# 3. Energy

Energy-related activities were the primary sources of U.S. anthropogenic greenhouse gas emissions, accounting for 85 percent of total emissions on a carbon equivalent basis in 2002. This included 97, 36, and 16 percent of the nation's carbon dioxide ( $CO_2$ ), methane ( $CH_4$ ), and nitrous oxide ( $N_2O$ ) emissions, respectively. Energy-related  $CO_2$  emissions alone constituted 81 percent of national emissions from all sources on a carbon equivalent basis, while the non- $CO_2$  emissions from energy-related activities represented a much smaller portion of total national emissions (4 percent collectively).

Emissions from fossil fuel combustion comprise the vast majority of energy-related emissions, with  $CO_2$  being the primary gas emitted (see Figure 3-1). Globally, approximately 24,240 Tg  $CO_2$  were added to the atmosphere through the combustion of fossil fuels in 2000, of which the United States accounted for about 23 percent (see Figure 3-2).<sup>1</sup> Due to the relative importance of fossil fuel combustion-related  $CO_2$  emissions, they are considered separately, and in more detail than other energy-related emissions. Fossil fuel combustion also emits  $CH_4$  and  $N_2O_3$ , as well as ambient air pollutants such as nitrogen oxides  $(NO_x)$ , carbon monoxide (CO), and non-methane volatile organic compounds (NMVOCs). Mobile fossil fuel combustion was the second largest source of  $N_2O_3$  emissions in the United States, and overall energy-related activities were collectively the largest source of these ambient air pollutant emissions.

Figure 3-1: 2002 Energy Chapter Greenhouse Gas Sources

Figure 3-2: 2002 U.S. Fossil Carbon Flows (Tg CO<sub>2</sub> Eq.)

Energy-related activities other than fuel combustion, such as the production, transmission, storage, and distribution of fossil fuels, also emit greenhouse gases. These emissions consist primarily of fugitive CH<sub>4</sub> from natural gas systems, petroleum systems, and coal mining. Smaller quantities of CO<sub>2</sub>, CO, NMVOCs, and NO<sub>x</sub> are also emitted.

The combustion of biomass and biomass-based fuels also emits greenhouse gases. Carbon dioxide emissions from these activities, however, are not included in national emissions totals because biomass fuels are of biogenic origin. It is assumed that the carbon released during the consumption of biomass is recycled as U.S. forests and crops regenerate, causing no net addition of CO<sub>2</sub> to the atmosphere. The net impacts of land-use and forestry activities on the carbon cycle are accounted for in the Land-Use Change and Forestry chapter. Emissions of other greenhouse gases from the combustion of biomass and biomass-based fuels are included in national totals under stationary and mobile combustion.

Table 3-1 summarizes emissions for the Energy chapter in units of teragrams of  $CO_2$  equivalent (Tg  $CO_2$  Eq.), while unweighted gas emissions in gigagrams (Gg) are provided in Table 3-2. Overall, emissions due to energy-related activities were 5,914.8 Tg  $CO_2$  Eq. in 2002, an increase of 15 percent since 1990.

Table 3-1: Emissions from Energy (Tg CO<sub>2</sub> Eq.)

Table 5 1. Elimbsions from Eli	$org_j$ ( $rg oo_2 E$ )	4./							
Gas/Source	1990		1996	1997	1998	1999	2000	2001	2002
$\overline{\mathrm{CO}_2}$	4,831.4		5,335.8	5,409.6	5,436.1	5,513.4	5,697.3	5,583.0	5,635.1
Fossil Fuel Combustion	4,814.7		5,310.1	5,384.0	5,412.4	5,488.8	5,673.6	5,558.8	5,611.0
Waste Combustion	10.9		17.2	17.8	17.1	17.6	18.0	18.8	18.8
Natural Gas Flaring	5.8		8.5	7.9	6.6	6.9	5.8	5.4	5.3

<sup>&</sup>lt;sup>1</sup> Global CO<sub>2</sub> emissions from fossil fuel combustion were taken from Marland *et al.* (2003) <a href="http://cdiac.esd.ornl.gov/trends/emis/meth\_reg.htm">http://cdiac.esd.ornl.gov/trends/emis/meth\_reg.htm</a>>.

Biomass-Wood*	212.5	238.8	226.3	209.5	214.3	217.6	194.7	195.6
International Bunker Fuels*	113.9	102.3	109.9	115.1	105.3	101.4	97.9	86.8
Biomass-Ethanol*	4.2	5.5	7.0	7.7	8.0	9.2	9.7	11.5
Carbon Stored in Products*	199.3	241.2	246.8	260.1	271.2	259.0	257.1	260.6
CH <sub>4</sub>	249.4	235.6	232.3	228.8	219.9	222.0	219.7	212.5
Natural Gas Systems	122.0	127.4	126.1	124.5	120.9	125.7	124.9	121.8
Coal Mining	81.9	63.2	62.6	62.8	58.9	56.2	55.6	52.2
Petroleum Systems	28.9	25.6	25.5	25.0	23.7	23.5	23.5	23.2
Stationary Sources	8.2	8.8	7.8	7.2	7.5	7.7	7.2	6.9
Mobile Sources	5.0	4.8	4.7	4.5	4.5	4.4	4.3	4.2
Abandoned Coal Mines	3.4	6.0	5.6	4.8	4.4	4.4	4.2	4.1
International Bunker Fuels*	0.2	0.1	0.1	0.2	0.1	0.1	0.1	0.1
$N_2O$	63.7	75.0	74.7	73.8	72.9	72.2	69.3	67.3
Mobile Sources	50.7	60.7	60.3	59.6	58.6	57.4	55.0	52.9
Stationary Sources	12.6	13.9	14.0	13.8	13.9	14.4	13.9	14.0
Waste Combustion	0.4	0.4	0.4	0.3	0.3	0.4	0.4	0.4
International Bunker Fuels*	1.0	0.9	1.0	1.0	0.9	0.9	0.9	0.8
Total	5,144.5	5,646.4	5,716.6	5,738.6	5,806.1	5,991.4	5,871.9	5,914.8

<sup>\*</sup> These values are presented for informational purposes only and are not included or are already accounted for in totals.

Note: Totals may not sum due to independent rounding.

Table 3-2: Emissions from Energy (Gg)

Gas/Source	1990	1996	1997	1998	1999	2000	2001	2002
CO <sub>2</sub>	4,831,390	5,335,789	5,409,639	5,436,054	5,513,403	5,697,322	5,582,976	5,635,055
Fossil Fuel Combustion	4,814,660	5,310,067	5,384,005	5,412,394	5,488,829	5,673,575	5,558,784	5,610,976
Waste Combustion	10,919	17,193	17,761	17,094	17,632	17,979	18,781	18,781
Natural Gas Flaring	5,810	8,529	7,874	6,566	6,943	5,769	5,412	5,299
Biomass-Wood*	212,547	238,794	226,265	209,490	214,323	217,577	194,671	195,624
International Bunker Fuels*	113,866	102,277	109,889	115,094	105,297	101,408	97,869	86,845
Biomass-Ethanol*	4,155	5,511	6,978	7,711	8,017	9,188	9,701	11,473
Carbon Stored in Products*	199,266	241,225	246,826	260,069	271,222	259,001	257,120	260,600
$CH_4$	11,875	11,220	11,060	10,896	10,470	10,569	10,462	10,118
Natural Gas Systems	5,811	6,065	6,005	5,929	5,757	5,985	5,946	5,801
Coal Mining	3,900	3,008	2,983	2,989	2,805	2,677	2,648	2,487
Petroleum Systems	1,375	1,218	1,215	1,190	1,129	1,119	1,118	1,104
Stationary Sources	391	418	369	344	355	367	344	328
Mobile Sources	236	227	222	217	213	210	205	201
Abandoned Coal Mines	162	283	266	228	211	211	200	196
International Bunker Fuels*	8	6	7	7	6	6	5	4
$N_2O$	205	242	241	238	235	233	223	217
Mobile Combustion	163	196	194	192	189	185	177	171
Stationary Combustion	41	45	45	45	45	47	45	45
Waste Combustion	1	1	1	1	1	1	1	1
International Bunker Fuels*	3	3	3	3	3	3	3	3

<sup>\*</sup> These values are presented for informational purposes only and are not included or are already accounted for in totals. Note: Totals may not sum due to independent rounding.

# 3.1. Carbon Dioxide Emissions from Fossil Fuel Combustion (IPCC Source Category 1A)

Carbon dioxide emissions from fossil fuel combustion in 2002 increased slightly (0.9 percent) from the previous year. A growing economy, combined with lower natural gas and motor gasoline prices and a much hotter summer

and cooler winter resulted in a higher demand for fuels and a consequent rise in emissions. In 2002, CO<sub>2</sub> emissions from fossil fuel combustion were 5,611.0 Tg CO<sub>2</sub> Eq., or 16.5 percent above emissions in 1990 (see Table 3-3).<sup>2</sup>

Table 3-3: CO<sub>2</sub> Emissions from Fossil Fuel Combustion by Fuel Type and Sector (Tg CO<sub>2</sub> Eq.)

Fuel/Sector	1990	1996	1997	1998	1999	2000	2001	2002
Coal	1,681.4	1,880.7	1,927.8	1,945.0	1,946.6	2,034.9	1,968.7	2,005.6
Residential	2.4	1.6	1.5	1.2	1.3	1.1	1.1	1.1
Commercial	12.1	11.5	12.2	8.7	9.7	8.6	9.2	9.2
Industrial	150.3	144.5	145.8	137.6	132.2	133.8	129.0	125.9
Transportation	NE	NE NE	NE	NE	NE	NE	NE	NE
<b>Electricity Generation</b>	1,515.9	1,722.2	1,767.4	1,796.6	1,802.5	1,890.5	1,828.6	1,868.4
U.S. Territories	0.6	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Natural Gas	1,014.8	1,193.9	1,200.6	1,177.3	1,183.4	1,235.3	1,182.9	1,195.7
Residential	238.8	284.2	270.2	246.5	256.5	270.3	259.5	267.2
Commercial	142.6	171.3	174.3	163.5	165.2	174.3	165.0	169.4
Industrial	421.6	494.7	496.1	484.2	466.2	473.8	434.2	423.7
Transportation	35.9	38.9	41.1	35.1	35.6	35.5	33.9	35.2
<b>Electricity Generation</b>	176.0	204.9	218.9	248.0	259.9	280.7	289.1	299.1
U.S. Territories	NO	NO	NO	NO	NO	0.7	1.2	1.2
Petroleum	2,118.0	2,235.1	2,255.2	2,289.7	2,358.4	2,403.0	2,406.9	2,409.4
Residential	98.3	103.1	98.9	90.9	101.5	107.8	106.3	104.7
Commercial	69.5	54.3	50.7	47.5	47.3	54.2	53.1	52.7
Industrial	394.7	406.7	416.6	396.2	403.5	392.1	407.7	406.1
Transportation	1,422.3	1,565.9	1,573.6	1,609.8	1,667.3	1,714.2	1,696.8	1,729.2
Electricity Generation	100.1	64.7	73.7	103.5	95.9	90.4	100.1	72.2
U.S. Territories	33.1	40.3	41.6	41.7	42.8	44.4	42.9	44.4
Geothermal*	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.3
Total	4,814.7	5,310.1	5,384.0	5,412.4	5,488.8	5,673.6	5,558.8	5,611.0

NE (Not estimated)

NO (Not occurring)

Trends in CO<sub>2</sub> emissions from fossil fuel combustion are influenced by many long-term and short-term factors. On a year-to-year basis, the overall demand for fossil fuels in the United States and other countries generally fluctuates in response to changes in general economic conditions, energy prices, weather, and the availability of non-fossil alternatives. For example, in a year with increased consumption of goods and services, low fuel prices, severe summer and winter weather conditions, nuclear plant closures, and lower precipitation feeding hydroelectric dams, there would likely be proportionally greater fossil fuel consumption than a year with poor economic performance, high fuel prices, mild temperatures, and increased output from nuclear and hydroelectric plants.

Longer-term changes in energy consumption patterns, however, tend to be more a function of aggregate societal trends that affect the scale of consumption (e.g., population, number of cars, and size of houses), the efficiency with which energy is used in equipment (e.g., cars, power plants, steel mills, and light bulbs), and social planning and consumer behavior (e.g., walking, bicycling, or telecommuting to work instead of driving).

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

<sup>\*</sup> Although not technically a fossil fuel, geothermal energy-related CO<sub>2</sub> emissions are included for reporting purposes. Note: Totals may not sum due to independent rounding.

<sup>&</sup>lt;sup>2</sup> An additional discussion of fossil fuel emission trends is presented in the Recent Trends in U.S. Greenhouse Gas Emissions section of the Introduction chapter.

Carbon dioxide emissions also depend on the source of energy and its carbon intensity. The amount of carbon in fuels varies significantly by fuel type. For example, coal contains the highest amount of carbon per unit of useful energy. Petroleum has roughly 75 percent of the carbon per unit of energy as coal, and natural gas has only about 55 percent.<sup>3</sup> Producing a unit of heat or electricity using natural gas instead of coal can reduce the  $CO_2$  emissions associated with energy consumption, and using nuclear or renewable energy sources (e.g., wind) can essentially eliminate emissions (see Box 3-2).

In the United States, 86 percent of the energy consumed in 2002 was produced through the combustion of fossil fuels such as coal, natural gas, and petroleum (see Figure 3-3 and Figure 3-4). The remaining portion was supplied by nuclear electric power (8 percent) and by a variety of renewable energy sources (6 percent), primarily hydroelectric power (EIA 2003a). Specifically, petroleum supplied the largest share of domestic energy demands, accounting for an average of 39 percent of total energy consumption from 1990 through 2002. Natural gas and coal followed in order of importance, accounting for 24 and 23 percent of total consumption, respectively. Petroleum was consumed primarily in the transportation end-use sector, the vast majority of coal was used in electricity generation, and natural gas was broadly consumed in all end-use sectors except transportation (see Figure 3-5) (EIA 2003a).

Figure 3-3: 2002 U.S. Energy Consumption by Energy Source

Figure 3-4: U.S. Energy Consumption (Quadrillion Btu)

Figure 3-5: 2002 CO<sub>2</sub> Emissions from Fossil Fuel Combustion by Sector and Fuel Type

Fossil fuels are generally combusted for the purpose of producing energy for useful heat and work. During the combustion process, the carbon stored in the fuels is oxidized and emitted as  $CO_2$  and smaller amounts of other gases, including  $CH_4$ , CO, and  $NMVOCs.^4$  These other carbon containing non- $CO_2$  gases are emitted as a byproduct of incomplete fuel combustion, but are, for the most part, eventually oxidized to  $CO_2$  in the atmosphere. Therefore, except for the soot and ash left behind during the combustion process, all the carbon in fossil fuels used to produce energy is eventually converted to atmospheric  $CO_2$ .

#### [BEGIN BOX]

Box 3-1: Weather and Non-Fossil Energy Effects on CO<sub>2</sub> from Fossil Fuel Combustion Trends

In 2002, weather conditions became cooler in the winter, but much warmer in the summer. Heating degree days in the United States were 5 percent below normal (see Figure 3-6) while cooling degree days in 2002 were 15 percent above normal (see Figure 3-7) (EIA 2003e).<sup>5</sup> Slightly cooler winter conditions and a reduction in natural gas prices

<sup>&</sup>lt;sup>3</sup> Based on national aggregate carbon content of all coal, natural gas, and petroleum fuels combusted in the United States.

<sup>&</sup>lt;sup>4</sup> See the sections entitled Stationary Combustion and Mobile Combustion in this chapter for information on non-CO<sub>2</sub> gas emissions from fossil fuel combustion.

<sup>&</sup>lt;sup>5</sup> Degree days are relative measurements of outdoor air temperature. Heating degree days are deviations of the mean daily temperature below 65° F, while cooling degree days are deviations of the mean daily temperature above 65° F. Heating degree days have a considerably greater affect on energy demand and related emissions than do cooling degree days. Excludes Alaska and Hawaii. Normals are based on data from 1971 through 2000. The variation in these normals during this time period was  $\pm 10$  percent and  $\pm 14$  percent for heating and cooling degree days, respectively (99 percent confidence interval).

of 28 percent led to an increase in demand for heating fuels. In the summer of 2002—one of the hottest summers on record— the U.S. demand for electricity for air conditioning increased.

Figure 3-6: Annual Deviations from Normal Heating Degree Days for the United States (1949-2002)

Figure 3-7: Annual Deviations from Normal Cooling Degree Days for the United States (1949-2002)

Although no new U.S. nuclear power plants have been constructed in recent years, the utilization (i.e., capacity factors<sup>6</sup>) of existing plants reached record levels in 2002, reaching 90 percent. This increase in utilization translated into an increase in electricity output by nuclear plants of approximately 1 percent in 2002. In comparison, electricity output by hydroelectric power plants increased significantly in 2002 by approximately 22 percent. Nevertheless, electricity generated by nuclear plants in 2002 provided approximately 3 times as much of the energy consumed in the United States as hydroelectric plants (EIA 2003a). Aggregate nuclear and hydroelectric power plant capacity factors since 1973 are shown in Figure 3-8.

Figure 3-8: Aggregate Nuclear and Hydroelectric Power Plant Capacity Factors in the United States (1973-2002)

#### [END BOX]

For the purpose of international reporting, the IPCC (IPCC/UNEP/OECD/IEA 1997) recommends that particular adjustments be made to national fuel consumption statistics. Certain fossil fuels can be manufactured into plastics, asphalt, lubricants, or other products. A portion of the carbon consumed for these non-energy products can be stored (i.e., sequestered) indefinitely. To account for the fact that the carbon in these fuels ends up in products instead of being combusted (i.e., oxidized and released into the atmosphere), the fraction of fossil fuel-based carbon in manufactured products is subtracted from emission estimates. (See the Carbon Stored in Products from Non-Energy Uses of Fossil Fuels section in this chapter.) The fraction of this carbon stored in products that is eventually combusted in waste incinerators or combustion plants is accounted for in the Waste Combustion section of this chapter.

According to the UNFCCC reporting guidelines,  $CO_2$  emissions from the consumption of fossil fuels for aviation and marine international transport activities (i.e., international bunker fuels) should be reported separately, and not included in national emission totals. Estimates of carbon in products and international bunker fuel emissions for the United States are provided in Table 3-4 and Table 3-2.

Table 3-4: Fossil Fuel Carbon in Products (Tg CO<sub>2</sub> Eq.)\*

			0 2	. /				
Sector	1990	1996	1997	1998	1999	2000	2001	2002
Industrial	197.4	239.5	245.0	258.1	269.1	256.7	254.9	258.4
Transportation	1.2	1.1	1.2	1.2	1.2	1.2	1.1	1.1
Territories	0.6	0.6	0.7	0.7	0.8	1.1	1.0	1.1
Total	199.3	241.2	246.8	260.1	271.2	259.0	257.1	260.6

\* See Carbon Stored in Products from Non-Energy Uses of Fossil Fuels section for additional detail. Note: Totals may not sum due to independent rounding.

<sup>&</sup>lt;sup>6</sup> The capacity factor is defined as the ratio of the electrical energy produced by a generating unit for a given period of time to the electrical energy that could have been produced at continuous full-power operation during the same period (EIA 2003b).

Table 3-5: CO<sub>2</sub> Emissions from International Bunker Fuels (Tg CO<sub>2</sub> Eq.)\*

Vehicle Mode	1990	1996	1997	1998	1999	2000	2001	2002
Aviation	46.6	52.2	55.9	57.2	58.9	60.5	59.4	59.1
Marine	67.3	50.1	54.0	57.9	46.4	40.9	38.5	27.7
Total	113.9	102.3	109.9	115.1	105.3	101.4	97.9	86.8

<sup>\*</sup> See International Bunker Fuels section for additional detail.

Note: Totals may not sum due to independent rounding.

## **End-Use Sector Consumption**

An alternative method of presenting  $CO_2$  emissions is to allocate emissions associated with electricity generation to the sectors in which it is used. Four end-use sectors were defined: industrial, transportation, residential, and commercial.<sup>7</sup> For the discussion below, electricity generation emissions have been distributed to each end-use sector based upon the sector's share of national electricity consumption. This method of distributing emissions assumes that each sector consumes electricity generated from an equally carbon-intensive mix of fuels and other energy sources. In reality, sources of electricity vary widely in carbon intensity (e.g., coal versus wind power). By giving equal carbon-intensity weight to each sector's electricity consumption, emissions attributed to one end-use sector may be somewhat overestimated, while emissions attributed to another end-use sector may be slightly underestimated. After the end-use sectors are discussed, emissions from electricity generation are addressed separately. Emissions from U.S. territories are also calculated separately due to a lack of end-use-specific consumption data. Table 3-6 and Figure 3-9 summarize  $CO_2$  emissions from direct fossil fuel combustion and prorated electricity generation emissions from electricity consumption by end-use sector.

Table 3-6: CO<sub>2</sub> Emissions from Fossil Fuel Combustion by End-Use Sector (Tg CO<sub>2</sub> Eq.)

			- J		( 0 2	17		
1990		1996	1997	1998	1999	2000	2001	2002
1,461.2		1,607.8	1,617.8	1,648.0	1,706.1	1,753.0	1,734.1	1,767.5
1,458.2		1,604.8	1,614.8	1,644.9	1,702.9	1,749.6	1,730.6	1,764.4
3.0		3.0	3.1	3.1	3.2	3.4	3.5	3.2
1,638.5		1,769.6	1,800.7	1,778.4	1,768.4	1,782.5	1,687.5	1,677.1
966.6		1,045.9	1,058.4	1,018.1	1,001.9	999.7	970.8	955.8
671.9		723.7	742.3	760.3	766.4	782.8	716.7	721.3
925.5		1,053.1	1,043.5	1,047.5	1,066.5	1,127.5	1,117.5	1,149.2
339.6		388.9	370.6	338.6	359.3	379.3	366.9	373.1
585.9		664.2	673.0	708.9	707.3	748.3	750.7	776.2
755.7		838.3	879.4	895.9	904.2	964.6	974.6	970.6
224.2		237.0	237.2	219.7	222.3	237.1	227.3	231.2
531.6		601.3	642.2	676.2	681.9	727.5	747.3	739.4
33.7		41.3	42.6	42.6	43.7	45.9	45.0	46.5
4,814.7		5,310.1	5,384.0	5,412.4	5,488.8	5,673.6	5,558.8	5,611.0
1,792.4		1,992.2	2,060.5	2,148.5	2,158.7	2,261.9	2,218.2	2,240.1
	1990 1,461.2 1,458.2 3.0 1,638.5 966.6 671.9 925.5 339.6 585.9 755.7 224.2 531.6 33.7 4,814.7	1990 1,461.2 1,458.2 3.0 1,638.5 966.6 671.9 925.5 339.6 585.9 755.7 224.2 531.6 33.7 4,814.7	1990         1996           1,461.2         1,607.8           1,458.2         1,604.8           3.0         3.0           1,638.5         1,769.6           966.6         1,045.9           671.9         723.7           925.5         1,053.1           339.6         388.9           585.9         664.2           755.7         838.3           224.2         237.0           531.6         601.3           33.7         41.3           4,814.7         5,310.1	1990         1996         1997           1,461.2         1,607.8         1,617.8           1,458.2         1,604.8         1,614.8           3.0         3.1           1,638.5         1,769.6         1,800.7           966.6         1,045.9         1,058.4           671.9         723.7         742.3           925.5         1,053.1         1,043.5           339.6         388.9         370.6           585.9         664.2         673.0           755.7         838.3         879.4           224.2         237.0         237.2           531.6         601.3         642.2           33.7         41.3         42.6           4,814.7         5,310.1         5,384.0	1990         1996         1997         1998           1,461.2         1,607.8         1,617.8         1,648.0           1,458.2         1,604.8         1,614.8         1,644.9           3.0         3.0         3.1         3.1           1,638.5         1,769.6         1,800.7         1,778.4           966.6         1,045.9         1,058.4         1,018.1           671.9         723.7         742.3         760.3           925.5         1,053.1         1,043.5         1,047.5           339.6         388.9         370.6         338.6           585.9         664.2         673.0         708.9           755.7         838.3         879.4         895.9           224.2         237.0         237.2         219.7           531.6         601.3         642.2         676.2           33.7         41.3         42.6         42.6           4,814.7         5,310.1         5,384.0         5,412.4	1990         1996         1997         1998         1999           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9           3.0         3.0         3.1         3.1         3.2           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4           966.6         1,045.9         1,058.4         1,018.1         1,001.9           671.9         723.7         742.3         760.3         766.4           925.5         1,053.1         1,043.5         1,047.5         1,066.5           339.6         388.9         370.6         338.6         359.3           585.9         664.2         673.0         708.9         707.3           755.7         838.3         879.4         895.9         904.2           224.2         237.0         237.2         219.7         222.3           531.6         601.3         642.2         676.2         681.9           33.7         41.3         42.6         42.6         43.7           4,814.7         5,310.1         5,384.0         5,412.4         5,488.8 <th>1990         1996         1997         1998         1999         2000           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1         1,753.0           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9         1,749.6           3.0         3.1         3.1         3.2         3.4           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4         1,782.5           966.6         1,045.9         1,058.4         1,018.1         1,001.9         999.7           671.9         723.7         742.3         760.3         766.4         782.8           925.5         1,053.1         1,043.5         1,047.5         1,066.5         1,127.5           339.6         388.9         370.6         338.6         359.3         379.3           585.9         664.2         673.0         708.9         707.3         748.3           755.7         838.3         879.4         895.9         904.2         964.6           224.2         237.0         237.2         219.7         222.3         237.1           531.6         601.3         642.2         676.2         681.9         727.5<th>1990         1996         1997         1998         1999         2000         2001           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1         1,753.0         1,734.1           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9         1,749.6         1,730.6           3.0         3.0         3.1         3.1         3.2         3.4         3.5           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4         1,782.5         1,687.5           966.6         1,045.9         1,058.4         1,018.1         1,001.9         999.7         970.8           671.9         723.7         742.3         760.3         766.4         782.8         716.7           925.5         1,053.1         1,043.5         1,047.5         1,066.5         1,127.5         1,117.5           339.6         388.9         370.6         338.6         359.3         379.3         366.9           585.9         664.2         673.0         708.9         707.3         748.3         750.7           755.7         838.3         879.4         895.9         904.2         964.6         974.6           22</th></th>	1990         1996         1997         1998         1999         2000           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1         1,753.0           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9         1,749.6           3.0         3.1         3.1         3.2         3.4           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4         1,782.5           966.6         1,045.9         1,058.4         1,018.1         1,001.9         999.7           671.9         723.7         742.3         760.3         766.4         782.8           925.5         1,053.1         1,043.5         1,047.5         1,066.5         1,127.5           339.6         388.9         370.6         338.6         359.3         379.3           585.9         664.2         673.0         708.9         707.3         748.3           755.7         838.3         879.4         895.9         904.2         964.6           224.2         237.0         237.2         219.7         222.3         237.1           531.6         601.3         642.2         676.2         681.9         727.5 <th>1990         1996         1997         1998         1999         2000         2001           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1         1,753.0         1,734.1           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9         1,749.6         1,730.6           3.0         3.0         3.1         3.1         3.2         3.4         3.5           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4         1,782.5         1,687.5           966.6         1,045.9         1,058.4         1,018.1         1,001.9         999.7         970.8           671.9         723.7         742.3         760.3         766.4         782.8         716.7           925.5         1,053.1         1,043.5         1,047.5         1,066.5         1,127.5         1,117.5           339.6         388.9         370.6         338.6         359.3         379.3         366.9           585.9         664.2         673.0         708.9         707.3         748.3         750.7           755.7         838.3         879.4         895.9         904.2         964.6         974.6           22</th>	1990         1996         1997         1998         1999         2000         2001           1,461.2         1,607.8         1,617.8         1,648.0         1,706.1         1,753.0         1,734.1           1,458.2         1,604.8         1,614.8         1,644.9         1,702.9         1,749.6         1,730.6           3.0         3.0         3.1         3.1         3.2         3.4         3.5           1,638.5         1,769.6         1,800.7         1,778.4         1,768.4         1,782.5         1,687.5           966.6         1,045.9         1,058.4         1,018.1         1,001.9         999.7         970.8           671.9         723.7         742.3         760.3         766.4         782.8         716.7           925.5         1,053.1         1,043.5         1,047.5         1,066.5         1,127.5         1,117.5           339.6         388.9         370.6         338.6         359.3         379.3         366.9           585.9         664.2         673.0         708.9         707.3         748.3         750.7           755.7         838.3         879.4         895.9         904.2         964.6         974.6           22

Note: Totals may not sum due to independent rounding. Emissions from fossil fuel combustion by electricity generation are allocated based on aggregate national electricity consumption by each end-use sector.

Figure 3-9: 2002 End-Use Sector Emissions of CO<sub>2</sub> from Fossil Fuel Combustion

<sup>&</sup>lt;sup>7</sup> See Glossary (Annex 6.8) for more detailed definitions of the industrial, residential, commercial, and transportation end-use sector, as well as electricity generation.

#### **Transportation End-Use Sector**

The transportation end-use sector accounted for the largest share (approximately 32 percent) of CO<sub>2</sub> emissions from fossil fuel combustion.<sup>8</sup> Almost all of the energy consumed in the transportation sector was petroleum-based, with nearly two-thirds being gasoline consumption in automobiles and other highway vehicles. Other fuel uses, especially diesel fuel for freight trucks and jet fuel for aircraft, accounted for the remainder.<sup>9</sup>

Carbon dioxide emissions from fossil fuel combustion for transportation increased by 21 percent from 1990 to 2002, to 1,767.5 Tg CO<sub>2</sub> Eq. The growth in transportation end-use sector emissions has been relatively steady, excluding a 4.0 percent single year increase in 1999 and a 1.2 percent decrease in 2001. Like overall energy demand, transportation fuel demand is a function of many short and long-term factors. In the short term only minor adjustments can generally be made through consumer behavior (e.g., not driving as far for summer vacation). However, long-term adjustments such as vehicle purchase choices, transport mode choice and access (i.e., trains versus planes), and urban planning can have a significant impact on fuel demand.

In 2002, CO<sub>2</sub> emissions from the transportation sector increased by approximately 2 percent. The slight increase in vehicle fuel demand is primarily due to a growing economy, <sup>10</sup> as well as a 7 percent decrease in the price of motor gasoline in 2002 (see Figure 3-10).

Since 1990, travel activity in the United States has grown more rapidly than population, with a 16 percent increase in vehicle miles traveled per capita. In the meantime, improvements in the average fuel efficiency of the U.S. vehicle fleet stagnated after increasing steadily since 1976 (FHWA 1996 through 2002). The average miles per gallon achieved by the U.S. vehicle fleet has remained fairly constant since 1991. This trend is due, in part, to the increasing dominance of new motor vehicle sales by less fuel-efficient light-duty trucks and sport-utility vehicles (see Figure 3-11).

Figure 3-10: Motor Gasoline Retail Prices (Real)

Figure 3-11: Motor Vehicle Fuel Efficiency

Table 3-7 provides a detailed breakdown of  $CO_2$  emissions by fuel category and vehicle type for the transportation end-use sector. Fifty-eight percent of the emissions from this end-use sector in 2002 were the result of the combustion of motor gasoline in passenger cars and light-duty trucks. Diesel highway vehicles and jet aircraft were also significant contributors, accounting for 15 and 13 percent of  $CO_2$  emissions from the transportation end-use sector, respectively.<sup>11</sup>

Table 3-7: CO<sub>2</sub> Emissions from Fossil Fuel Combustion in Transportation End-Use Sector (Tg CO<sub>2</sub> Eq.)

Fuel/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
Gasoline	955.2	1,034.0	1,042.5	1,072.9	1,099.9	1,105.9	1,111.2	1,138.7
Automobiles	593.9	585.4	583.6	603.7	614.9	617.7	619.4	633.4
Light Trucks	297.3	391.5	402.8	414.3	432.1	435.8	438.6	450.9
Other Trucks	39.8	35.8	34.4	34.6	33.7	33.4	31.5	31.6
Buses	1.6	0.9	0.7	0.7	0.7	0.6	0.5	0.4

<sup>&</sup>lt;sup>8</sup> Note that electricity generation is actually the largest emitter of CO<sub>2</sub> when electricity is not distributed among end-use sectors.

<sup>&</sup>lt;sup>9</sup> See Glossary (Annex 6.8) for a more detailed definition of the transportation end-use sector.

<sup>&</sup>lt;sup>10</sup> Gross domestic product increased 2.2 percent between 2001 and 2002 (BEA 2004).

<sup>11</sup> These percentages include emissions from bunker fuels.

Motorcycles	1.7	1.7	1.7	1.7	1.8	1.8	1.6	1.6
Boats (Recreational)	11.2	8.5	8.3	8.1	9.3	9.6	8.4	9.2
Agricultural Equipment	7.0	7.8	8.3	7.7	5.9	5.6	6.8	7.1
Construction Equipment <sup>a</sup>	2.7	2.4	2.5	2.0	1.5	1.6	4.3	4.5
Distillate Fuel Oil (Diesel)	265.1	323.7	338.4	348.4	362.2	374.0	383.2	379.0
Automobiles	6.0	4.6	4.5	4.3	4.2	4.0	3.8	3.5
Light-Duty Trucks	8.5	12.0	12.9	13.0	13.9	14.1	14.5	14.2
Other Trucks	156.0	206.2	219.4	229.1	241.9	252.8	257.1	260.3
Buses	5.5	7.2	7.5	7.7	8.7	8.4	7.9	7.5
Locomotives	27.1	31.7	31.6	32.1	33.5	33.3	33.8	32.8
Ships & Boats	13.3	14.7	14.4	12.8	15.1	15.0	16.3	15.9
Agricultural Equipment	24.8	25.8	25.6	23.8	22.7	24.9	27.4	25.5
Construction Equipment	12.4	13.2	13.4	14.0	13.9	15.3	17.1	14.3
Ships (Bunkers)	11.4	8.3	9.1	11.5	8.2	6.2	5.2	5.1
Jet Fuel	220.4	229.8	232.1	235.6	242.9	251.2	240.4	234.4
Commercial Aircraft	118.2	124.9	129.4	131.4	136.4	140.6	132.8	121.7
Military Aircraft	34.8	23.1	21.0	21.5	20.6	21.0	22.8	20.5
General Aviation Aircraft	6.3	5.8	6.1	7.7	9.2	9.5	8.9	9.6
Other Aircraft <sup>b</sup>	14.6	23.9	19.7	17.7	17.9	19.7	16.5	23.4
Aircraft (Bunkers)	46.6	52.2	55.9	57.2	58.9	60.5	59.4	59.1
Aviation Gasoline	3.1	2.6	2.7	2.4	2.7	2.5	2.4	2.3
General Aviation Aircraft	3.1	2.6	2.7	2.4	2.7	2.5	2.4	2.3
Residual Fuel Oil	79.3	66.4	55.5	52.6	51.9	69.2	45.7	49.9
Ships & Boats <sup>c</sup>	23.4	24.6	10.6	6.2	13.7	34.6	12.4	27.3
Ships (Bunkers) <sup>c</sup>	55.8	41.8	44.9	46.4	38.2	34.6	33.2	22.6
Natural Gas	35.9	38.9	41.1	35.1	35.6	35.5	33.9	35.2
Automobiles	+	+	+	+	+	+	+	+
Light Trucks	+	+	+	+	+	+	+	+
Buses	+	0.1	0.2	0.2	0.3	0.4	0.5	0.5
Pipeline	35.9	38.7	40.9	34.9	35.3	35.0	33.4	34.7
LPG	1.4	0.9	0.8	1.0	0.8	0.7	0.8	0.9
Light Trucks	0.5	0.4	0.4	0.4	0.3	0.3	0.3	0.3
Other Trucks	0.8	0.5	0.4	0.6	0.5	0.4	0.5	0.5
Buses	+	+	+	+	+	+	+	+
Electricity	3.0	3.0	3.1	3.1	3.2	3.4	3.5	3.2
Buses	+	+	+	+	+	+	+	+
Rail	0.6	0.6	0.7	0.6	0.7	0.7	0.8	0.7
Pipeline	2.4	2.4	2.4	2.5	2.5	2.6	2.7	2.4
Lubricants	11.7	10.9	11.5	12.0	12.1	12.0	11.0	10.8
Total (Including Bunkers) <sup>d</sup>	1,575.1	1,710.1	1,727.7	1,763.1	1,811.4	1,854.4	1,832.0	1,854.4
Total (Excluding Bunkers) <sup>d</sup>	1,461.2	1,607.8	1,617.8	1,648.0	1,706.1	1,753.0	1,734.1	1,767.5

Note: Totals may not sum due to independent rounding.

## **Industrial End-Use Sector**

The industrial end-use sector accounted for 30 percent of CO<sub>2</sub> emissions from fossil fuel combustion. On average, 57 percent of these emissions resulted from the direct consumption of fossil fuels for steam and process heat

<sup>&</sup>lt;sup>a</sup> The large increase in emissions from gasoline construction equipment is due primarily to a change in FHWA methodology in estimating gasoline consumption by non-road sources, rather than from a significant increase in use of construction equipment.

<sup>&</sup>lt;sup>b</sup> Including but not limited to fuel blended with heating oils and fuel used for chartered aircraft flights.

<sup>&</sup>lt;sup>c</sup> Fluctuations in emission estimates from the combustion of residual fuel oil are currently unexplained, but may be related to data collection problems.

<sup>&</sup>lt;sup>d</sup> Official estimates exclude emissions from the combustion of both aviation and marine international bunker fuels; however, estimates including international bunker fuel-related emissions are presented for informational purposes.

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

production. The remaining 43 percent was associated with their consumption of electricity for uses such as motors, electric furnaces, ovens, and lighting.

The industrial end-use sector includes activities such as manufacturing, construction, mining, and agriculture. <sup>12</sup> The largest of these activities in terms of energy consumption is manufacturing, which was estimated in 1998 to have accounted for about 84 percent of industrial energy consumption (EIA 2001a). Just six industries—Petroleum, Chemicals, Primary Metals, Paper, Food, and Stone, Clay, and Glass products—represent 83 percent of total manufacturing energy use.

In theory, emissions from the industrial end-use sector should be highly correlated with economic growth and industrial output, but heating of industrial buildings and agricultural energy consumption is also affected by weather conditions.<sup>13</sup> In addition, structural changes within the U.S. economy that lead to shifts in industrial output away from energy intensive manufacturing products to less energy intensive products (e.g., from steel to computer equipment) also have a significant affect on industrial emissions.

From 2001 to 2002, total industrial production and manufacturing output were reported to have decreased by 0.6 and 0.5 percent, respectively (FRB 2003). Output declined for the Primary Metals, Paper, and Stone, Clay, and Glass industries, but increased for Petroleum Refineries, Chemicals, and Food (see Figure 3-12).

Figure 3-12: Industrial Production Indexes (Index 1997=100)

Despite the growth in industrial output (44 percent) and the overall U.S. economy (42 percent) from 1990 to 2002, emissions from the industrial end-use sector increased only slightly (by 2 percent). The reasons for the disparity between rapid growth in industrial output and stagnant growth in industrial emissions are not entirely clear. It is likely, though, that several factors have influenced industrial emission trends, including: 1) more rapid growth in output from less energy-intensive industries relative to traditional manufacturing industries, 2) improvements in energy efficiency; and 3) a lowering of the carbon intensity of fossil fuel consumption as industry shifts from its historical reliance on coal and coke to heavier usage of natural gas. In 2002, carbon dioxide emissions from fossil fuel combustion and electricity use within the industrial end-use sectors were 1,677.1 Tg CO<sub>2</sub> Eq., or 0.6 percent below 2001 emissions. These lowered emissions correlate with the decrease in manufacturing output.

Industry was the largest user of fossil fuels for non-energy applications. Fossil fuels can be used for producing products such as fertilizers, plastics, asphalt, or lubricants that can sequester or store carbon for long periods of time. Asphalt used in road construction, for example, stores carbon essentially indefinitely. Similarly, fossil fuels used in the manufacture of materials like plastics can also store carbon, if the material is not burned. The amount of carbon contained in industrial products made from fossil fuels rose 31 percent between 1990 and 2002, to 258.4 Tg  $CO_2$  Eq. <sup>14</sup>

#### **Residential and Commercial End-Use Sectors**

The residential and commercial end-use sectors accounted for an average 20 and 17 percent, respectively, of CO<sub>2</sub> emissions from fossil fuel combustion. Both end-use sectors were heavily reliant on electricity for meeting energy needs, with electricity consumption for lighting, heating, air conditioning, and operating appliances contributing to

<sup>&</sup>lt;sup>12</sup> See Glossary (Annex 6.8) for a more detailed definition of the industrial end-use sector.

<sup>&</sup>lt;sup>13</sup> Some commercial customers are large enough to obtain an industrial price for natural gas and/or electricity and are consequently grouped with the industrial end-use sector in U.S. energy statistics. These misclassifications of large commercial customers likely cause the industrial end-use sector to appear to be more sensitive to weather conditions.

<sup>&</sup>lt;sup>14</sup> See the Carbon Stored in Products in Non-Energy Uses of Fossil Fuels for a more detailed discussion. Also, see Waste Combustion in the Waste chapter for a discussion of emissions from the incineration or combustion of fossil fuel-based products.

about 68 and 76 percent of emissions from the residential and commercial end-use sectors, respectively. The remaining emissions were largely due to the direct consumption of natural gas and petroleum products, primarily for heating and cooking needs. Coal consumption was a minor component of energy use in both of these end-use sectors. In 2002, CO<sub>2</sub> emissions from fossil fuel combustion and electricity use within the residential and commercial end-use sectors were 1,149.2 Tg CO<sub>2</sub> Eq. and 970.6 Tg CO<sub>2</sub> Eq., respectively.

Since 1990, emissions from residences and commercial buildings have increased relatively steadily, unlike those from the industrial sector, which experienced sizeable reductions during the economic downturns of 1991 and 2001 (see Table 3-6). This difference exists because short-term fluctuations in energy consumption in these sectors are correlated more with the weather than by prevailing economic conditions. In the long-term, both end-use sectors are also affected by population growth, regional migration trends, and changes in housing and building attributes (e.g., size and insulation).

Emissions from natural gas consumption represent over 70 percent of the direct (not including electricity) fossil fuel emissions from the residential and commercial sectors. In 2002, these emissions increased by 3 percent in each of these sectors. Slightly cooler winter conditions in the United States (see Figure 3-13) and the decrease in natural gas prices (28 percent) led to higher demand for natural gas.

Figure 3-13: Heating Degree Days<sup>15</sup>

Electricity sales to the residential and commercial end-use sectors in 2002 increased by 5 and 2 percent, respectively. This trend can be attributed to the hot summer of 2002, which led to increased air-conditioning related electricity consumption (see Figure 3-14), and to reduced electricity prices (3 and 2 percent lower to the residential and commercial sectors, respectively). Despite an increase in electricity consumption from both sectors, electricity-related emissions fell in the commercial sector as the decline in carbon intensity of electricity generation outweighed the slight increase in electricity demand. Emissions from the residential sector increased by 2.8 percent in 2002, as the increase in energy demand was more robust than in the commercial sector. Consumption of electricity in the residential sector is more price-sensitive than the commercial sector, as individual consumers have more choices than businesses and institutions. Therefore, the declining price of electricity in 2002 further increased the electricity demanded by residences.

Figure 3-14: Cooling Degree Days<sup>16</sup>

#### **Electricity Generation**

The process of generating electricity is the single largest source of  $CO_2$  emissions in the United States (39 percent). Electricity was consumed primarily in the residential, commercial, and industrial end-use sectors for lighting, heating, electric motors, appliances, electronics, and air conditioning (see Figure 3-15). Electricity generation also accounted for the largest share of  $CO_2$  emissions from fossil fuel combustion, approximately 40 percent in 2002.

Figure 3-15: Electricity Generation Retail Sales by End-Use Sector

 $<sup>^{15}</sup>$  Degree days are relative measurements of outdoor air temperature. Heating degree days are deviations of the mean daily temperature below  $65^{\circ}$  F. Excludes Alaska and Hawaii. Normals are based on data from 1971 through 2000.

<sup>&</sup>lt;sup>16</sup> Degree days are relative measurements of outdoor air temperature. Cooling degree days are deviations of the mean daily temperature above 65° F. Excludes Alaska and Hawaii. Normals are based on data from 1971 through 2000.

The electric power industry includes all power producers, consisting of both regulated utilities and nonutilities (e.g. independent power producers, qualifying cogenerators, and other small power producers). While utilities primarily generate power for the U.S. electric grid for sale to retail customers, nonutilities produce electricity for their own use, to sell to large consumers, or to sell on the wholesale electricity market (e.g., to utilities for distribution and resale to customers). However, the electric power industry in the United States has undergone significant changes as both federal and state government agencies have modified regulations to create a more competitive market for electricity generation. These changes have led to the growth of nonutility power producers, including the sale of generating capacity by electric utilities to nonutilities. As a result, the Department of Energy no longer categorizes electric power generation into these ownership groups, and is instead using two new functional categories: electricity-only and combined-heat-and-power. Electricity-only plants are those that solely produce electricity, whereas combined-heat-and-power plants produce both electricity and heat.

In 2002, the amount of electricity generated increased by 3 percent due to the growing economy and hotter summer weather. However, CO<sub>2</sub> emissions increased by only 1 percent, as a larger share of electricity was generated from renewable resources. In fact, overall carbon intensity from energy consumption for electricity generation decreased in 2002 (see Table 3-9). One of the main reasons for the increase in renewable energy was a 22 percent growth in output from hydroelectric dams.

Coal is consumed primarily by the electric power sector in the United States, which accounted for 93 percent of total coal consumption for energy purposes in 2002. Consequently, changes in electricity demand have a significant impact on coal consumption and associated U.S. CO<sub>2</sub> emissions. Coal consumption for electricity generation increased by 2.2 percent in 2002, due to the increase in electricity demand. However, natural gas consumption for electricity generation grew at a higher rate of 3.4 percent, partially attributed to fuel-switching from coal to natural gas.

#### [BEGIN BOX]

Box 3-2: Carbon Intensity of U.S. Energy Consumption

Fossil fuels are the dominant source of energy in the United States, and  $CO_2$  is emitted as a product from their combustion. Useful energy, however, can be generated from many other sources that do not emit  $CO_2$  in the energy conversion process. In the United States, useful energy is also produced from renewable (i.e., hydropower, biofuels, geothermal, solar, and wind) and nuclear sources.<sup>17</sup>

Energy-related  $CO_2$  emissions can be reduced by not only lowering total energy consumption (e.g., through conservation measures) but also by lowering the carbon intensity of the energy sources employed (e.g., fuel switching from coal to natural gas). The amount of carbon emitted from the combustion of fossil fuels is dependent upon the carbon content of the fuel and the fraction of that carbon that is oxidized. Fossil fuels vary in their average carbon content, ranging from about 53 Tg  $CO_2$  Eq./QBtu for natural gas to upwards of 95 Tg  $CO_2$  Eq./QBtu for coal and petroleum coke. In general, the carbon content per unit of energy of fossil fuels is the highest for

<sup>&</sup>lt;sup>17</sup> Small quantities of CO<sub>2</sub>, however, are released from some geologic formations tapped for geothermal energy. These emissions are included with fossil fuel combustion emissions from the electricity generation. Carbon dioxide emissions may also be generated from upstream activities (e.g., manufacture of the equipment) associated with fossil fuel and renewable energy activities, but are not accounted for here.

 $<sup>^{18}</sup>$  Generally, more than 97 percent of the carbon in fossil fuel is oxidized to  $CO_2$  with most carbon combustion technologies used in the United States.

<sup>&</sup>lt;sup>19</sup> One exajoule (EJ) is equal to 10<sup>18</sup> joules or 0.9478 QBtu.

coal products, followed by petroleum, and then natural gas. Other sources of energy, however, may be directly or indirectly carbon neutral (i.e.,  $0 \text{ Tg CO}_2 \text{ Eq./Btu}$ ). Energy generated from nuclear and many renewable sources do not result in direct emissions of  $CO_2$ . Biofuels such as wood and ethanol are also considered to be carbon neutral; although these fuels do emit  $CO_2$ , in the long run the  $CO_2$  emitted from biomass consumption does not increase atmospheric  $CO_2$  concentrations if the biogenic carbon emitted is offset by the growth of new biomass. The overall carbon intensity of the U.S. economy is thus dependent upon the quantity and combination of fuels and other energy sources employed to meet demand.

Table 3-8 provides a time series of the carbon intensity for each sector of the U.S. economy. The time series incorporates only the energy consumed from the direct combustion of fossil fuels in each sector. For example, the carbon intensity for the residential sector does not include the energy from or emissions related to the consumption of electricity for lighting or wood for heat. Looking only at this direct consumption of fossil fuels, the residential sector exhibited the lowest carbon intensity, which is related to the large percentage of its energy derived from natural gas for heating. The carbon intensity of the commercial sector has declined since 1990 to a comparable level in 2002, as commercial businesses shift away from petroleum to natural gas. The industrial sector was more dependent on petroleum and coal than either the residential or commercial sectors, and thus had higher carbon intensities over this period. The carbon intensity of the transportation sector was closely related to the carbon content of petroleum products (e.g., motor gasoline and jet fuel, both around 70 Tg CO<sub>2</sub> Eq./EJ), which were the primary sources of energy. Lastly, the electricity generation sector had the highest carbon intensity due to its heavy reliance on coal for generating electricity.

Table 3-8: Carbon Intensity from Direct Fossil Fuel Combustion by Sector (Tg CO<sub>2</sub> Eq./QBtu)

Sector	1990	1996	1997	1998	1999	2000	2001	2002
Residential <sup>a</sup>	57.0	56.5	56.5	56.5	56.6	56.6	56.7	56.6
Commercial <sup>a</sup>	59.3	57.6	57.4	57.1	57.1	57.2	57.3	57.2
Industrial <sup>a</sup>	65.4	64.2	64.6	64.0	64.0	63.9	63.6	63.0
Transportation <sup>a</sup>	70.6	70.4	70.3	70.3	70.3	70.4	70.4	70.4
Electricity Generation <sup>b</sup>	85.8	86.1	85.9	85.2	84.9	84.8	84.3	84.4
U.S. Territories <sup>c</sup>	73.3	73.4	73.3	73.2	73.0	72.5	72.1	72.1
All Sectors <sup>c</sup>	72.5	72.1	72.3	72.4	72.3	72.3	72.1	72.0

<sup>&</sup>lt;sup>a</sup> Does not include electricity or renewable energy consumption.

Note: Excludes non-energy fuel use emissions and consumption.

In contrast to Table 3-8, Table 3-9 presents carbon intensity values that incorporate energy consumed from all sources (i.e., fossil fuels, renewables, and nuclear). In addition, the emissions related to the generation of electricity have been attributed to both electricity generation and the end-use sectors in which that electricity was eventually consumed. This table, therefore, provides a more complete picture of the actual carbon intensity of each end-use sector per unit of energy consumed. The transportation end-use sector in Table 3-9 emerges as the most carbon intensive when all sources of energy are included, due to its almost complete reliance on petroleum products and relatively minor amount of biomass-based fuels such as ethanol. The "other end-use sectors" (i.e., residential, commercial, and industrial) use significant quantities of biofuels such as wood, thereby lowering the overall carbon intensity. The carbon intensity of the electricity generation sector differs greatly from the scenario in Table 3-8,

<sup>&</sup>lt;sup>b</sup> Does not include electricity produced using nuclear or renewable energy.

<sup>&</sup>lt;sup>c</sup> Does not include nuclear or renewable energy consumption.

<sup>&</sup>lt;sup>20</sup> Net carbon fluxes from changes in biogenic carbon reservoirs in wooded or croplands are accounted for in the estimates for Land-Use Change and Forestry.

<sup>&</sup>lt;sup>21</sup> In other words, the emissions from the generation of electricity are intentionally double counted by attributing them both to electricity generation and the end-use sector in which electricity consumption occurred.

where only the energy consumed from the direct combustion of fossil fuels was included. This difference is due almost entirely to the inclusion of electricity generation from nuclear and hydropower sources, which do not emit  $CO_2$ .

Table 3-9: Carbon Intensity from all Energy Consumption by Sector (Tg CO<sub>2</sub> Eq./QBtu)

Sector	1990	1996	1997	1998	1999	2000	2001	2002
Transportation <sup>a</sup>	70.3	70.1	70.0	70.0	70.0	70.0	70.0	70.0
Other End-Use Sectors <sup>a, b</sup>	63.0	62.0	63.3	63.7	63.2	63.5	63.5	72.6
Electricity Generation <sup>c</sup>	58.2	57.2	58.5	58.8	57.9	58.9	59.2	58.4
All Sectors <sup>d</sup>	61.2	60.4	61.1	61.2	60.8	61.3	61.4	61.0

<sup>&</sup>lt;sup>a</sup> Includes electricity (from fossil fuel, nuclear, and renewable sources) and direct renewable energy consumption.

Note: Excludes non-energy fuel use emissions and consumption.

By comparing the values in Table 3-8 and Table 3-9, a few observations can be made. The use of renewable and nuclear energy sources has resulted in a significantly lower carbon intensity of the U.S. economy. Over the twelve-year period of 1990 through 2002, however, the carbon intensity of U.S. energy consumption has been fairly constant, as the proportion of renewable and nuclear energy technologies has not changed significantly.

Although the carbon intensity of total energy consumption has remained fairly constant, per capita energy consumption has increased, leading to greater energy-related CO<sub>2</sub> emissions per capita in the United States since 1990 (see Figure 3-16). Due to structural changes and the strong growth in the U.S. economy, though, energy consumption and energy-related CO<sub>2</sub> emissions per dollar of gross domestic product (GDP) have declined since 1990.

Figure 3-16: U.S. Energy Consumption and Energy-Related CO<sub>2</sub> Emissions Per Capita and Per Dollar GDP

#### [END BOX]

## Methodology

The methodology used by the United States for estimating CO<sub>2</sub> emissions from fossil fuel combustion is conceptually similar to the approach recommended by the IPCC for countries that intend to develop detailed, sectoral-based emission estimates (IPCC/UNEP/OECD/IEA 1997). A detailed description of the U.S. methodology is presented in Annex 2.1, and is characterized by the following steps:

1. Determine fuel consumption by fuel type and sector. Total fossil fuel consumption for each year is estimated by aggregating consumption data by end-use sector (e.g., commercial, industrial, etc.), primary fuel type (e.g., coal, petroleum, gas), and secondary fuel category (e.g., motor gasoline, distillate fuel oil, etc.). Fuel consumption data for the United States were obtained directly from the Energy Information Administration (EIA) of the U.S. Department of Energy (DOE), primarily from the Monthly Energy Review and unpublished supplemental tables on petroleum product detail (EIA 2003a). The United States does not include territories in its national energy statistics, so fuel consumption data for territories were collected separately from the EIA.<sup>22</sup> Portions of the fuel consumption data for three fuel categories—coking coal, petroleum coke, and natural gas—

<sup>&</sup>lt;sup>b</sup> Other End-Use Sectors includes the residential, commercial, and industrial sectors.

<sup>&</sup>lt;sup>c</sup> Includes electricity generation from nuclear and renewable sources.

<sup>&</sup>lt;sup>d</sup> Includes nuclear and renewable energy consumption.

 $<sup>^{22}</sup>$  Fuel consumption by U.S. territories (i.e. American Samoa, Guam, Puerto Rico, U.S. Virgin Islands, Wake Island, and other U.S. Pacific Islands) is included in this report and contributed emissions of 46 Tg CO<sub>2</sub> Eq. in 2002.

were reallocated to the industrial processes chapter, as they were actually consumed during non-energy related industrial activity. To make these adjustments, additional data were collected from EFMA (1995), U.S. Census Bureau (1991 through 1994), U.S. Census Bureau (1998 through 2003), EIA (2000 through 2003), EIA (2001b), USGS (2003), USGS (1998 through 2002), USGS (1995), USGS (1995 through 2003), USGS (1991 through 1994), USGS (1991 through 2003), and Onder and Bagdoyan (1993).<sup>23</sup>

For consistency of reporting, the IPCC has recommended that countries report energy data using the International Energy Agency (IEA) reporting convention and/or IEA data. Data in the IEA format are presented "top down"—that is, energy consumption for fuel types and categories are estimated from energy production data (accounting for imports, exports, stock changes, and losses). The resulting quantities are referred to as "apparent consumption." The data collected in the United States by EIA, and used in this inventory, are, instead, "bottom up" in nature. In other words, they are collected through surveys at the point of delivery or use and aggregated to determine national totals. <sup>24</sup>

It is also important to note that U.S. fossil fuel energy statistics are generally presented using gross calorific values (GCV) (i.e., higher heating values). Fuel consumption activity data presented here have not been adjusted to correspond to international standard, which are to report energy statistics in terms of net calorific values (NCV) (i.e., lower heating values).<sup>25</sup>

- 2. Determine the total carbon content of fuels consumed. Total carbon was estimated by multiplying the amount of fuel consumed by the amount of carbon in each fuel. This total carbon estimate defines the maximum amount of carbon that could potentially be released to the atmosphere if all of the carbon in each fuel was converted to CO<sub>2</sub>. The carbon content coefficients used by the United States were obtained from EIA's Emissions of Greenhouse Gases in the United States 2002 (EIA 2003b) and EIA's Monthly Energy Review and unpublished supplemental tables on petroleum product detail EIA (EIA 2003a). They are presented in Annexes 2.1 and 2.2.
- 3. Subtract the amount of carbon stored in products. Non-energy uses of fossil fuels can result in storage of some or all of the carbon contained in the fuel for some period of time, depending on the end-use. For example, asphalt made from petroleum can sequester up to 100 percent of the carbon for extended periods of time, while other fossil fuel products, such as lubricants or plastics, lose or emit some carbon when they are used and/or burned as waste. Because U.S. aggregate energy statistics include consumption of fossil fuels for non-energy uses, the portion of carbon that remains in products after they are manufactured was subtracted from potential carbon emission estimates. The amount of carbon remaining in products was based on the best available data on the end-uses and fossil fuel products. These non-energy uses occurred in the industrial and transportation end-use sectors and U.S. territories. Emissions of CO<sub>2</sub> associated with the disposal of these fossil fuel-based products are not accounted for here, but are instead accounted for under the Waste Combustion section in this chapter. Estimates of carbon stored in products are further discussed in the section entitled Carbon Stored in Products from Non-fuel Uses of Fossil Fuels.
- 4. Subtract the amount of carbon exported as CO<sub>2</sub>. Since 2000, the Dakota Gasification Plant in North Dakota has been exporting CO<sub>2</sub> to Canada, which was originally generated as a byproduct from the production of

<sup>&</sup>lt;sup>23</sup> See sections on Iron and Steel Production, Ammonia Manufacture, Titanium Dioxide Production, Ferroalloy Production, and Aluminum Production in the Industrial Processes chapter.

 $<sup>^{24}</sup>$  See IPCC Reference Approach for estimating  $CO_2$  emissions from fossil fuel combustion in Annex 4 for a comparison of U.S. estimates using top-down and bottom-up approaches.

<sup>&</sup>lt;sup>25</sup> A crude convention to convert between gross and net calorific values is to multiply the heat content of solid and liquid fossil fuels by 0.95 and gaseous fuels by 0.9 to account for the water content of the fuels. Biomass-based fuels in U.S. energy statistics, however, are generally presented using net calorific values.

<sup>&</sup>lt;sup>26</sup> See Carbon Stored in Products from Non-Energy Uses of Fossil Fuels section in this chapter for a more detailed discussion.

synthetic natural gas from coal gasification. Since this  $CO_2$  is not emitted to the atmosphere in the United States, it is subtracted from the potential carbon emissions from industrial other coal. The composition of the exported gas was obtained from the Dakota Gasification Company (2003), and data on the pipeline flow rate was obtained from Fitzpatrick (2002) and Erickson (2003).

- 5. Subtract the amount of carbon from international bunker fuels. According to the UNFCCC reporting guidelines emissions from international transport activities, or bunker fuels, should not be included in national totals. U.S. energy consumption statistics include these bunker fuels (e.g., distillate fuel oil, residual fuel oil, and jet fuel) as part of consumption by the transportation end-use sector, however, so emissions from international transport activities were calculated separately following the same procedures used for emissions from consumption of all fossil fuels (i.e., estimation of consumption, determination of carbon content, and adjustment for the fraction of carbon not oxidized).<sup>27</sup> The Office of the Under Secretary of Defense (Installations and Environment) and the Defense Energy Support Center (Defense Logistics Agency) of the U.S. Department of Defense (DoD) (DESC 2003) supplied data on military jet fuel use. Commercial jet fuel use was obtained from BEA (1991 through 2003) and DOT (1991 through 2003); residual and distillate fuel use for civilian marine bunkers was obtained from DOC (1991 through 2003). The carbon content of these fuels was subtracted from the carbon contents of the corresponding fuels in the transportation end-use sector. Estimates of international bunker fuel emissions are discussed further in the section entitled International Bunker Fuels.
- 6. Adjust for carbon that does not oxidize during combustion. Because combustion processes are not 100 percent efficient, some of the carbon contained in fuels is not emitted to the atmosphere. Rather, it remains behind as soot and ash. The estimated amount of carbon not oxidized due to inefficiencies during the combustion process was assumed to be 1 percent for petroleum and coal and 0.5 percent for natural gas (see Annex 2.1). Unoxidized or partially oxidized organic (i.e., carbon containing) combustion products were assumed to have eventually oxidized to CO<sub>2</sub> in the atmosphere.<sup>28</sup> IPCC provided fraction oxidized values for petroleum and natural gas (IPCC/UNEP/OECD/IEA 1997). Bechtel (1993) provided the fraction oxidation value for coal.

Carbon intensity estimates were developed using nuclear and renewable energy data from EIA (2003a) and fossil fuel consumption data as discussed above and presented in Annex 2.1.

6. Allocate transportation emissions by vehicle type. This report provides a more detailed accounting of emissions from transportation because it was such a large consumer of fossil fuels in the United States.<sup>29</sup> For fuel types other than jet fuel, fuel consumption data by vehicle type and transportation mode were used to allocate emissions by fuel type calculated for the transportation end-use sector. These fuel consumption data were obtained from AAR (2003), Benson (2002), BEA (1991 through 2003), DESC (2003), DOC (1991 through 2003), DOE (1993 through 2003), DOT (1991 through 2003), EIA (2003a), EIA (2003c), EIA (1991 through 2003), FAA (1995 through 2003), and FHWA (1996 through 2003), and heat contents and densities were obtained from EIA (2003a) and USAF (1998).<sup>30</sup> The difference between total U.S. jet fuel consumption (as reported by EIA) and civilian air carrier consumption for both domestic and international flights (as reported by DOT and BEA) plus military jet fuel consumption is reported as "other" under the jet fuel category in Table 3-7, and includes such fuel uses as blending with heating oils and fuel used for chartered aircraft flights.

<sup>&</sup>lt;sup>27</sup> See International Bunker Fuels section in this chapter for a more detailed discussion.

<sup>&</sup>lt;sup>28</sup> See Indirect CO<sub>2</sub> from CH<sub>4</sub> Oxidation section in this chapter for a more detailed discussion.

<sup>&</sup>lt;sup>29</sup> Electricity generation is not considered a final end-use sector, because energy is consumed primarily to provide electricity to the other sectors.

 $<sup>^{30}</sup>$  For a more detailed description of the data sources used for the analysis of the transportation end use sector see the Mobile Combustion (excluding  $CO_2$ ) and International Bunker Fuels sections of the Energy chapter, Annex 3.2, and Annex 3.7.

# Uncertainty

For estimates of  $CO_2$  from fossil fuel combustion, the amount of  $CO_2$  emitted is directly related to the amount of fuel consumed, the fraction of the fuel that is oxidized, and the carbon content of the fuel. Therefore, a careful accounting of fossil fuel consumption by fuel type, average carbon contents of fossil fuels consumed, and production of fossil fuel-based products with long-term carbon storage should yield an accurate estimate of  $CO_2$  emissions.

Nevertheless, there are uncertainties in the consumption data, carbon content of fuels and products, and carbon oxidation efficiencies. For example, given the same primary fuel type (e.g., coal, petroleum, or natural gas), the amount of carbon contained in the fuel per unit of useful energy can vary. For the United States, however, the impact of these uncertainties on overall CO<sub>2</sub> emission estimates is believed to be relatively small. See, for example, Marland and Pippin (1990).

The uncertainty analysis was performed by primary fuel type for each end-use sector, using the IPCC-recommended Tier 2 uncertainty estimation methodology, Monte Carlo Stochastic Simulation technique, with @RISK software. For this uncertainty estimation, the inventory estimation model for  $CO_2$  from fossil fuel combustion was integrated with the relevant inventory variables from the inventory estimation model for International Bunker Fuels, to realistically characterize the interaction (or endogenous correlation) between the variables of these two models. A total of 163 input variables were modeled (141 for  $CO_2$  from Fossil Fuel Combustion and 22 for International Bunker Fuels).

In developing the uncertainty estimation model, uniform distribution was assumed for all activity-related input variables and emission factors, based on the SAIC/EIA (2001) report.<sup>31</sup> Triangular distribution was assigned for the oxidization factors (or combustion efficiency). The uncertainty ranges were assigned to the input variables based on the data reported in SAIC/EIA (2001) and on conversations with various agency-personnel.<sup>32</sup>

The uncertainty ranges for the activity-related input variables were typically asymmetric around their inventory estimates; the uncertainty ranges for the emissions factors were symmetric. Bias (or systematic uncertainties) associated with these variables accounted for much of the uncertainties associated with these variables (SAIC/EIA 2001).<sup>33</sup> For purposes of this uncertainty analysis, each input variable was simulated 10,000 times through Monte Carlo Sampling.

The preliminary results of the quantitative uncertainty analysis (see Table 3-10) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions estimate from this source is within the range of approximately 5,528.6 to 5,912.2 Tg  $CO_2$  Eq. (indicating that the actual  $CO_2$  emissions are likely to fall within the range of approximately 1 percent below and 5 percent above the emission estimate of 5,611.0 Tg  $CO_2$  Eq.).

<sup>&</sup>lt;sup>31</sup> SAIC/EIA (2001) characterizes the underlying probability density function for the input variables as a combination of uniform and normal distributions (the former to represent the bias component and the latter to represent the random component). However, for purposes of the current uncertainty analysis, it was determined that uniform distribution was more appropriate to characterize the probability density function underlying each of these variables.

<sup>&</sup>lt;sup>32</sup> In the SAIC/EIA (2001) report, the quantitative uncertainty estimates were developed for each of the three major fossil fuels used within each end-use sector; the variations within the sub-fuel types within each end-use sector were not modeled. However, for purposes of assigning uncertainty estimates to the sub-fuel type categories within each end-use sector in the current uncertainty analysis, SAIC/EIA (2001)-reported uncertainty estimates were extrapolated.

<sup>&</sup>lt;sup>33</sup> Although, in general, random uncertainties are the main focus of statistical uncertainty analysis, when the uncertainty estimates are elicited from experts, their estimates include both random and systematic uncertainties. Hence, both these types of uncertainties are represented in this uncertainty analysis.

Table 3-10: Uncertainty Estimates for CO<sub>2</sub> from Fossil Fuel Combustion by Fuel Type and Sector

	2002 Emission Estimate	• 6						
Fuel/Sector	(Tg CO <sub>2</sub> Eq.)	(Tg	CO <sub>2</sub> Eq.)		(%)			
		<b>Lower Bound</b>	<b>Upper Bound</b>	<b>Lower Bound</b>	<b>Upper Bound</b>			
Coal <sup>b</sup>	2,005.6	1,954.7	2,209.6	-3%	+10%			
Residential	1.1	1.1	1.3	-5%	+16%			
Commercial	9.2	8.7	10.6	-5%	+16%			
Industrial	125.9	123.1	147.8	-2%	+17%			
Transportation	NE	NE	NE	NA	NA			
Electricity Generation	1,868.4	1,808.3	2,061.8	-3%	+10%			
U.S. Territories	0.9	0.8	1.1	-12%	+20%			
Natural Gas <sup>b</sup>	1,195.7	1,186.3	1,256.1	-1%	+5%			
Residential	267.2	260.6	286.9	-2%	+7%			
Commercial	169.4	165.2	181.8	-2%	+7%			
Industrial	423.7	412.1	455.2	-3%	+7%			
Transportation	35.2	34.3	37.7	-2%	+7%			
Electricity Generation	299.1	291.5	315.3	-3%	+5%			
U.S. Territories	1.2	1.1	1.4	-12%	+17%			
Petroleum <sup>b</sup>	2,409.4	2,284.9	2,547.0	-5%	+6%			
Residential	104.7	99.9	110.5	-5%	+6%			
Commercial	52.7	50.5	55.4	-4%	+5%			
Industrial	406.1	352.5	454.1	-13%	+12%			
Transportation	1,729.2	1,624.7	1,855.7	-6%	+7%			
Electric Utilities	72.2	70.4	75.4	-2%	+4%			
U.S. Territories	44.4	41.4	49.3	-7%	+11%			
Total (excluding	5,610.6	5,528.3	5,912.2	-1%	+5%			
Geothermal) <sup>b</sup>								
Geothermal	0.3	NE	NE	NE	NE			
Total (including Geothermal) <sup>b,c</sup>	5,611.0	5,528.6	5,912.6	-1%	+5%			

NA (Not Applicable)

NE (Not Estimated)

Notes:

Although statistics of total fossil fuel and other energy consumption are relatively accurate, the allocation of this consumption to individual end-use sectors (i.e., residential, commercial, industrial, and transportation) is less certain. For example, for some fuels the sectoral allocations are based on price rates (i.e., tariffs), but a commercial establishment may be able to negotiate an industrial rate or a small industrial establishment may end up paying an industrial rate, leading to a misallocation of emissions. Also, the deregulation of the natural gas industry and the more recent deregulation of the electric power industry have likely led to some minor problems in collecting accurate energy statistics as firms in these industries have undergone significant restructuring.

Non-energy uses of fuel can add complexity because the carbon might not be emitted to the atmosphere (e.g., plastics, asphalt, etc.) or might be emitted at a delayed rate. This report makes assumptions about the proportions of fuels used in these non-energy production processes that result in the sequestration of carbon. Additionally, inefficiencies in the combustion process, which can result in ash or soot remaining unoxidized for long periods, were also assumed. These factors all contribute to the uncertainty in the  $CO_2$  estimates. More detailed discussions on the uncertainties associated with Carbon Stored in Products from Non-Energy Uses of Fossil Fuels can be found within that section of this chapter.

<sup>&</sup>lt;sup>a</sup>Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval

<sup>&</sup>lt;sup>b</sup>The low and high estimates for total emissions were calculated separately through simulations and, hence, the low and high emission estimates for the sub-source categories do not sum to total emissions.

<sup>&</sup>lt;sup>c</sup> Geothermal emissions added for reporting purposes, but an uncertainty analysis was not performed for CO<sub>2</sub> emissions from geothermal production.

Various uncertainties surround the estimation of emissions from international bunker fuels, which are subtracted from U.S. totals (see the detailed discussions on these uncertainties provided in the International Bunker Fuels section of this chapter). Another source of uncertainty is fuel consumption by U.S. territories. The United States does not collect energy statistics for its territories at the same level of detail as for the fifty states and the District of Columbia. Therefore, estimating both emissions and bunker fuel consumption by these territories is difficult.

For Table 3-7, uncertainties also exist as to the data used to allocate CO<sub>2</sub> emissions from the transportation end-use sector to individual vehicle types and transport modes. In many cases, bottom-up estimates of fuel consumption by vehicle type do not match aggregate fuel-type estimates from EIA. Further research is planned to improve the allocation into detailed transportation end-use sector emissions. In particular, residual fuel consumption data for marine vessels are highly uncertain, as shown by the large fluctuations in emissions.

## QA/QC and Verification

A source-specific QA/QC plan for CO<sub>2</sub> from fossil fuel combustion was developed and implemented. This effort included a Tier 1 analysis, as well as portions of a Tier 2 analysis. The Tier 2 procedures that were implemented involved checks specifically focusing on the activity data and methodology used for estimating CO<sub>2</sub> emissions from fossil fuel combustion in the United States. Emission totals for the different sectors and fuels were compared and trends were investigated to determine whether any corrective actions were needed. Minor corrective actions were taken.

#### Recalculations Discussion

In previous inventories, a single annually variable carbon content coefficient for LPG was used. This factor was comprised of the carbon content of each type of LPG, weighted by the proportion that each was consumed. For the current inventory, two series of weighted-average carbon content for LPG are used: one for fuel use only, and one for non-fuel use in the industrial sector.

Emissions from industrial coal are now adjusted to account for carbon exported as CO<sub>2</sub> to Canada. This CO<sub>2</sub> is a byproduct of synthetic natural gas production through the gasification of industrial coal.

The previously static feedstock storage factor is now annually variable, based on a revised methodology that is described in the Recalculations discussion of the "Carbon Stored in Products from Non-Energy Uses of Fossil Fuels."

The Energy Information Administration (EIA 2003a) updated energy consumption data for all years. The major changes include: (1) revisions to U.S. territories' petroleum use data for 1995 through 2001; (2) inclusion of an additional fuel category—commercial petroleum coke; and (3) revisions to historical data per extensive review and resolution of anomalies by EIA (e.g., distillate fuel use in all sectors). These revisions specifically impacted the residential, commercial, and industrial petroleum estimates.

The combination of the methodological and historical data changes, as well as changes in the estimates of Carbon Stored in Products from Non-Energy Uses of Fossil Fuels and International Bunker Fuels (which affect emissions from this source), resulted in an average annual decrease of 12.3 Tg CO<sub>2</sub> Eq. (0.2 percent) in CO<sub>2</sub> emissions for the period 1990 through 2001.

#### Planned Improvements

Several items are being evaluated to improve the estimates of CO<sub>2</sub> emissions from fossil fuel combustion and to reduce uncertainty:

 Currently in the emission calculation spreadsheets, carbon from bunker fuels and carbon stored by fuels is subtracted from energy-fuel-use carbon. This calculation will be revised in order to subtract out bunker and non-energy fuel use at the consumption step, allowing for clearer and more transparent emission calculations.

- Currently, the IPCC guidelines recommend a default factor of 0.99 to represent the fraction of carbon in fossil fuels that is oxidized to CO<sub>2</sub> during the fuel combustion of petroleum, though national experts are encouraged to improve upon this assumption if better data is available. As a result, carbon mass balances for light-duty gasoline cars and trucks have been analyzed to assess what would be the most appropriate carbon oxidation fraction for these vehicles. The analysis, currently under peer review, suggests that the amount of unoxidized carbon is insignificant compared to the gaseous carbon fraction, and that 1.00 should be used to represent the oxidized carbon fraction in future inventories for gasoline fueled light-duty vehicles. Upon further peer review, the revised factor is expected to be used in future inventories. A further examination into diesel fueled vehicles is also planned.
- The 0.99 oxidation factor for coal will be further investigated in order to verify or revise this value.
- Efforts will be taken to work with EIA and other agencies to improve the quality of the U.S. territories data.

These improvements are not all-inclusive, but are part of an ongoing analysis and efforts to continually improve the CO<sub>2</sub> from fossil fuel combustion estimates.

# 3.2. Carbon Stored in Products from Non-Energy Uses of Fossil Fuels (IPCC Source Category 1A)

In addition to being combusted for energy, fossil fuels are also consumed for non-energy uses (NEU). The types of fuels consumed in non-energy uses are listed in Table 3-11. These fuels are used in the industrial and transportation end-use sectors and are quite diverse, including natural gas, liquid petroleum gases (LPG), asphalt (a viscous liquid mixture of heavy crude oil distillates), petroleum coke (manufactured from heavy oil), and coal coke (manufactured from coking coal.) The non-energy fuel uses are equally diverse, and include application as solvents, lubricants, and waxes, or as raw materials in the manufacture of plastics, rubber, synthetic fibers, and fertilizers.

Carbon dioxide emissions arise from non-energy uses via several pathways. Emissions may occur during the manufacture of a product, as is the case in producing plastics or rubber from fuel-derived feedstocks. Additionally, emissions may occur during the product's lifetime, such as during solvent use. Overall, throughout the time series, more than 64 percent of the total carbon consumed for non-energy purposes is stored in products, and not released to the atmosphere. However, some of the products release CO<sub>2</sub> at the end of their commercial life when they are disposed. These emissions are covered separately in this chapter in the Waste Combustion section.

There is some overlap between fossil fuels consumed for non-energy uses and the fossil-derived  $CO_2$  emissions accounted for in the Industrial Processes chapter. To avoid double-counting, the "raw" non-energy fuel consumption data reported by EIA are adjusted to account for these overlaps, as shown in Table 3-11. In 2002, fossil fuel consumption for non-energy uses constituted 7 percent (5,629 TBtu) of overall fossil fuel consumption, approximately the same proportion as in 1990. There are also net exports of petrochemicals that are not completely accounted for in the EIA data, and these affect the total carbon content of non-energy fuels; the effects of these adjustments are also shown in the table. In 2002, the adjusted carbon content of fuels consumed for non-energy uses was approximately 103.4 Tg C, an increase of 24 percent since 1990. About 71.1 Tg of this carbon was stored, while the remaining 34.9 Tg C was emitted. The proportion of carbon emitted has remained the same since 1990, at about 31 to 35 percent of total non-energy consumption (see Table 3-12).

Table 3-11: 2002 Non-Energy Use (NEU) Fossil Fuel Consumption, Storage, and Emissions

Sector/Fuel Type	Consump-	Carb	on Content	Storage	Carbon	Carbon	Carbon
• •	tion (TBtu)		(Tg C)		Stored	Stored	<b>Emissions</b>
	Total	Total	<b>Adjusted</b> <sup>a</sup>		(Tg C)	(Tg CO <sub>2</sub> Eq.)	(Tg C)
Industry	5,318.0	99.8	97.2		70.5	258.4	29.3
Industrial Coking Coal	0.3	0.0	0.0	0.75	0.0	0.0	0.0
Natural Gas to Chemical Plants	339.2	4.9	4.6	0.67	3.1	11.5	1.8
Asphalt & Road Oil	1,240.0	25.6	25.6	1.00	25.6	93.7	0.0
LPG	1,690.6	28.4	27.1	0.67	18.2	66.8	10.2
Lubricants	171.9	3.5	3.5	0.09	0.3	1.2	3.2
Pentanes Plus	171.4	3.1	3.0	0.67	2.0	7.4	1.1
Petrochemical Feedstocks							
Naphtha (<401 deg. F)	569.3	10.3	9.9	0.67	6.6	24.4	3.7
Other Oil (>401 deg. F)	617.6	12.3	11.8	0.67	8.0	29.2	4.4
Still Gas	30.3	0.5	0.5	0.80	0.4	1.6	0.1
Petroleum Coke	156.6	4.4	4.4	0.50	2.2	8.0	2.2
Special Naphtha	100.1	2.0	2.0	0.00	0.0	0.0	2.0
Distillate Fuel Oil	11.7	0.2	0.2	0.50	0.1	0.4	0.1
Residual Fuel	56.6	1.2	1.2	0.50	0.6	2.2	0.6
Waxes	31.4	0.6	0.6	1.00	0.6	2.3	0.0
Miscellaneous Products	131.1	2.7	2.7	1.00	2.7	9.7	0.0
Transportation	162.4	3.3	3.3		0.3	1.1	3.0
Lubricants	162.4	3.3	3.3	0.09	0.3	1.1	3.0
U.S. Territories	148.3	3.0	3.0		0.3	1.1	2.7
Lubricants	2.4	0.0	0.0	0.09	0.0	0.0	0.0
Other Petroleum (Misc. Prod.)	146.0	2.9	2.9	0.10	0.3	1.1	2.6
Total	5,628.7	106.0	103.4		71.1	260.6	34.9

<sup>&</sup>lt;sup>a</sup> To avoid double-counting, coal coke, petroleum coke, and natural gas consumption are adjusted for industrial process consumption addressed in the Industrial Process chapter. Natural gas, LPG, Pentanes Plus, Naphthas, and Other Oils are adjusted to account for exports of chemical intermediates derived from these fuels.

Note: Totals may not sum due to independent rounding.

Table 3-12: Storage and Emissions from NEU Fossil Fuel Consumption (Tg CO<sub>2</sub> Eq.)

					I	0 2 1	,	
Variable	1990	1996	1997	1998	1999	2000	2001	2002
Potential Emissions	304.8	349.3	360.8	387.8	403.5	379.8	374.4	379.2
Carbon Stored	199.3	241.2	246.8	260.1	271.2	259.0	257.1	260.6
Emissions	105.5	108.1	114.0	127.7	132.3	120.8	117.3	128.1

# Methodology

The first step in estimating carbon stored in products was to determine the aggregate quantity of fossil fuels consumed for non-energy uses. The carbon content of these feedstock fuels is equivalent to potential emissions, or the product of consumption and the fuel-specific carbon content values. Both the non-energy fuel consumption and carbon content data were supplied by the EIA (2003) (see Annex 2.1). Consumption of natural gas, LPG, pentanes plus, naphthas, and other oils were adjusted to account for net exports of these products that are not reflected in the

<sup>-</sup> Not applicable.

raw data from EIA. Consumption values for industrial coking coal, petroleum coke, and natural gas in Table 3-11 were adjusted to subtract non-energy uses that are addressed in the Industrial Process chapter.<sup>34</sup>

For the remaining non-energy uses, the amount of carbon stored was estimated by multiplying the potential emissions by a storage factor. For several fuel types—such as petrochemical feedstocks, LPG, pentanes plus, natural gas for non-fertilizer uses, asphalt and road oil, and lubricants—U.S. data on carbon stocks and flows were used to develop carbon storage factors, calculated as the ratio of (a) the carbon stored by the fuel's non-energy products to (b) the total carbon content of the fuel consumed. A lifecycle approach was used in the development of these factors in order to account for losses in the production process and during use. Because losses associated with municipal solid waste management are handled separately in this chapter under Waste Combustion, the storage factors do not account for losses at the disposal end of the life cycle. For the other fuel types, the storage factors were taken directly from the IPCC *Guidelines for National Greenhouse Gas Inventories*, which in turn draws from Marland and Rotty (1984).

Lastly, emissions were estimated by subtracting the carbon stored from the potential emissions. More detail on the methodology for calculating storage and emissions from each of these sources is provided in Annex 2.3.

Where storage factors were calculated specifically for the United States, data were obtained on fuel products such as asphalt, plastics, synthetic rubber, synthetic fibers, carbon black, personal cleansers, pesticides, and solvents, and industrial releases including VOC, solvent, and non-combustion CO emissions, TRI releases, refinery wastewater, hazardous waste incineration, and energy recovery. Data were taken from a variety of industry sources, government reports, and expert communications. Sources include EPA's compilations of air emission factors (EPA 1995, 2001), National Air Quality and Emissions Trends Report data (EPA 2002a), Toxics Release Inventory, 1998 (2000b), Biennial Reporting System data (EPA 2000a), pesticide sales and use estimates (EPA 1998, 1999, 2002b) and hazardous waste data (EPA 2000a); the EIA Manufacturer's Energy Consumption Survey (MECS) (EIA 1994, 1997, 2001b); the National Petrochemical & Refiners Association (NPRA 2001); the National Asphalt Pavement Association (Connolly 2000); the Emissions Inventory Improvement Program (EIIP 1998, 1999); the U.S. Bureau of the Census (1999, 2003); the American Plastics Council (APC 2000, 2001, 2003; Eldredge-Roebuck 2000); the Society of the Plastics Industry (SPI 2000); the Rubber Manufacturers' Association (RMA 2002; STMC 2003); the International Institute of Synthetic Rubber Products (IISRP 2000); the Fiber Economics Bureau (FEB 2001); the American Chemistry Council (ACC 2002, 2003); Material Safety Data Sheets (Miller 1999); the Chemical Manufacturer's Association (CMA 1999); and the International Carbon Black Association (ICBA) (Johnson 2003). Specific data sources are listed in full detail in Annex 2.3.

## Uncertainty

A Tier 2 Monte Carlo analysis was performed using @RISK software to determine the level of uncertainty surrounding the estimates of the feedstocks carbon storage factor and the quantity of carbon stored in feedstocks in 2002. The Tier 2 analysis was performed to allow the specification of probability density functions for key variables, within a computational structure that mirrors the calculation of the inventory estimate.

As noted above, the non-energy use analysis is based on national storage factors for (1) feedstock materials (natural gas, LPG, pentanes plus, naphthas, and other oils), (2) asphalt, and (3) lubricants. For the remaining fuel types, the storage factors were taken directly from the IPCC *Guidelines for National Greenhouse Gas Inventories*. To characterize uncertainty, four separate analyses were conducted, corresponding to each of the four categories. In all cases, statistical analyses or expert judgments of uncertainty were not available directly from the information sources for the activity variables; thus, uncertainty estimates were determined using assumptions based on source category knowledge. The uncertainty analyses reported here represent an initial attempt to define and structure the uncertainty analysis.

<sup>&</sup>lt;sup>34</sup> These source categories include Iron and Steel Production, Ammonia Manufacture, Titanium Dioxide Production, Ferroalloy Production, and Aluminum Production.

The preliminary results of the uncertainty analyses are summarized in Table 3-13. For both carbon storage and storage factor, across the four non-energy use components the greatest uncertainty (in terms of the largest standard deviation) is associated with the "other" category (i.e., those fuels for which default IPCC storage factors are used). The lubricants storage factor also exhibits high uncertainty, but as the total carbon in this use category is small relative to the other categories, the standard deviation of carbon stored is relatively small (0.2 Tg C).

The feedstocks category—the largest use category in terms of total carbon flows—appears to have tight confidence limits. This is due, in part, to the way the analysis was structured. As discussed in Annex 2.3, the storage factor for feedstocks is based on an analysis of six fates that result in long-term storage (e.g., plastics production), and nine that result in emissions (e.g., volatile organic compound emissions). Rather than modeling the total uncertainty around all 15 of these fate processes, the current analysis addresses only the storage fates, and assumes that all carbon that is not stored is emitted. As the production statistics that drive the storage values are relatively well-characterized, this approach yields a result that is probably biased toward understating uncertainty.

Table 3-13: Quantitative Uncertainty Estimates for Carbon Stored in Products (Tg C) and Carbon Storage Factor (Percent)

Source	2002 Estimate (Tg C)	Uncertainty I	_		Emission Estimate <sup>a</sup>		
		Lower Bound	Upper Bound	Lower Bound	Upper Bound		
Carbon Stored (Tg)	71.2	66.2	79.1	-7%	+11%		
Feedstocks	38.1	36.9	40.6	-3%	+6%		
Asphalt	25.6	24.2	27.2	-5%	+6%		
Lubricants	0.6	0.4	1.2	-40%	+83%		
Other	6.9	4.5	10.1	-34%	+46%		
Storage Factor (%)							
Feedstocks	67%	66%	69%	-2%	+3%		
Asphalt	100%	98%	100%	-2%	-0.4%		
Lubricants	9%	5%	17%	-44%	+89%		
Other	48%	31%	68%	-35%	+42%		

<sup>&</sup>lt;sup>a</sup>Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

As is the case with the other uncertainty analyses discussed throughout this document, the uncertainty results above address only those factors that can be readily quantified. More details on the uncertainty analysis are provided in Annex 2.3.

#### QA/QC and Verification

A source-specific QA/QC plan for non-energy uses of fossil fuels was developed and implemented. This effort included a Tier 1 analysis, as well as portions of a Tier 2 analysis for non-energy uses involving petrochemical feedstocks. The Tier 2 procedures that were implemented involved checks specifically focusing on the activity data and methodology for estimating the fate of carbon (in terms of storage and emissions) across the various end-uses of fossil carbon. Emission and storage totals for the different subcategories were compared, and trends across the time series were carefully analyzed to determine whether any corrective actions were needed. Corrective actions were taken to rectify minor errors and to improve the transparency of the calculations, facilitating future QA/QC.

#### **Recalculations Discussion**

The methodology for calculating petrochemical feedstock storage factors has been revised in several ways. First, the calculations have been updated to estimate an annual storage factor, rather than the single factor estimated for 1998 and applied to all years in the time series. This modification involved the addition or revision of historical data in the sub-categories of plastics, synthetic rubber, synthetic fibers, carbon black, non-combustion CO, VOCs, solvents, pesticides, energy recovery, and hazardous waste incineration. Additionally, the net import/export adjustment factors have been updated to be more comprehensive and include more petrochemical-based

commodities. Together these methodological and data changes resulted in an average annual storage factor that is 0.03 higher than the previous factor; this represents a 5 percent increase in value.

# Planned Improvements

The storage of carbon in products from non-energy uses of fossil fuels has been thoroughly studied, but there are still several improvements planned for the future:

- Collecting additional information on energy recovery from Manufacturing Energy Consumption Surveys. An effort is planned to carefully examine the "microdata" from these surveys to determine the nature and quantity of materials initially identified as being destined for "non-energy use" that are actually combusted for energy recovery.
- Modifying the calculations for rubber consumption. The current analysis includes only annual rubber disposed in the form of scrap tires. A future analysis would consider and quantify: (1) the quantity of rubber (comprising about 0.5 Tg C annually) consumed in durable and non-durable goods other than tires, (2) the rubber consumed to produce tires which wears off by the time the tire is disposed, and (3) the quantities of organic components of the tire (fillers, antiozonant) not currently included in the mass balance.
- Improving the estimate of domestic plastic consumption. The consumption data for some of the plastic resins in the dataset include consumption in Canada and Mexico. This is likely to be one of the primary reasons that carbon outputs (storage plus emissions) exceed inputs (feedstock consumption) for most years in the feedstocks mass balance (see Annex 2.3 for details). Improved data on U.S. (rather than North American) consumption for those resins would help to improve the accuracy of this estimate.
- Better characterize flows of fossil carbon. Additional "fates" may be researched, including: the fossil
  carbon load in organic chemical wastewaters; an expanded import and export analysis (i.e., evaluating
  additional commodities); and improving the characterization of cleansers (to exclude any potential
  biogenic carbon sources).

Finally, although U.S.-specific storage factors have been developed for feedstocks, asphalt, and lubricants, default values from IPCC are still used for many of the non-energy fuel types (e.g., industrial coking coal, distillate oil, residual oil). Over the long term, there are plans to improve these storage factors by conducting analyses of carbon fate similar to those described in Annex 2.3.

# 3.3. Stationary Combustion (excluding CO<sub>2</sub>) (IPCC Source Category 1A)

Stationary combustion encompasses all fuel combustion activities except those related to transportation (i.e., mobile combustion). Other than  $CO_2$ , which was addressed in the previous section, gases from stationary combustion include the greenhouse gases  $CH_4$  and  $N_2O$  and the ambient air pollutants  $NO_x$ , CO, and  $NMVOCs.^{35}$  Emissions of these gases from stationary combustion sources depend upon fuel characteristics, size and vintage, along with combustion technology, pollution control equipment, and ambient environmental conditions. Emissions also vary with operation and maintenance practices.

Nitrous oxide and  $NO_x$  emissions from stationary combustion are closely related to air-fuel mixes and combustion temperatures, as well as the characteristics of any pollution control equipment that is employed. Carbon monoxide emissions from stationary combustion are generally a function of the efficiency of combustion; they are highest

<sup>&</sup>lt;sup>35</sup> Sulfur dioxide (SO<sub>2</sub>) emissions from stationary combustion are addressed in Annex 6.3.

when less oxygen is present in the air-fuel mixture than is necessary for complete combustion. These conditions are most likely to occur during start-up, shutdown and during fuel switching (e.g., the switching of coal grades at a coal-burning electric utility plant). Methane and NMVOC emissions from stationary combustion are primarily a function of the CH<sub>4</sub> and NMVOC content of the fuel and combustion efficiency.

Emissions of  $CH_4$  decreased 16 percent overall from 8.2 Tg  $CO_2$  Eq. (391 Gg) in 1990 to 6.9 Tg  $CO_2$  Eq. (328 Gg) in 2002. This decrease in  $CH_4$  emissions was primarily due to lower wood consumption in the residential sector. Conversely,  $N_2O$  emissions rose 11 percent since 1990 to 14.0 Tg  $CO_2$  Eq. (45 Gg) in 2002. The largest source of  $N_2O$  emissions was coal combustion by electricity generators, which alone accounted for 62 percent of total  $N_2O$  emissions from stationary combustion in 2002. Overall, however, stationary combustion is a small source of  $CH_4$  and  $N_2O$  in the United States.

In contrast, stationary combustion was a significant source of  $NO_x$  emissions, but a smaller source of CO and NMVOCs. In 2002, emissions of  $NO_x$  from stationary combustion represented 38 percent of national  $NO_x$  emissions, while CO and NMVOC emissions from stationary combustion contributed approximately 4 and 8 percent, respectively, to the national totals. From 1990 to 2002, emissions of  $NO_x$  and CO from stationary combustion decreased by 24 and 21 percent, respectively, and emissions of NMVOCs increased by 26 percent.

The decrease in  $NO_x$  emissions from 1990 to 2002 are mainly due to decreased emissions from electricity generation. The decrease in CO and increase in NMVOC emissions over this time period can largely be attributed to apparent changes in residential wood use, which is the most significant source of these pollutants from stationary combustion. Table 3-14 through Table 3-17 provide  $CH_4$  and  $N_2O$  emission estimates from stationary combustion by sector and fuel type. Estimates of  $NO_x$ , CO, and NMVOC emissions in 2002 are given in Table 3-18.<sup>36</sup>

Table 3-14: CH<sub>4</sub> Emissions from Stationary Combustion (Tg CO<sub>2</sub> Eq.)

Sector/Fuel Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Electricity Generation</b>	0.6	0.6	0.6	0.7	0.7	0.7	0.7	0.7
Coal	0.3	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Fuel Oil	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Natural gas	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Wood	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Industrial	2.2	2.5	2.6	2.4	2.4	2.4	2.2	2.2
Coal	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Fuel Oil	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Natural gas	0.8	1.0	1.0	0.9	0.9	0.9	0.9	0.8
Wood	0.9	1.1	1.1	1.0	1.0	1.0	0.9	1.0
Commercial	0.8	0.8	0.8	0.8	0.8	0.9	0.8	0.8
Coal	+	+	+	+	+	+	+	+
Fuel Oil	0.2	0.2	0.1	0.1	0.1	0.2	0.2	0.2
Natural gas	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Wood	0.2	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Residential	4.6	4.7	3.7	3.3	3.5	3.7	3.5	3.1
Coal	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Fuel Oil	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Natural Gas	0.5	0.6	0.5	0.5	0.5	0.5	0.5	0.5
Wood	3.7	3.8	2.7	2.4	2.6	2.7	2.6	2.2
U.S. Territories	+	0.1	0.1	0.1	0.1	0.1	+	0.1
Coal	+	+	+	+	+	+	+	+
Fuel Oil	+	0.1	0.1	0.1	0.1	+	+	0.1

<sup>&</sup>lt;sup>36</sup> See Annex 3.1 for a complete time series of ambient air pollutant emission estimates for 1990 through 2002.

Total	8.2	8.8	7.8	7.2	7.5	7.7	7.2	6.9
Wood	+	+	+	+	+	+	+	+
Natural Gas	+	+	+	+	+	+	+	+

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

Note: Totals may not sum due to independent rounding.

Table 3-15: N<sub>2</sub>O Emissions from Stationary Combustion (Tg CO<sub>2</sub> Eq.)

Sector/Fuel Type	1990	1996		1998	1999	2000	2001	2002
<b>Electricity Generation</b>	7.6	8.5	8.7	8.9	8.9	9.3	9.1	9.2
Coal	7.1	8.0	8.2	8.4	8.4	8.8	8.5	8.7
Fuel Oil	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Natural Gas	0.1	0.1	0.1	0.1	0.2	0.2	0.2	0.2
Wood	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Industrial	3.5	3.8	3.9	3.6	3.6	3.6	3.4	3.5
Coal	0.7	0.7	0.7	0.6	0.6	0.6	0.6	0.6
Fuel Oil	0.7	0.8	0.8	0.7	0.7	0.7	0.8	0.8
Natural Gas	0.2	0.3	0.3	0.3	0.3	0.3	0.3	0.2
Wood	1.8	2.1	2.2	2.0	2.0	2.0	1.8	1.9
Commercial	0.4	0.4	0.4	0.3	0.3	0.3	0.3	0.3
Coal	0.1	0.1	0.1	+	+	+	+	+
Fuel Oil	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Natural Gas	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Wood	+	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Residential	1.1	1.2	1.0	0.9	0.9	1.0	1.0	0.9
Coal	+	-	+	+	+	+	+	+
Fuel Oil	0.3	0.3	0.3	0.2	0.3	0.3	0.3	0.3
Natural Gas	0.1	0.2	0.2	0.1	0.2	0.2	0.2	0.2
Wood	0.7	0.7	0.5	0.5	0.5	0.5	0.5	0.4
U.S. Territories	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Coal	+	-	+	+	+	+	+	+
Fuel Oil	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Natural Gas	+	-	+	+	+	+	+	+
Wood	+	-	+	+	+	+	+	+
Total	12.6	13.9	14.0	13.8	13.9	14.4	13.9	14.0

<sup>+</sup> Does not exceed 0.05 Tg  $\overline{\text{CO}_2}$  Eq.

Note: Totals may not sum due to independent rounding.

Table 3-16: CH<sub>4</sub> Emissions from Stationary Combustion (Gg)

Sector/Fuel Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Electricity Generation</b>	27	29	30	32	32	33	33	32
Coal	16	18	19	19	19	20	20	20
Fuel Oil	4	2	3	4	4	3	4	3
Natural Gas	3	4	4	5	5	5	5	6
Wood	4	4	4	4	4	4	4	4
Industrial	107	121	122	115	114	115	106	107
Coal	16	15	16	15	14	14	14	14
Fuel Oil	8	8	8	8	8	8	9	8
Natural Gas	39	46	46	45	43	44	41	40
Wood	43	51	52	48	49	49	43	45
Commercial	36	40	40	38	39	41	36	37
Coal	1	1	1	1	1	1	1	1
Fuel Oil	10	8	7	7	7	8	7	7
Natural Gas	14	16	17	16	16	17	16	16
Wood	12	15	15	14	16	16	12	12

Residential	219	226	175	157	168	175	166	149
Coal	8	5	5	4	4	4	4	4
Fuel Oil	14	15	14	13	15	16	15	15
Natural Gas	23	27	26	23	24	26	25	25
Wood	175	179	130	116	124	130	122	105
U.S. Territories	2	2	2	2	2	2	2	2
Coal	+	+	+	+	+	+	+	+
Fuel Oil	2	2	2	2	2	2	2	2
Natural Gas	+	+	+	+	+	+	+	+
Wood	+	+	+	+	+	+	+	+
Total	391	418	369	344	355	367	344	328

+ Does not exceed 0.5 Gg

Note: Totals may not sum due to independent rounding.

Table 3-17: N<sub>2</sub>O Emissions from Stationary Combustion (Gg)

Sector/Fuel Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Electricity Generation</b>	24	27	28	29	29	30	29	30
Coal	23	26	27	27	27	28	27	28
Fuel Oil	1	+	1	1	1	1	1	1
Natural Gas	+	+	+	+	+	1	1	1
Wood	1	1	1	1	1	1	1	1
Industrial	11	12	13	12	12	12	11	11
Coal	2	2	2	2	2	2	2	2
Fuel Oil	2	2	2	2	2	2	3	3
Natural Gas	1	1	1	1	1	1	1	1
Wood	6	7	7	6	6	7	6	6
Commercial	1	1	1	1	1	1	1	1
Coal	+	+	+	+	+	+	+	+
Fuel Oil	1	+	+	+	+	+	+	+
Natural Gas	+	+	+	+	+	+	+	+
Wood	+	+	+	+	+	+	+	+
Residential	4	4	3	3	3	3	3	3
Coal	+	+	+	+	+	+	+	+
Fuel Oil	1	1	1	1	1	1	1	1
Natural Gas	+	1	1	+	+	1	+	1
Wood	2	2	2	2	2	2	2	1
U.S. Territories	+	+	+	+	+	+	+	+
Coal	+	+	+	+	+	+	+	+
Fuel Oil	+	+	+	+	+	+	+	+
Natural Gas	+	+	+	+	+	+	+	+
Wood	+	+	+	+	+	+	+	+
Total	41	45	45	45	45	47	45	45

+ Does not exceed 0.5 Gg

Note: Totals may not sum due to independent rounding.

Table 3-18: NO<sub>x</sub>, CO, and NMVOC Emissions from Stationary Combustion in 2002 (Gg)

Sector/Fuel Type	$NO_x$	CO	NMVOC
<b>Electric Generation</b>	4,091	486	57
Coal	3,480	244	27
Fuel Oil	136	31	5
Natural gas	304	102	13
Wood	34	NA	NA
Other Fuels <sup>a</sup>	NA	36	2
Internal Combustion	137	74	11

Industrial	2,491	1,107	152
Coal	516	122	10
Fuel Oil	153	44	8
Natural gas	911	356	52
Wood	NA	NA	NA
Other Fuels <sup>a</sup>	115	313	28
Internal Combustion	795	272	54
Commercial/Institutional	371	133	40
Coal	27	11	1
Fuel Oil	69	15	4
Natural gas	218	71	16
Wood	NA	NA	NA
Other Fuels <sup>a</sup>	56	36	19
Residential	589	2,235	898
Coal <sup>b</sup>	NA	NA	NA
Fuel Oil <sup>b</sup>	NA	NA	NA
Natural Gas <sup>b</sup>	NA	NA	NA
Wood	29	2,046	869
Other Fuels	560	189	29
Total	7,542	3,961	1,147

NA (Not Available)

Note: Totals may not sum due to independent rounding. See Annex 3.1 for emissions in 1990 through 2002.

# Methodology

Methane and  $N_2O$  emissions were estimated by multiplying fossil fuel and wood consumption data by emission factors (by sector and fuel type). National coal, natural gas, fuel oil, and wood consumption data were grouped by sector: industrial, commercial, residential, electricity generation, and U.S. territories. For the CH<sub>4</sub> and  $N_2O$  estimates, fuel consumption data for the United States were obtained from EIA's *Monthly Energy Review* and unpublished supplemental tables on petroleum product detail (EIA 2003). Because the United States does not include territories in its national energy statistics, fuel consumption data for territories were provided separately by the EIA.<sup>37</sup> Estimates for wood biomass consumption for fuel combustion do not include wood wastes, liquors, municipal solid waste, tires, etc. that are reported as biomass by EIA. Emission factors for the four end-use sectors were provided by the *Revised 1996 IPCC Guidelines for National Greenhouse Gas Inventories* (IPCC/UNEP/OECD/IEA 1997). U.S. territories' emission factors were estimated using the U.S. emission factors for the primary sector in which each fuel was combusted.

Emissions estimates for  $NO_x$ , CO, and NMVOCs in this section were obtained from preliminary data (EPA 2003), which, in its final iteration, will be published on the National Emission Inventory (NEI) Air Pollutant Emission Trends web site. The major categories included in this section are those used in EPA (2003): coal, fuel oil, natural gas, wood, other fuels (including LPG, coke, coke oven gas, and others), and stationary internal combustion. The EPA estimates emissions of  $NO_x$ , CO, and NMVOCs by sector and fuel source using a "bottom-up" estimating procedure. In other words, emissions were calculated either for individual sources (e.g., industrial boilers) or for multiple sources combined, using basic activity data as indicators of emissions. Depending on the source category, these basic activity data may include fuel consumption, fuel deliveries, tons of refuse burned, raw material processed, etc.

<sup>&</sup>lt;sup>a</sup> Includes LPG, waste oil, coke oven gas, and coke (EPA 2003).

<sup>&</sup>lt;sup>b</sup> Coal, fuel oil, and natural gas emissions are included in "Other Fuels" (EPA 2003).

 $<sup>^{37}</sup>$  U.S. territories data also include combustion from mobile activities because data to allocate territories' energy use were unavailable. For this reason, CH<sub>4</sub> and N<sub>2</sub>O emissions from combustion by U.S. territories are only included in the stationary combustion totals.

The overall emission control efficiency of a source category was derived from published reports, the 1985 National Acid Precipitation and Assessment Program (NAPAP) emissions inventory, and other EPA databases. The U.S. approach for estimating emissions of NO<sub>x</sub>, CO, and NMVOCs from stationary combustion, as described above, is consistent with the methodology recommended by the IPCC (IPCC/UNEP/OECD/IEA 1997).

More detailed information on the methodology for calculating emissions from stationary combustion, including emission factors and activity data, is provided in Annex 3.1.

## Uncertainty

Methane emission estimates from stationary sources exhibit high uncertainty, primarily due to difficulties in calculating emissions from wood combustion (i.e., fireplaces and wood stoves). The estimates of  $CH_4$  and  $N_2O$  emissions presented are based on broad indicators of emissions (i.e., fuel use multiplied by an aggregate emission factor for different sectors), rather than specific emission processes (i.e., by combustion technology and type of emission control).

An uncertainty analysis was performed by primary fuel type for each end-use sector, using the IPCC-recommended Tier 2 uncertainty estimation methodology, Monte Carlo Stochastic Simulation technique, with @RISK software.

The uncertainty estimation model for this source category was developed by integrating the  $CH_4$  and  $N_2O$  stationary source inventory estimation models with the model for  $CO_2$  from fossil fuel combustion to realistically characterize the interaction (or endogenous correlation) between the variables of these three models. A total of 83 input variables were simulated for the uncertainty analysis of this source category (58 from the  $CO_2$  emissions from fossil fuel combustion inventory estimation model and 25 from the stationary source inventory models).

In developing the uncertainty estimation model, uniform distribution was assumed for all activity-related input variables and  $N_2O$  emission factors, based on the SAIC/EIA (2001) report.<sup>38</sup> For these variables, the uncertainty ranges were assigned to the input variables based on the data reported in SAIC/EIA (2001).<sup>39</sup> However, the CH<sub>4</sub> emission factors differ from those used by EIA. Since these factors were obtained from IPCC/UNEP/OECD/IEA (1997), uncertainty ranges were assigned based on IPCC default uncertainty estimates (IPCC Good Practice Guidance 2000).

The uncertainty ranges for the activity-related input variables and  $N_2O$  emission factors were typically asymmetric around their inventory estimates. The uncertainty ranges for the non-biomass-related  $CH_4$  emission factors were symmetric around their inventory estimates; for biomass, they were asymmetric around their emission factor estimates. Bias (or systematic uncertainties) associated with these variables accounted for much of the uncertainty associated with the activity data and  $N_2O$  emission factor variables. For purposes of this uncertainty analysis, each input variable was simulated 10,000 times through Monte Carlo sampling.

<sup>&</sup>lt;sup>38</sup> SAIC/EIA(2001) characterizes the underlying probability density function for the input variables as a combination of uniform and normal distributions (the former distribution to represent the bias component and the latter to represent the random component). However, for purposes of the current uncertainty analysis, it was determined that uniform distribution was more appropriate to characterize the probability density function underlying each of these variables.

<sup>&</sup>lt;sup>39</sup> In the SAIC/EIA (2001) report, the quantitative uncertainty estimates were developed for each of the three major fossil fuels used within each end-use sector; the variations within the sub-fuel types within each end-use sector were not modeled. However, for purposes of assigning uncertainty estimates to the sub-fuel type categories within each end-use sector in the current uncertainty analysis, SAIC/EIA (2001)-reported uncertainty estimates were extrapolated.

<sup>&</sup>lt;sup>40</sup> Although, in general, random uncertainties are the main focus of statistical uncertainty analysis, when the uncertainty estimates are elicited from experts, their estimates include both random and systematic uncertainties. Hence, both these types of uncertainties are represented in this uncertainty analysis.

The preliminary results of the quantitative uncertainty analysis (see Table 3-19) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the CH<sub>4</sub> emissions estimate from stationary combustion (*including* biomass) is within the range of approximately 4.3 to 11.7 Tg CO<sub>2</sub> Eq. (or the actual CH<sub>4</sub> emissions from stationary sources are likely to fall within the range of approximately 38 percent below and 70 percent above the emission estimate of 6.9 Tg CO<sub>2</sub> Eq.).<sup>41</sup> However, the actual estimate of CH<sub>4</sub> emissions from stationary combustion (*excluding* biomass) is likely to be within the range of approximately 2.0 to 4.8 Tg CO<sub>2</sub> Eq. (i.e., approximately 39 percent below and 44 percent above the 2002 inventory emission estimate for this source category). For N<sub>2</sub>O emissions from stationary combustion, there is 95 percent probability that the actual emissions estimate (*including* biomass) is likely to be within the range of approximately 10.3 to 39.4 Tg CO<sub>2</sub> Eq. (i.e., approximately 26 percent below and 181 percent above the 2002 inventory emission estimate for this source category). The actual estimate of N<sub>2</sub>O emissions from stationary combustion (*excluding* biomass) is likely to be within the range of approximately 6.7 to 34.2 Gg (i.e., approximately 41 percent below and 201 percent above the 2002 inventory emission estimate for this source category).

Table 3-19: Quantitative Uncertainty Estimates for CH<sub>4</sub> and N<sub>2</sub>O Emissions from Stationary Combustion, Including Biomass (Tg CO<sub>2</sub> Eq. and Percent)

Source	Gas	2002 Emission Estimate (Tg CO <sub>2</sub> Eq.)	Uncertaint (Tg CC	y Range Relati ), Eq.)	ve to Emission	Estimate <sup>a</sup>
		· <b>U</b> - •	Lower	Upper	Lower	Upper
			Bound	Bound	Bound	Bound
Stationary Combustion	$CH_4$	6.9	4.3	11.7	-38%	+70%
Stationary Combustion	$N_2O$	14.0	10.3	39.4	-26%	+181%

<sup>&</sup>lt;sup>a</sup> Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

The uncertainties associated with the emission estimates of  $CH_4$  and  $N_2O$  are greater than those associated with estimates of  $CO_2$  from fossil fuel combustion, which mainly rely on the carbon content of the fuel combusted. Uncertainties in both  $CH_4$  and  $N_2O$  estimates are due to the fact that emissions are estimated based on emission factors representing only a limited subset of combustion conditions. For the ambient air pollutants, uncertainties are partly due to assumptions concerning combustion technology types, age of equipment, emission factors used, and activity data projections.

#### QA/QC and Verification

A source-specific QA/QC plan for stationary combustion was developed and implemented. This effort included a Tier 1 analysis, as well as portions of a Tier 2 analysis. The Tier 2 procedures that were implemented involved checks specifically focusing on the activity data and emission factor sources and methodology used for estimating CH<sub>4</sub>, N<sub>2</sub>O, and the ambient air pollutants from stationary combustion in the United States. Emission totals for the different sectors and fuels were compared and trends were investigated. No corrective actions were necessary.

#### Recalculations Discussion

Historical  $CH_4$  and  $N_2O$  emissions from stationary sources (excluding  $CO_2$ ) were revised due to two changes. First, emissions from fuel use in the U.S. territories is now included. Second, slight changes to emission estimates for the other sectors are due to revised data from EIA (2003). This latter revision is explained in greater detail in the sections on  $CO_2$  Emissions from Fossil Fuel Combustion and Carbon Stored in Products from Non-Energy Uses of Fossil Fuels within this chapter. The combination of the methodological and historical data changes resulted in an

<sup>&</sup>lt;sup>41</sup> The low emission estimates reported in this section have been rounded down to the nearest integer values and the high emission estimates have been rounded up to the nearest integer values.

average annual increase of  $0.07 \text{ Tg CO}_2 \text{ Eq.}$  (0.9 percent) in CH<sub>4</sub> emissions and an average annual increase of  $0.12 \text{ Tg CO}_2 \text{ Eq.}$  (0.9 percent) in N<sub>2</sub>O emissions for the period 1990 through 2001.

# Planned Improvements

Several items are being evaluated to improve the  $CH_4$  and  $N_2O$  emission estimates from stationary source combustion and to reduce uncertainty. Efforts will be taken to work with EIA and other agencies to improve the quality of the U.S. territories data. Because these data are not broken out by stationary and mobile uses, further research will be aimed at trying to allocate consumption appropriately. In addition, the uncertainty of biomass emissions will be further investigated. Currently, the exclusion of biomass increases the uncertainty, although it was expected to reduce the uncertainty. These improvements are not all-inclusive, but are part of an ongoing analysis and efforts to continually improve these stationary estimates.

# 3.4. Mobile Combustion (excluding CO<sub>2</sub>) (IPCC Source Category 1A)

Mobile combustion emits greenhouse gases other than  $CO_2$ , including  $CH_4$ ,  $N_2O$ , and the ambient air pollutants  $NO_x$ , CO, and NMVOCs. While air conditioners and refrigerated units in vehicles also emit hydrofluorocarbons (HFCs), these gases are covered in Chapter 3, Industrial Processes, under the section entitled Substitution of Ozone Depleting Substances. As with stationary combustion,  $N_2O$  and  $NO_x$  emissions are closely related to fuel characteristics, air-fuel mixes, combustion temperatures, as well as usage of pollution control equipment. Nitrous oxide, in particular, can be formed by the catalytic processes used to control  $NO_x$ , CO, and hydrocarbon emissions. Carbon monoxide emissions from mobile combustion are significantly affected by combustion efficiency and the presence of post-combustion emission controls. Carbon monoxide emissions are highest when air-fuel mixtures have less oxygen than required for complete combustion. These emissions occur especially in idle, low speed, and cold start conditions. Methane and NMVOC emissions from motor vehicles are a function of the  $CH_4$  content of the motor fuel, the amount of hydrocarbons passing uncombusted through the engine, and any post-combustion control of hydrocarbon emissions, such as catalytic converters.

Emissions from mobile combustion were estimated by transport mode (e.g., highway, air, rail), fuel type (e.g. motor gasoline, diesel fuel, jet fuel), and vehicle type (e.g. passenger cars, light-duty trucks). Road transport accounted for the majority of mobile source fuel consumption, and hence, the majority of mobile combustion emissions. Table 3-20 and Table 3-21 provide  $CH_4$  and  $N_2O$  emission estimates in  $Tg\ CO_2\ Eq.$ , respectively; Table 3-22 and Table 3-23 present these estimates in Gg of each gas. Estimates of  $NO_x$ , CO, and NMVOC emissions are given in Table 3-24 through Table 3-26.

Mobile combustion was responsible for a small portion (0.7 percent) of national  $CH_4$  emissions but was the second largest source of  $N_2O$  (13 percent) in the United States. From 1990 to 2002,  $CH_4$  emissions declined by 15 percent, to 4.2 Tg  $CO_2$  Eq. (201 Gg), due largely to control technologies employed on highway vehicles in the United States that reduce CO,  $NO_x$ , NMVOC, and  $CH_4$  emissions. The same technologies, however, resulted in higher  $N_2O$  emissions, resulting in a 20 percent increase in  $N_2O$  emissions from mobile sources between 1990 and 1995. Nitrous oxide emissions have subsequently declined 13 percent as improvements in the emission control technologies installed on new vehicles have reduced emission rates of both  $NO_x$  and  $N_2O$  per vehicle mile traveled. As a result,  $N_2O$  emissions in 2002 were only 4 percent higher than in 1990, at 52.9 Tg  $CO_2$  Eq. (171 Gg) (see Figure 3-17). Overall,  $CH_4$  and  $N_2O$  emissions were predominantly from gasoline-fueled passenger cars and light-duty gasoline trucks.

Figure 3-17: Mobile Source CH<sub>4</sub> and N<sub>2</sub>O Emissions

 $<sup>^{42}</sup>$  See Annex 3.2 for a complete time series of emission estimates for 1990 through 2002.

Table 3-20: CH<sub>4</sub> Emissions from Mobile Combustion (Tg CO<sub>2</sub> Eq.)

Fuel Type/Vehicle Type <sup>a</sup>	1990	1996	1997	1998	1999	2000	2001	2002
<b>Gasoline Highway</b>	4.3	4.0	3.9	3.8	3.7	3.6	3.4	3.3
Passenger Cars	2.4	2.0	2.0	2.0	1.9	1.9	1.8	1.8
Light-Duty Trucks	1.6	1.8	1.7	1.6	1.6	1.5	1.5	1.4
Heavy-Duty Vehicles	0.2	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Motorcycles	0.1	0.1	0.1	0.1	0.1	0.1	+	+
Diesel Highway	0.2	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Passenger Cars	+	+	+	+	+	+	+	+
Light-Duty Trucks	+	+	+	+	+	+	+	+
Heavy-Duty Vehicles	0.2	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Alternative Fuel Highway	+	+	0.1	0.1	0.1	0.1	0.1	0.1
Non-Highway	0.5	0.5	0.4	0.4	0.4	0.5	0.5	0.5
Ships and Boats	0.1	0.1	0.1	+	0.1	0.1	0.1	0.1
Locomotives	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Farm Equipment	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Construction Equipment	+	+	+	+	+	+	+	+
Aircraft	0.2	0.1	0.2	0.1	0.2	0.2	0.1	0.1
Other <sup>b</sup>	+	+	+	+	+	+	+	+
Total	5.0	4.8	4.7	4.5	4.5	4.4	4.3	4.2

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

Table 3-21: N<sub>2</sub>O Emissions from Mobile Combustion (Tg CO<sub>2</sub> Eq.)

Fuel Type/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Gasoline Highway</b>	45.6	54.9	54.5	53.7	52.5	51.0	48.6	46.4
Passenger Cars	30.9	33.0	32.5	32.2	31.2	30.2	28.8	27.4
Light-Duty Trucks	13.9	20.8	20.9	20.4	20.2	19.7	18.8	17.9
Heavy-Duty Vehicles	0.7	1.0	1.1	1.1	1.1	1.1	1.1	1.1
Motorcycles	+	+	+	+	+	+	+	+
Diesel Highway	2.0	2.6	2.8	2.9	3.0	3.0	3.1	3.2
Passenger Cars	0.1	0.1	0.1	0.1	+	+	+	+
Light-Duty Trucks	0.2	0.2	0.2	0.2	0.3	0.3	0.3	0.3
Heavy-Duty Vehicles	1.8	2.4	2.5	2.6	2.7	2.7	2.8	2.9
Alternative Fuel Highway	+	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Non-Highway	3.0	3.1	3.0	2.9	3.0	3.3	3.1	3.2
Ships and Boats	0.4	0.4	0.3	0.2	0.3	0.5	0.3	0.4
Locomotives	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Farm Equipment	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Construction Equipment	0.1	0.1	0.2	0.2	0.1	0.2	0.2	0.2
Aircraft	1.7	1.8	1.7	1.8	1.8	1.9	1.8	1.7
Other*	0.2	0.1	0.1	0.1	0.1	0.1	0.2	0.2
Total	50.7	60.7	60.3	59.6	58.6	57.4	55.0	52.9

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

Note: Totals may not sum due to independent rounding.

Table 3-22: CH<sub>4</sub> Emissions from Mobile Combustion (Gg)

Fuel Type/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
Gasoline Highway	203	190	185	180	174	169	164	159

Note: Totals may not sum due to independent rounding.

<sup>&</sup>lt;sup>a</sup> See Annex 3.2 for definitions of highway vehicle types.

b "Other" includes snowmobiles, small gasoline powered utility equipment, heavy-duty gasoline powered utility equipment, and heavy-duty diesel powered utility equipment.

<sup>\* &</sup>quot;Other" includes snowmobiles, small gasoline powered utility equipment, heavy-duty gasoline powered utility equipment, and heavy-duty diesel powered utility equipment.

Passenger Cars	116	95	93	93	91	89	88	86
Light-Duty Trucks	75	85	82	78	76	73	69	67
Heavy-Duty Vehicles	9	6	6	5	5	5	4	4
Motorcycles	4	4	3	3	3	3	2	2
Diesel Highway	11	13	14	14	14	14	14	14
Passenger Cars	+	+	+	+	+	+	+	+
Light-Duty Trucks	+	+	+	+	+	+	+	+
Heavy-Duty Vehicles	10	13	13	13	13	13	13	13
Alternative Fuel Highway	1	2	3	3	4	4	5	5
Non-Highway	22	22	21	20	21	23	22	23
Ships and Boats	4	4	3	2	3	5	3	4
Locomotives	3	3	3	3	3	3	3	3
Farm Equipment	6	6	6	5	5	5	6	6
Construction Equipment	1	1	1	1	1	1	1	1
Aircraft	7	7	7	7	7	7	7	7
Other*	1	1	1	1	1	1	1	1
Total	236	227	222	217	213	210	205	201

<sup>+</sup> Does not exceed 0.5 Gg

Note: Totals may not sum due to independent rounding.

Table 3-23: N<sub>2</sub>O Emissions from Mobile Combustion (Gg)

Fuel Type/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Gasoline Highway</b>	147	177	176	173	169	164	157	150
Passenger Cars	100	106	105	104	101	97	93	88
Light-Duty Trucks	45	67	67	66	65	63	61	58
Heavy-Duty Vehicles	2	3	3	4	4	4	4	3
Motorcycles	+	+	+	+	+	+	+	+
Diesel Highway	7	9	9	9	10	10	10	10
Passenger Cars	+	+	+	+	+	+	+	+
Light-Duty Trucks	+	1	1	1	1	1	1	1
Heavy-Duty Vehicles	6	8	8	8	9	9	9	9
Alternative Fuel Highway	+	+	+	+	+	+	+	+
Non-Highway	10	10	10	9	10	11	10	10
Ships and Boats	1	1	1	1	1	2	1	1
Locomotives	1	1	1	1	1	1	1	1
Farm Equipment	1	1	1	1	1	1	1	1
Construction Equipment	+	+	+	+	+	1	1	1
Aircraft	6	6	6	6	6	6	6	6
Other*	1	+	+	+	+	+	1	1
Total	163	196	194	192	189	185	177	171

<sup>+</sup> Does not exceed 0.5 Gg

Note: Totals may not sum due to independent rounding.

Mobile sources comprise the single largest source category of CO,  $NO_x$ , and NMVOC emissions in the United States. In 2002, mobile combustion contributed 89 percent of CO emissions, 57 percent of  $NO_x$  emissions, and 45 percent of NMVOC emissions. Since 1990, emissions of NMVOCs from mobile combustion decreased by 38 percent, CO emissions decreased 31 percent, and emissions of  $NO_x$  decreased by 6 percent.

Table 3-24: NO<sub>x</sub> Emissions from Mobile Combustion (Gg)

Fuel Type/Vehicle Type 1990	1996	1997	1998	1999	2000	2001	2002
-----------------------------	------	------	------	------	------	------	------

<sup>\* &</sup>quot;Other" includes snowmobiles, small gasoline powered utility equipment, heavy-duty gasoline powered utility equipment, and heavy-duty diesel powered utility equipment.

<sup>\* &</sup>quot;Other" includes snowmobiles, small gasoline powered utility equipment, heavy-duty gasoline powered utility equipment, and heavy-duty diesel powered utility equipment.

Gasoline Highway	5,746	4,322	4,268	4,090	3,913	3,812	3,942	3,934
Passenger Cars	3,847	2,533	2,447	2,316	2,152	2,084	2,150	2,146
Light-Duty Trucks	1,364	1,318	1,334	1,294	1,264	1,303	1,363	1,360
Heavy-Duty Vehicles	515	459	475	467	484	411	414	413
Motorcycles	20	13	13	13	13	13	14	14
Diesel Highway	2,956	3,600	3,708	3,729	3,660	3,803	3,542	3,535
Passenger Cars	39	15	13	11	10	7	6	6
Light-Duty Trucks	20	11	10	9	8	6	6	6
Heavy-Duty Vehicles	2,897	3,575	3,685	3,709	3,643	3,791	3,530	3,523
Alternative Fuel Highway <sup>a</sup>	IE							
Non-Highway	3,432	3,791	3,792	3,772	4,009	3,780	3,770	3,883
Ships and Boats	953	1,008	963	919	885	966	971	1,000
Locomotives	857	951	962	973	984	908	907	934
Farm Equipment	437	486	487	487	538	484	480	494
Construction Equipment	641	708	708	706	827	697	690	710
Aircraft <sup>b</sup>	63	67	75	83	91	80	73	76
Other <sup>c</sup>	480	572	597	604	683	645	650	669

IE = Included Elsewhere

Note: Totals may not sum due to independent rounding.

Table 3-25: CO Emissions from Mobile Combustion (Gg)

Fuel Type/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
<b>Gasoline Highway</b>	98,328	69,941	67,509	65,246	60,727	60,657	66,857	58,653
Passenger Cars	60,757	38,327	36,825	35,686	32,661	32,867	37,250	32,679
Light-Duty Trucks	29,237	26,610	25,748	24,754	23,159	24,532	26,611	23,345
Heavy-Duty Vehicles	8,093	4,867	4,787	4,642	4,744	3,104	2,842	2,493
Motorcycles	240	138	150	163	163	154	155	136
Diesel Highway	1,696	1,370	1,301	1,202	1,113	1,088	1,025	899
Passenger Cars	35	15	13	10	10	7	7	6
Light-Duty Trucks	22	14	13	12	9	6	6	5
Heavy-Duty Vehicles	1,639	1,341	1,276	1,179	1,094	1,075	1,011	887
Alternative Fuel Highway <sup>a</sup>	IE	IE	IE	IE	IE	IE	IE	IE
Non-Highway	19,459	22,098	21,474	21,493	22,733	21,935	22,387	22,511
Ships and Boats	1,679	1,951	1,948	1,943	2,280	1,945	1,952	1,963
Locomotives	85	94	89	83	105	90	90	90
Farm Equipment	582	638	636	633	677	626	621	625
Construction Equipment	1,090	1,140	1,098	1,081	1,154	1,047	1,041	1,047
Aircraft <sup>b</sup>	217	225	250	274	307	245	233	235
Other <sup>c</sup>	15,807	18,049	17,453	17,478	18,210	17,981	18,449	18,551
Total	119,482	93,409	90,284	87,940	84,574	83,680	90,268	82,063

IE = Included Elsewhere

Note: Totals may not sum due to independent rounding.

Table 3-26: NMVOC Emissions from Mobile Combustion (Gg)

<sup>&</sup>lt;sup>a</sup> NO<sub>x</sub> emissions from alternative fuel highway vehicles are included under gasoline and diesel highway vehicles.

<sup>&</sup>lt;sup>b</sup> Aircraft estimates include only emissions related to landing and take-off (LTO) cycles, and therefore do not include cruise altitude emissions.

<sup>&</sup>lt;sup>c</sup> "Other" includes gasoline powered recreational, industrial, lawn and garden, light commercial, logging, airport service, other equipment; and diesel powered recreational, industrial, lawn and garden, light construction, airport service.

<sup>&</sup>lt;sup>a</sup> CO emissions from alternative fuel highway vehicles are included under gasoline and diesel highway vehicles.

<sup>&</sup>lt;sup>b</sup> Aircraft estimates include only emissions related to landing and take-off (LTO) cycles, and therefore do not include cruise altitude emissions.

<sup>&</sup>lt;sup>c</sup> "Other" includes gasoline powered recreational, industrial, lawn and garden, light commercial, logging, airport service, other equipment; and diesel powered recreational, industrial, lawn and garden, light construction, airport service.

Fuel Type/Vehicle Type	1990	1996	1997	1998	1999	2000	2001	2002
Gasoline Highway	8,110	5,360	5,167	5,067	4,865	4,615	4,217	4,132
Passenger Cars	5,120	3,049	2,928	2,895	2,777	2,610	2,355	2,308
Light-Duty Trucks	2,374	1,947	1,882	1,812	1,713	1,750	1,638	1,605
Heavy-Duty Vehicles	575	343	336	335	347	232	203	199
Motorcycles	42	21	22	25	27	23	22	21
Diesel Highway	406	283	263	249	227	216	204	200
Passenger Cars	16	7	6	5	5	3	3	3
Light-Duty Trucks	14	9	8	7	6	4	4	4
Heavy-Duty Vehicles	377	268	249	237	216	209	198	194
Alternative Fuel Highway <sup>a</sup>	IE	IE	IE	IE	IE	IE	IE	IE
Non-Highway	2,416	2,663	2,498	2,427	2,567	2,398	2,379	2,439
Ships and Boats	608	765	766	763	811	744	730	748
Locomotives	33	37	35	33	40	35	35	36
Farm Equipment	85	86	83	81	86	76	72	74
Construction Equipment	149	153	142	137	149	130	125	128
Aircraft <sup>b</sup>	28	28	32	35	40	24	19	20
Other <sup>c</sup>	1,513	1,593	1,441	1,378	1,442	1,390	1,397	1,432
Total	10,933	8,306	7,928	7,742	7,658	7,230	6,800	6,771

IE = Included Elsewhere

Note: Totals may not sum due to independent rounding.

# Methodology

Estimates of  $CH_4$  and  $N_2O$  emissions from mobile combustion were calculated by multiplying emission factors by measures of activity for each fuel and vehicle type (e.g., light-duty gasoline trucks). Depending upon the category, activity data included such information as fuel consumption, fuel deliveries, and vehicle miles traveled (VMT). The activity data and emission factors used are described in the subsections that follow. A complete discussion of the methodology used to estimate emissions from mobile combustion and the emission factors used in the calculations is provided in Annex 3.2.

EPA (2003c) provided emissions estimates of  $NO_x$ , CO, and NMVOCs for eight categories of highway vehicles,  $^{43}$  aircraft, and seven categories of non-highway vehicles.  $^{44}$  These emission estimates were provided from preliminary EPA data, which, in its final iteration, will be published on the National Emission Inventory (NEI) Air Pollutant Emission Trends web site. The methodology used to develop these estimates can be found on EPA's Air Pollutant Emission Trends website, at <a href="http://www.epa.gov/ttn/chief/trends/index.html">http://www.epa.gov/ttn/chief/trends/index.html</a>>.

<sup>&</sup>lt;sup>a</sup> NMVOC emissions from alternative fuel highway vehicles are included under gasoline and diesel highway vehicles.

<sup>&</sup>lt;sup>b</sup> Aircraft estimates include only emissions related to landing and take-off (LTO) cycles, and therefore do not include cruise altitude emissions.

<sup>&</sup>lt;sup>c</sup> "Other" includes gasoline powered recreational, industrial, lawn and garden, light commercial, logging, airport service, other equipment; and diesel powered recreational, industrial, lawn and garden, light construction, airport service.

<sup>&</sup>lt;sup>43</sup> These categories included: gasoline passenger cars, diesel passenger cars, light-duty gasoline trucks less than 6,000 pounds in weight, light-duty gasoline trucks between 6,000 and 8,500 pounds in weight, light-duty diesel trucks, heavy-duty gasoline trucks and buses, heavy-duty diesel trucks and buses, and motorcycles.

<sup>&</sup>lt;sup>44</sup> These categories included: gasoline and diesel farm tractors, other gasoline and diesel farm machinery, gasoline and diesel construction equipment, snowmobiles, small gasoline utility engines, and heavy-duty gasoline and diesel general utility engines.

#### **Highway Vehicles**

Emission estimates for gasoline and diesel highway vehicles were based on VMT and emission factors by vehicle type, fuel type, model year, and control technology. Emissions from alternative fuel vehicles (AFVs)<sup>45</sup> were based on VMT by vehicle and fuel type.

The *Revised 1996 IPCC Guidelines* (IPCC/UNEP/OECD/IEA 1997) provided most of the emission factors for CH<sub>4</sub>, and were developed using MOBILE5a, a model used by the EPA to estimate exhaust and running loss emissions from highway vehicles. The MOBILE5a model uses information on ambient temperature, vehicle speeds, national vehicle registration distributions, gasoline volatility, and other variables in order to produce these factors (EPA 1997). Emission factors for CH<sub>4</sub> for Tier 1 and LEV<sup>46</sup> heavy-duty gasoline vehicles were determined using emission factors from the California Air Resources Board mobile source emissions factor model for 2002 (CARB 2000).

Emission factors for N<sub>2</sub>O from gasoline passenger cars were obtained from EPA (1998) instead of IPCC default values because the U.S. default values in the *Revised 1996 IPCC Guidelines* were based on three studies that tested a total of five cars using European rather than U.S. test protocols. EPA (1998), meanwhile, reports emission factors for older passenger cars (roughly pre-1992 in California and pre-1994 in the rest of the United States) from published references, and for newer cars from a recent testing program at EPA's National Vehicle and Fuel Emissions Laboratory (NVFEL). These emission factors for gasoline highway vehicles are lower than the U.S. default values in the *Revised 1996 IPCC Guidelines*, but are higher than the European default values, both of which were published before the more recent tests and literature review conducted by the NVFEL. Other references used in developing these factors include Smith and Carey (1982), Urban and Garbe (1980), Prigent and de Soete (1989), and Dash (1992). More details may be found in EPA (1998). Some of these factors were revised slightly by ICF Consulting (2001).

Nitrous oxide emission factors for most gasoline vehicles other than passenger cars (i.e., light-duty gasoline trucks, heavy-duty gasoline vehicles, and motorcycles) were scaled from  $N_2O$  factors from passenger cars with the same control technology, based on their relative fuel economy. Fuel economy for each vehicle category was derived from data in DOE (1993 through 2003), FHWA (1996 through 2003), EPA/DOE (2001), and Census (2000). This scaling was supported by limited data showing that light-duty trucks emit more  $N_2O$  than passenger cars with equivalent control technology. The method of using fuel consumption ratios to determine emission factors will be replaced as additional testing data become available. Emission factors for  $N_2O$  for Tier 1 and LEV heavy-duty gasoline vehicles were estimated from the ratio of  $NO_x$  emissions to  $N_2O$  emissions for Tier 0 heavy-duty gasoline trucks.

Because of limited data on  $N_2O$  emissions from U.S. diesel vehicles,  $N_2O$  emission factors for diesel highway vehicles were taken from the European default values found in the *Revised 1996 IPCC Guidelines* (IPCC/UNEP/OECD/IEA 1997).

Emission factors for AFVs were developed after consulting a number of sources, including Argonne National Laboratory's GREET 1.5–Transportation Fuel Cycle Model (Wang 1999), Lipman and Delucchi (2002), the Auto/Oil Air Quality Improvement Research Program (CRC 1997), the California Air Resources Board (Brasil and McMahon 1999), and the University of California Riverside (Norbeck, et al., 1998). The primary approach taken was to calculate  $CH_4$  emissions from actual test data and determine  $N_2O$  emissions from  $NO_x$  emissions from the same tests. While the formation of  $N_2O$  is highly dependent on the type of catalyst used and the catalyst temperature, tailpipe  $N_2O$  is likely to increase as engine out  $NO_x$  emissions increase. Thus as a first approximation,

<sup>&</sup>lt;sup>45</sup> Alternative fuel and advanced technology vehicles are those that can operate using a motor fuel other than gasoline or diesel. This includes electric or other bifuel or dual fuel vehicles that may be partially powered by gasoline or diesel.

<sup>&</sup>lt;sup>46</sup> See Annex 3.2 for definitions of control technology levels.

for a given emission control group, the  $NO_x$  to  $N_2O$  emission ratio will likely be constant. A complete discussion of the data source and methodology used to determine emission factors from AFVs is provided in Annex 3.2.

Annual VMT data for 1990 through 2002 were obtained from the Federal Highway Administration's (FHWA) Highway Performance Monitoring System database as reported in *Highway Statistics* (FHWA 1996 through 2003). A methodology was developed to allocate the VMT from FHWA's vehicle categories to EPA's fuel-specific vehicle categories, relying on VMT, fuel economy, and fuel consumption estimates from Census (2000), EPA/DOE (2001), and FHWA (1996 through 2003). VMT for AFVs were taken from Browning (2003). The temporally fixed age distribution of the U.S. vehicle fleet and the average annual age-specific vehicle mileage accumulation of U.S. vehicles were obtained from EPA (2000).

Control technology and standards data for highway vehicles were obtained from the EPA's Office of Transportation and Air Quality (EPA 2003a, 2002b, 2000, 1998, and 1997). These technologies and standards are defined in Annex 3.2, and were compiled from EPA (1993), EPA (1994a), EPA (1994b), EPA (1998), EPA (1999), and IPCC/UNEP/OECD/IEA (1997).

#### Non-Highway

Fuel consumption data were employed as a measure of activity for non-highway vehicles, and then fuel-specific emission factors were applied.<sup>47</sup> Activity data were obtained from AAR (2003), BEA (1991 through 2003), Benson (2002), DOE (2003), DESC (2002), DOC (1991 through 2003), DOT (1991 through 2003), EIA (2002a), EIA (2002b), EIA (2003b), EIA (2003c), and EIA (1991 through 2003). Emission factors for non-highway modes were taken from IPCC/UNEP/OECD/IEA (1997).

## Uncertainty

This section discusses the uncertainty of the emissions estimates for  $CH_4$  and  $N_2O$ . Uncertainty was analyzed separately for highway vehicles and non-highway vehicles, due to differences in their characteristics and their contributions to total mobile source emissions.

Uncertainty analysis was not conducted for CO,  $NO_x$ , and NMVOC emissions. Emission factors for these gases have been extensively researched, since these gases are regulated emissions from motor vehicles in the United States, and the uncertainty of these emissions estimates is believed to be relatively low. A much higher level of uncertainty is associated with  $CH_4$  and  $N_2O$  emission factors, since emissions of these gases are not regulated in the United States, and unlike  $CO_2$  emissions, the emission pathways of  $CH_4$  and  $N_2O$  are also highly complex.

#### **Highway Vehicles**

An uncertainty analysis was conducted for the highway portion of the mobile source sector using the IPCC-recommended Tier 2 uncertainty estimation methodology, Monte Carlo Stochastic Simulation technique, using @RISK software. The uncertainty analysis was performed on 2002 estimates of  $CH_4$  and  $N_2O$  emissions, incorporating probability distribution functions associated with certain inputs. Two types of uncertainty inputs were modeled: (1) vehicle mile traveled (VMT) data, by vehicle and fuel type and (2) emission factor data, by vehicle, fuel, and control technology type.

Mobile combustion emissions of  $CH_4$  and  $N_2O$  per vehicle mile traveled vary significantly due to fuel type and composition, technology type, operating speeds and conditions, type of emission control equipment, equipment age, and operating and maintenance practices. The primary activity data, VMT, are collected and analyzed each year by government agencies.

<sup>&</sup>lt;sup>47</sup> The consumption of international bunker fuels is not included in these activity data, but is estimated separately under the International Bunker Fuels source category.

To determine the uncertainty associated with the activity data and emission factors used to calculate  $CH_4$  and  $N_2O$ , the agencies and experts that supply the data were contacted. Because few of these sources were able to provide quantitative estimates of uncertainty, expert judgment was used to assess the uncertainty associated with activity data and emission factors.

Although CH<sub>4</sub> is not a regulated air pollutant in the United States, CH<sub>4</sub> emissions are normally measured in vehicle emission tests to determine the non-methane portion of the hydrocarbon emissions, which is more reactive in producing ozone. The CH<sub>4</sub> emission factors for highway vehicles used in the inventory were obtained from IPCC/UNEP/OECD/IEA (1997), and were originally from EPA's emission factor model, MOBILE5. These factors only reflect limited data on newer vehicles and control technologies and do not reflect improvements in emission control technology in the last several years. New data were subsequently used to develop emission factors for light-duty gasoline cars and trucks in the MOBILE6 model, including Tier 0 and earlier vehicles, but are not reflected in the emission factors used in the inventory. Current vehicles in the U.S. fleet are therefore not well represented by the CH<sub>4</sub> emission factors used in the inventory. Moreover, Tier 1 and LEV vehicle emission factors were estimated for the inventory based upon the differences in emission standards for hydrocarbons from Tier 0 vehicles, not actual measurements. Thus, a higher uncertainty was placed on those emission factors. Since very limited data were used to estimate CH<sub>4</sub> emissions from diesel vehicles, a high level of uncertainty was assigned to these factors as well.

The  $N_2O$  emission factors for gasoline highway vehicles were provided or derived from EPA (1998), and are based on limited data (since  $N_2O$  is not a regulated air pollutant, measurements of it in automobile exhaust have not been routinely collected). The emission factors used for Tier 0 and older cars were based on tests of 28 vehicles; those for newer vehicles were based on tests of 22 vehicles. This sample is small considering that it is being used to characterize the entire U.S. fleet, and the associated uncertainty is therefore large. Moreover, the data represent older technology than is currently in the marketplace. Research data have shown that  $N_2O$  emissions from vehicles with catalytic converters are greater than those without emission controls, and vehicles with aged catalysts emit more than new vehicles. In addition, newer three-way catalyst systems produce fewer  $N_2O$  emissions. Since the publication of EPA (1998), new and improved emission control technologies have been used on both Tier 1 and LEV vehicles, and more LEVs and ULEVs have been introduced into the fleet. Additional sources of uncertainty include the following: 1) emissions from ULEVs are estimated using the same emission factors for LEVs, 2) light-and heavy-duty gasoline truck  $N_2O$  emission factors were extrapolated from passenger car data based upon fuel economy differences, and 3) Tier 1 and LEV emission factors for heavy-duty gasoline vehicles were estimated using the ratio of  $N_2O$  to  $NO_x$  produced by heavy-duty gasoline vehicles meeting Tier 0 standards.

Emission factors for diesel vehicles were based upon European default values in the Revised 1996 IPCC Guidelines (IPCC/UNEP/OECD/IEA 1997), since little data on  $N_2O$  emissions from U.S. diesel-fueled vehicles existed. As these emission factors do not reflect variations by control technology and are based on European studies, a high uncertainty is associated with these estimates.

The emission factors for  $CH_4$  and  $N_2O$  are in the process of being revised based on new data from vehicle emission tests. Information recently compiled includes  $CH_4$  emissions data taken from 1982 through 2000 from 13,277 tests on 6,950 vehicles of various classes and control technologies, and  $N_2O$  data taken from 1998 through 2001 from 95 tests on 64 vehicles of various classes and control technologies. These data are currently being analyzed and reviewed to develop emission factors for use in EPA's new emissions model, MOVES. Upon final EPA and peer review, these factors will be used in future inventories. To assess emission factor uncertainty for the current inventory, the newly available  $CH_4$  and  $N_2O$  emissions data was compared to the emission factors used in the inventory to determine uncertainties associated with the current emission factors.

Initial analyses of these data indicate that the current emission factors for passenger cars are high. As  $N_2O$  emission factors for other gasoline vehicle types (light-duty trucks, heavy duty trucks, and motorcycles) were based on the  $N_2O$  emission factors for passenger cars, the resulting emission factors for these vehicle types are also believed to be high. Using the newly available data, probability distribution functions for  $N_2O$  and  $CH_4$  emission factors were developed for the uncertainty analysis that reflect these beliefs. The  $CH_4$  and  $N_2O$  emission factors will be revised in future inventories based on this continuing research.

Estimates of VMT for highway vehicles by vehicle type in the United States were provided by FHWA (1996 through 2002), and were generated though the cooperation of FHWA and state and local governments. These estimates are subject to several possible sources of error, such as unregistered vehicles, unreported fuel sales to avoid fuel taxes, differences in achieved versus estimated fuel economy, and measurement and estimation errors. These VMT were apportioned by fuel type, and then allocated to individual model years using temporal profiles of both the vehicle fleet by age and vehicle usage by model year in the United States provided by EPA (2000). While the uncertainty associated with total U.S. VMT is believed to be low, the uncertainty within individual source categories was assumed to be higher given uncertainties associated with apportioning total VMT into individual vehicle categories, by technology type, and equipment age. The uncertainty of individual estimates was assumed to relate to the magnitude of estimated VMT (i.e., it was assumed smaller sources had greater percentage uncertainty). A further source of uncertainty occurs since FHWA and EPA use different definitions of vehicle type and estimates of VMT by vehicle type (provided by FHWA) are broken down by fuel type using EPA vehicle categories.

A total of 94 highway data input variables (i.e., VMT and emission factors for individual vehicle categories and technologies) were simulated through Monte Carlo Stochastic Simulation technique using @RISK software. In developing the uncertainty estimation model, a normal distribution was assumed for all activity-related input variables (e.g., VMT). To the extent possible, the dependencies and other correlations among the activity data were incorporated into the model to ensure consistency in the model specification and simulation. Emission factors were assigned triangular distributions, with upper and lower bounds assigned to input variables based on expert judgment, incorporating information available from the most recent vehicle test data set. The bounds for the emission factor-related input variables were typically asymmetric around their inventory estimates. Bias (or systematic uncertainties) accounted for much of the uncertainty associated with the emission factors. An analysis of new preliminary data for emission factors indicates the actual emission factors might be much lower than the currently used inventory estimates. The results of this analysis are reported in the section below, entitled Quantitative Estimates of Uncertainty.

#### Non-Highway

Emissions from non-highway vehicles are a small portion of total emissions from mobiles sources, representing 11 percent of  $CH_4$  emissions from mobile sources and 6 percent of  $N_2O$  emissions from mobile sources in 2002. Given that they comprise a small share of mobile source emissions, even large uncertainties in these estimates will have a relatively small impact on the total emission estimate for mobile sources. As a result, a quantitative analysis of uncertainty of emissions from non-highway vehicles has not been performed. However, sources of uncertainty for non-highway vehicles are being investigated by examining the underlying uncertainty of emission factors and fuel consumption data.

Overall, a significant amount of uncertainty is associated with the emission estimates for non-road sources. A primary cause is a large degree of uncertainty surrounding emission factors. The *IPCC Good Practice Guidance and Uncertainty Management in National Greenhouse Gas Inventories* reports that  $CH_4$  emissions from aviation and marine sources may be uncertain by a factor of two, while  $N_2O$  emissions may be uncertain by an order of magnitude for marine sources and several orders of magnitude for aviation. No information is provided on the uncertainty of emission factors for other non-highway sources.

Fuel consumption data have a lower uncertainty than emission factors, though large uncertainties do exist for individual sources. Motor gasoline consumption for recreational boating, farm equipment, construction, and heavy-duty equipment was obtained from FHWA (1996 though 2003). FHWA collects data on fuel use from the department of revenue in each U.S. state, based on tax receipts, and then attributes motor gasoline consumption to end uses. The total fuel use estimate adds to uncertainty due to the different ways in which states collect taxes, and

<sup>&</sup>lt;sup>48</sup> Although, in general, random uncertainties are the main focus of statistical uncertainty analysis, when the uncertainty estimates are elicited from experts, their estimates include both random and systematic uncertainties. Hence, both these types of uncertainties are represented in this uncertainty analysis.

how states account for special fuels such as gasohol (which consists of a mixture of gasoline and ethyl alcohol). The methods that FHWA uses to estimate consumption by end use sector have higher uncertainties. FHWA is able to discern what is the use of gasoline, in some instances, based on whether it is taxed at different rates. However, FHWA uses a complex methodology to attribute gasoline to highway and non-highway uses, using inputs from the Census Bureau's Vehicle Inventory and Use Survey (VIUS) and other sources. These models are currently being revised by FHWA, as they believe the current models overestimate fuel use for certain categories in 2001 and 2002 (e.g., construction equipment).

Gasoline consumption for small utility equipment and snowmobiles add to total uncertainty, as estimates for these sources are not available annually from published data sources; instead, estimates were held constant or extrapolated for missing years. Additional data are needed to improve these estimates.

Distillate consumption for ships and boats, farm equipment, construction, and heavy-duty utility equipment was obtained from sales estimates from EIA's Fuel Oil and Kerosene Sales (EIA 1991 through 2003). The estimates for distillate consumption for non-road sources have associated uncertainty, as EIA's estimates are based on sales to economic sectors, and it can be difficult to determine how much of the fuel sold in each sector is used by off-highway or stationary sources and to further attribute this consumption to specific final users. For example, some fuel purchased by the construction sector may be used for operating heavy construction equipment, while some may be used for operating equipment such as stationary electric generators. This distinction between off-highway and stationary fuel users is not made by EIA.

EIA does provide coefficients of variation to estimate sampling error, which occur due to the fact that these estimates are based on a sample set. However, as EIA points out, these coefficients do not take into account all the sources of potential bias, which includes incomplete information, misinterpretation of survey questions, and other factors that may cause estimates of fuel sales to be different from actual sales. In addition, diesel for ships and boats is adjusted for bunker fuel consumption, which introduces an additional (and much higher) level of uncertainty.

Domestic consumption for residual fuel consumption by ships and boats is obtained from EIA (2003a). These estimates fluctuate widely from year to year; the fluctuations are unexplained and the estimates are believed to be highly uncertain. The estimate of domestic consumption is then adjusted downward to account for international bunker fuels, which represents the primary use of residual fuel by ships and boats. As the international bunker fuel data are considered to have a moderate level of uncertainty, <sup>49</sup> the overall uncertainty of the domestic ships and boats estimate for residual fuel consumption is considered high.

Domestic jet fuel and aviation gasoline consumption data are obtained from EIA (2003a). Like diesel and residual marine fuel consumption, jet fuel consumption for aviation is adjusted downward to account for international bunker fuels. The international bunker fuel estimates introduce a significant amount of uncertainty. Additionally, all jet fuel consumption in the transportation sector is assumed to be consumed by aircraft. Some fuel purchased by airlines is not necessarily used in aircraft, but instead used to power auxiliary power units, in ground equipment, and to test engines. Some jet fuel may also be used for other purposes such as blending with diesel fuel or heating oil.

In calculating  $CH_4$  emissions from aircraft, an average emission factor is applied to total jet fuel consumption. This average emission factor takes into account the fact that  $CH_4$  emissions occur only during the landing and take-off (LTO) cycles, with no  $CH_4$  being emitted during the cruise cycle. However, a better approach would be to apply emission factors based on the number of LTO cycles. Using LTO data to estimate  $CH_4$  emissions is currently being investigated for future inventories.

Lastly, in EPA (2003), U.S. aircraft emission estimates for CO, NO<sub>x</sub>, and NMVOCs are based upon LTO cycles and, consequently, only estimate near ground-level emissions, which are more relevant for air quality evaluations.

<sup>&</sup>lt;sup>49</sup> This is discussed in the section on International Bunker Fuels.

These estimates also include both domestic and international flights. Therefore, estimates presented here may overestimate IPCC-defined domestic CO, NO<sub>x</sub>, and NMVOC emissions by including LTO cycles by aircraft on international flights but underestimate total emissions because they exclude emissions from aircraft on domestic flight segments at cruising altitudes.

The uncertainty associated with the emission estimates for non-highway vehicles is being investigated and quantitatively analysis of the uncertainty of these sources will be included in future inventories.

## **Quantitative Estimates of Uncertainty**

The preliminary results of the quantitative uncertainty analysis (see Table 3-27) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions from this source is within the range of approximately 3.8 to 4.6 Tg  $CO_2$  Eq. (or the actual  $CH_4$  emissions from mobile sources are likely to fall within the range of approximately 9 percent below and 9 percent above the emission estimate of 4.2 Tg  $CO_2$  Eq.). Under the same 95 percent confidence interval, the actual estimate of  $N_2O$  emissions in 2002 is likely to be within the range of approximately 43.3 and 61.7 Tg  $CO_2$  Eq. (indicating that the actual  $N_2O$  emissions from mobile sources are likely to fall within the range of approximately 18 percent below and 17 percent above the emission estimate of 52.9 Tg  $CO_2$  Eq.).<sup>50</sup>

Table 3-27: Quantitative Uncertainty Estimates for CH<sub>4</sub> and N<sub>2</sub>O Emissions from Highway Vehicles (Tg CO<sub>2</sub> Eq. and Percent)

Source	Gas	2002 Emission Estimate	Uncertainty Range Relative to Emission Estimate <sup>a</sup>							
		$(Tg CO_2 Eq.)$	(Tg CC	<b>D<sub>2</sub> Eq.</b> )	(%)					
			<b>Lower Bound</b>	<b>Upper Bound</b>	<b>Lower Bound</b>	<b>Upper Bound</b>				
Mobile Sources	$CH_4$	4.2	3.8	4.6	-9%	+9%				
Mobile Sources	$N_2O$	52.9	43.3	61.7	-18%	+17%				

<sup>&</sup>lt;sup>a</sup>Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

This uncertainty analysis is only the beginning of a multi-year process for developing credible quantitative uncertainty estimates for this source category using the IPCC Tier 2 approach to Uncertainty Analysis. In the upcoming years, the type and the characteristics of the actual probability density functions underlying the input variables will be identified and more credibly characterized. Moreover, there are plans to revise the emission factors next year, which will alter the uncertainty results. Accordingly, the quantitative uncertainty estimates reported in this section should be considered as preliminary and illustrative.

## QA/QC and Verification

A source-specific QA/QC plan for mobile combustion was developed and implemented. This effort included a Tier 1 analysis, as well as portions of a Tier 2 analysis. The Tier 2 procedures focused on the emission factor and activity data sources and the methodology used for estimating emissions. These procedures included a qualitative assessment of the emission factors to determine whether they appear consistent with the most recent emissions data available; and, where a complete time series of activity data were unavailable, alternative ways to estimate missing years were investigated to ensure that the estimates were as representative of national trends as possible.

<sup>&</sup>lt;sup>50</sup> These results include emission estimates for non-highway sources, in order to express uncertainty for mobile sources as a whole. However, quantitative uncertainty estimates for non-highway vehicles have not yet been included in this analysis, but will be included in future inventories.

#### Recalculations Discussion

In order to ensure the highest quality estimates possible, the methodology is continuously revised based on comments from internal and external reviewers. This year, adjustments were made to emission factors and activity data to more accurately reflect the characteristics of mobile sources. These changes, detailed below, together resulted in the following changes in estimates compared to the previous inventory: between 1990 and 2001, the yearly change in  $CH_4$  estimates ranged from a decrease of 0.03 Tg  $CO_2$  Eq. to an increase of 0.01 Tg  $CO_2$  Eq., and averaged to a yearly decrease of 0.01 Tg  $CO_2$  Eq. (0.2 percent). During the same time period, the yearly change in  $N_2O$  estimates ranged from a decrease of 0.13 Tg  $CO_2$  Eq. to an increase of 0.26 Tg  $CO_2$  Eq., and averaged to a yearly decrease of 0.01 Tg  $CO_2$  Eq. (0.2 percent).

The  $N_2O$  and  $CH_4$  emission factors for light-duty LPG vehicles were revised. Previously, these estimates were calculated as the average of the emission factors associated with light-duty original equipment manufacturer (OEM) vehicles and retrofit vehicles. However, most of the vehicles in the current fleet represent OEM vehicles, as the older retrofit vehicles are either phased out of the fleet or are currently running on gasoline. To better represent the light-duty fleet of LPG vehicles, the light-duty LPG emission factors are set equal to the OEM emission factors for LPG vehicles.

The VMT for light-duty AFVs were revised, due to a more refined analysis of the fleet penetration of each type of vehicle. With more comprehensive information on AFV sales, an improved estimation of the breakdown of VMT by type of light-duty AFV was developed. A summary of this data can be found in Browning (2003).

The emission estimate for locomotive residual consumption was removed based upon conversations with experts in the field. Previously, it was estimated that a small portion of EIA's "other" residual fuel oil consumption was rail.

Emissions from diesel consumption by commuter and intercity rail were included in the inventory in the locomotives category. These emissions were not previously estimated. Consumption data for these sources were obtained from DOE (2003).

Finally, the source of data on residual fuel oil consumption by ships and boats was changed from EIA's *Fuel Oil and Kerosene Sales* (EIA 1991 through 2003) to EIA's *Monthly Energy Review* and unpublished supplemental tables on petroleum product detail (EIA 2003a). Since residual fuel is no longer assumed to be consumed by any transportation mode other than ships and boats, total transportation residual fuel consumption from EIA (2003a) is now viewed as the best estimate for this source category.

## Planned Improvements

While the data used for this report represent the most accurate information available, two areas have been identified that could potentially be improved in the short term given available resources: 1)  $N_2O$  and  $CH_4$  emission factors, and 2) fuel consumption estimates for small utility equipment and snowmobiles. Potential improvements to these areas will be investigated and included (if appropriate) in future inventories. In addition, EPA is currently in the process of developing a new emission estimation model called MOVES, which is designed to estimate emissions produced by on-road and non-road mobile sources. EPA will be examining how to use MOVES to improve emission estimation methodologies in the future.

# 3.5. Coal Mining (IPCC Source Category 1B1a)

All underground and surface coal mining liberates  $CH_4$  as part of the normal mining operations. The amount of  $CH_4$  liberated depends on the amount that remains in the coal ("in situ") and surrounding strata when mining occurs. The in-situ  $CH_4$  content depends upon the amount of  $CH_4$  created during the coal formation (i.e., coalification) process, and the geologic characteristics of the coal seams. During coalification, deeper deposits tend to generate more  $CH_4$  and retain more of the gas afterwards. Accordingly, deep underground coal seams generally have higher  $CH_4$  contents than shallow coal seams or surface deposits.

Three types of coal mining related activities release  $CH_4$  to the atmosphere: underground mining, surface mining, and post-mining (i.e., coal-handling) activities. Underground coal mines contribute the largest share of  $CH_4$  emissions. All 96 gassy underground coal mines employ ventilation systems to ensure that  $CH_4$  levels remain within safe concentrations. These systems can exhaust significant amounts of  $CH_4$  to the atmosphere in low concentrations. Additionally, twenty-one U.S. coal mines supplement ventilation systems with degasification systems. Degasification systems are wells drilled from the surface or boreholes drilled inside the mine that remove large volumes of  $CH_4$  before, during, or after mining. In 2002, ten coal mines collected  $CH_4$  from degasification systems and sold this gas to a pipeline, thus reducing emissions to the atmosphere. Surface coal mines also release  $CH_4$  as the overburden is removed and the coal is exposed, but the level of emissions is much lower than from underground mines. Finally, some of the  $CH_4$  retained in the coal after mining is released during processing, storage, and transport of the coal.

Total CH<sub>4</sub> emissions in 2002 were estimated to be 52.2 Tg CO<sub>2</sub> Eq. (2,487 Gg), declining 36 percent since 1990 (see Table 3-28 and Table 3-29). Of this amount, underground mines accounted for 68 percent, surface mines accounted for 17 percent, and post-mining emissions accounted for 15 percent. With the exception of 1994 and 1995, total CH<sub>4</sub> emissions declined in each successive year during this period. In 1993, CH<sub>4</sub> generated from underground mining dropped, primarily due to labor strikes at many large underground mines. In 1994 and 1995, CH<sub>4</sub> emissions increased due to resumed production at high emitting mines after the labor strike. The decline in CH<sub>4</sub> emissions from underground mines in 2002 is the result of the reduction of overall coal production, the mining of less gassy coal, and an increase in CH<sub>4</sub> recovered and used. Surface mine emissions and post-mining emissions remained relatively constant from 1990 to 2002.

Table 3-28: CH<sub>4</sub> Emissions from Coal Mining (Tg CO<sub>2</sub> Eq.)

Activity	1990	1996	1997	1998	1999	2000	2001	2002
Underground Mining	62.1	45.3	44.3	44.4	41.6	39.4	38.1	35.6
Liberated	67.6	59.8	55.7	58.6	54.4	54.0	54.2	53.3
Recovered & Used	(5.6)	(14.5)	(11.4)	(14.2)	(12.7)	(14.6)	(16.0)	(17.7)
Surface Mining	10.4	9.2	9.3	9.4	9.0	8.8	9.2	8.8
Post-Mining (Underground)	7.7	7.2	7.4	7.4	6.8	6.7	6.8	6.4
Post-Mining (Surface)	1.7	1.5	1.5	1.5	1.5	1.4	1.5	1.4
Total	81.9	63.2	62.6	62.8	58.9	56.2	55.6	52.2

Note: Totals may not sum due to independent rounding.

Table 3-29: CH<sub>4</sub> Emissions from Coal Mining (Gg)

Activity	1990	1996	1997	1998	1999	2000	2001	2002
Underground Mining	2,956	2,158	2,111	2,117	1,982	1,876	1,816	1,695
Liberated	3,220	2,850	2,654	2,791	2,589	2,573	2,580	2,538
Recovered & Used	(265)	(692)	(543)	(674)	(607)	(697)	(764)	(843)
Surface Mining	497	438	445	448	428	417	438	420
Post-Mining (Underground)	367	341	354	352	325	317	323	304
Post-Mining (Surface)	81	71	72	73	69	68	71	68
Total	3,900	3,008	2,983	2,989	2,805	2,677	2,648	2,487

Note: Totals may not sum due to independent rounding.

# Methodology

The methodology for estimating CH<sub>4</sub> emissions from coal mining consists of two parts. The first part involves estimating CH<sub>4</sub> emissions from underground mines. Because of the availability of ventilation system measurements, underground mine emissions can be estimated on a mine-by-mine basis and then summed to determine total emissions. The second step involves estimating emissions from surface mines and post-mining activities by multiplying basin-specific coal production by basin-specific emission factors.

*Underground mines*. Total CH<sub>4</sub> emitted from underground mines was estimated as the sum of CH<sub>4</sub> liberated from ventilation systems and CH<sub>4</sub> liberated by means of degasification systems, minus CH<sub>4</sub> recovered and used. The

Mine Safety and Heath Administration (MSHA) samples CH<sub>4</sub> emissions from ventilation systems for all mines with detectable<sup>51</sup> CH<sub>4</sub> concentrations. These mine-by-mine measurements are used to estimate CH<sub>4</sub> emissions from ventilation systems.

Some of the higher-emitting underground mines also use degasification systems (e.g., wells or boreholes) that remove  $CH_4$  before, during, or after mining. This  $CH_4$  can then be collected for use or vented to the atmosphere. Various approaches were employed to estimate the quantity of  $CH_4$  collected by each of the twenty-one mines using these systems, depending on available data. For example, some mines report to EPA the amount of  $CH_4$  liberated from their degasification systems. For mines that sell recovered  $CH_4$  to a pipeline, pipeline sales data published by state petroleum and natural gas agencies were used to estimate degasification emissions. For those mines for which no other data are available, default recovery efficiency values were developed, depending on the type of degasification system employed.

Finally, the amount of CH<sub>4</sub> recovered by degasification systems and then used (i.e., not vented) was estimated. This calculation was complicated by the fact that most CH<sub>4</sub> is not recovered and used during the same year in which the particular coal seam is mined. In 2002, ten active coal mines sold recovered CH<sub>4</sub> into the local gas pipeline networks. Emissions avoided for these projects were estimated using gas sales data reported by various state agencies. For most mines with recovery systems, companies and state agencies provided individual well production information, which was used to assign gas sales to a particular year. For the few remaining mines, coal mine operators supplied information regarding the number of years in advance of mining that gas recovery occurs.

Surface Mines and Post-Mining Emissions. Surface mining and post-mining CH<sub>4</sub> emissions were estimated by multiplying basin-specific coal production, obtained from the Energy Information Administration's Coal Industry Annual (see Table 3-30) (EIA 2002), by basin-specific emission factors. Surface mining emission factors were developed by assuming that surface mines emit two times as much CH<sub>4</sub> as the average in situ CH<sub>4</sub> content of the coal. Revised data on in situ CH<sub>4</sub> content and emissions factors are taken from EPA (1996) and AAPG (1984). This calculation accounts for CH<sub>4</sub> released from the strata surrounding the coal seam. For post-mining emissions, the emission factor was assumed to be 32.5 percent of the average in situ CH<sub>4</sub> content of coals mined in the basin.

Table 3-30:	Coal Prod	luction (T	Thousand	Metric	Tons)
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Year	Underground	Surface	Total
1990	384,250	546,818	931,068
1991	368,635	532,656	901,291
1992	368,627	534,290	902,917
1993	318,478	539,214	857,692
1994	362,065	575,529	937,594
1995	359,477	577,638	937,115
1996	371,816	593,315	965,131
1997	381,620	607,163	988,783
1998	378,964	634,864	1,013,828
1999	355,433	642,877	998,310
2000	338,173	635,592	973,765
2001	345,305	676,142	1,021,446
2002	324,219	667,619	991,838

## Uncertainty

The emission estimates from underground ventilation systems were based on actual measurement data, which are believed to have relatively low uncertainty. A degree of imprecision was introduced because the measurements

<sup>&</sup>lt;sup>51</sup> MSHA records coal mine methane readings with concentrations of greater than 50 ppm (parts per million) methane. Readings below this threshold are considered non-detectable.

were not continuous but rather an average of quarterly instantaneous readings. Additionally, the measurement equipment used possibly resulted in an average of 10 percent overestimation of annual CH<sub>4</sub> emissions (Mutmansky and Wang 2000). Estimates of CH<sub>4</sub> liberated and recovered by degasification systems are also relatively certain because many coal mine operators provided information on individual well gas sales and mined through dates. Many of the recovery estimates use data on wells within 100 feet of a mined area. A level of uncertainty currently exists concerning the radius of influence of each well. The number of wells counted, and thus the avoided emissions, may increase if the drainage area is found to be larger than currently estimated.

Compared to underground mines, there is considerably more uncertainty associated with surface mining and post-mining emissions because of the difficulty in developing accurate emission factors from field measurements. However, since underground emissions comprise the majority of total coal mining emissions, the uncertainty associated with underground emissions is the primary factor that determines overall uncertainty. The preliminary results of the quantitative uncertainty analysis (see Table 3-31) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions estimate from this source is within the range of approximately 44.4 to 60.1 Tg CO<sub>2</sub> Eq. (indicating that the actual CH<sub>4</sub> emissions are likely to fall within the range of approximately 15 percent below and 15 percent above the emission estimate of 52.2 Tg CO<sub>2</sub> Eq.).

Table 3-31: Quantitative Uncertainty Estimates for CH<sub>4</sub> Emissions from Coal Mining (Tg CO<sub>2</sub> Eq. and Percent)

Source	Gas	2002 Emission s Estimate Uncertainty Range Relative to Emission Es (Tg CO <sub>2</sub> Eq.) (Tg CO <sub>2</sub> Eq.) (%)				
		(Ig CO <sub>2</sub> Eq.)	Lower Bound	Upper Bound	Lower Bound	Upper Bound
Coal Mining	CH <sub>4</sub>	52.2	44.4	60.1	-15%	+15%

<sup>&</sup>lt;sup>a</sup>Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

#### Recalculations Discussion

In-situ gas content is the principal variable used to determine post-mining methane emissions of mined coal. Previously, in-situ values used were based on average CH<sub>4</sub> content values summarized in Exhibit 3-4 of the U.S. EPA publication, EPA/400/9-90/008; *Methane Emissions From Coal Mining, Issues and Opportunities, September 1990.* The original source of information is derived from three primary sources: 1986 USBM Circular 9067, *Results of the Direct Method Determination of the Gas Contents of U.S. Coal Basins*, 1983 U.S. DOE Report (DOE/METC/83-76), *Methane Recovery from Coalbeds: A Potential Energy Source*, and a series of 1986-88 Gas Research Institute Topical Reports called *A Geologic Assessment of Natural Gas from Coal Seams.* No data was available for eight of the coal mining states and therefore default values from other coal basins were assigned to those states.

Since Circular 9067 contained only a portion of the gas content data compiled by USBM, the complete dataset, published in 1996 Evaluation and Analysis of Gas Content and Coal Properties of Major Coal Bearing Regions of the United States, EPA/600/R-96-065, is now the basis of new in-situ gas content value. In addition, gas content data from the U.S. DOE Methane Recovery from Coalbed Projects (MRCP), which was the original source of data for the GRI Topical Reports noted above, was utilized. (Condensed versions of the original MRCP reports for 13 U.S. coal basins are compiled in Coalbed Methane Resources of the United States, AAPG Studies in Geology Series #17, published in 1984).

The compiled gas content data for each of the coal basins was sorted by depth to determine in-situ values for surface and underground mines, separately. Overburden depths of surface mines were analyzed using *Keystone Coal Industry Manuals* from 1991 through 2003 and found that the maximum depth was 250 feet. Therefore, gas content data from samples taken less than 250 feet deep were assigned to surface mines and the samples collected from deeper depths to underground mines. The combination of these changes and the historical data revisions described here resulted in an average annual decrease of 5.0 Tg CO<sub>2</sub> Eq. (7 percent) in CH<sub>4</sub> emissions for the period 1990 through 2001.

## Planned Improvements

To reduce the uncertainty associated with the radius of influence of each well, the appropriate drainage radius will be investigated for future inventories. Since the number of wells counted may increase if the drainage area is found to be larger than currently estimated, additional mines may be included in future estimates of recovery.

# 3.6. Abandoned Underground Coal Mines (IPCC Source Category 1B1a)

All underground and surface coal mining liberates CH<sub>4</sub> as part of the normal mining operations. The amount of CH<sub>4</sub> liberated depends on the amount that resides in the coal ("*in situ*") and surrounding strata when mining occurs. The in-situ CH<sub>4</sub> content depends upon the amount of CH<sub>4</sub> created during the coal formation (i.e., coalification) process, and the geologic characteristics of the coal seams. During coalification, more deeply buried deposits tend to generate more CH<sub>4</sub> and retain more of the gas after uplift to minable depths. Deep underground coal seams generally have higher CH<sub>4</sub> contents than shallow coal seams or surface deposits.

Underground coal mines contribute the largest share of CH<sub>4</sub> emissions, with active underground mines the leading source of underground emissions. However, mines also continue to release CH<sub>4</sub> after closure. As mines mature and coal seams are mined through, mines close and are abandoned. Many are sealed and some flood through intrusion of groundwater or surface water into the void. Shafts or portals are generally filled with gravel and capped with a concrete seal, while vent pipes and boreholes are plugged in a manner similar to oil and gas wells. Some abandoned mines are vented to the atmosphere to prevent the buildup of CH<sub>4</sub> that may find its way to surface structures through overburden fractures. As work stops within the mines, the CH<sub>4</sub> liberation decreases but it does not stop completely. Following an initial decline, abandoned mines can liberate CH<sub>4</sub> at a near-steady rate over an extended period of time, or, if flooded, produce gas for only a few years. The gas can migrate to the surface through the conduits described above, particularly if they have not been sealed adequately. In addition, diffuse emissions can occur when CH<sub>4</sub> migrates to the surface through cracks and fissures in the strata overlying the coal mine. The following factors influence abandoned mine emissions:

- Time since abandonment:
- Gas content and adsorption characteristics of coal;
- Methane flow capacity of the mine;
- Mine flooding:
- Presence of vent holes; and
- Mine seals.

Methane emissions from U.S. abandoned coal mines in 1990 were 3.4 Tg CO<sub>2</sub> Eq. Gross abandoned mine emissions ranged from 3.4 to 6.8 Tg CO<sub>2</sub> Eq. from 1990 through 2002, varying as much as 1.0 Tg CO<sub>2</sub> Eq. from year-to-year. Fluctuations were due mainly to the number of mines closed during a given year as well as the magnitude of the emissions from those mines when active. Abandoned mine emissions peaked in 1996 due to the large number of mine closures from 1994 to 1996 (76 gassy mines closed during the three-year period). In spite of this rapid rise, abandoned mine emissions have been on the decline since 1996. There were fewer than ten gassy mine closures during each of the years from 1998 through 2000. By 2002, abandoned mine emissions were reduced to 4.1 Tg CO<sub>2</sub> Eq. (see Table 3-32 and Table 3-33).

Table 3-32: CH<sub>4</sub> Emissions from Abandoned Coal Mines (Tg CO<sub>2</sub> Eq.)

Activity	1990	1996	1997	1998	1999	2000	2001	2002
Abandoned Underground Mines	3.4	6.4	6.8	6.1	5.6	5.5	5.2	5.2
Recovered & Used	0	0.5	1.2	1.3	1.2	1.0	1.0	1.1
Total	3.4	6.0	5.6	4.8	4.4	4.4	4.2	4.1

Note: Totals may not sum due to independent rounding.

Table 3-33: CH<sub>4</sub> Emissions from Abandoned Coal Mines (Gg)

Activity	1990	1996	1997	1998	1999	2000	2001	2002
Abandoned Underground Mines	162	307	321	290	268	261	248	247
Recovered & Used	-	23	56	62	57	50	48	50

Total 162	283	266	228	211	211	200	196
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Note: Totals may not sum due to independent rounding.

# Methodology

Estimating CH<sub>4</sub> emissions from an abandoned coal mine requires predicting the emissions of a mine from the time of abandonment through the inventory year of interest. The flow of CH<sub>4</sub> from the coal to the mine void is primarily dependent on mine's emissions when active and the extent to which the mine is flooded or sealed. The CH<sub>4</sub> emission rate before abandonment reflects the gas content of the coal, rate of coal mining, and the flow capacity of the mine in much the same way as the initial rate of a water-free conventional gas well reflects the gas content of the producing formation and the flow capacity of the well. Existing data on abandoned mine emissions through time, although sparse, appear to fit the hyperbolic type of decline curve used in forecasting production from natural gas wells.

In order to estimate  $CH_4$  emissions over time for a given mine, it is necessary to apply a decline function, initiated upon abandonment, to that mine. In the analysis, mines were grouped by coal basin with the assumption that they will generally have the same initial pressures, permeability and isotherm. As  $CH_4$  leaves the system, the reservoir pressure,  $P_r$ , declines as described by the isotherm. The emission rate declines because the mine pressure  $(P_w)$  is essentially constant at atmospheric pressure, for a vented mine, and the PI term is essentially constant at the pressures of interest (atmospheric to 30 psia). A rate-time equation can be generated that can be used to predict future emissions. This decline through time is hyperbolic in nature and can be empirically expressed as:

$$q = q_i (1+bD_i t)^{(-1/b)}$$

#### Where:

- q is the gas rate at time t in mcf/d
- $q_i$  is the initial gas rate at time zero  $(t_0)$  in million cubic feet per day (mcfd)
- b is the hyperbolic exponent, dimensionless
- D<sub>i</sub> is the initial decline rate, 1/yr
- t is elapsed time from to in years

This equation is applied to mines of various initial emission rates that have similar initial pressures, permeability and adsorption isotherms (EPA 2003).

The decline curves are also affected by both sealing and flooding. Based on field measurement data, it was assumed that most U.S. mines prone to flooding will become completely flooded within 8 years and therefore no longer have any measurable  $CH_4$  emissions. Based on this assumption, an average decline rate for flooding mines was established by fitting a decline curve to emissions from field measurements. An exponential equation was developed from emissions data measured at eight abandoned mines known to be filling with water located in two of the five basins. Using a least squares, curve-fitting algorithm, emissions data were matched to the exponential equation shown below. There was not enough data to establish basin-specific equations as was done with the vented, non-flooding mines (EPA 2003).

$$q=q_i e^{\;(\text{-Dt})}$$

#### Where:

- q is the gas flow rate at time t in mcf/d
- q<sub>i</sub> is the initial gas flow rate at time zero (t<sub>o</sub>) in mcfd
- D is the decline rate, 1/yr
- t is elapsed time from t<sub>o</sub> in years

Seals have an inhibiting effect on the rate of flow of CH<sub>4</sub> into the atmosphere compared to the rate that would be emitted if the mine had an open vent. The total volume emitted will be the same, but will occur over a longer period. The methodology, therefore, treats the emissions prediction from a sealed mine similar to emissions from a vented mine, but uses a lower initial rate depending on the degree of sealing. The computational fluid dynamics

simulator was again used with the conceptual abandoned mine model to predict the decline curve for inhibited flow. The percent sealed is defined as  $100 \times (1 - \text{initial emissions from sealed mine} / \text{emission rate at abandonment prior to sealing})$ . Significant differences are seen between 50 percent, 80 percent and 95 percent closure. These decline curves were therefore used as the high, middle, and low values for emissions from sealed mines (EPA 2003).

For active coal mines, those mines producing over 100 mcfd account for 98 percent of all  $CH_4$  emissions. This same relationship is assumed for abandoned mines. It was determined that 374 abandoned mines closing after 1972 produced emissions greater than 100 mcfd when active. Further, the status of 240 of the 374 mines (or 64 percent) is known to be either 1) vented to the atmosphere, 2) sealed to some degree (either earthen or concrete seals), or 3) flooded (enough to inhibit methane flow to the atmosphere). The remaining 36 percent of the mines were placed in one of the three categories by applying a probability distribution analysis based on the known status of other mines located in the same coal basin (EPA 2003).

Inputs to the decline equation require the average emission rate and the date of abandonment. Generally this data is available for mines abandoned after 1972; however, such data are largely unknown for mines closed before 1972. Information that is readily available such as coal production by state and county are helpful, but do not provide enough data to directly employ the methodology used to calculate emissions from mines abandoned after 1971. It is assumed that pre-1972 mines are governed by the same physical, geologic and hydrologic constraints that apply to post-1972 mines, thus their emissions may be characterized by the same decline curves.

During the 1970s, 78 percent of CH<sub>4</sub> emissions from coal mining came from seventeen counties in seven states. In addition, mine closure dates were obtained for two states, Colorado and Illinois, throughout the 20<sup>th</sup> century. The data was used to establish a frequency of mine closure histogram (by decade) and applied to the other five states with gassy mine closures. As a result, basin-specific decline curve equations were applied to 145 gassy coal mines estimated to have closed between 1920 and 1971 in the United States, representing 78 percent of the emissions. State-specific, initial emission rates were used based on average coal mine methane emissions rates during the 1970s (EPA 2003).

Abandoned mines emission estimates are based on all closed mines known to have active mine CH<sub>4</sub> ventilation emission rates greater than 100 mcfd at the time of abandonment. For example, for 1990 the analysis included 145 mines closed before 1972 and 230 mines closed between 1972 and 1990. Initial emission rates based on MSHA reports, time of abandonment, and basin-specific decline curves influenced by a number of factors were used to calculate annual emissions for each mine in the database. Coal mine degasification data are not available for years prior to 1990, thus the initial emission rates used reflect ventilation emissions only for pre-1990 closures. Methane *degasification* amounts were added to ventilation data for the total CH<sub>4</sub> liberation rate for fourteen mines that closed between 1992 and 2002. Since the sample of gassy mines (with active mine emissions greater than 100 mcfd) is assumed to account for 78 percent of the pre-1971 and 98 percent of the post-1971 abandoned mine emissions, the modeled results were multiplied by 1.22 and 1.02 to account for all U.S. abandoned mine emissions. Once the 1991 through 2002 totals were calculated, they were downwardly adjusted to reflect abandoned mine CH<sub>4</sub> emissions avoided from those mines. The inventory totals were not adjusted for abandoned mine reductions in 1990 through 1992, because no data was reported for abandoned coal mining methane recovery projects during that time.

## Uncertainty

The parameters for which values must be estimated for each mine in order to predict its decline curve are: 1) the coal's adsorption isotherm; 2) CH<sub>4</sub> flow capacity as expressed by permeability; and 3) pressure at abandonment. Because these parameters are not available for each mine, an approach was used that generates a probability distribution of potential outcomes based on the most likely value and the probable range of values for each parameter. The range of values is not meant to capture the extreme values, but values that represent the highest and lowest quartile of the cumulative probability density function of the parameter. Once the low, mid, and high values are selected, they are applied to a probability density function.

The emission estimates from underground ventilation systems were based on actual measurement data, which are believed to have relatively low uncertainty. A degree of imprecision was introduced because the measurements were not continuous, but rather an average of quarterly instantaneous readings. Additionally, the measurement

equipment used possibly resulted in an average of 10 percent overestimation of annual CH<sub>4</sub> emissions (Mutmansky and Wang 2000). Estimates of CH<sub>4</sub> liberated and recovered by degasification systems are also relatively certain because many coal mine operators provided information on individual well gas sales and mined through dates.

The preliminary results of the quantitative uncertainty analysis (see Table 3-34) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions from this source is within the range of approximately 3.5 to 4.8 Tg  $CO_2$  Eq. (indicating that the actual  $CO_2$  emissions are likely to fall within the range of approximately 15 percent below and 17 percent above the emission estimate of 4.1 Tg  $CO_2$  Eq.). One of the reasons for the relatively narrow range is that mine-specific data is used in the methodology. The largest degree of uncertainty is associated with the unknown status mines (which account for 36 percent of the mines), with a  $\pm 60$  percent uncertainty.

Table 3-34: Range of Uncertainty Estimates for CH<sub>4</sub> Emissions from Abandoned Underground Coal Mining (Tg CO<sub>2</sub> Eq. and Percent)

Source	Gas	2002 Emission Estimate	Uncertainty 1	Range Relativ	e to Emission I	Estimate <sup>a</sup>	
		$(Tg CO_2 Eq.)$	(Tg CO <sub>2</sub>	Eq.)	(%)		
			Lower	Upper	Lower	Upper	
			Bound	Bound	Bound	Bound	
Abandoned Coal Mines	$CH_4$	4.1	3.5	4.8	-15%	+17%	

<sup>&</sup>lt;sup>a</sup>Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

## QA/QC and Verification

As part of a Tier 2 analysis, the United States undertook an effort to verify the model results used in the U.S. Inventory with field measurements. Field measurements were used to test the accuracy of the mathematical decline curves to be used for basin-specific emissions estimates. A series of field measurements were conducted at abandoned mine vent locations across the United States. Between November 1998 and February 2000, EPA recorded measurements at five mines that were not flooded. Measurements were recorded at two abandoned mines located in Ohio and Virginia continuously for 6 to 12 hours. As the methodology was finalized, EPA measured emissions from three additional mines located in Illinois and Colorado. These measurements were recorded hourly for 3 to 4 days and were normalized to average barometric pressures. Prior to these measurements, EPA's Office of Research and Development initiated a field research program in the early 1990s. Data for 21 abandoned mines located throughout the Northern and Central Appalachian, Black Warrior, and Illinois Basins were collected using similar techniques.

Measurements for all field data recorded were plotted against predicted emissions as part of the two studies from 1991 through 2000. Emission rates from nine of the ten mines that were measured fall very close to the predicted mid-case decline rate for their respective basins. For the exponential decline curve fit to the flooding mines, six of nine measurements fall within a 95 percent predictive confidence interval of the mean.

Of the abandoned mines in the database, only about 14 percent of the mines maintain vents to the atmosphere. Therefore, it is difficult to obtain field data. Additional field measurements, however, would be beneficial to further calibrate the equations defined above. Furthermore, it would be useful to extend measurements of diffuse emissions from sealed mines, since they comprise 41 percent of total mines.

#### Recalculations Discussion

Methane emissions from abandoned coal mines are being reported for the first time in this report.

# 3.7. Petroleum Systems (IPCC Source Category 1B2a)

Methane emissions from petroleum systems are primarily associated with crude oil production, transportation, and refining operations. During each of these activities, CH<sub>4</sub> is released to the atmosphere as fugitive emissions, vented emissions, emissions from operational upsets, and emissions from fuel combustion. Total CH<sub>4</sub> emissions from petroleum systems in 2002 were 23.2 Tg CO<sub>2</sub> Eq. (1,104 Gg). Since 1990, emissions declined due to a decline in domestic oil production and industry efforts to make emissions reductions (see Table 3-35 and Table 3-36). The various sources of emissions are detailed below.

*Production Field Operations*. Production field operations account for over 97 percent of total CH<sub>4</sub> emissions from petroleum systems. Vented CH<sub>4</sub> from field operations account for approximately 87 percent of the emissions from the production sector, fugitive emissions account for five percent, combustion emissions seven percent, and process upset emissions barely one percent. The most dominant sources of vented emissions are field storage tanks, natural-gas-powered pneumatic devices (low and high bleed), and chemical injection. These four sources alone emit 84 percent of the production field operations emissions. Emissions from storage tanks occur when the CH<sub>4</sub> entrained in crude oil under pressure volatilizes once the crude oil is put into storage tanks at atmospheric pressure. Two additional large sources, oil well heads and gas engines, categorized under fugitives and combustion emissions, together account for nine percent of the production sector. The remaining seven percent of the emissions are distributed among 33 additional activities within these four categories. Total emissions from the production sector account for CH<sub>4</sub> emissions reductions achieved by the EPA Natural STAR Program.

Crude Oil Transportation. Crude transportation activities account for less than one half percent of total  $CH_4$  emissions from the oil industry. Venting from tanks and marine vessel loading operations accounts for 64 percent of  $CH_4$  emissions from crude oil transportation. Fugitive emissions, almost entirely from floating roof tanks, account 18 percent. The remaining 17 percent is distributed among 4 additional sources within these two categories.

Crude Oil Refining. Crude oil refining processes and systems account for only two and a half percent of total CH<sub>4</sub> emissions from the oil industry because most of the CH<sub>4</sub> in crude oil is removed or escapes before the crude oil is delivered to the refineries. Within refineries, vented emissions account for about 87 percent of the emissions, while fugitive and combustion emissions account for approximately 6 percent each. Refinery system blowdowns for maintenance and the process of asphalt blowing—with air to harden it—are the primary venting contributors. Most of the fugitive emissions from refineries are from leaks in the fuel gas system. Refinery combustion emissions accumulate from small amounts of unburned CH<sub>4</sub> in process heater stack emissions and from unburned CH<sub>4</sub> in engine exhausts and flares.

Table 3-35: CH<sub>4</sub> Emissions from Petroleum Systems (Tg CO<sub>2</sub> Eq.)

Activity	1990	1996	1997	1998	1998	2000	2001	2002
<b>Production Field Operations</b> <sup>a</sup>	28.2	24.9	24.8	24.3	23.0	22.8	22.8	22.5
Tank venting	12.7	11.5	11.7	11.5	10.9	11.0	11.0	10.8
Pneumatic device venting	11.5	10.8	10.8	10.6	10.3	10.0	10.0	10.0
Wellhead fugitives	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Combustion & process upsets	2.2	2.1	2.1	2.0	1.9	1.9	1.9	1.9
Misc. venting & fugitives	1.4	1.3	1.3	1.3	1.3	1.3	1.3	1.3
Crude Oil Transportation	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Refining	0.5	0.5	0.6	0.6	0.6	0.6	0.6	0.6
<b>Total estimated emissions</b>	28.9	25.6	25.5	25.0	23.7	23.5	23.5	23.2

 $<sup>^{\</sup>mathrm{a}}$  Including CH<sub>4</sub> emissions reductions achieved by the Natural Gas STAR Program. See Table 3-44 of Annex 3 to this report.

Table 3-36: CH<sub>4</sub> Emissions from Petroleum Systems (Gg)

Activity	1990	1996	1997	1998	1999	2000	2001	2002
<b>Production Field Operations</b> <sup>a</sup>	1,344	1,187	1,182	1,157	1,097	1,086	1,086	1,072
Tank venting	606	547	557	549	520	523	523	513
Pneumatic device venting	545	516	515	504	488	478	475	474

Activity	1990	1996	1997	1998	1999	2000	2001	2002
Wellhead fugitives	26	25	25	25	24	22	22	22
Combustion & process upsets	104	98	98	96	92	91	91	91
Misc. venting & fugitives	65	63	63	62	61	60	60	60
Crude Oil Transportation	7	6	6	6	6	5	5	5
Refining	25	26	27	27	27	28	27	27
<b>Total estimated emissions</b>	1,375	1,218	1,215	1,190	1,129	1,119	1,118	1,104

a Including CH<sub>4</sub> emissions reductions achieved by the Natural Gas STAR Program. See Table 3-38 of Annex 3 to this report.

# Methodology

The methodology for estimating CH<sub>4</sub> emissions from petroleum systems is based on a comprehensive study of CH<sub>4</sub> emissions from U.S. petroleum systems, *Estimates of Methane Emissions from the U.S. Oil Industry (Draft Report)* (EPA 1999) and *Methane Emissions from the U.S. Petroleum Industry* (Radian 1996a-d). These studies combined emission estimates from 70 activities occurring in petroleum systems from the oil wellhead through crude oil refining, including 39 activities for crude oil production field operations, 11 for crude oil transportation activities, and 20 for refining operations. Annex 3.5 provides greater detail on the emission estimates for these 70 activities. The estimates of CH<sub>4</sub> emissions from petroleum systems do not include emissions downstream from oil refineries because these emissions are very small compared to CH<sub>4</sub> emissions upstream from oil refineries.

The methodology for estimating CH<sub>4</sub> emissions from the 70 oil industry activities employs emission factors initially developed by EPA (1999) and activity factors that are based on EPA (1999) and Radian (1996a-d). Emissions are estimated for each activity by multiplying emission factors (e.g., emission rate per equipment item or per activity) by their corresponding activity factor (e.g., equipment count or frequency of activity). The report provides emission factors and activity factors for all activities except those related to offshore oil production. For offshore oil production, an emission factor was calculated by dividing an emission estimate from the Minerals Management Service (MMS) by the number of platforms. Emission factors were held constant for the period 1990 through 2002.

Activity factors for 1990 through 2002 were collected from a wide variety of statistical resources. For some years, complete activity factor data were not available. In such cases, one of three approaches was employed. Where appropriate, the activity factor was calculated from related statistics using ratios developed for Radian (1996a-d). For example, Radian (1996a-d) found that the number of heater treaters (a source of CH<sub>4</sub> emissions) is related to both number of producing wells and annual production. To estimate the activity factor for heater treaters, reported statistics for wells and production were used, along with the ratios developed for Radian (1996a-d). In other cases, the activity factor was held constant from 1990 through 2002 based on EPA (1999). Lastly, the previous year's data were used when data for the current year were unavailable. See Annex 3.5 for additional detail.

Nearly all emission factors were taken from Radian (1996e). The remaining emission factors were taken from the following sources: the American Petroleum Institute (API 1996), EPA default values, MMS reports (MMS 1995 and 1999), the Exploration and Production (E&P) Tank model (API and GRI), reports by the Canadian Association of Petroleum Producers (CAPP 1992 and 1993), and the consensus of industry peer review panels.

Among the more important references used to obtain activity factors are the Energy Information Administration annual and monthly reports (EIA 1995-2003), the API *Basic Petroleum Data Book* (API 2002), *Methane Emissions from the Natural Gas Industry* prepared for the Gas Research Institute (GRI) and EPA (Radian 1996a-d), consensus of industry peer review panels, MMS reports (MMS 1995 and 1999), and the *Oil & Gas Journal* (OGJ 1990 through 2002). Annex 3.5 provides a complete list of references.

## Uncertainty

The detailed, bottom-up analysis used to evaluate U.S. petroleum systems reduces the uncertainty related to the CH<sub>4</sub> emission estimates in comparison with a top-down approach. However, a number of uncertainties remain. Emission factors and activity factors are based on a combination of measurements, equipment design data, engineering calculations and studies, surveys of selected facilities and statistical reporting. Statistical uncertainties

arise from natural variation in measurements, equipment types, operational variability and survey and statistical methodologies. Published activity factors are not available every year for all 70 activities analyzed for petroleum systems; therefore, some are estimated. Because of the dominance of six major sources, which account for 90 percent of the total emissions, the uncertainty surrounding the six sources has been estimated and serves as the basis for determining the uncertainty surrounding petroleum systems emissions estimates. The preliminary results of the quantitative uncertainty analysis (see Table 3-37) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions from this source is within the range of approximately 20.2 to 32.7 Tg CO<sub>2</sub> Eq. (or that the actual CO<sub>2</sub> emissions are likely to fall within the range of approximately 13 percent below and 41 percent above the emission estimate of 23.2 Tg CO<sub>2</sub> Eq.).

Table 3-37: Range of Uncertainty Estimates for CH<sub>4</sub> Emissions from Petroleum Systems (Tg CO<sub>2</sub> Eq. and Percent)

		2002						
		<b>Emission</b>						
Source	Gas	<b>Estimate</b>	Uncertainty Range Relative to Emission Estimate <sup>a</sup>					
		(Tg CO <sub>2</sub> Eq.)	$(Tg CO_2 Eq.)$		(%)			
			Lower	Upper	Lower	Upper		
			Bound	Bound	Bound	Bound		
Petroleum Systems	CH₄	23.2	20.2	32.7	-13%	+41%		

<sup>&</sup>lt;sup>a</sup> Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

#### Recalculations Discussion

Estimates of CH<sub>4</sub> from petroleum systems contain three changes with respect to previous inventories. First, the activity factor for CH<sub>4</sub> emissions from oil tanks in the production sector was modified to avoid double counting vapor recovery unit reductions. The previous methodology included an assumption that 29 percent of crude oil production was flared, stored in tanks with vapor recovery units, or in floating roof tanks. The new calculation assumes venting emissions from crude oil tanks is based on the crude oil production from the lower 48 states only. The adjustment has been made to prevent double counting vapor recovery units emissions from the Natural Gas STAR Program and to correct for Alaskan crude production which has been using vapor recovery units since pre-1990. Natural Gas STAR does not include any reductions from Alaskan production at this time. The second change was the use of a new data source for the fuel gas systems in the refinery sector. Previously, the activity factor for fuel gas systems was the number of total refineries in the United States. However, the number of operating petroleum refineries is now available on an annual basis. The model has been changed to reflect a more accurate activity factor based on operating refineries as the emissions sources. The final change is the revision of the high and low bleed pneumatic devices emission factors. Emission factors for pneumatic devices in the production sector were recalculated using emission data published in the EPA/GRI 1996 study, averaging the high bleed data for those devices that were judged to be in the production sector, and averaging low bleed data for those devices in the production sector. The combination of these changes resulted in an average annual increase of 1.4 Tg CO<sub>2</sub> Eq. (7 percent) in CH<sub>4</sub> emissions for the period 1990 through 2001.

## Planned Improvements

Several improvements to the emission estimates are being evaluated that fine-tune and better track changes in emissions. These include, but are not limited to, some activity factors that are also accounted for in the Natural Gas STAR Program emission reductions, some emission factors for consistency between CH<sub>4</sub> emissions from petroleum systems and natural gas systems and some source listings for consistency between these two sources.

# 3.8. Natural Gas Systems (IPCC Source Category 1B2b)

The U.S. natural gas system encompasses hundreds of thousands of wells, hundreds of processing facilities, and over a million miles of transmission and distribution pipelines. Overall, natural gas systems emitted 121.8 Tg  $CO_2$  Eq. (5,801 Gg) of  $CH_4$  in 2002, a slight decrease over 1990 emissions (see Table 3-38 and Table 3-39). Improvements in management practices and technology, along with the replacement of older equipment, have helped to stabilize emissions (EPA 2002).

Methane emissions from natural gas systems are generally process related, with normal operations, routine maintenance, and system upsets being the primary contributors. Emissions from normal operations include: natural gas combusting engines and turbine exhaust, bleed and discharge emissions from pneumatic devices, and fugitive emissions from system components. Routine maintenance emissions originate from pipelines, equipment, and wells during repair and maintenance activities. Pressure surge relief systems and accidents can lead to system upset emissions. Below is a characterization of the four major stages of the natural gas system. Each of the stages is described and the different factors affecting  $CH_4$  emissions are discussed.

Field Production. In this initial stage, wells are used to withdraw raw gas from underground formations. Emissions arise from the wells themselves, gathering pipelines, and well-site gas treatment facilities such as dehydrators and separators. Fugitive emissions and emissions from pneumatic devices account for the majority of emissions. Emissions from field production accounted for approximately 26.5 percent of  $CH_4$  emissions from natural gas systems between 1990 and 2002.

*Processing*. In this stage, natural gas liquids and various other constituents from the raw gas are removed, resulting in "pipeline quality" gas, which is injected into the transmission system. Fugitive emissions from compressors, including compressor seals, are the primary emission source from this stage. Processing plants account for about 11.8 percent of  $CH_4$  emissions from natural gas systems.

Transmission and Storage. Natural gas transmission involves high pressure, large diameter pipelines that transport gas long distances from field production and processing areas to distribution systems or large volume customers such as power plants or chemical plants. Compressor station facilities, which contain large reciprocating and turbine compressors, are used to move the gas throughout the United States transmission system. Fugitive emissions from these compressor stations and from metering and regulating stations account for the majority of the emissions from this stage. Pneumatic devices and engine exhaust are also sources of emissions from transmission facilities. Methane emissions from transmission have historically accounted for approximately a third of the emissions from natural gas systems.

Natural gas is also injected and stored in underground formations during periods of low demand (e.g., summer), and withdrawn, processed, and distributed during periods of high demand (e.g., winter). Compressors and dehydrators are the primary contributors to emissions from these storage facilities. Approximately one percent of total emissions from natural gas systems can be attributed to storage facilities.

*Distribution*. Distribution pipelines take the high-pressure gas from the transmission system at "city gate" stations, reduce the pressure and distribute the gas through mains and service lines to individual end users. There were over 1,141,759 miles of distribution mains in 2002, an increase from just over 837,300 miles in 1990 (OPS 2002a). Distribution system emissions, which account for approximately 25.6 percent of emissions from natural gas systems, result mainly from fugitive emissions from gate stations and non-plastic piping (cast iron, steel).<sup>52</sup> An increased use of plastic piping, which has lower emissions than other pipe materials, has reduced the growth in emissions from this stage. Distribution system emissions in 2002 were slightly lower than 1990 levels.

Table 3-38: CH<sub>4</sub> Emissions from Natural Gas Systems (Tg CO<sub>2</sub> Eq.)

Stage	1990	1996	1997	1998	1999	2000	2001	2002
Field Production	30.3	32.3	33.2	33.7	30.8	35.0	38.5	38.1
Processing	14.7	14.8	14.8	14.7	14.6	14.8	15.1	14.6
Transmission and Storage	46.7	46.7	46.0	45.1	43.9	43.3	39.4	39.7
Distribution	30.2	33.6	32.1	30.9	31.6	32.5	31.9	29.4
Total	122.0	127.4	126.1	124.5	120.9	125.7	124.9	121.8

Note: Totals may not sum due to independent rounding.

<sup>&</sup>lt;sup>52</sup> The percentages of total emissions from each stage may not add to 100 because of independent rounding.

Table 3-39: CH<sub>4</sub> Emissions from Natural Gas Systems (Gg)

Stage	1990	1996	1997	1998	1999	2000	2001	2002
Field Production	1,445	1,538	1,579	1,606	1,467	1,668	1,833	1,817
Processing	702	705	705	700	694	705	718	697
Transmission and Storage	2,223	2,223	2,191	2,150	2,090	2,062	1,876	1,890
Distribution	1,440	1,599	1,530	1,473	1,506	1,549	1,520	1,398
Total	5,811	6,065	6,005	5,929	5,757	5,985	5,946	5,801

Note: Totals may not sum due to independent rounding.

# Methodology

The basis for estimates of  $CH_4$  emissions from the U.S. natural gas industry is a detailed study by the Gas Research Institute and EPA (EPA/GRI 1996). The EPA/GRI study developed over 100 emission and activity factors to characterize emissions from the various components within the operating stages of the U.S. natural gas system. The study was based on a combination of process engineering studies and measurements at representative gas facilities. From this analysis, a 1992 emission estimate was developed using the emission and activity factors. For other years, a set of industry activity factor drivers was developed that can be used to update activity factors. These drivers include statistics on gas production, number of wells, system throughput, miles of various kinds of pipe, and other statistics that characterize the changes in the U.S. natural gas system infrastructure and operations.

See Annex 3.4 for more detailed information on the methodology and data used to calculate CH<sub>4</sub> emissions from natural gas systems.

Activity factor data were taken from the following sources: American Gas Association (AGA 1991-1998); American Petroleum Institute (API 2002); Minerals and Management Service (DOI 1998-2003); Natural Gas Annual (EIA 1993, 1996, 1997, 1998a, 2003d, 2003f, 1998g); Natural Gas Monthly (EIA 2003b, 2001, 2003c, 2001, 2003e); Office of Pipeline Safety (OPS 2003 a,b); Oil and Gas Journal (OGJ 1999 through 2002). The Gas Systems Analysis model was used to aid in collecting data for non-associated and associated wells (GSAM 1997). All emissions factors were taken from EPA/GRI (1996). Coalbed CH<sub>4</sub> well activity factors were taken from the Wyoming Oil and Gas Conservation Commission and the Alabama State Oil and Gas Board.

## Uncertainty

The heterogeneous nature of the natural gas industry makes it difficult to sample facilities that are completely representative of the entire industry. Because of this, scaling up from model facilities introduces a degree of uncertainty. Additionally, highly variable emission rates were measured among many system components, making the calculated average emission rates uncertain. The preliminary results of the quantitative uncertainty analysis (see Table 3-40) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions from this source is within the range of approximately 73.1 to 170.5 Tg  $CO_2$  Eq. (or that the actual  $CO_2$  emissions are likely to fall within the range of approximately 40 percent below and 40 percent above the emission estimate of 121.8 Tg  $CO_2$  Eq.).

Table 3-40: Range of Uncertainty Estimates for CH<sub>4</sub> Emissions from Natural Gas Systems (Tg CO<sub>2</sub> Eq. and Percent)

		2002					
		<b>Emission</b>	Uncertainty Range Relative to Emission				
Source	Gas	<b>Estimate</b>	<b>Estimate</b> <sup>a</sup>				
		(Tg CO <sub>2</sub> Eq.)	(Tg CO <sub>2</sub> Eq.)		(%)	)	
			Lower	Upper	Lower	Upper	
			Bound	Bound	Bound	Bound	
Natural Gas Systems	$CH_4$	121.8	73.1	170.5	-40%	+40%	

<sup>&</sup>lt;sup>a</sup> Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

#### Recalculations Discussion

Emissions with Natural Gas STAR reductions were updated using new Gas STAR emissions reduction data. New sources for water production activity factors were used for the entire time series for coalbed  $CH_4$  emissions. These historical data changes resulted in an average annual increase of 1.1 Tg  $CO_2$  Eq. (0.9 percent) in  $CH_4$  emissions for the period 1990 through 2001.

## Planned Improvements

Several improvements to the emission estimates are being evaluated that fine-tune and better track changes in emissions. These include, but are not limited to, some activity factors that are also accounted for in the Natural Gas STAR Program emission reductions, some emission factors for consistency between emission estimates from Petroleum Systems and Natural Gas Systems, and some source listings for consistency between these two sources.

# 3.9. Municipal Solid Waste Combustion (IPCC Source Category 1A5)

Combustion is used to manage about 7 to 17 percent of the municipal solid wastes generated in the United States, depending on the source of the estimate and the scope of materials included in the definition of solid waste (EPA 2000c, Goldstein and Matdes 2001). Almost all combustion of municipal solid wastes in the United States occurs at waste-to-energy facilities where energy is recovered, and thus emissions from waste combustion are accounted for in the Energy chapter. Combustion of municipal solid wastes results in conversion of the organic inputs to CO<sub>2</sub>. According to the IPCC Guidelines, when the CO<sub>2</sub> emitted is of fossil origin, it is counted as a net anthropogenic emission of CO<sub>2</sub> to the atmosphere. Thus, the emissions from waste combustion are calculated by estimating the quantity of waste combusted and the fraction of the waste that is carbon derived from fossil sources.

Most of the organic materials in municipal solid wastes are of biogenic origin (e.g., paper, yard trimmings), and have their net carbon flows accounted for under the Land-Use Change and Forestry chapter (see Box 3-3). However, some components—plastics, synthetic rubber, and synthetic fibers—are of fossil origin. Plastics in the U.S. waste stream are primarily in the form of containers, packaging, and durable goods. Rubber is found in durable goods, such as carpets, and in non-durable goods, such as clothing and footwear. Fibers in municipal solid wastes are predominantly from clothing and home furnishings. Tires are also considered a "non-hazardous" waste and are included in the municipal solid waste combustion estimate, though waste disposal practices for tires differ from the rest of municipal solid waste.

[Begin Text Box]

## Box 3-3: Biogenic Emissions and Sinks of Carbon

For many countries, CO<sub>2</sub> emissions from the combustion or degradation of biogenic materials are important because of the significant amount of energy they derive from biomass (e.g., burning fuelwood). The fate of biogenic materials is also important when evaluating waste management emissions (e.g., the decomposition of paper). The carbon contained in paper was originally stored in trees during photosynthesis. Under natural conditions, this material would eventually degrade and cycle back to the atmosphere as CO<sub>2</sub>. The quantity of carbon that these degradation processes cycle through the Earth's atmosphere, waters, soils, and biota is much greater than the quantity added by anthropogenic greenhouse gas sources. But the focus of the UNFCCC is on emissions resulting from human activities and subject to human control, because it is these emissions that have the potential to alter the climate by disrupting the natural balances in carbon's biogeochemical cycle, and enhancing the atmosphere's natural greenhouse effect.

Carbon dioxide emissions from biogenic materials (e.g., paper, wood products, and yard trimmings) grown on a sustainable basis are considered to mimic the closed loop of the natural carbon cycle—that is, they return to the atmosphere CO<sub>2</sub> that was originally removed by photosynthesis. However, CH<sub>4</sub> emissions from landfilled waste occur due to the man-made anaerobic conditions conducive to CH<sub>4</sub> formation that exist in landfills, and are consequently included in this inventory.

The removal of carbon from the natural cycling of carbon between the atmosphere and biogenic materials—which occurs when wastes of biogenic origin are deposited in landfills—sequesters carbon. When wastes of sustainable, biogenic origin are landfilled, and do not completely decompose, the carbon that remains is effectively removed from the global carbon cycle. Landfilling of forest products, yard trimmings, and food scraps resulted in long-term storage of 165.4 Tg CO<sub>2</sub> Eq. in 2002. Carbon storage that results from forest products, yard trimmings, and food scraps disposed in landfills is accounted for in the Land-Use Change and Forestry chapter.

#### [End Box]

Approximately 24 million metric tons of municipal solid wastes were combusted in the United States in 2002. Carbon dioxide emissions from combustion of municipal solid wastes rose 72 percent since 1990, to an estimated 18.8 Tg  $CO_2$  Eq. (18,781 Gg) in 2002, as the volume of plastics and other fossil carbon-containing materials in MSW increased (see Table 3-41 and Table 3-42). Waste combustion is also a source of  $N_2O$  emissions (De Soete 1993). Nitrous oxide emissions from municipal solid waste combustion were estimated to be 0.4 Tg  $CO_2$  Eq. (1 Gg) in 2002, and have not changed significantly since 1990.

Table 3-41: CO<sub>2</sub> and N<sub>2</sub>O Emissions from Municipal Solid Waste Combustion (Tg CO<sub>2</sub> Eq.)

Gas/Waste Product	1990	1996	1997	1998	1999	2000	2001	2002
$CO_2$	10.9	17.2	17.8	17.1	17.6	18.0	18.8	18.8
Plastics	8.0	11.4	11.9	11.4	12.0	12.1	12.7	12.7
Synthetic Rubber in Tires	0.2	0.9	0.9	0.9	0.9	0.9	0.9	0.9
Carbon Black in Tires	0.2	1.2	1.2	1.2	1.2	1.2	1.2	1.2
Synthetic Rubber in MSW	1.3	1.7	1.7	1.6	1.6	1.7	1.8	1.8
Synthetic Fibers	1.2	2.0	2.1	2.0	2.0	2.1	2.2	2.2
$N_2O$	0.4	0.4	0.4	0.3	0.3	0.4	0.4	0.4
Total	11.3	17.6	18.1	17.4	18.0	18.3	19.1	19.1

Table 3-42: CO<sub>2</sub> and N<sub>2</sub>O Emissions from Municipal Solid Waste Combustion (Gg)

Gas/Waste Product	1990	1996	1997	1998	1999	2000	2001	2002
CO <sub>2</sub>	10,919	17,193	17,761	17,094	17,632	17,979	18,781	18,781
Plastics	7,953	11,377	11,914	11,427	11,950	12,145	12,718	12,718
Synthetic Rubber in Tires	191	895	891	887	890	893	895	895
Carbon Black in Tires	249	1,170	1,165	1,160	1,164	1,167	1,170	1,170
Synthetic Rubber in MSW	1,330	1,725	1,725	1,627	1,612	1,689	1,810	1,810
Synthetic Fibers	1,196	2,026	2,065	1,992	2,016	2,086	2,187	2,187
N <sub>2</sub> O	1	1	1	1	1	1	1	1

Ambient air pollutants are also emitted during waste incineration and open burning, as shown in Table 3-43. These emissions are a relatively small portion of the overall ambient air pollutant emissions, comprising less than 5 percent for each gas over the entire time series.

Table 3-43: NO<sub>x</sub>, CO, and NMVOC Emissions from Municipal Solid Waste Combustion (Gg)

Gas/Source	1990	1996	1997	1998	1999	2000	2001	2002
NO <sub>x</sub>	82	135	140	145	142	149	149	149
Waste Incineration	44	46	48	49	48	50	50	50
Open Burning	38	89	92	96	94	99	99	99
CO	978	2,628	2,668	2,826	2,833	2,914	2,916	3,294
Waste Incineration	337	66	68	69	69	70	72	81
Open Burning	641	2,562	2,600	2,757	2,764	2,844	2,844	3,213
NMVOCs	222	304	313	326	326	332	333	333
Waste Incineration	44	23	23	23	20	20	21	21
Open Burning	178	281	290	303	306	312	312	313

Note: Totals may not sum due to independent rounding.

# Methodology

Emissions of CO<sub>2</sub> from MSW combustion include CO<sub>2</sub> generated by the combustion of plastics, synthetic fibers, and synthetic rubber, as well as the combustion of synthetic rubber and carbon black in tires. These emissions were calculated by multiplying the amount of each material combusted by the carbon content of the material and the fraction oxidized (98 percent). Plastics combusted in municipal solid wastes were categorized into seven plastic resin types, each material having a discrete carbon content. Similarly, synthetic rubber is categorized into three product types, and synthetic fibers were categorized into four product types, each having a discrete carbon content. Scrap tires contain several types of synthetic rubber, as well as carbon black. Each type of synthetic rubber has a discrete carbon content, and carbon black is 100 percent carbon. Emissions of CO<sub>2</sub> were calculated based on the number of scrap tires used for fuel and the synthetic rubber and carbon black content of the tires.

More detail on the methodology for calculating emissions from each of these waste combustion sources is provided in Annex 3.6.

For each of the methods used to calculate CO<sub>2</sub> emissions from municipal solid waste combustion, data on the quantity of product combusted and the carbon content of the product are needed. It was estimated that approximately 24 million metric tons of municipal solid wastes were combusted in the United States in 2002. Waste generation was approximated using a population-based linear regression model, and the percentage of generation managed by incineration was assumed to be the same as for 2000 (Goldstein and Madtes 2001). For plastics, synthetic rubber, and synthetic fibers, the amount of material in municipal solid wastes and its portion combusted were taken from the *Characterization of Municipal Solid Waste in the United States* (EPA 2000c, 2002a, 2003). For synthetic rubber and carbon black in scrap tires, this information was provided by the *U.S. Scrap Tire Markets 2001* (RMA 2002) and *Scrap Tires, Facts and Figures* (STMC 2000, 2001, 2002, 2003).

Average carbon contents for the "Other" plastics category, synthetic rubber in municipal solid wastes, and synthetic fibers were calculated from 1998 production statistics, which divide their respective markets by chemical compound. For synthetic rubber in scrap tires information about scrap tire composition was taken from the Scrap Tire Management Council's Internet web site (STMC 2003).

The assumption that 98 percent of organic carbon is oxidized (which applies to all municipal solid waste combustion categories for CO<sub>2</sub> emissions) was reported in the EPA's life cycle analysis of greenhouse gas emissions and sinks from management of solid waste (EPA 2002b).

Combustion of municipal solid waste also results in emissions of  $N_2O$ . These emissions were calculated as a function of the total estimated mass of municipal solid waste combusted and an emission factor. The  $N_2O$  emission estimates are based on different data sources. As noted above,  $N_2O$  emissions are a function of total waste combusted in each year; for 1990 through 2000, these data were derived from the December 2001 issue of *BioCycle* (Goldstein and Matdes 2001). For 2001 and 2002, the estimates are extrapolated, using a linear regression model of waste generation based on historical data of U.S. population and waste generation from 1990 through 2000. Table 3-44 provides data on municipal solid waste generation and percentage combustion for the total waste stream. The emission factor of  $N_2O$  emissions per quantity of municipal solid waste combusted is an average of values from IPCC's Good Practice Guidance (2000).

Table 3-44: Municipal Solid Waste Generation (Metric Tons) and Percent Combusted

Year	Waste Generation	Combusted (%)
1990	266,365,714	11.5
1991	254,628,360	10.0
1992	264,668,342	11.0
1993	278,388,835	10.0
1994	292,915,829	10.0
1995	296,390,405	10.0
1996	297,071,712	10.0
1997	308,870,755	9.0
1998	339,865,243	7.5

1999	347,089,277	7.0
2000	371,071,109	7.0
2001	$369,801,530^{a}$	$7.0^{\rm b}$
2002	380 268 726 <sup>a</sup>	$7.0^{b}$

<sup>&</sup>lt;sup>a</sup> Waste generation derived from linear regression model as 2001 and 2002 data is not yet available.

EPA (2003) provided emission estimates for NOx, CO, and NMVOCs from waste incineration and open burning, which were determined using industry published production data and applying average emission factors.

# Uncertainty

A Tier 2 Monte Carlo analysis was performed to determine the level of uncertainty surrounding the estimates of  $CO_2$  emissions from municipal solid waste combustion. A Tier 2 analysis was performed to allow the specification of probability density functions for key variables, within a computational structure that mirrors the calculation of the inventory estimate. Uncertainty estimates and distributions for waste generation variables (i.e., plastics, synthetic rubber, and textiles generation) were obtained from the authors of the *Municipal Solid Waste in the United States* reports. Statistical analyses or expert judgments of uncertainty were not available directly from the information sources for the other variables; thus, uncertainty estimates for these variables were determined using assumptions based on source category knowledge and the known uncertainty estimates for the waste generation variables. The highest levels of uncertainty surround the variables that are based on assumptions (e.g., percent of clothing and foot wear that is composed of synthetic rubber); the lowest levels of uncertainty surround variables that were determined by quantitative measurements (e.g., combustion efficiency, carbon content of carbon black).

The preliminary results of the quantitative uncertainty analysis (Table 3-45) indicate that, on average, in 19 out of 20 times (i.e., there is a 95 percent probability), the total greenhouse gas emissions from this source is within the range of approximately 15.6 to 22.1 Tg  $CO_2$  Eq. (or that the actual  $CO_2$  emissions are likely to fall within the range of approximately 17 percent below and 17 percent above the emission estimate of 18.8 Tg  $CO_2$  Eq.).

Table 3-45: Range of Uncertainty Estimates for CO<sub>2</sub> from Municipal Solid Waste Combustion (Tg CO<sub>2</sub> Eq. and Percent)

Source	Gas	2002 Emission Estimate	Uncertainty Range Relative to Emission Estimate <sup>a</sup>			ve to
		(Tg CO <sub>2</sub> Eq.)	(Tg CC	2 Eq.)	(%)	
			Lower	Upper	Lower	Upper
			Bound	Bound	<b>Bound</b>	Bound
Municipal Solid Waste Combustion	$CO_2$	18.8	15.6	22.1	-17%	+17%

<sup>&</sup>lt;sup>a</sup> Range of emissions estimates predicted by Monte Carlo Stochastic Simulation for a 95% confidence interval.

The uncertainties in the waste combustion emission estimates arise from both the assumptions applied to the data and from the quality of the data.

• MSW Combustion Rate. A source of uncertainty affecting both fossil CO<sub>2</sub> and N<sub>2</sub>O emissions is the estimate of the MSW combustion rate. The EPA (2000c, 2002a, 2003) estimates of materials generated, discarded, and combusted carry considerable uncertainty associated with the material flows methodology used to generate them. Similarly, the BioCycle (Glenn 1999, Goldstein and Matdes 2000, Goldstein and Matdes 2001) estimate of total waste combustion—used for the N<sub>2</sub>O emissions estimate—is based on a survey of state officials, who use differing definitions of solid waste and who draw from a variety of sources of varying reliability and accuracy. Despite the differences in methodology and data sources, the two references—the EPA's Office of Solid Waste (EPA 2000a, 2002b, 2003) and BioCycle (Glenn 1999, Goldstein and Matdes 2000, Goldstein and Matdes 2001)—provide estimates of total solid waste combusted that are relatively consistent (see Table 3-46).

Table 3-46: U.S. Municipal Solid Waste Combusted, as Reported by EPA and BioCycle (Metric Tons)

Year EPA BioCycle	
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<sup>&</sup>lt;sup>b</sup> 2000 data used as a surrogate since 2001 and 2002 data are not yet available.

1990	28,855,809	30,632,057
1991	27,773,783	25,462,836
1992	29,568,442	29,113,518
1993	28,696,188	27,838,884
194	29,532,844	29,291,583
195	32,182,194	29,639,040
1996	32,831,450	29,707,171
1997	33,597,844	27,798,368
1998	31,205,358	25,489,893
1999	30,859,134	24,296,249
2000	30,512,946	25,974,978
2001	30,569,746	23,483,876 <sup>a</sup>
2002	NA	24,148,585 <sup>a</sup>

NA (Not Available)

- Fraction Oxidized. Another source of uncertainty for the CO<sub>2</sub> emissions estimate is fraction oxidized. Municipal waste combustors vary considerably in their efficiency as a function of waste type, moisture content, combustion conditions, and other factors. Despite this variability in oxidation rates, a value of 98 percent was assumed for this analysis.
- *Missing Data on Municipal Solid Waste Composition*. Disposal rates have been interpolated when there is an incomplete interval within a time series. Where data are not available for years at the end of a time series (1990, 2001, 2002), they are set equal to the most recent years for which estimates are available.
- Average Carbon Contents. Average carbon contents were applied to the mass of "Other" plastics combusted, synthetic rubber in tires and municipal solid waste, and synthetic fibers. These average values were estimated from the average carbon content of the known products recently produced. The true carbon content of the combusted waste may differ from this estimate depending on differences in the chemical formulation between the known and unspecified materials, and differences between the composition of the material disposed and that produced. For rubber, this uncertainty is probably small since the major elastomers' carbon contents range from 77 to 91 percent; for plastics, where carbon contents range from 29 to 92 percent, it may be more significant. Overall, this is a small source of uncertainty.
- Synthetic/Biogenic Assumptions. A portion of the fiber and rubber in municipal solid waste is biogenic in origin. Assumptions have been made concerning the allocation between synthetic and biogenic materials based primarily on expert judgment.
- Combustion Conditions Affecting N<sub>2</sub>O Emissions. Because insufficient data exist to provide detailed estimates of N<sub>2</sub>O emissions for individual combustion facilities, the estimates presented exhibit high uncertainty. The emission factor for N<sub>2</sub>O from municipal solid waste combustion facilities used in the analysis is an average of default values used to estimate N<sub>2</sub>O emissions from facilities worldwide (Johnke 1999, UK: Environment Agency 1999, Yasuda 1993). These factors span an order of magnitude, reflecting considerable variability in the processes from site to site. Due to a lack of information on the control of N<sub>2</sub>O emissions from MSW combustion facilities in the United States, the estimate of zero percent for N<sub>2</sub>O emissions control removal efficiency also exhibits uncertainty.

Development of a full quantitative uncertainty analysis for total emissions from municipal solid waste combustion is expected to be a multi-year process. Subsequent Inventory reports will build on the analysis above, adding an analysis of the uncertainty of  $N_2O$  emissions and incorporating more precise estimates of uncertainty for more activity variables.

<sup>&</sup>lt;sup>a</sup> Used linear regression model to estimate generation for 2001 and 2002 as data were not yet available.

#### Recalculations Discussion

The method for calculating  $N_2O$  emissions from municipal solid waste combustion has been revised to use a new emission factor. This updated factor is the average of several emission factors reported in the IPCC Good Practice Guidance (2000) for the type of combustors used in the United States, and is thus more representative of U.S. emissions. Additionally, the method for filling in a time series where data are unavailable has been modified in this year's inventory. Data at the ends of time series are held constant at the level of the closest year with reported data;  $^{53}$  data for years within the time series are linearly interpolated between the bracketing data points.

This inventory section also includes updated data for several sub-categories within the municipal solid waste combustion sector. The percentage of discards in the overall waste stream that is combusted (which is used in calculations for plastics, synthetic rubber in municipal solid wastes, and synthetic fibers) was revised; rather than using a single data point (for 1998) this year's calculations use an annually variable time series of data. Activity data on generation and recovery of plastics, synthetic rubber in municipal solid wastes, and synthetic fibers have been updated using the draft report *Municipal Solid Waste in the United States: 2001 Facts and Figures* (EPA 2003) and *Municipal Solid Waste in the United States: 1999 Facts and Figures* (EPA 2001). Tire usage data have been updated based on the most current scrap tire report, *U.S. Scrap Tire Markets 2001* (RMA 2002). Together, these methodological and historical data changes result in an average annual decrease of 4.4 Tg CO<sub>2</sub> Eq. (22 percent) of CO<sub>2</sub> emissions and an average annual increase of 0.1 Tg CO<sub>2</sub> Eq. (46 percent) in N<sub>2</sub>O emissions for the period 1990 through 2001.

# 3.10. Natural Gas Flaring and Ambient Air Pollutant Emissions from Oil and Gas Activities (IPCC Source Category 1B2)

The flaring of natural gas from on- and off-shore oil wells is a small source of  $CO_2$ . In addition, oil and gas activities also release small amounts of  $NO_x$ , CO, and NMVOCs. This source accounts for only a small proportion of overall emissions of each of these gases. Emissions of  $NO_x$ , and CO from petroleum and natural gas production activities were both less than 1 percent of national totals, while NMVOC and  $SO_2$  emissions were roughly 2 percent of national totals.

The flaring (i.e. combustion) and venting of natural gas during petroleum production result in the release of  $CO_2$  and  $CH_4$  emissions, respectively. Barns and Edmonds (1990) noted that of total reported U.S. venting and flaring, approximately 20 percent may be vented, with the remaining 80 percent flared, but it is now believed that flaring accounts for an even greater proportion. Studies indicate that the percentage of natural gas that is flared from offshore U.S. production is considerably lower (approximately 30 percent in 2002), due in part to differences in the legislation governing on- and off-shore natural gas production. Methane emissions from venting are accounted for under Petroleum Systems. For 2002, total  $CO_2$  emissions from flaring activities were estimated to be 5.3 Tg  $CO_2$  Eq. (5,299 Gg), a decrease of 9 percent from 1990 levels. On-shore flaring activities accounted for 5.1 Tg  $CO_2$  Eq. (5,066 Gg), or 96 percent, of the total flaring emissions, while off-shore flaring constituted 0.2 Tg  $CO_2$  Eq. (233 Gg), or 4 percent, of the total (see Table 3-47).

Table 3-47: CO<sub>2</sub> Emissions from On-Shore and Off-Shore Natural Gas Flaring (Tg CO<sub>2</sub> Eq.)

	1990	1996	1997	1998	1999	2000	2001	2002
On-Shore Flaring	5.5	8.2	7.6	6.3	6.7	5.5	5.2	5.1
Off-Shore Flaring	0.3	0.3	0.3	0.3	0.3	0.2	0.2	0.2
Total Flaring	5.8	8.5	7.9	6.6	6.9	5.8	5.4	5.3

Note: Totals may not sum due to independent rounding.

<sup>&</sup>lt;sup>53</sup> An exception to this methodology exists for the MSW generation activity data for 2001 and 2002. These data are generated using a population-based linear regression model so as to be consistent with the input data used in the landfill methane section of the Inventory.

Table 3-48: CO<sub>2</sub> Emissions from On-Shore and Off-Shore Natural Gas Flaring (Gg)

	1990	1996	1997	1998	1999	2000	2001	2002
On-Shore Flaring	5,514	8,233	7,565	6,250	6,679	5,525	5,179	5,066
Off-Shore Flaring	296	296	309	316	264	244	233	233
Total Flaring	5,810	8,529	7,874	6,566	6,943	5,769	5,412	5,299

Note: Totals may not sum due to independent rounding.

In addition, oil and gas activities, including production, transportation, and storage, result in the release of small amounts of  $NO_x$ , CO, and NMVOCs. Ambient air pollutant emissions from this source from 1990 to 2002 are presented below (see Table 3-49).

Table 3-49: NO<sub>x</sub>, NMVOCs, and CO Emissions from Oil and Gas Activities (Gg)

Year	$NO_x$	CO	NMVOCs
1990	139	302	555
1996	126	321	433
1997	130	333	442
1998	130	332	440
1999	113	152	376
2000	115	152	348
2001	117	153	357
2002	118	153	348

# Methodology

Estimates of  $CO_2$  emissions from on- and off-shore natural gas flaring were prepared using an emission factor of 54.71 Tg  $CO_2$  Eq./QBtu of flared gas, and an assumed flaring efficiency of 100 percent. Ambient air pollutant emission estimates for  $NO_x$ , CO, and NMVOCs were determined using industry-published production data and applying average emission factors.

Total on-shore natural gas vented and flared was taken from EIA's *Natural Gas Annual* (EIA 2003). It was assumed that all reported vented and flared gas was flared. This assumption is consistent with that used by EIA in preparing their emission estimates, under the assumption that many states require flaring of natural gas (EIA 2000b). The total off-shore natural gas vented and flared was obtained from the Minerals Management Service's OGOR-B reports (MMS 2003). The percentage of natural gas flared was estimated using data from a 1993 air quality study and emissions inventory of the Gulf of Mexico (MOADS) and a 2000 emissions inventory conducted for the Breton National Wilderness Area Management Plan (BOADS).

There is a discrepancy in the time series for on-shore natural gas vented and flared as reported in EIA (2003). One facility in Wyoming had been incorrectly reporting  $CO_2$  vented as  $CH_4$ . EIA corrected these data in the *Natural Gas Annual 2000* (EIA 2001) for the years 1998 and 1999 only. Data for 1990 through 1997 were adjusted by assuming a proportionate share of  $CO_2$  in the flare gas for those years as for 1998 and 1999. The adjusted values are provided in Table 3-51. The emission and thermal conversion factors were also provided by EIA (2003) and are included in Table 3-51.

Emission estimates for  $NO_x$ , CO, and NMVOCs from petroleum refining, petroleum product storage and transfer, and petroleum marketing operations were obtained from preliminary data (EPA 2003), which, in its final iteration, will be published on the National Emission Inventory (NEI) Air Pollutant Emission Trends web site. Included are gasoline, crude oil and distillate fuel oil storage and transfer operations, gasoline bulk terminal and bulk plants operations, and retail gasoline service stations operations.

Table 3-50: Volume Flared Offshore (MMcf) and Fraction Vented and Flared (Percent)

4000	1006	400=	4000	4000	••••	2004	
1990	1996	1997	1998	1999	2000	2001	2002

Total Gulf of Mexico (GOM)								
Vented & Flared (MMcf)	13,610	14,343	15,440	16,280	14,057	12,985	12,823	12,823
Estimated Flaring Fraction of GOM								
Vented & Flared	36 %	34 %	33 %	32 %	31 %	31 %	30%	30%
Total	4,900	4,877	5,095	5,210	4,358	4,025	3,847	3,847

Table 3-51: Total Natural Gas Reported Vented and Flared (Million Ft<sup>3</sup>) and Thermal Conversion Factor (Btu/Ft<sup>3</sup>)

Year	Vented and Flared (original)	Vented and Flared (revised)*	Thermal Conversion
	riarea (originar)	(Teviseu)	Factor
1990	150,415	91,130	1,106
1991	169,909	92,207	1,108
1992	167,519	83,363	1,110
1993	226,743	108,238	1,106
1994	228,336	109,493	1,105
1995	283,739	144,265	1,106
1996	272,117	135,709	1,109
1997	256,351	124,918	1,107
1998	103,019	103,019	1,109
1999	110,285	110,285	1,107
2000	91,232	91,232	1,107
2001	85,678	85,678	1,105
2002	83,803	83,803	1,105

<sup>\*</sup> Wyoming venting and flaring estimates were revised. See text for further explanation.

# Uncertainty

Uncertainties in CO<sub>2</sub> emission estimates primarily arise from assumptions concerning the flaring efficiency and the correction factor applied to 1990 through 1997 venting and flaring data. Uncertainties in ambient air pollutant emission estimates are partly due to the accuracy of the emission factors used and projections of growth.

## **Recalculations Discussion**

The methodology for estimating emissions from natural gas flaring, which had previously focused solely on onshore activity, was revised to include emissions from off-shore flaring. The activity data and emission factor used to calculate the emissions from on-shore flaring remained constant, so the addition of the off-shore flaring calculation was solely responsible for the relatively small change in total  $CO_2$  emissions from natural gas flaring. The change resulted in an average annual increase in  $CO_2$  emissions of 0.27 Tg  $CO_2$  Eq. (4 percent) for the period 1990 through 2001.

# 3.11. International Bunker Fuels (IPCC Source Category 1: Memo Items)

Emissions resulting from the combustion of fuels used for international transport activities, termed international bunker fuels under the UNFCCC, are currently not included in national emission totals, but are reported separately based upon location of fuel sales. The decision to report emissions from international bunker fuels separately, instead of allocating them to a particular country, was made by the Intergovernmental Negotiating Committee in establishing the Framework Convention on Climate Change. These decisions are reflected in the *Revised 1996 IPCC Guidelines*, in which countries are requested to report emissions from ships or aircraft that depart from their

<sup>&</sup>lt;sup>54</sup> See report of the Intergovernmental Negotiating Committee for a Framework Convention on Climate Change on the work of its ninth session, held at Geneva from 7 to 18 February 1994 (A/AC.237/55, annex I, para. 1c).

ports with fuel purchased within national boundaries and are engaged in international transport separately from national totals (IPCC/UNEP/OECD/IEA 1997).<sup>55</sup>

Greenhouse gases emitted from the combustion of international bunker fuels, like other fossil fuels, include CO<sub>2</sub>, CH<sub>4</sub>, N<sub>2</sub>O, CO, NO<sub>x</sub>, NMVOCs, particulate matter, and sulfur dioxide (SO<sub>2</sub>).<sup>56</sup> Two transport modes are addressed under the IPCC definition of international bunker fuels: aviation and marine.<sup>57</sup> Emissions from ground transport activities—by road vehicles and trains—even when crossing international borders are allocated to the country where the fuel was loaded into the vehicle and, therefore, are not counted as bunker fuel emissions.

The IPCC Guidelines distinguish between different modes of air traffic. Civil aviation comprises aircraft used for the commercial transport of passengers and freight, military aviation comprises aircraft under the control of national armed forces, and general aviation applies to recreational and small corporate aircraft. The IPCC Guidelines further define international bunker fuel use from civil aviation as the fuel combusted for civil (e.g., commercial) aviation purposes by aircraft arriving or departing on international flight segments. However, as mentioned above, and in keeping with the IPCC Guidelines, only the fuel purchased in the United States and used by aircraft taking-off (i.e., departing) from the United States are reported here. The standard fuel used for civil aviation is kerosene-type jet fuel, while the typical fuel used for general aviation is aviation gasoline.<sup>58</sup>

Emissions of  $CO_2$  from aircraft are essentially a function of fuel use. Methane,  $N_2O$ , CO,  $NO_x$ , and NMVOC emissions also depend upon engine characteristics, flight conditions, and flight phase (i.e., take-off, climb, cruise, decent, and landing). Methane, CO, and NMVOCs are the product of incomplete combustion and occur mainly during the landing and take-off phases. In jet engines,  $N_2O$  and  $NO_x$  are primarily produced by the oxidation of atmospheric nitrogen, and the majority of emissions occur during the cruise phase. The impact of  $NO_x$  on atmospheric chemistry depends on the altitude of the actual emission. The cruising altitude of supersonic aircraft, near or in the ozone layer, is higher than that of subsonic aircraft. At this higher altitude,  $NO_x$  emissions contribute to stratospheric ozone depletion.<sup>59</sup> At the cruising altitudes of subsonic aircraft, however,  $NO_x$  emissions contribute to the formation of tropospheric ozone. At these lower altitudes, the positive radiative forcing effect of ozone has enhanced the anthropogenic greenhouse gas forcing.<sup>60</sup> The vast majority of aircraft  $NO_x$  emissions occur at these lower cruising altitudes of commercial subsonic aircraft (NASA 1996).<sup>61</sup>

International marine bunkers comprise emissions from fuels burned by ocean-going ships of all flags that are engaged in international transport. Ocean-going ships are generally classified as cargo and passenger carrying, military (i.e., Navy), fishing, and miscellaneous support ships (e.g., tugboats). For the purpose of estimating greenhouse gas emissions, international bunker fuels are solely related to cargo and passenger carrying vessels, which is the largest of the four categories, and military vessels. Two main types of fuels are used on sea-going vessels: distillate diesel fuel and residual fuel oil. Carbon dioxide is the primary greenhouse gas emitted from

<sup>&</sup>lt;sup>55</sup> Note that the definition of international bunker fuels used by the UNFCCC differs from that used by the International Civil Aviation Organization.

<sup>&</sup>lt;sup>56</sup> Sulfur dioxide emissions from jet aircraft and marine vessels, although not estimated here, are mainly determined by the sulfur content of the fuel. In the United States, jet fuel, distillate diesel fuel, and residual fuel oil average sulfur contents of 0.05, 0.3, and 2.3 percent, respectively. These percentages are generally lower than global averages.

<sup>&</sup>lt;sup>57</sup> Most emission related international aviation and marine regulations are under the rubric of the International Civil Aviation Organization (ICAO) or the International Maritime Organization (IMO), which develop international codes, recommendations, and conventions, such as the International Convention of the Prevention of Pollution from Ships (MARPOL).

<sup>&</sup>lt;sup>58</sup> Naphtha-type jet fuel was used in the past by the military in turbojet and turboprop aircraft engines.

<sup>&</sup>lt;sup>59</sup> Currently there are only around a dozen civilian supersonic aircraft in service around the world that fly at these altitudes, however.

<sup>&</sup>lt;sup>60</sup> However, at this lower altitude, ozone does little to shield the earth from ultraviolet radiation.

<sup>&</sup>lt;sup>61</sup> Cruise altitudes for civilian subsonic aircraft generally range from 8.2 to 12.5 km (27,000 to 41,000 feet).

marine shipping. In comparison to aviation, the atmospheric impacts of  $NO_x$  from shipping are relatively minor, as the emissions occur at ground level.

Overall, aggregate greenhouse gas emissions in 2002 from the combustion of international bunker fuels from both aviation and marine activities were 87.7 Tg CO<sub>2</sub> Eq., or 24 percent below emissions in 1990 (see Table 3-52). Although emissions from international flights departing from the United States have increased significantly (59 percent), emissions from international shipping voyages departing the United States have decreased by 60 percent since 1990. Increased military activity during the Persian Gulf War resulted in an increased level of military marine emissions in 1990 and again in 1998 with further U.S. military activity in Iraq; civilian marine emissions during this period exhibited a similar trend.<sup>62</sup> The majority of these emissions were in the form of CO<sub>2</sub>; however, small amounts of CH<sub>4</sub> and N<sub>2</sub>O were also emitted. Emissions of NO<sub>x</sub> by aircraft during idle, take-off, landing and at cruising altitudes are of primary concern because of their effects on ground-level ozone formation (see Table 3-53).

Table 3-52: Emissions from International Bunker Fuels (Tg CO<sub>2</sub> Eq.)

Gas/Mode	1990	1996	1997	1998	1999	2000	2001	2002
$\overline{\text{CO}_2}$	113.9	102.3	109.9	115.1	105.3	101.4	97.9	86.8
Aviation	46.6	52.2	55.9	57.2	58.9	60.5	59.4	59.1
Marine	67.3	50.1	54.0	57.9	46.4	40.9	38.5	27.7
$CH_4$	0.2	0.1	0.1	0.2	0.1	0.1	0.1	0.1
Aviation	+	+	+	+	+	+	+	+
Marine	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
$N_2O$	1.0	0.9	1.0	1.0	0.9	0.9	0.9	0.8
Aviation	0.5	0.5	0.5	0.6	0.6	0.6	0.6	0.6
Marine	0.5	0.4	0.4	0.4	0.4	0.3	0.3	0.2
Total	115.0	103.3	111.0	116.3	106.4	102.4	98.9	87.7

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

Note: Totals may not sum due to independent rounding. Includes aircraft cruise altitude emissions.

Table 3-53: Emissions from International Bunker Fuels (Gg)

Gas/Mode	1990	1996	1997	1998	1999	2000	2001	2002
$\overline{\text{CO}_2}$	113,866	102,277	109,889	115,094	105,297	101,408	97,869	86,845
Aviation	46,594	52,168	55,929	57,194	58,868	60,548	59,391	59,143
Marine	67,272	50,109	53,960	57,900	46,429	40,859	38,478	27,701
$CH_4$	8	6	7	7	6	6	5	4
Aviation	1	1	2	2	2	2	2	2
Marine	7	5	5	6	5	4	4	3
$N_2O$	3	3	3	3	3	3	3	3
Aviation	1	2	2	2	2	2	2	2
Marine	2	1	1	1	1	1	1	1
CO	116	115	124	128	124	124	120	114
Aviation	77	86	92	94	97	100	98	97
Marine	39	29	32	34	27	24	23	16
$NO_x$	1,987	1,550	1,668	1,780	1,478	1,334	1,266	978
Aviation	184	207	222	227	233	240	235	234
Marine	1,803	1,343	1,446	1,554	1,245	1,095	1,031	743
NMVOC	59	49	52	55	48	44	42	34
Aviation	11	13	14	14	15	15	15	15
Marine	48	36	38	41	33	29	27	20

Note: Totals may not sum due to independent rounding. Includes aircraft cruise altitude emissions.

<sup>62</sup> See Uncertainty section for a discussion of data quality issues.

# Methodology

Emissions of  $CO_2$  were estimated through the application of carbon content and fraction oxidized factors to fuel consumption activity data. This approach is analogous to that described under  $CO_2$  from Fossil Fuel Combustion. Carbon content and fraction oxidized factors for jet fuel, distillate fuel oil, and residual fuel oil were taken directly from the EIA and are presented in Annex 2.1, Annex 2.2, and Annex 3.7. Heat content and density conversions were taken from EIA (2003) and USAF (1998). A complete description of the methodology and a listing of the various factors employed can be found in Annex 2.1. See Annex 3.7 for a specific discussion on the methodology used for estimating emissions from international bunker fuel use by the U.S. military.

Emission estimates for CH<sub>4</sub>, N<sub>2</sub>O, CO, NO<sub>x</sub>, and NMVOCs were calculated by multiplying emission factors by measures of fuel consumption by fuel type and mode. Emission factors used in the calculations of CH<sub>4</sub>, N<sub>2</sub>O, CO, NO<sub>x</sub>, and NMVOC emissions were obtained from the *Revised 1996 IPCC Guidelines* (IPCC/UNEP/OECD/IEA 1997). For aircraft emissions, the following values, in units of grams of pollutant per kilogram of fuel consumed (g/kg), were employed: 0.09 for CH<sub>4</sub>, 0.1 for N<sub>2</sub>O, 5.2 for CO, 12.5 for NO<sub>x</sub>, and 0.78 for NMVOCs. For marine vessels consuming either distillate diesel or residual fuel oil the following values, in the same units, except where noted, were employed: 0.32 for CH<sub>4</sub>, 0.08 for N<sub>2</sub>O, 1.9 for CO, 87 for NO<sub>x</sub>, and 0.052 g/MJ for NMVOCs. Activity data for aviation included solely jet fuel consumption statistics, while the marine mode included both distillate diesel and residual fuel oil.

Activity data on aircraft fuel consumption were collected from three government agencies. Jet fuel consumed by U.S. flag air carriers for international flight segments was supplied by the Bureau of Transportation Statistics (DOT 1991 through 2003). It was assumed that 50 percent of the fuel used by U.S. flagged carriers for international flights—both departing and arriving in the United States—was purchased domestically for flights departing from the United States. In other words, only one-half of the total annual fuel consumption estimate was used in the calculations. Data on jet fuel expenditures by foreign flagged carriers departing U.S. airports was taken from unpublished data collected by the Bureau of Economic Analysis (BEA) under the U.S. Department of Commerce (BEA 1991 through 2003). Approximate average fuel prices paid by air carriers for aircraft on international flights was taken from DOT (1991 through 2003) and used to convert the BEA expenditure data to gallons of fuel consumed. Data on U.S. Department of Defense (DoD) aviation bunker fuels and total jet fuel consumed by the U.S. military was supplied by the Office of the Under Secretary of Defense (Installations and Environment), DoD. Estimates of the percentage of each Services' total operations that were international operations were developed by DoD. Military aviation bunkers included international operations, operations conducted from naval vessels at sea, and operations conducted from U.S. installations principally over international water in direct support of military operations at sea. Military aviation bunker fuel emissions were estimated using military fuel and operations data synthesized from unpublished data by the Defense Energy Support Center, under DoD's Defense Logistics Agency (DESC 2003). Together, the data allow the quantity of fuel used in military international operations to be estimated. Densities for each jet fuel type were obtained from a report from the U.S. Air Force (USAF 1998). Final jet fuel consumption estimates are presented in Table 3-54. See Annex 3.7 for additional discussion of military data.

Activity data on distillate diesel and residual fuel oil consumption by cargo or passenger carrying marine vessels departing from U.S. ports were taken from unpublished data collected by the Foreign Trade Division of the U.S. Department of Commerce's Bureau of the Census (DOC 1991 through 2003). Activity data on distillate diesel consumption by military vessels departing from U.S. ports were provided by DESC (2003). The total amount of fuel provided to naval vessels was reduced by 13 percent to account for fuel used while the vessels were not-underway (i.e., in port). Data on the percentage of steaming hours underway versus not-underway were provided by the U.S. Navy. These fuel consumption estimates are presented in Table 3-55.

Table 3-54: Aviation Jet Fuel Consumption for International Transport (Million Gallons)

Nationality	1990	1996	1997	1998	1999	2000	2001	2002
U.S. Carriers	1,982	2,329	2,482	2,593	2,625	2,737	2,619	2,495
Foreign Carriers	2,062	2,629	2,918	2,935	3,093	3,166	3,118	3,272
U.S. Military	862	540	496	502	488	480	524	469

	Total	4,905	5,497	5,895	6,029	6,206	6,384	6,261	6,236
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Note: Totals may not sum due to independent rounding.

Table 3-55: Marine Fuel Consumption for International Transport (Million Gallons)

						/		
Fuel Type	1990	1996	1997	1998	1999	2000	2001	2002
Residual Fuel Oil	4,781	3,583	3,843	3,974	3,272	2,967	2,846	1,937
Distillate Diesel Fuel & Other	617	456	421	627	308	290	204	158
U.S. Military Naval Fuels	522	367	484	518	511	329	318	348
Total	5,920	4,406	4,748	5,119	4,091	3,586	3,368	2,443

Note: Totals may not sum due to independent rounding.

# Uncertainty

Emission estimates related to the consumption of international bunker fuels are subject to the same uncertainties as those from domestic aviation and marine mobile combustion emissions; however, additional uncertainties result from the difficulty in collecting accurate fuel consumption activity data for international transport activities separate from domestic transport activities. For example, smaller aircraft on shorter routes often carry sufficient fuel to complete several flight segments without refueling in order to minimize time spent at the airport gate or take advantage of lower fuel prices at particular airports. This practice, called tankering, when done on international flights, complicates the use of fuel sales data for estimating bunker fuel emissions. Tankering is less common with the type of large, long-range aircraft that make many international flights from the United States, however. Similar practices occur in the marine shipping industry where fuel costs represent a significant portion of overall operating costs and fuel prices vary from port to port, leading to some tankering from ports with low fuel costs.

Particularly for aviation, the DOT (1991 through 2003) international flight segment fuel data used for U.S. flagged carriers does not include smaller air carriers and unfortunately defines flights departing to Canada and some flights to Mexico as domestic instead of international. As for the BEA (1991 through 2003) data on foreign flagged carriers, there is some uncertainty as to the average fuel price, and to the completeness of the data. It was also not possible to determine what portion of fuel purchased by foreign carriers at U.S. airports was actually used on domestic flight segments; this error, however, is believed to be small.<sup>64</sup>

Uncertainties exist with regard to the total fuel used by military aircraft and ships, and in the activity data on military operations and training that were used to estimate percentages of total fuel use reported as bunker fuel emissions. Total aircraft and ship fuel use estimates were developed from DoD records, which document fuel sold to the Navy and Air Force from the Defense Logistics Agency. These data may slightly over or under estimate actual total fuel use in aircraft and ships because each Service may have procured fuel from, and/or may have sold to, traded with, and/or given fuel to other ships, aircraft, governments, or other entities. There are uncertainties in aircraft operations and training activity data. Estimates for the quantity of fuel actually used in Navy and Air Force flying activities reported as bunker fuel emissions had to be estimated based on a combination of available data and expert judgment. Estimates of marine bunker fuel emissions were based on Navy vessel steaming hour data, which reports fuel used while underway and fuel used while not underway. This approach does not capture some voyages that would be classified as domestic for a commercial vessel. Conversely, emissions from fuel used while not underway preceding an international voyage are reported as domestic rather than international as would be done for a commercial vessel. There is uncertainty associated with ground fuel estimates for 1997 through 2001. Small fuel quantities may have been used in vehicles or equipment other than that which was assumed for each fuel type.

<sup>63</sup> See uncertainty discussions under Carbon Dioxide Emissions from Fossil Fuel Combustion.

<sup>&</sup>lt;sup>64</sup> Although foreign flagged air carriers are prevented from providing domestic flight services in the United States, passengers may be collected from multiple airports before an aircraft actually departs on its international flight segment. Emissions from these earlier domestic flight segments should be classified as domestic, not international, according to the IPCC.

There are also uncertainties in fuel end-uses by fuel-type, emissions factors, fuel densities, diesel fuel sulfur content, aircraft and vessel engine characteristics and fuel efficiencies, and the methodology used to back-calculate the data set to 1990 using the original set from 1995. The data were adjusted for trends in fuel use based on a closely correlating, but not matching, data set. All assumptions used to develop the estimate were based on process knowledge, Department and Component data, and expert judgments. The magnitude of the potential errors related to the various uncertainties has not been calculated, but is believed to be small. The uncertainties associated with future military bunker fuel emission estimates could be reduced through additional data collection.

Although aggregate fuel consumption data have been used to estimate emissions from aviation, the recommended method for estimating emissions of gases other than CO<sub>2</sub> in the *Revised 1996 IPCC Guidelines* is to use data by specific aircraft type (IPCC/UNEP/OECD/IEA 1997). The IPCC also recommends that cruise altitude emissions be estimated separately using fuel consumption data, while landing and take-off (LTO) cycle data be used to estimate near-ground level emissions of gases other than CO<sub>2</sub>.<sup>65</sup>

There is also concern as to the reliability of the existing DOC (1991 through 2003) data on marine vessel fuel consumption reported at U.S. customs stations due to the significant degree of inter-annual variation.

#### QA/QC and Verification

A source-specific QA/QC plan for international bunker fuels was developed and implemented. This effort included a Tier 1 analysis, as well as portions of a Tier 2 analysis. The Tier 2 procedures that were implemented involved checks specifically focusing on the activity data and emission factor sources and methodology used for estimating  $CO_2$ ,  $CH_4$ , and  $N_2O$  from international bunker fuels in the United States. Emission totals for the different sectors and fuels were compared and trends were investigated. Minor corrective actions were necessary.

## Recalculations Discussion

Historical activity data for aviation was slightly revised for both U.S. and foreign carriers. These changes were due to revisions to international fuel cost for foreign carriers and international jet fuel consumption for U.S. carriers, provided by DOT (1991 through 2003). These historical data changes resulted in minimal changes to the emission estimates for 1990 through 2001, averaging an annual increase of 0.4 Tg  $CO_2$  Eq. (0.4 percent) in  $CO_2$  emissions, less than 0.01 Tg  $CO_2$  Eq. (0.2 percent) in  $CO_2$  emissions, and less than 0.01 Tg  $CO_2$  Eq. (0.4 percent) in  $CO_2$  emissions.

# 3.12. Wood Biomass and Ethanol Consumption (IPCC Source Category 1A)

The combustion of biomass fuels—such as wood, charcoal, and wood waste—and biomass-based fuels—such as ethanol from corn and woody crops—generates  $CO_2$ . However, in the long run the  $CO_2$  emitted from biomass consumption does not increase atmospheric  $CO_2$  concentrations, assuming the biogenic carbon emitted is offset by the uptake of  $CO_2$  resulting from the growth of new biomass. As a result,  $CO_2$  emissions from biomass combustion have been estimated separately from fossil fuel-based emissions and are not included in the U.S. totals. Net carbon fluxes from changes in biogenic carbon reservoirs in wooded or crop lands are accounted for in the Land-Use Change and Forestry chapter.

 $<sup>^{65}</sup>$  It should be noted that in the EPA (2003), U.S. aviation emission estimates for CO, NOx, and NMVOCs are based solely upon LTO cycles and consequently only capture near ground-level emissions, which are more relevant for air quality evaluations. These estimates also include both domestic and international flights. Therefore, estimates given under Mobile Source Fossil Fuel Combustion overestimate IPCC-defined domestic CO, NO<sub>x</sub>, and NMVOC emissions by including landing and take-off (LTO) cycles by aircraft on international flights but underestimate because they do not include emissions from aircraft on domestic flight segments at cruising altitudes. EPA (2003) is also likely to include emissions from ocean-going vessels departing from U.S. ports on international voyages.

In 2002, total CO<sub>2</sub> emissions from the burning of woody biomass in the industrial, residential, commercial, and electricity generation sectors were approximately 195.6 Tg CO<sub>2</sub> Eq. (195,624 Gg) (see Table 3-56 and Table 3-57). As the largest consumer of woody biomass, the industrial sector was responsible for 72 percent of the CO<sub>2</sub> emissions from this source. The residential sector was the second largest emitter, constituting 18 percent of the total, while the commercial and electricity generation sectors accounted for the remainder.

Table 3-56: CO<sub>2</sub> Emissions from Wood Consumption by End-Use Sector (Tg CO<sub>2</sub> Eq.)

<b>End-Use Sector</b>	1990	1996	1997	1998	1999	2000	2001	2002
Industrial	135.3	158.0	162.4	150.5	152.0	153.6	135.4	141.3
Residential	59.9	61.4	44.6	39.9	42.7	44.7	42.0	36.1
Commercial	4.0	5.2	5.0	5.0	5.4	5.5	4.3	4.3
Electricity Generation	13.3	14.2	14.1	14.1	14.2	13.9	13.0	13.9
Total	212.5	238.8	226.3	209.5	214.3	217.6	194.7	195.6

Note: Totals may not sum due to independent rounding.

Table 3-57: CO<sub>2</sub> Emissions from Wood Consumption by End-Use Sector (Gg)

					(-6)			
<b>End-Use Sector</b>	1990	1996	1997	1998	1999	2000	2001	2002
Industrial	135,347	158,025	162,447	150,510	152,019	153,559	135,413	141,345
Residential	59,911	61,354	44,650	39,920	42,677	44,685	41,971	36,091
Commercial	4,037	5,200	5,042	4,963	5,394	5,481	4,253	4,258
Electricity Generation	13,252	14,216	14,126	14,097	14,233	13,851	13,034	13,931
Total	212,547	238,794	226,265	209,490	214,323	217,577	194,671	195,624

Note: Totals may not sum due to independent rounding.

Biomass-derived fuel consumption in the United States consisted primarily of ethanol use in the transportation sector. Ethanol is primarily produced from corn grown in the Midwest, and was used mostly in the Midwest and South. Pure ethanol can be combusted, or it can be mixed with gasoline as a supplement or octane-enhancing agent. The most common mixture is a 90 percent gasoline, 10 percent ethanol blend known as gasohol. Ethanol and ethanol blends are often used to fuel public transport vehicles such as buses, or centrally fueled fleet vehicles. These fuels burn cleaner than gasoline (i.e., lower in NO<sub>x</sub> and hydrocarbon emissions), and have been employed in urban areas with poor air quality. However, because ethanol is a hydrocarbon fuel, its combustion emits CO<sub>2</sub>.

In 2002, the United States consumed an estimated 174 trillion Btus of ethanol, and as a result, produced approximately  $11.5 \text{ Tg CO}_2$  Eq. (11,473 Gg) (see Table 3-58) of  $\text{CO}_2$  emissions. Ethanol production and consumption has grown steadily every year since 1990 with the exception of 1996. Ethanol production dropped sharply in the middle of 1996 because of short corn supplies and high prices. Plant output began to increase toward the end of the growing season and approached normal levels by the end of the year. However, total 1996 ethanol production fell far short of the 1995 level (EIA 1997). Since the low in 1996, production has returned to its normal growth pattern.

Table 3-58: CO<sub>2</sub> Emissions from Ethanol Consumption

Year	$Tg CO_2 Eq.$	Gg
1990	4.2	4,155
1996	5.5	5,511
1997	7.0	6,978
1998	7.7	7,711
1999	8.0	8,017
2000	9.2	9,188
2001	9.7	9,701
2002	11.5	11,473

# Methodology

Woody biomass emissions were estimated by taking U.S. consumption data (EIA 2003) (see Table 3-59), provided in energy units for the industrial, residential, commercial, and electric generation sectors, and applying two EIA gross heat contents (Lindstrom 2003). One heat content (16.953114 MMBtu/MT Wood & Wood Waste) was applied to the industrial sector's consumption, while the other heat content (15.432359 MMBtu/MT Wood & Wood Waste) was applied to the consumption data for the other sectors. An EIA emission factor of 0.434 MT C/MT Wood (Lindstrom 2003) was then applied to the resulting quantities of woody biomass to obtain CO<sub>2</sub> emissions estimates. It was assumed that the woody biomass contains black liquor and other wood wastes, has a moisture content of 12 percent, and is converted into carbon dioxide with 100 percent efficiency. The emissions from ethanol consumption were calculated by applying an EIA emission factor of 17.99 Million Metric Tons of Carbon Equivalent (Tg C)/QBtu (Lindstrom 2003) to U.S. ethanol consumption data that were provided in energy units (EIA 2003) (see

Table 3-60).

Table 3-59: Woody Biomass Consumption by Sector (Trillion Btu)

Year	Industrial	Residential	Commercial	<b>Electricity Generation</b>
1990	1,442	581	39	129
1991	1,410	613	41	126
1992	1,461	645	44	140
1993	1,484	548	46	150
1994	1,580	537	46	152
1995	1,652	596	46	125
1996	1,683	595	50	138
1997	1,731	433	49	137
1998	1,603	387	48	137
1999	1,620	414	52	138
2000	1,636	433	53	134
2001	1,443	407	41	126
2002	1,506	350	41	135

Table 3-60: Ethanol Consumption

Year	<b>Trillion Btu</b>
1990	63
1991	73
1992	83
1993	97
1994	109
1995	117
1996	84
1997	106
1998	117
1999	122
2000	139
2001	147

## Uncertainty

It is assumed that the combustion efficiency for woody biomass is 100 percent, which is believed to be an overestimate of the efficiency of wood combustion processes in the United States. Decreasing the combustion efficiency would increase emission estimates. Additionally, the heat content applied to the consumption of woody biomass in the residential, commercial, and electric power sectors is unlikely to be a completely accurate representation of the heat content for all the different types of woody biomass consumed within these sectors.

Emission estimates from ethanol production are more certain than estimates from woody biomass consumption due to better activity data collection methods and uniform combustion techniques.

#### Recalculations Discussion

The methodology for calculating emissions from wood biomass and ethanol consumption was modified to improve transparency, and include more recent emission factors and heat contents. Over the 1990 through 2001 time period, the changes resulted in an average annual increase in emissions from wood biomass consumption of  $38.0 \, \mathrm{Tg} \, \mathrm{CO}_2$  Eq. (21 percent) and an average annual decrease in emissions from ethanol consumption of  $0.4 \, \mathrm{Tg} \, \mathrm{CO}_2$  Eq. (5 percent).

#### [BEGIN BOX]

## Box 3-4: Formation of CO<sub>2</sub> through Atmospheric CH<sub>4</sub> Oxidation

Methane emitted to the atmosphere will eventually oxidize into  $CO_2$ , which remains in the atmosphere for up to 200 years. The global warming potential (GWP) of  $CH_4$ , however, does not account for the radiative forcing effects of the  $CO_2$  formation that results from this  $CH_4$  oxidation. The IPCC Guidelines for Greenhouse Gas Inventories (IPCC/UNEP/OECD/IEA 1997) do not explicitly recommend a procedure for accounting for oxidized  $CH_4$ , but some of the resulting  $CO_2$  is, in practice, included in the inventory estimates because of the intentional "double-counting" structure for estimating  $CO_2$  emissions from the combustion of fossil fuels. According to the IPCC Guidelines, countries should estimate emissions of  $CH_4$ , CO, and NMVOCs from fossil fuel combustion, but also assume that these compounds eventually oxidize to  $CO_2$  in the atmosphere. This is accomplished by using  $CO_2$  emission factors that do not factor out carbon in the fuel that is released as in the form of  $CH_4$ , CO, and CO molecules. Therefore, the carbon in fossil fuel is intentionally double counted, as an atom in a  $CO_4$  molecule and as an atom in a  $CO_2$  molecule. While this approach does account for the full radiative forcing effect of fossil fuel-related greenhouse gas emissions, the timing is not accurate because it may take up to 12 years for the  $CH_4$  to oxidize and form  $CO_2$ .

There is no similar IPCC approach to account for the oxidation of CH<sub>4</sub> emitted from sources other than fossil fuel combustion (e.g., landfills, livestock, and coal mining). Methane from biological systems contains carbon that is part of a rapidly cycling biological system, and therefore any carbon created from oxidized CH<sub>4</sub> from these sources is matched with carbon removed from the atmosphere by biological systems—likely during the same or subsequent year. Thus, there are no additional radiative forcing effects from the oxidation of CH<sub>4</sub> from biological systems. For example, the carbon content of CH<sub>4</sub> from enteric fermentation is derived from plant matter, which itself was created through the conversion of atmospheric CO<sub>2</sub> to organic compounds.

The remaining anthropogenic sources of  $CH_4$  (e.g., fugitive emissions from coal mining and natural gas systems, industrial process emissions) do increase the long-term  $CO_2$  burden in the atmosphere, and this effect is not captured in the inventory. The following tables provide estimates of the equivalent  $CO_2$  production that results from the atmospheric oxidation of  $CH_4$  from these remaining sources. The estimates for  $CH_4$  emissions are gathered from the respective sections of this report, and are presented in Table 3-61. The  $CO_2$  estimates are summarized in Table 3-62.

Table 3-61: CH<sub>4</sub> Emissions from Non-Combustion Fossil Sources (Gg)

Source	1990	1996	1997	1998	1999	2000	2001	2002
Coal Mining	3,900	3,008	2,983	2,989	2,805	2,677	2,648	2,487

 $<sup>^{66}</sup>$  It is assumed that 100 percent of the  $CH_4$  emissions from combustion sources are accounted for in the overall carbon emissions calculated as  $CO_2$  for sources using emission factors and carbon mass balances. However, it may be the case for some types of combustion sources that the oxidation factors used for calculating  $CO_2$  emissions do not accurately account for the full mass of carbon emitted in gaseous form (i.e., partially oxidized or still in hydrocarbon form).

Total	11,142	10,368	10,282	10,188	9,773	9,861	9,781	9,465
Production								
Silicon Carbide	1	1	1	1	1	1	+	+
Petrochemical Production	56	76	78	80	81	80	68	72
Petroleum Systems	1,375	1,218	1,215	1,190	1,129	1,119	1,118	1,104
Natural Gas Systems	5,811	6,065	6,005	5,929	5,757	5,985	5,946	5,801

Note: These emissions are accounted for under their respective source categories. Totals may not sum due to independent rounding.

Table 3-62: Formation of CO<sub>2</sub> through Atmospheric CH<sub>4</sub> Oxidation (Tg CO<sub>2</sub> Eq.)

Source	1990	1996	1997	1998	1999	2000	2001	2002
Coal Mining	10.7	8.3	8.2	8.2	7.7	7.4	7.3	6.8
Natural Gas Systems	16.0	16.7	16.5	16.3	15.8	16.5	16.4	16.0
Petroleum Systems	3.8	3.4	3.3	3.3	3.1	3.1	3.1	3.0
Petrochemical Production	0.2	0.2	0.2	0.2	0.2	0.2	0.2	0.2
Silicon Carbide Production	+	+	+	+	+	+	+	+
Total	30.6	28.5	28.3	28.0	26.9	27.1	26.9	26.0

Note: Totals may not sum due to independent rounding.

The estimates of  $CO_2$  formation are calculated by applying a factor of 44/16, which is the ratio of molecular weight of  $CO_2$  to the molecular weight of  $CH_4$ . For the purposes of the calculation, it is assumed that  $CH_4$  is oxidized to  $CO_2$  in the same year that it is emitted. As discussed above, this is a simplification, because the average atmospheric lifetime of  $CH_4$  is approximately 12 years.

Carbon dioxide formation can also result from the oxidation of CO and NMVOCs. However, the resulting increase of  $CO_2$  in the atmosphere is explicitly included in the mass balance used in calculating the storage and emissions from non-energy uses of fossil fuels, with the carbon components of CO and NMVOC counted as  $CO_2$  emissions in the mass balance.<sup>67</sup>

[END BOX]

<sup>+</sup> Does not exceed 0.05 Tg CO<sub>2</sub> Eq.

<sup>&</sup>lt;sup>67</sup> See Annex 2.3 for a more detailed discussion on accounting for indirect emissions from CO and NMVOCs.

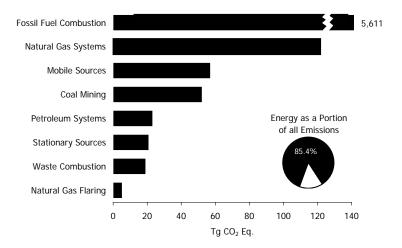
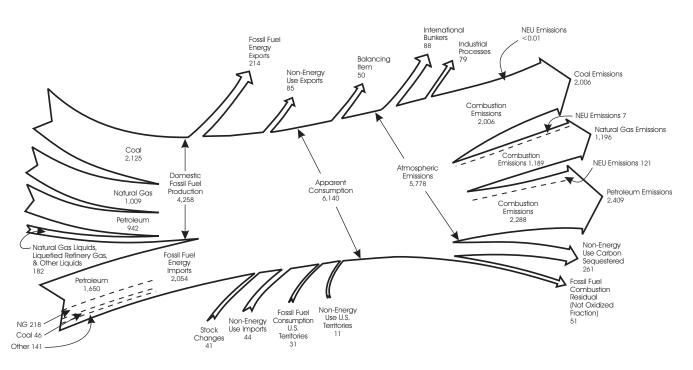


Figure 3-1: 2002 Energy Chapter Greenhouse Gas Sources

Figure 3-2 2002 U.S. Fossil Carbon Flows (Tg CO<sub>2</sub> Eq.)



Note: Totals may not sum due to independent rounding.

The "Balancing Item" above accounts for the statistical imbalances and unknowns in the reported data sets combined here.

NEU = Non-Energy Use NG = Natural Gas

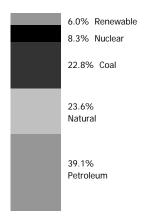


Figure 3-3: 2002 U.S. Energy Consumption by Energy Source

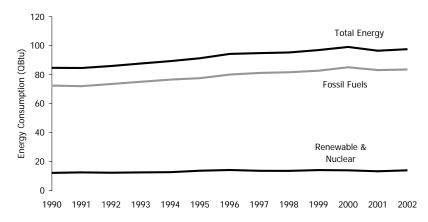


Figure 3-4: U.S. Energy Consumption (Quadrillion Btu) Note: Expressed as gross calorific values.

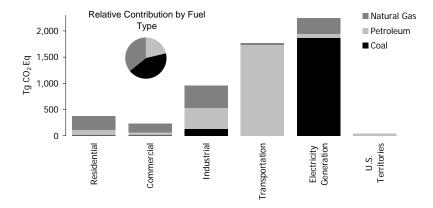


Figure 3-5: 2002 CO<sub>2</sub> Emissions from Fossil Fuel Combustion by Sector and Fuel Type

Note: The electricity generation sector also includes emissions of less than 0.01 Tg CO<sub>2</sub> Eq. from geothermal-based electricity generation.

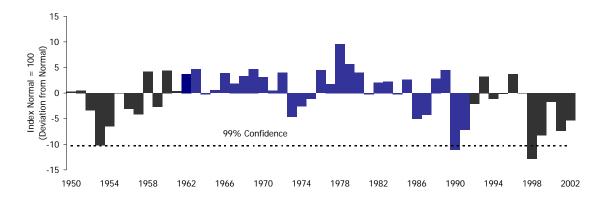


Figure 3-6. Annual Deviations from Normal Heating Degree Days for the United States (1949-2002)

Note: Climatological normal data are highlighted. Statistical confidence interval for "normal" climatology period of 1961 through 1990.

99% Confidence

99% Confidence

99% Confidence

Figure 3-7: Annual Deviations from Normal Cooling Degree Days for the United States (1949-2002)

Note: Climatological normal data are highlighted. Statistical confidence interval for "normal" climatology period of 1961 through 1990.

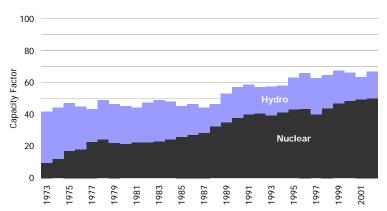


Figure 3-8: Aggregate Nuclear and Hydroelectric Power Plant Capacity Factors in the United States (1973-2002)

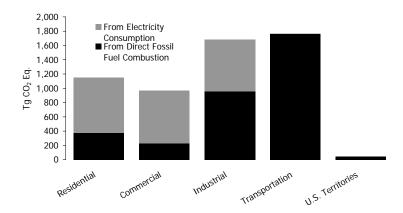


Figure 3-9: 2002 End-Use Sector Emissions of CO<sub>2</sub> from Fossil Fuel Combustion

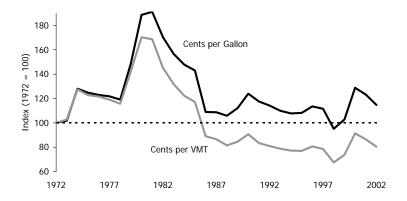


Figure 3-10: Motor Gasoline Retail Prices (Real)

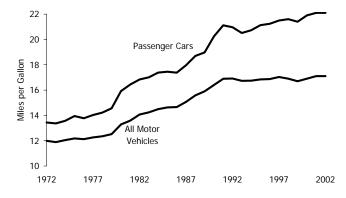


Figure 3-11: Motor Vehicle Fuel Efficiency

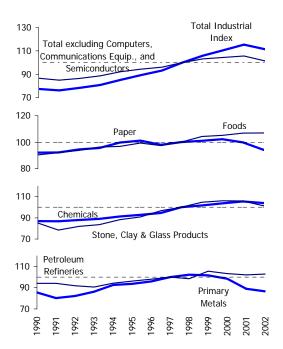


Figure 3-12: Industrial Production Indexes (Index 1997=100)

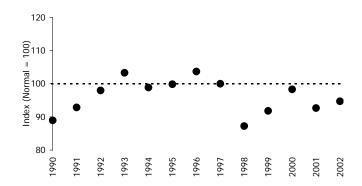


Figure 3-13: Heating Degree Days Note: Excludes Alaska and Hawaii

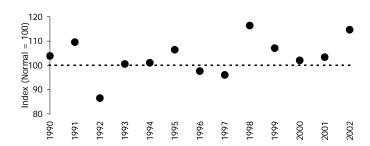


Figure 3-14: Cooling Degree Days Note: Excludes Alaska and Hawaii

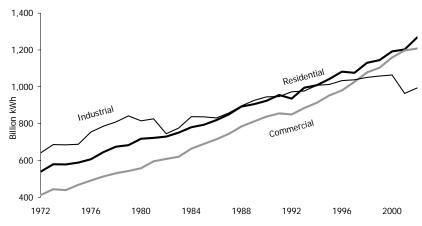


Figure 3-15: Electric Generation Retail Sales by End-Use Sector Note: The transportation end-use sector consumes minor quanties of electricity.

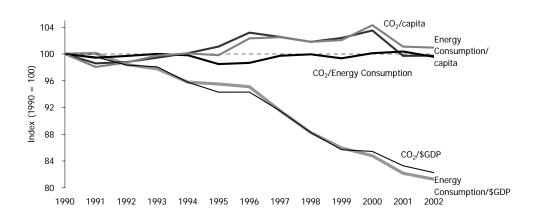


Figure 3-16: U.S. Energy Consumption and Energy-Related  ${\rm CO_2}$  Emissions Per Capita and Per Dollar GDP

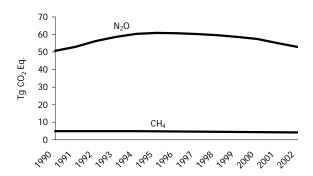


Figure 3-17: Mobile Source  $CH_4$  and  $N_2O$  Emissions

#### **Descriptions of Figures: Energy**

- Figure 3-1 illustrates the data presented in Table 3-1. In addition, there is a pie chart that indicates that energy accounted for 85.4 % of U.S. greenhouse gas emissions in 2002.
- Figure 3-2 illustrates U.S. fossil carbon flows in 2002.
- Figure 3-3 illustrates U.S. energy consumption sorted by energy sources. Petroleum accounted for 39.1%; natural gas accounted for 23.6%, coal accounted for 22.8%, nuclear accounted for 8.3%, and renewable accounted for 6.0% of U.S. energy consumption in 2002.
- Figure 3-4 is a line graph showing trends in U.S. energy consumption. The total energy increased from about 85 quadrillion Btu in 1990 to nearly 100 quadrillion Btu in 2002, decreasing slightly in 2001. Fossil fuel energy consumption increased from 75 quadrillion Btu in 1990, to 84 quadrillion Btu in 2002. Renewable and nuclear energy increased as a slower rate, from 12 quadrillion Btu in 1990 to 14 quadrillion Btu in 2002.
- Figure 3-5 depicts 2002 CO<sub>2</sub> emissions from fossil fuel combustion by sector and fuel type in 2002 using the data presented in Table 3-3. In addition, there is a pie chart that indicates that petroleum accounted for 43% of emissions from fossil fuel combustion.
- Figure 3-6 is a graph depicting the annual deviations from normal heating degree days for the U.S. from 1949 to 2002 with the index normal equal to 100. In 1950, the deviation from normal was 0.3. By 1954, the deviation was at -6. It increased to -1 before decreasing again to -4 in 1957. In 1959, it was 3. In 1960, it was almost normal, followed with increasing years, and returning to normal in 1965. 1960 saw a 5 point increase from normal, while 1976 and 1980 saw a 4 point increase from normal. 1986 and 1998 were -4 and -7, respectively, below normal. 1998 was approximately -13 below normal while 2002 deviated 5 below the normal index.
- Figure 3-7 is a graph depicting the annual deviations from normal cooling degree days for the U.S. from 1949 to 2001 with the index normal equal to 100. In 1950, the deviation from normal was -9 while 1954 saw an 8 point increase. 1960 through 1976 were mostly below normal, with 1976 at a -15 deviation. 1987, 1991, and 1995 were all positive deviations. 1998 was approximately 16 above normal; 2002 saw another increase 15 above the normal index.
- Figure 3-8 is a graph depicting nuclear and hydroelectric power plant capacity factors in the United States from 1973 to 2002. The capacity factor for hydroelectric power plants was between 40 and 50 from 1973 to 1989. In 1990 it exceeded 50 and gradually increased until it reached a peak of almost 70 in 1999. It declined to under 65 in 2002. The capacity factor for nuclear plants increased steadily from 10 in 1973 to almost 50 in 2002.
- Figure 3-9 illustrates the data presented in Table 3-6.
- Figure 3-10 is a line graph depicting real motor gasoline retail prices from 1972 to 2002. Gasoline prices in cents per gallon started at the 1972 index of 100. In 1980, they peaked at approximately 200, before decreasing. Around 1998, they dropped below the 100 index, then increased to 130 in 2000, and dropped to 115 in 2002. Gasoline prices in cents per vehicle miles traveled started at the 1972 index of 100. In 1980, they peaked at approximately 170, before decreasing. Around 1984, they dropped below the 100 index, reaching their minimum of 68 around 1998, rising in 2001, and then back to approximately 80 in 2002.
- Figure 3-11 is a line graph depicting motor vehicle fuel efficiency from 1972 to 2002. Passenger cars fuel efficiency steadily increased, from approximately 13.5 miles per gallon in 1972, to over 22 miles per gallon in 2002. All motor vehicles fuel efficiency increased, from 12 miles per gallon in 1972, to 17 miles per gallon in 2002.

Figure 3-12 includes four different line graphs depicting industrial production indexes, with the 1997 index equal to 100. The first graph shows that the total industrial index increased steadily since 1990, peaked in 2000, and decreased to 112 in 2001. The total index excluding computers, communications equipment and semiconductors increased steadily, peaked in 2000, and decreased to 101 in 2002. The second graph shows that the pulp and paper index increased gradually from 1990, before decreasing to 94 in 2001. The foods index increased gradually from an index of 90 to an index of 107 in 2001. The third graph shows the stone, clay and glass products started at 85 in 1990, and peaked in 2000 before decreasing to the baseline index in 2001. The chemicals and products index increased steadily from 85 in 1990 to 104 in 2001. The fourth graph shows the primary metals index begin at approximately 86 in 1990, peaks in 2000, and decreases slightly in 2002 to an index of 87. The petroleum products index increased steadily from 94 in 1990 to 102 in 2002.

Figure 3-13 is a graph depicting the heating degree days from 1990 to 2002, with the index equal to 100. The heating degree index in 1990 was approximately 89, in 1998 the index was again below the baseline at an index of 87, and in 2002 the index was at 95.

Figure 3-14 is a graph depicting the cooling degree days from 1990 to 2002, with the index equal to 100. The cooling degree index was approximately 104 in 1990, in 1998 the index was again above the baseline at an index of 116, and in 2002 the index was at 115.

Figure 3-15 is a line graph depicting electricity generation retail sales by end-use sector between 1972 and 2002. All three sectors show an overall increasing trend in retail sales. The industrial sector consumed approximately 650 billion kWh in 1972 and 1000 billion kWh in 2002. The residential sector consumed approximately 550 billion kWh in 1972 and over 1250 billion kWh in 2002. The commercial sector consumed approximately 450 billion kWh in 1972 and over 1200 billion kWh in 2002.

Figure 3-16 is a line graph depicting U.S. energy consumption and energy related carbon dioxide emissions per capita and per dollar GDP from 1990 to 2002, with the an index equal to 100 in 1990. The  $CO_2$  per energy consumption remained fairly constant, never declining below 98 or reaching above a 101 index. Both the energy consumption per capita and the  $CO_2$  per capita remained fairly constant until 1994 when they began to increase. The energy consumption per capita increased to a 104 and  $CO_2$  per capita increased to a 103 index in 1996. They both remained fairly constant and dropped significantly in 2001. The energy consumption per capita by 2002 was 101. Both the  $CO_2$  per dollar GDP and the energy consumption per dollar GDP decreased steadily from 1990 to 2002. The  $CO_2$  per dollar GDP index was 82 in 2002 and the energy consumption per dollar GDP index was 81 in 2002.

Figure 3-17 is a line graph showing the trend of  $N_2O$  and  $CH_4$  emissions from 1990 to 2002 for mobile sources.  $N_2O$  emissions exhibit an increasing trend from 1990 (51 Tg  $CO_2$  Eq.) to 1995 (61 Tg  $CO_2$  Eq.); then emissions decrease to near 1990 levels in 2002 (53 Tg  $CO_2$  Eq.).  $CH_4$  decrease slightly over the time series, from 5 Tg  $CO_2$  Eq. to 4 Tg  $CO_2$  Eq.