# Net Zero NHS Scotland 2025

Delivering Carbon Savings for Critical Infrastructure





We Do Energy, Right by You.



Marc David | Strategic Energy Partner



# Case Study | The State Hospital

Energy Solution: Oil to LPG





## **Understanding Our Customer**

#### **Customer Profile**

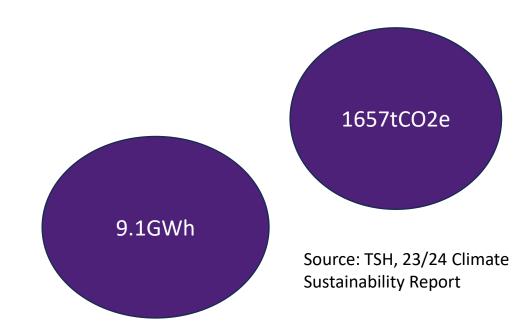
- Significant Estate across 10+ buildings
- Constant baseload of lowgrade heat (6.5GWh)
- Gas Oil heating system (700kW x2)
- 840kW Biomass Heat System (Woodchip) providing flexible heat output

#### **Customer Challenges**

- Secured Site, controlled access for installation and deliveries
- High Heating Costs
- Need to decarbonise
- Limited internal resource to manage complex projects

#### **Client Drivers**

- National targets of Net Zero by 2040
- 75% reduction by 2030 (Scope 1 & 2)
- MCPD compliance





## **Understanding The Challenge**



#### **Objectives**

- 1. Provide a turnkey project
- 2. Deliver a reliable, lower carbon and cost-efficient heating system



#### **Site Constraints**

Controlled access to site

No downtime during switch
out



#### **Procurement**

Flogas Britain procured through ESPO framework

CapEx from Scot Gov LCITP



## **Delivering The Solution**



6 x 2T LPG Tanks and vaporiser



Duel Fuel Boiler retrofit, new burners



Full civil works for LPG Compound



**MEP** 



**Gas service pipework** 



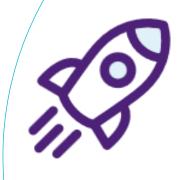
#### What we Delivered

- Full project management and delivery of system
- Gas compound was constructed and installed beyond perimeter fence
- Molling of 2 x drill pits for gas pipeworks
- Decommission and uplift of existing redundant tanks,
   freeing up 143m2 of vital estate



## **Evaluating The Outcomes**





1600T Carbon saved, equivalent to going to the moon and back 12 times



#### **Lessons Learned**

Project delivered on time and within budget

#### **Carbon Savings**

Yr 1 (expected) = 181t Yr 1 (actual) = 274t <u>overachieving</u> original estimates

Total savings YTD 2747t delivered LPG = 1600t Carbon saved\*

#### **Commercial Implications**

26% reduction in energy costs + savings through reduced maintenance

#### Next Steps ...

\*Like for like savings to 3.6mL gas oil (since 2018)



## What Our Client Had to Say

"The installation was incredibly straight forward, and the Flogas team managed it all against a very tight deadline. From initial consultation through to the actual installation process, Flogas met all our expectations and communication was excellent."

Brian MacLean - Estates Manager, TSH

## **Energy Partnership for NHS**

Delivering against carbon targets as strategic partner



## Low Carbon Fuel Switching

#### **Bio-Gas**

- ✓ Very Low Lifecycle GHGs
- ✓ Drop In Fuel
- ✓ Available Today
- **X** Immature Market
- **X** Limited Feedstock
- X Infrastructure
  Investment (onsite)

#### Electrification

- ✓ Net Zero fuel from 2030
- ✓ Technology Costs Reducing
- **✓** VPP and Smart Grid options
- **X** Electricity Costs Are High
- **X** Grid Upgrades
- **X** Resiliency Issues

#### Hydrogen

- ✓ Green H2 zero emissions
- ✓ Suitable for Industrial process
- ✓ Synergy with Renewables
- X Supply Chain Limited
- X High Delivered Cost
- X Calorific Value

#### **District Heating**

- ✓ Cost Efficient at Scale
- ✓ Hospitals are anchor loads
- ✓ Reduces individual OpEx (Boiler)
- X Lack of Certainty
- **X** Aged Estates
- **X** Regional and Local Variances



# Flogas Britain

Part of the DCC Plc family of energy businesses



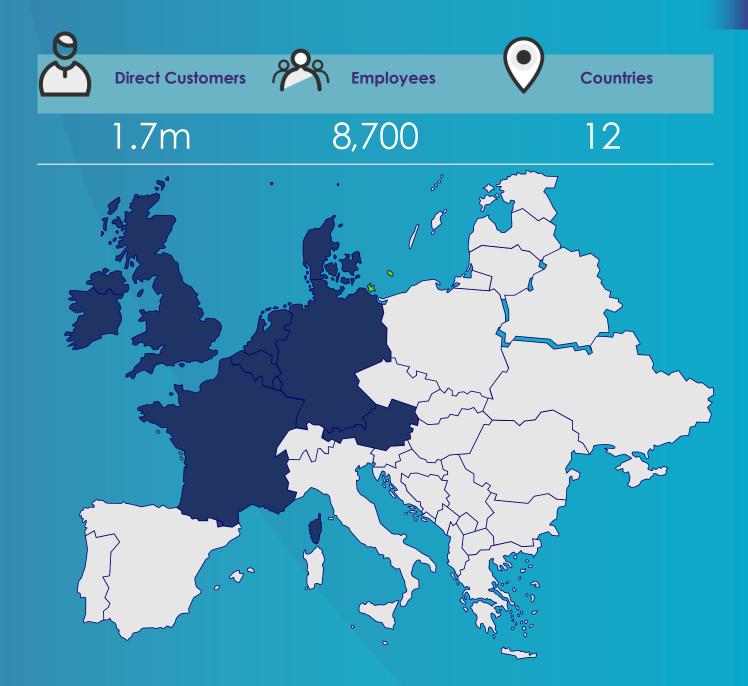
### DCC Plc - overview

#### **DCC ENERGY**

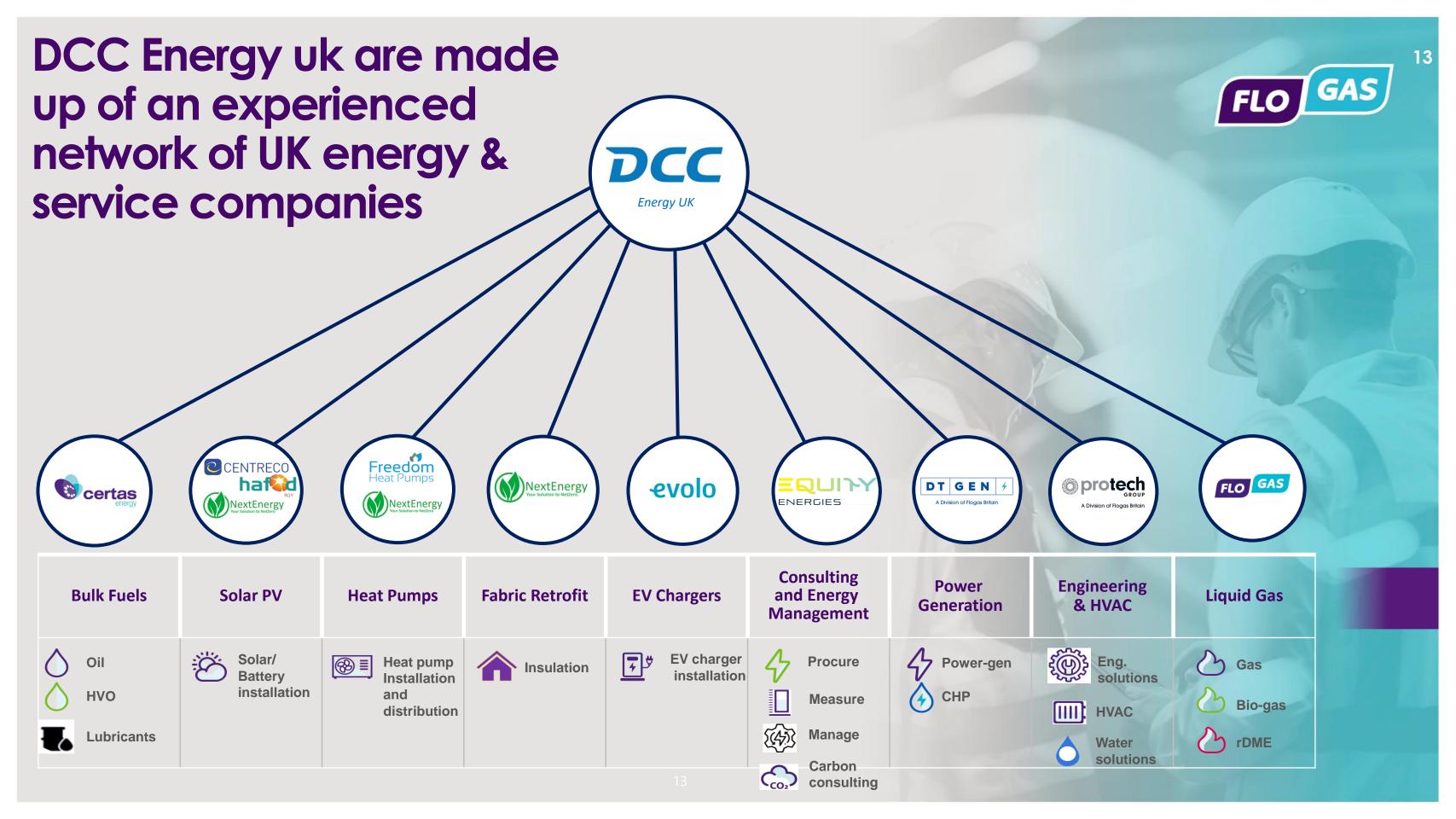
DCC Energy is putting cleaner energy in your power by leading the sales, marketing and distribution of cleaner energy solutions. We do this across two businesses: Energy Solutions and Mobility.

#### **EUROPE & USA**

France	Austria	Belgium	Germany
UK	Denmark	Netherlands	Luxembourg
Ireland	Norway	Sweden	USA







## **BioLPG Further Info**

A Renewable Gas Guarantee of Origin (RGGO) is a type of Environmental Attribute Certificate of which there are many kinds in common use in the UK[1], across Europe and around the world[2].

The RGGOs allocated to Flogas customers represent the kWh of biopropane produced and physically supplied to Flogas. Once supplied to Flogas, biopropane mixes with other sources of propane received and it is not possible to physically track who received the biopropane (which is chemically identical to propane) from fossil sources. Instead, the RGGO is used to allocate the "green value"[3] to a particular consumer and ensure that they are the only party to claim to have used that unit of biopropane.

RGGOs are issued as electronic certificates in a secure digital database. This ensures that only one RGGO is issued for each kWh of biopropane and that once it is allocated to a consumer it can be marked as retired and cannot be used again.

If you purchase renewable electricity, there are similarities in the electricity market when mass-balancing power contracts from renewable sources.

Biopropane is also recorded as 'Outside of Scope' on the UK Government Greenhouse Gas Conversion Factors (2024) for Scope 1 CO2 emissions [4].

[1] https://www.gov.uk/government/publications/green-gas-levy-ggl-rates-and-exemptions/exemptions-from-the-green-gas-levy-ggl-approved-biomethane-certification-schemes [2]https://www.ofgem.gov.uk/environmental-and-social-schemes/renewable-energy-guarantees-origin-rego

[3] https://www.greengas.org.uk/certificates

[3] https://www.gov.uk/government/publications/greenhouse-gas-reporting-conversion-factors-2024 E&OE.



# Thank You

Marc David
Strategic Energy Partner
marc.david@dccenergy.co.uk





We Do Energy, Right by You.