

On the Transition to Algal Biofuels

Consequences and constrained optimization

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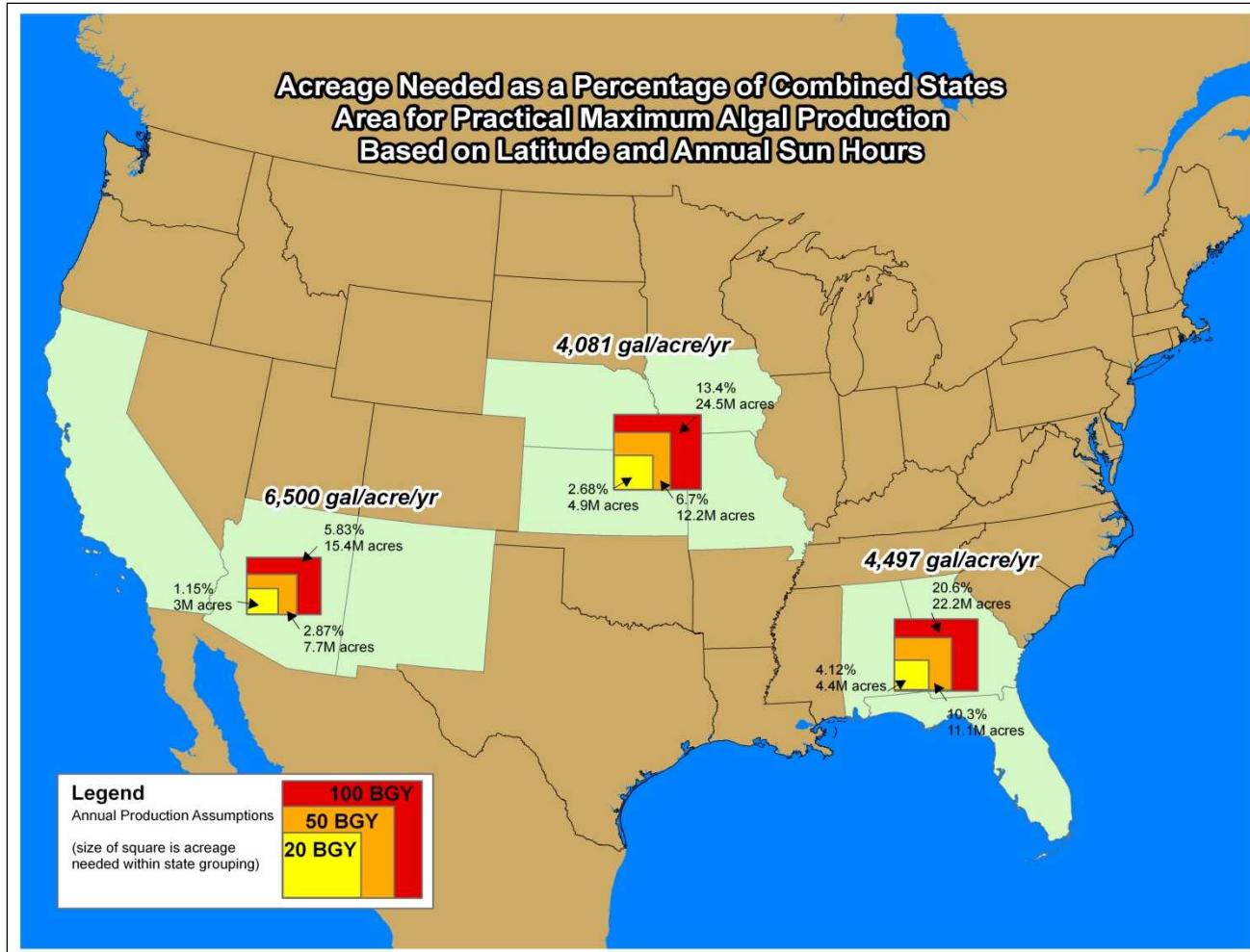


Setting

- Not concerned with:
 - Unit operations
 - ‘exact’ parameter values
 - Process models
- Concerned with:
 - National scope
 - Objective functions
 - Consequences of overall production
 - Constraints on overall production



National scope: DRAFT GIS feasibility analysis





Objective functions

- **Maximize ?**
 - **Algae lipid production ?**
 - **Algae biomass production ?**
 - **CO₂ capture ?**
- **Minimize ?**
 - **Costs (cultivator, processor, consumer) ?**
 - **LCA effects ?**
- **Valid objective function(s) are a must!**



Consequential analysis

- Determining the consequences of algal biomass/biofuel production
 - Environmental
 - Water consumption
 - Waste streams
 - Financial
 - CAPEX
 - Operation and maintenance

*Simply a rate or level multiplied by a specific parameter,
e.g. (CO₂ released per acre of ground cleared) * (acres of
ground cleared)*



Constrained analysis

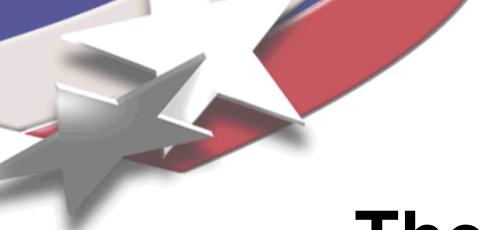
- Determining the consequences of algal biomass/biofuel production constrained by real-world limits
 - Environmental
 - Water consumption limited to available fresh water
 - Waste streams discharge capacity limit
 - Financial
 - CAPEX up to investment resources
 - Operation and maintenance as a function of price and subsidies

*A rate or level constrained to an available resource limit multiplied by a specific parameter, e.g. (CO_2 released per acre of ground cleared) * (acres of ground cleared) as acres available decreases over time*

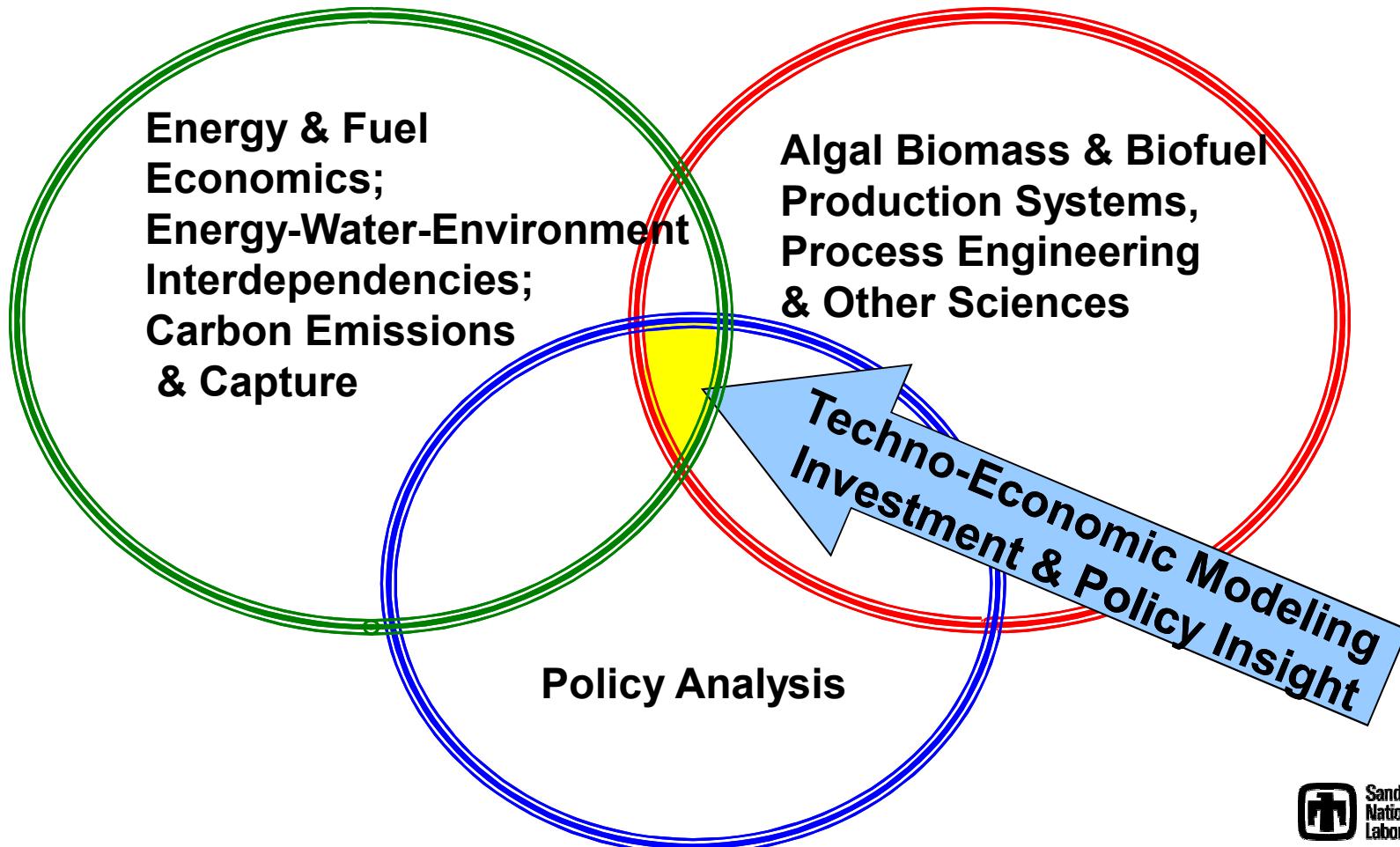


Analysis summary

- **Consequential analysis:**
 - Relatively simple
 - Requires parameterization of activities
 - Values are typically constants
- **Constrained analysis:**
 - Relatively difficult
 - Requires parameterization of parameters
 - Requires knowledge of constraints
 - Values can change over time, non-linear
 - Values may be unknown, uncertain



The future of algal biofuel: The intersection of many domains





Methodology of choice: System Dynamics

- In Industrial Dynamics¹, Jay Forrester (1961) presents a type of model structure. He indicated that a model should have the following characteristics:
 - Be able to describe any statement of cause-effect relationships that we may wish to include.
 - Be simple in mathematical nature.
 - Be closely synonymous in nomenclature to industrial, economic and social terminology.
 - Be extendable to large numbers of variables (thousands) without exceeding the practical limits of digital computers, and
 - Be able to handle “continuous” interactions in the sense that any artificial discontinuities introduced by solution-time intervals will not affect the results. It should, however, be able to generate discontinuous changes in decisions when these are needed.

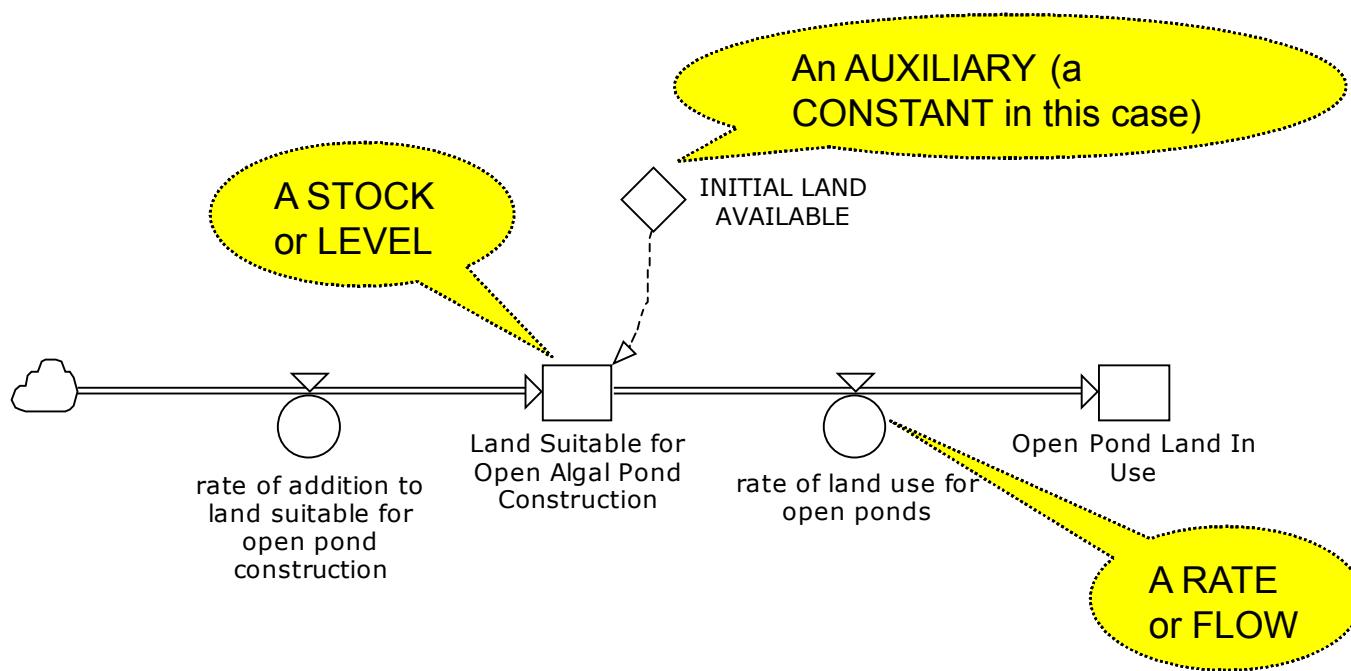
¹ Now commonly termed System Dynamics.



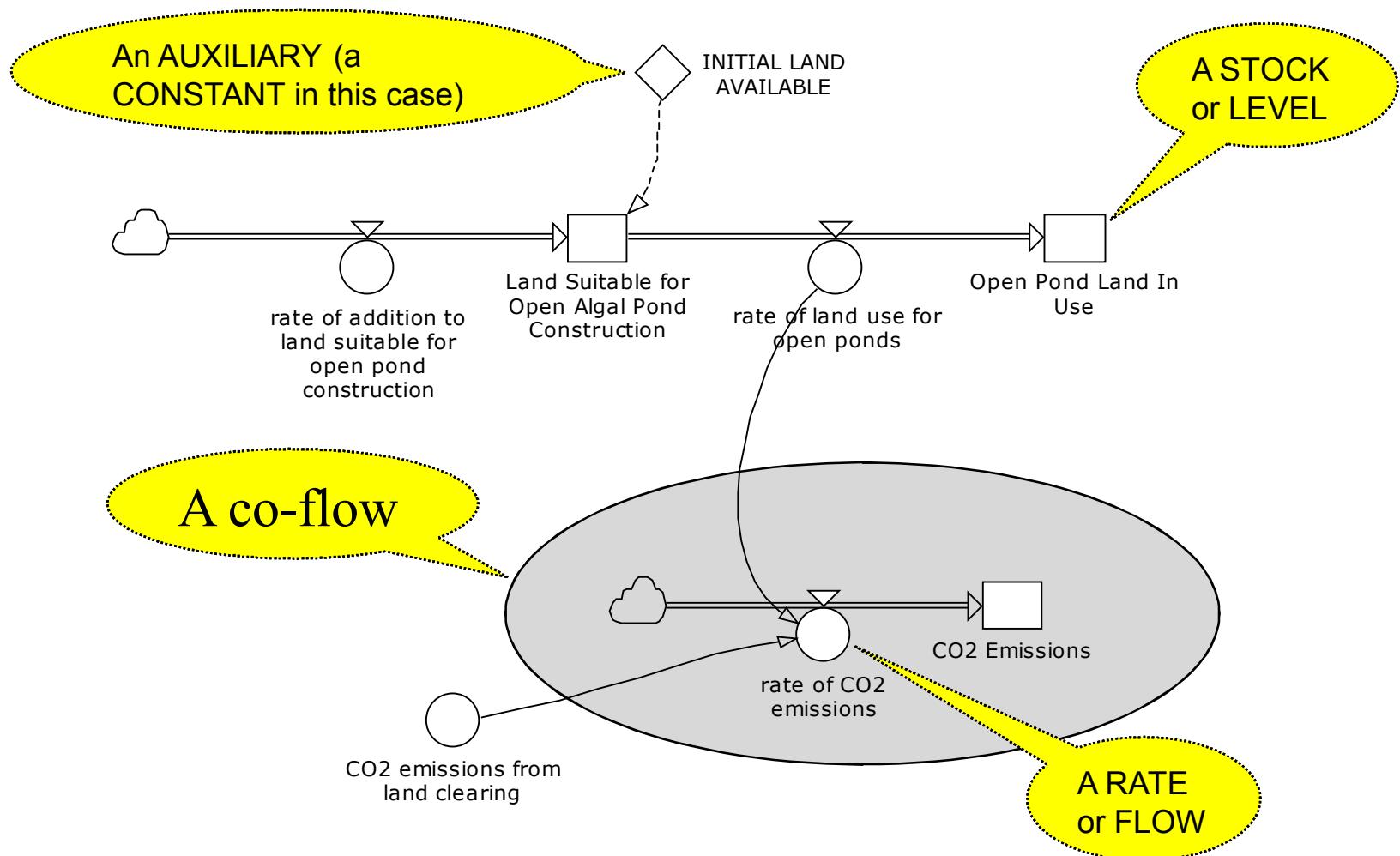
Operationalizing the methodology

- “an alternating structure of reservoirs or levels interconnected by controlled flows.”
 - They are made operational by stocks, flow rates, decision functions and information channels.
 - Forrester’s proposal has often been metaphorically described as “bathtub dynamics.”
 - Stocks are the bathtubs themselves, decision functions are the automated or humanly controlled valves on the flows to and from bathtubs, and the information channels serve as pipes between stocks
 - Feedback is an important feature of these systems

Stock, flow, auxiliary

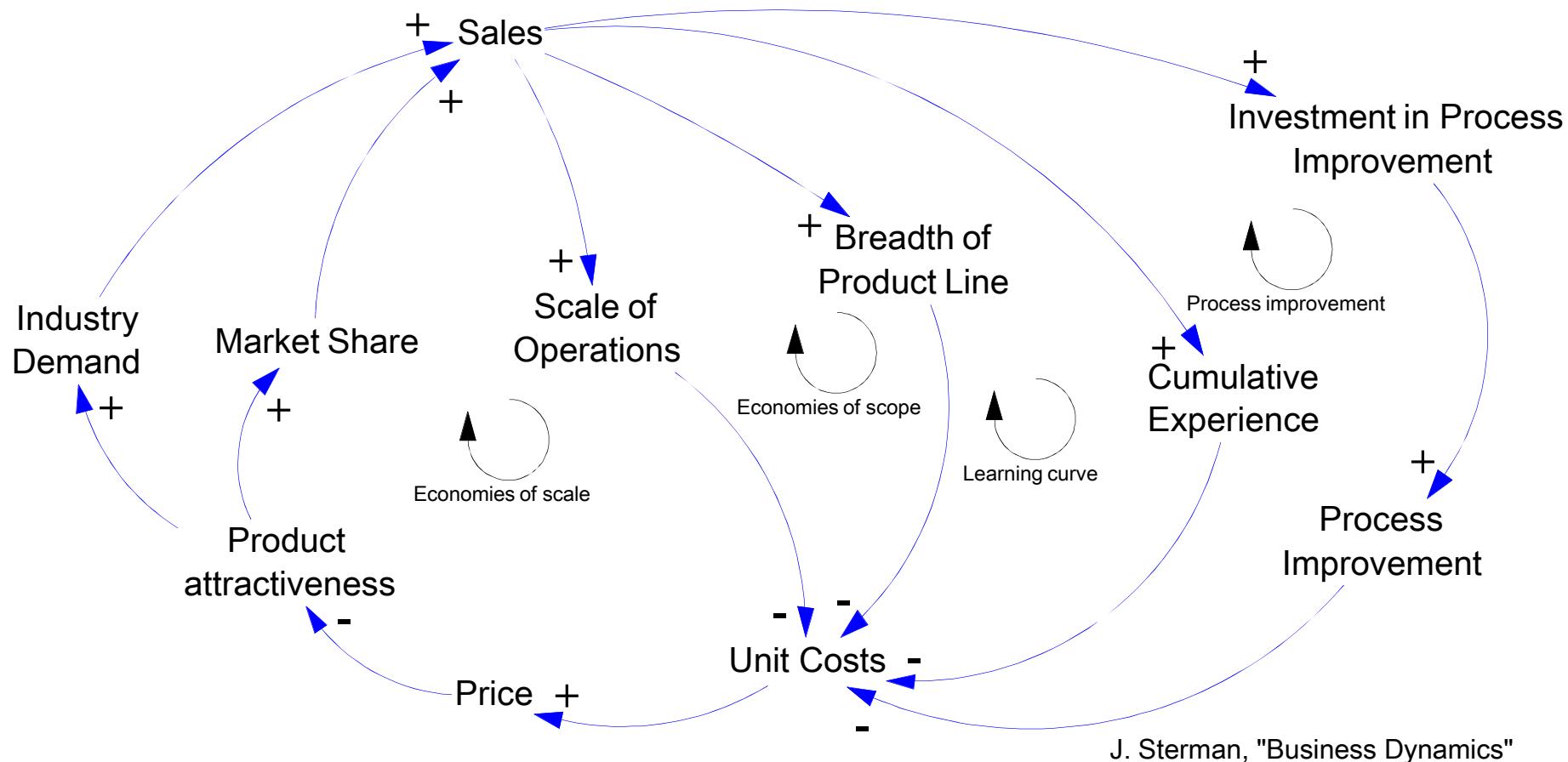


Characteristics or co-flows

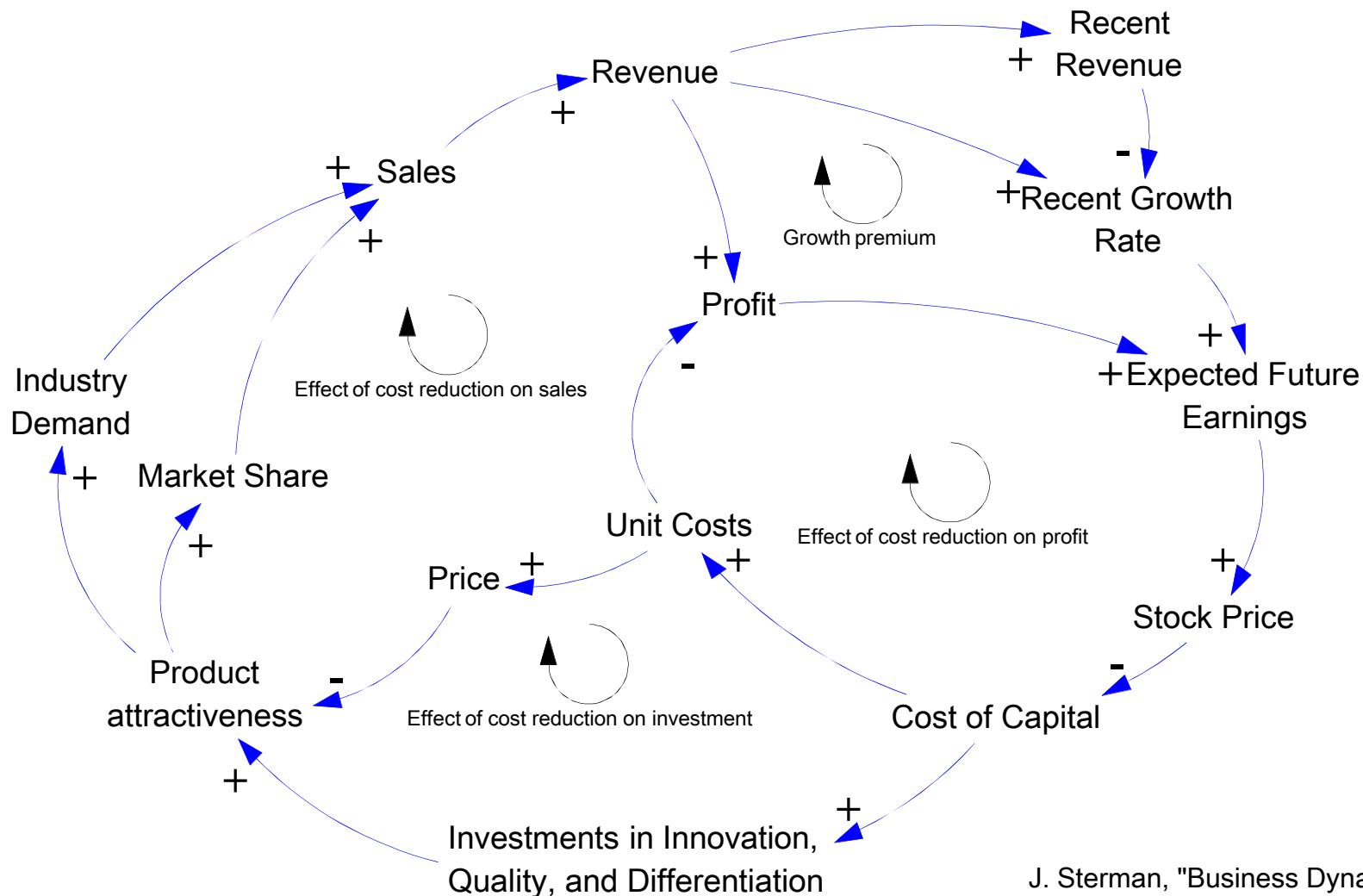




Price and Production Cost



Stimulating Growth



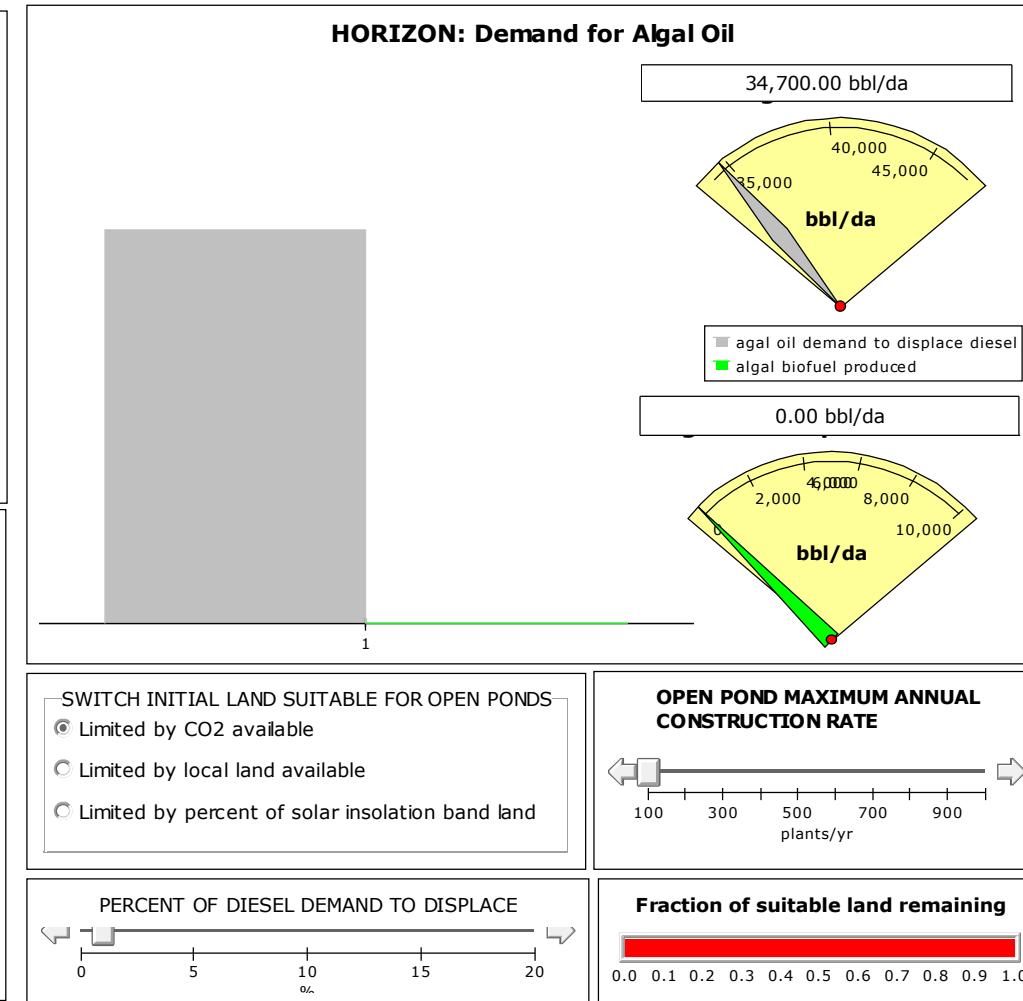
J. Sterman, "Business Dynamics"

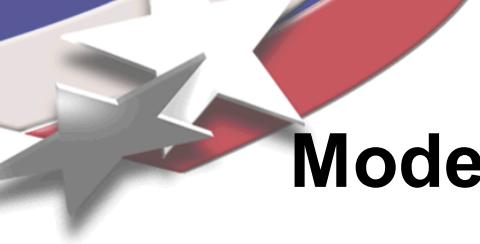
Prototype: Model interface

YIELD SCENARIO SWITCH

- Benemann open pond
- Benemann open pond maximum
- NREL current open pond
- NREL aggressive open pond
- NREL maximum open pond
- NMSU current open pond
- NMSU highest open pond
- Solix current hybrid
- Solix Q2 2009 hybrid
- NBT Israel open pond
- Seambiotic IEC Israel bst open pond

Yield	Sun hours
15.00 g/(da*m sq)	A < 2000
17.65 g/(da*m sq)	B 2000 - 2200
19.41 g/(da*m sq)	C 2201 - 2400
21.18 g/(da*m sq)	D 2401 - 2600
22.94 g/(da*m sq)	E 2601 - 2800
24.71 g/(da*m sq)	F 2810 - 3000
26.47 g/(da*m sq)	G 3001 - 3200
28.24 g/(da*m sq)	H 3201 - 3400
30.00 g/(da*m sq)	I > 3400





Model demonstration: flight simulator metaphor



Conclusion

- This approach will not produce a single prediction, nor a point estimate
- This approach will produce a detailed understanding of the algal biomass/biofuel domain and projections of the future
- The understanding will come from:
 - Participation in model construction: data, process
 - Exercising the model
 - Running sensitivity tests

Everyone is welcome to help!



The classic questions for us

- Not '*Is the model valid,*' but
- *Is the model suitable for its purposes and the problem it addresses?*
- *Is the model consistent with the slice of reality it tries to capture?*

(Richardson & Pugh 1981)