

Gas Upgrading RNG Standards

Biogas to RNG for Pipeline Injection



What is RNG

- Renewable Natural Gas: Biogas which is a direct replacement for Natural Gas
- Either:
 - Compressed Natural Gas
 - Liquified Natural Gas



Biogas Sources

- Landfills
- Agricultural Digesters
- Waste Water Treatment Plants
- Food Waste Digesters





Biogas Makeup

- 30 to 70% Methane
- 20 to 50% Carbon Dioxide
- 0 to 20% Nitrogen
- 0 to 5% Oxygen
- 0 to 10,000 ppmv H2S
- 0 to 20 ppmv Siloxanes
- 0 to 1000 ppmv other Organic Compounds



Medium BTU gas

- Uses
 - Engines
 - Turbines
 - Boilers
 - Direct Heat Applications
- Minimal Treatment:
 - Compression
 - Dehydration
 - Possible H2S removal
 - Possible Siloxane Removal



High BTU Gas (RNG)

- RNG:
 - Compressed Renewable Natural Gas
 - Liquified Natural Gas Natural Gas
- Extensive Treatment:
 - Compression
 - Dehydration
 - H2S, VOC, NMOC, N2, O2, CO2, Siloxane Removal



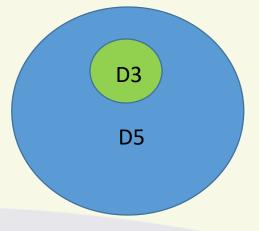
RNG

- Making RNG is more expensive than other biogas use options.
 So why do it?
 - To Generate RINs (Renewable Identification Numbers)
 - The RIN system was created by the RFS (Renewable Fuel Standard) program to reduce GHG emissions and reliance on foreign energy
 - California LCFS (Low Carbon Fuel Standard)



RIN Types

- There are multiple types of RINs but only two concern us:
- D3 RINS: Cellulosic Biofuel (highest value fuel)
- D5 RINS: Advanced Biofuel (lower value fuel)





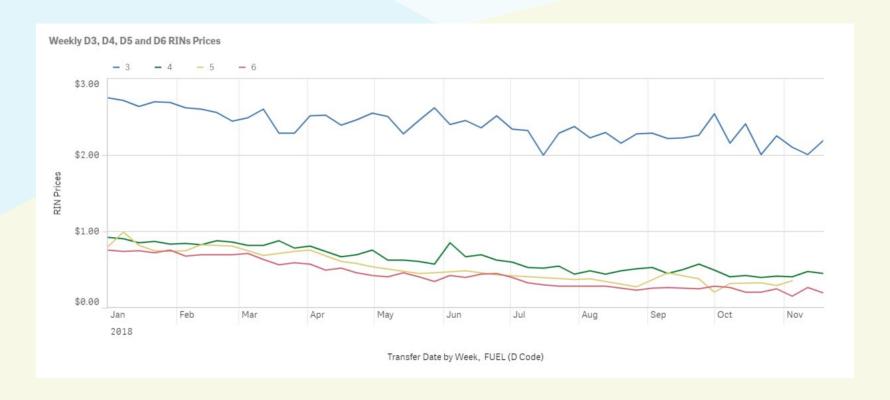
D3 RINS

- Sources of D3 RINS
 - Landfill Gas
 - Agricultural Digester
 - MSW Digester
 - Waste with a 75% cellulosic content

- Sources of D5 RINS
 - All other digester waste



Historical RIN Pricing





Value of D3 RINS

- Dairy Digester with 770 SCFM inlet Flow at 65% methane: 30 MMBTU/HR
- \$2.25/D3 RIN is equivalent to \$29/ MMBTU
- 30 mmBTU/hr * 24hr/day*365 days/year *\$29/mmBTU = \$7.6 million/year
- Add to this Natural gas prices (approximately \$1 million/year)



RNG Standards

- To qualify for RINS the RNG must be put into a pipeline or sold as LNG
- Pipeline injection is the most common use
- The RNG must meet the requirements of the pipeline Tariff



LCFS Credits

- "Regulated Parties" who provide fuel in California, Oregon, and British Columbia are required to provide low carbon intensity fuel.
- Fuel sold into these markets are eligible for low carbon fuel standards (LCFS) Credits in addition to RINs.



Typical Pipeline Tariff

Typical Tariff
 Biogas

• 970 BTU/CF 400-700 BTU/CF

0.25 Grains H2S(4 ppmv) 0-10,000 ppmv H2S

0.02% Oxygen
 0-5% Oxygen

• 1.25% Carbon Dioxide 30-50% CO2

• 4% Inerts 30-50% Inerts

7lbs/1000 CF Water Saturated



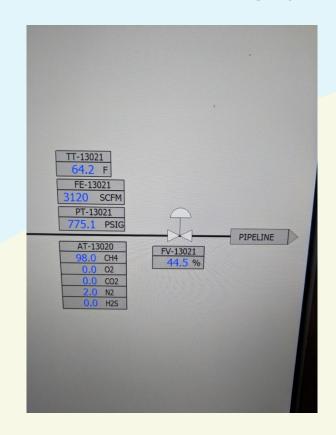
Biogas Specific Tariffs

- Kinder Morgan REETHINK Program
 - Limits Siloxanes to 1 ppmv
 - Limits Vinyl Chloride to 3.3 ppmv
 - Requires Extensive Verification and Testing that can keep the facility out of the pipeline.



Verification of Gas

Pipeline Gas Testing (Gas Chromatograph)







Valves and Flare

Out of Specification Gas is diverted to the Flare





