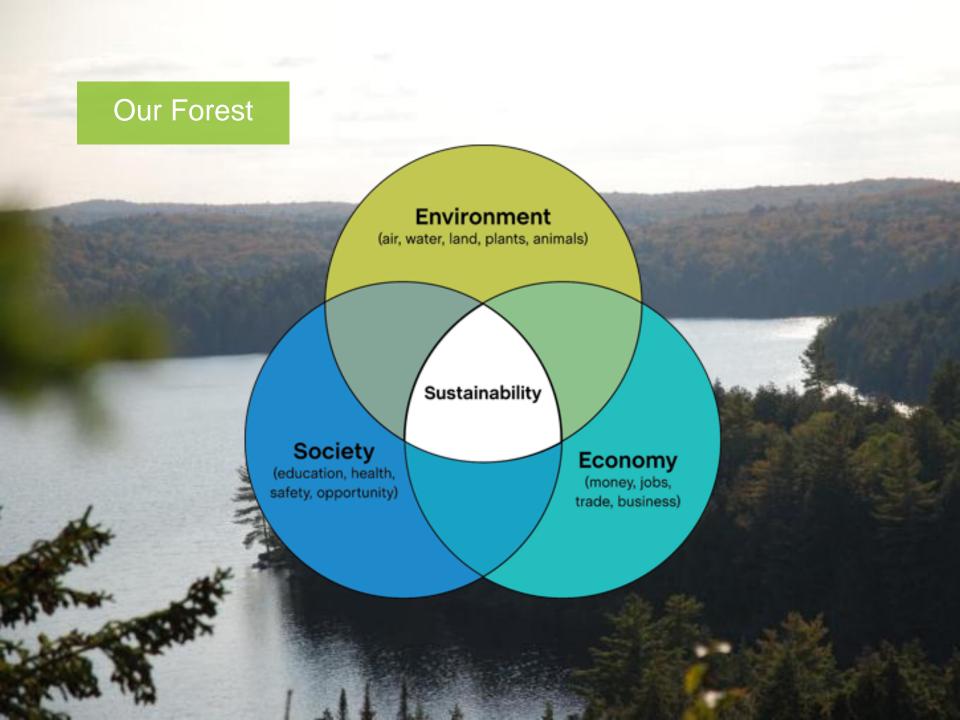


Forest Carbon Opportunities for Landowners: through Afforestation and Reforestation

June 23, 2017 Rob Keen CEO, Forests Ontario





"Realization of the mitigation potential [of forests] requires institutional capacity, investment capital, technology RD and transfer as well as appropriate policies and incentives."

International Panel on Climate Change (2007)



#### Federally:

Forest sector GHG emissions and removals estimates

#### **Provincially:**

Developing a cap & trade system to include offsets related to afforestation

#### Municipal:

Developing requirements for forest cover

#### **Privately:**

What can you do?

## What should you be thinking about?

- What do you currently know about your forest or woodlot?
- What tools do you have access to now that will help inform you?
  - MFTIP, forest certification, etc.

How does this prepare you to make the right decisions for your property or a property you are managing

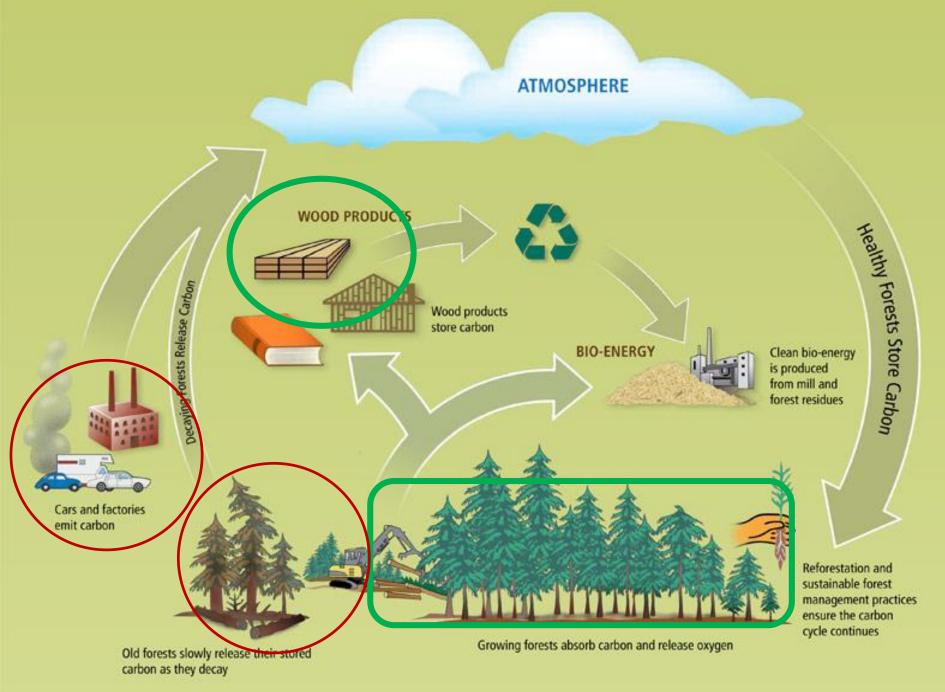
## What do you currently know about your forest

Most significant factors affecting your forest

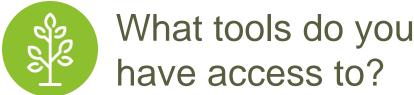




Slide by Michael Green, Ted Talk







- Planting funding support (e.g. 50MTP)
- Managed Forest Tax Incentive Program (MFTIP)
- Forest certification
- Forestry-based membership organizations
- Network of forestry professionals

## How does this prepare me for carbon offset opportunities

- To ensure the forest is a carbon sink, not a source
- To ensure the forest is permanent through 50+ year agreements
- To ensure the resource is maintained
  - Basal area, density, crown cover, etc.



# There are costs to starting and maintaining an afforestation carbon offset project:

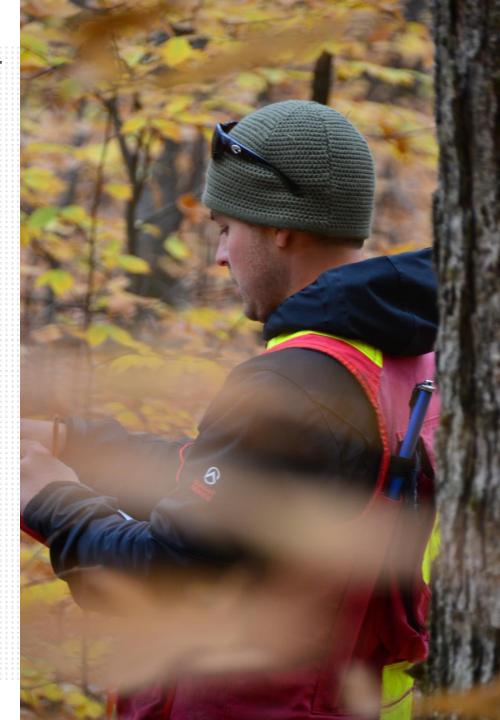
- \$ Data Collection (e.g. inventories)
- \$ Project Creation (e.g. afforestation)
- \$ Putting carbon rights on title
- \$ Verification (fees to pay a 3<sup>rd</sup> party verifier)
- \$ Monitoring (survival, guidelines)



## How does this prepare me for carbon offset opportunities

#### **Project Operators:**

- Ensure the project meets criteria and protocols
- Collects data related to the project
- Aggregates sites to make them more marketable and economically feasible
- Manage verification
- Manages or outsources carbon accounting
  - Baseline
  - Leakage
  - Additionality





## The Markets

#### **Voluntary Market:**

- Subject to protocols
- Project funding
- Varying timelines
- Ex-ante or ex post projects

#### **Regulatory Market (in the works):**

- Subject to strict protocols
- Verified projects
- Registered projects
- Ex post projects

### Verification

A 3<sup>rd</sup> party audit to ensure standards and methodologies are followed:

- Required for sale in market
- Completed 3-5 years into project
- Long-term monitoring
- Used to determine if ex-anti projects can achieve carbon sequestration targets

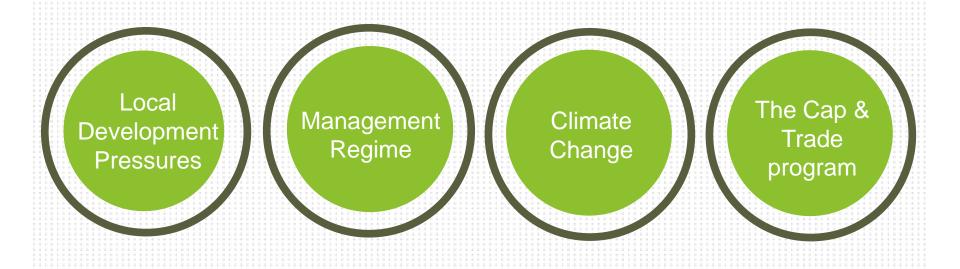
## Be informed and prepared

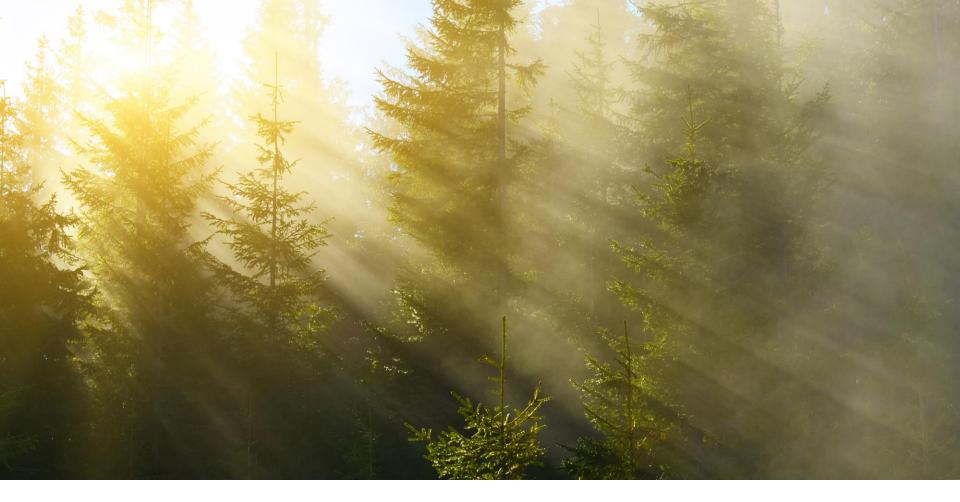
#### Ask the hard questions:

- Are there long-term agreements?
- Do I have management limitations?
- Will I receive a return on my investments made to my forest?
- Will additional access be required?
- Is this project being considered for the regulatory or voluntary market?

## What do you currently know about your forest

Most significant factors affecting your forest

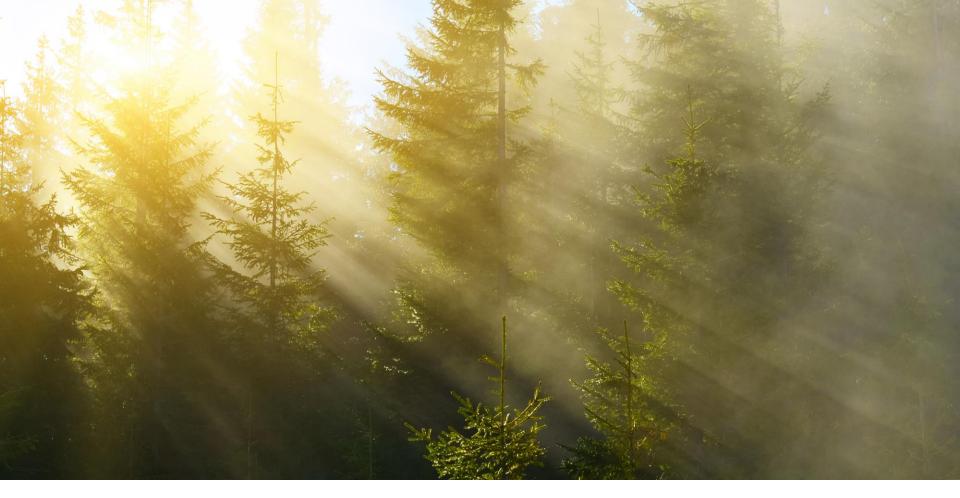




### The Goal

Continue to use best science to mitigate and adapt to climate change:

- Large, contiguous;
- Diverse
- Healthy forests



## The Challenge

Making Ontario's Cap & Trade Program work for you:

 More resources to ensure healthy forests for the future

