



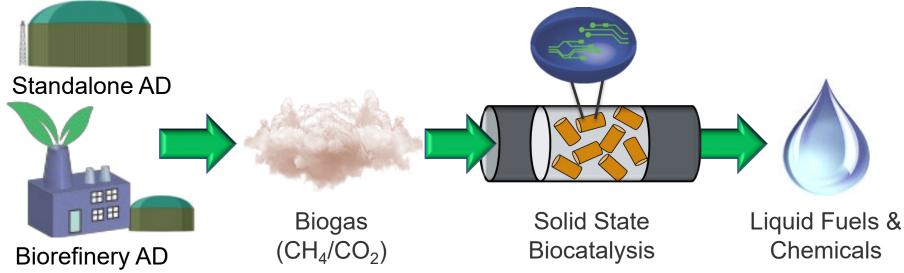
Biogas Biocatalysis WBS 2.3.2.102

March 10, 2021 Technology Area Session: Organic Waste Principal Investigator: Mike Guarnieri Organization: NREL

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Project Overview Snapshot

Big Picture: Biological gas-to-liquid conversion offers a means to valorize biogas, improve bioprocess sustainability, and reduce risk of waste and biomass processing.



Value: Biogas presents large market and energy value: > 35B GGE (> 4 Quad btu) **SOT:** Biogas is primarily flared or used to produce combined heat and power (CHP) **Goal:** Develop biocatalysts and gas fermentation tech to enable gas-to-liquid conversion achieving biogas valorization and improved process economics and sustainability. **Risk(s):** Poor mass transfer and gas conversion metrics = unviable space-time yields^{REL | 2}

Market Trends



Anticipated decrease in gasoline/ethanol demand; diesel demand steady

- Increasing demand for aviation and marine fuel
- Demand for higher-performance products



- Increasing demand for renewable/recyclable materials
- Feedstock
- -

Decreasing cost of renewable electricity

Sustainable waste management

Sustained low oil prices

Expanding availability of green H₂



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Closing the carbon cycle



Risk of greenfield investments

Challenges and costs of biorefinery start-up



Availability of depreciated and underutilized capital equipment

Carbon intensity reduction

Access to clean air and water

Environmental equity

NREL's Bioenergy Program Is Enabling a Sustainable Energy Future by Responding to Key Market Needs

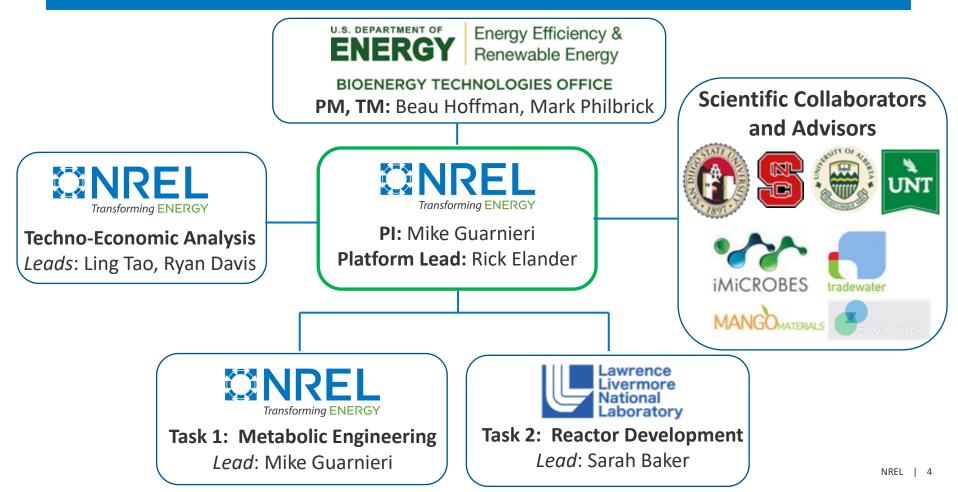
Value Proposition

- <u>Expand BETO's feedstock portfolio</u>: reducing exposure to commodity risk
- Improve economics and C-intensity of waste conversion and biorefining
- Enable first-in-class <u>bioprocess</u> intensification for an array of <u>gas</u> conversion processes

Key Differentiators

- <u>Biological gas-to-liquid</u> conversion: a scalable, modular, selective approach to biogas conversion using methanotrophic bacteria.
- Leverages <u>unique National lab capabilities</u> in methanotrophic metabolic engineering and gas fermentation

1. Management



1. Management

- Diverse Staffing Plan Enables Multi-disciplinary Approach
 - Strain Engineering: molecular microbiologists conduct systems biology and strain engineering
 - Reactor engineering: fermentation engineers and materials scientists lead gas ferm optimization
 - Chem/Process Engineers conduct chemical catalysis and TEA/LCA
- Research guided by TEA/LCA, with related quarterly milestone metrics & reporting.
- Team and Industry Engagement: group (weekly), SAC and Platform (bi-monthly)
 - Constant communication/collaboration with related projects and scientific advisors
- Risk I.D. and Mitigation
 - TEA-informed Annual SMART and Go/No-Go decision points target key cost drivers
 - Leads are empowered to make minor changes to the research plan (no milestone impact)
 - Decisions resulting in a major shift require approval of the PI and Platform Lead
 - Team review is deployed for risk assessment, mitigation, and evaluation of the affect the change will have on the Schedule, Deliverables, and Budget.
 - DOE engagement to refine/approve proposed major changes and execute Change Control.

2. Approach

Approach: Integrate metabolic engineering, novel reactor design, and TEA to inform hypothesis-driven strain- and fermentation-development strategies.

- **Task 1**: Develop biocatalysts with high-yield CH_4/CO_2 conversion to broad product suites.
- Task 2: Design and fabricate a first-in-class solid state gas fermentation reactor.



Strain Engineering

Fermentation Engineering

TEA/LCA

2. Approach

Major challenges

- (i) CCE (FY17-19), (ii) end-product tolerance, (iii) CO₂ utilization, (iv) gas-liquid mass transfer

Critical success factors:

- Achieve economically-viable product titers, rates, and yields via CH_4/CO_2 co-utilization
- Achieve >10X process intensification via solid state gas fermentation relative to SOT

FY19-FY21 Overarching Project Goals:

- 1. Achieve C- and energy-efficient biogas bioconversion
- 2. Generate biocatalysts with CH_4/CO_2 co-utilization capacity
- 3. Develop first-in-class solid state gas bioreactor tech (integration with FY20 Seed)
- 4. Establish a TEA baseline for biogas biocatalysis

Go/No-Go (FY20): Complete TEA to i.d. performance "TRY" metrics required to incur a net TEA benefit of >\$0.25/GGE reduction and >5% carbon yield enhancement relative to a biorefinery baseline that diverts biogas to CHP. Establish biocatalyst baseline and down-select to 2 bioproducts for further development and reactor integration.

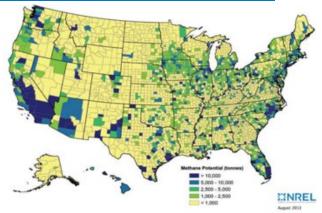
End Project Target: Achieve >0.25/GGE reduction and >5% carbon yield-increase relative to baseline for BC Platform (biogas \rightarrow power).

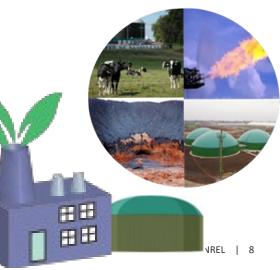
3. Impact

- <u>CH₄ is the primary component of anaerobic digestion</u> <u>biogas</u>, landfill gas, and natural gas (NG), and second most abundant GHG.
 - > 2,000 AD units in the U.S.
- Flared, stranded, and remote gas presents <u>large market</u> and energy value
 - > 35 Billion Gallons of Gasoline Equivalent (> 5 Quad btu)
 - Sufficient to displace 46% of current NG consumption in the electric power sector and the entirety of NG consumption in the transportation sector

• <u>20% input biomass C in biorefinery</u> → Wastewater A.D.

• Despite market and energy potential, biogas is generally incompatible with transportation and manufacturing infrastructure!





3. Impact

Successful implementation of the Biogas Biocatalysis project plan will:

- Expand BETO's feedstock portfolio: reducing exposure to commodity risk
- Directly targets BETO MYPP Barriers (please refer to Quad Chart)
- Improve economics and C-intensity of waste conversion and biorefining
- Establish first-in-class bioprocess intensification for myriad gas conversion processes

Strain, Tool, and Data Dissemination

- Publications, patents, presentations (please refer to Additional Slides)
- > 10 Material Transfer Agreements executed for strains and tools

Commercialization Potential

- Industry targeting biogas generation and C1 gas upgrading technologies.
- Biocatalysts and reactors developed here = "game-changer" process improvements
- Partnership has been initiated with biogas providers and gas upgrading industry with frequent engagement to assess collaborative and market entry opportunities/barriers.
 - FY17-20 established robust cultivation capacity on raw biogas
 - Commercial technology piloting opportunities have been established

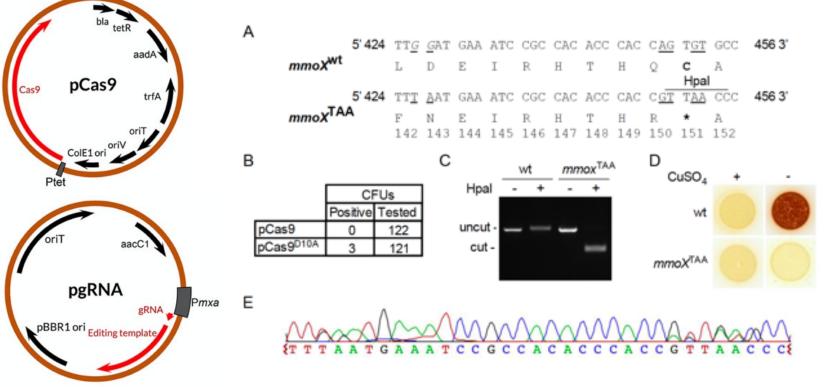
4. Progress and Outcomes: Snapshot

First-in-class technical advances

- Achieved the highest carbon conversion efficiency reported to date
 - > 90% theoretical yield, > 1g biomass/g CH₄
- Developed first methanotrophic <u>CRISPR genome editing</u> system
 - Enables rapid, multi-target metabolic engineering
- Achieved <u>CH₄/CO₂ co-utilization</u> via targeted strain engineering
 > 30% of biomass derived from CO₂
- Conducted Adaptive Laboratory Evolution to increase acidotolerance
 - Highest reported methanotroph acid tolerance to date: > 20g/L
- Metabolic engineering for production of > 10 fuel- and polymer intermediates
- Design and fabrication of a solid-state gas fermentation vessel
 - Achieved <u>highest reported methane conversion rate</u> to date: > 5g/L/hr
 - >10X Process intensification relative to current SOT (>10X K_La increase)^{REL | 10}

4. Developed First Methanotrophic CRISPR Toolbox

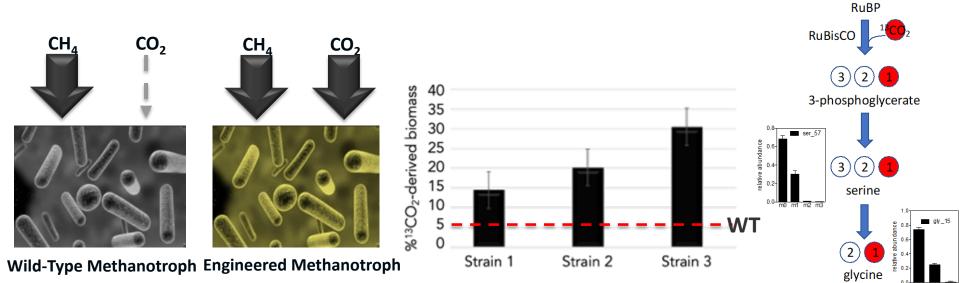
This advance enables multi-target in vivo genome editing



4. Achieved CH₄/CO₂ Co-Utilization

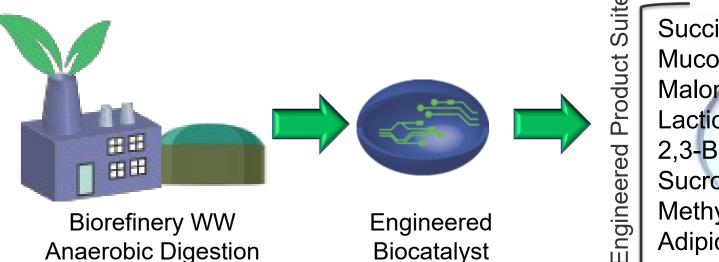
This advance enables complete biogas utilization

- Biogas is comprised of 25-50% CO₂
- Strain engineering achieved > 30% biomass carbon derived from CO₂
- Conducted metabolic flux analysis (MFA) to determine CO₂ flux node(s)



4. Generation of High-Value Co-Product Suites

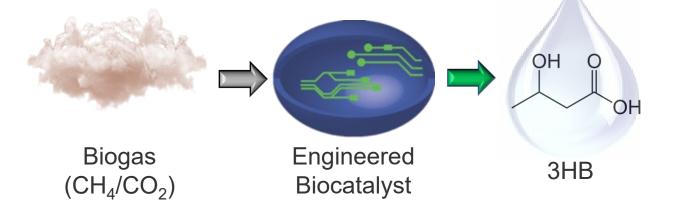
- 10-20% total biomass carbon ends up in WWT.
- TEA and metabolic evaluation was conducted to identify top-candidate fuel and chemical intermediates
 - >\$1/GGE cost-reduction potential for cellulosic fuel processes.
- Successful production and baselining of 10 candidate target liquid products
- FY19-20 Go/No-Go led to TEA-informed down-selection to target molecule(s).



Succinic acid Muconic acid Malonic Acid Lactic Acid 2,3-BDO Sucrose Methyl acetate Adipic Acid

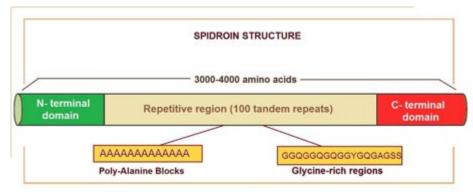
4. Established a High-Yield Biogas-to-Chemical Platform

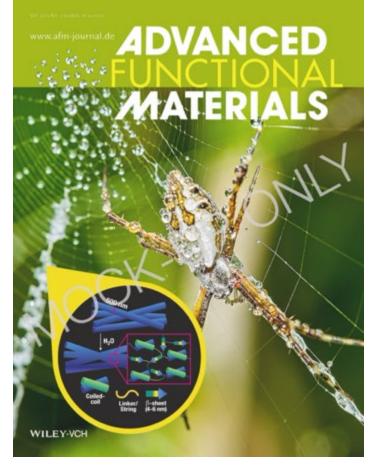
- >50% dry cell weight is intracellular polyhydroxybutyrate (PHB)
- Metabolic rewiring achieved >50% yield (g/g) to excreted 3-hydroxybutyrate (3HB)
 - 3HB is a precursor for an array of polymers, commodity, and fine chemicals
- Q1 Milestone: Achieve >2-fold productivity enhancement to 3HB via genetic knockout of 3HB dehydrogenase
 - Achieved highest reported organic acid titer to date in methanotrophic biocatalysts
- Current titer (> 5g/L) is suitable for direct catalytic upgrading to propene.



4. Established a Biogas-to-Proteopolymer Platform

- 30-50% methanotrophic biomass is protein
- Target: divert >5% protein flux to <u>spidroin</u>
 - Suitable for production of diverse functional materials (e.g. renewable Kevlar)
 - High-value, sustainable bioproduct
- Presents a route to complete biomass valorization





4. Designed and Fabricated Solid State Gas Fermentation

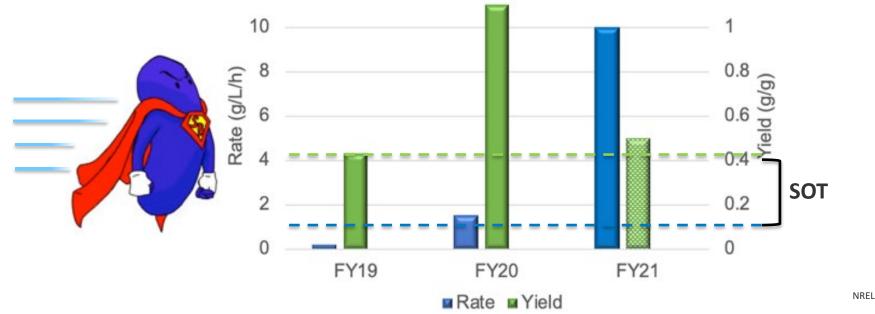


- > 10X conversion rate and organic acid titer enhancement relative to SOT
 - Highest reported methane conversion rate reported to date (> 5g/L/hr)
- No liquid inputs, low-to-no power inputs
- Non-growth conversion = no nutrient input = maximal flux to product
- Linear scalability suitable for small- and large-scale digester integration
- > 3-month biocatalyst reactor lifetime
- In situ product separations and recovery

FY19-21 State of Technology Progress

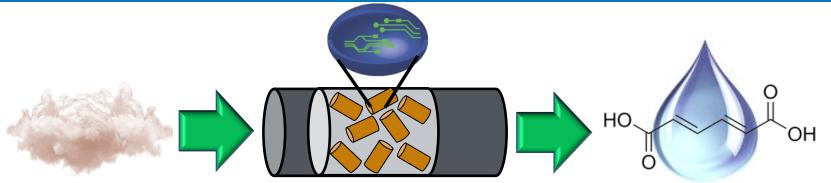
We have successfully targeted Critical Success Factors in order to achieve:

- > 50X enhancement to C1 conversion rate.
- > 90% theoretical yield from C1 to biomass.
- > 50% yield from C1 to 3HB.



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Future Directions: Process Integration



- Q2 Milestone: Integrate top candidate biocatalyst(s) into solid state reactor and demonstrate continuous biogas uptake for >96hours, achieving >50% biological yield from biogas to 3HB.
- End Period of Performance Goal: Achieve >\$0.25/GGE reduction and >5% carbon yield-increase relative to biorefinery baseline (biogas→power).
- Next Period of Performance:
 - Systems and synthetic biology to maximize flux to target product(s)
 - Reactor optimization and prototyping
 - Pilot-scale deployment in partnership with commercial A.D. operators and industrial biogas upgrading partners.

Summary

Management

- Multi-disciplinary staffing plan
- Frequent and Iterative Team and Industry Engagement
- Comprehensive risk management plans ensures agile execution

Approach

- TEA-informed strain and fermentation engineering
- Dual pronged task structure targets strain and reactor enhancements

• Impact

- Development of potential "game changer" technology to enable valorization of highvolume, high-energy gaseous waste
- Frequent industry engagement and data/strain/tool transfer to facilitate commercialization

Progress

- Highest reported carbon conversion efficiency to date
- CH_4/CO_2 co-utilization
- Biocatalysts with diverse product suites
- >10X process intensification and highest reported methane conversion rate to date

Market Trends



Anticipated decrease in gasoline/ethanol demand; diesel demand steady

Increasing demand for aviation and marine fuel

Demand for higher-performance products



Increasing demand for renewable/recyclable materials



Feedstock

Sustained low oil prices

Decreasing cost of renewable electricity

Sustainable waste management

Expanding availability of green H₂



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Closing the carbon cycle



Risk of greenfield investments

Challenges and costs of biorefinery start-up



Availability of depreciated and underutilized capital equipment

Carbon intensity reduction

Access to clean air and water

Environmental equity

NREL's Bioenergy Program Is Enabling a Sustainable Energy Future by Responding to Key Market Needs

Value Proposition

- **Expand BETO's feedstock portfolio**: reducing exposure to commodity risk
- Improve economics and C-intensity of waste conversion and biorefining
- Enable first-in-class <u>bioprocess</u> intensification for an array of <u>gas</u> <u>conversion processes</u>

Key Accomplishments

 Achieved TEA-informed biocatalyst and gas fermentation engineering enhancements enabling <u>>10X process intensification</u>, <u>CH₄/CO₂ co-utilization capacity, and firstin-class biogas-derived chemical product</u> suites.

Acknowledgements



Bennett Addison Sarah Baker (LLNL) Nathan Ellebracht (LLNL) Leah Ford Tyler Frankscott (NREL/OHSC) Alida Gerritsen Calvin Henard (NREL/UNT) Rabea Jesser Marina Kalyuzhnaya (SDSU)

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Jennifer Knipe (LLNL) Andrew Koehler (CSM) Jeff Linger Holly Rohrer Sam Ruelas (LLNL) Timothy Tapslin (NREL/IDT) Fang Qian (LLNL) **Derek Vardon** Ellsbeth Webb

Additional Slides

Quad Chart Overview

Timeline

- Project start date: 10/1/18
- Project end date: 9/30/21

	FY20	Active Project
DOE Funding	(10/01/2019 – 9/30/2020)	\$400,000

Project Partners

• Lawrence Livermore National Lab (Sarah Baker)

Barriers addressed

Ct-H. Gas Fermentation Development Ct-D. Advanced Bioprocess Development Ct-F. Increasing the Yield from Catalytic Processes

Project Goal

The Biogas Biocatalysis AOP aim to develop a carbon- and energy-efficient biogas bioconversion process via techno-economic-informed strain and fermentation engineering strategies.

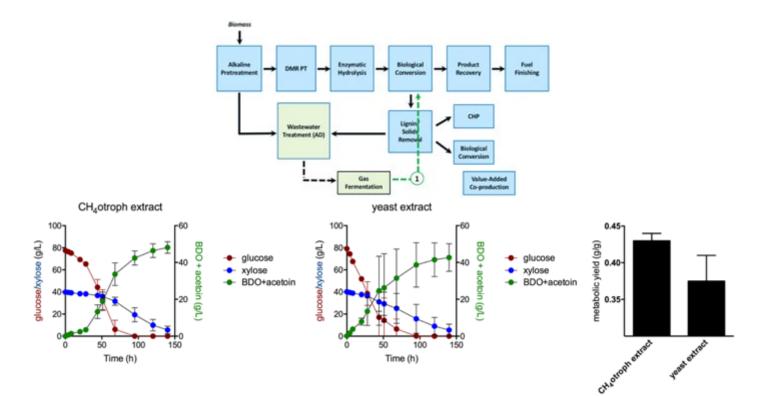
End of Project Milestone

Achieve >\$0.25/GGE reduction and >5% carbon yield-increase relative to baseline for BC Platform conceptual biorefinery design (biogas → power) via conversion of biogas to value-added liquid fuels and/or chemicals.

Funding Mechanism Direct funding AOP

Lignocellulosic Biorefinery Integration

- Biomass recycle leads to >15% TRY enhancement
- Estimated >\$1 reduction in MFSP



BETO Relevance

- Relevant to EERE's MYPP for developing cost-effective, integrated waste-toenergy processes for the production of bioproducts and advanced biofuels.
- Targets key MYPP Barriers:
 - Ct-H. Gas Fermentation Development
 - Ct-D. Advanced Bioprocess Development
 - Ct-F. Increasing the Yield from Catalytic Processes
- Valorization of waste biogas streams will be integral to achieving BETO lignocellulosic biorefinery MFSP and efficiency goals, as well as establishing an alternative route to capture and convert standalone AD-derived biogas.
- MSW, landfill gas, agriculture and WWTP waste streams represent poorly valorized domestic feedstocks.

Response to Reviewers' Comments 2019

- We thank the Reviewers for their positive and encouraging assessment.
- Following Reviewer guidance, we have:
 - Continued to target the development of robust, carbon-efficient methanotrophic biocatalysts and gas fermentation process intensification via TEA-informed strategies.
 - Defined SMART milestone targets to explicitly metrify biorefinery economic and sustainability enhancements
 - Expanded engagement with existing stakeholders to include biogas host site owners, biogas/biomethane project developers
 - Refined TEA to more accurately model process improvements: FY20 Go/No-Go directly targeted TEA-informed down-selection.

Publications, Patents, Presentations, Recognition, and Commercialization

Publications (FY19-21 ONLY):

- 1. Henard, et al. PNAS, Under Review
- 2. Jesser, et al 2020. *Metabolic Engineering, Under Review*
- 3. Fei, et al 2020. *Biochemical Engineering Journal* 158, 107500
- Grim, et al. 2020. Energy & Environmental Science 13 (2), 472-494
- 5. Tapscottt, et al 2019. *Applied and environmental microbiology* 85 (11)
- 6. Qian, F. eet al 2019. Nano Letters 19 (9), 5829-5835
- 7. Henard, et al. 2019. Green Chemistry 21 (24), 6731-6737
- 8. Guarnieri, 2018. Systems Biology 83, 117-132
- 9. Henard, et al. 2018. Frontiers in Microbiology, 9, 2610
- 10. Tays, et al. 2018. Frontiers in Microbiology, 9, 2239

Patents:

- US Patent 10,889,821: Organic acid synthesis from C1 substrates
- US Patent 10,435,693: Organic acid synthesis from C1 substrates

Presentations (NREL Invited Only, FY19-21)

- SIMB 2014-2020
- AIChE Annual Meeting 2019-2020
- SBFC 2018-2020
- Gordon Research Conference 2018

Press:

Feature article *R&D Magazine,* February 2018 Feature article *Biofuels Digest,* August, 2017

Material Transfer Agreements and Data Dissemination:

- Over a dozen MTA have been executed encompassing engineered strains and tools, with >10 active MTA.
- Tools (plasmids, primers, and associated sequence files) have been deposited at Addgene to facilitate rapid, easy access.