

### AGRICULTURE, ENVIRONMENT AND MARINE

### **Scottish Greenhouse Gas Emissions 2017**

There are two measures of greenhouse gases presented in this release:

### SOURCE EMISSIONS

A measure of the actual emissions or removals in Scotland. Includes international aviation and shipping. Used for UK and international comparisons.



### **ADJUSTED EMISSIONS: FOR REPORTING AGAINST TARGETS**

Emissions adjusted to account for Scotland's participation in the EU Emissions Trading System (EU-ETS). These adjusted emissions are used to measure progress against the targets set in the Climate Change (Scotland) Act 2009.

46.410 MtCO2e in 2017



The Act provides for a fixed annual target for 2017 of 43.946 MtCO<sub>2</sub>e, which has been missed.

The Act also contains a 2050 target for at least an 80 per cent reduction from baseline levels and an interim 2020 target for at least a 42 per cent reduction. Although this 2020 target was exceeded in the years 2014 and 2015, the increase in adjusted emissions in the most recent year means that it was missed in 2016 and 2017.

ETS Adjusted emissions, the indicator on which the Scottish Government's statutory targets are based, increased in 2017 even though actual source emissions fell. Adjusted emissions count Scottish ETS allowances as contributing toward Scottish emissions irrespective of whether they are used by Scottish participants in the ETS to offset their emissions, or sold and used by emitters in

other participating countries. The total number of allowances issued through the ETS system has increased steadily since 2014 as part of the EU's management of the ETS. As a result, Scotland's share of ETS permits, based on historic emissions, has automatically increased. As a result there has developed a significant disconnect between the figure for ETS adjusted emissions and the actual quantity of Scottish source emissions.

## Figures have been revised since last year's release to incorporate methodological improvements and new data

MtCO<sub>2</sub>e refers to million tonnes of carbon dioxide equivalent. This is a consistent measure of assessing the contribution of greenhouse gases to global warming. The Baseline Period uses 1990 for carbon dioxide, methane and nitrous oxide and 1995 for hydrofluorocarbons, perfluorocarbons, sulphur hexafluoride and nitrogen trifluoride

### **KEY TREND – SOURCE EMISSIONS**



### Scottish Greenhouse Gas Emissions, 1990 to 2017. Values in MtCO<sub>2</sub>e

In 2017, Scottish source emissions of the basket of seven greenhouse gases were estimated to be 40.5 million tonnes carbon dioxide equivalent (MtCO<sub>2</sub>e). This is 3.3 per cent lower than the 2016 figure of 41.9 MtCO<sub>2</sub>e; a 1.4 MtCO<sub>2</sub>e decrease.

The main contributor to this reduction between 2016 and 2017 was a fall in Energy Supply emissions (-1.4 MtCO<sub>2</sub>e; an 18.9 per cent reduction). This was driven almost entirely by the complete removal of coal-generation from the power generation sector Other sectors exhibited a range of minor changes between -0.3 and +0.3 MtCO<sub>2</sub>e which, when considered together, essentially cancelled each other out.

Between 1990 and 2017, there was a 46.8 per cent reduction in estimated emissions, a 35.6 MtCO<sub>2</sub>e decrease. The most significant contributors to this reduction were:

- Fall in Energy Supply emissions (such as power stations) (-16.7 MtCO<sub>2</sub>e; a 73.5 per cent reduction)
- Fall in Business and Industrial Process emissions (such as manufacturing) (-5.7 MtCO<sub>2</sub>e; a 39.7 per cent reduction)
- Fall in Waste Management emissions (such as Landfill) (-4.3 MtCO<sub>2</sub>e; a 72.0 per cent reduction)
- Fall in Agriculture and related Land Use emissions (-4.0 MtCO<sub>2</sub>e; a 29.4 per cent reduction)

More details can be found in <u>Section B</u>.

### **KEY TREND – EU ETS ADJUSTED EMISSIONS**





- When emissions are adjusted to take account of trading in the EU Emissions Trading System (EU ETS), emissions increased by 3.7 per cent between 2016 and 2017 (from 44.8 MtCO<sub>2</sub>e to 46.4 MtCO<sub>2</sub>e). This is the basis against which progress towards the targets outlined within the Climate Change (Scotland) Act 2009 are measured.
- The EU ETS is an EU policy aimed at mitigating climate change by limiting greenhouse gas emissions from large point-source emitters (primarily electricity generation and energy-intensive industries) and in aviation. Under accounting rules of the Climate Change (Scotland) 2009 Act, the contribution of those sectors to the annual targets is determined by the Scottish share of emissions allowances in the EU ETS, rather than the actual level of emissions. <u>Section C</u> provides information on what the EU ETS is and what it means for Scotland's Greenhouse Gas Emissions statistics.
- Compared with the Baseline Period <sup>1</sup>, emissions in 2017 (after taking account of trading in the EU ETS) reduced by 39.1 per cent. <u>Section A</u> contains more information on how the Baseline Period is defined and <u>Section C</u> contains results in more detail.

### **REVISIONS TO GREENHOUSE GAS EMISSIONS STATISTICS**

Note that as part of this release all of the figures have been revised since the previous publication in June 2018, to incorporate methodological improvements and new data. Comparing these 2017 figures with the 2016 figures published a year ago will therefore give a different year-on-year percentage change; one which is incorrect and should not be used. Details of these revisions can be found later in this statistical release in <u>Section D</u>.

<sup>&</sup>lt;sup>1</sup> The Baseline Period uses 1990 for carbon dioxide, methane and nitrous oxide and 1995 for hydrofluorocarbons, perfluorocarbons, sulphur hexafluoride and nitrogen trifluoride

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### Section A. Introduction to Greenhouse Gases

### **Purpose of this Publication**

The "Scottish Greenhouse Gas Emissions 2017" Official Statistics publication contains the results of the Scottish Greenhouse Gas Inventory for 1990-2017. The Scottish Greenhouse Gas Inventory is the key data source for understanding the origins and magnitudes of the emissions. The inventory is compiled in line with international guidance from the Intergovernmental Panel on Climate Change (IPCC). Data are reported by source sector (such as energy supply) and by greenhouse gas (such as carbon dioxide). The inventory is also used to report data against targets as required under the Climate Change (Scotland) Act 2009.

### Using the Statistics. Which measure to use and when?

The official statistics publication "Scottish Greenhouse Gas Emissions 2017" includes data on two categorisations of greenhouse gas emissions.

- Estimated net source emissions. These are sometimes referred to as "territorial" emissions, as they are produced within a country's territory or economic sphere. <u>Section B</u> contains results using this categorisation.
- Estimated net source emissions which have been adjusted to take account of trading in the EU Emissions Trading System (EU ETS). <u>Section C</u> contains results using this categorisation.

The publication does not contain information on consumption-based emission estimates. This refers to greenhouse gas emissions which are associated with the spending of Scottish residents on goods and services, wherever in the world these emissions arise together with emissions directly generated by Scottish households, through private heating and motoring. This information was most recently published in December 2018 for the years 1998 to 2015 as part as part of the Official Statistics publication: <u>"Scotland's Carbon Footprint 1998-2015"</u>. Section E contains information on what territorial emissions are excluded from the greenhouse gas inventory.

The table below shows how to use the different categorisations of statistics on greenhouse gas emissions.

	Estimated Source Emissions ( <u>Section B</u> )	Estimated Source Emissions Adjusted to take into account of EU Emissions Trading System (Section C)
Adjusted for EU Emissions Trading System	×	$\checkmark$
Used for reporting progress against Scotland's Climate Change Targets <sup>1</sup>	×	$\checkmark$
Can be compared with EU countries – note that comparable data for 1990-2017 will not be available for the time of this release	$\checkmark$	×
Can be compared with UK <sup>2</sup>	$\checkmark$	×
Includes International Aviation and Shipping	$\checkmark$	$\checkmark$
Includes North Sea Oil & Gas	×	×
Data on individual greenhouse gases	$\checkmark$	×
Data on Scottish Government source sectors	$\checkmark$	$\checkmark$
Base Year	1990	Baseline Period (Variable)

<sup>1</sup> Further information on Scotland's Climate Change Targets can be found in Section C.

<sup>2</sup> Direct comparisons between Scotland and the UK can be made by adding up the results for the four Devolved Administrations separately. The UK figure in this case would exclude offshore emissions.

## Which greenhouse gases are reported on and how do they contribute to global warming?

The basket of greenhouse gases consists of carbon dioxide, methane, nitrous oxide, and the four F-gases (hydrofluorocarbons- HFCs, perfluorocarbons – PFCs, sulphur hexafluoride- SF<sub>6</sub> and nitrogen trifluoride- NF<sub>3</sub>). These gases are weighted by Global Warming Potential (GWP), so that total greenhouse gas emissions can be reported on a consistent basis. The GWP for each gas is defined as its warming influence relative to that of carbon dioxide over a 100 year period. Greenhouse gas emissions are then presented in *carbon dioxide equivalent* (CO<sub>2</sub>e) units. In the case of some of the F-gases, the global warming potential is listed as being within a range of values, due to the gases existing as a variety of isotopes with differing GWPs.

net greennouse gas ennissions, 2017								
Name of Greenhouse Gas	Chemical Formula	Global Warming Potential (GWP) (Conversion factor to carbon dioxide equivalent) <sup>1</sup>	Contribution to Scotland's Net Greenhouse Gas Emissions in 2017 (in MtCO <sub>2</sub> e)	Percentage of Scotland's Net Greenhouse Gas Emissions in 2017 (in MtCO <sub>2</sub> e)	Examples sources of gas			
Carbon dioxide	CO2	1	29.6	73.0%	All other sources of greenhouse gases, including removals			
Methane	CH₄	25	6.4	15.8%	Waste management, enteric fermentation and animal waste			
Nitrous oxide	N <sub>2</sub> O	298	3.2	7.9%	Agricultural soils			
F-gases <sup>2</sup>			1.3	3.3%	Industrial air conditioning, refridgeration, use as tracer gases, semiconductors			
Hydrofluorocarbons	HFC	12 - 14,800	1.1	2.8%				
Perfluorocarbons	PFC	7,390 - 17,340	0.1	0.4%	-			
Sulphur hexafluoride	SF <sub>6</sub>	22,800	0.0	0.1%	-			
Nitrogen trifluoride	NF <sub>3</sub>	17,200	0.0	0.0%				
Total Net Greenhouse			40.5	100.0%				

## Table A1. List of Greenhouse Gases and their contribution to Scotland's net greenhouse gas emissions, 2017

The Global Warming Potentials (GWPs) are based on international reporting standards, as set by the Intergovernmental Panel on Climate Change (IPCC)<sup>2</sup>.

<u>Section B</u> contains further data on the individual greenhouse gases. <u>Section D</u> contains a more detailed discussion of the causes and impacts of revisions between the 1990-2016 and 1990-2017 inventories.

### **Reporting of the Baseline Period and 1990**

In this publication, a single 1990 Base Year is used for all estimated source emissions (<u>Section B</u>). This year is referred to as "1990" in charts, tables and text.

A different baseline is used for the reporting progress against Scotland's Climate Change Targets, using the emissions adjusted for trading in the EU Emissions Trading System (EU ETS). This is referred to as "Baseline Period" when referring to changes over time in the charts, tables and text.

The Baseline Period for reporting against Climate Change Targets is:

- 1990 for carbon dioxide carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), nitrous oxide (N<sub>2</sub>O)
- 1995 for Fluorinated gases (F gases)<sup>3</sup>: hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), sulphur hexafluoride (SF<sub>6</sub>), nitrogen trifluoride (NF<sub>3</sub>)

<sup>&</sup>lt;sup>2</sup> IPCC's 4th Assessment Report: <u>http://www.ipcc.ch/report/ar4/</u>

<sup>&</sup>lt;sup>3</sup> The Kyoto Protocol allows Parties flexibility to choose either 1990 or 1995 as the base year for the industrial gases. Using a 1995 base year is in line with the approach adopted by the UK Government and many EU Member States.

Within this publication, data are estimated for the Baseline Period; and the years 1990, 1995 and 1998 to 2017.

### What are net emissions and carbon sinks?

The emissions reported are the combination of emissions minus removals from the atmosphere by *carbon sinks*. Carbon sinks are incorporated within the three sectors of agriculture and related land use, development, and forestry, which include both emissions and removals resulting from afforestation, reforestation, deforestation and forest management together with changes in land use. These are known as "removals" as they offset emissions.

### Sectors

This publication provides the latest estimates of Scotland's greenhouse gas emissions by source from 1990-2017. For the purposes of reporting, greenhouse gas emissions are allocated into sectors as follows:

**Energy supply** - Emissions from fuel combustion for electricity and other energy production sources, and fugitive emissions from fuels (such as from mining or onshore oil and gas extraction activities). North Sea oil & gas emissions are not allocated to Scotland<sup>4</sup>.

**Business and industrial processes** - Emissions from industry and from those in combustion in industrial/commercial sectors, industrial off-road machinery, process sources from decarbonisation of raw materials (such as from limestone use in cement plants) and refrigeration and air conditioning.

**Transport (including International Aviation and Shipping)** - Emissions from domestic aviation, road transport, railways, domestic navigation, fishing and aircraft support vehicles. It also includes international aviation and shipping emissions attributed to Scotland.

**Public Sector Buildings** - Emissions from combustion of fuel in public sector buildings.

**<u>Residential</u>** - Emissions from fuel combustion for heating/cooling and garden machinery and fluorinated gases released from aerosols/metered dose inhalers.

<u>Agriculture and Related Land Use</u> - Net emissions from cropland, grassland along with net emissions from land converted to cropland and grassland. It

<sup>&</sup>lt;sup>4</sup> Emissions of GHGs from offshore oil and gas exploration and production are classified within the Greenhouse Gas Inventory as "Unallocated" emissions and not attributed to any of the devolved administrations.

also covers emissions from livestock, agricultural soils, stationary combustion sources and off-road machinery.

**Development** - Net emissions from settlements and from land converted to settlements. This should not be confused with, for example, residential emissions; these relate to conversion of different land types to developed land, and changes in  $N_2O$  and  $CO_2$  stocks from soils, urban trees.

**Forestry** - Changes in net emissions relating mainly to stock changes, resulting from afforestation, deforestation and harvested wood products.

<u>Waste management</u> - Emissions from waste disposed of to landfill sites, waste incineration, and the treatment of waste water.

When emissions are reported by source, emissions are attributed to the sector that emits them directly. These high-level sectors are made up of a number of more detailed sectors, which follow the definitions set out by the Intergovernmental Panel on Climate Change (IPCC), and which are used in international reporting tables which are submitted to the United Nations Framework Convention on Climate Change (UNFCCC) every year. Section E contains a more detailed mapping of what is included in each source. It also contains information on which greenhouse gas emissions are excluded from the greenhouse gas inventory and why they are excluded.

The sector breakdowns in this report are primarily based on the National Communication (NC) sectors, which are used in the UK Greenhouse Gas Inventory.

However, in order to associate emissions from conversion of grassland to and from cropland, and liming of agricultural land with other agricultural activities, we have made the following changes to the grouping of the *Land Use, Land Use Change and Forestry* (LULUCF) and *Agriculture sectors* in the NC classifications.

Firstly, we have created an *Agriculture and Related Land Use* sector, which includes all emissions in the NC sector Agriculture together with those LULUCF emissions associated with agricultural practices, such as croplands and grasslands. The remaining LULUCF emissions are grouped into a *Forestry* sector (changes in emissions relating mainly to stock changes resulting from afforestation, deforestation and harvested wood products) and a *Development* sector (changes in emissions resulting from land use change to settlements).

These sector definitions were aligned with those that were reported in the Scottish Government publication <u>"Low Carbon Scotland - Meeting the Emissions Reductions Targets 2013-2027"</u>. The sector definitions used in the <u>Scottish Government's Climate Change Plan</u> publication published last year differ slightly and consideration will be given to the reporting structure of future

Scottish Greenhouse Gas Emissions publications to correspond with legislative and user needs.

The Scottish Government also reports on International Aviation and Shipping emissions attributed to Scotland, along with other Transport emissions. International Aviation and Shipping emissions are categorised as an IPCC international "Memo" item. A detailed mapping between the sectors used in this report and the NC sectors and Intergovernmental Panel on Climate Change (IPCC) sectors is given in <u>Section E</u>.

# Section B. Results – Net Sources of Scottish Greenhouse Gas Emissions

### 2017 results

Chart B1 presents the sources and sinks of Scottish Greenhouse Gas Emissions in 2017, grouped by Scottish Government sector.

## Chart B1. Sources of Scottish Greenhouse Gas Emissions, 2017. Values in MtCO<sub>2</sub>e



- In 2017, Transport (including International Aviation and Shipping) (14.9 MtCO<sub>2</sub>e) was the largest source of net emissions followed by Agriculture and Related Land Use (9.7 MtCO<sub>2</sub>e) and Business and Industrial Process (8.7 MtCO<sub>2</sub>e).
- Forestry was the only aggregate sector in which there has been a net emissions sink (-9.5 MtCO<sub>2</sub>e).

	TOTAL	Percentage share by sector	Carbon dioxide	Methane	Nitrous oxide	Fluorinated gases
TOTAL	40.5	100.0%	29.6	6.4	3.2	1.3
Transport (including International Aviation and Shipping)	14.9	36.8%	14.7	0.0	0.2	0.0
Transport (excluding IA&S)	13.0	32.1%	12.9	0.0	0.1	0.0
International Aviation and Shipping (IA&S)	1.9	4.6%	1.9	0.0	0.0	0.0
Agriculture and Related Land Use	9.7	23.9%	2.8	4.3	2.6	0.0
Business and Industrial Process	8.7	21.4%	7.4	0.0	0.1	1.2
Residential	6.0	14.9%	5.8	0.1	0.0	0.1
Energy Supply	6.0	14.9%	5.6	0.4	0.1	0.0
Development	2.0	4.9%	1.8	0.0	0.1	0.0
Waste Management	1.7	4.2%	0.0	1.6	0.1	0.0
Public Sector Buildings	1.1	2.7%	1.1	0.0	0.0	0.0
Forestry	-9.5	-23.6%	-9.6	0.0	0.1	0.0

## Table B1. Scottish Greenhouse Gas Emissions by Gas and by ScottishGovernment Source Sector, 2017. Values in MtCO2e

### Main points

Carbon dioxide was the main greenhouse gas emitted or removed in most sectors, with the exceptions of the Agriculture and Related Land Use and Waste Management sectors.

- Methane was the main net gas emitted in the Agriculture and related Land Use sector (4.3 MtCO<sub>2</sub>e), followed by carbon dioxide (2.8 MtCO<sub>2</sub>e) and nitrous oxide (2.6 MtCO<sub>2</sub>e).
- Almost all emissions in the Waste Management sector were emitted in the form of methane (1.6 MtCO<sub>2</sub>e).

Where F gases are emitted, they have been in relatively small amounts via the Business and Industrial Process source sector, as well as in the Residential sector.

### Key Trends By Scottish Government Source Sector

Chart B2 presents the main sources of Scottish Greenhouse Gas Emissions from 1990 to 2017, broken down by Scottish Government source sector. Note that for the purposes of presentation, some sectors have been grouped together on this chart. Chart B3 and Chart B4 specifically explore the trend in Energy Supply emissions. Chart B5 contains information on the absolute and percentage reductions in greenhouse gas emissions in every Scottish Government source sector over the entire time period, with Chart B6 containing the same information for the latest year.

## Chart B2. Main Sources of Greenhouse Gas Emissions in Scotland, 1990 to 2017. Values in MtCO<sub>2</sub>e



### **Main Points**

Most sectors exhibit a general downwards trend between 1990 and 2017:

- Energy Supply emissions have seen the largest decrease in MtCO<sub>2</sub>e (-16.7 MtCO<sub>2</sub>e, a reduction of 73.5 per cent) followed by Business and Industrial Process (-5.7 MtCO2e, a reduction of 39.7 per cent), Waste Management (-4.3 MtCO<sub>2</sub>e, a reduction of 72.0 per cent) and Agriculture and related land use (-4.0 MtCO2e, a reduction of 29.4 per cent)
- International Shipping and Aviation emissions have increased (0.6 MtCO<sub>2</sub>e, a 43.4 per cent increase) along with Development emissions (0.1 MtCO<sub>2</sub>e, 4.4 per cent increase)

The Forestry sink has increased (-2.5 MtCO<sub>2</sub>e absolute change, an increase of 34.9 per cent).

Chart B3 shows how the generation of Scotland's electricity has changed over time. Emissions from the electricity supply sector (such as power stations) are associated with these changes.





Data obtained from Scottish Energy Statistics Database<sup>5</sup>

### **Main Points**

Renewables were the single largest source of electricity generated in Scotland in 2017 at 51.7 per cent, followed by nuclear generation at 36.6 per cent with fossil fuel generation making up only 10.5 per cent. Overall electricity generation in Scotland increased by 2,906 GWh to 48,678 GWh in 2017. Since 2000, Scotland has seen a decline in fossil fuel electricity generation and a substantial increase in generation from renewables.

<sup>&</sup>lt;sup>5</sup> <u>https://www2.gov.scot/Topics/Statistics/Browse/Business/Energy/Database</u>

## Long term (1990 to 2017) and short term (2016 to 2017) trends by sector

Chart B4 shows how emissions have changed between 1990 and 2017 in all source sectors. Chart B5 shows how emissions have changed between 2016 and 2017.

### Chart B4. Change in Net Emissions by Scottish Government Sector Between 1990 and 2017 – in MtCO<sub>2</sub>e, and percentage changes <sup>6</sup>



<sup>&</sup>lt;sup>6</sup> Unlike for other source sectors, positive changes to net emissions from forestry are presented as a negative percentage change. This is because forestry causes a net removal of emissions

## Chart B5. Change in Net Emissions by Scottish Government Sector between 2016 and 2017 - in MtCO<sub>2</sub>e, *and percentage changes*<sup>7</sup>



### **Total Emissions**

Overall, there has been a 35.6 MtCO<sub>2</sub>e (46.8 per cent) decrease in net emissions between 1990 and 2017, and there has been a 1.4 MtCO<sub>2</sub>e (3.3 per cent) decrease in net emissions between 2016 and 2017.

### Energy Supply (15 per cent of 2017 inventory)

Energy sector emissions have decreased by 18.9 per cent between 2016 and 2017, and have reduced by 73.5 per cent from 1990. Emissions reductions in this sector are mainly due to reductions in emissions from power stations and the complete cessation of coal use in electricity generation in Scotland.

Power station emissions have reduced by 92 per cent between 1990 and 2017, due primarily to the shift in fuel mix from coal to less carbon intensive fuels, including increased use of nuclear and renewables. The Energy Supply sector alone accounts for 38 per cent of the decline in Scotland emissions since the base year.

### Residential (15 per cent of 2017 inventory)

Residential emissions have decreased between 2016 and 2017 from 6.3 MtCO2e to 6.0 MtCO<sub>2</sub>e (-4.3 per cent) and there has been a decrease of 24.4 per cent between 1990 and 2017. This long-term decrease is mainly due to a

<sup>&</sup>lt;sup>7</sup> Unlike for other source sectors, upward changes to net emissions from forestry are presented as a negative percentage change. This is because forestry causes a net removal of emissions

switch from less efficient solid and liquid fuels to natural gas for heating, and improvements in energy efficiency.

The main driver for the decrease in residential emissions between 2016 and 2017 is an decrease in the combustion of fuel in households, dominated by an decrease in natural gas use, possibly reflecting warmer mean temperatures in the start of 2017 compared to 2016 (Chart B6).

Chart B6. Mean air temperature by month, Scotland. 2016 and 2017. Values in °C



### Waste Management (4 per cent of 2017 inventory)

From 2016 to 2017 emissions from waste management increased slightly from 1.6 MtCO2e to 1.7 MtCO2e. Between 1990 and 2017 emissions reduced by 72.0 per cent. This decrease is largely due to the progressive introduction of methane capture and oxidation systems within landfill management.

### Business and Industrial Process (21 per cent of 2017 inventory)

This sector has seen a 5.7 MtCO<sub>2</sub>e (39.7 per cent) fall in emissions between 1990 and 2017. As shown in Chart B2, much of this decrease occurred between 1990 and 1995 – linked to a decline in emissions from manufacturing and the iron and steel industry over this time period. There has been a further smaller decrease between 2008 and 2009, coinciding with the recession. There was a marginal increase (less than 0.05 MtCO<sub>2</sub>e; 0.6 per cent) in emissions in this sector between 2016 and 2017.

<sup>&</sup>lt;sup>8</sup> Source Met Office: <u>http://www.metoffice.gov.uk/pub/data/weather/uk/climate/datasets/Tmean/date/Scotland.txt</u>

### Agriculture and Related Land Use (24 per cent of 2017 inventory)

This sector has seen a 4.0 MtCO<sub>2</sub>e (29.4 per cent) fall in net emissions between 1990 and 2017. Between 2016 and 2017, there was a 0.2 MtCO<sub>2</sub>e (1.9 per cent) decrease in net emissions of overall greenhouse gases from this sector.

### Forestry (-24 per cent of the 2017 inventory)

Between 2016 and 2017, the forestry sink decreased by 1.6 per cent from -9.7 MtCO<sub>2</sub>e to -9.5 MtCO<sub>2</sub>e. Scotland was a net sink of greenhouse gases from Forestry activities from 1990-2017.

## Transport Including International Aviation and Shipping (37 per cent of 2017 inventory)

Transport emissions have increased by 2.2 per cent between 2016 and 2017. Transport emissions increased by 0.4 per cent from 1990 to 2017. The increase in emissions in 2017 was mainly due to an increase in emissions from road transport.

In 2017, road transport was the largest source of emissions in Scotland. Road transport emissions have increased by 11.1 per cent between 1990 and 2017; this is due to a growth in activity over the period offset partly by improvements in the efficiency of vehicles.

International aviation has increased from 1.4 MtCO2e in 2016 to 1.5 MtCO2e in 2017. An increase of 6.8 per cent between 2016 and 2017. Emissions from international aviation from Scotland have increased by 181 per cent since 1990 due to greater demand.

Emissions from international shipping decreased slightly by 3.6 per cent between 2016 and 2017. Emissions from international shipping have declined since 1990 by 54.3 per cent.

### Public Sector Buildings (3 per cent of the 2017 inventory)

The main source of emissions from this sector is the use of natural gas for heating public buildings. There was a  $0.6 \text{ MtCO}_2e$  (36 per cent) fall in emissions from public sector buildings between 1990 and 2017. This has been largely driven by a reduction in the use of oil and coal for space heating. Between 2016 and 2017, there was a very slight decrease in emissions from this sector; a decrease of 3.6 per cent.

### **Development Emissions (5 per cent of 2017 inventory)**

This sector captures net emissions from land surrounding settlements and from land converted to settlements; and shows an increase of 4.4 per cent between 1990 and 2017 although emissions in the latest year fell by 2.0 per cent.

### Emissions by type of gas

Chart B7 shows the trends in emissions, broken down by gas from 1990 to 2017.



Chart B7. Scottish Greenhouse Gas Emissions, by Gas, 1990-2017. Values in MtCO<sub>2</sub>e

- Carbon dioxide is by far the largest contributor to Scottish greenhouse gas emissions in all years (73.7 per cent of all emissions in 2017) and is the most volatile series of all gases largely driven by changes in energy supply emissions and to a lesser extent, emissions from the residential and business and industrial process sectors.
- Methane is the second most common greenhouse gas in 2017 (15.3 per cent of all net emissions) followed by nitrous oxide (7.7 per cent) and Fgases making up the remainder (3.3 per cent).
- Carbon dioxide has seen the largest reduction from 1990 to 2017 (-28.6 MtCO2e). There have also been reductions in both methane (7.0 MtCO<sub>2</sub>e) and nitrous oxide (1.2 MtCO<sub>2</sub>e). Emissions from fluorinated gases have shown a large increase from 1990 to 2017, although they still remain small in absolute terms, driven by the introduction of hydrofluourocarbons (HFCs) from 1995 onwards. These HFCs replace

chlorofluorocarbons (CFCs) which were banned by the Montreal Protocol due to their impact on the ozone layer.

Charts B8 to B11 present results on individual gases broken down by main Scottish Government sectors over time. Chart B8 shows how carbon dioxide emissions have changed from 1990 to 2017.

### Carbon Dioxide (CO<sub>2</sub>)

Chart B8. Carbon Dioxide (CO<sub>2</sub>) Emissions by Scottish Government Sector, 1990 to 2017. Values in MtCO<sub>2</sub>e



- Chart B8 shows that Energy Supply is a key source of carbon dioxide emissions in all years between 1990 and 2015, after which the change in fuels used in electricity generation substantially reduces CO<sub>2</sub> emissions from this source. Transport (including international aviation and shipping) is the next most common source of carbon dioxide emissions across the entire time-series. Transport is 9.2 MtCO<sub>2</sub>e higher than energy supply emissions in 2017. In 2013 Transport became the highest source of emissions for the first time in the time series.
- Much of the decrease in carbon dioxide emissions between 1990 and 2017 has been driven by reductions in energy supply emissions across the time period, particularly since 2015, and in business and industrial processes between 1990 and 1995. Carbon dioxide emissions from the energy supply sector have been volatile, with the highest emissions occurring between 1995 and 2003, and a spike in 2006, related to a greater use of coal in that year.

- The agriculture and related land use sector has also seen a reduction in net emissions of carbon dioxide – largely due to changes in the management of land, with lower emissions resulting from the conversion of grassland to cropland.
- Forestry has been a net sink of carbon dioxide consistently between 1990 and 2017.

### Methane (CH<sub>4</sub>)





- Methane emissions from waste management have fallen by 4.3 MtCO<sub>2</sub>e between 1990 and 2017 (a 73.6 per cent reduction). This is due to the progressive introduction of landfill gas being captured and used for energy. There could also be other factors which contribute to this reduction, such as improvements in the standards of landfill and changes to the types of waste going to landfill.
- Methane emissions in the agriculture and related land use sector have fallen by 0.8 MtCO<sub>2</sub>e between 1990 and 2017 – a 16.2 per cent fall over this time period. This reduction is partly linked to a fall in livestock numbers.
- In the Energy Supply sector, methane emissions have fallen by 1.6 MtCO<sub>2</sub>e between 1990 and 2017, largely due to reductions in emissions from sources such as coal mining.

### Nitrous Oxide (N<sub>2</sub>O)



- The Agriculture and related land use sector is by far the main contributor to emissions of nitrous oxide. These are largely produced by agricultural practices on soils, and to a lesser extent by animal manures. Emissions of nitrous oxide in this sector have fallen from 3.3 MtCO<sub>2</sub>e in 1990 to 2.6 MtCO<sub>2</sub>e in 2017.
- Emissions of nitrous oxide in the business and industrial process sector have fallen from 0.5 MtCO<sub>2</sub>e in 1990 to 0.1 MtCO<sub>2</sub>e in 2017.

### Fluorinated gases (F-gases)

## Chart B11. F-gas Emissions by Scottish Government Sector, 1990 to 2017. Values in MtCO<sub>2</sub>e



- F gases are the most potent greenhouse gases with high global warming potentials but they are emitted in very small quantities. As a result, they contribute less to global warming than the other greenhouse gases in Scotland.
- There has been a sharp increase in F gas emissions from business and industrial processes between 1990 and 2017 (from 0.2 MtCO<sub>2</sub>e in 1990 to 1.3 MtCO<sub>2</sub>e in 2017). This is because F gases were introduced to replace chlorofluorocarbons (CFCs), which were used in appliances such as industrial air conditioning units. CFCs were banned under the Montreal Protocol, as they were contributing to the depletion of the ozone layer.
- F gas emissions in the residential sector result from the use of aerosols and asthma inhalers, and represent around 0.1 MtCO<sub>2</sub>e in 2017.

## Section C. Estimated Emissions Adjusted for Trading Within the EU Emissions Trading System (EU ETS)

### Introduction

This section of the publication presents data on source greenhouse gas emissions which have been adjusted to take into account of trading in the EU Emissions Trading System (EU ETS). This is the basis on which Scotland's statutory targets are measured against under the Climate Change (Scotland) Act 2009.

### What is the EU Emissions Trading System (EU ETS)?

Launched in 2005, the EU ETS is an EU policy aimed at mitigating climate change by limiting greenhouse gas emissions from industry sectors and aviation. Participants include more than 11,000 heavy energy-using installations in power generation, the manufacturing industry and airlines across 31 countries in the European Economic Area (EEA).

### How does the EU ETS work?

The EU ETS is a 'cap and trade' system. A limit (cap) is placed on the overall volume of emissions from participants in the system. Within the cap, organisations receive or buy emissions allowances which they can trade (1 emissions allowance equals 1 tCO<sub>2</sub>e). Each year, an organisation must surrender enough allowances to cover its emissions. The cap is reduced over time so that by 2020, the volume of emissions permitted within the system will be 21 per cent lower than in 2005. The reducing cap, alongside the financial considerations of trading emissions allowances, incentivises organisations within the system to find the most cost effective way of reducing their emissions. The EU ETS operates as a number of Phases. Phase III of the EU ETS began on 1 January 2013 and will operate until 31 December 2020.

### Scotland in the EU ETS

The EU ETS contributes to delivering Scotland's Climate Change Targets through incentivising the reduction in emissions from Scottish organisations participating in the system. In 2017, there were 76 fixed Scottish installations which are regulated by Scottish Environment Protection Agency (SEPA) that surrendered emissions allowances in the EU ETS.

### What are 'traded emissions' and 'non-traded emissions'?

In the greenhouse gas inventory, source emissions can be categorised into traded and non-traded. Traded emissions capture those that come from installations covered by the EU ETS, whereas non-traded emissions are those which do not fall within the scope of the EU ETS. The emissions from some sectors, such as the residential sector, are completely non-traded whereas emissions from other sectors, such as energy supply and business and industrial process are a combination of traded and non-traded. For the years 2012 to 2017, CO<sub>2</sub> emissions from domestic and international aviation are classified as being within the traded sector.

### Chart C1. Estimate of Traded Emissions Surrendered in the EU Emissions Trading System (EU ETS) and Non-Traded Greenhouse Gas Emissions by Scottish Government Sector, 2017. Values in MtCO<sub>2</sub>e



The Scotland figure for the emissions which have been surrendered in the EU ETS is slightly different to that reported for traded emissions in the Greenhouse Gas Inventories for England, Scotland, Wales and Northern Ireland report produced by Ricardo and Aether on behalf of the devolved administrations. There are number of reasons for this:

Firstly, the estimate of surrendered emissions include an estimate of carbon dioxide emissions surrendered from domestic and international aviation. Unlike for fixed installations, it is not possible to accurately estimate Scottish emissions which have been surrendered from aviation directly from aviation operators. Instead, the Scottish Government received advice from the

Committee on Climate Change to estimate the aviation emissions surrendered in the EU ETS by using figures taken directly from the 1990-2017 greenhouse gas inventory.

Secondly, operators who participate in the EU ETS must, by 30 April in each year, surrender a number of allowances equal to the annual reportable emissions which the installation made in the previous year. However, as a result of errors or non-compliance in the EU ETS, the figure on surrendered and reported emissions can differ, until both are finalised. These can be on-going situations throughout each Phase of the EU ETS. By the end of each Phase any difference between the two figures should be rectified.

### What are adjusted emissions and the Net Scottish Emissions Account (NSEA)?

The Scottish climate change targets are assessed against the Net Scottish Emissions Account (NSEA), which is detailed in the Climate Change (Scotland) Act 2009 and has been reported for each year from 2010 to 2017 as part of the Act. The NSEA accounts for the greenhouse gas emissions from sources in Scotland, Scotland's share of emissions from international aviation and international shipping, the effect of any relevant emissions removals (e.g. "carbon sinks" such as woodland) and the effect of the sale and purchase of relevant carbon units (tradable emissions allowances) in the EU ETS.

The EU ETS element of the NSEA is calculated by taking the difference between Scotland's notional share of the overall EU ETS cap and the number of emissions allowances surrendered from Scottish fixed installations in a given year, as well as an estimate of CO<sub>2</sub> emissions surrendered from Scotland's share of domestic and international aviation. This amount is then added to non-traded net emissions to get the NSEA.

The NSEA formula is as follows:



The figure for the NSEA are known as adjusted emissions, as they are adjusted to take account of trading within the EU ETS. This adjustment takes the form of a 4-step process, which is outlined in Chart C2.

## Chart C2. Calculation of Adjusted Emissions for Trading in the EU Emissions Trading System (EU ETS), 2017. Values in MtCO<sub>2</sub>e



### Calculation of adjusted emissions

### STEP 1

Take the Scottish greenhouse gas emissions from Scottish greenhouse gas inventory (for 2017, it is 40.522 MtCO<sub>2</sub>e). This figure is comprised of:

- traded emissions units surrendered sourced from Scottish Environment Protection Agency (SEPA) for fixed installations (9.089 MtCO<sub>2</sub>e)
- an imputed estimate of surrendered CO<sub>2</sub> emissions from domestic aviation (0.506 MtCO<sub>2</sub>e) and international aviation (1.524 MtCO<sub>2</sub>e) sourced from the Scottish Greenhouse Gas Inventory for 1990 to 2017
- non-traded emissions from sources such as residential emissions (29.403 MtCO<sub>2</sub>e)

### STEP 2

Remove an amount relating to surrendered emissions from fixed installations and an estimate of surrendered emissions from domestic and international aviation. This amounts to  $9.089 \text{ MtCO}_2\text{e} + 0.506 \text{ MtCO}_2\text{e} + 1.524 \text{ MtCO}_2\text{e} = 11.119 \text{ MtCO}_2\text{e}$ .

### **STEP 3**

Add on the value of the EU ETS cap which is outlined within The Carbon Accounting Scheme (Scotland) Amendment Regulations 2019<sup>9</sup>. The cap reflects an estimate of the Scottish share of the European wide EU ETS cap that is used for emissions accounting.

The Scottish EU ETS cap for 2017 is **17.008 MtCO<sub>2</sub>e**. The Scottish Government has published a methodological paper titled <u>Determining a</u> <u>Scottish EU ETS cap for 2017</u>, which documents the calculations that determine how a notional emissions cap has been calculated for: (i) greenhouse gas emissions from fixed installations located in Scotland, and (ii) Scotland's share of emissions from domestic and international aviation.

### **STEP 4**

Adding on the value of the EU ETS cap gives a value of 46.410 MtCO<sub>2</sub>e. In 2017, the adjusted emissions which take account of trading in the EU ETS is 46.410 MtCO<sub>2</sub>e. This is 5.9 MtCO<sub>2</sub>e higher than the value of estimated source emissions in 2017. Under the Climate Change (Scotland) Act, 2009 <sup>10</sup>, an upward adjustment to source emissions is referred to as a debit from the Net Scottish Emissions Account <sup>11</sup>. This means that 5,888,794 units have been debited from the Net Scottish Emissions Account in 2017.

### **Scottish Climate Change Targets**

Scotland has a number of targets for reducing greenhouse gas emissions contained in legislation, within the Climate Change (Scotland) Act 2009. These targets can be summarised as follows:

The Act creates a statutory framework for greenhouse gas emissions reductions in Scotland by setting an interim target of at least a 42 per cent reduction for 2020, and at least an 80 per cent reduction target for 2050. These reductions are based on a 1990 baseline (1995 for the F-Gases). The Act also requires that Scottish Ministers set fixed annual targets for emissions at least 12 years in advance. In October 2010 the Scottish Parliament passed legislation setting the first batch of annual targets, for the years up to 2022<sup>12</sup>. Targets for 2023-2027 were set in October 2011.

The 2017 target is 43.946 MtCO<sub>2</sub>e.

<sup>&</sup>lt;sup>9</sup> <u>https://www.legislation.gov.uk/ssi/2019/121/contents/made</u>

<sup>&</sup>lt;sup>10</sup> <u>http://www.legislation.gov.uk/asp/2009/12/2009-08-05</u>

<sup>&</sup>lt;sup>11</sup> Carbon units that are counted as **credits** <u>reduce</u> the level of the NSEA compared with source emissions.

Carbon units that are counted as **debits** increase the level of the NSEA compared with source emissions.

<sup>&</sup>lt;sup>12</sup> The Climate Change (Annual Targets) (Scotland) Order 2010, SSI 2010 no. 359: http://www.legislation.gov.uk/ssi/2010/359/contents/made

Achievement of Scotland's targets is measured against the level of the Net Scottish Emissions Account (NSEA). There is a limit on the net amount of carbon units that may be credited to the NSEA in addition to those from the EU Emissions Trading System. The Climate Change (Limit on Carbon Units) (Scotland) Order 2010<sup>13</sup> specifies that the net amount of carbon units that may be credited to the Net Scottish Emissions Account for the period 2010-2012 is zero. The Climate Change (Limit on Carbon Units) (Scotland) Order 2011<sup>14</sup> sets limits for the period 2013-2017. For 2017, no additional carbon units were credited to the Net Scottish Emission Account.

Chart C3 contains data from the latest (1990-2017) inventory, adjusted for trading in the EU Emissions Trading System as well as data on progress against the 42 per cent and 80 per cent reduction targets. These percentage targets are based on a percentage reduction from the Baseline Period in the latest inventory.



Chart C3. Percentage Reductions Targets – Based on Adjusted Emissions. Values in MtCO<sub>2</sub>e

Chart C4 contains data from the latest (1990-2017) inventory, adjusted for trading in the EU Emissions Trading System. The fixed annual targets are also presented on this chart. The fixed annual targets were set at the time of the

<sup>&</sup>lt;sup>13</sup> The Climate Change (Limit on Carbon Units) (Scotland) Order 2010, SSI 2010 no. 217: <u>http://www.legislation.gov.uk/ssi/2010/217/contents/made</u>

<sup>&</sup>lt;sup>14</sup> The Climate Change (Limit on Carbon Units) (Scotland) Order 2011, SSI 2011 no. 440: http://www.legislation.gov.uk/ssi/2011/440/contents/made

1990-2008 inventory which was published in 2010. Emissions adjusted for trading in the EU ETS using the 1990-2008 are shown for context.

Since the publication of the 1990-2008 inventory there have been a large number of revisions to the underlying data, reflecting new scientific understanding of emissions from different sources. Overall, these revisions have increased the estimates of historic emissions.

As a consequence, the absolute reduction in emissions required to achieve the fixed targets set in 2010 is now larger than when the targets were set.

These revisions have less of an impact on the scale of the reduction required to meet the 2020 and 2050 targets as both are measured in terms of the percentage reduction from the baseline period.



Chart C4. Comparison of Adjusted Emissions and the Fixed Annual Targets which are based on the 1990-2008 Inventory. Values in MtCO<sub>2</sub>e

# Effect of the adjustment to take into account of trading in the EU Emissions Trading System

Chart C5 demonstrates the effect of the adjustment of source emissions for trading in the EU ETS, for calculation of the Net Scottish Emissions Account (NSEA).





In five of the last 13 years, the adjustment has increased reported emissions, with 2011, 2012, 2016 and 2017 showing sizeable increases from the adjustment relative to source emissions. In 2013, 2014, and 2015 the adjustment resulted in sizeable decreases compared to source emissions. In 2017, the adjustment represented an increase of  $5.889 \text{ MtCO}_2e$ . This large adjustment is a result of a significant increase in auctioned allowances, which had previously been withheld within the system at an EU level.

### Section D. Revisions to the Inventory and Methodology

This section examines key revisions in estimated source emissions between the latest inventory (1990-2017) and the previous inventory (1990-2016) published in June 2018. It also provides a summary of the cumulative impact of revisions since the 1990-2008 inventory. In October 2015, the Scottish Government published a paper <u>Scottish Greenhouse Gas Emissions 2013</u>. <u>Key Revisions Since 2008</u>, which provides a breakdown of the key revisions to the data within the Scottish Greenhouse Gas Emissions Official Statistics publication over successive years from the 1990-2008 inventory to the 1990-2013 inventory. This section of the publication is intended to build on this revisions paper.

### **Compilation of the Greenhouse Gas Inventory**

The greenhouse gas inventory covers a wide variety of anthropogenic sources of greenhouse gas emissions. There is therefore a wide variety of emissions sources which require different approaches to their estimation. There are a large number of data sources used in its compilation, obtained from Government statistics, regulatory agencies, trade associations, individual companies, surveys and censuses. The methods used to compile the greenhouse gas inventory are consistent with international guidance on national inventory reporting from the Intergovernmental Panel on Climate Change.

Most emission estimates are compiled by combining activity data (such as fuel use) with a suitable emission factor (such as amount of CO<sub>2</sub> emitted per unit of fuel used). Estimates of emissions from the industrial sector are often compiled based on plant-specific emissions data. Emissions from some sectors are based on more complicated models - such as the model used to estimate emissions from landfill, and the model used to estimate the carbon dynamics in soils when trees are planted. Much of the data on net emissions from agriculture and related land use, land use change and forestry emissions are based on modelled data for Scotland, which are consistent with, but not constrained to, the UK totals and thus are known as "bottom up" estimates.

Many of the remaining emissions sources within the inventory have been collated on a "top down" approach where estimates of emissions have been apportioned to Scotland using proportions of energy use in the Department of Business, Energy and Industrial Strategy (BEIS) Publication "Digest of UK Energy Statistics (DUKES)". This approach is prompted by data availability on emissions being more limited at the sub-UK level.

### **Impact of Revisions**

### Revisions between the 1990-2016 and 1990-2017 inventories

Charts D1 to D3 illustrate the impacts of revisions between the 1990-2016 and 1990-2017 inventories. This is followed by a discussion of the reasons for the key revisions.





Chart D2 shows that the main revision to the baseline period occurred in the Forestry sector (revised upwards by  $0.7 \text{ MtCO}_2\text{e}$ ). Agriculture and Related Land Use saw a small downwards revision to the Baseline period (-0.2 MtCO<sub>2</sub>e). Other sectors saw very little change between the 1990-2016 and 1990-2017 inventories.

### Chart D2. Revisions to emissions in the Baseline Period, from the 1990-2016 inventory to the 1990-2017 inventory, by source sector. Values in MtCO<sub>2</sub>e, and percentage changes



Chart D3 shows that the greatest revision to 2016 occurred in the Forestry sector (+3.0 MtCO<sub>2</sub>e). Smaller positive revisions have been made to Energy supply and Transport emissions; and a small negative revision has been made to Agriculture and Related Land Use emissions.

# Chart D3. Revisions to emissions in 2016, from the 1990-2016 inventory to the 1990-2017 inventory, by source sector. Values in MtCO<sub>2</sub>e, and percentage changes



# Details of Main Revisions and Interpretation of Revisions to the Inventory

Revisions to emission inventory estimates reflect the continuous development of scientific understanding of emissive processes, and the improvement to underlying data and methods to generate accurate emission estimates; few revisions to the Greenhouse Gas Inventories arise as a result of 'errors' in the popular sense of the word. The compilation of the inventory is governed by a rigorous quality assurance process and is subject to a great deal of third party scrutiny, such as annual reviews by the UNFCCC of the UK inventory.

The latest published Scotland greenhouse gas inventory (currently 1990-2017) represents the best available data at the time and these supersede any previous data, which should be disregarded.

A complete list of the revisions between the previous and latest inventories can be found in the National Atmospheric Emissions Inventory report Greenhouse Gas Inventories for England, Scotland, Wales and Northern Ireland: 1990 - 2017. Details of the most notable revisions are listed below:

### 1. Forestry.

There have been some substantial revisions to net emissions in the forestry sector in this release of the inventory; these revisions have impacted upon all nations of the UK but have disproportionately affected Scotland given its relatively large forestry sink. The revisions are due to a number of factors:

- Adjusted assumptions about proportion of forest area allocated to new planting and felling;
- Changes in the CARBINE model for calculating forest carbon stock changes: correcting double counting of deadwood in the year of harvesting, changes in the calculations for turnover of foliage, branch and roots to occur after harvest and a minor fix to volume calculations for the areas modelled as managed non-clear-fell;
- An increase in net removals from harvested wood products (HWP) particularly affecting the latter part of the time-series. This change was implemented to produce a better match to wood production statistics.

### 2. Energy Supply

2016 recalculation due to incorporation of IPCC default emissions factors for non-biodegradable waste; greater consistency achieved with volumes of biodegradable and non-biodegradable waste from the UK Digest of Energy Statistics.

### 3. Transport

A revision to trends provided in the UK Sea Annual Fisheries publication has meant that there are recalculations to emissions from fishing vessels throughout the UK. These recalculations are driven by changes to the UK national inventory and are more thoroughly detailed in the most recent National Inventory Report<sup>15</sup>.

### 4. Agriculture and Related Land Use

The UK inventory estimates for dairy and non-dairy cattle emissions have been revised in the 2019 submission cycle following a recalculation to correct an error in breed breakdown. There has also been an update to the maintenance energy assumptions for some non-dairy categories.

### Interpretation of uncertainties in the inventory

All estimates, by definition, are subject to a degree of statistical 'error' but in this context it relates to the uncertainty inherent in any process or calculation that uses sampling, estimation or modelling.

Estimates of greenhouse gases are compiled by a consortium of contractors. The source emissions are based upon a range of data sources, ranging from model based estimates to point source emission data. As a result, the estimates are subject to a degree of uncertainty. Full analyses of these uncertainties are provided on the <u>National Atmospheric Emissions Inventory</u> website.

The Scottish Government commissioned research to overhaul and update the uncertainties model used for the Scottish greenhouse gas inventory. A detailed study was carried out in parallel with the compilation with the 1990-2014 Scottish greenhouse gas inventory to review and improve the uncertainty calculations. A link to this project and to the full report can be found in the <u>Scottish Greenhouse Gas Inventory Uncertainties Project</u>.

### Future revisions to the inventory

Every year, greenhouse gas inventories are updated to reflect improvements in the underpinning science, data and modelling which often result in revisions to the entire time series. These revisions also reflect changes to the Intergovernmental Panel on Climate Change (IPCC) guidelines. The Scottish Government is represented at the UK's National Inventory Steering Committee, where improvements to the Scottish and UK inventories are discussed. Some of the changes for the 1990-2018 inventory and for subsequent inventories are already known. However, the exact magnitude and direction of future revisions are not currently clear but on balance we should expect emissions to increase substantially in future inventories.

<sup>&</sup>lt;sup>15</sup> <u>http://naei.beis.gov.uk/reports/report\_id=981</u>

There are a number of projects underway which might result in considerable revisions for future inventories in a number of sectors. For instance:

 The UK has elected to include the IPCC (2006) Wetlands Supplement as part of their inventory reporting: <u>http://www.ipcc-nggip.iges.or.jp/public/wetlands/</u>. The Wetlands Supplements will estimate the carbon effects of drainage and rewetting peatland<sup>16</sup>, although, at the time of publication, the UK Government has yet to publish a timetable for the incorporation of this expansion to the scope of the inventory.

Charts D5 shows the cumulative effect of revisions to the greenhouse gas inventory from 1990-2008 to the latest (1990-2017) inventory across the time series. Chart D6 shows the cumulative effect of revisions to the Baseline from the 1990-2008 inventory, by source sector.

Chart D4. Scottish Greenhouse Gas Emissions, Comparison of 1990-2008 and 1990-2017 Inventories. Values in MtCO<sub>2</sub>e



There has been a cumulative upwards revision between 1990-2008 and 1990-2017 across the entire time series. The emissions in the Baseline have been revised upwards by  $6.1 \text{ MtCO}_{2}e$  (8.6 per cent).

<sup>&</sup>lt;sup>16</sup> A report which contains some estimates of the likely impact of including new emissions sources for wetlands has been published on the NAEI website: <u>http://naei.beis.gov.uk/reports/report\_id=980</u>

# Chart D5. Revisions to the Baseline, from the 1990-2008 Inventory to the Latest Inventory (1990-2017), by source sector. Impact of Successive Revisions. Values in MtCO<sub>2</sub>e, *and percentage changes* <sup>17</sup>



<sup>&</sup>lt;sup>17</sup> Unlike for other source sectors, downwards revisions to net emissions from forestry are presented as a positive percentage change. This is because forestry causes a net removal of emissions.

## Section E. Further information, Glossary and Acknowledgements

### **Further Information**

### Methodology and Source data

Full details of the methodology used to estimate Scottish greenhouse gas emissions together with further breakdowns are provided on the National Atmospheric Emissions Inventory website.

### **Scottish Greenhouse Gas Inventory Uncertainties Project**

The Scottish Government commissioned a project to understand the uncertainties associated with the estimates of Scottish Greenhouse gas Emissions in 2013:

http://www.gov.scot/Topics/Statistics/Browse/Environment/Publications/GHGU ncertainties2013Summary

### **Scotland's Carbon Footprint**

Scottish Greenhouse Gas Emissions on a Consumption Basis ("<u>Scotland's</u> <u>Carbon Footprint 1998-2015</u>")

### Scottish Greenhouse Gas Emissions 2013. Key Revisions since 2008

This paper was published in 2015 and provides a breakdown of the key revisions to the Scottish Greenhouse Gas Emissions Official Statistics publication over successive years from the 1990-2008 inventory to the 1990-2013 inventory.

http://www.gov.scot/Topics/Statistics/Browse/Environment/Publications/ghgrev isions-2013

### Climate Change (Scotland) Act 2009

This legislation outlines the requirements for percentage reductions targets for 2020 and 2050 and fixed annual targets

http://www.gov.scot/Topics/Environment/climatechange/scotlandsaction/climatechangeact

### Climate Change (Annual Targets) (Scotland) Order 2010

This Order sets the first batch of annual emissions reduction targets, for the period 2010-2022.

http://www.legislation.gov.uk/ssi/2010/359/introduction/made

### Climate Change (Annual Targets) (Scotland) Order 2011

This Order sets the second batch of annual emissions reduction targets, for the period 2023-2027. http://www.gov.scot/Topics/Environment/climatechange/scotlandsaction/climatechangeact/order2011

### The Climate Change (Annual Targets) (Scotland) Order 2016

This Order sets annual emissions reduction targets for the period 2028-2032. http://www.legislation.gov.uk/ssi/2016/328/contents/made

### The Carbon Accounting Scheme (Scotland) Regulations 2010

These Regulations establish the scheme for monitoring compliance with the annual emissions reduction targets set for 2010-2012. <u>http://www.legislation.gov.uk/ssi/2010/216/contents/made</u>.

## The Carbon Accounting Scheme (Scotland) Amendment Regulations 2015

These Regulations establish the scheme for monitoring compliance with the annual emissions reduction targets set for 2013. http://www.legislation.gov.uk/ssi/2015/189/contents/made

## The Carbon Accounting Scheme (Scotland) Amendment Regulations 2016

These Regulations establish the scheme for monitoring compliance with the annual emissions reduction targets set for 2014. http://www.legislation.gov.uk/ssi/2016/46/contents/made

## The Carbon Accounting Scheme (Scotland) Amendment Regulations 2017

These Regulations establish the scheme for monitoring compliance with the annual emissions reduction targets set for 2015. http://www.legislation.gov.uk/ssi/2017/121/contents/made

## The Carbon Accounting Scheme (Scotland) Amendment Regulations 2018

These Regulations establish the scheme for monitoring compliance with the annual emissions reduction targets set for 2016. http://www.legislation.gov.uk/ssi/2018/40/made

### The Climate Change (Additional Greenhouse Gas) (Scotland) Order 2015

This legislates for the inclusion of the new greenhouse gas (nitrogen trifluoride) to be added to the basket of gases in Scotland's greenhouse gas inventory.

http://www.legislation.gov.uk/ssi/2015/197/contents/made

### National Performance Framework Sustainability Purpose Targets http://www.gov.scot/About/Performance/scotPerforms/purpose/sustainability

### Department of Business, Energy and Industrial Strategy (BEIS) statistics

https://www.gov.uk/government/organisations/department-of-energy-climatechange/about/statistics#emissions-and-climate-change-statistics

### UK greenhouse gas inventory national system

https://www.gov.uk/government/publications/uk-greenhouse-gas-emissionsstatistics-user-guidance

### UK greenhouse gas inventory summary factsheets

https://www.gov.uk/government/publications/uk-greenhouse-gas-inventorysummary-factsheets

### **Committee on Climate Change (CCC)**

The CCC is an independent body established under the Climate Change Act to advise the UK Government and devolved administrations on reducing greenhouse gas emissions.

#### http://www.theccc.org.uk

### **United Nations Framework Convention on Climate Change (UNFCCC)**

The United Nations Framework Convention on Climate Change (UNFCCC) is an international environmental treaty. The objective of the treaty is to stabilize greenhouse gas concentrations in the atmosphere at a level that would prevent dangerous anthropogenic interference with the climate system. The treaty itself set no binding limits on greenhouse gas emissions for individual countries and contains no enforcement mechanisms. In that sense, the treaty is considered legally non-binding. Instead, the treaty provides a framework for negotiating specific international treaties (called "protocols") that may set binding limits on greenhouse gases. <u>http://unfccc.int/</u>

### Intergovernmental Panel on Climate Change

The Intergovernmental Panel on Climate Change (IPCC) assesses the scientific, technical and socio-economic information relevant for the understanding of the risk of human-induced climate change. They provide advice to the UNFCCC on the scientific evidence and developments which are used to inform National Inventories.

http://www.ipcc.ch/

### Meteorological Office (Met Office)

The Meteorological (Met Office) publishes mean monthly and annual air temperature figures for Scotland from 1910 to 2015. http://www.metoffice.gov.uk/pub/data/weather/uk/climate/datasets/Tmean/date/Scotland.txt

### EU Emissions Trading System (EU ETS)

Further information can be found in the BEIS website.

https://www.gov.uk/participating-in-the-eu-ets

## Scottish Government Methodology Paper: Determining the Scottish EU ETS cap for 2017

This documents the calculations which determine the 'specified amounts' for emissions from (i) fixed installations located in Scotland and covered by the EU emissions trading system (EU-ETS) and (ii) aviation covered by the EU-ETS.

https://www2.gov.scot/Topics/Statistics/Browse/Environment/Publications/ETS cap2017

### **Scottish Energy Statistics**

The Scottish Government's <u>Annual Compendium of Scottish Energy Statistics</u> publication presents statistics on the energy sector in Scotland. It presents statistics and analysis for the following topics

- An overview of the energy sector in Scotland including an Energy Balance for Scotland
- Energy Consumption
- Electricity
- Heat
- Transport
- Oil and Gas
- Energy Prices
- Climate Change
- Low Carbon Economy

### **Scottish Transport Statistics**

These statistics are produced by Transport Scotland on an annual basis, as part of a compendium publication on a wide range of transport issues. <u>http://www.gov.scot/Topics/Statistics/Browse/Transport-Travel/TablesPublications/ScottishTransportStats</u>

## Why are some greenhouse gas emissions not considered in this statistics release?

The methods used to compile the Scottish Greenhouse Gas Inventory are consistent with international reporting and are therefore comparable to the greenhouse gas emission estimates reported by all other EU Member States and other Annex 1 parties<sup>18</sup> to the UNFCCC. All countries estimate and submit their greenhouse gas inventory estimates to be consistent with methods set out in international guidance for national inventory methods from the Intergovernmental Panel on Climate Change (IPCC), known as the IPCC (2006) guidelines. The IPCC (2006) guidelines state that national inventories should report on all anthropogenic (human) emissions and removals of greenhouse gas emissions, as a result of human activities within a country's territorial sphere.

However, there are some emissions and removals of carbon dioxide that occur as a result of short-cycle biogenic processes. This biocarbon has only recently been abstracted from the atmosphere before it is then re-released as carbon dioxide. In accordance with the IPCC (2006) guidelines, these emissions and sinks are therefore excluded from the greenhouse gas inventory, as they could lead to double counting. If countries do choose to estimate these biocarbon emissions, they are reported *outside of the national inventory total*, as a memo item to that country's submission to the UNFCCC. This means that some sources and sinks of greenhouse gases are not included in the Scottish and UK inventory totals.

## Examples of reasons for why some sources and sinks of greenhouse gases are not included in the greenhouse gas inventory

**1.** Due to short-cycle biocarbon (carbon only been recently abstracted from the atmosphere)

- Carbon dioxide (CO<sub>2</sub>) emissions from biomass combustion. For example, this includes CO<sub>2</sub> emissions from biomass power stations
- **Process emissions in food and drink production**. These include CO<sub>2</sub> emissions from brewing, fermenting and malting and in the production of food.
- **CO**<sub>2</sub> emissions from biodegradable waste to landfill. Emissions are not estimated where they arise from biogenic sources of waste such as food. Fossil-derived organic matter (such as plastic) is assumed to be non-biodegradable and there are no emissions associated with its decomposition.

<sup>&</sup>lt;sup>18</sup> Annex 1 countries are required to submit information on their national greenhouse gas inventories annually to the UNFCCC.

However, methane (CH<sub>4</sub>) emissions from biodegradable waste sent to landfill are considered in these greenhouse gas statistics as they are formed by the anaerobic (oxygen-free) decay of organic matter in solid waste disposal sites.

### 2. Where there has been no anthropogenic influence

 Natural accumulation and storage of carbon in peatland. For emissions or removals of peatland to be considered for IPCC reporting, they require humans to alter the peatland – either through wetland drainage, rewetting, peatland extraction or through another land use change. The UK and Scotland has elected to include the IPCC (2006) Wetlands Supplement as part of their inventory reporting: <u>http://www.ipcc-nggip.iges.or.jp/home/wetlands.html</u> <u>http://www.ipcc-nggip.iges.or.jp/public/wetlands/.</u> The Wetlands Supplements will estimate the carbon effects of drainage and rewetting peatland, although these categories will not be fully included in the greenhouse gas inventory for a number of years.

## 3. Beyond the territorial definitions as prescribed by the IPCC (2006) reporting requirements

• "Blue carbon". Blue carbon refers to the carbon captured by the world's oceans and coastal ecosystems. The carbon captured by living organisms in oceans is stored in the form of biomass and sediments from mangroves, salt marshes and seagrasses. However, it is worth pointing out that coastal wetlands will be included in the IPCC (2006) wetlands supplement when it becomes included in the greenhouse inventory.

### Glossary

### Adjusted emissions

Greenhouse gas emissions that have taken into account purchases/sales through the EU ETS. Adjusted emissions may be higher or lower than actual emitted emissions depending on the quantity of purchases or sales. Scottish Government emissions reduction targets are assessed using adjusted emissions.

### Afforestation

The act or process of establishing a forest on land that has not been forested in recent history.

### **Baseline Period**

Emissions reduction is based on a Baseline Period. For the greenhouse gases  $CO_2$ ,  $CH_4$  and  $N_2O$ , 1990 was specified as the baseline. 1995 is the baseline for emissions of the F-gases.

### Carbon dioxide (CO<sub>2</sub>)

Carbon dioxide is one of the main gases responsible for climate change. It is mostly emitted through the oxidation of carbon in fossil fuels, e.g. burning coal.

### Carbon sink

A carbon sink is a natural or artificial reservoir that accumulates and stores  $CO_2$  for an indefinite period.

### **Climate change**

Climate change is a long-term change in the earth's climate. This can be accelerated by human activity, e.g. by releasing  $CO_2$  into the atmosphere.

### Deforestation

The removal of forest stands by cutting and burning to provide land for agricultural purposes, residential or industrial building sites, roads, etc., or the harvesting of trees for building materials or fuel.

### EU ETS

The European Union Greenhouse Gas Emissions Trading System (EU ETS) is the largest multi-national emissions trading system in the world. Launched in 2005, the EU ETS is an EU policy aimed at mitigating climate change by limiting greenhouse gas emissions from industry sectors and aviation. Operating across Europe the system is mandatory for large energy-intensive industrial installations. Compared with 2005 levels, the EU ETS aims to deliver a 21 per cent reduction in emissions by 2020 and a 43 per cent reduction by 2030. Participants include more than 11,000 heavy energy-using installations

in power generation, the manufacturing industry and airlines across 31 countries in the European Economic Area (EEA). Over 11,000 installations throughout the EU are covered by the system, accounting for around 45 per cent of the EU's total CO<sub>2</sub> emissions. The EU ETS began in 2005. Phase III started in January 2013 and runs to December 2020.

### Fluorinated gases (F-gases)

F-gases are the generic name given to HFCs, PFCs, SF<sub>6</sub> and NF<sub>3</sub>. These have been used as replacements for CFCs, which are ozone depleting substances that have been banned under the Montreal Protocol. They have very high global warming potentials.

### **Greenhouse effect**

The greenhouse effect is the process by which heat from the sun is trapped within the Earth's atmosphere by greenhouse gases. This process is also known as *radiative forcing*.

### Greenhouse gas

A greenhouse gas is a gas which absorbs infrared radiation emitted from the surface of the Earth, helping to retain a portion of that energy in the atmosphere as heat.

### Global warming potential (GWP)

GWP is a measure of how much a greenhouse gas is estimated to contribute to global warming. It is a relative scale which compares the potency of each gas to  $CO_2$ .

### Hydrofluorocarbons (HFCs)

HFCs are produced commercially as a substitute for chlorofluorocarbons (CFCs) and hydrochlorofluorocarbons (HCFCs). HFCs are largely used in refrigeration and insulating foam. Their Global Warming Potentials range from 12 to 14,800 times that of CO<sub>2</sub>, depending on the gas type.

### Inventory

The inventory contains greenhouse gas emissions estimates for Scotland and the UK. The Inventory is a disaggregation of the UK Inventory, which is based on five major sectors: energy, industrial processes, agriculture, land-use, landuse change and forestry, and waste.

### IPCC

The Intergovernmental Panel on Climate Change (IPCC) assesses the scientific, technical and socio-economic information relevant for the understanding of the risk of human-induced climate change. They provide advice to the UNFCCC on the scientific evidence and developments which are used to inform National Inventories.

### LULUCF

Estimates of emissions and removals from land use, land use change and forestry (LULUCF) depend critically on assumptions made on the rate of loss or gain of carbon in Scotland's carbon rich soils. In Scotland, LULUCF activities, taken as a whole, acts as a sink, absorbing more greenhouse gas emissions than it releases.

### Methane (CH<sub>4</sub>)

Methane is a greenhouse gas that is around 25 times more potent in the atmosphere than  $CO_2$  over a 100-year time horizon. Main sources include agriculture and landfill.

### **National Communication (NC) Sectors**

The UK NC sectors are agreed groupings of the more detailed sectors reported to the United Nations Framework Convention on Climate Change by the UK. This report uses Scottish Government sectors. Mapping of these to NC sectors and IPCC sectors can be seen in <u>Section E</u>.

### Nitrogen trifluoride (NF<sub>3</sub>)

Nitrogen trifluoride is a greenhouse gas that is around 17,200 times more potent in the atmosphere than  $CO_2$  over a 100-year time horizon. The main source of nitrogen trifluoride is in the making of semiconductors.

### Nitrous oxide (N<sub>2</sub>O)

Nitrous oxide is a greenhouse gas that is around 298 times more potent in the atmosphere than  $CO_2$  over a 100-year time horizon. The main source is agricultural soil.

### **Other Petroleum Gas (OPG)**

This consists mainly of ethane plus some other hydrocarbons, excluding butane and propane.

### **Perfluorocarbons (PFCs)**

PFCs are a by-product of aluminium smelting. They are also the replacement for CFCs in manufacturing semiconductors. The Global Warming Potentials of PFCs ranges from 7,390 - 17,340 times that of  $CO_2$  over a 100-year time horizon.

### **Radiative forcing**

An externally imposed perturbation in the radiative energy budget of the Earth's atmosphere. Such a perturbation can be brought about by changes in the concentrations of radiatively active species (e.g. greenhouse gases), changes in the solar irradiance incident upon the planet, or other changes that affect the radiative energy absorbed by the surface (e.g. changes in surface reflection properties).

### **Sequestration**

The process by which carbon sinks remove carbon dioxide (CO<sub>2</sub>) from the atmosphere.

### Source (UNFCCC definition)

Any process or activity which releases a greenhouse gas or a precursor greenhouse gas to the atmosphere.

### Sulphur hexafluoride (SF<sub>6</sub>)

It is largely used in heavy industry to insulate high-voltage equipment and to assist in the manufacturing of cable-cooling systems. Its global warming potential is 22,800 times that of  $CO_2$  over a 100-year time horizon.

### UNFCCC

In 1992, the UNFCCC was adopted as the basis for a global response to climate change. The ultimate objective of the Convention is to stabilise greenhouse gas concentrations in the atmosphere at a level that will prevent dangerous human interference with the climate system.

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http://naei.defra.gov.uk/reports/reports?section\_id=4

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### **Correspondence and enquiries**

For enquiries about this publication please contact: Andrew Mortimer Climate Change Statistics Energy and Climate Change Analytical Unit Office of the Chief Economic Adviser Scottish Government Telephone: 0131 244 0093 e-mail: andrew.mortimer@gov.scot

For general enquiries about Scottish Government statistics please contact: Office of the Chief Statistician, Telephone: 0131 244 0442, e-mail: <u>statistics.enquiries@gov.scot</u>

### How to access background or source data

The data collected for this statistical bulletin:

□ are available in more detail through Scottish Neighbourhood Statistics

 $\boxtimes$  are available from National Atmospheric Emissions Inventory website and from a separate Excel workbook accompanying this publication

 $\Box$  may be made available on request, subject to consideration of legal and ethical factors. Please contact <email address> for further information.

□ cannot be made available by Scottish Government for further analysis as Scottish Government is not the data controller.

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APS Group Scotland, 21 Tennant Street, Edinburgh EH6 5NA PPDAS595530 (06/19)