

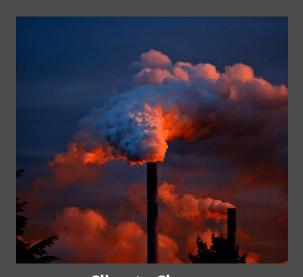
# Main Challenges to Western Forests



Disease
Several types of disease, including the Mountain Pine Beetle (pictured), are running mostly unchecked through western forests.



Fire
Every year, millions of acres of wildland are deforested by fire. This trend is going more severe.



Climate Change
A warming climate stresses trees as summers are longer and drier, further encouraging disease and fire.

# Over 8.5 Million Acres Have Burned in 2020 Larger Than 9 Different States or DC



# RenewWest

#### **Natural Climate Solutions**

#### Natural climate solutions

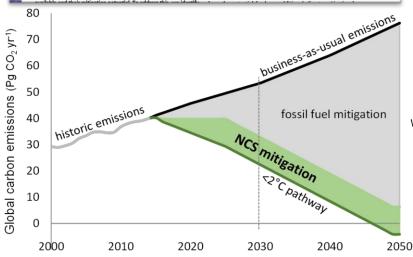
Bronson W. Griscoma,b,1, Justin Adamsa, Peter W. Ellisa, Richard A. Houghtonc, Guy Lomaxa, Daniela A. Mitevad, William H. Schlesinger<sup>e,1</sup>, David Shoch<sup>f</sup>, Juha V. Siikamäki<sup>g</sup>, Pete Smith<sup>h</sup>, Peter Woodbury<sup>i</sup>, Chris Zganjar<sup>a</sup>, Allen Blackman<sup>9</sup>, João Campari<sup>1</sup>, Richard T. Conant<sup>k</sup>, Christopher Delgado<sup>1</sup>, Patricia Elias<sup>a</sup>, Trisha Gopalakrishna<sup>a</sup>, Marisa R. Hamsika, Mario Herrerom, Joseph Kieseckera, Emily Landisa, Lars Laestadius<sup>I,n</sup>, Sara M. Leavitta, Susan Minnemeyer<sup>1</sup>, Stephen Polasky<sup>o</sup>, Peter Potapov<sup>p</sup>, Francis E. Putz<sup>q</sup>, Jonathan Sanderman<sup>c</sup>, Marcel Silvius<sup>r</sup>, Eva Wollenberg<sup>s</sup>, and Joseph Fargione<sup>a</sup>

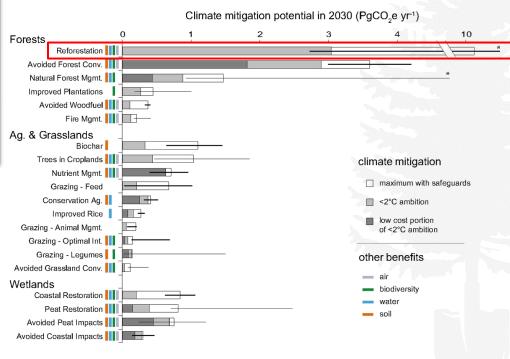
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Contributed by William H. Schlesinger, September 5, 2017 (sent for review June 26, 2017; reviewed by Jason Funk and Will R. Turner)

Better stewardship of land is needed to achieve the Paris Climate use change, including forestry (4.9 PgCO<sub>2</sub>e v<sup>-1</sup>) and agricultural

Agreement goal of holding warming to below 2 °C; however, confusion persists about the specific set of land stewardship options nitrous oxide (N2O) in addition to CO2 (4, 5). Thus, ecosystems

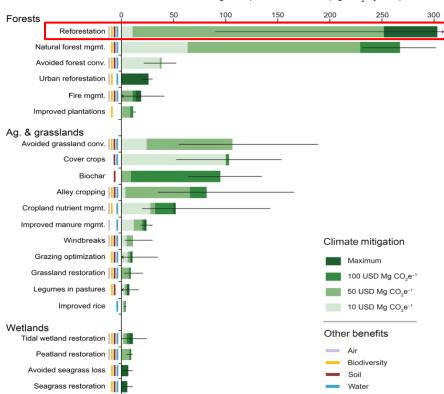






#### **Natural Climate Solutions**





#### SCIENCE ADVANCES | RESEARCH ARTICLE

#### **ENVIRONMENTAL STUDIES**

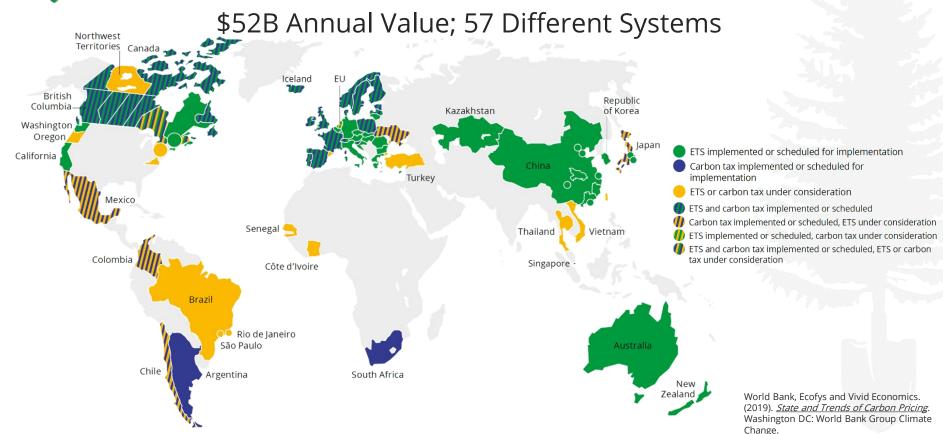
#### Natural climate solutions for the United States

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Limiting climate warming to <2°C requires increased mitigation efforts, including land stewardship, whose potential in the United States is poorly understood. We quantified the potential of natural climate solutions (NCS)—21 conservation, restoration, and improved land management interventions on natural and agricultural lands—to increase carbon storage and avoid greenhouse gas emissions in the United States. We found a maximum potential of 1.2 (0.9 to 1.6) Pg  $CO_2e$  year<sup>-1</sup>, the equivalent of 21% of current net annual emissions of the United States. At current carbon market prices (USD 10 per Mg  $CO_2e$ ), 299 Tg  $CO_2e$  year<sup>-1</sup> could be achieved. NCS would also pro-



## **Carbon Pricing**



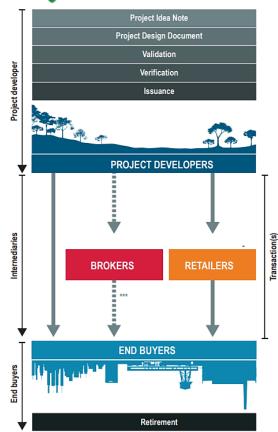


### **WCI Price Scenarios**





## **Offset Market Players**



Project Developers: Must adhere to an offset protocol / methodology. Players include:





Project Brokers: Facilitate transactions and operate on commission. Players include:







Offset Buyers: Required to purchase, by law. Include:











#### **Market Drivers**



#### **CORSIA**

<u>Carbon Offsetting & Reduction Scheme for International Aviation is to be implemented in three phases, with mandatory participation for nearly all commercial passenger air travel beginning in 2027.</u>

## **Corporate Social Responsibility**

Feeling pressure from various stakeholders – investors, customers, general public – corporations of all scales are increasingly focusing on carbon offsetting.

KAISER PERMANENTE, AT A GLANCE

## Carbon neutral by 2020

We're leading the fight against climate change



#### State / Local Government

Recognizing lack of effort at federal level, state and municipal governments are feeling political pressure to act from constituents.



## **Voluntary Market Players**



## THE BOTTOM LINE:

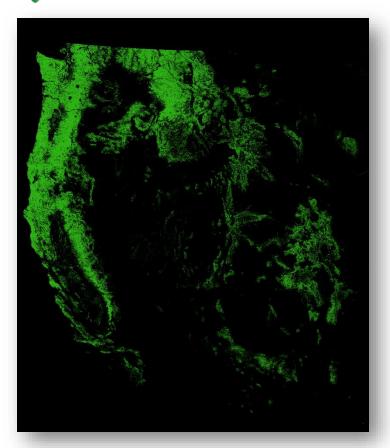
TAKING STOCK OF THE ROLE OF OFFSETS IN CORPORATE CARBON STRATEGIES

FedEx
Barclays
Microsoft
Norfolk Southern
Northrop Grumman
Toyota
Coca-Cola

Absa Group	Exelon Corporation	NRG Energy Inc
Aimia Inc.	FedEx Corporation	Olam International
Allianz SE	General Motors Company	Old Mutual plc
Amdocs Ltd	Goldman Sachs Group Inc.	ORIX Corporation
AMP	Google Inc.	Pearson
Astellas Pharma Inc.	Green Mountain Coffee Roasters, Inc.	PG&E Corporation
Atos SE	Groupe Steria	PPR
AU Optronics	H&M Hennes & Mauritz AB	PSA Peugeot Citroen
Australia and New Zealand Banking Group	Hanesbrands Inc.	PUMA SE
Aviva	Hess Corporation	Qantas Airways
Banco Santander Brasil	ING Group	Ricoh Co., Ltd.
Bank of Montreal	Insurance Australia Group	RSA Insurance Group
Barclays	Interface, Inc.	Sanlam
Barloworld	J.B. Hunt Transport Services, Inc.	Schneider Electric
Bombardier Inc.	JPMorgan Chase & Co.	SGS SA
British American Tobacco	Kering	Skandinaviska Enskilda Banken AB (SEB AB)
British Sky Broadcasting	Kohl's Corporation	Societe Generale
Cap Gemini	Lenovo Group	Sony Corporation
Capital One Financial	Macquarie Group	State Street Corporation
Catlin Group Ltd	Marks and Spencer Group plc	Swiss Re
Clorox Company	Microsoft Corporation	TD Bank Group
Commerzbank AG	Mitsubishi Heavy Industries, Ltd.	Telstra Corporation
Compagnie Financière Richemont SA	Mitsubishi UFJ Financial Group, Inc.	The Coca-Cola Company
Coop Genossenschaft	Munich Re	Toyota Motor Corporation
Credit Suisse	National Australia Bank	TransAlta Corporation
Daiichi Sankyo Co., Ltd.	Natura Cosméticos S.A.	TUI
Danone	Nedbank Limited	UBS
Danske Bank A/S	News Corporation	UniCredit
Delta Air Lines	NKSJ Holdings, Inc.	UPS
Deutsche Bank AG	Noble Group	VF Corporation
Deutsche Post AG	Norfolk Southern Corp.	Walt Disney Company
Deutsche Telekom AG	Northrop Grumman Corp	Westpac Banking Corporation
Entergy Corporation	Novartis	WPP Group
Estee Lauder Companies Inc.		







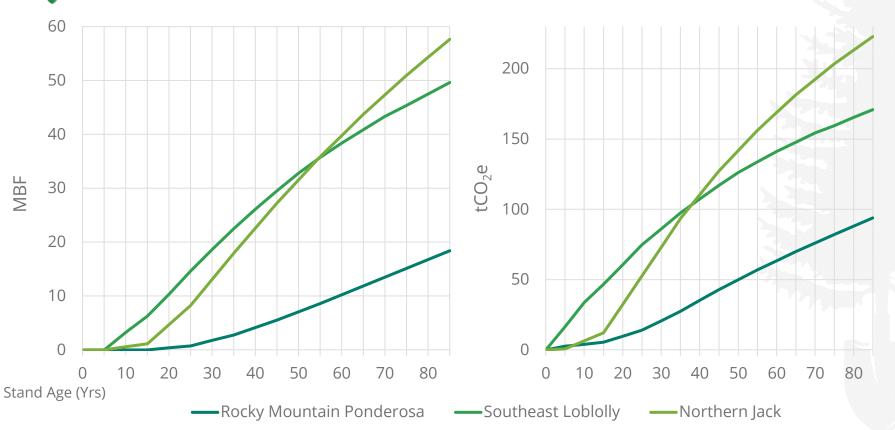






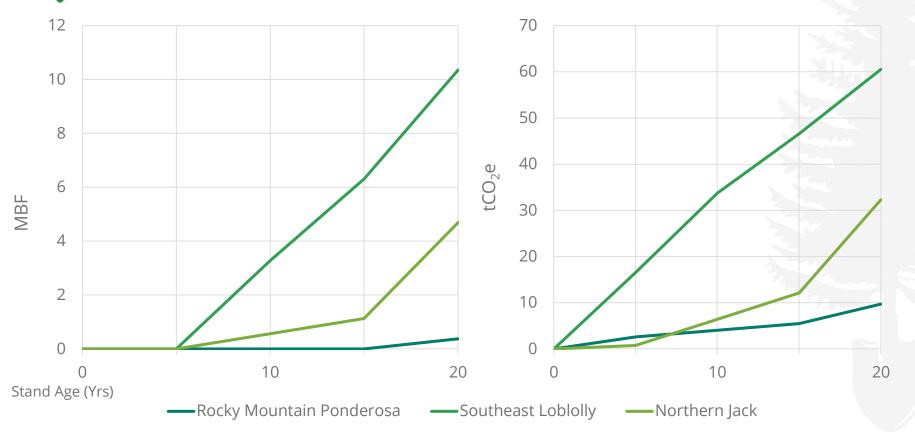
# RenewWest

### **Volume Growth**



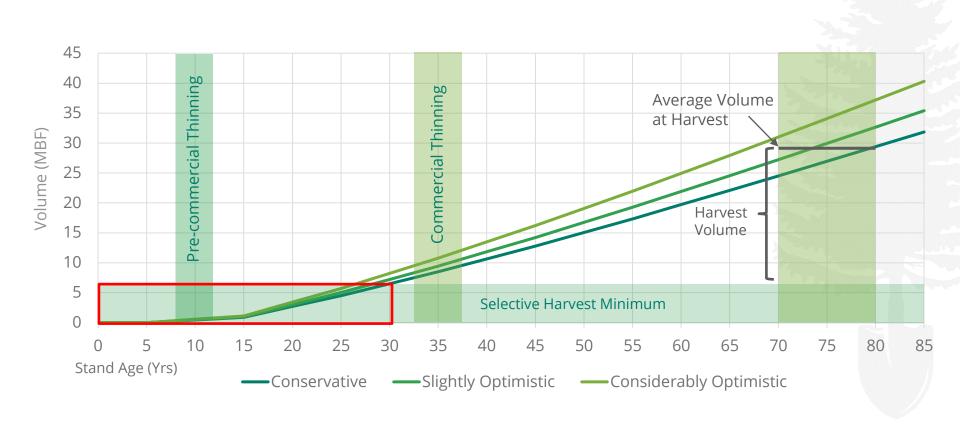


## **Volume Growth**





## **Example Project Volumes**





## **Example Project Returns**

