Lecture 4 Inventory analysis

- Foreground/background
- Average/marginal
- Allocation

Inventory analysis

- Identify process in product system
 & draw detailed flow chart
- Collect data
- Build model

Iterative process!

Foreground/background

- Foreground
 - Can be directly influenced by the commissioner of a study
 - -Product specific data (if possible)
- Background
 - -Processes affected by the foreground
 - Data from databases (normally)

Foreground/background – Waste water treatment

"What are the environmental impacts of treatment of waste water from households in a specific area?"

- What would be in the foreground?
- What would be in the background?

Foreground/background – Waste water treatment



Foreground/background – Municiapl energy supply and use

"What are the impacts of current energy supply and use in Finspång today?

"What are the consequences of measures to reduce energy use in the municipality?"

- What would be in the foreground?
- What would be in the background?

Foreground/background – Municipal energy supply and use



Foreground/background in SimaPro (Example of a product LCA)

• Foreground, typically

 Data defining assemblies (eg. type and amount of materials, transport distances of materials, process energy for assembly)

• Background, typically

- Data defining use phase (eg. electricity use)
- Design of waste scenario (type of treament, waste flows, recycling rates)
- Processes and materials used by Assemblies, Use phase, Waste scenarios

Average vs. marginal data

Average data

- In accounting/attributional/bookeeping LCA
- Represents average burdens for producing a unit of good/service in the system.

Marginal data

- In change-oriented/consequential LCA
- Represents effects of small changes in the output of goods/services from the system.
- Short-term or long-term marginal.
- Requires dynamic modelling of supply and demand.

Average vs. marginal data

ISO

- No specific guidance.

ILCD

- Detailed guidance <u>when to use</u> average/marginal data,
- No guidance <u>how to collect</u> average/marginal data.

ecision support?		Kind of process-changes in background system / other systems						
		None or small-scale	Large-scale					
	Yes	Situation A	Situation B					
		"Micro-level decision support"	"Meso/macro-level decision support"					
	No	Situation C						
		"Accounting"						
		(with C1: including interactions with other systems, C2: excluding interactions with other systems)						

Situation A: attributional (average data)

Situation B: consequential (marginal data)

Situation C: attributional (average data)

ILCD Handbook, General Guide, p.38

Work in projects

- Draw initial flow chart of your case study
- Identify foreground/background processes
- How could you collect case specific foreground data (in a "real" LCA project)?
- Course project are typically attributional LCA. If done as consequantial LCA, where would marginal data be most important/make the biggest difference? Why?

Allocation

Allocation problems arise when a process performs more than one function.

In tjhat case, burdens need to be partitioned, **allocated**, between the different functions.

<u>3 different types of allocation problems</u>

- 1. Multi-ouput allocation
- 2. Multi-input allocation
- 3. Open-loop recycling

Multi-output allocation



"What are the burdens associated with "destruction of waste"?"

Multi-output allocation



"What are the burdens associated with production of heat?"

Multi-input allocation



"What are the burdens associated with incineration of platic waste?"

Allocation rules (ISO, ILCD)

Alt 1. Avoid allocation

- increase level of detail in model, or
- expand system boundary to include all affected processes (incl. "avoided burdens approach")
- Alt 2. Allocate using underlying physical relationships between products that reflect how inputs and outputs change depending on changes in functions delivered
 - mass, energy content, material/substance content...
- Alt 3. Allocate using <u>other properties</u> of products
 - Mass, energy content, economic value...
- Select based on purpose of study, motivate, document, evaluate!
- Be consistent!

Avoid allocation by system expansion

 Increased level of detail"
 open up the black box)



 Avoid allocation by system expansion "Avoided burdens approach" (= subtract the avoided products)



2. Allocate using physical relationship (in its simplest form = e.g. mass based allocation)



3. Allocate using economic value

Identical procedure as allocation based on mass (alternative 2), but using economic revenue as basis for allocation.

Work in pairs (5 min)





Multi-ouput allocation in SimaPro

- "Energy/Cogeneration/Oil"
 - Allocation by: heat, energy, exergy
- "Energy/Electricity by fuel/waste"
 - Allocation by: price
- "Waste treatment/Incineration/Municipal incineration/Diposal polystyrene"
 - Allocation 100% to waste destruction
 - Cut-off at recycling
 - Avoided burdens must be added manually!!!

Multi-ouput allocation in SimaPro



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ら New materi	ial proces	s							
Documentation	Input/ou	utput Para	ameters System	description					
Products									
Known outputs to technosphere. Products and co-products									
Name	Amour	nt Unit	Quantity	Allocation	% Waste type	Category	Comment		
material A	1	kg	Mass	50 %	not defined	Övriga	mass based allocation		
material B	1	kg	Mass	50 %	not defined	Övriga	mass based allocation		
(Insert line he	re)								

Multi-input allocation in SimaPro



Ecoinvent database

- 3 versions of the database
- Differ in attributional/consequential
- Differ in allocation procedure



Versions of the Ecoinvent database

"Allocation, default"

- Reflects average supply of products
- Allocation: economic partitioning of multi-product datasets
- Allocation at recycling: system expansion (avoided products) to include credit of recycled material

"Allocation, consequetial"

- Reflects consequences of small-scale, long-term decisions
- Allocation: substitution (system expansion) of multi-product datasets

"Allocation, recycled content"

- Reflects average supply of products
- Allocation: economic partitioning of multi-product datasets
- Allocation at recycling: cut-off, ie primary production allocated to primary user of a material

More info: http://www.ecoinvent.org/database/system-models-in-ecoinvent-3/system-models-in-ecoinvent-3.html

Work in projects

- Use initial flow chart of your case study
- Identify multi input/output allocation problems in either foreground or background processes
- Suggest allocation procedures to solve these
- How might choice of allocation procedure affect model results?

Open-loop recycling (OLR)



"What are the burdens associated with the life cycle of product A?"

LC burdens of A = Prod A + Use A + x% of Raw materials + y% of Recycling + z% of Final disposal

OLR allocation methods

Concerns:

- Fairness among product life cycles
- Incentive to use recycled material, to recycle, and to design for recycling
- Must add up to 100% over all life cycles (?)

Cut-off method/Polluter pays

- Burdens directly caused by product
- Used in Ecoinvent

50/50 method

- Equal partitioning of Raw material, Recycling, Final disposal

Closed loop approximation (avoided burdens)

Material recycled to same material, subtract recycled material from input

Avoided burdens may also be used for open loop.

Examples of datasources

- Databases in Simapro
- Other LCA databases
- LCA reports and articles
- Non-LCA scientific literature
- Handbooks
- Contacts with companies/experts
- Environmental reports from companies
- Reports from the Swedish EPA and other agencies

Two types of inventory data

- Process data
- Data from environmentally extended input-output analysis

Input-output analysis (IOA)

- Economic tool
- Used for national accounting
- Illustrates (as matrix) monetary connections between sectors

Environmentally extended IOA

- Intensities (emissions/\$) added to monetary flows
- Key assumption: the intensities are the same within the productgroup
- Comprehensive, but low level of precision
- To use, necessary to know the cost

Databases in SimaPro

Ecoinvent

Compiled by Swiss Centre for LCI

- (Mainly) Swiss and Western European

ELCD

- European Reference Life Cycle Database
- Compiled by EU level enterprises

Industry Data 2.0

Compiled by industry associations

LCA Food

Results of Danish research project

US LCI

Compiled by US indutry, authrities, organisations
 Input/output databases (Dutch, EU, DK, US)

Creating your own data set

Inputs

- <u>Resources</u> from nature.
- <u>Products</u> (materials, fuels, electricity, heat, transport etc.) from technosphere (connects to other process sheets).

Outputs

- <u>Products</u>. In case of co-products, allocation or avoided products.
- Emissions to air, water and soil
- Final waste flows (connects to other process sheets).