## Green Ammonia Downstream

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### Sets

N set of nodes in network fleet model

(a node represents where a ship can be at any time and where the port flow is operated)

 $N^{Ports} \subset N$  subset of nodes that are ports (can either import or export ammonia)

 $N^{Ocean} \subset N$  subset of nodes that are traveling nodes(in ocean= no demand)

 $N^{Region} \subset N$  subset of nodes that are supply and demand nodes

 $N^{ShipNodes} \subset N$  subset of nodes that are accessible by a ship in the network ( $N^{Ports}$  and  $N^{Oct}$ 

 $N^{PortNodes} \subset N$  subset of nodes that are accessible by a port in the network  $(N^{Ports})$  and  $N^{Re}$ 

S set of ships that can be built in the simulation

M set of ship model types that can be built

T set of timesteps to simulate optimization model (daily or hourly basis)

### **Parameters**

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c_m^{Ship} CAPEX for ship model m
c^{PortCapacity} CAPEX for port on kg basis import NH3
c^{PortStorage} CAPEX for port storage on kg basis NH3
o_m^{ShipFixed}Fixed OPEX for ship type m o^{PortCapacityFixed} Fixed OPEX for port on kg basis NH3
o^{PortStorageFixed} Fixed OPEX for port storage on kg basis NH3
o_m^{ShipVariable} Variable OPEX for ship type m (fuel costs)
b_m bulk size of ship model m (how much ammonia can it carry)
d_{r,t} demand for fuel in region r at timestep t (positive for supply and negative for demand)
l_{i,j} length (or distance) from port i to port j \ \forall i \in P, j \in P \setminus i
i_{n,r}^{Region} indicator parameter on whether port p is in region r. If it is, value is 1, else, value is 0
\delta speed of ships (assume all ship speeds are similar and constant)
n lifetime of ships (years to run simulation for)
i discount rate
g_{EY} equivalent lifetime of ship or port at NPV terms
(includes the discount rate and lifetime of ship/port).
g_{EY} = \frac{(1+i)^n - 1}{i(1+i)^n}
```

#### Decision Variables

 $X_{s,m}$  whether to build ship s in simulation as model m (1-yes, 0-no)  $\forall s \in S, m \in M$ 

 $FL_{s,i,j,t}^{Ship}$  amount of fuel to send from node i to node j for ship s at time t  $\forall s \in S, i,j \in N^{ShipNodes}, t \in T$ 

 $FA_{s,i,t}^{Ship}$  amount of fuel available for ship network s at node i at time t  $\forall s \in S, i \in N^{Ocean}, t \in T$ 

 $SL_{s,i,t}$  binary indicator variable for ship s location at node i at time t  $\forall s \in S, i \in N^{ShipNodes}, t \in T$ 

 $FL_{i,j,t}^{Storage}$  amount of fuel to send from port accessible node i to port accessible node j for ship  $\forall i \in N^{PortNodes}, t \in T$ 

 $FA_{i,t}^{Port}$  amount of fuel available at port p at time t  $\forall i \in N^{Port}, t \in T$ 

 $C_i^{Storage}$  capacity storage for port node i (how much fuel can be held at the port)  $\forall i \in N^{Port}$   $C_i^{Transfer}$  capacity for import export of port node i (how much fuel can be moved through the

# **Optimization Model**

Objective

$$\min \quad CS^{Costs} + PS^{Costs} \tag{1}$$

where

$$CS^{Costs} = \sum_{s \in S} \sum_{m \in M} (c_m^{Ship} X_{s,m} + g_{EY}(o_m^{ShipFixed} X_{s,m} + \sum_{i \in N^{ShipNodes}} \sum_{j \in N^{ShipNodes} \setminus i} \sum_{t \in T} (c_m^{ShipVariable} l_{i,j} FL_{s,i,j,t}^{Ship}))$$
(2)

$$PS^{Costs} = \sum_{p \in N^{Port}} (C_p^{Storage}(c^{PortCapacity} + g_{EY}o^{PortCapacityFixed}) + C_p^{Transfer}(c^{PortStorage} + g_{EY}o^{PortStorageFixed}))$$
(3)

S.t.

$$\sum_{m \in M} X_{s,m} \le 1 \qquad \forall s \in S \tag{4}$$

$$\sum_{i \in N^{ShipNodes}} SL_{s,i,t} = \sum_{m \in M} X_{s,m} \qquad \forall s \in S, t \in T$$
 (5)

$$FL_{i,j,t}^{Storage} \le l_{i,j} \sum_{p \in N^{Ports}} C_p^{Storage} \quad \forall s \in S, i, j \in N^{PortNodes}, t \in T$$
 (6)

$$FL_{s,i,j,t}^{Ship} \le SL_{s,i,t}l_{i,j} \sum_{m \in M} b_m \quad \forall s \in S, i, j \in N^{ShipNodes}, t \in T, FL_{s,i,j,0}^{Ship} = 0$$

$$\tag{7}$$

$$SL_{s,j,t} \le \sum_{i \in N^{ShipNodes}} SL_{s,i,t-1} l_{i,j} \sum_{m \in M} b_m \quad \forall s \in S, i, j \in N^{ShipNodes}, t \in T, SL_{s,i,0} \ge 0$$
(8)

$$FA_{s,i,t}^{Ship} = FA_{s,i,t-1}^{Ship} + \sum_{j \in N^{ShipNodes}} (FL_{s,j,i,t-1}^{Ship} - FL_{s,i,j,t-1}^{Ship})$$

$$\forall s \in S, i \in N^{Ocean}, t \in T, FA_{s,i,0}^{Ship} = 0$$

$$(9)$$

$$\sum_{s \in S} \sum_{j \in N^{Ocean}} (FL_{s,j,i,t}^{Ship} + FL_{s,i,j,t}^{Ship}) \le C_i^{Transfer} \qquad \forall i \in N^{Port}, t \in T \qquad (10)$$

$$FA_{i,t}^{Port} \leq C_i^{Storage} \qquad \forall i \in N^{Port}, t \in T$$
 (11)

$$FA_{p,t-1}^{Port} + \sum_{r \in N^{Region}} i_{p,r} (FL_{r,p,t-1}^{Storage} - FL_{p,r,t-1}^{Storage}) +$$

$$\sum_{s \in S} \sum_{i \in N^{Ocean}} (FL_{s,i,p,t-1}^{Ship} - FL_{s,p,i,t-1}^{Ship}) = FA_{i,t}^{Port} \quad \forall p \in N^{Port}, t \in T, FA_{i,0}^{Port} = 0$$

$$\tag{12}$$

$$\sum_{r \in N^{Region}} (FL_{p,r,t}^{Storage}) + \sum_{s \in S} \sum_{i \in N^{Ocean}} (FL_{s,p,i,t}^{Ship}) \le FA_{i,t}^{Port} \quad \forall p \in N^{Port}, t \in T$$

$$\tag{13}$$

$$\sum_{p \in N^{Port}} i_{p,r} (FL_{p,r,t}^{Storage} - FL_{r,p,t}^{Storage}) = d_{r,t} \qquad \forall r \in N^{Region}, t \in T$$
 (14)

$$X_{s,m}, SL_{s,i,t}, i_{p,r}^{Region} \in \{0, 1\}$$

$$\forall s \in S, m \in M, i \in N^{ShipNodes}, t \in T, p \in N^{Port}, r \in N^{Region}$$

$$(15)$$

All other decision variables are non negative reals

# Objective and Constraint Explanations

- 1. Minimize cargo ship costs and port costs
- 2. Ship costs are equal to CAPEX construction costs (depends on model type) + fixed operation costs (discounted into the future) + variable operation costs (which depends on which routes served over the year and also discounted into future)
- 3. Port costs are equal to CAPEX constructions costs (port capacity costs) + fixed operation costs (for both capacity and storage segments-discounted into future)
- 4. Ship decision variable: can only select at max 1 model to build for each ship
- 5. Ship location build requirement: If you build a ship then the ship must be located at one of the ship nodes
- 6. Ship flow connection: node must be connected for ammonia to flow
- 7. Ship flow location connection: ship must be at the home node in order for flow to move

- 8. Ship movement definition: ship can only move from node to node
- 9. Ship fuel available definition: fuel available for ship s at a node is equal to previous capacity + any inflows any outflows
- 10. Port Capacity definition: port must be large enough to handle total inflows and outflows from ships
- 11. Capacity Storage definition: port capacity must be large enough to contain available fuel
- 12. Fuel available port definition: current fueal available equal previous + any demand flow changes + any ship flow changes (inflow is positive and outflow is negative)
- 13. Fuel deployment definition: must have enough fuel to deploy to meet demand and load onto ships
- 14. Meet demand rule: fuel deployed from port or loaded into port must be equal to demand
- 15. Bound constraints: listed decision variables are binary and all other decision variables are non negative reals