

Comments to the EFI report on Climate-Smart Forestry (in the context of EC LULUCF proposal)

Giacomo Grassi

Joint Research Centre, European Commission

Bruxelles, 30 May 2017





Options for mitigating climate change through forest management

	Option		co,	current offset of total EU emissions (%)		Reported/acco unted in:
Forest!	Increase in C stock	in existing forests (CO ₂ sink or "removal")		≈ 10% (only 1% accounted under KP in 2008-2012)	<<	LULUCF
		in wood products		≈ 1%	>	
	Substitution effects by wood (approximate figures)	Material	>	≈ 1-2%	>	Other GHG sectors
		Fossil-fuel energy		≈ 4-5%	*	

^{*} While the emission saving by material substitution are immediate, when wood replaces fossil fuels the emissions saving highly depends on the context, assumptions and time frame.

Trade-offs exist between options, each with its **temporal dynamics** of emissions. E.g. more harvest may mean less forest sink in the short term but more substitution effects.

The most effective forest mitigation strategy is the one that optimizes the sum of the above options in a given time frame.





What science says on the best forest mitigation strategy?

short answer is:

IT DEPENDS

The optimal mix of mitigation options is very much <u>country-specific</u>
The Climate Smart Forestry report goes in the right direction,
very optimistically: "EU Member States can achieve an <u>additional</u>
combined mitigation impact of <u>448 Mt CO2/yr by 2050</u>": is it realistic?

The EU LULUCF legislation does not identify the best mitigation strategy (harvesting more or less), but promotes an accounting which is accurate and comparable to other GHG sectors, including for bioenergy





The FRL proposed by the Commission is based on the **continuation of forest management practice and intensity**, as documented in the historical Reference Period (RP).

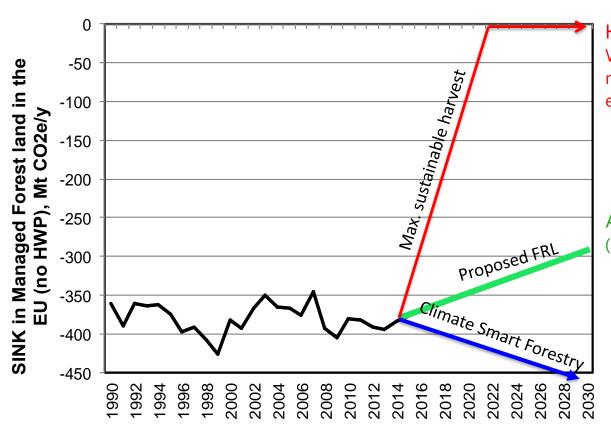
- The future accounting will reflect emissions and removals resulting from changes in management practices and intensity relative to RP (as in other sectors), but excludes the impact related to natural forestry cycle (age structure dynamics)
- It does not project the assumed future impact of policies/markets





Proposed FRL, Climate Smart Forestry and max sustainable harvest: impact on future EU <u>sink</u>

(note: the overall GHG impact depends on the use of the wood: a climate-smart use of wood may provide extra mitigation, through HWP and substitution effects)



Harvest = increment

While it is an unlikely scenario, if we make it possible in principle, how to explain it outside the EU?

Age-related sink decline (JRC) (≈ IIASA's Ref Scenario with policies)

EFI report 2015

"forest carbon storage in EU forests could continue to increase from 2010 to 2030 by around 20%, providing additional sequestration of up to 170 Mt CO2 /y by 2050"





Conclusions

The **Climate Smart Forestry report** goes in the right direction, i.e. holistic (beyond LULUCF) and regional-specific solutions to optimize the forest mitigation options.

The case studies are useful, and correctly show some trade-offs between options.

Despite some optimistic assumptions, scaling up results of case studies at EU level would NOT give an extra 448 MtCO₂/y...

Substitution effects do not need new accounting, but better communication.

The **LULUCF regulation** needs to combine active forest management and credibility of EU climate targets.

The FRL proposal is already a compromise:

- Stimulates an increase in harvest at EU level (when age-related) → extra material and energy substitution, with benefits in other GHG sectors
- **Ensures credibility of accounting**: no risk that that policy-driven increase in emissions will disappear from the accounts (→ essential for bioenergy)





Forests emerged as an <u>essential</u> element of the Paris Agreement, as long as the *credibility* of mitigation efforts is ensured. (credibility is not a easily renewable resource)

Don't miss the forest (EU climate objectives) for the trees





Thank you!

