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3. APERC’s Future Cooperative Activities

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1-1. Introduction

What are APERC’s Cooperative Activities?

- APERC’s Cooperative Activities can be defined as “APERC’s activities to directly cooperate with the APEC member economies in solving their energy problems or improving their energy situation”.
  
  see APERC’s *APEC Energy Demand and Supply Outlook*
- The major methods of APERC’s Cooperative Activities are peer reviews and workshops.
  
  **Peer reviews**: Experts, mainly from the APEC region, visit a host economy to review its energy situation and policies, and make recommendations for the host economy.
  
  **Workshops**: Experts from both within and outside of the APEC region give presentations to delegates from APEC member economies and work with them to share information necessary for policy planning.
- APERC’s Cooperative Activities started in 2009; The first activity was the Peer Review on Energy Efficiency (PREE) for New Zealand.
1-2. History of Cooperative Activities

- **2007**: Declaration to reduce energy intensity of APEC region by at least 25% by 2030
- **2009**: Introduction of Peer Review Mechanism
- **2010**: PREE Phase 1
  - New Zealand
  - Thailand
  - Viet Nam
  - China
  - Peru
  - Hong Kong
- **2011**: CEEDS Phase 2
  - Japan
  - Thailand
  - Indonesia
  - Singapore
  - Viet Nam
- **2012**: Follow-up PREE Phase 1
  - Peru
  - Malaysia
  - Philippines
  - Thailand
  - Chinese Taipei
- **2013**: PREE Phase 4
  - PRLCE Phase 2
  - LCMT Phase 3

Additional events:
- **APEC Leaders Sydney Meeting**
- **APEC Leaders Honolulu meeting**
- **Aspire to reduce APEC's aggregate energy intensity by 45 percent by 2035**
1-2. History of Cooperative Activities

- **APEC Energy Ministers’ 2007 Darwin Declaration (EMM8)**
  - Focus on Energy Efficiency
  - ⇒ Peer Review on Energy Efficiency (PREE) 2009-
  - ⇒ Cooperative Energy Efficiency Design for Sustainability (CEEDS) 2009-

- **APEC Energy Ministers’ 2010 Fukui Declaration (EMM9)**
  - Focus on Low-Carbon Energy Supply
  - ⇒ Peer Review on Low-carbon Energy Policies (PRLCE) 2012-
  - ⇒ Low carbon Model Town Projects (LCMT) 2011-

- **APEC Energy Ministers’ 2012 St Petersburg Declaration (EMM10)**
  - Focus on Supply Security of Oil and Gas
  - ⇒ Oil & Gas Security Exercises (OGSE) 2013-
2-1. Objectives of PREE

Initiated by APEC Energy Ministers’ 2007 Darwin Declaration

- Provide a *broad review* of EE policies and measures for more effective EE policies.
- Provide *recommendations* on how implementation of action plans could be improved to achieve EE goals.
- Two activities are organized:
  - **Peer review**: Visits by experts from member economies to the volunteer economy in order to interview people and meet with stakeholders. A report of the findings and recommendations is provided.
  - **Compendium**: Compiles energy efficiency policies of all the APEC member economies under a common format which reflects the diversity of approaches that could be adopted by member economies.
- PREE considers the whole range of energy efficiency policies and measures for one economy at a time.
2-2. Objective of Follow-up PREE

- The Follow-up PREE is designed to assist former PREE host economies in implementing the earlier recommendations of the PREE review teams.

- The objective is to fill the gap between the implementation of energy efficiency action plans and the monitoring and evaluation of those plans.

- The first Follow-up PREE was held in Viet Nam from 27 February to 2 March 2012.

- The Follow-up PREE training in Viet Nam was developed to help the government identify and utilize energy efficiency data in order to ensure that the National Energy Efficiency Programs of Viet Nam are carried out in accordance with best practices currently employed in other economies worldwide.
2-3. Work Plan on PREE Phase 4

• The proposal for PREE Phase 4 funding from the APEC Support Fund was approved in APEC BMC Session 3.

• Brunei will host the 10th PREE in June 2013[TBC].

• Thailand will host the 2nd Follow-up PREE in the 3rd Quarter of 2013.
2-4. PREE in the Future

Will all 21 APEC Economies be reviewed in PREE?

- Australia*
- Canada*
- China
- Hong Kong
- Japan*
- Korea*
- Mexico
- Papua New Guinea
- Russia
- Singapore
- United States*
- Brunei (PREE-10)
- Chile (PREE-2)
- Indonesia (PREE-8)
- Malaysia (PREE-7)
- New Zealand (PREE-1)*
- Peru (PREE-6)
- The Philippines (PREE-9)
- Chinese Taipei (PREE-5)
- Thailand (PREE-4, Fu-PREE-2)
- Viet Nam (PREE-3, Fu-PREE-1)

*IEA member economy which is eligible for IEA peer reviews
2-5. Possible Option for future PREE

• Given the resource constraints of APERC, it may be necessary to reduce the number of peer reviews per year.

Example:
One PREE and one Follow-up PREE (in total two) in 2012 and 2013

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One PREE or one Follow-up PREE (in total one) after 2014
3-1. Objectives of CEEDS

Referred in APEC Energy Ministers’ 2010 Fukui Declaration

- To promote “high-performance” energy efficiency policy measures in developing economies in the APEC region.
- To assist developing economies who wish to design and implement measures for achieving energy efficiency improvements in a specified sector.
- CEEDS considers policies and practices for several developing economies on one topic at a time.
- Two workshops are organized for each topic:
  - One is presentations by experts on opportunities for energy savings in participating developing APEC economies.
  - The other is focusing on how these measures might be implemented in developing APEC economies, with economy delegates being the main presenters.
3-2. Work Plan for CEEDS Phase 4

- CEEDS Phase 4 deals with “Promotion of Energy Service Company (ESCO)”

- The first workshop of CEEDS Phase 4 was hosted by Thailand on 21-23 January 2013 in Bangkok with the presentation from 5 participating eligible economies: Chile, China, Malaysia, the Philippines, Thailand, and invited speakers from Canada, China, Chinese Taipei, and USA. Representatives from Japan, Chinese Taipei, and Thailand also attended.

- The second workshop for CEEDS Phase 4 will be hosted by Chinese Taipei on March 26-28 in Taipei. The 3 economies, Chile, Malaysia, Thailand, are expected to participate. The members of invited speakers will be changed a little.
3-3. Possible Option for future CEEDS

- CEEDS is a very complicated project to be properly arranged: two workshops in two different economies, with the same participating economy delegates and the same expert speakers for both workshops.

- Given the resource constraints of APERC, it may be necessary to much simplify the structure of the project itself.

Example:

Two workshops only for the several participating economies, inviting several experts twice

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One workshop open to the all APEC economies, inviting fewer experts once
3-3. Possible Option for future CEEDS

• The topics of the workshop would be selected from the issues in the previous PREEs. Such workshop could become an integral part of the PREE project and be called a “PREE Policy Workshop”.

• The PREE Policy Workshop might be held in conjunction with a meeting of EGEE&C (Expert Group of Energy Efficiency and Conservation) once a year.

• The Policy Workshop would be a half day event led and chaired by an APERC researcher with a few invited guest speakers.
4-1. Objectives of PRLCE

Initiated by APEC Energy Ministers’ 2010 Fukui Declaration

- To assist volunteer APEC economies to promote low-emission power sources by providing recommendations from APEC peer review experts.
- Share experiences and knowledge on best practices for efficient and effective policies to promote low emission supplies (such as renewable energies) in developing APEC economies, and to determine how to adapt policies and measures which have been successful elsewhere to the unique conditions of each economy;
- Encourage developing APEC economies to set individual goals on power supply from low emission sources (such as renewable energies), and to formulate action plans to achieve the goals;
4-2. Progress of PRLCE Phase 1

- **Thailand** hosted the first PRLCE in 21~25 May 2012 with the focus on their “Alternative Energy Development Plan (2008 – 2022) on Solar, Wind, Biomass and Biogas (ADEP)”. The review team experts have provided 45 *policy recommendations*.

- **The Philippines** hosted the second PRLCE in 19~23 November 2012 with the focus on the National Renewable Energy Program (including the Feed-in Tariff (FIT) system for renewable energy). The peer review was conducted by a team of nine experts (from China, Japan, Malaysia, New Zealand, Thailand, IRENA and APERC) . The review team experts has drafted policy recommendations.
4-3. Work Plan on PRLCE Phase 2

• The proposal for PRLCE Phase 2 was approved for the funding from APEC Support Fund in APEC BMC Session 3.

• Phase 2 PRLCE is planned to assist two additional economies in developing policies to promote low-emission energy supply.

• Indonesia will host the first workshop of PRLCE Phase 2 in 13-17 May this year.

• Potential hosts for the second workshop of PRLCE Phase 2 are Mexico or Viet Nam.
4-4. Possible Option for future PRLCE

- Given the resource constraints of APERC, and recognizing the smaller number of potential host economies (compared to PREE), it may be necessary to reduce the number of PRLCE peer reviews per year.

Example:

**Two** PRLCEs in 2012 and 2013

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**One** PRLCE after 2014
5-1. Objective and Progress of the APEC LCMT Project

Initiated by APEC Energy Ministers’ 2010 Fukui Declaration

To promote low-carbon town development in order to manage rapidly growing energy consumption in urban areas of the APEC region.

The key activities are;

- Feasibility study to be conducted by qualified urban design consultants to encourage creation of low-carbon communities in urban development plans.
- to develop the “Concept of the Low-Carbon Town in the APEC”. <Study Group A assisted by APERC>
- Policy review to assess actual low carbon town development projects from both technical and policy perspectives <Study Group B assisted by APERC>

In 2012, the case for LCMT Phase 2 was Samui Island, Thailand.
5-2. Work Plan on LCMT Phase 3

- **Da Nang, Viet Nam**, is endorsed by the LCMT Task Force as the case for LCMT Phase 3.

- The proposal for LCMT Phase 3 was **approved** for funding from the APEC Support Fund in **APEC BMC Session 3**.
6. Conclusion

• APERC’s Cooperative Activities are recognized for assisting APEC economies in developing energy efficiency and clean energy supply goals, which will contribute to the achievement of the APEC-wide aspirational goal of a reduction in energy intensity, as instructed by APEC Ministers and Leaders.

• However, APERC’s Cooperative Activities have rapidly proliferated. In addition, APERC’s Cooperative Activities have now expanded to cover **energy security issues**, which will be explained as the next topic at this Workshop.

• This has created an increasing burden for APERC. APERC must maintain the fair balance between research activities and cooperative projects, and undertake the necessary **prioritizing and streamlining** of its cooperative projects.
Thank you for your kind attention

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