

Minnesota NextGen Biomass Thermal Energy Grant











Kevin Hennessy, Bioenergy Manager Minnesota Department of Agriculture Prepared for Heating the Midwest Conference 2017, Minneapolis April 10, 2017



Minnesota NextGen Energy Grant Program, FY14

- NextGen Energy allotment through MDA's AGRI fund, FY14
- 35 applicants with 11 projects related to biomass thermal energy
- Five projects funded (1 biomass thermal) at ~ \$1.7 million and remainder of available funds <u>dedicated to a follow-up biomass</u> <u>thermal energy RFP</u>
- Biomass Thermal RFP requirements:
 - Max award \$150,000 for \$300+ project
 - Project off natural gas line
 - Project outside metro "statistical" area (11 counties)
 - 20/100 evaluation points about emissions profile of project



Koda Energy, Shakopee – biomass staging site funded through NextGen 2011 grant

Minnesota NextGen Biomass Thermal Energy Grant Program



Viking Company feed auger, Albany

- Five applicants with 4 projects awarded funds
- ~\$385K awarded for the 4 projects; 3 of the projects actual boiler/furnace installations at \$335K
- Another \$138K allotted to Minnesota State University at Mankato for an emissions testing program
- Total awards for grant round of \$522,135.

Goals of Biomass Thermal Grant Program (late 2014)

- Displace fossil fuel use (propane specifically)
- Create example supply-chain opportunities for logging industry
- Try biomass thermal in new sectors that may experience tangential benefits (e.g., poultry barn).
- Collect fuel use and price data to compare wood with propane use.



Wood chip storage bin-Itasca Community College, Grand Rapids



Propane storage currently used by Sawyer Community Center, Sawyer



Swheat Scoop test "clumps" (that look like Peeps that look like chickens)-AURI 2011.

Whitewater Gardens Farm

- Log Boiler, 2.5 mmBtu hydronic heating system
- Sold by The Log Boiler, Hudsonville, Michigan, <u>www.thelogboiler.com</u>
- Plans to heat 4 greenhouses, this past winter (first year in operation) heating 1 greenhouse
- Total award: \$34,600.00



Fond du Lac Band of Lake Superior Chippewa, Sawyer

- 1.7 MMBtu wood chip boiler from Woodmaster (<u>http://www.woodmaster.com/</u>)
- Part of FDL's overall sustainability efforts
- Delays have brought construction to this spring, so no data regarding fuel usage to date.
- Total award: \$150,000.



Sawyer Community Center, Sawyer

Viking Company, Albany



Viking Company, Albany-a Gold N Plump Fryer chicken facility

- EvenTemp 1.65 MMBtu Forced Air furnace (through Becker Fireplace http://www.beckerfireplacecenter.com/)
- Installed and running before the 2015-16 winter, so two years heating data
- Biomass project running sideby-side with identical chicken fryer barn
- Initial issues with obtaining insurance for poultry industry
- Total award: \$149,535.

Minnesota State University-Mankato Emissions Measurement Program

- Mankato State had previously housed IRETI*which had equipment to measure pellet stove emissions
- Equipment from IRETI plus new equipment and graduate seminar used to train students
- Measurements to be made in the field for the three biomass thermal projects in the grant program.



Equipment old and new, development of testing methods at Mankato State University, Mankato

* IRETI=International Renewable Energy and Technology Institute

Minnesota Bioincentive Program – Biomass Thermal Energy payments

- Part of state program to incentivize new biofuel/renewable chemical/biomass thermal energy production
- \$5 per MMBtu production biomass thermal production
- Minimum 250 MMBtu production per quarter to make a claim
- Must be able to measure and document production.
- Participation in program last 10 years from first reimbursement
- Sawyer Community Center project expected to be able to make claims to program.



Itasca Community College, Grand Rapids

Thank you/questions?



Orville L. Freeman Building, Switchgrass field

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