GREENHOUSE GAS PROTOCOL

# Actions and Market Instruments Technical Working Group

## Meeting #1.05

**GHG Protocol Secretariat team:**
Michaela Wagar, Kevin Kurkul, Nisalyna Bontiff

**March 26, 2025**

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# Agenda

- Housekeeping
- Review of v1 proposals
- Discussion questions
- v2 proposals & next steps

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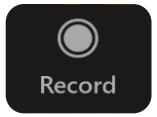
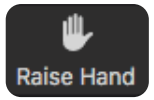
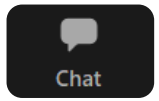



This meeting is recorded.




Please use the Raise Hand function to speak during the call.




You can also use the chat function in the main control.

Recording, slides, and meeting minutes will be shared after the call.

# Guidelines and Procedures

TWG members should **not disclose any confidential information** of their employers, related to products, contracts, strategy, financials, compliance, etc.

In TWG meetings, **Chatham House Rule** applies:

- "When a meeting, or part thereof, is held under the Chatham House Rule, participants are free to use the information received, but neither the identity nor the affiliation of the speaker(s), nor that of any other participant, may be revealed."

**Compliance and integrity** are key to maintaining the credibility of the GHG Protocol

- Specifically, all participants need to follow the **conflict-of-interest policy**
- **Anti-trust rules** have to be followed; please avoid any discussion of competitively sensitive topics*

* Such as pricing, discounts, resale, price maintenance or costs; bid strategies including bid rigging; group boycotts; allocation of customers or markets; output decisions; and future capacity additions or reductions

# AMI TWG Shared Values

- Always **be respectful**
- Take space, make space
- There are **no bad ideas or questions**
- **Be pragmatic** – balance perfect with actionable
- **Be open** to differing points of view and **curious** about all sides of a discussion
- **Keep integrity** at the heart of decision-making and consider real word impacts
- **Keep focus** on the long-term goal of developing an effective standard

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# Today's Objectives

1. Overview of submitted proposals
2. Identify proposal commonalities and discuss proposed options
3. Review template for v2 proposals and next steps

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# Meeting Schedule

- Where we are:

| Meeting | Date | Topic |
|---|---|---|
| 1 | Oct 23, 2024 | Content introduction |
| 2 | Dec 4, 2024 | Current GHG Protocol approach, introduction of use cases |
| 3 | Jan 15, 2024 | Achieving use cases in relation to reporting structure |
| 4 | Feb 19, 2025 | LSRS interim traceability requirement & framework proposals |
| **5** | **Mar 26, 2025** | **Review & discuss v1 proposals** |
| 6 | Apr 23, 2025 | TWG member presentations of v2 proposals & DMC for statements |
| 7 | May 21, 2025 | Review of DMC for frameworks |
| 8 | June 25, 2025 | Discuss feedback from ISB, seek consensus on framework |

Meeting #8 moved back 1 week to give time for ISB feedback

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# Review of v1 Proposals

- To facilitate the effective application of the decision-making criteria on v2 proposals, we want to consolidate efforts wherever possible

- In the meeting today, we will provide an overview of the submitted proposals and discussion questions to encourage broad thinking about the approach and purpose of the framework proposals
  - We will first allow 5 minutes for clarifying questions on each of the submitted proposals, and then move into discussion questions

- We encourage members with like-minded proposals to explore opportunities for collaboration on v2 proposals

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# Assumptions for the following conversation

- We will only be discussing the framework elements related to GHG metrics
  - Other metrics are relevant to corporate GHG reporting and we will consider those once we have aligned on a single framework for recommendation to the ISB

- Until the TWG finalizes relevant terms and definitions we will use the following working definitions:
  - **Physical Inventory** - A quantitative list of an entity's emissions, removals and other metrics over time occurring within the inventory boundary resulting from the physical flow of goods and services in their value chain.
  - **Contractual Inventory** - A quantitative list of an entity's emissions, removals and other metrics over time occurring within the inventory boundary resulting from the contractual claims to attributes of goods and services in their value chain.
  - **Impact Statements** – A disclosure of GHG metrics related to a reporting entity's actions or investments regardless of boundary calculated using consequential accounting methods.
  - **Beyond Inventory** - Emissions metrics and other values related to activities or impacts located outside of a reporting entity's inventory boundary.

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# Physical Inventory

- In a majority of the submitted proposals, the physical inventory was an area of alignment

Straw poll: Should a cross-sector physical traceability requirement be adopted to clarify which chain-of-custody models can and cannot be used in the physical inventory?

A) yes
B) no
C) more information is needed to determine an answer

- Example language (from LSRS interim requirement): "To account for emissions, removals and other metrics at various spatial scales, companies must demonstrate they have physical traceability to relevant lands within their value chain, which may vary by activity and/or product type"

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# Discussion Questions

Should we be developing a framework that provides guidance for existing market mechanisms or that consolidates the market into a concise, standardized approach?

Can the same goals be achieved with fewer approaches/reporting elements?

- To keep in mind as you answer:
  - The role of GHG Protocol in providing standardized approaches to corporate GHG accounting and reporting
  - The priority use case of each proposed statement
  - The existing programmatic ecosystem in relation to actions and market instruments

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# Miro Board

- Based on proposal submissions, the Secretariat has added an additional space within the Miro board to facilitate conversation and seek to identify points of commonality in submissions.

Please open the Miro board to review and provide feedback
(link will be sent in the meeting chat)

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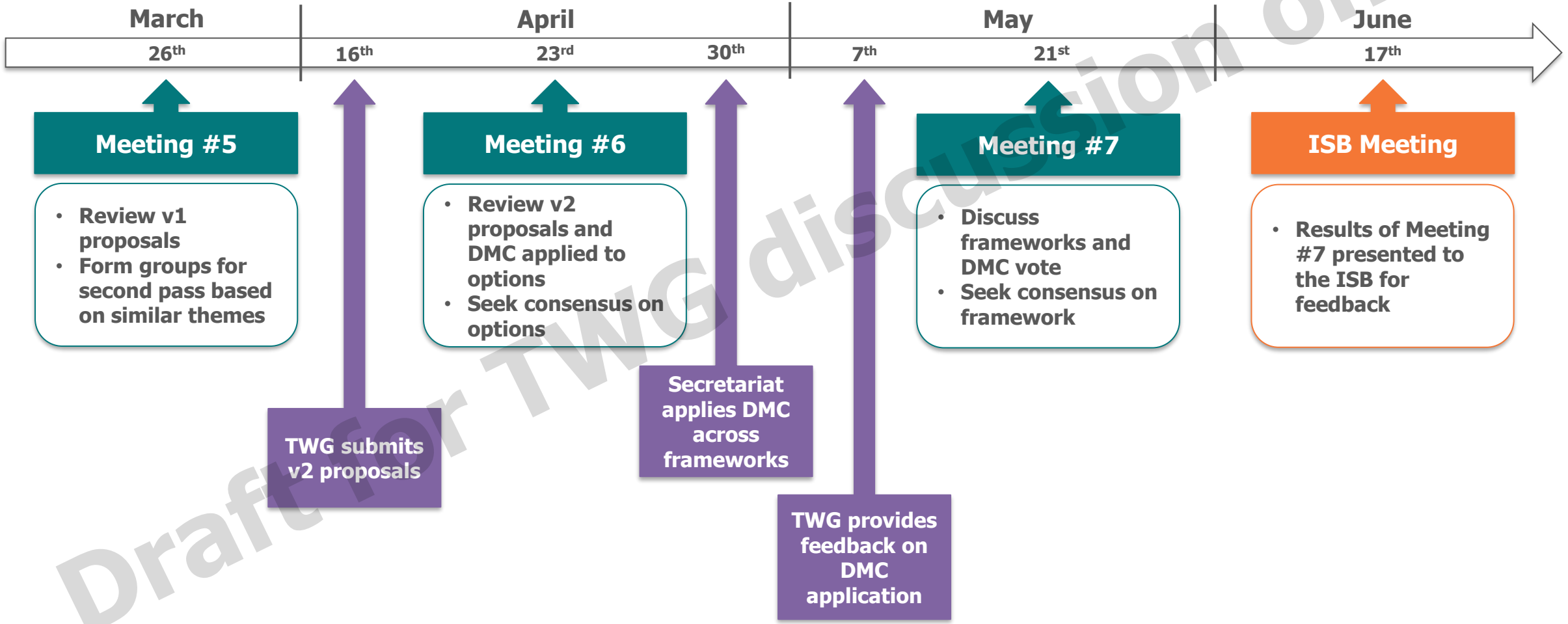
# Intended Next Steps

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# v2 Proposal Submission

- v2 proposal requirements will be provided via email and are available in the SharePoint as of today
- **Proposals are due by 6PM EST on Tuesday, April 15th**
  - All documents will be uploaded to the SharePoint for review by TWG members before the next meeting
- Please be prepared to present and discuss proposals in **Meeting #6 on April 23rd**

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# Next Steps

## Asks for TWG Members

- **Please prioritize attendance of open discussion calls** over the next few months!
  - Submit requests to the open discussion form **by Friday, Mar 28th** to be considered for call on Apr 2nd
  - Agenda for optional open discussion calls will be sent out the Monday prior (i.e. Mar 31st)
- v2 framework proposals due by **Tuesday, April 15th**

## Next Meeting Dates

- **Open Discussion Meeting**
  - Wednesday, April 2nd
- **TWG meeting # 1.06**
  - Wednesday, April 23rd

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# Thank you!

## Contact information


**Michaela Wagar** michaela.wagar@wri.org

**Kevin Kurkul** kevin.kurkul@wri.org

**Nisalyna Bontiff** bontiff@wbcsd.org