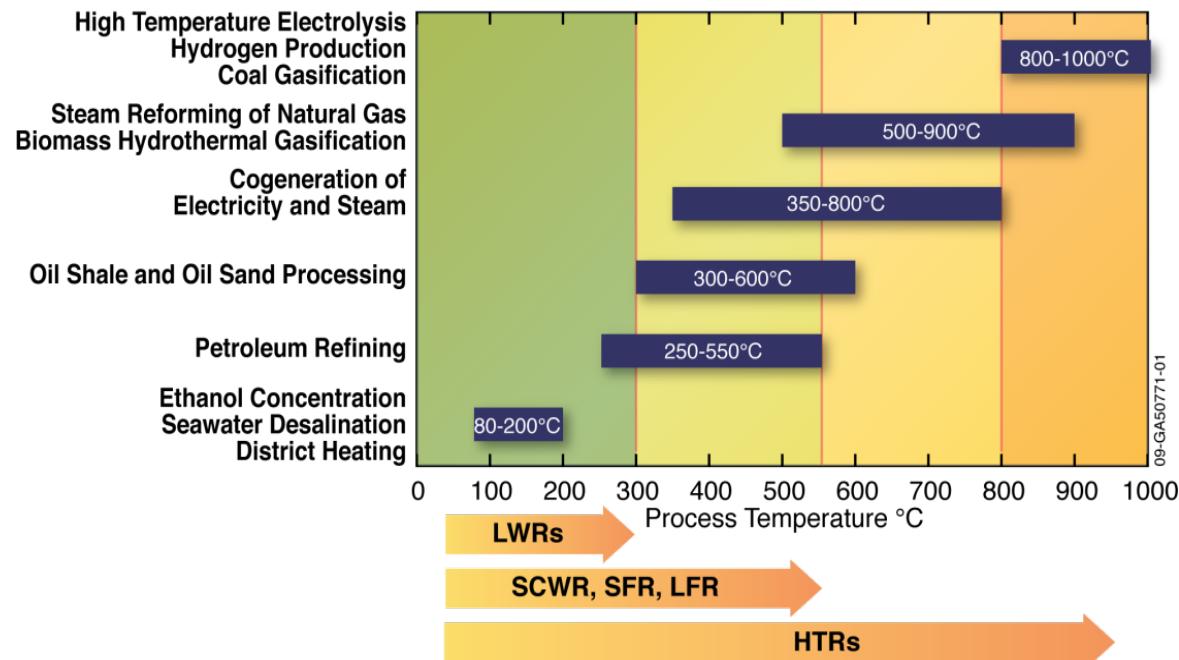


# Purpose

- Select the “best” Hydrogen Technology for deployment

## Background

- Energy Policy Act 2005 authorized NGNP with hydrogen production
- Gas-cooled (helium) nuclear reactor
- Graphite moderated
- 600 MW<sub>th</sub> per unit
- 7 MPa
- 750 to 800 °C
- 60-year design life

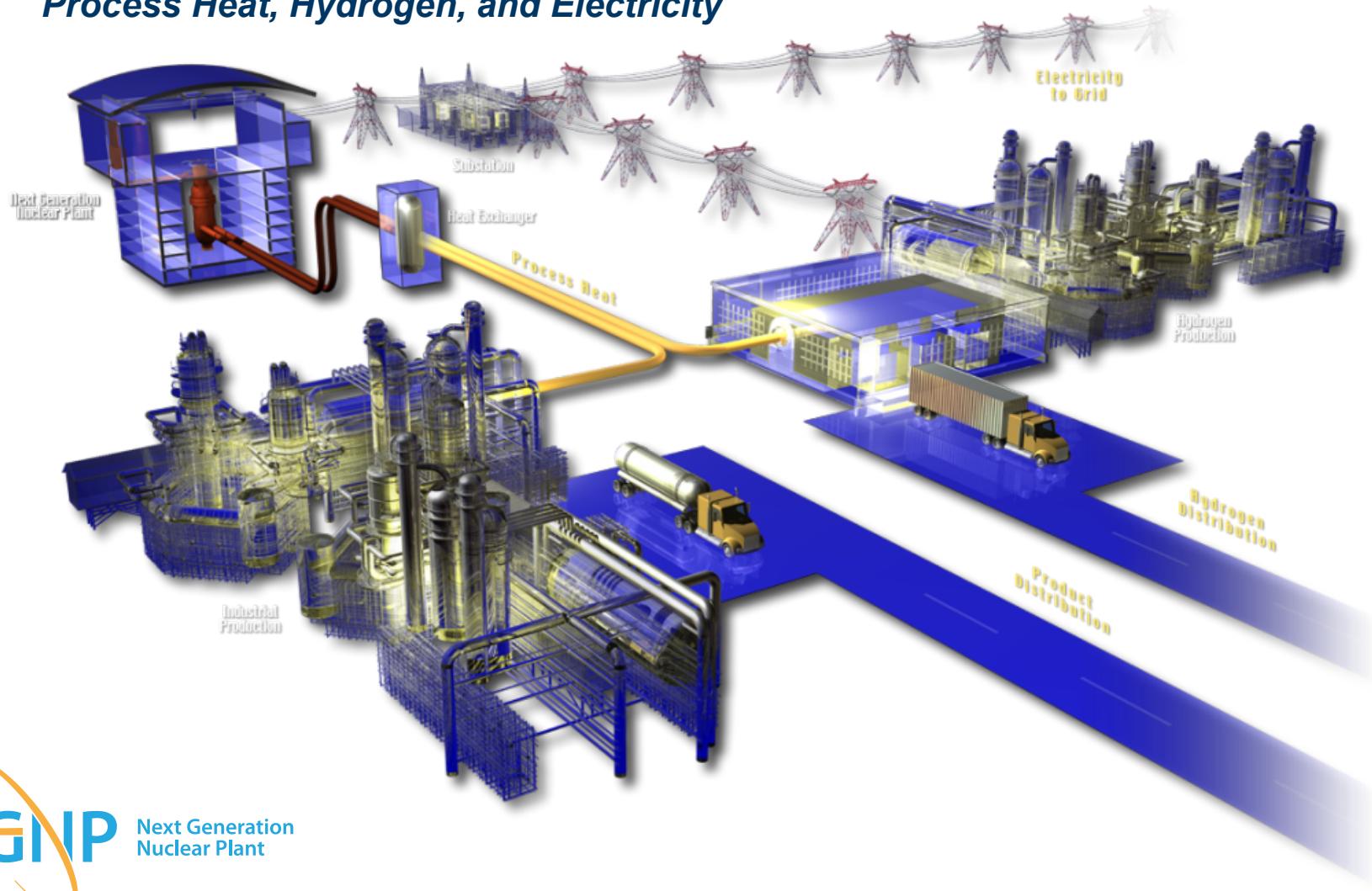


# Hydrogen Production and Consumption

- Current Hydrogen Production
  - Methane Steam Reforming
  - Conventional Electrolysis
- Current Hydrogen Consumption - 42 Million Tons per year (World-wide)
  - Ammonia Production – 60%
  - Petroleum Refining – 23%
  - Methanol Manufacture - 9%
  - Chemical, Metallurgical Uses – 8%
- Nuclear Hydrogen Production
  - DOE Nuclear Hydrogen Initiative started in 2003
  - A May 2008 report showed that \$140M could be saved by near-term down-selection
  - INL planned and organized the down-selection in 2009

# Next Generation Nuclear Plant

*Process Heat, Hydrogen, and Electricity*



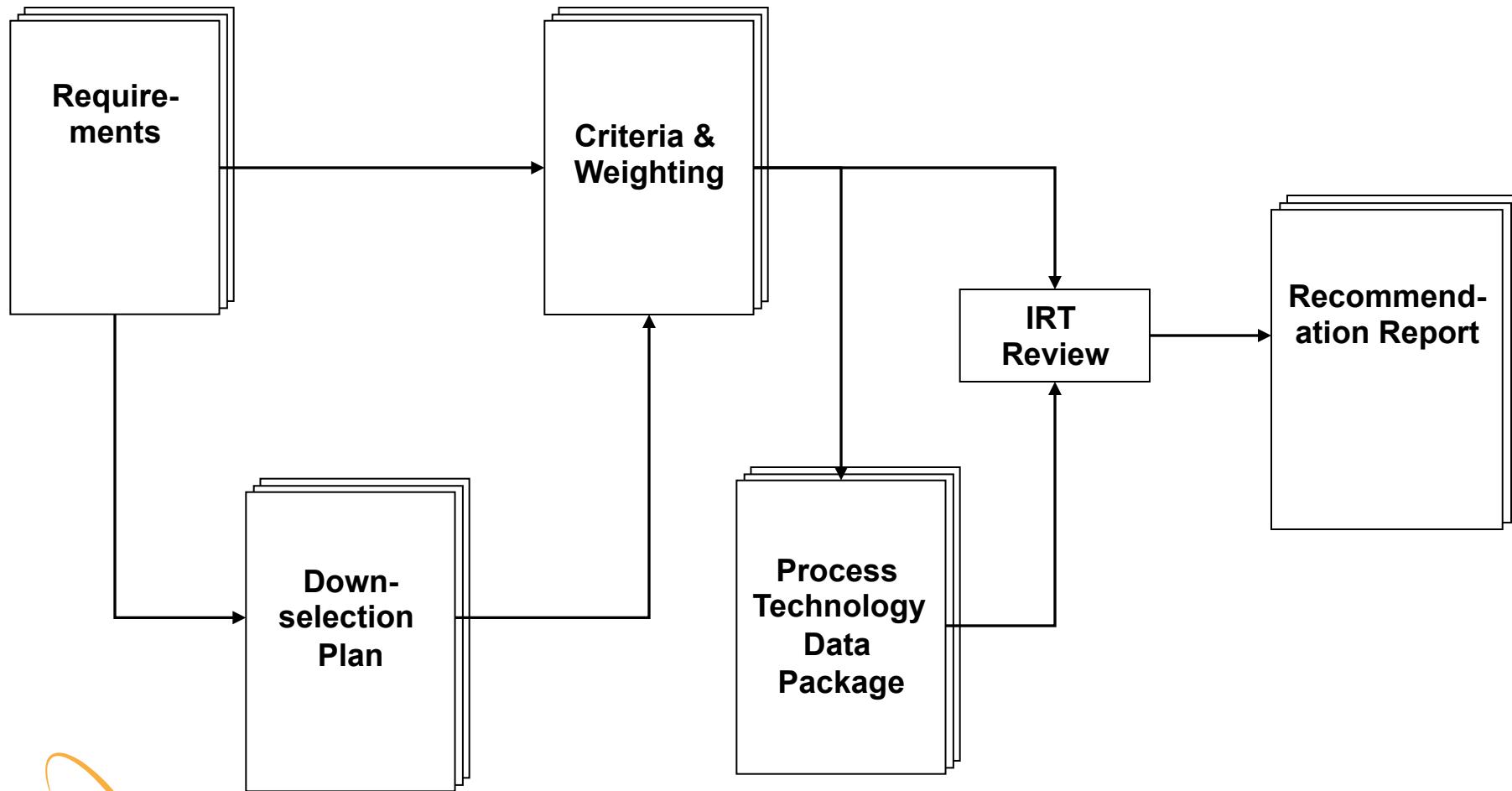
## Objective

- Reduce cost of development by focusing on one technology
- Review current technologies to verify that the Department of Energy's (DOE) previous selection of the most advanced processes was valid:
  - Sulfur-Iodine
  - High-Temperature Steam Electrolysis (HTSE)
  - Hybrid Sulfur

## Requirements

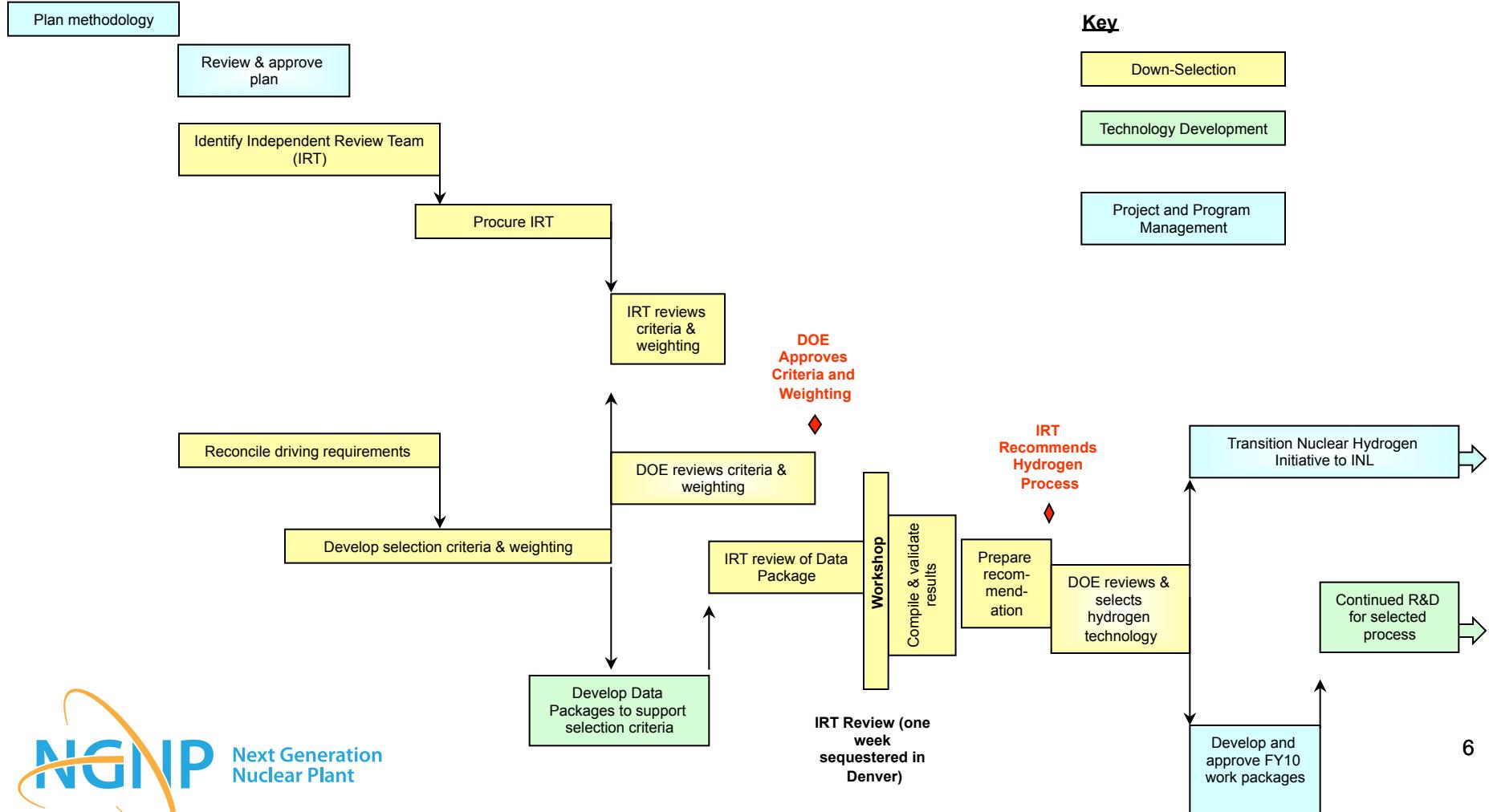
- Able to be developed for deployment by 2021
- Utilize up to 50 MW<sub>th</sub> of high-temperature heat at 700°C
- Extreme objectivity required to justify re-directing R&D funds and terminating some projects

# Methodology

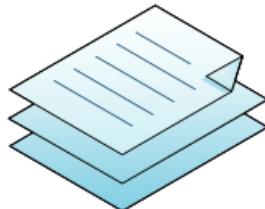


# Schedule

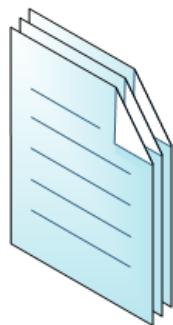
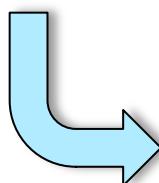
Dec 08 Jan 09 Feb 09 Mar 09 Apr 09 May 09 Jun 09 Jul 09 Aug 09 Sep 09 Oct 09



# ***Selection of Discrimination Criteria***

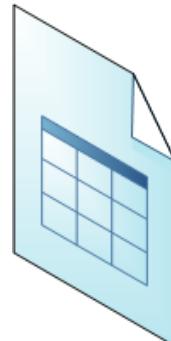
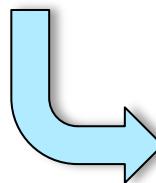


Searched industry, academia and governmental references for candidate criteria related to Hydrogen Production



Created a “Criteria Summary” for each reference

- Author, title, date, source, affiliation, etc.
- Compiled criteria list with definitions



Developed spread sheet showing criteria and frequency per reference

- Identified most frequent usage
- Allowed combination of similar criteria
- Allowed elimination of less relevant criteria
- Provided defensible basis for candidate criteria

# Systematic Tally of Criteria Citations

## Criteria and Constraints from Select NGNP / NHI Documents

| Criteria                                | NGNP TDRM | Westinghouse HPS Report | Technology Neutral Report | NRC Review of DOE-NE | INEEL/EXT-03-01163 | INEEL/EXT-04-01816 | INL/EXT-08-14395 | INL/EXT-08-14370 | INL/EXT-07-12999 | H2,FC & Infrastructure | Non-Nuclear, H2 Production | Library Search | H2 Demo Project Report | Internet Search                           | Total | Comments |
|---|-----------|-------------------------|---------------------------|----------------------|--------------------|--------------------|------------------|------------------|------------------|------------------------|----------------------------|----------------|------------------------|---|-------|----------|
| Process Robustness (RAMI)               | 1         | 1                       | 1                         | 1                    |                    |                    | 1                |                  | 1                | 1                      | 1                          | 1              | 7                      | Availability during Operations            |       |          |
| Life cycle and life cycle cost          | 1         | 1                       |                           |                      |                    | 1                  |                  | 1                | 1                | 1                      | 1                          | 1              | 6                      | Cost of Hydrogen                          |       |          |
| Contamination Control                   |           | 1                       | 1                         | 1                    | 1                  | 1                  |                  | 1                |                  | 1                      |                            |                | 6                      | Purity of Hydrogen                        |       |          |
| Efficiency                              | 1         | 1                       |                           |                      |                    | 1                  |                  | 1                | 1                | 1                      | 1                          | 1              | 5                      | Cost of Hydrogen                          |       |          |
| Reactor core outlet temperature         | 1         |                         | 1                         | 1                    |                    | 1                  |                  | 1                | 1                | 1                      |                            |                | 5                      | Key Assumptions and Constraints           |       |          |
| H2 Purity Level                         |           |                         | 1                         | 1                    |                    |                    |                  | 1                | 1                | 1                      |                            |                | 5                      | Purity of Hydrogen                        |       |          |
| Waste                                   |           | 1                       |                           |                      |                    | 1                  |                  |                  |                  | 1                      | 1                          | 1              | 5                      | Waste Management                          |       |          |
| Scalability                             | 1         | 1                       |                           |                      |                    |                    |                  |                  |                  | 1                      | 1                          | 1              | 4                      | Availability during Operations            |       |          |
| Occupational Safety                     | 1         |                         |                           | 1                    |                    | 1                  |                  | 1                | 1                |                        |                            | 1              | 4                      | Key Assumptions and Constraints           |       |          |
| H2 Storage and Distribution             |           |                         | 1                         |                      |                    | 1                  |                  |                  |                  | 1                      | 1                          |                | 4                      | Criteria considered but not used          |       |          |
| Material Availability                   | 1         | 1                       |                           |                      |                    |                    |                  |                  |                  |                        | 1                          | 1              | 3                      | Cost of Hydrogen                          |       |          |
| Cost of Hydrogen                        | 1         | 1                       | 1                         | 1                    |                    |                    |                  |                  |                  |                        |                            |                | 3                      | Cost of Hydrogen                          |       |          |
| H2 Production and/or in peak elec times | 1         |                         |                           |                      |                    |                    | 1                |                  | 1                | 1                      |                            |                | 3                      | Quantity of Hydrogen Produced             |       |          |
| By-products generated                   |           | 1                       |                           |                      |                    |                    |                  |                  |                  | 1                      | 1                          |                | 3                      | Availability during Operations            |       |          |
| Start up and shut down                  |           |                         | 1                         |                      |                    |                    |                  |                  |                  | 1                      | 1                          |                | 3                      | Availability during Operations            |       |          |
| H2 Safety / Licensing                   |           |                         | 1                         | 1                    | 1                  |                    |                  |                  |                  |                        |                            |                | 3                      | Key Assumptions and Constraints           |       |          |
| Technical Maturity                      | 1         | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            | 1              | 3                      | Technology Maturity                       |       |          |
| Environmental impacts                   | 1         | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            | 1              | 2                      | Key Assumptions and Constraints           |       |          |
| Operating Risk                          | 1         |                         |                           | 1                    |                    |                    |                  |                  |                  |                        |                            |                | 2                      | Availability during Operations            |       |          |
| System Complexity                       | 1         |                         |                           |                      |                    |                    |                  |                  |                  | 1                      |                            |                | 2                      | Availability during Operations            |       |          |
| Manufacturability                       |           | 1                       |                           |                      |                    |                    |                  |                  | 1                |                        |                            |                | 2                      | Cost of Hydrogen                          |       |          |
| Power input required                    | 1         |                         |                           |                      |                    |                    |                  |                  |                  | 1                      |                            |                | 2                      | Cost of Hydrogen                          |       |          |
| Development Schedule                    | 1         |                         | 1                         |                      |                    |                    |                  |                  |                  |                        |                            |                | 2                      | Development Impact                        |       |          |
| Technology Risk                         | 1         |                         |                           |                      |                    | 1                  |                  |                  |                  |                        |                            |                | 2                      | Development Risk                          |       |          |
| Operating pressure                      | 1         |                         |                           |                      |                    |                    |                  |                  |                  | 1                      |                            |                | 2                      | Flexibility to serve Various Applications |       |          |
| Corrosion Resistance                    | 1         | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            |                | 1                      | Criteria considered but not used          |       |          |
| Ability to vary process outputs         |           |                         |                           |                      |                    |                    |                  |                  | 1                |                        |                            |                | 1                      | Availability during Operations            |       |          |
| Capital Cost                            |           | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            |                | 1                      | Cost of Hydrogen                          |       |          |
| R&D Cost                                |           | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            |                | 1                      | Development Impact                        |       |          |
| Major Technology Challenges             |           | 1                       |                           |                      |                    |                    |                  |                  |                  |                        |                            |                | 1                      | Technology Maturity                       |       |          |
| Total                                   | 10        | 14                      | 10                        | 5                    | 7                  | 4                  | 2                | 2                | 8                | 2                      | 7                          | 13             | 9                      | 10  |       |          |

# **Nine Criteria Were Selected**

## **Performance ( 35%)**

- 3.1 Quantity of Hydrogen
- 3.2 Purity of Hydrogen
- 3.3 Serve Various Applications
- 3.4 Waste Management

## **Cost ( 30%)**

- 3.5 Cost of Production
- 3.6 Cost Uncertainty
- 3.7 Development Cost

## **Risk( 35%)**

- 3.8 Technical Maturity
- 3.9 Development Risk

**Used “Quick-Compare” (modified Excel on steroids) to perform computations**

# An Expert Independent Review Team



*Industry and Academia*

*International*

*Aggressive & Knowledgeable*

*Thorough*

*Worked well together*

*Bob Varrin – Lead, Dominion Engineering*

*David Scott, University of Victoria BC*

*Ken Reifsneider, University of South Carolina*

*Patricia Irving, InnovaTek & University of Washington*

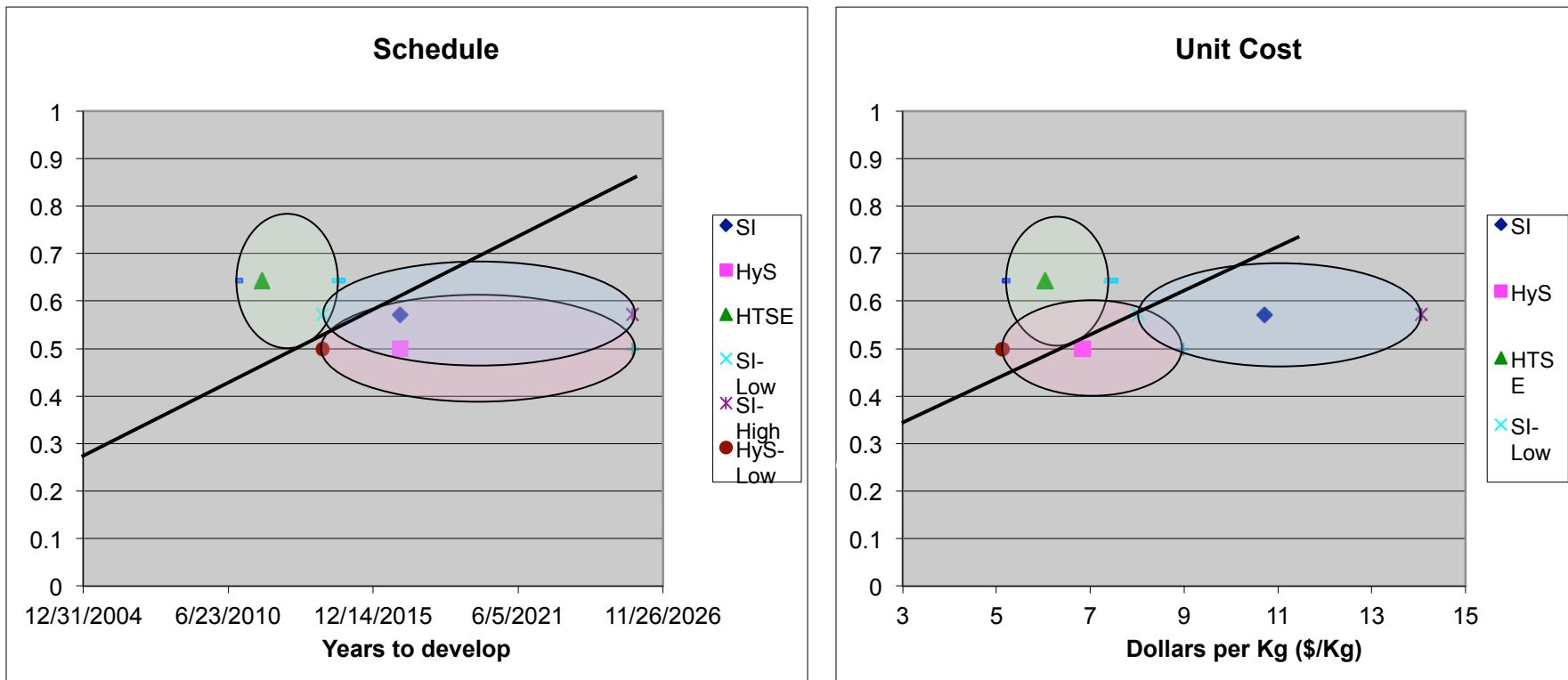
*Greg Rolfson, Entergy*

# Scoring Results

| Goals             | Criteria                            | Wt% | Worse <----- Scoring -----> Better |                    |                    |                   |                   | Comment  | Ratings |       |      | Score |      |  |
|-------------------|-------------------------------------|-----|------------------------------------|--------------------|--------------------|-------------------|-------------------|--|---------|-------|------|-------|------|--|
|                   |                                     |     | 1                                  | 2                  | 3                  | 4                 | 5                 |  | HTSE    | HyS   | SI   | HTSE  | HyS  | SI   |
| Performance (35%) | Quantity of H <sub>2</sub> Produced | 10% | <10                                | 10–12              | 12–15              | 15–20             | >20               | 1,000's kg/day<br>Independent of Need<br>Demand circa 2009<br>Industrial & Hazardous | 3       | 2     | 2    | 0.3   | 0.2  | 0.2  |
|                   | Purity of Hydrogen                  | 5%  | None                               | Almost none        | Some               | Most              | All               |  | 5       | 3     | 4    | 0.25  | 0.15 | 0.2  |
|                   | Serve Various Applications          | 15% | Useless                            | Almost none        | Some               | Most              | All               |  | 4       | 4     | 3    | 0.6   | 0.6  | 0.45   |
|                   | Waste Management                    | 5%  | Extreme                            | Significant        | Typical            | Modest            | None              |  | 4       | 3     | 2    | 0.2   | 0.15 | 0.1  |
| Cost (30%)        | Cost of Production                  | 10% | >9                                 | 7–9                | 5–7                | 3–5               | <3                | \$/kg<br>Confidence in scoring<br>\$M  | 3       | 3     | 2    | 0.3   | 0.3  | 0.2  |
|                   | Cost Uncertainty                    | 10% | Unrealistic                        | Optimistic         | Consistent         | Conservative      | Very Conservative |  | 3       | 3     | 2    | 0.3   | 0.3  | 0.2  |
|                   | Development Cost (Relative)         | 10% | >1,200 (very high)                 | 1,000–1,200 (high) | 800–1,000 (medium) | 600–800 (med-low) | <600 (low)        |  | 4       | 3     | 2    | 0.4   | 0.3  | 0.2  |
| Risk (35%)        | Technical Maturity (TRLs)           | 15% | <2.5                               | 2.5–3.4            | 3.5–4              | 4.1–4.5           | >4.5              | Composite  | 3       | 2     | 1    | 0.45  | 0.3  | 0.15   |
|                   | Development Risk                    | 20% | Insur-mountable                    | High               | Medium to High     | Low to Medium     | Low               | Composite  | 3.5     | 3     | 2    | 0.7   | 0.6  | 0.4  |
|                   |                                     |     |                                    |                    |                    |                   |                   |  |         | Total | 32.5 | 26    | 20   | 3.5 <span style="color: red;">2.9</span> 2.1 |

Out of 5

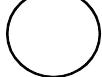
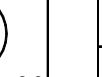
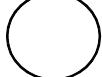
# Options Analysis amid Uncertainty

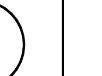
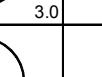
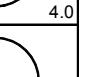
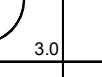
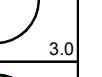
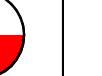
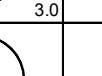
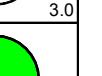


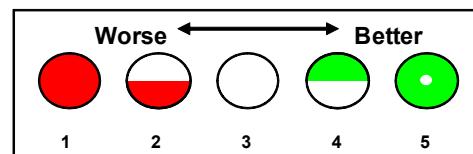
# A Quick Comparison

**Problem Trying to Solve:** Identify the most effective Hydrogen Production System approach to creating hydrogen in an effective, efficient, high quality, low cost manner with in a reasonable time.

**Scoring Method:** 1 to 5 Scale

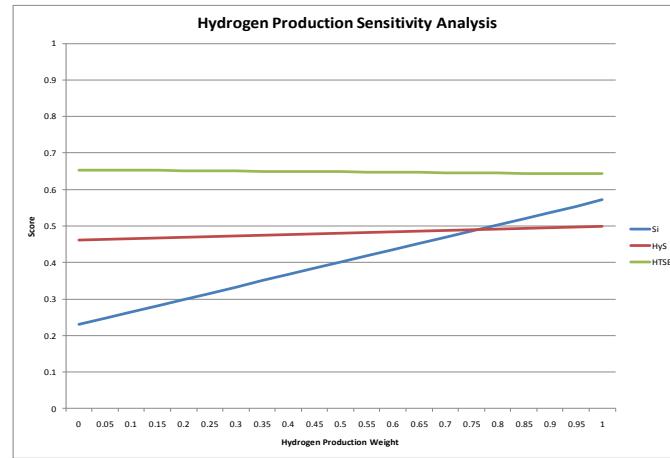
| Goals  | Criteria  | Alternatives  |   |      |
|--|---|---|---|------|
|  |   | Si  | HyS   | HTSE |
| Hydrogen Production - 35%                        | Overall Score: 35%  | Overall Score: 47.5%  | Overall Score: 65%  |      |
| <b>Quantity of Hydrogen Produced</b>             |  3.0   |  3.0   |  3.0   |      |
| <b>Purity of Hydrogen</b>                        |  3.0   |  3.0   |  4.0   |      |
| <b>Availability During Operations</b>            |  5.0   |  3.0   |  2.0   |      |
| <b>Flexibility to Serve Various Applications</b> |  3.0  |  3.0  |  5.0  |      |
| <b>Waste Management</b>                          |  3.0 |  3.0 |  3.0 |      |

|                                     |  |  |  |
|-------------------------------------|--|--|--|
| <b>Cost - 30%</b>                   |  2.0  |  3.0  |  4.0  |
| <b>H2A Model Results</b>            |  3.0  |  3.0  |  3.0  |
| <b>Validity of H2A Assumptions</b>  |  3.0  |  3.0  |  3.0  |
| <b>Development Cost</b>             |  2.0  |  3.0  |  4.0  |
| <b>Risk - 35%</b>                   |  |  |  |
| <b>Technical Maturity - Current</b> |  2.0  |  2.0  |  4.0  |
| <b>Development Risk</b>             |  1.0  |  3.0  |  3.0  |
| <b>Development Schedule</b>         |  2.0 |  3.0 |  4.0 |

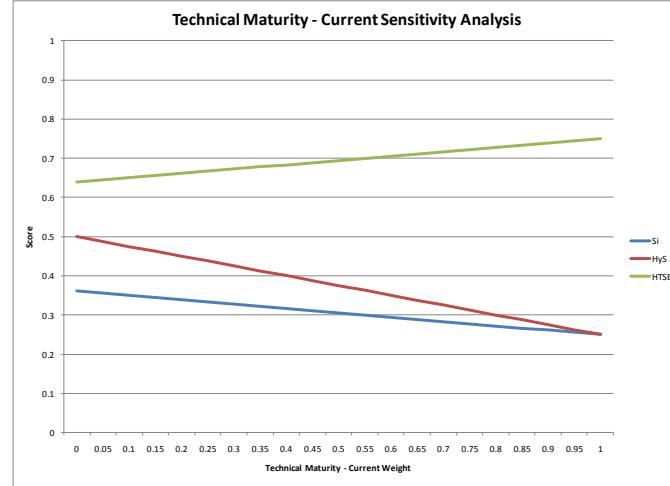


# Sensitivity Analysis

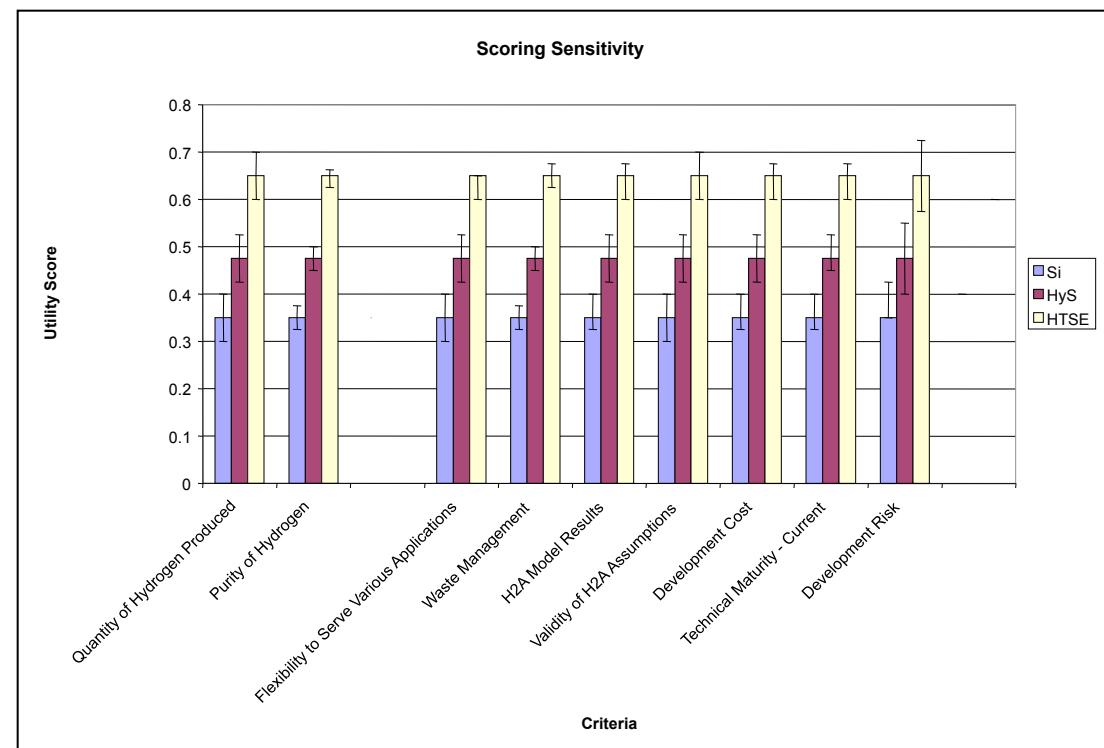
## Goal Weight Sensitivity Analysis



## Criteria Weight Sensitivity Analysis



**Results were not sensitive to expected variation**



# *IRT Recommendations*

- Focus on HTSE:
  - Highest probability of meeting down-selection criteria
  - Most efficient production of hydrogen at NGNP conditions



# Summary

- Systems Engineering for NGNP
  - Systems Requirements Manual
  - Technology Readiness Assessment
  - Technology Readiness Level Baseline
  - Technology Development Roadmaps
  - Risk Management System (Model)
  - Risk Register
  - Downselection

*“NGNP has enhanced typical risk management approaches for high-technology projects ... acknowledge in this deliverable the significant quality enhancements in risk management that NGNP has made ... This alone is project management best practice ... This approach, combined with the technology development roadmap effort, ...highlighted ...as some of the best work seen in this area of expertise.”*