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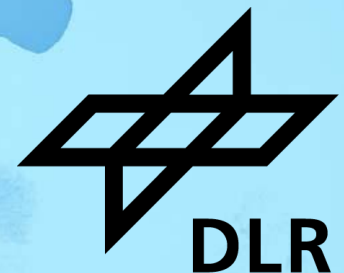
Federal Ministry  
for Economic Affairs  
and Climate Action

on the basis of a decision  
by the German Bundestag

# WHAT IS THE COST OF ENERGY AUTONOMY?

*Assessing import independence for a multi-modal, climate-neutral European energy system*

Jens Schmugge, Hans Christian Gils, Hedda Gardian  
8th AIEE Energy Symposium 2024, Padua



# Why is it worthwhile to take the gas infrastructure into account in energy system optimisation?



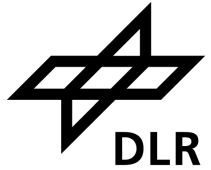
- IEA, “Net Zero by 2050”: all fossil fuels are predicted to decrease in use soon
- **renewable energies pose risks to energy security** because of their volatility
- but: possible alternative (imported) **gas also risk to energy security** due to geopolitical considerations as seen in recent years

**How would a future gas/H<sub>2</sub>-import independence of Europe influence its optimal energy system?**

# METHOD AND OPTIMISATION MODEL

Bildquelle: hier angeben

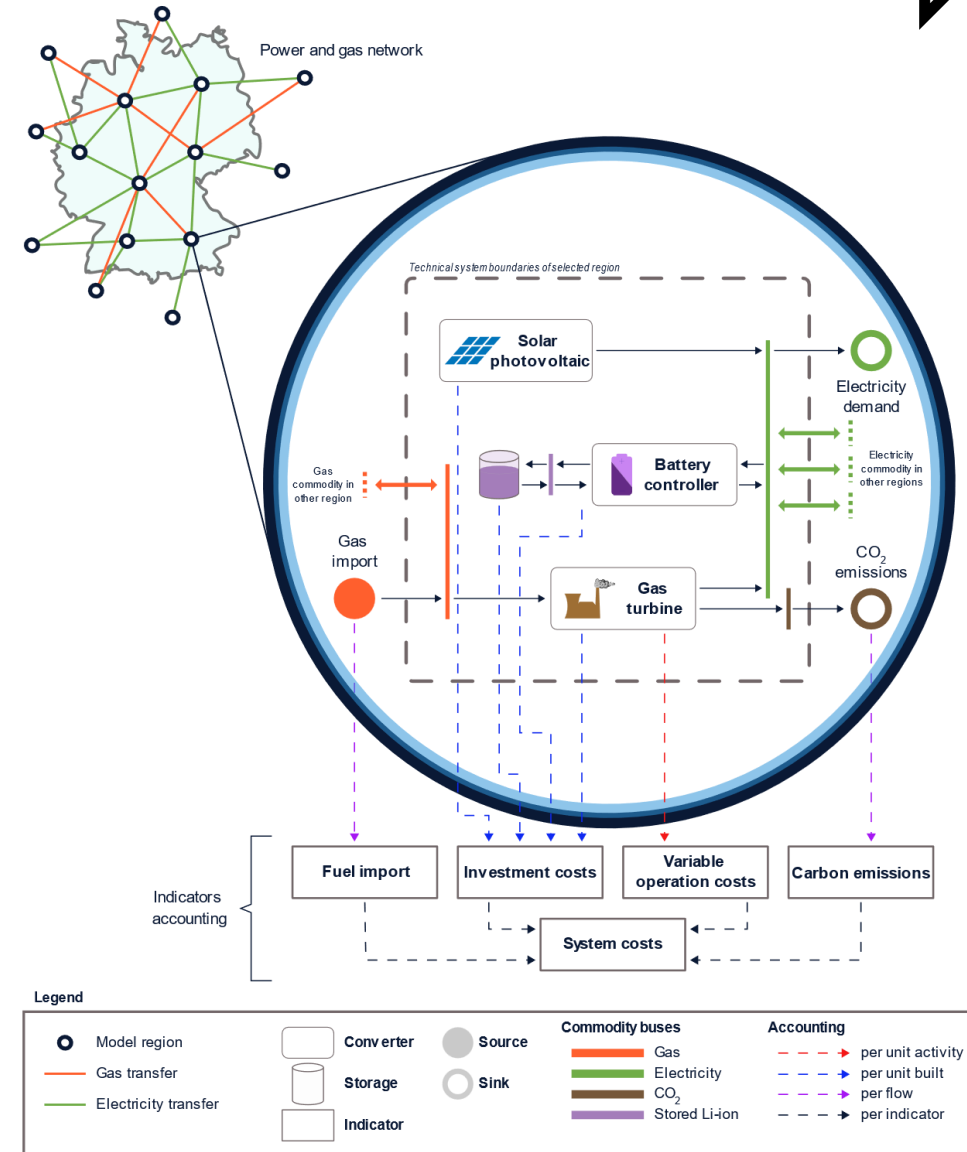
# Energy system optimisation with REMix



**REMIX**  
Renewable Energy Mix



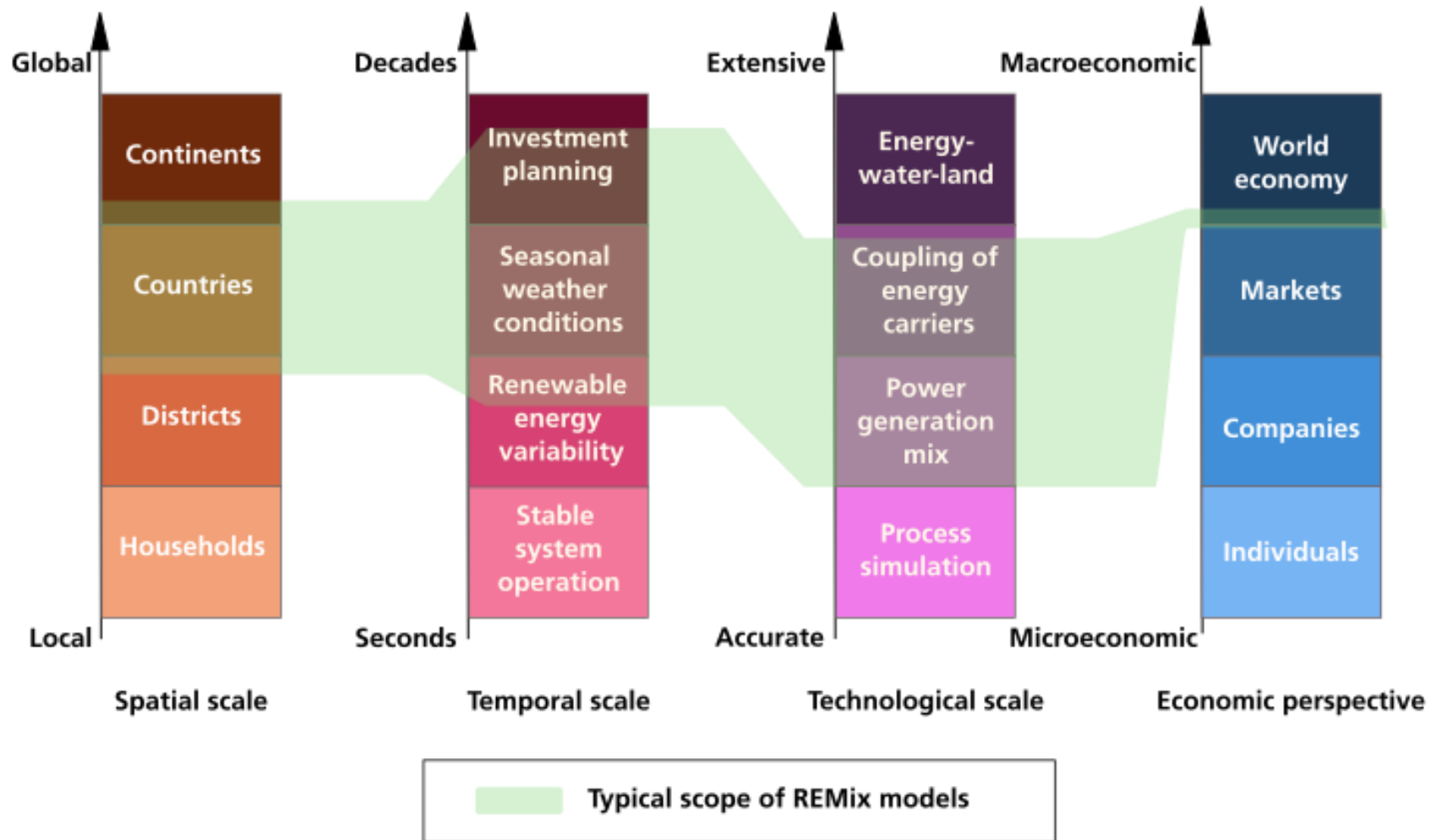
- linear cost minimisation
- REMix Renewable Energy Mix
- open-source energy system optimisation framework
- designed for modelling large-scale energy systems
- capacity expansion and dispatch of all assets
- sector-integrated models
- written in GAMS, data preprocessing with Python



<sup>1</sup>REMIX repository: <https://gitlab.com/dlr-ve/esy/remix/framework>.  
Jens Schmutge, Institute of Networked Energy Systems, 29/11/2024

REMIX energy system optimisation framework<sup>1</sup> schema

# Typical scope of a REMix model



Cao et al.: Bridging granularity gaps to decarbonize large-scale energy systems—the case of power system planning. *Energy Science & Engineering*, 9(8):1052–1060, May 2021. [doi:10.1002/ese3.891](https://doi.org/10.1002/ese3.891).

# The optimisation model

## *Spatial and temporal scope*

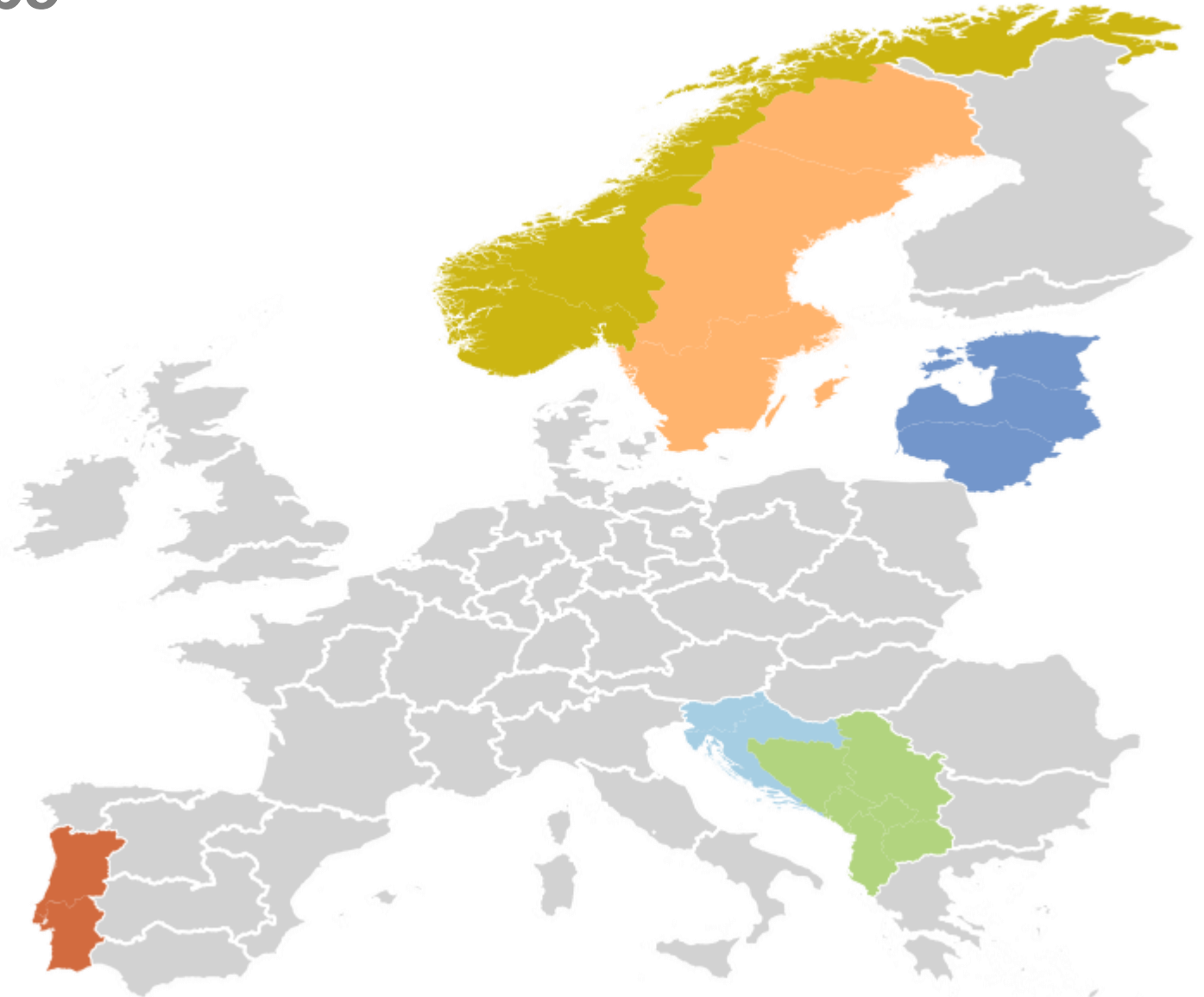


### **spatial**

- data for Europe in 70 regions
- partially aggregated to 57 model nodes (to speed up calculations)

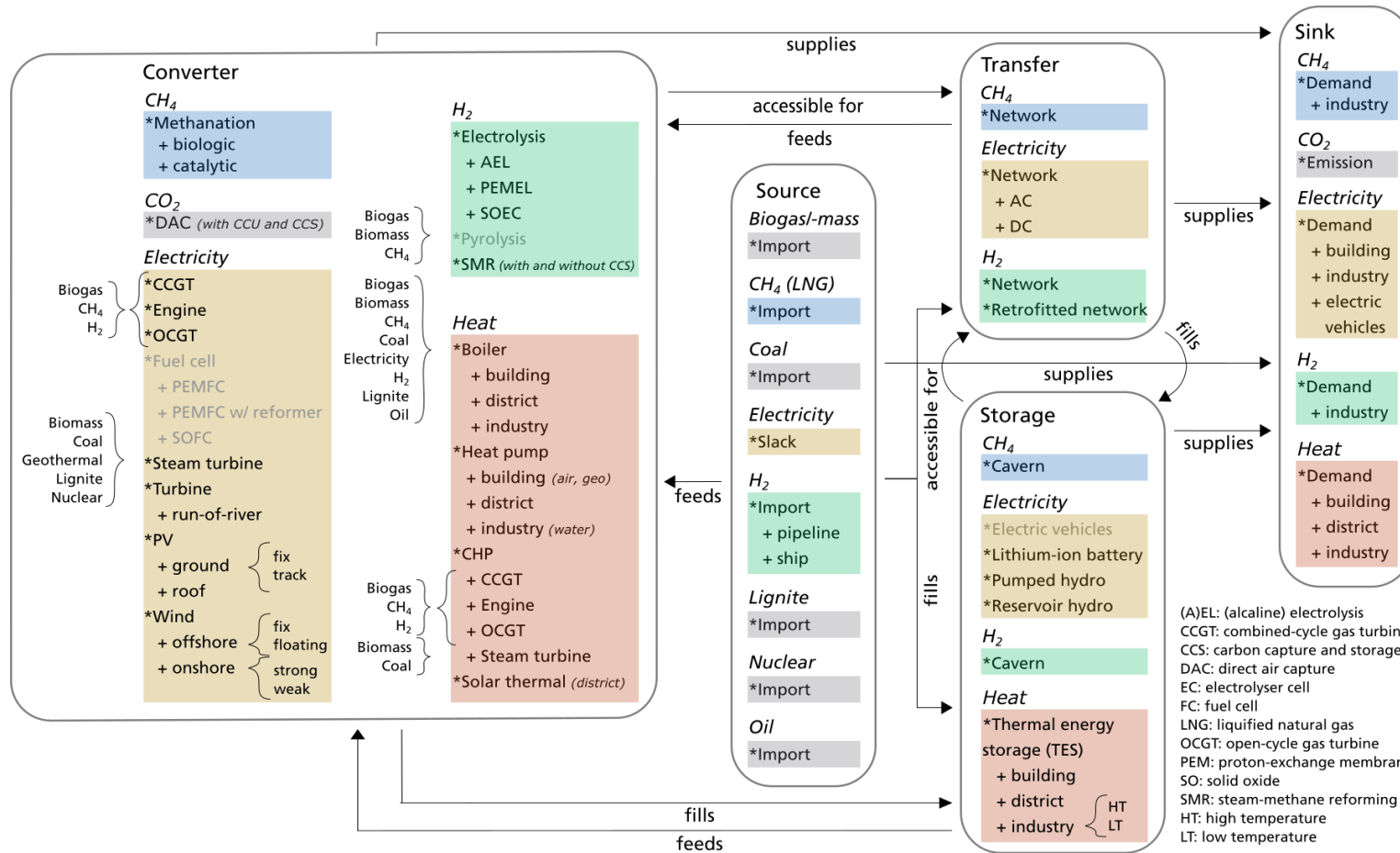
### **temporal**

- optimisation of target year 2050
- hourly resolution
- weather year: 2012
- reference year for installed capacities: 2020



# The optimisation model

## Technological scope



- >100 technologies modelled
- power-to-X via boilers, heat pumps, electrolysis, methanation, and electric vehicles
- transfer grids for three commodities: electricity, hydrogen, methane
- ~50 heat technologies split in 17 heat groups, 7 with storage, e.g.,
  - district heat
  - industry heat
  - high/low temperature
- direct-air capture for CCU and CCS
- retrofitting of methane pipelines

# The optimisation model

## Scenarios



### “import autonomy”

- cost of hydrogen imports between ~7.1 ct/kWh (North Africa, pipeline) and ~15.2 ct/kWh (South Africa, ship)<sup>1</sup>
- techno-economic data from Danish Energy Agency (DEA) technology sheets, DEA scenario “ctrl”<sup>2,\*</sup>
- **imports not prohibited, but rather expensive**

### “forced H2 imports”

- cost of hydrogen imports between ~4.2 ct/kWh (Non-EU Europe, pipeline) and ~12.6 ct/kWh (South Africa, ship)<sup>3</sup>
- techno-economic data changed just for for proton-exchange membrane electrolyser to value of DEA scenario “lower”<sup>4</sup>
- **forced import of hydrogen from region Mid East (100 TWh) and Northern Africa (200 TWh)**

<sup>1</sup>derived from Fraunhofer IEE, University of Kassel: *Global PtX Atlas*, <https://maps.iee.fraunhofer.de/ptx-atlas/>, value “Mean”.

<sup>2</sup>Danish Energy Agency: <https://ens.dk/en/our-services/technology-catalogues> (April 2024).

\*“ctrl” stands for “central” meaning an average value.

<sup>3</sup>derived from Fraunhofer IEE, University of Kassel: *Global PtX Atlas*, <https://maps.iee.fraunhofer.de/ptx-atlas/>, value “Min”.

<sup>4</sup>to be consistent with that assumption in comparison with the Global PtX Atlas.

An aerial photograph of a large-scale solar farm. The solar panels are arranged in neat, parallel rows across a vast, flat area. To the left, there are several industrial-style buildings and a parking lot. The surrounding landscape includes green fields and some trees. A dark blue horizontal bar is overlaid at the bottom of the image, containing the word "RESULTS" in white capital letters.

# RESULTS

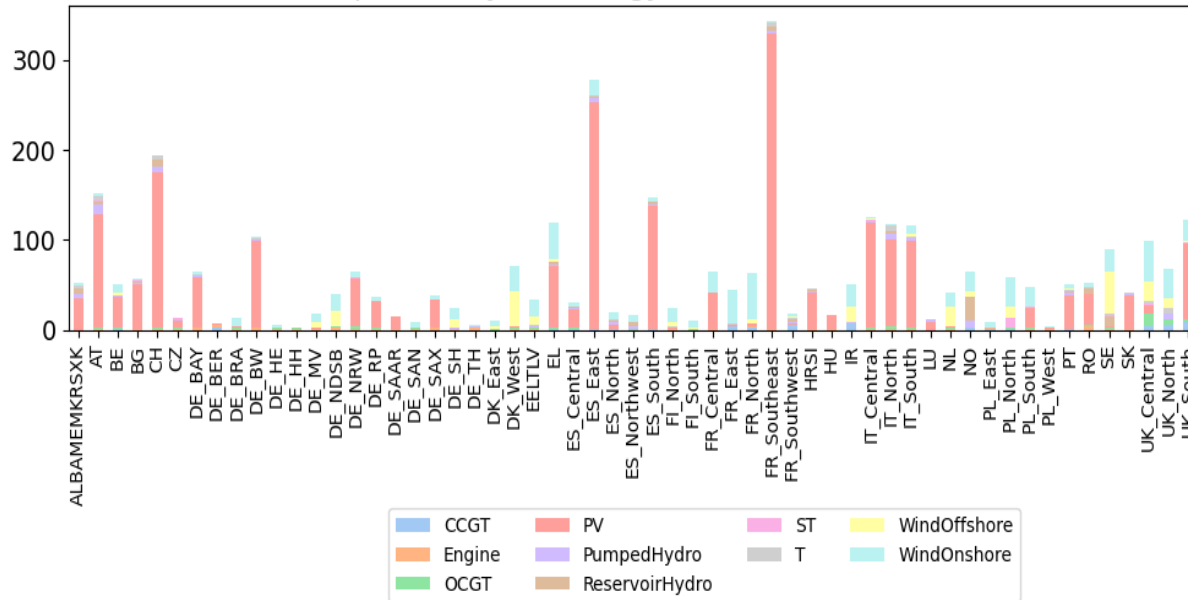
# Energy system in 2050

## Expansion of the power plant park (electricity)



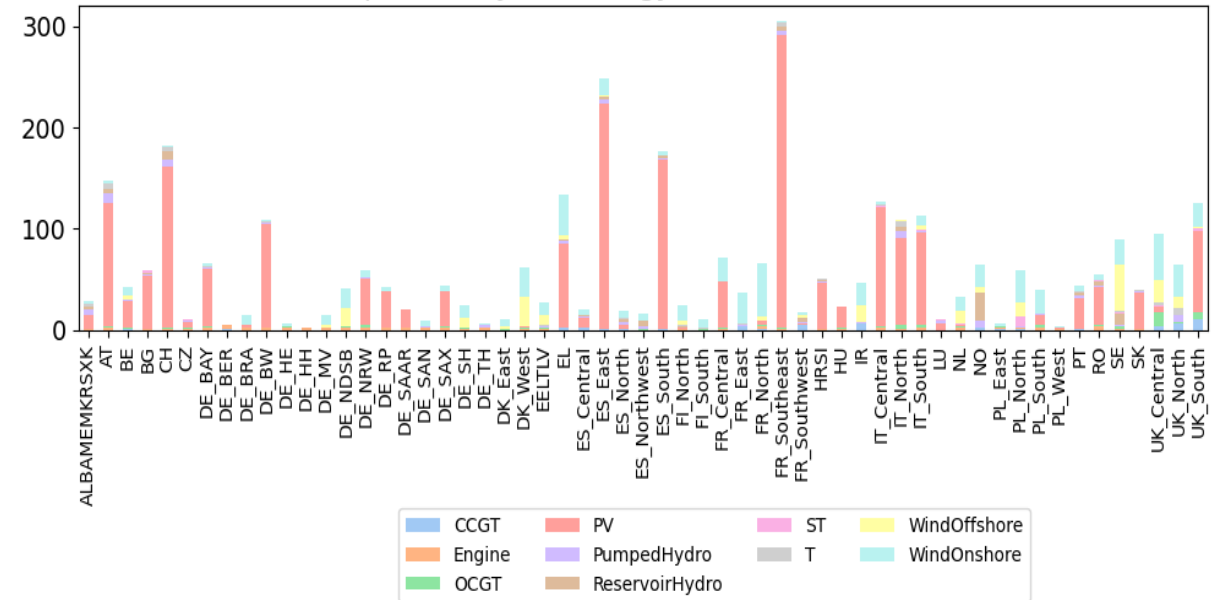
### scenario: "import autonomy"

Installed capacities by technology and model node in GW (Elec)



### scenario: "forced H2 imports"

Installed capacities by technology and model node in GW (Elec)



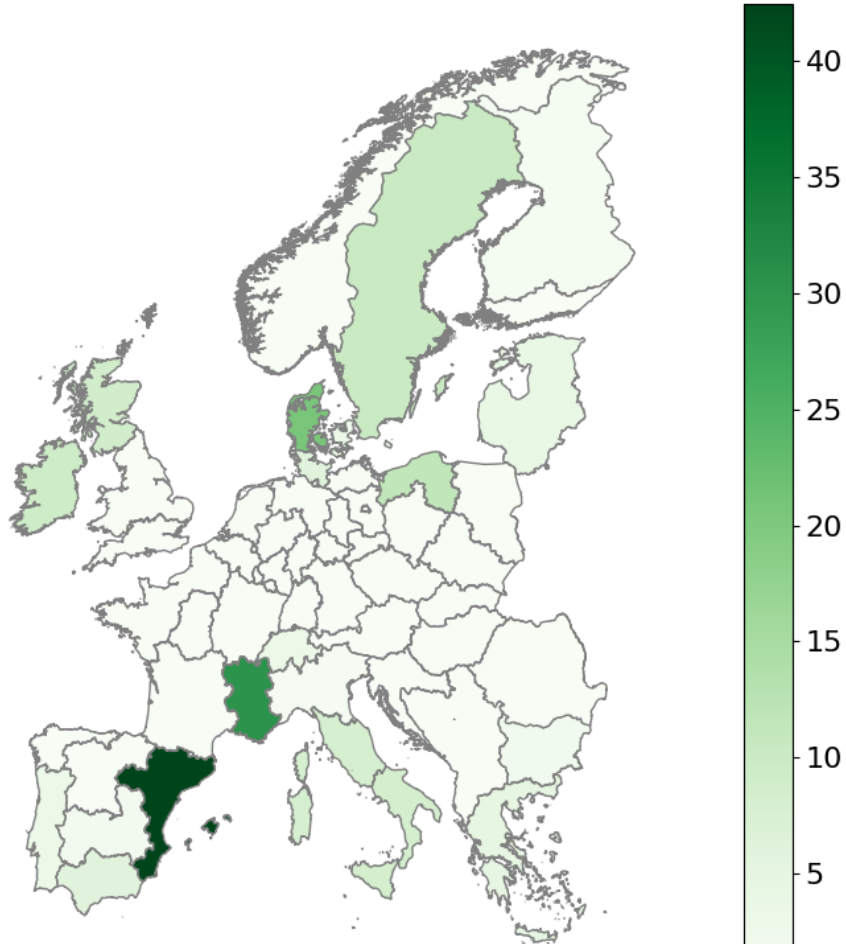
- ➔ renewables are dominating the system in both scenarios with solar PV having by far the largest share
- ➔ only slight differences between scenarios in total installed capacity and distribution of plants

# Energy system in 2050

## *Electrolysis capacities per region*

**scenario: "import autonomy"**

Installed electrolysis capacities in GW

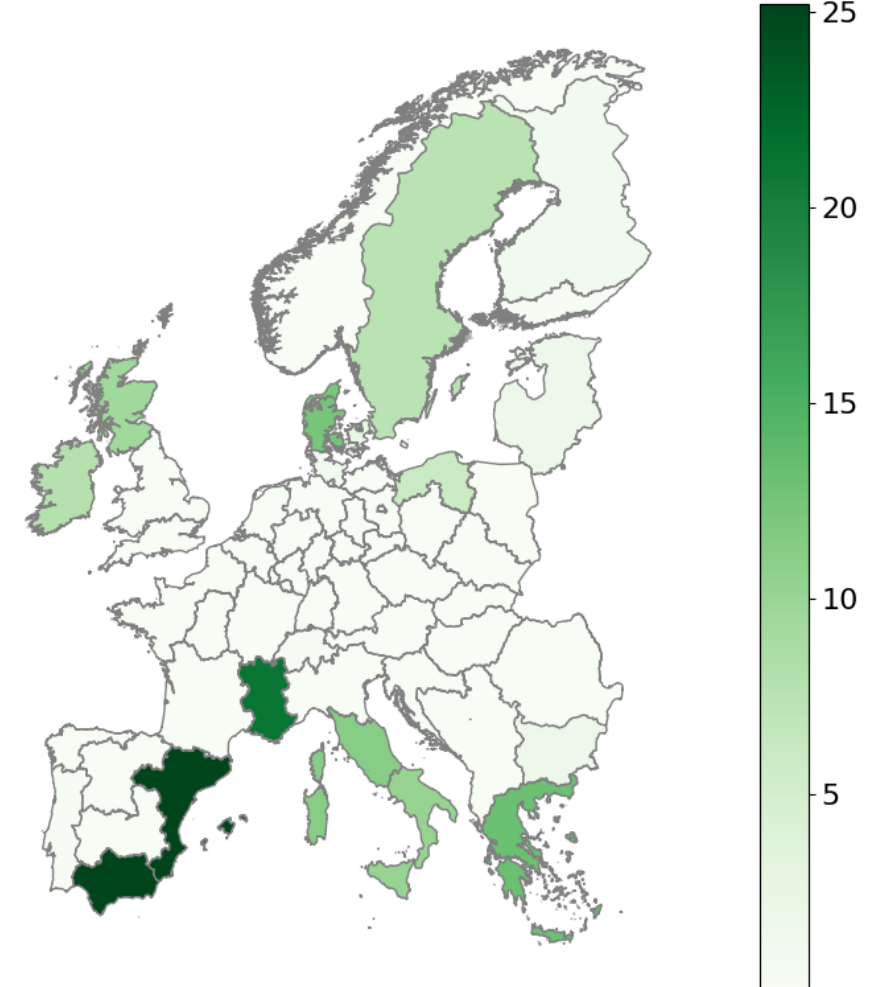


more electrolysis capacities installed in the scenario without imports

electrolysis locations slightly more diverse in case of forced hydrogen imports

**scenario: "forced H2 imports"**

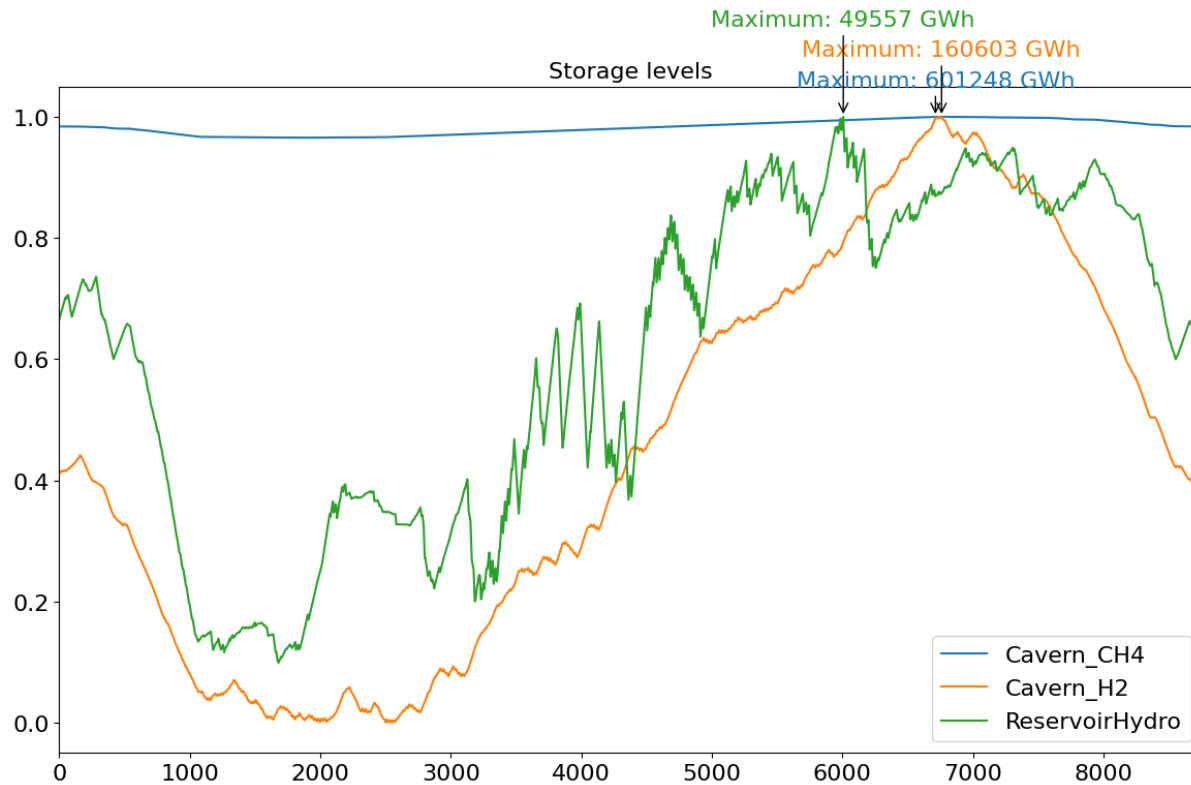
Installed electrolysis capacities in GW



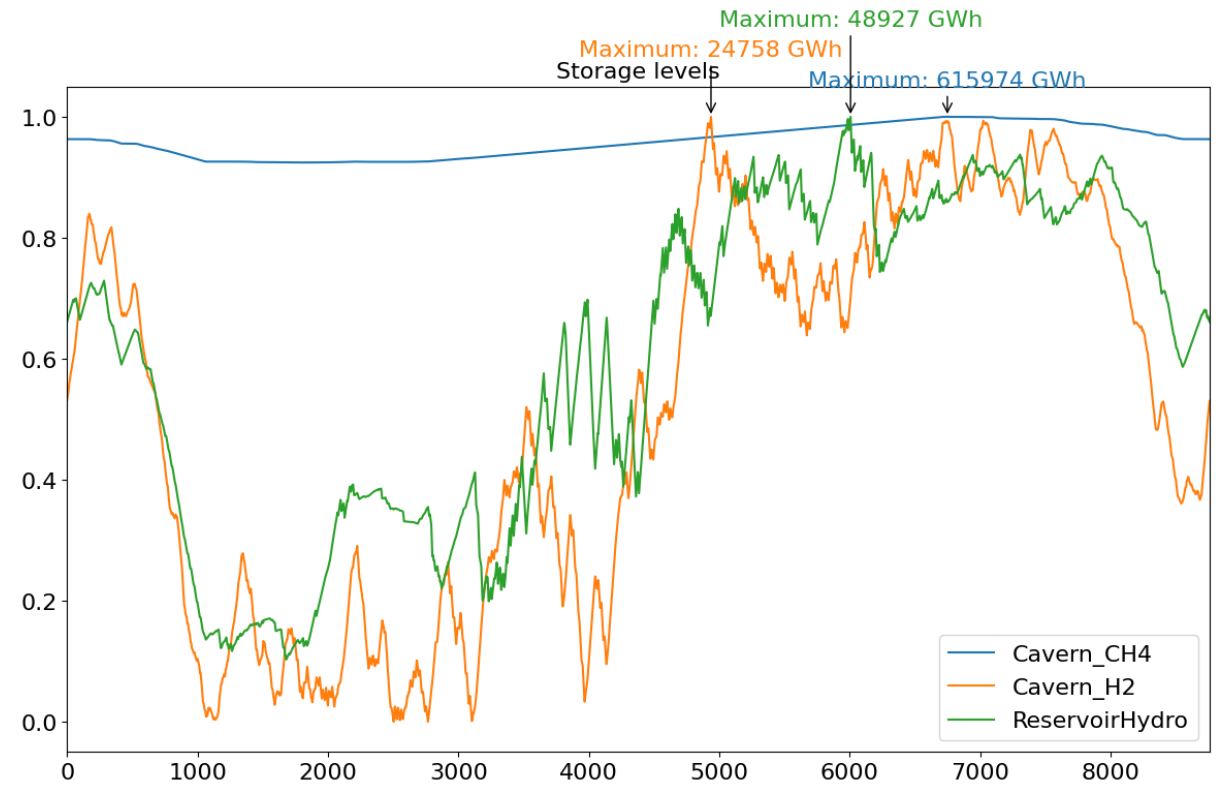
# Energy system in 2050

## Flexibility from seasonal energy storage

### scenario: "import autonomy"



### scenario: "forced H2 imports"



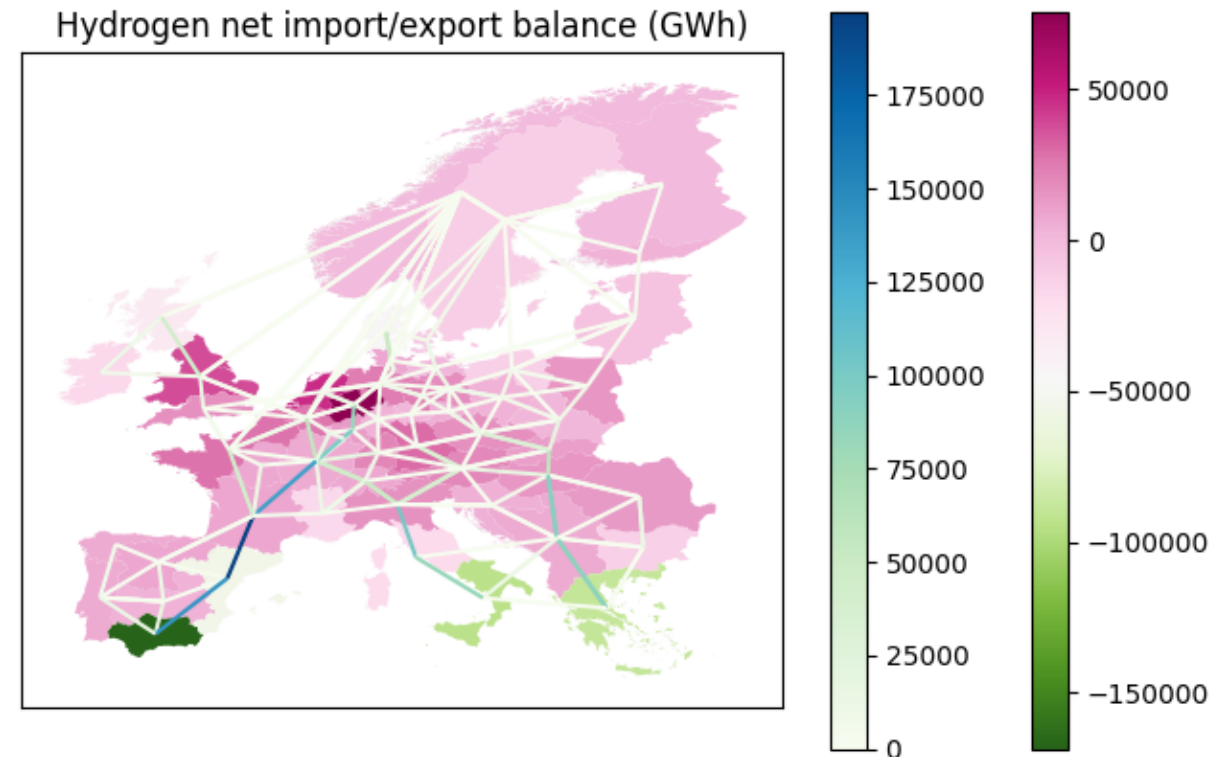
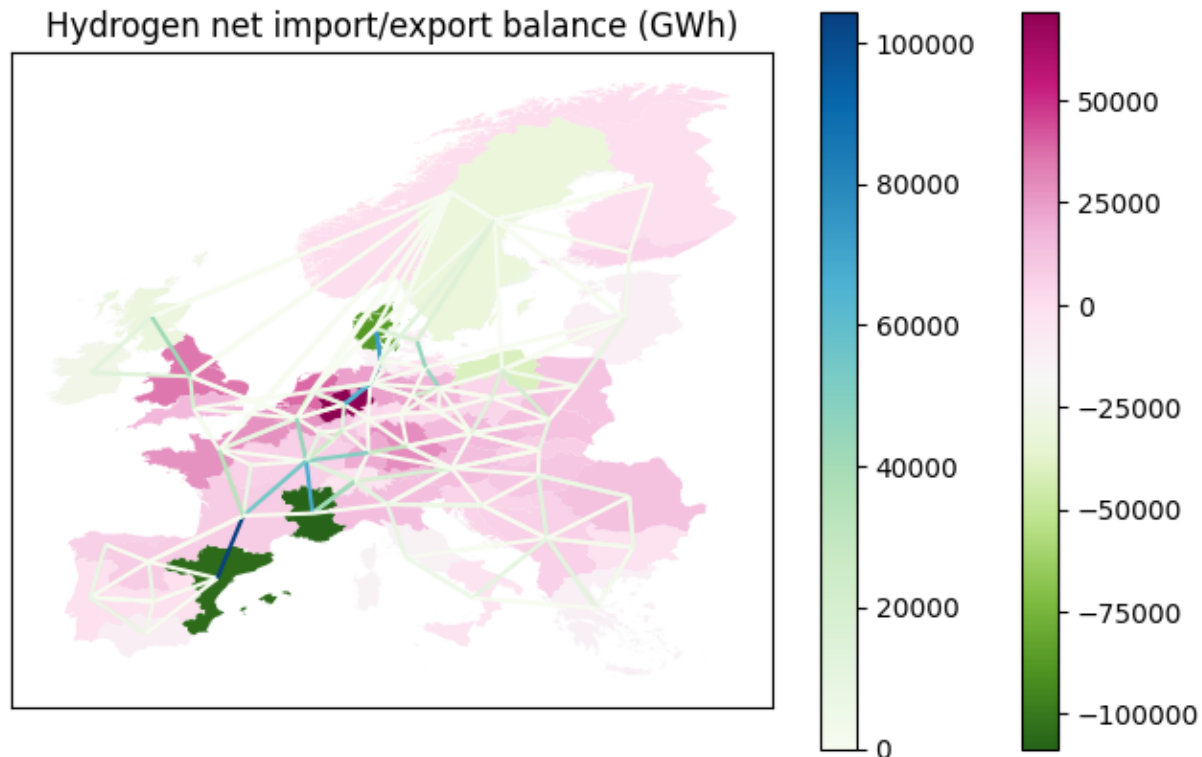
- ➡ caverns for CH<sub>4</sub> and H<sub>2</sub> as well as reservoir hydro plants act as seasonal storage in the model
- ➡ storage size differs significantly for H<sub>2</sub>, where it is around 6.5 times smaller when H<sub>2</sub> imports are enforced

# Energy system in 2050

## Energy transfer infrastructure (hydrogen)

scenario: "import autonomy"

scenario: "forced H2 imports"



- ➔ expansion of hydrogen transfer network almost twice as big in case of forced imports
- ➔ countries of hydrogen import change and become more diverse

The background image shows a landscape with a green field in the foreground. A white wind turbine stands on the left side. Multiple high-voltage power lines stretch across the middle ground, supported by several red and white lattice towers. The sky is a clear, bright blue with a few wispy white clouds.

# CONCLUSION

# Summary and conclusion



- highly resolved optimisation model of the European energy system
- investigation of two scenarios: "import autonomy" versus "forced H<sub>2</sub> imports"
- in both scenarios:
  - significant ramp-up of renewables
  - electrification of heat and industry
  - hydrogen production within Europe on large scale
- a significant expansion of H<sub>2</sub> transfer infrastructure can be observed for higher H<sub>2</sub> imports
- H<sub>2</sub> caverns, on the other hand, are built up significantly less (factor of ~6.5) if more H<sub>2</sub> imports are available

# Conclusions and outlook



- cost of energy autonomy depends on hydrogen import costs to large degree
- with our import cost assumptions the overall system costs differ by 2 billion €
- other metrics than pure costs—like energy security—can have a decisive impact on which pathway is eventually chosen
  
- outlook on next steps:
  - calculate actual pathway to 2050 with support years in between (not only target year)
  - analyse additional flexibility that vehicle-to-grid technology would provide

topic: **What is the cost of energy autonomy?**  
*Assessing import independence for a multi-modal, climate-neutral European energy system*

date: 2024-11-29

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institute: Institute of Networked Energy Systems

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funding: the project ‘Fahrplan Gaswende’ is supported by the German Federal Ministry of Economic Affairs and Climate Protection (grant number: 03EI1030B)

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