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Life Cycle Cost Analysis of Biogas Production from Cerathophyllum demersum, Fucus vesiculosus and Ulva intestinalis in Latvian Conditions

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Abstract – Life cycle costs of co-digestion plant of cattle farm manure and locally available freshwater macrophyte *C. demersum*, marine brown algae *F. vesiculosus*, and marine green algae *U. intestinalis*; ratio 5:1) are analysed based on Latvian climatic and economic conditions. Biomass collection from nature and pre-treatment of biomass, biogas production, biogas treatment and utilization in combined heat and power plant are included in the boundaries. The weak points of scenarios are large capital investments, electricity sale price (and the application of feed-in tariff). As naturally grown algae and macrophytes are used, they are also sensitive to weather conditions each year as available amounts of biomass might change and decrease. Net Present Value is positive only for *C. demersum* with Internal Rate of Return of -14 % and Discounted Payback Period of 11 years.

Keywords - Algae; biogas; LCCA; Life Cycle Cost Analysis

1. INTRODUCTION

As the carbon-intensive activities are still posing different risks to the environment and is threatening sustainability, the search for alternative fuel sources has become an important topic for world leaders as well as regular citizens. In search of the best solution (application, costs, availability, etc.) many different alternative energy production technologies and fuels are examined more closely [1]. Biogas as a replacement fuel offers easy application in already existing infrastructure for natural gas use. It can be cleaned to standards of natural gas and injected into existing natural gas streams as well as directly used in the same energy generation applications. Biogas production process itself is also versatile as different set-ups can be used based on type of biomass available as well as specific climatic conditions. As biogas can be produced from a variety of different biomasses it is very versatile and could be used globally with ease, as the technological advancement is faster as compared to other similar technologies [2].

The search for the best biomass for biogas production is still ongoing as there are many aspects to be taken into account. First generation biofuels (rapeseed, wheat, etc.) were food crops that raised ethical questions of food sources being used for energy production as well as using fertile arable lands. Second-generation fuels tried to pass by the food vs. fuel debate by using non-food crops (straw, wood, crop waste). Both of these generations struggled with net energy gains – using more energy for the production process than actually producing.

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Third generation fuels have improved the weak spots of previous generations, as algae do not require arable lands and have fast growing rates [3]. It is considered as viable input for biogas production [4], [5]. As algae species availability differs from region to region, deeper analysis should be carried out for each region separately to determine the best solutions of real life, large-scale applications. Despite the promising potential, algae use is still not commercialized, as many constraining factors exist [6]. Thus, deeper examination and solutions should be found.

Algae can be either grown in pond systems (open or closed) or collected directly from nature. Cultivating algae adds another step of costs and limitations to the whole process. Collection from nature, even though unreliable, in the long term offers an opportunity of reduced costs and possible environmental benefits. Depending on water body proximity, their condition and other restrictions (protected zone limitations) it is important to collect a choice of species. All species of algae have different growing and reproducing conditions as well as their biogas yields, volatile solids, totals solids are different. A preliminary analysis of available species in each region as well as experimental research is needed to find the best available opportunities [6].

Study by Balina et al. [5] determined three potential marine algae species available and usable for Latvian conditions (*Fucus vesiculosus, Furcellaria lumbricalis* and *Ulva intestinalis*). As *F. vesiculosus* and *U. intestinalis* have been reported to regularly be washed out on shore along Latvian coastline [5]. They are chosen to be evaluated in more details in this study. Study by Pastare et al. [7] determined that *Cerathophyllum demersum* is a potentially viable algae species used for biomass production due to its availability as well as reported biogas yields. Further experimental analysis of locally collected algae and their biochemical methane potential have already been performed [5], [7]–[9]. Based on those results, all species can be considered usable for biogas production. The aim of this study is to perform a full life cycle costs analysis for the three chosen algae species (*F. vesiculosus, U. intestinalis* and *C. demersum*) in order to compare them and find the most suitable species for biogas production locally. Environmental aspects as well as aspects relating to licensing and protection limitations are not considered at this time.

2. DESCRIPTION OF SCENARIOS

Within this study 3 different scenarios for algae use for biogas production and use in combined heat and power (CHP) units are compared. Based on previous studies [5], [7] the selected species are *Cerathophyllum demersum* (freshwater macrophyte), *Fucus vesiculosus* (marine brown algae) and *Ulva intestinalis* (marine green algae), see Fig. 1. Even though *C. demersum* is a macrophyte, based on the characteristics (growing rates, digestion rate and availability) it is analysed together with algae as part of this study.



Fig. 1. Species selected for study: a) Cerathophyllum demersum; b) Fucus vesiculosus; c) Ulva intestinalis.

In all three scenarios the algae are naturally grown and collected either directly from water bodies (in case of *C. demersum* – from lakes) or from shores (in case of *F. vesiculosus* and *U. intestinalis* – from shores of the Baltic Sea and Gulf of Riga). The collection is carried out only after the bloom period, usually starting July until November, when the water bodies start freezing over or all of the available washed-out algae has been collected. A boat and a comb-type attachment (attachment that catches the grown algae itself) are leased for collecting *C. demersum* for 150 days per year on average. Both marine algae species (*F. vesiculosus* and *U. intestinalis*) are collected using a small tractor and a comb-type attachment.

In all scenarios, the average distance from algae collection to the site is 100 km. After collection the algae are transported to site, where it is stored in 4 °C before being treated and used for biogas production. Algae are stored in a cooled temperature to avoid biomass degradation. The temperature in the storage unit is maintained only in the summertime and partially throughout spring and autumn when needed as the average temperature in Latvia during the months of November until March has been around or lower than 4 °C in the last 5 years [10], [11].

The algae are stored in the storage unit until needed for the biogas production process. Pre-treatment of algae is carried out shortly before adding it to the digestion tank. Pre-treatment includes washing of salt and debris for marine algae species (*F. vesiculosus* and *U. intestinalis*). Washing out is carried out in water tanks with sieves using freshwater as a cleaning medium. The algae are submerged in the water, letting the salt dissolve in the water, as well as it is manually stirred to help remove sand and debris. After algae have been submerged in the water, the tank is drained, leaving the algae on sieves. Washing of salt and debris improves the overall digestibility of algae as salt is an inhibiting factor for methanogenic bacteria [12].

As part of pre-treatment, shredding is also carried out in all scenarios. A twin shaft shredder is used. Shredding improves the digestion rate as well makes it easier to feed-in the feedstock [9].

Algae are co-digested with cattle farm manure (ratio 1:5 based on VS) to improve the overall feasibility and digestion rate. See Table 1 for details of anaerobic digestion details per algae species. The inputs are based on previous experiments [7]–[9] as well as literature analysis [12], [13].

Biomass	C. demersum	F. vesiculosus	U. intestinalis	Cattle farm manure
Biogas yield, l CH4/kg VS	405.3	81.1	92.1	300
VS, %	78.3	78.5	78.5	79.0
Moisture, %	94.9	82.2	78.7	85.0
TS, %	5.1	17.8	21.3	15.0

TABLE 1. BIOMASS PARAMETERS FOR BIOGAS PRODUCTION

As algae are growing naturally and are collected directly from nature, there are limits in the amounts available each year for collection. The limit is assumed based on the average washed out algae load size per meter of coastline per year (25 kg/m) and the length of the coastline (494 km) [14]. Based on that information, the biogas yields and the chosen algae-manure ratio a digestion tank with a capacity of 1 500 m³ and a CHP unit with 250 kW electrical capacity are chosen. As each of the algae has a different biogas yield, volatile solids and total solids content, the amount of feedstock needed to operate the CHP unit to get the same outcome differs (Table 2).

TABLE 2. OPERATIONAL INPUTS FOR SCENARIOS

	C. demersum	Manure	F. vesiculosus	Manure	U. intestinalis	Manure
Inputs, t/year	6 328	14 432	9 055	14 432	6 663	14 432
Methane produced, m ³ /year	102 610	513 052	102 610	513 052	102 610	513 052
Methane produced in total, m ³ /year	615 663		615 663		615 663	
Electricity produced in total, MWh/year	2 190		2 190		2 190	
Heat produced in total, MWh/year	3 942		3 942		3 942	

All calculations are based on generating 2 190 MWh electricity and 3 942 MWh heat per year.

3. DESCRIPTION OF COSTS

Life cycle costs analysis is a cost-effectiveness approach and requires detailed inventory (or estimations) of overall costs as well as benefits [15]. The 4 main phases of any project are – acquisition and design phase, construction phase, operation, maintenance and repair phase and residual phase [16]. Residual phase is not considered in this study.

The main relevant costs are design & licensing, capital investments and O&M (operation and maintenance). Design and licensing costs are estimated to be 3 % of total capital investments [17].

The capital investment costs are the sum of costs of equipment for algae collection and transportation (small tractor with an attachment), storage units for feedstock and digestate, container units for pre-treatment, pre-treatment equipment (washing tank, shredder), biogas digestion plant (reactor, pumps and mixers, network connections, feeding system, measurement and control system, heat system), biogas treatment equipment (compressor,

condensator), CHP plant (co-generation engine, input ventilator, cooler, emergency cooler). Land acquisition costs are not included.

Operational and maintenance costs are directly based on the scenarios and can be divided into 2 major groups – collection and transportation and biogas production (Fig. 2).



Fig. 2. Main operational costs.

Operation and maintenance include labour for operating algae collection machinery, overseeing pre-treatment, digestion, treatment and CHP plant operations. Consumables include diesel for collection transportation, electricity for cooling storage units, water and wastewater costs for pre-treatment, and electricity for pre-treatment. Lease includes water transportation lease for algae collection and land transportation lease for moving algae to site. Maintenance and replacement of other goods in cash flow are presented in O&M position. Digestion, treatment and CHP unit electricity and heat needs are included in the parasitic electricity consumption. Maintenance costs are assumed as 2 % of capital investments [18], [19].

Depreciation depends on the estimated life span for each item (linear method). Other costs include activities like accounting, consultations and alike. Insurance costs are 0.05 % of capital investment [17]. Loan is calculated as 70 % of total investments. Inflation rate is 2 %, rate on loan is 3.5 %. Income tax is 15 % [17]. The study period is 20 years; discount rate is 5 %. Post financing is 70 % debt capital and 30 % equity capital with a loan period of 10 years and interest rate of 3.5 % [19]. See Table 3 for more detailed information of costs and revenues of scenarios.

	C. demersum	F. vesiculosus	U. Intestinalis
Capital investments, EUR	2 727 750	2 732 750	2 732 750
Acquisition and design, EUR	81 833	81 983	81 983
Total investment, EUR	2 809 583	2 814 733	2 814 733
O&M			
Labour, EUR/year	32 988	35 136	333 778
Consumables, EUR/year	803	78 545	30 531
Lease, EUR/year	55 579	25 871	58 011
Maintenance, EUR/year	54 555	54 655	19 038
Depreciation, EUR/year	168 193	169 543	54 655
Other, EUR/year	2 000	2 000	169 543
Insurance, EUR/year	13 639	13 664	13 664
Income from electricity, EUR/year*	279 081	594 822	581 491
Income from electricity, EUR/year	65 561	384 277	367 971
Income from heat, EUR/year	150 525	275 193	279 081
Income from digestate, EUR/year	149 467	64 648	65 561
Loan amount, EUR	1 966 708	1 970 313	1 970 313
PMT, EUR/year	236 479.63	236 913.10	236 913.10

TABLE 3. TOTAL COSTS AND REVENUES FOR SCENARIOS

*With feed in tariff.

Revenues come from selling the excess electricity, heat and digestate. For the first 10 years of a project, electricity is sold with a feed-in tariff. In accordance with Latvian Cabinet Regulation No. 221, electricity producers upon production of electricity in cogeneration can apply for the sale of electricity within the framework of the mandatory procurement. For the first 10 years of operation, the price for electricity produced is determined based on trader electricity price, the natural gas tariff and differentiation coefficient, which depends on the electric capacity installed in a cogeneration unit [19], [20]. See Table 3 for main total costs and revenues of each scenario.

More detailed information about the inputs for LCCA can be found in Annex 1. It should be taken into account that only the major costs of projects are taken into account. All cost estimations are subject to reference. All cost estimations are made with consideration of the time value of money and currency rates. To convert prices into today's gross domestic product deflator was used as price index. Eq. (1) was used to convert past prices to price level for a specific year by using GDP deflator value for a specific year [21].

$$\operatorname{Price}_{\operatorname{Specific year}} = \frac{\operatorname{GDP}\operatorname{Deflator}_{\operatorname{Specific year}}}{\operatorname{GDP}\operatorname{deflator}_{\operatorname{Base year}}} \cdot \operatorname{Price}_{\operatorname{Base year}},$$
(1)

where Price_{Specific year} Price_{Base year} GDP Deflator_{Specific year} GDP Deflator_{Base year}

Price level in a specific year; Price level in a past year; GDP deflator index in a specific year; GDP deflator index in a past year [18].

4. METHODOLOGY OF LCC

The following section presents the methodology of Life Cycle Cost Analysis (LCCA). LCCA is an economic method that uses a structured approach to address all different costs occurring during a lifetime (or a set period) of a project. It also offers an evaluation of economic consequences (costs, revenues, cash flows etc.) and monetary trade-offs. This analysis allows for comparisons of alternative scenarios to optimize the costs in a given time period. For projects needing both environmental and economic analysis, LCCA is a great tool as it can cover project stages in the same way as Life Cycle Analysis (LCA) [22]–[24].

LCCA is widely used (starting from US and EU governments, businesses, scientists etc.) due to many advantages. Main advantages are projection of relevant cash flows, time value of money taken into account, comparisons possible, can assist in decision making process and main critical costs points are easily determined. Of course, there are some constraints as well – indirect costs usually are out of boundaries, it is time consuming, lack of reliable data may lead to unreliable results and comparison with different benefits are impossible [16].

For all projects 4 main categories of costs exist – Acquisition and design costs (research, design, rent and licensing, other), Construction costs (materials, construction), Operation, maintenance and repair costs (Resources as energy, water, other consumables; Maintenance as repairs, planned maintenance and waste management; Operational as labour and others) and residual costs (Disposal costs and benefits). Depending on the type of project being analysed, the distribution of these costs can vary greatly [16]. For this study the total costs are comprised of:

- 1. Capital Investments;
- 2. Acquisition and Design;
- 3. Operation and Maintenance:
 - Labour,
 - Consumables,
 - Lease,
 - Maintenance,
 - Depreciation,
 - Other;
- 4. Insurance;
- 5. Loan.

The viability of scenarios is determined based on several economic factors like net present value (NPV), internal rate of return (IRR) and discounted payback (DPB). Used discount rate for NPV calculation is 2 per cent. NPV is the sum of discounted values in the flow until a specific reference date. NPV shows how the cash flow is affected by time. It helps determine and compare the value of an investment [25]. Discount rate is used for discounting the cash flow to the present.

Internal Rate of Return (IRR) is also used in determining the viability of a project. IRR estimates the profitability of potential investments by calculating the discount rate by which the NPV of all cash flow in a project are equal to zero. Or in other words, IRR shows the maximum value of the interest rate with which it is acceptable to borrow money for the project development. Discounted Payback measures how long recovery of initial investment will take place. These values can be used to accept or reject a certain project. IF NPV value is greater than 0, then the project can be accepted, if it's smaller than 0; it should be rejected. In case of several positive NPV values, the project with the highest value should be chosen.

In case of IRR, positive values – accept project, negative – reject. DPB should be shorter than the study period (which is 20 years) [21].

5. **Results**

Cash flow is modelled based on the inputs and assumptions mentioned before. NPV, IRR and DPB values can be seen in Table 4.

	C. demersum	F. vesiculosus	U. intestinalis
NPV	51 009	-505 683	-219 061
IRR	-14 %	Undefined	-20 %
DPB	Year 11	After 20 years	Year 11
Evaluation	Reject	Reject	Reject

TABLE 4. NPV, IRR, DPB OF SCENARIOS

As it can be seen from NPV, only use of *C. demersum*, as a feedstock would give a positive cash flow in a 20-year span. Even though *U. intestinalis* discounted payback period is the same as *C. demersum* (11 years), the internal rate of return is too high to be accepted as viable. Based on this information alone – all of the projects should be rejected, as the IRR values are negative or undefined. Even with a positive NPV value, the *C. demersum* scenario would not be a good investment.

Cost structure of all scenarios can show the most critical cost positions. All costs are expressed as a percentage of total costs per year for operation of the biogas plant and CHP unit (including algae collection and pre-treatment). The yearly costs of capital goods are estimated in terms of depreciation and insurance costs. The yearly costs of other positions are estimated according to previously described inventory.





As it can be seen in Fig. 3, the most critical costs are capital goods and maintenance for all scenarios and either consumable (for *F. vesiculosus* and *U. intestinalis*) or lease (for *C. demersum*) costs. As *C. demersum* does not require washing of salt and debris, consumable costs are significantly smaller, but as it requires boat rental for extraction from water, lease costs are significantly higher. Besides, the cost structure it is important to evaluate the revenue structure (Fig. 4).



Fig. 4. Revenue structure of scenarios.

The revenue consists of selling electricity, heat and digestate. The feed-in tariff for electricity selling is a major influence on revenue, changing from 46-48 % to 17-18 % (with and without the feed-in tariff, accordingly). Revenue from heat and digestate makes up a similar amount from total revenues.

As there are a lot of capital investments associated with having a biogas production site and CHP unit, one of the options to cut down costs would be to sell the treated biomethane as an end product. By eliminating a big part of capital and operational costs, it is possible that, with reduced revenues, NPV, IRR and DPB would be more favourable.

By eliminating the CHP unit on site and selling the cleaned biogas to another biogas production site or CHP unit capital investments for the unit can be avoided. As no longer either electricity or heat will be produced on site, additional costs for electricity and heat use arise. It is assumed there are no additional costs for transporting the produced biogas to another site; all costs related are covered by the selling price. For each scenario, there is different break-even price for NPV (Table 5). For a positive NPV for projects the biogas-selling price is in the range of 547 to 599 EUR/t.m³. The average natural gas sale price for end-users in year 2017 was 287 EUR/t.m³ [23]. Without any subsidies or feed-in tariffs for biogas selling, the almost-double price is not competitive enough for a project to be viable.

Biogas	C. demersum			F. vesiculosus			U. intestinalis		
selling price, EUR/t.m ³	NPV, EUR	IRR, %	DPB, years	NPV, EUR	IRR, %	DPB, years	NPV, EUR	IRR, %	DPB, years
287	-2 663 092	_	>20	-3 198 554	-	>20 years	-2 940 103	-	>20
300	-2 529 699	-	>20	-3 065 160	-	>20 years	-2 806 710	-	>20
400	-1 503 994	_	11	-2 039 056	_	>20	$-1\ 780\ 605$	-	11
500	-477 490	-10 %	11	-1 012 951	-13 %	11	-754 501	-11 %	11
547	0	-7 %	11	-530 682	-10 %	11	-272 232	-8 %	11
574	281 827	-6 %	11	-253 634	-8 %	11	0	-7 %	11
599	538 353	-5 %	11	0	-7 %	11	261 343	-6 %	11
600	548 615	-5 %	11	13 153	-7 %	11	271 604	-6 %	11
700	1 574 719	-1 %	11	1 039 257	-3 %	11	1 297 708	-2 %	11
800	2 600 823	1 %	2	2 065 362	0 %	4	2 323 812	1 %	2
900	3 626 928	4 %	2	3 091 466	3 %	2	3 349 917	4 %	2

TABLE 5. NPV, IRR AND DPB FOR SCENARIOS DEPENDING ON BIOGAS SELLING PRICE

Also for projects using naturally grown algae, it must be taken into account that the amounts of biomass available each year might fluctuate due to weather conditions. As the total project timeline is 20 years, it must be taken into account that during this period the general condition of water bodies might change (eutrophication, pollution) as well as legal aspects of biomass collection from nature. In order to approve a project like this, alternative plans should be considered for obtaining biomass as well as adjusting the digestion process accordingly.

6. CONCLUSIONS

As the study shows, based on experimental analysis of locally available algae as well as life cycle costs analysis, the use of algae for biogas production in current Latvian conditions is not viable. There are several weak points of such scenarios – the low biochemical methane potential, high investment costs, low electricity prices as well as possibly inconsistent source of biomass. In order to make algae use viable at least one of these factors should be resolved and even then, it might not be enough.

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ANNEX

Parameter	Value			Unit	Source	
	C. demersum	F. vesiculosus	U. intestinalis			
Algae collection and transportation						
Skid steer loader price	17 000	17 000	17 000	EUR/unit	[26]	
Skid steer loader life span	20	20	20	Years	[26]	
Skid steer loader attachment price	5 000	5 000	5 000	EUR/unit	[26]	
Skid steer loader attachment life span	20	20	20	Years	[26]	
Skid steer loader daily usage in base	2	2	2	Litres/day	Assumption	
Skid steer loader usage for collection	_	194	143	Days/year	Calculation	
Skid steer loader diesel consumption while collecting	-	10	10	Litres/day	[26]	
Diesel price	0.79	0.79	0.79	EUR/litre	[27]	
Boat with mechanical motor and attachment lease (including diesel consumption)	200 + 50	-	_	EUR/day	[28]	
Boat with mechanical motor and attachment lease	150	_	_	Days	Assumption	
Truck (10 t with self-loader) lease	200	200	200	EUR/day	[29]	
Truck daily capacity	70	70	70	t/day	Assumption	
Truck lease	90	129	95	Days/year	Calculation	
Collection labour worker need	2	1	1	People/day	Assumption	
Days needed	150	194	143	Days/year	Calculation	
Hours per day worked	8	8	8	h/day	Assumption	
Wage	5	5	5	EUR/h	Assumption	
Storage						
Feedstock storage unit price	15 000	15 000	15 000	EUR/unit	[18]	
Feedstock storage unit life span	20	20	20	Years	[18]	
Digestate storage unit price	7 500	7 500	7 500	EUR/unit	[18]	
Digestate storage unit life span	20	20	20	Years	[18]	
Cooling unit power	4	4	4	kW	[18]	
Operation hours for cooling	4320	4320	4320	h/year	[18]	
Pre-treatment						

Parameter	Value			Unit	Source
	C. demersum	F. vesiculosus	U. intestinalis		
Pre-treatment container unit price	75 000	75 000	75 000	EUR/unit	[18]
Pre-treatment container unit life span	20	20	20	Years	[18]
Feedstock washing tank price	_	5 000	5 000	EUR/unit	[18]
Feedstock washing tank life span	_	10	10	Years	[18]
Freshwater need for pre-treatment	-	5	5	m ³ /t algae	Assumption
Freshwater price	-	0.88	0.88	EUR/m ³	[30]
Effluent discharge price	-	0.79	0.79	EUR/m ³	[30]
Feedstock shredder price	12 000	12 000	12 000	EUR/unit	[19]
Feedstock shredder life span	10	10	10	Years	[19]
Feedstock shredder power	25	25	25	kW	[19]
Feedstock shredder usage daily	6	9	6	h/day	Calculation
Labour worker need per day	1	2	2		Assumption
Hours worked per day	5	5.2	4.2	h/day	Assumption
Labour worker wage	3.5	3.5	3.5	EUR/hour	Assumption
Digestion – biogas treatme	nt – CHP plant				
Digestion tank capacity	1 500	1 500	1 500	m ³	Assumption
Algae input	6 328	9 055	6 663	T ww/year	Calculations
Manure input	14 432	14 432	14 432	T ww/year	Calculation
Algae: Manure ratio	1:5	1:5	1:5	_	Assumption
Digestion reactor	1 937 500	1 937 500	1 937 500	EUR/unit	[19] (adapted)
Digestion reactor life span	20	20	20	Years	[19]
Pump and mixer	56 250	56 250	56 250	EUR/unit	[16] (adapted)
Pump and mixer life span	10	10	10	Years	[19]
Network connections	25 000	25 000	25 000	EUR/unit	[19] (adapted)
Network connections life span	20	20	20	Years	[19]
Feeding system	50 000	50 000	50 000	EUR/unit	[19] (adapted)
Feeding system life span	7	7	7	Years	[19]
Measurement and control system	18 750	18 750	18 750	EUR/unit	[19] (adapted)

Parameter	Value			Unit	Source
	C. demersum	F. vesiculosus	U. intestinalis		
Measurement and control system life span	10	10	10	Years	[19]
Heating system	31 250	31 250	31 250	EUR/unit	[19] (adapted)
Heating system life span	10	10	10	Years	[19]
Electricity usage	Included in par	rasitic electricity	use		Assumption
Heat usage	Included in par	rasitic heat use			Assumption
Labour need	4	4	4	Human hours/day	Assumption
Labour wage	10	10	10	EUR/h	Assumption
Leftover digestate	16 607	18 789	16 876	t/year	Calculations
Desulphurization compressor	100 000	100 000	100 000	EUR/unit	[19]
Desulphurization compressor life span	10	10	10	Years	[19]
Electricity usage	Included in par	rasitic electricity		Assumption	
CHP unit electrical capacity	250	250	250	kW	Assumption
Produced electricity	2 190	2 190	2 190	MWh/year	Calculations
Produced heat	3 942	3 942	3 942	MWh/year	Calculations
Parasitic electricity usage	7 %	7 %	7 %	% of production	[19]
Parasitic heat usage	30 %	30 %	30 %	% of production	[19]
Feed in electricity sales tariff	142.05	142.05	142.05	EUR/MWh	[20]
Electricity sales tariff	33.37	33.37	33.37	EUR/MWh	[20]
Heat sales tariff	54.55	54.55	54.55	EUR/MWh	[19]
Digestate sales tariff	9	9	9	EUR/t	[19]
Additional inputs					
Inflation rate	2 %	2 %	2 %	%	[20]
Rate on loan	3.5 %	3.5 %	3.5 %	%	[19]
Loan amount of total investment	70 %	70 %	70 %	%	[19]
Loan time	10	10	10	Years	[19]
Income tax	15 %	15 %	15 %	%	[19]

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