

Carbon Neutral Action Report | 2018



Executive Summary

BC Transit is a significant component of British Columbia's integrated transportation network. Over 1.7 million British Columbians use BC Transit to commute to work or school, to access services and leisure opportunities.

This transit service supports community livability, and contributes to provincial and regional environmental sustainability objectives, helping to reduce traffic congestion, greenhouse gas (GHG) emissions and other pollutants. Under the Provincial Clean BC Plan, cleaner transportation also takes a prominent role to meeting Provincial GHG reduction goals.

GHG emissions reported by BC Transit are primarily from the operation of the bus fleet. Recent investments in compressed natural gas (CNG) and right-sizing fleet options have had noticeable impacts to reduce reportable GHG emissions with a reduction of over three thousand tonnes of CO2 equivalent (CO2e) emissions from the previous year.

These steps included a further expansion of the BC Transit CNG bus fleet in the Resort Municipality of Whistler (joining it with the City of Kamloops and Regional District of Nanaimo as having 100% CNG heavy-duty bus fleets). BC Transit replaced 86 buses with newer more fuel-efficient models and also conducted energy assessments of some of the larger maintenance facilities attributing to actions to reduce facility energy consumption. In partnership with the City of Victoria, BC Transit also completed the construction of the southbound bus lane on Douglas Street in Victoria.

Additionally, a trial of a battery electric bus was conducted in the summer of 2018 in the Victoria Regional Transit System. This trial provided excellent data on how battery electric buses would handle routes in the Capital Regional District and other locations around the Province, and gave a clearer picture on how to implement charging infrastructure if this technology is pursued in BC Transit's fleet program. This trial is an example of how BC Transit is committed to testing low carbon and zero-emission technology alternatives that will meet the expectations of customers while reducing its environmental footprint.

While BC Transit remains committed to lowering its GHG footprint, it is important to recognize that one of the greatest ways to reduce transportation associated GHGs remains in a fundamental shift of mode share from personal vehicles to public transit. BC Transit is excited to work with its government, operating and business partners to further encourage ridership growth and expanding service, all while achieving a high level of customer service in pursuit of a cleaner future.

Aaron Lamb

Vice President, Asset Management

DECLARATION STATEMENT

This is the 2018 Carbon Neutral Action Report for BC Transit. This report contains BC Transit's 2018 emissions profile, the total offsets to reach net-zero emissions, the actions BC Transit has taken in 2018 to reduce greenhouse gas (GHG) emissions and BC Transit's plans to continue reducing emissions in 2019 and beyond.

By June 30, 2019 BC Transit's final Carbon Neutral Action Report will be posted to its website at www.bctransit.com.

EMISSIONS AND OFFSETS SUMMARY

Most greenhouse gases produced from BC Transit's operations come from the combustion of fossil fuels in the vehicle fleet and the energy used to heat and cool BC Transit-owned or leased buildings.

BC TRANSIT GHG EMISSIONS AND OFFSETS FOR 2018 (TCO₂E)

| GHG Emissions created in Calendar Year 2018 (from SMARTTool Reports Page) | | |
|--|----------|--|
| Total Emissions (TCO ₂ e) | 60,650 | |
| Total BioCO ₂ (TCO ₂ e) | 1,817 | |
| Total Offsets (TCO ₂ e) | 1,118 | |
| Adjustments to GHG Emissions Reported in Prior Years (from SMARTTool Homepage) | | |
| Total Emissions (TCO ₂ e) | -6 | |
| Total Offsets (TCO ₂ e) | -6 | |
| Grand Total Offsets for the 2018 Reporting Year (from SMARTTool Homepage) | | |
| Total Offsets (TCO₂e) | 1,112 | |
| Total Offset Investment | \$27,800 | |

RETIREMENT OF OFFSETS

In accordance with the requirements of the Greenhouse Gas Reduction Targets Act and Carbon Neutral Government Regulation, BC Transit (the Organization) is responsible for arranging for the retirement of the offsets obligation reported above for the 2018 calendar year, together with any adjustments reported for past calendar years. The Organization hereby agrees that, in exchange for the Ministry of Environment and Climate Change Strategy ensuring that these offsets are retired on the Organization's behalf, the Organization will pay within 30 days, the associated invoice to be issued by the Ministry in an amount equal to \$25 per tonne of offsets retired on its behalf plus GST.

Aaron Lamb

Vice President, Asset Management May 31, 2019

2018 Greenhouse Gas Emissions

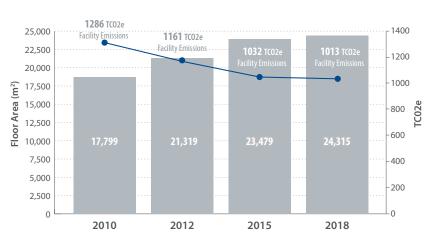
FROM THE GHG EMISSIONS SOURCE DETAIL REPORT

| Emission Source | | Greenhouse Gases in Tonnes |
|--|---|----------------------------|
| Mobile Fuel Combustion (Fleet and other mobile equipment) | | |
| Offset Required | Fuel Combustion ** | 93.14 |
| | Offset Required Subtotal | 93.14 |
| Offset Exempt | Public Transit | 57,714.69 |
| | CO ₂ from Biogenic Fuel Combustion | 1,817.06 |
| | Offset Exempt Subtotal | 59,531.76 |
| | TOTAL MOBILE EMISSIONS | 59,625 |
| Stationary Fuel Combustion (Building Heating and Generators) and Electricity | | |
| Offset Required | Fuel Combustion ** | 947.06 |
| | Purchased Energy | 66.02 |
| | Offset Required Subtotal | 1,013.08 |
| Offset Exempt | CO ₂ from Biogenic Fuel Combustion | 0.27 |
| | Offset Exempt Subtotal | 0.27 |
| | TOTAL STATIONARY EMISSIONS | 1,013 |
| Supplies (Paper) | | |
| Offset Required | Recycled Content Copy Paper | 11.75 |
| | Offset Required Subtotal | 11.75 |
| | TOTAL SUPPLIES EMISSIONS | 12 |
| TOTALS | | |
| | Total Offset Exempt | 59,532 |
| | Total Offset Required | 1,118 |
| | TOTAL EMISSIONS | 60,650 |

^{**} Includes Fossil Fuels and CH4 and N2O from Biogenic Fuels

Fugitive emissions from vehicle fleet air conditioning are estimated to not comprise more than 1% of BC Transit's total emissions. An ongoing effort to collect or estimate emissions from this source would not be materially effective. For this reason, emissions from this source have been deemed out of scope and have not been included in BC Transit's total greenhouse gas emissions profile.

Facility emissions reductions from 2010 Building Areas vs. Carbon Intensity



Offsets Applied to Become Carbon Neutral in 2018

BC Transit measures and is accountable for its environmental results. BC Transit measures and reports its greenhouse gas emissions under carbon accounting protocols consistent with the Carbon Neutral Government Regulation, using the web-based application known as SMARTTool. BC Transit offsets those regulated greenhouse gas emissions it cannot avoid through payments to the Minister of Finance.

In 2018, BC Transit offset 1,118 tonnes of regulated emissions. This includes subtracting six (6) tonnes that were miscalculated in the 2017 reporting year.

As required by section 5 of the Carbon Neutral Government Regulation, 59,532 tonnes of CO2e resulting from the operation of transit buses were reported in as part of BC Transit's GHG emissions profile in 2018. However, they were not offset as they are out of scope under section 4(2)(c) of the Carbon Neutral Government Regulation.





Emission Reduction Activities

A. MOBILE FUEL COMBUSTION

Greenhouse gas (GHG) emissions per service hour (a Key Performance Indicator) were 27.5kg CO2e per service hour in the 2018/19 fiscal year. Service hour emissions have shown modest but steady declines since 2010, even with significant service hour increases.

In 2018, BC Transit, with support from FortisBC's Natural Gas for Transportation Incentive Program and the Resort Municipality of Whistler, replaced 25 diesel buses with 25 Compressed Natural Gas (CNG) buses in regular service. This makes the Whistler fleet 100% CNG operating. Compared to diesel, the primary benefits of CNG buses are lower and more stable fuel prices, quieter engines and simplified emission systems.

BC Transit initiated discussions with FortisBC to purchase and use Renewable Natural Gas (RNG) in place of CNG for its bus fleet. The use of RNG would significantly drop the GHG emissions of the natural gas bus fleet.

Fleet expansion and replacement of older diesel buses continued in 2018. BC Transit purchased 45 new medium-duty diesel buses and 41 new light-duty diesel or gasoline buses to replace older vehicle models.



Vicinity Bus

Non-revenue fleet

Building from the research of Plugin BC, BC Transit has been investigating options for procurement within the Non-Revenue Vehicle Replacement Project. In 2018, BC Transit replaced the Transit Supervisor fleet with seven Toyota Highlander hybrids, which have improved fuel efficiency over the vehicles that they replaced.

BC Scrap-it Program

The Victoria Regional Transit System offers a monthly pass incentive for vehicle owners to scrap their older, heavier-polluting vehicles and adopt transit. Twenty-five of these eco-passes were issued in 2018. Implementation of this program removed 317 tonnes of CO2e that would otherwise have been emitted in 2018.

Nissan Leaf – BC Transit's all-battery electric pool car



BC Transit also expanded its non-revenue staff vehicle fleet with two more Nissan Leaf-battery electric cars. The non-revenue staff pool cars travels on average 4-6000 kilometres per year. This will equate to avoiding between 1.5 -2 tonnes of CO2e (compared to an incumbent hybrid vehicle).

B. STATIONARY FUEL COMBUSTION - FACILITIES

In partnership with FortisBC, BC Transit created a Senior Energy Specialist position to assess building energy usage and develop retrofit strategies to replace older, less-efficient building systems and assist in the design of new builds. Energy audits of Victoria Transit Centre (VTC) garage, Kelowna Transit Centre (KTC), Trail Transit Centre (KOB), and Whistler Transit Centre (WTC) were subsequently completed. Input including lighting control, single line modification, building envelope sealing, domestic hot water and HVAC system efficiencies were incorporated into new facility design for Abbotsford, Cowichan Valley and Campbell River locations.

At the WTC, BC Transit installed tankless water heating systems as per analysis from energy audits, and compressed air system leak corrections were completed at all assessed sites. It is the expectation that further emissions reduction projects informed by these reports will be completed in the coming years.

An electrical submeter was installed at WTC to isolate electrical impacts of CNG compression from facility usage, allowing for more effective carbon reporting and decision making for both mobile and stationary fuel consumption.

HVAC rebalancing was initiated at Victoria Regional Transit System locations to optimize systems, reduce energy consumption and assess potential for larger digital data control (DDC) system roll-out to existing facilities and new structures.

The costs and emissions impacts of renewable natural gas adoption in facilities was assessed to inform longer-term strategic emissions reduction planning.



Victoria Transit Centre Garage

Actions Planned for 2019

- Policy recommendation being explored that will have LEED Gold New Building standard certification or equivalency for future Operations and Maintenance facility projects being pursued. If adopted, training will be provided to educate staff on benefits and impacts of the new standard.
- The Transit facility at Trail is expected to undergo a LED lighting retrofit in addition to upgrades to HVAC control systems, reducing both electric and natural gas consumption on site as well as upgrades recommended during energy audits performed in 2018 will be further assessed, planned for, and executed.
- The wastewater treatment system at VTC will be commissioned in spring 2019, allowing
 for more effective water treatment. This may lead to options to further conserve water
 use and thus reduce associated energy demands.
- An energy conservation day will be executed at all five Victoria Regional Transit
 facilities, with temporary heating set-point reduction, energy conservation pledges,
 and educational information distribution to staff in order to facilitate a culture of
 energy awareness.
- Planned energy audits at the following facilities throughout the province: Kamloops, Vernon, Victoria handyDART, Fort St. John and Dawson Creek.
- Innovative natural gas technologies will be explored for the potential to reduce facility gas consumption and associated emissions.
- Commissioning of CNG fueling infrastructure at the Langford Transit Centre in late 2019, allows for the introduction of CNG bus fleet to the Victoria Regional Transit System.
- An additional eight (8) CNG buses will be added to service in the Whistler and Kamloops transit systems. These buses will continue to provide service while producing less GHGs than incumbent diesel buses.
- BC Transit will pursue a supply of Renewable Natural Gas (RNG) with FortisBC for use in the CNG bus fleet. Using RNG versus CNG will reduce GHG emissions by over 70%.
- The BC Transit Green Team will focus on participating in regional green initiatives like Bike to Work Week, Help Fill a Dream, Garden Planting Day and Shoreline Clean-up.
- BC Transit will continue to develop the framework for a Climate Resiliency and Adaptation Action Plan based on consultation with the Climate Action Secretariat.
- BC Transit will continue to support Provincial initiatives in the Climate Leadership Plan, Clean BC and the Pan-Canadian Framework on Clean Growth and Climate Change through the establishment of a Low Carbon Fleet Program.

Links to Other BC Transit Information Relevant to Sustainability

Government Mandate Letter - 2017/2018

https://www.bctransit.com/documents/1507213433558

BC Transit Service Plan 2017 – 2020

https://www.bctransit.com/documents/1507213433571

BC Transit 2017 – 18 Annual Report

https://www.bctransit.com/documents/1529700865472

BC Transit Sustainability

https://bctransit.com/about/sustainability

BC Transit Strategic Planning

https://www.bctransit.com/transforming-your-journey

BC Transit is a member of the Community Energy Association

http://communityenergy.bc.ca/

BC Transit Victoria Regional Transit System is member of BC Scrap It Program

https://scrapit.ca/incentivechoices/

BC Transit is a member of the Canadian Urban Transit Research & Innovation Consortium (CUTRIC)

http://cutric-crituc.org/

