



Midwest Residential Heating Fuel Use Assessment

Heating the Midwest Conference & Expo
Apr. 24-26, 2013 • Carlton, MN

Fred Iutzi¹, Xiaolan Liu¹, & David Ripplinger²

1. Illinois Institute for Rural Affairs at Western Illinois University

2. Dept. of Agribusiness & Appl. Economics, North Dakota State University

HTM Biomass Resources & Demographics Action Team

- Pete Aube, Potlatch Corp.
- Steve Bertjens, USDA
- Stuart Birrell, ISU
- Cara Carper, SW Badger RC&D
- Mike Curci, Andritz Inc.
- Al Doering, AURI
- Nate Dorr, NWMF
- Mary Eaton, Idea Circle
- Lindberg Ekokka, MFRC
- Rod Enberg, Enberg Logging Sup.
- Jill Euken, ISU
- Cam Fanfulik, NWRDC
- Dave Fiebelkorn, Woodshed Ren.
- Joel Haskard, UMN
- Steve Hubbard, State of WI
- Scott Hull, State of WI
- Fred Iutzi, IIRA
- Steve John, AWI
- Bill Johnson, BCS
- Kevin Kephart, SDSU
- Kimberly Korbecki, State of MI
- Joe Kramer, Energy Ctr. of WI
- Nan Larson, AURI
- Gail Levenson, Cass Co., MN
- Mark Lindquist, State of MN
- Xiaolan Liu, IIRA
- Thein Maung, NDSU
- Amanda Mott, State of WI
- Steve Olson, Fond du Lac Res.
- Lissa Pawlisch, UMN
- Don Peterson, Ren. Res. Solutions
- Becky Philipp, AURI
- Mike Polzin, MN Power
- Gary Radloff, UW
- Chris Reynolds, Phoenix Recycling
- Steve Richter, TNC
- Dave Ripplinger, NDSU
- Scott Robinson, CVAE
- Dean Sedgwick, Itasca Power
- Wade Stomgren, RMS
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- Mike Troge, Oneida Nation
- Bruno Zagar, Fond du Lac Res.
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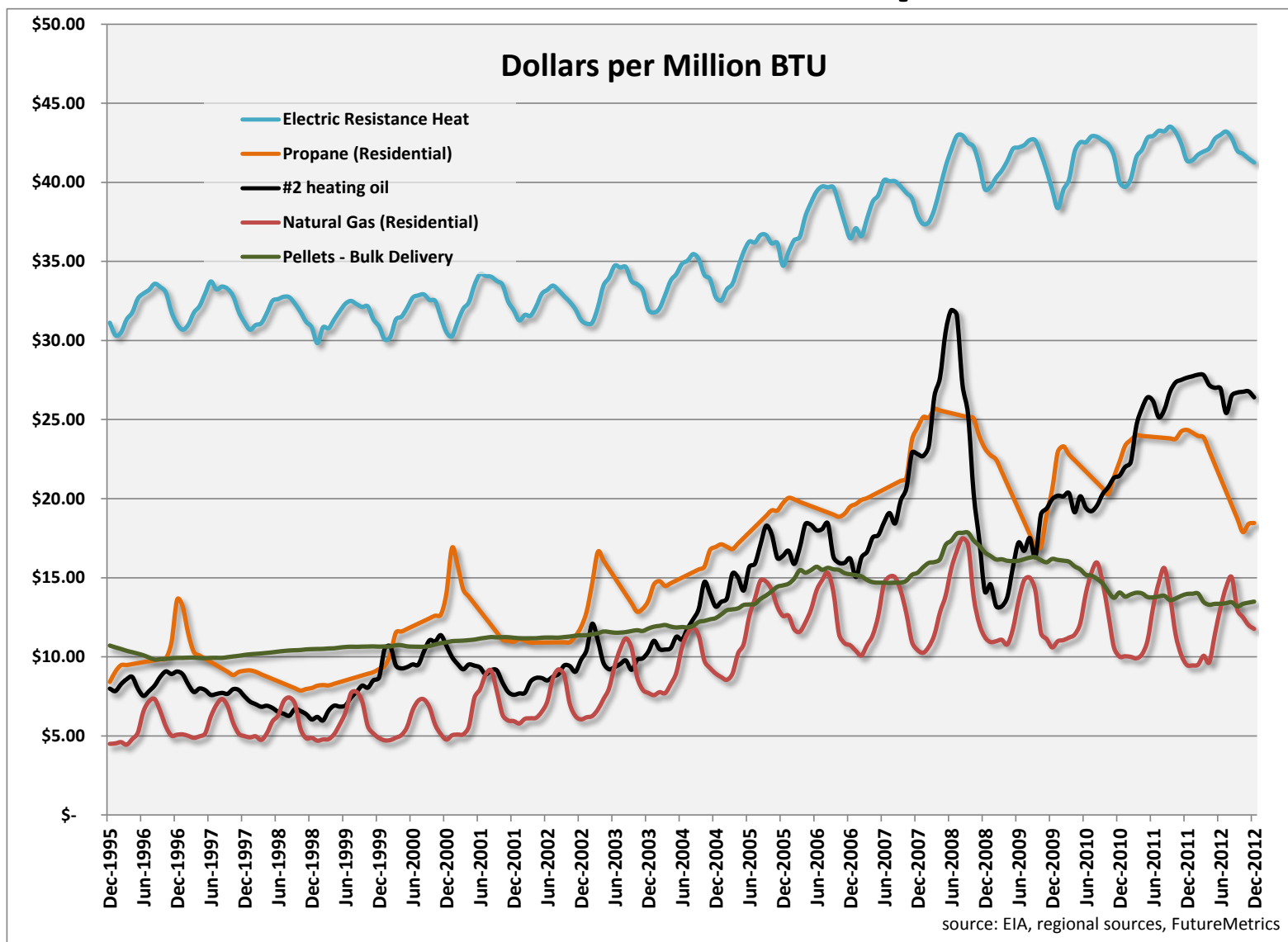
Team leadership
Becky Philipp &
Al Doering



Study authors
Fred Iutzi, Xiaolan Liu,
& David Ripplinger



Residential heating: The low-hanging fruit of biomass development



source: EIA, regional sources, FutureMetrics

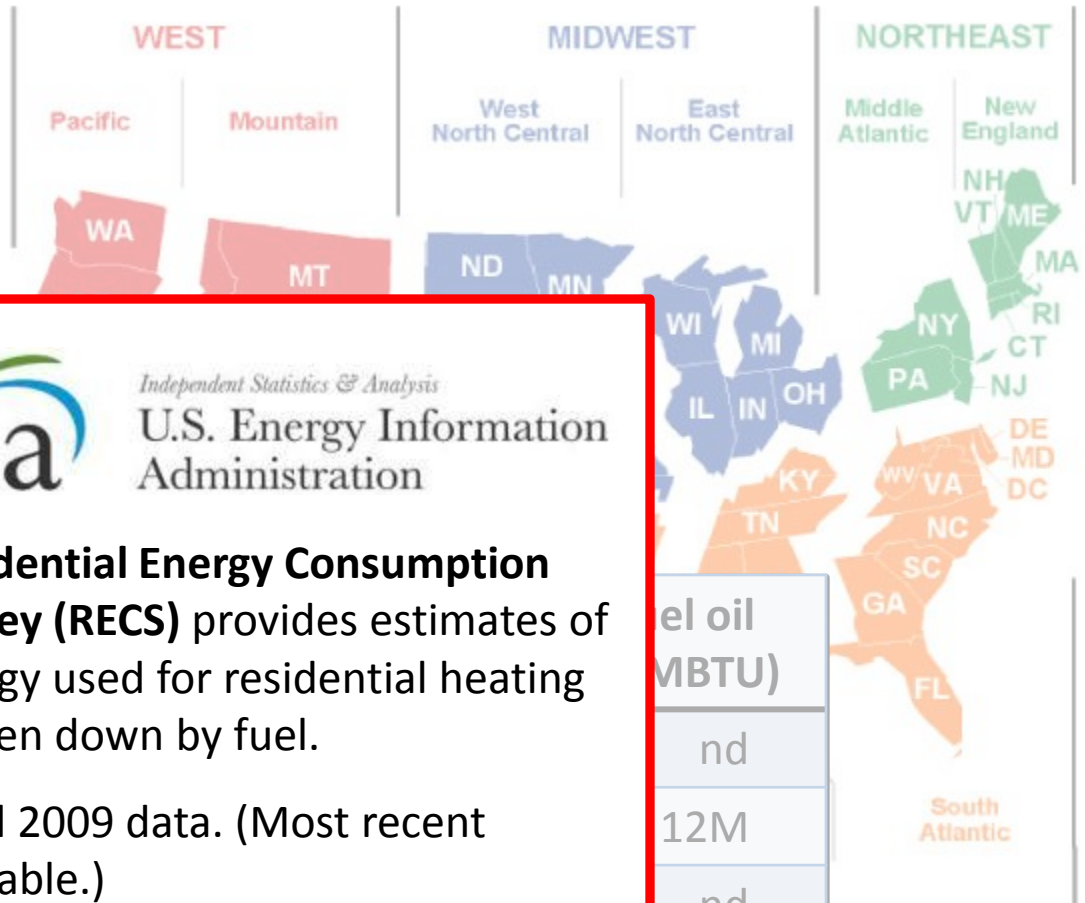


Problem statement

- Developing residential biomass markets involves displacing existing heating fuels.
- Therefore existing heating fuel use is one of the bases for assessing local and regional biomass market potential.
- ...but fuel use statistics are usually only reported at the state level.
- So finer-scale numbers could be helpful.



Data



Independent Statistics & Analysis
 U.S. Energy Information Administration

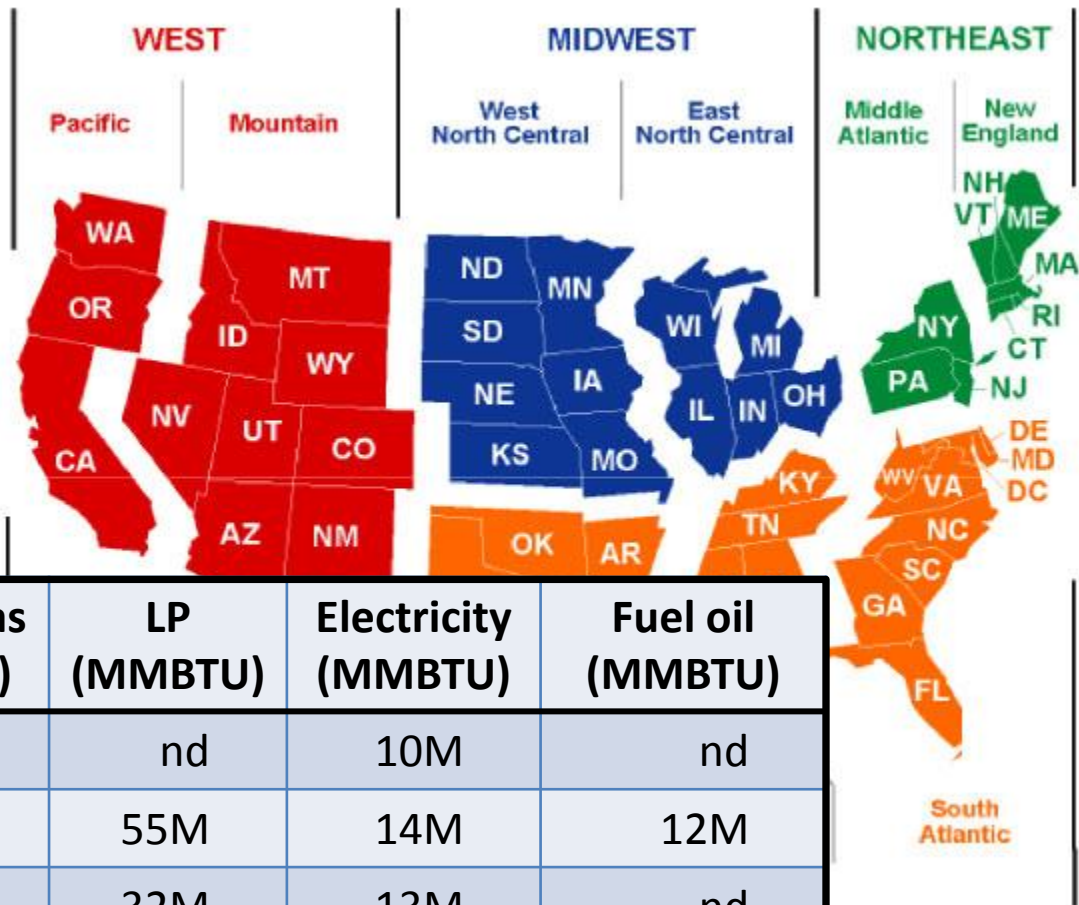
Residential Energy Consumption Survey (RECS) provides estimates of energy used for residential heating broken down by fuel.

Used 2009 data. (Most recent available.)

Geography	Natural Gas (MMBTU)	Oil (MMBTU)	Coal (MMBTU)	Electricity (MMBTU)	Other (MMBTU)
IL					nd
IA – MN – ND – SD					12M
IN-OH					nd
KS – NE					nd
MI	225M	24M	6M		nd
MO	68M	16M	13M		nd
WI	106M	12M	4M		8M

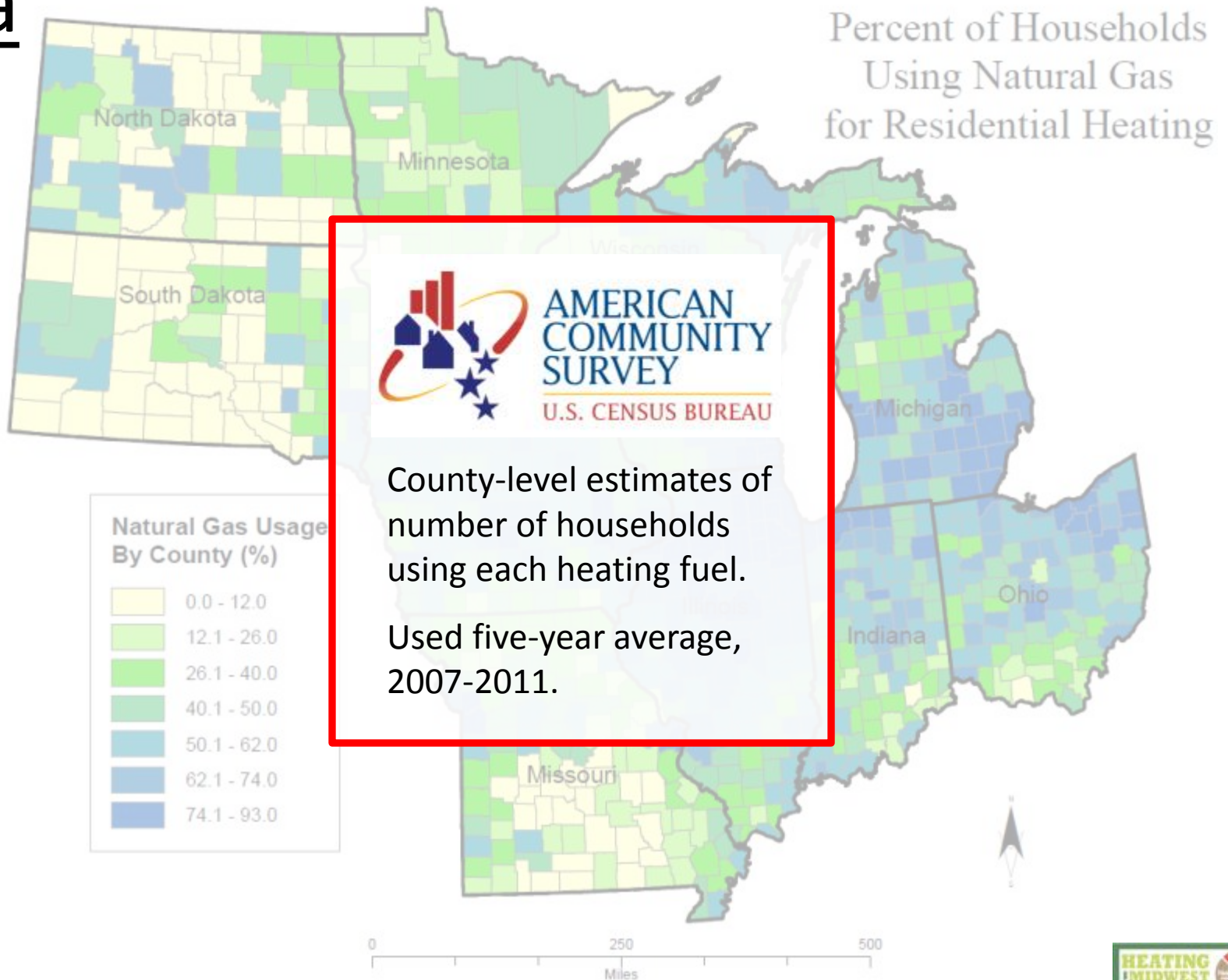


Data

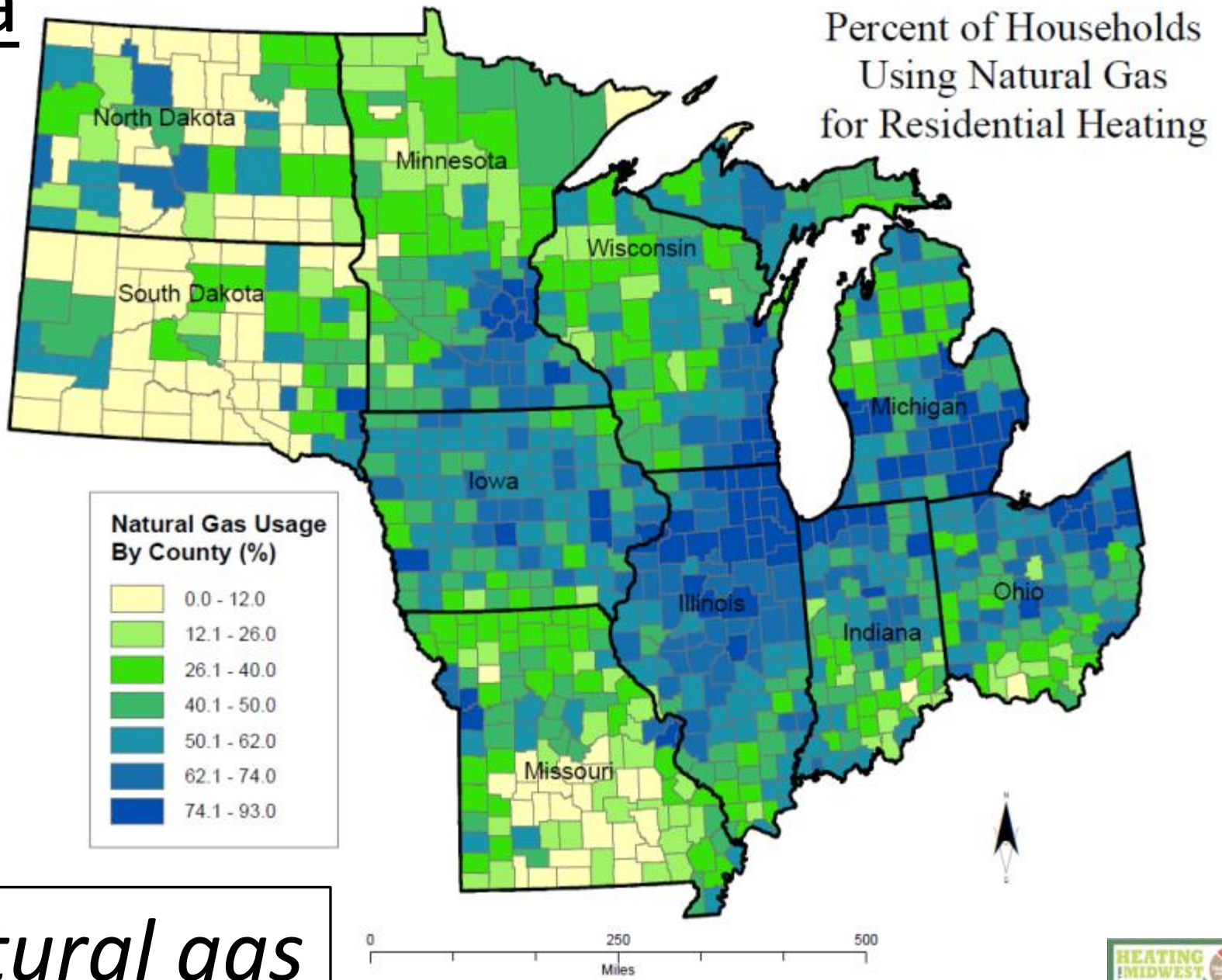


Geography	Natural gas (MMBTU)	LP (MMBTU)	Electricity (MMBTU)	Fuel oil (MMBTU)
IL	289M	nd	10M	nd
IA – MN – ND – SD	158M	55M	14M	12M
IN-OH	296M	32M	13M	nd
KS – NE	77M	nd	6M	nd
MI	225M	24M	6M	nd
MO	68M	16M	13M	nd
WI	106M	12M	4M	8M

Data



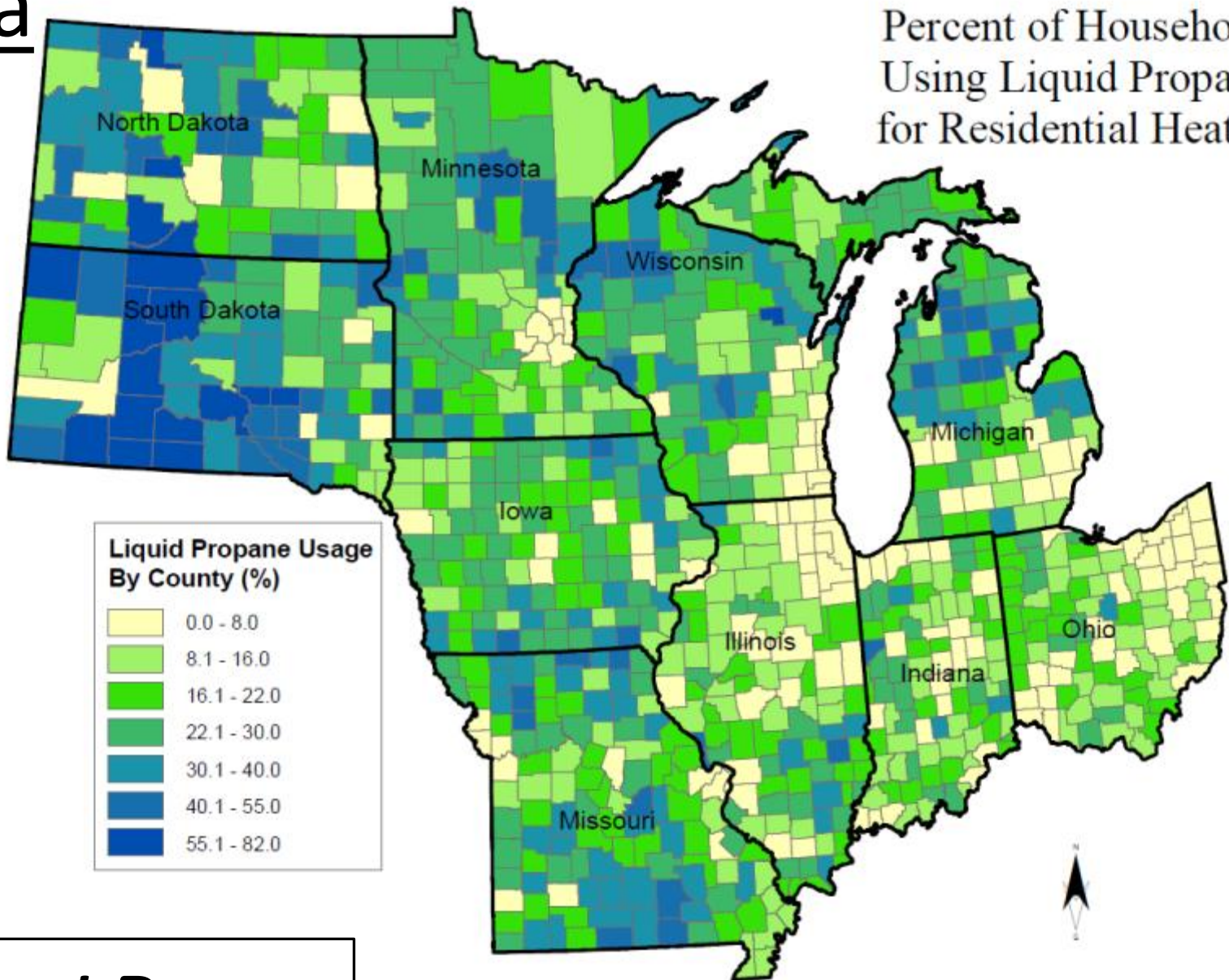
Data



Natural gas

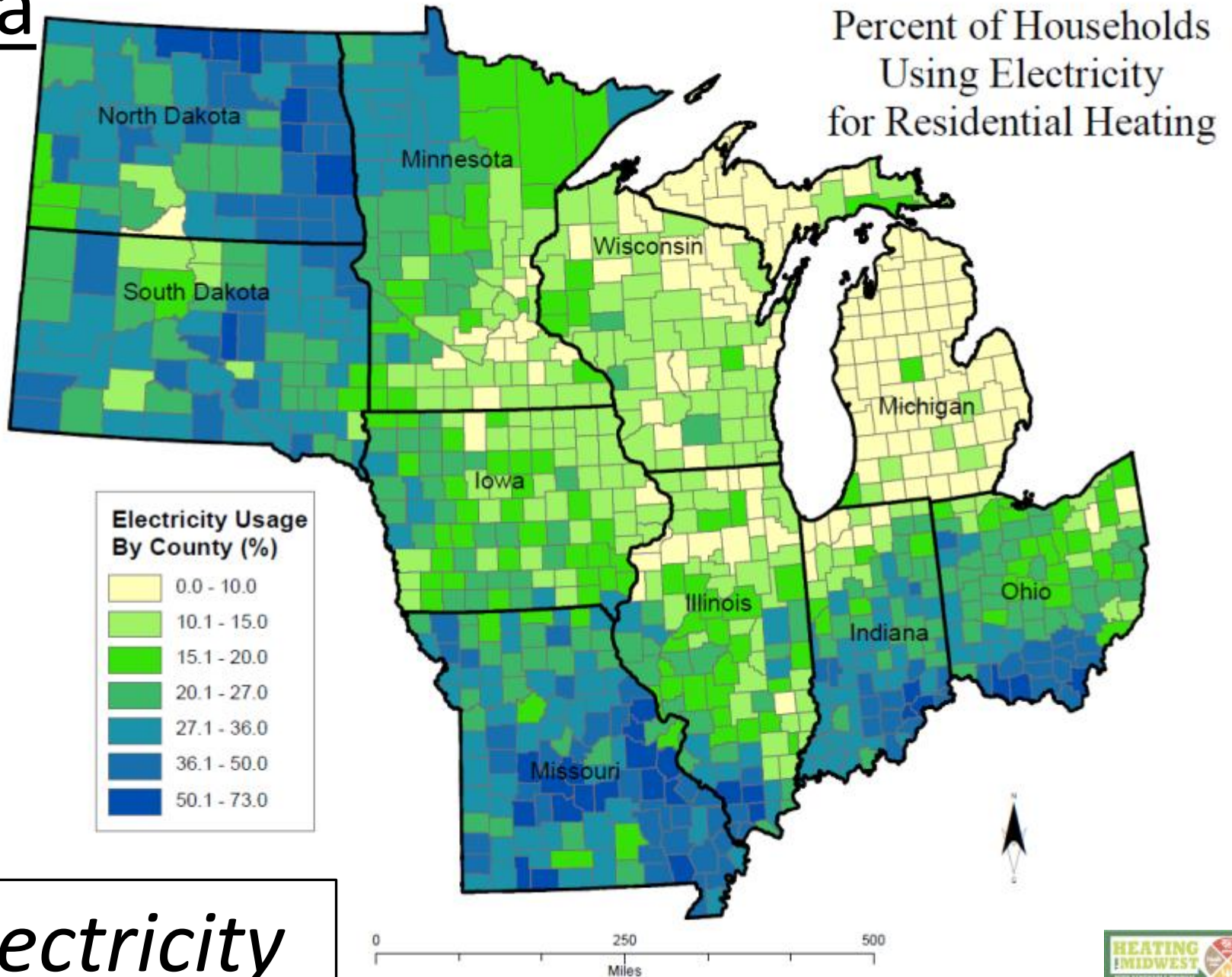
Data

Percent of Households Using Liquid Propane for Residential Heating



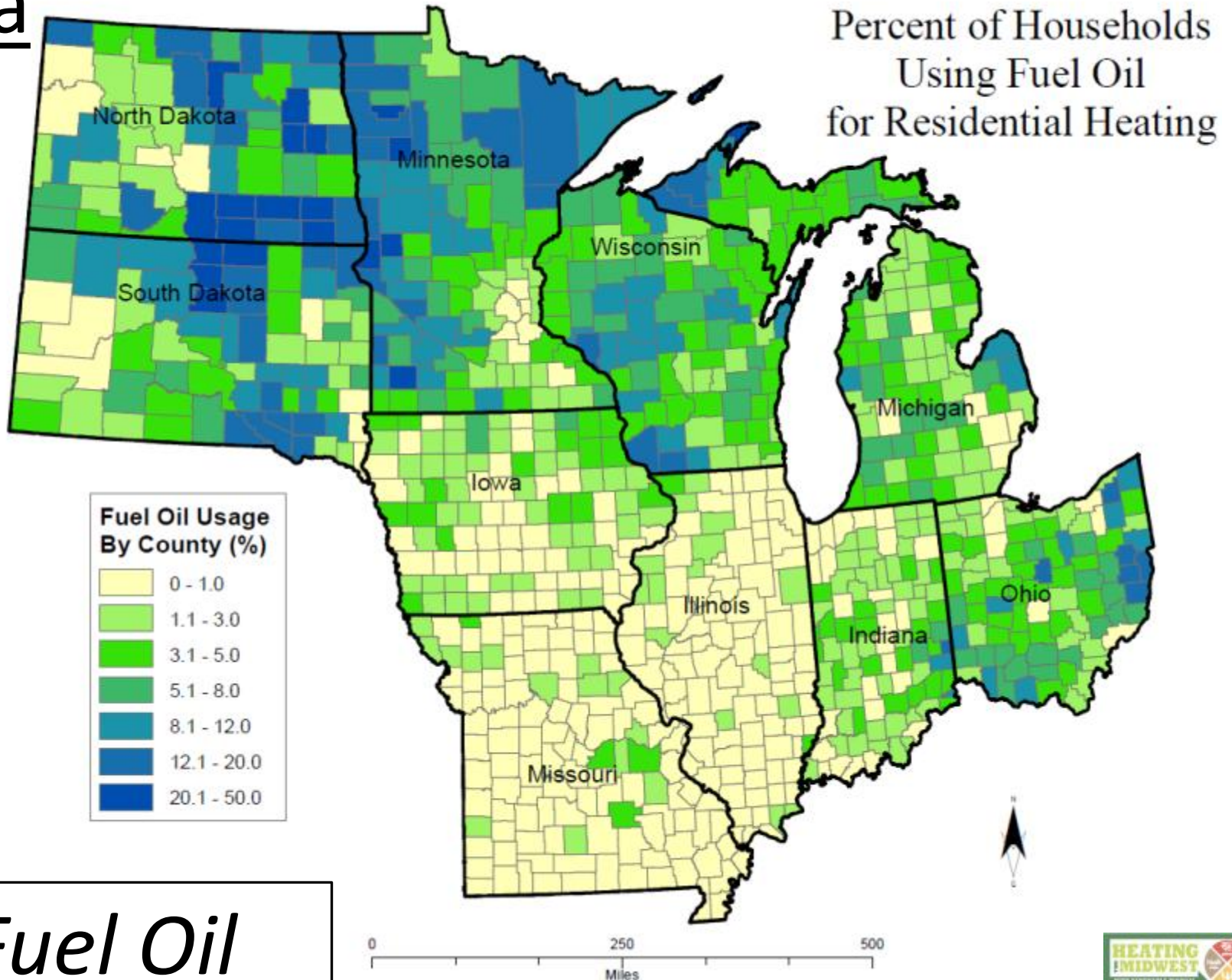
LP

Data



Electricity

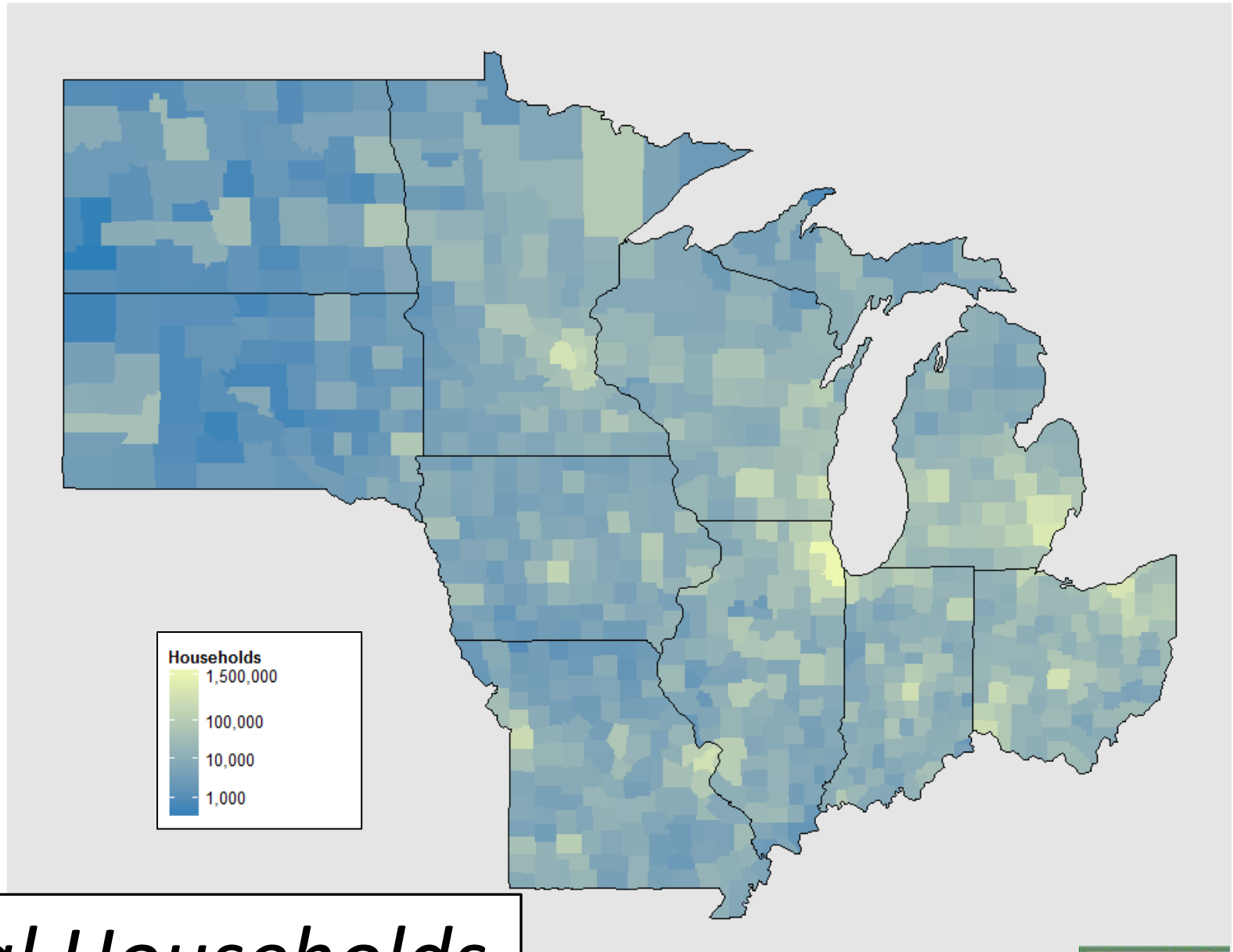
Data



Fuel Oil

Data

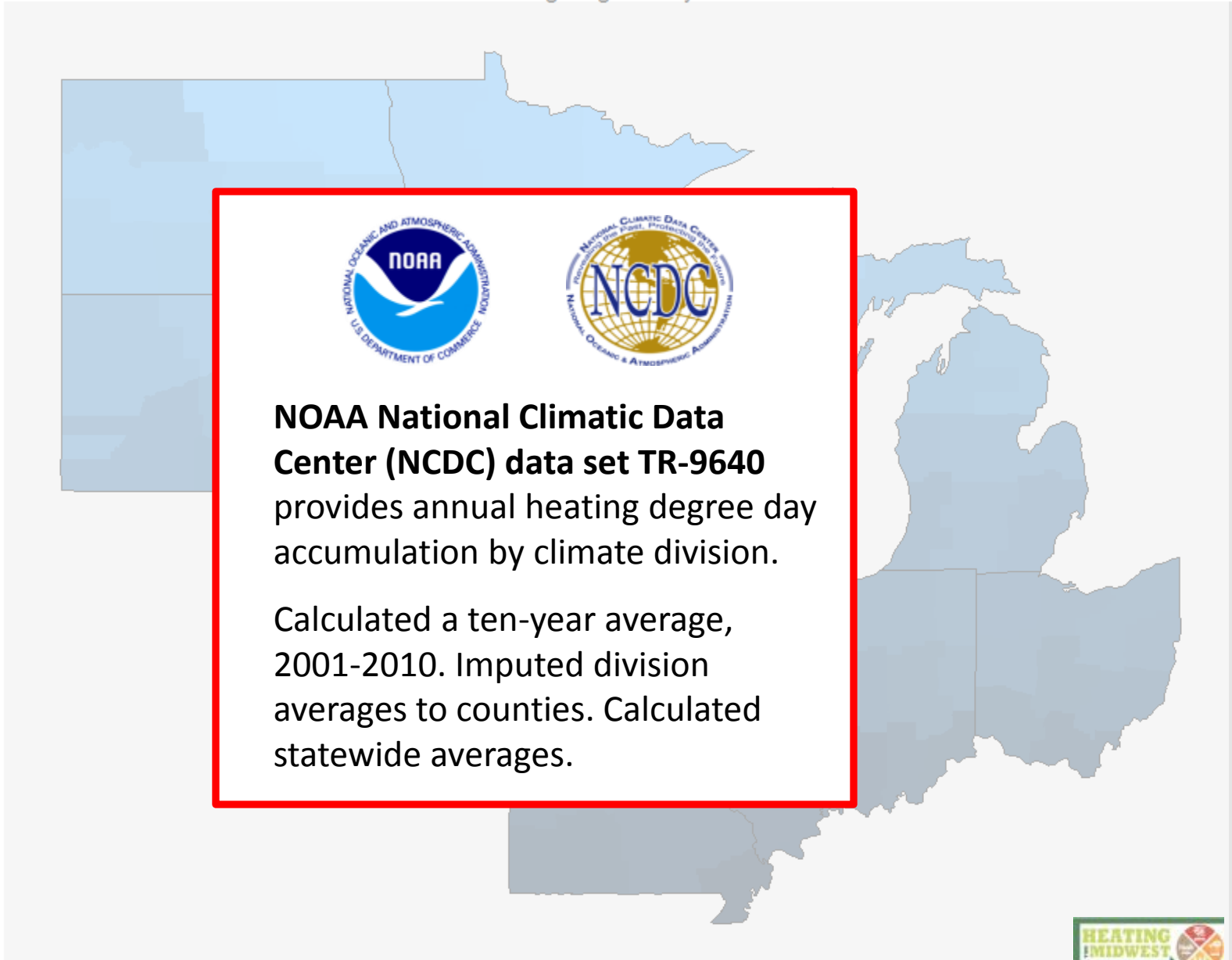
Total number of households



Total Households

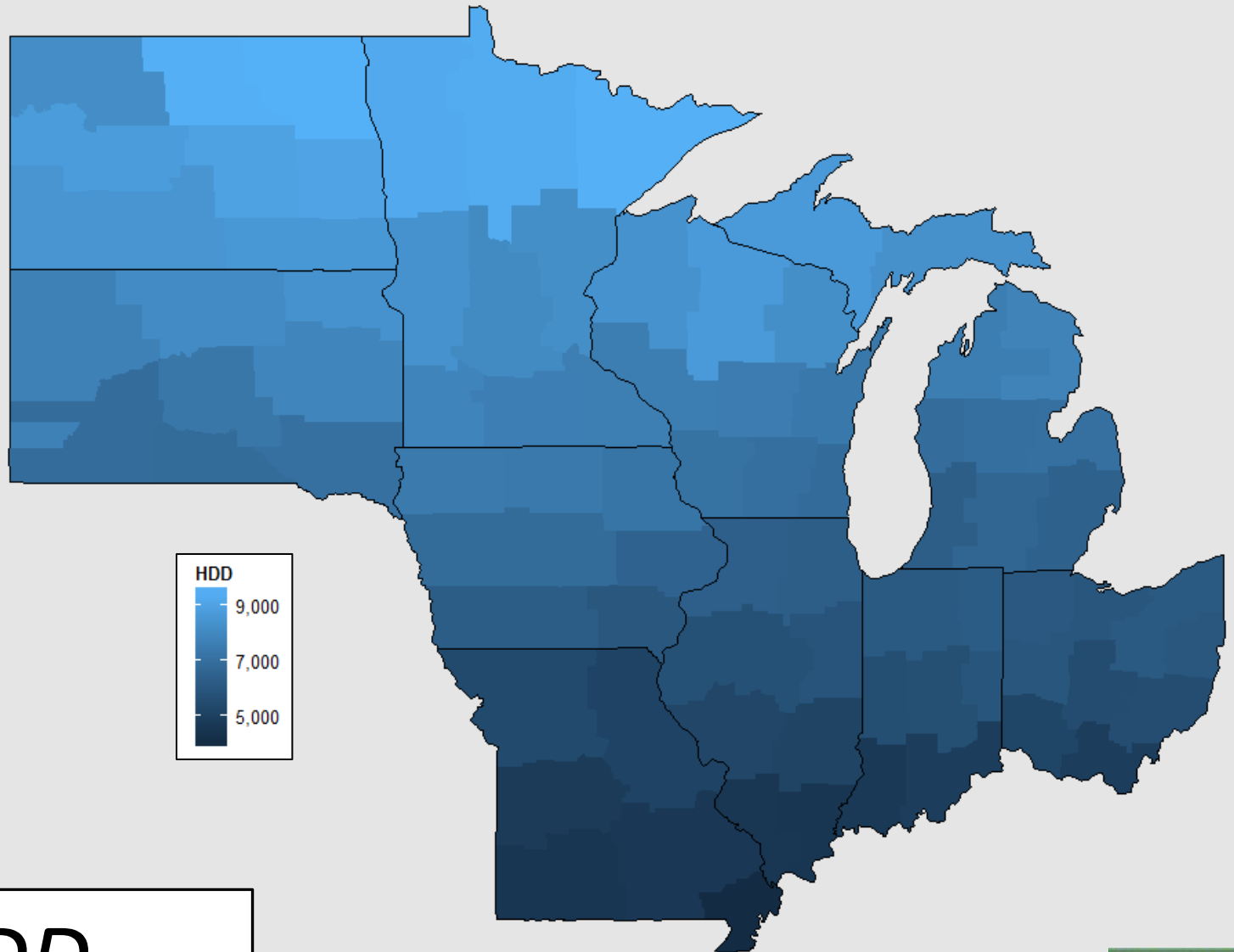
Data

Annual Heating Degree Day accumulation



Data

Annual Heating Degree Day accumulation



HDD



Methods

- For each state or multi-state grouping, calculated fuel consumption in MMBTU per household per HDD. Repeated for each fuel.

$$\text{MMBTU / household / HDD} = \text{consumption factor}$$

- IA - MN - ND - SD
 - IL
 - IN - OH
 - MI
 - MO
 - WI
- NG
 - LP
 - Elec.

- For each county, multiplied corresponding state consumption factor by total households and annual HDD. Repeated for each fuel.

$$\begin{aligned} &\text{consumption factor} \\ &\times \\ &\text{total households} \\ &\times \\ &\text{annual HDDs} \\ &= \\ &\text{fuel consumption MMBTU} \end{aligned}$$

- Each of:
 - 305 co.
 - 102 co.
 - 180 co.
 - 83 co.
 - 115 co.
 - 72 co.
- NG
 - LP
 - Elec.

- For each county, calculated hypothetical biomass demand under scenarios of 10% & 25% displacement of LP + electricity.

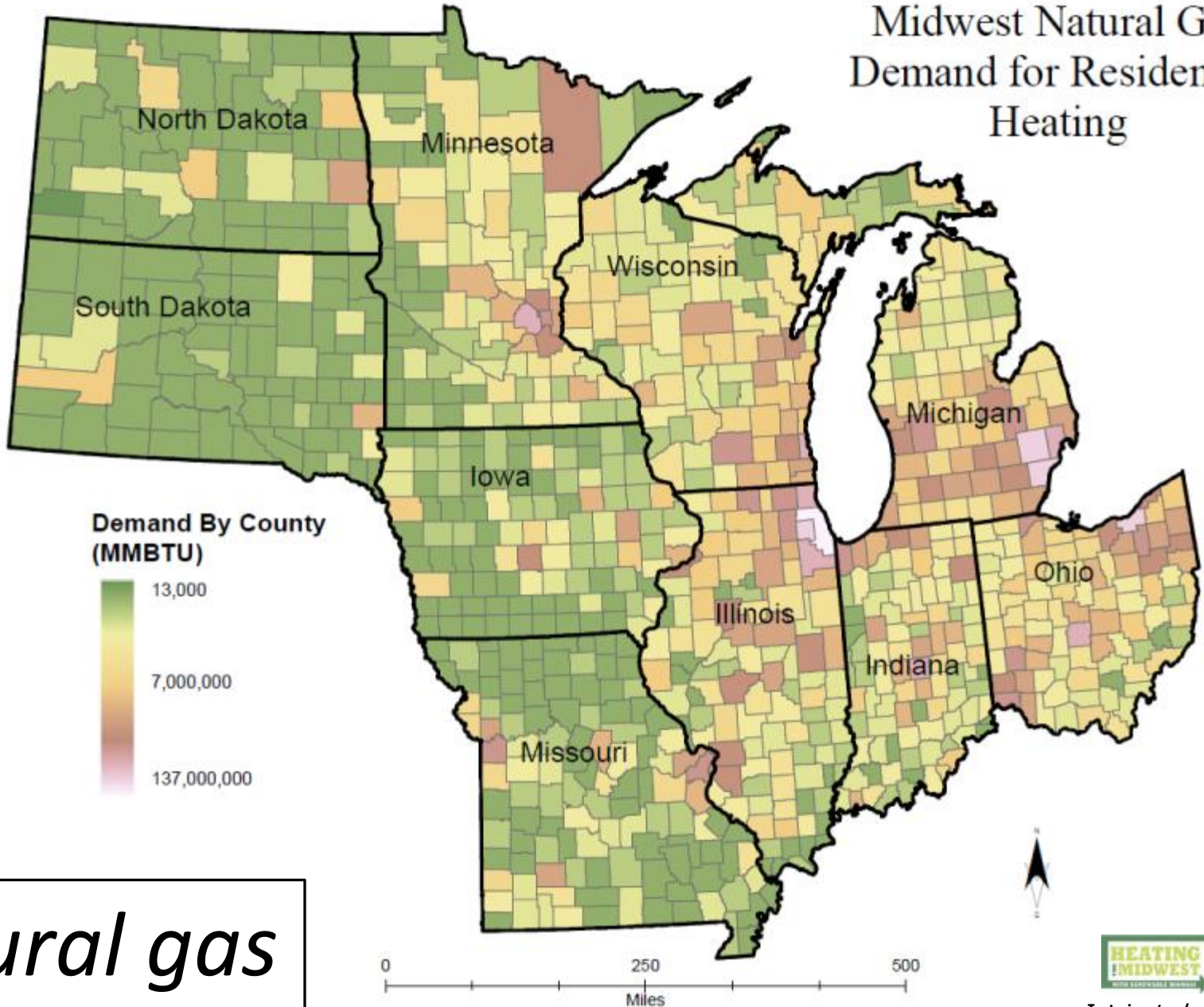
$$\begin{aligned} &(\text{LP MMBTU} + \text{Elec. MMBTU}) \\ &\times \\ &\% \text{ displacement} \\ &/ \\ &16 \text{ MMBTU / t DM} \end{aligned}$$

- Each of:
 - 857 co.
- 10%
 - 25%



Results

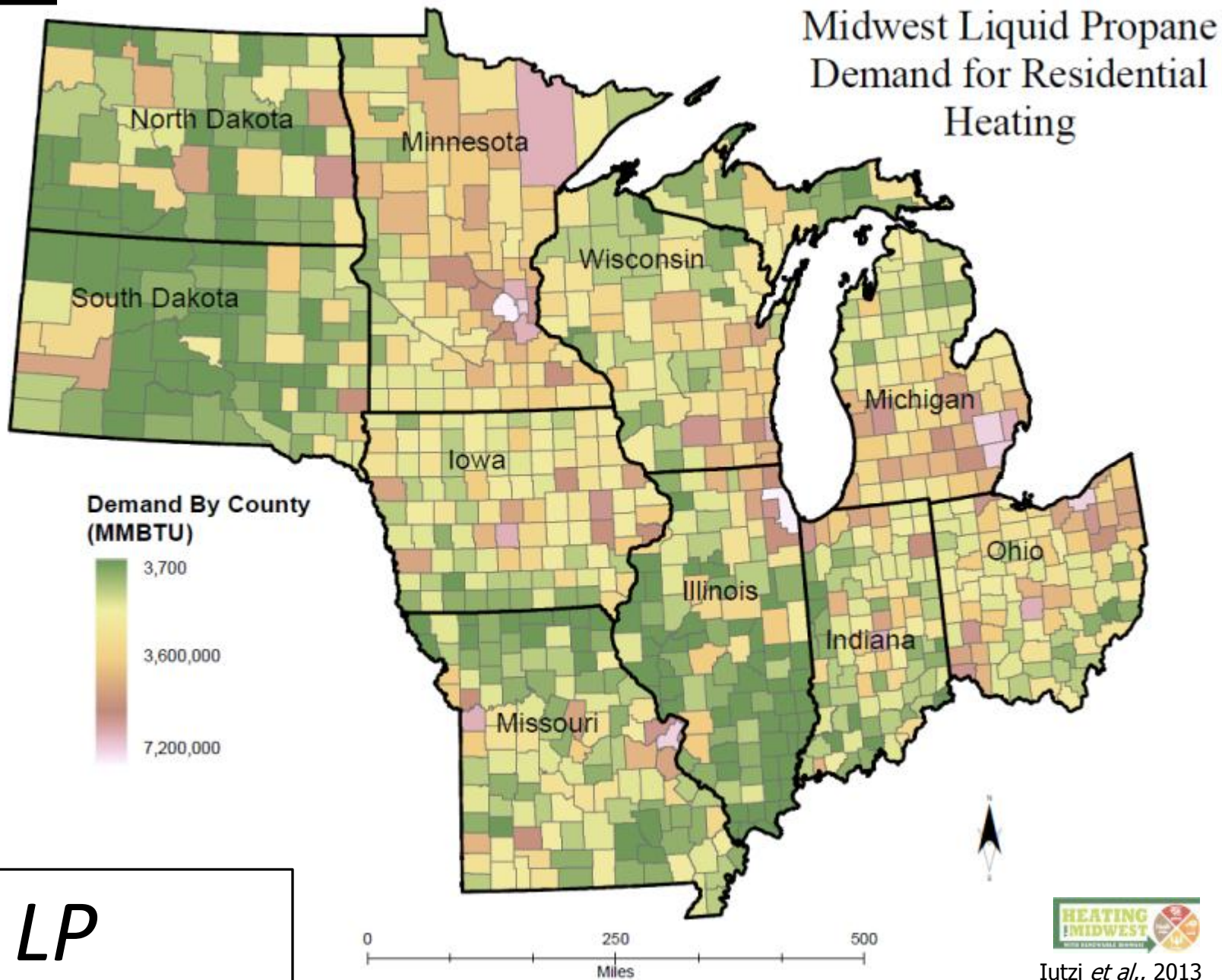
Midwest Natural Gas Demand for Residential Heating



Natural gas

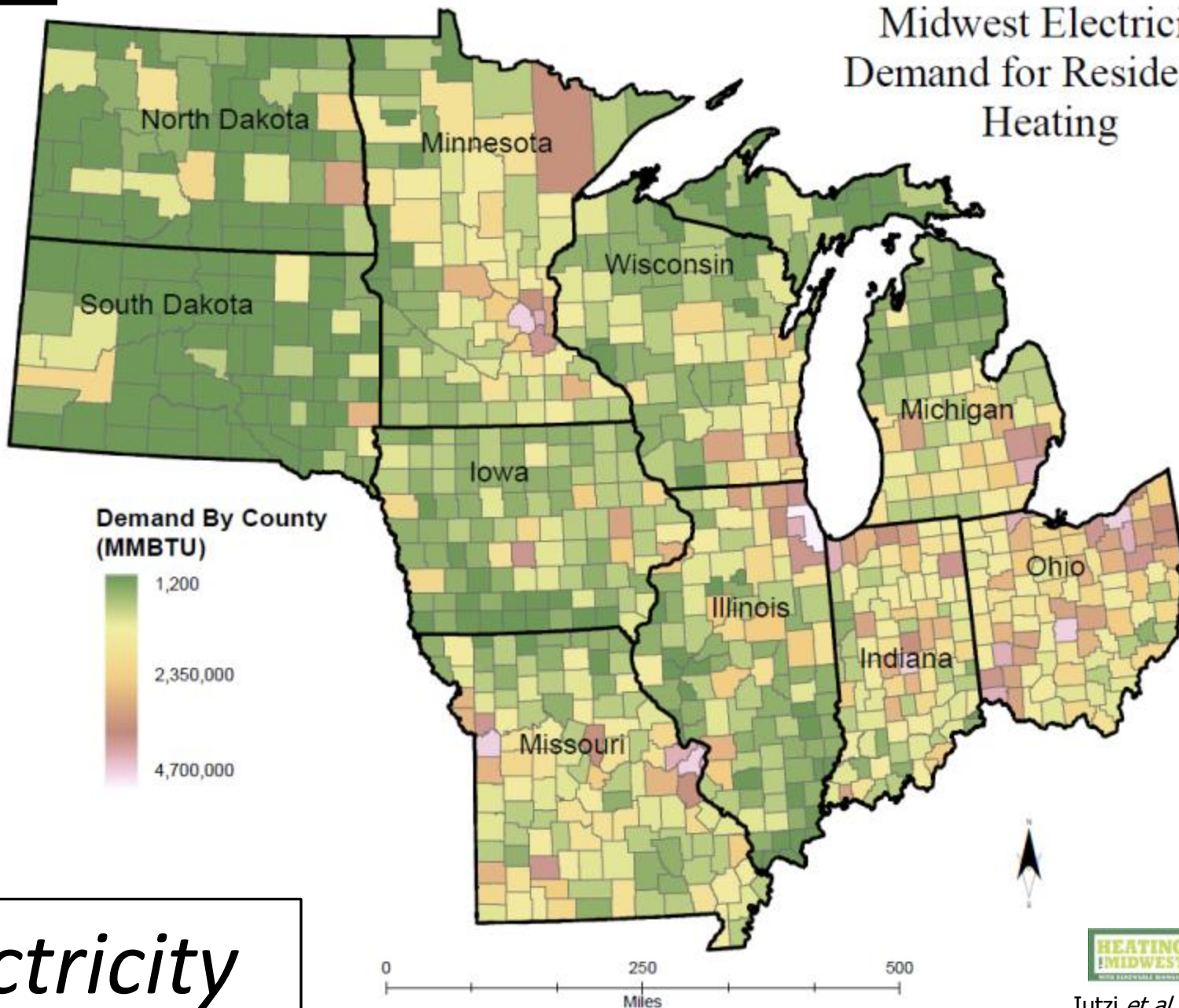


Results



Results

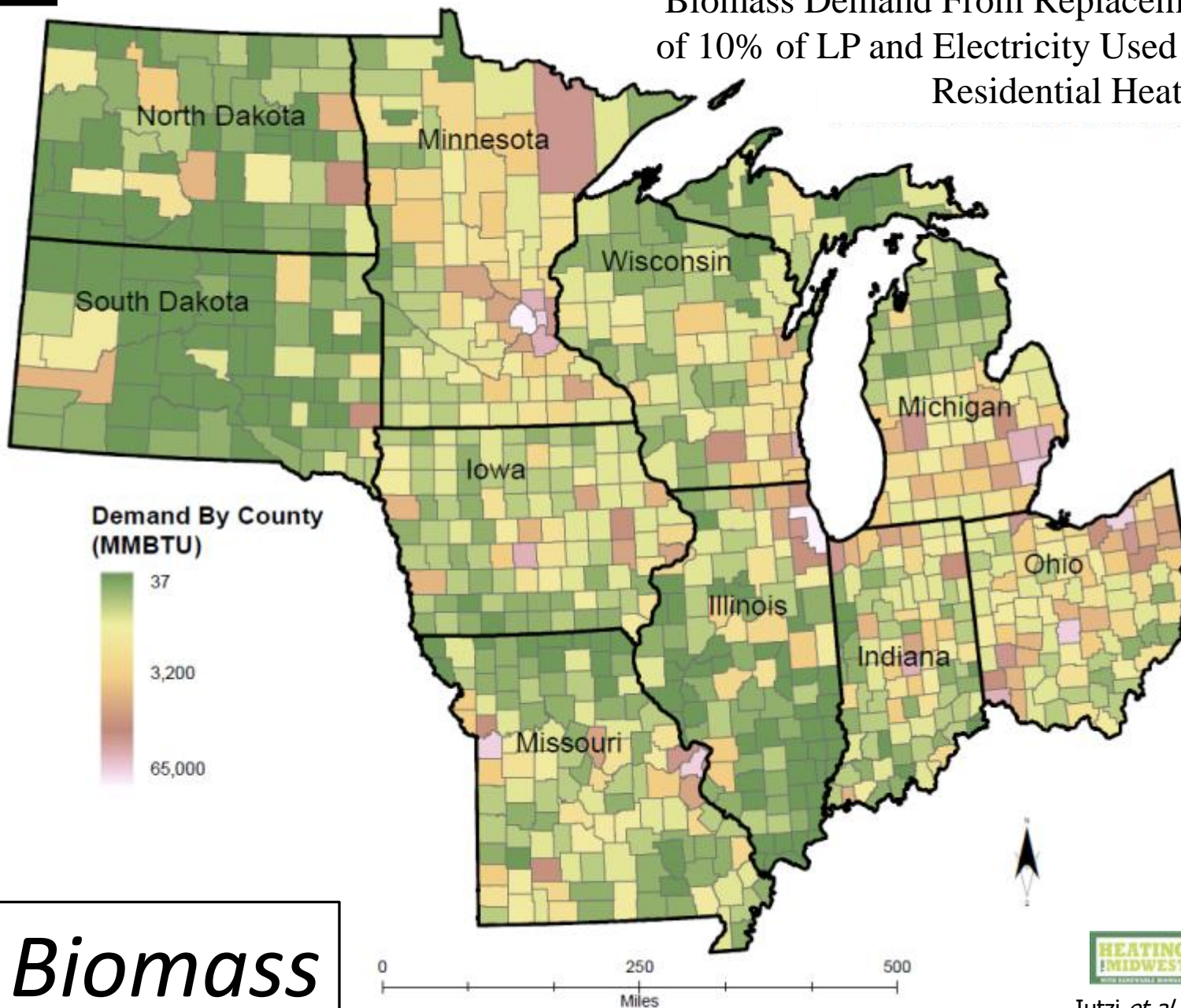
Midwest Electricity Demand for Residential Heating



Electricity

Results

Biomass Demand From Replacement
of 10% of LP and Electricity Used for
Residential Heating

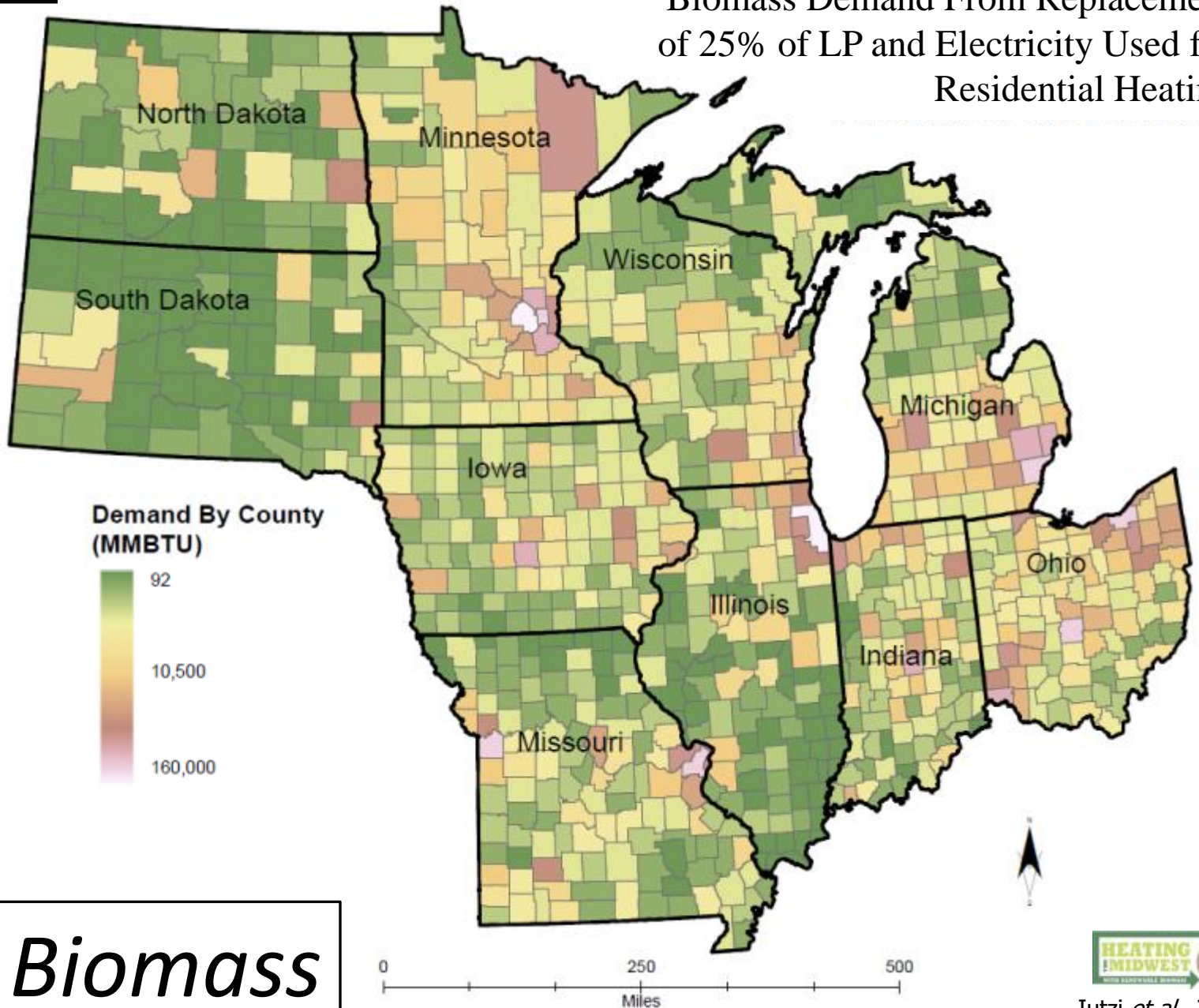


10% Biomass



Results

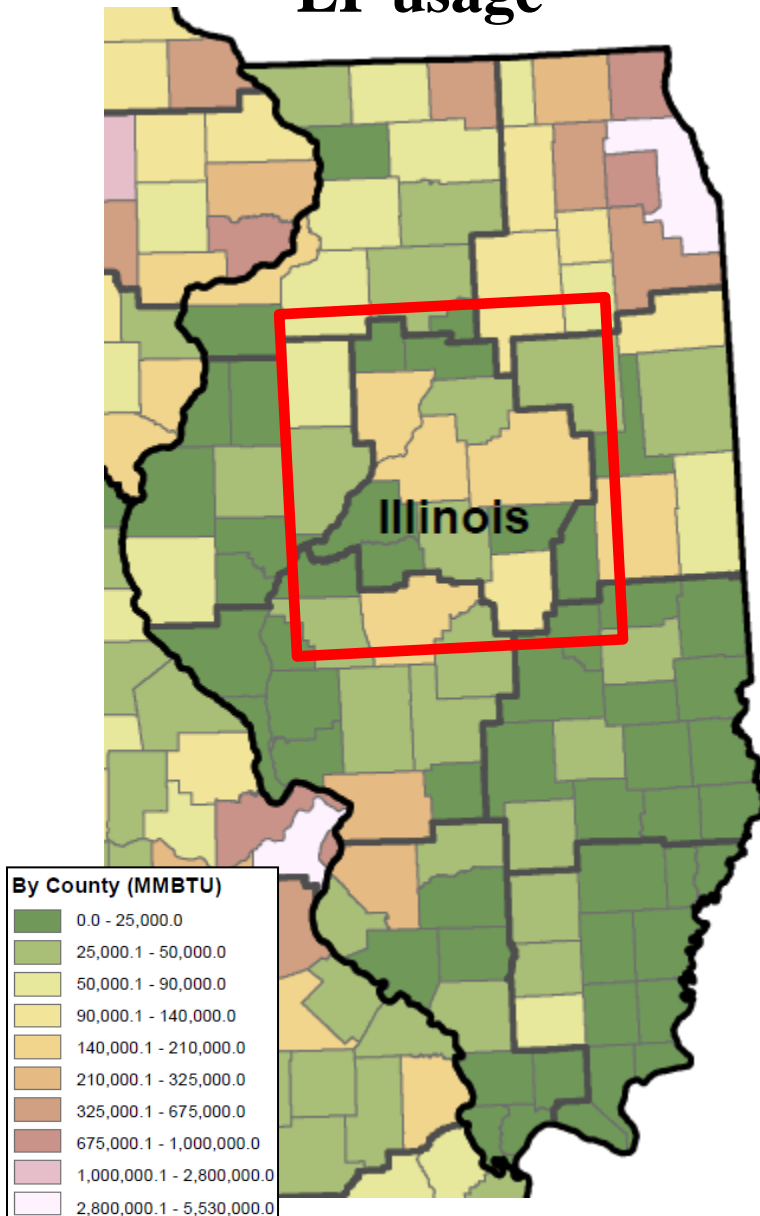
Biomass Demand From Replacement
of 25% of LP and Electricity Used for
Residential Heating



25% Biomass

Use of results: Example 1

LP usage



IL Climate Division 4

County	LP (MMBTU)	Electricity (MMBTU)
DeWitt	17,439	14,864
Logan	28,492	24,284
Macon	115,523	98,462
Marshall	13,118	11,181
Mason	16,657	14,197
McLean	164,417	140,136
Menard	12,854	10,956
Peoria	195,483	166,614
Stark	6,146	5,238
Tazewell	140,344	119,618
Woodford	36,504	31,113
TOTAL	746,977	636,664

Use of results: Example 1

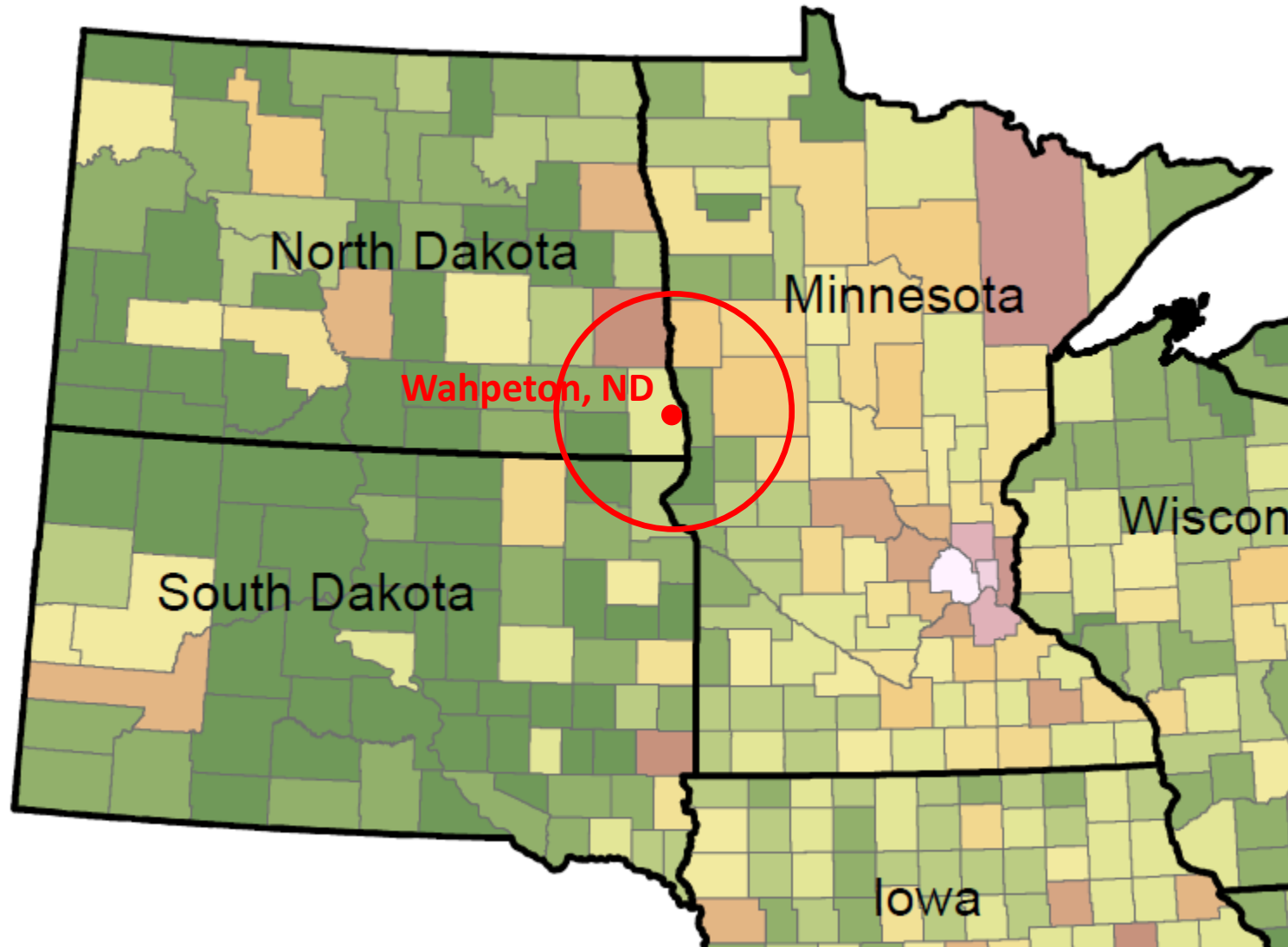
Fuel consumed	MMBTU
Propane	747,000
Electricity	637,000
<i>Total high-price fuels</i>	<i>1,380,000</i>
10% scenario	138,000
15% scenario	207,000
Biomass demand	t DM / yr*
10% scenario	8,620
25% scenario	12,900

**11 counties of IL
Climate Division 4**

* Assuming 16 MMBTU / t DM.



Use of results: Example 2



Use of results: Example 2

Wahpeton, ND region

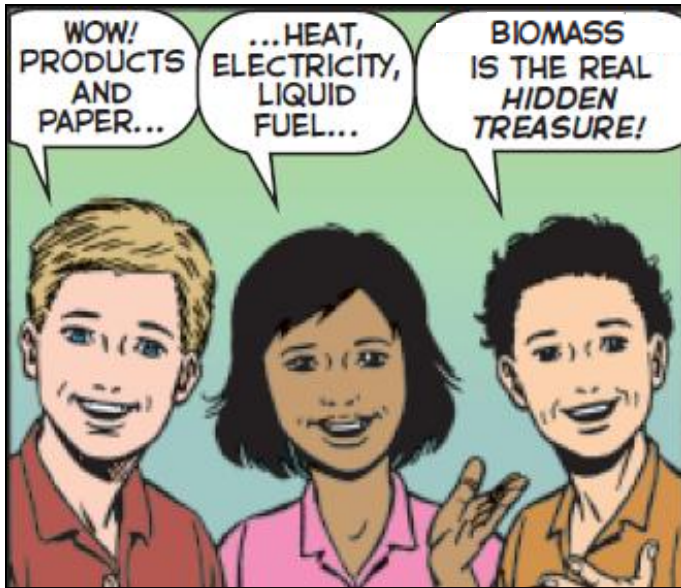
- Clay, MN
- Grant, MN
- Otter Tail, MN
- Traverse, MN
- Wilkin, MN
- Cass, ND
- Ransom, ND
- Richland, ND
- Sargent, ND
- Marshall, SD
- Roberts, SD

Fuel consumed	MMBTU
Propane	2,160,000
Electricity	950,000
<i>Total high-price fuels</i>	<i>2,710,000</i>
10% scenario	270,000
25% scenario	680,000
Biomass demand*	t DM / yr
10% scenario	17,000
25% scenario	42,500

* Assuming 16 MMBTU / t DM.



Accessing the results

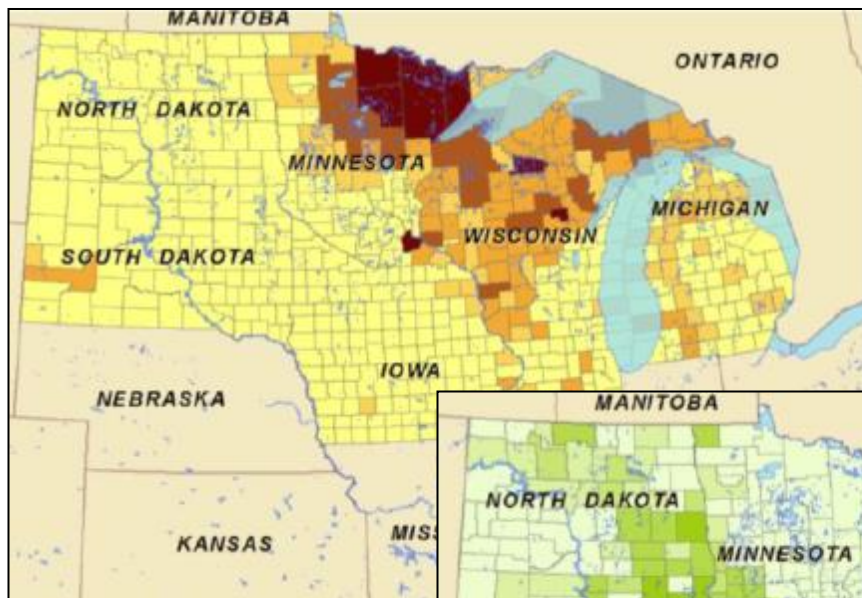


Deschaine (NACD), 2007

- Spreadsheet of county-level results to be posted with slides on HTM website.
- Report will be published later in 2013.

www.heatingthemidwest.org

2012 Biomass Inventory



Midwest Biomass Inventory Assessment

April 2012

David Ripplinger
Rishma Katal

Department of Agribusiness and
Applied Economics

North Dakota State University

Midwest Biomass Inventory Assessment

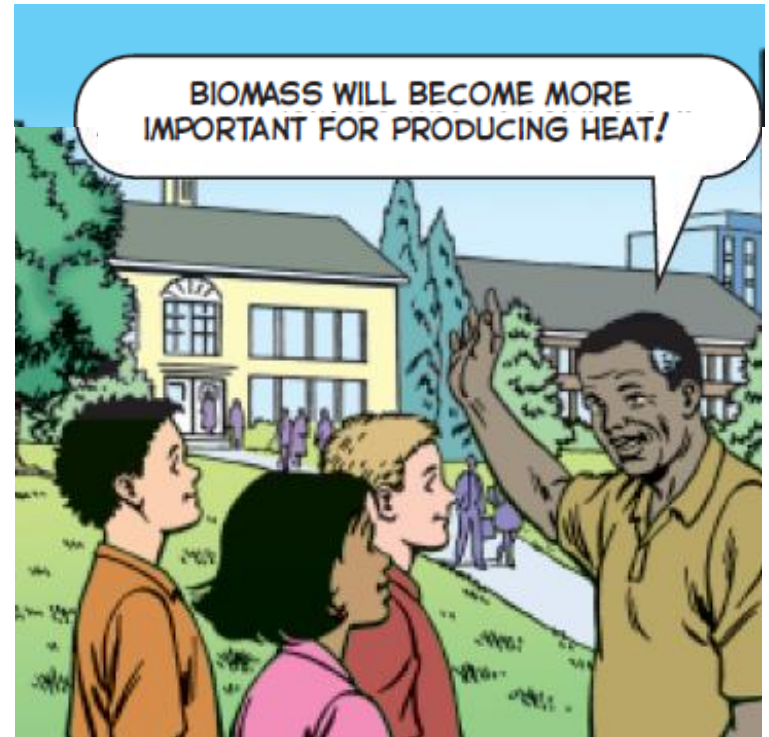
www.auri.org/2012/04/midwest-biomass-inventory/



Iutzi *et al.*, 2013

Next directions

- Expand assessment to commercial & ag sectors
- Link consumer demographics to market behavior
- Integrate natural gas distribution infrastructure and price information into assessment
- Other directions?



Deschaine (NACD), 2007

HTM Biomass Resources & Demographics Action Team

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Team contact

Becky Philipp, AURI

218-280-8575

bphilipp@auri.org



Author contacts

Fred Iutzi, MS, IIRA at WIU
f-iutzi@wiu.edu, 309-298-1453

Xiaolan Liu, PhD, IIRA at WIU
x-liu@wiu.edu, 309-298-2526

David Ripplinger, PhD, NDSU
david.ripplinger@ndsu.edu, 701-231-5265

