

Practical implementation of sustainability criteria in the EU Member States

Alba DEPARTE ADEME Public workshop Paris May 19, 2011



Introduction

- MS must transpose RED regulation into national law by December 5, 2010
- RED and FQD first legislation to include sustainability criteria (Articles 17, 18, 19 & 21)
- Some aspects are not yet clear
 - Definition of highly diverse grassland
 - If/how to include ILUC
- Some aspects give rise to many questions
 - What are "residues and wastes"
 - Details on interpretation of "mass balance system"

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Implementation of the RED in MS

Overview

- RED transposed into national law:
 - Germany, Sweden, Luxemburg, the Netherlands
- RED close to transposition:
 - Slovakia, Denmark, Austria, Hungary, France, Ireland,
 - Portugal, Spain, UK, Malta, Belgium...
- Other MS lag further behind

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Germany (1/3)

- RED is/will be transposed by:
 - Biomassestrom-NachhaltigkeitsV (BioSt-NachV) (Biomass-
 - electricity-sustainability ordinance)
 - Biokraftstoff-NachhaltigkeitsV (Biokraft-NachV) (Biofuel-
 - sustainability ordinance)
 - both published in July 2009, binding from 2011 on
- How are sustainability criteria implemented?:
 - included in national legislation (adopted from RED one-to-one);
 - the BLE guidance provides further practical specification

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Germany (2/3)

- <u>Authority:</u>
 - Bundesanstalt für Ernährung und Landwirtschaft (BLE)
 - (Federal Agency for Food and Agriculture)
- Is double counting included?:
 - No; 36. BImSchV (Regulation on details of biofuels quota)
 - will be amended in 2011 to implement this
- Are voluntary schemes being (1) developed, (2) assessed?:
 - 1. No, the government does not develop systems;
 - 2. Yes, BLE is the authority to recognize systems, two systems are recognized so far:
 - ISCC (basically financed by Min. of. Agric.)
 - REDCert (private initiative, companies, associations)

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Germany (3/3)

- How to show compliance:
 - The proof is issued by the last interface of the supply chain.
 - All interfaces have to be certified by a recognized system
 - and need to implement a mass balance system.
 - Cultivators have to sign a self-declaration committing to the
 - requirements of Art. 17 (3 6)
 - Is compliance required in 2011?:
 - Yes, since 1 Jan 2011, including the harvest of feedstock crops in 2010





Austria (1/3)

- RED is/will be transposed by:
 - "Verordnung des BMLFUW über landwirtschaftliche
 - Ausgangsstoffe für Biokraftstoffe und flüssige
 - Biobrennstoffe" (BGBL.II Nr. 250/2010) published: 27 July 2010, in force since: 1 December 2010
 - Kraftstoffverordnung 2011 (Fuel ordinance 2011)
 - final draft
- How are sustainability criteria implemented?:
 - Separate ordinance and authority for raw materials
 - National sustainability scheme for biofuels
 - Technical guidance for GHG calculations

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Implementation of the RED in MS Austria (2/3)

- <u>Authority</u>:
 - Agrarmarkt Austria (for raw materials)
 - Umweltbundesamt (Environment Agency Austria)
- Is double counting included?:
 - Yes, case by case recognition
- Are voluntary schemes being (1) developed, (2) assessed?:
- 1. No;
- 2. No

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Austria (3/3)

- How to show compliance?:
 - Farmers have to be registered at the Agrarmarkt Austria
 - that controls EU farming standards
 - Austrian scheme or voluntary scheme approved by EC
 - Bilateral recognition of schemes of others MS
- Is compliance required in 2011?:
 - Compliance is not compulsory for 2011
 - Declaration of farmers has started in 2010

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Sweden (1/3)

- RED is/will be transposed by:
 - Law on Sustainability Criteria, Aug 2010
 - Regulation on Sustainability Criteria, Dec 2010
 - Detailed regulations from Swedish Energy Agency, Feb 2011
 - Changes in the law for Energy tax and in the law for Electricity
 - green certificates
- How are sustainability criteria implemented?:
 - Included in national legislation

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- Sweden (2/3)
- <u>Authority:</u>
- Swedish Energy Agency
- Is double counting included?:
 - No; Tax reduction for all sustainable biofuel
- Are voluntary schemes being (1) developed, (2) assessed?:
 - 1. No;
 - 2. No

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Sweden (3/3)

- How to show compliance:
 - Control system according to the Swedish legislation or a
 - voluntary scheme approved by the commission
- <u>Is compliance required in 2011?:</u> Yes

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Spain (1/3)

- RED is/will be transposed by:
 - Royal Decree 1088/2010, September 2010, transposing partially FQD and regulating the technical specifications of petrol and diesel, use of biofuels and sulphur content of marine use fuels
 - Royal decree 1738/2010, December 2010, transposing
 - partially RED and setting the minimum obligatory objectives for

biofuel consumption in 2011, 2012 and 2013

- How are sustainability criteria implemented?:
 - Not enough information available;
 - National authority is waiting for CTN303 report

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Spain (2/3)

- <u>Authority:</u>
 - CNE (National Energy Commission)
- Is double counting included?:
 - Yes, according to IDAE, there is the commitment to include
 - it and currently they are working on the definitions of
 - wastes and residues
- Are voluntary schemes being (1) developed, (2) assessed?:
 - 1. No, no voluntary scheme is developed by government, but a Spanish company (Abengoa) has developed a voluntary scheme and has sent it for recognition;
 - 2. To be decided

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Spain (3/3)

No

- How to show compliance:
 - According to the national authority, there is still not enough
 - information on requirements to show compliance
- Is compliance required in 2011?:

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<u>UK (1/3)</u>

- RED is/will be transposed by:
 - Renewable Fuels Transport Obligation (RTFO)
 - published 2007, regularly updated
- How are sustainability criteria implemented?:
- Included in national legislation (RTFO meta standard);
- Details given in Carbon & Sustainability (C&S) Technical
- Guidance;
- Currently: consultation on Guidance for 2011/2012 obligation year

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Implementation of the RED in MS

- <u>UK (2/3)</u>
- <u>Authority:</u>
 - Renewable Fuels Agency
- Is double counting included?: No
- Are voluntary schemes being (1) developed, (2) assessed?:
 - 1. Yes, UK has RTFO meta standard;
 - 2. Yes, UK assesses (benchmarks) voluntary schemes

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<u>UK (3/3)</u>

- How to show compliance:
 - By using an accepted voluntary certification scheme or by
 - using the RTFO meta standard
- Is compliance required in 2011?:
 - Not fully: Information must be provided. But not fully RED-
 - proof (as details of RED not yet clear). Fuels that do not

meet criteria are accepted under RTFO in 2011.

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The Netherlands (1/3)

- RED is transposed by:
 - "Wet milieubeheer" (Environment protection law)
 - Besluit hernieuwbare energie vervoer (Decree on renewable
 - energy in transport)
 - Regeling hernieuwbare energie vervoer (Regulation on
 - renewable energy in transport)
 - The law, decree and regulation have been published early 2011
 - (latest the regulation on May 11, 2011).
- How are sustainability criteria implemented?:
 - Reference to RED

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The Netherlands (2/3)

- <u>Authority:</u>
 - NEa = Dutch Emission Authority
- Is double counting included?:
 - Yes, a double counting regulation that was in force 2009
 - and 2010 is moved into the new Regulation
- Are voluntary schemes being (1) developed, (2) assessed?:
 - Yes, an assessment protocol has been made, for assessing voluntary schemes:
 - a) that are not yet recognised
 - b) that have been recognised by other MS
 - c) that have been sent to the Commission for recognition



The Netherlands (3/3)

- How to show compliance:
 - By providing a verifier statement.
 - The verifier gives a statement after checking that
 - sustainability information is delivered for all batches supplied
 - information on quantity & quality of biofuels is correct (mass balance is also fulfilled after the point of issuing sustainability certificates)
- Is compliance required in 2011?:
 - No, no full compliance is required in transition year 2011.
 - Requirements in 2011 are to provide information on:
 - the (voluntary) certification scheme(s) used
 - the verifier of the information

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- crop/feedstock, country of origin and GHG reductiograce.net



Malta (1/3)

- RED is/will be transposed by:
 - Promotion of Energy from Renewable Sources Regulations
 - (Dec-2010
 - Biofuels (Sustainability Criteria) Regulations (Dec-2010)
 - Guarantees of Origin of Electricity from High Efficiency
 - Cogeneration and Electricity, Heating and, or Cooling from
 - Renewable Energy Sources Regulations (Feb-2010)
 - Electricity Market Regulations (May-2011)
- How are sustainability criteria implemented?:
 - Based on RED

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- Malta (2/3)
- <u>Authority:</u>
 - Malta Resources Authority
- Is double counting included?:
 - Yes, included in the Petroleum for the Inland (Wholesale)
 - Fuel Market Regulations, imposing an obligation on
 - importers/wholesalers of petroleum to place on the market minimum amounts of biofuel (last amended in February 2011)
- Are voluntary schemes being (1) developed, (2) assessed?:
- To be decided

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Malta (3/3)

- How to show compliance:
 - Economic operators shall:
 - submit independently audited information on compliance
 - with the sustainability criteria;
 - provide proof or data obtained in accordance with an agreement or scheme that has been the subject of a
 - decision by the Commission
- Is compliance required in 2011?:
 - Compliance is not compulsory for 2011

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Overview of developments

- Tendency is that MS choose for:
 - biofuel obligation (majority of MS)
 - independent authority for administration (12 MS, increasing)
 - not developing a national voluntary scheme (majority of MS)
 - using the voluntary schemes developed by roundtables and industry for showing compliance with sustainability criteria
- Some MS benchmark voluntary schemes and/or accept
- schemes nationally (UK, GER, NL) but most MS wait for
- recognition by EC
- Late MS learn from other MS (CA-RES, REFUREC)

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Implementation of the RED in MS France (1/3)

- RED is/will be transposed by:
 - Law 2011-12 (5/01/2011): adaptation to EU regulation
 - Ordinance modifying energy law of July 2007,

decree in State Council and order detailing terms of implementation

- Expected to be published in June 2011
- How are sustainability criteria implemented?:
 - Included in national legislation

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France (2/3)

- <u>Authority:</u>
 - To be decided
- Is double counting included?:
 - Yes, included in the decree under preparation
- Are voluntary schemes being (1) developed, (2) assessed?:
 - 1. Yes, a national scheme will be set up;
 - 2. Yes, recognition of other national systems of MS

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France (3/3)

- How to show compliance:
 - providing sustainability declaration;
 - control under voluntary scheme or national system by
 - verifier which check accuracy of information
- <u>Is compliance required in 2011?</u>: No, no full compliance required;

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Belgium (1/3)

- RED is/will be transposed by:
 - Royal decree implements the sustainability criteria on biofuels and fixes guidelines to recognition voluntary scheme (to be published in September 2011).
- How are sustainability criteria implemented?:
 - Biofuels : Included in federal regulation

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Belgium (2/3)



- Biofuels : Federal public service public Health, Food chain
- safety and Environment
- Electricity and Heat : regional Authorities
- <u>Is double counting included?</u>: Biofuels : yes, in line with RED
- Are voluntary schemes being (1) developed, (2) assessed?:
 - National system is being developed based on prEN16214
 - 2. yes

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Belgium (3/3)

- How to show compliance:
 - Recognition voluntary scheme by competent authority then
 - Minister based on the Royal decree ;
 - Control by accredited and agreed organism ;
 - Obligation by biofuel producer to fulfil product declaration for all lot of biofuels
- Is compliance required in 2011?:
- No

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Luxemburg (1/3)

- <u>RED is transposed by</u>:
 - by law: fixing a minimum amount of 2 % biofuel calculated on basis of the energy content and requesting that these biofuels respect the criteria of sustainability of the RED (17.12.2010)
 - respect the criteria of sustainability of the RED (17.12.2010)
 - by a grand-ducal regulation transposing the sustainability
 - criteria of the RED into national law (27.02.2011)
- How are sustainability criteria implemented?:
 - included into national legislation

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Luxemburg (2/3)

- <u>Authority:</u>
 - Administration de l'environnement (Ministry of sustainable
 - Development and Infrastructures)
 - Ministry of the Economy and Foreign Trade
- Is double counting included?:
 - The law of the 17.12.2010 makes a reference to the RED, but the double counting isn't put into practice until pow
 - but the double counting isn't put into practice until now
- Are voluntary schemes being (1) developed, (2) assessed?:
- 1. No
- 2. No

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Luxemburg (3/3)

Yes

- How to show compliance:
 - The supplier provides a proof of sustainability
- Is compliance required in 2011?:

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