

# Best practice examples of biomass heating across Europe

Training material for B4B seminars

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# Overview

3 selected cases from Austria, Netherlands and Denmark

- Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz, Austria
- Biomass heating in a potato processing factory, Odiliapeel, Netherlands
- District heating in Gassum-Hvidsten townships; conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz



- Church institution located in Graz, Austria
- Ca. 30 rooms and seminar rooms
- Replace the oil fired heating system with biomass

# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## General description of the project

- The biomass heating plant consists of the boiler (capacity 150 kW), the heating house, the chimney, etc. The heat produced is used for space and water heating.
- The plant was planned by Green Energy Contracting GmbH (GECO) They will operate, fuel and maintain the plant for a period of at least 15 years



# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## Energy conversion

General information	
Technology (e.g. in-house biomass boiler, biomass DH, etc.)	In-house pellets boiler
Year of installation	2013
Net capacity of the biomass boiler(s)	150 kW (heat)
Total annual energy production from biomass	285 – 305 MWh

## Biomass Fuel(s)

General information	
Type of biomass fuel(s)	Wood pellets
Annual amount of biomass fuel(s) needed	70 – 75 tonnes / year (absolute dry) 336 – 360 MWh / year
Average humidity of the biomass fuel(s)	8%
Average biomass fuel(s) cost	190 EUR / tonne fresh substance or 207 EUR / t absolute dry substance 39.6 EUR / MWh

# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## **Fuel supply**

- Plant operator GECO purchases wood pellets for its clients
- Wood pellets are derived from the regional timber industry
- Pellets are traded by intermediaries and delivered to the end consumers
- Supply contracts valid for a period of 1 year
- Pellet storage at “Haus der Stille” is sufficient for 3 to 4 months
- Guaranteed supply volumes by using different wood pellet traders



# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## Investment and financing

- The biomass heating plant was invested by the owners of “Haus der Stille”
- The total cost of the investment was approximately EUR 45,000.
- Projects typically are financed by a share of 70-80% borrowed capital.



# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## **Main difficulties / barriers encountered in the realization of the project**

As the plant is situated near the city of Graz, permitting of the pellets plant was complicated and time consuming. At pellet plants installed in the country-side, official channels normally do not constitute such difficulties.





# Replacement of the oil heating system with biomass in the Haus der Stille church institution in Graz

## **Recommendations for other investors / operators**

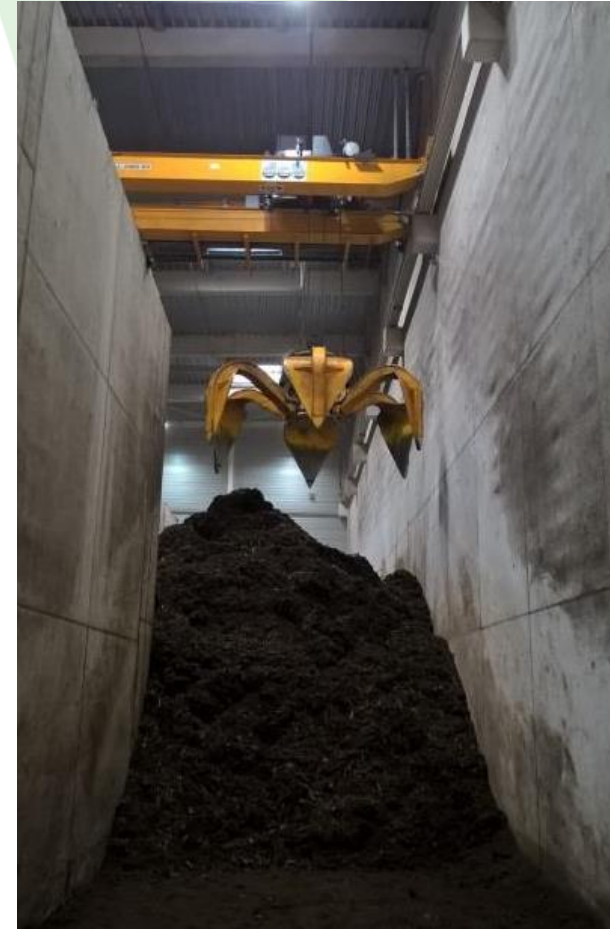
- Instead of making an investment yourself (e.g. EUR 150,000 for a 300 kW pellet boiler) contracting might be an alternative solution
- For the contractor, payback times of 6 to 7 years are possible, depending on framework conditions.



# Biomass heating in a potato processing factory, Odiliapeel, Netherlands



- Peka Kroef potato processing plant
- Steam required for processing of potatoes  
average steam demand of 15 tonnes/hour
- Process steam generated by natural gas to  
be replaced with biomass



# Biomass heating in a potato processing factory, Odiliapeel, Netherlands

## Energy conversion

General information	
Technology (e.g. in-house biomass boiler, biomass DH, etc.)	Biomass steam boiler
Year of installation	2015
Net capacity of the biomass boiler(s) – base load and medium load (if any)	8.2 MW (heat)
Total annual energy production from biomass	65,000 MWh (heat)

## Biomass Fuel(s)

General information	
Type of biomass fuel(s)	Wood shreds from garden waste, municipal green waste and forestry
Annual amount of biomass fuel(s) needed	28,000 tonnes / year (fresh) 70,000 MWh / year
Average humidity of the biomass fuel(s)	35%

# Biomass heating in a potato processing factory, Odiliapeel, Netherlands

## **Fuel supply**

- Wood shreds from garden waste, municipal green waste and forestry are collected in a radius of 50 km distance from the biomass boiler.
- mix of short and long term contracts with biomass suppliers, the duration of which is more than 5 years
- Biomass storage facility is sufficient for 5 days of demand.
- Back-up steam supply in case the biomass plant is out of order for maintenance reasons



# Biomass heating in a potato processing factory, Odiliapeel, Netherlands

## **Investment and financing**

- The total investment cost was EUR 7.5 million

## **Main difficulties / barriers encountered in the realization of the project**

- The main difficulty encountered was the complex and time-consuming procedure in order to acquire the necessary permits.



# Biomass heating in a potato processing factory, Odiliapeel, Netherlands

## **Recommendations for other investors / operators**

- It is important to make long term contracts for the supply of biomass.
- With an industrial client, it is important that the heat demand profile suits the heat delivery profile of the biomass plant. For example a biomass plant can provide base load; in the case of peaks in demand alternative energy sources must be used.
- For public support, it is essential that people living in the neighbourhood of a bioenergy plant are well informed. Attero has organized in an early stage information meetings and excursions. In spite of this, permits were objected to by some residents.



# District heating in townships - conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

- Established 1994 as a co-generation plant running on natural 2 MW electric power and 1.5 MW heat)
- Rural area supplying 192 households
- In 2010 exemption from co-generation obligation → heating plant (gas turbines on stand-by)
- Switch from Natural gas to straw: in December 2013 a 900 kW straw boiler was commissioned



# District heating in townships - conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

General information	
Total annual energy sold / delivered	2,700 MWh
Grid losses	3,250 MWh / year <sup>15</sup>
Grid length	Back-bone line: 8 km
Electricity consumption for the grid pumps and the boiler	280 MWh / year
Average price of heat sold / delivered	35.3 EUR / MWh
Duration of the heat delivery contract	Ongoing without notice
Parameters determining the heat delivery contract	By municipal planning, there is a legal binding obligation to connect to the plant and to take the heat; stepping out is not an option.
Type of consumers	Private dwellings



# District heating in townships - conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

## **Fuel supply**

- Straw from local farmers (1650 t/a, ca. 3300 big bales)
- On field storage and farmers bring straw to the plant when needed
- Storage for ca. 2 weeks at the plant
- Straw conveyor can supply plant for ca. 2 days when fully loaded (weekend)
- Delivery contracts with local farmers (4 farmers , 3-year contracts)
- Quality control of straw bales upon arrival (weight and moisture content)



# District heating in townships - conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

## Investment and financing

- The total investment cost was DKK 7,000,000 (EUR 933,000).
- Loan from KOMMUNE Kredit, loan guarantee from the municipal planning authority.
- The repayment period is 30 years
- The DH plant is owned by the consumers, the Danish variant of a co-operative. There are no external investors.
- Together with 3 other similar local straw fuelled DH plants, Gassum-Hvidsten shares one full time employed heat engineer and two part time employed operating assistants.



# District heating in townships - conversion from gas to straw boilers, Gassum-Hvidsten, Denmark

## **Main difficulties / barriers encountered in the realization of the project**

- Straw is a “problematic” fuel with high ash and chlorine content resulting in slagging, corrosion.
- Another issue are particle emissions when running the boiler in the wrong way
- The heating plant teamed up with a Danish boiler producer (LinKa) who is an expert in straw boilers and straw firing
- Plant is running excellent and is a show-case for successful utilization of straw in the district heating sector



# Report with best practice examples

Available on B4B project website:

[www.bioenergy4business.eu](http://www.bioenergy4business.eu)

Link to report:

[http://www.bioenergy4business.eu/wp-content/uploads/2015/06/646495\\_D3.5\\_Report-summarizing-best-practice-examples-and-conclusions.pdf](http://www.bioenergy4business.eu/wp-content/uploads/2015/06/646495_D3.5_Report-summarizing-best-practice-examples-and-conclusions.pdf)

