



Maritime Seminar CO₂ Reduction Measures "The new rules"

15 December 2011

Chairman: B. de Jong (ministry of I&E)



Program

13.30 - 13.35	Welcome and introduction	Bart de Jong <i>Ministry of I&E</i>
13.35 - 14:00	CO2-reduction measures in practice Point of view by the ship owners	Paul Altena <i>KVNR</i>
14.00 - 14.25	Reduction targets of the European Union	Ivo de Zwaan <i>Ministry of I&M</i>
14.25 - 15.00	Revision of MARPOL Annex VI Which changes will be there for the industry	Sibrand Hassing Ministry of I&E
15.00 - 15.25	Energy Efficiency Design index (EEDI) Indexing of small ships	David Anink Holland Shipbuilding Ass.
15.25 - 15.45	Break	
15.45 - 16.10	EEDI / SEEMP and port state control How will Dutch shipping inspectorate enforce?	Meindert Vink Dutch Shipping Inspectorate
16.10 - 16.35	Ships' Energy Efficiency Management Plan Requirements and how to set up a SEEMP.	Paolo Mele Lloyds Register
16.35 - 17.15	Discussion	Questions from the audience



The presentations can be found on the website by next week

http://www.scheepsemissies.nl/



CO2 Reduction measures in practice

-Shipowners point of view-

Paul Altena
Staffmember Environmental Affairs KVNR



Royal Association of Netherlands Shipowners



KVNR

- 400 members, 100 associate members
- 975 ships with Dutch flag, approx. 800 foreign flag, 60% short sea (a.o. Baltic and North Sea)
- 24.000 employees on board/on shore (4.000 Dutch seafarers)
- 1 bn. euro added value
- The Netherlands ranks 5th in Paris MoU
- 12 nautical institutes, > 2.000 students, growing



Shipping Sector I

- Ownership
- Charterers
- Competition with other modalities SSS
- Lifespan vessels >25 years average age NL:12 years
- Multiple vessel types/trades
- International

Any (CO2 reduction) system should take these features into account.



Shipping Sector II

KVNR

- General cargo, multi purpose
- Container
- Liquid bulk
- Ferry- and cruise
- LNG
- Reefers
- Offshore-service
- Roll on roll off

- Ocean going tugs and salvage
- Heavy lift
- New: bulkers, dry cargo
- 1/3 vessels in Baltic under Dutch flag, 60% of Dutch vessels predominantly active in ECA's



KVNR and CO2

KVNR Energy Efficiency goals January 2010

- a) In 2050 the Emission Free vessel will be reality
- b) From 2020 onwards, shipping sector will grow CO2 neutral
- c) In 2050 a CO2-reductie of 50% compared to 2020

Prosea

- 1998 1st Environmentally sustainable shipping course: the "Marine Awareness Course",
- 2001 Founding of Prosea
- 2011 Model Course IMO STCW approved

-Measures



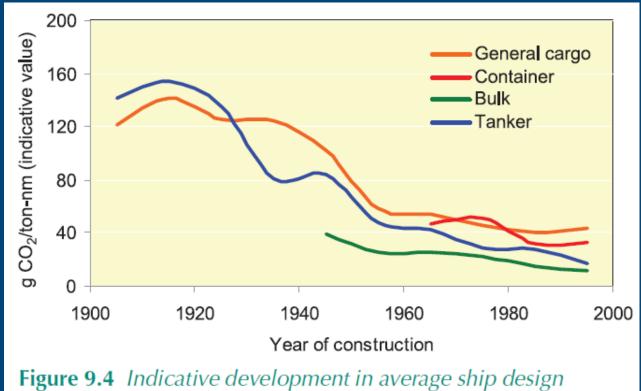
Shipping sector measures

Achieved efficiency improvement vessels



Shipping sector measures

• A little history:



transport efficiency

Source: IMO GHG Study 2009



Shipping sector measures

- Achieved efficiency improvement vessels
- Innovations
 - Top Sector Water "Smart and Clean Ships"
 - Increased cooperation Maritime cluster
 - Optimization hull-propulsion and operations
- Increased transparency sector
- But, more concrete:
 - BIMCO Slow Steaming Standard Contract
 - CO2 covenant



CO2 Covenant

- Signed yesterday 15th December
 - Royal Association of Netherlands Shipowners
 - EVO (Shippers),
 - Holland Shipbuilding Association,
 - Dutch Association of Dredging Companies,
 - Department of Infrastructure and Environment,

- Increased cooperation
- Going beyond current legislation and reward early movers
- Concrete action points for the whole maritime sector

-Covenant



Action points:

- 1) Emission Free Vessel 2050
- 2) CO2 neutral growth per 2020



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KVNR Goals 2010

3) Exchanging best practises



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- 1) Emission Free Vessel 2050
- 2) CO2 neutral growth per 2020 KVNR Goals 2010
- 3) Exchanging best practises
- 4) Efficiency as major item for newbuilds EEDI



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- 4) Efficiency as major item for newbuilds EEDI
- 5) Research on systematic monitoring fuel consumption



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- 6) International communication of experiences



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- 8) Intensify communication Shore-Ship



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- 9) Lowering thresholds "green investments"

-Int. IMO.



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- 9) Lowering thresholds "green investments"
- 10) Improve behaviour crew via awareness training at -Int. IMO. schools



International Measures I

IMO

- IMO GHG Study 2009: 25-75% reduction possible
- Technical and operational measures
 - EEDI approved by vote spring 2011
- Market Based Measures Still under development
 - Levy, ETS, Based on index, Combination
 - Bahama's proposal reduction system
- Expectations MEPC 63, spring 2012

IMO: No More Favourable Treatment



International Measures II

EU

- White Paper Transport
- Regional system
 - Avoid a situation like Aviation and ETS
 - KVNR-CE Delft Study EU ETS



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International Measures II

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- White Paper Transport
- Regional system
 - Avoid a situation like Aviation and ETS
 - KVNR-CE Delft Study EU ETS
 - Complicated system
 - Evasion, administration, amount of emissions
- Continues pressure on IMO to deliver
- 2011 deadline for a system with cap



International Measures III

United Nations

- Common But Differentiated Responsibility
- Outcome Durban
 - Kyoto Protocol political stability uncertain
 - Shipping specific
 - Continues debate up to 2020 for new system
- EU: Climate Change Fund for developing countries



International Measures IV

ICS, ECA and KVNR - Shipowners point of view

- UN Process
 - Cooperation ICS, OXFAM and WWF
 - CO2 reduction for international shipping should be regulated via the IMO
- IMO Process
 - Supporting EEDI and SEEMP
 - Not against contributing to an International Climate Fund

"If countries would decide that international shipping is to be part of a CO2 reduction scheme, the system should be easy to administer. A system based on a fuel levy then seems to be the best option."

-EE. Techn



Energy Efficiency Measures II

- Technical
 - Increased efficiency
 - Size, hull, cargo, engine
 - Required power optimization
 - Diesel Electric drive
 - EEDI
 - Problems with EEDI General Cargo Vessels
 - Correlation factor: 0.34
 - Not representative of Energy Efficiency
 - Further research needed



Energy Efficiency Measures III

- Operational
 - SEEMP, EEOI
 - Biofuels
 - Operational:
 - Slow Steaming BIMCO Standard contract
 - Virtual Arrival (OCIMF & Intertanko)
 - Air venting RoRo's



Energy Efficiency Measures III

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EEDI and SEEMP:

- 2020: 151.5 mln. tonnes CO2 reduction (50 bln US\$) *
- 2030: 330 mln. tonnes CO2 reduction (200 bln US\$) *
- * Study IMO-DNV nov 2011



Energy Efficiency Measures IV

	EEDI reduction measure	SEEMP Related measure
1	Optimised hull dimensions and form	Engine tuning and monitoring
2	Lightweight construction	Hull condition
3	Hull coating	Propeller condition
4	Hull air lubrication system	Reduced auxiliary power
5	Optimisation of propeller-hull interface and flow devices	Speed reduction (operation)
6	Contra-rotating propeller	Trim/draft
7	Engine efficiency improvement	Voyage execution
8	Waste heat recovery	Weather routing
9	Gas fuelled (LNG)	Advanced hull coating
10	Hybrid electric power and propulsion concepts	Propeller upgrade and aft body flow devices
11	Reducing on-board power demand (auxiliary system and hotel loads).	
12	Variable speed drive for pumps, fans, etc.	
13	Wind power (sail, wind engine, etc.)	
14	Solar power	
15	Design speed reduction (new builds)	

^{*} Study IMO-DNV nov 2011



Energy Efficiency Measures V

- Slow Steaming
 - Relatively easy to describe
 - Difficult to administer
 - Unintended consequences
 - Commercially very sensitive
 - Flexibility market
 - Competition with other modes (SSS)
 - Existing (long term) contracts
 - Ultra/Super slow steaming
 - Consequences vessel/engine
 - Market circumstances

Other dev



Other developments I

- Scrubber, extra power required
 - Closed loop: 1% *
 - Open loop: 3% *
- Sulphur
 - Increased emissions at refinery
- Ballastwater
- LNG
 - Methane emissions total chain well engine
- NOx dilemma

* Source: Wartsila



Engine Efficiency vs NOx

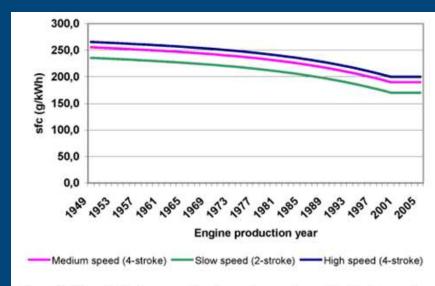


Figure 2.3 Specific fuel consumption for marine engines related to the engine production year (g/kWh)

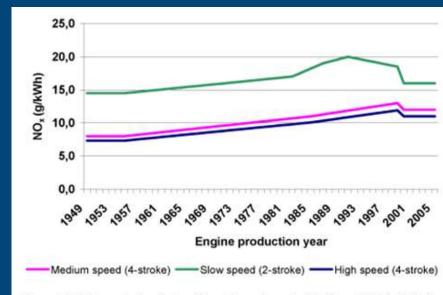


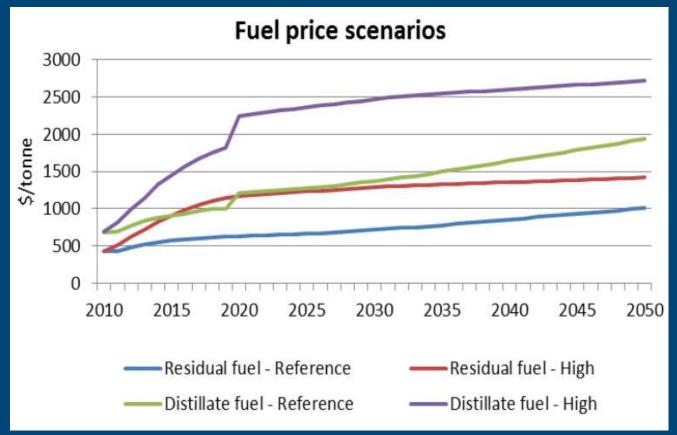
Figure 2.5 NO $_{_{\rm X}}$ emission factors for ship engines built before 2006 (g/kWh)

Source: Study Danish government (2009)



Other developments II

Fuel price



Source: IMO-DNV Study nov 2011



Future Outlook

- Uncertain economic circumstances
- Large investments needed Availability finance
 - Ballastwater 2016, Nox Tier 2, SOx 2015, CO2



Future Outlook

- Uncertain economic circumstances
- Large investments needed Availability finance
 - Ballastwater 2016, Nox Tier 2, SOx 2015, CO2
- SEEMP, EEDI, EEOI
 - Definition Vessels
 - General Cargo Vessels
 - Other vessel types
- Market Based Measures



Future Outlook

- Uncertain economic circumstances
- Large investments needed Availability finance
 - Ballastwater 2016, Nox Tier 2, SOx 2015, CO2
- SEEMP, EEDI, EEOI
 - Definition Vessels
 - General Cargo Vessels
 - Other vessel types
- Market Based Measures
- Increase
 - Maritime transportation (?)
 - Awareness and cultural change
 - Innovation
 - Transparency sector





Ministerie van Infrastructuur en Milieu

EU & Global Climate Policy

Ivo de Zwaan
International Affairs
Ministry of Infrastructure and
Environment



EU & Global Climate Policy

- Introduction
- EU Climate Policy
- Global climate policy: Durban Climate Conference



EU Climate Policy

EU Climate and Energy package (December 2008):

Targets for 2020:

- cutting greenhouse gases by at least 20% of 1990 levels
 (30% if other developed countries commit to comparable cuts)
- cutting energy consumption by 20% of projected 2020 levels - by improving energy efficiency
- increasing use of renewables (wind, solar, biomass, etc) to 20% of total energy production (currently \pm 8.5%)



EU Climate Policy

EU Climate and Energy package (December 2008):

- Power plants and energy-intensive industries: 21% below 2005 levels (ETS)
- Non-ETS (transport (excl. Aviation/shipping), farming, housing): 10% below 2005 levels (binding national targets)
- Renewables: 20% of total energy use;
 10% of transport fuels)



EU Climate policy

Roadmap for moving to a low-carbon economy in 2050

- 2°C global goal
- 2050: global reduction CO2 and other GHG's: 50%
- Developed countries share: 80-95% by 2050
- EU: -80% by 2050, compared to 1990 levels



EU Climate policy

Targets for maritime transport: None

But:

• "In the event that no international agreement which includes international maritime emissions in its reduction targets through the International Maritime Organisation has been approved by the Member States or no such agreement through the UNFCCC has been approved by the Community by 31 December 2011, the Commission should make a proposal to include international maritime emissions according to harmonised modalities in the Community reduction commitment, with the aim of the proposed act entering into force by 2013. Such a proposal should minimise any negative impact on the Community's competitiveness while taking into account the potential environmental benefits. (Directive 2009/29/EC)"



Global climate policy: Durban Climate Conference

Result:

The CoP

 Agrees to continue its consideration of issues related to addressing emissions from international aviation and maritime transport;



Global climate policy: Durban Climate Conference





Global climate policy: Durban Climate Conference

Negotiating text on long term climate finance:

"Decides that financial resources raised by specific actions to reduce emissions from maritime bunker fuels which may be designed and implemented by the International Maritime Organization pursuant to [paragraph [x] of this decision][decision [X]/CP.17 Sectoral Approaches)], shall be distributed, inter alia, to developing countries to ensure no net incidence of such actions on them through an appropriate compensation mechanism of direct financial transfers, and to finance climate adaptation through the Green Climate Fund;"



Next steps

- IMO: continued discussions on MBM
- UNFCCC: continued discussions on bunker fuels emissions
- EU: proposal for regional MBM end 2012?



Thank you!

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Energy Efficiency Measures EEDI – SEEMP

By: Sibrand Hassing Directorate-General for Mobility and Transport - Shipping



Content

- Introduction
- Why an EEDI & SEEMP?
- Main components of Ch. 4 MARPOL Annex VI (I) - EEDI(II) - SEEMP
- Likely impacts of EEDI & SEEMP



Amendments to MARPOL ANNEX VI - EE Introduction (1)

- MEPC 62 agreed <u>15 July 2011</u> a new Chapter 4 in MARPOL Annex VI on "Regulations on Energy Efficiency of Ships"* - for ships > 400GT;
- Makes mandatory the Energy Efficiency Design Index (EEDI), for <u>new</u> ships;
- Makes mandatory the Ship Energy Efficiency Managent Plan (SEEMP), for all ships;
- Will enter into force on <u>1 January 2013</u>.

^{*} Resolution MEPC.203(62)



Introduction (2)

- EEDI & SEEMP are part of IMOs' package approach;
- 'Package' = Technical- (EEDI), Operational-(SEEMP) and Marketbased measures;
- MBMs' on agenda coming IMO/MEPC meeting (MEPC 63 – spring 2012);
- Outcome not predictable a very political discussion



Why an EEDI & SEEMP?

- CO₂ emissions from ships are expected to increase (approx. 3% in 2007 \rightarrow 12-18% in 2050*);
- Shipping needs also to take its responsibility;
- All emission reducing measures, incl. technical & operational measures - such as EEDI & SEEMP, will also decrease shippings' CO₂ footprint;
- Technical- and operational EE measures are identified as measures with a significant potential*;
- CO₂ emissions are proportional to fuel consumption.

^{*} Second IMO Greenhouse Gas Study 2009



Main components of Ch. 4 MARPOL Annex VI $(I) \rightarrow EEDI;$

- An <u>attained EEDI</u> shall be calculated for ships which falls into one of the categories defined in reg. 2.25 to 2.35 - reg. 20;
 - = EEDI value achieved by an individual ship
- Required EEDI for ships which falls into one of the categories defined in reg. 2.25 to 2.31 – reg. 21;
 - = maximum value of attained EEDI allowed by reg. 21



Attained EEDI

- Bulk carrier
- Gas carrier
- Tanker
- Container ship
- General cargo ship
- Reefer
- Combination carrier
- Passenger ship
- Ro-ro cargo ship (vehicle carrier)
- Ro-ro cargo ship
- Ro-ro passenger

Required EEDI

- Bulk carrier
- Gas carrier
- Tanker
- Container ship
- General cargo ship
- Reefer
- Combination carrier



Attained EEDI ↔ **Required EEDI**

Attained EEDI \leq Required EEDI = (1 - X*/100) x Reference line value

* Where X is the Reduction Factor

Reduction Factor implementation phases:

```
1. Phase 0
             01.01.2013 - 31.12.2014 (0 or n/a**)
```

2. Phase 1
$$01.01.2015 - 31.12.2019 (10 \text{ or } 0 - 10**)$$

3. Phase 2
$$01.01.2020 - 31.12.2024 (20 - or 0 - 20**)$$

^{**} pending ship size



- Reference line refer to statistically average EEDI curves; derived from data of existing ships
- Reference line value = $a \times b^{-c}$ Parameters can be found in Table 2 to regulation 21.3
- If the design of the ship allows to fall into more than one ship type definitions, the required EEDI for the ship shall be the most stringent (the lowest) required EEDI.
- Betwwen Phase 1 and midpoint of Phase 2 review of the status of technological developments \rightarrow if felt necessary time periods and EEDI reference line parametrs can be amended.
- In compliance with the EEDI regulations \Rightarrow **International Energy** Efficiency Certificate (EEDI in grams-CO₂/tonne-mile)



(II) \rightarrow SEEMP (1);

Regulation 22 - each ship shall keep on board a specific SEEMP

- May form part of the ship's SMS;
- In developing take into account guidelines developed by IMO \Rightarrow MEPC.1/Circ.683: GUIDANCE FOR THE DEVELOPMENT OF A SHIP ENERGY EFFICIENCY MANAGEMENT PLAN (SEEMP)*

Note: does not need a formal approval by flag State and/or RO

Still under further development



$(II) \rightarrow SEEMP (2);$

- A list of all the possible stakeholders in the efficiency of a single voyage is long; such as charterers, ports and vessel traffic management services, etc., for the specific voyage. All involved parties should consider and coordinate the inclusion of efficiency measures in their operations both individually and collectively.
- Fuel efficient operations, e.g. by: improved voyage planning weather routeing - just in time - speed optimization - optimized shaft power – optimum trim – optimum ballast - optimum propeller and propeller inflow considerations - optimum use of rudder and heading control systems (autopilots) - hull maintenance - propulsion system maintenance - waste heat recovery - improved fleet management - improved cargo handling - energy management



Likely impacts of EEDI & SEEMP

- More energy efficient ships;
- Use of alternative fuels (e.g. LNG);
- Slower speed ships (= most effective measure);
- Pressure on sector to improve its CO₂ footprint (especially existing ships);
- Increase of newbuilding costs;

63

Risk of modal shift (especially for short sea).



Thank you for your attention.

Contactdetails:

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Results from research projects into the impact of EEDI on ship design

David Anink



Content

- The index, what is it doing
- Analysis of the effect of the index on ships
- Possible sub optimization due to the index
- Reduction potential of the index
- Verification process
- Effect on intellectual property
- conclusion

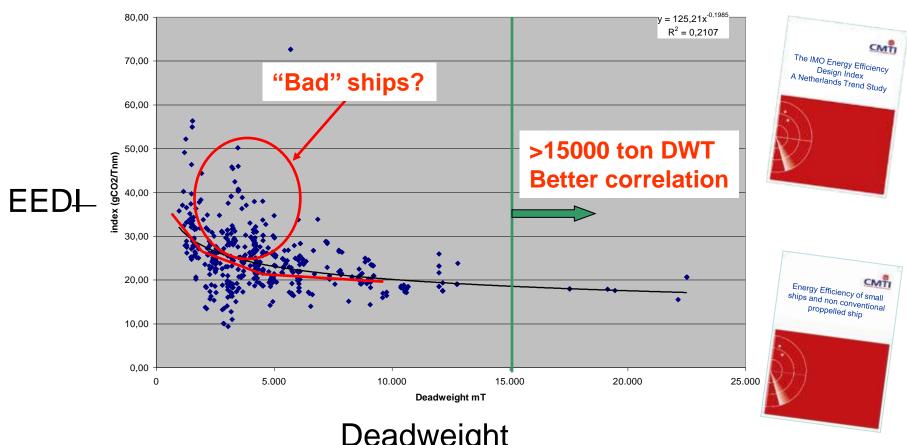


Studies

- CMTI Study: The IMO efficiency Design Index, a Netherlands Trend study
- CMTI Study: Energy efficiency of small ships and non-conventional propelled ships
- CMTI study: Analysis of the effect of the new requirements on Dutch build and Flagged Ships

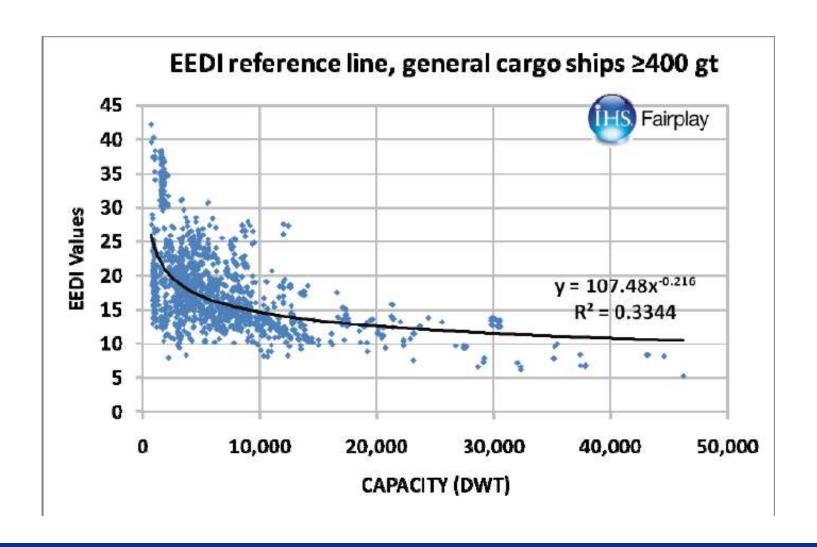


EEDI of Dutch general cargo ships

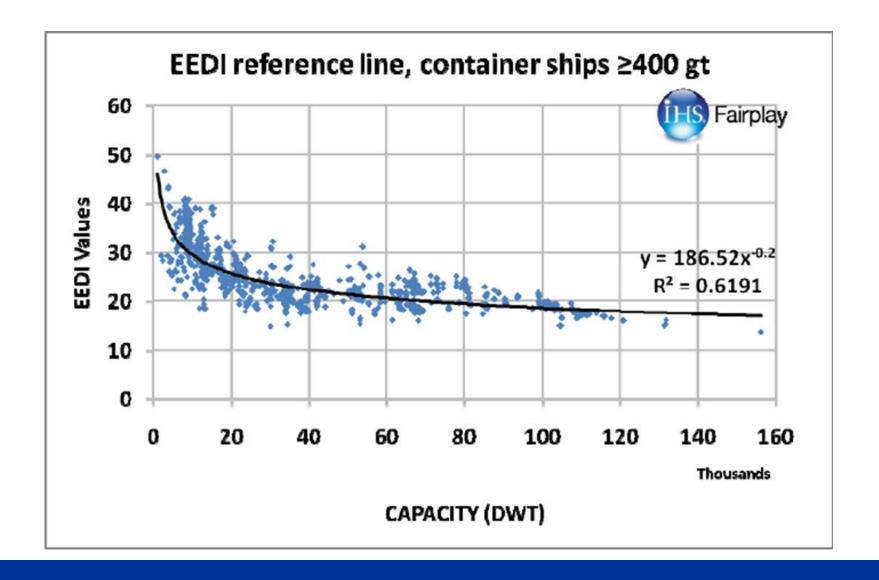


Deadweight

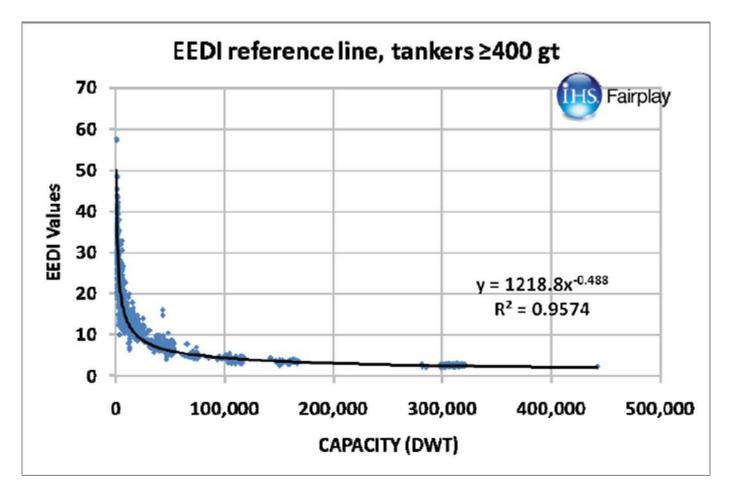






















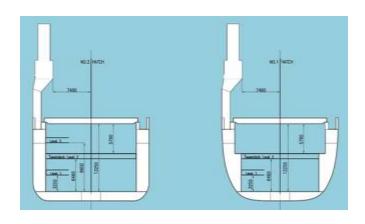


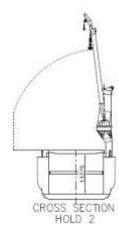
Comparison of two ships

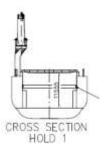
		General cargo ship	Heavy lift ship	
Deadweight	Tonnes	18143	18163	
Reference Speed Vref	Kn	17	13	
MCR	kW	8400	8400	
Ррто	kW	900	900	
Ice class		1A	1A	
Attained EEDI	CO2/Tonmile	9,71	12,71	
Year of built		2009	2010	



Same ship, different optimization

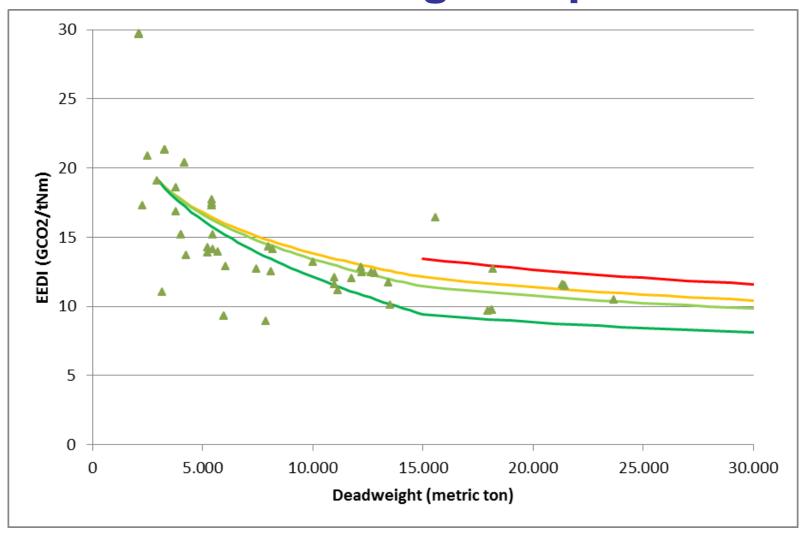






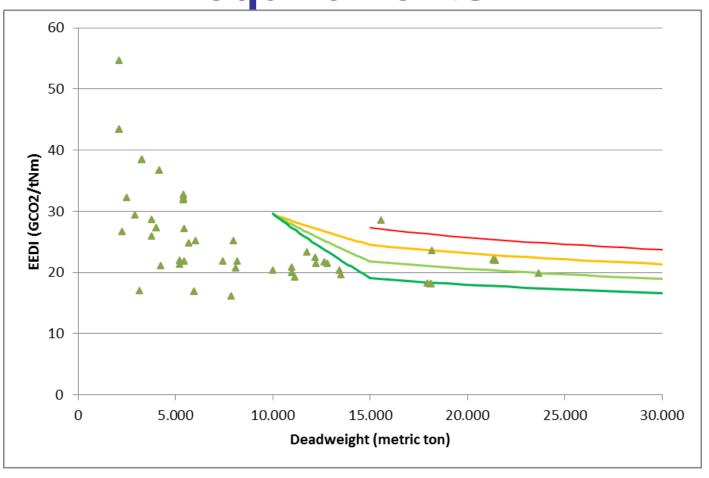


General Cargo Ships



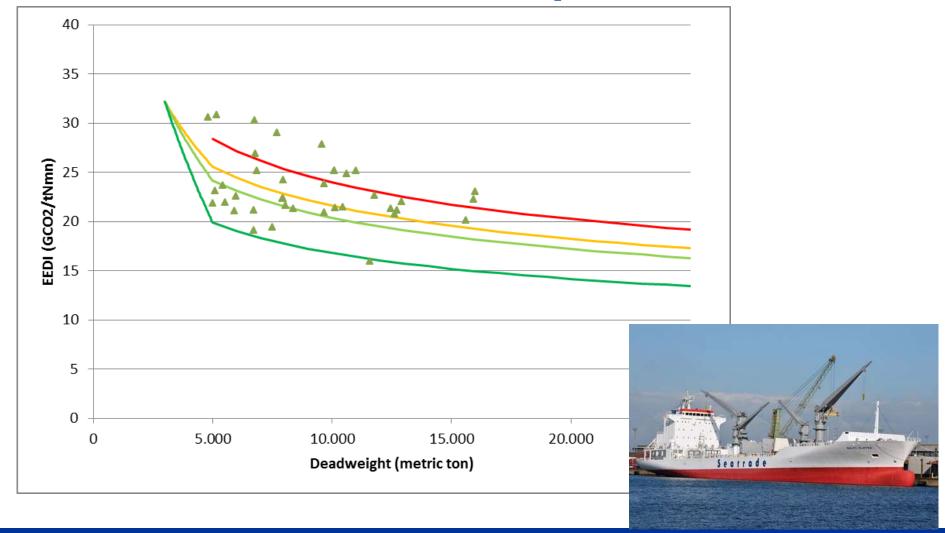


General cargo vs container ship requirements





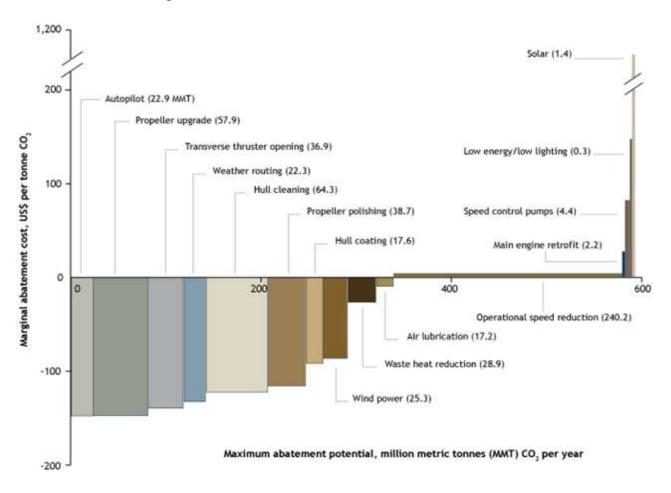
Reefer ships





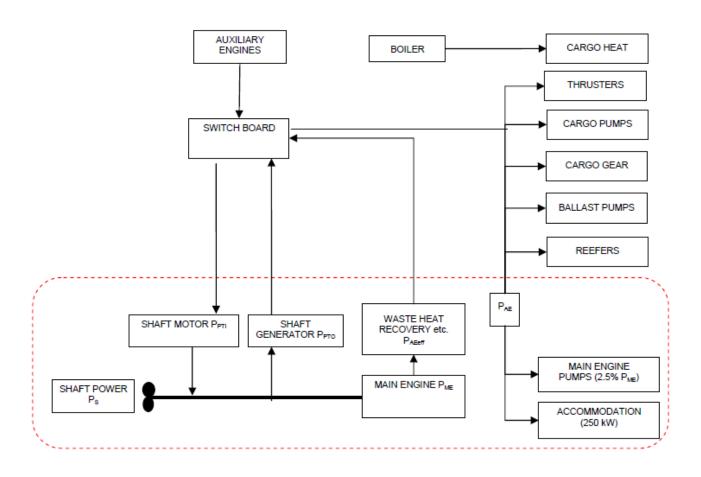
Effect on ship design

CO, Emissions Abatement Potential vs. Costs, Various Marine Technologies





Sub optimization



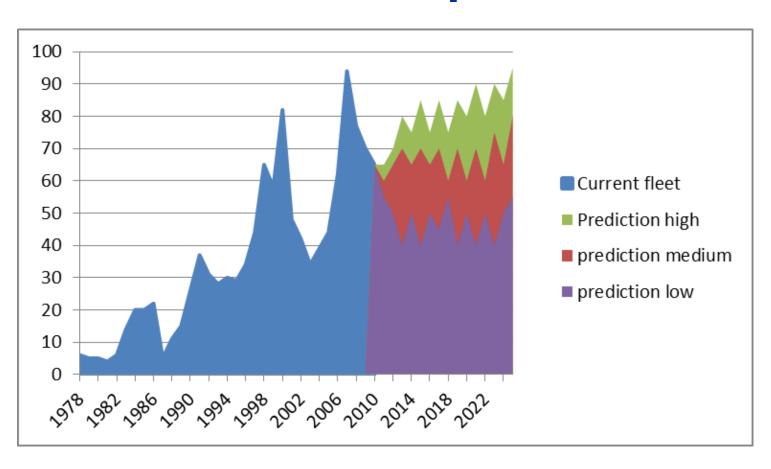


Calculation of reduction potential

- How much CO2 reduction potential is expected on the current EEDI
- Based on Dutch fleet developments
- Based on current requirements

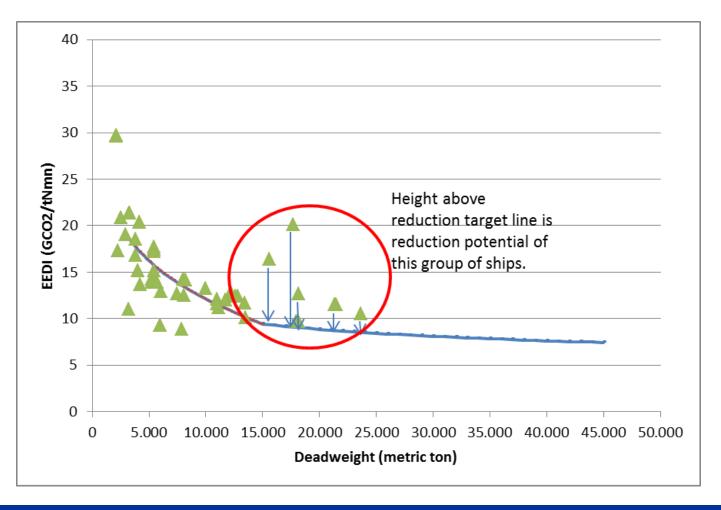


Fleet development





Reduction Potential





Reduction potential of EEDI

	attained	phase 0	phase 1	phase 2	phase 3
General cargo	933,98	10,22	38,31	44,03	74,78
Gas tankers	279,22	0,00	22,20	23,43	24,66
Ref car	883,76	23,97	64,83	94,34	218,28
Tanker	31,77	0,00	0,64	1,42	2,20
Bulkers	12,45	0,09	0,45	0,82	1,57
Container	35,35	0,00	0,00	0,00	0,00
	2176,53	34,28	126,44	164,04	321,50

1,6%

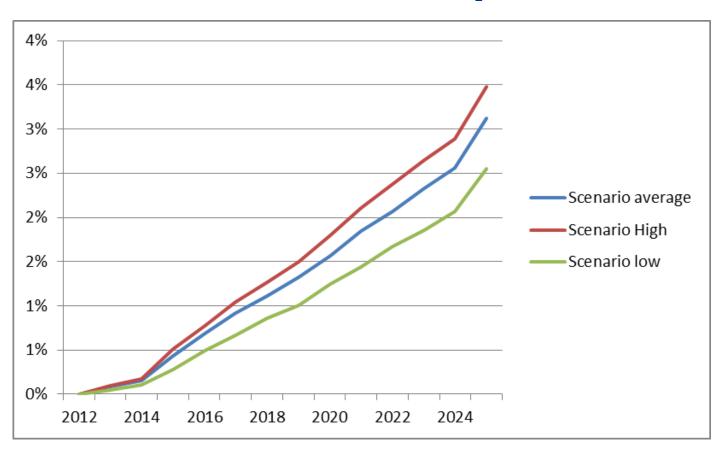
5,8%

7,5%

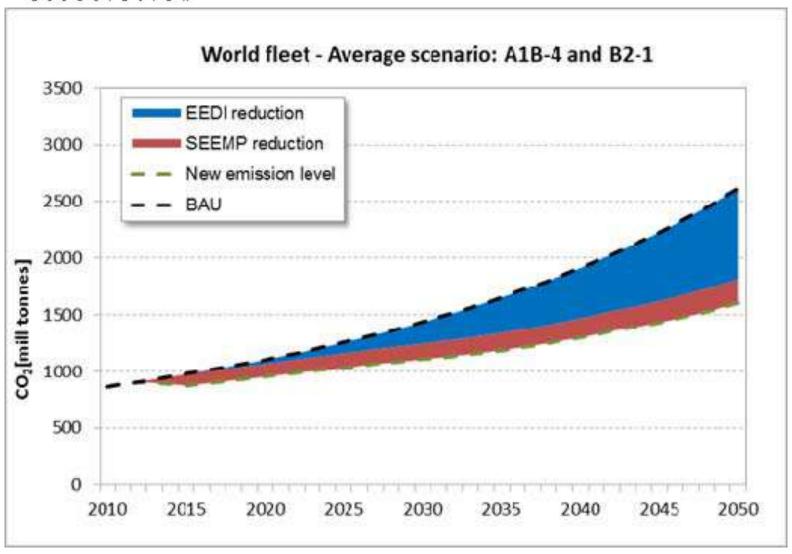
14,8%



Actual Reduction potential





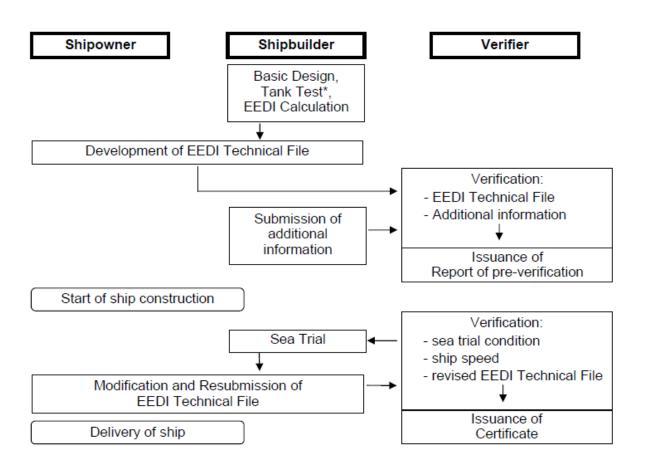




- Speed will be a dominant factor
- First phase will have little effect on ships
- After 2020 the effect of the EEDI kicks in
- Niche ship design will have difficulties in fulfilling the requirements
- Operational profile is not taken into account
- Index might create sub optimization in power management
- Reduction potential up to 2025 is no more than 4%



Verification process





- 4.2.7 Additional information that the verifier may request the shipbuilder to provide directly to it (i.e. not to be contained in Technical File) includes but not limited to:
 - .1 descriptions of a tank test facility; this should include the name of the facility, the particulars of tanks and towing equipment, and the records of calibration of each monitoring equipment;
 - .2 lines of a model ship and an actual ship for the verification of the appropriateness of the tank test; the lines (sheer plan, body plan and half-breadth plan) should be detailed enough to demonstrate the similarity between the model ship and the actual ship;
 - .3 lightweight of the ship and displacement table for the verification of the deadweight;
 - .4 detailed report on the method and results of the tank test; this should include at least the tank test results at sea trial condition and at the intended summer load draught;
 - .5 detailed calculation process of the ship speed, which should include the estimation basis of experience-based parameters such as roughness coefficient, wake scaling coefficient; and



Intellectual Property Right

Regulation 23

Promotion of technical co-operation and transfer of technology relating to the improvement of energy efficiency of ships

- Administrations shall, in co-operation with the Organization and other international bodies, promote and provide, as appropriate, support directly or through the Organization to States, especially developing States, that request technical assistance.
- The Administration of a Party shall co-operate actively with other Parties, subject to its national laws, regulations and policies, to promote the development and transfer of technology and exchange of information to States which request technical assistance, particularly developing States, in respect of the implementation of measures to fulfil the requirements of chapter 4 of this annex, in particular regulations 19.4 to 19.6."



Conclusions

- Verification process needs to be updated and demands much from the shipbuilding side
- Verification of speed during sea trials is unclear
- Intellectual property is not sufficiently protected
- This is the biggest challenge for the shipbuilding industry



Thank You





EEDI

Energy Efficiency Design Index

Enforcement by PSC / FSC

RESOLUTION MEPC.203(62)

Adopted on 15 July 2011

AMENDMENTS TO THE ANNEX OF THE PROTOCOL OF 1997 TO AMEND THE INTERNATIONAL CONVENTION FOR THE PREVENTION OF POLLUTION FROM SHIPS, 1973, AS MODIFIED BY THE PROTOCOL OF 1978 RELATING THERETO

(Inclusion of regulations on energy efficiency for ships in MARPOL Annex VI)

A new Chapter 4 added at the end of the Annex

RESOLUTION MEPC.203(62)

- Approved not mentioned
- Issue of "International Energy Efficiency Certificate" (>400GT)
 - Valid throughout the life of the ship
- Administration mentioned +/ 20 times
 - In relation to
 - Major conversion
 - Ships less than 400 GT (Only Ch 3)
 - Administration or any organization duly authorized by it (Class)
 - Transfer of Flag
 - Waivers (Info to IMO) (Initial period)
 - Promotion of technical co-operation



MEPC.1/Circ.682

17 August 2009

INTERIM GUIDELINES FOR VOLUNTARY VERIFICATION OF THE ENERGY EFFICIENCY DESIGN INDEX

4.2.6 second note:

For ensuring the quality of tank tests, it would be desirable in the future that an organization conducting a tank test be authorized by the Administration or an organization recognized by it in accordance with the <u>guidelines</u> developed by the Organization.



MEPC.1/Circ.681

17 August 2009

INTERIM GUIDELINES ON THE METHOD OF CALCULATION OF THE ENERGY EFFICIENCY DESIGN INDEX FOR NEW SHIPS

Port / Flag State Control

- Port State Control on Operational Requirements
- A new paragraph 5 is added at the end of the regulation as follows:
- 5. In relation to chapter 4, any port State inspection shall be limited to verifying, when appropriate, that there is a valid International Energy Efficiency Certificate on board, in accordance with article 5 of the Convention.
- This means, PSC shall check if the certificate is still valid and of all conditions are complied with.



Port / Flag State Control

- Check if there is on board
- Attained Energy Efficiency Design Index (Waived)
- Required EEDI (Waived)
- Ship Energy Efficiency Management Plan
- EEDI technical file (Waived, part of EEDI)



Q&A



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Ship Energy Efficiency Management Plan (SEEMP) Training

Postillion Hotel Amersfoort

Mr. Paolo Mele





SEEMP DEVELOPMENT GUIDELINES



Operator – specific requirements (energy efficiency)

- Vessels MUST have systems and practices which will foster the pursuit of energy efficiency
- Each vessel MUST develop a specific SEEMP
- The following initiatives may be used as guidance:
 - Vessel optimisation initiatives...
 - Propulsion management initiatives...
 - Machinery optimisation initiatives...
 - Energy / Emission conservation initiatives...



Operator – specific requirements (energy efficiency)- cont'd

- In order to measure progress, a 'baseline' criterion is to be established e.g. EEOI
- To enable monitoring, real-time performance monitoring processes could be used, thus enabling implementation of prompt corrective action and comparison with ship benchmarking related to energy efficiency and process improvement
- As part of the Companies' training program, personnel should be trained with the use of the SEEMP



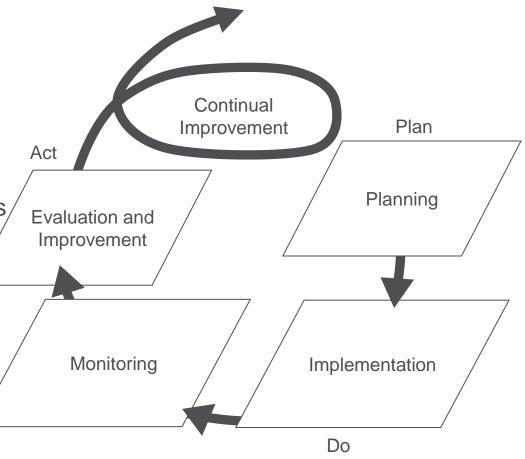
IMO SEEMP GUIDELINES (MEPC.1/CIRC.683)



SEEMP is a management manual

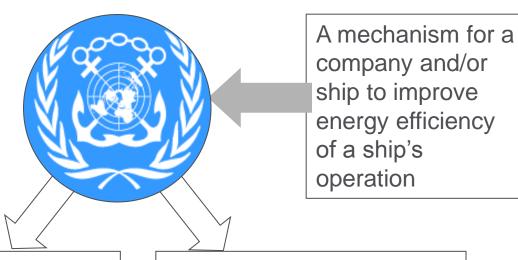
 As a management manual, it should follow PDCA improvement cycle

 As a manual, it should provide clear guidance and instructions on what needs to be done





SEEMP - Main objectives

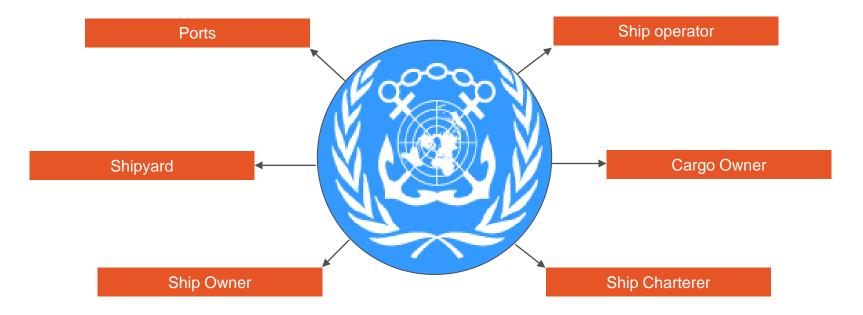


Provides guidance for the development of a SEEMP that should be adjusted to the characteristics and needs of individual companies and ships

The SEEMP should be developed as a ship-specific plan by the company.



SEEMP Stakeholders



- More coordination between stakeholders is more rewarding in energy efficiency
- Company should do the coordination rather than the ship
- A company-specific energy management plan could support this process



SEEMP – Link to other management systems

Corporate Energy Management Policy SEEMP Maybe part of: **SMS** ISO 14001 EMS (Environmental (Safety Management Management System) System)

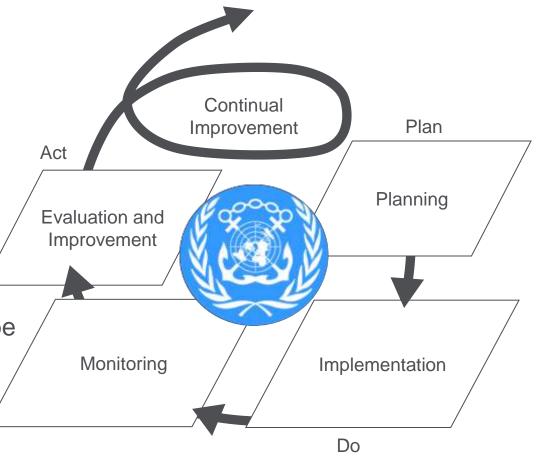
LIFE MATTERS

SEEMP is Based on PDCA Management Cycle

 A continuous cycle for improving ship energy management

 With each iteration of the cycle, some elements of the SEEMP may change

 Therefore, SEEMP should be considered as a "live" documents and require planned updates





IMO SEEMP GUIDELINES (DETAILS)



Planning – Identifying Energy Efficiency Measures (EEMs)

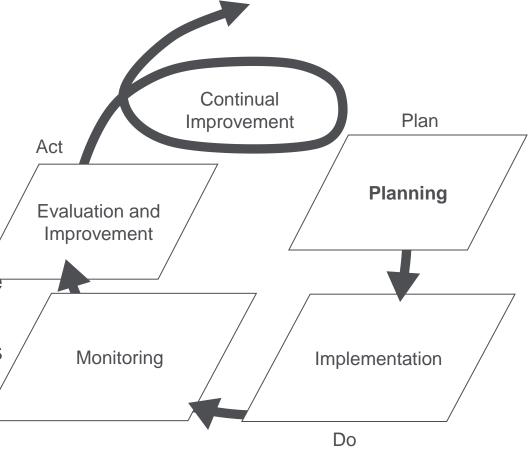
 Determine the current status of ship energy usage

 Determine the expected improvement of ship energy efficiency

 Generic EEMs should be identified

Ship-specific EEMs should be identified

 The EEMs should be listed as a package for implementation/





SEEMP - Goal Setting

- Goal setting is part of planning
- Goal settings are voluntary and there is no need for announcement to public nor are they subject to external inspection
- Purpose of goal setting is to increase commitment to improving energy efficiency
- The goal can take any form:
 - Annual fuel consumption
 - EEOI targets
- The goal should be measurable and easy to understand

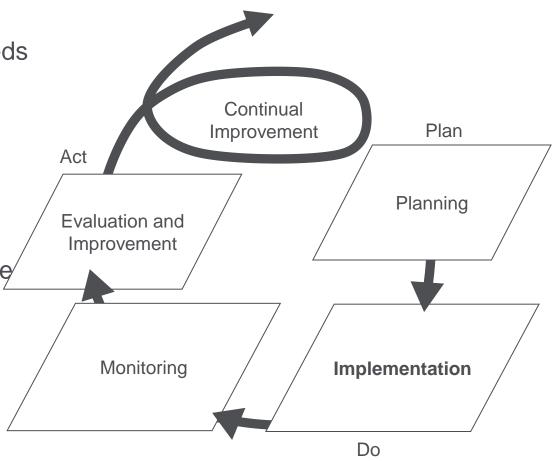




SEEMP – Implementation System

 Implementation system needs to be defined:

- Identify measures
- Tasks to be done
- Procedure for implementation
- Roles and responsibilitie/
- The implementation system should be defined at the planning phase





SEEMP – Training

- Raising awareness should be planned & implemented
- Providing necessary training for both onshore and onboard staff
- Human resources developments should be part of SEEMP implementation





SEEMP – Record keeping

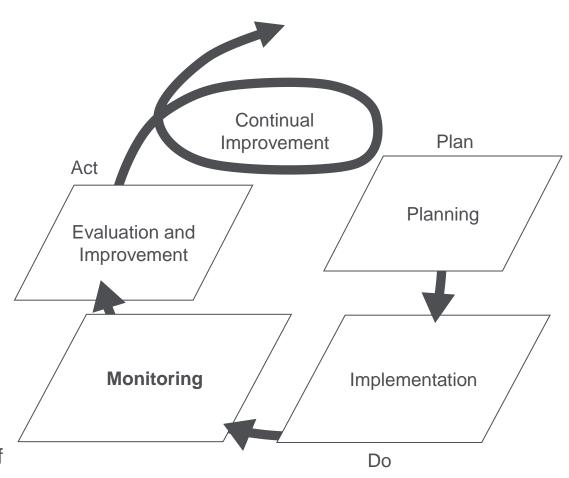
Record keeping for implemented EEMs is important for self-evaluation





SEEMP – Monitoring

- The Energy Efficiency of a ship should be monitored quantitively
- This <u>should be</u> done by an established method, preferably by an international standard
- EEOI is one internationally established tool that can be used for this purpose
- EEOI <u>can be</u> considered as the primary monitoring tool
- In addition to the EEOI, other measurement tools <u>can be</u> used:
 - In this case, the concept of the tool and the method of monitoring <u>may be</u> determined in SEEMP





Monitoring Tools: EEOI (Energy efficiency Operational Indicator)

- If used, EEOI must be calculated according to IMO Guidelines (MEPC.1/Circ.684)
- If appropriate, a Rolling Average Index of the EEOI values may be calculated for monitoring over time

$$EEOI = \frac{\sum_{j} FC_{j} \times C_{Fj}}{m_{c \operatorname{arg} o} \times D}$$

j = Fuel type

FC = Mass of consumed fuel

CF = Fuel mass to CO2 mass conversion factor for fuel j

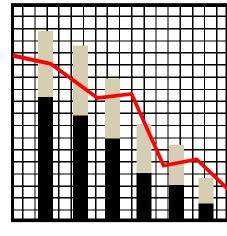
 m_{cargo} = Cargo carried (tonnes) or work done (No. TEU or passengers)

D = Distance (nautical miles) corresponding to work done



Monitoring System

- Irrespective of the type of monitoring tool, continuous and consistent data collection is the foundation of monitoring
- Monitoring system includes:
 - Procedures for collecting data
 - · Responsible personnel
- To reduce ship-board workload:
 - Monitoring <u>should be</u> carried out as far as possible by shore-staff
 - Data <u>should be</u> mainly those that are already available in the official and engineering log-books, oil record books, etc
- Additional data could be obtained as appropriate

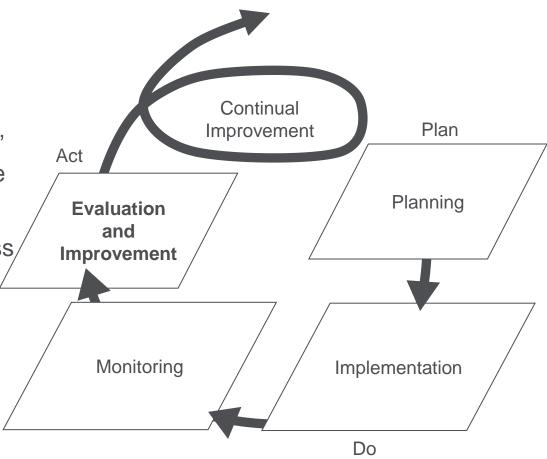


Time



Self-Evaluation and Improvement

- Final phase of managementcycle
- Should produce meaningful feedback for "planning phase" of the next improvement cycle
- Purpose:
 - Evaluate the effectiveness of planned EEMs
 - Identify success in implementation of the EEM
 - Understand trend in efficiency improvements
 - Decide how to improve the SEEMP for next cycle





Self-Evaluation and Improvement

- Procedure for self-evaluation of ship energy management should be developed
- Self-evaluation <u>should be done</u> periodically by using data collected through monitoring
- Time should be invested in identifying the cause-and-effect of the performance during the evaluation period
 - To be used to improve the next stage of the management plan



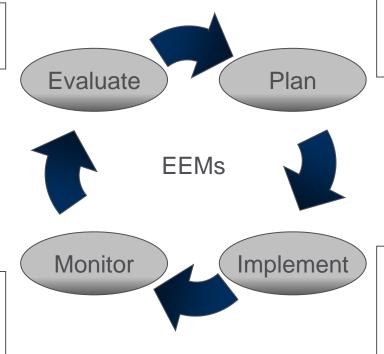
Voluntary Reporting

- Some companies <u>may wish</u> to make public:
 - The results of SEEMP implementation
 - How the actions have impacted the efficiency of their ships
- Voluntary reporting and review <u>should be</u> encouraged through incentives
- Incentive types:
 - Some national administrations, ports or partnerships may wish to recognise the efforts of these leading companies
 - Some ports already offer environmentally differentiated harbour fees and other rewards



SEEMP Implementation

- · Periodical review
- Setting new targets?



- Clear instructions to ship staff on what to do
- Clear instructions to shore staff

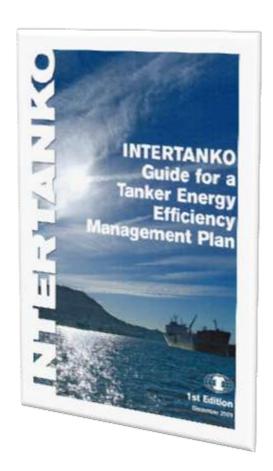
- Recording
- Reporting
- Inspection / Audit

- Define roles and responsibilities
- Clear instructions on how to implement
- Who should do what



TEEMP

- TEEMP is the Tanker Energy Efficiency Management Plan
- It is applicable <u>only</u> to tankers and contains additional EEMs that may assist in energy improvement for example:
 - Fuels (quality, additives)
 - Other (incinerator usage, bow thruster usage)
 - Cargo vapour control
 - Waste heat recovery





Summary of learning points

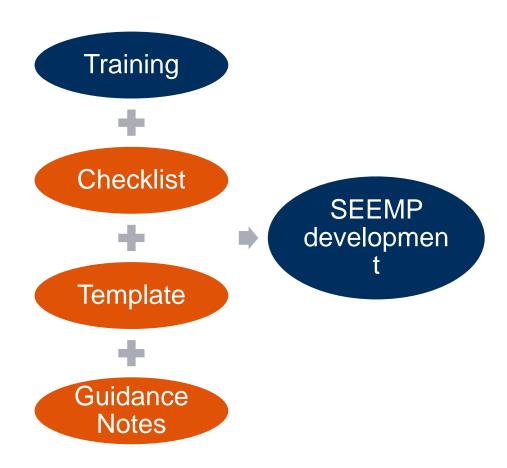
- SEEMP is an energy management manual with management system characteristics (PDCA).
- SEEMP needs to be devised for each ship.
- Main features are those that been given in IMO Guidelines.
- Specific features depends on ship owner/operator.
- Main elements of a SEEMP will include:
 - EEMs (Energy efficiency measures)
 - Implementation
 - Monitoring
 - Evaluation
- Data recording, record keeping will be part of the implementation



LLOYD'S REGISTER SEEMP DOCUMENTS



Lloyd's Register SEEMP documents





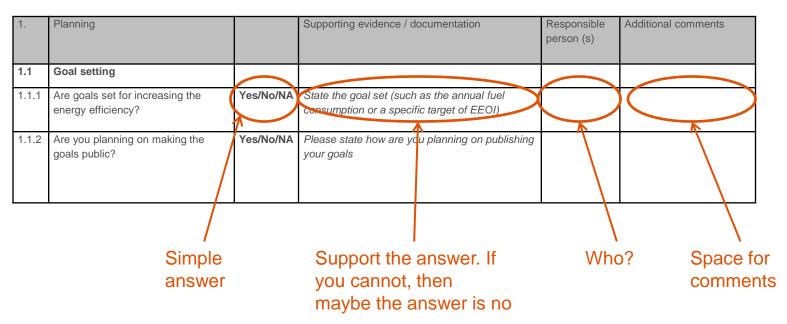
SEEMP checklist

- Follows IMO guidelines structure and requirements
- Planning, implementation and monitoring questions:
 - Non-technical questions
 - Helps you understand the requirements of the SEEMP
 - Shore personnel / head office
- Energy efficiency measures and practices questions:
 - What do you currently implement / what could be implemented
 - Helps you complete the technical part of the SEEMP
 - Head office and ship crew



How to use the checklist

For <u>each</u> question





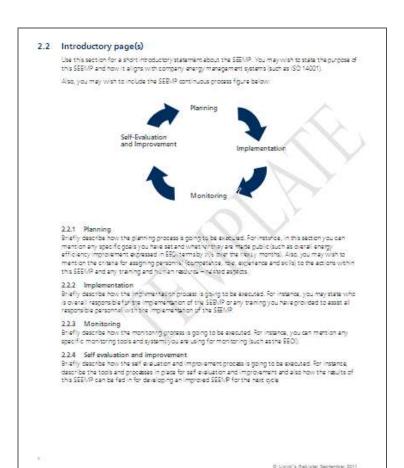
SEEMP template

- Follows the checklist structure
- Title page, ship particulars
- Introductory page (does not need to be long). Use the input from planning, implementation and monitoring questions
- Energy efficiency measures (EEMs) main part of the SEEMP.
 Contains all the actions. Use the input from energy efficiency measures and practices questions
- Essentially, you take the answers from the checklist and copy them into the template format



SEEMP template – title and introduction

2. SEEMP Template 2.1 Coverpage In this page you can include the main vessel particulars as well as company name and logo. For example: [Company name] Ship Energy Efficiency Management Plan (SEEMP) [epage for logge stamps etc.] Shipmainparticulas S 22NP details ShipName/ Damet at//01/2011 Example Ship YardNo. SENSONET. From 01/02/201 Example Flag migical region Undi 01/02/2012 pared LR / IMO No. 1234567 Call sign Y123 Franced date of next 01/02/2012 e valuation ShipType Dewlosedby Example Ship Owner/Operator Deadweight Example Ship Owner/Operator in partented by O Lloyd's Register September 2011





SEEMP template - EEMs

Monitoring and recording actions

- EEM categories:
 - Fuel efficient operations
 - Optimised ship handling
 - Hull and propulsion
 - Machinery and equipment
 - Cargo handling optimisation
 - Energy conservation and awareness

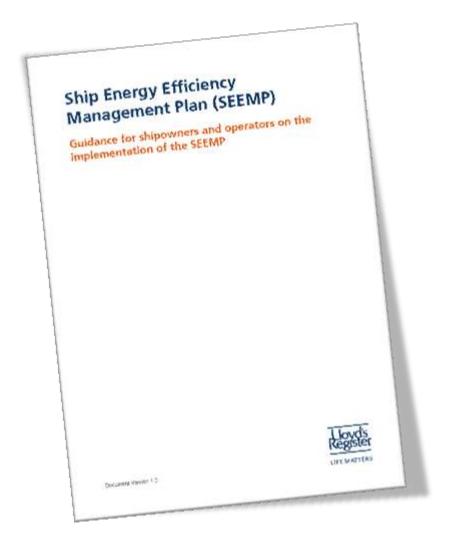
2.3 Energy efficiency measures This section is the main part of the SEEMP containing all the measures, implementation actions and recording actions and responsible personnel. The tables follow the structure mentioned previously: efficient operation Contracted with [Service Provider] to use their weather Compare execute froutes with equivalent route prior to using the weather not leing system and report any ben-frits on next SEEMP review Responsible Person(s): Haber Office routeing system. The optimum route is selected based on the information provided by [Service Provider], Responsible Person(s) According to our charter terms (Clause No.), vesselis heck reports of Iweathe houteing system) for voyage encouraged to sail at the Afters virtual arrivel was aptimum speed of 14.5 knots. intglernented and report bene At this speed, engine SFC is optimised. Sailing at other on next SEEMP review. Responsible Person(s): Head speeds is, however, permitted to enable implementation of virtal arrival. Responsible Person(s) /irtual arrival is implemented Refer to operating mariual for tails of implementation Responsible Personial Lester rom voyage reports, look at values for the planned voyage speeds under different legs and speed and visisel draft according the voyage trim and check how to the tyrii tables onboard as far as it is gractical. Responsible much time the ship is sailing under the agtimum trim during Personal: Master sea passage. Responsible Person(s): Head Office Optimum use of Autor lot is used at sea passage Nat required rudder and autoplot as fall as this is practical. Responsible Person(s): Master mplen entation actions Monitoring and recording actions propelly cothicate Keen records of in-water Il condition is assessed on a a. inspections and identify areas for quarterly basis during port stays vhere this is practical through underwater cleaning Responsible Person(s): Office n-water inspection. Responsible Person(s): Office Review results of investigation In water hull cleaning is and potential benefits of full performed on a 1-year basis, in coating removal. Responsible Person(s): Office port stays where this is practical O Lloyd's Register September 2011

Measures

Implementation actions



SEEMP Guidance Notes





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EEMS IMPLEMENTATION



Definition of an EEM

- Any aspect of ship <u>design</u> or <u>operation</u> or <u>technical</u> that can be cost-effectively used to reduce ship energy consumption.
- EEMs can be categorized to:
 - Ship design changes
 - Ship operation
 - Ship technical management
 - Etc.
- The above breakdown should help with defining roles and responsibility and also better structuring of the SEEMP.



EEM – Implementation

- For each EEM, the following to be defined:
 - Tasks to be done
 - Procedure for implementation
 - Procedures for monitoring
 - Roles and responsibilities



EEM – Goal Setting

- It will be good to be able to set a goal for each EEM
- EEM goal setting is not easy and should be approached carefully.
- Purpose of goal setting is to increase commitment to improving energy efficiency
- The goal should be measurable and easy to understand





EEM Monitoring

Can each EEM be monitored?



- Monitoring helps with subsequent evaluation of effectiveness of each EEM.
- Monitoring is best to be carried out against "goals".
- If "goals" are quantitative, data for monitoring need to be recorded.
- Record keeping for implemented EEMs is important for selfevaluation.



Evaluation and Improvement

- For each EEM, an evaluation needs to be made
- If evaluation showed that EEM is not correctly chosen, then it should be removed from SEEMP.
- If evaluation indicated that goals have not been achieved, reasons should be identified and SEEMP or its implementation system should be improved.



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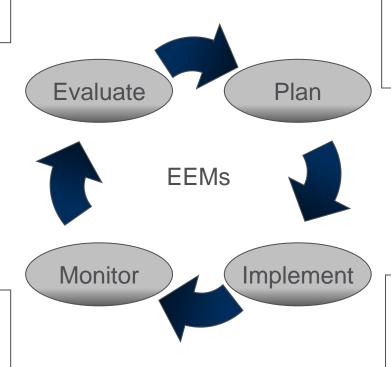
EEM Reporting

- Reporting to internal bodies on individual EEM will not be needed
- Reporting for a group of EEMs may be a good idea
- Reporting of the full SEEMP performance should be part of best practice



EEM Implementation

- Periodical review
- Setting new targets?



- Clear instructions to ship staff on what to do
- Clear instructions to shore staff

- Recording
- Reporting
- Inspection / Audit

- Define roles and responsibilities
- Clear instructions on how to implement
- · Who should do what



Summary of Learning Points

- EEM refers to any aspect of ship that can be used cost effectively to reduce its energy consumption.
- A set of EEMs needs to be devised for each ship
- EEMs need to be properly planned for implementation
- Main elements of an EEM will include:
 - Tasks to be done
 - Implementation
 - Monitoring
 - Evaluation
- Data recording and record keeping will be part of the implementation of an EEM, subject to definition at planning stage.



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EEM CASE EXAMPLES



Case Example – Weather Routeing

- Optimisation of voyage plan based on environmental data, tidal data, route requirements
- Applicable on non-coastal routes e.g. trans-Atlantic / Pacific and Asia / Pacific routes





Case Example – Speed Optimisation

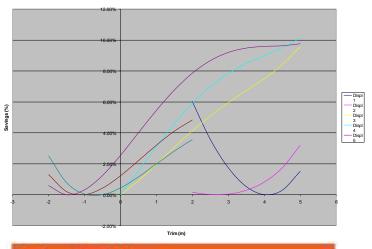
- Optimising speed to avoid 'sprint-loiter' approach
- Ensuring vessel maintains constant average speed in regards to:
 - Required Time Arrival at berth
 - Forecast weather conditions
 - Charter Party agreement





Case Example – Trim Optimisation

- For every ship there is one (or more) optimum trims depending on draught and speed
- This can be calculated based on ship modelling either through computer-based methods or model testing



Speed Trim (metres)		14 - 15.9 knots					
		-2 - -1.51	-1.5 - -1.01	-1 - -0.51	-0.5 - -0.01	0.01 - 0.5	0.51
Draught (metres)	1 9 2 8	Avoid 6.4%	Fair 2.5%	Good 1.6%	Optimal 0.0%	Fair 2.2%	Avoid 8.5%
	7.2-	Fair 2.0%	Good 0.6%	Optimal 0.0%	Good 0.3%	Good 0.9%	Fair 2.8%
	7.15	Good 0.6%	Good 0.2%	Optimal 0.0%	Good 0.6%	Fair 2.0%	Avoid 3:0%



Case Example – Use of Advanced Hull / Propeller Coatings

- Underwater performance is affected by hull and propeller condition
- Careful monitoring of speed (through water), shaft power and rpm characteristics can help define whether fouling or damage has occurred on the hull or propeller
- Use of advanced coatings can aid performance improvement with manufacturers quoting significant savings
- Careful monitoring through the between dry-docking period can assess the rate of degradation of underwater performance e.g. compared to baseline speed v power curves













Case Example – Engine Performance Assessment

- Perform routine assessment of machinery
- Refer to manufacturer for ways to optimise the performance:
 - Cylinder pressures
 - Exhaust temperatures
 - Charge air pressure
 - Turbocharger parameters
- Trend the SFOC over time to track efficiency improvements and set benchmark performance





Case Example – Training

- Effective training is the only way to reduce energy efficiency
- It requires staff 'buy-in' in order to drive the EEMs and ensure they are implemented successfully
- Consider use of incentive schemes or ship competition
- Training should not be a onetime occurrence – it is a continuous process to ensure best-practice throughout the fleet





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Any questions?

