



CROSS CUTTING ISSUES TECHNICAL WORKING GROUP
DRAFT GHG INVENTORIES AND FORECASTING DESIGN CHARACTERISTICS MATRIX
AUGUST 10, 2006

FOR REFERENCE:

PURPOSE AND GOALS OF INVENTORIES AND FORECASTS:

1. TRACKING GHG EMISSIONS TRENDS
2. IDENTIFYING OPPORTUNITIES AND AREAS FOR ACTION
3. OTHERS?

**DRAFT GHG INVENTORIES AND FORECASTING DESIGN CHARACTERISTICS MATRIX,
NC CC TWG, AUGUST 10, 2006**

#	Design Element	Options	Design Considerations	Preliminary Recommendation
1.	Responsibility for Developing Inventory and Forecast	<ul style="list-style-type: none"> • Sole responsibility with NC DENR Division of Air Quality (DAQ) • Shared responsibility between DAQ and other state agencies 	<ul style="list-style-type: none"> • Strive for systematic development of inventory and forecast from one year to the next • Subject matter expertise 	<ul style="list-style-type: none"> • DAQ should be responsible for all data manipulation and analysis for preparing inventories and forecasts for all sectors/sources • Other agencies should be explicitly responsible for related data and assistance
2.	Inventory Period	<ul style="list-style-type: none"> • Annual <ul style="list-style-type: none"> - Calendar - • Other 	<ul style="list-style-type: none"> • Represents historical inventory of emissions • Define years covered and frequency • Should strive for consistency with other reporting programs 	<ul style="list-style-type: none"> • Annual (TWG needs to consider if reporting period should be based on calendar or fiscal year) • TWG needs to decide on start year (e.g., 1990, 2000, 2002)
3.	Forecast Period	<ul style="list-style-type: none"> • Annual <ul style="list-style-type: none"> - Calendar - Intervals • Other 	<ul style="list-style-type: none"> • Define future years for which emissions inventory is prepared (i.e., frequency and overall forecast period) • Define intervals for future year forecasts (e.g., annual, 5-year intervals relative to a base historical year) • Limitations associated with availability of activity data for projecting emissions (e.g., current Energy Information Administration (EIA) projections of fuel consumption are to 2030) • Consistency with other state and federal agency forecasts? 	<ul style="list-style-type: none"> • Annual (TWG to decide on overall length of forecast period)

**DRAFT GHG INVENTORIES AND FORECASTING DESIGN CHARACTERISTICS MATRIX,
NC CC TWG, AUGUST 10, 2006**

4.	Greenhouse Gases Included	<ul style="list-style-type: none"> • Six “Kyoto gases” (CO₂, HFC’s, CH₄, N₂O, PFC’s, SF₆) • Black Carbon 	<ul style="list-style-type: none"> • Should strive for consistency with reporting program • Broader array promotes inventory building, public information, identification of GHG strategies, etc. 	<ul style="list-style-type: none"> • Include the six “Kyoto gases” • No decision made on black carbon • Inventory should include mass emissions and CO₂e equivalent.
5.	Basis for Calculating and Reporting Emissions	<ul style="list-style-type: none"> • Production based • Consumption based 	<ul style="list-style-type: none"> • Production refers to emissions generated by sources in-state (i.e., emissions associated with power generated in-state and consumed in-state or exported) • Consumption refers to “Production” based emissions plus imports and minus exports, at least for the energy sector 	<ul style="list-style-type: none"> •
6.	Emissions Quantification	<ul style="list-style-type: none"> • Calculation methods & tools 	<ul style="list-style-type: none"> • Should strive to use current best practice methods, such as <i>GHG Protocol</i> calculation tools, and to have consistency with other reporting programs. • Some “other” or “home grown” approaches may be necessary (e.g., Flashing emissions; IPIECA¹, API’s² SANGEA™ GHG Emissions Software) 	<ul style="list-style-type: none"> •
7.	Public Access & Reports	<ul style="list-style-type: none"> • Internet access and/or Online reports • Paper reports • Both 	<ul style="list-style-type: none"> • 	<ul style="list-style-type: none"> •

¹ IPIECA is the International Petroleum Industry Environmental Conservation Association.

² API is the American Petroleum Association.

**DRAFT GHG INVENTORIES AND FORECASTING DESIGN CHARACTERISTICS MATRIX,
NC CC TWG, AUGUST 10, 2006**

8.	Funding	<ul style="list-style-type: none"> • State-funded • Emission-based fees (would require legislative approval). • Other? A combination? 	•	•
9.	Periodic Reassessment of Design Characteristics	<ul style="list-style-type: none"> • Authority • Purpose • Frequency 	<ul style="list-style-type: none"> • Purpose is to provide agency given responsibility for preparing the inventory and forecast with the authority to assess the utility of each design element of the inventory and forecasting program • Reassessment considerations: <ul style="list-style-type: none"> - Impact of sources or groups on emissions totals (is it useful to prepare annual inventory and forecast for sources with low emissions?) - Benefits to NC air, taxpayers, businesses? • 	<ul style="list-style-type: none"> • Five-year intervals starting from first year of implementation of inventory and forecast program
10.	Other?	•	•	•