



Timeline

Bioenergy Policy and Regulation in Canada

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Explanatory Note

This timeline outlines important events related to bioenergy policy and regulation in Canada with an emphasis on biofuels and developments since 2000. For the purposes of this timeline, Bioenergy refers to various forms of renewable energy produced from biomass, such as biofuels, biopower and bioheat. The research team has made an effort to highlight events relevant to the forestry sector. For background purposes, the research team has also chosen to include broader developments in energy policy as well as significant events outside of Canada where deemed appropriate. Please help us keep this timeline accurate and up-to-date by providing comments to info@regulatorygovernance.ca.

Acknowledgments

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Timeline – Bioenergy Policy and Regulation in Canada

Event	Who	When	Description	Relates To
Early vehicles use a wide variety of biofuels	Various	Early 1900s	Early vehicles are powered by a diversity of fuels such as ethanol, diesel, butanol, peanut oil, fuels obtained through pyrolysis or gasification, etc. Many of these become obsolete with the increasing availability of inexpensive gasoline.	History of Biofuels
Use of "gasohol" as a vehicle fuel in the United States	United States	1920s- 1940s	Wide usage of ethanol/gasoline fuel blends in the United States (particularly Midwestern states). Following the end of the Second World War, demand for ethanol/gasoline blends falls due to low price and high availability of petroleum fuel. Gasoline/ethanol blends become virtually unavailable commercially in the United States until the late 1970s.	History of Biofuels
Phasing out of leaded gasoline	Canada and United States	1970s- 1980s	Canada and the United States adopt regulations phasing out the use of leaded gasoline and requiring new cars to have engines capable of burning unleaded fuel. The phasing out of tetraethyl lead as a gasoline additive increases the attractiveness of substitutes, such as ethanol, that can be used to enhance octane rating/prevent engine knock.	History of Biofuels
Solar Energy Research, Development, and Demonstration Act (United States)	U.S. Federal Government	1974	The U.S. <i>Solar Energy Research, Development, and Demonstration Act</i> is passed into law. The Act establishes the Solar Energy Research Institute (now called the National Renewable Energy Laboratory). The latter broadens its research mandate over time to include other alternative energy sources such as wind, biomass and biofuels.	History of Biofuels
Program of Energy Research & Development (PERD)	Department of Energy, Mines and Resources (Canada)	1974-	PERD is introduced to increase R&D conducted by science-based government departments on all aspects of energy supply and use (except nuclear). Today, PERD funds 40% of all non-nuclear energy R&D conducted by federal and provincial governments.	Canadian R&D
Renewed commercial marketing of ethanol- gasoline blended fuel in the United States	Атосо	1979	The Amoco Oil Company is the first to renew commercial marketing of ethanol-gasoline blended fuel in the United States, initiating the renewed wide-scale commercialization of renewable fuels.	History of Biofuels
Energy Research and Development in Agriculture and Food (ERDAF)	Interdepartmental Program on Energy R&D (Energy, Mines and Resources / Agriculture Canada)	1981-1986	The ERDAF program is introduced to provide financial support for projects addressing renewable energy and liquid biofuels. About half of the projects it supports relate to renewable energy, and \$4 million out of an estimated \$15 million in total funding goes towards liquid biofuels research.	Canadian R&D
U.S. Clean Air Act	U.S. Federal Government	1990	The U.S. <i>Clean Air Act</i> mandates the sale of oxygenated fuel (such as ethanol blended gasoline or gasoline containing MTBE) in areas having high airborne carbon monoxide concentrations.	U.S. Energy Policy





Event	Who	When	Description	Relates To
Excise tax exemption for fuel ethanol in Canada	Government of Canada	1992	The Government of Canada grants a federal fuel excise tax exemption of \$0.10/litre on ethanol. The exemption also applies to the ethanol portion of blended gasoline.	Canadian Federal Energy Policy
Creation of the <u>Renewable Energy</u> <u>Production Incentive</u> <u>Program (REPI)</u>	U.S. Federal Government	1992	The U.S. Energy Policy Act of 1992 creates the Renewable Energy Production Incentive Program to provide financial incentive payments to producers of electricity from renewable sources.	U.S. Energy Policy
<u>Alternative Fuels Act</u> receives royal assent	Government of Canada	1995	The federal <i>Alternative Fuels Act</i> mandates that 75% of all vehicles operated by federal departments, agencies and crown corporations must be capable of burning alternative motor fuels where cost effective and operationally feasible beginning in 2004. Eligible fuels specified in the Act include: ethanol, methanol, propane gas, natural gas, hydrogen and electricity.	Canadian Federal Energy Policy
Accelerated capital cost allowance rate for equipment capable of producing renewable energy	Government of Canada	1996	Introduction of an accelerated capital cost allowance rate of 30% for renewable energy production equipment (meeting requirements under class 43.1, income tax regulations, schedule II). Such equipment includes electricity generation equipment fuelled by waste, heat recovery systems, and others.	Canadian Federal Energy Policy
Mass production of vehicles capable of operating on 85% ethanol fuel begins	Large U.S. auto manufacturers	1997	Large U.S. auto manufacturers begin mass producing flexible-fuel vehicles capable of burning 85% ethanol (E85) fuel as well as regular gasoline, increasing potential demand from consumers for ethanol fuel. However, limited commercial availability of E85 fuel means that most of these vehicles continue to be fuelled by conventional gasoline.	History of Biofuels
Canada signs the <u>Kyoto</u> <u>Protocol</u>	Government of Canada	1997	Canada signs the Kyoto Protocol, committing itself to reducing its greenhouse gas emissions to 6% below 1990 levels by 2012.	Canadian Federal Energy Policy
Phasing out of gasoline additive MTBE (Methyl Tertiary Butyl Ether)	Various U.S. states	2000s	Due to controversy over the presence of MTBE in ground water and its related health effects, various U.S. states ban the use of this gasoline additive in their respective jurisdictions. The U.S. EPA also recommends phasing out its use. As MTBE was used to reduce carbon monoxide emissions, improve the octane rating of fuel, and prevent engine knocking, the attractiveness of substitutes such as ethanol is increased. MTBE was never used extensively in Canada. For example, see: Environment Canada, <u>Use and Releases of MTBE in Canada</u> .	U.S. Energy Policy – State- level
Launch of <u>Biomass for</u> <u>Energy Program</u>	Natural Resources Canada/ Canadian Forestry Service	2000	The Biomass for Energy program is introduced to support research and development on the use of biomass as a source of alternative energy. Goals include: identifying new and existing supplies of biomass for energy production; developing new biomass production, collection, harvesting, storage and transportation methods; as well as to demonstrate the sustainability of increased biomass supply for energy production. Eligible research must focus on biomass from the agricultural or forestry sectors.	Canadian Federal Energy Policy





Event	Who	When	Description	Relates To
Release of the Government of Canada's <u>Action Plan</u> <u>2000 on Climate</u> <u>Change</u>	Government of Canada	2000	The Government of Canada launches the Action Plan 2000 on Climate Change, with the key goal of achieving a reduction in greenhouse gas emissions of 65 megatons per year in the period 2008-2012. The plan targets transportation, energy, industrial, forestry, agricultural and technology sectors. Measures to increase the energy efficiency of buildings and to fund projects to help developing countries reduce emissions are also included. A major commitment relating to the transportation sector is to increase Canada's ethanol production capacity by 750 million litres, later forming the basis for Natural Resources Canada's <u>Future Fuels initiative</u> .	Canadian Federal Energy Policy
U.S. Biomass Research and Development Act	U.S. Federal Government	2000	The U.S. Biomass Research and Development Act becomes law. The Act creates the Biomass Research and Development Board, a U.S. Federal Government agency whose responsibility is to coordinate federal research and development initiatives related to biomass, biofuels and bioproducts.	U.S. Energy Policy
Manitoba grants a \$0.025/L provincial fuel tax reduction for gasoline containing 10% ethanol	Government of Manitoba	April 21, 2001	In its <u>2001 budget</u> , the government of Manitoba grants a 2.5 cent reduction in provincial fuel taxes for gasoline containing 10% ethanol.	Provincial Energy Policy – Canada
Increased and increasing rate of biofuels R&D and patents	Various	2002-	From approximately 2002-on, biofuels research advances at an accelerating pace and an increasing number of patents are granted. Research and patents include: alternatives to ethanol (butanol, DMF, etc), the use of new microbial platforms (engineering E. coli, etc), and potential development of (heretofore undeveloped) plant species.	New technologies
2002 US Farm Bill introduces a number of renewable energy initiatives	U.S. Federal Government	May 13, 2002	Title IX of the 2002 U.S. Farm Bill introduces a number of initiatives that support the development of bioenergy in a rural and farm setting. See this <u>report</u> for more information on these initiatives.	U.S. Energy Policy
Biodiesel exempt from fuel excise tax in <u>2002</u> <u>Ontario provincial</u> <u>budget</u>	Government of Ontario	June 2002	Ontario exempts biodiesel from the provincial diesel fuel excise tax of \$0.143/L.	Provincial Energy Policy - Canada
Saskatchewan enacts an ethanol fuel grant regulation	Government of Saskatchewan	October 24, 2002	Saskatchewan establishes grants for distributors of ethanol-blended fuel. The grant amount is equivalent to the amount of provincial fuel tax paid on the ethanol portion of blended fuel.	Provincial Energy Policy - Canada
Canada ratifies the Kyoto Protocol	Government of Canada	December 2002	The Liberal government of PM Jean Chrétien ratifies the Kyoto Protocol, thereby making Kyoto commitments binding. This increases the attractiveness of cleaner burning fuels, such as ethanol, as a means of meeting Kyoto emissions-reduction targets.	Canadian Federal Energy Policy





Event	Who	When	Description	Relates To
Canadian federal <u>Budget 2003</u>	Government of Canada	February 18, 2003	The 2003 Canadian federal budget introduces a federal fuel excise tax exemption of \$0.04/litre for bio-diesel, including the bio-diesel portion of blended diesel fuel and the ethanol / methanol portion of blended diesel fuel. Prior to this, the excise tax exemption had applied only to the ethanol/methanol portion of blended gasoline.	Canadian Federal Energy Policy
Announcement of the <u>Ethanol Expansion</u> <u>Program</u>	Government of Canada	August 12, 2003	Prime Minister Jean Chrétien unveils \$1.3 B of spending towards meeting Kyoto Protocol objectives. Spending includes \$100 M in commitments to expand domestic ethanol production. The announcement also states the government's intention to consider mandating a minimum bio-fuel content for all gasoline sold in Canada.	Canadian Federal Energy Policy
Innovation Roadmap on Bio-based Products	Industry Canada & Network	2004	Industry Canada publishes a "technology roadmap" presenting a strategic plan for innovation in the fields of bio-based feedstocks, fuels and industrial products. The Roadmap is developed in collaboration with a network of business people, academics, government personnel and consultants chaired by Rick Smith of Dow AgroSciences Canada.	Canadian R&D
Ontario announces a provincial renewable fuels standard	Government of Ontario	November 2004	Ontario Premier Dalton McGuinty announces plans to implement regulations requiring an average 5% ethanol content in gasoline sold in the province beginning January 1, 2007.	Provincial Energy Policy – Canada
Release of a <u>Canadian</u> <u>Bioproducts Primer</u>	Pollution Probe and BIOCAP	November 2004	Pollution Probe and BIOCAP, two Canadian NGOs, publish the report <u>Primer</u> on <u>Bioproducts</u> covering all types of bioproducts including biofuels.	National Debate
Introduction of a refundable variable tax credit for ethanol production in the Quebec <u>2005-2006</u> <u>provincial budget</u>	Government of Quebec	April 1, 2005	Quebec introduces a variable refundable tax credit for the production of ethanol. The maximum value of the credit is \$0.185/L.	Provincial Energy Policy – Canada





Event	Who	When	Description	Relates To
Announcement of the Ontario Ethanol Growth Fund	Government of Ontario	June 17, 2005	 Premier Dalton McGuinty announces the creation of the Ontario Ethanol Growth Fund, which includes 4 initiatives: Capital assistance for the construction or expansion of ethanol production facilities in Ontario. This comes in the form of loan guarantees or grants not exceeding \$0.10/L of plant capacity. Operating grants to help producers manage market fluctuations. The maximum amount for operating grants is \$0.11/L for ethanol produced in any given year. Operating grants are available from 2007 to 2017. Assistance for independent fuel blenders meet requirements under Ontario's new renewable fuels standard. A research and development fund to assist farmers and businesses undertake research in the ethanol manufacturing sector. 	Provincial Energy Policy – Canada
U.S. <i>Energy Policy Act</i> signed into law	U.S. Federal Government	August 8, 2005	The U.S. <i>Energy Policy Act</i> becomes law. The latter sets a minimum threshold for the amount of renewable fuel to be mixed with gasoline sold in the United States annually by 2012 and creates cellulosic ethanol production subsidies.	U.S. Energy Policy
U.S. <u>Safe Accountable</u> <u>Flexible Efficient</u> <u>Transportation Equity</u> <u>Act - a Legacy for</u> <u>Users (SAFETEALU)</u> <u>Act</u> establishes the Alternative Fuel Mixture Tax Credit	U.S. Federal Government	August 10, 2005	U.S. President George W. Bush signs the SAFETEALU Act into law. Among its many provisions, the bill authorizes a temporary tax credit for production, use, and/or sale of certain alternative fuel mixtures (set to expire December 31, 2009). U.S. paper producers later qualify for the credit by mixing small amounts of diesel fuel with black liquor, a by-product of the pulp making process that can be burned in paper mills to generate heat and power. The credit forms the basis for large "black liquor" subsidies to U.S. paper companies.	U.S. Energy Policy
Saskatchewan implements mandatory minimum renewable fuel content regulations	Government of Saskatchewan	November 2005	Saskatchewan introduces regulations requiring a minimum 1% average ethanol content in fuel from November 2005 to January 14, 2007. The minimum average ethanol content is set to increase to 7.5% on January 15, 2007.	Provincial Energy Policy – Canada
Stephen Harper announces that a Conservative government would require 5% renewable fuel content in gasoline by 2010	Stephen Harper, leader of the Conservative Party of Canada	December 21, 2005	Conservative Party leader Stephen Harper announces his party's commitment to enhancing the renewable fuel content of Canadian gasoline, citing benefits to consumers, farmers, and the environment. He promises that if elected, his party will implement regulations requiring 5% renewable fuel content (which he specifies as ethanol and biodiesel) by 2010.	Canadian Federal Energy Policy





Event	Who	When	Description	Relates To
"Twenty in Ten" challenge posed by U.S. President George W. Bush during State of the Union Address	U.S. President George W. Bush	January 31, 2006	During his State of the Union Address, U.S. President George W. Bush urges Congress to pass legislation requiring Americans to decrease their gasoline usage by 20% over the period 2007-2017 ("twenty in ten"). This goal is to be achieved by requiring a minimum of 35 billion gallons of renewable fuels in use by 2017, as well as increased fuel efficiency standards for vehicles. The speech also highlights biofuels such as ethanol produced from cellulosic biomass as playing a key role in meeting the proposed renewable fuels standard.	U.S. Energy Policy
Introduction of a fuel tax refund on pure biodiesel fuel in the <u>Quebec 2006-2007</u> provincial budget	Government of Quebec	March 23, 2006	The 2006 Quebec budget announces that purchasers of biodiesel are eligible to apply for a refund of provincial fuel excise taxes. The refund is available only to users having purchased large quantities of biodiesel.	Provincial Energy Policy – Canada
Release of <u>Quebec's</u> <u>Energy Strategy</u>	Government of Quebec	May 4, 2006	Quebec releases its Energy Strategy for 2006-2015, which establishes a 5% target for renewable content in fuel sold in the province by 2012.	Provincial Energy Policy – Canada
Meeting of Federal and provincial energy ministers	Federal and provincial ministers responsible for renewable fuels	May 23, 2006	Federal and provincial ministers responsible for renewable fuels set broad parameters for a national renewable fuels strategy. These are: 1) emphasis on ethanol and biodiesel; 2) a preference for tax measures to ensure competitiveness in biofuel production; 3) ensuring opportunities for primary agricultural producers to participate in the renewable fuels industry; and 4) continued investment in new technologies such as cellulosic ethanol.	Federal and Provincial Energy Policy – Canada
Announcement of <u>Biofuels Opportunities</u> <u>for Producers Initiative</u> (BOPI)	Government of Canada	July 2006	Agriculture minister Chuck Strahl announces the creation of the Biofuels Opportunities for Producers Initiative, designed to help agricultural producers take advantage of economic opportunities in the biofuels industry. BOPI is given \$10 M in funding for the 2006/07 fiscal year. This initiative falls under Agriculture and Agri-Food Canada's Advancing Canadian Agriculture and Agri-Food (ACAAF) Program.	Canadian Federal Energy Policy
Launch of <u>Agricultural</u> <u>Cooperative</u> <u>Development Initiative</u> (ag-CDI)	Agricultural and Agri-Food Canada / Canadian Co-operative Association / Conseil Canadien de la cooperation	October 2006	Agriculture and Agri-Food Canada launches the ag-CDI program to provide financial support for the establishment of biofuel and other agricultural co- operatives. \$3.25 M in funding is used to provide technical assistance and educational opportunities over 3 years.	Canadian Federal Energy Policy





Event	Who	When	Description	Relates To
Announcement of the <u>Alberta Bioenergy</u> <u>Strategy</u>	Government of Alberta	October 2006	 The Alberta government announces a provincial bioenergy strategy and releases a <u>Nine-Point Bioenergy Plan</u>. Main initiatives include: A commercialization/market development program to develop market opportunities and assist in the commercialization of bioenergy technologies. A bioenergy infrastructure development grant program to assist in the development of bioenergy distribution infrastructure in the province. A renewable energy producer credit program to support production of biofuels. This initiative replaces the provincial fuel tax exemption for ethanol. Priority bioenergy areas identified include biodiesel, biogas (methane), and ethanol. Note: the plan contains a number of other initiatives that remain in development. These include: energy microgeneration, development of bioindustrial networks, tax and investment measures to encourage development in the bioenergy sector, alignment of provincial programs with federal initiatives, and regulatory changes to allow development of bioenergy technology applications using biological waste from meat production. 	Provincial Energy Policy – Canada
Canadian <u><i>Clean Air Act</i></u> introduced in the House of Commons	Government of Canada	October 19, 2006	The <i>Clean Air Act</i> is tabled in Parliament and given a first reading. The Bill is intended to enable the implementation of stricter federal regulations on air pollutants and greenhouse gases, having potential consequences on the use of biofuels for transportation. After considerable public controversy, the bill dies on the order paper at the close of the parliamentary session. Pieces of the bill are later reintroduced as separate legislation (see below).	Canadian Federal Energy Policy
Formal announcement of the government's intent to mandate minimum renewable content in fuels in Canada	Government of Canada	December 20, 2006	Rona Ambrose, Minister of the Environment and Chuck Strahl, Minister of Agriculture reconfirm their government's plan to mandate renewable content in Canadian fuels. This plan will require an annual average of 5% renewable fuel content in gasoline by 2010, and 2% renewable content in diesel and heating oil by 2012.	Canadian Federal Energy Policy
Announcement of the Agricultural Bioproducts Innovation Program and Capital Formation Assistance program (later renamed ecoABC)			Note: The above corresponds to renewable fuels provisions in the defunct bill C-30 (the <i>Clean Air Act</i>). These are later reintroduced as separate legislation (see below for more information). \$345 M is also announced to create two new federal biofuel initiatives: \$145 M to fund biofuels research under the Agricultural Bioproducts Innovation Program, and \$200 M for the Capital Formation Assistance Program – later renamed ecoAGRICULTURE Biofuels Capital (ecoABC) Initiative – to provide incentives for the development of biofuel production capacity.	





Event	Who	When	Description	Relates To
Regulatory <u>Notice of</u> <u>intent</u> appears in Canada Gazette	Government of Canada - Environment Canada	December 30, 2006	A regulatory notice of intent appears in the Canada Gazette signalling the Federal Government's intent to adopt new regulations requiring renewable content in fuels. The notice emphasizes the use of ethanol (grain-based and cellulosic) and biodiesel to meet renewable fuel regulatory requirements.	Canadian Federal Energy Policy
California announces a Low Carbon Fuel Standard	Governor Arnold Schwarzenegger	January 2007	California announces it will establish a Low Carbon Fuel Standard (LCFS) with the goal of reducing life cycle greenhouse-gas emission intensity of transportation fuels by 10% during the period 2010 to 2020. Under the LCFS, transportation fuel providers will be required to ensure that, on average, fuel sold in California meets a declining standard for greenhouse gas emissions as measured by gram of CO ₂ per unit of energy sold.	U.S. Energy Policy – State- level
Announcement of the <u>ecoENERGY for</u> <u>Renewable Power</u> <u>Initiative</u>	Government of Canada	January 19, 2007	PM Stephen Harper announces \$1.48 billion to provide a \$0.01 per kilowatt- hour incentive for production of electrical power produced from renewable sources (including biomass). To be eligible, projects must be constructed between April 1, 2007 and March 31, 2011. Incentives may be received for up to 10 years.	Canadian Federal Energy Policy
Announcement of <u>ecoENERGY</u> <u>technology initiative</u>	Government of Canada	January, 19, 2007	Natural Resources Minister Gary Lunn announces the creation of the ecoENERGY technology initiative, which provides \$230 M in funding for R&D on next-generation renewable energy technologies, including biomass.	Canadian Federal Energy Policy
Launch of <u>Agri-</u> <u>Opportunities Program</u>	Agriculture and Agri-Food Canada	Jan-Feb, 2007	Agriculture and Agri-Food Canada launches the Agri-Opportunities Program, which provides repayable contributions of up to \$10 million for projects whose goal is to commercialize new agricultural products, processes or services not currently available in Canada. The total amount of funding allotted to the program is \$134 million over 5 years. Projects related to the production of fuels from agricultural biomass are eligible for contributions under this program.	Canadian Federal Energy Policy
Announcement of <u>Forest Industry Long-</u> <u>Term Competitiveness</u> <u>Initiative</u>	Natural Resources Canada	February 8, 2007	Natural Resources Minister Gary Lunn announces the Forest Industry Long- Term Competitiveness Initiative. This initiative includes \$60 M for consolidating existing forest research institutes (the Forest Engineering Research Institute of Canada; Forintek Canada Corp.; and the Pulp and Paper Research Institute of Canada) to form FPInnovations. Funding is also to be used for R&D on forest biomass technology, as well as forest biotechnology and nanotechnology.	Canadian Federal Energy Policy





Event	Who	When	Description	Relates To
Release of <u>BC Energy</u> <u>Plan</u>	Government of British Columbia	February 27, 2007	 The BC government releases its Energy Plan. Major biofuel-related initiatives include: A commitment that BC Hydro will issue a call for proposals for electricity generation projects using sawmill residues, logging debris and pine beetle-killed timber as energy sources. The enactment of regulations requiring an average 5% renewable fuel content in diesel by 2010. A commitment to shortly release a more comprehensive bioenergy strategy. 	Provincial Energy Policy – Canada
Additional funding for the <u>Biofuels</u> <u>Opportunities for</u> <u>Producers Initiative</u> (BOPI)	Government of Canada	March 3, 2007	Agriculture minister Chuck Strahl announces an additional \$10 million in funding for the Biofuels Opportunities for Producers Initiative (See July 2006 above).	Canadian Federal Energy Policy
Canadian federal <u>Budget 2007</u>	Government of Canada	March 19, 2007	The 2007 federal budget establishes a commitment to provide production incentives worth \$1.5 B over nine years for renewable fuels such as ethanol and biodiesel. This funding later forms the basis for the ecoEnergy for Biofuels program (ecoEBF). The budget also provides \$500 million for investment in large-scale facilities to produce "next-generation" biofuels such as ethanol produced from agricultural and wood waste.	Canadian Federal Energy Policy
Official launch of the ecoAgriculture Biofuels Capital initiative (ecoABC)	Government of Canada	April 23, 2007	1, 2008.The Government of Canada officially launches the ecoAgriculture BiofuelsCapital (ecoABC) initiative originally announced in 2006. The initiativeprovides repayable contributions to farmers for capital investment in biofuelsprojects	Canadian Federal Energy Policy
Ontario and BC adopt a Low Carbon Fuel Standard	Governments of Ontario and British Columbia	May 2007	In separate agreements with California Governor Arnold Schwarzenegger, Ontario Premier Dalton McGuinty and BC Premier Gordon Campbell commit to adopting a Low Carbon Fuel Standard matching the goals for reducing intensity of greenhouse gas emissions set by California.	Provincial Energy Policy – Canada





Event	Who	When	Description	Relates To
Quebec Government announces financial support for two new cellulosic ethanol demonstration plants and the creation of a research chair on cellulosic ethanol production	Government of Quebec	June 7, 2007	Quebec Premier Jean Charest announces financial support for two new cellulosic ethanol demonstration plants to be located in Westbury and Bromptonville, Quebec. He also announces the creation of a provincially- funded research chair on cellulosic ethanol production at the University of Sherbrooke to support the establishment of the two cellulosic ethanol demonstration plants.	Provincial Energy Policy – Canada
Announcement of Saskatchewan Biofuels Investment Opportunity (SaskBIO) program	Government of Saskatchewan	June 12, 2007	Saskatchewan Premier Lorne Calvert announces a 4-year \$80 million initiative providing repayable contributions of up to \$10 million per project for the construction or expansion of ethanol and biodiesel production facilities in the province. The initiative also includes \$2 million for biofuels and bioproducts research and development.	Provincial Energy Policy – Canada
Launch of <u>ecoENERGY for</u> <u>Biofuels Initiative</u>	Government of Canada	July 5, 2007	Prime Minister Stephen Harper announces the launch of the ecoENERGY Biofuels Initiative. Overseen by Natural Resources Canada, the program is intended to implement the \$1.5 billion commitment made in Budget 2007 regarding production incentives for renewable alternatives to gasoline and diesel. The program provides incentives in the form of per litre subsidies over a nine-year period, with a maximum of 7 years per facility. Incentives provided are up to \$0.10/L for renewable alternatives to gasoline and \$0.20 for renewable alternatives to diesel for the first 3 years of the program and are slated to decline thereafter.	Canadian Federal Energy Policy
Announcement of NextGen Biofuels Fund	Government of Canada	September 12, 2007	Following from Budget 2007 commitments, Sustainable Development Technology Canada receives \$500 M for the creation of a NextGen Biofuels Fund. The Fund provides financial support for large-scale demonstration facilities producing second-generation biofuels. Eligibility is based on whether a facility is the first of its kind in Canada, type of feedstock used, technology/process, sustainability, and future potential. This new fund complements the existing \$550 M SD Tech Fund managed by Sustainable Development Technology Canada.	Canadian R&D
Manitoba introduces ethanol production incentives	Government of Manitoba	December 12, 2007	Provincial regulations creating production subsidies for ethanol come into effect. Subsidies are approximately \$0.20/L for 2008 and 2009, \$0.15/L for 2010-2012, and \$0.10/L for 2013-2015.	Provincial Energy Policy - Canada





Event	Who	When	Description	Relates To
Signing into law of U.S. <u>Energy</u> <u>Independence and</u> <u>Security Act of 2007</u>	U.S. Federal Government	December 19, 2007	 The U.S. <i>Energy Independence and Security Act of 2007</i> responds to proposals made by President George W. Bush in his January 31, 2006 State of the Union Address. Biofuel-related provisions of the Act include: Minimum annual level of renewable fuel that must be used in transportation fuel in the United States is set at 36 B gallons by 2022. Of the 36 B gallons that must be used annually by 2022, 21 B must be produced using sources other than corn starch (i.e. must be comprised of cellulosic ethanol or other biofuels). Eligible biofuels must meet minimum life cycle greenhouse gas reductions requirements as compared to crude oil-derived fuels. Authorization is provided for \$27 M in grants for biofuel R&D. The U.S. Department of Energy is directed to establish grant programs for the establishment or conversion of infrastructure for the use of renewable fuels, including 85% ethanol (E85) fuel. 	U.S. Energy Policy
Manitoba ethanol fuel content mandate comes into effect	Government of Manitoba	January 1 st , 2008	Provincial regulations requiring that gasoline sold in Manitoba contain an average of 5% ethanol for the first quarter of 2008 and 8.5% thereafter come into effect.	Provincial Energy Policy – Canada
Release of the <u>BC</u> <u>Bioenergy Strategy</u>	Government of BC	January 31, 2008	 Premier Gordon Campbell launches the BC Bioenergy Strategy. Among the initiatives announced are: \$25 M to create the BC Bioenergy Network - an investment fund for bioenergy projects and research. Research areas to be supported by the BC Bioenergy Network include: wood gasification, cellulosic ethanol, enzymes for bioenergy production, biodiesel production from algae, energy crop production, and refining of biochemicals. Funds may also be used to support pilot and demonstration projects. \$10 M to increase biodiesel production capacity. An inventory of biomass resources in the province to assess the total amount of biomass available and consolidate information on biomass resources in order to assist the development of bioenergy projects. Promote wood pellet production and assist in the development of market opportunities. Develop regulations to eliminate "beehive burners" (wood waste burners) in order to encourage the use of wood waste for more valuable bioenergy projects. Review of boiler and pressure vessel regulations to facilitate development of bioenergy projects. 	Provincial Energy Policy – Canada





Event	Who	When	Description	Relates To
British Columbia <u>Budget 2008</u>	Government of BC	February 19, 2008	The 2008 BC budget classifies biodiesel and ethanol as alternative motor fuels, exempting them from provincial fuel taxes.	Provincial Energy Policy – Canada
2008 U.S. Farm Bill renews/expands renewable energy initiatives introduced in 2002 Farm Bill	U.S. Federal Government	June 18, 2008	Title IX of the 2008 U.S. Farm Bill renews and expands many of the renewable energy initiatives introduced in the 2002 Farm Bill.(See here for a comparison of 2002 and 2008 Farm Bill energy provisions)	U.S. Energy Policy
<u>Renewable Fuels Bill</u> receives Royal assent	Government of Canada	June 26, 2008	A renewable fuels bill amending the 1999 <i>Canadian Environmental Protection Act</i> receives Royal Assent. This follows up on the Harper government's promise to mandate minimum renewable fuels content in transportation fuels and heating oil. These provisions had previously been included in a revised version of bill C-30 (known as the <i>Clean Air Act</i>) but were reintroduced separately after the initial bill died on the order paper.	Canadian Federal Energy Policy
New Brunswick issues the Crown Land Forest Biomass Harvesting Policy	Government of New Brunswick	November 4, 2008	New Brunswick becomes the first province to issue a biomass policy providing for the harvesting of biomass from crown-owned forest lands. The policy allows for the harvesting of biomass (such as tree branches, tops, twigs and other woody biomass) present on forest floors for the purposes of bioenergy production.	Provincial Energy Policy – Canada
Passage of the American Recovery and Reinvestment Act (ARRA)	U.S. Federal Government	February 17 th , 2009	The U.S. <i>Reinvestment and Recovery Act</i> becomes law. The Act authorizes and funds a number of biofuels and bioenergy initiatives. See <u>here</u> for more information on U.S Department of Energy initiatives under the ARRA.	U.S. Energy Policy
Release of a NRTEE Report	National Roundtable on the Environment and the Economy (NRTEE)	April 16, 2009	Report: <u>Achieving 2050: A Carbon Pricing Policy for Canada</u> .	National Debate
Release of the report "Biofuels – At What Cost? Government support for ethanol and biodiesel in Canada"	Global Subsidies Initiative (GSI) / International Institute for Sustainable Development (IISD)	April 2009	The Global Subsidies Initiative and the International Institute for Sustainable Development release a report examining federal and provincial government subsidies for biofuels production in Canada.	National Debate
EU adopts Renewable Energy Directive	European Council	April 6, 2009	The European Council gives final approval to a <u>Renewable Energy Directive</u> proposing a target of 20% renewable energy for European Union countries by 2020. The 20% target represents an average of total energy production and no specific sectoral targets are set except for the transportation sector. With regard to transportation, the Directive sets a target of 10% biofuel content in transportation fuel by 2020.	European Energy Policy





Event	Who	When	Description	Relates To
Adoption of	State of California Air	April 23,	The <u>Air Resources Board</u> adopts a regulation that implements Governor	U.S. Energy
California's Low	Resources Board	2009	Schwarzenegger's Low Carbon Fuel Standard calling for the reduction of	Policy
Carbon Fuel Standard			greenhouse gas emissions from California's transportation fuels by ten percent	
			by 2020. Corn-based ethanol does not meet the standards set under the	
			regulation due to concerns it causes changes in land use that offset its potential	
			emissions-reduction benefits.	
Announcement of a	U.S. President Barack	May 6,	President Barack Obama announces the creation of a Biofuels Interagency	U.S. Energy
Biofuels Interagency	Obama	2009	Working Group. The latter will bring together a number of U.S. federal	Policy
Working Group			government departments and agencies in order to coordinate existing policies	
			and identify new policies to increase the use of biofuels.	
Announcement of Pulp	Government of Canada	June 17,	Natural Resources minister Lisa Raitt announces the creation of the Pulp and	Canadian
and Paper Green		2009	Paper Green Transformation Program in response to massive U.S. government	Federal
Transformation			subsidies for "black liquor". The program provides a subsidy of \$0.16 per litre	Energy Policy
<u>Program</u>			of black liquor up to a maximum program total of \$1 B.	

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The Regulatory Governance Initiative

The Regulatory Governance Initiative (RGI) at Carleton University builds on the proven track record of Carleton's School of Public Policy and Administration to develop regulatory capacity and competence through research, education, and dialogue. Its scope is regulatory policy, governance, and management. Its approach is holistic and problem-driven. The RGI assembles expertise from the humanities, social and natural sciences as needed. For most projects, practitioners in the private, public and nonprofit sectors collaborate with scholars from the RGI network.

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