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# STATUS OF FIBER FUEL USE IN MINNESOTA

# with emphasis on automated systems

### Prepared by:

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#### OCTOBER 1986

The fiber fuels industry in Minnesota is growing. Producers, consumers and associated service industries are all feeling the effects of this growth and occasionally the frustration of not having a ready source of industry information. This summary of the status of the fiber fuels industry in Minnesota is intended to alleviate some of the latter frustrations.

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# CHRONOLOGY OF FIBER FUEL USE IN MINNESOTA

#### Prior to 1970

- \* A small number of wood industries burn residue for energy and waste disposal.
- \* Ottertail Power Company uses wood energy to produce electricity at a small plant in Bemidji.
- \* Annual consumption of wood for residential heating approaches 200,000 cords.

#### 1970 to 1975

- \* The Arab oil embargo causes a dramatic increase in fossil fuel prices.
- \* Grand Marais School District converts the first Minnesota school to wood energy.
- \* Residential fuelwood consumption increases.

#### 1976 to 1980

- \* Wood pelletizing plants are established at Marcell and Stillwater. The Stillwater plant fails.
- \* Schools at Laporte, St. Joseph and McGregor convert to pelletized wood fuel.
- \* Residential fuelwood consumption increases to 1.3 million cords annually.
- \* Thirteen wood industries and three nonwood related companies convert to wood energy.
- \* Two "Minnesota Coal" conferences in Brainerd bring industry, government and community leaders together to examine the use of wood for energy.
- \* DNR initiates the Minnesota Peat Program and the Peat Inventory Project.
- \* The Grand Rapids Regional DNR Headquarters becomes the first state facility to convert to wood energy.

\* A study by Minnesota Energy Agency and DNR shows adequate non-industrial wood resources available to support substantial wood energy development.

#### 1981 to the Present

- \* Wood fuel briquetting plants are established at Pine River, Grand Rapids, Blackduck, Rice, and Virginia. Wood fuel pellets are produced in Gilbert, Crosby and Marcell. Densified wood fuel production capacity exceeds market demand. Gilbert and Crosby later ceased production.
- \* Northwest Economic Development Corporation installs residential pellet furnaces as part of a fuel assistance program.
- \* Blandin Paper Company builds a large scale wood residue fired co-generation plant at Grand Rapids.
- \* Aitkin Ironworks installs a wood fired district heating system to provide heat for their plant and sixteen public buildings in Aitkin.
- \* DNR installs wood burning systems at eight sites.
- \* The Western Lake Superior Sanitary District began using wood chips to incinerate sludge at Duluth.
- \* The Fiber Fuels Institute is formed to promote the Minnesota bio-fuels industry.
- \* Legislation is passed to permit third party financing of state facility heating system fiber fuel conversions.
- \* Peat is harvested by private firms for DNR combustion testing. Peat fuel combustion testing is done at Virginia Public Utilities, U.S. Bureau of Mines, and U of M Duluth.
- \* Over 200 commercial and industrial scale facilities are using fiber fuel energy.

### FIBER FUEL SUPPLIERS

#### DENSIFIED FUEL PELLET SUPPLIES IN MINNESOTA

(Wood, Peat, Paper, Agriculture, Residues)

Alternative Fuels, Inc. 15831 Highway 55 Plymouth, MN 55447 (612)553-9560

Aspen Fiber Corp. 1112 First St. East Duluth, MN 55805 (218)728-2582 Rapid River Companies P.O. Box 458 Baudette, MN 56623 (218)634-2041

Northern Xtrax, Inc. P.O. Box 185 Gonvick, MN 56644 (218)487-5279 St. Cloud Conversion Corp. 670 N. Highway 10 St. Cloud, MN 56302 (612)253-3668

Dynamic Resources, Inc.
Norman Nelson
Rt. 3, Box 277
Bagley, MN 56621
(218)657-2272 or (218)657-2501

### DENSIFIED FUEL PELLET SUPPLIERS OUTSIDE MINNESOTA

Forest Fuel Corp. Route 2, Box 205-B1 Mason, WI 54856 (715)372-4024 LaCrosse Milling Co. Box 86 Cochrane, WI 54622 (608)248-2222 Whetstone Pelleting Rural Route 1, Box 52 Milbank, SD 57252 (605)432-5020

#### DENSIFIED FUEL LOG/BRIQUETTE SUPPLIERS IN MINNESOTA

Sonoco Products Division P.O. Box 69 Pine River, MN 56474 (218)587-4432 Maust Fiber Fuels, Inc. Preston, MN 55965 (507)765-2188 or (507)765-2126 Ferche Millwork, Inc. P.O. Box 39 Rice, MN 56367 (612)393-2288

Bemidji Fiber Fuels, Inc. 919 Carr Lake Road S.E., Box 126 Bemidji, MN 56601 (218)759-1450

#### PEAT FUEL SUPPLIERS

Lindquist Logging Route 1, Box 48C Swatara, MN 55785 (218)697-8296

Peat Production 81 N. Lake Street Forest Lake, MN 55025 (612)464-7996

#### FIBER FUEL DISTRIBUTORS

Forest Fuels, Inc. 1020 Washington St. Brainerd, MN 56401 (218)828-0904

H & H Wood Products Rt. 1, Box 146 Floodwood, MN 55736 (218)476-2860 Nordheim Sheet Metal Co. First St. & Minnesota Ave. Bemidji, MN 56601 (218)751-3923

Fiber Fuel Finders, Inc. R.R. 5, Box 372 Brainerd, MN 56401 (218)963-7582 Attn: Don McHale

# FIBER FUEL SUPPLIERS

#### GREEN WOOD FUEL SUPPLIERS

Green wood fuel is generally available from three sources:

- \* Wood Processing Industry
- \* Tree Service Companies
- \* Full Tree Chippers

#### Wood Processing Industry

There are over 700 sawmills and 1,000 secondary manufacturers statewide that can supply wood residues in the form of bark, sawdust, slabs and edgings, cut-offs, shavings, and sanderdust. Of the sawmills, over  $\underline{30}$  have debarking and chipping machinery that produce chips which are available for fuel.

Contact DNR, Division of Forestry (612/296-6491) for a complete list of wood products manufacturers.

#### Tree Service Companies

Most municipalities throughout the state are serviced by tree service companies. Most of these companies have facilities that produce chips which are available for fuel.

#### Full Tree Chipper Operations

The following is a partial list of full tree harvesting operations which could supply green chips for fuel:

Bergstom Logging Company 516 Second Avenue International Falls, MN 56649 (218) 283-4477

McCabe Forest Products 119 West Lewis Street Duluth, MN 55803 (218)724-8070

Arthur Newgren RR 1 Cromwell, MN 55726 (218)644-3630

Roger Anwiler RR 2, Box 55A Bovey, MN 55709 (218)245-1057

Alvin Lindquist Hill City, MN 55748 (218)697-8296 Ratzlaff Logging & Lumber 508 1st Street

Princeton, MN 55371 (612)389-3801

Larry Pelland Loman, MN 56654 (218)279-3344

Korhonen Timber Products 221 East Park Drive Hibbing, MN 55746 (218)263-7420

Dave Baumgarten Superior Forest Products 2555 London Road Duluth, MN 55812 (218)728-5159

Hasbargen Logging Inc. Route 3, Box 814 Birchdale, MN 56629 (218)634-2174 Larry Mannausau Northwoods Chipping, Inc. International Falls, MN 56649

(218)276-2316

Stan's Wood Chips Box 345 Big Falls, MN 56627 (218)276-2490

Ziemba & Sons Route 2, Box 16 Littlefork, MN 56653 (218)278-6735

Richard Demars & Sons Ray, MN 56669 (218)875-3435

Dick Walsh Forest Products Itasca Star Route Park Rapids, MN 56470 (218)732-5665

#### PRICES

Densified Fuel Prices: \$50 - \$55/Ton Delivered

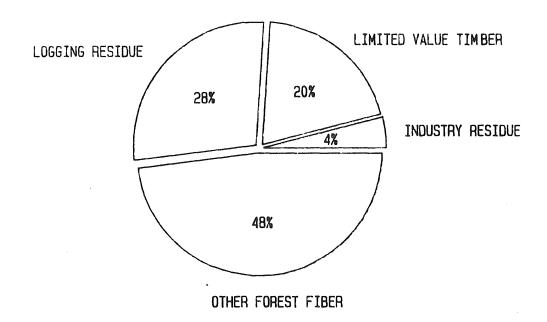
(Prices vary with location, volume and shipping distance)

Chips: \$15 - \$24/Ton Delivered

Sawdust & Bark: \$7 - \$12/Ton Delivered

(Prices vary with location, volume and shipping distance)

SURPLUS WOOD AVAILABLE FOR ENERGY - 1986



OF THE OVER 4 MILLION CORDS OF WOOD AVAILABLE FOR ENERGY ANNUALLY, AT LEAST 2.5 MILLION CORDS ARE NOT CURRENTLY BEING USED.

#### SOURCES OF WOOD AVAILABLE FOR ENERGY

LIMITED VALUE TIMBER = low quality standing hardwood trees not currently used by existing wood industry.

INDUSTRY RESIDUE = unused wood residue generated by the forest products industry (bark, sawdust, slabs, edgings, etc.).

LOGGING RESIDUE = limbs and unmerchantable trees left after commercial timber harvest.

OTHER FOREST FIBER = wood available from land clearing, natural tree mortality, non-commercial forest lands, etc.

NOTE: One cord (or cord equivalent) of wood equals approximately 5,000 pounds of green wood and bark or 2,500 pounds of dry fiber.

Source: Dept. of Natural Resources, Div. of Forestry

### PEAT FUEL RESOURCE AVAILABILITY

Minnesota contains between 6 and 7 million acres of peatland. Deposits are found throughout the state, except in the extreme southwest and southeast. Large, contiguous peatlands occur in the northern half of the state, while smaller, scattered peatlands occur in the southern half.

Approximately 50 percent of the state's peat resource is publicly owned, with most of the public ownership concentrated in the northern part of the state. It is estimated that approximately 10 percent of Minnesota's peatlands have energy potential. About 90 percent of these peatlands would be suited for milled peat harvesting, 10 percent would be suited for sod peat.

# Some Milestones in Minnesota Peat Energy Development

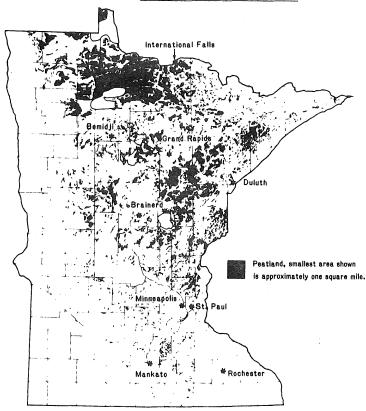
- \* 1984. A private firm mined 9,500 tons of fuel peat for use in DNR testing program.
- \* Tests using peat pellets and sod peat have led the Virginia Public Utilities Commission to contract for up to 6,000 tons of sod peat during 1985, the first large contract for fuel peat in Minnesota.
- \* Tests at U of M, Duluth have shown that peat in either pellet or sod form can be used as feedstock in a gasifier.
- \* The largest test of fuel peat ever conducted in North America (25,000 tons of peat) will commence at the Minnesota Power and Light Laskin Station in 1985.
- \* Blandin Paper Company is currently testing 1,500 tons of peat fuel in their co-generation plant.
- \* Boise Cascade has become interested in peat fuel for their International Falls paper mill.

- \* The Hibbing Public Utility conducted a test burn of 1,000 tons of peat fuel in March April 1985.
- \* Cambridge State Hospital has successfully tested pelletized peat fuel.

### FOR FURTHER INFORMATION CONTACT:

Minnesota Dept. of Natural Resources Division of Minerals Box 45, DNR Building 500 Lafayette Road St. Paul, Minnesota 55146 (Telephone: 612-296-4807)

#### MINNESOTA PEAT RESOURCES



Source: Minnesota Department of Natural Resources, Peat Project, 1975.

# AGRICULTURAL RESIDUE FUEL AVAILABILITY

Agricultural residue is the fiber remaining after the harvest of crops. It is estimated that Minnesota produces over ten million dry tons of crop residues every year. In addition to the residues remaining in the field there are large quantities of material produced as a result of agricultural processing operations.

The accompanying map indicates the relative distribution of residues throughout southern and western Minnesota. The figures show the average available tonnages which can be removed from the field and the percentage of total residue production which this tonnage represents. These residues constitute a large, as yet, unused, fiber fuel resource.

Plans for the removal of crop residues from the field should be tempered by the following quote from "Crop Residue Removal and Tillage" by M.J. Lindstrom, et al.

"Optimum use of crop residues will require careful consideration of alternate uses - soil and environment protection, feed for livestock, or energy and industrial purposes. We think that the need to maintain soil productivity should be the first consideration. If residues are needed for erosion control or maintenance of soil structure, and economically feasible alternatives are not available, then residues should remain on the land. However, if the soil's needs can be met with partial or total removal of the crop residues, then there should be no objection to their removal. We caution, however, that any removal of residue from the field should be done only with a full understanding of the possible consequences."

Agricultural processors produce large quantities of waste products which have potential value as an energy resource. Material characteristics and availability vary by region; for example, there is about 70,000 tons of oat hulls available annually in the Twin Cities area.

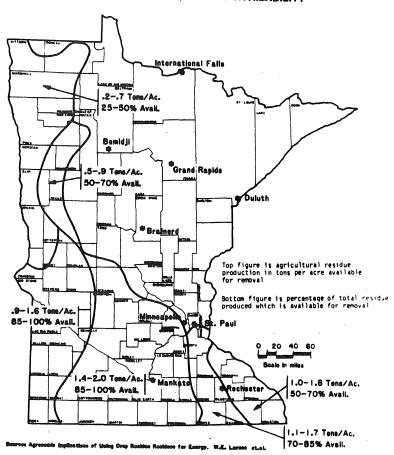
Minnesota farms also have the potential for producing energy crops as an alternative to traditional crops. Examples of such crops include sweet sorghum, sunflowers and hybrid poplars.

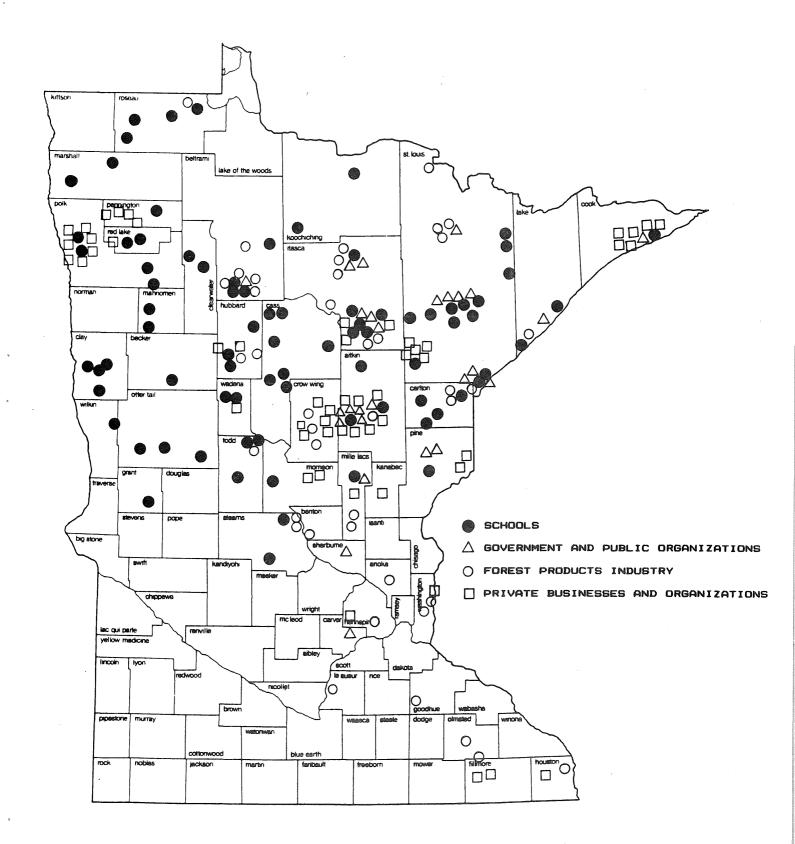
Various agricultural residues have different combustion characteristics and must be considered individually.

#### FOR FURTHER INFORMATION CONTACT:

Minnesota Department of Energy and Economic Development 900 American Center Building 150 East Kellogg Boulevard St. Paul, Minnesota 55101 (Telephone: 612/297-1291)

# CROP RESIDUE PRODUCTION AND AVAILABILITY





The following list of fiber fuel users is surely not complete but gives an indication of the scope of fiber fuel use in Minnesota. Information sources include Dept. of Natural Resources surveys, Dept. of Energy and Economic Development surveys and the Great Lakes Region Biomass Energy Facilities 1985 Directory. Missing data in any of the lists only indicates that the surveys did not generate those specific data.

#### SCHOOLS USING FIBER FUEL

		•	TONS USED	TONS USED	
SCHOOL	LOCATION	FUEL TYPE	83/84 SEASON	84/85 SEASON	SYSTEM TYPE
Aitkin Jr-Sr High School	Aitkin	Dist. Heating from ASHCON			District Heating
Argyle Public School	Argyle	Pellets		61	Stoker
Aurora-Hoyt Lakes High Sc		Pellets	735	341	Suspension
John F. Kennedy High Schl	Babbitt	Green Chips	0	312	Gasifier
Backus Public School	Backus	Pellets	221		Stoker
Badger School	Badger	Pellets	117	259	Stoker
Barnesville High School	Barnesville	Pellets(sugar beet seeds)	391	474	Sidewinder
Barnesville Elem. School	Barnesville	Pellets(sugar beet seeds)		253	Sidewinder
Barnum High School	Barnum	Green Chips	2 <b>30</b>	321	Pnue. Injector
Battle Lake Public School		Pellets		476	Sidewinder
Bemidji High School	Bemidji	Green Wood Residue		136	Pnue. Injector
Bemidji Middle School	Bemidji	Green Chips		964	Pnue. Injector
Bemidji State University		Green Wood Residue	4.55	201	Ch
Bigfork Public School	Bigfork	Pellets	165	226 324	Stoker
Biwabik School Complex	Biwabik	Pellets	201		Stoker
Blackduck Public School	Blackduck	Pellets	324 480	450 543	Sidewinder Stoker
Conner-Jasper Middle Schl		Pellets	400	343	Gasifier
Martin Hughes School	Buhl Carlton	Green Chips Green Chips		570	Sidewinder
Carlton High School Cass Lake Elem. School	Cass Lake	Pellets	128	199	Stoker
Cass Lake High School	Cass Lake	Pellets	167	219	Stoker
Chisholm Jr-Sr High Schl		Green Chips	128	744	Pneu. Injector
Clarissa Public School	Clarissa	Pellets	348	369	Stoker
Clearbrook Public School		Pellets	347	292	Stoker
Cohasset School	Cohasset	Pellets	250	265	Stoker
Greenway High School	Coleraine	Pellets	481	814	stoker
Cronwell	Cromwell	Pellets			Stoker
Central High School	Crookston	Pellets	720	405	Sidewinder
Washington Elem. School	Crookston			121	
Dilworth Public School	Dilworth	Pellets(sugar beet seeds)	37	219	Sidewinder
Central Administration	Duluth	Pellets		380	Suspension
St. Scholastica College	Duluth	Pellets	25 <b>00</b>		Suspension
Watkins Secondary School	Eden Valley	Briquettes		121	Gravity Feed
Memorial High School	Ely	Green Chips			Gasifier
Vermillion Community Col.		Green Chips	78 <del>4</del>		01 1
Erskine_School	Erskine	Pellets			Stoker
Fergus Falls	Fergus Falls	Briquettes	,cr	40	Gravity Feed
Lincoln School	Floodwood	Pellets	45 <del>6</del>	468 126	Stoker
Gilbert Public School	Gilbert	Pellets		150	Suspension
Glyndon	Glyndon	Pellets		146	Sidewinder Stoker
Gonvick-Trail School	Gonvick	Pellets (wood & marigold) Pellets	217	187	Stoker
Goodridge Public School	Goodridge		LII	107	
Grand Marais High School		Green Chips			Pnue. Injector
Forest Lake School	Grand Rapids	Pellets			Stoker
Grand Rapids Sr High Schl Grand Rapids Middle Schl	Chard Papids	Pellets Pellets	1138	1286	Sidewinder Sidewinder
Edna I. Murphy School	Grand Rapids	Pellets	1130	1500	Stoker
Greenbush Community Schl	Greenbush	Pellets	277	284	Stoker
Hill City School	Hill City	Green Chips	544	388	Stoker
Holdingford	Holdingford	Briquettes	511	500	Gravity Feed
Keewatin Jr Hgh/Elem Schl	Keewatin	Pellets	16	245	Stoker
Laporte School	Laporte	Pellets	172	142	Stoker
Littlefork-Bigfalls High		Pellets	331	269	Stoker
Mahnomen	Mahnomen	Green Chips			Sidewinder
McGregor Public School	McGregor	Pellets	534	552	Stoker
McIntosh Public School	McIntosh	Pellets	357	305	Stoker
Menahga Public School	Menahga	Briquettes	454	357	Gravity Feed
Moose Lake Public School	Moose Lake	Green Chips			Gravity Feed
Motley Public School	Motley	Sawdust			Suspension
· · · · · · · · · · · · · · · · · · ·	•				•

# SCHOOLS USING FIBER FUEL

SCH00L	LOCATION	FUEL TYPE	TONS USED 83/84 SEASON	TONS USED 84/85 SEASON	SYSTEM TYPE
Merritt Elem. School	Mountain Iron	Pellets			Stoker
Mt. Iron-Buhl High School		Pellets	046	704	Suspension
Northome School	Northome On and a	Pellets	216	324	Stoker
Onamia High School		Pellets	216	146	Sidewinder
Park Rapids Middle School		Pellets Pellets			Sidewinder
Park Rapids High School Parkers Prairie High Schl	Park Rapids	Briquettes		14	Ram Stoker
Pequot Lakes Public Schl		Briquettes		566	Gravity Feed Gravity Feed
Pine River High School	Pine River	Briquettes	318	456	Gravity Feed
Pine River Elem School	Pine River	Briquettes	261	318	Gravity Feed
Lafayette High School		Pellets	206	205	Stoker
St. Joseph Sch and Church	Red Lake Falls	Pellets			
Northland High School	Remer	Pellets			Stoker
Roseau Public School	Roseau	Pellets		¥	Stoker
Rothsay Public School	Rothsay	Pellets		212	Sidewinder
Sandstone	Sandstone	Pellets			Stoker
Wam Kelley High School	Silver Bay	Green Chips	802	1657	Pneu. Injector
Staples High School	Staples	Green Chips			Stoker
Staples AVTI	Staples	Green Chips			Gravity Feed
Strandquist School	Strandquist	Pellets	7.77	200	Stoker
Swanville Public School	Swanville	Pellets	363	328	Stoker
Two Harbors High School	Two Harbors	Green Chips	875	1374	Pneu. Injector
Walker-Hackensack School		Pellets	433	449	Stoker
Warroad	Warroad	Waste Wood Pellets	65	355	Stoker
Waubun Elem-Secondary Sch	พลนบนเา	LAITARA	DJ.	277	Stoker

### GOVERNMENT AND PUBLIC ORGANIZATIONS USING FIBER FUEL

ORGANIZATION	LOCATION	FUEL TYPE	TONS per YR	SYSTEM TYPE
	Aitkin	Dist. Heating from ASHCON		District Heating (steam)
Aitkin Co. Courthouse	Aitkin	Dist. Heating from ASHCON		District Heating (steam)
Aitkin Co. Courthse Annex		Dist. Heating from ASHCON		District Heating (steam)
Aitkin Co. Library	Aitkin	Dist. Heating from ASHCON		District Heating (steam)
Aitkin Co. Sheriff Office		Dist. Heating from ASCHON		District Heating (steam)
Aitkin Fire Department	Aitkin	Dist. Heating from ASHCON		-
Aitkin Public Utilities	Aitkin	Dist. Heating from ASHCON		District Heating (steam)
Chisholm/Hibbing Airport	Hibbing	Pellets -		<b>-</b>
Community Center	Floodwood	Pellets		
DNR - French R. Hatchery	Duluth	pellets	650	Underfeed Stoker
DNR - Gen. Andrews Nurs'y	Willow River	Pellets	80	Underfeed Stoker
DNR - Gooseberry Falls Pk	Gooseberry Falls	Pellets	25	Underfeed Stoker
DNR - North Service Centr	Grand Rapids	Green Chips	450	Gravity Feed - Grate
DNR - Regional Gar./Shop	Grand Rapids	Pellets	40	Underfeed Stoker
DNR - Savanna State Park	McGregor'	Pellets	25	Underfeed Stoker
DNR - Scenic State Park	Bigfork	Pellets	15	Underfeed Stoker
DNR - Tower Soudan Park	Tower	Pellets	65	Underfeed Stoker, 2 Units
DOT - District Office	Bemidji	Pellets		,
DOT - Isle Truck Station		Pellets	30	Underfeed Stoker
DOT - Monticello Trk Sta	Monticello	Pellets	70	Underfeed Stoker
DOT - Nopeming Truck Sta.	Duluth	Pellets	60	Underfeed Stoker
Grand Marais Munic. Pool	Grand Marais	Green Chips	400	
Grand Marais Sch Bus Gar	Grand Marais	Green Chips		
Grand Marias Hospital	Grand Marias	Green Chips		
Iron Range Interp Center		Green Chips, Peat		
IRRRB – Giants Ridge Ski	Biwabik	Pellets		
	Bigfork	Pellets		
Itasca Memorial Hospital	Grand Rapids	Pellets		
Northwest Exp. Sta. Barn				
Shakopee Correctional	Shakopee	Green Chips		
St. Louis Co. Tool House		Pellets	200	Stoker
W. Lk. Superior San. Dist		Green Chips		
Willow River Correctional		Church Hood		Garn
		chank wood (9)		

### FOREST PRODUCTS INDUSTRIES USING FIBER FUEL

BUSINESS	LOCATION	FUEL TYPE	TONS per YR	SYSTEM TYPE
Adams, Rudy Anderson Corporation Aspen Fiber Corp. Bagley Kiln & Component Blandin Paper Co. Blandin Wood Produsts Boise Cascade Corp. Bourman-Shims-Stakes-Fuel		Sawdust Green Wood Residue Dry Wood Residue Green Wood Residue Green Wood Residue Green Residue, Chips Dry Wood Residue	38 24,000 5,400 280,000 40,000 90,000 20	Suspension Burner Pile Burner Suspension Burner Traveling Grate; Co-Gen. Suspension Burner Vibrating Grate; Co-Gen.
Brainerd Hardwoods Champion International Clover Valley Sawmill DeWandler, Wettles & Weav Diamond Brands	Brainerd Sartell Two Harbors Ponsford Cloquet Cook	Green Wood Residue  Green Wood Residue	50,260 52 47 11,400 87	Traveling Grate; Co-Gen.
E & R Enterprises Ferche Millwork, Inc. Foldcraft Co. Forbes Wood Products Grunig Administration	Rice Rice Kenyon Park Rapids Badger Sherburn	Dry Wood Residue Dry Wood Residue Green Chips Green Wood Residue Green Wood Residue	4,000	Suspension Burner
Hanson Woodshed Hedstrom Lumber Co. Hill Wood Products Indian Wood	Grand Marais Cook Ogema	Green Wood Residue Dry Wood Residue Chunk Wood	8,000	Grate Burner Garn
Lahmers Construction Lake Elmo Hardwood	Rochester Lake Elmo	Dry Wood Residue	300	Pnuematic Injection
Land-O-Lakes Wood Pres. Marcell Mill & Lumber Marvin Windows Minn. Sawdust & Shavings Northwood Panelboard Potlatch Corp. Potlatch Corp. Potlatch Corp. Rajala Mill Co. Rajala Timber Co. Seeba's Shop Seven Star Lumber Co.	Tenstrike Marcell Warroad Aroka Bemidji Bemidji Cloquet Cook Bigfork Deer River Fergus Falls Milaca	Green Wood Residue Pellets Dry Wood Residue Green & Dry Wood Residue Green Wood Residue	5 4,500 1,250 60,000 50,000 258,700 16,200 2,565	Underfeed Stoker Furnace Injection Over Grate Suspension Burner Stationary Grate Suspension Burner Water Tube - Grate Stationary Grate Auger Fed Stoker
Sleepy Hollow Millwork SONOCO Products Steamboat Sawmill	Fort Ripley Pine River Bemidji	Dry Wood Residue Green Wood Residue	2, <b>000</b> 58	Stoker
Superwood Corp. Superwood Corp. Thompson Hardwood Lumber	Bemidji Duluth Minneapolis	Green Wood Residue Green Wood Residue Dry Wood Residue	25,000 18,000 200	Stnry Grate, Dutch Oven Grate and Suspension Suspension Burner
Toms Wood Service Tri-State Forest Products Tuohy Furniture Warner Manufacturing Warrerwood, Inc.	Chatfield Akeley Rice	Green Residue, Chips Dry Wood Residue Dry Wood Residue Dry Wood Residue	32 200 550	Trvlg Bed, Underfire Stkr
Winkelman Bros. Woodcraft Indust., Inc. Woodcraft Indust., Inc. Woodland Container, Inc. Woodland Container, Inc.	Northome Foreston St. Cloud Aitkin Staples	Green Wood Residue Dry Wood Residue Dry Wood Residue Green Wood Residue Green Wood Residue	167 3,000 3,000 3,500	Suspension Burner Suspension Burner

### PRIVATE BUSINESSES AND ORGANIZATIONS USING FIBER FUEL

FIRM or ORG	LOCATION	FUEL TYPE	TONS per YR	SYSTEM TYPE
A&E Industries	Avon			
Advance Machine Company		Green Wood Chips	1,300	Gravity Feed
Anaco Inc.	Crosby	Pellets	20	Stoker-Forced Air Furnace
Anderson Construction	Brainerd	Pellets		
ASHCON Inc. Dist. Heating		Green Wood Chips	2,200	Underfeed Stoker
Assoc. Plumbing & Heating	Crookston	Pellets (wood, sunflower)		Hot Water Boiler
Baptist Church	Floodwood	Pellets		
Bearskin Lodge	Grand Marais	Green Wood Chips		
Bel Air Motel	Bemidji	Chunk Hood		Garn
Berger Apartments & Store	Erskine	Pellets		
Camp Shamineau	Motley	Pellets	55	Low Pressure Boiler
Coca Cola Bottling	Crookston	Pellets	40	Auto Stoker
Combo Furnace Sales	St. Francis	Pellets		
Crest Motel & Supper Club	Caledonia	Green Wood Residue		
Crosby Carwash & Laundry	Crosby	Sawdust	586	
Crosby Theater	Crosby			
D & J´Machining	Brainerd	Pellets	30	
Dan & Jerry's Greenhouse	Buffalo			
Earl Holasek Greenhouse	Chanhassen	Green Fuel		
Eichof Building	Crookston	Pellets		
Fabridyne & Custom Prod.	Litchfield	Pellets	350	Under Feed Stoker
First National Bank	Aitkin	Dist. Heating from ASHCON		
Fleet Supply	Mora	Pellets		
Floodwood Catholic Church	Floodwood	Pellets		
Floodwood Hardware	Floodwood	Pellets		
G&L Supply	Aitkin	Dist. Heating From ASHCON		_
Galloway Boys Ranch	Wahkon	Chunk Wood		Garn
Garth Meschke Turkey Farm		Pellets		ŗ
Gehling_Implement	Preston	Green Wood Residue	### M	
Gessel Feed Mill	Swanville	Pellets (sunflower)	588	
GLARCO	Aitkin	Dist. Heating From ASHCON		
Glenmore Foundation	Crookston	Pellets		
GT Auto Parts	Floodwood	Pellets		
Gustafson Apartments	Warren	Pellets		
Herbies Market	Red Lake Falls	Pellets		
Humble Stove Co.	Rushford	Green Fuel		Illuden Feed Obelien
Isle Automotive	Isle	Pellets		Under Feed Stoker
Jesus is King Church	Thief River Falls	Pellets (sunflower hulls)	16	Auger-Stoker
	Aitkin	Dist. Heating from ASHCON		
Len Busch Greenhouse LePier Tire	Hamel Constant	Green Wood Residue Pellets		
	Crookston Floodwood	Pellets		
	Grand Marais			
	Eden Valley	Green Wood Chips		
	Felton	Pellets		
	Hackensack	LEVIERD		
	Grand Marais	Green Wood Chips		
North Shore Dairy & Laund		Green Wood Chips		
	Staples	Pellets		

#### PRIVATE BUSINESSES AND ORGANIZATIONS USING FIBER FUEL

FIRM or ORG	LOCATION	FUEL TYPE	TONS per YR	SYSTEM TYPE
Northern States Power Co. Northwest Hospital	Bayport Thief River Falls	Dry Wood Residue		Suspension/Co-generation
Osterberg Furniture	Mora	Pellets		
Park Rapids Floral	Park Rapids	Green Fuel	04	Council Otto C
Pine River Group Home	Pine River	Pellets	21	Forced Air Furnace
Pizza Outlet Poly Foam, Inc.	Aitkin Lester Prairie	Dist. Heating from ASHCON Green Chips	5, 200	Injector
Red Pine Alfalfa	Crookston	oreen Girps	J, L00	Tillector
Rivard Quality Seeds	Argyle	Pellets (sunflower hulls)	500	Stoker
Roy Apartments	Grand Rapids	Pellets		
Sears Store	Litchfield	Pellets	15	Under Feed Stoker
Solbakken Resort	<b>.</b> .	Chunk Hood		Garn
Spalding House	Çrosby	Pellets	100	
Spectrum Metals	Isle	Chunk Wood		Garn
St. Francis Hospital St. James Catholic Church	Little Falls	Green Wood Chips		Pneu. Injector
Thompsen Greenhouse	Thief River Falls	Dist. Heating from ASHCON Pellets	159	Stoker-Forced Air Furnace
Tomteboda Motel	Grand Marais	Green Wood Chips	100	STOKE TOILED HIT TUTIBLE
Village Laundromat	Aitkin	Green Wood Residue		Stoker
Village of Smokey Hills	Osage	Chunk Hood		Garn
Wadena Floral	Wadena			_
Wilder Boys Camp	Markville	Chunk Hood		garn
Wilder Girls Camp	Markville	Chunk Hood		Garn

# Summary of Fiber Fuel Users

User Category	Number of Installations
Schools	84
Government and Public Organizations	33
Forest Products Industries	52
Private Businesses and Organizations	72
TOTAL	241

See page 18 for summary of the growth of commercial wood energy use in Minnesota since 1970.

# CONSULTANTS IN THE FIBER FUELS INDUSTRY

The following is a list of consultants providing services to fiber fuels users. This list is meant to be representative and certainly does not contain all of those firms and individuals capable of providing such services. Inclusion or omission from this list does not constitute endorsement by the publishers of this report.

	CONSULTANTS	SERVICES OFFERED	SYSTEM TYPES	SIZE
1)	Architectural Resources Inc. 704 East Howard St. Hibbing, MN 55746 (218/263-6868) Parnell Satre P.E.	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification	Residential Commercial Institutional Industrial
2)	Blesi-Evans Co. 2533 24th Ave. So. Minneapolis, MN 55406 (612/721-6237) Mark Evans	Equipment Supplier Design Project Feasibility System Analysis	Green Fuel Densified Fuel Co-Generation Etc.	Commercial Institutional Industrial
3)	Diversified Energy Consultants P.O. Box 387 Oakland, Iowa 51560 (712/482-3666) Oren Hodges/Dave Merril	Equipment Supplier Design Project Feasibility System Analysis	Green Fuel Densified Fuel	Residential Commercial Institutional Industrial
4)	Energy Research Associates 2115 West Norfolk Mequon, Wisconsin 53092 (414/242-6427) Richard C. Wright P.E.	Design Project Feasibility System Analysis Testing	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Residential Commercial Institutional Industrial
5)	Energy Resource Systems Inc. 424 West County Road D Roseville, MN 55112 (612/631-1681)	Equipment Supplier Design Project Feasibility System Analysis Installation Testing	Green Fuel Densified Fuel Co-Generation Etc.	Commercial Institutional Industrial
7)	Eumurian Associates 9707 Janero St. No. Mahtomedi, MN 55115 (612/631-1681)	Design Project Feasibility System Analysis	Gasification	Industrial
8)	Forest Fuels Inc. 1020 Washington St. Brainerd, MN 56401 (218/828-0904) Bob Despot	Equipment Supplier Design Project Feasibility Systems Analysis Installation Testing	Green Fuel Densified Fuel	Commercial Institutional Industrial
9)	Garn Inc. 384 West County Road D St. Paul, MN 55112 (612/633-1357) John Terpstra	Equipment Supplier Design Project Feasibility System Analysis	Green Fuel	Residential Commercial Institutional Industrial
10)	General Heating & Engineering 1922 W. Superior St. Duluth, MN 55806 (218/727-1888) Brian Broden	Equipment Supplier Design Project Feasibility System Analysis Installation Testing	Green Fuel Densified Fuel	Commercial Institutional Industrial
11)	HDR Techserv Inc. 5401 Gamble Drive Suite 300 Minneapolis, MN 55416 (612/544-7741) Don Krebs	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial

# CONSULTANTS IN THE FIBER FUELS INDUSTRY

	CONSULTANTS	SERVICES OFFERED	SYSTEM TYPES	SIZE
12)	Horty-Elving & Associates 505 East Grant St. Minneapolis, MN 55404 (612/332-4422) Jim Elving	Design Project Feasibility System Analysis	Green Fuel Densified Fuel	Commercial Institutional
13)	I.E. Associates 3704 11th Ave. South Minneapolis, MN 55407 (612/823-3154) Tom Abeles	Design Project Feasibility System Analysis Project Financing	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
14)	Jacobson Machine Works, Inc. 2445 Nevada Ave. No. Minneapolis, MN 55427 (612/544-8781) Bob White	Equipment Supplier System Analysis	Green Fuel Densified Fuel Gasification	Commercial Institutional Industrial
15)	John E. Foss P.E. 3215 Riverside Drive Moorhead, MN 56560 (218/236-1540)	Design Project Feasibility System Analysis	Densified Fuel	Commercial Institutional
16)	Joseph V. Edeskuty & Associates 15255 Minnetonka Blvd. Minnetonka, MN 55345 (612/933-5677) Robert Von Edeskuty	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
17)	JRJ Inc Engineering Services R.R. 1, Box 90 Pengilly, MN 55775 (218/885-1525) Ray Jacobson	Design Project Feasibility System Analysis	Green Fuel Densified Fuel	Commercial Institutional Industrial
18)	KMW Systems Inc. Wolf Island Road, Box 4101 Hayward, Wisconsin 54843 (715/462-9533)	Equipment Supplier Design Project Feasibility System Analysis Installation	Green Fuel Densified Fuel Co-Generation Etc.	Commercial Institutional Industrial
19)	Lundquist, Wilmar, Schultz & M 821 Raymond Ave., Suite 300 St. Paul, MN 55114 (612/642-9771) Len Lundquist	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Co-Generation Etc.	Residential Commercial Institutional Industrial
20)	Michaud, Cooley & Erickson 625 4th Ave So., Suite 1325 Minneapolis, MN 55415 (612/475-3419) Doug Cooley	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
21)	Peat Energy Systems P.O. Box 69 Rosemount, MN 55068 612/423-5181 Ron Carlson	Equipment Supplier Design Project Feasibility System Analysis		
22)	Peatalizer People P.O. Box 305 Red Lake Falls, MN 56750 (218/253-4243)	Design Project Feasibility System Analysis	Densified Fuel	Commercial Institutional Industrial
23)	Posko Associates Inc. 20720 W. Watertown Rd, Suite 200 Waukesha, Wisconsin 53186 (414/786-7200) Tom Posko	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial

# CONSULTANTS IN THE FIBER FUELS INDUSTRY

	CONSULTANTS	SERVICES OFFERED	SYSTEM TYPES	SIZE
24)	R.W. Gorman Associates Inc. P.O. Box 548 Washburn, Wisconsin 54891 (715/373-2632) Richard Gorman	Equipment Supplier Design Project Feasibility System Analysis Installation	Green Fuel Densified Fuel Co-Generation Etc.	Residential Commercial Institutional Industrial
25)	Richwood Company 310 Snelling Ave. No. St. Paul, MN 55104 (612/641-0460)	Equipment Supplier Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification	Commercial Institutional Industrial
26)	Robert Massengill Inc./CPM 2524 118th Lane NW Coon Rapids, MN 55433 (612/332-1400)	Design Project Feasibility System Analysis	Densified Fuel	Residential Commercial Institutional Industrial
27)	Robert O. Brown Co. 6885 Washington Ave. So. Edina, MN 55435 (612/941-8843)	Design Project Feasibility System Analysis Testing	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
28)	Spaulding Engineering Ltd. 1821 University Ave. St. Paul, MN 55104 (612/644-5676) Roy Spaulding	Design Project Feasibility System Analysis Installation Testing	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
29)	Sylva Energy Systems Inc. 519 Richard St. Thunder Bay, Ontario Canada P7A1R2 (807/683-6795) Terry Gunnell MN Contact: Wells Oswalt (612/251-6079)	Equipment Supplier Design Project Feasibility System Analysis Installation Testing	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Residential Commercial Institutional Industrial
30)	Toltz, King, Duvall Anderson & Associates 2500 American Nat'l Bank Bldg. St. Paul, MN 55101 (612/292-4400) Jim Sebesta P.E.	Design Project Feasibility System Analysis	Green Fuel Densified Fuel Gasification Co-Generation Etc.	Commercial Institutional Industrial
31)	T.S.P. 7301 Ohms Lane, Suite 480 Minneapolis, MN 55435 (612/830-0070) Rochester: (507/288-8155) Duluth : (218/722-6892)	Design Project Feasibility System Analysis Installation	Green Fuel Densified Fuel Co-Generation Etc.	Commercial Institutional Industrial
32)	Sam Stewart & Associates, Inc. 3101 Old Hwy 8, Suite 201 Roseville, MN 55113 (612/636-9811) Sam Stewart	Design Project Feasibility System Analysis Testing	Green Fuel Densified Fuel Gasification Co-Generation	Commercial Institutional Industrial
33)	Humble Manufacturing Hwy 43 N., Box 704 Rushford, MN 55971 (507/864-2525) Lee Humble	Equipment Supplier Design Installation Project Feasibility	Green Fuel Densified Fuel	Residential Commercial Institutional Industrial

 $\underline{\text{HOW TO CHOOSE A CONSULTANT:}}$  Consultants vary by amount of experience, areas of major expertise, cost and location. To find the consultant to best serve your needs:

- \* Specifically identify and describe your needs.
  \* Solicit bids from several consultants.
  \* Ask each consultant for a list of similar clients served. Contact those clients to determine how their needs were met.

# SOURCES OF FIBER FUEL INFORMATION

#### SOURCE

Minnesota Dept. of Energy & Economic Development Energy Information Center 900 American Center 150 East Kellogg Boulevard St. Paul, Minnesota 55101

Telephone: Twin Cities: 612-296-5175 MN Toll Free: 800-652-9747

Minnesota Dept. of Natural Resources Division of Forestry Box 44, DNR Building 500 Lafayette Road St. Paul, Minnesota 55146 Telephone: 612-296-6491

Natural Resources Research Institute 3151 Miller Trunk Highway Duluth, Minnesota 55811 Telephone: 218-720-4294

Fiber Fuels Institute 3072 Ranchview Lane P.O. Box 41191 Minneapolis, Minnesota 55447 Telephone: 612-559-8164

Solor Energy Research Institute Technical Inquiry Service 1617 Cole Boulevard Golden, Colorado 80401 Telephone: 303-231-7303

University of Minnesota 202 Kaufert Lab 2004 Folwell Avenue St. Paul, Minnesota 55108 Telephone: 612-624-3407

Minnesota Dept. of Natural Resources Division of Minerals Box 45, DNR Building 500 Lafayette Road St. Paul, Minnesota 55146 Telephone: 612-296-4807

Iron Range Resources & Rehabilitation Board Box 411 Eveleth, Minnesota 55734 Telephone: 218-744-2993

#### TYPE OF INFORMATION

Agricultural Residue Resources General Information Financial Resources

Wood Resources Fiber Fuel Users Fiber Fuel Producers

Fiber Fuels Research and Development, Direct Industry Assistance

Fiber Fuel Standards Fiber Fuel Sources, Users, And Producers General Information

Information On Renewable Energy Research, Including Fiber Fuels

General Information On The Industrial/Commercial Use Of Wood For Energy

Peat Resources
Peat Combustion
Peat Energy Development

Financial Resources

### POLLUTION CONTROL REGULATIONS

# Synopsis of State Rules That Apply to Fiber Fueled Installations and Conversions

The following is a brief synopsis of State statutes and rules that pertain to air pollution and the owners or operators of fiber fueled boilers or heating equipment.

This synopsis is not intended to represent any State statute or rule in its entirety. Please consult the appropriate reference or the Minnesota Pollution Control Agency (MPCA) for additional information.

#### Permits

An owner or operator of any fiber fueled boiler or heating device that has a rated heat input of more than five (5) million BTU's per hour is required to obtain a permit from the MPCA. Such a permit is required prior to construction of new equipment or modification of existing equipment. Minn. Statute 116.081, Subd. 1, (1982); 6 MCAR § 4.4303; 6 MCAR § 4.4001.

The owner/operator of fiber fueled equipment, should be prepared to provide the following information which is routinely requested by the Agency for issuance of a permit:

- A completed MPCA boiler data sheet for the new or modified boilers and for any remaining boilers at the site
- Available test data of a similar installation provided by the equipment suppliers or other sources.
- 3. Layout and detail drawings that are available for the boiler, the building, the wood products fueling system and the wood products storage facility.
- 4. A listing of the suppliers and specifications of the wood fuel.
- 5. The anticipated annual usage of the wood fuel.
- 6. Assurance from the manufacturer that the equipment will meet all applicable State and federal air emission standards.

7. Written manufacturer's operating instructions which will result in the most efficient combustion and will enable the equipment to meet emission limits. Assuming they are available, and if not, they should be created by the manufacturer at the user's request.

Permit Applications or Additional Information can be Obtained by Contacting:

George Vasilakes
Division of Air Quality
Minnesota Pollution Control Agency
1935 West County Road B2
Roseville, Minnesota 55113
(Telephone: 612-296-7325)

#### Emission Standards

The owner or operator of a fiber fueled boiler or heating device must meet two (2) criteria to be in compliance with State emission limits.

First, gases emitted to the atmosphere from the device must not exceed 20% opacity (smoke density). 6 MCAR § 4.004.

Second, particulate matter in the exhaust gases must not exceed 0.4 or 0.6 pounds of particulate matter per million BTU's of heat input, depending on the age of the device and location in the State. 6 MCAR § 4.004.

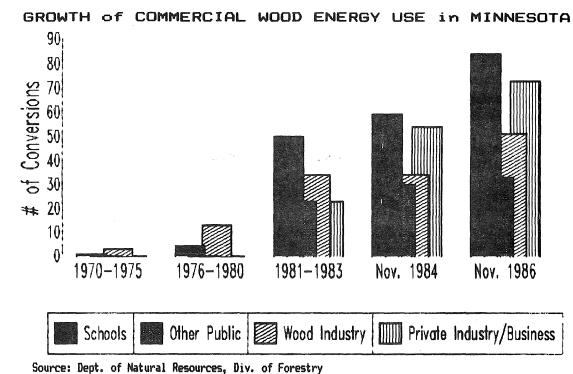
Note: Units smaller than five (5) million BTU's heat input per hour are not exempt from these standards.

#### Stack Testing

The MPCA has the authority to request the owner/operator to conduct a stack test in order to demonstrate compliance with emission standards. The cost of stack testing is the responsibility of the owner/operator. 6 MCAR § 4.4304.

#### Enforcement

The MPCA has the authority to seek prosecution, civil penalties, injunction, or other legal remedies for violations of emission standards or permit require[17] ments. Minn. Statute 115.071 (1982).



# IMPACT OF FIBER FUEL USE ON MINNESOTA'S ECONOMY



WHEN \$1 IS SPENT FOR:

Petroleum Energy

Biomass Energy

TOTAL ADDITIONAL ECONOMIC ACTIVITY GENERATED IN MINNESOTA IS

. 34

\$1.50

Source: Dept. of Energy and Economic Development, Policy Analysis Input-Output Model

# FIBER FUELS INSTITUTE

3072 Ranchview Lane P.O. Box 41191 Minneapolis, Minnesota 55447

Telephone: (612/559-8164)

### Fuel Cost Comparisons Per Million BTUs

Fuel	Price	Cost Per Million BTUs of
		Useable Heat
Electricity 3,415	Per KWH \$ .035 .045	Per MM BTUs \$10.79 13.87
BTUs/kwh	.055 .065	16.96 20.05
Eff.=95%	.075	23.11
# <b>2 Oil</b> 138,000 BTUs/gal.	Per Gal. \$ .90 1.00 1.10 1.20	Per MM BTUs \$ 8.16 9.06 9.98 10.88
Eff.=80%	1.30	11.79
Propane 90,600 BTUs/gal. Eff.=78%	Per Gal. \$ .60 .65 .70 .80	Per MM BTUs \$ 8.49 9.20 9.91 11.32
Natural Gas 1 million BTUs/MCF	Per MCF \$4.00 4.50 5.00 5.50 6.00	Per MM BTUs \$ 5.00 5.63 6.25 6.88 7.50
Eff.=80%	6.50	8.13
Firewood 20 million BTUs/cord Air Dried	Per Cord \$40.00 60.00 80.00 100.00	Per MM BTUs \$ 3.64 5.45 7.27 9.09
Eff.=55%	120.00	10.91
#5 & #6 Oil 143,000 BTUs/gal. Low Sulfur	Per Gal. \$ .60 .65 .70 .75	Per MM BTUs \$ 5.25 5.69 6.12 6.56
Eff.=80%	.75	7.00

n BTUs		
Fuel	Price	Cost Per Million BTUs
		Useable Heat
Wood, Peat, Agri. Fuel Pellets or Briquettes 8,000 BTUs/lb. @ 8% M.C. Eff.=78%	Per Ton \$50.00 55.00 60.00 65.00 70.00 75.00	Per MM BTUs \$ 4.00 4.41 4.81 5.21 5.60 6.01
Eastern Coal 13,250 BTUs/lb. Eff.=78%	Per Ton \$70.00 75.00 80.00 85.00 95.00	Per MM BTUs \$ 3.39 3.63 3.80 4.11 4.60
Western Coal 9,000 BTUs/lb. Eff.=75%	Per Ton \$40.00 45.00 50.00 55.00 60.00	Per MM BTUs \$ 2.96 3.33 3.70 4.07 4.44
Wood Chips 4,700 BTUs/lb. @ 45% M.C. Eff.=65%	Per Ton \$18.00 20.00 22.00 25.00 30.00	Per MM BTUs \$ 2.95 3.27 3.60 4.09 4.90
Lignite 7,000 BTUs/lb. Eff.=75%	Per Ton \$40.00 45.00 50.00 60.00	Per MM BTUs \$ 3.81 4.29 4.76 5.71
Peat Sods or Milled 6,000 BTUs/lb. @ 30% M.C. Eff.=68%	Per Ton \$20.00 25.00 30.00 35.00	Per MM BTUs \$ 2.45 3.06 3.68 4.29

<sup>\*</sup>Useable heat costs are *comparable*. The cost per million BTUs as received (gross heating value) of each fuel is divided by the firing efficiency to yield the cost per million BTUs of useable (net) heat. For example: (1) #2 oil has 7.25 gal. per million BTUs. At 90¢ per gal., the as-received cost per million is 7.25 gal. x 90¢ = \$6.53.  $$6.53 \div 80\%$  efficiency = \$8.16 per million BTUs of useable heat. (2) Fiber fuel briquettes or pellets have 16 million BTUs per ton as received. At \$60.00 per ton, the as-received cost per million BTUs is  $$60 \div 16 = $3.75$ .  $$3.75 \div 78\%$  efficiency = \$4.81 per million BTUs of useable (net) heat.

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