

Towards a Low Carbon Future in Brazil: Voluntary Goals for 2020

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Global Picture (Heller, 2009)

Global GHG Emissions in 2005 = 45 Gt CO₂eq

- BAU in 2020 = 61 Gt CO₂eq
- Pathway to long-term stabilisation of GHG concentration at 450 ppm (overshoot with concentration peak at 510 ppm, emissions peak around 50 Gt CO₂eq in 2015), 40-60% probability to limit temperature increase to 2 °C
- -> Global Emissions in 2020 = 44 Gt CO₂eq Prospects for abatement of 17 Gt CO₂eq in 2020:
- 5 Gt from Annex I domestic efforts
- 3 Gt from flexibility mechanisms
- 3 Gt from NAI own voluntary goals
- 6 Gt from additional NAI efforts (NAMAs)

Brazil's GHG Emissions and Mitigation Actions in 2020

GHG Emissions / Mitigation Actions Million tons CO ₂ eq/y	2005 Data	2020 BAU	2020 Mitigation Scenario	Reduction in 2020 M t CO ₂ eq	Reduction / BAU Total in 2020 - %
Land Use Change	1268	1084	415	669	24.7%
Agriculture/Husbandry	487	627	461 – 494	133 – 166	4.9 - 6.1%
Energy	362	901	694 – 735	166 – 207	6.1 – 7.7%
Others	86	92	82 - 84	8 – 10	0.3 – 0.4%
TOTAL	2203	2703	1652 – 1728	975 – 1052	36.1 – 38.9%

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Land Use Change	1268	1084	415	669	24.7%
REDD (Amazon)				564	20.9%
REDD (Savannah)				104	3.9%
Agriculture / Husbandry	487	627	461 - 494	133 - 166	4.9 – 6.1%
Pastures Recovery				83 – 104	3.1 – 3.8%
Agroforestry schemes				18 – 22	0.7 – 0.8%
Low / Zero tillage				16 – 20	0.6 – 0.7%
Biological nitrogen fixation				16 – 20	0.6 – 0.7%

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Energy	362	901	694 - 735	166 - 207	6.1 – 7.7%
Energy Efficiency				12 – 15	0.4 - 0.6%
Biofuels Increase				48 - 60	1.8 – 2.2%
Hydropower Increase				79 – 99	2.9 – 3.7%
Renewable power (SHPs, Biomass, Wind)				26 - 33	1.0 – 1.2%
Others	86	92	82 - 84	8 - 10	0.3 – 0.4%
Industrial Processes	37				
Waste	49				
Renewable Charcoal				8 - 10	0.3 – 0.4%

Energy Trends (Total CO2 Emissions from the Energy System)



Next Steps : Monitoring and Reporting

- Total emissions in 2020 : from 22.6% growth in BAU to 22-26% decrease compared to 2005 (from 62% to 21-27% increase compared with 1990)
- Forest protection : mostly domestic efforts
- Amazon deforestation in BAU 2020 = 1996-2005 average = 1.95 M ha /year
- Amazon deforestation in 2007 = 1.2 M ha
- Amazon deforestation in 2008 = 0.7 M ha
- Mitigation scenario 2020 = 0.4 M ha / y

Next Steps :

Monitoring, Reporting and Verification

- Energy emissions growth = 3.5% p/y in 1990-2005 with GDP at 2.6% p/y
- Elasticity En.Em/GDP = 1.35 in 1990-2005
- Energy emissions in BAU 2020 = 2.5 x emissions in 2005 (6.3% per year)
- Official GDP growth targets : 4 to 6% p/y
- Elasticity En.Em/GDP in 2005-2020 = 1.05 to 1.57 (with 4.7% p/y of GDP growth, elasticity = 1.35 as in 1990-2005)
- Financial support to NAMAs

Brazil's NAMAs Deviation from BAU emissions in 2020



National Policy on Climate Change

- Política Nacional sobre Mudança do Clima PNMC (Law 12187/2009) is the regulatory framework of national efforts on climate mitigation and adaptation that sets:
- MRV of Brazil 's NAMAs targets and future sectoral mitigation and adaptation plans
- Economic instruments: tax and credit subsidies and carbon markets to accomplish targets
- Governance instruments: policy-making structure that includes scientific, civil society and governmental institutions
- It is under implementation and needs further adjustments to take care of additional governance arrangements (autonomous agency?) to align MRV efforts and sectoral plans with economic instruments

REDD Regulation (1)

The so well-publicized REDD low cost estimates (+/- US\$ 5 /t eq CO2) do not account for property right valuation that affect deforestation decisions and REDD + needs to be carefully designed



Source: Margulis and Dubeux, 2010

REDD Regulation (2)

□Apart from the current successful monitoring and regional policies, deforestation control in Brazil will need to rely on REDD + mechanisms and Brazil is currently designing its national REDD Regime

The regulatory framework aims to be compatible with other regulation on forests, biodiversity and climate change and sets payment incentives that increases permanence and reduces leakage

□The various current REDD experiments have adopted distinct MRV and payment schedule approaches and lessons drawn indicated that challenges are how to align:

Current MRV trends and UNFCC initiatives
Offsetting and funding mechanisms
Incentives payments with social needs

Thank you