LAMNET Joint Workshop Durban, South Africa 19-21 August 2002

Bioenergy in Rural Areas of the Developing Countries in the Context of Globalisation

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## The human development paradigm contains four main components

- <u>Productivity</u>, referred to economic growth as a subset of human development;
- Equity, in terms of equal opportunities;
- <u>Sustainability</u>, focusing on the access to opportunities for present and future generations;

 <u>Empowerment</u>, with regard to the requirement of full participation of people in the decision making process.

### Three dimensions of Sustainable Development (SD)

- <u>Economic sustainability</u> assumes that social and environmental dimensions of sustainable development must be defined with economic considerations (i.e. economic efficiency in resource allocation) in mind;
- <u>Social sustainability</u> assumes that economic and environmental dimensions must be defined by taking into account social considerations (i.e. intragenerational and intergenerational equity);
- <u>Environmental sustainability</u> assumes that the economic and social dimensions must be defined by considering environmental constraints.

# Main Lessons for SD Strategies

- Integrative approach => SD as a multidimensional process => economic, social and environmental sustainability
- Long term perspective.
- Intragenerational and intergenerational equity.
- Consistency with the priorities of most of the regional population

## Main Lessons for SD (2)

• The role of the State in SD policies.

- Synergies between basic areas of human development (energy services, education, health services, food security, etc.).
- Governance => stable political environment, responsible government, and social values oriented to equity.

# Financial resources for sustainable development

- Availability of funds & efficiency in using those funds.
- Adverse implications of financial crisis, foreign debt, flight of capitals, contraction in FDI, declining ODA.
- Potential sources of additional resources: reduction in military expenditures; elimination of trade subsidies in the North; cancellation of foreign debt; increases in ODA.
- South South cooperation.

## Sustainable energy

According to the World Energy Assessment 2000, sustainable energy refers to that energy which is produced and used in such a way that supports human development with a long term perspective, considering social, economic and environmental dimensions.

## "New energy paradigm"

Promoting energy saving and renewables (including bioenergy)

- => Technological transformations:
  - to mitigate the adverse impact of energy sector on the environment.
- to reduce the economic vulnerability derived from the dependency on fossil fuels.

## Potential for sustainable energy (including bioenergy)

Theoretical Potential.

- Technical Potential.
- Economic Potential.
- Market Potential.

Obstacles and barriers for bioenergy in the context of neoliberal globalisation

- Current policies tends to underestimate renewable energy sources, as bioenergy => in many cases, biofuels are often neglected in political, economic & social agendas (for instance, the New Energy Policy of USA, May 2001).
- Adverse implications of large-scale privatisation projects in the energy sector.
- New trade initiatives as the Free Trade Agreement for the Americas (FTAA).

## Bionergy in rural areas of developing countries

**Rural Population (% of total population):** 

• Africa:	<b>62%</b>
Asia:	65%
• Latin America:	25%

=> High dependency on traditional biomass fuels in rural areas + Inefficient energy use.

## The Latin American Case

Latin America is the most urbanised developing region. However, 60% of the population depends on firewood and charcoal as domestic fuels. In general, traditional use of biomass fuels accounts for more than 30% of total energy requirements in the poor countries of the region such as El Salvador (35%), Nicaragua (42%), Paraguay (50%), Honduras (55%), Guatemala (62%) and Haiti (75%).

#### Bioenergy in Rural Areas of Developing Countries (Economic Dimension)

- Rural development (rural income).
- Agriculture.
- Energy services (renewable energy source => widely distributed & locally available).
- Technology (new technologies for the utilisation of bioenergy as industrial energy source at competitive prices).
- Efficiency & safety.

Bioenergy in Rural Areas of Developing Countries (Social Dimension)

- Poverty alleviation.
- Population development.
- Health.
- Food security.
- Water availability.
- Gender approach.
- Cultural perspective.

Bioenergy in Rural Areas of Developing Countries (Environmental Dimension)

Sustainable forest management.

Biodiversity conservation.

Mitigation of Climate Change.

Land Use

## Lessons for policy makers / Issues for discussion

- Internalising environmental implications of the several energy sources => Comparative analysis & integrative approach.
- R&D / Institutional Capacity.
- Access and diffusion of relevant information.
- Synergies among UN Conventions on SD.

# Lessons for policy makers / Issues for discussion (2)

- Technology transfer & Co-operation (including South-South Co-operation).
- Long term perspective.
- Comprehensive approach.
- Flexibility of energy systems.
- Efficiency and safety.

## **SUMMARY**

#### Promoting bionergy requires:

A. <u>Multidimensional Analysis</u> (reference to the multipurpose uses of biomass, the multidimensional character of the problems associated to the unsustainable use of traditional fuels in rural areas of developing countries, etc.) => To consider the economic, social and environmental dimensions.

- B. Policies and supportive programmes:
- Global context (Equity Issues, Technology Transfer, Co-operation)
- National context (Capacity building, national priorities)
- Local context (community participation)

=> Proper consideration of potential & barriers for each case.

C. <u>Technological Component in</u> <u>Response Strategies</u>:

- Supply side (provision of bioenergy).
- Demand side (bioenergy use).