

# How to develop a Baseline Emission Inventory

## Technical training on the Covenant of Mayors

JRC training for IUC contractors and FPI Programme managers

> Brussels 13-14 February 2017



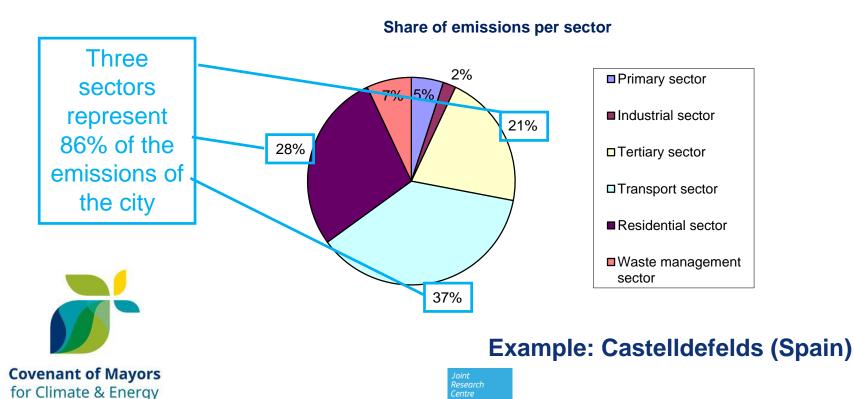
- What is the Baseline Emission Inventory (BEI)
- The human activity sectors used by the Covenant of Mayors
- Key concepts and calculation rules
- Greenhouse Gases (GHGs) included and Emission factors





European Commission

BEI quantifies the amount of  $CO_2$  emitted due to final energy consumption in given activity sectors on the municipality's territory within a calendar year and it helps to select the appropriate actions.





BEI is an **instrument** to follow progress towards the  $CO_2$  reduction objective taken by signatories: >20% by 2020 or >40% by 2030.

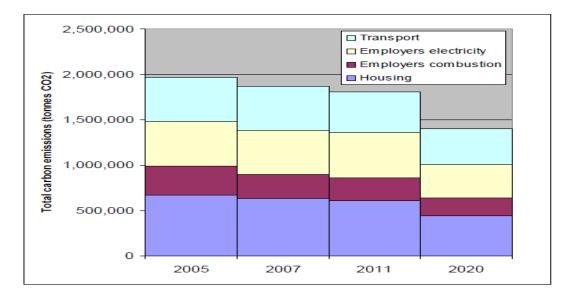
**Simplicity** of use and **flexibility**: the BEI should not be a barrier for action. Should suit very different situations, from the largest capitals to very small communities, from newcomers to very experienced cities.

It is mandatory to cover only those sectors which are most emitting and which could be influenced by the local authority's actions (such as Municipal, Residential and Tertiary Buildings and urban Transport, further defined as **Key Sectors**). The inclusion of other sectors is optional.

Focuses mainly on GHG emissions occurring due to final energy consumption and mainly on  $CO_2$  emissions ( $CH_4$  and  $N_2O$  are optional).

European Commission

The BEI shows where the local authority is at the beginning of the planning process, and the successive monitoring inventories will show the progress towards the objective.





#### Example: Sunderland, UK

Joint Research Centre



The base year is the reference year for setting the objective.

The Covenant's goal is to contribute to the EU commitment to reduce GHG emissions by 20 % by 2020 and by 40% by 2030 compared to 1990.

The recommended baseline year is 1990.

If data availability is insufficient, then a subsequent year must be chosen.



## **Base years in CoM**



21% Number of signatories 11%15% 14% 

Data from CoM BEI dataset (N=5,403, 97% from EU28) at 4<sup>th</sup> of September 2016, Kona A. et al., 2016

The population covered in the corresponding SEAPs is represented in relative terms by the size of the bubble.





For the territorial extensions of the Covenant beyond EU borders, the local economic situation was taken into account when recommending the base year.

For example for CoM East - originally covering countries from Eastern Europe and Central Asia - the recommendation is to use a more recent year which is representative of the current economic situation.







It is set by the administrative boundaries of the local authority signatory of the Covenant.

The majority of CoM signatories are municipalities, but there are also higher administrative units (e.g. provinces, regions, counties).

It coincides with the territory where the final energy is consumed and the one tackled by the SE(C)AP measures.

> The signatory might choose not to tackle through any measures, sectors which are otherwise included in the inventory (not recommended). Nevertheless the target applies to all emissions included in BEI.







### **Two key principles**

1) The Covenant follows essentially (but not exclusively) a territorial approach, looking at the GHG emissions on the territory of the local authority.

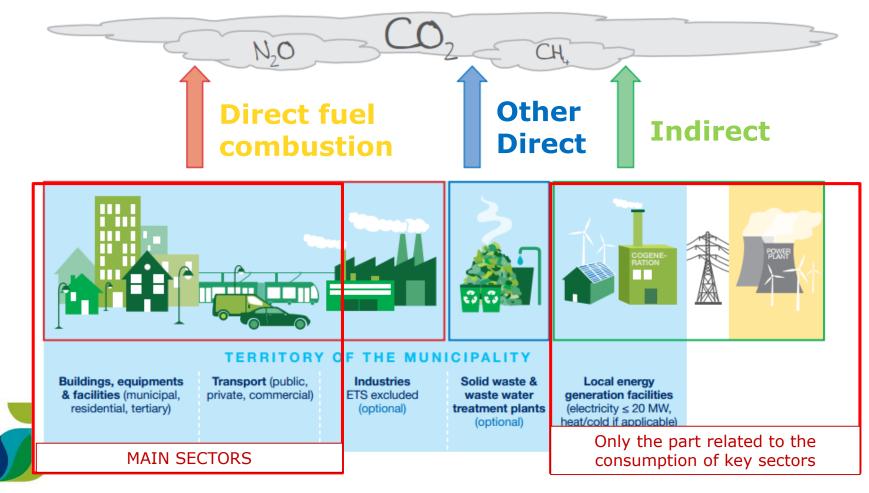
2) The focus of the Covenant is on Final Energy Consumption and promoting distributed generation from renewable sources.







## **Targeted** emissions



**Covenant of Mayors** for Climate & Energy



#### Not exhaustive inventory



**1.) Identifying the emission sources and collect activity data:** 

□ Final energy consumption:

- in buildings, equipment/facilities and industries
- in transport

Local generation of grid distributed energy (electricity, heat, cold)
Considered indirectly, via

Considered indirectly, via emission factors, if included in SECAP

Other emission sources (not related to energy consumption) (e.g. waste ...)

2.) Choosing the emission factors

Only emissions reported, no activity data required

#### 3.) Calculating the GHG Emissions



### Buildings, equipment/ facilities

- Municipal
- Tertiary (commercial & non-municipal services)
- Residential

Urban transport (municipal, public, private)

#### STRONGLY RECOMMENDED

= the CoM EU key sectors

**RECOMMENDED IF** 

IN SEAP

#### Local production of grid distributed energy:

- Electricity
- Heat/Cold

#### Other energy related sectors:

- Industries not involved in the EU ETS\*
- Agriculture, Forestry, Fisheries (only energy consumption)
- Other road transportation (e.g. highways)

#### Non energy related sectors:

Wastewater and/or solid waste treatment (non energy related)

\* European Union Emissions Trading System (EU ETS)





Focus on sectors that can be directly influenced by local policies

European Commission



A more comprehensive list of sectors to be included in the BEI is provided in the CoM Guidebook (JRC, 2010).







### Activity data (AD)

AD quantifies the human activity occurring in the territory of the local authority.

Examples of activity data are:

- oil used for heating in residential buildings [MWh<sub>fuel</sub>]
- electricity consumed in municipal buildings [MWh<sub>electricity</sub>]
- heat consumed by residential buildings [MWh<sub>heat</sub>]



It is strongly recommended to use **data relevant for the local territory**! If the inventory is built with national averages, the subsequent inventories will not show the effect of the actions implemented at local level!



#### **Emission factors (EFs)**

EFs are coefficients which quantify the emission per unit of activity. The emissions are estimated by multiplying the EF with the corresponding activity data.

Examples of EFs are:

- amount of CO<sub>2</sub> emitted per MWh of oil consumed [tCO<sub>2</sub>/MWh<sub>fuel</sub>]
- amount of CO<sub>2</sub> emitted per MWh electricity [tCO<sub>2</sub>/MWh<sub>electricity</sub>]
- amount of CO<sub>2</sub> emitted per MWh heat consumed [tCO<sub>2</sub>/MWh<sub>heat</sub>]





## Activity Data \*

## **Emission factors**

#### **Emissions**

electricity consumed in municipal buildings [MWh<sub>electricity</sub>] amount of CO<sub>2</sub> emitted per MWh electricity [tCO<sub>2</sub>/MWh<sub>electricity</sub>]

total amount of  $CO_2$ emitted from electricity [t $CO_2$ ]

Find the proper data related to your local authority



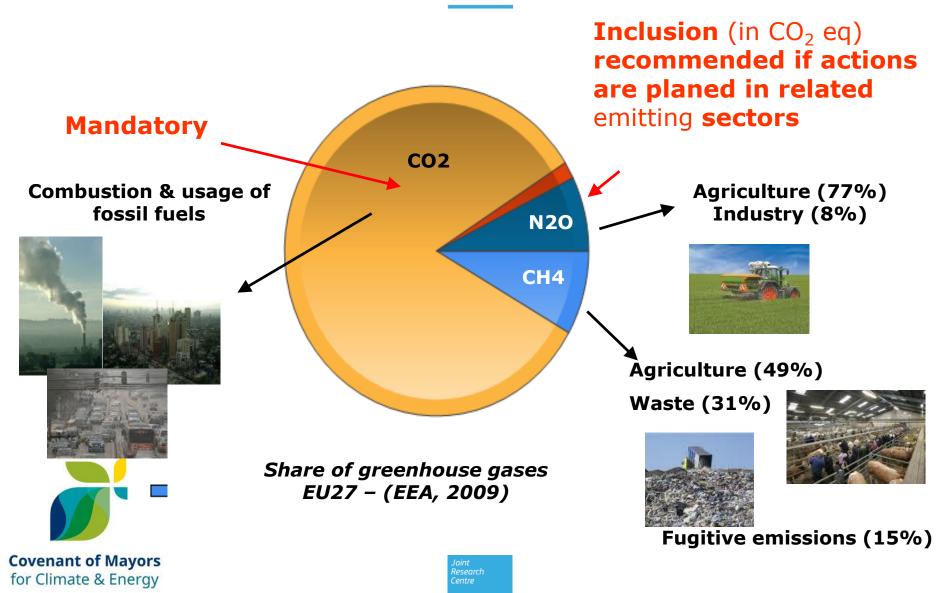
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Most emission factors can be found in the Guidebook and in technical literature

> Joint Research Centre

## Choice of Greenhouse Gases (GHG)







If GHG other that  $CO_2$  are included in the BEI, then it is necessary to convert the amount of  $CH_4$  or  $N_2O$  into  $CO_2$  equivalents multiplying by Global Warming Potential coefficients:

TABLE 3. CONVERSION OF CH <sub>4</sub> AND N <sub>2</sub> O TO CO <sub>2</sub> -EQUIVALENT UNITS		
MASS OF GHG AS T COMPOUND	MASS OF GHG AS T CO <sub>2</sub> -EQUIVALENT	
1 t CO <sub>2</sub>	1 t CO <sub>2</sub> -eq	
1 t CH <sub>4</sub>	21 t CO <sub>2</sub> -eq	
1 t N <sub>2</sub> O	310 t CO <sub>2</sub> -eq	



IPCC, Second Assessment Report

Joint Research Centre

## GHGs and Emission factors



### **Choice of emission factors**

 Standard emission factors, according to IPCC guidelines (Intergovernmental Panel on Climate Change) approach: Based on the Carbon content of fuels.

Advantages:

- Simple;
- ✓ In line with international reporting (UNFCC, Kyoto protocol...).
- LCA (Life Cycle Analysis) emission factors:

Includes embodied emissions that occur upstream (e.g. emissions required to extract, transform, transport the fuel up to the city). Advantages:

 Gives a better view of the global impact of the activities occurring in the territory





## GHGs and Emission factors



## TABLE 4. STANDARD CO<sub>2</sub> EMISSION FACTORS (FROM IPCC, 2006) AND CO<sub>2</sub>-EQUIVALENT LCA EMISSION FACTORS (FROM ELCD) FOR MOST COMMON FUEL TYPES

ТҮРЕ	STANDARD EMISSION FACTOR [t CO <sub>2</sub> /MWh]	LCA EMISSION FACTOR [t CO <sub>2</sub> -eq/MWh]
Motor Gasoline	0.249	0.299
Gas oil, diesel	0.267	0.305
Residual Fuel Oil	0.279	0.310
Anthracite	0.354	0.393
Other Bituminous Coal	0.341	0.380
Sub-Bituminous Coal	0.346	0.385
Lignite	0.364	0.375
Natural Gas	0.202	0.237
Municipal Wastes (non-biomass fraction)	0.330	0.330
Wood (ª)	0 - 0.403	0.002 ( <sup>b</sup> ) – 0.405



#### (CoM West Guidebook: table 4, p. 62)

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In general, **biomass/biofuels** are a form of renewable energy, the use of which does not have an impact on the CO<sub>2</sub> concentration in the atmosphere. However, this is the case only if biomass/biofuels are produced in a **sustainable manner**.



CoM.

In the absence of national regulations regarding the sustainability of biomass/biofuels, the local authority might use the criteria set in the **Directive 2009/28/EC** on the promotion of the use of energy from renewable sources. Only biomass/biofuels that meet these criteria should be considered as renewable in the context of the



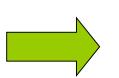




In order to calculate the CO<sub>2</sub> emissions to be attributed to electricity consumption it is recommended to use the national emission factor or the European one (NEEFE) [tCO<sub>2</sub>/MWh].



What if there is some <u>local</u> electricity production <u>AND</u> the local authority wants to take action in this field?



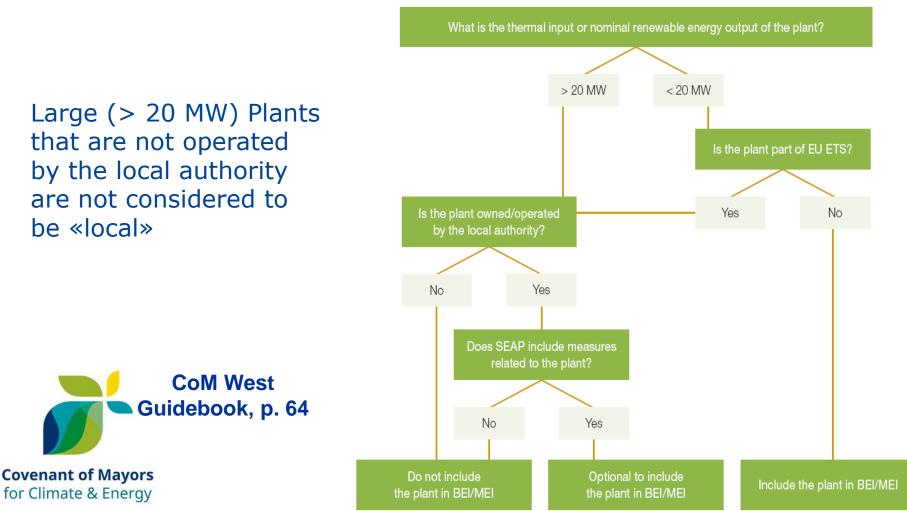
The municipality can correct the national emission factor with the local production of electricity by calculating the **local emission factor for electricity consumption** (EFE)



### Steps in calculating the Local Emission Factor for electricity



1.)Deciding which local electricity production units should be included in the inventory according to the following decision tree:





2.) Calculating the Local Emission Factor for electricity:
 [(TCE - LPE - GEP) \* NEEFE] + CO<sub>2</sub>LPE + CO<sub>2</sub>GEP
EFE =

#### TCE

- **EFE = Local Emission Factor for Electricity**
- **TCE** = **Total Consumption of Electricity**
- **LPE = Local Production of Electricity**
- **GEP** = Green Electricity Purchased by the local administration
- **NEEFE = National (or European) Emission Factor for Electricity**





### **EFs for heat**

...if there is some heat sold / distributed as a commodity to end users? (e.g. district heating)





A local emission factor for heat (EFH) has to be calculated

 $EFH = \frac{CO_2LPH + CO_2IH - CO_2EH}{LHC}$ 

- LPH = local heat production
- **IH** = imported heat
- **EH** = exported heat

LHC = local heat consumption



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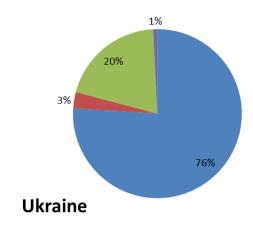
CoM West Guidebook: p.67

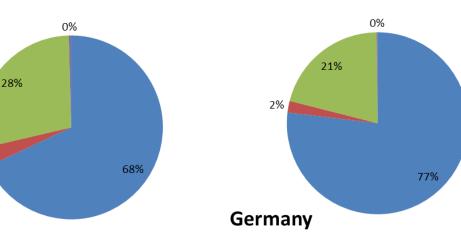
### Distribution of GHG emissions by Covenant sectors





67%







5%

As reported in the Baseline Emission Inventories; based on a sample of all Covenant signatories (N=5403) at 4<sup>th</sup> of September 2016 Kona A. et al, 2016

3%

Italy

OTHER

TRANSPORT

NON ENERGY RELATED



## CoM emission inventory: Main principles



- Emission Inventories as a tool to support the deployment and monitoring of local energy and climate policies;
- **Bottom-up approach** in activity data collection;
- Simplicity and flexibility: the approach can be adapted to the specific situation of local authorities (city size, level of expertise, political mandate, etc.);
- Main focus on CO<sub>2</sub> emissions associated with local energy consumption;
- □ Four key sectors to be accounted for in the BEI and targeted by SE(C)AP measures:
  - Municipal buildings & public lighting
  - Residential buildings
  - Tertiary buildings
    - Transport





## Thank you for your attention

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