## Integration & Mainstreaming of Energy Efficiency at the Local Government Units (LGUs)

Clean Energy Forum

ADB Manila, Philippines

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A.P. HABITAN Department of Energy (Philippines)





## OUTLINE

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- IV. National Policies on Energy Efficiency
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- VII. Proposed Energy Efficiency Policies and Program for the LGUs



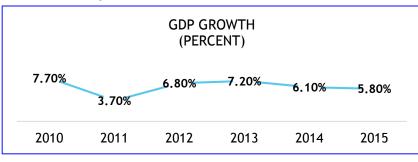


## I. About the Philippines

| Political Sub-division              |              |
|-------------------------------------|--------------|
| Local Government Units<br>(LGUs)    | Philippines: |
| Provincial Government               | 81           |
| City Government                     | 144          |
| Municipal Government                | 1,490        |
| • Barangay (small government units) | 42,036       |
| Population 102                      | 2 Million    |

### Economy (2010-2015 Ave. 6.21%)

Regions



17

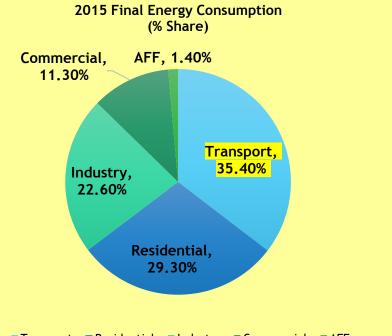






| 2016 Final Energy Consumption |                   |
|-------------------------------|-------------------|
| Sector                        | ΜΤΟΕ              |
| TRANSPORT                     | <mark>10.6</mark> |
| RESIDENTIAL                   | 8.7               |
| INDUSTRY                      | 6.8               |
| COMMERCIAL                    | 3.4               |
| AFF                           | 0.4               |
| Total                         | 29.8              |

\*MTOE- Million Metric Ton of Oil Equivalent Ref. DOE -PEP 2015 Update

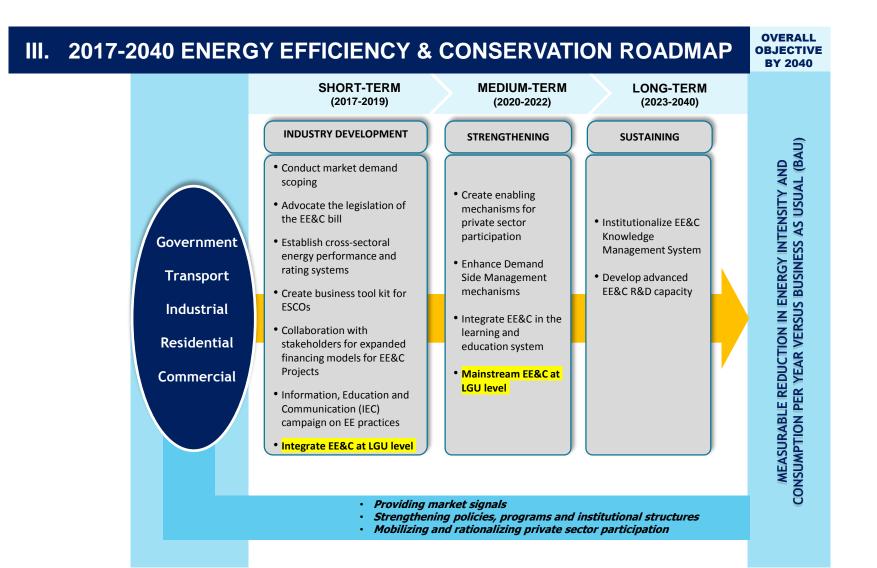


Transport Residential Industry Commercial AFF

| Road Transport Vehicles        | Philippines<br>(No. of Units) |
|--------------------------------|-------------------------------|
| Cars/UV/SUV                    | 2,722,211                     |
| Public Transport               | 264,727                       |
| Motorcycle /Motorized Tricycle | 4,250,667                     |
| Others (Trucks, Trailers)      | 398,590                       |









## IV. NATIONAL POLICIES ON ENERGY EFFICIENCY



**Policy:** National Energy Efficiency & Conservation Program (NEECP) **Goal:** 40% Reduction on Energy Intensity by 2035

- Limited Incentives: BOI-Investment Priority Plan (IPP)
- Penalty for Non-Compliance of the Directives: None
- Absence of Legislated Law on Energy Efficiency & Conservation



- Philippine Industrial Energy Efficiency Project (PIEEP)
- Energy Audit
- Awareness Campaign (IEC)
- Energy Consumption
  Monitoring
- ESCO Promotion Program\*



Transport Sector

- Standard & Labelling Program (Passenger Cars and Light Duty Vehicles)
- Awareness Campaign (IEC for Drivers)
- Energy Consumption Monitoring

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**Building Sector** 

- Energy Audit
- Awareness Campaign (IEC)
- ESCO Promotion Program\*
- Energy Consumption
  Monitoring
- Government Energy Management program

RA Act 7638 Sec. 2 .Declaration of Policy. - (a) to ensure a continuous, adequate, and economic supply of energy with the end in view of ultimately achieving sel-reliance in the country's energy requirements through the integrated and intensive exploration, production, management, and development of the country's indigenous energy resources, and through the judicious conservation, renewal and efficient utilization of energy to keep pace with the country's growth and economic development and taking into consideration the active participation of the private sector in the various areas of energy resource development;



#### **Residential Sector**

- Standard & Labelling program for Household Appliances
- Awareness Campaign (IEC)
- Energy Consumption Monitoring



\* - ESCO cut across Industrial & Building Sector



Policy: National Energy Efficiency & Conservation Program (NEECP) Goal: 40% Reduction on Energy Intensity by 2035

## V. National Policy Interventions Implemented

#### Commercial, Industrial, Transport Sectors:

• Department Circular 93-03-05 - Energy Consumption Monitoring for Energy Intensive Sectors

#### **Government Buildings:**

• Administrative Circular 2004-110, 110-A, 126 – Government Energy Management Program (GEMP)

#### **Buildings & Industrial Sectors:**

Department Circular 2008-09-0004 - ESCO Accreditation Program

#### **All Sectors:**

• Department Circular 2014-08-0014 – Enjoining all Electricity User-Consuming Sectors to Implement Demand-side Management Program and Other Energy Conservation Measures

#### **Residential & Transport Sector:**

• Department Circular 2016-004-0005 - Philippine Energy Standard and labelling Program [Home Appliances and Motorized Vehicles]





## VI. STRATEGIES to Integrate and Mainstream Energy Efficiency at the LGUs Level (ref. EE Road Map 2017-2022)

S-1: Enactment of SBN 30 and HBN 182 into Law by the House of Congress

S-2: Conduct of Seminar-Workshop on the Integration and Mainstreaming of EE at the LGU Level (DOE)

S-3: Promote Green Building Code of the Philippines (DPWH)

S-4: Promote Concept of Low Carbon Model Town / Energy Smart City





## Strategy Interventions For Legislation (SBN 30 & HBN 182)

S-1: For Legislation: Senate Bill No. 30. AND House Bill No. 182 - An Act institutionalizing Energy Efficiency and Conservation, Enhancing the Efficient Use of Energy, Granting Incentives to Energy Efficiency and Conservation Projects, and For Other Purposes

#### CHAPTER3

### ROLE OF LOCAL GOVERNMENT UNITS (LGUs)

#### SEC.10 Role of Local Government Units and Leagues of Local Government Units and

**Elective Officials.** – In support of the government's energy efficiency and conservation program, local government units <u>shall integrate a local energy efficiency program</u>, to be headed by Municipal/City Planning and Development Officer, <u>into their local development plans</u> based on the guidelines to be provided in the implementing rules and regulations (IRR) of this Act. The Energy Efficiency and Conservation (EE&C) plan shall include the reporting of an Annual Energy Consumption by SMEs as part of the requirements for the business permit renewal.

The LGU shall monitor and report on the status of energy efficiency programs and projects to the DILG and the DOE.



## Other Strategy Interventions to Accelerate Integration and Mainstreaming of EE at the LGUs Level

## S-2: CONDUCT OF INFORMATION, EDUCATION AND COMMUNICATION CAMPAIGN PROGRAM (IEC)

Integration and Mainstreaming of Energy Efficiency at the LGU Level

DOE to help develop the energy efficiency program for integration into their Local Development Plan

**For 2017 -2018:** Four Events 3-day Regional Seminar-Workshops **Target Participants:** Local Executives, Council Members, Administrators, Office of the Building Officials, Planning Office, CENTRO, PENTRO, other stakeholders, etc.

## S-3: \* PROMOTE GREEN BUILDING CODE OF THE PHILIPPINES

- Improve efficiency of building performance through set of standards
- Counter harmful gases responsible for effects of climate change
- Efficient use of resources, site, design, construction, maintenance

#### **Energy Performance Standards:**

- 1) Energy Efficiency
- 2) Water Efficiency
- 3) Material Sustainability
- 4) Solid Waste Management
- 5) Site Sustainability
- 6) Indoor Environmental Quality

\* - Green Building Code was developed by the Department of Public Works and Highways (DPWH); a referral code to the National Building Code of the Philippines)





## **S-4:** PROMOTE LOW CARBON MODEL TOWN / SMART CITY

#### Mandaue City Low Carbon Model Town:

- Selected as the next Low Carbon Model Town of the Asia-Pacific Economic Cooperation (APEC) -12th APEC Energy Ministers' Meeting in Cebu last 13 October 2015.
- Received technical assistance through a feasibility study, which examined the city's initiatives on energy-efficient buildings, transport, and power systems.











## VIII. Proposed Energy Efficiency Policies and Programs for the LGUs

#### Menu of Proposed Policy Ordinance / Program

- Internal Policy: Adoption of Energy Management System / Program
- Green Building Ordinance
- □ Smart City / Low Carbon Model Town
- Building Energy Efficiency Standards
- Financial Incentives for Renewable and Energy Efficiency
- Green Energy Program
- Small Business Energy Efficiency program
- Commercial and Industrial Energy Efficiency Program

- Covers all Public Buildings owned by the LGU including Parks, recreational facilities, Roadways and Streets i.e., Adoption of Energy Efficient Lighting System
- Compliance for New and Retrofit Building
- Accelerate Low Carbon Governance implementation
- Sets of Standards: i.e., air leakage, thermal resistance/insulation, ventilation, etc.
- Promote implementation of RE and EE project upgrades
- Fiscal or Non-Fiscal Incentives for the installation of RE Energy System
- Get information on programs that help small businesses identify and install energy conservation measures in their facilities
- Offers Technical and Financial assistance program to help businesses to be more competitive through Energy Efficiency Improvements



# **Thank You**



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