Montana Agricultural Biomass Residual Overview



AE Biofuels Pilot Facility, Butte MT

Department of Environmental Quality

Renewable Energy and Clean Air **Program**

January 7, 2010 Brian Spangler and Howard Haines



DEQ Energy and Pollution
Prevention Bureau has had a long
relationship with Department of
Energy (DOE) Biomass and
Bioenergy program. DEQ has
worked on biomass and bioenergy
development in the state in
cooperation with DOE since 1982.



OVERVIEW

- Agricultural Sources of Biomass
- Benefits of Ag Biomass
- Agricultural Residual
- Potential Agricultural Residual Locations
- Biomass Energy Applications
- Conversion Technologies
- Challenges
- Solutions



Sources of Agricultural Biomass

- Biomass energy or "bioenergy" the energy from plants and plant-derived materials.
- Wood is the largest biomass energy resource
- Other agricultural sources of biomass include
 - food crops
 - grassy and woody plants
 - residues from agriculture or forestry
 - organic component of municipal/industrial wastes
 - Manure and landfill gas (60% methane, a natural gas).

Benefits of Using Biomass

Ag Biomass use is favored in rural areas:

- 1. Use CO2 when they grow
- Reduce all 3 GHG emissions when used (CO₂, CH₃, N₂0)
- 3. Reduce transport energy (regional use)
- 4. Reduces "fossil" CO2 emissions
- 5. Only replacement for "transportation" liquid fuels

Biofuels and the Carbon Cycle Critical Components of Sustainable Bioenergy Production Systems Transmitted Sustainable Bioenergy Production Systems Sustainable Bioenergy Production Systems Resource Basing Pr

But Starred areas also emit

Source of underlying graphic: Smith, C.T., L. Biles, D. Cassidy, C.D. Foster, J. Gan, W.G. Hubbard, B.D. Jackson, C. Mayfield and H.M. Rauscher, "Knowledge Products to Inform Rural Communities about Sustainable Forestty for Bioenergy and Biobased Products", IUFRO Conference on Transfer of Forest Science Knowledge and Technology, Troutlen, Oregon, 10-13 May 2005

Benefits of Using Biomass

Supports U.S. agricultural and forest-product industries. Main biomass feedstocks are paper mill residue, lumber mill scrap, and municipal waste.

Current biomass fuels,

- Corn (for ethanol)
- Wheat and barley (ethanol)
- Soybeans and canola (for biodiesel)

Near Future

Corn stover (the stalks & husks) and wheat straw

Long-term plans: growing dedicated energy crops on land that we not support intensive food crops

- A. Grasses from CRP lands
- B. Surplus grain straw and low quality hay
- C. Sugar Beet Pulp
- D. Sileage crops as rotation crop
- E. Hybrid poplar/willow trees
- F. Feedlots and Dairy (Biofuels)

Montana Agricultural Residual Grasses planted onto CRP

Current Rule (USDA Conservation Reserve Program):

25% of 3.49 million acres ~

872,500 acre/yr 1.09 million tons biomass/yr 16.35 trillion Btu/yr 60 million gal/yr of ethanol



Switchgrass

Harvest frequency increased 33.3% ~ 1.16 million acres 1.45 million tons biomass/yr 21.75 trillion Btu/yr (~796 kW annual capacity) 79.75 million gal/yr ethanol

50% harvest rate = 1.7 million acres 2.18 million tons biomass/yr 32.7 trillion Btu/yr, ~263.5 kW nominal annual capacity 120 million gallons/ year ethanol

Surplus Grain Straw & Low Quality Hay 855,000 tons/yr

440,000 ac/yr, irrigated grain straw 162,500 ac/yr excess dryland straw 50,000 ton/yr low quality (spoiled) hay

- 12.83 trillion (10¹²) Btu/yr heat
- 47.25 million gallons/year, ethanol
- Geographically disperse, competing uses

Sugar Beet Pulp 98,300 tons per year, Billings & Sidney 1.475 trillion Btu/y ~11.9 kW annual capacity

5 million gal/yr of ethanol

Not particularly likely:

Technical issues (no one does this, world-wide)

Competing market (feed, plastics) ~\$100/ton



Oilseed Straw - location dependent



Hybrid Poplar (willows)

- Black Alder, hybrid poplars best suited to Montana (DNRC Energy Div, WSU, P Moore, 1987)
- 1980s: 7-yr rotation, Est 10-15 ton/yr avg growth
- ~ 70 to 105 tons per acre harvested, 10,000 ac/yr
- State lands and near wastewater ponds/lagoons
- ~700,000-1,050,000 ton/yr
- 10.5 15.75 trillion Btu/yr
- 39-58 million gal/yr ethanol

Animal Manure: Feedlots, Dairies Biofuels

Biogas from anaerobic digestion of hog, chicken, dairy & feedlot manure

Huls Dairy, Corvallis, 400 cows
 50 kW, 350,000 Btu/hr

Leaves "fertilizer" co-product

Limited by net-metering

Limits being lowered for herd size (50 head MN)





Potential Montana Agricultural Residues: Locations

- Montana has 2-3 major agricultural regions
 - Golden Triangle (45% of actively farmed Montana land)
 - Northeastern corner (29% of farmed land)
 - Area around Billings (shipping and processing)
 - Elevator & milling waste
 (50 million gal/yr ethanol)

Biomass Energy Applications

- <u>Biofuels</u> Converting biomass into liquid fuels for transportation
- <u>Biopower</u>, Bioheat Burning biomass directly, or converting it into gaseous or liquid fuels that burn more efficiently, to generate electricity
- <u>Bioproducts</u> Converting biomass into chemicals for making plastics and other products that typically are made from petroleum

Conversion Technologies

- Direct Combustion
- Gasification
- Pyrolysis
- Cellulosic Ethanol
- Biorefinery







ALCOHOL PRODUCTION
ANAEROBIC DIGESTION
BIODIESEL AND OIL EXTRACTION
COMBINED HEAT AND POWER
DENSIFICATION
DIRECT COMBUSTION
GASIFICATION
LANDFILL GAS
LIQUEFACTION
PYROLYSIS

Direct Combustion

- Boilers and furnaces can be used for heat, steam and power.
- Direct combustion creates hot gases to produce steam in a boiler the most common use of biomass as in Fuels for Schools Projects.
- Combined heat and power (CHP), also known as cogeneration, is the combined generation of thermal and mechanical energy, usually heat and electricity. CHP systems can have efficiencies over 80% fuel to useful energy.
- e.g., Smurfit Stone, Hall's Wood Processing

Gasification

- Gasification: heating hydrocarbon material (biomass) in an oxygen-starved environment to produce synthesis gas, or water gas (CO+H2O).
- "Close coupled" gasifiers combust these gases cleanly with addition of air (Thompson Falls, Kalispell, Dillon Fuels for Schools gasifier & boiler).
- "Indirect" gasifier gases combined with a catalyst can produce liquid and gaseous fuels (like the North Dakota Coal Gasifier making methane)

Pyrolysis

- Pyrolysis and gasification are related processes, heating hydrocarbons with limited oxygen.
- Pyrolysis, however, is generally a process that includes virtually no oxygen, hopefully to produce a cleaner burning fuel: they are commercial e.g., "Liquid Smoke" for barbeques
- Biochar is a porous charcoal-like substance remaining after pyrolysis. It can store carbon to improve soil fertility in non-alkaline soils

Cellulosic Ethanol

Cellulose is a way plants and trees store food (sugar)
Cellulose + H2O ~ starch, Starch + H2O = sugar

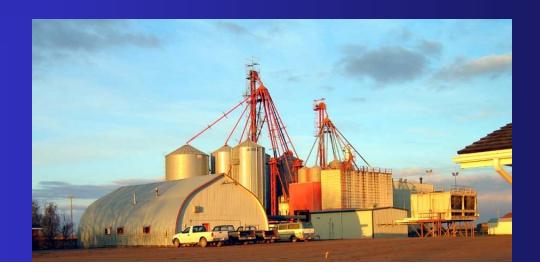
Wood and grasses use lignin to protect the cellulose lignin must be broken down to access the cellulose for ethanol.

3 methods (sometimes in combination)

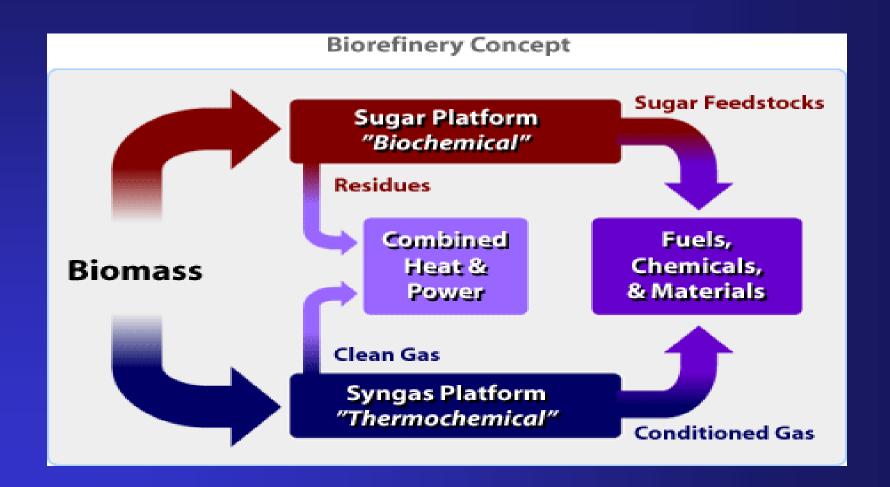
- enzymes
- acids or
- heat and pressure

Biorefinery

DOE vision is to develop technology for biorefineries that will convert biomass into a range of valuable fuels, chemicals, materials, and products - much like oil refineries and petrochemical plants do.



Biorefinery



Challenges

- Energy crops must compete with traditional crops.
 May not be as profitable
- Montana has a shortage of precipitation (relative to other areas) and limited growing season
- Biomass is bulky and geographically dispersed, long hauling distances
- Need research on cost effective collection systems

Possible Solutions

- Smaller, geographically diverse production facilities with regional markets for co-products; Local & regional plants to reduce transportation and initial cost (EF Biofuels, Chester)
- Cost effective collection systems
- Educate the public on the benefits of biomass energy

The End. Thanks for Listening, Questions?



Biofuels Net Energy

Fuel	Energy units in	To Produce units of energy out
Biodiesel	1	4.56
Biomass derived D2	1	15-60
Ethanol (corn)	1	1.67-2.12
Ethanol, cellulosic	1	4.0-7.0+
Petroleum gasoline, diesel	1	88.0

Biodiesel Use (variable, depends on cost)

State FY	MGY blend	Gal B-100
2004	0.345	70,000
2005	0.347	71,000
2006	0.348	71,149
2007 (thru Nov)	nya	336,180**
2008		946,328
2009 (19,120 In St	ate)	808,838

RFS – 1

•2022: 74 MGY (1.8 million acres/year)

Ethanol Use

State FY	MGY blend	MGY ethanol		
2004	17	2.4		
2005	30	3.1		
2006	30	3.0		
2007 (thru Mar)	12.6+expo	rt 3.1		
2008 (thru May)	37.2+ lo Bl	37.2+ lo Blend & export		
2009	168.911	16.891		

RFS-1 Ethanol Production Goals

•2022: 250 MGY starch, 50 MGY cellulosic