



carbenflow  
Connecting the carbon world

Afforestation and reforestation projects under UN REDD+ and the World Bank's Forest Carbon Partnership Facility strive to make forests more valuable standing than cut down, by creating financial value for the carbon stored in trees.

# **Monitoring Software Practitioners Workshop on CDM Standards June 8-10, Bonn**

## AGENDA

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- Background on Carbonflow's approach to digitize the monitoring and verification process
- Presentation of Analysis to standardize parameter use across methodologies.

## Carbonflow in Brief

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- Carbonflow provides **an integrated suite of software applications** used by organizations worldwide **to manage, monitor, and monetize** their emission reduction and sustainable energy **projects**
- We host **unique Software-as-a-Service (SaaS)** products that empower participants to undertake these projects on a **secure multi-party platform**
- Our goal is to **reduce the time, cost, and complexity** of carbon projects to **reduce risk and improve trust** between parties

## Selected Clients and Partners



Inter-American Development Bank



## Bottom up process

1. Digitization of Monitoring reports
2. Digitization of verification process and DOE reports
3. Digitization interface and analysis tools at UNFCCC

## Benefits of a digitized documents

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### Avoid manual transmission and data entry errors

- Key users **enter data once**, which are combined into the digital PDD and can be **used in other templates** throughout the project cycle.
- All documents using the data will have the exact same data, **no errors from manual transmission** possible.
- **Default values** for baselines etc. can be set in and **entered by the system** into the project documentation.

### Facilitates automated checks

- **Search, analysis and comparison** of projects as document content is provided as data rather than text.
- **of data completeness** before allowing submission of the document to next level is possible. **Avoid work on incomplete files.**
- Check can include **compliance with a required/expected range** (e.g. IRR limits in additionality analysis).
- **Basis for risk based approach to monitoring.**

- Methodology specific report templates
  - Project specific report templates created through a **bottom up modular approach** that can be re-used in following periods
  - Created from defined modules that understand the methodology specific complexity of different **sites, activities and processes within a single and multi-methodology projects** and use standardized parameter names.
- Automated Calculation of CERs from individual parameter data (yearly, monthly, daily)

# Analysis Goals

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- Architect a system for automatically perform the calculations for **all** CDM methodologies.
- Handle automatic and manual submission of data at varying intervals from 90 seconds to monthly.
- Normalize the stored data so that comparisons across methodologies can be made, allowing for benchmarking and baseline creation.

## Work done

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- Fully analysed 32 CDM methodologies and all the CDM “tools”, and created a listing of the data and formulae involved.
- Work covers all projects that had issuance and all that had been registered bar 3 methodologies.
- The resulting model has geographic *sites* within a project or PoA that performing one or more *activities* and which may themselves contains *processes*.

# Findings

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- The CDM methodologies were developed by independent teams of experts and were never intended to be a consistent comparable set of definitions.
- There is some inconsistency in the naming of parameters, the units used, and the time intervals they apply to.
- With slight changes, they could be made consistent which would make methodologies easier to understand and allow automatic data checking and comparative baselining

## Naming

- $FC_{\text{mass}}$   $FC$   $FC_{\text{biomass}}$   $FC_j$   $F_{\text{cons}}$   $B_{\text{biomass,PJ}}$   
 $Q_{\text{fuel}}$   $Q_{\text{non-biomass}}$   $FC_{\text{EL,CP,k}}$   $FC_{\text{PJ,(NG,k)}}$   $FC_{\text{project}}$

- all are “the **mass** of each type of fuel consumed in the period”
- Why FC, B, and Q?

- $FC_{\text{vol}}$   $FC$   $FC_j$   $FF_{\text{project,l}}$   $F_{\text{cons}}$   $FC_{\text{EL,CP,k}}$   $FC_{\text{PJ,(NG,k)}}$

- all are “the **volume** of each type of fuel consumed in the period”
- Some have the same names as the  $FC_{\text{mass}}$  parameters.

- Meths: ACM3 ACM9 AM25 AM26 ACM12 AM29 AMS-I.A. AM39 AMS-I.A. AMS-I.C. AMS-III.B. AMS-III.E. AMS-III.Q.

## Units

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- Often same named parameters can be measured as mass or volume, but mass and volume are not comparable or convertible to each other.

Eg.

- NCV is measured in MJ/kg, GJ/t or MJ/l, GJ/m<sup>3</sup>
- $Q_{BL, product}$  is measured in Tons/yr or m<sup>3</sup>/year

- Base units: energy: GJ or MWh as the base?

- We can convert between units of the same type (eg kg, t, Mt; s, hours, days; KJ, MJ, GJ, MWh, TJ).
- Data should be stored in a base unit, so values can be directly manipulated
- From a scientific point of view, SI units (Kg,m,s) would be best, but this would lead to very large numbers or very small numbers.
- For energy half the meths use MWh and half use GJ. Can we choose one to be the base?

## Time Intervals (not all “,y”)

- Many parameters are written as  $P_{bb,y}$  where the “,y” is short form *year*.
- Sometimes the parameter is the total over a whole year, but other times it is the value over the monitoring interval (which might only be 90 seconds).
- For example: ACM1, ACM2, AM39 all have the formula  $ER_y = BE_y - PE_y$
- In ACM2, the BE and PE are both measured over the monitoring interval, so the formula could be simplified to:  
 $ER = BE - PE$
- But in ACM1, AM39, the BE is measured over a year, so the formula is:  
 $ER = ProRata(BE_y) - PE$

# Conclusion

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- We believe that with slight changes, parameters and formulas could be made consistent which would:
  - make methodologies easier to understand
  - allow automatic data checking
  - allow comparative baselining
  
- Carbonflow is happy to assist in this endeavour