



Council of the European Union
General Secretariat

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MEETING DOCUMENT

From:	General Secretariat of the Council
To:	Working Party on the Environment
Subject:	Non-ETS (LULUCF): follow-up to WPE 10 July - Presidency presentation

As a follow-up to the WPE on 10 July delegations will find attached a presentation given by the Presidency during the meeting.

Changes in the text

- **Article 3 point (fa)** -> moved from article 8
- **Article 8 par 2a** -> new compensation mechanism
 - change in recital 9 and 9a
 - change in Article 12 (b)
 - change in recital 15
- **Article 8 par 5 to 7a** -> improved governance provision
- **Article 9** -> harvested wood products as cross-net
- **Recital 7** -> mistake, has to be „contributes**s**“.
- **Recital 15** -> for clarification



Compensation mechanism

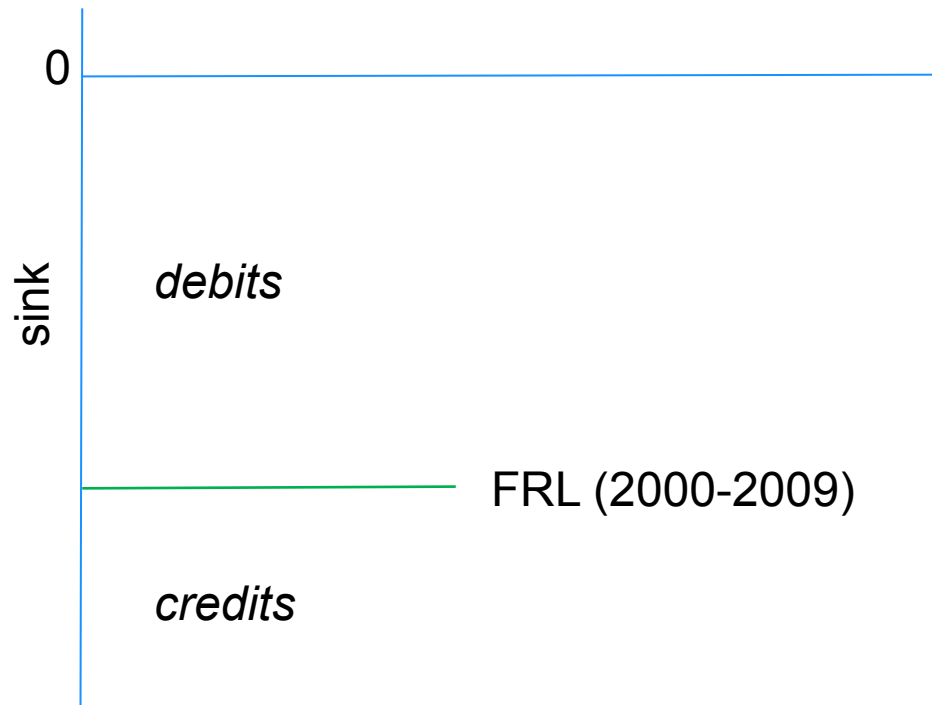
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Balance between:

Transparency and Fairness

As long as forests are managed
sustainably.

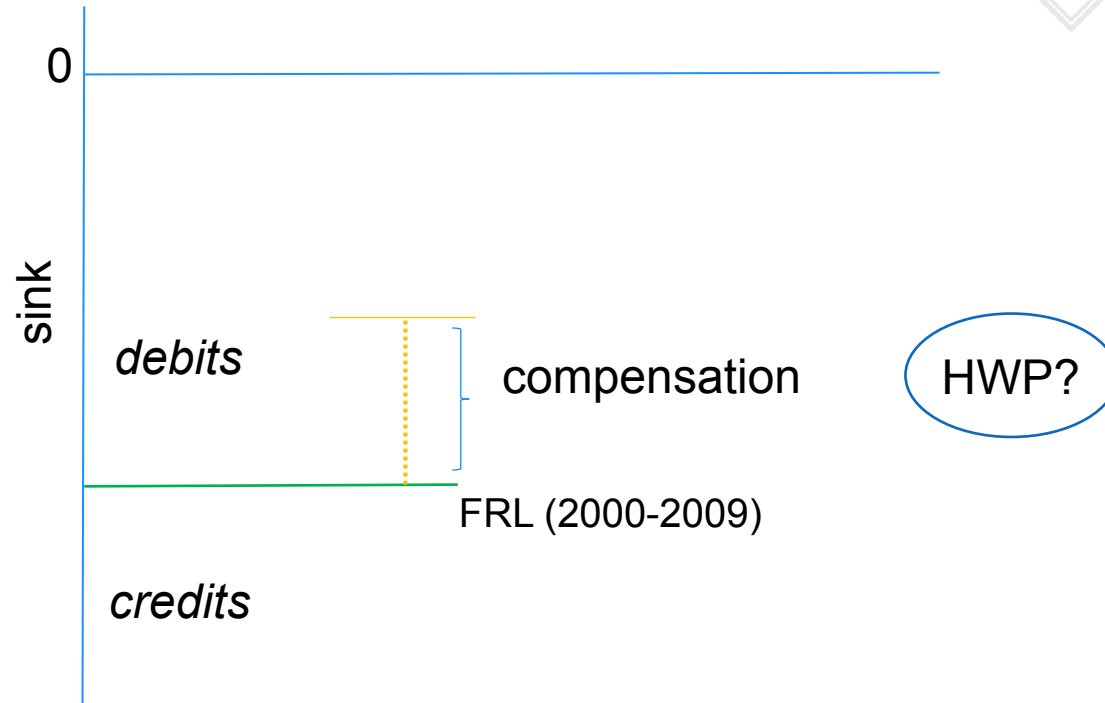
Starting point



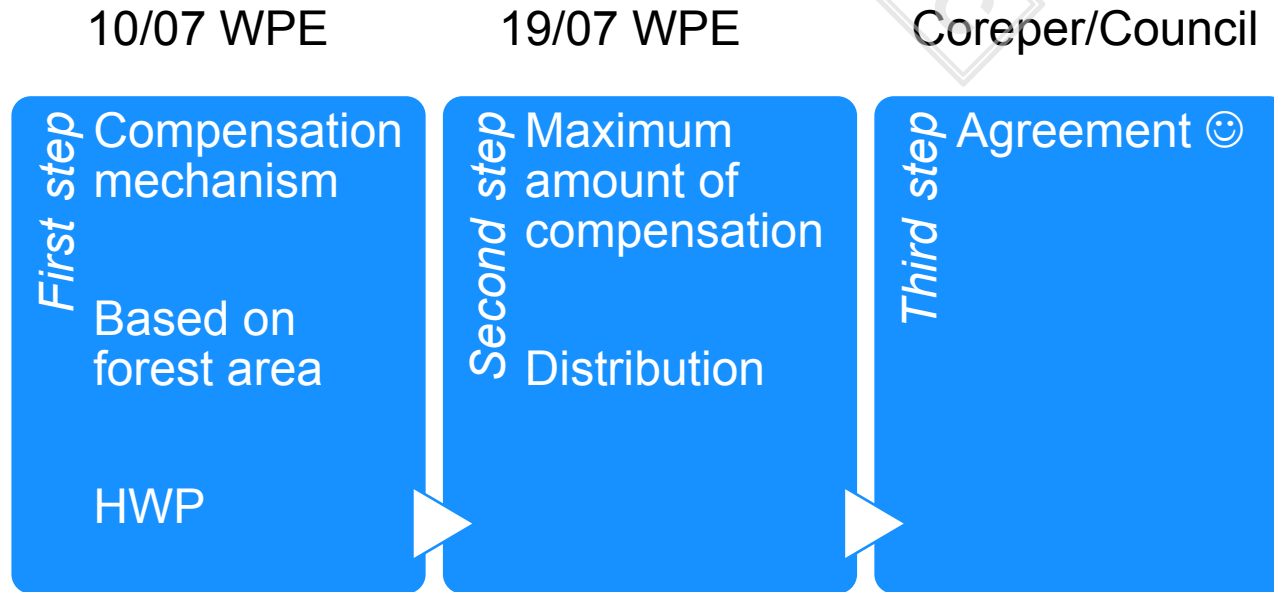
Compensation



$$\text{Compensation} \leq FRL \times \frac{\text{forest land}}{\text{total land area}}$$



Way forward



Key questions for today



1. Can you agree to a compensation mechanism as such?
2. Should the compensation mechanism be based on forest area?
3. HWP – cross-net or against FRL



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