

表紙未完成・・・

New energy group

- Syo-gun
- Nara-ken
- Eritin
- Sino-ra
- Akio

What we are going to say . . .

CO₂ reduction target by new energy

34million t-CO₂

For this target . . .

new energy introduction target

19.1billion l (crude oil equivalent)

Is this introduction target appropriate ?

No!!

What we are going to say . . .

New energy implementation target is not appropriate because . . .

- Regardless of cost
 - Reduce CO₂ more than target
-
- For appropriate target . . .
our proposal

Structure

- What is New Energy?
- The necessities of New Energy
- The target of implementation
- Current situation in Japan

- The trial calculation
 - About CO₂ reduction
 - About cost
- Consideration

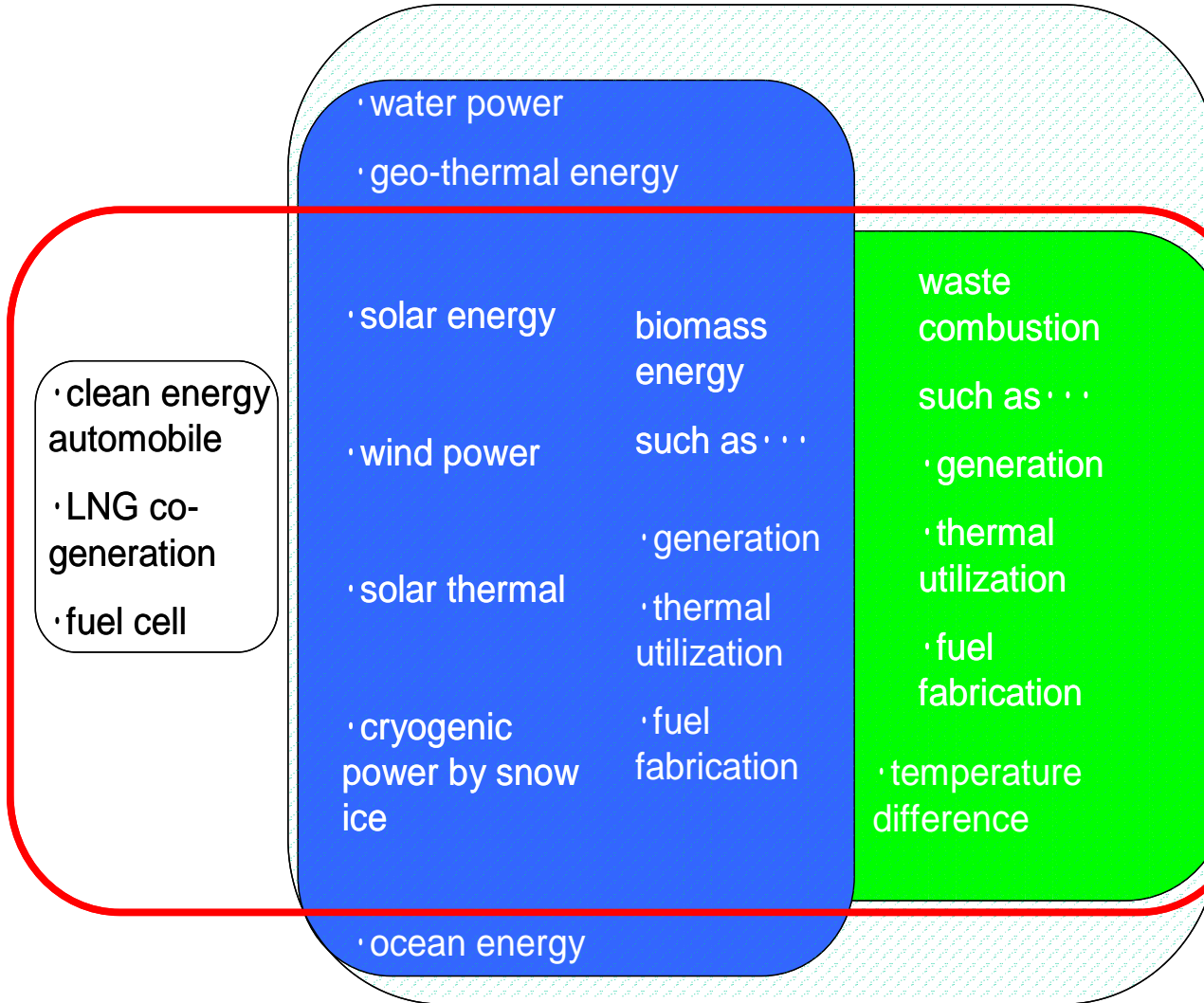
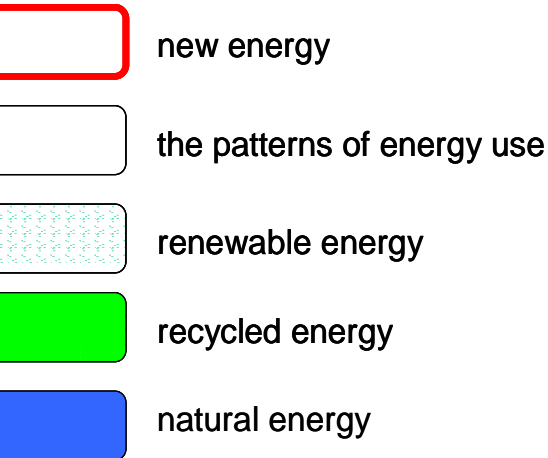
What is new energy ?

definition

1. technically available
2. not marketable
3. the alternative energy resource to oil

What is new energy ?

~ Kinds of new energy ~



Classification of new energy

Power generation field

solar energy

wind-power

waste combustion energy

biomass energy

Thermal utilization field

solar thermal

unutilized energy

waste combustion utilization

biomass thermal utilization

Merits and Demerits

Merits

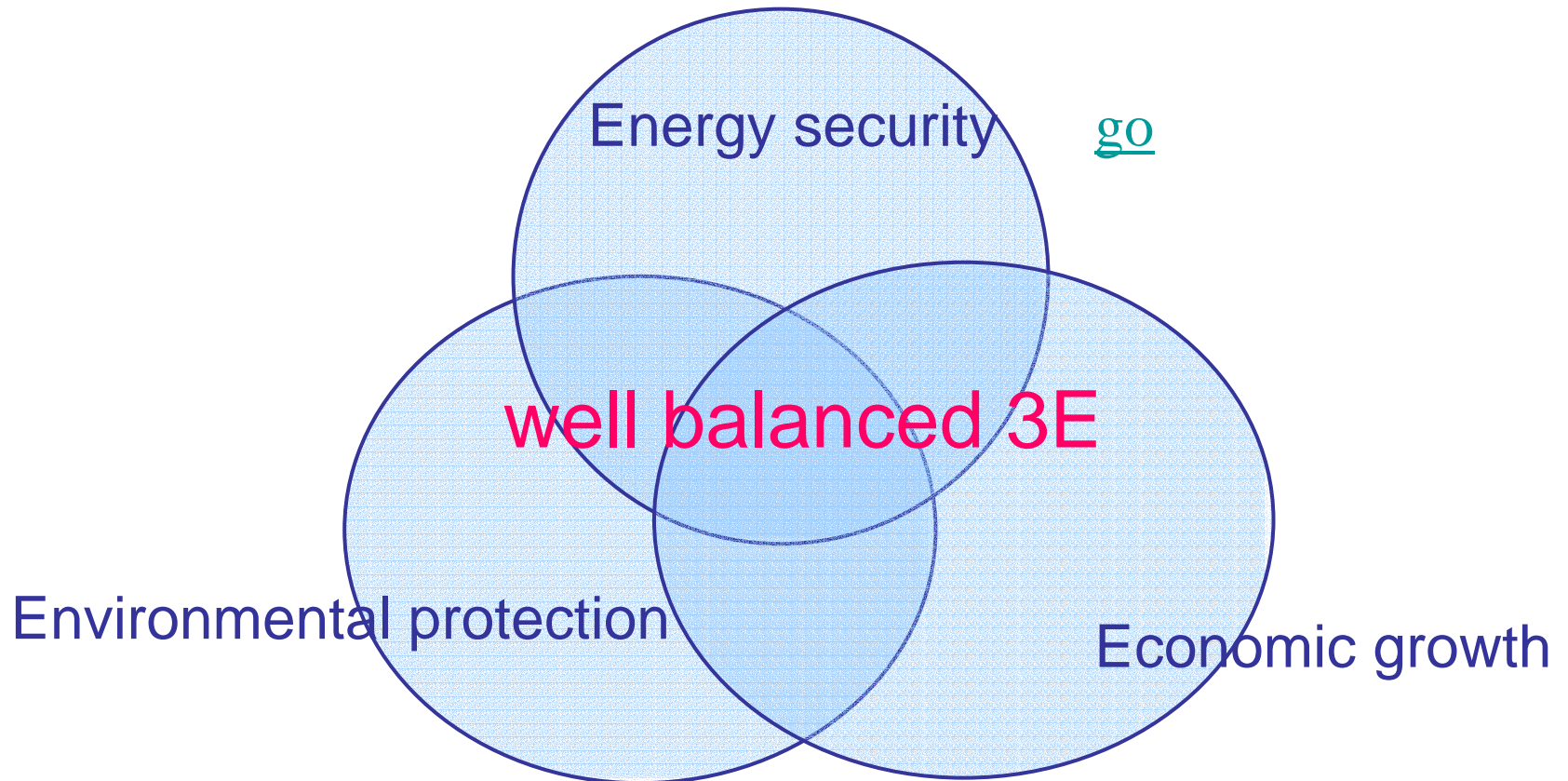
domestically produced
no exhaustible resource
less CO₂ emissions _____

Demerits

- Unstable electrical output
- energy conversion efficiency is low
- cost is high _____

The necessities of new energy

the image to accomplish 3 targets of energy policy



New energy & 3E

New energy matches 3E !!

Structure

- What is New Energy?
- The necessities of New Energy
- The target of implementation
- Current situation in Japan

- The trial calculation
 - About CO₂ reduction
 - About cost
- Consideration

Actual result and Target (new energy of supply side)

	Actual result of 1999		Prospect /target of 2010			
			Case of keeping the current measure		Target case	
	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant
	10000kl	10000kW	10000kl	10000kW	10000kl	10000kW


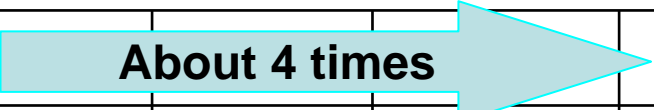

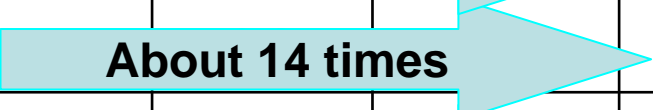
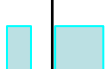
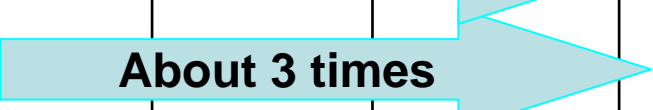

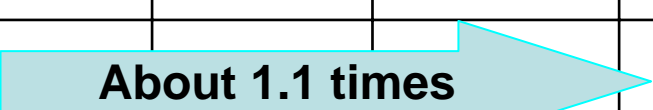
Power generation field

Solar energy	5.3		About 23 times		118	482
Wind power	3.5		About 38 times		134	300
Waste combustion energy	115		About 5 times		552	417
Biomass energy	5.4		About 6 times		34	33

Actual result and Target (new energy of supply side)

	Actual result of 1999		Prospect /target of 2010			
			Case of keeping the current measure		Target case	
	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant
	10000kl	10000kW	10000kl	10000kW	10000kl	10000kW

Thermal utilization field

Solar thermal	98		About 4 times		439	-
Unutilized energy	4.1		About 14 times		58	-
Waste combustion utilization	4.4		About 3 times		14	-
Biomass thermal utilization	-	-	-	-	67	-
Black liquor/scrap wood etc.	457		About 1.1 times		494	-

RPS (Renewables Portfolio Standard) in Japan

What is RPS system ?

The system to introduce new energy certainly and cost-effectively

Issued in June 2002

Put into force in April 2003

RPS coverage

- RPS

Power generation field

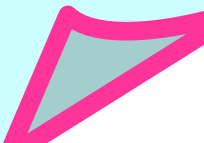
× Thermal utilization field

Eligible energy sources of RPS

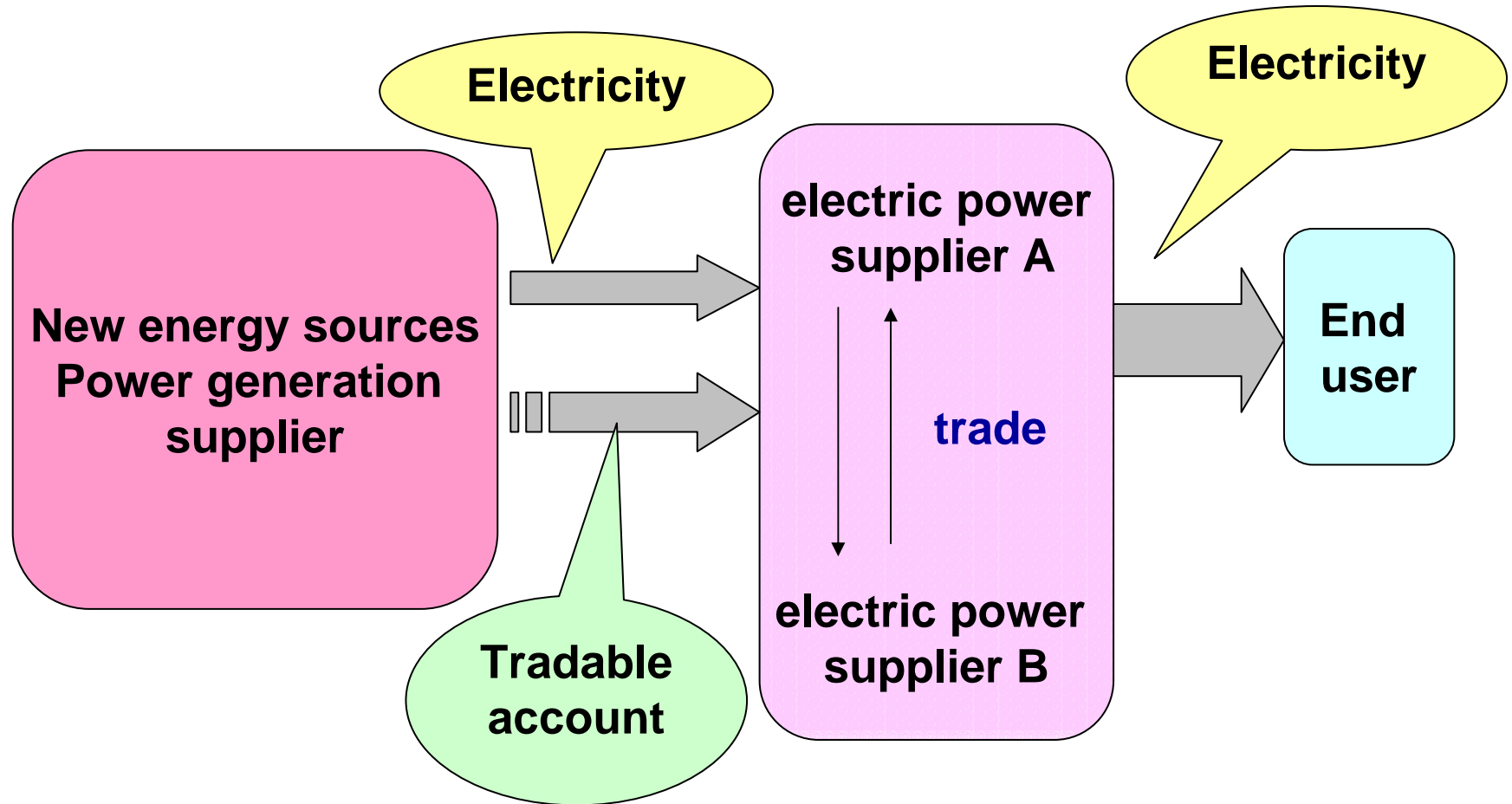
- Wind-power generation
- Solar energy generation
- Geo-thermal generation
- hydraulic power generation (small and medium)
 - (× hydroelectric dam)
 - (hydraulic turbine)
- Biomass
- waste combustion energy generation
 - (only the biomass incineration)

The image of RPS system

RPS is the way to
attain the obligation cost-effectively



The image of Japanese RPS system (1)



The image of Japanese RPS system (2)

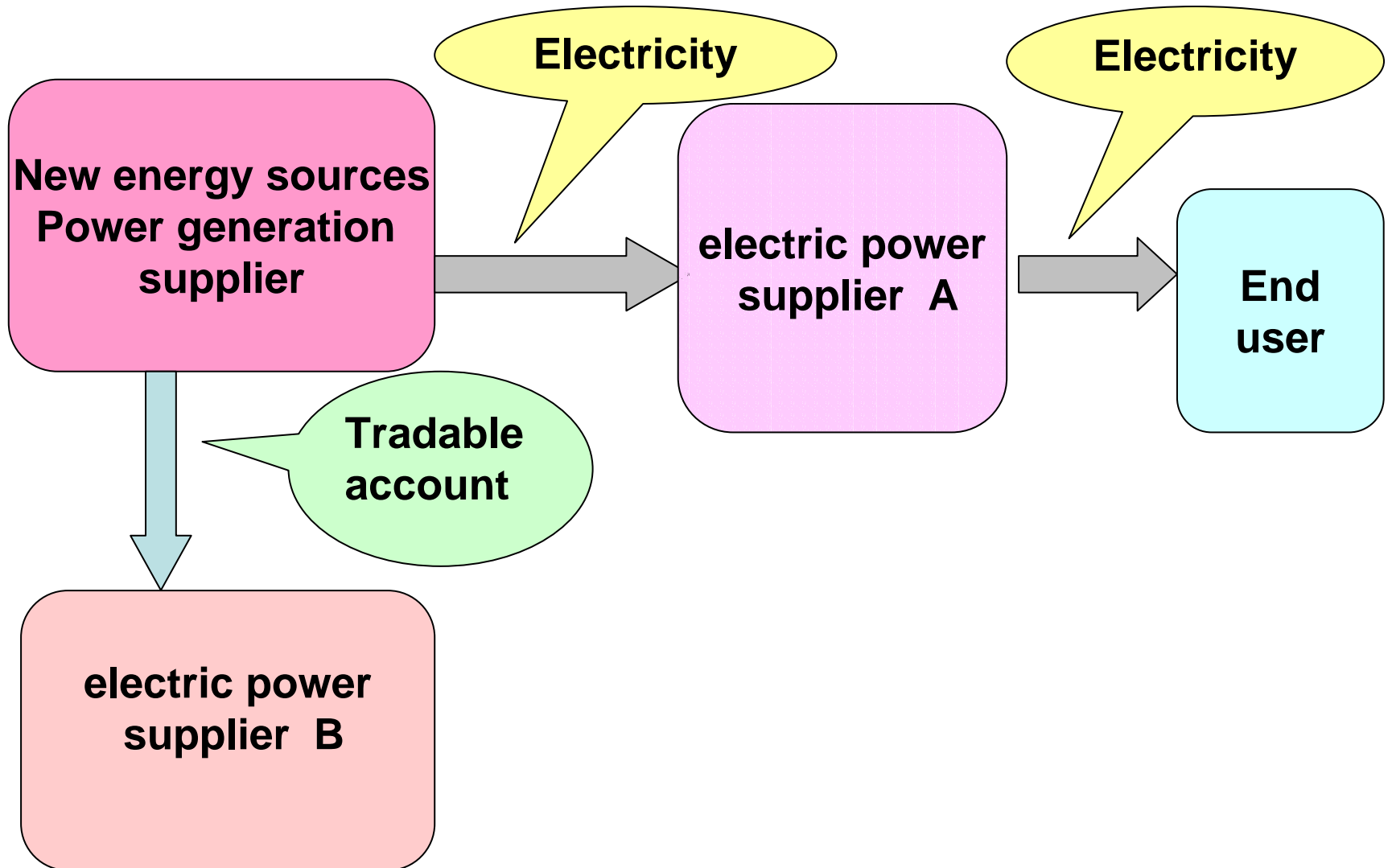
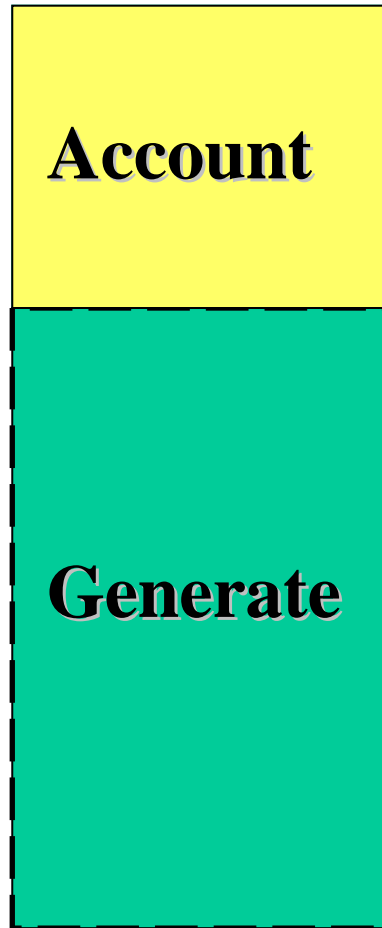


Image breakdown of the account

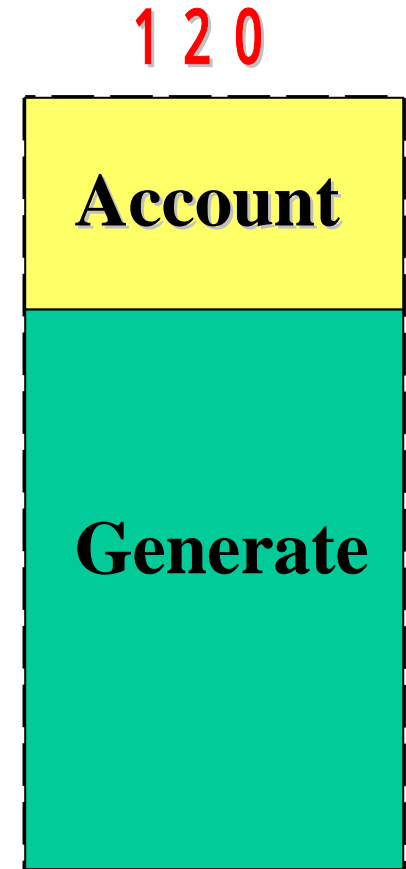
For example...



Smaller Energy supplier

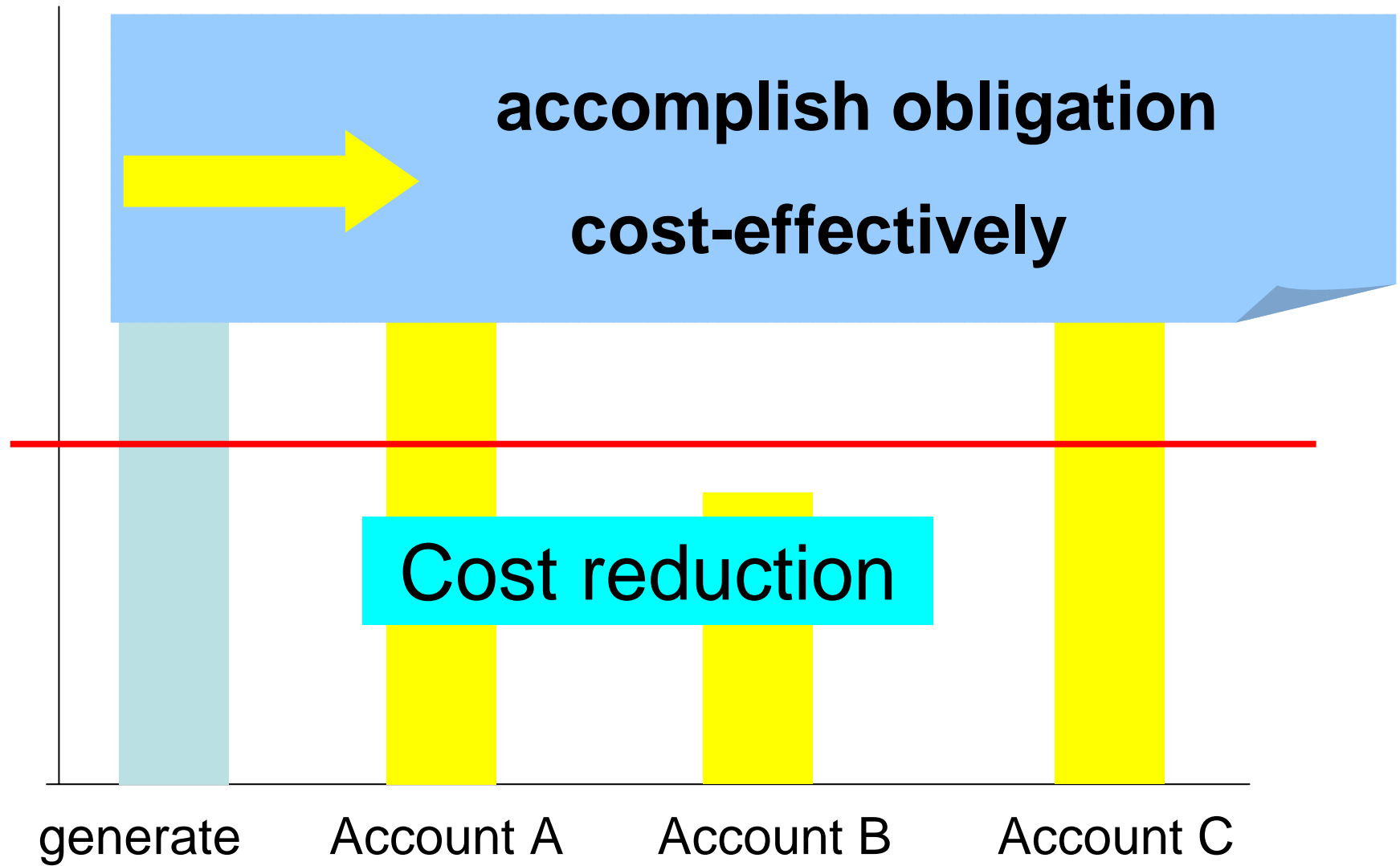


Energy supplier
A



Energy supplier
B

COST



Equalize the marginal generation cost

Minimize the social cost

Actual result and Target (new energy of supply side)

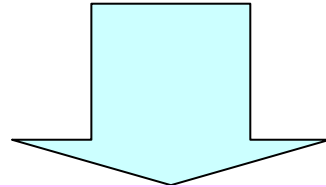
	Actual result of 1999		Actual result of 2001		2010 target case	
	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant	Convert into oil	Capacity of plant
	10000kl	10000kW	10000kl	10000kW	10000kl	10000kW

Thermal utilization field

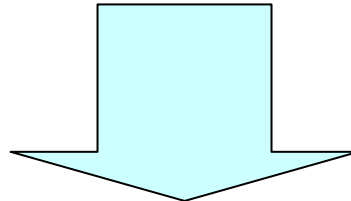
Solar thermal	98	-	82	-	439	-
Unutilized energy	4.1	-	4.4	-	58	-
Waste combustion utilization	4.4	-	4.5	-	14	-
Biomass thermal utilization	-	-	-	-	67	-
Black liquor/scrap wood etc.	457	-	446	-	494	-

Thermal utilization field

decreasing demand



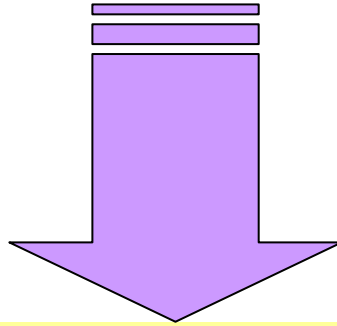
No particular policy



difficult to attain target amount in 2010

summary

To attain introduction target of new energy



In power generation, can attain by RPS

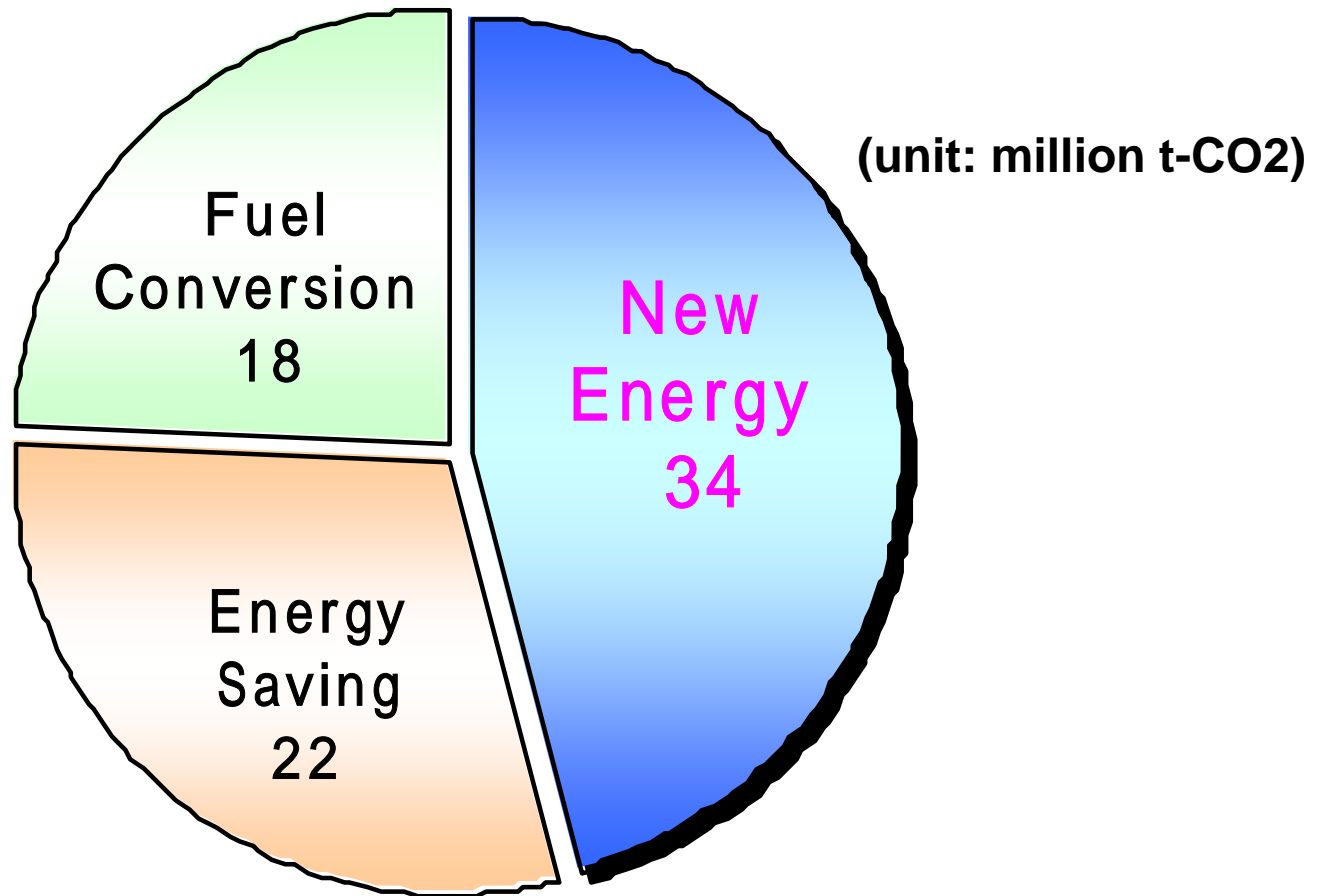
In thermal utilization, difficult !!

Structure

- What is New Energy?
- The necessities of New Energy
- The target of implementation
- Current situation in Japan

- The trial calculation
 - About CO₂ reduction
 - About cost
- Consideration

The CO2 reduction target of each Energy sector



Made by presenter,

based on the data by Ministry of the Environment (2002)

Amount of CO₂ reduction power generation field

(unit: million t-CO₂)	Alternative for oil (0.742kg-CO ₂ /kwh)	Alternative for Average of all power sources (0.419kg-CO ₂ /kwh)
Solar energy	3.52	1.87
Wind power	4.11	2.27
Waste combustion energy	15.40	7.74
Biomass energy	0.92	0.48
total	23.95	12.36

Amount of CO₂ reduction thermal utilization field

(unit: million t-CO ₂)	Alternative for kerosene (68.5g-CO ₂ /MJ)	Alternative for city gas (58.6g-CO ₂ /MJ)
Solar thermal	11.49	8.60
Unutilized energy	1.52	1.14
Waste combustion utilization	3.72	0.74
Biomass thermal utilization	1.76	1.31
Black liquor/scrap wood, etc	12.93	9.68
total	28.07	23.47

Amount of CO₂ reduction by new energy

(power generation and thermal utilization field)

• It can Achieve the target!!

(reduction)

(million t-CO₂)

**How much is this
reduction!?**

• Big p

reduction!

Structure

- What is New Energy?
- The necessities of New Energy
- The target of implementation
- Current situation in Japan

- The trial calculation
 - About CO₂ reduction
 - About cost
- Consideration

Each cost of new energy

Solar energy generation	Residential	average : 66 yen/kWh
	Non-residential	average : 73 yen/kWh
Wind power generation	Large scale	10 ~ 14 yen/kWh
	Smaller scale	18 ~ 24 yen/kWh
Waste combustion energy generation*	Industry	9 ~ 11 yen/kWh
	General	11 ~ 12 yen/kWh
Solar thermal utilization		28 yen/Mcal
Unutilized energy		10 yen/MJ

*including biomass energy generation

(source: report of new energy subcommittee

Cost of power generation

Solar energy generation	Residential	270.6
	Non-residential	73
Wind power generation	Large scale	51 ~ 71.4
	Smaller scale	12.6 ~ 16.8
Waste combustion energy generation	Industry	108 ~ 132
	General	129.8 ~ 141.6
Biomass energy generation		12.6~16.8

unit: billion yen 1元 = about 15 yen

Cost of CO₂ reduction per t-CO₂ (power generation field)

	alternative for oil	alternative for average of all power sources
Solar energy generation	<p><i>Expensive!</i></p> <p>97,614</p>	<p><i>Expensive!</i></p> <p>183,743</p>
Wind-power generation	<p>15,474~21,460</p> <p><i>Cheap!</i></p>	<p>28,018~38,855</p> <p><i>Cheap!</i></p>
Waste combustion energy generation	<p>15,442~17,766</p> <p><i>Cheap!</i></p>	<p>30,724~35,349</p> <p><i>Cheap!</i></p>
Biomass energy generation	<p>13,696~18,261</p> <p><i>Cheap!</i></p>	<p>26,250~35,000</p> <p><i>Cheap!</i></p>

Cost of thermal utilization

Solar thermal utilization	1,122.2
Unutilized energy	221.6
Waste combustion utilization	53.5
Biomass thermal utilization	255.9
Black liquor/scrap wood etc.	1,887.1

unit: billion yen 1元 = about 15 yen

Cost of CO2 reduction per t-CO2 (thermal utilization field)

	alternative for kerosene	alternative for city gas
Solar thermal utilization	130,448	130,448
Waste	194,932	194,932
Biomass thermal utilization	194,932	194,932
Black liquor/scrap wood etc.	140,985	194,932

Expensive!

Unit: yen 1円 = about 15 yen

*Is this
considered
about cost?*

Solar thermal

98

45

482

city
nt
kW

case

Actual result of

10

Und
energ

Em
en

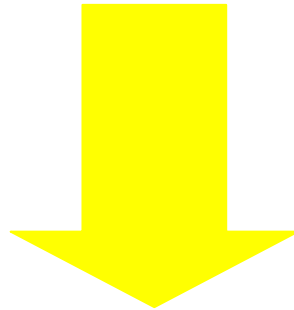
ce

city

No considering!?

“Target of implementation is based on the possible maximum volume of implementation.”

source: report of new energy subcommittee



They don't consider the COST!?

Considerations

Not appropriate!

Set lower implementation target
with consideration about cost !!

If consider only about cost

Reduce about

356.7billion yen

~ 2,560billion yen !!



Cost factor is very important !

*1元 = about15yen

Our proposal

Set appropriate target
with consideration about cost !!

Special Thanks

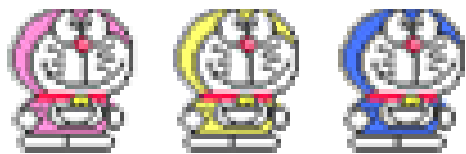
- The Institute of Energy Economics, Japan Mr. Tsutomu Toichi
- The Institute of Energy Economics, Japan Mr. Shinichi Nakakuki
- Agency for Natural Resources and Energy, Energy Conservation and Renewable Energy Department Ms. Keiko Ogata
- Agency for Natural Resources and Energy, Energy Conservation and Renewable Energy Department Mr. Yasuhiro Nagami
- Agency for Natural Resources and Energy, Energy Conservation and Renewable Energy Department Ms. Eri Nakajima

Internet Resources

- Ministry of Environment <http://www.env.go.jp/index.html>
- Ministry of economy, trade and industry <http://www.meti.go.jp/>
- New Energy Foundation <http://www.nef.or.jp/>
- Central Research Institute of Electric Power Industry <http://criepi.denken.or.jp/jpn/>
- The Institute of Energy Economics, Japan <http://eneken.ieej.or.jp/>
- Agency for Natural Resources and Energy <http://www.enecho.meti.go.jp/>
- Green Energy “law” Network <http://www.jca.apc.org/~gen/>
- New Energy and Industrial Technology Development Organization (NEDO) <http://www.nedo.go.jp/>
- The Federation of Electric Power Companies of Japan <http://www.fepec.or.jp/index-f.html>
- Japan Natural Energy Company Limited <http://www.natural-e.co.jp/>
- Hokkaido Electric Power Co.,Inc. <http://www.hepco.co.jp/>
- Tohoku Electric Power Co.,Inc. <http://www.tohoku-epco.co.jp/>
- Hokuriku Electric Power Co.,Inc. <http://www.rikuden.co.jp/>
- Tokyo Electric Power Co.,Inc. <http://www.tepco.co.jp/>
- Tyu-bu Electric Power Co.,Inc. <http://www.chuden.co.jp/>
- Kansai Electric Power Co.,Inc. <http://www.kepco.co.jp/>
- Shikoku Electric Power Co.,Inc. <http://www.yonden.co.jp/>
- Kyu-syu Electric Power Co.,Inc. <http://www.kyuden.co.jp/>
- Okinawa Electric Power Co.,Inc. <http://www.okiden.co.jp/>

Takamitsu Sawa(1997), 'Global warming is prevented,' Iwanami Bookstore
Resource environmental measures(2003)
The Federation of Electric Companies of Japan(2002), 'Version in electric business handbook fiscal year 2002,'
Tsutomu Toichi(2001), 'Role of energy and country,' Corona Bookstore
Takio Nakai(1996), 'Basic knowledge of new energy,' Industrial books
Japan Machinery Exporters' Association(2002), 'JMC environment Update,'
Yoshihiro Hamakawa(2000), 'Solar Energy Generation,' CMC
Hokkaido natural energy society(2002), 'Natural energy to defend environment,' Toyo Bookstore
Masayuki Yajima(2002), 'Energy Security,' TOYO KEIZAI INC.
Satoshi Yamada(2001), 'Financial engineering of electric power liberalization,' TOYO KEIZAI INC.
Keiichi Yosida(2003), 'Point under discussion of renewable energy introduction plan in Japan -Effect, influence, and problem of Japanese version RPS system-' The Institute of Energy Economics, Japan
IAEA(2002,1999), 'BEYOND KYOTO,' OECD
IEA(1998), 'RENEWABLES INFORMATION,' OECD
IEA (1999), 'Energy policies of IEA countries JAPAN 1999 review,' OECD
OECD(1998), 'IMPROVING THE ENVIRONMENT THROUGH REDUCING SUBSIDIES,' OECD
Ministry of Environment(2003), 'Idea of concrete system of Global warming measures tax system - proposal for examination and discussion by the people -'
Ministry of Environment(2002), 'Charter of Countermeasures Against Global Warming,'
Ministry of Environment(2001), 'Accomplishment of a goal scenario subcommittee interim report,'
Agency for Natural Resources and Energy(2003), 'The energy policy in the future - The report,'
Agency for Natural Resources and Energy(2001), 'New energy departmental meeting report - About the ideal way of a new energy measures in the future -'
Agency for Natural Resources and Energy(2000,2001), 'Integrated resource energy investigation association new energy departmental meeting proceedings summary and distributed material,'
Agency for Natural Resources and Energy(2001), 'Integrated resource energy investigation association new energy departmental meeting Shinichi place expansion measures examination subcommittee proceedings summary and distributed material,'
Agency for Natural Resources and Energy(2001), 'The ideal way is - of the new market expansion measures adapted to current circumstances of
Shinichi place expansion measures examination subcommittee report-our country,'
Agency for Natural Resources and Energy(2003), 'Meaning and match of expansion of new energy introduction,'
Agency for Natural Resources and Energy(2003), 'About the enforcement situation of the RPS method,'
The Institute of Energy Economics, Japan(2003), 'The 382nd regular society, Point under discussion of renewable energy introduction plan in Japan-Effect, influence, and problem of Japanese version RPS-announced document and report summary,'
GEN(2003), 'The 2nd special Ohou verification committee material for new Ene profit,'
Yamaguchi seminar, new energy part(2002), 'For workable RPS system,'
Central Research Institute of Electric Power Industry(2000), 'New 200 of the lab system in TEI'

謝謝！



new energy renewable energy

- hydraulic power generation
- geo-thermal generation

are renewable energy, but are not new energy.
because they are not economically inefficient.

renewable energy

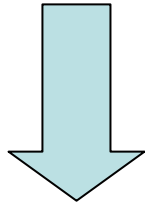
= natural energy + recycled energy

new energy

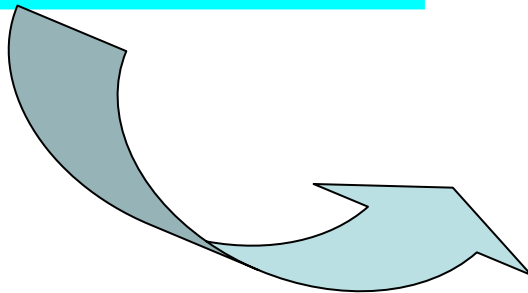
= renewable energy - hydraulic power generation — geo-thermal generation

- トップランナーは、北のほうで風が吹くところ。
を説明する。

preventing CO₂ emission



Unless additional
measures are taken...
exceeds about
7.4 million t - CO₂



additional measures

conserve energy

2.2 million t - CO₂

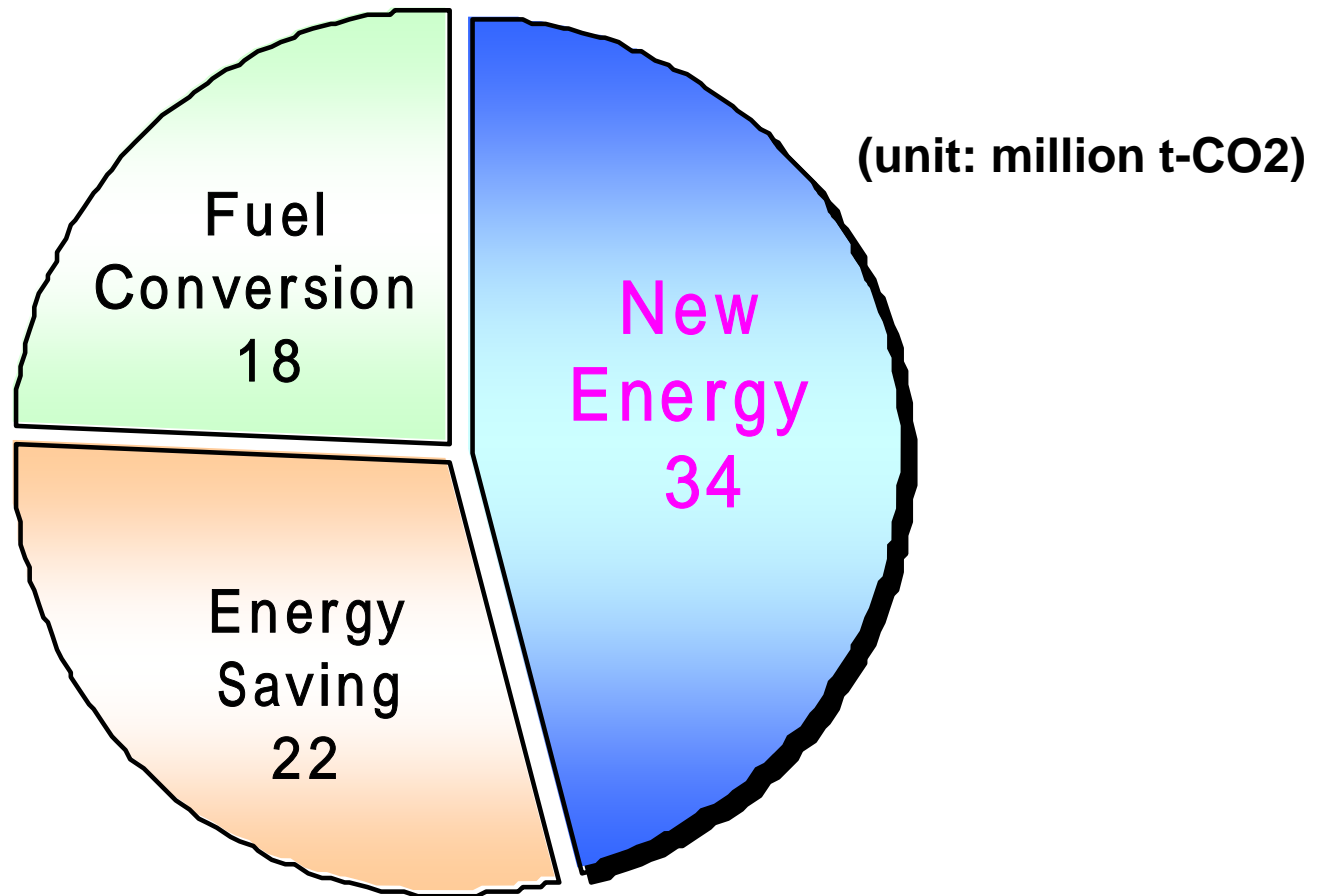
New energy

3.4 million t - CO₂

fuel conversion

1.8 million t - CO₂

The CO2 reduction target of each Energy sector



Made by presenter,

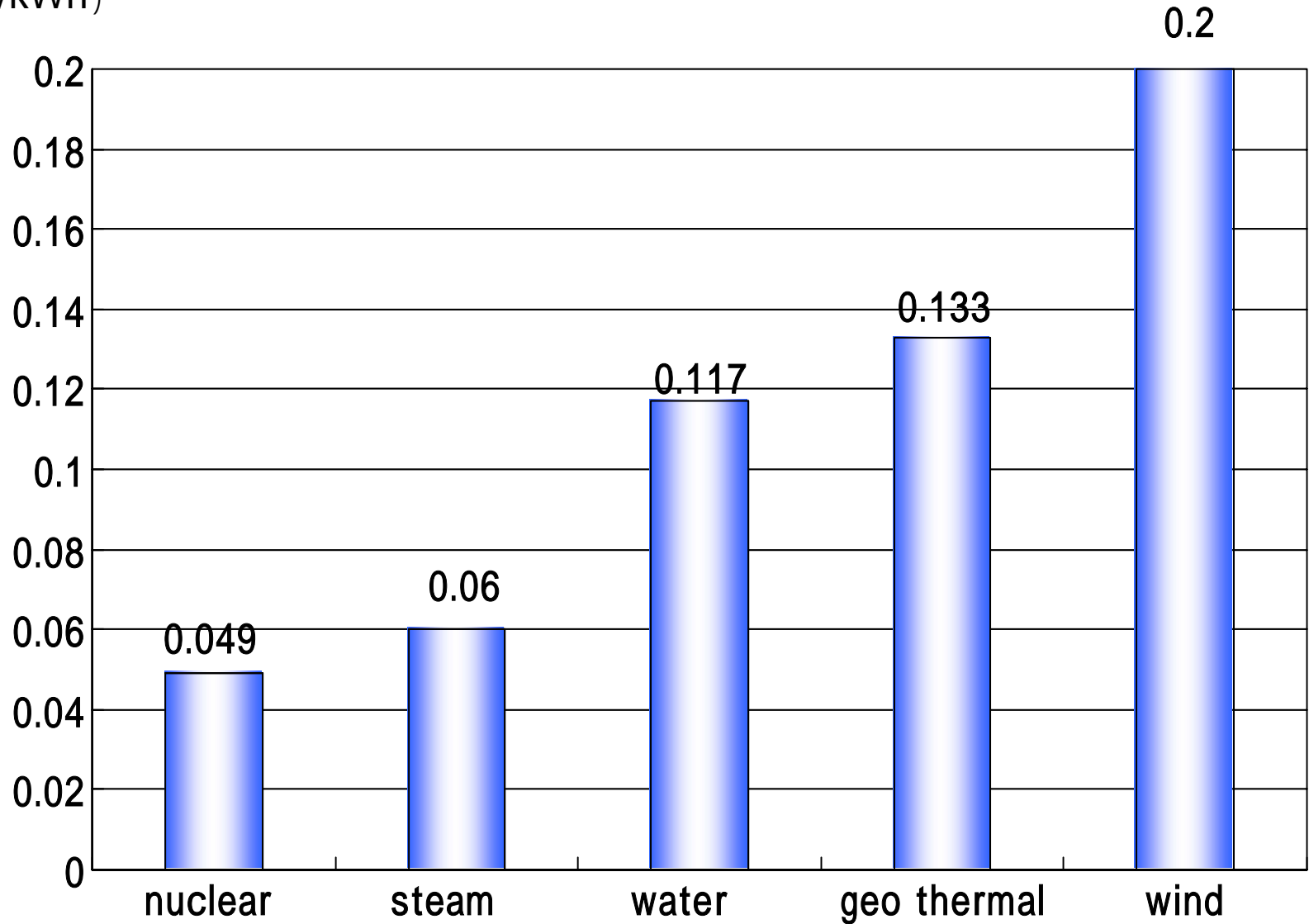
based on the data by Ministry of the Environment (2002)

Current situation of primary energy in Japan

energy security problem!

cost comparison

US\$/kWh)



The amount of CO₂ emissions of every resource

