

# Economic and environmental assessment of different battery technologies for different grid network applications

Prof. Dr. Tobias Schmidt, Energy Politics Group, ETH Zurich; 68<sup>th</sup> LCA Discussion Forum, April 15, 2018

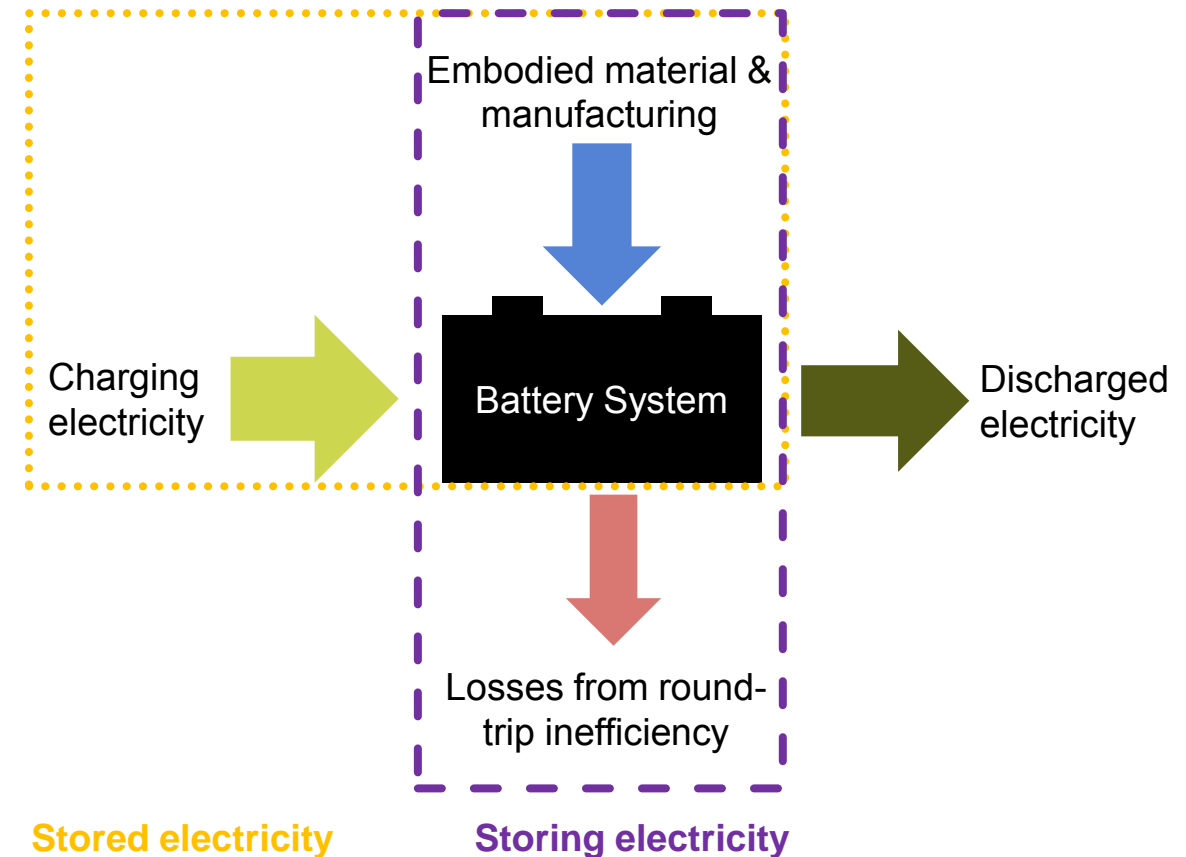
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# To which extent can stationary battery systems support the transition to a low-cost, decarbonized electricity sector?

- Stationary batteries as potential technological lever enabling high shares of intermittent RE
- But the **additional** use of batteries leads to **additional emissions** and **cost**
- There might be **potential trade-offs** between emissions and cost dimensions (e.g., between technologies)
- Very few studies have analyzed life-cycle emissions (LCE) and cost (LCC) consistently
- They analyze the cost of **stored** electricity, but we are interested in the **additional** LCE and LCC that stem from **storing** electricity in a battery storage system
- Effect of **geography** on LCE and LCC is also hardly analyzed
- **Comparisons** thus far rather arbitrary

RQ: How do the additional LCE and LCC of leading battery technologies compare that are caused by storing electricity in different grid applications and geographies?



# We perform a consistent assessment of 6 battery technologies in 5 different applications and three geographies

## Technologies:

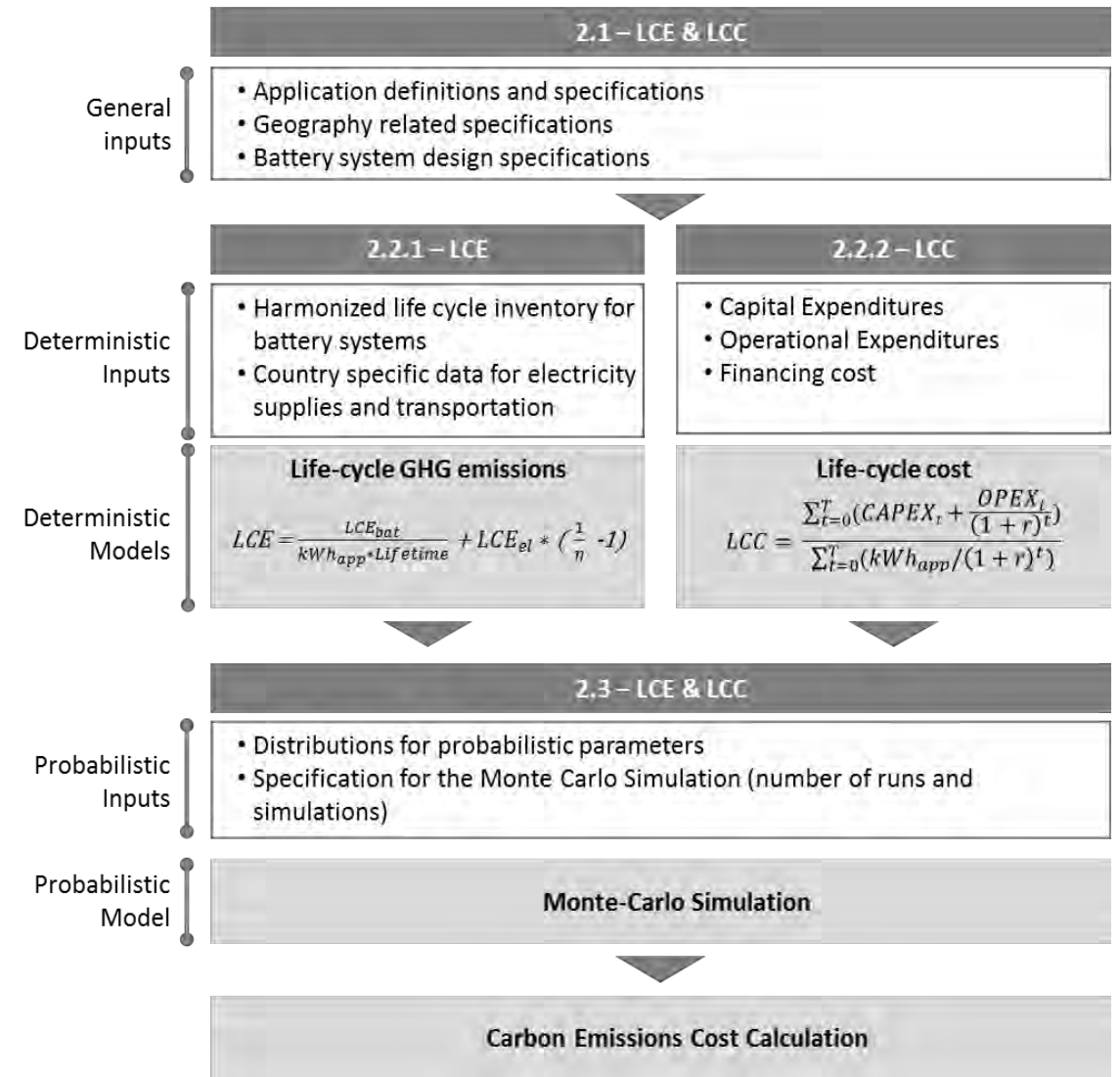
- Lithium-ion anode materials:
  - lithium iron phosphate (LFP)
  - lithium titanium oxide (LTO)
  - lithium nickel cobalt aluminum oxide (NCA)
  - lithium nickel manganese cobalt oxide (NMC)
- Vanadium Redox Flow (VRF)
- Lead-Acid (VRF/PB)

## Applications:

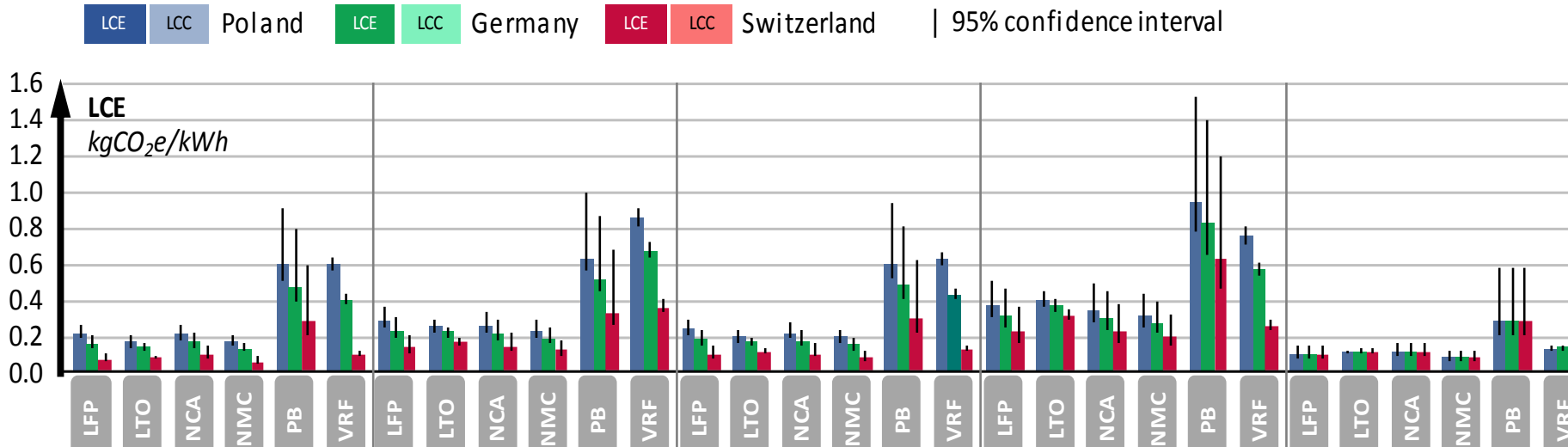
- Wholesale Arbitrage (WA)
- Area & Frequency Regulation (AF)
- Transmission & Distribution Grid Upgrade Deferral (TD)
- Demand Peak Shaving (PS)
- Increase of PV electricity Self-Consumption (SC)

## Countries:

- Poland (high emissions, low cost of electricity)
- Switzerland (low emissions, high cost of electricity)
- Germany (in between)



# Results 1: Life-cycle emissions (LCE) and cost (LCC) by battery technology and application



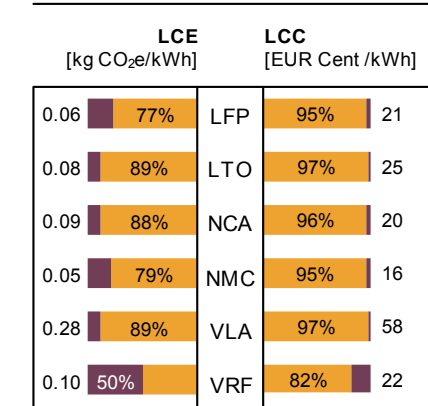
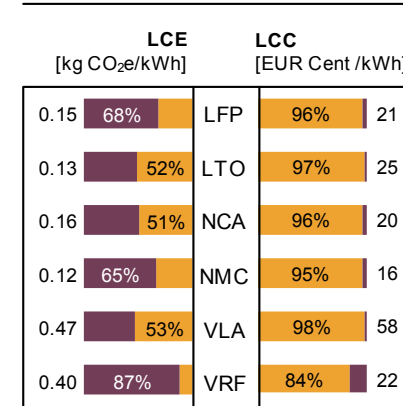
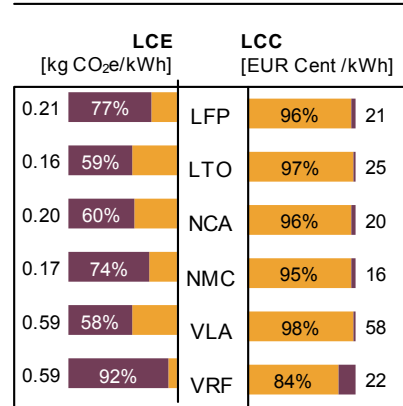
- Major between-application differences
- Major between-country differences regarding LCE
- Mostly between-technology differences regarding LCC

Wholesale Arbitrage (WA) | Area & Freq. Reg. (AF) | T&D Upgrade Deferral (TD) | Demand Peak Shaving (PS) | Increase of Self-Cons. (SC)

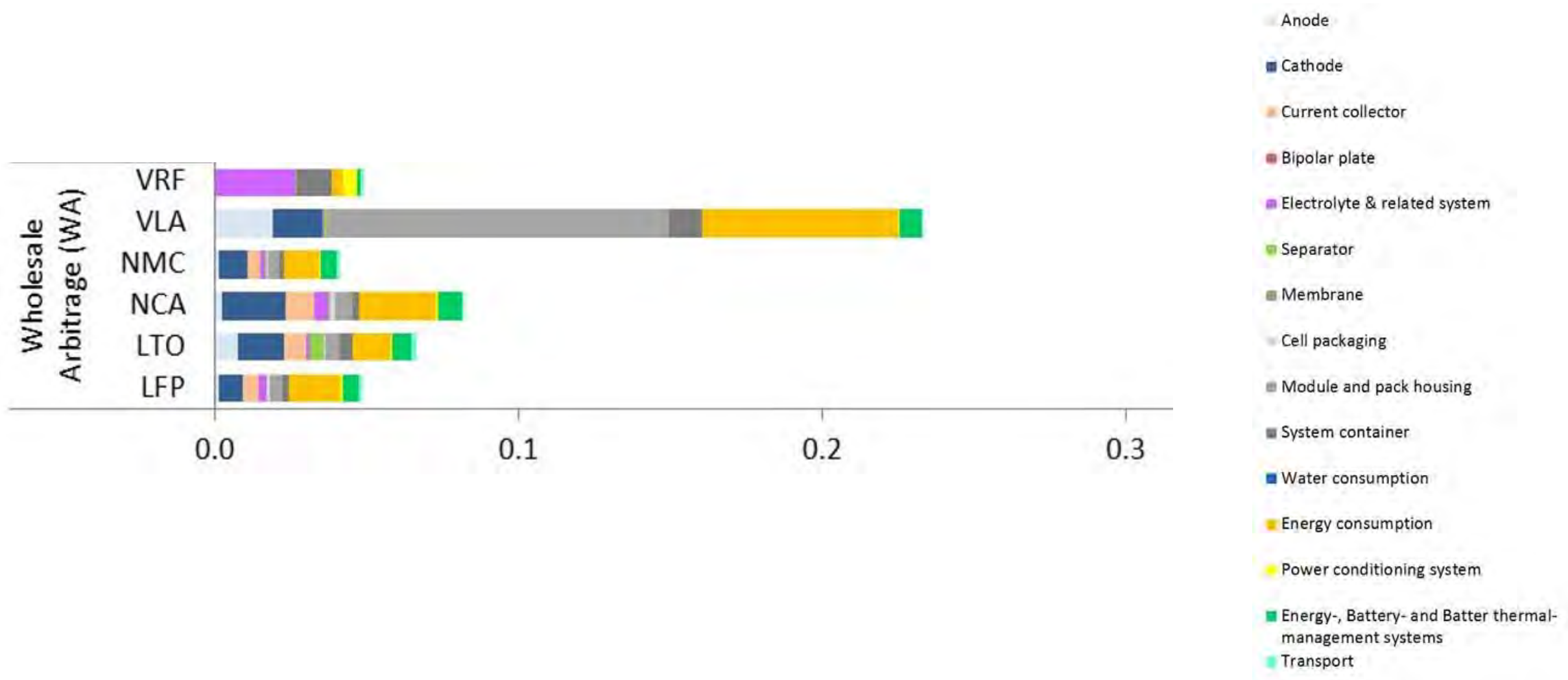
# Results 1: Contributions of the manufacturing- and use-phase

- Pre-use phase  
(incl. Integration,  
logistics, replacement)
  
- Use  
Phase

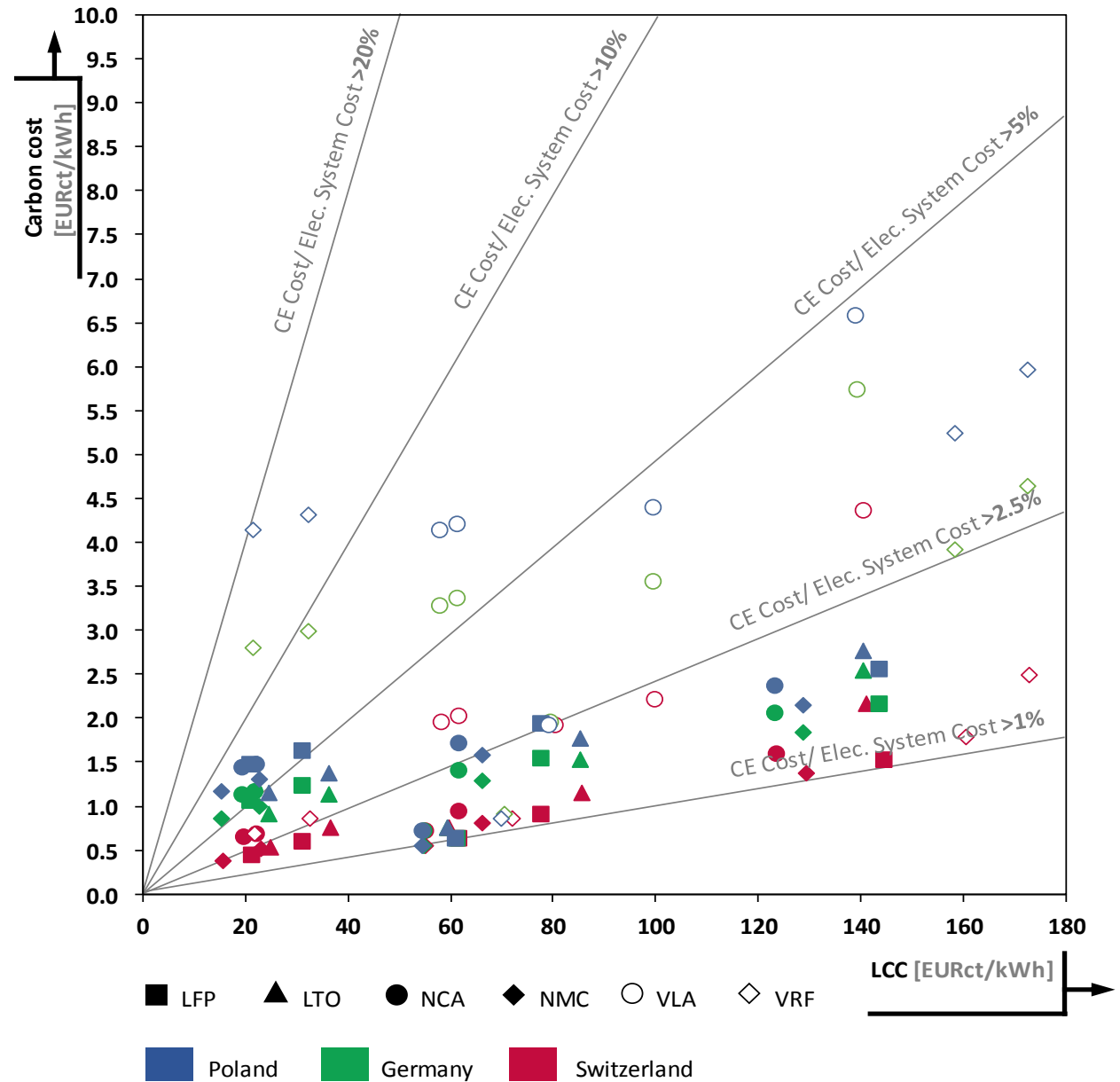
Wholesale  
Arbitrage (WA)



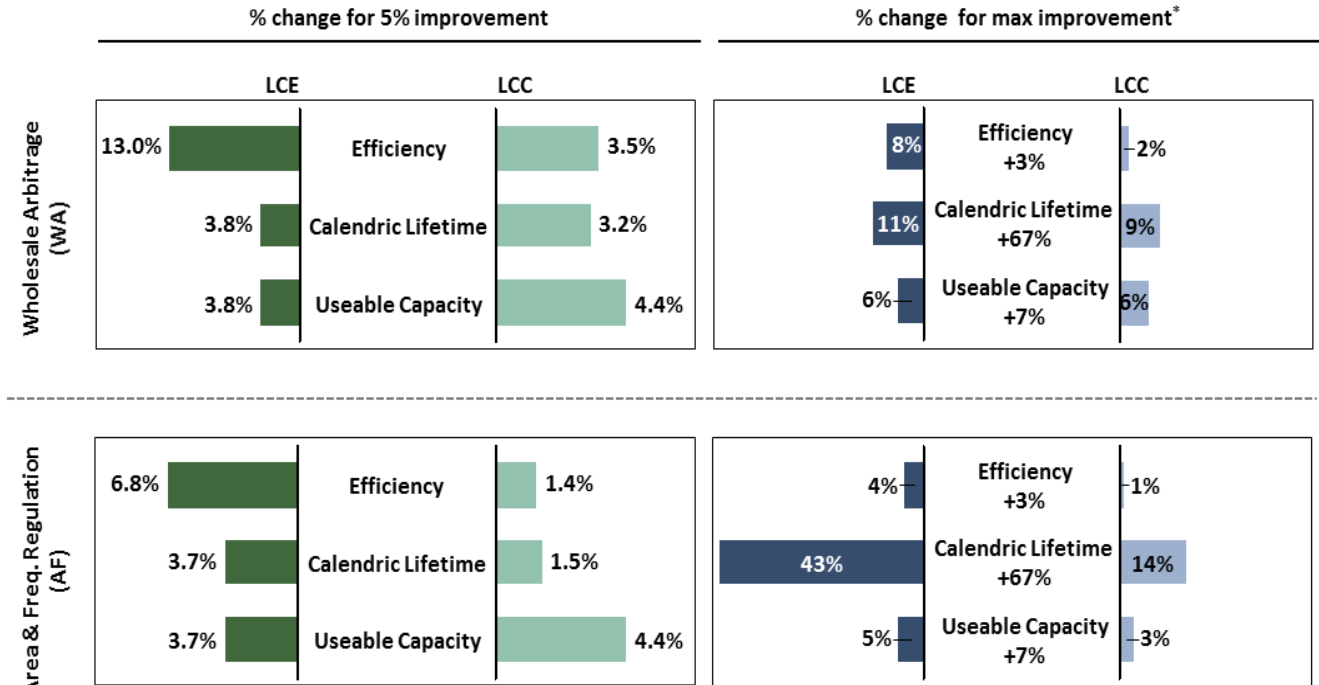
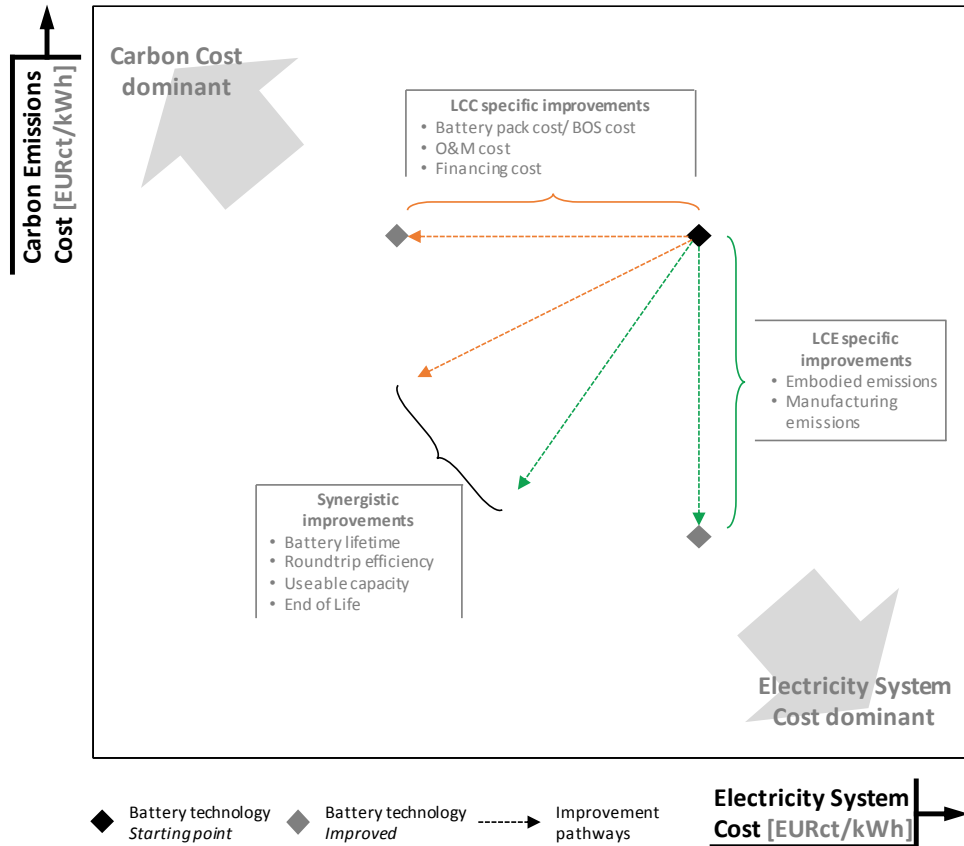
# Results 3: Contribution of manufacturing-related emissions to LCE



# Results 4: Comparison of carbon and life-cycle cost of storing electricity in battery systems



# Discussion: What are levers to further improvements be achieved along both dimension?



\*Maximum of range described in the distribution per parameter



**Thank you for your attention!**

**For more information please see**  
**[www.epg.ethz.ch](http://www.epg.ethz.ch)**

**Table 1** Common specification of battery applications which are assumed for our LCE and LCC analyses.

| <b>Abbr.</b> | <b>Application</b>                  | <b>Site</b>                     | <b>Power delivered per cycle [kW]</b> | <b>Energy delivered per cycle [kWh]</b> | <b>Energy-to-Power Ratio</b> | <b>Usage [#cycles p.a.]</b> | <b>Energy delivered [kWh p.a.]</b> |
|--------------|-------------------------------------|---------------------------------|---------------------------------------|---|------------------------------|-----------------------------|------------------------------------|
| <i>WA</i>    | <i>Wholesale Arbitrage</i>          | <i>Generation/ Grid site</i>    | 10,000                                | 60,000                                  | 6                            | 365                         | 21,900,000                         |
| <i>AF</i>    | <i>Area &amp; Freq. Regulation</i>  | <i>Generation/ Grid site</i>    | 10,000                                | 5,000                                   | 0.5                          | 176                         | 880,000                            |
| <i>TD</i>    | <i>T&amp;D Upgrade Deferral</i>     | <i>Grid site</i>                | 10,000                                | 50,000                                  | 5                            | 250                         | 12,500,000                         |
| <i>PS</i>    | <i>Demand Peak Shaving</i>          | <i>C&amp;I sites</i>            | 125                                   | 250                                     | 2                            | 104                         | 26,071                             |
| <i>SC</i>    | <i>Increase of Self-Consumption</i> | <i>Residential end-consumer</i> | 2.5                                   | 5                                       | 2                            | 250                         | 1,250                              |

| <b>Abbr.</b> | <b>Item/<br/>Application</b>             | <b>Units</b>             | <b>Poland</b> | <b>Germany</b> | <b>Switzerland</b> |
|--------------|--|--------------------------|---------------|----------------|--------------------|
| <b>WA</b>    | <i>Wholesale<br/>Arbitrage</i>           | kg CO <sub>2</sub> e/kWh | 1.043         | 0.673          | 0.094              |
|              |  | EUR cent/kWh             | 3             | 2.9            | 3.8                |
| <b>AF</b>    | <i>Area &amp; Freq.<br/>Regulation</i>   | kg CO <sub>2</sub> e/kWh | 1.043         | 0.673          | 0.094              |
|              |  | EUR cent/kWh             | 3             | 2.9            | 3.8                |
| <b>TD</b>    | <i>T&amp;D Upgrade<br/>Deferral</i>      | kg CO <sub>2</sub> e/kWh | 1.043         | 0.673          | 0.094              |
|              |  | EUR cent/kWh             | 3             | 2.9            | 3.8                |
| <b>PS</b>    | <i>Demand Peak<br/>Shaving</i>           | kg CO <sub>2</sub> e/kWh | 1.043         | 0.673          | 0.094              |
|              |  | EUR cent/kWh             | 7.6           | 7.9            | 12.3               |
| <b>SC</b>    | <i>Increase of Self-<br/>Consumption</i> | kg CO <sub>2</sub> e/kWh | 0.091         | 0.101          | 0.095              |
|              |  | EUR cent/kWh             | 11            | 12             | 15                 |