## RO 2011 Biomass sustainability - regulation and reporting















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# The Renewable Energy Directive (RED - 2009)

RED has mandatory sustainability standards from day one for transport biofuels (liquids and gases) and 'bioliquids' – renewable liquids used for power or heat.

Sustainability requirements

- No use of highly bio diverse grassland or primary forest
- No use of land that was formerly high carbon stock
- EU-grown feedstocks must meet CAP cross-compliance
- Further reporting on social and economic issues
- Requirements on chain of custody systems and auditing



#### More on RED – GHG savings

- Minimum GHG saving required, relative to fossil fuel. 35% from day one, rising to 50% in 2017 (and 60% in 2018 for new installations)
- Companies can use published default values or calculate the emissions themselves using a standardised methodology
- European Commission to produce a report on GHG emissions arising from indirect land use change by end 2010



#### **RED** and solid biomass

#### Article 17(9) of RED:

The Commission shall report on requirements for a sustainability scheme for energy uses of biomass, other than biofuels and bioliquids by 31 December 2009. That report shall be accompanied, where appropriate, by proposals for a sustainability scheme for other energy uses of biomass..'

 REA strongly supported binding EU-wide criteria (including a minimum GHG saving requirement), along similar lines to those currently in RED. This was stance of UK/Benelux and to some extent Germany and Denmark.



#### **EU Regulation of Sustainability**

#### Solid/Gaseous Biomass Report published Feb 2010

- Member States free to set up their own national mandatory schemes, but no EU wide mandatory scheme.
- Non-binding recommendation that MS schemes to follow RED guide and only apply to 'primary biomass' use
- Consistency with biofuels/liquids sustainability scheme req'd. Calculation methods and GHG default values given.
- LCA for solid biomass to energy to include conversion.
- Scheme should apply at >1MW
- Records should be held of primary biomass origins.
- Commission to review national schemes at the end of 2011

   with particular regard to whether they are distorting internal market



#### **Environmental sustainability**

#### Several key terms still to be defined:

- Primary forest (no visible human activity?)
- Highly bio diverse grassland
- Continuously forested areas
- Canopy cover
- 'waste, landfill gas and sewage gas' (excluded from sustainability requirements)
- 'EU Committee of Member States on Biofuels Sustainability' formed to address these issues among others.



#### Sustainability Reporting (from April 2009)

- Submit an annual report
- Applies to biomass
- Have to detail:-
  - > Type of biomass
  - > For the biomass:
    - > Mass/Volume
    - > Whether it's a by-product of another process
    - > Country of Origin
    - > Country of purchase
    - > If it's an energy crop (including types and proportions)
    - > Any environmental assurance schemes it is certified under
    - > The land use as at 30th Nov 2005



## **Sustainability Reports 2010**

- Ofgem has gathered the required information for the 2009-10 obligation period
- No summary report accompanying the data but next year it is likely Ofgem will report in a similar way to the Renewables Fuel Agency (RFA).
- No standard format was used to submit the information
- Findings:
- 393 separate entries of fuel consignments reported, by a total of 79 biomass generating stations, 15 of which were biogas plants.
- Volumes:
  - > 4.1Mt solid biomass
  - > 4.7M litres liquid biomass
  - > 35.8M m3 gaseous biomass
- 48% of solid biomass was wood.
- Over 50% of solid biomass came from the UK.



### **RO 2011 – Sustainability Reporting**

- Annual mandatory reporting from April 2011
- Sustainable compliance for ROC's from April 2013.
- <50kW no requirements</p>
- >50kW annual factual report.
- De-minimis reporting >1MW
- Waste derived biomass/gas exempt.
- No cross compliance required (CAP, ACCS etc)



## **RO 2011 – Sustainability Criteria**

- Broad compliance with RED criteria
- 60% minimum GHG saving (285.12kg CO2/MWh)
- EU Fossil Fuel comparator 712.8kg CO<sub>2</sub>/MW
- No 'High Biodiversity grassland' origin fuel
- No 'High Carbon stock land' origin fuel
- No material from peatland
- Default values + actual conversion efficiency
- But 'actuals strongly encouraged'



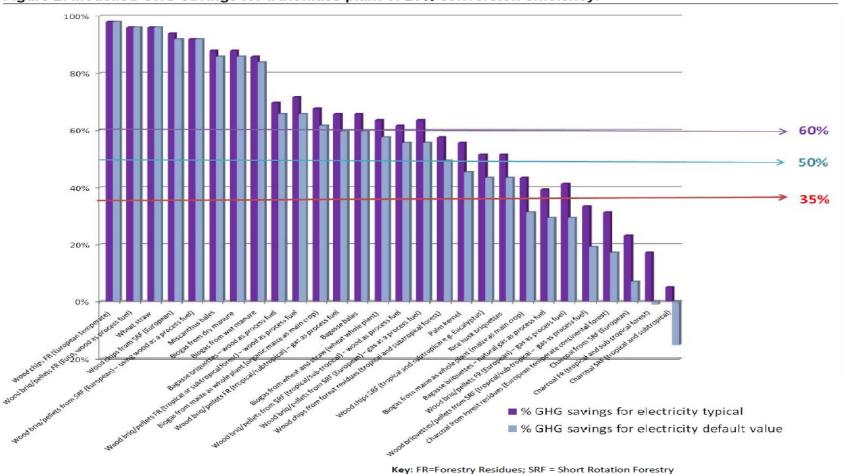


Figure 2: Modelled GHG savings for a biomass plant of 25% conversion efficiency.

Ref. Data and methodology sourced from EU (2010) Report from Commission on sustainability requirements for use of solid & gaseous biomass sources in electricity, heating & cooling <a href="http://ec.europa.eu/energy/renewables/bioenergy/sustainability">http://ec.europa.eu/energy/renewables/bioenergy/sustainability</a> criteria en.htm



#### **RO 2011 – Reporting Requirements**

- GHG saving and actual intensity (kg CO<sub>2</sub>/MWh)
- High biodiversity grassland origin?
- High carbon stock origin?
- Peatland origin?
- ILUC change post January 2008
- Sourced from certified scheme (FSC, PEFC etc)?



#### Issues still to be resolved

- April 2011 is not far away!
- Many terms still to be defined. This includes certain wastes, which will be assumed automatically to be sustainable
- How will the 60% saving be calculated?
- How will existing certification schemes be incorporated, to avoid duplication of effort?
- Consistency with liquids (for power/heat/transport) and with other EU member states



## **Stop Press!**

(DECC stakeholder meeting 01/11/10)

- Government response to RO consultation target early December 2010.
- Draft amending regulations to Parliament end Feb 2011
- EA 'BEAT' tool being revised for GHG saving calculation.
- Claiming ROC's generators only need report GHG saving and compliance with land criteria.
- Audit/Verification not at this stage, but annual report to be independently verified, submitted end of May following previous 'Obligation Period'
- Exemptions for wastes/residues DECC 'working on'
- Working groups to be set up to provide industry input.



## Thank you!















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