2020 Greenhouse Gas Inventory

Puget Sound Energy

Description: Puget Sound Energy (PSE) serves more than 1.1 million electric customers and

approximately 850,000 natural gas customers in 10 counties. Our service territory includes the vibrant Puget Sound area and covers more than 6,000 square miles, stretching from south Puget Sound to the Canadian border, and from central Washington's Kittitas Valley west to the Kitsap Peninsula. PSE's primary sources of direct GHG emissions are due to its role as a power provider and its natural gas operations, including pipeline leaks, gas

storage, fugitive emissions, and consumption by the end-user.

Industry: 22 – Utilities

Address: 355 110th Avenue NE

Bellevue, WA 98004

Reporting Information

Emissions Year: January 1, 2020 – December 31, 2020

Reporting Protocol: General Reporting Protocol 3.0 and associated updated and clarifications

Additional Reporting Standards: None

Greenhouse Gases (GHGs): Carbon dioxide (CO₂), methane (CH₄), nitrous oxide (N₂O), and sulfur

hexafluoride (SF₆)¹

Global Warming Potential (GWP) Standard: AR42

Consolidation Methodology: Operational Control and Equity Share

North American Industry Classification System (NAIC) Codes: 221112 (Fossil Fuel Electric Power

Generation) and 221210 (Natural Gas Distribution)

Geography: Washington State

PSE Power Generation Fleet Information

Facility Name	Resource Type	Operational Control	Equity Share	
Lower Baker River	Hydro	X	100%	
Snoqualmie Falls	Hydro	X	100%	
Upper Baker River	Hydro	X	100%	
Hopkins Ridge	Wind	X	100%	
Lower Snake River	Wind	X	100%	
Wild Horse	Wind	X	100%	
Encogen	Natural Gas/Oil	X	100%	
Ferndale	Natural Gas/Oil	X	100%	
Frederickson	Natural Gas/Oil	X	100%	
Fredonia	Natural Gas/Oil	X	100%	
Whitehorn	Natural Gas/Oil	X	100%	
Frederickson (Freddy) Unit 1	Natural Gas		49.85%	
Goldendale	Natural Gas	X	100%	
Mint Farm	Natural Gas	X	100%	
Sumas	Natural Gas	X	100%	
Crystal Mountain	Oil	X	100%	
Colstrip Units 1 & 2	Coal		50%	
Colstrip Units 3 & 4	Coal		25%	

¹ The remaining gases, hydrofluorocarbons (HFCs), perfluorocarbons (PFCs), and nitrogen trifluoride (NF₃), are not currently accounted for in the inventory due to a lack of robust data collection on usage at this time.

² Specific GWP values are listed in Table A-4.

Reporting Boundary

PSE inventories its Scope 1, 2, and 3 emissions as follows:

- Scope 1: direct emissions from PSE-owned facilities
- Scope 2: indirect emissions associated with purchased energy for PSE use
- Scope 3: indirect emissions attributed to PSE's activities that are not owned or controlled by PSE

PSE's Scope 1 and 2 emissions are dominated by CO₂ produced during electricity generation. The majority of PSE's Scope 3 emissions are derived from natural gas sales to end-users and electricity purchased from other generators to serve our customer load.

The attached table summarizes PSE's GHG inventory by scope and source. The emission percentages indicated in this table are the percentage of the total emissions of the particular GHG within each scope. Emission intensity is calculated based on PSE's total electric operations, including Scope 1 emissions from PSE-generated electricity and Scope 3 from generation of purchased electricity from firm and non-firm contracts. Emissions are adjusted for renewable energy credits bought and sold.

Scope 3 Indirect Emissions Disclosure

Scope 3 emissions from firm contract purchased electricity were calculated using the amount of electricity purchased, broken down by the electricity generation technology (e.g., coal, natural gas, or petroleum). For all firm Bonneville Power Administration transactions and "non-unit-specific" purchases, PSE defaults to the Washington Department of Ecology emissions intensity metric according to WAC 480-109-300(4).

Line losses associated with the electricity purchased to serve PSE customer load were calculated based on net electricity purchased and PSE's calculated percent loss for all electricity used to serve load. For the 2020 inventory, line loss data was calculated from PSE's 2020 Inventory to be 6% of total purchased power.³

Natural gas distributed to PSE customers is considered "Direct Use Phase Emissions" and, therefore, emissions can be calculated with the same methodology that is used for combustion emissions.

Exclusion of Miniscule Sources

PSE has not included refrigerants in its GHG inventory because the associated emissions are expected to be insignificant compared to the total Scope 1 and 2 emissions. Refrigerants are used in office spaces and vehicles for cooling and fire suppression, and the associated emissions are judged to be insignificant in comparison with those associated with electricity generation.

³ GHG Protocol, Category 3: Fuel- and Energy-Related Activities Not Included in Scope 1 or Scope 2

Puget Sound Energy - 2020 Greenhouse Gas Inventory

	Energy		Emis	sions		Emissions in CO ₂ Equivalents (CO ₂ e) - 100-Year Timeframe (metric tons CO ₂ e)									
Emission Source	Amount (UOM)	CO ₂	CH ₄	N ₂ O	SF ₆	co		СН	~	N ₂ C		SF,		Tota	
		(metric ton)	(metric ton)	(metric ton)	(metric ton)	(metric ton)	(%) (2)	(metric ton)	(%) (2)	(metric ton)	(%) ⁽²⁾	(metric ton)	(%) (2)	(metric ton)	(%) (2)
Scope I															
Electric Operations															
Hydro	980,194,155 kWh	0	0	0	0	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Coal	2,102,338,000 kWh	2,073,414	240	35	0	2,073,414	42.5%	5,996	0.1%	10,395	0.2%	0	0.0%	2,089,805	42.8%
Natural Gas/ Oil	6,506,751,862 kWh	2,701,528	48	4.9	0	2,701,528	55.4%	1,212	0.02%	1,447	0.03%	0	0.0%	2,704,187	55.4%
Wind	2,215,739,043 kWh	0	0	0	0	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%
Electrical Transmission and Distribution Equipment	0 kWh	0	0	0	0.68	0	0.0%	0	0.0%	0	0.0%	15,560	0.3%	15,560	0.3%
Total Scope I - PSE-owned Electric Operations	11,805,023,060 kWh	4,774,942	288	40	0.68	4,774,942	97.9%	7,208	0.1%	11,843	0.2%	15,560	0.3%	4,809,553	98.6%
Natural Gas Operations															
Distribution Total Scope I - PSE-owned Natural Gas Operations	112,293,800 thm	74 74	2,470 2470		0	74	0.002% 0.002%	61,743 61,743	1.3% 1.3%	0	0.0%	0	0.0% 0.0%	61,817 61,817	1.3% 1.3%
Total Scope I - PSE-owned Natural Gas Operations Total Scope I - PSE-owned Mobile Combustion	112,293,800 thm	7,574	0.8		"	74 7,574	0.002%	19	0.0004%	19	0.004%	0	0.0%	7,611	0.2%
Total Scope I	-	4,782,591	2.759		0.68	4,782,591	98.0%	68.970	1.4%	11.861	0.0004 %	15.560	0.3%	4,878,982	100.0%
Scope II		, . ,	,			, . ,		,		,		.,		,,	
Location-Based [2]															
Purchased Heating	58,495 thm	46	0.004		0	46	9.2%	0.1	0.02%		0.04%	0	0.0%	47	9.2%
Purchased Electricity	16,869 kWh	456	0.043		0	456	90.2%	1.1	0.2%		0.4%	0	0.0%	459	90.8%
Total Scope II - Location-Based Indirect Emissions		502	0.047	0.007	0	502	99.4%	1.2	0.2%	2.0	0.4%	0	0.0%	505	100.0%
<i>Market-Based</i> ⁽³⁾ Purchased Heating	58.495 thm	46	0.004	0.001	١ ,	46	9.2%	0.1	0.02%	0.2	0.04%	0	0.0%	47	9.2%
Purchased Realing Purchased Electricity	16.869 kWh	456	0.004		١	456	90.2%	1.1	0.02%	1.8	0.04%	١	0.0%	459	9.2%
Total Scope II - Market-Based Indirect Emissions	10,003 KVVII	502			0	502	99.4%	1.2	0.2%	2.0	0.4%	0	0.0%	505	100.0%
Scope III															
Electric Operations															
Firm Contracts ⁽⁵⁾	7,477,335,816 kWh	3,135,421	324	47	0	3,135,421	35.2%	8,093	0.09%	14,032	0.2%	0	0.0%	3,157,547	35.4%
Non-Firm Contracts ⁽⁵⁾	1,928,677,513 kWh	890,353	0	0	0	890,353	10.0%	0	0.0%	0	0.0%	0	0.0%	890,353	10.0%
Total Scope III - Electricity Purchases	9,406,013,329 kWh	4,025,774	324	47	0	4,025,774	45.2%	8,093	0.09%	14,032	0.2%	0	0.0%	4,047,900	45.4%
Natural Gas Supply															
Supply to End-Users	893,496,817 thm	4,860,623	0	0	0	4,860,623	54.6%	0	0.0%	0	0.0%	0	0.0%	4,860,623	54.6%
Total Scope III - Natural Gas Supply	893,496,817 thm	4,860,623	0	0	0	4,860,623	54.6%	0	0.0%	0	0.0%	0	0.0%	4,860,623	54.6%
Total Scope III		8,886,397	324	47	0	8,886,397	99.8%	8,093	0.09%	14,032	0.2%	0	0.0%	8,908,522	100.0%
Outside Scope		, ,								,,,,					
Non-Firm Transport Gas	21,233,000 Mscf	1,155,075	0	0	0	1,155,075	100.0%	0	0.0%	0	0.0%	0	0.0%	1,155,075	100.0%
Total Outside Scope	,,	1,155,075	0	0	0	1,155,075	100.0%	0	0.0%		0.0%	0	0.0%	,	100.0%
Total Electric Operations ⁽⁵⁾	21,211,036,389 kWh	.,,				.,,			2.370		2.370		2.370	8,841,892	64.1%

Data Source:

[1] EPA GHG MRR Subpart A (40 CFR 98), Table A-1

[2] 2020 eGrid subregion NWPP

Note(s):

(1) NC = Not calculated

(2) Percentage of emissions in CO₂e in scope

(3) Includes transmission losses
 (3) Assuming grid average

(4) Includes transmission losses

(5) Refers to electric operations from Scope I and Scope III without electrical transmission and distribution equipment

Global Warming Potentials [1]:

Time Horizon	CO ₂	CH₄	N ₂ O	SF ₆		
100 years	1	25	298	22,800		

eGrid Subregion Emission Rate (lb/MWh)[2]:

CO ₂	CH₄	N ₂ O
500 07	0.056	0.008