

Alberta Environment and Sustainable Resource
Development: Report on 2010 Greenhouse Gas
Emissions

June 2012

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Executive Summary

Lowering of the Threshold

Alberta's *Specified Gas Reporting Program* has collected facility greenhouse gas emissions data since 2003, and is a core component of Alberta's *2008 Climate Change Strategy*. To improve the value of data collected through the reporting program, and to further enhance the synergy with the *Specified Gas Emitters Regulation*, Alberta has lowered the emissions threshold level for mandatory reporting from 100,000 tonnes carbon dioxide equivalent (tCO₂e) in a calendar year to 50,000 tCO₂e. For the 2010 calendar year and subsequent years, any facilities whose emissions exceed 50 kt in a calendar year are required to report their greenhouse gas emissions to comply with the *Specified Gas Reporting Regulation*.

Results of the 2010 Reporting Program

For the 2010 calendar year, 165 facilities located in Alberta reported greenhouse gas emissions. The total reported emissions for these facilities equaled 122.5 megatonnes (Mt) in carbon dioxide equivalent, from sources of carbon dioxide, methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons, and sulphur hexafluoride. Since the Government of Canada's *Greenhouse Gas Emissions Reporting Program* began collecting data in 2004, reported Alberta greenhouse gas emissions have increased by 14.4 per cent and the number of reporting facilities has increased by 67, largely due to the change in emissions threshold.

From 2009 to 2010, the number of Alberta facilities emitting over 100 kt CO₂e increased by five from 92 to 97, with a 3.2 per cent increase in total reported emissions from 114.9 Mt. Carbon dioxide accounted for 96.0 per cent of the total emissions with the remainder coming from methane (2.7 per cent), nitrous oxide (1.2 per cent), hydrofluorocarbons (<0.1 per cent), perfluorocarbons (<0.1 per cent), and sulphur hexafluoride (<0.1 per cent).

Among Alberta's industrial sectors, oil sands operations represented the largest share of 2010 emissions, at 38.2 per cent of the total reported emissions (consisting of oil sands mining and upgrading at 22.9 per cent and oil sands in situ extraction at 15.3 per cent), followed by electric power generation at 37.4 per cent, conventional oil and gas extraction (6.9 per cent), and chemical manufacturing (5.4 per cent). The remaining 12.1 per cent of emissions came from petroleum and coal products, pipeline transportation, mineral manufacturing, coal mining, fertilizer manufacturing, wood product manufacturing, waste treatment and disposal, natural gas distribution, and primary metal manufacturing.

Stationary fuel combustion accounted for 85.4 per cent of reported emissions, with the remainder generated by industrial process (6.7 per cent), venting and flaring (2.7 per cent), fugitive/other (2.3 per cent), on-site transportation (2.5 per cent) and waste and wastewater (<1 per cent) sources.

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1 Alberta Taking Action on Climate Change

1.1 Goals and Policies

The Government of Alberta is committed to reducing provincial greenhouse gas emissions, with a plan outlined in the *2008 Climate Change Strategy*. The strategy builds on what has already been done: implementing the first legislation of its kind in Canada to reduce greenhouse gas emissions, and laying out the long-term roadmap to Alberta's 2020 and 2050 reduction objectives.

The strategy reflects Alberta's unique position as an energy supplier to the world and the reality that, for the foreseeable future, the world will continue to rely on Alberta's secure supply of oil and gas. The strategy also establishes practical, achievable goals for real reductions in greenhouse gas emissions. Instead of setting arbitrary targets, Alberta's approach identifies manageable "wedges" for specific actions and establishes emissions reduction goals for each of the three wedges: conserving and using energy efficiently; implementing carbon capture and storage; and greening energy production to transform the way we produce energy. The strategy also commits to quantitative results:

Year	Target	Objective
2010	Reduce projected emissions by 20 megatonnes	Meet intensity target established in 2002 plan
2020	Reduce projected emissions by 50 megatonnes	Stabilize greenhouse gas emissions and begin reductions
2050	Reduce projected emissions by 200 megatonnes	Emissions reduced by 50 per cent below business as usual levels and 14 per cent below 2005 levels

Alberta's provincial *Specified Gas Reporting Program* is an important aspect of managing climate change, providing real data to inform and enable effective policies for reducing emissions of greenhouse gases from facilities. The three main components of the *Specified Gas Reporting Program* are: the *Specified Gas Reporting Standard*, the *Specified Gas Reporting Regulation*, and the *Climate Change and Emissions Management Act*.

The reporting program is intended to work in concert with the *Specified Gas Emitters Regulation*. Information gathered under the program is used to assist both industry and the province in characterizing emission sources and identifying opportunities for emissions reduction. The program provides an annual inventory of greenhouse gas emissions from large facilities in the province and provides a platform for smaller facilities to voluntarily report their greenhouse gas emissions. It also assists the government in monitoring the results of greenhouse gas reduction strategies.

1.2 Specified Gas Reporting Program Requirements

The Alberta *Specified Gas Reporting Program* requires that all large Alberta facilities emitting more than 50,000 tonnes of greenhouse gases in carbon dioxide equivalent (CO₂e) units per year—based on the sum of direct emissions of carbon dioxide (CO₂), methane (CH₄), nitrous oxide (N₂O), hydrofluorocarbons (HFCs), perfluorocarbons (PFCs) and sulphur hexafluoride (SF₆)—report their greenhouse gas emissions to Alberta Environment and Sustainable Resource Development. Facilities that do not exceed the 50 kt regulatory threshold may voluntarily report their emissions under the *Specified Gas Reporting Program*.

Facilities are required to submit greenhouse gas emissions reports through an electronic data reporting system, which is administered by Environment Canada. In 2005 (for 2004 emissions collection), Alberta harmonized its *Specified Gas Reporting Program* with the Government of Canada's *Greenhouse Gas Emissions Reporting Program*. Alberta has jointly collected greenhouse gas data from Alberta's largest industrial emitters with the Government of Canada since then. Alberta facilities report their emissions data to Environment Canada through the federal reporting program and the results are forwarded to Alberta Environment and Sustainable Resource Development, allowing both provincial and federal reporting requirements to be satisfied.

1.3 Specified Gas Emitters Regulation

The *Specified Gas Emitters Regulation*, a companion to the *Specified Gas Reporting Regulation*, came into effect on July 1, 2007, and is an important step in delivering on Alberta's 2008 *Climate Change Strategy*. The *Specified Gas Emitters Regulation* requires all facilities in Alberta emitting over 100,000 tonnes of carbon dioxide equivalent (CO₂e) per year to reduce their emissions intensity by 12 per cent below a historical baseline. More information about the *Specified Gas Emitters Regulation* can be found on Alberta Environment and Sustainable Resource Development's website at <http://environment.alberta.ca/01838.html> and in the *Technical Guidance Document for Completing Specified Gas Compliance Reports* document at <http://environment.alberta.ca/01089.html>.

While the requirements of the *Specified Gas Emitters Regulation* and the *Specified Gas Reporting Regulation* must be satisfied independently, emissions data collected under the reduction program must be third party verified and may be used to update the reporting program database.

2 Specified Gas Reporting Regulation Annual Report

2.1 Objective

This report is designed to communicate results from the 2010 reporting year of the *Specified Gas Reporting Program* and provide analysis of those results that are not provided elsewhere to Albertans. This report builds on previous annual reports available at www.environment.alberta.ca/2881.html.

2.2 Report Content

Greenhouse gas data collected under the *Specified Gas Reporting Regulation* for the 2010 calendar year is examined by greenhouse gas type, source category, facility, industrial sector, and is also compared to previous reporting years.

2.3 About the Data

This report uses data from the Government of Canada's *Greenhouse Gas Emissions Reporting Program* that is current as of November, 2011. Any changes to the database after this date are not reflected in this report. Emissions data has been numerically rounded to present workable numbers in this report. As a result, the numbers presented may differ slightly across sections of the report and may also differ slightly from the same data presented from other sources, including past reports.

There may have been updates to portions of the 2003-2009 data sets used to develop this report. Consequently, data presented in this report may differ from what was published in previous Alberta Environment and Sustainable Resource Development greenhouse gas reports.

2.4 Changes to Reporting

The 2010 greenhouse gas data presented in this report was collected using the March 2011 *Specified Gas Reporting Standard*, which introduced the following changes to reporting requirements that affected the number of reporting facilities and the total reported emissions:

- 1) The mandatory reporting threshold was lowered to 50,000 tonnes CO₂e for the calendar year.
- 2) Emissions of CO₂ from combustion and decomposition of biomass became mandatory and were included in the emissions threshold determination.¹

There have also been some changes to the way data is being reported by Alberta Environment and Sustainable Resource Development for the 2010 greenhouse gas emissions data collected under the *Specified Gas Reporting Program* compared to previous reporting years. The sectoral breakdown of industrial facilities has been classified based on the reported North American Industrial Classification System (NAICS) code and grouped into the following industrial sectors:

¹ NOTE: Consistent with previous reports, emissions of CO₂ from combustion and decomposition of biomass are not included in the greenhouse gas emissions totals presented in this report, unless otherwise stated.

Chemical Manufacturing
Coal Mining
Conventional Oil and Gas Extraction
Electric Power Generation (previously Utilities)
Fertilizer Manufacturing
Food Manufacturing
Mineral Product Manufacturing
Natural Gas Distribution (previously included as a Utility)
Oil Sands In Situ Extraction
Oil Sands Mining and Upgrading
Petroleum and Coal Products
Pipeline Transportation
Primary Metal Manufacturing
Waste Treatment and Disposal
Wood Product Manufacturing (previously Paper Manufacturing)

2.5 Data Quality and Program Enforcement

The 2010 greenhouse gas emissions data that was collected under the *Specified Gas Reporting Program* has undergone checks by Environment Canada and Alberta Environment and Sustainable Resource Development to ensure facilities exceeding the threshold complied with the reporting requirement and to attempt to identify major errors in submitted data. As these are reported values, it is incumbent upon reporting facilities to submit the most accurate greenhouse gas emissions data possible.

Reporting to the *Specified Gas Reporting Program* is a mandatory regulatory requirement for Alberta facilities exceeding 50 kt CO₂e in annual greenhouse gas emissions. Facilities are required to retain all records, data and information used in the preparation of a specified gas report for at least three years after the report is submitted. These regulatory requirements ensure that facilities are submitting reasonably correct emissions information and that there is a paper trail in case Alberta Environment and Sustainable Resource Development needs to verify the submitted emissions data. Facilities that fail to meet the regulatory requirements of the *Specified Gas Reporting Program* could face enforcement action. Additional information on enforcement can be found in the *Specified Gas Reporting Regulation*, *Administrative Penalty Regulation* and the *Climate Change and Emissions Management Act*. Some facilities that do not exceed the threshold are voluntary participants in the program and are included in the inventory.

The *Specified Gas Reporting Program* has no requirement for facilities to use consistent methods across different reporting years, no requirement for similar facilities to use the same calculation methods, and no requirement for a provincial or national auditing program. The program provides an inventory of greenhouse gas emissions in the province for large emitters only, and does not include smaller sources of emissions.

2.6 Voluntary Reporting

Under the *Specified Gas Reporting Program*, facilities that do not exceed the 50 kt CO₂e reporting threshold may choose to voluntarily report their greenhouse gas emissions. There were 12 Alberta facilities that voluntarily reported 2010 emissions to Alberta Environment and Sustainable Resource Development. The reported greenhouse gas emissions from these 12 facilities equals a combined total of 0.23 Mt, or 0.2 per cent of the total 2010 reported greenhouse gas emissions. The individual reported greenhouse gas emissions totals from these 12 voluntary facility reports ranges from 0.0 to 49.9 kt. Alberta Environment and Sustainable Resource Development encourages industrial facilities that do not exceed the reporting threshold to voluntarily report their greenhouse gas emissions to the *Specified Gas Reporting Program*.

Alberta Environment and Sustainable Resource Development would like to acknowledge the following companies for voluntarily submitting a specified gas report for one or more of their facilities under the greenhouse gas threshold.

Dow Chemical Canada ULC
Cenovus Energy Inc.
Fairborne Energy Ltd.
Devon Canada Corporation
Talisman Energy
Penn West Petroleum

TransCanada Energy Ltd.
TransAlta Generation Partnership
Whitecourt Power Partnership
Weyerhaeuser Company Limited
Ainsworth Lumber Co. Ltd.
Tolko Industries Ltd.

3 Reported 2010 Alberta Greenhouse Gas Emissions

3.1 Total Reported Greenhouse Gas Emissions by Sector

In total, 165 facilities from 15 industrial sectors reported a total of 122.5 Mt CO₂e of greenhouse gas emissions in Alberta for the 2010 calendar year through the *Specified Gas Reporting Program*. Reported greenhouse gas emissions for each facility can be found in the accompanying spreadsheet document. The total reported greenhouse gas emissions and the number of reporting facilities are shown in Table 1 for each industrial sector.

Table 1: Total reported greenhouse gas emissions and report tally by industrial sector.

Sector	Reports Received	Emissions (kt CO ₂ e)	Percent of Total
Chemical Manufacturing	11	6,611	5.4%
Coal Mining	5	667	0.5%
Conventional Oil and Gas Extraction	67	8,435	6.9%
Electric Power Generation	21	45,799	37.4%
Fertilizer Manufacturing	5	4,049	3.3%
Food Manufacturing	2	130	0.1%
Mineral Product Manufacturing	4	1,967	1.6%
Natural Gas Distribution	1	204	0.2%
Oil Sands In Situ Extraction	19	18,722	15.3%
Oil Sands Mining and Upgrading	7	28,103	22.9%
Petroleum and Coal Products	4	3,931	3.2%
Pipeline Transportation	4	2,577	2.1%
Primary Metal Manufacturing	2	368	0.3%
Waste Treatment and Disposal	4	280	0.2%
Wood Product Manufacturing	9	686	0.6%
Total	165	122,527	100.0%

The total oil sands operations sector, which includes oil sands in situ extraction, oil sands mining and upgrading, and associated cogeneration facilities, reported the largest share of 2010 greenhouse gases in Alberta, emitting 38.2 per cent of total reported emissions, followed closely by electric power generation, emitting 37.4 per cent of total reported emissions. The conventional oil and gas extraction sector was also a significant source of emissions, emitting 6.9 per cent of the total reported emissions. The chemical manufacturing sector emitted 5.4 per cent of total reported emissions, the fertilizer manufacturing sector emitted 3.3 per cent of total reported emissions, and the petroleum and coal products sector emitted 3.2 per cent of total reported emissions. Facilities in the pipeline transportation, mineral product manufacturing, wood product manufacturing, coal mining, primary metal manufacturing, waste treatment and disposal, natural gas distribution, and food manufacturing sectors together accounted for the remaining 5.6 per cent of total reported emissions. The contribution of total reported greenhouse gas emissions by industrial sector is shown in Figure 1.

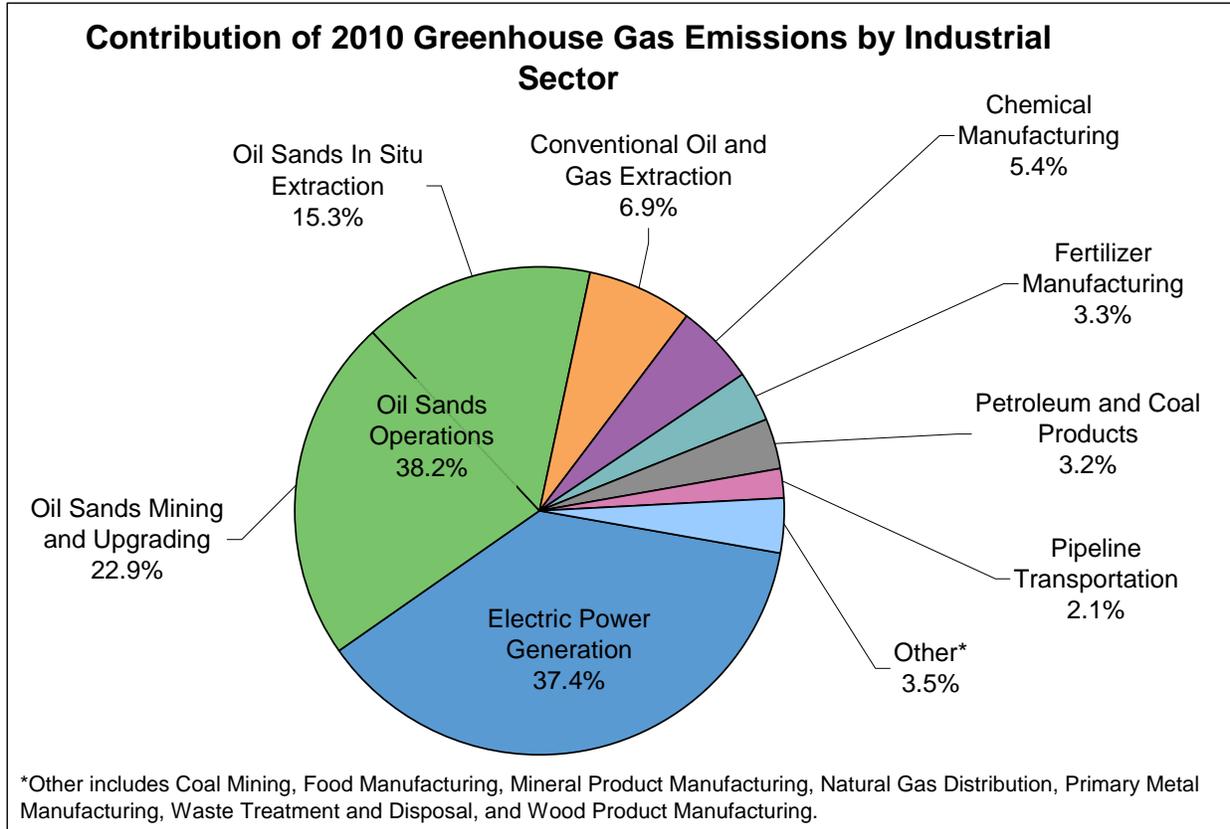


Figure 1: Total reported 2010 Alberta greenhouse gas emissions by industrial sector.

3.2 Total Greenhouse Gas Emissions by Gas Type

The Alberta *Specified Gas Reporting Program* requires six greenhouse gases to be reported: carbon dioxide (CO₂), methane (CH₄), nitrous oxide (N₂O), hydrofluorocarbon (HFC) species, perfluorocarbon (PFC) species, and sulphur hexafluoride (SF₆). The emitted mass of each gas is converted to carbon dioxide equivalent units using the global warming potential values detailed in the *Specified Gas Reporting Standard*, and summed to compute total emissions. Of the 165 reporting facilities, 161 reported carbon dioxide emissions, 160 reported methane emissions, 159 reported nitrous oxide emissions, two reported emissions of hydrofluorocarbons, one reported emissions of perfluorocarbons, and two reported emissions of sulphur hexafluoride.

The largest portion of reported greenhouse gas emissions by CO₂e was CO₂, contributing 96.0 per cent of the total with 117.7 Mt. The remainder consisted of CH₄ (2.7 per cent or 3.3 Mt CO₂e), N₂O (1.2 per cent or 1.5 Mt CO₂e), HFCs (<0.1 per cent or 3.2 kt CO₂e), PFCs (<0.1 per cent or 0.0018 kt CO₂e) and SF₆ (<0.1 per cent or 0.18 kt CO₂e). The contribution of total reported greenhouse gas emissions by gas type is depicted in Figure 2.

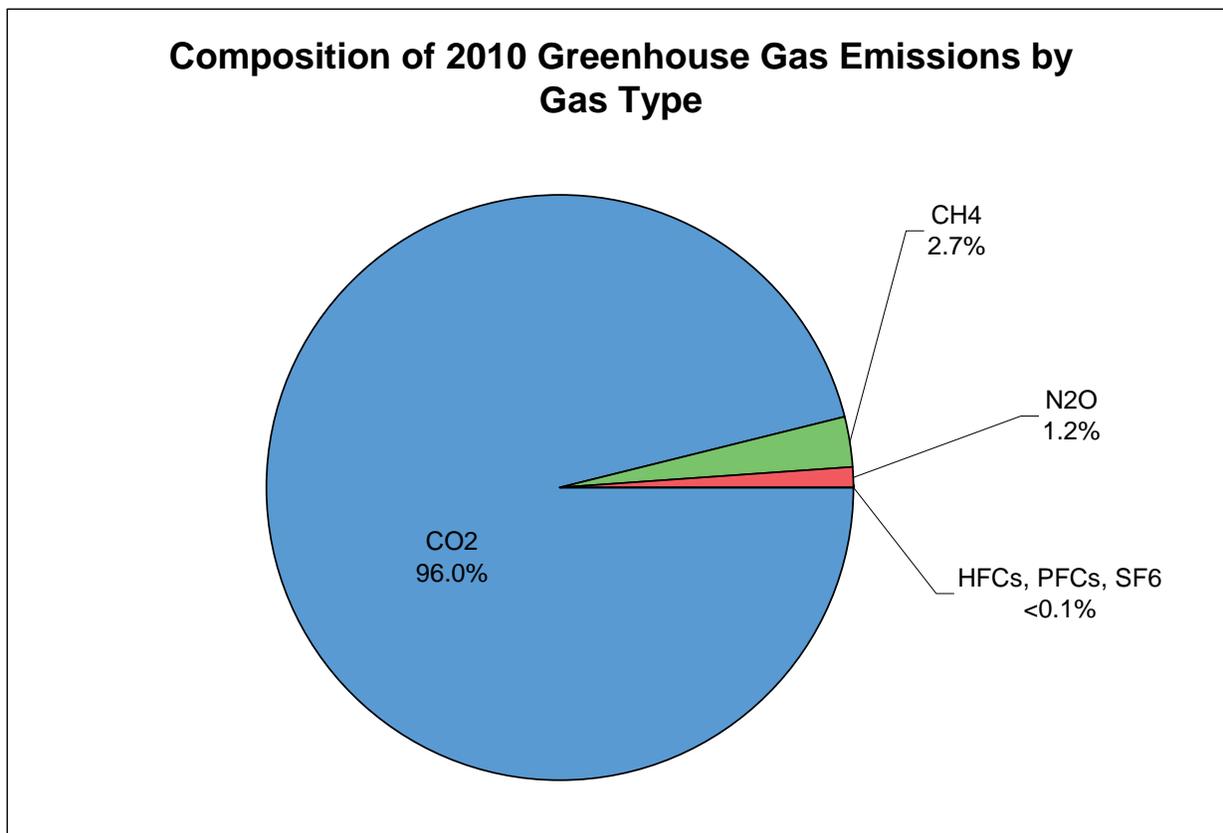


Figure 2: Total reported 2010 Alberta greenhouse gas emissions by gas type.

3.3 Distribution of Total Greenhouse Gas Emissions by Facility

Among the 165 facilities in Alberta that reported greenhouse gas emissions for 2010, a varied distribution of emissions totals can be observed at the facility level. Out of the 122.5 Mt CO₂e total reported emissions, 100.9 Mt (82.3 per cent) was reported by only 29 facilities, while the other 136 facilities account for the remaining 21.7 Mt. The eight largest emitters each reported greater than four megatonnes and together account for 67.4 Mt (55 per cent of total reported emissions). Of the eight largest emitters, five facilities are in the electric power generation sector, two are in the oil sands mining and upgrading sector, and one is in the oil sands in situ extraction sector. The distribution of 2010 facility emissions in order of decreasing magnitude is shown in Figure 3.

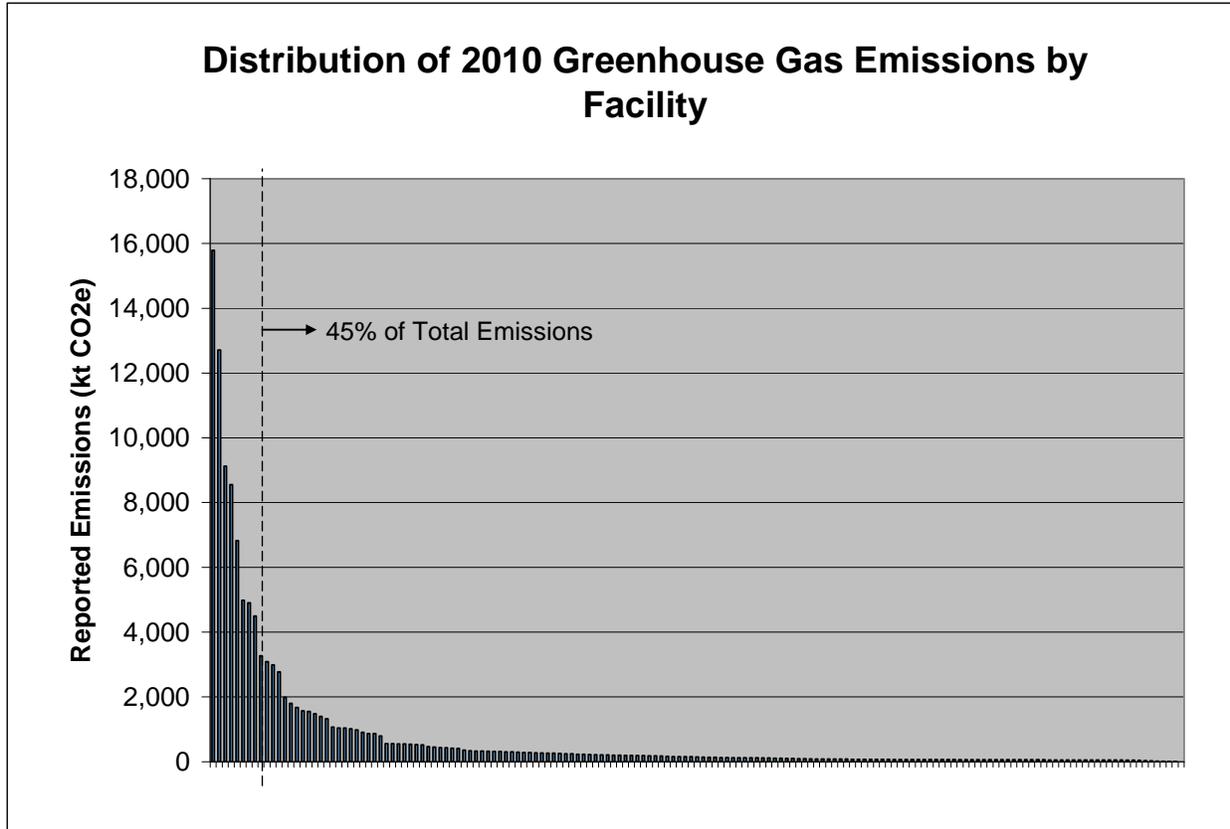


Figure 3: Distribution of reported 2010 Alberta greenhouse gas emissions by facility.

3.4 Reported Emissions by Industrial Sector and Gas Type

While CO₂ contributed the largest portion of total reported emissions, the contribution from each greenhouse gas varied across industrial sectors, as shown in Figure 4. Carbon dioxide contributed more than 90 per cent of greenhouse gas emissions for eight industrial sectors, including electric power generation, oil sands mining and upgrading, oil sands in situ extraction, chemical manufacturing, conventional oil and gas extraction, petroleum and coal products, primary metal manufacturing, and mineral product manufacturing, and was the majority contributor in the pipeline transportation, coal mining, fertilizer manufacturing, food manufacturing, and wood product manufacturing sectors. Methane was the majority greenhouse gas contributor in two sectors (natural gas distribution and waste treatment and disposal), and contributed greater than 10 per cent in the coal mining, pipeline transportation, food manufacturing, and wood product manufacturing sectors. Nitrous oxide contributed 19 per cent of greenhouse gas emissions in the wood product manufacturing sector, 11 per cent in the fertilizer manufacturing sector, and less than 2 per cent in all other sectors. Emissions of HFCs, PFCs and SF₆ were reported in small quantities and are excluded from Figure 4.

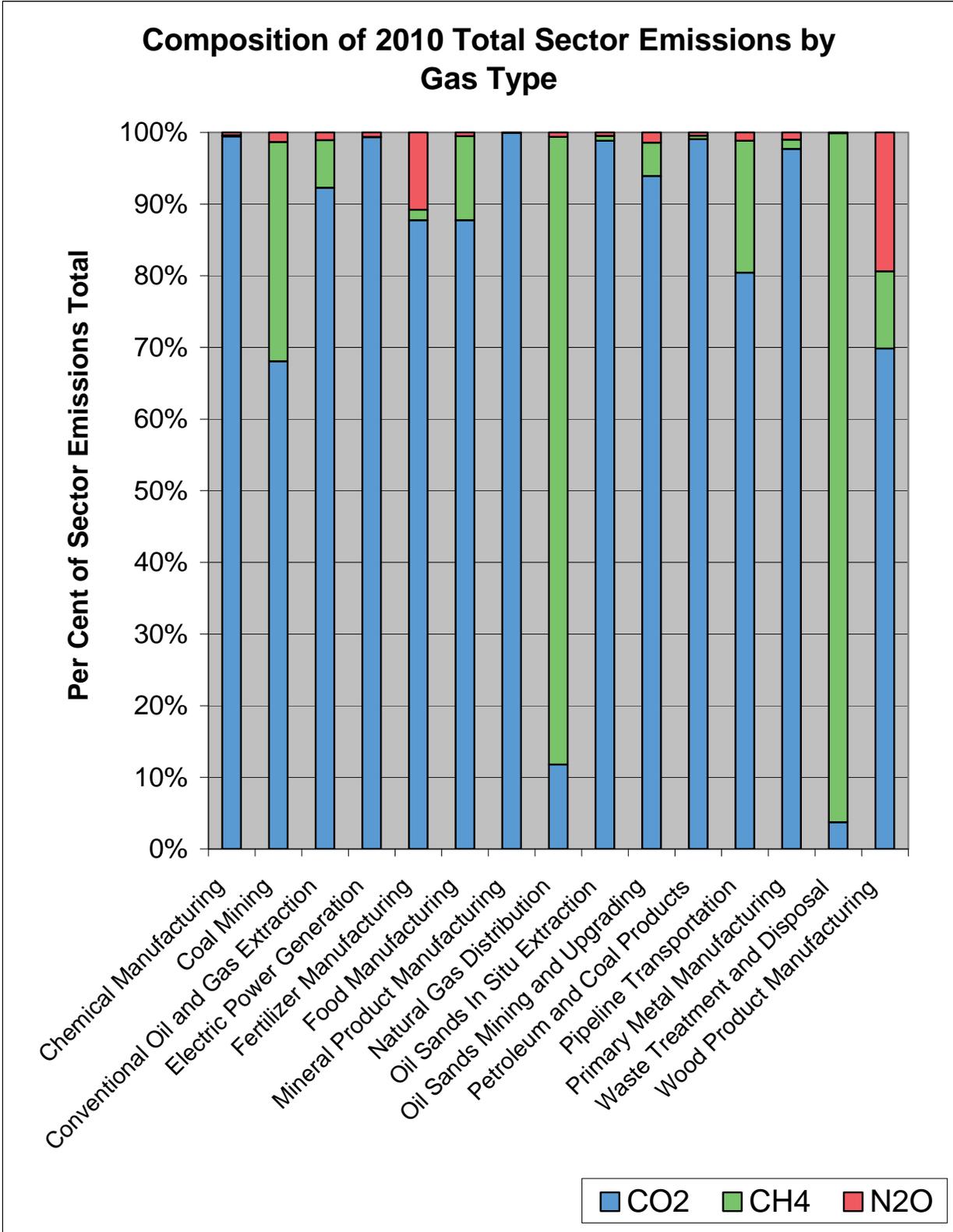


Figure 4: Reported 2010 greenhouse gas emissions for each industrial sector by gas type.

3.5 Emissions of CO₂ from Biomass Combustion and Decomposition

Emissions of CO₂ from the combustion and decomposition of biomass are considered carbon neutral by the Intergovernmental Panel on Climate Change (IPCC). Therefore, Alberta has excluded biomass CO₂ emissions from the reduction requirements of the *Specified Gas Emitters Regulation* and the total emissions quantification in this report. However, in order to gain a better understanding of direct emission sources throughout the province, the *Specified Gas Reporting Standard* was amended for the 2010 reporting year so that reporting of biomass CO₂ emissions is no longer optional, but mandatory.

For the 2010 year, a total of 5.8 Mt CO₂ from combustion and decomposition of biomass was reported. The largest contributor to this total was the wood product manufacturing sector, accounting for 5.1 Mt. The remainder was reported by the electric power generation, oil sands mining and upgrading, waste treatment and disposal, food manufacturing, chemical manufacturing, and oil sands in situ extraction sectors, in order of decreasing magnitude. The sectoral contribution to total reported biomass CO₂ emissions is shown in Figure 5.

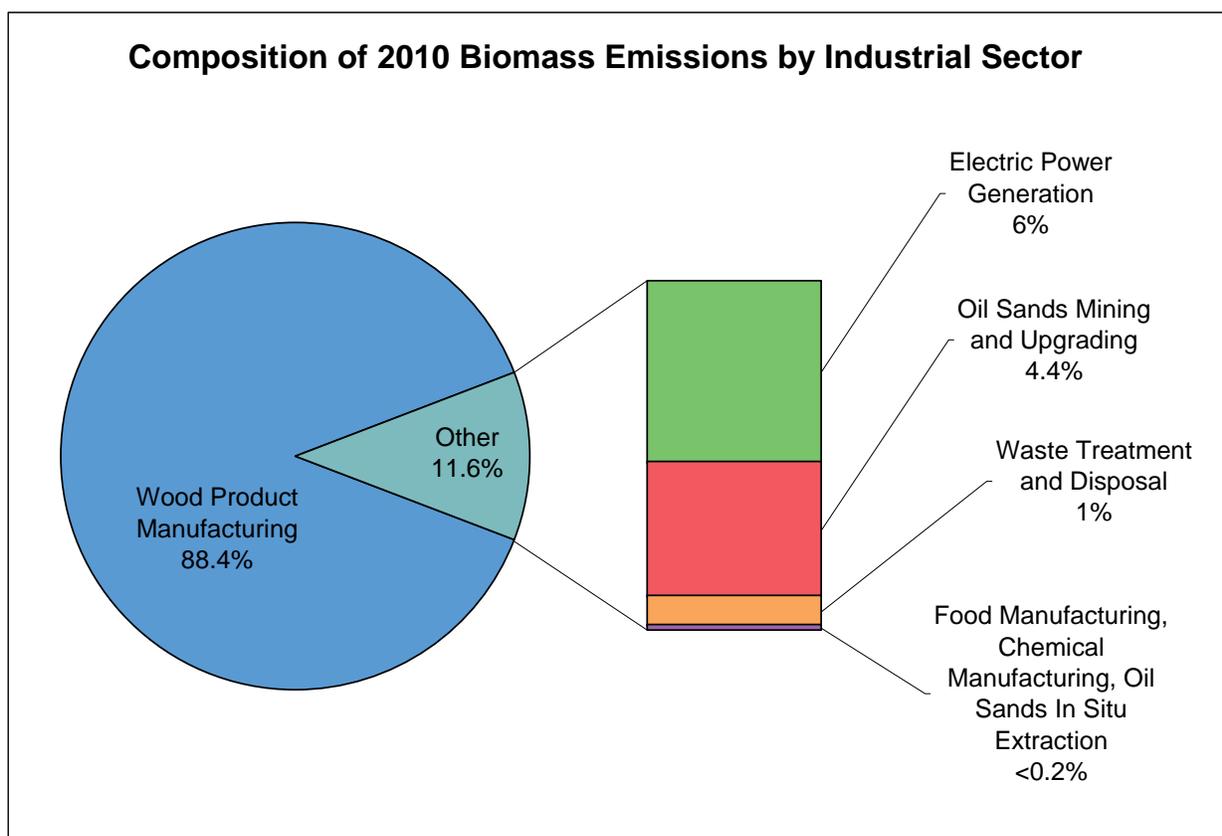


Figure 5: Reported 2010 CO₂ emissions from combustion and decomposition of biomass.

4 Reported 2010 Alberta Greenhouse Gas Emissions by Source Category

The Alberta *Specified Gas Reporting Program* requires greenhouse gas emissions to be reported according to six source categories: stationary fuel combustion, industrial process, fugitive/other, venting and flaring, on-site transportation, and waste and wastewater. A description of the source categories can be found in the Glossary of Terms.

4.1 Total Reported Emissions by Source Category

The largest source of greenhouse gas emissions was stationary fuel combustion, accounting for 104.5 Mt, followed by industrial processes, emitting 8.2 Mt. The remaining 7.9 per cent of total reported emissions was from venting/flaring, fugitive/other, on-site transportation, and waste and wastewater sources. The contribution of each source category to the total 2010 reported emissions is shown in Figure 6.

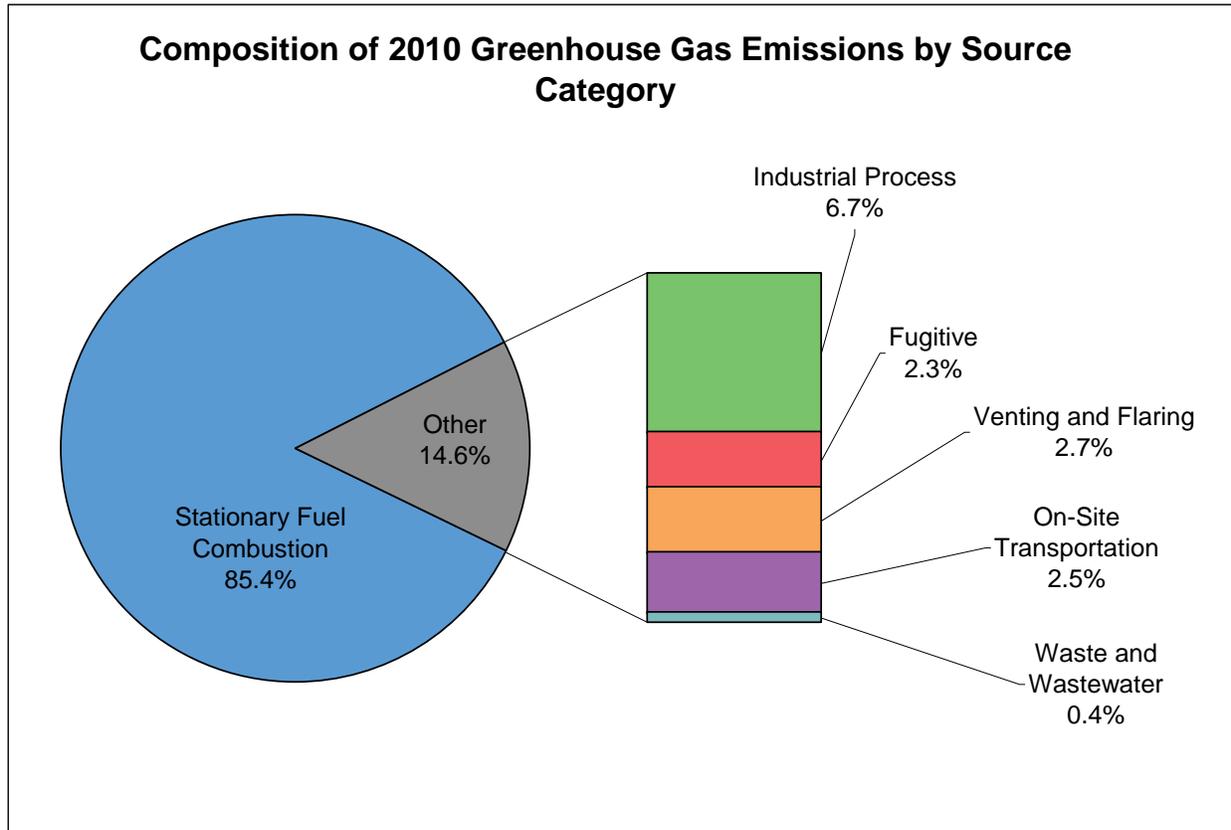


Figure 6: Total reported 2010 greenhouse gas emissions by source category.

4.2 Sectoral Emissions by Source Category

In eleven of fifteen industrial sectors, stationary fuel combustion contributed the majority of greenhouse gas emissions. In the mineral manufacturing sector, industrial process emissions were the majority contributor, largely due to calcination processes occurring at these facilities.

The fertilizer manufacturing sector reported an almost even split between stationary fuel combustion emissions and industrial process emissions, with the former representing the slight majority. Transportation emissions were the majority contributor in the coal mining sector, primarily due to hauling of mined coal. Fugitive emissions were the majority contributor in the natural gas distribution sector. The relative contribution of each source category to total reported emissions in each industrial sector is shown in Figure 7.

4.3 Source Category Emissions by Industrial Sector

The relative contribution of each industrial sector to total reported emissions in each source category is shown in Figure 8. The stationary fuel combustion emissions sectoral composition is similar to the sectoral composition of total 2010 emissions shown in Figure 1. This similarity is not surprising, since stationary fuel combustion was the dominant source of total emissions, as noted in Section 4.1. The electric power generation sector was the largest source of stationary fuel combustion emissions, followed by oil sands mining and upgrading, oil sands in situ extraction, conventional oil and gas extraction, and chemical manufacturing. The largest contributors in the industrial process category were oil sands mining and upgrading, fertilizer manufacturing, mineral product manufacturing, and chemical manufacturing. The largest portion of fugitive/other emissions came from the oil sands mining and upgrading sector, and the largest portion of venting and flaring emissions came from the conventional oil and gas sector. The oil sands mining and upgrading sector was also the largest contributor in the on-site transportation emissions category and the waste treatment and disposal sector was the largest contributor in the waste and wastewater emissions category.

Composition of 2010 Sectoral Greenhouse Emissions by Source Category

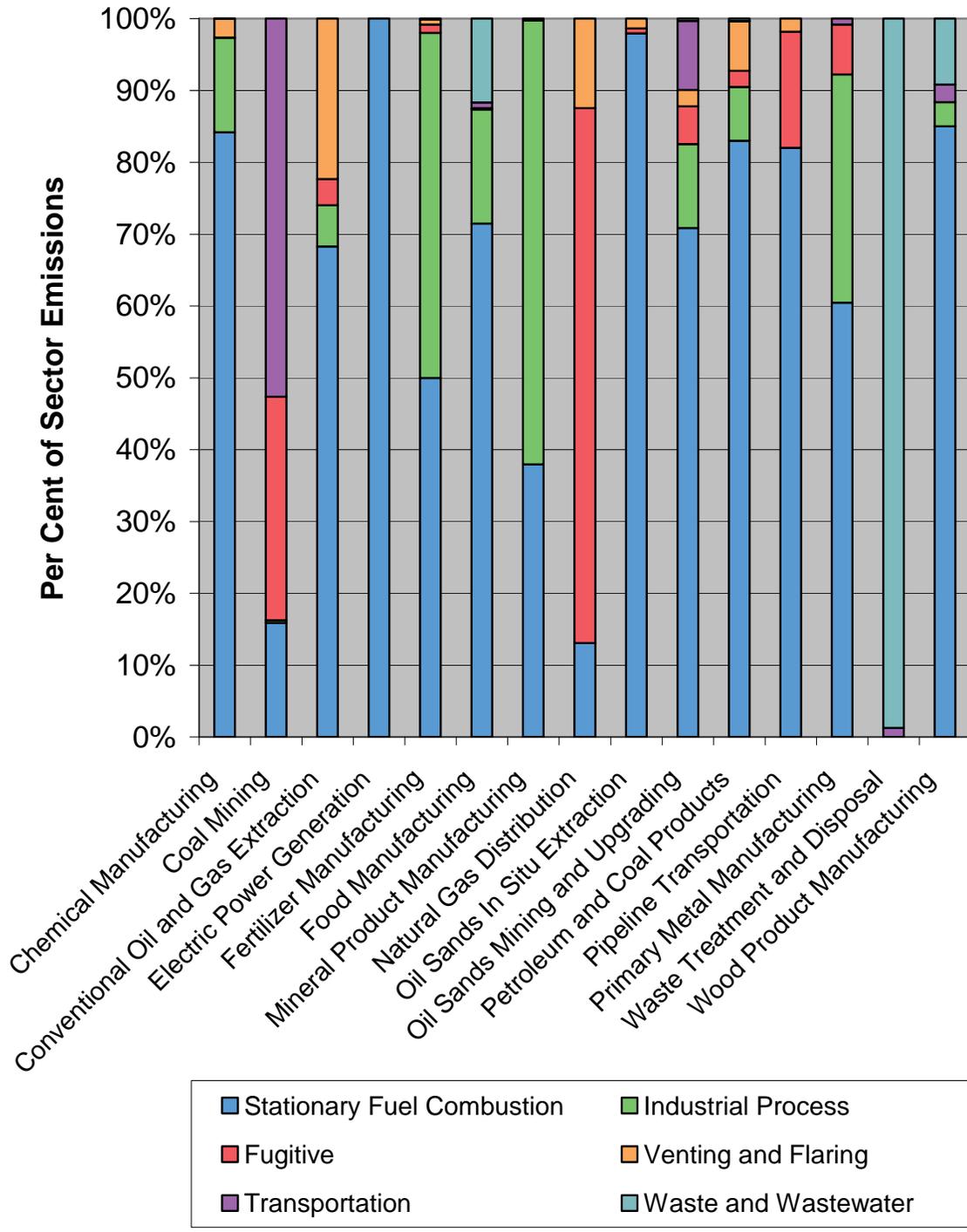


Figure 7: Total reported industrial sector emissions by source category.

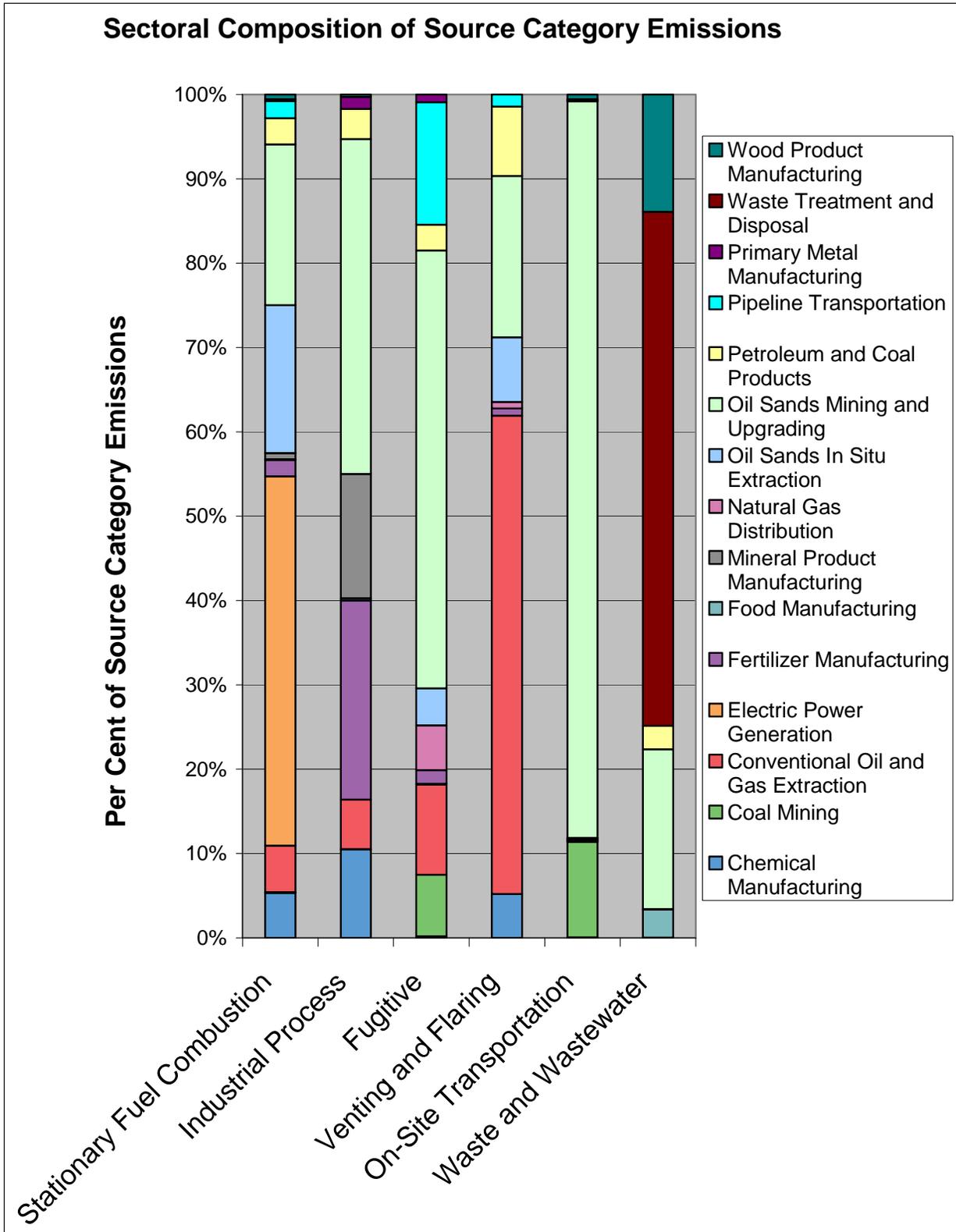


Figure 8: Total reported source category emissions by industrial sector.

5 Comparison with Previous Reporting Periods

The 2010 calendar year marks the eighth consecutive year of mandatory greenhouse gas reporting for large industrial facilities in Alberta. Short-term and long-term trends in reported greenhouse gas emissions in Alberta are explored in this section. To improve comparability of current data with previous years, only facilities whose emissions exceed 100 kt CO₂e are considered for this comparison.

Note: Comparability of reported emissions between reporting years is additionally limited due to lack of information and consistency regarding calculation methods used to estimate emissions inventories, and variation in the annual facility list from facilities exceeding or falling below the reporting threshold in subsequent years, decommissioning, and reporting voluntarily. Only emissions reported through the national one-window reporting program are included in this analysis, which excludes data received for 2003.

5.1 Short-term Trend: Comparison of 2009 and 2010 Reported Greenhouse Gas Emissions

The total reported greenhouse gas emissions from Alberta facilities exceeding 100 kt increased by 3.7 Mt from 114.9 Mt to 118.6 Mt between 2009 and 2010. Concurrently, the number of facilities emitting above 100 kt that reported greenhouse gas emissions increased from 92 to 97. By sector, the number of reports received increased in the chemical manufacturing, coal mining, electric power generation, mineral product manufacturing, oil sands in situ extraction, oil sands mining and upgrading, and wood product manufacturing sectors, decreased in the conventional oil and gas extraction sector, and held constant in the remaining sectors. A sectoral comparison of total reported emissions and number of reports received is shown in Table 2 for the 2009 and 2010 reporting years.

Table 2: Number of reports received and total reported emissions by sector for 2009 and 2010.

Sector	Facilities Reporting		Emissions (kt CO ₂ e)	
	2009	2010	2009	2010
Chemical Manufacturing	8	9	6,394	6,518
Coal Mining	2	3	398	527
Conventional Oil and Gas Extraction	24	22	6,267	5,790
Electric Power Generation	16	17	45,657	45,708
Fertilizer Manufacturing	5	5	3,734	4,049
Mineral Product Manufacturing	3	4	1,588	1,967
Natural Gas Distribution	1	1	199	204
Oil Sands In Situ Extraction	17	18	16,672	18,656
Oil Sands Mining and Upgrading	6	7	26,933	28,103
Petroleum and Coal Products	3	3	3,807	3,850
Pipeline Transportation	4	4	2,686	2,577
Primary Metal Manufacturing	1	1	309	295
Wood Product Manufacturing	2	3	283	366
Total	92	97	114,927	118,610

The change in total reported emissions from 2009 to 2010 for each industrial sector is illustrated in Figure 9. Relatively small increases (less than 1 Mt) in sectoral emissions were reported in the chemical manufacturing, coal mining, fertilizer manufacturing, mineral product manufacturing, petroleum and coal products, utilities, and wood product manufacturing sectors. Small decreases (less than 1 Mt) were reported in the conventional oil and gas extraction and pipeline transportation sectors. Negligible change was reported in the primary metal manufacturing and natural gas distribution sectors. The most notable changes occurred in the oil sands in situ extraction and oil sands mining and upgrading sectors. An increase of 1.98 Mt was reported by the oil sands in situ extraction sector and an increase of 1.17 Mt was reported by the oil sands mining and upgrading sector.

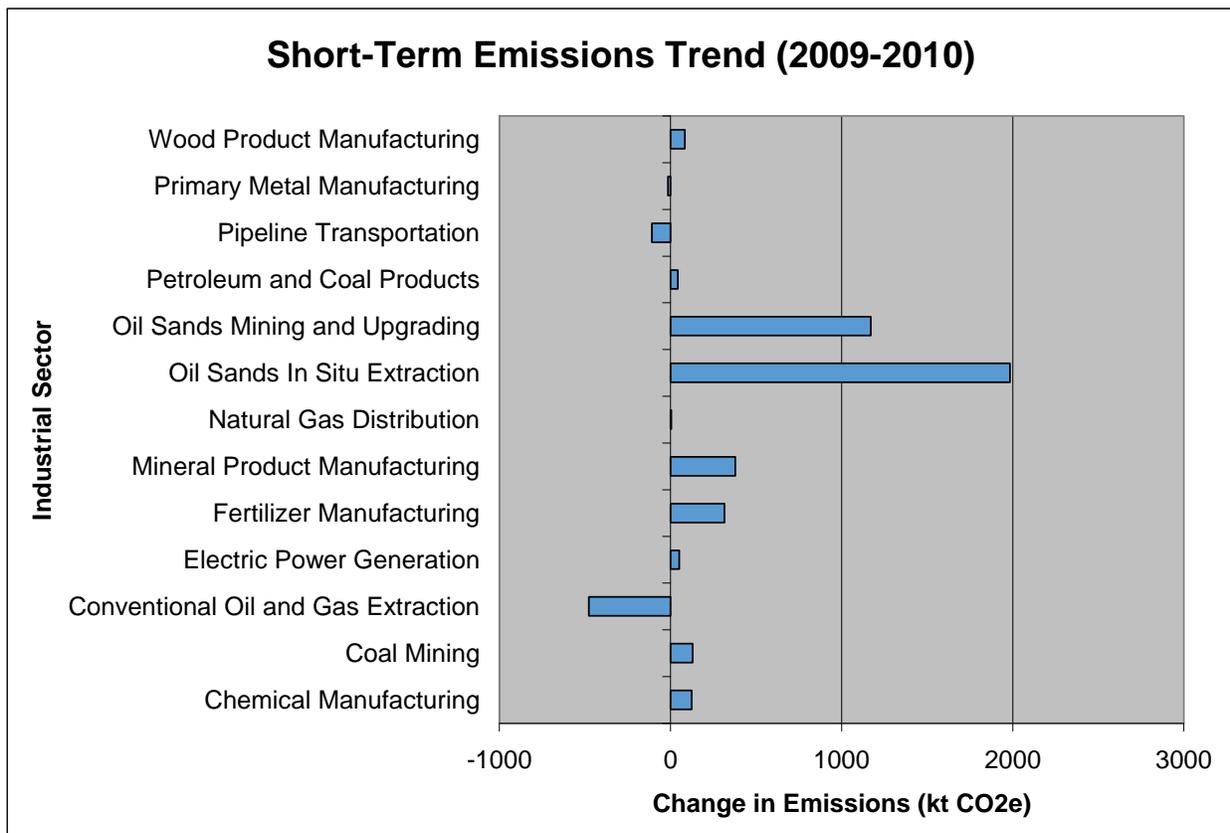


Figure 9: Change in total reported greenhouse gas emissions by industrial sector from 2009 to 2010.

5.2 Long-term Trend: Comparison of 2004 and 2010 Reported Greenhouse Gas Emissions

From 2004 to 2010, the total number of facilities whose emissions exceeded 100 kt in Alberta increased from 92 to 97. Concurrently, the total reported emissions increased by 11.2 per cent from 106.7 Mt to 118.6 Mt. By sector, the largest changes in the number of facilities reporting were seen in the conventional oil and gas and oil sands in situ extraction sectors. A comparison of total reported emissions and number of reports received by sector for 2004 and 2010 is shown in Table 3.

Table 3: Number of reports received and total reported emissions by sector for 2004 and 2010.

Sector	Facilities Reporting		Emissions (kt CO ₂ e)	
	2004	2010	2004	2010
Chemical Manufacturing	10	9	7,026	6,518
Coal Mining	1	3	185	527
Conventional Oil and Gas Extraction	31	22	8,523	5,790
Electric Power Generation	16	17	46,771	45,708
Fertilizer Manufacturing	5	5	4,673	4,049
Mineral Product Manufacturing	3	4	2,134	1,967
Natural Gas Distribution	1	1	269	204
Oil Sands In Situ Extraction	9	18	7,664	18,656
Oil Sands Mining and Upgrading	5	7	21,587	28,103
Petroleum and Coal Products	3	3	3,938	3,850
Pipeline Transportation	4	4	3,232	2,577
Primary Metal Manufacturing	1	1	276	295
Wood Product Manufacturing	3	3	390	366
Total	92	97	106,667	118,610

Some similarities noted in the short-term trend are also visible in the longer-term trend, illustrated in Figure 10. For example, small or negligible changes in reported emissions are seen in the wood product manufacturing, petroleum and coal products, natural gas distribution, and primary metal manufacturing sectors. The conventional oil and gas extraction sector reported significant decreases in both the short term and the long term, and the oil sands in situ extraction, oil sands mining and upgrading sectors similarly reported significant increases. In the conventional oil and gas extraction sector, reported greenhouse gas emissions declined by greater than 30 per cent, with the number of facilities decreasing by 9. In the oil sands in situ extraction sector, the number of facilities increased from 9 to 18, with an emissions increase of 11 Mt. In the oil sands mining and upgrading sector, the number of reporting facilities increased by two, with emissions increasing by 6.5 Mt. Other notable trends that are less consistent with the short-term observations include a moderate decrease of emissions in the chemical manufacturing and mineral product manufacturing sectors.

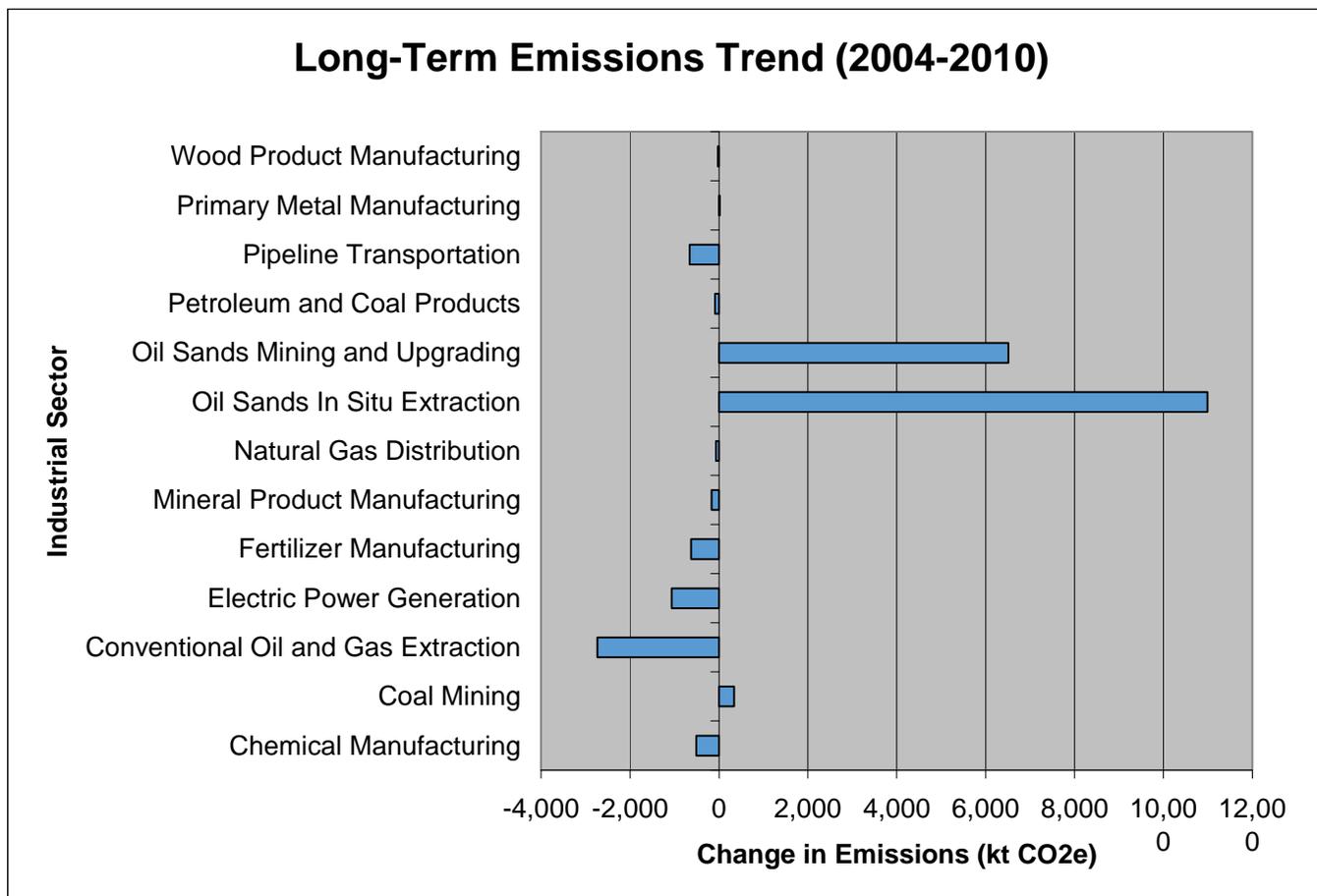


Figure 10: Change in reported total greenhouse gas emissions by sector from 2004 to 2010.

5.3 Comparable Facilities

With a mandatory reporting threshold now at 50,000 tonnes CO₂e, it can be meaningful to remove the effects of facilities rising and falling below the threshold. For this purpose, the concept of comparable facilities is used. Comparable facilities are all facilities that have reported greenhouse gas emissions in every year from 2004 to 2010, of which there are 75. The total reported emissions from 2004 to 2010, for comparable facilities, are shown in Table 4. In the short term, the reported greenhouse gas emissions have increased from 93.8 Mt in 2009 to 95.5 Mt in 2010, and have increased slightly from 94.8 Mt in 2004.

Table 4: Total annual reported greenhouse gas emissions for comparable facilities in Alberta.

	2004	2005	2006	2007	2008	2009	2010
Total Reported Emissions (Mt CO ₂ e)	94.8	95.2	100.2	98.5	95.6	93.8	95.5

6 National Reported Greenhouse Gas Emissions

In previous reports, the greenhouse gas emissions data for all of Canada was compared. Due to the timing of publication of this data, the comparison for 2010 greenhouse gas emissions will be made available on Alberta Environment and Sustainable Resource Development's website separately at a later date.

7 Data Confidentiality and Access

7.1 Confidentiality Request Process

The *Specified Gas Reporting Regulation* permits organizations submitting greenhouse gas emissions reports to request confidentiality for information contained in the report.

Confidentiality may be granted for up to five years if the information is determined to be commercial, financial, scientific or technical information that would reveal proprietary business, competitive or trade-secret information about a specific facility, technology or corporate initiative. The confidentiality request and review process is outlined in Figure 11. The following factors are considered during the confidentiality review process:

- Whether disclosure could reasonably be expected to significantly harm the competitive position of the specified gas reporter;
- Whether disclosure could reasonably be expected to interfere significantly with the negotiating position of the specified gas reporter;
- Whether disclosure could reasonably be expected to result in undue financial loss or gain to any person or organization;
- The availability of the information from other public sources; and
- Whether there are any other competing interests that would suggest disclosure of the information is warranted.

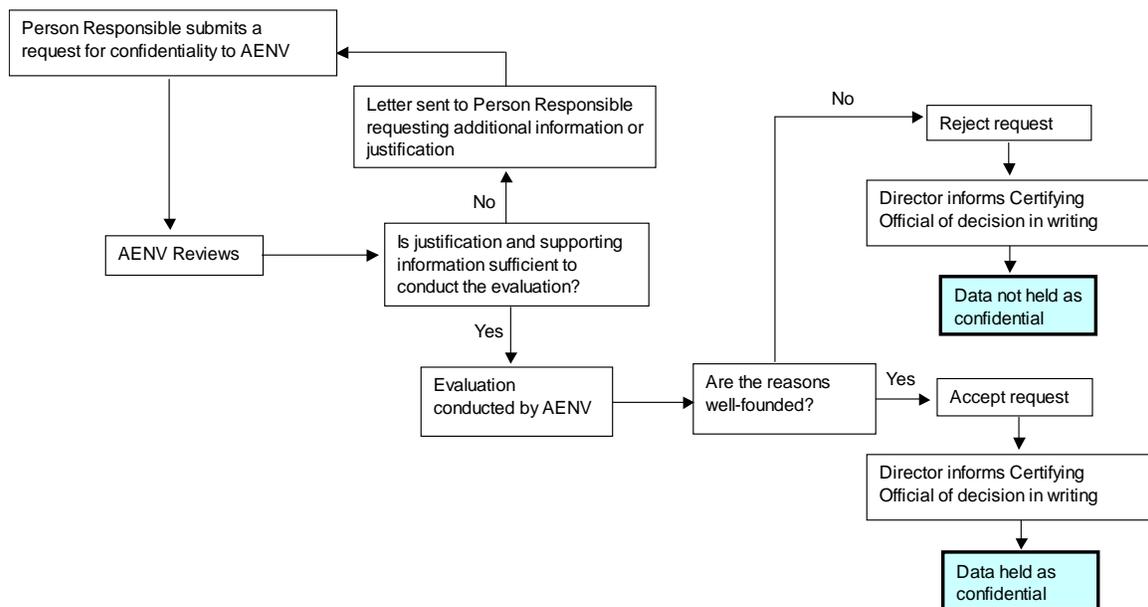


Figure 11: Confidentiality process for the *Specified Gas Reporting Program*.

7.2 2010 Confidentiality Requests and Decisions

There were nine Alberta facilities that submitted confidentiality requests to Alberta Environment and Sustainable Resource Development for the 2010 reporting period. Five of the nine facilities requested that Section A of their report be kept confidential. Section A of the 2010 specified gas report contains greenhouse gas emissions data by source category. One of these five facilities additionally requested that Section E of the report, containing additional comments and information about the facility, be kept confidential. Confidentiality was granted for all five of these requests. The remaining four facilities requested that Section B of their report be kept confidential, specifically the electrical power consumption and generation. These requests were not granted. Two of these four facilities additionally requested that the CO₂ captured and sent off site be kept confidential. Confidentiality was granted for these portions of the two requests. Table 5 shows the facilities that requested confidentiality for 2010 and the corresponding decision by the Director.

Table 5: Confidentiality request decisions for 2010 greenhouse gas data.

Company Name	Facility Name	Decision:
Graymont Western Canada	Exshaw	Section III (A) deemed confidential for 5 years.
Suncor Energy	Edmonton Refinery	Sections III (A) and (E) deemed confidential for 5 years.
Imperial Oil	Strathcona Refinery	Section III (A) deemed confidential for 5 years.
Imperial Oil	Cold Lake	Section III (A) deemed confidential for 5 years.
Air Products Canada	Edmonton Hydrogen	Section III (A) deemed confidential for 5 years.
Dow Chemical Canada	Prentiss Chemical Manufacturing	Section III (B) not deemed confidential.
Dow Chemical Canada	Fort Saskatchewan Chemical Manufacturing	Section III (B) not deemed confidential.
MEGlobal Canada	Prentiss Chemical Manufacturing	Section III (B) - CO ₂ Captured or sent off site deemed confidential for 5 years.
MEGlobal Canada	Fort Saskatchewan Chemical Manufacturing	Section III (B) - CO ₂ Captured or sent off site deemed confidential for 5 years.

7.3 Publishing Greenhouse Gas Data

Section 7 of the *Specified Gas Reporting Regulation* permits the Director to publish data and information in any specified gas report in any form or manner the Director considers appropriate. Alberta Environment has published an annual report on the results of the *Specified Gas Reporting Program* since 2003 when the mandatory greenhouse gas reporting program began.

7.4 Requesting Greenhouse Gas Data

Written requests for information contained in a submitted specified gas report that has not been deemed confidential can be submitted to the designated Director at AENV.GHG@gov.ab.ca. The Director shall respond to these requests within a reasonable amount of time. The process for requesting non-confidential greenhouse gas data from Alberta Environment is outlined in Figure 12.

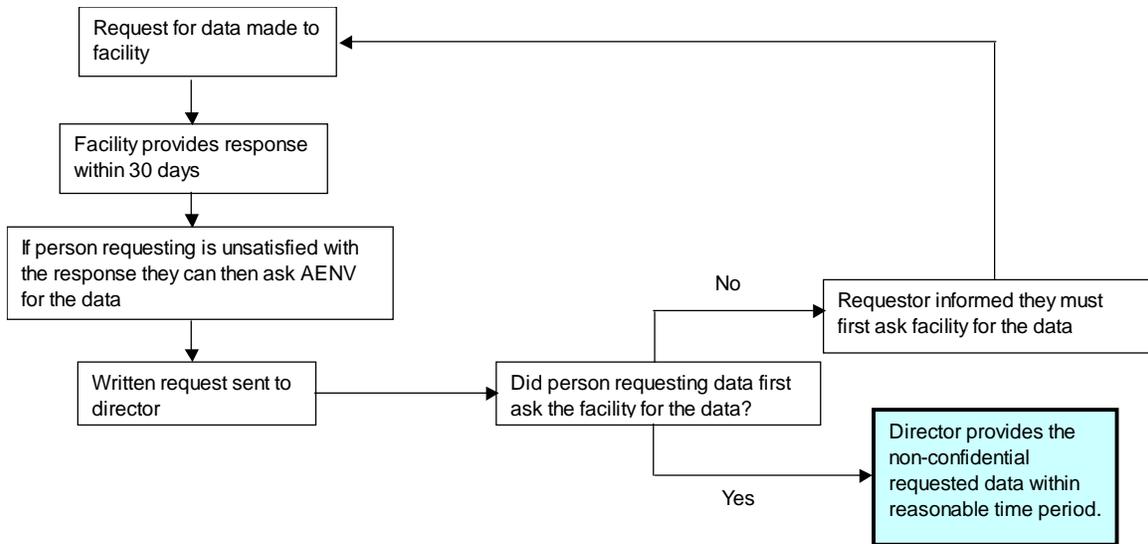


Figure 12: Process for requesting non-confidential greenhouse gas data from Alberta Environment.

Glossary of Terms

Biomass: Plant materials, animal waste or any product made of either of these and includes without limitation wood and wood products, charcoal, agricultural residues and wastes including organic material above and below ground, both living and dead, such as trees, crops, grasses, tree litter, roots, municipal and industrial wastes where the organic material is biological in origin, landfill gas, bio-alcohols, black liquor, sludge gas, animal or plant-derived oils.

Carbon dioxide equivalent (CO₂e): Carbon dioxide equivalent is the concentration of CO₂ that would cause the same amount of absorption of infrared radiation in the atmosphere as another greenhouse gas. CO₂e is calculated by multiplying the emissions of a greenhouse gas by an established global warming potential to get an equivalent quantity of carbon dioxide. Using CO₂e permits the calculation of total greenhouse gas emissions for a particular source.

Direct emissions: Release of specified gases to the air from sources located at a facility, expressed in tonnes on a CO₂e basis.

Facility: Any plant, structure or thing where an activity listed in Section 2 of the Schedule of Activities to the *Environmental Protection and Enhancement Act* occurs, and a site or one or more contiguous or adjacent sites that are operated and function in an integrated fashion where an activity listed in any of Sections 3 to 11 of the Schedule of Activities to the *Environmental Protection and Enhancement Act* occurs, including all the buildings, equipment, structures, machinery and vehicles that are an integral part of the activity.

Flaring emissions: Flaring emissions are direct emissions from the controlled combustion of a gas or liquid stream produced on site not for the purpose of producing energy and includes without limitation emissions arising from waste petroleum incineration, hazardous emissions prevention systems (whether in pilot or active mode), well testing, natural gas gathering systems, processing plant operations, crude oil production, pipeline operations, petroleum refining and chemical fertilizer and steel production.

Global warming potential: Global warming potential is the relative measure of the warming effect that the emission of a specified gas might have on the Earth's atmosphere calculated as the ratio of the time-integrated radiative forcing that would result from the emission of one kilogram of a given specified gas to that from the emission of one kilogram of carbon dioxide.

Industrial process emissions: Direct emissions from an industrial process involving chemical or physical reactions, other than combustion, and where the primary purpose of the industrial process is not energy production. This includes mineral, metal and chemical production. This source category is more sector-specific than stationary fuel combustion and is not found in all industrial sectors.

On-site transportation emissions: On-site transportation is a greenhouse gas source category with direct emissions resulting from fuel combustion in machinery used for the on-site transportation of products and material integral to the production process. Examples are the

transportation of raw or intermediate products and materials within the production process; such as equipment used at an oil sands operation to mine and/or move materials to subsequent on-site processing, or equipment used at above or below ground mining operations to mine and/or move mined materials or other intermediate products or materials to different on-site production processes.

Fugitive/other emissions: Fugitive/other emissions are direct emissions that do not fall under stationary fuel combustion emissions, industrial process emissions, venting emissions, flaring emissions, on-site transportation emissions, or waste and wastewater emissions and includes without limitation intentional or unintentional releases of gases arising from the production, processing, transmission, storage and use of solid, liquid or gaseous fuels. In general, emissions from fugitive/other sources are a result of the handling or processing of various types of fuel in the fossil fuel industry. Fugitive/other sources include leaks from natural gas transmission lines and processing plants, accidental releases from oil and gas wells and releases from the mining and handling of coal.

Perfluorocarbons (PFCs): Perfluorocarbons are synthetic industrial gases emitted in small quantities but are powerful greenhouse gases with global warming potential of hundreds to thousands of times that of carbon dioxide. Perfluorocarbons include the following PFC species: CF₄, C₂F₆, C₃F₈, C₄F₁₀, c-C₄F₈, C₅F₁₂, and C₆F₁₄. Only PFC emissions from industrial process and industrial product use are reported under the *Specified Gas Reporting Program*. Sources of PFC emissions from industrial process and industrial product use include aluminum production and foam blowing.

Specified gas: Specified gases are those primary greenhouse gases identified in the *Specified Gas Reporting Regulation*, including carbon dioxide, methane, nitrous oxide, hydrofluorocarbons, perfluorocarbons, and sulphur hexafluoride.

Stationary fuel combustion emissions: Stationary fuel combustion emissions are direct emissions resulting from non-vehicular combustion of fossil or biomass fuel for the purpose of producing energy but do not include biomass combustion CO₂ emissions. Stationary fuel combustion is a common source of greenhouse gas emissions and is produced in most industrial sectors. The stationary fuel combustion source category includes on-site waste incineration if the waste is combusted for the purpose of energy production.

Venting emissions: Venting emissions are direct emissions from intentional releases to the atmosphere of a waste gas or liquid stream and includes without limitation emissions of casing gas, associated (or solution) gas, treater, stabilizer, dehydrator off-gas, blanket gas and emissions from pneumatic devices which use natural gas as a driver, compressor start-up, pipeline and other blowdowns and metering and regulation station control loops.

Waste and wastewater emissions: Waste and wastewater emissions are direct emissions from disposal of waste and waste or wastewater treatment and includes without limitation sources of emissions from on-site waste disposal and waste or wastewater treatment at a facility such as landfilling of solid waste, flaring of landfill gas, treatment of liquid waste and waste incineration.

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