Can We Replace All Crude Oil Using a Cellulosic Liquid Biofuels System with Nuclear-Assisted Massive Heat and Hydrogen Inputs?

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Goals

- Replace all crude oil (domestic and international) with economic drop-in liquid hydrocarbon fuels with no major impacts on food and fiber prices
- Enable economic large-scale negative carbon emissions
- Minimize changes to enable fast low-carbon transition—faster scale up of hydrocarbon alternatives
- Enable greater rural prosperity / economic opportunities

Goals / Conclusions from Several Studies and Three Workshops

Liquid Hydrocarbons Are Central To The U.S. Economy

- Crude oil provides 48% of U.S. energy and feed stocks to the final customer
- Drop-in hydrocarbon replacement for crude oil will decarbonize half the U.S. economy
- Option to partly replace natural gas



Globally Oil Provides One-Third Energy Demand

The World Will Not Stop Using Liquid Hydrocarbons

- Embedded by 150 years of technology development and infrastructure investments
- Multiple uses—not just energy!
 - Dense transportable energy source
 - Energy storage
 - Chemical feedstock
 - Chemical reducing agent
 - Enable high-temperature radiative heat transfer in industry

C. Forsberg, "What is the Demand for Low-Carbon Liquid Hydrocarbon Fuels and Feedstocks?" *Applied Energy Symposium: MIT* A+B, Cambridge, MA, APEN-MIT-2022_6226. July 5-8, 2022. <u>https://www.energy-proceedings.org/category/mitab2022/</u>

Product	U.S.: Millions of	
	barrels per day	
Finished motor gasoline	8.034	
Distillate fuel oil (diesel	3.776	
fuel and heating oil)		
Hydrocarbon gas liquids	3.197	
(HGLs)		
Kerosene-type jet fuel	1.078	
Still gas	0.611	
Asphalt and road oil	0.342	
Petrochemical feedstocks	0.286	
Petroleum coke	0.260	
Residual fuel oil	0.217	
Miscellaneous products	0.152	
and other liquids		
Lubricants	0.100	
Special napthas	0.045	
Aviation gasoline	0.011	
Kerosene	0.008	
Waxes	0.004	
Total petroleum products	18.120 4	

Liquid Hydrocarbons Can be Made From Many Feed Stocks

- Fossil fuels: oil (primary source), coal and natural gas
- Carbon dioxide from air or water with addition of massive quantities of hydrogen (Electric fuels). Very expensive
- Biomass

Hydrocarbons from Biomass and Carbon Dioxide Can be Made with No Increase in Atmospheric Carbon Dioxide Levels

The Big Picture: Replacing All Crude Oil



C. W. Forsberg and C., B. Dale, *Can a Nuclear-Assisted Biofuels System Enable Liquid Biofuels as the Economic Low-carbon Replacement for All Liquid Fossil Fuels and Hydrocarbon Feedstocks and Enable Negative Carbon Emissions?*, Massachusetts Institute of Technology, MIT-NES-TR-023R. April 2022, https://canes.mit.edu/download-a-report

Is There Enough Biomass in the U.S. and Globally to Replace All Crude Oil without Major Impacts on Food and Fiber Prices?

We Can Replace All Crude Oil, But

- Can't be based on starches (corn), sugars (sugar cane) or oils (soybean, other) because of limited resource base
 - These feed stocks viable only for niche (small) markets
 - -Current basis for biofuels
- Sufficient cellulosic feed stock (corn stover, forest debris, energy crops, etc.) if done right
 - Cellulose is the most abundant form of biomass on earth
 - Not a human food

External Heat and Hydrogen During Processing ReducesBiomass Feedstock Required Per Unit of ProductFunctionTraditional BiofuelsExternal Heat +

1. Source of carbon for fuel or chemical feedstock

2. Method for oxygen removal (40% of Biomass)

3. Energy source for biorefinery

4. Limits to biofuels production

Biomass Carbon Oxygenated or hydrocarbon

Biomass carbon to remove oxygen as CO_2

Biomass carbon to carbon dioxide

Biomass carbon limited supply **Biomass Carbon** Hydrocarbons maximize energy per carbon External **Hydrogen** to

Hydrogen Biofuels

remove oxygen as water

External nuclear Heat and hydrogen

150% U.S. demand without impacting food / fiber prices 9

Chemistry Basis: Heat and Hydrogen Inputs to Convert all Bio-Carbon into Liquid Fuels and Reduce Biomass Inputs



Carbon only in hydrocarbon product, sufficient cellulosic biomass

Sufficient U.S. Cellulosic Feedstock for 25 Million Barrels per Day Hydrocarbons Without Large Impact on Food and Fiber Prices We Estimate 2050 Demand 10 to 20 Million Barrels/Day

- External heat and hydrogen doubles hydrocarbon fuel production per ton of biomass feed stock
- Can use feed stocks that are good carbon sources (wet biomass including kelp) but poor energy sources
- Can pay more for biomass because hydrogen (not biomass) is the largest cost component in product (discussed later)

U.S. Cellulosic Biomass Feedstock Supply

- Most abundant type of biomass
- Minimize impact on food and fiber prices
- U.S. ~3,000 million tons/yr (at least)
- Equivalent 25+ million barrels/day crude oil
- U.S. consumes 18 million barrels/ day of crude oil

- Billion Ton Report: 1,400 million tons/yr
- Pay farmers more: +600 million tons/yr
- Use 10% of semi-arid lands for *Opuntia*: +240 million tons/yr
- Double cropping: +150 million tons/yr
- Integrate food/feed/fuel production: +300 million tons/yr
- Improve pasture/energy crop productivity: +200 million tons/yr
- Rehabilitate saline, retired & degraded lands: +100 million tons/yr

In Addition, Marine Sources Such as Kelp

What Is the System Design?

Economics Have Driven Oil Refineries to Large Sizes (Typical Refinery 250,000 Barrels per Day)

- Economics of Scale
- Ability to change product slate over the year that maximizes revenue (gasoline versus home heating oil, etc.)
- Ability to blend low-grade (low-cost) crude oils with other crude oils to enable using lower-cost feed stocks



Same Economics Drives to Large Bio-refineries Modified Oil Refinery with Front-End Bio-Crude Production



250,000 Barrel/day Option for Crude-Oil Refinery with Front-End Changes

- Nuclear reactors provide gigawatts of heat input; not "burn" biomass to operate refinery
- Pipeline Hydrogen from natural gas with CCS and nuclear steam electrolysis removes oxygen from biomass that is 40% oxygen by weight

External heat and H₂

- More than doubles hydrocarbon fuels per ton of biomass reducing land demand by more than two
- Enables use of lower-grade biomass feed stocks

Economic Shipping Distance for Raw Biomass is 30 to 50 Miles Need Depots to Convert Raw Biomass Into Shippable form to Refinery:







Cellulosic Biomass Shipped Short Distances to Depots

Depots Convert Local Low-Density Biomass into Economically Shippable Commodity 250,000 b/d Integrated Biorefinery for Liquid Hydrocarbons

Depot System Design

Create Economic Shippable Commodity to Refinery

Produce Other Products

Recycle Nutrients to Soils

Enable Local & Farm Economic Opportunities

The Local Depot Is The Enabling Technology Not Economic to Ship Low-Density Biomass Long Distances



- Local depots convert local raw biomass into storable, economic shippable (unit train and pipeline) commodities to large biorefineries
- Depots have multiple other functions
 - Recycle nutrients and some carbon back to the soil
 - Produce secondary products to increase farm revenue (Example: alfalfa leaves for animal food, stems for liquid hydrocarbon production)

Depots Convert Diverse Biomass Into a Few Commodity Feedstocks for the Refinery

- Forests
 - Forest wastes
 - Paper and pulp plant wastes
- Municipal wastes
- Agriculture
 - Corn stover
 - Wheat straw
 - Double crops
 - Energy crops
- Maritime (Kelp, etc.)



Wet Herbaceous Residues and Energy Crops

Dry Herbaceous Residues and Energy Crops

We Have Three Major Depot Options



Some Depot Options Produce Added Products: Animal Feed, etc.

Pelletization Creates Dense, Stable, Shippable Product

 Increase bulk density from < 60 kg/m³ to > 600 kg/m³

Corn stover

 Variants of process used to ship animal feeds and biomass for combustion
 Wheat straw AFEX-treated, loose

AFEX-treated, pellets



DRAX Power Station (UK) Burns 7 Million Tons Pellets per Year 21

Anaerobic Digestion Produces Methane (CH₄), Carbon Dioxide (CO₂) and Digestate

- Ship anaerobic CO_2/CH_4 and/or purified CH_4 by pipeline, store like natural gas
- Process is commercial for some feedstocks in some countries
- Digestate contains almost all the nutrients for recycle to soil and demonstrated at scale to improve longterm soil productivity with soil carbon sequestration



Biofuels Fast Pyrolysis Depot Option Commercial on a Small Scale

Biomass (100%) Bio-oil + Char + Gases (up to 70%) + (~15%) + (~15%)









- Pyrolysis is thermal composition without oxygen (~500°C)
- If external energy inputs (Fission Batteries), more product produced
- Char with nutrients recycled to soil (Carbon sequestration)

C. H. Lam et. al, "Towards Sustainable Hydrocarbon Fuels with Biomass Fast Pyrolysis Oil and Electrocatalytic Upgrading", *Sustainable Energy and Fuels*, 1 (2) April 2017

G. L. Hawkes, S. Bragg-Sitton and H. Hu, "Nuclear-Assisted Carbon-Negative Biomass to Liquid Fuel Process Integration with High Temperature Steam Electrolysis" *ICAPP 21*, October 2021

Can Recycle Nutrients, Sequester Carbon in Soil and Improve Long-Term Soil Productivity

- Food, paper and timber remove soil nutrients with no built-in recycle loop
- We only want carbon and hydrogen (no P, K, others)
 - Can recycle nutrients back to agriculture and forests
 - Can recycle carbon char or digestate to sequester carbon and improve soil properties



Refinery Design

Front-end Processes Create a Bio-Crude

Refinery Converts Bio-Crude to Refined Products

Modify Existing Refineries for Depot Feeds



250,000 Barrel/day Option for Crude-Oil Refinery with Front-End Changes

- Front-end processes create bio-crude
 - Fischer Tropsch (Anaerobic digestion and pelletized biomass feedstock)
 - Direct hydrogenation (pelletized biomass and pyrolysis oil feedstock)
 - Flash Pyrolysis (pelletized biomass feedstock)
- Require conventional refinery for conversion into final gasoline, diesel, jet fuel and chemical feedstock products
- Crude oil refinery incrementally converts from 100% crude oil to 100% biomass feed stocks

- Blend feed stocks to match refinery capabilities

Refineries Require Massive Heat Inputs

- Existing refineries burn the equivalent of 10% of the crude oil to operate (~5% U.S. energy consumption)
- Heat demand in gigawatts
- Bio-refinery feedstock will drag in large quantities of water, Larger heat demand
- Nuclear energy can provide steady-state low-carbon heat



Dow and X-Energy agreement for nuclear reactors to provide process heat at a Dow Texas plant site

Bio-Refineries Require Massive Hydrogen Inputs

- Today: Steam methane reforming of natural gas with sequestration of carbon dioxide with multiple process options
 - Lowest cost option if low-cost gas and sequestration sites
 - Some systems can sequester 97% carbon dioxide
- Nuclear with high-temperature (steam) electrolysis
 - High efficiency relative to alternatives
 - Early pre-commercial deployment
- Electrolysis with wind and solar: Too early for evaluation
 - Uneconomic today because of high capital cost of electrolyzers
 - Very expensive hydrogen if operate electrolyzer at low part load
 - Low capacity factor with solar (25%)

 American Petroleum Institute, (October 12, 2022) The Potential Role of Blue Hydrogen in Low-Carbon Energy Markets in the U.S. https://www.api.org/~/media/Files/News/2022/10/12/API-ICF-Hydrogen-Report 28

Cost Structure of New Biofuels System



Cellulosic

Biomass

(CH_{1.44}O_{0.66})

Carbon

Feedstock

 Partly replacing biomass feedstocks with nuclear heat and external H₂ 	Biofuel Cost Category	Cost Oil Equivalent (\$/Barrel)
 Liquid fuels provide half the energy to final 	Hydrogen (\$2/kg)	38
 U.S. feedstock for 25+ million barrels of oil per day; Use 18 million barrels/day and decreasing 	Biomass at refinery gate	23
	Add capital to refinery	7
	Total	68

IIII Trade-off between Biomass, Heat and Hydrogen Inputs 29

The Cost Structure Can Dramatically Increase Available Cellulosic Biomass

- With traditional biofuels, the biomass is the primary cost
- With new strategy, biomass is does not drive biofuels prices.
- Can pay a more for biomass
 - For 90 years the challenge of American agriculture has been excess production
 - Corn yields from 20 to 180 bushels per acre—and rising
 - Single crop rather than double crop land because no market
 - What if somebody decided to pay farmers a little more for biomass?
 - If history is a guide, massive increases in cellulosic biomass likely
 - Similar options with forests and other sources of cellulosic biomass

Other Considerations

Cellulosic Biofuels with External Heat and H₂ Minimize Impacts on Food and Fiber Prices

- Feedstock is cellulosic biomass, not a major food source
- Integrated systems can boost food and fiber production
 - Depots separate valuable components (proteins, carbohydrates, etc.) from cellulosic materials. Many of these are animal foods
 - Depots recycle of carbon and nutrients to improve long-term soil productivity (vs food mining nutrients)
- U.S. agriculture not fully utilizing resources (example: little double cropping that also reduces soil erosion)

System Enables Large Negative Carbon Emissions

- Depots recycle carbon to soil (digestate and biochar) that improves soil productivity while sequestering carbon
- Refinery can vary carbon dioxide sequestration based on relative prices of feedstock, sequestered carbon dioxide and biofuels
 - Second class of products from biorefinery
 - Adjust fuel/sequestered carbon dioxide production based on prices of biomass, biofuels and hydrogen

- Stabilize price of liquid hydrocarbons (fuels)

Potentially Massive Positive Impacts on Rural America, American Soils and American Forests

- Recycle of carbon recycles nutrients and improvise longterm soil productivity—not mining soils like food production
- Creates a market for forest wastes—incentive to recycle these wastes with reduced potential for forest fires
- Large increases in rural incomes

Uncertainties Are Significant

- U.S. hydrocarbon demand 2050
 - 10 million barrels/day with highly successful electricity and hydrogen substitution into multiple liquid hydrocarbon markets
 - 20 million barrels/day if fail to solve energy storage challenges and need liquid hydrocarbons to fix storage challenge
- Cellulosic inventories
 - No detailed assessment if the goal is carbon to produce fuel versus burning biomass as energy source (traditional accounting, campfire model)
 - Wildcards: Marine sources (Kelp, etc.) not accounted for; Capability of American agriculture over time to boost production if price incentives
 - Competing carbon demand for renewable natural gas
- Processing: Efficient direct hydrogenation of cellulosic biomass

Conclusion: Cellulosic Hydrocarbon Biofuels Can Replace Crude Oil, Decarbonize a Third of the Global Economy & Sequester Carbon with Massive External Heat / H₂ Inputs



Questions



Biography: Charles Forsberg

Dr. Charles Forsberg is a principal research scientist at MIT. His research areas include (1) Fluoride-salt-cooled High-Temperature Reactors (FHRs), (2) utility-scale heat storage including Firebrick Resistance-Heated Energy Storage (FIRES) and 100 GWh Crushed Rock Ultra-Large Stored Heat (CRUSH) systems and (3) nuclear-assisted cellulosic biofuels. He teaches the fuel cycle and nuclear chemical engineering classes. Before joining MIT, he was a Corporate Fellow at Oak Ridge National Laboratory.

He is a Fellow of the American Nuclear Society (ANS), a Fellow of the American Association for the Advancement of Science, and recipient of the 2005 Robert E. Wilson Award from the American Institute of Chemical Engineers for outstanding chemical engineering contributions to nuclear energy, including his work in waste management, hydrogen production and nuclear-renewable energy futures. He received the American Nuclear Society special award for innovative nuclear reactor design and is a Director of the ANS. Dr. Forsberg earned his bachelor's degree in chemical engineering from the University of Minnesota and his doctorate in Nuclear Engineering from MIT. He has been awarded 12 patents and published over 300 papers.



Nuclear-Assisted Biofuels Is Not New

NUCLEAR ENERGY FOR A LOW-CARBON-DIOXIDE-EMISSION TRANSPORTATION SYSTEM WITH LIQUID FUELS



TH oil, biofuels, oil refining

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The two major energy challenges for the United States are to replace crutice oil in our transportation system and reduce greenhouse gas emissions. A multilayer strategy to replace oil using nuclear energy and various carbon sources (fossil fuels, biomass, or air) is described that (a) allows the continued use of liquid fuels (ethanol, gasoline, diesel, and jet fuel) in the transport sector, (b) does not require major changes in lifestyle by the consumer, and (c) ultimately eliminates carbon dioxide emissions from the transport sector. Nuclear energy is used to provide electricity, heat, and ultimately hydrogen, with the hydrogen produced by either electrolysis or more advanced thermochemical production methods.

vanced thermochemical production methods. In the near term, nuclear energy can provide lowtemperature heat (steam) for ethanol production and

low-temperature heat and limited quantities of hydrogen for processing cellulosic biomass into liquid fuels (ethanol and lignin-derived hydrocarbons) and providing high-temperature heat for (a) traditional refining and (b) underground oil production and refining. In the longer term, biomass becomes the feedstock for liquidfuels production, with nuclear energy providing heat and large quantities of hydrogen for complete biomass conversion to hydrocarbon fuels. Nuclear energy could be used to provide over half the total energy required by the transportation system, and the use of oil in the transport sector could potentially be eliminated within several decades.

electricity for transportation. Midterm options include

I. INTRODUCTION

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The two major energy challenges for the United States are to replace crude oil in our transportation system and eliminate greenhouse gas emissions. A series of studies have been conducted on methods to use nuclear energy to replace some or all of the crude oil and ultimately eliminate carbon dioxide emissions from the transportation system. These options are described and quantified. Together the options provide a transition strategy to eliminate oil for the transportation sector. The starting point for such an analysis is an understanding of the existing and future demand for liquid fuels.

I.A. Choice of Transport Fuel

The dominance of liquid hydrocarbon fuels for transportation is based on several factors: (a) they can be easily made from crude oil, and (b) they have major advantages in terms of high energy density, ease of refueling, and safety. Energy density strongly impacts engine choices, vehicle weight, fuel economy, and the distance between refuelings. Table I shows the properties of various possible future transport fuels¹ with different types of engines. These data show significant advantages in safety and vehicle range by using liquid fuels such as diesel versus less conventional fuels.

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Nuclear Energy and Sustainability

Can a Nuclear-Assisted Biofuels System Enable Liquid Biofuels as the Economic Low-carbon Replacement for All Liquid Fossil Fuels and Hydrocarbon Feedstocks and Enable Negative Carbon Emissions?

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Nuclear Energy for Conversion of Pulp and Paper Plants into Pulp, Paper and Liquid Hydrocarbon Biofuels Plants



Energy Consumption of Pulp and Paper Plant

- Paper and pulp mills have massive energy consumption
- Most energy input from burning biomass wastes from the paper making process (Left: orange lines)
- If external heat and hydrogen replaces burning biomass, waste biomass can be converted into hydrocarbon liquids
- Large increase in plant revenues and production of low-carbon biofuels
- Unique nuclear energy market

C. W. Forsberg and C., B. Dale, *Can a Nuclear-Assisted Biofuels System Enable Liquid Biofuels as the Economic Low-carbon Replacement for All Liquid Fossil Fuels and Hydrocarbon Feedstocks and Enable Negative Carbon Emissions?*, Massachusetts Institute of Technology, MIT-NES-TR-023. April 2022. https://canes.mit.edu/download-a-report Charles Forsberg (cforsber@mit.edu/

Replacing All Crude Oil with Cellulosic Feed Stocks to Produce Drop-In Hydrocarbon Fuels (Gasoline, Diesel, Jet Fuel, Chemical Feed-stocks)

Massive Heat and Hydrogen

Inputs at Refinery





C. W. Forsberg and C., B. Dale, *Can a Nuclear-Assisted Biofuels System Enable Liquid Biofuels as the Economic Low-carbon Replacement for All Liquid Fossil Fuels and Hydrocarbon Feedstocks and Enable Negative Carbon Emissions?*, Massachusetts Institute of Technology, MIT-NES-TR-023. April 2022. https://canes.mit.edu/download-a-report

- Reduce atmospheric carbon dioxide content
- Fast transition to low-carbon future with drop-in gasoline, diesel and jet fuel
- No major impacts on food and fiber prices
- Minimize cellulosic feed stock requirements with external heat + hydrogen for biomass conversion to hydrocarbons (remove O, add H, process heat)

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Abstract: Can a Nuclear-Assisted Biofuels System Enable Liquid Biofuels as the Economic Low-carbon Replacement for All Liquid Fossil Fuels and Hydrocarbon Feedstocks and Enable Negative Carbon Emissions?

This report integrates the results of a series of studies and three virtual workshops held in August 2021 to address the question: *Can a nuclear-assisted biofuels system enable liquid biofuels as the economic low-carbon replacement for all liquid fossil fuels and hydrocarbon feedstocks and simultaneously enable negative carbon emissions?* "Economic" is defined as economically competitive relative to other low-carbon replacement options for crude oil. "All" refers to the capability to replace the 18 million barrels of oil per day used by the United States. "Nuclear-assisted" refers to the provision of massive quantities of low-carbon heat and hydrogen at the refinery to fully utilize the carbon content of the cellulosic biomass feedstocks for liquid hydrocarbon production.

A system is proposed that decarbonizes about half of the U.S. economy while improving long-term soil productivity and sequestering carbon from the atmosphere. In the U.S. almost half the energy consumed by the final customer is in the form of liquid hydrocarbons. The feedstock used to produce these liquid hydrocarbons is primarily crude oil—but a small fraction of liquid hydrocarbons are produced from coal, natural gas and biomass. Liquid hydrocarbons are used as (1) an energy source, (2) a method for daily-to-seasonal energy storage, (3) a chemical feedstock, (4) a chemical reducing agent, (5) a method to enhance high-temperature heat transfer in many furnaces and industrial processes and (6) other purposes. As a consequence, the U.S. consumes ~18 million barrels of crude oil per day to produce liquid hydrocarbons. While there are substitutes for liquid hydrocarbons for some applications, our assessment is that the costs and difficulty will dramatically increase if liquid hydrocarbon use goes much below the equivalent of 10 million barrels per day of crude oil. New uses of liquid hydrocarbons to partly replace coal and natural gas could increase demand to the equivalent of 20 million barrels per day of oil.

One can produce and burn liquid hydrocarbons from biomass without any net addition of carbon dioxide to the atmosphere. Plants grow by removing carbon dioxide from the atmosphere; thus, burning biomass does not result in any net addition of carbon dioxide to the atmosphere. Biomass is typically 40% oxygen. To remove this oxygen to create hydrocarbon liquids, there are two options. The first option is to use biomass as (1) a feedstock, (2) an energy source to operate the process and (3) a supply of carbon to remove the biomass oxygen as carbon dioxide. The second option is to use external heat and hydrogen to remove the oxygen as water and produce liquid hydrocarbons. The use of massive quantities of external heat and hydrogen for hydrocarbon liquid fuels production reduces the biomass feedstock per unit of liquid hydrocarbon product by more than a factor of two reducing land use by more than a factor of two. Many cellulosic feedstocks unsuitable for liquid hydrocarbon production are viable feedstocks with external heat and hydrogen inputs. As a result, there is sufficient cellulosic feedstocks to meet U.S. and global liquid fuels hydrocarbon demand without significant impacts on food and fiber prices.

The heat and hydrogen (heat plus electricity) are produced using base-load nuclear power plants—the most economic form of nuclear energy. If low-price natural gas, there is also the option of producing hydrogen from natural gas with sequestration of the carbon dioxide. The biomass is locally processed in depots to produce commodity feedstocks that can be shipped long distances to large biorefineries (250,000 barrels per day, oil equivalent) similar to existing refineries except modifications of front-end processes. The depot system enables local recycle of nutrients back to the soil. The biorefinery can produce variable quantities of liquid hydrocarbon fuels and carbon dioxide for sequestration enabling removal of carbon dioxide from the atmosphere. Preliminary estimates are that the liquid hydrocarbon costs are equivalent to crude oil at between \$60 and \$70 per barrel. The largest cost is for hydrogen with biomass feedstocks and refinery costs a smaller fraction of the total cost.