

### ENERGY AND EMISSIONS: MAPPING THE IMPACTS

CARLEY CHAVARA, ALEX KOVAC



#### Agenda

- 1. Background
- 2. Policy and Action Standard
  - 1. Defining Policies and Projects
  - 2. Identifying the Effects and Mapping the Causal Chain
  - 3. Defining the Assessment Boundary
- 3. BEA City Example
- 4. Wrap-up and Q&A



# GREENHOUSE GAS PROTOCOL





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#### Purpose of this webinar

- Tools for Sustainability Webinar Series
- Objective: Learn process of conducting an impact analysis of BEA policies and projects
- Today's webinar, "Mapping the Impacts" is 2 of 4 in series
- Objective: Learn first steps of Policy and Action Standard





#### **Building Efficiency Accelerator**

Types of Tracking Progress:

- 1. Selecting indicators & methods to track progress on BEA Actions
- 2. Methods for measuring impacts of city energy efficiency actions





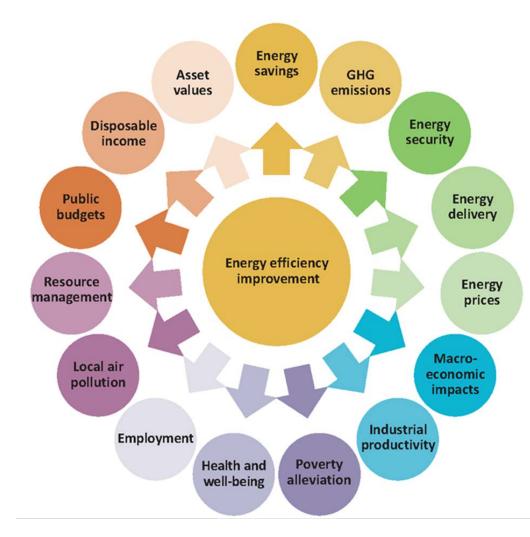
Why tracking the GHG impacts of BEA actions?

- Understand effects of polices/projects
- Communicate progress towards goals
- Accountability and transparency
- Improving efforts and scaling up projects





### The Multiple Benefits of Energy Efficiency (IEA)



Energy Efficient Prosperity **Energy efficiency as** a means to support economic and social development



#### **Impact Estimation for BEA**

- Impact estimation analyses for 7 cities
- Important to assess the potential effects of policies and projects in a relevant, consistent, and accurate way
- Process for cities:



• Potentially more guidance/resources for all cities with progress





#### The Greenhouse Gas Protocol

- The GHG Protocol sets the global standard for how to measure, manage, and report greenhouse gas emissions
- Convened in 1998 by WRI and WBCSD
- Provides:
  - Greenhouse gas accounting and reporting standards
  - Sector guidance
  - Calculation tools
  - Trainings (webinar, e-learning and inperson training)
- Standards and tools available free of charge at <u>www.ghgprotocol.org</u>

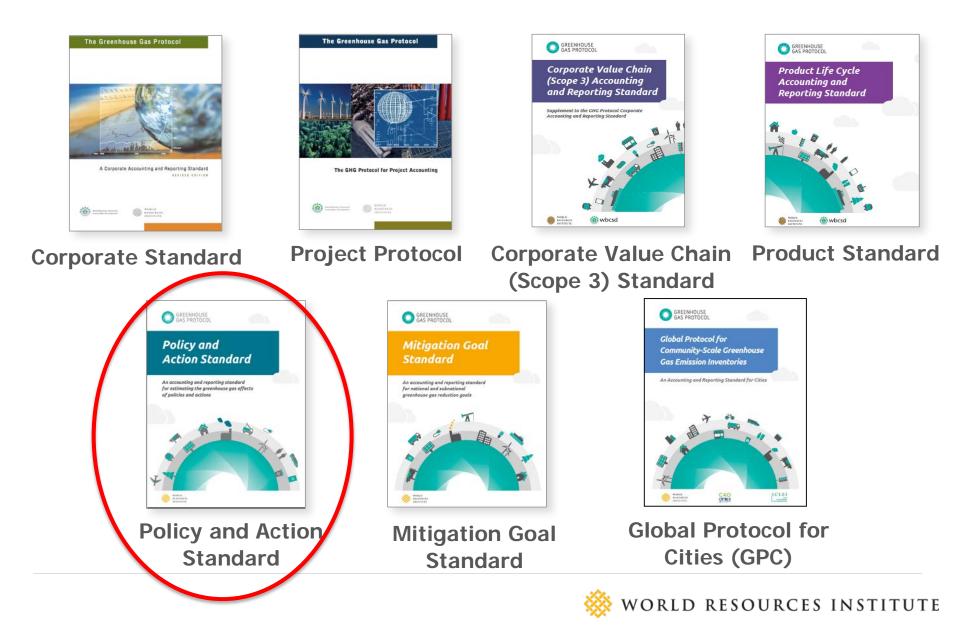


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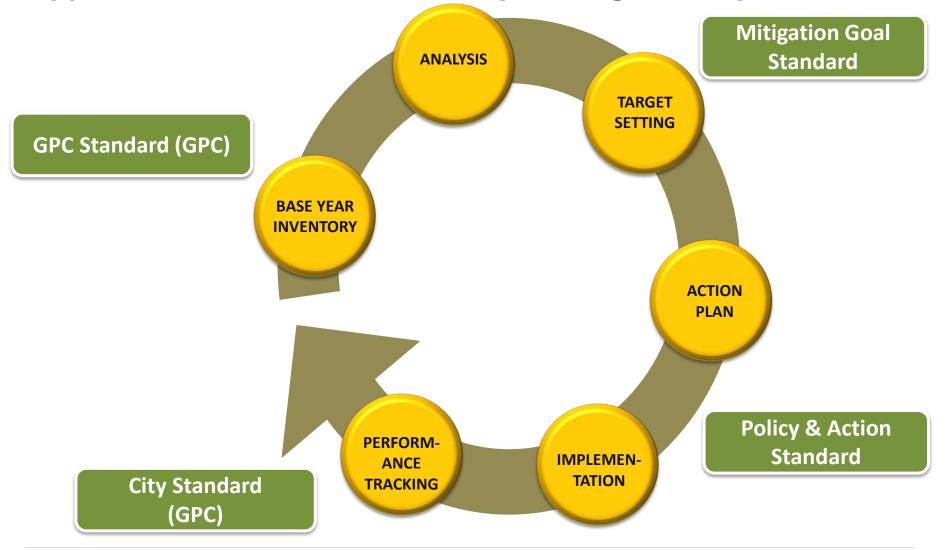


#### **Greenhouse Gas Protocol standards**





Application in low carbon cities planning and implementation

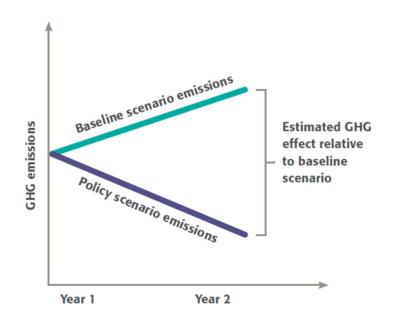








A standard for estimating and reporting the change in GHG emissions and removals resulting from policies and actions





#### © GREENHOUSE GAS PROTOCOL Policy and Action Standard



The standard helps to answer the following questions:

- What effect is a given policy or action likely to have on GHG emissions in the future?
- Is a given policy or action on track and delivering expected results?
- What effect has a given policy or action had on GHG emissions?





#### Purpose of the standard

- To help users assess the effects of policies and actions in an accurate, consistent, transparent, complete, and relevant way
- To help policymakers **develop effective strategies** for managing and reducing GHG emissions
- To support consistent and transparent reporting of emissions impacts and policy effectiveness





#### **Objectives of assessing policy/action impact**

- **Inform policy selection and design** by comparing policy options based on their expected GHG effects
- Evaluate policy effectiveness (and cost-effectiveness) in delivering intended results
- **Report** on GHG effects of policies and actions
- Attract and facilitate financial support for mitigation actions by estimating GHG reductions





### When to use the standard?

### Before policy implementation

- To estimate expected future effects of a policy or action
- Ex-ante assessment

**During policy** implementation

 To estimate achieved effects to date, ongoing performance, and expected future effects of a policy or action

### After policy implementation

- To estimate what effects have occurred as a result of a policy or action
- Ex-post assessment



### **Steps in policy/action assessment**

#### Figure 3.1 Overview of steps

Overall steps	Detailed steps	Chapter
Define policy/action	Define the policy or action to be assessed; choose ex-ante or ex-post assessment	5
	Identify all potential GHG effects of the policy or action; include them in a map of the causal chain	6
Identify effects	Define the GHG assessment boundary around significant effects; identify the sources/sinks in the boundary	7
	Estimate baseline emissions for all affected sources/sinks included in the boundary	8
	Ex-ante assessment: Estimate policy scenario emissions for affected sources/sinks; subtract baseline emissions to estimate GHG effect	9
Estimate effects	Identify key performance indicators; monitor performance over time	10
	Ex-post assessment: Estimate policy scenario emissions for affected sources/sinks; subtract baseline emissions to estimate GHG effect	11
	Assess uncertainty (relevant to Chapters 8, 9, 10, and 11)	12
Verify	Verify results (optional)	13
Report	Report results and methodology used	14

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#### **Overview of steps**

Select the policy or action to be assessed (Section 5.1)



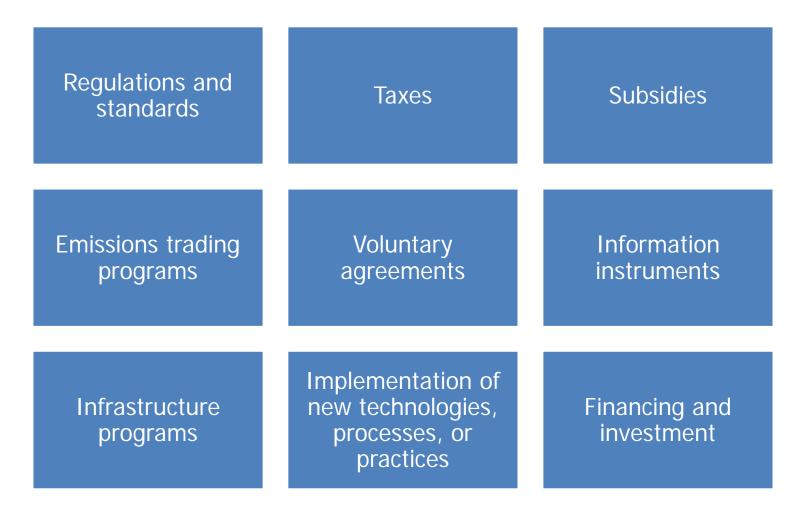
Clearly define the policy or action to be assessed (Section 5.2) Decide whether to assess an individual policy/action or a package of policies/ actions (Section 5.3)

Choose ex-ante or ex-post assessment (Section 5.4)





#### Types of policies and actions

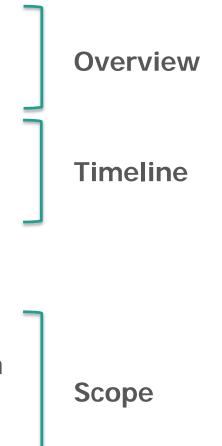






#### Clearly define the policy or action

- The title of the policy or action
- Type of policy or action
- Description of specific interventions
- □ The status of the policy or action
- Date of implementation
- Date of completion (if applicable)
- Implementing entity or entities
- Objective(s) of the policy or action
- Geographic coverage
- Primary sectors, subsectors, and emission source/sink categories targeted
- Greenhouse gases targeted (if applicable)
- Other related policies or actions



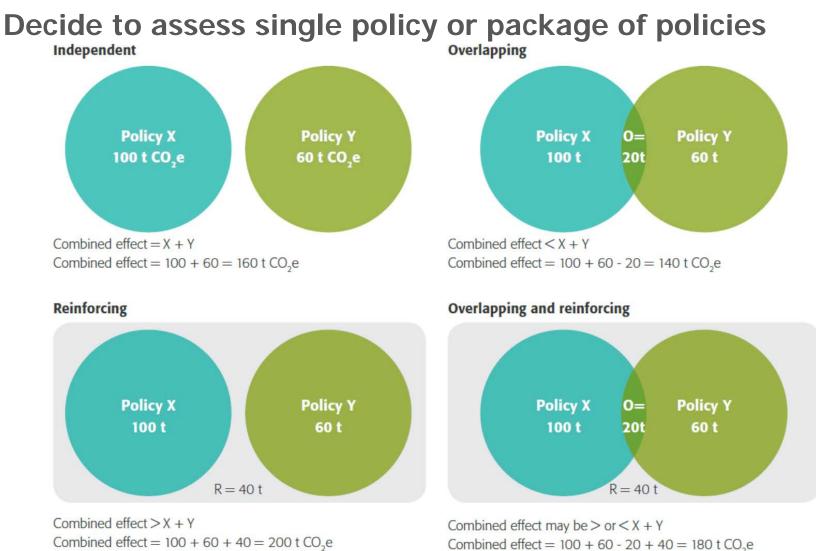


#### Example Reporting Template

Information	Explanation	Example			
Required information					
The title of the policy or action	Policy or action name	Federal subsidy for home insulation			
Type of policy or action	The type of policy or action, such as those presented in Table 5.1, or other categories of policies or actions that may be more relevant	Subsidy			
Description of specific interventions	The specific intervention(s) carried out as part of the policy or action	Subsidy of \$200 per household			
The status of the policy or action	Whether the policy or action is planned, adopted, or implemented	Implemented			
Date of implementation	The date the policy or action comes into effect (not the date that any supporting legislation is enacted)	2010			
Date of completion (if applicable)	If applicable, the date the policy or action ceases, such as the date a tax is no longer levied or the end date of an incentive scheme with a limited duration (not the date that the policy/action no longer has an impact on GHG emissions)	2020			
Implementing entity or entities	Which entity or entities implement(s) the policy or action, including the role of various local, subnational, national, international, or any other entities	Department of Energy of City X			
Objective(s) of the policy or action	The intended effects(s) or benefit(s) the policy or action intends to achieve (for example, the purpose stated in the legislation or regulation)	Reduction in residential energy use			
Geographic coverage	The jurisdiction or geographic area where the policy or action is implemented or enforced, which may be more limited than all the jurisdictions where the policy or action has an impact	City of X			
Primary sectors, subsectors, and emission source/sink categories targeted	Which sectors, subsectors, and source/sink categories are targeted, using sectors and subsectors from the most recent IPCC <i>Guidelines for National</i> <i>Greenhouse Gas Inventories</i> or other sector classifications	Residential energy use (energy sector, IPCC category 1A4b, residential), grid-connected electricity generation (energy sector, IPCC category 1A1ai, electricity generation)			
Greenhouse gases targeted (if applicable)	If applicable, which greenhouse gases the policy or action aims to control, which may be more limited than the set of greenhouse gases that the policy or action affects	CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O			



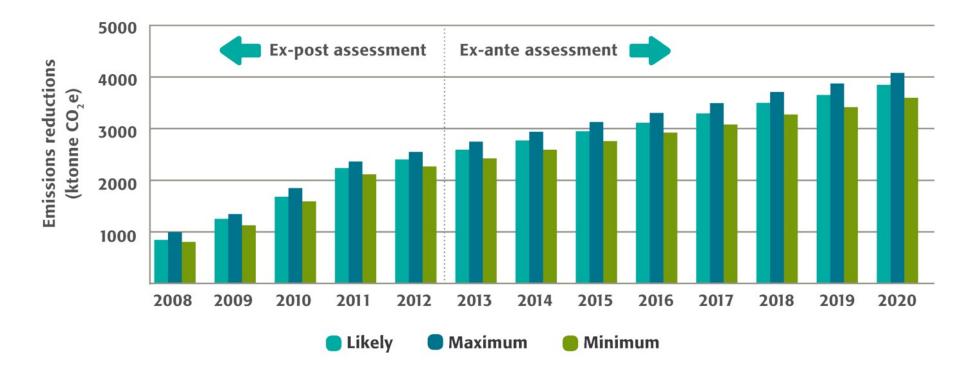






#### **Choose ex-ante or ex-post assessment**

Pilot example: Belgium's federal tax reduction for roof insulation







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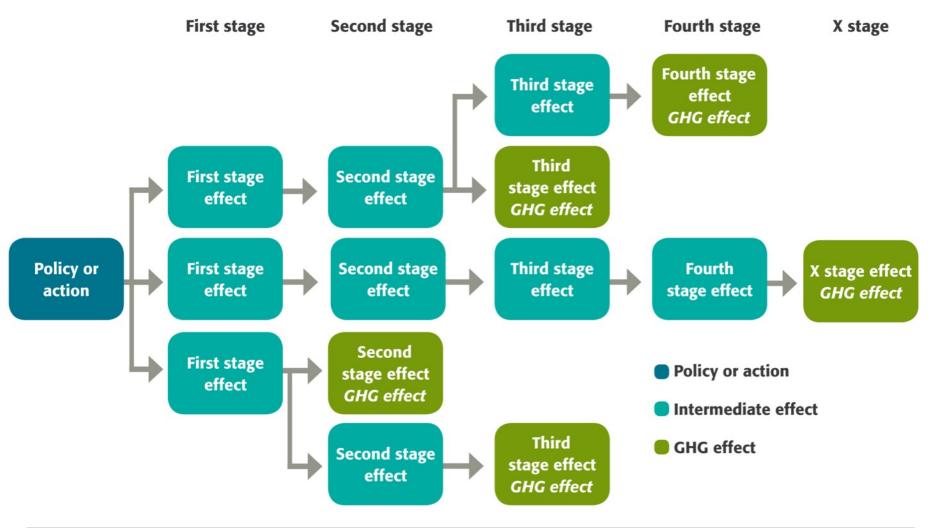
### **Types of effects**

- Users should consider all possible types of effects:
  - Intended and unintended
  - Short- and long term
  - In-jurisdiction and out-of-jurisdiction
  - GHG increasing and GHG decreasing





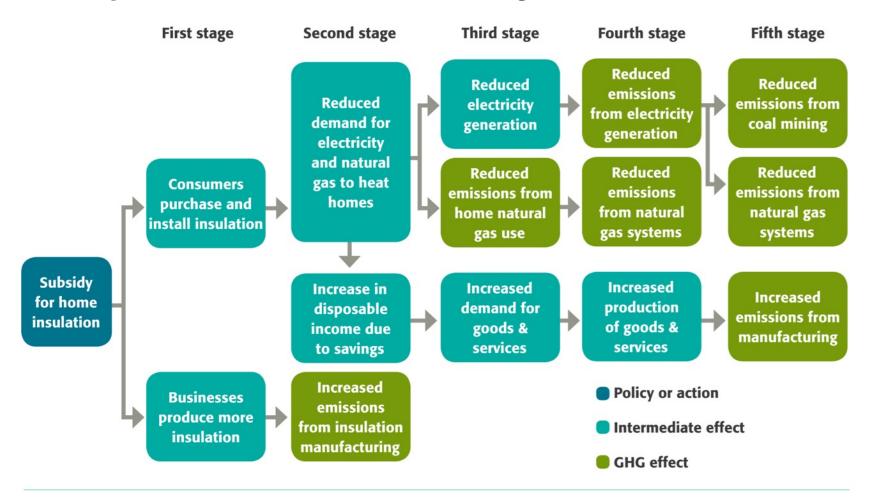
#### Mapping the causal chain







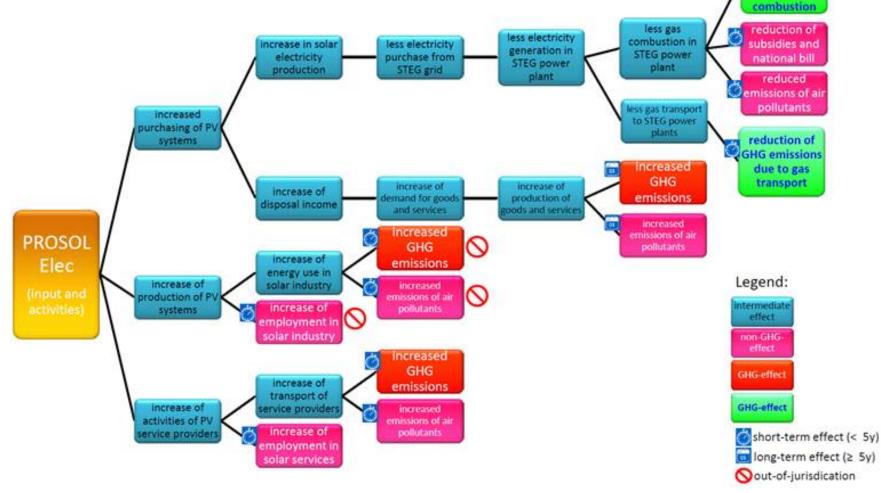
#### **Example: Home insulation subsidy**



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#### Co-benefit example: Tunisia solar program





reduction of GHG emissions

> due to reduced



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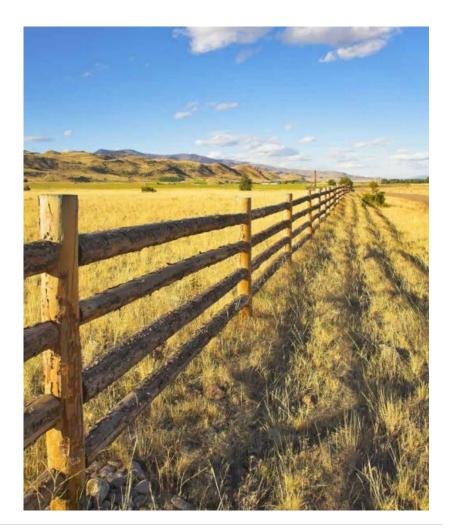
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#### Assessing significance

- In order to identify significant effects, users should assess each potential GHG effect in terms of both:
  - The likelihood of each
     GHG effect occurring
  - The relative magnitude of each GHG effect







#### **Determine significance of effects**

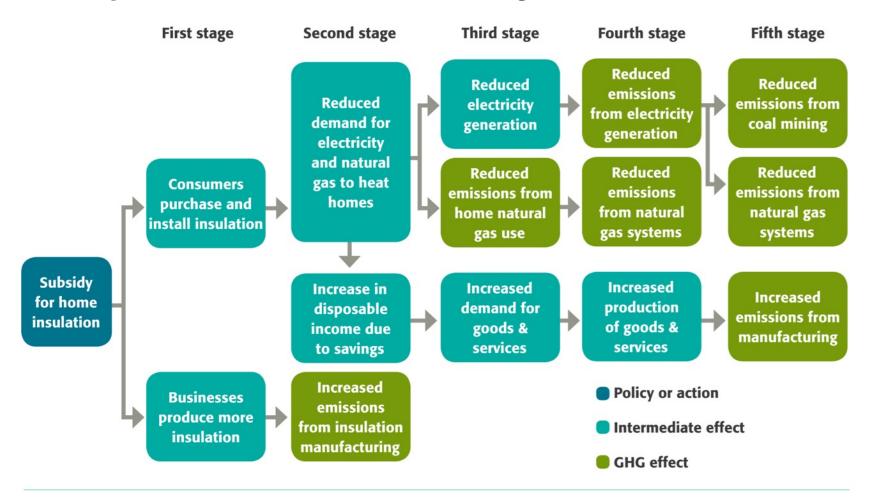
Likelihood	Magnitude			
	Minor	Moderate	Major	
Very likely				
Likely		Should include		
Possible				
Unlikely	May exclude			
Very unlikely				

Note: The area shaded green corresponds to significant GHG effects.





#### **Example: Home insulation subsidy**



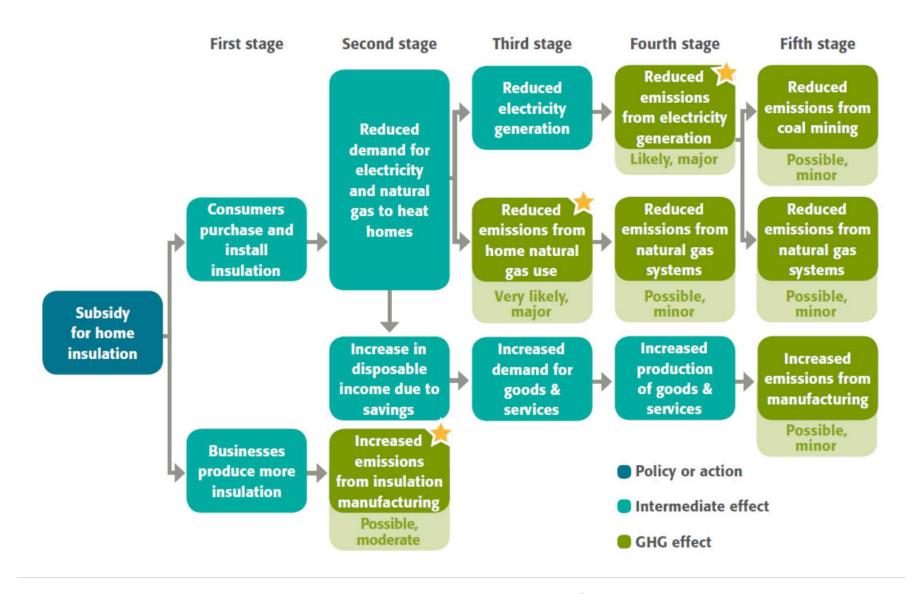
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GHG effect	Likelihood	Relative magnitude	Included?					
Reduced emissions from electricity generation								
CO <sub>2</sub>	Likely	Major						
CH <sub>4</sub>	Likely	Minor						
N <sub>2</sub> O	Likely	Minor						
Reduced emissions from home n	atural gas use							
CO <sub>2</sub>	Very likely	Major						
CH <sub>4</sub>	Very likely	Minor						
N <sub>2</sub> O	Very likely	Minor						
Increased emissions from manuf	acturing of goods a	nd services						
CO <sub>2</sub>	Possible	Minor						
CH <sub>4</sub>	Possible	Minor						
N <sub>2</sub> O	Possible	Minor						
Increased emissions from insula	tion manufacturing							
CO <sub>2</sub>	Possible	Moderate						
CH <sub>4</sub>	Possible	Minor						
N₂O	Possible	Minor						
HFCs	Possible	Moderate						



### **Example: Home insulation subsidy**







#### Summary of effects, sources/sinks and gases included

GHG effect included	Sources	Sinks	Greenhouse gases
Reduced emissions from electricity generation	Fossil fuel combustion in grid-connected power plants	N/A	CO <sub>2</sub>
Reduced emissions from home natural gas use (space heating)	Residential natural gas combustion (space heating)	N/A	CO <sub>2</sub>
Increased emissions from insulation manufacturing	Insulation manufacturing processes	N/A	CO <sub>2</sub> , HFCs





#### Broader sustainable development impacts can be assessed

Category	Examples of non-GHG effects	
Environmental effects	<ul> <li>Air quality and air pollution (such as particular matter, ozone, carbon monoxide (CO), sulfur dioxide (SO<sub>2</sub>), nitrogen oxides (NO<sub>x</sub>), lead, and mercury)</li> <li>Water quality, water pollution, and water scarcity</li> <li>Ozone depletion</li> <li>Waste</li> </ul>	<ul> <li>Toxic chemical/pollutants</li> <li>Biodiversity/wildlife loss</li> <li>Loss or degradation of ecosystem services</li> <li>Deforestation and forest degradation</li> <li>Loss of top soil</li> <li>Loss or degradation of natural resources</li> <li>Energy use</li> </ul>
Social effects	<ul><li>Public health</li><li>Quality of life</li><li>Gender equality</li><li>Traffic congestion</li></ul>	<ul> <li>Road safety</li> <li>Walkability</li> <li>Access to energy, thermal comfort, fuel poverty</li> <li>Stakeholder participation in policy-making processes</li> </ul>
Economic effects	<ul> <li>Employment and job creation</li> <li>Productivity (such as agricultural yield)</li> <li>Prices of goods and services (such as decreased energy prices)</li> <li>Cost savings (such as decreased fuel costs)</li> <li>Overall economic activity (such as GDP)</li> </ul>	<ul> <li>Household income</li> <li>Poverty reduction</li> <li>New business/investment opportunities</li> <li>Energy security/independence</li> <li>Imports and exports</li> <li>Inflation</li> <li>Budget surplus/deficit</li> </ul>





#### **Additional resources**

- <u>Sample reporting template</u>
  - http://www.ghgprotocol.org/policy-and-action-standard
- <u>E-learning course</u>
  - http://www.ghgprotocol.org/compact-mayors-online-training-course
- <u>Excel calculation tool</u>
  - http://www.ghgprotocol.org/policy-and-action-standard
- <u>Sector guidance document on Residential and commercial</u>
   <u>building</u>
  - http://www.ghgprotocol.org/policy-and-action-standard





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#### **Defining the Project**

#### **Action Description**

City		Mexico Cit	y / Ciudad	de Mexico				
Title of action		Mexico Cit	y Building I	Retrofits				
	Sector	Buildings						
Action category	Activity	Energy Eff	ficiency					
	Action	Retrofits						
Type of action		Retrofitting	g 4 public b	uildings				
Geographic coverage		4 buildings	s in Mexico	City				
Status of action		Planned						
Implementing organization(s)	SEDEMA							
Implementation period	2017							
Assessment Period	2018	to	2030					
Type of assessment		ex-ante						
Year of assessment		2017						
		Using energy efficiency as a strategy to solve several of the						
Action Description		problems of energy consumption in public sector buildings						
	Create a more competitive, affordable and liveable Mexico City							
		thorugh implementing improvements in building efficiency which						
Action Objectives		reduce costs and pollution						





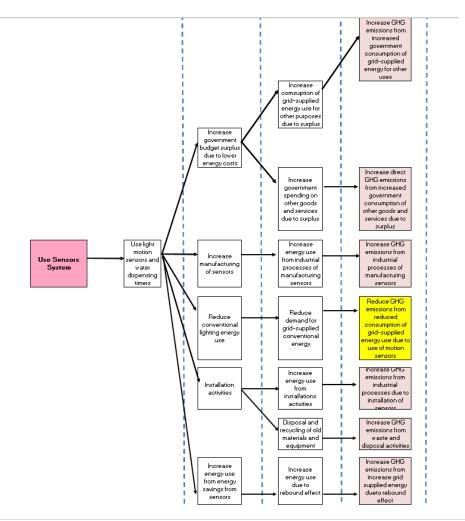
#### Mapping the Causal Chain







#### Mapping the Causal Chain







#### **Defining the Assessment Boundary**

#### 1) Use sensors system

		Relative		
GHG effect	Likelihood	magnitude	Jurisdiction	Included?
Increase GHG emissions from increased government consumption of grid-supplied energy for other uses	Unlikely	Minor	In Jurisdiction	Ν
Increase direct GHG emissions from increased government consumption of other goods and services due to surplus	Unlikely	Minor	In Jurisdiction	Ν
Reduce GHG emissions from industrial processes and product use of conventional lighting and computers	Possible	Moderate	Out of Jurisdiction	Ν
Reduce GHG emissions from reduced consumption of grid-supplied energy for lighting and computing	Likely	Major	In Jurisdiction	Y
Increase GHG emissions from industrial processes and product use of conventional lighting and computers	Possible	Minor	Out of Jurisdiction	Ν
Increase GHG emissions from industrial processes for installation	Possible	Minor	In Jurisdiction	Ν
Increase GHG emissions from rebound effect from lighting and computing efficiency	Unlikely	Minor	In Jurisdiction	Ν
Increase GHG emissions from disposal and recycling activities	Very Likely	Minor	Out of Jurisdiction	Ν

#### 3) Improve appliance efficiency

		Relative		
GHG effect	Likelihood	magnitude	Jurisdiction	Included?
Increase GHG emissions from increased government consumption of grid-supplied energy for other uses	Unlikely	Minor	In Jurisdiction	N
Increase direct GHG emissions from increased government consumption of other goods and services due to surplus	Unlikely	Minor	In Jurisdiction	Ν
Increase GHG emissions from industrial processes of manufacturing sensors	Possible	Minor	Out of Jurisdiction	N
Increase GHG emissions from industrial processes due to installation of sensors	Possible	Minor	Out of Jurisdiction	N
Reduce GHG emissions from reduced consumption of grid-supplied energy use due to use of motion sensors	Likely	Major	In Jurisdiction	Y
Increase GHG emissions from disposal and recycling activities	Very Likely	Minor	Out of Jurisdiction	N
Increase GHG emissions from increase grid supplied energy dueto rebound effect	Unlikely	Minor	In Jurisdiction	Ν





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#### **BEA Webinar Series for Cities: Tools for Sustainability**

- Webinar #1: Standards to Achieve City Sustainability (April 26/27)
- Webinar #2: Energy and Emissions: Mapping the Impacts (May 23)
- Webinar #3: Using Data to Measure Policy Impacts (June 27/28)
- Webinar #4: Reporting Results for Success (July 18)





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### Thank You

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### Now: Q&A session

