



Contents



About Lake Sihwa

- A man-made lake
- The world's largest Tidal Power Plant





Background and Challenges

Development Reclaim the Sihwa district



Water pollution Untreated wastewater

discharge



Societal issue



President ordered to restore the water quality









Overview of Lake Sihwa Project

('75-'96) Development policy resulted in lake water quality degradation



('96-'12) The efforts of government and various stakeholders led to GG

Project overview

- **Project duration: 1975 - 2012**

(Phase 1: 1975-1996.4)

(Phase 2-1: 1996.5-2003.12)

(Phase 2-2: 2004.1-2012)

- Investment: USD 805.4 mil.

- COD: 17.4ppm(1997) \rightarrow 3.1ppm(2012)

- Output(bill. USD) : $17.2(1994) \rightarrow 101.2(2011)$



Chronological Table

Political factors	Presidednt Park Jeonghee (~1979)	Jeon Duhwan ('81-'88)	Noh Taewoo ('88-'93)	Kim Youngsam ('93-'98)	Kim Daejoong ('98-'03)	Roh Muhyun ('03-'08)	Lee Myungbak ('08-'12)
	Strong centralized	Transition period for small government		1 st local government head election (1995)	- Decentralized state		
	state			Env. Office -> Ministry of Env. (1994)			
	Military junta		Democratizat-ion ('87-'92)	Civilian government			
Economic factors	Heavy chemical industry promotion (1970s)	Reorganization of industry ('81-'87)	Econ. liberalization ('87-'92)	Globalization, Tech. intensive ind. promotion (1993-1997)	Innovation-led economic growth (2000s ~)		
	Strong governmental intervention	Growth of labor power Growth of conglomerate		World econ. Recession/ policy failure -> 1997 financial crisis (IMF)	Market-driven economic growth with tech-intensive and innovation-led industry/ Promotion of value added business		
Environmental and social factors	Weak environmental movement	Birth of environmental NGO and growth		1st env. move :Dong River ('91-'98) Nakdong Phenol leak ('91)	Spread of environmental movement		
Main events	Southern & Western Tideland Develolpment Plan(1975)	Sihwa seawall construction began(1987)		Water quality improvement plan announced(1996)	Sihwa comprehensive management plan established(2001) Construction of a tidal power plant added(2003) Environmental improvement roadmap confirmed(2004)		

State-driven Institutions and Policies

- 5-Year Economic & Social Development Plan ('62-'97)
- West and South Sea Coast Reclamation plans ('75)
- Sihwa Dev. Plan ('85)
 Effective in resource mobilization

Wellorganized hierarchical plans

Structure

State-driven institutions & policies

Centralized hierarchical structure

(EPB → Ministry → agencies)

Effective in conflict resolution between ministries

Government Regulation

- Weak regulation in Sihwa

 → water pollution
- After the incidents, strict regulations introduced (The water Quality and Ecosystem conservation Act) and control pollutants

Market-based Institutions and Policies

 5-Year Economic & Right for land development and tidal power generation was protected for investors

Property Right Market-based institutions & policies

 Property rights became basis for cost recovery

Structured to be 100%
 recovered through
 selling reclaimed land &
 electricity generation
 through tidal power plant
 (implementing agency:
 K-water)

Cost Recovery

Project Selection Criteria

K-water investigated future economic conditions and expected rate of return

Community-centered Institutions and Policies

- The Sihwa District Sustainable Development Council (SDSDC) ('04)
- Decision-making body (govts+local residents +NGO+experts)
- Consensus-based decision making

Stakeholder's Participation

Communitycentered Institutions & Policies

- Disclosure of information after the incident (law enacted '98)
- SDSDC made all the meeting results and relevant information open to public transparency increased

Adequacy of Information

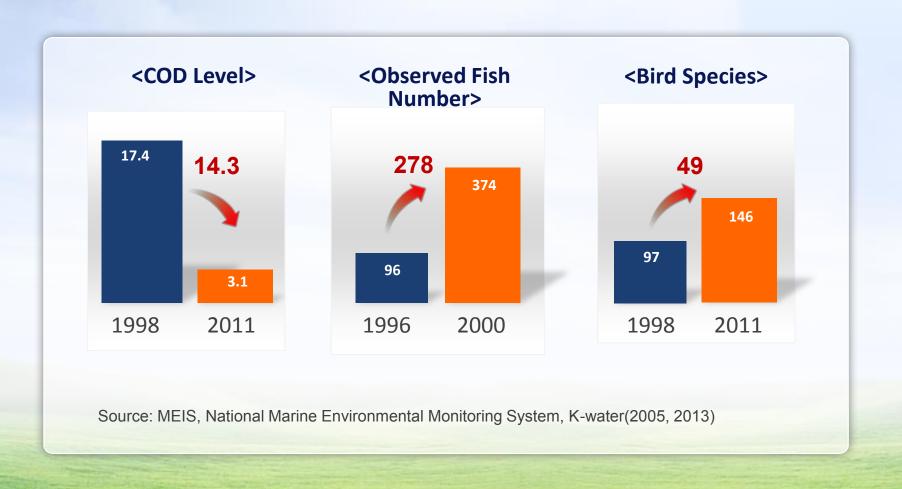
Conflict Resolution

Had discussions until members reach a consensus SDSDC

(central & local govt. + local residents, NGOs, experts)

Environmental Performance

Water Quality Improvement and Increase in Biodiversity





Social Performance

- Advancement of Stakeholder's Participation through the SDSDC
 - Re-establishment of trust between government and local residents
 - Actually affected the project
 - Transparency in project implementation





- Improvement in Quality of Life
 - More Leisure space
 - Water quality improvement, Bad odor disappearance



Economic Performance

■ Economic Concentration Effect of industrial Complex

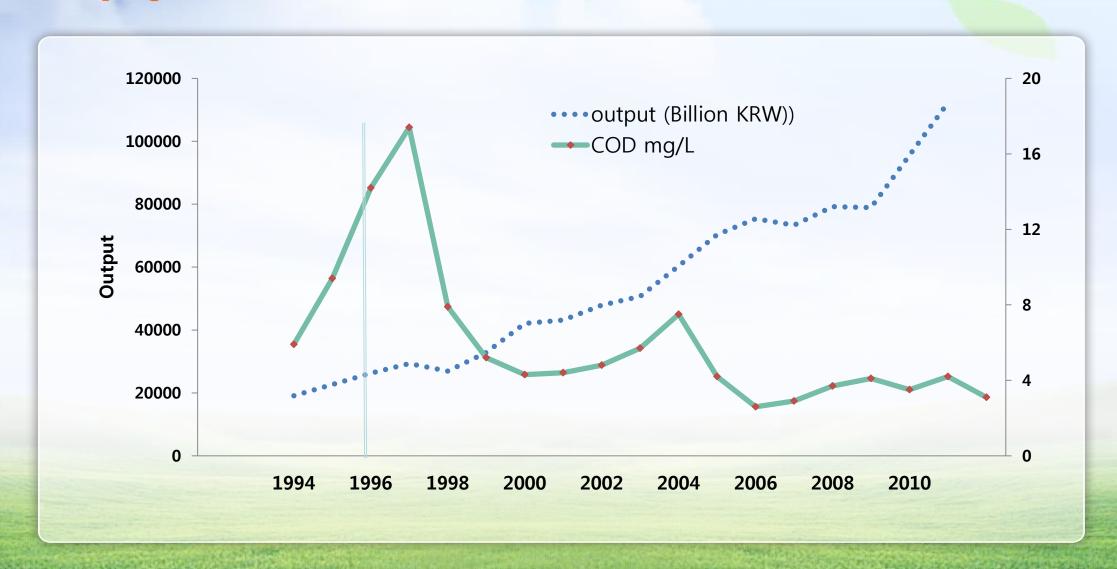
	19	94	20	09		
	Gyeonggi Province (B)	Sihwa District (D)	Gyeonggi Province (A)	Sihwa District (C)	(A/B) *100	(C/D) *100
No. of businesses	24,207	3,729	20,112	6,312	83.1%	169.3%
No. of Employees (monthly average)	761,168	183,053	726,109	246,134	95.4%	134.5%
Output	75,398	19,077	235,753	78,941	312.7%	413.8%
Value Added	35,188	7,927	96,161	29,518	273.3%	372.4%

(units: Businesses, employees, billion KRW)

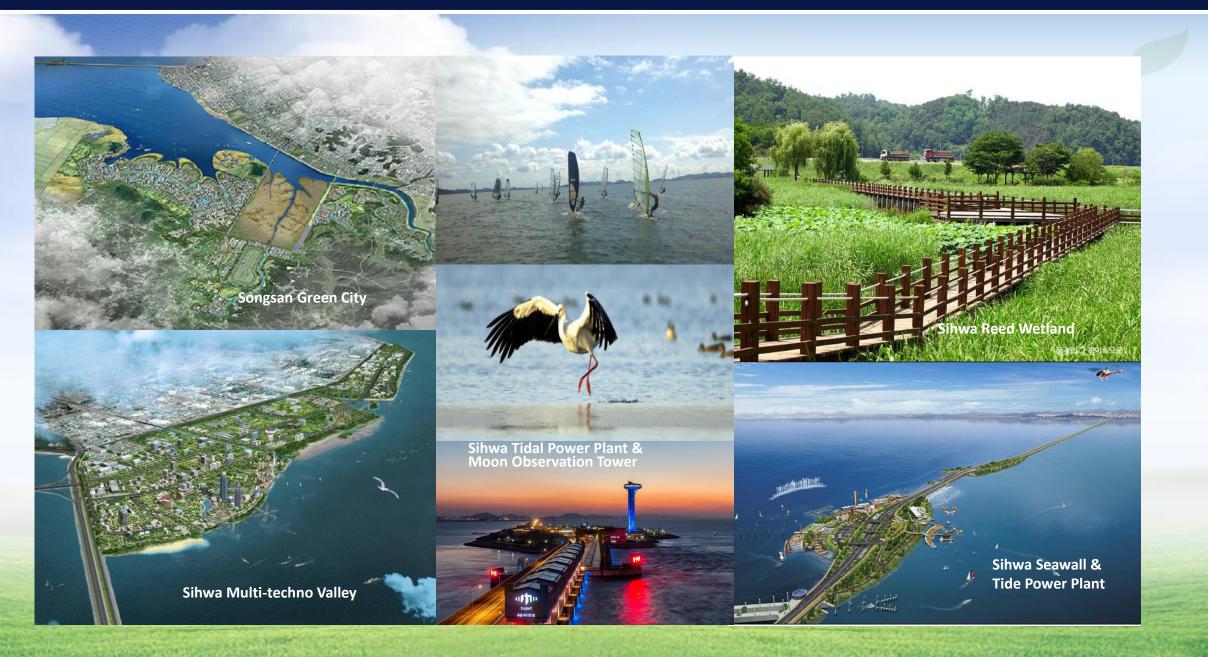
Source: Gyeonggi Province

Evidence of WGG

Decoupling



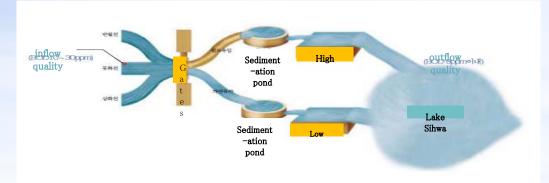
After the Project



Technical aspect (1)

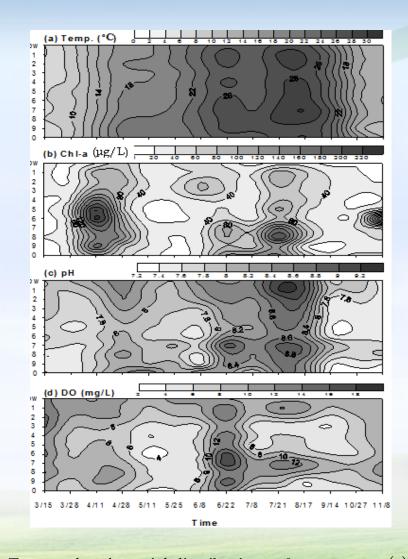
© Constructed Wetlands

Designed considering structure of wetlands, shapes of area, concentration of flow, stay time, depth, plants, and soil environment, etc.



Sub-wetlands	Area			
Banwol	High wetland	19ha (190,063m²)		
Wetland	Low wetland	23ha (225,889m²)		
	High wetland	15ha (152,500m²)		
Donghwa Wetland	Low wetland	IIha (II3,499m²)		
Samhw	7ha (68,672m²)			

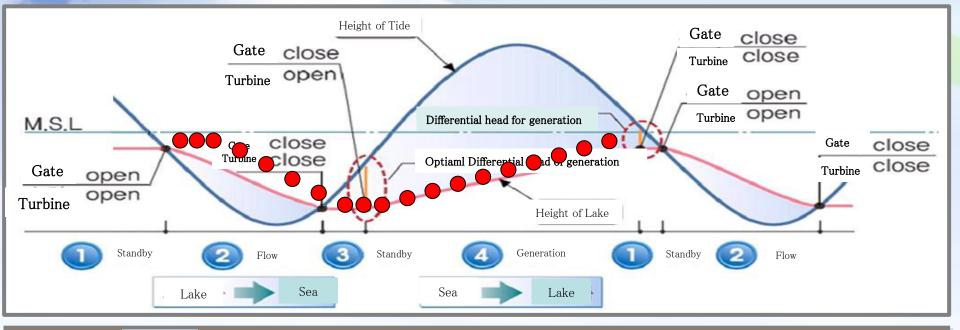
- High wetland : Bottom E.L. + 3.5m
- Lowe wetland: E.L. + 1.5m
- Closed water: 0.5 ~ 0.6m deep, Purifying water pollution, Plants
- Open water : 1.0 ~ 1.1m deep, Habitat space, oxygen, etc

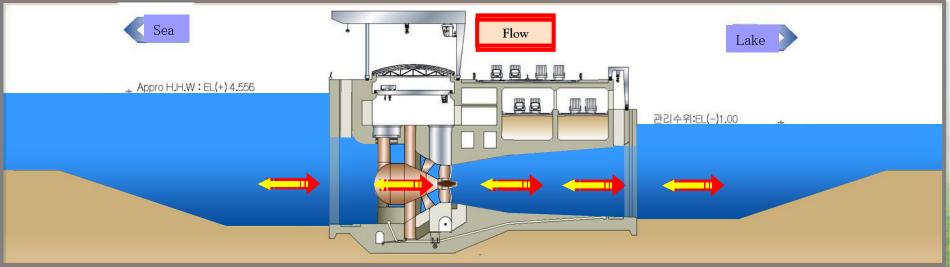


Temporal and spatial distributions of temperature(a), chlorophyll-a(b), pH(c), and dissolved oxygen(d).

Technical aspect(2)

Tidal Power Operation Control



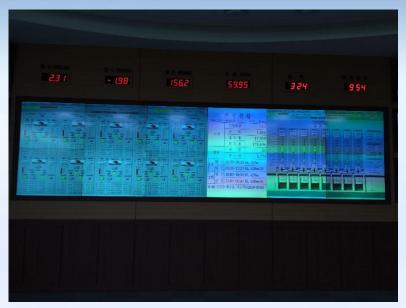


Tidal Power Operation Control

Collecting and monitoring data
 Height of tide, height of Lake, differential head, amount of
 water flow, volume of lake Sihwa, etc.

• Developing and upgrading Simulator for optimal operation of tidal power based on operating data

Decision-making of Optimal operation based on data





Evidence of 'Implementation'

What actions have been taken?

- 1. Institutional: regulations, Water Act non-institutional: Environmental movement, civil activity
- 2. Hardware: establishment of the sewage treatment facilities software: capacity building, ecological park tour
- 3. Long-term: eliminate non-point pollutant Short-term: improvement of water quality
- 4. Technical approach
 Tidal power, Wetlands: Monitoring and analyzing Data for Designing, Operation and Management

Lessons Learned from Sihwa case

Green growth is actually feasible not only in theory but in real world

Context-based policy mix is important to attain Green Growth

Stakeholder's participation is also important for inclusive growth

Cost-effective way for inclusive growth in a long-term perspective



Nam Soo Lee/ Manager

Email: nsmiss@kwater.or.kr