# Latvia's experience in overcoming energy crises and transforming its energy sector

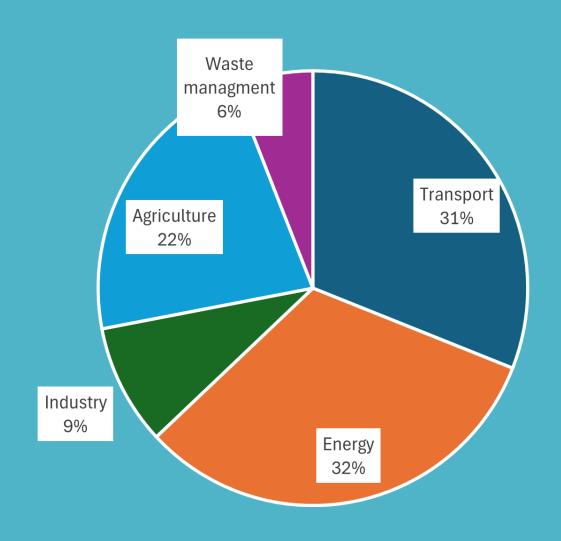
Maksis Rūdolfs Apinis, NGO "Green Liberty"



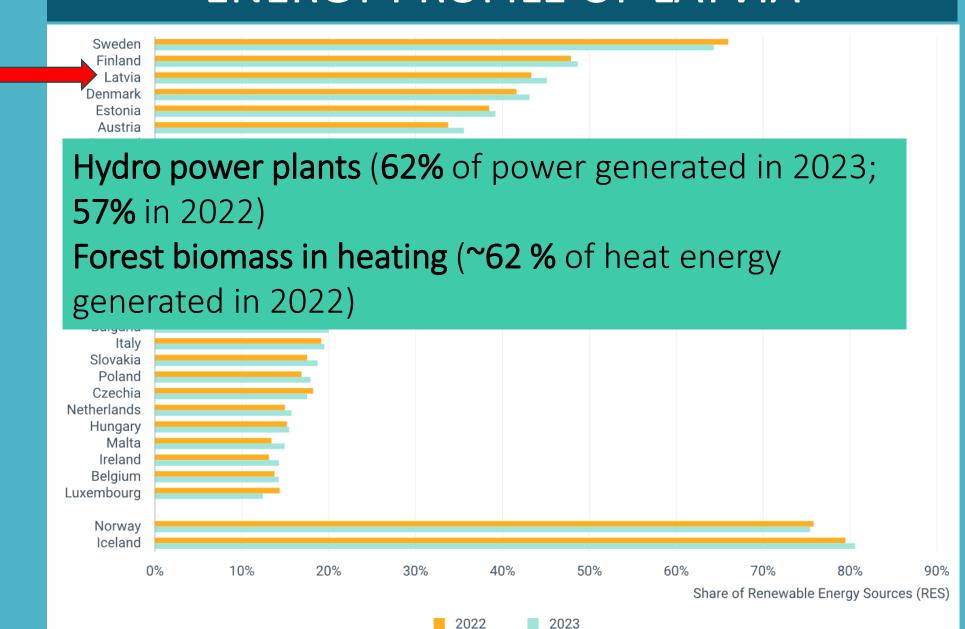




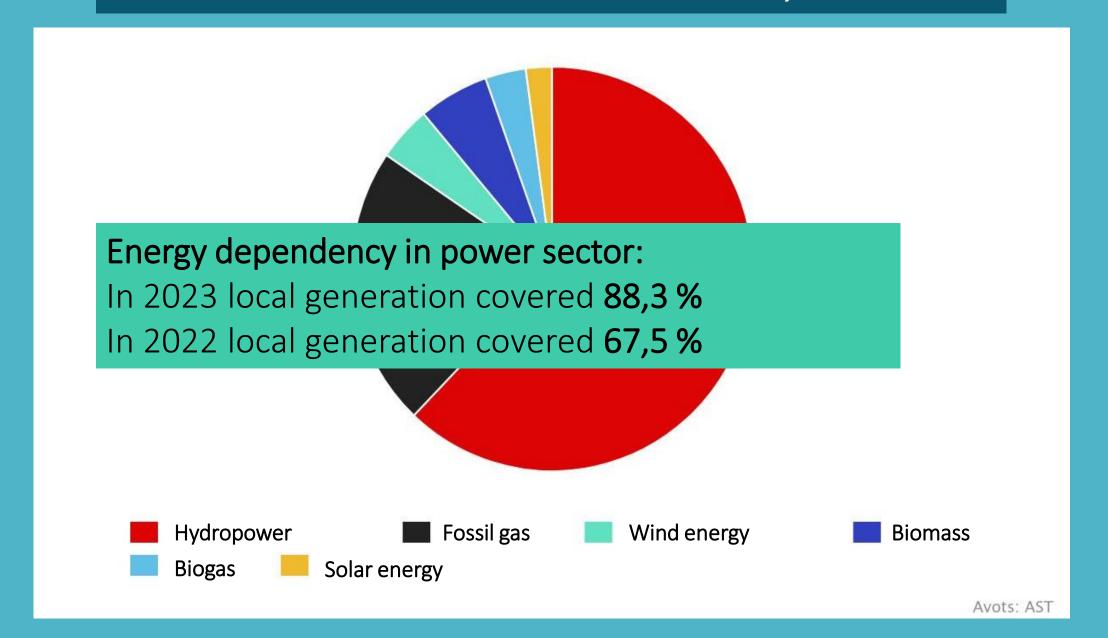
### GHG EMISSION SOURCES IN LATVIA, 2022



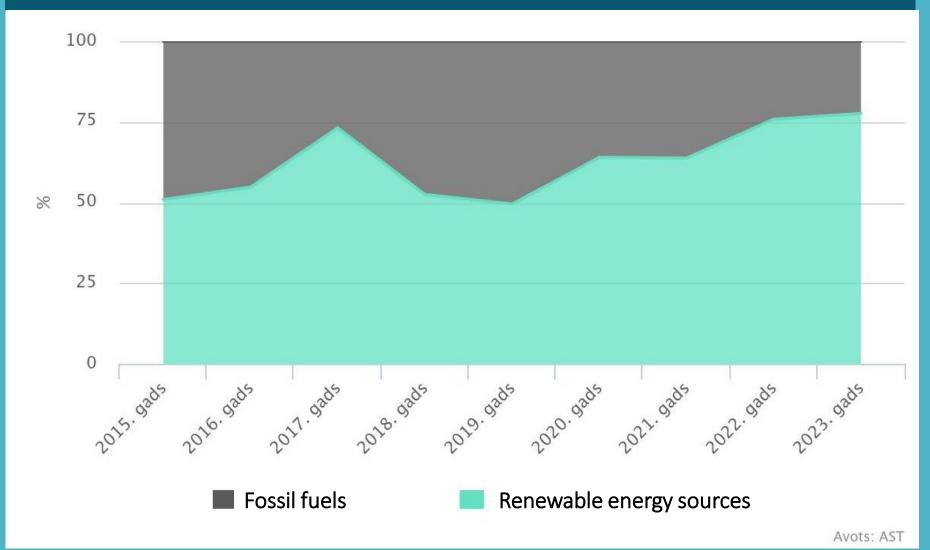
#### ENERGY PROFILE OF LATVIA



### POWER SOURCES IN LATVIA, 2023



# GENERATED RENEWABLE POWER PROPORTION IN LATVIA, %



#### **ENERGY CRISES RESPONSE IN 2022-23**

In 2022 Latvia stopped importing Russian gas, switching fully to LNG

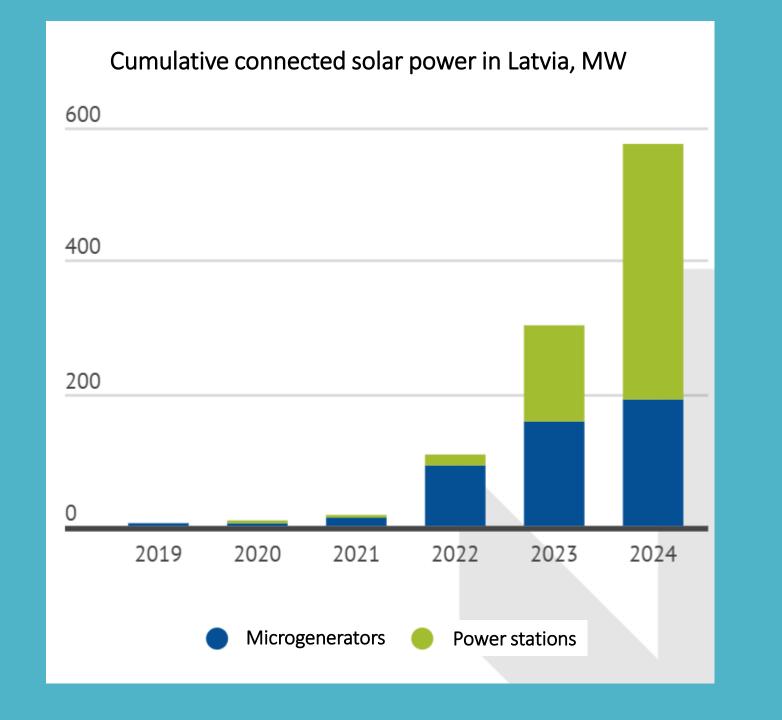
In 2022 Latvia seriously considered LNG terminal development – decided not to

Exponential growth in solar generating capacities

Currently more than **50 wind projects** under environmental impact assessment procedure

Previously for almost 10 years, no new wind park was developed

Just like Estonia and Lithuania, Latvia has set a target of 100% renewable electricity produced by 2030



#### **ENERGY EFFICIENCY & SUFFICIENCY**

#### Dilemma in LV politics:

- When economy good not enough stimuli for energy efficiency
- When economy bad, energy prices high focus on alleviating energy costs,
  NOT energy efficiency
- When costs compensated, consumers again don't prioritise energy efficiency

#### New automated high energy cost compensation scheme:

- Overall good for reducing energy poverty
- However, still some elements, which disincentivize saving energy

#### CHALLENGES IN PUBLIC DISCOURSE

#### Dissonance due to differing perspectives:

- Economic advantages VS. Climate mitigation
- This results in:
  - Energy transformation benefits seen when things are good, but...
  - When economy isn't good, long-term climate and social challenges lose priority.

"Latvia is so small, we can't impact things anyway.."

Anti-wind movement, myths still going around strongly

#### CHALLENGES IN POLITICAL VIEWS

- LV politicians believe (hope) that other EU countries will not achieve climate targets as well and Green Deal will be overlooked
- Climate adaptation receive positive attitude and interest,
  mitigation a lot of scepticism
- Reality of climate crises not grasped. Reminding of actual dangers seen as radicalism and sensationalism
- Allergic reaction to term "Green Deal". Mainstream reaction: "We cannot afford this"
- Pessimism regarding climate targets (esp. transport and LULUCF)

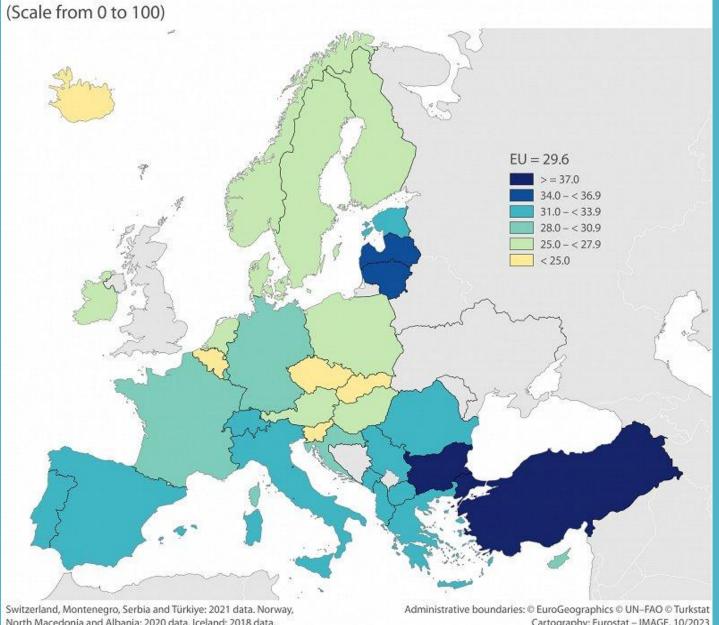
# CURRENT MAIN OBSTACLES TO SWIFT ENERGY TRANSFORMATION

- Serious lack of public administration capacity (national and local)
- Complexity of issue causes oversimplification, sympathies towards falsely "simple" solutions (i.e. nuclear)
- Current focus on security
- Reliance on **gaseous infrastructure**:
  - Biomethane's role overemphasized
  - Inability to clearly define end date for fossil gas (discrepancy with 2050 climate neutrality goal)
- Storage & balancing of energy (but things are starting to move)

# CURRENT MAIN OBSTACLES TO SWIFT ENERGY TRANSFORMATION

- Too heavily reliance on forest biomass (sustainability issues due to current forestry practices)
- Too low ambition in transitioning to zero-emission district heating (heat pumps, etc.)
- All focus on generation, sufficiency not adressed
- Lack of political courage
- Wild wild west in renewable energy project development

#### Gini coefficient for equivalised disposable income per inhabitant, 2022

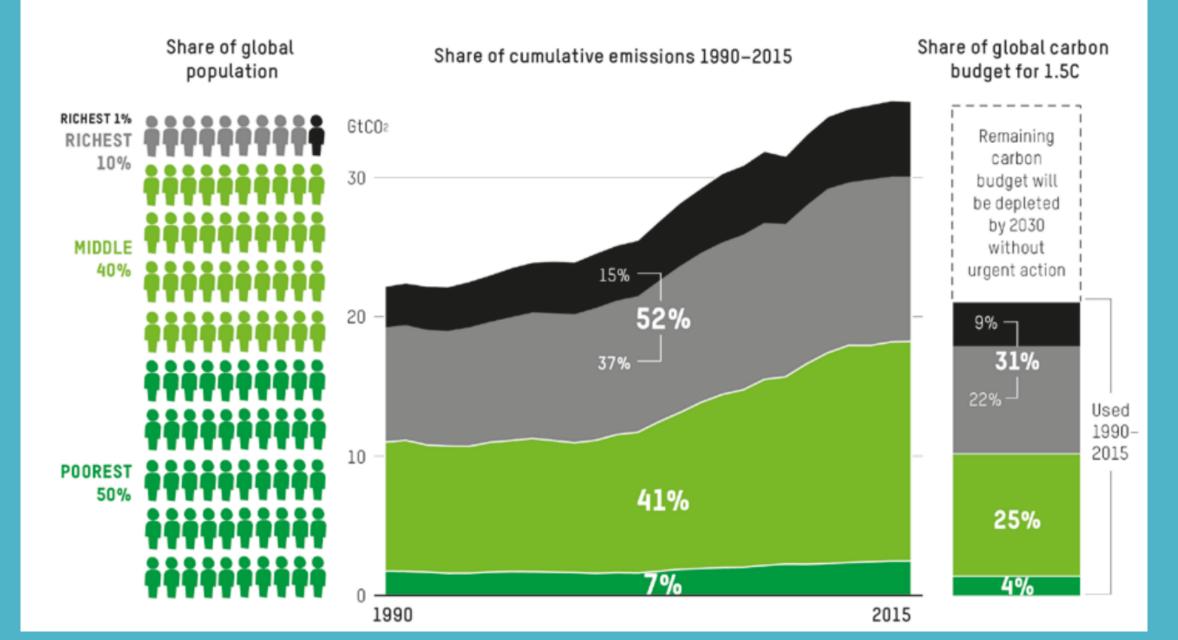


North Macedonia and Albania: 2020 data. Iceland: 2018 data. Eurostat (dataset code: ilc\_di12)

Cartography: Eurostat - IMAGE, 10/2023



Figure 1: Share of cumulative emissions from 1990 to 2015 and use of the global carbon budget for 1.5C linked to consumption by different global income groups



### GHG EMISSION INEQUALITY IN WORLD, 2019

50 % poorest 1 % richest

#### WHAT'S NEEDED FOR ACCELERATION

**Crises require crises communication** - more communication from gov. would improve public acceptance, allow for more stringent policies

**Properly addressing inequalities -** specifically designed support measures to low and lower middle class (Social Climate Fund, but more will be needed.

Adequate administrative capacities – different, more complex funding approaches needed



Lapu 17, Rīga, LV 1002 • www.zalabriviba.lv • info@zalabriviba.lv