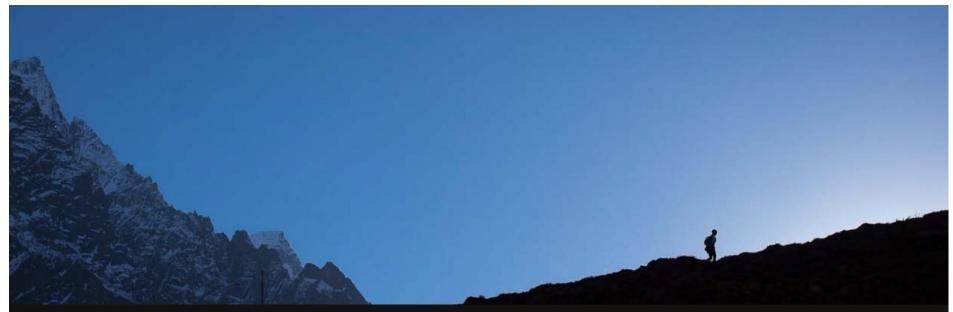
Doutoramento em Alterações Climáticas e Políticas de Desenvolvimento Sustentável



Class 2: 2nd March 2024 | Energy Concepts & Global energy system: Sofia G. Simoes

SEMINAR ENERGY & CLIMATE CHANGE

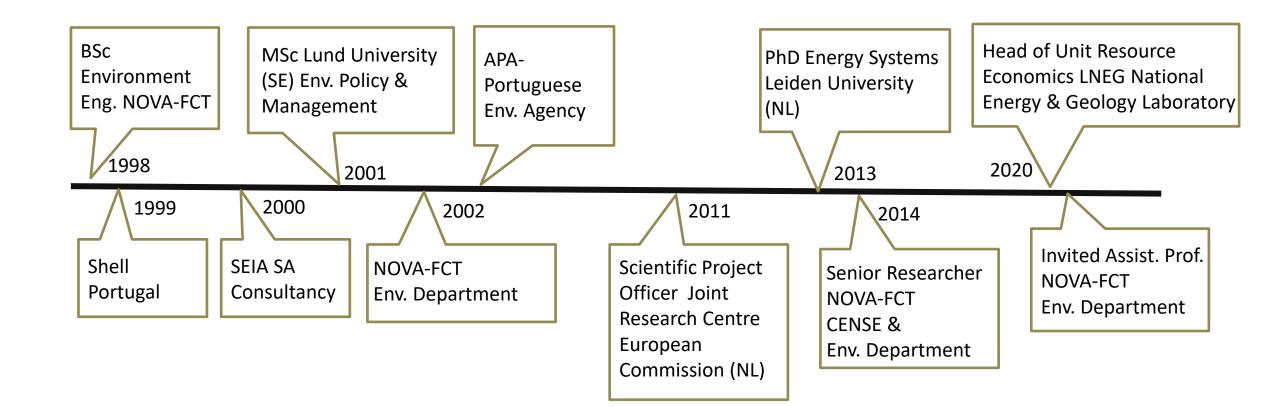
Climate Change and Sustainable Development Policies



#	DATE		ΤΟΡΙϹ	PROF.
1	02/mar Sat	9h-11h	ENERGY & CLIMATE CHANGE: A COMPLEX RELATION, PERENE AND INTERDISCIPLINARY. Framework and purpose of the course in the PDACPDS. Practicalities and seminar program. Basic concepts of the energy systems.	J. Seixas, FCT NOVA
2	02/mar Sat	11h-13h	Energy Concepts & Global energy system: primary/final energy; energy efficiency; sankey diagrams; energy services; energy carriers; final energy supply cost curves; energy production and consumption regions; energy access; energy and carbon intensity. How GHG (greenhouse gases emissions) are estimated.	S. Simões
3	16/mar Sat	9h-11h	Global balance of CO₂ emissions associated with energy and industrial processes. The greenhouse effect. GHG emissions from fossil energy per sources and countries. Estimates of the Global Carbon Budget (http://www.globalcarbonproject.org/) and its relationship to the global energy system and changes in land use. Future scenarios for GHG emissions: SSPs and RCPs. Global emissions based on consumption vs. production.	S. Simões
4	22/mar Friday	18h-20h	GHG Emission Mitigation options: Mitigation vs adaptation. Fuel switch, renewable energy, energy efficiency, green hydrogen, nuclear power, carbon capture & storage/utilisation, carbon removal. Behavioural mitigation options. Introduction to assignment.	S. Simões
5	05/apr Friday	14h-16h	Drawdown - Multisector Climate Solutions	J.P. Gouveia
6	12/apr Friday	14h-16h	Renewables technologies: Renewable energy technologies. Energy security of endogenous vs. imported resources. Learning curves of renewable energy technologies. Definition and usefulness of LCOE. System value of Renewables. Global renewables' market. Sustainability issues related with renewables. Land & water use, critical raw materials. Discussion: Where to place 7GW of solar PV in Portugal till 2030?	S. Simões
7	19/apr Friday	14h-16h	Policy and economy of Climate Change: Global framework to deal with climate change: UNFCCC, Paris Agreement. EU climate policy framework (FF55, REPowerEU, CBAM, etc.). Fundamentals of carbon and climate economics: risks and opportunities for organisations and businesses. State of the art on carbon pricing: emissions trading schemes, carbon taxes. Introduction to EN-Roads Simulation Game	S. Simões

8	03/may Friday	16h-18h	30min Mini-quizz in class (20% of final grade). EN-Roads simulation game: the transformation towards sustainability — interconnected challenges and solutions	students / S. Simões
9	10/may Friday	16h-18h	Resources and datasets on energy and GHG emissions : access to energy databases, Portuguese and European (PORDATA, DGEG, EUROSTAT). i) How to find and explore energy statistics and emissions of greenhouse gas (GHG) emissions for Europe and Portugal; ii) How to make energy conversions; iii) How to build indicators and charts with added value; iii) How to analyze economic sectors, and interpret their performance in terms of energy consumption and greenhouse gas emissions.	S. Simões
10	17/may Friday	16h-18h	Energy systems modelling: most well known models and exemplary applications at different scales & Mentoring with each students' group : discussion on the approach and methods adopted by the students, expected results to be obtained with the final work; assessing preliminary results, if any.	S. Simões
11	23/may Thursday	18h-20h	Business strategy for climate change: Climate change risks for companies. Mitigation, adaptation and risk management in companies. GHG emissions inventories. Carbon footprint of products. Rationale and examples of carbon voluntary markets.	S. Simões
12	24/may Friday	18h-20h	Sustainable Cities and Buildings: concept, components and implications for the energy systems. Energy poverty and the energy transitions.	J.P. Gouveia
13	07/jun Friday	18h-20h	Evaluation : assignment presentation by the students. Discussion in class (80% of final grade)	S. Simões / J. Seixas

Sofia G. Simões



LNEG Resource Economics Unit

The unit is crosscutting the Energy and Geology areas of LNEG

Develops I&D&D activities and decision-support for both public policy-makers and the private sector on **energy and geology resource economics, towards carbon neutrality and sustainable resource exploitation and use**

The unit applies techno-economic & social analytical approaches in the following I&D fields:

1	2	3 ~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~~	4	5	6
Sustainable energy systems	Resource use for energy production and consumption	Classification of geological deposits in a global economy	Economic and social impact of the energy transition	Circular economy, including design of products, services, systems and business models	Sustainable public circular procurement

https://www.lneg.pt/en/unit/resource-economics-unit/



If you need to discuss topics related to the course, including the assignment, I am available on Thursdays 10h-11h – send me an e-mail to book this slot at least 4 days before















86% OF CAR JOURNEYS TO WORK ARE DRIVER ONLY









Topics

- > Some energy concepts
 - > Primary/final energy
 - Energy efficiency
 - > Energy carriers and energy services
 - Sankey diagrams
 - Final energy supply cost curves
- > energy production and consumption regions
- > energy access
- > energy and carbon intensity
- > How GHG (greenhouse gases emissions) are estimated.

Seminar on Energy and climate change course will give you some skills from the following domains

- Engineering
- Geophysics
- Management and economics
- Systems thinking
- Marketing and psychology
- Law and international affairs

Some energy concepts



Darling Harbour, Sydney, Australia

Let's talk energy (units)

toe/tep tonne of oil equivalent (Mtoe, ktoe)

Wh watt hour (TWh, GWh, MWh, kWh)

J joule (EJ, PJ, TJ, GJ)

Btu British thermal units

cal calorie

tce tonne of coal equivalent

[Installed capacity in GW, TW, MW]

https://www.iea.org/reports/unit-converter-and-glossary

lea

Countries Fuels & technologies Analysis Data Policies About

Unit converter and glossary

For common energy units

Capacity (MW) x operation hours (no. hours) x capacity factor (non-dimensional) = energy production (MWh)

Some of the best sources of information

led

https://www.iea.org/



International Renewable Energy Agency

https://www.irena.org/

iρcc

https://www.ipcc.ch/



https://www.globalcarbonproject.org/

Our World in Data

https://ourworldindata.org/

Basic energy concepts (part 1)

Primary/final energy

Primary energy consumption refers to energy the is converted into **final energy** (e.g. coal, crude oil, natural gas, wind resources, solar power, biomass), which in turns refers to what end users actually consume (e.g. electricity, heat, gasoline, and here it can also be natural gas if used directly in a boiler and not for electricity generation). The difference between the two relates mainly to what the energy sector needs itself and to transformation and distribution losses.

Energy efficiency

In general terms, **energy efficiency** refers to the amount of output that can be produced with a given input of energy. It is frequently measured as the amount of energy output for a given energy input (e.g. the amount of mechanical energy that an electric motor produces for a given input of electrical energy). More info <u>here</u>

Energy services

Energy services are the tasks performed using energy, such as: space heating and cooling, domestic water heating, machine drive, process heat for industry, mobility of passengers and goods, lighting, entertainment, cooking, clothes washing & drying, refrigeration, etc. More info <u>here</u>.

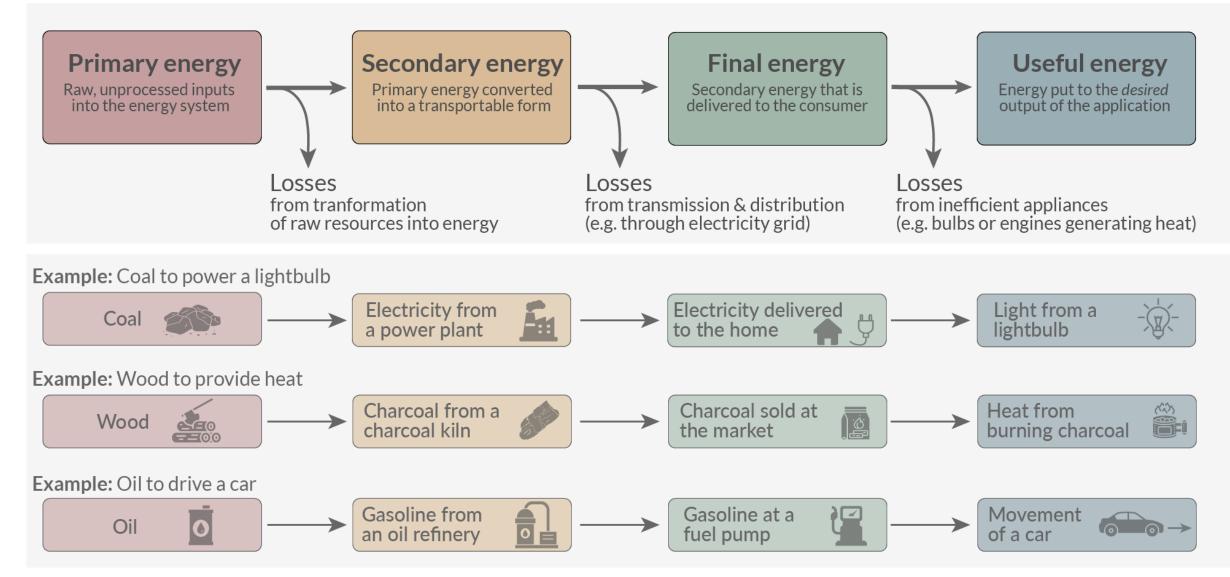
Energy carriers

An **energy carrier** is a substance or a phenomenon that can be used to produce mechanical work or heat or to operate chemical or physical processes. **Energy carriers** occupy intermediate steps in the energy-supply chain between primary sources and end-use applications. "An energy carrier is thus a transmitter of energy, or, in other words, any system or substance that contains energy for conversion as usable energy later or somewhere else". Examples of energy carriers are: electricity, heat and solid (coal, wood), liquid(petroleum, ethanol, gasoline) or gaseous(hydrogen, natural gas) fuels, but the concept can also be applied to springs, electrical batteries, capacitors, pressurized air or dammed water. More info <u>here</u>

The four ways of measuring energy



https://ourworldindata.org/energy-substitution-method



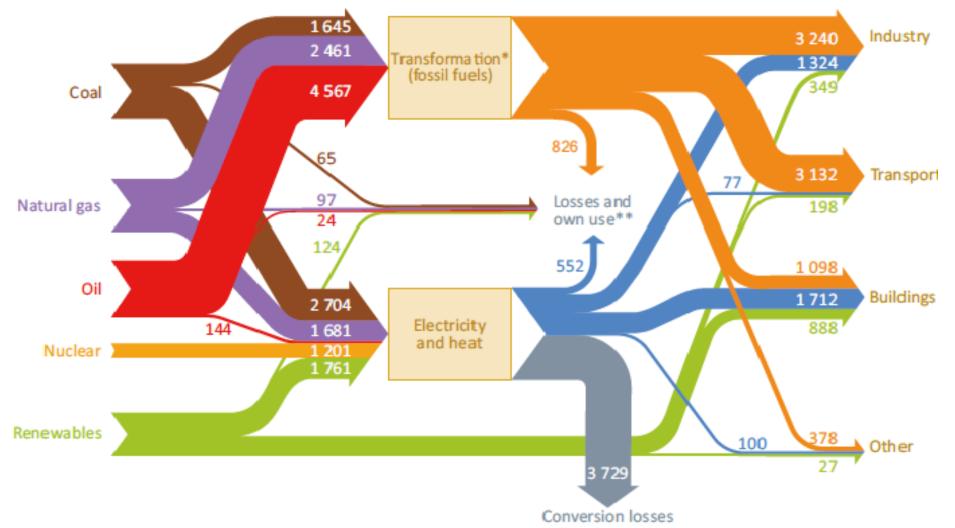
Icon source: Noun Project.

OurWorldinData.org – Research and data to make progress against the world's largest problems.

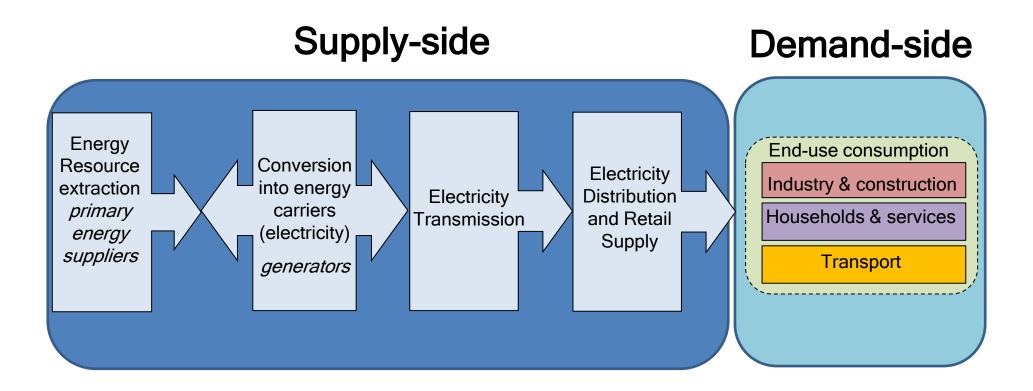
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Sankey diagram

Figure 2.11 World energy demand by fuel and sector in the New Policies Scenario, 2040 (Mtoe)



Energy & Climate Change – systemic approach needed



Energy services – not the same as energy demand

- Lighting
- Refrigeration
- Freezing
- Cooking
- Clothes washing, drying
- Dishwashing
- Space heating
- Space cooling
- Water heating
- Recreation
- Drilling
- Ventilation
- services Communication
 - Water pumping
- Energy Mobility
 - Process heat
 - Machine drive in industry

What technology to buy? How to use the energy technology properly? Do we really need that technology?

ENERGY

(...) •

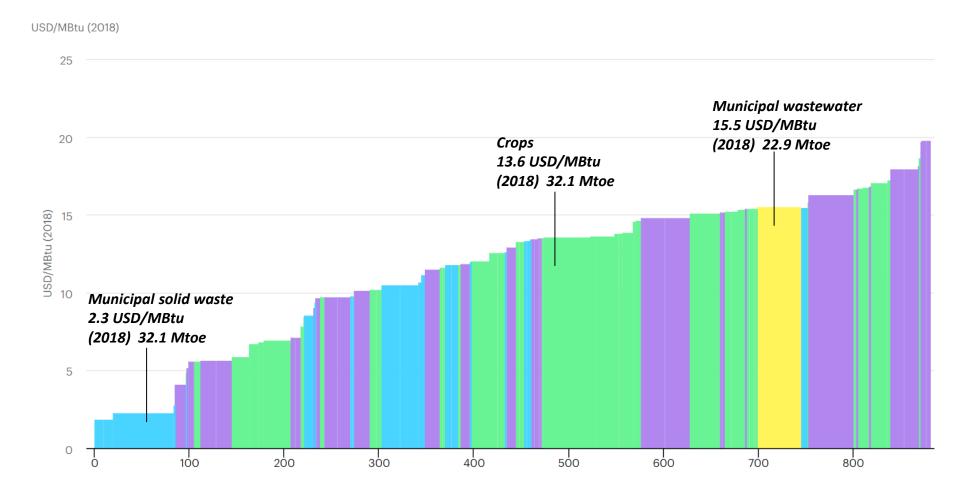
Energy services drivers

Energy demand drivers for human consumption:

- Energy services: food, comfort, hygiene, health, culture
- Population and households
- Wealth
- Consumption profiles: preferences in expenditures with goods and services

Final energy supply cost curves

Cost curve of potential global biogas supply by feedstock, 2040



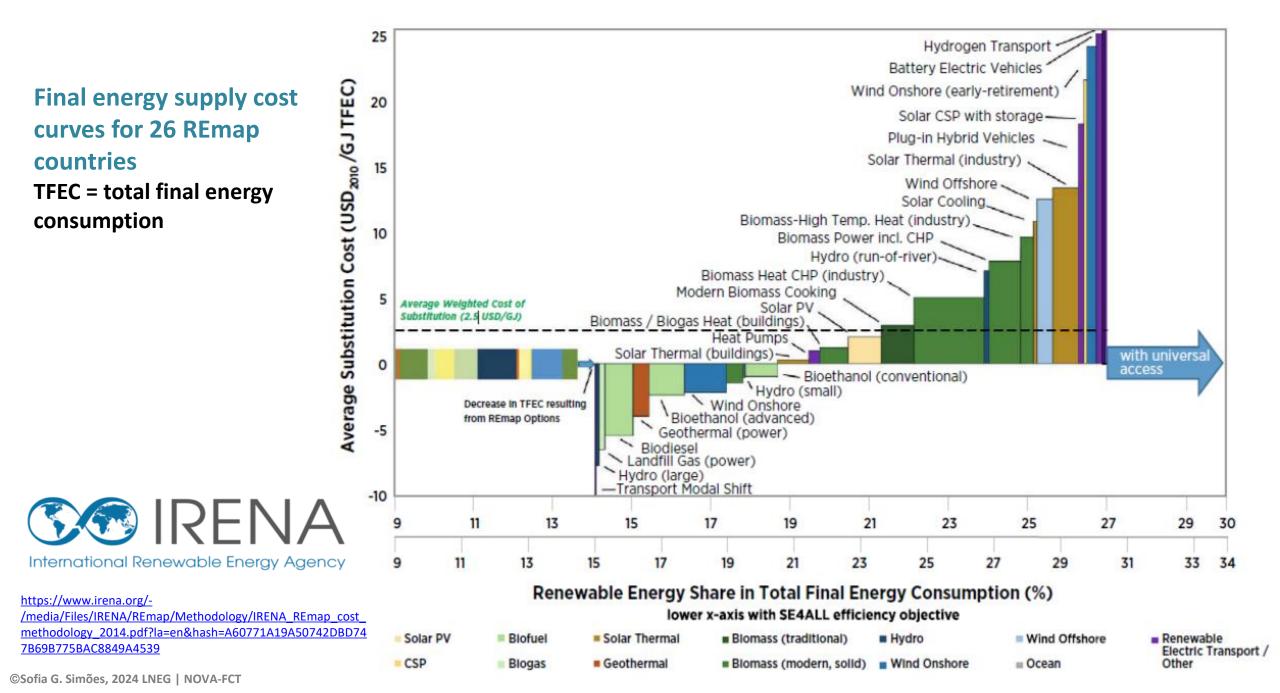
https://www.iea.org/data-and-statistics/charts/cost-curve-of-potential-global-biogas-supply-by-feedstock-2040

Climate Change and Sustainable Development Policies



and sustainability research



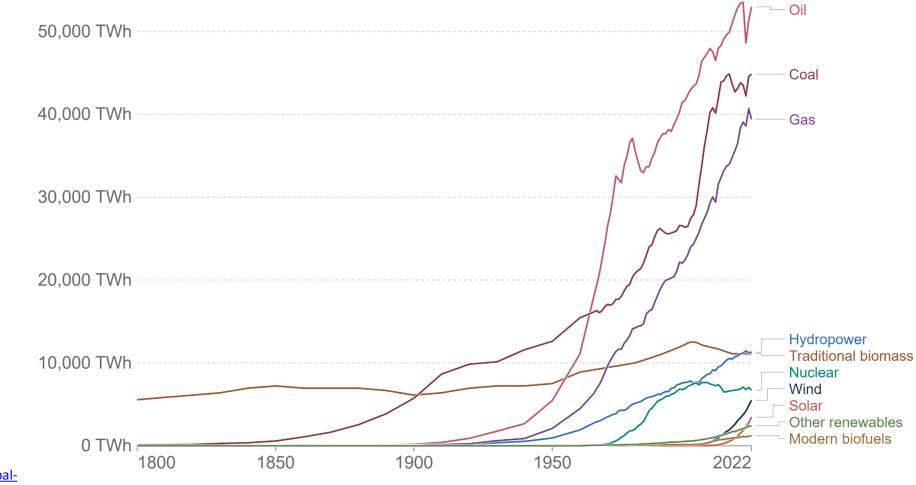


Energy production and consumption regions

Energy consumption

Global primary energy consumption by source

Global primary energy consumption here is measured by the 'substitution' method which takes account of the inefficiencies of fossil fuel production.



https://ourworldindata.org/grapher/globalenergy-consumption-source

Source: Energy Institute Statistical Review of World Energy (2023); Vaclav Smil (2017) OurWorldInData.org/energy • CC BY



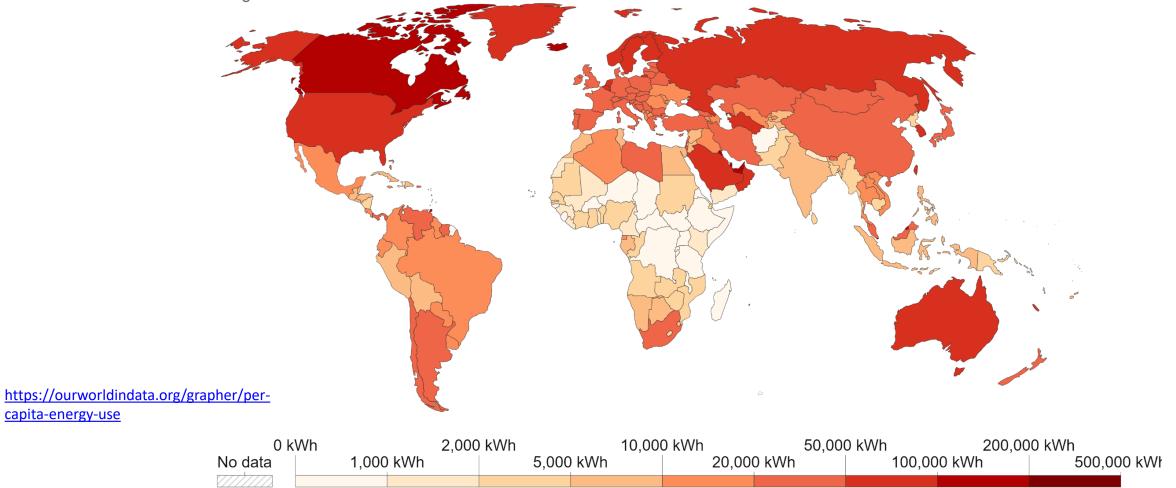
Energy Demand & Prosperity



Energy use per person, 2022



Energy use not only includes electricity, but also other areas of consumption including transport, heating and cooking.

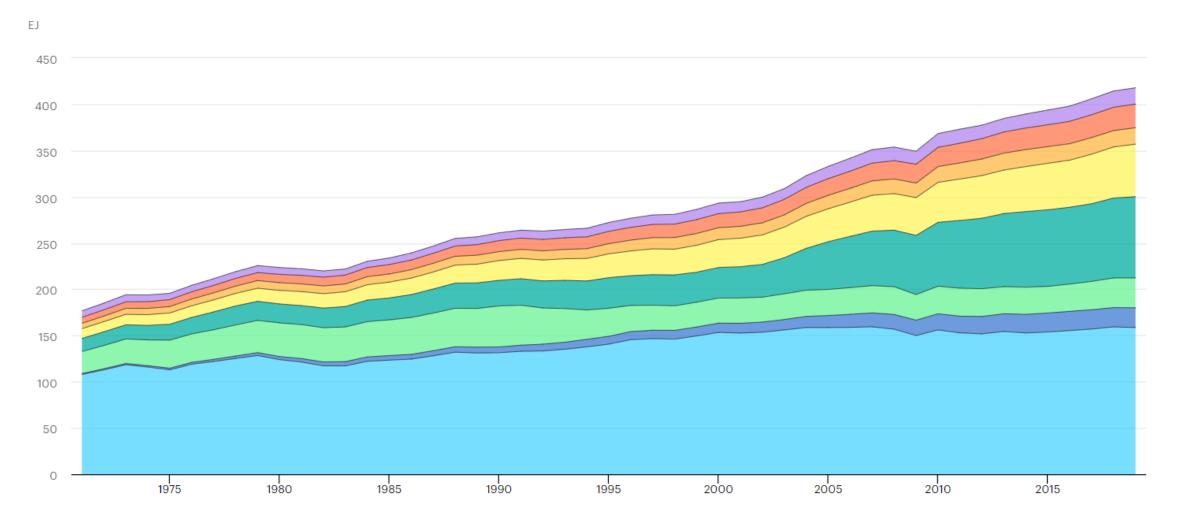


Source: U.S. Energy Information Administration (EIA); Energy Institute Statistical Review of World Energy (2023)

Note: Energy refers to primary energy – the energy input before the transformation to forms of energy for end-use (such as electricity or petrol for transport).

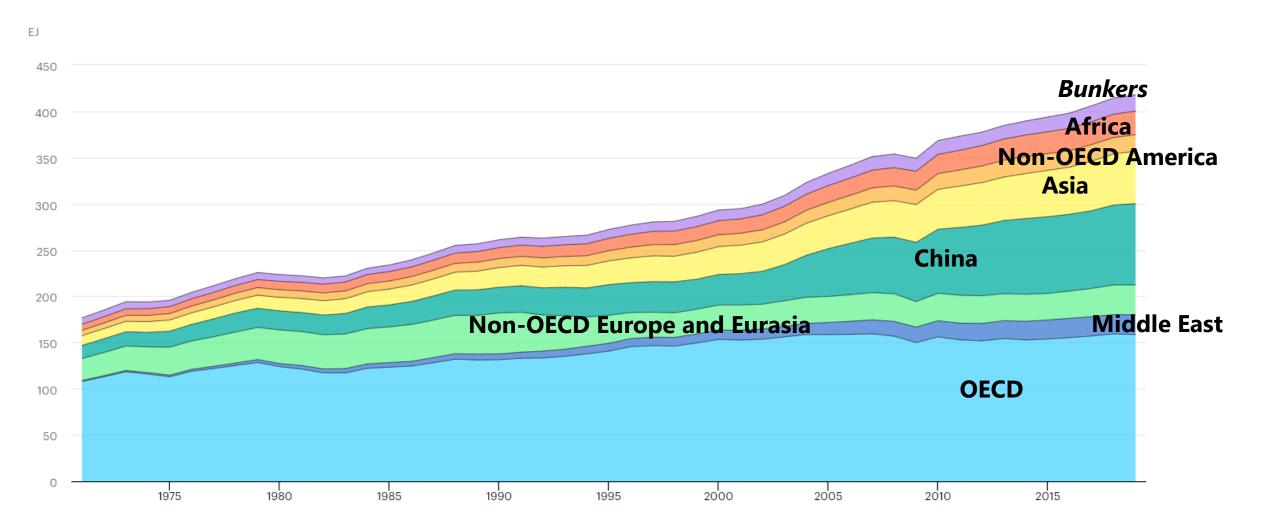
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World total final consumption by region – which is which????



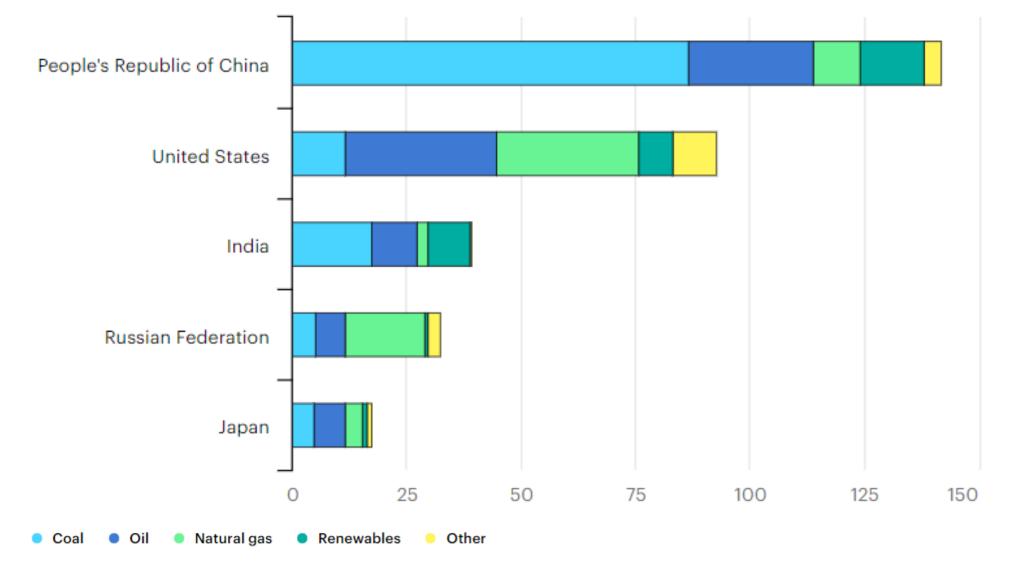
©Sofia G. Simões, 2024 LNEG | NOVA-FCT https://www.iea.org/reports/key-world-energy-statistics-2021/final-consumption

World total final consumption by region



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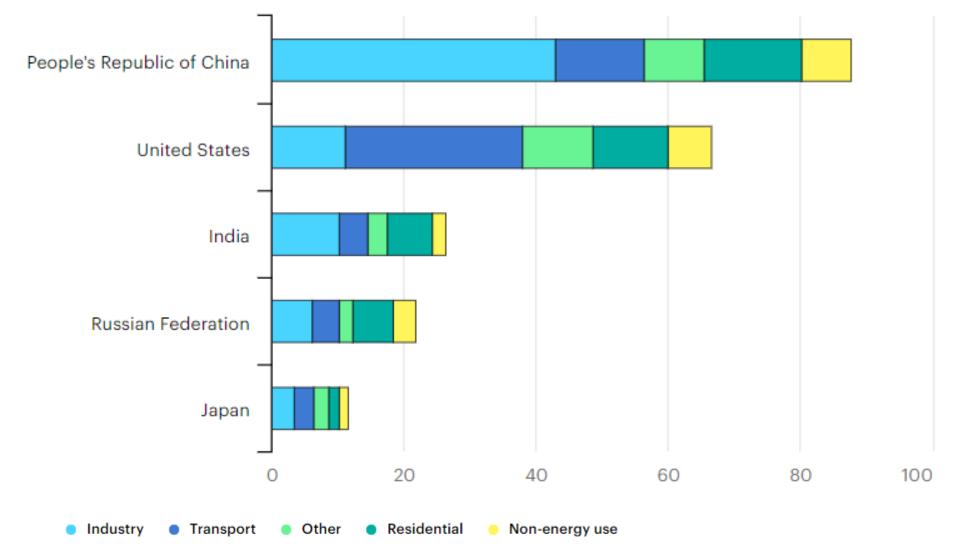
Top five countries by total energy SUPPLY by energy source, 2019 (EJ)



https://www.iea.org/reports/key-world-energy-statistics-2021/final-consumption

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Top five countries by total final CONSUMPTION by sector, 2019 (EJ)

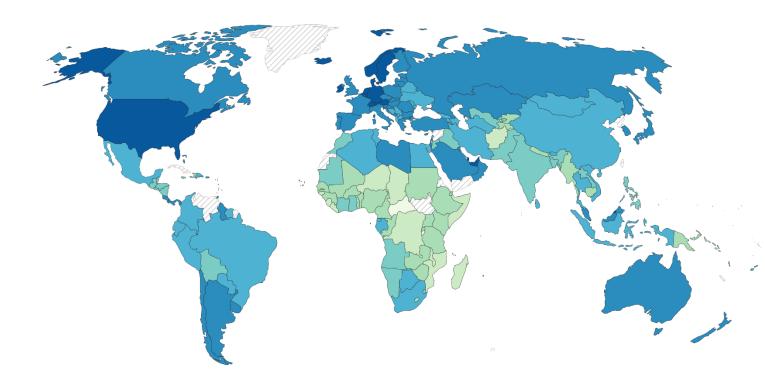


https://www.iea.org/reports/key-world-energy-statistics-2021/final-consumption

Energy access

GDP per capita, 2021

This data is adjusted for inflation and for differences in the cost of living between countries.



\$2.000

\$1.000



Energy access

"a household having reliable and affordable access to both clean cooking facilities and to electricity, which is enough to supply a basic bundle of energy services initially, and then an increasing level of electricity over time to reach the regional average"

> https://www.iea.org/articles/defining-energy-access-2020methodology



733 million people without access to electricity in 2020

https://www.irena.org/publications/2022/Jun/Tracking-SDG-7-2022



Source: Data compiled from multiple sources by World Bank Note: This data is expressed in international-\$¹ at 2017 prices.

No data \$0

OurWorldInData.org/economic-growth • CC BY

1. International dollars: International dollars are a hypothetical currency that is used to make meaningful comparisons of monetary indicators of living standards. Figures expressed in international dollars are adjusted for inflation within countries over time, and for differences in the cost of living between countries. The goal of such adjustments is to provide a unit whose purchasing power is held fixed over time and across countries, such that one international dollar can buy the same quantity and quality of goods and services no matter where or when it is spent. Read more in our article: What are Purchasing Power Parity adjustments and why do we need them?

\$5,000 \$10,000 \$20,000 \$50,000

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International Energy Agency (IEA), the International Renewable Energy Agency (IRENA), the United Nations Statistics Division (UNSD), the World Bank, and the World Health Organization (WHO)





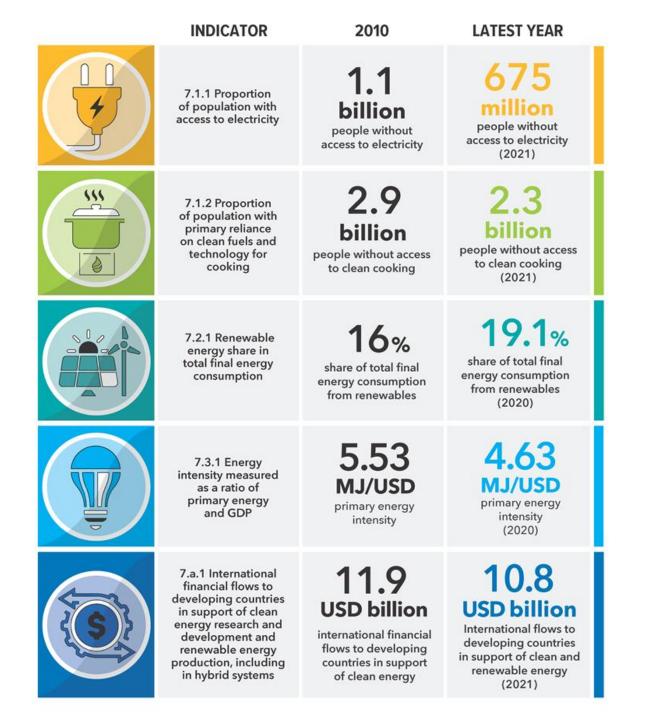
Basic Energy Access Lags Amid Renewable Opportunities New Report Shows

6 June 2023 | Press Releases

https://www.irena.org/News/pressreleases/2023/Jun/Basic-Energy-Access-Lags-Amid-Renewable-Opportunities-New-Report-Shows

"Global energy access gap persists: 675 million people without electricity, 2.3 billion people reliant on harmful cooking fuels"

- In 2010, **84% of the world's population had access to electricity 91% in 2021** BUT the growth pace of access slowed in 2019-2021. Rural electrification efforts contributed but large gap within urban areas.
- In 2021, **567 million people in sub-Saharan Africa did not have access to electricity**, accounting for more than 80% of the global population without access. The access deficit in the region stayed almost the same as in 2010.
- The world remains off track to achieve universal access to clean cooking by 2030. Up to 2.3 billion
 people still use polluting fuels and technologies for cooking, largely in sub-Saharan Africa and Asia. The
 use of traditional biomass also means households spend up to 40 hours a week gathering firewood and
 cooking, which prohibits women from pursuing employment or participating in local decision-making
 bodies and children from going to school 3.2 million premature deaths each year were attributable
 to household air pollution created by using polluting fuels and technologies for cooking.
- Renewable electricity use in global consumption has grown from 26.3% in 2019 to 28.2% in 2020 BUT efforts to increase renewables' share in heating and transport (> 3/4 of global energy consumption) remain off target to achieve 1.5°C climate objectives.



ps://www.irena.org/News/pressreleases/2023/Jun/Basic-Energy-Access-Lagsid-Renewable-Opportunities-New-Report-Shows

Energy security and energy and carbon intensity

Energy security & endogenous vs. imported resources

"The IEA defines energy security as the uninterrupted availability of energy sources at an affordable price. Energy security has many aspects: long-term energy security mainly deals with timely investments to supply energy in line with economic developments and environmental needs. On the other hand, short-term energy security focuses on the ability of the energy system to react promptly to sudden changes in the supply-demand balance." More <u>here</u>.

Energy dependency (rate)

"shows the proportion of energy that an economy must import. It is defined as net energy imports divided by gross inland energy consumption plus fuel supplied to international maritime bunkers, expressed as a percentage. A negative dependency rate indicates a net exporter of energy, while a dependency rate in excess of 100 % indicates that energy products have been stocked." See more <u>here</u> Endogenous energy resources are the ones that can be sourced within the borders of a certain region, whereas exogenous resources are consumed in the region but where extracted/produced outside its borders.

Energy and carbon intensity

Energy intensity

Energy Intensity is measured by the quantity of energy required per unit output or activity, so that using less energy to produce a product reduces the intensity. It can be measured as energy consumed per kt or produced cement, per travelled km or per economic value of a sector or economy

More <u>here</u>.

Carbon intensity

Ratio of CO₂ emitted per unit output or activity

Carbon intensity

Total carbon emissions / total units of production (e.g. tones cement or kWh electricity)

Total carbon emission / total economic activity (GDP)

To deal with climate change and global warming we need to become less carbon intensive as a whole

> Climate Change and Sustainable Development Policies







Evolution of primary energy and GDP

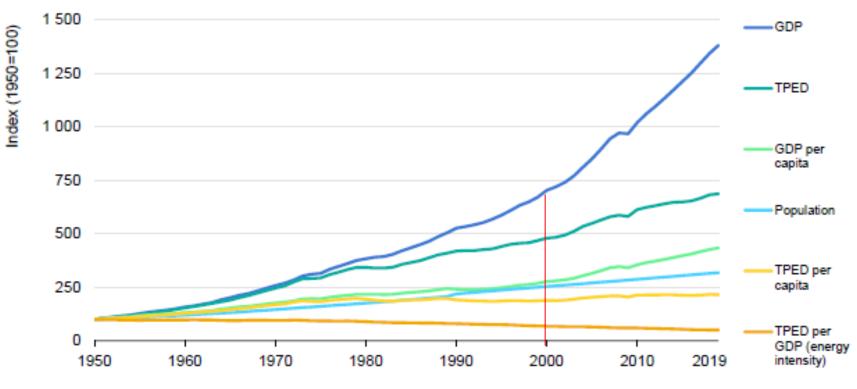


Figure 1.1 Global total primary energy demand, population and GDP, 1950-2019

Since 2000, energy intensity (energy consumption per unit of GDP) has been declining.

"Today, the world needs 20% less energy to produce one dollar of economic output than it did only 19 years ago"

Note: TPED = total primary energy demand.

Energy demand has historically been driven by GDP and population, reaching a sevenfold increase from 1950.

IEA 2020. All rights reserved.

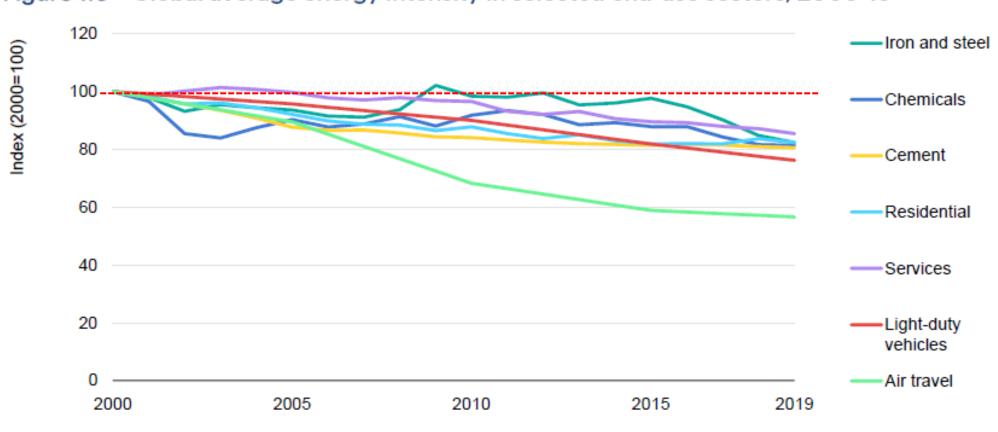


Figure 1.6 Global average energy intensity in selected end-use sectors, 2000-19

IEA 2020. All rights reserved.

Key information you should have apprehended after the class

- Main energy units for installed capacity of power plants
- Main energy units for energy flows
- Differences between primary energy, final energy and useful energy
- What are energy services and energy carriers
- Why it is important to think about energy services and not just energy consumption
- What is energy access, why is it important?
- Main energy producing and consuming regions
- Energy and carbon intensity

