PUERTO PRINCESA

A Carbon-Neutral City







Summary of the City's Greenhouse Gas (GHG) Inventory



Republic of the Philippines

OFFICE OF THE CITY MAYOR

City of Puerto Princesa

June 6, 2011

ARM greetings to my countrymen and to all citizens of the world who care for our environment!

We are proud to invite you to our City in the Forest, now holding the distinction of being the "Cleanest and Greenest City in the Philippines." Come visit and witness what committed citizens have achieved by working together towards a common goal!

When we assumed office in 1992, Puerto Princesa was an undiscovered paradise suffering from years of neglect and abuse by both local and national government officials. The City budget for the year was almost depleted despite being midway into the year, the environment was taken for granted, forest cover was rapidly declining due to illegal logging, our biodiversity both on land and in the oceans was threatened by illegal fishing and uncontrolled hunting, tourists numbered only 12,000 a year, streets were dirty with litter and uncollected garbage was all over.

Above all, many citizens were uninvolved, uncommitted and uncaring for the environment because they were not inspired to follow their elected leaders who showed little care to protect the environment for the generations to follow.

This was the challenge we faced that made us commit with unrelenting passion to immediately stop the bleeding of the wounds inflicted on the environment. This was the opportunity that we felt would make a difference even before the world realized that, unless it acted as one, our very lives on earth will be threatened by climate change, traceable to excessive greenhouse gas (GHG) emissions.

*Today, we are proud of our City, we are proud of our local

officials and, above all, we are proud of our citizens. Even before the Kyoto Protocol was agreed upon by the nations of the world, in an effort to reverse the possible adverse effects of greenhouse gas (GHG) emissions, we were determined to lay the foundations for sustainable development.

Today, we are projecting to break the 1 million tourist mark within the next 5 years, with rapidly increasing development in the hotel and restaurant industry, continuous road development to cover the major tourist destinations, increased energy resources combining both traditional and renewable energy and a well-managed transportation system employing new e-vehicles and e-trikes to lessen anticipated emissions.

Today, we officially release our first Greenhouse Gas (GHG) Inventory following the internationally recognized guidelines from the Intergovernmental Panel on Climate Change (IPCC) with quality assurance by an independent third party, the Manila Observatory. This certifies that the City is indeed carbonneutral!

With yearly updates of this Inventory, we can determine to what extent any major development effort will have on our existing carbon-neutral (technically carbon-negative) status now contributing a net negative emission of -1,456 kt CO2-equivalents to our environment.

We will continue with our efforts to protect and further increase our forest cover as we open our doors to controlled and managed socio-economic development. This will be our contribution to Mother Earth and to the succeeding generations of residents in our City that now opens its doors to the world!

Mabuhay!



Mayor EDWARD S. HAGEDORN

Puerto Princesa A Carbon-Neutral Cita

PUERTO PRINCESA A Carbon-Neutral City

Summary of the City's Greenhouse Gas (GHG) Inventory

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E ACKNOWLEDGE Mayor Edward S. Hagedorn whose vision for Puerto Princesa City and commitment to the environment inspired the creation of the first Greenhouse Gas Inventory for a Philippine city.

We also would not have been able to pursue this undertaking without the support of Ateneo de Manila University President and Intergovernmental Panel on Climate Change (IPCC) scientist Fr. Jose Ramon Villarin, S.J. as well as Manila Observatory's Executive Director Antonia Loyzaga and Klima Head Deanna Olaguer, whose experience in the creation of the past two national inventories proved valuable in this pioneering effort. Fr. Villarin personally led the review of the inventory results, supported by his able staff, Mr. Andy Gutierrez and Ms. Sandee Recabar.

Dr. Rodel Lasco (Professor, College of Forestry and Natural Resources, University of the Philippines-Los Baños), Prof. Rowaldo del Mundo (Professor, College of Engineering, University of the Philippines-Diliman), Dr. Ely Ouano (former DENR-Environmental Management Bureau Director) also patiently and unselfishly guided us in understanding and addressing the technical issues covering the forestry, energy and waste sectors.

On data collection, we especially thank the City Planning Office headed by Engr. Jovenee Sagun and Mr. George Vasquez, together with their staff: Ms. Elizabeth Alzaga, Mr. Daniel Tejada, and Ms. Jo Macasaet for their cooperation and wholehearted support in sharing data collated by the City. City Agriculturist Melissa Macasaet, City ENRO Roger Daquer, and City SWMO Head Earl Buenviaje also generously shared their available data as well as their precious time and experience.

Our special thanks to Mr. Rod Saucelo for helping the Mayor during the initiation stage and providing the enthusiasm, energy and directions to give life to this project. Assistant City Administrator / City Tourism Officer Rebecca Labit was also very supportive with our logistical requirements and varied little requests, while City Information Officer Al Goh kindly provided us stock photos of the City that made this particular report come alive.

We also cannot thank enough the various offices – both private and public – who willingly cooperated in the creation of this inventory. Without their official data, it would have been impossible to arrive at these final and technically-sound GHG emission estimates.

The researchers and staff involved with SEED or the Socially-acceptable, Economically-viable, Environmentally-sustainable Development Group have to be recognized for their industry and dedication in researching activity data, calculating emissions, ensuring integrity of results, and presenting these in a reader-friendly format. These are Ms. Rochelle Diswe (senior researcher), Ms. Erlyn Ricafrente (staff assistant) and Mr. Elmer Alitagtag (graphics designer). A special acknowledgement goes to Ms. Hershey Tapia of the Department of Energy who provided priceless inputs as well as insights on the energy sector from the national perspective.

Finally, we must recognize our Creator, God Almighty, who provided this world with its breathtaking beauty and bountiful blessings, allowing humans to live with one another in tandem with nature that provides life's sustenance.



THIS is a summary of Puerto Princesa City's Greenhouse Gas (GHG) Inventory in year 2009 — researched, written and published by consultants and supporters of Mayor Edward S. Hagedorn who envisioned and initiated this project. The Inventory's methodology, computations, and final results were reviewed by the Manila Observatory under the leadership of Fr. Jose Ramon "Jett" T. Villarin, S.J. This was summarized, analyzed, and written by F. Veronica Victorio, BS ME, MSc IndEcol.



OWADAYS, climate change has become the strongest battle cry of the environmental movement. It is such an encompassing concern that it is discussed not only by the scientific elite, but also by the farmers and fisherfolk, whose lives and livelihoods are inextricably linked to their environment. While levels of understanding and appreciation of climate change may vary among these groups, there is a general feeling of being overwhelmed at the vastness and complexity of the issue.

The Intergovernmental Panel on Climate Change (IPCC) has declared that the "warming of the climate system is unequivocal." Much evidence exists to prove that climate change is indeed happening now with far reaching implications. Despite prevailing uncertainties on its occurrence and degree of impact, one thing is clear: every country, every city and every citizen can no longer afford to ignore the issue because the risks of doing so are simply too daunting.

Addressing climate change would have probably been easier if the problem was not driven by the same core engines of economic growth: the use of fossil fuel based energy and a predominant consumer culture. It would also have been simpler if the solution was not dependent on international cooperation, where developed countries find themselves holding a historic responsibility for the current state of emissions while developing countries find themselves being most vulnerable to the impacts of these emissions.

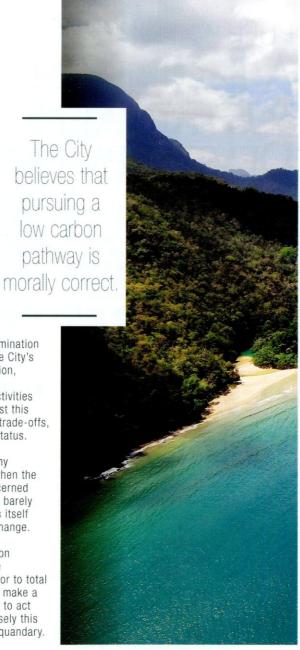
Indeed, climate change poses a challenge to every human being today. It questions our very mode of living, makes us rethink our values and dares us to accept accountability for our actions and commit to a more sustainable pathway.

Puerto Princesa City (PPC) has long committed itself to become a model city for sustainable development within the Philippines and within the ASEAN region. This naturally entailed pursuing a low carbon pathway while it fortified the socio-economic development of the City as well as its overall environmental protection — consistent with the three legs of sustainable development (social, economic, and environmental concerns).

This Greenhouse Gas (GHG) Inventory is thus a necessary first step in understanding the contribution of each economic and/or social activity together with their components and alternatives on the total carbon emissions of the City. With its detailed and comprehensive coverage, the Inventory will allow easy determination of the impacts that any effort will have on the City's GHG emissions. Increased energy consumption, increased agriculture activity, rapid tourism development and other emission-sensitive activities can be easily computed and compared against this Inventory on an on-going basis, allowing for trade-offs, if necessary, to maintain its carbon-neutral status.

Understandably there may be questions why Puerto Princesa City is pursuing mitigation when the Philippines, as a whole, should be more concerned with adaptation, considering that the country barely contributes to total world emissions but finds itself highly vulnerable to the impacts of climate change.

The City believes that pursuing a low carbon pathway is morally correct. Even if it may be considered a relatively insignificant contributor to total greenhouse gas emissions, the City hopes to make a stand against the tendency to wait for others to act before doing one's share, because it is precisely this attitude that has led the world to its current guandary.



BACKGROUND

PUERTO PRINCESA:

A MODEL IN SUSTAINABLE DEVELOPMENT

S THE capital city of Palawan, known as the country's "Last Ecological Frontier" and declared a "Biospheric Reserve" by the United Nations in 1991, Puerto Princesa City has always faced a unique challenge. On one hand, it is committed to the preservation of its unique and rich environment but, on the other hand, it has to recognize and address the socioeconomic needs of its residents.

Maintaining a balance between these twin aspirations has not been easy for the City, in light of its citizens' dependency on the environment as their source of income. From the point of view of both the small fisherfolk and farmers. including businessmen who seek quick returns on their investments, it is simply easier to cut fully grown trees or harvest fish from the bountiful seas to immediately turn these into cash without any regard for the environmental implications.

This was the challenge faced by Mayor Ed Hagedorn when he stepped into office in 1992. Immediately, he tightened enforcement of environmental laws by setting up vigilant watch teams: "Bantay Puerto" (PPC Watch) with "Bantay Gubat" (Forest Watch) and "Bantay Dagat" (Bay Watch). thereby reversing the environmental degradation trend and even increasing forest cover. He provided iobs and livelihood to the residents whose sources

STRATEGY

■ PROTECT what is left of resources

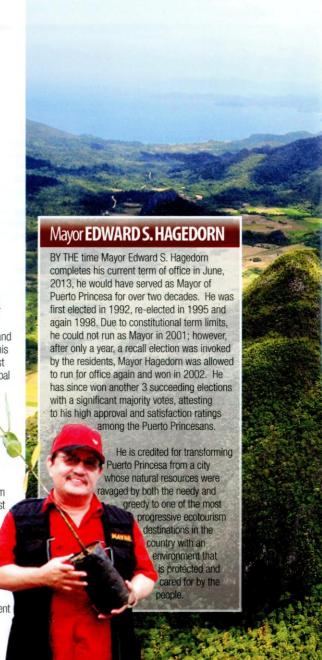
■ REHABILITATE what has been destroyed

■ PLAN for intelligent

of income were affected by his strict environmental policies. Separately, he heightened the environmental consciousness and appreciation of the people through events such as the "Feast of the Forest" and "Love Affair with Nature," making the Puerto Princesans proud and protective of their environment. Not surprisingly, Mayor Hagedorn earned numerous awards and recognition, both for the City and for his unrelenting efforts over nearly the past two decades. The United Nations Global 500 Roll of Honor Award for Mayor Hagedorn in 1997 and the ASEAN Environmentally Sustainable

City Award in 2008 are the ultimate recognition of his commitment to the environment.

Positioning Puerto Princesa as a prime ecotourism destination starting 1992 when Mayor Hagedorn first assumed office, the number of tourists grew from only 12,000 that year to over 500,000 in 2010, and projecting to 1 million within the next 5 vears! Indeed, Puerto Princesa City's reputation among travelers as the "cleanest & greenest city in the Philippines" with pristine and beautiful beaches, ocean views and mountain views, is living proof that socio-economic development can go in tandem with environmental protection.



PUERTO PRINCESA 'A CARBON-NEUTRAL CITY'



PUERTO Princesa City is endowed with rich natural resources and highly diverse flora and fauna found in both land and sea, unlike any of those found in the rest of the country. The City has the largest forest cover in the Philippines (65%) and boasts of one of the healthiest coral reef covers. Moreover, 105 of the 475 threatened species are found in the province (42 of which are endemic). The City is also home to the World Heritage Site: the Puerto Princesa Underground River, a finalist to the New 7 Wonders of Nature campaign.

Source: PCSD, 2008



GEOGRAPHIC

Total Land Area **253,982 hectares**

Urban 5.7% 94.3% Rural

Flat to Gentle 24% Moderate : 11% Rugged to Very Steep: 65%

Length of Coastline 416 km

Coastal Waters 327,583 ha DEMOGRAPHIC

2007 (Official NSO) Population 210,508 2009 (Projected) 226,330

Population Growth Rate

: 66 No. of Barangays

> Urban **35** [Population: 173,981 (77%)] : **31** [Population: 52,350 (23%)] Rural

3.69%

Total Number of Households: 42,076

ECONOMIC

San Jose

San Pedro

San Miguel

Total Annual Income (2009):

Php 1,533,318,231.51

San Rafael

Locally-Generated Income (2009):

PUERTO

PRINCESA

SAN VICENTE

ROXAS

Langonan

Concepcion

Php 243,085,585.71

Income Classification: 1st Class

Major Economic Activities:

Eco-Tourism, Agriculture, Trading

Major Agricultural Products:

Rice, Vegetables, Coconut, Cashew, Mango, Root Crops

Labor Force by Occupation:

 Service Agriculture

25% 16%

58%

· Industry

PUERTO PRINCESA 'A CARBON-NEUTRAL CITY

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Sources: PPC CPDC, 2009; NSO, 2007

CLIMATE CHANGE

W tak

ITHOUT doubt, climate change is taking place all over the world. The Intergovernmental Panel on Climate Change's (IPCC's) 4th Assessment Report reveals an average increase in world temperature of 0.74 degrees Celsius from 1906 to 2005, with most of this increase attributed to greenhouse gas emissions from human activities in the latter half of the 20th century.

Source: IPCC, 2007

WORLD GHG EMISSIONS

Energy

THE single biggest contributor to GHG emissions, energy is sourced primarily from fossil fuels such as oil, gas, and coal which converts mainly to CO₂ (and water) when combusted.

Industrial Processes

GHGs are also sometimes released in industrial processes that chemically or physically transform materials (e.g. blast furnace in the iron and steel industry, cement production).

Land Use Change

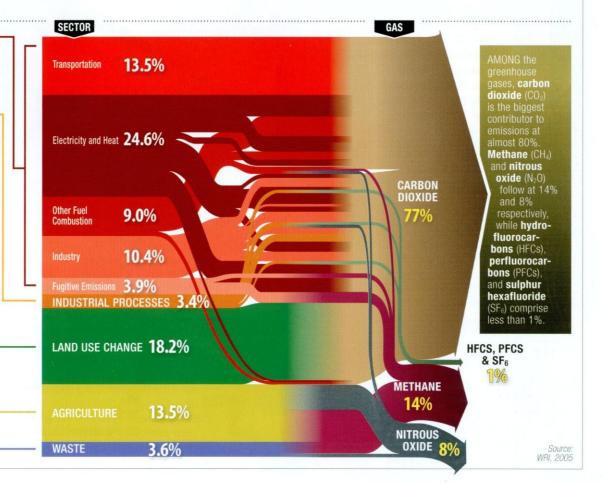
TREES and other plants remove carbon from the atmosphere as they grow, but they release this back into the atmosphere when decayed or burnt.

Agriculture

AGRICULTURAL practices such as the use of nitrate fertilizers to improve yield emits N₂O. On the other hand, "exhalations" of ruminant animals like cows, water buffalos, and goats release CH₄ into the atmosphere, while animal manure, depending on the management, results in CH₄ and N₂O emissions.

Waste -

SOLID waste disposal as well as wastewater treatment and discharge typically result in CH₄ emissions, while incineration and open burning of waste may result in CO₂ emissions.



PUERTO PRINCESA 'A CARBON-NEUTRAL CITY'

Global Warming Projections

ASSUMING no climate mitigation initiative is taken. the IPCC projects the following temperature changes.



Temperature Change - Likely Range °C at 2090-2099

relative to 1980-1999

1.4 - 6.4 °C

2.0 - 5.4 °C

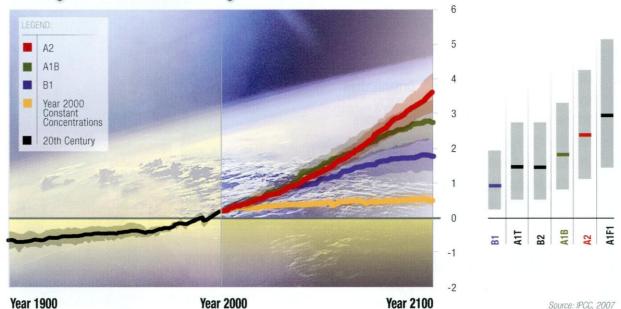
1.1 - 2.9 °C

1.4 - 3.8 °C

Source: IPCC, 2007

GLOBAL SURFACE WARMING (°C)

Averages & Assessed Ranges



Mitigation **Efforts Target**

TO AVOID temperatures rising beyond the agreed threshold of 26 Celsius above pre-industrial levels, the Intergovernmental Panel on Climate Change (IPCC) recommends Annex I countries to reduce emissions by 25-40% below 1990 levels by 2020 and 80-95% by 2050, while Non-Annex 1 countries are asked to substantially deviate from baseline emissions.





AN INTERNATIONAL agreement linked to the United Nations Framework Convention on Climate Change (UNFCCC), the Kyoto Protocol commits 37 industrialized countries and the European community to reduce its greenhouse emissions by 5.2% below 1990 levels, for the 5-year period 2008-2012. Greenhouse gases covered are CO2, CH4, N2O, SF6, HFC, and PFCs.

Adopted in 1997 and entered into force in 2005, the Protocol is premised on the "common but differentiated responsibilities" principle, where developed countries are given a heavier burden considering that they are historically responsible for the current high levels of GHG emissions.



About the THE United Nations Framework Convention on Climate Change (UNFCCC) is an international environmental treaty adopted in 1992 and entered into force in 1994. With currently 195 Parties, it sets the framework for intergovernmental efforts towards the

stabilization of GHG concentrations in the atmosphere below dangerous levels.

Countries are divided into 3 main groups, with varying commitments: Annex I Parties include industrialized countries that were members of the OECD (Organisation for Economic

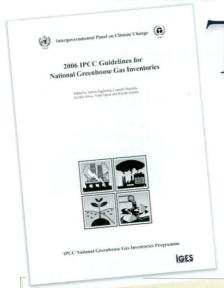
Cooperation and Development) in 1992, plus countries with economies in transition (EIT Parties), while Annex II Parties consist of the OECD members of Annex I without the EIT Parties. Non-Annex I Parties, on the other hand. are mostly developing countries.

PUERTO PRINCESA 'A CARBON-NEUTRAL CITY

A GREENHOUSE GAS (GHG) INVENTORY

is an accounting of the amount of greenhouse gases emitted into the atmosphere from various source categories, as well as those removed by carbon sinks, in a certain geographical area and within a specific time period.

IPCC GUIDELINES



HE 2006 IPCC Guidelines for National Greenhouse Gas Inventories was used to estimate Puerto Princesa City's greenhouse gas emissions. This is the same internationally-accepted methodology used by countries to estimate their national inventories that are eventually reported to the UNFCCC, Emissions and removals were estimated by multiplying activity data with corresponding emission factors.

World Meteorological

Organization (WMO) headquarters in Geneva. Switzerland, host to the Intergovernmental Panel on Climate Change (IPCC) Secretariat.

About the IPCC (Intergovernmental Panel on Climate Change)



ESTABLISHED in 1998 by the World Meteorological Organization (WMO) and the United Nations Environment Programme (UNEP), the Intergovernmental Panel on Climate Change (IPCC), is an international scientific body that reviews and assesses all

scientific, technical and socioeconomic information related to climate change. One of its key activities is the creation of reports relevant to the implementation of the United Nations Framework Convention on Climate Change (UNFCCC).





Application (Reference Year: 2009)

SECTOR

FOR PPC's GHG Inventory, Tier 1 approach was adopted to make use of readily available local and national statistics, default emission factors, parameters, etc. Only the 3 main greenhouse gases: CO₂, CH₄, and N₂O were covered, with emissions/ removals being grouped under the following sectors: (1) energy, (2) industrial processes and product use, (3) agriculture, forestry and land use, and (4) waste.

ENERGY

TYPICALLY divided into stationary and mobile fuel combustion, emissions from the energy sector were estimated using a top-down approach. Official 2009 fuel sales data from oil depots were used as source, since these were deemed more accurate as well as consistent with data used for the national inventory. As a result:

- a) The Inventory assumes that all fuel sold in 2009 were consumed in 2009 and combusted within the City boundaries.
- b) Since oil depot sales were classified according to their buyers who are not necessarily the end-users of the fuels, emissions for some subsectors had to be included in another subsector considered to be the biggest user of a particular fuel type.

Specifically, gas and diesel delivered to retail stations were included in the road transportation subsector even if these were also used for generators (diesel), ships (diesel) and "bangkas" or small boats (gas and diesel). Also, liquified petroleum gas, or LPG, used primarily for cooking purposes, was included in the commercial/residential subsector, even if some were consumed by LPG-based tricycles.

Taken as a whole, all energy subsectors existing in the City were estimated, except for some activities such as the possible use of fuelwood and charcoal, for which no data were available.

INDUSTRIAL PROCESSES & PRODUCT USE

SINCE industrial processes (mineral, chemical, metal, electronics, etc.) and fossil fuel use for non-energy purposes are not occurring in the City while hydroflourocarbon & perflourocarbon use could not be estimated, no emissions were reported for this sector.

AGRICULTURE, FORESTRY & LAND USE AFOLU)

EMISSIONS were computed using data sourced from the Offices of the City Veterinarian (livestock), City Agriculturist (croplands and fertilizer application), and City Planning and Development Coordinator and City Environment and Natural Resources Officer (forest lands and other land classifications).

All data were as of 2009, except for forest cover data which were based on latest satellite images taken in 2005. Forest cover data, however, should not be much different from current cover due to the commercial log ban in place and strict implementation of the ECAN (Environmentally Critical Area Network that delineates protection and development zones). It is also because of these that land use changes, wood removals, and biomass burning are not expected to occur. Thus, data do not exist and emissions could not be estimated.

WASTE

SOLID waste disposal emissions were based on actual collected waste (vs. generated - for which data do not exist), while wastewater treatment emissions were based on local population numbers. Due to methodology/data limitations, wastewater generated by the City's tourists were not estimated.

Quality Assurance

AFTER the Inventory was completed and subjected to quality control, it was reviewed by the Manila Observatory – the same research institution responsible for the Philippines' Initial and Second National Communications to the UNFCCC which contain the National GHG Inventories. This process ensures that Puerto Princesa City's GHG Inventory represents the best possible estimates of emissions and removals given the current state of scientific knowledge and data availability.

About Manila Observatory

ESTABLISHED in 1865 by the Jesuit mission in the Philippines, the Manila Observatory has long been engaged in the systematic observation of Philippine weather, even serving as the country's official weather institution during the Spanish and American

Unit of Measurement

Results are reported in terms of CO2-equivalents - which converts all greenhouse gases in terms of their global warming potential relative to Carbon Dioxide (CO2).

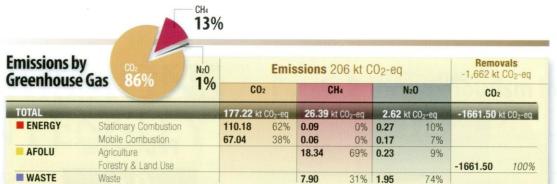
METHANE (CH4) has 21 times the global warming potential of CO2, and Nitrous Oxide (N2O) 310 times that of CO2, using a time horizon of 100 years



regimes. The Observatory has since branched off into other fields of research, specifically seismic, geomagnetic, radio physics and solar physics and is now one of the leading institutions on climate science and impacts.

PUERTO 'A CARBON-NEUTRAL CITY

GHG INVENTORY: RESULTS 500 Waste (10kt) Agriculture (19kt) PUERTO PRINCESA A CARBON-NEUTRAL CITY **Electricity** Generation **52% Net Emissions GROSS** Energy (178kt) **EMISSIONS** -1,456 kilotonnes (kt) CO₂-eq (1/8)A carbon-neutral* city (technically, carbon-negative), Puerto Princesa emits only Road **Transportation** REMOVALS 206 kt CO₂-eq compared to the -1,662 kt 30% CO2-eq of greenhouse gases it sequesters from the atmosphere. **EMISSIONS** REMOVALS Gross emissions amount to one-eighth (1/8) of total **Gross Emissions** removals (w/o Forestry & Land Use) Forestry & Land Use (-1,662kt) 206 kt CO₂-eq 0.16% of Phil Emissions from Energy, Agriculture, and Waste in 2000 ■ More than 80% of emissions -1000 come from just two sectors: Removals electricity generation (52%) and *Carbon-Neutral -1,662 kt CO₂-eq road transportation (30%). ☐ DEFINITION: A state of net zero carbon emissions where the amount of carbon released is equal 1.55% of Phil Removals from Since none of the City's to the amount sequestered. Forestry and Land Use in 2000 ☐ In the case of Puerto Princesa, this term is used to also refer to its current carbon-negative status current industries are - which, although laudable, needs continuous efforts and citizen vigilance to maintain. Almost all (99%) of PUERTO considered greenhouse gas ☐ Technical equations: removals come from emitters, no emissions were PRINCESA Carbon-Neutral CO2-eq emissions = CO2-eg removals forest lands, with the rest registered from industrial Carbon-Negative CO₂-eg emissions < CO2-eg removals 'A CARBON-NEUTRAL CITY coming from croplands. processes. PAGE.



GHG PROJECTIONS

SSUMING different emission growth rate scenarios, Puerto Princesa will most probably remain carbon-neutral until at least 2030 with constant removals.

Emissions kt CO2-eq

Removals

1001.00	37-	Growth Scenario			MI OOS CH	
	Year	Low (4%)	Medium (7%)	High (10%)		
FOR REFERENCE	2009	206	206	206	1,662	
City's Population Growth Rate: 3.69%	2015	261	309	365	1,662	
	2020	317	434	588	1,662	
Country's GDP Growth Rate (at 1985 constant prices)	2025	386	609	948	1,662	
Average 2006-2010 : 4.63%	2030	470	854	1,526	1,662	
2010 : 6.83%	2035	572	1,198	2,458	1,662	
Sources: PPC CPDC, 2007; NEDA, 2010	2040	696	1,680	3,958	1,662	
	2045	846	2,356	6,375	1,662	
kt CO2-ea	2050	1,030	3,304	10.266	1.662	

kt CO2-eq

missions/Removals	kt CO ₂ -eq	% of Gross Emissions (206 kt)	% of Removals (-1,662 kt)
ENERGY	177.80	86.52%	-
STATIONARY COMBUSTION	110.53	53.60%	
Energy Industries: Electricity Generation	107.92	52.33%	-
Commercial/Residential	2.61	1.27%	-
MOBILE COMBUSTION	67.27	32.62%	-
Road Transportation	60.94	29.55%	-
Domestic Aviation	1.95	0.95%	-
Domestic Water-Borne Navigation	4.38	2.13%	-
AGRICULTURE, FORESTRY & LAND USE (AFOLU)	-1642.94	9.00%	100.00%
AGRICULTURE	18.56	9.00%	_
Livestock	16.20	7.86%	
 Enteric Fermentation 	9.36	4.54%	-
 Manure Management 	6.83	3.31%	-
Non-CO2 Emission Sources from Land	2.36	1.15%	-
 Direct and Indirect N₂O Emissions 			
from Managed Soils	0.14	0.07%	-
 Rice Cultivation 	2.23	1.08%	-
FORESTRY & LAND USE	-1661.50	-	100.00%
Forest Land	-1645.26	-	99.02%
Cropland	-16.24	-	0.98%
VASTE	9.85	4.78%	-
 Solid Waste Disposal 	4.34	2.10%	-
 Biological Treatment of Solid Waste 	3.99	1.94%	-
 Wastewater Treatment and Discharge 	1.52	0.74%	-
ROSS EMISSIONS (w/o Forestry & Land Use) REMOVALS (Forestry & Land Use)	206.21 -1,661.50	100.00%	- 100.00%
VET EMISSIONS (w/ Forestry & Land Use)	-1,455.29		100.00/0

4%)	Medium	(7%)	High (1	0%)	Ren	novals	1
			40.04				
203	31 High		40 Med , 680				
_1	,679	1		1			
200					0	*	1,
100			1	T	T	T	2050
	2015	2015 2020	2015 2020 2025			2015 2020 2025 2030 2035 2040 YEAR	

PUERTO 'A CARBON-NEUTRAL CITY'

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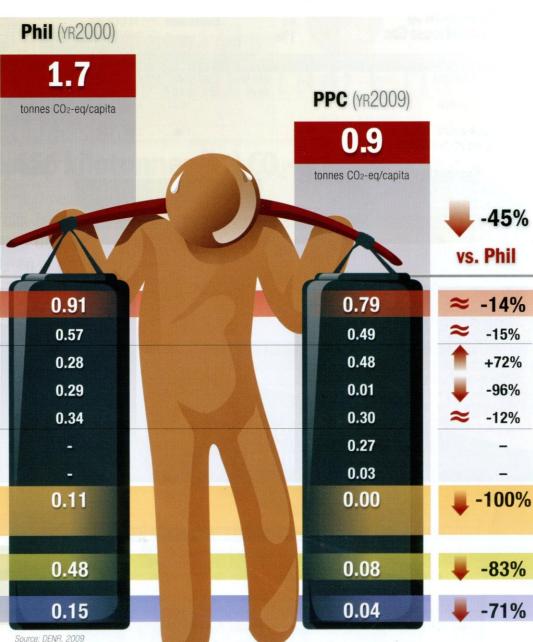
GHG INVENTORY: COMPARISONS

AS FRENCH political thinker Alex de Tocqueville commented, "Without comparisons, the mind does not know how to proceed," in the same manner, without comparing PPC's numbers with others, it will be difficult to conclude whether these are high or low and whether these need improvement or not. In this section, PPC's GHG emissions are presented in relation to its population (emissions per capita) and its economic output (emissions intensity), and then compared to the results of the Philippines and the rest of the world.

EMISSIONS PER CAPITA

- Puerto Princesa's emissions* of **0.9 tonnes CO₂-eq/capita** is almost half that of total Philippines' **1.7 tonnes CO₂-eq/capita** in year 2000.
- Although emissions per capita from the energy sector are slightly lower than national average (-14%), emissions from electricity generation are 72% higher, and are simply offset by the country's emissions in other energy subsectors (e.g. manufacturing industries, fugitive emissions).
- Wide disparities from national averages exist for both the agriculture and waste sectors.

SECTOR Energy STATIONARY COMBUSTION ■ Electricity Generation Other Subsectors MOBILE COMBUSTION Road Transportation Other Subsectors Industrial Processes & Product Use **Agriculture** Waste



PUERTO PRINCESA 'A CARBON-NEUTRAL CITY' PAGE 9

^{*} Only gross emissions considered; removals from Forestry & Land Use Sector not included.

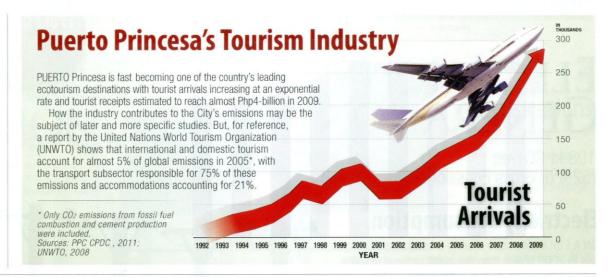
EMISSIONS INTENSITY

n terms of CO₂ emissions from the energy sector (fossil fuel combustion) relative to economic output, Puerto Princesa's 2009 emissions relative to its GDP* in 2009 is **0.68 kg CO₂/USD** at current prices — 15% less than the country's 2000 figures (2.40 kg CO₂/USD compared to Philippines' 2.84 kg CO₂/USD using 1985 constant prices). Its less industry-intensive economy might explain the difference.

* Puerto Princesa's GDP was projected from national GDP/capita multiplied with the City's population. Sources: NSCB, 2011; DENR, 2009

most likely higher than what is currently reflected.

Source: IEA, 2010.





PUERTO PRINCESA 'A CARBON-NEUTRAL CITY PAGE. 10

GHG INVENTORY: HIGHLIGHTS

ENERGY

MOBILE COMBUSTION ENERGY 178kt CO2-ea

Energy Industires: Electricity Generation Commercial/Residential

Road Transportation

Domestic Water-Borne Navigation

ELECTRICITY GENERATION

108 kt CO₂-eq (52% of Gross Emissions)

Electricity Consumption

ON A PER capita basis, Puerto Princesa's electricity use in 2009 is less than the latest national average (383 kWh/capita vs. 586 kWh/capita).

This figure, however, is rapidly increasing – from 3% in 2007 to 5% and 9% in 2008 and 2009 respectively - presumably due to the increase in electric consumers (approximately 6% per annum since 2005). On the other hand, the breakdown by sector remained relatively constant through the years, with the residential sector (43%) being the largest, followed by commercial sector (33%).

POINT FOR IMPROVEMENT!

Energy Sources

ALTHOUGH consumption is low, Puerto Princesa's emissions per kWh is relatively high at 0.86 kg CO₂/kWh - almost 90% higher than national average of 0.46 kg CO₂/kWh and 70% higher than world average of 0.50 kg CO2/kWh.*

2006

Commercial

REASON FOR DIFFERENCE **Grid composition** Puerto Princesa's grid is composed only of diesel and bunker fuels (responsible for 31% and 69% of emissions respectively), while the rest of the country has renewable components such as geothermal, hydropower, and wind

2007

YEAR

2008

2009

* CO2 emissions from electricity generation divided by gross kWh.

Emission Factors

Sources: WB, 2007; PALECO, 2010

FUEL TYPE	tonnes CO ₂ /TJ
Coal	96.1
Fuel Oil (Bunker)	77.4
Diesel	74.1
Natural Gas	56.1
Geothermal	0.0
Hyrdropower	0.0
Solar	0.0
Wind	0.0

61% 1% 34%

Domestic Aviation



THE City currently has twenty-six (26) Hybrid Solar & Wind Lamp Posts in Sabang, on the way to the Underground River



Transmission and Distribution

TRANSMISSION & distribution losses are also high - amounting to 31%* in 2009 - much more than national average of 12%-13%**.

* Difference between gross kWh and net kWh.

** Based on 2000-2007 data.

Sources: Power Plants, 2009; PALECO, 2009; WB. 2011

PUERTO PRINCESA 'A CARBON-NEUTRAL CITY

ROAD 61 kt CO₂-eq (30% of Gross Emissions) TRANSPORTATION

NOTE: More than half (34 kt CO₂-eq or 56%) of road transportation emissions are estimated from diesel supplied to retail stations. Based on a survey conducted, of the 34 kt CO₂-eq diesel generated emissions, generators account for about 30% (or 10 kt) while ships account for 10% (or 4 kt). But since these do not constitute official data, they could not be used.

2005 2006 2007 2008 2009

Annual Vehicle Registrations

REGISTRATIONS in the province have also been increasing over the years, at an average rate of **8%** since 2005 peaking at 23% in 2008!

Source: ITO-PPC, 2010

CONSIDER THIS! Number of Vehicles Vehicles registered in 2009 number 21,421. Source: LTO-PPC, 2010 Public Government 1% Frivate 79%

Persons Per Vehicle

AN AVERAGE of 11 persons share 1 vehicle in Puerto

Princesa – unlike the rest of the country which squeezes in about 4 more persons for every vehicle.

MANILA

Source: LTO-Main, 2010; LTO-PPC, 2010

	PPC	Phil
Total Vehicles	11 pax	15 pax
Private	9 pax	18 pax
Public	34 pax	99 pax

Did yo

A round-trip flight from Puerto Princesa to Manila results in 15 tonnes CO₂-eq or 0.08 tonnes/passenger -5% of yearly emissions per capita national average!

* Unfortunately, due to their cross-boundary nature, assignment of responsibilities for aviation emissions is being debated. For this report, similar to what was done in the national inventory, only fuel loaded into aircrafts while in the City was considered. Sources: EOSAN, 2010; Airbus S.A.S., 2011; Cuadra, 2010

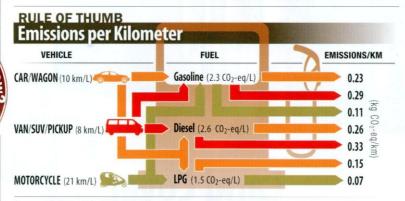
Kilometers Traveled per Year

ESTIMATES

ALTHOUGH public vehicles comprise only about 20% of total vehicles registered in the City, they cover an estimated 2-5 times more distance than private vehicles.



Sources: Magay, 2010; various interviews



Sources: US EPA, 2010; US DOT, 2010

50/50 Traffic Scheme

IN THOUSANDS

Banned tricycles from

BEST PRACTICES!

the road 3 days each week:

■ Traffic improved by at least 14%.

■ Emissions were reduced by at least 20%.

With less tricycles competing for passengers:

■ Driver income increased by 50%!

Source: PPC CPDC, 2011



TRIKE Fund

- Financed direct injection and conversion of tricycle engines to LPG and 4-stroke.
- Provided alternative livelihoods.
- From USD150-thousand in 2006, starting fund has grown to Php12-million!
 2,600 beneficiaries; 96% repayment rate.
- Established with the help of the Asian Development Bank (ADB).

Source: Bustamante, 2010

Puerto Princesa

'A CARBON-NEUTRAL CITY'

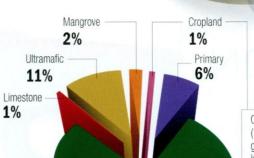
GHG INVENTORY: HIGHLIGHTS

AGRICULTURE, FORESTRY & LAND USE

ORESTRY & LAND USE -1,662 kt CO2-eq 50% Enteric Fermentation **AGRICULTURE** LIVESTOCK. 37% 19 kt CO2-eq (9%) Manure Management Direct and Indirect NoO 1% Emissions from Managed Soils 12% Rice Cultivation

FORESTRY & LAND USE

-1,662 kt CO₂-eq (100% of Removals)



Secondary

79%

particularly secondary forests (79% of total), which not only comprise most of the forests but also has a larger seguestration rate (because they tend to grow at a faster rate).

NINETY-NINE percent (99%) of removals come from forest lands.

CROPLANDS also contribute to the sequestration, but only a minimal amount (1%) since their numbers are a sum of: (a) their total removals from biomass growth and area increase as well as, (b) emissions from trees harvested for lumber (as in the case of coconut and mahogany for Puerto Princesa).

COMMERCIAL logging and mining are banned in Puerto Princesa.

MOW?



ITH a forest cover totalling more than 165,031 hectares (65% of the City's land area) that is responsible for sequestering more than 1,600 kt CO2-eq of greenhouse gases, Puerto Princesa is deemed a carbon sink.

113,984 ha

(45%)

5,825 ha (2%) 26,993 ha

RULE OF THUMB Annual Removals/Emissions

	Ren	novals	Emissions		
	t C/ha	t CO ₂ /ha	t C/ha	t CO2/ha	
Forest Land					
Secondary	3	11	Depends on actual		
Non-Secondary	2	. 7	amoun	t removed	
Cropland	2-6	7-22	9	33	

*Location: Asia—Developing Country; Mean Annual Temp: 28°C; Climate Regime: Tropical Dry Climate. To convert carbon (C) to carbon dioxide (CO₂), multiply by 44/12 (ratio of the molecular weight of carbon dioxide to carbon). Sources: IPCC, 2006; Lasco & Pulhin, 1998 as cited in MO,1999.

SOMETHING TO THINK ABOUT:

Each hectare of forest stores an estimated 145 tonnes of carbon* (equivalent to 532 tonnes of CO2-eq)

THIS means that, if for some reason, Puerto Princesa's current forest cover is lost, almost 90 thousand kt CO2-eq will be released into the atmosphere - equivalent to more than 400 years of emissions by the City (at current rate of 206 kt CO2-eg/year), not to mention loss of potential sequestration of -1,645 kt CO2-eq/year

PUFRTO

'A CARBON-NEUTRAL CITY PAGE.13

16,288 ha

5,896 ha 1,870 ha

Land Cover

83,126 ha

Total: 253,982 ha

Ultramafic Mangrove CROPLAND

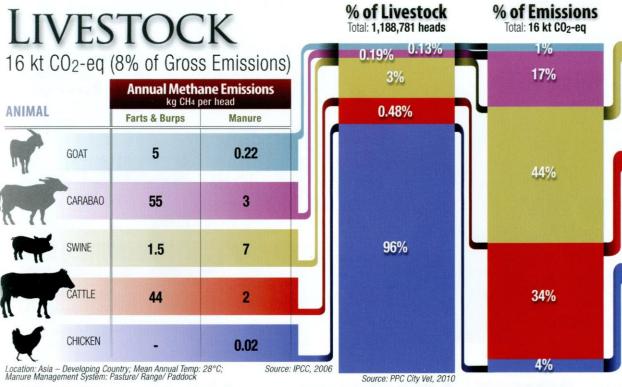
Limestone

LEGEND:

FOREST LAND Primary

Secondary

OTHER LAND



Swine contribute almost half of the emissions from livestock (44%) due to their relatively large population (40 thousand heads).



Cattle are the next largest emitters (34%) — due more to the large emission factor of their farts and burps than their population.



Despite numbering more than 1 million, **chickens** do not contribute much to emissions due to small and non-existent emission factors.

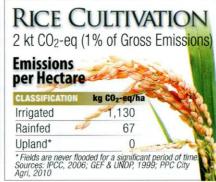


BEST PRACTICES!

Every last Saturday of June, Puerto
Princesa celebrates "Pista
y ang Cagueban" or "Feast
of the Forest" where
the citizens join
in reforestation efforts.
More than 2 million
trees or 296 hectares
have been planted
since the start of the
program.

■ Every Valentine's Day, the
City celebrates "Love Affair
with Nature", where the
Mayor weds hundreds of
couples at the same time
with only one condition: that
they plant a mangrove tree.
Seventy-five (75) hectares
of coastal areas have been
planted with mangrove
trees since 2005.





PUERTO PRINCESA 'A CARBON-NEUTRAL CITY'

Source: PPC City ENRO, 2010

GHG INVENTORY: HIGHLIGHTS

WASTE

WASTE 10 kt CO2-eq (5%)

SOLID Waste

8 kt CO₂-eq (4% of Gross Emissions)

Daily Generated Waste

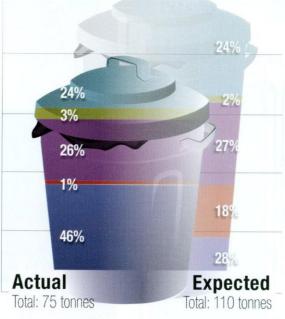
AMOUNT of waste per capita is much less than national average (0.33 kg/capita vs. 0.5 kg/ capita), most likely because of waste segregation at source, causing the amount of collected waste to drop considerably, and possibly because of a generally simpler lifestyle.

Source: PPC SWMO, 2010

became a law.

MOW?

44% Solid Waste Disposal Biological Treatment of Solid Waste 41% Wastewater Treatment



WASTEWATER 2 kt CO₂-eq (1% of Gross Emissions)

Each person contributes approximately 7 kg CO2-eq from his/her waste each year.

Source: IPCC, 2006

Emissions

per Tonne	tonnes of waste/day	tonne CO ₂ -eq/ tonne of waste		
Agricultural Waste	18	0.40		
Market / Slaughter Waste	2.5	0.18		
Food Waste	19	0.18		
Recyclables	1	0		
Residual	34	0.35		

*Assumptions: Agricultural, Market and Food Wastes composted: Residual Waste deposited in Sanitary Landfill Sources: PPC SWMO, 2010; IPCC, 2006

BEST PRACTICES!

source.

60

THE City's sanitary landfill is the first one in the Philippines. Funded by ADB & DILG, A Hall of Fame Awardee for it was built even before the the "Cleanest Solid Waste Management Act and Greenest City," Puerto WELCOME. Princesa PUERTO PRINCESA CITY has been practicing waste PUERTO PRINCESA CITY segregation at



Fifty-nine (59) out of its 66 barangays have a Materials Recovery Facility that takes care of recycling activities as well as composting of organic waste.

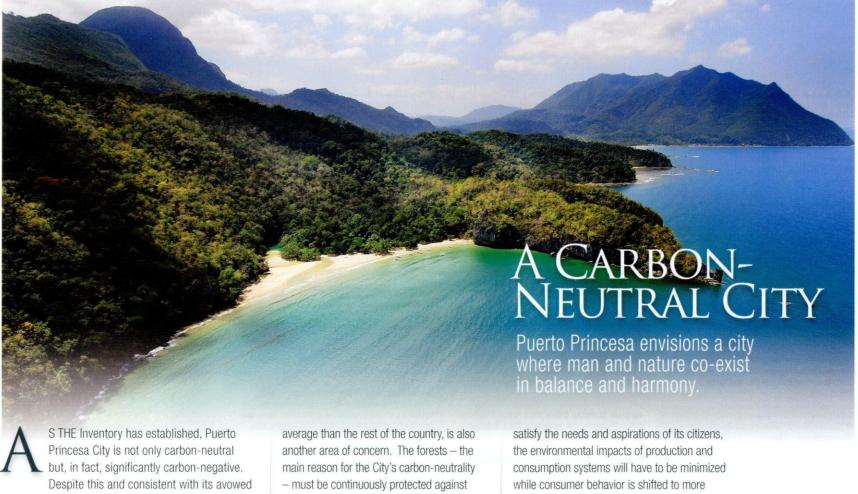


Puerto Princesa is only one out of a few cities in the Philippines with its own sanitary landfi



PUERTO PRINCESA 'A CARBON-NEUTRAL CITY' PAGE 15





commitment, the City does not wish to rest on its laurels.

Already, opportunities for improvement exist, specifically in terms of cleaner sources of energy and a more efficient transmission and distribution system. The increasing number of vehicles, now registering a higher per capita

possible socio-economic impacts.

Long term, growth is inevitable. People will always aspire and strive hard to improve their standard of living, more often than not influenced by and patterning after the capitalist/consumerist culture of the West. And because the City will have to find ways to sustainable patterns.

Puerto Princesa, like many other cities, must meet this challenge: ensuring development is achieved in a sustainable manner - not at the expense of the environment, the less privileged and future generations.

"IF YOU CAN'T MEASURE IT. YOU CAN'T MANAGE IT."

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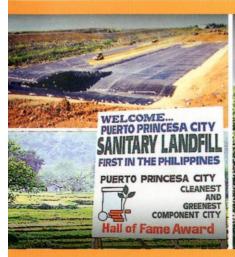
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