EXPERIENCE WITH BIOGRACE – FROM A VERIFIER VIEW

Sarah Moritz – SGS Germany GmbH



WHEN YOU NEED TO BE SURE





- 1. Short introduction
- 2. General set up GHG verification at SGS
- 3. Experience with Biograce an overview
- 4. Experience with Biograce on different verification items
- 5. Transport emissions
- 6. Further remarks
- 7. Conclusions/ Opportunities for Improvement



SHORT INTRODUCTION



SHORT INTRODUCTION



Sarah Moritz

- **SGS Germany, Emstek** (Center of Excellence for ISCC and REDcert certification)
- Regulatory Consultant, GHG expert, Auditor
- Degree in biology
- Work experience:
- 3 years working at SGS in ISCC certification
- 2 years GHG expert at SGS, review of GHG calculations
- 2 years GHG emissions calculation of renewable energies (Federal Enviroment Agency of Germany)



SGS GERMANY GMBH

- SGS was the first company who was approved for the certification of sustainable biofuels
- SGS has a world-wide network of more than 70 approved auditors in different regions of the world (Europe, North and South America, South East Asia, Australia)
- SGS has certified companies with individual greenhouse gas calculation from the beginning of ISCC certification
- **SGS** is the world leader in ISCC certification
- With our exeperience we are a competent and professional partner for companies who would like to obtain ISCC certification



GENERAL SET UP GHG VERIFICATION



GENERAL SET UP

common practice at SGS:

Expert verifies the calculation & literature data

- Expert creates a checklist for on-site audit
- Auditor on-site confirms on-site gathered data (e.g. amount of fertilizers, process energy source, amount of coproducts)
- Pool of highly qualified GHG experts (ISO 14 064, EU ETS and other standards)



EXPERIENCE WITH BIOGRACE



EXPERIENCE WITH BIOGRACE

2014: about 50 Companies with individual calculations

About 10 % used Biograce

Other percent used their own format usually in excel, very rarely other calculator (ENZO2)



VERIFICATION ITEMS

REGULAR VERIFICATION:

- List of emission sources (all sources included?)
- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?)
- Divided by annual product output
- + allocation (if applicable?)
- (+ land use change (if applicable))
- Right application of **methodology** (calculated according to the correct formulas?)



VERIFICATION ITEMS

VERIFICATION WHEN BIOGRACE IS USED:

- List of emission sources (all sources included?)
- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?) + correct conversion of units
- Divided by annual product output
- + allocation (if applicable)
- (+ land use change (if applicable))
- Right application of methodology (calculated according to the correct formulas?)



EXPERIENCE WITH BIOGRACE ON DIFFERENT VERIFICATION ITEMS



VERIFICATION ITEMS

VERIFICATION WHEN BIOGRACE IS USED:

List of emission sources (all sources included?)

- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?) + correct conversion of units
- Divided by annual product output
- + allocation (if applicable)
- (+ land use change (if applicable))
- Right application of methodology (calculated according to the correct formulas?)



- 1. Still has to be verified if all emission sources are included
- 2. Not possible to include other emission sources in calculation
- Example 1
- Cultivation level: natural gas for drying cannot be included



| Yield | |
|---|---|
| Rapeseed | 3.113 kg ha ⁻¹ year ⁻¹ |
| Moisture content | 10,0% |
| Co-product Straw | n/a kg ha ⁻¹ year ⁻¹ |
| Energy consumption | |
| Energy consumption | 2.002 Milho ⁻¹ voor ⁻¹ |
| Diesei | 2.963 MJ ha year |
| Agro chemicals | |
| N-fertiliser (kg N) | 137,4 kg N ha ⁻¹ year ⁻¹ |
| Manure | 0,0 kg N ha ⁻¹ year ⁻¹ |
| CaO-fertiliser (kg CaO) |) 19,0 kg CaO ha ⁻¹ year ⁻¹ |
| K ₂ O-fertiliser (kg K ₂ | 20) 49,5 kg K ₂ O ha ⁻¹ year ⁻¹ |
| P ₂ O ₅ -fertiliser (kg F | P_2O_5) 33,7 kg P_2O_5 ha ⁻¹ year ⁻¹ |
| Pesticides | 1,2 kg ha ⁻¹ year ⁻¹ |
| Seeding material | |
| Seeds- rapeseed | 6 kg ha ⁻¹ year ⁻¹ |
| | |
| Field N ₂ O emissions | 3,10 kg ha ⁻¹ year ⁻¹ |
| Field N ₂ O e | emissions can be calculated in the sheet |
| | N2O emissions IPCC |
| Rapeseed drying | |
| Rapeseed | 1,000 MJ _{Rapeseed} / MJ _{Rapeseed} |
| | |
| Energy consumption | |
| Diesel | 0,00018 MJ / MJ _{Rapeseed} |
| Electricity EU mix LV | 0,00308 MJ / MJ _{Rapeseed} |
| | |



- 1. Still has to be verified if all emission sources are included
- 2. Not possible to include other sources in calculation

Example 2

Conversion level: difficult to include other energy sources



EXAMPLE 2: Company buys steam from external supplier who produces steam from natural gas. Only MWh of steam known and fuel of steam production plant

| 1 | . 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | |
|---|------------------------|----------------------|----------------------|----------------------|-------------------------|----------------------|----------------------|----------------------|------------------------|
| IDARD VALUES | | | | | | | | | |
| parameter: | GWP | | | | GHG emissio | on coefficie | nt | | |
| unit: | gCO _{2,eq} /g | gCO ₂ /kg | gCH ₄ /kg | gN ₂ O/kg | gCO _{2-eq} /kg | gCO ₂ /MJ | gCH ₄ /MJ | gN ₂ O/MJ | gCO _{2-eq} /M |
| from steam production (per MJ steam or heat) | | | | | | | | | |
| and N ₂ O emissions from NG boiler | | | | | | | 0,0028 | 0,0011 | 0,39 |
| and N ₂ O emissions from NG CHP | | | | | | | 0,0000 | 0,0000 | 0,00 |
| and N ₂ O emissions from Lignite CHP | | | | | | | 0,0023 | 0,0126 | 3,79 |
| and N ₂ O emissions from Straw CHP | | | | | | | 0,0000 | 0,0000 | 0,00 |
| and N ₂ O emissions from NG gas engine | | | | | | | 0,0533 | 0,0000 | 1,23 |
| | | | | | | | | | |
| | | | | | | | | | |
| | | | | | | | | | |



VERIFICATION ITEMS

VERIFICATION WHEN BIOGRACE IS USED:

- List of emission sources (all sources included?)
- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?) + correct conversion of units
- Divided by annual product output
- + allocation (if applicable)
- (+ land use change (if applicable))
- Right application of methodology (calculated according to the correct formulas?)





DATA WHICH HAS BEEN INSERTED IN THE CALCULATION MUST BE VERIFIED ON-SITE

ACTIVITY DATA



Typical example for calculation of cultivation emissions:



Farmers usually do not cultivate one only feedstock

- → Fuel and energy consumption usually not measured for each feedstock
- → Approximation necessary

ACTIVITY DATA



| Yield | | | | | |
|---|-------|--|--|--|--|
| Rapeseed | 3.113 | kg ha ⁻¹ year ⁻¹ | | | |
| Moisture content | 10,0% | | | | |
| Co-product Straw | n/a | kg ha ⁻¹ year ⁻¹ | | | |
| Energy consumption | | | | | |
| Diesel | 2.963 | MJ ha ⁻¹ year ⁻¹ | | | |
| Aaro chemicals | | | | | |
| N-fertiliser (ka N) | 137 4 | ka N ha ⁻¹ year ⁻¹ | | | |
| Manure | 0.0 | kg N ha ⁻¹ year ⁻¹ | | | |
| CaO-fertiliser (kg CaO) | 19.0 | kg CaO ha ⁻¹ year ⁻¹ | | | |
| K_2O -fertiliser (kg K_2O) | 49,5 | kg K ₂ O ha ⁻¹ year ⁻¹ | | | |
| P_2O_5 -fertiliser (kg P_2O_5) | 33,7 | kg P ₂ O ₅ ha ⁻¹ year ⁻¹ | | | |
| Pesticides | 1,2 | kg ha ⁻¹ year ⁻¹ | | | |
| Seeding material | | | | | |
| Seeds- rapeseed | 6 | kg ha ⁻¹ year ⁻¹ | | | |
| | | | | | |
| Field N ₂ O emissions | 3,10 | kg ha ⁻¹ year ⁻¹ | | | |
| Field N ₂ O emissions can be calculated in the sheet | | | | | |
| N2O emissions IPCC | | | | | |

Utilization of Urea (CH_4N_2O), 100 kg/ha

- Only N-content has to be inserted in Biograce
- → Stochiometric conversion necessary
- → Prone to mistakes



SGS

n-Hexane

Typical example for calculation of conversion process:

| Yield | | |
|------------------------------------|-----------|---|
| Crude vegetable oil | 0,6125 | MJ _{Oil} / MJ _{Rapeseed} |
| Co-product Rapeseed cake | 0,3875 | MJ _{Rapeseed cake} / MJ _{Rapes} |
| | | |
| Energy consumption | _ | |
| Electricity EU mix MV | 0,0118 | MJ / MJ _{Oil} |
| Steam (from NG boiler) | 0,0557 | MJ / MJ _{Oil} |
| <u>NG Boiler</u> | | |
| CH_4 and N_2O emissions from N | IG boiler | |
| Natural gas input / MJ steam | 1,111 | MJ / MJ _{Steam} |
| Natural gas (4000 km, EU Mix | | |
| qualilty) | 0,062 | MJ / MJ _{Oil} |
| Electricity input / MJ steam | 0,020 | MJ / MJ _{Steam} |
| Electricity EU mix MV | 0,001 | MJ / MJ _{Oil} |
| | | |
| Chemicals | | |

0,0043 MJ / MJ_{Oil}

- Yields in kgoutput/kginput
- Electricity bills in kWh
- Steam in kWh or kg
- Natural gas in kWh or m3
- Hexane in kg
- Mistakes occur when conversion to "biograce units" is made

ACTIVITY DATA

Typical example for calculation of biodiesel process:

- Ethanol from sugar beet Ethanol from wheat (process fuel not specified) Ethanol from wheat (lignite CHP) Ethanol from wheat (natural gas steam boiler)
- Ethanol from wheat (natural gas CHP)
- Ethanol from wheat (straw CHP)
- Ethanol from corn (community produced) (natural gas for each feedstock
- Ethanol from sugarcane
- FAME from rape seed
- FAME from sunflower
- FAME from soybean
- FAME from palm oil (process not specified)
- FAME from palm oil (methane capture at oil mill)
- FAME from waste vegetable or animal oil

- Different feedstocks (e.g. refined rapeseed, palm and soybean oil) are used in extraction process
- Necessary to fill out a Biograce sheet
 gas for each feedstock
- Problem: consumptions are usually not known for each feedstock but for total incoming refined oil and outgoing biodiesel
- → Also applies to other conversion processes





VERIFICATION ITEMS

VERIFICATION WHEN BIOGRACE IS USED:

- List of emission sources (all sources included?)
- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?) + correct conversion of units
- Divided by annual product output
- + allocation (if applicable)
- (+ land use change (if applicable))
- Right application of methodology (calculated according to the correct formulas?)



ANNUAL OUTPUT

Typical example for calculation of extraction process:

| Yield | |
|------------------------------------|--|
| Crude vegetable oil | 0,6125 MJ _{Oil} / MJ _{Rapeseed} |
| Co-product Rapeseed cake | 0,3875 MJ _{Rapeseed cake} / MJ _{Rapes} |
| | |
| Energy consumption | |
| Electricity EU mix MV | 0,0118 MJ / MJ _{Oil} |
| Steam (from NG boiler) | 0,0557 MJ / MJ _{Oil} |
| NG Boiler | |
| CH_4 and N_2O emissions from N | IG boiler |
| Natural gas input / MJ steam | 1,111 MJ / MJ _{Steam} |
| Natural gas (4000 km, EU Mix | |
| qualilty) | 0,062 MJ / MJ _{Oil} |
| Electricity input / MJ steam | 0,020 MJ / MJ _{Steam} |
| Electricity EU mix MV | 0,001 [°] MJ / MJ _{Oil} |
| | |
| Chemicals | |
| n-Hexane | 0,0043 MJ / MJ _{Oil} |
| | |

- Usually measured in kg
- Conversion necessary
- Mistakes are common



VERIFICATION ITEMS

VERIFICATION WHEN BIOGRACE IS USED:

- List of emission sources (all sources included?)
- Correct use of emission factors (correct emission factor used?)
- Report of activity data (activity data correct?) + correct conversion of units
- Divided by annual product output
- + allocation (if applicable)
- (+ land use change (if applicable))
- Right application of methodology (calculated according to the correct formulas?)



1. Verification of eligibility for allocation

Example crude glycerin

| Rapeseed oil | 170.000 t per year |
|-------------------------|---------------------------|
| Biodiesel | 166.600 t per year |
| Co-products | |
| Crude Glycerin | 25.500 t per year |
| LHV Co-Product | 16,0 MJ per kg |
| Chemicals | |
| Methanol | 16.000 t per year |
| Hydrochloric acid (HCI) | 500 t nor voar |



1. Verification of eligibility for allocation

2. New co-products cannot be added in Biograce

Example lecitine

| Pro | oducts (Output) | | | |
|-----|---------------------|--------------------|---------|--------|
| | main output product | crude rapseed oil | 250.000 | t/year |
| | co-products: | rapeseed meal | 300.000 | t/year |
| | | rapeseed lecithine | 2.900 | t/year |



- 1. Verification of eligibility for allocation
- 2. New co-products cannot be added in Biograce
- 3. For crude palm oil allocation only to Palm kernel meal, not palm kernel

| | Total emission before allocation: | | | | |
|---------------|-----------------------------------|--------------------------------|--------------|----------------------|-------|
| co-product | | | | | |
| | | Emissions u | p to and inc | cluding this process | step: |
| Main product: | Palm oil | Energy content (based on 1 MJ) | 1,0000 | MJ | |
| Co-product: | Kernel meal | Energy content co-product | 0,0506 | MJ | |
| | | Total: | 1,0506 | MJ | |
| | | Total emission af | iter allocat | ion: | |
| | | | | | |







- 1. Verification of eligibility for allocation
- 2. New co-products cannot be added in Biograce
- 3. For crude palm oil allocation only to Palm kernel meal, not palm kernel
- 4. No allocation to free fatty acids possible in Biograce



- 1. Verification of eligibility for allocation
- 2. New co-products cannot be added in Biograce
- 3. For crude palm oil allocation only to Palm kernel meal, not palm kernel
- 4. No allocation to free fatty acids possible in Biograce
- 5. Lower heating values are different than the ones from the RED







- Transport emissions do not show real situation
- Usually transport between different conversion units





- Transport emissions do not show real situation
- Usually transport between different conversion units
- Often transport from farm to trader





- For all transportation fuel efficiency in MJ/tkm, it would be helpful if Biograce would state more clearly when a return empty is assumed as part of the calculation factor
- Biograce misses more fuel efficiency factors for sea transport by bulk carriers, like in Biograce II where factors for Panamax and for inland bulk carrier exist. Helpful to have more factors, reflecting the fuel efficiency of other kinds of bulk carriers (supramax, handysize and coasters).



FURTHER REMARKS



FURTHER REMARKS

- Not possible to calculate other feedstocks (e.g. Jatropha, triticale, barley, rye)
- NUTS2 values from member states reports cannot be used in the Biograce tool
- N-fertilizer has different names in calculation sheet and N2O-sheet

| F _{SN} F _{ON} F _{CR} F _{SOM} | #DIV/0! 0,00 | kg N/ha/year kg N/ha/year kg N/ha/year kg N/ha/year | N in synthetic fertilizer N in organic fertilizer N in crop residues N mineralized | Agro chemicals N-fertiliser (kg N) Manure CaO-fertiliser (kg CaO) K_2O -fertiliser (kg K_2O) P_2O_5 -fertiliser (kg P_2O_5) | 137,4 kg N ha ⁻¹ year ⁻¹ 0,0 kg N ha ⁻¹ year ⁻¹ 19,0 kg CaO ha ⁻¹ year ⁻¹ 49,5 kg K ₂ O ha ⁻¹ year ⁻¹ 33.7 kg P ₂ O ₅ ha ⁻¹ year ⁻¹ |
|---|-----------------|--|---|--|---|
| | | | | Pesticides | 1,2 kg ha ⁻¹ year ⁻¹ |



CONCLUSION/OPPORTUNITIES FOR IMPROVEMENT



CONCLUSION

- Biograce eases the work of a verifier since methodology (correct use of formulas) does not have to be checked
- However additional checks have to be made which were not necessary when an own calculation tool is used (right conversion of units, correct allocation, etc.)
- Should be made more practical and more in line with reality
- → "real" units should be used
- Should be able to adapt supply chain (other co-products, transport emissions, other feedstocks)
- Suggestion: one version for recalculating the default values, other version with more flexibility to calculate for individual situation



THANK YOU FOR YOUR ATTENTION!



Sarah Moritz

Agricultural Services

Regulatory Consultant

SGS Germany GmbH

Europa Allee 12

49685 Emstek

Phone: +49 4473 9439-32

Mobile: +49 152 22618847

Fax: +49 4473 9439-48

Email: <u>sarah.moritz@sgs.com</u>

www.de.sgs.com