

# SUSTAINABLE ENERGY PROJECT SUPPORT (SEPS)

# **Baseline Calculation**

## **Environmental Performance Calculation Procedure**

For addressing the two environmental performance criteria "Reduction of CO<sub>2</sub> emissions" and "Reduction of primary energy input", please refer to the calculation procedure outlined below. This is kept in a simple, but consistent form for being applicable in the context of SEPS.

Emission factors (EF) of Table 1 are taken from the UNEP-Report "The GHG Indicator: UNEP Guidelines for Calculating Greenhouse Gas Emissions for Businesses and Non-Commercial Organisations". Country specific EFs of Table 2 are taken from the "Highlights" version of CO<sub>2</sub> Emissions from Fuel Combustion by the International Energy Agency. If your country does not appear in Table 2 (CO<sub>2</sub> from electricity production), please refer to the regional figures that are given in the table (e.g. Middle East or Africa).

For better understanding, two examples are given, one for a wind turbine of 1.5 MW (Morocco) and one for a combined heat and power unit of 50 kW<sub>el</sub>/80kW<sub>heat</sub> (Austria).

# Calculation procedure:

- 1) Determination of the fossil primary energy input (PEI) of the project
- 2) **Determination of the direct CO<sub>2</sub> emissions produced by the project:** please make use of table 1 or table 2.
- 3) **Definition of the project baseline:** The project baseline describes a scenario for the production of electricity, heat etc. that would probably take place if the project would not be realized.
- 4) **Calculation of the PEI baseline**: resulting from the production of heat, electricity etc. as described in the project baseline by the same amount as the project's production.

If no specific values for a typical baseline are available for electricity generation please apply an efficiency factor of 38% for OECD-countries and 32% for non-OECD-countries for the electricity production and 80% for heat production.

- 5) Calculation of the  $CO_2$  emissions baseline: Please make use of table 1 (emission factor for emissions from fuel use) or Table 2 (electricity emission factor  $EF_{el}$ ) for calculating the  $CO_2$  emissions:
  - For heat production: CO<sub>2</sub> baseline = PEI baseline x Emission Factor (EF).
  - For electricity generation: CO<sub>2</sub> baseline = Annual electricity production X Emission Factor (EF<sub>el</sub>)
- 6) Calculation of the reduction in PEI and CO<sub>2</sub> emissions:

PEI reduction: PEI baseline (Step 4) – PEI project (Step 1) CO<sub>2</sub> emissions reduction: CO<sub>2</sub> baseline (Step 5) – Project's CO<sub>2</sub> emissions (Step 2)

# Example 1:

Wind turbine (1.5 MW) in Morocco

Assumptions: operating hours 3000 hours/year ⇒ electricity production of 4.5 GWh/year

## 1. Determination of the fossil primary energy input (PEI) of the project

0 (only power from the wind turbine is used)

# 2. Determination of the direct CO<sub>2</sub> emissions produced by the project

0 (the wind turbine produces no CO<sub>2</sub> emissions for electricity production)

# 3. Definition of the project baseline

The amount of electricity generated by the wind turbine would otherwise come from the electricity grid.

## 4. Calculation of the PEI baseline

The efficiency factor in the non-OECD country Morocco is assumed with 32%.

Thus, the PEI is: 4.5 GWh/year/32% => (4.5 x100)/32 = 14.1 GWh/year

# 5. Calculation of the CO<sub>2</sub> emissions baseline

Take the electricity production and multiply it with the country's emission factor in electricity production (Table 2):

- 4.5 GWh/year x 0.000690 tCO<sub>2</sub>/kWh
- $\Rightarrow$  4,500,000 kWh/year x 0.000690 tCO<sub>2</sub>/kWh =  $\underline{3105 \text{ tCO}_2/\text{year}}$

# 6. Calculation of the reduction in PEI and CO<sub>2</sub> emissions

PEI: baseline (Step 4) - PEI (Step 1)

 $\Rightarrow$  14,100,000 kWh/year - 0 = 14,100,000 kWh

CO<sub>2</sub>: baseline (Step 5) – CO<sub>2</sub>project (Step2)

 $\Rightarrow$  3105 tCO<sub>2</sub> - 0 = 3105 tCO<sub>2</sub> /year

# Example 2:

Gas-powered Combined Heat and Power Unit (small motor package system), Austria

Capacity: 50 kWel/80 kWheat; Overall Efficiency Factor: 80%

Operating hours: 5000 h/a

 $\Rightarrow$  250 MWh of electricity produced; 400 MWh of Heat produced

# 1. Determination of the fossil primary energy input (PEI) of the project

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W= (250 MWh + 400 MWh)/year/efficiency factor

⇒ (250 MWh + 400 MWh)/year/80% = 812.5 MWh/year
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# 2. Determination of the direct CO<sub>2</sub> emissions produced by the project

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PEI x EF (Table 1, Natural Gas) 
 \Rightarrow 812,500 kWh/year x 0.0002020 tCO<sub>2</sub>/kWh = 164.1 tCO<sub>2</sub>/year
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# 3. Definition of the project baseline

The amount of electricity produced by the Combined Heat and Power Unit would be purchased in average from the grid, the heat would be produced by small Diesel Oil-fired heating systems with an efficiency factor of 80%. The emission factor for the Diesel Oil-fired plant is 0.0002496 tCO<sub>2</sub>/kWh (see table 1).

### 4. Calculation of the PEI baseline

### Electricity production:

As the efficiency factor in OECD-countries is assumed with 38%, the PEI is calculated as follows:  $250 \text{ MWh/year}/38\% \Rightarrow 250 \text{ MWh/year} \times 100/38 = 657.9 \text{ MWh/year} \text{ PEI}$ 

## Heat production:

As the efficiency factor of the Diesel Oil-fuelled plant is 80%, calculate:  $400 \text{ MWh/year/}80\% \Rightarrow 400 \text{ MWh/year} \times 100/80 = 500 \text{ MWh/year} \text{PEI}$ 

In total, the PEI-baseline is: 657.9 MWh/year + 500 MWh/year = 1157.9 MWh/year

### 5. Calculation of the CO<sub>2</sub> emissions baseline

### CO2 emissions from electricity

As the emission factor for Austria is 0.000183 (Table 2), the  $CO_2$  emissions baseline is: 250,000 kWh/year x 0.000183 tCO<sub>2</sub>/kWh = 45,75 tCO<sub>2</sub>/year

## CO<sub>2</sub> emissions from heat

As the emission factor for the Diesel Oil-fuelled plant is  $0.0002496\,t\text{CO}_2/\text{kWh}$ , the CO<sub>2</sub> emissions baseline is:  $500,000\,\text{kWh/year} \times 0.0002667\,t\text{CO}_2/\text{kWh} = \underline{133.5\,t\text{CO}_2/\text{year}}$ 

# Total CO<sub>2</sub> emissions baseline

 $45.75 \text{ tCO}_2/\text{year} + 133.5 \text{ tCO}_2/\text{year} = 179.25 \text{ tCO}_2/\text{year}$ 

### 6. Calculation of the reduction in PEI and CO<sub>2</sub> emissions

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PEI reduction: baseline (Step 4) – PEI (Step 1) 

\Rightarrow 1117.9 MWh/year – 812.5 MWh/year = 305.4 MWh/year
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CO_2 emissions reduction: baseline (Step 5) – CO_2 (Step2) 

\Rightarrow 179.25 tCO_2/year – 164.1 tCO_2/year = \underline{15.15} \underline{tCO_2}/year
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Table 1: CO<sub>2</sub> Emissions from Fuel Use<sup>1</sup>

Fuel Types	Emission factors						
i dei Types	tCO <sub>2</sub> /therm	tCO <sub>2</sub> /litre	tCO <sub>2</sub> /MWh	tCO <sub>2</sub> /t			
Coal			0.3413	1.84			
Petrol		0.00222	0.2496	3.07			
Natural Gas	0.005919		0.2020	2.93			
Gas/ Diesel Oil		0.00268	0.2667	3.19			
Residual Fuel Oil		0.00300	0.2786	3.08			
LPG	0.006654	0.00165	0.2271	2.95			
Jet Kerosene		0.00258	0.2575	3.17			
Shale oil			0.2218	2.61			
Ethane			0.2641	2.90			
Naphtha		0.00224	0.2905	3.27			
Bitumen			0.2641	3.21			
Lubricants		0.00263	0.3631	2.92			
Petroleum Coke			0.2641	3.09			
Refinery Feedstock			0.2641	3.25			
Refinery Gas	0.007041		0.2403	2.92			
Other Oil Products		0.00254	0.2641	2.92			

Table 2: Electricity emission factors (EF<sub>el</sub>) for different countries for 2007-2009 (tCO<sub>2</sub>/MWh)<sup>2</sup>

Region/Country	tCO2/MWh	Region/Country	tCO2/MWh	Region/Country	tCO2/MWh	Region/Country	tCO2/MWI
OECD Americas	0.485	Armenia	0.145	Singapore	0.523	Marocco	0.690
USA (average)	0.531	Azerbaijan	0.462	Sri Lanka	0.425	Mozambique	0.000
Canada	0.184	Belarus	0.300	Thailand	0.530	Namibiae	0.253
Mexico	0.455	Bosnia-Herzegovina	0.908	Vietnam	0.409	Nigeria	0.396
Chile	0.398	Bulgaria	0.492	Other Asia	0.274	Senegal	0.594
OECD Europe	0.341	Croatie	0.337	Middle East	0.687	South Africa	0.900
Austria	0.183	Estonia	0.735	Bahrain	0.718	Sudan	0.470
Belgium	0.239	FYR of Macedonia	0.753	Cyprus	0.755	Togo	0.271
Czech Republic	0.534	Georgia	0.127	Iraq	0.731	Tunisia	0.547
Denmark	0.311	Gibraltar	0.756	Islamic Rep. Of Iran	0.609	United Rep. Of Tanzania	0.257
Finland	0.207	Kazakhstan	0.485	Israel	0.721	Zambia	0.003
France	0.089	Kyrgyzstan	0.087	Jordan	0.586	Zimbabwe	0.619
Germany	0.447	Latvia	0.160	Kuwait	0.810	Other Africa	0.489
Greece	0.739	Lithuania	0.116	Lebanon	0.698	America	0.178
Hungary	0.326	Malta	0.904	Oman	0.859	Argentina	0.358
Iceland	0.001	Republic of Moldova	0.513	Qatar	0.496	Bolivia	0.368
Ireland	0.482	Romania	0.436	Saudi Arabia	0.740	Brazil	0.075
Italy	0.416	Russia	0.322	Syria	0.649	Colombia	0.136
Luxembourg	0.382	Serbia	0.662	United Arab Emirates	0.694	Costa Rica	0.058
Netherlands	0.389	Slovenia	0.337	Yemen	0.649	Cuba	0.735
Norway	0.010	Tajikistan	0.031	Africa	0.641	Dominican Republic	0.633
Poland	0.652	Turkmenistan	0.810	Algeria	0.590	Ecuador	0.301
Portugal	0.379	Ukraine	0.373	Angola	0.220	El Salvador	0.304
Slovak Republic	0.223	Uzbekistan	0.462	Benine	0.695	Guatemala	0.354
Spain	0.337	Bangladesh	0.575	Botswanae	1.916	Haiti	0.513
Sweden	0.041	Brunei Darussalam	0.738	Cameroon	0.228	Honduras	0.391
Switzerland	0.040	China (incl. Hong Kong)	0.765	Congoe	0.139	Jamaica	0.478
Turkey	0.484	Chinese Taipei	0.647	Côte d'Ivoire	0.428	Netherlands Antilles	0.707
United Kingdom	0.480	DPR of Korea	0.483	DR of Congo	0.003	Nicaragua	0.506
OECD Asia	0.503	India	0.950	Egypt	0.459	Panama	0.297
Australia	0.862	Indonesia	0.757	Eritrea	0.665	Paraguay	0.000
Japan	0.435	Malaysia	0.638	Ethiopia	0.094	Peru	0.225
Korea	0.471	Myanmar	0.249	Gabon	0.366	Trinidad and Tobago	0.725
New Zealand	0.191	Nepal	0.004	Ghana	0.254	Uruguay	0.221
Non-OECD	0.503	Pakistan	0.447	Kenya	0.321	Venezuela	0.203
Albania	0.023	Philippines	0.471	Libya	0.868	Other Latin America	0.242

<sup>1</sup> UNEP (2000): The GHG Indicator: UNEP Guidelines for Calculating Greenhouse Gas Emissions for Businesses and Non-Commercial Organizations. <sup>2</sup> International Energy Agency (IEA), highlights version of CO<sub>2</sub> Emissions from Fuel Combustion, <a href="http://www.iea.org">http://www.iea.org</a>, 2011