

2017/EWG54/010 Agenda Item: 7b(i)

Completion Report: APEC Low-Carbon Model Town Project Phase 6 (EWG 01 2015A)

Purpose: Information Submitted by: Japan



54th Energy Working Group Meeting Wellington, New Zealand 22-23 November 2017

Summary of APEC Completion Project

Project profile

Project number & title:	EWG 01 2015A APEC Low-Carbon Model Town (LCMT) Project Phase 6		
Project time period:	1 August 2015 – 30 June 2017	CR Submission Date	30 August 2017
EWG/EG/TF:	Energy Working Group / LCMT-TF		
Project Overseer Name / Organization / Economy:	Masaomi Koyama, Director, Overseas Energy Infrastructure Office, International Affairs Division, Agency for Natural Resources and Energy, Ministry of Economy, Trade and Industry		

1. Project description:

The LCMT project directly responds to the declaration at the 9th APEC Energy Ministers Meeting (EMM9), held in Fukui, Japan on 19 June 2010, which focused on "Low Carbon Paths to Energy Security".

The LCMT project seeks to promote low-carbon technologies in city planning in order to manage rapidly growing energy consumption and greenhouse gas emissions especially in urban areas of the APEC region. It consists of three activities, namely, i) refinement of the 'Concept of the Low-Carbon Town in the APEC Region (Concept)' including the APEC Low-Carbon Town Indicator (LCT-I) System, ii) Feasibility Study and iii) Policy Review of planned low-carbon town development projects.

Under the LCMT Phase 6, Mandaue City, Cebu Province, the Philippines was selected as the case of low-carbon town development project.

2. <u>Meeting objectives:</u>

The Fifth Edition of the 'Concept' was refined through a preparatory study by the team of Japanese low-carbon town experts and the review on the preparatory study by Study Group A. The Study Group A members (six experts from Australia; China; Japan; New Zealand; Thailand and Viet Nam) along with the Asia Pacific Energy Research Centre (APERC) research staff visited Yongin City and Jincheon-gun in Korea, Krasnoyarsk City in Russia, Yokohama City and Kashiwa City in Japan on 28 March–7 April 2016 in order to incorporate the characteristics of energy use in the cold weather regions. The refined 'Concept' and the First Edition of the LCT-I System Guideline were endorsed by EWG members in November 2016 and are available on both the APEC and APERC websites.

The Feasibility Study for Mandaue City, Cebu Province, the Philippines was conducted by ALMEC Corporation, a contracted consultant, who was selected through an international tender. The Feasibility Study aimed at checking CO2 emissions reduction goals and verifying how to develop attractive and innovative development plans through the feasibility study. The key results of the Feasibility Study includes combined low-carbon measures for realising 'sustainable urban life and economic activities in cooperation with neighboring cities'' such as transit oriented development including station plaza, LED street lightening, improvement of road public transport vehicles, waste-to energy facility, green buildings for commercial and tourism use, etc. They completed the Feasibility Study in November 2016 and the final report was published on the APEC website in June 2017.

For the Policy Review of a low-carbon development project for Mandaue, the Study Group B members (six experts from Hong Kong, China; Malaysia; New Zealand; Russia; USA and OECD) along with APERC research staff visited Mandaue on 7-9 December 2016. The review team had comprehensive discussions with officials from the Department of Energy, Mandaue municipality, Cebu provincial government and representatives and experts of related organisations. Based on these discussions, 52 recommendations covering legal and institutional frameworks, sustainable urban planning, low-carbon building, area energy management systems, renewable energy and untapped energy planning, transportation, environmental planning and others were made. The final report of the Policy Review was endorsed by the EWG members and published in May 2017.

The outcomes of these three activities were presented at the 12th and 13th meetings of LCMT Task Force (TF) held in conjunction with the EWG52 meeting in Moscow and EWG53 meeting in Singapore. There were no

problems or obstacles encountered, but the project end date was extended by six months from the end of December 2016 to the end of June 2017 as the Study Group B mission trip was conducted in December 2016 and it was difficult to complete the process of travel undertaking by the end of November 2016 which was required by the APEC Secretariat. As the Study Group B had to wait the completion of the Feasibility Study Report, it was inevitable to extend the project.

3. Output indicators:

Indicators (Edit or Insert rows as needed)	# planned	# actual	Details or notes
# workshops / events	2	2	Survey by Study Group A (SG-A) and Policy Review by Study Group B (SG-B)
# participants (M/F)		52M/29F	36(30M/6F) in the survey of SG-A and 45 (22M/23F) in the Policy Review by SG-B
# economies attending		12	 Australia; China; Japan; Korea; New Zealand; Russia; Thailand and Viet Nam in SG-A Hong Kong, China; Malaysia; New Zealand; the Philippines, Russia; and USA in SG-B
# speakers engaged		11M/1F	6(6M/0F) in the survey by SG-A and 6 (5M/1F) in the Policy Review by SG-B
# other organizations engaged	2	1	Experts from OECD and EGNRET were invited and OECD joined SG-B.
# publications distributed	4	4	'Concept', LCT-I System Guideline, Feasibility Study Report and Policy Review Report
# recommendations agreed on		52	In Policy Review Report
Other:			

4. Outcomes:

As for the 'Concept', how much towns/cities in the APEC Region utilise it is an indicator to measure its success. The wide spread use of the LCT-I System will accelerate the shift towards low-carbon development. Furthermore, standardising will help increase the number of recognisable low-carbon towns.

As for the feasibility study by ALMEC Corporation, how much the Mandaue municipality uses it will be an indicator to measure its success.

The GHG emission reduction results and the sustainability outcomes by proposed low-carbon measures are expected to spread across the Philippines. This will be an indicator of the success of the policy review.

The development of the LCT-I System was reported at the 40th IAEE International Conference on 21 June 2017.

5. Key findings:

One of the key findings will be the clear CO_2 reduction target specified for Mandaue which is describing a highlevel vision of how Mandaue low-carbon development project could best be made a model of low-carbon design. The proposed low-carbon measures will help Mandaue City achieve 30% CO_2 emission reduction compared to its BAU by 2030.The target is supported by a set of concrete low-carbon measures both on energy demand and supply sides based on the comprehensive and systematic evaluation. The 52 policy recommendations are another example of findings, which are helpful to overcome barriers for the success of Mandaue low-carbon development project.

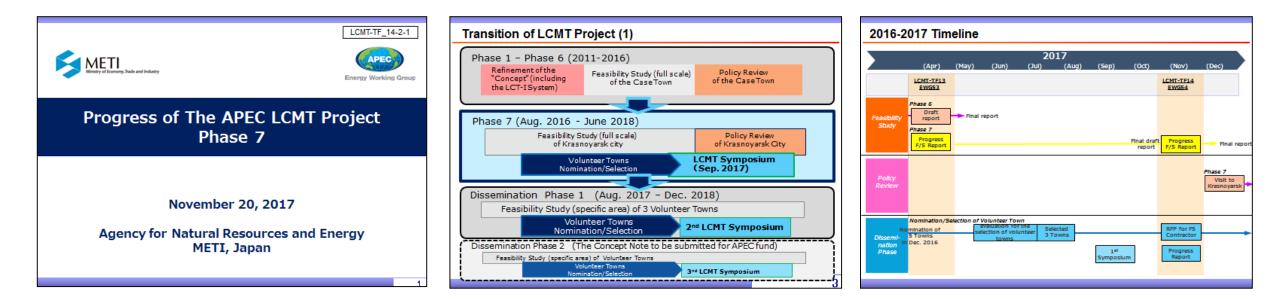
Progress Report of Low-Carbon Model Town Task Force

Tomio HARADA

LCMT-TF Chair Ministry of Economy, Trade and Industry, Japan

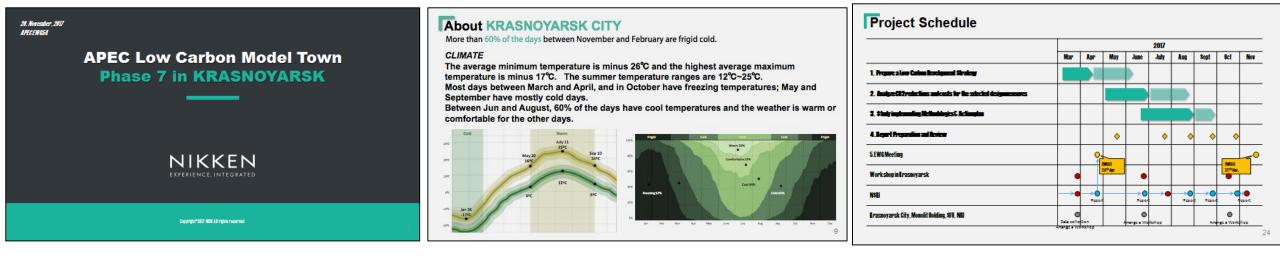
1. Progress Report of the LCMT Project Phase 7

- Mr. Harada, chair of LCMT-TF, presented current situation of LCMT project phase 7.
- LCMT Project is in transition phase, and dissemination activity is highlighted as an important component of this project after establishment of "LCT Concept" and "LCT-Indicator".
- 3 cities were selected as volunteer towns for in-depth FS and sharing practical experience with "LCT Concept" and "LCT-I" at LCMT symposium.



1. Progress Report of the LCMT Project Phase 7 (Feasibility Study)

- Nikken Sekkei Research Institute, contracted consultant for feasibility study for Krasnoyarsk city, presented the basic information including infrastructure, transportation and energy system, their progress status, and their schedule.
- This feasibility study report will be completed shortly.
- The report will be circulated for the EWG endorsement within 2017.



1. Progress Report of the LCMT Project Phase 7 (Symposium)

- Dr. Irie, APERC General Manager, presented the summary report of the 1st LCMT Symposium which was held in September, 2017 at Jakarta, Indonesia.
- The main purpose is to disseminate LCT in the APEC region through the utilization of the LCT-Indicator system, sharing information on advanced LCT projects in the world.
- 56 participant from 7 APEC economies, 3 volunteer towns, review experts, IEA, OECD, NEDO, APERC







APERC

- Share information on advanced Low-Carbon Town (LCT) projects in the world including the previous LCMT case towns in the APEC region
- Promote the use and recognition of the APEC Low-Carbon Town Indicator (LCT-I) System as a tool to disseminate LCT in the APEC region
- Explore possibility of utilising the LCT-I System to develop bankable lowcarbon development project in APEC developing economies
- Gather feedbacks from experts and delegates of LCT projects for the improvement of the LCT-I System





2. Progress Report of the LCMT Project Dissemination Phase 1

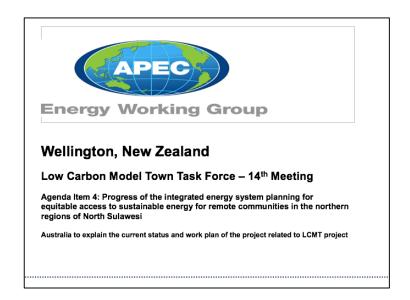
- Mr. Harada, chair of LCMT-TF, presented current situation of LCMT project dissemination phase 1 (DP1).
- Selected 3 volunteer cities will be carried out in-depth FS under the DP1.
- Open tendering process for FS consultant
- Invite next volunteer towns to make a good practice of using LCM-Indicator for the improvement of the low-carbon development shortly

LCMT-TF_14-3	Transition of LCMT Project	Current Situation of the Progress of Dissemination
Energy Working Group	Krasnoyarsk city FS Consultant: Nikken Sekkei Research Institute Phase 7 (Aug. 2016 - June 2018)	Volunteer Town ➤ Invite nomination on Dec. 28th, 2016 ➤ 5cities/towns from 3 economies nominated by Feb.
Progress of The APEC LCMT Project Dissemination Phase 1	Feasibility Study (full scale) of Krasnoyarsk city Policy Review of Krasnoyarsk City Volunteer Towns Nomination/Selection LCMT Symposium (Sep. 2017)	28th, 2017 Review Team
	Banda Aceh City, Indonesia Hang Tuah Jaya, Malaysia FS Consultant will be selected Shah Alam City, Malaysia through open tendering process	► Request for Nominations on Feb. 13, 2017
November 20, 2017	Dissemination Phase 1 (Aug. 2017 – Dec. 2018)	Selection of Volunteer Towns Consulted with the Review team to make draft of
Agency for Natural Resources and Energy METI, Japan	Feasibility Study (specific area) of 3 Volunteer Towns Volunteer Towns Nomination/Selection Call for nomination - Next Volunteer Towns	 selection of Volunteer towns ➤ Selected 3 cities/towns for In-depth FS at the 1st symposium on September 14th, 2017
1	6	7

3. Sharing progress of LCMT related project

- Mr. Steven O. Kandouw, the Vice Governor of North Sulawesi province of Indonesia, delivered a short speech on the LCMT Policy for sustainable development in North Sulawesi Province as Promise Land of Renewable Energy in Indonesia.
- Mr. Andrew Scally, Representative of Australia, explained the current status and work plan of the project related to LCMT project.
- The projects builds on the LCMT phase 5 project for Bitung city, Indonesia.





4. Concept Note for 2018 Session 1

- The chair reported that LCMT-TF has a new concept note "APEC Low-Carbon Model Town (LCMT) Project Dissemination Phase 2" from Japan for category 1 project of 2018 session 1, and no adverse comments were received through LCMT-TF members review from 5 October to 25 October.
- Japan explained this project to seek further comments from LCMT-TF members.
- LCMT-TF concluded to support the concept note.