Multilateral Assessment Sweden Progress in achieving targets

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Sweden received six written questions

Topics:

- Estimation of policy impacts
- Use of credits
- Inconsistency regarding scenario assumptions
- Target definitions



THE ENVIRONMENTAL OBJECTIVES – ONE SYSTEM, MANY GOALS

- Generational goal
- Environmental quality objectives
- Milestone targets

"The overall goal of environmental policy is to hand over to the next generation a society in which the major environmental problems have been solved, without increasing environmental and health problems outside Sweden's borders."

THE GENERATIONAL GOAL

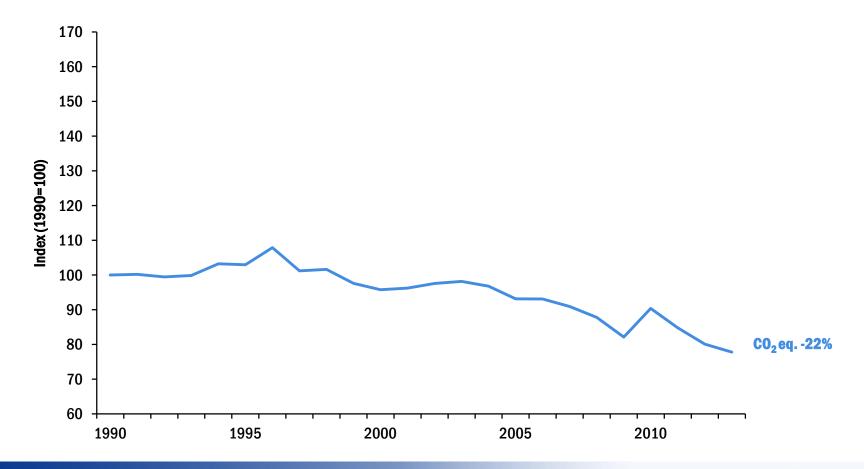


PUTTING THE OBJECTIVES INTO PRACTICE



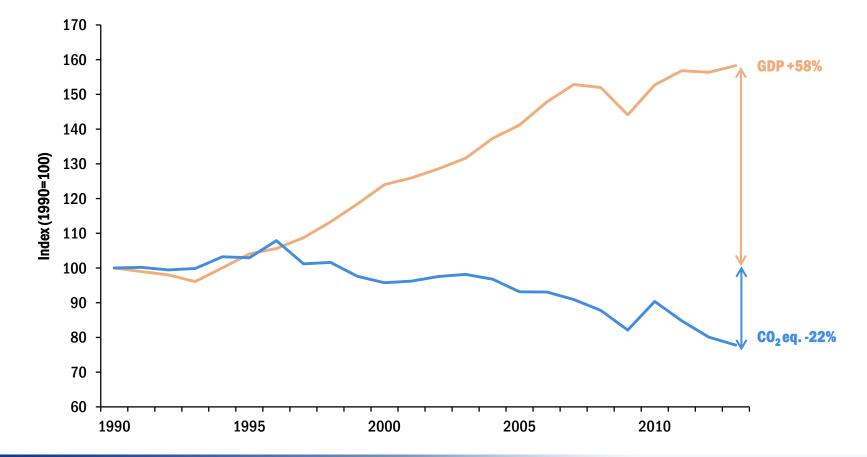


Reduced emissions can be combined with long-term economic development



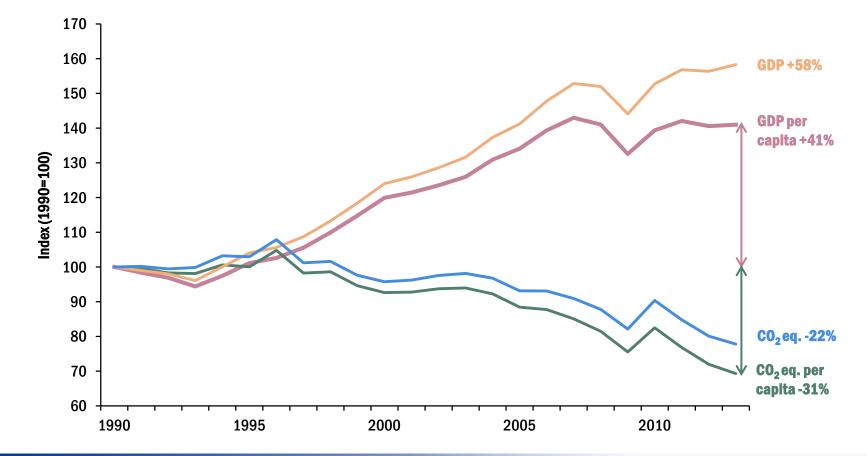
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Reduced emissions can be combined with long-term economic development



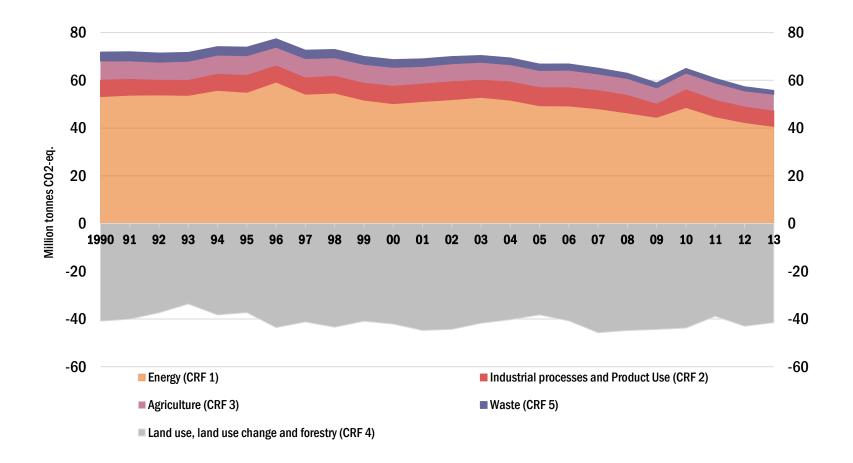
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Reduced emissions can be combined with long-term economic development



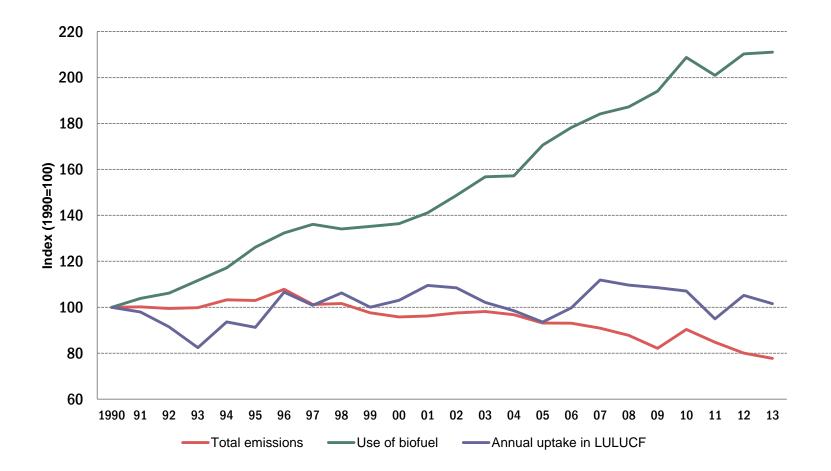
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Reduced emissions without compromising carbon sinks



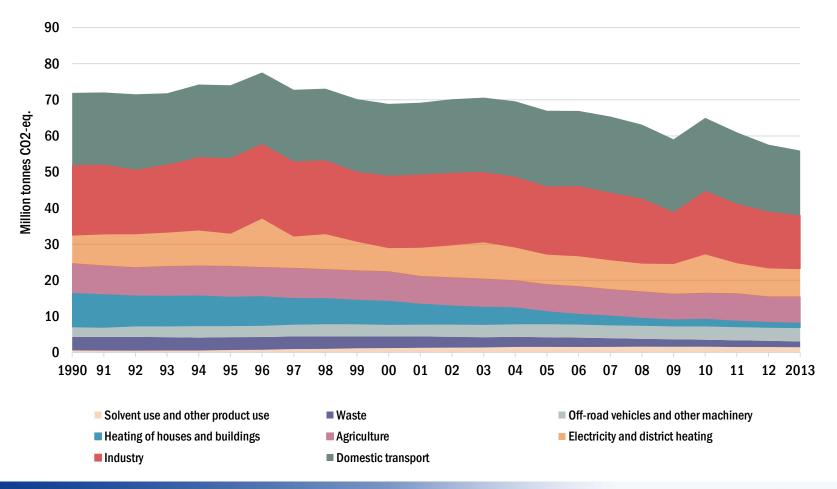


Switching to bio energy has contributed to emission reductions



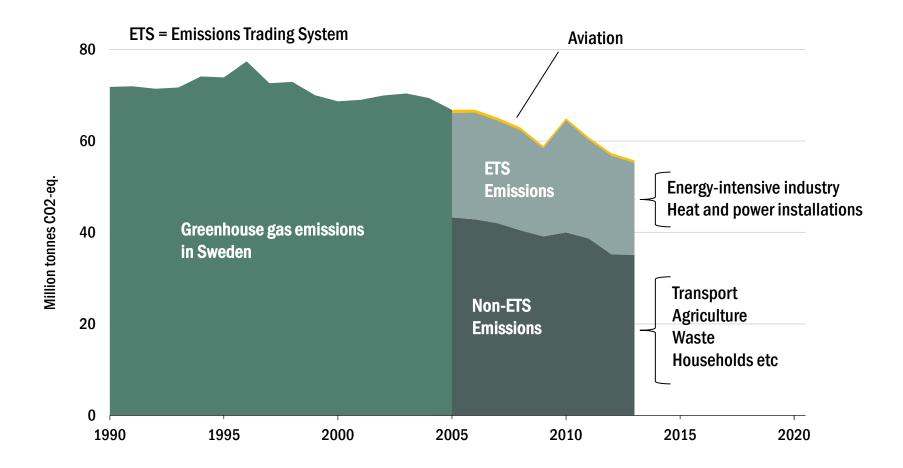
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Emissions have been reduced across our economy



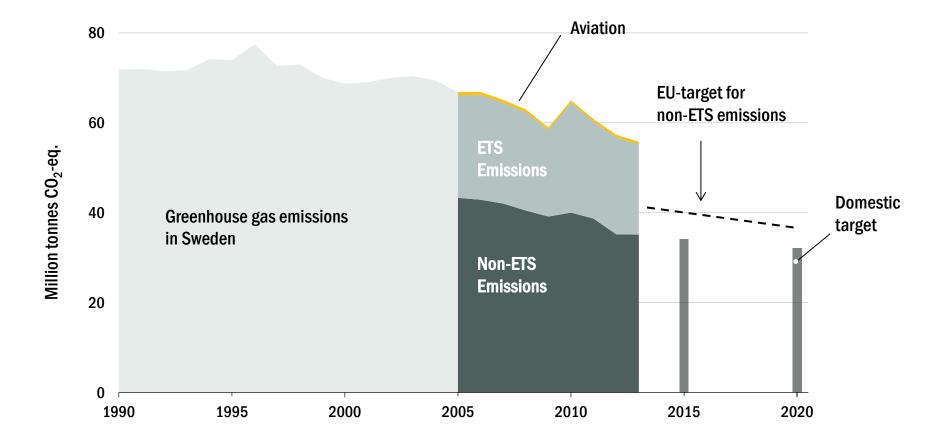


37% of Sweden's greenhouse gas emissions were covered by the EU ETS in 2013





Sweden will fulfill its share of the EU target for non ETS emissions





Policies and measures

Prior to 1990

- Town and country planning
- Infrastructure for district heating
- Building standards
- Public transportation

From 1990's until today

- CO_2 tax
- Landfill ban on certain kinds of waste
- Green electricity certificates
- Investment programmes







Sweden has policy instruments in all sectors

| Cross-sectoral | Energy supply | Residential | Industry | Product use | Transport | Waste | Agriculture | LULUCF |
|--|---|--|---|------------------------|--|--|---|--|
| EU Emissions trading | EU Emissions trading | Energy and carbon dioxide | EU Emissions trading | F-gas regulation | CO ₂ standards for new vehicles | Landfill directive | Rural Development Programme | The Forestry Act |
| Energy and carbon dioxide taxes Local climate investment scheme* Environmental Code Planning and Building Act Communication Research and Development | Energy and carbon dioxide taxes Electricity certificates Special initiatives in support of wind and solar power Tax relief for micro production of renewable Energy | anome taxes Building regulations Technology procurement Ecodesign Directive and energy labelling Energy declarations Climate and energy advice | Energy and carbon dioxide taxes Energy advice and energy surveys in small and medium sized Enterprises | National regulation | Energy and carbon dioxide taxes Urban environment agreements* Tax relief on transport biofuels Requirements of renewable fuels at filling stations Research and demonstration CO2-based annual vehicle tax Super green car rebate Car benefit taxation | Landfill tax Ordinance on landfilling of waste with bans on landfilling and on requirements on methane recovery Producer responsibility Municipal waste planning Requirement | Advice / The rural network EU Nitrates Directive Regulations to reduce nitrogen emissions Investments support for biogas production Energy and carbon dioxide taxes | Environmental Code Advice and Training |



Swedish energy and CO_2 taxation – a long history that started in 1924

Taxation of energy – two components

- Energy tax on fuels (1924 petrol; 1937 diesel; 1957 heating oil and coal; 1985 natural gas) and electricity (1951)
- CO₂ tax on fossil fuels (1991)

Two levels of CO_2 tax, per ton fossil CO_2

- High for motor fuels and heating fuels in households and service
- *Low* for heating fuels in industry raised step by step

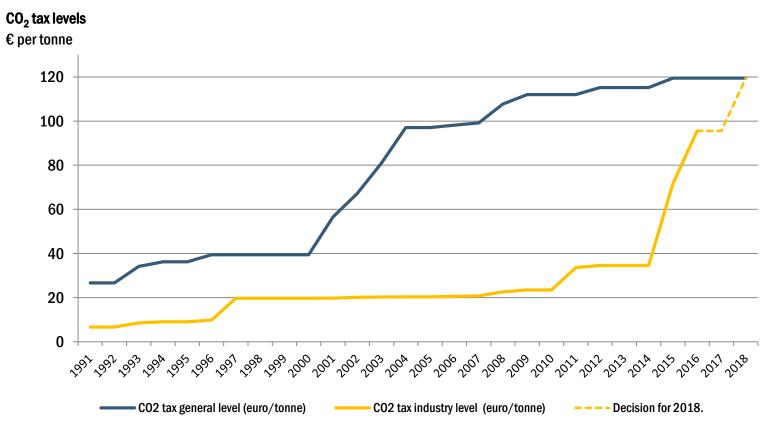
No CO₂ tax on industry covered by EU Emission Trading Scheme

The CO₂ tax

- has since 1991 been the key driver behind Sweden's success in cutting emissions;
- step-by step approach; easy to administer



Development of the Swedish CO₂ tax general level and industry level



NOTE: From 2008 industry outside EU Emissions Trading Scheme (EU ETS); Exchange rate 1 €= 9.3754 SEK

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Concluding remarks

- Reduced emissions can be combined with long-term economic development
- Emissions have been reduced across our economy following broad implementation of policies
- Sweden will fulfill its share of the EU target for non ETS emissions



Thank you for your attention!

