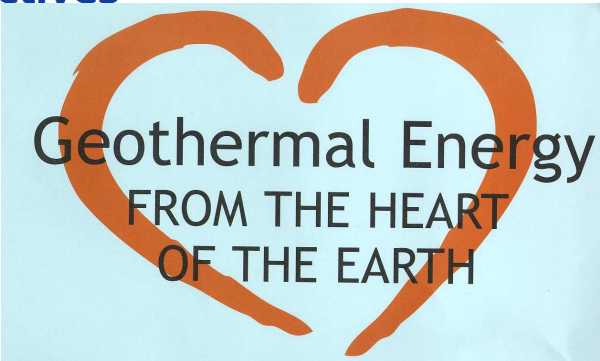


Enel
Green Power

**Geothermal Energy: technological and
economical perspectives**

Trieste, November 2011




Geothermal Energy
FROM THE HEART
OF THE EARTH

Summary

Uso: inserire classificazione

- **What Is Geothermal Energy?**
- **Geothermal System**
- **Geothermal Power Plant**
- **Electricity: present and future**
- **Green Field Evaluation**
- **Conclusion**



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Geothermal Energy

2

Uso: inserire classificazione

What is Geothermal Energy?



"Geothermal Energy"
From Greek **gêo** (earth) e **thermòs** (heat)

Heat inside the Earth.

"Geothermal resource"
That part of heat that can be utilized.

"Geothermal energy" is often used to indicate that part of the Earth's heat that can be recovered and exploited by man.

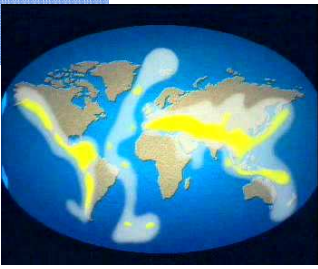
Geothermal Energy

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3


Uso: inserire classificazione

What is Geothermal Energy?



In some region of the Earth the heat flux is enhanced and up to ten times more than the average value. In such area there are volcanic phenomena and seismic activities.

200 million years ago all the continents were merged in a single unit: *Pangea*.



The drift of the continents above the mantle formed the present dynamic situation of the Earth surface, with the presence of tectonic plates.

The plates boundaries are the "hot area of the Earth's surface".

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Uso: inserire classificazione

What is Geothermal Energy?



Geothermal Energy

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Uso: inserire classificazione

What is Geothermal Energy?

Present electricity utilization **700×10^{12} MJ**

Even limiting to the first 3 km under the continental platforms in accessible latitudinous, the amount of geothermal heat will be **40×10^{18} MJ**

About 60,000 times the present consumption
but available at a low average temperature

The thermal energy of the Earth is therefore immense,
but only a fraction can be utilized by man.

The average heat flux under the
Crust of the continent in the order of
 65 mW/m^2

Total thermal capacity generating from geothermal
processes **$10 \text{ TW} = 300 \text{ EJ/year}$**

Geothermal Energy

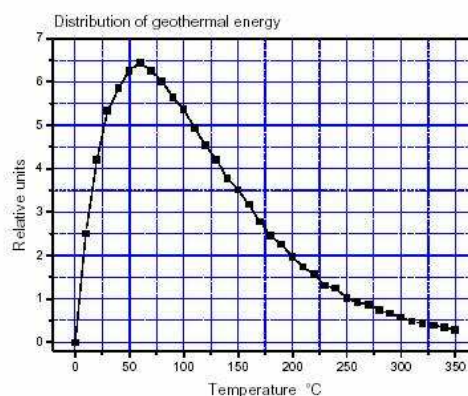
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What is Geothermal Energy?

The thermal energy of the Earth is therefore immense, but only a fraction can be utilized by man, because *this heat is available at a low average temperature*

So far our utilization of this energy has been limited to areas in which geological conditions permit a carrier (water in the liquid phase or steam) to "transfer" the heat from deep hot zones to or near the surface, thus giving rise to geothermal resources.



Geothermal Energy

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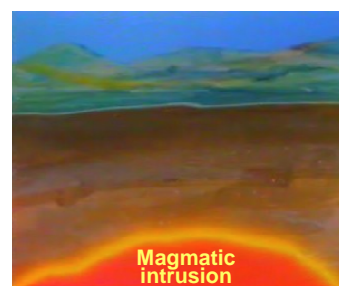


What is Geothermal Energy?



When magma reached the surface, it can originate volcanic eruptions.

..or it can create magmatic intrusion, which are the sources of the geothermal heat at depth of few kilometers.



The presence of the heat source alone is not enough for creating a "geothermal resource".

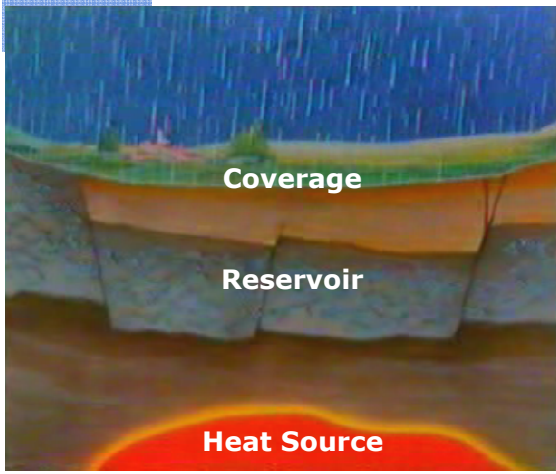
Geothermal Energy

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Uso: inserire classificazione

What is Geothermal Energy?




It is necessary the presence of an **heat source** nearby the surface.

It is necessary to have a **reservoir**, i.e. a **porous and fractured rock system**, where there are **fluids** (water or steam), which can be used as carrier of the heat

It is necessary to have an **impermeable coverage**, for keeping the fluid and the heat in a confined space.

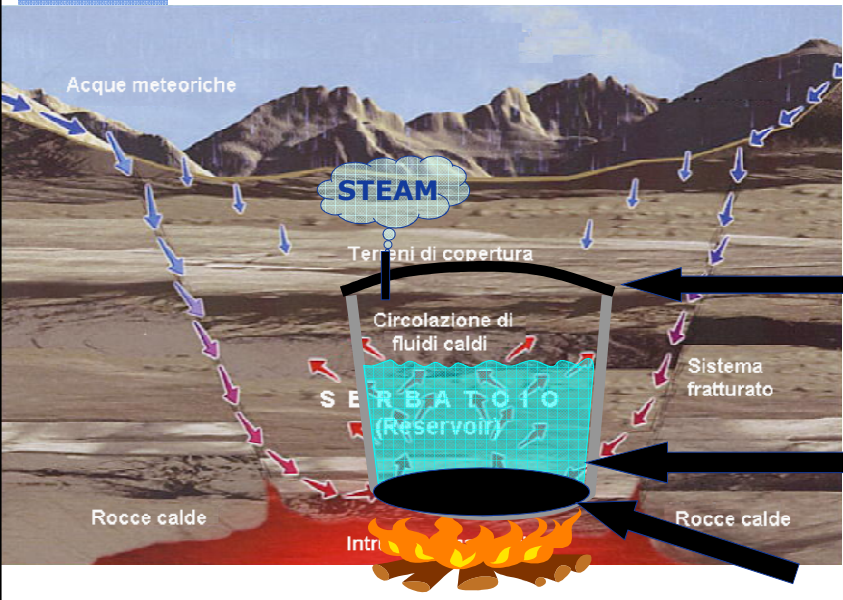
In a geothermal system the meteoric waters are trapped in the reservoir, are heated and it is activated a natural convective circulation, driving the heat up to the surface.


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Geothermal Energy

Uso: inserire classificazione

Geothermal System



Acque meteoriche

STEAM

Treni di copertura

Circolazione di fluidi caldi

S E R B A T O I O (Reservoir)

Sistema fratturato


Rocce calde

Impermeable coverage

Heat source

Impermeable basement

Reservoir: fluid inside a porous and permeable rock


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Geothermal Energy

Geothermal System

Uso: inserire classificazione



Geyser - Iceland

Boiling spring - USA

Geothermal Energy

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Geothermal System

Uso: inserire classificazione



El Tatio- Chile

Geothermal Energy

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Geothermal System

Uso: inserire classificazione



Montieri 1 well: 200t/h of dry steam → 20 MW, Italian Record

Geothermal Energy

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Geothermal System

Uso: inserire classificazione

What is a *geothermal system* and what happens in such a system? It can be described schematically as **"convecting water in the upper crust of the Earth, which, in a confined space, transfers heat from a heat source to a heat sink, usually the free surface"**.

three main elements:

a **heat source**

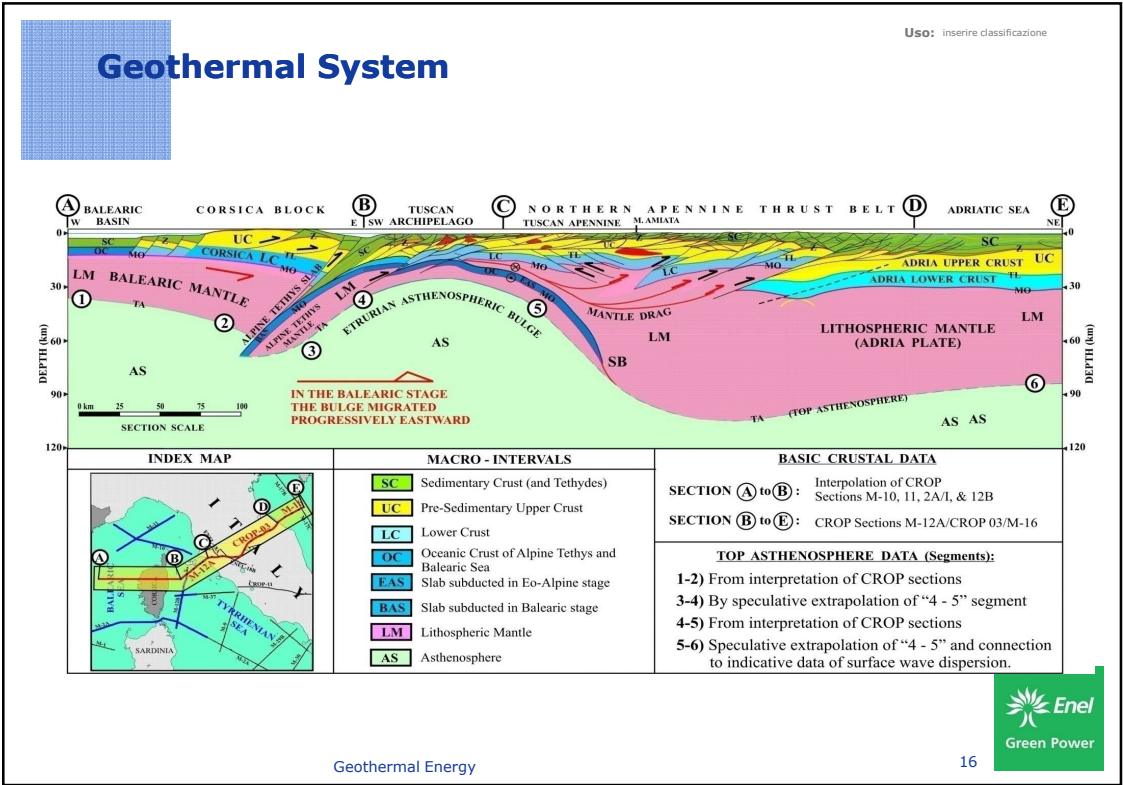
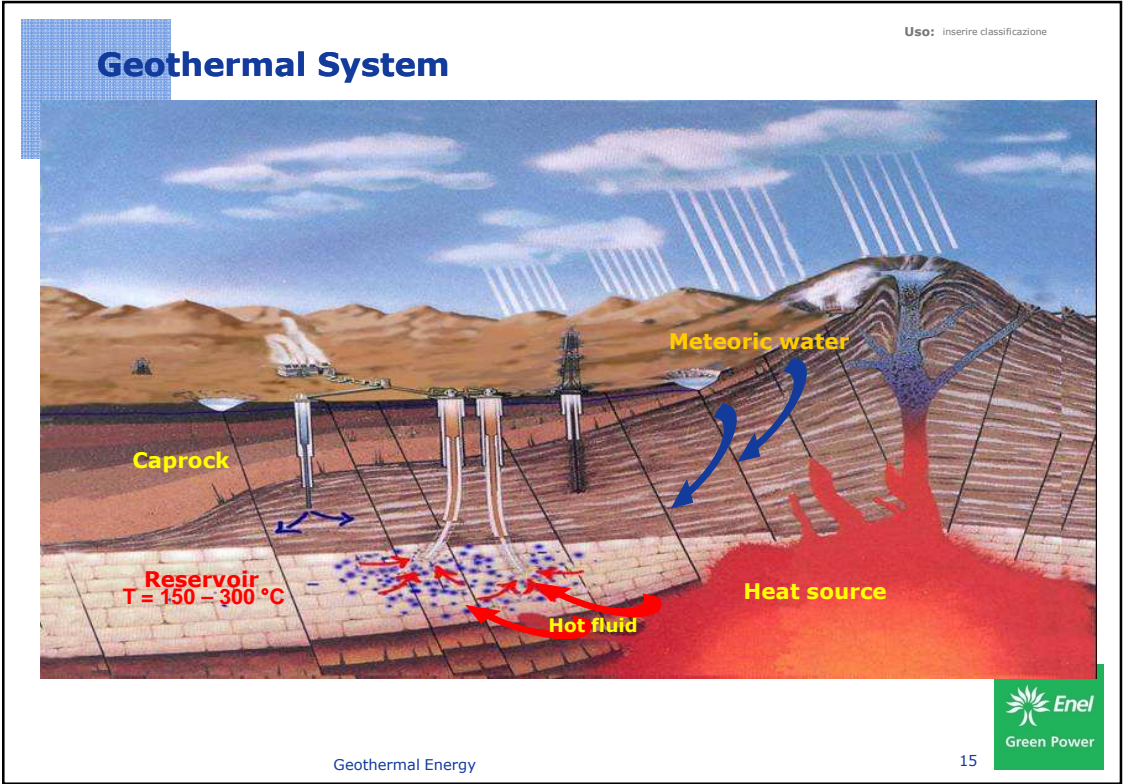
a **reservoir**

a **fluid** , which is the carrier that transfers the heat.

Geothermal Energy

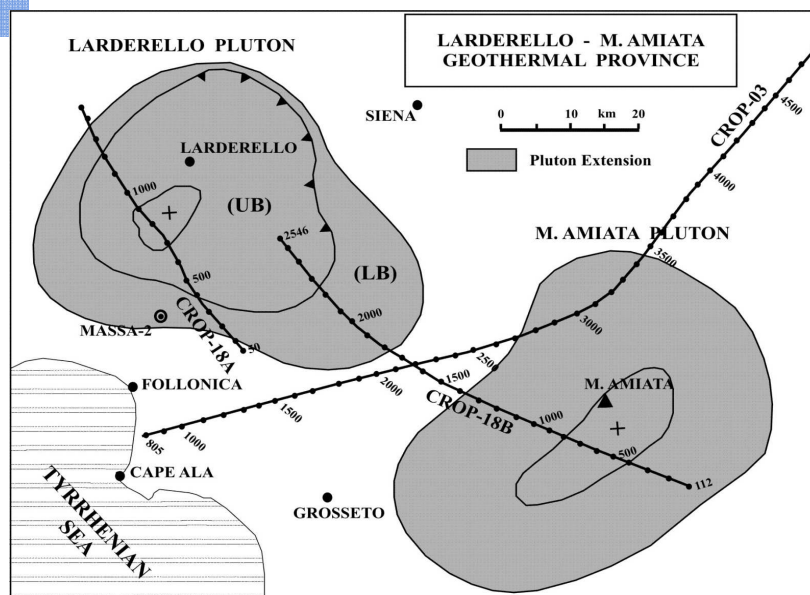
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Geothermal System

Uso: inserire classificazione



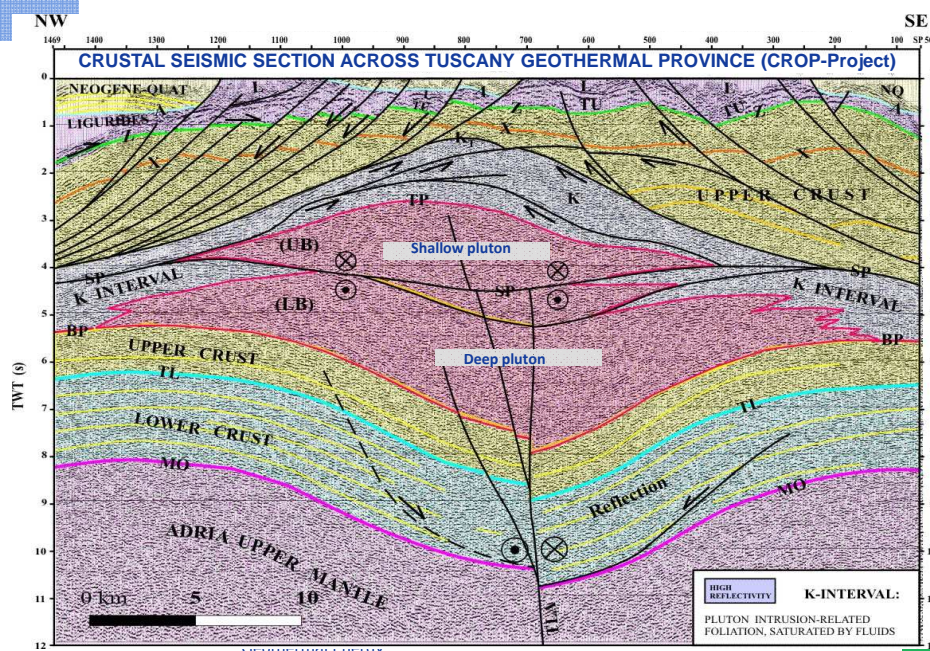
Geothermal Energy

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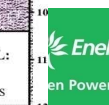


Geothermal System

Uso: inserire classificazione

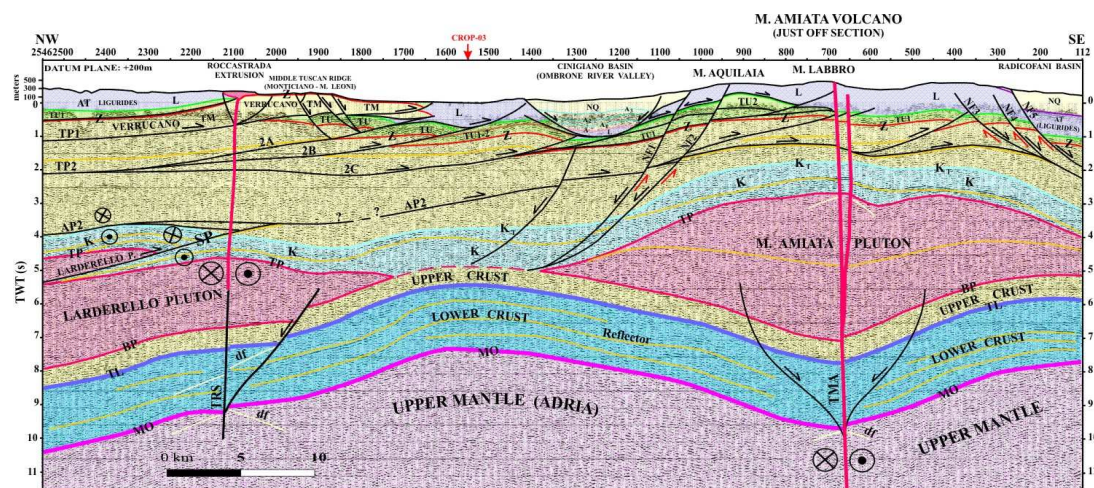


Geothermal Energy



Geothermal System

Uso: inserire classificazione



Geothermal Energy

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Geothermal System

Uso: inserire classificazione



Lagoncelli, putizze and old wells
San Federico c/o Lago Boracifero



"Bocca della Balena"
(Whale Mouth)
Bagni San Filippo

Geothermal Energy

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Geothermal System

Uso: inserire classificazione



Geothermal manifestation
Monterotondo Marittimo

Mud Lagoncelli
Sant'Adriana

Geothermal Energy

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Geothermal System

Uso: inserire classificazione

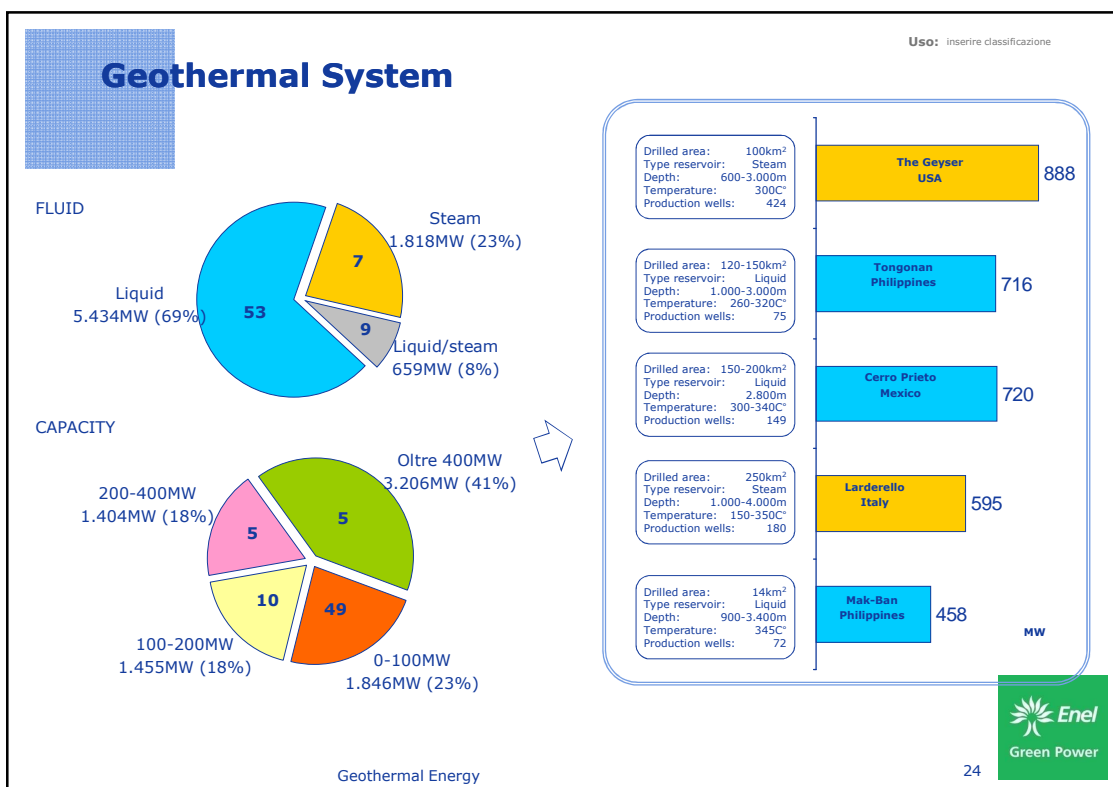
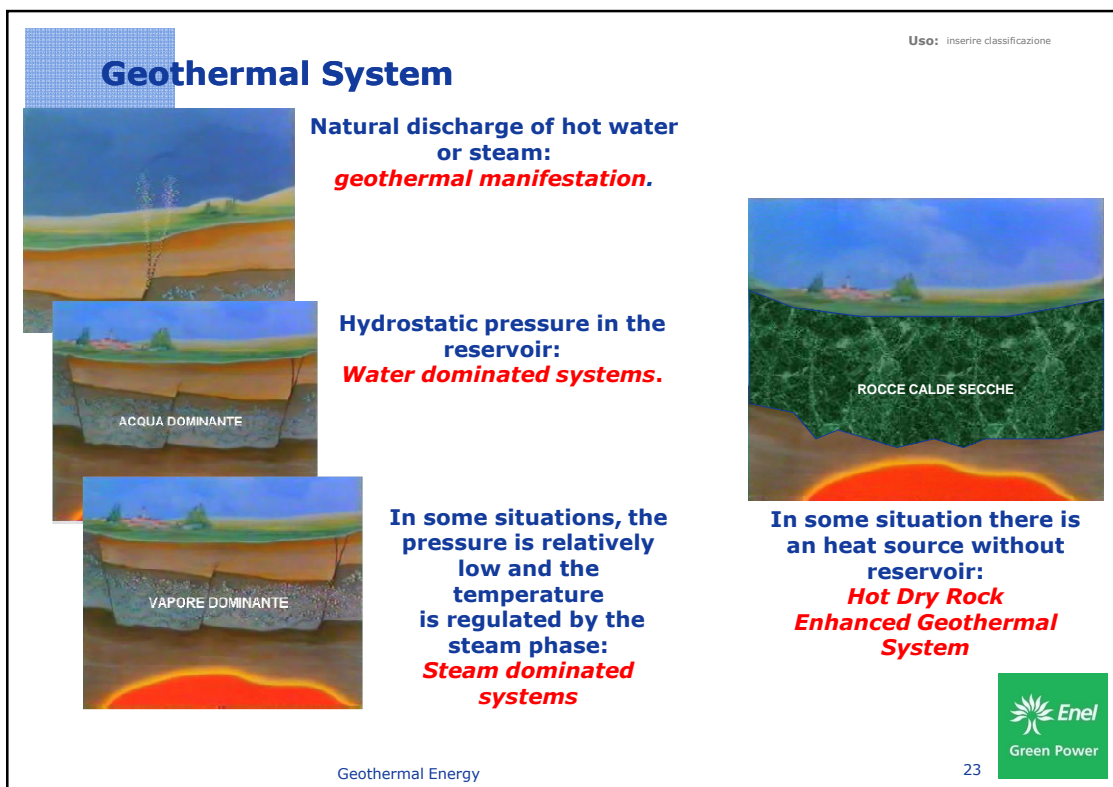


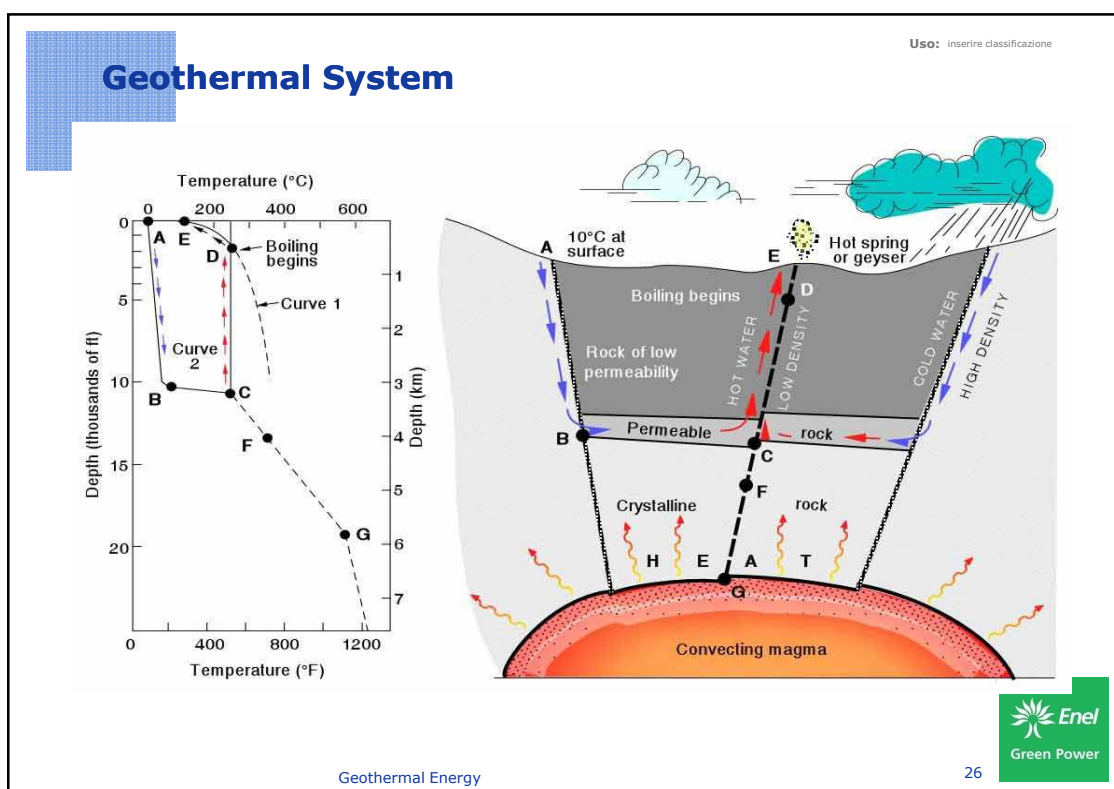
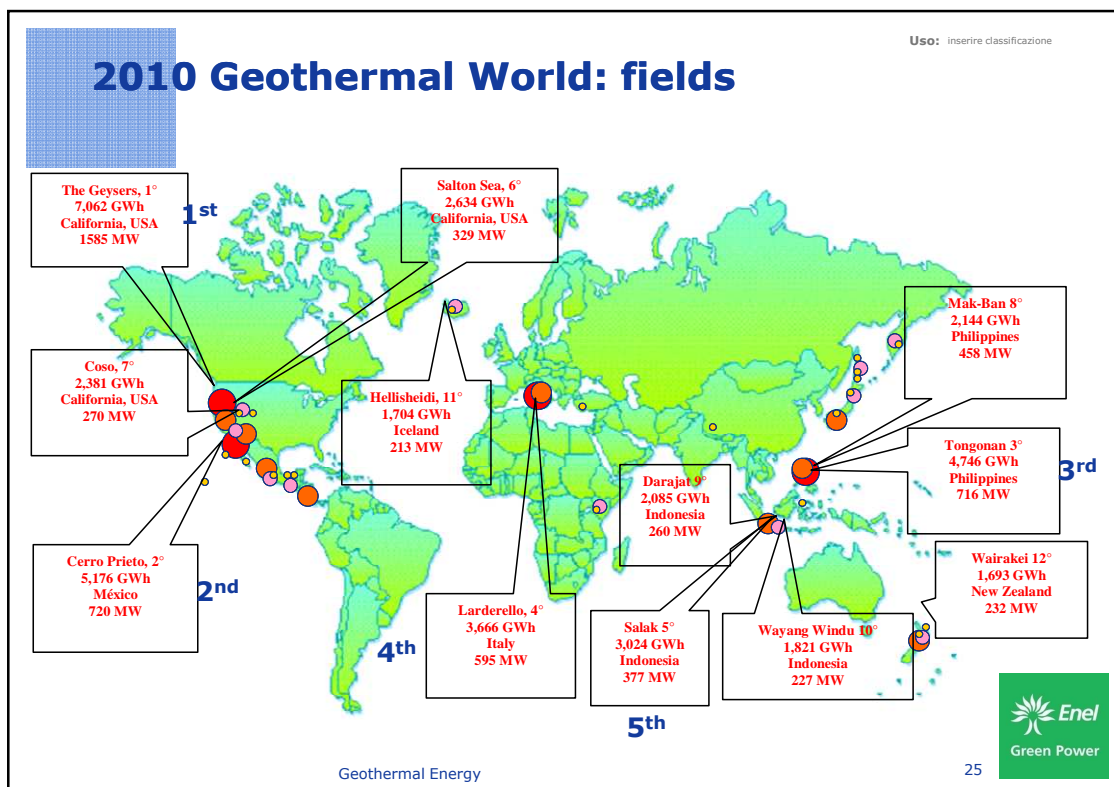
Champagne pool – New Zealand

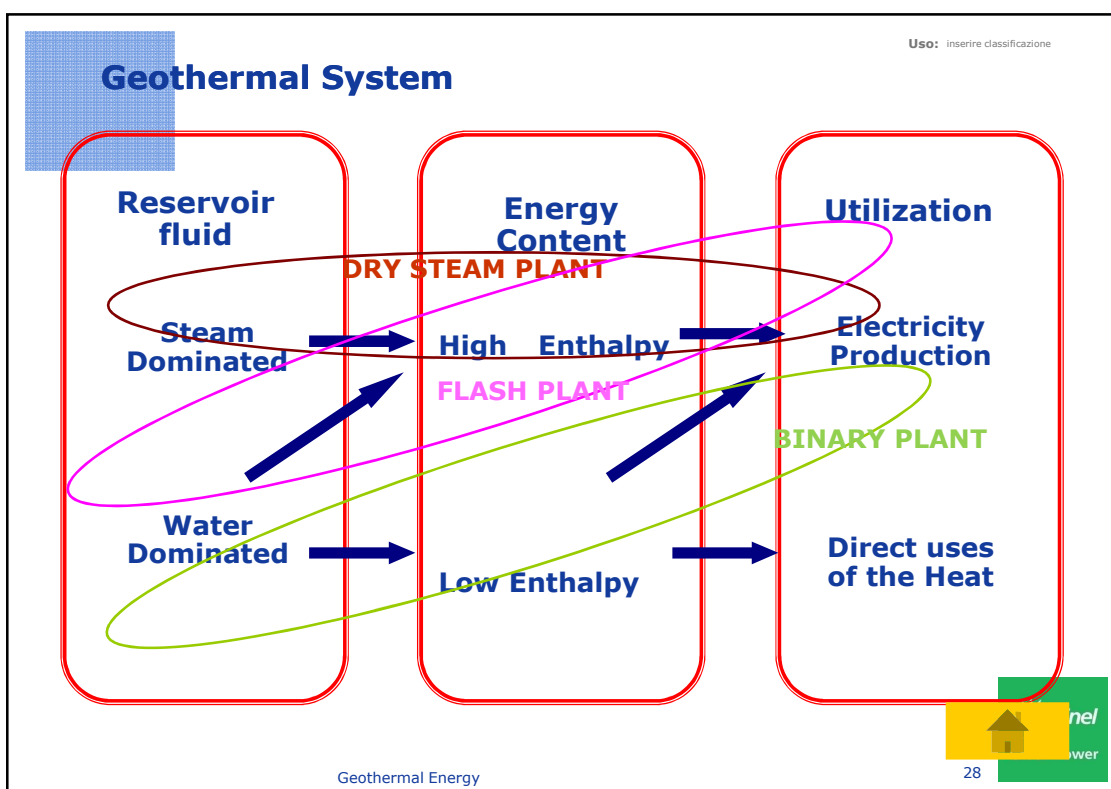
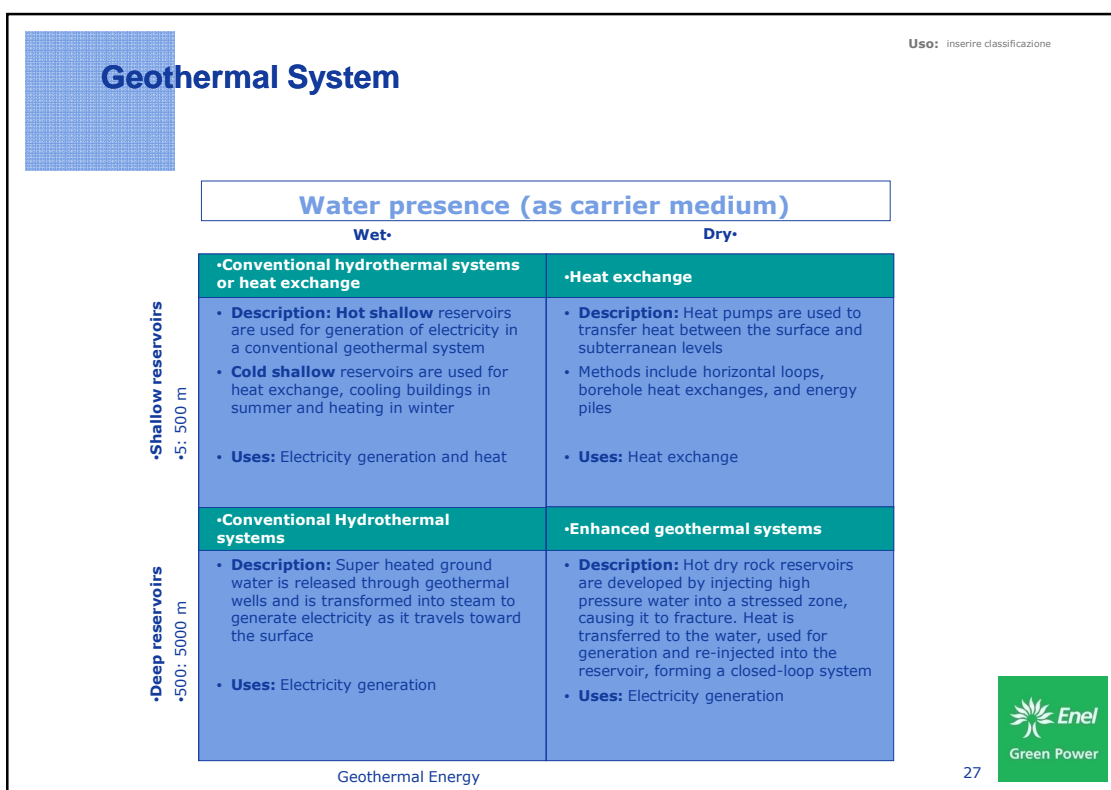
Geothermal Energy

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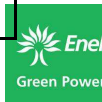


2010 Geothermal World: installed >500 MW









COUNTRY	2005 MW	2005 GWh	2010 MW	2010 GWh
 USA	2,564	16,840	3,093	16,603
 PHILIPPINES	1,930	9,253	1,904	10,311
 INDONESIA	797	6,085	1,197	9,600
 MEXICO	953	6,282	958	7,047
 ITALY	791	5,340	843	5,520
 NEW ZEALAND	435	2,774	628	4,055
 ICELAND	202	1,483	575	4,597
 JAPAN	535	3,467	536	3,064

Geothermal Energy

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2010 Geothermal World: increases >50 MW









COUNTRY	2010 MW	2010 GWh	NEW MW	NEW GWh
 USA	3,093	16,603	530	-237
 INDONESIA	1,197	9,600	400	3,515
 ICELAND	575	4,597	373	3,114
 NEW ZEALAND	628	4,055	193	1,281
 TURKEY	82	490	62	385
 EL SALVADOR	204	1,422	53	455
 ITALY	843	5,520	52	180
 PAPUA-NEW GUINEA	56	450	50	433

Geothermal Energy

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2010 Geothermal World: increases > 50 %

	COUNTRY	NEW MW	NEW GWh	%MW	%GWh
	GERMANY	6	49	2,774%	3,249%
	PAPUA-NEW GUINEA	50	433	833%	2,547%
	AUSTRALIA	1	0	633%	-5%
	TURKEY	62	385	308%	368%
	ICELAND	373	3,114	184%	210%
	PORTUGAL	13	85	78%	94%
	GUATEMALA	19	77	58%	36%
	INDONESIA	400	3,515	50%	58%

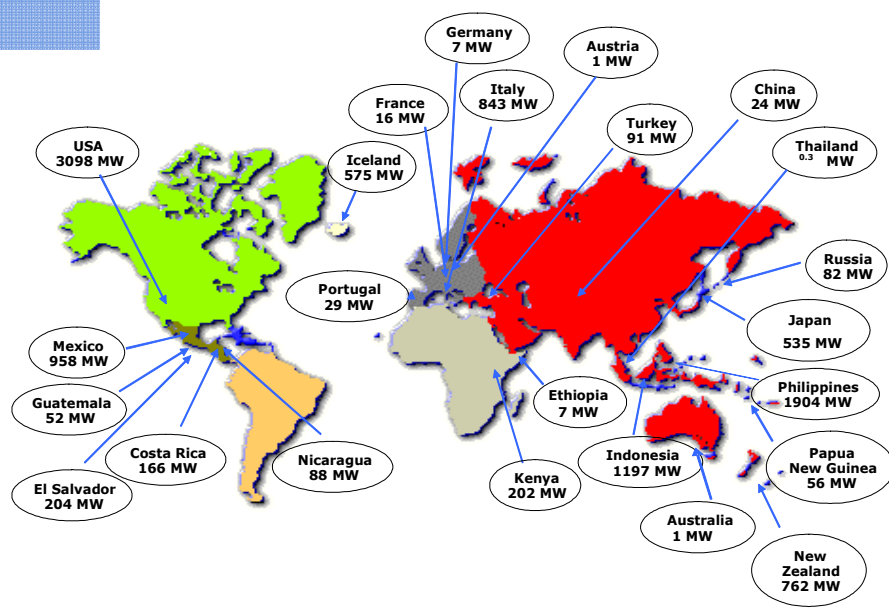
Geothermal Energy

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2010 Geothermal World: 10,9 GW & 67,2 TWh

Uso: inserire classificazione



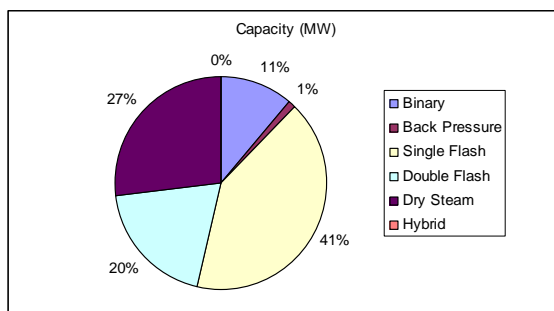
Geothermal Energy

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2010 Geothermal World: plants

Since WGC2005, 139 new units have been commissioned on a total of 526



TYPE	Average Energy (GWh/ unit)	Average Capacity (MW/unit)
Binary	27	5
Back Pressure	96	6
Single Flash	199	31
Double Flash	236	34
Dry Steam	260	46

Geothermal Energy

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2010 Geothermal World: plants

The average geothermal capacity on the entire **526 units in operation is 20.6 MW**

BIG

Only **48 units** with capacity >55 MW, with an average of 79.5 MW.

SMALL

There are **259 units** with capacity < 10 MW, with an average capacity of 3.2 MW.

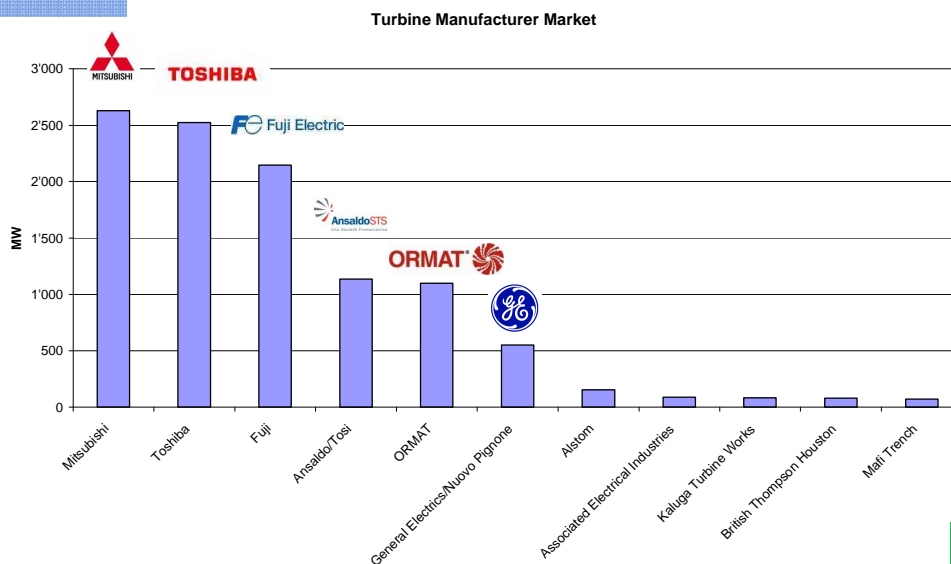
The majority of them is binary (196 units),
22 are back pressure,
22 are single flash and 17 double flash.

Geothermal Energy

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2010 Geothermal World: plants

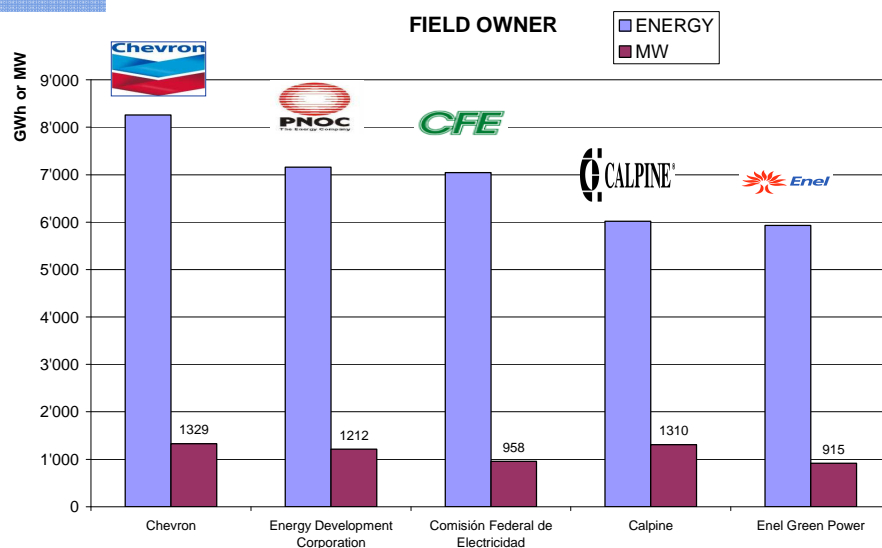


Geothermal Energy

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2010 Geothermal World: top five companies

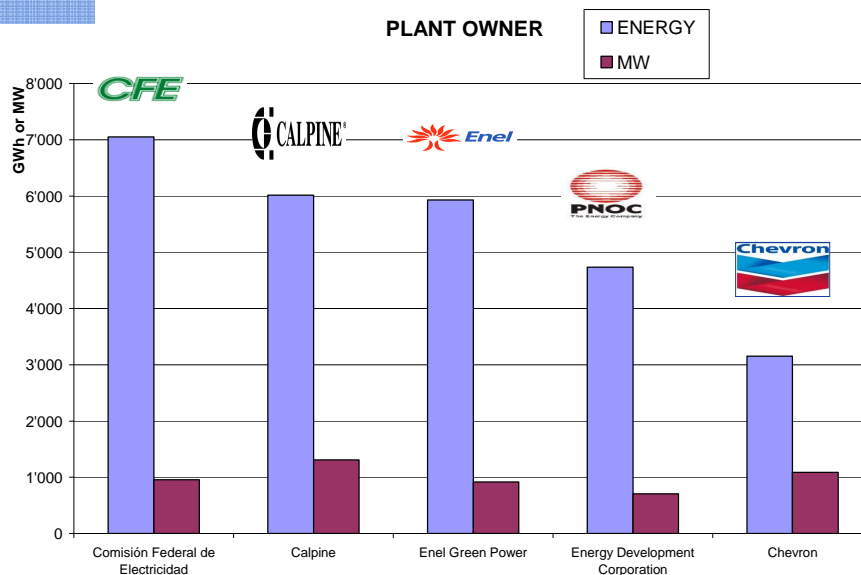


Geothermal Energy

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2010 Geothermal World: companies



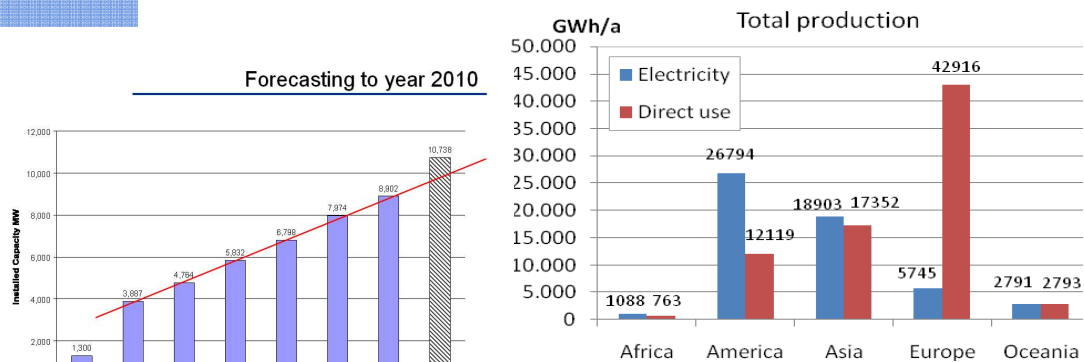
Geothermal Energy

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Geothermal Electricity

Uso: inserire classificazione



WGC 2005 - Antalya, Turkey

In the last 20 years the geothermal installed capacity in the world has been increased by about 1,000 MW every 5 years.

Geothermal Energy

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Geothermal Electricity

Uso: inserire classificazione

* = Estimated

	Installed capacity		Production per year		Capacity factor (%)
	GWe	%	TWh/yr	%	
Hydro	778	87.5	2,837	89	42
Biomass	40*	4.5	183	5.7	52*
Wind	59	6.6	106	3.3	21
Geothermal	9	1.0	57	1.8	72
Solar	4	0.4	5	0.2	14
Total	890	100	3,188	100	41

Geothermal energy is available day and **night every day of the year** and can thus serve as a partner with energy sources which are only available intermittently.

It is most economical for geothermal power stations to serve as **base load** throughout the year.

Geothermal Energy

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Geothermal Electricity

Uso: inserire classificazione

	GWh	%
Coal	6.944.328	39,61
Gas	3.418.676	19,50
Nuclear	2.738.012	15,62
Oil	1.170.152	6,67
Other sources	2.292	0,01
Non-renewables total	14.273.460	81,42
Hydro	2.889.094	16,48
Biomass	149.811	0,85
Waste	77.471	0,44
Wind	82.259	0,47
Geothermal	55.896	0,32
Solar thermal	1.608	0,01
Solar PV	840	0,00
Tide, Wave, Ocean	551	0,00
Renewables total	3.257.530	18,58
Total world generation	17.530.990	100,00

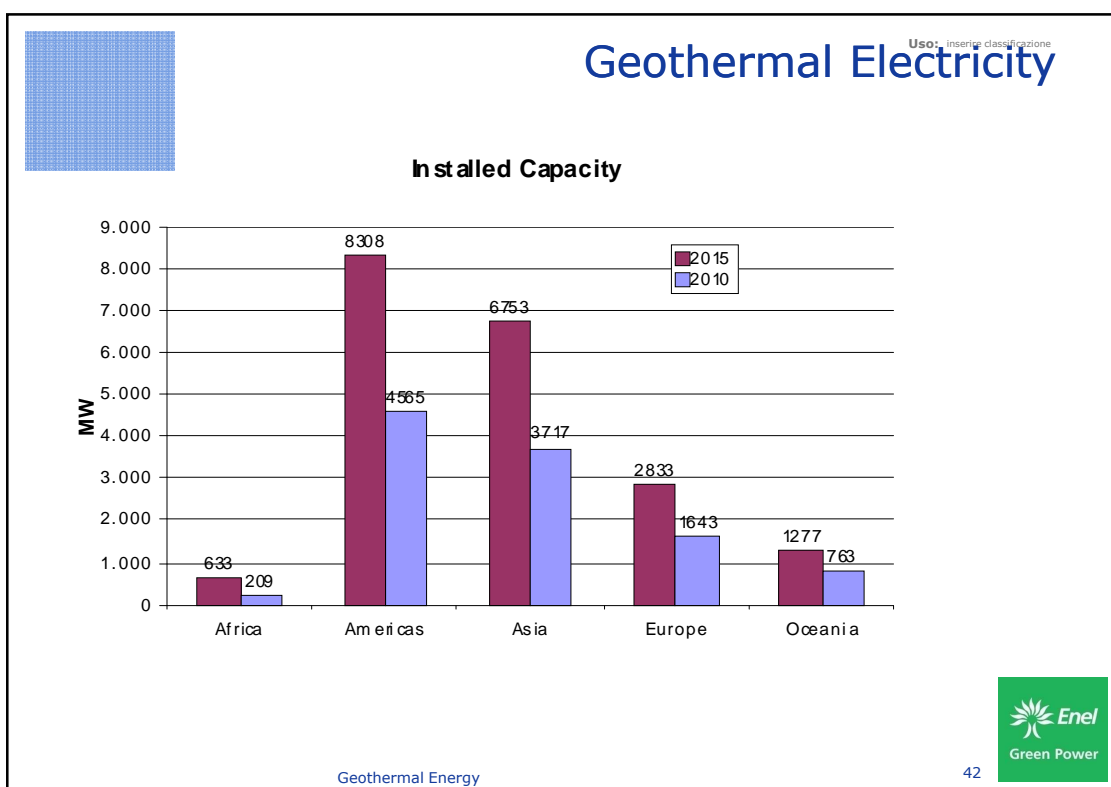
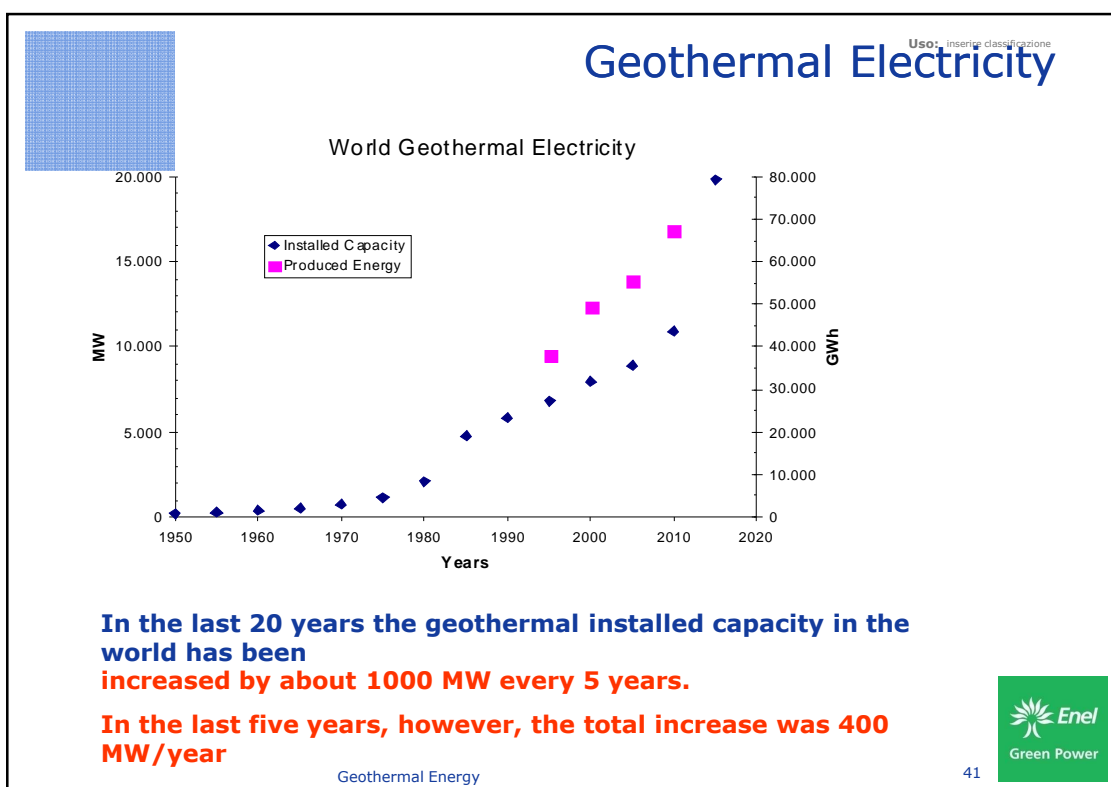
The present geothermal installed capacity of 10 GW is expected to increase up to **18 GW in 2015**.

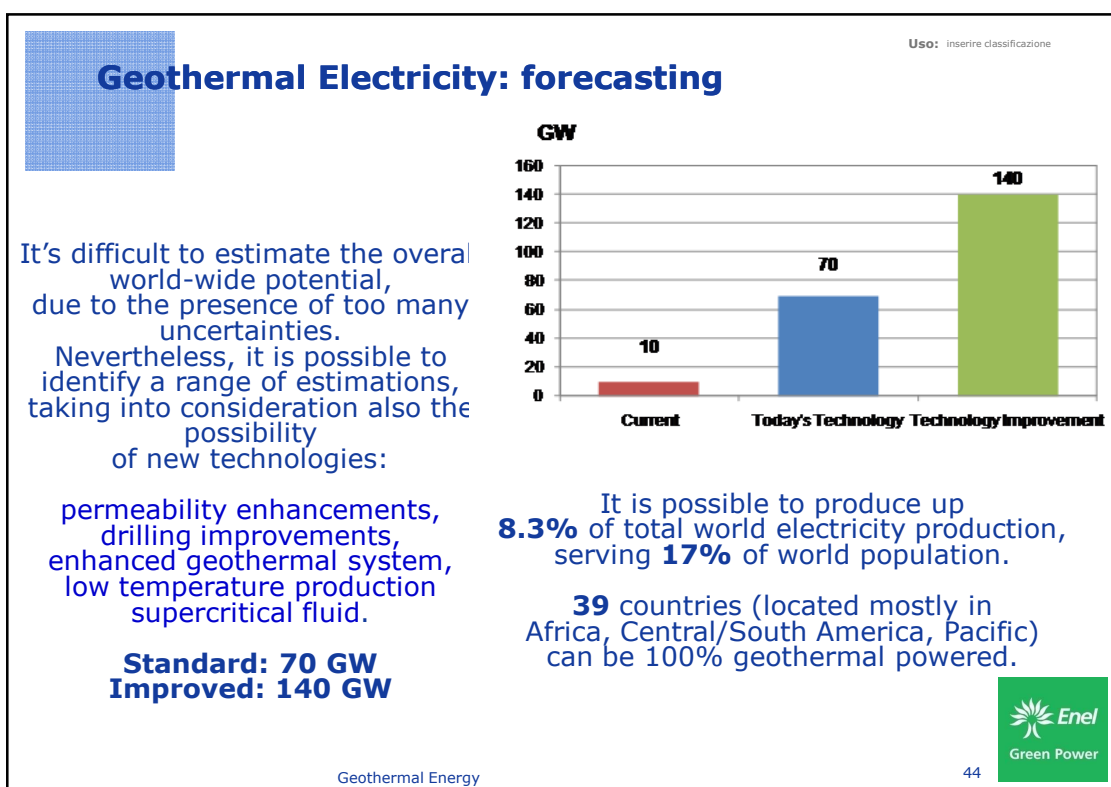
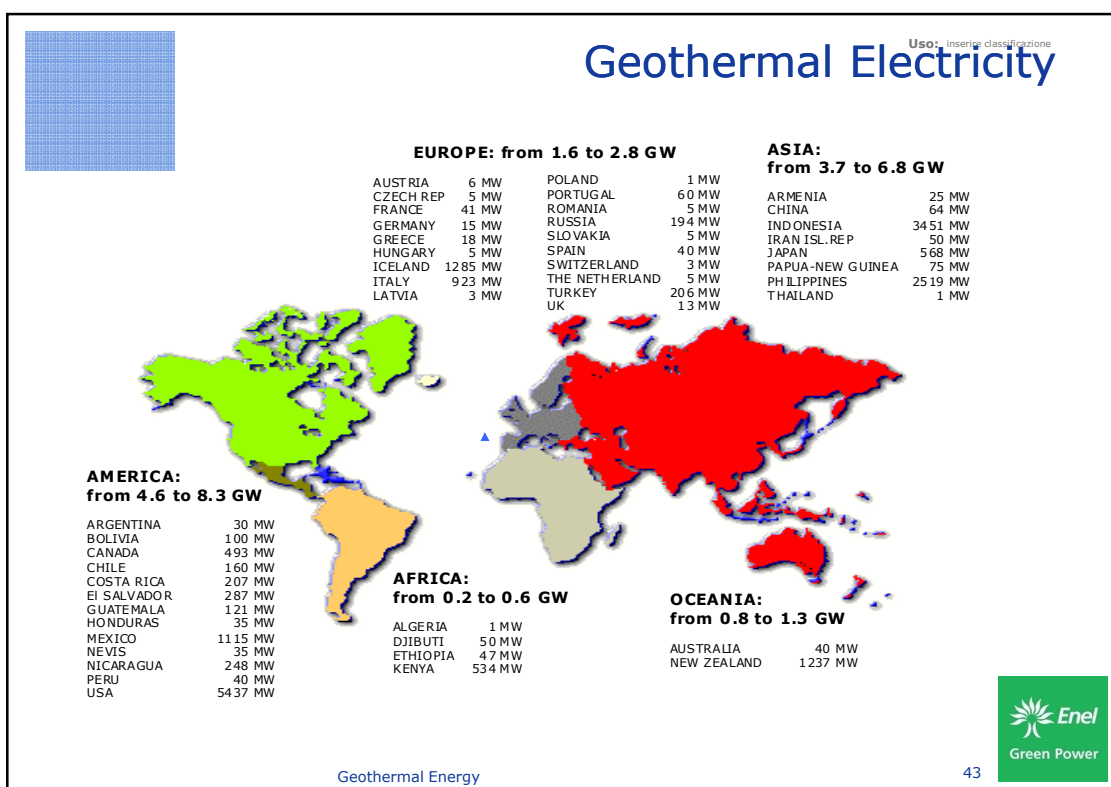
The overall CO₂ saving from geothermal electricity can be in the range 1000 (coal)/500 (gas) million tons per year, if the target of 140 GW will be reached

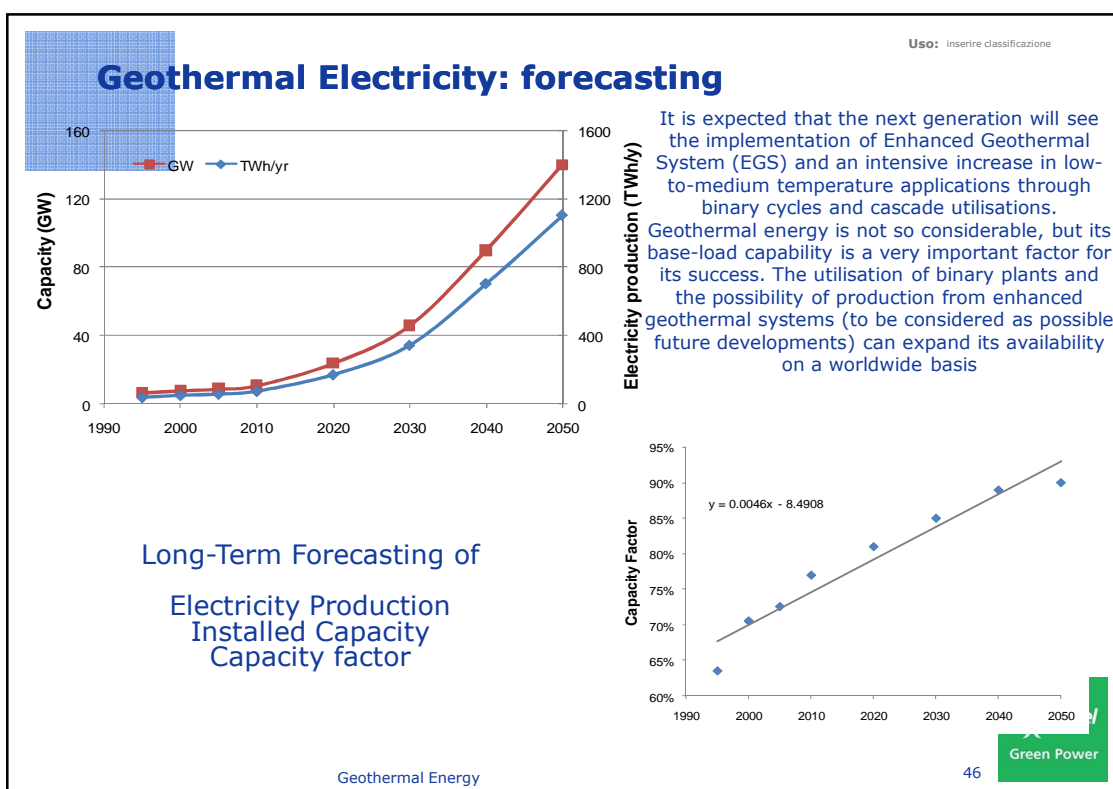
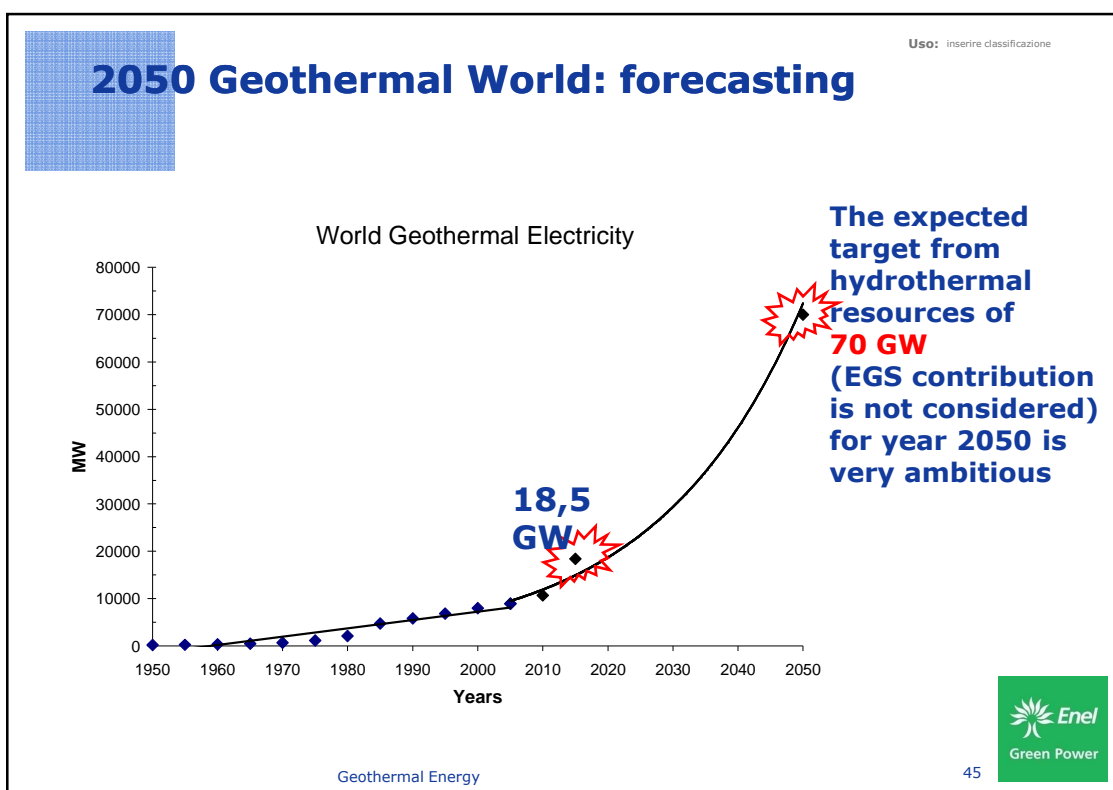
Geothermal Energy

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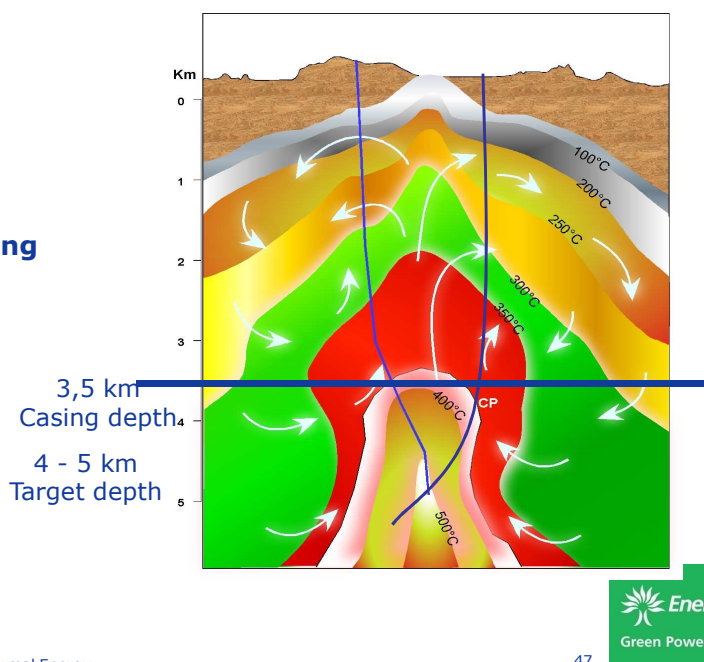




Geothermal Electricity: new technology

Uso: inserire classificazione

Conceptual model
of a geothermal
reservoir at
supercritical
Condition:
**Icelandic Deep Drilling
project**



Geothermal Energy

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Geothermal Electricity: new technology

Uso: inserire classificazione

The current plan is to drill and test at least three 3.5-5 km deep boreholes in Iceland within the next few years (one in each of the Krafla, Hengill, and Reykjanes high-temperature geothermal systems). Beneath these three developed drill fields temperatures should exceed 550-650°C, and the occurrence of frequent seismic activity below 5 km, indicates that the rocks are brittle and therefore likely to be permeable. Modelling indicates that if the wellhead enthalpy is to exceed that of conventionally produced geothermal steam, the reservoir temperature must be higher than 450°C.

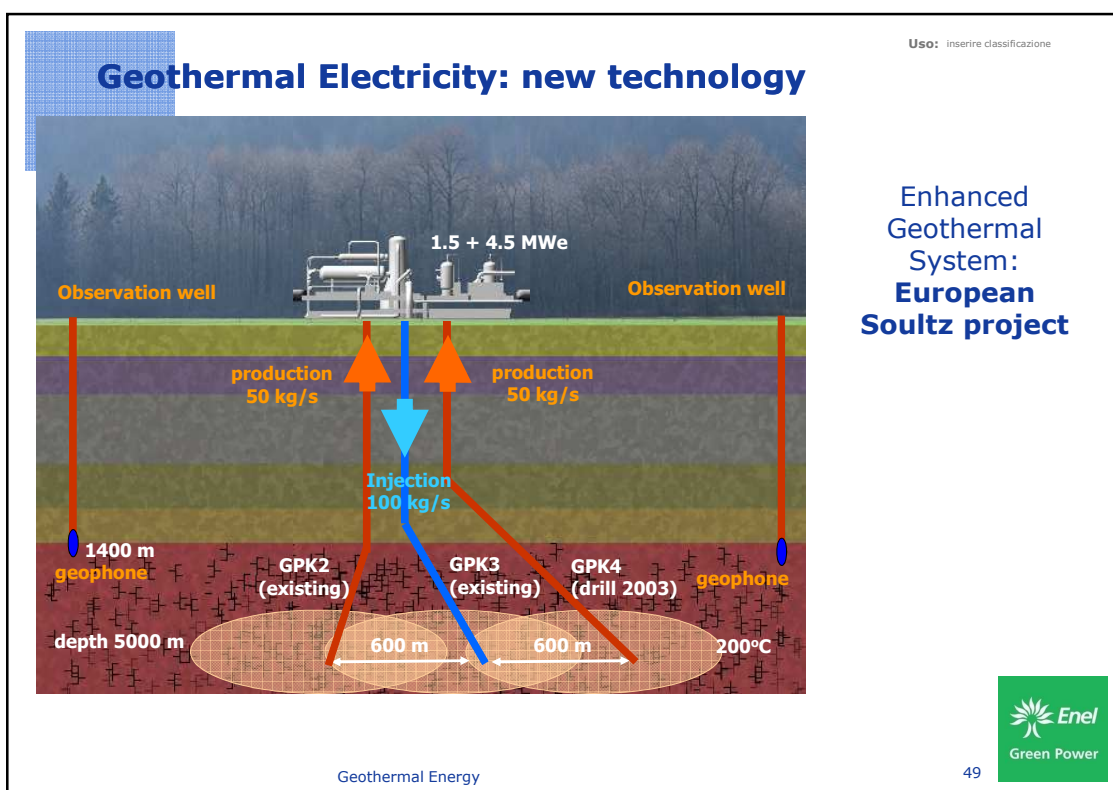
A deep well producing 2500 m³/h of steam from a reservoir with a temperature significantly above 450°C could yield enough high-enthalpy steam to generate **40-50 MW** of electric power.

This exceeds by an order of magnitude the power typically obtained from conventional geothermal wells. This would mean that much more energy could be obtained from presently exploited high-temperature geothermal fields from a smaller number of wells.



Geothermal Energy

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Geothermal Electricity: new technology

Uso: inserire classificazione



For the “**zero-emission** in geothermal program”, an important investment plan has been approved by Enel, in order to mitigate the H_2S and Hg effluent to the environment with a specific treatment, using a technology fully designed and developed by Enel: **AMIS** plant, reaching a very high efficiency in H_2S and Hg removal, lower capital and O&M costs in comparison with commercial process, no solid sulphur by-products (liquid streams reinjected in the reservoir) and unattended operation (remote control).

Approximately **80% of the effluents** are currently treated by AMIS systems.

Geothermal Energy

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Geothermal Electricity: new technology

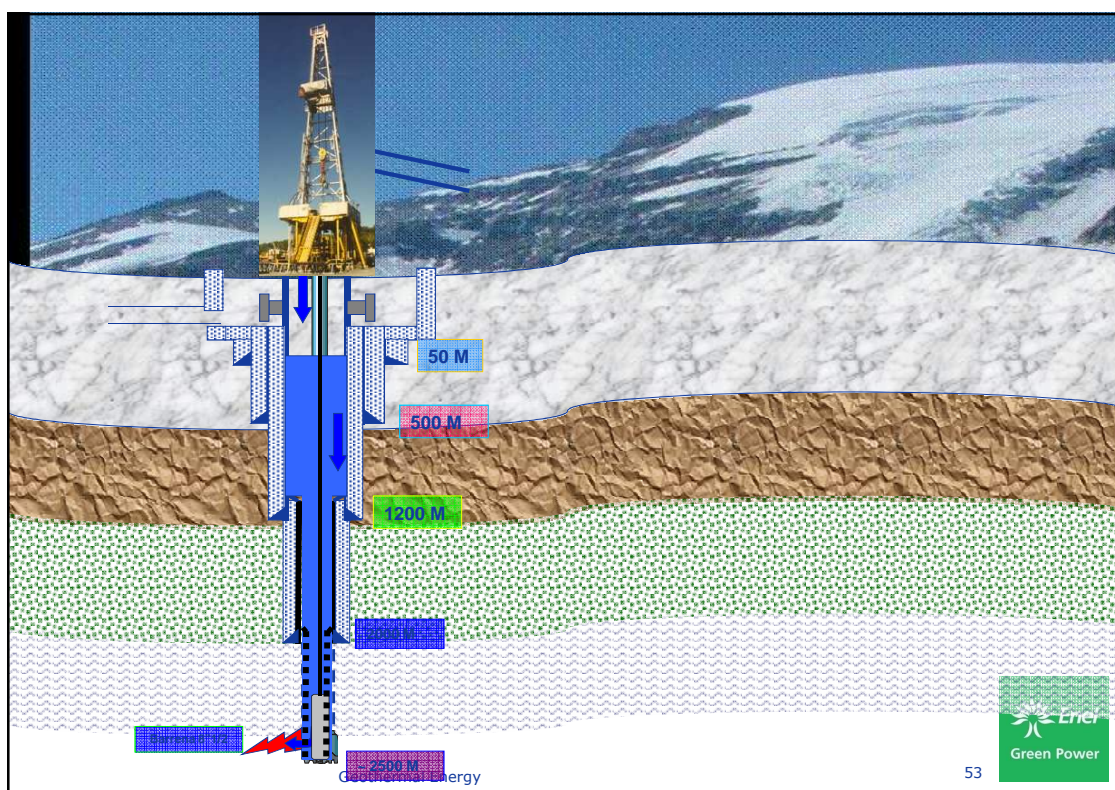
Uso: inserire classificazione

Drilling technology: both evolutionary improvements on conventional approaches to drilling such as more robust drill bits, innovative casing methods, better cementing techniques for high temperature, improved sensors, electronic capable of operating at higher temperature in downhole tools, revolutionary improvements utilizing new methods of rock penetration. It will result in reducing the drilling cost and it will allow to access deeper and hottest regions.

Geothermal Energy



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Geothermal Electricity: new technology

- **Power conversion technology:** improving heat-transfer performance for low temperature fluid, developing plant design with high efficiency and low parasitic losses. It will increase the available resource basis to the huge low-temperature regions, not bounded to the plate boundary.
- **Reservoir technology:** increasing production flow rate by targeting specific zones for stimulation and improving downhole lift systems for higher temperature, improving heat-removal efficiency in fractured rock system. It will lead to an immediate cost reduction increasing the output per well and extending reservoir operating life.

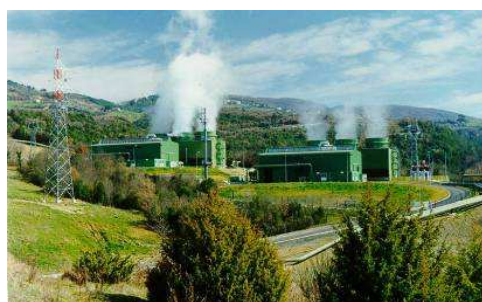
Geothermal Electricity Plant

Uso: inserire classificazione



Geothermal sheep – New Zealand

Larderello – Italy



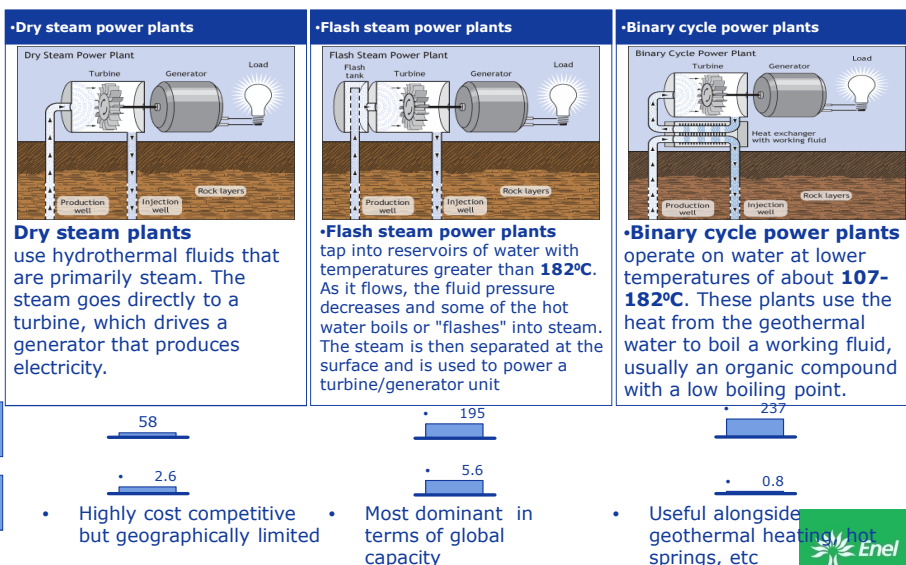
Geothermal Energy

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Geothermal Electricity Plant

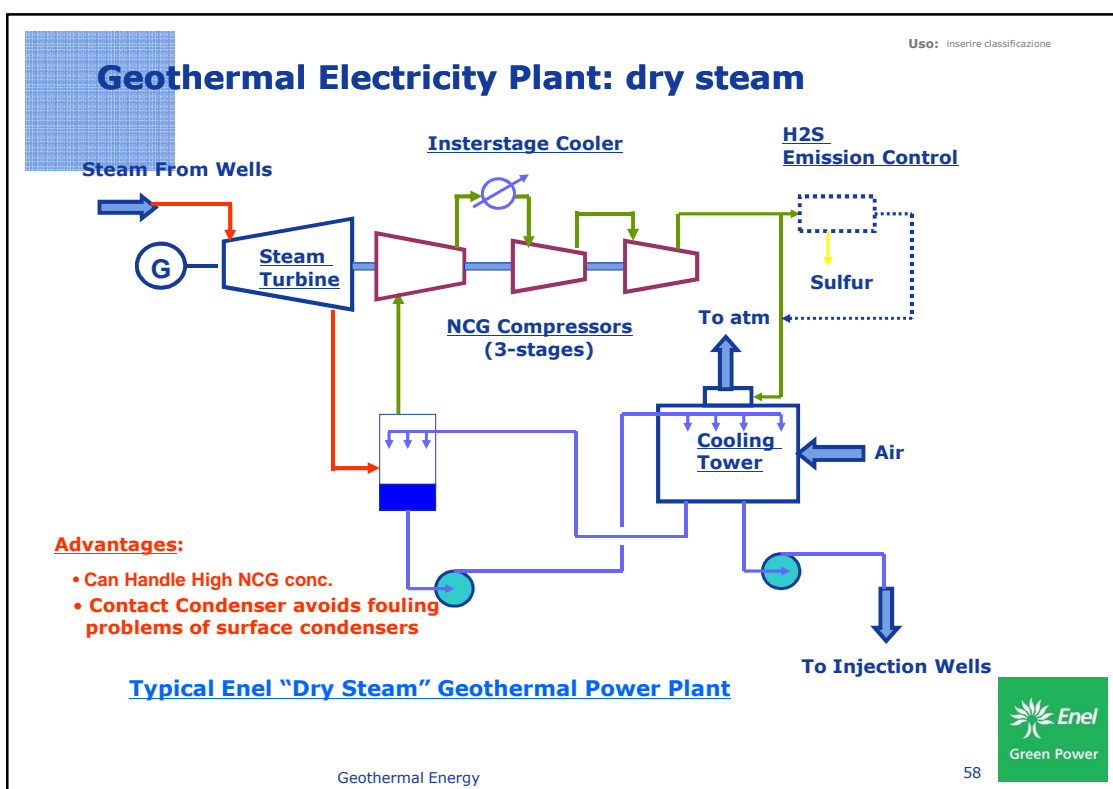
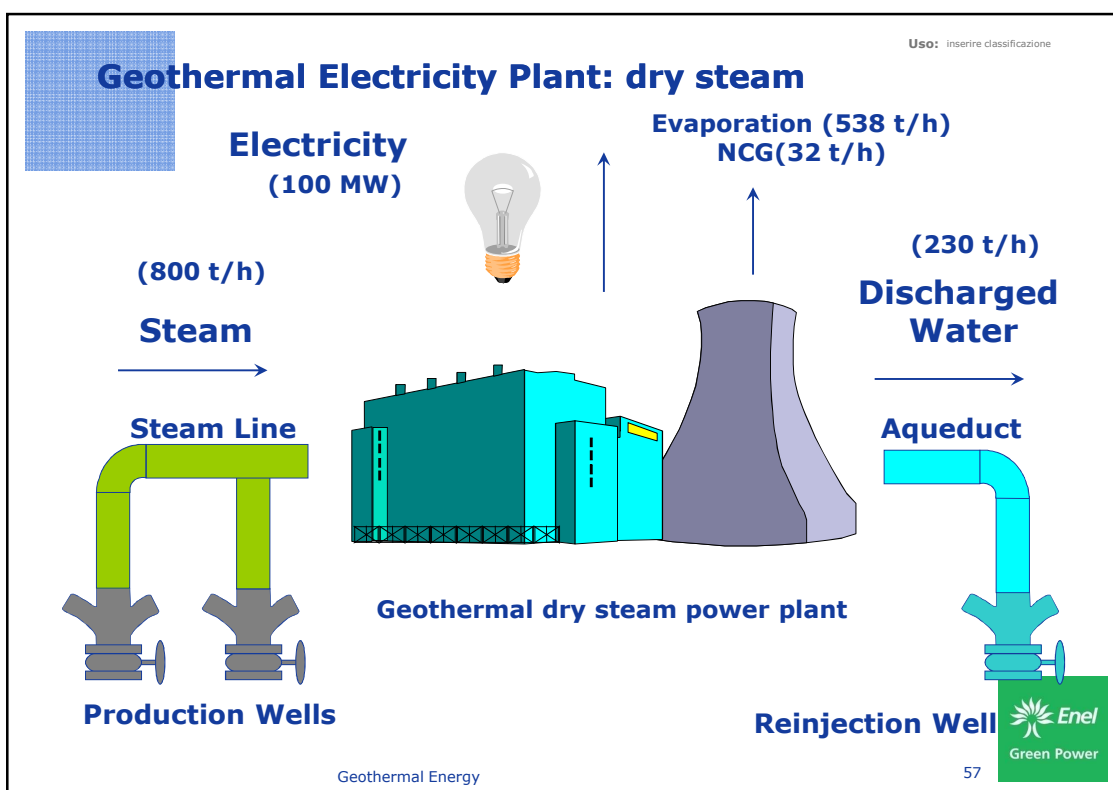
Uso: inserire classificazione



Geothermal Energy

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Geothermal Electricity Plant: dry steam

Uso: inserire classificazione

Technology Advantages

- Resembles a typical Steam Cycle Power Plant
- Most equipment can be obtained from a variety of suppliers
- Condensing Steam Turbines have a high power conversion efficiency (+75%)

Technology Disadvantages

- Since 2/3 of the steam is lost in the cooling tower, geothermal fields get depleted with time
- Use of Steam Ejectors more suitable for low NCG concentrations – high steam usage
- Gas Compressors have high parasitic load and high maintenance

Main Equipment Suppliers

Steam Turbine: GE; Mitsubishi; Sumitomo; Ansaldo

Generator: GE; Alstom; Siemens

Cooling Tower: Marley; Niagara

Economics

Power Plant Construction Cost: \$1,000 – \$1,500 / kW

O&M Cost: \$10 – \$20 / MWh

Typical "Dry Steam" Geothermal Power Plant

Geothermal Energy

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Geothermal Electricity Plant: dry steam

Uso: inserire classificazione

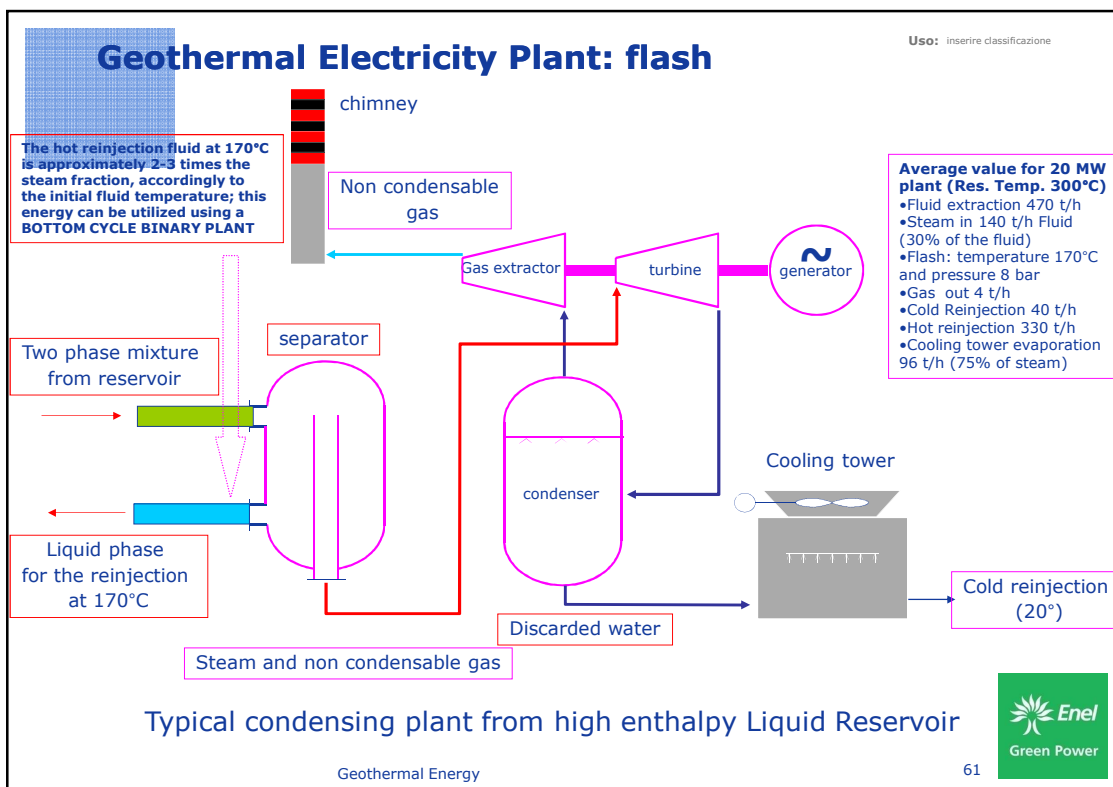


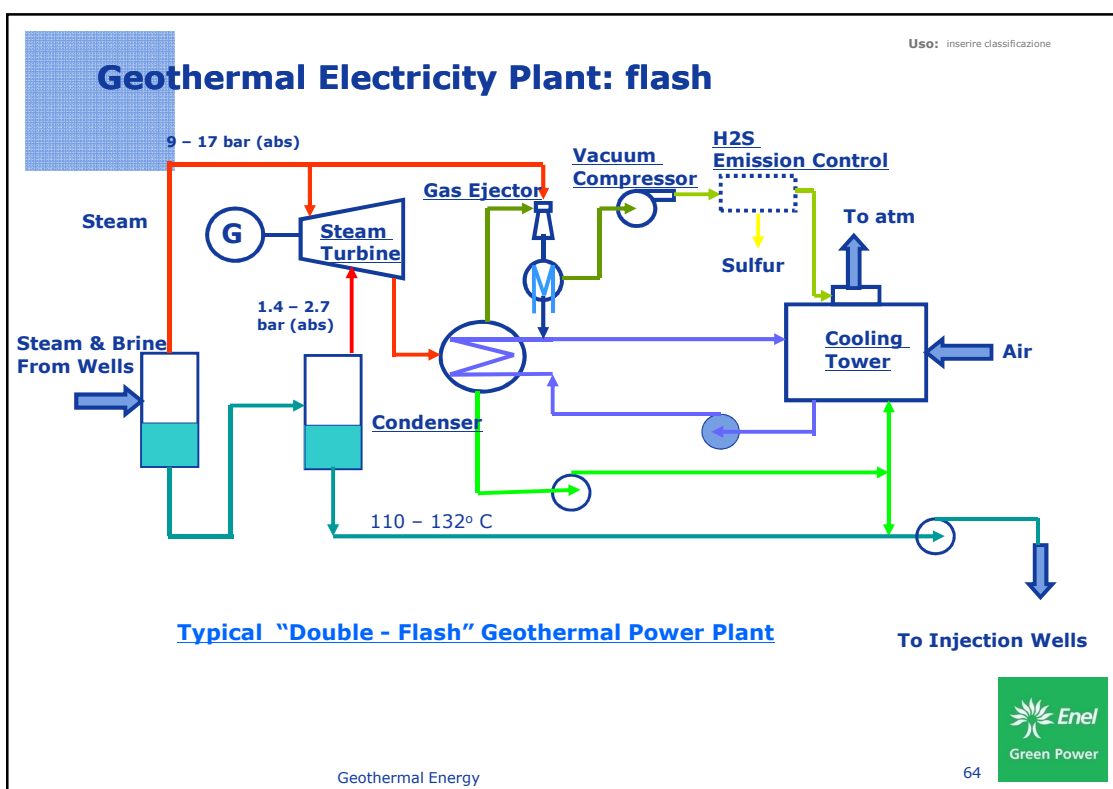
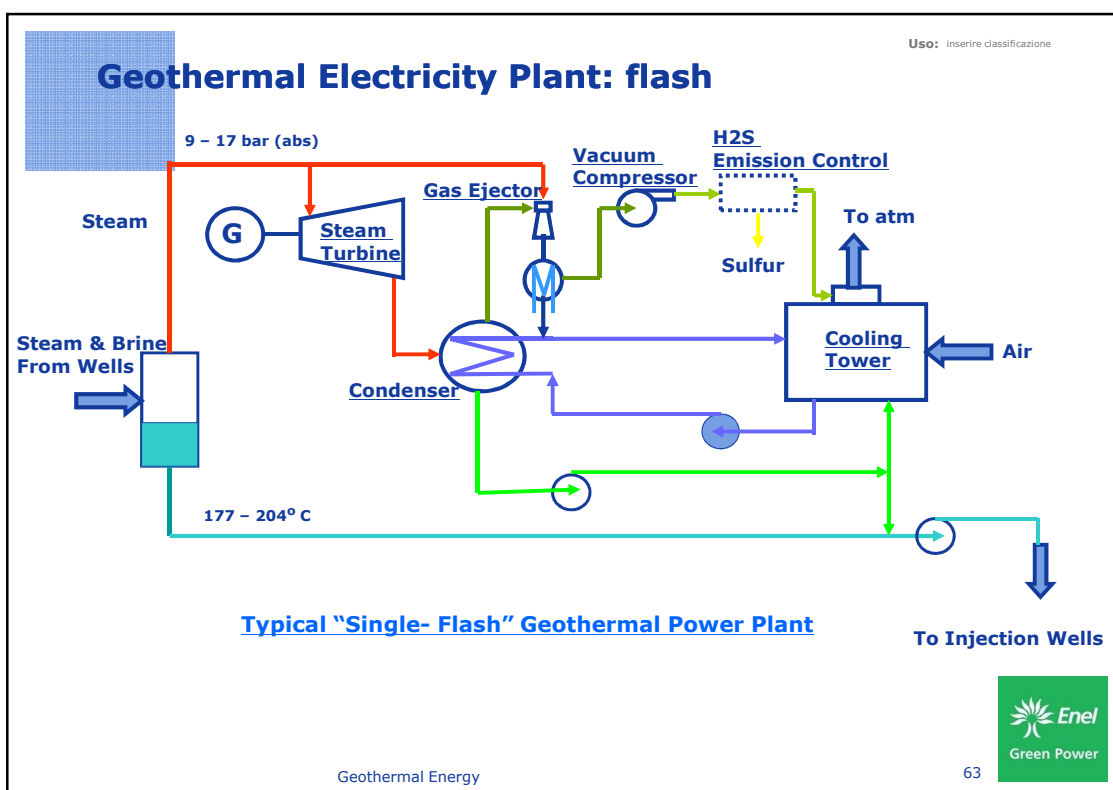
Larderello – Italy

Geothermal Energy

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Geothermal Electricity Plant: flash

Uso: inserire classificazione

Technology Advantages

- Most equipment can be obtained from a variety of suppliers
- Most of the water drawn from the reservoir is return. Source generally have a higher useful life

Technology Disadvantages

- Use of Steam Ejectors more suitable for low NCG concentrations
- Brines may have high concentrations of silica and/or Calcium salts which can cause troublesome scaling requiring frequent clean-ups of separators and wells.
- Single Flash preferred when high solids concentration are found in the brine

Main Equipment Suppliers

Steam Turbine: GE; Mitsubishi; Sumitomo; Ansaldo
 Generator: GE; Alstom; Siemens
 Cooling Tower: Marley; Niagara;

Economics

Power Plant Construction Cost:
 \$1,500 – \$2,000 / kW

O&M Cost (direct): \$15 - 20 / MWh

"Flash" Geothermal Power Plant

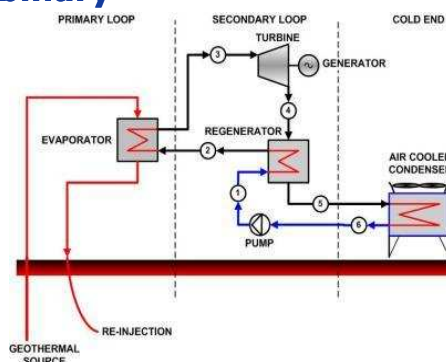
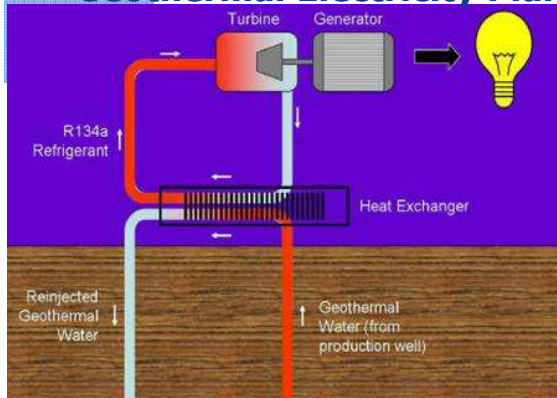


Geothermal Energy

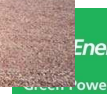
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Geothermal Electricity Plant: binary

Uso: inserire classificazione



Geothermal binary power plant

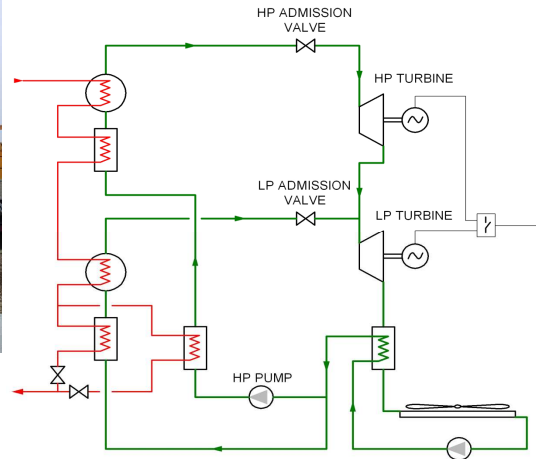


Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione



5 MW Geothermal binary power plant

Geothermal Energy



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Geothermal Electricity Plant: binary

Uso: inserire classificazione

There is a
"pot of gold"
at the
end of the
rainbow
-
USA



Geothermal Energy



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Geothermal Electricity Plant: binary

Uso: inserire classificazione

- Geothermal Electricity Production reached the value of **9,700 MW in 24 countries**;
- The economics of electricity production is influenced by the drilling costs and resource development;
- The productivity of electricity per well is a function of reservoir fluid thermodynamic characteristics (phase and temperature);
- The higher the energy content of the reservoir fluid, the lesser is the number of required wells and as a consequence the reservoir CAPEX quota is reduced:

•Utilization of low temperature resource can be achieved only with binary plant.

•Binary plant can be an efficient way for recovering the energy content of the reservoir fluid after its primary utilization in standard flash plant, achieving a better energy efficiency of the overall system.



Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

BINARY PLANTS FOR OPTIMIZATION

OPTIMIZATION

- Bottoming cycle technique is widely used worldwide, as shown in the attached table;
- This electricity is produced using the waste water from the separated brine: it can be considered as an un-expensive and rich of value by-product of the primary flash power plant;

The total installed capacity of such binary plants is about 160 MW worldwide.

Country	Plant	Capacity (MW)
Iceland	Svartsenegi	8
El Salvador	Berlin	9
Mexico	Los Azufres	3
New Zealand	Kawerau	6
New Zealand	Mokai	27
New Zealand	Rotokawa	13
New Zealand	Wairakei	14
Nicaragua	Momotombo	7
Philippines	Mak-Ban	16
Philippines	Tongonang	19
Philippines	Mahandong	19
Philippines	Mahiaio	5
Philippines	Malitbog	12
TOTAL		160



Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

LOW TEMPERATURE

•For temperature below 150°C, the conventional flash is not able to reach satisfactory efficiency: at this temperature, only **10%** of steam can be produced at about 1 bar of separation pressure; the steam will have a very low efficiency, due to its low pressure and temperature: for producing **20 MW** it is necessary to mine up to **3,000 t/h** of fluid; on the other hand, with a binary process, **only 1,800 t/h** are necessary (from 300°C liquid reservoir for flash plant only **500 t/h**).

•The unique way to exploit the geothermal energy for producing electricity is the use of a binary plant on the pressurized fluid, which will be handled through a closed loop from production and reinjection;
it is a zero emission cycle.

The total installed capacity of such binary plants is about 600 MW worldwide.

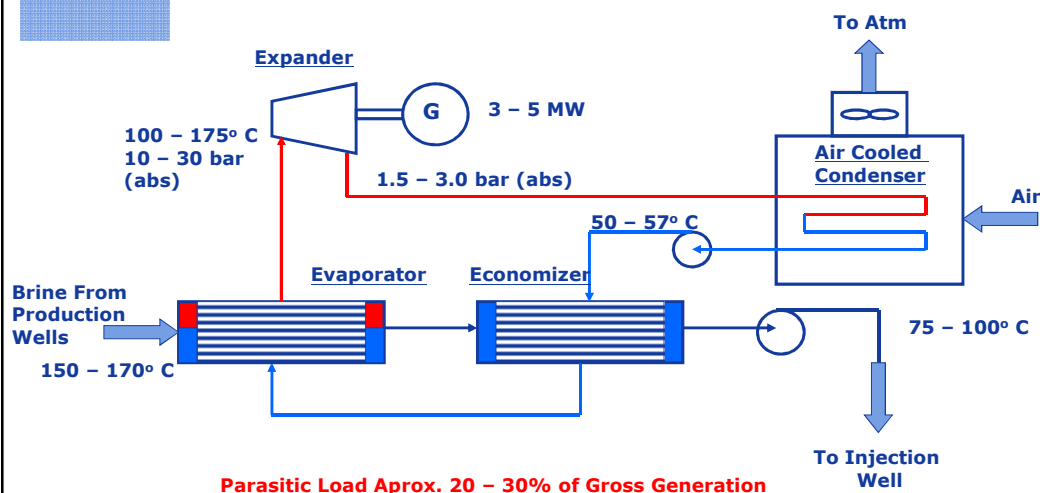


Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione



Typical Simple "Binary Cycle" Geothermal Power Plant



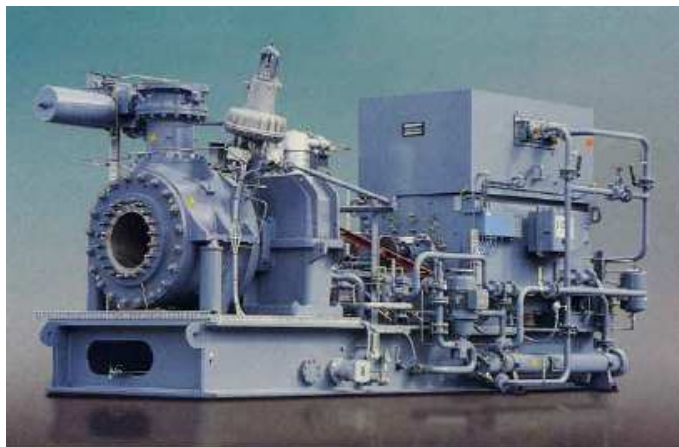
Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

Typical Industrial Expander on a Skid with Gearbox and Generator



Expander Suppliers:
 Rotoflow (Div of GE)
 Elliott Turbines
 Texas Turbines
 Mafi-Trench
 Air Products
 Ormat
 Turboden



Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

Typical Ormat Binary Power Plant Arrangement

**Ormat SIGC Binary Plant (SIGC)
 with Water Cooled Condensers**



**Ormat SIGC Binary Plant (Soda Lake II)
 with Air Cooled Condensers**



Green Power

Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione



Views of Ormat Binary Cycle Generation Units

Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

Technology Advantages

- Can exploit low temperature heat sources
- Most equipment can be obtained from a variety of suppliers
- Plant can be constructed in shops on skid mounted modules for easy shipping and field assembly
 - Negligible emissions from NCGs
- All of the water drawn from the reservoir is return. Source generally have a higher useful life.

Main Equipment Suppliers

Turbine/Expanders: Rotoflow; Elliott Turbines
Texas Turbines; Mafi-Trench
Air Products; Ormat, Turboden
Generators: GE; Alstom; Siemens, Kato
Condensers: Marley; Aerofin; BALtmore Coil

Technology Disadvantages

- Lower energy conversion rate than steam turbine plants
- More process equipment thus requiring more maintenance effort and expense
- Brines may have high concentrations of silica and/or Calcium salts which can cause troublesome scaling requiring frequent clean-ups of heat exchangers and wells.

Economics

Power Plant Construction Cost:
\$2,000 – \$3,000 / kW

O&M Cost (direct): \$15 - \$20 /MWh

Typical "Binary Cycle" Geothermal Power Plant

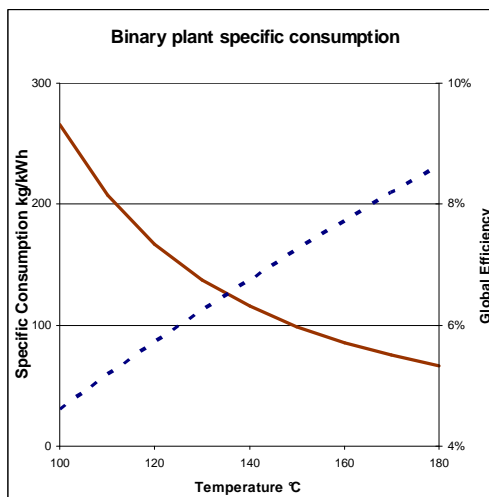
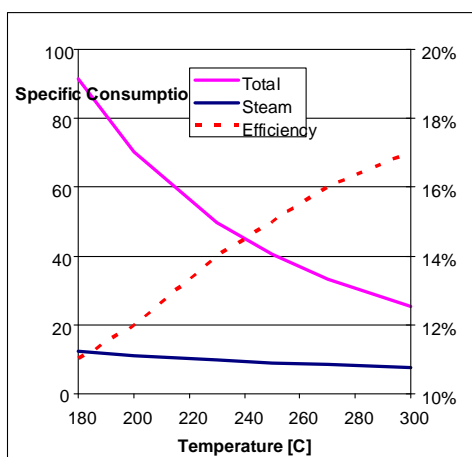
Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione



- Provide Opportunities for new project developments in numerous low temperature geothermal areas throughout the world.
- Provide Opportunities for recovering power generation from matured projects where the temperature of the source has decreased substantially.

Geothermal Energy

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Geothermal Electricity Plant: binary

Uso: inserire classificazione

At the common temperature of 180°C, the two technologies have the following figures:

PARAMETER	BINARY	FLASH
Efficiency	7,5%	11%
Specific Consumption kg/kWh	76	92
Steam Specific Consumption kg/kWh		12
Steam Fraction		14%

Flash technology has better efficiency but a worst specific consumption on the total fluid.

A better energy recovery is from the utilization of a bottoming binary cycle on the stream of the hot reinjected water

Geothermal Energy

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Geothermal Electricity Plant: Salt Wells

Enel Development of Binary Cycle Technology

Uso: inserire classificazione



Labeling the activity...

Geothermal Energy

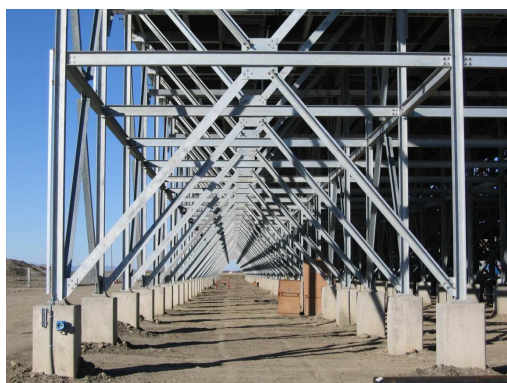
79



Geothermal Electricity Plant: Salt Wells

Enel Development of Binary Cycle Technology

Uso: inserire classificazione



Air cooler: each 10 MW unit has 3x21 fans

Geothermal Energy

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Geothermal Electricity Plant: Salt Wells

Enel Development of Binary Cycle Technology

Uso: inserire classificazione



Feed pumps and regenerator

Geothermal Energy

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Geothermal Electricity Plant: Salt Wells

Enel Development of Binary Cycle Technology

Uso: inserire classificazione



Geothermal fluid and evaporator

Geothermal Energy

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Geothermal Electricity Plant: Salt Wells

Enel Development of Binary Cycle Technology

Uso: inserire classificazione



Expander and view of the geothermal field

Geothermal Energy

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Geothermal Electricity Plant: Innovative Design

Optimization of low enthalpy geothermal resources exploitation

Uso: inserire classificazione

The project aims to develop innovative electric generation systems to upgrade the exploitation low enthalpy geothermal resources.

ENHANCED PERFORMANCES

- to upgrade geothermal resources exploitation thus making the electric generation more profitable



GREATER FLEXIBILITY

- to better match the intrinsic characteristics of geothermal reservoirs
- to avoid performance decline because of the natural resources depletion and temperature drop

INNOVATION

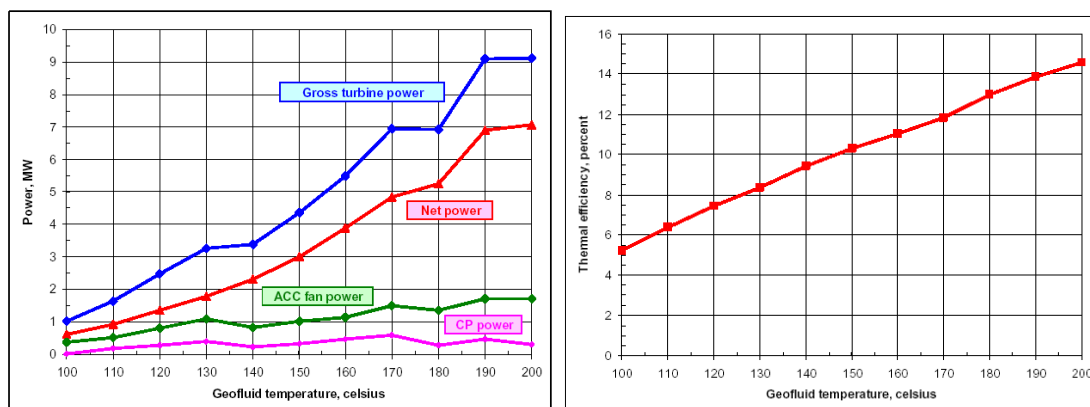
Geothermal Energy

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Geothermal Electricity Plant: Innovative Design

Uso: inserire classificazione



Subcritical basic binary with optimization of working fluid

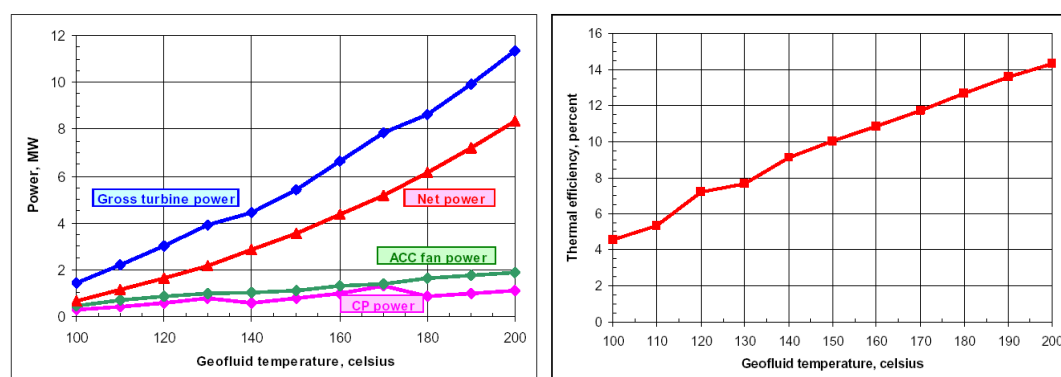
Geothermal Energy

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Geothermal Electricity Plant: Innovative Design

Uso: inserire classificazione

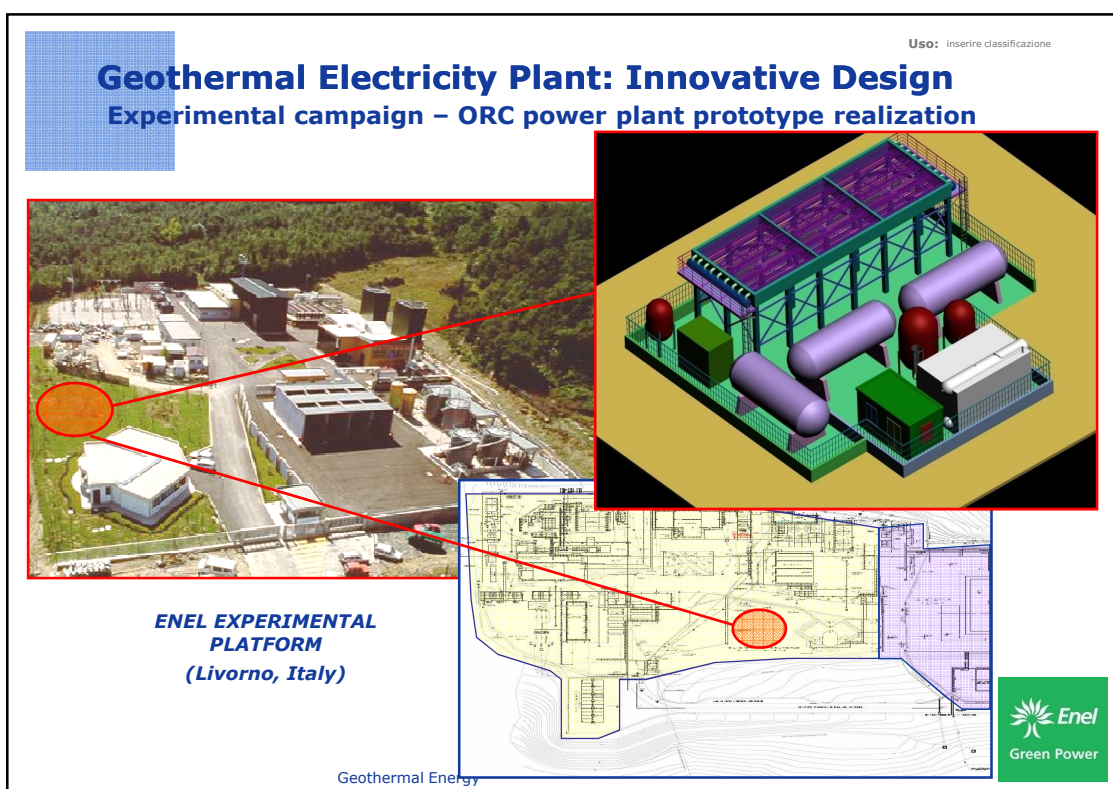
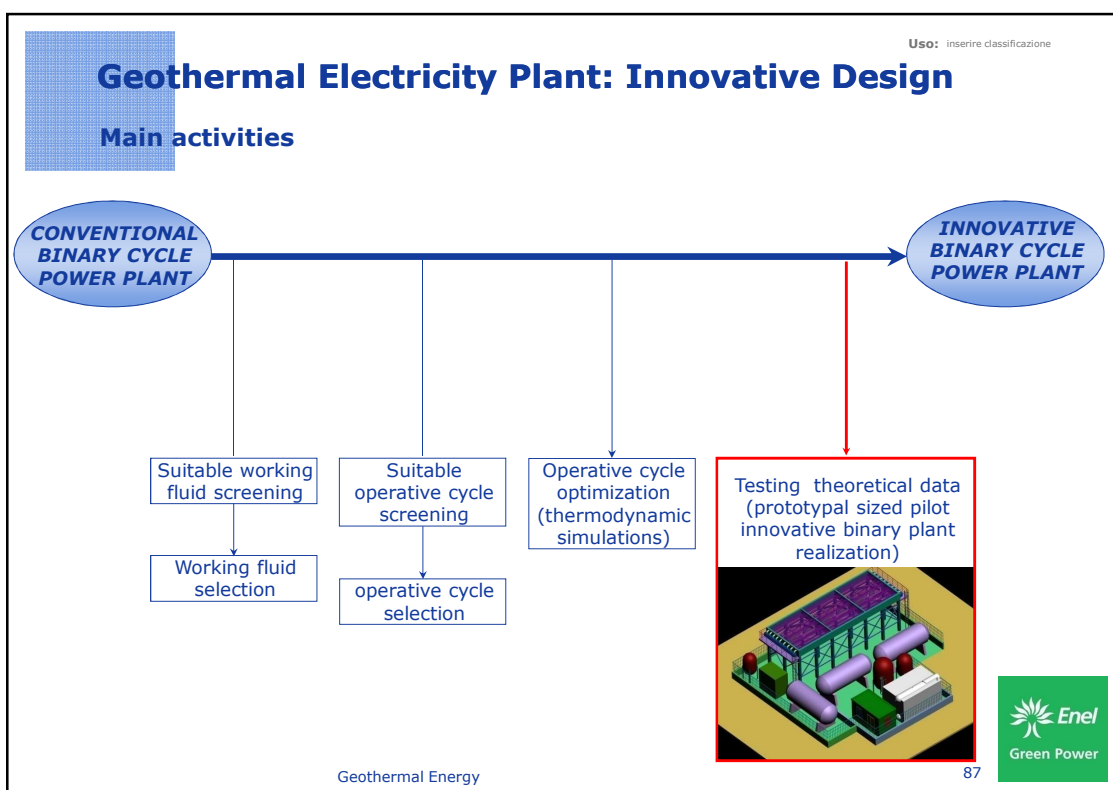


Supercritical basic binary with optimization of working fluid

Geothermal Energy

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Geothermal Electricity Plant: binary

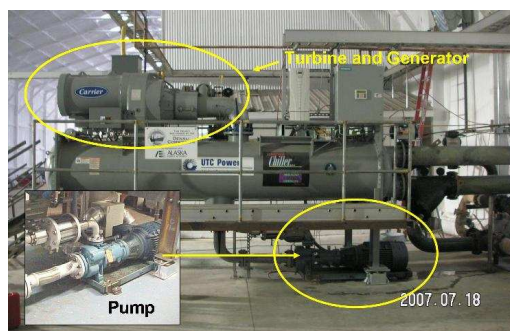
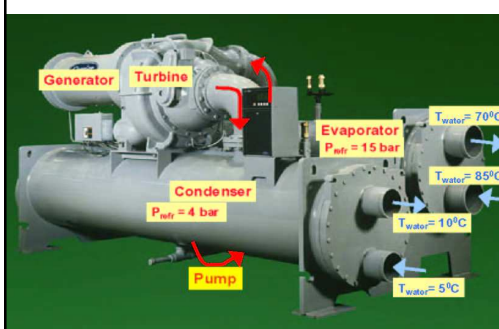
Uso: inserire classificazione

A low temperature power plant provides power for the isolated resort of **Chena Hot Springs**. The **200 kW** plant, a binary unit, is the first geothermal power plant in **Alaska**, and uses the **lowest temperature geothermal resource in the world** **5,4 Kg/s at 74°C** for power generation.

•Previously it was diesel-powered, around **30 cents/kWh**, daily average \$1,000.

•The new power plant will provide electricity at **7 cents/kWh**. The total unit cost around \$1,300 per installed kW.

•With the installation of a second unit, the capacity has been doubled; there are plan to reach shortly **1 MW**.



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Geothermal Electricity Plant: binary

Uso: inserire classificazione

Aurora Ice Museum
Chena Hot Springs



Geothermal Energy

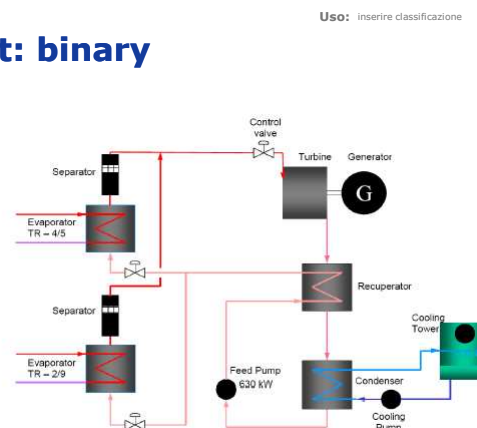
90



Geothermal Electricity Plant: binary

In El Salvador, LaGeo installed a new bottom cycle binary plant at the existing old power station of Berlin (2x28 MW, completed in 1999), using the separated water from four wells; it is utilized in two heat exchanger for boiling an organic fluid (Isopentane), which has a low temperature boiling point; the isopentane steam expands into a 9,5 Gross MW turbine, **generating 7,8 MW net of electricity, without any additional expenditure from the reservoir development, and achieving a better utilization of the overall energy content of the geothermal fluid.**

The cost for this unit is 16,5 MUSD, with a very positive return of the investment (IRR 18% in the base case analysis)



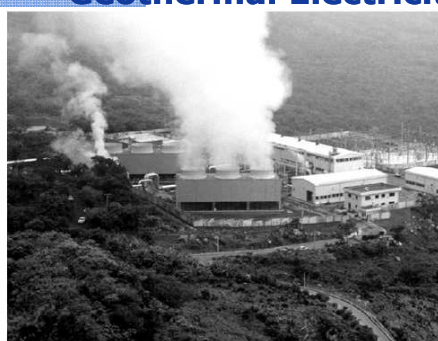
Total utilized geothermal fluid 1,000 t/h at 180°C; isopentane flow rate 700 t/h, working between 160°C and 44°C; wet cooling tower;.



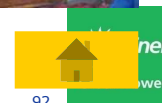
Geothermal Energy

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Geothermal Electricity Plant: binary



Aerial view of Berlin power plant in eastern El Salvador.



Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

"Geothermal resource assessment for green fields" is the evaluation of the expected potential of supplied geothermal electricity that might become available for exploitation of a given reservoir.

The standard technique ("stored heat method") is taking into account only the heat reserves of the inferred geothermal field, without any consideration of the number of wells and economical feasibility: the permeability of the system is simply not used.

This approach could be considered as "step zero", for obtaining a first, rough approximation of what it is possible to install on a given field, when the available information are very poor and speculative.

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

The basic idea in the method is the evaluation of the total available thermal energy in a given volume of rock hosting the geothermal reservoir, as result of its cooling from the resource temperature down to a "reference temperature".

This thermal energy is transformed in electricity, using the appropriate plant and thermodynamical efficiency for the conversion from the resource temperature to the ambient one.

In the proposed method the system is considered as **closed, without any heat flux** from its boundary, but with **infinite availability of water**: the limiting factor will be the **temperature of the resource**.

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

The number of wells and their flow-rate (resource permeability) is not considered in the evaluation, but it can be assumed as infinite (high enough for extracting the required fluid). Usually, the "reference temperature" is assumed equal to the ambient one: the total thermal energy is evaluated as if the **reservoir would be cooled down to the ambient temperature value**. This assumption will overestimate the electricity generation potential, for two main reasons:

- The reservoir should be abandoned much before its complete cooling;
- The specific consumption will increase dramatically at low temperature, producing much less electricity with the same thermal energy exploited.

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

$$Eth = Surf * Thick * Cv * (Tres - Tab)$$

Where

Surf = Reservoir Surface, m²

Thick = Reservoir Thickness, m

Tres = Reservoir (initial) Temperature, °C

Tab = Abandon Temperature, °C:

it is the temperature below which the exploitation of the reservoir should be stopped

Cv = Volumetric Specific Heat, J/m³

Usually, only a fraction of the stored heat can be extracted from the water flow in the bulk of the reservoir porous system, connected through a network of fractures. This fraction is called "Recovery Factor" (Rf).

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

It should be noticed that the fundamental hypothesis for the calculation of the "stored heat method" is that "we will utilize the thermal energy from the reservoir initial temperature down to the abandon value".

During the cooling the relevant parameter of the system will be strongly affected by the reduction of the thermodynamical performances, i.e. the specific consumption and the steam flash quota.

The value of reservoir capacity as obtained following the aforesaid calculations, should be considered as a "maximum indicator", calculated for all the life of the reservoir from its initial temperature down to the abandon one with the relevant parameters as calculated at its initial temperature value.

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

An iterative approach to the calculation, performing all the calculation in step of 1°C of cooling, from the initial value to the abandon one, and calculating a "cooling correction factor", approximating it with a linear function of the temperature.

For the green field reservoir evaluation using the stored heat method, it is commonly used the Montecarlo technique, where the controlling parameter are stochastically modified using a given distribution for each one, and the random distribution of the expected capacity and reservoir life is presented. We use only Gaussian distributions for reservoir surface and thickness, porosity, recovery factor, plant efficiency and –the most important element- the expected resource temperature. The calculated capacity is subsequently reduced by the cooling correction factor.

Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione

PARAMETER	VALUE	UNIT
Reservoir area (300 °C isotherm) corrected for the hot deep recharge	9 10 ⁶ 12 10 ⁶	m ²
Reservoir thickness	2 10 ³	m
Reservoir temperature (now)	300	°C
Abandon temperature	180	°C
Utilization factor	90	%
Lifetime	30	years
Specific heat of rock	850	J/kg°C
Specific heat of liquid	4186	J/kg°C
Thermal recovery factor	15	%
Porosity	5	%
Rock density	2600	kg/m ³
Initial Separation pressure	20 10 ⁵	Pa



Geothermal Energy

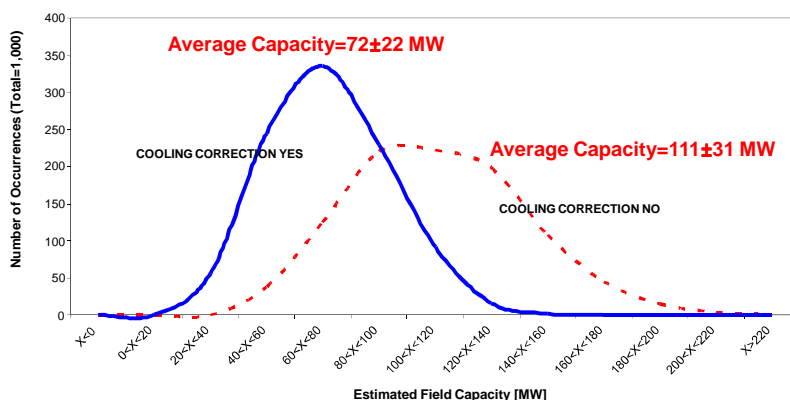
99

Geothermal Green Field Evaluation:

Uso: inserire classificazione

PARAMETER	MIN	MAX	UNIT	TYPE OF DISTRIBUTION
Reservoir area	10	14	km ²	Gaussian with $\mu=12$ km ² and $\sigma=1$ km ²
Reservoir thickness	1500	2500	m	Gaussian with $\mu=2000$ m and $\sigma=250$ m
Reservoir temperature	290	310	°C	Gaussian with $\mu=300$ °C and $\sigma=5$ °C
Recovery Factor	5	25	%	Gaussian with $\mu=15$ % and $\sigma=5$ %
Porosity	4	6	%	Gaussian with $\mu=5$ % and $\sigma=0.5$ %

Calculated Frequency Distribution of Field Capacity ^{FLASH}

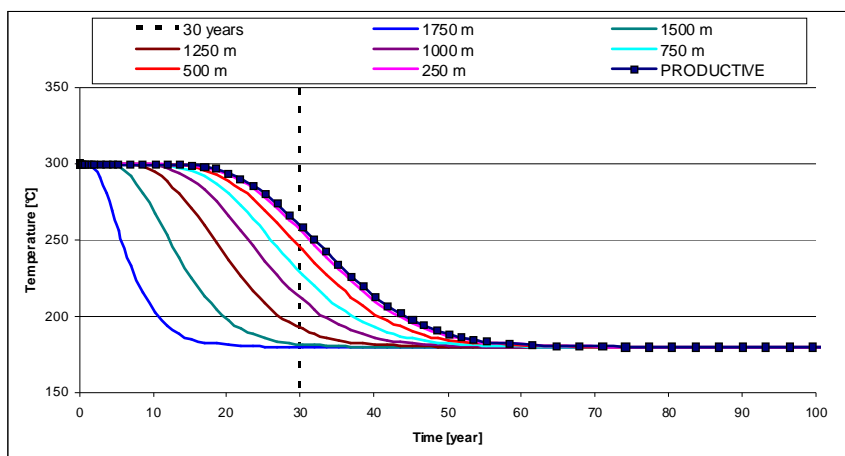


Geothermal Energy

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Geothermal Green Field Evaluation

Uso: inserire classificazione



Geothermal Energy

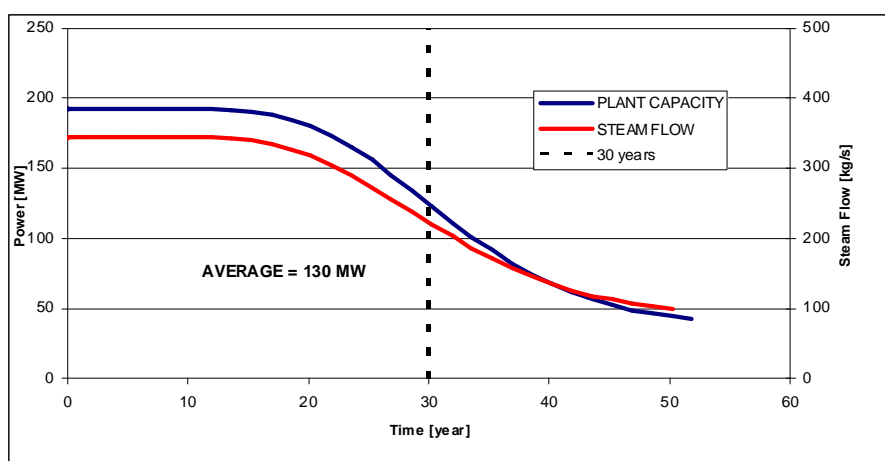
101



Geothermal Green Field Evaluation

Uso: inserire classificazione

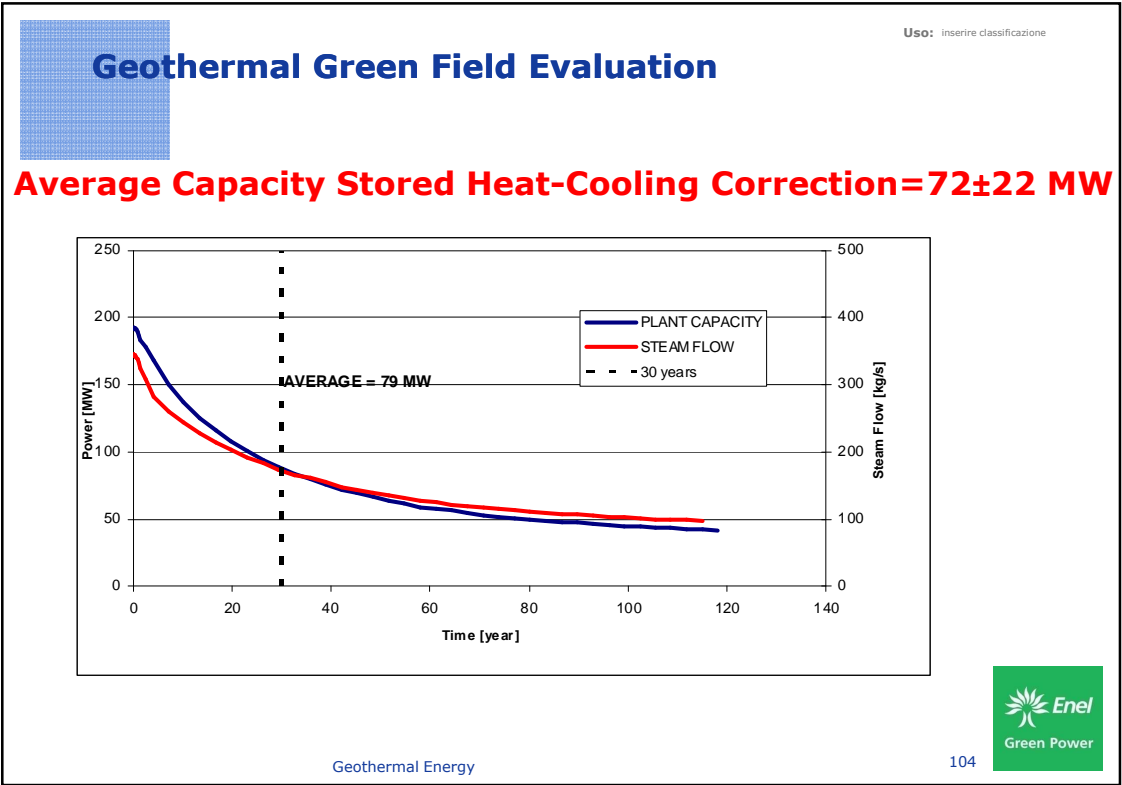
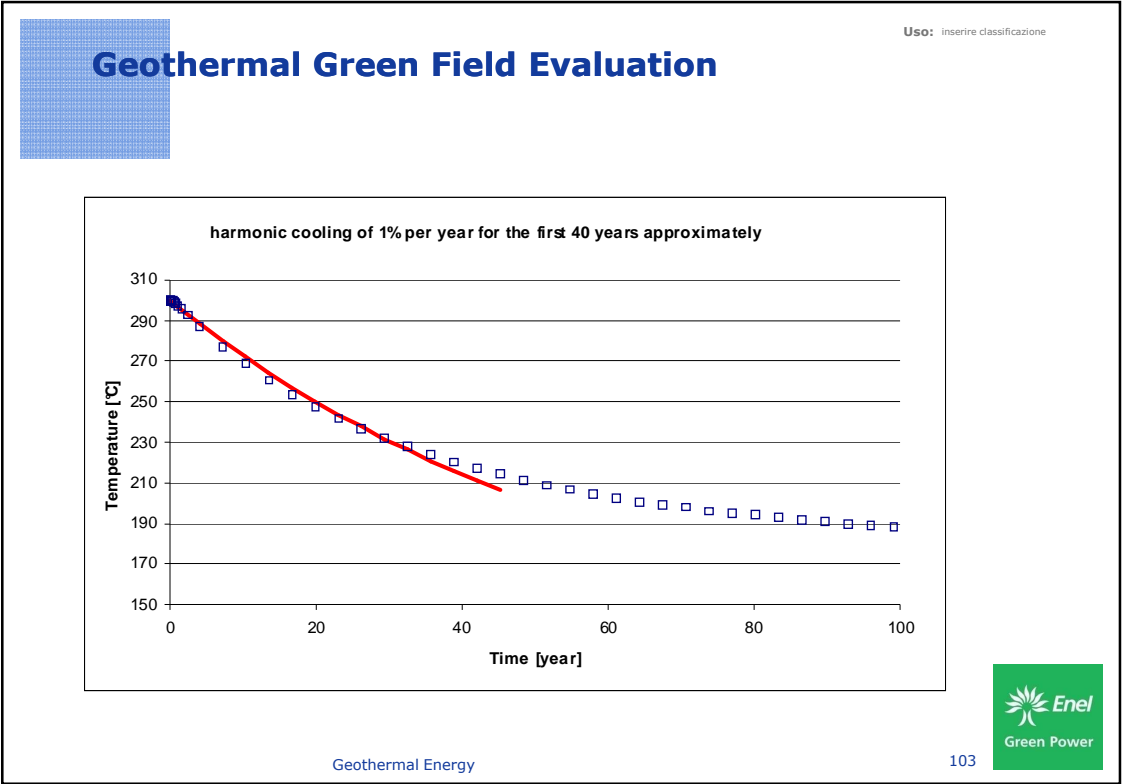
Average Capacity Stored Heat = 111 ± 31 MW



Geothermal Energy

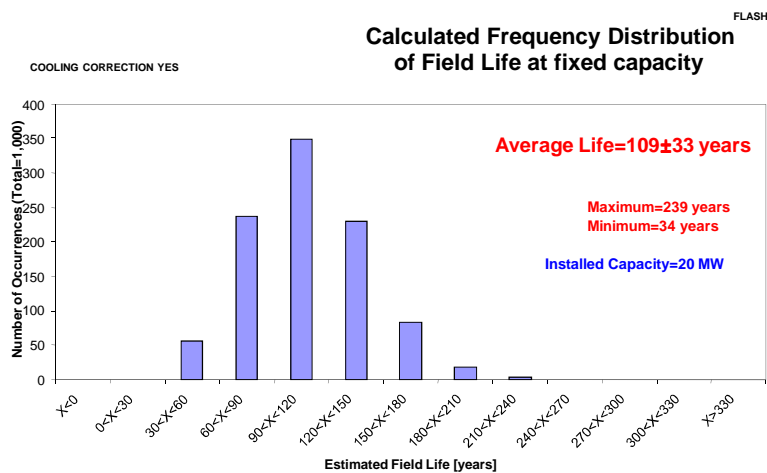
102





Geothermal Green Field Evaluation

Uso: inserire classificazione



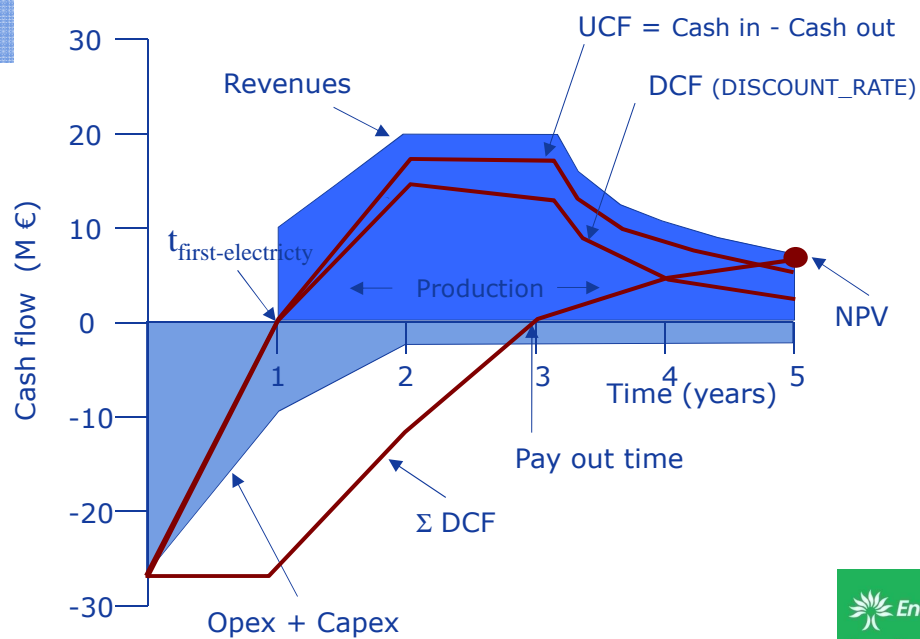
Geothermal Energy

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Geothermal Green Field Evaluation: DSS

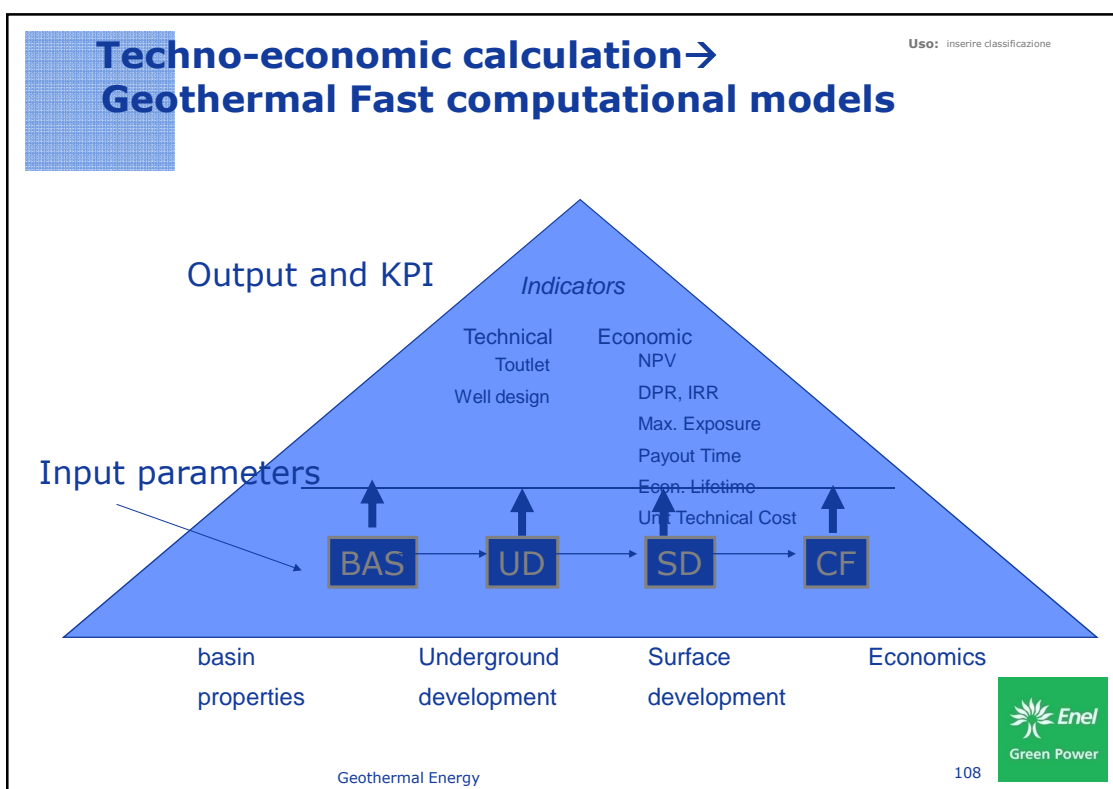
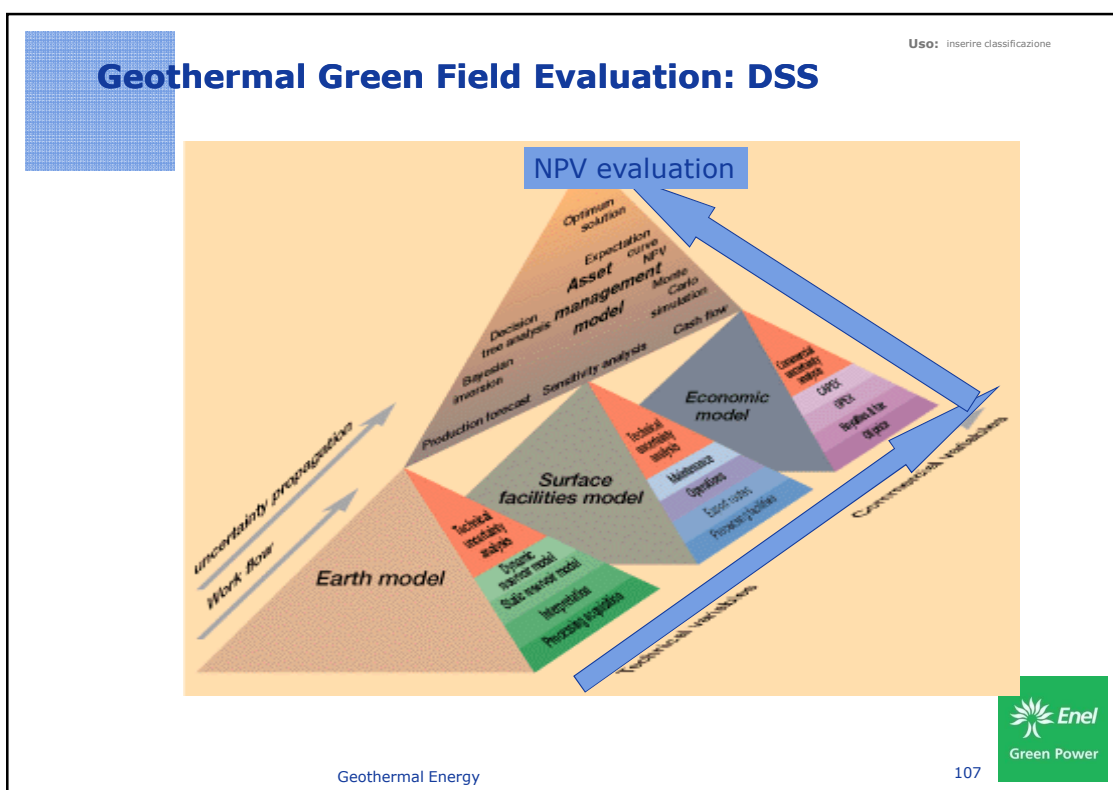
Uso: inserire classificazione

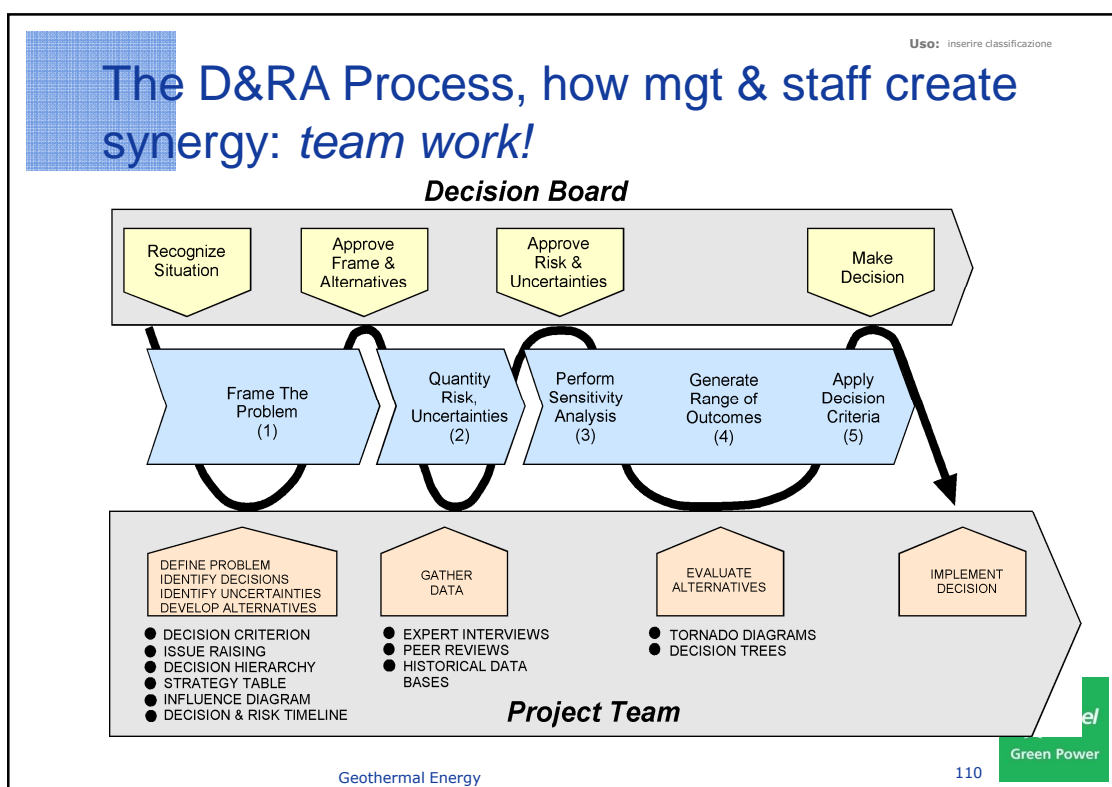
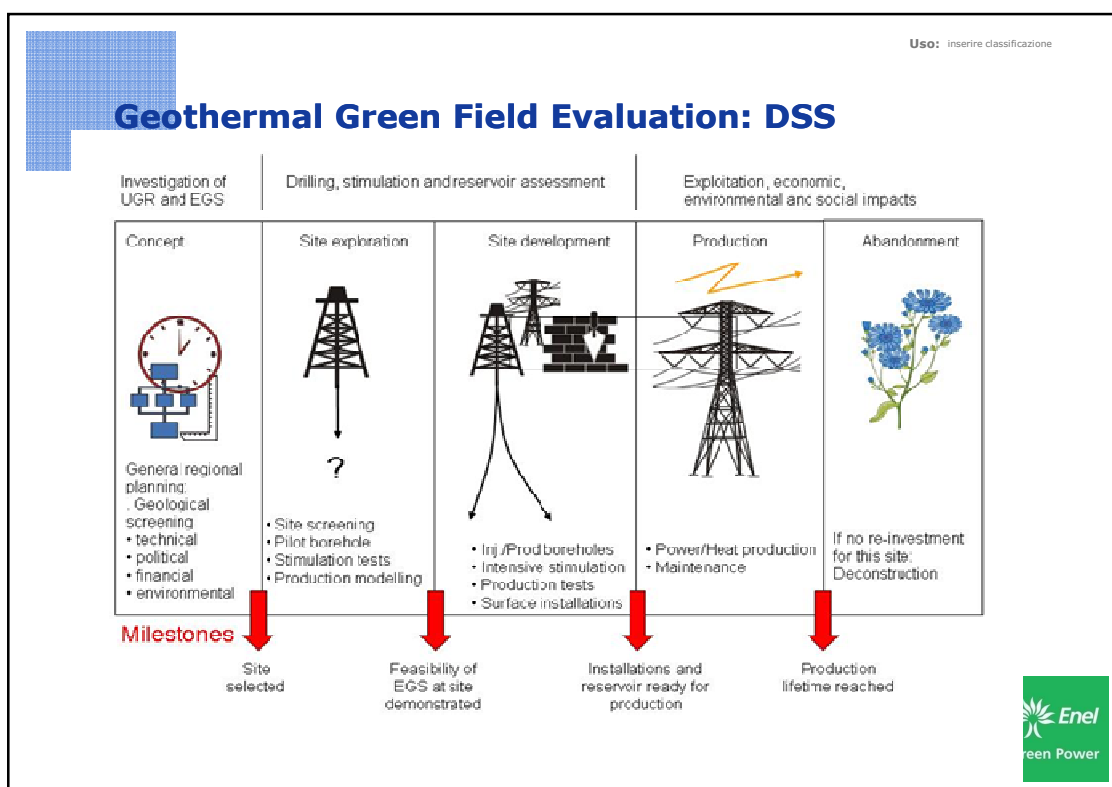


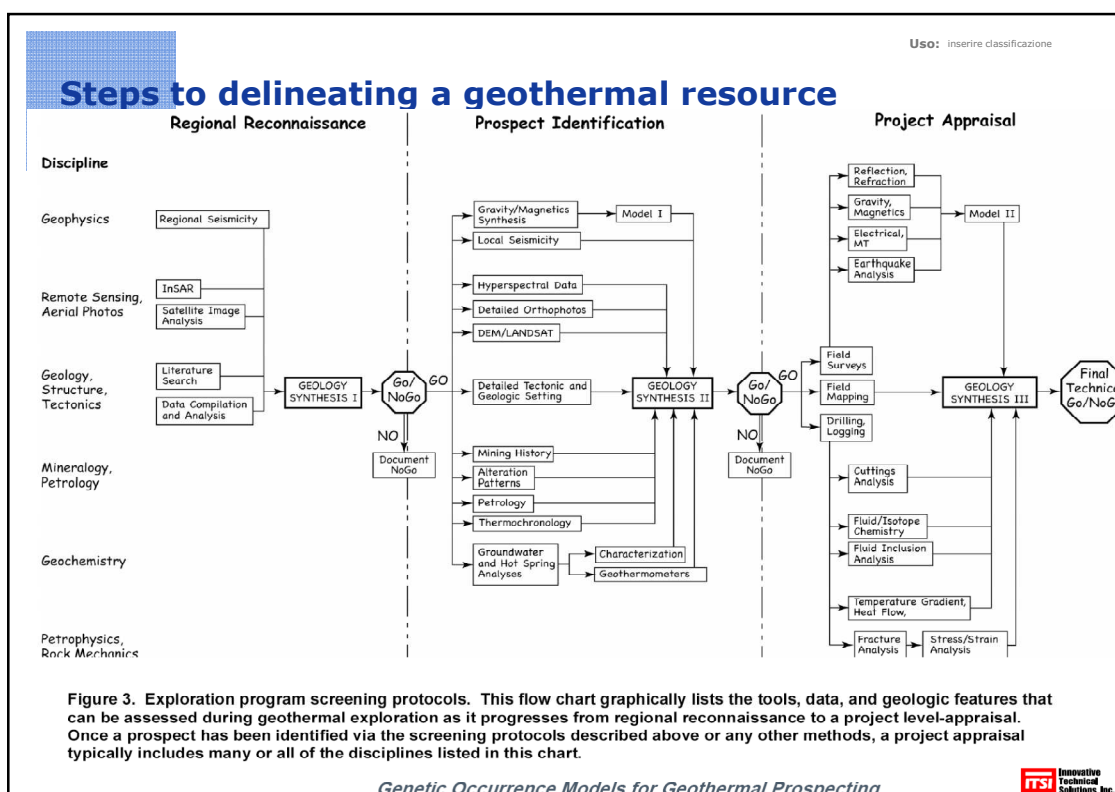
Geothermal Energy

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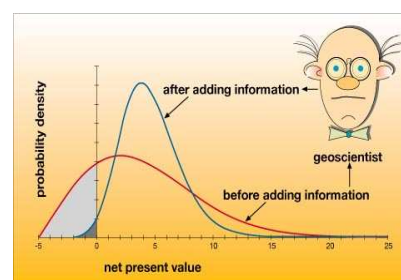


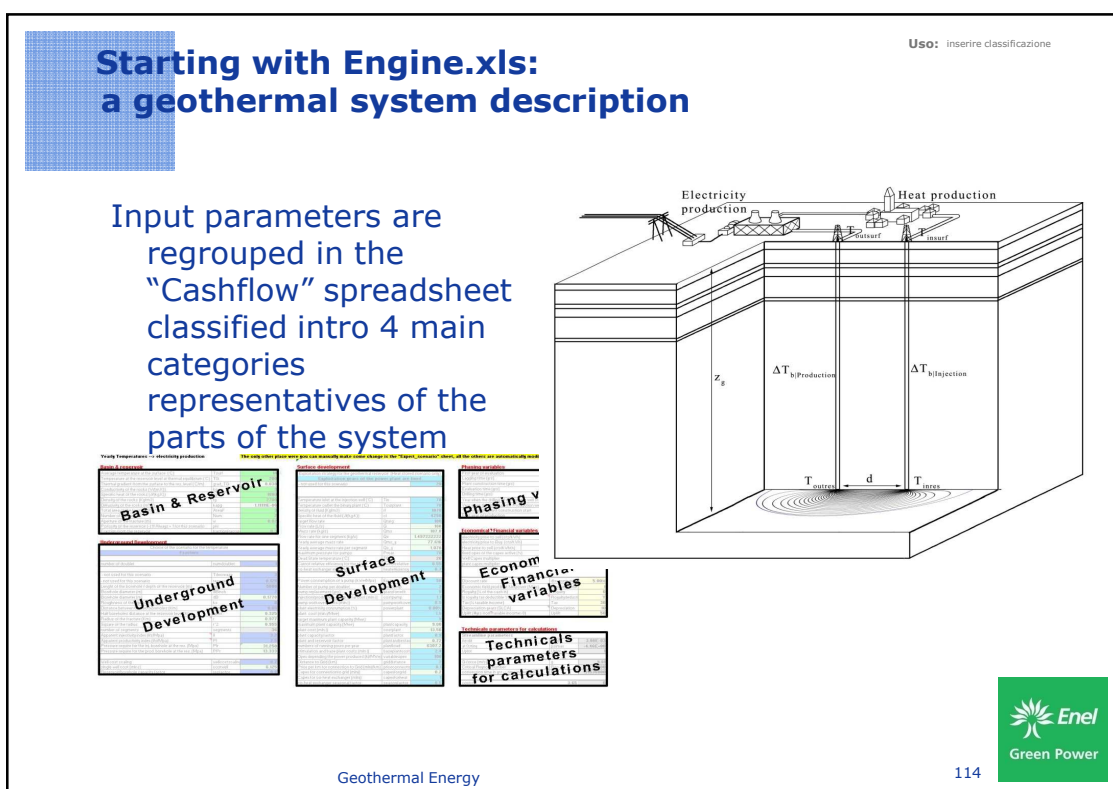
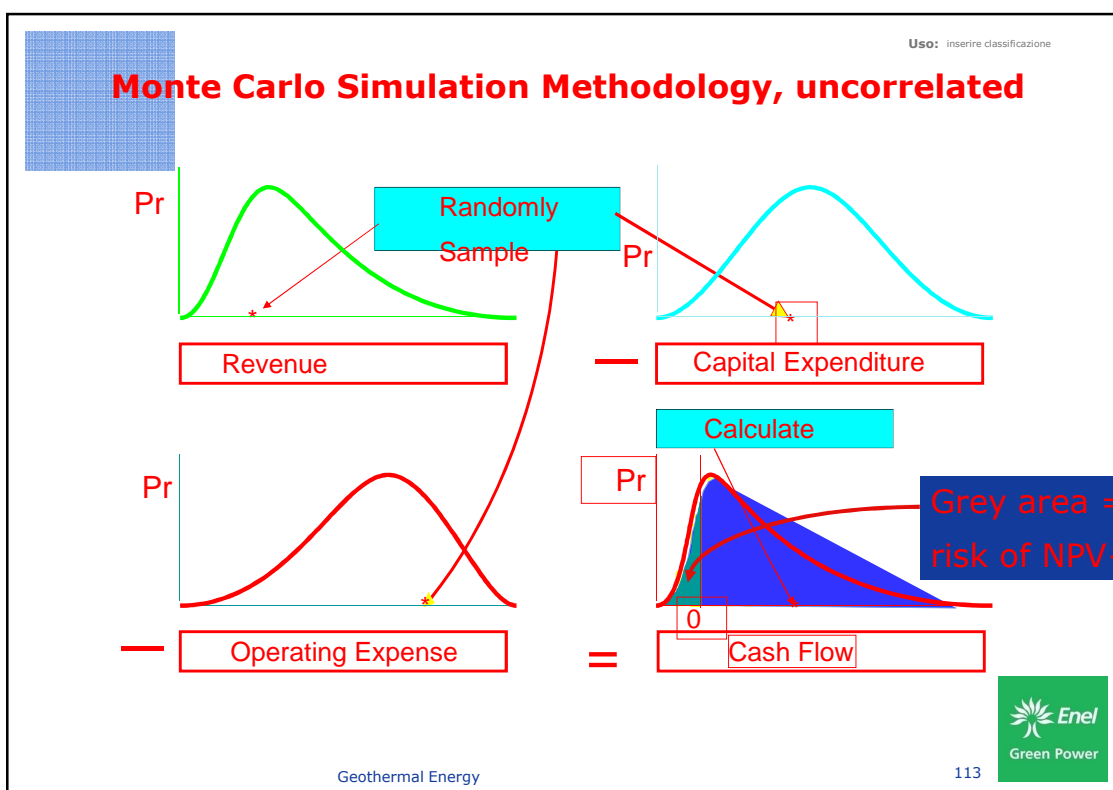




Using "Risk-tolerance" as optimisation constraint

- The decision-maker should then specify his/her risk-tolerance: for the project in question, and given other (portfolio) considerations, which cumprob x average NPV, i.e. if it is < 0 , am I prepared to accept?
- Risk-tolerance criterion can then be used as optimisation constraint to cut out bad decision-alternatives**





EXCEL

Uso: inserire classificazione

Microsoft Excel - egs_v7_dss_soultz.xls

Project Key Performance Indicators

#REF!

Royalty = 0% & tax deductible; Tax = 40%; Depreciation period = 10 yrs; Uplift = 1 yrs

KPI	Value	Unit	Comment
Technical ultimate geothermal recovery	753.2	GWe	not constrained
ultimate recovery produced economically	753.2	GWe	only constrained by "economic limit"
PV electricity sales	50.2	min €	
PV Government Take @PV6%, ref 2007	5.0	min €	
NPV@PV6%, ref 2007	0.2	min €	
IRR	6.1%		IRR=100% if NPV<0, result sometimes wrong
Maximum exposure (undiscounted CF)	-22.3	min €	Max. undiscounted exposure in year 2008
Maximum exposure (discounted CF)	-21.9	min €	Max. discounted exposure in year 2008
PIR undiscounted	0.55	ratio	
PIR discounted	0.01	ratio	
Unit Technical Cost (undiscounted cost/kWh)	0.10	€/kWh	
Unit Technical Cost (Pvcost/kWh)	0.06	€/kWh	
Unit Technical Cost (PVcost/PV kWh)	0.13	€/kWh	
Pay-out time (undiscounted cashflow)	12	years	
Pay-out time (discounted cashflow)	30	years	
Productive life of asset	>28	years	Still producing at end of evaluation period

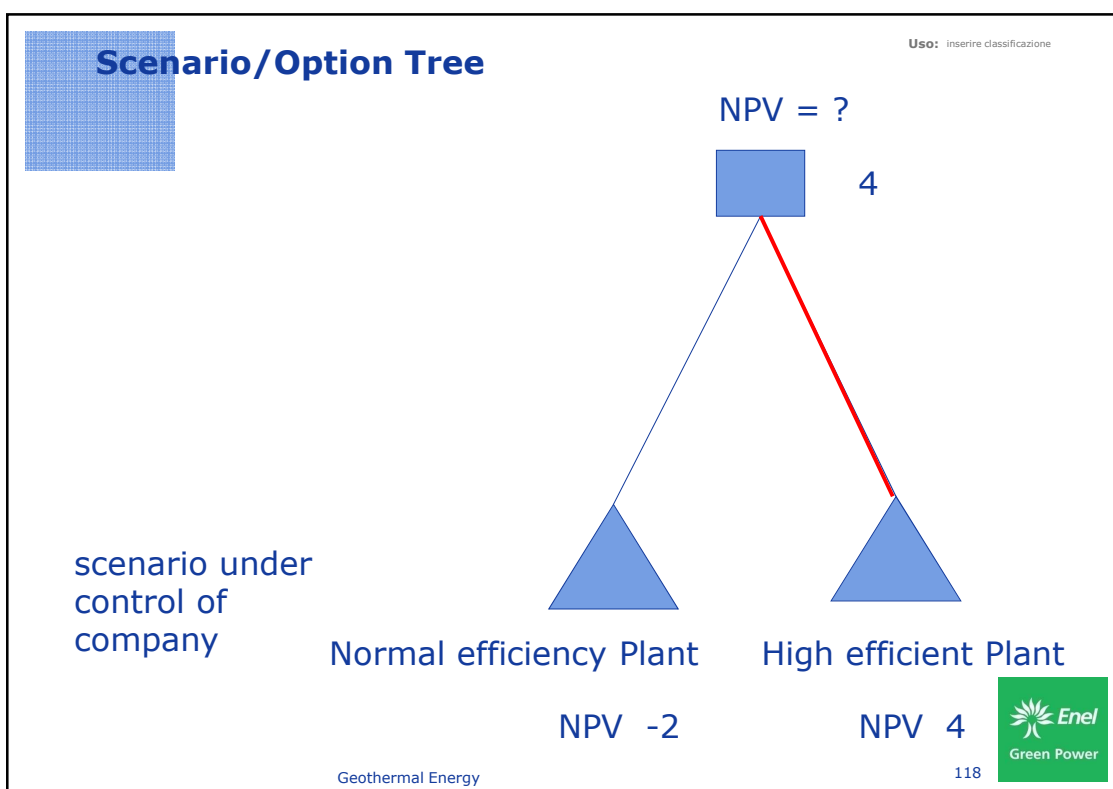
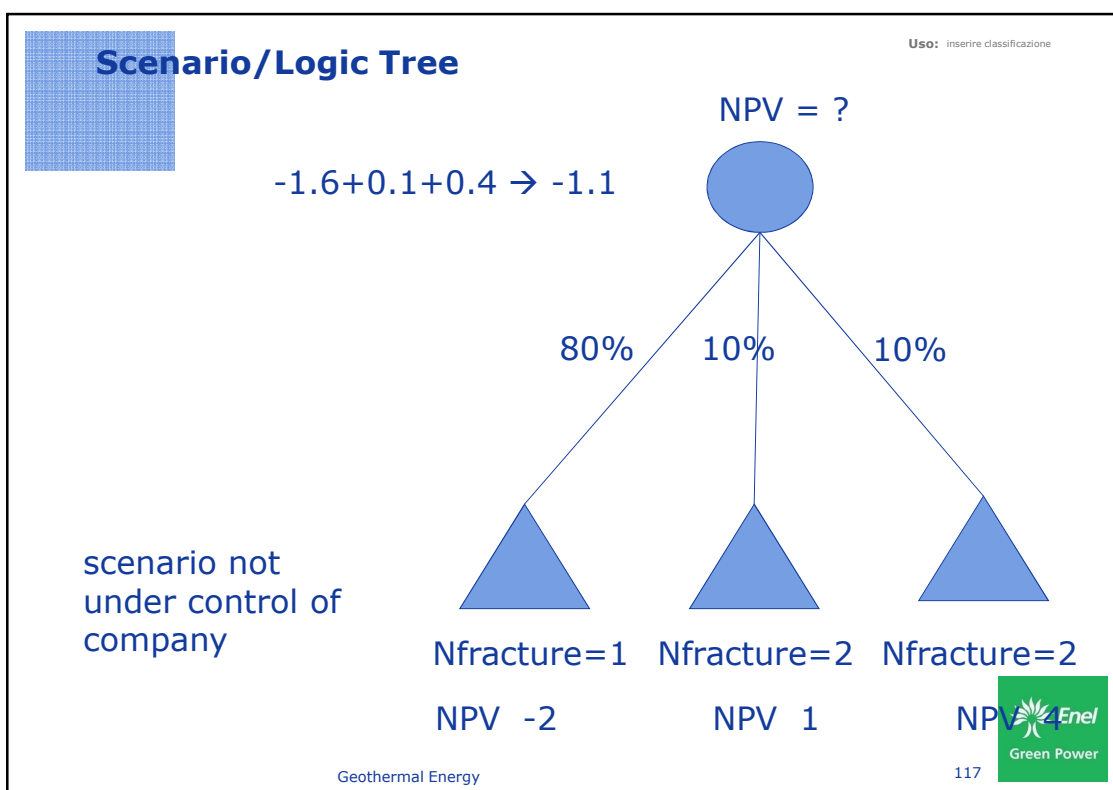
Geothermal Energy

Uso: inserire classificazione

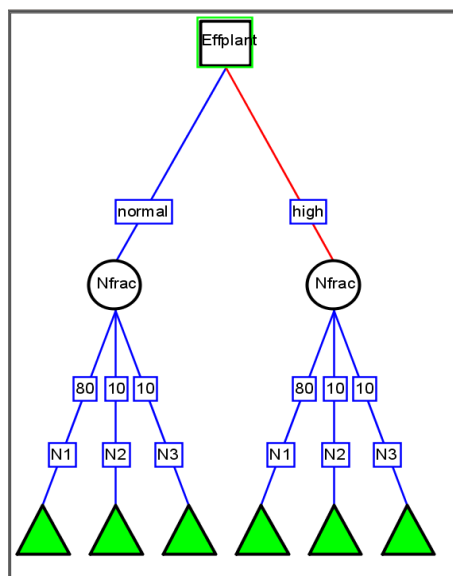
Discrete uncertainties (scenario trees)

Geothermal Energy

Enel
Green Power



Combining controllable and not controllable

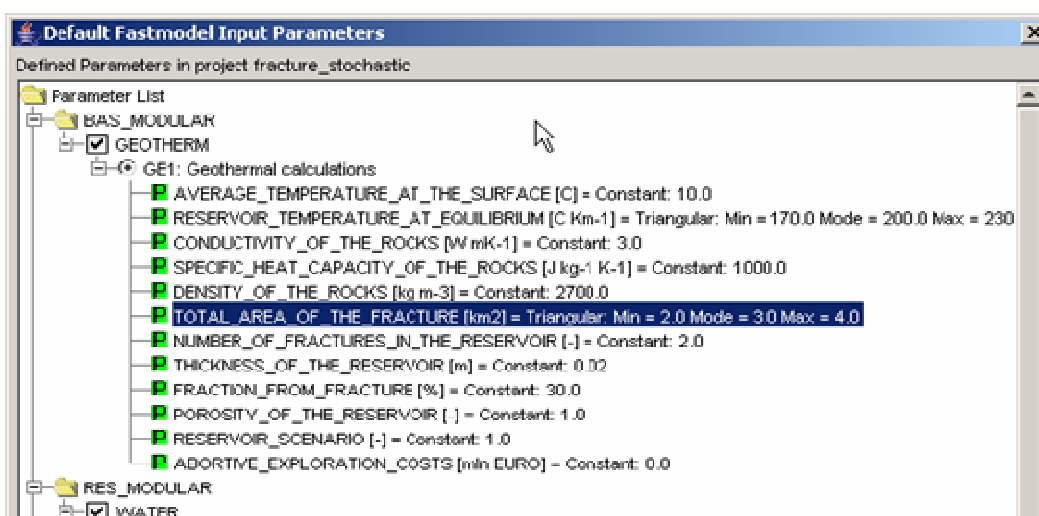


Geothermal Energy

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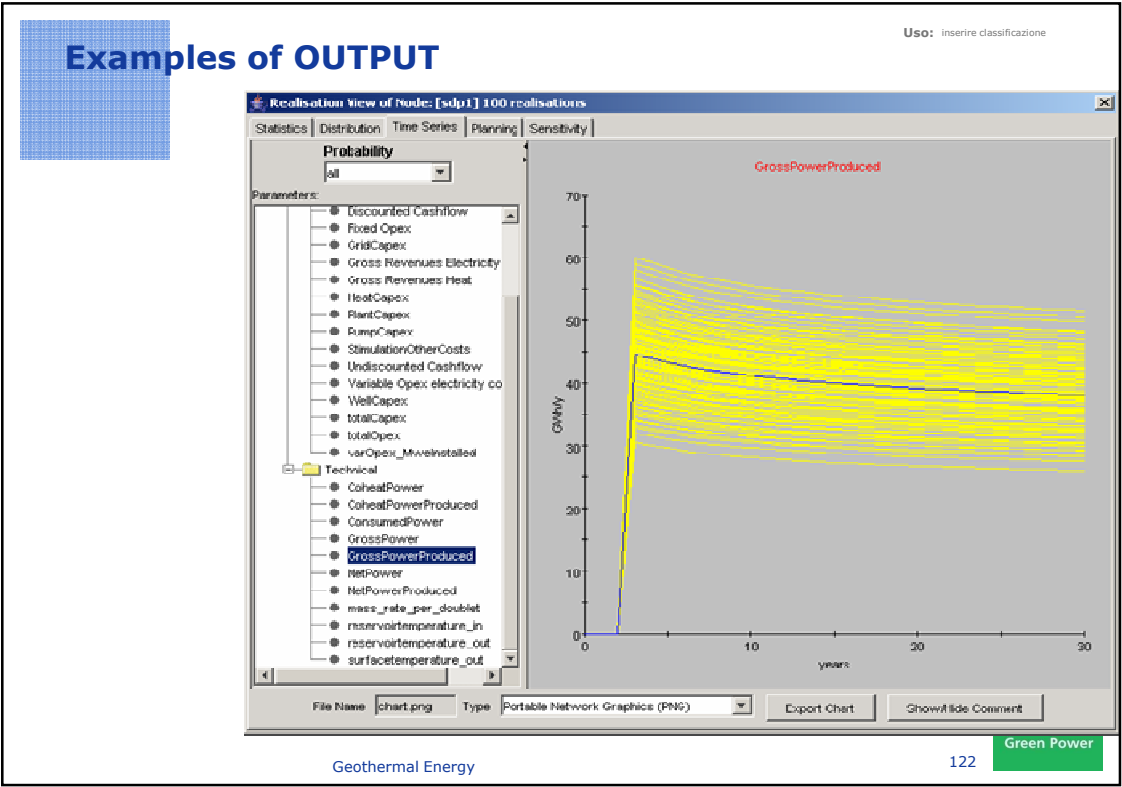
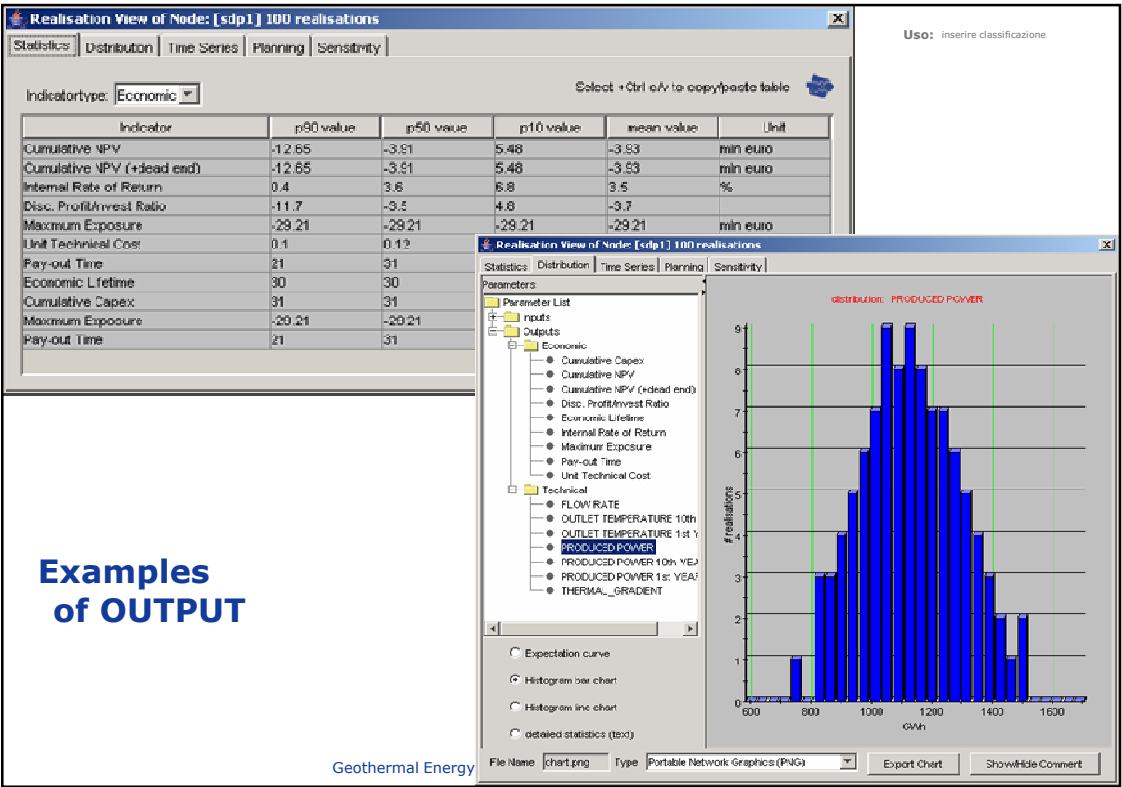
Example of INPUT

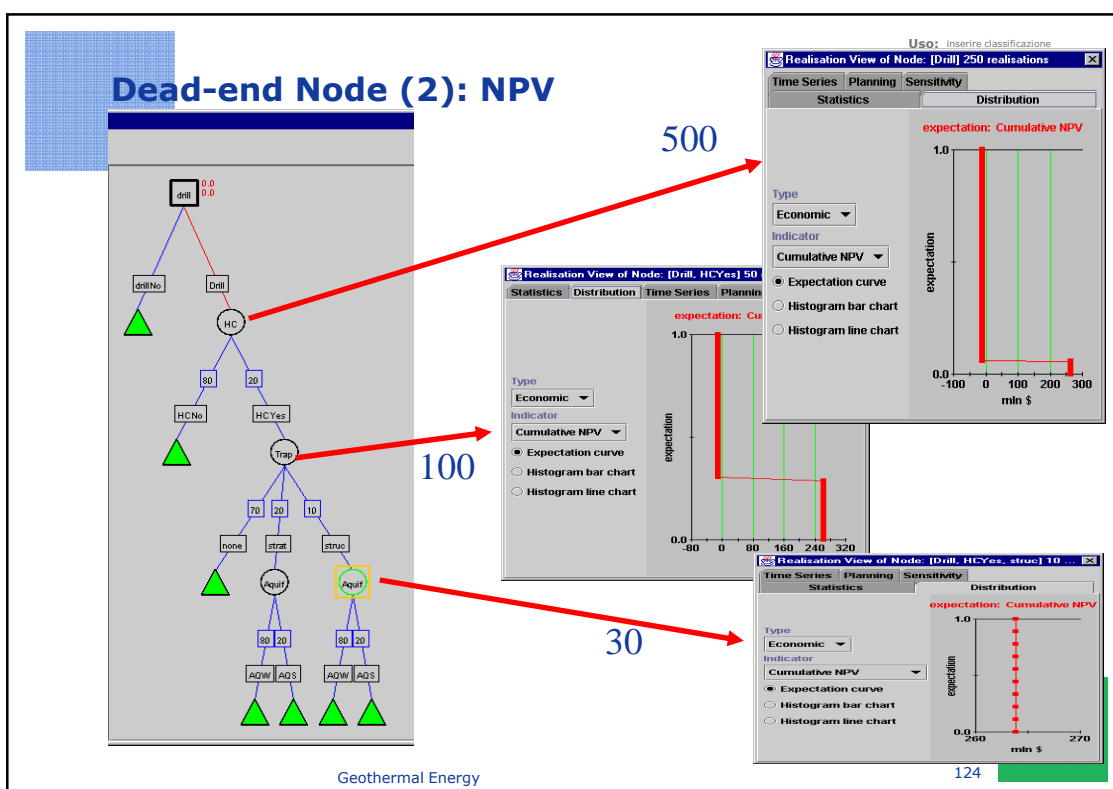
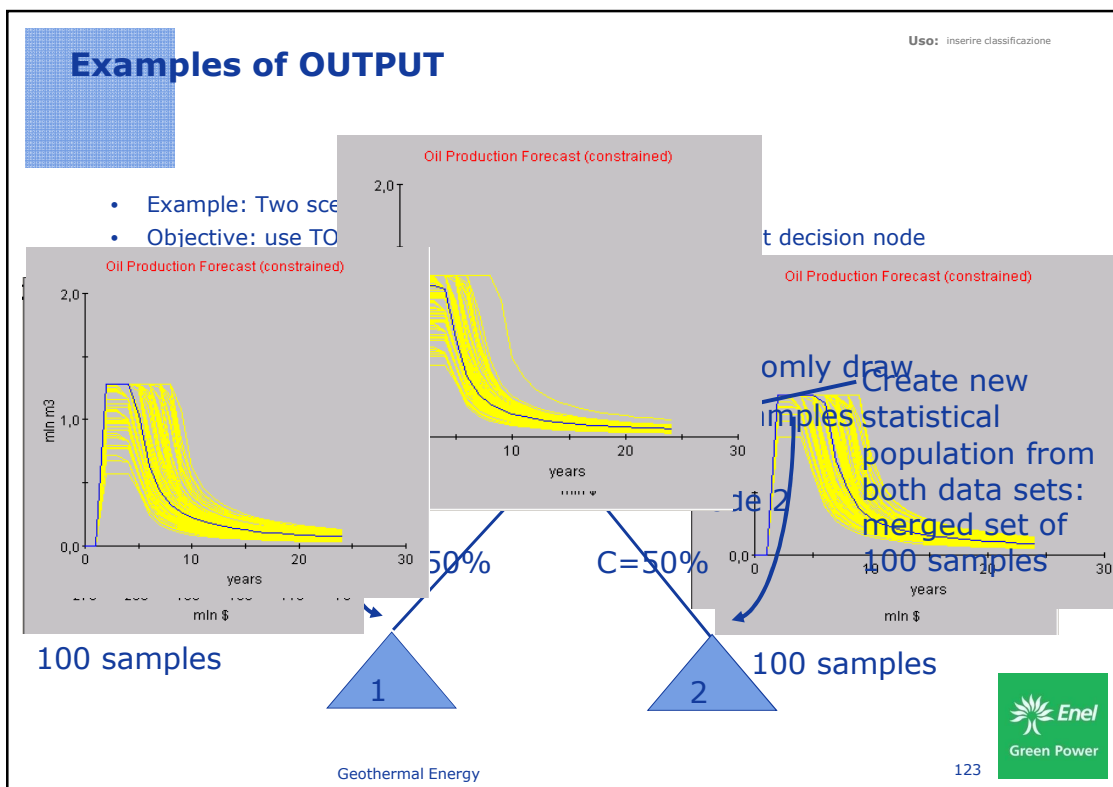


Geothermal Energy

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DSS is a decision tree that combines discrete and continuous uncertainties

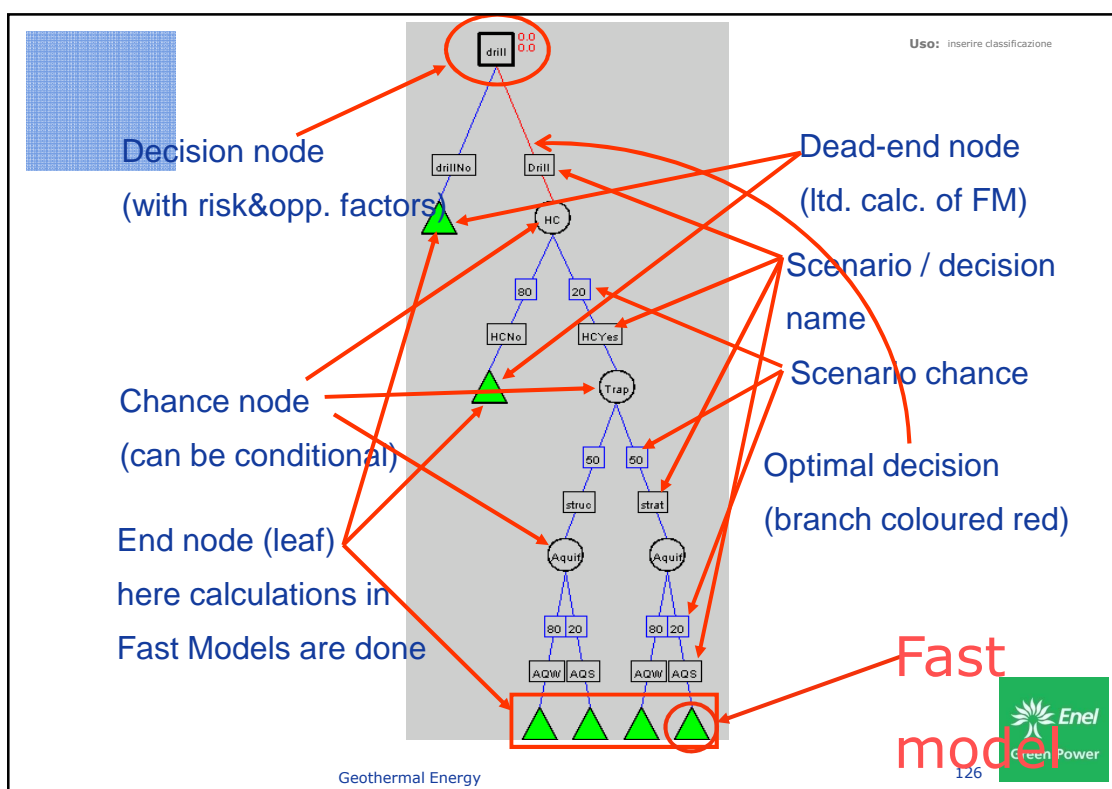
Uso: inserire classificazione

- Tree consists of branches
- Branches are interconnected by (any sequence of):
 - **Decision nodes: action under control of company**
 - **Chance nodes: scenario not under control of company**
 - **End nodes: the "leaves" at the end of the branch where concatenated fast model calculations are done**
- Special features
 - **Mutually exclusive and unique scenario combinations ("pruning of tree")**
 - **Dead-end nodes: to model abortive courses of action**
 - **Scenario dependencies: conditional probabilities using hierarchy**
 - **Expert data can be imported (to circumvent use of Fast Models)**



Geothermal Energy

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EGS DSS Example : Mixing discrete and continuous uncertainties, decision trees

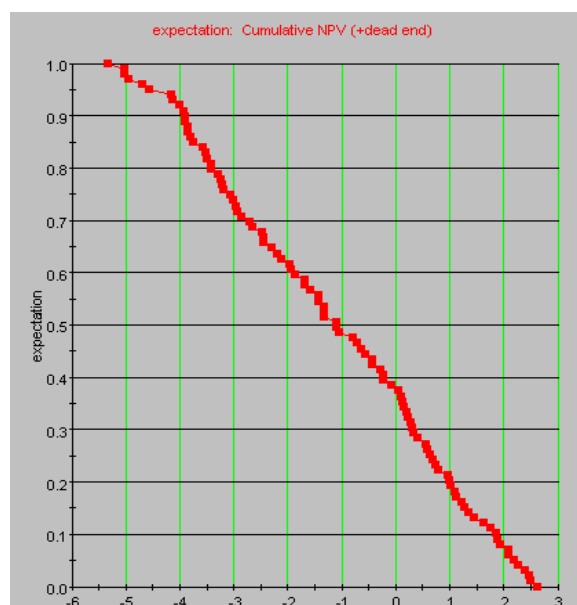
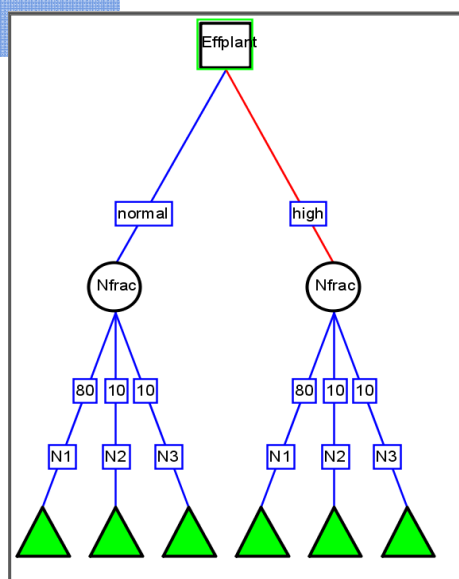
Uso: inserire classificazione

- Design decision (discrete)
 - Normal plant (costs 1.5 mln/ MWe, eff=0.55)
 - Higheff plant (costs 2 mln/ MWe, eff=0.6)
- Uncertainties (continuous)
 - Fracture area 2-4 km²
 - Inflow other than "connected" fracture 50-90%
- Uncertainties (discrete)
 - Having 1 (80%) ,2 or 3 fractures (each 10%)



Geothermal Energy

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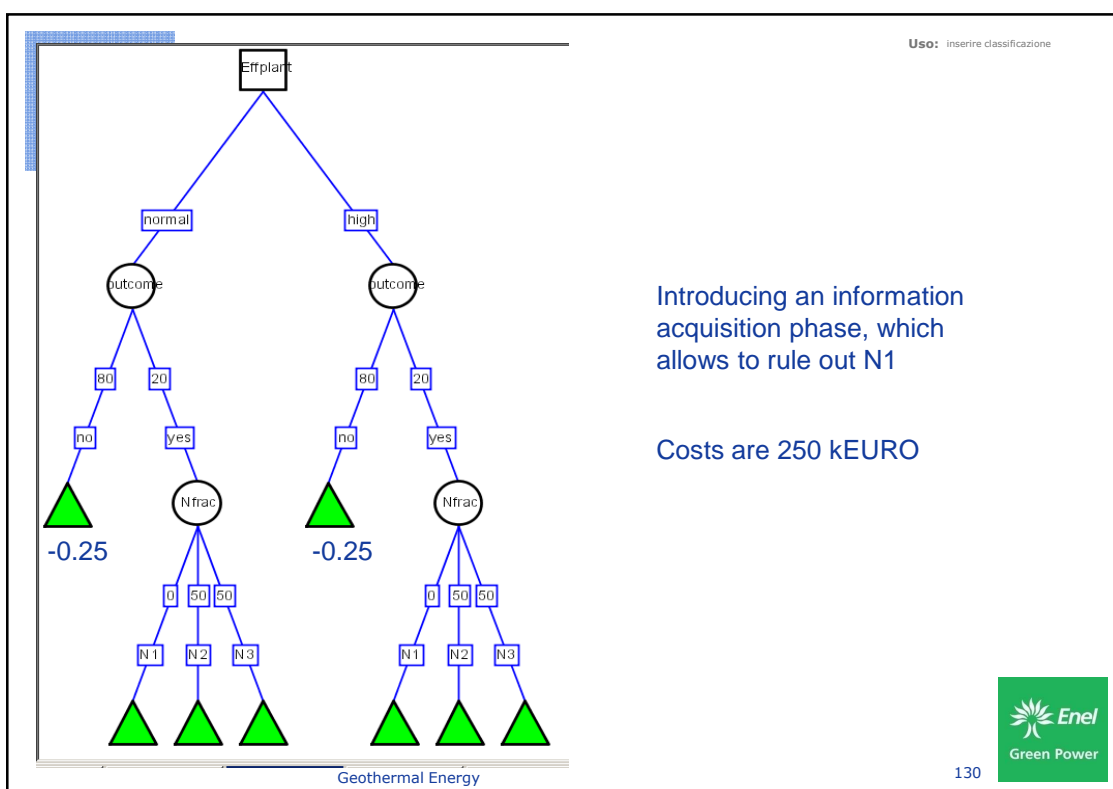
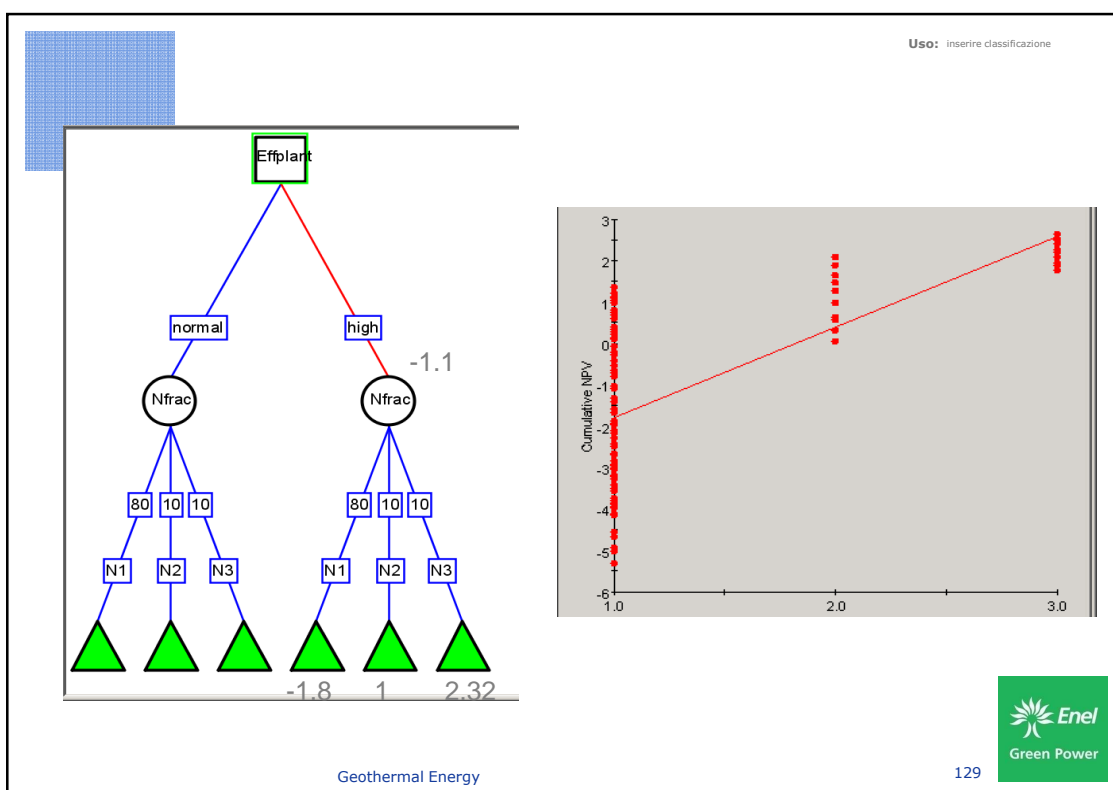
Geothermal Energy

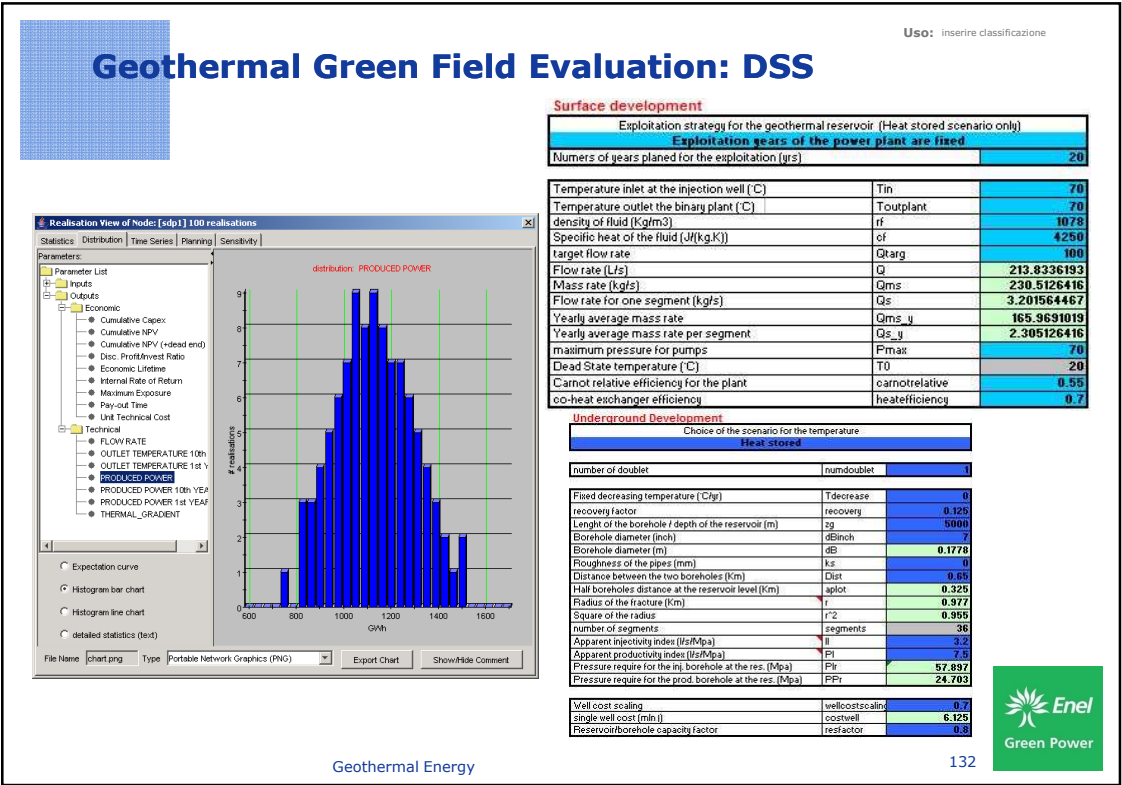
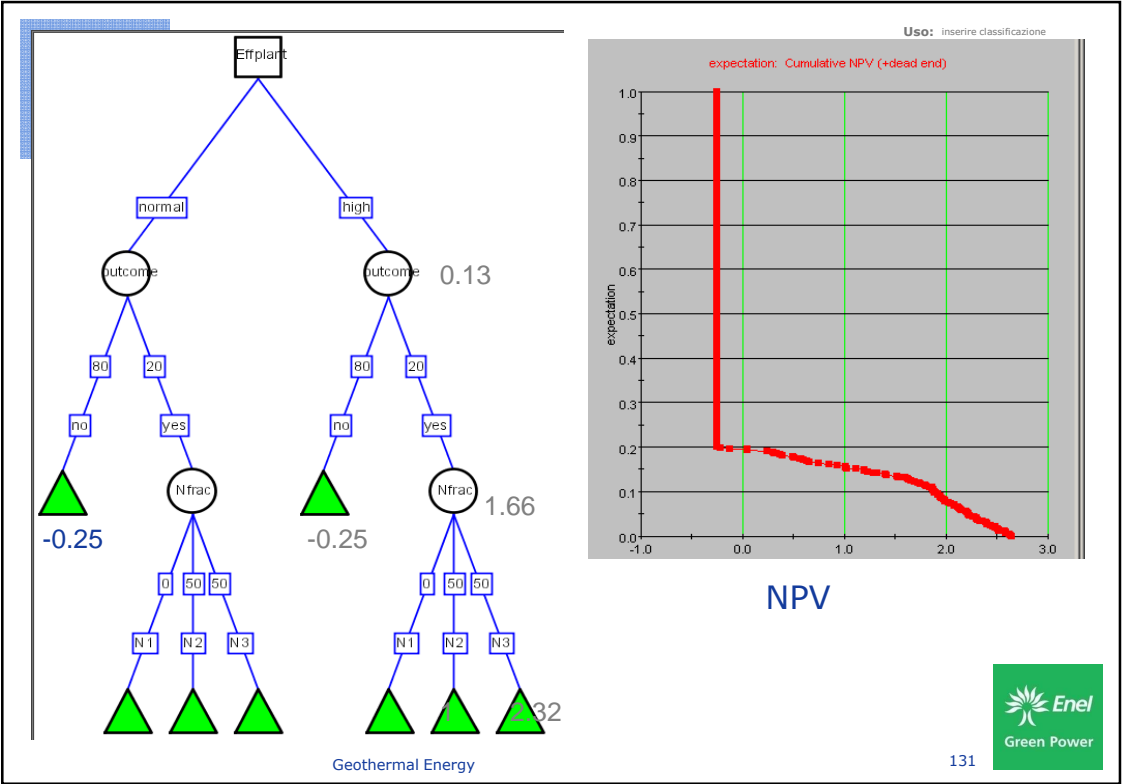
Engine DSS

NPV
128

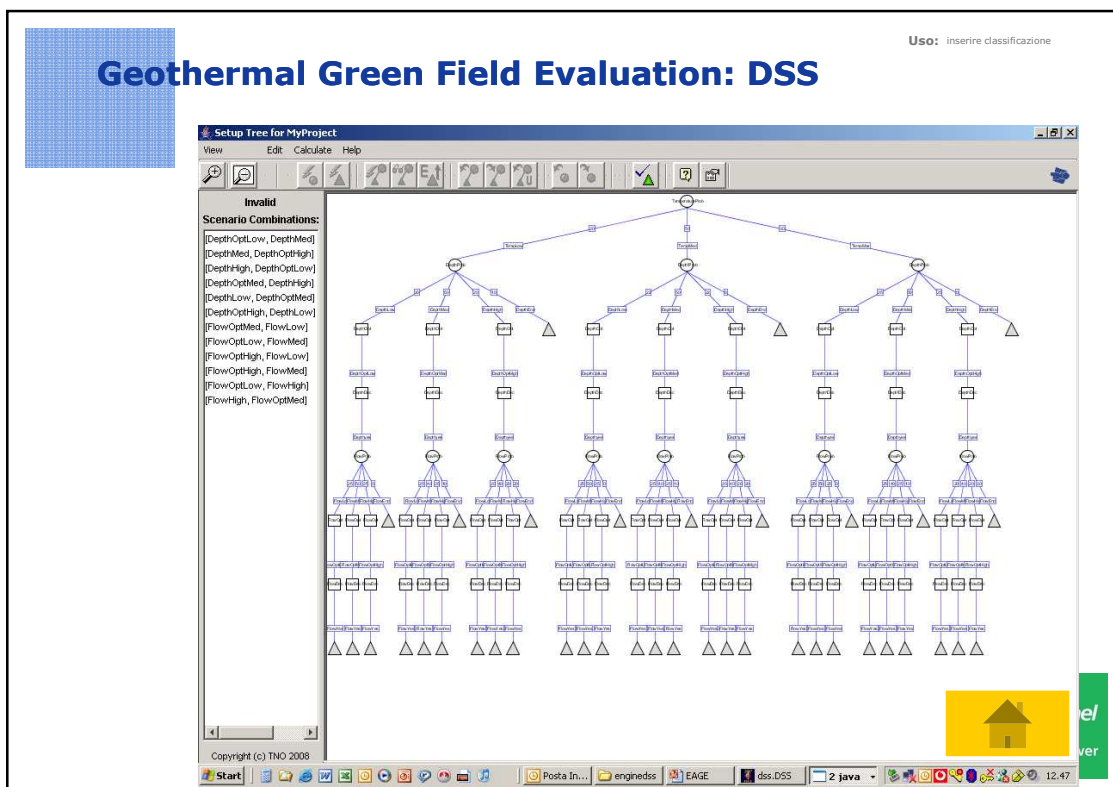
128







Geothermal Green Field Evaluation: DSS



Conclusion

Geothermal energy is **independent of weather conditions** and has an inherent storage capability which makes it especially suitable for supplying **base load power** in an economical way, and can thus serve as a partner with energy sources which are only available intermittently.

The renewable energy sources can contribute significantly to the mitigation of climate change, and more so by working as partners rather than competing with each other.

Conclusion

Uso: inserire classificazione

Presently the most growing geothermal utilisation sector is **heat pump applications**. This development is expected to continue in the future making heat pumps the main direct utilisation sector. The main reason for this is that geothermal heat pumps can be installed economically all over the world.

One of the strongest arguments for putting more emphasis on the development of geothermal resources worldwide is the **limited environmental impact** compared to most other energy sources.

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Conclusion

Uso: inserire classificazione

The geothermal exploitation techniques are under a rapid development and the understanding of the reservoirs has been improved considerably in the past years.

Combined heat and power plants are gaining increased popularity, improving the overall efficiency of the geothermal utilisation.

Also, low-temperature power generation with binary plants has opened the possibilities of producing electricity in countries which do not have high-temperature fields.

Enhanced Geothermal Systems (EGS) that extract heat from deeper parts of the reservoir than conventional systems are under development.

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Conclusion

Uso: inserire classificazione

Geothermal energy has established itself as a source of reliable and environmentally responsible power. Its installed capacity is equivalent to 9 nuclear plants, with **no atmospheric emissions nor hazardous wastes.**

- **High Availability** and **Load Factors,**
- No Dependence on sunlight and weather,
- **Huge Resource Bases.**

Geothermal Energy is
a key resource in a sustainable energy future

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