Waste Cooking Oil into Biodiesel Transformation and its Economical Potency through Circular Economic Model in Semarang Barat Area Indonesia

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Abstract. The circular economic scheme is applied to utilize the waste cooking oil from semarang barat resident area as raw material of biodiesels, the results shown that biodiesels production was able to produce 82.54% of biodiesels yields and analyzed refer to Keputusan Direktur Jendral Minyak dan Gas Bumi No.13483K/24/DJM/2006 specification including FAME concentration, Flash Point, Density, Viscosity and calorie value. Based on the analysis, the biodiesel produced has the potential as a substitute for diesel oil used for boiler fuel. This scheme is able to generate net income of IDR 135,542,430 per year from the biodiesel utilization on the difference of diesel oil utilization for boiler fuel and IDR 14,928,656 per year from crude glycerol sales.

Keywords: Biodiesel; Circular Economy; Waste Cooking Oil.

1 Introduction

Biodiesel can be produced from agricultural, farming and waste products, particularly waste cooking oil (WCO) [1]. Rate consumption of cooking oil per capita in 2015 was based on SUSENAS-BPS is 11.23 kg /capita, makes total domestic consumption for the year was 2.87 million tons of cooking oil or equivalent to 4.2 million tons of palm oil [2]. If that potential is fully developed into biodiesel, it will reduce domestic waste disposed into the environment, causing substantial drainage and edaphic pollution, as well as high quantity Green House emission from the disposals to the environments [3]. Biodiesel is produced from natural oils or animal fats and alcohol, through a transesterification reaction, this chemical reaction converts triglycerides form esters better known as Fatty acid methyl esters (FAME) [2].

Literature review focus on economic studies related to the production of biodiesel with a variety of catalysts and technologies offered, one of them is biodiesel production with acid and alkaline that able to produce up to 94% yield [4]. It is Not so many articles that discuss the economic analysis aspect for the production of biodiesel fuel WCO, techno-economic studies using raw materials of WCO is done by [5] require large upfront investment as the process of using super-critical method. Simulation of the potential of biodiesel made from used cooking oil in beirut done by [6] at the laboratory scale production and calculate the market price of products with various sources of providers, shows that the biodiesel production to be economically competitive with fossil fuels. Incorporation of low-cost production process with the potential WCO source, biodiesel development process can be carried out at least for about waste reduction through its Corporate Social Responsibility program with the scheme circular economy in our neighborhood, while reducing pollution also gather profit.

Circular economy is an economy constructed from societal production-consumption systems that maximize the service produced from the linear nature-society-nature material and energy throughput flow. This is done by using cyclical materials flows, renewable energy sources and cascading type energy flows. A successful circular economy contributes to all the three dimensions of sustainable development. Circular economy limits the throughput flow to a level that nature tolerates and utilizes ecosystem cycles in economic cycles by respecting their natural reproduction rates [7]. The circular economy approach is supported by approaches based on resource- or eco-efficiency, sustainability, corporate social responsibility (CSR), the triple bottom line and so on, but these are not as systems-

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focused and can probably be classed as encouraging strategies that are ‘less bad’, rather than ‘more good’ [8]

The study aims at analysis of economic potential (circular economy) production of biodiesel made from WCO by utilizing the Corporate Social Responsibility lane factory in Semarang barat region to be recycled into biodiesel using a machine with a capacity of 50-70 kg per batch. The production of biodiesel is used to fuel the boilers, the profit potential fuel price difference with the existing circulate the resident in the neighborhood as WCO purchased scenario.

2. Methods

2.1 Waste Cooking Oil (WCO)
A scenario of the raw material intake of WCO is taken from the residents around the district of Semarang Barat, with a scheme of corporate cooperation through the program Corporate Social Responsibility of a company in the area. The approach of potential supply and raw material prices is conducted in a literature study approach.

2.2 Biodiesel Production
Biodiesel was produced using a machine belonging to Diponegoro University with a capacity of 50-70 liters. The process begins with a analysis of free fatty acid levels (FFA) using a method [9], when the level of FFA < 2% then the production process only carried out trans esterification process, instead the rate of FFA > 2% then the process of esterification first before proceeding to the trans esterification to lower FFA levels. Prior to the esterification or trans esterification of raw materials, fried oil is done filtering the raw materials of cooking oils with flannel to remove the coarse particles.

2.2.1 Esterification Reaction
Methanol (1:2.5) molar ratio to used WCO that has been mixed with H$_2$SO$_4$ 0.2% (V/V) against WCO, stirred with a continuous system at a temperature of 60 ± 2 °C for 1 hour [4]. Separate the bottom layer for the trans esterification process.

2.2.2 Trans Esterification Reaction
Add raw material that has been through pretreatment or raw material with a level of FFA < 2% with methanol (1:4.5) molar ratio that has been dissolved by KOH as much as 1% (w/w). Stirred with a continuous system at a temperature of 60 ± 2 °C for 2 hours [4]. Settled it on the tank for 24 hours to get a perfect separation. Separate the glycerol (bottom) and FAME (upper) parts, proceed to the washing process and distillation

2.2.3 Washing and distillation
FAME transesterification is washed with water (1:1) v/v with a washing temperature of 80 ± 5 °C, up to the remaining water of clear wash. The washing results are distilled at 110 ± 5 °C to eliminate residual water and the remaining methanol is collected for nexy batch biodiesel process. Calculate production yield by:

\[
\text{Yield} (\%) = \frac{\text{Amount FAME produced}}{\text{Amount Oil}} \times 100 \%
\]

2.2.4 Standardization
The result of FAME washing and distillation is measured according to Decree of the Director General of Oil and Gas No.13483K/24/DJM/2006 about the standards and specifications of Biofuels [10]

2.3 Circular Economic Scenario
Economic analysis is conducted by calculating the potential profit on the production of biodiesel through the circular economy scenario. Utilization of cooking oil waste into biodiesel through the program corporate social responsibility an industry in Semarang barat region, biodiesel products used to fuel the boiler steam factory with a capacity of 1 ton/hour with a fuel rate of 63.1 L/h (Diesel Fuel) [11]. Existing steam boilers used High-Speed Diesel fuel (HSD) as a fuel and the potential profit generated against the difference in the price of biodiesel production and HSD played to the community as a purchase of used cooking oil raw materials.

2.3.1 Economic analysis

\[
\text{Profit} = (\text{Price of biodiesel} - \text{Price of HSD}) \times \text{Amount of production}
\]

2.3.2 Profit calculation

\[
\text{Profit} = \text{Revenue} - \text{Costs}
\]

Fig.1. Circular economic diagram
3 Results and discussion

3.1 Raw Material

Total population of Semarang is 159,018 people [12]. Cooking oil consumption data obtained per capita average is 0.208 litters per week [13]. The amount of used cooking oil that is disposed as waste is 27.61% of new cooking oil [14]. Further semarang barat district potentially produce used WCO as much as 9132 litters per week. The sales scenario of WCO from the neighbourhood is IDR 2000,- per Litter [15].

3.2 Biodiesel Production

Conducted testing of free fatty acid levels of WCO, obtained the following results:

Table 1. FFA Analysis

| parameter | Rep.1  | Rep.2  | Rep.3  |
|-----------|--------|--------|--------|
| FFA       | 1.32%  | 1.29%  | 1.35%  |

FFA levels are less than 2% so that biodiesel production without going through esterification reaction [16]. The level of FFA cooking oil standard distributed according to SNI (Standard National Indonesia) is < 0.3%, even the result after nine times of usage showed FFA results 0.393% [17].

![Fig 2. Biodiesel processing machine](https://example.com/image2)

Based on the test results, biodiesel calorie value is higher than the value of the diesel oil which means higher heat energy emitted from combustion. Flashpoint testing showed 15.5 °C higher than the diesel oil. Utilized the boiler temperature of lighters that reach 3,000 °C, and biodiesel flashpoint is 75.5 °C then the burning process become instantly. Viscosity and density affect the ability of fuel spraying into the fog, thus perfect combustion has occurred, the results of density and the viscosity is still within the limits of the specifications have been determined.

![Fig 3. Biodiesel produced](https://example.com/image3)

3.3 Economy Analysis

The process of biodiesel production with WCO as much as 55.75 Kg (61.91 litters), obtained Cost of Good Manufacturing to with the following table 2:

Table 2. Biodiesel Quality

| Parameter          | Biodiesel | Diesel Oil |
|--------------------|-----------|------------|
| Calorie Number (cal/g) | 10.763   | 10.000     |
| Flash Point Number (°C) | 75.5     | Min 100 60 |
| FAME Concentration (%)   | 99,07    | Min 96,5 n/a |
| Density (kg/m³)        | 874      | 815-860    |
| Viscosity (mm²/s)      | 5.42     | 2.3-6.0 2.5-11 |

![Fig 3. Biodiesel produced](https://example.com/image3)

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![Fig 3. Biodiesel produced](https://example.com/image3)

3.3 Economy Analysis

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Table 3. COGM biodiesel

| Cost Parameter | Amount/unit | Total (IDR) |
|----------------|-------------|-------------|
| Raw Material   | 61.911 liter | 123.822     |
| KOH            | 0.55 kg     | 13.475      |
| Methanol       | 10.8 liter  | 97.200      |
| Water          | 0.15 m³     | 600         |
| Direct Labor   |             |             |
Compared with the price of natural gas IDR 7900 per m3, there is still a price savings of IDR 177.021 Per day, but because of biodiesel in the form of fluid in daily practice an obstacle related to the mixing of gases and liquids as fuel. The above advantages can be increased by raising the yield of production, looking for alternative materials with cheap price and enlarge the capacity of production machinery according to the capacity of the boiler used.

4 Conclusion

Recycled WCO as biodiesel feedstock in Semarang Barat District is able to produce of IDR 135,542,430 per year profit from the distribution of biodiesel and IDR 14,928,656 annually profit from the sales of crude glycerol, using a circular scenario The economy above. That potency is expected many more companies or industries that implement a circular economy that aims for a sustainable economic concept that works without waste, save resources and synergize with the environment [8,21]

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Table 4. Biodiesel production scheme

| Step     | Day 1(Hours) | Day 2(Hours) |
|----------|--------------|--------------|
| Preparation | 1 2 3 4 5 6 7 8 | 1 2 3 4 5 6 7 8 |
| trans     |              |              |
| Wash      |              |              |
| Distil    |              |              |
| Note      | Batch 1      | Batch 4      |
|          | Batch 2      | Batch 5      |
|          | Batch 3      | Batch 6      |
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