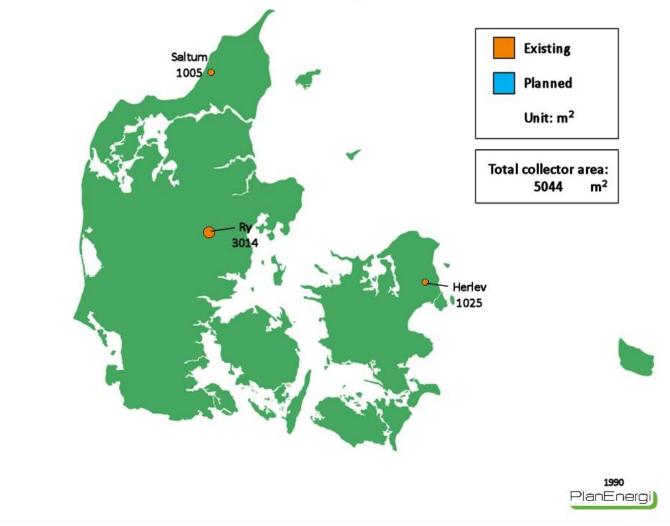


### The beginning of SDH (1988)

- Solar district heating came from Sweden. First Swedish plants are from 1984
- Large flat plate collectors (12.5 m<sup>2</sup>) in series (up to 11 collectors)
- License production startet in Denmark by Arcon Solar



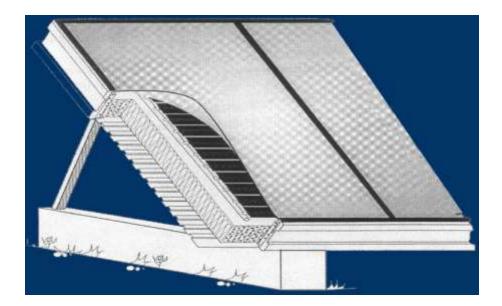








### The flat plate solar collector



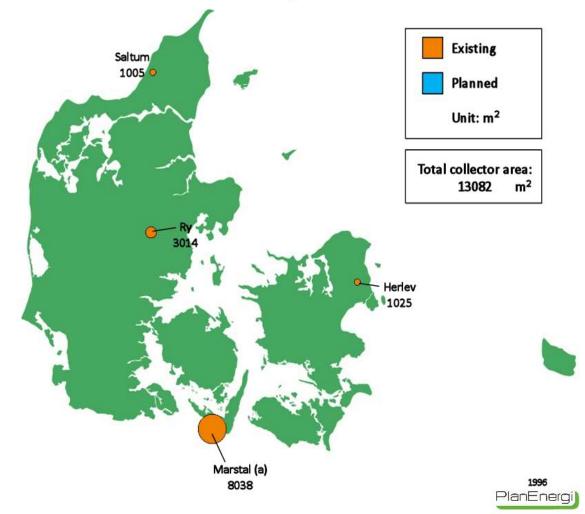


Solfangerfelt

Varmeveksler











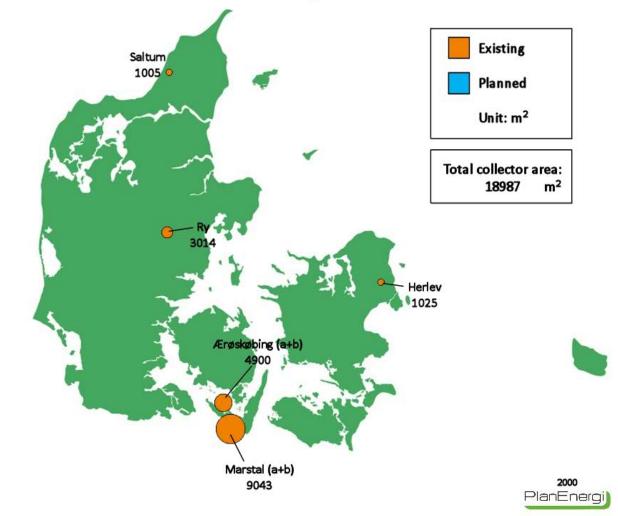
### Marstal (1) 1996

Variable flow introduced















Ærøskøbing 4 900 m<sup>2</sup> / 3,4 MW Combined with a straw fired boiler



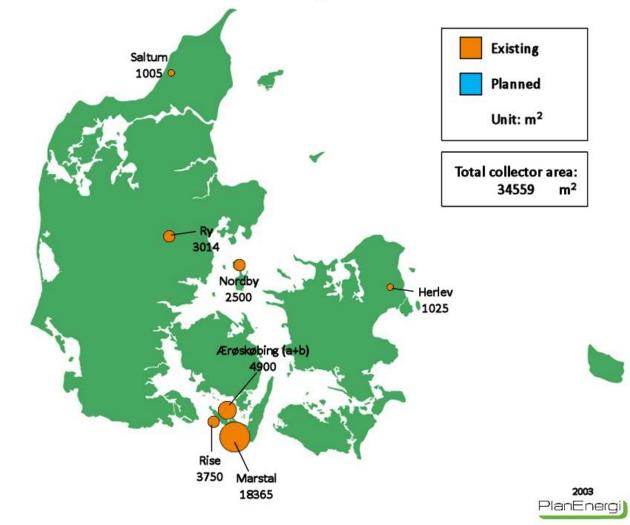
Rise 4 000 m<sup>2</sup> / 2,8 MW Solar fraction 45% with steel tank. Combined with wood pellet boiler



Nordby 2 500 m<sup>2</sup> / 1,8 MW Combined with wood chip boiler











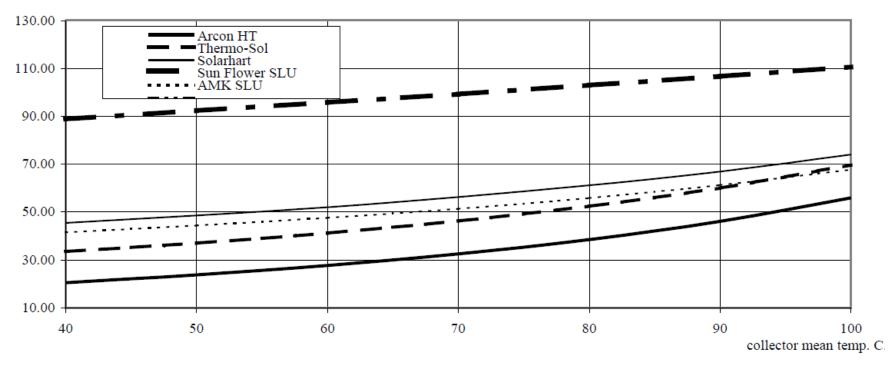






### Comparison of solar collectors 2003 SUNSTORE 2 - Marstal

Euro/MWh





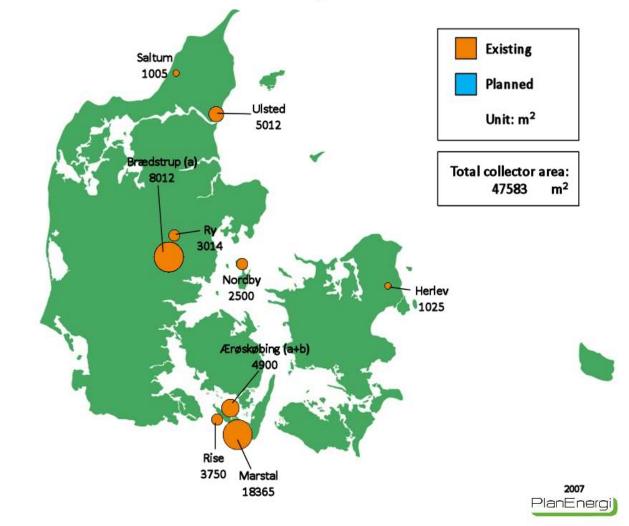


### Solar heat combined with natural gas fired CHP

- 2005-2006 a commission leaded by the Danish grid operator Energinet.dk concluded that solar district heating might be socio economic feasible, and opened for support
- Variable electricity prices for CHP plants were introduced in the Nordic countries. That ment periods with only gas boiler production



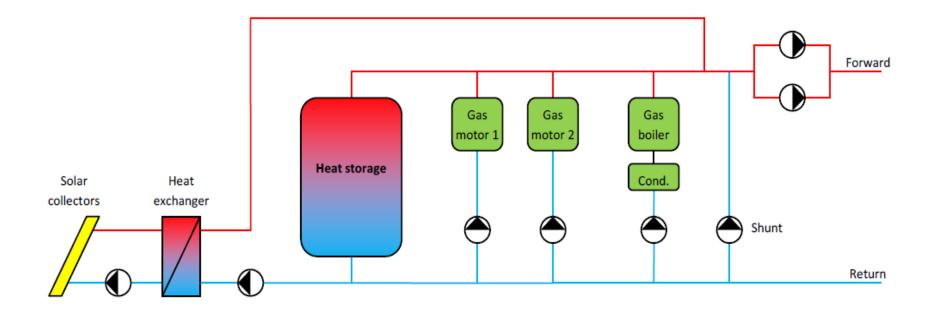






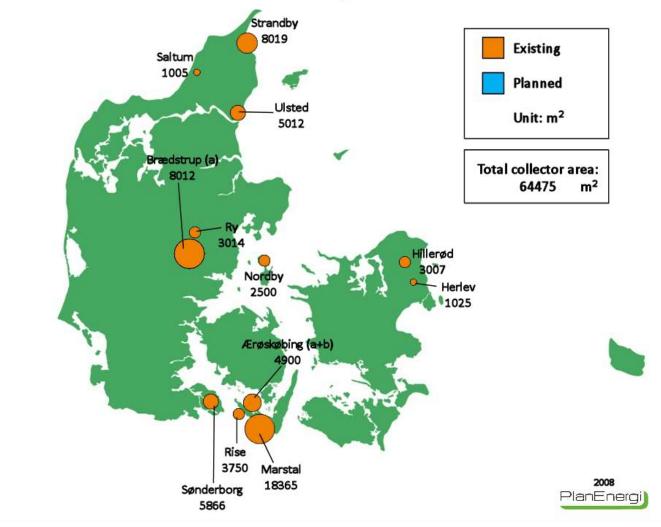


# Principle diagram for solar and natural gas fired CHP













### **Incentives 2008**

- High taxes on natural gas. App. same level as the gas price. No tax on solar.
- Not allowed to use biomass at natural gas fired plants
- Saved CO<sub>2</sub> quotes could be sold
- Municipal guarantee for loans
- The solar group under Danish District Heating Association was started and arranged workshops and capacity building courses





### **Example from Tørring, Denmark**

#### Keep it large and simple.

Example with 10.000 m <sup>2</sup> collectors in Tørring Cost of land (30.000 m <sup>2</sup> ) Collectors (10.000 m <sup>2</sup> ), pipes, pumps, antifreeze and heat	80.000€
exchangers	2.000.000€
Fence, ground shaping etc.	80.000€
Transmission pipe (1.000 m)	300.000€
Control system	€0.000€
Consultancy	40.000€
Total	2.580.000€
Calculated production 4.500 MWh/year	
Yearly capital costs:	
2.580.000 € x 6,7%/year =	173.000 €/year
Maintenance 1 €/MWh	4.500 €/year

Total production costs: <u>177.500 €/year</u> = 4.500 MWh/year

~40 € /MWh





### Financing 1 mio €

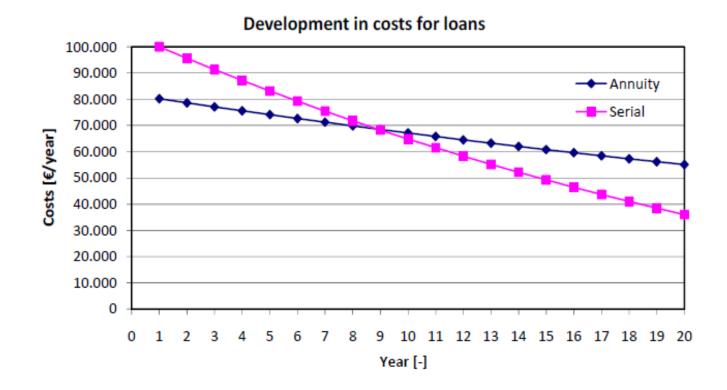


Fig. 2.4.1. Development in costs for annuity loans and serial loans, interest rate 5%, inflation 2%.

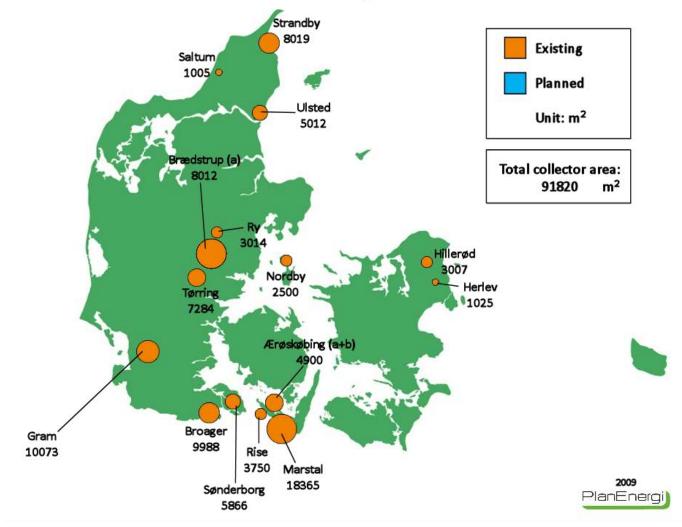




- Loan 20 years, inflation 2%
- Serial loan, 5%, 1.st year 10%
- Serial loan, 3%, 1,st year
  8%
- Annuity loan, 5%, 1.st year 8%
- Annuity loan, 4%, 1.st year 7.4%
- Annuity loan, 5%, average 6.7%
- Annuity loan, 4%, average 6.1%
- Annuity loan, 3%, average 5.5%

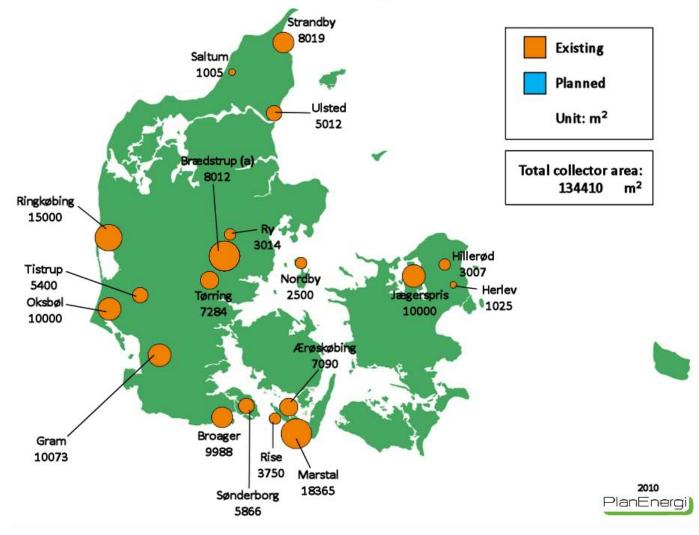








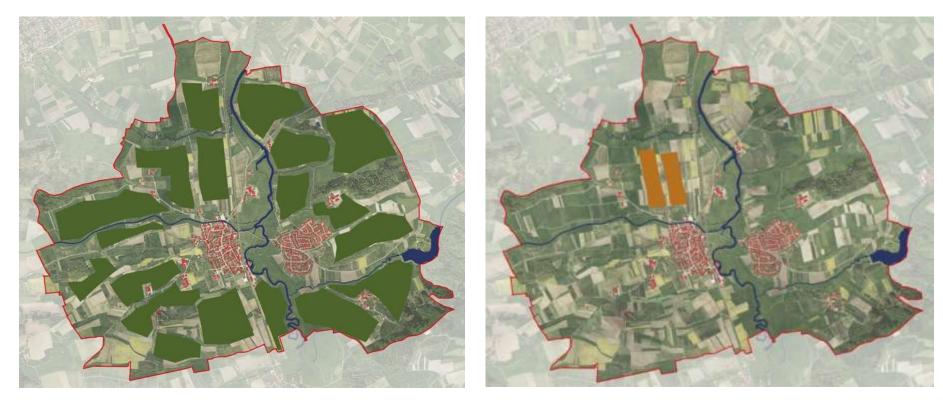








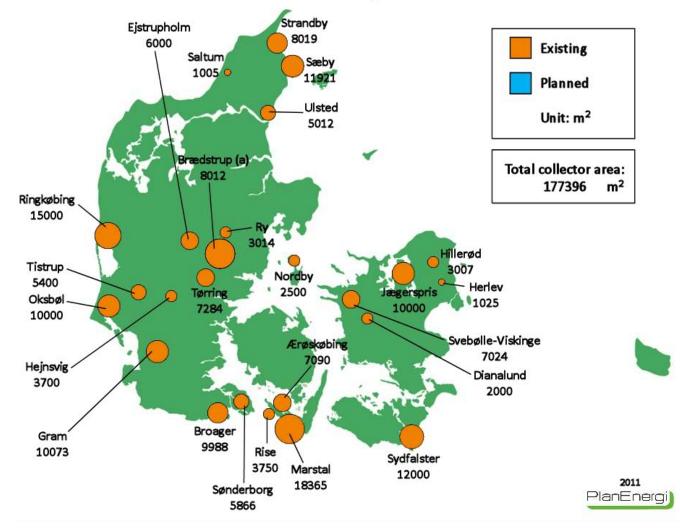
#### 100 % of the heat demand covered with renewable energies in Crailsheim, Germany



- app. 400 ha area needed for biomass to reach 100 % coverage of the heat demand
- app. 21 ha area needed for solar thermal to reach 100 % coverage of the heat demand

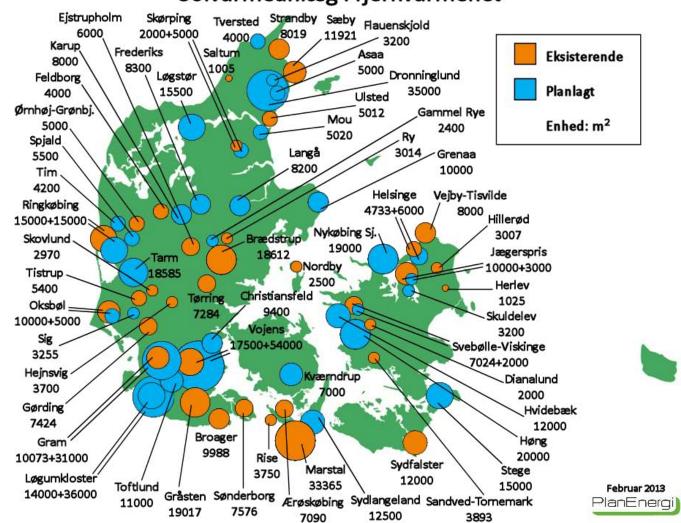












#### Solvarmeanlæg i fjernvarmenet



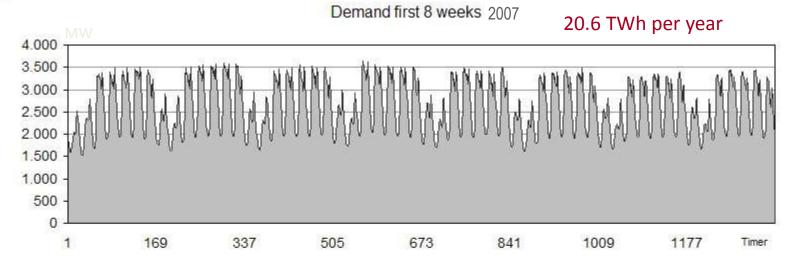


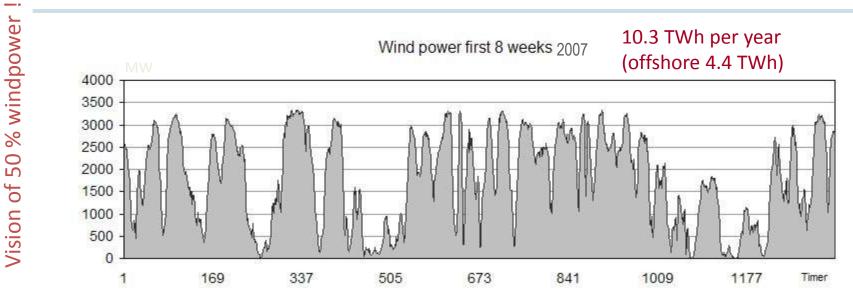
### **Status 2013**

- 279,348 m<sup>2</sup> implemented end of 2012
- More than 400,000 m<sup>2</sup> in the pipeline. Most of it to be implemented in 2013
- The interest rate is app. 3% for a 20 year annuity loan. Inflation is 2%
- Solar counts as energy savings
- Supply security tax was announced to be introduced for all fuels – but solar is not a fuel
- All heat and power production shall be without fossil fuels in 2035
- Larger plants and plants with high solar fraction are coming
- Reliable and durable technology with guaranty for efficiency

## **S B H** ing the powersystem DK1 ~ 50 % wind?



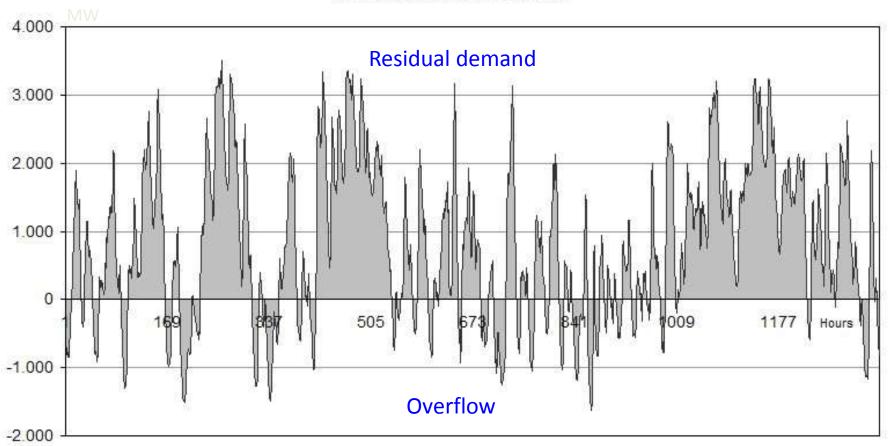




Subtracting wind power from demand leaves a residual demand and an overflow







#### Residual market first 8 weeks 2007

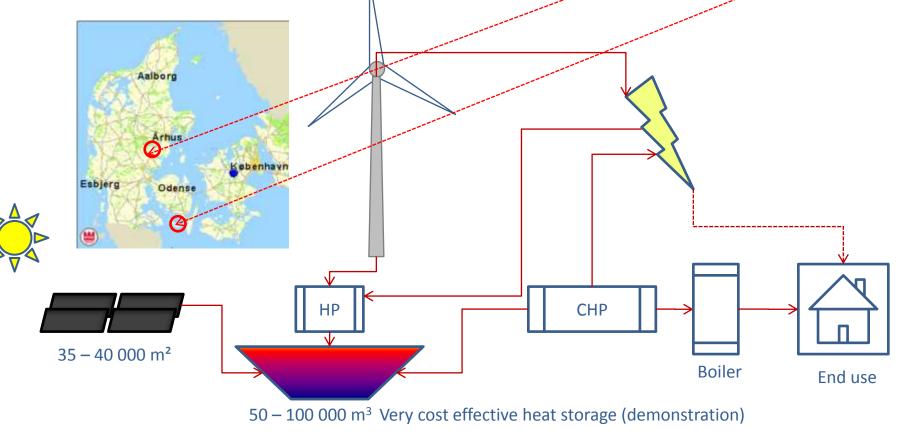
#### This profile demands a lot of expensive regulating power

8.6. 2007 - 157436-07





# The SUNSTORE concept can integrate renewable electricity in heat production. Examples Braedstrup and Marstal







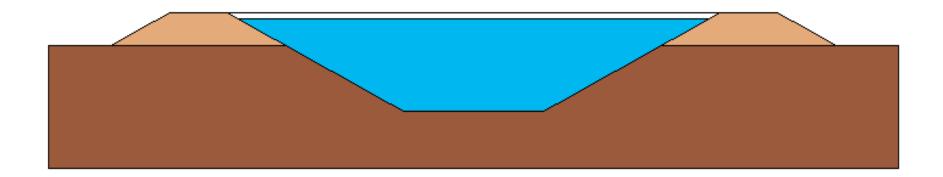
#### **Benefits from combining technologies**

Solar: ✓ Produce free heat	<ul> <li>CHP:</li> <li>✓ Produce valuable electricity → earn money</li> <li>✓ Fast capacity regulation (prod.) → earn money</li> </ul>
<ul> <li>Heat pump:</li> <li>✓ Produce cheap heat</li> <li>✓ Fast capacity regulation (load) → earn money</li> <li>✓ Reduce storage volume</li> </ul>	Storage: ✓ Gives flexibility ✓ Makes combinations possible





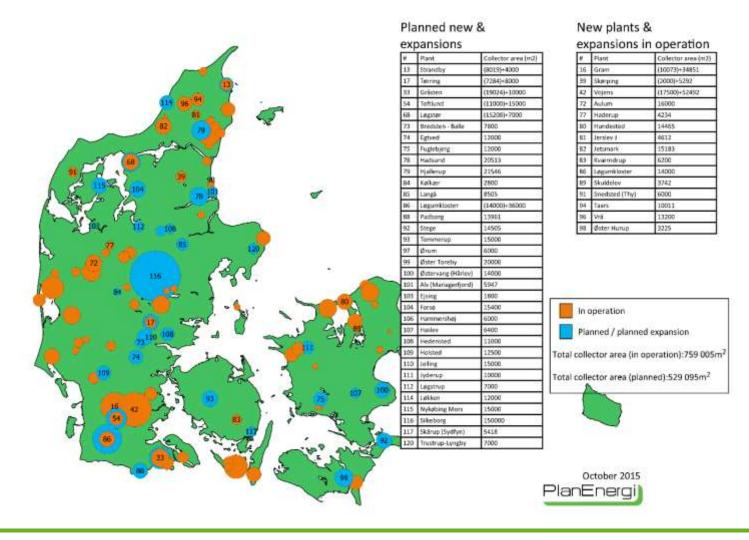
### **Design of pit heat storage**







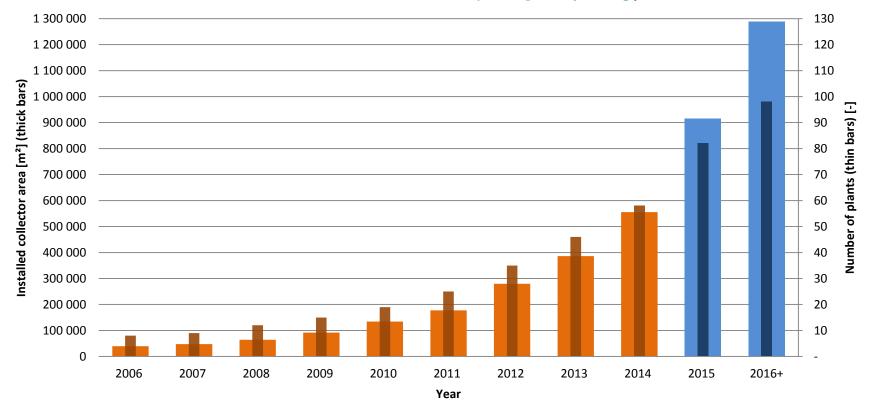
### SDH solar district heating Solar District Heating in Denmark







Sum of collector area and the number of operating and upcoming plants







### **Status 2015**

- 900,000 m<sup>2</sup> implemented end of 2015
- More than 400,000 m<sup>2</sup> in the pipeline. Most of it to be implemented in 2016
- The interest rate is app. 3.5% for a 20 year annuity loan. Inflation is 1%
- Solar counts as energy savings for projects approved before 31th December 2015 and opened before 31th December 2016
- Supply security tax was cancelled
- All heat and power production shall be without fossil fuels in 2035 is questioned by the new Danish government, but Denmark shall still be supplied with 100% renewable energy in 2050
- Larger solar fraction and larger solar thermal plants
- Reliable and durable technology with guaranty for efficiency



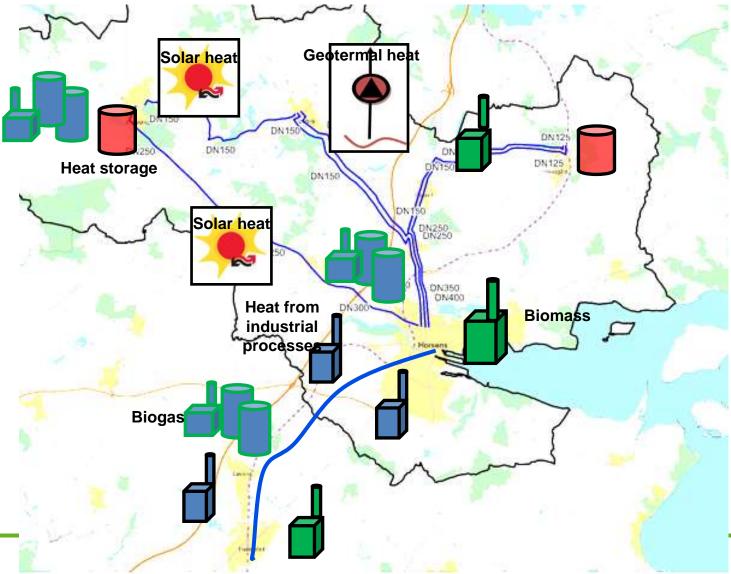








Transmission lines in Brædstrup, Horsens and Hedensted?







#### The future ?! Renewable district heating and cooling!?

- ✓ Flexible
- ✓ Renewable
- ✓  $CO_2$ -neutral
- ✓ Cost effective

Thank you for your attention

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#### **More information**

### www.planenergi.dk www.dronninglundfjernvarme.dk www.solarmarstal.dk www.sunstore4.eu www.solar-district-heating.eu www.iea-shc.org/task45

