



# Background

## International context / UN

- Paris Agreement 2015:
  - Food production should not be threatened by climate actions (Art 2)
  - The reduction of emissions is the first priority and carbon sinks can be utilized when appropriate (Art 5)
- Koronivia Joint Work on Agriculture (KJWA) 2018-2020:
  - Addressing key issues in agriculture
    - adaptation and resilience,
    - soil, water management and integrated systems,
    - nutrient use and manure management,
    - livestock management,
    - socioeconomic and food security dimensions



## **EU** context

## Green Deal:

- Sharp focus on climate and environmental performance
- EU vision of Climate neutrality by 2050

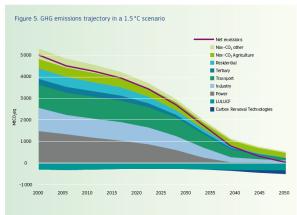
A clean planet for all, **the EU's action plan** 

Climate change is a global threat and Europe cannot combat it alone. Cooperation with partner countries will therefore be essential. However, the EU also has a firm interest in working towards a net-zero GHG economy by 2050 and demonstrating that this can go hand in hand with prosperity which will encourage other economies to follow.



This represents a tremendous opportunity to channel the response to the challenges of the 21st century in a strategic manner. The purpose of this strategic vision is not to set targets, but to create a clear sense of direction.

The European Commission, by presenting this climate-neutral vision, has invited an EU-wide informed debate that should allow the EU to adopt and submit an ambitious strategy by early 2020 to the UNFCCC as requested under the Paris Agreement.



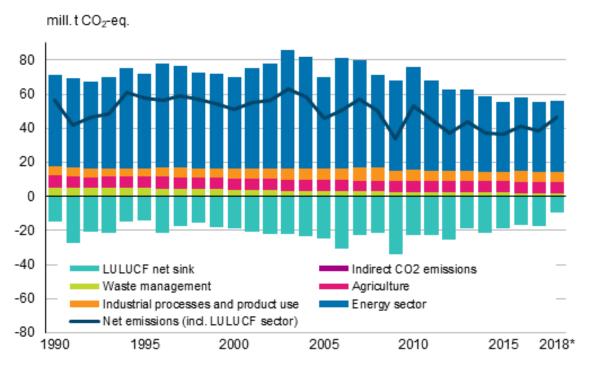


## Carbon neutral Finland

- Governmental plan 2019:
  - Finland will achieve carbon neutrality by 2035
  - Reduce the emissions and strengthen the carbon sequestration properties of agricultural land
  - Finland will advance the international 4/1000 initiative to increase carbon sequestration in agriculture
  - Emission reduction measures will be carried out in a way that is fair from a social and regional perspective and that involves all sectors of society.
- → Create sector-specific low-carbon roadmaps that will be brought in line with our new climate actions



## Greenhouse gas emissions in Finland





28.10.2021

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## MTK and SLC

## **Central Unions of Agricultural Producers and Forest Owners**

### **Position**

- MTK and SLC are committed to Paris Agreement, and support the target of carbon neutral Finland 2035, set by the Finnish government
- MTK and SLC will take a proactive approach when formulating climate policy in the agricultural sector

## Goals

- Create an ambitious, fair, and reliable climate action plan, which recognizes the special attributes within the Finnish agricultural sector
- Take initiative in the current climate debate by engaging in a constructive discussion and by actively providing solutions
- Enhance strategic communication in climate affairs by forming a comprehensive review of possible climate pathways to 2035 and 2050







Tiekartta kasvihuonekaasupäästöjen vähentämiseen Suomen maataloudessa

# Building the road map

## **CLIMATE ROADMAP OF AGRICULTURE**

A roadmap to reduce greenhouse gas emissions in Finnish agriculture





## Order of the process

- The Project team consisted of experts from MTK and SLC (Central Union of Swedish-speaking Farmers and Forest Owners in Finland) = commissioners
  - Selected points of focus: structural development and food security, technology, productivity
  - Set the initial composition, scale and magnitude of different measures
  - Communicated and coordinated between different shareholders involved in the process
- The Consult team from National Resources Institute Finland (Luke) = author
  - Ensured the road map to be scientifically sound and reliable
  - Provided research-based advice on how to approach the topic
  - Responsible for the technical writing process and scenario calculations
- The Advisory board: participants from relative organizations and institutions
  - Brought forward views from other sectors of the society
  - Established connection to research organizations, ministries and other interest groups



## **Building the roadmap**

## Inclusion

- Members were represented in the Advisory board by regional MTK-organizations
- Opinions were directly collected via an online questionnaire for MTK members, which received 651 answers
- Boards and committees of both MTK and SLC were consulted during the process
- Workshop provided more detailed opinions from broader perspective
  - A wider group of agriculture enterprises, research groups, government officials and NGOs were brought together to discuss possible means

## **Initial framework**

- No downscaling of production as a means to reduce GHG emissions
  - → However, no evasion of challenging topics
- 2. Strong policy guidance with voluntary measures
- Scientifically reliable and up-todate analysis



# Methodology

- Expand MTK's Climate programme by elaborating scales, costs and timeframes of different measures to reduce GHG-emissions from agriculture
- Forecasting to 2050
  - No fixed emissions reduction targets
  - Emphasis on a fair and balanced set of measures
  - Food security at a national level
- Approach based on sustainability
  - Economic dimension: CAP, subsidies, profitability...
  - Social dimension: acceptability, fair transition, inclusion...
  - Environmental: GHG-reductions including carbon sequestration, biodiversity, waterways...







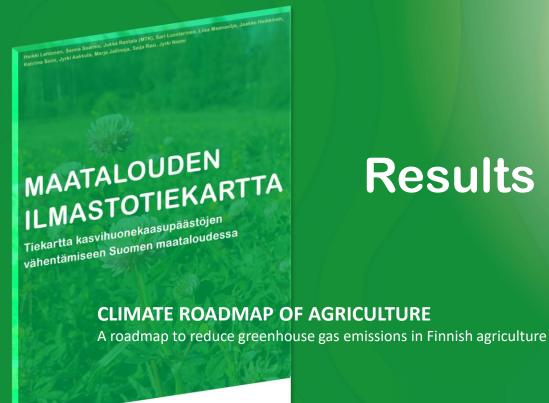
# Methodology

→ Scenario analysis by National Resources Institute Finland (LUKE): baseline + 2 climate scenarios



With Existing Methods WEM
With Additional Methods WAM1
With ambitious Additional Methods WAM2













# Summary in English p 107-110

MTK-SLC Climate Roadmap for Agriculture

#### SUMMARY IN ENGLISH

Finnish agriculture produced a total of about 16 Mt CO<sub>2</sub> eq. greenhouse gas emissions (GHG emissions) 2018. The road to a significant reduction in greenhouse gas emissions requires large-scale measures to reduce emissions from peatlands, increase carbon sequestration in mineral land, and changes in the use and production of energy in agriculture. These changes require new guidance and incentives for farmers, whose main task will continue to be to produce domestic food that meets consumer needs and preferences to about the same extent as in recent years. Efforts are being made to improve the sustainability of agricultural production in all respects, including profitability. The potential of agriculture to reduce greenhouse gas emissions varies widely. The implementation of significant reductions must therefore be carefully planned and implemented in different ways, so that all farmers can apply appropriate measures in cooperation with other farmers and operators.

According to producer organizations, domestic demand for food and agricultural products will not change significantly until 2035. Consumption of red meat, i.e. beef and pork, however, will decrease by about 20% and at the same time the domestic consumption of poultry meat will increase by 20%. Total demand for milk and various dairy products will decrease by about 10-15% by 2035. Domestic production will change at almost the same rate as these changes in demand, although favorable export trends may keep domestic consumption production at a higher level than domestic consumption. Demand for domestically produced legumes for feed and food is growing, as is demand for oats.

In the base scenario (WEM scenario; current policy instruments and trends in agriculture), greenhouse gas emissions will be reduced by only 5% by 2035 (6% by 2050). This means less than 1 Mt CO<sub>2</sub> eq. The base scenario assumes minor changes to the current situation in the agricultural markets and no changes in agricultural land use from 2018, or controls that affect it. Five percent reduction in emissions until 2035 is due to a slow reduction in the number of cattle, with agricultural production and land use largely unchanged.



# CLIMATE ROADMAP \* IN FOR AGRICULTURE



Climate issues are solved where their impact is the highest.

In Finland, 75 percent of agricultural emissions come from the soil.



In addition to forestry, agriculture is the only sector that also sequesters carbon dioxide.

Sequestration, along with biogas and renewable energy, helps us to mitigate climate change.

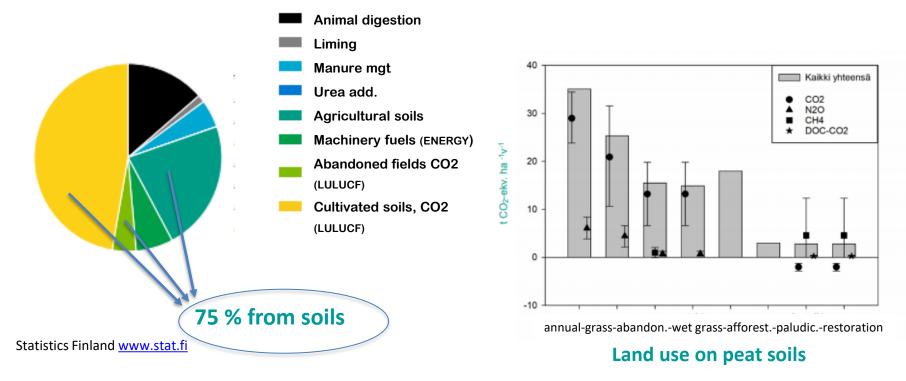








## Emissions from agriculture and related uncertainty





Tot agric. emissions 16 Mt CO2-ekv, > 8 from peat soils

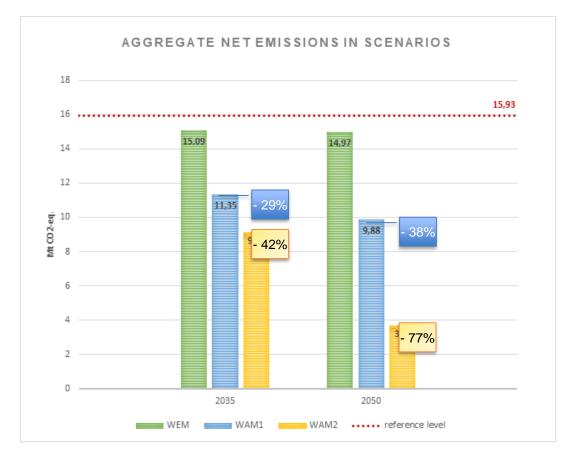
## **GHG** emissions

#### With Existing Measures,

- Development with current policy instruments and trends
- No tailored incentives and policy instruments are introduced

### With Additional Measures (1, 2)

- Enhanced measures, tailored incentives, supportive policy instruments and increased funding
- Ambitious but realistic GHGemission reduction in WAM1
- New research, materials and methods required in WAM2





## Measures

#### 1. Peat soils

- Tailored and cost-effective measures can be found for low-yielding parcels
- Forerunners should be encouraged through incentives
- Emphasize local and regional role of peat soils
- Decision-making has to be done at farm-level
- Uncertainties need to be addressed

#### 2. Carbon sequestration

- Mineral soils turned into carbon sinks, as a total, in line with 4 per 1000 initiative
- Improved cultivation methods allow for more sustainable agriculture
- Functioning market-based system for carbon farming supports the effort
- More research is required to find and pilot suitable practices for various soil types

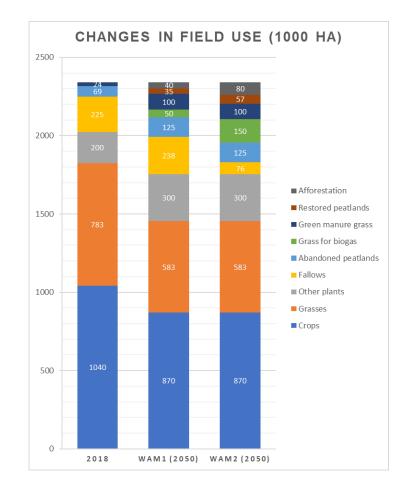
#### 3. Energy solutions

- Biogas substitutes fossil fuels in farms
  - Biomethane can be produced also for the needs of transport sector
  - Improved nutrient cycles reduce the need for fossil fertilizers
- Solar energy applications become widespread
  - 14% of the electricity at farm could be solar power by 2050



## Diversified use of fields

- Enhance synergies and positive effects between grass, cattle, energy production and nutrient cycles
  - Finnish agriculture enjoys a good starting setup
- Support further GHG emission reductions via additional means:
  - Measures on low-yielding peatlands
  - Afforestation mainly on mineral soils
  - Increased cultivation of leguminous plants and oilseeds (other plants)
  - More roles for grasses: energy, green manure
  - Enhance carbon sequestration and emission reductions on arable parcels via improved soil growth conditions (chemical-biological-physical fertility), cultivation methods and changes in field use by enhanced crop rotation and green cover (catch crops- under sown crops), precision agriculture and new cultivars → technology and productivity







# Conclusions

# New ways to produce food with enhanced carbon sequestration and biodiversity

The use of arable land will change in a more diversified direction.

- → To enhance soil-plant biodiversity, soil organic matter content → soil growth conditions and resilience → better yields
- → More farmland use for
  - crop rotation with legumes and oilseeds,
  - grasses used for biogas production and green manure, catch crops and multi-species grasses
- Fewer annual crops on peat soils,
- More controlled underground drainage on shallow peat soils,
- Restoration of peatlands or paludiculture in deep peat soils
- Biogas is promoted through new controls and additional subsidies related to the utilization of the energy produced, and an improved nutrient cycle
  - Markets for grasses essential for soil carbon sequestration and soil fertility
  - Resource efficiency by e.g. precision agriculture to enhance sustainable intensification



# Key conclusions

- Emissions from agriculture can be reduced by -42% by 2035, and by -77 % by 2050 without downscaling of production
- Additional funds of 3-5 bln. € are required for WAM1 during 2020-2050
  - Cost for the emission reduction varies between 6-120€/CO2-ekv.
  - Most cost-efficient GHG-reductions from peatlands
- Farmer has to be incentivized for actively reducing GHG-emissions
  - Forerunners should be encouraged, instead of being punished
  - All measures not possible within the current CAP
  - Enabling voluntary carbon markets as a tool for emission reductions from AFOLU sectors
- All farmers need to feel included in the transition
  - Local level realities need to be carefully accounted when developing policy instruments
  - No magic bullets balanced and diversified set of measures
- Further research is needed on peat soils and carbon sequestration
- Transition in agriculture requires time and effort





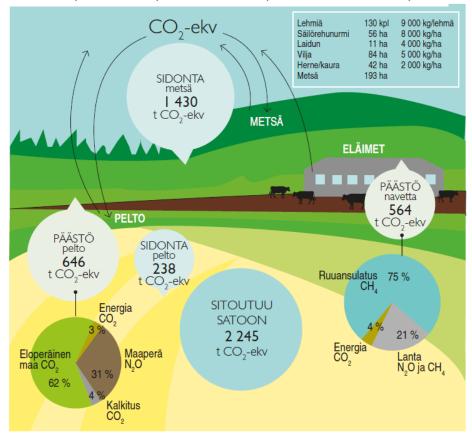
# Next steps?

# How to calculate carbon-cycles on a farm?

#### Carbon balance / product

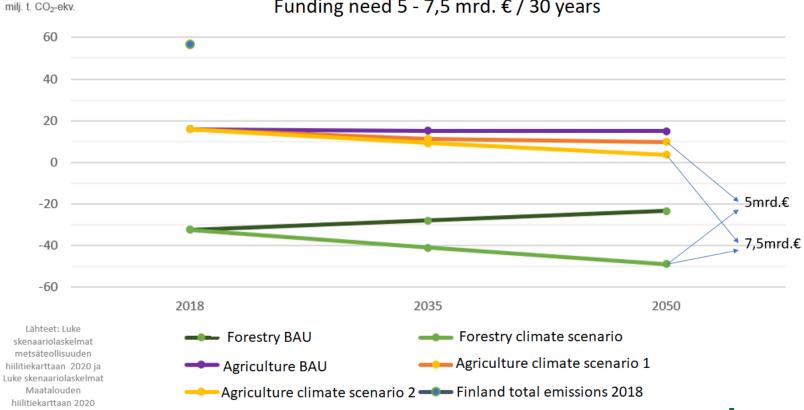
- → To produce more biomass by less emissions
- Need to have soil and plant specific emission factors – currently they are lacking

#### Carbon cycles on dairy farm – an example of CO2-ekv tons / year





## Finnish agriculture & forestry climate scenarios 2018-2050 Funding need 5 - 7,5 mrd. € / 30 years







# Thank you!

## More information:

Liisa.pietola@mtk.fi

Read the full Climate road map report at

https://www.mtk.fi/documents/20143/310288/MTK Maatalouden ilmasto tiekartta net.pdf/4c06a97a-c683-1280-65ba-

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