

Filer City Biomass Carbon Removal and Storage (BiCRS) Net-Negative Study Project Number: DE-FE0032262

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2024 Carbon Management Research Project Review Meeting August 5 – August 9, 2024

Project Overview

- Funding
 - DOE: \$1,416,224
 - Cost Share: \$903,913
- Overall Project Performance Dates
 - Award Date 08/01/2023
 - DOE Kick-off Meeting 9/19/2023
 - Basis of Design for Project Finalized 11/02/2023
 - Preliminary Process Design Review 12/22/2023
 - Initial Engineering Design Package 12/22/2023
 - Overall Cost Estimate and Cost of Capture Review 04/01/2024
 - Final Engineering Design Package 05/15/2024
 - Final DOE Report and Presentation 10/08/2024
 - Grant Closing Date 10/31/2024

Project Overview

- Project Participants
 - DOE/NETL Sponsor
 - NorthStar Clean Energy Prime
 - Babcock & Wilcox Bio-Energy Carbon Capture and Support Services
 - Sargent & Lundy EPC Engineering and Support Services
 - GTI Community Benefits Planning
- Overall Project Objectives
 - Confirm availability of sustainably sourced biomass Achieved 20+ years – completed January 2023.
 - Confirmed existing boilers can be retrofitted to fire 100% woody biomass - Achieved

Project Overview

- Overall Project Objectives
 - 95% CO₂ removal from flue gas at design conditions Achieved -Capture design ~ 500,000 metric tons of CO₂/year
 - Determine net power supply to the grid Achieved 25 MWs of base load 24/7 carbon-free electricity and process steam
 - Prove viability of business case AACE Class 4 estimate –
 Possible
 - Create a Community Benefits Plans Achieved Final review scheduled 8/19/2024
 - Goal at start of study was to begin construction in 2025 Current construction start schedule early 2026
 - Goal at start of study COD in 2026 Current schedule end of 2028

Project Background



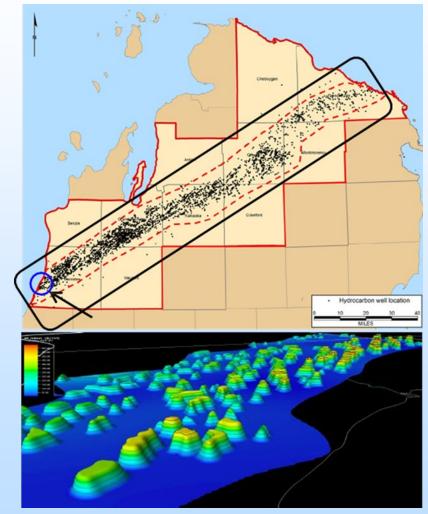
Project Background

- The Project reached commercial operations in 1990 – 73 MW gross output- A partnership between Tondu Corp/CMS Enterprises (now NorthStar Clean Energy)
- Corporate commitment to stop burning coal in 2025
- Project is located on Manistee Lake with access to Lake Michigan
- A Michigan State University study concluded that there are over 61 million tons/year of unutilized sustainable biomass within trucking distance of the Filer Plant and more than 100 million tons/year from Michigan's upper peninsula via Great Lake's shipping.





- Project is located less than ½ mile from existing pipeline infrastructure for transport of CO₂ to the highly studied Niagaran Reef trend.
- There are over 140 reefs with the potential to store between 500,000 and 2,000,000 metric tons of CO_2 each.
- Strong relationship with Core Energy: Who has CO₂ Monitoring, Reporting, and Verification (MRV) Plan approved Environmental Protection Agency (EPA) covering the entire Reef Trend.



- Optimize current power block to burn 100% biomass.
- Prior to carbon capture the exhaust gas from the repowered existing boilers gas will route through:
 - Selective non-catalytic reduction (new)
 - Dust collectors (existing)
 - Spray dryer absorbers (existing)
 - Baghouse (existing)

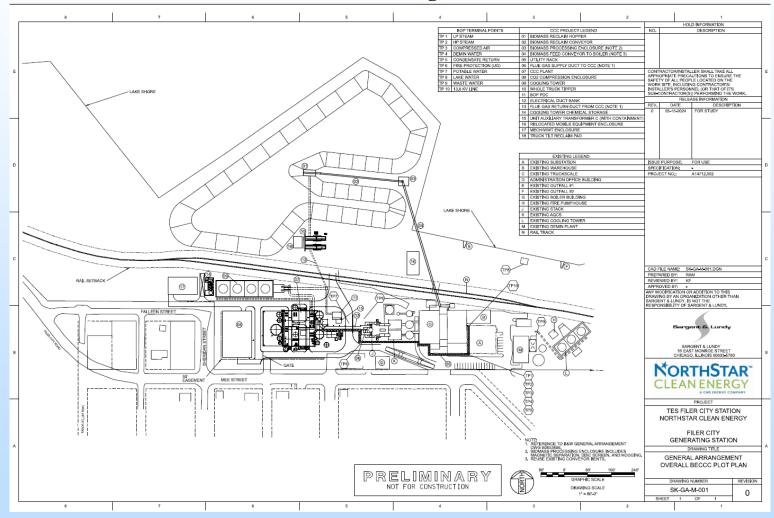
Babcock & Wilcox - CO₂ Capture System

- Amine-Based Solvent Scrubbing Process solvent agnostic MEA/DGA/Proprietary Solvents can be used.
- Technology Readiness Level (TRL): 8 technology has been tested and qualified through demonstration and is ready for commercialization
- The two major pieces of equipment:
 - Absorber: contacts solvent with incoming flue gas to absorb CO₂ into solution
 - Regenerator: CO_2 rich solvent from absorber routed to regenerator where heat is added to strip the CO_2 from the solvent.

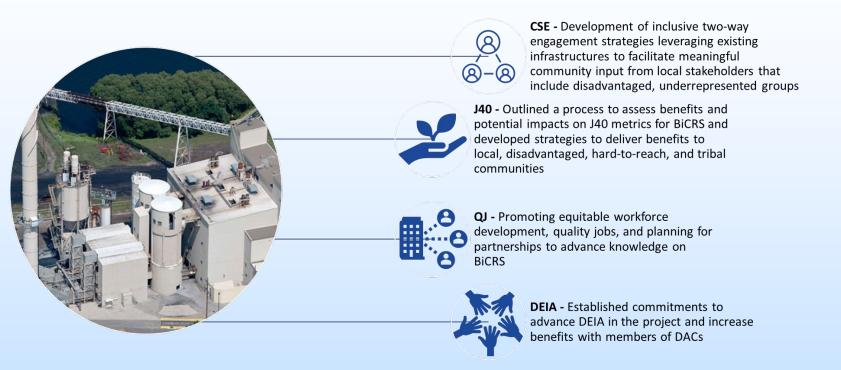
Cleaned Flue Gas to Stack Captured CO2 Overhead Condenser Wash Water Absorber Cooler Solvent Trim Condensate Cooler Heater Wash Water Tank Solvent Wash Makeup Trim Water Cooler Pump Regenerator Intercooler Solvent Solvent Storage Feed Pump Tank Reboiler Heat Recovery Flue Gas from Lot 1 Steam **Rich Solvent Pump**

Amine-Based Solvent Scrubbing Process

General Arrangement



Summary of Community Benefits Planning



Notable Community Stakeholder Engagement Activities During Grant Period

- Engagement activities with local governments is ongoing. Met with the Filer City Charter Township supervisors.
- Letter of support for the project received from the Little River Band of Ottawa Indians and Boilermakers Union.

- Sale of Carbon Dioxide Removal (CDR) Credits critical for project economics.
- CO₂ use for enhanced oil recovery not a viable option for our project
- Project size/uniqueness creates challenges for economics and execution
- Community benefits planning for an existing plant vs greenfield is very different
- Community benefit plans take time and effort but are very important

- Class VI well permitting
- Continue marketing CDR credits
- Validate cost and performance of multiple CC technologies
- Purchase of long lead items (transformer)
- CDR credit certification process
- DOE LPO Financing/other funding opportunities submitted Draft Part 1 for review
- Air Permit Modification
- Water Permit Modification (as needed)

Summary Slide

In Summary - based on the results of the Pre-FEED study:

- Project it is economically viable with 45Q tax benefits, federal financing, along with the sale of carbon dioxide removal credits
- A 95% CO_2 capture rate is achievable.
- The plant will produce 25 MW of carbon free power.
- The overall process of biomass firing with CO₂ Capture at Filer City results in emissions of -3164.8 kg CO₂e per delivered MWh.
- There is an ample supply of sustainably sourced biomass to fuel the facility.
- The plant will capture approximately 500,000 metric tons of atmospheric CO₂ per year.
- Community benefits plans have been created and stakeholder engagement continues.
- Over the first 12 years of commercial operation over \$1.2 billion dollars of positive economic impact will accrue to Michigan supporting 220 permanent jobs in the Northern Michigan economy.

Acknowledgements

- Tondu Corp
- Babcock & Wilcox
- Sargent & Lundy
- Filer City Plant Staff
- NorthStar Staff