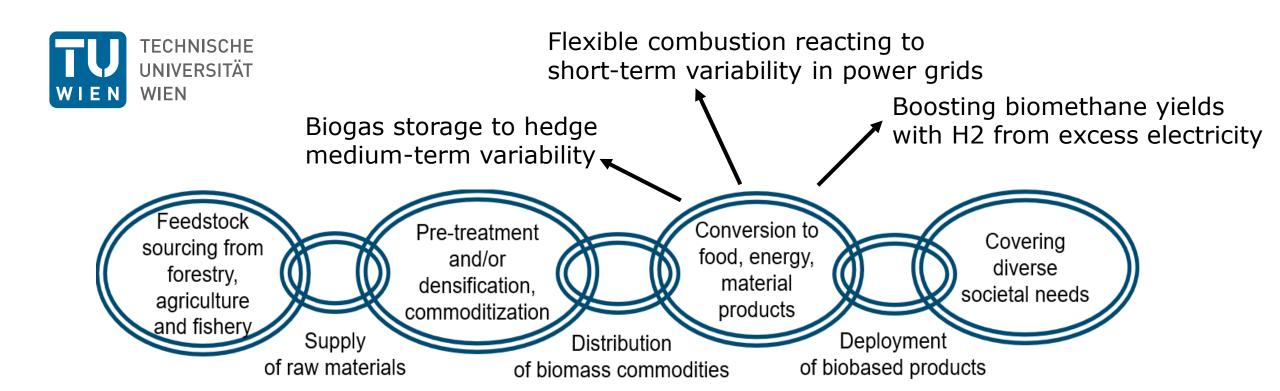
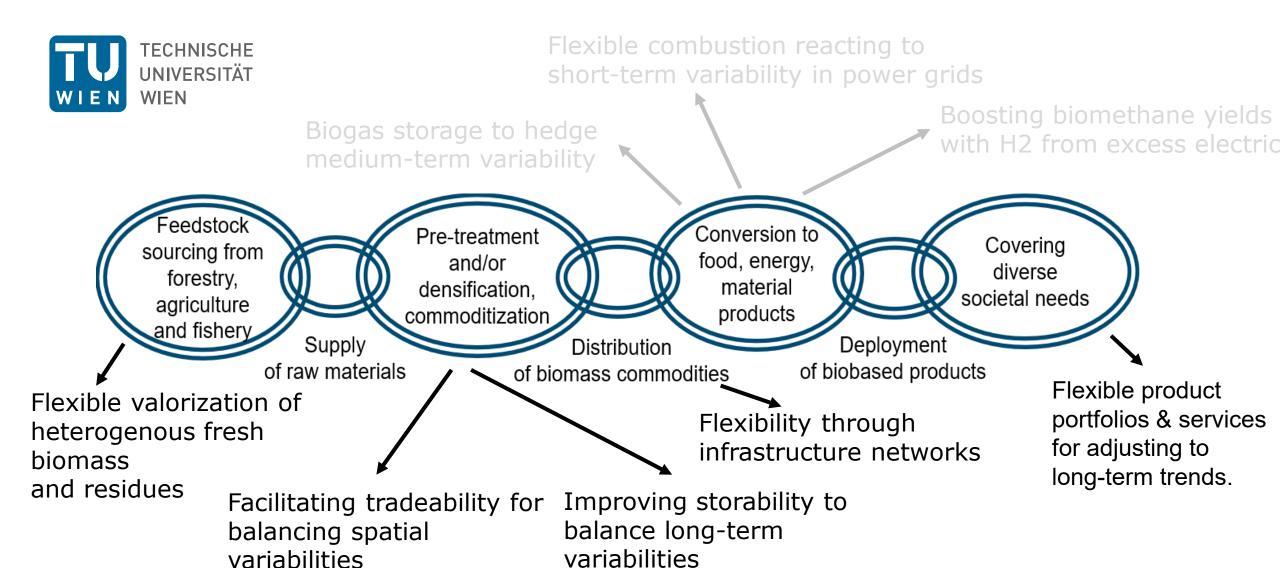




# All deterministic models undervalue the impacts of increasing flexibility.



## Bioenergy Supply Chains



Schipfer, F., Mäki, E., Schmieder, U., Lange, N., Schildhauer, T., Hennig, C., Thrän, D., 2022. Status of and expectations for flexible bioenergy to support resource efficiency and to accelerate the energy transition. Renewable and Sustainable Energy Reviews 158, 112094. <a href="https://doi.org/10.1016/j.rser.2022.112094">https://doi.org/10.1016/j.rser.2022.112094</a> IEA Bioenergy TCP Task44 "Flexibility & System Integration" Results of 1st Triennium

Fabian Schipfer | Nov 2023 4



## Multi-faceted aspects of Bioenergy flexibility

← selected examples on the previous slide.

Broadening the definition of "flexibility":

#### **Ability to shift resources**

- through time,
- through space,
- between sectors &
- between markets.



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← short-, medium-, long-term storage

← via networks & trade

← via multi-sector coupling

← via commodification

<sup>&</sup>quot;Flexibilisiation" = increasing the ability ...



## Multi-faceted aspects of Bioenergy flexibility

← selected examples on the previous slide.

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How to evaluate this ability? How to evaluate changes in this ability?



## WIEN WHY Shift resources?

... to balance scarcities with surpluses



## Why shift resources?

#### ... to balance scarcities with surpluses

Suitable assessment criteria for (beneficial) impacts of increased flexibility:

- Improved surplus valorization
- Improved scarcities mitigation
- Improved synergies between both (balancing)



## Why shift resources?

#### ... to balance scarcities with surpluses

(1) Mitigate shortages→ system reliability/resilience



(2) Efficient valorisation of surpluses→ resource efficiency





## Why shift resources?

#### ... to balance scarcities with surpluses

(1) Mitigate shortages→ system reliability/resilience

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→ resource efficiency







(3) Via balancing→ connecting (1) & (2)



## Flexibility assessment:

To assess the contributions of ...

Combined Bioenergy heat & power

Storage of renewable gases

Storage and trade of wood pellets

H2 production & trade

Coupling power grids & mobility

Biorefineries for materials & energy

•

• ....

Diversification of feedstock portfolio

Diversification of power generation- / product portfolio

through space, between sectors



### Flexibility assessment:



System reliability/resilience

#### **Resource efficiency**

- Overall costs, revenue, share of wasted energy, wasted biomass, emissions ...
- Optimisation problem
- Competitive market equilibrium for optimal resource allocation



## Flexibility assessment:



#### System reliability/resilience

"It's basically probability" Sugababes, Overloaded, 2000

#### **Resource efficiency**

- Overall costs, revenue, share of wasted energy, wasted biomass, emissions ...
- Optimisation problem
- Competitive market equilibrium for optimal resource allocation



## Measuring reliability ....



#### A vast body of literature:

for concepts of reliability, resilience, stability, security, safety, continuity, health, persistence, robustness ....

in multiple established and upcoming disciplines and research areas including

- Process safety domains > Safe & Sustainable by Design
- Resilience Engineering
- Graph and network theory > applications in Ecosystem Modelling
- Disaster Risk Management
- Decision-making Under Deep Uncertainty
- U.S. MultiSector Dynamics Modelling Community of Practice (CoP)

• ...



## Measuring reliability ....



#### **Broadening the flexibility concept == Broadening uncertainty spaces**

#### **Uncertainty** ...

expressions: Variabilities and fluctuations, uncertain trends, extremes, cascades

causes: Nature, infrastructure, technologies, society (incl. market)

**types:** Reducible (epistemic) and <u>(practically) irreducible</u> (aleatory)

duality: Detrimental outcomes (e.g., scarcities)+ beneficial ones (e.g., oversupply)

anticipation: Sensitivities, scenarios, qualitative, linguistics, deliberate ignorance



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**Opportunities** ← and dangers →

#### of increasing flexibility

#### Illustrative example of (un)balancing scarcities & surpluses

Flexibility e.g., through multi-sector coupling creates

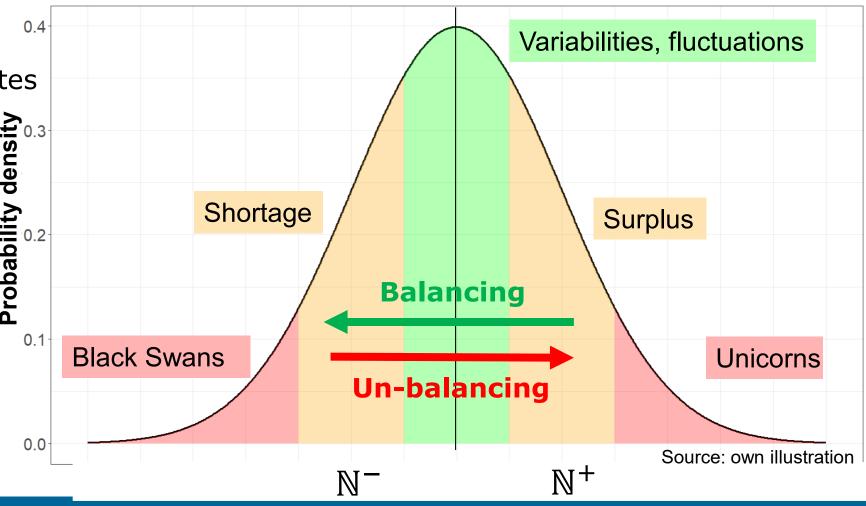
also system risks

Also system risks

Also system risks

Modelling to anticipate
Opportunities & dangers,

Opportunities & dangers, synergies & trade-offs, of multi-sector coupling!





## **Summary**

- Bioenergy/Bioeconomy supply chains are often quite flexible already
   → regarding multi-faceted aspects beyond power
- 2. Broader flexibility definition required including
  - → temporal, spatial, inter-sectoral **balancing** of scarcities with oversupply
- 3. Objective evaluation of flexibilisation impacts
  - → contributions to system's efficiency **and** reliability **and** their synergies
  - → contributions to increased systemic risks (e.g., cascadic failures between sectors)

## How to account for probabilistic (un)balancing effects in existing models?



## UNIVERSITÄT Relevant ongoing projects

- 1. IEA Bioenergy Technology Collaboration Programme Flexibilisation & system integration [IEAB Task44] | funding for AT participation by FFG #890453 | 01.2022 12.2024 Partner, BEST Research is Country Lead Research Instituts from DE, FI, AUS, NL, CH, DG RTD, SVEBIO, US DOE <a href="https://task44.ieabioenergy.com/">https://task44.ieabioenergy.com/</a>
- 2. IEA Bioenergy Technology Collaboration Programme Biobased supply chains [IEAB Task40] | funding for AT participation by FFG #895544 | 01.2022 – 12.2024 Country Lead, Institut für Nachhaltige Technologien (AEE Intec), Michael Wild & Partner KG Research Institutes from DE, DK, SE, NL, US, RWE Generation, US DOE https://task40.ieabioenergy.com/
- 3. Integrative energy infrastructure planning tools for cross-sectoral resilience and flexibilisation concepts.

  [BioFlex Project] | funding by FFG #905734 | 12.2023 11.2024

  Lead, together with Universität für Bodenkultur (BOKU) & International Institute of Applied Systems Analysis (IIASA)



#### **IEA Bioenergy Task44:**

https://task44.ieabioenergy.com/

#### **IEA Bioenergy Task40:**

https://task40.ieabioenergy.com/

## Thank you for your attention

**Submit your manuscript here:** 

https://energsustainsoc.biomedcentral.com/circularbioeconomy

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