



Sustainable viticulture and greenhouse gas management with FAIR'N GREEN

The practical sustainability system for viticulture

Keith Ulrich, Chairman of Fair'n Green

www.fair-and-green.com



"Fair'n Green is an independent, holistic and modern system for the sustainable viticulture of the future."





At Fair'n Green responsible companies work together on the future issues of viticulture.

FAIR'N GREEN consists of four main sections:





Sustainability is evaluated on the basis of these categories:



BUSINESS MANAGEMENT	ENVIRONMENT	SOCIAL RESPONSIBILITY	VALUE CHAIN
BUSINESS STRATEGY	ENVIRONMENTAL FOOTPRINT	REGULAR STAFF	SOIL MANAGEMENT
KEY PERFORMANCE INDICATOR (KPI)	ENERGY USAGE	SEASONAL STAFF	NUTRIENT INFLUX
ASSET DEVELOPMENT	WATER USAGE	PROFESSIONAL TRAINING	PLANT PROTECTION
INVESTMENT & INNOVATION	CARBON FOOTPRINT	STAKEHOLDER	BIODIVERSITY
OPERATION PROCEDURES	RESOURCE & WASTE MANAGEMENT	CORPORATE SOCIAL RESPONSIBILITY (CRS)	VINIFICATION
PROCUREMENT	SOIL COMPACTION	PROMOTION OF CULTURAL HERITAGE	QUALITY MANAGEMENT
LAW & REGULATION	REDUCING TOXIC EFFECTS OF PLANT PROTECTION		COMMUNICATION
IT-MANAGEMENT			DISTRIBUTION & TRANSPORT

What is special about FAIR'N GREEN?



- It equally considers all aspects of sustainability (ecological, economical, society-factors, concept of strong sustainability)
- Its development had a practical aim and was executed by scientists (based in practice, guided by science).
- It is the only system for sustainable wine that is successfully used in several countries (so far Germany, Austria, Switzerland, France, Italy and Israel)
- It combines novel instruments for future topics of the wine industry (including greenhouse gas emissions, carbon footprinting, biodiversity and plant protection) into one holistic service innovation
- Third party verified by GUTcert
- Mandatory improvements of members

The network of Fair'n Green members is growing





- Most members are wine estates (combination of growing and production, own sale of bottled wine)
- First cooperative certified in 2018, first winery in 2019 (wineries can only be certified if they use a steady group of producers with longterm contracts)
- First wine estate in Israel certified 2019

Activities on CO₂-Reduction



FNG was founded in September 2013

- Reducing CO₂-emissions was goal from the start
- Started to promote light-weight glas bottles in early 2014



- Collection of measures (manifest) wineries can adopt to mitigate carbon emissions
- Renewable energy, green logistic, machine combinations etc.
- First CO₂ -neutral wine estate in 2016
- Dialogue with several value chain partners on CO₂ reduction since 2015
- Member of OIV working group on CO₂
 reduction since 2019



Presentation of Fair'n Green at a press conference with the federal secretary for the environment, Berlin 2013



Wine Estate Egon Schmitt – Fair'n Green since 2014 and CO₂-neutral since 2016

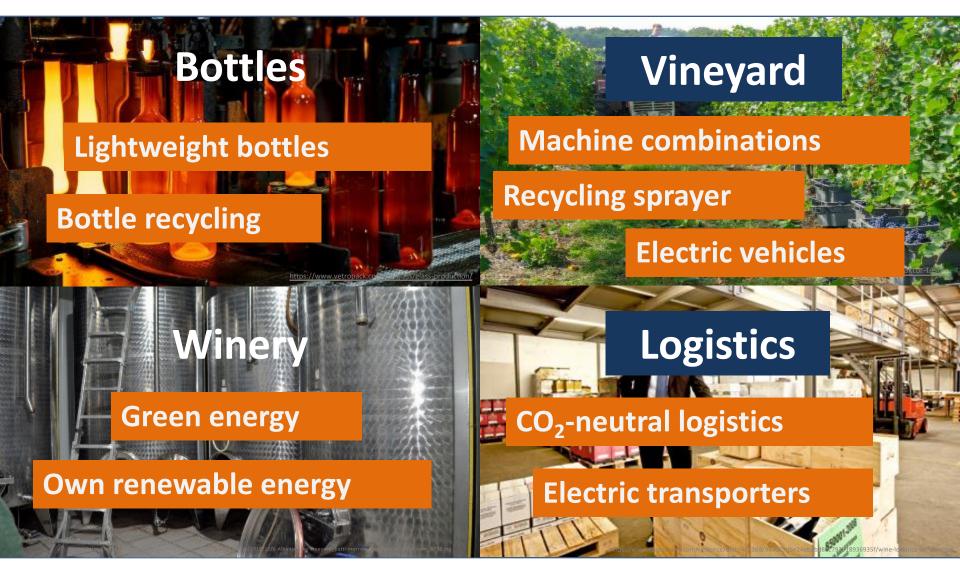
Four main areas of CO2-Emissions in winemaking:





Four main areas of CO2-Emissions in winemaking:





Scopes of CO₂-Accounting:



Scope 1:

direct emissions from owned or controlled sources

fossile energy usage

own means of transportation

emissions within the production process

volatile emissions

Scope 2:

indirect emissions from the generation of purchased energy

usage of purchased energy in the from of e.g. electricity, heat, steam and cold

Scope 3:

further indirect emissions

purchased materials and fuels

traffic emissions and business trips

waste disposal

leasing, franchising and outsourcing

sold products and services

Based on WRI GHG Protocol

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Thinking in Scopes

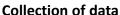


- Direct and indirect emissions
- We measure direct emissions for all FNG members annually
- Some wine estates want to go further, which means to account for indirect emissions (Scope 3)
- Basic principle: Emissions have to be
 - Relevant and
 - Manageable

Accounting for direct GHG emissions as part of the FNG certification:







- Physical data (true for 95 % of all FNG data)
- Financial data if volume not physically counted (e..g. fuel consumption)
- Fixed template for data collection



Transformation into GHG emissions

- Matching emissions factors factors
- Analysis of most imporant sources and related practices (e.g. tank cooling and storage cooling)



Benchmarking & Solutions

- Comparison of wineries
- •Similar sizes and structures
- •Development of new solutions (green energy, electric vehicles etc.)

Results and lessons learned

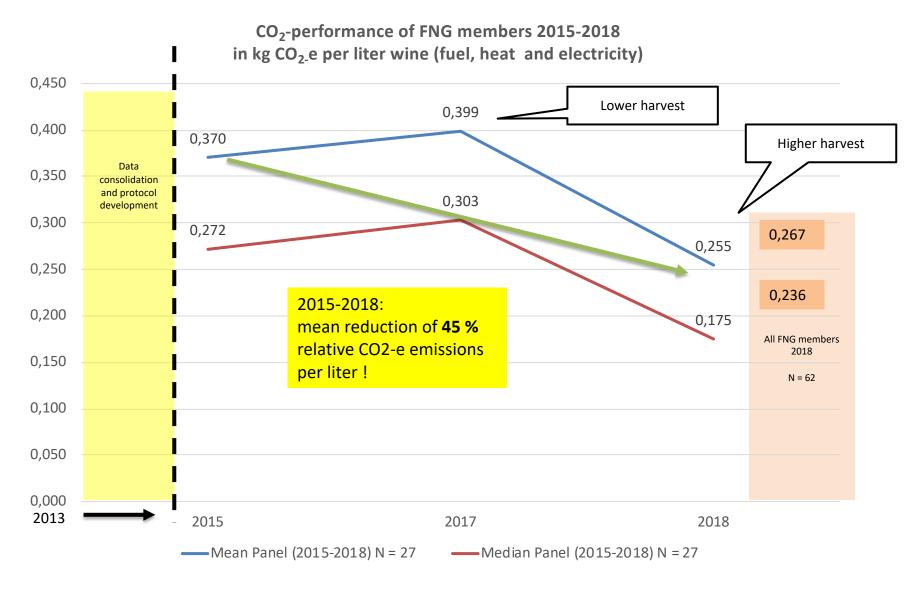


- All wine estates consume fuel and electricty, heat energy usually plays only a minor role
- Fuel and electricity account for around 70 % of direct GHG emissions
- Electricity oftentimes contributes more than fuel (!)



Exploration of panel data 2015-2018



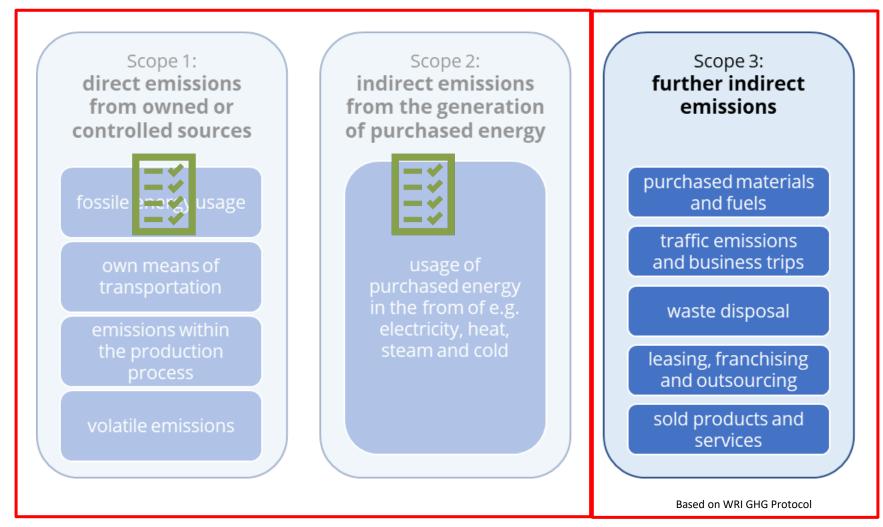




- Green energy is the easiest way to effectively reduce company carbon emissions
- Through green energy direct emissions can be cut by at least 30-45 percent (depending on harvest volume)
- Not all green energy is the same only certified energy providers are accepted
- Regular electric energy in Germany already consits of 38% green energy and is rising year by year

What about the indirect GHG emissions?





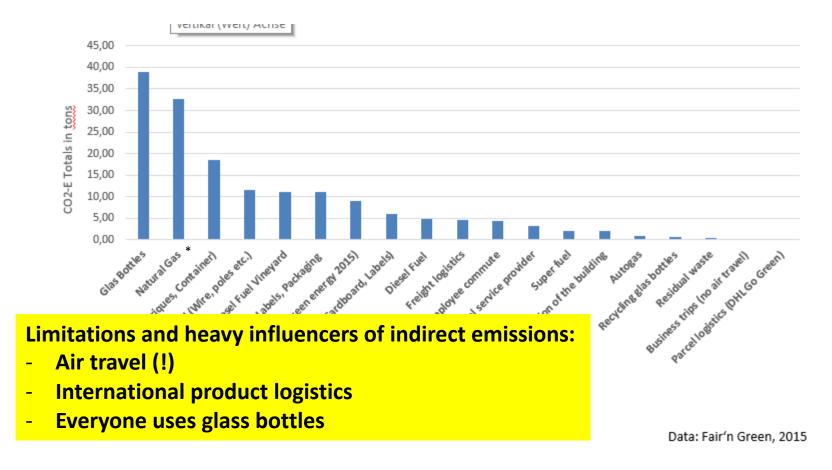
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Single biggest GHG source in wine business



The single biggest source of GHG emissions in the wine industry is glass bottles!



^{*} In this case: natural gas = second biggest source because of co-generation of heat and power (CHP-engine)





- They make no sense in everyday life
- They pollute heavily compared to other solutions
- They are more expensive than other solutions
- They are less useful (parking an SUV vs. carrying a box of six heavy bottles)



Light-weight Glass Bottles reduce the carbon footprint



Example 1: Wine Estate Meyer Näkel (Ahr)

Weingut Meyer Nakel

Leichtere Flaschen sparen CO2

Von Christine Schulze

DERNAU. Die umweltfreundliche Bekämpfung des Traubenwicklers durch Pheromone an der gesamten Ahr ist beschlossene Sache. Nicht genug damit.



Dörte (von links) und Meike Näkel mit (v.l.) einer schweren, einer mittelschweren und einer leichten Flasche. Foto: Martin Gausmann

Example 2: Winery Cantina Kaltern

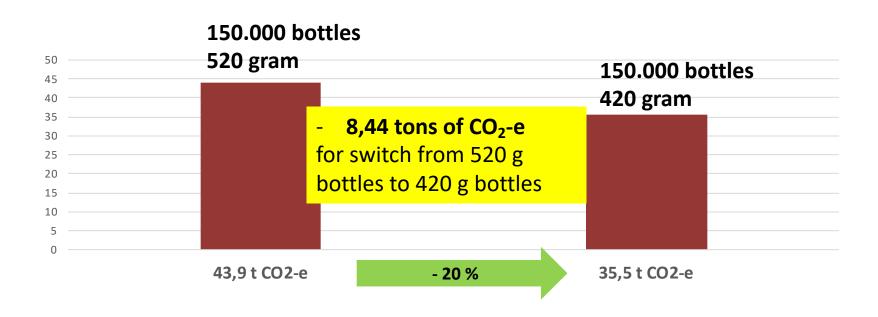
→ Cantina Kaltern was able to reduce its indirect CO2 emissions by 20 tons through lightweight glas bottles in one product line!



Impact of glass-weight on GHG emissions in the wine industry



- → 25 % reduction in glass weight translates into 20 % reduction of GHG emissions
- → Effect depends on the average bottle weight of the company (oftentimes larger than 520 gram!)
- → Most wine businesses use several different bottles: goal must be to reduce the weight of the most used bottles (similar to fleet average in car industry)



What can wineries do to reduce greenhouse gas emissions? ("Save Climate Manifest")



All Fair'n Green members agree to pursue the following goals:

- 1. Purchase of green electricity in the winery
- 2. Improving energy efficiency and promoting the operation of modern energy supply technologies such as geothermal energy, combined heat and power plants, solar and photovoltaic systems
- 3. Reduction of fuel consumption and adoption of electric vehicles
- 4. Use of light glass bottles (with a guideline of 420g) for all wines of the base segment
- 5. Extensive recycling and minimization of waste
- 6. No use of mineral nitrogen fertilizer in order to avoid related GHG emissions
- 7. Securing and promoting biodiversity (possible carbon sink)
- 8. Regional sourcing to avoid emissions from (inbound) logistics
- 9. Use of climate-neutral transports locally and promotion of climateneutral transports abroad
- 10. Reduction of business air travel / air shipments

Conclusion



- Winemaking is heavily influenced by climate change and should therefore address the issue decisively
- Winemaking can be a rolemodel for other branches of agriculture
- Winemaking can use its contact to the consumer to engage winebuyers in the topic
- There are many active measures wineries can start adopting tomorrow which not only reduce CO₂ but also can reduce costs (e.g. light-weight bottles, green energy, see Save Climate Manifest)



- In 2020 FNG will start developing a new webbased tool for emissions accounting and reduction for the wine industry
- GHG neutrality is possible
- We encourage all winemakers to join the initiative

Thank you for your attention!

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CO₂-Neutral Wine Estate Egon Schmitt



Case Study:

CO₂-neutral wine estate
Wine Estate Egon Schmitt
Pfalz

Jochen Schmitt

Activities Wine Estate Egon Schmitt



- The estate was awarded the first Fair'n Green sustainability award in 2018 for its diverse and comprehensive sustainability and climate efforts.
- The estate recently launched a "Green Vibes" product line which features new vines which are especially robust and more resilient against pests.



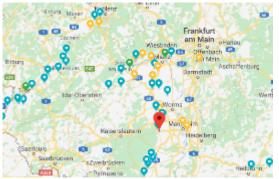
Susanne Moosmann (GUTcert verification body), Jochen Schmitt and Klaus Schneider, presid of the German Winegrowing association at the Fair'n Green event in Berlin , December 12, 2018



Case Study: Calculation of Greehouse Gas Emissions for Wine Estate Egon Schmitt



- Base year 2015
- Farm size approx. 20 ha, Various Grapes (Reds and Whites)
- Growing international customer base
- Palatinate, Germany

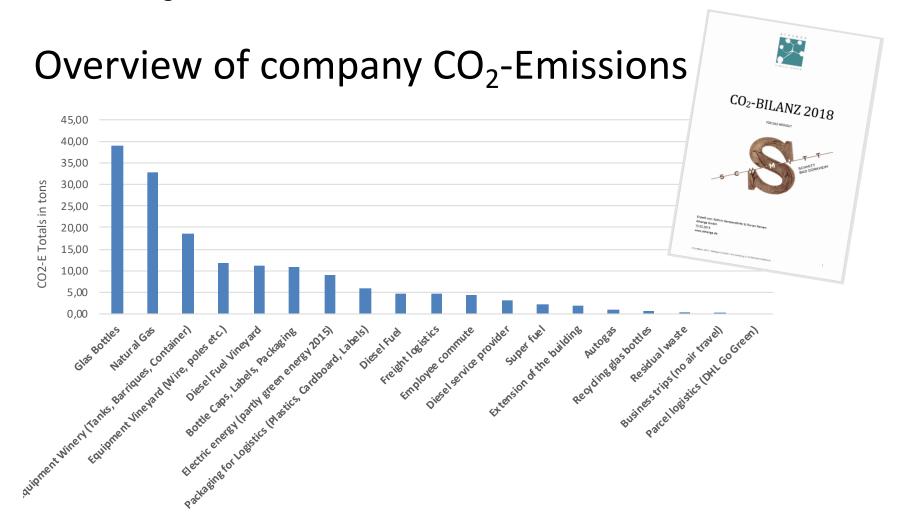




→ As part of a yearly carbon accounting all direct and indirect GHG emissions of the company are measured. Remaining emissions are compensated with gold standard certificates.

Case Study: Calculation of Greenhouse Gas Emissions for Wine Estate Egon Schmitt





Data: Fair'n Green, 2015

Activities to reduce GHG-emissions at Wine Estate Egon Schmitt



- Improvement of fuel consumption through recycling sprayer
- Own CHP-power generation
- Up to date cooling system (tanks and storage) and recently renewed winery building
- Hybrid-vehicle
- Large percentage of light-weight glass, share of recycling glass
- Own photovoltaik energy plus green energy from energy provider

Result: Carbon Neutral Wine







Wine package

Wine back label

- → Sustainability and CO₂-neutrality go hand in hand and are visible to the consumer.
- → Many customers of the wine estate especially appreciate the activities of the wine estate in order to be carbon neutral and contribute to climate-friendly winemaking in addition to its sustainability certification.
- → Both topics are actively used by the wine estate to engage customers and have conversations with them on these issues.

Leasons learnt from the emissions report



- Many sources of carbon emissions can be actively influenced by the winemaker (Which bottles to buy, which energy to use, (...))
- Over the years the company was able to significantly reduce its carbon footprint through various active measures
- Remaining CO2-emissions have been compensated through certified emissions certificates (UN Goldstandard)
- In addition to its sustainability certification the wine estate now has a proactive tool to communicate its environmental efforts to consumers

Thank you for your attention



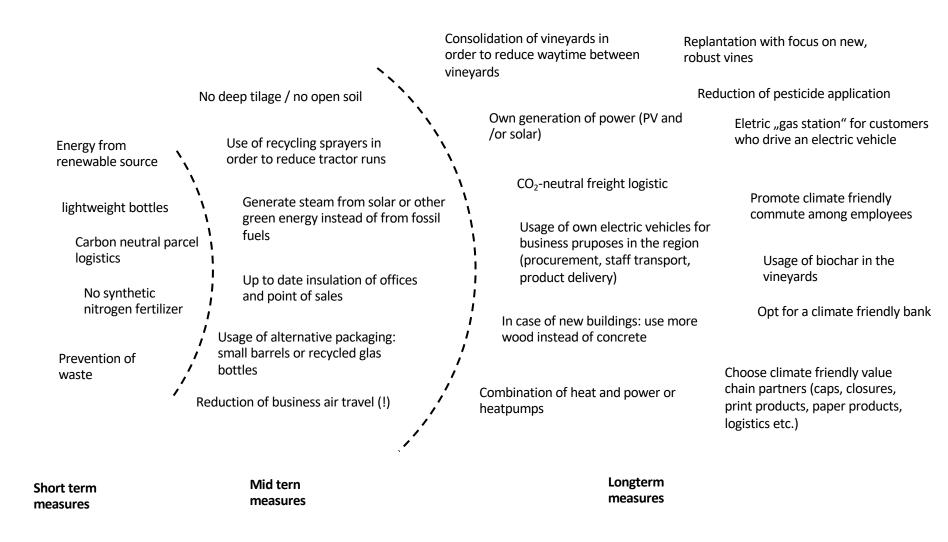


Climate Change and Sustainable Winemaking – ways forward?

DISCUSSION

Ways for winemakers to reduce GHG emissions





Backup



How do we calculate direct carbon emissions?



- Each member company must submit ressource usage such as electricity consumption, fuel and heat (among others)
- Consumption is transformed into GHG emissions through emission factors
- Source: German Environment Agency (UBA) or others national agencies



ProBas
Prozessorientierte Basisdaten für Umweltmanagementsysteme

Example: Green Energy



- → Out data indicates that electricity accounts for roughly one third of direct GHG emissions of wine estates (grape producing + cellar processes)
- → These emissions can easily be neutralized by using electricity from renewable sources (wind, water, solar)







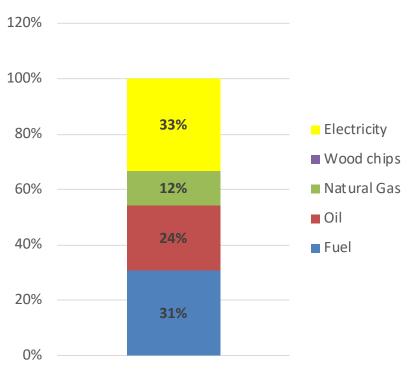
Example winery: 100.000 liters, 150.000 bottles annually

		Physical	GHG Emissions in t CO2-		
Direct Emissions	Emissions Source	Volume	E	Emissions after reduction	
(Scope 1-2)	Fuel	3750 Liters	11,96	10,17	-15%
	Natural Gas	8000 kWH	2,00	0,10	-95%
	Electricity	25.000 kWh	13,00	0,10	-99%
Indirect Emissions					
	Glass Bottles, 150.000 units, average	82,5 tons of			
Scope 3	550 Gram each	glas	43,91	35,47	-19%
	Flight FRA – JFK	4 flights	12,27	3,07	-75%
	Packaging		?		
	Closures		?		
	Vineyard Material		?		
	()		?		
	Totals		83,15	48,91	-41%

What drives direct carbon emissions?





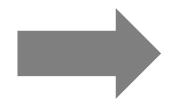


Challenges:

- Private consumption on site
- Other businesses' consumption (e.g. restaurants) on site

2018 mean value: **0,489 kg CO₂-e**

without green energy



2018 mean value: **0,267 kg CO₂-e**

Using green energy

What is special about FAIR'N GREEN?



- Fair'n Green measures greenhouse gas emissions ever since its foundation in 2013
- Important goal was to promote active steps for climate friendly winemaking
- GHG accounting is inspired by international protocols (WRI GHG Protocol, ISO, OIV-Guidelines)
- Important rule: emissions have to be
 - Relevant
 - Manageable









What we know from the literature



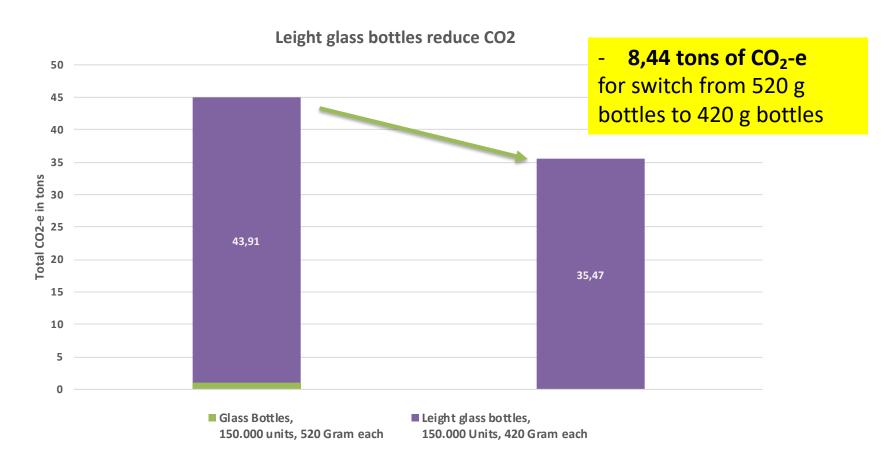
- Around the world many wine businesses have begun measuring their carbon footprint
- Carbon footprinting (CF) has become an important environmental indicator for sustainability management
- We have adequate tools to allocate and measure carbon emissions of wineries
- In winemaking, in general four areas are of main concern:
 - Procurement (Bottles, Caps, Packaging)
 - Vineyard (Machinery, fuel)
 - Production (Cooling, Electricity)
 - Logistics / Airtravel

Special issue: Soil

- Impact of fertilizer and tillage on carbon emissions
- Soil interactions, Possible carbon sink
- ongoing research

Leight glass can significantly reduce indirect GHG emissions



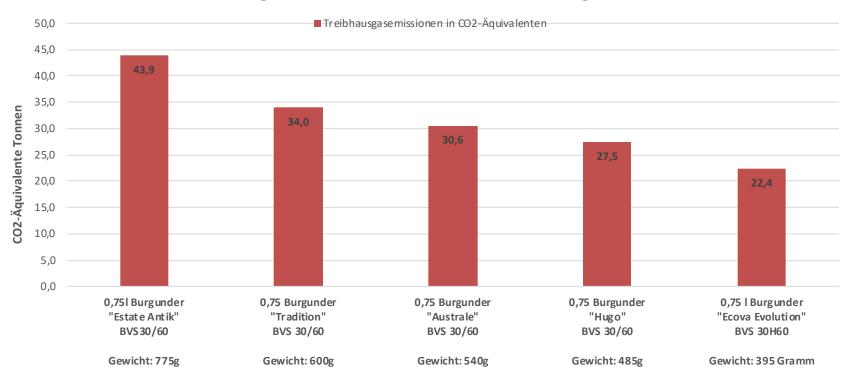


- → If you reduce bottle weight by just 25% you can reduce 20% of indirect GHG emissions related to glass production!
- → This comes close to the fuel emissions of a wine estate with 100.000 liters

Leight glass bottles reduces GHG emissions



Berechnung der CO₂-Emissionen für 100.000 füllfertige* Flaschen



Eine Reduktion des Flaschengewichts von 485 auf 395 Gramm spart pro 100.000 Flaschen rund 5t CO2-Emissionen.

Dies entspricht einer Minderung von rund 20%.

^{*} Es wurde die Glasherstellung (Behälterglas) sowie der Transport der Flaschen zum Weingut über eine Entfernung von 100 km berücksichtigt. Der Anteil des Transports an den Gesamtemissionen der Flasche beträgt in diesem Szenario rund 0,6%. Die Sterilisierung der Flaschen wurde nicht berücksichtig, da hier der Energieaufwand pro Flasche weitestgehend identisch ist bzw. nicht vom Gewicht der Flasche abhängt. Emissionsfaktor Behältglas = 563kg CO2-E/Tonne; Quelle:

How to calculate the carbon footprint of a winery?



- GHG Protocol
- ISO 14067
- OIV-Guidelines



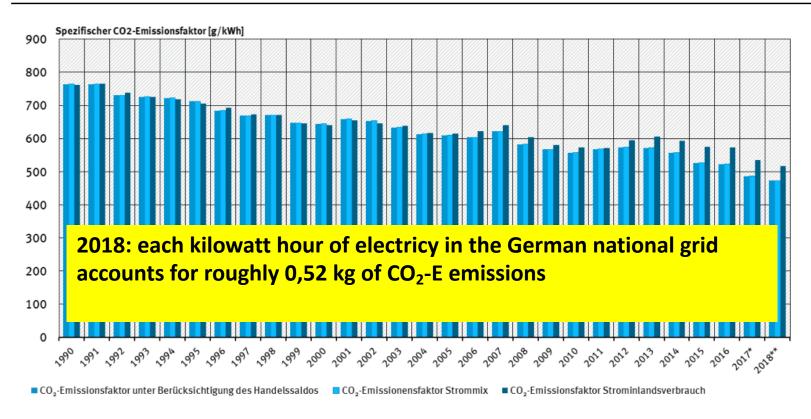








Abb. 2: Spezifische Kohlendioxid-Emissionen des deutschen Strommix mit und ohne Berücksichtigung des Stromhandelssaldos



2017* vorläufig 2018** geschätzt

Quelle: eigene Berechnungen Umweltbundesamt März 2019



Case Study 1:

Sustainability activities and climate protection at Wine Estate Georg Breuer Rheingau

Theresa Breuer

Sustainability Activities at Wine Estate Georg Breuer



The estate Georg Breuer is active in many field of sustainable winemaking such as:

- biodiversity management
- Recultivation of steep slope vineyards
- Renovation of historic cellar and buildings
- Preservation and promotion of cultural landscapes
- Increased trainings for employees
- Flexible working hours to align work and family
- Procurement of green energy and GHG-neutral natural gas

Sustainability Activities at Wine Estate Georg Breuer





High degree of manual labor in the steep vineyards contribute to both grape quality and lower CO₂-emissions.



The wine estates practices environmentally friendly plant protection and uses neither insecticides nor herbicides.

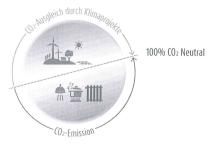
Actions to mitigate direct CO₂-Emissions at Wine Estate Georg Breuer



Wine Estate Breuer uses energy from renewable sources and also climate-friendly natural gas (compensation of emissions by an "all-green" energy provider Lichtblick)







→ No direct emissions from natural gas or electricity!

Only direct emissions from fuel for vineyard work remain.

Other measures are adopted as well!



icture. Wille Estate Georg Breder



Many thanks for your attention!



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