



Japan's Climate Change Policies and MRV Initiatives

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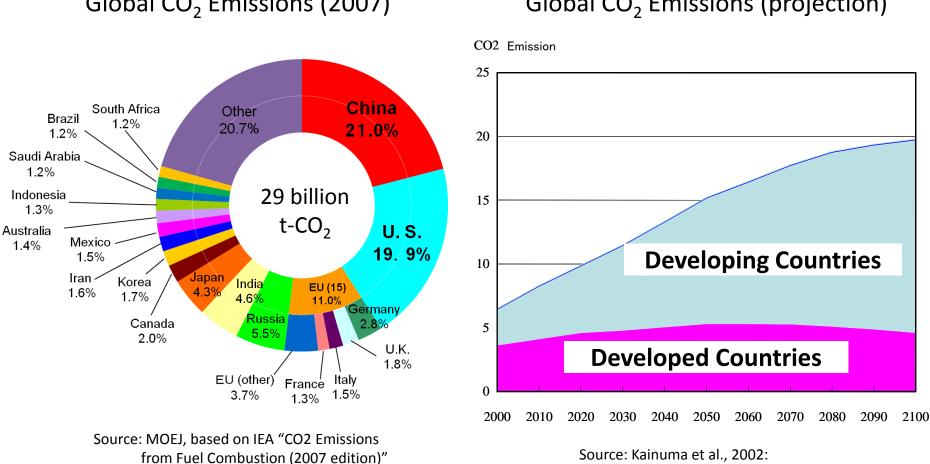
1. GHG emissions in the World and the importance of MRV

2. GHG Inventories in Japan

3. GHG Reduction Policies in Japan

1. GHG emissions in the World and the importance of MRV

Global CO₂ Emissions



Global CO₂ Emissions (2007)

Global CO₂ Emissions (projection)

Climate Policy Assessment, Springer, p.64.

G8 Environment Ministers Meeting (May 2008)

Chair's Summary

"It was noted that setting up and running <u>GHG inventories in</u> <u>developing countries</u> is of fundamental importance and G8 countries should consider supporting capacity building in developing countries for the collection and provision of data."

"Kobe Initiative"

- Aiming at holding meetings together with the outreach countries.
- 1. International research network on low-carbon societies
- 2. Analysis on bottom-up sectoral mitigation potentials
- 3. Promotion of co-benefits among relevant policies
- 4. <u>Capacity building support for developing countries on</u> <u>inventories and data collection (MRV: Measurability,</u> <u>Reportability, and Verifiability)</u>

Copenhagen Accord

- Associated by more than 120 parties covering over 80% CO2 emission from energy sources
- Regarded as an important step and good basis for further negotiation

Outline of Copenhagen Accord

- Long term Goal Increase in global temperature should be below 2 degrees Celsius
- Mitigation Target/Actions by 2020
 - -Report mitigation targets (developed countries) or mitigation actions (developing countries)
 - -International MRV for supported mitigation action

-<u>Report GHG emission through national communication every 2 years with</u> international consultation

- Support for developing countries
 - Approaching USD 30 billion for the period 2010 -2012
 - Commit to a goal of mobilizing jointly USD 100 billion a year by 2020
 - Adaptation, REDD+, Technology Transfer, Capacity Building

10th session of the AWG-LCA Bonn, 1-11 June 2010

Advance draft of a revised chair's text to facilitate negotiations

32. Developing country Parties shall prepare and submit <u>national communications</u> to the Conference of the Parties <u>every six years</u> in accordance with article 12.1 of the Convention, supported by finance technology and capacity-building and based on revised guidelines to be adopted by the Conference of the Parties at its XX session. Least developed country Parties and small island developing States may submit national communications at their discretion.

33. Developing country Parties shall also prepare and <u>submit biennially</u> [beginning in 20XX], following elements to the Conference of the Parties:

(a) National greenhouse gas inventories;

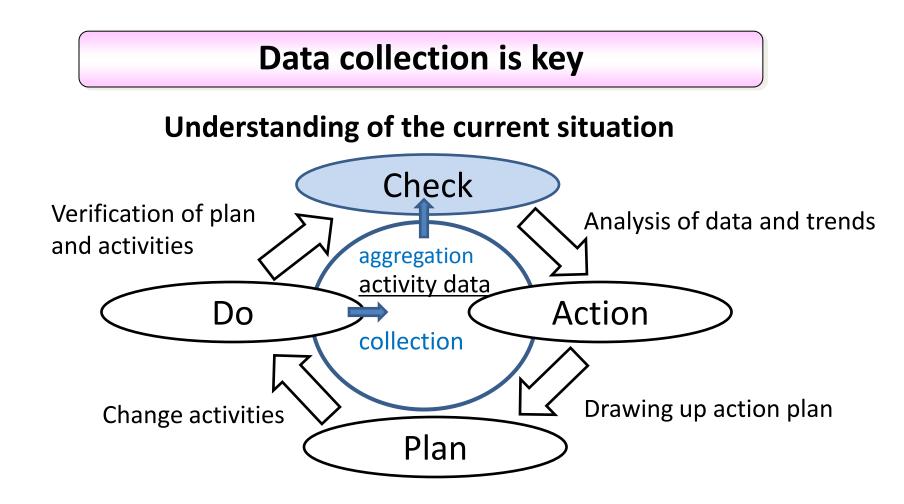
(b) <u>Status of implementation</u> of mitigation actions and estimated emission reductions or removals achieved from implementation of those actions;

(c) <u>Methodologies</u> used and assumptions made in quantifying emissions reductions or removals;

(d) Information on receipt of finance, technology and capacity building support;

(e) Result of domestic verification of domestically funded autonomous actions; ⁷

GHG Inventories and Data Collection



→Clear Understanding of Current Situation is a first step for Establishment of PDCA Cycle

Japan's initiative for supporting developing countries in GHG inventories

•WGIA: Workshop on GHG Inventories in Asia

- Improve the quality of GHG inventories via regional information exchange

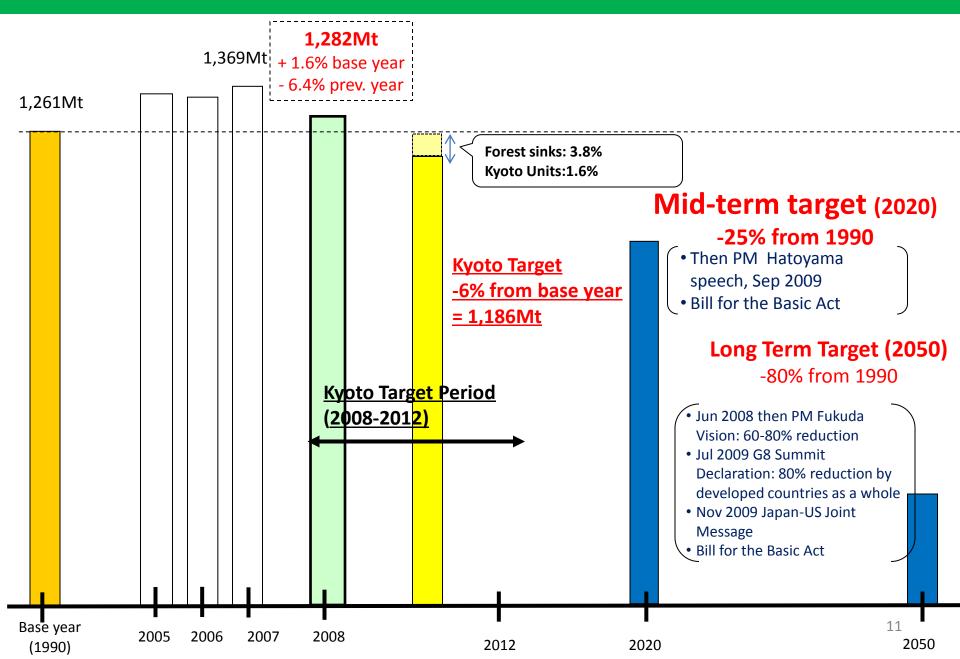
-Annual workshop in 14 Countries (2003-)

SWGA: Improvement of Solid Waste Management and Reduction of GHG Emission in Asia (SWGA)

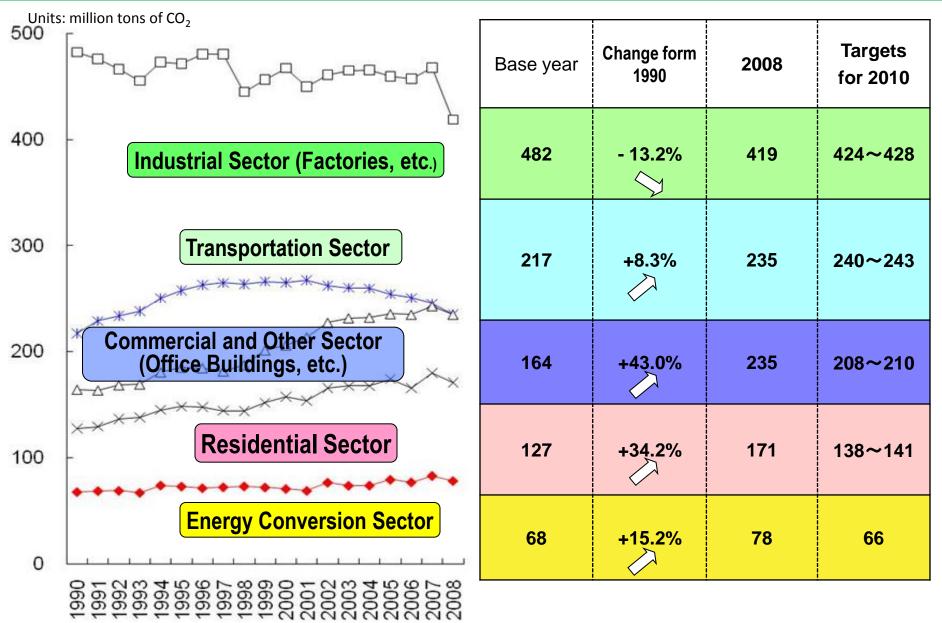
- Improve GHG inventories for the waste sector
- Annual workshop in 8 Countries (2007-2010)

2. GHG Inventories in Japan

Japanese GHG emission and reduction targets

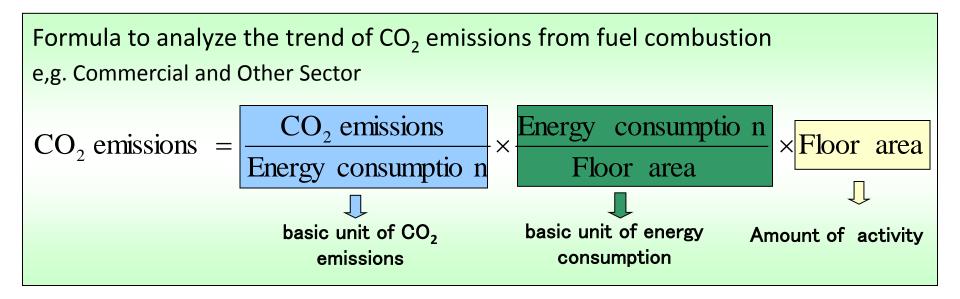


CO₂ Emissions trends from Energy by Sub sectors and the Targets for 2010



Factor Analysis of GHG emission trends

- Analyzing the factors of emission trends is important to establish the PDCA Cycle.
- The contribution of factors to trends can be assessed by breaking down emissions into a product of three factors.
- The three factors are: basic unit of CO₂ emissions; basic unit of energy consumption; and amount of activity.



Factor Analysis of CO₂ emissions trend in the Energy sector from 2007 to 2008

(Basic unit: $10,000t CO_2$)

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Subsectors		Amount of Activity		Basic Unit					
		Amount of Activity Index	Increase / Decrease		CO ₂ (excl. electricity)	CO ₂ from electricity	Energy consumption	Climate	Total
Residential		Number of households	+210	-830 F	+ 20 Promotion of end	-330 ergy-efficient ap	-520	-250	-870
Commercial					and people's energy-saving efforts				nild winter
and other		Floor area	+310	-920	-40	-390	-500	-180	-800
Industry		Industrial Output Index	-5,650	+770	-60	-280	+1,110	-	-4,880
	1	<u>↓</u> ′			Decline in production			Decrease in efficiency caused by low operation rate	
Transport	Passen ger	Traffic Volume	-180	-390	+10	-20	-380	-	-570
	Cargo	Traffic Volume	-400	-30	0	0	-30	fuel efficiency –	improvement -430
				Decline in cargo demand					
Energy Conversion		Secondary energy output	-360	-120	-120	-	-	-	-480
Total CO ₂ from fuel Combustion		_	-6,080	-1,520	-190	-1020	-300	-440	-8,030

Note: Comments in words balloons are the primary factors considered to have caused the increase or decrease.

Total figures are not necessarily equal to the breakdowns due to the round-off.

3. GHG Reduction Policies in Japan

Japanese Examples of Actions (Continuous Efforts)

- Annual Inventory
- Submitted 5th National Communication (~2010)
- Kyoto Target Achievement Plan (Revised in 2008)
- Action Plan for Achieving a Low-carbon Society (2008)
- Legislations for energy efficiency for vehicles, electric appliances and factories. (so called "Top Runner System")
- Environmental Assessment Law including GHGs
- Tax for fossil fuel (gasoline price 1.40 US\$/L), E3 or E10 (Trial of Bio Ethanol Gasoline), and Feed in Tariff.
- Transportation: Modal shifts, Efficient Transportation
- Forest Management (Regeneration of neglected forests, Urban Greening)

Challenge 25

<u>To achieve Japan's Mid-term goal of 25% reduction</u> <u>by 2020 and Long-term goal of 80% reduction by</u> <u>2050</u>

- All possible policy instruments should be mobilized
- Policy measures will include;
 - Cap & Trade Emissions Trading Scheme
 - Global Warming Tax
 - Utilization of Renewable Energy
 - Promotion of Energy Efficiency
 - Innovative technology development
 - Carbon disclosure
 - Creation of New Business

Main Points : Bill of Basic Law on Climate Change

The bill of Basic Law on Climate Change, decided by the Cabinet and submitted to the National Diet on Mar. 12, did not become law. The Cabinet will submit the bill to the next Diet session.

Mid and Long-term Goals

•25% CO2 reduction below 1990 level by 2020 (premised on the establishment of a fair and effective international framework by all major economies and agreement on their ambitious targets)

•80% CO2 reduction below 1990 level by 2050

Key Policy Measure

Introduction of domestic emission trading scheme (ETS) within around a year
"Greening" tax system, including the consideration of a global warming tax, to be implemented from 2011
Feed-in Tariff (FIT) system for whole renewable energy

Mid- and Long-Term Roadmap

Mid- and Long-Term Roadmap for Global Warming Measures (overview) -Draft proposal by Minister of the Environment, Sakihito OZAWA-

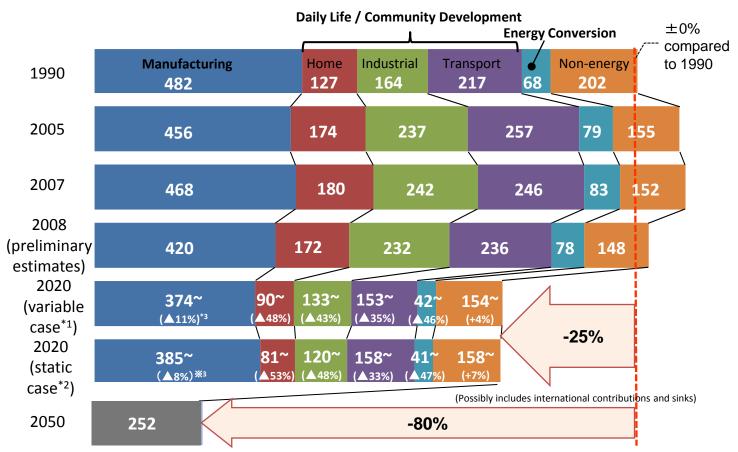
- Daily Life
 - 100% Achievement Rate of a higher Energy Efficiency Standard for all newly built homes and buildings in 2020 / 100% Achievement Rate of Zero Emission Homes and Buildings for all newly built homes and buildings in 2030
 - 2.5 million sales of Next-generation Vehicles by 2020
- Community Development

-10% reduction of per passenger automobile use in 2020

- Manufacturing
 - Reduce energy usage by 30 -40% by 2050
- Energy Supply
 - 10% of primary energy supply to be renewable energy sources by 2020
- Core Social Systems for Creating a Low-Carbon Society
 - A Cap and Trade domestic emission trading scheme, Global Warming Tax

Mid- and Long-Term Roadmap

A Look at Greenhouse Gas Emissions by Sector in 2020 and 2050. (Possibly includes international contributions and sinks.)



*1: An "All-sector Variable Macro-frame Case" premised that a price on carbon has been set .

*2: An "Static Industrial Macro-frame Case" where the operation levels in the industrial sector are static.

*3: Emission reduction levels compared to 2008.

Further information

"Japan's National GHG Emissions in fy 2008" (In English) http://www.env.go.jp/en/headline/headline.php?serial=1314

"Overview of the Bill of the Basic Act on Global Warming Countermeasures" (In English) <u>http://www.env.go.jp/en/earth/cc/bagwc/overview_bill.pdf</u>

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