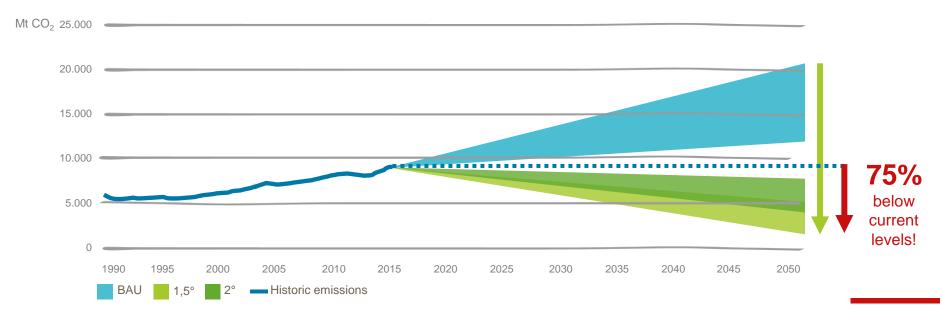




### Transforming transport is fundamental

Global transport emissions 2018: ca. 8 Gt CO<sub>2</sub>

Business-as-usual (BAU) and required reductions under 2°C and 1.5°C scenarios (simplified)

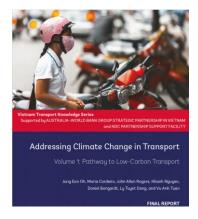


Source: Authors' figure, historic emissions based on data from IEA (2016), projections based on data from Gota et al. (n.d.)/SLOCAT Knowledge Base.

giz

### **Vietnam's Climate Targets and Transport**

- Transport is responsible for 18% of total emissions
- Overall target: Emission reduction of 9% (unconditional) against BAU and 27% (with international support)
- Transport is subsumed under energy (5.5% unconditional, 11% conditional).
- 5 of the 12 energy-related mitigation measures target transport:
  - Changing freight transportation models;
  - Restructuring the transportation market;
  - Shifting from private to public means of transport;
  - Shifting from conventional fuels to biofuel, natural gas and electricity;
  - Improving the energy efficiency of transport vehicles;





## **Impact**

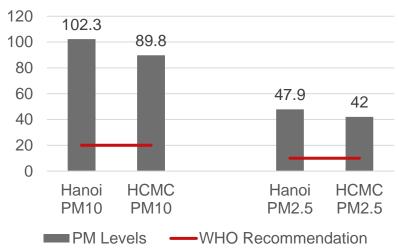
Improvements in vehicle fuel economy have most impact, reducing 5.0 million tons CO<sub>2</sub> in 2030.

Mainstreaming the electric vehicle market has the second highest reductions; 3.5 million tons CO<sub>2</sub> in 2030.

### **Vietnam's Air Quality**

- 60,000 premature deaths per year linked to air pollution (WHO)
- Air pollution costs the Vietnam economy about USD 10 billion every year -5% to 7% of GDP (JICA)!

Annual Mean of PM Levels in Hanoi and HCMC in 2016 (µg/m3)





### Sustainability benefits of e-mobility

#### **Noise**



- For high speeds, tyre sound dominates combustion engine sound, making EV just as noisy as combustion engines. The thresholds are:
- 25 km/h for passenger cars
- 50 km/h for trucks and busses
- → EV have great effects for buses and in urban areas with low, speeds

#### **Air Pollution**

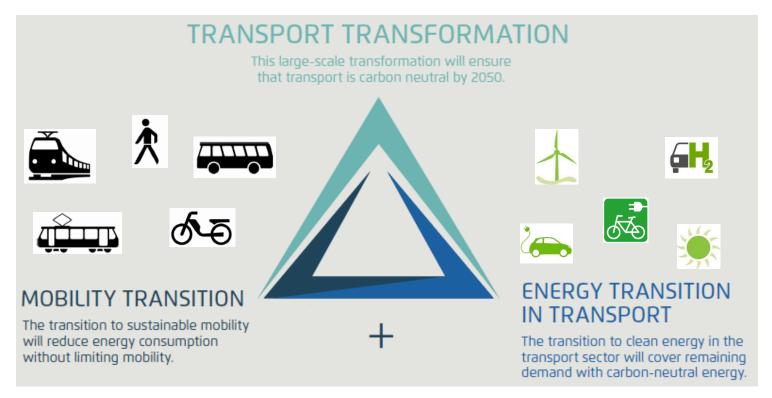


- Locally, no local air pollutants are emitted from the tailpipe
- Particulate matter from tyre abrasion, however, continues

#### **Structural**

- Less dependency on oil imports
- Early promotion of an innovative and sustainable industry sector
- Opportunity for local manufacturing

### E-mobility is one piece in the decarbonisation puzzle



Source: Agora Verkehrswende

### Cities are key for EV adoption!



rail/ tram



two-wheelers



public transport



three-wheelers



governmental/ company/ tourism fleets



x-sharing/ taxi/ ridehailing



private cars



urban freight



### Challenges for EV deployment need to be addressed

High upfront investment costs (vehicles and infrastructure), but cheaper total cost of ownership (\$)



Lack of standardization (securing interoperability)



Different operations



• New ways to procure (requirements on vehicles, equipment, operation services)



New market players (energy providers)



Battery recycling



→ Comprehensive strategy is needed to enable e-mobility roll-out

#### **Example: E-Mobility Strategy in Chile**

Joint strategy of Ministries of Energy, Transport and Environment 5 strategic pillars with detailed actions:

- 1. Regulation and standards
- 2. Public transport
- 3. Promotion of research and capacity building
- 4. Initial impulses (pilots, fleet reneweal, incentives)
- 5. Knowledge and information transfer

**Electric mobility targets** (recently updated in NDC 2020):

2022: 10x electric vehicles circulating

2040: 100% urban public transport electric

2050: 60% private vehicles electric

100% electric taxis

60% commercial vehicles electric

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Eje estratégico 1: Regulación y Estándares



Eje estratégico 2:

Transporte público como motor de desarrollo



Eie estratégico 3:

Fomento de la investigación y desarrollo en capital humano



Eje estratégico 4:

Impulso inicial al desarrollo de la electromovilidad



Eje estratégico 5:

Transferencia de conocimiento y entrega de información



### **Example: Electric fleet in Santiago de Chile**

#### Biggest fleet of e-buses in Latin America (676)

- Energy consumption is 76% less than for diesel busses
  - Total charging 3-4 hours
  - Range of 250 km
- Maintenance need is 40% less than for diesel busses
- Lower operating costs outweigh the higher initial investments costs over the lifetime of the busses



#### New business model:

- Energy provider finances the electric buses, provides charging infrastructure and electricity through leasing scheme with operator
- bus manufacturer provides buses and maintenance guarantee
- Government provides long-term guarantees and ticket subsidies
- → Public private partnership helps overcome upfront costs and sharing of financial risks

Sources: Simonetti (2019), Ministry of Transport, Chile; World Bank (2020)

# Challenges and Solutions for the introduction of electric buses in Berlin (since 2015)

Verkehrsbetriebe, BVG) (https://www.behoerden-spiegel.de/2020/01/10/bis-2030-soll-berlins-oepnv-emissionsfrei-sei

Frist trials with electric buses since 2015

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Regular operation since 2019 (137 buses)

Market-availability Lack of Conversion of Range limitation Need for review of Introduction of ENGE of vehicles existing and (150km) of depot operating established comprehensive loaders and the standards. construction of strategies software systems resulting additional for disposition. especially for new depots providing for affordable bus quick-charging vehicle charging systems and requirements transport processes and software backend maintenance 135 buses ordered Switch to Construction of Opportunity chargers established + New vehicle schedules consider charging times\_ pantograph new depots and since 2018 opportunity conversion started charging Introduction of IVU.timetable + Double-deckers technology IVU.run with live-monitoring and remain challenging machine learning Challenges according to Daniel Hesse (Leiter Vorstandsstab Infrastruktur alternative Antriebe Berliner

### **Key recommendations**

- 1. Start now
- 2. Create political greness & broad stakeholder participation
- 3. Develop a vision, a s. d an action plan for implementation of e-mobility (incl. steering
- 4. Establish the necessary legal a amework
- cians, etc.) 5. Build up capacities (planners, mechanic
- 6. Initiate cooperations between energy and mob. between public and private actors – new business m
- 7. Show feasibility with demonstration projects

### **NDC Transport Initiative for Asia**



# Countries in Asia work on comprehensive strategies to decarbonize transport

→ Project financed by the International Climate Initiative

#### Partners:









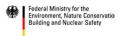




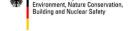




On behalf of:



I NDC Transport Initiative for Asia



17-Nov-20

of the Federal Republic of Germany

### **Project components – NDC Transport Initiative for Asia**



#### **NDC Transport Initiative for Asia in Vietnam**

Goal

Objectives



Strengthen the policy framework to promote the low carbon development and GHG emission reduction in transport contributing to implement the NDC of Vietnam



#### Online MRV system for mitigation measures

Develop an online MRV system for mitigation measures to reduce GHG emissions in the transport sector.



#### **GHG** emission mitigation scenarios

Build GHG emission mitigation scenarios for the transport sector up to 2050 in the direction of low carbon development with the aim to integrate them into Viet Nam's NDC 3 (submission to UNFCCC foreseen in 2025).



#### Legal documents on energy efficiency for road vehicles

Formulate legal documents on energy efficiency for road vehicles (priority is given to setting fuel economy for passenger cars, motorcycles).



#### Piloting measures to incentivize the use of electric vehicles

Design and support piloting measures to incentivize the use of electric vehicles (in line with the NDC objectives of GHG emission reduction in the transport sector) and integrate in the action plan of a specific city including gender mainstreaming.



#### Advancing E-mobility development

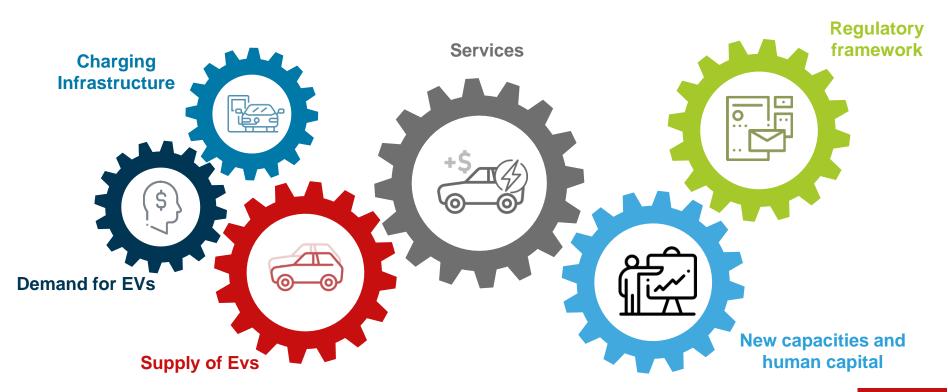
Build mechanisms, policies and roadmaps to advance E-mobility development at national level and city level.



#### **Capacity development**

Enhance the capacity of officials from MOT regarding the international debate on low carbon transport in response to climate change.

### Let's face the challenge together



Source: Soler (2020), Ministry of Energy, Chile

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### THANK YOU FOR YOUR ATTENTION!



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