

EIB Project Carbon Footprint Low Carbon Transport Projects

13th November 2020

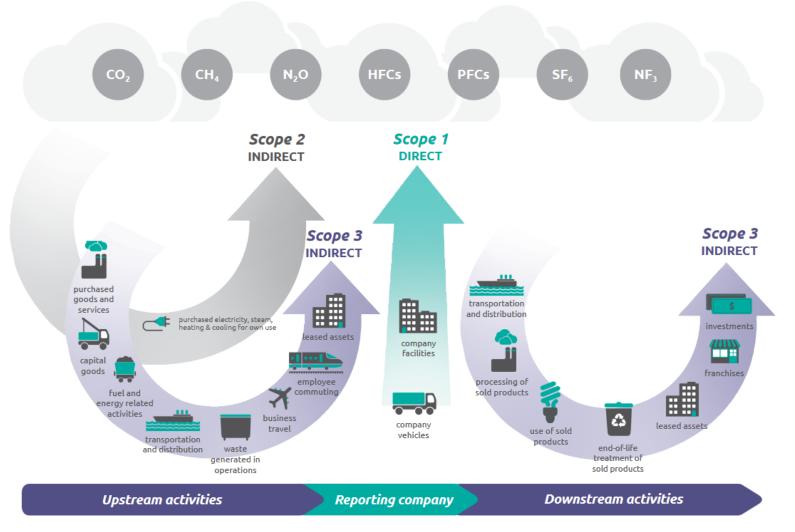
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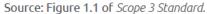


Scope 1, 2 & 3 emissions



Figure [I] Overview of GHG Protocol scopes and emissions across the value chain

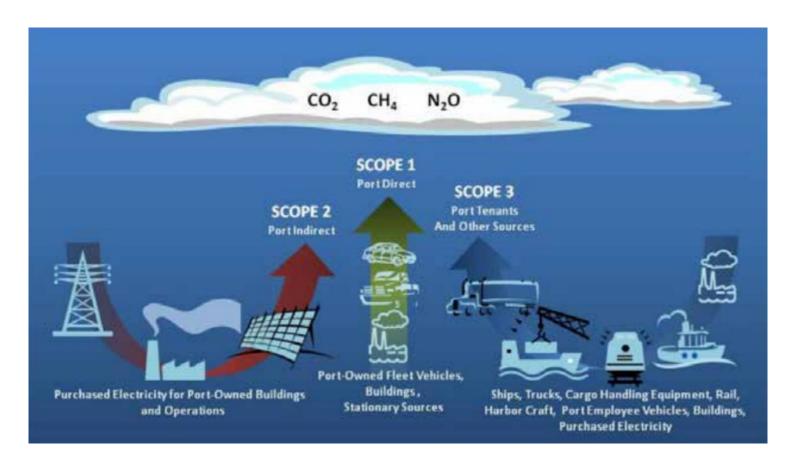




European Investment

Example: Scope emissions in a port





And Construction/embedded emissions? Often not included



Basics of CO2 assessment in Transport (



Absolute Emissions

- Project emissions: Activity Data x Emissions factor
 - → Careful with emission factors (explain) assumptions)
 - → Scope 3 is very important in Transport infra
- Baseline Emissions
 - Project baseline scenario or "without project" scenario is defined as the (credible) expected alternative means to meet the output supplied by the proposed project
 - → If available, in line with CBA.
 - → Baseline cannot assume to continue using existing assets beyond their economic life
 - → Be conservative and explain assumptions!
- = Relative emissions
- GHG impact of the project (+ or -)
- → Calculations on a "Typical year of operation" (i.e. not including commissioning, ramp up, etc.)



Case study: Modernization of rail line with CBA

Project scope: Modernization of an existing 140 km electrified double track line, with approx. 60 electric trains per day (ap. 2.2 million passengers in base year)

There is a CBA model built upon some traffic forecasts → 3.2 million pax in average year):

- Induced traffic considered (sometimes 5-10%)
- 10% of project demand will come from road (modal shift)

Absolute emissions = 11. 4 kton CO2 e

Activity average year (60x140x365 train-km)

- x Power consumption (10.5 kWh/train km)
- x Grid emission factor (355 g/kWh)

Use same assumptions! CO2 must be consistent with CBA scenarios

Activity in an average year (no year 1)

Which emission factors? Explain assumptions

If same number train-

km... rail emissions do not change

Baseline emissions = 11.4 + 6.1 = 17.5 kton CO2e

- Ap 80% demand (2.6 million pax) from existing rail
- 10% demand from car: 0.32 million pax x 140 km 190 g/veh-km / 1.4 pax/veh = 6.1 kton

Demand baseline < absolute (induced traffic)

Relative emissions = 11.4 ktCO2e - 17.5 ktCO2e = -6.1 ktCO2e



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Urban mobility example 1: what's the project?



- Tram system: 11 km of infrastructure + 20 stations
 + 19 new trams and 1 new depot.
- Supply: +1.5m tram kms and 0.7m bus kms, in first year of full operation.
- Demand: 26m/year after ramp-up period, based on traffic model.
- Modal shift: 76.9% existing public transport users, 12.7% former car users, 10.4% generated demand.
- Other info: traffic model is not multimodal; first tram line, no track records of tram consumption



Urban mobility example 1: what's its CF?



| Project's activity | 1,516,364 | Tram*kms | Based on demand model inputs/outputs. Dead runs? | | |
|------------------------------|------------|----------------|--|--|--|
| Average consumption | 5.00 | kWh/Tram*kms | Often unknown, best EIB's estimate "à dire d'expert" | | |
| Average grid emissions | 250.00 | gCO2/kWh | Grid emission factors from EIB's CF Methodology | | |
| Absolute emissions | 1,895 | tCO2 | Scope 2. First year of full operation. Average year? | | |
| Baseline activity 1 | 725,000 | Bus*kms | Based on demand model inputs/outputs. Dead runs? | | |
| Average bus emissions | 1,150 | gCO2/bus*km | Based on EIB CBA model using TREMOVE fleet DB | | |
| Baseline emissions 1 | 834 | tCO2 | First year of full operation. Average year? | | |
| Project's demand | 26,000,000 | Passengers | Based on demand model inputs/outputs | | |
| Shifted from cars | 12.70 | % | Based on demand model inputs/outputs | | |
| Car average load factor | 1.10 | Passengers/car | Based on demand model inputs/outputs | | |
| Car user average trip length | 4.30 | Kms/passenger | Based on demand model inputs/outputs | | |
| Baseline activity 2 | 12,907,818 | Car*kms | Is the traffic model multimodal? | | |
| Average car emissions | 266 | gCO2/car*km | Based on EIB CBA model using TREMOVE fleet DB | | |
| Baseline emissions 2 | 3,439 | tCO2 | First year of full operation. Average year? | | |
| Baseline emissions | 4,273 | tCO2 | Baseline emissions 1 + 2 | | |
| Relative emissions | - 2,377 | tCO2 | Absolute - Baseline | | |

But what if there is no traffic model at all?



Urban mobility example 2: what's the project?



- Metro system: renewal of the Rolling Stock (RS) and upgrade to full driverless operation.
- Supply: from 2.9m to 3.7m train*km and from 472 to 536 pax/train.
- Demand: from 93m to 111m pax/year, based on operator statistics/trends.
- Saturation: from 60%/70% to 50%/60% in peak periods.
- Other info: new trains have Regenerative Braking Systems (RBS) allowing 10%/20% reduction in energy consumption



Urban mobility example 2: what's its CF?



Absolute emissions: Scope 2 emissions of trains

- Baseline emissions: what's a <u>credible alternative</u>?
 - Purchase of metro RS without RBS/supply increase?
 - No purchase of metro RS at all?



Urban mobility example 2: what's its CF?



| | A credible alternative is | ABS2030 | BAS2030 | REL2030 |
|---------------------|---|---------|---------|----------|
| BUY METRO RS | Purchase metro RS without RBS and no supply increase | 11,257 | 10,027 | 1,229 |
| | Purchase metro RS without RBS and increase supply | 11,257 | 12,507 | - 1,251 |
| | Purchase metro RS with RBS and no supply increase | 11,257 | 9,025 | 2,232 |
| | No credible alternative (project is BaU = Baseline) | 11,257 | 11,257 | - |
| DO NOT BUY METRO RS | Do Nothing with long-term equivalent bus supply (EURO VI) | 11,257 | 25,011 | - 13,754 |
| | Do Nothing with long-term equivalent bus supply (50% e-Bus) | 11,257 | 17,399 | - 6,142 |
| | Do Nothing with long term equivalent demand % split | 11,257 | 106,925 | - 95,668 |
| | As previous case, but based on additional demand only | 11,257 | 17,676 | - 6,420 |

- For like-to-like renewals, the Project is often "Business-as-Usual" (BaU) → BaU = Baseline
- Do-Nothing alternative are not conservative and difficult to estimate (inaccuracy)
- Does it mean that neutral/positive relative emissions question the project's contribution to Climate Action (CA)?



CF is not necessarily a good metric for **CA** assessment in low carbon transport



- CF guiding principles are tailored on "negative" CF (net increases). Prudent "Without Project" scenarios are the rule for CBAs/traffic models: a project's CF is "at the margin of a plan".
- For BaU projects, "neutral" CF is a prudent choice and does not question the project contribution to CA policies which comes out clear from Do-Nothing alternatives. Prevention of modal shift back is a key consideration for CA's eligibility of MDBs and policy/project level should not be confused.
- Policy goals are set in terms of "Past vs Future" emissions at a higher level (e.g. sector/country or plan) → ≠ metrics such as application of thresholds (e.g. 50 gCO2eq/pkm) → no comparison between future credible project alternatives.



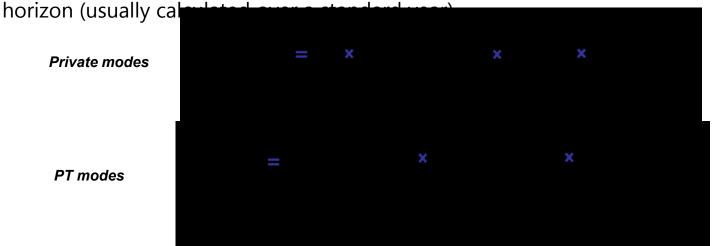
Some considerations on GHG emissions for Transport Plans (incl. SUMPs) (i)

- GHG emission reduction in transport can be summarized as follows:
 - I. Avoiding unnecessary traffic (better spatial planning, better system integration, etc.)
 - II. Shifting traffic to more environmentally friendly modes like PT or 0-emission modes (*Modal shift*)
 - III. Improving the remaining traffic electrification of individual traffic, time savings, etc.
- All these steps (in particular I & II) start from/pertain mainly to the planning stage -> integrated landuse/spatial planning and transport planning
- -> CC Mitigation therefore concretely starts from the Plan and continues with the technical/technological choices done for the Project
- Climate change impact in terms of GHG emission of a Plan (or an Investment Programme) can be calculated with analogy with that of a Project
- It needs a multimodal traffic model for the estimate of flows and conditions of circulation on the entire network considered in the reference area for the Plan



Some considerations on GHG emissions for Transport Plans (incl. SUMPs) (ii)

Plan Absolute Emissions = those in the selected Plan Scenario, associated with private vehicles flows and operation of public transport in the reference Plan Area, for a selected future time



- Plan Relative Emissions = difference between Absolute Emissions in the reference future Scenario ("Trend" / "Do-Nothing/Do-Minimum" / "Business-As-Usual"), and the Plan Scenario
- Additional indicators could be considered with reference to Plans:
 - **Current Absolute Emissions** = those in the current (base year) Strategy Scenario, also associated with operations of all the modes considered relevant (see above) over the reference current year for the Plan and the related traffic model

Based on this indicator, a second indicator of Relative Emissions can be calculated:

• **Current vs Plan Relative Emissions** = difference between Current Absolute Emissions and Strategy Scenario Emissions for a defined time horizon.



Thank you!

