# Issues to define temporal, spatial and activity boundaries for accounting for land-based mitigation actions, including for REDD+, NAMAs and projects-

Joint FAO-IPCC-IFAD expert meeting:

Emerging activities to combat climate change – use of FAO datasets and IPCC Guidelines for AFOLU

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### Outline

- Emerging framework of mitigation actions: will likely set a common framework for reporting and accounting different mitigation actions implemented at different time and spatial scale and across GHGI categories
- Emerging need: to ensure comparability of quantified mitigation, across actions implemented at different scales
- ✓ Mitigation through the AFOLU sector (and unique aspects of mitigation with C pools)
- $\checkmark$  AFOLU sector linkages with other sectors
- ✓ Elements to be considered in setting boundaries for accounting for AFOLU mitigation actions
- $\checkmark$  Dealing with limits
- ✓ VCS AFOLU Requirements & Activities
  - ✓ Time limits
  - ✓ Spatial Limits
  - ✓ Activity Limits
- ✓ Conclusions

### Mitigation through the AFOLU sector

Mitigation through the AFOLU sector can be achieved by:

- Reducing/Avoiding GHG emissions into the atmosphere
- Long term  $CO_2$  sequestration (removals as part of a cyclic pattern of management with emissions and removals is not mitigation)
- Replacing more carbon-intense materials/fuels

The AFOLU sector includes 2 different types of sources/sinks

- Those associated with C pools (e.g. vegetation biomass, SOM, etc)
- Those not-associated with C pools (e.g. synthetic fertilizers)

Mitigation through C pools

- Reducing/Avoiding net C stock losses
- Enhancing C stocks

### Unique aspects of mitigation with C pools

When accounting for mitigation through C pools: time, space and causes of C stock changes do matter:

- C pool capacity is limited and C stocks accumulate across time following a sigmoid curve, so current C stock change is also function of past changes (legacy) [Time]

- Across a [sustainable] management cycle, C stock gains and losses tend to average out around a mean C stock level (no long term sequestration/emission) [Time]

- Changes in management/use of land determine a change in the mean C stock level (long term sequestration/emission) [Causes]

- Factors not under human control impact C stocks [Causes]

- Increases/decreases in C stocks in a land can be offset by equivalent decreases/increases in C stocks in another land [Space]

Further, C stocks may impact the accounting of mitigation across sectors of the GHGI other than AFOLU, consequently when accounting for mitigation the AFOLU sector cannot be delinked from other sectors

### AFOLU sector linkages with other sectors

#### **Bioenergy:**

C stock changes in AFOLU sector + CH<sub>4</sub> and N<sub>2</sub>O emissions in Energy sector

avoided CO<sub>2</sub> emissions in Energy sector

#### Materials

e.g. HWP:

C stock changes in AFOLU sector +  $CH_4$  and  $N_2O$  emissions in Waste/Energy sector

avoided GHG emissions in Energy and IPPU sectors

e.g. manure:

C stock changes and net CH<sub>4</sub> and N<sub>2</sub>O emissions in the AFOLU sector

avoided GHG emissions in Energy and IPPU sectors

e.g. biogenic waste:

C stock changes and net CH<sub>4</sub> and N<sub>2</sub>O emissions in the AFOLU sector

avoided GHG emissions in Waste sector

Fossil fuels (peat):

GHG emissions (production) in AFOLU sector + GHG emissions (consumption) in Energy sector

# Elements to be considered in setting boundaries for accounting for AFOLU mitigation actions

<u>Time limits (issues on permanence)</u>:

- national system (long term) vs project activities (temporary)
- annual/periodic accounting (incomplete) *vs* management-cycle assessment (complete)

#### Spatial limits (issues on leakage):

- Entire land area (national complete) vs project activities (sub-national incomplete)

#### Limits on causes/sources of GHG fluxes (issues on leakage/double counting/origin):

- Full C stocks (mixed) vs anthropogenic (singled out)
- Full C stocks in an economy wide GHGI (complete) vs activity/sector (incomplete/ double counted)
- C pools/GHG (Tier 1) vs Full (Tier 3)
- Corporate/product (private liability) vs sector/national (common liability)

### Dealing with limits

#### Time limits:

- Sub-national project activities to be included within a national framework (e.g. JI, VCS Standard for JNR) or the accounted mitigation discontinued at their end (e.g. CDM)
- Historical data may need to be projected to deal with legacy effect in C stock changes (e.g. FMRL/ FRL)
- Comparison between average C stocks of management cycles/land uses is an unbiased way for accounting for mitigation (e.g. IPCC guidance for estimating SOC stock changes associated with land use/management changes; GFOI guidance for accounting for mitigation of REDD+; VCS Standard for ARR IFM)

#### Spatial limits:

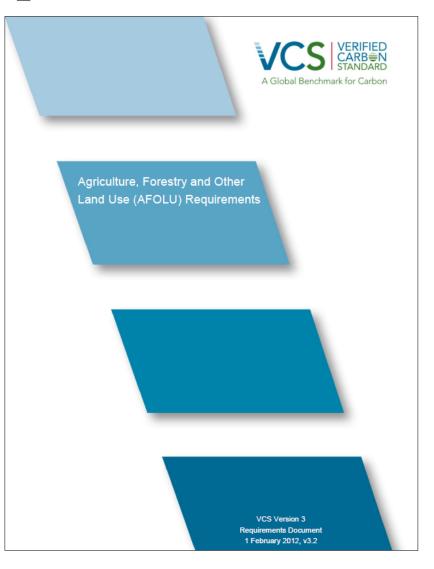
- Sub-national project activities to be included within a national framework (e.g. REDD+)
- Leakage to be accounted for (e.g. CDM)

#### Limits on causes of GHG fluxes (activity):

- Natural disturbances (e.g. KP-LULUCF)
- Product life/management cycle assessment (e.g. LCA bioenergy (e.g. EPA), FAO Dairy Sector, ISO?)
- Corporate (e.g. GHG protocol)

# VCS AFOLU Requirements

- AFOLU Program Specific Issues
- Project Requirements
- Methodology Requirements
- Validation/Verification Requirements
- Buffer pool for risk of nonpermanence



# VCS AFOLU Activities

- ARR—Afforestation, Reforestation and Revegetation
  - Expands on the CDM A/R to include revegetation. Revegetation with woody biomass, does not require forest to reach forest definition.
- ALM—Agricultural Land Management
  - Improving cropland management, improving grassland management
- IFM—Improved Forest Management
  - Extending rotation age, going from a logged forest to a protected forest, lowproductivity forest to a high productivity forest, reduced impact logging
- REDD—Reduced Emissions from Degradation and Deforestation
  - Avoiding unplanned deforestation and degradation and avoiding planned deforestation and degradation
- ACoGS—Avoided Conversion of Grasslands and Shrublands
  - Avoiding unplanned conversion and avoiding planned conversion
- WRC—Wetlands Restoration and Conservation (from PRC)
  - Restoring wetland conditions and avoiding conversion of wetlands
- JNR—Jurisdictional and Nested REDD+
  - National or sub-national jurisdiction scale accounting for REDD+

# Time limits

- Project start date
- Project longevity, project crediting period
  - ARR/IFM projects with harvesting cannot credit above the long-term average carbon stock
- Reference levels (baselines)
  - Baselines reflect historical management practices or land use (typically require at least 10 years of historical data)
  - Baselines are only valid for 10 years—IFM, REDD and WRC projects must reassess the baseline every 10 years
- Monitoring
  - Periodic monitoring
  - Periodic calibration of models

## Spatial Limits

- Establishing references levels (baselines)
  - REDD baselines require analysis of land use in a reference area
- Leakage
  - Activity shifting
    - monitor and estimate shifting of activities into lands adjacent to project
    - Jurisdictional approach helps to mitigate the need to calculate activity shifting leakage
  - Market leakage
    - Change in demand for a commodity that affect the supply of that commodity elsewhere
    - JNR Leakage Tool—emissions based on the likelihood of leakage occurring and the likely proportion that will impact forest

# Activity Limits

- Project Boundary (Carbon pools and GHG sources)
  - Aboveground biomass in REDD
  - Soil carbon pool in ALM
  - $N_20$  and  $CH_4$  in wetlands
- Activity Emissions (C pools + Fossil fuel)
  - Emissions from machinery in IFM
- Monitoring
  - Direct measurement of carbon pools
  - Monitoring activities as a proxy

### Conclusions

#### When mitigation of a single land activity is quantified,

- Reference level and actual level apply to the same land area [space limit]
- Land based accounting [activity limit]
- To use historical data for projection and validation of modelled reference levels [time limit]
- Estimating C stock changes over a time period to take into consideration management cycles [time limit]
- Ensuring sustainability (e.g. via safeguards) [activity limit]
- Nesting sub-national up to a national total, transferring liability for leakage and permanence at national level [time and space limit]
- Factoring out of un-controlled emissions (and subsequent removals) [activity limit]

Additional guidance are available (e.g. GFOI Methods and Guidance, VCS AFOLU Requirements, World Bank accounting toolkits, GOFC-GOLD Sourcebook, WRI GHG Protocol) and their number is growing, <u>how to ensure comparability of</u> <u>quantified mitigation among those?</u>