Bio-CCS as a policy measure to achieve climate goals — the pioneering support scheme in Sweden

Baltic Carbon Forum, October 13th, 2022 Svante Söderholm

svante.soderholm@energimyndigheten.se



CCS in Sweden foundation

- In June 2017, Sweden's parliament introduced a climate policy framework with a climate act for Sweden.
 - 85 % reduction target by 2045, baseline 1990
 - By 2045, Sweden is to have zero net emissions of greenhouse gases into the atmosphere, and thereafter negative emissions
 - About 11 millions CO2-eqv. 2045



CCS strategy

No formal strategy

Inquiry on supplementary measures

- Main part on bio-CCS (and CCS)
- Pointed out the way to reach climate goals with CCS as one tool

Government assignments to the Swedish Energy Agency, all finalized 2021

- Propose a support scheme for bio-CCS – reverse auctions
- Prepare a proposal for a treaty with Norway – London protocol
- Create a national centre for CCS as a part of the agency



National centre for CCS

• We

- monitor the technical, economic and political developments in the field of CCS, both nationally and internationally.
- identify, analyze and, if necessary, investigate and deliver proposals for actions to overcome any technical, economic, and legal obstacles to the facilitation of CCS-technology.
- investigate issues related to accounting and reporting of carbon dioxide
- Investigate and analyze how the entire CCS chain can be made as climate and energy efficient as possible.



Support scheme for bio-CCS

- Benefits of reverse auctions
 - Cost efficient / Minimize risk of over compensation
 - Comply with state aid rules
 - (Most) Stakeholders in favour of reverse auctions
- Reverse auctions:
 - In the first stage about 2 millions of tons per year from 2030 (i.e. roughly 3-5 plants)
 - First auction 2023, storage from 2026, support period 15 years. Volume 600 000 ton CO2/year
 - Two more auctions
- Long term commitment, involve stakeholders

Priorities – issues to be treated

Reporting and accounting to UNFCCC

and Monitoring, reporting and verification (MRV)

Two revenue streams – trade negative emission rights/certificates

- Important issues:
 - Supplementary measure
 - State aid rules
 - Cost efficiency
 - Facilitate the emergence of a market
 - Is it possible to avoid double claim Two different systems: countries and companies



Priorities – issues to be treated



EU COM certification of CDR and revision of ETS



The UN Convention on Biological Diversity and its moratorium on geoengineering

