



#### The 4<sup>th</sup> Kitakyushu SDGs Training

Kitakyushu's Initiatives for Green Growth

6 March, 2023 Shunsuke Nakayama Green Growth Promotion Division Environment Bureau, City of Kitakyushu





| 2 | Selection of Decarbonisation Leading |
|---|--------------------------------------|
|   | Areas                                |

## **Green Growth Initiatives**

### Moves by the Japanese Government

2020: Japan declares intent to become carbon neutral by 2050

Apr 2021: New greenhouse gas reduction targets by 2030 announced Aiming at a 46% reduction by 2030 with aspirations of reaching 50%

May 2021: Act on Promotion of Global Warming Countermeasures revised

Jun 2021: Regional decarbonisation roadmap formulated Create at least 100 "decarbonisation leading areas" by 2030

## Aug 2021: Global Warming Action Plan (comprehensive government plan) revised

Oct 2021: 6th Strategic Energy Plan formulated Intensively promote and introduce renewable energy as a key source of power, focusing on renewable energy as a top priority

#### Kitakyushu City's Steps Along the Path to Becoming a Zero-Carbon City

2008: Selected as an Eco-Model City and SDGs FutureCity in 2018

Oct 2020: **Declaration** of intent to become a **Zero-Carbon City** 

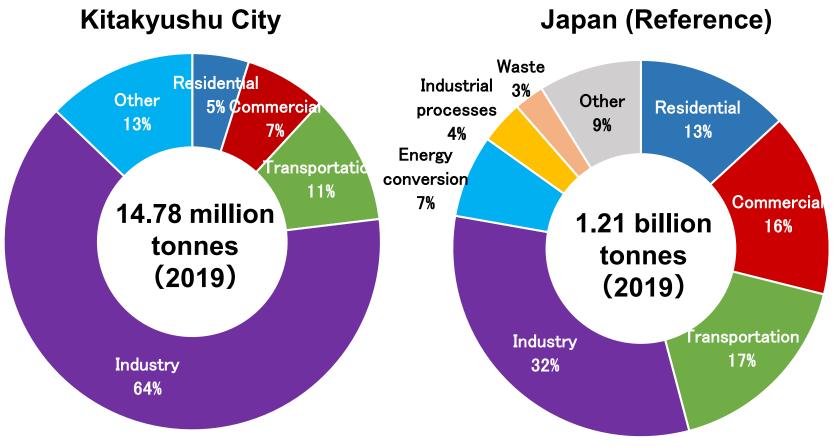
Jun 2021: Declaration of climate emergency

Aug 2021: "Kitakyushu City Action Plan for Global Warming Countermeasures" revised Reduce GHG emissions by at least 47% by 2030 (from FY 2013 levels)

Feb 2022: "Kitakyushu City Green Growth Strategy" formulated

Apr 2022: Kitakyushu selected as "Decarbonisation Leading Area"

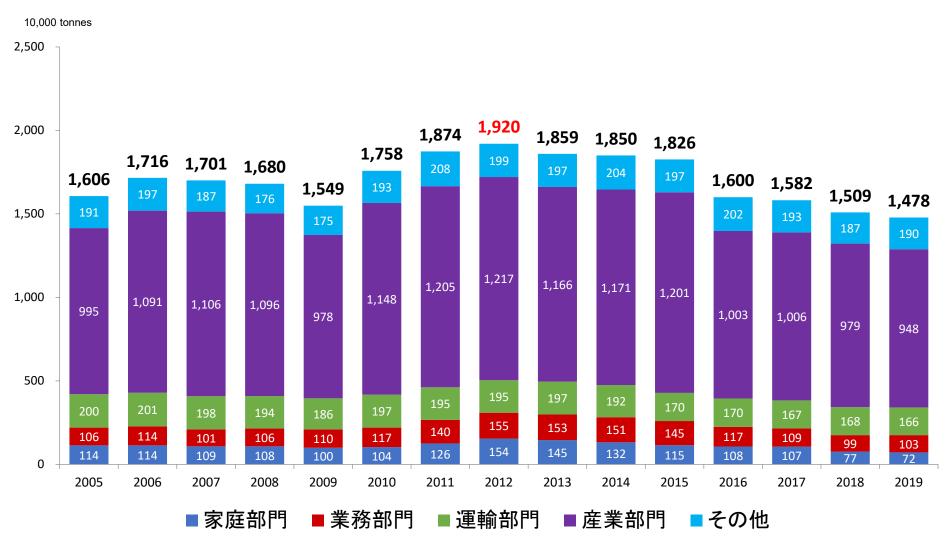
## GHG Emissions in Kitakyushu (% by sector)



(\*) "Other" =Total GHG emissions from energy conversion, waste, and industrial process sectors, as well as methane, nitrous oxide, and chlorofluorocarbon gas in Kitakyushu City

(Source: National Institute for Environmental Studies website)

### GHG Emissions in Kitakyushu (Change over time)



(\*) "Other" =Total GHG emissions from the energy conversion sector (self-consumption at power stations, gas plants, refineries, etc.), waste sector (emissions from waste incineration, etc.), industrial process sector (generated with the production of cement), methane, nitrous oxide, and CFCs in Kitakyushu City.



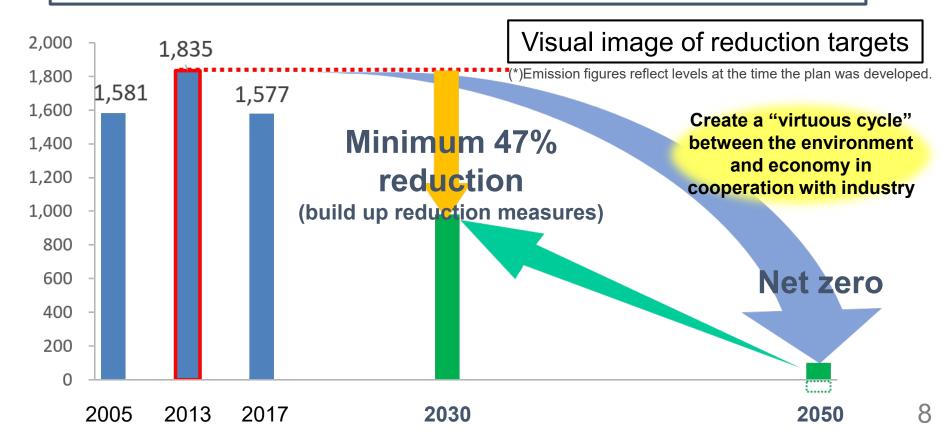
## **GHG Reduction Targets in Kitakyushu**

#### 2050 (Goals)

#### Aim to achieve net-zero GHG emissions in the city

#### FY 2030 (Targets)

### Reduce emissions by at least 47% from FY 2013 levels



### Kitakyushu Green Growth Strategy: Basic Strategy

 Action plan for the strategic promotion of energy decarbonisation and innovation aiming at Kitakyushu's goal of becoming a Zero-Carbon City by 2050 through a "virtuous cycle between the environment and economy".

(1) Decarbonise existing industries and create new industries through the stable supply and use of economically viable decarbonised energy

Core urban area promoting decarbonised power

Effects

Core urban area for hydrogen supply and use

Promote the decarbonisation of the power sector and electrification of non-electric sectors, while also promoting the supply and use of hydrogen in areas that are difficult to electrify.

**Direct investment** 

Approx. JPY 590

to 680 billion

#### **②** Support companies to drive innovation

③ Develop pleasant and decarbonised cities through urban improvement and transport policies

#### **CO<sub>2</sub> reduction effect**

Approx. 930,000 tonnes

### Kitakyushu Green Growth Strategy: Actions to FY 2023

## Core urban area promoting decarbonised power

- Introduce PVs, EVs and storage batteries through a third-party ownership model and expand the use of decarbonised power
- Create industries to reuse and recycle PVs and storage batteries
- Promote the introduction of wind power and development of a comprehensive base for wind power industries

<FY 2030 forecast>

Installed renewable energy: 1,302 to 1,402 MW

## Core urban area for hydrogen supply and use

- Develop a cooperative framework to expand the use of hydrogen
  - Create a hydrogen platform
- Conduct demonstrations and studies on establishing hydrogen supply systems
  - Inject hydrogen-based synthetic methane into city gas pipelines
  - Conduct studies on the potential of supplying hydrogen on a wide scale in the future
- Stimulate demand and matching using hydrogen within the city

<FY 2030 forecast>

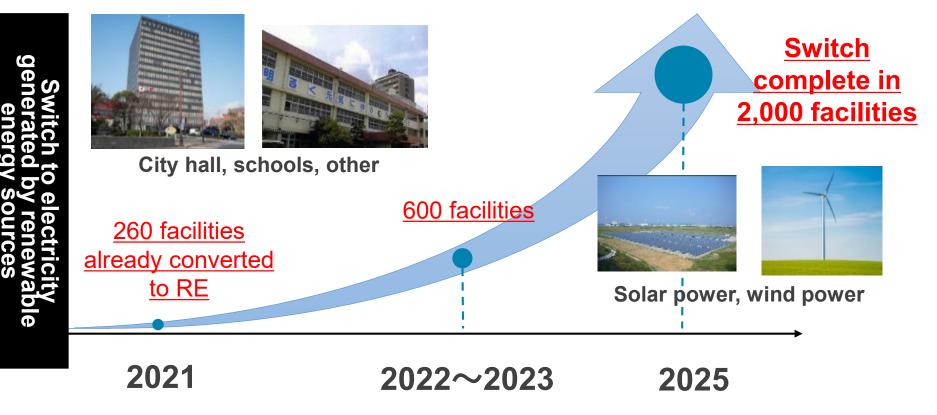
Hydrogen demand: 5,700 tons/year

#### Support for companies to drive innovation

- **Develop platforms** that will lead to the creation of decarbonised businesses
- Provide guided support to companies on how to effectively use public funds and obtain financing from the private sector
- Set up programs to train and acquire human resources to promote the development of a decarbonised society

# Conversion of Public Facilities to 100% Renewable Energy by FY 2025

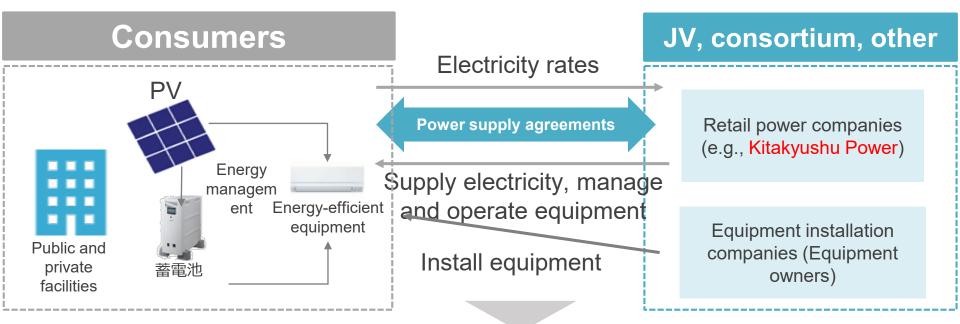
Fastest conversion of public facilities to 100% locally produced and locally consumed renewable energy by any prefecture or designated city in Japan



#### Installing PV Panels and Other Equipment Using the Third-Party Ownership Scheme

Installation of PV panels, storage batteries and other equipment through a third-party ownership scheme in facilities where PV panels can be installed by FY 2025 (approximately 290 facilities)

Diagram of third-party ownership scheme



### **Decarbonisation leading area**

Group of public facilities in 18 cities and towns in the Kitakyushu area and recycling companies in Kitakyushu Eco-Town

#### Targets and Direction for Introducing Electric Vehicles for Public Use

#### [Objective]

Introduce electric vehicles, such as electric cars, for all official vehicles for public use **by FY 2030** (approximately 800 vehicles)

#### Significance, challenges and direction for the introduction of electric vehicles

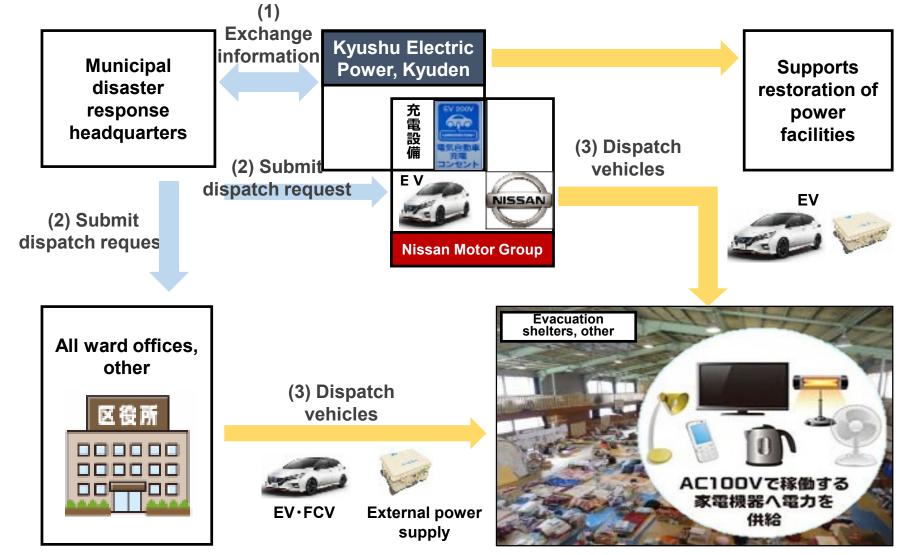
| Significance | <ul> <li>Reduces CO<sub>2</sub> emissions</li> <li>When used as storage batteries, EVs can be instrumental in promoting the effective use of renewable energy (in uneventful times) and strengthening resilience (in a disaster).</li> </ul> |  |
|--------------|--|--|
| Challenges   | ✓ Introductory costs are <b>high</b> .   |  |

|           | Promote electrification and reduce the cost of introducing EVs by<br>addressing the following issues together with the introduction of EVs.   |
|-----------|---|
| Direction | <ul> <li>Introduce a new vehicle management system (DX) and centralise the<br/>management and sharing of public vehicles to improve utilisation<br/>rates and reduce the number of vehicles in use (at this time, the target is<br/>to reduce the number of vehicles by about 100 in three to four years).</li> </ul> |
|           | <ul> <li>Reduce electricity charges and promote the effective use of renewable<br/>energy in city hall through the use of storage batteries in EVs.</li> </ul>  |

# Enhancing Disaster Response Capabilities with EVs (Feb 2020 to present)

### Kyuden Group ×Nissan Motor Group×Kitakyushu City

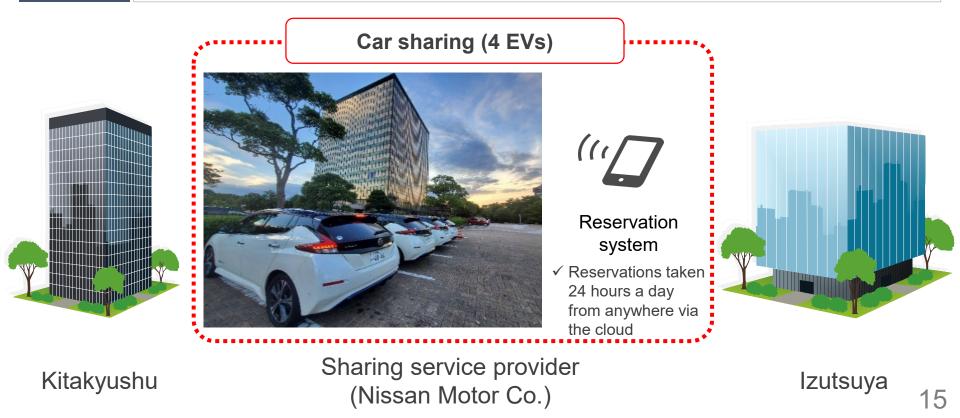
[In a disaster]



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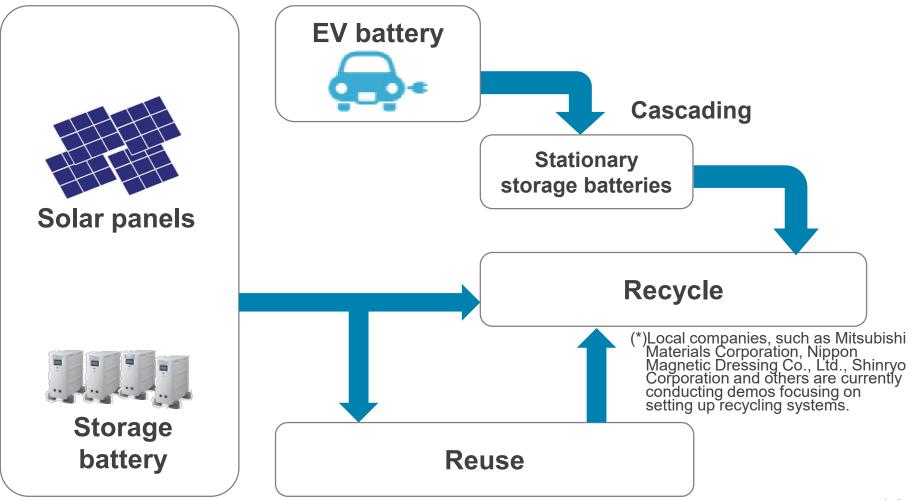
### EV-Sharing Demos Between Private Companies and Local Authorities (October 2022 to present)

| Objective | <ul> <li>✓ Develop models for sharing EVs between companies, as well as expanding its use in other sectors</li> </ul>   |
|-----------|---|
| Overview  | <ul> <li>Local companies and sharing service providers are collaborating with Kitakyushu City to promote a system of sharing company and official city vehicles through the use of a car sharing system.</li> <li>Demonstrates improved utilisation rates, verifiable cost effectiveness and cost sharing.</li> </ul> |



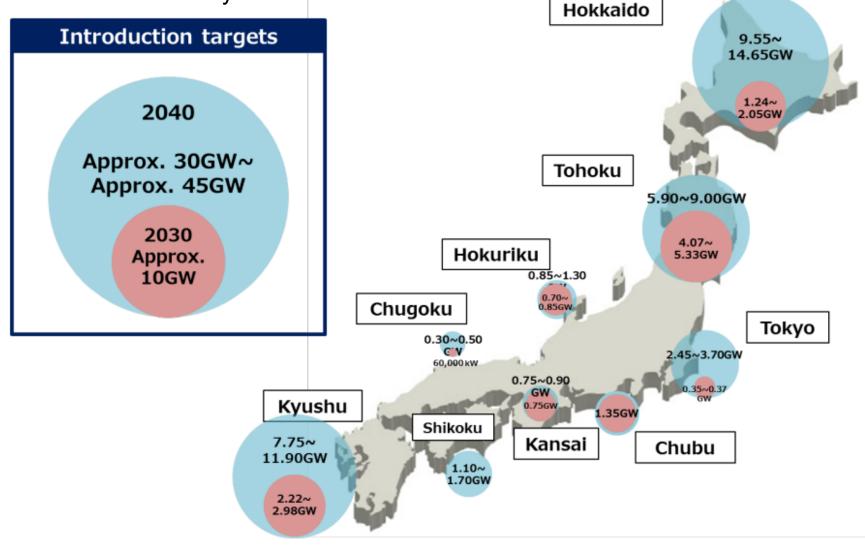
# Reuse and Recycling of Solar Panels and Storage Batteries

#### Establishment of reuse markets Promotion of recycling oriented around eco-towns



### Scale of Offshore Wind Power Bases

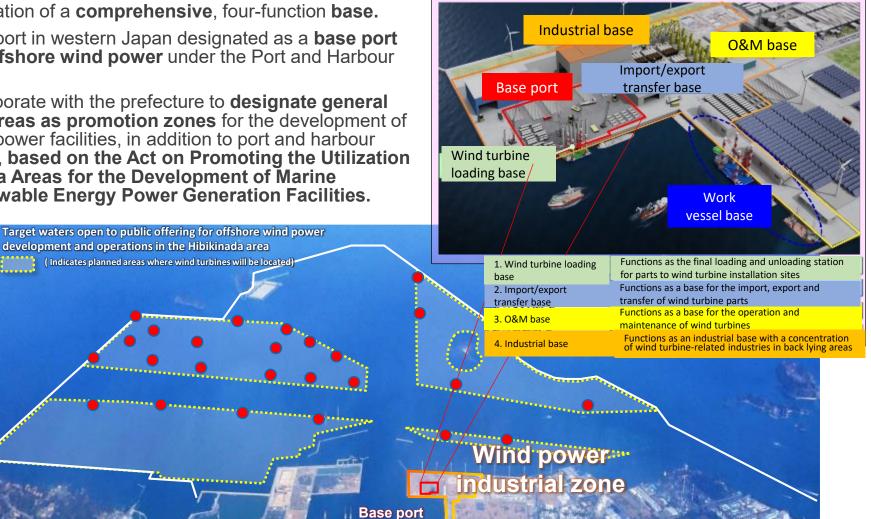
Japan's installation target for offshore wind power is 10 million kW by 2030 and 30 to 45 million kW by 2040.



(Source: Ministry of Economy, Trade and Industry, Public-Private Council on Enhancement of Industrial Competitiveness for Offshore Wind Power Generation, "Vision for Offshore Wind Power Industry (1st) Overview", p7, 2020/12/15.

### **Creation of a Comprehensive Base** for the Wind Power Industry

- Formation of a **comprehensive**, four-function **base**.
- Only port in western Japan designated as a base port for offshore wind power under the Port and Harbour Act.
- Collaborate with the prefecture to **designate general** sea areas as promotion zones for the development of wind power facilities, in addition to port and harbour areas, **based on the Act on Promoting the Utilization** of Sea Areas for the Development of Marine Renewable Energy Power Generation Facilities.



**Hibikinada Offshore Wind Farm Project** OTotal output (planned): Approx. 220,000 kW (25 9.5-MW turbines) Operator: Hibiki Wind Energy Co., Ltd.



# Becoming a Base City Engaged in the Supply and Use of Hydrogen

#### Higashida

## Technical demonstration with the use of hydrogen pipelines

Supports and promotes demonstrations of company technologies using infrastructure, such as hydrogen pipelines and fuel cells, with local cooperative systems.

No. demonstration projects: 9, number of companies: 10

#### Hibikinada

## Demonstration on the production and supply of CO<sub>2</sub>-free hydrogen

Implementation of demonstrations on the production and supply of CO<sub>2</sub>-free hydrogen, taking advantage of Kitakyushu's strengths, such as its concentration of energy-related facilities.

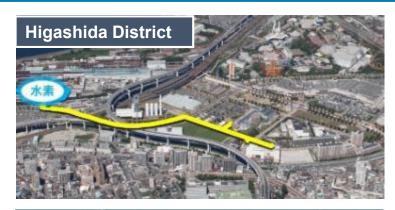
◆ Implementation of the Ministry of the Environment's demonstration project in Hibikinada (FY2020 to FY2022), "Project to demonstrate green hydrogen production and supply using local renewable energy in Kitakyushu City".

#### Other

## Expanding the use of fuel cell vehicles and hydrogen stations

Promoting the expanded use of FCVs and development of hydrogen stations in order to broaden applications for hydrogen and improve people's understanding.

◆Hydrogen stations in the city (2 locations), introduction of FCVs in official vehicle fleet (four vehicles)



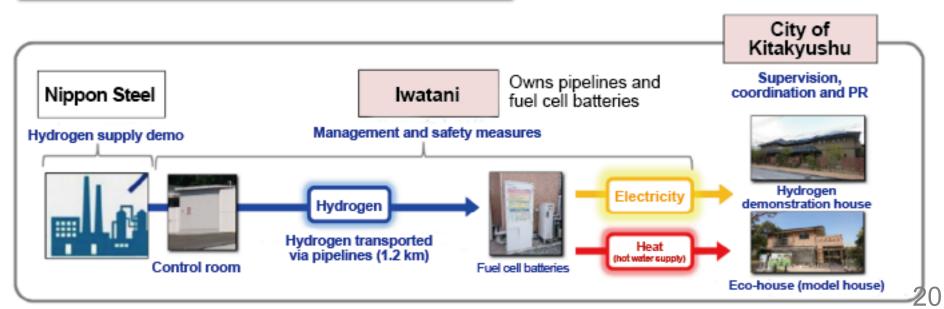




# Technical Demonstration Using Hydrogen (Kitakyushu Hydrogen Town)



- Use of a hydrogen pipeline (1.2 km) to provide companies with demonstration fields and support demo projects.
- $\checkmark$  No. demos: 9 (No. companies: 10)
  - Development of leak monitoring system using hydrogen sensors
  - Demonstration project on analysing impurities in hydrogen gas, etc.



# Demonstration Project on the Production and Supply of CO<sub>2</sub>-free hydrogen (FY2020-2022)

- Ministry of the Environment demonstration project on producing and supplying CO<sub>2</sub>-free hydrogen using surplus renewable energy in the city.
- Project partners: Kitakyushu Power (lead), IHI (hydrogen production and energy management system development), Fukuoka Oxygen (hydrogen compression and transport), ENEOS (use of hydrogen in hydrogen STs, supply to hydrogen pipelines), Fukuoka Prefecture and Kitakyushu City (overall coordination, provision of demonstration fields).

| Create/Store  | Transport                           | Use  |
|---|-------------------------------------|--|
| Produce hydrogen efficiently<br>by procuring surplus<br>electricity from a diverse set<br>of renewable energy sources | Transport hydrogen over a wide area | Use hydrogen for various applications by making use of existing hydrogen pipelines and hydrogen stations |
| Hibikinac   | la District                         | Higashida District (Kitakyushu Hydrogen Town)  |
| Energy Water<br>management<br>system (10Nm <sup>3</sup> /h)   | Compression Transport               | Hydrogen pipeline (1.2 km)   |
|   |                                     | Hydrogen station Hydrogen demo house   |
| 1 2 mm m 1  | FC forklift                         | + Fuel cells   |
| 00  |                                     | Fukuoka City and Kurume City   |
| WindSolarWtEpowerpower(Biomass)   | at logistics centre                 | Hydrogen station   |
|   |                                     | 21   |

## Selection of Decarbonisation Leading Areas

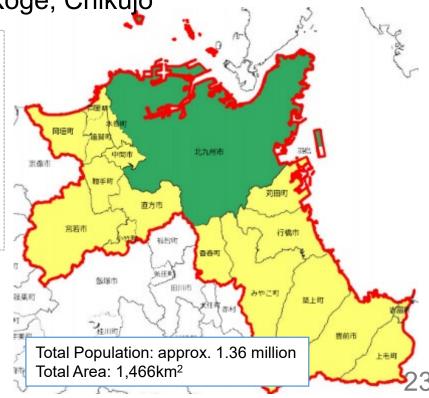
## **Overview of Kitakyushu's Proposal**

Enhance the competitiveness of local industries with the development of models for maximum installation and optimal operation of renewable energy in public facilities and other locations.

- Proposer: City of Kitakyushu
- Partners: Cities of Nogata, Yukuhashi, Buzen, Nakama, Miyawaka; towns of Ashiya, Mizumaki, Okagaki, Onga, Kotake, Kurate, Kawara, Kanda, Miyako, Yoshitomi, Koge, Chikujo

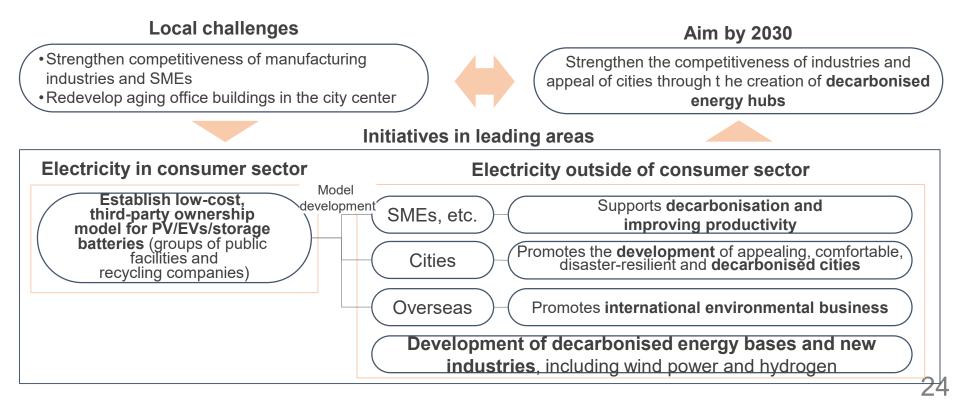
Targets as a decarbonised leading area

- Group of public facilities in 18 cities and towns in the Kitakyushu area (approx. 3,600).
- Group of recycling companies in Kitakyushu Eco-Town



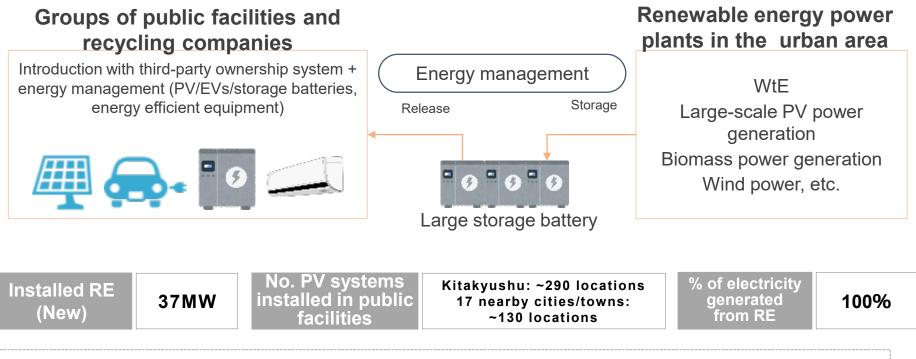
## Proposal Details (1): Aim by 2030

- Develop a low-cost, third-party ownership model for PV/EVs/storage batteries in decarbonised areas. Deploy this model to small- and medium-sized companies, as well as to cities and locations overseas to promote the development of decarbonised cities and communities and international environmental business.
- Form a decarbonised energy base that includes wind and hydrogen power, and create new industries in line with the increased introduction of renewable energy.
- Aim to **introduce approximately 1,400 MW of renewable energy** (in Kitakyushu) by FY2030 (approximately three times the current level).



# Proposal Details (2): Decarbonisation of electricity in the consumer sector

- Decarbonise groups of public facilities in the Kitakyushu metropolitan area (approx. 3,600) and groups of recycling companies in Eco-Town through the application of a low-cost, third-party ownership model for PV/EVs/storage batteries to create a low-cost PPA model.
- Reduce costs even further by creating a cascading system for used PV panels and EV batteries in collaboration with companies in Eco-Town and car manufacturers.
- Promote the effective use of renewable energy through local energy management and integrated energy management for groups of public facilities with the installation of largescale storage batteries.



Total project cost: JPY 9.7 billion (including use of private sector financing)

25

## Building Systems for Collaborating with Local Companies and Other Stakeholders (1/2)

| Izutsuya Co., Ltd.   | Kyushu Electric Power Co., Inc.   |
|--|---|
| <ul> <li>✓ Implementation of EV car sharing<br/>demonstration project</li> <li>✓ Widespread application of "zero-<br/>carbon driving" and reduced CO<sub>2</sub><br/>emissions with the expanded<br/>introduction of renewable energy<br/>sources</li> </ul> | <ul> <li>✓ Increased application and<br/>introduction of renewable energy<br/>through the use of storage batteries,<br/>etc.</li> <li>✓ Transition of energy towards<br/>decarbonisation</li> <li>✓ Promotion of decarbonisation<br/>initiatives in the Kitakyushu<br/>metropolitan area</li> </ul> |
|  |   |
| Toyota Motor Kyushu, Inc.  | Kyushu Institute of Technology  |

# Building Systems for Collaborating with Local Companies and Other Stakeholders (2/2)

#### Saibu Gas Co., Ltd.

- ✓ Low-carbonisation and decarbonisation of heat demand, including promoting the use of methanation technologies
- ✓ Optimisation of energy use
- Promotion of food loss and waste reduction measures
- Raising awareness through education on the environment and energy

#### Denso Kyushu Co., Ltd.

- ✓ Support for SMEs in improving the efficiency of production lines
- Promotion of expanded applications of EVs, PHEVs and V2X through demonstrations on charging / discharging equipment and chargers

#### Daikin Industries, Ltd.

- Promotion the introduction of highefficiency air-conditioning systems through third-party ownership systems and regional energy management using air-conditioning equipment
- Installation and use of recycled coolants

#### Yanekara Co., Ltd.

- Promotion of practical applications for charging/discharging equipment\* that can efficiently charge vehicles from solar panels.
- Creation of mechanisms that will contribute to the optimal use of renewable energy through the control of charging/discharging devices

(\*) When electricity generated by solar panels is used to charge EVs, it is typically converted from DC to AC, generating heat and resulting in energy loss. Yanekara's charging/discharging equipment uses electricity generated by solar panels as is without converting the current to AC, which reduces energy loss and allows renewable energy to be used effectively. Thank you for your kind attention.