

1 **International vs. domestic bioenergy supply chains for co-firing plants: the** 2 **role of pre-treatment technologies**

3 Caterina Mauro ^a, Athanasios A. Rentizelas ^b, Damiana Chinese ^{a,*}

4 ^a Dipartimento politecnico di Ingegneria e Architettura, University of Udine, via delle Scienze 206, 33100 Udine, Italy.

5 ^b Department of Design Manufacture and Engineering Management, University of Strathclyde, 75 Montrose Street, G1 1XJ, Glasgow, UK

6
7 * Corresponding author.

8 E-mail address: damiana.chinese@uniud.it (D. Chinese)

9
10 Co-firing of solid biomass in existing large scale coal power plants has been supported in many
11 countries as a short-term means to decrease CO₂ emissions and rapidly increase renewable
12 energy shares. However, many countries face challenges guaranteeing sufficient amounts of
13 biomass through reliable domestic biomass supply chains and resort to international supply
14 chains. Within this frame, novel pre-treatment technologies, particularly pelletization and
15 torrefaction, emerged in recent years to facilitate logistics by improving the durability and the
16 energy density of solid biomass. This paper aims to evaluate these pre-treatment technologies
17 from a techno-economic and environmental point of view for two reference coal power plants
18 located in Great Britain and in Italy. Logistics costs and carbon emissions are modelled for
19 both international and domestic biomass supply chains. The impact of pre-treatment
20 technologies on carbon emission avoidance costs is evaluated. It is demonstrated that, for both
21 cases, pre-treatment technologies are hardly viable for domestic supply. However, pre-
22 treatment technologies are found to render most international bioenergy supply chains
23 competitive with domestic ones, especially if sourcing areas are located in low labour cost
24 countries. In many cases, pre-treatment technologies are found to guarantee similar CO₂
25 equivalent emissions performance for international compared to domestic supply chains.

26
27 **Keywords:** biomass supply chain, international logistics, carbon equivalent emissions,
28 torrefaction, pelletization, bioenergy, co-firing

29 **Nomenclature**

30 BP Black Pellets

31 BR Brazil

32 C Wood Chips

33 CDAC Carbon Dioxide Abatement Cost

34	CAPEX	Capital Expenditure
35	EC	Export Country
36	F	Feedstock
37	GB	Great Britain
38	HFO	Heavy Fuel Oil
39	IT	Italy
40	IC	Import Country
41	kgd	dry kilogram
42	kWhe	electrical kilowatt-hour
43	L	Long-distance supply chain
44	LHV	Lower Heating Value
45	LCOE	Levelized Cost of Electricity
46	mc	Moisture content
47	MZ	Mozambique
48	my	Mass Yield
49	OPEX	Operational Expenditure
50	S	Short-distance supply chain
51	SI	Slovenia
52	td	dry tonne
53	US	United States
54	WP	White Pellets

55

56 **1 Introduction**

57 In many Western countries, co-firing of solid biomass and coal has been supported by
58 renewable energy schemes as a means to obtain rapid and significant decreases in GHG
59 emissions. Up to 2010, more than 230 power plants had experienced some co-firing activity,
60 most of them in the US and northern Europe [1]. Several European countries, in addition to the

61 US, already offer policy incentives or have mandatory regulations to increase renewable's
62 share in the electricity sector. Some of them also support programs aimed at creating biomass
63 supply chains outside the EU [1,2].

64 In Great Britain the Renewable Obligation (RO) has been one of the main support mechanisms
65 for large-scale renewable electricity projects. Suppliers are obliged to supply a percentage of
66 their electricity from renewable sources, which increases year on year. A penalty is imposed
67 on suppliers who do not meet the targets. Correspondingly, the Office of Gas and Electricity
68 Market (Ofgem) issues Renewable Obligation Certificates (ROCs) to electricity generators in
69 relation to the amount of eligible renewable electricity they generate. In essence, this operates
70 to the effect that suppliers can buy and sell their way out of the renewable requirement. This is
71 the current support mechanism for biomass co-firing and is open for new installations until the
72 year 2017, providing ROCs in eligible operators for a duration of 20 years [3]. In other EU
73 countries, including Italy [4], Germany and Austria [5] no specific incentives for biomass co-
74 firing are currently foreseen.

75 While forestry biomass withdrawal in Italy is not sensibly smaller than the EU average, Italy
76 is in the lowest ranks in Europe as to primary energy consumption from solid biomass [6], and
77 heavily depends on imports to meet current demand [7]. The situation in Great Britain is
78 similar, with even smaller contribution of solid biomass to primary energy consumption: 0,22
79 m³ equivalent of pro capita consumption in Italy against 0,10 m³ in Great Britain [8]. Thus, for
80 both countries co-firing could improve their biomass contribution to the renewable national
81 energy production and utilization mix, provided that imports, even from distant countries, are
82 economically feasible and overall sustainable. Demonstrating the economic and environmental
83 performance of long distance biomass supply chains for large scale plants is a challenge for
84 policy makers and for energy companies, faced with economic risk of supply as well as with
85 social acceptance issues, especially in countries with less experience in biomass use, such as
86 Italy and Great Britain [9]. However, to the best of the authors' knowledge, comparative
87 assessments of local and overseas supply chains can be hardly found in literature, with the
88 exception of [10], which dates back to 2005.

89 Within this frame, novel pre-treatment technologies, particularly pelletization and torrefaction
90 of pellets, emerged in recent years to improve durability and energy density over long distance
91 solid biofuels transportation. While biomass pelletization is a well established and
92 commercially practiced process [11], torrefaction is a relatively new and emerging technology,

93 which consists of a thermal treatment process in which the biomass material is subjected to a
94 temperature in the range of 200–350°C in reducing or possibly slightly oxidative atmosphere,
95 during a sufficiently long residence time [12]. Previous research has identified some
96 advantages and issues of torrefaction, particularly in comparison to pelletization, as
97 summarized in Table 1.

98 Table 1 Comparison of torrefaction and pelletization pre-treatment technologies.

99 The limited experience with torrefaction at pilot and industrial scale is the major concern about
100 this technology. On the other hand, Table 1 shows that, compared with traditional wood pellets,
101 the combined torrefaction and pelletization process has significant potential advantages; in
102 particular, the enhanced bulk and energy density results in more efficient transportation. Better
103 mechanical and hydrophobicity properties further reduce the need for expensive storage
104 solutions. Hence, torrefaction in combination with pelletization has the potential to improve
105 the economic performance of long distance biomass supply chains, provided that the additional
106 CAPEX and OPEX of this emerging, energy intensive technology are compensated by
107 corresponding cost savings in the logistics [18,19].

108 The role of pelletization in long distance biomass logistics has been investigated by several
109 authors [20,21], also in comparison with other pre-treatment alternatives such as pyrolysis and
110 considering regional and overseas supply chains [10,22]. On the other hand, only recent studies
111 compare torrefied pellets (also called black pellets) with traditional pellets (white pellets),
112 considering long distance logistics case studies [23–26] and introducing a supply chain
113 configuration perspective [19,27]. For this reason, Ehrig et al. [5], who first demonstrated that
114 long distance solid biomass supply for co-firing could be a viable GHG reduction policy option
115 for the EU, call for additional research on supply chain configurations and economics, as well
116 as on the environmental impact of torrefaction, since only white pellet supply chains are
117 investigated in their study.

118 This paper contributes to fill these research gaps by aiming to investigate:

- 119 1. how torrefaction at biomass sourcing sites may affect the economic and carbon
120 equivalent emission performance of long distance supply chains;
- 121 2. whether torrefaction and pelletization may play a role in short-distance supply chains;
- 122 3. how do domestic and international supply chains compare in terms of cost and
123 emissions performance.

124 For this purpose two cases of reference plants will be examined in different national contexts,
125 i.e. Italy and GB, as those countries are characterized by low shares of solid biomass in the
126 primary energy mix and therefore have a high potential for increase. International and local
127 biomass supply chain scenarios are configured, i.e biomass flows and properties are quantified,
128 capacities and input-output flows of treatment plants are determined both for long and short
129 distance supply chains, as well as collection, transportation and storage requirements. For long
130 distance supply chains black pellets and white pellets scenarios are considered, whereas for
131 short distance supply chains wood chips are also evaluated. Section 2 describes the case studies
132 discussed in this paper. Alternative supply chain configurations are modelled on a spreadsheet
133 simulation model as illustrated in section 3, which presents the economic and environmental
134 parameters used as model inputs for the two case studies. In section 4, the least cost
135 configurations for international and local supply chains are evaluated, and the performance of
136 short and long distance supply chains is compared, considering also their contribution to the
137 economic and environmental performance of produced electricity and corresponding costs of
138 CO₂ avoidance. In section 5, the sensitivity of the model results to the most influential uncertain
139 parameters is analysed, while general conclusions and directions for future research are derived
140 in section 6.

141 **2 Case studies**

142 To enable comparison of long distance (L) and short distance (S) supply chains delivering
143 biomass to large coal co-firing plants in a global context, two reference co-firing plants in GB
144 and Italy were selected as end users. The location of the base reference plant is assumed to
145 coincide with existing plants in GB (Drax Power Station in Selby) and in Italy (A2A power
146 station in Monfalcone). The Selby power station has already converted several of its units to
147 use biomass pellets, it is the biggest in GB and is located near to the port of Immingham, an
148 important harbour for pellets trade. In Italy, Monfalcone is selected as a coal power plant of
149 comparable size as Selby, and because of technically successful past experiences of co-firing.

150 Both reference co-firing plants are modelled with the same reference capacity to enable a fair
151 comparison of results. The reference capacity has been fixed at 600 MW, which is in
152 accordance with reference values often used in literature [28,29] and reflects industrial practice,
153 as it is very close to the real capacity of a single unit in Selby (645 MW according to [30]) and
154 the overall capacity of Monfalcone (664 MW according to [31]).

155

156 The long distance international supply chain options examined are mapped in Figure 1.

157 Figure 1 Representation of import & export countries and shipping routes.

158 The green dots represent the location of import harbours, i.e. Immingham for Selby and port
159 of Koper in Slovenia, for Monfalcone. In both cases, energy conversion plants are situated
160 within 50-70 km from the harbours. Figure 1 also shows the exporting countries selected and
161 the respective harbours considered for long-distance biomass supply, i.e. Brazil (port of
162 Belem), South East US (port of Savannah) and Mozambique (port of Nacala). These choices
163 are in agreement with the selection criteria proposed in [2] and [27]. Export as well as import
164 ports are large ports with existing terminals for wood pellets or at least other biomass or wood
165 products. South America and Africa are widely expected to become significant exporters of
166 biomass to the EU. A future high level of EU biomass demand is expected to result in
167 investments in pellet plants, short rotation crop and tree plantations, such as eucalyptus, in
168 regions such as Brazil, Uruguay, West Africa and Mozambique [2]. Similar considerations are
169 presented in [1], where the expectations are that up to 5% of total biomass use in 2020 could
170 be sourced by international trade, with North America, Africa, Brazil and Russia as the major
171 suppliers.

172 For the European countries of concern data on forest biomass distribution is available from
173 National Inventories, particularly [32,33] for softwood availability in Scotland, [34] for
174 biomass from arboreal origins in different Italian provinces, and [35] for the allowable cut of
175 forestry biomass in Slovenia. Available data on technical biomass withdrawal potentials were
176 imported in ArcGis, and used first to build up a supply area, gradually including locations
177 farther to the plant once the potential of the closest ones was exhausted. Secondly, ArcGis was
178 used to determine a weighted median centre, where the reference location of the centralized
179 collection point was set, and to calculate the average transport distance from the withdrawal
180 area to the collection point. This approach allows to estimate the proportion of national territory
181 needed to feed reference plants with local forest biomass. For regional supply, limitations in
182 European forest biomass potentials lead to remarkable average distances from centralized
183 collection points to power plants: 443 km for Scotland, 275 km for Northern Italy, and 153 km
184 for Slovenia.

185 **3 Supply chain modelling**

186 The generic supply chain structures of all scenarios examined in this work are modelled as in
187 Figure 2. Delivery of biomass as black pellets (BP) and white pellets (WP) is considered for

188 both short and long distance supply chain types, while wood chips (C) are examined only in
189 short distance supply chains. In fact, previous studies [26,36,37] concluded that wood chips
190 are not economically viable on long distance supply chains, and a preliminary evaluation for
191 the case studies of concern led to similar results.

192 Figure 2 Structure of long and short distance supply chain scenarios for C, WP and BP.

193

194 To model the supply chain structures represented in Figure 2 for the case studies at hand, a
195 spreadsheet based simulation model was developed to evaluate energy and mass flow balances,
196 properties of feedstock, costs and CO₂ equivalent emissions of alternative supply chain
197 configurations. A supply chain configuration is defined for the purposes of this work as a
198 combination of one of the supply chain structures presented in Figure 2 with a particular
199 biomass origin and destination country. The inputs and output parameters of the simulation
200 model are reported in Figure 3 for each supply chain stage, with reference to long distance
201 supply chains only for simplicity of representation. A simplified version of Figure 3 applies for
202 short distance supply chains, where port logistics and overseas transport stages are omitted and
203 chipping is considered as the treatment option. Inputs and outputs for common stages between
204 long and short distance supply chains are the same.

205 Figure 3 I/O diagram of long distance supply chain.

206 The output of every stage of the supply chain consists of:

- 207 – an economic evaluation of the CAPEX and OPEX related to the single stage activity
208 considered (e.g. chipping, handling, storage);
209 – an environmental assessment (in terms of kgCO₂eq) related to the single stage activity
210 consumption of fuel (electricity, diesel, HFO or natural gas).

211 At the end all the output results of every single stage are added to obtain the total cost and
212 emissions of the supply chain.

213 The simulation model is based on following assumptions:

- 214 • Mass losses for the supply chain stages are adapted from [5,10,20,21], while mass yield
215 of torrefaction and pelletization processes is derived from [24].
216 • Mass yield of drying in the case of C is derived from the evaluation of water losses and
217 the amount of wood used for drying the chips from 40% to 20 % moisture content: the
218 value of drying to a 20% moisture level has been adopted from [38] as the best practice

219 in biomass direct co-firing in order to ensure seamless biomass conversion together
220 with coal in the coal utility boiler.

- 221 • Fuels represented in Figure 3 vary depending on supply chain stage. Diesel and
222 electricity are considered for handling and storage. Trucks are fuelled with diesel, trains
223 use electricity or diesel fuel depending on locally available infrastructure, and ships
224 operate on HFO. For all pre-treatment options, except for the torrefaction process,
225 drying is considered to be fuelled with biomass, rather than with fossil fuels, as in [5].
226 In the case of torrefaction, extra thermal power to support drying and torrefaction
227 processes is being put into the process partly by natural gas and partly by combustion
228 of extra feedstock, as reported in [39]. When the pre-treatment is pelletization, only
229 electricity emissions are considered as the combustion of biomass for drying is
230 considered renewable, while in the case of torrefaction emissions from electricity and
231 natural gas are considered. Emission factors are derived from [40] for diesel and HFO,
232 from [41] for natural gas, and from [42–44] for electricity generation in each country.
- 233 • The assessment of electrical efficiency reduction due to biomass co-firing is based on
234 the evaluation performed for black pellets by [25], who, like [24], assume that
235 combustion efficiency for black pellets equals that of white pellets combustion.
- 236 • It is also assumed that wood chips combustion is performed at the same efficiency as
237 pellets. Since some authors [45,46] claim that black pellets combustion efficiency may
238 be higher than white pellets or wood chips combustion, this assumption is conservative,
239 and the adopted values tend to favour chips and white pellets over black pellets.
- 240 • The final supply chain stage analysed in this work is pulverising the biomass delivered
241 at the co-firing plant and feeding it to the boiler. To define and calculate biomass
242 requirements, direct co-firing is selected among the various available technologies [47].
243 For direct co-firing, biomass is pre-mixed with coal, and the fuel blend is fed to the
244 furnace using the existing firing equipment, i.e. without significant additional
245 investments. As a consequence, this technology is the most popular [37,41] and has
246 therefore been selected for this study. A limitation of direct co-firing is in the share of
247 biomass which can be treated, i.e. only percentages up to approx. 5-10% on an energy
248 basis. For this reason, a 8% co-firing rate was assumed in this paper, which is in line
249 with similar analyses in literature [48].
- 250 • For wood chips and white pellets, milling should be performed in two stages, with mills
251 dedicated to wood grinding before mixing with coal [39,47]. In this case, additional
252 investments to perform co-firing include handling, storage and pulverizing before co-

253 feeding in the boiler. On the other hand, black pellets have properties that closely match
254 those of low-grade coal [23]. This allows using the same equipment at the co-firing
255 plant and, as a consequence, no additional investment cost for milling [14,16,49].

256 Data and sources about the co-firing plants are reported in Table 2.

257 The properties of wood chips before drying, mainly considered for short supply chains and
258 available at the roadside are reported in Table 3, while the properties of treated biomass (WP,
259 BP and dried C) are summarized in Table 4.

260 Table 2 Reference co-firing plant characteristics.

261 Table 3 Properties of biomass before treatment, after chipping at the roadside.

262 Table 4 Properties of pellets (short and long supply chain) and chips (only short supply chain) after treatment.

263 Transportation pathways and relevant cost models were implemented separately for each
264 supply chain configuration. For each power plant location, international long distance supply
265 chains from Brazil, Mozambique and South US are modelled. For short distance supply
266 alternatives, the forests of Scotland are chosen for supplying Selby, while for Monfalcone two
267 alternative sourcing areas are considered for local supply, i.e. Northern Italy and Slovenia.
268 Combining all sourcing and pre-treatment options examined yields 20 alternative configuration
269 scenarios, described in Table 5, where ISO codes are used as abbreviations for country names.

270 Table 5 Summary of all cases studied.

271 3.1 Long-distance supply chains

272 The long-distance supply chain scenarios are based on the following assumptions:

- 273 • As feedstock is considered available at the roadside, the feedstock cost includes
274 harvesting, collection and, if specified, also storage. Feedstocks considered are based
275 on the prevalent biomass sources in each supply country: hardwood (eucalyptus) for
276 Brazil and Mozambique, softwood for US.
- 277 • Biomass is chipped at the roadside and then transported to the pre-treatment facilities.
- 278 • Different first transport stage options are assumed depending on regional infrastructure
279 conditions: for Brazil, transport to the port is done by truck for an average assumed
280 distance of 100 km [10], while in South US and Mozambique biomass transfer is a
281 combination of truck (20 km) and diesel train (100 km), in agreement with the
282 assumptions by [55–57] for the same or similar countries.
- 283 • The pre-treatment plant is located next to the export port.

- 284 • For overseas shipping, a handymax bulk carrier with capacity of 45000 t and 56250 m³
285 is used, as this is a ship type that can access smaller ports and usually has on-board
286 loading capability. Due to the lower bulk density of pellets compared to the marginal
287 cargo density of the ship (800 kg/m³), volume is the restrictive factor in the sea
288 transportation stage, leading to suboptimal utilisation of the ship weight capacity.
- 289 • The sea transportation cost has been calculated analytically as a time charter by adding
290 a daily charter rate, the fuel cost and other major operational costs (port and canal fees)
291 [25].
- 292 • Once arriving at the import ports, the ship is unloaded and the pellets are transferred to
293 the reference coal power plant by electric trains.

294 Economic, technical and environmental input data used for the logistics model are summarized
295 in

296 Table 6,

297 Table 7 and Table 8 respectively. All costs and prices, collected from several sources and in
298 various currencies, are first converted in Euro using the average yearly exchange rates from
299 [58] and then adjusted in 2016 values using the industrial producer price index [59].

300 The average shipping distance between export and import ports is reported in

301 Table 9.

302 Table 6 Model input data: transport parameters.

303 Table 7 Model input data: storage and chipping parameters.

304 Table 8 Model input data: electricity emission factors, biomass and fuels prices.

305 Table 9 Average distance between the ports in nm (nautical miles) and km.

306

307 3.2 *Short-distance supply chains*

308 To configure short supply chains it is assumed that:

- 309 • Pelletization and torrefaction pre-treatment options are performed at a centralized
310 collection and storage point before the transportation to the final user.
- 311 • Also for wood chips a centralized pre-treatment is assumed, which consists only of
312 drying wet chips from 40% to 20% moisture content [38].

- 313 • Costs and emissions for harvesting, collection and first handling incorporate truck
314 transport to local collection points, where pre-treatment is performed.
- 315 • The transportation mode from the collection point to the co-firing plant is selected
316 depending on locally available infrastructure: thus, rail transport (electric train) is
317 selected for Scotland and road transport (diesel truck) for both supply from Slovenia
318 and North Italy.

319 Alternative configurations are also possible and could be considered in a spatially explicit
320 analysis of local supply, which is however beyond the scope of current paper. The
321 simplifications introduced here are deemed as conservative for the sake of local vs international
322 comparison in that they tend to minimize costs and impacts of short supply chains.

323 **4 Results and discussion**

324 Economic and carbon emissions analysis has been performed for all supply chain configuration
325 scenarios studied. The costs and the emissions associated with the supply chain are reported
326 with respect to GJ of biomass delivered. In order to address the three main research questions
327 and to facilitate presentation of the results for the 20 scenarios, the analysis focuses first on
328 long distance supply chains, to assess whether torrefaction is economically and
329 environmentally justifiable compared to pellets and to determine the best performing supply
330 chain scenarios. Secondly, short supply chains are studied to establish which supply form (WP,
331 BP or C) is preferable for each case. Finally, the best performing short and long distance options
332 are compared to highlight the relationship between long and short distance supply alternatives.

333 *4.1 Long distance supply chains*

334 In order to have the same amount of thermal energy input for a co-firing plant with 8% of
335 biomass on an energy basis, the quantity of biomass delivered at the final user changes
336 depending on its energy content.

337 The initial and delivered quantities for all pre-treatment methods, considering the detailed
338 supply chain stages are shown in Table 10. The amount of raw biomass needed for the
339 international supply chains is significantly higher than for the wood chips local supply chains,
340 due to the torrefaction and pelletization process energy requirements. For long distance supply
341 in particular, the difference between L/BR and L/MZ&US initial biomass flow stems from the
342 mass losses of the first transport stage, as the additional transshipment stage between truck and
343 train in MZ and US increases the mass losses.

344 Table 10 Initial and final biomass flows.

345 4.1.1 Cost breakdown and comparison

346 In Figure 4, costs per GJ of biomass delivered are presented. The major contribution to the total
347 supply chain cost is represented by cost of the biomass at the roadside (particularly in the US)
348 and pre-treatment (especially for black pellets and in export countries with higher electricity
349 costs).

350 Ship transport and export fees are the third highest cost element. These are significantly
351 reduced for BP, compared with WP, due to higher energy density that leads to better utilisation
352 of the ship cargo space. A major cost reduction in BP supply chains comes from removing the
353 need for dedicated milling at the power station. The reduction in these three cost components,
354 namely ship transport, export fees and milling at destination, compensates for the additional
355 pre-treatment costs associated with the BP process. As a result, both for Italy and Great Britain
356 and from all import countries, BP are the least cost option for biomass logistics, with savings
357 ranging between 8,3 % (for L/BP/US-IT) and 12,2% (for L/BP/BR-GB) compared with the
358 respective WP supply chains.

359 Figure 4 Cost breakdown for WP and BP on long distance supply chains.

360 These economic results whereby BP is less costly than WP in long distance supply chains are
361 in agreement with the conclusions of [26,27,37].

362 As to country dependent differences, the examined supply chains have a comparable
363 economical behaviour, with differences between L/WP and L/BP in the range of 12,23% and
364 10,75% respectively for BR-GB and BR-IT, 10,72 % for MZ-GB, 8,79 % for MZ-IT, 9,51%
365 and 8,30% respectively for US-GB and US-IT. The best economic performance for supplying
366 Italy is BP from Mozambique due to lower cost of biomass and electricity (Table 8), which
367 affects operational costs of pre-treatment. Indeed, although the additional cost of passing
368 through the Suez Canal has been incorporated in shipping costs, the cost of shipping from MZ
369 to IT is comparable with the ones of L/BP/BR-IT and L/BP/US-IT thanks to the shorter
370 shipping distance (

371 Table 9). The least cost long-distance supply chain to GB is the one supplying BP from Brazil.
372 This is due to the lower cost of biomass and to the relatively shorter shipping distance compared
373 to other supply chain configurations.

374 4.1.2 Environmental impact breakdown and comparison

375 Pre-treatment and sea transportation are also the phases with the highest impact on the CO₂
376 equivalent emissions of long distance supply chains, as highlighted in Figure 5. In the case of
377 white pellets, also pulverisation at final plant has a significant impact, especially in Great
378 Britain due to the higher carbon emission factor for electricity generation (see Table 8).
379 International differences in electricity related emission factors remarkably affect the
380 environmental impact of pre-treatment, particularly of the energy intensive torrefaction and
381 pelletization process.

382 Figure 5 Emission factor breakdown for WP and BP on long distance supply chains.

383 Figure 5 shows that the emissions of the supply chain from US are significantly higher than
384 from other supply locations, because of considerable indirect emissions associated with pre-
385 treatment. The reason is that the electricity mix of US is based mainly on fossil fuels while the
386 electricity produced in Mozambique and Brazil comes mostly from hydroelectric energy,
387 which leads to a much lower electricity emission factor (Table 8). For this reason, Mozambique
388 is the best sourcing area for both Italy and Great Britain from a carbon emissions perspective,
389 followed by Brazil.

390 As a whole, the higher number of sea trips required yearly for WP compared to BP because of
391 the lower density of WP, and subsequent sub-optimal utilisation of the ship cargo capacity, is
392 such that additional environmental impact associated with the torrefaction process is
393 compensated by lower sea transportation impact both in the Brazil and Mozambique cases.
394 Also for supply chains of US origin, BP are preferable to WP, but this is mainly due to
395 additional emissions for pulverising white pellets at the plant before co-firing them, rather than
396 to gains in sea transportation and handling at the port related emissions alone. Thus, for all the
397 long distance supply chains considered, delivering BP appears preferable to WP not only from
398 an economic but also from an environmental point of view.

399 Comparing the results with the literature, it should be first observed that usually environmental
400 impact results are hardly discussed to the same extent and depth as the economical ones. Some
401 authors [24] found that WP and BP supply chains have similar emissions for supply chains
402 from Canada and Finland to Spain. Other results [27,78] are aligned with the results of this
403 work, as they found that logistics related carbon emissions are lower for BP than for WP on
404 comparable sea transportation distances. None of them, however, considers explicitly country
405 specific differences in electricity generation mix, which, as shown above, may cause great

406 variations in the environmental impact of long distance supply chains depending on origin and
407 destination.

408 4.2 *Short distance supply chains*

409 For short distance supply chains there is mixed evidence in the literature about the utility of
410 pre-treatment [10,26,47]. The advantages of pre-treatment in terms of handling, transportation
411 and storage and the related efficiency gains are less profound in short transportation distances.
412 Thus an economic and environmental comparison among wood chips, black and white pellet
413 short distance supply chains is performed.

414 4.2.1 Cost breakdown and comparison

415 As shown in Figure 6, the purchasing cost of biomass has the highest share on total costs,
416 particularly in Italy. The situation in Great Britain (Scotland) is more favourable, while
417 Slovenia seems the least cost regional sourcing option for Italy with any pre-treatment method.

418 Due to the low bulk density of wood chips, the stages of transport, handling and storage highly
419 affect the costs of the wood chips (C) supply chain compared to pelletization based options.
420 Nevertheless, because of high electricity costs in all short distance supply countries, pre-
421 treatment is expensive and additional costs are not compensated by efficiency gains in logistics.
422 Therefore C are less expensive than pellets in all the short distance supply chains examined.
423 Differences between WP and BP delivered costs are minimal.

424 Figure 6 Cost breakdown for WP, BP and C on short-distance supply chains.

425 4.2.2 Environmental impact breakdown and comparison

426 The emissions of pre-treatment and pulverizing at the co-firing plant influence considerably
427 the total emissions of the supply chain (Figure 7). This is due to the high emissions factors of
428 electricity in the supply and importing countries (Table 8). Transport related emissions for C
429 are sensibly higher than WP and BP due to the lower bulk density of wood chips and, as a
430 consequence, to the higher number of trips necessary to supply the plant; however, these
431 differences do not make up for the additional impact of pelletization-based processes, with the
432 notable exception of Slovenia. In fact the carbon equivalent emission of the S/C/SI-IT supply
433 chain is about 12 % higher than the S/BP/SI-IT, mainly because Slovenia has the lowest carbon
434 emissions factor among the sourcing areas considered for local supply [79], and thus the
435 environmental impact of pelletization and torrefaction is correspondingly reduced. It should

436 nevertheless be stressed that, from an economic viewpoint, C remain the least cost option even
437 for the S/SI-IT supply chain.

438 Figure 7 Emissions factor composition for WP, BP and C on local supply chains.

439 As a conclusion, in short distance supply chains the best option, both from an economic and an
440 environmental perspective, is to deliver biomass as wood chips, irrespective of the
441 geographical context. Therefore, wood chips will be considered as the reference short distance
442 biomass supply chain for the comparison with long distance supply chains. For the case of
443 Italy, wood chips from Slovenia will be considered as a reference, due to the lowest cost and
444 lower emissions compared to supply from northern Italy.

445 *4.3. Long vs short-distance supply chains*

446 As a result of the previous discussions, a comparison between the best performing long-
447 distance supply chains (BP) with the short-distance supply chains (C) is performed.

448 4.3.1 Cost comparison between L/BP and S/C

449 Figure 8 enables comparison of least cost options for the best performing short and long
450 distance supply chains, which is C and BP respectively. It appears that BP long distance supply
451 chains have lower biomass delivered cost compared to local C supply chains. Despite the higher
452 overall transportation and handling cost, as well as significant pre-treatment cost, BP supply
453 chains benefit from the lower biomass price and lack of additional milling requirement
454 compared to C supply chains. It appears that the introduction of torrefaction makes long
455 distance supply options considerably more competitive to short distance supply chains in both
456 geographical contexts. For Great Britain, the best option appears to be to supply BP from Brazil
457 that reduces cost by 0,83 €/GJ compared to the best C option. For Italy, the cost difference
458 between the least cost long distance supply chain from Mozambique is significantly more
459 profound compared to the local C supply from Slovenia, amounting at 1,77 €/GJ.

460 Figure 8 Cost structure comparison of international (BP) vs. local (C) supply chains.

461 4.3.2 Environmental impact comparison between L/BP and S/C

462 Figure 9 shows that, while the logistics related environmental impact of sourcing in the US is
463 sensibly higher than that of local supply chains, both Brazil and Mozambique originated BP
464 supply chains lead to lower emissions per GJ of delivered biomass than local supply chains, in
465 both Great Britain and Italian cases. Again, this is primarily due to international differences in
466 carbon emissions associated with electricity generation. The high electricity-related emission

467 factors of Italy and GB increase the emissions of the milling stage in the case of delivering
 468 wood chips, while low emission factors in Brazil and Mozambique limit the environmental
 469 impact of energy intensive pre-treatment options such as torrefaction and pelletization.
 470 Ultimately, it is shown that long-distance biomass supply chains can lead to reduced
 471 greenhouse gas emissions of the overall supply system compared to short-distance alternatives,
 472 despite the increased transportation and processing involved, when the supply locations benefit
 473 from high availability of renewable energy.

474 Figure 9 Emission factor comparison of international (BP) vs. local (C) supply chains.

475 4.4 Competitiveness of co-firing and carbon dioxide abatement cost

476 In order to compare co-firing of biomass from various origins with other decarbonisation
 477 options for electricity generation, a useful figure of merit is the Carbon Dioxide Abatement
 478 Cost (CDAC). The CDAC can be regarded as the minimum incentive to be paid per unit of
 479 carbon equivalent emission avoided ($\text{€}/\text{tCO}_2\text{eq}$, similarly to EU ETS allowances and any form
 480 of carbon credit) in order to make a renewable or low carbon energy source competitive with
 481 its fossil alternative [52,53]. In particular, the CDAC of biomass co-firing equals the incentive
 482 for every unit of carbon equivalent emission avoided by co-firing that would make the
 483 corresponding levelized cost of electricity (LCOE, as defined in [52]) equal to the LCOE
 484 obtained from the same plant, when firing only coal.

485 In mathematical terms, the CDAC of co-firing is calculated with Eq. 1 (adapted from [53]),
 486 where E stands for emissions in tCO_2/kWh , C for combustion and SC for supply chain.

$$487 \quad CDAC = \frac{(LCOE_{cofiring} - LCOE_{firing})}{(E_{firing} - E_{cofiring})_C + (E_{firing} - E_{cofiring})_{SC}} \left[\frac{\text{€}}{\text{tCO}_2} \right] \quad (1)$$

488 The first term of the denominator in Eq. 1 expresses the difference in emissions level from
 489 combustion at the power plant, calculated as the amount of coal burned in the coal firing and
 490 the co-firing scenarios annually multiplied by the emissions factor of coal combustion (2110
 491 $\text{kgCO}_2\text{eq}/\text{t}$ [25]) and then divided by the respective amount of electricity generated annually to
 492 reflect the effect of de-rating when co-firing biomass. Biomass does not contribute to the CO_2
 493 emissions at the combustion stage as it is considered a renewable fuel. The second term of the
 494 denominator in Eq. 1 expresses the difference in emissions level from the fuel supply chain
 495 between the coal firing and the co-firing scenarios. For the coal supply chain emissions have
 496 been estimated as 4% of the coal combustion emissions, according to [80]. For the biomass

497 supply chain, emissions have been calculated analytically for each stage of the supply chain
498 (see Figure 3), considering the fossil fuel and electricity use, multiplied by the respective
499 emissions factor. For the co-firing scenario, the total supply chain emissions consist of both
500 coal and biomass supply chain emissions for the respective amounts of each fuel used. All
501 emissions have been divided by the amount of electricity generated in each scenario. Regarding
502 the numerator of Eq. 1, LCOE of the firing plant is the total annual cost of coal needed in a
503 firing plant with 600 MWe output gained only from coal combustion divided by the total annual
504 electricity produced. LCOE of the co-firing plant is instead the sum of total annual coal cost
505 and biomass cost at the plant gate (assessed in this work), divided by the total annual electricity
506 produced.

507 Figure 10 illustrates the emissions reduction in the cases studied (8% biomass co-firing)
508 compared with a coal firing system with the characteristics of the base reference plant reported
509 in Table 2. In other words, Figure 10 illustrates the denominator of Eq. 1 for the case of concern
510 expressed in percentage terms.

511 Figure 10 CO₂eq emissions reduction with 8% co-firing compared to coal-firing plant.

512 These results show that co-firing is environmentally better than coal firing regardless of the
513 type and origin of biomass used. From an emissions reduction viewpoint, the best case for long
514 distance supply chains is L/BP/MZ-IT; indeed, the logistics from Mozambique to Italy have
515 the lowest emissions. The best scenario among short-distance supply chains is BP delivered
516 from Slovenia (S/BP/SI-IT). While differences between different supply chains are significant
517 in relative terms (e.g. carbon equivalent emissions associated with L/BP/MZ-IT supply chain
518 are about 1/3 of L/WP/US-IT, see Figure 5) and logistics chains are virtually the only cause of
519 net carbon emission associated with bioenergy, it should be observed that their carbon
520 equivalent impact is nevertheless an order of magnitude lower compared with that of coal,
521 which is in the order of ca 90 kgCO₂eq/GJ of delivered chemical energy [81] against 4-13
522 kgCO₂eq/GJ as calculated for various solid biomass supply chains in the present work. As a
523 result, substituting coal with biomass always leads to a considerable reduction in carbon
524 emissions, in the order of 7 - 7,7% in relative terms for an 8% co-firing ratio, which in absolute
525 terms for the reference plant would mean a notable range of avoided emissions between ca 285
526 - 309 ktCO₂eq/year depending on the biomass supply chain adopted.

527 Figure 11 compares the CDACs of the biomass supply chain configurations studied, i.e. WP
528 and BP for long (L) supply chains, WP, BP and C for short (S) supply chains. Also from a

529 carbon emission abatement costs point of view, BP is the best option for long distance supply
530 chains with a CDAC cost range of 40-55 €/tCO₂eq, while wood chips have the lowest CDAC
531 for short distance supply chains (50-60 €/tCO₂eq). The CDAC of international supply chains
532 originating in Brazil and Mozambique is slightly lower than that of local supply chains even
533 when using WP, but when BP is introduced long distance supply chains become even more
534 efficient.

535 Nevertheless, the required incentive is high in all cases if one considers that, current carbon
536 prices within the EU ETS are around 5-10 €/tCO₂ [82], and, even considering future scenarios
537 proposed by [83], maximum expected carbon prices equal 32 €/tCO₂ for Italy and 24-27 €/tCO₂
538 for GB in 2020. Dedicated additional support schemes are therefore needed in any case to
539 promote bioenergy in the form of co-firing.

540 Figure 11 Carbon dioxide abatement costs of 8% co-firing at plants of all scenarios studied.

541 **5 Sensitivity analysis**

542 In order to evaluate the potential impact of uncertainty on the most influential parameter values
543 to the findings of this work, the results have been subjected to sensitivity analysis.

544 In particular, the main research focus is on the potential economic and environmental benefits
545 of BP over WP (for long distance supply chains) or over supply of wood chips (for local supply
546 chains). It has been demonstrated that, under the conditions considered, for all long distance
547 supply chains BP are preferable to WP, and for most short distance supply chains wood chips
548 are preferable to BP, both from an economic and a carbon emissions viewpoint. To quantify
549 the dependence of these results on input parameters, it was chosen to determine switching
550 values, i.e. the level of uncertain parameters that determine a reversal in this relationship.
551 Similarly, since it was also found that some long distance BP supply chains are preferable to
552 short distance wood chips supply, it was decided to determine switching values also for this
553 relationship.

554 The switching values for supply chain costs are reported in Table 11 and for supply chain
555 CO₂eq emissions in Table 12, respectively. To enable comparison, they are represented as the
556 required percentage variations on the parameter baseline values to reverse the existing
557 preference and a colour coding is added to highlight the parameters with the highest sensitivity,
558 i.e. where a preference switch is induced by relatively small percentage variations. Red and
559 orange cells, with percentage variation ranges of ± 0-20% and ± 20-50%, respectively, display

560 the most sensitive results. White cells represent parameters that are not relevant to the particular
561 supply chain and therefore cannot affect the switching decision (e.g. in Table 11, HFO price in
562 short supply chains). Parameters in light blue or green, with percentage variation ranges greater
563 than 200%, indicate limited sensitivity on the cost and environmental performance of supply
564 chains, while for blue cells switching conditions are either reached for extremely high values,
565 could not be reached at all, or are reached for variations in physical parameters which are
566 beyond technically achievable ranges.

567 To simplify representation only some of the possible configurations are reported in Table 11
568 and in Table 12, based on economic performance ranges. In particular, for long-distance supply
569 chains, the comparison between BP and WP in the cases of US-IT and MZ-IT is chosen because
570 supply chain cost differences between WP and BP are maximum in the case of US-IT and
571 minimum for MZ-IT. The same rationale is behind the selection of US-GB and BR-GB supply
572 chains for the British case. To analyse switching between local and global supply chains,
573 supply from US to GB and from MZ to IT are selected as extreme conditions, with US-GB
574 having the lowest gap to local supply and MZ-IT having the highest gap to local supply from
575 Northern Italy. BZ to GB and the comparison between US-IT and SI-IT supply chains are also
576 presented as examples for intermediate performance differences.

577 5.1 *Sensitivity of cost*

578 In Table 11, switching values for supply chain costs are reported as percentage variations on
579 the parameter baseline values used in the analysis.

580 Table 11 Switching values for supply chain costs, expressed as percentage variation from baseline values.

581 5.1.1 Effect of CAPEX, fuel and electricity price

582 As shown in Table 11, economic parameters such as fuel cost, electricity price and CAPEX
583 could change significantly without affecting final decisions on the least cost biomass supply
584 chain configurations. An increase around 130-170% in capital costs of torrefaction equipment
585 or – equivalently – a reduction in its expected lifetime around 70-80% make WP more
586 economical than BP for international supply but, at the same time, determine a switch from
587 long distance to local bioenergy supply chains.

588 5.1.2 Effect of feedstock price

589 Biomass cost mainly affects decisions on supply origin: in most cases, an increase of about
590 40% in biomass unit cost in international origin countries is required to make local supply

591 chains competitive for GB and a doubling in biomass cost is required for IT. Biomass cost also
592 affects decisions on pre-treatments on local supply chains: the trade-off between the mass
593 losses implied by torrefaction processes and energy density gains in the transport stage is such,
594 that a reduction of biomass costs in the order of 22% is sufficient to make BP preferable to
595 wood chips for local biomass supply chains from Slovenia to Italy. For GB, a more important
596 reduction in biomass cost is required to attain similar switching conditions (78%), mainly
597 because operational costs of torrefaction plants are higher in GB than in Slovenia due to higher
598 electricity prices.

599 5.1.3 Effect of biomass properties

600 The most critical parameter for long distance supply chain performance is the biomass energy
601 density, whose variations in the order of 10-15% determine a complete rearrangement of the
602 supply chain configurations identified as least cost options in sections 4.1.1, 4.2.1 and 4.3.1.
603 This means that, if the LHV of BP is just about 18-19 MJ/kg against a baseline LHV of 17
604 MJ/kg for WP, then WP are preferable to BP in long distance supply configurations. Similarly,
605 if a LHV of ca 18-19 MJ/kg can be attained for WP against a baseline BP LHV of 21 MJ/kg,
606 torrefaction becomes uneconomic compared with WP. Ultimately, it is the difference between
607 energy densities of BP and WP that is the critical parameter. When comparing long and short
608 distance supply chains, a similar sensitivity is observed on the biomass energy density. In the
609 best performing scenarios, a reduction in BP energy density of 11% and 23% is needed to make
610 the switch to local wood chips supply chain economically feasible for GB and IT respectively.
611 In the latter case, the economic competitiveness of supplying BP from MZ to IT seems quite
612 robust, since a reduction in BP energy density of about 23% would imply that the calorific
613 value of BP would be lower than WP, which is not realistically possible.

614 On the other hand, based on the switching values analysis, the impact of bulk density on supply
615 chain economics appears limited, mainly because even relatively small percentage variations,
616 e.g. in the order of 20-50%, are out of realistically feasible ranges for BP or WP. For instance,
617 Table 11 shows that for BP to become economically preferable to WP on long supply chains
618 or for C based short supply chains to become preferable to BP based long supply chains, bulk
619 density of black pellets should be diminished to values in the range of 300-500 kg/m³,
620 completely out of the reported range of BP bulk density (650-800 kg/m³) [27]. The only
621 exception is when the cost advantage of long distance over short distance supply chains is at
622 its minimum, as in the case of L/BP/US-GB compared with S/C/GB, where the cost difference
623 between local and international supply is just 0,2 €/GJ. In that case, delivering C from Scotland

624 becomes a better choice than BP from US for a decrease of BP bulk density within a realistic
625 range (i.e. 18%, as reported in Table 11, which corresponds to a bulk density of 656 kg/m³).

626 5.2 *Sensitivity of environmental performance*

627 Moving on to the sensitivity analysis related to the environmental performance of the supply
628 chains (Table 12), the energy density of biomass in any form appears to be the most critical
629 parameter.

630 Table 12 Switching values for supply chain emissions, expressed as percentage variation from reference values.

631 5.2.1 Effect of biomass properties

632 Once again, variations in the order of 10% are enough to change some recommended
633 configurations: for instance, for short supply chains, a 10-11% increase in BP energy density
634 would make centralized torrefaction and pelletization a preferable option to wood chips from
635 an environmental viewpoint for Northern Italy and GB respectively. Similarly, in the case of
636 the S/SI-IT supply chain, where BP originally outperform C as to carbon equivalent emissions,
637 variations in the order of 12-13% in the energy density (i.e. decreases in BP LHV or increases
638 in C LHV, respectively) would make C the preferable option from an environmental viewpoint.

639 On the other hand, the environmental performance of long-distance supply chains is quite
640 robust to variations in energy density: a reduction of BP energy density around 31-36% or
641 equally an increase of WP energy density of 44-56% would be needed to render the WP supply
642 chains more environmentally friendly than BP, which is beyond the technically reasonable
643 uncertainty range. Only for the US based supply chain, a 9-10% decrease in BP energy density
644 would be enough to make WP preferable to BP from a carbon emission viewpoint. On the other
645 hand, environmental advantages of torrefaction are quite robust for Mozambique and Brazil.
646 When comparing short with long-distance supply chains, it can be concluded that no reduction
647 in energy density of BP within technologically reasonable range is sufficient to make wood
648 chips based short supply chains preferable to long distance supply chains in terms of logistics
649 related carbon emissions. Particularly in the case of supply chains from US, the opposite holds:
650 there is no technically feasible increase in BP energy density that would make this supply chain
651 more sustainable than local ones, mainly due to the level of the electricity emission factor in
652 the US, which is sensibly higher than corresponding values for Brazil or Mozambique (see
653 Table 8). Interestingly, the results are much more sensitive to energy density of biomass
654 compared to its bulk density.

655 5.2.2 Effect of electricity emissions factor

656 Regarding the uncertainty in electricity emissions factors of importing countries, only the
657 Italian electricity mix appears to have a high sensitivity and only with reference to imports
658 from Slovenia. In that case, an 18% decrease in the Italian electricity emission factor would
659 reduce the environmental impact of milling wood chips at the final plant enough to make C a
660 more environmentally friendly solution than BP even for the short-distance supply chain
661 between SI-IT.

662 Variations in electricity emission factors of exporting countries hardly affect pre-treatment
663 options in long supply chains, with BP remaining always preferable to WP; however, they are
664 the only element of uncertainty affecting the relationship between the environmental
665 performance of long and short distance supply chains. For each export country, percentage
666 variations in electricity emissions factors required for short distance supply chains to
667 outperform long distance ones are substantial and hardly achievable in the short term; thus,
668 configurations identified in this work as the least cost can be deemed robust. However, long
669 distance supply chains with different origins may have remarkably different environmental
670 performances. For instance, the US emissions factor, which currently exceeds the British one
671 by about 7%, should be reduced to about the half for the L/BP/US-GB supply chain to become
672 at least as sustainable as its local alternative S/C/GB, whereas a 160% increase of the BR
673 electricity emissions factor, which is currently about 1/5 of the emissions factor of GB, would
674 be required for the S/C/GB to become preferable to Brazilian BP. Thus, differences in the
675 carbon emissions factors of electricity in different countries affect the relative environmental
676 performance of long and short distance supply chains in a similar manner as differences in
677 biomass costs affect economic performance.

678 **Conclusions**

679 A substantial increase in biomass co-firing in European countries poses the question of the
680 sustainability and availability of the feedstock supply, which is expected to rely mainly on
681 international supply chains originating overseas [2].

682 Within this context, the present work aimed at investigating how torrefaction at biomass supply
683 locations may affect the economic and carbon emissions performance of long distance
684 international supply chains, whether it may play a role in short-distance local supply chains
685 and also, whether local or international biomass supply chains are preferable for the specific

686 cases of co-firing in Italy and in Great Britain. Several supply chain scenarios were analysed,
687 including pellets and torrefied pellets from three international supply locations (US, Brazil and
688 Mozambique) and compared with local biomass supply chain alternatives.

689 One of the main findings of this work is that torrefaction has the potential to reduce the cost of
690 international supply chains compared to the currently established practice of white pellets, due
691 to the system-wide economies achieved, not only at the upstream supply chain and logistics,
692 but also at the co-firing station where the processing needed is significantly reduced. This
693 finding is aligned with the conclusions of [23, 27, 36], although applied in different
694 geographical contexts. Moreover, torrefaction could also reduce the carbon emissions of the
695 biomass supply chain compared to white pellets.

696 In the cases examined, the lowest CO₂eq emissions from the biomass supply chain were
697 achieved by sourcing torrefied pellets from Brazil to Great Britain and torrefied pellets from
698 Mozambique for Italy.

699 When examining local biomass supply chains, wood chips were preferable to white or black
700 pellets, as the limited transportation distance and logistical efficiencies do not justify the
701 additional cost related to pre-treatment of biomass. Furthermore, wood chips incurred the least
702 carbon emissions in most of the local supply chain scenarios examined.

703 Interestingly enough, the above proposed international supply chains (based on torrefied
704 pellets) performed better than the best local supply chain alternatives for both Great Britain
705 and Italy, in terms of cost and carbon emissions. This result highlights the potential of
706 international biomass trade to reduce the overall environmental impact and cost of biomass
707 supply for co-firing. The main underlying reason for the environmental performance has to do
708 with performing energy-intensive pre-treatment processes in countries with low electricity
709 emission factors, such as Brazil and Mozambique.

710 Due to the fact that many of the parameters used in this work are subject to uncertainty, a
711 sensitivity analysis was performed. The main parameter identified that could change the order
712 of preference between supply chain configurations for both cost and carbon emissions was the
713 difference in the energy density between white and black pellets, where a 10% change could
714 change the ranking. For the rest of the parameters assessed, the identified order of preference
715 appears quite robust. Therefore, interested stakeholders should place emphasis on specifying
716 the true energy density of the pelletized or torrefied feedstock before making supply decisions.

717 This work contributes to academic knowledge and industrial practice by reinforcing the
718 potential advantage of a novel biomass pre-treatment process for international biomass supply
719 chains, namely torrefaction and pelleting, as it can lead to both cost and carbon emissions
720 reductions compared to the current practice of white pellets and even compared to local
721 biomass supply alternatives, for the cases examined. It is also the first research to compare the
722 performance of international biomass supply chains with local ones for this range of pre-
723 treatment options. It could also be useful to policy makers for informing decisions on support
724 for renewable energy generation.

725 Finally, the authors would like to acknowledge that this work has some limitations. The
726 investigation of different co-firing rates or, particularly, of alternative technologies enabling
727 higher co-firing rates was out of the scope of this study, but is an important theme for future
728 research. Many of the parameters used are quite volatile, and therefore the order of preference
729 between the supply chains identified could change in the future, despite the sensitivity analysis
730 proving a good robustness of the findings to individual parameter value changes. Even more,
731 the dynamic nature of the systems examined could also alter the results (i.e. the electricity mix
732 in European countries is bound to become more renewable in the future and the average carbon
733 emissions fluctuate every year). Additionally, although international biomass supply chains are
734 the sensible way forward for the countries examined in this work, due to the inherent limitation
735 of domestic supply quantities, a potential future development of domestic biomass uses in the
736 considered supply countries could introduce competition, therefore increasing prices and
737 affecting availability of biomass. Furthermore, sustainability of biomass does not only involve
738 carbon emissions, but also the land change and substitution of edible crops for biomass. These
739 analyses are beyond the scope of this work, but are an interesting aspect that deserves more
740 investigation in the future.

741 **References**

- 742 [1] IEA-ETSAP and IRENA, Biomass Co-firing: Technology Brief, 2013.
743 [https://www.irena.org/DocumentDownloads/Publications/IRENA-ETSAP Tech Brief E21](https://www.irena.org/DocumentDownloads/Publications/IRENA-ETSAP_Tech_Brief_E21_Biomass_Co-firing.pdf)
744 [Biomass Co-firing.pdf](https://www.irena.org/DocumentDownloads/Publications/IRENA-ETSAP_Tech_Brief_E21_Biomass_Co-firing.pdf).
- 745 [2] A. Ernsting, A new look at land-grabs in the global South linked to EU biomass policies, 2014.
746 <http://www.biofuelwatch.org.uk/2014/biomass-landgrabbing-report/>.
- 747 [3] Ofgem, Draft guidance - Renewables Obligation: Guidance for Generators, 2015.
748 [https://www.ofgem.gov.uk/sites/default/files/docs/2015/09/for_publication_draft_guidance_fo](https://www.ofgem.gov.uk/sites/default/files/docs/2015/09/for_publication_draft_guidance_for_generators.pdf)
749 [r_generators.pdf](https://www.ofgem.gov.uk/sites/default/files/docs/2015/09/for_publication_draft_guidance_for_generators.pdf).
- 750 [4] GSE, PROCEDURA APPLICATIVA DEL D.M. 23 giugno 2016: Incentivazione della

- 751 produzione di energia elettrica da impianti a fonti rinnovabili diversi dai fotovoltaici, 2016.
 752 [http://www.gse.it/it/Qualifiche e certificati/GSE_Documenti/Incentivi DM 23 giugno](http://www.gse.it/it/Qualifiche_e_certificati/GSE_Documenti/Incentivi_DM_23_giugno)
 753 [2016/Documenti/PA DM FER-E 2016 Procedure Applicative 2016-07-15.pdf](http://www.gse.it/it/Qualifiche_e_certificati/GSE_Documenti/Incentivi_DM_23_giugno_2016/Documenti/PA_DM_FER-E_2016_Procedure_Applicative_2016-07-15.pdf).
- 754 [5] R. Ehrig, F. Behrendt, Co-firing of imported wood pellets - An option to efficiently save CO2
 755 emissions in Europe?, *Energy Policy*. 59 (2013) 283–300.
 756 doi:<http://dx.doi.org/10.1016/j.enpol.2013.03.060>.
- 757 [6] Agriregionieuropa, Le biomasse legnose a fini energetici in italia: uno sleeping giant?, 2011.
 758 [https://agriregionieuropa.univpm.it/it/content/article/31/24/le-biomasse-legnose-fini-](https://agriregionieuropa.univpm.it/it/content/article/31/24/le-biomasse-legnose-fini-energetici-italia-uno-sleeping-giant)
 759 [energetici-italia-uno-sleeping-giant](https://agriregionieuropa.univpm.it/it/content/article/31/24/le-biomasse-legnose-fini-energetici-italia-uno-sleeping-giant).
- 760 [7] M. Masiero, N. Andrighetto, D. Pettenella, Linee-guida per la valutazione sistematica della
 761 filiera corta delle biomasse legnose a fini energetici, Agriregionieuropa. (2013).
 762 [http://agriregionieuropa.univpm.it/it/content/article/31/33/linee-guida-la-valutazione-](http://agriregionieuropa.univpm.it/it/content/article/31/33/linee-guida-la-valutazione-sistematica-della-filiera-corta-delle-biomasse)
 763 [sistematica-della-filiera-corta-delle-biomasse](http://agriregionieuropa.univpm.it/it/content/article/31/33/linee-guida-la-valutazione-sistematica-della-filiera-corta-delle-biomasse).
- 764 [8] U. Mantau, U. Saal, K. Prins, F. Steierer, M. Lindner, H. Verkerk, J. Eggers, N. Leek, J.
 765 Oldenburger, A. Asikainen, P. Anttila, EUwood - Real potential for changes in growth and use
 766 of EU forests. Final report., Hamburg, 2010.
 767 [https://www.egger.com/downloads/bildarchiv/187000/1_187099_DV_Real-potential-changes-](https://www.egger.com/downloads/bildarchiv/187000/1_187099_DV_Real-potential-changes-growth_EN.pdf)
 768 [growth_EN.pdf](https://www.egger.com/downloads/bildarchiv/187000/1_187099_DV_Real-potential-changes-growth_EN.pdf).
- 769 [9] R. Fernando, Public attitudes to biomass cofiring, IEA Clean Coal Centre, 2013.
 770 [https://www.usea.org/sites/default/files/012013_Public attitudes to biomass](https://www.usea.org/sites/default/files/012013_Public_attitudes_to_biomass_cofiring_ccc214.pdf)
 771 [cofiring_ccc214.pdf](https://www.usea.org/sites/default/files/012013_Public_attitudes_to_biomass_cofiring_ccc214.pdf).
- 772 [10] C.N. Hamelinck, R.A.A. Suurs, A.P.C. Faaij, International bioenergy transport costs and energy
 773 balance, *Biomass and Bioenergy*. 29 (2005) 114–134.
 774 doi:<http://dx.doi.org/10.1016/j.biombioe.2005.04.002>.
- 775 [11] U. Malisius, H. Jauschnegg, H. Schmidl, B. Nilsson, S. Rapp, A. Strehler, H. Hartmann, R.
 776 Huber, J. Whitfield, D. Kessler, A. Geißlhofer, B. Hahn, Wood pellets in Europe, 2000.
 777 http://www.seai.ie/Renewables/Bioenergy/Wood_pellets_in_Europe.pdf.
- 778 [12] P.C.A. Bergman, ECN report: Combined torrefaction and pelletisation - the TOP process, The
 779 Netherlands, 2005. <https://www.ecn.nl/docs/library/report/2005/c05073.pdf>.
- 780 [13] C. Schorr, M. Muinonen, F. Nurminen, Torrefaction of Biomass, Mikkeli, Finland, 2012.
 781 [http://biosaimaa.fi/wp-](http://biosaimaa.fi/wp-content/uploads/2012/11/Torrefacion_of_biomass__Julkaisu_1_2012__06032012.pdf)
 782 [content/uploads/2012/11/Torrefacion_of_biomass__Julkaisu_1_2012__06032012.pdf](http://biosaimaa.fi/wp-content/uploads/2012/11/Torrefacion_of_biomass__Julkaisu_1_2012__06032012.pdf).
- 783 [14] J. Koppejan, S. Sokhansanj, S. Melin, S. Madrali, IEA Bioenergy Task 32 - final report: Status
 784 overview of torrefaction technologies, 2012.
 785 http://www.ieabcc.nl/publications/IEA_Bioenergy_T32_Torrefaction_review.pdf.
- 786 [15] M. Wilk, A. Magdziarz, I. Kalemba, P. Gara, Carbonisation of wood residue into charcoal during
 787 low temperature process, *Renew. Energy*. 85 (2016) 507–513.
 788 doi:<http://dx.doi.org/10.1016/j.renene.2015.06.072>.
- 789 [16] S. Proskurina, J. Heinimo, F. Schipfer, E. Vakkilainen, Biomass for industrial applications : The
 790 role of torrefaction, *Renew. Energy*. 111 (2017) 265–274.
 791 doi:<http://dx.doi.org/10.1016/j.renene.2017.04.015>.
- 792 [17] N. Soponpongpiat, U. Sae-Ueng, The effect of biomass bulk arrangements on the
 793 decomposition pathways in the torrefaction process, *Renew. Energy*. 81 (2015) 679–684.
 794 doi:<http://dx.doi.org/10.1016/j.renene.2015.03.060>.

- 795 [18] M. Svanberg, I. Olofsson, J. Flodén, A. Nordin, Analysing biomass torrefaction supply chain
796 costs, *Bioresour. Technol.* 142 (2013) 287–296.
797 doi:<http://dx.doi.org/10.1016/j.biortech.2013.05.048>.
- 798 [19] M. Svanberg, Á. Halldórsson, Supply chain configuration for biomass-to-energy: the case of
799 torrefaction, *Int. J. Energy Sect. Manag.* 7 (2013) 65–83.
800 doi:<http://dx.doi.org/10.1108/17506221311316489>.
- 801 [20] R. Suurs, Long distance bioenergy logistics. An assessment of costs and energy consumption
802 for various biomass energy transport chains, Utrecht, 2002.
803 [https://dspace.library.uu.nl/bitstream/handle/1874/25753/suurs_02_+longdistancebioenergylog](https://dspace.library.uu.nl/bitstream/handle/1874/25753/suurs_02_+longdistancebioenergylogistics.pdf?sequence=1)
804 [istics.pdf?sequence=1](https://dspace.library.uu.nl/bitstream/handle/1874/25753/suurs_02_+longdistancebioenergylogistics.pdf?sequence=1).
- 805 [21] R. Sikkema, M. Junginger, W. Pichler, S. Hayes, M. Keynes, The international logistics of wood
806 pellets for heating and power production in Europe: Costs, energy-input and greenhouse gas
807 balances of pellet consumption in Italy, Sweden and the Netherlands, *Biofuels, Bioprod.*
808 *Biorefining.* 4 (2010) 132–153. doi:<http://dx.doi.org/10.1002/bbb>.
- 809 [22] B.H. Ba, C. Prins, C. Prodron, Models for optimization and performance evaluation of biomass
810 supply chains: An Operations Research perspective, *Renew. Energy.* 87 (2016) 977–989.
811 doi:<http://dx.doi.org/10.1016/j.renene.2015.07.045>.
- 812 [23] B. Batidzirai, F. van der Hilst, H. Meerman, M. Junginger, A. Faaij, Optimization potential of
813 biomass supply chains with torrefaction technology, *Biofuels, Bioprod. Biorefining.* 8 (2014)
814 253–282. doi:10.1002/bbb.1458.
- 815 [24] D. Agar, J. Gil, D. Sanchez, I. Echeverria, M. Wihersaari, Torrefied versus conventional pellet
816 production - A comparative study on energy and emission balance based on pilot-plant data and
817 EU sustainability criteria, *Appl. Energy.* 138 (2015) 621–630.
818 doi:<http://dx.doi.org/10.1016/j.apenergy.2014.08.017>.
- 819 [25] A. Rentizelas, J. Li, Techno-economic and carbon emissions analysis of biomass torrefaction
820 downstream in international bioenergy supply chains for co-firing, *Energy.* 114 (2016) 129–142.
821 doi:<http://dx.doi.org/10.1016/j.energy.2016.07.159>.
- 822 [26] A. Uslu, A.P.C. Faaij, P.C.A. Bergman, Pre-treatment technologies, and their effect on
823 international bioenergy supply chain logistics. Techno-economic evaluation of torrefaction, fast
824 pyrolysis and pelletisation, *Energy.* 33 (2008) 1206–1223.
825 doi:<http://dx.doi.org/10.1016/j.energy.2008.03.007>.
- 826 [27] G. Gardbro, Techno-economic modeling of the supply chain for torrefied biomass, Umeå
827 University, 2014. <http://www.diva-portal.org/smash/get/diva2:722991/FULLTEXT01.pdf>.
- 828 [28] K. Damen, A. Faaij, A greenhouse gas balance of two existing international biomass import
829 chains: The case of residue co-firing in a pulverised coal-fired power plant in the Netherlands,
830 *Mitig. Adapt. Strateg. Glob. Chang.* 11 (2006) 1023–1050.
831 doi:<http://dx.doi.org/10.1007/s11027-006-9032-y>.
- 832 [29] D.R. McIlveen-Wright, Y. Huang, S. Rezvani, Y. Wang, A technical and environmental analysis
833 of co-combustion of coal and biomass in fluidised bed technologies, *Fuel.* 86 (2007) 2032–2042.
834 doi:<http://dx.doi.org/10.1016/j.fuel.2007.02.011>.
- 835 [30] Drax Group plc, drax: About us - Our businesses and projects, (2017).
836 <https://www.drax.com/about-us/our-businesses-and-projects/#drax-power>.
- 837 [31] Ministry for the Environment and the protection of Territory and Sea, Authorization for A2A
838 Thermal Power Station in Monfalcone, 2009.
839 <http://aia.minambiente.it/DettaglioDocumentoPub.aspx?id=23970>.

- 840 [32] National Forest Inventory, Biomass in live woodland trees in Britain: National Forest Inventory
841 Report, Edinburgh, 2011. [https://www.forestry.gov.uk/pdf/fcnfi114.pdf/\\$FILE/fcnfi114.pdf](https://www.forestry.gov.uk/pdf/fcnfi114.pdf/$FILE/fcnfi114.pdf).
- 842 [33] Renewable Energy Foundation, Biomass Supplies in Scotland, Dalkeith, 2010.
843 [http://www.ref.org.uk/attachments/article/140/123_Biomass 100516.pdf](http://www.ref.org.uk/attachments/article/140/123_Biomass%20100516.pdf).
- 844 [34] V. Motola, N. Colonna, V. Alfano, M. Gaeta, S. Sasso, V. De Luca, C. De Angelis, A. Soda, G.
845 Braccio, Report RSE (Ricerca Sistema Elettrico) - Censimento potenziale energetico biomasse,
846 metodo indagine, atlante Biomasse su WEB-GIS, 2009.
847 [http://www.enea.it/it/Ricerca_sviluppo/documenti/ricerca-di-sistema-elettrico/censimento-](http://www.enea.it/it/Ricerca_sviluppo/documenti/ricerca-di-sistema-elettrico/censimento-biomasse/rse167.pdf)
848 [biomasse/rse167.pdf](http://www.enea.it/it/Ricerca_sviluppo/documenti/ricerca-di-sistema-elettrico/censimento-biomasse/rse167.pdf).
- 849 [35] Š.P. Malovrh, V. Leban, J. Krč, L.Z. Stirn, Slovenia : Country report, Ljubljana, 2012.
850 [http://www.bf.uni-](http://www.bf.uni-lj.si/index.php?eID=dumpFile&t=f&f=14316&token=468116d57f07e3fe4844e1b3821867868f29507b)
851 [lj.si/index.php?eID=dumpFile&t=f&f=14316&token=468116d57f07e3fe4844e1b3821867868f](http://www.bf.uni-lj.si/index.php?eID=dumpFile&t=f&f=14316&token=468116d57f07e3fe4844e1b3821867868f29507b)
852 [29507b](http://www.bf.uni-lj.si/index.php?eID=dumpFile&t=f&f=14316&token=468116d57f07e3fe4844e1b3821867868f29507b).
- 853 [36] M. Junginger, T. Bolkesjø, D. Bradley, P. Dolzan, A. Faaij, J. Heinimö, B. Hektor, Ø. Leistad,
854 E. Ling, M. Perry, E. Piacente, F. Rosillo-Calle, Y. Ryckmans, P.P. Schouwenberg, B. Solberg,
855 E. Trømborg, A. da S. Walter, M. de Wit, Developments in international bioenergy trade,
856 Biomass and Bioenergy. 32 (2008) 717–729.
857 doi:<http://dx.doi.org/10.1016/j.biombioe.2008.01.019>.
- 858 [37] D. Bradley, B. Hektor, M. Wild, M. Deutmeyer, P.-P. Schouwenberg, J.R. Hess, J.S. Tumuluru,
859 K. Bradburn, IEA Bioenergy Task 40: Low Cost, Long Distance Biomass Supply Chains,
860 Utrecht, 2013.
861 [https://www.researchgate.net/publication/256088240_Low_cost_long_distance_biomass_supp](https://www.researchgate.net/publication/256088240_Low_cost_long_distance_biomass_supply_chains)
862 [ly_chains](https://www.researchgate.net/publication/256088240_Low_cost_long_distance_biomass_supply_chains).
- 863 [38] F. Sebastián, J. Royo, M. Gómez, Co-firing versus biomass fired power plants : GHG (
864 Greenhouse Gases) emissions savings comparison by means of LCA (Life Cycle Assessment
865) methodology, Energy. 36 (2011) 2029–2037.
866 doi:<http://dx.doi.org/10.1016/j.energy.2010.06.003>.
- 867 [39] D. Agar, The Feasibility of Torrefaction for the Co-Firing of Wood in Pulverised-Fuel Boilers,
868 Åbo, Finland, 2015.
869 https://www.doria.fi/bitstream/handle/10024/117763/agar_david.pdf?sequence=2.
- 870 [40] National Energy Foundation, NEF|Simple Carbon Calculator, (2015). [http://www.carbon-](http://www.carbon-calculator.org.uk/index2015.html)
871 [calculator.org.uk/index2015.html](http://www.carbon-calculator.org.uk/index2015.html) (accessed July 30, 2016).
- 872 [41] Ministry for the Environment, Guidance for voluntary corporate greenhouse gas reporting -
873 2015: Data and methods for the 2013 calendar year., New Zealand, 2015.
874 [http://www.mfe.govt.nz/publications/climate-change/guidance-voluntary-corporate-](http://www.mfe.govt.nz/publications/climate-change/guidance-voluntary-corporate-greenhouse-gas-reporting-data-and-methods)
875 [greenhouse-gas-reporting-data-and-methods](http://www.mfe.govt.nz/publications/climate-change/guidance-voluntary-corporate-greenhouse-gas-reporting-data-and-methods).
- 876 [42] Greenhouse Gas Protocol, Excel spreadsheet: emission factors from cross-sector tools, (2012).
877 <http://www.ghgprotocol.org/calculation-tools/all-tools>.
- 878 [43] Enerdata, Slovenia: Energy efficiency report, 2011.
879 <https://library.e.abb.com/public/583b64aa2baddef6c12578e2005291a6/Slovenia.pdf>.
- 880 [44] Ecometrica, Electricity-specific emission factors for grid electricity, 2011.
881 <https://ecometrica.com/assets/Electricity-specific-emission-factors-for-grid-electricity.pdf>.
- 882 [45] J.-B. Michel, C. Mahmed, J. Ropp, J. Richard, M. Sattler, M. Schmid, Combustion and life-
883 cycle evaluation of torrefied wood for decentralized heat and power production, in: 9th Eur.
884 Conf. Ind. Furn. Boil., 2011: pp. 1–12. <http://www.sib.heig->

- 885 vd.ch/téléchargements/Documents/Paper_INFUB1_JBM_V4.pdf.
- 886 [46] F. Biedermann, T. Brunner, C. Mandl, I. Obernberger, W. Kanzian, S. Feldmeier, M. Schwabl,
887 H. Hartmann, P. Turowski, E. Rist, C. Schön, Production of Solid Sustainable Energy Carriers
888 from Biomass by Means of Torrefaction: Deliverable No. D7.3 and No. D7.4 – Executive
889 Summary, 2014. [https://sector-project.eu/fileadmin/downloads/deliverables/D7.3_7.4-](https://sector-project.eu/fileadmin/downloads/deliverables/D7.3_7.4-combustion_behaviour__combustion_screening_and_fuel_assessment_Bios__final.pdf)
890 [combustion_behaviour__combustion_screening_and_fuel_assessment_Bios__final.pdf](https://sector-project.eu/fileadmin/downloads/deliverables/D7.3_7.4-combustion_behaviour__combustion_screening_and_fuel_assessment_Bios__final.pdf).
- 891 [47] A. Maciejewska, H. Veringa, J. Sanders, S.D. Peteves, CO-FIRING OF BIOMASS WITH
892 COAL: CONSTRAINTS AND ROLE OF BIOMASS PRE-TREATMENT, The Netherlands,
893 2006. [http://www.canadiancleanpowercoalition.com/files/7712/8330/1763/BM2](http://www.canadiancleanpowercoalition.com/files/7712/8330/1763/BM2_EUR22461EN.pdf)
894 [- EUR22461EN.pdf](http://www.canadiancleanpowercoalition.com/files/7712/8330/1763/BM2_EUR22461EN.pdf).
- 895 [48] F. Al-Mansour, J. Zuwala, An evaluation of biomass co-firing in Europe, *Biomass and*
896 *Bioenergy*. 34 (2010) 620–629. doi:<http://dx.doi.org/10.1016/j.biombioe.2010.01.004>.
- 897 [49] P.C. a Bergman, a R. Boersma, R.W.R. Zwart, J.H. a Kiel, ECN report: Torrefaction for biomass
898 co-firing in existing coal-fired power stations - “BIOCOAL,” The Netherlands, 2005.
899 <https://www.ecn.nl/docs/library/report/2005/c05013.pdf>.
- 900 [50] B.S. Hoffmann, A. Szklo, R. Schaeffer, An evaluation of the techno-economic potential of co-
901 firing coal with woody biomass in thermal power plants in the south of Brazil, *Biomass and*
902 *Bioenergy*. 45 (2012) 295–302. doi:<http://dx.doi.org/10.1016/j.biombioe.2012.06.016>.
- 903 [51] Z. Khorshidi, M.T. Ho, D.E. Wiley, The impact of biomass quality and quantity on the
904 performance and economics of co-firing plants with and without CO₂ capture, *Int. J. Greenh.*
905 *Gas Control*. 21 (2014) 191–202. doi:<http://dx.doi.org/10.1016/j.ijggc.2013.12.011>.
- 906 [52] R. Boardman, K. Cafferty, M. Bearden, J. Cabe, Logistics, Costs, and GHG Impacts of Utility-
907 Scale Cofiring with 20% Biomass, 2013.
908 [https://www.researchgate.net/publication/282157146_Logistics_Costs_and_GHG_Impacts_of](https://www.researchgate.net/publication/282157146_Logistics_Costs_and_GHG_Impacts_of_Utility-Scale_Cofiring_with_20_Biomass)
909 [_Utility-Scale_Cofiring_with_20_Biomass](https://www.researchgate.net/publication/282157146_Logistics_Costs_and_GHG_Impacts_of_Utility-Scale_Cofiring_with_20_Biomass).
- 910 [53] E. Agbor, A.O. Oyedun, X. Zhang, A. Kumar, Integrated techno-economic and environmental
911 assessments of sixty scenarios for co-firing biomass with coal and natural gas, *Appl. Energy*.
912 169 (2016) 433–449. doi:<http://dx.doi.org/10.1016/j.apenergy.2016.02.018>.
- 913 [54] Forest Research, Calorific value as a function of moisture content: Excel spreadsheet tool,
914 (2013). <http://www.forestry.gov.uk/fr/bee9-9ukqcn>.
- 915 [55] B. Batidzirai, A.P.C. Faaij, E. Smeets, Biomass and bioenergy supply from Mozambique,
916 *Energy Sustain. Dev.* 10 (2006) 54–81. doi:[http://dx.doi.org/10.1016/S0973-0826\(08\)60507-4](http://dx.doi.org/10.1016/S0973-0826(08)60507-4).
- 917 [56] M. Hoque, S. Sokhansanj, T. Bi, S. Mani, L. Jafari, J. Lim, P. Zaini, S. Melin, T. Sowlati, M.
918 Afzal, Economics of Pellet Production for Export Market, 2006 CSBE/SCGAB, Edmonton, AB
919 Canada, July 16-19, 2006. (2006) 1–15. doi:<http://dx.doi.org/10.13031/2013.22062>.
- 920 [57] Y. Qian, W. McDow, The Wood Pellet Value Chain - An economic analysis of the wood pellet
921 supply chain from the Southeast United States to European Consumers., 2013.
922 http://www.usendowment.org/images/The_Wood_Pellet_Value_Chain_Revised_Final.pdf.
- 923 [58] X-Rates: Exchange Rates, (2016). www.x-rates.com (accessed June 25, 2016).
- 924 [59] Eurostat, Producer prices in industry, EU-28, (2016). [http://ec.europa.eu/eurostat/statistics-](http://ec.europa.eu/eurostat/statistics-explained/index.php/Industrial_producer_price_index_overview)
925 [explained/index.php/Industrial_producer_price_index_overview](http://ec.europa.eu/eurostat/statistics-explained/index.php/Industrial_producer_price_index_overview) (accessed May 30, 2016).
- 926 [60] J. Flodén, Opportunities and challenges for rail transport of solid wood biofuel, *Eur. J. Transp.*
927 *Infrastruct. Res.* 16 (2016) 512–553. <https://d1r1kab7tlqy5f1.cloudfront.net/TBM/Over>

- 928 faculteit/Afdelingen/Engineering Systems and Services/EJTIR/Back issues/16.4/2016_04_00
929 Opportunities and challenges.pdf.
- 930 [61] ISCC, ISCC 205: GHG Emissions Calculation Methodology and GHG Audit, 2011.
931 https://www.iscc-system.org/wp-content/uploads/2017/02/ISCC_DE_205_GHG-emission-
932 [calculation-methodology.pdf](https://www.iscc-system.org/wp-content/uploads/2017/02/ISCC_DE_205_GHG-emission-calculation-methodology.pdf).
- 933 [62] Ship&Bunker, News and intelligence for the marine fuels industry: average bunker prices,
934 (2016). <https://shipandbunker.com/prices/av/global/av-glb-global-average-bunker-price>
935 (accessed May 28, 2016).
- 936 [63] Hudson Shipping Lines, Vessel info: handymax, (2016). <http://hudsonshipping.com/?q=node/95>
937 (accessed May 30, 2016).
- 938 [64] Pacific Basin Shipping Limited, Analysis of Daily Vessel Costs, 2015.
939 [http://www.pacificbasin.com/upload/en/ir/financial_disclosure/report/2015/IR/07 Analysis of](http://www.pacificbasin.com/upload/en/ir/financial_disclosure/report/2015/IR/07_Analysis_of)
940 [Daily Vessel Costs.pdf](http://www.pacificbasin.com/upload/en/ir/financial_disclosure/report/2015/IR/07_Analysis_of).
- 941 [65] L.J. Naimi, S. Sokhansanj, S. Mani, M. Hoque, T. Bi, A.R. Womac, S. Narayan, Cost and
942 performance of woody biomass size reduction for energy production, in: CSBE/SCGAB 2006
943 Annu. Conf., Edmonton, Alberta, 2006: pp. 1–13.
944 <http://biomasslogistics.org/Publications/29naimi.pdf>.
- 945 [66] M. Temmermana, P.D. Jensen, J. Hebert, Von Rittinger theory adapted to wood chip and pellet
946 milling, in a laboratory scale hammermill, *Biomass and Bioenergy*. 56 (2013) 70–81.
947 doi:<http://dx.doi.org/10.1016/j.biombioe.2013.04.020>.
- 948 [67] L. Corbella, M. Cocchi, C. Sagarese, ENCROP: MANUALE - Produzione ed utilizzo di
949 biomasse ligno cellulosiche da colture dedicate, 2010.
950 <https://ec.europa.eu/energy/intelligent/projects/sites/iee->
951 [projects/files/projects/documents/encrop_italian_handbook.pdf](https://ec.europa.eu/energy/intelligent/projects/sites/iee-projects/files/projects/documents/encrop_italian_handbook.pdf).
- 952 [68] M. Triplat, P. Prisljan, T. Jemec, M. Piškur, N. Krajnc, Regional Profile of the Biomass Sector
953 in Slovenia, Ljubljana, 2013. http://www.foropa.eu/files/country_reports/country_report
954 [romania.pdf](http://www.foropa.eu/files/country_reports/country_report_romania.pdf)
http://www.foropa.eu/files/country_reports/Country_Report_Romania.pdf.
- 955 [69] D. Galbraith, P. Smith, N. Mortimer, R. Stewart, M. Hobson, G. McPherson, R. Matthews, P.
956 Mitchell, M. Nijnik, J. Norris, U. Skiba, J. Smith, W. Towers, Environmental Research Report
957 2006/02: Review of Greenhouse Gas Life Cycle Emissions , Air Pollution Impacts and
958 Economics of Biomass Production and Consumption in Scotland, Edinburgh, 2006.
959 <http://www.gov.scot/Publications/2006/09/22094104/0>.
- 960 [70] GlobalPetrolPrices, Diesel prices, liter, (2016).
961 http://www.globalpetrolprices.com/diesel_prices/ (accessed June 13, 2016).
- 962 [71] climatescope, Climatescope: Results, (2016). <http://global-climatescope.org/en/results/>
963 (accessed June 10, 2016).
- 964 [72] Eurostat, Natural gas price statistics, EU-28, (2016). [http://ec.europa.eu/eurostat/statistics-](http://ec.europa.eu/eurostat/statistics-explained/index.php/Natural_gas_price_statistics)
965 [explained/index.php/Natural_gas_price_statistics](http://ec.europa.eu/eurostat/statistics-explained/index.php/Natural_gas_price_statistics) (accessed September 5, 2016).
- 966 [73] eia, U.S. Energy Information Administration:Independent Statistics & Analysis, (2016).
967 <http://www.eia.gov/> (accessed June 30, 2016).
- 968 [74] Eurostat, Electricity price statistics, EU-28, (2016). [http://ec.europa.eu/eurostat/statistics-](http://ec.europa.eu/eurostat/statistics-explained/index.php/Electricity_price_statistics)
969 [explained/index.php/Electricity_price_statistics](http://ec.europa.eu/eurostat/statistics-explained/index.php/Electricity_price_statistics) (accessed September 1, 2016).
- 970 [75] ABP HUMBER, GRIMSBY & IMMINGHAM - RATES AND CHARGES AND STANDARD

- 971 TERMS AND CONDITIONS OF TRADE, Grimsby, 2016.
972 [http://www.humber.com/admin/content/files/Pilotage and Charges/ABP Port](http://www.humber.com/admin/content/files/Pilotage_and_Charges/ABP_Port_Charges/GandI_Charges_2016.pdf)
973 [Charges/GandI_Charges_2016.pdf](http://www.humber.com/admin/content/files/Pilotage and Charges/ABP Port_Charges/GandI_Charges_2016.pdf).
- 974 [76] LUKA KOPER - Port of Koper, Luka Koper Tariffs (valid until 28 Feb 2017), (2016).
975 <https://luka-kp.si/eng/tariffs>.
- 976 [77] Sea route&distance - Ports.com, World seaports catalogue, marine and seaports marketplace,
977 (2016). <http://ports.com/sea-route/> (accessed May 30, 2016).
- 978 [78] D. Thrän, J. Witt, K. Schaubach, J. Kiel, M. Carbo, J. Maier, C. Ndibe, J. Koppejan, E.
979 Alakangas, S. Majer, F. Schipfer, Moving torrefaction towards market introduction - Technical
980 improvements and economic-environmental assessment along the overall torrefaction supply
981 chain through the SECTOR project, *Biomass and Bioenergy*. 89 (2016) 184–200.
982 doi:<http://dx.doi.org/10.1016/j.biombioe.2016.03.004>.
- 983 [79] World DataBank, World Development Indicators: Electricity production, (2014).
984 <http://wdi.worldbank.org/table/3.7> (accessed July 10, 2016).
- 985 [80] N.A. Odeh, T.T. Cockerill, Life cycle analysis of UK coal fired power plants, *Energy Convers.*
986 *Manag.* 49 (2008) 212–220. doi:<http://dx.doi.org/10.1016/j.enconman.2007.06.014>.
- 987 [81] NCASI, Calculation Tools for Estimating Greenhouse Gas Emissions from Wood Product
988 Facilities, 2005. [http://www.ncasi.org/Programs/Climate-Change/Resources/GHG-Calculation-](http://www.ncasi.org/Programs/Climate-Change/Resources/GHG-Calculation-Tools/GHG-Tools-Wood-Products/Index.aspx)
989 [Tools/GHG-Tools-Wood-Products/Index.aspx](http://www.ncasi.org/Programs/Climate-Change/Resources/GHG-Calculation-Tools/GHG-Tools-Wood-Products/Index.aspx).
- 990 [82] A. Marcu, M. Elkerbout, W. Stoefs, 2016 State of the EU ETS Report, 2016. [http://www.ceps-](http://www.ceps-ech.eu/publication/2016-state-eu-ets-report)
991 [ech.eu/publication/2016-state-eu-ets-report](http://www.ceps-ech.eu/publication/2016-state-eu-ets-report).
- 992 [83] S. Simoes, P. Fortes, J. Seixas, G. Huppes, Assessing effects of exogenous assumptions in GHG
993 emissions forecasts - a 2020 scenario study for Portugal using the Times energy technology
994 model, *Technol. Forecast. Soc. Change.* 94 (2015) 221–235.
995 doi:<http://dx.doi.org/10.1016/j.techfore.2014.09.016>.
- 996 [84] L.N. Eriksson, Comparative analyses of forest fuels in a life cycle perspective with a focus on
997 transport systems, *Resour. Conserv. Recycl.* 52 (2008) 1190–1197.
998 doi:<http://dx.doi.org/10.1016/j.resconrec.2008.06.009>.
- 999
1000

Pelletization	Advantages	References
	<ul style="list-style-type: none"> · Well established and commercially practiced process; · High energy density compared with untreated feedstock and chips; 	[11,14]
	Issues	
	<ul style="list-style-type: none"> · Energy intensive process. · Limited variety of biomass feedstock suitable for pelletization. · Pellets require special treatment and dedicated equipment (e.g. milling and feeding) for co-firing in existing coal power stations. · Pellets are not water resistant, must be stored in protected environment or silos. 	[11,19]
Torrefaction in combination with pelletization	Advantages	
	<ul style="list-style-type: none"> · Could be applied to a wide variety of feedstock (softwood, hardwood, herbaceous, waste) <p>Compared with traditional pellets, torrefied pellets have:</p> <ul style="list-style-type: none"> · Higher bulk and energy density; · Higher mechanical strength and lower dust formation; · Better hydrophobicity and reduced biological degradation, resulting in no need for covering and for expensive storage solutions; · Homogeneity and grindability properties similar to coal, therefore no need of dedicated milling and feeding infrastructure at coal power plants. 	[11–18]
	Issues	
	<ul style="list-style-type: none"> · New and emerging technology, with limited industrial applications to date and high capital costs. · Limited data on process and pellet properties are available from a few pilot plants. · The process is more energy intensive than pelletization. 	[11,12,14,15]

1001 Table 1 Comparison of torrefaction and pelletization pre-treatment technologies.

Co-firing plant	Unit	Value	Sources
Nominal power	MWe	600	[50]
Capacity factor	%	85	[51–53]
Electric efficiency with 100% coal	%	38,74	[25]
Co-firing rate	%	8	[48]
Electrical efficiency with co-firing	%	38,18	[25]
Operating time	h/yr	7600	
Lifetime	yr	15	

1002 Table 2 Reference co-firing plant characteristics.

1003

Properties before treatment*	Hardwood chips	Softwood chips

Bulk density kg/m ³	317	224
LHV MJ/kgd	10,4	10,4
mc%	40	40
*sources: [54]		

1004 Table 3 Properties of biomass before treatment, after chipping at the roadside.

1005

Properties after treatment*	BP	WP	C (hardwood)	C (softwood)
Bulk density kg/m ³	800	575	317	224
LHV MJ/kgd	21	17	14,7	14,7
mc%	3	8,5	20	20
*sources: [12,26,27,54]				

1006 Table 4 Properties of pellets (short and long supply chain) and chips (only short supply chain) after treatment.

1007

Abbreviation	Type of supply chain	Biomass delivered	Export country	Import country
L/WP/BR-IT	Long-distance	White pellet	Brazil	Italy
L/WP/BR-GB	Long-distance	White pellet	Brazil	GB
L/BP/BR-IT	Long-distance	Black pellet	Brazil	Italy
L/BP/BR-GB	Long-distance	Black pellet	Brazil	GB
L/WP/MZ-IT	Long-distance	White pellet	Mozambique	Italy
L/WP/MZ-GB	Long-distance	White pellet	Mozambique	GB
L/BP/MZ-IT	Long-distance	Black pellet	Mozambique	Italy
L/BP/MZ-GB	Long-distance	Black pellet	Mozambique	GB
L/WP/US-IT	Long-distance	White pellet	South East US	Italy
L/WP/US-GB	Long-distance	White pellet	South East US	GB
L/BP/US-IT	Long-distance	Black pellet	South East US	Italy
L/BP/US-GB	Long-distance	Black pellet	South East US	GB
S/C/IT	Short-distance	Wood chips	North Italy	Italy
S/WP/IT	Short-distance	White pellets	North Italy	Italy
S/BP/IT	Short-distance	Black pellets	North Italy	Italy
S/C/SI-IT	Short-distance	Wood chips	Slovenia	Italy
S/WP/SI-IT	Short-distance	White pellets	Slovenia	Italy
S/BP/SI-IT	Short-distance	Black pellets	Slovenia	Italy
S/C/GB	Short-distance	Wood chips	Scotland	GB
S/WP/GB	Short-distance	White pellets	Scotland	GB
S/BP/GB	Short-distance	Black pellets	Scotland	GB

1008 Table 5 Summary of all cases studied.

1009

1010

Main input parameter-transport	Unit	Value	Source
<i>Truck transportation</i>			
Chips: Nominal capacity-volume	m ³	130	[10]
Chips: Nominal capacity-weight	t	40	
Pellets: Nominal capacity-volume	m ³	80	[20]
Pellets: Nominal capacity-weight	t	35	
Loading/ unloading cost	€/m ³	0,543	[10]
Loading/ unloading speed	m ³ /h	260	
Loading/ unloading consumption	l/h	7	[60]
Diesel consumption full load	l/km	0,5	[50]
Diesel consumption return trip (empty)	l/km	0,25	[61]
Average speed	km/h	65	[10]
Charter cost	€/km	0,92	
<i>Train transportation</i>			
Nominal capacity-volume	m ³	2500	[10]
Nominal capacity-weight	t	1000	
Loading /unloading cost	€/m ³	0,25	
Loading/ unloading speed	m ³ /h	240	
Loading/ unloading consumption	kWhe/td	2,777	[20]
Diesel consumption (US & MZ)	MJ/t*km	0,5	
Diesel LHV	MJ/l	36,3	[55]
Electricity consumption (GB & IT)	kWhe/t*km	0,075	[61,84]
Average speed	km/h	75	[10]
Charter cost	€/km	7,92	[55]
<i>Sea transportation</i>			
Nominal capacity-volume	m ³	56250	[27]
Nominal capacity-weight	t	45000	
Loading time	t/h	700	[20]
Unloading time	t/h	300	
Loading/ unloading consumption	kWhe/td	11,08	
HFO consumption	t/km	0,04	
HFO cost	€/t	168,75	[62]
Average speed	knots	14	[63]
Charter cost	€/day	7326,58	[64]

1011 Table 6 Model input data: transport parameters.

1012
 1013
 1014
 1015
 1016

Main input parameter- logistics	Unit	Value	Source
<i>Chipping at the roadside</i>			
CAPEX	M€	0,33	[65]
Maintenance	% of CAPEX	20	
Diesel consumption	l/h	115,74	
Operating time	h/yr	5480	
Capacity	kg _{Raw Material} /h	83,5	
Labour cost	€/h	17,24	
<i>Handling & Storage</i>			
Electricity consumption	kWhe/MWh	0,25	[5]
Fuel consumption	l diesel/MWh	0,02	
Maintenance	% of CAPEX	3	[20]
<i>Bunker-C</i>			
mc loss (chips with mc >20%)	%/month	1,5	[20]
Size - volume	m ³	25000	
CAPEX	M€	2,12	
<i>Silos-WP</i>			
Size - volume	m ³	5000	[20]
CAPEX	M€	0,37	
<i>Outdoor uncovered- BP</i>			
Size - volume	m ³	3000	[20]
CAPEX	M€	0,03	
<i>Handling & storage at final user</i>			
Electricity consumption	kWhe/MWh	2,1	[5]
<i>Pulverising at the plant: only for white pellet and wood chips</i>			
Number of hammer mills	-	3	[20]
CAPEX	M€	1,2	
Lifetime yr	yr	15	
Load capacity	t/h	150	
Total power installed	kW	720	
<i>Electricity consumption</i>			
Wood chips	kWhe/t	116-118	[24,66]
White pellets	kWhe/t	50	

1017 Table 7 Model input data: storage and chipping parameters.

1018

Country dependent parameter	Unit	Value	Source
<i>Biomass price</i>			
Brazil	€/t	14,4	[10]
Italy	€/t	58,6	[67]
Mozambique	€/t	13,3	[23]
Slovenia	€/td	84,4	[68]
GB	€/td	69,1	[69]
US	€/t	17,8	[57]
<i>Diesel price</i>			
Brazil	€/l	0,77	[70]
Italy	€/l	1,31	
Mozambique	€/l	0,66	
Slovenia	€/l	1,13	
GB	€/l	1,41	
US	€/l	0,56	
<i>Natural gas price</i>			
Mozambique	€/kWh	0,025253	[71]
Italy	€/kWh	0,029335	[72]
Slovenia	€/kWh	0,031772	
GB	€/kWh	0,032552	[73]
US	€/kWh	0,018142	
Brazil	€/kWh	0,015508	Adapted from [73]
<i>Electricity price</i>			
Brazil	€/kWh	0,0771	[71]
Mozambique	€/kWh	0,0319	
Italy	€/kWh	0,0896	[74]
Slovenia	€/kWh	0,0693	
GB	€/kWh	0,1425	
US	€/kWh	0,0594	[73]
<i>Port fees</i>			
Brazil	€/m ³	8,62	Adapted from [27]
Mozambique	€/m ³	11,91	
US	€/m ³	8,45	
GB	€/t	7,5	[75]
Italy	€/t	5	[76]
<i>Electricity emission factor</i>			
Brazil	KgCO ₂ eq/kWh	0,109907	[44]
Italy	KgCO ₂ eq/kWh	0,435266	
Mozambique	KgCO ₂ eq/kWh	0,000492	[42]
Slovenia	KgCO ₂ eq/kWh	0,316025	[42,43]
GB	KgCO ₂ eq/kWh	0,548402	[44]
US	KgCO ₂ eq/kWh	0,586667	

1019 Table 8 Model input data: electricity emission factors, biomass and fuels prices.

1020

Distance between the ports *	GB- port of Immingham		Slovenia- port of Koper	
	nm	km	nm	km
Brazil – port of Belem	5766	10678,6	6228	11534,3
Mozambique – port of Nacala	7817	14477,1	5540	10260,1
South East US- port of Savannah	4752	8800,7	5824	10786,1
* sources:[77]				

1021 Table 9 Average distance between the ports in nm (nautical miles) and km.

1022

	Biomass mass flow required at power plant (kt/yr)	Biomass flow required at collection stage (kt/yr)		
		L/BR	L/MZ&US	S
BP	139,23	435,33	439,68	400,27
WP	171,99	430,78	435,09	396,09
C	198,90			264,79

1023 Table 10 Initial and final biomass flows.

1024

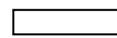
1025

Case→ Parameter ↓	<i>Long-distance supply chain (L) Switching values from BP to WP</i>				<i>Short-distance supply chain (S) switching values from C to BP</i>			<i>Switching values from L/BP to S/C</i>			
	L/US-IT	L/MZ-IT	L/US-GB	L/BR-GB	S/GB	S/SI-IT	S/IT	L/BP/BR- GB → S/C/GB	L/BP/US- GB → S/C/GB	L/BP/US-IT → S/C/SI-IT	L/BP/MZ-IT → S/C/IT
Biomass cost	+2909 %	+3468 %	+3359 %	+4865 %	-78%	-22%	-87%	+39 %	+8%	+38%	+100 %
CAPEX torrefaction reactor	+136 %	+131 %	+160%	+197%		-97%		+155 %	+38 %	+174 %	+362 %
Lifetime BP	-74%	-73%	-77%	-80%				-76%	-44%	-78%	-88%
Electricity price EC	+727 %	+1310 %	+858%	+804%		+392 %		+96 %	+31 %	+145 %	+559 %
Diesel cost	+2775 7%	+2260 3%	+32846 %	+28161 %		+227 %	+1064 %	+220 %	+79 %	+365 %	+642 %
HFO cost								+513 %	+156 %	+588 %	+1285 %
Electricity price IC						+76,4 %		+668 %	+167 %	+1794 %	+3729 %
CAPEX mills at the plant					+1475 %	+607 %	+2725 %				
LHV F				+6150 %				+236 %	+72 %	+320 %	+88%
LHV BP	-10%	-10%	-11%	-14%	+18%	+7%	+27%	-11%	-3%	-12%	-23%
LHV WP or C	+9%	-9%	+11%	+15%	-13%	-5%	-20%				
Bulk density F	-13%		-99%	-99%				-46%	-17%	-46%	-61%
Bulk density BP	-35%	-42%	-48%	-52%				-45%	-18%	-48%	-60%
Bulk density WP or C	-77%	-53%	+124%	+162%	-37%	-17%	-47%				

1026

Parameter value change in % compared to baseline:

	± 0-20%
	± 20-50%
	± 50-100%
	± 100-200%
	± 200-500%
	> ± 500%
	unreachable

 independent

Acronyms

EC = Export Country

IC = Import Country

F = Feedstock: wet, after chipping at the roadside.

1027

Table 11 Switching values for supply chain costs, expressed as percentage variation from baseline values.

1028

Case → Parameter ↓	<i>Long-distance supply chain (L) Switching values from BP to WP</i>				<i>Short-distance supply chain (S) switching values from C to BP</i>			<i>Switching values from L/BP to S/C</i>			
	L/US-IT	L/MZ-IT	L/US-GB	L/BR-GB	S/GB	S/SI-IT	S/IT	L/BP/BR- GB→ S/C/GB	L/BP/US-GB → S/C/GB	L/BP/US- IT→ S/C/SI-IT	L/BP/MZ-IT→ S/C/IT
Electricity emission factor EC	+103%		+121%	+1247%		+23%*		+161%	-47%	-73%	+39887%
Electricity emission factor IC	-79%		-69%			-18%*		+246%			+725%
LHV F	+17881%		+21054%	+6150%		+342%		+369%			+430%
LHV BP	-9%	-36%	-10%	-31%	+11%	-12%*	+10%	-29%	+45%	+92%	-39%
LHV WP or C	+10%	+56%	11%	+44%	-10%	+13%*	-9%				
Bulk density F								-97%			-97%
Bulk density BP	-39%	-58%	-48%	-60%	100%	+182%*		-57%			-61%
Bulk density WP or C	+60%	+405%	+116%	641%		-99%*	-33%				

*Only for Slovenia: switching values from BP to C

Parameter value change in % compared to baseline:

	± 0-20%
	± 20-50%
	± 50-100%
	± 100-200%
	± 200-500%
	> ± 500%
	unreachable
	independent

Acronyms

EC = Export Country

IC = Import Country

F = Feedstock: wet, after chipping at the roadside.

Table 12 Switching values for supply chain emissions, expressed as percentage variation from reference values.

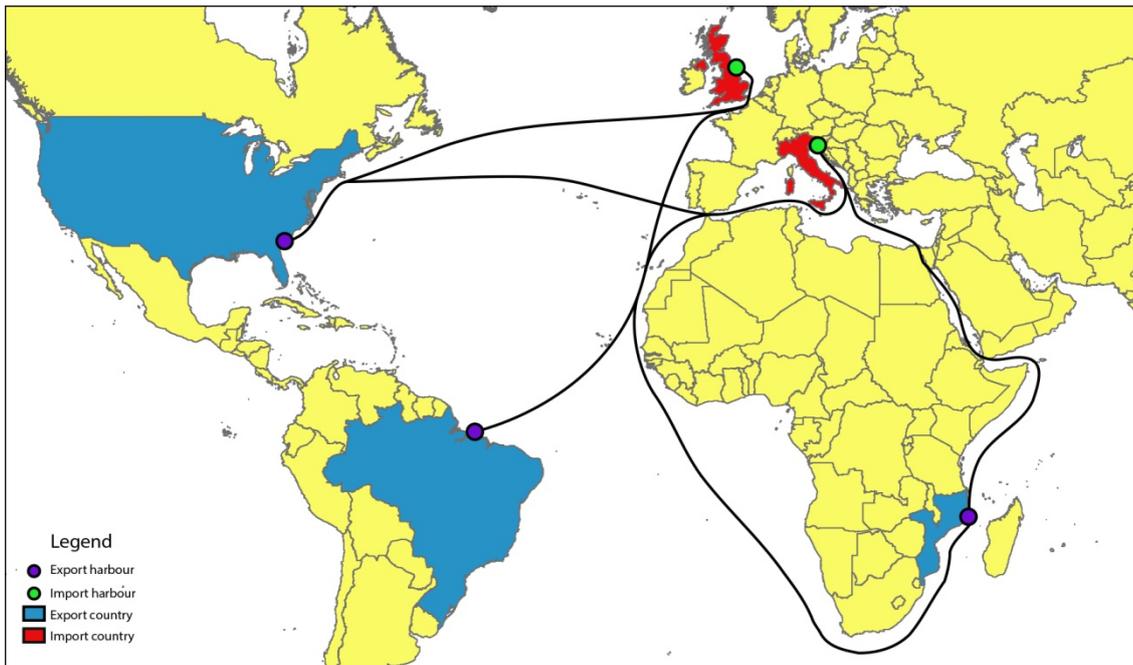


Figure 1 Representation of import & export countries and shipping routes.

Figure 2 Structure of long and short distance supply chain scenarios for C, WP and BP.

ACCEPTED MANUSCRIPT

Figure 3 I/O diagram of long distance supply chain.

ACCEPTED MANUSCRIPT

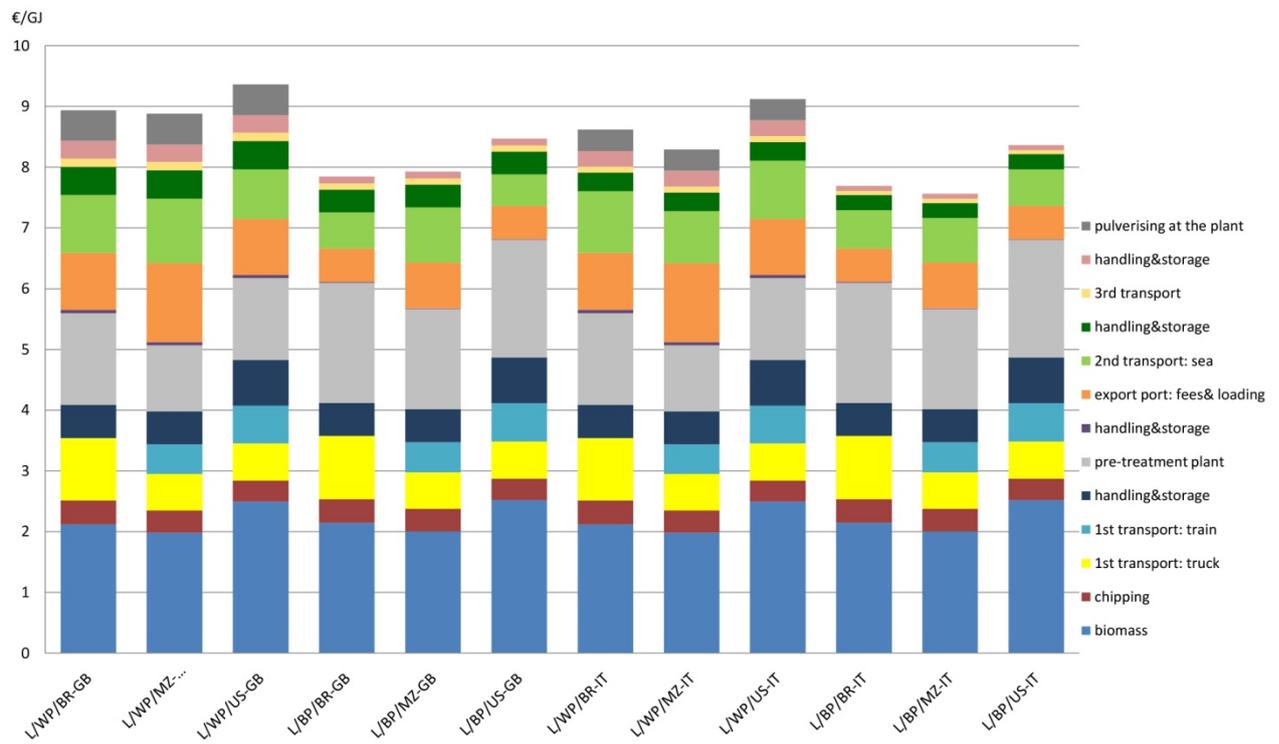


Figure 4 Cost breakdown for WP and BP on long distance supply chains.

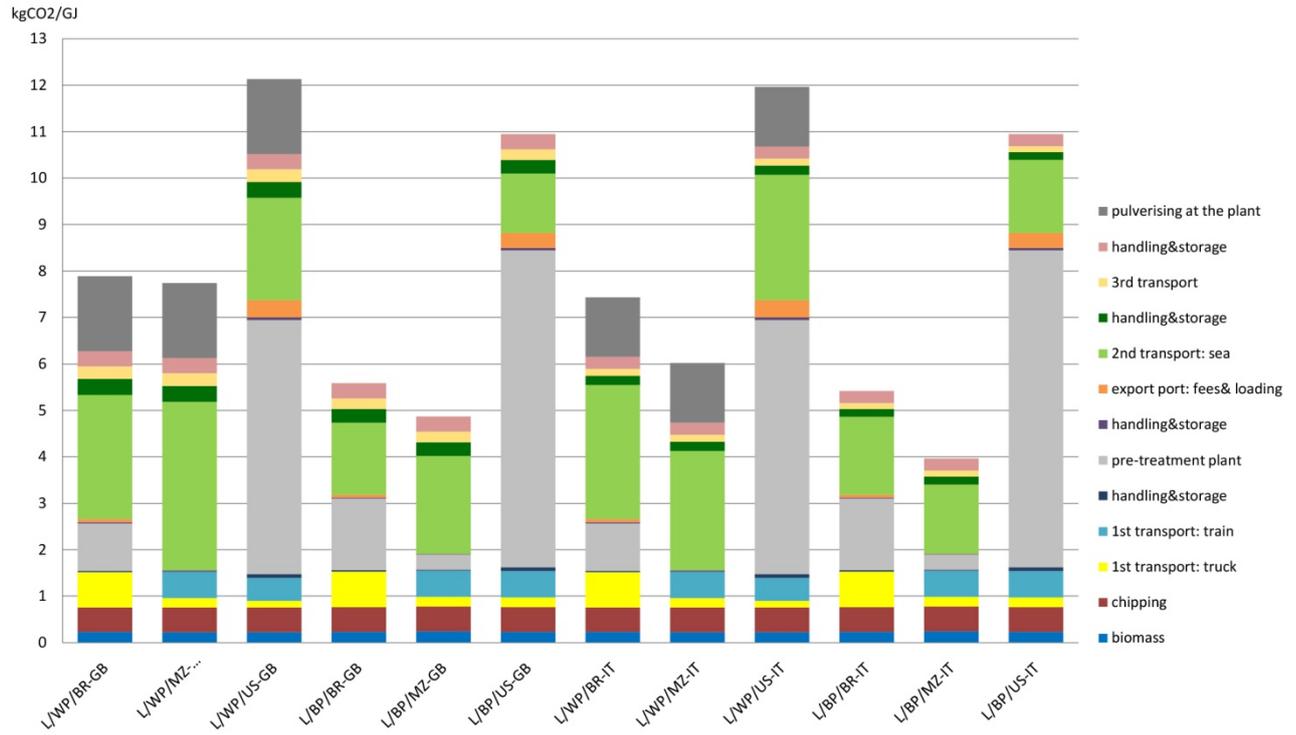


Figure 5 Emission factor breakdown for WP and BP on long distance supply chains.

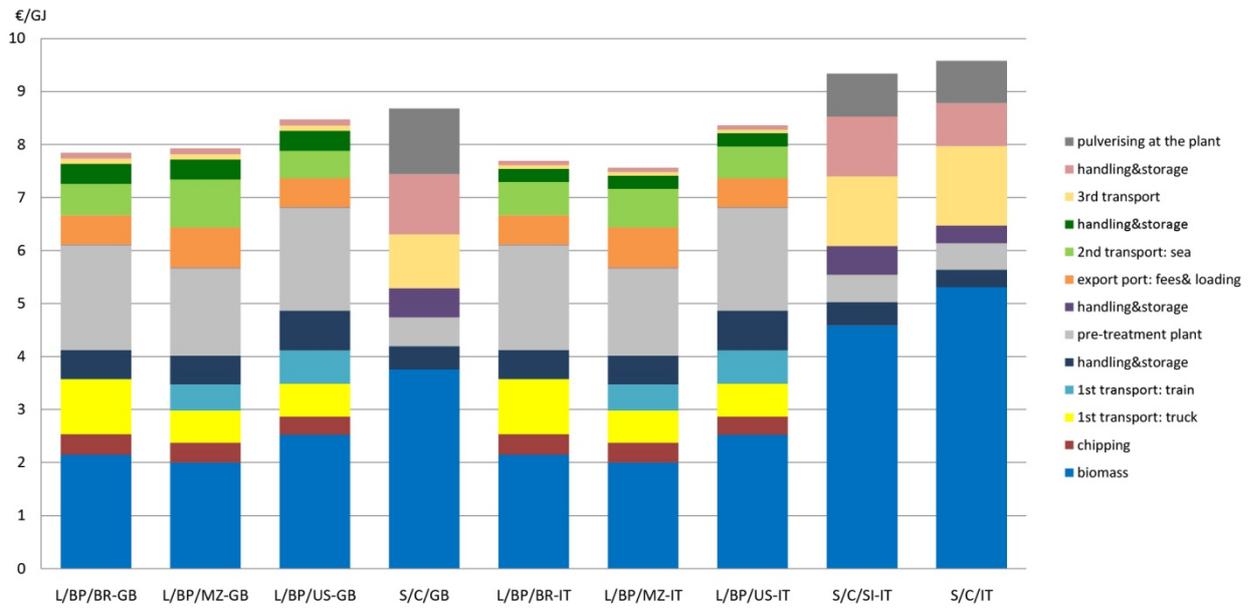


Figure 6 Cost breakdown for WP, BP and C on short-distance supply chains.

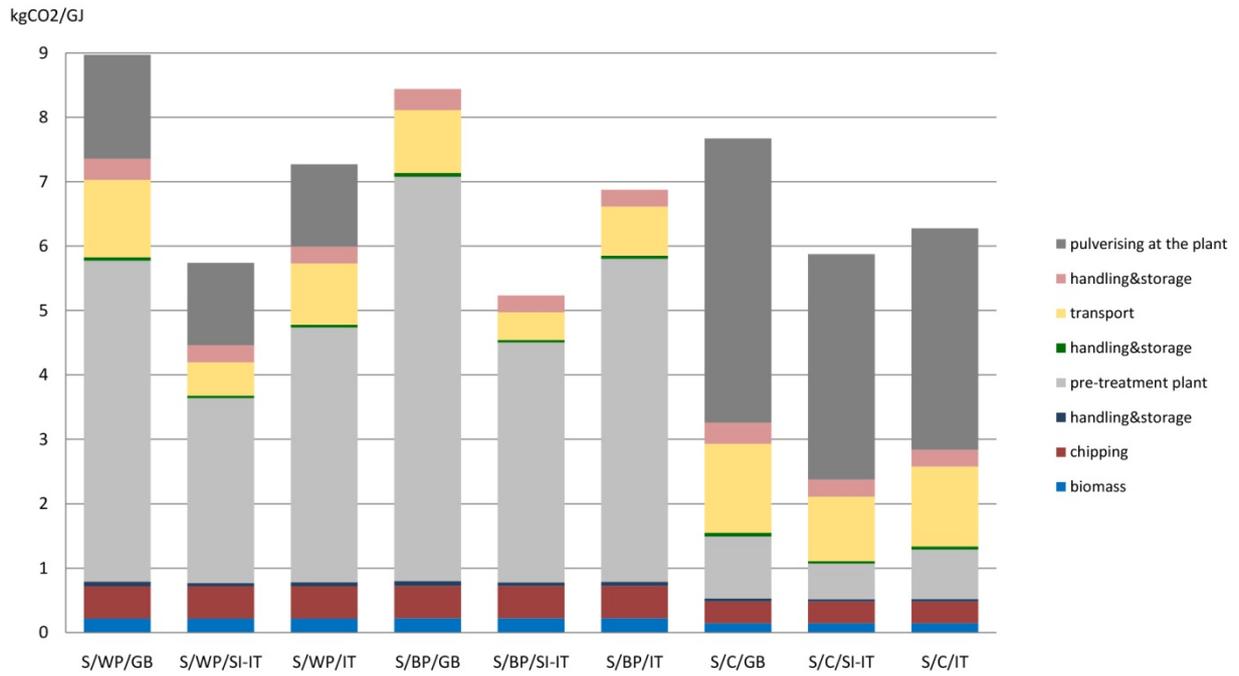


Figure 7 Emission factor composition for WP, BP and C on local supply chains.

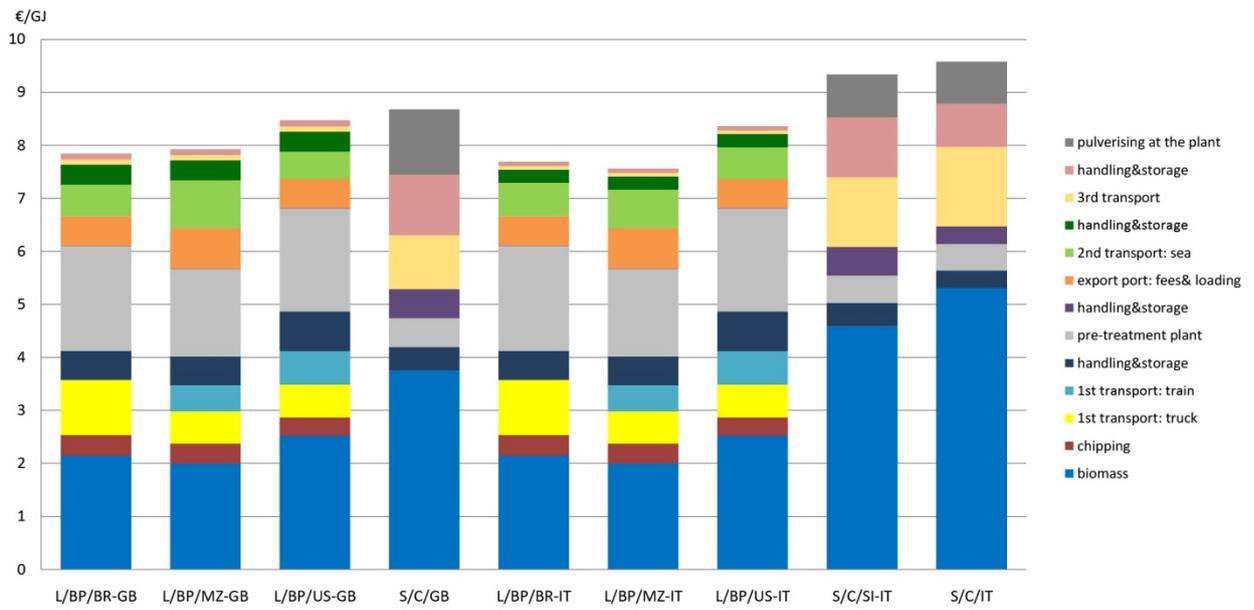


Figure 8 Cost structure comparison of international (BP) vs. local (C) supply chains.

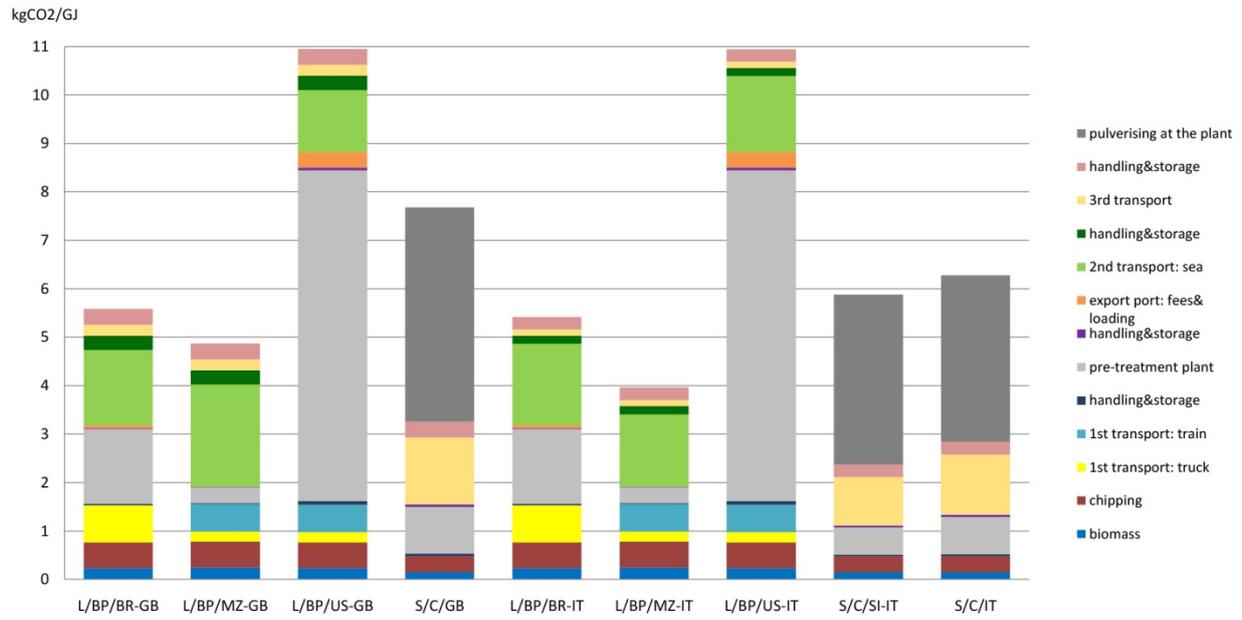


Figure 9 Emission factor comparison of international (BP) vs. local (C) supply chains.

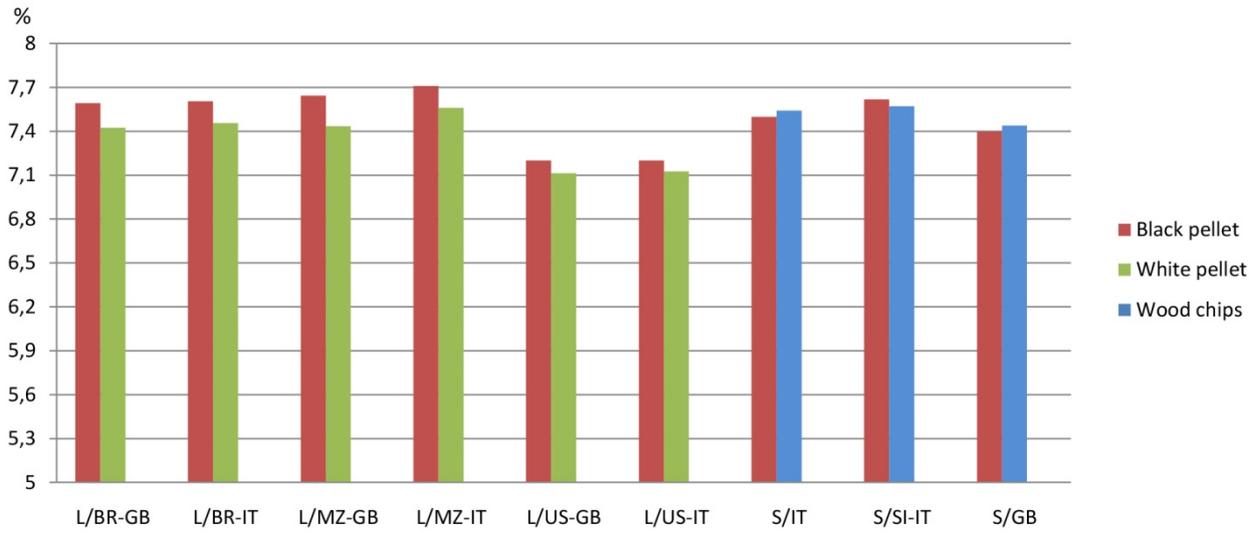


Figure 10 CO₂eq emissions reduction with 8% co-firing compared to coal-firing plant.

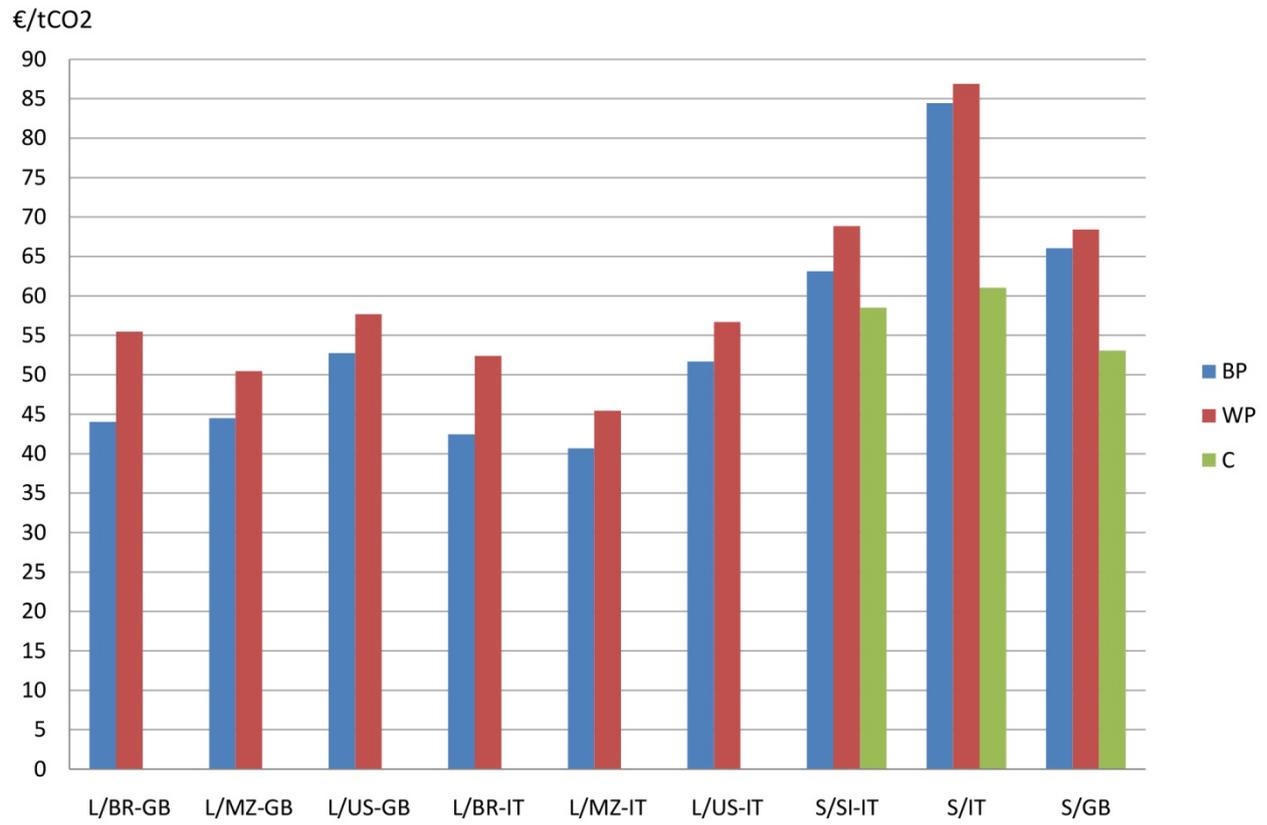


Figure 11 Carbon dioxide abatement costs of 8% co-firing at plants of all scenarios studied.