COTER Seminar

The Outermost Regions : an opportunity for Europe. Test Stations for Innovative Projects

Outermost Regions: Sentinels of Europe?

Philippe JEAN-PIERRE
Chairman of the Regional Committee of Innovation

@innovonslareuni twitter: @philjeanpierre pjp@philippejeanpierre.fr









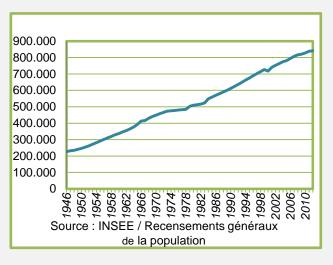


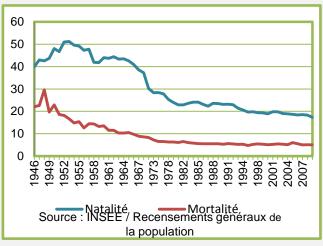
Outermost Regions (OR), Success Stories or Vulnerable Economies?

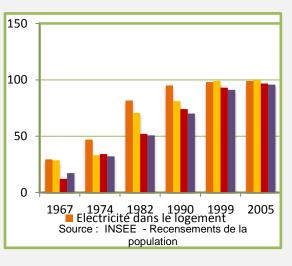
- When we look at the framework into which OR evolve :
 - ✓ Risk : natural, geopolitics,
 - ✓ Constraints: size, location, space, remotes from core
 - ✓ Pressure : population on a small area
 - ✓ Challenges in the future :
 - new paradigms and the end of some safety net: the road to globalization
 - Asymmetric Economic chocks: OR are small open economies and share the same challenges as Small Island States. Vulnerability with regard to some trade agreements
 - Risks and Systemic Constraints: small is beautiful but also fragile and bad habits
- We can see OR like success stories...but are these processes eternal or non substainable? Let's take the showcase of La Reunion

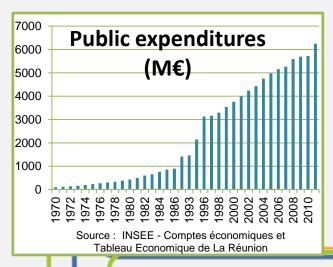
The puzzle case of La Reunion: 50 years of Great Transformation

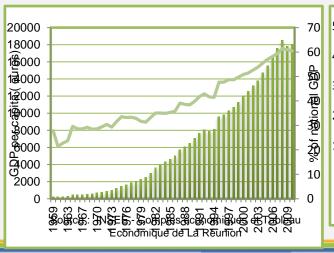
Charts of the Success Story

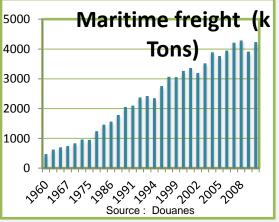








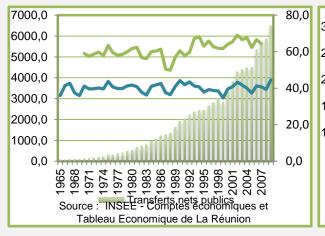


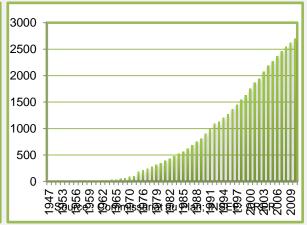


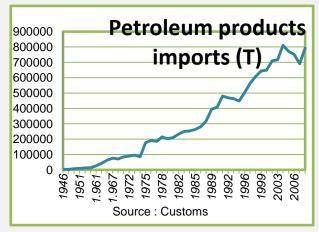
A great transformation or an ambiguous convergence based on a vulnerable process?

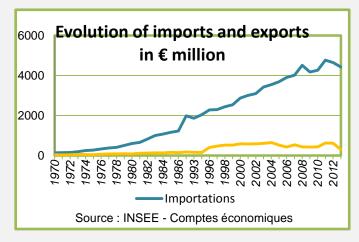


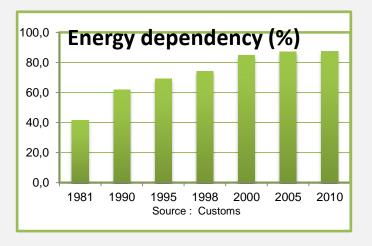
A vulnerable & non substainable process













From dependency to vulnerability

The **metabolism of Reunion is sustained by** imported flows Energy

- Matter
- Money

Which support the growth of its population and economy...

... and in the same time

worsens our dependence regarding to these flows



We are at a turning point

Growth drivers...

Demography

Energy & material flows

Public funding

Import - substitution

Limited carrying capacity

High density

Global ecological crisis

Peak all

European economic crisis

Austerity measures

Market saturation

Free-trade agreements

...Are Major Threats



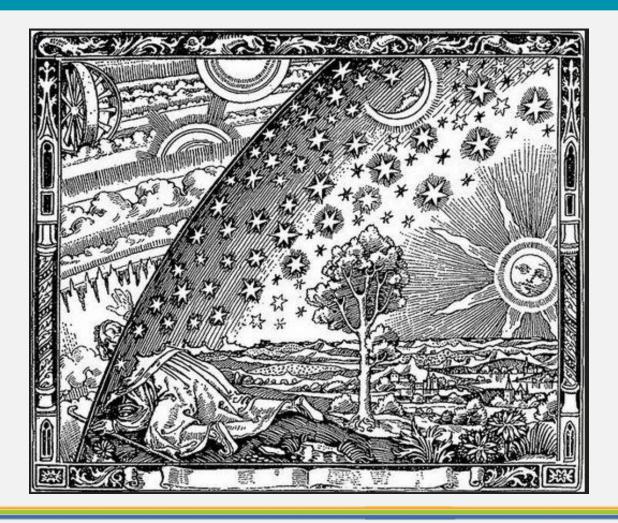
Beyond 2020 New challenges, opportunities & ambition!

WE HAVE TO CHANGE

- To project our lands in the middle of this century
- To face the new challenges: next cohesion policy and new paradigms: climate change; health; digital era
 - To Turn constraints into opportunities :
 - BUT HOW?



A solution: THE Paradigm shift



A solution: changing representations

The current crisis stems from **the transposition** of **the Fordist mode**l, a **standard unsuitable for a small island**:

- Dependent economies of scale, it turns our physical characteristics into handicaps
- Based on fossil energies, it ignores the ecological inscription and impact of economic activities
- Focused on GDP, it ignores the high social value activities



A solution: Pursuing and Deepening the RIS3

How to change the mindset?

- Zero Absolute Advantage is not a fatality!: « impossible is just a word and not a fact »
- Pursuing and Deepening the RIS3 = A « Master Transformation Plan »
 - to built a resilient territory in reducing dependency and vulnerability through innovations
 - to prioritize and to concentrate the scare resources on a selected number of sectors i-e Strategic Business Units allowing to set up new activities to build competitive advantages
- Becoming « THE territory of »



TRANSFORMING LA REUNION Innovative diagnostics and therapeutics Improved E-Health well-being Health E-tourism Risk and Renewable Digital disease energies prevention E-learning Social Eco Innovation Small and building smartgrids Territorial Innovation Open Energy **Smart Cities** Cultural innovation Extracting tourism Tropical active Agroecology ngredients ariential eco-tourism Tropical Bio-econom **Valorisation** Wellness Marine **Ecological** Nature of IAA Biodiversity restoration tourism Tourism resources and products Supporting innovative projects Feeding the desire to innovate Weaving relations to generate ideas and projects Ressources Opportunities Challenges Health · Youth Productive fabric Digital revolution



- Environmental
- Energy
- Economic
- Social

- Talents
- Infrastructure
- Capacities for Exclusive research and innovation
- Natural Heritage
- Biodiversity
 - economic zone...
- · Energy transition
- Collaborative Economy
- Natural Heritage
- · Development of
- Indian Ocean area...

Tropical bioeconomy



- → Ecological conservation/restoration
- → Tropical agro-ecology
- → Marine biodiversity
- → Biodiversity extracts : solutions for health
- → Digital and health









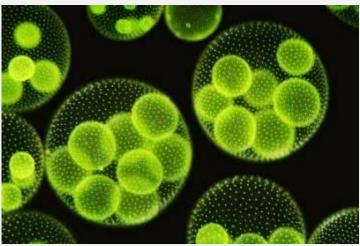
A Platform for Energy Transition In isolated and remote areas



- → Tropical constructions and global efficiency
- → Renewable energy
- → Smart grids
- → Circular economy
- → Transports and EV







How Reunion Island drives energy transition?

- ✓ **Two goals :** Electricity transition (2030) and Energy Transition (? Transport)
- ✓ **OP-2014-2020 aim** to boost the production of RE, to increase the energy efficiency, production (firms and social households), develop the use of public transports. But new context implies bigger ambition
- ✓ EU energy policy and France new ambitions imply new targets are implemented to :
 - Increase all tools producing and distributing RE:Swac, Biomass, Biogaz, and solar-autogrids
 - ➤ Support energy efficiency based on : solar water and inclusive households policies, LED public lights, energy efficiency for economic sectors, development of EV using RE
 - > Boost the substainable mobility: cable, soft, stations
 - > Support investment in R&D and innovative projects using new tools
 - ➤ Mobilize the Task Force to focus & unlock some key points to allow more consistency energy policies at the different levels and to speed up the implementation of the decisions and investments

Conclusions Outermost Regions, The « Sentinels» of Europe!

- ✓ C. CRETU (12/4/18, Lux) : "no Region is immune from today's and tomorrow's challenge"
- ✓ So, building resilience is not a choice but a unambiguous goal for OR.
- ✓ WHY NOT ?: based on local assets (location, biodiversity, maritime area) to
 anticipate global challenges to develop solutions for a post-fordist era towards
 small territory and the emerging World
- ✓ Change our mindset: OR are lands of investments and opportunities and not only of spending
- ✓ OR = The Real Frontier of Europe for several issues and to provide smart solutions to face: disease challenges, ecological transition, energy solutions to tackle climate change, downsizing models built for big area, waste management in circular processes, societal challenge in area under social pressure

OR = sentinels platform of the Odyssey into the future

Thank you for your attention!