

An Initiative of the Clean Energy Ministerial



International Hydrogen Landscapes Hydrogen and Analytical Tools Webinar Series

April 17, 2024

Housekeeping - Zoom

ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

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• We will be launching a survey when the event ends. Your feedback is highly valuable to us!





An Initiative of the Clean Energy Ministerial



Webinar & Speaker Introductions

Presented by Daniella Rough

Webinar Speakers



Daniella Rough

International Program Manager

National Renewable Energy Laboratory



Laurent Antoni

Executive Director

International Partnership for Hydrogen and fuels cells in the Economy (IPHE)



Catherine Casomar

Community Benefits Negotiations Lead

U.S. Department of Energy Office of Clean Energy Demonstrations (OCED)



Agenda

Speaker	Торіс	Duration
Daniella Rough	International Hydrogen Landscapes	10 mins
Laurent Antoni	Overview of International Hydrogen Markets and Standards, and the International Partnership for Hydrogen and fuels cells in the Economy – IPHE	30 mins
Daniella, Laurent, Catherine	Q&A	25 mins
Catherine Casomar	Hydrogen Workforce Development, Energy and Environmental Justice	30 mins
Daniella, Laurent, Catherine	Q&A	25 mins





An Initiative of the Clean Energy Ministerial



Overview of the Clean Energy Solutions Center

Presented by Holly Darrow, National Renewable Energy Laboratory

April 17, 2024

The Clean Energy Solutions Center





OBJECTIVE

To accelerate the transition of clean energy markets and technologies.

ACTORS

Leads:



Operating Agent:



Partners:

More than 40 partners, including UN-Energy, IRENA, IEA, IPEEC, REEEP, REN21, SE4AII, IADB, ADB, AfDB, and other workstreams etc.

RATIONALE

Many developing governments lack capacity to design and adopt policies and programs that support the deployment of clean energy technologies.

ACTIONS

- Deliver dynamic services that enable expert assistance, learning, and peer-to-peer sharing of experiences. <u>Services are offered at</u> <u>no-cost to users.</u>
- Foster dialogue on emerging policy issues and innovation across the globe.
- Serve as a first-stop clearinghouse of clean energy policy resources, including policy best practices, data, and analysis tools.

AMBITION/TARGET

Support governments in developing nations of the world in strengthening clean energy policies and finance measures

UPDATES

Website:

www.cleanenergyministerial.org/initiativ es-campaigns/clean-energy-solutionscenter

Factsheet:

www.nrel.gov/docs/fy22osti/83658.pdf

Requests: Now accepting Ask an Expert requests!

The Clean Energy Solutions Center







<u>Ask an Expert Service</u>

- Ask an Expert is designed to help policymakers in developing countries and emerging economies identify and implement *clean energy policy* and finance solutions.
- The Ask an Expert service features a network of more than **50** experts from over **15** countries.
- Responded to **300+** requests submitted by **90+** governments and regional organizations from developing nations since inception



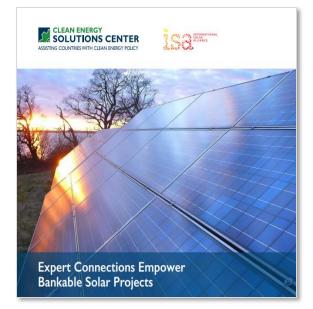
Training and Capacity Building

 Delivered over 300 webinars training more than 20,000 public & private sector stakeholders.



<u>Resource Library</u>

• Over **1,500** curated reports, policy briefs, journal articles, etc.



For additional information and questions, reach out to Jal Desai, NREL, <u>jal.desai@nrel.gov</u>



An Initiative of the Clean Energy Ministerial





Hydrogen: a new player at the service of the environment and the economy

Presented by Laurent Antoni, IPHE

April 17, 2024



- A fast evolving global context
- > The creation of a global market and
- > The role of international multilateral collaborations

Conclusions





A FAST EVOLVING GLOBAL CONTEXT

Multiple challenges we face to live in a better world





Climate change Avoid GHS Alternative fuels and energies

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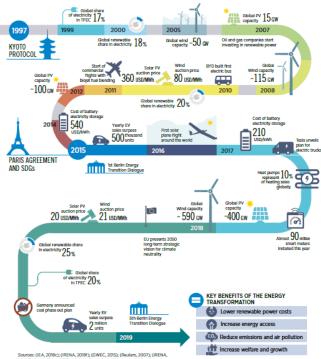
CLEAN ENERGY

Health Zero-emission mobility Zero-emission energy Energy availability Massive energy production Energy sovereignty Jobs Technology leadership

Significant progress since the Kyoto agreements...

but not enough





Sources: (EA, 2018c); (IRENA, 20187); (GWEC, 2015); (Hauters, 2007); (IRENA, 2018d); (INSIDEEVs, 2019b); (EA-PVPS, 2018); (EV Volumes, 2019); (Solar Impulsa, 2019); (IRENA, 2017c); (Elactrak, 2017); (IEA, 2019); (Giobalbata, 2018); (EC, 2018a); (GWEC, 2019); (Claentachnica, 2018); (IATA, 2018); (BIEF, 2018).

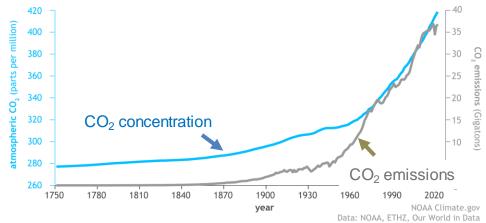
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Global CO₂ emissions

Global atmospheric carbon dioxide compared to annual emissions (1751-2022)



Significant progress since the Kyoto agreements...



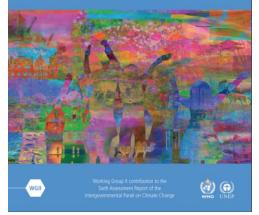




Climate Change 2022

Impacts, Adaptation and Vulnerability

Summary for Policymakers



> Scenario at +1.5°C: 400 Gt CO_2e

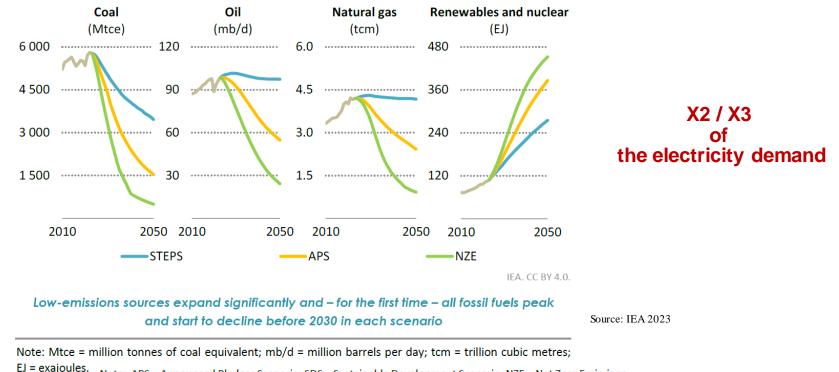
 \rightarrow in 6 years at the current rate

- > Scenario at +2°C: 1 150 Gt CO_2e
 - \rightarrow in 25 years at the current rate
- Carbon neutrality in 2050: in less than 10 000 days!



Different scenarii to achieve the climate targets





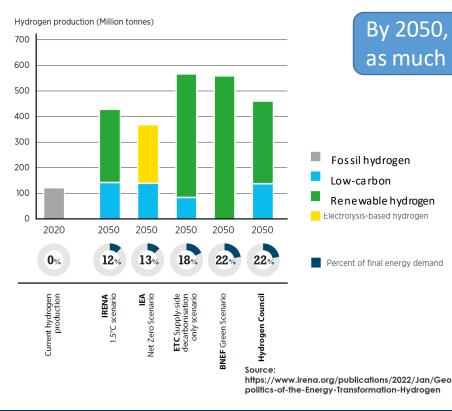
(aJOUIES. Note: APS = Announced Pledges Scenario; SDS = Sustainable Development Scenario; NZE = Net Zero Emissions by 2050 Scenario.

CI FAN ENERGY

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Unanimous consensus at the international level ...





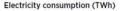
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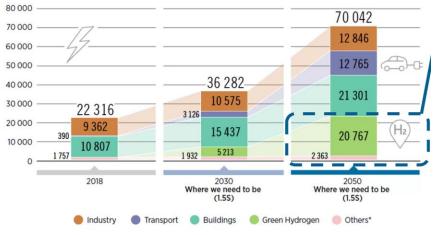
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By 2050, the electricity demand for Hydrogen is almost as much electricity as we consume globally today!

Electricity consumption by sector, 2018, 2030 and 2050 (TWh/yr) in the 1.5°C Scenario

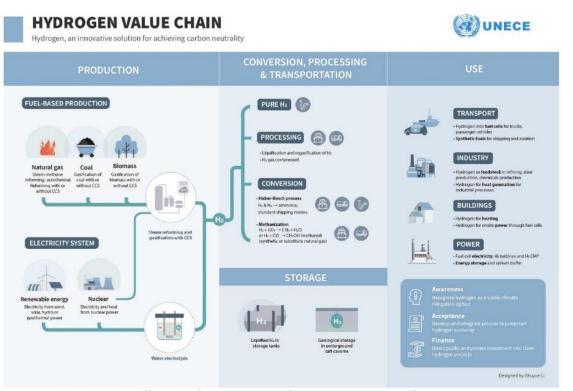




Source: https://irena.org/publications/2022/Mar/World-Energy-Transitions-Outlook-2022

... owing to the versatility of hydrogen in its production and usage ...

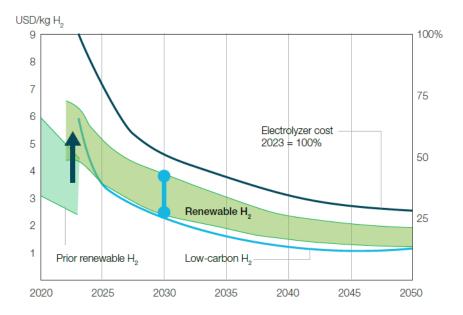




Source: UNECE, 2021 https://unece.org/sustainable-energy/cleaner-electricity-systems/hydrogen



... and cost competitiveness by 2030



Source: Hydrogen Insights 2023, Hydrogen Council



"The LCOH of low-carbon hydrogen produced via SMR or ATR technology coupled with CCS could be lower than renewable hydrogen near-term, and could be **competitive with grey hydrogen** in jurisdictions **with adequate carbon prices**.

Low-carbon hydrogen costs will likely lie below renewable hydrogen costs through 2030, except in a few select regions with very attractive renewable power resources."



THE CREATION OF A GLOBAL MARKET

Water consumption of hydrogen in 2050 compared with selected sectors today (bn m³)

768 m³

Industrial

464 m³

Municipal

34.7 m³

Desalination

production

(2018)

24.8 m3

Hydrogen

production

(2050)

cleanenergysolutions.org

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Environmental Benefits – Climate Change

Climate Change, Clean Air/Local Air Quality, Noise Pollution

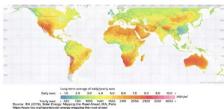
Energy Security

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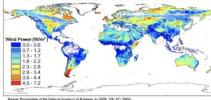
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Security of Supply and Resource Diversity

Geographical aspects



Geographical aspects



Iouroe: Proceedings of the National Academy of Sciences Jul 2009, 106 (27) 1093 (0938; DOI: 10.1073/pnas.0904101106

100% 80% 60% 40% 20% Iridium Tantalum Gadolinium Zirconium Lanthanum Cerium Platinum Cobalt Nickel Vttrium Pt Co Ni Ir Ta Gd Zr Ce Y La Brazi Canada China China Congo Germany Russia Rwanda South Africa Zimbabw

Fraction of global mining supply (%)

Source : IRENA (2022) Geopolitics of the Energy transformation: The Hydrogen Factor



2769 m³

Agriculture



Environmental Benefits – Climate Change

- Climate Change, Clean Air/Local Air Quality, Noise Pollution
- Energy Security
 - Security of Supply and Resource Diversity

Energy System Resiliency and Stability

- Effective Use of Variable Generation grid services, storage at scale, and sector coupling
- Distributed Generation Option

• Economic Growth: Innovation & Technology Leadership

- Strength of the industry
- Capacity of innovation

IG COUNTRIES WITH CLEAN ENERGY POLIC

Skilled Jobs and Manufacturing Opportunities



1. Innovation

Must get low-carbon hydrogen cost competitive

→ Requires Innovation and Scaling-up Production

Skilled workforces from engineers to operators: initial cursus and lifelong trainings

 Great opportunities for young talents

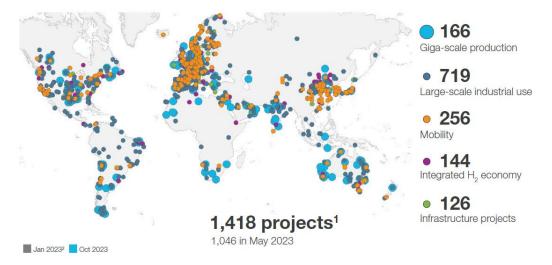
2. Infrastructure Investment

- Installation of the massive production capacities
- Efficient Transmission/Transportation



Key Drivers: Infrastructure Investment





Source Hydrogen Council Dec 2023

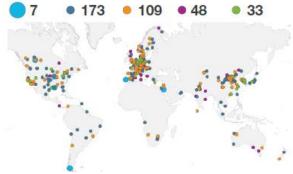
Project budget: \$570B (FID \$39B) but \$1000B needed to be in line with the Net Zero Scenario

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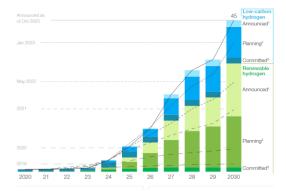
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ONS CENTER

370 projects committed FID taken, under construction or operational



Cumulative production capacity announced, Mt p.a.



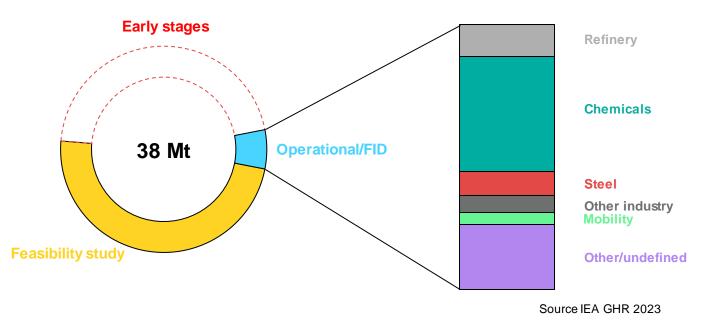
Key Drivers: Increase the level of FIDs

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Low-emission hydrogen production from announced projects by demand sector, 2030



The majority of the low-emission hydrogen production projects having reached FID are linked to existing applications of hydrogen





1. Innovation

ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

Must get low-carbon hydrogen cost competitive

→ Requires Innovation and Scaling-up Production

Skilled workforces from engineers to operators: initial cursus and lifelong trainings
 → Great opportunities for young talents

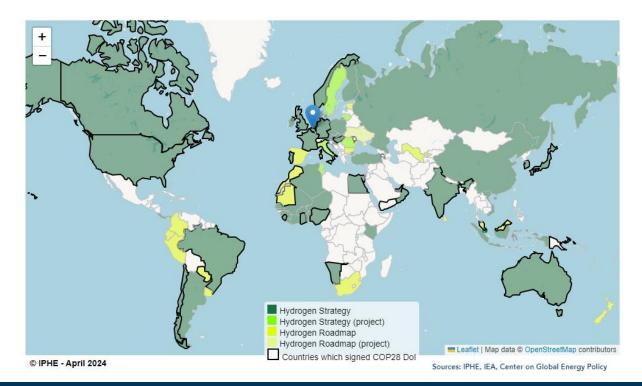
2. Infrastructure Investment

- Installation of the massive production capacities
- Efficient Transmission/Transportation

3. Policy and Regulatory Framework

- Stable and strong Policy Signals
- Regulatory Certainty
- Market Transparency

HYDROGEN STRATEGIES AND ROADMAPS



with multiple approaches:

Low carbon (SMR/CCS or nuclear) / renewable hydrogen are **not competing but complementing** at least for the next decade(s)

The creation of an international trade



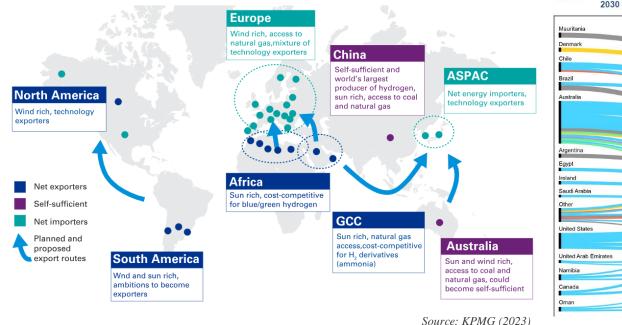
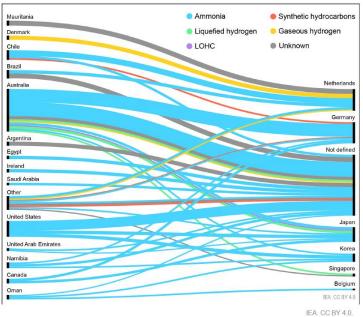


Figure 4.3 Potential low-emission hydrogen trade flows based on announcements, 2030



Source: IEA (2023)

International collaboration and coordination is key



THE ROLE OF INTERNATIONAL

MULTILATERAL COLLABORATIONS

More and more stakeholders consider hydrogen



mage Source: Sam Booth, NREI

IPHE: a Global Government-to-Government Partnership to Accelerate Hydrogen and Fuel Cell Deployments





Priority International Action	Coordinating Initiative(s)
H.1: Accelerate the development of Standards and certification for clean hydrogen	IPHE & IEA's Hydrogen TCP
H.2: Coordinate internationally to drive demand for clean hydrogen	CEM H2I secretariat & RMI
H.3: Expand the number and scope of innovative clean hydrogen projects	Clean H2 Mission
H.4: Scale and facilitate access to finance, particularly for developing countries	World Bank & UNIDO
H.5: Enhance the coordination and transparency of international collaboration on clean hydrogen	Facilitator hosted by IPHE

Outcomes shared during CEM, HEM, COP and international events



BREAKTHROUGH

AGENDA



What does "clean" hydrogen or "low-emission" hydrogen mean?

How to create trust, it is "clean" hydrogen I am producing/buying/using? → Hydrogen needs rules, not colors!

Hydrogen doesn't care about color labels:

- Its molecule has the same properties regardless of the method of production
- Safety standards and regulations are color blind and technology agnostic
- Division and thus discrimination of production pathways by color coding is the wrong approach
- Decarbonisation is the key word!

Certification - a crucial instrument for the H₂ economy

Building consumer trust, facilitating demand creation, enabling trade



How to create trust?

"It is "clean" hydrogen, I am producing / buying / financing / using"



Incompatibility of certification design/ requirements

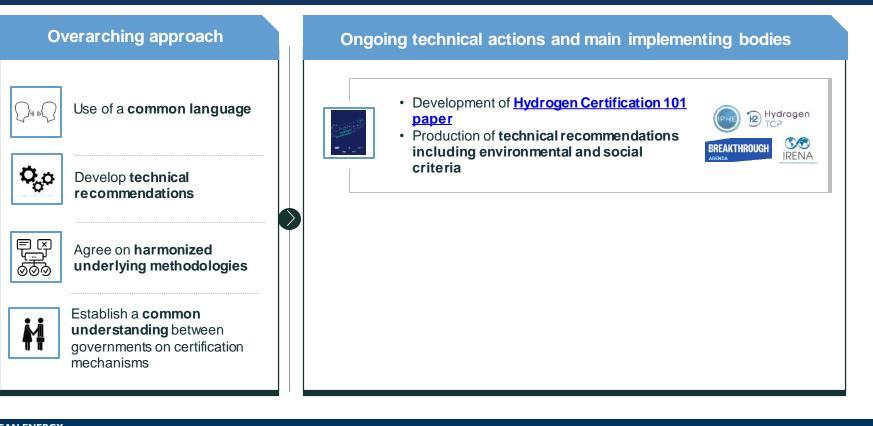


Unlocking a global hydrogen trade

ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

Use of a common language & Develop technical recommendations



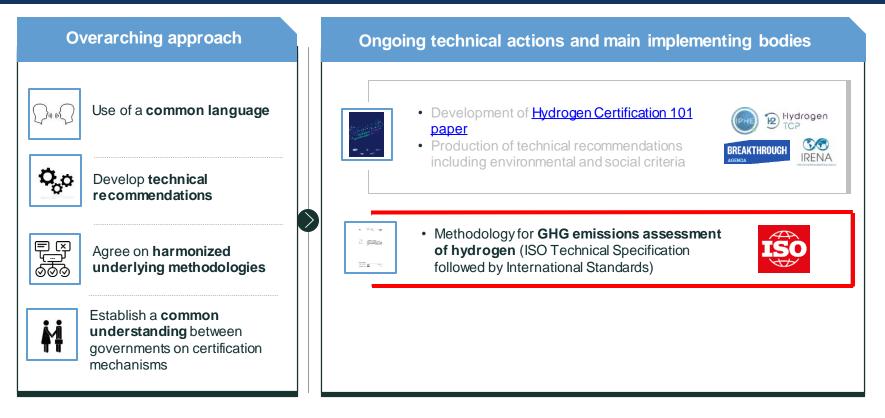


Unlocking a global hydrogen trade

ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

Agree on harmonized underlying methodologies





Unlocking a global hydrogen trade

Agree on harmonized underlying methodologies





Standards in general and ISO/TS 19870:2023 are NOT:

Defining what is acceptable in a given jurisdiction or for the purpose of a specific public policy

Thresholds, Labels (Colors) are defined by public policies or by the market



Harmonizing labels and thresholds only through negotiations between governments

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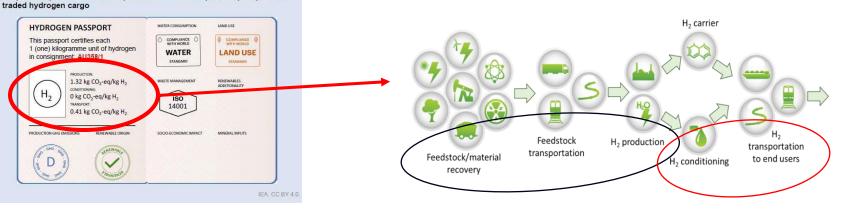


Graphical representation of the possible content of a product passport for a

Agree on harmonized underlying methodologies – sustainable

attributes

Hydrogen characteristics – Greenhouse Gas Emissions



Schematic of "Cradle-to-Consumption Gate" system boundary adopted

Source: IEA Tow ards H2 definitions based on their emissions intensity (2023) Source: https://www.iphe.net/_files/ugd/45185a_8f9608847cbe46c88c319a75bb85f436.pdf



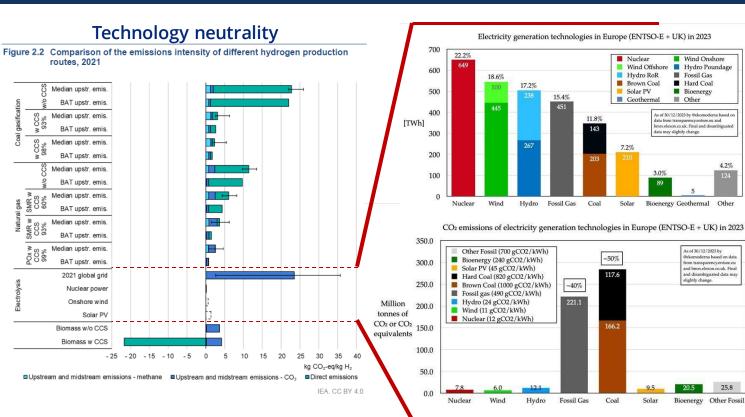


CLEAN ENERGY

ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

Agree on harmonized underlying methodologies – GHG Emissions



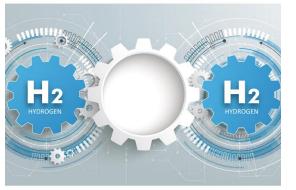


The GHG Emissions associated with the Production of H₂ depend on: - the primary energy AND - the production pathway

Agree on harmonized underlying methodologies – GHG Emissions

Methodology for Determining the Greenhouse Gas Emissions Associated With the Production of Hydrogen

> A Working Paper Prepared by the IPHE Hydrogen Production Analysis Task Force



VERSION 3 - JULY 2023







COP 28 - H2 Ministerial 5 December 2023



Nov 2023

TECHNICAL SPECIFICATION

ISO/TS 19870

> First edition 2023-11

Hydrogen technologies — Methodology for determining the greenhouse gas emissions associated with the production, conditioning and transport of hydrogen to consumption gate

Technologies de l'hydrogène — Méthodologie pour déterminer les émissions de gaz à effet de serre associées à la production, au conditionnement et au transport de l'hydrogène jusqu'au point de consommation



Reference number ISO/TS 19870:2023(E)

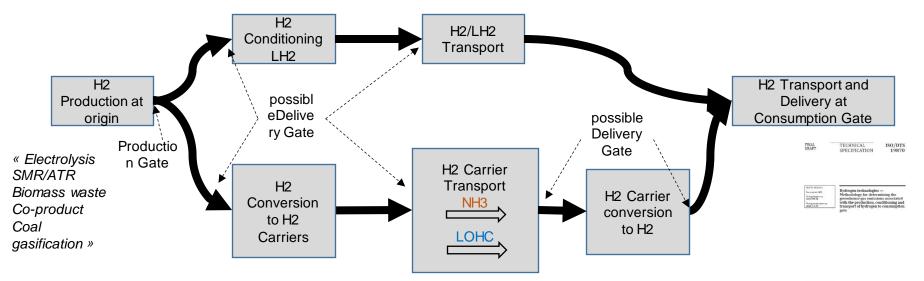
© ISO 2023



Source: Sam Booth, NREL

Agree on harmonized underlying methodologies – GHG Emissions

ISO Methodology for determining the greenhouse gas emissions associated with the production, conditioning, and transport of hydrogen to consumption gate (ISO/TS 19870:2023)

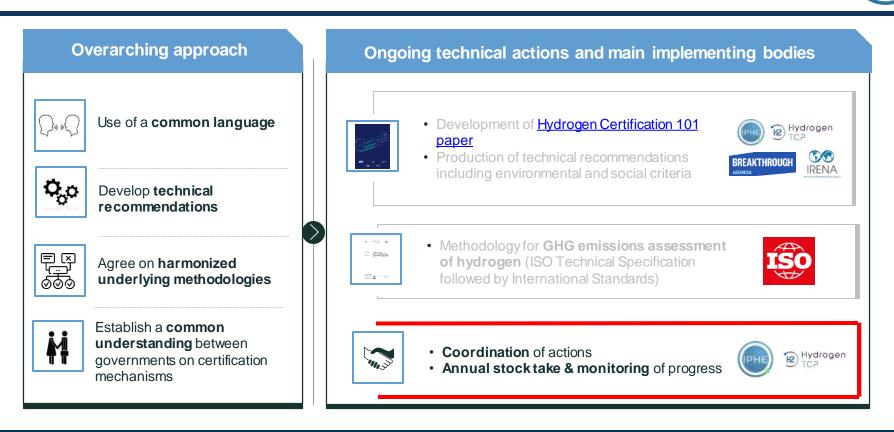


Schematic of "Cradle-to-Consumption Gate" system boundary adopted



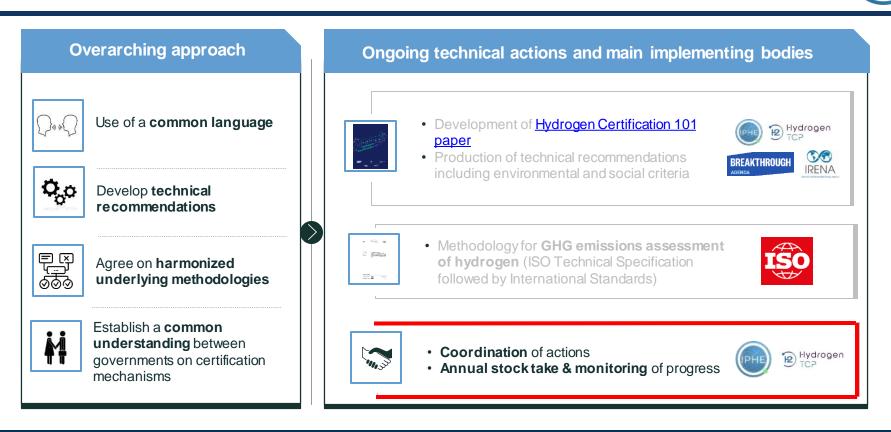
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Establish a common understanding between governments on certification mechanism



ASSISTING COUNTRIES WITH CLEAN ENERGY POLICY

Establish a common understanding between governments on certification mechanism



COP 28

H2 Ministerial 5 December 2023

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Agree on harmonized underlying methodologies





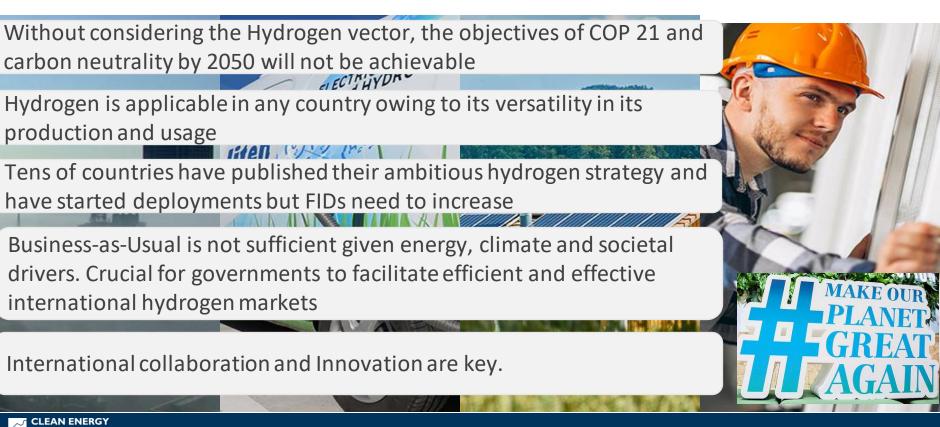
COP28 Flagship Declaration of Intent on Mutual Recognition of Certification Schemes for Renewable and Low-Carbon Hydrogen and Hydrogen Derivatives

Covers 80% of future global market	Promotes reliability and trust	Advances interoperability	Lays out implementation pathway
 Declaration endorsed by nearly 40 countries representing prospective importers and exporters 	 Certification schemes key to evidence the sustainability attributes of hydrogen and its derivatives 	 Mutual recognition of certification schemes is instrumental to avoid market fragmentation 	 IPHE & IEA H2 TCP to lead technical implementation and report progress at G20/CEM and COP29



CONCLUSIONS







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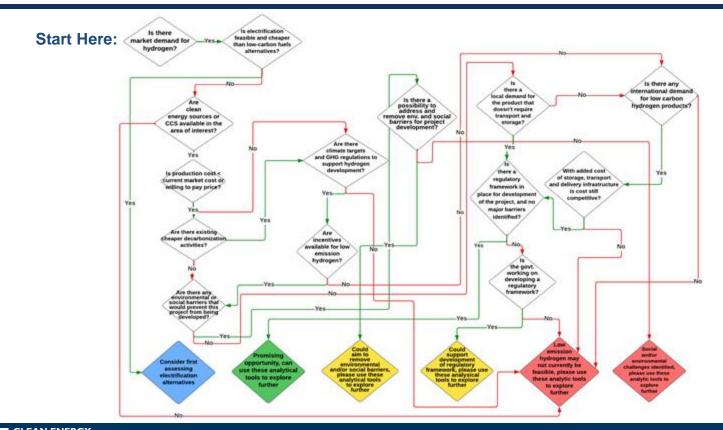




Thank you!

laurent.antoni@iphe.net

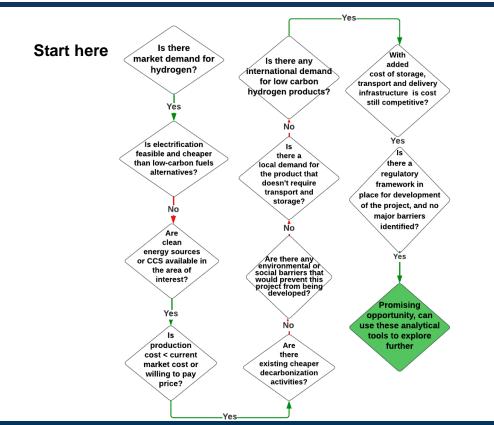
Navigating Hydrogen Considerations Tree Flow Chart



Note: This flow chart is intended to provide a very <u>high-level</u> <u>overview</u> of considerations and questions, to be used for qualitative discussion purposes.

It should <u>not</u> be used to make investment decisions.

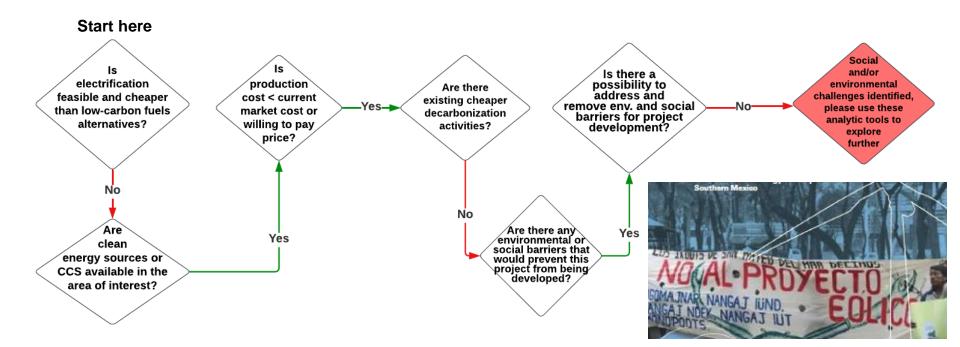
No Barriers - Promising Opportunity to Explore Further





CLEAN ENERGY SOLUTIONS CENTER

Significant Social or Environmental Barrier(s) Identified





Hydrogen decision-making requires review of environmental considerations that also have social impacts

- Carbon Emissions and LCA:
 - Calculated reductions in carbon emissions and air pollutants?
 - 3rd party verification (e.g. LCA and CCUS)?
 - Potential for leakage?
- Land Use and Access:
 - Land availability for infrastructure?
 - Resource extraction and land disruption?
- Water Usage:
 - Water requirements for hydrogen production considered?
 - Potential impacts on ecosystems and local communities?
- Waste:
 - Is there a waste disposal plan in place?
 - How is brine and other discharge being managed?
- Sustainability:

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• Are renewable energy resources being utilized where possible?



Photo from Getty Images 508752705

Hydrogen decision-making requires review of social considerations

- Land use and access:
 Land ownership or use models (leasing versus purchasing)?
- Stakeholder engagement
 - What is the local perception of the project?
 - Have local workforce opportunities been identified and supported?
 - Value chain & supply chain risks?
- Water usage:
 - Is there water competition with agriculture, human consumption, or productive uses?
 - Does the project contribute to fresh water supply with a desalinization plant?
- Human health and safety:

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- Have human safety risks been mitigated?
- Regulatory framework for successful stakeholder engagement:
 - Existing regulations for stakeholder engagement?



Source: United Nations Sustainable Development Goals. https://sdgs.un.org/goals



Image from Getty Images 1314214863



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DEMONSTRATIONS

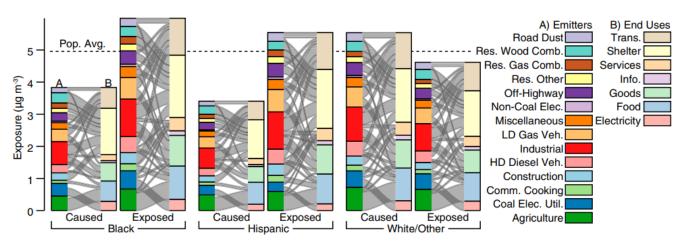


International Hydrogen Landscapes Webinar

Dr. Catherine Casomar Community Benefits Negotiations Lead Office of Clean Energy Demonstrations U.S. Department of Energy

Environmental Injustice Today – PM2.5

"Fine particulate matter (PM2.5) air pollution exposure is the largest environmental health risk factor in the United States...**PM2.5 exposure is** disproportionately caused by consumption of goods and services mainly by the non-Hispanic white majority, but disproportionately inhaled by black and Hispanic



- Latinx Americans exposed to 63% more PM2.5 than they produce
- Black Americans exposed to 56% more PM2.5 than they produce
- White Americans (non-Hispanic) exposed to 17% less PM2.5 than they produce

Source: Christopher W. Tessum, et al. "Inequity in consumption of goods and services adds to racial–ethnic disparities in air pollution exposure." Proceedings of the National Academy of Sciences (March 2019).

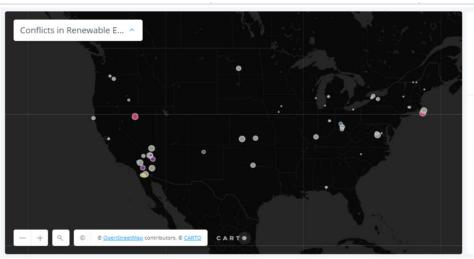


minorities."

Engagement & Project Risk

When engagement is not meaningful, communities may bring lawsuits and protest, leading to project delays or cancelation

Addressing concerns can **minimize community acceptance risk and legal risk**, while **maximizing opportunities** for quality jobs, community benefits, and positive community relationships



Site Status ALL SELECTED STOPPED 18 Sites ONGOING 17 Sites PAUSED 9 Sites COMPLETED 6 Sites Sources of Opposition ALL SELECTED ENVIRONMENTAL, TRIBAL ENVIRONMENTAL, LAND VALUE ENVIRONMENTAL, INTERGOVERN., ENVIRONMENTAL, INTERGOVERN. **ENVIRONMENTAL** OTHER

Facing pushback, NW Natural withdraws hydrogen test project in Eugene

Utility cites local concerns in making the move, but emphasizes it isn't giving up on the idea

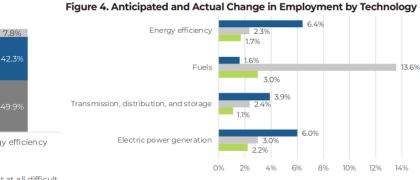
Government & Regulations



Renewable EnergyClinic: Research (mit.edu)

Clean Energy Workforce

- Energy sectors are adding jobs faster than employers anticipate; job growth rate expected to increase
- >80% of employers reported at least "some difficulty" finding gualified workers
- Energy sector lacks gender diversity, has lower than average Black workers and workers with disabilities



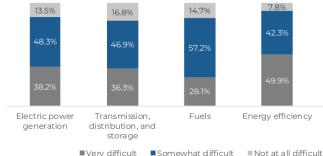
■ 2022 - 2023 Expected Growth ■ 2021 - 2022 Actual Growth ■ 2020 - 2021 Expected Growth





D/41 Student inmates at Mariera County Jaji train to install solar nanels in Mariera California U.S. June 2023 Carmela Arzola-Prudente/Madera County Jail/Handout via REUTERS NO RESALES. NO ARCHIVES. THIS IMAG

Figure 3. Hiring Difficulty by Technology



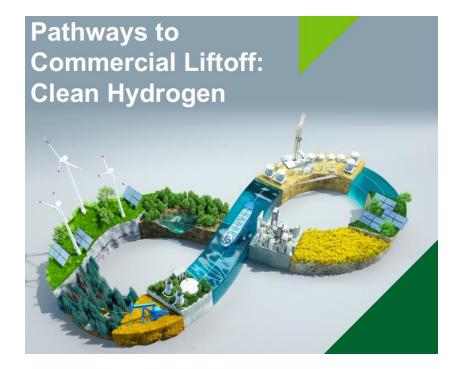
Somewhat difficult ■Verv difficult

2023 USEER REPORT-v2.pdf (energy.gov)



Clean Energy Workforce - Hydrogen

Based on industry estimates, the hydrogen economy can create ~100,000 net new direct and indirect jobs related to the build-out of new capital projects and new clean hydrogen infrastructure in 2030 in the US alone.





Energy & Environmental Justice - Hydrogen



Because of the multiple pathways to produce, distribute, and use hydrogen, the type and magnitude of benefits and harms – and who experiences them – varies significantly by project.

- Safety of H2 infrastructure and CO2 infrastructure (for H2 produced with CCS)
- Health impacts
- Quality jobs
- Etc.



Prioritizing Community Benefits in OCED Projects

OCED **requires** applicants to include a Community Benefits Plan to help ensure broadly shared prosperity in the clean energy transition.

By prioritizing community benefits,

we can ensure the next chapter in America's energy story is marked by greater justice, equity, security, and resilience.

Community & Labor Engagement

Diversity, Equity, Inclusion, & Accessibility

Investing in the American Workforce



Justice40 Initiative



CBPs in the OCED Project Lifecycle

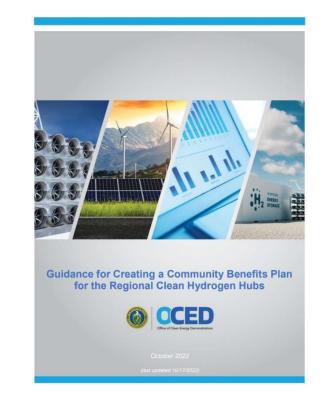


Negotiations Conducted

*CBPs are considered alongside assessments of engineering, procurement, and construction; business development and management; permitting and safety; and technical data and analysis. Go/No-Go Decisions

Strong CBPs

- Demonstrate moving beyond a vision or assessment into actionable goals, outcomes, and implementation steps supported by adequate money, people, and time resources
- Include mechanisms for accountability to and transparency with impacted communities
- Propose clear metrics to measure success
- Match proposed actions to the needs and priorities of impacted communities
- Robustly address all four topic areas
- Minimize and mitigate negative impacts and harm, especially to already overburdened communities
- Create quality jobs, equitable access, and invest in workforce development
- **Evolve** to incorporate community and worker feedback
- Build toward lasting and enforceable Community and Labor Agreements



OCED FOA CBP Guidance docs available with each FOA at:

https://oced-exchange.energy.gov/Default.aspx#Foald4dbbd966-7524-4830-b883-450933661811



Thank you!



For more information, please visit: energy.gov/OCED



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Thank you!

Questions? Contact Expert@CleanEnergySolutions.org.

The next installment in this series will focus on Hydrogen in the Transport Sector and Infrastructure Planning.



Register today!