# **2022 Greenhouse Gas Inventory**



**Description:** Puget Sound Energy (PSE) serves more than 1.2 million electric customers and more than 900,000 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 an electric 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<br>Bellevue, WA 98004 |   |
| Issued:   | Jan 7, 2025                               | Updated to include emission intensity for residual mix. |

## **Reporting Information**

Emissions Year: January 1, 2022 – December 31, 2022 Reporting Protocol: GHG Protocol Additional Reporting Standards: The Climate Registry's General Reporting Protocol 3.0 Greenhouse Gases (GHGs): Carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>), nitrous oxide (N<sub>2</sub>O), sulfur hexafluoride (SF<sub>6</sub>) and hydrofluorocarbons (HFCs)<sup>1</sup> Global Warming Potential (GWP) Standard: AR4<sup>2</sup> Consolidation Methodology: 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   | Equity Share |
|------------------------------|-----------------|--------------|
| Lower Baker River            | Hydro           | 100%         |
| Snoqualmie Falls             | Hydro           | 100%         |
| Upper Baker River            | Hydro           | 100%         |
| Hopkins Ridge                | Wind            | 100%         |
| Lower Snake River            | Wind            | 100%         |
| Wild Horse                   | Wind and Solar  | 100%         |
| Encogen                      | Natural Gas/Oil | 100%         |
| Ferndale                     | Natural Gas/Oil | 100%         |
| Frederickson                 | Natural Gas/Oil | 100%         |
| Fredonia                     | Natural Gas/Oil | 100%         |
| Whitehorn                    | Natural Gas/Oil | 100%         |
| Frederickson (Freddy) Unit 1 | Natural Gas     | 49.85%       |
| Goldendale                   | Natural Gas     | 100%         |
| Mint Farm                    | Natural Gas     | 100%         |
| Sumas                        | Natural Gas     | 100%         |
| Crystal Mountain             | Oil             | 100%         |
| Colstrip                     | Coal            | 25%          |

<sup>&</sup>lt;sup>1</sup> The remaining gases, perfluorocarbons (PFCs) and nitrogen trifluoride (NF<sub>3</sub>), are not currently accounted for in the inventory due to a lack of robust data collection on usage at this time. These GHGs are not generally identified as significant emission sources in the electric and natural gas utility sectors.

<sup>&</sup>lt;sup>2</sup> Specific GWP values are listed in the attached Greenhouse Gas Inventory tables.

## **Reporting Boundary**

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

- Scope 1: direct emissions from PSE-owned facilities<sup>3</sup>
- 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 CO<sub>2</sub> 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.

Line losses associated with the electricity purchased to serve PSE customer load are included in Scope 2. For the 2022 inventory, the percentage of line loss used is from eGrid subregion NWPP (5.1% for 2022).

The attached tables summarize PSE's GHG inventory by scope and source. Emissions are adjusted for RECs bought and sold.

#### Scope 3 Indirect Emissions Disclosure

PSE currently only calculates three of the 15 Scope 3 categories. These categories are fuel- and energy-related activities (category 3), "Use of sold products" (category 11) and waste generated in operations (category 5). 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).<sup>4</sup> 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).

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 and small emergency generators in its GHG inventory because the associated emissions are determined to be immaterial and below our *de minimis* threshold compared to the total Scope 1 and 2 emissions (<5% materiality threshold). Refrigerants are used in office spaces and vehicles for cooling and fire suppression, while the small emergency generators provide back-up power if needed.

 $<sup>^{3}</sup>$  Line losses associated with owned generation are included in Scope 1 emissions to avoid double-counting.

<sup>&</sup>lt;sup>4</sup> GHG Protocol, Category 3: Fuel- and Energy-Related Activities not included in Scope 1 or Scope 2.

## Puget Sound Energy - 2022 Greenhouse Gas Inventory Summary

| Emission Sources                               | Energy Amount                       |                                      |           | ssions<br>ric ton) |                 |                     | Emissions i     | n CO <sub>2</sub> Ec | quivalents<br>(metric to |                      | 100-Yea | r Timeframe             |
|--|-------------------------------------|--------------------------------------|-----------|--------------------|-----------------|---------------------|-----------------|----------------------|--------------------------|----------------------|---------|-------------------------|
|  | (ŬOM) <sup>1</sup>                  | CO <sub>2</sub>                      | CH₄       | N₂O                | SF <sub>6</sub> | HFCs                | CO <sub>2</sub> | CH <sub>4</sub>      | N <sub>2</sub> O         | SF <sub>6</sub>      | HFCs    | Total CO <sub>2</sub> e |
| Scope I  |                                     |                                      |           |                    |                 |                     |                 |                      |                          |                      |         |                         |
| Total PSE-owned Electric<br>Operations         | 11,198,936,259 kWh                  | 5,278,049                            | 367.5     | 51.293             | 0.301           | 0                   | 5,278,049       | 9,188                | 15,285.3                 | 6,867                | 0       | 5,309,390               |
| Total PSE-owned Natural<br>Gas Operations      | 1,192,661,579 thm                   | 15,459                               | 2,678.0   | 0.024              | 0               | 0                   | 15,459          | 66,951               | 7.2                      | 0                    | 0       | 82,417                  |
| Total PSE-owned Other<br>Operations            |                                     | 8,905                                | 1.1       | 0.145              | 0               | 0.297               | 8,905           | 27                   | 43.1                     | 0                    | 107.1   | 9,082                   |
| Total Scope I                                  |                                     | 5,302,413                            | 3,046.7   | 51.461             | 0.301           | 0.297               | 5,302,413       | 76,167               | 15,335.5                 | 6,867                | 107.1   | 5,400,889               |
| Scope II                                       |                                     |                                      |           |                    |                 |                     |                 |                      |                          |                      |         |                         |
| Total Scope II,<br>Location-Based <sup>2</sup> |                                     | 342,141                              | 31.8      | 4.546              | 0               | 0                   | 342,141         | 796                  | 1,354.7                  | 0                    | 0       | 344,291                 |
| Total Scope II,<br>Market-Based                |                                     | 390,627                              | 40.3      | 5.860              | 0               | 0                   | 390,627         | 1,008                | 1,746.3                  | 0                    | 0       | 393,382                 |
| Scope III                                      |                                     |                                      |           |                    |                 |                     |                 |                      |                          |                      |         |                         |
| Total Electricity Purchases                    | 17,936,211,325 kWh                  | 4,983,001                            | 543.9     | 79.645             | 0               | 0                   | 4,983,001       | 13,598               | 23,734.1                 | 0                    | 0       | 5,020,333               |
| Total Natural Gas Supply                       | 1,250,235,129 thm                   | 6,466,203                            | 121.9     | 12.187             | 0               | 0                   | 6,466,203       | 3,047                | 3,631.6                  | 0                    | 0       | 6,453,995               |
| Other  |                                     | 109,770                              | 0         | 0                  | 0               | 0                   | 109,770         | 0                    | 0                        | 0                    | 0       | 109,770                 |
| Total Scope III                                |                                     | 11,449,204                           | 665.8     | 91.831             | 0               | 0                   | 11,449,204      | 16,645               | 27,365.7                 | 0                    | 0       | 11,584,098              |
| Emission Sources                               | Energy Amount<br>(kWh) <sup>3</sup> | Total CO₂e (metric ton) <sup>4</sup> |           |                    | CO₂e Emi<br>(I  | ssion Int<br>b/kWh) | ensity          |                      | Emissior<br>etric ton    | n Intensity<br>/MWh) |         |                         |
| Total Electric Operations                      | 22,253,667,215 kWh                  |                                      | 9,359,345 |                    |                 |                     | 0.915           |                      |                          | 0.415                |         |                         |

Global Warming Potential for 100-year lifecycle (AR4)

| CO2 | CH₄ | N <sub>2</sub> O | SF <sub>6</sub> |
|-----|-----|------------------|-----------------|
| 1   | 25  | 298              | 22,800          |

#### 2022 eGrid Subregion Emission Rate (Ib/MWh)

| CO <sub>2</sub> | CH₄   | N <sub>2</sub> O |
|-----------------|-------|------------------|
| 602.09          | 0.056 | 0.008            |

<sup>1</sup> UOM stands for unit of measure.

 $^2\,$  The emission factors used to calculate Scope 2 emissions are from 2022 eGrid subregion NWPP.

 $^3$  The energy amount listed excludes wholesale and customer green programs (i.e, Green Direct and Green Power programs).

<sup>4</sup> The CO<sub>2</sub>e metric tons listed represents PSE's electric operation emissions (e.g., generation, electricity purchases and line losses) after excluding the emissions attributed to wholesale, which are determined to based on PSE's overall electricity portfolio after removing customer green programs (i.e., Green Direct and Green Power programs).

# Puget Sound Energy - 2022 Greenhouse Gas Inventory, Scope 1

| Emission Sources                                      | Energy Amount                |                 |                 | nissions<br>etric ton) |                 |       | Emissic         | ons in CO <sub>2</sub> E | Equivalents<br>(metric to |                 | 0-Year Tin | neframe                 |
|---|------------------------------|-----------------|-----------------|------------------------|-----------------|-------|-----------------|--------------------------|---------------------------|-----------------|------------|-------------------------|
|   | (ŬOM) <sup>1</sup>           | CO <sub>2</sub> | CH <sub>4</sub> | N <sub>2</sub> O       | SF <sub>6</sub> | HFCs  | CO <sub>2</sub> | CH <sub>4</sub>          | N₂O                       | SF <sub>6</sub> | HFCs       | Total CO <sub>2</sub> e |
| Scope I   |                              |                 |                 |                        |                 |       |                 |                          |                           |                 |            |                         |
| Electric Operations                                   |                              |                 |                 |                        |                 |       |                 |                          |                           |                 |            |                         |
| Hydro   | 758,615,340 kWh              | 0               | 0               | 0                      | 0               | 0     | 0               | 0                        | 0.0                       | 0               | 0          | 0                       |
| Coal  | 2,726,665,000 kWh            | 2,663,357       | 318.7           | 46.357                 | 0               | 0     | 2,663,357       | 7,967                    | 13,814.2                  | 0               | 0          | 2,685,139               |
| Natural Gas/ Oil                                      | 6,028,682,020 kWh            | 2,614,692       | 48.8            | 4.936                  | 0               | 0     | 2,614,692       | 1,221                    | 1,471.0                   | 0               | 0          | 2,617,384               |
| Wind  | 1,684,973,899 kWh            | 0               | 0               | 0                      | 0               | 0     | 0               | 0                        | 0.0                       | 0               | 0          | 0                       |
| Electrical Transmission and<br>Distribution Equipment | _                            | 0               | 0.0             | 0.000                  | 0.301           | 0     | 0               | 0                        | 0.0                       | 6,867           | 0          | 6,867                   |
| Total PSE-owned Electric<br>Operations                | 11,198,936,259<br>kWh        | 5,278,049       | 367.5           | 51.293                 | 0.301           | 0     | 5,278,049       | 9,188                    | 15,285.3                  | 6,867           | 0          | 5,309,390               |
| Natural Gas Operations                                |                              |                 |                 |                        |                 |       |                 |                          |                           |                 |            |                         |
| Distribution  | 1,221,448,354 thm            | 8,958           | 2,643.2         | 0.017                  | 0               | 0     | 8,958           | 66,081                   | 5.0                       | 0               | 0          | 75,044                  |
| Underground Storage                                   | -28,786,775 thm <sup>2</sup> | 6,500           | 34.8            | 0.007                  | 0               | 0     | 6,500           | 870                      | 2.2                       | 0               | 0          | 7,373                   |
| Total PSE-owned Natural<br>Gas Operations             | 1,192,661,579 thm            | 15,459          | 2,678.0         | 0.024                  | 0               | 0     | 15,459          | 66,951                   | 7.2                       | 0               | 0          | 82,417                  |
| Other Operations                                      |                              |                 |                 |                        |                 |       |                 |                          |                           |                 |            |                         |
| PSE-owned Vehicle Fleet                               |                              | 8,905           | 1.1             | 0.145                  | 0               | 0.297 | 8,905           | 27                       | 43.1                      | 0               | 107.1      | 9,082                   |
| Total PSE-owned Other<br>Operations                   | —                            | 8,905           | 1.1             | 0.145                  | 0               | 0.297 | 8,905           | 27                       | 43.1                      | 0               | 107.1      | 9,082                   |
| Total Scope I   |                              | 5,302,413       | 3,046.7         | 51.461                 | 0.301           | 0.297 | 5,302,413       | 76,167                   | 15,335.5                  | 6,867           | 107.1      | 5,400,889               |

| Scope I Biogenic Sources      | Biogenic CO₂ Emissions<br>(metric ton CO₂e) |
|-------------------------------|---|
| Electric Operations - Biofuel | 0.00  |

<sup>&</sup>lt;sup>1</sup> UOM stands for unit of measure.

<sup>&</sup>lt;sup>2</sup> Therms listed for underground storage represents the net sum of injections and withdrawals within the calendar year.

# Puget Sound Energy - 2022 Greenhouse Gas Inventory, Scope 2

| Emission Sources                        | Energy Amount<br>(UOM) <sup>1</sup> |                 |      | nissions<br>etric ton) |                 |      | Emissions       | in CO <sub>2</sub> Eo | quivalents<br>(metric to |                 | 100-Yea | r Timeframe             |
|---|-------------------------------------|-----------------|------|------------------------|-----------------|------|-----------------|-----------------------|--------------------------|-----------------|---------|-------------------------|
|   |                                     | CO <sub>2</sub> | CH₄  | N <sub>2</sub> O       | SF <sub>6</sub> | HFCs | CO <sub>2</sub> | CH₄                   | N <sub>2</sub> O         | SF <sub>6</sub> | HFCs    | Total CO <sub>2</sub> e |
| Scope II                                |                                     |                 |      |                        |                 |      |                 |                       |                          |                 |         |                         |
| Location-Based <sup>2</sup>             |                                     |                 |      |                        |                 |      |                 |                       |                          |                 |         |                         |
| Purchased Heating                       | 57,875 thm                          | 463             | 0.0  | 0.006                  | 0               | 0    | 463             | 1                     | 1.8                      | 0               | 0       | 466                     |
| Purchased Electricity                   | 29,200,581 kWh                      | 7,975           | 0.7  | 0.106                  | 0               | 0    | 7,975           | 19                    | 31.6                     | 0               | 0       | 8,025                   |
| Sold renewable energy<br>credits (RECs) | 15,500,000 kWh                      | 4,233           | 0.4  | 0.056                  | 0               | 0    | 4,233           | 10                    | 16.8                     | 0               | 0       | 4,260                   |
| Line Losses <sup>3</sup>                | 1,206,390,778 kWh                   | 329,469         | 30.6 | 4.378                  | 0               | 0    | 329,469         | 766                   | 1,304.5                  | 0               | 0       | 331,540                 |
| Total Scope II, Location-<br>Based      | —                                   | 342,141         | 31.8 | 4.546                  | 0               | 0    | 342,141         | 796                   | 1,354.7                  | 0               | 0       | 344,291                 |
| Market-Based                            |                                     |                 |      |                        |                 |      |                 |                       |                          |                 |         |                         |
| Purchased Heating                       | 57,875 thm                          | 463             | 0.0  | 0.006                  | 0               | 0    | 463             | 1                     | 1.8                      | 0               | 0       | 466                     |
| Purchased Electricity                   | 29,200,581 kWh                      | 7,975           | 0.7  | 0.106                  | 0               | 0    | 7,975           | 19                    | 31.6                     | 0               | 0       | 8,025                   |
| Sold renewable energy<br>credits (RECs) | 15,500,000 kWh                      | 4,233           | 0.4  | 0.056                  | 0               | 0    | 4,233           | 10                    | 16.8                     | 0               | 0       | 4,260                   |
| Line Losses <sup>3</sup>                | 1,206,390,778 kWh                   | 377,956         | 39.1 | 5.692                  | 0               | 0    | 377,956         | 979                   | 1,696.1                  | 0               | 0       | 380,631                 |
| Total Scope II, Market-<br>Based        | —                                   | 390,627         | 40.3 | 5.860                  | 0               | 0    | 390,627         | 1,008                 | 1,746.3                  | 0               | 0       | 393,382                 |

| Scope II Biogenic Sources               | Biogenic CO₂ Emissions<br>(metric ton CO₂e) |
|---|---|
| Line losses related to biogenic sources | 1,144                                       |

<sup>&</sup>lt;sup>1</sup> UOM stands for unit of measure.

<sup>&</sup>lt;sup>2</sup> The emission factors used to calculate Scope 2 emissions are from 2022 eGrid subregion NWPP.

 $<sup>^3</sup>$  For the 2022 inventory, the percentage of line loss used is from eGrid subregion NWPP (5.1% for 2022).

# Puget Sound Energy - 2022 Greenhouse Gas Inventory, Scope 3

| Emission Sources                   | Energy Amount<br>(UOM) <sup>1</sup> |                 |                 | issions<br>tric ton) |                 |      | Emissions       | in CO₂ E        | quivalents<br>(metric to | (CO₂e) - 1<br>on CO₂e) | 100-Year 1 | <b>Fimeframe</b>        |
|------------------------------------|-------------------------------------|-----------------|-----------------|----------------------|-----------------|------|-----------------|-----------------|--------------------------|------------------------|------------|-------------------------|
|                                    |                                     | CO <sub>2</sub> | CH <sub>4</sub> | N <sub>2</sub> O     | SF <sub>6</sub> | HFCs | CO <sub>2</sub> | CH <sub>4</sub> | N <sub>2</sub> O         | SF <sub>6</sub>        | HFCs       | Total CO <sub>2</sub> e |
| Scope III                          |                                     |                 |                 |                      |                 |      |                 |                 |                          |                        |            |                         |
| Electricity Purchases              |                                     |                 |                 |                      |                 |      |                 |                 |                          |                        |            |                         |
| Firm Contracts                     | 10,967,603,778 kWh                  | 3,744,381       | 428.7           | 63.187               | 0               | 0    | 3,744,381       | 10,718          | 18,829.8                 | 0                      | 0          | 3,773,929               |
| Non-Firm Contracts                 | 6,968,607,547 kWh                   | 1,238,620       | 115.2           | 16.458               | 0               | 0    | 1,238,620       | 2,880           | 4,904.4                  | 0                      | 0          | 1,246,404               |
| <b>Total Electricity Purchases</b> | 17,936,211,325 kWh                  | 4,983,001       | 543.9           | 79.645               | 0               | 0    | 4,983,001       | 13,598          | 23,734.1                 | 0                      | 0          | 5,020,333               |
| Natural Gas Supply                 |                                     |                 |                 |                      |                 |      |                 |                 |                          |                        |            |                         |
| Supply to End-Users                | 1,246,675,599 thm                   | 6,447,317       | 121.5           | 12.151               | 0               | 0    | 6,447,317       | 3,038           | 3,621.0                  | 0                      | 0          | 6,453,975               |
| RNG                                | 3,559,530 thm                       | 0               | 0.4             | 0.036                | 0               | 0    | 0               | 9               | 10.6                     | 0                      | 0          | 20                      |
| Total Natural Gas Supply           | 1,250,235,129 thm                   | 6,466,203       | 121.9           | 12.187               | 0               | 0    | 6,466,203       | 3,047           | 3,631.6                  | 0                      | 0          | 6,453,995               |
| Other Categories <sup>2</sup>      |                                     | 109,770         | 0               | 0                    | 0               | 0    | 109,770         | 0               | 0                        | 0                      | 0          | 109,770                 |
| Total Scope III                    |                                     | 11,449,204      | 665.8           | 91.831               | 0               | 0    | 11,449,204      | 16,645          | 27,365.7                 | 0                      | 0          | 11,584,098              |

| Scope III Biogenic Sources       | Biogenic CO₂ Emissions<br>(metric ton CO₂e) |
|----------------------------------|---|
| Electricity Purchases            | 22,890                                      |
| Natural Gas Supply - RNG         | 18,887                                      |
| Total Biogenic Sources Scope III | 41,777                                      |

| Scope III Categories                     | Emissions in CO <sub>2</sub> Equivalents (CO <sub>2</sub> e) -<br>100-Year Timeframe (metric ton CO <sub>2</sub> e) |
|--|---|
| Investments                              | —   |
| Franchises                               | _   |
| Downstream leased assets                 | _   |
| End-of-life treatment of sold products   | _   |
| Use of sold products                     | 6,453,995   |
| Processing of sold products              | _   |
| Downstream transportation & distribution | _   |
| Upstream leased assets                   | _   |
| Employee commuting                       | _   |
| Business travel                          | _   |
| Waste generated in operations            | 109,770   |
| Upstream transportation & distribution   | _   |
| Fuel- and energy-related activities      | 5,020,333   |
| Capital goods                            | _   |
| Purchased goods and services             | _   |

<sup>&</sup>lt;sup>1</sup> UOM stands for unit of measure.

<sup>&</sup>lt;sup>2</sup> The other categories are the remaining Scope 3 categories that is not "Use of sold products" and "Fuel- and energy-related activities".