Iceland Liechtenstein Norway grants

A review of geothermal heating and development prospects in Europe and Project partner countries:

Poland

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Poland - geothermal water resources



map: M.Hajto, AGH-UST, FFD

Areas of occurence:

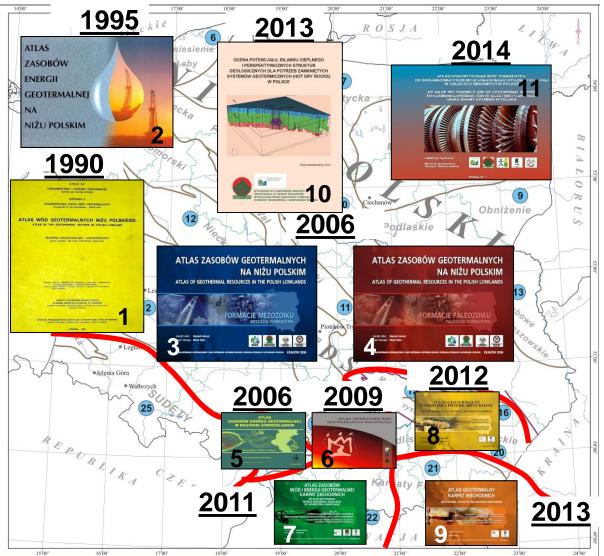
- Polish Lowlands (1)
- Inner Carpathians Podhale Region (2)
- Outer Carpathians (3), Carpathian Foredeep (4) some areas
- Sudetes Region (some localities) (5)

Main reservoir parameters:

- Depths of exploited aquifers: 1 3.5 km
- Water temperatures: 20 97°C (locally >100°C waters *found*)
- Water mineralization (TDS): ~ 0,5 150 g/dm³
- Water flow rates /well: several m³/h 550 m³/h
- Main reservoir rocks: sandstones, carbonates

Potential suitable for heating and other direct uses

Good regional geothermal recognition: summary in "Geothermal Atlasses" and other works (1995-2014) (for ~ 80% of Polish area)



Slide: Marek Hajto, AGH-UST FFD

Scientific and practical aspects, eg.:

- Evaluation of resources
- Indicating prospective areas

• Etc.

Elaborated by teams from:

AGH-UST, MEERI PAS, Polish Geological Institute Chief Mining Authority (Silesia) in cooperation with some other teams

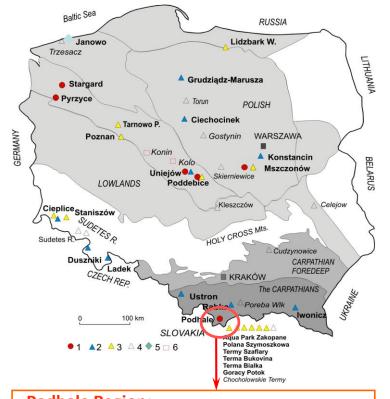
Funding:

Ministry of Environment, NFEP&WM, Ministry of Science&Education, NCR&D, etc. Main prospects for geothermal development in Poland

- Space heating, specially district heating (geoDH)
- Recreation/balneotherapy
- Locally binary electricity generation (CHP) (water T> 80 – 100°C, hundreds kW_e-1– 2 MW_e)
- Agriculture, aquaculture, ecological food production

 (incl. eco-agriculture (also in nature protected areas), bio-active food
 production based on geothermal waters/energy some project ideas
 and initiatives in progress)
- Shallow geothermal (heat pumps)
- Geothermal waters for drinking, mineral waters production (several R+D+I works completed or in progress)
- Underground thermal energy storage, UTES / ATES / BTES

Poland - geothermal energy uses, 2016/2015



Podhale Region: Geo-capacity ~41 MW/ total ~83 MW Geo-heat production 463 TJ/2015 (total 511) The biggest geoDH in Europe – still expanding!

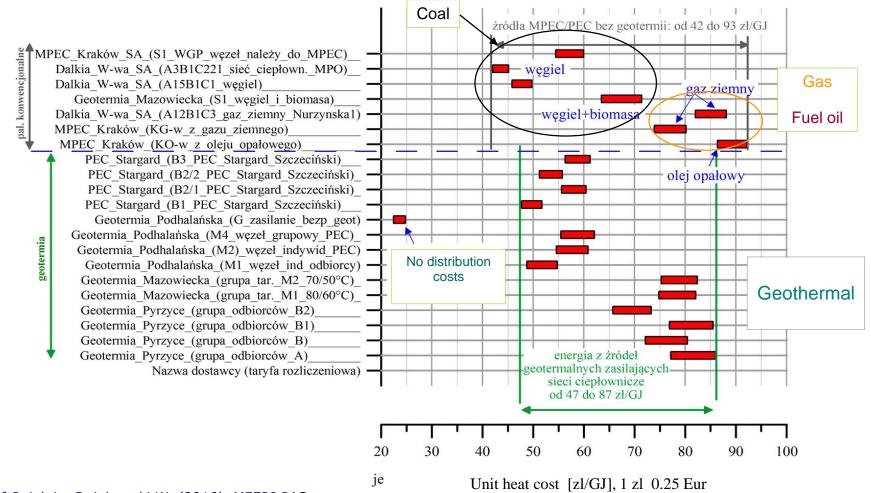
- 1. District heating plants, geoDH,
- 2. Health resorts, 3. Recreation centers,
- 4. Recreation centers in realization (some),
- 5. Atlantic salmon farm, 6. CHP (initial project stages

- Water temperatures: 20-86°C
- Balneotherapy, recreation: 10 spas, ~15 recreation centers
- Space heating: 6 geoDH plants
 Heat production geothermal / total 2015):
 ~ 820 TJ / 943 TJ, ~147 MW_{th}
 (~ 0.35% share in RES heat)
- Heat pumps: > 45 000 units (GSHPs) (dynamic market growth in recent years)
- Installed capacity: ~ 705 MW_{th} (~ 500 MW_{th} GSHPs)
- Heat production: ~ 3670 TJ (incl. ~ 2 500 TJ heat pumps, GSHP)
- Some further investments in progress

Poland – geothermal district heating plants, 2015

Locality	Year of opening	Outflow water temperature (°C)	Max water flow rate (m3/h)	TDS (g/L)	Geoth. capacity installed (MW _{th})	Total capacity installed (MW _{th})	Geo-Heat sales (TJ)	Geot. in total prod. (%)
Podhale Region	1993	<u>82-86</u>	960	2.5	40.7	82.6	300.3	90.51
Mszczonów	2000	<u>42</u>	60	0.5	3.7	8.3	15.8	38.2
Poddębice	2014	71	150 / 290	<u>0.4</u>	10	10	15	100
Uniejów	2006	68	120	6	3.2	7.4	19.2	80
Pyrzyce	1994	61	360	120	6	22	54.6	63.0
Stargard	2012	83	180	<u>150</u>	12.6	12.6	168	100
Total – 6 geoDH plants					76.2	142.9	572.9	

Heat costs' comparison: geothermal vs. fossil fuels (acc. to approved tariffs) – June 2016 (similar 2015 and earlier)*



* [in:] Pająk L., Bujakowski W. (2016), MEERI PAS



Zakopane: geothermal pool in front of the Tatra Mts

Policit geothermal Debing facilities ountry border 10 km Beschor Ocogie Migo

Geothermal recreation centers around Tatra Mts -Poland and Slovakia

Recreation, balneotherapy

Main line of geo-investments in recent years:

- 14 big centers opened in 2006-2016 (!)
- Prospective business sector, great demand
- Benefits:
 - attractive recreation and spa offer
 - modern development of local economics
 - new employments
 - and more ...
- Some further investments in progress



Uniejów - the youngest geothermal resort in Poland (since 2012). Background - buildings heated by geoDH (photo: Uniejów Municipality)







"Jurassic Salmon" Farm, 2015



- Geothermal water used for farming and heating (25°C, 180 m³/h, M=14 g/L, Na-Cl type)
- Geothermal aquifer: Jurassic sandstones (depth 1220 m /top/, well drilled in recent years)
- High production standard, no surface water*, no GMO, antibiotics, etc.
- Target Atlantic salmon production:
 ~ 1 000 T/y (22 T/week)

* both geothermal and fresh water discharged by wells

Main recent geothermal projects and activities

Investments:

- Several investments in recreation
- Initial stages of some projects of next geoDH (and other uses) and first CHP plants
- Projects of several deep new drillings
- Optimisation, extension of operating geoDHs

R&D, publications, eg.:

- 'Guidelines for design, execution and acceptance of installation with heat pumps'
- R+D on corrosion / scaling mitigation
- Prospects for HDR and for binary CHP
- R+D+I on geo-water desalination's prospects (easier injection, mineral, drinking water, etc.)

Participation some EU and international projects, e.g.:

- IGE-T (project leader: GFZ Potsdam, Germany)
 - 'Promote geothermal district heating systems' (GeoDH), 2012-2014
- EEA "Geothermal potential for heating in Poland Poddębice Town", 2016 2017
- Shallow geothermal: 'Geothermal energy for transboundary development of the Neisse Region' (TransGeoTherm); Geoplasma, Geotermal4PI (EEA, 2017)
- GeoHeatPol current EEA Project (2017)

Other studies, works, etc. for individual investors, LAs, etc.

Main recent geothermal projects and activities, cont.

Several new drillings and other works expected to start in 2017/18 thanks to state support

Public support for geothermal development* by Ministry of Environment since 2016

/program operator: National Fund for Environment Protection & Water Management/

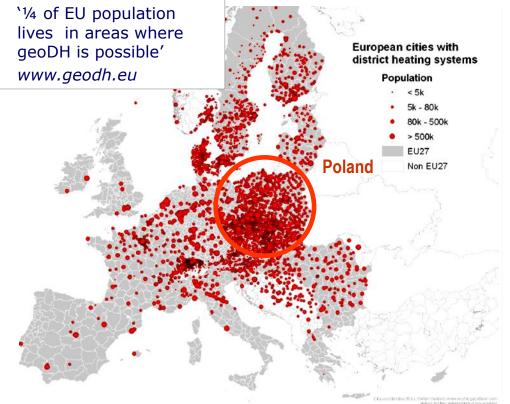
June 2016 - Program of financial support for geothermal development:

200 mio Zloty (ca. 45 mio euro) - for exploration (drillings)500 mio Zloty (ca. 113 mio euro) - for heating infrastructure (+ continuation)

Long-awaited support for take-off of wider geothermal development

- Beneficiaries: local authorities, other investors, entities
- Types of support: grants (up to 100&% for LAs), loans, capital investments
- September 2017 several drilling projects granted the support (incl. Sochaczew, Lądek-Zdrój), some awaiting for decisions, support for other works and infrastructure
- Next stage of support coming soon
- Other opportunities in frames of national, EU-, NFM and EEA programs (in various thematic areas/objectives, where one may find space for geothermal)
- * For energetic uses heating / CHP

Heating / district heating – main sector for geothermal uses in Europe / Poland



District heating systems in Europe according to the current content of the HUDHC database (June 2012)

Source of map:

Persson *et al. (2012)* – HUDC Database 2012 /The Halmstad University District Heating and Cooling Database/

Europe:

- ca. 5000 DH systems,
- ca. 270 geoDH, next in progress

Poland:

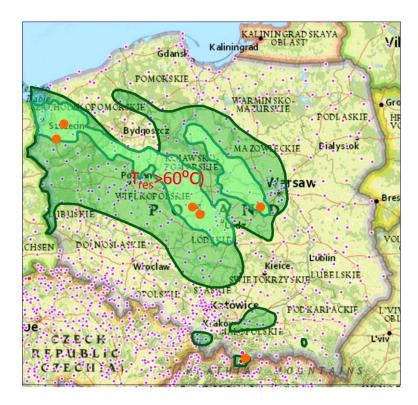
- ca. 500 DH systems
- 6 geoDH

Particular chance for geoDH both in Europe and Poland:

introducing to existing DH systems (some possible for geoDH)



Poland – geoDH: the most prospective areas for development (background: map of district heating grids /ca. 500 in total/)



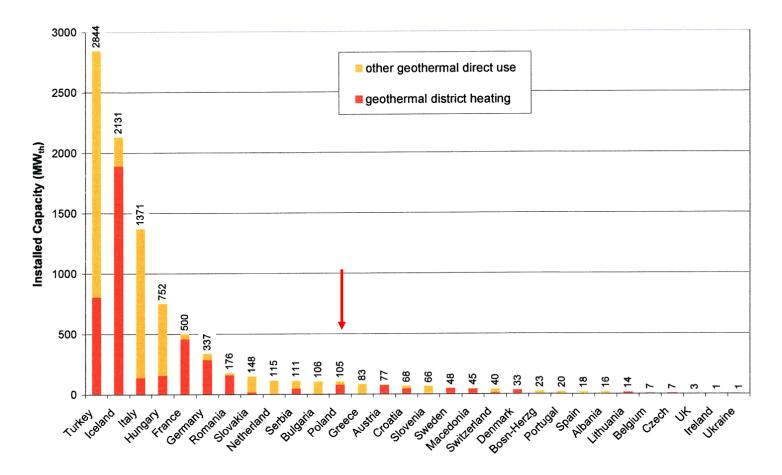
[in:] Report on Geothermal DH Potential in 14 EU-countries, 2014 (ww.geodh.eu)

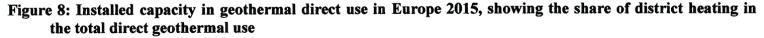
- Reservoir temperatures >60°C ('green' areas)
- Depths of aquifers up to 3-4 km (Polish Lowlands: aquifers mainly in Lower Cretaceous and Lower Jurassic formations)
- GeoDH systems feasible mainly in localities with operating DHs, wells close to grids and customers
 - (-> best way to increase number of geoDHs)





Poland – share of geoDH in direct uses on European background, 2015*





* acc. to European Geothermal Congress 2016 data [in]: Antics et al., 2016

Poland – share of geothermal in RES mix and prognoses

2020 RES share in gross final energy consumption: 15.50%

2016 geothermal share in RES heating & cooling:Deep geothermal:~0.35%Shallow geothermal (GSHPs):~0.50%

2020 geothermal share in RES heating & cooling (NREAP):Deep geothermal:3.0%Heat pumps:2.5% (all types, incl. GSHPs)

to achieve prognosed 3% share of deep geothermal in H&C by 2020, further investments are needed – <u>specially in geoDH sector</u> (!)

Wider geothermal deployment is expected to be facilitated by:

- New public support introduced in 2016
- Other regulations, Strategy for Responsible Development

Amendmends of RES Law and Regulation proposed by the Ministry of Energy, 2016 facilitating RES / geothermal deployment

Amendmends in RES Law and other acts from 22 June 2016 – *inter alia*:

- Introduction legal concepts of specific /sui generis/ autonomous
 Energy Regions (clusters, cooperatives) possibility of new forms of business
- Several other regulations facilitating, among others, connecting RES/geothermal to district heating systems (DH)

Regulation proposed by the Minister of Energy on detailed scope of obligation and technical conditions of connection of installation and purchase of RES heat:

Contains mechanisms initiating the development and use of RES in heating networks (even if based on fossil fuels), including (inter alia):

- Possibility of RES heat supply to DH network on its return side from the grid
 - important also for geoDH development

Strategy for Responsible Development by the Ministry of Development, 2016

Actions foreseen for energy and RES (including geothermal):

- Promoting and initiating local projects (clusters) for energy production (-> indication for RES' development) and energy efficiency in order to strive for energy self-sufficiency of municipalities and counties (microgrids)
- Introduction of energy-saving and high-efficiency technologies
- Support electricity and heat co-generation (CHP)

Operational objectives of the achievements by the-above-actions:

- Providing local energy security
- Improving the local environment
- Increasing the competitiveness and economic efficiency of the local economy

Some other essential legal and economic aspects of geothermal development

Positive provisions of Geological and Mining Law, e.g.:

- One-staged license for exploitation, no license for exploration / prospecting of geothermal water,
- No royalty for geothermal water exploitation,
- No fee for the geological information for project purposes,
- Reduction of fees for geological information's use to exploit geothermal water (up to 1% of its value to end 2020)

Missing so far:

- Geological Risk Insurance Fund

Prospects for geothermal energy development in Poland

Poland - prospective conditions for wider geothermal development, incl. heating:

- Proper resources (specially Polish Lowlands, Podhale R., some localities in Sudety R.
- Potential receivers of geothermal energy
- High involvement of scientific manpower
- Teams of geological, drilling, consulting, servicing companies (possible to 'switch' into geothermal sector),
- Relatively high public acceptance
- The need to fullfil international and domestic obligations related to RES and realisation of responsible sustainable economic and energy development

The-so-far geothermal uses have resulted in positive economic, environmental, social and other effects in many places. Even though the Polish energy sector is based on fossils / coal there is a space and many opportunities for geothermal development and for international cooperation with leading world-class experts – like in the framework of EEA/NG mechanisms

Prospects for geothermal energy development in Poland, cont.

Positive effects and benefits, eg.:

- Low-emissions' heating (limitation of coal-based heating systems)
- Increased the RES share, energy saving and efficiency
- Improving living and health conditions
- Competitive prices, secure energy supply
- **Enhancement for local economies**
- □ Sustainable, innovative local / regional development
- **Absorption of national and European funds**
- □ International / bilateral cooperation



Thank you!

www.eeagrants.agh.edu.pl

www.min-pan.krakow.pl



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