Excursion: Sweden – Helsinki – Saint Petersburg – Joensuu – Helsinki – Sweden

Peter Lohmander Document under development Version 2012-03-01



Figure 1. Travel Summary Map.

Flight from Umea to Helsinki. Participants: 23 master of forestry students, Peter Lohmander and Marine Elbakidze, from Swedish University of Agricultural Sciences, SLU. In Helsinki, we rent a bus. This bus will be used all the time until we come back to Helsinki again. Bus ride #1 (marked with a red "1" on the map) will be as rapid as possible. We have to reach Saint Petersburg according to schedule. We go by bus to Saint Petersburg and follow the excursion arranged by Maxim Chubinsky. Then, we go to Joensuu (Bus ride #2) where we visit EFI. The main coordinator in Finland is Maarit Kallio. It is good if we can make some field visits during Bus ride #2, in Russia and in Finland. In Joensuu we visit EFI and then go on Bus ride #3. We would also like to make field visits along ride #3. Then, we come to Helsinki, where we have the final part of the tour. Flight from Helsinki to Umea.

Excursion Plan

Date	Day	Time	Place	Activity	Coordinator
Apr 11	Wednesday			Travel Umea – Saint Petersburg	
11				Individual transport to Umea airport (Alvik)	
		06.00		The group meets at Umea airport (Alvik). Practical	Peter L
				details and last minute information. Check in.	
		07.00-		Flight from Umea (Alvik) to Stockholm (Arlanda)	Peter L
		08.00		(Carrier: Norwegian)	
				The group instantly gathers when we leave the plane.	
				We walk together through the Arlanda airport to the	
				practical details and last minute information. We walk	
				as a group, together.	
		10.30		Flight from Stockholm (Arlanda) to Helsinki	Peter L
		-12.25		(Carrier: Finnair)	
				ADJUST YOUR WATCH!	
				The group instantly gathers when we leave the plane.	Peter L
				We walk together through the Helsinki airport and	
				collect our luggage. Continuous information about	
				practical details and last minute information. We walk	
				as a group, together, to the bus.	Datar I
				Along the tour, we make stops to eat etc.	relei L
			Saint	HOSTEL reserved by Maxim C which will be used	Maxim C
			Petersburg,	until we leave Russia. Double rooms for all 23 students	Muxim C
			Close to FTU	and two single rooms for Peter L and Marine E.	
				(2 > persons in room - 500 rubles for each, 1	
				person - 1200 rubles, breakfast not included, but it	
				possible to buy breakfast+dinner - 150-250 rubles.	
				Bathrooms and showers in the floor. Linen	
				Included.)	
				ADUIST VOUR WATCH	
Apr	Thursday			Excursion RUSSIA	Maxim C
12	marsaay			http://en.wikipedia.org/wiki/Saint-Petersburg	Muxim C
				http://www.dodekanissaweb.gr/world/cities/Saint-	
				Petersburg-Russia.html	
				http://maps.thefullwiki.org/Saint Petersburg	
		00.00		http://www.forest.ru/eng/publications/intact/	
		09.00-		Al Forestry in Russia. Forest Technical University.	Maxim C
		12.00		FIU (Earner name: SPOFIA):	
				General information about FTU Maxim Chubinsky	
				Dr., Executive Director of ICFFI. Vice-Dean of Forest	
				Faculty, FTU	
				http://ftacademy.ru/eng/academy.html	
				Forestry in Russia. Evgeny Kuznetsov	
				Ass. Prof., Forestry Department, FTU	
				http://ftacadamy_ru/ang/acadamy_html	
				Forests and forest resources of Russia and their use by	
				Alexander Alekseev (page 20)	

		12.00	A2 Lunch	Maxim C
		13.00-	A3 Botanical garden and museums of FTU	Maxim C
		16.00	<u> </u>	
Apr	Friday		Excursion RUSSIA	Maxim C
13	Thouy			Muxini
		09.00-	B1 Forest market in Russia	Maxim C
		11.00	Forest Market in Russia, Anatoly Chubinsky	
			Professor, Forest Economics	
			Faculty and Mechanical Technology of Wood Faculty,	
			FTU	
			http://www.springerlink.com/content/w	
			550525420m06285/fulltext.pdf	
			Report from the IFC and the World Bank	
		11.00-	B2 Lunch	Maxim C
		12.00	B3 Forest Policy in Russia	Maxim C
		16.00	Do Forest Forey in Russia	
			The Forest law: Forest Codex.	
			Alexey Jaroshenko, Leader of forest department	
			Greenpease Russia.	
			http://www.greenpeace.org/russia/en/	
			Forest policy in Russia.	
			Nikolay Shmatkov, Leader of Forest Policy	
			Department, WWF in Russia	
			http://www.wwf.ru/eng/	
			Forest monitoring in Russia	
			Roman Glebov, Leader of North-West Russia Forest	
			Monitoring Center.	
			http://www.scanex.ru/en/publications/pdf/publication2	
			<u>3.pdf</u>	
			Forest inventory in Russia.	
			Someone from Federal Forest Inventory Organization.	
			http://www.globalforestwatch.org/english/russia/news.	
			htm	
			Problems in forestry in Russia.	
			Someone from Rosleshoz.	
			http://www.rosleshoz.gov.ru/english	
			Topics not desided vet	
			Someone from Swedwood and/or Stora Enso.	
			http://www.axelspringer.de/dl/344752/tracing_wood_i mports_klein.pdf	
			http://www.metla.fi/dissertationes/df95.pdf	
			mtp.//www.giobarrorestwatch.org/eligitsii/russia/glw.ht m	
			http://www.taigarescue.org/index.php?sub=2&cat=65	

Apr 14	Saturday		Excursion RUSSIA	Maxim C
		09.00	C1 Lindulovskaja forest	Maxim C
		16.00	http://www.baltic.pu.ru/forecast.eng/karelia/karelia.htm LINDULOVSKAYA ROSHCHA Lindulovkaya forest	
Apr 15	Sunday		Bus from Saint Petersburg to Joensuu.	
			From Dr Olga Tyukina:	
			"The topic during our bustrip from St. Petersburg	
			management and organization. The basic	
			document will be my Ph.D. thesis	
			http://www.metla.fi/dissertationes/df106.htm	
			(2010). In addition to the website, I send you	
			attached the text I will talk about in the bus. Also, I	
			WIII show some books and talk about the key	
			activity" (The text is included in the end of this	
			document.)	
			Dr. Olga Tyukina defended her PhD thesis at School of	
			Forest Science, Faculty of Science and Forestry,	
			University of Eastern Finland.	
			ADJUST YOUR WATCH!	
			RESERVATIONS in process via CarlsonWagonlit:	
			HOSTEL two nights in Joensuu. Check in April 15 and	
			check out April 17.	
			4 double rooms and one single room for 9 female	
			students, three single rooms for Peter L., Marine E. and	
			the bus driver.	
			If possible: We want breakfast.	
			We want bathrooms and showers.	

Apr	Monday			Excursion FINLAND	Maarit K
		09:00- 10:00	Siltakatu 20B, Joensuu tel. +358 20 772 8200 (växel) tel. +358 20 7728203 (Niskanen)	D1 The Finnish Forestry Centre - North Karelian Unit Dr. Anssi Niskanen, Director. -Role of forest centers in implementing the Finnish forest policy -Actual national and local forest policy issues <u>http://www.metsakeskus.fi/briefly-in-english</u> <u>http://www.skogscentralen.fi/metsakeskus-ja-alueet</u> <u>http://www.skogscentralen.fi/pohjois-karjala</u>	Maarit K
		10:00- 10:15		D2 Moving to Metla house;	Maarit K
	30 min	10:15- 10:45	Metla Yliopistokatu 6, Joensuu, Auditorimum Käpy	D3 Metla, Joensuu Wellcome and presentation of the wooden Metla building Dr. Jari Miina, Metla (tel. +358 503913106) http://www.metla.fi/tiedotteet/2004/2004-11-10-metla- house-photos.htm http://www.metla.fi/jo/index-en.htm	Maarit K JM said this takes 20–30 min.

	45 min	10:45-	Metla	D4 Wood Construction in Finland: future prospects	Maarit K
	10 1111	11:30	Yliopistokatu 6.	and opportunities	
			Joensuu,	II III	
			Auditorimum	Mr. Harri Välimäki, Davalonmant Managar/ ar / Mr	
			Käny	Wil. Halli Valinaki, Development Wallagel 07 / Wil.	
			impy	Jukka Lempianien/ Joensuu Science Faik, OSKE.	
				Länsikatu 15, puh. +358 50 379 9112,	
				http://www.carelian.fi/en/front+page/	
	45 min	11:30	Restaurant Metla	D5 A lunch break, personnel restaurant at Metla	Maarit K
		-12:15	Yliopistokatu 6,	house (lunch at own cost, 6–7 €person)	
			Joensuu		
	45 min	12:15	Metla	D6 Dr. Tarmo Räty, Sen.res., Metla: Environmental	14:00-
		-13:00	Yliopistokatu 6,	performance of construction wood, environmental	15:30
			Joensuu, Käpy	certificates and standards	
	90 min	13.00	EFI, at Metla's	D7 European Forest Institute,	Maarit K
		-	Auditorimum	Contact person: Maria Jalavisto (tel. +358 10 773 4337)	
		14.30	Käpy		
				- Introduction to EFI	
			EFI is currently split	- EFI research on International forest policies	
			into several places	*	
			due to air problems		
			(mould) in Torikatu	Note: 16.4. is a day for EFI's board meeting. All directors	
			4. None of the	and some of the senior researchers and other staff members	
			bosts 25 visitors	are in Vienna for this meeting.	
			So FFI proposed to		
			presents its work at		
			Metla's premises.		
		14:30-	Metla	D8 Coffee Break (on Metla's account)	Maarit K
		15:00	Yliopistokatu 6		
		15-16	Metla	D9 Open Possible topic:	
		15 10	Yliopistokatu 6	Wood based bioenergy in Finland: Current role and	
			Ioensuu	future goals: procurement / N N	
			Auditorimum	Tuture gouis, procurement, Tutu	
			Käny		
Apr	Tuesday		Rupy	Excursion FINI AND	Maarit K
17	Tuesday				Widdin IX
17		08 30	Bus: Ioensuu	F1 Bus heading South	Maarit K
		- 00.50	Vilmannstrand	-Arrival in the Kaukas mill area:	Maant K
		11 30	(235 km = 3)	I unch break before mill visit in either one of the	
		12.45	$(235 \text{ Km} \sim 5)$	-Lunch break before min visit in ender one of the	
		12.45	nours)	Moving to the first excursion leastion (mill area is	
				-Moving to the first excursion location (find area is	
				namer large, moving between purp min and biopower	
		12.45	LIDM Kaulaa	E2 Visiting UDM Kernenge Kenhog rule mill and	Maarit V
		12:43-	Villmonstrond	L2 visioning Urivi Kynninene Kaukas puip mini and Kaukaan yaima Dianawan nlant	Maarit K
		XX:00		Kaukaan vonna biopower plant	to be asked
			101.	1) Kouloss and as a second in the second	(MK).
			+538 204 15 101	\perp) Kaukas pup and paper mill (pup mill	-driving
			Kaukaan Voima	visited, paper min may be temporarily shut	instructions
			Ah	dowii)	in the mill
			Villmanstrand	http://www.unite.com/or/Denor/defuilt.com	area and in
			(Lappeenranta in	http://www.upm.com/en/Pages/default.aspx	LPR to find
			Finnish)	http://w3.upm-	the mill area
			,	kvmmene.com/upm/internet/cms/upmcms.nsf/\$all/	
				0EEDCF087560E843C2256D94003E320F?Onen&am=me	The exact
				nu,0,0,0	timing
					(length) and
				http://www.upm.com/EN/ABOUT-	visit (nuln
				UPM/Downloads/Responsibility/Documents/Environmenta	mill/
				IStatements2010/envstat_kau_2010_en.pdf	bioenergy
					first)
				2) Kaukaan Voima Ab, biopowerplant	, ,

				http://www.energy- enviro.fi/index.php?PAGE=715&PRINT=yes	confirmed by Kaukas later on.
				(hope: discussion on fuels, costs, subsidies, regulations, district heating)	Visit to: Kaukas mill
				Contact at Kaukas: Communications manager Mariitta Stenbäck. 0204 15 4465	-interest in Slu ? -available?
		xx-00 yy.00	Villmanstrand- Helsingfors (220 km ~ 3 hours)	E3 Bus continuing towards Helsingfors Depending on the time needed in Kaukas, possibly some sights on the read	Maarit K
				RESERVATIONS in process via CarlsonWagonlit:	
				HOSTEL one night in Vanda (Vantta), abut 10 km North of Helsinki, close to the points described below. Check in April 17 and check out April 18.	
				7 double rooms for 14 male students, 4 double rooms and one single room for 9 female students	
				three single rooms for Peter L., Marine E. and the bus driver.	
				If possible: We want breakfast. We want bathrooms and showers	
Apr 18	Wednesday			Excursion FINLAND	Maarit K
		09.00	Metsähallitus	F1 Metsähallitus/Forststyrelsen.	Maarit K
		- 10:00	Vernissakatu 4, Dickursby Vanda	<i>Dr. Antti Otsamo</i> , Environment Manager, topic: Coordinating the use of the state forest lands for	
		10.00	+358 20564100	their many demands	
				Links on Metsähallitus	
				Swedish:	
				http://metsa.fi/sivustot/metsa/sv/Koncernen/Sivut/Koncernen.aspx English:	
				http://metsa.fi/sivustot/metsa/en/AboutUs/Sivut/AboutMetsahallitu	
		10:00-	Metsähallitus	<u>Saspx</u> Moving on: walking from Metsähallitus to Metla,	
		10:20	- Metla	Vanda. 0.9 km.	Maarit
		10.30	Metla, Jokiniemenkuia 1.	F2 Finnish biodiversity protection policies. Speakers with preliminary presentation titles.	Maarit K
		12:30	Vanda	1. Ms. Terhi Koskinen, Metla, sen. res.,	
			Auditorium	METSO follow up group; Introduction to METSO programme and experiences from	
				it;	
				2. <i>Ms. Maarit Loiskekoski</i> , Senior Environment Adviser, Ministry of Agriculture and	
				Forestry, METSO from the Ministry's point	
				of view. 3. <i>Dr. Riitta Hänninen</i> , Metla, programme	
				leader, Safeguarding forest biodiversity -	
				results from the TUK research programme. <u>http://www.metla.fi/pp/RHan/index-en.htm</u>	
				Related links:	
				METSO 2008–2016 programme:	
				In Swedish	
				http://www.mmm.fi/sv/index/amnesomraden/skogar/metso.html In English	

			http://www.mmm.fi/en/index/frontpage/forests/ sustainable_forest_management/forest_biodiversity.html	
			Monitoring METSO 2008–2016 programme at	
			METLA: http://www.metla.fi/hanke/3522/index_en.htm	
			http://www.neta.n/httike/5522/htex/en.htm	
			TUK research programme at METLA:	
	12.20	Posmarijni Matla	http://www.metla.fi/ohjelma/tuk/index-en.htm F3 L unch at Motla staff rostaurant Posmarijini	Moorit K
	12.30-	Iokiniemenkuja 1	(at own cost $6.8 \notin person$)	Maan K
	13:15-	Metla.	F4 Finnish forests and climate change	Maarit K
	14:00	Jokiniemenkuja 1,	(possible speakers could be Tarja Tuomainen or Aleksi	
		Auditorium	Lehtonen, Metla; to be confirmed;	
			http://www.metla.fi/hanke/3431/index-en.htm);	
			- Oreenhouse gas reporting for the Kyoto	
			- Finnish forest in climate change mitigation	
			after Durban	
	14:00-		Coffee break	Maarit K
	14.15			
	14.15-	Metla,	F5 Dr. Tatu Torniainen, Ministry of Agriculture and	Maarit K
	15.15	Jokiniemenkuja 1,	Forestry, Topical Issues in the Finnish Forest Policy	
		Auditorium		
	15:15-	Auditorium	F6 Dr. Hanna-Liisa Kangas, WWF Finland,	Maarit K
	16:00	Metla,	WWF's views on forests and climate change.	
		(Jokiniemenkuia	http://www.wwf.fi/wwf/www/uploads/pdf/WWF_Hugga_el	
		(JOKIIII einenkuja 1)	ler skydda Boreala skogar i klimatperspektiv.pdf	
	16:10	-)	Bus to the Helsinki airport	
			The group meets at the Helsinki airport. Practical	
			details and last minute information. Check in.	
			Hopefully: Some time to eat at the airport.	
	18.55-		Flight Helsinki to Stockholm (Arlanda)	Peter L
	18.50		(Carrier: Norwegian)	
			ADJUST YOUR WATCH!	
			The group instantly gathers when we leave the plane.	
			we walk together through the Arlanda airport and	
			luggage and carry it through the customs and check it	
			in again before we go to Umea) Continuous	
			information about practical details and last minute	
			information. We walk as a group, together, to the next	
			flight.	
	20.20		Flight Stockholm (Arlanda) to Umea (Alvik)	Peter L
	-21.20		(Carrier: Norwegian)	
_			Individual transport from Umea (Alvik) airport	

Contacts

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Figure 2. FTU (Earlier name: SPbFTA, Saint Petersburg Forest Technical Academy), Map by Peter Lohmander, 120112.



Figure 3. FTU (Earlier name: SPbFTA, Saint Petersburg Forest Technical Academy), is marked by a red circle in t his map of Saint Petersburg. Map by Peter Lohmander, 120112

Some earlier international forest policy excursions

Below, you can look at plans and pictures from similar International Forest Policy excursions:

Russia-Estonia 2007: Plan: http://www.lohmander.com/IFP.doc

Spain-Andorra-France 2008: Plan: http://www.lohmander.com/IFP08/IFP08.html

Pictures: http://www.lohmander.com/SAF08/SAF08.htm



Above: The forest policy excursion to Spain-Andorra-France 2008

Switzerland-Germany 2009: Plan: http://www.lohmander.com/IFP09/IFP09.htm

> Pictures: Switzerland: http://www.lohmander.com/Swiss09/Swiss09.htm

> Germany: http://www.lohmander.com/Germ09/Germ09.htm

International Forest Policy lectures by Peter Lohmander 2012

Forest policy and consequences for activities in the forest industry sector, regional employment, economic results and international trade (Skogspolitik och dess konsekvenser för skogsindustrisektorns verksamhet, regional sysselsättning, ekonomiska resultat samt internationell handel)

References to the lectures:

Lohmander, P., Trade and Imperfections 2009 ppt http://www.lohmander.com/IFP09/Trade%20and%20Imperfections%202009.ppt

Lohmander, P., Lägg inte ned Svensk skogsindustri på grund av virkesbrist, Krönika, Nordisk Papper och Massa 8/2007 http://www.Lohmander.com/kronika NPM07.pdf

Lohmander, P., Ekonomiskt rationell utveckling för skogs- och energisektorn i Sverige, Nordisk Papper och Massa, Nr 3, 2008

Lohmander, P., Ekonomiskt rationell utveckling för skogs- och energisektorn, Nordisk Energi, Nr. 4, 2008

Lohmander, P., Strategic options for the forest sector in Russia with focus on economic optimization, energy and sustainability http://www.Lohmander.com/RuMa09/RuMa09.htm

Lohmander, P., Strategiska möjligheter för skogssektorn i Ryssland Nordisk Papper och Massa, Nr 2, 2009 http://www.Lohmander.com/PL NPM 2 2009.pdf http://www.Lohmander.com/PL RuSwe 09.pdf http://www.Lohmander.com/PL_RuSwe_09.doc

Lohmander, P., Derivation of the economically optimal joint strategy for development of the bioenergy and forest products industry, CD, MarcusEvans, 2nd Annual European Biomass and Bioenergy Forum, London, 8th - 9th June 2009 http://www.lohmander.com/London09/London_Lohmander_09.ppt http://www.lohmander.com/London09.pdf

Lohmander, P., KEYNOTE: Economic optimization of sustainable energy systems based on forest resources with consideration of the global warming problem: International perspectives, SSAFR-2001, 14th Symposium for Systems Analysis in Forestry, Abstracts, Maitencillo, Chile, March 8-11, 2011, http://www.lohmander.com/Chile 2011/Chile 2011 Keynote Lohmander.ppt

Lohmander, P., Ekonomisk skogsproduktion m.h.t. skogsindustri och energiindustri, Economic forest production with consideration of the forest and energy industries, June 7, 2011 http://www.lohmander.com/PL_EON_110607.pdf

Segerstedt, R., (Interview with Peter Lohmander), Därför har professorn hamnat i kylan, Skogsland Nr 6, 3 February, 2012

http://www.Lohmander.com/PLSkogsland120203.pdf

Forest policy with focus on:

- Rational development of the forest sector with consideration of energy, CO2 emissions, wildlife, recreation, Russia, world trade, continuous cover forestry and round wood market imperfections

Segerstedt, R., (Interview with Peter Lohmander), Därför har professorn hamnat i kylan, Skogsland Nr 6, 3 February, 2012 http://www.Lohmander.com/PLSkogsland120203.pdf

Lohmander, P., Ekonomisk skogsproduktion m.h.t. skogsindustri och energiindustri, Economic forest production with consideration of the forest and energy industries, June 7, 2011 http://www.lohmander.com/PL EON 110607.pdf

Lohmander, P., Economic forest management with consideration of the forest and energy industries, BIT's 1st World Congress on Bioenergy, Dalian World Expo Center, Dalian, China, April 25-30, 2011 <u>http://www.lohmander.com/PRChina11/WorldCongress11_PL.pdf</u> <u>http://www.lohmander.com/ChinaPic11/LohmanderTalk.ppt</u>

Lohmander, P., Optimal ekonomisk skogs och energipolicy, Energiutblick 2011, Energimyndigheten, Bioenergi för småskalig kraftvärme, Mars 2011, http://www.lohmander.com/Energiutblick_2011_Lohmander.ppt

Lohmander, P., Optimization of the forest and bioenergy supply chain in Sweden, SSAFR-2001, 14th Symposium for Systems Analysis in Forestry, Maitencillo, Chile, March 8-11, 2011, <u>http://www.lohmander.com/Chile_2011/Chile_2011_Chain_Lohmander.ppt</u>

Lohmander, P., Spatial dynamic optimization of district heating and/or cooling systems based on forest resources, SSAFR-2001, 14th Symposium for Systems Analysis in Forestry, Abstracts, Maitencillo, Chile, March 8-11, 2011, http://www.lohmander.com/Chile_2011/Chile_2011_Spatial_Lohmander.ppt

Lohmander, P., KEYNOTE: Economic optimization of sustainable energy systems based on forest resources with consideration of the global warming problem: International perspectives, SSAFR-2001, 14th Symposium for Systems Analysis in Forestry, Abstracts, Maitencillo, Chile, March 8-11, 2011, <u>http://www.sistemasdeingenieria.cl/seminarios/index.php?id_seminario=22&idioma=en&pagina=participantes</u> <u>http://www.lohmander.com/Chile_2011/Chile_2011_Keynote_Lohmander.ppt</u> Lohmander, P., Hur många älgar har vi råd med?, Vi Skogsägare, Debatt, Nr 1, 2011, <u>http://www.lohmander.com/Lohmander_Vi_Skogsagare_1_2011.pdf</u>

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Dissertationes Forestales 106: Development of management and cost accounting of wood harvesting in the Republic of Karelia (Lectio Praecursoria 28.05.2010)

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Throughout the history in Russia the constant increasing of all humans' welfare was basis for a stable and progressive development of national economy. To achieve the target after the Great October Socialist Revolution, the Young Soviet state was in need of currency for every social class extended welfare, the socialism building.

A start point for economic development in the Republic of Karelia, was presentation of the world proletariat leader in 1920. At the VIII All-Russian Congress of Soviets, Vladimir Lenin said: "One electrification directly would cost more than a billion rubbles in gold. To cover our gold reserves, we can not do that and there is no object more convenient for us economically, than forests in the north, which we have in a countless amount. The forest stands, rot and disappear, because economically we can not exploit them. Meanwhile, our roundwood on the international market represents a huge value. During the welldevelopment socialism the mechanisation in the logging industry around Soviet Union transformed this industry in specific branch of national economy.

Especially an export-orientated logging industry was a key branch of economy in the area presently known as the Republic of Karelia. The Western capitalistic countries were the main international market for roundwood export from Soviet Union. At that time reproduction of forest resources in contrast to other types of export raw materials, such as oil and gas, provides higher currency performance. To maintain the performance and raise it was needed to found own scientific work organization and management. Lenin told: "For successful management is important not only a skill to persuade but also skill to organize practically. This is the most difficult target because it is about organise newly the deepest economic basis for the comfortable life of millions and millions people." During the whole Soviet period Socialistic theory of management and work organization was the general theory in the Soviet Union, which founder was V.I. Lenin based on Karl Marx's labour theory. Lenin wrote that the state power transforms itself to the organization, which performs its management functions directly by national economy. National

management of the economy and the rational organization of production were the most important creative functions of the socialist state. The directly centralized management of the Soviet Union was applied through Soviet planned figures, long term normative and standard limits.

The development of management structure happened parallel with the development of Socialism. From the very beginning the general management was based on multi-level structure and for logging industry management was centralized and territorialized. Five different levels in the structure were the maximum quantity of levels. The main task of management during whole Soviet period was to search the optimal distance between top management level "Ministry level" and typical state logging company "lespromhoz". Management structures in transition to the next step of the development ladder transformed in new forms. This transition period lasted few years.

The typical structure of management system for typical state logging company was uniform in the Soviet Karelia and in the other Soviet regions. The management structure of typical lespromhozes were combined three parallel management systems. There were the formal state management, Communist Party and the operational management system of typical lespromhozes.

The economic development is cyclic like a wave. Economical crisis in 1990s like nowadays is not a catastrophe it is only critical period in the development. In beginning of 1990s after the crisis of well-developed Socialism and Collapse of Soviet planning economy the

transition to market economy was started and nowadays it is continuing. Transition period involved many economic changes in Russia. EU-markets opened and the model of Western management became and also the Western management style and culture. In logging industry the three types of joint-stock companies appeared throughout the Privatization of state logging companies. Western investment and new Nordic machinery for cut-to-length method came to Karelian forests, but in general logging activity in the Republic stayed unprofitable. Those changes occurred necessity to develop the cost accounting and apply a new alternative method for wood harvesting cost calculation. Development theory of cost accounting for wood harvesting is a key chapter of this academic dissertation. The term labour theory of value one of the foundations established on Marxist-Leninist political economy is the basis of cost accounting. The classical Marxian formula was changed cause the increased surplus product during the socialism. The base term of Planning economy was cost price which came from Marx work Capital and it included fixed and variable costs. At same time on microeconomics level for forest industries were the same effect as on macroeconomic level.

There are four different types of cost price for typical State logging companies; department cost price, production cost price, full-cost price and average industrial cost price. Especially, the average cost price was important the background for price forming, which used the products value. The average industrial cost price included structures estimated on cost items and elements. In western management instead of cost item is used a type of cost, which is as a bridge between western and traditional domestic cost accounting. During over 30 years form 1933 to 1999 the quantity of cost types doubled from 6 to 12. The standard for cost price calculation was nine elements. The relation between cost elements and type of cost is the form of table matrix.

Grouping of the cost of economic elements necessary in order to determine what resources are spend and what proportion of individual types of costs in their total amount, and it is needed to calculation and to analysing for what purpose resources are spent. In the period of economic reform in Russian from 1992, the subject of economic theory has changed. The idea of Soviet economic mechanism or industrial cost price cutting had proven to be imperfect in the new conditions. Industrial cost price has been increasing continuously, western methods of management accounting and financial accounting were slowly adopted by the Russians logging industry.

During last ten years in the period of more effectual emergence of market economy the intensity of capitalisation of logging companies has been increased and also verticalintegrated structures founded.

Firstly, the modernization or westernization made processes stronger throughout using Nordic CTL-method in wood harvesting especially in Republic of Karelia. Secondly, logging companies in Karelia has started to operate under new kind of forest users status. Thirdly, new models of Nordic machinery have come to be available use through leasing. The quantity of cost elements in structure of industrial cost price has been decreased from 9 to 5, and quantity of sub-elements has been increased and costs became higher integrated. The current limitations on forest resources in wood harvesting in Karelia need to choose optimal harvesting technology and therefore more sophisticated methods for cost calculation. Now with Nordic technology the capital cost is higher than profitability level, which depends on harvesting volume.

In practise, the current harvesting cost distribution

into fixed cost and variable cost still has some elements of the characteristics and rating factors from previous systems used during Soviet period. The normative method and "branch" vector of cost accounting also transfer from Soviet time in wood harvesting. Nowadays the 2 cost accounting methods domestic and Nordic applying in wood harvesting in the Republic of Karelia. The 2 retro innovations such as Machinery

insurance and the interests of bank credit come in Karelian wood harvesting from Nordic Cost accounting method. Usually the machinery exchange or reselling value not calculated in domestic Cost accounting method.

Modernisation of logging works and changes in the management and organisation structure of logging companies should give preference to such accounting and calculation system, which will bring the most objective and realistic results. More widely using of Nordic CA method for cost accounting is needed. Wood harvesting costs will become higher integrated and more manageable; it is possible to find the most effective levels to reduce it.

In this dissertation, economic models are used for cost calculation and comparison of wood harvesting costs between alternative logging chains. There are four options for Tlmethod and six for CTL-method for wood harvesting costs calculation and calculated by Metsäteho- computer software. The wood harvesting costs depend on the harvesting method and roundwood distance. However, it is seems that the increasing used of the CTL method with Scandinavian technology in many cases is as much as due to the new forms of organization and management of harvesting work, as it is to cost calculations.

This work was write with three overall aims; firstly, to examine the development of the management of wood harvesting in the RK under different economic systems connected to its structural development in former Soviet Union and Russia. Secondly, analyse and compare the western and the Soviet/Russian methodologies of cost accounting for wood harvesting. Thirdly, apply elements from western cost accounting to further development domestic economic theory and to compare wood harvesting alternatives in the RK. Three aims of this dissertation can be combine to one key target in the World forest economics level. It is to increase the profitability of logging in Russia, through the development of progressive management and with improved methods of cost accounting. In future studies, the cost accounting could be understood as a part of management accounting and the controlling as a new direction of management.