### TECHNO-ECONOMIC TRANSITIONS PATHWAYS FOR DECARBONSING EUROPE'S POWER SUPPLY

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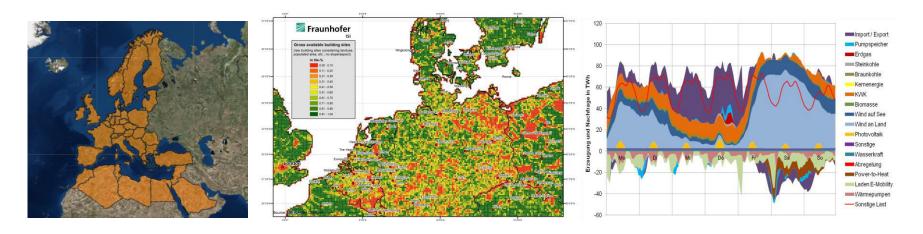
21 November Copenhagen





### Methodology Enertile structure

- The power system optimisation model Enertile has to balance demand and supply in every hour in 2020, 2030, 2040 and 2050
- Goal: Cost minimisation, while staying below the targets defined by the global Integrated Assessment Model (IAM) IMAGE
- Very high resolution of space and time
- Scenario design by technology constraints (land available for RES plants, ...) or by costs (lower interest rates for PV)



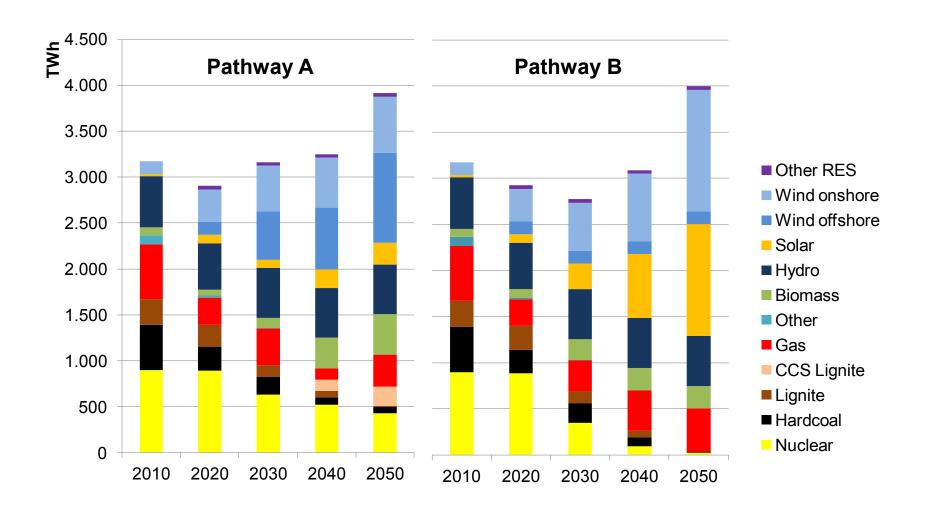


### Methodology Scenario design

	PATHWAY A	PATHWAY B
Photovoltaics		<ul><li>Lower interest rate for rooftops</li><li>Higher land availability</li></ul>
Onshore wind		Lower land availability
Offshore wind	Price similar to onshore	Lower land availability
Bioenergy	<ul><li>BECCS is used</li><li>Therefore more bioenergy in the power sector</li></ul>	
Nuclear	<ul> <li>Allowed, exogenously set path</li> </ul>	<ul> <li>No new capacity after 2010</li> </ul>
ccs	• Allowed	• Excluded

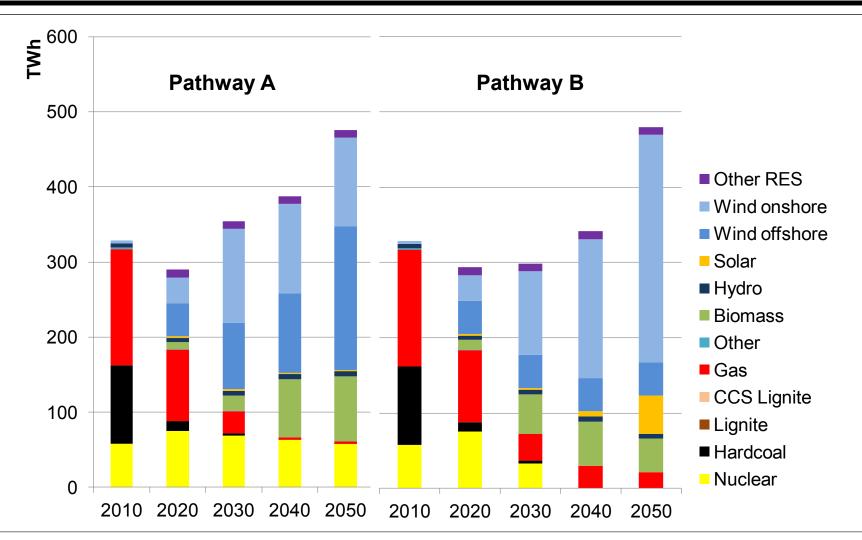


### Results European power sector





# Results UK power sector





## Results UK power sector – main frictions

#### Both Pathways

- No CCS in the UK
- High exports
- Strong grid expansions

#### Pathway A

- High costs for offshore wind energy
- UK plans to upscale gas (WP2), but model results suggest otherwise
- Nuclear power is relatively expensive and its upscaling questionable

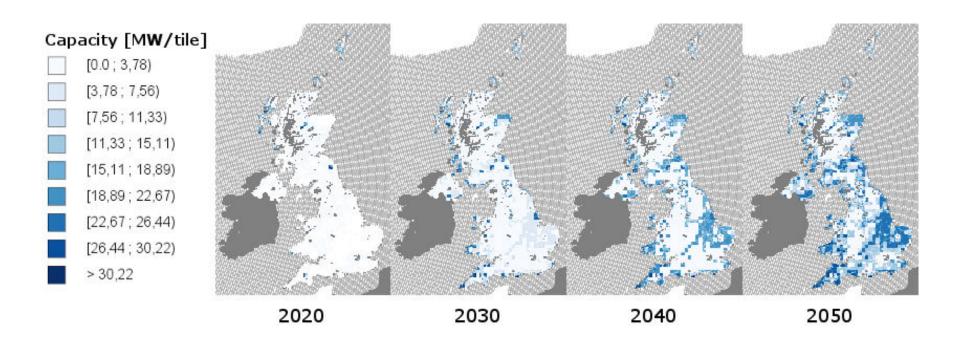
#### Pathway B

- Strong expansion of wind onshore
  - Acceptance
  - Capacity building
  - · ...
- Drastic change in actors and regimes (incumbents vs. niches)



## Results UK power sector

- Cost optimal diffusion of onshore wind power in Pathway B
- Costs-effective, yet currently not very likely





#### Conclusions

- Strategy options of Pathway A and B face different issues in different countries
  - In the UK, a rather decentralised strategy with new actors seems difficult
  - In Germany a strategy based on CCS and offshore wind does not seem plausible
- Massive grid expansions, onshore wind diffusion and increased costs are necessary in any strategy
- Cost minimisation and market liberalisation often acts as a fig leaf
- Translating techno-economic scenarios into in depth storylines reveals frictions
- The best decarbonisation strategy might be the one balancing acceptance issues best



Thank you for your attention!

Questions? pfluger@isi.franhofer.de

