

Institute for European Environmental Policy

The Renewable Energy Directive (2009/28/EC) – Development, implementation and the question of bioenergy

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Timeline for Development

2005 – Commission Communication – winning the battle against climate change - EU's future climate change strategy

Jan – 2007 - Limiting Global Climate Change to 2° Celsius: The way ahead for 2020 and beyond - Proposed targets on emissions reductions and renewables

March 2007 – Council approve high level targets

Jan 2008, Commission presented legislative proposals to achieve these targets: Climate Action and Renewable Energy Package (CARE)

Trilogue negotiations – Only one reading of the texts in the EP First and final reading in the EP of RED – 17 Dec, previously amendments adopted by ITRE in May and Sept 2008. Strong EP on RED

Dec 2008 – New CARE Directives approved – timing pushed to deliver a platform for Copenhagen

Jan 2009 – New legislation published in the official journal

- Effort sharing Decision 406/2009/EC
- •Review of the EU ETS Directive 2009/29/EC
- •Renewable Energy Directive 2009/28/EC
- •CCS Geological storage of Carbon Dioxide Directive 2009/31/EC
- •Emissions performance standards for cars Regulation EC/443/2009
- •Reducing GHG from transport fuels Directive 2009/30/EC

Renewable energy Directive



Renewable electricity Directive (2001/77/EC)

- Indicative targets
- -12 per cent by 2010 renewable electricity
- Highly variable support and success in delivering renewable electricity
- Anticipation that 2010 target would be missed

Renewable transport fuel Directive (2003/30/EC)

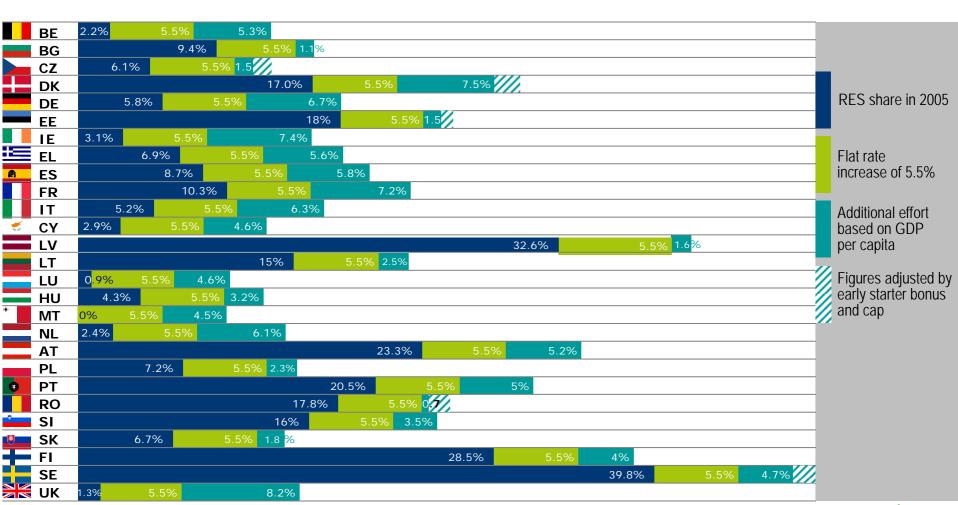
- Indicative targets
- 5.75 per cent in 2010
- Anticipated to be missed and rising concerns about multiplicity of schemes for biofuel sustainability

New Renewable Energy Directive

- 20 per cent by 2020 of energy from renewable sources
- 20 per cent differentiated across MS
- 10 per cent of all transport fuels from renewable sources, applies to all equally NOTE this is not a biofuels target!!
- Covers electricity, heat and transport
- Binding target extension of EU competence
- Environmental criteria for bioliquids and biofuels

Sharing out the 20%





Key aspects to the Directive



- Renewable energy Directive targets considered most challenging to meet by majority of MS
- Directive requires binding targets and indicative trajectories ie to show you are on route there
- MS can use flexibility under the Directive to meet targets:
 - Statistical transfer potential power shifts
 - Joint projects (other MS and third countries)
- National Renewable Energy Action Plans Key to monitoring and basis for transfer
 - Commission Guidance published (see note)
 - Forecast documents Dec 2009 First time we understand where the power lies
 - NREAPs June 2010
- Guarantees of origin offer opportunity to track what source MS will use

Why the interest in biomass



- Biomass opportunity
 - New power sources and diversify supply energy security
 - Offers opportunity to deliver renewables in areas difficult to address otherwise ie heat and transport
 - Offers opportunity to rapidly expand renewable usage and to deliver incremental change eg cofiring
 - Offers emission reductions and other potential benefits IF cultivated and processed correctly
- Biomass risks
 - Agricultural production is expanding, risk increased food prices, expansion into biodiverse lands, degradation of land, competition for water supply
 - Release of Carbon stored in soils and biomass
 - Increases value of land, displacement and social problems

Challenge – It all depends on where they are grown, what was there before, how cultivation is undertaken and how the fuel is processed

Biomass in RED



- RED (Art 17.) contains environmental criteria intended to help ensure the Directive delivers responsible bioliquids
 - Protection of highly biodiverse areas (forest, grassland and protected areas)
 - Protection of land with high carbon stocks (peat lands)
 - Requirement to deliver 35% emission reduction, rising to 50% (Jan 2017)
- Requirements to report on impacts 2012
 - National measures taken on sustainability criteria inc soil, water and air protection
 - Impact on food prices
 - Effectiveness on information on sustainability
 - Feasibility of mandatory standards on air, soil and water



Next Steps/Gaps



- No criteria on Biomass
 - proposals due early 2010
 - Forestry Directive??
- ILUC!!!
 - Major gap in delivering emission reductions
 - proposals March 2010?
 - How can this be ensured consultation before Christmas
 - Misconception of free, idle or underused land
- Lack of understanding on how to deliver the criteria and division over what they mean – maps are not enough
- Comitology
 - Finalisation of criteria on highly biodiverse grasslands (with scrutiny)
 - Verification (Advisory)

Why is this so important?



- This is not just a biofuels question, but one of production of biomass more generally and increasing demand for land
- Biofuels and biomass pushed the bounds on this as, in the EU, they are motivated by GHG saving
- We are not the only block looking to bioenergy, but our trading power means we can help dictate the path of the market for the better
- Biofuels will happen with or without the EU, need to make a positive intervention
- Potential to deliver more sustainable supply chains for bioproducts

Key opportunities



- Monitoring implementation
 - NREAPs
 - Forecast documents
 - performance towards trajectories
- Holding the Commission to account on its promised reporting – key to understanding impacts
- Addressing the bioenergy
 - Improving sustainability criteria for biofuels
 - Robust verification
 - Approach to biomass sustainability
 - Reporting on impacts
 - ILUC



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Thank you

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