

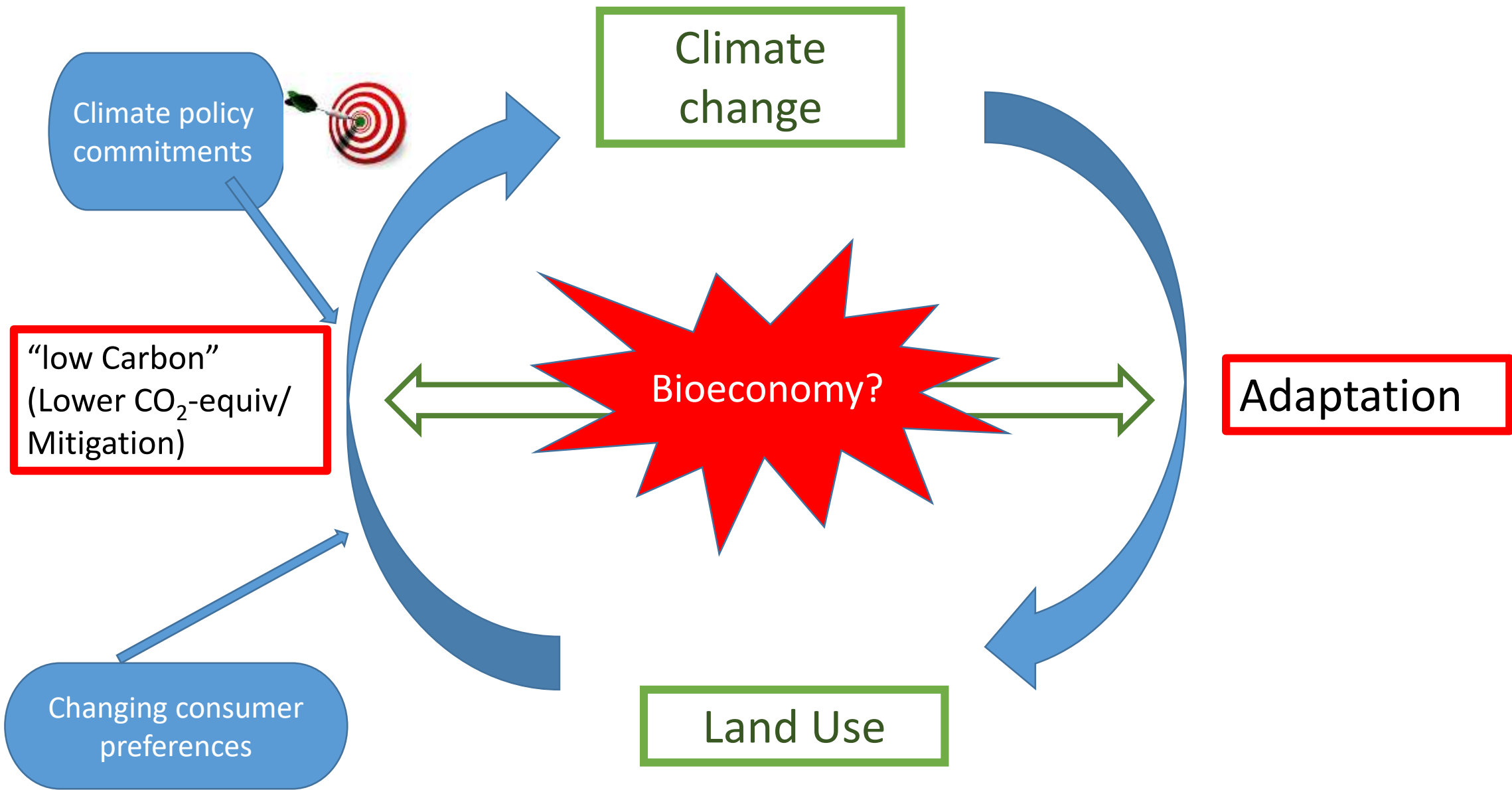
Achieving a lower Carbon bioeconomy

Our Land and Water New Ideas Workshop

4th&5th April 2018

Wellington





Climate policy commitments



Climate change

"low Carbon"
(Lower CO₂-equiv/
Mitigation)

Bioeconomy?

Adaptation

Changing consumer preferences

Land Use

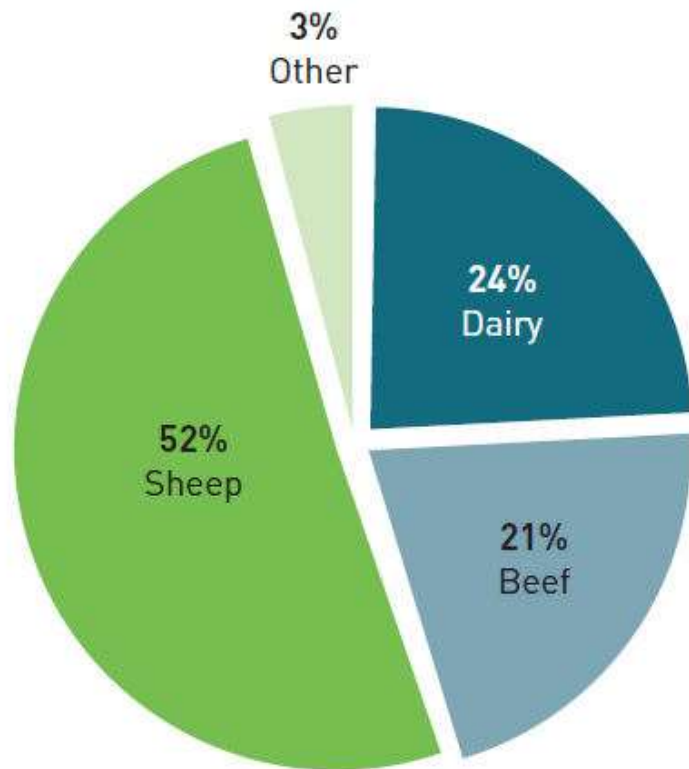
New Zealand

- Growth model has started to show its environmental limits
- Urgent need to address GHG emissions, water quality, also biodiversity loss, soil erosion; while
- Realising greater value-add from primary sector
- Promoting regional rural development



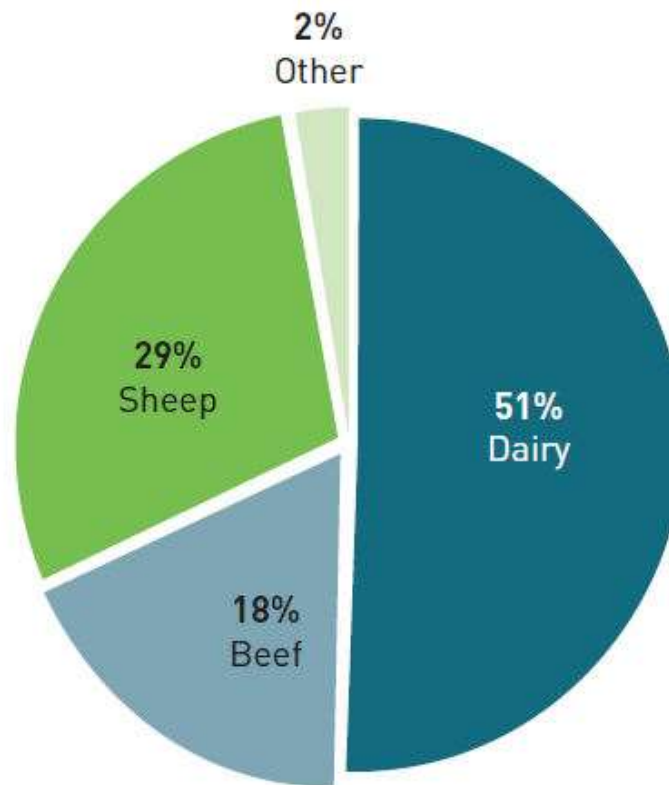
- ***“A long-term vision for the transition towards a low-carbon, greener economy is necessary” (OECD 2017)***

Agricultural sources of GHG



1990

Total: 34,351 kt CO₂-eq



2014

Total: 39,585 kt CO₂-eq

Relative contributions of key agricultural sectors to total agricultural emissions from 1990 to 2014⁵.

Source: New Zealand's Greenhouse Gas Inventory 1990-2014.

Early action on climate change would save New Zealand \$30b, report finds

CHARLIE MITCHELL

Last updated 06:00, April 4 2018



ROSS GIBLIN/STUFF

Agriculture will take an economic hit if the transition to a low-carbon economy is delayed.

We need to adapt to a changing climate



What then is a lower carbon bioeconomy?

- Bioeconomy:

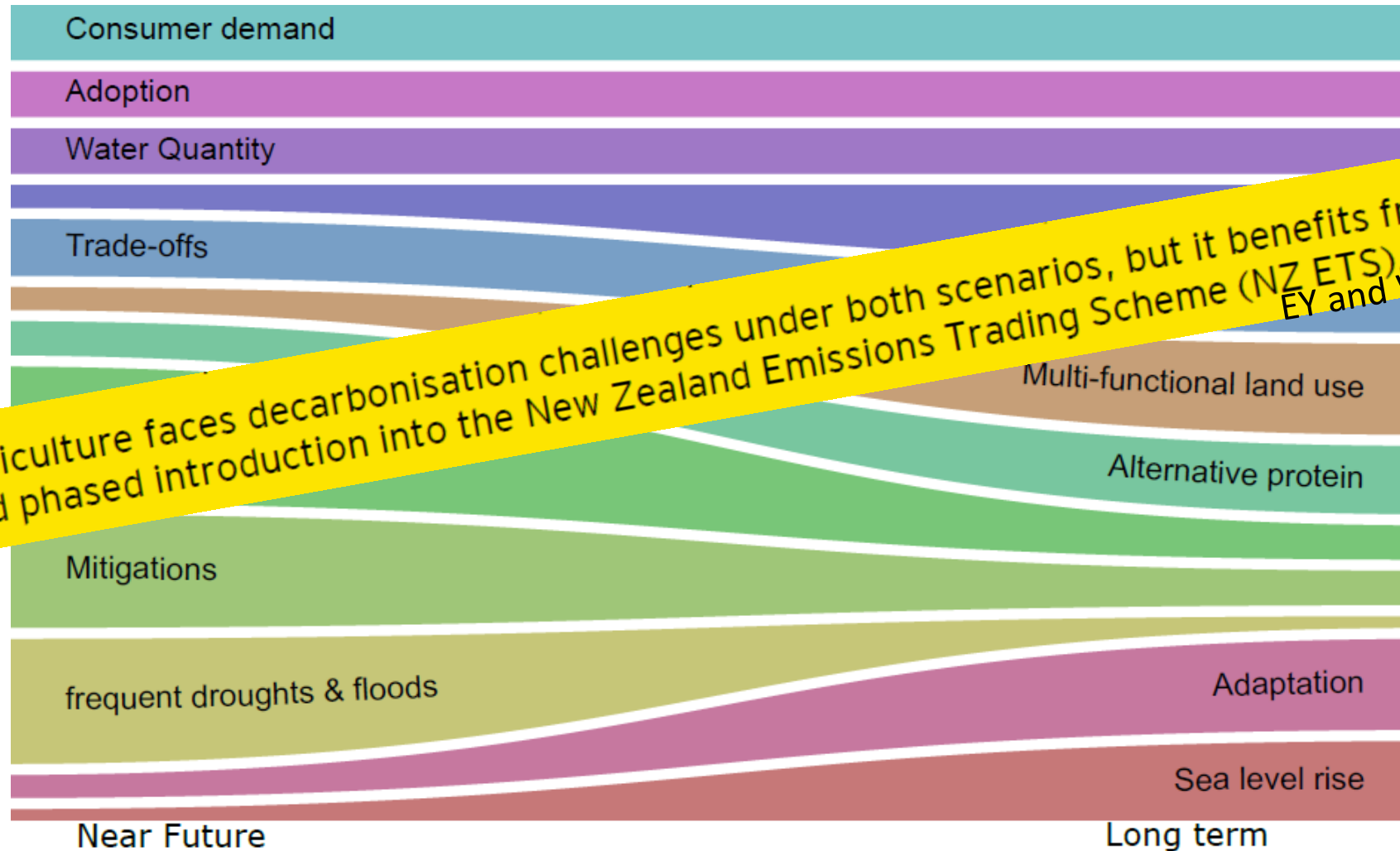
comprises “those parts of the economy that use renewable biological resources from land and sea – such as crops, forests, fish, animals and micro-organisms – to produce food, materials and energy”

EU Commission

- Lower Carbon Bioeconomy:

An economy where the use of biological resources results in economic benefits, ***as well as*** reducing the carbon footprint

Short and long-term decision making



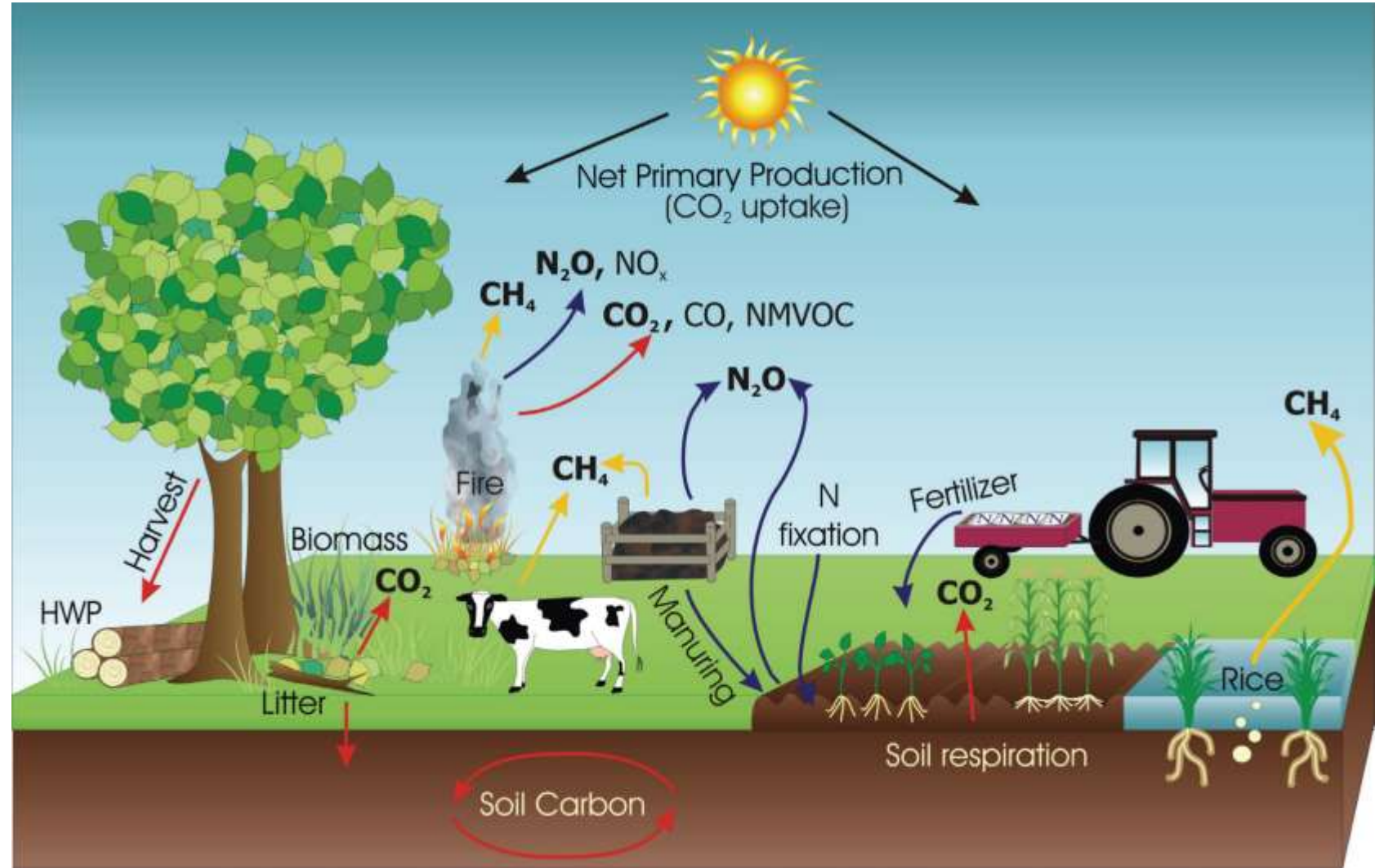
► Agriculture faces decarbonisation challenges under both scenarios, but it benefits from an early and phased introduction into the New Zealand Emissions Trading Scheme (NZ ETS).
EY and Westpac 2018

What are the consequences of moving toward a low carbon bioeconomy?

Everything is connected

Risks:

- Nutrient swapping or
- Co-reduction



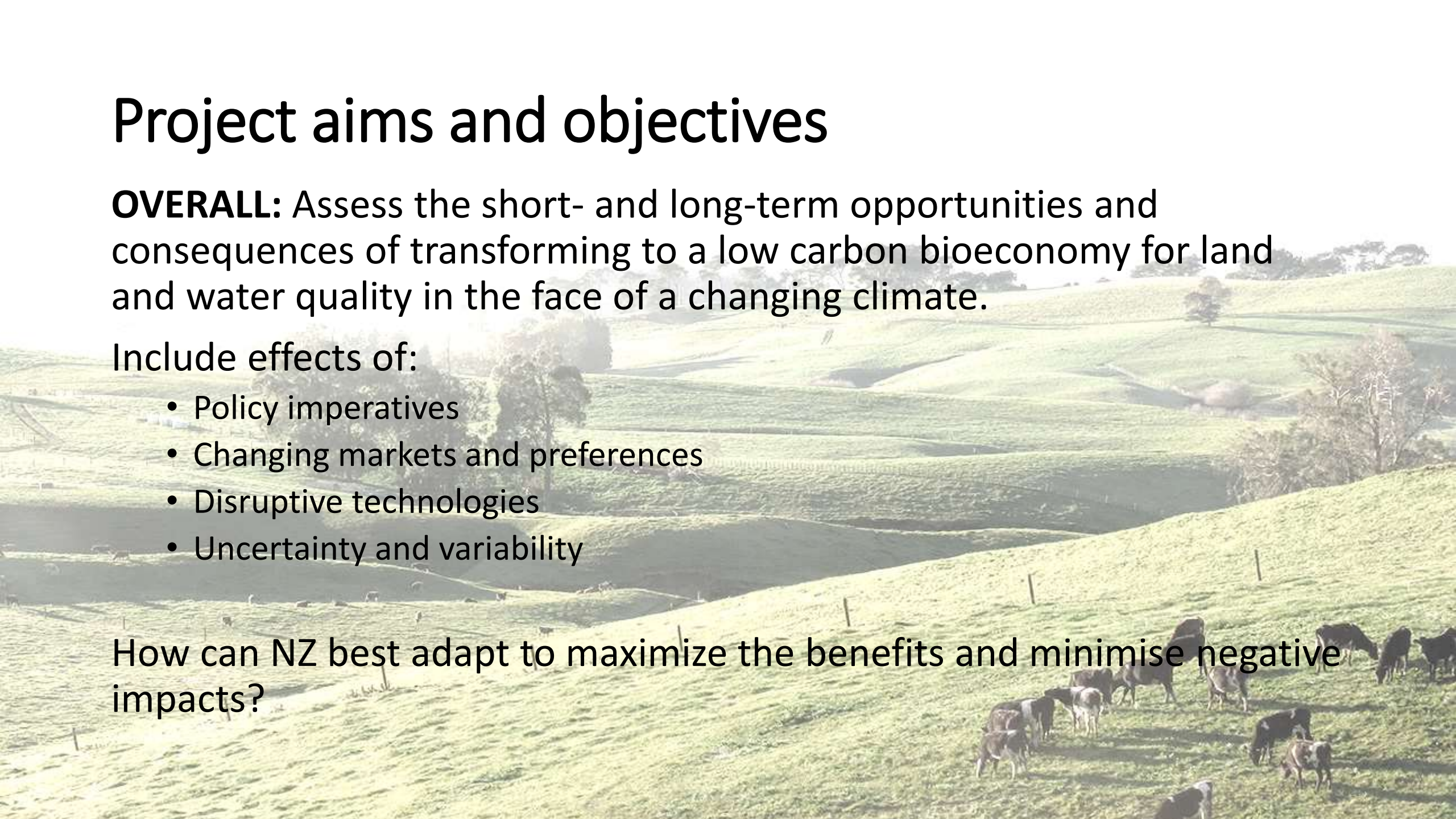
Project aims and objectives

OVERALL: Assess the short- and long-term opportunities and consequences of transforming to a low carbon bioeconomy for land and water quality in the face of a changing climate.

Include effects of:

- Policy imperatives
- Changing markets and preferences
- Disruptive technologies
- Uncertainty and variability

How can NZ best adapt to maximize the benefits and minimise negative impacts?



We have a lot to build on...



Net zero in New Zealand

Scenarios to achieve domestic emissions neutrality in the second half of the century

Summary report

Report prepared for GLOBE-NZ

March 2017



Suggested research areas

- Exploring scenarios and adaptation pathways for land use change, including land and water impacts from a move to lower C systems
- Carbon forests & forestry integration
- Future production systems in a low C bioeconomy
- New methods to support short and long-term decision making
 - Identifying and quantifying synergies and trade-offs
 - Certification schemes
 - Indicators

Achieving a low C bioeconomy



OLW Impacts:

- This will deliver to the “new innovative land use options... that achieve primary production growth targets...”

Other Impacts:

- Reduce the environmental footprint of production
- Identify new technologies and areas for innovation
- Enable the production of products that are acceptable and potentially of greater value, to consumers at home and abroad.

**Next
Generation
Solutions**

**Land Use
Suitability**

What might farm systems look like under a lower C bioeconomic model?



1 billion trees on our hillsides



New emerging sectors— tall timber buildings.



Synthetic meats



Livestock impacts

Impacts on land use and value;
Impacts on water flows; quality; sedimentation; across the value chain

What might farm systems look like under a lower C bioeconomic model?



Baby doll sheep as ovine lawn mowers

Sustainable land use – Yealand's vineyards



Solar powered production



Grape Marc compost

What might farm systems look like under a lower C bioeconomic model?



Regenerative agriculture



Biomaterial products replacing synthetics

Optimal Products from Optimal Land Use

Environmental Health + Economic profitability + Social & Economic health

THE LAND

- Mixed Land Use
- New Tree Systems
- Different Species
- Under cropping for health
- Animal Welfare
- Diversification – Resilience
- New Incomes



THE PRODUCTS

- New NZ products - Chemical, Energy, Fibre, Wood
- New NZ exports
- New Processing opportunities
- Scaled Processing – land area to plant capacity
- New Incomes
- New Regional opportunities



THE ENVIRONMENT

- Water Quality
- Public & customer expectations
- Enhanced natural environments
- New Employment opportunities
- Social Licence to operate
- Greater diversity
- Carbon Capture
- Nutrient Management

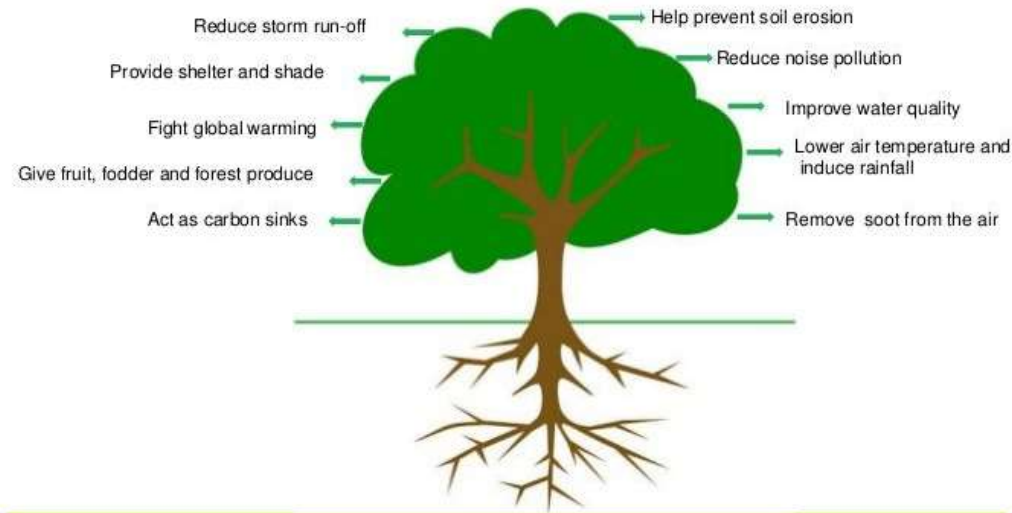


KEY GOVERNMENT MESSAGES

- Environment,
- Water Quality
- Climate change
- Regional growth
- Billion trees
- Equality
- UN Sustainable Development Goals



Catchment scale approach to lower bio-economy



www.grow-trees.com

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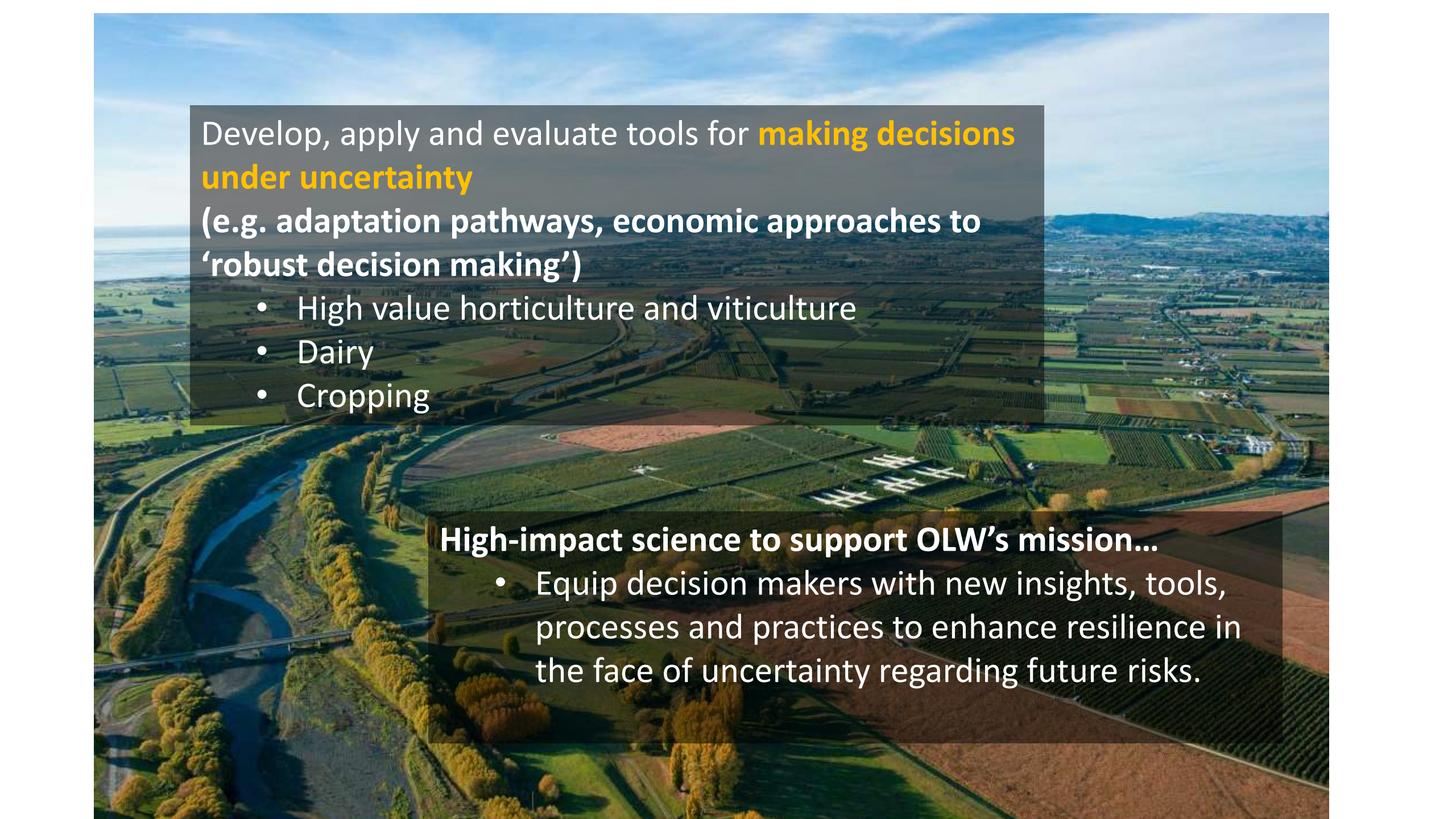
Role of Forest

Large scale tree planting and impacts on hydrology and carbon sequestration provide an **opportunity** to improve land water quality and develop sustainable outcomes for New Zealand

Climate change is an opportunity to redesign future landscape ecosystem function

Catchment scale opportunity

- Mitigate impact of primary production on **catchment scale water quality** (strategic placing on the landscape- dynamic land use optimization)
- Mitigate positive or negative downstream **impact of climate change** on water resource and water quality (dynamic land use suitability)
- Fostering biodiversity hotspot and passage
- Mitigate GFC emission (Carbon credit and associated economical benefit- carbon neutral or sink certification at regional/catchment scale)
- Improve **social and market value of agricultural production** at catchment scale (diversification of social makeshift at catchment scale to mitigate impact of extreme events- diversification of income...)
-

An aerial photograph of a river valley. A river flows through the center, bordered by a dense line of trees. The surrounding landscape is a patchwork of agricultural fields in various shades of green and brown. In the distance, a bridge spans the river, and rolling hills are visible under a blue sky with light clouds.

Develop, apply and evaluate tools for **making decisions under uncertainty**

(e.g. adaptation pathways, economic approaches to 'robust decision making')

- High value horticulture and viticulture
- Dairy
- Cropping

High-impact science to support OLW's mission...

- Equip decision makers with new insights, tools, processes and practices to enhance resilience in the face of uncertainty regarding future risks.

Co-develop with partners

- Established links and identified interest with Wine and Kiwifruit industries, Pāmu, DairyNZ, Farm Forestry Association, Forest Owners, Māori Trust, Iwi Forestry Trusts, MPI, MfE





Co-develop with partners,
...come and talk!



Climate Change
Forestry
Reference Group



Ministry for Primary Industries
Manatū Ahu Matua



Biological
Emissions
Reference
Group

