



Keeping the Home Fires Burning: Sustainable Development for the UP

Presented by: Christopher Burnett, Ph.D. Big Creek Consulting Forestry BURN-UP Project Director

Presented at: 4th Annual Sustainable Forestry Conference Florence, Wisconsin April 2008



~ OUTLINE ~



- I. The BURN-UP Project: Phase 1
- II. Woody Biomass Supply Issues
- **III. Ecological Sustainability Issues**
- **IV.** Economic & Social Sustainability Issues
- V. Taking Action





I. BURN-UP Project: Phase 1





Western Fuels for Schools

http://www.fuelsforschools.org







BURN-UP Project Phase 1 Objectives



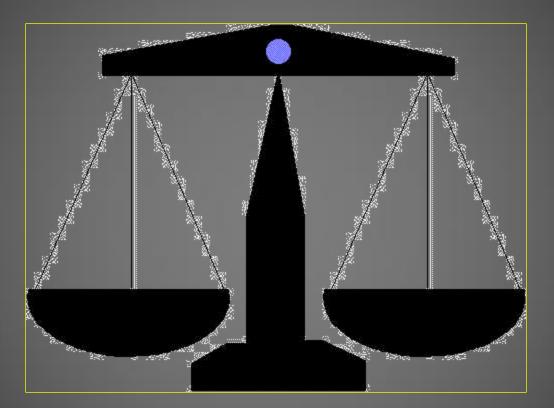
- **1.** Assemble a steering committee of expert advisors.
- 2. Produce & distribute a fact sheet on heating UP schools with wood.
- **3. Conduct a survey of UP School heating systems.**
- 4. Sponsor tours of wood-heated UP School.
- 5. Provide preliminary engineering studies for schools (&/or other facilities) that are considering converting to wood heat.
- 6. Conduct woody biomass harvesting workshops.
- 7. Develop woody biomass harvesting guidelines.
- 8. Develop & maintain a UP woody biomass website.





RC&D = Balanced Approach





Resource Conservation: Sound harvesting, efficient use

Resource Development: Outreach, education, networking



Objective 1. Steering Committee



















The Forestland Group, LLC



Steering Committee People





Objective 2. Fact Sheet on Wood Heat for UP Schools





Heating U.P. Schools with Woody Biomass

- Save Money
- Improve the Environment
- Increase National Security





C-L-K Schools Calumet-Laurium-Keweenaw

County: Houghton & Keweenaw

Town: Calumet

Number of Students: 1,200

Square Feet: 251,000

Years Heating with Wood: 17 (since 1990)

Types of Wood Used: Sawmill & other waste wood

Type of System: 100 hp wood-fired boiler with natural gas back-up

Uses of Wood Heat: Hot water & steam space heat, domestic hot water

Savings: \$100's a day

Evaluation: "We are totally committed to using wood for fuel."



Success Stories: UP Schools that heat with wood

North Dickinson Schools

County: Dickinson

Town: Felch

Number of Students: 400

Square Feet: 100.000 + garages

Years Heating with Wood: 14 (since 1993)

Types of Wood Used: chips

Type of System: 100,000 BTU boiler with propane back-up

Uses of Wood Heat: Forced air space heat and domestic hot water

Savings: About \$20,000 a year



Other Schools:

North Central Area Schools, Powers County: Menominee

Years Heating with Wood: 15+ (since at least 1992).

Evaluation: "We have no plans to stop heating with wood despite the extra maintenance efforts."

Whitefish Twp School, Paradise County: Chippewa

Years Heating with Wood: 15 (since 1992).

Evaluation: "We are very enthusiastic about heating with wood due to the big-time cost savings we are realizing."



Evaluation: "We have a good thing going. Using wood heat frees up a lot of resources for student instruction ²

Objective 3. Survey of UP School Heating Systems

Upper Peninsula

Resource Conservation

and Development Council





ENERGY SYSTEM SURVEY of U.P. Schools

BIOMASS UTILIZATION and RESTORATION NETWORK for the UP (BURN-UP)

<u>Introduction</u> – This survey will be used by the BURN-UP project to help identify U.P. schools that could realize substantial financial benefits by converting to wood heat. Some of the U.P. schools that are currently saving greatly by heating with wood are profiled in the enclosed fact sheet. Based on the results of this survey, the BURN-UP Project will provide engineering assistance to a few U.P. schools that are promising candidates for conversion to wood heat. Even if you know that wood energy does not make sense for your facility at this time, please complete <u>at least</u> Section 1 and return the survey. If you have multiple separate heating systems, please make a copy of the survey for each system. If you need more space, feel free to add pages.

Many thanks you for your cooperation!



SE Michigan RC&D Boiler Study



FINAL REPORT

EXPLORING WOODY BIOMASS RETROFIT Opportunities In Michigan Boiler Operations

Used to help target likely candidates

9/28/2007

Submitted to:

Jessica Simons Southeast Michigan RC&D Council 7203 Jackson Road Ann Arbor, MI 48103-9506

Project Partners:

USDA Forest Service Wood Education & Resource Center USDA Forest Service Economic Action Program Southeast Michigan RC&D Council Michigan Department of Natural Resources Michigan Department of Labor & Economic Growth Michigan Biomass Energy Program

Submitted by:

CTA Architects and Engineers Emergent Solutions Christopher Allen + Associates Loracs Creations Geodata



Objective 4. Pre-Feasibility Studies



Upper Peninsula

Resource Conservation and Development Council



780 Commerce Drive Suite C Marquette MI 49855 Phone: 906-226-2461 X 122 Fax: 906-226-7040 Email: burn-up@charterinternet.com Website: www.upwoodybiomass.org

REQUEST FOR PROPOSALS (RFP)

At least 3 schools

To Provide Pre-Feasibility Assessments for the Integration of Biomass Energy Systems

Objective 5. Woody Biomass Harvest Demos





Upper Peninsula

Resource Conservation

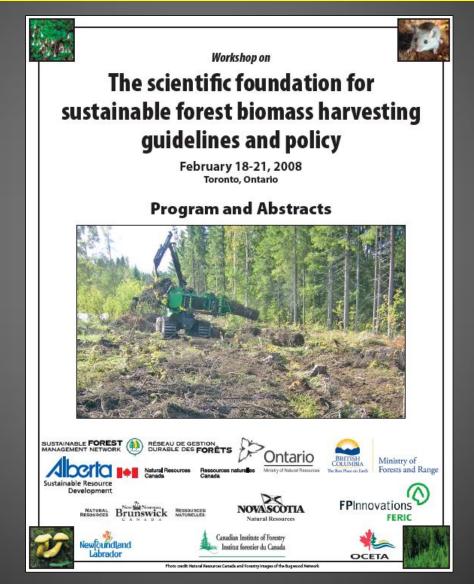
and Development Council





Objective 6. Woody Biomass Harvest Guidelines







State Guidelines for Woody Biomass Harvest



- Minnesota 2007, revision planned
- Wisconsin 2008?
- Michigan 2008?
- Maine in process
- Missouri in process
- Canadian Provinces mixed



Suitability Rating for Woody Biomass Harvest by Soil Mapunit



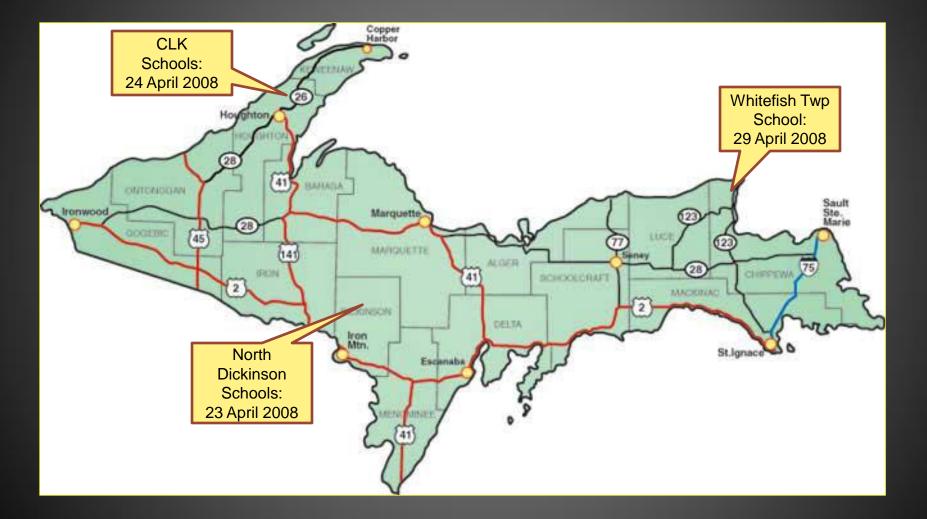
Suitability Dimension	Soil Properties/Interpretations		High Score	% Weight	Suitability Detail
Productivity	Effective Cation Exchange Capacity (ECEC)	1	5		Nutrient content
Productivity	Calcium Carbonate (CaCO3)	1	5		Nutrient availability
Productivity	Organic Matter	1	5		Multiple positive effects
Productivity	Available Water Supply (AWS)	1	5		Capability to store water for plants
Productivity	Depth to Any Restrictive Soil Restricitve Layer	1	6		Quantity of soil for plant growth
Productivity	SUBTOTAL		26	68%	Productivity
Erosion Resistance	Kw (inverse classes)	1	4		Soil-erodibility factor, whole soil
Erosion Resistance	Representative Slope (inverse classes)	1	4		
Damage Resistance	SUBTOTAL	2	8	21%	Erosion Resistance
Hydrologic Capacity	SUBTOT: Hydrologic Soil Group	1	4	11%	Hydrologic Capacity (infiltration)
	TOTAL	8	38	100%	
				span	OVERALL NUMERIC RATING:
	DRAFT>	0	8	8	Not suited
DRAFT>			18	9	Poorly suited
			28	9	Moderately suited
DRAFT>			38	9	Well suited



Detailed digital soils maps are now available for the whole UP

Objective 7. Wood-Heated School Tours





Upper Peninsula Resource Conservation and Development Council



Calumet-Laurium-Keweenaw Schools











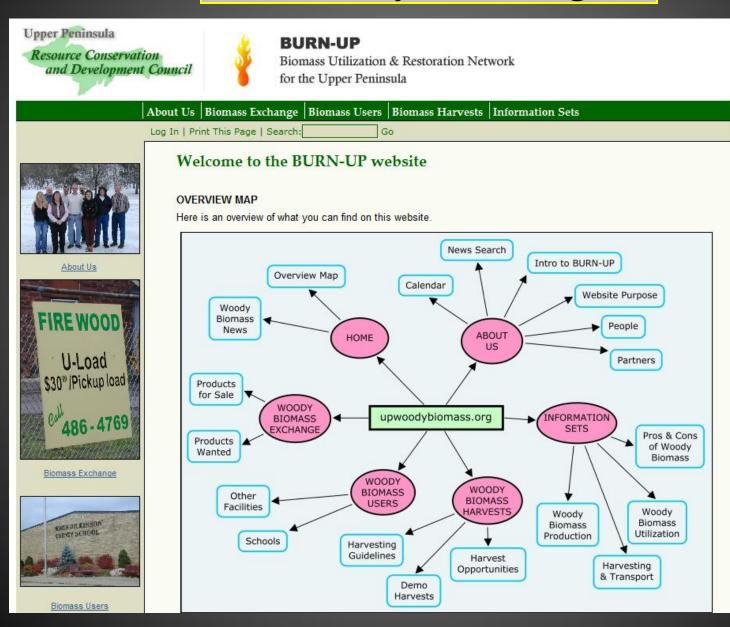
North Dickinson School





Objective 8. Website UPWoodyBiomass.org







Market Development



UP Woody Biomass Exchange Map

The map below shows all current locations of woody biomass products for sale or products wanted. You can scroll and zoom with the controls on the map. Click an icon on the map for details on a specific entry:





Product for Sale / Product Wanted



Item Details

last updated: 3/31/2008 9:29:20 AM

Product for Sale ID #5 Wood pellets

Pellets: Three grades of wood biomass pellets are in stock Quantity: A large supply is available Available: Available year around Frequency: Continually Delivery? Yes County: Marquette

Contact:

Joe D'Ambrosio D'Ambrosio LLC 85 North Pine Street Gwinn, MI 49841 Phone: 906-346-5341 Email: joeandsons@netzero.net Please contact using: Phone



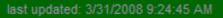
Item Details

Product Wanted ID #4 Wood chips

Chips: Wood chips for school boiler Hopper holds 30 tons Need to fill hopper about every 3 days Quantity: 800-900 tons/year Available: Fall 2008 heating season Frequency: Daily Delivery? Yes County: Gogebic

Contact:

Larry Kapugia or Dale Torkko Wakefiled-Marenisco School District 715 Putnam St. Wakefield, MI 49968 Phone: (906)224-9421 Please contact using: Phone





Add An Item

sell Product			
Sell Product			
Product Description	1:		
		0	
What type of produ	ct do you hav	e or need?	
©Cordwood			
Chips			
©Pellets ©Mill Waste			
© Other			
How much product	do you have o	or need?	
		3	
Please describe the	e product vou	have or need:	
When will you have	or need this	product?	
		3	
How often will you I	have or need t	this product?	
Daily 💌			
s delivery available	or needed?		
Yes -	of ficeded:		
Nhat County is the Alger	product from	or going to?	
Please describe the	e location of th	he product or destinat	tion:



Other Users: Pinecrest Health Care Facility Powers, MI



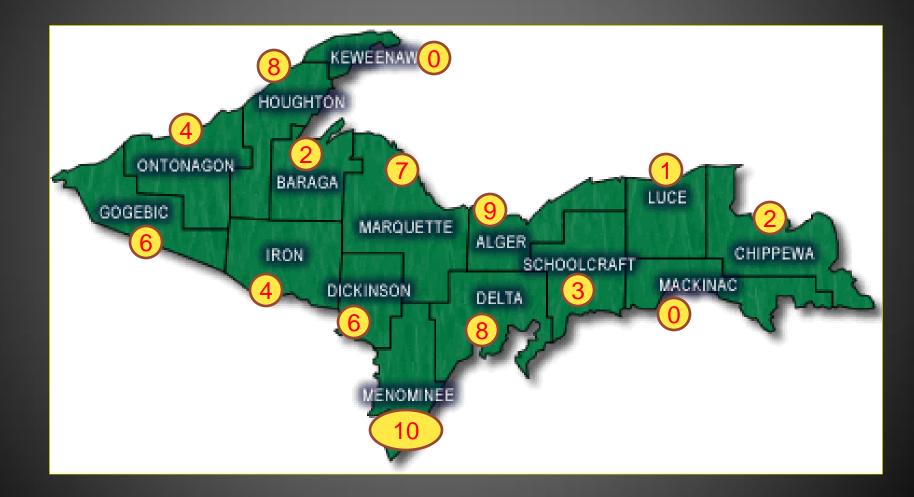


Wood-powered air conditioning



UP Wood-Fired Boilers N=70







UP Boilers N=4,706



Table 1. Types of fuels used in boilers in Michigan's Upper Peninsula by county¹

COUNTY	NAT GAS	PROPANE	OIL	ELECTRIC	COAL	OTHER	WOOD	ALL
ALGER	144	0	10	5	1	0	9	169
BARAGA	132	0	9	3	1	0	2	147
CHIPPEWA	373	0	35	6	0	2	2	418
DELTA	508	0	22	8	5	0	8	551
DICKINSON	37 1	0	12	3	0	1	6	393
GOGEBIC	355	0	25	8	1	0	6	395
HOUGHTON	538	0	22	12	0	0	8	580
IRON	205	0	6	5	0	0	4	220
KEW EENAW	23	0	18	0	0	0	0	41
LUCE	64	0	7	5	0	0	1	77
MACKINAC	141	0	7	13	0	0	0	161
MARQUETTE	954	0	43	18	9	0	7	1031
MENOMINEE	228	0	9	4	2	0	10	253
ONTONAGON	116	0	17	2	1	0	4	140
SCHOOLCRAFT	118	0	5	2	2	0	3	130
UP TOTALS	4270	0	247	94	22	3	70	4706
UP PERCENTS	91%	0%	5%	2%	0%	0%	1%	100%

¹ Based on: Exploring Woody Biomass Retrofit Opportunities in Michigan Boiler Operations (Southeast

RC&D Council)



Existing Wood Use Potential Wood Use with Boiler Conversions



150% Increase

Table 2. Wood use in boilers in Michigan's Upper Peninsula by county¹

COUNTY	Existing Wood Boiler Capacity btus	Approximate Existing Wood Use tons per year	Wood Boiler Capacity of projects w/ paybacks of <20 yrs btus	Potential Additional Wood Use tons per year	Potential Total Wood Use tons per year
ALGER	51,255,740	12,472	5,748,667	1,399	13,871
BARAGA	298,000	73	3,316,000	807	879
CHIPPEWA	1,530,000	372	48,070,000	11,697	12,069
DELTA	11,047,000	2,688	3,516,000	856	3,544
DICKINSON	50,624,000	12,319	19,454,167	4,734	17,052
GOGEBIC	580,000	141	125,000	30	172
HOUGHTON	27,891,000	6,787	6,866,333	1,671	8,458
IRON	11,272,000	2,743	131,167	32	2,775
KEWEENAW	-	-	-	-	-
LUCE	135,000	33	16,097,000	3,917	3,950
MACKINAC	-	-	6,931,301	1,687	1,687
MARQUETTE	94,622,000	23,025	47,825,667	11,638	34,662
MENOMINEE	54,189,000	13,186	3,067,000	746	13,932
ONTONAGON	3,650,000	888	8,370,000	2,037	2,925
SCHOOLCRAFT	10,310,000	2,509	36,667	9	2,518
UP TOTALS	317,403,740	77,235	169,554,968	41,258	118,493

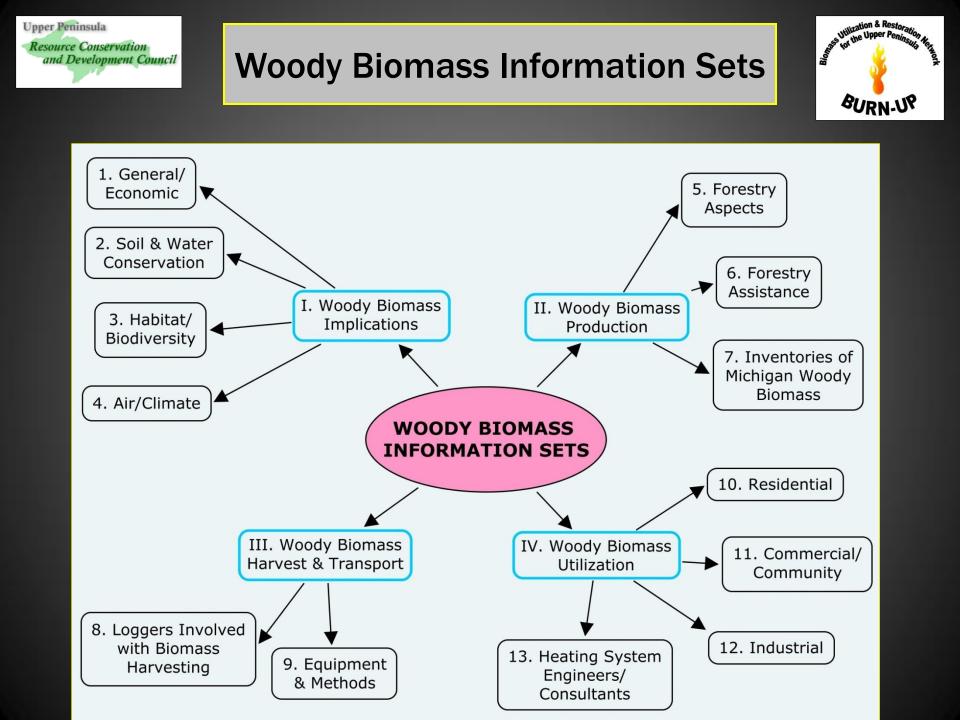
¹ Based on: Exploring Woody Biomass Retrofit Opportunities in Michigan Boiler Operations (Southeast Michigan RC&D Council)

Information Search

You may use the following form to retrieve any of the various categories of Infomation Items that have appeared on the Home page. You may narrow your search by specifying one or more of the criteria. To see everything, click the Show All button. You may browse all Information Items by category in the <u>Infomation Sets</u> section of of website.



Title: Category: Info Set: Implications General/Economic Soil & Water Conservation Habitat & Biodiversity Air/Climate	
Production Forestry Aspects Forestry Assistance Inventories Harvest & Transport Loggers	Woody Biomass Information Search
Equipment & Methods Utilization Residential Commercial/Community Industrial Energy Consultants Date Posted: Neywords: Image Caption:	
Search Show All Clear	





II. Woody Biomass Supply Issues

Another Balancing Act: Supply follows Demand "Build the boilers & the chips will come"

Upper Peninsula

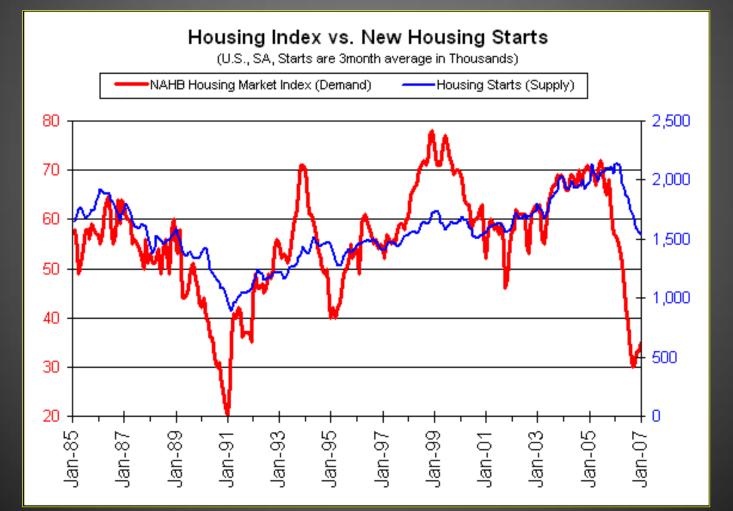
Resource Conservation

and Development Council

Wilization & Restoration

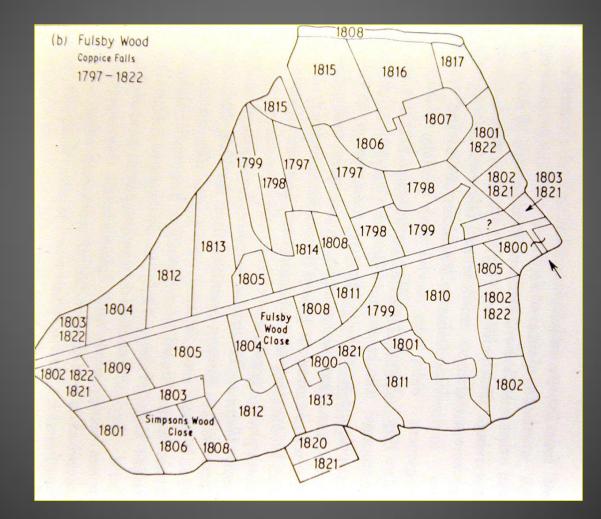
BURN-UP

Utilithe Upper Penins



Sustainable Fuelwood System: Pre-Industrial Europe (1797-1822)





Boar Hunt in a Compound Coppice





Pre-industrial slash bundler





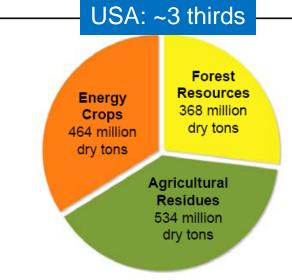
Feedstock opportunities in Michigan



Biomass, Biofuels and Bioenergy: Feedstock Opportunities in Michigan

Robert E. Froese, Ph.D., R.P.F. - froese@mtu.edu - February 2007





The US Department of Agriculture and Department of Energy estimate that enough biomass is available from urban waste, agricultural and forest sources in the United States to produce enough biofuels to displace 30% of current gasoline consumption. Of the 1.3 billion dry tons per year potentially available, dedicated energy crops and forest resources contribute 464 and 368 million dry tons per year, respectively.

Bioenergy Feedstocks in Michigan



Forecast Bioenergy Feedstock Supply in Michigan in dry tons per year.

Biomass Feedstock		Potential Sup ply	Currently Available and Unutilized	Available at \$25/ton Farmgate Price
	Sawmill and pulp mill residues	1,764,796	Negl.	405,903
Forestry	Logging residues	869,468	869,468	113,031
	Thinning residues	1,875,978	1,875,978	243,877
Forestry Tota	al	4,510,243	2,745,447	762,811
Urban Wood Waste		1,311,382	1,311,382	314,732
Dedicated Energy Crops		4,418,226	Negl.	44,182
Grand Total		10,239,851	4,056,829	1,121,725

Sources: USDA, DOE, Walsh (2006) and Michigan Technological University.

Biomass, Biofuels and Bioenergy: Feedstock Opportunities in Michigan Robert E. Froese, Ph.D., R.P.F. – froese@mtu.edu – February 2007

The Ideal Biomass Crop?



The Ideal Biomass Crop?	Forest Residues	Corn	Short-rotation Woody Crops	Perennial Grasses
Highly productive	no	yes	yes	yes
Widely available	yes and unutilized	limited	near none	near none
Site impact	low	very high	low	low
Low energy inputs	very low	very high	low-moderate	low
Noninvasive	yes	not relevant	genetically- modified	usually
Few pests or disease	usually	no	moderately	usually
Uses existing technology	yes	yes	somewhat	somewhat
Need storage facilities	harvest year- round	yes	harvest year- round	yes

Biomass, Biofuels and Bioenergy: Feedstock Opportunities in Michigan Robert E. Froese, Ph.D., R.P.F. – froese@mtu.edu – February 2007



Ethanol from Corn: Not so Super







Four main sources of forest biomass (directly from the forest)



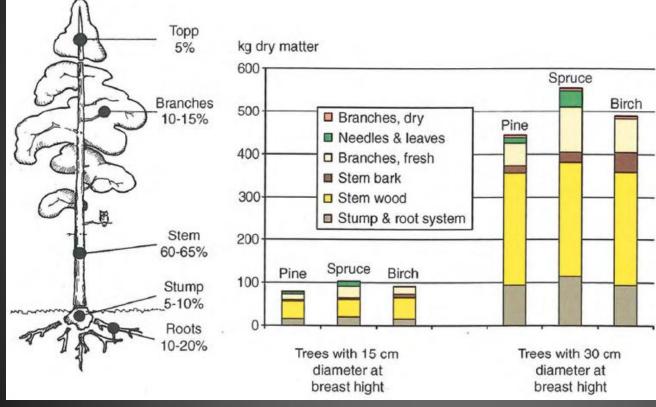
- 1. Slash (tops and branches) left after harvesting mature trees
- 2. Slash and small trees from thinnings
- 3. Unmerchantable wood (species or low quality wood with no other market)
- 4. Wood impacted by natural disturbance, such as fire or insect infestation



Woody Biomass Components



Biomass available after cutting down the trees



A General Overview of Swedish Bioenergy Industry

Michigan February 2008 Kjell Andersson



We have a lot to learn about efficiently...



Handling forest residues









A General Overview of Swedish Bioenergy Industry

Michigan February 2008 Kjell Andersson



✓ Transporting Woody Biomass

Utilization & Restoration

BURN-UP

Utilithe Upper Penin

Bios

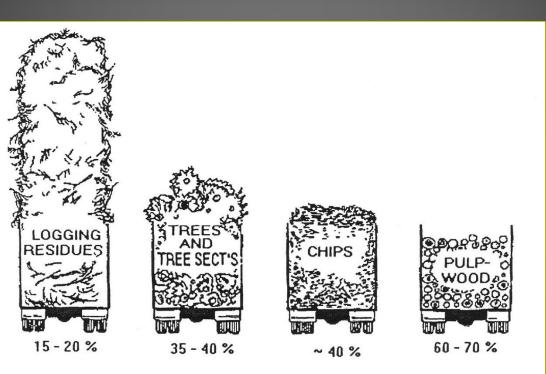


Figure 3.2-7. Proportion of solids in uncompacted logging residues and treesections, wood chips and conventional pulpwood. All loads have the same solid content. (After Nilsson 1983).



Charcoal – Reduced weight, Concentrated BTU's



Colliers with charcoal mound





One way to reduce hauling costs



Residues from felling stacked to dry over summer, to be chipped



A General Overview of Swedish Bioenergy Industry

> Michigan February 2008 Kjell Andersson



Improvement in cost structure for roadside chipping (Sweden)



Table 4.2 Roadside Shipping costs €(2002)/GJ

	1983	<u>2003</u> <u>R</u>	eduction Annual
Forwarding	1.61	0.68	58%
Chipping	1.89	1.27	33%
Transportation	1.23	1.04	15%
Stumpage & other	<u>0.95</u>	<u>0.85</u>	11%
	5.68	3.84	32% 1.94%

This is why we need harvesting demos & workshops



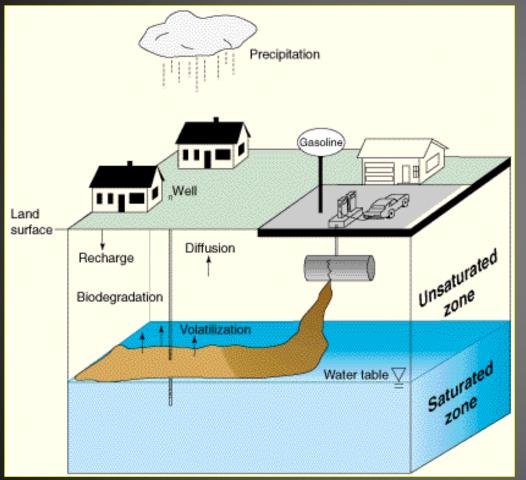


III. Ecological Sustainability Issues



Fossil fuels threaten water resource sustainability









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Download Excel Files : This provides downloadable MS Excel Files of active and closed UST facilities, and open and closed LUST sites, either for a whole DEQ district or for individual counties within a district. A complete list of active and closed UST facilities, and open and closed LUST sites is also downloadable.

Statewide N=9,000+ or >100 LUST's per county

http://www.deq.state.mi.us/sid-web/



Sustainable? (over millions of years)





Upper Peninsula Resource Conservation and Development Council

Fossil fuels threaten the sustainability of atmospheric resources







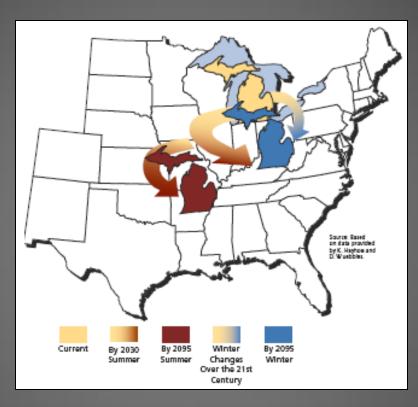
Michigan's Migration Route due to Global Warming



Quick fact: The 1990s was the hottest decade of the 20th century and probably of at least the last 1,000 years.

> Quick fact: U.S. carbon dioxide emissions were 14% higher in 2000 than in 1990.

Quick fact: A single acre of forest can sponge up 5.5 tons of carbon dioxide per year.





This fact sheet is based on the findings of *Confronting Climate Change in the Great Lakes* Region, a report published in April 2003 by the Union of Concerned Scientists and the Ecological Society of America. The report was written by regional experts under the leadership of George Kling (University of Michigan). Other experts from Michigan included Donald Zak and Mark Wilson, both at the University of Michigan.

Dr. George Kling (734) 647-0894 · Dr. Donald Zak (734) 763-4991 Dr. Mark Wilson (734) 763-2103

The full report is available from UCS at www.ucsusa.org/greatlakes or call (617) 547-5552.

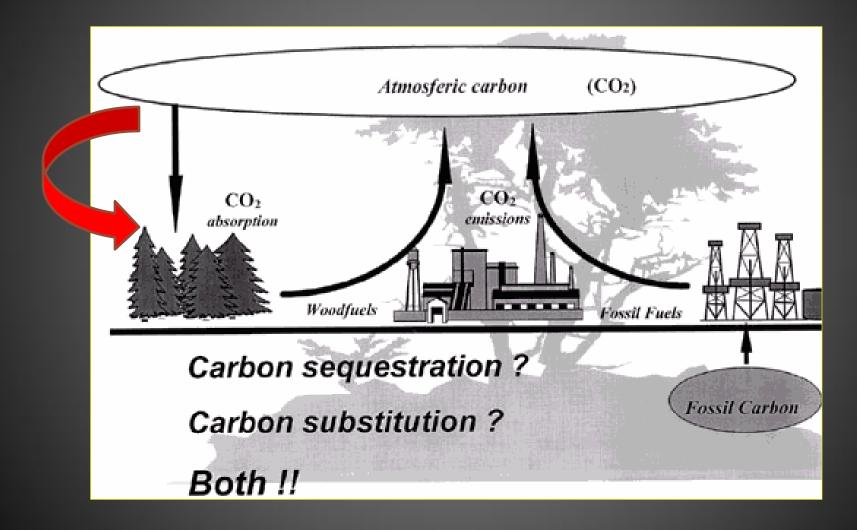
Quick fact: The United States emits more greenhouse pollution than 151 developing nations combined.

> Quick fact: U.S. greenhouse gas emissions per capita are more than twice those of Germany or Britain and roughly eight times those of China.



Wood Fuels vs. Fossil Fuels

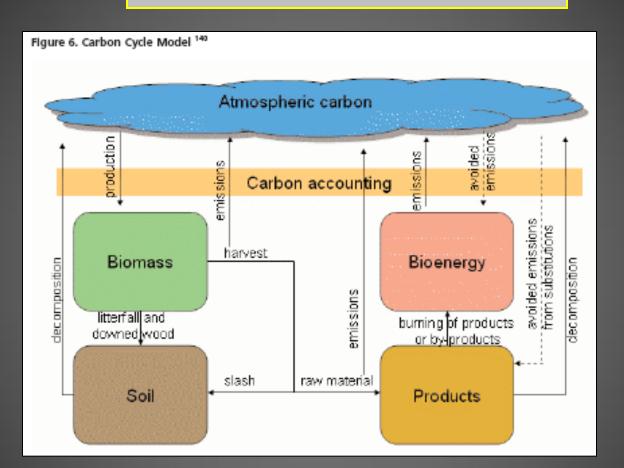






Carbon Cycle Model





Climate Change, Carbon, and the Forests of the Northeast



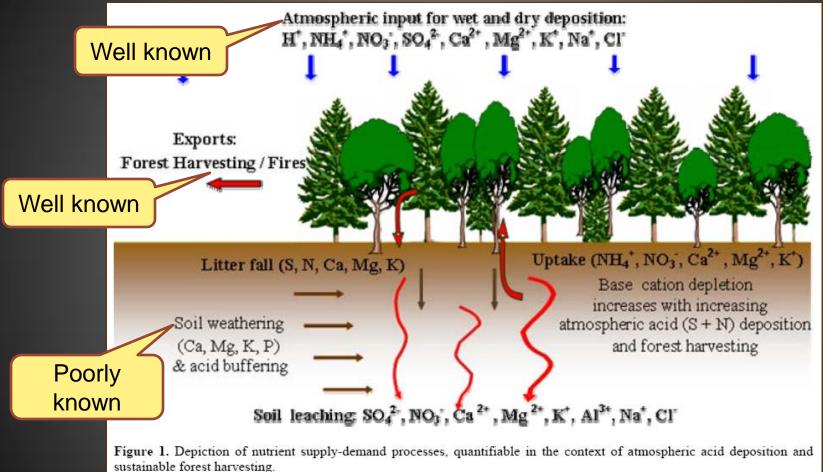
by Robert T. Perschel, Alexander M. Evans and Marcia J. Summers





Forest Nutrient Budgets





Modeling and mapping forest nutrient supplies and demands for New Brunswick Crown lands, for forest operational planning purposes

Paul A. Arp, Jae Ogilvie, Faculty of Forestry and Env. Management, UNB, Fredericton, NB E3B 6C2 Shawn Morehouse, NB-DNR Timber Management Branch, Fredericton Upper Peninsula Resource Conservation and Development Council

Swedish Guidelines for Harvesting Woody Biomass





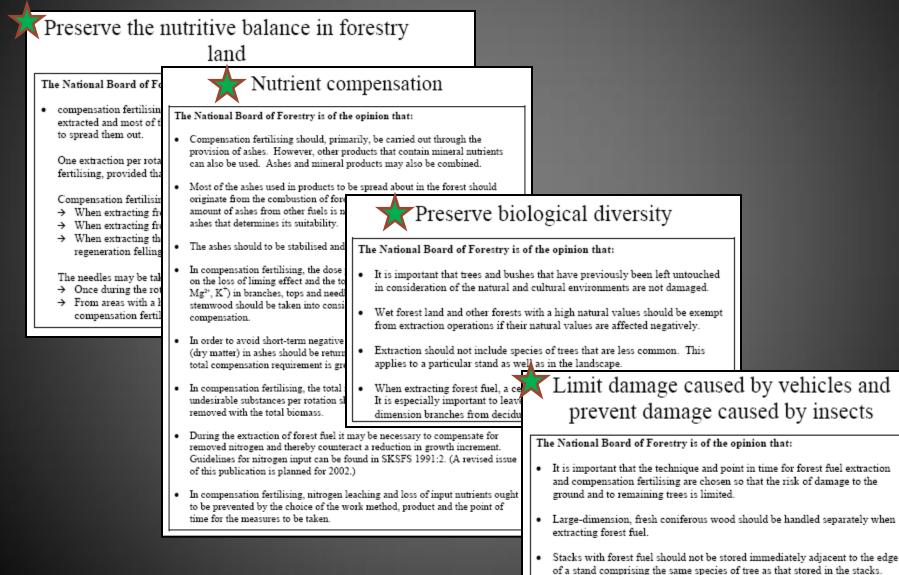
Recommendations for the extraction of forest fuel and compensation fertilising



Upper Peninsula Resource Conservation and Development Council

Swedish Guidelines for Harvesting Woody Biomass







Ash Recycling



Ash recycling from clean wood fuels

- A way to compensate for woodfuel removal
- A way to fertilize stands for higher yield
- A substitute or complement for liming
- · An environmentally positive way to get rid of a waste problem

Either way - a strong increase in ash recycling is a positive development!





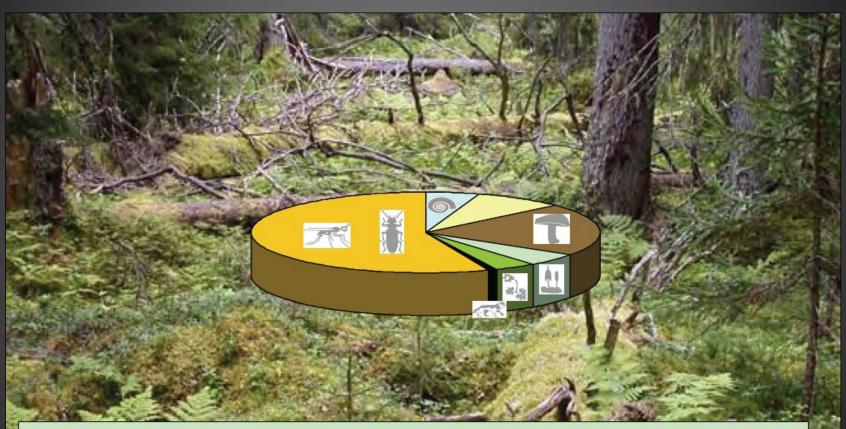
A General Overview of Swedish Bioenergy Industry

> Michigan February 2008 Kjell Andersson



Biodiversity in Sweden "xylophiles"





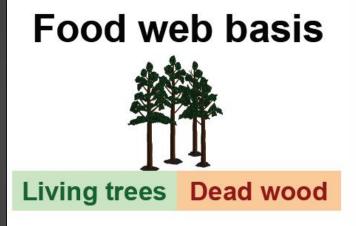
> 30 % of 25 000 forest species wood-inhabiting

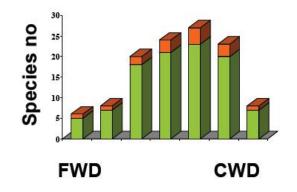


Swedish Species Information Centre



Dead wood – key element







Anders Dahlberg, SLU Swedish University of Agricultural Sciences Swedish Species Information Centre





Minnesota FRC



SFRA Programs

Forest managment guidelines Landscape program Monitoring Forest Research Interagency Information

Cooperative

Continuing Education

Calendar of Events







Biomass Guideline Committee

The Minnesota Forest Resources Council (MFRC) has completed development of its biomass harvesting guidelines for forestlands, brushlands and open lands.

These new guidelines are **designed to be included in the MFRC's 2005** forest management guidebook titled Sustaining Minnesota Forest Resources: Voluntary Site-Level Forest Management Guidelines for Landowners, Loggers and Resource Managers. The new biomass guidelines are presented as two additional chapters to the 2005 guidebook:

- · Biomass Harvesting on Forest Management Sites
- · Woody Biomass Harvesting for Managing Brushlands and Open Lands

While the new biomass chapters have not been integrated into the rest of the 2005 guidebook, the existing guidelines have been fully integrated into the two new chapters. The biomass harvest chapters include extensive references to both the *General Guidelines* and the *Timber Harvesting* guidelines. As is the case with the rest of the activity-specific forest management guidelines in the guidebook (such as *Timber Harvesting* and *Forest Road Construction and Maintenance*), it is essential that the biomass harvest guidelines be considered and implemented in close conjunction with the *General Guidelines* (the green tabbed section of the guidebook).

For additional hard copies of the two biomass harvest chapters, as well as copies of the entire <u>2005 *Guidelines*</u>, contact the Minnesota Forest Resources Council at 651-603-6761.

Upper Peninsula Resource Conservation and Development Council

Down Wood: Essential Regeneration Sites







Large Woody "Debris" (LWD): Essential Habitat in Streams

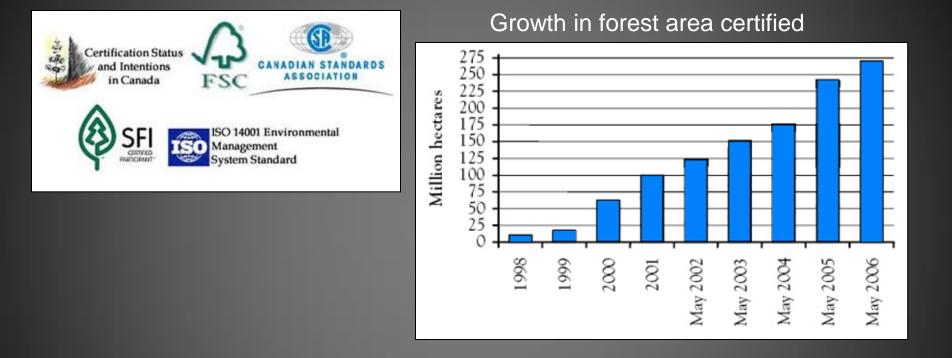






Forest Certification Systems "The teeth" in voluntary guidelines





Certification is the process whereby an independent auditing body (third party) conducts an inspection and awards a certificate using independently developed standards and objectives.



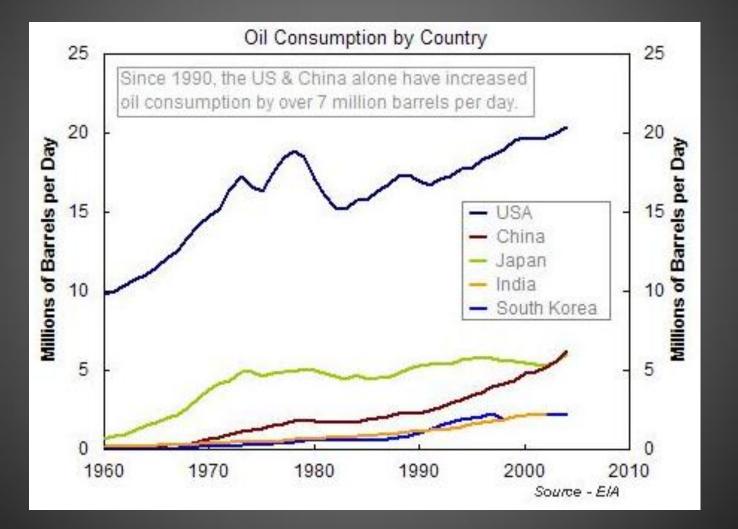


IV. Economic & Social Sustainability Issues



Oil Demand: 1960-2005

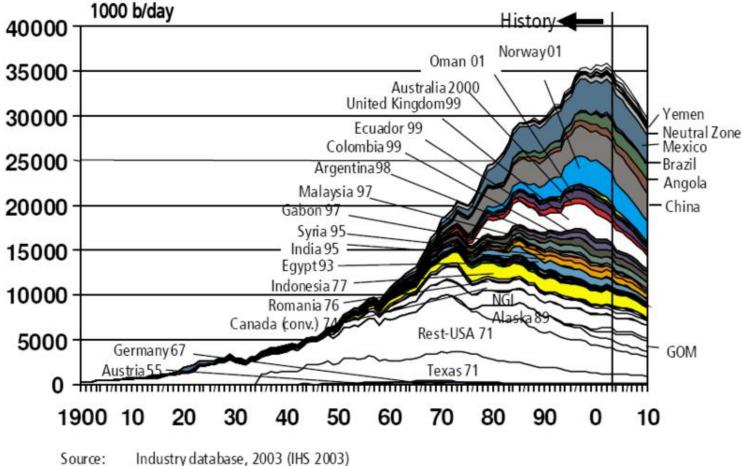






Global Oil Production Trends





OGJ, 9 Feb2004 (Jan-Nov 2003)

Upper Peninsula Resource Conservation and Development Council

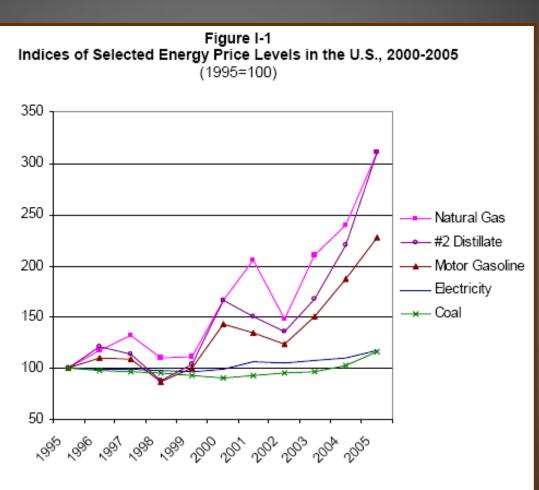
USA Rising Fossil Fuel Costs

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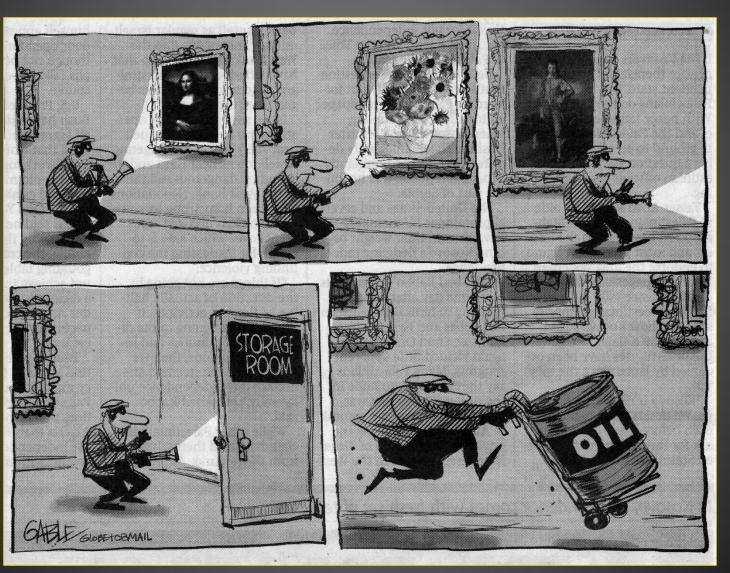


Source: U.S. Energy Information Administration and Management Information Services, Inc., 2006.



Oil will outvalue art?



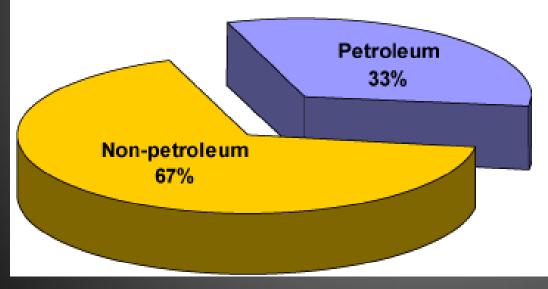




U.S. Trade Deficit

Oil imports are the largest component of the U.S. trade deficit, accounting for more than one-quarter of the entire trade deficit in 2006. The 2006 petroleum deficit was \$271 billion, an increase of 18 percent from 2005. Projections show the price of oil will remain strong as petroleum demand continues to increase across growing world economies.

2006 U.S. Trade Deficit





Blackout



Distributed generation is desirable ...

The 2003 blackout ...demonstrated the extreme vulnerability of our state and region to centralized energy's tenuous infrastructure.

Because wood is locally abundant in outlying areas as well as in cities, it is a preferred source of energy for distributed generation utilizing smaller, less centralized energy production facilities.

Clean Energy from Wood Residues in Michigan A Report of the Michigan Biomass Energy Program

The goal of the Michigan Biomass Energy Program (MBEP) is to encourage increased production and/or use of energy derived from biomass resources through program policies, information dissemination, and state and regionally funded research and demonstration projects. Electronic copies of the paper are available on the MBEP website. Comments and requests for copies of this report, or for information concerning biomass energy development in Michigan, may be sent to:

Contact Information Department of Labor & Economic Growth Energy Office Michigan Biomass Energy Program P.O. Box 30221 Lansing, MI 48909

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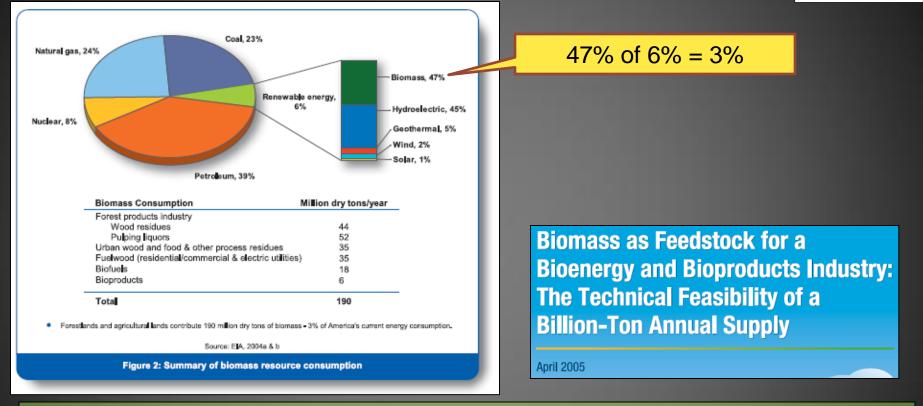


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Currently, biomass accounts for approximately: 13% of renewably generated electricity, 97% of the industrial renewable energy use, 84% of renewable energy consumption in the residential sector 90% of renewable energy consumption in the commercial sector 2.5% of transport fuel use.



Energy Cost Calculator



ENERGY COST CALCULATOR

Enter the costs in Column E below for the various fuels in your area, or just use the numbers already listed.

FUEL	ENERGY CONTENT	UNIT PRICE	HEAT CONVERSION EFFICIENCY	COST PER MILLION BTU
Kerosene	134,000 BTU/gal	\$2.75 /gal	85 %	\$24.14
#2 Fuel Oll	138,000 BTU/gal	\$3.29 /gal	80	\$29.80
Propane	92,000 BTU/gal	\$2.24 /gal	85	\$28.64
Natural Gas	100,000 BTU/therm	\$1.40 /therm*	85	\$16.47
Electricity - Resistance	3,412 BTU/kWh	\$0.09 /kWh**	100	\$26.38
Electricity - Heat Pump	3,412 BTU/kWh	\$0.09 /kWh**	200	\$13.19
Coal	13,200 BTU/Ib	\$325.00 /ton	75	\$16.41
Firewood-Hardwood	25,000,000 BTU/cord	\$200.00 /cord	60	\$13.33
Wood Pellets	8,200 BTU/Ib	\$228.00 /ton	80	\$17.38
Shelled Corn	6,800 BTU/Ib	\$2.50 /bushel	75	\$8.75

* Enter the price of natural gas as the price per therm. If your price for natural gas is based on \$ per 1,000 cubic feet, divide that number by 10 to enter above. For example, if your cost for natural gas is \$14.00 per 1,000 cubic feet, then divide by 10 and enter \$1.40 as your price per therm.

** Enter the price of electricity in dollars. An electricity price of 9 cents per kWh, for example, needs to be entered as \$0.09.



Employment Benefits of Biomass Energy



"...the use of biomass energy has some employment benefits over using fossil fuels at a national level if there is a substantial employment generation effect from producing the biomass fuel, especially if it substitutes imported fuels. But, the greatest value of bioelectricity schemes with regard to employment lies in the fact that quality jobs could be generated where there is great need for them, in particular in rural areas where job maintenance and creation and economic growth are of issues of concern."

Recent studies using only data from the United States show that both power plants and fuel production operations provide rural jobs with good comparative wages and benefits. In addition, there are almost twice as many supporting jobs than in the plants themselves, with total employment equal to 4.9 fulltime jobs per each megawatt of net plant generating capacity. Clean Energy from Wood Residues in Michigan

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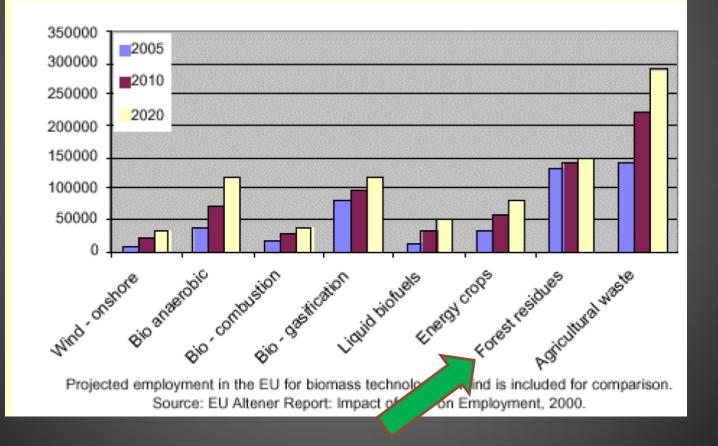




Projected Employment from Bioenergy



Projected Employment from Bioenergy in the EU





4 Uses of Biomass



Ever since humans started burning wood or other organic matter to keep warm and to cook food, we've been using biomass energy, or bioenergy.

Here you can explore the different ways to use biomass energy:

1. **Biofuels**

Fuel your vehicle with ethanol or biodiesel.

2. <u>Biopower</u>

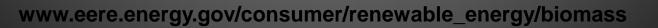
Buy clean electricity generated from biomass.

3. **Bioproducts**

Use products, like plastics, made from biomass.

4. Space heating

Heat your home using wood or biobased pellets.





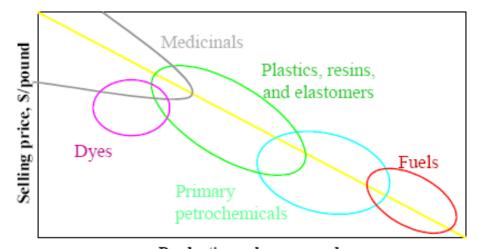
U.S. Department of Energy Energy Efficiency and Renewable Energy



Potential Bio-Products



Selling Price and Market Volume of Potential Bio-Products



Production volume, pounds





Sweden's Remarkable Transition to Renewable Fuels: Can it happen here too?

February 26, 2008 Bay de Noc Community College

Upper Peninsula Resource Conservation and Development Council

Swedish Delegation Presentations Bay De Noc College, Feb. 2008



Bioenergy Småland



Business development through biomass in the region of Småland

ENERGI-KLUSTER Småland Michigan February 2008 Regional economy, Växjö as an example, district heating

Hans Gulliksson Energikontor Sydost/Bioenergy Group in Växjö AB

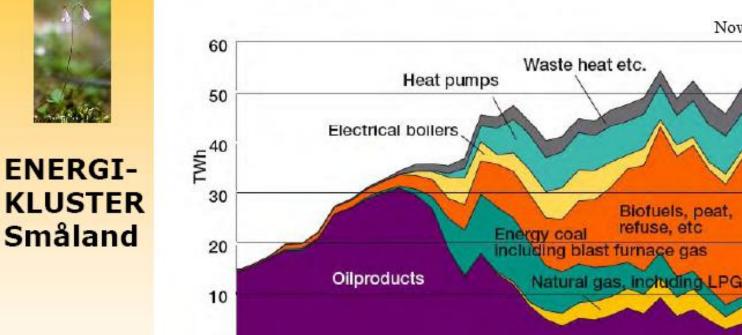


Declining fossil fuels Increasing biofuels Sweden: 1970-2004

-85



Figure 26: Energy input for district heating, 1970-2004



80

-75

0

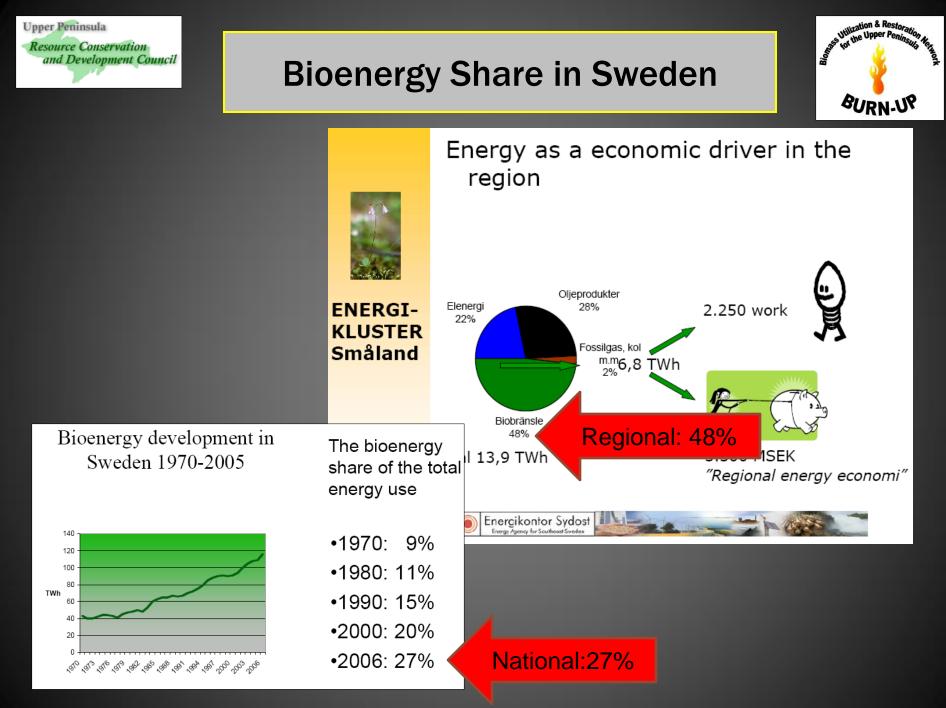
-70

Now > 60% bio fuels

Source: Swedish Energy Agency

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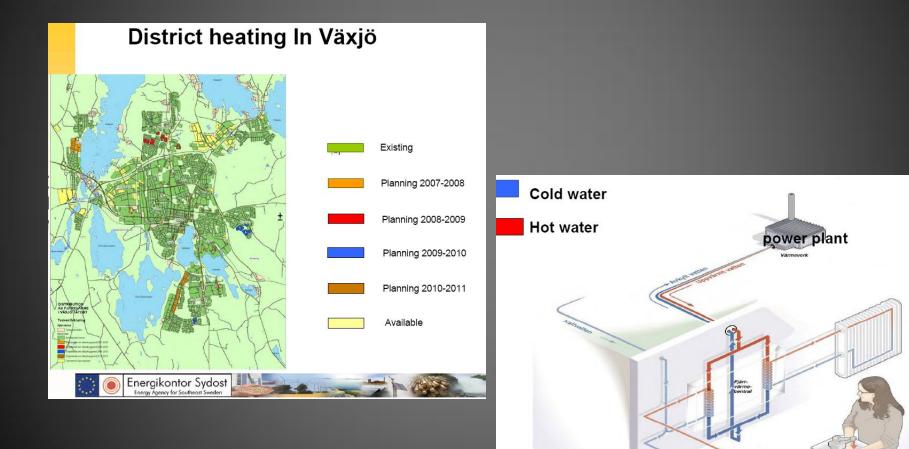
95





District Heating in Sweden Established in many towns & cities

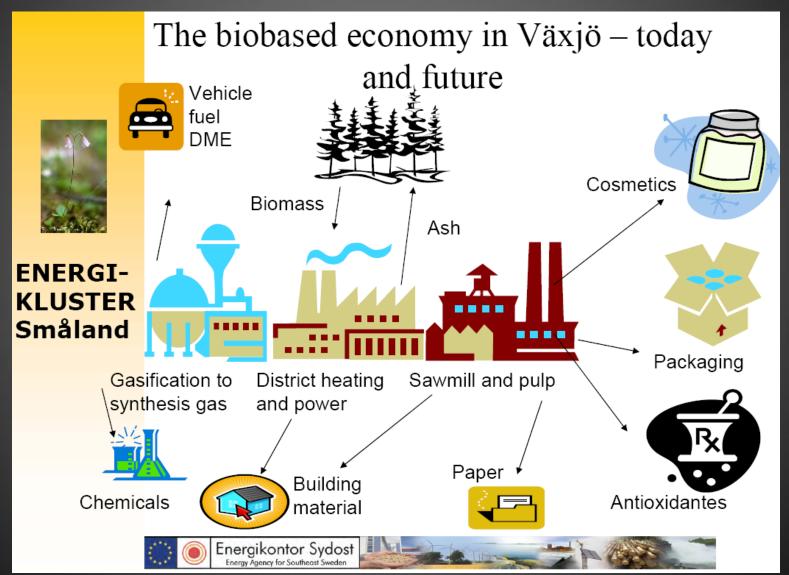






Biobased Economy



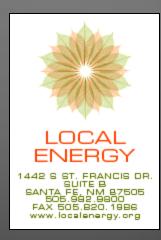






Community Self-Reliance

- **PETROLEUM = GLOBAL DEPENDENCY**
- **BIOMASS = COMMUNITY SELF-RELIANCE**



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V. Taking Action



Conservation & Development Priorities vis-à-vis Wood Energy (My personal assessment)



Industrial Applications
 Institutional /Commercial Applications

 Residential Applications
 Public Energy Policy

 Broad Energy Conservation

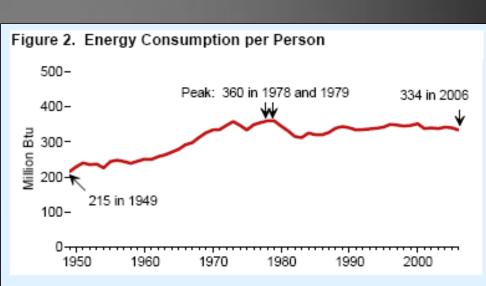


1st Priority Energy Conservation >Personal Choices





"And this little warning light flashes when the outside air becomes too polluted to breathe."



Energy use per person stood at 215 million British thermal units (Btu) in 1949. The rate generally increased until the oil price shocks of the mid-1970s and early 1980s when the trend reversed for a few years. From 1988 on, the rate held fairly steady. In 2006, 334 million Btu of energy were consumed per person, 55 percent above the 1949 rate.



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Driving forces behind success of bioenergy in Sweden



Driving forces for bioenergy development

- <u>External</u> Climate Change Security of supply (EU) Increased oil- and gas prices
- <u>National</u>

Political will in Sweden Industrial traditions and relevant raw material resources

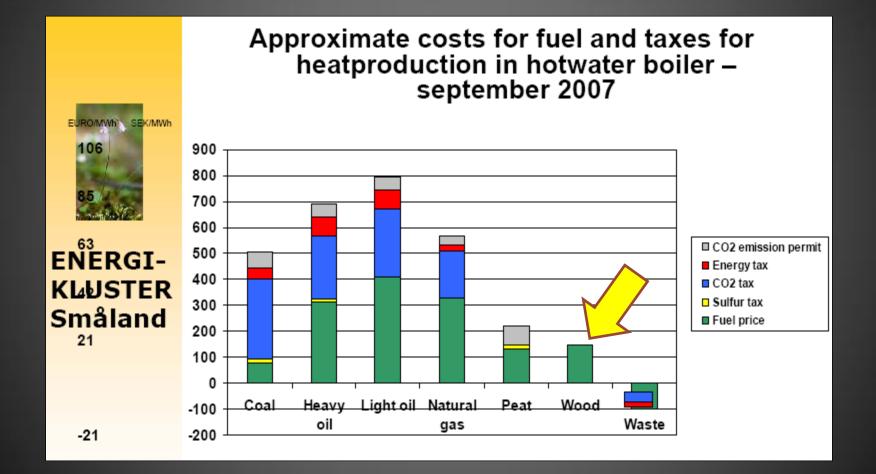


A General Overview of Swedish Bioenergy Industry

Michigan February 2008 Kjell Andersson Upper Peninsula Resource Conservation and Development Council

Financial incentives for biofuels (Sweden)

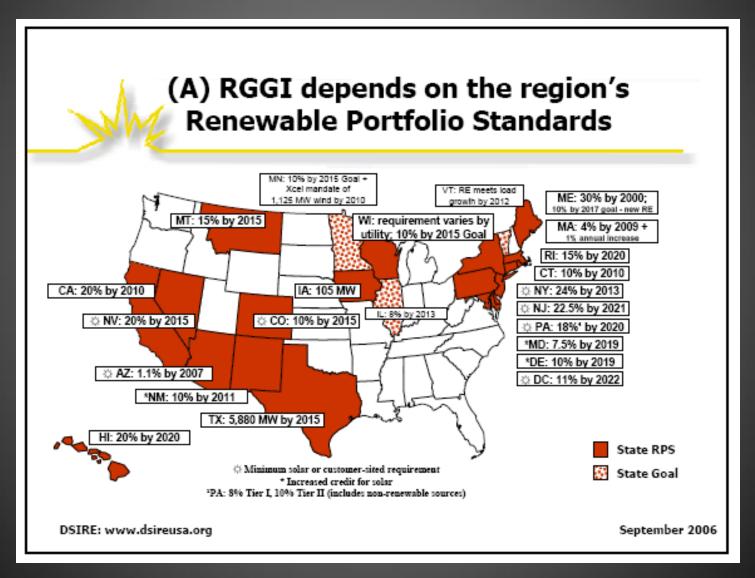






Renewable Portfolio Standards







3rd Priority Residential Wood Energy Applications Clean Efficient use of Cordwood & Pellets



Production Costs (\$ & BTU's): Minimal to Intermediate Transportation Distances: Minimal to Intermediate Social Values: Maximum (Origin of Conservation Values, Private Land Tenure)

Wood stoves Wood furnaces Outdoor wood boilers (OWB) **Outdoor** gasifiers **Masonry heaters** • **Pellet stoves**



Smoke Gets in Your Lungs: Outdoor Wood Boilers in New York State October 2005



Table 4: Fuel Costs for Various Heating Systems

Type of Fuel	Fuel Price ¹	Price per million BTU (Dollars)	Efficiency *	Price per mmBTU adjusted for efficiency (Dollars)	To tal Household Energy Cost per year (Dollars) ^{III}
Wood (for use in OWB)	\$170 per cord	\$8.50	43%	\$19.77	\$1,977 (or less if not all purchased)
Wood (for use in catalytic indoor wood stove)	\$170 per cord	\$8.50	72%	\$11.81	\$1,181 (or less if not all purchased)
Wood (for use in non- catalytic indoor wood stove)	\$170 per cord	\$8.50	68%	\$12.50	\$1,250 (or less if not all purchased)
Oil	\$1.99 per gallon	\$14.35	78%	\$18.40	\$1,840
Gas	\$1.13 per therm	\$11.30	78%	\$14.49	\$1,449
Electricity	\$0.094 per kilowatt hour	\$27.46	97%	\$28.31	\$2,831



Smoke Gets in Your Lungs: Outdoor Wood Boilers in New York State October 2005



Figure 4: Relative Emissions of Fine Particulate Matter From Home Heating Devices





Gasification Wood Boilers

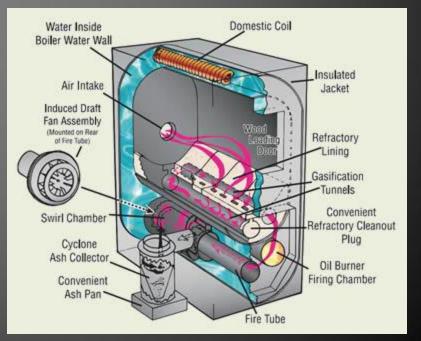




http://www.alternateheatingsystems.com/index.htm

These are <u>NOT</u> OWB's – very different and very clean wood gasification technology







1990's: Masonry Heater Revival

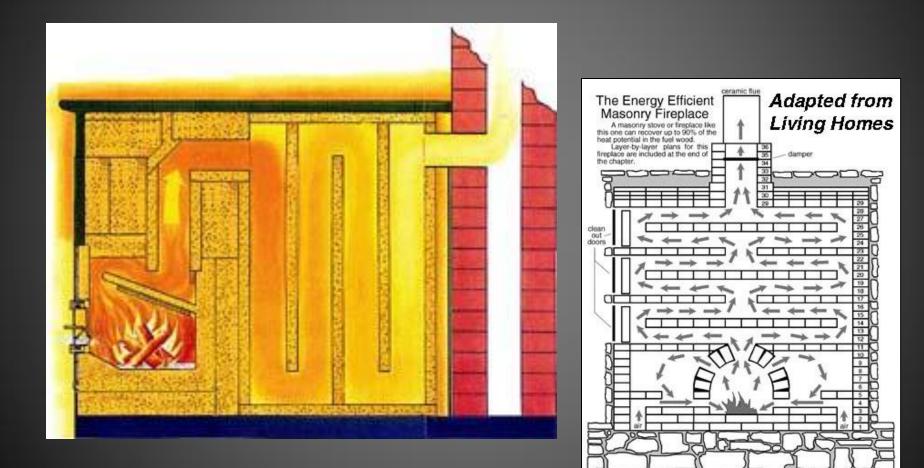






Russian/Finnish Contraflow "Fireplace"





Upper Peninsula Resource Conservation and Development Council

4th Priority

Commercial/Institutional Applications Major Expansion of Chips & Pellets

Production Costs (\$ & BTU's): Intermediate Transportation Distances: Intermediate Social Value: High (especially in schools)



Opportunity Is In Your Hands





Upper Peninsula Resource Conservation and Development Council

Wood-Chip Heating Systems Biomass Energy Resource Center (BERC)

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BIOMASS ENERGY RESOURCE CENTER

Wood-Chip Heating Systems

A Guide For Institutional and Commercial Biomass Installations

By Timothy M. Maker



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Densification (Pellets)



Wood residue densification into pellets or briquettes is energy intensive.

However, densification creates wood-based fuel with approximately 20% more energy output per unit volume than logs or wood chips themselves.

In addition, regularly-shaped densified fuels are much easier to transport and store, which helps overcome the energy costs of creating the denser fuel.

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Phone: (517) 241-6223 Website: http://www.michigan.gov/biomass





Pellet Guidebook



✓ Wood Pellet○ Heating 0 П L



Heating

A Reference on Wood Pellet Fuels & Technology for **Small Commercial &** Institutional Systems

Massachusetts Division of **Energy Resources**

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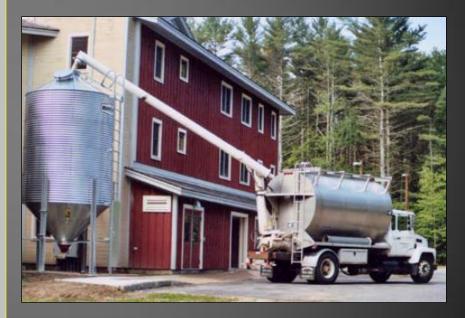
Commercial-Scale Pellet Systems



In addition, wood pellets:

- are convenient and easy to use, and can be bulk stored in less space than other biomass fuels
- have a high energy content, and the technology is highly efficient compared to other biomass fuels
- are a clean-burning renewable fuel source
- are produced from such waste materials as forestry residues and sawdust
- are price stable compared to fossil fuels

Generally better than chips for <1.5 million BTU's or 30,000 sq. ft.

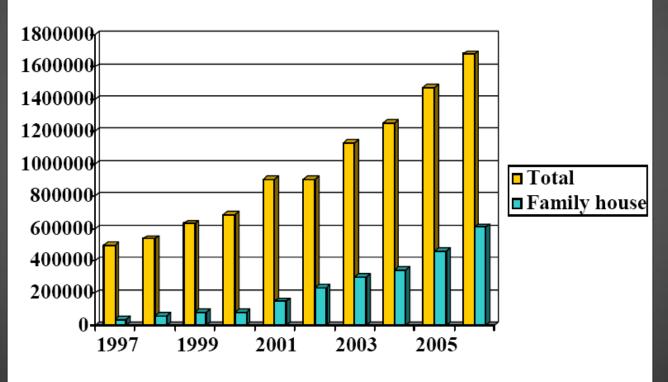




Swedish Pellet Market



The Swedish pellets market (tonnes/year)



Source: Swedish Association of Pellets Producers





5th Priority Industrial Applications

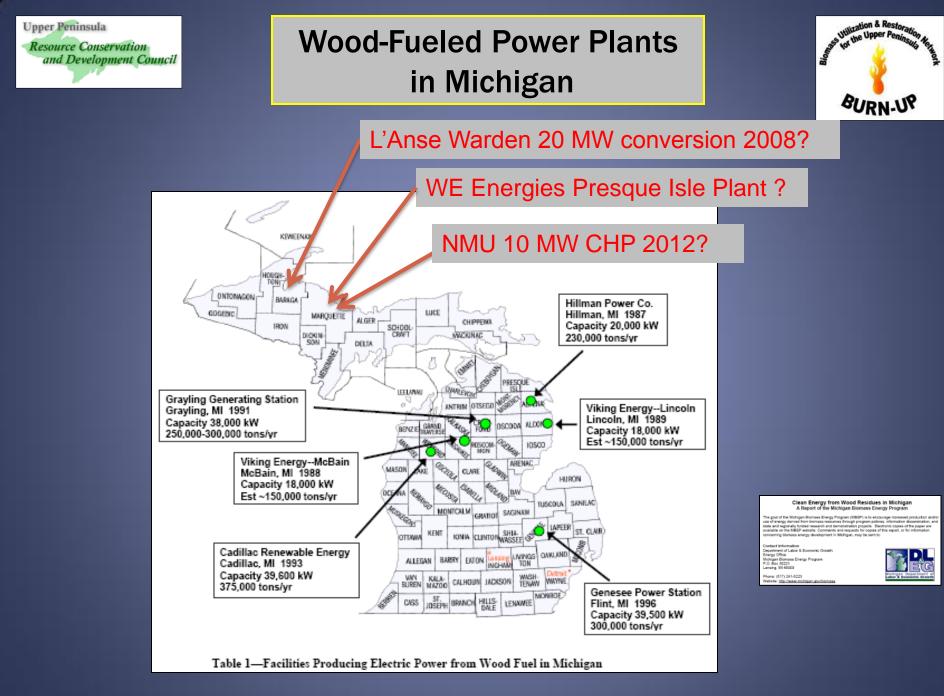


Production Costs (\$ & BTU's): High

Transportation Distances: High

Social Value: Relatively low (debatable) – fewer people involved

Risk to Forest Health: Relatively high in short term





Woody Biomass Energy: Key Points



- 1. There is no such thing as "waste" wood or woody "debris."
- 2. All forests are not created equal some can be harvested at will, some shouldn't be harvested at all, most are somewhere between simple rules simply won't work.
- 3. Environmental impacts of biomass harvesting are site specific <u>&</u> global.
- 4. There is no single best approach to growing, harvesting, processing, transporting, or utilizing woody biomass for the UP as a whole. The solutions are multi-faceted, multi-scaled & site-specific (context is key).
- **5.** It's not all about economics sense of place, lifestyle & culture matter!
- 6. Integration & cooperation are key residential to industrial scales.
- 7. "RC & D" Resource Conservation <u>before & during</u> Development Let's get the harvesting right before "bad habits" develop.



No Technical Barriers...



There are no technical reasons to prevent a major increase in utilisation of bioenergy from forests or agricultural land, and there are clear environmental benefits if this were to occur.

Given a supportive policy environment, **bioenergy can provide a sustainable solution** to future energy demands.



International Energy Agency



Issues to Overcome



The keys to the successful implementation of energy technologies, and in particular, biopower technologies, are overcoming issues that can be categorized as —regulatory, financial, infrastructural, and perceptual. - National Renewable Energy Lab

> Highlights of Biopower Technical Assessment: State of the Industry and the Technology April 2003 • NREL/TP-510-33502 R.L. Bain and W.A. Amos National Renewable Energy Laboratory Golden, Colorado M. Downing and R.L. Perlack Oak Ridge National Laboratory Oak Ridge, Tennessee National Renewable Energy Laboratory



Risk Management A Perceptual Barrier



- Schools (& others) are very risk averse, which is good, but...
- There is a misperception that the future supply & cost of wood fuels is a high risk.
- The supply is not going away it is growing.
- The price is historically more stable than any other fuel.
- What fossil fuel company will guarantee supply & price for 5 years?
- For many situations, the real risk is <u>not</u> converting to wood fuel!



Successful Projects Almost Always Have...



- 1. A Good Local Wood Source
- 2. The Right Team The Right Technology tap experience.
- 3. Political Will & Long-Term Commitment exercise your Yooper sense of place.
- 4. A Champion Don't have a champion? Don't expect success.
- 5. A High Energy Bill focus on "clusters" of users



"The Dog Ate My Homework"

Wilization & Restoration

BURN-UY

Voithe Upper Peni



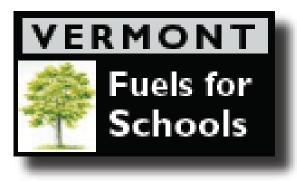




Or Will This ?

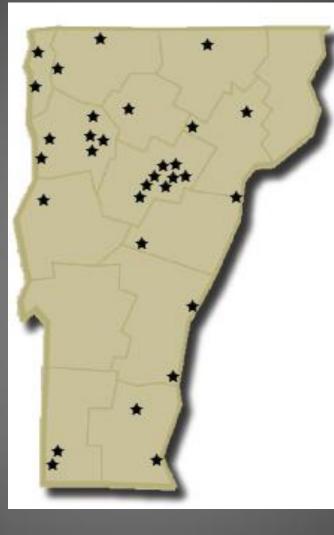






Over the last 15 years, 31 schools have installed woodchip systems.

Currently, 20 percent of all public school students in Vermont attend wood-heated schools.



BURN-UP

"The Department of Education and the State Board of **Education encourage** school districts to invest in cost-effective, energy-efficient facility improvements. Woodchip heating systems have proven to be both; they are a tremendous success story in Vermont schools..."

http://www.biomasscenter.org/services/school-wood-heat.html



Concerns Associated with Biomass Fuels



- Burning biomass usually takes more operator attention then burning conventional fuels.
- In contrast to other fuels, biomass fuel is variable in quality. It may require more vigilance and effort from the owner to ensure the desired fuel quality.
- It may require time and effort to set up a stable biomass fuel supply network in a region where one is not in place.
- Biomass does not burn as cleanly as natural gas. The public may be worried about a new biomass installation because of the reputation of wood burning as being "dirty".
- Some biomass systems require more maintenance than systems using conventional fuels.