For discussion on 26 June 2017

### LEGISLATIVE COUNCIL PANEL ON ENVIRONMENTAL AFFAIRS

#### **Progress of the Review of Air Quality Objectives (AQOs)**

#### **PURPOSE**

This paper informs Members of the latest progress of the review of the Air Quality Objectives (AQOs) (the "Review").

#### **BACKGROUND**

- 2. The current AQOs, which relate to seven key air pollutants as set out in Annex A, took effect on 1 January 2014. The "Clean Air Plan for Hong Kong", published by the Government in March 2013, sets out a series of air quality improvement measures with a view to broadly attaining the AQOs by 2020.
- 3. On roadside air quality, measures included the incentive-cum-regulatory programme to phase out progressively pre-Euro IV diesel commercial vehicles by 2019, strengthened emission control programme for petrol and Liquefied Petroleum Gas (LPG) vehicles, retrofitting franchised buses with emission control device to upgrade their emission performance, and progressive tightening of emission standards of newly registered vehicles, etc.
- 4. To reduce emissions from marine vessels, sulphur content of locally supplied marine light diesel has been capped at 0.05% since April 2014 and ocean-going vessels at berth have been mandated to switch to fuel of sulphur content not exceeding 0.5% since July 2015. An incentive scheme has been launched since September 2012 to waive 50% of the light facilities and port

dues for ocean-going vessels that switch to low sulphur fuel while at berth until end March 2018.

- 5. In addition, emission caps for power plants have been progressively tightened and new non-road mobile machinery has been required to comply with emission standards. The Government is also implementing a plan to phase out the use of exempted non-road mobile machineries<sup>1</sup> in public works projects with an estimated contract value exceeding \$200 million.
- 6. The above measures have borne fruits. There have been discernable improvements in our air quality in the past few years. From 2012 to 2016, the ambient concentrations of sulphur dioxide (SO<sub>2</sub>), nitrogen dioxide (NO<sub>2</sub>) and respirable suspended particulates (RSP/PM10) reduced by 18%, 8% and 19% respectively. During the same period, the roadside concentrations of SO<sub>2</sub>, NO<sub>2</sub>, and RSP/PM10 also reduced by 30%, 31% and 28% respectively due to the stepped-up efforts to reduce vehicle emissions in recent years. There were also some initial signs of a reversal of the increasing trend of ozone in the ambient air.
- 7. Under Section 7(A) of the Air Pollution Control Ordinance (Cap. 311) (APCO), the Secretary for the Environment (SEN) is required to review the AQOs at least once in every five years and submit to the Advisory Council on the Environment (ACE) a report of the Review.
- 8. At the meeting of this Panel on 30 March 2016, the Administration briefed Members on the key tasks, approach and work plan of the Review of the AQOs (LC Paper No. CB(1)705/15-16(03)). In accordance with the work plan, we embarked on the Review in mid-2016. The aim is to complete the Review and report its findings and recommendations to the ACE and this Panel in mid-2018.

those exempted from the emission compliance requirements granted by the Environment Protection Department under the Air Pollution Control (Non-road Mobile Machinery) (Emission) Regulation.

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<sup>&</sup>lt;sup>1</sup> In February 2015, the Development Bureau issued a Technical Circular (Works) No. 1/2015 which promulgates the requirements for the use of non-road mobile machinery (NRMM) under the Air Pollution Control (Non-road Mobile Machinery) (Emission) Regulation in new capital works contract. The Technical Circular sets out an implementation plan to phase out the use of four types of exempted NRMM, namely generators, air compressors, excavators and crawler cranes. Exempted NRMM are

#### PROGRESS OF THE AQOs REVIEW

- 9. As set out in the Panel paper in March 2016 referred above, the key tasks of the Review include:
  - (a) appraising the latest development in respect of air science and the health effects of air pollution;
  - (b) examining the current air pollution levels and trends, and progress and effectiveness of committed air quality improvement measures;
  - (c) identifying new practicable air quality improvement measures and conducting relevant cost and benefit analysis;
  - (d) developing an air quality management plan for further improving air quality; and
  - (e) assessing air quality in future under different control scenarios and the scope for further tightening the AQOs for recommending a way forward.

#### **Engagement of experts and stakeholders**

10. To proactively engage relevant experts and stakeholders, a AQOs Review Working Group ("Working Group"), led by the Under Secretary for the Environment (USEN), was formed in May 2016. The Working Group comprises some 60 external members from the fields of air science, health, green groups, academics, chambers of commerce, professional bodies (including urban planning experts) and relevant trades, as well as officials representing ten Government Bureaux and Departments (B/Ds)<sup>2</sup>. The diversified composition of the Working Group allows it to serve as a cross-sectoral platform for experts, stakeholders and Government officials to engage in thorough deliberations in a gainful manner.

<sup>&</sup>lt;sup>2</sup> Apart from the Environment Bureau and Environmental Protection Department as the lead B/D, representatives from other B/Ds include Development Bureau, Transport and Housing Bureau, Civil Engineering and Development Department, Electrical and Mechanical Services Department, Department of Health, Marine Department, Planning Department, and Transport Department.

11. Four dedicated Sub-groups have been formed under the Working Group, viz. Road Transportation, Marine Transportation, Energy and Power Generation, as well as Air Science and Health. The first three Sub-groups are to identify new practicable air quality improvement measures under their respective areas (taking into account emission reduction potentials, economic and social impacts and other relevant factors) for the consideration of the Working Group. The Sub-group on Air Science and Health focuses on examining the air science and health aspect of the Review including the assessment of air quality improvements and health and economic impact arising from possible measures, and hence the possible scope for further tightening the AQOs.

#### **Identification of new Air Quality Improvement Measures**

12. The Sub-groups on Road Transportation, Marine Transportation, and Energy and Power Generation have convened 19 meetings to discuss possible new air quality improvement measures and deliberate on the practicability of their implementation within the timeframe up to 2025. The timeframe has taken into consideration the target of broadly attaining the current AQOs by 2020 and the need to review the AQOs at least once every five years.

13. A total of 69<sup>3</sup> possible new air quality improvement measures have been thoroughly deliberated in the three Sub-groups. They covered a wide spectrum encompassing transport planning/management (e.g. measures to alleviate road traffic congestion), urban planning and design (e.g. building cycle track networks and plan for walkable space), use of clean fuel (e.g. marine vessels to use Liquefied Natural Gas (LNG)), as well as energy demand management and pursuit of renewable energy (RE) in increasing the use of wind and solar energy in electricity generation.

14. Amongst the possible new measures discussed, 26<sup>4</sup> are either on-going or ready under consideration by the relevant B/Ds which are likely to produce

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<sup>&</sup>lt;sup>3</sup> Amongst these 69 measures, the assessment of 9 measures will be further discussed by the Road Transportation Sub-group.

<sup>&</sup>lt;sup>4</sup> 3 out of the 26 measures are considered as "short to medium-term" or "short, medium to long-term" depending on the extent of implementation.

results by 2025 or earlier (*short-term*), 4 may be ready for consideration in the next AQOs review period of 2019 – 2023 (*medium-term*) while 14 require detailed planning or further study to ascertain the practicability for implementation beyond the next review period (*long-term*). The remaining 25 are considered as not practicable, short of air quality benefits or not suitable to be considered under the current scope of the Review. The gist of the discussions in the Sub-groups is set out in the ensuing paragraphs.

#### **Road Transportation**

- 15. The Road Transportation Sub-group has deliberated 37 possible measures under the following categories—
- (a) tunnel toll policy and toll collection method,
- (b) maintenance and repair of vehicles exhaust system,
- (c) fostering a "pedestrian-friendly" and "bicycle-friendly" environment,
- (d) promotion of low-emission transport mode,
- (e) utilisation of Intelligent Transport Systems (ITS),
- (f) land use and transport infrastructure planning,
- (g) managing road space, and
- (h) others.

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- 16. The Government's transport policy is to maintain the use of public transport at a high proportion of passenger trips made and to reduce reliance on private cars. At the same time, the Government endeavours to foster a green community by promoting non-mechanised mode for short-distance commuting, such as walking and cycling. It is noted that there are public aspirations and sentiments over the reduction of roadside air pollution and hence the improvement of living environment. The Government will continue its efforts on this front although these measures might not bring significant improvement in air quality to such an extent that could lead to the tightening of the AQOs.
- 17. Separately, the Government considers that the rapid growth of private car fleet size has not only aggravated road traffic congestion but also caused adverse impact on the environment, particularly air quality. The Government

is taking forward progressively the recommendations of the Transport Advisory Committee (TAC) in the Report on Study of Road Traffic Congestion in Hong Kong. The recommendations include containing the growth of private car fleet size through fiscal means such as increasing the first registration tax and annual licence fee for private cars. The successful implementation of any measures to control private car growth needs the consensus and support of the community and Legislative Council as legislative amendments are required.

18. Deliberations of individual possible measures in the Road Transportation Sub-group are set out in Annex B.

#### **Marine Transportation**

- 19. The Marine Transportation Sub-group has deliberated 17 possible measures under the following categories -
- (a) use of clean fuel,
- (b) technical measures,
- (c) fuel economy, energy efficiency and port management, and
- (d) others.
- 20. The Sub-group has discussed the use of clean fuel in marine vessels such as LNG, hybrid and electric vessels, on-shore power, particularly whether the sulphur cap of marine fuel for ocean-going vessels when berthing in Hong Kong should be tightened to 0.1% from the present limit at 0.5%. Taking into account that a Domestic Marine Emission Control Area (DECA) will be set up progressively by January 2019 in the Pearl River Delta (PRD) waters and the Ministry of Transport plans to determine by end 2019 whether to further reduce the sulphur cap in the DECA, the Sub-group agreed that this possible measure be pursued on a PRD regional basis so as to avoid jeopardising the competitiveness of the ports in Hong Kong. Deliberations of individual possible measures in the Marine Transportation Sub-group are set out in Annex C.

#### **Energy and Power Generation**

- 21. The Energy and Power Generation Sub-group has deliberated on 15 possible measures under the following categories—
- (a) building energy efficiency measures,
- (b) use of RE,
- (c) fuel mix for electricity generation,
- (d) operation of power generation plants,
- (e) new solar energy technology,
- (f) use of biomass as fuel, and
- (g) energy storage.
- 22. Most of the possible measures on enhancing energy efficiency and conservation, increasing the use of RE, and controlling emissions from power plants tally well with the Government's continuous efforts and align with the recently published Government policies such as the *Energy Saving Plan for Hong Kong's Built Environment 2015~2025+* and *Hong Kong's Climate Action Plan 2030+*. With regard to increasing the use of RE, Environmental Protection Department (EPD) has been developing waste-to-energy facilities to tap the energy generated from the wastes (e.g. the sludge treatment facility or the T-PARK commissioned in 2015 and the organic resources recovery centre that will be commissioned shortly). Deliberations of individual possible measures in the Energy and Power Generation Sub-group are set out in <u>Annex D</u>.

#### Other Sources

23. Apart from the possible measures deliberated in the above three Sub-groups, control measures for other lesser air pollution sources, namely products containing volatile organic compounds (VOCs), non-road mobile machinery, civil aviation and cooking fumes, are being further examined separately.

Review on Methodology and Air Quality Assessments

24. The Air Science and Health Sub-group has discussed the general approach

and tools on the assessment of air quality, health and economic impacts. The

Sub-group has agreed that the World Health Organization's (WHO's) current Air

Quality Guidelines (AQGs) should continue to be adopted as the benchmark in

this Review and an assessment year of 2025 should be adopted taking into

account the statutory review will be conducted at least once in every five years.

25. This Sub-group will assess the air quality under different control scenarios,

health and economic impacts and evaluate possible scope for further tightening

of the AQOs.

**WAY FORWARD** 

26. The Working Group will continue the remaining tasks for the Review.

We aim to solicit the comments/input from the general public on their

aspirations for the AQOs before the end of 2017. We plan to complete the

Review in the first quarter of 2018, report the Review findings to the ACE and

this Panel in mid-2018, and launch a full-scale public consultation on the

recommendations of the Review. Our latest work plan is at Annex E.

**ADVICE SOUGHT** 

27. Members are invited to note the latest progress of the AQOs Review.

**Environment Bureau /** 

**Environmental Protection Department** 

**June 2017** 

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# WORLD HEALTH ORGANISZATION (WHO)'S AIR QUALITY GUIDELINES (AQGS) and HONG KONG'S AIR QUALITY OBJECTIVES (AQOs)

Pollutant	Averaging time	WHO Interim Target-1 (µg/m³)	WHO Interim Target-2 (µg/m³)	WHO Interim Target-3 (µg/m³)	WHO AQGs (μg/m³)	Number of Exceedances Allowed under AQOs
Sulphur	10-min	-	-	-	<u>500</u>	3
Dioxide (SO <sub>2</sub> )	24-hour	<u>125</u>	50	-	20	3
Respirable Suspended	24-hour	150	<u>100</u>	75	50	9
Particulates (RSP/PM <sub>10</sub> )	Annual	70	<u>50</u>	30	20	Not Applicable
Fine Suspended	24-hour	<u>75</u>	50	37.5	25	9
Particulates (FSP/PM <sub>2.5</sub> )	Annual	<u>35</u>	25	15	10	Not Applicable
Nitrogen	1-hour	-	-	-	<u>200</u>	18
Dioxide (NO <sub>2</sub> )	Annual	-	-	-	<u>40</u>	Not Applicable
Ozone (O <sub>3</sub> )	8-hour	<u>160</u>	-	-	100	9
Carbon	1-hour	-	-	-	30,000	0
Monoxide (CO)	8-hour	-	-	-	10,000	0
Lead (Pb)	Annual	-	-	-	<u>0.5</u>	Not Applicable

Note:

Figures in bold and underlined in the above table are Hong Kong's AQOs

## POSSIBLE NEW AIR QUALITY IMPROVEMENT MEASURES DISCUSSED ROAD TRANSPORTATION

Possible New Measures	Deliberations at the Sub-group
Discussed	
A. Tunnel toll policy and toll colle	ction method
A1. Review the tunnel toll policy	The Transport and Housing Bureau
and level to alleviate traffic	(THB) commissioned a consultancy study
congestion, thereby reducing the	on the overall strategy and feasible
emission caused by congestion at	options for the rationalisation of traffic
the tunnels.	distribution among the three road harbour
	crossings (RHCs) and the three land
	tunnels connecting the New Territories
	and Kowloon. The Government will
	submit toll adjustment proposals covering
	the six tunnels to the Panel on Transport
	of Legislative Council for discussion in
	the 2017-18 legislative year. (Short-term
	measure) #
	[#: Tentative. To be further discussed by
	the Sub-group.]
A2. Consider replacing the existing	The reason for traffic congestion at
toll collection system with	tunnels is that the vehicular traffic
completely automatic systems.	volume substantially exceeded the design
	capacity of those tunnels. Replacing the
	toll collection system cannot resolve the
	underlying cause of congestion.
	(Others*)

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<sup>\*</sup>These measures are considered not-practicable, short of air quality benefits or not suitable to be considered under the current scope of the Review.

Possible New Measures Discussed	Deliberations at the Sub-group
B. Maintenance and repair of veh	icle exhaust system
B1. Propose to use chassis	The programmes targeting excessive
dynamometer for testing vehicle	emission problems of various types of
tailpipe emissions.	vehicles have reduced considerably the
	number of their gross emitters and
	resulted in discernible air quality
	improvements. Gross emitters now
	account for only a small part of the
	vehicle fleet. It would be difficult to
	seek sufficient support from the
	community to make passing the
	dynamometer test mandatory for vehicles
	undertaking roadworthiness examination,
	as taking such a test could cause a
	significant increase in vehicle
	examination fee and time.
	Cost-ineffective and unjustified.
	(Others*)
B2. Tighten the annual vehicle	
examination for private cars from over six years old to over three	tighten the annual vehicle examination for private cars from over six years old to
years old (or consider adopting	_
vehicle kilometres travelled as the	Government will continue to promote the
vehicle examination criterion).	importance of vehicle maintenance and
veniere examination efficiency.	repair.
	(Others*)
B3. Provide vehicle tailpipe	Affordable vehicle tailpipe emission
emission testing equipment for rent	testing equipment is common tool in
by small and medium-sized vehicle	vehicle repair workshops. There are also
repair workshops.	already on the market specialist
	diagnostic services for vehicles of
	advanced engine design, particularly
	diesel ones, which are far better than this
	measure which is not common elsewhere.
	(Others*)
B4. Establish a maintenance	When Euro VI vehicle emission
information database of vehicle	standards are introduced, vehicle

Possible New Measures	Deliberations at the Sub-group
Discussed	
tailpipe emission system.	manufacturers will have to provide access to vehicle maintenance information for new vehicle models at reasonable fees. Besides, Environmental Protection Department (EPD) will upkeep the cooperation with the Vocational Training Council (VTC), repair trade and vehicle manufacturers in organizing training and workshops for the vehicle repair trade to share experience/information on vehicle maintenance. The trade finds such training/workshops useful. (Short-term measure)
B5. Raise awareness on the importance of vehicle maintenance and repair.	On-going. The Government will keep up the effort on promoting the importance of vehicle maintenance and repair so that the vehicle repair trade and vehicle owners could understand the benefits of proper vehicle maintenance for reducing vehicle emissions. (Short-term measure)
C. Fostering a "pedestrian-friendl	y" and bicycle-friendly" environment
C1a. Foster "pedestrian-friendly" environment (such as widening of footpaths, construction of covered walkways and enhancing the pedestrian connections) to encourage people to walk <i>in existing new towns and urban areas</i> .	The Sub-group noted the Government's work on this front, and has offered some
C1b. Foster "pedestrian-friendly" environment (such as widening of footpaths, construction of covered walkways and enhancing the pedestrian connections) to encourage people to walk <i>in new development areas (NDAs)</i> .	As regards NDAs, as part of the Smart City initiatives, measures for improving pedestrian connectivity will be considered to promote walking in these places.  Generally, there should not be insurmountable problems rendering the provision of pedestrian connectivity not

Possible New Measures	Deliberations at the Sub-group
Discussed	
C2a. Foster "bicycle-friendly" environment and study into the provision of ancillary facilities for cycling (such as provision of cycling track network and bicycle parking spaces, park-and-ride facilities at public transport interchanges and bike-friendly policies to facilitate carriage of bicycles on public transport) in existing new towns and urban areas.	technical feasible. Nonetheless, technical feasibility and environmental impact have to be investigated in detail at planning and detailed design stage for NDAs. (Long-term measure)  The Sub-group noted the Government's work on this front, and have offered some suggestions. The Government will continue to foster "bicycle-friendly" environment in existing new towns.  As regards urban areas, the traffic is generally very heavy, with narrow and crowded roads. On-street loading and unloading activities are frequent, with many vehicles passing by and needing to stop temporarily. Owing to road safety considerations, the Government does not encourage the public to use bicycles as a mode of transport in urban areas.  (Short to medium-term measure)
C2b. Foster "bicycle-friendly" environment and study into the provision of ancillary facilities for cycling (such as provision of cycling track network and bicycle parking spaces, park-and-ride facilities at public transport interchanges and bike-friendly policies to facilitate carriage of bicycles on public transport) in NDAs.	As regards NDAs, this measure is in fact part of the Smart City initiatives being pursued in NDAs.  Technical feasibility and environmental impact have to be investigated in detail at planning and detailed design stage.
C3. Set up cycling and walking shared space at harbourfront areas.	Referencing to the successful overseas examples for shared use of space between pedestrians and cyclists along the harbourfront areas, the concept should be

Possible	New	Measures	Deliberations at the Sub-group
Discussed			
			carefully looked into in the Hong Kong
			context. At the planning and detailed
			design stages, technical feasibility and
			environmental impact would have to be
			conducted, as well as a study into
			possible implications to the Protection of
			Harbour Ordinance.
			Besides, there is road safety concern for
			the shared use of space by cyclists and pedestrians because of their different
			speeds (pedestrian around 4 km/h,
			cyclists on average 20 to 30 km/h) and
			maneuvering modes. The feasibility of
			this measure is subjected to further
			studies. (Long-term measure)#
			[#: Tentative. To be further discussed by
			the Sub-group.]
C4. Establi	ish lowe	er vehicle speed	This measure is assessed together with
limits zor	ies (e.g	g. $30 \text{km/h}$ ) in	"Foster "pedestrian-friendly"
_		school zone and	environment" (Measure C1) as it carries
areas with elderly centres, to foster			the same spirit. (Others*)
pedestrian	environr	nent.	
D. D.		• • •	
		ow-emission tran	T
D1. Trai	n or	electric bus	It is not yet practicable to replace bus

D1. Tram or electric bus interchange schemes at busy road sections (e.g. Nathan Road) to replace the franchised bus services so as to reduce the number of buses and boarding/alighting passengers on the road section.

It is not yet practicable to replace bus services on busy corridors with trams or electric buses due to inadequate road space and given that the feasibility of adopting electric buses on a wide scale in Hong Kong is yet to be proven. The Transport Department (TD) will continue to work with bus operators to pursue bus route rationalisation and encourage them to offer more bus-bus interchange (BBI) concessionary schemes with a view to

Possible New Measures	Deliberations at the Sub-group
Discussed	
	alleviating traffic congestion and roadside
	emissions in busy road sections.
	(Others*)
D2. Electric vehicles pilot schemes	The Sub-group noted that the trial of 36
- switching the existing vehicle	single-deck electric buses fully funded by
fleet of selected routes to electric	EPD is in progress to assess the reliability
vehicles.	of buses, batteries, supercapacitors and
	charging facilities; maintenance
	requirements; and economic feasibility,
	etc. for ascertaining their suitability for
	use as franchised buses in Hong Kong.
	If the trial results are satisfactory, the
	Government will encourage franchised
	bus companies to use electric buses on a
	wider scale, taking into account the
	affordability of franchised bus companies
	and passengers. The Sub-group
	suggested the Government partner with
	bus operators to help identify appropriate
	models which might be potentially
	suitable for the local environment for trial
	on a wider scale in the longer term.
	More proactive and positive measures to
	support the installation of ancillary
	facilities should also be explored.
	(Long-term measure)
D3. Promotion of hybrid private	With the advances in the technology of
cars.	electric cars which have no tailpipe
	emissions, it is considered more
	beneficial to promote the use of electric
	cars instead of hybrid cars in terms of air
	quality benefits. The Government's
	priority is to promote the use of electric
	cars instead of hybrid cars. (Others*)
D4. Exploring the use of	Natural gas (NG) or hydrogen vehicles
new-energy vehicles.	are not viable in Hong Kong as it is not
	practicable to find enough suitable

Possible New Measures Discussed	Deliberations at the Sub-group
	locations for setting up NG/hydrogen filling stations and their storage facilities due to our high development density as well as the explosive nature of NG/hydrogen. The Government will continue to keep in view the development of new energy vehicles in the market. (Others*)
E. Utilisation of intelligent transp	1
E1. Launch one-stop mobile app for the public to choose the most time-saving, economical and low-emission transportation mode.	The "Hong Kong eTransport" mobile application currently provides transport mode and route search function based on journey time and fare. It is possible to include the environmentally-friendly transport mode information in "Hong Kong eTransport" through the provision of useful tips. While this may not bring about substantial improvement to roadside air quality, it helps increase the public awareness and understanding of the low-emission transport modes. EPD will provide the necessary input and support to TD in this regard. (Short-term measure)#  [#: Tentative. To be further discussed by the Sub-group.]
E2. Launch one-stop mobile app for the public to access real-time information on car parking vacancies which helps them choose the best parking location and shortening the driving distance.	2016 to disseminate real-time parking vacancy information of about 50 car

real-time parking vacancy data of their

car parks. (Short-term measure)

Possible New Measures	Deliberations at the Sub-group
Discussed	
E3. Implement electronic road	The Sub-group in principle agreed that
pricing (ERP) scheme to tackle	reaching a consensus within the
road traffic congestion at busy	community is crucial to successful
roads.	implementation of the ERP Pilot Scheme.
	The Sub-group noted that the
	Government would conduct an in-depth
	feasibility study to formulate detailed
	options for the next stage of public
	discussion. (Long-term measure)
E4. Introduce intelligent transport	The Government has been developing
systems (ITS) (e.g. manage traffic	ITS under a three-pronged approach, viz
flow by traffic signal control,	dissemination of traffic information to the
install smart sensors and	public, traffic control and supporting
surveillance cameras for illegal	traffic enforcement. Regarding the
parking enforcement).	further use of ITS, further studies will be
	required for specific measures. (Short,
	medium, to long-term measure,
	depending on individual ITS measure)
F. Land use and transport infrast	ructure planning
F1. Through proper land use	The Sub-group considered that this would
planning to redress the current	in the long term improve traffic and air
imbalance in home-job distribution	quality, and provided some
and bring jobs closer to home so as	recommendations. (Long-term
to reduce commuting time and	measure)
private car usage.	
F2. Use urban planning and design	The Sub-group acknowledged the works
solutions together with transport	to improve air ventilation in district and
management to improve air	site levels by the Government, and
ventilation in high density	provided some recommendations. The
development.	Government will continue to work on
	these aspects to improve the air
	ventilation. (Short-term measure)
F3. Conduct comprehensive	The Sub-group noted the Hong Kong
review on the development of road	2030+ is being conducted by the
transportation infrastructure and	Government.
networks (such as construction of	The Government is preparing to take
new tunnels and roads) to cope	forward strategic studies on railways and

Possible New Measures	Deliberations at the Sub-group
Discussed	
with population growth and to tackle road traffic congestion.	major roads beyond 2030 based on the results of Hong Kong 2030+ and its
	public engagement exercise with regard
	to the planning directions for Hong Kong
	beyond 2030. (Medium-term measure)#
	[#: Tentative. To be further discussed by
	the Sub-group.]
F4. Provide low-emission transport	It should be feasible to construct a
mode to the residents of NDAs.	low-emission mode of transport in the
	development of new towns and NDAs.
	In fact, the Government has actively
	considered the suitable
	environmentally-friendly transport
	systems in projects such as Hung Shui
	Kiu and Kai Tak Developments.
	(Long-term measure)
F5. Enhance district-based	TD pursues the rationalisation of bus
publicity on bus route	routes on an ongoing basis. Suitable
rationalisation.	publicity to build up awareness of the
	benefits of bus route rationalisation to air
	quality will be arranged as appropriate to help canvass community's support during
	consultation of bus route rationalisation
	proposals and before their
	implementation. (Short-term measure)
G. Managing road space	imprementation: (enore term measure)
G1. Raise the first registration tax	On managing the growth of vehicles (in
(FRT) of highly polluting vehicles	particular private cars), the Sub-group
and impose higher licence fees on	noted that the Government is taking
more polluting vehicles, as well as	forward progressively the
to manage the growth of vehicles	recommendations of the Transport
in particular private cars.	Advisory Committee in the Report on
	Study of Road Traffic Congestion in
	Hong Kong, including recommendations
	for containing the growth of private car
	fleet size through increasing the first

Possible	New M	Ieasures	Deliberations at the Sub-group
Discussed			
			registration tax and annual licence fee for private cars and raising the "fuel levy" for diesel private cars. The Sub-group acknowledged that the implementation of both fiscal and non-fiscal measures to control private car growth needs the consensus and support of the community and Legislative Council as legislative amendments are required. (Short-term measure)#
			As regards the control over highly polluting vehicles, the Government has been implementing a wide range of measures targeting high emitting vehicles, including programmes to phase out pre-Euro IV diesel commercial vehicles (DCVs), limit the service life of newly registered DCVs, and inspection programs to identify highly emitting vehicles and request them to fix their problems and undergo vehicle emission tests, etc. Therefore, vehicle owners and the transport trades would object to the introduction of additional measures to further raise the licence fees and FRT for high emitting vehicles. Moreover, some members pointed out that it would be difficult to set the criteria for determining licence fees based on emission levels. Therefore, this measure to impose higher licence fee on more polluting vehicles is not practicable.
G2 Enhan	ce enforcement	against	[#: Tentative. To be further discussed by the Sub-group.]

Possible New Measures	Deliberations at the Sub-group
Discussed	_ <u>-</u>
illegal parking.	enforcement against illegal parking as well as other traffic problems at the district level. The Police also conducts territory-wide enforcement programme from time to time to tackle illegal parking. (Short-term measure)
G3. Review on-street metered parking fees.	The Sub-group in general agreed that the parking meter charges at present are very low, and there is room for increasing the charges to disincentivise drivers circulating on streets waiting for parking spaces, thus worsening traffic congestion at some of the roads. However, the Sub-group acknowledged that this measure may induce increase of pricing in some private carparks. (Short-term measure)#
	[#: Tentative. To be further discussed by the Sub-group.]
H. Other suggestions	
energy efficiency, emission performance and noise level of vehicles, etc. to facilitate the public to make a more environmentally-friendly choice.	The Government stipulated the vehicle exhaust emission standards and the noise emission standards. All new vehicle models are required to comply with the relevant standards. Also, vehicle dealers have been providing fuel consumption figures of light duty vehicles (design weight not more than 3.5 tonnes) including private cars to potential purchasers upon request. (Others*)#  [#: Tentative. To be further discussed by the Sub-group.]
H2. Set out objectives/policies to support the use of cleaner vehicle fuels.	The Government will continue with its multipronged approach in reducing tailpipe emissions from motor vehicles,

Possible New Measures	Deliberations at the Sub-group
Discussed	
H3. Extend the coverage areas of the existing low emission zones and their restriction to other vehicle types.  H4. Address the personal and operational needs of heavy vehicle drivers, such as provision of	by the Government on increasing
parking space and arrangement of meal and rest breaks at the Kwai Chung Container Terminals area, so as to reduce air pollution arising from idling engines.	
H5. Set up a continuous and effective priority road network for public vehicles.	Given the role of franchised buses as road-based mass carriers, TD had already set up 25 kilometres of bus-only lanes and 14 designated bus gates as at March 2017. Initial proposals for designating new bus-only lanes at various locations have also been put forward in the report of the Public Transport Strategy Study. TD will keep in view the need and feasibility of expanding the bus priority

Possible	New	Measures	Deliberations at the Sub-group
Discussed			
			measures as appropriate.
			The setting up of a priority road network
			for public vehicles may have huge
			adverse effect on the effectiveness of the
			entire road network. Not only that this
			measure may worsen traffic congestion,
			the congestion may also extend beyond
			the starting point of the priority road
			network, preventing public transport
			vehicles from entering the priority road
			network thus reducing the effectiveness
			of the measure. Moreover, the possible
			measure may affect the current
			loading/unloading and picking up/setting
			down activities, causing inconvenience to
			other road users. In fact, some public
			vehicles may even change lanes due to
			the blockage by buses ahead which are
			picking up or setting off passengers in the
			priority network. Therefore, the
			feasibility of this possible measure is in
			doubt and would cause significant impact
			on other road users. This possible measure requires further detailed
			measure requires further detailed research. (Others*)#
			icscarcii. (Ouicis )#
			[#: Tentative. To be further discussed
			by the Sub-group.]
H6. Revi	ew the	policy on	Franchised bus companies had pledged to
	t of franchis		deploy buses under the age of 18 in
1			providing franchised bus services under
			normal circumstances. All Euro I buses
			have already retired from services, while
			the EPD has been working with the
			franchised bus companies to retrofit Euro
			II and Euro III buses with selective

Possible New Measures	Deliberations at the Sub-group
Discussed	
	catalytic reduction devices to reduce roadside emissions from these buses. On the other hand, further tightening of the maximum age limit of the franchised bus fleets might not be practicable as there could be substantial implications for the efficient operation of franchised bus services. The higher cost arising from more frequent replacement of vehicles would create pressure for fare increase which might eventually affect the basic fare level. In addition, it is not environmentally-friendly to replace franchised buses well before their design lifespan ends. (Others*)# [#: Tentative. To be further discussed by the Sub-group.]
H7. Provide funding to support District Councils for implementing air quality improvement projects	
H8. Raise public awareness on environmental protection, promote green living and encourage the public to use public transport systems as well as low emission transportation options.	This is an on-going measure. The Government will make efforts to promote walking and cycling, and the use of public transport services. (Short-term

# POSSIBLE NEW AIR QUALITY IMPROVEMENT MEASURES DISCUSSEDMARINE TRANSPORTATION

Possible New Measures	Deliberations at the Sub-Group
Discussed	
A. Use of Clean Fuel	
A1. Explore the use of Liquefied Natural Gas (LNG) for marine vessels.	The use of LNG in marine application is an international trend, and more LNG vessels including container vessels and cruise ships might be used in the Pearl River Delta (PRD) region if LNG bunkering facilities are available in Hong Kong. The Government should thus develop the technical requirements and associated safety regulations for using
	LNG in marine vessels while keeping a close watch on all relevant developments for planning ahead the development of LNG bunkering facilities in Hong Kong; and explore collaboration within the PRD region on LNG bunkering. (Long-term measure)
A2. Explore the use of biofuel	The use of these alternative fuels on
(e.g. B5), fuel cell, Liquefied	marine applications is subject to a number
Petroleum Gas (LPG),	of technical constraints such as technology
compressed natural gas (CNG),	maturity, availability of supply and cost
methanol, nuclear and renewable	and commercial considerations, etc.
energy, etc. for marine vessels.	Hence, these alternative fuels are unlikely
	to become a mainstream marine fuel in the
	foreseeable future. Nevertheless, the Government should keep a close watch on
	this development. (Long-term measure)
A3. Explore the use of hybrid,	Owing to the high investment cost and a
diesel electric and electric	number of operational constraints for
vessels	these vessels, these technologies are
. 555615	unlikely to replace conventional powering

Possible New Measures	Deliberations at the Sub-Group
Discussed	
	technologies of vessels in the foreseeable
	future. The Government should keep close
	monitoring of the technology development
	in adopting these technologies in local
	marine application. (Long-term
	measure)
A4. Ocean-going vessels	A Domestic Marine Emission Control
(OGVs) at berth to use marine	Area (DECA) will be set up in the PRD
diesel with lower fuel sulphur	requiring vessels to use low sulphur fuel
content, e.g. not exceeding 0.1%.	(sulphur content not exceeding 0.5%). The
	Ministry of Transport plans to determine
	by end 2019 whether to further tighten the
	sulphur limit in the PRD DECA to 0.1%.
	Regulating fuel Sulphur content should be
	pursued on a regional basis to avoid
	jeopardizing the competitiveness of local
	ports. (Short-term measure)
A5. Local vessels to use	Operators of local vessels can approach
electricity from the power grid	the power companies for the setting up of
while at berth	power supply installations at the piers for
	their use, provided that the conditions
	such as space, safety and operation
	requirements could be satisfied by the
	power companies and the relevant
	authorities. The measure has already been
	adopted by some local vessel operators.
	(Short-term measure)
A6. River trade vessels to use	Given the quick turnaround time of river
on-shore power supply (OPS)	trade vessels and the lack of space at
while at berth at terminals	terminals for the installation of the OPS,
	both the container terminal and the river
	trade vessels operators considered that
	using OPS while at berth at terminals
	would impose operational constraints on

Possible New Measures	Deliberations at the Sub-Group
Discussed	
	their operations. The possible measure is
	considered not practicable. (Others*)
A7a. OGVs to use OPS while at	Despite there is an increasing trend for
berth at Cruise Terminal.	cruise ships to equip with scrubbers or use
	LNG as fuel instead of OPS connection
	system to comply with the fuel sulphur
	requirements, some cities in the PRD
	region are developing cruise terminals
	with OPS facilities and planning to
	encourage the use of OPS in cruise ships.
	Cruise companies might consider
	deploying their OPS-ready cruise ships to
	the PRD region. The Government should
	continue to keep close monitoring of the
	development so that timely action could be taken to pursue the use of OPS for
	cruise ships. (Long-term measure)
A7b. OGVs to use OPS while at	The lack of a unified standard for OPS
berth at container terminals.	system and space to accommodate the
Serial at Container terminals.	required OPS infrastructure and facilities
	at the container terminals are the
	insurmountable constraints. The measure
	is therefore considered impracticable.
	(Others*)
B. Technical Measures	
B1. Impose emission standards	It is technically feasible for small local
on outboard engines of local	vessels to use low-emission outboard
vessels.	engines to reduce their emissions. While
	these low-emission outboard engines are
	available in Hong Kong, a detailed
	consultation with the shipping trade is
	required to ascertain its implementation.

<sup>\*</sup>These measures are considered not-practicable, short of air quality benefits or not suitable to be considered under the current scope of the Review.

Possible New Measures	Deliberations at the Sub-Group
Discussed	
	The Government would thoroughly
	consult the relevant trade to address its
	concerns before pursuing this possible
	measure. (Medium-term measure)
B2. Install emission reduction	Installation of emission reduction device
device (e.g. particulate filters) to	to reduce PM from local vessels is subject
reduce particulate matters (PM)	to a number of technical constraints such
emitted from local vessels.	as additional space for retrofitting the
	device on local vessels, applicable
	experience in merchant shipping (which is
	very limited), as well as additional
	investment and fuel costs, etc. The
	Sub-group considered that the scope for
	application is very limited. (Others*)
B3. Impose control on nitrogen	Having considered the technical
oxides (NOx) emissions from	constraints and additional cost
engines of local vessels.	implications in adopting various NOx
	emission control technologies on local
	vessels, such as exhaust gas recirculation,
	water injection and selective catalytic
	reduction, the scope for applying these
	technologies on local vessels is very
	limited. (Others*)
C. Fuel economy, energy efficien	ncy and port management
C1. Explore financial incentive	The trade prefers the provision of financial
and disincentive schemes to	incentive schemes. The Sub-group
encourage liners to use less	considers that financial incentive schemes
polluting OGVs calling Hong	should be pursued in the PRD regional
Kong ports.	basis to increase its attractiveness and
	effectiveness. The Government will
	maintain dialogues with the trade and seek
	opportunities of collaboration with other
	ports in the PRD region. (Medium-term
	measure)
C2. Optimise port efficiency to	Measures to optimize port efficiency have
shorten waiting and turnaround	been extensively discussed in the Hong
time of OGVs and river trade	Kong Maritime and Port Board

Possible New Measures	Deliberations at the Sub-Group
Discussed	Denoctations at the Sub-Group
vessels at container terminals, river trade terminals and public cargo working areas (PCWA)  C3. Slow-steaming of OGVs in Hong Kong waters.	(HKMPB). While the optimization of port efficiency may involve long term planning, the Government would keep in view the discussions in the HKMPB, and would take on board the outcome of the discussions to study the associated emission reduction potential. (Others*)  Having considered the busy marine traffic and navigation safety, the Sub-group agreed that the scope for further extending the speed restricted areas in the Victoria Harbour and its adjacent waters, lowering the speed limits for OGVs, or establishing new speed restriction areas, would be limited. This possible measure is considered not practicable for implementation. (Others*)
C4. Encourage academia to carry out studies on fuel and energy efficient measures in terms of operation and maintenance for local vessels; and collaboration between academia and local marine trade for the development of best practice guidelines and award system to facilitate adoption of the measures.	Funding is currently available to support academic studies and trials related to fuel and energy efficient measures on local vessels. However, there is little collaboration between the academia and the local marine trade in initiating studies on the fuel and energy efficient measures for their wider adoption. The Government should explore opportunities to facilitate long-term collaboration between the local marine trade and academia in pursuing this measure. (Long-term)
D. Other suggestions	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \
D1. Remove floating rubbish for smooth operation of small local vessels.  D2. Government to expedite the approval process of new local vessels.	Not related to air quality improvement and not further discussed in the Sub-group. (Others*)

## POSSIBLE NEW AIR QUALITY IMPROVEMENT MEASURES DISCUSSEDENERGY AND POWER GENERATION

Possible New Measures	Deliberations at the Sub-Group
Discussed	
A. Building energy efficiency mea	asures
A1. Encourage stakeholders in the	The Government has taken forward this
commercial sector and the	measure under the Energy Saving Plan
non-government sector, e.g.	for Hong Kong's Built Environment
universities and hospital to adopt	$2015 \sim 2025 +$ which sets a target of
demand-side management (DSM)	reducing Hong Kong's energy intensity
measures.	by 40% by 2025 using 2005 as the base.
	Achieving this target requires actions by
	the whole community. To this end, the
	Government has established a dialogue
	platform with relevant stakeholders in
	the built environment under the "4Ts"
	framework (namely target, timeline,
	transparency and together) to discuss
	ways to promote green buildings and to
	explore energy saving targets and
	measures. Under the post-2018 Scheme
	of Control Agreements (SCAs) which
	was signed on 25 April 2017, power
	companies will be incentivised to
	introduce relevant programmes.
	(Short-term measure)
A2. Explore building energy	Ditto. (Short-term measure)
efficiency measures for old	
existing buildings which are not	
covered by the Buildings Energy	
Efficiency Ordinance.	
A3. Encourage major electricity	Comprehensive studies on feasibility of
users to reduce peak load demand	advanced metering infrastructure
so as to reduce the operation and	technologies have yet to be conducted in
emissions from coal-fired	Hong Kong. The Government and the

Possible New Measures	Deliberations at the Sub-Group
Discussed	-
generating units for coping with peak load demand.	power companies would require more in-depth studies and tests on its application in Hong Kong.
	Under the post-2018 Scheme of Control Agreements (SCAs) which was signed on 25 April 2017, power companies will be incentivised to introduce demand response programmes to help reduce peak load demand. (Long-term measure)
B. Use of renewable energy	
B1. Encourage or provide incentives for the private sector to develop distributed renewable energy (RE).	To help achieve the target of reducing carbon intensity by 65-70% by 2030 (using 2005 as the base year) as set out under the <i>Hong Kong's Climate Action Plan 2030</i> +, the Government will take the lead in applying RE on a wider and larger scale based on mature and commercially available technologies, and continue to create the conditions to promote the development of distributed RE by the private sector, including the introduction of Feed-in Tariff and RE Certificate schemes to encourage the private sector and the community to consider investing distributed RE as provided for under the post-2018 SCAs with the two power companies.
D2 Engilitate distributed DE	(Short-term measure) The Covernment has reached agreement
B2. Facilitate distributed RE systems to connect to the power grid.  B3. Encourage the development of	The Government has reached agreement with the power companies to facilitate and improve the distributed RE grid connection arrangements under the post-2018 SCAs. (Short-term measure)  The Government is already on a

Possible New Measures	Deliberations at the Sub-Group
	Zenserations at the saw Group
more waste-to-energy facilities, such as waste incinerators, organic resources recovery centres, etc. for waste disposal as well as recovering energy for local use.  B4. Increase the use of wind and solar energy in electricity generation.	the immediate years ahead based on mature and commercially available
	technologies, including wind, solar and
C. Fuel mix for electricity generat	waste-to-energy. (Short-term measure)
C1. Replacement of coal-fired generating units by gas-fired units.	The Government has taken forward this measure under the <i>Hong Kong's Climate Action Plan 2030</i> + which sets a target of reducing carbon intensity by 65-70% by 2030 using 2005 as the base year. To help achieve this target, Hong Kong will phase down coal-fired generating units as they reach their normal retirement life and replace them with gas units or generating facilities using non-fossil fuels. (Short-term measure)
C2. Consider importing more nuclear electricity from the Mainland.	Given the diverse views on the use of nuclear power received during the 2014 public consultation on future fuel mix for electricity generation, the present arrangement is to maintain the current nuclear import at around 25% of our fuel mix in 2020. The Government needs to consult the public again before consideration might be given to further import nuclear electricity from the

Possible	New	Measures	Deliberations at the Sub-Group
Discussed			
			Mainland. (Others*)
D. Operation	n of pow	er generation	plant
D1. Upgrade	burners	of gas-fired	The Government has been working with
generating u	nits to i	mprove fuel	the power companies to explore
efficiency	and	emission	potential upgrading of existing gas-fired
performance.			generating units with a view to
			enhancing fuel efficiency and emission
			performance. (Short-term measure)
D2. Review of	peration	s of gas-fired	Power companies have been required to
power genera	ting unit	s with a view	maximise the operation of their existing
to identifyir	ng furth	er emission	gas-fired generating units to meet the
reduction pot	ential.		emission caps as stipulated in the
			Technical Memorandum as well as
			other environmental targets.
			(Short-term measure)
E. New solar	r energy	technology	
E1. Explore t	he idea o	f	Solar road technology is immature at the
"SolarRoad"	for prom	oting the use	current state and its application in
of solar energ	y.		congested environment like Hong Kong
			is subject to a number of technical
			constraints, e.g. installation in roadways
			with packed underground utilities. The
			measure is considered not practicable.
			(Others*)
F. Use of bio			
F1. Explore the			Other than the biomass potential of
materials such		•	municipal solid waste, there is a limited
wooden palle	ts (i.e. bi	omass) as	supply of other biomass in Hong Kong.
fuel.			There are a number of completed and
			planned waste-to-energy facilities to
			capture the biomass energy from our
			municipal solid waste and transform
			them to electricity. (Short-term

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<sup>\*</sup>These measures are considered not-practicable, short of air quality benefits or not suitable to be considered under the current scope of the Review.

	T
	measure)
G. Energy storage	
G1. Explore the feasibility of using electric vehicles (EV) as electrical energy storage for power grid.	The vehicle-to-grid (V2G) technology is only at experimental stage and that a number of technical issues, e.g. shortened EV's battery life due to frequent charging and recharging remain to be resolved. In addition, the relatively small number of EVs in Hong Kong could not support the need for energy storage of power grid. The measure is considered not practicable.
G2 Evplore the use of old EV	(Others*) The technology of using rating EV
G2. Explore the use of old EV	The technology of using retired EV
storage system for the power grid.	batteries for grid storage is still at experimental stage and thus this measure is not practicable within the
	time horizon of this AQO review.  Nevertheless, the Sub-group suggested the Government and power companies to keep watching of the development and consider conducting trials when opportunity arises. (Long-term measure)

### Annex E

### LATEST WORK PLAN OF THE AQOS REVIEW

Key Milestones	Timeline
Set up the AQOs Review Working Group and engage stakeholders and the public to collect their views on the AQOs review	Q2 2016 to end 2017
Consolidate review recommendations and prepare a review report	Q1 2018
Report to Advisory Council on the Environment (ACE) and Legislative Council Panel on Environmental Affairs (LegCo EA Panel) on the review recommendations	Mid 2018
Launch a 3-month public consultation on the review recommendations.	Q3 2018
Consult ACE and LegCo EA Panel on the final recommendations	Q2 2019
Introduce the Air Pollution Control Ordinance (APCO)  Amendment Bill to the LegCo if the AQOs are to be tightened	Mid 2019