Japan 2050 Low Carbon Navigator

Possible application for assessing climate policy impacts



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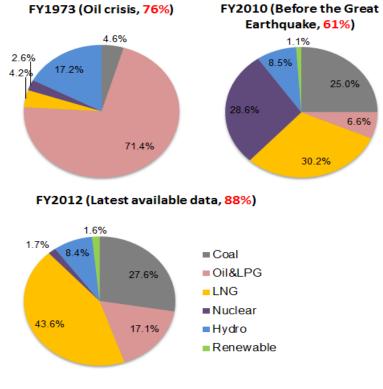
APN, LoCARNet and AIT/RRC.AP Capacity Building Workshop and Science-Policy Dialogue on Climate Change: Low Carbon and Adaptation Initiatives in Asia Bangkok, 6-8 February 2017



Background: Energy situation

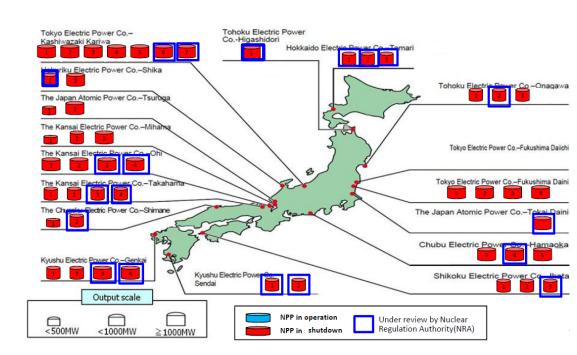


JAPAN 2050 Low Carbon Navigator



High dependency on overseas fossil fuels for power supply

Nuclear power plants in Japan



Background: Energy policy



JAPAN 2050 Low Carbon Navigator

The 4th Strategic Energy Plan (April 11th, 2014)

- Basic viewpoints of energy policy (3E + S);
- Energy mix will be announced soon
 - Nuclear as an important base-load power source, restart of NPPs;
 - Promotion of high efficient and low-carbon coal power generation;
 - Expansion of renewable energy (13.5% by 2020 and 20% by 2030).
- Electricity System Reform
- Introduction of energy management system for energy conservation

Background: Climate policy



JAPAN 2050 Low Carbon Navigator

Mitigation target setting

- Kyoto target: 8.4% reduction from 1990 achieved against 6% target;
- 2020 target: -3.8% from 2005 vs. -25% from 1990 (CPH pledge)
- Post 2020 target: --18%26% from 2013 by 2030, (equivalent to -18% from 1990 by 2030
- 2050 target: 80% reduction from current levels (4th BEP)

Policy measures

- FIT for renewable energy;
- 🖙 Carbon tax;
- Tokyo emissions trading system
- Building Low Carbon Society

Analytical tool

Japan 2050 Low Carbon Navigator

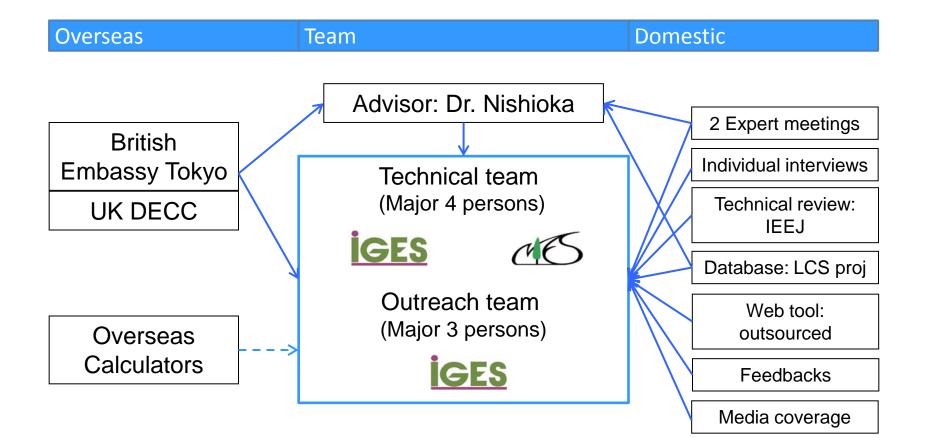


- > What is the Japan 2050 Low Carbon Navigator
 - ✓ Japanese version of the UK 2050 Pathways Calculator;
 - ✓ Simulation model for energy system and emissions;
 - ✓ An interactive simple to communicate tool that allows:
 - To answer the fundamental questions of how far we can reduce emissions and meet energy needs;
 - To develop your own combination of change in different technologies and sectors up to 2050;
 - To outline, in minutes, the results of energy and emissions in a transparent and evidence-based way.
 - Developed jointly by IGES and NIES during May 2013 July 2014;
 - ✓ Japan is placed at a crossroads in deciding on its future energy structure. In addition, Japan recently submitted its INDC.
 - We believe that the Low Carbon Navigator can be used as a handy tool for engaging domestic policy dialogues as well as for educational purposes

How the tool was developed: Teamwork and working mechanism



JAPAN 2050 Low Carbon Navigator



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Analytical tool Japan 2050 Low Carbon Navigator



JAPAN 2050 Low Carbon Navigator

Box 1: Questions that the Low Carbon Navigator can address

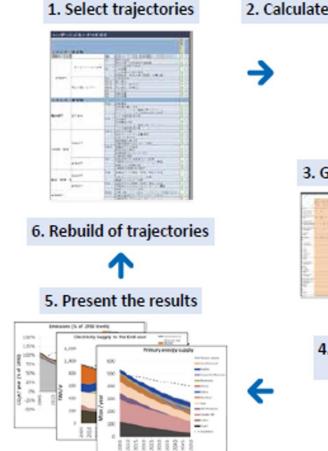
- How far can Japan reduce emissions while meeting energy needs?
- How much energy can we supply from different energy technologies?
- How much energy do different sectors use and how can we change this?
- Which sectors are the ones we should focus on? Which are less important?
- What could happen to our energy dependency and security?
- Without nuclear, what will be the energy mix for Japan to achieve the 80% emissions reduction target by 2050?
- How much CO₂ reduction can be achieved using the most ambitious renewable energy scenarios? At what cost?
- What is the full potential of CO₂ reductions in Japan? At what cost? What does the lowcarbon pathway look like?

Analytical tool II Japan 2050 Low Carbon Navigator



JAPAN 2050 Low Carbon Navigator

How it works

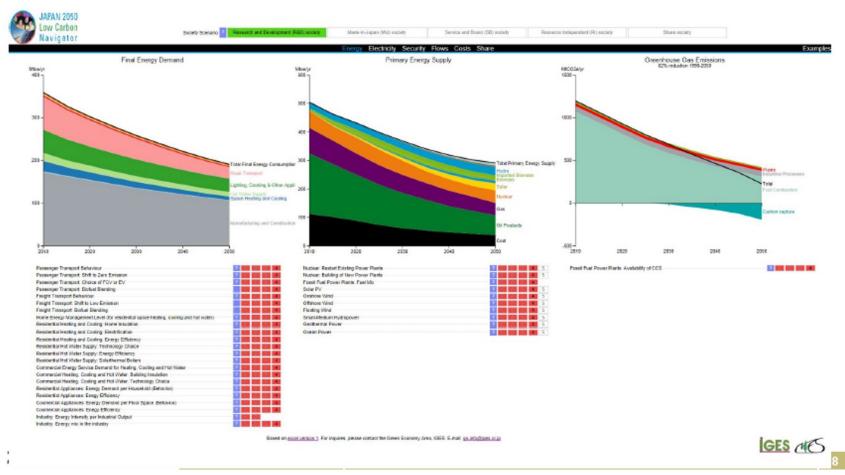


2. Calculate the outputs of each sector based on trajectory options 3. Generate the Energy Balance Table for each year 4. Compile the Intermediate Output Sheet by summarizing the Energy Balance Tables

Source: Authors.



How it works

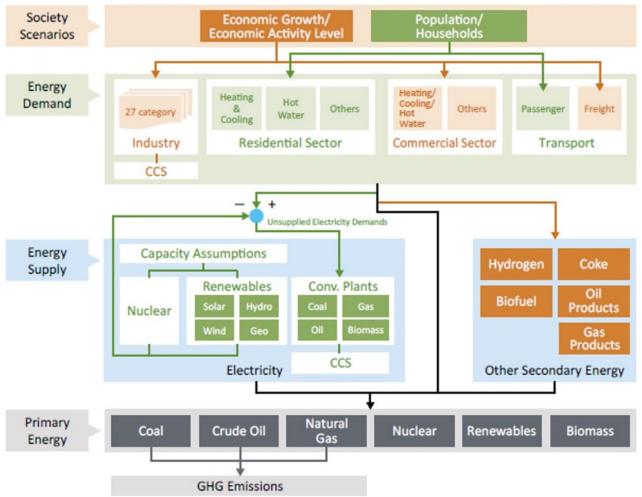


Analytical tool II Japan 2050 Low Carbon Navigator



JAPAN 2050 Low Carbon Navigator

Structure of the model



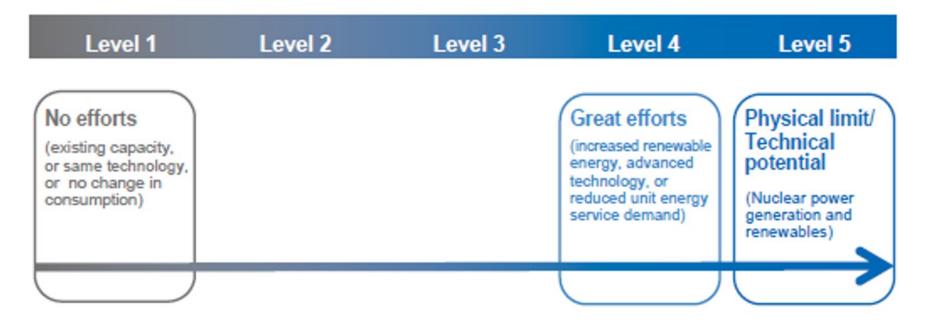




JAPAN 2050 Low Carbon Navigator

Levels/trajectories setting

The Low Carbon Navigator sets out four or five (renewable energy and nuclear power) trajectories reflecting the whole range of potential future scenarios.





JAPAN 2050 Low Carbon Navigator

R & D Common Challenges I Aging Society MIJ I Competition with Emerging Economy III Resource Constraints A: Made-in-Japan (MIJ) Overseas Society SB Manufacture B: Research and Domestic Development (R&D) Society **Economic Growth** RI C: Service and Brand(SB) Service Society Resource **D: Resource Independent** Share Independent (RI)Society Well-being E: Share Society

Five Society Scenarios

E: Share Society

3E+S Policy The 4th Strategic Energy Plan





3E+S Policy *In the Low Carbon Navigator*



- JAPAN 2050 Low Carbon Navigator
- The Low Carbon Navigator can communicate on how Japan's policies related to energy and climate change can impact on the country's pronounced 3E+S objectives.
- A dedicated section in both the Excel model and the Web Tool provides options for the users to see how their chosen pathways affect these 3E+S objectives.

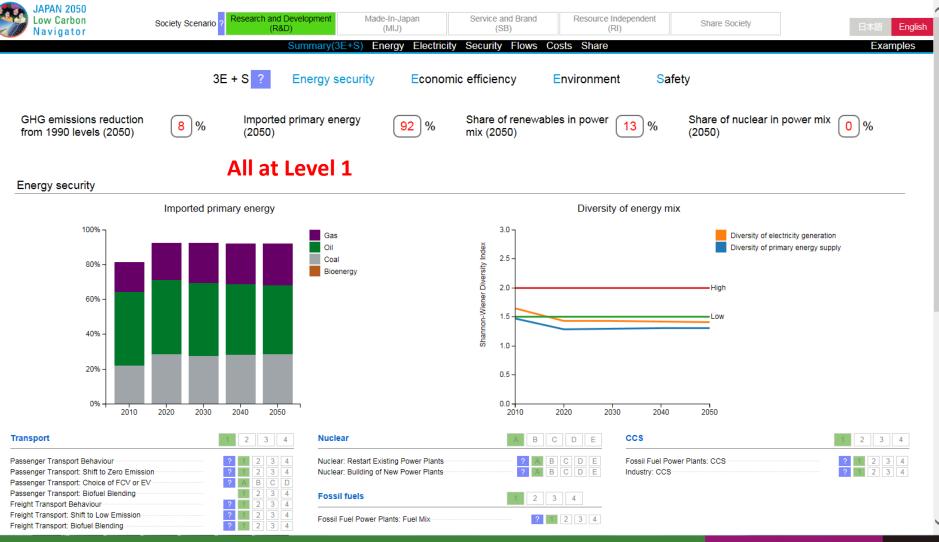
| 4 th Strategic Energy Plan's 3E+S objectives | | | | | | | | |
|---|--|---|---|----------------------------------|--|--|--|--|
| | Energy security | Economic efficiency | Environmental protection | Safety | | | | |
| Indicators in the Low Carbon Navigator | Dependency on imported energy Diversification of energy sources | Total costs per capita Per capita sectoral costs | TotalGHG emissions Emissions intensity of electricity | Share of nuclear in power mix | | | | |

The Low Carbon Navigator reinforces "3E+S" objective

Source: Low Carbon Navigator development team.

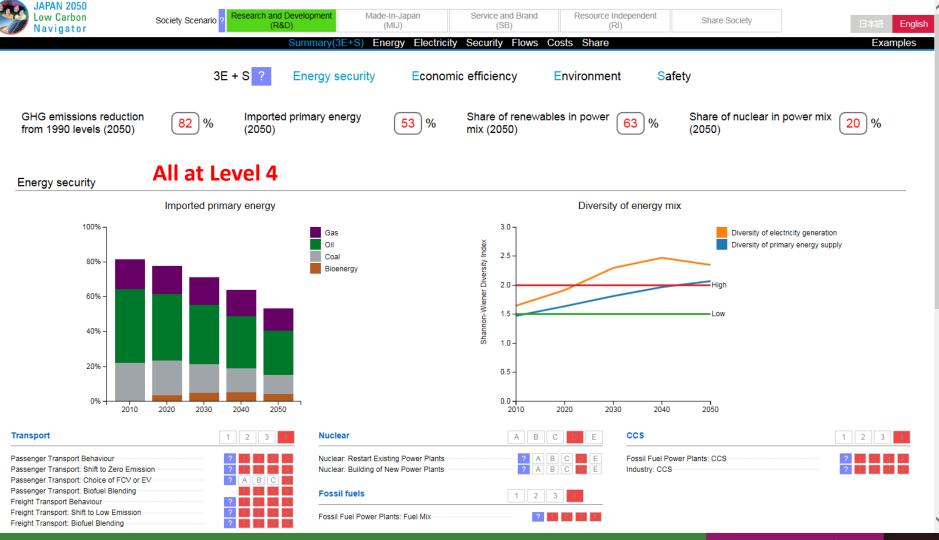
3E+S Policy: Energy Security *In the Low Carbon Navigator*





3E+S Policy: Energy Security *In the Low Carbon Navigator*



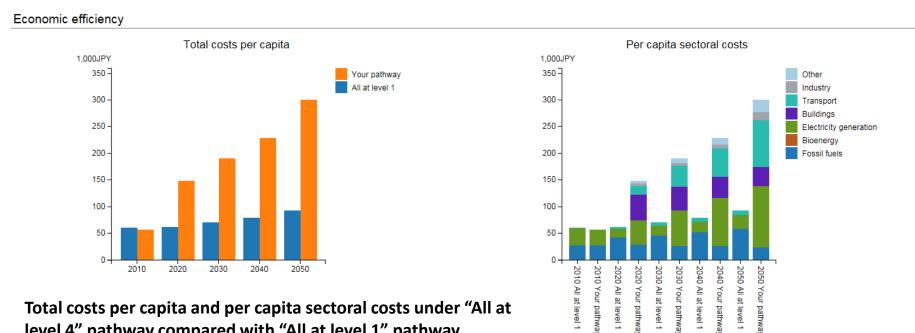


3E+S Policy: Economic Efficiency In the Low Carbon Navigator



JAPAN 2050 Low Carbon Navigator

- Two indicators: "total costs per capita" and "per capita sectoral costs".
- Under both indicators, users can graphical comparison see of associated total costs per capita and per capita sectoral costs of their chosen pathway against a "no effort" (i.e. All at level 1) pathway.



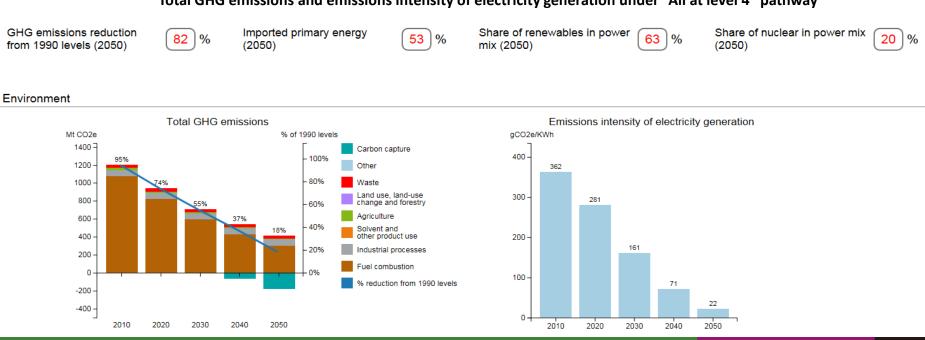
Total costs per capita and per capita sectoral costs under "All at level 4" pathway compared with "All at level 1" pathway

level 1

3E+S Policy: Environmental Protection In the Low Carbon Navigator



- **JAPAN 2050** Low Carbon Navigator
- Two emissions indicators: "total GHG emissions as percentage of 1990 levels" and "emissions intensity of electricity generation".
- For example, in the "All at level 4" pathway, emissions in 2050 are expected to be around 18% of 1990 levels, which otherwise suggest that it is possible for Japan to achieve the country's previously- committed 80% emissions reduction target.



Total GHG emissions and emissions intensity of electricity generation under "All at level 4" pathway

3E+S Policy: Environmental Protection In the Low Carbon Navigator



- **JAPAN 2050** Low Carbon Navigator
- Safety—is reflected in the Low Carbon Navigator through various options for nuclear power generation.
- Although there is no agreed metric for "safety", the "share of nuclear in power mix" is used as a proxy indicator.
- The shares are derived from the users' inputs on two levers under the nuclear sector, namely, restarting of existing nuclear power plants and building of new plants

| GHG emis from 1990 | | | 8 | 2 % | | ported prima)50) | ry energy | 53 % | Share of renewa mix (2050) | ables in power | <mark>63</mark> % | Share of nucl (2050) | lear in power mi | x 20 % | |
|--|---|-----|-------|-----------|-----------|----------------------|-----------|--|-------------------------------|--------------------|-------------------|-------------------------|------------------|-----------------------|---|
| Safety | | | Sharo | of nuclea | ar in now | /or mix | | | | | | | | | _ |
| | 30% - 25% - 20% - 15% - 10% - 5% - 0% - | 29% | 29% | 26% | 20% | 20% | | | f nuclear pathway | - | wer mi | x unde | r "All at | : | |
| Transport | | | | | 1 2 | 3 4 | Nuclear | | AB | CDE | CCS | | | 1 2 3 4 | |
| Passenger Transp Passenger Transp | | | on | | ? 1 | 2 3 4 2 3 4 | | rt Existing Power Plants ng of New Power Plants | ? A ? A | B C D E B C D E | Fossil Fuel Power | er Plants: CCS | | 2 1 2 3 4 2 1 2 3 4 | |
| | | | | | | | | | | | | | www.iges | .or.jp | 1 |

3E+S Policy In the Low Carbon Navigator



- The Low Carbon Navigator has been developed as a tool that gives the audience an option to look ahead to understand
 - what would happen and
 - what could be done.
- In this end, the inclusion of option to see how the chosen pathways affect governmental policies (i.e. the "3E+S" objectives), is unique and useful.
- 2050 LCN can also be used for assessing various pathways for achieving Japan's NDC and associated additional costs.

Measuring Japan's INDC using the Low Carbon Navigator



JAPAN 2050 Low Carbon Navigator

Energy-Originated CO2 (INDC breakdowns for sectors)

| lable 1 Estimated em | issions of energy-ori | ginated CO ₂ in each sector |
|--------------------------------------|-----------------------|--|
| | Estimated | |
| | emissions of each | FY 2013 (FY 2005) |
| | sector in FY 2030 | |
| Energy originated CO ₂ | 927 | 1,235 (1,219) |
| Industry | 401 | 429 (457) |
| Commercial and other | 168 | 279 (239) |
| Residential | 122 | 201 (180) |
| Transport | 163 | 225 (240) |
| Energy conversion | 73 | 101 (104) |
| | | [Value : million t -CO ₂ |

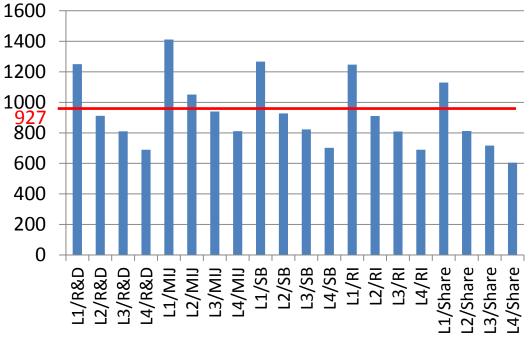
Table 1 Estimated emissions of energy-originated CO₂ in each sector

Source: MOFA. http://www.mofa.go.jp/mofaj/files/000090898.pdf

Measuring Japan's INDC using the Low Carbon Navigator



- JAPAN 2050 Low Carbon Navigator
- > 2030 pathways and those which can attain the 2030 INDC targets



2030 GHG emissions (MtCO2e/yr)

Note: Selected pathways (L1-L4 under five society scenarios) among many as example. Most L2-L4 under five society scenarios except for MIJ scenario can achieve the 2030 INDC target.

Measuring Japan's INDC using the Low Carbon Navigator



- JAPAN 2050 Low Carbon Navigator
- Based on the sectoral breakdowns, this exercise can also be conducted for sectoral settings for transport sector, residential sector, commercial sector and industry to screen out those pathways which help achieve sectoral targets.
- Based on the available pathways, key elements or insights on how Japan can achieve her INDC can be derived, e.g. how important will renewable energy play, what is the role of nuclear energy supply, how important will be demandside management, etc.
- If data on technology-related or sectoral employment is available, employment implications of different pathways can be estimated.





Thank you!



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