# Appendix 1: Regional and council greenhouse gas emissions

The Council has conducted an initial review of the and borough and council greenhouse gas (GHG) emissions. This data will used to inform priorities for a revised Net Zero 2041 action plan.

The principle sources of data used in this assessment <u>UK local authority and regional GHG emissions</u> national statistics, the Local Government Association <u>Greenhouse Gas Accounting</u> tool and the <u>Oxygen Insights Carbon Tracker</u> tool. These tools use differing methodologies to generate emissions data but together they give an overview of regional emissions, and those resulting from council activity, either directly, or via its procurement practices.

**Regional GHG emissions** refer to the total emissions of greenhouse gases within specific geographical area. These emissions can come from various sources, including transportation, industry, agriculture, residential energy use, and waste disposal. The UK local authority statistics collated by the Department of Energy Security and Net Zero (DESNEZ) follow this methodology. This methodology is also used to set national and regional decarbonisation targets (e.g. Walsall Net Zero 2041 target).

**Scope 1, 2, and 3 emissions** is a methodology for categorising the different kinds of emissions an organisation creates due to in its own operations and its wider 'value chain' (i.e., suppliers, customers). It forms the basis of mandatory reporting protocols and is widely used by business and investors. For Walsall Council scope 1, 2 and 3 emissions are as follows:

- **Scope 1:** These are the GHG emissions released directly by the council and arise primarily from the fossil fuels it burns in boilers and internal combustion engines.
- **Scope 2:** These are the indirect GHGs emissions that are released from the energy the council buys, primarily electricity.
- **Scope 3:** These are the GHG emissions embodied in the goods and services the council buys for its our own use, and on behalf of residents.

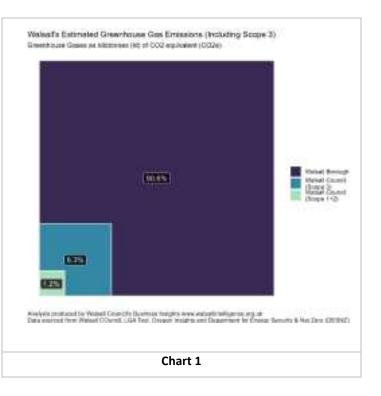
**Chart 1** combines the Walsall's regional emissions data with the Scope 1, 2 & 3 emissions resulting from council activities and spending.

The latest available DESNEZ data (2021) indicates Walsall's total regional GHG emissions to be 1088  $kt(CO_2e)$  [1000 tonnes carbon dioxide equivalent].

The council's scope 1 and 2 emissions calculated using the LGA GHG Accounting tool are estimated to be  $13 \text{ kt}(\text{CO}_2\text{e})$ .

The council's scope 3 emissions resulting from the goods and services it procures, estimated using the oxygen Insights Carbon tracker tool, are 103 kt(CO2e).

The chart shows approximately 10% of Walsall's regional emission (scope 1, 2 and 3 combined) result from council activities.



(It should be noted that not all scope 3 emissions will be included in the regional emissions figure).

Tables 1, 2, 3 and 4 below provide further information on the sources of regional and council GHG emissions.

### Table 1 - Walsall regional greenhouse gas emissions by sector

The Department for Energy Security and Net Zero (DESNZ) produces annual estimates for Greenhouse Gas (GHG) emissions in Walsall by sector. The latest available figures are for 2021 and indicate geographic emissions for Walsall are 1088 kt(CO<sub>2</sub>e).

They show that Walsall's largest emitters of GHG are domestic sources (34.9%) and transport (34.2%). Industry contributes 17.8% with the waste management industry, public sector and commercial operations contributing approximately 4% each. Agriculture and land use, land use changes and forestry (LULUCF) account for the smallest contributions (0.7% and 0.5%, respectively).

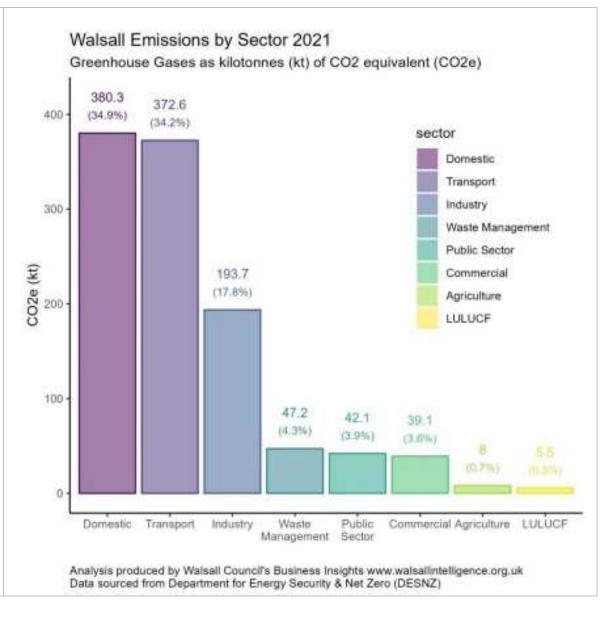
The Walsall Net Zero 2041 target will require the elimination of GHG emissions in all sectors.

The first step in a programme to reduced GHG emissions is to promote resource efficiency. This requires a transition to less carbon intensive businesses activities and lifestyles. All energy will need to come from zero carbon sources.

The UK government has committed to fully <u>decarbonise the country's</u> <u>electricity system by 2035</u>. This means the primary source of zero carbon energy that will be available will be electricity. Decarbonisation of the transport sector will require the replacement of internal combustion engines with electrically powered vehicles.

The domestic, commercial and the public sectors will need to insulate their buildings, apply other energy efficiency measures such as building management systems, and replace fossil fuel boilers with heat pumps or other zero carbon heat sources.

Industrial processes will also need to use electricity in preference to natural gas. In processes where this is not possible, other fuels such as hydrogen from zero carbon sources, will need to be considered.



# Table 2 - Walsall regional greenhouse gas emissions by sector and source

emissions within each sector.

combined (approximately 25%).

transport sector figure.

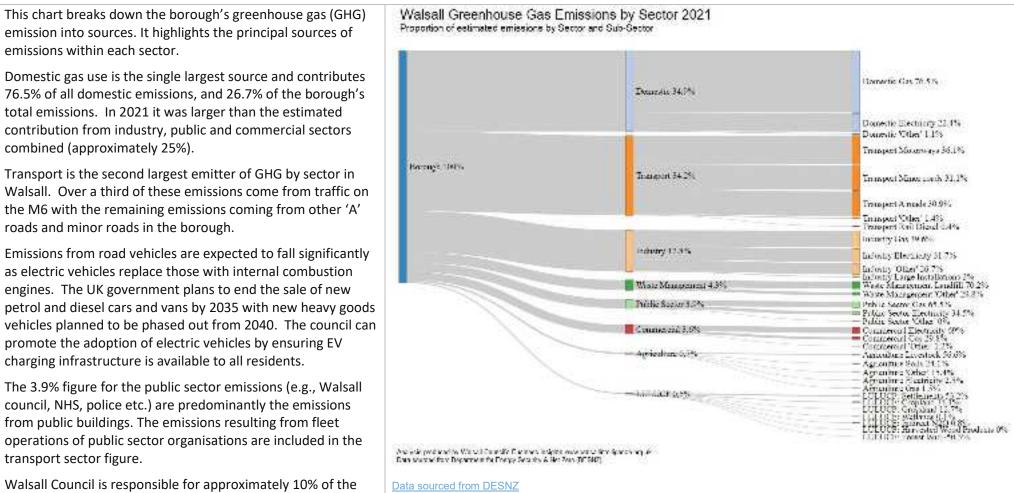
roads and minor roads in the borough.

total emissions. In 2021 it was larger than the estimated

promote the adoption of electric vehicles by ensuring EV

from public buildings. The emissions resulting from fleet

charging infrastructure is available to all residents.



Walsall Council is responsible for approximately 10% of the regional emissions. This is made up of 13kt(CO<sub>2</sub>e) direct emissions<sup>(1)</sup> and 103 kt(CO<sub>2</sub>e) from the goods and services purchased on behalf of residents<sup>(2)</sup>.

(1) Estimate of scope 1 & 2 emissions generated using the LGA Greenhouse Gas accounting tool (2) Estimate of scope 3 emissions based on council procurement spending and generated using the Oxygen Insights tool

## Table 3 - Net Zero pathway projections for Walsall

This chart shows historic, annual GHG emissions in Walsall and potential carbon reduction pathways.

The financial crash of 2008-2009 and the Covid-19 pandemic (2020 - 2022) both had significant impacts on carbon emissions due to the decline in economic activity. However, the effects were not lasting, and emissions rebounded quickly after the initial shocks.

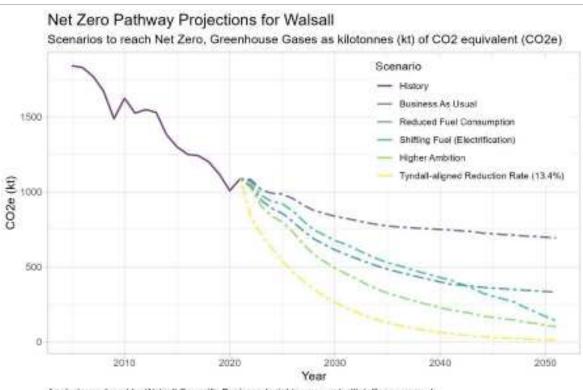
Long-term emissions decreased by 40.9% over from 2005-2021. This was mainly due to the decarbonisation of the electricity grid, with improvement in household energy efficiency and improvement in vehicle fuel efficiency also contributing. Structural changes in the UK economy (e.g., the decline in heavy industry) have also reduced emissions.

The data clearly illustrates the need to decouple GHG emissions from economic activity.

The Net Zero Pathways for Walsall have been generated using two methodologies. The <u>Scatter methodology</u> generates a projection of future emissions by assessing the effects of various possible interventions (e.g., technology adoption rates).

The <u>Tyndall Centre for Climate Change</u> assesses the maximum cumulative  $CO_2$  emission allowable in Walsall if we are to make a fair contribution to the global and national decarbonisation effort. This 'carbon budget' is deemed to be 6900kt(CO2e)) for Walsall and forms the basis of the Net Zero 2041 target.

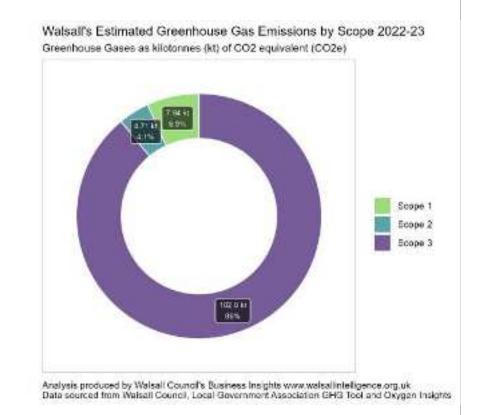
The chart clearly illustrates that achieving the Net Zero 2041 target will be extremely challenging. To get close, it will be necessary to pursue all the interventions in the 'higher ambition' scenario whilst accepting that innovation will also be required to accelerate future carbon emissions reduction.



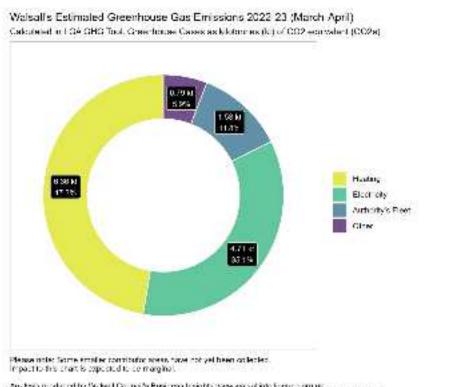
Analysis produced by Walsall Council's Business Insights www.walsallintelligence.org.uk. Data sourced from SCATTER cities and Tyndall Centre for Climate Change Research

- Business as Usual (BAU) Interventions across all sectors stay at the minimum ambition level. This means emission reductions come about through some nationally led policies and continued electricity grid decarbonisation.
- Reduced Fuel Consumption Interventions linked to reducing energy demand are set to their maximum ambition level. Examples of energy demand interventions include reducing distances travelled by car and retrofitting housing. All other interventions as per BAU.
- Shifting Fuel (Electrification) Interventions linked to switching gas or oil for electricity are set to their maximum ambition level and
  electricity is supplied from renewable sources (e.g., electrification of heat in domestic and commercial buildings, and switching to
  electric vehicles). All other interventions as per BAU.
- Higher Ambition All interventions are maximised to their highest ambition level including demand reduction interventions, electrification, and renewable energy supply. This is defined as the maximum level of climate action deemed technologically feasible, not accounting for any challenge due to capacity, skills, funding, or policy.
- Tyndall aligned reduction rate The scenario shows the rate of decarbonisation required if Walsall is to contribute its fair share to principles in the <u>United Nations Paris Agreement</u> and the <u>UK carbon budget</u>. It forms the basis of the Net Zero 2041 target for both Walsall and the WMCA.

#### Table 4 - Walsall Council Scope 1 and 2 greenhouse gas emissions



- Scope 1 and 2 emissions have been calculated for 2022 -23 using the LGA GHG tool.
- The council's scope 1 and 2 emissions of 13 kt(CO2e) are approximately 11% of emissions resulting from council activities.
- Scope 3 emissions from the goods and services the council procures make up approximately 90% of emissions resulting from council activities.



Analysis produced by Waker Council's Business insights www.wars.at into ligence organ. Data sources from Waker Council presents within the Local Bowerment Association's GLG find 2005.

- The breakdown of council scope 1 and 2 emissions shows the majority of GHG emissions comes from heating council properties.
- The second largest source is from the electricity the council buys for its buildings and streetlights.
- The council fleet is the third largest source of emissions with the largest single contribution coming from the council's refuse collection vehicles.
- Other sources include staff business travel.

#### Table 5 - Walsall Council Scope 3 emissions

Walsall Council scope 3 emissions have been estimated for 2022 - 23 using the Oxygen Insights Carbon tool.

- This tool calculates GHG emissions using an algorithm which assigns a carbon a carbon content to every pound spent based on typical GHG content of a product or service.
- For 2022 -23 based on a council spend of £344.32m it estimated Walsall Councils' scope 3 emissions to be 102.6 kt(CO<sub>2</sub>e).
- The figures clearly indicate that the majority (45%) of council scope 3 emissions are from Health and Social Care. Most emissions in this sector are from heating and operating residential buildings with a significant contribution also coming from the transportation of clients and carers.
- The scale of council scope 3 emissions means a sustainable procurement strategy offers a significant opportunity to reduce GHG emissions resulting for council activities and kick start the green economy in Walsall.

It should be noted that the tool excludes purchases of fossil fuels and electricity as these are captured in the scope 1 and scope 2 figures (e.g., the street lighting figure does not include the electricity used to operate the lamps)

