Feedback to Illustrative Exercise 2: Calculation and Distribution of Offsetting Requirements in CORSIA

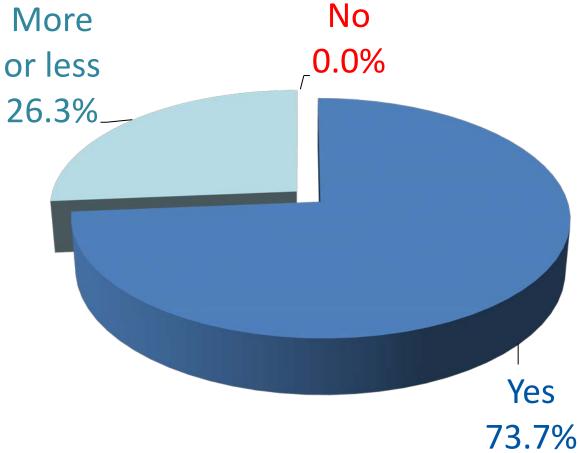
ICAO Secretariat





Exercise 2 - Feedback from Facilitators

• Was there a better understanding of the: Calculation and Distribution of Offsetting Requirements in CORSIA after the presentation and exercise?





Exercise 2 - General Comments / Feedback

- The exercise was very useful for the understanding of the rules and calculation formula in A39-3 for the distribution of offsetting requirements to individual operators.
- Group discussions led to a clearer understanding of the 2019-2020 average baseline emissions to be changed over time, due to participation of new States and the change in route-based coverage.
- Also, a clear understanding of the sectoral growth factor to be changed over time, due to the change in route-based coverage.
- There was interest in understanding more on how 100% sectoral approach will be combined with individual approach.



Exercise 2 - Group Discussions / Challenges

Baseline

- o It was clarified that the baseline of 2019-2020 average emissions need to change over time, as participation of States in CORSIA (and route-based emissions coverage) change over time.
- The baseline will not be affected by a new entrant operator joining CORSIA from 2021 onward, since the baseline is 2019-2020 average levels of emissions.

Growth Factor

- The difference between the CORSIA's "growth factor" and the generally-used term "growth rate" was clarified:
 - ✓ The <u>growth factor</u> is the percent increase in the amount of emissions from the baseline to a given future year, <u>compared to the emissions in that given future year</u>.
 - ✓ Generally, the term <u>growth rate</u> refers to the percent increase in the amount of emissions from the baseline to a given future year, <u>compared to the baseline emissions</u>.



Exercise 2 - Group Discussions / Challenges (cont.)

Total Emissions

- The need for knowing total emissions from international aviation (not only the emissions covered by CORSIA) was clarified, such as:
 - 1. To assess the <u>overall emissions coverage</u> of CORSIA, and <u>track progress</u> in achievement of the aspirational goal of <u>carbon neutral growth from 2020</u>.
 - 2. It helps the international operators to track its emissions to check how they are doing.
 - 3. Even <u>if a State is not participating</u> in CORSIA, their <u>aircraft operators may fly routes that are covered</u> under CORSIA and will need to be reported.
 - 4. As additional States participate in the offsetting requirements of CORSIA, the <u>baseline used for the</u> <u>calculation of growth factor and offsetting requirements will be affected</u>, and that information will need to be provided to calculate the baseline from 2019-2020 emissions data.
 - 5. <u>Capacity building and "readiness"</u> of operators and States.



Exercise 2 - Suggested Improvements

- More/continued capacity building and training is needed.
- Ensure the use of simple language for better understanding of the Resolution and SARPs, including the formula.
- Provide a clearer explanation for the concept of growth factor vs growth rate.
- Emphasize the importance of timely availability of the sectoral growth factor.
- Provide an information /data flow chart.