

#### **COOL DH & Celsius Talk:**

## "Low Temperature District Heating"

Thursday April 16, 2020









## The Celsius Initiative

- a European project that lives on -







#### **How it started**



Based on the premise that cities and districts are in a position to take the lead in the energy transition, London and the Islington Borough, Rotterdam, Cologne, Genova and Gothenburg came together to create CELSIUS.

The **European Project CELSIUS** was funded under the 7<sup>th</sup> Framework Programme. It:

- Developed innovative solutions for district heating and cooling
- ✓ Assembled a **network of 72 cities** and **68 City Supporters** between 2014 and 2017
- ✓ Influenced European policy through position papers







#### Our purpose



✓ Accelerate the energy transition through the deployment of smart and sustainable heating and cooling solutions in cities.

✓ Support the implementation of the 2015 Paris Agreement and the Sustainable Development Goals to build a sustainable future.







#### Our philosophy: Don't re-invent the wheel!

- ✓ There are many innovative and efficient solutions that have already been tried and tested.
- ✓ The Celsius Toolbox assembles solutions including practical information, best practices & lessons learned.
- ✓ The Celsius network brings together experienced cities and other stakeholders to share experiences and exchange ideas.











#### A demand-driven collaboration hub



- ✓ Continuous knowledge sharing through the newsletter, webinars, workshops and the Celsius Toolbox.
- ✓ Hands-on support for cities through the forerunner groups.
- ✓ Influencing European policy.
- ✓ Support innovation, replication and scaling of pilots and demonstrators.







## The Celsius Forerunner Groups

#### **Building the future together**

- ✓ Reach as many decision/ validation points as possible in the cities
- ✓ Knowledge sharing from the demand and needs of the cities. Cities will be co-creators of the process and decide the support they want.
- ✓ Collaboration with experts from industry, research, projects and other supportive organisations
- ✓ Matchmaking with other cities having faced similar challenges , with experts from the Celsius network and with the industry











## Let's talk!

#### For more information please contact Emilia Pisani

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## Low Temperature District Heating













#### The experts



Steen Olesen
Project Manager in
Smart Energy Systems
at COWI



Christian Holm
Senior Specialist at
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Sara Kralmark
Project Manager in
Business Development
at Kraftringen



Gabriele Pesce
Project Officer at
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**Steen Olesen** 

Project Manager in Smart Energy Systems at COWI

What is LTDH and how it opens the spectrum of possible waste heat sources to be used?





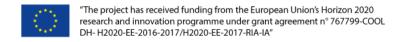


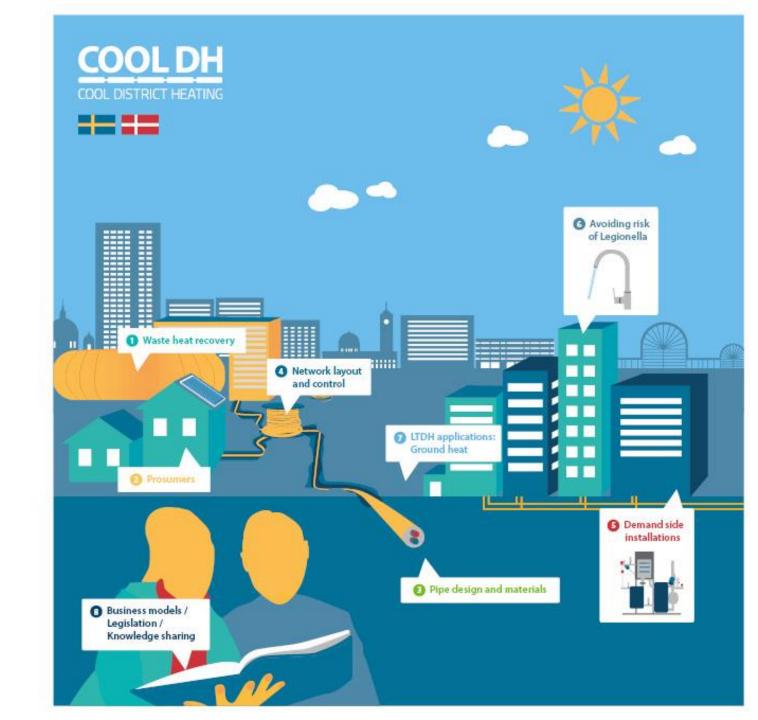
#### **COOL DH**

What is LTDH and how it opens the spectrum of possible waste heat sources to be used?

by
Steen G Olesen, COWI A/S

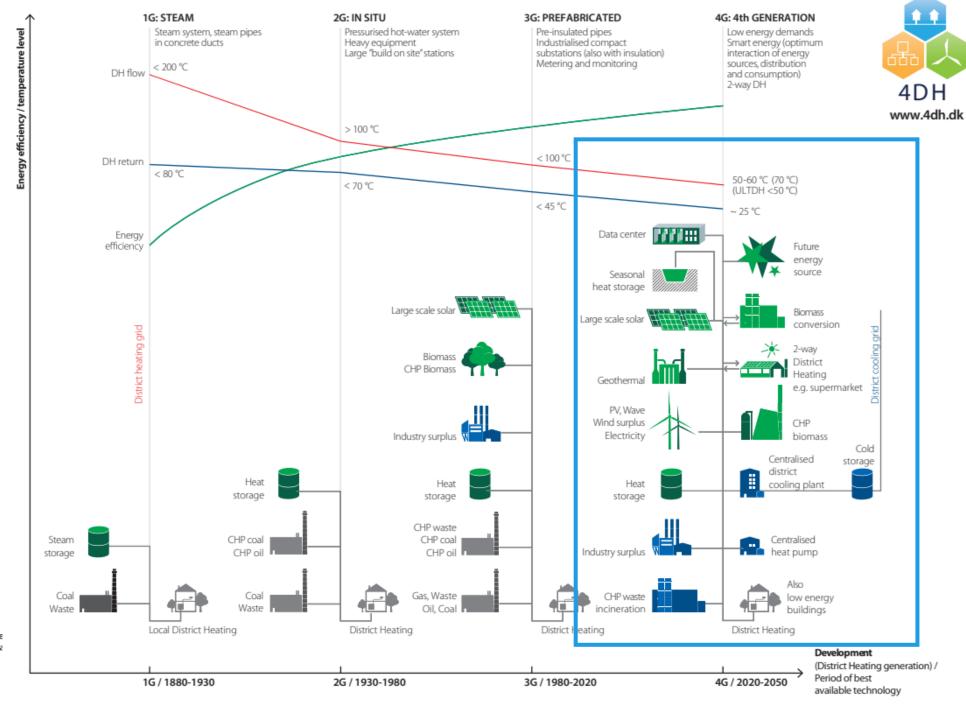
COWI





#### What is LTDH?

- LTDH is 4G->5G
- It opens the spectrum of possible waste heat sources to be used?





"The project has received funding from the Europe research and innovation programme under grant a DH- H2020-EE-2016-2017/H2020-EE-2017-RIA-IA"



#### COOL DH aims to find ways to utilize low-grade waste heat

#### and...

- Integrate renewable energy produced locally
- Demonstrate the full system with all needed components
- Innovation & sharing of catalogue with new solutions























cool DH is a project that aims to find ways of utilizing low-grade waste heat in energy efficient buildings by optimizing Low Temperature District Heating (LTDH) solutions

www.cooldh.eu



#### **COOL DH demo sites**

Innovative project to utilize low grade heat sources, introduce RES and optimize low temperature DH solutions and implementation in two **demo sites** 

#### Høje-Taastrup - Østerby (Denmark)

- Existing area composed by renovated buildings
- New LTDH network (55/30°C) with new PE-RT pipes
- LTDH supplied by City2 shopping center's cooling system

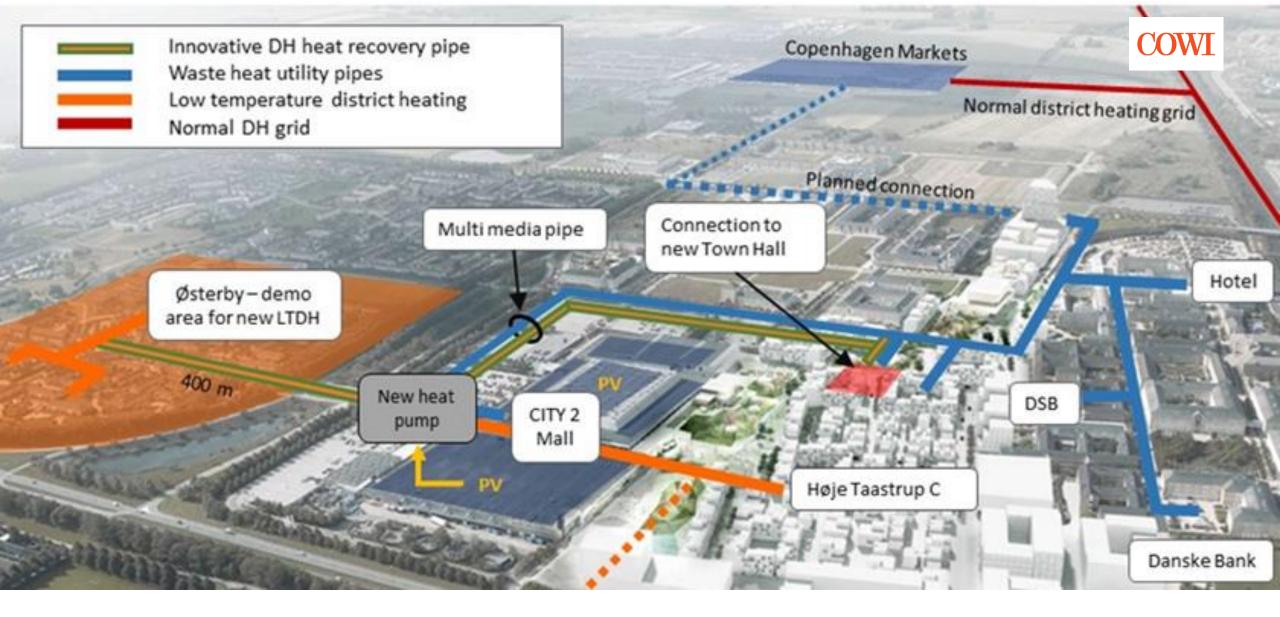
#### Lund - Brunnshög (Sweden) => 40.000 people

- New district under development
- New LTDH network (65/35°C) with new PE-RT pipes
- Surplus heat from research facilities (Max IV/ESS)









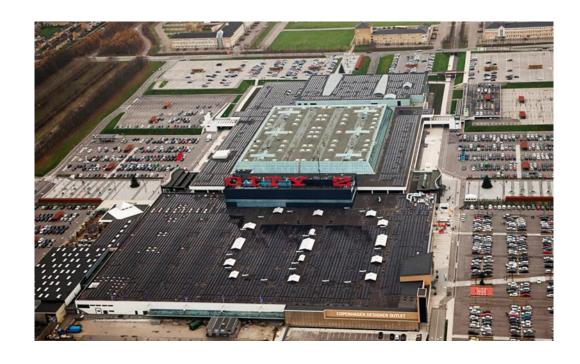






## Prosumer: City2

- Large PV installation in 2014 combined with successful EE strategy has led to excess of local RES
- 10 years feed-in tariff for local RES decrease and run out in 2024
- DH Company approached City2 with a proposition to deliver heating & cooling based on the excess PV power, and to rent a room in the basement of the premises and to take over the ownership and operate as flexsumer in interplay with parallel local sources









#### Østerby District

#### Approx. 36.000 m<sup>2</sup> building stock from the 80'ties

- 158 terraced houses
- A public kindergarten
- Social housing company

#### **District heating network**

- +35 years old
- One main heat exchanger

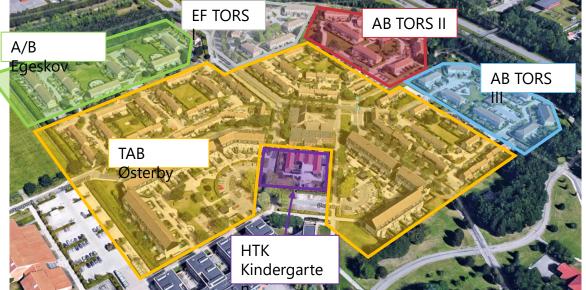
#### Organization (6 groups)

- Kindergarten
- Social housing
- 4 housing associations











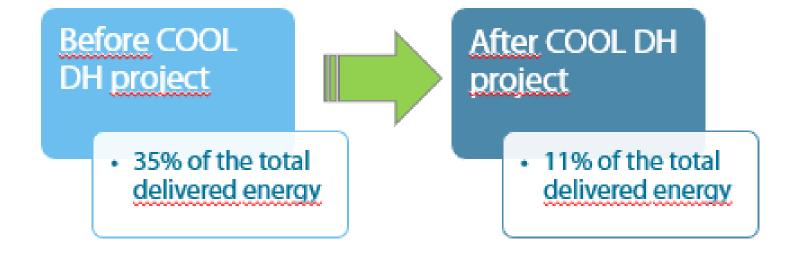




#### Advantage for users

- Less heat loss
- > Less maintenance
- Energy supply based on renewable energy and surplus heat
- Lean operation & organisation

#### Heat losses in the DH network



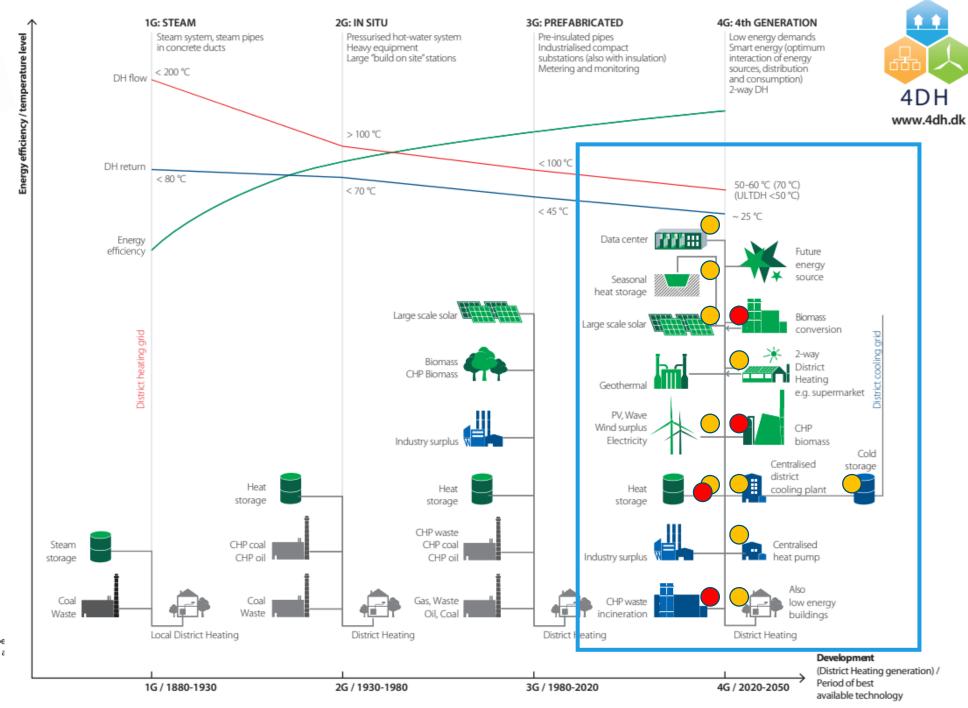






Local DH grid in Høje Taastrup

VEKS





"The project has received funding from the Europe research and innovation programme under grant a DH- H2020-EE-2016-2017/H2020-EE-2017-RIA-IA"



#### Thank-you for your attention!

#### Questions?

More info on <a href="https://www.cooldh.eu">www.cooldh.eu</a> sgon@cowi.com























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<u>Christian Holm</u>
Senior Specialist at the Danish
Technological Institute

## The Obstacles to be Solved Beforehand









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Danish Technlogical Institute

THE OBSTACLES TO BE SOLVED BEFOREHAND



#### Introduction



- The RELaTED Project
- Planning and identifying surplus heat resources
- Barriers for district heating companies
- Barriers for surplus heat suppliers
- Other aspects

#### The RELaTED project



- New ultra-low temperature district heating concept (ULT DH)
- Heat sources considered:
  - Industrial surplus heat
  - Building integrated solar thermal
  - Reversible heat pumps
- Demonstration in 4 districts in 4 countries
  - Estonia, Serbia, Spain and Denmark
- Horizon 2020 project with 14 partners
- Until end of 2021

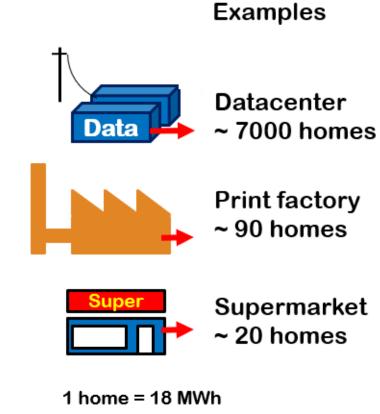
Website: relatedproject.eu





#### Planning and identifying surplus heat resources

- Identifying relevant industry and processes
  - Processes: Boiling, melting, drying, cooling etc.
  - Industries: Building materials, chemistry, food etc.
- Quantifying:
  - Temperature level: Direct or indirect injection
  - Load pattern: day/night, summer/winter
  - Heat capacity
- Proximity to:
  - District heating network
  - Heat load (heat demand)

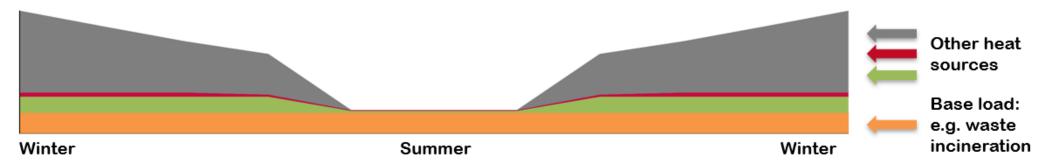


**Analysis > Business case** 

#### **Barriers for district heating companies**



What is the surplus heat substituting?



- Network location of surplus heat supplier
  - Flow direction
  - Surplus heat delivered to flow or return pipe?
- Heat dispatching and control of several suppliers
  - Marginal price
  - Load and production forecasting

#### Barriers for surplus heat suppliers

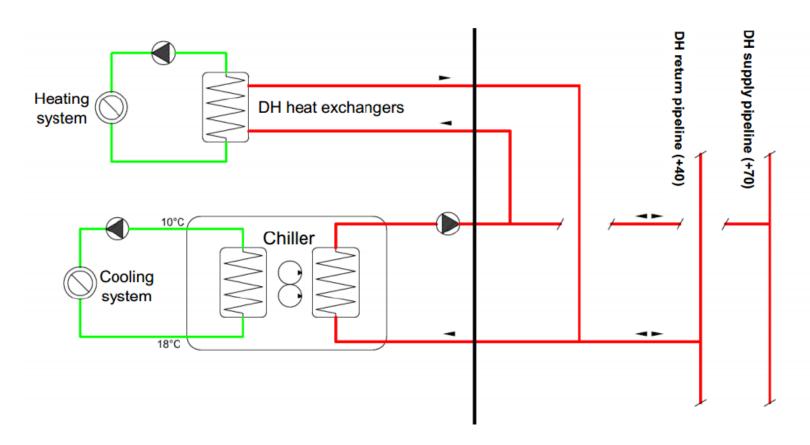


- Heat recovery and energy saving priorities
  - Realisation internally (in company)
  - Realisation externally (by supply to district heating)
- Not core business to supply heat
- Unsecure future of suppliers business or the specific site
- No Non-Energy-Benefits (NEBs)
  - Improving production capacity
  - Saving of other commodities e.g. water
  - Etc.

#### Other aspects

RELOTED

- Regulation
- Taxes
- Billing





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#### **Sara Kralmark**

Project Manager in Business Development at Kraftringen

# LTDH business plan for Lund, Sweden









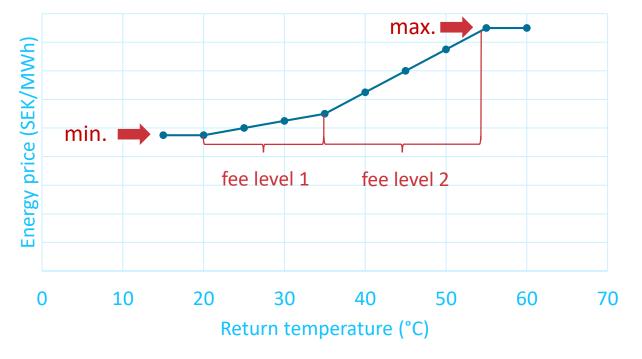
#### Price tariff for LTDH consumers – background

- Supply temperature 65 °C
- Return temperature 35 °C.
- A new type of distribution pipes made out of plastic  $\rightarrow$  easier and cheaper to build.
- A solitary system with constant heat production (cost).



#### Price tariff for LTDH consumers – result

- Connection fee
- Minimum energy price and maximum energy price
- Return temperature fee per increasing degree, two levels:
  - 20 35 °C: fee level one, X SEK/°C
  - 35 50 °C: fee level two, Y SEK/°C







#### Benefits and development potential

- Simple for customers to understand.
- Favors well-functioning substations.
- Soft values can include:
  - Provide heat exchanger installation instructions to the customers.
  - Offer help with dimensioning of heat exchangers as well as maintenance.
  - Perform yearly maintenance visits.
  - Apply remote reading and control of substations.



#### Prosumers – pros, cons and questions

DH RESILIENCE

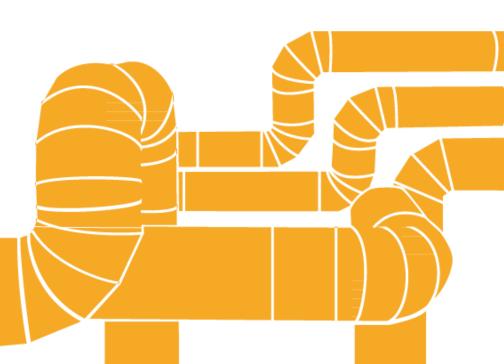
**ALTERNATIVE USES OF CAPITAL** 

**HEAT FORECASTS** 

HEAT QUALITY AND VALUE

PROSUMER STABILITY

INVESTMENTS & PB



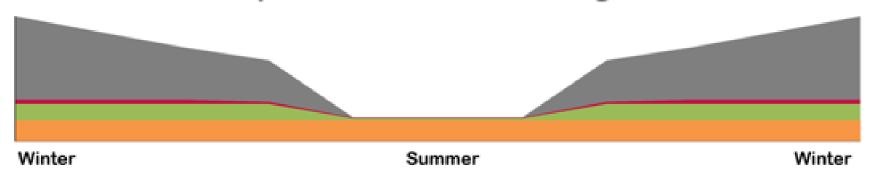


#### Price tariff for small LTDH *producers* – *prerequisites*

- Minimum supply temperature. (Brunnshög: 65-67 °C)
- "Alternative production cost" variable:
  - Invariant production price? → Fixed compensation! (ex. Brunnshög/MAX IV)
  - Varying production price? → "Market price" compensation! (ex. Stockholm Exergi Ltd.)



#### What is the surplus heat substituting?



- "Outdoor temperature" variable:
  - Fixed outdoor temperature demand of YY °C,
     ... and/or the compensation decreases with increasing outdoor temperature.
  - Fixed season demand,... and/or the compensation varies with the seasons.



## Thank you!



### **Debate with the experts**



Steen Olesen
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at COWI



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## Thank you!

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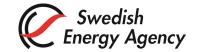


## Additional slides









#### **Open District Heating® (ODH)**

#### A prosumer price model example from Stockholm Exergi Ltd.

- ODH Call: For prosumers with a steady and evenly distributed heat production.
  - Prosumer-heat temperature needs to be ≥ 68 °C
  - Prosumer-heat will be called for at outdoor temperature  $\leq$  12 °C and at all other times when there is a demand.
  - Payment to prosumer:
    - A fixed monthly component related to the capacity
    - A variable energy component related to alternative marginal cost, visualized through an hour-by-hour forecast for the next day and night (00.00 am to 24.00 pm)
- ODH Spot: For prosumers with a non-evenly distributed heat production.
  - Payment to prosumer through a variable energy component that decreases with increasing outdoor temperature and depends on delivery agreements.
    - Delivery to DH supply pipe
      - Fixed minimum supply temperature of 68 °C
      - Varying supply temperature of 68-103 °C
    - Delivery to DH return pipe
      - Minimum supply temperature of 3 °C higher than incoming return temperatures



#### Energy balance in the EU 2012

