BIOMASS HEATING IN CROATIA: EXAMPLES OF IMPLEMENTED PROJECTS

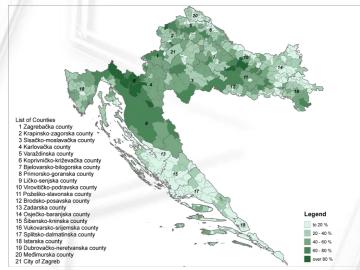
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North-West Croatia Regional Energy Agency - REGEA



INTRODUCTION

- Biomass potential in Croatia
- Biomass utilisation in Croatia
 - Pellets
 - Wood chips
 - Fuelwood
- Biomass DH in Croatia
 - 3 systems in total (3x1 MW)



Share of municipal surface covered by forest in Croatia



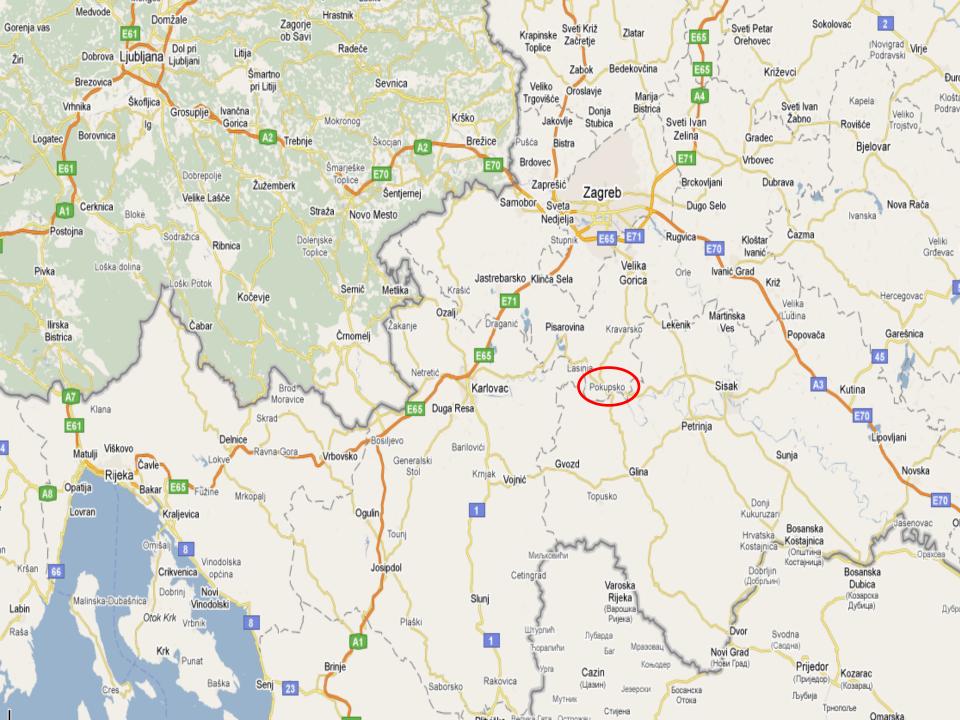


BIOMASS DH IN POKUPSKO

- Municipality of Pokupsko
- Near river Kupa in North-West Croatia
- 2.224 inhabitants (2011 census)
- Economy
 - Agriculture
 - Small crafts
 - Tourism (Kupa river)





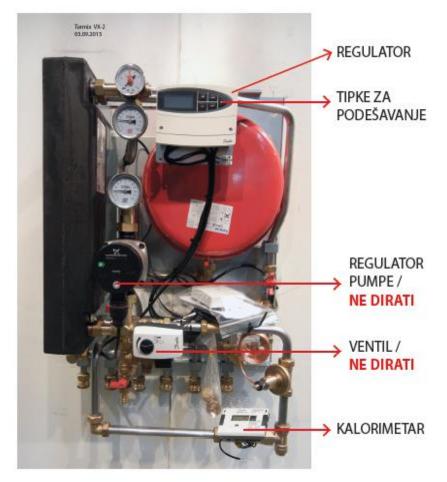


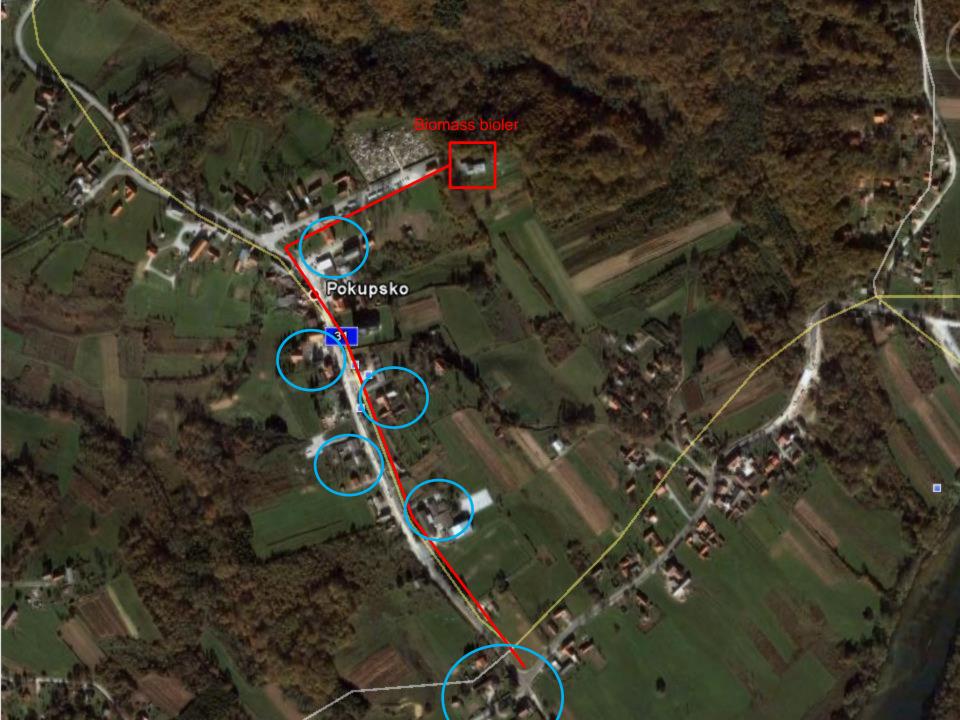
Heating in Pokupsko











Pokupsko biomass DH: Timeline

• 06/2008: Start of concept development

• 2009-2011: Preparation of documentation

• 01/2011: Application to IPARD

• 2011-2014: Public procurement for works

3 times

• 11/14-11/15: Construction

• 27/11/2015: Official opening











This is to certify that the project

Pokupsko Municipality sustainable-energy
transformation implemented by the

Municipality of Pokupsko has been awarded
the EU Sustainable Energy Award 2016

in the Public Sector category.

Jerzy Buzek

President of the Jury

Miguel Arias Cañete

Comprissioner for Energy and Climate Action

The winners were selected by a Jury of energy experts from a shortlist of the year's most successful projects for clean, secure and efficient energy.

The EU Sustainable Energy Awards 2016 are an initiative of the European Commission. They recognise outstanding innovation in energy efficiency and renewables.



POKUPSKO LESSONS LEARNED

- Replication?
 - Key factors of success?
 - Enthusiastic and supportive Mayor
 - Fanatic dedication of project team in fighting administrative/bureaucratic hurdles
 - IPARD: 100% cofinancing, 12 M eur
 - 100% money available for 12 DH (1 MW)!
 - Only one built!!!
 - Replicate???
 - Croatian OP Rural Dev 2014-2020: No!!!





BIOMASS HEAT CONTRACTING

- Business model
 - Client (building owner) contracts a specialized company to provide energy service (heat supply) for a defined time
 - A form of PPP
 - Replication?
 - Hundreds of projects in Austria, Finland, Slovenia, Italy, Germany,...
 - Examples in Croatia...



CRAFTS CENTER KARLOVAC

Clients: Karlovac County, Crafts Association of City of Karlovac, Crafts Chamber



- Replacement of heat oil boiler with biomass (pellets) boiler
- Capacity 250 kW
- Avg. Yearly consumption of heating oil: 20 000 I



CRAFTS CENTER KARLOVAC

Service provider: REGEA ulaganja d.o.o.

Construction and start: 2014.

Objects: 3 administrative buildings

Heating needs: 120 MWh/y

Boiler capacity: 180 kW

Heat tank: 1500 |

Fuel: pellets

Investment: 330.000 kn (app 44.000 eur)

Co-financing: MINGO, FZOEU

Heat costs:

➤ Initial cost: 10% lower in comparison to average initial cost of heating oil

Heat cost correction yearly

Contract duration: 10 years





ELEMENTARY SCHOOL SLUNJ

Client: OŠ Slunj (KAZUP) Service provider: FOREST Construction: Sept 2016.

Building: School + sport hall

Heat needs: 330 MWh/yr

Boiler capacity: 300 kW

Heat storage: 3000 |

Fuel: wood chips

Investment: app 200.000 eur

Subsidy: 53% FZOEU

Heat price:

➤ Min 20% lower then current costs

> 4,8 eur c/kWh

Yearly correction

Contract duration: 10 yrs





ELEMENTARY SCHOOL SLAVA RAŠKAJ OZALJ

Client: OŠ Slunj (KAZUP)
Service provider: FOREST
Construction: Sept 2016.

Building: School + sport hall

Heat needs: 315 MWh/yr

Boiler capacity: 250 kW

Heat storage: 3000 |

Fuel: wood chips

Investment: app 150.000 eur

Subsidy: 36% FZOEU

Heat price:

Min 10% lower then current costs

> 5,1 eur c/kWh

> Yearly correction

Contract duration: 10 yrs





HIGH SCHOOL DUGA RESA

Client: High School Duga Resa (KAZUP)

Service provider: MI-MARIS Ltd.

Construction: Sept 2018

Building: High school Duga Resa

Heat needs: 350 MWh/yr Boiler capacity: 300 kW

Heat storage: 3000 |

Fuel: wood chips

Investment: app 190.000 eur **Subsidy**: IPA CBC HR-BIH-ME

Heat price:

Min 10% lower then current costs

> 5,4 eur c/kWh

> Yearly correction

Contract duration: 10 yrs





CONCLUSIONS

- For a successful realisation of biomass heating projects:
 - Vision/idea political decision and support
 - Knowledge, expertise Project designers, consultants
 - Operation and management Fuel quality (wood chips), maintenance...
 - Financing subsidies, innovative models
 - Persistance, persistance, persistance (!!!)

Thank you for your attention!

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