

CONTENTS

PROJECT SUMMARY

CARBON FOOTPRINT – MARKET BASED

CARBON FOOTPRINT – LOCATION BASED

KEY STATS

RECOMMENDATIONS

METHODOLOGY

ANNEX



GLOSSARY

	Definition		
Arisings	Materials forming the secondary or waste products of industrial operations.		
ATM	Air traffic movements – an aircraft take-off or landing at an airport. For airport traffic purposes one arrival and one departure is counted as two movements.		
Carbon dioxide equivalent (CO ₂ e)	The carbon dioxide equivalent (CO_2e) allows the different greenhouse gases to be compared on a like-for-like basis relative to one unit of CO_2 . CO_2e is calculated by multiplying the emissions of each of the six greenhouse gases by its 100-year global warming potential (GWP).		
Carbon footprint	A carbon footprint measures the total greenhouse gas emissions caused directly and indirectly by a person, organisation, event or product. A carbon footprint is measured in tonnes of carbon dioxide equivalent (tCO_2e).		
Emission factor	An emission factor is a representative value that attempts to relate the quantity of a pollutant released to the atmosphere with an activity associated with the release of that pollutant.		
GHG	Greenhouse gas – a gas in an atmosphere that absorbs and emits radiation within the thermal infrared range. This process is the fundamental cause of the greenhouse effect. The primary greenhouse gases in Earth's atmosphere are water vapour, carbon dioxide, methane, nitrous oxide, and ozone.		
Outside of Scope	All fuels with biogenic content (e.g. 'Diesel and petrol (average biofuel blend)') should have the 'Outside of Scope' emissions reported to ensure a complete picture of an organisations' emissions are created. The emissions are labelled 'Outside of Scope' because the Scope 1 impact of these fuels has been determined to be a net '0' (since the fuel source itself absorbs an equivalent amount of CO ₂ during the growth phase as the that CO2 is released through combustion).		
PAX	Number of passengers in the reporting year.		
APU	The auxiliary power unit that supplies power to ground operations when an aircraft is stationary.		
CAA	Civil Aviation Authority, a source of aviation statistics.		
GSE	Ground Support Equipment such as vehicles that assist operations at the airport.		

3 | INV Airport Footprint 2022 | HIAL

PROJECT SUMMARY

BACKGROUND

HIAL is a public corporation owned by the Scottish Ministers and subsidised by the Scottish Government in accordance with Section 34 of the Civil Aviation Act 1982. HIAL operates and manages 11 airports in total; Barra, Benbecula, Campbeltown, Dundee, Inverness, Islay, Kirkwall, Stornoway, Sumburgh, Tiree and Wick. Inverness served 449,636 passengers with a total of 21,415 aircraft movements in the 2022 financial year. The 2022 financial year for HIAL covers the period 1st April 2021 to 31st March 2022.

The calculation of the annual carbon footprint will help HIAL and the individual airports understand the different areas which contribute to their overall carbon footprint and monitor changes on a yearly basis. HIAL has committed to creating a Net Zero Aviation Zone by 2040 and so this process will help identify improvement opportunities, which will ultimately reduce HIAL's carbon footprint and associated costs. In addition, the carbon footprint will also form the baseline for emission reduction targets, allowing HIAL to measure the success of any management strategies implemented.

SUMMARY

All emissions have been calculated in line with the GHG Protocol, to ACA Level 4 standard and ISO 14064-1. The emissions sources included are shown in the figure below.

Emissions figures are reported using the location-based methodology unless clearly indicated otherwise. A market-based baseline emissions profile can be seen towards the end of this report. For a detailed explanation on this, please see this slide.

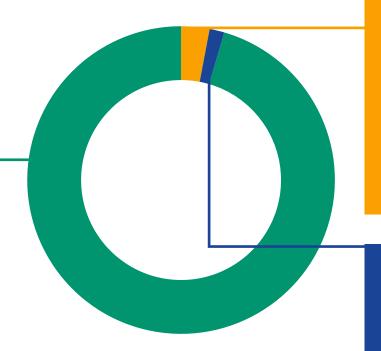
The emissions included within each scope of the footprint can be seen below.

A detailed explanation of the methodology and assumptions used to estimate the footprint can be found in the technical annex.

Scope 3

"Indirect Emissions"

- Aviation emissions: LTO, CCD, engine testing
- Passenger surface access
- Fuel used in vehicles and ground support equipment owned by third parties
- Staff commute & business travel
- Tenant electricity
- Electricity well-to-tank and transmission and distribution losses
- Waste: Disposal & virgin material production
- De-Icer used on aircraft by third parties
- · Water supply and wastewater treatment



Scope 1

"Direct Emissions"

- Natural gas
- Fuel used in: Vehicles and ground support equipment owned by InvernessAirport, generators and other equipment
- Refrigerant gases lost to atmosphere from chillers and air conditioners
- De-icer used on ground by Inverness Airport

Scope 2

"Indirect Emissions"

· Electricity used by Inverness Airport

SUMMARY: MARKET BASED REPORTING

The Market Based methodology as outlined in the GHG Protocol, allows for organisations to report their carbon emissions reflecting their energy procurement decisions.

For Inverness Airport, their electricity is purchased under a zero emissions contract that is fully backed by Renewable Energy Guarantees of Origin (REGO) certificates. This means that under Market Based reporting rules, the Scope 2 electricity emissions are reported as zero emissions.

The following slides show the emissions reported under this methodology.

36,812 tCO₂e/year

96.9 % from scope 3 emission sources

Market Based Emissions Figures

Scope 1

"Direct Emissions"

Emissions produced from sources linked to a company's assets.

1,116 tCO₂e 3%

Scope 3

"Indirect Emissions"

Emissions that arise as a consequence of the activities of the company, but occur from sources not owned or controlled by the company.

35,671 tCO₂e 96.9%



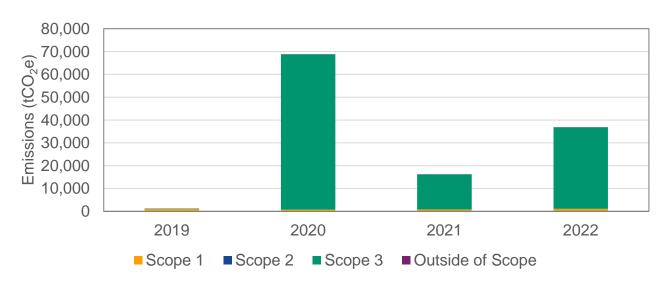
Scope 2

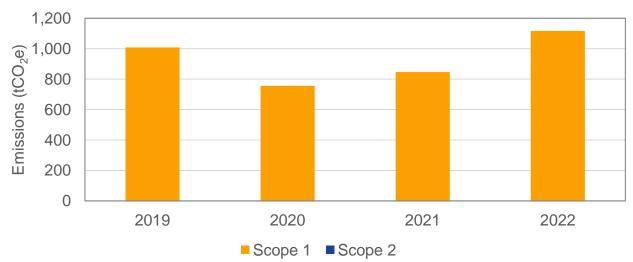
"Indirect Emissions"

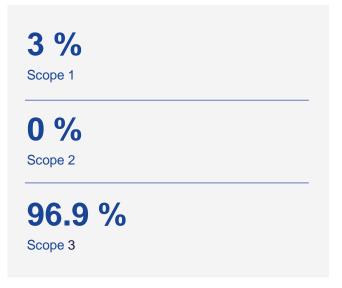
Emissions produced by the generation of electricity purchased from third parties and consumed in the company's assets.

0 tCO₂e 0%

ANNUAL SUMMARY: MARKET BASED REPORTING







Electricity is purchased under a zero emissions contract, hence scope 2 electricity emissions are reported as zero emissions.

BY EMISSION SOURCE

Market Based tCO₂e	Emissions (tCO ₂ e)	% of Scope	% of Total Emissions
Scope 1 – Total	1,116	100.0%	3.0%
Natural gas	0	0.0%	0.0%
Airport GSE	331	29.7%	0.9%
Fuel (heating and power)	783	70.2%	2.1%
Business travel	1	0.1%	0.0%
Refrigerants	0	0.0%	0.0%
Airport de-icer	0	0.0%	0.0%
Fire training	1	0.1%	0.0%
Scope 2 – Total	0	0.0%	0.0%
Airport electricity	0	0.0%	0.0%
Scope 3 - Total	35,671	99.9%	96.9%
Climb, Cruise and Descent (CCD)	22,965	64.3%	62.4%
Landing Take-off (LTO)	10,458	29.3%	28.4%
Passenger surface access	1,228	3.4%	3.3%
Tenant electricity	0	0.0%	0.0%
Electricity WTT (reported since 2021)	180	0.5%	0.5%
Electricity T&D	56	0.2%	0.2%
Waste	74	0.2%	0.2%
Staff commute	352	1.0%	1.0%
Third party GSE	253	0.7%	0.7%
Third party de-icer	27	0.1%	0.1%
Aircraft engine tests	11	0.0%	0.0%
Water	31	0.1%	0.1%
Business travel	36	0.1%	0.1%
Out of Scopes – Total	24	100.0%	0.1%
Diesel	22	90.5%	0.1%
Petrol	1	5.1%	0.00%
Wood	1	4.4%	0.0%
Total	36,812		100.0%

ANNUAL EMISSIONS TRENDS 1 - MARKET BASED

The table below shows the figures from the charts on the previous slide, as well as the % year-on-year (y-o-y) change of the different emissions scopes.

Emissions by Scope	2019	2020	2021	2022
Scope 1	1,008	756	846	1,116
Scope 2	0	0	0	0
Scopes 1 and 2	1,008	756	846	1,116
Scope 3	208	68,025	15,347	35,671
Outside of Scope	3	6	3	24
Total emissions	1,219	68,787	16,196	36,812
Scope 1 % y-o-y change	N/A	-25%	12%	32%
Scope 2 % y-o-y change	N/A	N/A	N/A	N/A
Scope 1 & 2 % y-o-y change	N/A	-25%	12%	32%
Scope 3 % y-o-y change	N/A	32534%	-77%	132%
Outside of Scope	N/A	132%	-60%	865%
Total % y-o-y change	N/A	5542%	-76%	127%

ANNUAL EMISSIONS TRENDS 2 - MARKET BASED

Market Based tCO2e	2019	2020	2021	2022
Scope 1 – Total	1,008	756	846	1,116
Natural gas	0	0	0	0
Airport GSE	367	84	258	331
Fuel (heating and power)	604	641	546	783
Business travel	19	11	19	1
Refrigerants	12	16	17	0
Airport de-icer	0	0	0	0
Fire training	6	4	6	1
Scope 2 – Total	0	0	0	0
Airport electricity	0	0	0	0
Scope 3 - Total	208	68,025	15,347	35,671
Climb, Cruise and Descent (CCD)	0	34,389	7,360	22,965
Landing Take-off (LTO)	0	11,683	5,445	10,458
Passenger surface access	0	15,649	1,986	1,228
Tenant electricity	0	0	0	0
Electricity WTT (reported since 2021)	141	124	95	180
Electricity T&D	67	70	52	56
Waste	0	370	17	74
Staff commute	0	5,289	333	352
Third party GSE	0	269	0	253
Third party de-icer	0	48	13	27
Aircraft engine tests	N/A	14	2	11
Water	0	1	19	31
Business travel	1	119	26	36
Out of Scopes – Total	3	6	3	24
Diesel	2	4	2	22
Petrol	0	0	1	1
Wood	0	2	0	1
Total	1,219	68,787	16,196	36,812

LOCATION BASED EMISSIONS

CARBON FOOTPRINTSUMMARY: LOCATION BASED REPORTING

All emissions have been calculated in line with the GHG Protocol, to ACA Level 4 standard and ISO 14064-1. The emissions sources included are shown in the figure below.

37,447 tCO₂e/year

95.4% from scope 3 emission sources

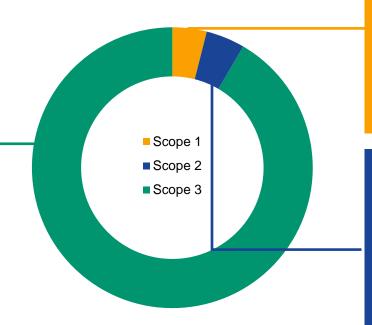
Location Based Emissions Figures

Scope 3

"Indirect Emissions"

Emissions that arise as a consequence of the activities of the company, but occur from sources not owned or controlled by the company.

35,723 tCO₂e 95.4 %



Scope 1

"Direct Emissions"

Emissions produced from sources linked to a company's assets.

1,116 tCO₂e 3.0 %

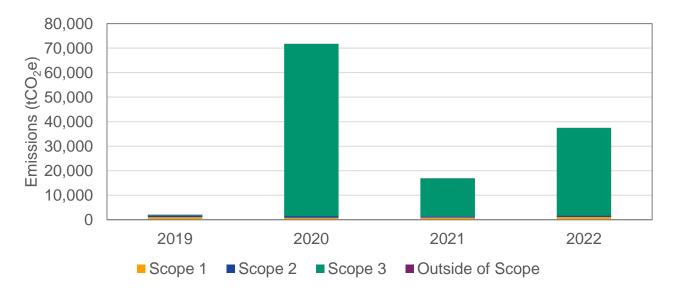
Scope 2

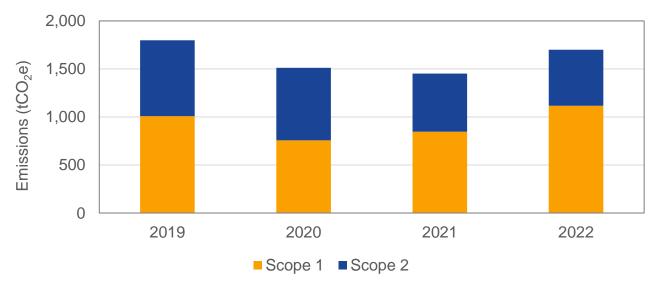
"Indirect Emissions"

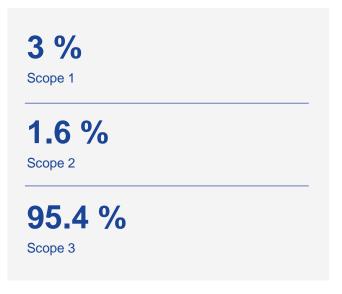
Emissions produced by the generation of electricity purchased from third parties and consumed in the company's assets.

106 tCO₂e 4.46 %

ANNUAL SUMMARY 1 - LOCATION BASED







In 2022, Inverness airport saw a 127% increase in scope 1, 2 and 3 emissions compared to the previous year which is mainly attributed to the increase in scope 3 emissions from air traffic movements as COVID-19 restrictions eased. In 2021, emissions had decreased by 76% compared to the previous year, similarly due to COVID-19 restrictions. Total emissions are now higher than the pre-pandemic level.

ANNUAL SUMMARY 2 - LOCATION BASED

The table below shows the figures from the charts on the previous slide, as well as the % year-on-year (y-o-y) change of the different emissions scopes.

Emissions by Scope	2019	2020	2021	2022
Scope 1	1,008	756	846	1,116
Scope 2	790	755	605	583
Scopes 1 and 2	1,798	1,511	1,451	1,700
Scope 3	208	70,209	15,375	35,723
Outside of Scope	3	6	3	24
Total emissions	2,009	71,727	16,829	37,447
Scope 1 % y-o-y change	N/A	-25%	12%	32%
Scope 2 % y-o-y change	N/A	-4%	-20%	-4%
Scope 1 & 2 % y-o-y change	N/A	-16%	-4%	17%
Scope 3 % y-o-y change	N/A	33582%	-78%	132%
Outside of Scope	N/A	132%	-60%	865%
Total % y-o-y change	N/A	3470%	-77%	123%

BY EMISSIONS SOURCE

Location Based tCO ₂ e	Emissions (tCO ₂ e)	% of Scope	% of Total Emissions
Scope 1 – Total	1,116	100.0%	3.0%
Natural gas	0	0.0%	0.0%
Airport GSE	331	29.7%	0.9%
Fuel (heating and power)	783	70.2%	2.1%
Business travel	1	0.1%	0.0%
Refrigerants	0	0.0%	0.0%
Airport de-icer	0	0.0%	0.0%
Fire training	1	0.1%	0.0%
Scope 2 – Total	583	100.0%	1.6%
Airport electricity	583	100.0%	1.6%
Scope 3 - Total	35,723	100.0%	95.4%
Climb, Cruise and Descent (CCD)	22,965	64.3%	61.3%
Landing Take-off (LTO)	10,458	29.3%	27.9%
Passenger surface access	1,228	3.4%	3.3%
Tenant electricity	52	0.1%	0.1%
Electricity WTT (reported since 2021)	180	0.5%	0.5%
Electricity T&D	56	0.2%	0.2%
Waste	74	0.2%	0.2%
Staff commute	352	1.0%	0.9%
Third party GSE	253	0.7%	0.7%
Third party de-icer	27	0.1%	0.07%
Aircraft engine tests	11	0.0%	0.03%
Water	31	0.1%	0.084%
Business travel	36	0.1%	0.09%
Out of Scopes – Total	24	100.0%	0.1%
Diesel	22	90.5%	0.06%
Petrol	1	5.1%	0.00%
Wood	1	4.4%	0.0029%
Total	37,447		100.0%

ANNUAL EMISSIONS BY SOURCE

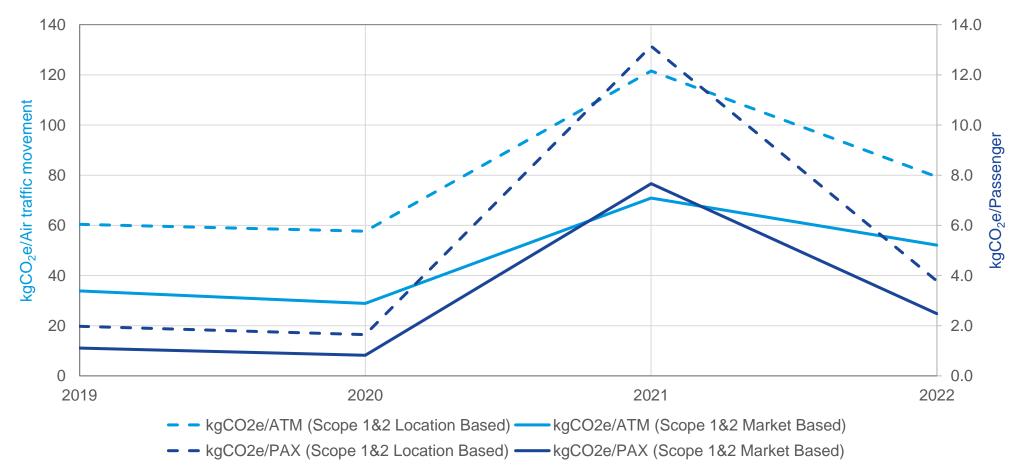
Location Based tCO2e	2019	2020	2021	2022
Scope 1 – Total	1,008	756	846	1,116
Natural gas	0	0	0	0
Airport GSE	367	84	258	331
Fuel (heating and power)	604	641	546	783
Business travel	19	11	19	1
Refrigerants	12	16	17	0
Airport de-icer	0	0	0	0
Fire training	6	4	6	1
Scope 2 – Total	790	755	605	583
Airport electricity	790	755	605	583
Scope 3 - Total	208	70,209	15,375	35,723
Climb, Cruise and Descent (CCD)	0	34,389	7,360	22,965
Landing Take-off (LTO)	0	13,802	5,445	10,458
Passenger surface access	0	15,649	1,986	1,228
Tenant electricity	0	66	27	52
Electricity WTT (reported since 2021)	141	124	95	180
Electricity T&D	67	70	52	56
Waste	0	370	17	74
Staff commute	0	5,289	333	352
Third party GSE	0	269	0	253
Third party de-icer	0	48	13	27
Aircraft engine tests	N/A	14	2	11
Water	0	1	19	31
Business travel	1	119	26	36
Out of Scopes – Total	3	6	3	24
Diesel	2	4	2	22
Petrol	0	0	1	1
Wood	0	2	0	1
Total	2,009	71,727	16,829	37,447

17 | Inverness Airport Footprint 2022 | HIAL Ricardo

INTENSITY METRICS COMPARISON OVER TIME - 1

Intensity metrics allow comparison over time against other factors that fluctuate and have an impact on the environmental performance of the airport. The two chosen key performance indicators are aircraft traffic movements (ATM) and passenger numbers (PAX).

This chart shows intensity metrics for Scope 1&2 kgCO₂e/PAX and kgCO₂e/ATM for both location and market based reporting methodologies. Note that the impacts of COVID-19 on airport operations led to increased carbon intensity per ATM and PAX in 2020 and 2021.



INTENSITY METRICS COMPARISON OVER TIME - 2

This chart shows intensity metrics for Scope 1 & 2 kgCO₂e/passenger (PAX) and kgCO₂e/air traffic movement (ATM) for both location and market based reporting methodologies.

Note that the impacts of COVID-19 on airport operations led to increased carbon intensity per ATM and PAX in 2020 and 2021.

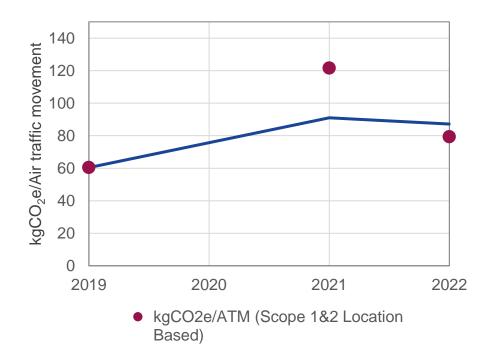
	2019	2020	2021	2022
ATM	60.4	57.7	121.6	79.4
PAX	2.0	1.6	13.1	3.8
% Change in ATM (year-on-year)	N/A	-5%	111%	-35%
% Change in PAX (year-on-year)	N/A	-17%	700%	-71%
Scope 1 & 2 (tCO ₂ e) Location Based Scope	1,008	756	846	1,116
kgCO ₂ e/ATM	60.4	57.7	121.6	79.4
kgCO ₂ e/PAX	2.0	1.6	13.1	3.8
Scope 1 & 2 (tCO ₂ e) Market Based Scope 2	1,008	756	846	1,116
kgCO ₂ e/ATM*	33.9	28.9	70.9	52.1
kgCO ₂ e/PAX*	1.1	0.8	7.7	2.5

THREE YEAR ROLLING AVERAGE

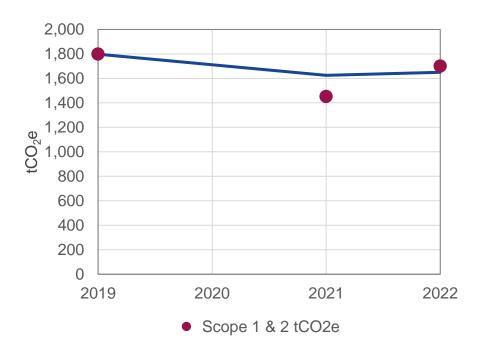
Level 4 of the Airport Carbon Accreditation scheme requires airports to demonstrate a reduction in their Scope 1 & 2 emissions against a three-year rolling average. Inverness Airport has had a decrease in their Scope 1 & 2 emissions compared to least years rolling average in terms of intensity based emissions but an increase based on absolute emissions, as shown in the charts below.

NOTE: Due to impacts of COVID-19, 2020 data is not included within the three year rolling average when reporting these figures for ACA purposes. Reduced passenger and flight numbers in 2021 also impacts the intensity based emissions for 2021, but absolute emissions remained below the three-year rolling average.

Intensity Based Emissions (kgCO2e/ATM)

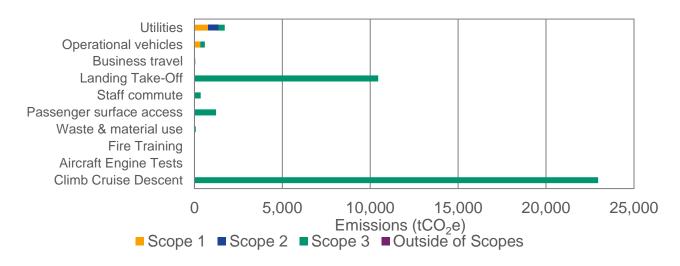


Absolute Emissions (tCO2e)

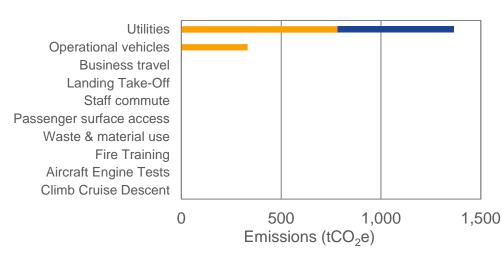


BY EMISSION SOURCE

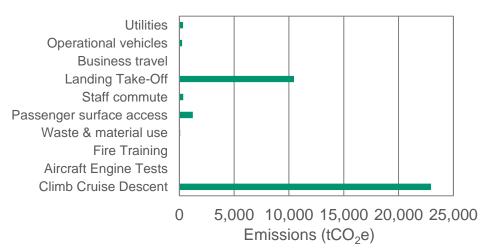
All Scopes carbon emissions split by source/activity



Scopes 1 and 2 carbon emissions split by source/activity



Scope 3 carbon emissions split by source/activity



21 | INV Airport Footprint 2022 | HIAL

SCOPE 1 EMISSION SOURCES

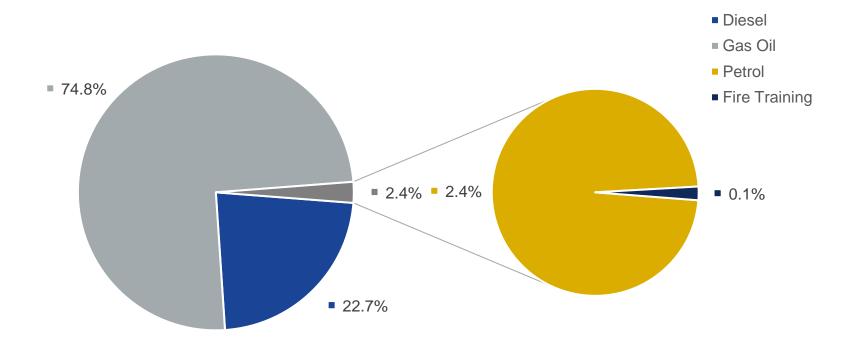
Scope 1 emissions are produced from sources linked to a company's assets.

For Inverness airport, the major emissions sources in this category include gas oil used in heating systems. Other smaller sources include the fuel burnt during fire training and airport owned operational vehicle fuel.

1,116 tCO₂e/year

3 % of total emissions

Location Based Emissions Figures



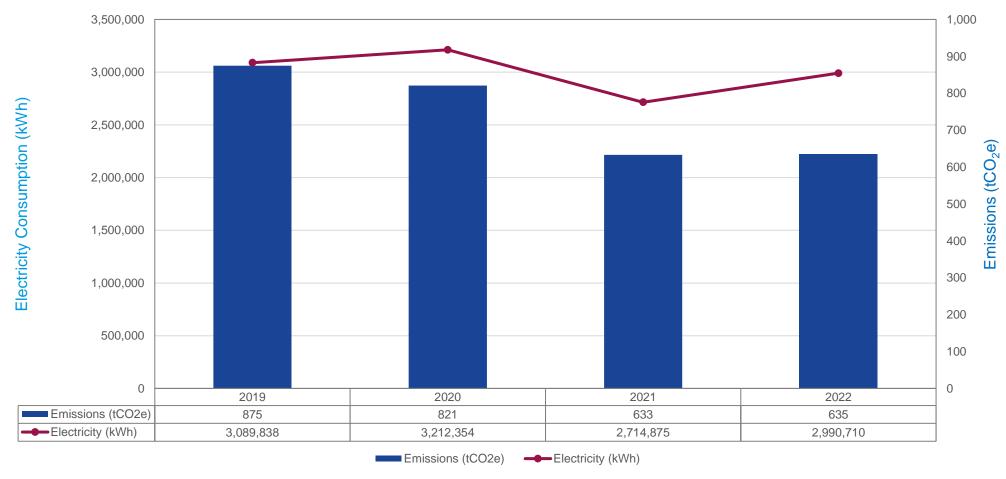
CARBON FOOTPRINT SCOPE 2 LOCATION AND MARKET BASED EMISSIONS

Scope 2 emissions relate to the electricity consumption at the airport. These can be calculated using the following two methodologies:

- Location-based method; this reflects the average emissions intensity of macro-scale (regional/national) electricity grids where energy
 consumption occurs. Companies reporting using this method should use the regional/National Grid average emission factor. In the UK,
 this would be sourced from the Defra/DECC UK Government conversion factors for Company Reporting.
- Market-based method; this reflects the emissions from the electricity that a company is purchasing. Energy suppliers in the EU are
 already required, by law, to disclose to consumers the fuel mix and GHG emissions associated with their portfolio or tariffs. During JanDecember 2022, Inverness purchased green electricity with all consumption and transmissions and distribution losses covered by
 renewable energy guarantees of origin (REGO) certificates. Therefore, electricity emissions are reported as zero carbon under the
 market based methodology.

	Location-based (tCO ₂ e)	Market-based (tCO ₂)
Airport Electricity Emissions (Scope 2)	1,116	0

SCOPE 2 ELECTRICITY CONSUMPTION AND CARBON EMISSIONS



The emissions in the figure above are the location based electricity emissions. There was little deviation in total electrical consumption between 2019 and 2020, except for the drop in 2021 as a result of restrictions from COVID-19. As such, the majority of savings in emissions is due to the ongoing decarbonisation of the UK national grid.

Note: The figures for electricity consumption above include both airport (Scope 2) and any tenant (Scope 3) electricity use. All emission figures exclude emissions from transmission and distribution (T&D) losses.

SCOPE 3 EMISSION SOURCES

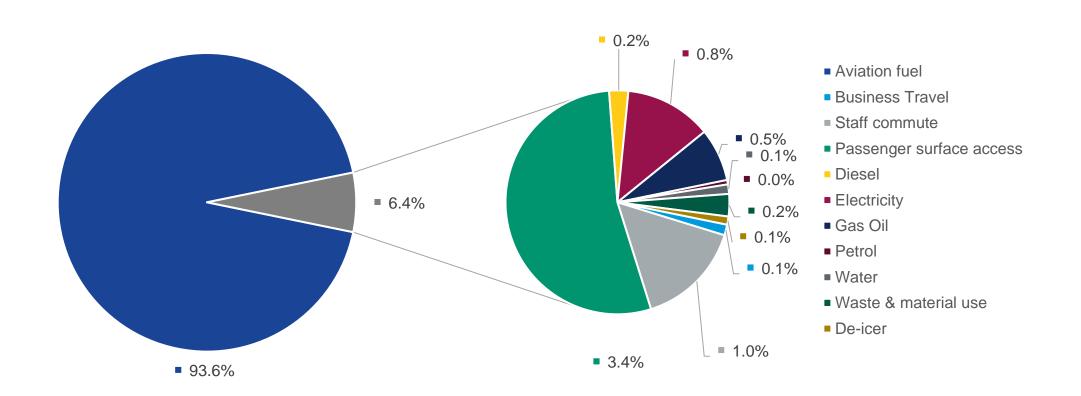
Scope 3 emissions are those that arise as a consequence of the activities of the company, but occur from sources not owned or controlled by the company.

For Inverness Airport, the major emission source in this category is from aircrafts' aviation fuel. Other sources include passenger surface access, electricity and staff commute.

35,723 tCO₂e/year

91.35% of total emissions

Location Based Emissions Figures

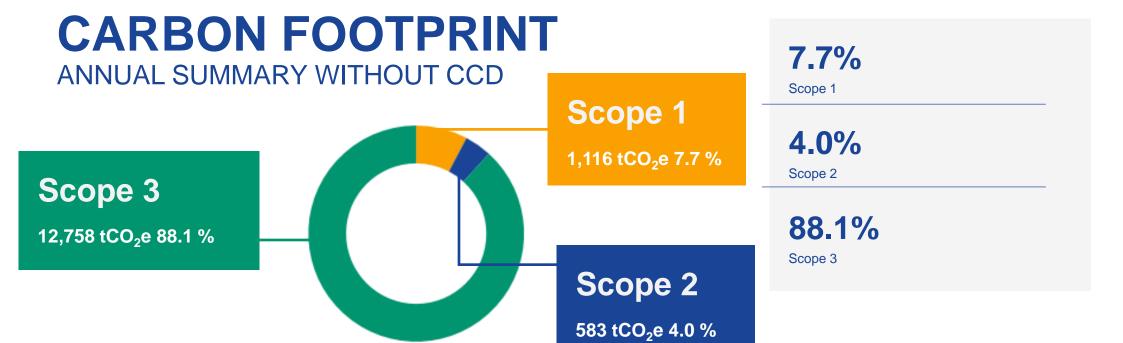


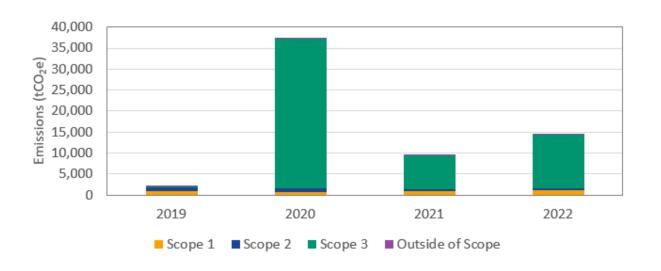
ANNUAL EMISSIONS TRENDS

Emissions have increased from 2021 across most of the emissions categories due to the increase in air traffic movements (79.4%) and passenger numbers (307.3%) in comparison to 2022.

Emissions sources with the largest changes from 2021:

- 1. Diesel (Scope 1 and 3) emissions have increased by 81% because of the increase of flights post-covid.
- 2. Waste and Material Use (Scope 3) emissions have increased by 77% because of the increase of waste generation within the airport due to increased passenger numbers post-COVID.
- 3. Business travel (Scope 3) emissions have increased by 28% because of the significantly reduced figures in 2020 and 2021 due to COVID-19.
- 4. Aviation fuel (Scope 3) emissions have increased by 62% mainly due to the easing of restrictions due to COVID-19.





THE FOLLOWING SECTIONS
PROVIDE A SUMMARY OF THE
METHODOLOGY ADOPTED BY
RICARDO TO CALCULATE THE
2022 FOOTPRINT FOR
INVERNESS

The standard approach to carbon footprinting is to use the Greenhouse Gas (GHG) Protocol Corporate Accounting and Reporting Standard developed by World Business Council for Sustainable Development (WBCSD) and the World Resources Institute (WRI); this sets out a corporate accounting and reporting methodology for GHGs.

SCOPE 1 EMISSIONS

Scope 1 emissions are defined as direct GHG emissions arising from sources that are owned or controlled by the company. The emissions result from activities that the company can have direct influence on through its actions. Airports' emissions that are included are: natural gas use, company owned vehicles fuel use, fuel use for business travel, refrigerant gas use (from leaks during maintenance or malfunction), wood pallets and diesel use for fire training, propane combustion and kerosene combustion.

SCOPE 2 EMISSIONS

Scope 2 emissions are associated with the use of electricity imported from the grid or from a third-party supplier of energy in the form of heat or electricity. These indirect GHG emissions are due to upstream emissions from the production and delivery of fuel to power stations. The airport can influence the amount of electricity it uses; however, it has little control over the generation of the electricity and these emissions are therefore classed as Scope 2.

SCOPE 3 EMISSIONS

Scope 3 emissions are defined as those arising as an indirect consequence of the use of goods or services provided by the company. The airport does have some influence over Scope 3 emissions but the activities are not under its control. Sources included by the airport include aircraft (all aircraft movements up to a height of 1,000m above aerodrome level), employees commuting to the airport, passenger surface access to the airport, airside vehicle activities by third party operators, waste disposal, water (supply and treatment), airport business travel and engine testing.

OUTSIDE OF SCOPE EMISSIONS

As per UK Government GHG Conversion Factors for Company Reporting guidance, Outside of Scope factors have been used to account for the direct carbon dioxide (CO₂) impact of burning biomass and biofuels. The emissions are labelled 'outside of scope' because the Scope 1 impact of these fuels has been determined to be a net '0' (since the fuel source itself absorbs an equivalent amount of CO₂ during the growth phase as the amount of CO₂ released through combustion). As a result, full reporting of any fuel from a biogenic source have included the 'outside of scope' CO₂ value, documented to ensure complete accounting for the emissions created.

The uncertainties associated with carbon footprint calculations can be broadly categorised into scientific uncertainty and estimation uncertainty. Scientific uncertainty arises when the science of the actual emission and/or removal process is not completely understood. For example GWP values involve significant scientific uncertainty. Estimation uncertainty arises any time GHG emissions are quantified. Estimations have been made within this footprint where areas have uncertainty have arisen.

PASSENGER SURFACE ACCESS

Emissions are based on a Civil Aviation Authority (CAA) survey completed for Inverness airport passengers, conducted in 2022. The CAA have collated information on the mode of travel and location of those who answered the survey, equating to approximately 26,067 passengers (final data scaled to 2022 total PAX).

- Transport mode: Where multiple modes of travel were provided, the main mode was taken as the primary mode
- **Distance travelled**: Google maps has been used to calculated the distance travelled between Inverness and the identified largest town per county using fastest route by car for Wednesday midday. Where no location was provided, the weighted average of all possible routes has been used.

The following assumptions were made to for transport modes:

- Private car journeys: Engine type split from latest statistics from UK Government for South East of England.
- Taxi Journeys: 33 out of 110 hackney taxis that make journeys to the airport are now battery electric vehicles.
- Coach journeys: There are three service providers who transfer passengers to the airport: Stagecoach, National Express and Arriva. The engine type of these fleets has been provided by the service providers, and for those with the lower emission Euro-6 compliant engines an appropriate emissions factor was used to reflect the reduction in emissions from these journeys.
- Other journey types: For other journey types, the best matching emissions factor from the UK Government GHG Conversion Factors for Company Reporting has been used.

LANDING TAKE-OFF CYCLE (LTO)

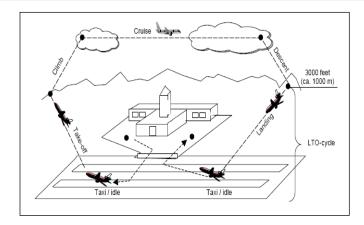
The LTO cycle is split into several stages which are shown in the diagram below, and consist of all fuel consuming movements below 1,000m altitude. The emissions from aircraft above 1,000m are calculated separately as Climb, Cruise and Descent (CCD) emissions, and have been included within Inverness Airport's footprint.

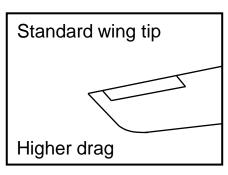
Fuel usage for each aircraft from the LTO cycle are calculated by using fuel burn rates (kg/second) from the ICAO Databank (Jet engines) or FOCA Aircraft Piston Engine database (Piston engines) for each aircraft, multiplied by the time the aircraft spends in each section of the LTO cycle (e.g. Taxi Out, Initial Climb). Fuel use is then converted to carbon emissions using the emissions factor for aviation fuel provided by the UK Government.

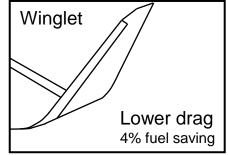
Additional efforts have been made to improve the accuracy of the LTO calculations in 2022 to reflect the impact of aircraft fuel efficiency improvements that were not otherwise captured by the methodology used in previous years.

One improvement to the methodology was accounting for the fuel savings from the use of wingtips on aircraft. New designs for the tips of the aircraft wings can reduce drag and improve fuel efficiency. An example of a modern wingtip design is shown below.

Wingtips can reduce fuel burn by <u>4-6%</u> for larger aircraft, which reduces the carbon emissions by the same amount. A 4% reduction in fuel use was used as a conservative estimate of fuel burn savings for the calculations for Inverness Airport's LTO emissions. Note that wing tip fuel burn savings only apply to the following LTO stages: Take-off, Initial climb, Climb out.







CLIMB, CRUISE AND DESCENT (CCD)

The ACA scheme outline three methodologies for the allocation of CCD emissions:

- 1. Half way approach: Where emissions from half of the distance of all flights going to/from the airports is allocated to the reporting airport.
- 2. Departing only approach: Emissions for the full flight distance for departing aircraft are allocated for the reporting airport.
- 3. Fuel sales approach: Emissions for all fuel sold at the airport is allocated to the reporting airport.

Of the three options above, it was decided to utilise the first approach as this is perceived to be the most neutral and comprehensive methodology.

Data provided by Inverness included the following information for each aircraft movement in 2022: Carrier, aircraft ICAO code, Arriving/departing, destination/origin airport, and date of movement.

Flight distance was calculated with the great circle equation, utilising the origin and destination airport latitude and longitude. This flight distance was uplifted by 5.5% to reflect the fact that aircraft do not fly in a perfect straight line from one airport to another. This figure has come from studies carried out by Ricardo Energy and Environment for the UK Department for Transport, and is an update to the commonly used figure of 9%.

Fuel kg/km in-flight for each aircraft type is calculated using data from the EMEP-EEA Fuel Database.

Emissions are calculated from the fuel consumption per flight, using the BEIS emissions factor for aviation turbine fuel.

No non-carbon warming impacts have been taken into account as part of the CCD emissions.

LANDING TAKE-OFF CYCLE (LTO)

See previous slide with details of updates to methodology this year.

AIRCRAFT ENGINE TESTING

To calculate the emissions from engine testing at LLAOL, the aircraft ICAO type, date of test and duration of test was provided. A similar process was carried out to identify the aircraft engine type and fuel used per second as per the LTO cycle detailed here. Other assumptions used for the calculations are:

- The number of engine tests based on the date of the test and the aircraft registration.
- High power testing occurred for 5% of the full test time

BUSINESS TRAVEL

Accounts data was provided for business travel (Scope 1 & 3). All transport mode data was provided in £ value and converted to distance travelled using the cost/km from Carbon Footprint and Project Register Tool (CFPRT). The CFPRT collates cost data for all forms of public transport across the UK, and is managed and updated by Sustainable Network Scotland and Resource Efficient Scotland.

Distance travelled was converted to emissions using the appropriate emissions factors from UK Government GHG Conversion Factors for Company Reporting.

STAFF COMMUTE

For staff commute, the 2019 staff travel survey data was utilised. The final data was scaled to the full Inverness staff in 2022. The survey respondents provided information on their modes of transport, distance travelled to work and number of days worked per week. This was scaled up to reflect a full working year by assuming that there are 250 working days per year (Mon-Fri) and each staff member has 25 days of leave per year.

Total annual distance travelled was converted to emissions using the appropriate emissions factors from UK Government GHG Conversion Factors for Company Reporting.

UTILITIES

Utility emissions include: Electricity (Inverness Airport and third parties), natural gas, fuel used for heating and power, water supply and wastewater treatment, deicer usage (aircraft and ground), and refrigerant lost to atmosphere from cooling systems. Data was provided by Inverness Airport and converted to emissions using the appropriate emissions factors from UK Government GHG Conversion Factors for Company Reporting.

OPERATIONAL VEHICLES

Operational vehicle fuel use was calculated by using fuel volume data provided by Inverness Airport for their own and third party operations, including fuel used in off-road construction vehicles. Fuel volume was converted to emissions using the appropriate emissions factors from UK Government GHG Conversion Factors for Company Reporting.

WASTE

Tonnage of waste was assumed based on bin collection frequency and size as no raw data was available. Tonnes of different types of waste in various size of containers were based on conversion factors from the Department for Environment, Food & Rural Affairs (DEFRA) UK Waste Classification Scheme. The emissions for waste disposal and virgin material production were calculated by using the appropriate factors from UK Government GHG Conversion Factors for Company Reporting.



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