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# A Tracing and Tracking system for renewable and low carbon hydrogen

21 May 2021, Brussels, Belgium





- Why a uniform way to characterise H2
- CertifHy developed a GO system: what is it (and what not)?
- Current status at the end of CertifHy 2
- Recommendation
- CertifHy 1 developed a label for green and low carbon H2 to give a starting reference point to Green & LC H2 producers

# CertifHy

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# Why a uniform way to characterise



We need a "data sheet" for Hydrogen to enable customer choice, just like car industry has standardised data sheets..

Criteria	Car X	Car Y
#Seats	4	5
CO2	95 gr CO2 / 100 km	110 gr CO2 / 100 km
Color	Green	Green (RAL 6002)
Consumption	4 I / 100 km	30 miles / gallon



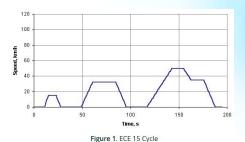


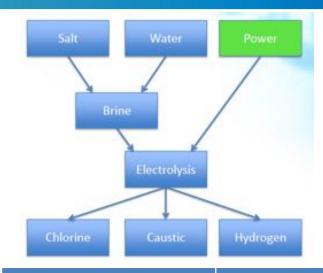
Figure 2. EUDC Cycle

Source: Hinicio analysis, drivemag.com, dieselnet.com



# CertifHy has developed a data sheet for Hydrogen & methodology to measure GHG footprint for e.g. Chloralkali electrolysis

ART 1: Factual information	Comments
Account number	
Identity of the Production Device     Production device identifier     Name     Location country     Location city     Commissioning date     Installed production capacity	<b>&gt;</b>
<ul> <li>Date and time of hydrogen production: beginning and en the production batch</li> </ul>	nd of dd.mm.yyy
Fuel (or heat source) and Technology     Fuel (or heat source) code(s) (see Annex A) for use ten fuels including respective share of total fuel in Technology code (see Annex B); including main product	nput
Financial support to hydrogen production or input production     investment supported, and/or     production supported, and/or     supported scientific/demo/pilot project, or     unsupported, or     no information available	fuel
<ul> <li>Share of renewable energy for each input energy carrie producing the hydrogen</li> </ul>	er for %
GHG balance:     GHG emissions intensity	g CO2 <sub>eq</sub> /MJ <sub>H2</sub>
GO identity     Identifier (the unique number which has been assit to the GO)	igned dd.mm.yyy
Issuing date     Cancellation/Expiry date	
Certification Body	Name



Example: coal based electricity: x GHG / MWh

Allocation method	% of GHG from Power allocated to H2	% of GHG from Power allocated to Cl	%to Caustic
Mass based allocation			
Energy based allocation			
Value based allocation Telescope (EUROSTAT prices averaged)	emporary solution	1	
Mole based allocation			
ODC process, producing r	ikely to be end so nature & benchm Illocation	•	

# **CertifHy**

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CertifHy developed a GO system: what is it (and what not)?



### Guarantee of Origin - defined by the EU Renewable Energy Directive (2)

(55) Guarantees of origin issued for the purposes of this Directive have the sole function of showing to a final customer that a given share or quantity of energy was produced from renewable sources. .... with a view to ensuring that a unit of renewable energy is disclosed to a customer only once, double counting and double disclosure of guarantees of origin should be avoided.

(56) It is appropriate to allow the consumer market for renewable electricity to contribute to the development of energy from renewable sources. <u>Member States should therefore require electricity suppliers who disclose their energy mix to final customers pursuant to Union law on the internal market for electricity, or who market energy to consumers with a reference to the consumption of energy from renewable sources, to use guarantees of origin from installations producing energy from renewable sources.</u>



# Guarantee of Origin - What are we talking about ? And what did CertifHy develop?

It is

- Made for the sole purpose of informing the user about the production attributes of a product
  - Renewable Origin
  - GHG footprint
  - Production technology
  - Geographic Origin,

\_ ...

- Providing the guarantee that the quantities supplied have been produced within the perimeter of the system
- . Made to avoid double counting
- Agnostic regarding the usage of the product

It is Not

- A GHG reporting system (a way to account for a country or a corporation GHG emissions)
- Providing information about distribution or delivery
- A certificate giving right to incentives (at least in Europe)
- Meant to explicitly support investment in specific production technology (at least in Europe)
- Making a physical link between the production facility and the delivered product
- . A full Life Cycle Assessment



Expansior possible



# from RED2 Art 19 GO to RED Art 25-30: RFNBO - compliant H2 allows transport fuel suppliers to reach 14% renewable energy in transport fuel requirement

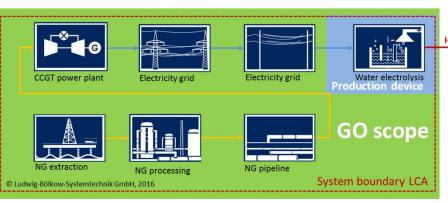
## Out of scope

Sustainability criteria for elec: Additionality & "in-sync" with RE

RFNBO scope:

Construction material (e.g. steel)

Manufacture



+ mass balance
Storage

**RFNBO** scope

Additional system boundary LCA

**Transport** 

• Note: Art 19 & Art 25 renewable plant configurations are intrinsically different.







Application	Labelling: consumer disclosure	Transport sector	
Legal background	Labelling RED II Art 19	RED II - Art 25	Mass Balance (RED I Art 18 and RED II Art 30)
Mode of delivery	Book & claim	Mass Balancing	
Organizatio n	Issuing Bodies by Government mandate	Voluntary Scheme recognized by EC	RFNBO: non- existent (yet)
Applied scheme	CertifHy GO Scheme (in process)	RFNBO: non- existent (yet)	RFNBO: non- existent (yet)
Document type	GoO Guarantee of Origin	PoS Proof of Sustainability	PoO Proof of Origin
Value	End Consumer disclosure: <u>i.e.</u> CSR/ Marketing	RED II: 14% Renewable Fuel in Transport obligation on Fuel Suppliers	

# **CertifHy**

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# Current Status at the end of CertifHy 2



## CertifHy aims to develop the 1st European-wide Green and Low Carbon hydrogen GO scheme

2014 2020s. 2016 2017 2018/9

#### Phase 1

- Define a widely acceptable definition of green hydrogen
- Determine how to design and implement a robust EU wide GO scheme

### Affiliated partners:















HYDROG(E)NICS

AREVA H<sub>2</sub>Gen





### Phase 2

- Set-up a hydrogen GO Stakeholder platform
- **Finalise** the scheme design ensuring it can be the main route to guarantee the origin of green & low carbon hydrogen across EU **Member States**
- Run a pilot scheme to test the proposed design
- Identify actions which need to be undertaken after the completion of the study to achieve an EU wide deployment of the scheme

### Phase 3

- Prepare EU wide deployment: Implement Scheme:
  - ➤ Gas Scheme Group of AIB
  - ➤ Voluntary Issuing Body
  - > Expand Stakeholder Forum with WG on Issuing Bodies

Expand from GOs to RFNBO certification



In absence of a Competent Authority (CA) & before RED 2 makes hydrogen GOs obligatory, a stakeholder forum has been created to represent industry, policy makers, and civil society; including observers from DG ENER, DG MOVE, DG CLIMA













## Air Liquide

#### SMR Port Jerome I France

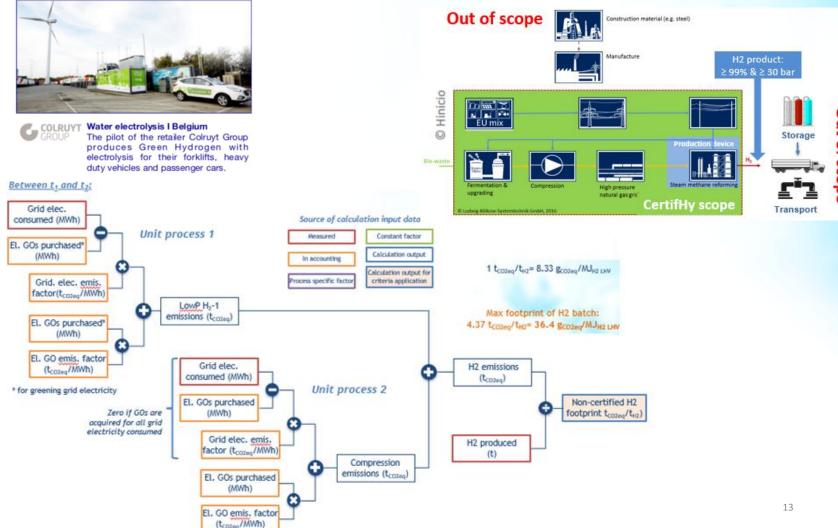
The pilot plant by Air Liquide produces Low Carbon hydrogen using steam methane reforming with a Carbon Capture unit or Green Hydrogen using BioMethane as feed gas.



## Nouryon

#### Chlor Alkali process I Netherlands

The pilot demonstration by Nouryon and Air Products uses a chlor alkali process to produce Green Hydrogen in Rotterdam Rotlek Platform decided on issues during 4 pilots a.o. GHG allocation methods (which CertifHy already did for water electrolysis, chloralkali electrolysis & steam methane reforming (of biomethane or CCU/CCS)

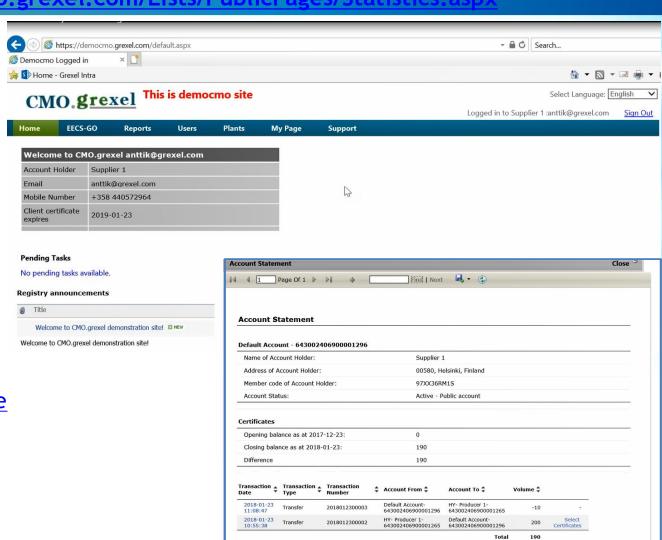




# CertifHy developed the a pilot Guarantee of Origin (GO) "scheme" and "system" now at the disposal of Member States (MS):

https://cmo.grexel.com/Lists/PublicPages/Statistics.aspx

- Member States are free to choose whether they only adopt the "scheme" (i.e. the data fields on the GO, all procedures, etc.), which is important for cross border trade
- or (part of) the "system" that CertifHy developed (Notification Body, GO Issuing Body, GO registry, etc.); yet MS are also free to develop their own Registry: cfr <a href="https://cmo.grexel.com/Lists/PublicPage">https://cmo.grexel.com/Lists/PublicPage</a> s/Statistics.aspx

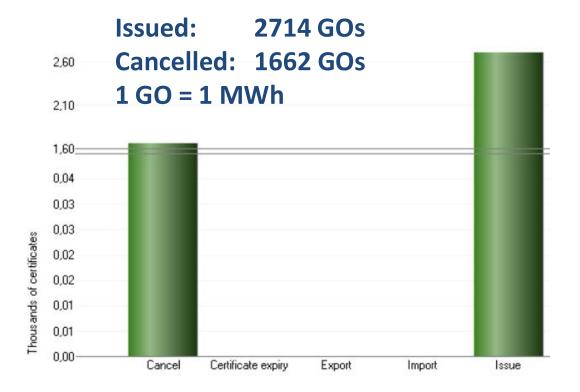




# The first commercial transactions already took place, i.e. issuance and use ('Cancellation') of first green H2 GOs: H2 Mobility Deutschland & Transport for London

#### Domain Transactions

Domain: CertifHy; Transaction Date: 2019-01-01 To 2019-02-28



Energy Source	Issue	Transfer	Cancel	Ex
F01000000 Renewable	2 714	2	1 662	

### News Release

Air Products launches European project to certify renewable hydrogen

One of the first to receive Guarantees of Origin under CertifHY; renewable hydrogen will support vehicle fuelling stations

07/02/2019 Rotterdam, The Netherlands

As part of the pilot project, two of Air Products' hydrogen customers in the mobility sector will receive GOs for renewable hydrogen. The first is H2 MOBLITY Deutschland, an organisation operating a network of hydrogen fuelling stations in Germany. The second is London's integrated transport authority, Transport for London, which operates hydrogen buses across the United Kingdom's capital.

http://www.airproducts.co.uk/Company/news-center/2019/02/0207-air-products-launches-european-project-to-certify-renewable-hydrogen-uk.aspx



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2020s.. 2014 2016 2017 2018/9

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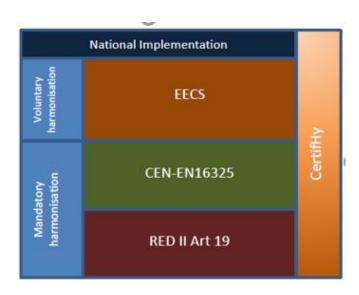
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# Development of a harmonized market for GOs: increasing level of details from RED2 -> CEN Standard -> EECS -> CertifHy

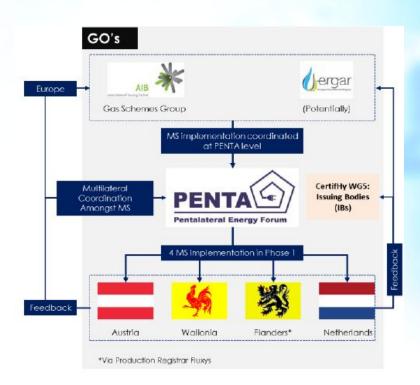


CertifHy stakeholder platform provides input:

- GHG allocation methods for specific pathways
- Define data fields which might not be required by RED2 / implemented in MS
- Define labels (which could be used to add data fields to National Gos)



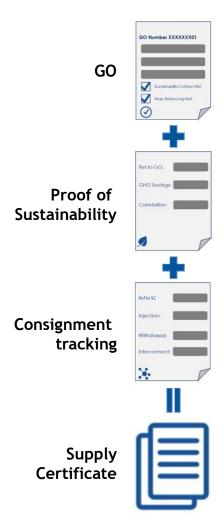
- In EU CertifHy contributes to development of EECS' Gas Scheme
- With IPHE: provide input to GHG allocation methodologies

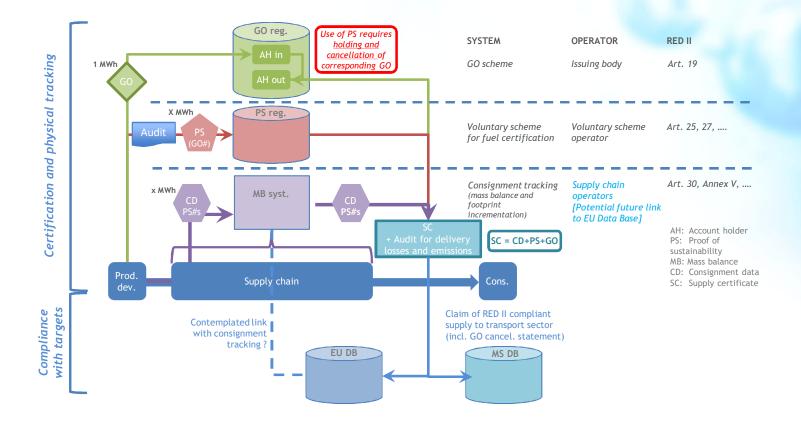


- CertifHy assist 4 European Issuing Bodies to implement H2 GO scheme
- 1st level capacity building with Morocco for import/export of GOs



From Gos to RFNBO: CertifHy proposes an architecture with logical actors along certification value chain, avoiding double counting via an integrated system & allowing for renewable fuels tracking WtW





## Recommendations



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### Recommendations

- For renewable or low carbon hydrogen to take off, there is need for harmonized scheme at European/ world-wide level to allow for cross border trade (as also H2 supply chain is cross border).
- Policy makers should take a role to ensure harmonized implementation of H2 GO <u>scheme</u>
   (i.e. data fields, measurement units, allocation methods, measurement techniques, audit standards, quality assurance, etc.) while labels / definitions can be developed at local level catering for local political appetite (but, see next point)
- From an investment & competitiveness perspective a common labels/definitions might make sense to avoid market distortion, yet this could be realized in a parallel track to the development of a harmonized GO scheme.



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For questions, please contact

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