

PUBLIC DISCLOSURE STATEMENT

AC3

SERVICE CERTIFICATION FY2022-23 (PROJECTED)

Australian Government

Climate Active Public Disclosure Statement





Climate

NAME OF CERTIFIED ENTITY	Australian Centre for Advanced Computing and Communication Pty Ltd ("AC3")
REPORTING PERIOD	FY 1 July 2022 – 30 June 2023 Projected report
DECLARATION	To the best of my knowledge, the information provided in this public disclosure statement is true and correct and meets the requirements of the Climate Active Carbon Neutral Standard.
	Jessica Handley Partner Alliances Coordinator 22 June 2023



Australian Government

Department of Industry, Science, Energy and Resources

Public Disclosure Statement documents are prepared by the submitting organisation. The material in Public Disclosure Statement documents represents the views of the organisation and do not necessarily reflect the views of the Commonwealth. The Commonwealth does not guarantee the accuracy of the contents of the Public Disclosure Statement documents and disclaims liability for any loss arising from the use of the document for any purpose. Version March 2022. To be used for FY20/21/CY2021 reporting onwards.



1.CERTIFICATION SUMMARY

TOTAL EMISSIONS OFFSET	1021 tCO2-e
THE OFFSETS BOUGHT	100% CERs
RENEWABLE ELECTRICITY	18.59%
TECHNICAL ASSESSMENT	21/12/2022 Emma Baird Pangolin Associates Next technical assessment due: 21/12/2025
THIRD PARTY VALIDATION	Type 3 12/12/2022 Paul-Antoine Bontinck Organisation: Life Cycles

Contents

1.	Certification summary	3
	Carbon neutral information	
3.	Emissions boundary	5
4.	Emissions reductions	9
5.	Emissions summary	. 10
6.	Carbon offsets	. 11
7. Re	enewable Energy Certificate (REC) summary	. 15
Арр	endix A: Additional information	. 15
Арр	endix B: Electricity summary	. 17
Арр	endix C: Inside emissions boundary	. 19
Арр	endix D: Outside emission boundary	. 20



2. CARBON NEUTRAL INFORMATION

Description of certification

AC3 is a privately owned Australian ICT Managed Services Provider (MSP). Founded in 1999, our purpose is to make technology real and with over 14.000 virtual machines under management, we do this for more than half of the NSW State Government agencies and over 700 commercial customers. With over 300 full time employees and over 80 contractors, AC3 has the skills and scale to help our customers realise their business objectives.

AC3 has three offices, Auckland, Sydney and Melbourne, all three are included in this certification

AC3 offers broadly 4 services

- Cloud Services
- Professional Services
- Procurement
- Talent Management Services

This Service certification will cover only Cloud Based Services. This certification is crade-to-grave and is opt-in.

Service description

Cloud Services is split into 2 parts:

Public – Use of AWS and the Microsoft's Azure to house data from clients, essentially purchasing a large amount of storage and hosting from these two providers and then on-selling it to clients who are looking for a standard ICT approach to their cloud operations.

Private - AC3 purchases their own racks and data in 3 data centres which are wholly owned by the data centre company "Equinix". Two of the data centres are located in Sydney (Mascot and Alexandria) while the other is located in Port Melbourne. AC3 uses the space they rent out in the data centres from Equinix to provide a more specialised service for clients, managing their ICT needs on the cloud including security, issue management etc.

Hewlett and Packard (HP) are partnering with AC3 to secure the quantification of the emissions of their Cloud based services. The functional unit for this Service will be kgCO2-e / \$ spend on Cloud services The cloud services will be an opt in purchase for exisiting or potential clents of AC3.

"AC3 recognises the need for the technology services sector to offer carbon neutral services and work towards

decarbonistion"

Climate

3.EMISSIONS BOUNDARY

Inside the emissions boundary

All emission sources listed in the emissions boundary are part of the carbon neutral claim.

Quantified emissions have been assessed as 'attributable processes' that become the product, make the product and carry the product through its life cycle. These have been quantified in the carbon inventory.

Non-quantified emissions have been assessed as attributable and are captured within the emissions boundary, but are not measured (quantified) in the carbon inventory. All material emissions are accounted for through an uplift factor. Further detail is available at Appendix C.

Outside the emissions boundary

Non-attributable emissions have been assessed as not attributable to a product or service. They can be **optionally included** in the emissions boundary and therefore have been offset, or they can be listed as outside of the emissions boundary (and are therefore not part of the carbon neutral claim). Further detail is available at Appendix D.



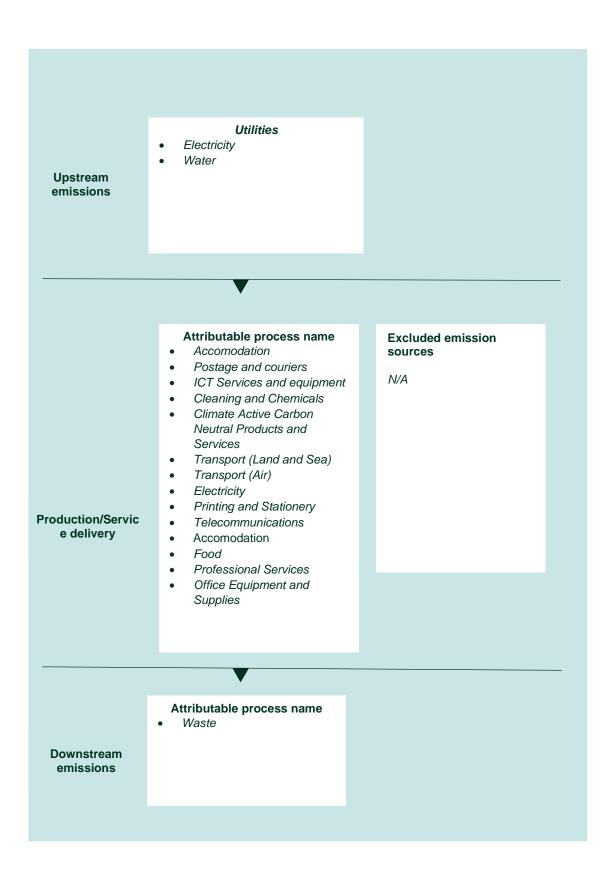
Inside emissions boundary	
Quantified Accomodation	Non-quantified
Postage and couriers	
Food	
ICT Services and equipment	
Cleaning and Chemicals	
Climate Active Carbon Neutral	
Products and Services	
Transport (Land and Sea)	
Transport (Air)	
Electricity	
Office Equipment and Supplies	
Printing and Stationery	
Professional Services	
Telecommunications	
Waste	Optionally included
Water	
Working from home	

Outside emission boundary <u>Non-attributable</u> Paper

Refrigerants



Service process diagram





Data management plan for non-quantified sources

There are no non-quantified sources in the emission boundary that require a data management plan.



4.EMISSIONS REDUCTIONS

Emissions reduction strategy

AC3 plans to achieve a 10% reduction over the next 2 years, before accounting for offsets. AC3's longer term plan is the reduction of overall emissions by 30% over 10 years.

Specific emission reduction strategies for Items are below

- **Upgrade of private cloud infrastructure**. Replacing ageing IT infrastructure (and recycling that equipment) with more powerful and energy efficient IT infrastructure.
- **Consolidation of private cloud infrastructure**. AC3 can reduce its footprint in datacentres and improve the energy efficiency of its private cloud.
- **Partner with hyperscale providers to reduce downstream**. Work with hyperscale partners to design and implement cloud solutions which meet customer requirements but with a lower emissions intensity.
- **Travel emission.** Travel emissions at 'COVID' levels will be maintained and reduced further by 15% by 2024.
- Zero e-waste to landfill. 100% of AC3's e-wste is to be recycled through an e-waste program (e.g. HP, local councils etc.).

Summary of the targets are below.

Emission source	Specific Target	FY24 Target (t CO2-e)
Private cloud infrastructure	15% reduction in intensity byFY2430% reduction over 10 years	FY24: 1,691.67 t FY32: 1,393.14 t
Hyperscale cloud	10% reduction in intensity by FY24 50% reduction over 10 years	FY24: 715.37 t FY32: 397.43 t
Travel emissions	10% reduction in travel emissions by FY24 30% reduction over 10 years	FY24: 5.49 t FY32: 4.27 t
Total Emissions	30% reduction over 10 years	FY32: 2,165.58 t



5.EMISSIONS SUMMARY

Use of Climate Active carbon neutral products and services

This assessment and Climate Active submission was prepared with the assistance of <u>Pangolin Associates</u> and these services are carbon neutral.

The Sydney Office located at 477 Pitt street, Haymarket, is a Climate Active Carbon Neutral building.

Service emissions summary

This service certification is an opt-in approach. The service was expected to be active for 8 months of the reporting period and taken up by 50% of clients.

Emissions Source	tCO ₂ -e
Accommodation and facilities	0.78
Cleaning and Chemicals	3.37
Climate Active Carbon Neutral Products and Services	0.00
Electricity	127.83
Food	1.32
ICT services and equipment	2786.58
Office equipment & supplies	0.10
Postage, courier and freight	2.01
Professional Services	23.73
Transport (Air)	6.10
Transport (Land and Sea)	35.59
Waste	2.21
Water	1.13
Working from home	72.26
TOTAL	3063.00

Emissions intensity per functional unit (kgCO2-e / \$ spend on Cloud services)	0.034
Number of functional units to be offset (at 31 October 2022)	\$30,296,550.53
Total emissions to be offset (tCO2-e) 50% client uptake, 8 month period.	1021.00



6.CARBON OFFSETS

Offsets retirement approach

Fo	rward purchasing	
1.	Total emissions footprint to offset for this report	1021
2.	Total eligible offsets purchased and retired for this report and future reports	1563
3.	Total eligible offsets retired and used for this report	1021
4.	Total eligible offsets forward purchased and banked to use toward next year's report	542

Co-benefits

The objective of project is development, design, engineering, procurement, finance, construction, operation and maintenance of Wind World Wind Farm (Krishna) Ltd 15 MW, Wind World Wind Farm (Karnataka) Ltd 3.2 MW and other wind power projects of 55.40 MW capacity ("Project") in the Indian state of Karnataka to provide reliable, renewable power to the Karnataka state electricity grid which is part of the Southern regional electricity grid. The Project will lead to reduced greenhouse gas emissions because it displaces electricity from fossil fuel based electricity generation plants.



Eligible offsets retirement summary

Offsets cancelled for Climate Active Carbon Neutral Certification													
Project descrip	0	Type of offset units	Registry	Date retired	Serial number (and hyperlink to registry transaction record)	Vintage	Stapled quantity	Eligible quantity (tCO ₂ -e)	Eligible quantity used for previous reporting periods	Eligible quantity banked for future reporting periods	Eligible quantity used for this reporting period	Percentage of total (%)	
Enercon Wind F Karnataka Bund Project - 73.60 M	dled	CERs	ANREU	21 June 2022	200,906,782-200,908,031	2016		1250	0	229	1021	100%	
Turra Forest Regeneration Pr	Project	ACCUs	ANREU	21 June 2022	3,809,698,004- 3,809,698,316	2020-21		313	0	313	0	0%	
							Tota	l offsets retired	l this report and ι	used in this report	1021		
					Total	offsets retire	d this repor	t and banked fo	or future reports	542			
Тур	be of offset	units			Quantity (used for	Quantity (used for this reporting period claim) Percentage o							
Certified Emission Reductions (CERs)					1021	1021 100							
Australian Carbon Credit Units (ACCUs)					0				0				



12

Australian Government Clean Energy Regulator	Australian National Registry of Emissions Units										
ANREU Home			Logged in as: Andrew Grant / Industry User								
Account Holders	Transaction Details										
Accounts	Transaction details appear below.										
Unit Position Summary											
Projects	Transaction ID	AU22700									
Transaction Log	Current Status	Completed (4)									
CER Notifications	Status Date	21/06/2022 16:20:11 (AEST)									
Public Reports		21/06/2022 06:20:11 (GMT)									
My Profile	Transaction Type	Cancellation (4)									
ing trouv	Transaction Initiator	Grant, Andrew William Thorold									
	Transaction Approver	tion Approver Grant, Andrew William Thorold									
	Comment	Retired on behalf of AC3 to meet its carbon neutral service offering claim against the Climate Active Carbon Neutral Standard for FY23-24.									
	Transferring Account		Acquiring Account								
	Account AU-2734 Number		Account AU-2764 Number								
	Account Name Tasman Environmental Pty Ltd	/larkets	Account Name Voluntary Cancellation – CP2 Account Holder Commonwealth of Australia								
	Account Holder Tasman Environmental Pty Ltd	Aarkets									
	Transaction Blocks										
	Party Type Transaction Type		GER Facility Safeguard Kyoto Project <u>Vintage</u> <u>Expiry</u> <u>Serial Range</u> <u>Quantity</u>								
	IN CER Kyoto Voluntary Cancellation	2 2	IN-1286 200,905,752 - 1,250 200,908,031								



13

Australian Government Clean Energy Regulator	Austr Nation of Em	alian nal Registry issions Unit	S											
ANREU Home												Logged in	as: Andrew Grant / Industry U	ser
Account Holders	Transactio	on Details												
Accounts	Transaction of	details appear below.												
Unit Position Summary														
Projects	Transaction	n ID	AU2270	3										
Transaction Log	Current Sta		Complet											
CER Notifications	Status Date	,	21/06/20	22 16:32:32 (4	AEST)									
Public Reports			21/06/20	22 06:32:32 (0	GMT)									
My Profile	Transaction	п Туре	Cancella											
	Transaction			ndrew William										
	Transaction	n Approver		ndrew William										
	Comment		Retired of	on behalf of AC	3 to meet its carb	on neutral service o	ffering cla	im against the	e Climate Active	e Carbon Neutral S	itandard for	FY23-24.		
	Transferring	Account						Acquiring A	ccount					
	Account Number	AU-2734						Account Number	AU-106	68				
	Account N	ame Tasman Environment Pty Ltd	al Markets					Account N	ame Austral Accour	ia Voluntary Canc nt	ellation			
	Account H	older Tasman Environment Pty Ltd	al Markets					Account H	older Comm	onwealth of Austra	lia			
	Transaction	Blocks												
	Party IV	Transaction Type	Original CP	Current CP	ERF Project	NGER Facility ID	NGER Name	Facility	Safeguard	Kyoto Project #	Vintage	Expiry Date	Serial Range	Quant
	AU KA	CCU Voluntary ACCU Cancellation			ERF103081						2020-21		3,809,698,004 - 3,809,698,316	313



14

7. RENEWABLE ENERGY CERTIFICATE (REC) SUMMARY

Renewable Energy Certificate (REC) Summary

N/A



APPENDIX A: ADDITIONAL INFORMATION

AC3 will work with their equipment leasing providers and data centre service providers over the next 3 years to capture accurate data on the amount emissions associated with the leasing of computer equipment used in Data warehouses.

AC3 will request the data service provider AWS to include Scope 3 in their Carbon reporting assessments to ensure full scope emissions are captured.



APPENDIX B: ELECTRICITY SUMMARY

Electricity emissions are calculated using a market-based approach

Location-based method

The location-based method provides a picture of a business's electricity emissions in the context of its location, and the emissions intensity of the electricity grid it relies on. It reflects the average emissions intensity of the electricity grid in the location (State) in which energy consumption occurs. The location-based method does not allow for any claims of renewable electricity from grid-imported electricity usage.

Market-based method

The market-based method provides a picture of a business's electricity emissions in the context of its renewable energy investments. It reflects the emissions intensity of different electricity products, markets and investments. It uses a residual mix factor (RMF) to allow for unique claims on the zero emissions attribute of renewables without double-counting.

Market Based Approach

Activity Data (kWh)	Emissions (kgCO2e)	Renewable Percentage of total
0	0	0%
0	0	0%
0	0	0%
0	0	0%
0	0	0%
0	0	0%
36,857	0	19%
161,406	160,593	0%
198,263	160,593	19%
198,263	160,593	19%
36,857	0	
161,406	160,593	
0	0	
	160,593	
	0 0 0 0 0 0 0 36,857 161,406 198,263 198,263 36,857 161,406	(kgCO2e) 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 10 0 36,857 0 161,406 160,593 198,263 160,593 36,857 0 161,406 160,593 36,857 0 161,406 160,593

Total renewables (grid and non-grid)	18.59%
Mandatory	18.59%
Voluntary	0.00%
Behind the meter	0.00%
Residual Electricity Emission Footprint (TCO2e)	161



Figures may not sum due to rounding. Renewable percentage can be above 100%

Location Based Approach

Summary

Location Based Approach	Activity Data (kWh)	Scope 2 Emissions (kgCO2e)	Scope 3 Emissions (kgCO2e)
ACT	0	0	0
NSW	92,548	72,188	6,478
SA	0	0	0
Vic	58,841	53,545	5,884
Qld	0	0	0
NT	0	0	0
WA	0	0	0
Tas	0	0	0
Grid electricity (scope 2 and 3)	151,389	125,733	12,362
ACT	0	0	0
NSW	0	0	0
SA	0	0	0
/ic	0	0	0
Qld	0	0	0
NT	0	0	0
WA	0	0	0
Tas	0	0	0
Non-grid electricity (Behind the meter)	0	0	0
Total Electricity Consumed	151,389	125,733	12,362

Emission Footprint (TCO2e)	138
Scope 2 Emissions (TCO2e)	126
Scope 3 Emissions (TCO2e)	12

Climate Active Carbon Neutral Electricity summary

Carbon Neutral electricity offset by Climate Active Product	Activity Data (kWh)	Emissions (kgCO2e)
ISPT	80968.54	0
Climate Active carbon neutral electricity is not renew	wahle electricity. The emissions	have been offset hv

Climate Active carbon neutral electricity is not renewable electricity. The emissions have been offset by another Climate Active member through their Product certification.



APPENDIX C: INSIDE EMISSIONS BOUNDARY

Excluded emission sources

N/A



APPENDIX D: OUTSIDE EMISSION BOUNDARY

Non-attributable emissions have been assessed as not attributable to a product or service (do not carry, make or become the product/service) and are therefore not part of the carbon neutral claim. To be deemed attributable, an emission must meet two of the five relevance criteria. Emissions which only meet one condition of the relevance test can be assessed as non-attributable and therefore are outside the carbon neutral claim. Non-attributable emissions are detailed below.

Relevance test					
Non-attributable emission	The emissions from a particular source are likely to be large relative to the organisation's electricity, stationary energy and fuel emissions	The emissions from a particular source contribute to the organisation's greenhouse gas risk exposure.	Key stakeholders deem the emissions from a particular source are relevant.	The responsible entity has the potential to influence the reduction of emissions from a particular source.	The emissions are from outsourced activities previously undertaken within the organisation's boundary, or from outsourced activities typically undertaken within the boundary for comparable organisations.
Paper	No	No	No	Yes	No
Refrigerants	No	Yes	No	No	No





Climate Active

An Australian Government Initiative