

# Energy, Biomass, and Other Abstract Ideas

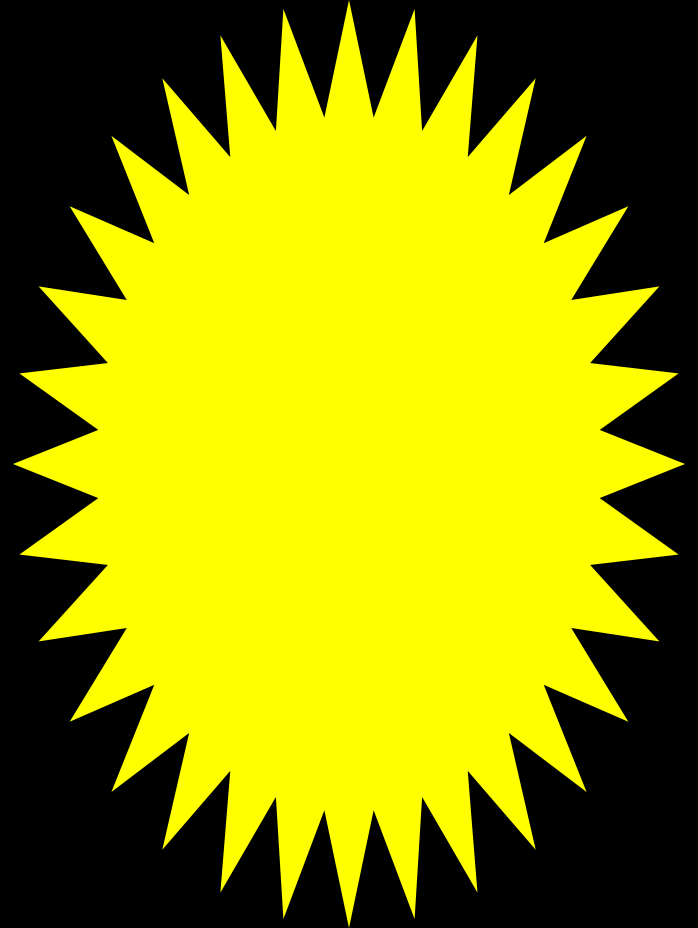
*Bill Cook, MSU Extension*

*Ray Miller, MSU MAES*

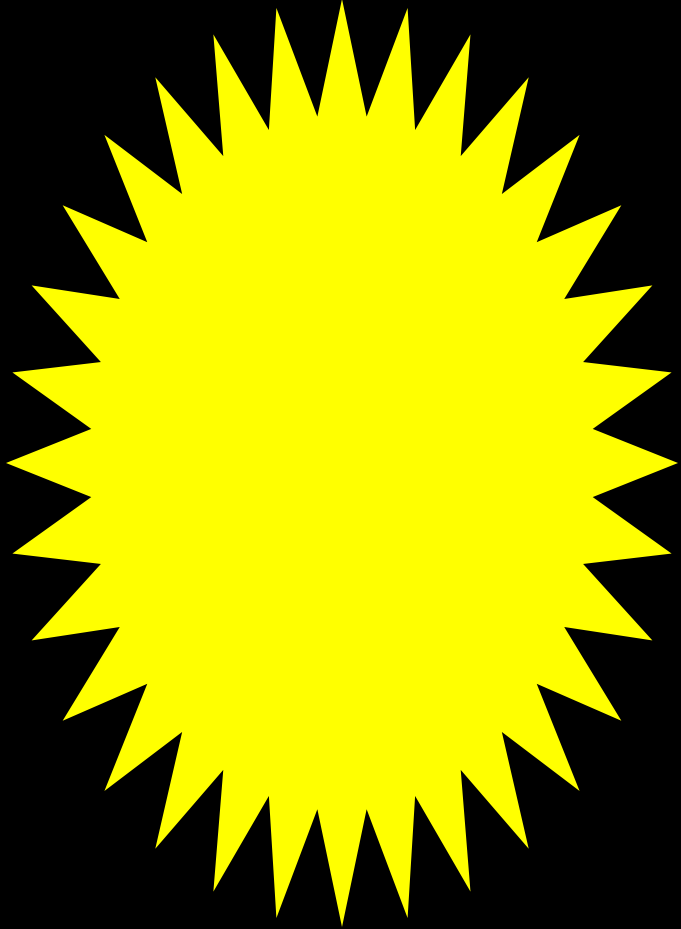


*The best way to  
predict the future  
. . . is to invent it.*

# *Coal, Natural Gas, Oil*



# *Heat, Electricity, Fuel*





# *What's Driving the Energy Concern?*

*Instability*

*Rising Costs*

*Increased Energy Demand*

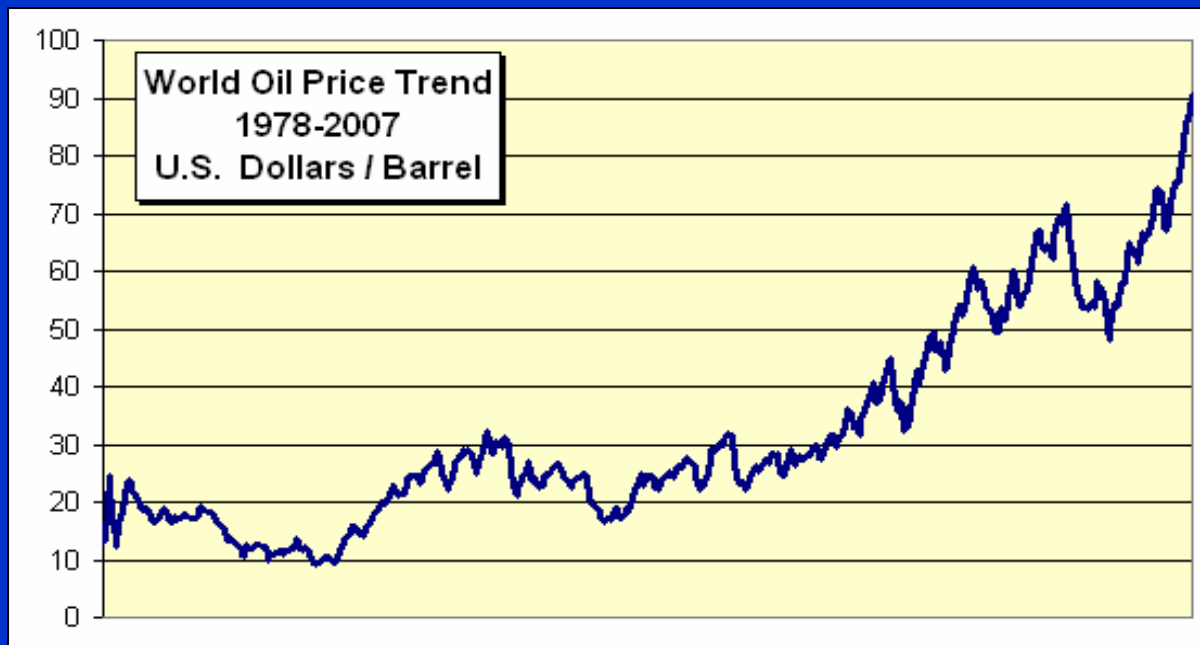
*Limited Supplies*

*Environmental Impacts*

*Greenhouse Gas Emissions*



# Energy Prices Are Increasing and Not Likely to Go Down



Price of Oil

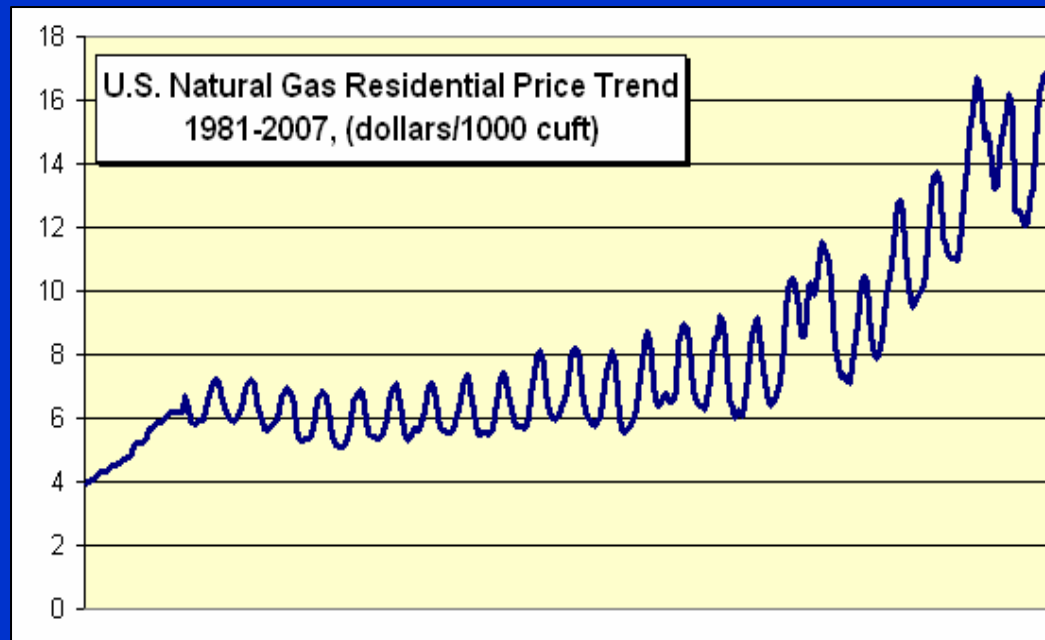
Hit \$100/barrel  
January 2008

Hit around  
\$130/barrel

Now down to  
about \$50



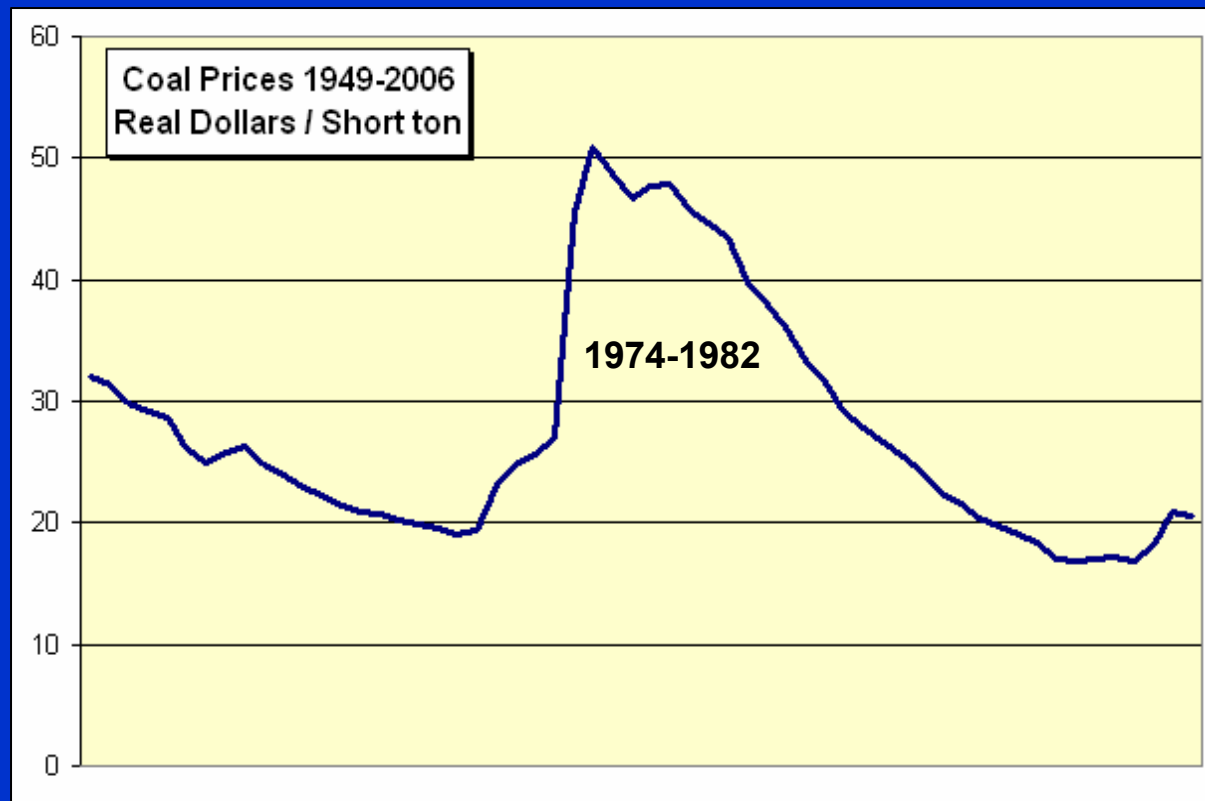
# Energy Prices Are Increasing and Not Likely to Go Down



U.S. Prices  
for Home  
Natural Gas



# Energy Prices Are Increasing and Not Likely to Go Down



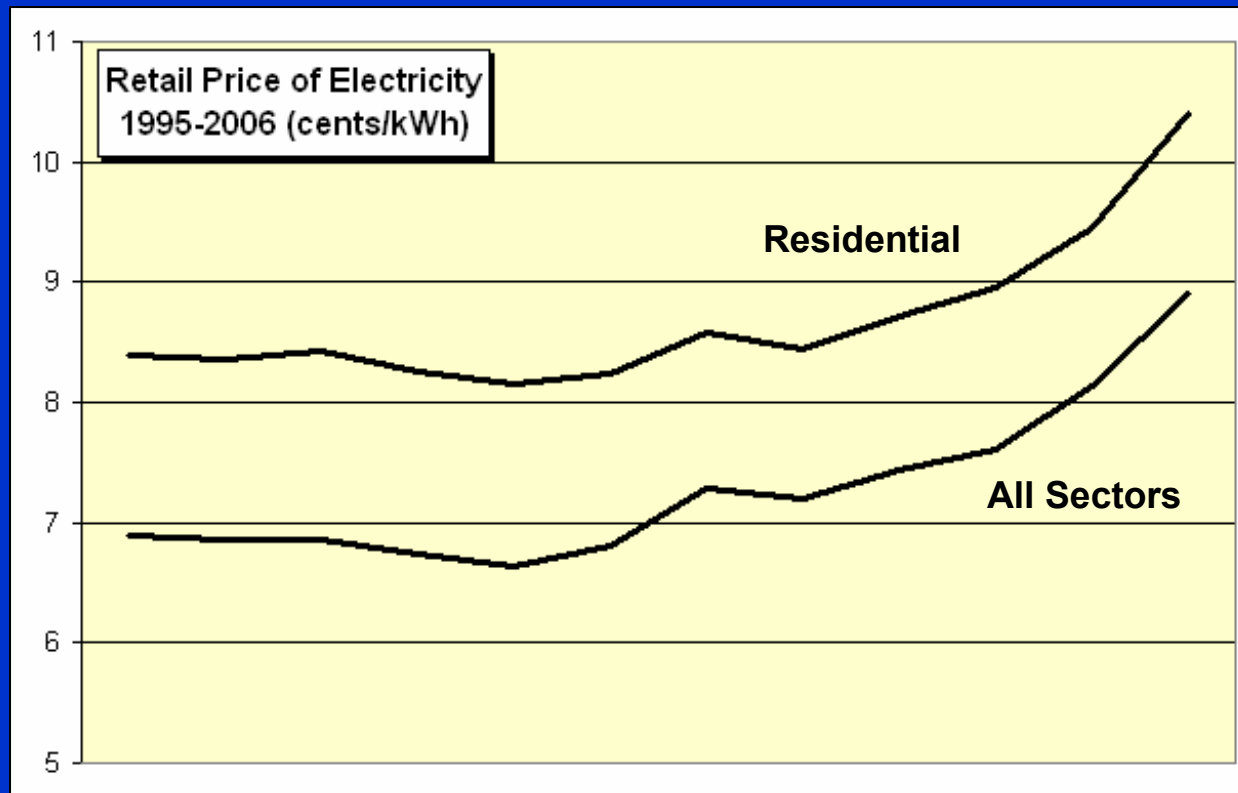
Price of  
Coal

Low Cost  
Huge Supply

\$95/ton 2008



# Energy Prices Are Increasing and Not Likely to Go Down



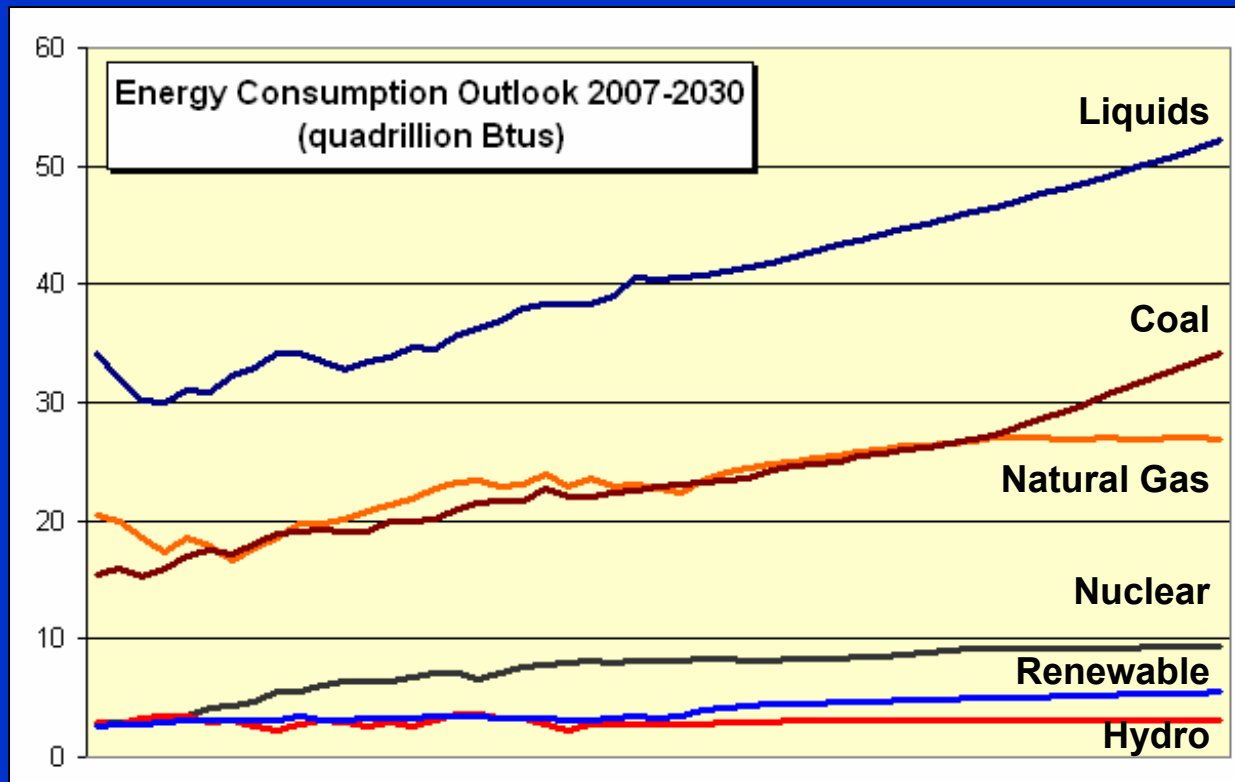
Price of  
Electricity

Largely  
Coal-Based  
and Some  
Nuclear

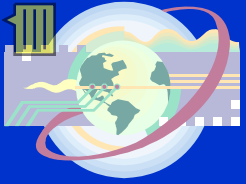




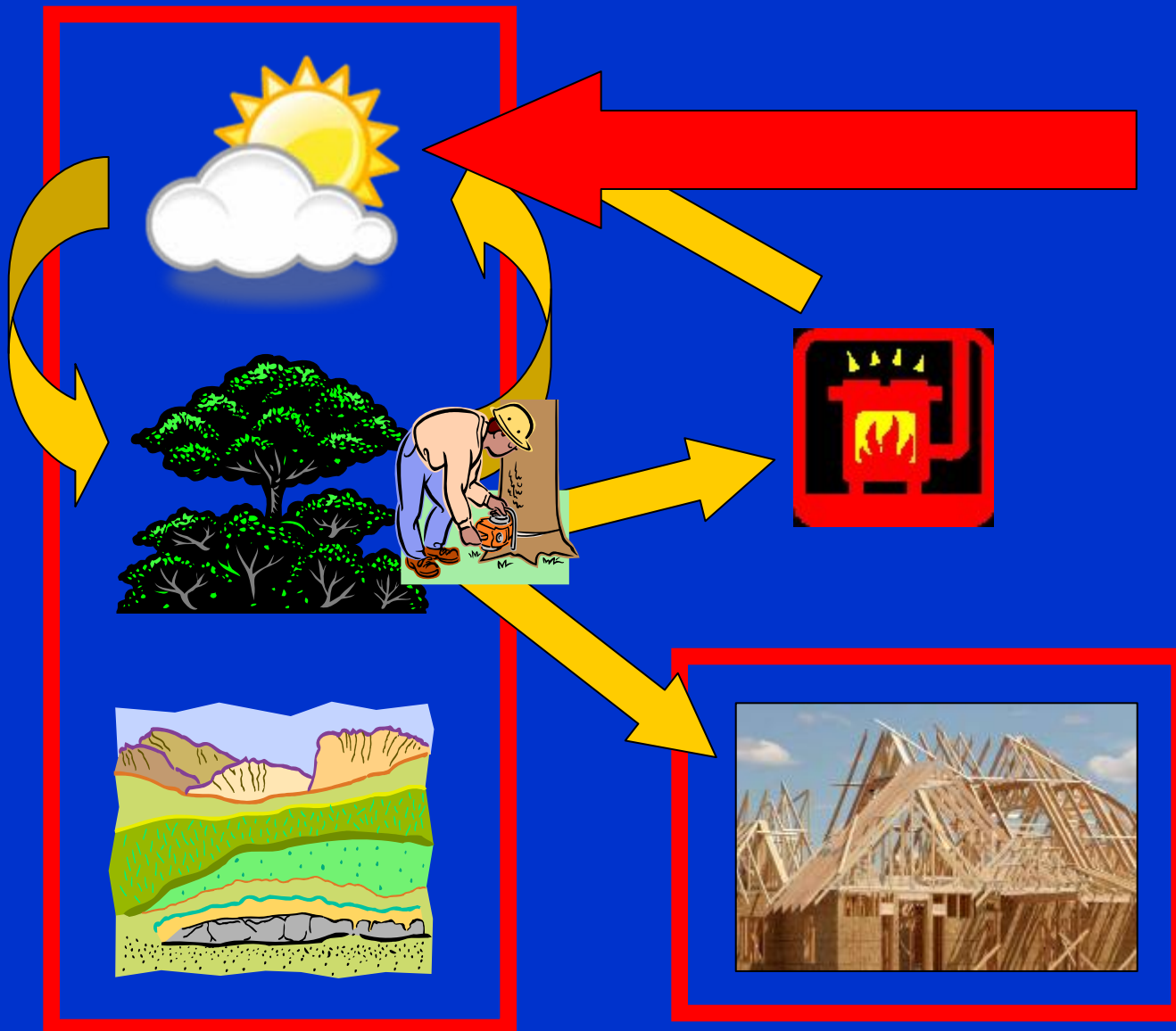
# Energy Prices Are Increasing and Not Likely to Go Down



U.S. Energy  
Consumption



# Carbon Quickie



*How much energy do we use?*



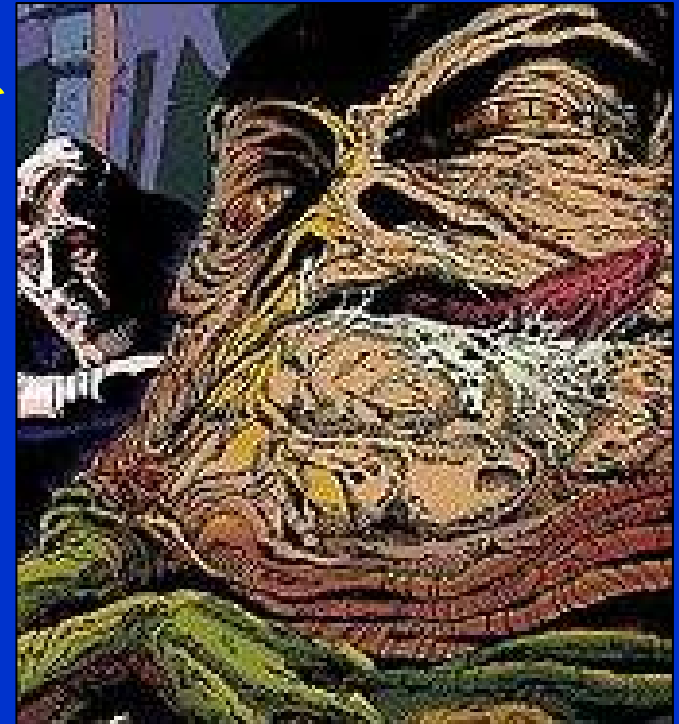


*Michigan uses the equivalent of  
3.1 quadrillion BTUs of energy*

*87% comes from FFs*

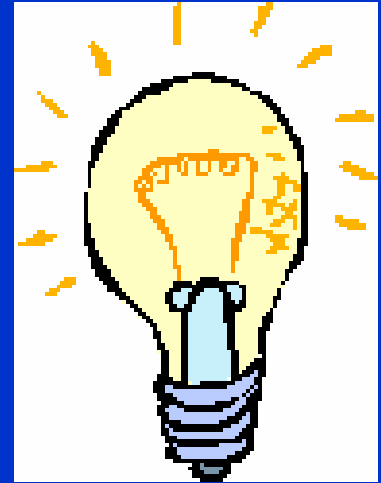
*Wisconsin uses  
1.8 quads of BTUs*

*80% comes from FFs*



*3 solutions . . .*

- *use less energy*
- *use fewer FFs*
- *use more wood*  
*(and other renewables)*

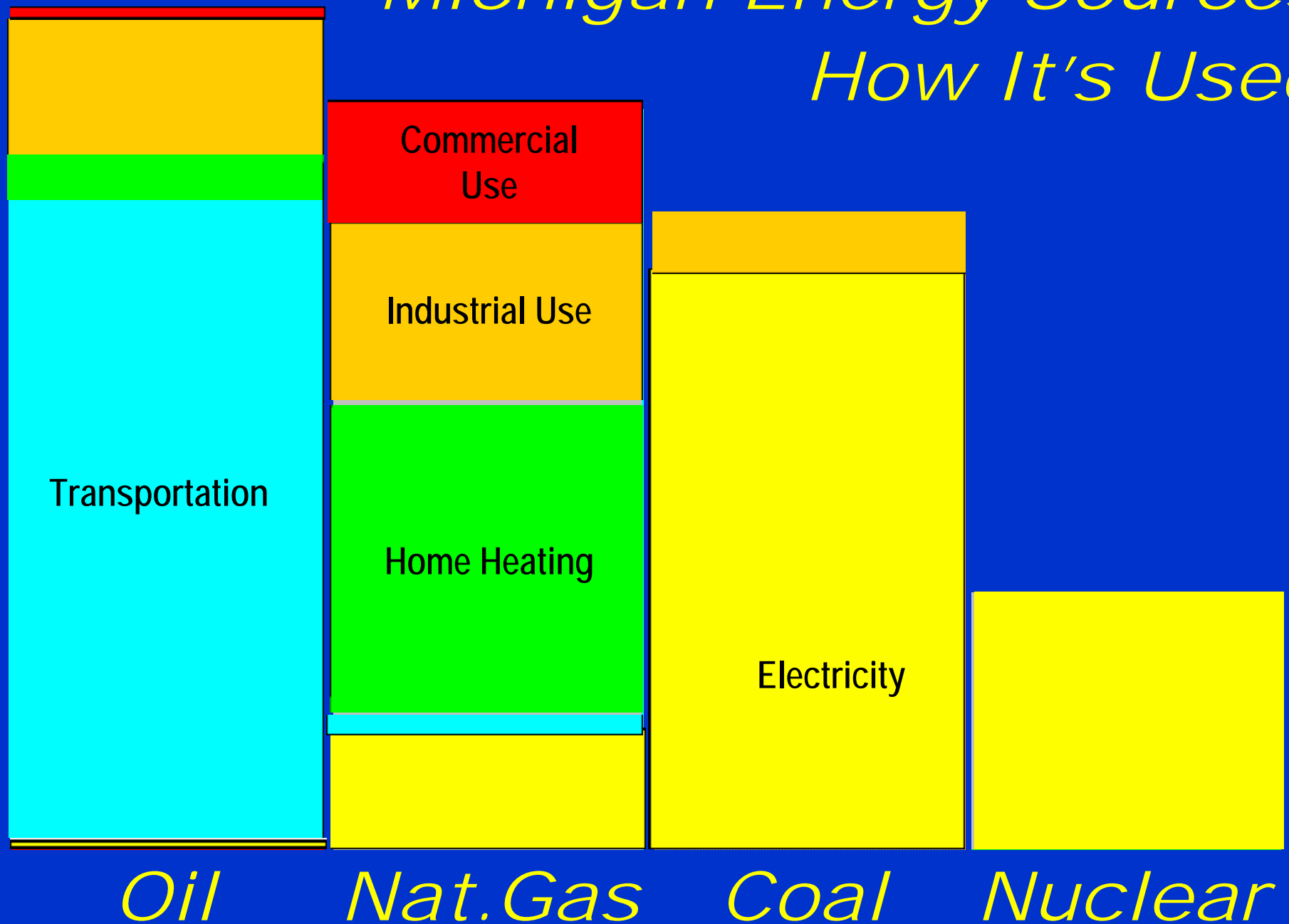


*This does not necessarily  
mean a reduction in either  
productivity or lifestyle*



# *Michigan Energy Sources*

## *How It's Used*



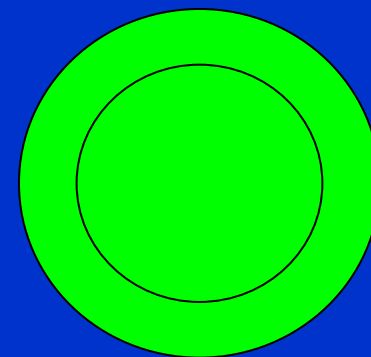
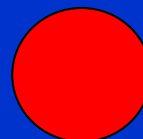
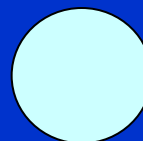
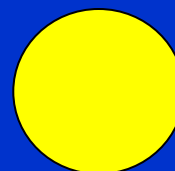
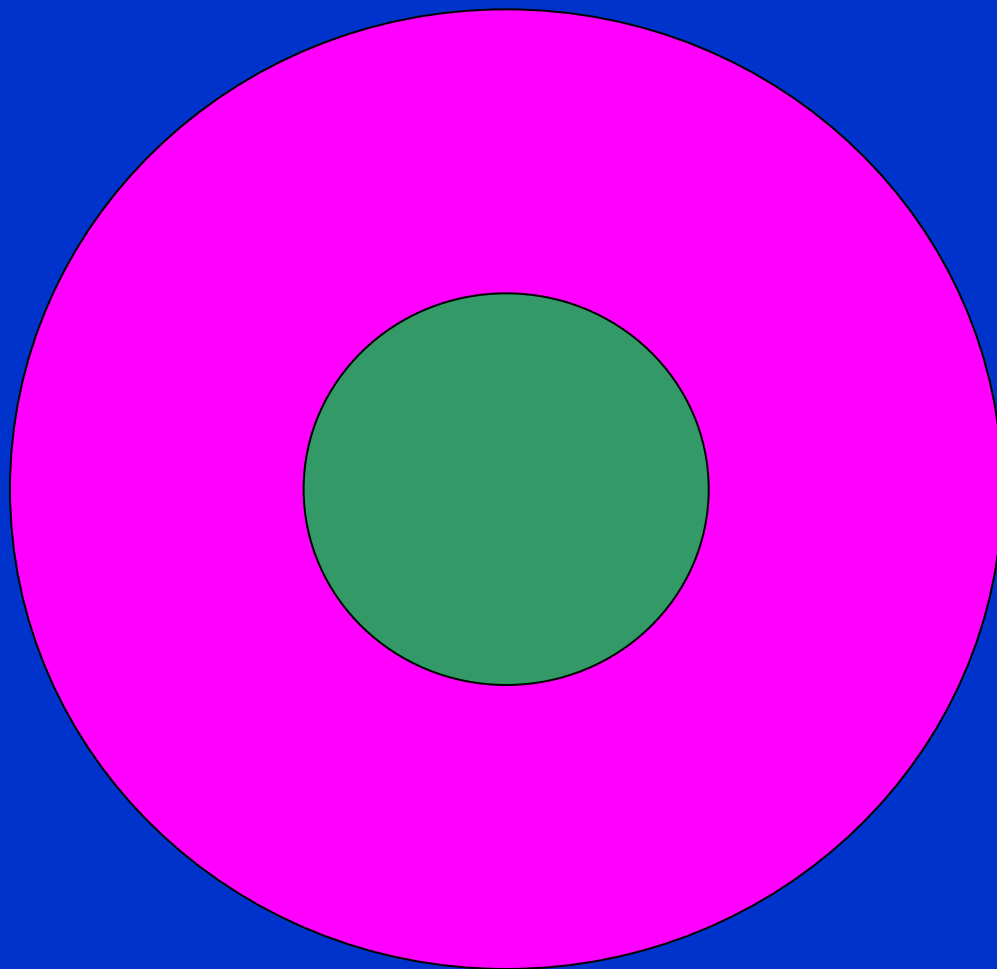
# *How Does Woody Biomass Fit Into This Picture?*

*Reduce Fossil Fuel Use  
Vigorous Forests Draw  
More Carbon*

*Help Rural Economies  
Use Local Resources  
Keep More Money Local  
It's What We Have!!*



# *Biomass ~3% of Michigan Total*



PINK: Total MI Energy Consumption = 3,119 trillion BTUs (EIA data)

YELLOW: Current MI Energy supply from biomass = 90.6 trillion BTUs (EIA data) – mostly forest industry

SM.GREEN: Annual gross forest growth (net+M) = 189.0 trillion BTUs (FIA)

LG.GREEN: Add 37.8 trillion BTUs for slash = 226.8 trillion BTUs (5:1 ratio ). Add 172.2 trillion BTUs for energy ptns = 399.0 trillion BTUs (6 million acres abandoned farm x 2.0 cords/acre/year)

LT.BLUE: Potential wind btus equivalent from MI Renewable Energy Commission (right org?) – they claim 5% of MI electric consumption

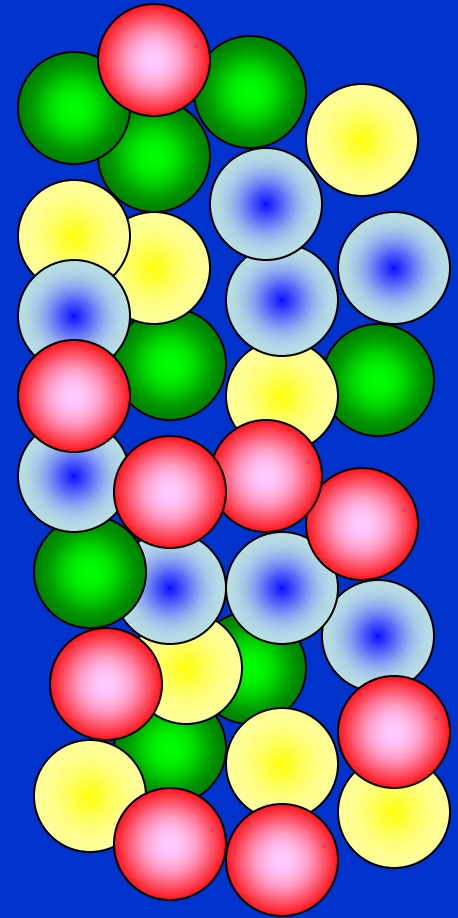
RED: Potential combined crop residues + switchgrass on CRP + slash + mill residue + MSW (33% of forest)

DK.GREEN: all renewables combined, about 16.7% of total 3.1 quads (NOT solar)



**Begin With Wood  
Made of Chemicals**

**Re-assemble Chemicals  
to Form  
Ethanol, Oils, and  
Other Valuable Products**



# How to Get the Energy?

**The biochemical process:**

**Hydrolyze & ferment → Fuels & chemicals**

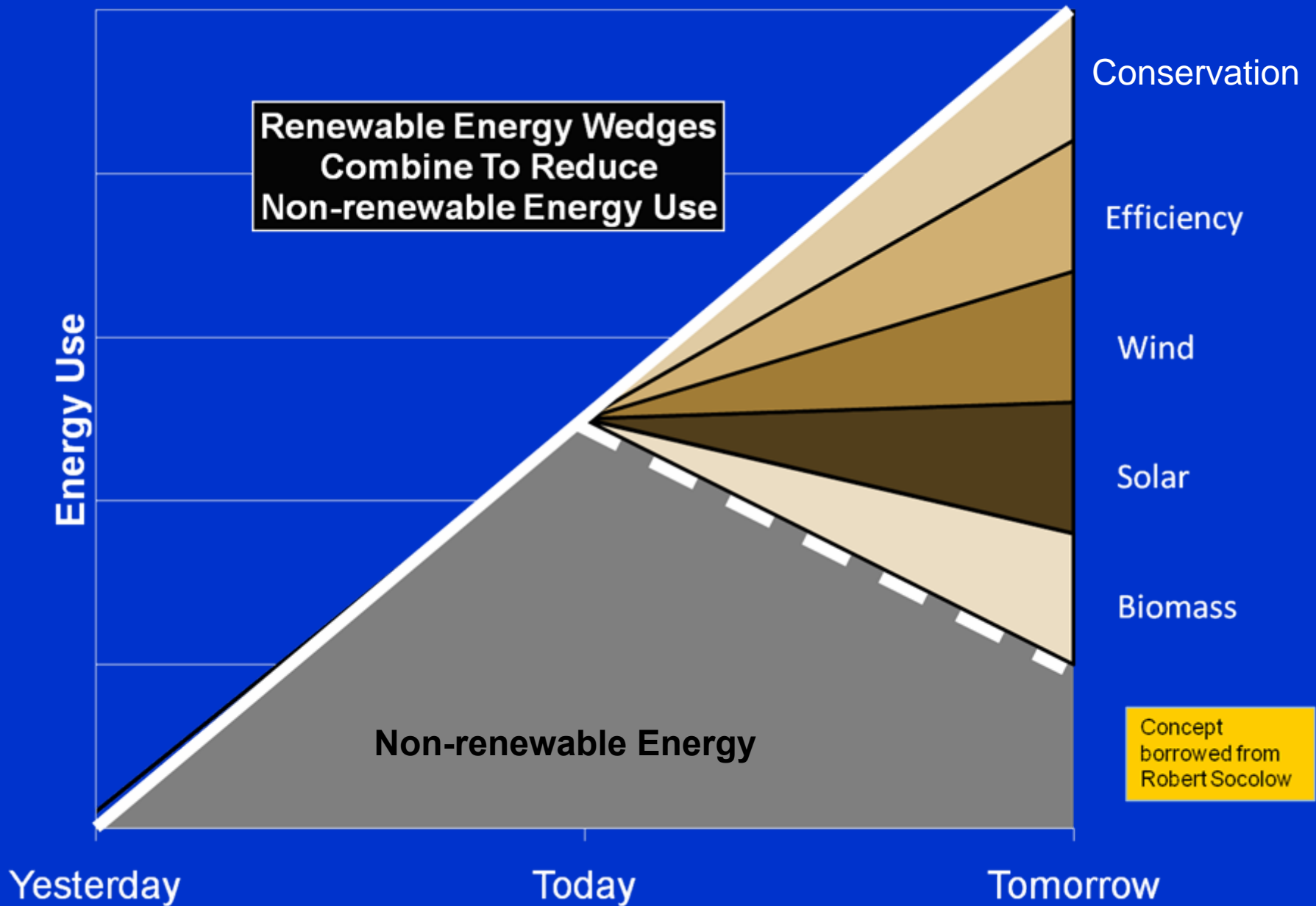
**The thermo chemical process:**

**Pyrolize & reform → Fuels & chemicals**

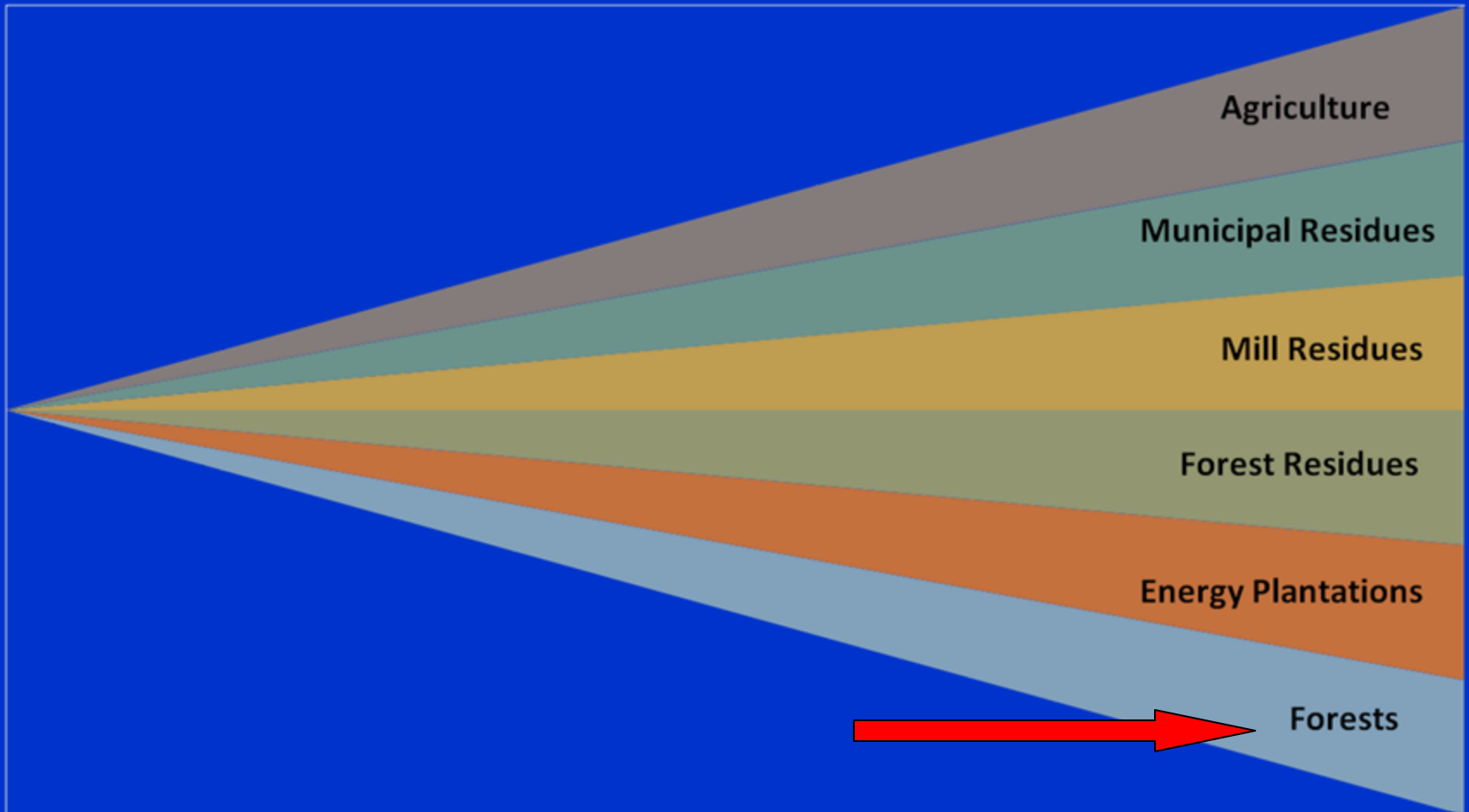
**Burn wood more efficiently:**

**CHP & District Heating Systems**

***Note: Various processes require different feedstock quality characteristics.***



# The Biomass Wedge





## *Use Better Technology*

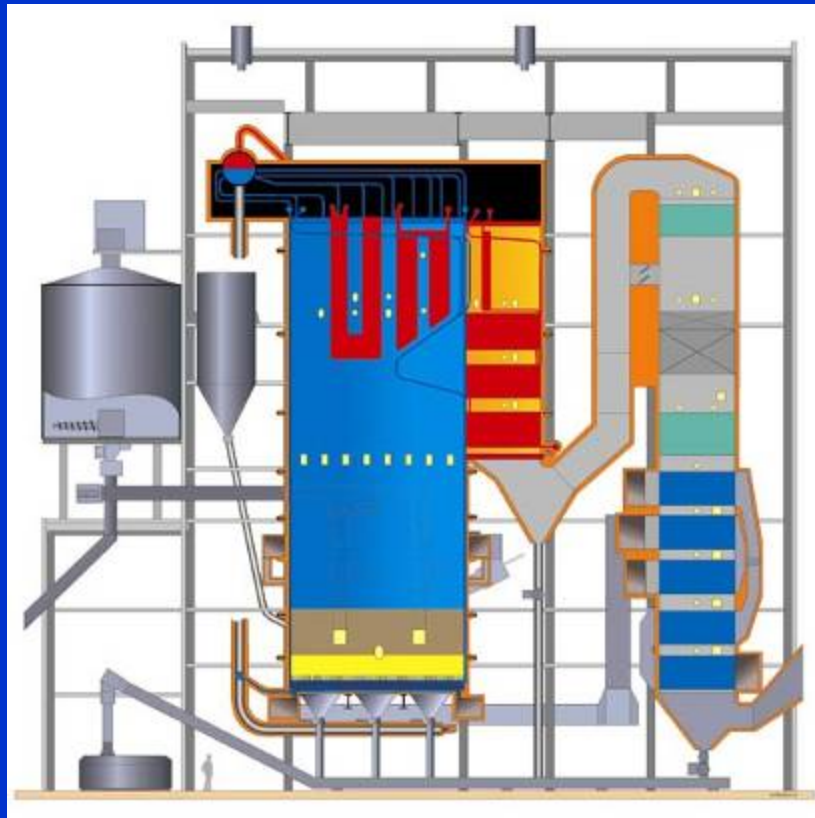
*Huge energy losses in a coal-burning plant*

*70% up the stack*

*Transmission line loss*



Newer ideas are: *DE-CHP*, better efficiencies, transportation fuels, integrated operations



*Hot Water Heat  
Electricity*

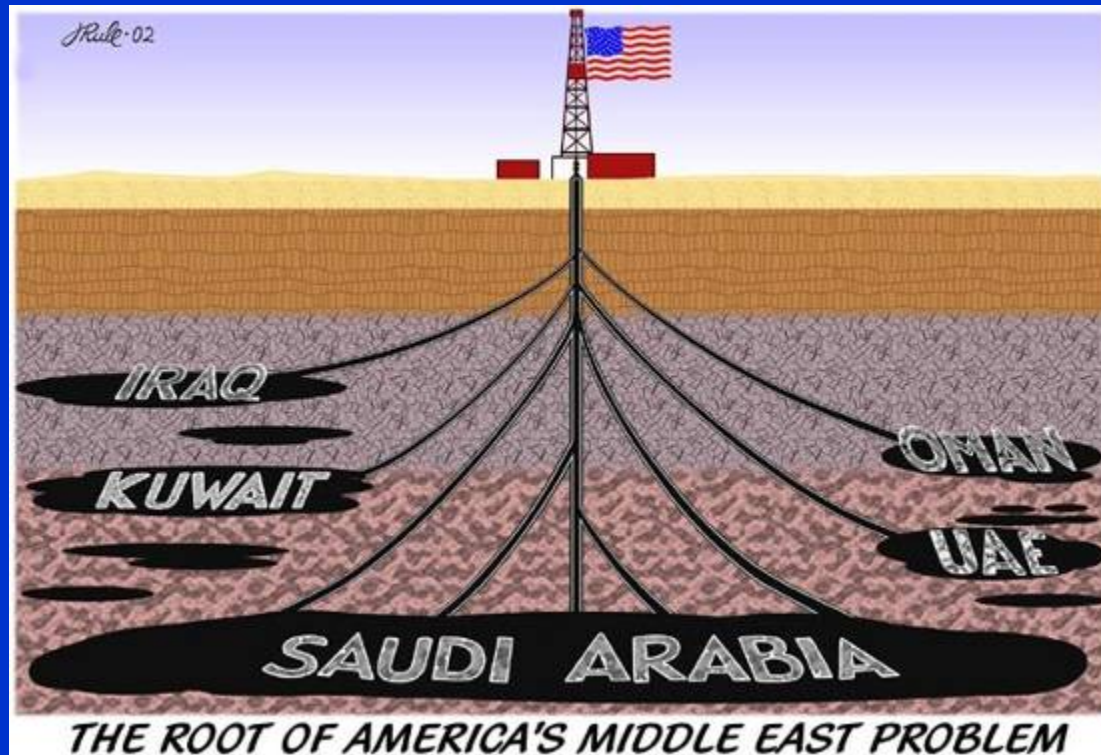
*60-70%  
energy capture*

*Newer ideas are: DE-CHP, better efficiencies, transportation fuels, integrated operations*





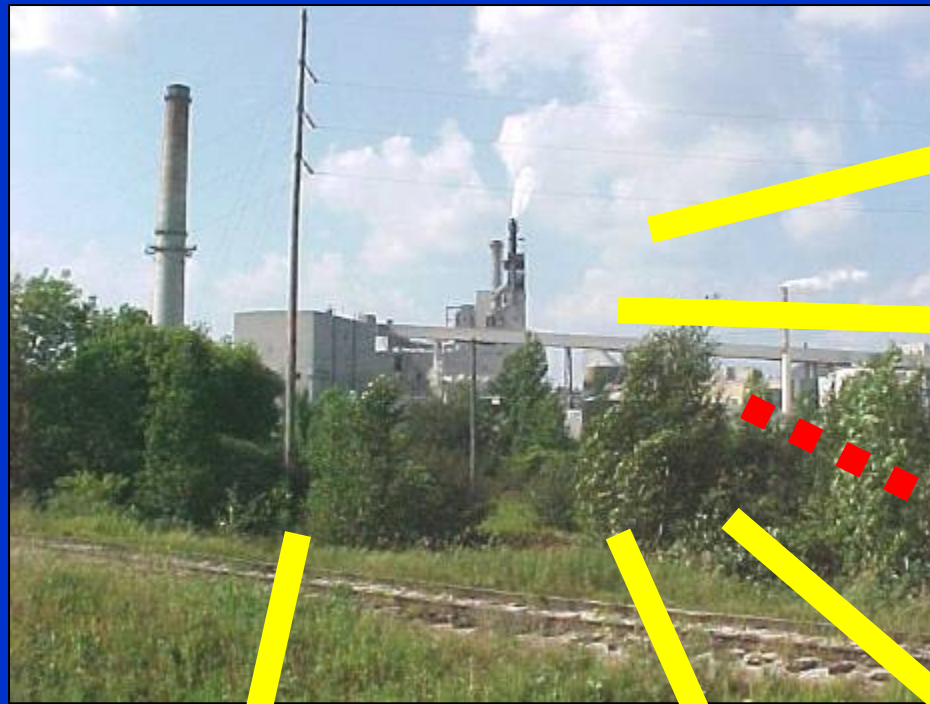
Newer ideas are: DE-CHP, better efficiencies, *transportation fuels*, integrated operations



Ethanol  
Other alcohols?  
DME  
Emerging  
technologies



Newer ideas are: *DE-CHP, better efficiencies, transportation fuels, integrated operations*



*Fuels*

*Heat*

*Electricity*

*Pulp*

*Paper*

*Chemicals?*



# *Demand Side Innovation*

*Let's cool a building - demand*

*Simply use more energy?*

*Building design & orientation*

*Construction and insulation*

*Thermostat control*

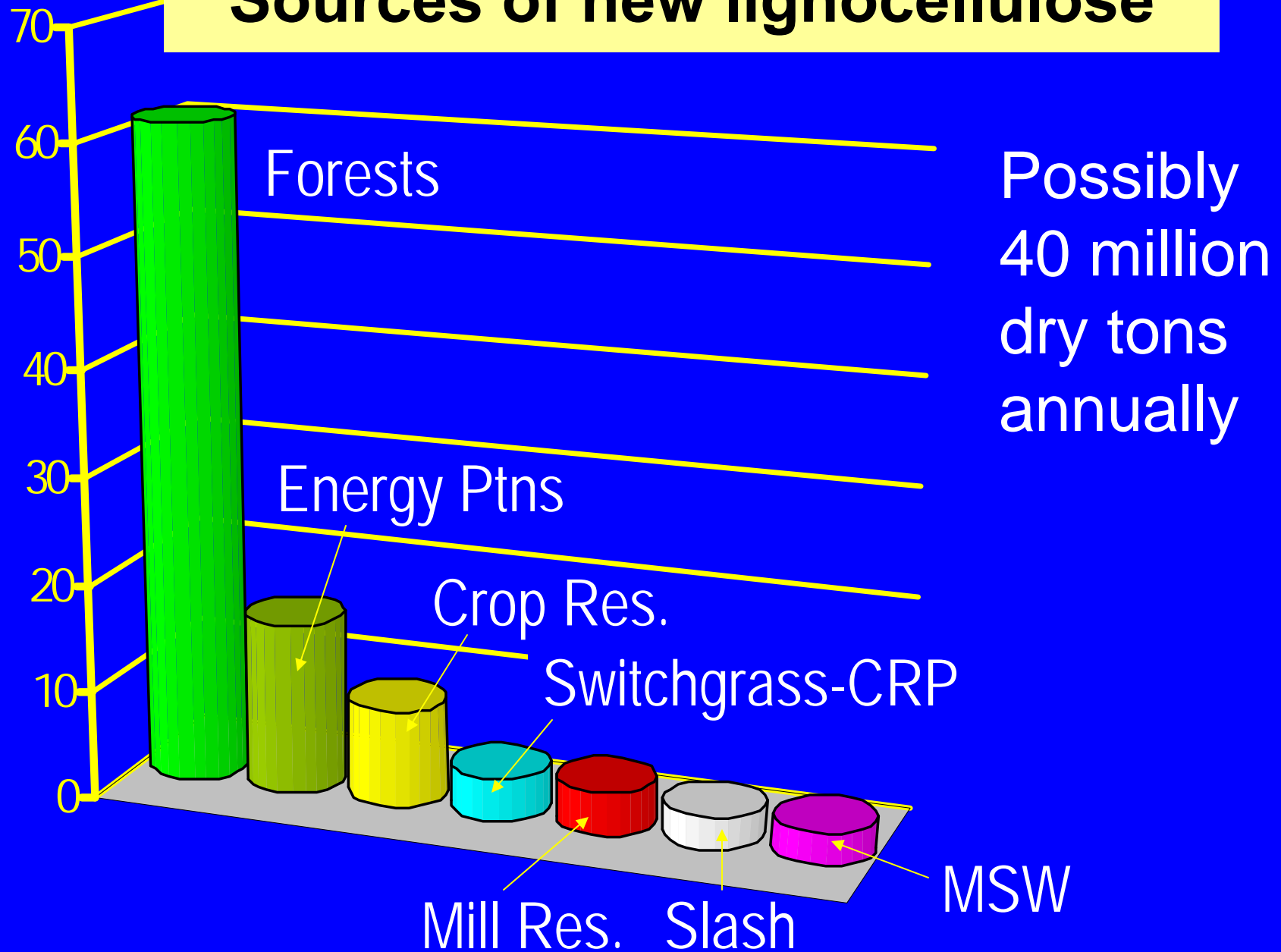
*Multiple energy sources?*

*Use trees-landscaping for shade*

*Capital costs and payback time*



# Sources of new lignocellulose







# A MILLION CUBIC METERS OF WOOD

(~440,000 cords, ~500,000 dry tons)

Michigan grows ~26 times this much wood each year

*~50 million gallons ethanol*

*Electricity for ~half million homes*

*1/2 wood supply for Mascoma*

*80% of Weyerhaeuser mill*

*2 Grayling power plants*



## *Use More Wood – How?*

*Wood is what Michigan has!  
Can also use wind, solar, corn,  
other cellulosics, hydro, nuclear.*

*Wood is not a silver bullet, but  
it's one of the weapons in the  
energy independence arsenal  
and especially appropriate for  
the Lake States.*

# *Some Advantages of Wood*

- *Few inputs*
- *Available all seasons*
- *Low storage costs*
- *Less combustion residue (than ag)*
- *More natural systems (other outputs)*
- *Known heat & electricity technology*
- *Local nearly everywhere*
- *Carbon issues, little soil C loss*

*Perhaps, we need to curb  
our enthusiasm?*





# *Some Challenges with Wood*

- *High transportation costs*
- *Competition with traditional industry*
- *Habitat impacts (+ & -)*
- *Nutrient limitations on some soils*
- *Harvest technology*
- *Supply chains poorly understood*
- *Inconsistent logging infrastructure*
- *Public attitude about harvesting*
- *Perception of smoke, truck traffic*
- *Liquid fuel conversion technology*



# Environmental and Availability Issues

- Wood comes from the forest.
- Loggers need economical access.
- The forest is an ecosystem with limits.
- Sustainable harvest needs to continue and many safeguards, policies, etc. are already in place.
- Need to look at the potential impacts of increased biomass removal from currently managed forests as well as currently under/non utilized forests.



*Michigan has lots of wood, but how much is available and what cost?*

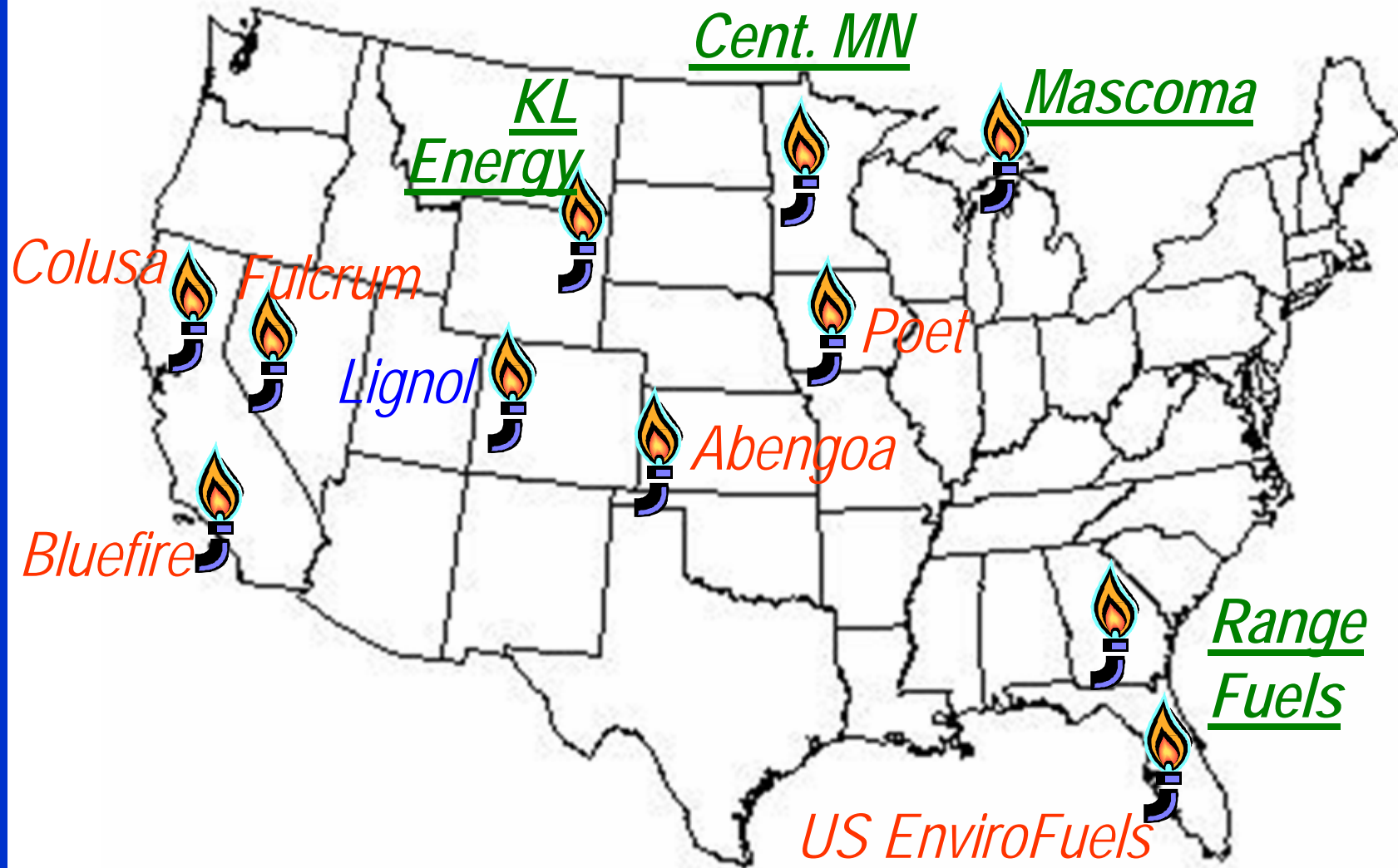
*Threats to fiber supply*

- high costs, global markets*
- ownership parcelization*
- owner reluctance to harvest*
- land use changes*

*Limits are primarily social & economic,  
not biological or ecological*

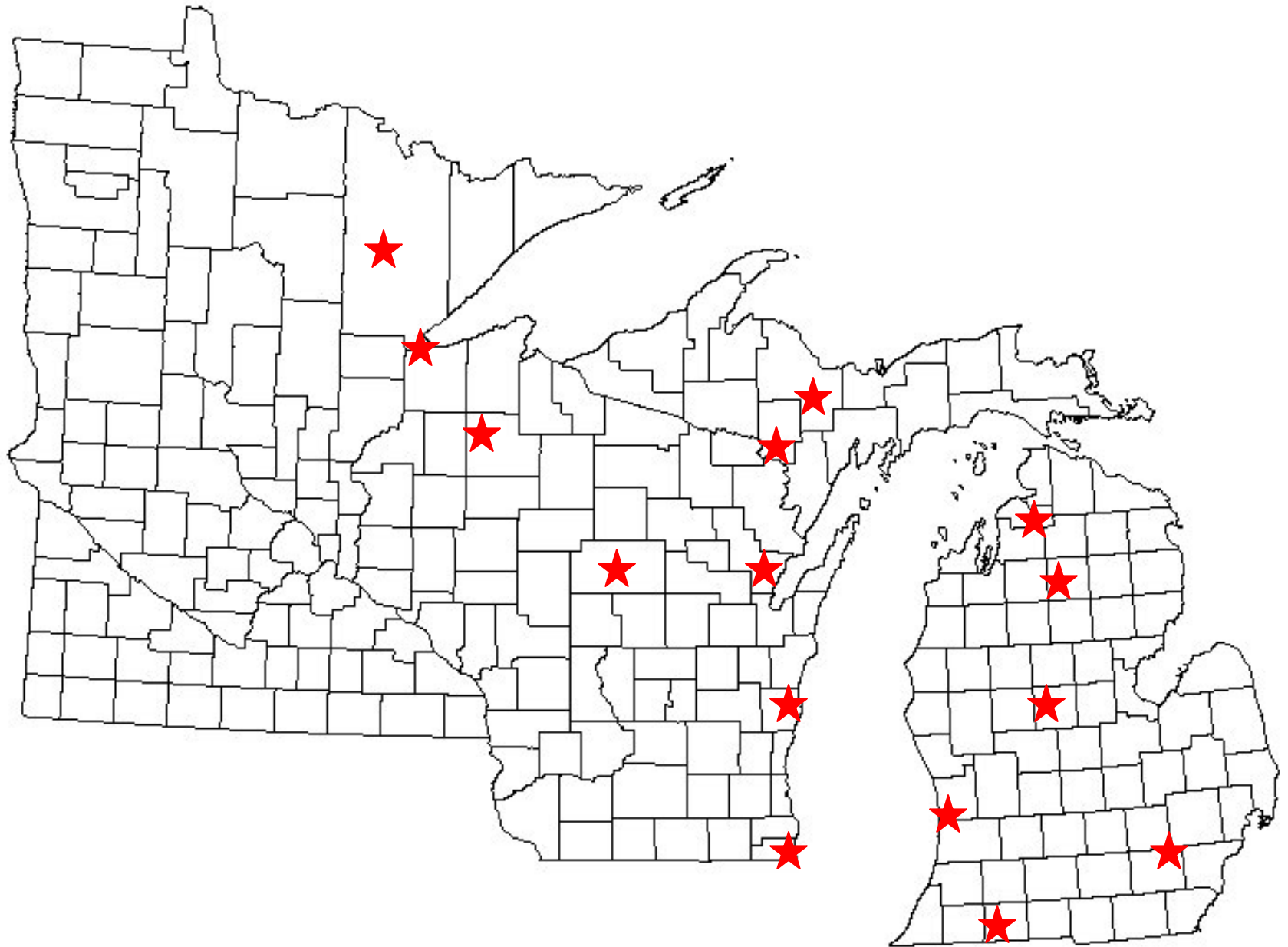


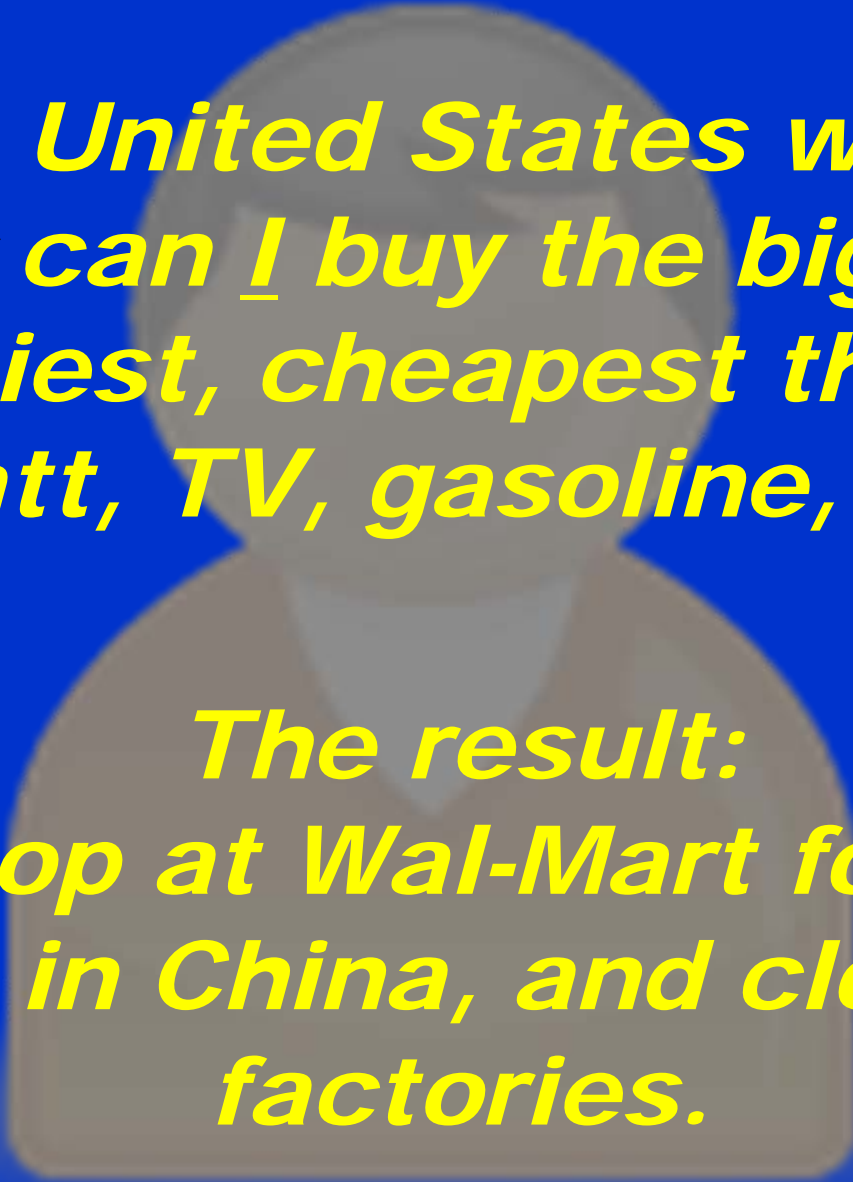
# Major Cellulosic Ethanol Efforts





# *Wood Pellet Plant Locations*

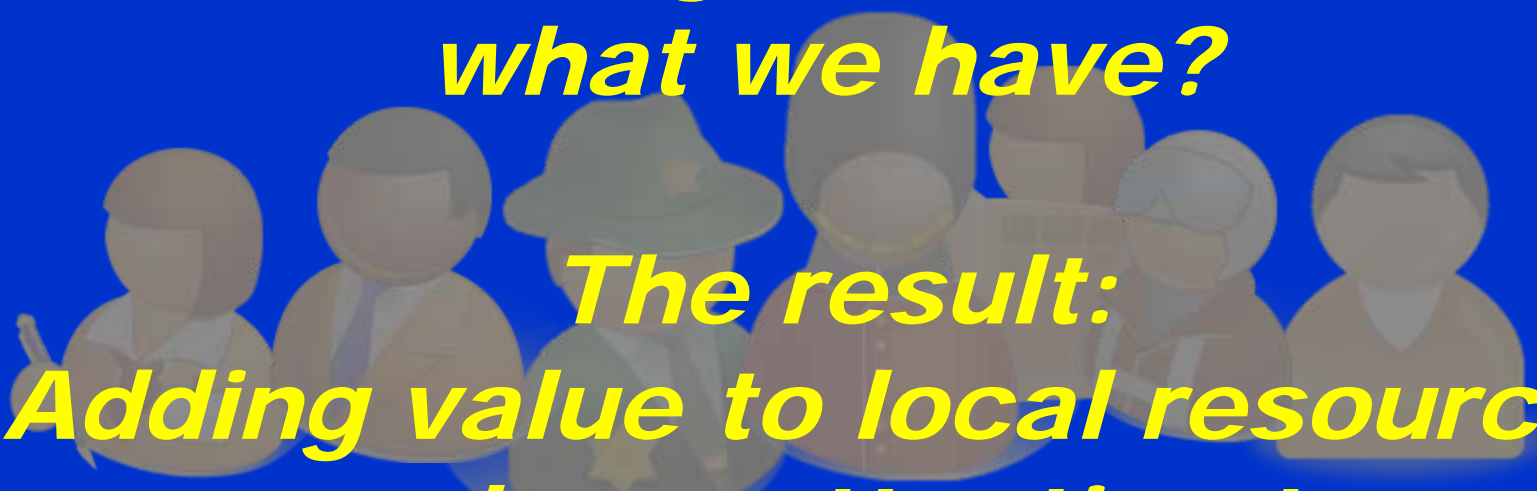




*In the United States we ask:  
How can I buy the biggest,  
shiniest, cheapest thing?  
(kilowatt, TV, gasoline, T-shirt)*

*The result:  
We shop at Wal-Mart for goods  
made in China, and close our  
factories.*

*The question might be:  
How can WE get the most out of  
what we have?*



*The result:  
Adding value to local resources  
and pay attention to  
consequences.*

# Upshots?

**Adapt**

**Be smart**

**Use what ya got**

**Keep your money local**

**Be part of the solution**



*Change is inevitable . . . survival is optional.*