

# **Making Bioenergy Sustainable**

Gernot Klepper Kiel Institute for the World Economy



3. November 2020

Bioenergy is embedded in a global system of natural resource use



# Trade-Offs in the use of Biomass

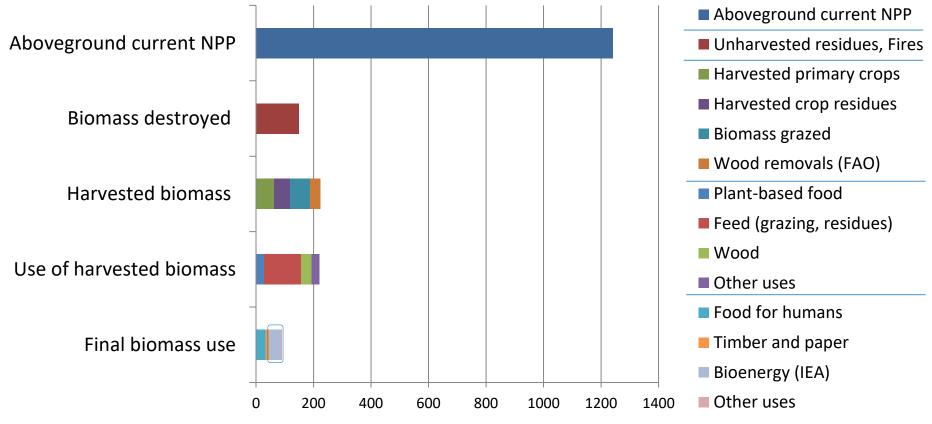
- Commercial use of biomass serves many needs .... and it supports
- global ecosystem functions





Global biomass potentials and Net Primary Production (NPP)



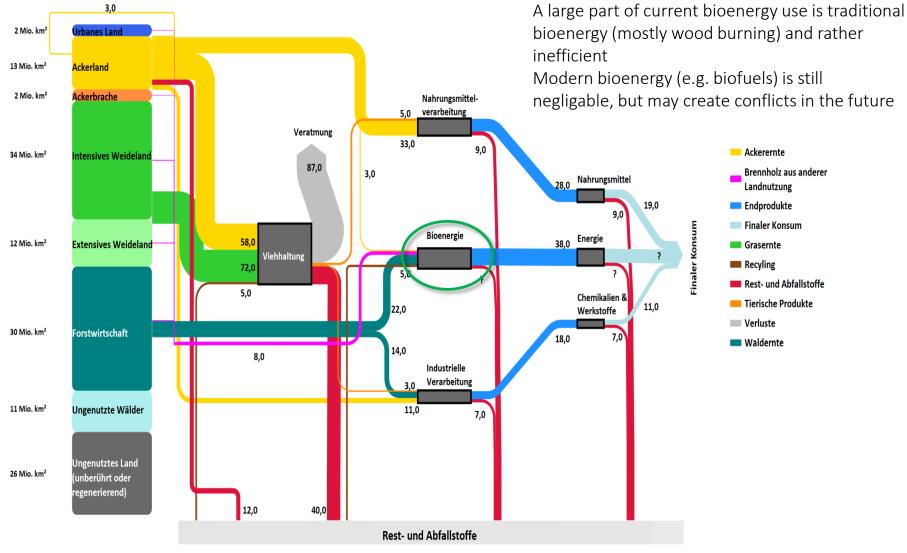


## Global yearly biomass flows around 2000 in EJ/year

Source: IEA, 2012

## Which ecosystems are used for bioenergy?





Quellen: Erb et al., 2007; Schneider et al., 2009; FAO, 2010; Wirsenius, 2003; Sims et \_al., 2006; Krausmann et al., 2008; FAOSTAT, 2012; Kummu et al., 2012

Bioenergy in the context of sustainability requires consideration of complex feedback effects

KIEL INSTITUTE FOR THE WORLD ECONOMY

- Direct Trade-offs
  - Food
  - Ecosystem functions
  - Fibre uses
  - Alternative sources (waste/residues)
- Indirect Knock-on effects
  - Rural development
  - Overall land use
  - Distributional effects
- Welfare aspects
  - Income generation
  - Poverty reduction
- Ecologic sustainability
  - Biodiversity
  - Carbon sinks (forests, peat)





SDGs set the framework for sustainable economic activities SDGs may be in conflict to each other: Need for societal decisions about such trade-offs!



3. Nov. 2020

ISCC as an example for a practical introduction of sustainability certification of global supply chains:

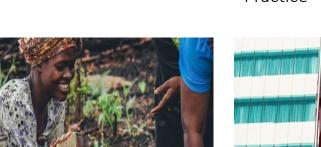
ISCC principles – a balanced set of ecological and social criteria

Principle 1: Protection of Biodiverse Principle 2: Good Agricultural and Carbon Rich Areas Practice

Principle 3: Safe Working Conditions

Principle 6: Good Management Practices and Continuous Improvement

**Principle 4:** Compliance with Human, Labour and Land Rights





Principle 5: Compliance with

Laws and International Treaties







Reconciling SDGs and the Paris Agreement with practical approaches to sustainable supply chains for Bioenergy





# SUSTAINABLE GOALS

**ISCC PRINCIPLE 1 & 2:** Protection of land with high biodiversity value or high carbon stock. Production in an environmentally responsible way including the protection of soil, water and air:

- SDG7 Affordable and clean energy
- SDG13 Climate Action
- SDG14 Life below water
- SDG15 Life on land

ISCC PRINCIPLE 3: Safe working conditions:

- SDG3 Good health and well-being
- SDG6 Clean water and sanitation

**ISCC PRINCIPLE 4:** Human rights, labour rights and land rights:

- SDG1 No poverty
- SDG2 Zero hunger
- SDG4 Quality Education
- SDG5 Gender equality

United nations conference on climate change

#### **GOVERNMENTS AGREED:**

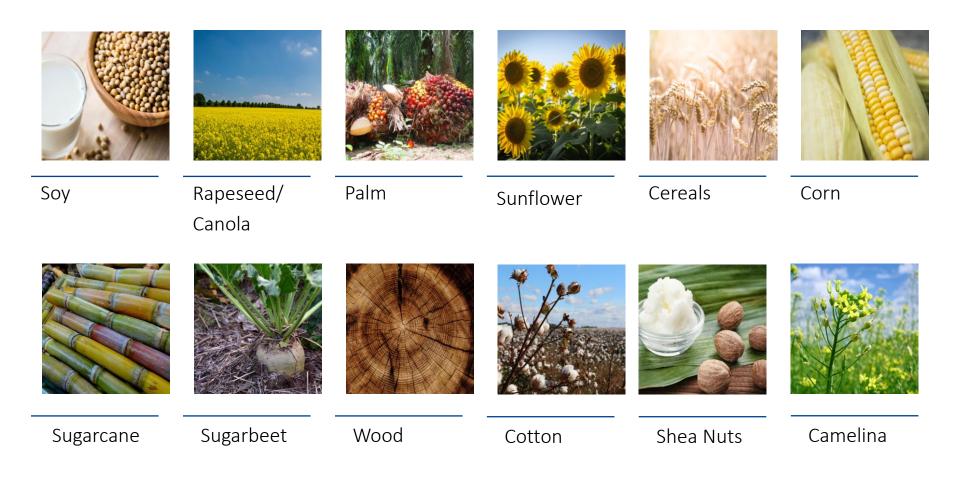
- A long-term goal of keeping the increase in global average temperature to well below 2°C above pre-industrial levels
- To aim to limit the Increase to 1.5°C, since this would significantly reduce risks and the impacts of climate change
- On the need for global emissions to peak as soon as possible, recognising that this will take longer for developing countries
- To undertake rapid reductions thereafter in accordance with the best available science
- GHG requirements are already implemented in ISCC. Detailed methodology for international supply chains in place











Waste and residue-based supply chains can avoid land use conflicts, but also feedstocks of non-biological origin



Waste and processing residues

Examples

Renewable nonbio feedstocks Forestry / agricultural crop residues







Landfill gas



Tall oil



Power-to- Power-to-Gas Liquid



Forestry residue



End-of-life tires



Municipal solid waste / mixed plastic waste



Crude glycerine



CO2



Husks

Support, encouragement, and regulation are crucial elements for farmers and companies to ask for sustainability certification



Examples



Renewable Energy Directive (RED) and **Fuel Quality Directive** (FQD) of the European Union



Japanese Government



Liquid Fuel Supply **Regulation of** Oueensland



Participation in CORSIA for sustainable alternative jet fuels



AIREG – Aviation for renewable energy in Germany



INRO

Green Deal

Der Blaue Engel

**Industrial Applications** 



Textile Exchange's "2025 Sustainable Cotton Challenge"

Sustainable supply of raw materials for the industrial use of biomass (INRO)



sustainability criteria polymer products





Agricultural code

Food

(oca:Coli

FORUM



Diageo's Sustainable Agricultural Sourcing Requirements

Sustainable Agriculture

Initiative (SAI) Platform

Coca Cola's

Sustainable

Principles

Forum

Agriculture Guiding

Retailers' Soy Group

responsible soy of the

**Consumer Goods** 



Feed





Soy Network Switzerland



Soy sourcing supply chains of Mars petcare





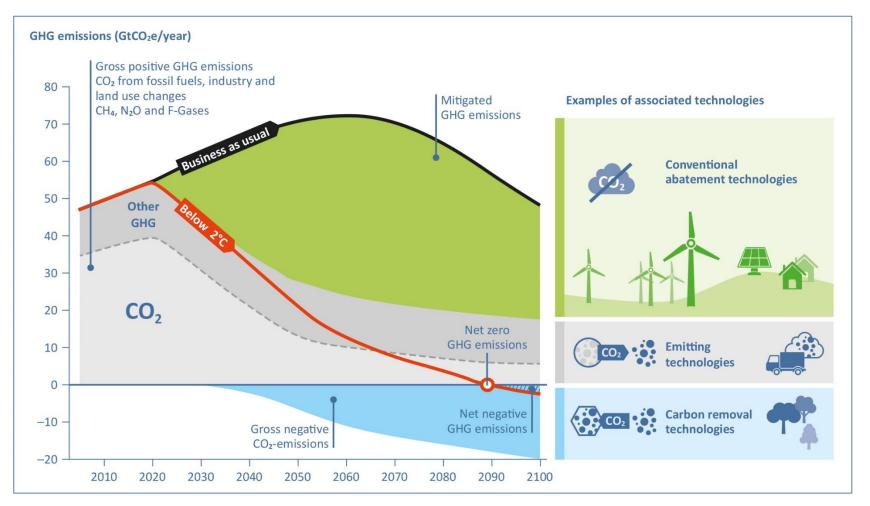
#### Others

TCDP



Future role of bioenergy for net-zero and net-negative GHG emissions





BECCS: Bioenergy and Carbon Capture and Storage

Ethanol plants with CC already in operation and storage technology ready with running demonstration projects Can replace inefficient traditional bioenergy use!

### Summary



# Lessons for Sustainable Bioenergy

- Bioenergy will play an increasingly important role in future energy markets and in GHG-reduction (e.g. Sustainable Aviation Fuels (SAF), BECCS)
- > But it needs to meet sustainability requirements in order to become effective in meeting societal goals
- Bioenergy along the entire supply chain is relevant for sustainability
- Latin America has large land resources and a climatic conditions for above average GHG-savings (e.g. ethanol, palmdiesel, etc.)
- Trade-offs between different sustainability objectives (ecologic, social, economic) need to be considered carefully
- Certification of the bioenergy supply chains is a transparent and cost effective way to establish a sustainable bioenergy sector
- Governments play a crucial role in making certification effective and wide-spread





Many thanks for your attention!

Backup



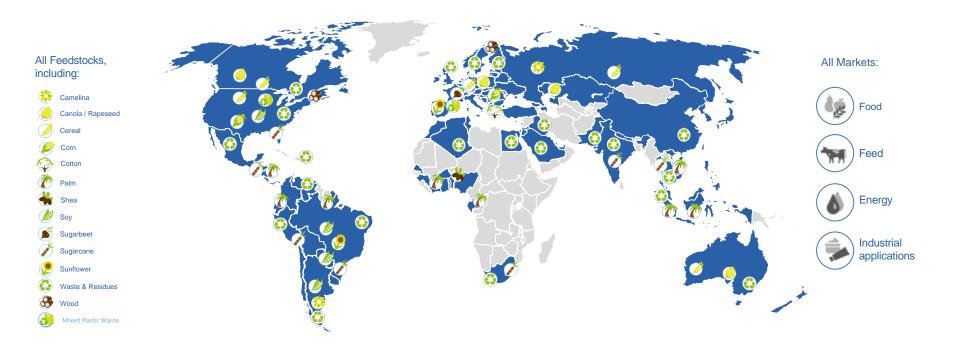


# ISCC is a well established and credible certification standard





## Over 4,000 ISCC certificates in more than 100 countries are currently valid



## Regular impact assessment conducted by ISCC



- Critical review of **what has been achieved**, and **what is the impact** on the ground
- Definition of the ISCC Theory of Change
- Gathering of data about impact is challenging
- Assessment includes sample data taken from audit reports and a survey with certification bodies
- Improvements in the ISCC system will provide **more digitally accessible data** about impact
- Continuous **improvement** process with **involvement** of stakeholders
- ISCC will **report** about impact **on a regular basis** in the future

KIEL INSTITUTE FOR