

Ministry of Environmental Protection and Regional Development Republic of Latvia

# Latvia's challenges and achievements towards low carbon and climate resilient development

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**Baltic Pathway Towards Low Carbon and Climate Resilient Development** 

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# **Content / Latvia's Challenges**

- #1 Climate change awareness
- #2 Climate change mitigation
- #3 Adaptation to climate change
- #4 Perception & behaviour





## Latvia's climate change policy and its context





**United Nations**Framework Convention on Climate Change













- Sustainable Development
   Strategy of Latvia until 2030
- National Development Plan of Latvia for 2014–2020
- Latvia's national reform programme for EU2020 strategy implementation
- Environmental Policy Guidelines 2014-2020

& currently working on:

- Latvia's Low Carbon
   Development Strategy 2050
- Latvia's National Adaptation Strategy 2030

+

- Sectoral policies
- Regional /local policies



## 1# Climate change awareness in Latvia

- Many in Latvia don't believe in climate change.
- Some are even of an opinion that it is something positive (because they don't like cold winters).

#### ... BUT THIS IS NOW CHANGING AS:

- We are providing a lot more information about climate change in Latvia and related risks, communication about climate change is more frequent and more comprehensive.
- There are more and more evidences of climate change in Latvia and for people it is becoming more and more difficult to explain them otherwise than with climate change.



# Main developed communication tools



Climate change analysis tool
www2.meteo.lv/klimatariks/



Special twitter account **@klimatam** 



Special events



Climate portal www.klimatam.lv



Close cooperation with Eco-schools, NGOs etc



Investment projects, especially, GIS



# 2# Climate change mitigation in Latvia

- Latvia in 1990 had very high emissions, low efficiency
- Since then total greenhouse gas (GHG) emissions have been reduced by almost 57%:
  - Partly because of transition from a centrally planned economy to a market economy
  - Partly as a result of improving efficiency, switching to renewables
- But future targets are even more challenging, because
  - There is need for fast decoupling of gross domestic product (GDP) and radical further reduction of GHG emissions
  - There are very many small sources of emissions & most are not from energy sector (2/3 are from transport and agriculture)

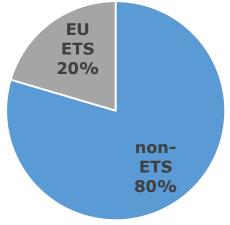
Decoupling of GDP increase from GHG

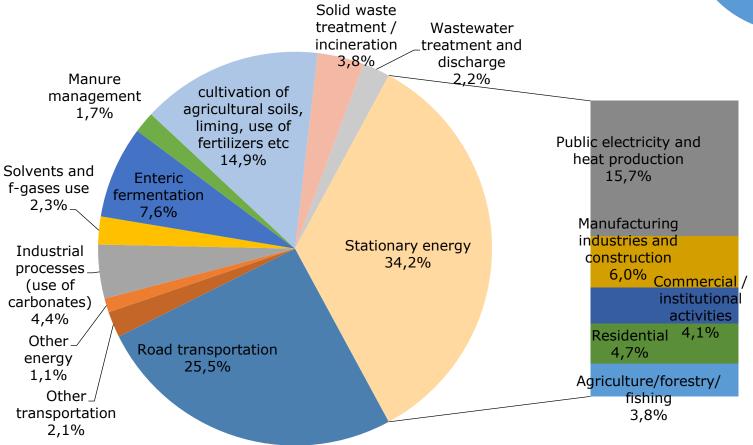
Carbon neutrality

♣ GHG emissions by 80% compared to 1990



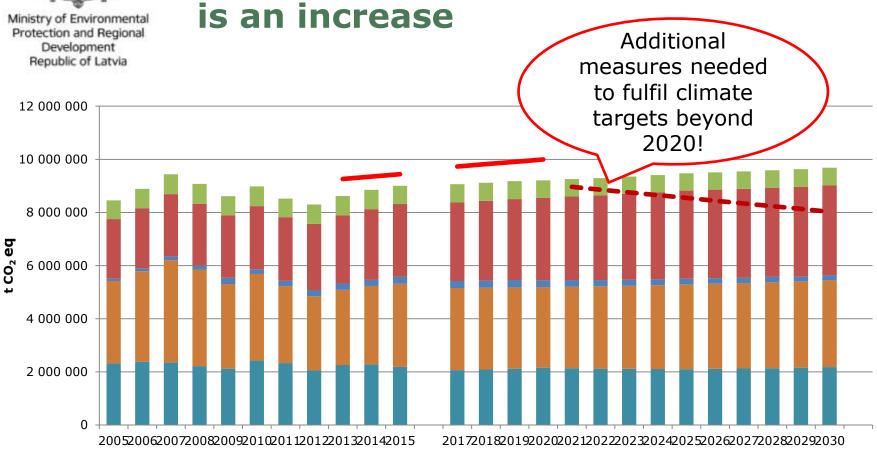
# Structure of Latvia's GHG emissions (2015)

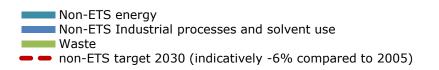


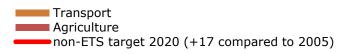




Increase of Latvia's non-ETS GHG emissions has been slowed, but still

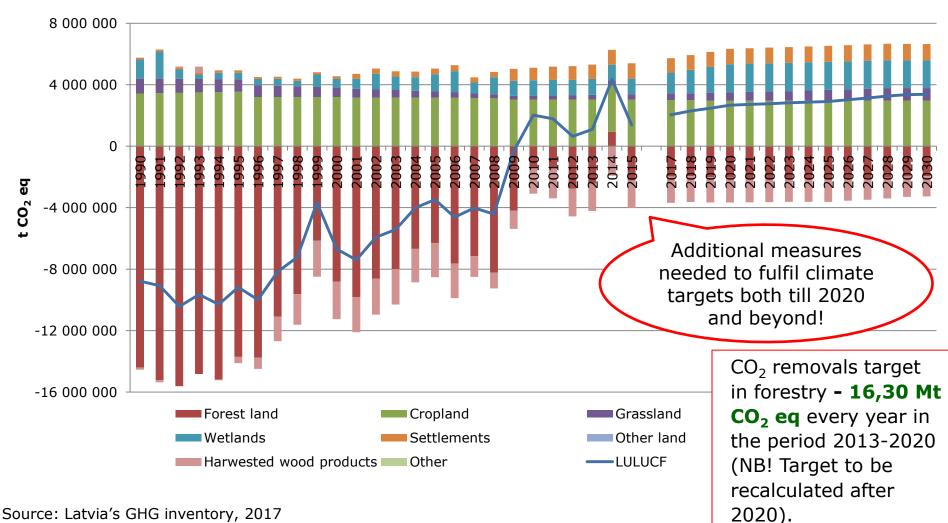






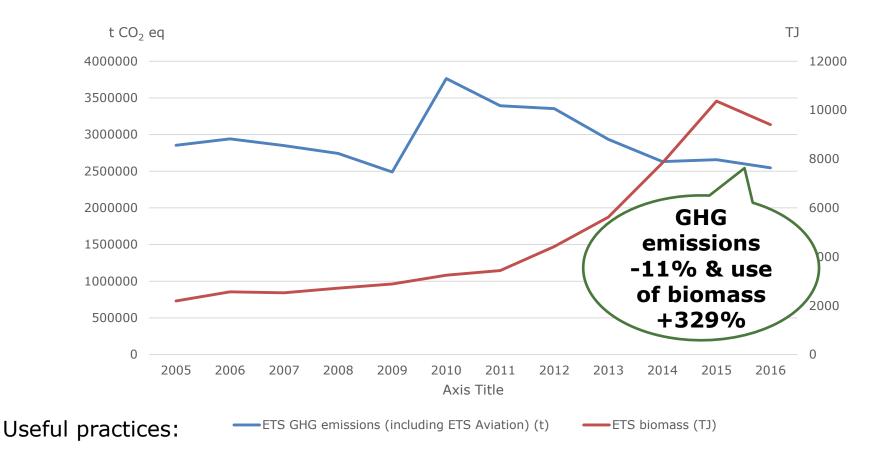


# From land sector (LULUCF) GHG emissions are increasing & CO<sub>2</sub> sinks are decreasing





### Drivers of Latvia's GHG emission reduction – Improvements within the EU ETS

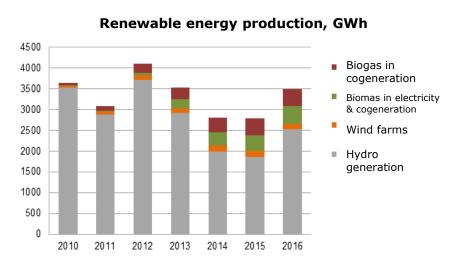


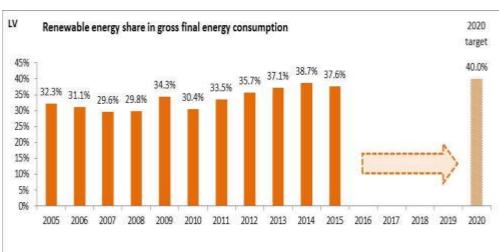
- In Latvia all revenues from government's sales of allowances within the EU ETS are to be used only for GHG emission reduction and adaptation measures.
- Since 2016 in Latvia also participants (operators) of the EU ETS can use **revenues** from selling allocated EU ETS allowances only **for GHG emission reduction**.



### Drivers of Latvia's GHG emission reductionEnergy efficiency and renewables

- Improvement of energy efficiency in ~1640 buildings in 2010-2016.
- Final energy intensity decreased by ~44% in 2005-2014.
  - Final heat energy consumption decreased by 16% in 2005–2014
  - Final electricity consumption decreased by 21% in 1990-2014;
- Total energy consumption in households (including fuel use in private transport) decreased by 29% in 2005-2015.
- Share of renewables in final energy consumption in 2015 was 37,6%







### **Drivers of Latvia's GHG emission** reduction – Taxes

#### Natural resource tax on CO<sub>2</sub> emissions

 Since 2006 natural resource tax includes a tax on CO<sub>2</sub> emissions (carbon tax). It is mandatory for all installations, including, power and heat generation, oil refineries, steel works and production of iron, aluminium, metals, cement, lime, glass, ceramics, pulp, paper, cardboard, acids and bulk organic chemicals.

#### CO<sub>2</sub> levy in vehicle taxes

- Law On the Vehicle Operation Tax is calculated on the basis of CO<sub>2</sub> emissions (only for vehicles with first registration from 2009).
- The tax rate for Vehicles under 50g CO<sub>2</sub> per km is 0 euros

#### **Exemptions from taxes contributing to GHG emissions reductions**

- The carbon tax is not paid by operators of stationary technological installations and aircraft operators that are participants in the EU ETS
- **Electric vehicles** are exempted from the payment of vehicle exploitation tax.
- Rape seed oil which is used as fuel or petrol and biodiesel that is solely made from rape seed oil is exempted from excise tax.
- Blends of fossil fuels with biofuels have reduced rates of excise tax.



# **3# Adaptation to climate change in Latvia**

- A decade ago almost nobody thought of a need to adapt to climate change
- However, year by year adaptation needs were becoming more and more required.

... DURING THE LAST FEW YEARS THIS HAS SIGNIFICANTLY CHANGED!

- we have been actively raising capacity and engaging more stakeholders
- we have been actively developing national adaptation to climate change system

1. Assessing impacts, vulnerability and risks **Monitoring Planning** and of evaluating adaptation 3. Implementing adaptation measures

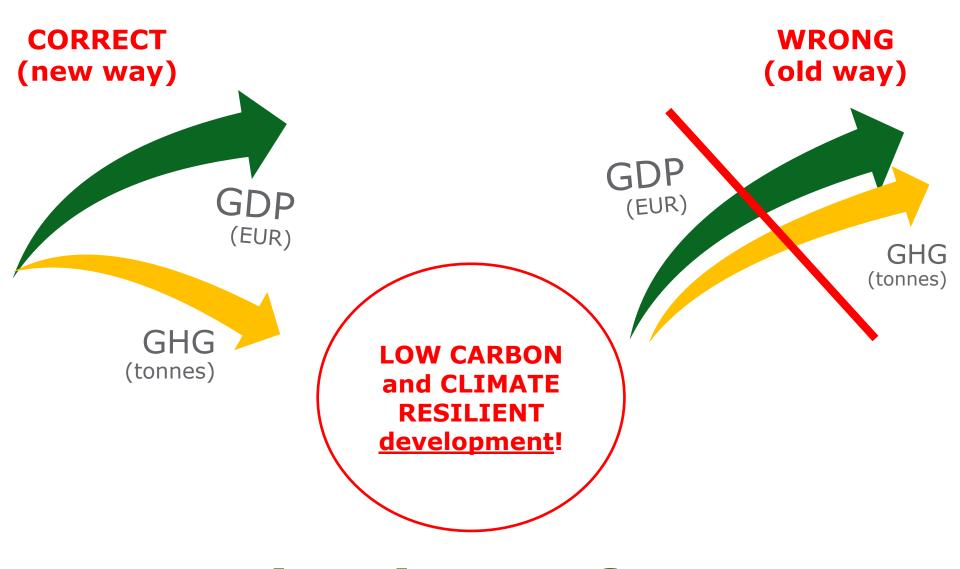
! Draft of Latvia's Adaptation Strategy 2030 is under public consultations



## 4# Perception & behaviour

- Many consider that Latvia is already very green and there are no more possibilities / there is no need to become greener.
- Many believe that Latvia due to its size cannot make a difference to climate change.
- Many believe that it is not possible to influence climate change.
- Many believe that climate change mitigation and adaptation is not their responsibility.

... this is changing, but has to change more!



# Thank you for Your attention!