



Working Toward the Renewable Fuel Standard

Biomass 2009

March 2009 Joan Glickman, EERE

Biomass Program Goals: Making Cellulosic and Advanced Biofuels a Reality



Short Term: Foster breakthrough technologies needed to make cellulosic ethanol cost-competitive by 2012 (cost target: \$1.33/gal).

Mid Term: Help create an environment conducive to maximizing the sustainable production of biofuels by 2017, including costeffective technology, sufficient infrastructure, appropriate policies, and supportive consumers (cost target: \$1.20/gal).

Long Term: Increase the supply of cellulosic and advanced biofuels to 21 billion gallons by 2022 (per Renewable Fuel Standard in the Energy Independence and Security Act of 2007)





A Billion Dollar Investment in Biofuels



Since early 2007, DOE has announced investments of *more than* \$1 billion for the RD&D of new biofuels technology, with a focus on non-food, cellulosic feedstocks.

- Cellulosic Ethanol Biorefinery Demonstrations at commercial and 10%-scale
- World-class Biomass Research Centers (Office of Science)
- University Research projects (including Advanced Biofuels)
- New and Improved Enzymes and Micro-organism R&D
- Thermochemical Processes R&D (Pyrolysis, Gasification)
- Annual USDA/DOE Joint Solicitation
- Field Trials under the Regional Biomass Energy Feedstock Partnership
- Biofuels Sustainability Studies and GIS-Based System
- Joint EPA/DOE Ethanol Blend Studies



Major DOE Biofuels Project Locations





Six University Conversion Projects

DOE Great Lakes, Madison, WI DOE Joint Bioenergy Institute, Berkeley, CA DOE Bioenergy Science Center, Oak

DOE Bioenergy Science Center, Oak Ridge, TN

South Dakota State Univ., Brookings, SD Cornell University, Ithaca, NY Univ. of Tennessee, Knoxville, TN Oklahoma State Univ., Stillwater, OK Oregon State Univ., Corvallis, OR

Upcoming & Pending Solicitations



In Progress

- Annual USDA/DOE Joint Solicitation for Biomass Research and Development Initiative
 - Up to \$25M for awards of \$1M to \$5M for up to 4 years
- Clean Cities Solicitation for Biofuels Outreach and Education
 - Up to \$1.8M for training so that vehicles and fueling equipment are installed, maintained, and operated in a safe and proper manner
- Integrated Pilot-Scale or Demonstration-Scale Biorefinery for Advanced Biofuels
 - Up to \$200M over 6 years for 5-12 projects

Future Opportunities

- R&D Lab Call
- Recovery Act Funds (\$800 million) -- TBD





Developing A Ready End-Use Market for Ethanol

- More than 9 billion gallons of ethanol were used in the U.S. in 2008
 - More than 99% used in the form of E10
 - E10 market will be saturated at about 14 15 billion gallons
- DOE strategy for expanding ethanol use
 - Determine feasibility of using intermediate ethanol blends (e.g., E15, E20) in conventional vehicles (non-flex fuel vehicles)
 - Expand E85 by targeting specific regions/cities to establish high concentration of FFVs and infrastructure
- EPA has authority to issue a "substantially similar" waiver to allow alternative fuels to be used in place of gasoline
 - Evaluate effects on durability, driveability, materials, and emissions





DOE's Intermediate Blends Effort



- Sponsored by DOE's Biomass and Vehicle Technologies Programs
- DOE initiated analysis in Spring 2007
 - Small, non-road engines given priority in Summer 2007 at EPA request
 - Vehicle evaluations began late CY 2007
- Leveraging work of other stakeholders (CRC, EPA and others)
- Working in close coordination with EPA to ensure test data can effectively address analytical questions
- DOE has invested approximately \$15M (additional \$6M from partners co-funding) through FY2008 on testing of intermediate ethanol blends.





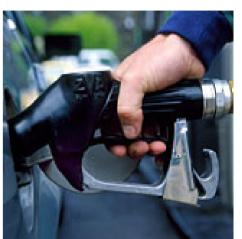




DOE's Intermediate Ethanol Blends Test Program



- The DOE test program is evaluating --
 - Vehicle exhaust and evaporative <u>emissions</u>
 - Catalyst <u>durability</u> and aging
 - Cold-start operation and <u>drivability</u>
 - Fuel-system and catalyst <u>materials compatibility</u>



- DOE is also evaluating impacts of higher ethanol blends on small engines and infrastructure components
 - Tested leaf blowers, line trimmers, pressure washers, and small generators
 - Plan to expand test plan for marine engines, all-terrain vehicles, motorcycles, and dispensers.



Completed Testing



Vehicles

- Emissions and Catalyst Temperature Pilot Study (16 vehicles)
 - Tests of 13 vehicles completed last year Report #1 published October 7, 2008
 - Final 3 vehicles completed December 2008 to be reported in February 2009 in a Revised Report #1
- Tailpipe Emissions (with EPA) (22 vehicles, 31 different fuels)
 - Phase 1 (75°F) and Phase 2 (50°F) completed; 3 total phases
- Cold Start and Driveability (with CRC) (6 vehicles)
 - Sub 50°F testing completed CRC Report No. 652 issued Oct 2008
- Evaporative Emissions (with CRC and EPA) (8 vehicles)
 - Project E-77-2 testing complete, CRC report expected 2nd Quarter 2009

Small Non-Road Engines (lawn equipment, generators)

- Emissions and Exhaust Temperature Pilot Study (6 engines)
 - Testing completed May 2008 Report #1 published October 7, 2008
- Full Useful Life Emissions and Durability (17 / 22 engines aged to full life)
 - Testing completed May 2008 Report #1 published October 7, 2008



DOE Results to Date: Vehicles



Emissions / temperature

- Regulated tailpipe emissions with E15 and E20 were similar to levels with E0.
 - NMHC and CO decreased slightly (CO flat from E10-E20).
 - Ethanol and acetaldehyde emissions increased as expected.
- Under most conditions, catalyst temperatures were largely unchanged with E15 and E20 compared to E0.
- Under full throttle conditions, about half of the cars exhibited increased catalyst temperatures with E15 and E20 compared to E0.

Driveability

- Driveability issues were not identified with either E15 or E20.
- No malfunction indicator lights or filter plugging.
- Informal observations only.

Fuel Economy

- Fuel economy on volumetric basis decreased for E10, E15, E20.
- Closely tracked fuel energy content.



DOE Results to Date: Small Engines



Emissions / Temperature

- With increasing ethanol content:
 - Regulated emissions combined HC+NOx decreased in most cases.
 - Engine and exhaust temperatures increased.

Durability

- Commercial engines, as well as more sophisticated residential engines, exhibited no particular sensitivity to ethanol from a durability perspective.
- The effect of E15 and E20 on the durability of smaller, less expensive residential engines (e.g., leaf blowers) was not clear.

Safety:

 Potential issue: Increased ethanol caused spontaneous clutch engagement on tested commercial line trimmers (Note: Problem was fixable with carburetor adjustment.).



FY 2009 Testing (Planned)



Vehicles

- Tailpipe Emissions (with EPA)
 - Phase 1 and 2 completed
 - Phase 3 underway with results expected in February 2010

Full Useful Life Emissions Study (with CRC)

Testing underway; Results expected 2010

Evaporative Emissions (with CRC and EPA)

Project E-77-2b in initial stages; CRC Report expected in 2010

Fuel System Materials Compatibility (with CRC)

Testing underway; Results expected by October 2009

Cold Start and Driveability (with CRC)

- Testing at high ambient temperature
- Tentative start and completion: Summer 2009

Other Engines/Infrastructure Components

Motorcycles, marine, snowmobiles, chain saws, dispensers



Biomass Support from the American Recovery and Reinvestment Act, 2009



- Renewable R&D and Demonstration Projects: \$2.5 billion to support DOE RD&D activities, including biomass technologies (\$800 million)
- Renewable Energy Loan Guarantee Program: \$6 billion to support loan guarantees for renewable energy projects. Up to \$500 million of this amount is allocated to innovative biofuels technologies that are capable of deployment on a commercial scale. Must begin construction by September 30, 2011.

Tax credits:

- Extends the Production Tax Credit for biomass and other renewable energy facilities through 2013
- Extends the Investment Tax Credit, allowing owners of biomass and other renewable technology projects that are eligible for the PTC to use the full 30% ITC previously available only to solar facilities
- Allows renewable energy project developers to apply for a Treasury Dept. grant equal to 30% of the cost of an eligible project if construction starts in 2009 or 2010 (in lieu of ITC)



Biorefinery Demonstrations



Expediting Commercialization Commercial-Scale Biorefineries

Commercial-Scale Biorefineries (up to \$272 M)

 Four cost-shared, integrated biorefinery demonstrations to produce 98 million gallons of cellulosic ethanol in 5 years with variety of conversion technologies and cellulosic feedstocks



10%-Scale Biorefinery Validation (up to \$240 M)

- Cost-shared, integrated biorefinery demonstrations using cellulosic feedstocks to produce renewable fuels at one-tenth of commercial scale
- Eight projects now in progress



Commercial-Scale Biorefinery Demonstrations



DOE investments in cellulosic biofuels will accelerate commercialization and help create a biofuels market based on non-food feedstocks.

Performers	Feedstock Type	Conversion Technology	Status of Project
Abengoa	Agricultural Residue	Biochemical	Phase 1-Cooperative Agreement signed Sept. 2007
Bluefire	MSW	Biochemical	Phase 1-Cooperative Agreement signed Sept. 2007.
Poet	Corncobs Corn Fiber	Biochemical	Phase 2-Technology Investment Agreement – Signed Oct. 2008
Range Fuels	Woody Waste	Gasification + Mixed Alcohol synthesis	Phase 2-Technology Investment Agreement – Signed Nov. 2007 Ground Breaking Nov. 2007



Small-Scale (10% of Commercial Scale) Biorefinery Demonstrations



Performers	Feedstock Type	Conversion Technology	
Alltech Envirofine, LLC	Wood Residue	Biochemical	
Flambeau River	Wood Residue	Thermochemical	
Lignol Innovations	Wood Residue	Biochem-organosolv	·
NewPage Corporation	Wood Waste	Thermochemical	
Mascoma	Switchgrass & hardwoods	Biochemical	
Pacific Ethanol	Agricultural & Forest Residue	Biochemical	
RSE Pulp & Chemical	Wood chips (mixed hardwood)	Biochemical	
Verenium Biofuels	Bagasse, Agricultural & Wood Residue	Biochemical	

Solicitation Selections Announced Since September 2008

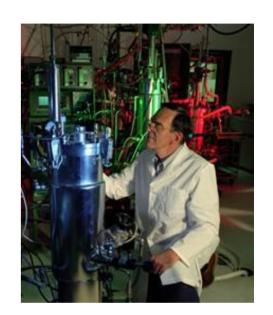


University R&D for up to \$4.4M (\$5.7M w/ cost share)

- Montana State University Evaluate algae cultures and identify populations that naturally have higher rates of oil production
- University of Georgia Develop processes for harvesting algae and processing into biofuels and bioproducts
- University of Maine Model conversion and fermentation pathways for pre-pulping extracts and seaweed sludge
- Georgia Tech Research Corporation Evaluate and model the reaction kinetics in two experimental gasifiers using forest residue
- **University of Toledo** Simultaneously convert cellulose to sugar and ferment 5 and 6 carbon sugars to ethanol with native yeasts
- Steven's Institute of Technology Evaluate and demonstrate a novel microchannel reactor to reform pyrolysis oil to synthesis gas

Pyrolysis Oil R&D for up to \$7M (\$8.75M w/ cost share)

- Virginia Polytechnic Institute & State University Perform catalytic hydrodeoxygenation (HDO) and upgrading together with pyrolysis in a single fluidized bed reactor
- lowa State University Improve biomass pretreatment, bio-oil filtering fractionating recovery, and catalytic post-treatment
- RTI International Develop highly active and stable catalysts for the stabilization of bio-oil
- University of Massachusetts Produce a stable bio-oil that has low char content and a neutral pH using a combination of membrane and catalytic technologies
- **UOP LLC** Develop and demonstrate at pilot scale an efficient, economical system for pyrolysis oil stabilization





Loan Guarantees



FY2007

- 143 pre-applications received
- Funds authorized February 2007
- 16 full applications requested
 - 6 for biomass
 - 2 submitted full applications
 - Others in fossil, industrial, solar, hydrogen, alternative fuel vehicles, electricity delivery, and reliability

FY2008

- Announced solicitation for \$30.5B on June 30, 2008
 - \$10B for renewable energy and electricity transmission
 - Applications due February 26, 2009

ARRA

 Permits guarantees for leading-edge, pilot- or demonstrationscale biofuel projects for technologies that will substantially reduce GHGs and commence construction prior to 9/30/11





Successive Generations of Biofuels





Corn Ethanol

- Commercially available (no DOE research)
- Reduced GHG emissions
- Capacity constrained



Cellulosic Ethanol

- Focus of current DOE research
- Potential to lower GHG emissions 86%
- Uses biomass from waste and nonagricultural land



Advanced Cellulosic Biofuels

- Focus of planned DOE research
- Could minimize environmental footprint
- Energy content, fuel economy, and chemistry may be more similar to petroleum-based fuels



Biomass Program Mission



Develop and transform our renewable and abundant biomass resources into cost-competitive, high-performance biofuels, bioproducts, and biopower.

Focus on targeted research, development, and demonstration

- Support through public and private partnerships
- Deploy in integrated biorefineries

