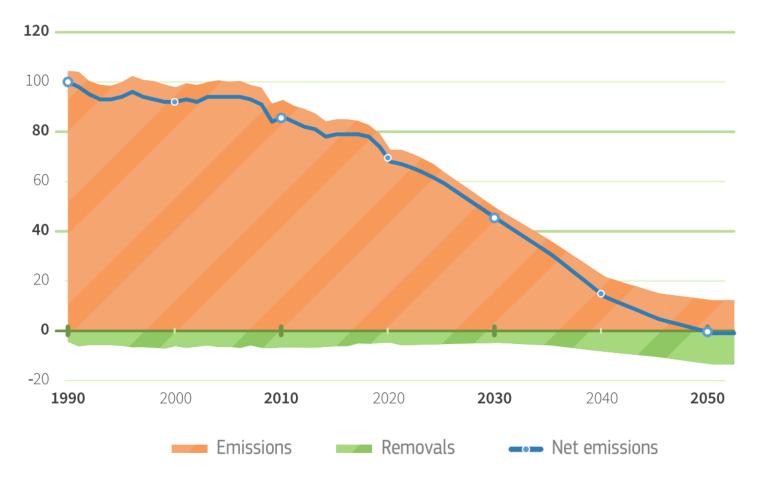


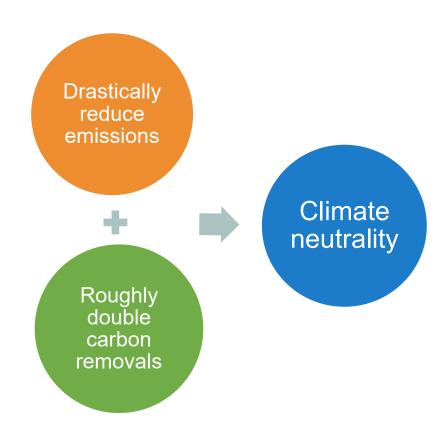
Framework for the voluntary certification of carbon removals in the EU

Christian HOLZLEITNER, Head of Unit, European Commission, DG CLIMA, Unit C3

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Towards climate neutrality





GHG projections for climate neutrality 1990 GHG emissions = 100 Source: EU 2030 Climate Target Plan

Carbon removal activities



PERMANENT STORAGE

E.g. Bioenergy with Carbon Capture and Storage (BECCS), Direct Air Carbon Capture and Storage (DACCS)

Industrial leadership for climate-neutral technologies

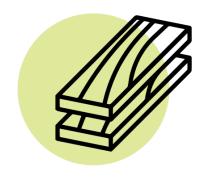
At least 5 MtCO2 removed in 2030, and up to 200 MtCO2 in 2050



CARBON FARMING

Soil and forest activities in the scope of the LULUCF Regulation, including:
Peatland restoration,
agroforestry, sustainable forest
management, soil carbon sequestration,

Strong synergies with biodiversity



CARBON STORAGE IN LONG-LASTING PRODUCTS

E.g. wood-based construction materials and other carbon-storing construction products

New European Bauhaus

European Commission

Contribute to LULUCF target of -310 MtCO2 removals in 2030 and climate-positive bio-economy in 2050

Starting up carbon farming

Benefits



Increased carbon removals



Additional income for land managers



More biodiversity and nature



Increased climate resilience of farm and forest land

Challenges



- Public funding (CAP, State aid, EU funds)
- Food and biomass value chain
- Carbon credits outside value chain



Starting up industrial carbon removals

Permanent storage



Bioenergy with carbon capture and storage e.g. Stockholm Exergi's project financed by Innovation Fund



Direct air capture and storage

Storage in long-lasting products



Use of long-lasting wood-based construction products and other carbon-storing building materials

Framework for the voluntary certification of carbon removals in the EU

No regret option

- Certify the benefits, costs, and risks of different carbon removals
- First steppingstone towards comprehensive 2040 policy on carbon removals

Enable early financial support

- Support carbon removals with highest climate and sustainability benefits
- Contribute to Member States' LULUCF and NRL targets
- Harmonized criteria for public and private financing
- Public support
 - New Innovation Fund
 - New state aid for carbon farming

Fight greenwashing

- Corporate Sustainability Reporting
 - Sustainable Reporting Standards on Climate -Download (efrag.org)
 - Delegated act to be adopted mid-2023
- Green Claims
 - Commission proposal planned for March 2023



Proposed regulation on the voluntary certification of carbon removals in the EU

Principles in the framework

QU.A.L.ITY criteria

- QUantification
- Additionality
- Long-term storage
- Sustainabil-ITY



- Third-party verification
- Reliable certification schemes
- **Public** registries



Tailored certification methodologies – to be developed together with expert group







STORAGE

CARBON FARMING

CARBON STORAGE IN LONG-**LASTING PRODUCTS**





QU.A.L.ITY criteria for all carbon removals









QUANTIFICATION

- Carbon removal activities are measured accurately and deliver unambiguous benefits for the climate
- Taking account of emissions increases
- Based on international standards like GHG Protocol

ADDITIONALITY

- Carbon removal activities go beyond standard market practices and legal obligations of the individual operator
- Highly representative standardized baseline preferred – if sufficient data available
- Otherwise projectspecific baseline

LONG-TERM STORAGE

- Certificates clearly account for duration of carbon storage
- Rules for permanent storage building on the CCS Directive
- Temporary certificates for carbon farming are possible but validity of certificate expires at the end of the monitoring period

SUSTAINABIL TY

- Carbon removal activities shall not harm the environment
- Methodologies for certification of cobenefits such as biodiversity

Developing a post-2030 EU carbon removal policy



GST + 6 months

Climate Law

Proposal of 2040 target

(GST = Global Stock Take)



Carbon farming

- > Art 17(2) new LULUCF Reg Assess options to ensure that land sector is well on track for climate neutrality
- Including implementation of Articles 6.2 and 6.4 PA





Permanent storage

Art. 30 new ETS Directive Assess inclusion of permanent storage in ETS



Carbon storage products

Art 17(3) new LULUCF Reg Assess inclusion in scope of **LULUCF** Regulation



Where can I find more information on carbon removal certification?

- Proposal: https://climate.ec.europa.eu/document/fad4a049-ff98-476f-b626-b46c6afdded3 en
- Impact Assessment: https://climate.ec.europa.eu/document/ab53e63b-4b85-4d28-ac67-6bd742506bae_en
- Press release: Commission proposes certification of carbon removals (europa.eu)
- Q&A: https://ec.europa.eu/commission/presscorner/detail/en/qanda-22-7159
- Factsheet: https://ec.europa.eu/commission/presscorner/detail/en/fs 22 7161
- Expert group on carbon removals (europa.eu)

More resources related to carbon removals

- More information on Sustainable Carbon Cycles: https://ec.europa.eu/clima/eu-action/forests-and-agriculture/sustainable-carbon-cycles_en
- Corporate Sustainability Reporting Directive: <u>EUR-Lex 32022L2464 EN EUR-Lex (europa.eu)</u>
- Draft European Sustainability Reporting Standards Climate Change: <u>Download (efrag.org)</u>
- New State Aid Guidelines for Agriculture and Forestry: <u>State aid (europa.eu)</u>
- Innovation Fund (europa.eu)
- LIFE programme: Climate change mitigation and adaptation (europa.eu)
- Soil Mission (europa.eu)