Balancing profitability of energy production, societal impacts and biodiversity in offshore wind farm design

Elina Virtanen & Tiina Tihlman

Capacity4MSP Energy workshop 22.09.2020



Where to locate offshore wind farms?



Balanced solution

Biodiversity

- Conservation areas
- Bird migration routes
- Fish reproduction areas
- Geodiversity
- Marine and terrestrial nature values



- Bird migration routes (Birdlife)
- Fish reproduction areas (LUKE)







2) Profitability

Balanced solution

Profitability



Spatial Life Cycle Cost analysis

 \rightarrow Includes all costs during the project lifetime

- Costs divided into 5 categories:
 - Development & Consenting
 - Production & Acquisition
 - Installation & Commissioning
 - Operation & Maintenance
 - Decommissioning & Disposal

Levelised Cost of Energy (LCOE):

$$LCOE = \frac{\sum_{t=0}^{T_{project}} \frac{LCC_{t}}{(1+WACC_{real})^{t}}}{\sum_{t=0}^{T_{project}} \frac{E_{annual}}{(1+WACC_{real})^{t}}}$$

Lappalainen, J. (2019) Economic potential of offshore wind energy in the Gulf of Bothnia





2) Profitability

Balanced solution

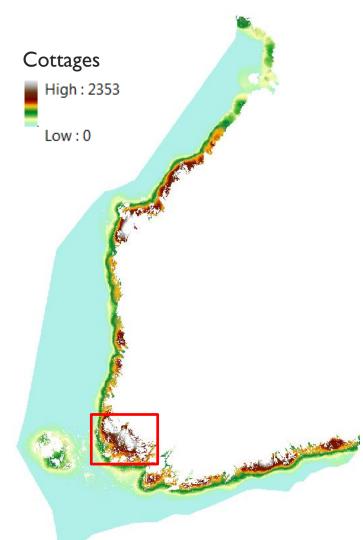


3) Societal impacts

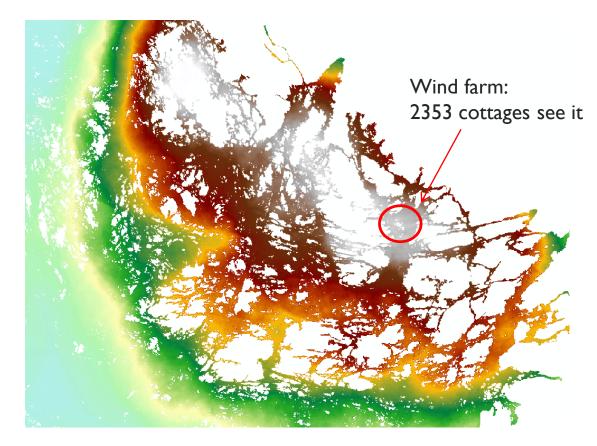
Societal impacts



- Visual and noise impacts, boating intensity, etc.
- Livelihoods, e.g. :
 - \rightarrow fishing effort
 - \rightarrow Aquaculture
 - \rightarrow Coastal fishing areas



Visual impact for summer cottages







2) Profitability

Balanced solution



3) Societal impacts

SEIS STOP

SOTILASALUE PÄÄSY ILMAN LUPAA KIELLETTY

ВОЕННАЯ ТЕРРИТОРИЯ ВХОД БЕЗ ПРОПУСКА ЗАПРЕЩАЕТСЯ MILITARY AREA NO ENTRY WITHOUT SPECIAL PERMIT

§

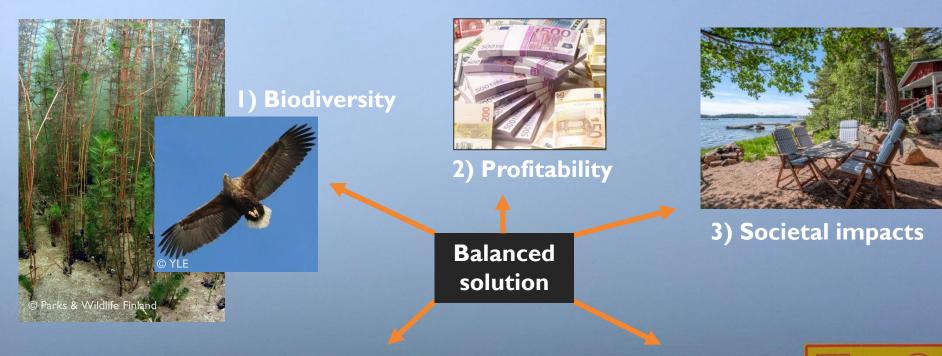




Restrictions

- Army areas
- Weather radars
- Anchoring areas
- Nature reserves







4) Restrictions



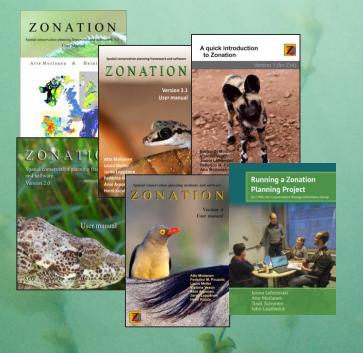
SEIS STOP SOTILASALUE PAASY IL WAN LUPAA KIELLETTY MILLITÄR OM RÅDE TILLTRADE UTAA TILLSTAND FORBUJUDET BOEHHAA TEPPMTOPMA

BXOR 563 ПРОПУСКА ЗАПРЕЩАЕТСЯ MILITARY AREA NO ENTRY WITHOUT SPECIAL PERMIT

5/5: Enablers

Extension of industrial areas
Hypoxia

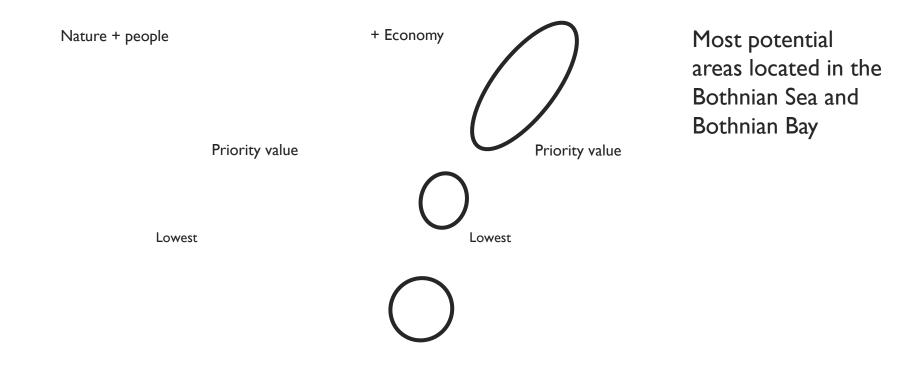
Zonation



Decision support-tool for ecologically based land use planning

Zonation: Atte Moilanen

Optimal areas for offshore wind farms



Virtanen et al. in prep

Analyses solutions used in the national MSP process

Impacts on marine biodiversity and society minimized

Suitable wind energy areas identified in the analysis were reconciled in the planning process with the needs of other uses \rightarrow Best compatible areas with other activities were selected

Finnish MSP is a strategic plan, not an area reservation plan \rightarrow more areas indicated for wind farms than needed

Implementation of wind energy farms requires still more detailed plans and impacts assessments