ENERGINET

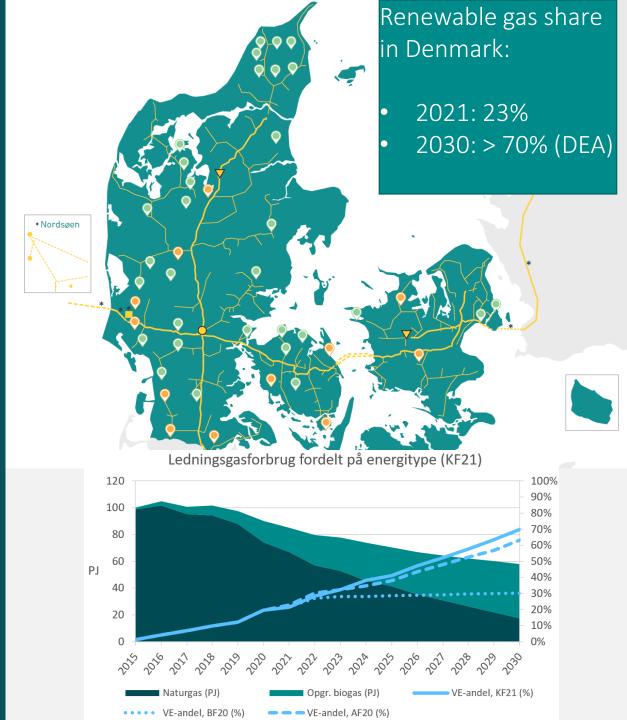
BIOMETHANE – OVERVIEW ON THE FUNCTIONING OF BIOGAS REGISTRIES AND IMPORTANT EUROPEAN DEVELOPMENTS

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TOPICS

- Danish biomethane registry functioning and information
- Biomethane registries in EU European Renewable Gas Registry (ERGAR)
- Union Database developments
- Biomethane cross border and double counting targets and funding



GAS MARKET AND CERTIFICATE MODEL

- ✓ Renewable gas market model approved by Regulator (2010)
- ✓ Certificate model implemented (2011)
- Certificate model as provided evidence for several purposes incl for ETS and transport fuel quota in DK
- ✓ Energinet appointed Issuing Body for Guarantees of Origin for renewable gases in grids – including biomethane and hydrogen
- ✓ Certificates for next green gases being developed
- ✓ New certificates being developed:
 - ✓ GO: REDII compliant
 - ✓ GO+: REDII plus additional information/requirements
 - ✓ GOBalance: balancing injection and withdrawal hourly basis

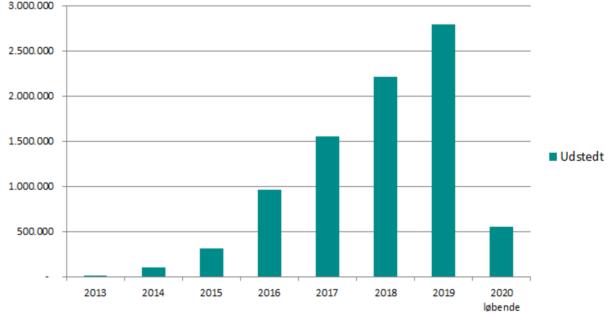




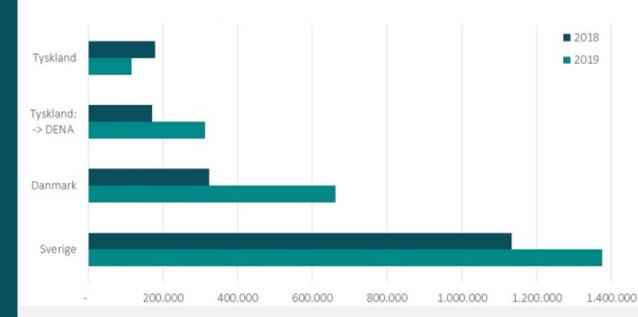
FACTS ABOUT CERTIFICATE SYSTEM

- 63 account holders
- 44 plants plant and biomass data
- Annual audit of biomass reports
- Annual audit of account holders
- Certificates issued for all injected gas
- Issued on measured injected volumes basis
- Book & Claim system
- Most certificates are currently exported
- Grexel platform modified for gas
- https://energinet.dk/Gas/Biogas/Certifikater-i-tal





ANTAL SOLGTE CERTIFIKATER 2019 SAMMENLIGNET MED 2018



GUARANTEES OF ORIGIN

Electronic certificate issued documenting injected monthly volumes of renewable gas per plant

- Energinet issuing body
 - Power system
 - Gas system
- In future Gos for disclosure purpose must follow CEN 16325 incl
 - 1 MWh/GO
 - Supoort: Investment & Operation support
 - GHG emission?
 - Standard perhaps ready 2023





EUROPEAN RENEWABLE GAS REGISTRY



Vision:

Renewable gas will be tradable cross border in an increasingly integrated European market via the gas grid and used in all end use sectors

Mission:

Building on national renewable gas registries a trustworthy transparent and standardized documentation scheme for cross border transfers of renewable gas certificates will be established for renewable gas injected to the European gas grid. Ensuring that double sale and double counting of the green value is avoided.

Status:

- Registries handling 80-90% of renewable gas injected to European grid
- Two ERGAR schemes being developed
 - ERGAR MB: RED II voluntary scheme for massbalancing European gas grid (application)
 - ERGAR CoO: Book & Claim system for voluntary markets. (launched)
- Common transfer hub established
- First commercial test transfer conducted
- Energinet in proces of joining hub

Mere info: www.ergar.org eller kontakt jbg@energinet.dk

ERGaR Schemes: Overview

	ERGaR CoO Scheme			ERGaR RED MB Scheme			
APPLICATION PURPOSE	Consumer disclosure	Initiatives by Market & Society	-	Target compliance transport sector			
BACKGROUND	Art 19 RED II	Market and Scheme Rules		Sustainability 8 Art 25-3	Mass Balance 1 RED II		
COMPETENT AUTHORITY	Issuing Bodies by Government Mandate	Registries		Voluntary Scheme recognised by EC	Registries via ERGaR RED MB Scheme		
Rules and Standards	CEN – EN 16325	ERGaR CoO Scheme		E.g.: ISCC, REDCert, NTA 8080	ERGaR RED MB Scheme		
DOCUMENT TYPE	GoO Guarantee of Origin	CoO Certificate of Origin		PoS Proof of Sustainability	ERGaR PoO Proof of Origin		
STATUS	Launched 6/2021			under recognition by the European Commission as voluntary scheme			

ERGaR RED MB Core Principles

1. Sustainable biofuel (RFNBO)

ERGaR RED MB handles exclusively biomethane consignments where **sustainability has been duly verified by recognised Voluntary Schemes** in accordance with RED II.

No Proof of Origin (PoO) can be issued for any injected biomethane consignment without having a valid Proof of Sustainability (PoS) for that consignment. The PoS must be inseparably attached to the PoO.

2. Export destination

ERGaR RED MB is exclusively concerned with biomethane consignments destined for export and **not counted** in the country of production for meeting of national biofuel quota targets.

3. Single logistical facility

The **interconnected** European natural gas network is recognized as a single logistical facility with the effect that mass balancing according to RED shall be done at European level.

However, ERGaR RED MB mass balancing covers only biomethane consignments transferred **internationally**, i.e. crossing at least one country border.

4. Mass balancing

Biomethane volumes injected into the interconnected European natural gas network are mass balanced with matching withdrawn volumes on a **consignment to consignment basis**.



PERSPECTIVES

- Challenge on double counting when using both geographical and trade accounting mechanisms
- Challenge on double claims and double subsidy can be addressed by using existing mechanisms
- The future role of Guarantees of Origin/certifcates vs Sustainability Certification must be clarified and control between schemes ensured
- Union Database could help but scope, timing and purpose? Is it transactional or statistics to avoid double claims?

QUESTIONS

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Cancellation Statement

With this cancellation statement the indicated certificates are no longer tradable in Denmark. The account holder is responsible for the correctness of the information stated on this cancellation statement. Energinet is responsible for the initial issuing of certificates only. Biomethane physically injected in Denmark counts towards its renewable energy share obligation as Member State under the Renewable Energy Directive.

Transaction Type:	Ex-domain Cancellation Export					
Transaction Date:	2017-08-24 12:38:24					
Transaction Number:	2017082400001					
Message to Receiver:						
From		То				
Account Holder:	Certifikatkompagniet	Name of Beneficiary:	German AH - ID 1234			
Account:	DB- Certifikatkompagniet- 643002406722100351	Cancellation Purpose:	For further transactions in Germany			
Domain:	DK-Energinet-Biomethane	Consumption Period:	2017-08-01 to 2017-08-13			
Street:	Gaden 11	Country of Consumption:	Germany			
Postal Code and City:	8888 Byen	Location of Beneficiary:	DENA			
Country:	Denmark	Usage Category:	Commercial & Public use			
		Type of Beneficiary:	Energy supplier			

Certificate Number (From - To)	Volume Domain	Fuel, Technology	S/T	Issuing Date	Production Period	Production Plant (GSRN, Estimated Annual Production, name)	Trading Schemes	Support Schemes
6430024065559 099100000002 1940 To 6430024065559 099100000002 3685	1746 DK-Energinet- Biomethane	F01030200. T070000	s	2017-04-19	2017-03-01 To 2017-03-31	643002406722000033 40000 kWh Biobiotest Anlæg2	Biomethane- GO	Production Support
6430024065559 099100000002 4086 To 6430024065559 099100000002 4339	254 DK-Energinet- Biomethane	F01030200, T070000	s	2017-05-02	2017-03-01 To 2017-03-31	643002406722000033 40000 kWh Biobiotest Anlæg2	Biomethane- GO	Production Support
Production Plant public	information							
Production Plant Nam	ie:	Biobiotest Anl	æg2					
Production Plant GSR	RN:	64300240672	2000	033				
Domain of Production	Plant:	DK-Energinet	Biom	ethane				
Estimated Annual Pro	duction, kWh:	40000						
Date of Commissionin	ng:	2016-11-01						
Location of Production	n Plant:	1113 Certifika	tby, C	ж				
Technology:		T070000 - Oth	er					
Fuel:		F01030200 - F	Rener	wable/Gaseous/	Sewage gas			
Additional information	c.							
Production support:		-						