Energy Policy on Bioenergy Ministry of Mines and Energy - Brazil



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Technological Development 2001/2002

Implementation of Sectorial Funds
 Coordinated by the Ministry of Science and Technology

CT-PETRO
US\$ 54 million

CT-ENERG US\$ 24 million CT-HIDRO US\$ 1 million

Implementation of "Avança Brasil" Program
Applied Research in the Energy Area Program – (US\$ 4 million)

Urban buses with hydrogen cells (GEF/CT-ENERG/EMTU-SP)

Natural gas turbines (Brasil-Ucrânia)

Fuel cells
Bio-fuels
Other alternative sources
(Universities and
Research Centers)



R&D targets in Bioenergy

Biofuels

- **Alchool/sugarcane ethanol**
 - to improve energy production efficiency and volume
 - to optimize the mix with gasoline and diesel
- **Biopetroleum from biomass**
- Biodiesel from vejetable oils such as dendê, mamona, soja and babaçu
 - with transesterification via ethanol
 - direct vejetable oil application for micro generation with diesel engines



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R&D targets in Bioenergy

Eletricity generation

- Direct burning of sugarcane residue
 - to improve efficiency
 - to use new residues
- **Biomass gaseification**
 - to use in gas turbine and fuel cells
- Ethanol as fuel to fuel cells and gas turbine power plant



Internacional cooperation IEA Implementing Agreements

SolarPACES - Bioenergy

- Government represents Brazil's interest on the ExCo meetings
- Leaders of thematic networks involved in task activities
 Example of networks:
 - Biodiesel
 - Renabio
- Financial support comes from network activities approved by Sectorial Funds such as
 - CT-Petro
 - CT-Energ



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Incentives to introduce renewable energy in the power market

Off-grid projects

- Financial support from CCC (Fuel Consumption Account)
 Total budget: US\$ 200 million (dolar R\$3,50) to cover the overcost of power generation in isolated systems
- Economic value of displaced diesel can benefits renewable project budget
 - Vejetable oil
 - Biodiesel
 - Gaseification
 - Direct burning



Incentives to introduce renewable energy in the power market

On-grid projects

- PROINFA (Incentive to Alternative Sources of Energy Program)
 - Total investments US\$ 8.1 billion (dolar R\$3,50)
 - Insertion in the grid of biomass, small hydro plants and wind energy
- CDE (Energetic Development Account)
 - To cover the gap between the economic and the competitive value for biomass, small hydro centrals and wind energy



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PROINFA

PROINFA – Phase #1
 Insertion in the grid of 3300 MW of renewable sources till Dec/2006

Wind 1100 MW 2.89 TWh/year SHP 1100 MW 5.78 TWh/year Biomass 1100 MW 6.75 TWh/year

PROINFA – Phase #2
 Insertion in the grid, from 2006 to 2019, of 15% of annual market growth until reaching 10% of total consumption

Wind 6518 MW 17.13 TWh/year

SHP 6518 MW 34.26 TWh/year

BioMass 6518 MW 39.97 TWh/year

