

# Hemp Carbon Standard: Regen Ag Methodology (HCS - RAM)

**Methodology For CO<sub>2</sub> Removal V1.0** 

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#### 1. Introduction

# 1.1 Background and Justification

The urgent need for effective carbon sequestration strategies in the fight against climate change has driven innovation in the utilization of biomass for long-term carbon storage. Regenerative agriculture (Regen Ag) is a holistic approach to farming that emphasizes the restoration and enhancement of the natural ecosystem processes. Industrial hemp (Cannabis sativa) has emerged as a powerful tool in this endeavor due to its rapid growth, high biomass yield, and multiple ecological benefits.

Rationale and Financial Incentives from Carbon Credit Income for Industrial Hemp Farmers:

The availability of carbon credit income provides a significant financial incentive for farmers growing industrial hemp. By participating in carbon credit programs, farmers can monetize the carbon sequestration benefits of their hemp crops. This not only provides an additional revenue stream but also promotes sustainable agricultural practices. The rationale behind this is that industrial hemp, with its high biomass yield and rapid growth, is an effective crop for sequestering carbon. The income from carbon credits helps offset the costs of implementing regenerative practices and encourages more farmers to adopt sustainable methods.

#### **Industrial Hemp:**

- Rapid Growth: Industrial hemp can reach maturity within 3-4 months, allowing for multiple harvests per year in favorable climates.
- **High Biomass Yield**: Hemp produces a substantial amount of cellulose-rich biomass, making it ideal for carbon sequestration.

#### **Regenerative Agriculture:**

- Ecosystem Restoration: Regen Ag practices focus on improving soil health, increasing biodiversity, and sequestering carbon, contributing to resilient and sustainable agricultural systems.
- **Sustainability**: These practices reduce reliance on chemical inputs, enhance water retention, and improve nutrient cycling.

The integration of industrial hemp into regenerative agriculture systems leverages its biological characteristics to enhance soil health, increase carbon sequestration, and provide multiple ecological co-benefits. The adoption of advanced monitoring

technologies, such as those used by CarbonSpace, further ensures accurate measurement and verification of the environmental benefits achieved.

#### CarbonSpace and NEE:

- Advanced Monitoring: Utilizing flux towers and satellite data to measure Net Ecosystem Exchange (NEE) provides accurate, high-frequency data on CO2 fluxes.
- **Proprietary Algorithms**: Machine learning models enhance the accuracy of carbon sequestration estimates.
- Third-Party Verification: The CarbonSpace digital Measurement, Reporting, and Verification (dMRV) tool is third-party verified by Control Union according to ISO 14064-3, ensuring credibility and reliability.

This methodology aims to provide a systematic approach for implementing regenerative agriculture practices using industrial hemp, facilitating the issuance of Carbon Removal Units (CRUs) and contributing to global carbon reduction efforts.

# 1.2 Objectives of the Methodology

The primary objectives of this methodology are to:

- Standardize Procedures: Establish standardized procedures for integrating industrial hemp into regenerative agricultural systems, ensuring maximum efficiency and sustainability.
- Carbon Sequestration Quantification: Define rigorous protocols for measuring and verifying the carbon sequestration capabilities of hemp using advanced technologies.
- **CRU Issuance**: Facilitate the accurate quantification and verification of the carbon sequestered through this process, enabling the issuance of CRUs and contributing to global carbon reduction efforts.
- Promote Adoption: Encourage stakeholders across the carbon credit market to adopt this methodology, enhancing the economic viability of industrial hemp cultivation and regenerative agriculture practices.

# 1.3 Scope and Applicability

This methodology is applicable to projects involving the cultivation of industrial hemp specifically for regenerative agriculture and its subsequent carbon sequestration benefits. It is designed for application across various geographical and regulatory environments, assuming compliance with local and international environmental standards. The methodology is intended for use by project developers, carbon credit issuers, and regulatory bodies to ensure that all phases of the process—from biomass cultivation to carbon credit issuance—are conducted under stringent quality control measures and contribute effectively to carbon sequestration.

#### **Project Types:**

- **Hemp Cultivation**: Projects focusing on the cultivation of industrial hemp for biomass production.
- **Soil Remediation**: Projects utilizing hemp for soil health improvement and pollutant remediation.
- **Carbon Sequestration**: Projects aimed at sequestering carbon through hemp biomass and soil organic carbon.

# Geographical Applicability:

- **Climate Zones**: Suitable for a wide range of climates, from temperate to tropical regions.
- Soil Types: Applicable to various soil types, including degraded and contaminated soils.

#### Regulatory Compliance:

• **Local and International Standards**: Compliance with environmental regulations and standards such as ISO 14064 for greenhouse gas accounting.

# 1.4 Need to Create a Project Design Document (PDD) and Its Contents

A Project Design Document (PDD) is essential for outlining the project's objectives, methodologies, and expected outcomes. The PDD should include:

- Detailed description of the regenerative agricultural practices to be implemented
- Methodologies for measuring, reporting, and verifying carbon sequestration
- Environmental and socio-economic impacts
- Monitoring plan and data management strategies
- Risk assessment and management plan

The PDD serves as a comprehensive plan ensuring transparency, accountability, and effectiveness of the carbon sequestration project.

# Reasons Why Measuring NEE of CO2 is Superior for Understanding Carbon Fluxes:

Measuring the Net Ecosystem Exchange (NEE) of CO2 provides a more holistic understanding of carbon fluxes compared to just sampling soil organic carbon. NEE captures the net balance of carbon absorbed by plants through photosynthesis (Gross Primary Production) and carbon released through ecosystem respiration. This comprehensive measurement accounts for both aboveground and belowground carbon dynamics, providing a more accurate and real-time assessment of an ecosystem's carbon sequestration capacity. By using flux towers and integrating satellite data, the methodology ensures high-frequency, accurate monitoring of CO2 fluxes, enhancing the reliability and robustness of carbon sequestration estimates.

# 1.5 Additionality

In the context of carbon credit availability, the cultivation of industrial hemp can be considered additional for several reasons, particularly focusing on the small size of planting operations and various barriers to entry:

- Small Size of Planting Operations:
- Limited Scale: Many industrial hemp farming operations are relatively small-scale compared to other agricultural enterprises. This small scale limits their overall economic impact and market presence, making it less likely that these operations would be established without specific incentives like carbon credits.

 Economies of Scale: Smaller operations do not benefit from the economies of scale enjoyed by larger farms, making it harder to achieve profitability without supplemental income from carbon credits.

#### Licensing Barriers:

- Regulatory Hurdles: Growing industrial hemp requires navigating a complex web
  of licensing and regulatory requirements. These can vary significantly by region,
  often involving strict controls and oversight due to the plant's association with
  cannabis.
- Time and Cost: Obtaining the necessary licenses can be time-consuming and costly, deterring potential farmers from entering the market without the financial incentive provided by carbon credits.

#### Lack of a Cash Market:

- Market Development: The market for industrial hemp and its products is still developing. There is a lack of established supply chains and reliable market demand, making it difficult for farmers to predict profitability.
- Price Volatility: Prices for hemp products can be volatile due to the nascent nature of the market, further adding to the financial risk for farmers.

#### Other Difficulties:

- Technical Expertise: Growing industrial hemp requires specific knowledge and expertise, particularly in terms of managing soil health and optimizing plant growth for biomass production. This expertise is not widely available, posing an additional barrier.
- Initial Investment: The initial costs of setting up a hemp cultivation operation, including purchasing seeds, preparing land, and investing in necessary infrastructure, can be prohibitively high.
- Market Acceptance: There can be societal and market resistance to hemp products due to lingering stigmas associated with cannabis, impacting demand and market growth.

By addressing these barriers, the availability of carbon credits for hemp cultivation creates a financial incentive that makes it economically viable for farmers to undertake these challenges. This additional income stream from carbon credits helps offset the costs and risks associated with hemp cultivation, thereby ensuring that these projects represent real, measurable, and additional carbon sequestration efforts that would not have occurred under business-as-usual scenarios. This underscores the critical role of

carbon credits in supporting the expansion of industrial hemp cultivation as a sustainable agricultural practice aimed at mitigating climate change.

# 1.6 Definitions and Key Terms

- Bio-oil: A liquid product produced by the fast pyrolysis of biomass, consisting
  mainly of oxygenated organic compounds, which can be used as a substitute
  for fossil fuel or as a feedstock for further chemical processing.
- Carbon Sequestration: The process of capturing atmospheric carbon dioxide and storing it in a carbon pool (e.g., soil, biomass, or geological formations) to prevent its release into the atmosphere.
- Industrial Hemp: A variety of the Cannabis sativa plant species that is grown specifically for industrial use of its derived products. It can be distinguished from other cannabis plants by its low tetrahydrocannabinol (THC) content and its utilization for producing fibers, biofuel, and other industrial products.
- **Net Ecosystem Exchange (NEE)**: The net exchange of CO2 between an ecosystem and the atmosphere, representing the balance between carbon uptake (photosynthesis) and carbon release (respiration).
- Regenerative Agriculture: A system of farming principles and practices that increases biodiversity, enriches soils, improves watersheds, and enhances ecosystem services, leading to increased soil carbon sequestration and improved soil health.
- Carbon Removal Unit (CRU): A certificate representing the removal of one metric ton of carbon dioxide from the atmosphere, verified through standardized protocols.
- **Flux Towers**: Tall structures equipped with sensors to measure the exchange of gases (e.g., CO2) between the ecosystem and the atmosphere.
- Satellite Data: Remote sensing data collected from satellites, used to monitor vegetation growth, soil health, and other ecological variables.
- dMRV (Digital Measurement, Reporting, and Verification): A digital tool used to monitor, report, and verify carbon sequestration and other environmental benefits, ensuring accuracy and transparency.

This introductory section establishes the foundational context for understanding and implementing the processes detailed in the subsequent sections of the methodology, ensuring clarity and adherence to intended environmental benefits and sustainability goals.

# 2. Industrial Hemp in Regenerative Agriculture

# 2.1 Characteristics and Benefits of Industrial Hemp

Industrial hemp (Cannabis sativa) is a versatile and robust crop known for its rapid growth and high biomass yield. Its characteristics make it particularly suitable for regenerative agriculture, aimed at restoring and enhancing soil health and increasing carbon sequestration. Key characteristics and benefits of industrial hemp include:

#### High Biomass Yield:

- Rapid Growth: Industrial hemp can reach maturity in 3-4 months, allowing for multiple harvests per year in favorable climates.
- **High Cellulose Content**: Hemp fibers contain 57-77% cellulose, depending on the plant parts and cultivation conditions. This high cellulose content makes it ideal for bio-oil and biochar production.

#### **Deep Root System:**

- **Soil Penetration**: The deep root system of hemp, reaching depths of 1-2 meters, helps to break up compacted soils, improve soil structure, and enhance water infiltration.
- Nutrient Uptake: Deep roots also enable the plant to access nutrients from deeper soil layers, reducing the need for surface-level fertilization.

#### Adaptability:

- Climate Resilience: Hemp is adaptable to a wide range of climatic conditions, from temperate to tropical regions.
- Low Input Requirements: Hemp requires minimal water, fertilizers, and pesticides, making it a sustainable crop choice with a low environmental footprint.

#### **Versatile Applications:**

- **Fiber Production**: Hemp fibers are used in textiles, construction materials, and biocomposites.
- Seed Oil and Nutritional Products: Hemp seeds are processed into oil and protein-rich food products.
- **Bioenergy**: Hemp biomass is an excellent feedstock for biofuel and biochar production due to its high lignocellulosic content.

# 2.2 Soil Remediation and Ecological Co-Benefits

Industrial hemp offers several ecological co-benefits, particularly in soil remediation and ecosystem health, making it an integral component of regenerative agriculture:

#### Phytoremediation:

- **Heavy Metal Uptake**: Hemp is effective in absorbing heavy metals such as lead, cadmium, and nickel from contaminated soils, reducing soil toxicity.
- **Organic Pollutant Degradation**: Hemp roots and rhizosphere microorganisms can degrade organic pollutants, contributing to cleaner soils.

# **Soil Health Improvement**:

- Organic Matter Addition: Hemp contributes substantial organic matter to the soil through leaf litter and root exudates, enhancing soil fertility and microbial activity.
- **Soil Structure Enhancement**: The extensive root system helps to improve soil structure, increasing porosity and water-holding capacity.

#### **Biodiversity Support:**

- Habitat Creation: Hemp fields provide habitat for various beneficial insects, birds, and small mammals, promoting biodiversity.
- **Pollinator Support**: Hemp flowers are a valuable food source for pollinators, particularly bees, enhancing pollination services for surrounding crops.

#### **Carbon Sequestration:**

- Aboveground Biomass: Rapid growth and high biomass production result in significant carbon uptake during the growing season.
- **Soil Carbon Storage**: Hemp's deep roots contribute to soil carbon sequestration, enhancing long-term soil organic carbon stocks.

# 2.3 Proven Sequestration Capabilities from 2023 Program

The 2023 program demonstrated the effectiveness of industrial hemp in carbon sequestration through a comprehensive monitoring and verification process using the CarbonSpace digital Measurement, Reporting, and Verification (dMRV) tool. The program covered 1509.1 hectares across 15 sites in the USA, Canada, Ukraine, and Spain. Key findings include:

# **Net Carbon Sequestration:**

- Total CO2 Sequestered: -9194 tCO2 from January to November 2023, reflecting the net carbon removal from the atmosphere due to hemp cultivation and associated practices.
- **CO2 Intensity**: -6.1 tCO2 per hectare, demonstrating high sequestration efficiency per unit area.

#### **Top Performing Sites:**

- Aaron Dublenko's Site: Achieved -10.4 tCO2 per hectare, showcasing exceptional sequestration capabilities.
- **Eric Tiezen's Site**: Recorded -10.3 tCO2 per hectare, further validating the potential of industrial hemp in carbon removal.

#### **Monitoring and Verification:**

- Flux Towers and Satellite Data: Utilized for high-frequency CO2 flux measurements and spatial analysis of biomass growth and health.
- **Proprietary Algorithms**: Applied machine learning models to predict NEE, enhancing the accuracy of sequestration estimates.

#### ISO Certification:

 Third-Party Verification: The CarbonSpace dMRV tool is third-party verified by Control Union according to ISO 14064-3, ensuring the reliability and credibility of the carbon sequestration data.

#### **Calculation Example: Net CO2 Removal**

The calculation of net CO2 removal involves accounting for total carbon sequestered in biomass and soil, minus any emissions associated with cultivation, transportation, and processing:

Net CO<sub>2</sub> Removal = Total CO<sub>2</sub> Sequestered - (Emissions from Cultivation + Emissions from Transportation + Emissions from Processing)

#### For example:

Total CO2 Sequestered: 10 tCO2/ha (from biomass and soil carbon)

Emissions from Cultivation: 1 tCO2/ha

• **Emissions from Transportation**: 0.5 tCO2/ha

Emissions from Processing: 0.4 tCO2/ha

Net 
$$CO_2$$
 Removal =  $10 - (1 + 0.5 + 0.4) = 8.1 tCO_2/ha$ 

This example illustrates how industrial hemp in regenerative agriculture can result in substantial net carbon removal, contributing significantly to climate change mitigation efforts.

# 3. Regenerative Agriculture Practices

# 3.1 Requirement for Project Proponents to Adopt Regenerative Agricultural Practices

Project proponents must adopt regenerative agricultural practices as a condition of the program. This is crucial because regenerative agriculture practices, such as crop rotation, reduced tillage, cover cropping, and agroforestry, enhance soil health and biodiversity. These practices are vital for carbon sequestration because they improve soil organic matter, enhance microbial activity, and increase the soil's ability to store carbon. By adopting these practices, project proponents can significantly contribute to mitigating climate change through effective carbon sequestration in both biomass and soil.

#### 3.2 Overview of Regenerative Agriculture Techniques

Regenerative agriculture is a holistic land management practice that seeks to improve the health of soil, enhance biodiversity, and sequester carbon while producing highquality crops. It focuses on restoring and enhancing the natural ecosystem processes to create resilient and sustainable agricultural systems. Key regenerative agriculture techniques include:

# **Cover Cropping:**

- Definition: The practice of growing non-cash crops during off-seasons to cover the soil.
- **Benefits**: Protects soil from erosion, enhances soil organic matter, suppresses weeds, and provides habitat for beneficial insects.
- **Examples**: Legumes (e.g., clover, vetch) for nitrogen fixation, grasses (e.g., rye, barley) for biomass production, and brassicas (e.g., radishes) for soil aeration.

#### **Crop Rotation:**

- **Definition**: The sequential planting of different crops on the same land to improve soil health and reduce pest and disease cycles.
- **Benefits**: Breaks pest and disease cycles, improves soil fertility, and reduces reliance on chemical inputs.
- **Examples**: Rotating nitrogen-fixing legumes with high-nutrient-demanding crops like corn or hemp.

#### Reduced Tillage:

- Definition: Minimizing soil disturbance by reducing the frequency and intensity of tillage.
- **Benefits**: Preserves soil structure, increases soil organic carbon, reduces erosion, and enhances water retention.
- Practices: No-till farming, strip-till, and conservation tillage.

# Agroforestry:

- Definition: Integrating trees and shrubs into agricultural landscapes.
- **Benefits**: Enhances biodiversity, improves soil structure, sequesters carbon, and provides additional income streams (e.g., timber, fruit).
- **Systems**: Alley cropping, silvopasture, and windbreaks.

# **Composting and Organic Amendments:**

- Definition: Adding decomposed organic matter to the soil.
- Benefits: Improves soil fertility, increases microbial activity, and enhances soil structure.
- Materials: Animal manure, crop residues, green waste, and biochar.

#### **Holistic Planned Grazing:**

- Definition: Managing livestock grazing to mimic natural patterns.
- **Benefits**: Promotes grassland health, improves soil carbon sequestration, and enhances biodiversity.
- Practices: Rotational grazing, mob grazing, and adaptive multi-paddock grazing.

# 3.3 Implementation of Industrial Hemp in Regenerative Systems

Industrial hemp can be effectively integrated into regenerative agriculture systems due to its rapid growth, deep root system, and multiple uses. The implementation of hemp in regenerative systems involves:

#### **Planting Strategies:**

- Cover Crops: Hemp can be used as a cover crop to protect soil and add organic matter.
- Intercropping: Growing hemp alongside other crops to optimize space and resources.
- **Sequential Planting**: Planting hemp in rotation with other crops to maintain soil health and fertility.

#### Soil Preparation and Planting:

- Soil Testing: Conduct soil tests to determine nutrient levels and pH.
- Seed Selection: Choose hemp varieties suited to the local climate and soil conditions.
- **Planting Density**: Optimal planting density varies, but typically ranges from 30-40 plants per square meter for fiber production.

#### **Nutrient Management:**

- **Organic Fertilizers**: Use compost, manure, and other organic amendments to provide necessary nutrients.
- **Legume Integration**: Plant legumes before hemp to fix nitrogen and improve soil fertility.
- Cover Crops: Plant cover crops after hemp harvest to protect soil and add organic matter.

#### Water Management:

- Irrigation Systems: Use efficient irrigation systems like drip irrigation to conserve water.
- Soil Moisture Monitoring: Monitor soil moisture levels to optimize irrigation schedules.

• Rainwater Harvesting: Implement rainwater harvesting systems to supplement irrigation.

#### **Pest and Weed Management:**

- Biological Control: Introduce beneficial insects to control pests.
- Mechanical Weeding: Use mechanical weeding tools to manage weeds without chemicals.
- Crop Rotation: Rotate hemp with other crops to disrupt pest and disease cycles.

# **Harvesting and Post-Harvest Handling:**

- Harvest Timing: Harvest hemp at the optimal time for the intended use (fiber, seeds, or biomass).
- **Drying and Storage**: Properly dry and store hemp to maintain quality and prevent mold.

# 3.4 Soil Health and Biodiversity Enhancement

The cultivation of industrial hemp in regenerative agriculture systems contributes significantly to soil health and biodiversity enhancement. The benefits include:

#### **Soil Health Improvement:**

- Organic Matter Addition: Hemp contributes substantial organic matter through leaf litter, root exudates, and crop residues, improving soil structure and fertility.
- **Soil Structure**: Hemp's deep roots help break up compacted soil, enhance aeration, and increase water infiltration.
- Nutrient Cycling: Hemp roots promote the activity of soil microorganisms, enhancing nutrient cycling and availability.

#### **Biodiversity Enhancement:**

- Habitat Creation: Hemp fields provide habitat for beneficial insects, birds, and small mammals, promoting ecological balance.
- Pollinator Support: Hemp flowers attract pollinators such as bees, contributing to the health of pollinator populations and supporting surrounding crops.
- **Beneficial Insects**: The presence of hemp can increase the population of beneficial insects that prey on pests, reducing the need for chemical pesticides.

#### Carbon Sequestration:

- Aboveground Biomass: Rapid growth and high biomass production result in significant carbon uptake during the growing season.
- **Soil Carbon Storage**: Hemp's deep roots contribute to soil carbon sequestration, enhancing long-term soil organic carbon stocks.

# Case Study: Proven Sequestration Capabilities from HCS 2023 Program

The 2023 program demonstrated the effectiveness of industrial hemp in carbon sequestration through a comprehensive monitoring and verification process using the CarbonSpace dMRV tool. The program covered 1509.1 hectares across 15 sites in the USA, Canada, Ukraine, and Spain. Key findings include:

- Net Carbon Sequestration: -9194 tCO2 from January to November 2023, reflecting the net carbon removal from the atmosphere due to hemp cultivation and associated practices.
- **CO2 Intensity**: -6.1 tCO2 per hectare, demonstrating high sequestration efficiency per unit area.
- **Top Performing Sites**: Aaron Dublenko's site achieved -10.4 tCO2 per hectare, showcasing exceptional sequestration capabilities, while Eric Tiezen's site recorded -10.3 tCO2 per hectare.

#### Monitoring and Verification:

Flux Towers and Satellite Data: Utilized for high-frequency CO2 flux measurements and spatial analysis of biomass growth and health.

- **Proprietary Algorithms**: Applied machine learning models to predict NEE, enhancing the accuracy of sequestration estimates.
- Third-Party Verification: The CarbonSpace dMRV tool is third-party verified by Control Union according to ISO 14064-3, ensuring the reliability and credibility of the carbon sequestration data.

# **Calculation Example: Net CO2 Removal**

The calculation of net CO2 removal involves accounting for total carbon sequestered in biomass and soil, minus any emissions associated with cultivation, transportation, and processing:

Net CO<sub>2</sub> Removal = Total CO<sub>2</sub> Sequestered - (Emissions from Cultivation + Emissions from Transportation + Emissions from Processing)

# For example:

• Total CO2 Sequestered: 10 tCO2/ha (from biomass and soil carbon)

Emissions from Cultivation: 1 tCO2/ha

• **Emissions from Transportation**: 0.5 tCO2/ha

• Emissions from Processing: 0.4 tCO2/ha

Net 
$$CO_2$$
 Removal =  $10 - (1 + 0.5 + 0.4) = 8.1 tCO_2/ha$ 

This example illustrates how industrial hemp in regenerative agriculture can result in substantial net carbon removal, contributing significantly to climate change mitigation efforts.

#### 4. Measurement and Verification of NEE

# 4.1 Overview of Net Ecosystem Exchange (NEE)

Net Ecosystem Exchange (NEE) is a critical metric for assessing the carbon balance of an ecosystem. NEE represents the net exchange of CO2 between an ecosystem and the atmosphere, accounting for both carbon uptake through photosynthesis and carbon release through respiration. The primary components of NEE are:

- Gross Primary Production (GPP): The total amount of CO2 captured by plants during photosynthesis.
- **Ecosystem Respiration (Reco)**: The total amount of CO2 released through the respiration of plants, animals, and microorganisms.

The formula for NEE is expressed as:

NEE = Reco - GPP

A negative NEE value indicates that an ecosystem is a net carbon sink, absorbing more CO<sub>2</sub> than it releases, while a positive NEE value indicates a net carbon source.

#### Importance of NEE in Regenerative Agriculture:

- Carbon Sequestration: NEE provides a direct measure of an ecosystem's carbon sequestration capacity.
- Ecosystem Health: Monitoring NEE helps assess the overall health and productivity of agricultural systems.
- Climate Change Mitigation: Accurate NEE measurements are essential for quantifying the contribution of regenerative agriculture to climate change mitigation.

#### 4.2 Utilization of Flux Towers

Flux towers equipped with eddy covariance systems are used to measure high-frequency CO2 fluxes between the ecosystem and the atmosphere. These towers are strategically placed within agricultural fields to capture representative data. Key components and functions include:

# **Eddy Covariance System:**

- **Sensors**: Measures wind speed, temperature, humidity, and CO2 concentration at high frequencies (10-20 Hz).
- Data Acquisition System: Collects and stores data for subsequent analysis.

#### **Measurement Process:**

- Turbulent Flux: Eddy covariance method measures the turbulent flux of CO2, which is the primary method for determining NEE.
- Data Processing: Raw data is processed to remove noise, correct for sensor errors, and fill gaps due to missing data.

#### Installation and Maintenance:

- **Site Selection**: Flux towers are installed in locations that represent the average conditions of the agricultural field.
- **Calibration**: Regular calibration of sensors is essential to maintain data accuracy.
- **Data Validation**: Periodic validation against independent measurements ensures the reliability of flux data.

#### Advantages:

- High Temporal Resolution: Continuous data collection provides detailed temporal patterns of CO2 fluxes.
- Direct Measurement: Eddy covariance provides direct measurements of NEE, reducing uncertainties associated with indirect methods.

#### 4.3 Satellite Data Integration

Satellite data complements flux tower measurements by providing spatially extensive and temporally frequent observations of vegetation and soil conditions. This integration enhances the accuracy and comprehensiveness of NEE estimates. Key elements include:

#### **Remote Sensing Techniques:**

- Normalized Difference Vegetation Index (NDVI): Derived from satellite imagery to assess vegetation greenness and health.
- Enhanced Vegetation Index (EVI): Similar to NDVI but less sensitive to atmospheric conditions and saturation in dense vegetation.
- Soil Moisture and Temperature: Monitored using passive and active microwave sensors.

#### **Data Sources:**

- **Satellite Platforms**: Commonly used satellites include Landsat, MODIS, Sentinel-2, and SMAP.
- **Temporal Coverage**: Satellite data provides frequent revisits (e.g., daily to weekly), allowing for continuous monitoring.

# **Integration with Flux Tower Data:**

- **Data Fusion**: Combining flux tower data with satellite observations enhances the spatial representativeness of NEE measurements.
- Validation: Satellite-derived indices are validated against ground-based measurements to ensure accuracy.

# Applications:

- **Scaling NEE Estimates**: Satellite data helps extrapolate point measurements from flux towers to larger spatial scales.
- Monitoring Crop Growth: Continuous monitoring of crop growth and health, informing management practices.

# 4.4 Proprietary Algorithms and Machine Learning

CarbonSpace employs proprietary algorithms and machine learning techniques to enhance NEE estimation, leveraging high-frequency data from flux towers and extensive spatial data from satellites. These advanced techniques provide robust and accurate estimates of carbon fluxes. Key aspects include:

# **Algorithm Development**:

- Data Processing: Proprietary algorithms preprocess and clean data, correcting for sensor errors and environmental factors.
- Model Calibration: Models are calibrated using historical data to ensure they
  accurately capture the dynamics of CO2 fluxes.

#### **Machine Learning Models:**

- Random Forest (RF): An ensemble learning method that constructs multiple decision trees for robust predictions.
- **Support Vector Machine (SVM)**: A supervised learning model that classifies data by finding the optimal hyperplane separating different classes.
- **Neural Networks**: Deep learning models that capture complex, non-linear relationships in the data.

#### Implementation:

- Training and Validation: Models are trained on a subset of data and validated on independent datasets to prevent overfitting and ensure generalizability.
- **Feature Selection**: Key features (e.g., NDVI, EVI, soil moisture, temperature) are selected based on their relevance to NEE.

#### Advantages:

- **Enhanced Accuracy**: Machine learning models improve the precision of NEE estimates by capturing complex interactions among variables.
- **Scalability**: These models can process large datasets from multiple sources, providing scalable solutions for carbon monitoring.

# **Calculation Example: NEE Estimation**

Using the data from flux towers and satellite observations, a machine learning model can estimate NEE. For instance, consider the following inputs:

- **GPP (Gross Primary Production)**: Measured by flux towers and validated with NDVI/EVI from satellite data.
- Reco (Ecosystem Respiration): Derived from soil temperature and moisture data.

The model combines these inputs to estimate NEE:

If GPP is measured at 25 tCO2/ha/year and Reco is measured at 20 tCO2/ha/year:

$$NEE = 20 - 25 = -5 \text{ tCO}_2/\text{ha/year}$$

This negative NEE value indicates that the ecosystem is acting as a net carbon sink, absorbing 5 tCO2/ha/year.

By integrating flux tower measurements, satellite data, and advanced algorithms, this methodology ensures accurate and reliable estimation of NEE, supporting the quantification of carbon sequestration in regenerative agriculture systems using industrial hemp.

# 5. Quantification of Carbon Sequestration

#### **5.1 Calculation of Carbon Content in Biomass**

The quantification of carbon sequestration in industrial hemp biomass is determined using Net Ecosystem Exchange (NEE) measurements, as detailed in Section 4. This approach leverages continuous data collection from flux towers and satellite data integration to accurately estimate the amount of CO2 captured by the hemp plants during the growing season.

# Net Ecosystem Exchange (NEE).

Definition: NEE represents the net balance of carbon absorbed by plants through photosynthesis (Gross Primary Production, GPP) and carbon released back to the atmosphere through ecosystem respiration (Reco).

Formula:

$$NEE = Reco - GPP$$

A negative NEE value indicates net carbon uptake by the ecosystem, while a positive value indicates net carbon release.

#### **Data Collection:**

- Flux Towers: Equipped with sensors to measure CO2 fluxes at high frequencies, capturing real-time data on carbon exchange between the ecosystem and the atmosphere.
- Satellite Data: Provides additional spatial and temporal resolution, helping to validate and scale up the measurements obtained from flux towers.

Example Calculation:

Assume the following values are obtained from the flux tower and satellite data:

- GPP: 30 tCO2/ha/year (carbon uptake through photosynthesis)
- Reco: 25 tCO2/ha/year (carbon released through respiration)

The NEE is calculated as:

$$NEE = 25 - 30 = -5 \text{ tCO2/ha/year}$$

This negative value indicates that the hemp biomass has sequestered 5 tCO2/ha/year.

#### 5.2 Estimation of Net CO2 Removal

Estimating net CO2 removal involves accounting for the total carbon sequestration as determined by NEE measurements and subtracting any emissions associated with the cultivation, transportation, and processing of hemp.

#### **Total Carbon Sequestered:**

 The total amount of carbon sequestered is directly obtained from the NEE calculations.

#### **Associated Emissions:**

- Emissions from Cultivation: Includes fuel use for machinery, emissions from fertilizers and other inputs. For example, assume emissions are 1.5 tCO2/ha/year.
- Emissions from Transportation: Emissions associated with transporting biomass. Assume 0.3 tCO2/ha/year.
- Emissions from Processing: Emissions from processing the biomass into various products. Assume 0.2 tCO2/ha/year.

Net CO2 Removal Calculation

Net CO2 Removal = Total Carbon Sequestered (NEE) - Associated Emissions

Using the example values:

Net CO2 Removal = 
$$5 - (1.5 + 0.3 + 0.2) = 5 - 2 = 3 \text{ tCO2/ha/year}$$

This calculation indicates that the net carbon removal, after accounting for all associated emissions, is 3 tCO2/ha/year.

#### 5.3 Monitoring, Reporting, and Verification (MRV) Protocols

Robust MRV protocols are essential to ensure the accuracy, transparency, and credibility of the carbon sequestration claims. The MRV process involves continuous monitoring, systematic reporting, and independent verification.

#### **Monitoring:**

- Continuous Data Collection: Utilizing flux towers and satellite data to continuously measure and monitor CO2 fluxes. This provides real-time insights into the carbon dynamics of the hemp fields.
- Data Validation: Ensuring data quality through regular calibration of sensors and validation against independent measurements.

# Reporting:

- Periodic Reports: Preparation and submission of detailed reports on carbon sequestration progress, including NEE measurements, associated emissions, and net CO2 removal calculations.
- Transparency: Providing clear, accessible reports to stakeholders, ensuring that all data and methodologies are openly shared.

#### Verification:

- Third-Party Verification: Engaging independent verification bodies to audit the MRV process and validate carbon sequestration claims. The CarbonSpace digital Measurement, Reporting, and Verification (dMRV) tool, verified by Control Union according to ISO 14064-3 standards, is used for this purpose.
- Site Visits: Conducting regular site visits to ensure compliance with the methodology and to verify the accuracy of data collection and reporting processes.
- Certification: Upon successful verification, issuing carbon credits (CRUs) that represent the validated carbon sequestration achieved by the project.

#### **Example Verification Steps:**

- 1. Data Collection: Gather continuous NEE data from flux towers and satellite observations.
- 2. Data Analysis: Analyze the data using proprietary algorithms to estimate carbon sequestration.
- 3. Reporting: Prepare detailed reports summarizing the findings and methodologies used.
- 4. Third-Party Audit: Independent auditors review the reports and conduct site visits.
- 5. Certification: Issue carbon credits based on the verified net CO2 removal.

By following these MRV protocols, regenerative agriculture projects using industrial hemp can ensure that their carbon sequestration efforts are accurately quantified, transparently reported, and reliably verified, thereby enhancing the credibility and marketability of the resulting carbon credits.

# 6. Carbon Credit Durability

# 6.1 Contractual Agreement: 10-Year Durability

Carbon credit durability refers to the guaranteed period during which carbon sequestration benefits are maintained. In the context of regenerative agriculture using industrial hemp, this contractual agreement is a 10 year commitment.

#### 10-Year Contract:

- Medium-Term Commitment: Farmers and project developers commit to maintaining regenerative practices for a minimum of 10 years.
- Carbon Sequestration Monitoring: Continuous monitoring and reporting of carbon sequestration throughout the contract duration.
- **Intermediate Durability**: Provides a balance between flexibility for farmers and assurance for carbon credit buyers.

# **Example Calculation:**

If a project sequesters 5 tCO2/ha/year, the total sequestration over 10 years is:

5 tCO2 / ha / year x 10 years = 50 tCO2 / ha

# 7. Research and Development Needs

# 7.1 Current Challenges and Technological Gaps

Implementing regenerative agriculture using industrial hemp presents several challenges and technological gaps that need to be addressed to maximize carbon sequestration and ensure sustainability.

#### **Measurement and Verification:**

- Accuracy of NEE Measurements: Current methods for measuring Net Ecosystem Exchange (NEE) can be affected by sensor errors, environmental conditions, and data processing techniques. Ensuring high accuracy and reliability in NEE measurements remains a significant challenge.
- Data Integration: Integrating data from various sources (flux towers, satellites, soil samples) to create a coherent and accurate picture of carbon sequestration is complex and requires advanced data processing capabilities.

#### **Agronomic Practices:**

- **Hemp Varietal Performance**: Different hemp varieties have varying growth rates, biomass yields, and carbon sequestration capacities. Research is needed to identify the most effective varieties for different environmental conditions.
- **Soil Health Management**: Understanding the long-term impacts of hemp cultivation on soil health, including nutrient cycling, microbial activity, and soil organic matter, is crucial for sustainable practice.

#### **Environmental Factors:**

- Climate Variability: Fluctuations in weather patterns, including temperature and precipitation, can affect hemp growth and carbon sequestration rates.
   Developing climate-resilient agronomic practices is essential.
- Pest and Disease Management: Effective, sustainable methods for managing pests and diseases in hemp cultivation need further research and development.

#### **Economic and Policy Barriers:**

- Cost of Implementation: High initial costs for equipment, seeds, and other inputs can be a barrier for farmers. Finding ways to reduce these costs or provide financial support is critical.
- Regulatory Hurdles: Navigating complex regulatory landscapes for carbon credits, hemp cultivation, and environmental compliance can be challenging.

# 7.2 Opportunities for Innovation and Improvement

Addressing the challenges and gaps presents several opportunities for innovation and improvement in regenerative agriculture using industrial hemp.

#### **Advanced Monitoring Technologies:**

- Remote Sensing Innovations: Develop advanced remote sensing technologies and algorithms to improve the accuracy of satellite data for monitoring biomass growth, soil health, and carbon sequestration.
- **Improved Sensors**: Invest in the development of more robust and accurate sensors for flux towers to enhance NEE measurement reliability.

#### **Agronomic Innovations:**

- **Hemp Breeding Programs**: Establish breeding programs to develop hemp varieties with optimized growth rates, biomass yields, and carbon sequestration capacities for different climates and soils.
- Soil Health Enhancements: Explore innovative soil amendments and management practices that enhance soil health and boost carbon sequestration, such as biochar applications and organic fertilizers.

#### **Integrated Pest Management (IPM):**

- Biological Controls: Research and develop biological pest control methods, such as introducing beneficial insects and microorganisms, to reduce reliance on chemical pesticides.
- Disease-Resistant Varieties: Develop and promote hemp varieties that are resistant to common diseases, reducing crop losses and improving yield stability.

#### **Economic and Policy Innovations:**

- Cost Reduction Strategies: Investigate methods to reduce the costs of implementing regenerative agriculture practices, such as bulk purchasing programs, subsidies, and cost-sharing arrangements.
- Policy Support: Advocate for supportive policies and regulations that incentivize carbon sequestration and provide clear guidelines for hemp cultivation and carbon credit verification.

#### 7.3 Priorities for Future Research

Future research should focus on areas that address the current challenges, leverage opportunities for innovation, and support the widespread adoption of regenerative agriculture using industrial hemp.

#### **Enhanced Measurement and Verification:**

- NEE Measurement Techniques: Develop and validate new techniques for measuring NEE that improve accuracy and reduce uncertainties, including the use of machine learning and artificial intelligence for data analysis.
- Data Integration Models: Create robust models for integrating data from multiple sources (e.g., flux towers, satellites, soil samples) to provide a comprehensive understanding of carbon sequestration dynamics.

# Agronomic Research:

 Varietal Trials: Conduct extensive field trials to identify the best-performing hemp varieties for different regions and environmental conditions, focusing on yield, carbon sequestration, and resilience. • Soil Health Impact Studies: Investigate the long-term effects of hemp cultivation on soil health, including changes in soil organic matter, microbial communities, and nutrient cycling.

#### Climate Resilience:

- Adaptive Practices: Develop adaptive agronomic practices that enhance the resilience of hemp cultivation to climate variability, such as drought-resistant varieties and water-efficient irrigation systems.
- Climate Impact Modeling: Use climate models to predict the impacts of future climate scenarios on hemp growth and carbon sequestration, informing adaptive management strategies.

#### **Example Research Initiative:**

A research initiative could focus on developing a new hemp variety optimized for carbon sequestration and soil health improvement. The initiative would involve:

- Genetic Analysis: Identifying genetic markers associated with high biomass yield and disease resistance.
- **Field Trials**: Conducting multi-site trials to evaluate the performance of the new variety under different environmental conditions.
- Carbon Sequestration Measurement: Using advanced monitoring techniques to measure the carbon sequestration potential of the new variety.
- Economic Analysis: Assessing the cost-effectiveness and market potential of the new variety.

By prioritizing these areas, future research can address existing challenges, drive innovation, and promote the adoption of regenerative agriculture practices using industrial hemp, ultimately contributing to sustainable development and climate change mitigation.

#### 8. References

#### **Academic and Scientific Publications**

- 1. **Brown, P., & Smith, J. (2020).** "The Role of Industrial Hemp in Carbon Sequestration: A Review." *Journal of Sustainable Agriculture*, 45(3), 245-263.
  - This review paper discusses the potential of industrial hemp for carbon sequestration, focusing on its high biomass yield and rapid growth rate.
- 2. **Johnson, K., & Williams, A. (2019).** "Carbon Storage in Biomass: Measurement and Monitoring." *Soil Science and Plant Nutrition*, 65(2), 150-160.
  - This study explores methods for measuring carbon storage in biomass, including the use of Net Ecosystem Exchange (NEE) for accurate carbon flux assessment.
- 3. **Lynch, D., & Goldstein, D. (2021).** "Monitoring Net Ecosystem Exchange with Flux Towers and Satellite Data." *Environmental Monitoring and Assessment*, 193(4), 250-270.
  - This paper provides an in-depth analysis of methods for measuring NEE using flux towers and integrating satellite data for comprehensive carbon monitoring.
- 4. **Martinez, J., & Lee, S. (2020).** "Economic Feasibility of Regenerative Agriculture Practices in Hemp Cultivation." *Agricultural Economics*, 51(5), 563-578.
  - This economic analysis examines the cost-benefit ratios of implementing regenerative agriculture practices specifically for industrial hemp.
- 5. **Nguyen, T., & Zhao, X. (2018).** "Advancements in Remote Sensing for Agricultural Monitoring." *Remote Sensing Applications*, 8(12), 145-158.
  - This publication details the latest advancements in remote sensing technologies and their applications in agricultural monitoring and carbon sequestration.

#### **Government and Regulatory Reports**

- 6. **U.S. Department of Agriculture (USDA). (2021).** "Regenerative Agriculture and Carbon Sequestration: Policy and Practice." USDA Publication No. 2021-456.
  - A comprehensive report on the policies and practices supporting regenerative agriculture in the United States, with a focus on carbon sequestration benefits.
- 7. **European Commission. (2022).** "The European Green Deal: Supporting Regenerative Agriculture and Carbon Farming." European Commission Report No. 22-104.
  - This report outlines the European Union's policies and incentives for promoting regenerative agriculture practices as part of the European Green Deal.

# **Technical and Industry Reports**

- 8. **CarbonSpace. (2023).** "Digital Measurement, Reporting, and Verification (dMRV) Tool: Third-Party Verified by Control Union." CarbonSpace Technical Report, Version 3.2.
  - This technical report describes the CarbonSpace dMRV tool, its functionalities, and the third-party verification process according to ISO 14064-3 standards.
- 9. **Hemp Carbon Standard (HCS). (2022).** "Industrial Hemp for Carbon Sequestration: Methodologies and Applications." HCS Methodology Document, Version 2.1.
  - This document provides detailed methodologies for using industrial hemp in carbon sequestration projects, including case studies and best practices.

# **Books and Book Chapters**

- 10. **Lehman, J., & White, R. (2017).** "Regenerative Agriculture: Theory and Practice." In *Advances in Sustainable Agriculture* (pp. 125-140). Springer.
  - This book chapter discusses the theoretical foundations and practical applications of regenerative agriculture, including the use of hemp as a key crop.
- 11. **Meyer, P., & Thompson, L. (2019).** "Sustainable Farming with Hemp." *Handbook of Sustainable Agriculture*, 2nd Edition, Wiley, pp. 312-330.
  - A comprehensive guide to sustainable farming practices with hemp, covering cultivation techniques, economic benefits, and environmental impacts.

#### **Online Resources and Databases**

- 12. World Bank Group. (2021). "Carbon Pricing Dashboard." Online Database
  - An interactive online resource providing information on carbon pricing initiatives around the world, including market trends and policy developments.
- 13. **FAO (Food and Agriculture Organization). (2020).** "The State of Food and Agriculture 2020: Overcoming Water Challenges in Agriculture." <u>FAO Report</u>
  - This report highlights the challenges and solutions for water management in agriculture, relevant to regenerative practices involving hemp.

#### **Case Studies and Project Reports**

- 14. **Dublenko, A. (2023).** "Carbon Sequestration through Hemp Cultivation: Results from the 2023 Program." Internal Case Study Report, Hemp Carbon Standard.
  - A detailed case study report on the carbon sequestration results from the 2023 hemp cultivation program, including data analysis and lessons learned.
- 15. **Tiezen, E. (2023).** "Enhancing Carbon Sequestration with Hemp: A Practical Guide." Field Report, Green Farms Initiative.

 A practical guide and field report on improving carbon sequestration using hemp cultivation, featuring real-world examples and best practices.

This comprehensive list of references supports the methodologies and findings discussed in the regenerative agriculture practices using industrial hemp. These sources provide a robust foundation for further research, development, and implementation of sustainable farming practices that contribute to carbon sequestration and environmental health.

# 9. Appendices

# **Appendix A: Technical Specifications and Data Sheets**

# Flux Tower Specifications:

- Model: EC150, Campbell Scientific
- Height: 3 to 5 meters (adjustable based on canopy height)

#### Sensors:

- CO2/H2O Analyzer: Open-path infrared gas analyzer (IRGA), accuracy ±1%
- Wind Speed and Direction: 3D sonic anemometer, accuracy ±0.1 m/s
- Temperature: Thermocouple, accuracy ±0.1°C
- Humidity: Capacitive sensor, accuracy ±2%

#### **Satellite Data Specifications:**

#### Sentinel-2:

- Spatial Resolution: 10 meters (visible and near-infrared), 20 meters (shortwave infrared)
- Temporal Resolution: 5 days
- Spectral Bands: 13 bands (visible, near-infrared, shortwave infrared)

#### **Biomass Monitoring Equipment:**

- Portable Gas Exchange System: For in-situ measurements of photosynthesis and respiration rates.
- Spectroradiometer: Used for ground-truthing satellite data by measuring reflectance of vegetation and soil.
- Data Logger: High-capacity, multi-channel data logger for continuous recording of environmental data from sensors.

# **Appendix B: Sample Calculation Worksheets**

#### **Worksheet 1: NEE Calculation:**

Step 1: Collect continuous CO2 flux data using flux towers.

Step 2: Integrate satellite data (Sentinel-2) for spatial resolution and validation.

Step 3: Calculate Gross Primary Production (GPP) and Ecosystem Respiration (Reco) using collected data.

Step 4: Compute NEE:

$$NEE = Reco - GPP$$

Example:

Assume GPP is 30 tCO2/ha/year and Reco is 25 tCO2/ha/year:

$$NEE = 25 - 30 = -5 \text{ tCO2/ha/year}$$

#### **Worksheet 2: Carbon Credit Calculation:**

Step 1: Calculate the total number of credits generated based on net CO2 removal.

Example:

For a project area of 100 hectares and net CO2 removal of 3 tCO2/ha/year:

Total Credits =  $3 \text{ tCO2/ha/year} \times 100 \text{ ha} = 300 \text{ tCO2/year}$ 

Step 2: Document the calculation process and prepare for verification.

# **Appendix C: List of Approved Monitoring and Verification Agencies**

#### **Control Union Certifications:**

Contact Information:

Address: PO Box 161, 8000 AD Zwolle, Netherlands

Phone: +31 38 426 0100

Website: [www.controlunion.com](http://www.controlunion.com)

Services: Third-party verification of carbon sequestration projects, ISO 14064-3

certification, sustainability audits.

#### Trusted Carbon:

Contact Information:

Address: 85 Great Portland Street, London, W1W 7LT

Website: [ https://trustedcarbon.org ]

Services: Certification of carbon credits, project validation, methodology

development, and MRV services.

By including these technical specifications, calculation worksheets, and a list of approved monitoring and verification agencies, this appendix ensures that all necessary tools and resources are available for accurately measuring, verifying, and reporting the carbon sequestration benefits of regenerative agriculture projects using industrial hemp.