

Fuel Switching! Moving to Advanced Wood Heat & Heat Pumps

Vermont Energy & Climate Action Network Conference

December 1, 2018

Sarah Wolfe, Energy Action Network Val Stori, Clean Energy States Alliance Adam Sherman, Biomass Energy Resource Center

Overview

Why is fuel switching important?

- Thermal emissions in the context of statewide emissions
- Pace necessary to meet Paris Climate Accord

Heat Pump Overview

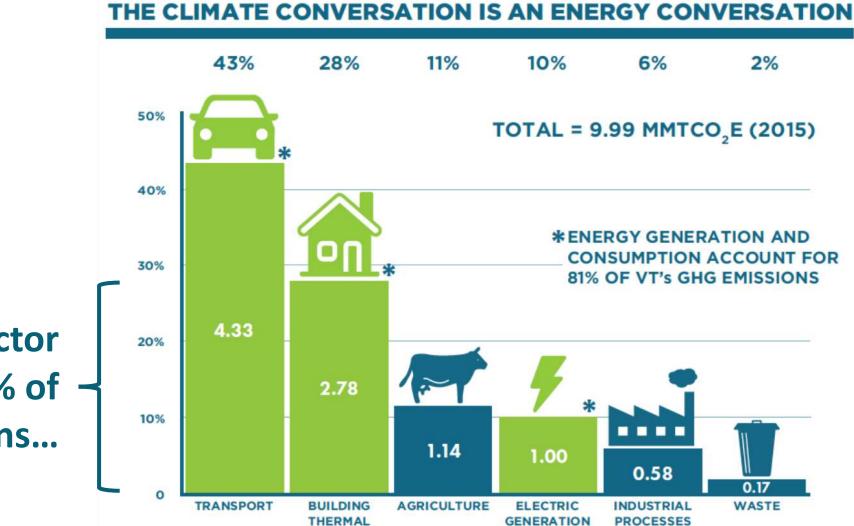
- Overview of the technology and applications
- Cost savings
- How to encourage adoption

Advanced Wood Heat Overview

- Overview of the technology and applications
- Cost savings
- How to encourage adoption

Q&A

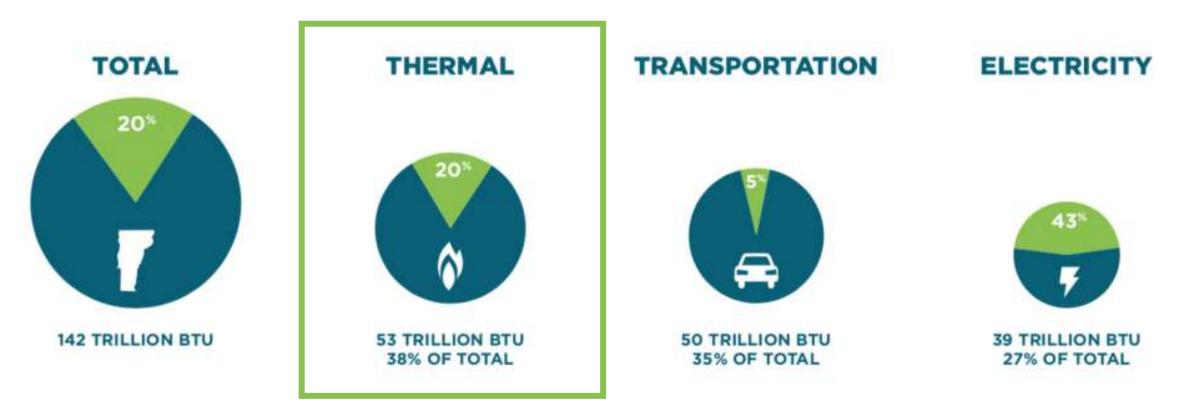
Energy is integral to emissions reduction



The thermal sector makes up 28% of our emissions...

SOURCE: HISTORICAL AND CURRENT EMISSIONS FROM VERMONT AGENCY OF NATURAL RESOURCES: CLIMATECHANGE.VERMONT.GOV

Increase renewability of Total Energy



...38% of our energy use, and is only 20% renewable



Pathway to 2025: Top Ten Drivers

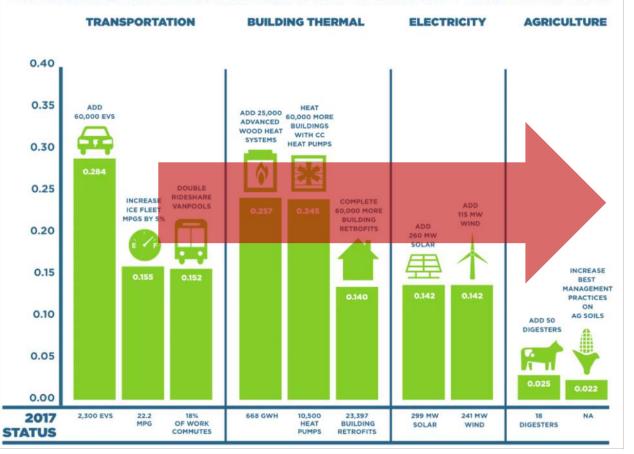
Reaching Vermont's 2025 Milestones

The top 10 drivers to reach Vermont's energy and climate milestones are concentrated in the transportation and thermal sectors.

No single pathway or driver is sufficient. Getting to the Paris goal would require ALL of these drivers. If Vermont falls short on any one driver, it would need to compensate by making more progress with a different driver.⁸

THE TOP 10 DRIVERS TO VERMONT'S 2025 MILESTONES

1.56 MMTCO₂e REDUCTION BY 2025 IS REQUIRED TO MEET PARIS ACCORD Update: Based on new 2015 emissions numbers, VT would now have to do 62% more than what is modeled here to meet our Paris commitment.



- 87,000 heat pumps
- 25,000

 advanced
 wood heat
 systems
- 10% from other drivers

Thermal: Economic Opportunity

AVERAGE HEATING FUEL PRICING TRENDS (1998-2018)¹⁶

\$60 **PROPANE - RESIDENTIAL** FUEL OIL - RESIDENTIAL NATURAL GAS - COMMERCIAL \$50 ш Ι INDICATED BY THICKER LINES DELIVERED \$40 BAGGED WOOD PELLETS - RESIDENTIAL COLD CLIMATE HEAT PUMPS - RESIDENTIAL \$30 WOOD CHIPS - COMMERCIAL MMBTU \$20 \$10 1999 1998 2000 2002 2005 2006 2008 2012 2015 2016 2018 2001 2004 2009 2010 2011 2013 2014 2017 2003 2007

Stable and low-cost renewables

VS.

Volatile fossil-fuel prices



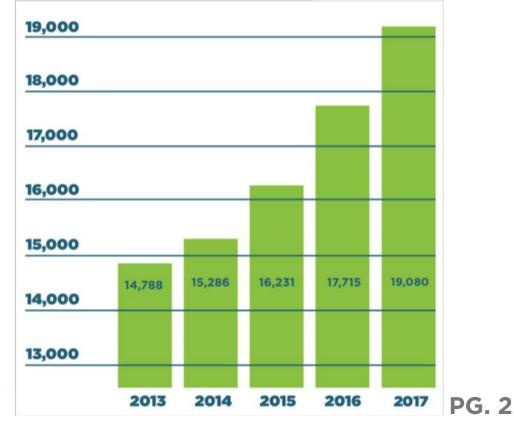
Total Energy: Economic Opportunity

78¢ OF EVERY \$1 SPENT ON FOSSIL FUEL LEAVES VERMONT... NEARLY **\$1.5 BILLION PER YEAR**²²

...but \$\$ spent on local renewables creates more jobs for Vermont

VERMONT CLEAN ENERGY JOBS²¹

Up 29% since 2013



TR

Heating Your Home or Business with

Air Source Heat Pumps

Val Stori, Project Director, CESA

VECAN Conference 1 December 2018







www.cesa.org

Technology Overview

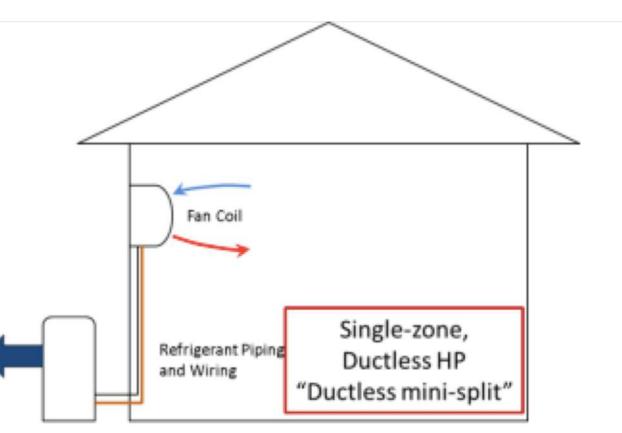
- A viable heating option for the Northeast
- Cold climate Air Source Heat Pumps (ccASHPs) can run in temperatures down to -15°F and below
- Save energy, save money, increase home comfort, improve indoor air quality.





How Does an ASHP Work?

- Heat pumps don't generate heat—they move heat!
- ASHPs use electricity to remove heat from the outside air. The cold air runs through a refrigerant, which extracts the heat from the air, compresses it into a hot gas under pressure. As the gas depressurizes, it releases the heat through the indoor unit.
- ASHPs operate in reverse in cooling mode.
- ASHPS can be **ducted** or **ductless**.
 - Ductless systems connect outdoor to indoor units with a small flexible pipe. One or more units can be used with a single outdoor condensing unit. These are known as minisplits and multi-splits.
 - Ducted systems can use existing duct work (if the ducts are in good shape and appropriately sized for the ASHP). **Image by Northeast Energy Efficiency Partnership*







What If I Just Want to Offset my Fossil Fuel Use?







Choosing an Efficient Model

- Look for the Coefficient of Performance (CoP) and the Heating Season Performance Factor (HSPF) of the unit you're considering purchasing.
- These efficiencies are captured in NEEP's database of ccASHPs that meet specific performance levels. An ASHP must have a COP >1.75 at 5°F to be placed on the list.<u>https://neep.org/initiatives/high-efficiency-products/emerging-technologies/ashp/cold-climate-air-source-heat-pump</u>
- ASHPS can deliver heat at low temps, but their efficiency begins to drop dramatically below 5°F.
- Efficiency Vermont maintains a list of equipment eligible for rebates that meet certain efficiency criteria. <u>https://www.efficiencyvermont.com/Media/Default/docs</u>/rebates/qpls/efficiency-vermont-cold-climate-heatpumps-qualifying-products.pdf





Will I Save Money?

That depends on several factors:

- The price of the fuel you're displacing
- Proper sizing
- The building's weatherization
- Homeowner use
- The average temperature



Air Source Heat Pump Expected Savings**

	Fuel Type	Oil	Electricity		Propane	Natural Gas	
	Fuel Cost	\$3.13/gallon	\$0.157/kWh \$1,230		\$3.09/gallon	\$1.38/therm	
	Annual Savings	\$250			\$1,000	\$(660)	
	Lifetime Savings	\$5,400	\$20,200		\$16,800	N/A	
	Years to Payback 9.1		3.9	CCI	HP Energy Savings Ca	liculator	
Space heating fuel							One \$
Burlington Electric Department offers an energy savings calcu available here: <u>https://www.burlingtonelectric.com/cchp</u> Water heating fuelSelect One							
					otal annual fuel consumption		
					Current est. space heating cost		
** Image from WePowr. Available at <u>http://wepowr.com/technology/ashp/savings</u> States Alliance							

Accelerating Market Adoption



First, we should understand the market barriers:

- Lack of consumer awareness
- Misinformation
- Few installers & lack of experience
- Regulatory barriers

Strategies for market acceleration:

- Community bulk-purchase programs modeled on the successful Solarize programs
- Outreach to consumers
- Installer training
- Leasing systems
- Downstream and upstream incentives



Residential and Business ASHP Incentives

Efficiency Vermont offers rebates up to \$400

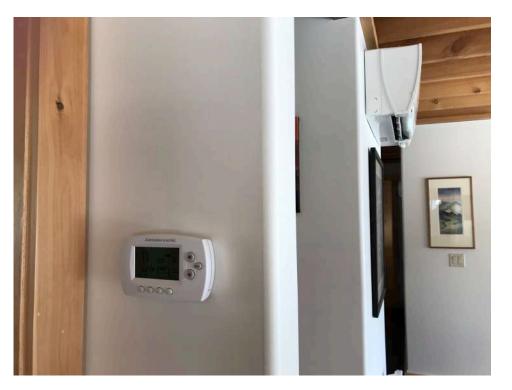
Туре	Rebate Amount
Single or multi zone ≤ 2 tons	\$300
Multi zone ≥ 2 tons	\$400

Your utility may offer additional rebates

Utility	Rebate Amount
Vermont Electric Coop	\$150
Burlington Electric Department	\$450
Washington Electric Coop	\$250



Financing an ASHP



Heat Saver Loans

- Low interest loans
- Up to 15 year loan terms





Val Stori Val@cleanegroup.org (802) 223-2554 ext. 211

Learn more at: <u>www.cesa.org</u>



December 1st, 2018

Heat Local! Advanced Wood Heating for VT

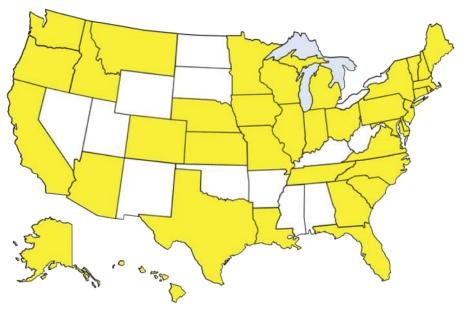
VECAN Conference

Adam Sherman



About VEIC

- Mission-driven nonprofit
- 30+ years reducing economic & environmental costs of energy
- 300 staff in Vermont, Ohio, & Washington DC
- Design and deliver:
 - □ Energy efficiency
 - □ Renewable energy
 - □ Transportation efficiency
- We "think and do"
 - □ 30 Consultants
 - $\hfill\square$ 60 Engineers and TA experts
 - □ 10 Data analytics and EM&V experts
 - □ 8 Financing strategy experts



- Clients
 - Utilities
 - Government
 - Regulators / Consumer Advocates
 - Environmental Organizations
 - Foundations



Major Initiatives





SUSTAINABLE ENERGY

DC

UTILITY











Presentation Outline

- •Wood Fuels
- Wood Heating Equipment
- Integration with Heat Distribution Systems
- Economics
- Conclusion

Wood Heating Fuels

Chunkwood



- Requires hand firing
- Sold based on volume (4'x8'x4')
- Wide range of energy value based on moisture (10 – 55%)
- Costs \$0 20 per MMBtu

Green Woodchips



- Automated fuel feed
- Sold by the green ton
- Variable energy value (MC 35 - 50%)
- Requires indoor fuel storage
- Costs \$7-10 per MMBtu

Dry Woodchips



- Automated fuel feed
- Sold by the green ton
- Less variable energy value (MC under 25%)
- Indoor/outdoor fuel storage
 - Costs \$12-14 per MMBtu

Wood Pellets



- Automated fuel feed
- Sold by the ton
- Very consistent energy value (6-8% moisture)
- Indoor/outdoor fuel storage
 - Costs \$17-20 per MMBtu



Fuels, Appliances, Thermal Output

Cordwood and Bagged Pellets



Point-source Warm Air

Stoves

Cordwood and Bulk Pellets



Cordwood, Bulk Pellets & Chips



Hot Water (100 – 190 degree F)



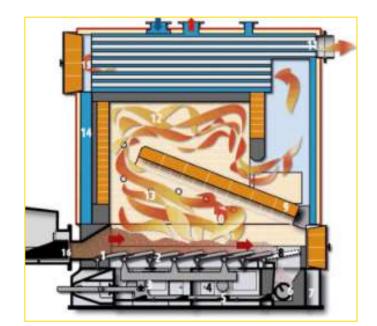
Advanced Combustion & Heat Exchange



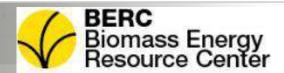
Cordwood system



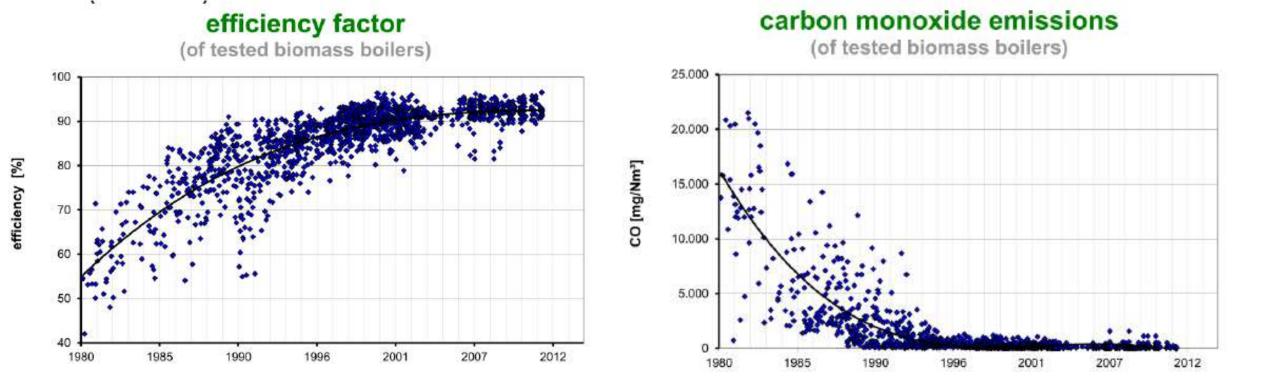
Pellet system



Woodchip system



Advancements in Modern Combustion

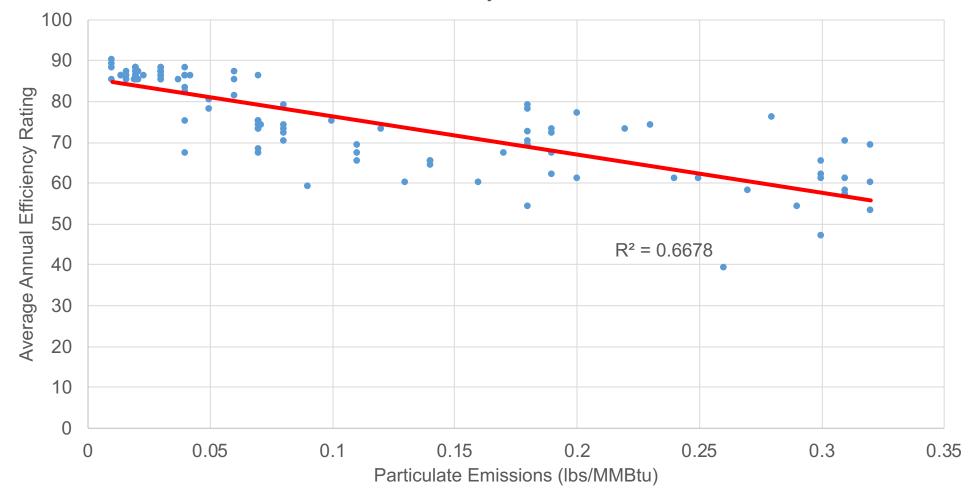


Source: BioEnergy 2020+

Biomass Energy Resource Center

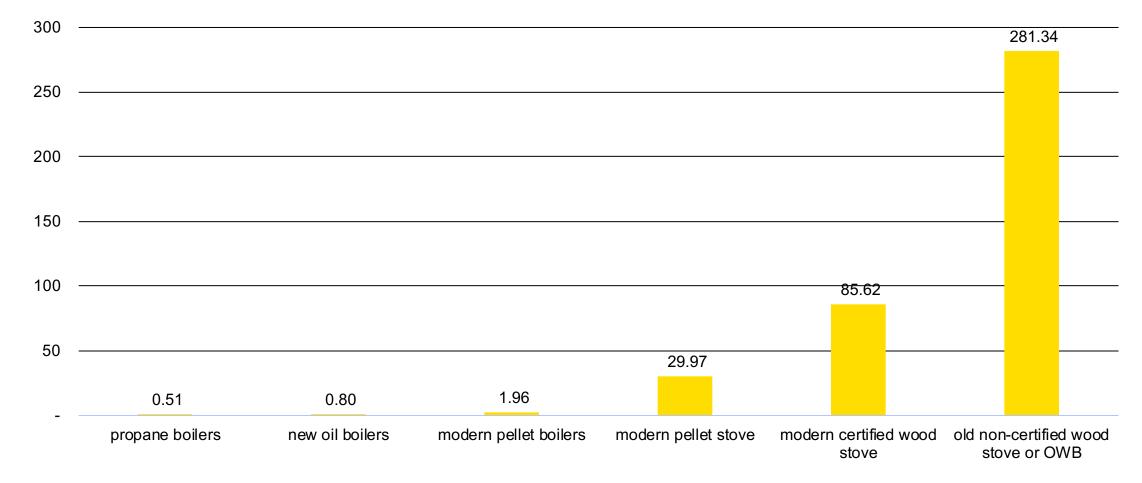
Efficiency & Emissions

EPA Certified Hydronic Heaters





Annual PM Emissions for a Typical Residential Heating System

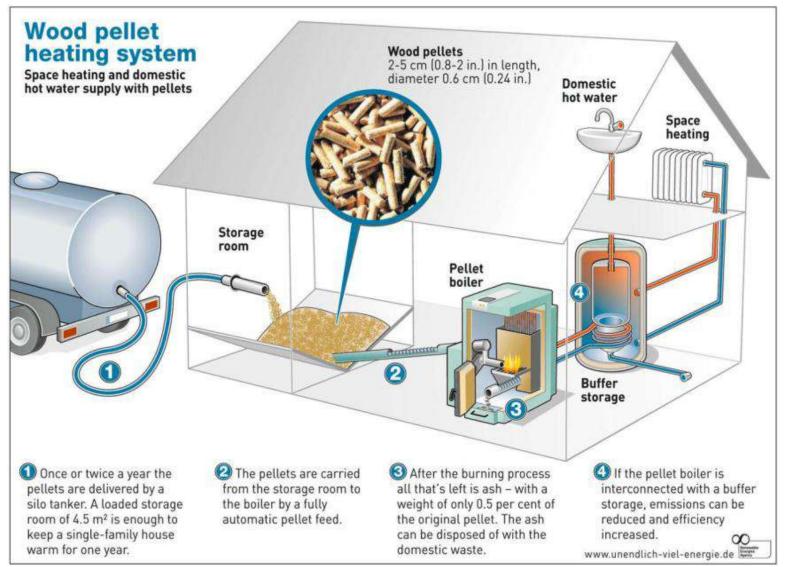




Pounds of PM per year



Automated Heating with Bulk Pellets

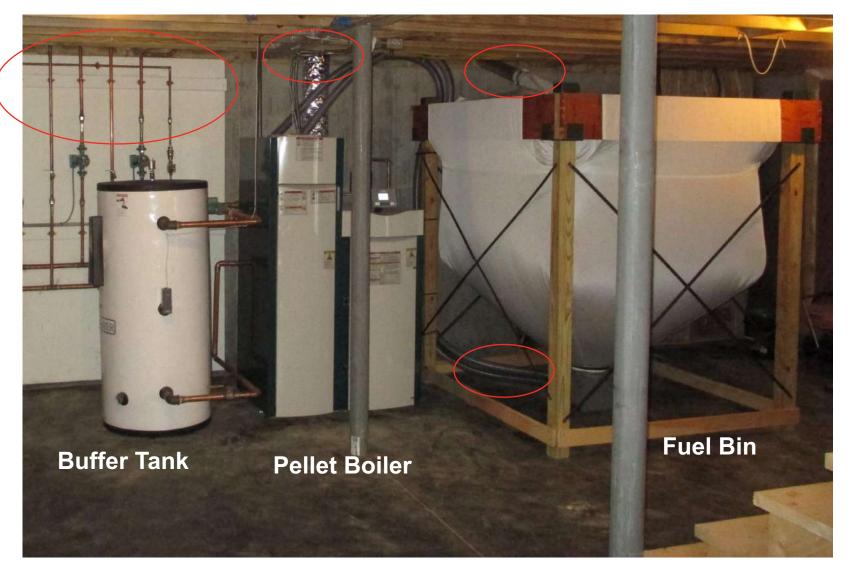




Bulk Pellet Heating System Configurations



Typical Residential System





Advanced Wood Heating Applications

Residential and Small Commercial





Large Commercial/Institutional















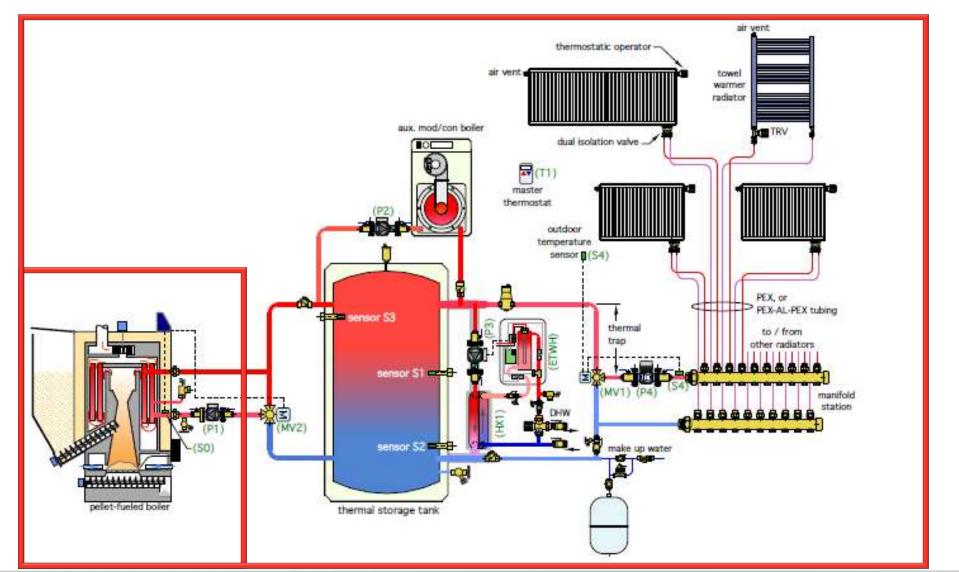








Integration with Heat Distribution System





Heat Distribution Systems

Why Water rather than air?







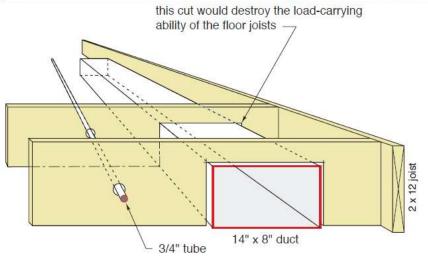




Heat Distribution Systems

Water is vastly superior to air for conveying heat

Material	Specific heat (Btu/lb/ºF)	Density* (lb/ft ³)	Heat capacity (Btu/ft ³ /°F)
Water	1.00	62.4	62.4
Concrete	0.21	140	29.4
Steel	0.12	489	58.7
Wood (fir)	0.65	27	17.6
lce	0.49	57.5	28.2
Air	0.24	0.074	0.018
Gypsum	0.26	78	20.3
Sand	0.1	94.6	9.5
Alcohol	0.68	49.3	33.5

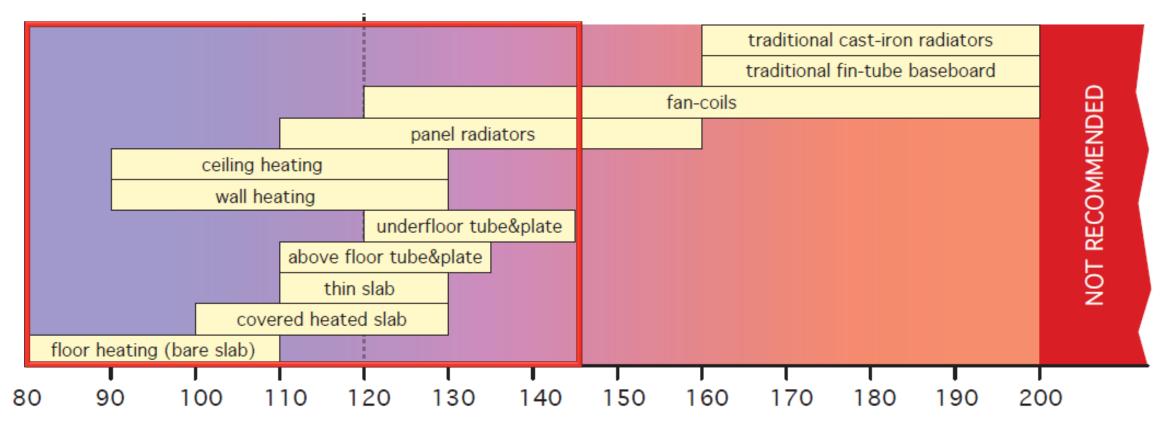


$$\frac{62.4}{0.018} = 3467 \approx 3500$$

A given volume of water can absorb almost 3500 times as much heat as the same volume of air, when both undergo the same temperature change



Heat Distribution Systems

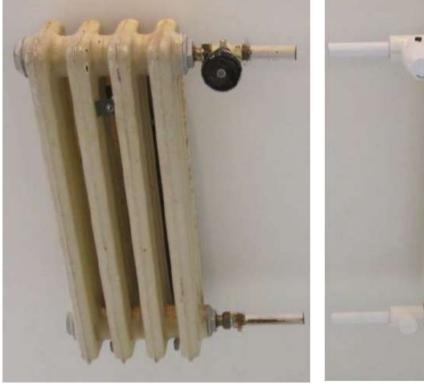


Hot Water Supply Temperature (Degrees Fahrenheit)



Hydronic Heat Emitters

Traditional cast-iron radiator



Modern panel radiator



Baseboard Radiator



Radiant Flooring



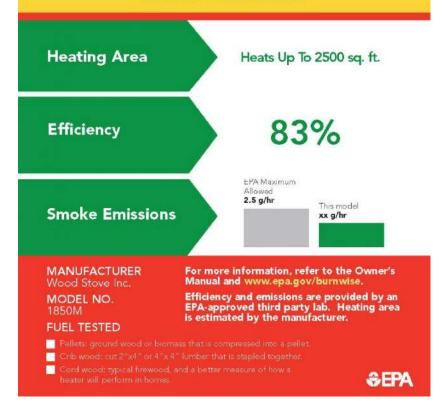
Biomass Energy Resource Center

Woodstoves





This wood-burning appliance meets 2020 U.S. Environmental Protection Agency clean air standards.



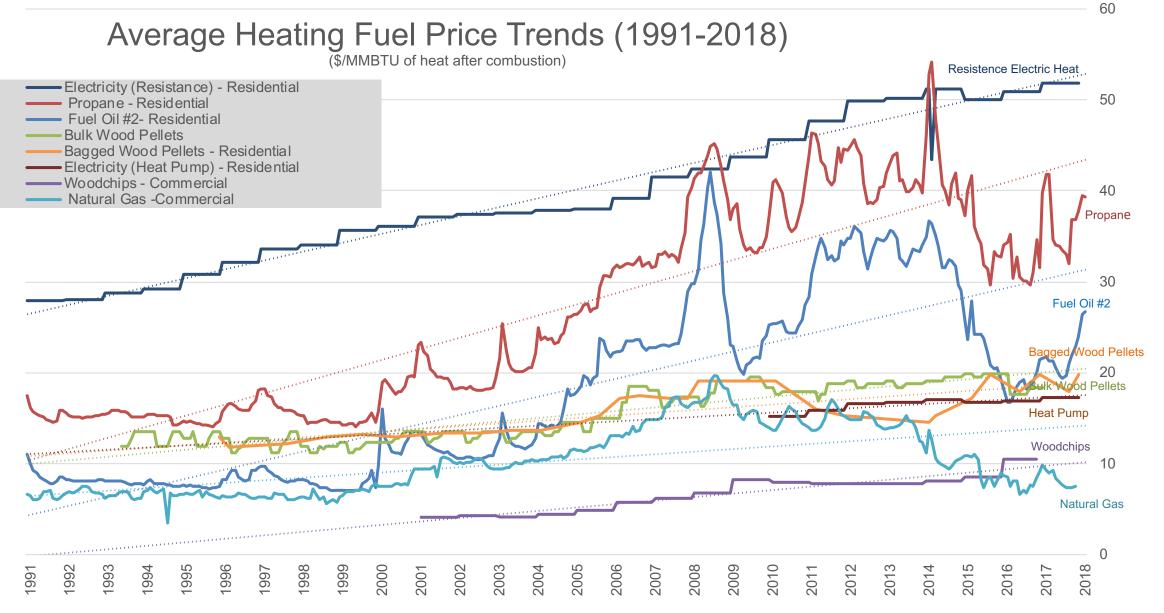


Burn Right



https://www.burnrightvermont.org/



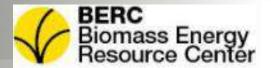


\$/MMBTU



Incentives for Bulk Pellet and Woodchip Central Heating Systems

Market	Building Area	EVT Incentive	CEDF Incentive	Application Process
Residential	Any	\$3,000	\$3 <i>,</i> 000	EVT Residential Rebate form.
Existing Building Commercial	≤ 5,000 ft ²	\$3,000	\$3,000	EVT Commercial HVAC Rebate form.
	> 5,000 ft ²	\$1.25/ft ²	\$3,000	Contact EVT to enroll.
Commercial New Construction	> 5,000 ft ²	\$0.20/ft ² , Minimum \$4,000	\$3 <i>,</i> 000	Contact EVT to enroll.



Stove Incentives

- Support from the Efficiency Vermont
 - \$650 per stove
 - \$100 adder if disposing of old stove
- Support from CEDF
 - \$800 per cord wood stove
 - \$1,000 per pellet stove
 - Disposal of non-EPA unit is required
- Point of purchase discount



Financing

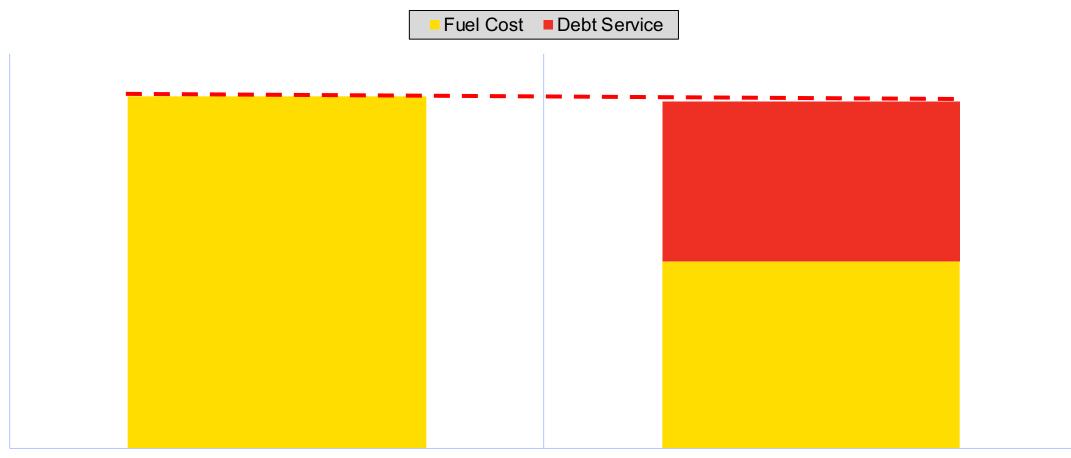
- Heat Saver Loan (Residential Only)
 - Boilers/Furnaces & Stoves
 - Low interest
 - Streamlined application process
- Business Energy Loan (Commercial)
 - Pellet/Chip systems
 - Up to \$50,000
 - Minimal verification
 - Low interest





Economic Tipping Point





OIL HEAT BAU

WOOD HEAT



Feel Good Heat Campaign

https://feelgoodheat.org

INTRODUCING

Today's Self-Stoking Automated Wood Heat

Opt out of oil with delivery of local wood pellets and whole home wood heating systems controlled by your thermostat.



Homes Warmed by Wood. Forests Here for Good.

Wood pellets from local, sustainably harvested trees support productive forest stewardship. By growing energy independence here at home, we're keeping jobs in our community and keeping our forests as forests.



Big BTUs come in a Tiny Package.

New England and New York's pellet mills create additive-free, 100% natural wood pellets that pack clean-burning energy into a tiny package. Switching from oil to locally made pellets can reduce your carbon footprint by over 50% while supporting livelihoods in our local economy.



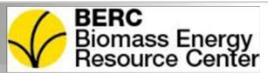
Beep. Beep. Wood Heat is Here.

No splitting, stacking, or lugging. Your supplier delivers pellets right to your basement through a handy hose. It's the convenience of home delivery you're accustomed to, from a cleaner, greener source.



One Touch Warmth.

Now you can have wood heat at the touch of a thermostat. Reliable, renewable, always-ready Automated Wood Heat is warmth you can feel good about. It's whole home, hands free wood heat with benefits that radiate throughout our communities, forests, and climate when you switch from oil.



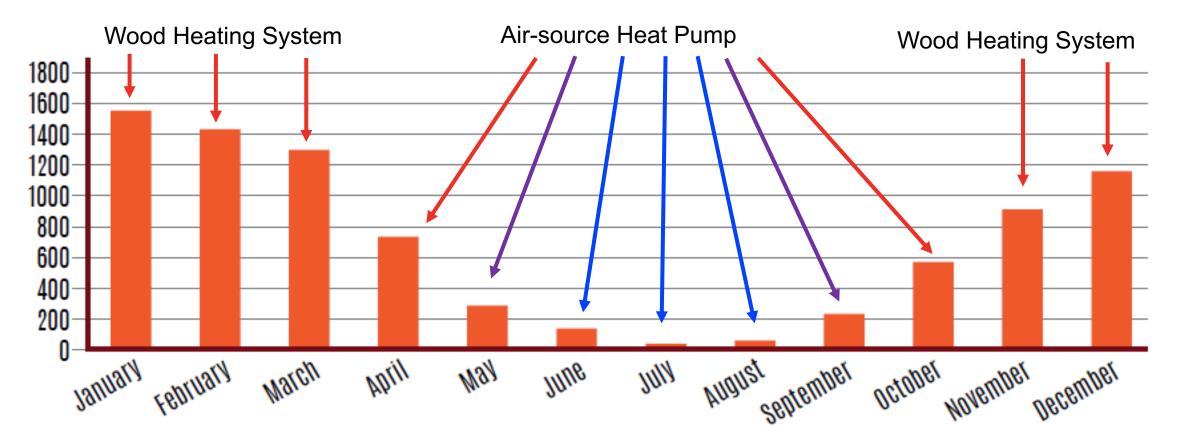
Wood Heat and ASHP Living in Harmony





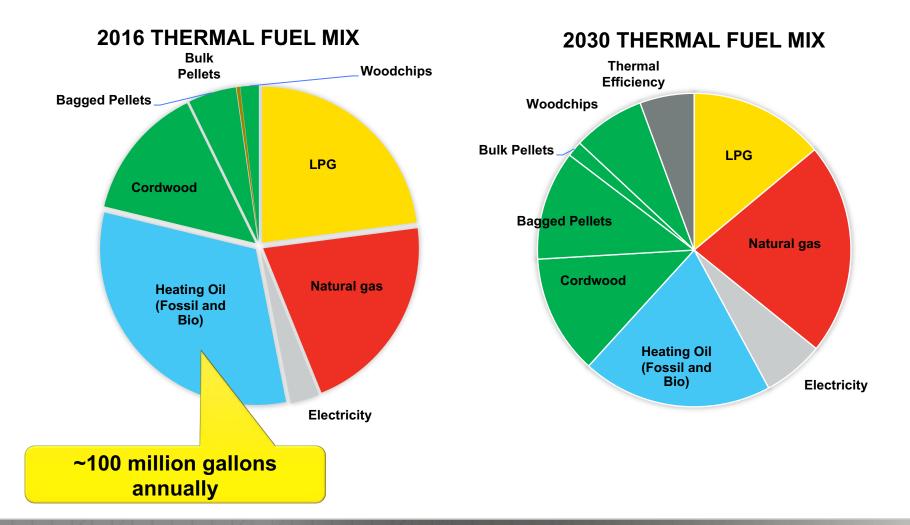


Heating Degree Days





Vermont Energy Goal – 35% of Thermal Energy from Wood Heat by 2030





Questions?



Adam Sherman

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Adam Sherman, Manager Biomass Energy Resource Center, VEIC asherman@biomasscenter.org