

# Optimal localisation of next-generation biofuel production integrated in Swedish forest industry

Wetterlund E <sup>a,\*</sup>, Pettersson K <sup>b</sup>, Lundmark R <sup>a</sup>, Lundgren J <sup>a,\*\*</sup>

<sup>a</sup> Luleå University of Technology, <sup>b</sup> Chalmers University of Technology

\* Corresponding author: [elisabeth.wetterlund@ltu.se](mailto:elisabeth.wetterlund@ltu.se), +46 920 491056

\*\* Presenting author: [joakim.lundgren@ltu.se](mailto:joakim.lundgren@ltu.se), +46 920 491307

## Background

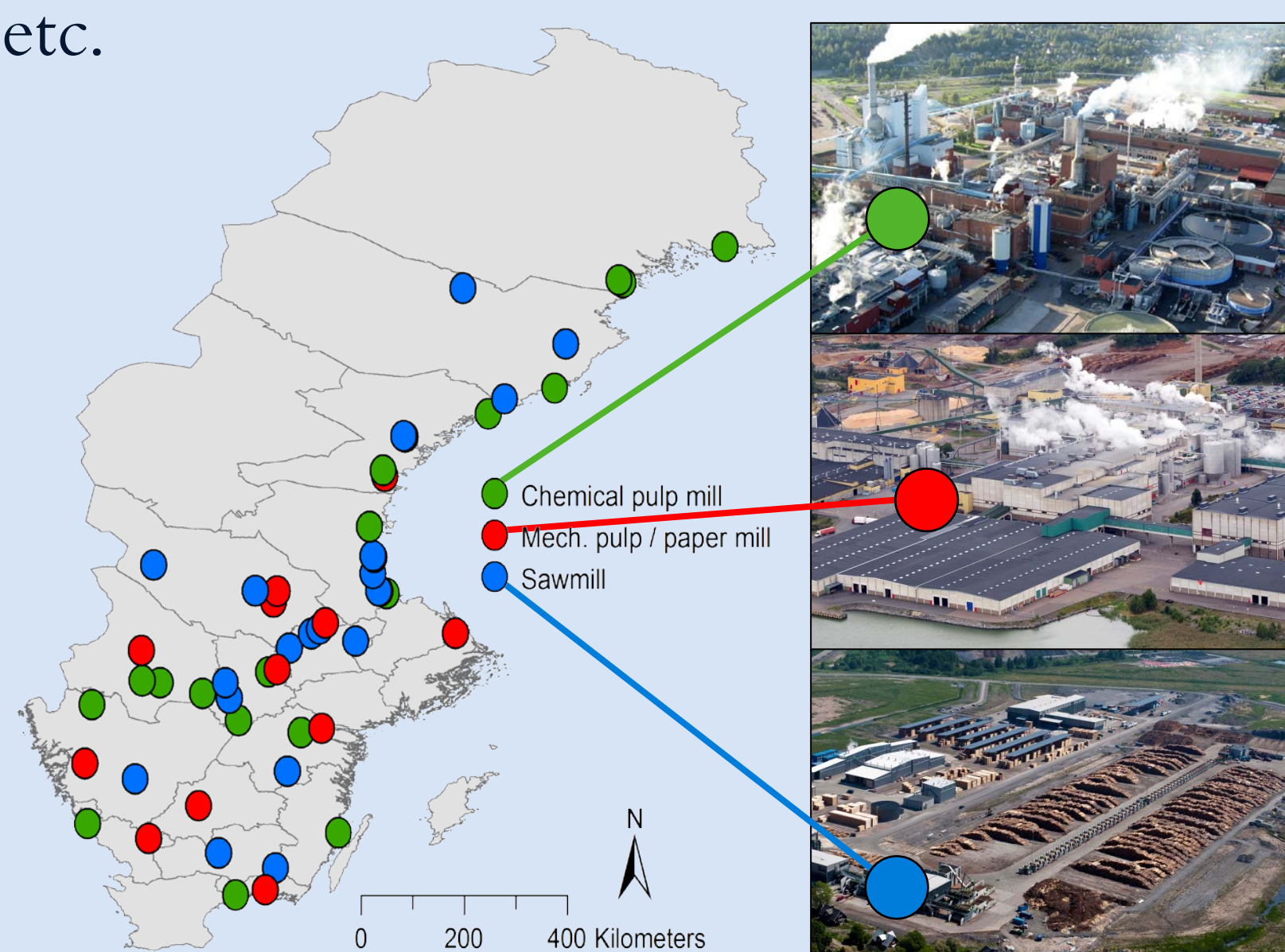
- High availability of forest biomass in Sweden – interesting for large-scale production of next-generation biofuels.
- Feedstock supply chain challenges related to large plant sizes, competition from other sectors, and transport distances.
- Co-location with forest industry enables high total conversion efficiency and benefits related to feedstock handling and industrial know-how.

## BeWhere Sweden

- Techno-economic geographically explicit optimisation model.
- Analysis of optimal locations and properties of next-generation biofuel production facilities.
- Focus on integrated biofuel production and forest biomass
- Detailed bottom-up studies of integrated fuel production included in top-down model.

## Integration in forest industry

Site-specific conditions and data regarding production, internal energy flows, by-product flows etc.

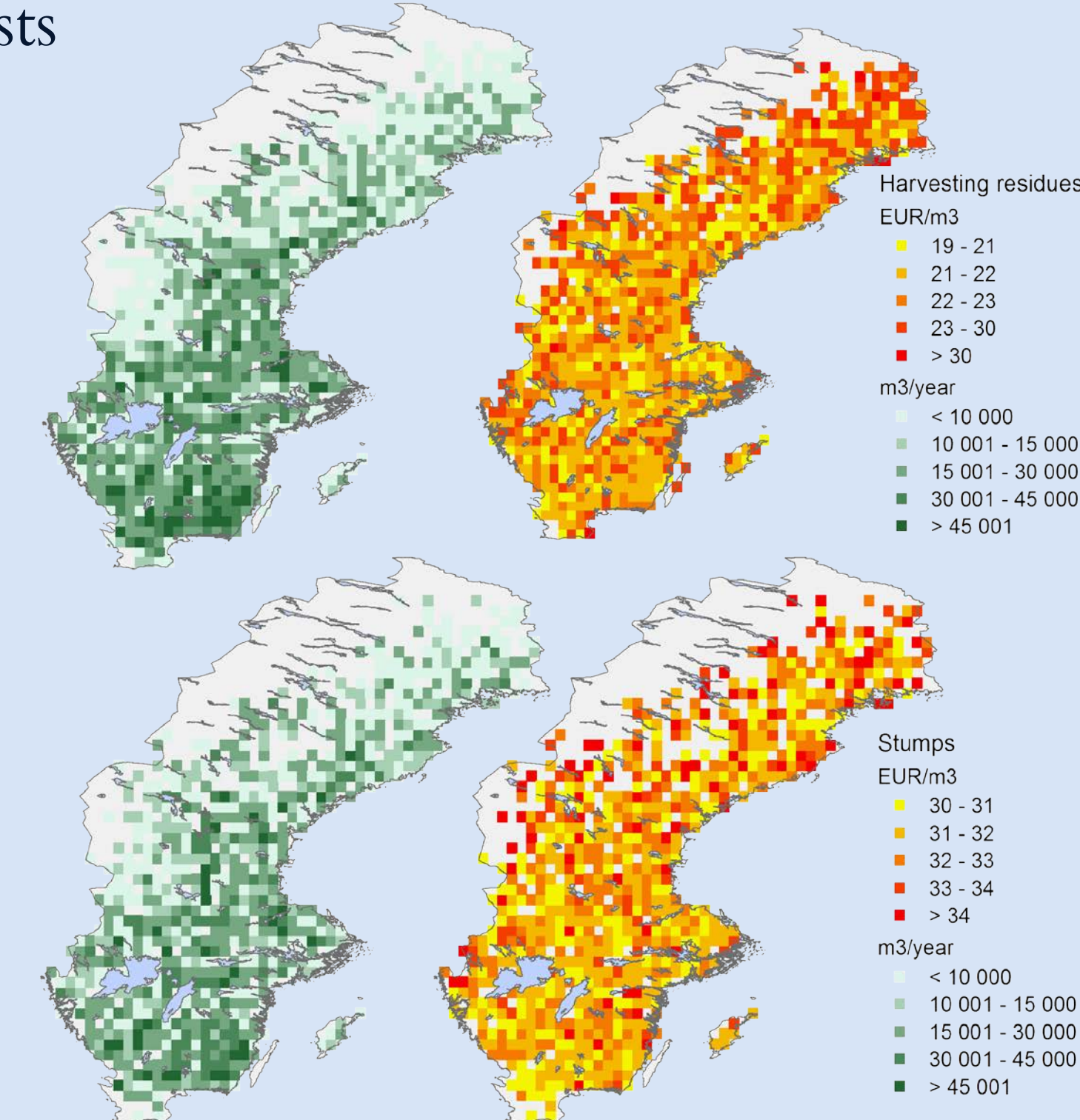


## Energy market parameters

- Energy carrier costs and prices
- Policies (carbon tax, green electricity certificates, biofuel tax reduction)

## Biomass resources

Bottom-up approach for modelling future forest biomass harvesting potentials and costs



## Biofuel production technologies



- Black liquor gasification (BLG) with DME production
- Biomass gasification (BMG) with DME or SNG production
- Hydrolysis and fermentation to lignocellulosic ethanol

## Techno-economic parameters

- Costs for investment and operation
- Production efficiency
- Incremental costs and net energy balances compared to investment in conventional technology

## Transportation

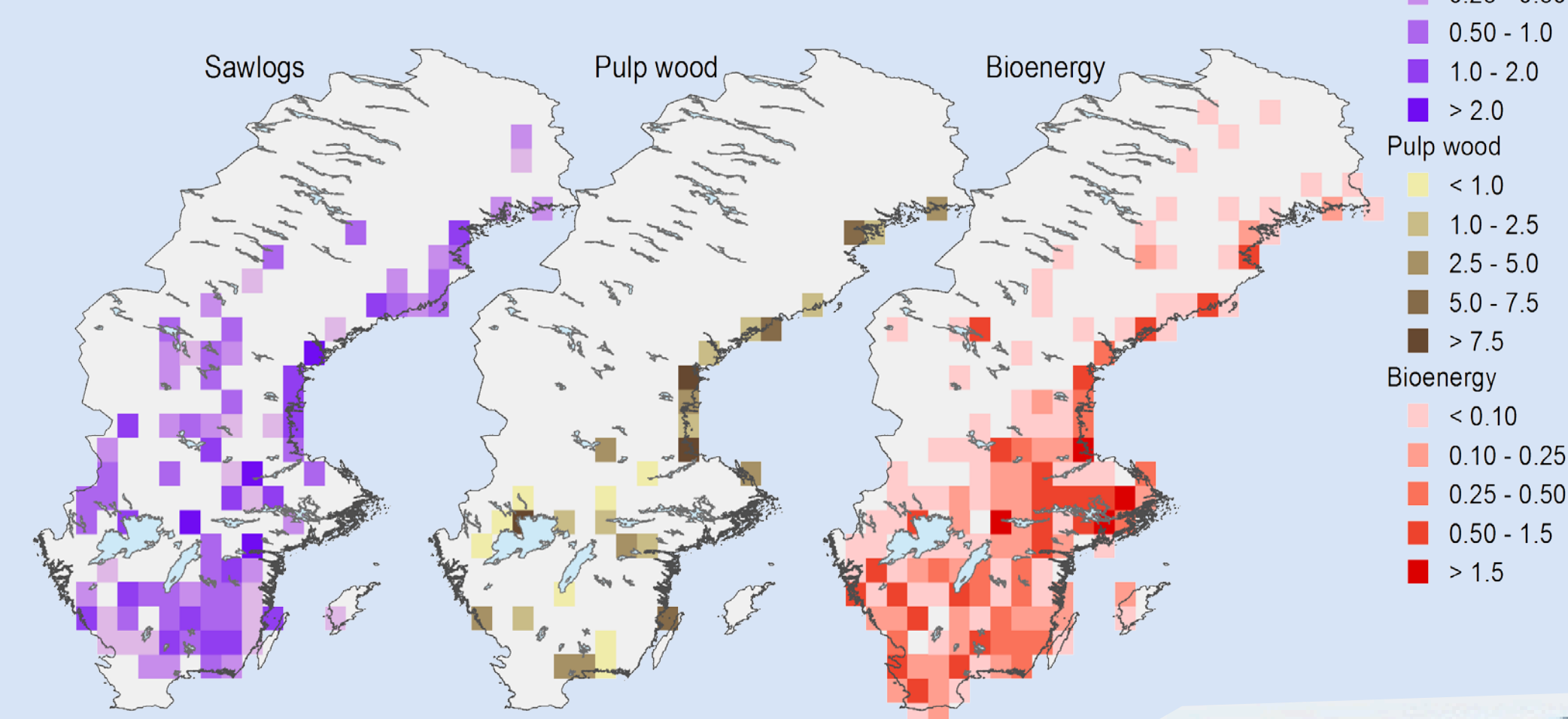
- Road, rail network
- Transportation costs for biomass and biofuels

Cost minimisation of the full supply chain to meet targets for overall forest based biofuel use in Sweden

**BeWhere**

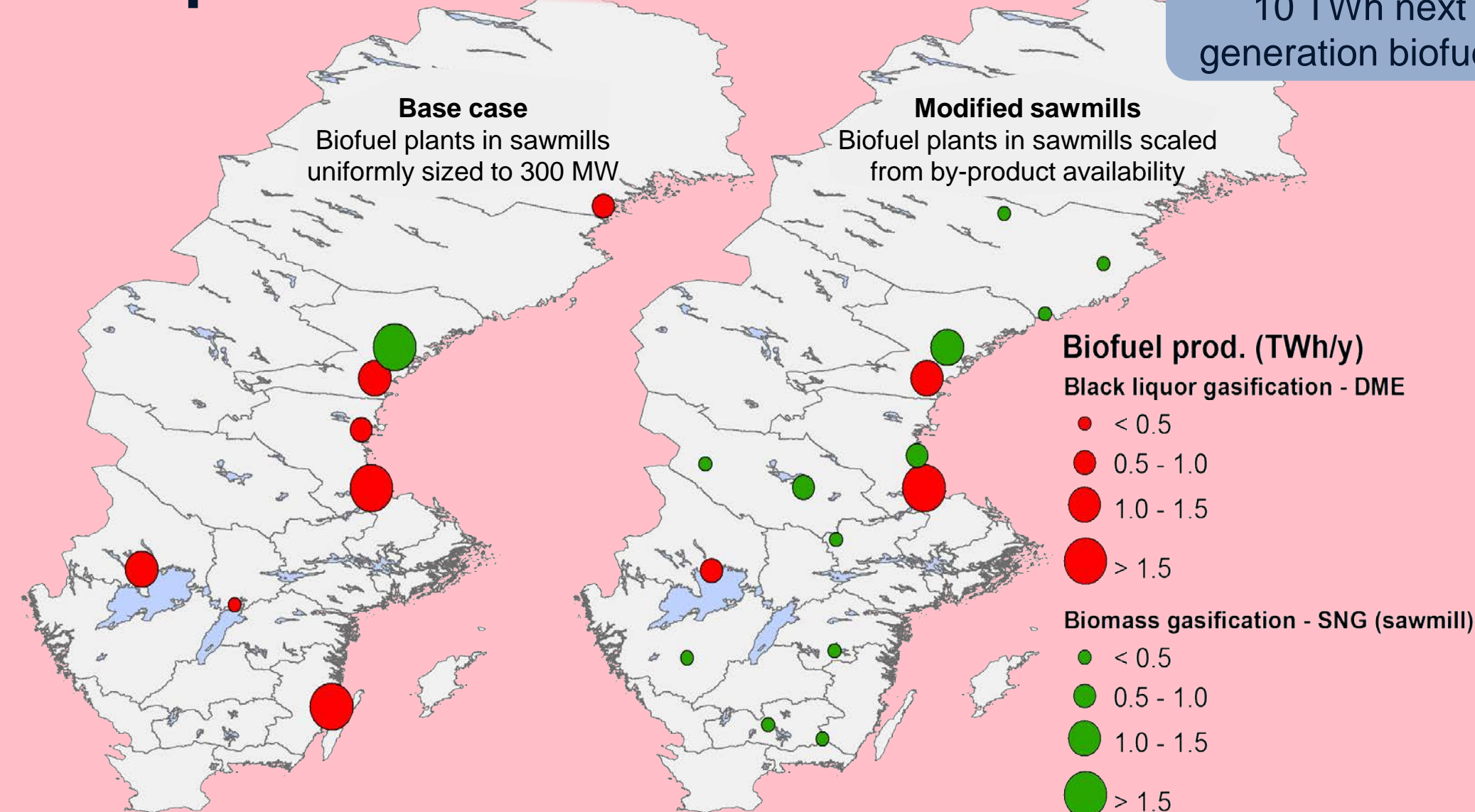
## Competing biomass use

Existing and projected future biomass use in industry and energy sector



## Example of results

Target: 10 TWh next generation biofuels



Optimal pulp mills for BLG based DME production:

- Low specific investment cost
- Low net biomass transport cost

Optimal sawmills for BMG based SNG production:

- Large production of sawn goods and by-products → Low net biomass transport cost

## Conclusions

This study identifies **parameters of high significance for optimal host industries** for integrated biofuel production. Since there is a large variance between different industries of the same type, the results show the advantage of including **site-specific considerations** in this type of energy systems model.

**BeWhere Sweden** considers the entire **biomass to biofuels supply chain** in a geographical context. The model is used to for example test the implementability of **policy targets** for biofuels and other biomass use. It complements more aggregated overall energy systems models.

## Acknowledgement

This poster is the result of a project within the Renewable fuels and systems program, financed by the Swedish Energy Agency and the Swedish Knowledge Centre for Renewable Transportation Fuels (f3) (see [www.f3centre.se](http://www.f3centre.se)).

## More information

[www.ltu.se/bewhere](http://www.ltu.se/bewhere)  
[www.iiasa.ac.at/bewhere](http://www.iiasa.ac.at/bewhere)



## Source

Pettersson K, Wetterlund E, et al. (2015), *Integration of next-generation biofuel production in the Swedish forest industry – A geographically explicit approach*. *Applied Energy* 154, pp. 317-332.

LULEÅ  
UNIVERSITY  
OF TECHNOLOGY