THE FUTURE USE OF FOREST RESOURCES

June 5, 2014

Carol Werner

Executive Director





- Founded in 1984 by a bipartisan Congressional caucus as an independent non-profit organization (but receives no Congressional funding)
- Source of non-partisan information on energy and environment policy development for Congress and other policymakers
- <u>Climate change</u> is one of the most serious problems facing civilization today — impacting infrastructure, water supply, agriculture, public health and natural ecosystems

U.S. Forests Provide Multiple Co-Benefits:

- Species habitat
- Clean water and air
- Food
- Fuel
- Fiber
- Construction material
- Carbon dioxide (CO2) sequestration
- Jobs and economic opportunity
- Recreation and tourism industry

All of these benefits are threatened by climate change



Multiple threats to forest co-benefits:

- Climate change impacts
- Underfunded wildfire and forestry management budgets
- Declining U.S. timber industry
- Lack of cohesive policies to promote forest resiliency, productivity and preservation



Federal resources on forestry climate adaptation:

- White House Climate Action Plan (CAP) 2013
 - USDA Climate Hubs
- Department of Interior National Strategy 2014
 - Joint effort between USDA and DoI to develop cohesive wildfire strategy
- The National Climate Assessment 2014
 - Breaks down U.S. climate impacts by region and sector; includes forestry, land use change and rural climate impacts

Key findings of the U.S. National Climate Assessment:

- 1. Climate change is increasing the vulnerability of many forests
- 2. U.S. forests and associated wood products currently absorb and store the equivalent of about 16% of all carbon dioxide (CO2) emitted by fossil fuel burning in the U.S.
- 3. Bioenergy could emerge as a new market for wood and could aid in the restoration of forests



Climate change impacts to wildfire frequency:

- For every 1.8 degrees F of surface temperature rise, the Western wildfire area may quadruple – NCA
- Wildfire season lasts 2 months longer and burns twice as much land as compared to 40 years ago



Sun Valley, Idaho 2007



Photo Credit: view_camper/ Flickr

A declining U.S. timber industry has meant:

- Declining economic opportunity in rural economies
- Accumulated fuel
- Increased wildfire risk



Bastrop, Texas 2011

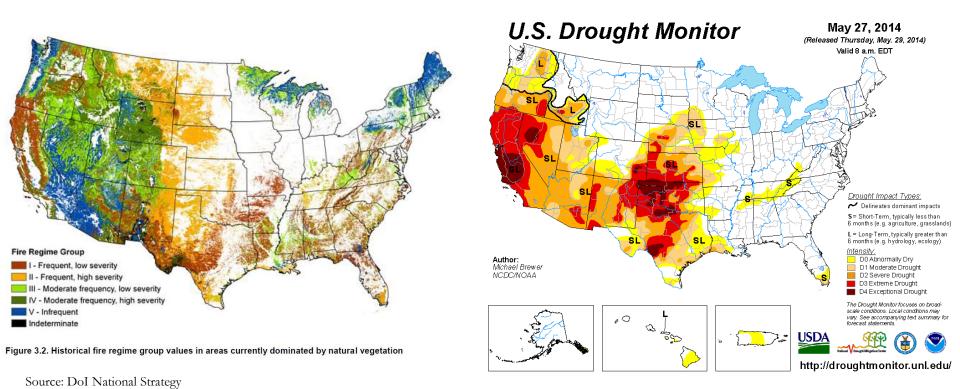


2013: Underfunded wildfire and forestry management budgets

- In 10 years, fire suppression has grown from 13% of U.S. Forest Service to over 40% in 2014
- 2009 FLAME Act is underfunded
- U.S. Forest Service began 2013 season with 500 fewer firefighters and 50 fewer fire engines due to the sequester
- 2013 wildfire season cost over \$1 billion



What will the 2014 season bring?



The 2014 season is already expected to be \$1.6 billion -- \$500 million over budget



Looking forward

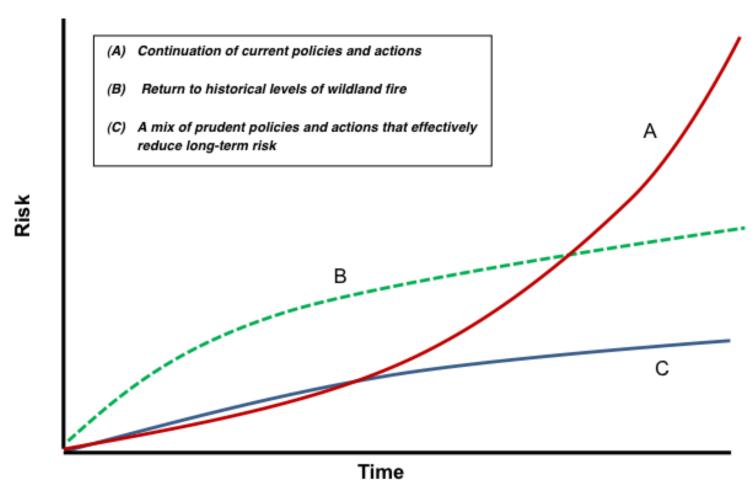
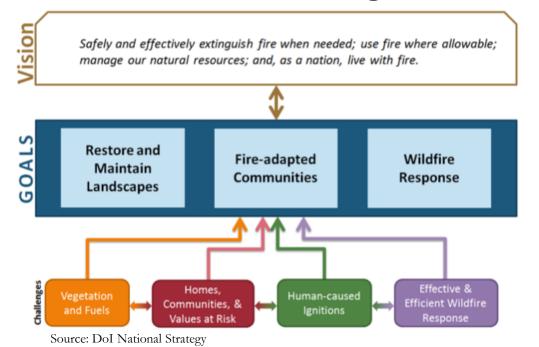


Figure 4.1. Three hypothetical scenarios for temporal trends in risk nationwide

What policies support a multi-functioning forest?

- 2014 Dol National Cohesive Wildland Fire Management Strategy emphasizes:
 - 1) Safe and effective response to wildfires
 - 2) Vegetation and fuels management





Healthy forests are climate resilient forests

Forestry management policies should:

- Realize economic value of hazardous fuel reduction practices
- Realize carbon sequestration and fossil fuel use offset by wood construction materials and biofuels
- Realize benefits to habitat diversity through areas of actively managed forest



Forestry in the 2014 Farm Bill

Forestry Title (VIII)

Cooperative Forestry Assistance Act (CFAA)

 \$10 million mandatory funding per year through FY2018 to carry out state-wide assessment and strategies for forest resources

Healthy Forests Restoration Act of 2003 (HRFA)

- 2014 Farm Bill eliminates mandatory funding for HRFA but authorizes \$12 million annually, subject to appropriations
- -Amendment to HRFA Sect. 602 *Designation of Treatment Areas*: Requires USDA to designate treatment areas in at least one national forest in each state, if requested by the Governor of the state. Authorizes appropriations of \$200 million annually through FY2024

Bioenergy in the 2014 Farm Bill

Energy Title (IX): \$694 million in mandatory funding over 5 years

- Sec. 9002 Biobased Markets Program
- Sec. 9003 Biorefinery Assistance
- Sec. 9004 Repowering Assistance Program
- Sec. 9005 Bioenergy Program for Advanced Biofuels
- Sec. 9006 Biodiesel Fuel Education Program
- Sec. 9007 Rural Energy for America (REAP)
- Sec. 9008 Biomass Research and Development Initiative (BRDI)
- Sec. 9010 Biomass Crop Assistance
- Sec. 9012 Community Wood Energy Program (no mandatory funding)



EPA Clean Air Act Section 111(d): Existing Source Performance Standards

- "Sustainable forestry and agriculture can improve resiliency to climate change .. contribute to climate change mitigation by acting as a 'sink' for carbon."
- •"Burning biomass-derived fuels for energy recovery can yield climate benefits as compared to burning conventional fossil fuels."
- •"We anticipate that states ... consider biomass-derived fuels in energy as a way to mitigate the CO2 emissions attributed to the energy sector."



111(d): biogenic carbon rule forthcoming

- "EPA expects that [it] will be a resource that could help inform states in the development of their CAA section 111(d) plans."
- Senators advocating for "simple and implementable" regulations recognizing the utility of bioenergy in CO2 in letter to Gina McCarthy.
 - -Jeff Merkley (D-OR), Debbie Stabenow (D-MI), Mark Begich (D-AK), Angus King (I-ME), Amy Klobuchar (D-MN), Mark Udall (D-CO), Al Franken (D-MN), Ron Wyden (D-OR), Patty Murray (D-WA), Tammy Baldwin (D-WI) and Jeanne Shaheen (D-NH)

Proposed federal policies: Wildfire funding

 The President's 2015 budget proposal calls for \$954 million in funding for separate, FEMA administered fund

 Would address the largest 1% of wildfires, which account for 30% of the budget

 Supported by The White House, Senators Wyden (D-OR) and Crapo (R-ID)



Additional grants and policies

2013 Hazardous Fuels Wood-to-Energy Grant

- USFS Forest Products Laboratory
- \$2.8 million for design of wood-energy facilities
- \$1.7 million for Statewide Wood Energy Team

Chiefs' Joint Landscape Restoration Partnership

- U.S. Forest Service and the Natural Resources Conservation Service
- \$30 million for 13 projects

The Biomass Thermal Energy Act (BTU Act) proposed by Senator King (I-ME)

- Would provide further incentives for wood bioenergy
- Provides renewable tax-credits to thermal biomass

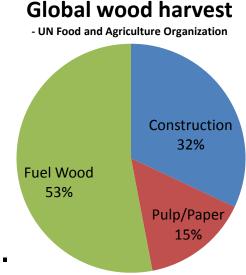


"More CO2 can be sequestered synergistically in the products or wood energy and landscape together than in the unharvested landscape."

- Dr. Oliver et al., *Journal of Sustainable Forestry*

• 3.4 billion meters³/year of wood is harvested per year globally = 0.9 meters³/hectare – UN Food and Agriculture Organization

•Forests could sustainably support additional wood harvesting, but we must break the cycle of wildfires that reduces the health of forests.



Realizing the economic value of mechanical thinning of hazardous fuels

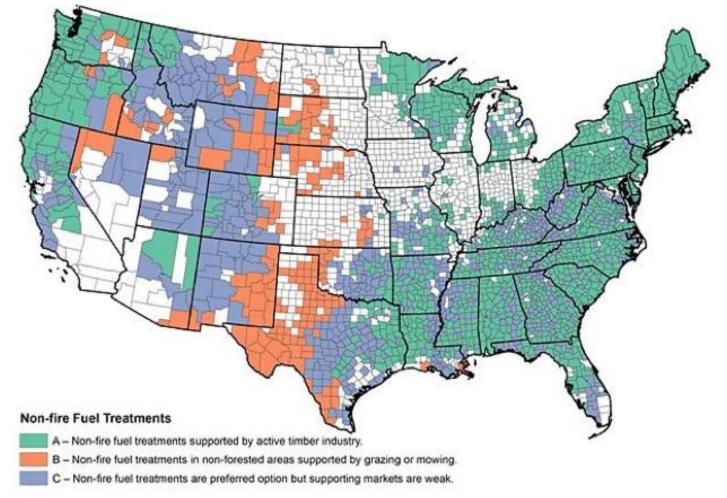


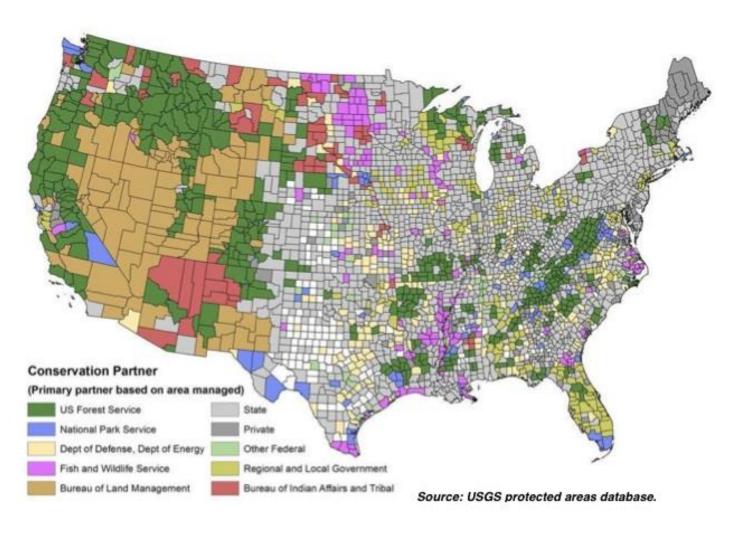
Figure 3.5. Non-fire Fuel Treatments. Spatial distribution of counties where mechanical, biological, or other non-fire treatments might be useful



Sustainable wood construction materials

- Provide more GHG offsets as compared to woody biomass energy
 - Displaces fossil fuels used to manufacture steel and concrete
 - Sequesters carbon in long-lived wood construction materials
- Additional potential for wood recovery from demolition – diverts from landfill where it would emit methane

Who is responsible for forests?







Committees responsible for forests: Senate

- Agriculture, Nutrition and Forestry
- Appropriations subcommittee on Interior,
 Environment and Related Agencies
- Environment and Public Works
- Energy and Natural Resources
- Finance subcommittee on Energy, Natural Resources, and Infrastructure
- Small Business and Entrepreneurship
- Indian Affairs



Committees responsible for forests: House

- Agriculture subcommittee on Conservation,
 Energy and Forestry
- Appropriations
 - Subcommittee on Agriculture, Rural Development,
 FDA and Related Agencies
 - Interior, Environment and Related Agencies
- Energy and Natural Resources
- Energy and Commerce
- Natural Resources
- Small Business subcommittee on Agriculture,
 Energy and Trade

Recent Congressional Hearings

- "Farming, Fishing, Forestry, and Hunting in an Era of Changing Climate", June 3, 2014
 - Senate Environment and Public Works, Subcommittee on Green Jobs and the New Economy
- "Keeping the Lights On and Reducing Catastrophic Forest Fire Risk: Proper Management of Electricity Rights of Way on Federal Lands", May 7, 2014
 - House Committee on Natural Resources
- "Shortchanging Our Forests: How Tight Budgets and Management Decisions Can Increase the Risk of Wildfire", Nov. 5, 2013
 - Senate Agriculture, Nutrition and Forestry, Subcommittee on Conservation, Forestry and Natural Resources

Recent EESI Briefings

- National Landmarks at Risk: How Rising Seas, Floods, and Wildfires Are Threatening The United States' Most Cherished Historic Sites
 - Highlights a Union of Concerned Scientists report about the climate impacts to national landmarks.
- Drier and Hotter: Managing Climate Risks in the Southwest
 - Draws from the regional findings of the National Climate Assessment

Visit our website!

- Visit <u>www.eesi.org</u> for today's slides, plus:
 - Subscribe to our weekly newsletters:
 - Sustainable Bioenergy, Farms and Forests
 - Climate Change News
 - View videos and presentations for all of our Congressional briefings
 - Sign up to receive notice of our Congressional Briefings, Fact Sheets and more!

THANK YOU

Carol Werner

Executive Director

cwerner@eesi.org 202-662-1887

Jessie StolarkPolicy Fellow

jstolark@eesi.org 202-662-1885

