THERMOS European Inspire Event / Brussels 25th January 2018

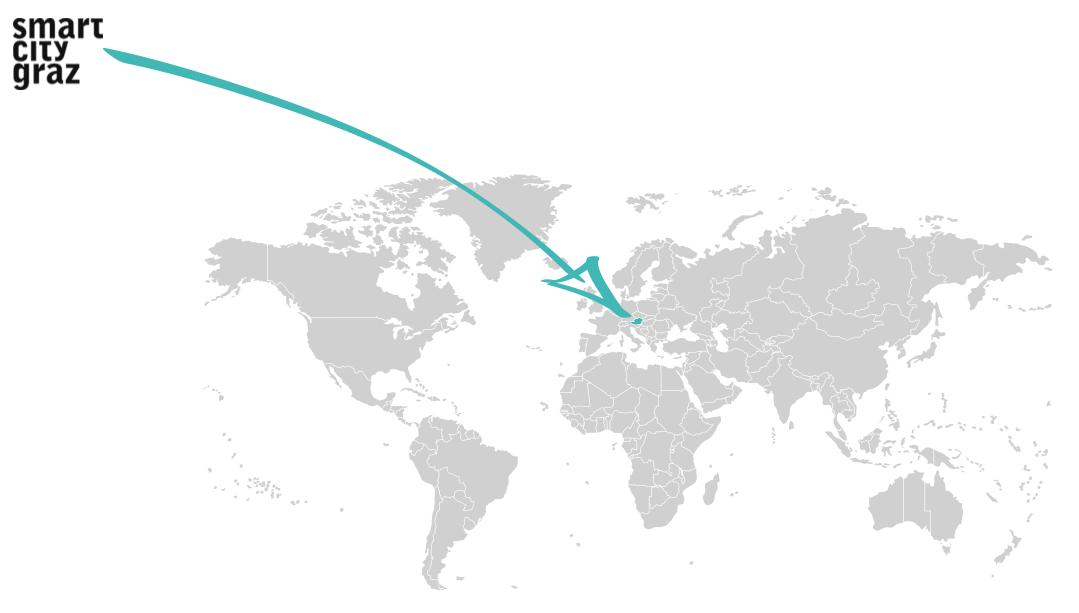
Smart CITY graz

District Heating as an important Pillar of a Smart Urban Heating Supply System City of Graz/Austria

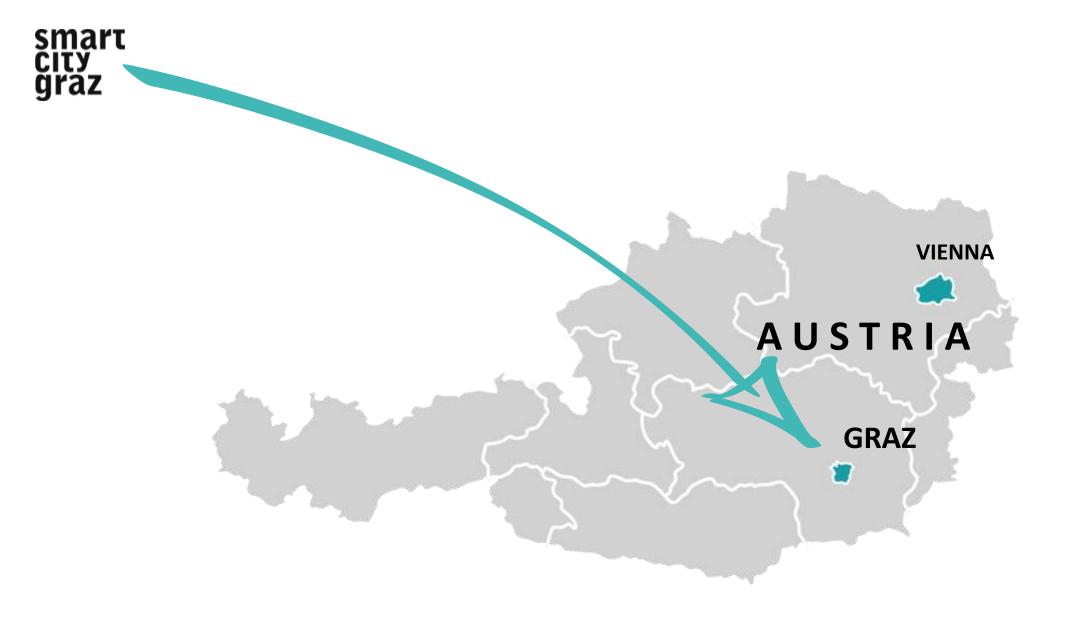
Christian Nussmueller City of Graz / Austria Executive Office for Urban Planning, Development and Construction







Coordinates: 47°4'N 15°26'E

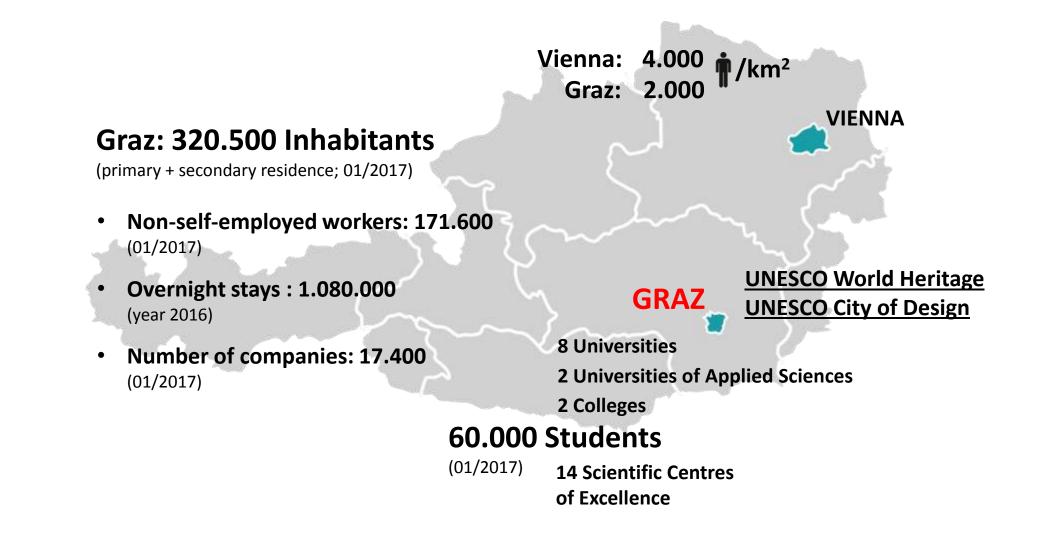


Graz – Austria's second largest City

smart

СІТУ

graz





Graz – Local Conditions and Challenges

- Primary residents: 286.686 (01/2017)
 +50.000 since 2003 → strong demand for housing space whole functional urban region Graz: 0.5 m continually increasing
- Superficial area of 127 km² thereof 50% zoned as green belt area
 → limited building land reserves
- No substantial building land reserves of public property
- Local air quality and climate challenges because of adverse topographic basin situation
 Particulate Matter, Oxides of Nitrogen/NOx from motorised traffic, industrial emissions and domestic heating (threat of legal action by EU)

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Smart City Graz Strategy Development 2010-2013: Vision for Graz in 2050 – General Objectives

- Dynamic city with <u>compact building structures</u>, an ideal urban <u>mix of usage</u>, <u>attractive public spaces</u> and a <u>high quality of living</u>.
- Consistent implementation of Smart City Strategy result in an <u>energy-efficient</u>, <u>resource-conserving</u> and <u>low-emission</u> city.
- Environmental friendly approach should be achieved by implementing <u>sustainable concepts</u> for <u>energy consumption</u>, <u>mobility</u>, and others.



Urban Development Concept 4.0

(legally binding, mandatory character since 2013)

10 Basic Principles:

| 1. | Graz is developing into a "Smart City" |
|-----|----------------------------------------------------------------------------|
| 2. | Graz is considering itself as a significant player of regional development |
| 3. | Graz represents a balanced integrated system |
| 4. | Graz commits for an integrated urban planning approach |
| 5. | Graz offers attractive living conditions for the whole city area |
| 6. | Graz commits for high quality growth |
| 7. | Graz offers both urbanity and diversity |
| 8. | Graz is using any scope of action |
| 9. | Graz commits for an applied building culture |
| 10. | Graz commits for protecting its green space |



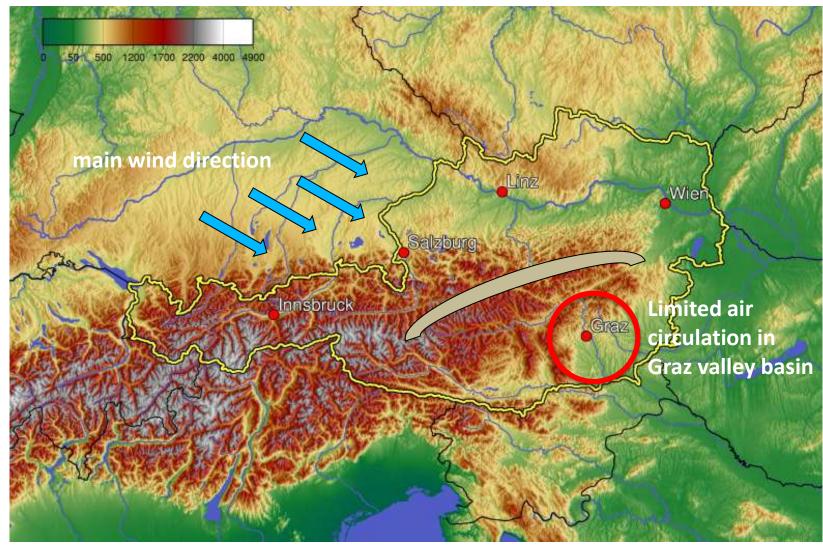
Presentation Content

1. City of Graz - Local Conditions and Framework

- 2. Basic Sources of Heat Supply for District Heating
- 3. Challenges and limits of the DH System and Sources
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The Special Climatological Situation of FUA Graz Area

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Quelle: https://upload.wikimedia.org/wikipedia/commons/4/4a/Oesterreich_topo.png

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The Basin Situation in Graz

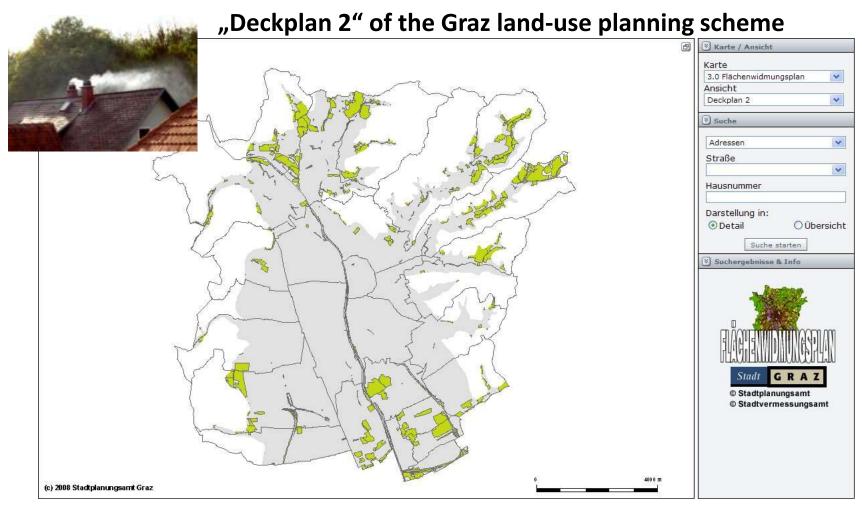
Main air pollutants:

- PM10
- NO₂
- BaP (Benzo(a)pyrene, a PAH)
- Atmospheric/thermal inversion in winter season
- CO₂





Restriction Zones for Domestic Solid Fuel Heating Mandatory preference areas for Central Heating

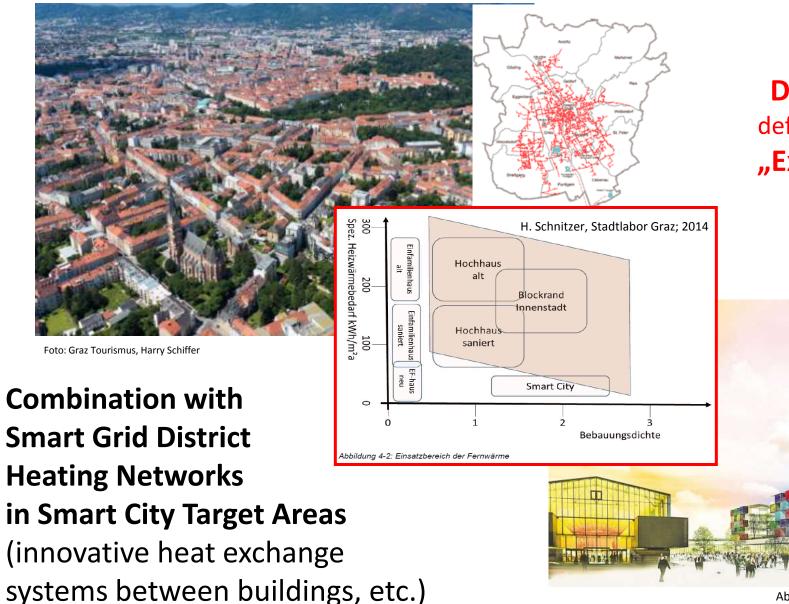


Dust concentration limit: 4,0 g / m² GFA and year

Other domestic heating action: Prohibition of redundant (solid fuel) heating systems

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Smart City: "Existing Building Stock" vs "New Stock"

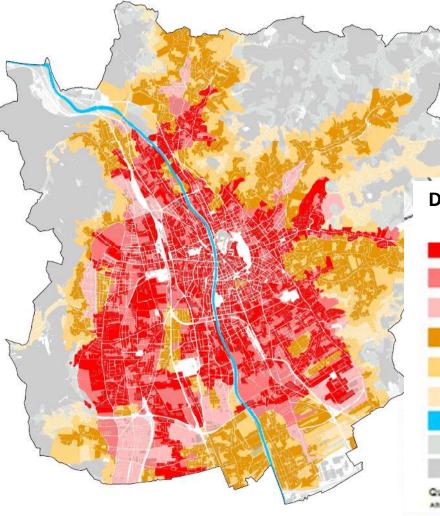


District Heating definitely suitable for "Existing Building Stock"!

Abbildung: Pentaplan ZT GmbH

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Legal framework: district heating supply area (DH)



Obligation: 3-step legal process by provinvial regional planning and building laws! update Oct.2017

> Percentage of DH: 36 % => up to 60 % (for residential buildings)

District Heating and Natural Gas Supply or Extension Regions

Current coverage area district heating and short-term extension region (2010 to about 2015)

Short - medium term planned expansion area district heating (from about 2013 to about 2025) Medium - long term planned expansion area district heating (from about 2020) Current coverage area gas and short-term extension region

Short-medium term planned expansion area gas

Medium-long term planned expansion area gas Mur

ALL

Agricultural area

Forest

Quelle: Energie Graz Attwo Holdane: 21.05.2015

Presentation Content

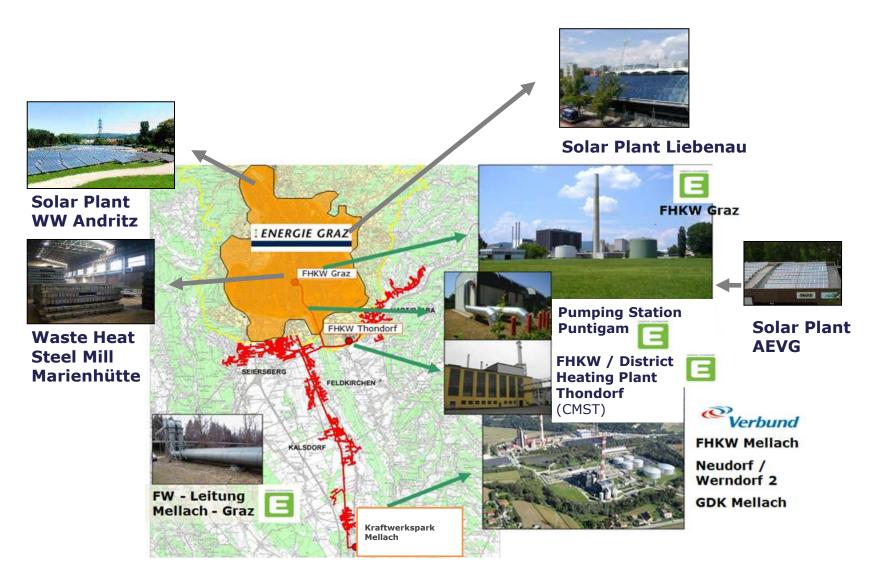
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Basic DH Sources - Situation of Graz

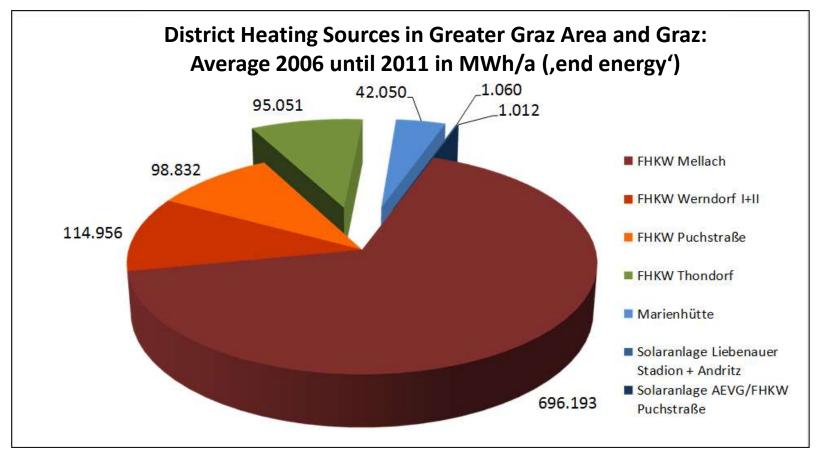
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Initial DH Situation Graz – Sources (2006 – 2011)

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Übersicht Wärmeerzeugung für Graz-Umgebung und Graz. Mittelwert 2006 bis 2011 in MWh/a (Basis Endenergie);

Source: Studie Emissionsreduktion durch die Fernwärme im Großraum Graz-Update 2012 im Auftrag der Energie Graz, Stadt Graz Umweltamt

Peak load: ca. 530 MW Energy Deposition: ca. 1.200 GWh

Initial Situation ,istrict Heating Graz – facts & figures

- DH peak load: 530 MW, annual heat supply: 1,200 GWh*)
- Sources up to 2013: > 70 % from coal-fired CHP (cogeneration units)
- Brand new NG-fired CHP suffers from low prices for electricity (D-Market: 70 Euro/MWh => 35 Euro/MWh)
- NG-boilers as "bridge-technology" search for alternative heat-sources
- District heating system as a key factor for lowering emissions
- Heating Graz overall: approx. 2,300 GWh*)

*) average standardized value



Graz Solar Roof Cadastre - Theory and Reality





Potential in theory

14 Mio m² Roof area overall
5 Mio m² Roof area suitable
=> Energy volume 2.000 GWh/a in theory

Intersection of roof areas with population figures regarding hot water requirements:

<u>Potential real</u> (incl. historical city center)

156 GWh/a therm. 306 GWh/a PV

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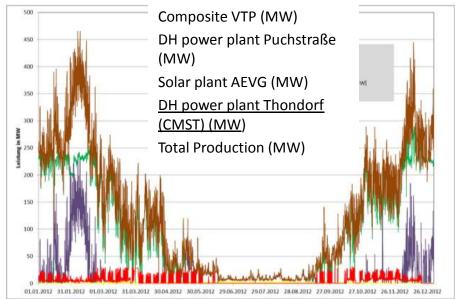
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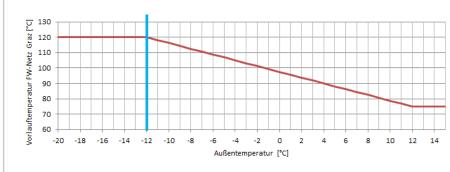
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RES – Challenges to meet

- Peak demand in winter time (typical distribution in the summer/winter months: 1:10 to 1:20)
- Temperature level in the DH system vs. alternative energy supply
- Volatility of many renewable energy sources
- Regional availability, land availability for e.g. large solar plants (...)
- Emission situation in Graz as main limiting factor (PM10/NOx/BaP)









Funded VL-minimum-temperature in the district heating feed in Graz depending on the outside temperature It. Technical Connection Conditions of Energy Graz



Redesign of the DH- "Energy Mix"

RES Road map: 2017: 25 % 2025: 50 % 2040: 100 % ?

- Energy Efficiency first !
- Biomass: local potential 15 % of Graz-DH in Styria
 If you want more => international pellets market...
- Waste heat (electric steel plant, paper factory, waste water treatment plant: up to 30 % of Graz-DH)
- Solar energy: Existing approx. 20.000 m² for DH and planned 450.000 m² with seasonal storage ("BigSolarGraz", up to 20 % of Graz-DH)
- Manifold sources simulation of power feeds essential !
- Natural Gas as bridging technology ...

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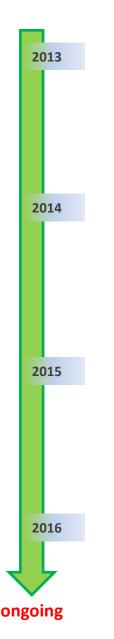
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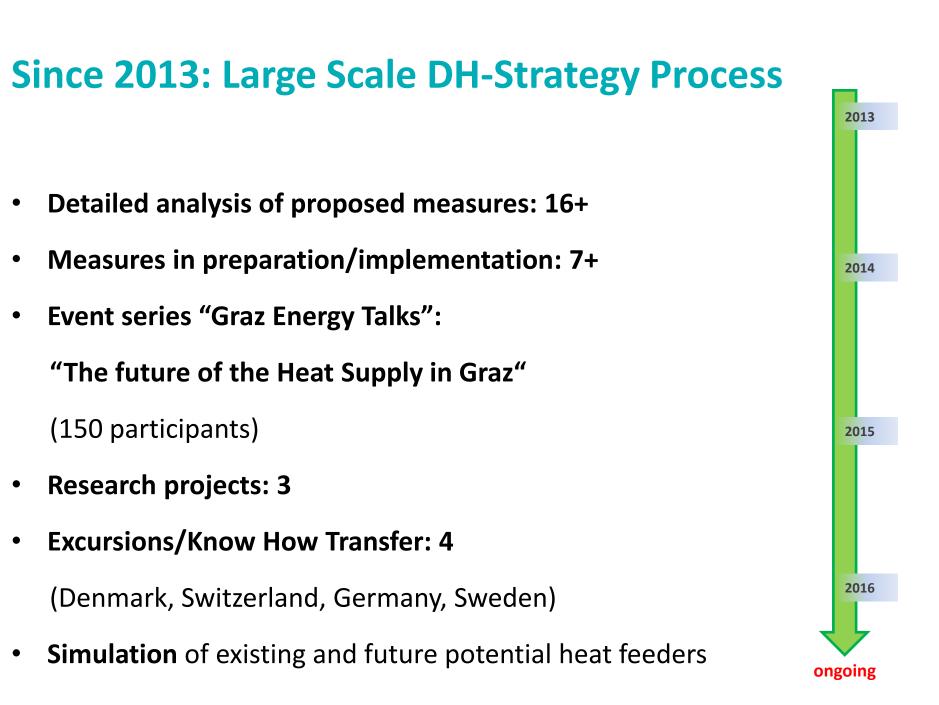
Since 2013: Large Scale DH-Strategy Process

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- CWG Core Work Group "Heat Supply Graz 2020/2030" established in 09/2013 (regional energy supply company Energy Steiermark, Energy Graz, Holding Graz, City of Graz/Environmental Department, Graz Energy Agency): so far 42 workshops of this Core Working Group CWG
- Meetings of the Control Group (decision makers): 6
- "Green Paper Heating Supplies Graz": inventory, data and facts with a outlook to 2020/2030
- "Calls for Contributions" definition of 13 subjects:
 9 workshops with more than 150 experts

-> 38 action proposals





mart

A. Abwärme & Energieverbünde / Waste Heat & Energy Networks

B. "Smartes" Fernwärmesystem / DH-System as a part of a Smart District Grid

Energy Model Graz Reininghaus

C. Biomasse / Biomass as Energy Source

D. Umweltwärme / Heat from groundwater and soil

E. Solarenergie / Solar Energy

F. Erdgasanlagen / Natural gas plants

... as necessary bridging technology

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Waste Heat & Energy Networks: Milestone Industrial Waste Heat Contract with SAPPI

- Neighboring municipality of Gratkorn to Graz/Andritz: **distance 9 km**
- Peak load: up to 35 MW total amount of heat: 150,000 MWh/a (=ca. 15% of DH in Graz!)
- Contractual Challenge: contingent liability now covered by new established intermediate company

bioenergie

Ihr Plus in Wärme





Fernwärme – DI (FH) P. Schlemmer / DI S. Scheibner

sap

SAPPI Gratkorn: Pulp and Paper ca. 1 Mio t paper / a Fotos: Bioenergie - Jakob Edler (links) und Stadt Graz/Fischer (rechts)



Waste Heat & Energy Networks / other Examples, Outlook



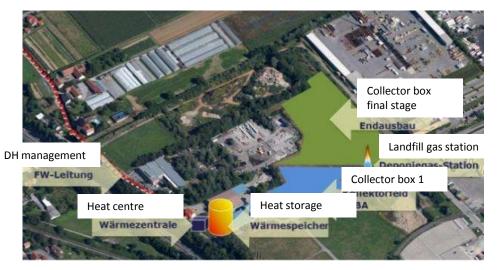
Marienhütte heat pump in completion (01/2016); Source: Energie Graz GmbH&Co KG

- utilisation of waste heat with heat pumps
 located in the steel mill "Marienhütte"
 (6.6 MW, approximately 3.5% of the year-DHdemand) – Smart District Heating Reininghaus
- Waste heat recovery "Indoor Ice Rink Liebenau" (0.7 MW): use of waste heat from refrigerating machines by use of heat pump; surplus feeds DH-grid
- Next step: consideration of energy flows between building structures and on district level (urban development areas)
 - -> in future: implementation of **local heating supply concepts**
- temperature level often not sufficient for existing DH-system



"Smart" District Heating System

- Integration storage, Power to Heat (P2H)- and hybrid solutions
- Intelligent IKT (control feeder, weather forecasts, tariffs)
- Partnerships with customers (temperature levels, energy efficiency, load management, as ,prosumers' ...)
- New urban development areas: low temperature district heating sys with integration of alternative energies sources such as solar plants, heat pumps...

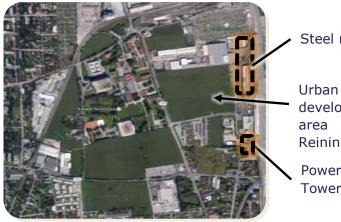


Source: Google Maps, Energy Graz - Graz Energy conversations 4.5.2015

Solar storage project "HELIOS" new paths (discharge power up to 10 MW, solar panels 2.000 – 10.000m² in combination with landfill gas cogeneration landfill gas-CHP and P2H)

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Energy Model, Graz Reininghaus⁴



Steel mill

development Reininghaus Power

Tower



Quelle: Google Maps, Energie Graz

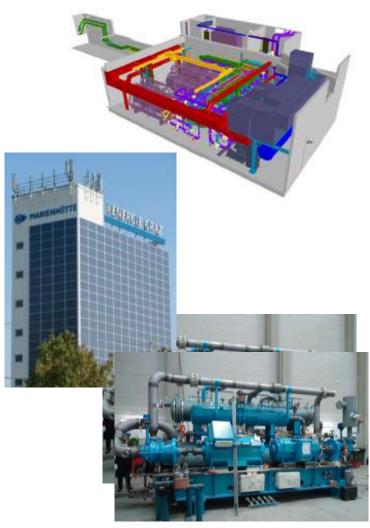
New urban development area:

Area: approx. 54 ha

- Final stage of construction: approx. 10,000 to 12,000 residents
- Construction of the first building in 2015
- Final stage of construction roughly finished by 2045
- Goals of the energy model ,G-**Reininghaus**:
- Much lower CO₂ emissions
- Utilisation of existing waste heat sources \bullet (industry)
- Highly efficient industrial heat pumps
- Feed in LT-local-Network (69°C) and HT-DH-Network (up to 95°C)
- Integration of heat storage units

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Energy Model ,Graz Reininghaus'

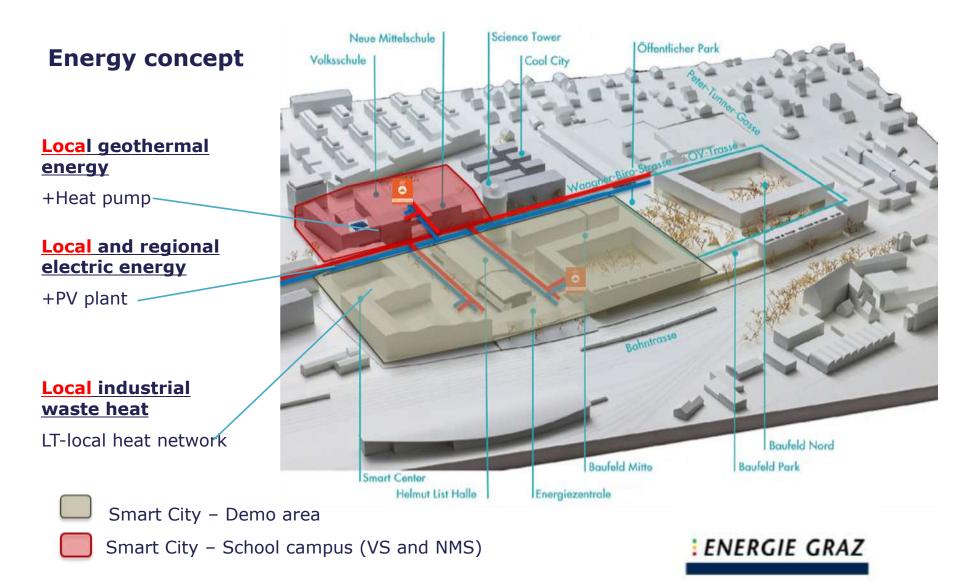


- Highly efficient large heat pumps:
 2 WP with each 3.3 and 5.75 Mwtherm
- Own local PV-System (85 kWp) and use of 'natural power'
- Modular energy storage of up to 1,800 m³ (daily/weekly storage)
- Heat supply for the district heating network of Graz (at 75 up to 95°C): approx. 35 - 46 GWh/a
- Construction work to be completed
- Start of the trial operation of heat supply: June/July 2016
- Commissioning LT local network planned for 2017

Quelle: Bilfinger VAM, Energie Graz



Smart City School Campus in a decentral urban energy system







- Potential of regional supply: up to approx. 30 MW / 150 GWh/a
 - (corresponding study in progress of University of Graz)
- Need of more "international" market for pellets (commodity prices)?
- **Emissions** PM 10 et.al . set of **problems** filter systems?
- **Biomasse unit,** kind of **wood chips**, regional supply (contracting), location: Hart/Raaba (5 MW, approx. 2% of yearly DH-demand)
- DH supply from company FARINA-Mühle (flour production mill)(0.25 MW) waste heat of combustor with organic (mill) waste
- More potentials future prospects:
- More Biomasse plants fed with wood chips from regional supply
- Usage of "torrefication" of Pellet at Power Station Mellach ?



Solar Energy: Feasibility Study "BIG Solar Graz"

Developed by a core team from June to December 2015



Supported by

PlanEnergi

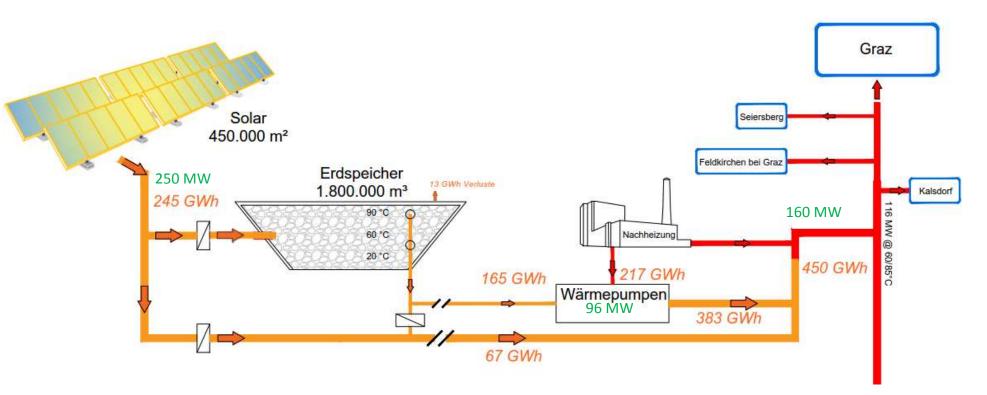
Co-Financed by national, regional and local level



"BIG Solar Graz" - System concept -optimum scenario as a city-wide Decarbonization measure of DH

smart

graz



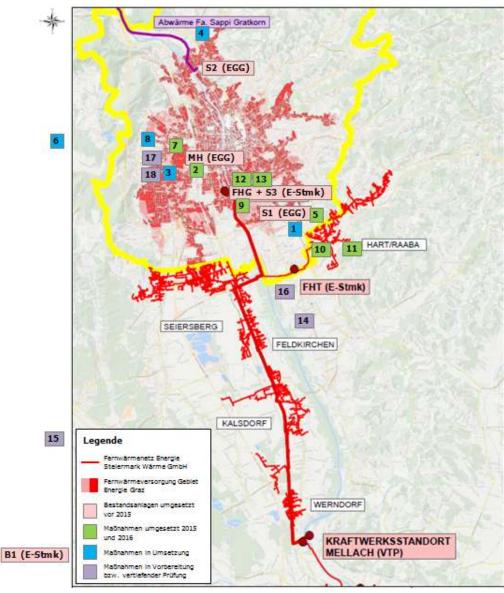
- Effect: Solar coverage DH-system: ca. 20 %
- Total investment: ca. 200 Mio. EUR
- Current challenge: finding enough areas for solar park

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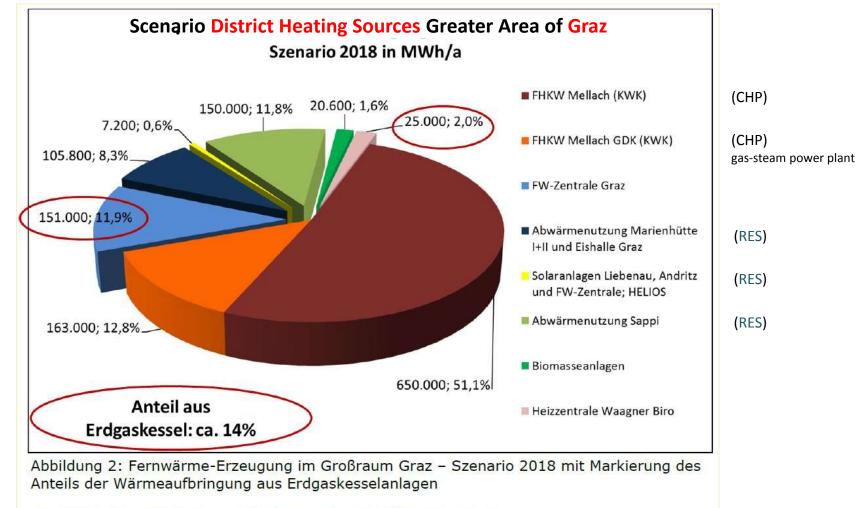
Measures in Implementation / detailed evaluation



- 1 **HELIOS** solares Speicherprojekt Neufeldweg
- 2 Weitere Abwärmenutzung mit Wärmepumpen in der **Marienhütte**
- 3 Energiemodell **Reininghaus**
- 4 Abwärmenutzung aus Papier- und Zellstoffwerk Sappi
- 5 Abwärmenutzung **Eishalle** Graz
- 6 Energie-Effizienzmaßnahmen im FW-System
- 7 Adaptierung der **Heizzentrale** Waagner-Biro Straße
- 8 Energiemodell Campus Eggenberg
- 9 Ausbau der Solaranlage am Areal der FW-Zentrale Graz
- 10 Wärmeeinspeisung FARINA-Mühle
- 11 Hackgut Biomasseanlage in Hart
- 12 Erneuerung der **"Heißwasser-Container"** in der FW-Zentrale
- **13** Errichtung von erdgasbefeuerten **Kesselanlagen** in der FW-Zentrale Graz – Ausfallsreserve Puchstraße
- **14 Abwärmenutzung Kläranlage** der Stadt Graz in Gössendorf
- 15 Big Solar Graz
- 16 Power to Heat Anlage Gössendorf
- **17 Smart City** Energiemodell Volksschule/Neue Mittelschule
- 18 Abwärmenutzung Linde Gas

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District Heating Sources Greater Area of Graz 2018



Das Szenario 2018 setzt sich demnach wie folgt zusammen:

- Ca. 64% Wärme aus hocheffizienten KWK-Anlagen
- Ca. 22% Wärme aus sonstigen erneuerbaren Quellen
- Ca. 14% Wärme aus Erdgaskesseln

Source: Grazer Energieagentur 06 10 2017, Wärmebereitstellung für die fernwärmeversorgten Objekte im Großraum Graz Szenario 2018

(CHP)

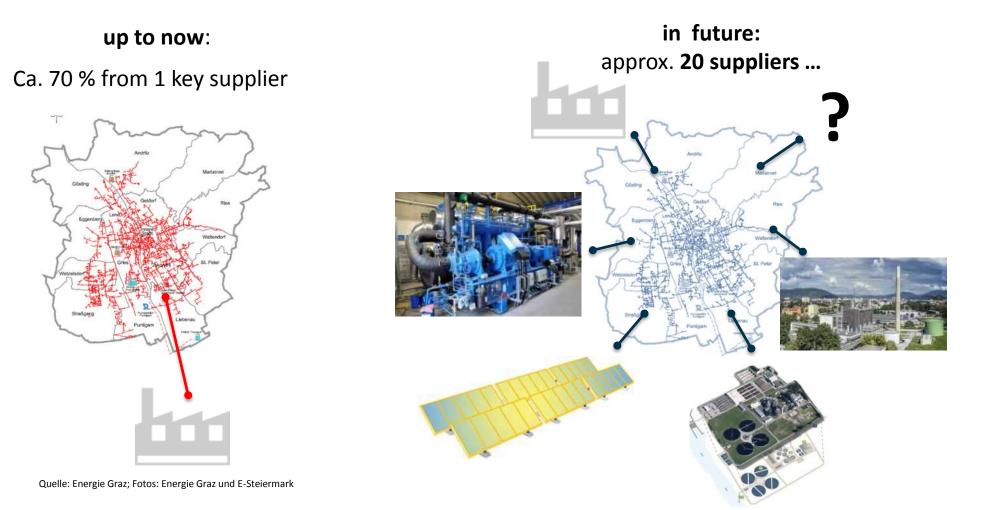
(RES)

(NG)



System Change "District Heating Graz"

More suppliers > more challenging implementation!



Energy Efficiency Measures – Customer related

- **1. Building Stock:**
- Efficiency improvements of existing buildings, i.e. modernising insulation of buildings -> reduces heating cost for customers
- **2.** District Heating System:
- Energy efficiency measures in the district heating at level customer installation units incl. lowering response temperatures and reducing power peaks -> reduces heating cost for customers
- Network: reducing losses and optimising feeders/storage
- Use of different temperature levels ('closed loops') and the district heating return flow (low temp., despite 'supply flow'...)

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- The first step towards heat supply from renewable energy sources RES or waste heat sources has been successfully set!
- The process for the future heat supply system in 2030 has only just started and will
- take time!

smart

 Affordable Smart City heating is definitely an issue – but challenging!





nart

- For the <u>"already built" (historical) European cities</u>, which due to the building structure/facade design, etc. cannot be extensively renovated, a <u>district heating network is incessant</u> (e.g. heat demand of such areas in Graz: roughly 850 GWh of 1000 GWh total heat quantity).
- An (existing) district heating network is the <u>basis to</u> <u>decarbonise tens of thousands of flats</u>/buildings <u>in one go</u> (without having to negotiate with thousands of owners).
- This would require a specific funding program at EU level!



- In new built <u>Smart City development areas</u>, a grid-connected supply network is very advantageous in order to have an energy exchange between buildings or on district level.
- "<u>Heat change</u>" has to be seen as an integral part of the discussion about the current "Electricity change" in Europe (PV, wind energy etc)!
- Industrial waste heat: new innovative business models for cooperation of "municipalities" (long-term planning) with "industry" (short-term market-oriented planning and notwant-to-bind ...) needed.



Thank you for your kind attention. See you in Graz ...



GRAZ





Christian NUSSMUELLER

City of Graz

Head of European Programmes and International Cooperation Unit

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www.umwelt.graz.at

www.graz.at/eu-urban