#### United Nations Framework Convention on Climate Change

Agenda item 4.1 (b)
Paragraph 31 (b) of the annotated agenda

# Revision to the "TOOL16: Project and leakage emissions from biomass" and to biomass related methodologies

**CDM EB 113** 

Bonn, Germany, 8 to 11 March 2022



## Background

#### • EB 110:

- Considered the draft revised "Glossary: CDM terms" that contained revised definition of "renewable biomass";
- Requested the MP to revise existing approved methodologies and methodological tools, as appropriate.

#### MP86:

- Proposed a draft revised version of the TOOL16 (Project and leakage emissions from biomass) and launched a call for public inputs;
- No comments were received.



#### Purpose

- Revise the TOOL16 → include a comprehensive approach to determine project emissions;
- Methodologies could draw on the elements of the tool by citing the tool;
- Update default factors based on the 2019 Refinement to the 2006 IPCC Guidelines for National Greenhouse Gases Inventories.



# Proposed solutions – Project emissions (PE)

#### **Current version**

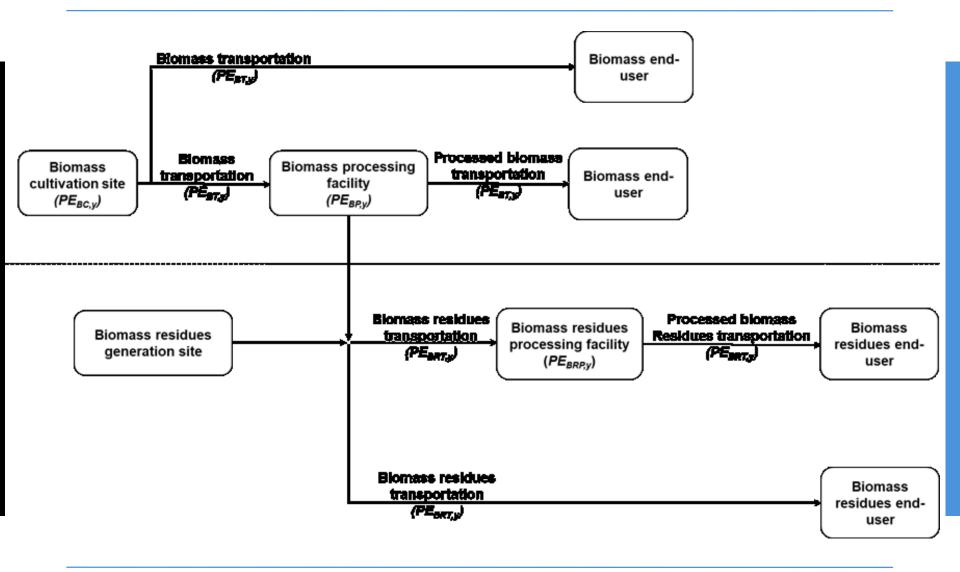
- PE cultivation of biomass ( $PE_{BC}$ ):
  - · Loss of soil organic carbon;
  - Soil management;
  - Energy consumption (cultivation + processing)
  - Clearance or burning of biomass;
  - Transportation of biomass;
- PE utilization of biomass residues  $(PE_{BU})$ 
  - Energy consumption (thermal and mechanical processing of biomass residue);
  - Transportation of biomass residues.

### **Proposed revision**

- PE cultivation of biomass ( $PE_{BC}$ );
  - Loss of soil organic carbon;
  - Soil management;
  - Energy consumption (cultivation + processing)
  - Clearance or burning of biomass;
- PE transportation of biomass ( $PE_{BT}$ );
- PE processing of biomass ( $PE_{BP}$ );
  - Energy (electricity + fuel) + Biomass decay
     + Composting + Anaerobic digester +
     Wastewater treatment + Additives;
- PE transportation of biomass residues ( $PE_{BRT}$ );
- PE processing of biomass residues  $(PE_{BRP})$ .



## Proposed solutions – Project emissions (PE)





## Proposed solutions – Project emissions (PE)

#### Inclusion of:

- Equations and methods to calculate project emissions;
- Simplified options to determine emissions from:
  - Transportation of biomass and/or biomass residues;
    - Microscale: emissions negligible;
    - Small-scale: negligible for transportation below 200 km;
    - Large-scale: apply net-to-gross adjustment factor of 10%
  - Emissions from additives (energy needed for production and transportation) used to process the biomass and/or the biomass residues:
    - Ratio additives/biomass processed < 2%: no need to account for emissions;
    - Ratio > 2% and ≤ 10%: account only emissions from energy needed for production of additives (fuel and electricity);
    - Ratio > 10%: account emissions from energy needed for production of additives (fuel and electricity) and transportation;



## Proposed solutions – Leakage (LE)

#### **Current version**

- LE shift of pre-project activities  $(LE_{BC})$ :
  - Indirect land-use changes outside of the boundary;
- LE due to the diversion of biomass residues ( $LE_{BR,Div}$ );
  - Identification of alternative scenario of biomass residues use in the absence of the project

## **Proposed revision**

- LE shift of pre-project activities  $(LE_{BC})$ :
  - Indirect land-use changes outside of the boundary;
- LE due to the diversion of biomass residues ( $LE_{BR,Div}$ );
  - Identification of alternative scenario of biomass residues use in the absence of the project;
- LE due to the collection, transportation and processing of biomass residues (LE<sub>BRP</sub>)



### Proposed solutions – revision of methodologies

- Methodologies revised:
  - Large-scale: AM0036, AM0089, ACM0006, ACM0017, ACM0018;
  - Small-scale: AMS-I.A., AMS-I.C., AMS-I.F., AMS-I.I.
- Project emissions section will be updated to:
  - Provide clarity on which emission sources need to be included to calculate project emissions;
  - Remove methodological options that are included in the draft revised TOOL16;
- Leakage section will be updated to:
  - Quote the draft revised TOOL16 to identify and justify the inclusion or removal of emission sources;



### **Impacts**

- Provide clarity on the emission sources that may need to be included in the calculation of project emissions from projects involving the use of biomass or biomass residues for large-scale, small-scale and micro-scale CDM project activities.
- Improve consistency when determining project emissions and leakage by making reference to the requirements of the draft revised TOOL16;



### Subsequent work and timelines

- The MP agreed to launch a call for public inputs
  - Any input received will be discussed with the MP and forwarded to the Board for its consideration.



#### Recommendations to the Board

 The MP recommends that the Board adopts the draft revised TOOL16 and the draft revised methodologies, to be made effective at the time of the Board's approval.

