

**CDM-MP87-A08**

# Draft Large-scale Consolidated Methodology

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## ACM0006: Electricity and heat generation from biomass

Version 16.0

Sectoral scope(s): 01

DRAFT



**United Nations**  
Framework Convention on  
Climate Change

## COVER NOTE

### 1. Procedural background

1. The Executive Board of the clean development mechanism (CDM) (hereinafter referred to as the Board), at its 110th meeting, considered the draft revised "Glossary: CDM terms" that contained revised definition of "renewable biomass" and introduced definitions of new terms associated with market penetration of technology/measure, and requested the Methodologies Panel (MP) to analyze the existing approved methodologies and methodological tools with regard to the consistency in the use of these terms and related guidance, and to recommend revision to the methodologies and tools, as appropriate, based on the analysis.
2. The Methodologies Panel, at its 86<sup>th</sup> meeting, proposed a draft revised version of the "TOOL16: Project and leakage emissions from biomass" containing a comprehensive approach to determine emissions from the cultivation of biomass in dedicated plantations, transportation of biomass and biomass residues and treatment of biomass and biomass residues, and launched a call for public inputs. No comments were received.

### 2. Purpose

3. The purpose is to update this methodology to make consistent reference to the elements from "TOOL16: Project and leakage emissions from biomass" in the project emissions and leakage sections.

### 3. Key issues and proposed solutions

4. As per the current version of the methodology project emissions due to biomass usage from dedicated plantations shall be calculated according to "TOOL16: Project and leakage emissions from biomass". In addition, the methodology requires project emissions due to incremental transport of biomass to the project plant be calculated based on the provisions of "TOOL12: Project and leakage emissions from transportation of freight".
5. In the proposed revision, the following project emissions sources are included for projects involving the consumption of biomass, aligned with the proposed revision of "TOOL16: Project and leakage emissions from biomass":
  - (a) Project emissions resulting from the cultivation of biomass in a dedicated plantation of a CDM project activity that uses biomass ( $PE_{BC}$ );
  - (b) Project emissions resulting from the transportation of biomass ( $PE_{BT}$ );
  - (c) Project emissions resulting from the processing of biomass ( $PE_{BP}$ );
  - (d) Project emissions resulting from the transportation of biomass residues ( $PE_{BRT}$ ) if the project consumes biomass residues;
  - (e) Project emissions resulting from the processing of biomass residues ( $PE_{BRP}$ ) if the project consumes biomass residues.

6. The proposed revision also removes the sections containing the determination of project emissions from wastewater generated from the treatment of biomass ( $PE_{ww,y}$ ) and project emissions from the incremental transportation of the biomass to the project plant ( $PE_{TR,y}$ ) and the monitoring of relevant parameters since these sources are already quoted in the proposed revision of “TOOL16: Project and leakage emissions from biomass”.
7. The proposed revision quotes the requirements and guidance from “TOOL16: Project and leakage emissions from biomass” to determine leakage.

#### **4. Impacts**

8. The revision of this methodology, along with the revision of “TOOL16: Project and leakage emissions from biomass”, if approved, will provide clarity to stakeholders on the emission sources that may need to be included in the calculation of project emissions from projects involving the use of biomass or biomass residues.

#### **5. Subsequent work and timelines**

9. The MP, at its 87<sup>th</sup> meeting, agreed to seek public inputs on the draft revised methodology. Inputs received, if any, will be discussed with the MP and forwarded to the Board for its consideration together with this document. No further work is envisaged.

#### **6. Recommendations to the Board**

10. The MP recommends that the Board adopt this draft methodology, to be made effective at the time of the Board’s approval.

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## 1. Introduction

1. The following table describes the key elements of the methodology:

**Table 1. Methodology key elements**

<b>Typical project(s)</b>	Co-generation of power and heat using biomass. Typical activities are new plant, capacity expansion, energy efficiency improvements or fuel switch projects
<b>Type of GHG emissions mitigation action</b>	<ul style="list-style-type: none"> <li>• Renewable energy;</li> <li>• Energy efficiency;</li> <li>• Fuel switch;</li> <li>• GHG emission avoidance.</li> </ul>

## 2. Scope, applicability, and entry into force

### 2.1. Scope

2. This methodology is applicable to project activities that operate biomass (co-)fired power-and-heat plants.<sup>1</sup> The CDM project activity may include the following activities or, where applicable, combinations of these activities:
- (a) The installation of new plants at a site where currently no power or heat generation occurs (Greenfield projects);
  - (b) The installation of new plants at a site where currently power or heat generation occurs. The new plant replaces or is operated next to existing plants (capacity expansion projects);
  - (c) The improvement of energy efficiency of existing biomass-based power-and-heat plants (energy efficiency improvement projects), which can also lead to a capacity expansion, e.g. by retrofitting the existing plant;
  - (d) The total or partial replacement of fossil fuels by biomass in existing power-and-heat plants or in new power-and-heat plants that would have been built in the absence of the project (fuel switch projects), e.g. by increasing the share of biomass use as compared to the baseline, by retrofitting an existing plant to use biomass.

### 2.2. Applicability

3. The methodology is applicable under the following conditions:
- (a) Biomass used by the project plant is limited to biomass residues, biogas, RDF<sup>2</sup> and/or biomass from dedicated plantations;

<sup>1</sup> Power-only project activities should refer to the consolidated methodology “ACM0018: Electricity generation from biomass in power-only plants”. Heat-only project activities should refer to the approved methodology “AM0036: Fuel switch from fossil fuels to biomass in heat generation equipment”.

<sup>2</sup> Refuse Derived Fuel (RDF) may be used in the project plant but all carbon in the fuel, including carbon from biogenic sources, shall be considered as fossil fuel.

- (b) Fossil fuels may be co-fired in the project plant. However, the amount of fossil fuels co-fired does not exceed 80% of the total fuel fired on energy basis;
  - (c) For projects that use biomass residues from a production process (e.g. production of sugar or wood panel boards), the implementation of the project does not result in an increase of the processing capacity of (the industrial facility generating the residues) raw input (e.g. sugar, rice, logs, etc.) or in other substantial changes (e.g. product change) in this process;
  - (d) The biomass used by the project plant is not stored for more than one year;
  - (e) The biomass used by the project plant is not processed chemically or biologically (e.g. through esterification, fermentation, hydrolysis, pyrolysis, bio- or chemical-degradation, etc.) prior to combustion. Drying and mechanical processing, such as shredding and pelletisation, are allowed.
4. In the case of fuel switch project activities, the use of biomass or the increase in the use of biomass as compared to the baseline scenario is technically not possible at the project site without a capital investment in:
- (a) The retrofit or replacement of existing heat generators/boilers; or
  - (b) The installation of new heat generators/boilers; or
  - (c) A new dedicated supply chain of biomass established for the purpose of the project (e.g. collecting and cleaning contaminated new sources of biomass residues that could otherwise not be used for energy purposes); or
  - (d) Equipment for preparation and feeding of biomass.
5. If biogas is used for power and heat generation, the biogas must be generated by anaerobic digestion of wastewater<sup>3</sup>, and:
- (a) If the wastewater generation source is registered as a CDM project activity, the details of the wastewater project shall be included in the PDD, and emission reductions from biogas energy generation are claimed using this methodology;
  - (b) If the wastewater source is not a CDM project, the amount of biogas does not exceed 50% of the total fuel fired on energy basis.
6. In the case biomass from dedicated plantations is used, the applicability conditions of the "TOOL16: Project and leakage emissions from biomass" shall apply to determine the relevant project and leakage emissions from cultivation of biomass and from the utilization of biomass residues.
7. Finally, the methodology is only applicable if the baseline scenario, as identified per the "Selection of the baseline scenario and demonstration of additionality" section hereunder, is:
- (a) For power generation: scenarios P2 to P7, or a combination of any of those scenarios; and
  - (b) For heat generation: scenarios H2 to H7, or a combination of any of those scenarios;

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<sup>3</sup> Landfill gas project activities should refer to the consolidated methodology "ACM0001: Flaring or use of landfill gas".

- (c) If some of the heat generated by the CDM project activity is converted to mechanical power through steam turbines, for mechanical power generation: scenarios M2 to M5:
    - (i) In cases M2 and M3, if the steam turbine(s) are used for mechanical power in the project, the turbine(s) used in the baseline shall be at least as efficient as the steam turbine(s) used for mechanical power in the project;
    - (ii) In cases M4 and M5, steam turbine(s) generating mechanical power to be used for the same purpose as in the baseline are not allowed;
  - (d) For the use of biomass residues: scenarios B1 to B5, or a combination of any of those scenarios;
  - (e) For the use of biogas: scenarios BG1 to BG3, or a combination of any of those scenarios.
8. The methodology is not applicable if the baseline scenario involves the cultivation of biomass in dedicated plantations.

### 2.3. Entry into force

9. The date of entry into force is the date of the publication of the **EB xx** meeting report on **DD Month 2022**.

### 2.4. Applicability of sectoral scopes

10. For validation and verification of CDM projects and programme of activities by a designated operational entity (DOE) using this methodology application of sectoral scope 01 is mandatory.
11. If emission reductions are claimed for preventing disposal and/or preventing uncontrolled burning of biomass residues in the baseline, then sectoral scope 13 applies.
12. If biomass is sourced from dedicated plantations, then sectoral scope 15 applies.
13. If emission reductions are claimed for preventing disposal and/or preventing uncontrolled burning of biomass residues in the baseline and biomass is sourced from dedicated plantations, then sectoral scopes 13 and 15 apply.

## 3. Normative references

14. This consolidated baseline and methodology is based on elements from the following approved consolidated baseline and monitoring methodologies:
- (a) "ACM0014: Treatment of wastewater" (hereinafter referred as ACM0014);
  - (b) "ACM0017: Production of biodiesel for use as fuel" (hereinafter referred as ACM0017);
  - (c) "AMS-III.H.: Methane recovery in wastewater treatment" (hereinafter referred as AMS-III.H).
15. This methodology also refers to the latest approved versions of the following tools:
- (a) "TOOL02: Combined tool to identify the baseline scenario and demonstrate additionality" (hereinafter referred as TOOL02);



- (b) “TOOL03: Tool to calculate project or leakage CO<sub>2</sub> emissions from fossil fuel combustion” (hereinafter referred as TOOL03);
  - (c) “TOOL04: Emissions from solid waste disposal sites” (hereinafter referred as TOOL04);
  - (d) “TOOL05: Baseline, project and/or leakage emissions from electricity consumption and monitoring of electricity generation” (hereinafter referred as TOOL05);
  - (e) “TOOL07: Tool to calculate the emission factor for an electricity system” (hereinafter referred as TOOL07);
  - (f) “TOOL09: Determining the baseline efficiency of thermal or electric energy generation systems” (hereinafter referred as TOOL09);
  - (g) “TOOL10: Tool to determine the remaining lifetime of equipment” (hereinafter referred as TOOL10);
  - (h) “TOOL12: Project and leakage emissions from transportation of freight” (hereinafter referred as TOOL12);
  - (i) “TOOL16: Project and leakage emissions from biomass” (hereinafter referred as TOOL16).
16. For more information regarding the proposals and the tools as well as their consideration Executive Board (hereinafter referred to as the Board) of the clean development mechanism (CDM) please refer to <<http://cdm.unfccc.int/goto/MPappmeth>>.

### 3.1. Selected approach from paragraph 48 of the CDM modalities and procedures

17. “Emissions from a technology that represents an economically attractive course of action, taking into account barriers to investment”.

## 4. Definitions

18. The definitions contained in the Glossary of CDM terms shall apply.
19. For the purpose of this methodology, the following definitions apply:
- (a) **Cogeneration plant** - a power-and-heat plant in which at least one heat engine simultaneously generates both process heat and power;
  - (b) **Dedicated plantations** - plantations that are newly established as part of the CDM project activity for the purpose of supplying cultivated biomass to the project plant;
  - (c) **Heat** - useful thermal energy that is generated in a heat generator (e.g. a boiler, a cogeneration plant, thermal solar panels, etc.) and transferred to a heat carrier (e.g. hot liquids, hot gases, steam, etc.) for utilization in thermal applications and processes, including power generation. For the purposes of this methodology, heat does not include waste heat, i.e. heat that is transferred to the environment without utilization, for example, heat in flue gas, heat transferred to cooling towers or any other heat losses. Note that heat refers to the *net* quantity of thermal energy that is transferred to a heat carrier at the heat generation unit. For example, in case of a boiler it refers to the difference of the enthalpy of the steam generated in the boiler and the enthalpy of the feed water or, if applicable, any condensate return;

- (d) **Heat generator** - a facility that generates heat by combustion of fuels. This includes, for example, a boiler that supplies steam or hot water, a heater that supplies hot oil or thermal fluid, or a furnace that supplies hot gas or combustion gases. When several heat generators are included in one project activity, each heat generator is referred to as "unit";
- (e) **Heat-to-power ratio** - the quantity of process heat recovered from a heat engine per unit of electricity generated in the same heat engine, measured in the same energy units. For example, a heat engine producing 1 MWh<sub>el</sub> of electricity and 2 MWh<sub>th</sub> of process heat has a heat-to-power ratio of 2;
- (f) **Net quantity of electricity generation** - the electricity generated by a power plant unit after exclusion of parasitic and auxiliary loads, i.e. the electricity consumed by the auxiliary equipment of the power plant unit (e.g. pumps, fans, flue gas treatment, control equipment etc.) and equipment related to fuel handling and preparation.
- (g) **Process heat** - the useful heat that is not used for electric power generation. It could include the heat used for mechanical power generation, where applicable;
- (h) **Power** - electric power, unless explicitly mentioned otherwise;
- (i) **Power plant** - an installation that generates electric power through the conversion of heat to power using a heat engine. The heat is produced in a heat generator and consumed in a heat engine (e.g. steam turbine) coupled to an electricity generator;
- (j) **Power-only plant** - a power plant to which the following conditions apply:
- (i) All heat engines of the power plant produce only power and do not cogenerate heat; and
  - (ii) The thermal energy (e.g. steam) produced in equipment of the power plant (e.g. a boiler) is only used in heat engines (e.g. turbines or motors) and not for other processes (e.g. heating purposes or as feedstock in processes). For example, in the case of a power plant with a steam header, this means that *all* steam supplied to the steam header must be used in turbines;
- (k) **Power-and-heat plant** - Power-and-heat plants encompass two broad categories of power plants: cogeneration plants (as defined above) and plants in which heat and power are produced at the same installation although not in cogeneration mode, e.g. a common heat header supplies heat for both process heat and power generation.

## 5. Baseline methodology

### 5.1. Project boundary

20. The spatial extent of the project boundary encompasses:
- All plants generating power and/or heat located at the project site, whether fired with biomass, fossil fuels or a combination of both<sup>4</sup>;
  - All power plants connected physically to the electricity system (grid) that the project plant is connected to;
  - If applicable, all off-site heat sources that supply heat to the site where the CDM project activity is located (either directly or via a district heating system);
  - The means of transportation of biomass to the project site;
  - If the feedstock is biomass residues, the site where the biomass residues would have been left for decay or dumped;
  - If the feedstock is biomass produced in dedicated plantations the geographic boundaries of the dedicated plantations;
  - The wastewater treatment facilities used to treat the wastewater produced from the treatment of biomass;
  - If biogas is included, the site of the anaerobic digester.

**Table 2. Emission sources included in or excluded from the project boundary**

Source		Gas	Included	Justification/Explanation
<b>Baseline</b>	Electricity and heat generation	CO <sub>2</sub>	Yes	Main emission source
		CH <sub>4</sub>	No	Excluded for simplification. This is conservative
		N <sub>2</sub> O	No	Excluded for simplification. This is conservative
	Uncontrolled burning or decay of surplus biomass residues	CO <sub>2</sub>	No	It is assumed that CO <sub>2</sub> emissions from surplus biomass residues do not lead to changes of carbon pools in the LULUCF sector
		CH <sub>4</sub>	Yes or No	Project participants may decide to include this emission source, where case B1, B2 or B3 has been identified as the most likely baseline scenario

<sup>4</sup> Note that the project boundary encompasses not only the plants generating power and/or heat that are directly affected by the CDM project activity (e.g. retrofitted or installed) but also all other plants generating power and/or heat located at the same site as the CDM project activity, whether fired with biomass, fossil fuels or a combination of both. Thus, power and heat generation, grid power and heat imports/exports should be considered for the whole site where the CDM project activity is located and all facilities are to be included in the power and heat balances.

Source		Gas	Included	Justification/Explanation
		N <sub>2</sub> O	No	Excluded for simplification. This is conservative. Note also that emissions from natural decay of biomass are not included in GHG inventories as anthropogenic sources
Project activity	On-site fossil fuel consumption	CO <sub>2</sub>	Yes	May be an important emission source
		CH <sub>4</sub>	No	Excluded for simplification. This emission source is assumed to be very small
		N <sub>2</sub> O	No	Excluded for simplification. This emission source is assumed to be very small
	Off-site transportation of biomass	CO <sub>2</sub>	Yes	May be an important emission source
		CH <sub>4</sub>	No	Excluded for simplification. This emission source is assumed to be very small
		N <sub>2</sub> O	No	Excluded for simplification. This emission source is assumed to be very small
	Combustion of biomass for electricity and heat	CO <sub>2</sub>	No	It is assumed that CO <sub>2</sub> emissions from surplus biomass do not lead to changes of carbon pools in the LULUCF sector
		CH <sub>4</sub>	Yes or No	This emission source must be included if CH <sub>4</sub> emissions from uncontrolled burning or decay of biomass residues in the baseline scenario are included
		N <sub>2</sub> O	No	Excluded for simplification. This emission source is assumed to be small
	Wastewater from the treatment of biomass	CO <sub>2</sub>	No	It is assumed that CO <sub>2</sub> emissions from surplus biomass do not lead to changes of carbon pools in the LULUCF sector
		CH <sub>4</sub>	Yes	This emission source shall be included in cases where the waste water is treated (partly) under anaerobic conditions
		N <sub>2</sub> O	No	Excluded for simplification. This emission source is assumed to be small
	Cultivation of land to produce biomass feedstock	CO <sub>2</sub>	Yes	This emission source shall be included in cases biomass from dedicated plantation is used

Source		Gas	Included	Justification/Explanation
		CH <sub>4</sub>	Yes	This emission source shall be included in cases biomass from dedicated plantation is used
		N <sub>2</sub> O	Yes	This emission source shall be included in cases biomass from dedicated plantation is used

## 5.2. Project documentation

21. The project participants shall document the specific situation of the CDM project activity in the CDM-PDD:
- (a) For each plant generating power and/or heat that operated at the project site in the three years prior to the start of the CDM project activity: the type and capacity of the heat generators, the types and quantities of fuels used in the heat generators, the type and capacity of heat engines, and whether the equipment continues operation after the start of the CDM project activity;
  - (b) For each plant generating power and/or heat installed under the CDM project activity: the type and capacity of the heat generators, the types and quantities of fuels used in the heat generators, the type and capacity of heat engines and direct heat extractions;
  - (c) For each plant generating power and/or heat that would be installed in the absence of the CDM project activity: the type and capacity of the plant, the type and capacity of the heat generators, heat engines and electric power generators and the types and quantities of fuels which would be used in each heat generator;
  - (d) A schematic diagram of the configuration of the CDM project activity and the baseline scenario.

## 5.3. Selection of the baseline scenario and demonstration of additionality

22. The selection of the baseline scenario and demonstration of additionality shall be conducted by following ~~“TOOL02: Combined tool to identify the baseline scenario and demonstrate additionality”~~ **TOOL02** using the following guidance.

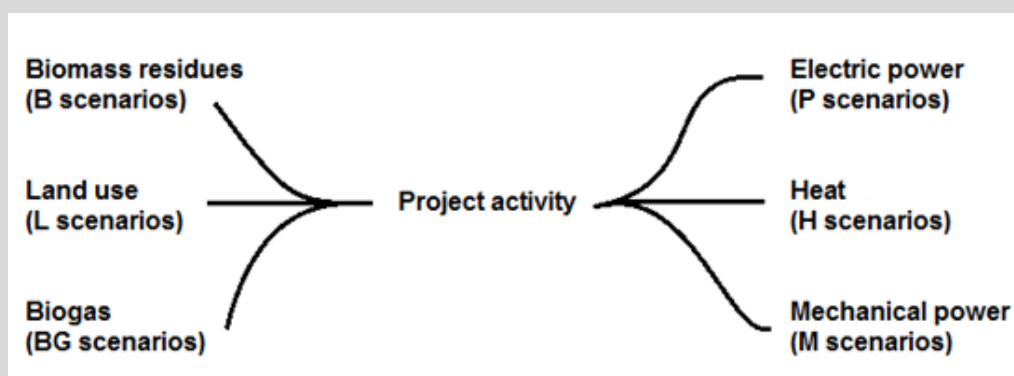
### 5.3.1. Identification of alternative scenarios

23. The alternative scenarios shall specify:
- (a) How electric power would be generated in the absence of the CDM project activity (P scenarios);
  - (b) How heat would be generated in the absence of the CDM project activity (H scenarios);
  - (c) If the CDM project activity generates mechanical power through steam turbine(s): how the mechanical power would be generated in the absence of the CDM project activity (M scenarios);

- (d) If the CDM project activity uses biomass residues, what would happen to the biomass residues in the absence of the CDM project activity (B scenarios);
- (e) If the CDM project activity uses biomass cultivated in dedicated plantations, what the land use would be in the absence of the CDM project activity (L scenarios); and
- (f) If the CDM project activity uses biogas from on-site wastewater, what would happen to the biogas in the absence of the CDM project activity (BG scenarios).

**Box 1. Non-binding best practice example 1: Selection of the baseline scenario**

Project participants should identify all alternative scenarios in terms of input and output in the absence of the project activity, including the project activity not being undertaken as a CDM project activity, the continuation of the current situation and all plausible and relevant alternatives scenarios.



24. The alternative scenarios for electric power should include, but not be limited to the scenarios below, including the combination of relevant scenarios:
- (a) P1: The proposed project activity not undertaken as a CDM project activity;
  - (b) P2: If applicable,<sup>5</sup> the continuation of power generation in existing power plants at the project site. The existing plants would operate at the same conditions (e.g. installed capacities, average load factors, or average energy efficiencies, fuel mixes, and equipment configuration) as those observed in the most recent three years prior to the starting date of the CDM project activity;
  - (c) P3: If applicable (see footnote 4), the continuation of power generation in existing power plants at the project site. The existing plants would operate with different conditions from those observed in the most recent three years prior to the starting date of the project CDM activity;
  - (d) P4: If applicable,<sup>6</sup> the retrofitting of existing power plants at the project site. The retrofitting may or may not include a change in fuel mix;
  - (e) P5: The installation of new power plants at the project site different from those installed under the CDM project activity;
  - (f) P6: The generation of power in specific off-site plants, excluding the power grid;

<sup>5</sup> This alternative is only applicable if there are existing plants operating at the project site.

<sup>6</sup> This alternative is only applicable if there are existing plants operating at the project site.

- (g) P7: The generation of power in the power grid.
25. The alternative scenarios for heat should include, but not be limited to, inter alia:
- (a) H1: The proposed project activity not undertaken as a CDM project activity;
  - (b) H2: If applicable (see footnote 5), the continuation of heat generation in existing plants at the project site. The existing plants would operate at the same conditions (e.g. installed capacities, average load factors, or average energy efficiencies, fuel mixes, and equipment configuration) as those observed in the most recent three years prior to the CDM project activity;
  - (c) H3: If applicable (see footnote 5), the continuation of heat generation in existing plants at the project site. The existing plants would operate with different conditions from those observed in the most recent three years prior to the CDM project activity;
  - (d) H4: If applicable (see footnote 5), the retrofitting of existing plants at the project site. The retrofitting may or may not include a change in fuel mix;
  - (e) H5: The installation of new plants at the project site different from those installed under the CDM project activity;
  - (f) H6: The generation of heat in specific off-site plants;
  - (g) H7: The use of heat from district heating.
26. The alternative scenarios for mechanical power should include, but not be limited to, inter alia:
- (a) M1: The proposed project activity not undertaken as a CDM project activity;
  - (b) M2: If applicable (see footnote 5), the continuation of mechanical power generation from the same steam turbines in existing plants at the project site;
  - (c) M3: The installation of new steam turbines at the project site;
  - (d) M4: If applicable (see footnote 5), the continuation of mechanical power generation from electrical motors in existing plants at the project site;
  - (e) M5: The installation of new electrical motors at the project site.
27. For any of the alternative scenarios described above, all assumptions with respect to installed capacities, load factors, energy efficiencies, fuel mixes, and equipment configuration, should be clearly described and justified in the CDM-PDD;
28. If existing plants operated at the project site prior to the implementation of the CDM project activity, the remaining lifetime of the existing equipment shall be determined as per **"TOOL10: Tool to determine the remaining lifetime of equipment"** TOOL 10 and a baseline based on historical performance only applies until the existing power plant would have been replaced or retrofitted in the absence of the CDM project activity.
29. When using biomass residues, the alternative scenarios of the biomass residues in absence of the project activity shall be determined following **"TOOL16: Project and leakage emissions from biomass"** TOOL 16.

30. In addition to the alternative scenarios (B scenarios) included in **“TOOL 16: Project and leakage emissions from biomass”** **TOOL 16**, the project participants shall include scenario B5:
- (a) The biomass residues are used for power or heat generation at the project site in new and/or existing plants.
31. When using biomass cultivated in dedicated plantations, the project shall consider what the land use would be in the absence of the CDM project activity (L scenario).<sup>7</sup>
32. In case the proposed project activity includes the use of biogas, the project shall consider the following baseline alternatives for the biogas:
- (a) BG1: No biogas would be generated, and wastewater would not be treated by anaerobic digestion;
- (b) BG2: Biogas is captured and flared;
- (c) BG3: Biogas is captured and used to produce electricity and/or thermal energy;
- (d) BG4: Biogas is captured and used as feedstock or transportation fuel.
33. When defining plausible and credible alternative scenarios for the use of biogas, the guidance below should be followed:
- (a) If scenario BG1 and BG2 are selected, no biogas shall be included in the baseline scenario of the proposed project activity;<sup>8</sup>
- (b) If scenario BG3 is selected, the same amount of biogas produced in the project shall be included in the baseline scenario.
- (c) In case the biogas is supplied by an existing CDM project activity its reference shall be included in the PDD.

#### 5.4. Emission reductions

34. Emission reductions are calculated as follows:

$$ER_y = BE_y - PE_y - LE_y \quad \text{Equation (1)}$$

Where:

$ER_y$	=	Emissions reductions in year $y$ (t CO <sub>2</sub> )
$BE_y$	=	Baseline emissions in year $y$ (t CO <sub>2</sub> )
$PE_y$	=	Project emissions in year $y$ (t CO <sub>2</sub> )
$LE_y$	=	Leakage emissions in year $y$ (t CO <sub>2</sub> )

<sup>7</sup> The methodology is not applicable if the baseline scenario involves the cultivation of biomass in dedicated plantations.

<sup>8</sup> Project activities that intend to claim emission reductions for the avoidance of methane as per scenario BG1, shall be developed as a separate biogas CDM project activity applying approved methodologies ACM0014 or AMS-III.H.



## 5.5. Baseline emissions

35. In many cases, it may be difficult to clearly determine the precise mix of power generation in the grid and power or heat generation with biomass residues or fossil fuels that would have occurred in the absence of the CDM project activity. For this reason, this methodology adopts a conservative approach based on the following assumptions and taking into account any technical and operational constraints:
- Biomass residues, if available in the baseline scenario, would be used in the baseline as a priority for the generation of power and heat over the use of any fossil fuels;
  - When different types of biomass result in different levels of heat generation efficiency, the allocation of biomass shall be guided to maximize the heat generation efficiency of the set of heat generators;
  - If different types of fossil fuels can technically be used in the heat generators, the type of fossil fuel used should be guided by the principle that fossil fuels would be used so as to maximize the heat generation efficiency of the set of heat generators;
  - Where heat can technically be generated in more than one heat generator, it should be assumed that it is generated from the most efficient to the less efficient heat generators to the maximum extent possible, taking into account any technical and operational constraints, including co-firing and the partial use of the heat generator in the previous steps;
  - The heat provided by heat generators is used first in heat engines which operate in cogeneration mode, then in thermal applications to satisfy the heat demand, and after that in heat engines which operate for the generation of power only;
  - Where heat can technically be used in more than one engine type, it should be allocated from the most efficient to the less efficient heat engines to the maximum extent possible;
  - Where heat can technically be used in more than one cogeneration heat engine type, it should be assumed that it is allocated so as to maximize the cogeneration of process heat.
36. Project participants shall document and justify in the CDM-PDD in a transparent manner the allocation approach.
37. Baseline emissions are calculated as follows:

$$BE_y = EL_{BL,GR,y} \times EF_{EG,GR,y} + \sum_f FF_{BL,HG,y,f} \times EF_{FF,y,f} + EL_{BL,FF/GR,y} \times \min(EF_{EG,GR,y}, EF_{EG,FF,y}) + BE_{BR,y} \quad \text{Equation (2)}$$

Where:

$BE_y$	=	Baseline emissions in year $y$ (t CO <sub>2</sub> )
$EL_{BL,GR,y}$	=	Baseline electricity sourced from the grid in year $y$ (MWh)
$EF_{EG,GR,y}$	=	Grid emission factor in year $y$ (t CO <sub>2</sub> /MWh)

$FF_{BL,HG,y,f}$	=	Baseline fossil fuel demand for process heat in year $y$ (GJ)
$EF_{FF,y,f}$	=	CO <sub>2</sub> emission factor for fossil fuel type $f$ in year $y$ (t CO <sub>2</sub> /GJ)
$EL_{BL,FF/GR,y}$	=	Baseline uncertain electricity generation in the grid or on-site or off-site power-only units in year $y$ (MWh)
$EF_{EG,FF,y}$	=	CO <sub>2</sub> emission factor for electricity generation at the project site or off-site plants in the baseline in year $y$ (t CO <sub>2</sub> /MWh)
$BE_{BR,y}$	=	Baseline emissions due to disposal of biomass residues in year $y$ (t CO <sub>2</sub> e)
$f$	=	Fossil fuel type

38. The procedure to determine baseline emissions can be summarized as follows:

- (a) Step 1: Determine the total baseline process heat generation, electricity generation and capacity constraints, and efficiencies;
- (b) Step 2: Determine the baseline electricity sourced from the grid and emission factors;
- (c) Step 3: Determine the baseline biomass-based heat and power generation;
- (d) Step 4: Determine the baseline demand for fossil fuels to meet the balance of process heat and the corresponding electricity generation;
- (e) Step 5: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues.

### 5.5.1. Step 1: Determine the total baseline process heat generation ( $HC_{BL,y}$ ), electricity generation and capacity constraints, and efficiencies

#### 5.5.1.1. Step 1.1: Determine the total baseline process heat generation

39. The amount of process heat that would be generated in the baseline in year  $y$  ( $HC_{BL,y}$ ) is determined based on continuously monitored data of process heat generated in the project scenario.<sup>9,10</sup> The process heat should be calculated net of any parasitic heat used for drying of biomass.

40. This methodology assumes for the sake of simplicity that the steam consumed in the baseline scenario would be the same quality as the steam used in the proposed CDM project activity and transported through one steam header in both scenarios.<sup>11</sup>

#### 5.5.1.2. Step 1.2: Determine the baseline capacity of electricity generation ( $CAP_{EG,total,y}$ )

41. The total capacity of electricity generation available in the baseline is calculated as follows:

<sup>9</sup> Heat supplied during the CDM project activity to a district heating system shall count as process heat and be included in the process heat.

<sup>10</sup> Heat supplied during the CDM project activity to a mechanical steam turbine shall count as process heat and be included in the process heat.

<sup>11</sup> In case the baseline scenario involves steam headers with different steam enthalpies the project participants shall assume the use of the header that ensures a conservative estimation of the baseline emissions.

$$CAP_{EG,total,y} = LOC_y \times \left[ \sum_i (CAP_{EG,CG,i} \times LFC_{EG,CG,i}) + \sum_j (CAP_{EG,PO,j} \times LFC_{EG,PO,j}) \right] \quad \text{Equation (3)}$$

Where:

$CAP_{EG,total,y}$	=	Baseline electricity generation capacity in on-site and off-site plants in year $y$ (MWh)
$CAP_{EG,CG,i}$	=	Baseline electricity generation capacity of cogeneration-type heat engine $i$ (MW)
$CAP_{EG,PO,j}$	=	Baseline electricity generation capacity of power-only-type heat engine $j$ (MW)
$LFC_{EG,CG,i}$	=	Baseline load factor of cogeneration-type heat engine $i$ (ratio)
$LFC_{EG,PO,j}$	=	Baseline load factor of power-only-type heat engine $j$ (ratio)
$LOC_y$	=	Operation of the industrial facility using the process heat in year $y$ (hour)
$i$	=	Cogeneration-type heat engine in the baseline scenario
$j$	=	Power-only-type heat engine in the baseline scenario

### 5.5.1.3. Step 1.23: Determine the efficiencies of heat generators, and efficiencies and heat-to-power ratio of heat engines

42. The efficiencies of heat generators ( $\eta_{BL,HG,BR,h}/\eta_{BL,HG,FF,h}$ ) and heat engines ( $\eta_{BL,EG,CG,i}/\eta_{BL,EG,PO,j}$ ) shall be calculated as per "TOOL09: Determining the baseline efficiency of thermal or electric energy generation systems" TOOL09.
43. The heat-to-power ratio of cogeneration-type heat engines (e.g. backpressure and heat-extraction steam turbines) is calculated as follows:
- (a) **Case 1:** For existing heat engines with a minimum three-year operational history prior to the CDM project activity:

$$HPR_{BL,EG,CG/PO,i/j} = \frac{1}{3.6} \times \text{MAX} \left\{ \frac{HC_{BR,CG/PO,x,i/j}}{EL_{BR,CG/PO,x,i/j}}, \frac{HC_{BR,CG/PO,x-1,i/j}}{EL_{BR,CG/PO,x-1,i/j}}, \frac{HC_{BR,CG/PO,x-2,i/j}}{EL_{BR,CG/PO,x-2,i/j}} \right\} \quad \text{Equation (4)}$$

Where:

$HPR_{BL,i}$	=	Baseline heat-to-power ratio of the heat engine $i$ (ratio)
$HC_{BR,CG/PO,x,i/j}$	=	Quantity of process heat extracted from the heat engine $i/j$ in year $x$ (GJ)
$EL_{BR,CG/PO,x,i/j}$	=	Quantity of electricity generated in heat engine $i/j$ in year $x$ (MWh)
$x$	=	Last calendar year prior to the start of the crediting period

- i* = Cogeneration-type heat engine in the baseline scenario  
*j* = Power-only-type heat engine in the baseline scenario

- (b) **Case 2:** For heat engines without a minimum three-year operational history prior to the CDM project activity the heat-to-power ratio should be determined as per the design conditions of the plant, for the configuration identified as baseline scenario”.

## 5.5.2. Step 2: Determine the baseline electricity generation in the grid and emission factors

### 5.5.2.1. Step 2.31: Determine the baseline electricity generation ( $EL_{BL,y}$ )

44. The amount of electricity that would be generated in the baseline in year *y* equals the amount of electricity generated in the project scenario as follows:

$$EL_{BL,y} = EL_{PJ,gross,y} + EL_{PJ,imp,y} - EL_{PJ,aux,y} \quad \text{Equation (5)}$$

Where:

- $EL_{BL,y}$  = Baseline electricity generation in year *y* (MWh)  
 $EL_{PJ,gross,y}$  = Gross quantity of electricity generated in all power plants included in the project boundary in year *y* (MWh)  
 $EL_{PJ,imp,y}$  = Project electricity imports from the grid in year *y* (MWh)  
 $EL_{PJ,aux,y}$  = Total auxiliary electricity consumption required for the operation of the power plants in year *y* (MWh)

#### Box 2. Non-binding best practice example 2: Auxiliary electricity requirement

Project participants should account for the total auxiliary electricity consumption ( $EL_{PJ,aux,y}$ ) required for the operation of the power plants at the project site. When appropriate, the total auxiliary electricity consumption may be estimated by considering the consumption capacity of all the installed equipment and assuming that they operated at maximum load during the monitoring period.

Example – A project activity involves the use of biomass residues to produce electricity and heat in an existing industrial facility. In order to operate the project activity, the project participants installed a biomass drier and a conveyor belt, and utilizes auxiliary electricity for the actual operation of the power plant.

As a conservative approach, the project participants calculate the total auxiliary electricity consumption during year *y* as the sum of the capacity of each equipment, times 8760 hours of operation per year (24 hours/day).

### 5.5.2.2. Step 2.2: Determine the baseline electricity sourced from the grid ( $EG_{BL,GR,y}$ )

45. The amount of electricity that would be sourced from the grid in the baseline is calculated assuming that the amount of electricity generated on-site and off-site in the baseline shall

be limited by the installed capacity of power generation available in the baseline scenario (on-site and off-site):

$$EL_{BL,GR,y} = \max(0, EL_{BL,y} - CAP_{EG,total,y}) \quad \text{Equation (6)}$$

Where:

$EL_{BL,GR,y}$	=	Baseline electricity sourced from the grid in year $y$ (MWh)
$EL_{BL,y}$	=	Baseline electricity generation in year $y$ (MWh)
$CAP_{EG,total,y}$	=	Baseline electricity generation capacity in on-site and off-site plants in year $y$ (MWh)

46. For baseline alternatives not connected to the grid or otherwise technically or legally impossible to import/export power from/to the grid, it shall be assumed that  $EL_{BL,GR,y} = 0$

#### 5.5.2.3. Step 2.3: Determine the emission factor of grid electricity generation ( $EF_{EG,GR,y}$ )

47. The grid emission factor ( $EF_{EG,GR,y}$ ) shall be determined using the latest approved version of "TOOL07: Tool to calculate the emission factor for an electricity system" TOOL07.

#### 5.5.2.4. Step 2.4: Determine the emission factor of on-site electricity generation with fossil fuels ( $EF_{EG,FF,y}$ )

48. If no fossil fuel based power generation was identified as part of the baseline scenario, or if fossil fuel based power generation was identified as part of the baseline scenario, but all capacity of power generation based on fossil fuels is used in the cogeneration mode (i.e. up to step 4.2), then it should be assumed in equation (2) that  $EF_{EG,FF,y} = EF_{EG,GR,y}$ .
49. When fossil fuel based power only generation is identified as part of the baseline scenario and if fossil fuel power plants were operated at the project site prior to the implementation of the CDM project activity, either Option A or Option B can be used to determine the emission factor ( $EF_{EG,FF,y}$ ). For new power plants that would be constructed at the project site in the baseline scenario, Option B shall be used.
- (a) **Option A:** Determine  $EF_{EG,FF,y}$  as per the procedure described under "Scenario B: Electricity consumption from an off-grid captive power plant" in the latest approved version of "TOOL05: Baseline, project and/or leakage emissions from electricity consumption and monitoring of electricity generation" TOOL05, using data from the three calendar years prior the date of submission of the PDD for validation of the CDM project activity;
- (b) **Option B:** Determine a default emission factor for  $EF_{EG,FF}$  based on the efficiency of the power plant that would be operated at the project site in the baseline and a default CO<sub>2</sub> emission factor for the fossil fuel types<sup>12</sup> that would be used, as follows:

$$EF_{EG,FF} = 3.6 \times \frac{EF_{BL,CO2,FF}}{\eta_{BL,FF}} \quad \text{Equation (7)}$$

<sup>12</sup> In the situation where there are several plants using different fossil fuels, the emission factor shall be determined ensuring a conservative estimation of baseline emissions.

Where:

$EF_{EG,FF,y}$	=	CO <sub>2</sub> emission factor for electricity generation with fossil fuels at the project site in the baseline in year $y$ (tCO <sub>2</sub> /MWh)
$EF_{BL,CO2,FF}$	=	CO <sub>2</sub> emission factor of the fossil fuel type that would be used for power generation at the project site in the baseline (tCO <sub>2</sub> /GJ)
$\eta_{BL,FF}$	=	Efficiency of the fossil fuel power plant(s) at the project site in the baseline (ratio)

### 5.5.3. Step 2: Determine the baseline biomass-based heat and power generation

#### 5.5.3.1. Step 3.1: Determine the baseline biomass-based heat generation ( $HG_{BL,BR,y}$ )

50. It is assumed that the use of biomass residues for which scenario B5 has been identified as the baseline scenario ( $BR_{B5,n,y}$ ) would be prioritized over the use of any fossil fuels in the baseline. Assuming that the equivalent amount of heat that would be generated with biomass residues ( $HG_{BL,BR,y}$ ) shall be determined as follows<sup>13</sup>:

$$HG_{BL,BR,y} = \sum_h \sum_n (BR_{B5,n,h,y} \times NCV_{BR,n,y} \times \eta_{BL,HG,BR,h}) \quad \text{Equation (8)}$$

Where:

$HG_{BL,BR,y}$	=	Baseline biomass-based heat generation in year $y$ (GJ)
$BR_{B5,n,h,y}$	=	Quantity of biomass residues of category $n$ used in heat generator $h$ in year $y$ with baseline scenario B5 (tonne on dry-basis)
$NCV_{BR,n,y}$	=	Net calorific value of biomass residue of category $n$ in year $y$ (GJ/tonne on dry-basis)
$\eta_{BL,HG,BR,h}$	=	Baseline biomass-based heat generation efficiency of heat generator $h$ (ratio)

51. The allocation of biomass residues to the different heat generators ( $BR_{B5,n,h,y}$ ) shall be guided so as to maximize the heat generation efficiency of the set of heat generators, taking into account the following:

- (a) Where only one category of biomass residues would be used in the baseline in clearly identifiable baseline heat generators, the monitored quantities of biomass residues used in the project can be directly allocated to those baseline heat generators;
- (b) Where one category of biomass residue from one particular source could be used in the baseline in two or more heat generators with different efficiencies, the project participants shall specify in a transparent manner how the respective amounts of biomass residues are allocated to each of the heat generators;
- (c) Where one category of biomass residue category can technically be used in heat generators which do not require co-firing fossil fuels as well as heat generators which require co-firing fossil fuels, it should be assumed that the biomass is used to the maximum extent possible in the heat generator which does not require co-

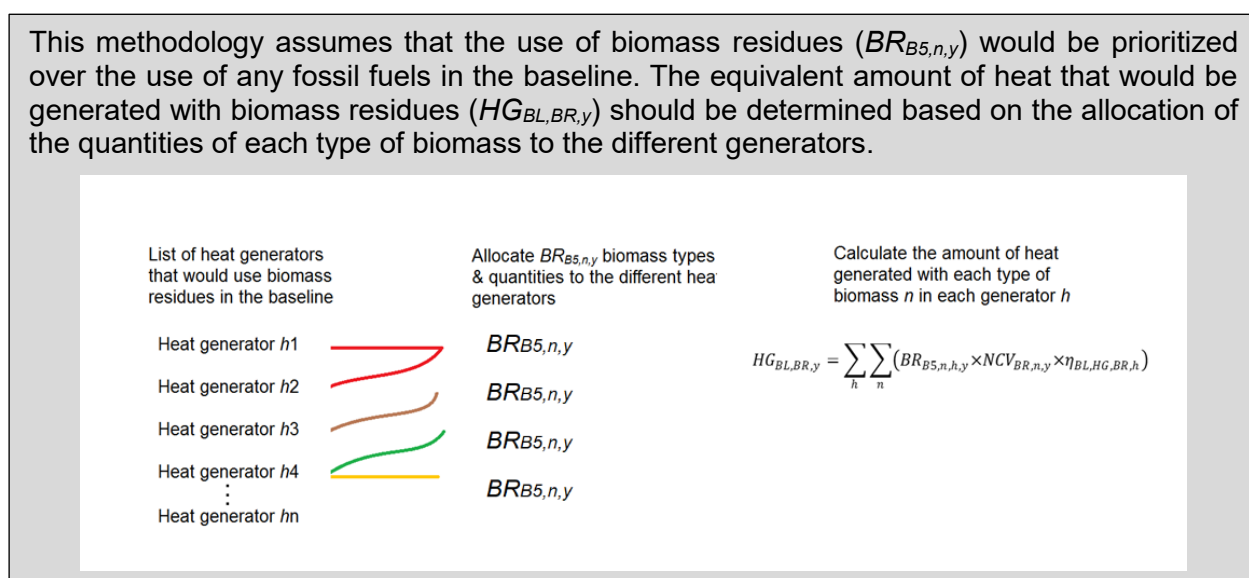
<sup>13</sup> The biomass residues used in each heat generator ( $BR_{B5,n,h,y}$ ) shall not exceed the total amount of biomass residues available and the heat generation in each heat generator should not exceed the total capacity of the heat generator.

firing fossil fuels, taking into account any technical and operational constraints. Any remaining biomass residue quantities are then allocated to the subsequent heat generators which require co-firing fossil fuels;

- (d) Where biomass residues could be used for power generation at the project site (B5), the respective amounts shall be determined based on the largest amounts of that category of biomass used for power and/or heat generation in the most recent three calendar years prior the date of submission of the PDD for validation of the CDM project activity.

**Box 3. Non-binding best practice example 3: Baseline biomass-based heat generation (step 3.1)**

This methodology assumes that the use of biomass residues ( $BR_{B5,n,y}$ ) would be prioritized over the use of any fossil fuels in the baseline. The equivalent amount of heat that would be generated with biomass residues ( $HG_{BL,BR,y}$ ) should be determined based on the allocation of the quantities of each type of biomass to the different generators.



**5.5.3.2. Step 3.2: Determine the baseline biomass-based cogeneration of process heat and electricity and heat extraction**

52. It is assumed that cogeneration of process heat and power using biomass-based heat ( $HG_{BL,BR,y}$ ) would be prioritized over other uses of this biomass-based heat as well as over the use of fossil fuels for the generation of process heat and power on-site. With that assumption the equivalent amount of electricity ( $EL_{BL,BR,CG,y}$ ) and process heat ( $HC_{BL,BR,CG,y}$ ) that would be generated from biomass-based heat ( $HG_{BL,BR,y}$ ) are determined as follows:<sup>14</sup>

53. Calculate

$$EL_{BL,BR,CG,y} = \frac{1}{3.6} \times \sum_i \left( \frac{1}{(HPR_{BL,i} + 1)} \times \eta_{BL,EG,CG,i} \times HG_{BL,BR,CG,y,i} \right) \quad \text{Equation (9)}$$

<sup>14</sup> The biomass-based heat used in cogeneration mode ( $HG_{BL,BR,CG,y,i}$ ) should not exceed the total biomass-based heat generated and the electricity generation in each heat engine should not exceed the total capacity of the heat engine.

$$HC_{BL,BR,CG,y} = \sum_i \left( \frac{HPR_{BL,i}}{(HPR_{BL,i} + 1)} \times \eta_{BL,EG,CG,i} \times HG_{BL,BR,CG,y,i} \right) \quad \text{Equation (10)}$$

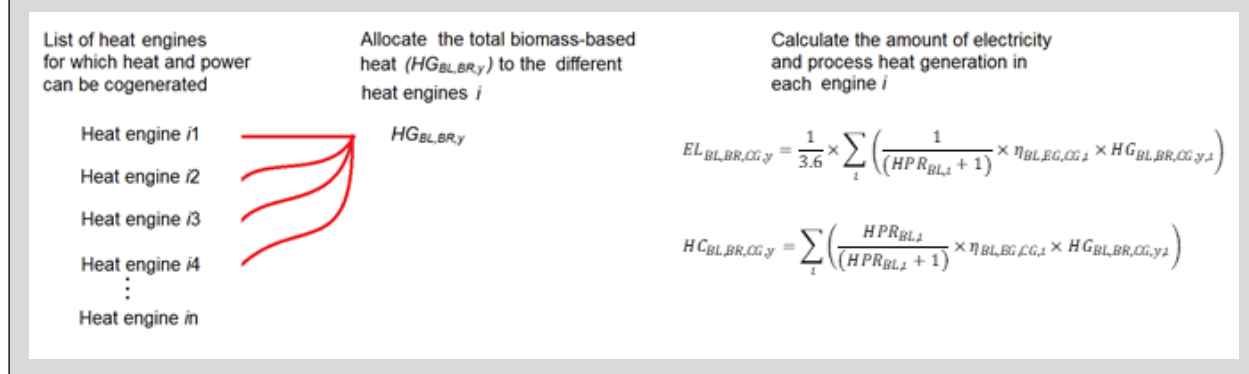
Where:

- $EL_{BL,BR,CG,y}$  = Baseline biomass-based cogenerated electricity in year  $y$  (MWh)
- $\eta_{BL,EG,CG,i}$  = Baseline electricity generation efficiency of heat engine  $i$  (MWh/GJ)
- $HG_{BL,BR,CG,y,i}$  = Baseline biomass-based heat used in heat engine  $i$  in year  $y$  (GJ)
- $HC_{BL,BR,CG,y}$  = Baseline biomass-based process heat cogenerated in year  $y$  (GJ)
- $HPR_{BL,i}$  = Baseline heat-to-power ratio of the heat engine  $i$  (ratio)

54. The total biomass-based heat ( $HG_{BL,BR,y}$ ) shall be allocated to the different heat engines ( $HG_{BL,BR,CG,y,i}$ ) so as to maximize the cogeneration of process heat. For instance, in case of steam cycles, if both back-pressure and heat-extraction steam turbines are identified in the baseline, heat should be first allocated to back-pressure turbines and then to heat-extraction turbines to the maximum extent possible, taking into account any technical and operational constraints.

**Box 4. Non-binding best practice example 4: Baseline biomass-based cogeneration (step 3.2)**

This methodology assumes that cogeneration of process heat and power using biomass-based heat ( $HG_{BL,BR,y}$ ) would be prioritized over the use of fossil fuels. The equivalent amount of electricity ( $EL_{BL,BR,CG,y}$ ) and process heat ( $HC_{BL,BR,CG,y}$ ) that would be generated are determined based on the allocation of biomass based heat to the different engines  $i$ .



55. The next step to be followed depends on the outcomes of the calculations above. The following cases are possible:

- (a) Cases 3.2.1: all the heat that would be generated using biomass residues in the baseline would be used in cogeneration-type heat engines:
  - (i) Case 3.2.1.1: all the heat that would be generated using biomass residues in the baseline would be used in cogeneration-type heat engines and would match all process heat demand;
  - (ii) Case 3.2.1.2: all the heat that would be generated using biomass residues in the baseline would be used in cogeneration-type heat engines, but still some process heat demand would remain to be met using fossil fuel;



- (b) Case 3.2.2: excess biomass-based heat would be available after meeting the baseline process heat demand with biomass-based heat sourced from cogeneration units, and used for generation of power in power-only mode;
- (c) Cases 3.2.3: biomass-based heat exceeds or equals the demand of cogeneration-type heat engines:
- (i) Case 3.2.3.1: the biomass-based heat equals the remaining demand for process heat. Then, there is no more biomass-based heat available and the demand for process heat has been met;
- (ii) Case 3.2.3.2: excess biomass-based heat is less than the remaining demand for process heat. Then, all biomass-based heat is used and there still remains process heat demand to be met using fossil fuels;
- (iii) Case 3.2.3.3: excess biomass-based heat is greater than the remaining demand for process heat, then there remains some biomass-based heat to be used after the demand for process heat was met in power-only generation units.
56. Case 3.2.1.1:  $HG_{BL,BR,y} = \sum_i HG_{BL,BR,CG,y,i}$  and  $HC_{BL,y} = HC_{BL,BR,CG,y}$  If all the heat that would be generated using biomass residues in the baseline would be used in cogeneration-type heat engines and would match the demand of process heat, it is assumed that the use of fossil fuels on-site and off-site in the baseline scenario would be uncertain (except for the amount required due to technical constraints) because it would depend on a number of factors that are not taken into account in this methodology.
57. Based on these assumptions:
- (a)  $EL_{BL,FF/GR,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y}$ ,
- (b)  $EL_{PJ,offset,y} = 0$ , and
- (c)  $EL_{BL,HG,y,f} = 0$
- Where:
- $EL_{BL,FF/GR,y}$  = Baseline uncertain electricity sourced from the grid or on-site or off-site power-only units in year  $y$  (MWh)<sup>15</sup>
- $EL_{PJ,offset,y}$  = Electricity that would be generated in the baseline that exceeds the generation of electricity during year  $y$  (MWh)<sup>16</sup>
- $EL_{BL,HG,y,f}$  = Baseline electricity generation using fossil fuel  $f$  in year  $y$  (MWh)
- $f$  = Fossil fuel type
58. Then, project participants may proceed to Step 5: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues.
59. Case 3.2.1.2:  $HG_{BL,BR,y} = \sum_i HG_{BL,BR,CG,y,i}$  and  $HC_{BL,y} > HC_{BL,BR,CG,y}$  If all the heat that would be generated using biomass residues in the baseline would be used in

<sup>15</sup> Please refer to Equation 2.

<sup>16</sup> Please refer to Equation 36.

cogeneration-type heat engines but still some process heat demand would remain to be met, it is assumed that the remaining process heat balance is met with fossil fuels.

60. Under these assumptions:

$$(a) \quad HC_{balance,FF,y} = HC_{BL,y} - HC_{BL,BR,CG}, \text{ and}$$

$$(b) \quad EL_{balance,FF,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y},$$

Where:

$$HC_{balance,FF,y} = \text{Process heat balance demand after cogeneration in year } y \text{ (GJ).}$$

$$EL_{balance,FF,y} = \text{Balance of electricity generated with fossil fuels in year } y \text{ (MWh)}$$

61. Then, project participants should proceed to Step 4: Determine the baseline demand for fossil fuels to meet the balance of process heat and the corresponding electricity generation.

62. Case 3.2.2:  $HG_{BL,BR,y} > \sum_i HG_{BL,BR,CG,y,i}$  and  $HC_{BL,y} = HC_{BL,BR,CG,y}$  If all process heat demand would be met with biomass-based heat in the baseline and still there would be some biomass-based heat to be used, it is assumed that this heat would be used for generation of power in power-only mode, i.e. without cogeneration of process heat.

63. Project participants shall define:

$$(a) \quad HG_{balance,BR,PO,y} = HG_{BL,BR,y} - \sum_i HG_{BL,BR,CG,y,i}, \text{ and}$$

$$(b) \quad EL_{balance,PO,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y}$$

Where:

$$HG_{balance,BR,PO,y} = \text{Balance of heat produced using biomass residues used in power-only mode in year } y \text{ (GJ).}$$

$$EL_{balance,PO,y} = \text{Balance of electricity generated in power-only in year } y \text{ (MWh)}$$

64. Then, project participants should proceed to Step 3.3: Determine the baseline biomass-based electricity generated in power-only mode.

65. Case 3.2.3:  $HG_{BL,BR,y} > \sum_i HG_{BL,BR,CG,y,i}$  and  $HC_{BL,y} \geq HC_{BL,BR,CG,y}$ , If there would be biomass-based heat in the baseline that could still be used and process heat demand to be met, it is assumed then that this balance of biomass-based heat would be extracted from the heat header and used to meet the process heat demand without cogeneration of power. Three cases should thus be considered.

66. Case 3.2.3.1:  $HC_{BL,y} - HC_{BL,BR,CG,y} = \frac{h_{LOW,y}}{h_{HIGH,y}} \times (HG_{BL,BR,y} - \sum_i HG_{BL,BR,CG,y,i})$ , If the balance of biomass-based heat (right-hand side of the equation) equals the remaining demand for process heat (left-hand side of the equation), then there is no more biomass-based heat available and the demand for process heat has been met. It is assumed then that the use of fossil fuels on-site would be uncertain in the baseline scenario (except for the amount required due to technical constraints) because it would depend on a number of factors that are not taken into account in this methodology.

67. Under these assumptions:

$$(a) \quad EL_{BL,FF/GR,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y}, \text{ and}$$

(b)  $EL_{PJ,offset,y} = 0$ , and

(c)  $FF_{BL,HG,y,f} = 0$

Where:

$EL_{BL,FF/GR,y}$  = Baseline uncertain electricity sourced from the grid or on-site or off-site power-only units in year y (MWh)

$EL_{PJ,offset,y}$  = Electricity that would be generated in the baseline that exceeds the generation of electricity during year y (MWh)

$FF_{BL,HG,y,f}$  = Baseline fossil fuel demand for process heat in year y (GJ)

$h_{LOW,y}$  = Specific enthalpy of the heat carrier at the process heat demand side (GJ/tonnes)

$h_{HIGH,y}$  = Specific enthalpy of the heat carrier at the heat generator side (GJ/tonnes)

68. Then, project participants should proceed to Step 5: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues.

69. Case 3.2.3.2:  $HC_{BL,y} - HC_{BL,BR,CG,y} > \frac{h_{LOW,y}}{h_{HIGH,y}} \times (HG_{BL,BR,y} - \sum_i HG_{BL,BR,CG,y,i})$  If the balance of biomass-based heat (right-hand side of the equation) is less than the remaining demand for process heat (left-hand side of the equation), then all biomass-based heat was used and there still remains process heat demand to be met. It is assumed then that this process heat demand would be met by using fossil fuels in the baseline.

70. Under these assumptions:

(a)  $HC_{balance,FF,y} = (HC_{BL,y} - HC_{BL,BR,CG,y}) - \frac{h_{LOW}}{h_{HIGH}} \times \left( HG_{BL,BR,y} - \sum_i HG_{BL,BR,CG,y,i} \right)$

and

(b)  $EL_{balance,FF,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y}$

Where:

$HC_{balance,FF,y}$  = Balance of process heat-Process heat balance demand after cogeneration in year y (GJ).

$EL_{balance,FF,y}$  = Balance of electricity generated with fossil fuels in year y (MWh)

71. Then, project participants should proceed to Step 4: Determine the baseline demand for fossil fuels to meet the balance of process heat and the corresponding electricity generation.

72. Case 3.2.3.3:  $HC_{BL,y} - HC_{BL,BR,CG,y} < \frac{h_{LOW}}{h_{HIGH}} \times \left( HG_{BL,BR,y} - \sum_i HG_{BL,BR,CG,y,i} \right)$ , If the balance of biomass-based heat (right-hand side of the equation) is greater than the remaining demand for process heat (left-hand side of the equation), then there remains some biomass-based heat to be used after the demand for process heat was met. It is assumed then that this heat would be used to generate electricity in power-only mode, i.e. without cogeneration of process heat.

73. Under these assumptions:

$$(a) \quad HG_{balance,BR,PO,y} = \left( HG_{BL,BL,y} - \sum_i HG_{BL,BR,CG,y,i} \right) - \frac{h_{HIGH}}{h_{LOW}} \times (HC_{BL,y} - HC_{BL,BR,CG,y}), \text{ and}$$

$$(b) \quad EL_{balance,PO,y} = EL_{BL,y} - EL_{BL,GR,y} - EL_{BL,BR,CG,y}$$

Where:

$HG_{BL,BR,PO,y,j}$  = Baseline biomass-based heat used in heat engine  $j$  in year  $y$  (GJ)

$HC_{BL,BR,CG,y}$  = Baseline biomass-based process heat cogenerated in year  $y$  (GJ)

$EL_{balance,PO,y}$  = Balance of electricity generated in power-only in year  $y$  (MWh)

74. Then, project participants should proceed to Step 3.3: Determine the baseline biomass-based electricity generated in power-only mode.

### 5.5.3.3. Step 3.3: Determine the baseline biomass-based electricity generated in power-only mode

75. If power-only-type heat engines have been identified in the baseline scenario, it is assumed that the balance of heat produced using biomass residues, if any, would be used in power-only mode.

76. The amount of biomass-based electricity generated in power-only mode in the baseline<sup>17</sup> is calculated as follows:

$$EL_{BL,BR,PO,y} = \sum_i (HG_{BL,BR,PO,y,j} \times \eta_{BL,EG,PO,j}) \quad \text{Equation (11)}$$

Where:

$EL_{BL,BR,PO,y}$  = Baseline biomass-based electricity (power-only) in year  $y$  (MWh)

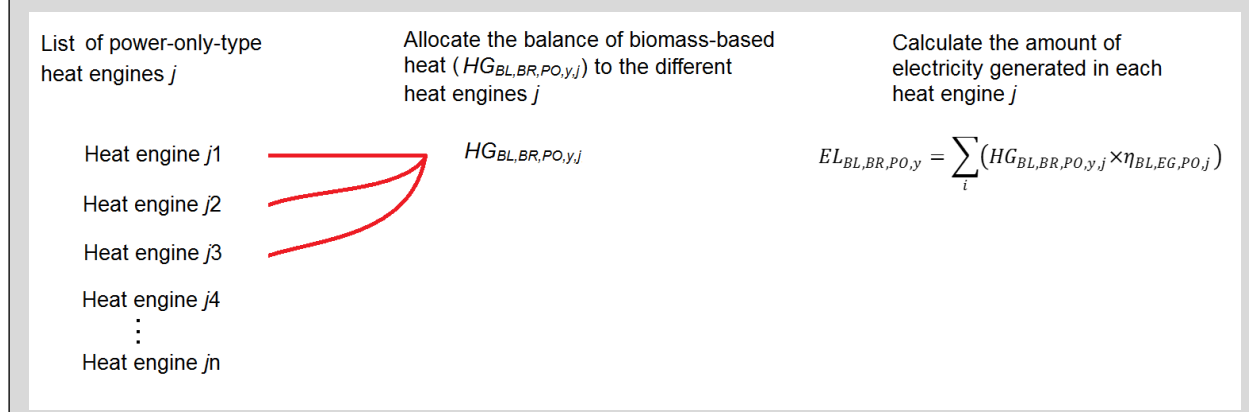
$HG_{BL,BR,PO,y,j}$  = Baseline biomass-based heat used in heat engine  $j$  in year  $y$  (GJ)

$\eta_{BL,EG,PO,j}$  = Average electric power generation efficiency of heat engine  $j$  (MWh/GJ)

<sup>17</sup> The biomass-based heat used in the heat engines should not exceed the biomass-based heat balance and the electricity generation in each heat engine should not exceed the total capacity of the heat engine.

**Box 5. Non-binding best practice example 5: Baseline biomass-based power-only (step 3.3)**

This methodology assumes that if power-only-type heat engines have been identified in the baseline scenario, the balance of heat produced using biomass residues, if any, would be used in power-only mode. The baseline biomass-based electricity in power-only ( $EL_{BL,BR,PO,y,j}$ ) is determined based on the allocation of the balance of biomass based heat to the different engines  $i$ .



77. The following cases are possible depending on the results of the calculations above:

- (a) Case 3.3.1: the amount of electricity generated on-site in the baseline is either equal to or less than the amount of electricity generated in the project scenario;
- (b) Case 3.3.2: the amount of electricity generated on-site in the baseline is larger than the amount of electricity generated in the project scenario, and grid-export was available in the baseline.

78. Case 3.3.1: If  $EL_{balance,PO,y} \geq EL_{BL,BR,PO,y}$ , the amount of electricity generated on-site in the baseline is either equal to or less than the amount of electricity generated in the project scenario, Project participants shall define:

- (a)  $EL_{BL,FF/GR,y} = EL_{balance,PO,y} - EL_{BL,BR,PO,y}$ ,
- (b)  $EL_{PJ,offset,y} = 0$ , and
- (c)  $FF_{BL,HG,y,f} = 0$

Where:

- $EL_{BL,FF/GR,y}$  = Baseline uncertain electricity sourced from the grid or on-site or off-site power-only units in year  $y$  (MWh)
- $EL_{PJ,offset,y}$  = Electricity that would be generated in the baseline that exceeds the generation of electricity during year  $y$  (MWh)
- $FF_{BL,HG,y,f}$  = Baseline fossil fuel demand for process heat in year  $y$  (GJ).

79. Then, project participants should proceed to Step 5: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues.

80. Case 3.3.2: If  $EL_{balance,PO,y} < EL_{BL,BR,PO,y}$ , the amount of electricity generated on-site in the baseline is larger than the amount of electricity generated in the project scenario, and if grid-export was available in the baseline, this result indicates that the CDM project

activity results in a decrease of power output which is likely to be supplied by the grid.<sup>18</sup> As a consequence, project emissions in the form of generation of electricity in the grid should be accounted as  $EL_{PJ,offset,y}$ . Under these assumptions,:

$$(a) \quad EL_{BL,FF/GR,y} = 0,$$

$$(b) \quad EL_{PJ,offset,y} = EL_{BL,BR,PO,y} - EL_{balance,PO,y}, \text{ and}$$

$$(c) \quad FF_{BL,HG,y,f} = 0$$

Where:

$EL_{BL,FF/GR,y}$  = Baseline uncertain electricity sourced from the grid or on-site or off-site power-only units in year  $y$  (MWh)

$EL_{PJ,offset,y}$  = Electricity that would be generated in the baseline that exceeds the generation of electricity during year  $y$  (MWh)

$FF_{BL,HG,y,f}$  = Baseline fossil fuel demand for process heat in year  $y$  (GJ).

81. Then, project participants may proceed to Step 5: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues.

#### 5.5.4. Step 4: Determine the baseline demand for fossil fuels to meet the balance of process heat and the corresponding electricity generation

##### 5.5.4.1. Step 4.1: Determine the baseline fossil fuel based cogeneration of process heat and electricity and the remaining process heat demand

82. When the amount of biomass residues available is not sufficient to generate the heat required to meet the process heat demand<sup>19</sup>, it is assumed that the balance of process heat is met using fossil fuels, resulting in related fossil fuel baseline emissions. Where fossil fuel based cogeneration, capacity is available it is assumed that the remaining process heat demand will first be supplied by cogeneration and then by direct use of heat supplied by heat generators.

83. The amount of cogenerated electricity and the amount of heat that would need to be generated with fossil fuels in heat generators in order to supply the cogeneration heat engine  $i$ , shall be calculated as follows<sup>20</sup>:

$$HG_{BL,FF,CG,y,i} = \frac{(HPR_{BL,i} + 1 + GGL_{default})}{HPR_{BL,i}} \times HC_{BL,FF,CG,y,i} \quad \text{Equation (12)}$$

i.e.

Where:

$HG_{BL,FF,CG,y,i}$  = Baseline fossil-based heat used in heat engine  $i$  in year  $y$  (GJ)

<sup>18</sup> This situation should not be expected, as eligible project activities under this methodology should lead to using biomass more efficiently, which should result in surplus of power generation when compared to the baseline scenario.

<sup>19</sup> Cases 3.2.2 and 3.2.4.3 above.

<sup>20</sup> The fossil fuel based cogenerated process heat ( $HC_{BL,FF,CG,y,i}$ ) should not exceed the balance of process heat demand ( $HC_{balance,FF,y}$ ).

$HC_{BL,CG,FF,y}$	=	Baseline fossil based process heat cogenerated in year $y$ (GJ)
$GGL_{default}$	=	The default value for the losses linked to the electricity generator group (turbine, couplings and electricity generator. (Default value of 0.05) (ratio)
$HPR_{BL,i}$	=	Baseline Heat Power Ratio of heat engine $i$ (ratio)

**Box 6. Non-binding best practice example 6: Baseline fossil fuel based cogeneration (step 4.1)**

This methodology assumes that in many cases, the amount of biomass residues available is not enough to generate the heat required to meet the process heat demand. In such cases, and if fossil-fuel-based heat generators have been identified in the baseline scenario, it is assumed that the balance of process heat is met using fossil fuels. The amount of cogenerated electricity and heat that would need to be generated by fossil fuels are determined based on the allocation of the heat balance to the different engines  $i$ .

List of heat engines for which heat and power can be cogenerated

Allocate the process heat balance to the different heat engines  $i$  that still have cogeneration capacity

Calculate the amount of cogenerated electricity and heat that would need to be generated by fossil fuels.

Heat engine  $i1$

Heat engine  $i2$

Heat engine  $i3$

Heat engine  $i4$

⋮

Heat engine  $in$

$HC_{balance,FF,y}$

$$HG_{BL,FF,CG,y,i} = \frac{(HPR_{BL,i} + 1 + GGL_{default})}{HPR_{BL,i}} \times HC_{BL,FF,CG,y,i}$$

$$EL_{BL,FF,y} = \sum_i \frac{HC_{BL,FF,CG,y,i}}{HPR_{BL,i}}$$

84. When after step 4.1  $HC_{balance,FF,y} > HC_{BL,FF,CG,y}$ , there would still be process heat demand to be met, it is assumed then that this balance of process heat would be generated with fossil fuels and extracted from the heat header and used to meet the process heat demand without cogeneration of power until all baseline process heat is met.

$$HG_{BL,FF,DHE,y} = (HC_{balance,FF,y} - HC_{BL,FF,CG,y}) \times \frac{h_{HIGH,y}}{h_{LOW,y}} \quad \text{Equation (13)}$$

$$HG_{BL,FF,y} = HG_{BL,FF,CG,y} + HG_{BL,FF,DHE,y} \quad \text{Equation (14)}$$

Where:

$HC_{balance,FF,y}$	=	Balance of process heat demand after cogeneration in year $y$ (GJ)
$HC_{BL,FF,CG,y}$	=	Baseline fossil-fuel-based process heat cogenerated in year $y$ (GJ)
$h_{LOW,y}$	=	Specific enthalpy of the heat carrier at the process heat demand side (GJ/tonnes)
$h_{HIGH,y}$	=	Specific enthalpy of the heat carrier at the heat generator side (GJ/tonnes)
$HG_{BL,FF,y}$	=	Baseline fossil-based heat generation in year $y$ (GJ)
$HG_{BL,FF,DHE,y}$	=	Baseline fossil-based heat used to meet baseline process heat demand via direct heat extraction in year $y$ (GJ)

$HG_{BL,FF,CG,y}$  = Baseline fossil-based heat cogeneration in year  $y$  (GJ)

85. The following cases are possible depending on the results of the calculations above:
- Case 4.1.1: the amount of electricity generated on-site in the baseline is either equal to or less than the amount of electricity generated in the project scenario;
  - Case 4.1.2: the amount of electricity generated on-site in the baseline exceeds the amount of electricity generated in the project scenario and grid-export was available in the baseline.
86. Case 4.1.1:  $EL_{balance,FF,y} \geq EL_{BL,FF,y}$  The amount of electricity generated on-site in the baseline is either equal to or less than the amount of electricity generated in the project scenario. In order to determine the resulting baseline emissions project participants should define:
- $EL_{BL,FF/GR,y} = EL_{balance,FF,y} - EL_{BL,FF,y}$ , and
87.  $EL_{PJ,offset,y} = 0$  Then, project participants should proceed to Step 4.2.
88. Case 4.1.2:  $EL_{balance,FF,y} < EL_{BL,FF,y}$  The amount of electricity generated on-site in the baseline exceeds the amount of electricity generated in the project scenario. If grid-export was available in the baseline, this result indicates that the CDM project activity results in a decrease of power output which is likely to be supplied by the grid. As a consequence, project emissions in the form of generation of electricity in the grid should be accounted for via the parameter  $EL_{PJ,offset,y}$ .
89. Project participants shall define:
- $EL_{BL,FF/GR,y} = 0$ , and
  - $EL_{PJ,offset,y} = EL_{BL,FF,y} - EL_{balance,FF,y}$
- Then, project participants should proceed to Step 4.2.

#### 5.5.4.2. Step 4.2: Determine the baseline heat generation to meet the fossil-based cogeneration of heat and power and the heat to meet the balance of process heat

90. Estimate the total amount of fossil fuels required to generate the heat required for the cogeneration<sup>21</sup> in Step 4.1 and the balance of process heat as follows:

$$\sum_h HG_{BL,FF,y,h} = HG_{BL,FF,DHE,y} + HG_{BL,FF,CG,y} \quad \text{Equation (15)}$$

$$FF_{BL,HG,y,f} = \sum_h \left( \frac{HG_{BL,FF,y,h}}{\eta_{BL,HG,FF,h}} \right) \quad \text{Equation (16)}$$

<sup>21</sup> The heat generation in each heat generator ( $HG_{BL,FF,y,h}$ ) should not exceed the total capacity of the heat generator.



Where:

- $FF_{BL,HG,y,f}$  = Baseline fossil fuel demand for process heat in year  $y$  (GJ)
- $HG_{BL,FF,y,h}$  = Baseline fossil-based heat generation in heat generator  $h$  in year  $y$  (GJ)
- $\eta_{BL,HG,FF,h}$  = Baseline fossil-based heat generation efficiency of heat generator  $h$  (ratio)<sup>22</sup>
- $HG_{BL,FF,DHE,y}$  = Baseline fossil-based heat used to meet baseline process heat demand via direct heat extraction in year  $y$  (GJ)
- $HG_{BL,FF,CG,y}$  = Baseline fossil-based heat cogeneration in year  $y$  (GJ)

91. The total heat generation required from fossil fuels ( $HG_{BL,FF,y}$ ) shall be allocated to the different heat generators ( $HG_{BL,FF,y,h}$ ), so as to maximize the heat generation efficiency, subject to the difference in heat content in the different heat carriers, up to the level required for meeting the balance of process heat demand.

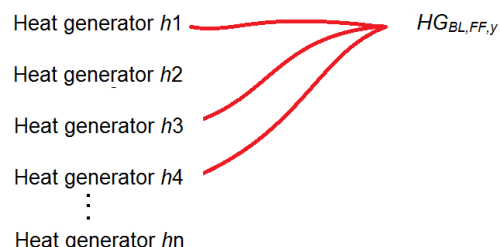
**Box 7. Non-binding best practice example 7: Baseline heat generation to meet the fossil-based cogeneration (step 4.2)**

This methodology considers that several heat generators might be identified as part of the baseline scenario. In such cases, the total heat generation required from fossil fuels is allocated to the different heat generators  $h$  in order to determine the total amount of fossil fuels required to generate the heat required for the cogeneration and the balance of process heat.

List of heat generators that would use fossil fuels in the baseline scenario

Allocate the total heat generation from fossil fuels to the different heat generators  $h$

Estimate the total amount of fossil fuels to generate heat for the cogeneration and the balance of process heat.



$$\sum_h HG_{BL,FF,y,h} = HG_{BL,FF,DHE,y} + HG_{BL,FF,CG,y}$$

$$FF_{BL,HG,y,f} = \sum_h \left( \frac{HG_{BL,FF,y,h}}{\eta_{BL,HG,FF,h}} \right)$$

**5.5.5. Step 3: Determine the baseline emissions due to uncontrolled burning or decay of biomass residues**

92. The calculation of baseline emissions due to uncontrolled burning or decay of biomass residues is optional and project participants can decide whether to include these emission sources or not. If project participants wish to include these emission sources, the procedure below should be followed, and emissions from combustion of biomass residues under the CDM project activity should be also be determined. Otherwise, this section does not need to be applied and project emissions do not need to include emissions from the combustion of biomass residues under the CDM project activity.

<sup>22</sup> In case of connection to a district heating system or off-site heat supply from which the individual sources cannot be identified, the district heating system shall be considered the most efficient heat source. The capacity of the district heating system shall be considered unlimited unless it can be justified (based on historical consumption data or heat purchase contracts) that the amount of heat to be consumed from/ or delivered to the district heat system was limited. The emission factor of the district heating system shall be considered 0.

93. Baseline emissions due to uncontrolled burning or decay of biomass residues are only determined for those categories of biomass residues for which B1, B2 or B3 has been identified as the baseline scenario.
94. The emissions are determined separately for biomass residues categories for which scenarios B1 and B3 (aerobic decay or uncontrolled burning) apply, and for biomass residues categories for which scenario B2 (anaerobic decay) apply:

$$BE_{BR,y} = BE_{BR,B1/B3,y} + BE_{BR,B2,y} \quad \text{Equation (17)}$$

Where:

$BE_{BR,y}$	=	Baseline emissions due to disposal of biomass residues in year $y$ (t CO <sub>2</sub> e)
$BE_{BR,B1/B3,y}$	=	Baseline emissions due to aerobic decay or uncontrolled burning of biomass residues in year $y$ (t CO <sub>2</sub> )
$BE_{BR,B2,y}$	=	Baseline emissions due to anaerobic decay of biomass residues in year $y$ (t CO <sub>2</sub> )

#### 5.5.5.1. Step 5.1: Determine $BE_{BR,B1/B3,y}$

95. For the biomass residues categories for which the most likely baseline scenario is either that the biomass residues would be dumped or left to decay under mainly aerobic conditions (B1), or burnt in an uncontrolled manner without utilizing them for energy purposes (B3), baseline emissions are calculated assuming, for both scenarios (aerobic decay and uncontrolled burning), that the biomass residues would be burnt in an uncontrolled manner.
96. Baseline emissions are calculated as follows:

$$BE_{BR,B1/B3,y} = GWP_{CH_4} \times \sum_n BR_{B1/B3,n,y} \times NCV_{BR,n,y} \times EF_{BR,n,y} \quad \text{Equation (18)}$$

Where:

$BE_{BR,B1/B3,y}$	=	Baseline emissions due to aerobic decay or uncontrolled burning of biomass residues in year $y$ (t CO <sub>2</sub> )
$GWP_{CH_4}$	=	Global Warming Potential of methane valid for the commitment period (tCO <sub>2</sub> /t CH <sub>4</sub> )
$BR_{BR,B1/B3,n,y}$	=	Quantity of biomass residues of category $n$ used in the CDM project activity in year $y$ for which the baseline scenario is B1 or B3 (tonnes on dry-basis)
$NCV_{BR,n,y}$	=	Net calorific value of biomass residue of category $n$ in year $y$ (GJ/tonne on dry-basis)
$EF_{BR,n,y}$	=	CH <sub>4</sub> emission factor for uncontrolled burning of the biomass residues category $n$ during the year $y$ (tCH <sub>4</sub> /GJ)
$n$	=	Biomass residue category

97. To determine the CH<sub>4</sub> emission factor ( $EF_{BR,n,y}$ ), project participants may undertake measurements or use referenced default values.

98. In the absence of more accurate information for  $NCV_{BR,n,y}$  and  $EF_{BR,n,y}$ ,<sup>23</sup> a default value of 0.0027 t CH<sub>4</sub>/ t biomass is recommended,<sup>24</sup> adjusted by a conservativeness factor (i.e. 0.73) to address the high level of uncertainty. In this case, an emission factor of 0.001971 t CH<sub>4</sub>/t biomass should be used.

**Box 8. Non-binding best practice example 8: Baseline emissions due to uncontrolled burning (step 5.1)**

Project participants may opt to consider baseline emissions due to uncontrolled burning for those categories of biomass residues which baseline has been identified as B1 (biomass residues are dumped or left to decay mainly under aerobic conditions) or B3 (the biomass residues are burnt in an uncontrolled manner).

Example – A project activity involves the utilization of wood residues that are burnt in an uncontrolled manner in the baseline, and empty fruit bunches that are left to decay aerobically. The project participants choose to determine baseline emissions due to uncontrolled burning of biomass based on the monitored quantities of each type of biomass and the default emission factor of 0.001971 t CH<sub>4</sub>/t biomass.

$$BE_{BR,B1/B3,y} = GWP_{CH_4} \times (BR_{woodresidues,y} + BR_{emptyfruitbunches,y}) \times 0.001971 \text{ (tCH}_4\text{/t)}$$

**5.5.6. Step 5.2: Determine  $BE_{BR,B2,y}$**

99. For the biomass residues categories, as described in the biomass residues categories table, for which the most likely alternative scenario is that the biomass residues would decay under clearly anaerobic conditions (case B2), project participants shall calculate baseline emissions using the latest approved version of the tool “Emissions from solid waste disposal sites” TOOL04. The variable  $BE_{CH_4,SWDS,y}$  calculated by the tool corresponds to  $BE_{BR,B2,y}$  in this methodology. The project participants shall use as waste quantities prevented from disposal ( $W_{j,x}$ ) in the tool, those quantities of biomass residues ( $BR_{n,B2,y}$ ) for which B2 has been identified as the baseline scenario.
100. The determination of  $BR_{n,B2,y}$  shall be based on the monitored amounts of biomass residues used in power plants included in the project boundary. Where all biomass residues with the alternative scenario B2 come from one particular source, the monitored quantities of biomass residues used from that source in the project plant can be directly used. Where only parts of the biomass residues from one source would be dumped and left for decay under clearly anaerobic conditions (B2), an allocation should be made consistently with the information provided for the CDM project activity in the CDM-PDD. The allocation should be made in a conservative manner and consistent with the guidance provided for  $BR_{B4,n,y}$ .

**5.6. Project emissions**

101. Project emissions are calculated as follows:

$$PE_y = PE_{Biomass,y} + PE_{FF,y} + PE_{GR1,y} + PE_{GR2,y} + PE_{TR,y} + PE_{CBR,y} + PE_{WW,y} + PE_{BG2,y} + PE_{BC,y} \quad \text{Equation (19)}$$

<sup>23</sup> 2006 IPCC Guidelines, Volume 4, Table 2.5, default value for agricultural residues.

<sup>24</sup> 2006 IPCC Guidelines, Volume 4, Table 2.5, default value for agricultural residues.

Where:

$PE_y$	=	Project emissions in year $y$ (t CO <sub>2</sub> )
$PE_{Biomass,y}$	=	Project emissions associated with the biomass and biomass residues in year $y$ (t CO <sub>2</sub> )
$PE_{FF,y}$	=	Emissions during the year $y$ due to fossil fuel consumption at the project site (t CO <sub>2</sub> )
$PE_{TR,y}$	=	Emissions during the year $y$ due to incremental transport of biomass to the project plant (t CO <sub>2</sub> )
$PE_{GR1,y}$	=	Emissions during the year $y$ due to grid electricity imports to the project site (t CO <sub>2</sub> )
$PE_{GR2,y}$	=	Emissions due to a reduction in electricity generation at the project site in year $y$ (t CO <sub>2</sub> )
$PE_{CBR,y}$	=	Emissions from the combustion of biomass during the year $y$ (t CO <sub>2</sub> e)
$PE_{WW,y}$	=	Emissions from wastewater generated from the treatment of biomass in year $y$ (t CO <sub>2</sub> e)
$PE_{BG2,y}$	=	Emissions from the production of biogas in year $y$ (t CO <sub>2</sub> e)
$PE_{BC,y}$	=	Project emissions associated with the cultivation of land to produce biomass in year $y$ (t CO <sub>2</sub> )

### 5.6.1. Determination of $PE_{Biomass,y}$

102.  $PE_{Biomass,y}$  shall be determined by applying the provisions form TOOL16 and involve the following emission sources:

- (a) Project emissions resulting from the cultivation of biomass in a dedicated plantation of a CDM project activity that uses biomass ( $PE_{BC}$ );
- (b) Project emissions resulting from the transportation of biomass ( $PE_{BT}$ );
- (c) Project emissions resulting from the processing of biomass ( $PE_{BP}$ );
- (d) Project emissions resulting from the transportation of biomass residues ( $PE_{BRT}$ ) if the project consumes biomass residues;
- (e) Project emissions resulting from the processing of biomass residues ( $PE_{BRP}$ ) if the project consumes biomass residues.

### 5.6.2. Determination of $PE_{FFy}$

103. The following emission sources shall be included in determining  $PE_{FF,y}$ :

- (a) Emissions from on-site fossil fuel consumption for the generation of electric power and heat. This includes all fossil fuels used at the project site in heat generators (e.g. boilers) for the generation of electric power and heat; and
- (b) Emissions from on-site fossil fuel consumption of auxiliary equipment and systems related to the generation of electric power and heat. This includes fossil fuels required for the operation of auxiliary equipment related to the power and heat plants (e.g. for pumps, fans, cooling towers, instrumentation and control, etc.) which are not accounted in the first bullet (a) above, and fossil fuels required for the operation of equipment related to the preparation, storage and transportation of fuels (e.g. for mechanical treatment of the biomass, conveyor belts, driers, etc.).

104. The latest approved version of the “~~TOOL03: Tool to calculate project or leakage CO2 emissions from fossil fuel combustion~~”; shall be used to calculate  $PE_{FF,y}$ . All combustion processes  $j$  as described in the two bullets above should be included.
105. Fossil fuels required for the operation of equipment related to on-site or off-site preparation, storage, processing and transportation of fuels and biomass and/or biomass residues (e.g. for mechanical treatment of the biomass, conveyor belts, driers, pelletization, shredding, briquetting processes, etc.) shall be treated under  $PE_{Biomass,y}$ .

#### Box 9. Non-binding best practice example 9: Emissions due to fossil fuel consumption

Project participants should determine the project emissions due to fossil fuel consumption taking into account the on-site fossil fuel consumption for the generation of electric power and heat, and on-site fossil fuel consumption of auxiliary equipment and systems related to the generation of electric power and heat.

Example - A project activity that utilizes fossil fuels purchased from the market as auxiliary fuel for the generation of electric power and heat, ~~and for the operation of auxiliary equipment related to the preparation, storage and transportation of biomass.~~

The quantities of fossil fuel purchased are monitored continuously using mass or volume meters and cross-checked with invoices that can be identified specifically for the proposed CDM project activity.

#### 5.6.3. Determination of $PE_{GR1,y}$

106. If electricity is imported from the grid to the project site during year  $y$ , corresponding emissions should be accounted for as project emissions, as follows:

$$PE_{GR1,y} = EF_{EG,GR,y} \times EL_{PJ,imp,y} \quad \text{Equation (20)}$$

Where:

$PE_{GR1,y}$  = Emissions during the year  $y$  due to grid electricity imports to the project site (t CO<sub>2</sub>)

$EL_{PJ,imp,y}$  = Project electricity imports from the grid in year  $y$  (MWh)

$EF_{EG,GR,y}$  = Grid emission factor in year  $y$  (t CO<sub>2</sub>/MWh)

#### 5.6.4. Determination of $PE_{GR2,y}$

107. If  $EL_{balance,PO,y} < EL_{BL,BR,PO,y}$  (Step 3.3.2) or  $EL_{balance,FF,y} < EL_{BL,FF,y}$  (Step 4.2.2), the amount of electricity generated on-site in the baseline is higher than the amount of electricity generated in the project scenario. In such cases, it is assumed that an equivalent amount of electricity is generated during year  $y$  in order to offset this reduction in electricity generation at the project site. Corresponding emissions should be accounted as project emissions as follows:

$$PE_{GR2,y} = EF_{EG,GR,y} \times EL_{PJ,offset,y} \quad \text{Equation (21)}$$

Where:

$PE_{GR2,y}$  = Emissions due to a reduction in electricity generation at the project site in year  $y$  (tCO<sub>2</sub>)

$EF_{EG,GR,y}$	=	Grid emission factor in year $y$ (tCO <sub>2</sub> /MWh)
$EL_{PJ,offset,y}$	=	Electricity that would be generated in the baseline that exceeds the generation of electricity during year $y$ (MWh)

### 5.6.5. Determination of $PE_{TR,y}$

108. In cases where the biomass residues are not generated directly at the project site, and always in the case of biomass from plantations, project participants shall determine CO<sub>2</sub> emissions resulting from the incremental transportation of the biomass to the project plant using the latest version of the "TOOL12: Project and leakage emissions from transportation of freight".  $PE_{TR,m}$  in the tool corresponds to the parameter  $PE_{TR,y}$  in this methodology and the monitoring period  $m$  is one year.

#### Box 10. Non-binding best practice example 10: Emissions from transportation of the biomass

Project participants should determine the project emissions resulting from the transportation of the biomass from the source (e.g. dedicated plantation or off-site industrial facility) to the project plant.

Example—A project activity involves the use of biomass from a dedicated plantation and bagasse from a nearby industry, which are located 25 km and 10 km away from the project plant, respectively.

The project participants opted to use the conservative default values provided by the TOOL12: "Project and leakage emissions from transportation of freight" and, therefore monitor:

- the quantity of each type of biomass transported;
- the return distance from the dedicated plantation (50 km) and nearby industry (20 km); and
- the type of vehicle used, in order to select the appropriate emission factor (i.e. 245 g CO<sub>2</sub>/t.km for light vehicles of up to 3.5–3.9 tons or 129 g CO<sub>2</sub>/t.km for heavy vehicles of 3.5–3.9 tons or more).

### 5.6.6. Determination of $PE_{CBR,y}$

109. If project proponents chose to include emissions due to uncontrolled burning or decay of biomass residues ( $BE_{CBR,y}$ ) in the calculation of baseline emissions, then emissions from the combustion of this category of biomass residues have also to be included in the project scenario. Otherwise, this emission source may be excluded. Corresponding emissions are calculated as follows:

$$PE_{CBR,y} = GWP_{CH_4} \times EF_{CH_4,BR} \times \sum_n BR_{PJ,n,y} \times NCV_{BR,n,y} \quad \text{Equation (22)}$$

Where:

$PE_{CBR,y}$	=	Emissions from the combustion of biomass residues during the year $y$ (tCO <sub>2</sub> e)
$GWP_{CH_4}$	=	Global Warming Potential of methane valid for the commitment period (tCO <sub>2</sub> /tCH <sub>4</sub> )
$EF_{CH_4,BR}$	=	CH <sub>4</sub> emission factor for the combustion of biomass residues in the project plant (tCH <sub>4</sub> /GJ)

- $BR_{PJ,n,y}$  = Quantity of biomass residues of category  $n$  used in the CDM project activity in year  $y$  (tonnes on dry-basis)
- $NCV_{BR,n,y}$  = Net calorific value of biomass residue of category  $n$  in year  $y$  (GJ/tonne on dry-basis)

110. To determine the CH<sub>4</sub> emission factor ( $EF_{CH_4,BR}$ ), project participants may conduct measurements at the plant site or use IPCC default values, as provided in Table 3 below. The uncertainty of the CH<sub>4</sub> emission factor is in many cases relatively high. In order to reflect this and for the purpose of providing conservative estimates of emission reductions, a conservativeness factor of 1.37 is applied to the CH<sub>4</sub> emission factor.

**Table 3. Default CH<sub>4</sub> emission factors for combustion of biomass residues<sup>25</sup>**

	Default emission factor (kg CH <sub>4</sub> / TJ)	Assumed uncertainty
Wood waste	30	300%
Sulphite lyes (Black Liquor)	3	300%
Other solid biomass residues	30	300%
Liquid biomass residues	3	300%

### 5.6.1. Determination of $PE_{WW,y}$

111. This emission source should be estimated in cases where waste water originating from the treatment of the biomass is (partly) treated under anaerobic conditions and where methane from the waste water is not captured and flared or combusted. Project emissions from waste water are estimated as follows:

$$PE_{WW,y} = GWP_{CH_4} \times V_{WW,y} \times COD_{WW,y} \times B_{e,WW} \times MCF_{WW} \quad \text{Equation (1)}$$

Where:

- $PE_{WW,y}$  = Emissions from wastewater generated from the treatment of biomass in year  $y$  (t CO<sub>2</sub>e)
- $GWP_{CH_4}$  = Global Warming Potential of methane valid for the commitment period (t CO<sub>2</sub>/t CH<sub>4</sub>)
- $V_{WW,y}$  = Quantity of waste water generated in year  $y$  (m<sup>3</sup>)
- $COD_{WW,y}$  = Average chemical oxygen demand of the waste water in year  $y$  (tCOD/m<sup>3</sup>)
- $B_{e,WW}$  = Methane generation potential of the waste water (t CH<sub>4</sub>/tCOD)
- $MCF_{WW}$  = Methane correction factor for the waste water (ratio)

### 5.6.2. Determination of $PE_{BG_2,y}$

112. In case the project includes biogas, the consideration of project emissions associated with the production of biogas depends on the selected baseline scenario for biogas and

<sup>25</sup> Values are based on the 2006 IPCC Guidelines, Volume 2, Chapter 2, Tables 2.2 to 2.6.

whether the biogas is sourced from a registered CDM project activity according to the following provisions:

- (a) In case the biogas is provided by a registered CDM project activity, the project emissions will be covered in the PDD of the registered CDM project activity;
- (b) In case the biogas is not provided by a registered CDM project activity:
  - (i) If baseline scenario BG1 is selected, the project emissions should be included in this proposed CDM project activity. The emission source shall include project emissions from physical leakage of methane from the anaerobic digester, from treatment of wastewater effluent from the anaerobic digester (where applicable), and from land application of sludge (where applicable). The estimation of these emission sources shall follow the procedures for these sources as identified in the project emissions section of ACM0014;
  - (ii) In case of baseline scenario BG2 and/or BG3, no project emissions need to be included.

### **5.7. Determination of $PE_{BC,y}$**

113. If the project includes biomass from dedicated plantations, the associated project emissions shall be calculated according to the "TOOL16: Project and leakage emissions from biomass".

### **5.8. Leakage**

114. Leakage emissions shall be calculated according to TOOL16. When doing so, the project participants shall indicate in the PDD which emission sources are included. If emission sources are not included, the project participants shall provide proper justifications in the PDD.

115. Leakage emissions due to diversion of biomass residues from other applications shall be calculated according to the "TOOL16: Project and leakage emissions from biomass".

116. Leakage emissions due to shift of pre-project activities shall be calculated according to the "TOOL16: Project and leakage emissions from biomass".

117. In the case that negative overall emission reductions arise in a year through application of the leakage emissions, the certified emission reductions (CERs) are not issued to project participants for the year concerned and in subsequent years, until emission reductions from subsequent years have compensated the quantity of negative emission reductions from the year concerned.<sup>26</sup> For example, if negative emission reductions of 30 tCO<sub>2</sub>e occur in the year t and positive emission reductions of 100 tCO<sub>2</sub>e occur in the year t+1, only 70 CERs are issued for the year t+1.

### **5.9. Data and parameters not monitored**

118. In addition to the parameters and procedures described herein, all monitoring provisions contained in the tools referred to in this methodology also apply.

<sup>26</sup> For example, if negative emission reductions of 30 tCO<sub>2</sub>e occur in the year t and positive emission reductions of 100 tCO<sub>2</sub>e occur in the year t+1, only 70 CERs are issued for the year t+1.



119. Document and justify all selected values in the CDM-PDD.

**Data / Parameter table 1.**

<b>Data / Parameter:</b>	<b>Biomass categories and quantities used for the selection of the baseline scenario selection and assessment of additionality</b>
Data unit:	<ul style="list-style-type: none"> <li>– Category (i.e. bagasse, rice husks, empty fruit bunches, etc.);</li> <li>– Source (e.g. produced on-site, obtained from an identified biomass residues producer, obtained from a biomass residues market, from dedicated plantations etc.);</li> <li>– Fate in the absence of the CDM project activity (scenarios B);</li> <li>– Use in the project scenario (scenarios P);</li> <li>– Quantity (tonnes on dry-basis)</li> </ul>
Description:	Explain and document transparently in the CDM-PDD, which quantities of which biomass categories are used in which installation(s) under the CDM project activity and what is their baseline scenario. Include the quantity of each category of biomass (tonnes). For the selection of the baseline scenario and demonstration of additionality, at the validation stage, an ex ante estimation of these quantities should be provided
Source of data:	On-site assessment of biomass categories and quantities
Measurement procedures (if any):	---
Any comment:	This parameter is related to the procedure for the selection of the baseline scenario selection and assessment of additionality

**Data / Parameter table 2.**

<b>Data / Parameter:</b>	<b><math>BR_{HIST,n,x}</math></b>
Data unit:	tonnes on dry-basis
Description:	Quantity of biomass residues of category n used for power or heat generation at the project site in year x prior the date of submission of the PDD for validation of the CDM project activity (tonnes on dry-basis) prior the time of submission of the PDD for validation of the CDM project activity
Source of data:	On-site measurements
Measurement procedures (if any):	Use weight or volume meters. Adjust for the moisture content in order to determine the quantity of dry biomass. The quantity shall be cross-checked with the quantity of heat generated and any fuel purchase receipts (if available). In case of volume meters use the fuel density to convert the measurement to mass basis
Any comment:	Biogas should be included as appropriate if applicable (in which case convenient units such as m <sup>3</sup> should be used)

**Data / Parameter table 3.**

<b>Data / Parameter:</b>	<b><math>BR_{n,h,x}</math></b>
Data unit:	tonnes on dry-basis
Description:	Quantity of biomass residues of category n used in heat generator h in year x (tonnes on dry-basis)

Source of data:	On-site measurements
Measurement procedures (if any):	Use weight or volume meters. Adjust for the moisture content in order to determine the quantity of dry biomass. The quantity shall be cross-checked with the quantity of heat generated and any fuel purchase receipts (if available)
Any comment:	Biogas should be included as appropriate if applicable (in which case convenient units such as m <sup>3</sup> should be used)

**Data / Parameter table 4.**

<b>Data / Parameter:</b>	<b><math>FF_{f,h,x}</math></b>
Data unit:	mass or volume unit/yr
Description:	Quantity of fossil fuel type $f$ fired in heat generator $h$ in year $x$ (mass or volume unit/yr)
Source of data:	On-site measurements
Measurement procedures (if any):	Use weight or volume meters. Adjust for the moisture content in order to determine the quantity of dry biomass. The quantity shall be cross-checked with the quantity of heat generated and any fuel purchase receipts (if available). In case of volume meters use the fuel density to convert the measurement to mass basis
Any comment:	---

**Data / Parameter table 5.**

<b>Data / Parameter:</b>	<b><math>HG_{h,x}</math></b>
Data unit:	GJ
Description:	Net quantity of heat generated in heat generator $h$ in year $x$ (GJ/yr)
Source of data:	On-site measurements
Measurement procedures (if any):	This parameter should be determined as the difference of the enthalpy of the heat (steam or hot water) generated by the heat generators(s) [in the CDM project activity, monitored during year $y$ ,] minus the enthalpy of the feed-water, the boiler blow-down and any condensate return. The respective enthalpies should be determined based on the mass (or volume) flows, the temperatures and, in case of superheated steam, the pressure. Steam tables or appropriate thermodynamic equations may be used to calculate the enthalpy as a function of temperature and pressure
Any comment:	In absence of temperature and pressure records, use the default values from equipment as reference

**Data / Parameter table 6.**

<b>Data / Parameter:</b>	<b><math>HG_{BR,CG/PO,x,i,j}</math></b>
Data unit:	GJ
Description:	Quantity of heat used in heat engine $i/j$ in year $x$ (GJ)
Source of data:	On-site measurements

Measurement procedures (if any):	This parameter should be determined as the difference of the enthalpy of the process heat (steam or hot water) generated by the heat generators(s) [in the CDM project activity, monitored during year y,] minus the enthalpy of the feed-water, the boiler blow-down and any condensate return. The respective enthalpies should be determined based on the mass (or volume) flows, the temperatures and, in case of superheated steam, the pressure. Steam tables or appropriate thermodynamic equations may be used to calculate the enthalpy as a function of temperature and pressure
Any comment:	---

**Data / Parameter table 7.**

<b>Data / Parameter:</b>	<b><math>HC_{BR,CG/PO,x,ij}</math></b>
Data unit:	GJ
Description:	Quantity of process heat extracted from the heat engine $ij$ in year $x$ (GJ)
Source of data:	On-site measurements
Measurement procedures (if any):	This parameter should be determined as the difference of the enthalpy of the process heat (steam or hot water) supplied to process heat loads in the CDM project activity minus the enthalpy of the feed-water, the boiler blow-down and any condensate return to the heat generators. The respective enthalpies should be determined based on the mass (or volume) flows, the temperatures and, in case of superheated steam, the pressure. Steam tables or appropriate thermodynamic equations may be used to calculate the enthalpy as a function of temperature and pressure
Any comment:	---

**Data / Parameter table 8.**

<b>Data / Parameter:</b>	<b><math>EL_{BR,CG/PO,x,ij}</math></b>
Data unit:	MWh
Description:	Quantity of electricity generated in heat engine $ij$ in year $x$ (MWh)
Source of data:	On-site measurements
Measurement procedures (if any):	Electricity meters
Any comment:	---

**Data / Parameter table 9.**

<b>Data / Parameter:</b>	<b><math>P_x</math></b>
Data unit:	Use suitable units, as appropriate
Description:	Quantity of the main product of the production process (e.g. sugar cane, rice) produced in year $x$ from plants operated at the project site
Source of data:	On-site measurements
Measurement procedures (if any):	---
Any comment:	---

**Data / Parameter table 10.**

<b>Data / Parameter:</b>	<b><math>CAP_{HG,h}</math></b>
Data unit:	GJ/h
Description:	Baseline capacity of heat generator $h$ (GJ/h)
Source of data:	On-site measurements or reference plant design parameters
Measurement procedures (if any):	This parameter should reflect the design maximum heat generation capacity (in GJ/h) of the baseline heat generator $h$ . It should be based on the installed capacity of the heat generator. Project participants should document transparently and justify in the CDM-PDD how this parameter was determined
Any comment:	---

**Data / Parameter table 11.**

<b>Data / Parameter:</b>	<b><math>CAP_{EG,CG,i}</math> <math>CAP_{EG,PO,j}</math></b>
Data unit:	MW
Description:	$CAP_{EG,CG,i}$ = Baseline electricity generation capacity in on-site and off-site plants in year $y$ (MWh) of cogeneration-type heat engine $i$ (MW). $CAP_{EG,PO,j}$ = Baseline electricity generation capacity of power-only-type heat engine $j$ (MW)
Source of data:	On-site measurements or reference plant design parameters
Measurement procedures (if any):	This parameter should reflect the design maximum electricity generation capacity (in MW) of the baseline heat engines $i$ and $j$ . It should be based on the installed capacity of the heat engines. Project participants should document transparently and justify in the CDM-PDD how this parameter was determined
Any comment:	---

**Data / Parameter table 12.**

<b>Data / Parameter:</b>	<b><math>LFC_{HG,h}</math></b>
Data unit:	Ratio
Description:	Baseline load factor of heat generator $h$ (ratio)
Source of data:	On-site measurements or reference plant design parameters
Measurement procedures (if any):	This parameter should reflect the maximum load factor (i.e. the ratio between the 'actual heat generation' of the heat generator and its 'design maximum heat generation' along one year of operation) of the baseline heat generator $h$ , taking into account downtime due to maintenance, seasonal operational patterns, and any other technical constraints. Project participants should document transparently and justify in the CDM-PDD how this parameter was determined (e.g. using historical records)
Any comment:	---

**Data / Parameter table 13.**

<b>Data / Parameter:</b>	<b><math>HPR_{BL,i}</math></b>
Data unit:	Ratio
Description:	Baseline heat-to-power ratio of the heat engine $i$ (ratio)
Source of data:	On-site measurements or reference plant design parameters
Measurement procedures (if any):	---
Any comment:	---

**Data / Parameter table 14.**

<b>Data / Parameter:</b>	<b><math>LFC_{EG,CG,i}</math> <math>LFC_{EG,CG,j}</math></b>
Data unit:	Ratio
Description:	$LFC_{EG,CG,i}$ = Baseline load factor of cogeneration-type heat engine $i$ (ratio) $LFC_{EG,PO,j}$ = Baseline load factor of power-only-type heat engine $j$ (ratio)
Source of data:	On-site measurements or reference plant design parameters
Measurement procedures (if any):	This parameter should reflect the maximum load factor (i.e. the ratio between the 'actual electricity generation' of the heat engine and its 'design maximum electricity generation' along one year of operation) of the baseline heat engine $i$ or $j$ . The actual electricity generation of the heat engine should be determined taking into account downtime due to maintenance, seasonal operational patterns, and any other technical constraints. Project participants should document transparently and justify in the CDM-PDD how this parameter was determined
Any comment:	---

**Data / Parameter table 15.**

<b>Data / Parameter:</b>	<b><math>EF_{BL,CO2,FF}</math></b>
Data unit:	tCO <sub>2</sub> /GJ
Description:	CO <sub>2</sub> emission factor of the fossil fuel type that would be used for power generation at the project site in the baseline (t CO <sub>2</sub> /GJ)
Source of data:	Either conduct measurements or use accurate and reliable local or national data where available. Where such data is not available, use IPCC default emission factors (country-specific, if available) if they are deemed to reasonably represent local circumstances. Choose the value in a conservative manner and justify the choice
Measurement procedures (if any):	Measurements shall be carried out at reputed laboratories and according to relevant international standards
Any comment:	In case of plants existing before project implementation, the lowest CO <sub>2</sub> emission factor should be used in case of multi fuel plants

**Data / Parameter table 16.**

<b>Data / Parameter:</b>	$\eta_{BL,FF}$
Data unit:	ratio
Description:	Efficiency of the fossil fuel power plant(s) at the project site in the baseline
Source of data:	Either use the higher value among (a) the measured efficiency and (b) manufacturer's information on the efficiency; or use default values as provided in Appendix 1 of the "Tool to calculate the emission factor for an electricity system"; or assume an efficiency of 100%
Measurement procedures (if any):	If measurements are conducted, use recognized standards for the measurement of the heat generator efficiency, such as the " <i>British Standard Methods for Assessing the thermal performance of boilers for steam, hot water and high temperature heat transfer fluids</i> " (BS845). Where possible, use preferably the direct method (dividing the net heat generation by the energy content of the fuels fired during a representative time period), as it is better able to reflect average efficiencies during a representative time period compared to the indirect method (determination of fuel supply or heat generation and estimation of the losses). Document measurement procedures and results and manufacturer's information transparently in the CDM-PDD
Any comment:	---

**Data / Parameter table 17.**

<b>Data / Parameter:</b>	$NCV_{BR,n,x}$
Data unit:	GJ/tonnes on dry-basis
Description:	Net calorific value of biomass residues of category n in year x
Source of data:	Either conduct measurements or use accurate and reliable local or national data where available. Where such data is not available, use IPCC default net calorific values (country-specific, if available) if they are deemed to reasonably represent local circumstances. Choose the values in a conservative manner and justify the choice
Measurement procedures (if any):	Measurements shall be carried out at reputed laboratories and according to relevant international standards
Any comment:	The NCV is to be calculated for wet biomass as used in the heat generator (i.e. deducting the energy used for the evaporation of the water contained in the biomass residues). Biogas should be included as appropriate if applicable (in which case convenient units such as GJ/m <sup>3</sup> should be used)

**Data / Parameter table 18.**

<b>Data / Parameter:</b>	$NCV_{FF,f,x}$
Data unit:	GJ/mass or volume unit
Description:	Net calorific value of fossil fuel type f in year x (GJ/mass or volume unit)
Source of data:	Either conduct measurements or use accurate and reliable local or national data where available. Where such data is not available, use IPCC default net calorific values (country-specific, if available) if they are deemed to reasonably represent local circumstances. Choose the values in a conservative manner and justify the choice

Measurement procedures (if any):	Measurements shall be carried out at reputed laboratories and according to relevant international standards
Any comment:	---

**Data / Parameter table 19.**

<b>Data / Parameter:</b>	<b><math>GWP_{CH4}</math></b>
Data unit:	tCO <sub>2</sub> e/tCH <sub>4</sub>
Description:	Global Warming Potential of methane valid for the commitment period (tCO <sub>2</sub> /tCH <sub>4</sub> )
Source of data:	IPCC
Measurement procedures (if any):	Shall be updated according to any future COP/MOP decisions
Any comment:	---

## 6. Monitoring methodology

### 6.1. Monitoring procedures

120. Describe and specify in the CDM-PDD all monitoring procedures, including the type of measurement instrumentation used, the responsibilities for monitoring and QA/QC procedures that will be applied. Where the methodology provides different options (e.g. use of default values or on-site measurements), specify which option will be used. All meters and instruments should be calibrated regularly as per industry practices.
121. In addition to the parameters and procedures described herein, all monitoring provisions contained in the tools referred to in this methodology also apply.

### 6.2. Data and parameters monitored

**Data / Parameter table 20.**

<b>Data / Parameter:</b>	<b>Biomass categories and quantities used in the CDM project activity</b>
Data unit:	<ul style="list-style-type: none"> <li>– Category (i.e. bagasse, rice husks, empty fruit bunches, tree bark etc.);</li> <li>– Source (e.g. produced on-site, obtained from an identified biomass residues producer, obtained from a biomass residues market, dedicated plantations etc.);</li> <li>– Fate in the absence of the CDM project activity (scenarios B);</li> <li>– Use in the project scenario (scenarios P and H);</li> <li>– Quantity (tonnes on dry-basis)</li> </ul>

Description:	<p>Explain and document transparently in the CDM-PDD which quantities of which biomass categories are used in which installation(s) under the CDM project activity and what is their baseline scenario.</p> <p>Include the quantity of each category of biomass (tonnes on dry-basis). These quantities should be updated every year of the crediting period as part of the monitoring plan so as to reflect the actual use of biomass in the project scenario. These updated values should be used for emissions reductions calculations.</p> <p>Along the crediting period, new categories of biomass (i.e. new types, new sources, with different fate) can be used in the CDM project activity. In this case, a new line should be added to the table. If those new categories are of the type B1, B2 or B3, the baseline scenario for those categories of biomass residues should be assessed using the procedures outlined in the guidance provided in the procedure for the selection of the baseline scenario and demonstration of additionality</p>
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated weight meters. Adjust for the moisture content in order to determine the quantity of dry biomass
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	Crosscheck the measurements with an annual energy balance that is based on purchased quantities and stock changes
Any comment:	-

**Data / Parameter table 21.**

<b>Data / Parameter:</b>	<b>For biomass residues categories for which scenarios B1, B2 or B3 is deemed a plausible baseline alternative, project participants shall demonstrate that this is a realistic and credible alternative scenario</b>
Data unit:	Tonnes
Description:	<ul style="list-style-type: none"> <li>- Quantity of available biomass residues of category <i>n</i> in the region</li> <li>- Quantity of biomass residues of category <i>n</i> that are utilized (e.g. for energy generation or as feedstock) in the defined geographical region</li> <li>- Availability of a surplus of biomass residues category <i>n</i> (which cannot be sold or utilized) at the ultimate supplier to the project and a representative sample of other suppliers in the defined geographical region</li> </ul>
Source of data:	Surveys or statistics
Measurement procedures (if any):	-
Monitoring frequency:	At the validation stage for biomass residues categories identified ex ante, and always that new biomass residues categories are included during the crediting period
QA/QC procedures:	-
Any comment:	-



**Data / Parameter table 22.**

<b>Data / Parameter:</b>	<b><i>BR<sub>PJ,n,y</sub></i></b>
Data unit:	tonnes on dry-basis
Description:	Quantity of biomass of category n used in the CDM project activity in year y (tonnes on dry-basis)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated weight meters. Adjust for the moisture content in order to determine the quantity of dry biomass
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	Crosscheck the measurements with an annual energy balance that is based on purchased quantities and stock changes
Any comment:	The biomass residue quantities used should be monitored separately for (a) each category of biomass residue (e.g. ) and each source (e.g. produced on-site, obtained from biomass residues suppliers, obtained from a biomass residues market, obtained from an identified biomass residues producer, etc.). Biogas should be included as appropriate if applicable (in which case convenient units such as m <sup>3</sup> should be used)

**Data / Parameter table 23.**

<b>Data / Parameter:</b>	<b><i>BR<sub>B1/B3,n,y</sub></i></b>
Data unit:	tonnes on dry-basis
Description:	Quantity of biomass residues of category n used in the CDM project activity in year y for which the baseline scenario is B1 or B3 (tonnes on dry-basis)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated weight meters. Adjust for the moisture content in order to determine the quantity of dry biomass
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	Crosscheck the measurements with an annual energy balance that is based on purchased quantities and stock changes
Any comment:	Biogas should be included as appropriate if applicable (in which case convenient units such as m <sup>3</sup> should be used)

**Data / Parameter table 24.**

<b>Data / Parameter:</b>	<b><i>BR<sub>B4,n,y</sub></i></b>
Data unit:	tonnes of dry matter
Description:	Quantity of biomass residues of category n used in the CDM project activity in year y, for which the baseline scenario is B4 (tonnes on dry-basis)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated weight meters. Adjust for the moisture content in order to determine the quantity of dry biomass
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions

QA/QC procedures:	Crosscheck the measurements with an annual energy balance that is based on purchased quantities and stock changes
Any comment:	Biogas should be included as appropriate if applicable (in which case convenient units such as m <sup>3</sup> should be used)

**Data / Parameter table 25.**

<b>Data / Parameter:</b>	<b><math>BR_{B5,n,y}</math></b>
Data unit:	tonnes on dry-basis
Description:	Quantity of biomass residues of category n used in the CDM project activity in year y for which the baseline scenario is B5 (tonne on dry-basis)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated weight meters. Adjust for the moisture content in order to determine the quantity of dry biomass
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	Crosscheck the measurements with an annual energy balance that is based on purchased quantities and stock changes
Any comment:	The procedures in Step 1.4 should also be followed

**Data / Parameter table 26.**

<b>Data / Parameter:</b>	<b><math>EF_{BR,n,y}</math></b>
Data unit:	tCH <sub>4</sub> /GJ
Description:	CH <sub>4</sub> emission factor for uncontrolled burning of the biomass residues category n during the year y (tCH <sub>4</sub> /GJ)
Source of data:	Conduct measurements or use reference default values
Measurement procedures (if any):	To determine the CH <sub>4</sub> emission factor, project participants may undertake measurements or use referenced default values. In the absence of more accurate information, it is recommended to use 0.0027 t CH <sub>4</sub> per ton of biomass as default value for the product of $NCV_k$ and $EF_{burning,CH_4,k,y}$
Monitoring frequency:	-
QA/QC procedures:	-
Any comment:	-

**Data / Parameter table 27.**

<b>Data / Parameter:</b>	<b><math>EF_{FF,y,f}</math></b>
Data unit:	T CO <sub>2</sub> /GJ
Description:	CO <sub>2</sub> emission factor for fossil fuel type f in year y (t CO <sub>2</sub> /GJ)
Source of data:	Either conduct measurements or use accurate and reliable local or national data where available. Where such data is not available, use IPCC default emission factors (country-specific, if available) if they are deemed to reasonably represent local circumstances. Choose the value in a conservative manner and justify the choice
Measurement procedures (if any):	Measurements shall be carried out at reputed laboratories and according to relevant international standards

Monitoring frequency:	In case of measurements: At least every six months, taking at least three samples for each measurement. In case of other data sources: Review the appropriateness of the data annually
QA/QC procedures:	Check consistency of measurements and local/national data with default values by the IPCC. If the values differ significantly from IPCC default values, possibly collect additional information or conduct measurements
Any comment:	-

**Data / Parameter table 28.**

<b>Data / Parameter:</b>	<b><math>EF_{CH_4, BR}</math></b>
Data unit:	T CH <sub>4</sub> /GJ
Description:	CH <sub>4</sub> emission factor for the combustion of biomass residues in the project plant (tCH <sub>4</sub> /GJ)
Source of data:	On-site measurements or default values, as provided in Table 3.
Measurement procedures (if any):	The CH <sub>4</sub> emission factor may be determined based on a stack gas analysis using calibrated analyzers
Monitoring frequency:	At least quarterly, taking at least three samples per measurement
QA/QC procedures:	Check the consistency of the measurements by comparing the measurement results with measurements from previous years, relevant data sources (e.g. values in the literature, values used in the national GHG inventory) and default values by the IPCC. If the measurement results differ significantly from previous measurements or other relevant data sources, conduct additional measurements
Any comment:	Monitoring of this parameter for project emissions is only required if CH <sub>4</sub> emissions from biomass combustion are included in the project boundary. Note that a conservative factor shall be applied, as specified in the baseline methodology

**Data / Parameter table 29.**

<b>Data / Parameter:</b>	<b><math>EF_{CO_2, LE}</math></b>
Data unit:	T CO <sub>2</sub> /GJ
Description:	CO <sub>2</sub> emission factor of the most carbon intensive fossil fuel used in the country (t CO <sub>2</sub> /GJ)
Source of data:	Identify the most carbon intensive fuel type from the national communication, other literature sources (e.g. IEA). Possibly consult with the national agency responsible for the national communication/GHG inventory. If available, use national default values for the CO <sub>2</sub> emission factor. Otherwise, IPCC default values may be used
Measurement procedures (if any):	-
Monitoring frequency:	Annually
QA/QC procedures:	-
Any comment:	-

**Data / Parameter table 30.**

<b>Data / Parameter:</b>	<b><i>HC<sub>BL,y</sub></i></b>
Data unit:	GJ
Description:	Baseline process heat generation in year <i>y</i> (GJ)
Source of data:	On-site measurements
Measurement procedures (if any):	This parameter should be determined as the difference of the enthalpy of the process heat (steam or hot water) supplied to process heat loads in the CDM project activity minus the enthalpy of the feed-water, the boiler blow-down and any condensate return to the heat generators. The respective enthalpies should be determined based on the mass (or volume) flows, the temperatures and, in case of superheated steam, the pressure. Steam tables or appropriate thermodynamic equations may be used to calculate the enthalpy as a function of temperature and pressure
Monitoring frequency:	Calculated based on continuously monitored data and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	-
Any comment:	-

**Data / Parameter table 31.**

<b>Data / Parameter:</b>	<b><i>EL<sub>PJ,gross,y</sub></i></b>
Data unit:	MWh
Description:	Gross quantity of electricity generated in all power plants which are located at the project site and included in the project boundary in year <i>y</i> (MWh)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated electricity meters
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	The consistency of metered electricity generation should be cross-checked with receipts from electricity sales (if available) and the quantity of fuels fired (e.g. check whether the electricity generation divided by the quantity of fuels fired results in a reasonable efficiency that is comparable to previous years)
Any comment:	-

**Data / Parameter table 32.**

<b>Data / Parameter:</b>	<b><i>EL<sub>PJ,imp,y</sub></i></b>
Data unit:	MWh
Description:	Project electricity imports from the grid in year <i>y</i> (MWh)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated electricity meters
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	The consistency of metered electricity generation should be cross-checked with receipts from electricity purchases

Any comment:	-
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**Data / Parameter table 33.**

<b>Data / Parameter:</b>	<b><math>EL_{PJ,aux,y}</math></b>
Data unit:	MWh
Description:	Total auxiliary electricity consumption required for the operation of the power plants at the project site in year $y$ (MWh)
Source of data:	On-site measurements
Measurement procedures (if any):	Use calibrated electricity meters
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	The consistency of metered electricity generation should be cross-checked with receipts from electricity sales (if available) and the quantity of fuels fired (e.g. check whether the electricity generation divided by the quantity of fuels fired results in a reasonable efficiency that is comparable to previous years).
Any comment:	$EG_{PJ,aux,y}$ shall include all electricity required for the operation of equipment related to the preparation, storage and transport of biomass (e.g. for mechanical treatment of the biomass, conveyor belts, driers, etc.) and electricity required for the operation of all power plants which are located at the project site and included in the project boundary (e.g. for pumps, fans, cooling towers, instrumentation and control, etc.). In case steam turbines are used for mechanical power in the baseline situation and electric motors for the same purpose in the project situation, the electricity used to run these electric motors shall be included in $EL_{PJ,aux,y}$

**Data / Parameter table 34.**

<b>Data / Parameter:</b>	<b><math>NCV_{BR,n,y}</math></b>
Data unit:	GJ/tonnes of dry matter
Description:	Net calorific value of biomass residue of category $n$ in year $y$ (GJ/tonne on dry-basis)
Source of data:	On-site measurements
Measurement procedures (if any):	Measurements shall be carried out at reputed laboratories and according to relevant international standards. Measure the NCV on dry-basis
Monitoring frequency:	At least every six months, taking at least three samples for each measurement.
QA/QC procedures:	Check the consistency of the measurements by comparing the measurement results with measurements from previous years, relevant data sources (e.g. values in the literature, values used in the national GHG inventory) and default values by the IPCC. If the measurement results differ significantly from previous measurements or other relevant data sources, conduct additional measurements. Ensure that the NCV is determined on the basis of dry biomass
Any comment:	Biogas should be included as appropriate if applicable (in which case convenient units such as GJ/m <sup>3</sup> should be used)

**Data / Parameter table 35.**

<b>Data / Parameter:</b>	$h_{LOW,y}$ $h_{HIGH,y}$
Data unit:	GJ/tonnes
Description:	$h_{LOW,y}$ = Specific enthalpy of the heat carrier at the process heat demand side (GJ/tonnes) $h_{HIGH,y}$ = Specific enthalpy of the heat carrier at the heat generator side (GJ/tonnes)
Source of data:	On-site measurements
Measurement procedures (if any):	The specific enthalpies should be determined based on the temperatures and, in case of superheated steam, the pressure. Steam tables or appropriate thermodynamic equations may be used to calculate the enthalpy as a function of temperature and pressure.
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	-
Any comment:	The process heat demand side refers to where heat is finally used for heating purposes by end-users and the heat generator side refers to where heat is generated

**Data / Parameter table 36.**

<b>Data / Parameter:</b>	$P_y$
Data unit:	Use suitable units, as appropriate
Description:	Quantity of the main product of the production process (e.g. sugar cane, rice) produced in year $y$ from plants operated at the project site
Source of data:	On-site measurements
Measurement procedures (if any):	---
Monitoring frequency:	Data aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	-
Any comment:	-

**Data / Parameter table 37.**

<b>Data / Parameter:</b>	$V_{WW,y}$
Data unit:	$m^3$
Description:	Quantity of waste water generated in year $y$ ( $m^3$ )
Source of data:	On-site measurements
Measurement procedures (if any):	-
Monitoring frequency:	Data monitored continuously and aggregated as appropriate, to calculate emissions reductions
QA/QC procedures:	-
Any comment:	-

**Data / Parameter table 38.**

<b>Data / Parameter:</b>	<b><math>COD_{WW,y}</math></b>
<b>Data unit:</b>	tCOD/m <sup>3</sup>
<b>Description:</b>	Average chemical oxygen demand of the waste water in year y (tCOD/m <sup>3</sup> )
<b>Source of data:</b>	On-site measurements
<b>Measurement procedures (if any):</b>	-
<b>Monitoring frequency:</b>	In case of measurements: At least every six months, taking at least three samples for each measurement
<b>QA/QC procedures:</b>	-
<b>Any comment:</b>	-

**Data / Parameter table 39.**

<b>Data / Parameter:</b>	<b><math>B_{e,WW}</math></b>
<b>Data unit:</b>	t CH <sub>4</sub> /tCOD
<b>Description:</b>	Methane generation potential of the waste water (t CH <sub>4</sub> /tCOD)
<b>Source of data:</b>	Reference default values (IPCC)
<b>Measurement procedures (if any):</b>	-
<b>Monitoring frequency:</b>	-
<b>QA/QC procedures:</b>	-
<b>Any comment:</b>	-

**Data / Parameter table 40.**

<b>Data / Parameter:</b>	<b><math>MCF_{WW}</math></b>
<b>Data unit:</b>	ratio
<b>Description:</b>	Methane correction factor for the waste water (ratio)
<b>Source of data:</b>	Reference default values (IPCC)
<b>Measurement procedures (if any):</b>	-
<b>Monitoring frequency:</b>	-
<b>QA/QC procedures:</b>	-
<b>Any comment:</b>	-

**Data / Parameter table 41.**

<b>Data / Parameter:</b>	<b><math>LOC_y</math></b>
<b>Data unit:</b>	Hour
<b>Description:</b>	Operation of the industrial facility using the process heat in year y (hour)
<b>Source of data:</b>	On-site measurements
<b>Measurement procedures (if any):</b>	Record and sum the hours of operation of the CDM project activity facilities during year y
<b>Monitoring frequency:</b>	-

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Version 16.0

Sectoral scope(s): 01

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QA/QC procedures:	-
Any comment:	-

DRAFT



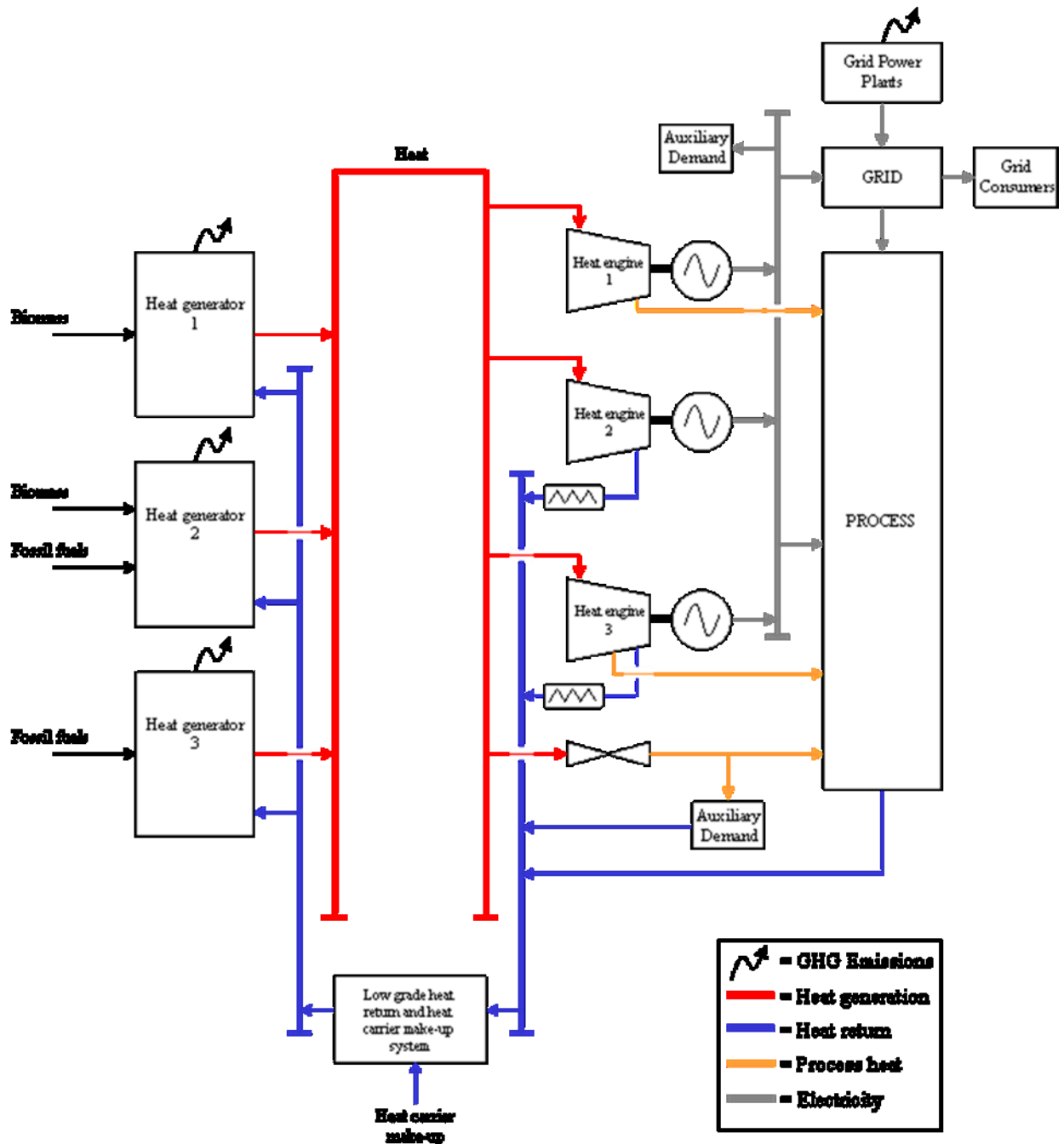
## Appendix 1. Alphabetical list of parameters

$BE_{BR,y}$	=	Baseline emissions due to disposal of biomass residues in year $y$ (t CO <sub>2</sub> e)
$BE_{BR,B1/B3,y}$	=	Baseline emissions due to aerobic decay or uncontrolled burning of biomass residues in year $y$ (t CO <sub>2</sub> )
$BR_{PJ,n,y}$	=	Quantity of biomass residues of category $n$ used in the CDM project activity in year $y$ (tonnes on dry-basis)
$BE_{BR,B1/B3,n,y}$	=	Quantity of biomass residues of category $n$ used in the CDM project activity in year $y$ for which the baseline scenario is B1 or B3 (tonnes on dry-basis)
$BE_{BR,B2,y}$	=	Baseline emissions due to anaerobic decay of biomass residues in year $y$ (t CO <sub>2</sub> )
$BR_{B5,n,h,y}$	=	Quantity of biomass residues of category $n$ used in heat generator $h$ in year $y$ with baseline scenario B5 (tonne on dry-basis)
$CAP_{EG,total,y}$	=	Baseline electricity generation capacity in on-site and off-site plants in year $y$ (MWh)
$CAP_{EG,CG,i}$	=	Baseline electricity generation capacity of cogeneration-type heat engine $i$ (MW)
$CAP_{EG,PO,j}$	=	Baseline electricity generation capacity of power-only-type heat engine $j$ (MW)
$EF_{BL,CO2,FF}$	=	CO <sub>2</sub> emission factor of the fossil fuel type that would be used for power generation at the project site in the baseline (tCO <sub>2</sub> /GJ)
$EF_{BR,n,y}$	=	CH <sub>4</sub> emission factor for uncontrolled burning of the biomass residues category $n$ during the year $y$ (tCH <sub>4</sub> /GJ)
$EF_{CH4,BR}$	=	CH <sub>4</sub> emission factor for the combustion of biomass residues in the project plant (tCH <sub>4</sub> /GJ)
$EF_{EG,GR,y}$	=	Grid emission factor in year $y$ (t CO <sub>2</sub> /MWh)
$EF_{EG,FF,y}$	=	CO <sub>2</sub> emission factor for electricity generation with fossil fuels in the baseline in year $y$ (t CO <sub>2</sub> /MWh)
$EF_{FF,y,f}$	=	CO <sub>2</sub> emission factor for fossil fuel type $f$ in year $y$ (t CO <sub>2</sub> /GJ)
$EL_{balance,FF,y}$	=	Balance of electricity generated with fossil fuels in year $y$ (MWh)
$EL_{balance,PO,y}$	=	Balance of electricity generated in power-only in year $y$ (MWh)
$EL_{BL,y}$	=	Baseline electricity generation in year $y$ (MWh)
$EL_{BL,BR,CG,y}$	=	Baseline biomass-based cogenerated electricity in year $y$ (MWh)
$EL_{BL,BR,PO,y}$	=	Baseline biomass-based electricity (power-only) in year $y$ (MWh)
$EL_{BL,FF/GR,y}$	=	Baseline uncertain electricity sourced from the grid or on-site or off-site power-only units in year $y$ (MWh)
$EL_{BL,GR,y}$	=	Baseline electricity sourced from the grid in year $y$ (MWh)
$EL_{BL,HG,y,f}$	=	Baseline electricity generation using fossil fuel $f$ in year $y$ (MWh)

$EL_{PJ,aux,y}$	=	Total auxiliary electricity consumption required for the operation of the power plants in year $y$ (MWh)
$EL_{PJ,gross,y}$	=	Gross quantity of electricity generated in all power plants included in the project boundary in year $y$ (MWh)
$EL_{PJ,imp,y}$	=	Project electricity imports from the grid in year $y$ (MWh)
$EL_{PJ,offset,y}$	=	Electricity that would be generated in the baseline that exceeds the generation of electricity during year $y$ (MWh)
$f$	=	Fossil fuel type
$FF_{BL,HG,y,f}$	=	Baseline fossil fuel demand for process heat in year $y$ (GJ)
$GGL_{default}$	=	The default value for the losses linked to the electricity generator group (turbine, couplings and electricity generator. (ratio)
$GWP_{CH4}$	=	Global Warming Potential of methane valid for the commitment period (tCO <sub>2</sub> /tCH <sub>4</sub> )
$h_{HIGH,y}$	=	Specific enthalpy of the heat carrier at the heat generator side (GJ/tonnes)
$h_{LOW,y}$	=	Specific enthalpy of the heat carrier at the process heat demand side (GJ/tonnes)
$HC_{balance,FFy}$	=	Process heat balance demand after cogeneration in year $y$ (GJ).
$HC_{BL,BR,CG,y}$	=	Baseline biomass-based process heat cogenerated in year $y$ (GJ)
$HC_{BL,CG,FF,y}$	=	Baseline fossil based process heat cogenerated in year $y$ (GJ)
$HC_{BL,FF,CG,y}$	=	Baseline fossil-fuel-based process heat cogenerated in year $y$ (GJ)
$HG_{balance,BR,PO,y}$	=	Balance of heat produced using biomass residues used in power-only mode in year $y$ (GJ)
$HC_{BR,CG/PO,x,i,j}$	=	Quantity of process heat extracted from the heat engine $i/j$ in year $x$ (GJ)
$HG_{BL,BR,y}$	=	Baseline biomass-based heat generation in year $y$ (GJ)
$HG_{BL,BR,CG,y,i}$	=	Baseline biomass-based heat used in heat engine $i$ in year $y$ (GJ)
$HG_{BL,BR,PO,y,j}$	=	Baseline biomass-based heat used in heat engine $j$ in year $y$ (GJ)
$HG_{BL,FF,y}$	=	Baseline fossil-based heat generation in year $y$ (GJ)
$HG_{BL,FF,y,h}$	=	Baseline fossil-based heat generation in heat generator $h$ in year $y$ (GJ)
$HG_{BL,FF,CG,y}$	=	Baseline fossil-based heat cogeneration in year $y$ (GJ)
$HG_{BL,FF,CG,y,i}$	=	Baseline fossil-fuel-based heat used in heat engine $i$ in year $y$ (GJ)
$HG_{BL,FF,DHE,y}$	=	Baseline fossil-based heat used to meet baseline process heat demand via direct heat extraction in year $y$ (GJ)
$HPR_{BL,i}$	=	Baseline heat-to-power ratio of the heat engine $i$ (ratio)
$i$	=	Cogeneration-type heat engine in the baseline scenario
$j$	=	Power-only-type heat engine in the baseline scenario
$LFC_{EG,CG,i}$	=	Baseline load factor of cogeneration-type heat engine $i$ (ratio)
$LFC_{EG,PO,j}$	=	Baseline load factor of power-only-type heat engine $j$ (ratio)

$LOC_y$	=	Operation of the industrial facility using the process heat in year $y$ (hour)
$MCF_{\text{WW}}$	=	Methane correction factor for the waste water (ratio)
$n$	=	Biomass residue category
$NCV_{BR,n,y}$	=	Net calorific value of biomass residue of category $n$ in year $y$ (GJ/tonne on dry-basis)
$PE_{Biomass,y}$	=	Project emissions associated with the biomass and biomass residues in year $y$ (t CO <sub>2</sub> )
$PE_{BG2,y}$	=	Emissions from the production of biogas in year $y$ (t CO <sub>2</sub> e)
$PE_{CBR,y}$	=	Emissions from the combustion of biomass during the year $y$ (t CO <sub>2</sub> e)
$PE_{FF,y}$	=	Emissions during the year $y$ due to fossil fuel consumption at the project site (t CO <sub>2</sub> )
$PE_{GR1,y}$	=	Emissions during the year $y$ due to grid electricity imports to the project site (t CO <sub>2</sub> )
$PE_{GR2,y}$	=	Emissions due to a reduction in electricity generation at the project site in year $y$ (t CO <sub>2</sub> )
$\eta_{BL,EG,CG,i}$	=	Baseline electricity generation efficiency of heat engine $i$ (MWh/GJ)
$\eta_{BL,EG,PO,j}$	=	Average electric power generation efficiency of heat engine $j$ (MWh/GJ)
$\eta_{BL,FF}$	=	Efficiency of the fossil fuel power plant(s) at the project site in the baseline (ratio)
$\eta_{BL,HG,BR,h}$	=	Baseline biomass-based heat generation efficiency of heat generator $h$ (ratio)
$\eta_{BL,HG,FF,h}$	=	Baseline fossil-based heat generation efficiency of heat generator $h$ (ratio)
$x$	=	Last calendar year prior to the crediting period

## Appendix 2. Example of a project activity configuration<sup>1</sup>



<sup>1</sup> For simplicity, power only units are not displayed in the diagram.

## Document information

<i>Version</i>	<i>Date</i>	<i>Description</i>
16.0	21 February 2022	<p>MP 87, Annex 8</p> <p>To be considered by the Board at EB 113.</p> <p>A call for public input will be issued for this draft document. Any input will be discussed with the MP and forwarded to the Board for its consideration together with this document.</p> <p>Revision to:</p> <ul style="list-style-type: none"> <li>Indicate the emission sources that are relevant in the calculation of project emissions associated with biomass and biomass residues, in line with the draft revision of the “TOOL16: Project and leakage emissions from biomass”;</li> <li>Make editorial improvements.</li> </ul>
15.0	14 December 2020	<p>EB 108, Annex 6</p> <p>Revision to:</p> <ul style="list-style-type: none"> <li>Address inconsistencies and ambiguities in the language used in some parts of the methodology;</li> <li>Simplify the approach for the estimation of emission reductions.</li> </ul>
14.0	29 November 2018	<p>EB 101, Annex 9</p> <p>Revision to include non-binding best practice examples.</p>
13.1	31 May 2017	Editorial revision to correct paragraph numbering.
13.0	4 May 2017	<p>EB 94, Annex 5</p> <p>Revision to:</p> <ul style="list-style-type: none"> <li>Add reference to the methodological tool “Project and leakage emissions from biomass” (TOOL16);</li> <li>Streamline the provisions associated with cultivation of biomass from a dedicated plantation.</li> </ul>
12.1.1	13 September 2012	<p>EB 69, Annex 17</p> <p>Amendment to:</p> <ul style="list-style-type: none"> <li>Broaden the applicability of the methodology to utilization of biomass from dedicated plantations;</li> <li>Change the title from “Consolidated methodology for electricity and heat generation from biomass residues” to “Consolidated methodology for electricity and heat generation from biomass”.</li> </ul>
12.1.0	2 March 2012	<p>EB 66, Annex 39</p> <p>Editorial amendment to modify equations in pages 36 and 39 where the amount of electricity generated in the baseline is higher than the amount of energy generated in the project activity.</p>
12.0	2 March 2012	EB 66, Annex 39

<i>Version</i>	<i>Date</i>	<i>Description</i>
		Revision in order to incorporate reference to the tools: <ul style="list-style-type: none"> <li>• “Assessment of the validity of the original/current baseline and update of the baseline at the renewal of a crediting period”;</li> <li>• “Tool for project and leakage emissions from road transportation of freight”.</li> </ul>
11.2	29 September 2011	EB 63, Annex 16 Amendment to: <ul style="list-style-type: none"> <li>• Broaden the applicability of the methodology to situations where mechanical energy is produced from process heat generated from biomass;</li> <li>• Broaden the applicability of the methodology by increasing the maximal share of the co-fired fossil fuels in the total fuel fired from 50% to 80% on an energy basis.</li> </ul>
11.1	26 November 2010	EB 58, Annex 8 The methodology was revised in order to include project activities that use biogas produced from anaerobic digestion of wastewater as fuel. The revision also corrects editorial mistakes in equations and definitions of parameters.
11.0	17 September 2010	EB 56, Annex 6 <ul style="list-style-type: none"> <li>• The revised methodology, now titled “Consolidated methodology for electricity and heat generation from biomass residues”, is made in response to the EB 37 request to undertake a review of ACM0006 with a view to: (i) Provide more clarity on the applicability of various scenarios; (ii) Consolidate the various scenarios, where possible; (iii) Provide a simple guide for PPs to identify which scenario is applicable to their project activity and (iv) Explore the possibility of splitting the methodology if there are very distinct types of project activities to which the methodology is applicable. Consequently, this overall revision inter alia removes the scenario-based approach to determining applicability and provides an overall change in approach for determining baseline emissions and project emissions;</li> <li>• Due to the overall modification of the document, no highlights of the changes are provided;</li> <li>• Consequently, all information contained in history boxes below is not relevant to this version of the methodology.</li> </ul>
10.1	30 July 2010	EB 55, Annex 16 Editorial revision to: <ul style="list-style-type: none"> <li>• Revise the monitoring procedure of the biomass moisture content so that the parameter can be monitored for each batch of biomass, rather than continuously.</li> </ul>
10.0	12 February 2010	EB 52, Annex 8

<i>Version</i>	<i>Date</i>	<i>Description</i>
		The applicability of the methodology was restricted to power and heat projects due to the approval of a new consolidated methodology ACM0018 for power-only projects. Power-only projects were excluded from this methodology.
09.0	17 July 2009	EB 48, Annex 10 Equation 15 was divided into two different equations in order to be correctly applied in case of scenario 13.
08.0	25 March 2009	EB 46, Annex 6 Scenario 22 was included in the methodology in response to the request for revision AM_REV_0118. Furthermore, scenario 21 was wrongly mentioned in the field "Any comment" in the table for parameter $BF_{k,boiler,historic,3yr}$ which was corrected.
07.0	13 February 2009	EB 45, Annex 11 The methodology was revised to include the following requests for revision and clarifications: <ul style="list-style-type: none"> <li>• AM_REV_0074 - inclusion of Scenario 21;</li> <li>• AM_CLA_0065 - the statement "the efficiency of heat generation in the project plant is smaller or the same compared to the reference plant" was removed from the description of the scenarios to ensure internal consistency with the calculation of emissions reductions due to heat production.</li> </ul>
06.2	02 August 2008	EB 41, Paragraph 26(g) The title of the "Tool to determine methane emissions avoided from dumping waste at a solid waste disposal site" changes to "Tool to determine methane emissions avoided from disposal of waste at a solid waste disposal site".
06.1	16 May 2008	EB 39, Paragraph 22 "Tool to calculate baseline, project and/or leakage emissions from electricity consumption" replaces the withdrawn "Tool to calculate project emissions from electricity consumption".
06.0	27 August 2007	EB 33, Annex 10 The methodology was revised: <ul style="list-style-type: none"> <li>• To have its applicability broadened to project activities that install a new cogeneration facility using biomass;</li> <li>• To modify the equation for baseline methane emissions from avoided dumping of biomass residue to reflect the situation where only a part of the biomass residue available is in surplus which, therefore, would result in dumping leading to methane emissions;</li> <li>• To include the "Tool to calculate project or leakage CO<sub>2</sub> emissions from fossil fuel combustion" and the "Tool to calculate project emissions from electricity consumption".</li> </ul>
05.0	18 May 2007	EB 31, Annex 11

<i>Version</i>	<i>Date</i>	<i>Description</i>
		The methodology was revised in response to the request AM_REV_0044 to expand the applicability of the approved methodology by including new scenario for project activities that improve the efficiency of biomass use in generating electricity.
04.0	02 November 2006	<p>EB 27, Annex 6</p> <p>In response to the requests AM_REV_0023 and AM_REV_0024 the methodology was revised:</p> <ul style="list-style-type: none"> <li>• To include the use of the first order decay model for calculation of avoided methane emissions from natural decay. That was implemented by incorporating the FOD tool as an option in cases where the biomass residues would be dumped under clearly anaerobic conditions in the baseline scenario;</li> <li>• To include a scenario for fossil fuel based electricity and heat generation in the baseline case. The approved methodology was also revised, as per the recommendation of the panel;</li> <li>• To have the scope of five Scenarios (5, 6, 7, 8 &amp; 11) broadened to allow the possibility that existing fossil fuel fired power plants may also be retired as a result of the project activity;</li> <li>• To make the methodology consistent with AM0036, particularly with respect to the monitoring provisions;</li> <li>• To update emissions factors used in the methodology based on the 2006 IPCC Guidelines for National Greenhouse Gas Inventories;</li> <li>• To make provisions related to the lifetime of existing installations that are replaced as a result of the project activity in compliance with guidance by the Board on this matter (section C of annex 2 of EB 22).</li> </ul>
03.0	19 May 2006	<p>EB 24, Annex 1</p> <ul style="list-style-type: none"> <li>• Inclusion of definitions section;</li> <li>• The methodology was revised in order to clarify the process for estimating the net quantity of increased electricity from implementation of project activity under Scenario 14.</li> </ul>
02.0	03 March 2006	<p>EB 23, Annex 11</p> <ul style="list-style-type: none"> <li>• Inclusion of the name of the project developer;</li> <li>• Inclusion of Scenario 16.</li> </ul>
01.0	30 September 2005	<p>EB 21, Annex 13</p> <p>Initial adoption.</p>

Decision Class: Regulatory

Document Type: Standard

Business Function: Methodology

Keywords: biomass, cogeneration, electricity generation, heat generation, thermal power plant