

Table of contents

Our approach

- 3 EXECUTIVE LETTER: Our third decade of climate action
- 6 Performance highlights and targets
- 11 Mission and values
- 14 Our priorities

Designing efficient data centers

- 21 Introduction
- 21 Energy efficiency
- 24 Embedding circularity
- 24 Economic impact
- 25 Carbon-neutral cloud
- 28 SPOTLIGHT: Developing a carbon-intelligent computing platform

Advancing carbon-free energy

- 30 Introduction
- 30 Our energy journey
- 36 Investing in renewable energy
- 37 Our carbon footprint
- 42 SPOTLIGHT: Boosting the value of wind energy

Creating sustainable workplaces

- 44 Introduction
- 44 Healthy ecosystems
- 46 Green buildings
- 48 Office operations
- 52 SPOTLIGHT: Designing a net-zero carbon workplace

Building better devices and services

- 54 Introduction
- 55 Consumer hardware devices
- 56 Circular materials
- 58 Energy savings
- 59 Partnerships
- 62 SPOTLIGHT: Making energy savings easy with Nest

Empowering users with technology

- 64 Introduction
- 64 Mapping our world
- 68 Al for social good
- 70 Tools for everyone
- 72 SPOTLIGHT: Expanding climate insights Down Under

Appendix

- 74 Environmental data
- 77 About Google
- 78 Endnotes



Executive letter

Our third decade of climate action

Sustainability is one of our core values at Google, and we have been a leader on climate change since the company's founding over 20 years ago. These are some of our key achievements to date:

In 2007, we became the first major company to become carbon neutral, and in 2019, we achieved 13 consecutive years of carbon neutrality.

In 2017, we became the first major company to match 100% of our annual electricity use with renewable energy, which we've done for three consecutive years. We are the world's largest annual corporate purchaser of renewable energy.

In 2020, we neutralized our legacy carbon footprint since our founding, making Google the first major company to be carbon neutral for its entire operating history.

In 2020, we issued \$5.75 billion in sustainability bonds, the largest sustainability or green bond issuance by any company in history, to fund ongoing and new environmentally or socially responsible projects.

We know there is much more to be done, so we challenged ourselves to set bolder goals. That's why, in September 2020, we were proud to launch our <u>third decade of climate action</u> with a new set of audacious commitments (see Figure 1).



We're helping build a carbon-free future for everyone

By 2030, we aim to:



24/7 carbon-free energy

Become the first major company to operate on carbon-free energy 24 hours a day, seven days a week, 365 days a year.



5 gigawatts

Enable 5 gigawatts of new carbon-free energy across our key manufacturing regions through investment.



500 cities

Help more than 500 cities and local governments reduce an aggregate of 1 gigaton of carbon emissions annually.

By 2030, we aim to:

Become the first major company to operate on carbon-free energy 24 hours a day, seven days a week, 365 days a year. This will mean every email sent through Gmail, every question asked to Google Search, every YouTube video watched, every route taken using Google Maps, and every workload run on Google Cloud will be powered by data centers that are supplied by clean energy every hour of every day.

Enable 5 gigawatts of new carbon-free energy across our key manufacturing regions through investment. We expect this to spur more than \$5 billion in clean energy investments, avoid emissions equivalent to taking more than 1 million cars off the road each year, and create more than 8,000 clean energy jobs.

Help more than 500 cities and local governments reduce an aggregate of 1 gigaton of carbon emissions annually—equivalent to the annual emissions of Japan (home to 126 million people).

And, because being helpful to our users is at the heart of everything we do, we set a near-term goal to offer 1 billion people new ways to live more sustainably via our core products by 2022.

To build a carbon-free future for everyone requires each of us playing our part—and that's how we are approaching our work. We are focusing on our own operations as well as how we can support our partners and consumers globally to make more sustainable choices and drive more sustainable outcomes.

As a data-driven company, we believe it is critical to regularly track progress toward our commitments and share updates with our stakeholders. For example, we began calculating our annual carbon footprint in 2006, and every year since 2009, we've publicly reported the results to CDP. We're proud that for seven consecutive years we've earned a spot on CDP's Climate Change A List, which recognizes top reporting companies.

In our 2020 Environmental Report, which covers progress in our 2019 fiscal year as well as some notable achievements from 2020, we are pleased to share how we are driving positive environmental impact throughout our value chain in five key ways:



Designing efficient data centers: We've worked to make our cloud the cleanest in the industry and our data centers some of the most efficient in the world by designing, building, and operating each one to maximize efficient use of energy, water, and materials.



Advancing carbon-free energy: We're purchasing renewable energy for our operations and helping to drive wide-scale adoption of clean energy through investments, such as in our manufacturing regions.



Creating sustainable workplaces: We're striving to enable healthy spaces and places by addressing the carbon impacts associated with our offices, advancing circularity, and cultivating healthy indoor and outdoor environments.



Building better devices and services: We're designing our devices to maximize recycled content wherever possible, neutralizing carbon emissions from shipping Made by Google hardware products to and from our direct customers, and helping consumers save energy in their homes.



Empowering users with technology: We're developing technologies to help measure and monitor the planet in real time, using artificial intelligence to address environmental challenges, and building tools that empower individuals to reduce their personal environmental impact.

To learn more about how we're collaborating with stakeholders across our supply chain to minimize our environmental impact and improve the lives of people who make our products, see our 2020 Supplier Responsibility Report. For more information about our overall corporate responsibility initiatives, see our Sustainability and Commitments websites.

We believe that every business has the opportunity and obligation to protect our planet. At Google, we remain steadfast in our commitment to sustainability, and we'll continue to lead and encourage others to join us in improving the health of our planet. We're proud of what we've achieved in our first two decades, and as we embark on our next decade of climate action, we're energized to help move the world closer to a carbon-free future for all.

Ruth Porat Senior Vice Presider

Senior Vice President and Chief Financial Officer

Urs Hölzle

Senior Vice President of Technical Infrastructure

Performance highlights and targets

The following section provides a snapshot of our performance as of the end of 2019 and our targets going forward—demonstrating how we're strengthening our business by reducing the environmental impact of our operations and working to empower people everywhere to live more sustainably.

For a more complete overview of our performance over time, see the environmental data table in the appendix.

2019 PERFORMANCE HIGHLIGHTS

DESIGNING EFFICIENT DATA CENTERS

Energy

2x

as energy efficient

On average, a Google data center is twice as energy efficient as a typical enterprise data center. Page 22

as much computing power

Compared with five years ago, we now deliver around seven times as much computing power with the same amount of electrical power.

Page 22

1.10

average annual PUE

In 2019, the average annual PUE for our global fleet of data centers reached a new record low of 1.10, compared with the industry average of 1.67—meaning that Google data centers use about six times less overhead energy. Page 22

Waste

of waste diverted

In 2019, we diverted 90% of waste from our global data center operations away from landfills.

Page 24

Waste (continued)

19%

of components refurbished

In 2019, 19% of components used for server upgrades were refurbished inventory.

Page 24

9.9_{million} components resold

In 2019, we wiped clean and resold nearly 9.9 million components into the secondary market for reuse by other organizations.

Page 24

GHG emissions

98% emissions reduction

A business using Gmail can reduce the GHG emissions impact of its email service by up to 98% compared with running email on on-premises servers. Page 26

net carbon emissions

Whether someone is using Google at home or as part of an organization running Google Cloud or Google Workspace, all products in our Cloud are carbon neutral.

Page 26

Energy

5.5 GW of renewable energy

From 2010 to 2019, we signed 52 agreements totaling nearly 5.5 GW of renewable energy, representing a commitment of approximately \$4 billion through 2034.

Page 30

100% renewable energy

In 2019, we matched 100% of the electricity consumption of our operations with renewable energy purchases for the third consecutive year.

Page 30

40 million MWh of renewable energy

Google is the world's largest annual corporate purchaser of renewable energy, based on renewable electricity purchased in MWh. As of the end of 2019, we'd purchased a total of more than 40 million MWh of renewable energy through PPAs, via on-site generation, and from the electric grids where our facilities are located.

Page 31

\$2.7billion in investment commitments

From 2010 to 2019, we made commitments to invest nearly \$2.7 billion in renewable energy projects with an expected combined capacity of approximately 4.6 GW.

Page 36

GHG emissions

59% decrease in cumulative GHG emissions

Since 2011, we've reduced our cumulative Scope 1 and 2 GHG emissions by 59% by procuring renewable energy.

Page 38

86% decrease in carbon intensity

Since 2011, our carbon intensity per unit of revenue hasdecreased by 86%.

Page 38

13 years of carbon neutrality

Google has been carbon neutral since 2007. Because of our renewable energy and carbon offset programs, our net operational carbon emissions during this period were zero. Page 40 40

carbon offset projects

Since 2007, we've partnered with more than 40 carbon offset projects to offset more than 20 million tCO₂e emissions.

Page 40

CREATING SUSTAINABLE WORKPLACES

Certifications

15 million ft² LEED-certified

Since 2009, over 1.4 million square meters (15 million square feet) of Google office facilities have achieved LEED certification.

Page 46

29% LEED Platinum

29% of our LEED-certified square footage has achieved a Platinum rating and 56% a Gold rating.

Page 46

22 million gallons of water use avoided

In 2019, we achieved a 6.5% reduction in potable water intensity at our Bay Area offices, against a 2017 baseline—equivalent to avoiding the use of more than 85 million liters (22 million gallons) of potable water.

Page 48

Water

Waste

/ 1% landfill diversion

In 2019, we reached a 71% landfill diversion rate for waste from our offices globally.

Page 49

Waste (continued)

9.2 million lbs of food waste prevented

Since 2014, we've prevented nearly 4.2 million kilograms (9.2 million pounds) of waste in our cafés globally by tracking pre-consumer food waste. Page 49

Commuting

3,400 electric vehicle charging ports

To date, we've installed more than 3,400 electric vehicle charging ports at our offices in the United States and Canada. Page 50

43,000 tCO_2e emissions saved

In 2019, by using Google shuttles in the Bay Area, we saved more than 43,000 tCO $_2$ e emissions—equivalent to taking 9,342 cars off the road every workday.

Page 50

BUILDING BETTER DEVICES AND SERVICES

GHG emissions

100% of shipments are carbon neutral

As of October 2019, shipments of Made by Google products to and from direct customers are carbon neutral.

Page 54

emissions reduction per unit

From 2017 to 2019, we reduced total transportation emissions of Google hardware products by 33% per unit.

Page 56

Materials

100% of Nest products contain recycled plastics

In 2019, 100% of the Nest products we launched, including Nest Mini and Nest Wifi, were built with recycled plastics.

Page 56

Energy

10%-15% energy savings

On average, Nest thermostats have proven energy savings of 10%-12% for heating and 15% for cooling, which means they pay for themselves in under two years. Page 58

Energy (continued)

47 billion kWh of energy savings

By the end of 2019, Nest thermostats had helped customers cumulatively save more than 47 billion kWh of energy-enough to power all of San Francisco's electricity consumption for over eight years.

Page 58

17 billion kWh of energy savings

In 2019 alone, Nest thermostats helped customers save more than 17 billion kWh of energy—more energy than Google used in 2019. Page 58

\$150 million investment into renewable energy projects

We've committed to invest approximately \$150 million into renewable energy projects in key manufacturing regions. Our investment commitment, alongside those of our partners, aims to catalyze roughly \$1.5 billion of capital into renewable energy. Page 60

EMPOWERING USERS WITH TECHNOLOGY

Products

billion km of transit results

Google Maps provides, on average, more than 1 billion kilometers' (621 million miles') worth of transit results per day, helping to limit carbon emissions by giving people access to mass transit options, bike routes, and traffic information.

Page 65

120 million km carpooled

In 2019, Waze drivers and riders carpooled more than 120 million kilometers (75 million miles), offsetting more than 26,000 tCO₂e emissions—equivalent to planting more than 400,000 trees.

Page 65

Tools

25 petabytes of freely available geospatial data

Earth Engine has enabled tens of thousands of active users around the world to easily analyze over 25 petabytes of freely available geospatial information, resulting in a deeper understanding of the planet. Page 64

100 cities empowered with environmental insights

In 2019, we expanded the Environmental Insights Explorer to more than 100 cities worldwide, empowering city planners and policymakers with data to help develop climate action plans.

Page 66

Tools (continued)

1/U million rooftops mapped with solar data

By the end of 2019, Project Sunroof contained data for more than 170 million rooftops across 21.500 cities, helping users estimate the impact and potential savings from installing solar panels.

300,000 environmental pledges

By the end of 2019, Your Plan, Your Planet had documented more than 300,000 pledges to reduce environmental impact through individual behavior changes. Page 71

Page 67

Target	Deadline	2019 progress	Status
DESIGNING EFFICIENT DATA CENTERS			
Energy			
Maintain or improve average annual fleet-wide PUE across Google data centers year over year.	2019 (Annual)	The average annual PUE for our global fleet of data centers reached a new record low of 1.10. Since 2012, our average annual fleet-wide PUE has stayed at or below 1.12, even as demand for our products has dramatically risen. Page 22	•
Certifications			
Maintain ISO 50001 energy management system certification for Google-owned data centers that meet certain operational milestones.	2019 (Annual)	We were the first major Internet company to achieve a multi-site energy management system certification to ISO 50001, which we've maintained from 2013 to 2019. Page 22	•
Waste			
Achieve Zero Waste to Landfill for our global data center operations.	Not applicable	Our global landfill diversion rate for data center operations was 90%. Page 24	•
ADVANCING CARBON-FREE ENERGY			
Energy			
Match 100% of the electricity consumption of our operations with renewable energy purchases.	2019 (Annual)	Our purchases of renewable energy, from sources such as wind and solar deals, produced enough renewable energy to match 100% of the electricity consumption of our data centers and offices for the third consecutive year. Page 30	•
Operate on carbon-free energy 24/7 by 2030.	2030	This target was set in 2020. Page 30	•
Enable 5 GW of new carbon-free energy in our key manufacturing regions by 2030.	2030	This target was set in 2020. Page 36	•
GHG emissions			
Maintain carbon neutrality for our operations.	2019 (Annual)	We purchased enough renewable energy and high-quality carbon offsets to bring our net operational carbon emissions to zero. Google has been carbon neutral since 2007—for 13 consecutive years. Page 40	•
CREATING SUSTAINABLE WORKPLACES			
Water			
Reduce potable water intensity at our Bay Area offices by 5%, against a 2017 baseline, by the end of 2019.	2019	In 2019, against a 2017 baseline, we achieved a 6.5% reduction in our Bay Area potable water intensity. Page 48	•

Target	Deadline	2019 progress	Status
Commuting			
Reduce single-occupancy vehicle commuting at our Bay Area headquarters to 45% of workers commuting on any given day.	Not applicable	For our Bay Area headquarters, we're on track to meet this commuting goal. Page 49	•
Provide electric vehicle charging stations for 10% of total parking spaces at our Bay Area headquarters.	Not applicable	We've achieved a design standard of approximately 10% of parking spaces for the majority of new development projects at our Bay Area headquarters, and we continue to work toward achieving this standard for total parking spaces. Page 49	•
BUILDING BETTER DEVICES AND SERVICES			
GHG emissions			
Achieve carbon neutrality for 100% of shipments of Made by Google products to and from Google's direct customers by 2020.	2020	As of October 2019, shipments of Made by Google products to and from direct customers are carbon neutral. Page 54	•
Publish product environmental reports for 100% of flagship consumer hardware products launching in 2020 and beyond.	2020	We published product environmental reports for each of our flagship products in 2019. Page 55	•
Materials			
Use recycled or renewable material in at least 50% of plastic used across our consumer hardware product portfolio by 2025.	2025	This target was set in 2020. Page 54	•
Eliminate plastic from packaging and make packaging 100% recyclable by 2025.	2025	This target was set in 2020. Page 54	•
Include recycled materials in 100% of Made by Google products launching in 2022 and every year after.	2022	In 2019, 100% of the Nest products we launched were built with recycled plastics. Page 56	•
Waste			
Achieve UL 2799 Zero Waste to Landfill certification at all final assembly manufacturing sites by 2022.	2022	This target was set in 2020. Page 54	•
EMPOWERING USERS WITH TECHNOLOGY			
Tools			
Help more than 500 cities and local governments globally reduce an aggregate of 1 gigaton of carbon emissions annually by 2030.	2030	This target was set in 2020. Page 67	•
Products			
Offer 1 billion people new ways to live more sustainably via our core products by 2022.	2022	This target was set in 2020. Page 71	•



Mission and values

Our mission is to organize the world's information and make it universally accessible and useful. Fulfilling this mission and bringing the benefits of information not just to the more than 3 billion people who are already online but also to the next 4 billion requires us to use resources ever more efficiently.¹

Sustainability has been a core value from the time of Google's founding in 1998, and since then, we've strived to build sustainability into everything we do. We have a long-standing commitment to climate action. By the end of our first decade, we were the first major company to be <u>carbon neutral</u> in our operations. By the end of our second decade, we were the <u>largest annual corporate purchaser</u> of renewable energy in the world and the first major company to match 100% of the annual electricity consumption of our global operations with purchases of renewable energy. As of the end of 2019, we'd matched 100% of our electricity consumption with renewable energy purchases for three years in a row. Our <u>third decade of climate action</u> will be our most ambitious yet: We're committed to operating on carbon-free energy around the clock and aim to get there by 2030.

We kicked off our third decade with an exciting achievement: As of September 14, 2020, we'd <u>neutralized</u> our entire legacy carbon footprint since our founding, making Google the first major company to be carbon neutral for its entire operating history.

We've been carbon neutral since 2007

In our next decade of climate action, we'll steadily advance toward our carbon-free energy goal while maintaining our current operational carbon neutrality commitment. We'll test and iterate new technologies and sustainable tools at Google, then offer them to our partners in businesses, communities, and governments. We'll also explore new ways for our products to help people make more sustainable choices.

These ambitions are reflected across our value chain. Our data centers lead the industry in energy efficiency by being twice as efficient as the industry average for enterprise data centers. We've been carbon neutral since 2007, and for the third year in a row, we've matched 100% of the electricity our operations use with purchases of renewables. This same ethos carries over to our workplaces, with over 1.4 million square meters (15 million square feet) of Leadership in Energy and Environmental Design (LEED) certified offices, and to our products. Whether someone is using Google at home or as part of an organization running Google Cloud or Google Workspace, all the products in our Cloud are carbon neutral. We're on a journey to make our tools, technology, and Made by Google consumer hardware products work for people and do more for the planet.

Our tools are built to help everyone reduce their environmental impact, understand the planet, and take sustainable action. By mapping the world's forests and fisheries, our technology is making it easier for policymakers, researchers, and nonprofits to monitor the pulse of the planet. We're also making it easier for everyone to make sustainable choices. For instance, we provide, on average, more than 1 billion kilometers (km) (621 million miles) of alternative transit options through <u>Google Maps</u> every day. Additionally, we're helping people reduce their home energy consumption with Nest thermostats, which helped customers cumulatively save more than 50 billion kilowatt-hours (kWh) of energy by the end of March 2020—enough to light up the entire planet for five days.

A global challenge

Humanity is consuming natural resources at an astonishing rate. During the 20th century, global raw material use rose at about twice the rate of population growth.² Every year, humanity consumes far more than what the planet can naturally replenish. In 2020, global demand for resources was 1.6 times what the earth's ecosystems can regenerate in a year.³

These statistics highlight the need to rethink the "take-make-waste" economic model—in which we take a natural resource, make a product from it or burn it for fuel, and eventually send what remains to the landfill as waste—that human societies have followed since the Industrial Revolution. The consequences of this model have contributed to significant global challenges such as climate change, extreme weather events, and plastic pollution.



Climate change is one of the most urgent and critical collective challenges facing the world today. The science behind this is clear, and recent reports continue to stress the urgency of the issue. In 2018, the Intergovernmental Panel on Climate Change (IPCC) released a special report addressing the need for rapid transition and widespread action by 2030 if we're going to limit global warming to 1.5 degrees Celsius and prevent the worst consequences of climate change. We're already feeling those impacts today, from historic wildfires in the United States and Australia to devastating flooding in many parts of the world. Given this pressing time horizon, it's now more important than ever for governments, businesses, and individuals around the world to take immediate and ambitious action on climate change at a global scale. Meeting this challenge will require businesses, cities, and nations to decarbonize in only 10 years.

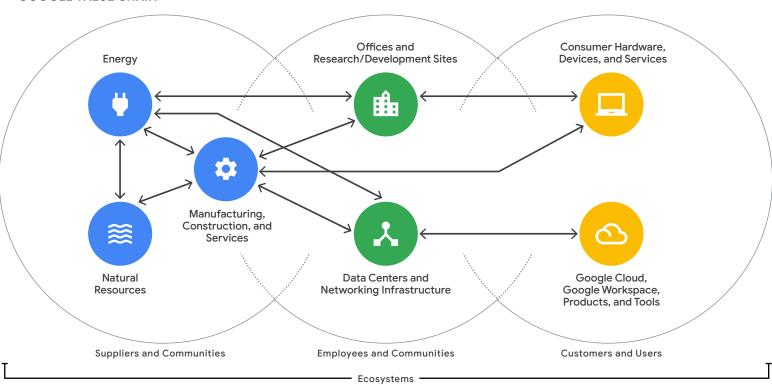
At Google, we've always viewed a challenge as an opportunity to be helpful and make things better for everyone. However, we know that no company, no matter how ambitious, can solve a challenge like climate change alone. That's why we're committed to action far beyond our own operations, creating tools and investing in technologies to help build a carbon-free future for everyone. We believe that our scale, resources, and technological expertise can help the world meet its energy and resource needs in a responsible way that drives innovation and growth.

Our priorities

In 2018, we undertook an assessment to identify and prioritize content for our environmental report that considered Google's impacts on sustainability, the importance of environmental sustainability issues to our business strategy, and the perspectives of a diverse range of external stakeholders. The topic areas that were found to be of greatest relevance include our data centers, workplaces, users, water stewardship, circular economy strategy, and supply chain. Cutting across these priorities is the importance of engaging in public policy—at local, state, federal, and international levels—to support the success of sustainable business models.

Google uses energy, natural resources, and products and services from our suppliers to build our workplaces, data centers, networking infrastructure, and consumer hardware. The software products and services that our customers and users rely on are powered by our data centers and networking infrastructure (see Figure 2). We're driving positive environmental impact throughout our value chain in five key ways: designing efficient data centers, advancing carbon-free energy, creating sustainable workplaces, building better devices and services, and empowering users with technology.





We're working toward our biggest sustainability moonshot yet: to source

24/7 carbon-free energy.

Through our <u>Supplier Responsibility</u> program, we collaborate with stakeholders across our supply chain to uphold our high standards for protecting workers and the environment. Our <u>Supplier Code of Conduct</u> builds upon Google's core values and beliefs and incorporates key elements from the <u>Google Code of Conduct</u> and international human rights, safety, and environmental standards. We require the highest ethical standards throughout our supply chain and are working to drive positive impacts in the communities in which we operate.

Taking action

With millions more people coming online every month, the demand for computing power continues to skyrocket, and data center capacity continues to expand to meet this need. But despite this growth, the total amount of electricity used by data centers has remained relatively constant. While the amount of computing done in data centers increased by about 550% between 2010 and 2018, the amount of energy they consumed only grew by 6% during the same period. As mobile device use increases and more IT users transition to public clouds, we believe our industry can and must do better than just holding the line on energy use. We can actually lower it, serving more users while using fewer resources.

Google's energy consumption drives our biggest impact on the environment. As a result, we're working toward our biggest sustainability moonshot yet: to source 24/7 carbon-free energy for all of our data centers and office campuses around the world. This means that we'll evolve from matching our annual energy consumption with renewable energy to sourcing round-the-clock carbon-free energy. By 2030, we aim to run our business on carbon-free energy everywhere, at all times.

In 2017, we developed a <u>climate resilience strategy</u>, with the goal of enabling our business and the communities we're part of to thrive despite the effects of climate change. This strategy is focused on a people-centric framework that's robust, integrated, diverse, and designed with unique locations, scalability, and longevity in mind. We used this framework to conduct a climate-scenario analysis, assess the future resilience of our current locations, and evaluate the climate resilience of new developments. We report our exposure to climate-related risks over multiple time horizons in Alphabet's annual <u>CDP Climate Change Response</u>, which we believe reflects the recommendations of the Task Force on Climate-related Financial Disclosures.

Beyond Google, we've long been a vocal advocate for the decarbonization of electrical grids worldwide. We support public policies that strengthen global climate action efforts through the Paris Agreement, G20, and other multilateral forums, as well as policies that establish emissions-reduction targets and technology-neutral pathways to achieve a carbon-free economy in line with the IPCC guidance and scientific consensus. We also support policies that ensure the clean energy economy provides economic growth for all, spurs a new generation of green jobs, benefits the communities most impacted by a changing climate, and leaves no one behind in the transition. In Europe, we're committed to supporting the EU Climate Pact, recognizing that technology will have a critical role to play in making the EU Green Deal vision a reality.

Through Google.org, we've funded numerous initiatives and organizations to support climate action, access to clean energy, and conservation. In 2019, Google.org <u>launched</u> a \$4 million fund in collaboration with ICLEI, a global network of local governments committed to sustainability, to support nonprofits and academic institutions in Europe and Latin America that are leading data-driven climate action efforts. Google.org also provided a \$500,000 grant to Renewable Energy Buyers Alliance (REBA) in the United States and a €500,000 grant to RE-Source in Europe to help fund the development of new purchasing models, provide training and resources for consumers, and enable more widespread access to clean power. In 2020, we launched the <u>Google.org Impact Challenge on Climate</u>, which commits €10 million to fund bold ideas that aim to use technology to accelerate Europe's progress toward a greener, more resilient future.

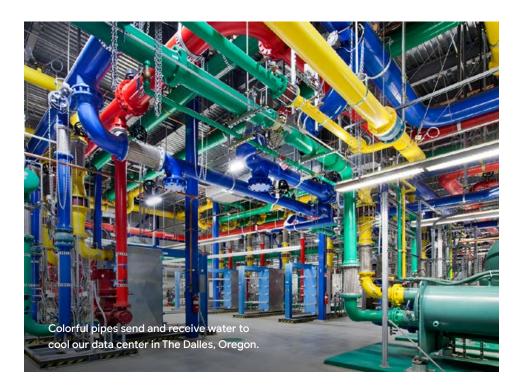
As part of our efforts to protect and restore natural ecosystems, in 2020, we launched a science-based reforestation program, which will plant trees on degraded lands in Australia, Spain, and the United States (California and Texas). We're also supporting the Crowther Lab at ETH Zurich in developing a global restoration platform in collaboration with a wide network of environmental organizations and scientists. To further support this work, Google.org committed \$1 million in funding to develop tools that will help increase the likelihood of success for ecosystem restoration projects around the world. Google's AI for Social Good program and Crisis Response platforms are also using our technology to enhance flood-forecasting models whose predictions help individuals in affected areas better prepare and stay safe.

We see the circular economy as a complex yet inspiring information challenge that, once unlocked, will lead to a world of abundance where human, environmental, and economic systems can thrive. That's why we're leveraging our scale, resources, technological expertise, and close partnerships—with organizations such as the Ellen MacArthur Foundation and other leading

companies—to accelerate the transition to a circular economy and help the world meet its resource needs. In 2019, Google became a technology partner to the Ellen MacArthur Foundation's New Plastics Economy initiative to help support organizations in reaching the goal of ending plastic waste and pollution through packaging redesign and new delivery models. We also worked with Closed Loop Partners on its report that includes guidance and information on how companies can better support the recycling of plastics.

Our ambition is to maximize the reuse of finite resources across our operations, products, and supply chains and enable others to do the same. We're applying our circular economy principles to design out waste, keep products and materials in use, and promote healthy materials and safe chemistry. We strive to embed these principles across our infrastructure, operations, and products—from how we manage servers in our data centers to how we design our consumer hardware to the materials we select to build and furnish our offices. As we work toward this, we'll continue exploring the role of technology and artificial intelligence (AI) in accelerating our transition to becoming a circular Google that contributes to a sustainable world.

Water is another top priority. The United Nations predicts that by 2025, two-thirds of the world's population could live in water-stressed conditions, and with the existing climate change scenario, almost half the world's population will be living in areas of high water stress by 2030.6 As a global company headquartered in drought-prone California, we've established a set of water principles to guide our approach to water use and ensure business



In 2020, we issued

\$5.75 billion in sustainability bonds—the largest sustainability or green bond issuance by any company in history.

continuity, especially in the places where we have the greatest potential risk. Under these principles, we're working to utilize water efficiently, exploring ways to incorporate circularity, and engaging in partnerships that use Google technology to raise awareness of water-related risks and opportunities and to create platforms that help everyone study and understand global water challenges.

Our sustainability goals, such as committing to match the electricity use for our operations with 100% renewable energy, not only are good for the environment but also make good business sense. By purchasing electricity from renewable sources like wind and solar via long-term contracts, we can reduce emissions while keeping energy costs known and manageable.

In 2020, we issued \$5.75 billion in sustainability bonds—the largest sustainability or green bond issuance by any company in history—to fund new and ongoing projects that are environmentally or socially responsible. As outlined in Alphabet's Sustainability Bond Framework, our sustainability bonds will support investment in environmental and social initiatives, including energy efficiency, clean energy, green buildings, clean transportation, circular economy and design, affordable housing, commitment to racial equity, and support for small businesses and COVID-19 response. Although a number of companies have issued green bonds (directed solely to environmental uses), sustainability bonds differ in that their proceeds support investment in both environmental and social initiatives. Such bonds are an emerging asset class, and we hope this transaction will help develop this new market.

Looking toward future opportunities

We believe that global businesses like Google should lead the way in improving people's lives while reducing or even eliminating our dependence on raw materials and fossil fuels. And we believe this can be done in a way that makes business sense, providing economic returns alongside societal benefits and positive environmental impacts.

Planning for the future, we've established a five-year strategy that will enable us to continue building sustainability into everything we do (see Figure 3). Our strategy focuses on three key pillars: accelerating the transition to carbon-free energy and a circular economy, empowering everyone with technology, and benefiting the people and places where we operate. We continue to work to decouple our business growth from the growth of material use and carbon intensity. We want Google technologies, platforms, products, and services to enable everyone to tackle major sustainability problems and drive net-positive impact through carbonemissions reductions, energy savings, and sustainable resource use. We also want to ensure that we're implementing practices to add value to the communities of our facilities, users, partners, and suppliers.

We strive to build sustainability into everything we do



Accelerate carbon-free and circular

Decouple business growth from the growth of carbon intensity and material use



Empower with technology

Tackle major sustainability problems and drive net-positive impact using Google technologies, platforms, products, and services



Benefit people and places

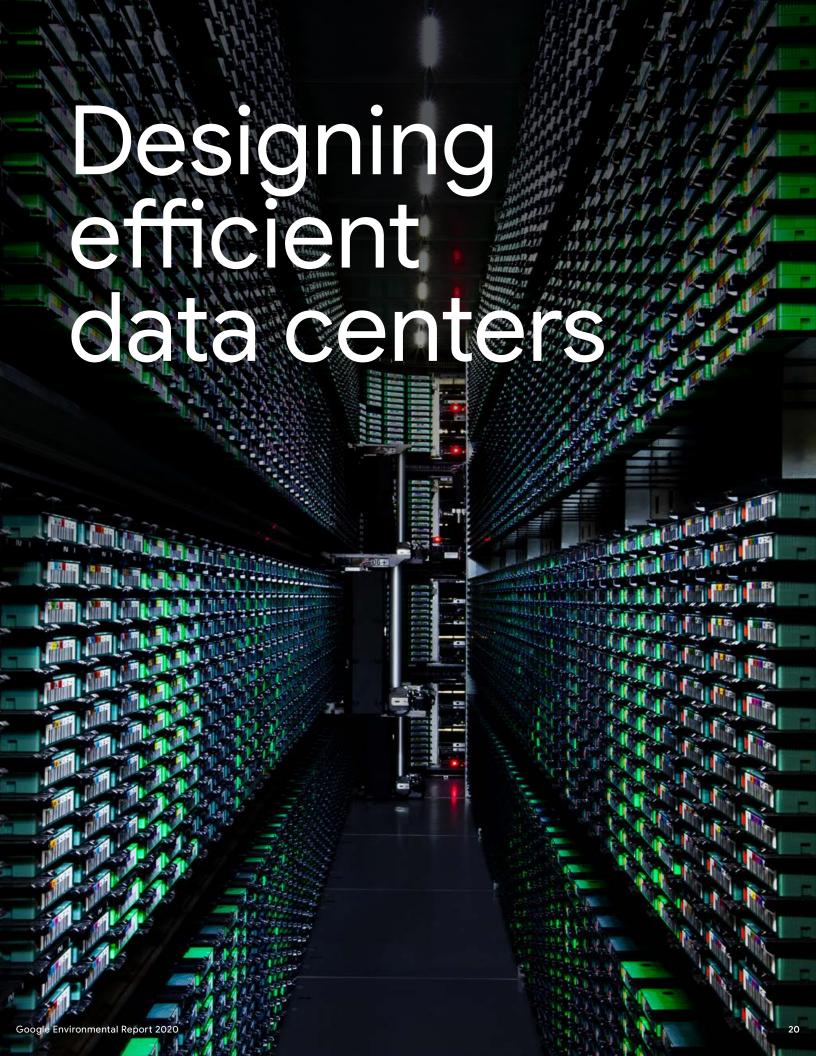
Share benefits with the communities of our facilities, users, partners, and suppliers

Creating Google tools that help people measure the planet's health and take action is a key part of our long-term strategy. Applications of Al and machine learning are increasingly enabling not only Google but also scientists and practitioners to create sustainable solutions and turn data into the insights and knowledge needed to guide better decision-making. We're excited to continue exploring how these technologies and applications can be used to create a more sustainable future for generations to come, and we're committed to responsibly using these technologies.

Changing the course on climate will require collective determination to act. We're optimistic that by harnessing new technologies, investing in the right infrastructure and tools, and empowering partners, nonprofits, and people, this can be the most decisive decade for climate action yet. The next 10 years will provide the springboard for further progress. We're proud to do our part and help move the world closer to a carbon-free future for all.

LEARN MORE

- Website: Alphabet Investor Relations: Sustainability and Related Information
- Website: Google's Mission, Values & Commitments
- Website: Google's Mission, Values & Commitments: Reports
- Website: Supplier Responsibility
- Website: Sustainability
- Website: Sustainability: Reports



BY THE NUMBERS

2x as energy efficient

On average, a Google data center is twice as energy efficient as a typical enterprise data center.

1.10 average annual PUE

In 2019, the average annual PUE across our global fleet of data centers reached a new record low of 1.10, compared with the industry average of 1.67—meaning that Google data centers use about six times less overhead energy.

7X as much computing power

Compared with five years ago, we now deliver around seven times as much computing power with the same amount of electrical power.

90% of waste diverted

In 2019, we diverted 90% of waste from our global data center operations away from landfills.

Introduction

Google's data centers are the heart of our company, powering products like Gmail, Google Cloud, Search, and YouTube for billions of people around the world, 24/7. At the end of 2019, we had 19 operational campuses across 21 data center locations⁷ on four continents, as well as 20 Google Cloud regions. We continue to add new sites to better serve our users and customers. By investing in our data center locations, we help support the local communities where we operate, providing economic development, job creation, educational programs, and environmental and cultural projects.

Each data center is a campus where the majority of our facilities, servers, networking equipment, and cooling systems are designed from the ground up for maximum efficiency and minimal environmental impact. For more than a decade, we've worked to make Google data centers some of the most efficient in the world, improving their environmental performance even as demand for our products has dramatically risen. We've done this by designing, building, and operating each one to maximize efficient use of energy, water, and materials.

These efforts have made our cloud the cleanest, most energy efficient in the industry. This means that customers who migrate to Google Cloud can take advantage of advanced computing technologies while reducing their operations' environmental impact via our carbon-neutral cloud, helping them to achieve their own sustainability goals.

Energy efficiency

A study published in 2020 showed that while the amount of computing done in global data centers increased by about 550% between 2010 and 2018, the amount of energy consumed by data centers grew by only 6% during the same period.8 So while data centers now power more applications for more people than ever before, they still account for about 1% of global electricity consumption—the same proportion as in 2010.9

Our long-standing data center efficiency efforts are more important than ever because our data centers represent the vast majority of our electricity use. To reduce energy use, we strive to build the world's most energy-efficient computing network by squeezing more out of every watt of power we consume. First, we outfit each data center with high-performance servers that we've custom-designed to use as little energy as possible. We improve facility energy use by installing smart temperature and lighting controls and redesigning how power is distributed to reduce energy loss.



We employ advanced cooling techniques, relying primarily on energy-efficient evaporative cooling, and use non-potable water at some sites. At some sites, we also reuse waste heat generated by our servers to heat our data center office spaces and other on-site facilities. Finally, we're applying machine learning to drive energy efficiency even further and automatically optimize cooling.

Our efforts have paid off: On average, a Google data center is twice as energy efficient as a typical enterprise data center.¹⁰ Compared with five years ago, we now deliver around seven times as much computing power with the same amount of electrical power. Much of this improvement has come from new innovations with accelerators, such as our Tensor Processing Units (TPUs)—highly efficient computer chips we designed specifically for machine learning applications.

In 2019, the average annual power usage effectiveness (PUE)¹¹ for our global fleet of data centers reached a new record low of 1.10, compared with the industry average of 1.67¹²—meaning that Google data centers use about six times less overhead energy (10%) for every unit of IT equipment energy (see Figure 4). We aim to maintain or improve our average annual fleet-wide PUE across Google data centers year over year. Our average annual fleet-wide PUE has stayed at or below 1.12 since 2012 (see Figure 5).¹³

In 2013, we became the first company in North America—and the only major internet company—to achieve a multi-site energy management system certification to ISO 50001, a voluntary third-party standard. Our energy

Figure 4

OVERHEAD ENERGY USE IN GOOGLE DATA CENTERS

Overhead energy as % of IT energy

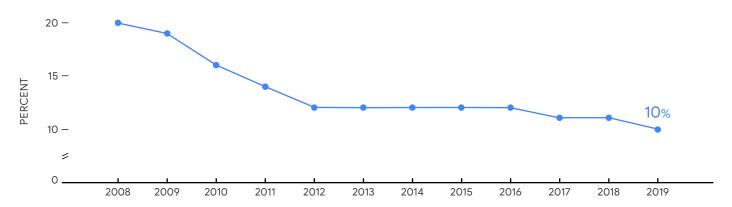
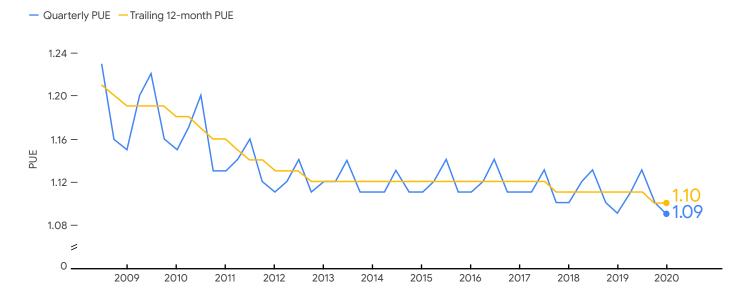


Figure 5
FLEET-WIDE PUE ACROSS GOOGLE DATA CENTERS



management system covers select Google-owned data centers once they meet certain operational milestones. As of 2020, we have maintained our ISO 50001 certification for our operational European data centers.

Google has saved more than \$1 billion through our energy-efficiency initiatives and hundreds of millions more through resource efficiency. By sharing our findings and best practices and supporting research and collaborations, we hope to help other companies realize their own savings and promote ever-greater data center sustainability worldwide. We'll also continue to develop and commercialize new software, such as machine learning tools and carbon-intelligent computing, that can help better match real-time carbon-free energy supply with energy demand.

90% of waste from our global data center operations away from landfills.

Embedding circularity

We're also working to design out waste by embedding <u>circular economy</u> <u>principles</u> into our server management and reusing materials multiple times. In 2019, 19% of components used for machine upgrades were refurbished inventory. When we can't find a new use for our equipment, we completely erase any components that stored data and then recycle or resell them. In 2019, we resold nearly 9.9 million units into the secondary market for reuse by other organizations.

We're committed to achieving Zero Waste to Landfill for our global data center operations by reducing the amount of waste we generate and finding better disposal options. In 2019, we diverted 90% of waste from our global data center operations away from landfills. Our approach is based on the UL Environmental Claim Validation Procedure for Zero Waste to Landfill, which stipulates that when waste leaves our operating data centers, none of it goes to a landfill—100% is diverted to more sustainable pathways, with no more than 10% going to a waste-to-energy facility unless waste to energy can be proved more valuable than alternative diversion paths. Some waste cannot be diverted away from landfills for regulatory reasons.

As part of our water stewardship efforts, we're working to utilize water more efficiently and exploring ways to incorporate circularity. We have a site-specific approach where we work within the constraints of the local hydrological environment to find the best solutions. Examples of sustainable water management practices in our data centers include the use of innovative cooling options where possible, such as seawater in Finland, industrial canal water in Belgium, and recycled wastewater in the United States at our site in Douglas County, Georgia. In Ireland, we optimize water use by employing cooling using outside air. We also recirculate water within our system multiple times to get more out of every drop we use.

Economic impact

Google's investment in digital infrastructure, such as data centers, supports sustainable growth and creates economic opportunity. In 2016, Google's U.S. data centers generated \$1.3 billion in economic activity, \$750 million in labor income, and 11,000 jobs. ¹⁴ In 2019, we announced a \$600 million investment in our data center in Pryor, a town in Mayes County, Oklahoma.

From 2007 to 2018, Google's <u>data center investments in Europe</u> supported economic activity, with €730 million per year in gross domestic product (GDP) and 9,600 full-time equivalent (FTE) jobs per year, on average.¹⁵ In Finland, our

data center has brought €1.2 billion in investment and supported 1,700 jobs every year since 2009.¹6 During construction of our Denmark data center, we spent over €600 million and supported 2,600 jobs,¹7 and in the Netherlands, we've directly invested €2.5 billion since 2014.¹8 We've long worked with local nongovernmental organizations (NGOs) in our data center communities and have donated millions to important initiatives in Europe, including skills training in cooperation with local colleges and universities.

In the next five years, we expect to anchor €2 billion in new carbon-free energy generation projects and green infrastructure in Europe, helping to develop new technologies to make round-the-clock carbon-free energy cheaper and more widely available. We're proud to invest in Europe's digital infrastructure, contribute to the local communities we operate in, and support Europe's green transition.

Carbon-neutral cloud

Google operates the cleanest, most energy-efficient hyperscale cloud services in the industry. This is a result of our ongoing energy-efficiency efforts, matching 100% of our electricity with purchases of renewable energy since 2017, and our carbon neutrality commitment. Google Cloud is the only major cloud provider to purchase enough renewable energy to cover our entire operations. And in 2020, we set our most ambitious energy goal yet: to run our business on carbon-free energy everywhere, at all times, by 2030. We're the first cloud provider to make this commitment, and we intend to be the first to achieve it.



All products in our Cloud are carbon neutral.

As the pace of digital transformation has accelerated, organizations have migrated infrastructure and applications to the cloud to achieve cost efficiencies, improve performance, and reduce environmental impact.

Google Cloud and Google Workspace products like Gmail, Docs, and Drive are enabling millions of businesses to shift their computing needs from self-managed data centers or colocation facilities to Google Cloud's highly efficient computing infrastructure, which includes 100% renewable energy matching.

Businesses that switch to cloud-based products like Google Workspace (formerly G Suite) have reported reductions in IT energy use and carbon emissions up to 87%,¹⁹ and a business using Gmail can reduce the greenhouse gas (GHG) emissions impact of its email service by up to 98%, compared with running email via on-premises servers.²⁰ Individual users also benefit, since providing an active user with one month of Google services creates fewer GHG emissions than driving a car one mile—and these emissions are neutralized as part of our operational carbon neutrality commitment. Whether someone is using Google at home or as part of an organization running Google Cloud or Google Workspace, all products in our Cloud are carbon neutral. This means that our Google Cloud customers benefit from a net-zero operational carbon footprint associated with running their workloads on our infrastructure, and everyone using our products can rest assured that our data centers have caused net-zero carbon emissions for our planet.

Supporting partners

Switching to Google Cloud can help customers <u>accelerate progress</u> toward their own sustainability targets. We're developing tools to help our customers measure the impact of migrating to Google Cloud, report on their emissions, and reduce them. For example, National Geographic Partners migrated its entire image library application from its data center to Google Cloud to improve the security and management of the collection. Moving to Google Cloud <u>reduced energy and emissions</u> of the image collection by approximately 62%.

Google Cloud is working with customers to help everyone get closer to achieving the United Nations Sustainable Development Goals. We've partnered with customers to use Google technology to minimize wasteful packaging, detect damage in annual wind turbine inspections, and analyze camera trap images to make faster decisions on wildlife conservation efforts.

As organizations work to improve the environmental impact of their operations, Google Cloud technologies can help them innovate. For instance, customers have used <u>BigQuery</u> to <u>reduce food waste</u> by analyzing product demand and optimizing supply. Others have leveraged BigQuery, BigQuery GIS,

and Google Cloud to enable <u>hyperlocal air-quality sensing</u> on municipal vehicles and have used Google Cloud to <u>design routing software</u>, reducing fuel consumption.

We also work with partners to use our technology to improve lives and do more for the planet. In 2019, Google Cloud partnered with SAP to host Circular Economy 2030—a sustainability contest for social entrepreneurs—and announced the five finalists during the Google Cloud Next '19 conference. Google Cloud technology has also been used to measure environmental impact and help create an environmental data platform to enable more responsible sourcing decisions in the fashion industry.

In 2020, we collaborated on the first commercial application of Google Cloud and Google Earth Engine for sustainable commodity sourcing. Through the Google Cloud Public Datasets Program and the U.S. National Oceanic and Atmospheric Administration (NOAA) Big Data Program, Google Cloud will host 5 petabytes of NOAA's environmental data across our products—including BigQuery, Cloud Storage, Google Earth Engine, and Kaggle—to help researchers, innovators, and organizations analyze data to tackle a range of environmental challenges.

We're exploring ways to scale up Al and machine learning efficiency solutions for buildings, data centers, and facilities. Google Cloud and DeepMind have developed an Industrial Adaptive Controls platform to deliver machine learning—enabled energy savings on a global scale by autonomously controlling heating, ventilation, and air conditioning systems in commercial buildings, data centers, and industrial facilities. We're making these solutions available to the largest industrial enterprises and building-management software providers.

These are just a few examples of the many organizations leveraging Google Cloud technology to do more for the planet. Millions of partners use this technology and other Google services. We're humbled by this unique opportunity to enable universal action and offer organizations the information and solutions they need to create a sustainable future.

LEARN MORE

- 2016 case study: Circular Economy at Work in Google Data Centers
- 2018 spotlight: Once Is Never Enough
- 2018 spotlight: Positive Energy: Belgian Site Becomes First Google
 Data Center to Add On-site Solar
- 2018 spotlight: Putting Down Local Roots Where Google's European
 Data Centers Are Growing
- Website: Google Cloud: Sustainability
- Website: Google Cloud Next: Sustainability Showcase
- Website: Google Data Centers: Efficiency

Spotlight

Developing a carbon-intelligent computing platform

Our data centers deliver our products to billions of people around the world every day. To achieve our <u>24/7 carbon-free energy goal</u>, our data centers need to work more closely with carbon-free energy sources like solar and wind. However, wind and solar power don't work in all places at all times, and the intermittency creates complex challenges for optimization.

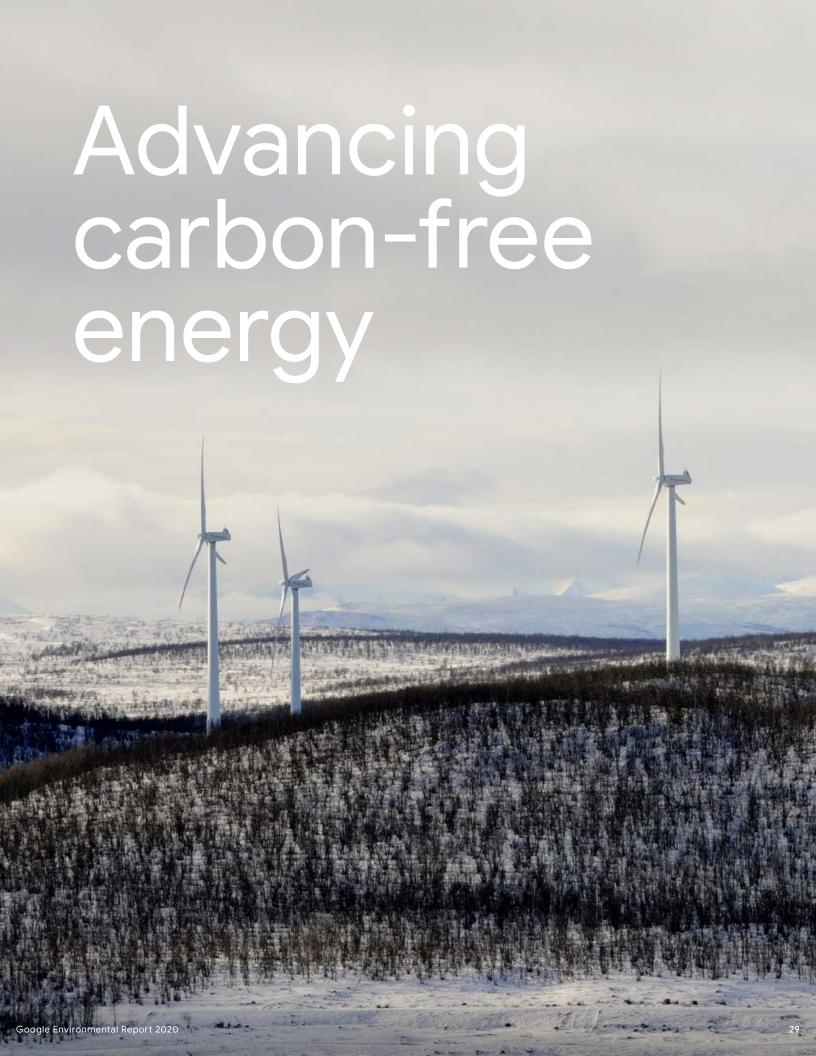
To tackle this problem, a small team of engineers at Google developed a <u>carbon-intelligent computing platform</u>, which we announced in April 2020. This first-of-its-kind system was deployed at our hyperscale data centers to shift the timing of many non-urgent compute tasks—creating new filter features on Google Photos, processing YouTube videos, or adding new words to Google Translate—to times when low-carbon power sources, like wind and solar, are most plentiful.

Early results demonstrate that carbon-aware load shifting works, and our pilot suggests that by shifting compute jobs, we can increase the amount of lower-carbon energy we consume and reduce the electrical grid's carbon footprint.

Looking to the future of the platform, the team is already thinking about how to shift compute load in both time and location to maximize the reduction in grid-level carbon emissions and complete more work when and where doing so is more environmentally friendly.

We hope that our findings inspire other organizations so that together we can continue to accelerate innovation in energy technologies and enable the transition to carbon-free electricity worldwide.





BY THE NUMBERS

5.5 GW of renewable energy

From 2010 to 2019, we signed 52 agreements totaling nearly 5.5 GW of renewable energy, representing a commitment of approximately \$4 billion through 2034.

100% renewable energy

In 2019, we matched 100% of the electricity consumption of our operations with renewable energy purchases for the third consecutive year.

\$2.7 billion in investment commitments

From 2010 to 2019, we made commitments to invest nearly \$2.7 billion in renewable energy projects with an expected combined capacity of approximately 4.6 GW.

13 years of carbon neutrality

Google has been carbon neutral since 2007. Because of our renewable energy and carbon offset programs, our net operational carbon emissions during this period were zero.

Introduction

Running our business requires us to use a lot of electricity to power our data centers, offices, and other infrastructure. And combating climate change requires the world to transition to a clean energy economy. So we've made it a top priority to become more energy efficient and to annually match every unit of energy we consume at our facilities around the world with an equivalent unit of energy from renewable sources, such as wind and solar. Now we're going even further: By 2030, we're aiming to run our business on carbon-free energy everywhere, at all times.

We want to work toward a world where everyone has access to renewable energy, including our suppliers and their communities. Our renewable energy investments help increase access to clean energy while bringing benefits in the form of jobs and economic activity to communities where the projects are developed and built.

Our support for clean energy goes hand in hand with reducing our carbon footprint. By improving the efficiency of our operations and buying both renewable power and high-quality carbon offsets, we've been carbon neutral since 2007.

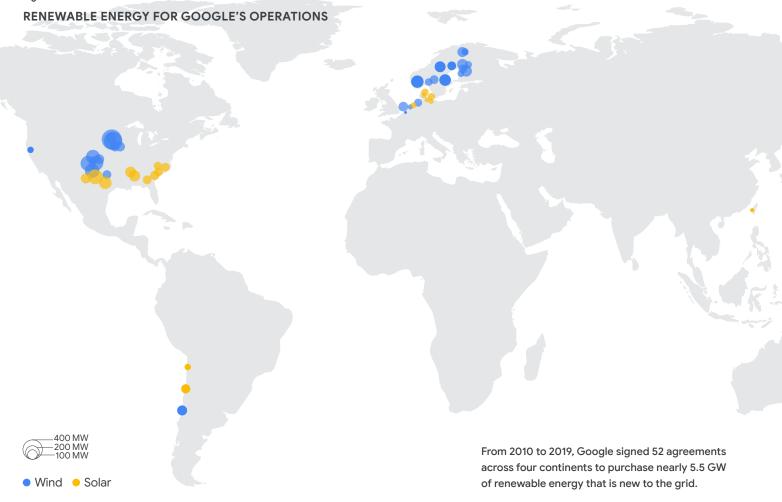
Our energy journey

Google is the world's largest annual corporate purchaser of renewable energy, based on renewable electricity purchased in MWh. From 2010 to 2019, we signed 52 agreements to purchase nearly 5.5 gigawatts (GW) of renewable energy capacity that's new to the grid (see Figure 6). This represents a commitment of approximately \$4 billion to purchase clean energy through 2034.

Matching 100% renewable energy

In 2012, we set a long-term goal to purchase enough renewable energy to match all the electricity we consume globally on an annual basis. In 2017, we achieved it, becoming the first company of our size to match our total annual electricity consumption with purchases of energy from sources like solar and wind. In 2018, we did it again. In 2019, for a third consecutive year, we matched 100% of the annual electricity used by our global operations—including offices, data centers, and networking infrastructure—with renewable energy (see Figure 7). This amounted to more than 12 million megawatt-hours (MWh) of energy in 2019 alone—more electricity than the state of Maine uses annually.²¹

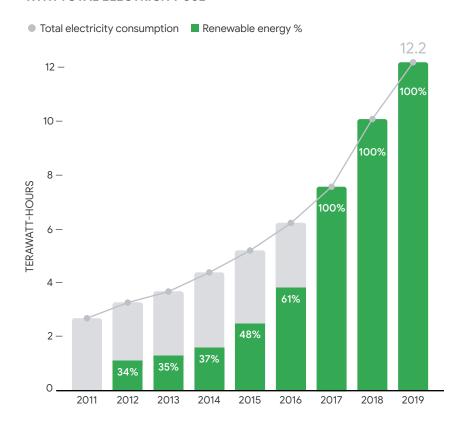
Figure 6



In 2019, we took another big step by making the <u>biggest corporate</u> <u>purchase</u> of renewable energy at the time.²² This purchase was made up of a 1.6 GW package of agreements and featured 18 new energy deals spanning the globe, including investments in Chile, the United States, and <u>Europe</u>. Together, these deals increased our worldwide portfolio of wind and solar agreements by more than 40%. As of the end of 2019, we'd purchased a cumulative total of more than 40 million MWh of renewable energy. As of September 2019, Google's more than 50 long-term contracts to purchase renewable energy had resulted in more than \$7 billion in new capital investment in renewable energy projects worldwide.²³

We achieved our 100% renewable energy match primarily by buying renewable electricity directly from new wind and solar farms via long-term power purchase agreements (PPAs) on the grids where we operate, as well as by buying renewable power through utilities via renewable energy purchasing models that we helped create. With our PPAs, we're purchasing physical renewable energy, which includes the electrons bundled with renewable energy certificates.

Figure 7
RENEWABLE ENERGY PURCHASING COMPARED WITH TOTAL ELECTRICITY USE



We're the first company of our size to achieve a 100% renewable energy match three years running.²⁴ While we're still drawing power from the grid, some of which is from carbon-emitting resources, we're purchasing enough renewable energy to match every megawatt-hour of electricity our data center and office operations consume annually on a global basis. We procure renewable energy through our PPA contracts, via on-site renewable energy generation, and from renewable energy in the electric grids where our facilities are located.²⁵ Our ultimate vision is to create a world where everyone, including our suppliers and their communities, has access to clean energy.

Increasing access to clean energy

Even though our data centers use a lot of energy, Google as a whole consumes a very small percentage of global electricity. Thus, in addition to focusing on our own energy efficiency and clean energy usage, we're also working to help others do the same. By pioneering new energy purchasing models that others can follow, we've helped drive wide-scale adoption of clean energy. For example, we joined forces with Walmart, Target, and Johnson & Johnson in Georgia to help build a state-approved program that allows companies to buy renewable energy directly through the state's

In 2019, we announced our

1st renewable energy deal in Asia, the first such corporate PPA in Taiwan.

largest utility. The program is the first of its kind in Georgia and has paved the way for the construction of two solar energy projects with a total capacity of 177 megawatts (MW), 78.8 MW of which will be procured for Google.

Also in the Southeast region of the United States, we worked with the Tennessee Valley Authority to sign a utility-based agreement in which Google will purchase the output of several new solar farms, totaling 413 MW of power from 1.6 million solar panels—equivalent to the combined size of 65,000 home rooftop solar systems. Thanks to the abundant solar power generated by these new farms, electricity consumed by our new data centers in Tennessee and Alabama was matched in 2019 with 100% renewable energy from the outset. And in 2019, we signed a contract for the world's largest solar-plus-storage project with Nevada utility NV Energy.

Our renewable energy initiatives in the United States earned Google a 2019 Green Power Leadership Award as Green Power Partner of the Year from the U.S. Environmental Protection Agency. Also in 2019, Alphabet ranked number one on the Carbon Clean 200, a list of publicly traded companies leading the transition to a clean energy future.

We're also helping to green the power grid by advocating for clean energy policies and supporting renewable energy procurement programs. For example, we worked with business and government stakeholders in Taiwan to share our experience with the benefits of corporate renewable energy purchasing and to support the creation of new purchasing channels for companies. We were pleased to see that Taiwan passed a law in January 2017 to allow end users to directly purchase renewable energy for their operations. In January 2019, we announced our inaugural renewable energy deal in Asia, the first such corporate PPA in Taiwan. We'll purchase the output of a 10 MW solar array, which is part of a larger solar farm, in Tainan City. It will deploy 40,000 solar panels across commercial fishing ponds, maximizing land-use efficiency and benefiting local aquaculture workers. This will boost the carbon-free profile of our local data center.

We continue to experiment with a broader array of new models to simplify and expand renewable energy purchasing. In 2019, we ran our first-ever reverse auctions for wind and solar projects in an attempt to streamline our renewable energy procurement process. As we move toward our own long-term aspiration of sourcing round-the-clock carbon-free energy, we anticipate using similar innovative approaches to source a variety of carbon-free energy products at scale.

For example, in January 2020, Google forged a partnership with Sembcorp Industries to purchase energy generated from rooftop solar installations of nearly 500 public housing blocks in Singapore. Under a private collaboration with Sembcorp's power retail arm, Sembcorp Power, and its solar-development arm, Sembcorp Solar, the excess solar power generated from these rooftop

Google's renewable energy purchasing in Europe has enabled more than

€2.3 billion in investment.

installations is exported into the national grid, which then goes into the electricity supply of our operations. This deal pioneers the seamless integration of solar power directly into an existing power supply, which we hope will contribute to making carbon-free energy more widely accessible in Singapore and beyond.

Creating a carbon-free energy system in which any organization has access to a simple and cost-effective marketplace is achievable only through large-scale, coordinated action—and we know we can't do it alone. In 2019, Google helped lead the establishment of REBA, the world's largest organization of corporate renewable energy buyers. As a founding member of REBA, we're leading an effort to bring together more than 200 renewable energy buyers, developers, and service providers to pave the way for any company to access and purchase renewable energy. Collectively, this group has committed to purchasing 60 GW of renewable energy by 2025; that's approximately three times the amount of solar and wind capacity installed in the United States in 2019. Google currently chairs the Board of REBA.

In Europe, we helped launch the RE-Source Platform, a broad coalition of companies and NGOs working to accelerate corporate purchasing of renewables. In 2019, the European Commission published a <u>case study</u> on Google's renewable energy purchasing in Europe—where, as of June 2019, we'd signed 24 PPAs totaling 1.7 GW of wind and solar power capacity, enabling more than €2.3 billion in investment.²⁶ This case study helps demonstrate corporate PPAs' important contribution to achieving climate and energy goals, and we'll continue working toward <u>accelerating Europe's</u> clean energy transition.

24/7 carbon-free energy

In 2018, we announced a new long-term ambition: sourcing carbon-free energy for our operations 24/7. This means that we'll evolve from matching our annual energy consumption with renewable energy to sourcing carbon-free energy around the clock. For example, we matched 100% of our annual global electricity consumption with renewable energy in 2019, but on an hourly basis, only 61% of our data center electricity use was matched with regional carbon-free sources.

As one step toward this goal, in 2018, DeepMind and Google started using machine learning to make wind power more predictable and valuable. We used machine learning to optimize 700 MW of wind power capacity in the Central United States that's part of our global fleet of renewable energy projects. By predicting wind power output 36 hours ahead of actual generation, our model recommends how to make optimal hourly delivery commitments to the power grid a full day in advance. This is important

because energy sources that can deliver a set amount of electricity at a set time are more valuable to the grid. Machine learning has boosted the value of our wind energy by roughly 20%, compared with a baseline scenario of no advance commitments to the grid.

In 2020, building on what we'd learned and due to the transformation underway in the global energy system, we set a deadline for our carbon-free energy goal: By 2030, Google intends to run on carbon-free energy 24/7—everywhere, at all times. We aim to bring clean energy to all our data centers and office campuses around the world in a way that eliminates our emissions and accelerates a global energy transition. This is our biggest sustainability moonshot yet, with enormous practical and technical complexity (see Figure 8). We're the first major company to commit to sourcing 24/7 carbon-free energy for our operations, and we aim to be the first to achieve it.

To get there, we need to integrate new technologies, such as battery storage, into our portfolio. In Belgium, we'll soon install the first-ever battery-based system for replacing generators at a hyperscale data center. In the event of a power disruption, the system will help keep our users' searches, emails, and videos on the move—without the pollution associated with burning diesel. Our project in Belgium is a first step that we hope will lay the groundwork for a big vision: a world in which backup systems at data centers go from climate change problems to critical components in carbonfree energy systems.

Figure 8
GOOGLE'S THREE DECADES OF CLIMATE ACTION

FIRST DECADE
Since 2007



Carbon neutrality

In 2007, we achieved carbon neutrality by purchasing enough renewable energy and high-quality carbon offsets to bring our net operational emissions to zero, which we've maintained each year since.

SECOND DECADE Since 2017



100% renewable energy

Starting in 2017, we've procured enough renewable energy to match every megawatt-hour of electricity our operations consume annually, though we're still drawing some carbonemitting power from the grid.

THIRD DECADE

By 2030



24/7 carbon-free energy

By 2030, we aim to source carbon-free energy from the same regional grids where we operate—24 hours a day, seven days a week, 365 days a year.

CHALLENGING ►

→ MOST CHALLENGING

From 2010 to 2020, Google made commitments beyond our own operational footprint to invest nearly

\$3.3 billion in renewable energy projects.

Investing in renewable energy

Along with being the world's largest annual corporate purchaser of renewable energy, Google is also one of the largest corporate investors in renewable energy. From 2010 to 2020, Google made commitments to invest nearly \$3.3 billion in renewable energy projects with an expected combined capacity of approximately 8.7 GW. These targeted investments are beyond our own operational footprint and are expected to result in more than \$15 billion of investment in renewable energy projects when including capital invested by partners (both equity and debt).

As of December 2019, we'd made commitments to invest nearly \$2.7 billion in renewable energy projects with an expected combined capacity of 4.6 GW. In 2020, we made the commitment to invest in and help deploy 5 GW of new clean energy by 2030 in our key supply chain regions (which includes our previous commitments of renewable energy in our key manufacturing regions), bringing our combined commitments to 8.7 GW. Once online, this 5 GW supply chain commitment will avoid global emissions equivalent to taking more than 1 million cars off the road each year and catalyze the additional investment of more than \$5 billion in new wind, solar, and other clean energy technologies. Our long-term vision is for all our suppliers, direct and indirect, and their communities to have access to reliable, cost-effective, carbon-free energy—but we can get there only through significant global investment in new wind, solar, and other clean energy capacity as well as more robust grid systems.

Investment is a scalable approach to drive system-level change and grid decarbonization and to enable greater access to carbon-free energy. This is especially impactful in markets where credible carbon-free energy procurement mechanisms and available capital are both limited.

Investing in renewable energy also makes good business sense, given that the cost of renewable power has dropped precipitously, while its scale has grown dramatically. From 2009 to 2019, levelized costs for utility-scale wind and solar energy decreased by 70% and 89%, respectively.²⁷ In 2015, wind and solar energy became the world's largest source of new installed power capacity,²⁸ and in 2019, 75% of net new power capacity globally came from renewable energy.²⁹ Renewables are expected to account for 95% of the net increase in global power capacity through 2025.³⁰

Increasing the share of renewables on the grid will produce many positive impacts. For example, doubling renewables by 2030 is expected to increase global GDP by as much as 1.1%, improve global welfare by 3.7%, and employ more than 24 million people in the renewable energy sector.³¹ Greening the energy supply by 2035 in the United States alone would avoid over \$1.2 trillion in health and environmental costs through 2050.³² At Google, we'll continue to work to accelerate the transition to clean energy and a more prosperous future.

Our carbon footprint

We began calculating our annual carbon footprint in 2006. Every year since 2009, we've publicly reported the results to CDP, a global organization that asks companies to disclose information on their GHG emissions performance and management. For seven consecutive years, we've earned a spot on CDP's Climate Change A List, which recognizes top reporting companies—in 2020, only 5% of companies scored by CDP made the A List.

In 2019, our total Scope 1 and 2 (location-based) GHG emissions 33 were nearly 5.2 million metric tons of carbon dioxide equivalent (tCO $_2$ e), 34 but because of our renewable energy purchases, our total Scope 1 and 2 (market-based) GHG emissions were reduced by 4.3 million tons to 860,000 tCO $_2$ e. This reduction due to procuring renewable energy lowered our total operational emissions from over 5.7 million tCO $_2$ e (location-based) to 1.4 million tCO $_2$ e (market-based) (see Figures 9 and 10). Growth in our business led to a 16% increase in operational emissions over the past year. 35 After accounting for our high-quality carbon offset purchases, our net operational carbon emissions were zero.

Figure 9 Figure 10 **GHG EMISSIONS WITHOUT RENEWABLE GHG EMISSIONS WITH RENEWABLE ENERGY PURCHASES ENERGY PURCHASES** 5.7 6 -4 -MILLION tCO₂e 2 -1.4 2011 2014 2015 2016 2012 2013 2014 2015 2016 Scope 1 Scope 2 (location-based) Scope 2 (market-based) Scope 3 (business travel and commuting) Total (location-based)
 Total (market-based)



Since 2011, our renewable energy purchasing has resulted in emissions savings of over 15 million tCO_2e —a cumulative 59% reduction in our Scope 1 and 2 emissions over this period (see Figure 11). This is equivalent to taking more than 3 million cars off the road for a year, or the carbon sequestered by more than 19.6 million acres of U.S. forests in a year. In 2019, our operational Scope 1 and Scope 2 emissions were 83% lower due to our renewable energy procurement.

Because of our emissions-reduction efforts, our carbon intensity has steadily decreased even as our company has grown and our energy use has correspondingly increased. Since 2011, our carbon intensity per unit of revenue decreased by 86% (see Figure 12), our carbon intensity per FTE employee decreased by 85% (see Figure 13), and our carbon intensity of total energy consumed dropped by 87%. This means we're delivering our products and services with reduced carbon impacts even before using carbon offsets to reach neutrality.

Carbon neutrality

In 2007, Google committed to being carbon neutral, and we've met this goal every year since then. We reach carbon neutrality via three steps. First, we work to reduce our total energy consumption by pursuing aggressive energy-efficiency initiatives. Second, we match 100% of the electricity consumption of our operations with purchases of renewable energy. Third, we buy high-quality carbon offsets for any remaining emissions we haven't yet eliminated.³⁸

Figure 11

IMPACT OF RENEWABLE ENERGY PURCHASES ON CUMULATIVE SCOPE 1 AND SCOPE 2 GHG EMISSIONS

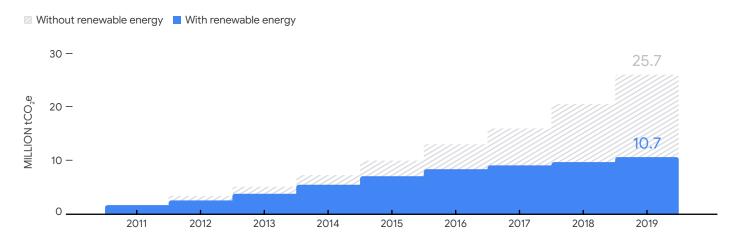


Figure 12

CARBON INTENSITY PER UNIT OF REVENUE

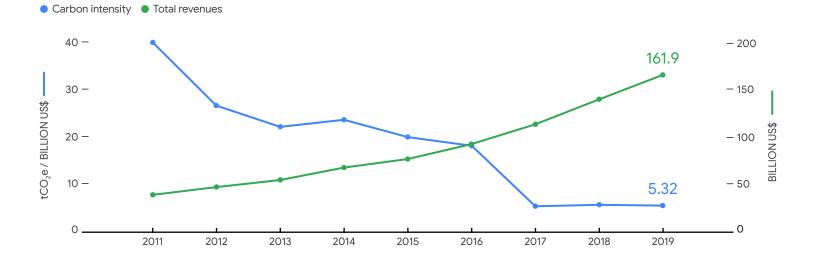
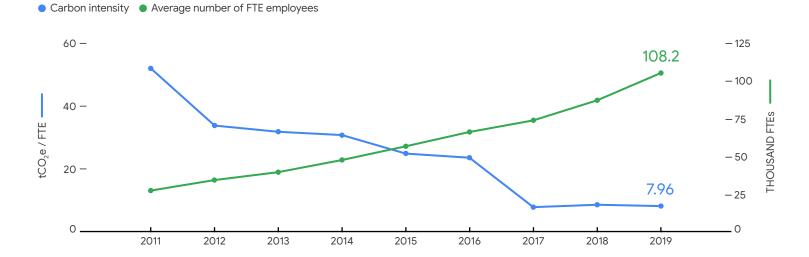


Figure 13

CARBON INTENSITY PER FTE EMPLOYEE



When we committed to carbon neutrality, we saw high-quality carbon offsets as an interim solution. As we work to reduce our emissions, our need for offsets will continue to decrease. We reduce our Scope 1 and 2 emissions by improving energy efficiency and procuring renewable energy. We reduce our operational Scope 3 emissions by minimizing the need for business travel through encouraging the use of videoconferencing tools, like <u>Google Hangouts</u> and <u>Google Meet</u>, and facilitating sustainable employee commuting options such as public transit, shuttles, carpools, or electric vehicles.

When we do purchase carbon offsets, we follow stringent principles. We procure high-quality, third-party-verified offsets, including landfill and industrial gas projects. All our offsets are additional, meaning that the projects reduce GHG emissions that wouldn't be reduced through other incentives. We also ensure that the projects from which we procure offsets are permanent sources of carbon reduction, rather than temporary solutions. Finally, whenever possible, we procure for the long term, which offers project owners and developers the financial stability they need to continue operating.

Google has been carbon neutral for 13 years. In that time, we've partnered with more than 40 carbon offset projects to offset more than 20 million tCO_2e emissions, in addition to the emissions reduced by our renewable energy PPAs. One of our long-standing project partners is Oneida-Herkimer Solid Waste Authority, a landfill gas project in upstate New York. By enabling us to reduce our carbon footprint while reducing local air pollution, improving waste management, and increasing local revenue streams, each of these collaborations is a win for both Google and our communities.



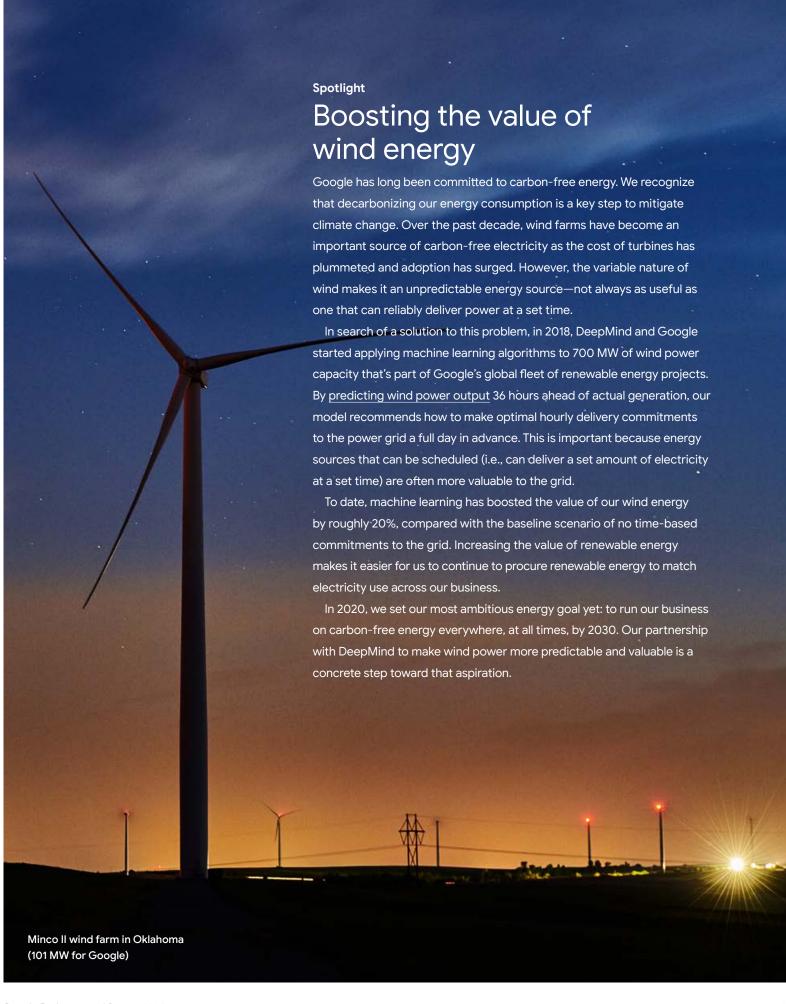
Google began operating in 1998, nine years before we first became carbon neutral. That history deserves to be included in our carbon neutrality commitment. Therefore, as of September 14, 2020, we'd neutralized our entire legacy carbon footprint since our founding by procuring high-quality carbon offsets and applying the same methodology used over the last 13 years. This makes Google the first major company to achieve carbon neutrality for its entire operating history.

We're also looking for new ways to sequester carbon from the atmosphere; protecting existing natural ecosystems, such as forests, is one of the most cost-effective and reliable ways to do so. However, we also need to restore degraded ecosystems and forests. That's why, in 2020, we launched a carbon sequestration program, starting with science-based reforestation. Our reforestation pilot kicked off with plantings on degraded lands in Australia, Spain, and the United States (California and Texas).

We continue to improve our products to enable others to reduce their own carbon impact, and we're also committed to meaningfully supporting communities and partners in new ways. We believe that Google can play a key role in building a carbon-free future by enabling partners to improve everyone's lives through our technology.

LEARN MORE

- 2011 white paper: Google's Carbon Offsets: Collaboration and Due Diligence
- 2013 white paper: Google's Green PPAs: What, How, and Why
- 2016 white paper: Achieving Our 100% Renewable Energy Purchasing Goal and Going Beyond
- 2017 white paper: 10 Years of Carbon Neutrality
- 2018 white paper: Moving Toward 24x7 Carbon-Free Energy at Google Data Centers: Progress and Insights
- 2019 case study: Accelerating Renewable Energy Purchasing through Auctions
- 2020 white paper: Realizing a Carbon-Free Future: Google's Third Decade of Climate Action
- 2020 white paper: 24/7 by 2030: Realizing a Carbon-Free Future





BY THE NUMBERS

15 million ft²

Since 2009, over 1.4 million square meters (15 million square feet) of Google office facilities have achieved LEED certification.

71% landfill diversion

In 2019, we reached a 71% landfill diversion rate for waste from our offices globally.

9.2 million lbs of food waste prevented

Since 2014, we've prevented nearly 4.2 million kilograms (9.2 million pounds) of waste in our cafés globally by tracking pre-consumer food waste.

43,000 tCO,e emissions saved

In 2019, by using Google shuttles in the Bay Area, we saved more than 43,000 tCO₂e emissions—equivalent to taking 9,342 cars off the road every workday.

Introduction

At Google, we strive to enable healthy spaces and places that enhance the well-being of Googlers, our communities, and the natural environment. We focus on the many types of communities around the world—from neighborhoods to ecosystems and watersheds—that we call home. Our sustainability priorities for workspaces are guided by Google's company-wide sustainability values and are applied everywhere we operate—from our Bay Area headquarters to our offices in more than 170 cities spanning over 50 countries.

These priorities include accelerating our carbon-free transition by taking bold action to address the carbon impact associated with our operations, through pioneering innovations like building and vehicle electrification, natural refrigerants, and 24/7 carbon-free electricity; advancing circularity by transitioning from our current linear systems toward circular systems in which natural resources and technical materials are reused; and cultivating healthy indoor and outdoor environments.

Healthy ecosystems

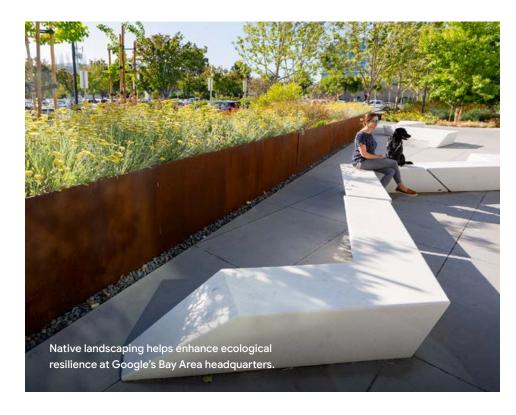
We take a science- and community-driven approach to managing land use on our campuses, aiming to positively impact the places where we operate by designing and building our offices with <u>local ecology</u> and <u>landscape resilience</u> in mind. We're focused on creating healthy ecosystems that are great for people, provide animal habitat, support biodiversity, and can adapt to a changing climate.

Google has a thriving egret rookery in the middle of our Mountain View, California, campus. Since 2013, the Santa Clara Valley Audubon Society (SCVAS) and Google have worked together to provide conservation guidance and educational programming for the nesting area. Conservation efforts include limiting vehicular traffic during the breeding season, establishing a protocol for collecting and caring for injured and orphaned egrets, and installing signage. Additionally, the SCVAS organizes "Egret Office Hours," attracting hundreds of Googlers, community members, North Bayshore company employees, nature enthusiasts, school groups, and others to learn about the rookery.

We've developed science-based Habitat Design Guidelines, which we apply to our Bay Area campus design process. By the end of 2019, we'd implemented these guidelines across our headquarters, resulting in the planting of over 2,000 new native trees and the creation of over a dozen acres of new site-appropriate habitat. Areas once defined by expanses of monotonous lawn and hedges now host vibrant colonies of native California wildflowers, shrubs, and trees teeming with bees and butterflies. We've also partnered with local environmental organizations to make our Habitat Design Guidelines available as a public resource.

As part of these habitat expansion efforts, we've been a leader in "re-oaking" Silicon Valley, bringing back lost native oak ecosystems. We've incorporated science-based re-oaking guidelines into our design guidelines for our Bay View and Charleston East campuses to promote wildlife biodiversity, habitat connectivity, and ecosystem function and catalyzed community efforts with partner organizations across Silicon Valley to do the same.

To measure our impact, we've partnered with local environmental scientists to study and monitor these new habitats. Results from our campus biodiversity-monitoring program suggest that sites with native landscaping can support up to two times more bird species than sites with conventional landscaping. This monitoring program is a unique effort to measure the impact of native landscaping on corporate campuses and will help inform future design decisions at Google and other organizations.



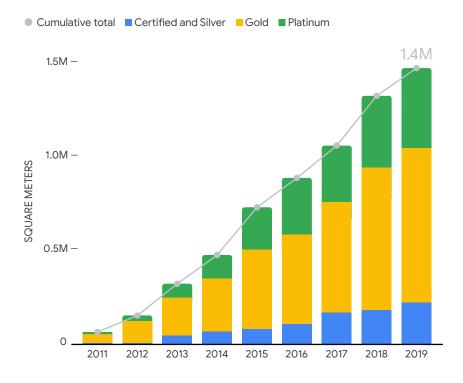
Green buildings

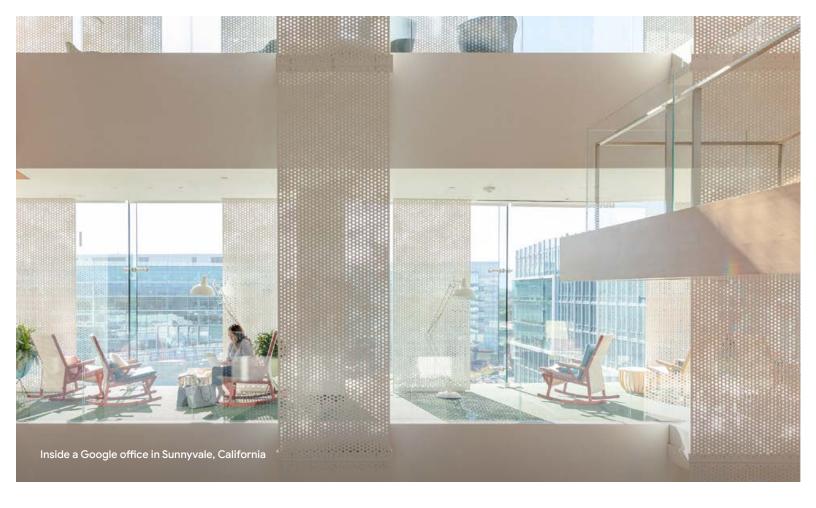
This all starts with a strong foundation of sustainability standards applied to the design, construction, and operation of our workplaces. These standards help us achieve sustainability at scale, while defining measurable metrics to track progress and success. We also leverage industry-leading green building certifications such as LEED and the Living Building Challenge (LBC), a standard administered by the International Living Future Institute (ILFI). By the end of 2019, over 1.4 million square meters (15 million square feet) of Google office facilities had achieved LEED certification, with 29% of our LEED-certified square footage achieving a Platinum rating and 56% a Gold rating (see Figure 14). In addition to receiving a LEED Platinum rating, our London office at 6 Pancras Square was the first building project in Europe to be fully certified by ILFI as well as the first in the world to receive ILFI Zero Carbon Certification, demonstrating that the building was designed, constructed, and operates with a net-zero carbon impact.

At both of our Bay View and Charleston East campuses under construction in Mountain View, California, we're pursuing different LBC certifications tailored to each campus's specific sustainability goals. At Bay View, we're building a closed-loop water system to protect our local watershed. At Charleston East, we're vetting every material to avoid toxic ingredients and diverting nearly all of our construction waste from the landfill. When finished,

Figure 14

CUMULATIVE LEED-CERTIFIED OFFICE SPACE





Bay View will be the largest facility ever to receive the ILFI LBC Water Petal certification, and Charleston East will be the largest facility ever to receive the ILFI LBC Materials Petal certification. Our Bay View campus will also have the largest ground-source heat pump system installation in North America, using geothermal heat to power the building's climate control.³⁹

As part of our 24/7 carbon-free energy strategy, we continually pursue energy-efficiency initiatives to reduce our energy consumption. In 2011, our Google-occupied building spaces in New York City committed to the NYC Carbon Challenge—a voluntary, public-private partnership with the mayor's office in which organizations strive for a 30% reduction in Scope 1 and Scope 2 GHG emissions per FTE employee by 2030. After meeting the 30% reduction goal, we committed to a 50% reduction by 2025. In 2018, we exceeded this goal—seven years early. By the end of 2019, we had reduced GHG emissions by 56% per FTE employee at our New York City office primarily due to various energy-efficiency and emissions-reduction projects. Looking forward, we're launching our NYC 2030 Carbon Strategy, which is intended to guide our next generation of action, including alignment with Local Law 97, an ambitious, industry-leading building emissions regulation. Our strategy will include a portfolio-wide audit, regulatory assessment, and strategic planning for retrofit and design opportunities, aiming to support the achievement of our 24/7 carbon-free energy goal by 2030.

In 2019, we reduced our Bay Area potable water intensity by

6.5%.

We also have a strong focus on the impacts associated with the selection, production, transportation, use, serviceability, and recycling of the building materials used for our spaces. We work to ensure that these products are safe for humans and the environment throughout their life cycles. We've been practicing deconstruction and salvage for our tenant interior construction since 2012, and we have a program in place to refurbish and reuse as much furniture as possible. In 2019, Google co-authored a white paper with the Ellen MacArthur Foundation, illustrating the opportunity to deconstruct commercial buildings to reuse materials for an increasingly sustainable and circular built environment. The most sustainable building is the one that already exists, so we look for opportunities to utilize existing spaces such as our Spruce Goose office in the Los Angeles area, which uses a converted airplane hangar, and our Fulton Market office in Chicago, which was a cold-storage warehouse. We're now working on scaling our deconstruction and salvage efforts for the benefit of not only Google but also the broader building industry.

In 2019, we refocused our <u>Healthy Materials Program</u> to build on our successes and the <u>lessons we've learned</u>, integrating targeted purchasing guidance more fully across the design, construction, and operation of Google spaces. While an industry-wide transition to safe chemistry and healthy materials has begun, making this the new norm will require collective action across sectors, increased access to high-quality data that assesses chemical hazards, demand signals (from buyers like Google) to material and product manufacturers, and advancements in recycling technology and infrastructure.

Office operations

When it comes to our office operations, we support our sustainability priorities with initiatives focused on topics such as water, waste, food, and transportation, and we advance these priorities at global events and through employee engagement.

We reduce our water footprint by installing water-saving technologies and using reclaimed water wherever possible. In 2018, we set a target to reduce potable water intensity at our Bay Area offices by 5% by 2019, compared with a 2017 baseline. In 2019, we achieved this target by reducing our Bay Area potable water intensity by 6.5%—equivalent to avoiding the use of more than 85 million liters (22 million gallons) of potable water. Our current approach to global goal-setting focuses on the highest-impact opportunities. We're now targeting our work at Google offices in highly water-stressed locations.

We've prevented

9.2 million lbs

In 2020, we were the first major tech company to achieve Alliance for Water Stewardship certification for our office operations, certifying our campuses in Mountain View and Los Angeles, California, and Dublin, Ireland.⁴⁰

We implement strategies to minimize contamination in our office waste streams and identify diversion pathways that keep the waste we do generate out of landfills. In 2019, we reached 71% landfill diversion for our offices globally.

Our cafés and Food Spots offer nutritious, responsibly sourced meals, snacks, and beverages. ⁴¹ We make thoughtful choices in the products we buy and the suppliers we buy them from. We prioritize sustainability by preventing food waste, encouraging the use of reusable drinking containers, avoiding air-shipped food whenever possible, and promoting low-carbon, plant-forward offerings—all of which help reduce our environmental impact and support human health and well-being.

We constantly devise inventive solutions to repurpose food and to compost and donate leftovers wherever we're legally able to do so. However, we've learned that the best way to reduce food waste is to prevent it in the first place by tracking data and making adjustments. In 2019, in our cafés around the world, this sort of data-driven optimization helped Google prevent more than 1.1 million kilograms (kg) (2.5 million pounds) of pre-consumer food waste (which includes items that are expired, over-produced, or spoiled), totaling nearly 4.2 million kg (9.2 million pounds) of food waste prevented since 2014.

We also set 2018 and 2019 targets to reduce single-use beverages per seated headcount at our top 25 offices by 20% and 35%, respectively, relative to a 2017 baseline. By the end of 2019, 23 of our top 25 office sites had attained the 20% target, and 16 of them had achieved more than a 35% reduction.

Our transportation team plans, implements, and operates mobility solutions to support Google's global growth. We set ambitious goals for helping Googlers transition to shuttles, carpooling, public transit, biking, and walking. There is also a growing number of electric vehicles in our Google-owned and -operated commuter program fleet, with the majority of the nonelectric vehicles using renewable diesel. In 2019, our Bay Area headquarters remained on track to meet our long-term goal of reducing single-occupancy vehicle commuting to 45%. We also have a target to provide electric vehicle charging stations for 10% of the total parking spaces at our Bay Area headquarters. To date, we've achieved this design standard for the majority of new development projects and continue to work toward

achieving it for all parking spaces. We've installed more than 3,400 electric vehicle charging ports at our offices in the United States and Canada. In 2019, our Google shuttle buses in the Bay Area produced savings of more than 43,000 tCO₂e emissions—the equivalent of avoiding more than 173 million vehicle km (107 million vehicle miles) per year or taking 9,342 cars off the road every workday.⁴²

Events

Our events are public-facing spaces with many opportunities to embed sustainability principles beyond their programming, primarily through reducing waste and emissions. We're experimenting with recycled and recyclable materials, custom-built shipping crates, and modular conference booth designs to do more with less at Google-hosted events like the Geo for Good Summit and at global conferences like the CES and the GREENTECH FESTIVAL. For example, design efficiencies for our 2020 CES Google Assistant conference space allowed us to achieve more than a 50% reduction in waste compared with our 2019 build. We're working on reducing emissions via air travel by hosting hybrid satellite events—a mix of watch parties and local networking and learning experiences.

Because sustainability is part of our culture, we give our employees opportunities to engage on environmental issues and put their passions into practice at work. Our Bay Area headquarters and many of our global

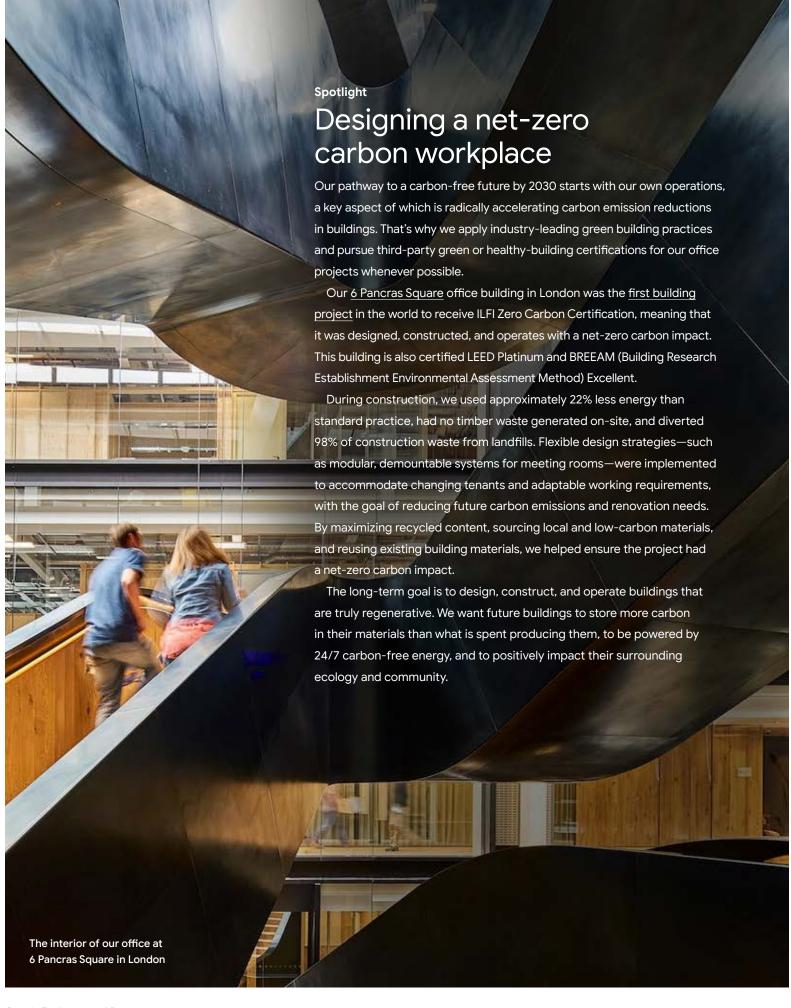


offices celebrate Earth Day and World Environment Day by hosting annual events where we share how Googlers can be sustainable on campus, at home, and in their communities. We also host an annual employee recognition program to recognize Googlers around the world who are driving sustainability across the company. Throughout the year we also invite thought leaders and experts to speak on the latest trends, achievements, and challenges related to sustainability, some of which are posted on the Talks at Google YouTube channel. With most of the world sheltering in place, working remotely, or both at some point in 2020, Google has helped everyone, especially our employees, learn sustainable living tips for life at home.

Our employees constantly reinvigorate our determination to build a better future. As we continue to explore sustainability strategies, we're committed to sharing what we learn with other companies to help foster the growth of more productive, environmentally friendly businesses.

LEARN MORE

- 2018 case study: The Role of Safe Chemistry and Healthy Materials in Unlocking the Circular Economy
- 2018 case study: Seeding Resilience with Ecology: Implementing
 Science-Based Urban Ecological Design in Google's South Bay Campuses
- 2019 spotlight: The Journey Toward Healthier Materials
- 2020 white paper: Accelerating the Circular Economy through Commercial Deconstruction and Reuse





BY THE NUMBERS

100% of shipments are carbon neutral

As of October 2019, shipments of Made by Google products to and from direct customers are carbon neutral.

100% of Nest products contain recycled plastics

In 2019, 100% of the Nest products we launched, including Nest Mini and Nest Wifi, were built with recycled plastics.

47 billion kWh of energy savings

By the end of 2019, Nest thermostats had helped customers cumulatively save more than 47 billion kWh of energy—enough to power all of San Francisco's electricity consumption for over eight years.

\$150 million investment into renewable energy projects

We've committed to invest approximately \$150 million into renewable energy projects in key manufacturing regions. Our investment commitment, alongside those of our partners, aims to catalyze roughly \$1.5 billion of capital into renewable energy.

Introduction

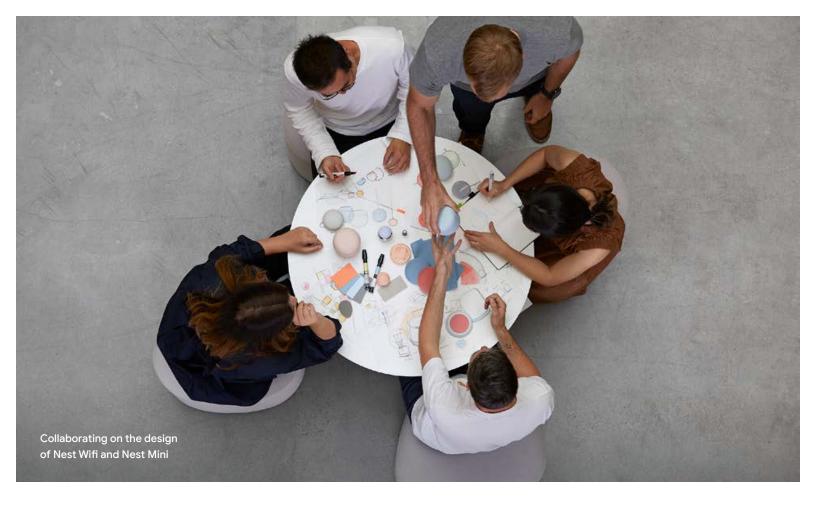
Google's consumer hardware product area was formed just over four years ago. Our ambition is to create products that leave people, the planet, and our communities better than we found them.

In 2019, we shared our initial <u>sustainability commitments</u> for Google hardware and services, demonstrating how we're thinking about sustainability every step of the way—from design and manufacturing to shipping and reuse. One of our commitments was that by 2020, 100% of all shipments going to and from customers would be carbon neutral. We hit this target early: As of October 2019, 100% of all shipments of <u>Made by Google products</u> going to and from direct customers are carbon neutral.⁴³

Another goal is that by 2022, 100% of Made by Google products will include recycled materials, with a drive to maximize recycled content whenever possible. Based on our progress to date, we're updating our original goal and raising the bar by committing to using recycled or renewable material⁴⁴ in at least 50% of all plastic used across all our hardware products by 2025, prioritizing recycled plastic everywhere we can.⁴⁵

The next steps on our journey to sustainable hardware include committing to achieving UL 2799 Zero Waste to Landfill certification at all final assembly manufacturing sites by 2022 and making our product packaging 100% plastic-free and 100% recyclable by 2025.

We're at the start of a journey of reimagining how even better hardware and hardware experiences are created. Looking ahead, we know there's more work to be done. We'll continue working to design energy-efficient products and to extend the useful life of our products by making them more serviceable. And we'll continue ensuring that our products are accessible for as many people as possible. We've invested in integrating sustainability into our products, operations, and communities. Our new commitments are the next step, and we plan on pushing ourselves and the industry forward even more in the coming months and years.



Consumer hardware devices

Over the past few years, we've been steadily growing our family of Google hardware products. We see tremendous potential for devices to be helpful, make life easier, and improve over time by combining the best of Google's Al, software, and hardware. This is reflected in our latest generation of consumer hardware products. In 2019, we launched Pixel 4, Pixel Buds, Nest Mini, Nest Wifi, Pixelbook Go, and the Stadia Controller. In 2020, we launched Pixel 5, Pixel 4a (5G), Pixel 4a, Nest Audio, Chromecast with Google TV, and a new Nest Thermostat, among other products.

In 2018, we began publishing product environmental reports for our flagship products to help people understand the sustainability attributes of our products. Each report provides an overview of that device's environmental impact in areas such as material composition, life cycle GHG emissions, and energy efficiency. We hold ourselves to the highest environmental standards and strive to ensure that Google products are designed, manufactured, and disposed of sustainably. This applies to how we think about materials, manufacturing processes, energy efficiency, and packaging.

As of October 2019, shipments of Made by Google products to and from direct customers are **carbon neutral**. We consider sustainability throughout a device's entire life cycle, including its design, production, transportation, use, and end of life. Our product life cycle assessments give us insight into our largest opportunities for reducing the environmental impact of a given product. For example, GHG emissions from shipping are an important contributor to our products' environmental impact. To achieve carbon neutrality for shipping, we have a two-step approach: The first step is carbon reduction. Our goal is to work with shipping partners to reduce shipping emissions. We achieved a 33% reduction in total transportation emissions per unit for Google hardware products from 2017 to 2019. For the emissions that remain, our second step is to purchase high-quality carbon offsets. As of October 2019, shipments of Made by Google products to and from direct customers are carbon neutral.⁴⁶

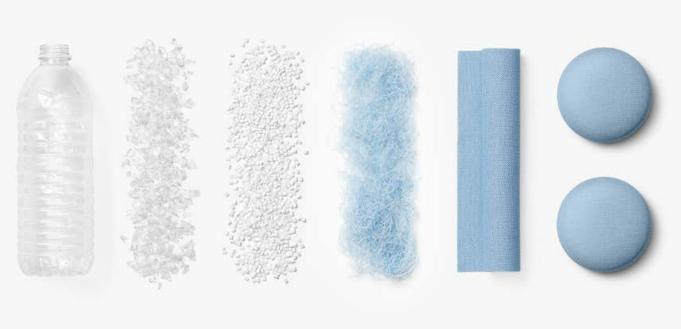
We support greener electronics standards and certifications, including UL 110, IEEE 1680.1, and the Electronic Product Environmental Assessment Tool (EPEAT).⁴⁷ In the mobile phone category, we've achieved EPEAT Gold registration for all current models of the <u>Pixel phone</u>, starting with the Pixel 3 in 2018 and most recently with the Pixel 5 in 2020.⁴⁸ In the computer and display category, Pixelbook Go and Pixel Slate achieved EPEAT Silver registration when launched.⁴⁹

We also strive to make our products as energy efficient as possible. For example, Google Pixelbook incorporates power-management software to reduce energy consumption during use. This allowed it to attain ENERGY STAR® certification, which means it has energy performance among the top 25% of similar products. In February 2017, the Nest Learning Thermostat became the first smart thermostat to achieve ENERGY STAR certification by the EPA. 50 Other products with ENERGY STAR certification include Pixelbook Go, Pixel Slate, Nest Thermostat E, and the new Nest Thermostat.

Circular materials

Google has a goal to increase the sustainability and circularity of our consumer hardware products, operations, and communities. By decreasing our use of new materials, we'll reduce our waste per device while signaling our demand for a more circular economy.

To accelerate the transition to a circular economy, it's critical to create demand for recycled materials. We aim to design products and services for circularity and to reuse materials at their highest environmental and social value. Our original goal was to include recycled materials in 100% of Made by Google products, starting in 2022. We hit that goal early: In 2019, 100% of the Nest products we launched were built with recycled plastics, and in 2020, all new Pixel and Nest products were also designed with recycled materials.



One plastic water bottle creates enough fabric for two Nest Mini enclosures.

To raise the bar, we're now committing to using recycled or renewable material in at least 50% of all plastic used across all our hardware products by 2025, prioritizing recycled plastic everywhere we can.

The Nest Mini's external enclosure is made from 41% post-consumer recycled plastic, and its fabric covering is made from recycled plastic bottles. In fact, one half-liter bottle can make enough textiles for two Nest Mini speakers. The same sustainable fabric was used for the Nest Audio speaker enclosure, and in the Pixel 4a case and Pixel 5 case, all of which are made from 70% recycled materials. Two recycled plastic bottles can provide enough knitted outer fabric for five cases. These processes provide a second use for plastic bottles so that they don't end up in oceans or landfills. Also, the aluminum used in the back housing enclosure of the Pixel 5 is 100% recycled. This is our first phone to incorporate recycled aluminum, which lowers the carbon footprint of manufacturing the enclosure by 35% compared with using mined aluminum.

Incorporating recycled plastic into consumer electronics is very challenging, so we've spent years building partnerships with top-tier materials suppliers willing to invest in producing high-quality materials and innovation. Going forward, we're committed to expanding the use of sustainable materials across our product portfolio. Google's focus on incorporating recycled materials into our hardware design not only supports our sustainability

In 2019 alone, Nest thermostats helped customers save over

17 billion kWh of energy—more energy than Google used in 2019.

commitments but also enables our supply chain partners to confidently invest in and develop these types of materials so that the wider consumer electronics industry can use them too.

We want to ensure that the materials and substances used for our products are safe for people and the environment, can be reused to create future products, and retain economic value. One of the keys to unlocking the circular economy is safer chemistry from the start, so in 2017, we published our <u>Restricted Substances Specification</u> to ensure the use of safer materials across our products.

We're also making it easier for people to give their old devices a second life. Customers can responsibly recycle devices for free—whether made by Google or not—via our take-back program, which expanded in 2020 and is available in 32 countries, and via our U.S. and Canada Pixel trade-in program, which allows customers to earn credit toward a new Pixel purchase.

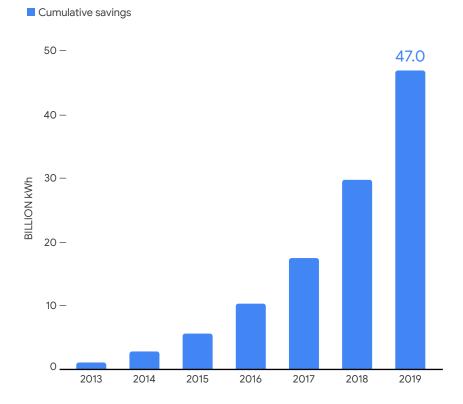
Energy savings

Our products, such as Nest thermostats, enable customers to be more thoughtful about their individual environmental impact. Connected homes can help streamline a customer's daily decisions about resource consumption, making sustainable choices easier for busy households. For example, smart thermostats can play a critical role in addressing climate change by automatically saving energy and helping customers be more aware of their energy usage. These savings benefit customers, as well as the utilities generating and delivering the energy, while reducing energy use and GHG emissions.

Nest thermostats help control residential heating and cooling systems—which can make up around half of a home's energy consumption. Some Nest thermostats also use Al and machine learning to reduce energy consumption and achieve collective savings as they learn how and when to keep customers comfortable, while optimizing for energy efficiency. On average, Nest thermostats have proven energy savings of 10%–12% for heating and 15% for cooling,⁵¹ which means they pay for themselves in under two years as a result of those savings.⁵² By the end of 2019, Nest thermostats had helped customers cumulatively save more than 47 billion kWh of energy (see Figure 15), based on average savings studies—enough energy to power all of San Francisco's electricity consumption for more than eight years. In 2019 alone, Nest thermostats helped customers save over 17 billion kWh of energy—more energy than Google used in 2019.

Figure 15

CUMULATIVE HOUSEHOLD ENERGY SAVED BY
NEST THERMOSTAT CUSTOMERS



Partnerships

As part of our commitment to make technology that puts people first and expand access to the benefits of technology, our teams have explored a range of approaches, including the use of <u>ultrasound sensing</u> to make Nest displays more accessible and collaborative partnerships with energy companies and service providers to help customers save energy and money.

Nest's Rush Hour Rewards program works in partnership with energy providers to reduce energy use during times of peak demand by harnessing the power of customer engagement—acting as a leader in demand response programs for energy customers. Where there are extreme weather events and power outages, such programs—including one announced in 2020 in California—have helped keep the lights on.⁵³ In 2018, Nest and partners also pioneered residential gas demand response programs. In a world of gas shortages and increasing weather variability, these programs are proving their capability to manage demand spikes and increase system flexibility.



Some of Google's consumer hardware products: Pixel 5, Pixel 4a with 5G, Pixelbook Go, Stadia Controller, Nest Wifi router, Nest Wifi point, and Nest Mini

We also work with energy, government, nonprofit, and manufacturing partners to expand access to the benefits of technology through incomequalified programs. Nearly one in four U.S. households struggle with a high energy burden, with up to 20%–50% of household income going to energy bills.⁵⁴ In 2018, we launched the Nest Power Project, which aims to install million energy- and money-saving Nest thermostats in homes that need them most by 2023. As of November 2020, we had worked with partners to provide more than 300,000 Nest thermostats to households in need.

Stadia, Google's gaming platform, joined the <u>Playing for the Planet</u> Alliance in 2019 and will work closely with the UN Environment Programme (UNEP) to support various gaming-related sustainability initiatives in the coming years. Stadia is powered by Google Cloud, which means it's carbon neutral.

Our commitments go beyond the consumer hardware products we make. We're committed to minimizing our environmental impact and improving the lives of people who make our products. We want to work toward a world where everyone has access to renewable energy, including our suppliers and their communities. As a part of this, in 2019, we committed to invest approximately \$150 million into renewable energy projects in key manufacturing regions. Our investment commitment, alongside those of our partners, aims to catalyze roughly \$1.5 billion of capital into renewable energy.

With these investments, we expect to help generate renewable energy that is equivalent to the amount of electricity used to manufacture our Google consumer hardware products.

LEARN MORE

- 2015 white paper: Energy Savings from the Nest Learning Thermostat: Energy Bill Analysis Results
- 2018 report: Circular Consumer Electronics: An Initial Exploration
- 2020 report: Supplier Responsibility Report
- Guidelines: Alphabet's Conflict Minerals Policy and 2019 Conflict Minerals Report
- Guidelines: Policy Against Modern Slavery and 2019 Statement Against Modern Slavery
- Guidelines: Restricted Substances Specification
- Website: Google Store Sustainability
- Website: Product Environmental Reports
- Website: Supplier Responsibility

Spotlight

Making energy savings easy with Nest

In our next decade of climate action, we're focused on helping 1 billion people live more sustainably. This means ensuring our products enable everyone to connect with the right tools, information, and guidance to take action.

People want to use less energy at home, whether to save money or help the environment. With the new Nest Thermostat, that's now easier than ever. As of March 2020, Nest thermostat owners had saved over 50 billion kWh of energy since we first introduced the device nearly a decade ago—that's enough energy to light up the entire planet for five days.

Nest thermostats are designed to bring more energy savings to more people. The Savings Finder and Seasonal Savings features act like personal energy monitors, suggesting small optimizations and making schedule tweaks—sometimes by just a fraction of a degree each day—using the Home app. These little changes through the Seasonal Savings feature can add up: The average customer sees 3%–5% in energy savings on their home's heating and cooling systems.

The new Nest Thermostat is also helping customers monitor their heating and cooling systems, detecting and sending alerts about potential issues early on. To avoid heating or cooling an empty house, Nest thermostats use sensors to automatically set themselves to an Eco temperature when no one's home.

Setting the temperature with the new Nest Thermostat



BY THE NUMBERS

25 petabytes of freely available geospatial data

Earth Engine has enabled tens of thousands of active users around the world to easily analyze over 25 petabytes of freely available geospatial information, resulting in a deeper understanding of the planet.

1 billion km of transit results

Google Maps provides, on average, more than 1 billion kilometers' (621 million miles') worth of transit results per day, helping to limit carbon emissions by giving people access to mass transit options, bike routes, and traffic information.

100 cities empowered with environmental insights

In 2019, we expanded the Environmental Insights Explorer to more than 100 cities worldwide, empowering city planners and policymakers with data to help develop climate action plans.

170 million rooftops mapped with solar data

By the end of 2019, Project Sunroof contained data for more than 170 million rooftops across 21,500 cities, helping users estimate the impact and potential savings from installing solar panels.

Introduction

A global challenge requires a global response. We want to leverage our scale, resources, and technological expertise to meet the vast challenge posed by climate change and work to empower everyone—businesses, governments, nonprofits, communities, and individuals—to use Google technology to help create a more sustainable and resource-efficient world.

For more than a decade, many of our technologies have helped to measure, monitor, and visualize the planet in real time. We're using artificial intelligence to find new ways to address environmental challenges—such as predicting natural disasters and preventing wildlife trafficking—and to improve people's lives through crisis response. Our vision is to leverage our mapping, cloud, and machine learning technologies to create a living, breathing dashboard of our planet.

We're building products and tools that empower billions of people to better understand and reduce their personal environmental impact. We've already started this journey by enabling sustainable transit via Google Maps and Waze, including carbon emissions data in Google Flights, and adding sustainability filters in Google Shopping. Over the next two years, we'll continue to build features like these that connect people with more sustainable options and offer actionable information at the right time. Our goal is to find new ways that our core products can help 1 billion people make more sustainable choices by 2022.

Mapping our world

Millions of people around the globe use <u>Google Earth</u> to explore and understand our ever-changing planet. In 2019, Google Earth introduced <u>new tools</u> to help users <u>create maps</u> about places that matter to them, shared <u>audio recordings</u> from more than 50 Indigenous language speakers, and developed guided tours through 31 <u>U.S.</u> national parks.

While Google Earth is for exploration, storytelling, and raising awareness, Google Earth Engine gives researchers access to Google's massive cloud and computational capabilities for planetary-scale geospatial analysis.

Newly integrated with Google Cloud's Al Platform, Google Earth Engine included over 25 petabytes⁵⁵ of freely available geospatial data as of the end of 2019. Between updates and expansions to existing datasets and new data additions in 2020, the catalog grows at a rate of approximately 1 petabyte per month. Whether it's a teenager monitoring mangroves with NASA, a cartographer visualizing tsunamis, or Indian citizens mapping invasive species, tens of thousands of people around the world use



Google Earth Engine to create new knowledge that's fundamentally changing what we know about Earth's natural resources and how to manage them.

Google Maps helps limit carbon emissions by giving people access to mass transit options, bike routes, and traffic information. It has transit information for nearly 11,000 agencies running through more than 4.3 million transit stations in over 100 countries and provides, on average, more than 1 billion kilometers' (621 million miles') worth of transit results per day. Whether traveling in a new city or planning a daily commute, Google Maps makes it easier to weigh every transportation option with real-time information. Users can view live traffic delays for buses, public transit crowdedness predictions, bikeshare information, scooter availability, and first- or last-mile transit directions paired with biking and ridesharing. At the end of 2019, Google Maps contained nearly 142,000 electric vehicle charging port locations globally.

Launched in the Bay Area in 2016, <u>Waze Carpool</u> is also tackling the issue of too many cars on the road by encouraging Waze users to commute together, saving time and money while reducing the strain on transportation infrastructure and the environment. In 2019, Waze drivers and riders carpooled more than 120 million km (75 million miles), offsetting more than 26,000 tCO₂e emissions, which is the equivalent of planting more than 400,000 trees.⁵⁶ By the end of 2019, Waze Carpool was available nationally throughout Brazil, Israel, Mexico, and the United States. <u>Cities also use Waze's data</u>, now on Google Cloud, to inform mobility projects and policies and to share their own information about street closures or construction directly with residents on a daily basis.

Through <u>Google Earth Timelapse</u>—a global, zoomable video released in 2013 that lets us see how the world has changed over the last 35 years—we can watch as cities grow, forests disappear, glaciers recede, and lakes dry up. For example, one researcher used Timelapse in 2019 to illustrate <u>India's rapid urbanization</u> and monitor the regrowth of mangrove forests on India's eastern coastline.

Technology for the planet

We put Google technology to work helping others study and respond to environmental challenges. Our <u>Google Earth Outreach</u> team collaborates with numerous research and nonprofit organizations to map the world's forests, fisheries, watersheds, and air quality. We then work on getting that information into the hands of decision-makers.

For example, in 2018, we launched the Environmental Insights Explorer (EIE). This online tool uses exclusive data sources and modeling capabilities in a freely available platform to help cities measure emission sources, run analyses, and identify strategies to reduce emissions. By analyzing Google's comprehensive global mapping data together with standard GHG emission factors, EIE estimates city-scale building and transportation carbon emissions and renewable energy potential, leading to more globally consistent baselines from which cities can measure, plan, act upon, and track progress toward emissions reductions. While EIE had officially published data for 100 cities by the end of 2019, the EIE team has processed climate-relevant data across a sample of 3,000 cities to produce emissions insights from approximately 95 million buildings and nearly 3 trillion km traveled. We worked with the Global





Covenant of Mayors for Climate & Energy and ICLEI, a global network of local governments committed to sustainability, to review and validate the tool, and in 2019 we launched EIE Labs, which currently hosts climate-focused datasets on air quality and tree canopy. The cities of Hamburg, Germany; Hartford, Connecticut, United States; Kyoto, Japan; and Melbourne, Australia, are just a few leading examples of how access to innovative data sources for measuring and tracking impacts of GHG emissions helps cities act in a timely, effective way. In 2020, we committed to helping more than 500 cities and local governments reduce an aggregate of 1 gigaton of carbon emissions per year by 2030, using EIE to support local climate action planning.

Launched in 2014, <u>Project Air View</u> measures air quality data by using Google Street View cars equipped with air quality sensors. In 2019, Project Air View increased its air quality mapping efforts, expanding beyond the United States to map air quality in <u>Copenhagen</u>, Denmark; <u>London</u>, United Kingdom; and <u>Amsterdam</u>, the Netherlands. And we're enabling <u>50 more Street View cars</u> with Aclima's mobile air sensors.

We're also helping users explore whether they should go solar with <u>Project Sunroof</u>, launched in 2015. This online tool analyzes high-resolution aerial mapping and 3D modeling of residential roofs to sun positions, historical weather patterns, shadows cast by nearby objects, and typical electricity consumption. By the end of 2019, Project Sunroof contained data for more than 170 million mapped rooftops across 21,500 cities. Policymakers can use Sunroof data to make bold renewable energy commitments. For example,

160 countries

plan to use the
Freshwater Ecosystems
Explorer to officially
report on United
Nations Sustainable
Development Goal
water targets.

the cities of San José, California, and Houston, Texas, have both used the data for city-wide solar assessments as part of their climate action plans. In addition to city climate plans, Sunroof data is being used by some of the world's largest utilities, such as Engie and E.ON, to provide customers with the option to power their homes with solar energy. The data has also been used to develop a tool to design solar power systems on residential roofs. And the tool was used in recovery efforts in Puerto Rico after the devastating Hurricane Maria in 2017.

Our technology is used to monitor and promote sustainable resource management with tools like Global Fishing Watch (GFW), which launched in 2016. Powered by Google Cloud's machine learning algorithms, GFW monitors the planet's fisheries by tracking the locations and behaviors of commercial fishing fleets and making the data freely available and transparent. The research community has released 13 new top-tier journal publications in the last two years alone, with over 25 total since 2016. Using GFW's near-real-time satellite-tracking data in the Pacific Ocean, there was a threefold increase in boardings and an eightfold increase in violation detections by the United States Coast Guard in 2019. Seeing the value of transparency, governments from Chile, Costa Rica, Namibia, and Panama are joining Canada, Indonesia, Japan, and Peru in new commitments and programs using GFW insights.

In collaboration with UNEP and the European Commission Joint Research Centre, Google launched a <u>new platform</u> enabling all countries to freely measure and monitor when and where surface water is changing. The <u>Freshwater Ecosystems Explorer</u> provides statistics for every country's annual surface water and shows changes from 1984 through 2019 via interactive maps, graphs, and full-data downloads. Previously, 80% of the roughly 200 UNEP member countries were unable to measure national water statistics; now, more than 160 countries plan to use this platform to officially report on the targets set out in the United Nations Sustainable Development Goal for clean water and sanitation.

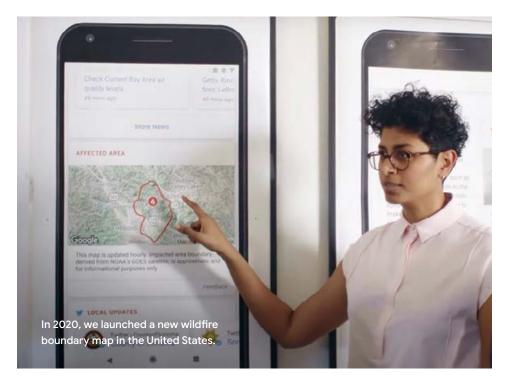
Al for social good

In 2018, Google AI announced its AI for Social Good program, which applies core Google research and engineering efforts to projects that help address social, humanitarian, and environmental challenges. Additionally, the program provides tools and resources through initiatives like the Google AI Impact Challenge, which was an open call for nonprofits, academics, and social enterprises from around the world to submit proposals on how they could use AI to help address some of the world's greatest problems. For example,

WattTime, a 2019 Google Al Impact Challenge grantee, is using satellite images and processing algorithms to monitor global power plant emissions. In 2020, WattTime and its partners announced Climate TRACE (Tracking Real-time Atmospheric Carbon Emissions), a new coalition applying similar techniques to build the world's first tool to trace all major sources of human-caused GHG emissions to their source anywhere in the world in real time.

Google's Al for Social Good program and Crisis Response teams launched a flood-forecasting pilot in Patna, India, in 2018. To help keep people safe during floods, we're using AI to create better forecasting models that predict when and where floods will occur. The predictions are made using a combination of machine learning, satellite imagery, and physics-based simulations. The predictions are then shared with affected individuals via Google Public Alerts. In 2019, we expanded our flood-forecasting coverage area in India by 12 times, improved our tracking accuracy notification infrastructure, sent over 800,000 alerts to individuals in affected areas, and developed key partnerships with local governments, international organizations, the academic community, and operational experts. In 2020, we further expanded in India and brought our flood warnings and services to Bangladesh, which experiences more flooding than any other country in the world. Through services such as flood forecasting, wildfire mapping, and earthquake detection, we continue to find new ways for technology to be helpful at the most critical times.

Al can also aid in wildlife conservation. Twenty-one companies joined Google in launching the <u>Coalition to End Wildlife Trafficking Online</u> in 2018, collectively creating a wildlife policy framework for online trade and an



industry-wide approach to reduce online wildlife trafficking. The coalition has now grown to 36 companies, uniting the tech industry to standardize prohibited wildlife policies, better detect illicit wildlife products, enhance automated detection filters, and empower users to report suspicious listings. In 2019, Google joined a number of partners in launching the Wildlife Insights platform, developing custom AI models to automatically identify species in wildlife camera trap images so that conservationists can act more quickly to help recover global wildlife populations. Google's AI for Social Good program also partnered with the NOAA Pacific Islands Fisheries Science Center to train an AI model on its vast collection of whale songs, helping scientists better protect endangered whales.

Using <u>TensorFlow</u>, Google's open-source machine learning platform, we're enabling thousands of companies, nonprofits, researchers, developers, and students to apply machine learning to help <u>fight illegal deforestation</u>, predict forest fires, combat crop pests, keep cows healthy, save the world's <u>bees</u>, and <u>sort recyclable waste</u>. TensorFlow is also being used along with Google Cloud to help farmers reduce food-crop loss.

In 2019, we <u>launched</u> the Google for Startups Accelerator focused on the United Nations Sustainable Development Goals, to help build and scale viable social impact companies to solve the world's biggest problems with the best of Google, including our advanced technology. We selected <u>11 startups</u> from almost 1,200 applications from across Africa, Europe, and the Middle East that are <u>using technology</u> to work toward at least one of the 17 Sustainable Development Goals.

In 2020, we partnered with other institutions to <u>advance weather and</u> <u>climate prediction</u>, forecasts, and technology. We're working with NOAA to explore the benefits of Al and machine learning to amplify environmental monitoring, weather forecasting, and climate research using Google Cloud infrastructure. Google was also a founding member of the Al Institute for Research on Trustworthy Al in Weather, Climate, and Coastal Oceanography, which is developing trustworthy Al technology to address concerns related to weather, climate, and coastal hazards.

Tools for everyone

At Google, we know that individual actions can collectively make a big difference. We're continuously looking for ways to help support everyone on their journey to a more sustainable life.

In 2018, Google <u>teamed up</u> with the California Academy of Sciences to launch <u>Your Plan, Your Planet</u>, an <u>award-winning</u> interactive tool to help people understand their environmental impact as it relates to food, energy,

We're committed to offering

1 billion

people new ways to live more sustainably with the help of our core products by 2022. and water, while demonstrating simple, science-based ways to improve it. For example, individuals can learn tips to use at home, such as that food lasts longer when stored in the right spot in the fridge or that dishwashers use less energy and water than washing dishes by hand. In 2019, we expanded the tool to include a section on the circular economy and how people can extend the life of their stuff, and we released an education component as a tool for teachers. As of the end of 2019, Your Plan, Your Planet had documented more than 300,000 individual pledges for people to take action to reduce their environmental impact.

Google Assistant can help people go green by incorporating actions to save energy, materials, and water into day-to-day life. For example, they can set daily routines that can help automate a more sustainable lifestyle. In 2019, we partnered with Earth 911 to bring better recycling information to the Google Assistant in North America, helping people make better, more informed decisions about what to recycle based on their location. The Google Assistant will respond to queries about where to recycle with an address and a map showing the fastest way to get there.

We now offer carbon emissions data and the capability to <u>sort flights</u> by least carbon-intensive option in Google Flights in select European countries. As of October 2019, we began offsetting all GHG emissions from shipping Buy on Google orders to customers, making Google Shopping carbon neutral in the United States and France. And sustainability filters and zero-plastic packaging options for stores in Google Shopping in the United States offer new functionality to enable users to make sustainable choices.

We believe our core mission of organizing the world's information plays a key role in connecting people with sustainable choices for products, services, and actions. We want to make it easier for people to help the planet in their daily lives, by reducing the friction between good intentions and taking action. We're committed to offering 1 billion people new ways to live more sustainably with the help of our core products like Search and Google Maps, and we'll continue to look for more ways for our products to enable sustainable choices for a carbon-free world.

LEARN MORE

- 2017 report: Cities in the Circular Economy: The Role of Digital Technology
- Website: Google Al: Al for Social Good Guide
- Website: Google Earth Outreach: Tools
- Website: Sustainability: Technology Tools

Spotlight Expanding climate insights Down Under Over 70% of global carbon emissions come from cities. City leaders around the world have pledged climate action and better air quality for their residents, but identifying the source of emissions—buildings, cars, or public transport and measuring how much each is contributing is complex. As part of Google's most ambitious decade of climate action, we're making a commitment to help more than 500 cities and local governments reduce an aggregate of 1 gigaton of carbon emissions per year by 2030. To do this, we'll empower city planners and policymakers with the Environmental Insights Explorer (EIE) to make it easier for cities to measure progress against their climate action plans. Melbourne, Australia, was one of five pilot cities included in the EIE launch in 2018, and Australian cities Adelaide, Canberra, and Sydney were added in 2019. In 2020, we expanded EIE data access to thousands of cities worldwide, including more than 100 Australian councils. To scale data access to local governments, policymakers, and community groups, we're developing partnerships with Australian organizations, councils, and climate change experts. This includes a partnership with Ironbark Sustainability and Beyond Zero Emissions to make EIE transportation data available in Snapshot—a free climate tool that calculates major sources of carbon emissions, including stationary energy, transport, waste, agriculture, and land-use change. Integrating EIE data into Snapshot provides updated GHG profiles and enables local government policy decision-making for more than 86% of the country's population, putting councils on a fast track to deliver climate commitments, build local resilience, and ensure economic recovery. The Environmental Insights Explorer tool provides city-level carbon emissions data. ©2020 CNES / Airbus, Landsat /

Copernicus, Maxar Technologies

Appendix

Environmental data

The following table provides an overview of our performance over time and includes both environmental data for our global operations (including our data centers, offices, networking infrastructure, and other facilities) and data beyond our operations (including our investments and technology). The majority of our environmental data covers Alphabet Inc. and its subsidiaries, including Google LLC. All reported data is global and annual unless otherwise specified.

We obtain third-party assurance from an independent, accredited auditor for specific environmental data as part of our <u>Independent Accountants'</u>
Review, including select energy, emissions, and water metrics, indicated in the table below.

For more information on our 2019 energy use and GHG emissions, see Alphabet's 2020 CDP Climate Change Response.

Key performance indicator	Assured			Fiscal year ⁵⁷				
	for 2019 ^{58,59}	Unit	2015	2016	2017	2018	2019	
OUR OPERATIONS								
GREENHOUSE GAS EMISSIONS								
Emissions inventory60								
Scope 1	•	tCO ₂ e	66,991	66,218	66,549	63,521	66,686	
Scope 2 (market-based) ⁶¹	•	tCO₂e	1,384,427	1,518,643	509,334	684,236	794,267	
Scope 2 (location-based)	•	tCO₂e	2,450,438	2,902,554	3,301,392	4,344,686	5,116,949	
Scope 3 (total) ⁶²		tCO ₂ e	1,234,683	1,292,268	2,719,024	12,900,46763,64	11,669,000	
Scope 3 (business travel and commuting)		tCO ₂ e	297,789	314,028	356,060	463,467	542,000	
Scope 3 (other)		tCO ₂ e	936,894	978,240	2,362,964	12,437,00065	11,127,000	
Total (Scope 1, 2 [market-based], and 3 [total])		tCO ₂ e	2,686,101	2,877,129	3,294,907	13,648,22466,67	12,529,953	
Operational emissions ⁶⁸								
Scope 1, 2 (market-based), and 3 (business travel and commuting)	•	tCO₂e	1,749,207	1,898,889 ⁶⁹	931,943	1,211,224	1,402,953	
Scope 1, 2 (location-based), and 3 (business travel and commuting)	•	tCO₂e	2,815,218	3,282,800	3,724,001	4,871,674	5,725,635	
Emissions reduced and neutralized								
Total emissions reduced by renewable energy PPAs and neutralized by carbon offset projects		tCO₂e	-3,752,112	-3,282,800	-3,724,001	-4,871,674	-5,725,635	
Emissions reduced by renewable energy PPAs		tCO₂e	-1,066,011	-1,383,911	-2,792,058	-3,660,450	-4,322,682	
Emissions neutralized by carbon offset projects	•	tCO₂e	-2,686,101	-1,898,889	-931,943	-1,211,224	-1,402,953	
Net operational carbon emissions ⁷⁰		tCO₂e	0	0	0	0	0	
Carbon intensity ⁷¹								
Carbon intensity per unit of revenue		tCO₂e/ million US\$	19.4	17.6	5.19	5.47	5.32	
Carbon intensity per full-time equivalent employee		tCO ₂ e/ FTE	25.0	23.4	7.60	8.36	7.96	
Carbon intensity per megawatt-hour of energy consumed ⁷²		tCO ₂ e/ MWh	0.262	0.243	0.0717	0.0707	0.0675	

Key performance indicator	Assured for 2019 U			Fiscal year				
		Unit	2015	2016	2017	2018	2019	
ENERGY								
Energy use								
Energy consumption ⁷³	•	MWh	5,533,433	6,513,719	8,029,409	10,572,485	12,749,458	
Total electricity consumption	•	MWh	5,221,476	6,209,191	7,609,089	10,104,295	12,237,198	
Electricity consumption (U.S.)		MWh	3,779,280	4,522,314	5,533,783	7,085,620	8,489,242	
Electricity consumption (international)		MWh	1,442,196	1,686,877	2,075,306	3,018,675	3,747,956	
Energy efficiency								
Average annual fleet-wide power usage effectiveness across Google data centers		PUE	1.12	1.12	1.11	1.11	1.10	
Renewable energy								
Renewable energy contracts (cumulative)		MW	2,121	2,611	2,960	3,837	5,401	
Total renewable electricity purchased ⁷⁴		MWh	2,531,157	3,770,571	7,609,089	10,104,295	12,237,198	
Renewable electricity (PPAs and on-site)		MWh	2,083,474	2,817,913	6,244,788	8,246,508	9,721,283	
Renewable electricity (grid)		MWh	447,683	952,658 ⁷⁵	1,364,301	1,857,787	2,515,915	
Electricity purchased from renewable sources ⁷⁶	•	%	48	61 ⁷⁷	100	100	100	
WASTE								
Waste generated								
Waste generated		t	50,050	43,058	53,363	57,113	51,617	
Waste diversion								
Total landfill diversion rate ⁷⁸		%	_	81	83	80	76	
Landfill diversion rate (data centers)		%	84	86	91	87	90	
Landfill diversion rate (offices)		%	78	78	78	76	71	
Pre-consumer food waste prevented in cafés (cumulative)		kg	269,292	980,291	1,990,868	3,019,252	4,152,872	
Hardware refurbishment and reuse								
Components used for machine upgrades that were refurbished inventory		%	52	22	11	19	19	
Components resold into the secondary market		Million components	2.0	2.1	2.1	3.4	9.9	
WATER ⁷⁹								
Operational water								
Water withdrawal ⁸⁰	•	Million gallons	_	2,500	3,071	4,170	5,161	
Water consumption ⁸¹	•	Million gallons	_	_	_	_	3,412	
Water discharge ⁸²	•	Million gallons	_	_	_	_	1,749	

Key performance indicator	Assured				Fiscal year		
	for 2019	Unit	2015	2016	2017	2018	2019
WORKPLACES							
Green building certification							
LEED-certified office space (cumulative)		m²	711,625	865,493	1,034,875	1,294,16183	1,438,257
Platinum (cumulative)		%	31	34	28	29	29
Gold (cumulative)		%	58	54	56	57	56
Certified and Silver (cumulative)		%	11	12	16	14	15
Sustainable commuting							
Electric vehicle charging ports installed at offices in the United States and Canada (cumulative) ⁸⁴		Ports	1,382	1,646	2,077	2,722	3,419
Emissions avoided due to employee electric vehicle commuting in the United States and Canada ⁸⁵		tCO ₂ e	1,489	2,142	2,891	4,103	6,258
Employee shuttle commuting trips in the Bay Area		Million trips	3.5	3.7	3.8	4.0	4.3
Employee shuttle riders in the Bay Area (peak daily)		Unique riders	8,500	9,000	10,000	11,000	11,900
Emissions avoided due to employee shuttle trips in the Bay Area		tCO ₂ e	28,901	33,656	33,241	40,309	43,242
Urban ecology							
Native trees planted on our Bay Area campuses (cumulative)		Trees	96	96	1,411	1,602	2,191
Native habitat restored and created on our Bay Area campuses (cumulative)		Acres	1	1	7	9	12
BEYOND OUR OPERATIONS							
INVESTMENTS							
Equity investments in renewable energy ⁸⁶							
Equity investments (cumulative)87		GW	3.7	3.7	3.7	3.7	3.7
EMPOWERING USERS WITH TECHNOLOGY							
Tools							
Rooftops mapped for solar potential by Project Sunroof (cumulative)		Million rooftops	43	60	67	107	170
Cities covered by Project Sunroof (cumulative)		Cities	_	7,300	8,900	21,500	21,500
Cities covered by the Environmental Insights Explorer (cumulative)		Cities	_	_	_	5	117
Products							
Household energy saved by Nest thermostat customers, in gigawatt-hours (cumulative)		GWh	5,717	10,270	17,480	29,894	47,020

About Google

As our founders explained in their <u>first letter to shareholders</u>, Google's goal is to "develop services that significantly improve the lives of as many people as possible." We believe in technology's potential to have a positive impact on the world. We also believe we're just scratching the surface. Our vision is to remain a place of incredible creativity and innovation that uses our technical expertise to tackle big problems.

Google's core products and platforms—Android, Chrome, Gmail, Google Drive, Google Maps, Google Play, Search, and YouTube—each have more than 1 billion monthly active users. Our data centers help power all of those products, along with a broader set of cloud-based products and services, including Google Workspace business productivity apps, like Calendar and Docs, and satellite mapping and analysis platforms like Google Earth. Our consumer hardware devices include Google Nest home products, Pixelbooks, Pixel phones, and other devices.

We generate revenues primarily by delivering both performance advertising and brand advertising. We're a wholly owned subsidiary of Alphabet Inc., which as of December 31, 2019, had 118,899 full-time employees. Revenues for the fiscal year ended on December 31, 2019, were more than \$161 billion, over 99% of which came from the Google segment, which includes ads, Android, Chrome, hardware, Google Cloud, Google Maps, Google Play, Search, and YouTube.⁸⁸

Google's global headquarters are located in Mountain View, California, United States. We also have significant operations in Sunnyvale and other cities throughout the San Francisco Bay Area, including San Francisco, San Bruno, and Palo Alto. In this report, "Bay Area headquarters" refers to our operations in both Mountain View and Sunnyvale, and "Bay Area offices" refers to all of our operations in the San Francisco Bay Area. We own and lease office and building space, as well as research and development sites, across more than 170 cities. We have 21 data center locations across four continents, as well as more than 20 Google Cloud regions.

Endnotes

Our approach

- 1. "Internet Users by Region and Country, 2010–2016," International Telecommunication Union, accessed 2020.
- 2. Mathy Stanislaus, "A Virtuous Circle," The Environmental Forum, September/October 2016.
- 3. "Earth Overshoot Day Is August 22, More Than Three Weeks Later Than Last Year," Global Footprint Network, June 5, 2020.
- 4. Valérie Masson-Delmotte et al., eds., Summary for Policymakers. Global Warming of 1.5°C: An IPCC Special Report on the Impacts of Global Warming of 1.5°C above Pre-industrial Levels and Related Global Greenhouse Gas Emission Pathways, in the Context of Strengthening the Global Response to the Threat of Climate Change, Sustainable Development, and Efforts to Eradicate Poverty, Intergovernmental Panel on Climate Change, October 2018.
- 5. Eric Masanet et al., "Recalibrating Global Data Center Energy-Use Estimates," Science, February 28, 2020.
- 6. "International Decade for Action 'Water for Life' 2005–2015: Water Scarcity," United Nations Department of Economic and Social Affairs, accessed 2020.

Designing efficient data centers

- 7. Some of our locations have more than one data center campus, and others were not yet operational during 2019.
- 8. See note 5 above.
- 9. See note 5 above.
- 10. According to Google's own analysis of our more efficient servers, power infrastructure, and cooling systems, compared with data center industry averages.
- 11. PUE is a standard industry ratio that compares the amount of non-computing overhead energy (used for things like cooling and power distribution) to the amount of energy used to power IT equipment. A PUE of 2.0 means that for every watt of IT power, an additional watt is consumed to cool and distribute power to the IT equipment. A PUE closer to 1.0 means nearly all the energy is used for computing.
- 12. According to the Uptime Institute's 2019 Data Center Survey, the global average PUE of respondents' largest data centers was around 1.67.
- 13. Trailing 12-month PUE consists of the average PUE for the previous 12 months, and it's graphed quarterly in this figure. The trailing 12-month PUE reported for Quarter 4 is equivalent to the average annual PUE, as it covers the time period from January to December.
- 14. Google Data Centers: Economic Impact and Community Benefit, Oxford Economics, April 2018.
- 15. Bruno Basalisco et al., Google's Hyperscale Data Centres and Infrastructure Ecosystem in Europe: Economic Impact Study, Copenhagen Economics, September 2019.
- 16. Bruno Basalisco et al., Inside Finland: Google's European Hyperscale Data Centres and Infrastructure Ecosystem, Copenhagen Economics, November 2020.
- 17. Bruno Basalisco et al., Inside Denmark: Google's European Hyperscale Data Centres and Infrastructure Ecosystem, Copenhagen Economics, November 2020.
- 18. Matt Brittin, "Our Data Centers Support Europe's Green Economic Recovery," The Keyword (blog), December 14, 2020.
- 19. Eric Masanet et al., The Energy Efficiency Potential of Cloud-Based Software: A U.S. Case Study, Lawrence Berkeley National Laboratory, June 2013.
- 20. The annual carbon footprint of a Gmail user is about 1/80th that of a small business with locally hosted email servers. Larger organizations show smaller, though still impressive, efficiency gains. "Google's Green Computing: Efficiency at Scale," Google, 2011.

Advancing carbon-free energy

- 21. "State Electricity Profiles: Data for 2019," U.S. Energy Information Administration, accessed 2020.
- 22. "Corporate Clean Energy Buying Leapt 44% in 2019, Sets New Record," BloombergNEF, January 28, 2020.
- 23. Estimates of project-level capital investment are sourced from Google's renewable energy project partners.
- 24. Google is the largest organization, in terms of electricity consumption, to achieve a 100% renewable energy match.
- 25. WRI's market-based Scope 2 methodology requires the use of residual grid mixes, which represent the mix of resources generating electricity in a region after accounting for those designated for specific customers via contractual instruments like PPAs. Current residual mix data is available only in the EU.
- 26. See note 15 above.
- 27. Lazard's Levelized Cost of Energy Analysis—Version 13.0, Lazard, November 2019.
- 28. Medium-Term Renewable Energy Market Report 2016, International Energy Agency, October 25, 2016.
- 29. Renewables 2020 Global Status Report, REN21, June 2020.
- 30. Renewables 2020: Analysis and Forecast to 2025, International Energy Agency, November 10, 2020.
- 31. Rabia Ferroukhi et al., <u>Renewable Energy Benefits: Measuring the Economics</u>, International Renewable Energy Agency, January 2016.
- 32. The 2035 Report: Plummeting Solar, Wind, and Battery Costs Can Accelerate Our Clean Electricity Future, Goldman School of Public Policy, University of California Berkeley, June 2020.
- 33. Scope 1 emissions are direct emissions from sources we own or over which we have operational control, such as company vehicles or generators at Google's offices and data centers.

 Scope 2 emissions are indirect emissions from the production of electricity we purchase to run our operations and the production of space heating for our offices. The location-based category reflects the average carbon intensity of the electric grids where our operations are located and, thus, where our energy consumption occurs. The market-based category incorporates our procurement choices, i.e., our renewable energy purchases via contractual mechanisms like PPAs. Scope 3 emissions are indirect emissions from other sources in our value chain, such as business travel or our suppliers.
- 34. CO2e is a quantity that describes, for a given mixture and amount of GHG, the amount of carbon dioxide that would have the same global warming potential (GWP), i.e., the ability of a gas to trap heat in the atmosphere when measured over a specified timescale (generally, 100 years). Some GHGs are more potent than others, as measured by their GWP. Carbon dioxide is the baseline and thus has a GWP of 1.

78

- 35. Our operational emissions include our Scope 1, Scope 2 (market-based), and Scope 3 (business travel and employee commuting).
- 36. "Greenhouse Gas Equivalencies Calculator," U.S. Environmental Protection Agency, accessed 2020.
- 37. Carbon intensity metrics are based on gross global combined Scope 1 and market-based Scope 2 emissions.
- 38. Carbon offsets are reductions in GHG emissions made to compensate for emissions that occur elsewhere. For each metric ton of carbon dioxide equivalent reduced, one carbon offset is created.

Creating sustainable workplaces

- 39. Adele Peters, "Google's New Office Will Be Heated and Cooled by the Ground Underneath," Fast Company, October 24, 2017.
- 40. The Alliance for Water Stewardship, "Alliance for Water Stewardship (AWS) North America Announces Google Achieves AWS Certification—the First Major Tech Company to Pursue the Industry-Leading Water Standard for Its Campuses," CSRWire, August 12, 2020.
- 41. "Food Spots" is an umbrella term covering Google's MicroKitchens, Hubs, and Hydration Stations.
- 42. See note 36 above.

Building better devices and services

- 43. We offset the carbon emissions from all Google-owned shipments of consumer hardware, including to and from retail partners, distributors, and Google Store customers.
- 44. Renewable material consists of plastic made from bio-based material.
- 45. Minimum percentage of recycled or renewable plastic content calculated as a percentage of total plastic (by weight) in all products manufactured in 2025. The following may be excluded from the calculation of percentage: printed circuit boards, labels, cables, connectors, electronic components and modules, optical components, electrostatic discharge components, electromagnetic interference components, films, coatings, and adhesives.
- 46. Because shipping devices to customers falls outside the scope of Google's operations, these efforts go beyond Google's long-standing commitment to operational carbon neutrality.
- 47. UL110 and IEEE 1680.1 are multi-attribute, consensus-based sustainability standards for mobile phones and for computers and displays, respectively. Google uses a third party to validate conformance and independently certify to these standards.
- 48. "EPEAT Registry: Mobile Phones," Green Electronics Council, accessed 2020.
- 49. "EPEAT Registry: Computers & Displays," Green Electronics Council, accessed 2020.
- 50. Mary H.J. Farrell, "Nest Becomes First Smart Thermostat to Get Energy Star," Consumer Reports, March 2, 2017.
- 51. Energy Savings from the Nest Learning Thermostat: Energy Bill Analysis Results, Nest Labs, February 2015.
- 52. Independent studies showed that Nest saved people an average of 10% to 12% on heating and 15% on cooling. Using typical energy costs, we've estimated average savings of \$131 to \$145 a year. That means the Nest Learning Thermostat can pay for itself in under two years. Individual savings are not guaranteed.
- 53. Darrell Proctor, "Companies Announce New Residential VPP for California," POWER, December 7, 2020.
- 54. "Energy Savings Are for Everyone," Nest Power Project, accessed 2020.

Empowering users with technology

- 55. One petabyte is 10¹⁵ bytes, or 1 million gigabytes, of digital information. It's equal to approximately 2.5 months of uninterrupted, uncompressed, high-definition (1920 x 1080 pixels)
- 56. See note 36 above.

Appendix

- 57. Alphabet's fiscal year runs from January 1 to December 31.
- 58. Ernst & Young LLP reviewed select quantitative performance indicators for the fiscal year ended December 31, 2019. See their related Independent Accountants' Report.
- 59. We had another provider verify the following metrics in prior years: Scope 1 emissions, Scope 2 (market-based) emissions, Scope 2 (location-based) emissions, Scope 3 (business travel and commuting) emissions, and biogenic emissions. For more information, see our prior annual Environmental Reports.
- 60. GHG emissions are calculated according to WRI's Greenhouse Gas Protocol. For more information on our methodology, including a breakdown of Scope 3 categories, see Alphabet's 2020 CDP Climate Change Response.
- 61. Since 2010, we've procured renewable energy for our operations, and in 2012, we began publishing how this reduces our overall carbon footprint. Up until 2015, there was no guidance from WRI on how to account for these emissions reductions, so we developed our own methodology, whereby on an annual basis we assigned renewable electricity procured against electricity consumed (in megawatt-hours) in the closest data center to the renewable energy project. In 2015, WRI released new guidance for market-based Scope 2 accounting, which we adopted, starting with 2015 data. Our pre-2015 methodology differs from WRI's in the use of residual mixes, which avoid double-counting of claimed renewable energy attributes.
- 62. See note 60 above
- 63. In 2018, to align with industry best practices for Scope 3 reporting, we extended our reporting boundaries to include emissions associated with food served in our offices, hardware manufacturing emissions beyond Tier 1 suppliers (full upstream to the point of extraction), use of sold products, and end-of-life treatment of sold products. Google's hardware includes data center servers, networking equipment, and consumer hardware products. These extended categories have been reported annually from 2018 onward.
- 64. We've restated our 2018 Scope 3 (other) emissions due to changes in our calculation methodology and improvements in data quality, resulting in a corresponding restatement of our 2018 Scope 3 (total) and 2018 Total (Scope 1, 2 [market-based], and 3 [total]) emissions.
- 65. See note 64 above.
- 66. See note 63 above.

- 67. See note 64 above.
- 68. We calculate total operational emissions as the sum of Scope 1, Scope 2 (location-based or market-based), and Scope 3 (business travel and employee commuting) emissions, which have been third-party assured by Ernst & Young LLP as shown in their 2019 Independent Accountants' Review.
- 69. In 2016, we adopted the industry practice of including only operational emissions in our carbon neutrality commitment. The operational emissions included in our carbon neutrality commitment include Scope 1, Scope 2 (market-based), and Scope 3 (business travel and employee commuting). For more information, see our 2017 white paper 10 Years of Carbon Neutrality.
- 70. See note 69 above
- 71. See note 37 above.
- 72. In 2019, we updated our megawatt-hour carbon intensity metric to include all of our gross Scope 1 and market-based Scope 2 emissions divided by our total energy consumption, rather than limiting this intensity figure to our data centers.
- 73. Total energy consumption represents Scope 1 fuel use, Scope 2 electricity consumption, and Scope 2 purchased heating.
- 74. We've restated our 2015 and 2016 data for total renewable electricity purchased due to quality assurance improvements in our data collection and calculations.
- 75. We've restated our 2016 data for renewable electricity (grid) due to quality assurance improvements in our data collection and calculations.
- 76. Percentage of renewable energy is calculated on a calendar-year basis, comparing the volume of renewable electricity (in megawatt-hours) procured for our global operations (i.e., renewable energy procured through our PPA contracts, on-site renewable energy generation, and renewable energy in the electric grids where our facilities are located) with the total volume of electricity consumed by our operations. This metric includes all renewable energy purchased, regardless of the market in which the renewable energy was consumed.
- 77. To align with the method outlined in note 76 above, starting in 2016, we adapted our methodology for calculating total electricity obtained from renewable sources. Prior to 2016, we were not accounting for the residual renewable electricity purchased through grid electricity.
- 78. Waste diverted to a more sustainable pathway than landfill or incineration without energy recovery.
- 79. In 2019, we aligned our water reporting with industry standards to disclose three water indicators: withdrawal, consumption, and discharge.
- 80. In 2016, 2017, and 2018, water withdrawal was reported as water consumption. Starting in 2019, the 2016, 2017, and 2018 values are now reported as water withdrawal.
- 81. 2019 is the first year for which we're disclosing gross global water consumption and gross global water discharge data; therefore, we do not publish data from any prior years.
- 82. See note 81 above.
- 83. 2018 LEED data has been restated based on a refinement of Green Business Certification Inc.'s methodology.
- 84. Number of ports for ChargePoint stations in the United States and Canada, which represent the majority of our electric vehicle charging ports in those countries. We began installing electric vehicle charging ports in Canada in 2017.
- 85. Emissions avoided are estimated using data from the reported ports for ChargePoint stations in the United States and Canada only.
- 86. In addition to our renewable energy contracts, Google also invests in renewable energy projects around the world that are not used to offset our carbon footprint.
- 87. Cumulative gigawatts represent the expected combined capacity of renewable energy projects in which we have an equity investment, even if we're a minority owner.
- 88. See Alphabet Inc.'s Form 10-K for the fiscal year ended December 31, 2019.



Google Environmental Report 2020

December 2020

On the cover:

A Google Earth image of Tabuaeran, Kiribati, a low-lying island nation in the Pacific Ocean that is expected to become the first country submerged by sea level rise as a result of climate change.

©2020 Maxar Technologies

Our approach:

Golden Hills wind farm in California (43 MW for Google)

Designing efficient data centers:

A closer view of backup tapes in our Berkeley County, South Carolina, data center tape library

Advancing carbon-free energy:

Maevaara wind farm in Sweden (a total of 105 MW for Google)

Creating sustainable workplaces:

A Googler rides a GBike around our Bay Area headquarters.

Building better devices and services:

The Pixel 4a case is made from 70% recycled materials, including recycled plastic bottles.

Empowering users with technology:

Google Earth image of Greater London, United Kingdom

©2020 Bluesky, Getmapping plc, Infoterra Ltd & Bluesky, Maxar Technologies, The GeoInformation Group