MEGATOrestais Sweden 2018

BALANCING ENVIRONMENTAL, ECONOMIC, AND SOCIAL GOALS IN THE BIOECONOMY

ROLES OF AND INTERACTIONS BETWEEN GOVERNMENT AND LOCAL COMMUNITIES

> JUAN MANUEL TØRRES-ROJO (CIDE)



### **ECOSYSTEM SERVICES**

#### Provision Services

- Food
- Raw materials
- Fresh water
- Medicinal resources

#### Regulating Services

- Local climate and air quality
- Carbon sequestration and storage
- Moderation of extreme events
- Waste-water treatment
- Erosion prevention and maintenance of soil fertility
- Pollination
- Biological control

#### Supporting Services

- Habitats for species
- Maintenance of genetic diversity

#### Cultural Services

- Recreation and mental and physical health
- Tourism
- Aesthetic appreciation and inspiration for culture, art and design
- Spiritual experience and sense of place

FOREST BIOCONOMY is a smart way optimize the value and contribution of ecosystem services to the economy

#### BIOECONOMY TRANSITION

Extensive Limited Non sustainable

> Bioeconomy transition should guarantee improvements in social, economic and environment conditions for both present and future generations

Intensive Diversified Sustainable

#### FOREST BIOECONOMY DEVELOPMENT PATHWAYS

- i. Leveraging biodiversity resources. This covers all scenarios where the distinctive feature is valorization (domestication, transformation, links to markets, etc.) of biodiversity (discovery of functional traits related to specific sectors and uses, development of new products through innovative transformation, development of markets for local products, etc.);
- **ii. Eco-intensification in agroforestry and mixed systems.** Practices aimed at improving environmental performance of agricultural and stock breeding activities without sacrificing current levels of production/productivity and conserving the environment;
- iii. Biotechnology applications (products, tools, and processes). These include bioprospection, industrial tissue culture, marker assisted selection in crop and animal breeding, genetically modified plants and seeds, molecular diagnosis, improving animal reproduction through molecular techniques, modified enzymes, microorganisms and yeasts, etc. This carries over to the management of natural resources, food, fibers and chemical industries, as well as to the supply of energy. iv)

#### FOREST BIOECONOMY DEVELOPMENT PATHWAYS

- iv. Ecosystem services. They include the processes through which the environment produces the resources used by humans, such as air, water, food, and materials. Due to the special nature of the relationship between natural resources and social and economic activities under a Bioeconomy approach, an ecosystems perspective is a crucial component of any sustainable bioeconomic strategy;
- v. Material efficiency, biorefinery, and bioproducts. This refers to the bioenergy sector and the processes focusing on the substitution of fossil fuels for industrial consumption. For instance, ethanol, biodiesel, biogas plants and bioelectricity, as well as the different activities associated to green chemistry.
- vi. Value chain efficiency/circular economy. This includes activities that (i) reduce post-harvest losses at any level they may occur and (ii) aim at the development of the links to markets needed for innovative bio-based products.

### BIOECONOMY TRANSITION ACTORS



#### BIOECONOMY



### FOREST BIOECONOMIC STRATEGY



## FOREST BIOECONOMIC

Figure 2. Schematic example of action plan for bioeconomy development in LAC



# SOME EXAMPLES: FOSTERING INNOVATION

bioeconomy is a smart way of living without using up the earth's finite resources



#### 2018 Winners

New resin extraction technology (MEX) Monitoring forest fires through drones (CHL) Organic production of seedlings (PER)



### SOME EXAMPLES: SCALING UP NEW IDEAS

#### INNOVACION: Reforestamos México



Marketing Clients formation Financing with low interest rates Infraestructure Development of the industrial system Social and human capacity building Additional capacities Organization for production Social capital building (trust, governance structures)

### SOME EXAMPLES: MARKET FORMATION

### Proyecto Biocomercio Andino



#### The "Biocomercio Andino" project •Strategic Objective

Contribute to the conservation and sustainable use of biodiversity in the Andin región through the use of opportunities in bio-market products and services produced in marginal and local communities **General Objective**:

Strenghten the bio-commerce at local, regional and national level as a strategy for sustainable use and conservation of biodiversity.



#### SOME EXAMPLES: INTERACTION WITH AGRICULTURE Territorios Productivos Sostenibles

(Sustainable Productive Territories)



#### SOME EXAMPLES: INTERACTION WITH AGRICULTURE

#### Territorios Productivos Sostenibles (Sustainable Productive Territories)

Increasing the area under sustainable landscape production (agricultura, livestock production and forestry)

Reducing the pressure on productive landscapes to maintain ecosystems integrity and to ensure the wellbeing of inhabitants.



Improving the land management model at regional level to optimize productivity, conserve biodiversity and cultural values, and improving resilience to climate change.



### BASIC COMPONENTS OF THE TPS

#### Sistemas productivos sostenibles y biodiversidad

















Caficultura sostenible <u>Cacaocultura</u> <u>sostenible</u> <u>Apicultura</u> <u>sostenible</u>

nible

<u>Ganadería</u> silvopastoril

Silvicultura

<u>Uso de fauna</u> <u>silvestre</u>

<u>Ecoturismo</u>









Alignment of public policies



### SOME EXAMPLES: INTERACTION WITH AGRICULTURA + REDD+



#### CONCLUSIONS

- 1. A broader bioeconomy includes ecosystem services and biodiversity
- 2. The transition to bioeconomy should guarantee improvements in social, economic and environment conditions for both present and future generations
- 3. Successful operational transitions provide opportunities at the local level and involve government at different levels, industry, NGO's and ordinary people.
- 4. The pathway to a forest bioeconomy might include not only new developments but also a wide variety of goods and services already available.
- 5. Relatively little is known about changes in firm-level competitiveness caused by the shifting dynamics of the competitive situation in the forest sector toward the bioeconomy. However, the development of key (anchorage) products and services at local or regional level seems to provide greater gains for people and environment.

## THANK YOU