# Carbon Footprint of Canadian Agriculture

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A more detailed, technical version of this presentation is available from <u>Renaud@lanigangroup.ca</u> for review by scientists © 2023 The Lanigan Group Inc.

## Lanigan Group's Analysis of the Sustainability of Canadian Agriculture

This presentation is the first of a 4-part series of analysis on the Sustainability of Canadian Agriculture:

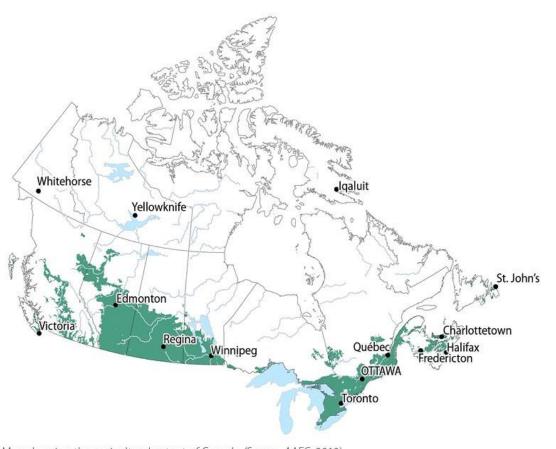
- 1. *Misconceptions About the Sustainability of Canadian Agriculture* addresses false assumptions and misconceptions about Canadian agriculture's role in global warming due to lack of attention to on-farm sequestration by policymakers.
- 2. Carbon as a Cash Crop addresses why Canada's current narrative for agricultural climate action isn't working and why carbon credits are ineffective as a basis for incentivizing agricultural climate action. It proposes a more effective alternative based on the concept of incentives for excess sequestration services.
- 3. Enteric Emissions are Climate Neutral presents a detailed analysis of enteric emissions in Canadian dairy which establishes that enteric emissions in Canada are better than non-additive to global warming because they occur in a biogenic carbon cycle that sequesters more carbon than is emitted.
- 4. Carbon Footprint of Canadian Agriculture (this report) presents a comprehensive estimate of the net carbon footprint for Canadian agriculture that is otherwise unavailable from official sources. It documents why Canadian agriculture is already sustainable because it is already generating over \$3 B in unpaid, excess sequestration services.

## Why Look at Agriculture Differently than Other Industry Sectors?

#### **\***The climate crisis is caused by human activity not being in balance with nature.

- \* Since the industrial revolution, emissions have soared past the capacity of natural sequestration
- \* Yet emissions from agrarian activity occurred successfully for thousands of years prior to the industrial revolution
- \*Agriculture is an important part of the Canadian economy, according to Agriculture and AgriFood Canada:
  - Primary agriculture (work done on farms) provides over 2x the jobs compared to the oil & gas sector and directly contributes \$32 B to Canadian GDP
  - Plus it literally is the start of the food chain for all Food Retail, Wholesale, Food Service industries as well as Food & Beverage Processing totalling \$135 B of Canadian GDP, over 2 million Canadians (1 in 9 jobs in Canada)
- Returning emissions from agrarian activity to a balance with natural sequestration on farms returns agriculture to a sustainable posture i.e. climate neutral
  - Agriculture is unique because (like forestry) it is the only economic sector that can offset emissions with natural sequestration
     + plus, we need food to eat
  - \* If agriculture becomes better than climate neutral, provision of excess sequestration services offsets emissions by other economic sectors

### Number of Farms in Canada



Map showing the agricultural extent of Canada (Source: AAFC, 2013).

| Atlar | ntic Canada                             |        |          |      |
|-------|---|--------|----------|------|
|       | Nova Scotia                             | 2,741  |          |      |
|       | New Brunswick                           | 1,851  | 6,131    | 3%   |
|       | Prince Edward Island                    | 1,195  | 0,131    | 370  |
|       | Newfoundland and Labrador               | 344    |          |      |
| Cent  | ral Canada                              |        |          |      |
|       | Ontario                                 | 48,346 | 77,726   | 41%  |
|       | Quebec                                  | 29,380 | //,/20   | 41/0 |
| Wes   | tern Canada                             |        |          |      |
|       | Alberta                                 | 41,505 |          |      |
|       | Saskatchewan                            | 34,128 | 90,176   | 47%  |
|       | Manitoba                                | 14,543 |          |      |
| Pacit | tic Canada                              |        |          |      |
|       | British Columbia                        | 15,841 | 15,841   | 8%   |
| Sour  | ce: Statscan 2021 Census of Agriculture |        | 189,874  |      |
|       | Province                                | Number | of farms |      |
|       | Ontario                                 | 48,346 | 25%      |      |
|       | Alberta                                 | 41,505 | 22%      |      |
|       | Saskatchewan                            | 34,128 | 18%      |      |
|       | Quebec                                  | 29,380 | 15%      |      |
|       | British Columbia                        | 15,841 | 8.3%     |      |
|       | Manitoba                                | 14,543 | 7.7%     |      |
|       | Nova Scotia                             | 2,741  | 1.4%     |      |
|       | New Brunswick                           | 1,851  | 1.0%     |      |
|       | Prince Edward Island                    | 1,195  | 0.6%     |      |
|       | Newfoundland and Labrador               | 344    | 0.2%     |      |

189,874

Source: Statscan 2021 Census of Agriculture

## Average Size of Farm by Province

Average size of farms in the prairies is 5x the average size in other provinces

#### Table 1. Average Farm Size (Acres) 1971 and 2021, and Percentage Change, 1971-2021

|                  | Average Farm | m Size (Acres) | % Change        |           |  |  |
|------------------|--------------|----------------|-----------------|-----------|--|--|
| Province         | 1971         | 2021           | 1971-2016 (avg) | 2016-2021 |  |  |
| Newfoundland     | 60           | 144            | 23.20           | -17.24    |  |  |
| PEI              | 171          | 422            | 11.37           | -0.71     |  |  |
| Nova Scotia      | 221          | 263            | 3.31            | 0.00      |  |  |
| New Brunswick    | 244          | 370            | 6.08            | 0.00      |  |  |
| Quebec           | 176          | 264            | 5.84            | -5.71     |  |  |
| Ontario          | 169          | 243            | 4.41            | -2.41     |  |  |
| Manitoba         | 543          | 1,177          | 9.57            | -1.26     |  |  |
| Saskatchewan     | 845          | 1,766          | 8.92            | -1.01     |  |  |
| Alberta          | 790          | 1,184          | 5.87            | -4.28     |  |  |
| British Columbia | 316          | 357            | 3.31            | -2.19     |  |  |
| Canada           | 463          | 809            | 7.41            | -1.34     |  |  |

Data from Statistics Canada, Table 32-10-0153-01 Land Use, Census of Agriculture historical data

## Total Agricultural Volume is Highest in The Prairies Where Farms are Larger but Crop Production Leadership Varies Significantly by Province

- The 3 prairie provinces produce the most canola (99%), spring wheat (98%), and barley (96%)
- Ontario produces the largest volume of winter wheat (76%), soybeans (54%), and corn for grain (60%)
- ♦ 62% of all greenhouse products are grown in Ontario.
- Quebec produces the most cranberries (58%), and maple syrup (90%) and
- Quebec combined with Ontario, the most dairy (70%) and swine (58%),
- Alberta the most beef and combined with the other prairie provinces (73%),
- Atlantic provinces produce the most blueberries and potato
- British Columbia dominates aquaculture production.

# Challenges in determining carbon footprint of agriculture

WHY DON'T WE ALREADY KNOW THE ANSWER?

#### Canada's National Inventory of GHG provides only a partial view of the actual Carbon Footprint of Primary Agriculture in Canada

Waste and Other

50 Mt CO., eq

Oil and Gas

179 Mt CO, eq

Transpor

159 Mt CO<sub>2</sub> eq

Energy - Transport 190 Mt CO2 eq

Energy - Fugitive Source 50 Mt CO, eq

Industrial Processes and Product Use

50 Mt CO, eq

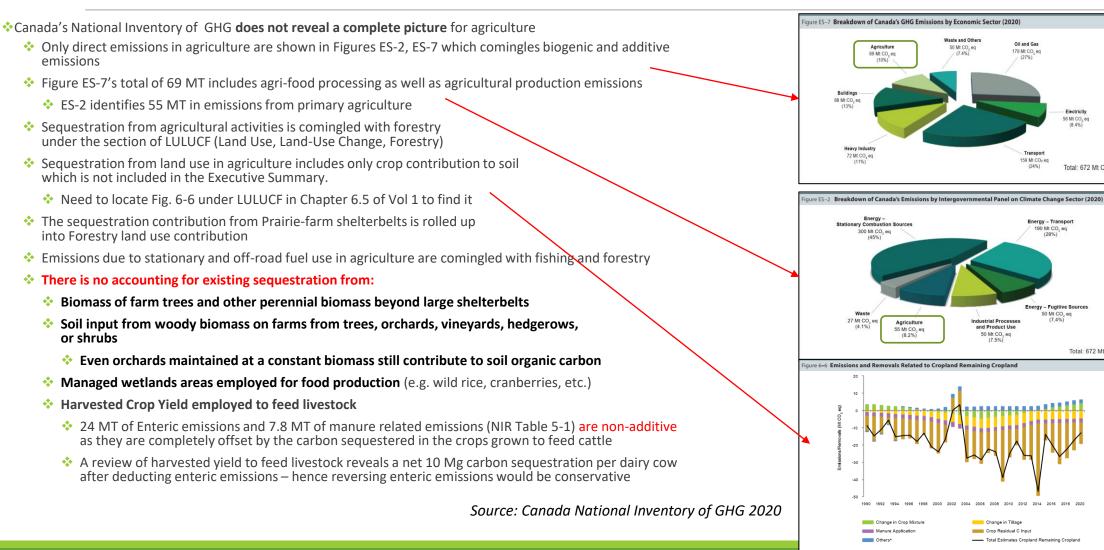
Change in Tillage

Crop Residual C Inpu

Electricity 56 Mt CO<sub>2</sub> eq

Total: 672 Mt CO2 eq

Total: 672 Mt CO2 e



## Challenges in Discerning Agricultural Carbon Footprint via Canada's National Inventory of GHG

#### **Co-Mingled Emissions**

- Stationary& off-road combustion combined with fishing & forestry
- Agrifood processing combined with primary agriculture

#### **Insufficient Emission Detail**

• Agrichemical manufacturing not broken out within chemical manufacturing

#### **Missing Sequestration**

- Annual biomass growth in perennial vegetation
- Carbon input to soil from woody perennials in woodlots, orchards, vineyards and hedgerows
- Wetland areas used to grow food (wild risk, cranberries)
- Carbon in harvested crops used to feed livestock

#### **Comingled Sequestration**

• Shelterbelt sequestration comingled with forestry land use

## Missing Sequestration Estimates of Existing Trees on Farms

The use of carbon credits to offset emissions in other sectors of the economy is based on the necessity of those offsets being "additional" to existing levels of sequestration

- More accurately, addition or removal of atmospheric carbon is considered additional if it would not have otherwise occurred without offset project funding
- **Carbon credit accounting devalues the importance of existing trees** in offsetting farm emissions
- \*Additionality does not apply to agricultural areas or in managed forests that have direct access to natural sequestration (i.e. trees)
  - \* These areas are designated by the IPCC and Environment Canada as Managed Lands for the purposes of carbon footprint accounting
  - \* On Managed Lands, ALL sequestration is counted for the purpose of carbon footprint accounting not just additional sequestration
  - Consequently, sequestration from existing trees is very important when determining net carbon footprint and in many cases results in a farm already being net-zero or better when the carbon footprint of the whole farm is analyzed

#### Are There Any Trees on Farms?

There is a popular misconception that there are no trees on farms (or not enough to matter)

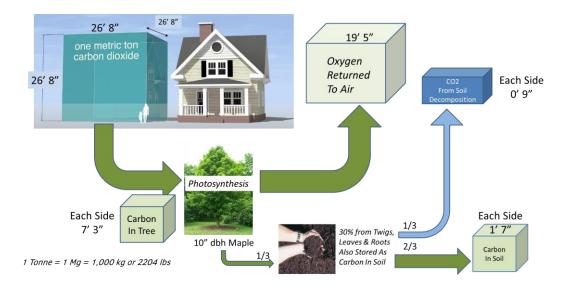
However, our research (presented later) shows that the sequestration from permanent perennial vegetation on farms is a significant omission from current national estimates of GHG additions and removals

- \* A "permanent perennial" is a perennial plant that is not harvested by the farm
- \* These plants sequester carbon in their biomass and release it to the soil (net of soil respiration as it decomposes when it dies)
- \* Because they are perennial, they also provide "cover crop" style benefits that reduces emissions from soil
- It also provides better context for understanding the upside for increased sequestration from agroforestry methods which have been underutilized to-date to increase sequestration in agriculture
- \* When the perennial is a tree, significant levels of carbon are reliably stored in the biomass and soil surrounding the tree
  - \* Trees grow better on farms because farms are generally located (by design) in areas having higher quality soils
  - Farm trees are not prone to early death due to forest fires
  - \* Use of pesticides on crops has the effect of reducing tree-harming insects on adjacent farm trees

## Sequestration Benefits From Farm Trees – 1 of 2

#### What does a Metric Tonne of Carbon look like?

- Look at a mature maple tree
  - A 10-inch diameter maple tree has sequestered approx. a metric ton of carbon to reach that size
- On an annual basis the increase of the size (radial area) of the tree sequesters a lot of carbon
- 100 mature maples on average sequester 1 Metric Tonne of carbon per year (2204 lbs)
- Sequestration varies by species and increases as trees in the stand grow
  - Especially in 2<sup>nd</sup> generation woodlots and open farm areas where biomass loss from tree mortality is less than biomass gained from tree growth
  - o Only in old-growth forests is total biomass in equilibrium with mortality
- Compared to forests, most farm trees are not harvested for fuel and saw logs so sequestration grows with their biomass as per any perennial crop
  - Sequestration reversals due to fire and disease are far less common on farms than in wild forests



## Sequestration Benefits From Farm Trees – 2 of 2

#### Sequestration from farm trees is 4 – 10x greater than from crops:

- Trees are bigger than crops, so they contribute meaningfully to farm sequestration even with less treed acreage than crops
- Trees also contribute to soil carbon and, as per any perennial cover crop, reduce soil carbon emissions in treed areas, contributing to less average emissions per farm acre
- Trees also significantly enhance soil carbon in adjacent fields as evidenced by extensive research in agroforestry
  - Tree intercropping has been proven to upgrade Class 5 soils to Class 3 quality over time
  - Silvopasture has been proven to increase livestock unit density due to faster regeneration of grasses
  - Riparian buffers have been proven to increase soil carbon by over 50% in adjacent cropland



# Agriculture's Net Carbon Footprint

NATIONAL & PROVINCIAL SCALE

## What is the Carbon Footprint of the Agriculture Sector in Canada?

\*According to Canada's 2022 National Inventory of GHGs: Agriculture emissions in Canada is currently 59.1 M Tonnes of CO2e.

But to calculate the carbon footprint, we first need to remove biogenic, non-additive, agricultural emissions that are completely offset by the crops grown to feed livestock:

#### Restating National Inventory Emissions to Determine Carbon Footprint Net Emissions

MT CO2e/yr

| <b>Restated Emissions from Farms</b> |   | 25.00  | Actual Net Emissions by Cdn Agriculture + Fishing + Forestry        |
|--------------------------------------|---|--------|---|
|                                      |   | 0.0012 | _Net Emissions on Grassland remaining Grassland (Table 6-1)         |
|                                      | - | 9.6    | Sequesterd by Cropland Remaining Cropland (Table 6-1)               |
|                                      | - | 0.2    | Manure applied to Pasture, Range & Paddock offset by crops grown    |
|                                      | - | 2.7    | Crop Residue Decomposition emissions offset by crops grown          |
|                                      | - | 7.8    | Manure Management emissions offset by crops grown to feed livestock |
|                                      | - | 23.7   | Enteric emissions offset by CO2 in crops grown to feed livestock    |
|                                      |   | 69.0   | Emitted per National Inventory Rpt (NIR Table A10-3)                |
|                                      |   |        |   |

\* Note that this still includes fuel usage that should be allocated to forestry & fishing (for which no supplementary detail is available).

But that is only the emissions portion of agriculture's carbon footprint, what was the total carbon sequestered on Canadian farms from permanent perennials on farms (trees, shrubs, grasses).

Only Prairie shelterbelts are currently included in the national inventory in Chapter 6

\* This missing sequestration can be estimated based on determining the percent of perennial cover in unworkable areas of farms

## What is the Distribution of Permanent Perennial Cover by Province?

- \*As Statistics Canada does not survey the acreage of trees, woody perennials and other permanent perennials on farms, we need to estimate it.
  - These are the plants that grow in the "unworkable" areas of farms (ravines, drainage ditches, rough ground, etc.) that are never (or rarely) harvested
  - In BC and Eastern Canada, the National Inventory Reports cites that perennial coverage is predominately trees in BC and Eastern Canada
  - In the Prairie provinces we estimate the distribution based on an analysis of a worst-case eco-district -- i.e., least likely to have large woody perennials (details in Annex).

| Statistics Canada<br>2021 Census |          | A   | Verage Farm Land U | se (Acres) |                     | Province-Wide Total Perennial Acreage |                    |           |                     |           |
|----------------------------------|----------|-----|--------------------|------------|---------------------|---------------------------------------|--------------------|-----------|---------------------|-----------|
| Province                         | Province |     | Pasture Fallow     |            | Perennial Remainder |                                       | Perennial<br>Acres | Grassland | Woody<br>Perennials | Treed     |
| Alberta                          | 775      | 344 | 157                | 356        | 184                 | 20%                                   | 11,795,139         | 4,529,333 | 6,546,302           | 719,503   |
| British Columbia                 | 116      | 123 | 21                 | 197        | 101                 | 35%                                   | 2,498,158          |           |                     | 2,498,158 |
| Manitoba                         | 945      | 251 | 96                 | 275        | 141                 | 16%                                   | 3,067,949          | 1,178,092 | 1,702,711           | 187,145   |
| New Brunswick                    | 219      | 53  | 8                  | 147        | 76                  | 29%                                   | 224,604            |           |                     | 224,604   |
| Newfoundland                     | 72       | 48  | 5                  | 76         | 39                  | 32%                                   | 19,108             |           |                     | 19,108    |
| Nova Scotia                      | 116      | 42  | 5                  | 132        | 68                  | 36%                                   | 296,401            |           |                     | 296,401   |
| Ontario                          | 126      | 42  | 17                 | 42         | 21                  | 17%                                   | 1,519,122          |           |                     | 1,519,122 |
| Prince Edward Island             | 351      | 52  | 10                 | 84         | 44                  | 16%                                   | 75,362             |           |                     | 75,362    |
| Quebec                           | 225      | 50  | 13                 | 83         | 43                  | 20%                                   | 1,926,716          |           |                     | 1,926,716 |
| Saskatchewan                     | 1353     | 508 | 268                | 399        | 206                 | 15%                                   | 9,468,522          | 3,635,913 | 5,255,030           | 577,580   |
|                                  |          |     |                    |            |                     |                                       | 30,891,082         | 9,343,338 | 13,504,044          | 8,043,700 |
|                                  |          |     |                    |            |                     | Hectares                              | 12,501,188         | 3,781,118 | 5,464,897           | 3,255,173 |

### What is the Sequestration by Uncounted Permanent Perennials?

Determining the distribution of existing trees on farms in Canada is currently difficult, requiring many assumptions (details in annex)
 The largest gap is the lack of accurate data from authoritative sources on the sequestration by existing trees on farms
 Our modeling indicates existing trees on farms conservatively sequester 14 MT CO2e /yr (mostly in non-prairie provinces)
 Our modelling also identifies that the net sequestration in crops fed to livestock is greater than the level of enteric emissions
 Plus approx. 10 MT of sequestration from permanent perennials and shelterbelts in prairie provinces from official sources

Canadian Agriculture is already operating on a net-zero basis - generating \$3.2B /yr in excess sequestration services

| Restated Emissions from Farms                | 25.00   | Actual Net Emissions by Cdn Agriculture + Fishing + Forestry               |
|--|---------|--|
| Estimate of Missed Sequestration by Farms    |         |  |
|  | - 13.6  | Sequestered annually by Farm Trees   |
|  | - 23.7  | Net sequestration by crops fed to livestock in excess of enteric emissions |
|  | - 0.4   | Sequestered in Sask. Shelterbelts [2016 Amichev et al]                     |
|  | - 10.0  | Sequestered annually by woody perennials on farms                          |
|  | - 1.0   | Sequestered annually by perennial permanent grasses                        |
|  | - 0.25  | Contribution to Soil Organic Carbon in Orchards                            |
|  | - 48.89 | Estimated Existing Sequestration Services                                  |
| Net Carbon Footprint of Canadian Agriculture | - 23.89 | MT CO2e/yr net emissions   |
|  | \$ 65   | Price of carbon established by the Federal Carbon Tax                      |
|  | \$ 3.2  | B Value of existing sequestration in Canadian Agriculture                  |
|  |         |  |

## Variation By Province

- Treed acreage varies by Province and by Eco-District and also by farm due to:
  - Different agricultural products
  - Different species of trees dominating the landscape
  - Different growth rates due to soil quality
- The proportion of perennial biomass varies by province:
  - \* In eastern and coastal regions of Canada, this is almost entirely treed acreage
    - Trees are commonly found in ravines, riparian buffers, "rough areas", around wetland areas, and the "back 40" of many farms
  - In the Prairie regions this is a mix of trees, grasslands and perennial woody shrubs, depending on Eco-District
    - These permanent perennial grasslands should not be confused with pasture areas (which are also grasslands) as they are generally found in unworkable / unreachable areas of a farm such as drains, ravines, etc. and exist also on farms that produce only crops
    - \* Species of shrubs, grasses and trees also vary across different prairie soil types
    - Most trees are found in shelterbelts and farm tree windbreaks around houses and barns
    - Ravines and farm drains are commonly populated with wild shrubs that aid in erosion control



*Typical Prairie farm with windbreaks around buildings and wild shrubs growing in nearby riparian area* 

## Example Provincial Scale: Net Carbon Footprint of Ontario Agriculture (25% of Canadian farms are in Ontario)

\*Ontario does not have the largest *acreage* of farms but does have the largest *number* of farms

So, we would expect it to have lower than average contribution from crop sequestration, while having higher emissions from farm activities operating less efficiently at a lower scale due to smaller farm sizes and greater number of farms

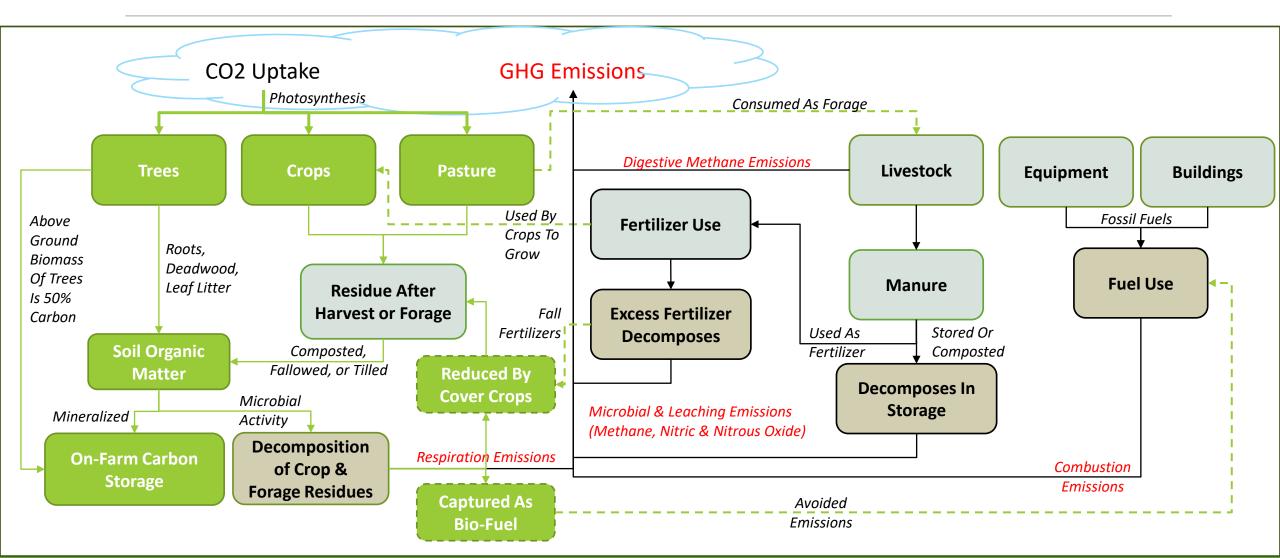
\*Emissions, adjusted to show only additive emissions, are only 2 MT CO2e /Yr which are completely offset by sequestration from farm trees

|                                     | Carbon Footprint                |                   |   |
|-------------------------------------|---------------------------------|-------------------|---|
| The value of excess sequestration   | Estimated Sequestration         |                   |   |
| from Ontario farms is \$155 M /year |                                 | 2.6               | Sequestered by Farm Trees                               |
|                                     |                                 | 1.9               | Cropland sequestration based on 2/3 of cropland use     |
|                                     | Total On-Farm Sequestration     | 4.4               | MT  |
|                                     | Ontario Farm Emissions Per Nat  | ional Inventory R | pt (NIR Table A11-2)                                    |
|                                     |                                 | 1.54              | Attributed to Stationary Combustion on Farms & Forestry |
|                                     |                                 | 1.04              | Attributed to Offroad Fuel use on Farms & Forestry      |
|                                     |                                 | -3.4              | Attributed to Enteric Emissions                         |
|                                     |                                 | -1.9              | Attributed to Manure Management                         |
|                                     |                                 | 4.5               | Attributed to Soil Respiration                          |
|                                     |                                 | 0.2602            | Attributed to Fertilizers & Burning of Residue          |
|                                     | Total On-Farm Emissions         | 2.0               | MT  |
|                                     | Net Emissions                   | - 2.39            | MT CO2e/yr  |
|                                     | Fair Cost of Carbon in 2023     | \$ 65.00          | per tonne   |
|                                     | Value of Sequestration Services | \$ 288            | M   |
|                                     | Value of Excess Sequestration   | \$ 155            | M   |
|                                     |                                 |                   |   |

# Farm-Scale Net Carbon Footprint

HOW MUCH EXCESS SEQUESTRATION (NET OF EMISSIONS) IS AVAILABLE TODAY FROM FARMS?

## Visualizing Farm-Level Carbon Footprint Dynamics (excluding changes in land-use and indirect emissions)



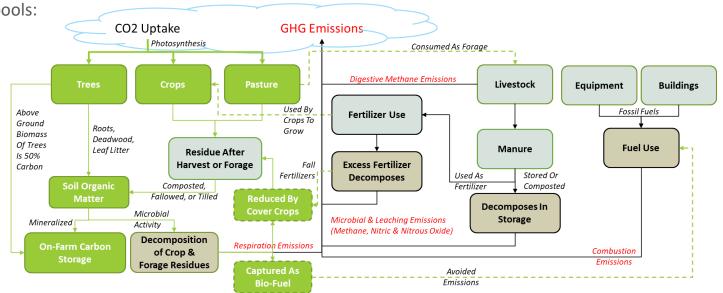
## Comprehensive Farm-Level Carbon Footprint Modeling of Those Dynamics

#### Sequestration

- Gains/losses are modelled In IPCC-defined carbon pools:
  - Above Ground Biomass
  - Below Ground Biomass
  - Soil Organic Carbon
  - Organic Litter & Deadwood
- Includes trees, crop residues, grasses

#### **Emissions**

- Models all 3 Scopes (ISO 16047)
- Direct Emissions
  - Crops & Livestock
  - Fuel & Fertilizer use
- Indirect Emissions
  - Electrical use
  - Upstream
    - Fuel extraction & processing
    - Input chemical manufacturing
    - Feed & other input deliveries
  - Downstream
    - Transport Harvest to Market
    - Export of manure and other by-products to other farms



The carbon content in harvested crops is not considered to be a carbon pool because it is believed to be either consumed or wasted, ultimately releasing any stored carbon in the process.

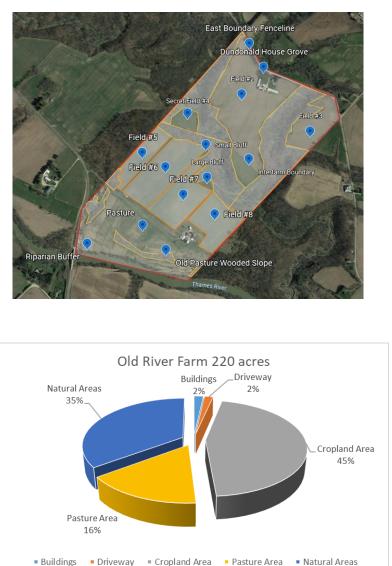
Although this is not true for crops consumed by livestock (see Enteric Emissions are Carbon Neutral) we excluded sequestration of carbon in harvested crops in the whole farm analysis shown on the next slides.

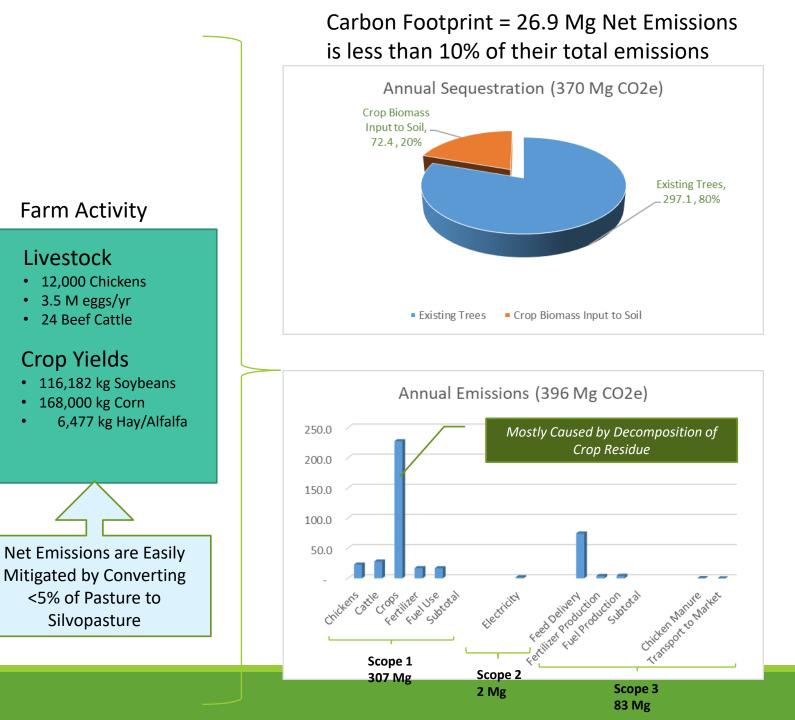
#### Bottom-up Farm-level Results are Consistent with Sector-level Results

Case Studies done to-date (details later in this section):

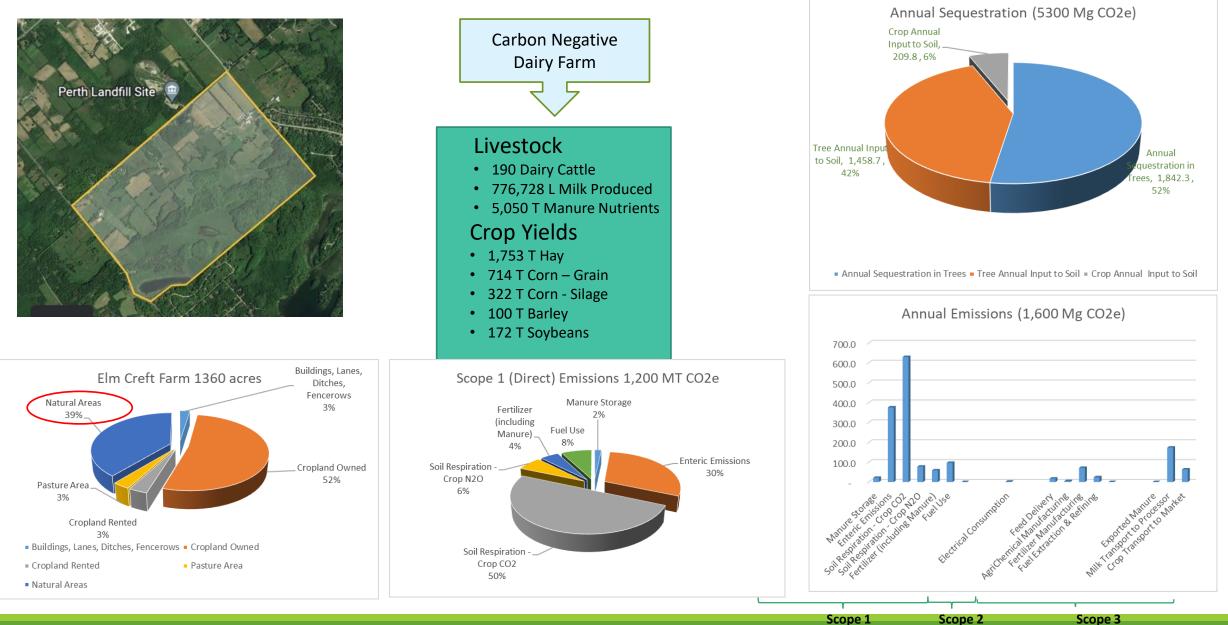
- 1. Old River Farm typical Ontario or Quebec mixed farm with net-zero footprint, located in southern Ontario
  - ~200 acres used for Major Crops / Beef / Poultry
  - Producing > 3.5 Million eggs/yr,
- Elm Creft Farm typical Ontario or Quebec dairy farm with better than net-zero footprint located in southeastern Ontario
   ~1300 acres used for 200 Dairy Cattle and growing the crops needed to feed them
   Producing > 34 Million L milk (ur. 8, over 4 Tennes of manure (user)
  - Producing > ¾ Million L milk /yr, & over 4 Tonnes of manure/year
- Fortune Farm typical Ontario or Quebec maple syrup producer operating with excess sequestration, located in eastern Ontario
   Energy-intensive evaporation of maple sap from 2% input sugar solution to 66% output syrup
  - ~150 acres used for producing > 10,000 L maple syrup/yr

#### Old River Farm – London, Ont





#### Elm Creft Farm, Perth Ont



Farm Activity

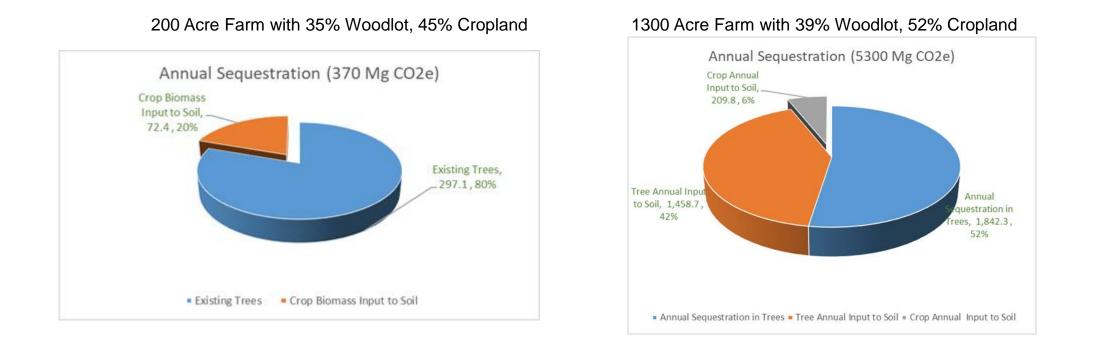
85%

0.2%

14%

#### Carbon Footprint is Significantly Carbon-Negative

#### Sequestration by Farm Trees is Significant



\*The sequestration benefit from trees scales faster than from crop residues as farm size increases

This is because of the larger biomass from trees compared to any harvested crop and we are excluding the carbon sequestered in the harvested yield portion of crops

#### Fortune Farm (Case Study in Development)

A maple syrup producing farm, natural areas comprise > 90% of farm area

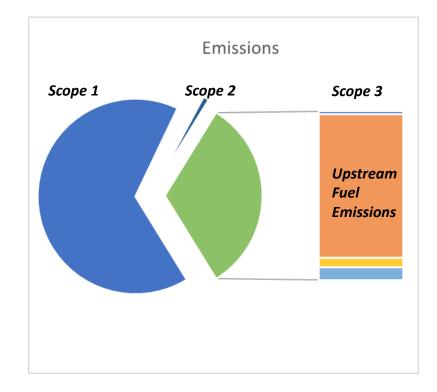
Although this case study is still under development preliminary results show:

- Oil-fueled evaporator-related emissions are 94% of total emissions
   (99% of Scope 1 and 82% of Scope 3)
- Net excess sequestration of 30 KT CO2e/yr after producing maple syrup

On a unit product basis, Fortune Farms is sequestering 8 kg/CO2e while emitting less than 3 kg/CO2e for every Litre of maple syrup produced

In other words, even after producing the syrup Fortune Farms sequestered
5x as much CO2 as the weight of a full bottle of syrup

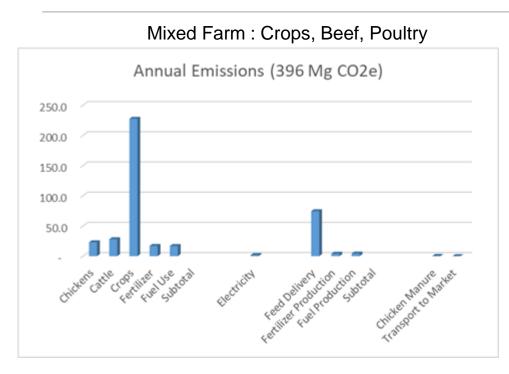
 Any reduction in upstream fuel emissions in the extraction & refining of oil (beyond the control of the farm) would significantly reduce Scope 3 emissions



### Common Findings from Case Studies

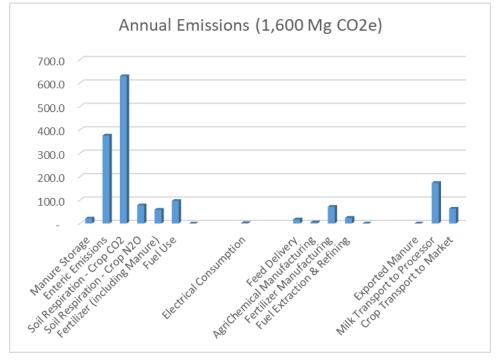
- Even including enteric and manure-related emissions (which are non-additive to climate change) our farm-level modelling to-date has revealed farms that are already operating on a net-zero basis
- There are a lot of existing trees on farms more than you might expect:
- Over 30% natural areas on both Old River and Elm Creft Farms are treed
- Over 90% at Fortune Farms (as might be expected for a maple syrup producer)
- This is better than our conservative estimate of provincial acreage of trees on farms (17% for Ontario, 20% for Quebec)
- Sequestration from farm trees is 4 10x greater than from crops:
  - Trees are 100x bigger, so they contribute meaningfully to sequestration even with less acreage than crops
  - In most cases, trees are not harvested, so sequestration grows with their biomass as per any perennial crop
  - Trees also contribute to soil carbon and, as per any perennial cover crop, reduce soil carbon emissions
  - Trees also enhance soil carbon and quality in adjacent fields

## Farm-Level Carbon Modeling is Revealing about Emissions (even if we include biogenic emissions)



- Major emissions usually dominated by top 2 3 sources
  - ✤ E.G. for the mixed farm, better to focus on crop emissions than fertilizer





But on the dairy farm, crop respiration, enteric and manure related emissions are offset by the sequestration of carbon in crops used to feed cattle, the largest real emissions source is in the transport of milk to the next stage of agri-food production

\*Indirect emissions from transportation are always important, as evidenced by feed delivery in the mixed farm example

- Improving transportation emissions on a sector basis has big payback
- ◆ EV / Renewable Fuel improvement in transportation has significant benefit to agriculture

## Summary

\*Our top-down analysis suggests that **Canadian Agriculture is already climate neutral**, at the national scale

- \*Our provincial-scale modelling shows that **Ontario agriculture is already operating on a climate neutral basis:** 
  - Although Ontario and Quebec are similar, this is not enough to establish that other provinces are climate neutral without individually modelling them
  - \* However, the Ontario result does support our findings at the national scale and Ontario has the most farms of any province
  - Although we did not model Quebec, it has more maple syrup producers than Ontario while producing many similar farm products, so it is reasonable to expect that Quebec agriculture will also be proven to be carbon neutral

\*Our farm-level analysis discovered that the first two farms that we modeled were already climate neutral

- \* While this is too small a sample to suggest a bottom-up trend, it does substantiate our top-down findings
- \* Notably, since a dairy farm is generally viewed as having a worse carbon footprint than other farms, this is significant.
- \* It also suggests that the commonly held belief that dairy farms are high net carbon emitters may be a myth due to:
  - Misunderstanding the biogenic nature of enteric and manure-related emissions
  - Lack of scientific attention on the fate of stored carbon in harvested crops
  - \* Most of Canada's diary production is from eastern-Canadian provinces that have significant treed areas on farms.

## Key Takeaways

Our conservative analysis of the actual carbon footprint of Canadian agriculture shows that agriculture overall is already sustainable and is currently generating unpaid excess sequestration services valued at \$1.6 B

\*There is considerable room for improvement in the presentation of agriculture's sustainability by official sources:

- Agriculture sector emissions due to fossil fuel usage should not be comingled with fishing & forestry in the National Inventory of GHG
- Upstream emissions from agri-chemical manufacturing should be detailed so that a more accurate understanding of real emissions in agriculture can be determined
- Enteric and manure related emissions should be noted as biogenic
- \* Net sequestration by trees and other biogenic cycles on farms should be more clearly presented
- Since Canada's climate action plan requires increased sequestration of carbon in agriculture to reach national net-zero goals, the AAFC should provide an annual net carbon footprint of Canadian agriculture overall and by province
- \*Further research should be funded to obtain better estimates of the contribution of sequestration by:
  - Permanent perennials on farms (esp. farm trees)
  - \* Better estimates of the net sequestration of carbon in the harvested yield of crops as our research has revealed that
    - It is false to assume that all the carbon sequestered in harvested yield is ultimately released,
    - \* We need to better account for livestock related emissions as a flux on farm-based biogenic carbon



#### Step 1: Land Use in Canadian Agriculture

Cropland sequesters 9.6 MT, pastures & fallow have no net sequestration [2020 EEEC, National Inventory Report, NIR]

- Sequestration by existing cropland : 13 MT on 47 M ha in 2020, (0.3 Mg CO2e/ ha) which is offset by 3.4 MT emissions due to cropland conversion from forest land
- The NIR only tracks treed acreage on farms on large stands only for the purpose of calculating emissions due to changes in land use.
- Sequestration from this acreage is not included in offsetting emissions on farms.
- This acreage is not disclosed in the NIR, and conversions are only included under forest land use changes.

Permanent Perennial acreage on farms is captured in the "Other" category by StatsCan

- Undercounting fenced treelines, and many windbreaks & treed riparian buffers, which are also typically reported under crop, pasture, or fallow categories
- "Other" in the StatsCan Agricultural Census generally includes:
  - Buildings & roads, Open yards used for farm work
  - Treed & Wetland areas that sequester carbon
  - Open, unworkable areas that are not used for farming or sequestration (bluffs, ditches, pits, rock outcrops, etc.)

| Statistics Canada<br>2021 Census | Avera    | Province-Wide |        |         |            |
|----------------------------------|----------|---------------|--------|---------|------------|
| Province                         |          |               |        | "Other" | Other Land |
| Province                         | Cropland | Pasture       | Fallow | Land    | (Acres)    |
| Alberta                          | 775      | 344           | 157    | 540     | 17,871,423 |
| British Columbia                 | 116      | 123           | 21     | 298     | 3,785,088  |
| Manitoba                         | 945      | 251           | 96     | 416     | 4,648,407  |
| New Brunswick                    | 219      | 53            | 8      | 223     | 340,309    |
| Newfoundland                     | 72       | 48            | 5      | 115     | 28,952     |
| Nova Scotia                      | 116      | 42            | 5      | 200     | 449,093    |
| Ontario                          | 126      | 42            | 17     | 63      | 2,301,700  |
| Prince Edward Island             | 351      | 52            | 10     | 128     | 114,185    |
| Quebec                           | 225      | 50            | 13     | 125     | 2,919,267  |
| Saskatchewan                     | 1353     | 508           | 268    | 605     | 14,346,246 |
|                                  |          |               |        |         | 46,804,670 |

### Step 1: So How Much of the "Other" Land Category is Permanent Perennial?

• Our approach is to subtract a reasonable allocation (based on our case studies) for non-natural areas:

- Buildings, yards, drainage ditches, roads & access ways
- Then subtract an allocation for ponds and wetlands:
  - \* We can use the national average for land that is wetland since wetlands occurs at most as often on farmland as not
  - \* Actually, land that is predominantly wetlands is less likely to be farmed
  - \* But applying the national density of wetland to farms produces a conservative result for treed land since more area is ascribed to wetlands

◆Then subtract an allocation for land upon which trees and plants cannot grow:

- Since this is not directly available, we need to use a proxy metric, such as the number and size of canopy gaps in a forest
- Canopy gaps in unmanaged forests occur wherever trees cannot grow (rocky outcrops, steep cliffs, etc.)
- \* It is less likely that land areas with large areas that cannot support trees will be used for crops or pasture
- \* Thus, canopy gaps in forests produce a conservative result since there are likely to be less of them on farms as in wild forests
- \*The remainder must be covered by permanent, perennial biomass by virtue of the process of elimination:
  - The type of permanent biomass cover will vary by Eco-District
  - In Eastern and coastal Eco-Regions of Canada this type of cover will be mostly treed with some grasses and shrubs in rocky coastline areas where tress will not grow as well
  - \* In Prairie Eco-Regions, this cover will be dominated by a mix of perennial grasses and shrubs with fewer trees
  - Although the sequestration contribution of shrubs and grasses is not as great as trees, this is still a significant omission in current farm cropland calculations because unlike pastures, these grasses are not disturbed by farming activities

## Step 1a: What is the Area of Farms that Is Permanent Perennial?

| Other Land Usage                | 100% | Source                                      | Citations  |  |  |  |
|---------------------------------|------|---|--|--|--|--|
| Buildings & Roads               | -5%  | Case Studies                                | (Old River, Elr                                    | n Creft farms)   |  |  |
| <b>Open Yards &amp; Ditches</b> | -5%  | Estimate assumed equal to built areas above |  |  |  |  |
| Wetland                         | -14% | Canadian National Average                   | Environment Canada [ECCC 2016]                     |  |  |  |
| Unlikely to support trees       | -10% | Based on Canopy Gaps                        | Based on Canopy Gaps [1994 EOMF Forest Structure], |  |  |  |
|                                 |      |   | [2007 Neuend                                       | orff] cites 5.7 - 6.9% for hardwood forests around the Great Lakes |  |  |
| Net Perennial Biomass           | 66%  | _   |  |  |  |  |
| _                               |      | —   |  |  |  |  |
|                                 |      |   | Statistics Canada                                  |  |  |  |
|                                 |      |   | 2021 Census  | Average Farm Land Use (Acres)                                      |  |  |
|                                 |      |   |  |  |  |  |

Estimated Perennial proportion of "Other" Land is approx. 2/3

Hence, the average Canadian farm has 24% of acreage not being counted as existing sequestration

- Consisting primarily of tree lines used for fence lines, windbreaks & riparian buffers as well as larger on-farm bush areas/woodlots on which pasture or crop use is infeasible
- National Inventory does not currently capture any private woodlots on farms due to relatively small disturbances compared to forestry occurring on managed Crown lands

| 2021 Census          |          |         |        |           |           |   |               |    |
|----------------------|----------|---------|--------|-----------|-----------|---|---------------|----|
| Province             | Cropland | Pasture | Fallow | Perennial | Remainder | % | Perenni       | al |
| Alberta              | 775      | 344     | 157    | 356       | 184       |   | 20%           |    |
| British Columbia     | 116      | 123     | 21     | 197       | 101       |   | 35%           |    |
| Manitoba             | 945      | 251     | 96     | 275       | 141       |   | 16%           |    |
| New Brunswick        | 219      | 53      | 8      | 147       | 76        |   | 29%           |    |
| Newfoundland         | 72       | 48      | 5      | 76        | 39        |   | 32%           |    |
| Nova Scotia          | 116      | 42      | 5      | 132       | 68        |   | 36%           |    |
| Ontario              | 126      | 42      | 17     | 42        | 21        |   | 17%           |    |
| Prince Edward Island | 351      | 52      | 10     | 84        | 44        |   | 16%           |    |
| Quebec               | 225      | 50      | 13     | 83        | 43        |   | 20%           |    |
| Saskatchewan         | 1353     | 508     | 268    | 399       | 206       |   | 15%           |    |
|                      |          |         |        |           |           |   | 24%           |    |
|                      |          |         |        |           |           |   | $\overline{}$ |    |

## Step 1b: What is the acreage by type of Permanent Perennial?

According to the National Inventory Report, in most provinces trees are the dominant perennial, so our model allocates perennial coverage to trees in BC, Ontario, Quebec and Atlantic Provinces

- In the Prairie provinces, we need to account for
  - Shelterbelts (established via prior published research)
  - Woody Perennials (e.g. Caragana, Manitoba Maple, etc.) that are woody shrubs using an assumed density that is 50% what is found in shelterbelts
  - \* Natural grassland areas (e.g. wheatgrass, speargrass, etc.) that grow naturally in areas where trees and woody perennials do not

| Example Feature      | Ha     | %Shrubs | %Grass | %Trees | Ha Shrubs | Ha Grass | Ha Trees |
|----------------------|--------|---------|--------|--------|-----------|----------|----------|
| Mound                | 0.25   |         | 100%   |        | -         | 0.25     | -        |
| Farm Drains          | 125    | 38%     | 60%    | 2%     | 47.50     | 75.00    | 2.50     |
| Ravine               | 0.66   | 67%     | 33%    |        | 0.44      | 0.22     | -        |
| Farm Windbreak1      | 2.2    |         |        | 100%   | -         | -        | 2.20     |
| Riparian Area        | 13.75  | 50%     | 40%    | 10%    | 6.88      | 5.50     | 1.38     |
| Farm Windbreak2      | 0.75   |         |        | 100%   | -         | -        | 0.75     |
| <b>Riparian Zone</b> | 4.84   | 50%     | 40%    | 10%    | 2.42      | 1.94     | 0.48     |
| Farm Windbreak3      | 1.78   |         |        | 100%   | -         | -        | 1.78     |
|                      | 149.23 |         |        |        | 57.24     | 82.90    | 9.09     |
|                      | 14.9%  |         |        |        | 5.7%      | 8.3%     | 0.9%     |

To obtain a distribution of perennial acreage for the Prairies we used Google maps to analyze 1000 ha in EcoDistrict 794 near Weyburn, SK

#### Step 1c: Summarizing Permanent Perennial Coverage by Province

| Statistics Canada<br>2021 Census |          | Ļ       | Average Farm Land U | lse (Acres) |           | Provi       | nce-Wide Total I   | Perennial Acreag | je                  |           |
|----------------------------------|----------|---------|---------------------|-------------|-----------|-------------|--------------------|------------------|---------------------|-----------|
| Province                         | Cropland | Pasture | Fallow              | Perennial   | Remainder | % Perennial | Perennial<br>Acres | Grassland        | Woody<br>Perennials | Treed     |
| Alberta                          | 775      | 344     | 157                 | 356         | 184       | 20%         | 11,795,139         | 4,529,333        | 6,546,302           | 719,503   |
| British Columbia                 | 116      | 123     | 21                  | 197         | 101       | 35%         | 2,498,158          |                  |                     | 2,498,158 |
| Manitoba                         | 945      | 251     | 96                  | 275         | 141       | 16%         | 3,067,949          | 1,178,092        | 1,702,711           | 187,145   |
| New Brunswick                    | 219      | 53      | 8                   | 147         | 76        | 29%         | 224,604            |                  |                     | 224,604   |
| Newfoundland                     | 72       | 48      | 5                   | 76          | 39        | 32%         | 19,108             |                  |                     | 19,108    |
| Nova Scotia                      | 116      | 42      | 5                   | 132         | 68        | 36%         | 296,401            |                  |                     | 296,401   |
| Ontario                          | 126      | 42      | 17                  | 42          | 21        | 17%         | 1,519,122          |                  |                     | 1,519,122 |
| Prince Edward Island             | 351      | 52      | 10                  | 84          | 44        | 16%         | 75,362             |                  |                     | 75,362    |
| Quebec                           | 225      | 50      | 13                  | 83          | 43        | 20%         | 1,926,716          |                  |                     | 1,926,716 |
| Saskatchewan                     | 1353     | 508     | 268                 | 399         | 206       | 15%         | 9,468,522          | 3,635,913        | 5,255,030           | 577,580   |
|                                  |          |         |                     |             |           | 24%         | 30,891,082         | 9,343,338        | 13,504,044          | 8,043,700 |
|                                  |          |         |                     |             |           | Hectares    | 12,501,188         | 3,781,118        | 5,464,897           | 3,255,173 |

## Step 2: How Many Trees Are On Treed Acreage?

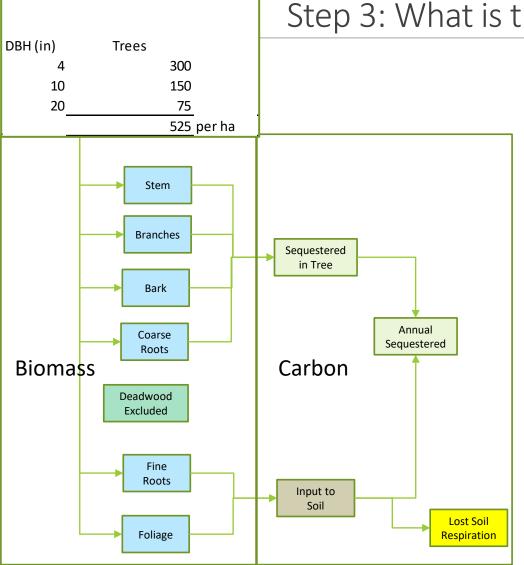
Farm trees occur in a variety of contexts:

- Isolated tree standing alone in a field
- Linear plantations such as alone a fence line (single row) or windbreak (multi-row) or riparian buffer (multi-row)
- Even-age Woodlot plantations
- Even-age orchards
- Uneven-age Woodlots of irregular size
- Since we have no data regarding this contribution from different contexts, we model the most general format, an uneven-age woodlot as a truncated stand
  - The number of trees in an uneven-aged stand resembles an inverse-J shape
  - \* In other words, there are more smaller trees than larger trees and there are always fewer larger trees than a tree of any given diameter
  - \* By truncating the stand, we do not count any trees larger than a maximum size measured as a diameter at breast height (DBH)
  - Sy choosing a small maximum DBH, we better approximate other contexts and we better reflect the likelihood that larger trees may have already been cut down as fuel wood or saw logs
- We also have no data on the species of trees, however the bulk of Canadian agriculture occurs in either lands that were originally grasslands or mixed deciduous forests
  - \* So, we use deciduous trees as the baseline for the modeling of treed areas
  - Deciduous trees also tend to have lower densities and grow slower in a woodlot than coniferous trees, which results in a more conservative assumption on the number of trees on a given acreage and their growth rate

## Step 2: Modelling Tree Size Distribution for Farms

| DBH (in) | Trees      |
|----------|------------|
| 4        | 300        |
| 10       | 150        |
| 20       | 75         |
|          | 525 per ha |

- We used a Tree Density that is ½ of typical natural forest densities per Eastern Ontario Model Forest benchmark study of eastern North American Forest Structure
  - In the absence of national data, we benchmark off of eastern Canadian info since Ontario has the largest number of farms of any province
  - Forest structure is not profoundly different in other provinces and tree density actually tends to be higher in coniferous stands in western Canada
  - We reduce the tree density by half to reflect that farm woodlots are second growth managed stands
- We calibrated our model by using South Central Ontario Study to compare it to the most stressed forests in Ontario, i.e. a reasonable minimum compared to other forest-based studies, and more likely to be similar to farm woodlands that are also fractured and stressed by adjacent agricultural usage
  - Treed areas constitute 20 30% of total landcover in Southern Ontario (where most of Ontario farms are), our model assumes a more conservative 17%
  - Our model uses a tree density of 525 trees / ha which is less than the 662/ha tree density reported
  - Our cut-off in tree size at 20"dbh is highly conservative, the Ontario study found tree diameter ranges up to 90" with only 1 location having no trees > 30"
  - It is possible that our model is too conservative for Ontario, but a more conservative model is helpful for use in western provinces where tree density may be lower in agricultural regions (for example, the tree density in shelterbelt studies reveals approx. 525 trees / ha



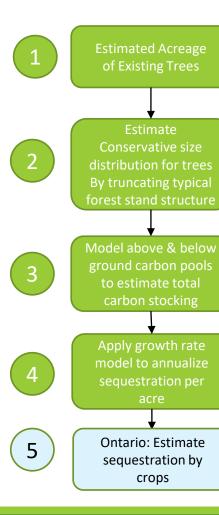
## Step 3: What is the Sequestration From Those Trees?

- We modelled all trees using national allometric equations to estimate above ground carbon pool
- We used IPCC recommended Root-to-Shoot modeling to estimate blow ground biomass, and Tier 3 below ground carbon pool estimation methods published by agroforestry research at Guelph University which include both root biomass plus the annual input to soil carbon stocks (from fine root turnover and prior year foliage decomposition) less the loss due to soil respiration.
- We excluded the effect of carbon leaching from soil (which is relatively low and very site specific)
- We also excluded soil carbon input from deadwood, as well as above ground deadwood carbon pool, since
  - It can only be measured on a site-specific basis onsite and excluding it helps produce a conservative result
  - Farm tree woodlots are not at steady state because they are often managed for fuel wood which removes dead and dying trees
  - We do model the Litter Carbon Pool
- Using species-specific allometric parameters and % carbon input to soil would result in a slightly more accurate estimate for provinces where agricultural land is dominated by specific species
- However, agricultural land in Eastern Canada and the southern portion of Western Canada (where most agricultural activity occurs) is dominated by hardwoods whose dominance can best be determined when performing this analysis at an eco-district level.

#### Step 4: Annual Sequestration is Modelled by Tree Growth

- Once we know the size of the carbon pools we need to estimate annual gains and losses
- We use the average growth rate based on all hardwood trees since the majority of agricultural land by province is dominated by hardwoods:
  - Actual growth rates will vary by eco-district but no published data exists
  - This might be obtained efficiently via successive LIDAR measurements over time
- Using tree age to predict annual sequestration results in an average over the age of the tree, not the current level of sequestration with is generally higher as it increases with tree age under 100 years (for most species):
  - ✤ Also, not all trees grow at the same rate if they are repressed by competition
  - Generally, repression is less in a small stand than in a larger forest since there are fewer larger trees
  - We compensate for uneven annual growth by using an arbitrary adjustment assuming that 1/3 of the trees will grow at ½ the average rate
  - ✤ Again, this results in a more conservative result
- Tree growth is widely accepted to be sigmoidal over the life of the tree (initially growing quickly than slowing down as the tree ages)
  - Sensitivity analysis based on using USDA sigmoidal tree growth model was used to calibrate our findings
  - Repressed tree growth is incorporated in this sensitivity analysis since the USDA tree growth models use cumulative basal area of trees larger than the subject tree to model competition effect
  - The difference found was approx. 10% higher, suggesting that our compensation was sufficiently conservative

## Summary of Modelling Estimated Sequestration of Trees in Agriculture



Our modelling assumptions are conservative:

- Not including biomass of any trees < 4" diameter</p>
- Assuming no trees > 20" diameter on farm bush acreage (many farms do have larger trees & sequestration)
- Assumes that 1/3 of trees grow at ½ the average growth rate, since not all trees will grow at same rate
- Not including carbon stored in biomass in understory & deadwood which require on-site measurement to do accurately
- Not including higher sequestration of treed fence lines, windbreaks & riparian buffers that typically have larger representative growth rates due to no competition for sunlight
- Not including faster growth rates due to higher soil quality on farms
- Not including cover crop or perennial grass input to soil in pastures
- Not including fallow land sequestration (which varies by type of fallow land cover)
- Not including sequestration in wetlands (which are known to be net carbon sinks when they are undisturbed)
- \* Not including benefit of less albedo effect on treed-land compared to cropland or pasture in winter
- Opportunities to improve the analysis:
  - \* Factor in varying sequestration, carbon %, growth rates by tree species
  - Obtain farm tree coverage data by eco-district by using satellite imagery overlaid on property boundaries (Landsat already provides a sufficient level of resolution to support this approach)

#### Step 5: Land Use of Ontario Agriculture

Although possibly net-zero at a national scale, we need to consider variation by province and ultimately by farm

\* Type of tree cover, crop mix, productivity, and extent of existing trees vary by province, ecoregion, and farm

For Ontario:

| Statistics Canada<br>2021 Census |                |          | Average Farm Land Use (Acres) |        |              |            | Province-Wide |         |        |            |           |           |  |
|----------------------------------|----------------|----------|-------------------------------|--------|--------------|------------|---------------|---------|--------|------------|-----------|-----------|--|
| Ontario                          | Avg Total Size | Cropland | Pasture                       | Fallow | "Other" Land | Total Farm | Cropland      | Pasture | Fallow | Other Land | Treed     | Remainder |  |
| Acres                            | 243            | 216      | 42                            | 17     | 63           | 11,766,071 | 9,051,011     | 400,480 | 13,964 | 2,301,700  | 1,519,122 | 782,578   |  |
| Hectares                         |                |          |                               |        |              | 4,761,559  | 3,662,814     | 162,048 | 5,651  | 931,465    | 614,767   | 316,698   |  |

Cropland input to soil is not disclosed for Ontario in the National Inventory Report, so we estimates a lower bound based on 2/3 of the total crop acreage in Ontario being employed by the production of the top 5 crops grown in Ontario via step 5 (next slide)

\* This produces a highly conservative estimate for crop sequestration since we are excluding 33% of crop inputs in this analysis

\* Hence it is possible that crop input is up to 0.5 MT higher than in our calculation (shown on next slide)

# Step 6: Ontario Crop Input to Soil

| 202             | 20 OMAFRA                          |            |   |  |     |            |          |             |               |   |
|-----------------|------------------------------------|------------|---|--|-----|------------|----------|-------------|---------------|---|
| Crops           | Hectares<br>Harvested <sup>a</sup> | % Hectares | Yield (tonnes per hectare) <sup>a</sup> | Production ('000<br>tonnes) <sup>a</sup> |     | Harvested  | Harveste | Harvastad   | Innut to Soil |   |
| Soybeans        | 1,146,600                          | 24%        | 3.4                                     | 3,909                                    |     | Yield      | Yield    | Harvested   | Input to Soil |   |
| Grain Corn      | 866,000                            | 18%        | 10.3                                    | 8,909                                    |     | (Т)        |          | (Ha)        | (T Carbon)    |   |
| Hay             | 580,900                            | 12%        | 4.4                                     | 2,565                                    | 65% |            |          |             |               |   |
| Winter Wheat    | 418,900                            | 8.8%       | 5.6                                     | 2,338                                    |     | 3,908,700  | 3,908,   | 0 1,146,600 | 129,419       |   |
| Fodder Corn     | 100,800                            | 2.1%       | 39.1                                    | 3,946                                    |     | 8,908,800  | 8.908.   | 0 866,000   | 200,664       |   |
| Spring Wheat    | 46,200                             | 1.0%       | 3.2                                     | 147                                      |     |            |          |             |               |   |
| Dats            | 37,500                             | 0.8%       | 2.8                                     | 104                                      |     | 2,565,100  | 2,565,   | 0 580,900   | 78,672        |   |
| Coloured Beans  | 35,500                             | 0.7%       | 2.7                                     | 97                                       |     | 2,338,400  | 2,338,   | 0 418,900   | 96,479        |   |
| Barley          | 34,000                             | 0.7%       | 3.3                                     | 113                                      |     | 3,945,600  | 3,945    | 0 100,800   | 3,655         |   |
| Dry White Beans | 32,900                             | 0.7%       | 2.9                                     | 97                                       |     | 0,0 .0,000 | 0,0 .0,  |             | 0,000         | - |
| Fall Rye        | 28,400                             | 0.6%       | 2.9                                     | 83                                       |     |            |          |             |               |   |
| Mixed Grain     | 23,400                             | 0.5%       | 3.1                                     | 73                                       |     |            |          |             |               |   |
| Canola          | 13,000                             | 0.3%       | 2.6                                     | 33                                       |     |            |          |             |               |   |

|               | r         | (         |            | (           | 1        |          |             |             |             | 1          |             |            | 1             |             |
|---------------|-----------|-----------|------------|-------------|----------|----------|-------------|-------------|-------------|------------|-------------|------------|---------------|-------------|
|               |           |           |            |             | Above    | Below    |             |             |             |            |             |            |               | 1           |
|               |           |           |            |             | Ground   | Ground   |             |             |             |            |             |            |               | 1           |
|               |           |           |            |             | Dry      | Dry      |             |             |             |            |             |            |               | 1           |
|               | Harvested |           |            |             | Residue  | Residue  | Above       | Below       |             |            |             |            |               | 1           |
|               | Yield     | Harvested | Dry Matter | Dry Harvest | ratio to | Ratio to | Ground      | Ground      | Total       | AB Biomass | Total       | Residue    | Input to Soil | T CO2e      |
|               | (T)       | (Ha)      | of Harvest | Yield (T)   | HY       | HY       | Residue (T) | Residue (T) | Residue (T) | (T)        | Biomass (T) | Carbon (T) | (T Carbon)    | Sequestered |
| Soybeans      | 3,908,700 | 1,146,600 | 0.86       | 3,361,482   | 15.4%    | 17.4%    | 517,809     | 583,632     | 1,101,440   | 3,879,291  | 4,462,922   | 517,677    | 129,419       | 474,200     |
| Corn - Grain  | 8,908,800 | 866,000   | 0.82       | 7,305,216   | 14.0%    | 9.4%     | 1,024,666   | 683,111     | 1,707,776   | 8,329,882  | 9,012,992   | 802,655    | 200,664       | 735,243     |
| Нау           | 2,565,100 | 580,900   | 0.86       | 2,205,986   | 0.6%     | 29.8%    | 13,226      | 656,323     | 669,549     | 2,219,212  | 2,875,535   | 314,688    | 78,672        | 288,259     |
| Winter Wheat  | 2,338,400 | 418,900   | 0.86       | 2,011,024   | 25.5%    | 15.3%    | 513,006     | 308,094     | 821,100     | 2,524,030  | 2,832,124   | 385,917    | 96,479        | 353,505     |
| Corn - Silage | 3,945,600 | 100,800   | 0.35       | 1,380,960   | 0.1%     | 2.2%     | 1,012       | 30,092      | 31,104      | 1,381,972  | 1,412,064   | 14,619     | 3,655         | 13,391      |
|               |           |           |            |             |          |          |             |             |             |            |             |            | ,             | 1,864,598   |

#### Step 7: Determine Ontario Treed Acreage & Sequestration

\*Now that we know the crop input to soil, we can determine tree input by applying the national model at a provincial level

From Step 5 we know the treed acreage in Ontario

◆ From Steps 2 – 4 we know the tree size distribution and sequestration per hectare

| Carbon Footprint |                                 |                  |   |
|------------------|---------------------------------|------------------|---|
|                  | Estimated Sequestration         |                  |   |
|                  |                                 | 2.6              | Sequestered by Farm Trees                               |
|                  |                                 | 1.9              | Cropland sequestration based on 2/3 of cropland use     |
|                  | Total On-Farm Sequestration     | 4.4              | MT  |
|                  | Ontario Farm Emissions Per Nati | onal Inventory R | pt (NIR Table A11-2)                                    |
|                  |                                 | 1.54             | Attributed to Stationary Combustion on Farms & Forestry |
|                  |                                 | 1.04             | Attributed to Offroad Fuel use on Farms & Forestry      |
|                  |                                 | -3.4             | Attributed to Enteric Emissions                         |
|                  |                                 | -1.9             | Attributed to Manure Management                         |
|                  |                                 | 4.5              | Attributed to Soil Respiration                          |
|                  |                                 | 0.2602           | Attributed to Fertilizers & Burning of Residue          |
|                  | Total On-Farm Emissions         | 2.0              | MT  |
|                  | Net Emissions                   | - 2.39           | MT CO2e/yr  |
|                  | Fair Cost of Carbon in 2023     | \$ 65.00         | per tonne   |
|                  | Value of Sequestration Services | \$ 288           | Μ   |
|                  | Value of Excess Sequestration   | \$ 155           |   |

#### **Related Research**

[Liu, S., Proudman, J., Mitloehner F.M. 2021] Rethinking methane from animal agriculture, CABI Agriculture & Bioscience, (2021) 2:22 <u>https://doi.org/10.1186/s43170-021-00041-y</u>

Concurs that enteric emissions are biogenic and non-additive. Further observes that enteric emissions have fallen in the USA over the past 5 years due to improvements in livestock productivity.

[Allen MR. 2021] Short-lived promise? The science and policy of cumulative and short-lived climate pollutants. Oxford Martin Policy Paper; 2015. <u>http://www.oxfordmartin.ox.ac.uk/downloads/briefings/Short\_Lived\_Promise.pdf</u>.

- Argues that it is better to prioritize early reductions in peak CO2 & N2O over short lived climate pollutants (SLCP) such as CH4, black carbon aerosols & HFCs because early SLCP mitigation will have very little impact on eventual peak warming due primarily to CO2
- [Badr, O., Probert, S.D., O'Callaghan, P.W., 1992] Sinks for atmospheric methane, Applied Energy, Vol 41, Issue 2, 1992, pp 137-147 <u>https://doi.org/10.1016/0306-2619(92)90041-9</u>
  - Identifies several natural sinks in the methane to CO2 cycle
- [EPA, 1995] Greenhouse gas biogenic sources. In: Fifth edition compilation of air pollutant emissions factors, vol. 1. Raleigh: EPA; 1995. <u>https://www3.epa.gov/ttn/chief/ap42/ch14/index.html</u>.
  - Classifies enteric emissions as biogenic carbon
- [Alexander, 2015] Drivers for Global Agriculture Land Use Change: nexus of diet, population, yield & bioenergy, published in Global Environmental Change, <u>https://doi.org/10.1016/j.gloenvcha.2015.08.011</u>
- University California at Davis has published several "explainers" and videos on the biogenic nature of carbon emissions. They highlight why we should see cattle production as a means of carbon capture instead of as an emissions problem that contributes to climate change

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