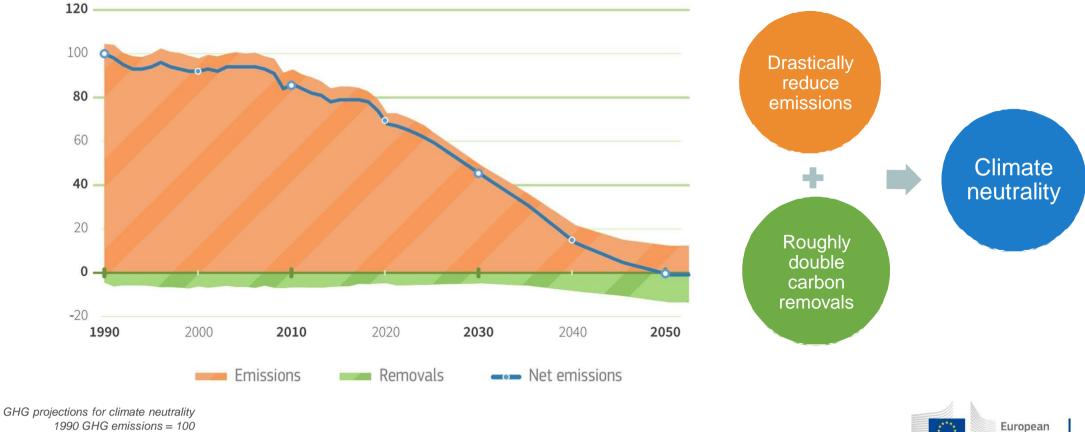


Commission proposal for a Carbon Removals Certification (CRC) Regulation



Why carbon removals?



Commission

1990 GHG emissions = 100Source: EU 2030 Climate Target Plan

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

E.g. Af-/re-forestation, improved forest management, agroforestry, soil carbon sequestration, peatland restoration

Realise strong synergies with biodiversity



CARBON STORAGE IN PRODUCTS

E.g. Use of wood-based materials in construction, long-lasting Carbon Capture and Utilisation (CCU)

New European Bauhaus

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



Starting up carbon farming

Benefits Challenges Increased carbon removals • Quality standards Cost- Digital earth efficient monitorina observation Additional income for land managers Advisorv 25 services More biodiversity and nature **Financing** Increased climate resilience <u>-```</u> of farm and forest land • Public funding (CAP, State aid, EU funds) Food and biomass value chain

Carbon credits outside value chain

Objectives of the CRC proposal

Establish a MRV tool for high QU.A.L.ITY carbon removals

Develop tailored CERTIFICATION methodologies

build TRUST in carbon removals & fight greenwashing

HARMONISE market conditions

Legislative Proposal

Art. 1-3: General provisions

1: Scope 2: Definitions 3:Eligibility

Art. 4-8: Quality criteria

4: Quantification 5: Additionality 6: Long-term storage 7: Sustainability

8: Certification methodologies

Art. 9-14: Certification & Certification schemes

9: Certification of compliance 10: Operation of certification bodies 11: Operation of certification schemes 12: Registries 13: Recognition by the Commission 14: Reporting

Art. 15-18: Final provisions

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



QUANTIFICATION

Carbon removal activities are measured accurately and deliver unambiguous benefits for the climate



ADDITIONALITY

Carbon removal activities go beyond market practices and what is legally required

LONG-TERM STORAGE

Certificates clearly account for the duration of carbon storage and distinguish permanent storage from temporary storage



SUSTAINABIL

Carbon removal activities do not harm the environment or even benefit other environmental objectives such as biodiversity



To operationalise the EU quality criteria, the Commission, supported by an expert group, will develop **tailored certification methodologies** for different types of carbon removal activities

> European Commission

2: Rules for verification and certification



THIRD-PARTY VERIFICATION

Carbon removal activities should be verified by independent auditors



RELIABLE CERTIFICATION SCHEMES Certification schemes should have a trustworthy governance system in place



PUBLIC REGISTRIES OF CARBON REMOVALS

Carbon removals should be recorded in interoperable registries to avoid doublecounting

> European Commission



The Commission will **recognise certification schemes** that should be used by operators to demonstrate compliance with the Regulation

Overview of the EU aroup certification scheme Commission for carbon removals Approves Member States & Accredit & control Certification national accreditation • certification bodies schemes bodies • (public or private) Appoint & Accreditation supervise • Carry out certification audits Oversee certification • Issue certificates of **Certification bodies** compliance Audit

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



- Appoint, train and supervise certification bodies
- Register activities
- Control certification audits and certificates of compliance
- Issue carbon removal units
- Manages public registries

Apply for certification

Operators/

activities

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

Towards a EU carbon removals policy post-2030

Climate Law

- Proposal of 2040 target
- (GST = Global Stock Stake)

Permanent storage

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

Carbon farming

Assess regulatory options to ensure that land is well on track for climate neutrality (Art 17(2) new LULUCF Reg)





Carbon storage products

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



Corporate targets & claims

- EU Sustainability Reporting Standards
- Green Claims initiative



Useful links

- Proposal: https://climate.ec.europa.eu/document/fad4a049-ff98-476f-b626-b46c6afdded3_en
- Impact Assessment: <u>https://climate.ec.europa.eu/document/ab53e63b-4b85-4d28-ac67-6bd742506bae_en</u>
- Press release: <u>Commission proposes certification of carbon removals (europa.eu)</u>
- Q&A: <u>https://ec.europa.eu/commission/presscorner/detail/en/qanda 22 7159</u>
- Factsheet: https://ec.europa.eu/commission/presscorner/detail/en/fs 22 7161
- More information on Sustainable Carbon Cycles: <u>https://ec.europa.eu/clima/eu-action/forests-and-agriculture/sustainable-carbon-cycles_en</u>

European Commission

 Delivering the European Green Deal: <u>https://ec.europa.eu/info/strategy/priorities-2019-</u> 2024/european-green-deal/delivering-european-green-deal_en