

Block 2: Verification of actual calculations

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Greenhouse gas calculation course for verifier trainers
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Overview

- 1. Introduction: verification of actual calculations
- 2. Exercise on a verification
- 3. Other tools under the RED and the FQD: ENZO₂ and the RSB GHG calculator
- 4. Calculation example for ENZO₂

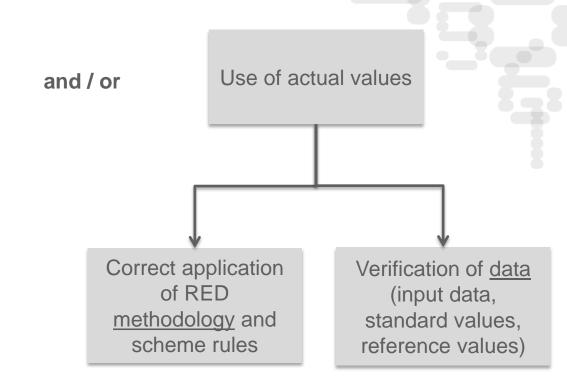


1. Verification of actual calculations



Elements of a verification

Use of default values







Verification of the use of actual vs. default values

Methods for calculating the greenhouse gas impact

When verifying the use of default values, a verifier should:

- 1. Check whether correct default

 value has been used

 (in the transition period between the old to the new RED Annex V this will be a bit more complicated, as there will be a period in which some MS will have implemented the new Annex V while other MS have not done so yet)
- 2. Check: <u>Is it allowed</u> to use a default value?

 (Use decision tree from Communication on practical application...)

Was the installation in operation by No GHG calculation 23 January 2008? needed until 1 April 2013 Árticle 17(2) — YES Article 17(2) — NO Is an appropriate default value Use actual value available? - Article 19(1)(b) - Annex V Part A or B -YES Use actual value Article 19(1)(b) — Is the default value ≥ the required minimum (35, 50 or 60 %)? Article 17(2) — NO Use combination of disaggregated default and actual values Article 19(1)(c) — YES Is the raw material waste/processing Use actual value — Article19(3)(c) — YES Article 19(1)(b) — Use combination of disaggregated default Are the emissions from land use and actual values change $(e_1) > 0$? Article 19(1)(c) — YES Article 19(1)(a) OR Use default value Annex V Part B/E Article 19(1)(a) — Annex V Part A/D. Are the raw materials cultivated inside NO the Community? Article 19(3)(a) YES Are the raw materials cultivated in areas included in MS' lists? Use combination of - Article 19(2); see transparency platform disaggregated default Use actual value (excluding for 'cultivation') Article 19(1)(b) and actual values Article 19(1)(c) -

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Verification of actual calculations

The RED methodology has to be applied correctly

- 1. When using recognised schemes / tools, the correct implementation of the methodology is guaranteed
- 2. If calculations are made with non-recognized tools / other means (e.g. spreadsheets), the correct application of the methodology has to be checked
- 3. If tools (recognized or not) offer possibilities to implement changes, compliance with the RED methodology and schemes rules has to be checked (e.g. BioGrace)
- In national schemes / tools, specific national regulations may be implemented
 - → e.g. saldation is allowed in German ENZO tool



Verification of actual calculations

How to deal with definition gaps in the RED methodology

- 1. Some are tackled in recognized schemes
 - 1. BioGrace: definition of "defined region" for grid electricity mixes (national mixes in BioGrace)
 - 2. BioGrace; ISCC: cut-off criteria for chemicals etc.
- 2. Some are not yet addressed:
 - 1. Definition of 'degraded land' for bonus
 - 2. Clear definition of co-product and waste (e.g. fatty acids, jatropha cake)
 - → Certification schemes should be asked how to proceed



Verification of actual calculations

All data / numbers have to be correct

- 1. Check whether input data used in the calculation is supported by evidence (documentation)
- 2. Check whether correct standard values have been used,
 - either as defined by the scheme, or
 - user defined standard values (incl. evidence/documentation). This includes checking the correct global warming potentials (1, 23, 296)
- 3. Check whether correct <u>numbers for the reference process</u> have been used (As defined in the RED)
- 4. Check whether the <u>calculation</u> is correct (no calculation errors leading to incorrect outcomes have been made)
- Complementary calculations may be necessary for converting data into the right units
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Discussion

- What are you experiences with verifying actual calculations?
- What difficulties do you face in verification?
- Where would you need more specific guidance?
- Which definition gaps are you faced with?
- Which sources of information do you use?



2. Exercise on a verification



3. Other tools under the RED and the FQD

a) RSB GHG calculation tool

Roundtable on Sustainable Biofuels
Tool





- Developed by Roundtable on Sustainable Biofuels (RSB)
 - RSB Principle and Criteria for Sustainable Biofuel Production
 - RSB Standard for EU market access
- Standard for EU market access has been recognized by the Commission
- Tool has not been submitted for recognition
- Allows to calculate greenhouse gas emissions of biofuels following three different methods
 - RSB methodology
 - EU RED methodology
 - Swiss methodology (MinOEV)
- Displays default values of EU RED and LCFS



- Basic Data Editing 2/2 - Export Markets / GHG Methodology -

General Operation Information

Export Markets / GHG Methodology

On which markets do you want to export your product? (resp. which kind of GHG Calculation you want to perform?):

- √ RSB
- EU (RED)
- CH (MinOEV)



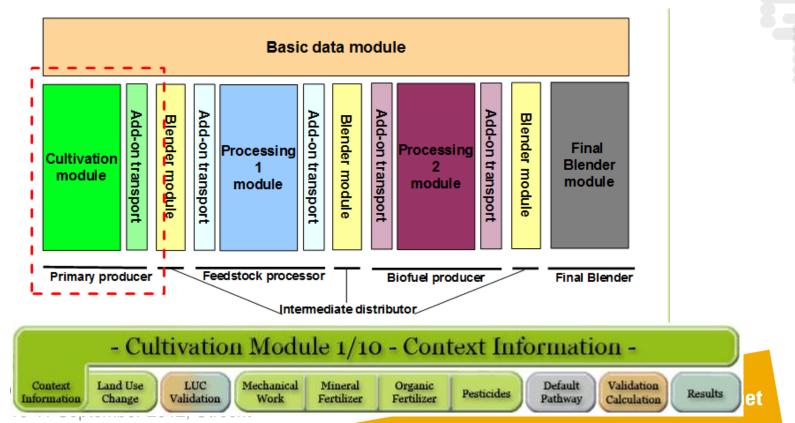
RED DEFAULT VALUES

Biodiesel	▼
Feedstock:	
Palm oil	▼
Process:	
process not specified	

	Value	Unit
Default GHG emission savings	19	%
Cultivation - disaggregated value	14	g CO ₂ eq/MJ
Processing - disaggregated value	49	g CO ₂ eq/MJ
Transport and distribution - disaggregated value	5	g CO ₂ eq/MJ
Total	68	g CO ₂ eq/MJ



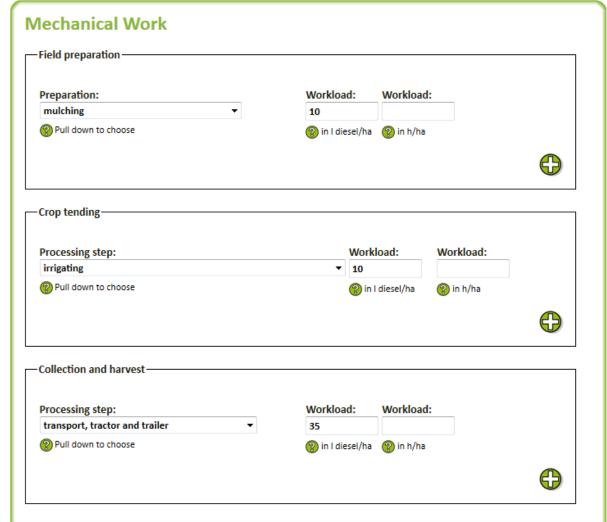
- Web-based (own account necessary, free of charge); modular approach
- General setup → can be used for all types of biofuels



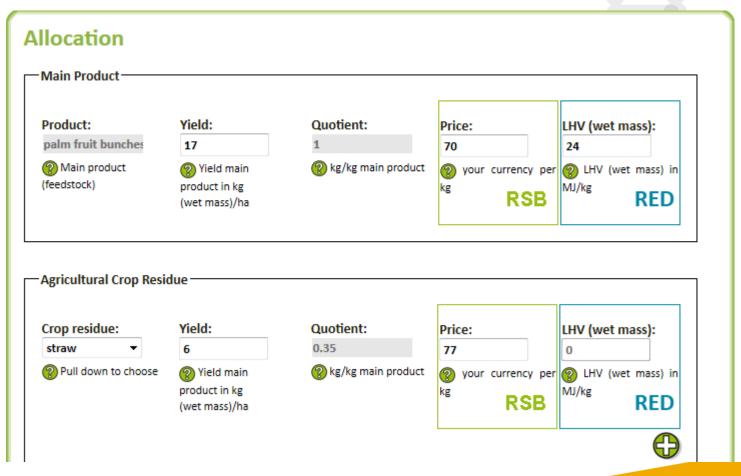


- Web-based (own account necessary, free of charge); modular approach
- General setup → can be used for all types of biofuels
- Modifications allowed in the RED context:
 - Use of individual input numbers for doing actual calculations
 - Addition of an unlimited number of input values
 - Set up completely new production chains (beyond RED-pathways)
- Does not allow to change or use own standard values





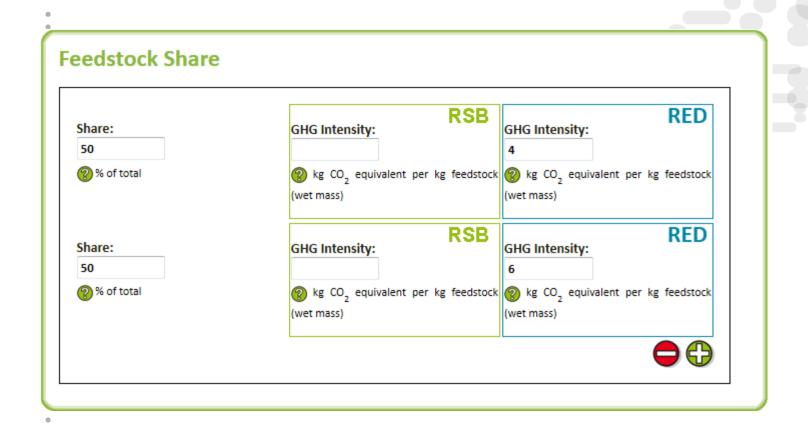






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- General setup → can be used for all types of biofuels
- Modifications allowed in the RED context:
 - Use of individual input numbers for doing actual calculations
 - Addition of an unlimited number of input values
 - Set up completely new production chains (beyond RED-pathways)
- Does not allow to change or use own standard values
- For incoming products
 - upstream data based on own calculations or
 - data from product transfer documents are used.
 - If several feedstocks with different GHG intensities are used, the weighted average is calculated
- Functional units: g $\rm CO_2$ / kg final product for each of the modules; g $\rm CO_2$ / MJ fuel only in the final module ('final transport and blending')



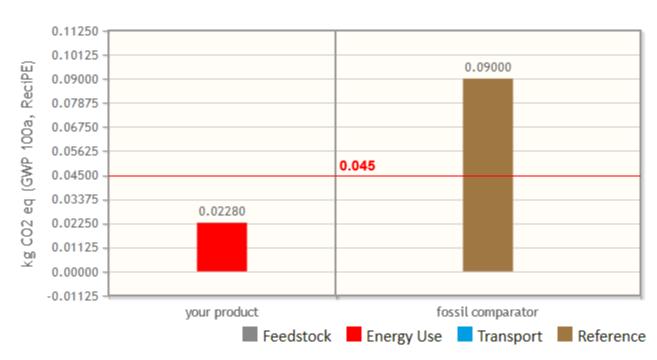




RSB RED

Calculation Result RSB 0.022804 kg CO₂ eq/ MJ

— reduction threshold fossil fuel baseline (0.045 kg ${
m CO}_2$ eq/ ${
m MJ}$ main product)







Comparison of BioGrace and RSB

BioGrace	RSB
Calculation sheet covers the whole pathway	Modular calculation sheets (cultivation, processing 1&2, Final blender)
Functional unit: Different units (input data to be filled per MJ intermediate product; emissions provided per kg intermediate product)	Functional unit: kg product of a process at specific actor level
No saldation	Saldation possible
List of standard values	Background data from ecoinvent
Objective: transparency of annex V values & actual calculations	Objective: easy GHG calculation for non-expert users

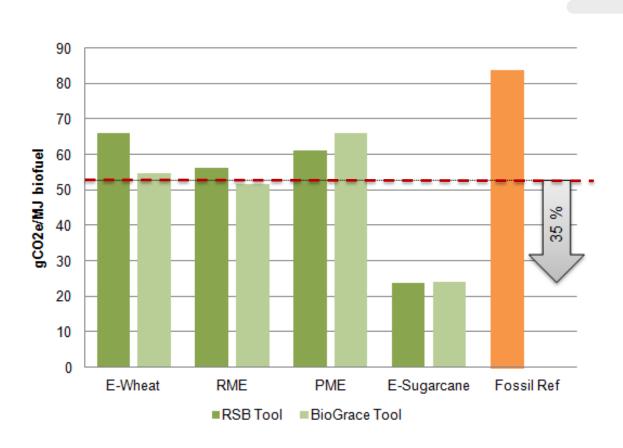


Comparison of BioGrace and RSB

- Hennecke et al. (2012): Biofuel greenhouse gas calculations under the EU-RED – a comparison of the BioGrace tool versus the tool of the RSB
- Objective: quantification of differences in the GHG results between the tools
- Calculation of four typical biofuel pathways in both tools
 - Ethanol from sugarcane
 - Ethanol from wheat
 - Biodiesel from rapeseed
 - Biodiesel from oil palm



Comparison of BioGrace and RSB





Reasons for deviation

- Deviations due to differences in
 - data base
 - methodology (definition gaps in the EU-RED)
 - handling of the tools by the user
- Greatest deviation in cultivation step due to
 - different calculation of N₂O field emissions (BioGrace: DNDC; RSB: IPCC 2006)
 - different emission factors for N-fertilizer
- Small deviation in processing due to different emission factors for chemicals and electricity
- Deviations in land use change:
 - RSB tool includes carbon stock in dead organic matter and emissions from land clearing by burning
 - In the RSB tool GHG savings from improved management are allocated between main and co-product (no clear specification in the EU-RED)
 - Different declaration of sugarcane (,cropland' or ,perennial tree/crop')



3. Other tools under the RED and the FQD

b) ENZO₂ (German calculator)

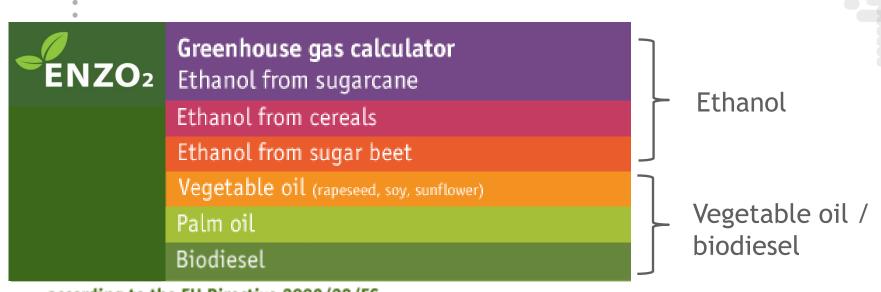




- Developed by IFEU (financed by Ministry of Environment) for all biofuels / bioliquids that enter the German market
- Strictly follows RED methodology with specifications according to German legislation (e.g. saldation)
- Submitted for German recognition
- Harmonised with BioGrace tool
 - Same list of standard values → same results in both tools
 - Constant updating (pathways, standard values, methodologies
- Contains all pathways for which RED-default values exist
- Shows calculation of default values as starting values; however, it is not allowed to use them



- Excel-based (will be available at <u>www.ifeu.de</u>)
- 6 separate tools for different feedstocks / pathways



according to the EU Directive 2009/28/EC



- Excel-based (will be available at <u>www.ifeu.de</u>)
- 6 separate tools for different feedstocks / pathways
- Modular approach
 - Each market actor can enter his specific data independently from upstream and downstream processes





Greenhouse gas calculator

About

Background data

Start

according to the EU Directive 2009/28/EC

Version 1.2 (January 2012)



Plantation operator / first buyer of crops





Oil mill operator





supported by:

Federal Ministry for the Environment, Nature Conservation and Nuclear Safety



Refinery operator







Last interface

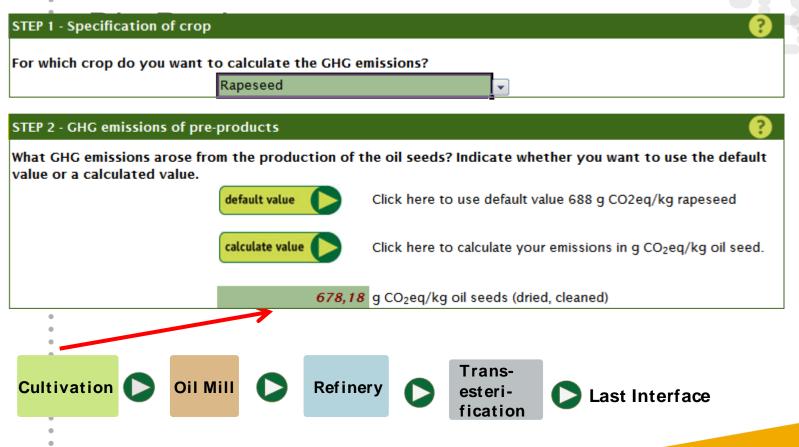




- Excel-based (will be available at www.ifeu.de)
- 6 separate tools for different feedstocks / pathways
- Modular approach
 - Each market actor can enter his specific data independently from upstream and downstream processes
- Modifications allowed
 - Use of individual input numbers for actual calculations
- Does not allow to add or change pathways and standard values
- Pre-products
 - upstream data based on own calculations or
 - data from product transfer documents are used.
 - Saldation of incoming feedstocks is allowed (restrictions)
- Functional units: g CO₂ / kg final product for each of the modules; g CO₂ / MJ fuel only in the final module ('Last interface')



Emission of pre-products





STEP 4 - GHG emissions from oil mill operation How much energy did the oil mill consume per year? Diesel I per year Hard coal kg per year Heavy fuel oil (HFO) I per year Light fuel oil I per year kg per year Lignite Natural gas 2.501.532 kyn per year Straw kg per year Wood chips from forest residues, domestic origin kg per year Electricity (external) 520.146 kWh per year Electricity mix Electricity EU mix MV

input X emission factor

BACKGROUND DATA				
parameter:	GHG emission coefficient			ient
unit:	gCO ₂ /MJ	gCH ₄ /MJ	gN ₂ O/MJ	gCO _{2-eq} /MJ
Fuels- gasses				
Natural gas (4000 km, Russian NG quality)	61,58	0,1981	0,0002	66,20
Natural gas (4000 km, EU Mix qualilty)	62,96	0,1981	0,0002	67,59
Methane				

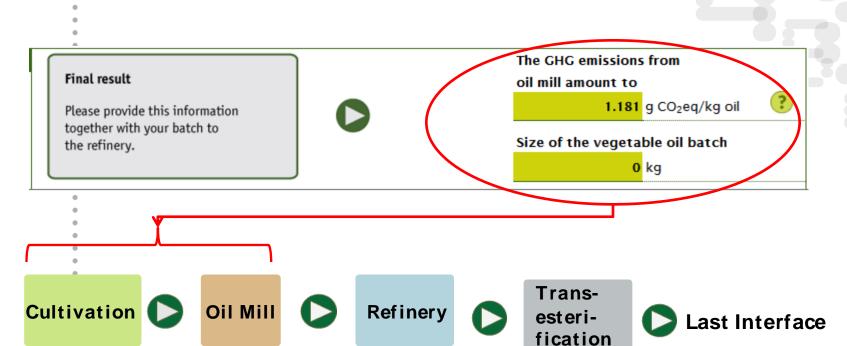


Automatic calculation of emissions

Calculation of emissions (automatic)		
Diesel	0,00 g CO₂eq per kg oil	
Hard coal	0,00 g CO₂eq per kg oil	
HFO	0,00 g CO₂eq per kg oil	
Light fuel oil	0,00 g CO₂eq per kg oil	
Lignite	0,00 g CO ₂ eq per kg oil	
CH4 and N2O emissions from Lig	0,00 y COzeq per kg o il	
Natural gas (4000 km, EU Mix qua	150,56 g CO₂eq per kg oil	
CH4 and N2O emissions from NG	0,79 g CO₂eq per kg oil	
Wheat straw	0,00 g CO₂eq per kg oil	
Wood chips from forest residues	0,00 g CO₂eq per kg oil	
Electricity EU mix MV	59,13 g CO₂eq per kg oil	
Electricity (Diesel)	0,00 g CO₂eq per kg oil	(surplus)
Electricity (Hard coal)	0,00 g CO₂eq per kg oil	(surplus)



Final result







Comparison of BioGrace and ENZO₂

BioGrace	ENZO ₂
Calculation sheet covers the whole pathway	Calculation sheets seperately for each market actor (e.g. cultivation, oil mill, biodiesel producer)
Functional unit: Different units (input data to be filled per MJ intermediate product; emissions provided per kg intermediate product)	Functional unit: kg product of a process at specific actor level
No saldation	Saldation according to §16(2)2b
Objective: transparency of annex V values & actual calculations	Objective: easy GHG calculation for non-expert users



Information for verification

- Possibilities for changing the calculator are restricted → only input values and LUC-calculations have to be checked
- Important information and rules are displayed in the help buttons; mostly refer to BioGrace calculation rules (e.g. fertilizer types)
- Saldation:
 - German legislation allows the calculation of weighted average emissions for incoming feedstocks
 - However, saldation only allowed for those batches that do not exceed certain thresholds (thresholds are displayed in the respective sheets)



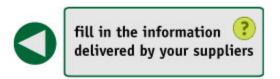
Saldation

Mixing sugar beet batches from several suppliers and averaging GHG emissions

	Overall GHG value g CO2eq/kg beet	
0	0	



Supplier#	Plantation name	Beet quantity metric tonnes	GHG value g CO₂eq/kg beet
1			
2			
3			
4			
5			
6			
7			





4. Calculation example for ENZO₂

Greenhouse gas calculator for biofuels and bioliquids



Thank you for your attention



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