## Energy Policy – Interactions with Forestry Sector

### Riga, 17-19 October Jean-Christophe Füeg UNECE Committee for Sustainable Energy Swiss Federal Office of Energy

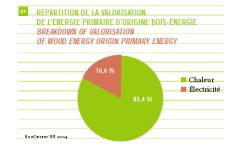
# Energy Policy – "3 E's"

- Energy Security of Supply
  - Diversification (fuels and geographic sources)
  - Demand-side management
  - Infrastructure, transit
- Economic Efficiency
  - Market reform, competition, efficient pricing
  - International trade
- Environment
  - Local pollution
  - Climate Change

### **Fuelwood Market Analysis**

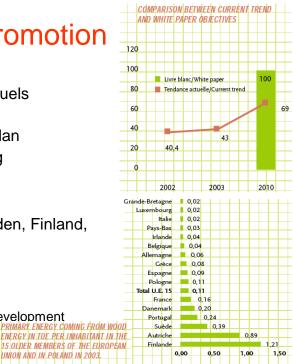
#### • Energy use

- Type: Heat, electricity, cogeneration
- End-use sector: Residential, communal, industrial
- Systems: Decentralised, autoproducer, district heating
- Energy prices & taxes
  - Fuel competition (heating oil, natural gas, electricity/heat pumps)
  - "Indirect" competition: e.g. existing infrastructure (gas network); environmental urgency (hydropower)
  - Energy & CO2 taxes



# **Biomass Promotion**

- EU
  - Renewables, biofuels
  - CHP
  - Biomass action plan
  - Emissions trading
  - Energy taxation
- National policies
  - Precursors (Sweden, Finland, Austria...)
  - Policy drivers
    - Energy policy
    - Fiscal policy
    - Regional, local development PRIMARY ENERGY COMING FROM WOOD
    - Employment



# **Policy instruments**

- Targets & timetables
- Renewables promotion (tariffs, quota, tenders)
- Energy tax reform internalising externalities
- CO2 mitigation (e.g. cap & trade)
- RD&D
- · Investment subsidies for biomass installations
- Information, advice, training (image, decisionmakers, market players)

### Sector Interaction (incomplete)

