



## Carbon Farming Initiative: Methodologies and their Development

Department of Climate Change and Energy Efficiency

www.cleanenergyfuture.gov.au











www.cleanenergyfuture.gov.au

## Carbon farming opportunities

#### SEQUESTRATION

- Reforestation
- Revegetation
- Rangeland restoration
- Soil carbon
- Native forest protection

#### **EMISSIONS REDUCTION**

- Fertiliser management
- Manure management
- Reduced livestock emissions
- Landfill gas flaring
- Savanna fire management
- Feral animals



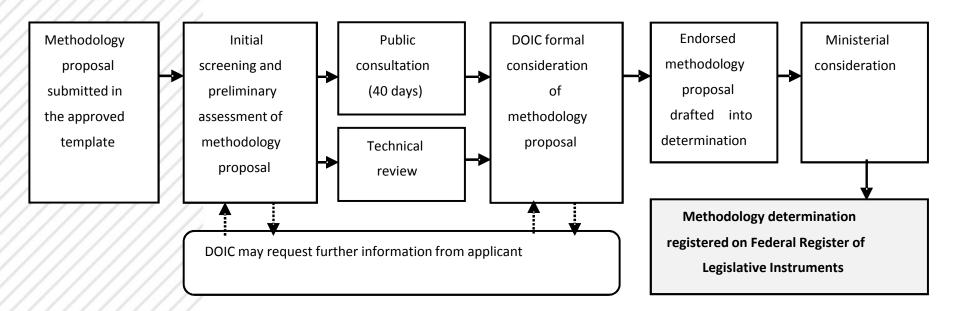
## **Integrity Principles**

- Measurable
- Conservative
- Based on peer-reviewed science
- Internationally consistent
- Avoidance of leakage
- Permanent
- Additional



# Methodology development and approval

- Domestic Offsets Integrity Committee (DOIC)
  - Independent expert committee that assesses whether potential methodologies meet the CFI requirements





## Methodology development

- Methodologies can be developed and proposed by both private proponents and government agencies
- 13 methodologies have been endorsed to date
- There is a range of assistance for methodology development:
  - Carbon Farming Futures Filling the Research Gap supports research into activities that may lead to methodologies
  - CFF Developing Estimation Methodologies and the Indigenous Carbon Farming Fund support development of methodologies
  - The Department may collaborate with proponents



## Key elements of methodologies

- Methodologies must contain several key elements that provide instructions on how a project is conducted and abatement is calculated:
  - Scope and eligibility
  - Baseline
  - Greenhouse gas assessment boundary and leakage
  - Calculations for abatement
  - Project monitoring and reporting requirements



#### Scope and Eligibility – Landfill gas capture and combustion

- Projects must involve:
  - a) installing a gas collection system (including wells, flares and/or electricity generation systems) on or after 1 July 2010; and
  - b) collecting the landfill gas generated (only the proportion from legacy waste is eligible for crediting); and
  - c) combusting the methane component of the landfill gas using flares and/or an electricity generation system to chemically convert it to carbon dioxide (CO<sub>2</sub>).



#### **Baselines**

- Methodologies must provide a way of calculating emissions or sequestration in the absence of the project
  - Historic baselines
  - Projected baselines
  - Standardised baselines
- Baselines may be constant, ratcheted, or indexed



#### Baseline – Landfill gas capture and combustion

Quantity of methane destroyed under baseline conditions- A<sub>reg</sub>

Calculate A<sub>reg</sub> using Equation 12

$$\mathbf{A}_{reg} = \gamma \sum_{h=1}^{n} \mathbf{Q}_{com,h} \times \mathbf{B}_{P}$$

 $A_{req}$  = emissions captured under baseline conditions

Q<sub>com,h</sub> = volume of methane generated from legacy waste destroyed by a combustion device

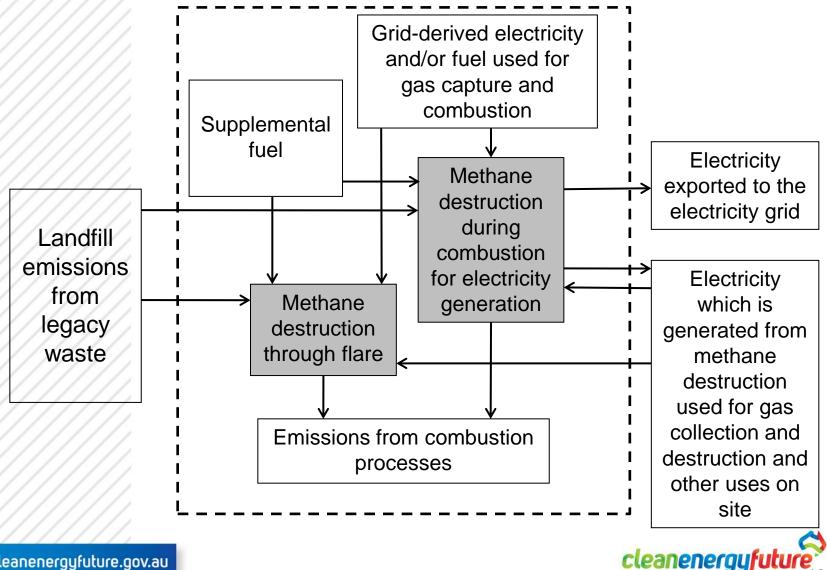
 $B_{p}$  = proportion of methane captured under baseline conditions

#### Standard factors

Y = converts volume of methane to tonnes  $CO_2$ -e



#### Greenhouse Gas Assessment Boundary -\_andfill gas capture and combustion



www.cleanenergyfuture.gov.au

#### Calculation of abatement – Landfill gas capture and combustion

Net greenhouse gas abatement – A

**Equation 1** 

$$A = (A_p - Y_p)$$

 $A_p$  = quantity of greenhouse gas emissions avoided due to project

 $Y_p$  = emissions from fuel and electricity use



www.cleanenergyfuture.gov.au

#### Calculation of abatement – Landfill gas capture and combustion

$$A_{p} = \left(\gamma \sum_{h=1}^{n} Q_{com,h} - A_{reg}\right) \times (1 - 0F) - E_{com}$$

Q<sub>com,h</sub> = volume of methane generated from legacy waste destroyed by a combustion device

 $A_{req}$  = emissions under baseline conditions

$$E_{com}$$
 = emissions released during the combustion process

#### Standard factors

- Y = converts volume of methane to tonnes  $CO_2$ -e
- OF = methane oxidation factor (0.10)



#### Monitoring and Reporting Requirements – Landfill gas capture and combustion

- Measurements taken with equipment complying with accuracy and transmitter requirements (Pressure: ±0.25%; Differential Pressure: <±0.25%; Temperature: <±0.50%</li>
- Requirements relating to inspection, cleaning and calibration of monitoring instruments
- Records include: landfill licences; Landfill Environment Management Plans; maintenance records; logs of operations of system, including shut-downs, start-ups and process adjustments; NATA certificates from stack testing laboratories; evidence of fuel use (including invoices and receipts)
- Reports must include: proportion of methane required to be captured and destroyed to meet regulatory requirements, total fuel and electricity used by project, destruction efficiencies of combustion devices



#### **Questions?**

More Information

- Online: <u>www.cleanenergyfuture.gov.au</u>
- Email: CFI@climatechange.gov.au

