

## "Circulating and Ecological Economy"

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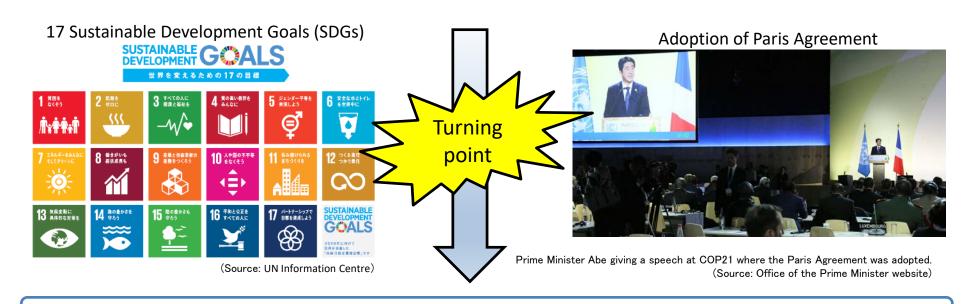






### **International Trends in Sustainable Societies**

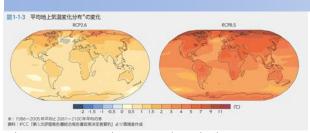
- O Sept. 2015 Adoption of the 2030 Agenda for Sustainable Development
  - \* Including the SDGs that aim for an integrated approach to addressing multiple issues
- O Dec. 2015 Adoption of the Paris Agreement
  - \* Aims for substantially zero greenhouse gas emissions by the latter half of the  $21^{st}$  century to achieve the  $2^{\circ}$ C target.



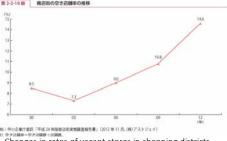
A major paradigm shift is required to create a new form of civilized society.



### **Environmental, Economic and Social Challenges Facing Japan**



Changes in average ground temperature change distribution (from Annual Report on the Environment 2017)



Changes in rates of vacant stores in shopping districts (from Small and Medium Enterprise Agency website)

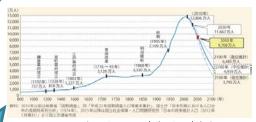
#### **Environmental Challenges**

- Drastic reduction in GHG emissions
- Effective use of resources
- Destruction of forests and Satochi-Satoyama (socio-ecological production landscapes), damage by unmanaged wildlife
- Conservation of biodiversity etc

Inseparably linked, ever-more complex



Damage by Sika deer (from MOEJ website)



Long-term population trends in Japan (from Ministry of Land, Infrastructure, Transport and Tourism website)

#### **Economic Challenges**

- Battered regional economies
- Global competition with emerging countries
- Response to technological innovation including AI and IoT etc.



#### Social Challenges

- Decreasing birthrate and aging demographics / overall population decline
- Workstyle reform
- Preparations for large-scale disasters etc.



Image of AI (from National Institute of Advanced Industrial Science and Technology website)

Integrated Improvements on Environment,
Economy and Society (II2ES)!



Heavy rain in northern Kyushu, July 2017 (from Ministry of Land, Infrastructure, Transport and Tourism website)



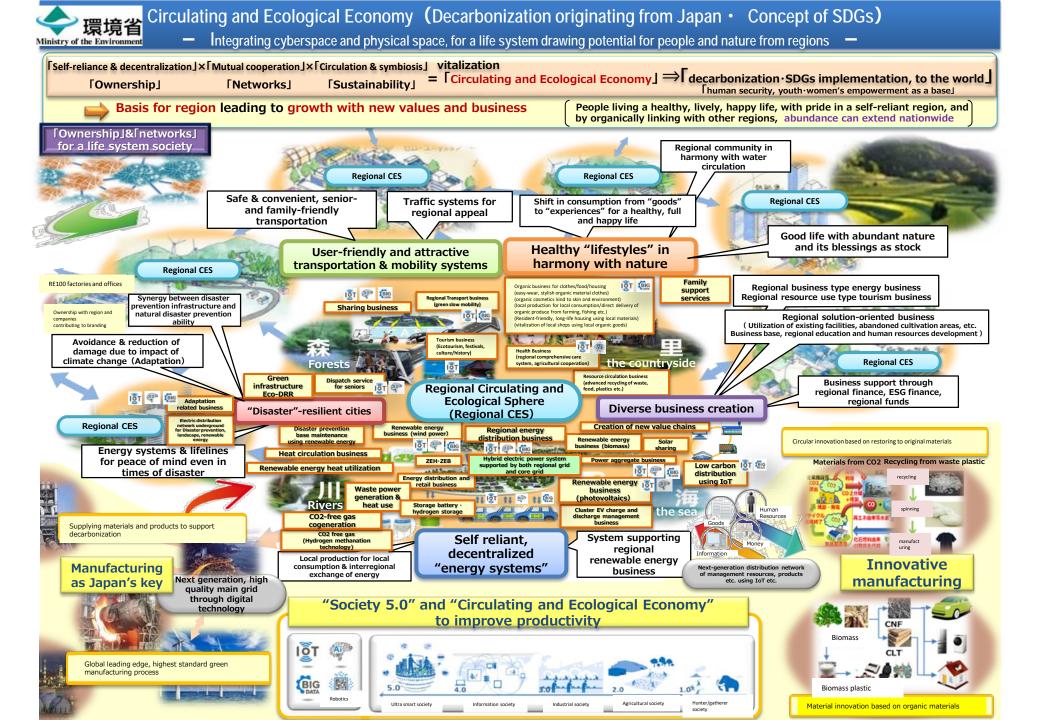
## **Circulating and Ecological Economy**

- Each region demonstrates its strengths by utilizing its unique characteristics to form self-reliant and decentralized societies where the differing resources of each region circulate, and regions complement and engage in exchanges with neighboring regions according to the unique characteristics of each region.
  - ⇒Building a sustainable, circulation and symbiosis based society (<u>"Environmental</u> and Life Centered Civilized Society").

#### Circulating and Ecological Economy concept



- OEach region demonstrates its strengths by utilizing its unique characteristics
  - → Makes use of regional resources and builds a self-reliant and decentralized society
  - → Complements and supports one another according to unique characteristics of each region

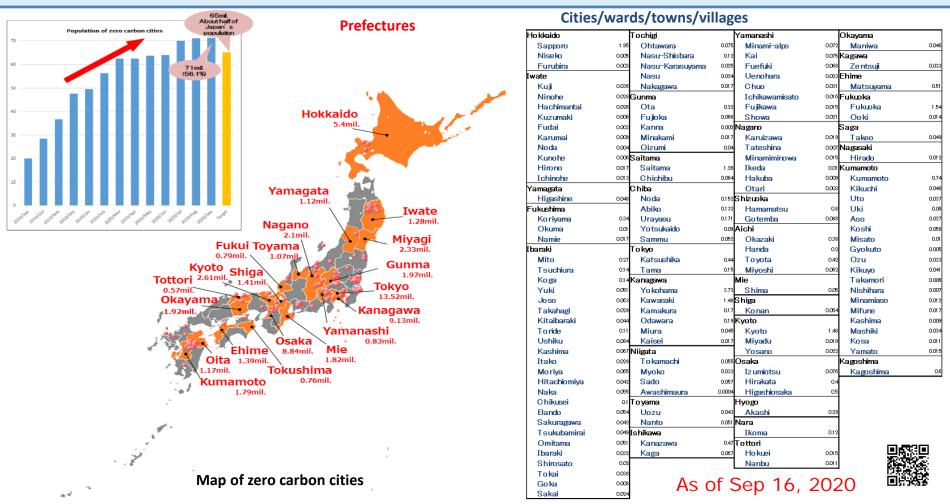




# 2050 Zero Carbon Cities in Japan

- 153 local governments including Tokyo, Kyoto, and Yokohama announced their commitment to net zero carbon emissions by 2050.
- These local governments represent 71 million people (56.1% of Japan's population), and 3.3 trillion USD in GDP.

Exceeded the initial target of 65 million (more than half of Japan's population) and still expanding



## **Promoting Vitality in Regions through Decarbonization**

#### Utilization of renewable energy resources

 Local governments, private companies, citizens and financial institutions collaborate in the region to utilize renewable energy resources and provide energy to the region, thereby expanding a circulating economy in the region and creating employment.

# Creating local employment for 40 people in renewable energy (Miyama City)

Miyama City in Fukuoka Prefecture set up Miyama Smart Energy, a **regional new power** company run by the local government to provide power retail service to households. In FY2017, there were about 3,000 contracts with **over 1.8 billion yen in sales**, creating **employment for about 40 people** in the area.



#### Utilization of woody biomass resources

 Sustainable use of woody biomass power generation and heat use is simultaneously lowcarbon, resource-conserving and harmonized with nature, and also contributes to creation of local employment.

## Community building around "Hundred Year Forest" (Nishiawakura Village, Okayama Prefecture)

The Nishiawakura Village in Okayama Prefecture formulated the "Hundred Year Forest Concept" and is advancing utilization of forest biomass, expecting to reduce annual fuel costs by 20% and retain approximately 13 million yen in the region. Through initiatives utilizing regional resources, 30 companies have been launched since 2008, and the village has achieved social increase of population.

Consolidated Forest Maintenance



Firewood boiler at hot springs facility



Source: Nishiawakura Village, Okayama Prefecture

### **Promoting Vitality in Regions through Local Natural Resources**

#### Promoting vitality in regional industry through utilization of natural resources

 Utilizing the bounties of nature (ecosystem services) for branding of local agriculture, forestry and fisheries industries as well as the region itself.

#### **Coexisting with cranes (Toyooka City)**

In Toyooka City, Hyogo Prefecture, the income of farmers is increasing due to rice cultivation based on "Farming Methods that Foster White Storks" since 2003 that does not rely on pesticides and chemical fertilizers. Tourists have also tripled for "White Crane Tourism" that combines white cranes and local tourist spots.

White stork and boy



"Foster White Storks" rice



Source: Toyooka City, Hyogo Prefecture

# Promoting environmental conservation-type agriculture

 Promoting environmental conservation-type agriculture to lessen environmental impacts due to use of chemical fertilizers and pesticides, such as organic farming.

# Rural community development with organic farming (Ogawa Town)

Ogawa Town in Saitama Prefecture **branded itself as a region for organic farming**, compensating for its lack of flat and large pieces of land by establishing the town's very own certification system. The ratio of commercial farmers engaged in organic farming has grown to 11%, the highest level in Japan.





# Thank you for your attention.