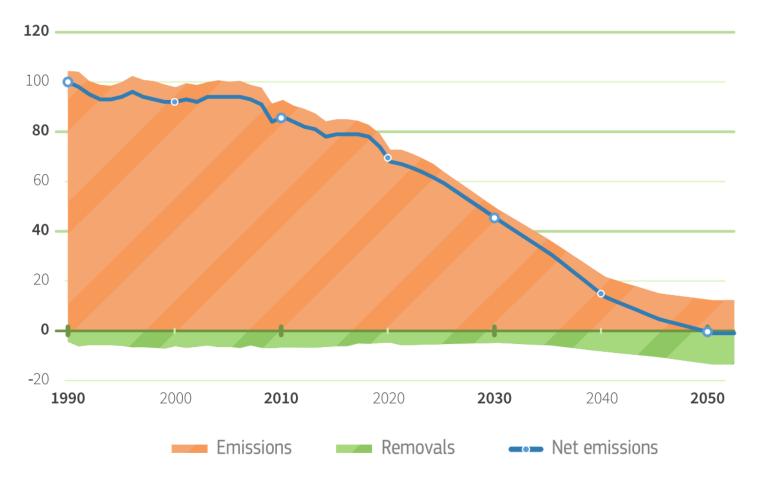


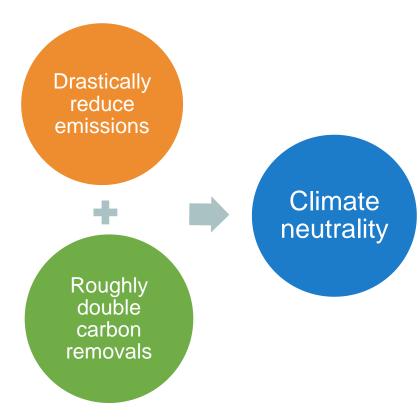
Proposal for an EU Regulation on Carbon Removals Certification

Valeria Forlin, European Commission

DG CLIMA Unit C3: Land economy and carbon removals

Towards climate neutrality





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

New LULUCF Regulation

2021 to 2025

Stability: keep current 'nodebit' rules and accounting principles

Improved handling of natural disturbance for managed forests

2026 to 2030

Ambitious **EU target -310 MtCO2eq in 2030** (+ 27 national targets)

Enhanced monitoring rules, especially for protected / restored areas

Full coverage: mandatory reporting on all LULUCF categories





Key take-aways of the LULUCF revision: Regulation (EU) 2023/839*

Higher ambition

- Explicit MS targets for first time
- Full territorial scope from 2026

Better monitoring

 Move to Tier-2 and Tier-3 level, geographically explicit basis (use of earth observation)

Improved governance

- Corrective action process
- Recommendations by Commission

EEA in the lead for implementation

Reinforced EEA team, Copernicus tools

^{* &}lt;a href="http://data.europa.eu/eli/reg/2023/839/oj">http://data.europa.eu/eli/reg/2023/839/oj or consolidated version here: https://europa.eu/!98HPxX

More on enhanced monitoring

From 2026 emission year (2028 submission): Tier 2 for all areas, all carbon pools

From 2028 emission year (2030 submission) Tier 3 in respect of enhanced monitoring for specific areas

- a) high carbon stock areas,
- b) protected areas,
- c) restoration areas,
- d) areas subject to adaptation
- e) (not applicable)

Member States to make monitoring data and information compatible/interoperable for "comparison and public access"

Inter alia, provides technical foundation for monitoring for carbon removal certification (proposal ongoing)

Enhanced LULUCF monitoring system

adaptation a) High d) High e) Soil b) climate risk carbon **Protection** Restoration carbon and stocks stocks sites sites zones stocks Natural Sites of high biodiversity disturbances All sites under point b) Enhanced system for biodiversity, carbon under Renewable Energy under LULUCF **Directive II Regulation (Art** Sites regarding 13b) environmental liability, prevention and remedying Sites under Habitats Renewable Directive Inter alia, Sites under Sites under Natural **Energy** restoration in MS **Flood Directive** LUCAS Directive II **Sites under Birds Directive Sites under the Water Framework Directive National** adaptation Sites under the Water Sites under the framework Framework Directive to facilitate sustainable strategy investment

What are 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

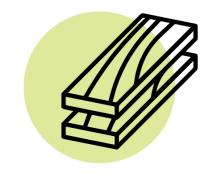
At least 5 MtCO2 removed in 2030, and up to 200 MtCO2 in 2050



CARBON FARMING

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

Synergies with biodiversity and adaptation



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



Overview of the CRC Regulation proposal

QU.A.L.ITY criteria

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



Tailored certification methodologies –

Operationalising the quality criteria



- Third-party verification by certification bodies
- Certification schemes
- Certification registries









CARBON FARMING



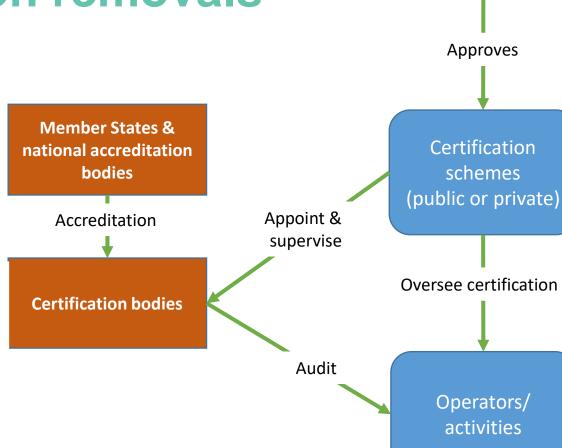
CARBON
STORAGE IN
LONGLASTING
PRODUCTS

Governance of the EU certification framework for carbon removals

- Develops tailored certification methodologies through delegated acts, supported by expert group
- Recognises certification schemes (e.g. public or private entities tasked to implement/control the certification process)

 Accredit & control certification bodies

- Carry out certification audits
- Issue certificates of compliance



- Manage the scheme (including internal monitoring)
- Appoint, train and supervise certification bodies
- Register activities

Commission

- Control certification audits and certificates of compliance
- · Issue carbon removal units
- Manages public registries

- Apply for certification
- Monitor and report compliance with the quality criteria through the relevant certification methodologies

Towards a EU carbon removals policy post-2030

Climate Law

COM proposal for a 2040 climate target



Permanent storage

COM assessment of inclusion of permanent storage in ETS (Art. 30 revised ETS Directive)



Carbon farming

COM assessment of regulatory options to ensure that land is well on track for climate neutrality (Art 17(2) revised LULUCF Reg)



Carbon storage products

> Assess their inclusion in scope of **LULUCF** Regulation (Art 17(3) revised LULUCF Reg)



By 2025

Corporate targets & claims

- > EU Sustainability Reporting **Standards**
- Green Claims initiative

EC Expert Group on Carbon Removals

https://climate.ec.europa.eu/eu-action/sustainable-carbon-cycles/expert-group-carbon-removals_en

2023 work programme

- Soil
- Forest
- Peatlands

Sep/Oct 2023 O Meeting on industrial removals

- Permanent storage
- Long-lasting carbon storage products

Oct/Nov 2023 O Meeting on certification process

- Certification schemes
- Third-party verification
- Registries

Report on best practices

25-26 October 2023: Meeting on industrial carbon removal methodologies



Oct-Dec 2023: Three meeting of "focus groups" to draft scoping papers on carbon farming methodologies

European Commission

More information:

- CRC 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
- Expert Group on Carbon Removals: https://climate.ec.europa.eu/eu-action/sustainable-carbon-cycles/expert-group-carbon-removals_en

Thank you!

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