Forest Sector Contributions to Climate Change Mitigation

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A Team Effort!



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CFS Carbon Accounting Team in Victoria and Edmonton in close cooperation with CFS policy community in Ottawa

Nealis Will Bu Song E Agencies in all Provinces and Territories

Collaboration with scientists in CFS, universities in Canada and abroad, IPCC colleagues, and <u>many</u> others ...

Outline

- Human perturbation to the global carbon cycle
- Climate change mitigation options in the forest sector
- Bioenergy and GHG emissions
- National-scale analyses of mitigation options
- Conclusions



Increase in Atmospheric CO₂ Concentration



The Breathing Earth



Inventory-based Estimates of Global Forest C Sink



A Large and Persistent Carbon Sink in the World's Forests

Science (2011) **333:** 988-993;

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Sources and sinks	1990-1999	2000-2007
	Sources (C emissions)	
Fossil fuel and cement*	6.5 ± 0.4	7.6 \pm 0.4
Land-use change†	1.5 ± 0.7	1.1 ± 0.7
Total sources	8.0 ± 0.8	8.7 ± 0.8
	Sinks (C uptake) 34	%
Atmosphere†	3.2 ± 0.1	$\textbf{4.1}\pm\textbf{0.1}$
Ocean‡	2.2 ± 0.4	2.3 ± 0.4
Terrestrial (established forests)§	2.5 ± 0.4	2.3 ± 0.5
Total sinks	7.9 ± 0.6	8.7 ± 0.7
Global residuals	0.1 ± 1.0	0.0 ± 1.0

Human Perturbations to the Global C Cycle



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Human Perturbations to the Global C Cycle

Climate Change impacts on forest carbon balance will affect the required level of mitigation efforts

Negative Feedback Sink increases with climate change

Positive Feedback Sink decreases with climate change

Source: Friedlingstein et al., 2006

Climate Change impacts on forest carbon balance will affect the required level of mitigation efforts

Uncertainty among leading global models on future C balance of terrestrial ecosystems: ~16 Gt C yr⁻¹

Contributes to uncertainties about future CO_2 concentration....

Stabilization Target ~ 450 ppm

... and uncertainties about required level of mitigation efforts.

Direction and Magnitude of Feedback?

- Climate changes will affect many processes (growth, decay, disturbances) with large differences between ecosystems and regions.
- Currently not able to predict net impacts, but ...
- <u>Asymmetry of risks:</u> unlikely that productivity increases can off-set increased disturbance losses (Kurz et al. 2008).
- Monitoring and modelling required to quantify direction and magnitude of feedback.

Feedback to Climate Change

 Forests' response to climate change has the potential to provide positive feedback to future climate change through increased emissions that <u>could completely negate</u> <u>the benefits of mitigation efforts in all</u>

other sectors.

Does the Forest Sector have a Role in a Climate Change Mitigation Portfolio?

- Despite potential impacts of climate change, human activities in forest sector can contribute to mitigation objectives by reducing sources & increasing sinks, relative to a baseline.
- Future forest C budgets are affected by many processes: age-class legacy, recovery from past land-use, climate change impacts, etc.
- Need to evaluate mitigation benefits relative to a <u>"forward</u> <u>looking baseline"</u> and seek to improve C balance relative to this baseline through directed mitigation efforts.
- Merely claiming credit for existing sinks does not contribute any mitigation benefits.
- Reducing a source does contribute to mitigation objectives.

Mitigation Options in the Forest Sector

- 1. Increase (or maintain) forest area
 - Reduce deforestation (REDD), increase afforestation
- 2. Increase stand-level carbon density
 - Silviculture, avoid slashburning, reduced regeneration delays, species selection, fertilization, tree improvement programs
- 3. Increase landscape-level carbon density
 - Longer rotations, conservation areas, protection against fire
- 4. Increase C stored in products, reduce fossil emissions through product substitution and through bioenergy use

Canada's National Forest Carbon Monitoring, **Accounting and** Reporting **System** (NFCMARS)

Reporting of GHG balance to EC for National GHG Inventory Reporting. Analyses in support of policy development and negotiations.

Carbon Budget Model of the Canadian Forest Sector (CBM-CFS3)

- An operational-scale model of stand and landscape-level ightarrowforest C dynamics.
- Allows forest managers to assess carbon implications of igodolforest management: increase sinks, reduce sources
- Builds on 20 years of igodol**CFS** Science
- Freely available at: igodolcarbon.cfs.nrcan.gc.ca

Kurz et al. 2009, Ecol. Modelling

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Carbon Budget Model of Canadian Forest Sector

Forest inventory and growth & yield data

Natural disturbance monitoring data

Forest management activity data

Land-use change data

Ecological modelling parameters

Kurz et al. 2009, Ecol. Modelling

Large interannual variation in GHG balance resulting from wildfires

Source: Stinson et al., 2011

Large interannual variation in GHG balance resulting from wildfires

Source: Stinson et al., 2011

Accounting of Harvested Wood Products

- Default assumption of the 1996 IPCC reporting guidelines is that amount of wood added to stocks of HWP from this year's harvest merely replaces C lost through decay and burning of C harvested in prior years.
- HWP C stocks are assumed constant
- Because inputs are assumed = outputs, the simplified assumption is that all material transferred from forest through harvest is immediately emitted to the atmosphere.
- But data indicate that HWP in use and in landfills are increasing (e.g. Apps et al. 1999).

Accounting of Harvested Wood Products

GHG Fluxes with and without immediate emissions of harvested carbon

Source: Stinson et al., 2011

New HWP C tracking model developed by CFS CAT

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C retention in HWP and Landfills – preliminary data (harvest since 1990, Canada and export regions combined)

Impact of UNFCCC reporting guidelines

- Default assumption of immediate emissions captures neither the timing nor the location of actual emissions.
- In Canada (1990 2008) ~3,150 Mt CO₂e are reported as emitted – but over 50% of this remains stored in HWP and landfills (in Canada and abroad).
- Many of the emissions occur outside Canada.
- Same issue for all (net) wood exporting countries.
- International convention to not report C stocks retained in HWP creates <u>public misunderstanding</u> of forest management contribution to C cycle.
- It also decreases incentives to manage C in HWP.

Substitution Benefits

- In addition to C stored in HWP, their use also contributes to meeting societal demands that would otherwise be met with steel, concrete or plastics – all of which are energy-intensive to produce.
- Although substitution benefits where they do occur cannot be accounted for in the forest sector – they do result in real emission reductions observed in energy or production sectors.
- Therefore substitution benefits should be considered when developing mitigation policies in the forest sector.

Accounting of Harvested Wood Products

Substitution Benefits from Wood Use

- Displacement factor (DF) quantifies the amount of emission reduction achieved per unit of wood <u>used</u> in products (i.e. substitution)
- On average, we avoid 2 tons of C emissions for every 1 ton of C used in wood products.
- Substitution benefits of wood use for bioenergy typically < 1.
- How do we achieve greatest substitution benefits and where do they occur?

Mitigation Strategies: Need for Systems Perspective

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Forest Mitigation Strategies: Two competing positions

Stop logging

ROBBING THE CARBON BANK: Global Warming & Ontario's Boreal Forest

THICS

... or use wood?

Tackle Climate Change: Use Wood

Forest Mitigation Strategies: Two competing positions

Maximise Carbon stocks

Services used by Society

Forest Mitigation Strategies: Two competing positions

... or maximise Carbon uptake?

Services used by Society

Forest Sector C Mitigation Strategies

- Relative advantage of each strategy depends on MANY factors and is not decided by C criteria alone.
- The assessment of mitigation options should include
 - 1. carbon in forests,
 - 2. carbon in harvested wood products, and
 - 3. avoided emissions from wood use.
- Any policy aimed at increasing C in forests, harvested wood products or the substitution benefits (e.g. bioenergy) typically reduces C in the other pools.
- Quantifying these trade-offs and relationships can identify mitigation opportunities.
- Assessment should also include the time dynamics of when C costs and benefits occur.

Carbon Neutral Bioenergy from Forests?

- Two reasons why bioenergy is considered C neutral:
- 1. Current accounting rules consider emission to occur when biomass is transferred out of forest
 - Emissions already accounted at time of harvest
 - Rules could change in future agreements
- 2. (Re) Growth removes emitted C from atmosphere
 - But over what time frame does this removal occur?
 - For agricultural residues in single year.
 - For short-rotation energy crops in 3 5 years
 - For forests over decades

Carbon Neutral Bioenergy from Forests?

- Bioenergy does not have to be C neutral it has to better than the alternatives to contribute to climate mitigation – i.e. have lower net emissions within a specified time.
- Several recent studies have demonstrated that using wood for bioenergy incurs an initial C debt to the atmosphere, followed by a net benefit, but the breakeven point can be decades into the future
- The assumption of carbon neutrality removes incentives to assess mitigation benefits for different biomass feedstock sources – but what biomass we use for bioenergy has big implications for the atmosphere.

Slash burning still a management practice

Photo: BC MoF

Alternate uses?

Photo: T. Sullivan

Can we capture energy and reduce non CO₂ emissions

Photos: T. Sullivan

Origin of Biomass and C dynamics

- C dynamics of biomass sources affects net emissions
- Chose biomass with short expected C retention

Simplifying Accounting Assumptions can lead to Bad Policy Decisions

- Assumption of immediate emissions at time of harvest fails to recognise importance of C storage in HWP and eliminates incentives for mitigation options in forest product sector.
- Assumption of C neutrality of biomass emissions fails to recognise importance of the type of biomass used and the time required to remove C from atmosphere.

National-scale Analysis of Mitigation Options

Assessing the Climate Change Mitigation Potential of Canada's Forest Sector

CFS CAT: Graham Stinson, Mark Hafer, Carolyn Smyth, Eric Neilson, Gary Zhang, Max Fellows, Michael Magnan, and Werner Kurz

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National Forest Sinks Committee

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Analytical Framework

² Kurz et al. (2009) *Ecological Modelling* 220, 480-504

Mitigation Strategies

National-scale analyses with regionally differentiated mitigation scenario implementation (developed in consultation with forest management agencies from across Canada).

Scenarios combine changes in forest management with changes in use of harvested wood products and bioenergy. (Changes in land use, reduced deforestation and increased afforestation not included).

Analyses of costs per ton of CO₂ emission reduction.

Lessons learned from Mitigation Options Analyses

- Mitigation benefits differ between sector, nation and globe: spatial scope of analysis defines which substitution benefits can be considered.
- Bioenergy-related mitigation options often contribute net emissions with break-even points years or decades into the future – depending largely on alternate fate of feedstock.
- Sector-level displacement factors lower than project-level DF
- Development of mitigation portfolio requires understanding of time lines of costs and benefits of mitigation activities.
- Ranking of mitigation portfolios changes over time.
- Assessment of costs per ton required to compare with options in other sectors.

Conclusions

- Globally forests have been absorbing one third of annual fossil fuel emissions.
- Climate change impacts on forests could increase net emissions and these could completely negate mitigation efforts in all other sectors.
- Limiting climate change impacts is the first important step towards maintaining the forest sink.
- Sustainable forest management and use of wood to substitute more emissions-intensive materials such as concrete and steel can contribute to climate change mitigation efforts.

Conclusions

- Design of climate change mitigation portfolios in the forest sector should be based on systems approach that accounts for C in forest ecosystems, C in HWP, and substitution benefits.
- Analyses should also account for all emissions and removals relative to a baseline, when and where they occur.
- Forest managers do not control use of wood effective mitigation portfolios need to integrate forest management with wood use strategies.
- Mitigation incentives and the resulting economic values of carbon and energy contained in wood – may create new opportunities for forest sector, communities and economy.

Conclusions

 Forests and forestry cannot solve the problem of fossil C emissions, but they can contribute to the solution.

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Thank you very much!

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Forest Carbon Accounting Comptabilisation du Carbone Forestier

http://cfs.nrcan.gc.ca/pages/36 Publications:http://cfs.nrcan.gc.ca/publications/search?query=Kurz e-mail: wkurz@nrcan.gc.ca

