Energy System Modelling and Energy Justice -Incompatible Concepts?

Session 4: Social aspects of energy systems

Workshop @ Meccanica Feminale, Stuttgart, 18.02 - 20.2.2025

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# **Workshop Sessions**



| Day 1: Introduction to Energy Modelling |       |           |                            |  |  |
|---|-------|-----------|----------------------------|--|--|
| 10:00                                   | 11:30 | Session 1 | Basics of Energy Modelling |  |  |
| 14:00                                   | 15:30 | Session 2 | Open Energy Models         |  |  |
| 16:00 17:30 Session 3                   |       | Session 3 | Oemof-Tutorial             |  |  |

| Day 2: Introduction to Justice Concepts |       |           |                                  |  |
|---|-------|-----------|----------------------------------|--|
| 8:30                                    | 10:00 | Session 4 | Social aspects of energy systems |  |
| 10:30                                   | 12:00 | Session 5 | Setup: pycharm, oemof            |  |
| 14:00 15:30 Session 6                   |       | Session 6 | Programming excercise oemof      |  |

| Day 3: Co-Creation at the Intersection of Energy Modelling & Justice |       |           |                           |  |  |
|--|-------|-----------|---------------------------|--|--|
| 8:30   | 10:00 | Session 7 | Justice in energy systems |  |  |
| 10:30  | 12:00 | Session 8 | Case Studies Development  |  |  |

# Repetition: Questions regarding sessions



- Which of the energy modelling applications was most interesting for you?
- What are necessary inputs and where can you get them?



Open Questions?

# Excercise: Where is the energy transition at?



- What have we accomplished so far in terms of the energy transition?
- What discussions are relevant in media at the moment?
- What trends do you see?
- What do you think are the challenges for the energy transition?



Discuss!

#### **Current Energy Transition Issues**

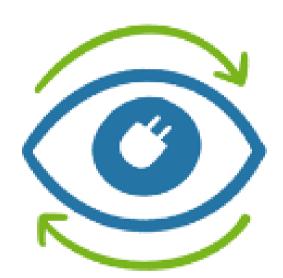
- 1. Vision
- 2. Goals
- Participation and Partaking
- 4. Just Transition
- 5. Industry Transition
- 6. Electricity market design
- 7. Heating Transition
- 8. Transport: Shift and avoid
- 9. Transport: Improve
- 10. Electricity Grid and Stability
- 11. Green Hydrogen



#### 1. Vision



- Holististic picture of energy transition
- Positive narrative regarding transition, highlighting...
  - Green economy / economic success without fossil fuels
  - Potenial positive implications for social justice
  - Adressing transition fears
  - Develop trust in transition



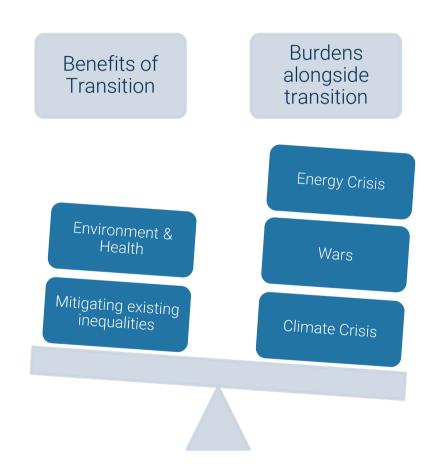
#### Further reading:

- Teune 2021. 'Energiewende? ja! Aber...: https://doi.org/10.48485/pik.2021.005.
- Reusswig 2023. 'Klimapolitische Einstellungen Im Kontext Des Krieges Gegen Die Ukraine. <a href="https://www.fes.de/referat-demokratie-gesellschaft-und-innovation/gegen-rechtsextremismus/mitte-studie-2023">https://www.fes.de/referat-demokratie-gesellschaft-und-innovation/gegen-rechtsextremismus/mitte-studie-2023</a>

# **Recognizing Social Context of Energy Policy**



- Crisis alongside transition interplay with public reaction to transition policies
- Possibility of public opposition
- Transition policies can on the other hand ease existing distributional issues
- → Proactive efforts to address distributional efforts to strengthen transition necessary



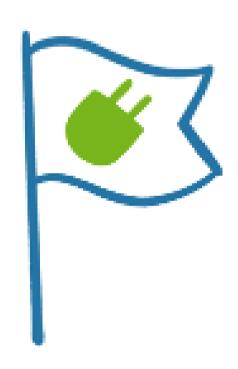
#### 2. Goals



- Paris agreement: 1.5 (2.0) Degree goal
- Climate protection bill (Klimaschutzgesetz):
   Climate neutrality by 2045
- Excelerated capacity building of renewable generation, transmission grid, and storage
- Gas as "bridge technology" needs to be addressed in context of fossil exit
- Nuclear energy not system stabilizing not suited for necessary transition

#### Further reading:

- Quaschning 2016. http://www.volker-quaschning.de/publis/studien/sektorkopplung/Sektorkopplungsstudie.pdf
- Herpich et al. 2023. https://coaltransitions.org/publications/klimaschutz-in-der-lausitz-zur-einhaltung-der-15-grenze/



# 3. Participation and Partaking



Including citizens into the transition is important for support and effectiveness

- Communication & Transparency
- Economic partaking (decentral energy systems, citizen energy)
- Participation in decision making processes
- Acceptance
- Representation in legislation



Further reading: Local Energy Consulting 2020. <a href="https://www.agora-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-de/energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiewende.de/energiew

#### 4. Just Transition



# Energy transition can have impact on social justice

- Distributional inequalities of today should be mitigated → Energy poverty
- Distributional inequalities of tomorrow should be avoided → Burden mitigation, just distribution of benefits, structural change connected to employment, climate dividend (Klimageld)



#### Further reading:

- $\bullet \quad \text{Holzmann und Wolf 2023.} \ \underline{\text{https://www.bertelsmann-stiftung.de/de/publikationen/publikation/did/klimapolitik-und-soziale-gerechtigkeit} \\$
- Local Energy Consulting 2020. https://www.agora-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-lokale-teilhabe-in-der-energiewende.de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikationen/akzeptanz-und-de/publikatione

#### 5. Industry Transition



- 20% of global emissions
- Cimate neutral industry till 2045 (Germany)
- Technology solutions: Electrification, green hydrogen, recycling, carbon capture only for unavoidable emissions, flexibility of processes, sufficient grid capacities
- Financial support of new technologies and taxation of energy intensive processes
- Green economy and employment

#### Further reading:

- Diesing et al. 2025. https://doi.org/10.1016/j.rser.2024.115023
- Prognos, Öko-Institut, und Wuppertal-Institut 2021: Klimaneutrales Deutschland 2045. Wie Deutschland seine Klimaziele schon vor 2050 erreichen kann
- Bataille et al. 2018. <a href="https://doi.org/10.1016/j.jclepro.2018.03.107">https://doi.org/10.1016/j.jclepro.2018.03.107</a>
- Agora Energiewende und Wuppertal Institut 2019. <a href="https://www.agora-energiewende.de/veroeffentlichungen/klimaneutrale-industrie-hauptstudie/">https://www.agora-energiewende.de/veroeffentlichungen/klimaneutrale-industrie-hauptstudie/</a>



# 6. Electricity market design



- Necessity for reforms of electricity market
- Dynamic electricity and grid tariffs
  - Balancing supply and consumption and avoiding load peaks
  - Support of system serving use of electric vehicles, heat pumps and residential storage
  - Potential for savings for residential households



Further reading: Agora Energiewende und Forschungsstelle für Energiewirtschaft e.V. 2023. 'Haushaltsnahe Flexibilitäten Nutzen. Wie Elektrofahrzeuge, Wärmepumpen Und Co. Die Stromkosten Für Alle Senken Können'.

# 7. Heating Transition



- 33% of primary energy use in DE
- Necessary to increase energy refurbishment
- Replacement of fossil-powered technologies towards heating pumps, geothermal energy, power2heat, etc.



#### Further reading:

- Herpich, Holz, und Löffler 2023. <a href="https://doi.org/10.18723/diw\_wb:2023-49-1">https://doi.org/10.18723/diw\_wb:2023-49-1</a>
- Blohm et al. 2024. https://coaltransitions.org/publications/wasserstoff-in-der-kommunalen-warmeplanung/
- Rosenow 2022. <a href="https://doi.org/10.1016/j.joule.2022.08.015">https://doi.org/10.1016/j.joule.2022.08.015</a>

# 8. Transport: Avoid and Shift



- 22 % of emissions in Germany
- Avoid: motorized individual transport
- Shift:
  - Motorized to public transport
  - Freight transport by train
  - Efficient use of individual transport (number of passengers)
- Requires political support and measures: Infrastructure, public transport pricing, city planning



Further reading: Prognos, Öko-Institut, und Wuppertal-Institut 2021: Klimaneutrales Deutschland 2045. Wie Deutschland seine Klimaziele schon vor 2050 erreichen kann

#### 9. Transport: Improve



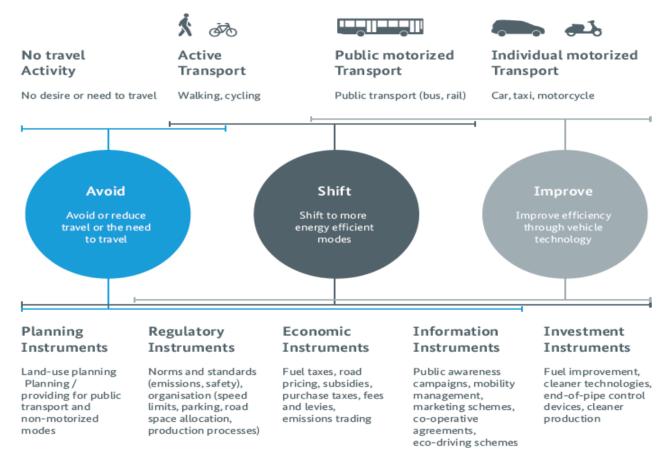
- Emissions of conventional asstets should be avoided
- Regulatory and financial support for transition to climate neutral drive train necessary
  - Electric vehicles, where necessary, are currently the most promising for individual transport
  - Synthetic fuels for long distance travel (flight, shipping)



Further reading: Prognos, Öko-Institut, und Wuppertal-Institut 2021: Klimaneutrales Deutschland 2045. Wie Deutschland seine Klimaziele schon vor 2050 erreichen kann

#### Sustainable Transport: Aviod, Shift, Improve

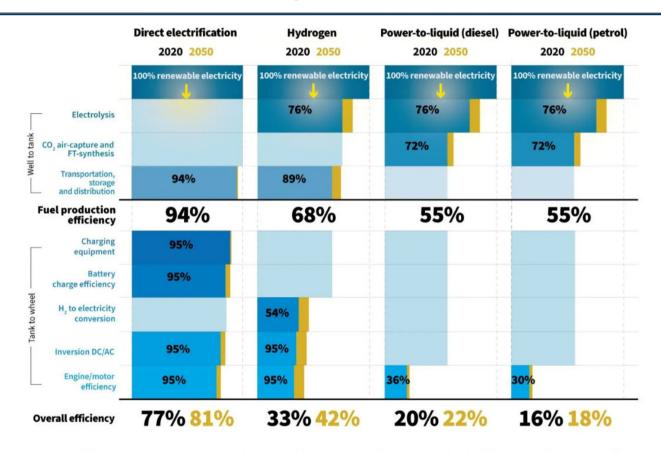




http://en.envirocitiesmag.com/articles/sustainable-transportation-for-sustainable-cities/the-A-S-I-approach.php

#### **Fuel options for mobility**





Notes: To be understood as approximate mean values taking into account different production methods. Hydrogen includes onboard fuel compression. Excluding mechanical losses.



Sources: Worldbank (2014), Apostolaki-losifidou et al. (2017), Peters et al. (2017), Larmanie et al. (2012), Umweltbundesamt (2019), National Research Council (2013), Ricardo Energy & Environment (2020), DOE (no date), ACEA (2016).

#### Source:

https://cleantechnica.com/2021/02/01/chart-why-battery-electric-vehicles-beat-hydrogen-electric-vehicles-without-breaking-a-sweat/

# 10. Electricity Grid and Stability



- Sector coupling = Interconnection of different power, heating/cooling, transport
- Changed requirements for providing reliable operation under increasing shares of volatile renewables:
  - Temporal matching of supply and demand necessary
  - Fewer spinning reserve of dispatchable ressources
  - Operation of storage necessary
  - Transition grid restructuring or new grid lines

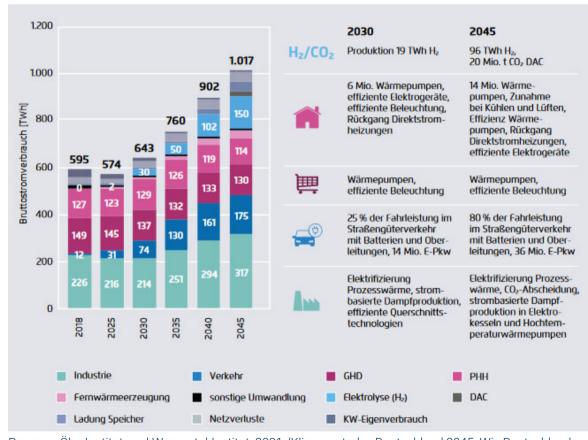


Further reading: Bundesministerium für Wirtschaft und Klimaschutz (BMWK) 2023

# **Development of electricity demand**



- Electricity demand expected to increase due to electrification and sector coupling
- Estimations of demand vary largely on assumptions on technology updake
- Indebatable increased volume of electricity to be transmitted via grids



Prognos, Öko-Institut, und Wuppertal-Institut. 2021. 'Klimaneutrales Deutschland 2045. Wie Deutschland seine Klimaziele schon vor 2050 erreichen kann.

# 11. Green Hydrogen



- Potential to decarbonize hard-to-abate industry processes, heavy transport, aviation, shipping
- Green hydrogen = generated from renewables
   → Currently > 99% of global hydrogen from fossil fuels!
- Electrolyzers should be operate in a system serving manner
- Currently comparatively expensive
- Necessary to build up hydrogen infrastructure (transport, storage, distribution)



#### Further reading:

<sup>•</sup> International Renewable Energy Agency (IRENA) 2022. https://www.irena.org/publications/2022/Mar/Green-Hydrogen-for-Industry

<sup>•</sup> Prognos, Öko-Institut, und Wuppertal-Institut 2021: Klimaneutrales Deutschland 2045. Wie Deutschland seine Klimaziele schon vor 2050 erreichen kann

Linke et al. 2023. https://green-planet-energy.de/fileadmin/docs/publikationen/Studien/RLI-GPE\_Studie\_sinnvoller\_Wasserstoffeinsatz\_und\_flexible\_Elektrolyse\_Update.pdf

# 11. Green Hydrogen



- Countries with high renewable resources (and fossil infrastructure) are seen as possible export countries for green hydrogen. But...
  - Consider efficiency losses
  - Consider energy injustices
  - Consider challenges with energy export / import vs self-generation



#### **German General Election 2025**



|                                     | SPD CDU/CSU B90/Grüne FDP AfD Linke BSW |
|-------------------------------------|---|
| Vision Erneuerbares Energiesystem   |   |
| Ausbau- und Ausstiegsziele          |   |
| Beteiligung und Teilhabe            |   |
| Gerechte Energiewende               |   |
| Industriewende                      |   |
| Strommarktdesign und Entgelte       |   |
| Wärmewende                          |   |
| Verkehrsverlagerung- und Vermeidung |   |
| Antriebs- und Treibstoffwende       |   |
| Stromnetz und Stabilität            |   |
| Grüner Wasserstoff                  |   |
| GESAMTBEWERTUNG                     |   |



https://www.reiner-lemoinestiftung.de/veroeffentlichungen/ wahlprogrammcheck-fuer-diebundestagswahl-2025

# Excercise: Impacts of energy transition



Go through the current issues of the energy transition and find an example each:

- How can the topic impact individuals?
- How can the policies impact social justice issues?



Discuss!

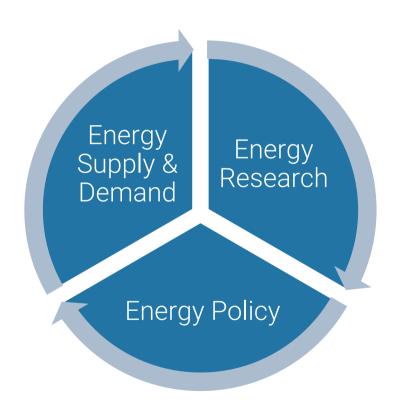
- Vision
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- Transport: Shift and avoid
- Transport: Improve
- Electricity Grid and Stability
- Green Hydrogen

# **Energy Models Informing Policy**



Energy policies are often shaped by energy models

- → Linking desired policy outcomes with measures
- Modelling provides data-driven insights into the potential impacts of energy policies
- Policy-makers need to distribute resources effectively



#### **Scenarios: Technology composition**



- Energy Models useful to compare contrasting scenarios
- Typically involves creation and comparison of several coherent and plausible scenarios, differing through
  - Demand drivers
  - economic parameters
  - technical parameters
  - environmental constraints

|    | Scenarios             |  |  |  |  |
|----|-----------------------|--|--|--|--|
|    | Name                  | Components                               |  |  |  |
| •] | Diesel-only           | Diesel plant                             |  |  |  |
|    | Wind-diesel           | Diesel plant<br>Wind farm                |  |  |  |
|    | PV-battery-<br>diesel | Diesel plant<br>PV<br>Battery<br>storage |  |  |  |

#### **Scenarios: Examplary policy options**



Incentives for adoption

Feed-in Tariffs

Taxation

Building standards

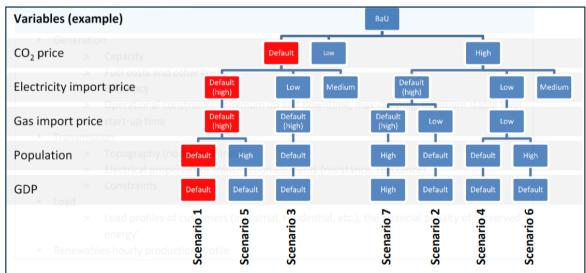
Independent power producers

# **Comparative analysis of scenarios**

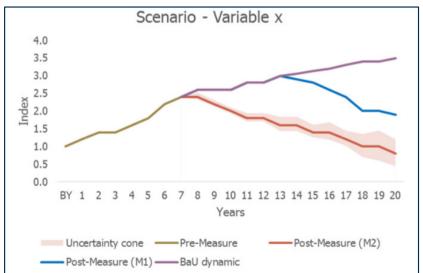


Establishment of baseline-scenario (Business as Usual, BaU) with current conditions

→ Comparison to different policy scenarios with alterered conditions from policy







Example of the composition of narratives Source: Energy Planning and Modelling A Guide for Energy Planners and Policymakers 2022

#### But what is the best solution?





What are the stakeholders of the specific case study?



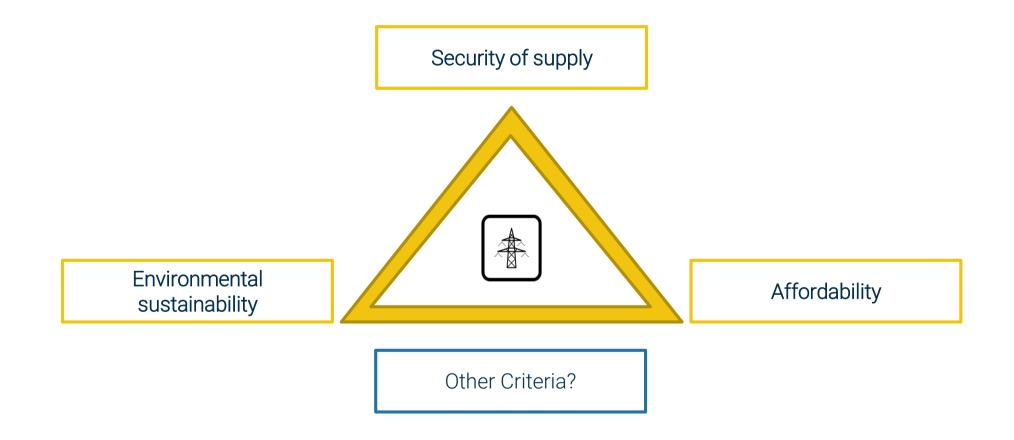
What are criteria of a good energy system or policy?



Do the results of ESM directly define policies?

# Traditional targets of energy supply systems





# But what is the best system?

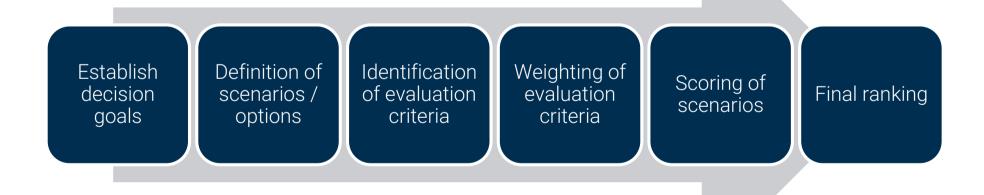


- ESM solvers determine techno-economic optimum
- BUT policy makers interested in trade-offs
  - → Social, Economic, Technical, Environmental aspects
  - → 2nd best techno-economical solutions may be overall better
  - → Therefore: Studies often include multiple scenarios
  - → Policy makers decide which one is favourable
    - = Role of scientists is advisory!

# **Multi-Criteria Assessment (MCA)**



Decision process between different scenarios may be aided methodologically: Multi-criteria methods derive scoring, but decision still up to policy makers!



#### Selection of criteria



#### Methods

- Simple interviews / questionnaires
- Delphi method
- Statistical methods



#### Criteria types

- Knock-out criteria (e.g. yes / no or upper / lower threshold)
- Quantitative criteria (e.g. costs in USD)
- Qualitative criteria (e.g. low or high environmental impact)

#### Importance of criteria



- MANY different options exist...
  - Scoring (e.g. election of criteria)
  - Subjective weighting (e.g. AHP)
  - Objective weighting (e.g. normalization method)

#### Criteria can be scored / ranked and then weighted

| Ranking scale      |                 |                     |                   |                     |                          |            |
|--------------------|-----------------|---------------------|-------------------|---------------------|--------------------------|------------|
| 5                  | 4               | 3                   | 2                 | 1                   | 0                        | Z          |
| Highest importance | High importance | Moderate importance | Low<br>importance | Very low importance | Absolutely no importance | Don't know |

#### Excercise



- Choose a topic from the last excercise
- Think of a policy intervention for the topic
- What are the policies aims, and potential side-effects, also on social justice?
- How can you define scenarios to find out if your policy would be overall beneficial?



Open Questions?

#### **Learnig Outcomes of this Session**



- Current discussions and trends in energy transition
- Scenario building
- Foundations of multi-criteria assessments
- Interaction of energy transition with individuals, potential implications for social justice



# Thank you for your participation ©













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/kolleg/team/martha-hoffmann



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