



# Lecture 5: Technical and Economic Feasibility of the Transformation

## Episode 1: Historical Dynamics, Possible Pathways and Investment Needs

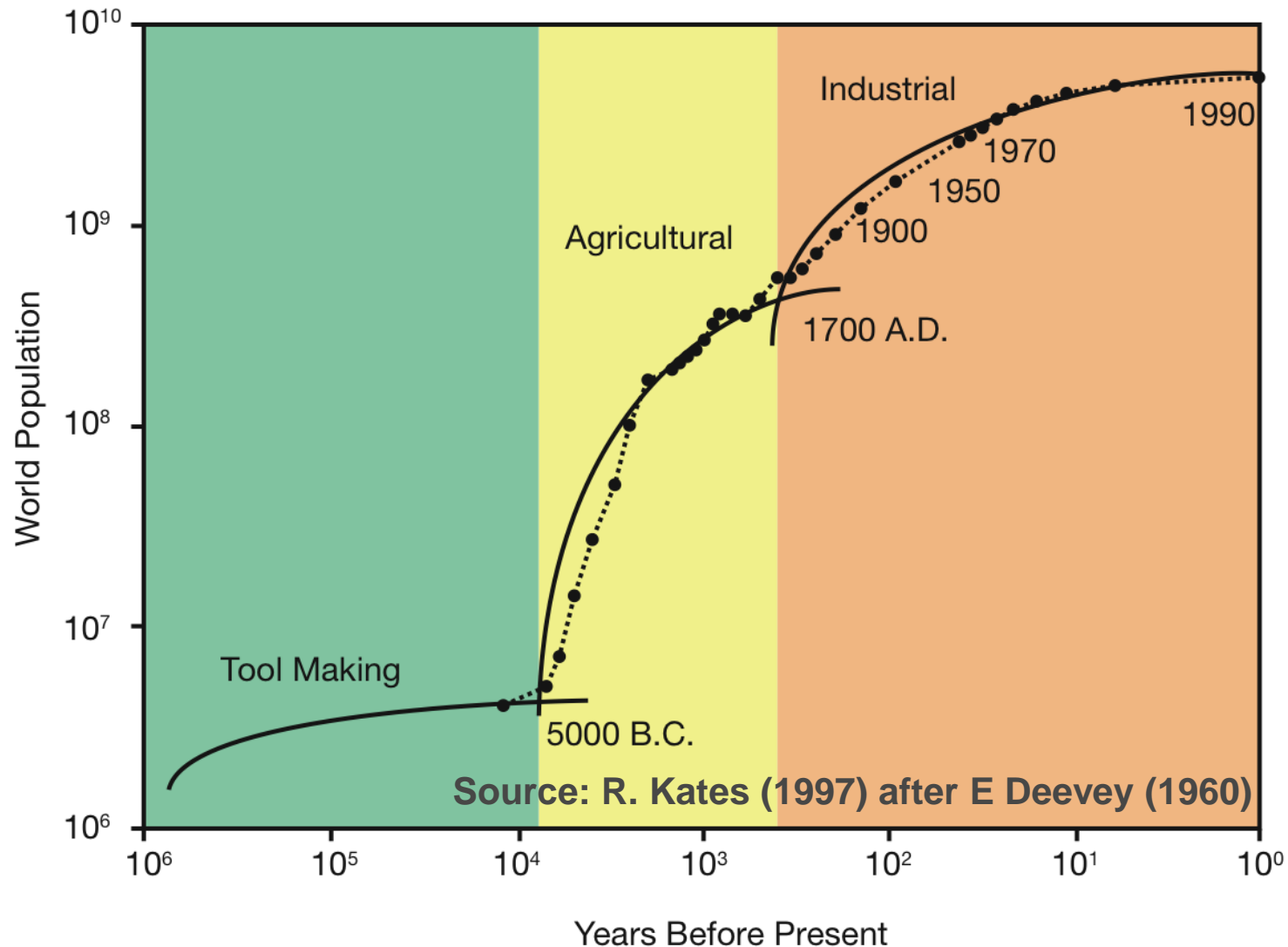
Prof. Dr. Nebojsa Nakicenovic  
IIASA and TU Wien (Austria)

- **Episode 1: Global Energy Transformation: Historical Dynamics, Possible Pathways and Investment Needs (Prof. Nakicenovic)**
- Episode 2: Global Energy Transformation: Challenges and Possible Solutions (Prof. Schmid)
- Episode 3: Interview



- Better understanding of the historical evolution and transformational change
- Improved perceptions of major energy challenges such as access and security
- Availability of fossil energy resources and renewable energy potentials in the world
- Range of technological options for transforming energy systems at all scales
- Investment requirements today and for transforming energy systems
- Potential co-benefits of transformation including development, security, environment





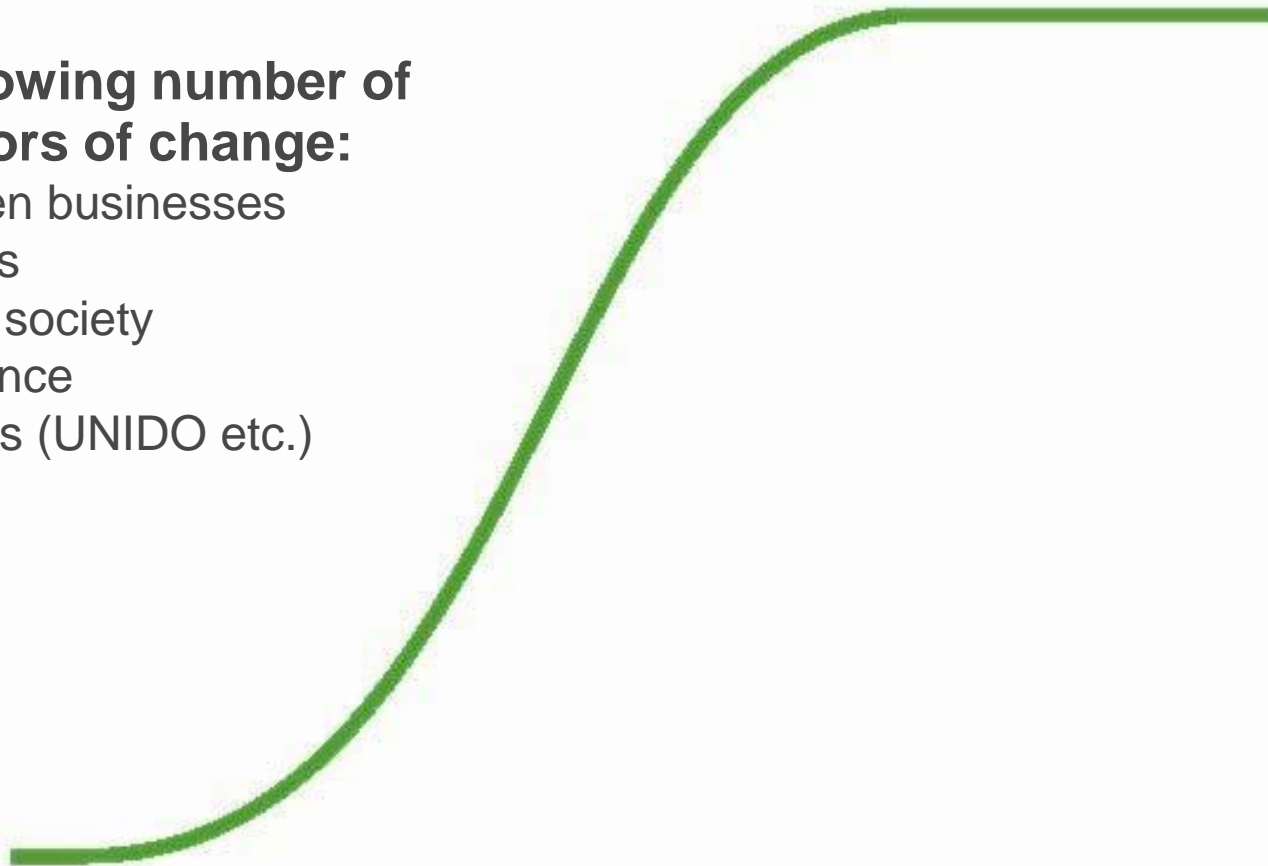
# "Decarbonization Revolution"

→ **Growing number of actors of change:**

- green businesses
- cities
- civil society
- science
- IGOs (UNIDO etc.)

**II. Vision:**  
low carbon  
narrative

**I. Legitimacy  
of BAU  
eroding**



## Learning from the past

Vision – better future, normative perspectives

Abolition of slavery, Democracy, European Union

Crisis – “Gales of Creative Destruction”

The Great Depression, Structural adjustment programmes, financial market reforms after 2008

Technology – Rapid innovation diffusion

Substitution of carriages by cars, IT-revolution

Knowledge – research-driven, precautionary principle

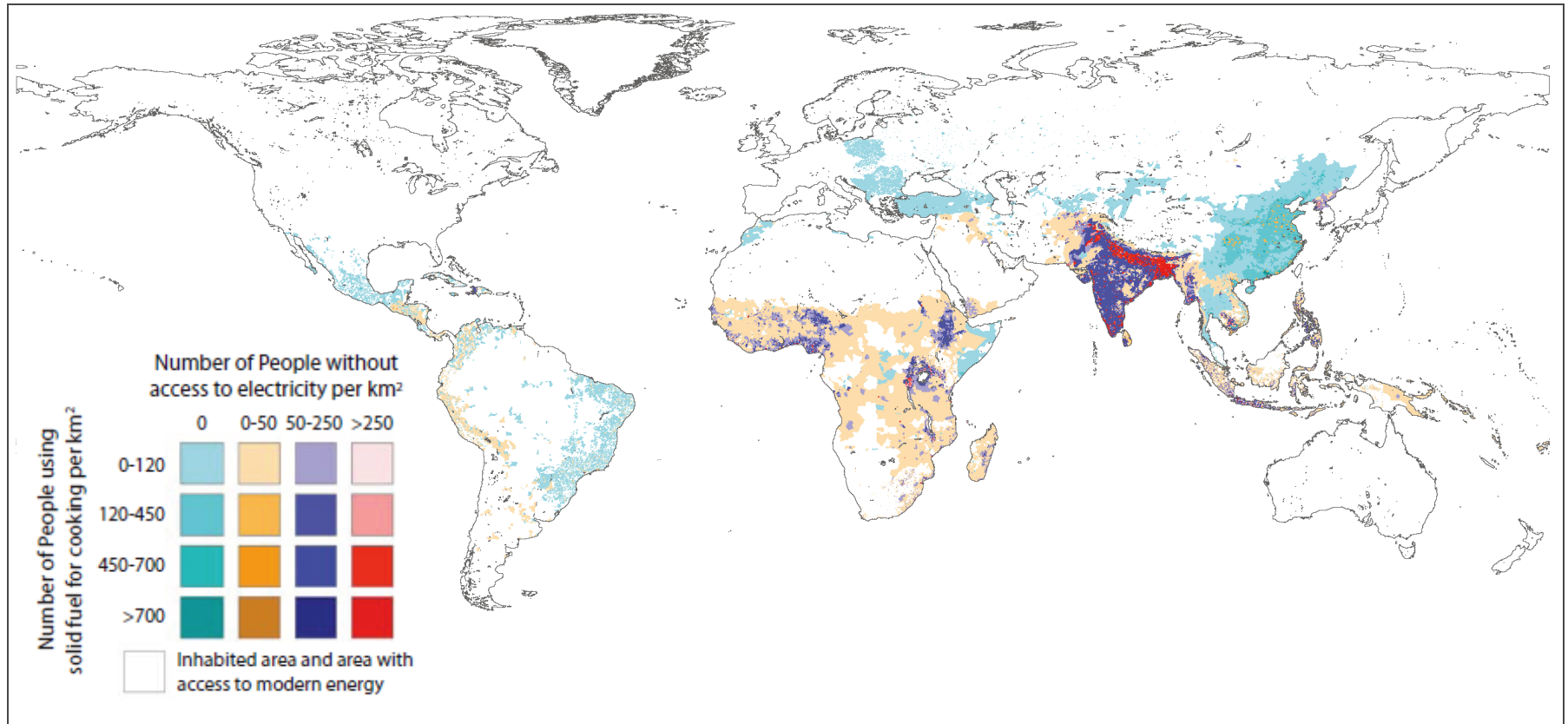
Protection of the ozone layers, climate change mitigation



- The world is still on a carbon-intensive growth path with ever increasing GHG emissions
- 2° C stabilization requires a trend reversal of global emissions before 2020
- Global energy is based predominantly on fossil sources (more than 80%)
- 3 billion people lack access to modern forms of energy



## Final energy access (non-commercial share) in relation to population density



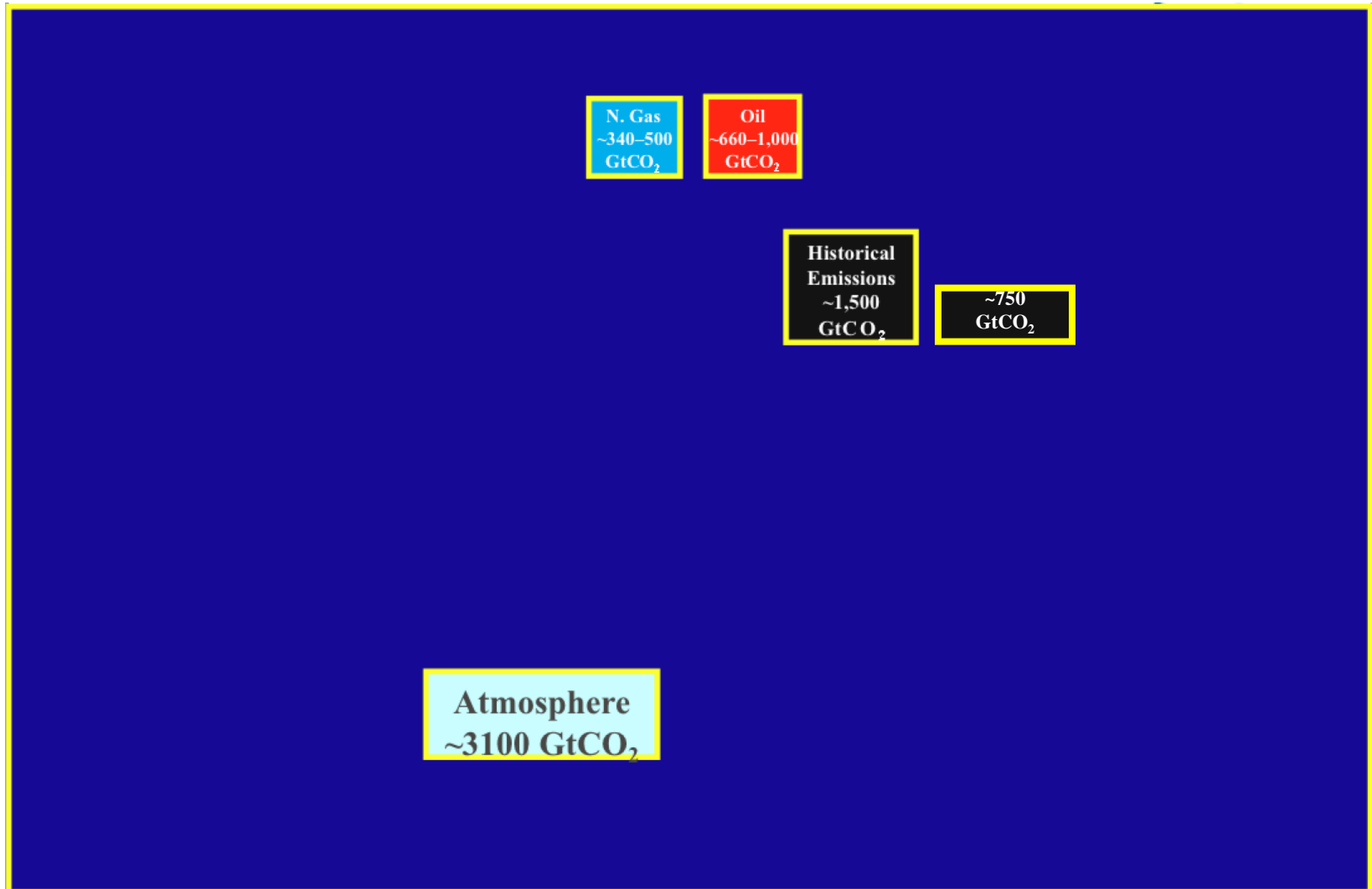
Source: Pachauri et al., 2012

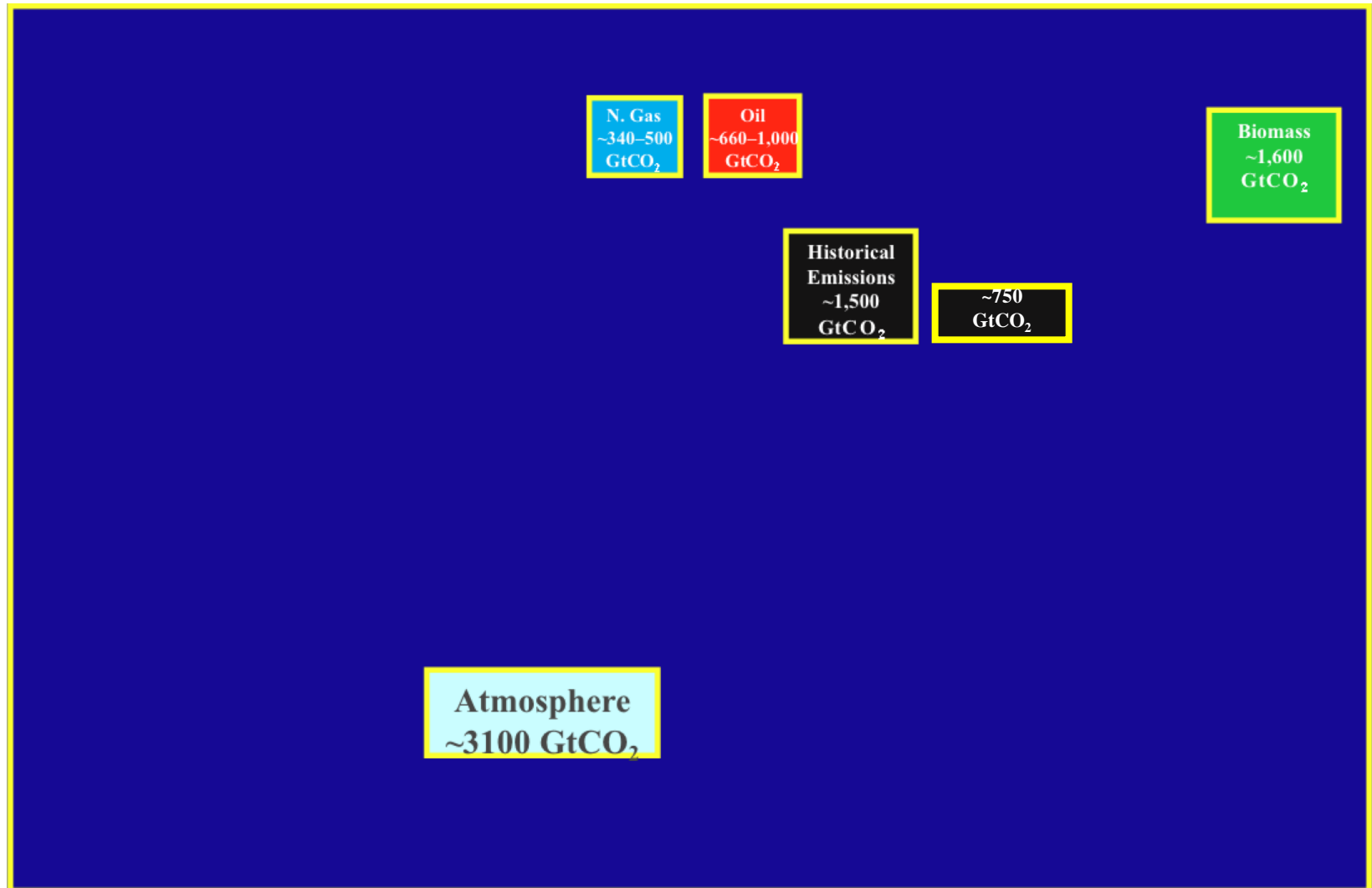


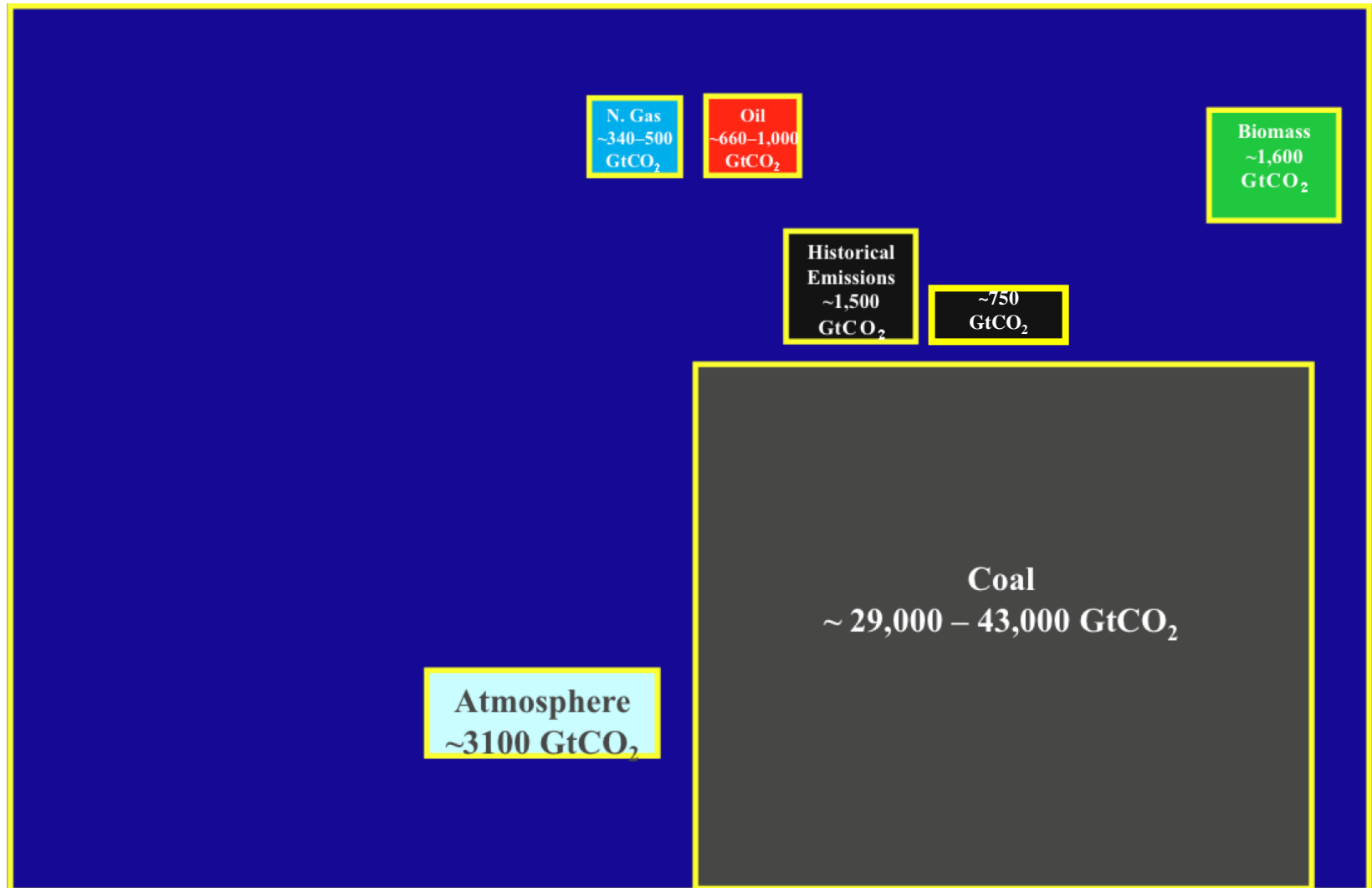
N. Gas ~340–500 GtCO <sub>2</sub>	Oil ~660–1,000 GtCO <sub>2</sub>
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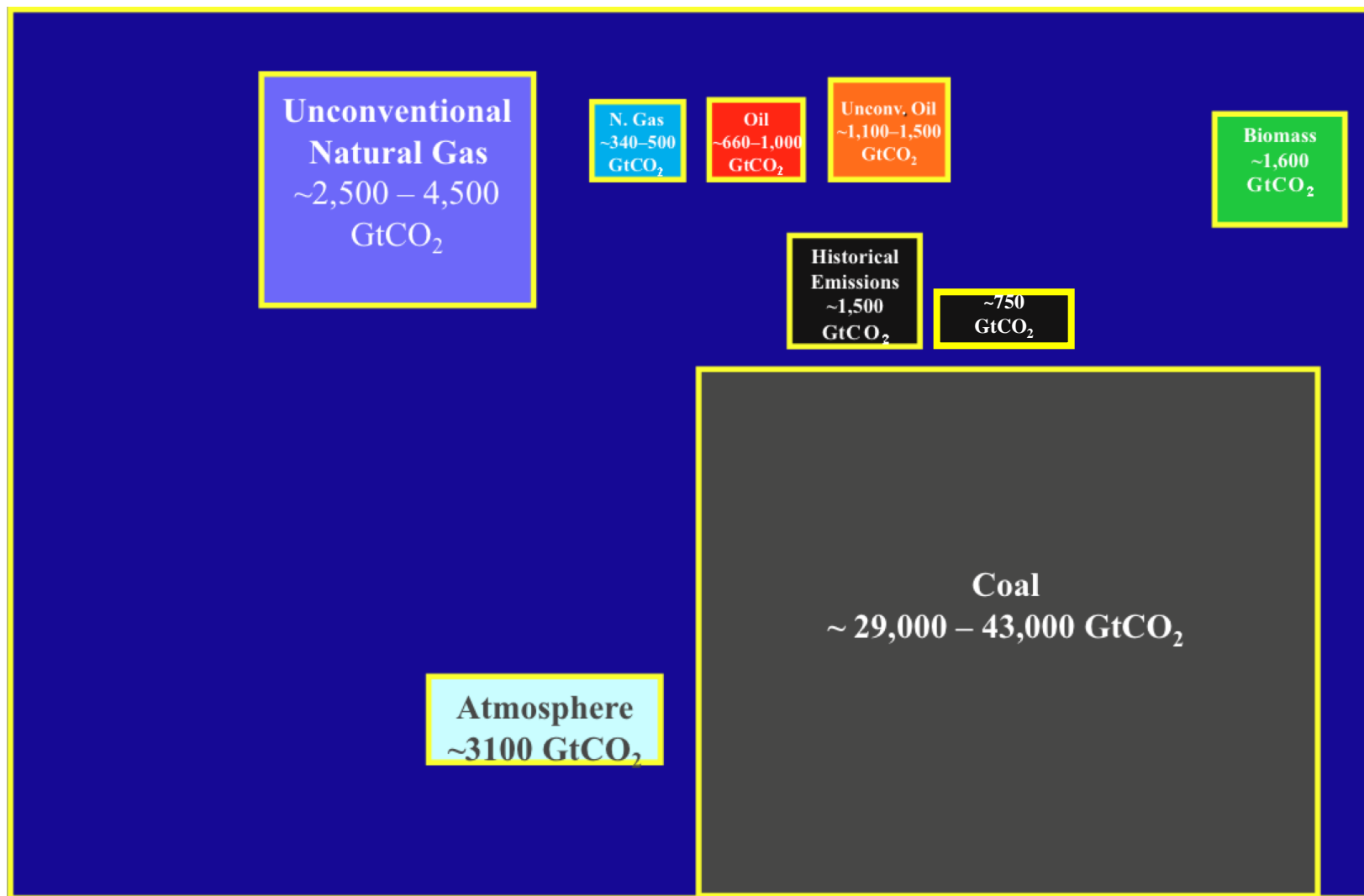


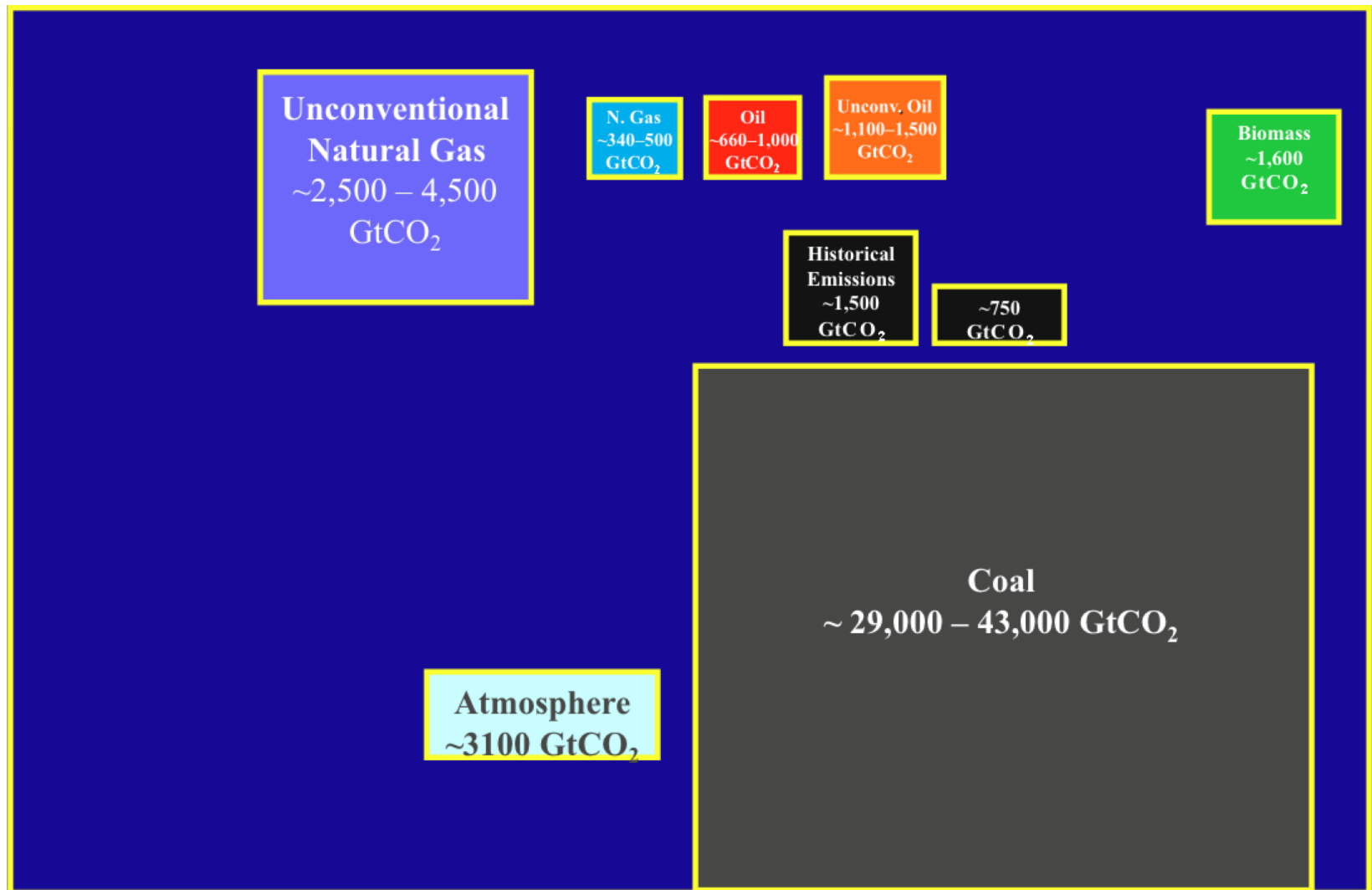


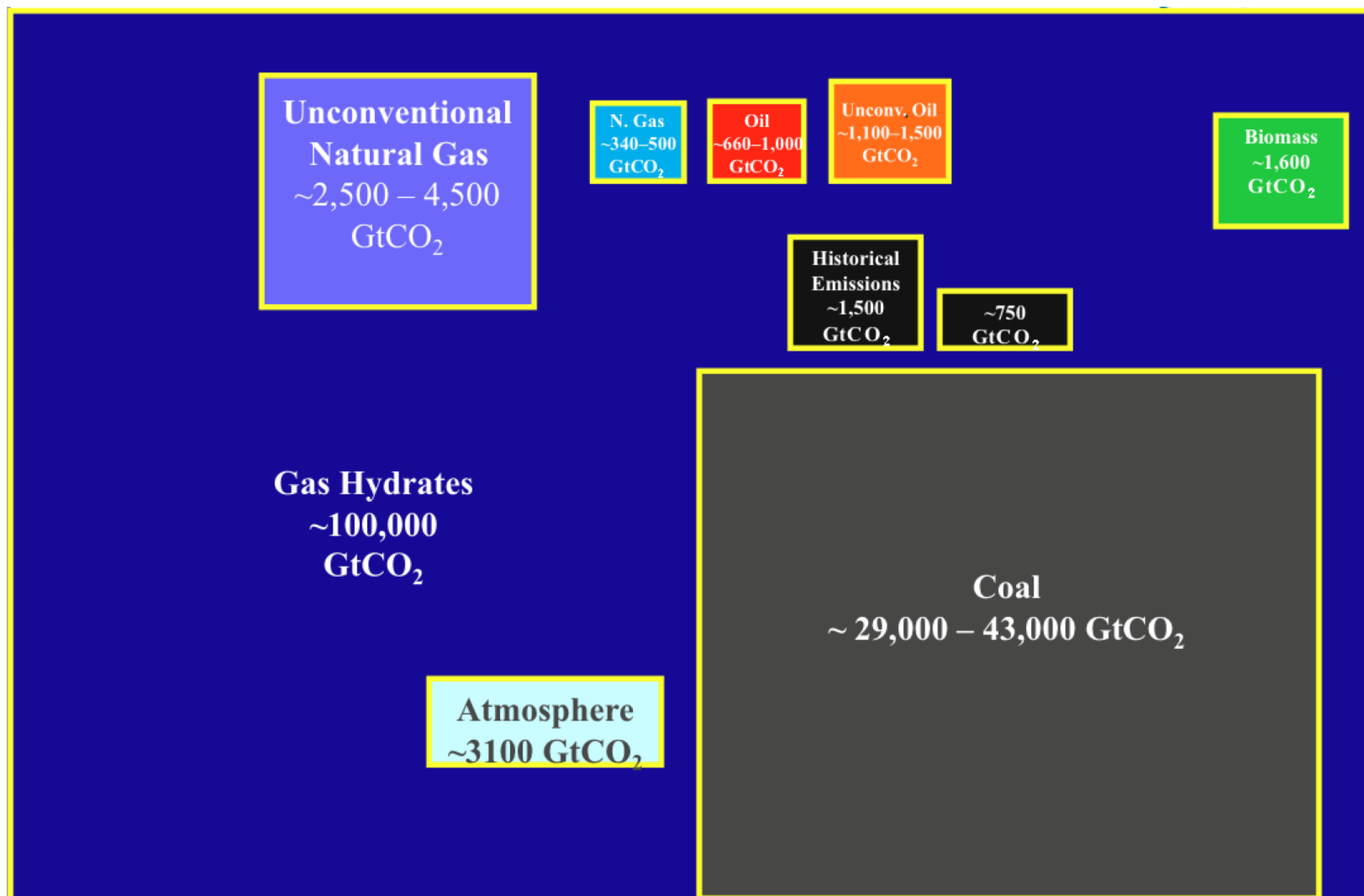




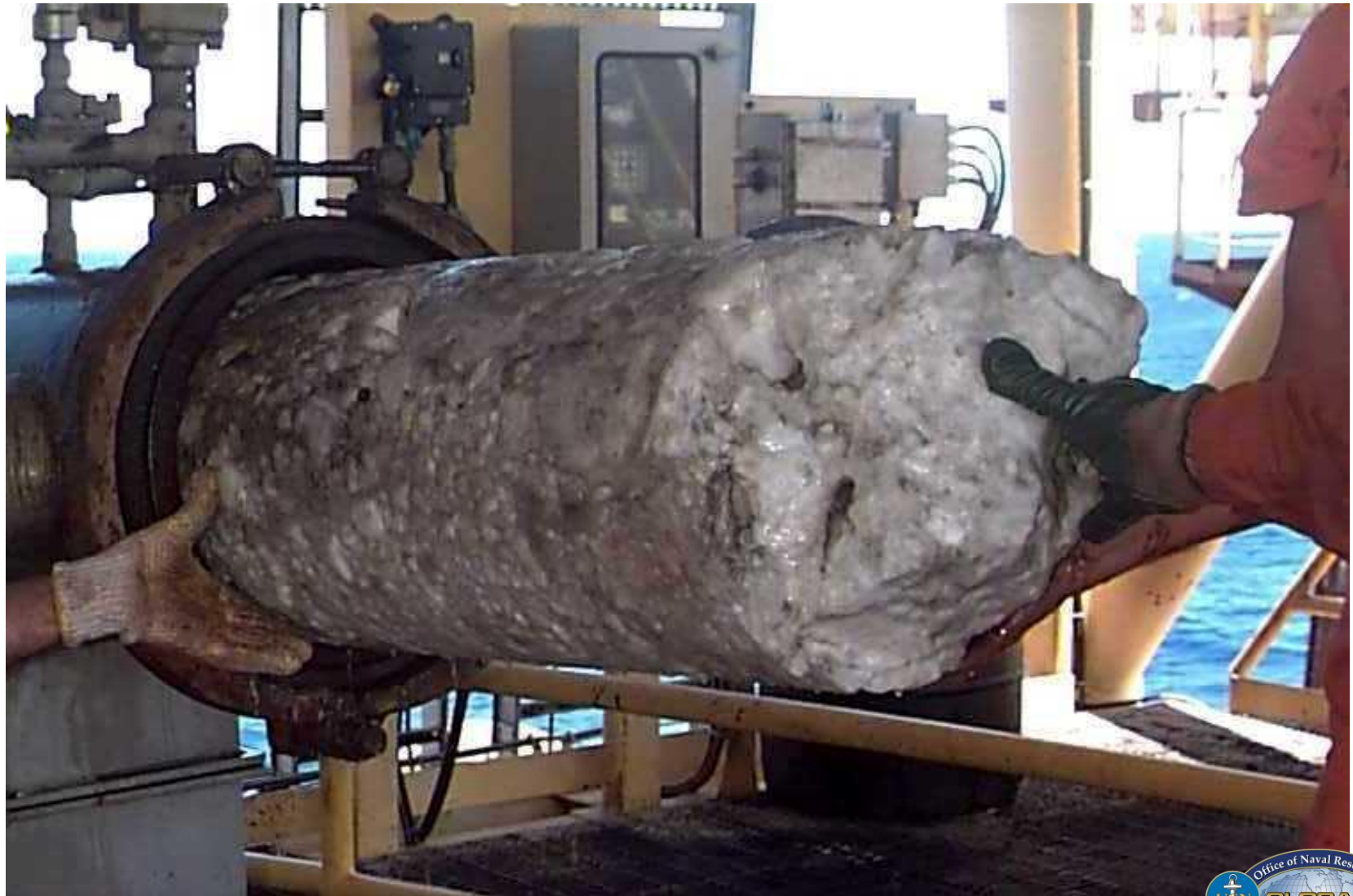


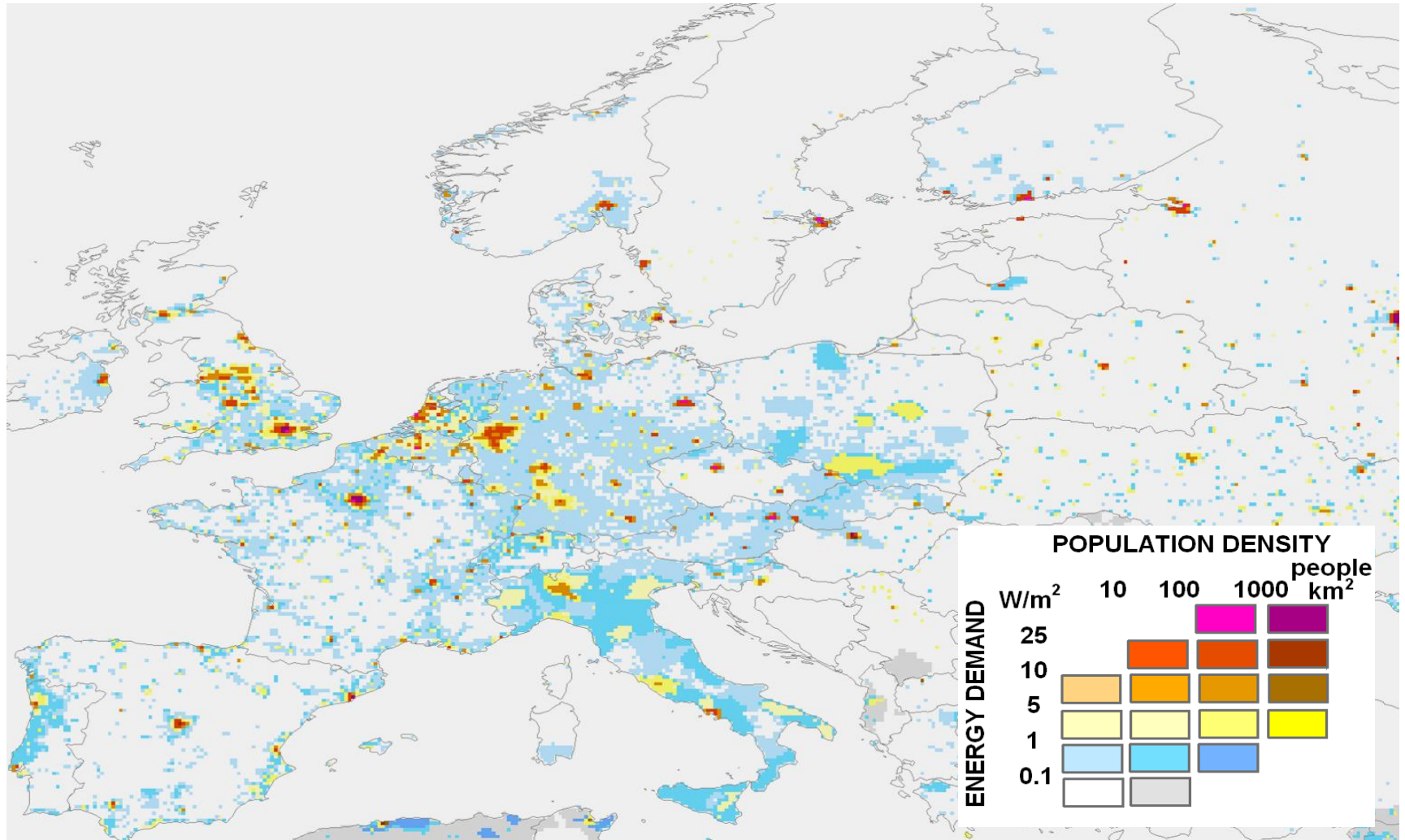




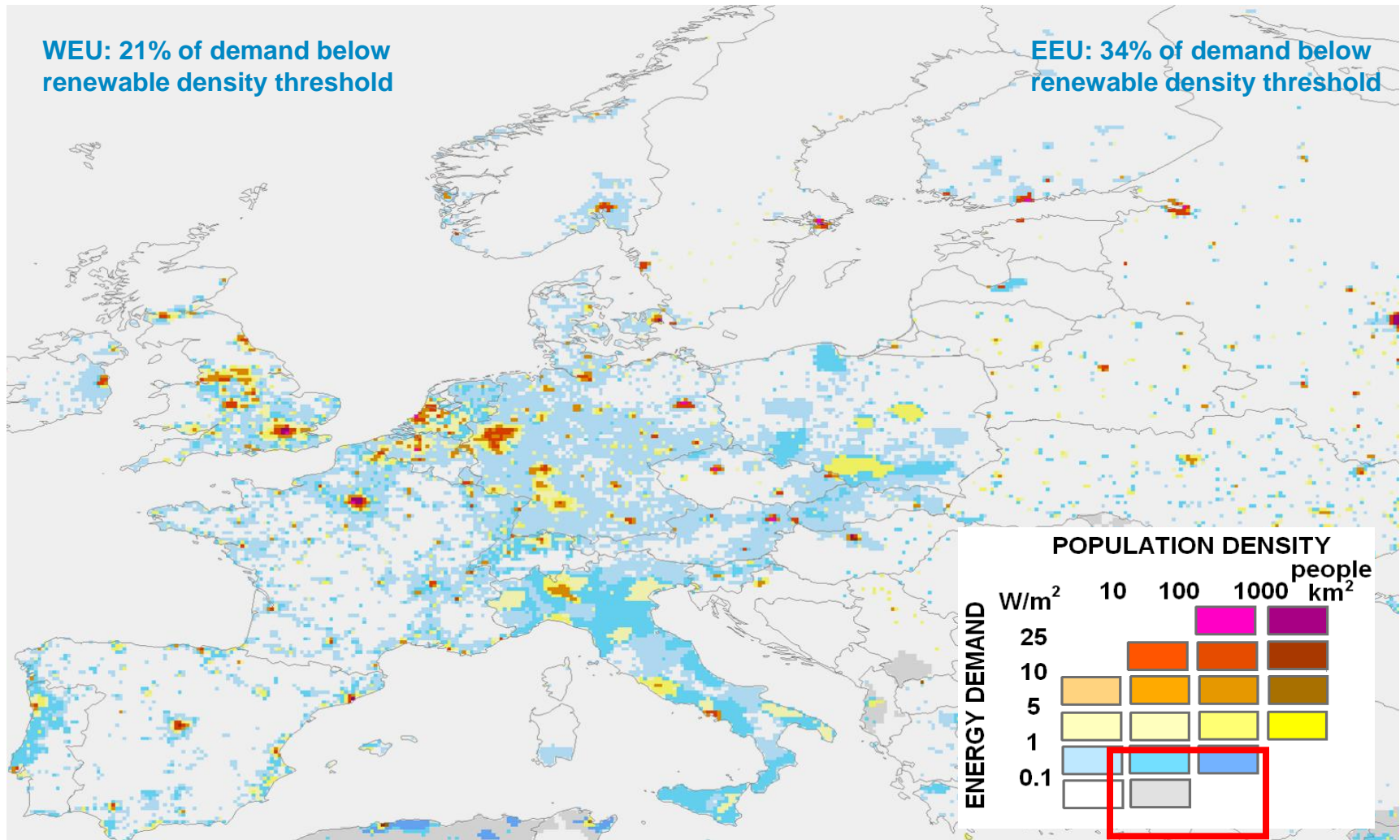






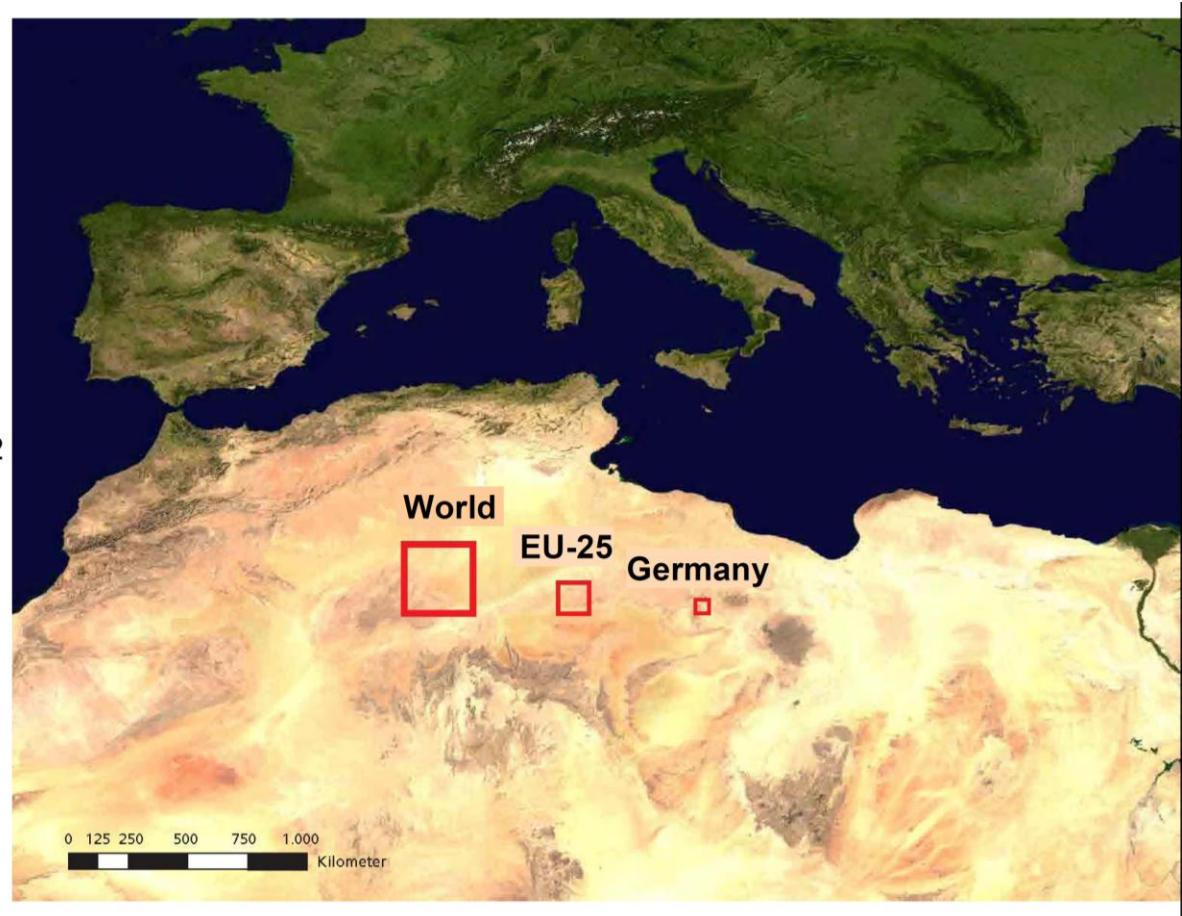


Source: Gubler et al., 2012



Source: Gubler et al., 2012

World 300 x 300 km<sup>2</sup>  
EU-25 150 x 150 km<sup>2</sup>  
Germany 50 x 50 km<sup>2</sup>



Source: DLR Deutsches Zentrum für Luft- und Raumfahrt e.V. in der Helmholtz-Gemeinschaft

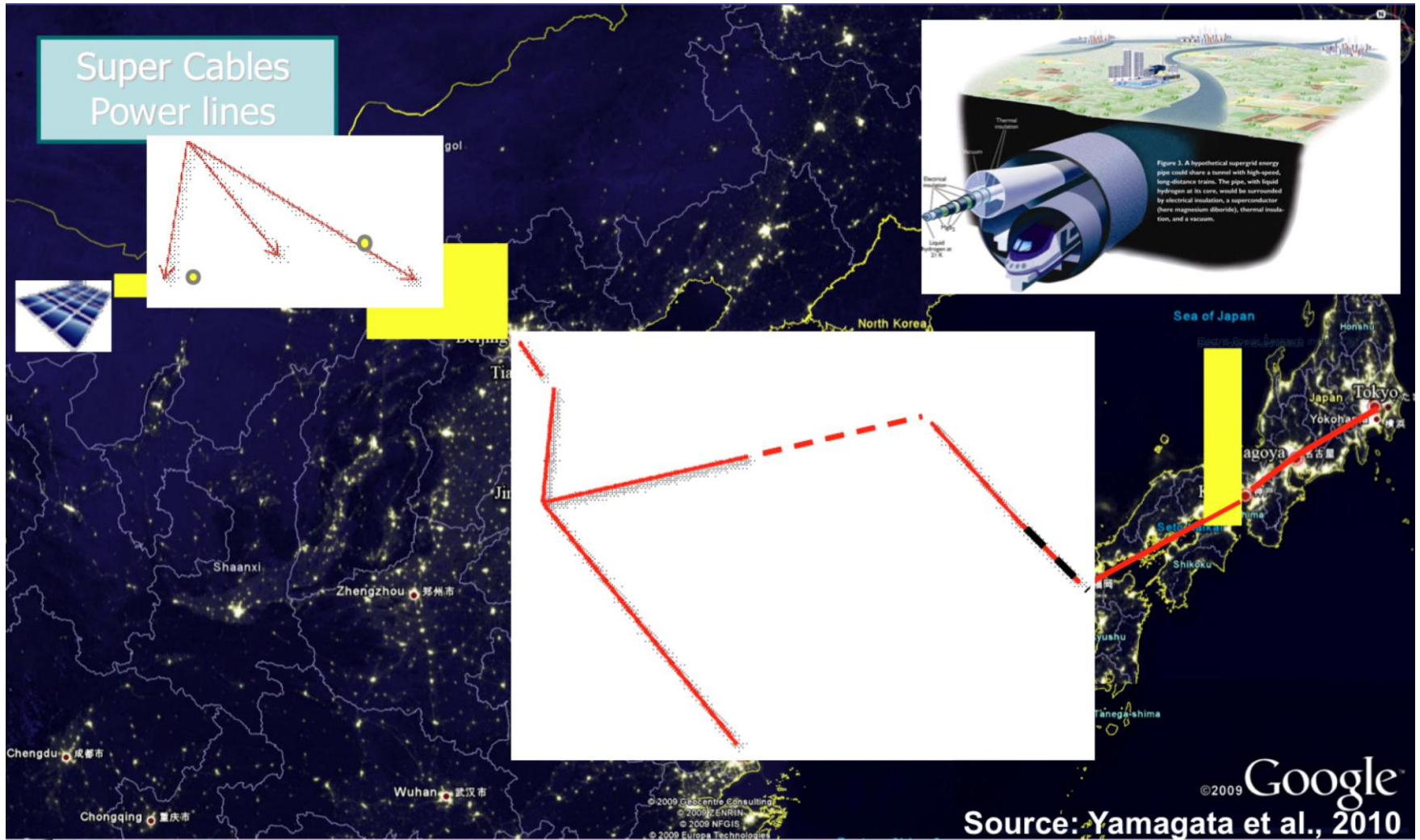




Source: Hasani et al., 2011



Source: Hasani et al., 2011



Before reconstruction



over 150 kWh/(m<sup>2</sup>a)



**-90%**

Reconstruction according to the passive house principle



15 kWh/(m<sup>2</sup>a)

Source: Fraunhofer-Institut für Bauphysik (IBP), 2012





## Framework conditions

### Challenges:

- Achieving universal energy access in the world
- Decarbonization of energy systems until 2050

### Preconditions:

- The global primary energy demand should not increase significantly beyond the current levels
- Drastic improvements in energy efficiency (halving the global of CO<sub>2</sub> intensity of energy)
- Behavioral and lifestyles changes necessary



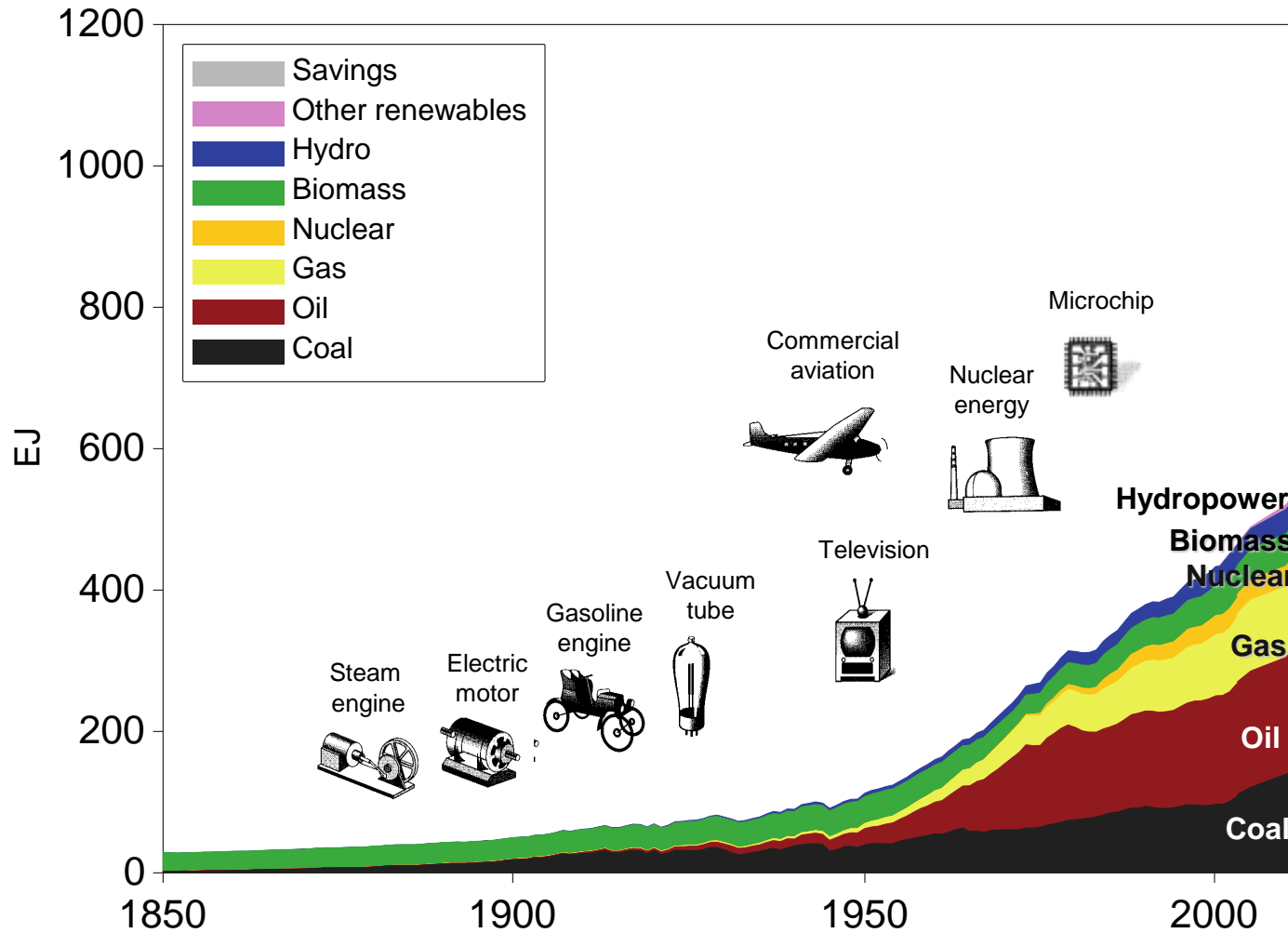


2012 INTERNATIONAL YEAR OF  
**SUSTAINABLE ENERGY**  
**FOR ALL**

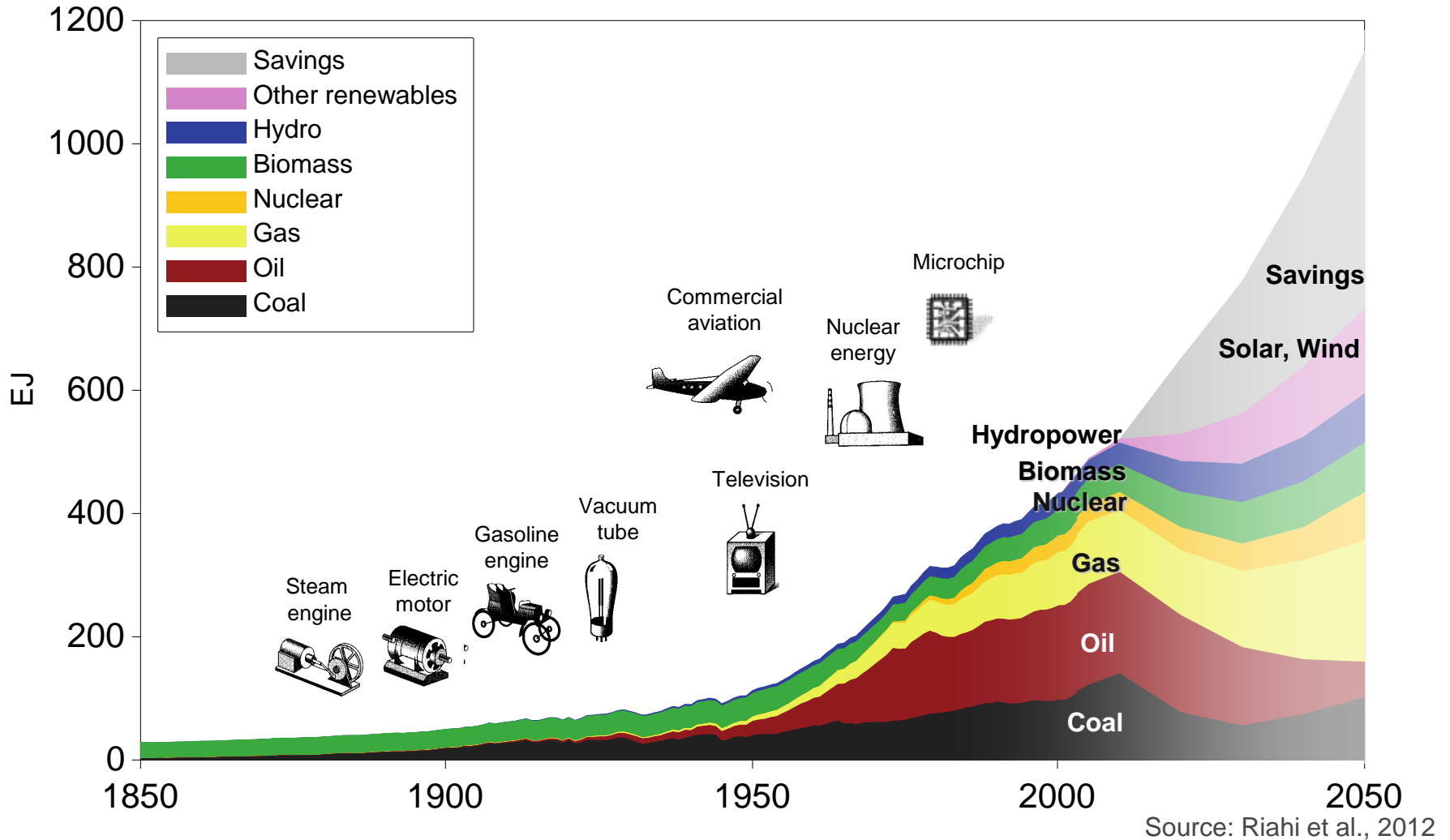
## 2030 Energy Goals

- Universal Access to Modern Energy
- Double Energy Efficiency Improvement
- Double Renewable Share in Final Energy
- Aspirational & Ambitious but Achievable

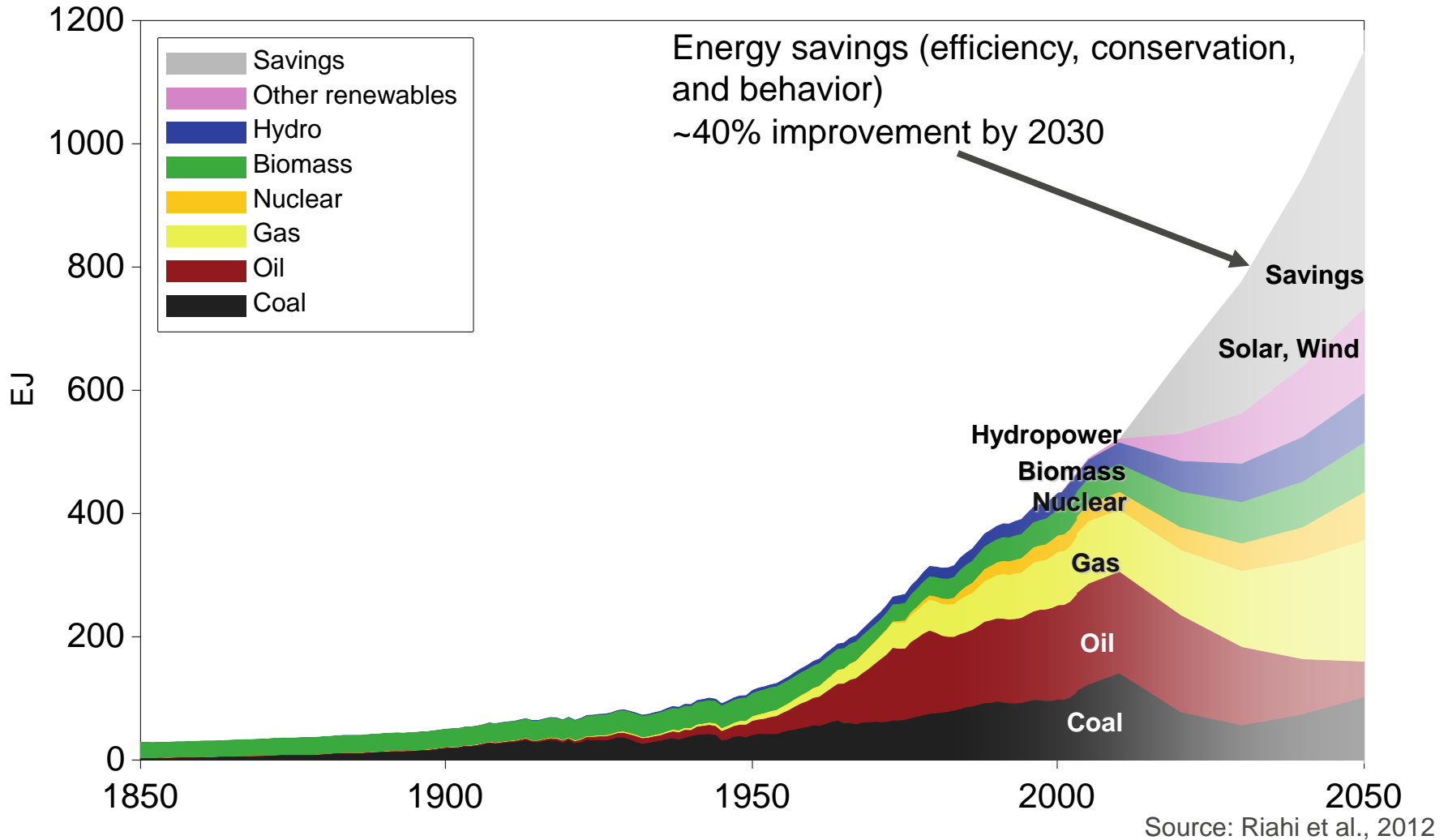




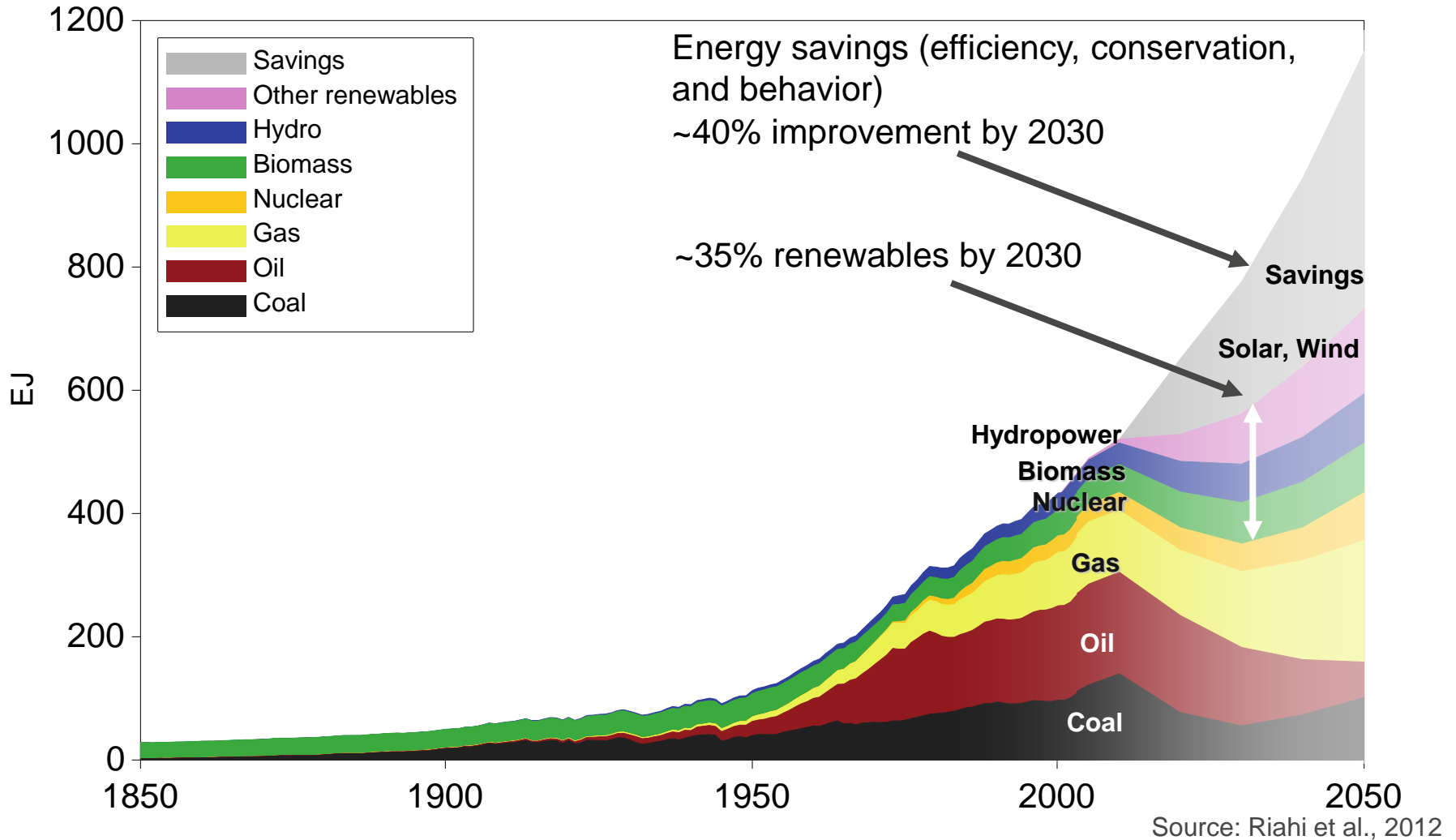
# Limited Bioenergy and Intermittent REN



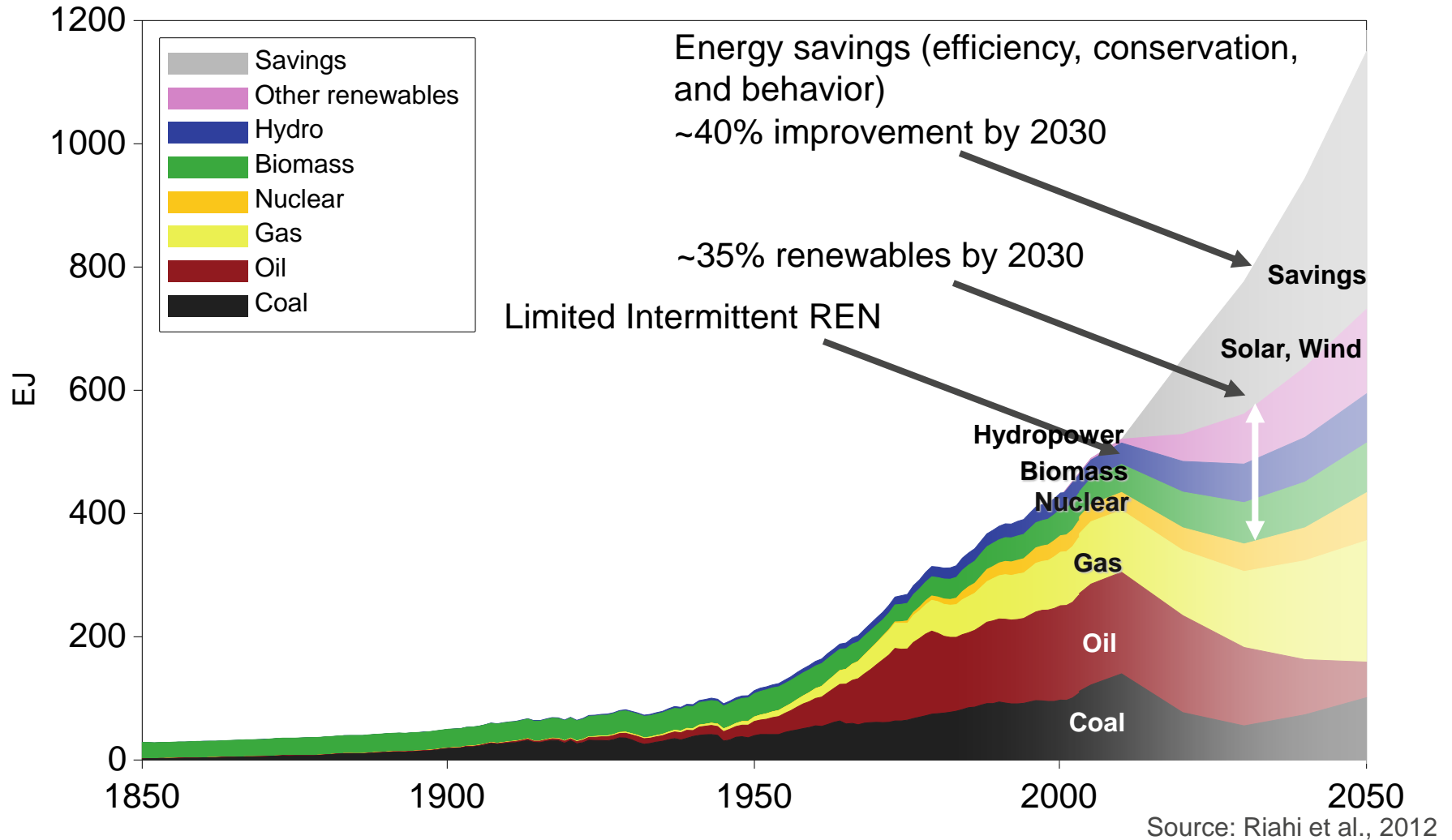
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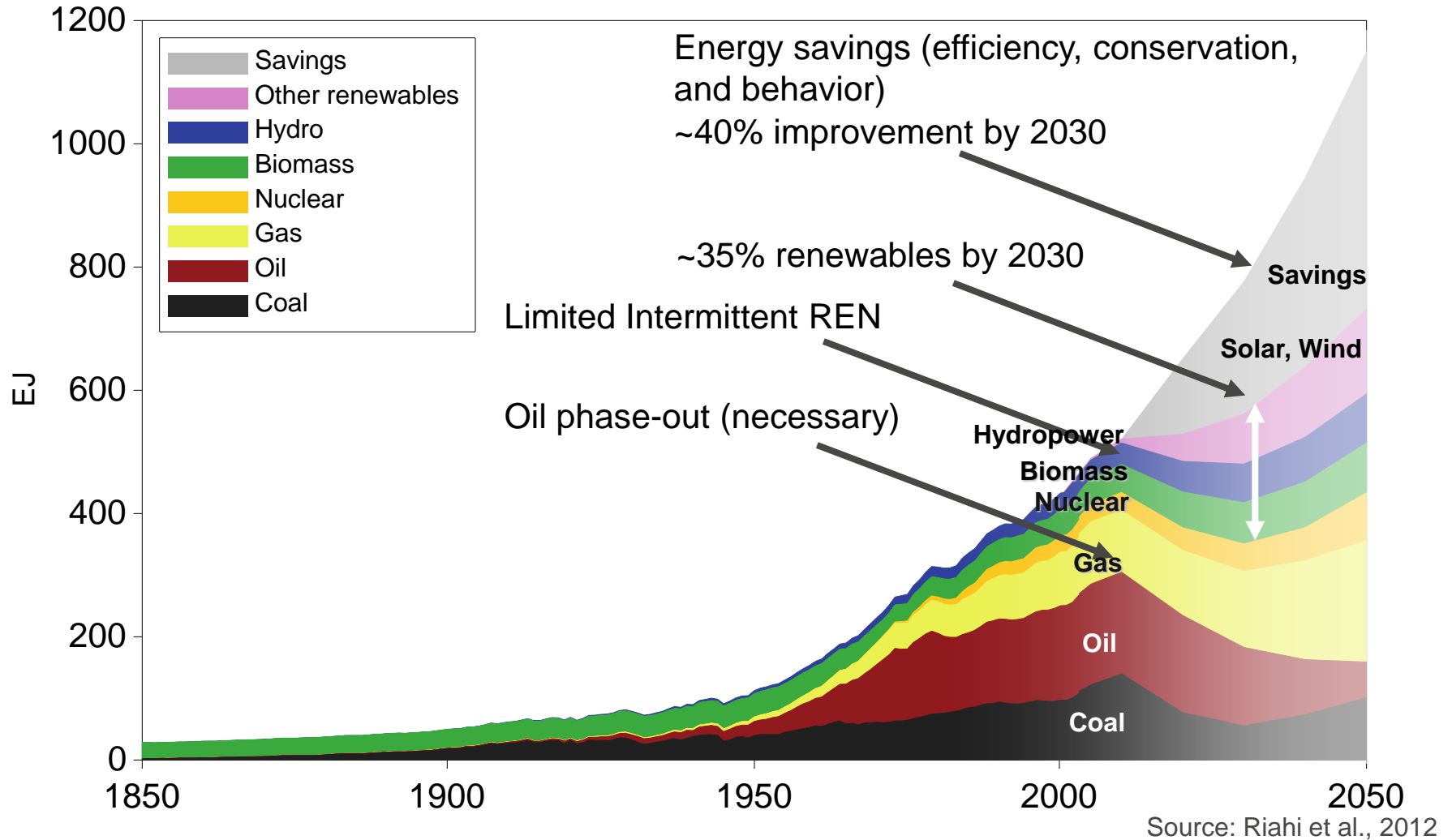
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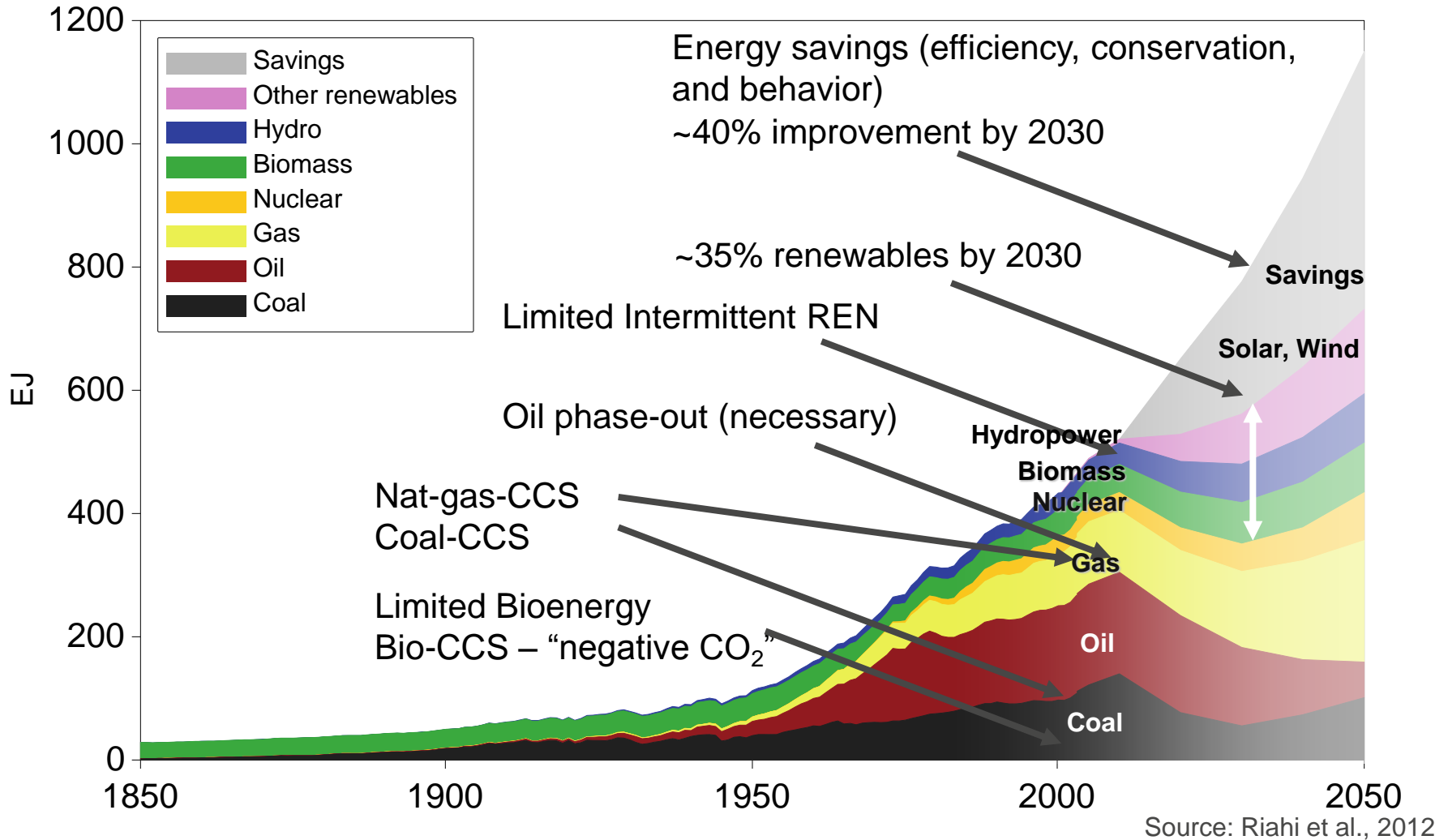


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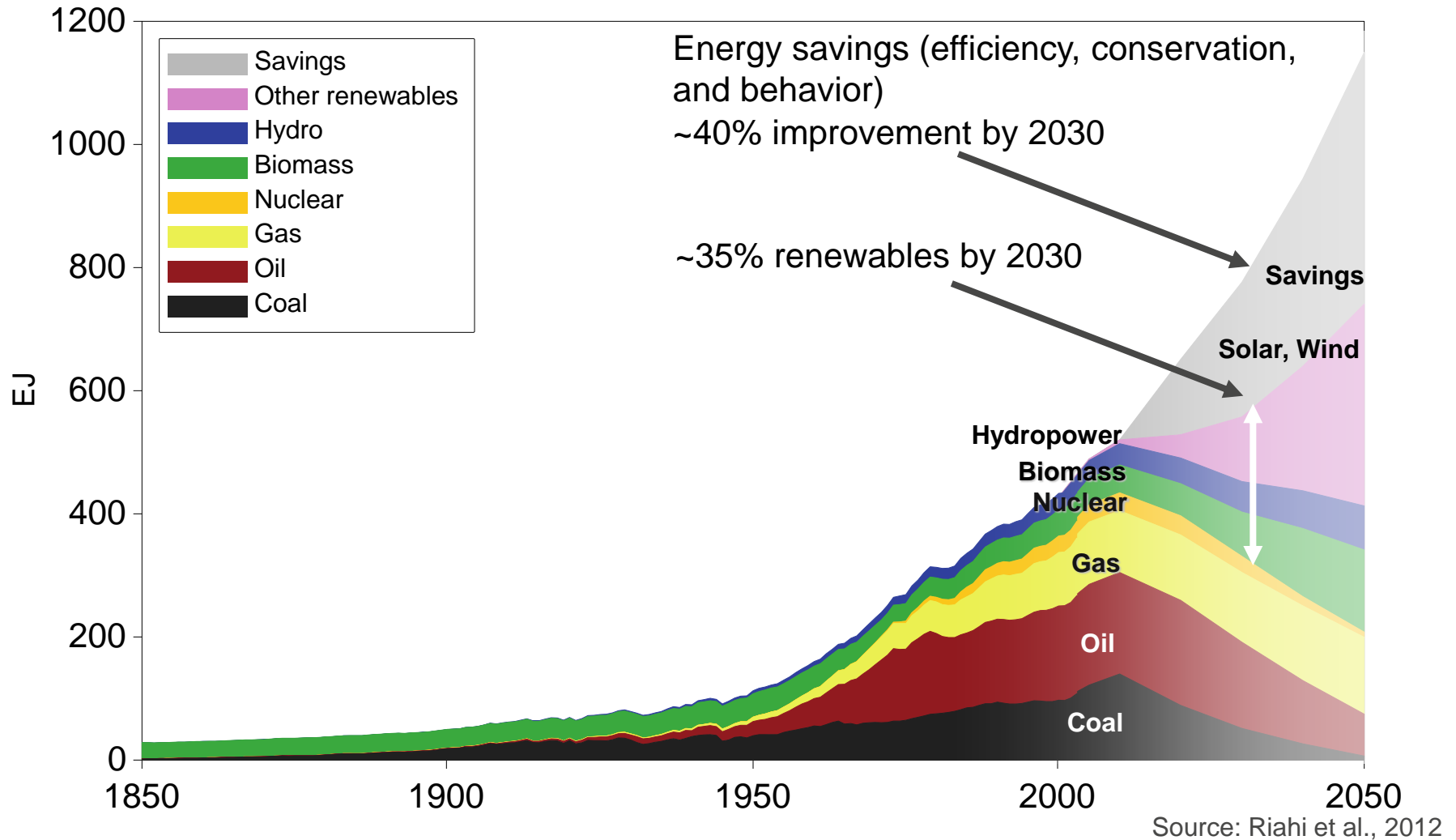


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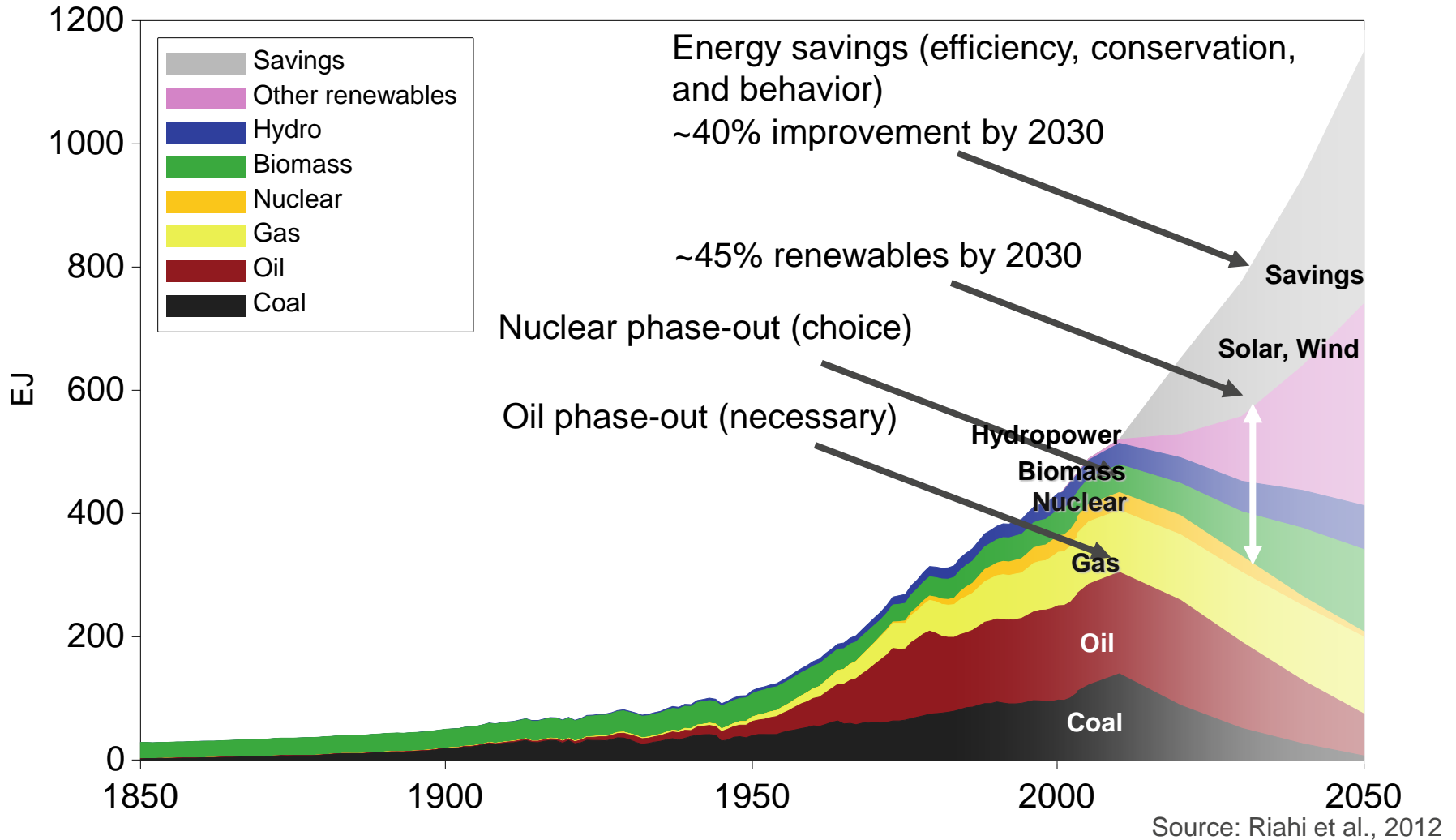


Source: Riahi et al., 2012

# Nuclear and CCS Moratorium

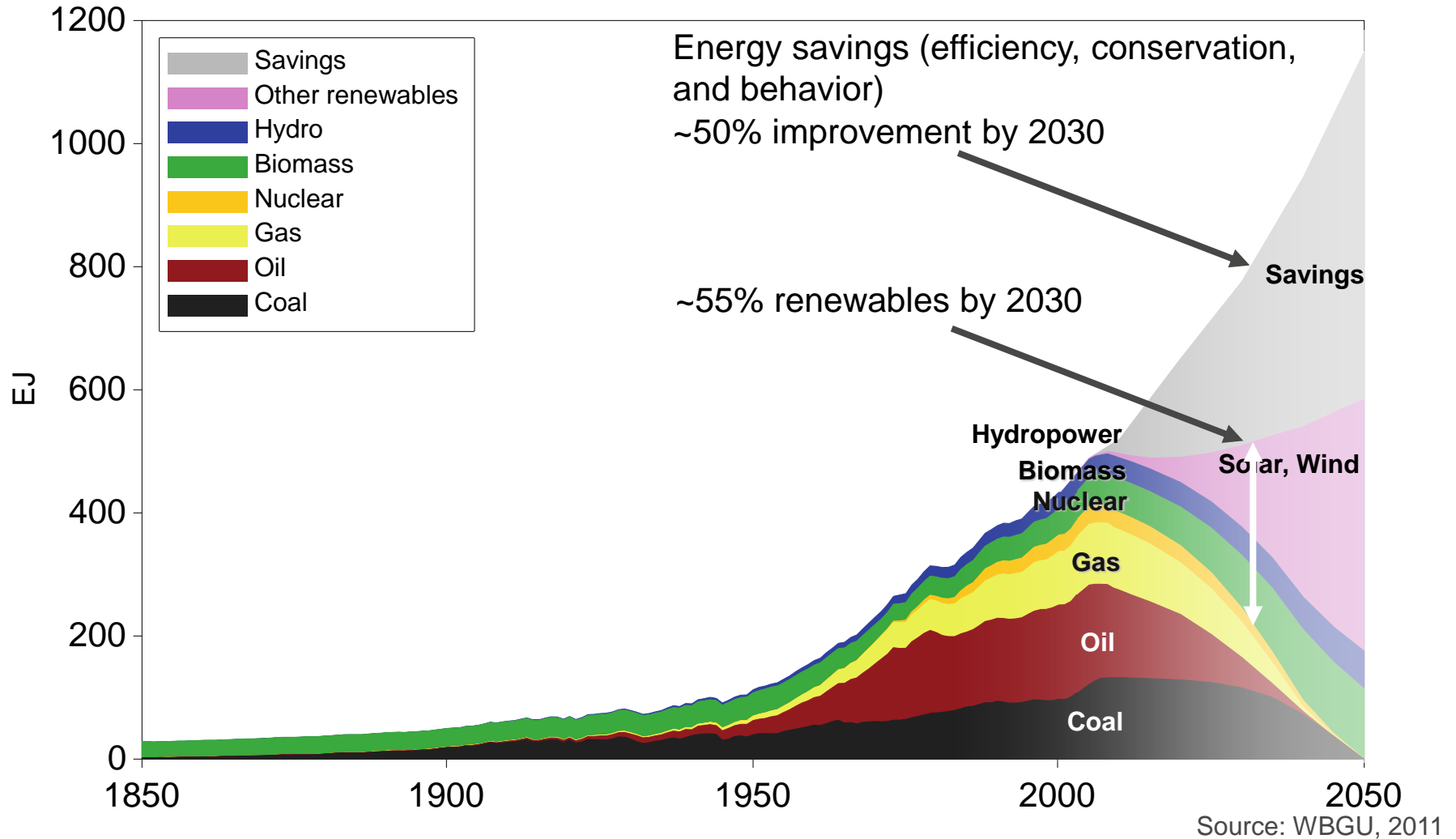


# Nuclear and CCS Moratorium

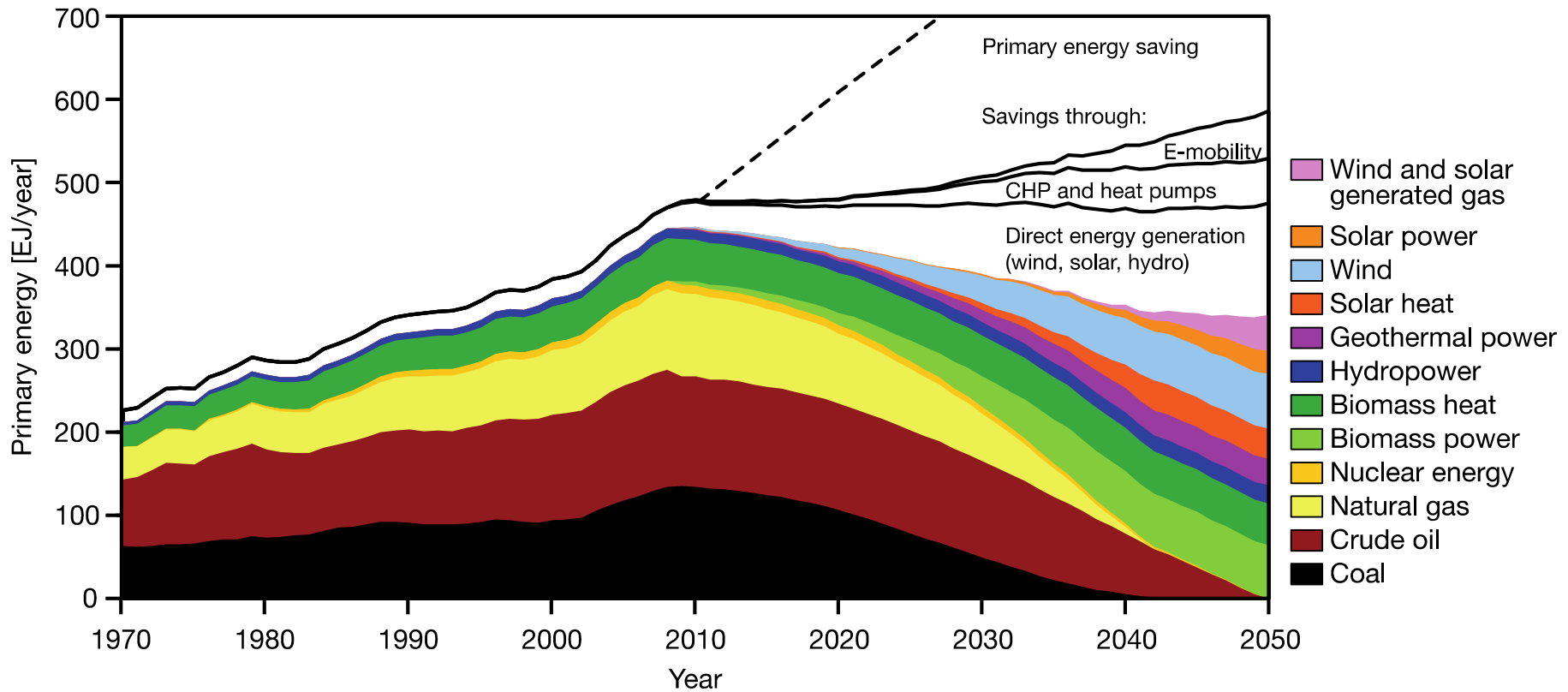


Source: Riahi et al., 2012

# WBGU Exemplary Pathway

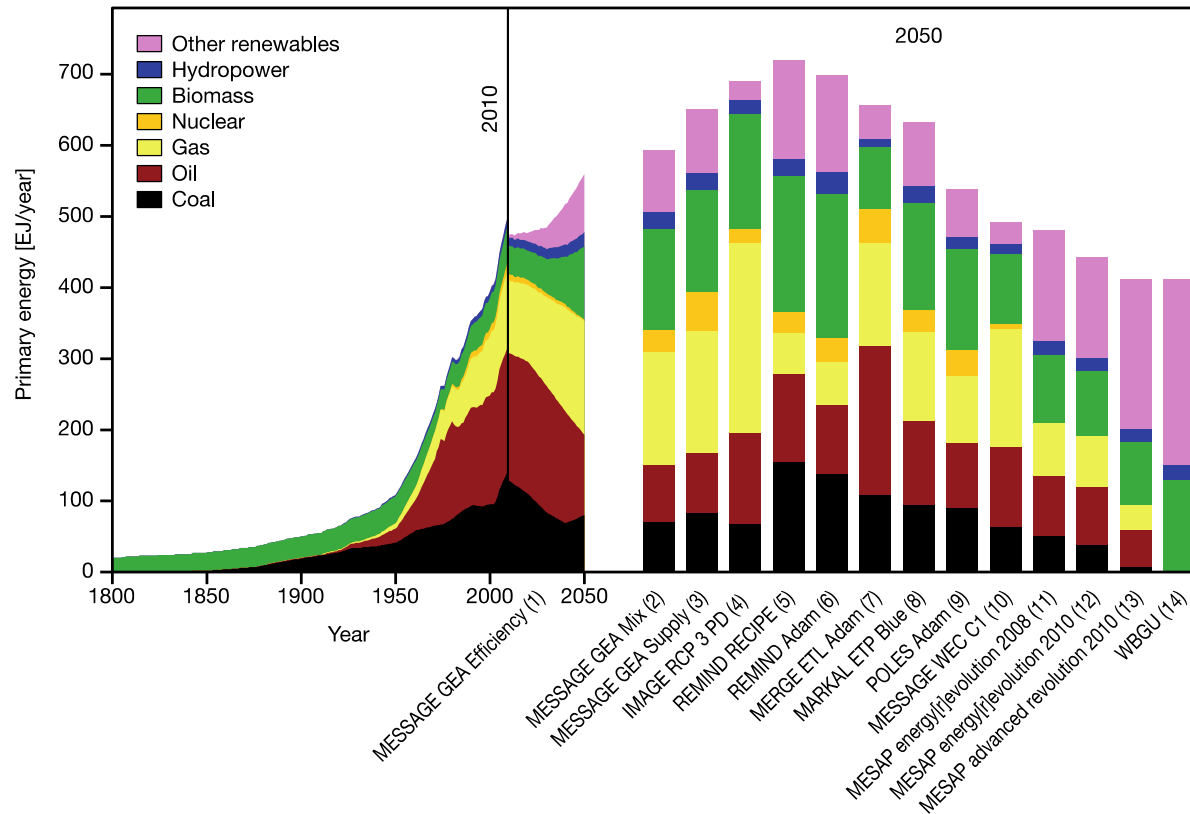


# WBGU Exemplary Pathway



Source: WBGU, 2011

# Alternative Stabilization Pathways

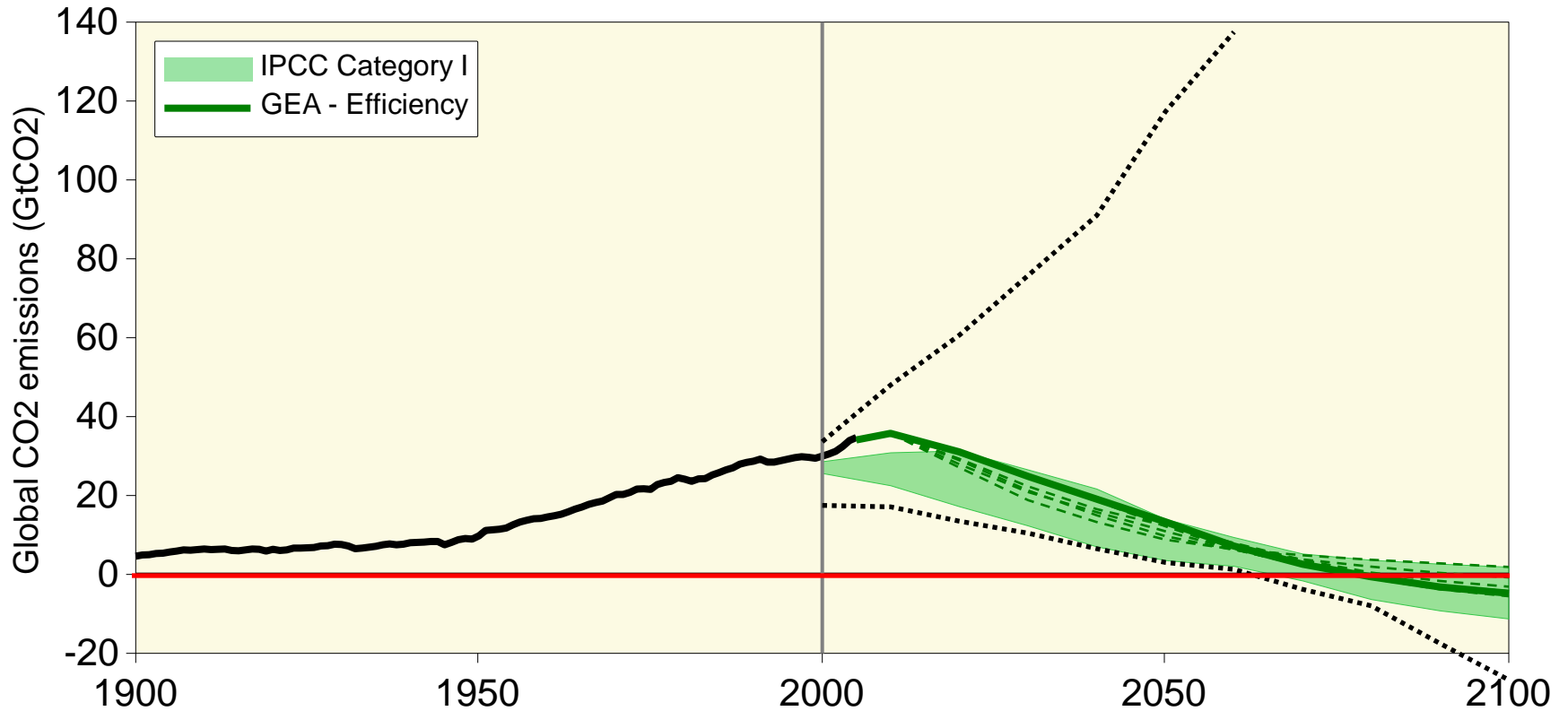


Source: WBGU, based on data from Nakicenovic et al., 1998; EREC und Greenpeace, 2008, 2010; IEA, 2008b; Edenhofer et al., 2009a, 2010; IIASA, 2009; GEA, 2012

## Framework conditions

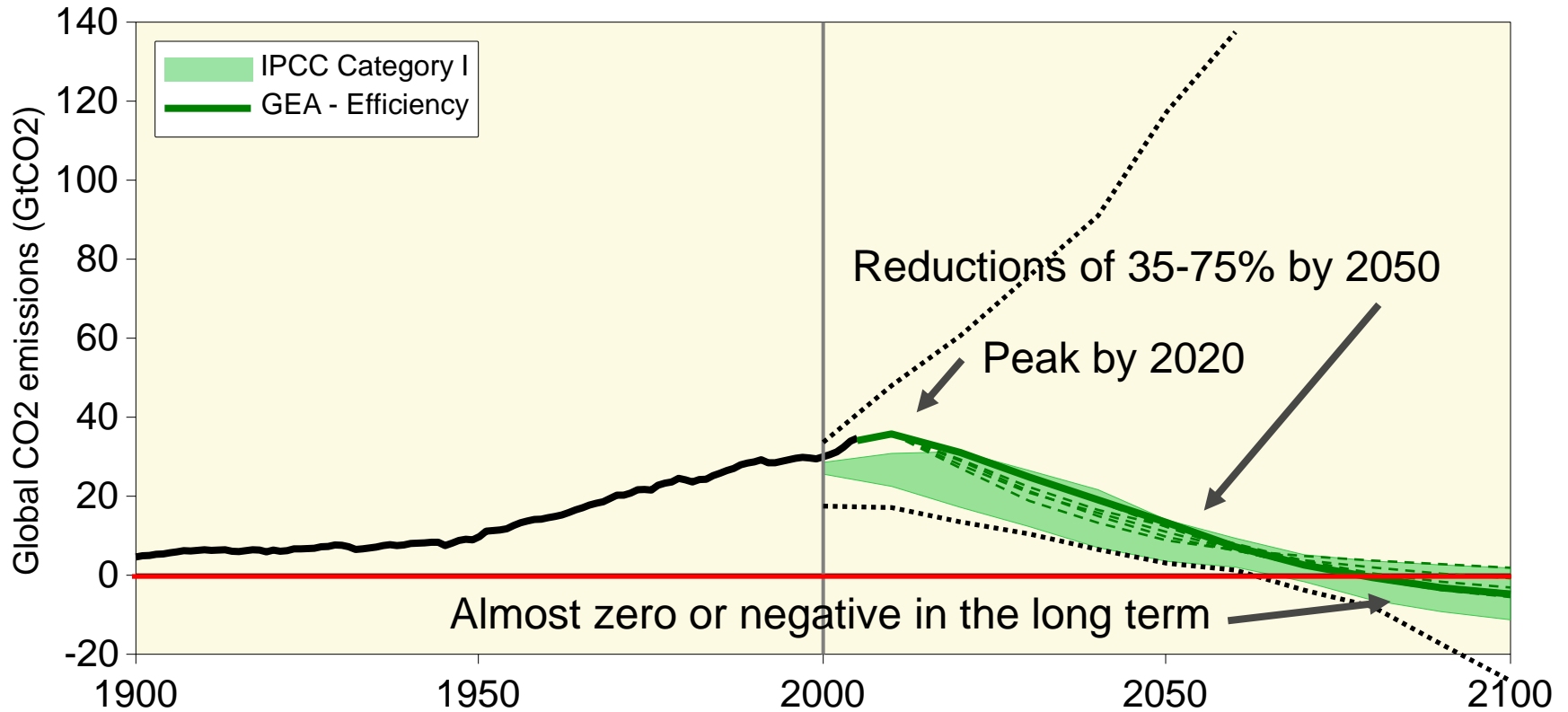
- Vigorous efficiency improvement
- Accelerated development of renewable energy
- Nuclear energy phase-out
- CCS as a transitional option
- CO<sub>2</sub>-sequestration with biomass as option for the future
  
- Urbanization: high energy demand in cities
- Land-use: forest protection and climate-friendly agriculture essential





Source: Riahi et al., 2012





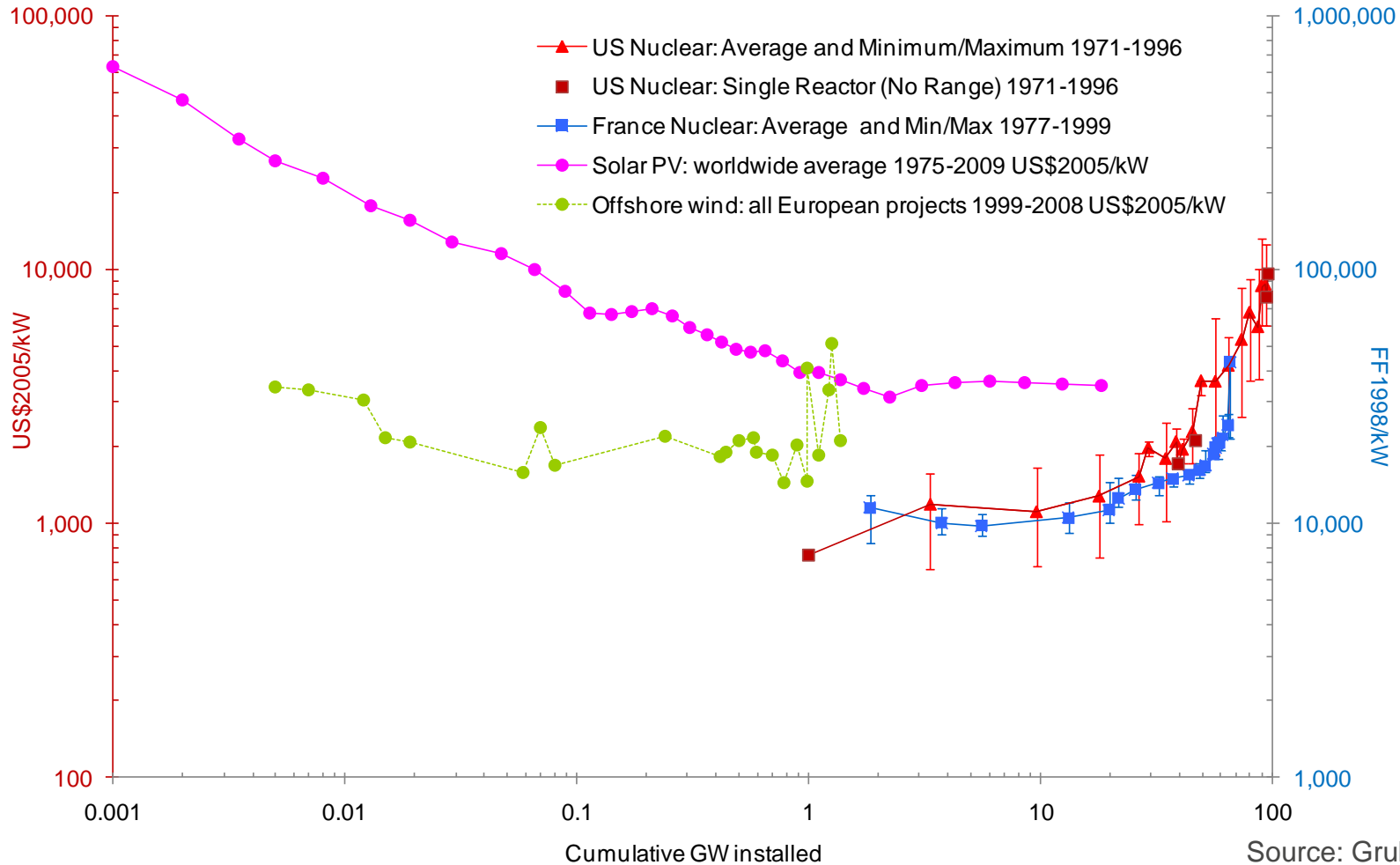
Source: Riahi et al., 2012

Annual Energy Investments	Innovation RD&D	Markets Formation	Present Investments	Investment for SE4All
	[billion US\$2005]	[billion US\$2005]	[billion US\$2005]	[billion US\$2005]
	2010	2010	2010	2010 - 2030
Efficiency	>> 8	~ 5	200	258 - 365
Renewables	> 12	~ 20	200	259 - 406
Access	< 1	< 1	~ 9	36 - 41
Total	> 50	< 150	1250	1260 - 1680

Source: Grubler et al., 2012

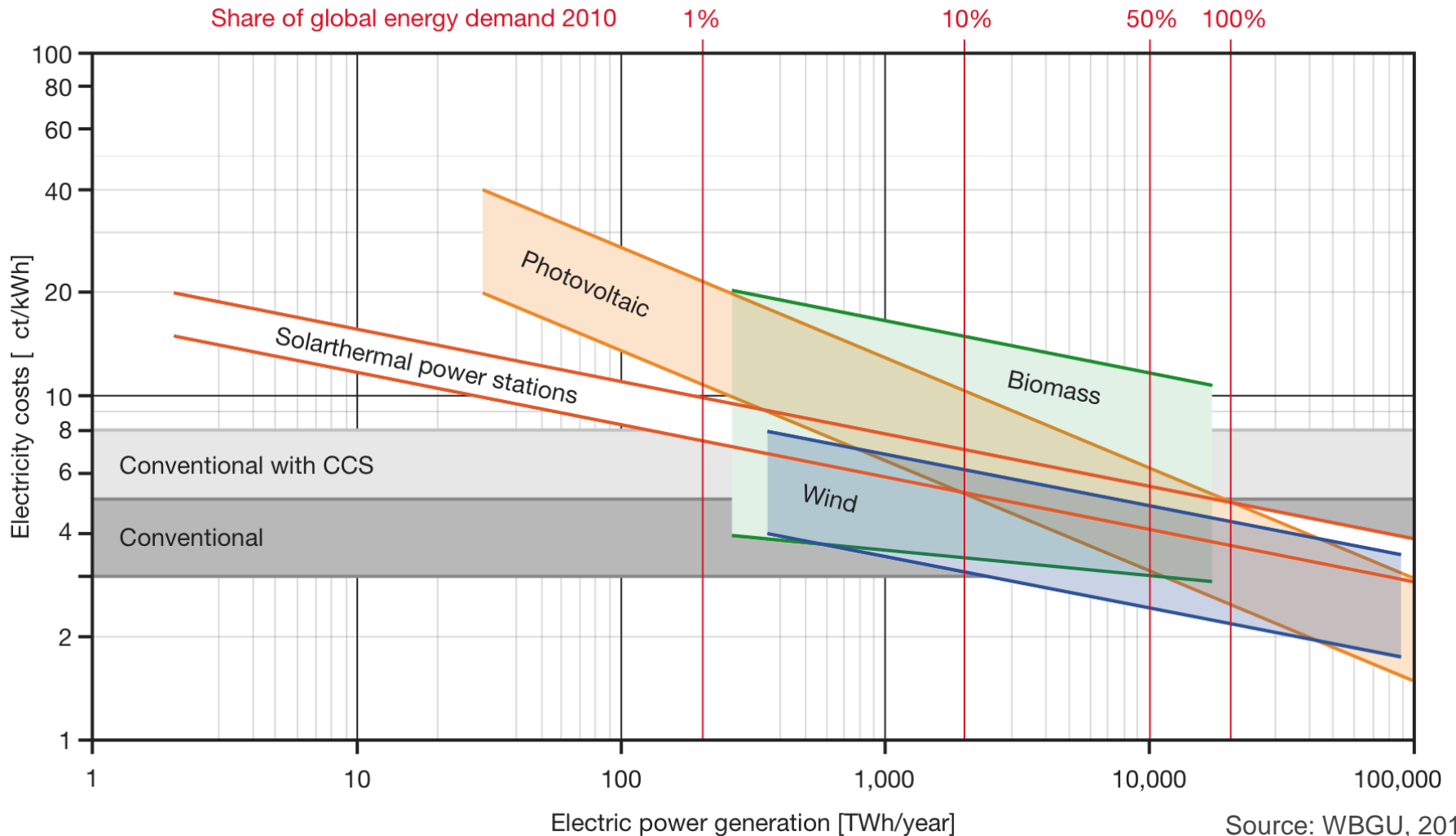


# Photovoltaics, Offshore Wind and Nuclear



Source: Grubler et al., 2012

# for Electricity from Renewables



Source: WBGU, 2011

- The goal is to secure planetary life-support systems.
- The social contract is for the proactive state with improved participation of civil society at local, national and global levels of cooperation.
- The proactive state is to actively set priorities for sustainability and involve increased participation of the civil society in decision-making.



1. What are some of the reasons why costs of new and advanced technologies may decline with cumulative experience?
2. Why is it important to limit global mean temperature change to 2° C above the preindustrial level and not 1.5 or 3° C?
3. Discuss why it is important to achieve transformation of global, regional and local energy systems toward sustainable futures.



### Basic reading

WBGU (2011): World in Transition: A Social Contract for Sustainability. Chapter 4. Berlin: WBGU:

### Further reading

- BMU (2012): German Lead Study 2011 (Leitstudie 2011: Langfristszenarien und Strategien für den Ausbau der erneuerbaren Energien in Deutschland bei Berücksichtigung der Entwicklung in Europa und global). Berlin: BMU.
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- RCP -: Representative Concentration Pathway Database (2009): Internet: <http://www.iiasa.ac.at/web-apps/tnt/RcpDb/dsd?Action=htmlpage&page=welcome>, International Institute for Applied Systems Analysis, Laxenburg, Austria .
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### Flagship Report

### World in Transition A Social Contract for Sustainability



English book: January 2012

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