CM22013/HSC22046/PED22176

The Transition Accelerator

L'Accélérateur de transition

Hamilton Region Decarbonization Hub A new approach to speed progress to Net Zero







L'Accélérateur de transition

Outline:

- 1) The Transition Accelerator's approach and methodology
- 2) Hub concept and Examples
- 3) Hamilton Region Decarbonization Hub (HRDH)



L'Accélérateur de transition

A new pan-Canadian, non-profit Approach:

- Understand that we live in a time of disruptive change that could be good or bad
- Harness technology, business model and social disruptions already at play
- Direct disruptive forces along Transition Pathways to achieve societal goals, including emissions

We help create the future.

Volume 1 • Issue 1 • August 2019 THE TRANSITION ACCELERATOR: BUILDING PATHWAYS TO A SUSTAINABLE FUTURE James Meadowcroft, PhD David Layzell, PhD, FRSC Normand Mousseau, PhD



https://www.transitionaccelerator.ca/ blueprint-for-change

Transition Accelerator Methodology





L'Accélérateur de transition

Why The Transition Accelerator?

The Accelerator's role is that of an **enabler**, **facilitator**, **and force multiplier** that forms coalitions to take steps down these pathways and get change moving on the ground.

In working with communities across Canada and gaining experience in establishing and operationalizing Canada's first Hub - the Edmonton Region Hydrogen Hub, the Accelerator has further refined its methodology and improved its utility while minimizing the cost and time required.

This has positioned the organization to be a trusted, experienced organization in helping to catalyze these solutions.

Net Zero Changes Everything Many ways to reduce emissions Few ways to eliminate emissions **Net-Zero Energy System Existing Energy System** Efficiency & Conservation Fossil Fuels Low C **GHG** Generation Hydrogen Atmos-(GHG) pheric Electricity Low C CO Biomass Generation GHG End Use (Wind, Solar, Diher End Use NG Demand Tidal, Hydro, GHGDemand Fossil Fuels

Geothermal.

Nuclear)

The Transition

Accelerato

EGHG)

C Capture

& Storage

Electricity

A Hub will help create new energy systems to position Hamilton to compete globally and attract investment in a net zero world!

EGHG

The Transition Accelerator

(GHG)

Diesel

(GHG)

Fossil Fuels

Gasoline

GHG



L'Accélérateur de transition

What is a Hub?

Hubs are coordinated, synergistic, regional initiatives for economic development to create an **economically viable value chains** where clean energy is a fuel and/or a novel industrial feedstock, thereby **achieving substantial reductions in greenhouse gas (GHG) emissions**.

A Hub is not a legal structure but a high-communication, high-trust, high-collaboration model that **leverages up** available funds across public and private sectors and focus investment decisions for all private and public sector actors.

The level of collaboration within a Hub will depend on the nature of the outcomes e.g.: the greater the complexity of the desired outcomes, the greater the level of collaboration required and expected.

Hamilton Region Decarbonization Hub Potential Outcomes



The City of Hamilton (and surrounding region):

- Becomes one of the world's first net-zero emission cities.
- Leads the world in developing new net-zero value chains and business models that can be adopted by other jurisdictions.
- Becomes a global example of creating economic development opportunities based on a new net-zero economy
- Has a reputation as a global Environmental, Social and Governance (ESG) leader based on performance.

• A preferred jurisdiction for public and private investment!



L'Accélérateur de transition

Hub Examples

- Joint Australia-Germany led Energy Transition Hub will generate collaborative and worldleading research to help the technical, economic and social transition to new energy systems and a low emissions economy.
- EU Clean Hydrogen Partnership to decarbonize industry, develop hydrogen 'valleys' to help foster a hydrogen economy
- US Government to invest \$8 billion to build at least four hydrogen hubs in the US
- Lloyd's Register Maritime Decarbonization Hub accelerates the sustainable decarbonization of the maritime industry, by enabling the delivery and operation of safe, technically feasible and commercially viable zero-emission vessels by 2030.
- Edmonton Region Hydrogen Hub a fit for purpose hydrogen Hub to create a hydrogen value chain in the region and advance energy transition to low-carbon carriers.







Breaks vicious cycle:

Launched in April 2021 - fit-for-purpose process that:

Management and Leaders Team



No Market

No Supply

1) Creates critical mass of new hydrogen markets at regional scale, using existing technology

2) Couples new low-cost, low-C supply with new markets – creates hydrogen economy at scale

How?

- Roles and Responsibilities of Teams determined
- Strategic dialogues and techno-economic analysis: along full value chain
- Transparency: results are public, de-risking potential investment
- Linkages: Creates coalitions equipped to deliver full value chain solutions
- **Better decision making**: Informs but leaves any investment decisions to public/private investors

Results to Date: 5 municipalities, key industry, have endorsed new

vision for 2032 hydrogen economy and steps need to get there.

Example of a New Hydrogen Value Chain







L'Accélérateur de transition

Examples of Projects to Advance Decarbonization

- Replacing diesel to reduce/eliminate emissions in heavy transportation
- Reducing/eliminating emissions in public transportation
- Replacing/reducing natural gas to reduce emissions in buildings
- Reducing/replacing fossil-fuel based energy in industry
- Replacing fossil fuels in Port's operations
- Storing energy from renewable energy sources

Types of Projects to Advance a New Value Chain



Types of Projects to Advance a New Value Chain







L'Accélérateur de transition

The Accelerator proposes to launch a Hamilton Region Decarbonization Hub (HRDH)

- An **integrated approach for a system level change**, where solutions to decarbonize local industry can also decarbonize other sectors and emissions sources such as transportation, buildings, and other industries (e.g., Advanced Manufacturing).
- A full, regional Decarbonization Hub, centred on **both low carbon hydrogen and low carbon electricity and their interconnections.**

This initiative also falls inline with the City of Hamilton's mission to reach net zero carbon emissions by 2050!



Launching a Hamilton Region Decarbonization Hub

• First of its kind in Canada!

- Is a forward-thinking, proactive, and unsilo-ed solution to reach net zero goals
- Bridges the gap between a sector-specific emissions reduction/elimination paradigm to a regional approach where multiple sectors and sources of emissions are eliminated
- Provides a scale of a national project because it's tied to many supply chain industries that need to go to net zero across the country.
- Fits with government priorities of how to utilize government incentives to create a bigger impact from both decarbonization and economic development angles.
- Could service as an example for other regions!







Hamilton Region Decarbonization Hub: A new approach to speed progress to Net Zero

- Evolve from:
 - Sector specific decarbonization
- To:
 - Regional decarbonization
 - Systems based
 - Value chains
 - Market based
 - Synergies



L'Accélérateur de transition

We are building the coalition now...

