



URBAN GREENHOUSE GAS INVENTORY SPECIALIST TRAINING COURSE

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GHG AND CLIMATE CHANGE SPECIALIST CURRICULUM





STATIONARY ENERGY FOR GHG & CLIMATE CHANGE PROFESSIONALS

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WHAT SHOULD YOU LEARN



- Categorizing stationary energy sector emissions by scope
- Defining energy source sub-sectors
- Calculating stationary fuel combustion emissions
- Calculating fugitive emissions from fuels
- Calculating emissions from grid-supplied energy consumption
- Calculating transmission and distribution loss emissions



STATIONARY ENERGY

Stationary energy sources are one of the largest contributors to a city's GHG emissions. These emissions come from fuel combustion, as well as fugitive emissions released in the process of generating, delivering, and consuming useful forms of energy (such as electricity or heat).

Requirements in this lecture

For BASIC: Cities shall report all GHG emissions from Stationary Energy sources and fugitive emissions in scope 1, and those from use of grid-supplied electricity, steam, heating, and cooling in scope 2.

For BASIC+: Cities shall report all BASIC sources and scope 3 GHG emissions associated with transmission and distribution (T&D) losses from grid-supplied electricity, steam, heating, and cooling. Emissions from energy generation supplied to the grid shall be reported as part of total scope 1 emissions, but not included in BASIC/BASIC+ totals.

CATEGORIZING STATIONARY ENERGY SECTOR EMISSIONS BY SCOPE

Scope 1 (Territorial): Emissions from fuel combustion and fugitive emissions in the city

Scope 2: Emissions from the consumption of grid-supplied electricity, steam, heating and cooling in the city

Scope 3: Distribution losses from grid-supplied electricity, steam, heating and cooling in the city

DEFINING ENERGY SOURCE SUB-SECTORS

GHG Emission Source	Scope 1	Scope 2	Scope 3
STATIONARY ENERGY	Emissions from fuel combustion and fugitive emissions within the city boundary	Emissions from consumption of grid-supplied energy converted within the city boundary	Transmission and distribution losses from the use of grid-supplied energy
Residential buildings	L1.1	L1.2	L1.3
Commercial and institutional buildings and facilities	L2.1	L2.2	L2.3
Manufacturing industries and construction	L3.1	L3.2	L3.3
Energy industries	L4.1	L4.2	L4.3
Energy generation supplied to the grid	L4.4		
Agriculture, forestry and fishing activities	L5.1	L5.2	L5.3
Non-specified sources	L6.1	L6.2	L6.3
Fugitive emissions	L7.1, L8.1		

Legend:
Sources required for BASIC reporting
Sources required for BASIC+ reporting
Sources included under Scope 3

Legend:
Sources required for Scope 1 (territorial) but not for BASIC/BASIC+ reporting (dotted)
Non-applicable emissions

The Stationary Energy sector can be divided into eight sub-sectors. Seven of these produce emissions from both energy production and consumption, while the remaining one relates to fugitive emissions from fuel-related activities.

Table 14.2 below provides detailed descriptions of Stationary Energy source sub-sectors. Cities may adopt additional city- or country-specific categories where data allows, but should clearly describe the differences and assumptions in inventories. Cities may further subdivide these sub-sectors into sub-categories that are more useful for mitigation action planning.

DEFINITIONS OF STATIONARY ENERGY SOURCE SUB-SECTORS

Sub-sectors	Definition
Emissions from stationary energy production and use	Emissions from the intentional oxidation of materials within a stationary apparatus that is designed to raise heat and provide it either as heat or as mechanical work to a process, or for use away from the apparatus.
L1 Residential buildings	All emissions from energy use in households
L2 Commercial buildings and facilities	All emissions from energy use in commercial buildings and facilities
L2 Institutional buildings and facilities	All emissions from energy use in public buildings such as schools, hospitals, government offices, highway street lighting, and other public facilities
L3 Manufacturing industries and construction	All emissions from energy use in industrial facilities and construction activities, except those included in energy industries sub-sector. This also includes combustion for the generation of electricity and heat for own use in these industries.
L4 Energy industries	All emissions from energy production and energy use in energy industries
L4.4 Energy generation supplied to the grid	All emissions from the generation of energy for grid-distributed electricity, steam, heat and cooling
L5 Agriculture, forestry, and fishing activities	All emissions from energy use in agriculture, forestry, and fishing activities
L6 Non-specified sources	All remaining emissions from facilities producing or consuming energy not specified elsewhere
L7 Fugitive emissions from fuel	Includes all intentional and unintentional emissions from the extraction, processing, storage and transport of fuel to the point of final use Note: Some product uses may also give rise to emissions termed as "fugitive," such as the release of refrigerants and fire suppressants. These shall be reported in IPPU.

CALCULATING STATIONARY FUEL COMBUSTION EMISSIONS

Emissions from Stationary Energy sources are calculated by multiplying fuel consumption (activity data) by the corresponding emission factors for each fuel, by gas. For activity data, cities should aim to obtain:

- ✓ Real consumption data for each fuel type, disaggregated by sub-sector.
- ✓ A representative sample set of real consumption data from surveys.
- ✓ Modeled energy consumption data.
- ✓ Incomplete or aggregate real consumption data:
- ✓ Regional or national fuel consumption data scaled down using population or other indicators.

RESIDENTIAL, COMMERCIAL, AND INSTITUTIONAL BUILDINGS AND FACILITIES

While the GPC recommends that cities report building emissions in relevant sub-sectors, cities may further subdivide these into more detailed sub-categories. Emissions from energy used in informal settlements or social housing shall be reported in the residential sub-sector, even if the settlements' local government pays for that energy use.

- ✓ Mixed use buildings
- ✓ Office buildings in industrial establishments
- ✓ Workers' quarters in industrial establishments
- ✓ Residential units in agricultural farms

MANUFACTURING INDUSTRIES AND CONSTRUCTION

Table 6.1 Detailed sub-categories of manufacturing industries and construction sub-sectors from the International Standard Industrial Classification (ISIC)^a

Sub-category ^b	ISIC Classification	Description
Iron and steel	ISC Group 241 and 242	Manufacture of primary iron and steel products, including the operation of blast furnaces and converters, rolling and finishing, etc., and casting
New ferrous metals	ISC Group 243 and 244	Production, casting, and refinement of various metals and other non-ferrous metals from various metals
Chemicals	ISC Chapter 24	The manufacture of chemical products, fertilizers and organic compounds, plastic, synthetic rubber, agricultural products, paints and varnishes, pharmaceuticals, dyes, pigments, perfumes, and other chemical products
Pulp, paper and print	ISC Chapter 17 and 18	High-speed papermaking, paper products, publishing and reproduction of printed matter
Food processing, beverages, and tobacco	ISC Chapters 14 and 15	Production, processing, and preservation of food and food products, beverages, and tobacco products
Non-metallic minerals	ISC Chapter 26	Manufacture and production of glass and glass products, ceramics, cement, plastics, and stone
Transport equipment	ISC Chapter 34	Motor vehicles, trailers, accessories and components, sea vessels, railway coaches, aircraft and aircraft components
Machinery	ISC Chapter 28, 29, 30, 31, 32	Metallic metal products, machinery and equipment, electrical machinery and equipment, construction machinery, and agricultural machinery
Mining (including fuel) and quarrying	ISC Chapter 10	Mining of coal, hydrocarbons, oil, gas, and other minerals, quarrying of stone, sand, and clay
Wood and wood products	ISC Chapter 20	Manufacture, processing of wood, the production of wood products and cork, stone, and other wood-based materials
Construction	ISC Chapter 40	Any preparation, construction, installation, building completion, and construction equipment
Textile and leather	ISC Chapter 13, 14, 15	Spinning, weaving, dyeing, finishing and manufacture of apparel, wearing and footwear, leather and leather products
Non-metallic minerals	ISC Chapter 26	Any non-fuel mineral extraction and related activities, including water collection, treatment, supply, wastewater treatment and disposal, waste collection, treatment, and disposal

^a For the description of detailed sub-categories and the Sector for the International Standard Industrial Classification (ISIC) of the Economic Activities, see Annex 3.

^b ISIC 2006 (2006) Classification of Manufacturing Industries and Construction

Table 6.2 Overview of reporting guidelines for off-road transportation activities

Type of off-road activities	Reporting guidelines
Off-road vehicle and mobile machinery within industrial premises and construction sites	Report as a Stationary Energy source under manufacturing industries and construction sub-sector or energy industries sub-sector as appropriate
Off-road vehicle and mobile machinery within agriculture, forestry, and fishing activities	Report as a Stationary Energy source under agriculture, forestry and fishing activities sub-sector
Off-road vehicle and mobile machinery within the transportation sub-sector (such as airports, harbors, bus terminals, and train stations)	Report as a Transportation source under off-road transportation sub-sector
Off-road vehicle and mobile machinery within military premises	Report as a Stationary Energy source under unclassified activities sub-sector

This sub-sector includes energy use in manufacturing industries and construction activities. Fuel combustion occurs in stationary equipment, including boilers, furnaces, burners, turbines, heaters, generators, engines, etc. Where data are available, GHG emissions from relevant sub-categories should be reported using the 13 sub-categories identified in the ISIC Guidelines under the manufacturing industries and construction sub-sectors.

Relationship between manufacturing of transport equipment and transportation sector

Relationship between on-road and off-road transportation

Relationship between water supply systems, solid waste, and wastewater treatment and disposal, and energy industries

ENERGY INDUSTRIES

Energy industries include three basic types of activities

Sub-category	Description	Detailed description
Energy production, distribution, and supply	Includes the extraction, processing, and distribution of energy resources, including the production of electricity, heat, and other energy carriers. This category includes the production of electricity, heat, and other energy carriers, as well as the distribution of these resources to end users.	<p>Energy production and distribution: Includes the production of electricity, heat, and other energy carriers, as well as the distribution of these resources to end users.</p> <p>Energy production: Includes the production of electricity, heat, and other energy carriers, as well as the distribution of these resources to end users.</p> <p>Energy distribution: Includes the distribution of electricity, heat, and other energy carriers to end users.</p> <p>Energy supply: Includes the supply of electricity, heat, and other energy carriers to end users.</p>
Hydrocarbon refining	Includes the refining of hydrocarbons into various products, including gasoline, diesel, and kerosene. This category includes the refining of crude oil into various petroleum products, as well as the production of other hydrocarbon-based products.	<p>Hydrocarbon refining: Includes the refining of hydrocarbons into various products, including gasoline, diesel, and kerosene. This category includes the refining of crude oil into various petroleum products, as well as the production of other hydrocarbon-based products.</p>
Manufacture of electricity and other energy carriers	Includes the manufacture of electricity and other energy carriers, including the production of electricity, heat, and other energy carriers. This category includes the production of electricity, heat, and other energy carriers, as well as the distribution of these resources to end users.	<p>Manufacture of electricity and other energy carriers: Includes the manufacture of electricity and other energy carriers, including the production of electricity, heat, and other energy carriers. This category includes the production of electricity, heat, and other energy carriers, as well as the distribution of these resources to end users.</p>

Primary fuel production (e.g., coal mining, and oil and gas extraction)

Fuel processing and conversion (e.g., crude oil to petroleum products in refineries, coal to coke and coke oven gas in coke ovens)

Energy production supplied to a grid (e.g., electricity generation and district heating) or used on-site for auxiliary energy use

Where applicable and possible, cities should follow IPCC Guidelines and disaggregate accounting and reporting of energy industries sub-sector into different sub-categories as detailed in Table 6.6.

This sub-sector includes energy use in manufacturing industries and construction activities. Fuel combustion occurs in stationary equipment, including boilers, furnaces, burners, turbines, heaters, generators, engines, etc. Where data are available, GHG emissions from relevant sub-categories should be reported using the 13 sub-categories identified in the ISIC Guidelines under the manufacturing industries and construction sub-sectors.

Relationship between manufacturing of transport equipment and transportation sector

Relationship between on-road and off-road transportation

Relationship between water supply systems, solid waste, and wastewater treatment and disposal, and energy industries

COGENERATION AND TRI-GENERATION

Cogeneration, or combined heat and power (CHP), is the use of power plant or heat engine systems to simultaneously generate electricity and useful heat.

Trigeneration, or combined cooling, heat and power (CCHP), refers to the simultaneous generation of electricity, heat, and cooling. GHG emissions from these facilities should be calculated based on the quantity of fuel combusted.

WASTE-TO-ENERGY AND BIOENERGY

Where waste is used to generate energy, emissions are counted as Stationary Energy sources. This includes energy recovered from landfill gas or waste combustion.

Table 6.7 provides an overview of principles to help avoid double counting between Waste, Stationary Energy, and AFOLU sectors.

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AN OVERVIEW OF REPORTING CATEGORISATION FOR WASTE-TO-ENERGY AND BIOENERGY EMISSIONS

Table 6.7 An overview of reporting categorization for waste-to-energy and bioenergy emissions

Activity	Purpose	CO ₂	CH ₄ and N ₂ O
Landfill gas combustion	As part of waste disposal process	Report biogenic CO ₂ emissions under Waste sector (separately from any fossil CO ₂ emissions)	Report emissions under Waste sector
	Energy generation	Report biogenic CO ₂ under Stationary Energy sector (separately from any fossil CO ₂ emissions)	Report emissions under Stationary Energy sector
Waste incineration	Waste disposal (no energy recovery)	Report CO ₂ emissions under Waste sector (with biogenic CO ₂ reported separately from any fossil CO ₂ emissions)	Report emissions as Waste sector
	Energy generation	Report CO ₂ emissions under Stationary Energy sector (with biogenic CO ₂ reported separately from any fossil CO ₂ emissions)	Report emissions under Stationary Energy sector
Biomass incineration	Waste disposal	Report biogenic CO ₂ emissions under Waste sector (separately from any fossil CO ₂ emissions)	Report emissions under Waste sector
	Energy generation	Report biogenic CO ₂ emissions under Stationary Energy sector (separately from any fossil CO ₂ emissions)	Report emissions under Stationary Energy sector

AGRICULTURE, FORESTRY, AND FISHING ACTIVITIES

This sub-sector covers GHG emissions from direct fuel combustion in agricultural activities, including plant and animal cultivation, afforestation and reforestation activities, and fishery activities (e.g., fishing and aquaculture).

Table 6.8 provides reporting guidance for typical emissions sources in agriculture, forestry, and fishing activities.

Sources of emission	Reporting guidance
Off-road vehicles and machinery (stationary and mobile) used for agriculture, forestry, and fishing activities	Report as a Stationary Energy source under agriculture, forestry, and fishing activities sub-sector
On-road transportation to and from the locations of agriculture, forestry, and fishing activities	Report under Transportation sector
Burning of agricultural residues	Report under AFOLU sector
Enteric fermentation and manure management	Report under AFOLU sector

NON-SPECIFIED SOURCES

This subcategory includes all remaining emissions from Stationary Energy sources that are not specified elsewhere, including emissions from direct fuel combustion for stationary units in military establishments.

Non-technical losses during electricity distribution (e.g., theft) must be reported in cities where such losses are significant, and data is available. These losses should be reported in scope 2, so that it can be reflected in BASIC totals.

CALCULATING FUGITIVE EMISSIONS FROM FUELS



A small portion of emissions from the energy sector frequently arises as fugitive emissions, which typically occur during extraction, transformation, and transportation of primary fossil fuels. Where applicable, cities should account for fugitive emissions from the following sub-sectors: 1) mining, processing, storage, and transportation of coal; and 2) oil and natural gas systems.

When calculating fugitive emissions, cities should take into account any fugitive emission removals or sequestration that may be required by law.

✓Mining, processing, storage, and transportation of coal

✓Oil and natural gas systems



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✓Mining, processing, storage, and transportation of coal

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CALCULATING EMISSIONS FROM GRID-SUPPLIED ENERGY CONSUMPTION



Scope 2 represents all grid-supplied electricity, steam, heating and cooling consumed within the city boundary. Electricity is the most common form of grid-supplied energy, used in almost all homes, offices, other buildings, and outdoor lighting. Grid-supplied energy in the form of direct steam (heating) and/or chilled water (cooling) is typically provided by district energy systems, which may cover a smaller geographic area than electricity grids, which are typically regional. In all cases, using grid-supplied energy entails emissions produced at generation facilities off-site from the consumption facilities.

✓Location-based and market-based calculation methods

✓Relationship between energy generation (scope 1) and energy consumption (scope 2)

✓Calculating grid-supplied electricity emissions

✓Calculating grid-supplied steam, heating and cooling emissions



THE MARKET-BASED METHOD FOR SCOPE 2 ACCOUNTING



As described in the GHG Protocol Scope 2 Guidance, the market-based method for scope 2 based on allocating emissions from energy generators to consumers based on "contractual instruments" such as utility-specific emission factors, energy attribute certificates, or other contracts.

The method reflects contractual relationships between energy suppliers and customers, so a city-wide market-based scope 2 total would reflect emissions from only those resources that individual consumers have matched with contractual instruments.



CALCULATING TRANSMISSION AND DISTRIBUTION LOSS EMISSIONS



During the transmission and distribution of electricity, steam, heating and cooling on a grid, some of the energy produced at the power station is lost during delivery to end consumers.

Emissions associated with these transmission and distribution losses are reported in scope 3 as part of out-of-boundary emissions associated with city activities.





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