



Tracking and Reporting Indirect Emissions

Better Measurement
for
Better Management

3rd Annual CCAR Members Meeting

October 7, 2008



Experience you can trust.

Overview

- I. Best Practices for Tracking and Reporting Emissions
- II. Our Changing Electricity Market
- III. Using Your Inventory I: Managing Risks and Identifying Reduction Opportunities
- IV. Using Your Inventory II: Turning Energy Savings into \$\$\$

Indirect Emissions Overview

- Scope 1 – Direct Emissions – GHGs emitted directly by your organization.
 - Vehicles, generators, boilers, refrigerant leakage
- Scope 2 – Indirect Emissions – GHGs emitted **by others** because of your actions
 - Purchased electricity, steam, and chilled water
- Scope 3 – All other emissions
 - Supply chain, business travel, employee commuting

Best Practices for Tracking Data

Small to medium size organizations

Ask your utility to provide a summary of all electricity use

Or

Collect utility bills for 14 months

- Ideally centralized file
- Electronic or Scanned



Best Practices for Tracking Data

Large organizations (multi-state)

- Designate a utility manager
- Establish protocol for tracking utility data
- Track invoices with a database or software
- Maintain scanned copies of invoices
- Routinely check for accuracy



Best Practices for Tracking Data

What about shared spaces?

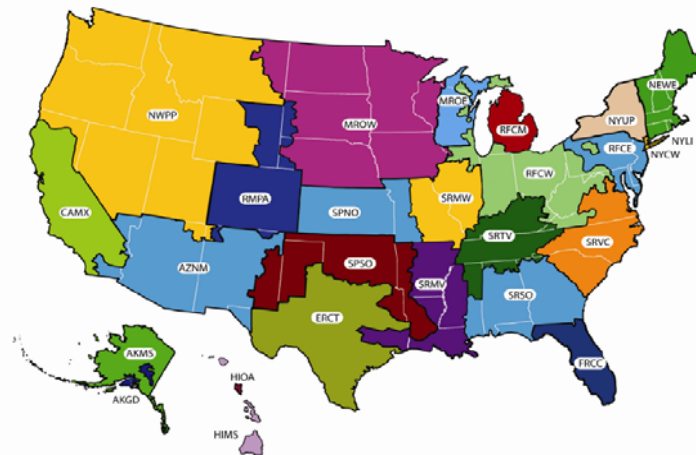
- Estimate based on floor space percentage
- Energy Audit (rare)
- Registry alternative methodology for CA based organizations



Milton from Office Space

Best Practices for Calculating Emissions

- Utility specific emissions metrics
 - CCAR public database covers nearly all electricity providers in CA and NV
- Default emissions factors – eGRID2006
- Stay consistent year to year or document changes in a movement report



Map: U.S. EPA

Special Cases

- Steam
 - Usage
 - Method of production
 - Fuel type
 - Temperature
 - Pressure
- Chilled water
 - Usage
 - Method of production
 - Fuel type



Our Changing Electricity Market

- Utilities under increasing pressure to de-carbonize
 - AB32
 - AB1368
 - WCI, RGGI, EPA(?)
 - Renewable Portfolio Standard
 - IEPR
 - Loading Order

What does this mean
for electricity rates?



Photo: Wikipedia

(Hint: they probably won't go down)

Using Your Inventory I: Managing Risks and Identifying Reduction Opportunities

Inventorying indirect emissions will allow you to make smart decisions about reducing electricity use

- Identify energy intensive facilities
 - Inefficient HVAC systems, lighting, and control systems
- Identify wasteful procedures / company behavior
 - Data centers running too cold, lights and computers left on



Using Your Inventory I: Managing Risks and Identifying Reduction Opportunities

If carbon is a risk, then reducing your energy footprint is a management strategy

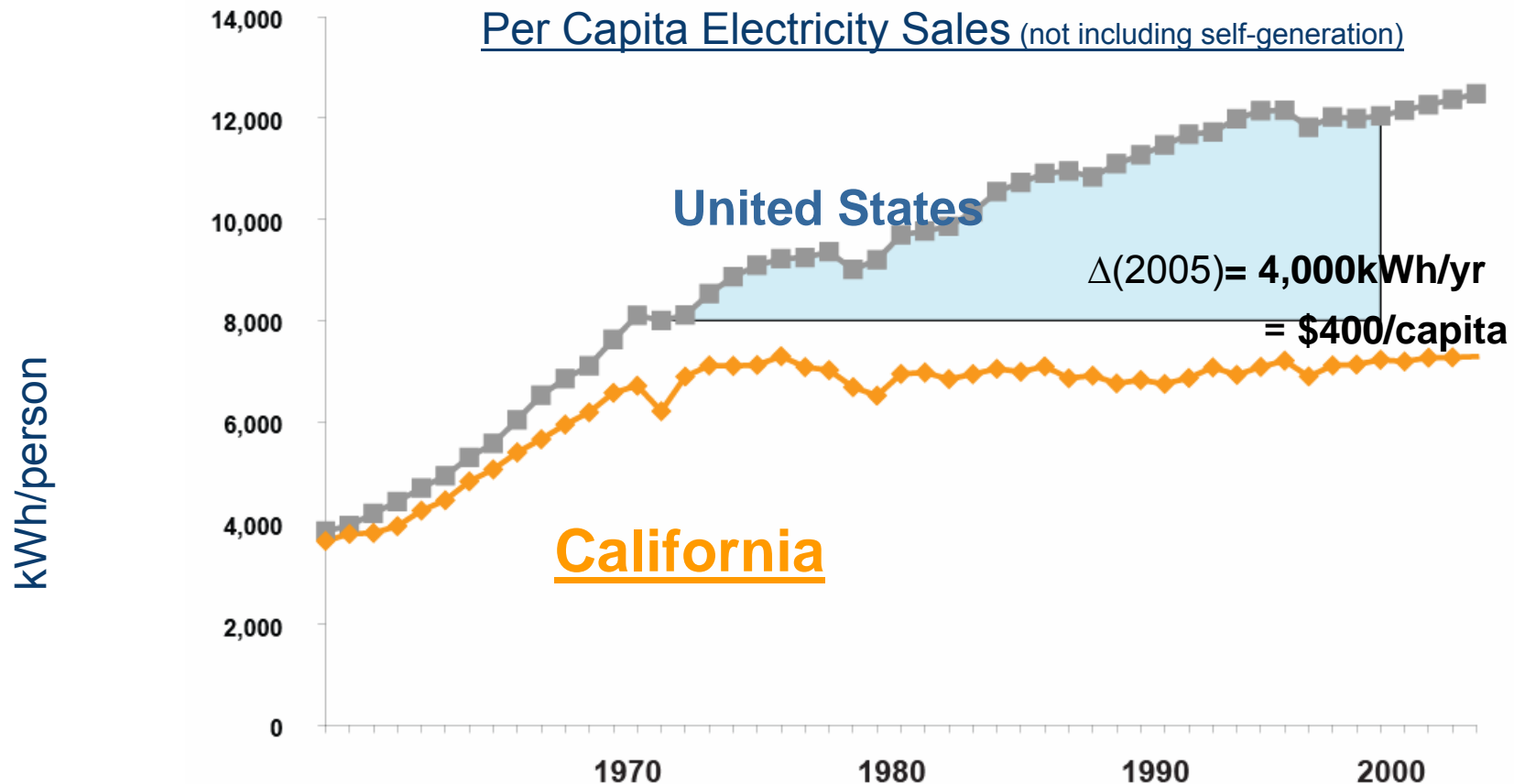
- Planning for reductions
 - Many low cost/no cost options
 - Energy efficiency measures
 - Retro-commissioning
 - Renewable energy systems



Photo: British Motors. SF Environment

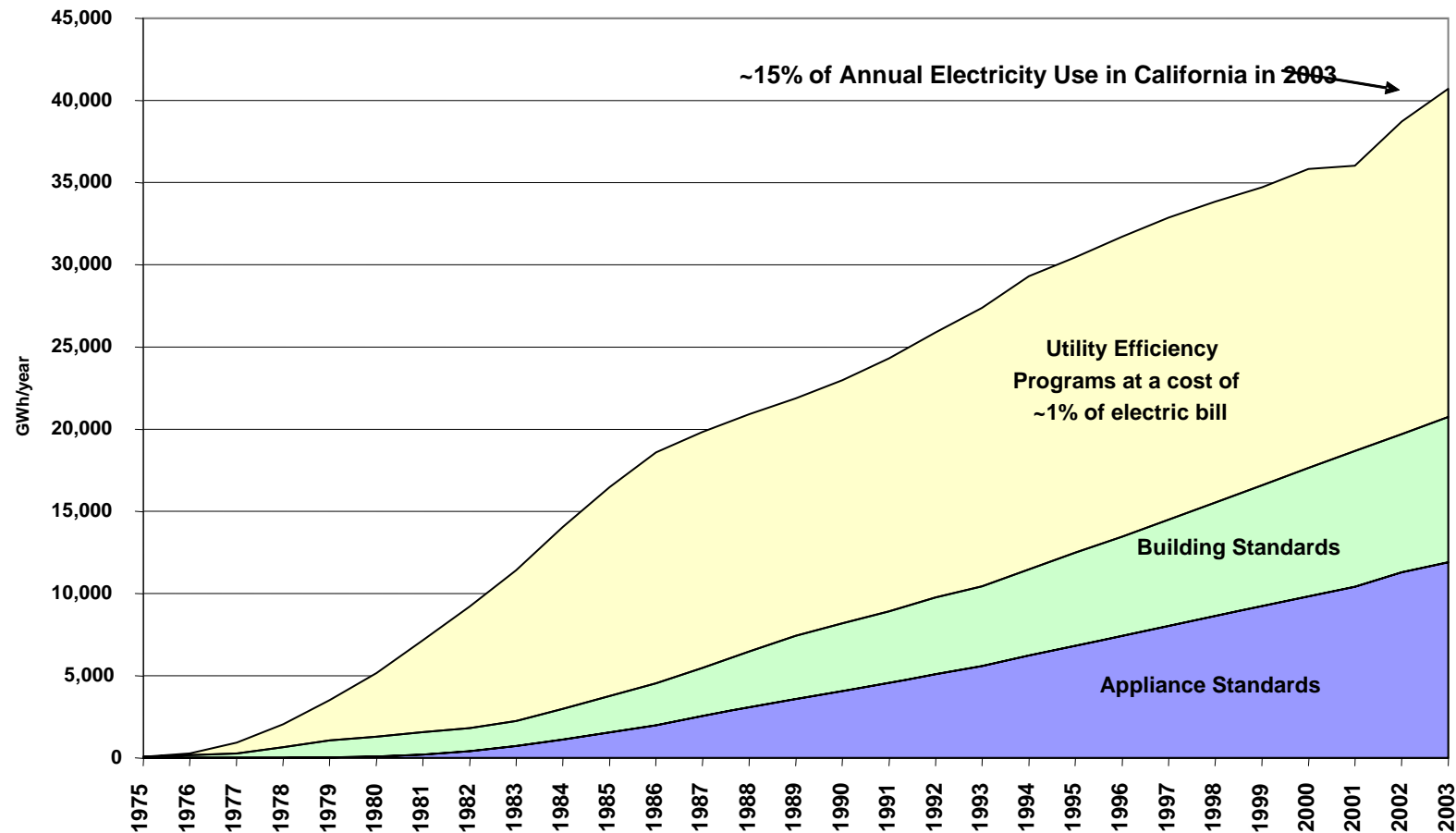
Using Your Inventory II: Turning Energy Savings into \$\$\$

□



Source: Rosenfeld, California Energy Commission

Annual Energy Savings from Energy Efficiency Programs and Standards



Source: Rosenfeld, California Energy Commission

Types of Energy Efficiency Programs

Rebate – Customer purchases energy efficiency measure at lower cost with the difference paid for by the program

Audit – Inspection of a home or business to identify energy efficiency opportunities

Direct Install – Installation of energy efficiency measures at no cost to the customer

Education – Training for the general public as well as trade allies such as builders or building operators

Performance Contracting – Typically nonresidential programs; provides rebate for equipment and building retrofit per unit of energy saved rather than per measure purchased or installed

Energy Management Services – Typically Nonresidential programs. A combination of audit services, rebates and/or direct install, as well as load management and self-generation

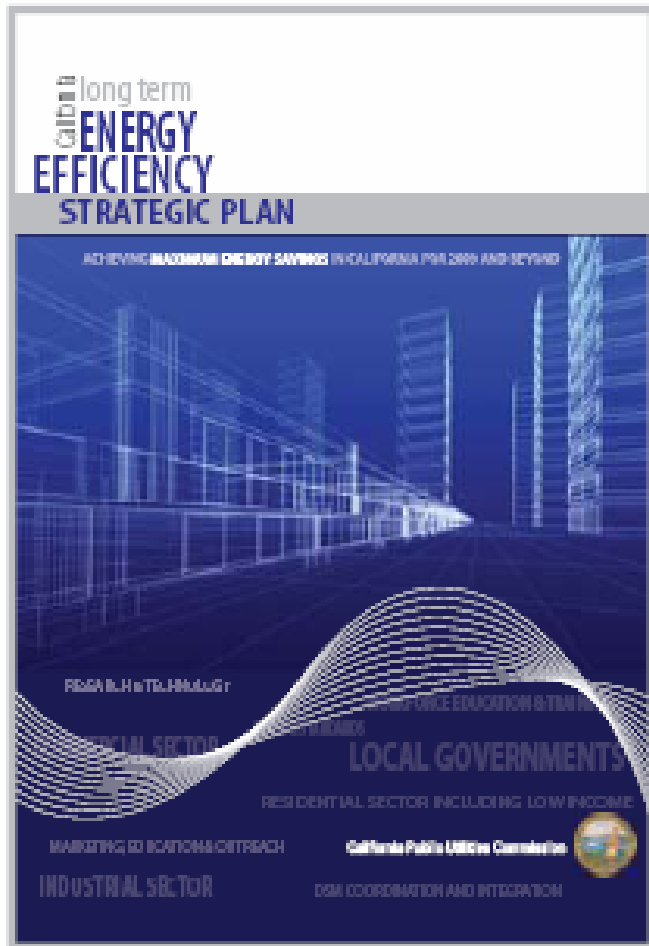
Appliance Turn-In – Takes inefficient appliances out of circulation with free or rebated recycling services



2006-08 Energy Efficiency Programs (IOUs)

- \$2 B program expenditures
- \$5 B benefits associated with reduced energy costs
- Eliminates the need to build 3 large power plants
- Reduces global warming pollution by an estimated 3.4 million tons of carbon dioxide by 2008
 - Roughly equivalent to taking about 650,000 cars off the road.

California Energy Efficiency Strategic Plan



Big Bold Initiatives

- Residential Zero Net Energy New Construction by 2020
- Commercial Zero Net Energy New Construction by 2030
- The HVAC industry will be reshaped to deliver maximum efficiency
- Low Income - all eligible homes will be energy efficiency by 2020

www.californiaenergyefficiency.com



Energy Efficiency and Renewable Energy Program Information

- California Incentives for Renewables and Energy Efficiency:
<http://dsireusa.org/library/includes/map2.cfm?CurrentPageID=1&State=CA&RE=1&EE=1>
- California Energy Commission Web site, Efficiency and Renewable Energy Division:
<http://www.energy.ca.gov/efficiency/index.html>
- California Public Utilities Commission, energy efficiency:
<http://www.cpuc.ca.gov/PUC/energy/electric/energy+efficiency/>

Key Take Aways

- Good data management practices, including planning and routine QC, will allow for an accurate and verifiable inventory
- A verified inventory allows you to understand your inefficiencies and helps you plan for the future
- Energy efficiency reduces indirect emissions and typically provides significant return on investment
- Energy efficiency and renewable energy programs are available to provide support



End sheet



Karin Corfee
(510) 891-0446
karin.corfee@kema.com

KEMA – GHG inventory, verification, strategy, and reductions