



Wir schaffen Wissen - heute für morgen

Potential impact of post Fukushima nuclear policy on the future role of CCS in climate mitigation scenarios in Switzerland

Nicolas Weidmann, Hal Turton, and Ramachandran Kannan

Energy Economics Group, Laboratory for Energy Systems Analysis, Paul Scherrer
Institute, Switzerland

IEW2012, June 19, 2012

1 Introduction

- Scope, Objective
- Swiss MARKAL model
- Scenario definitions

2 Scenario analysis

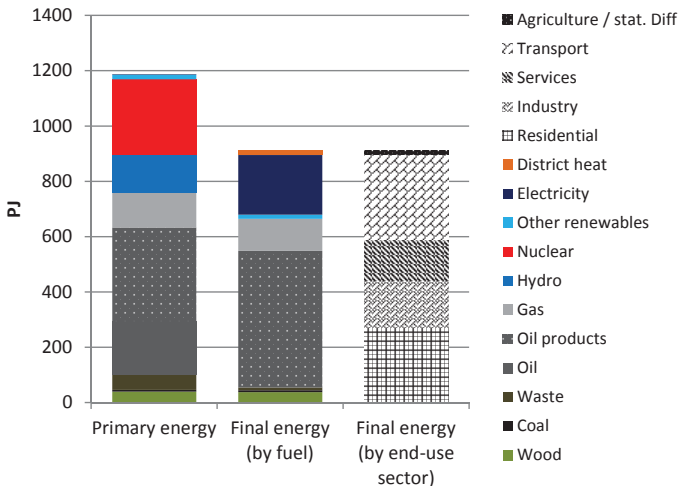
- Reference scenario, climate scenario
- Nuclear phase-out under climate constraint
- Carbon capture and storage

3 Conclusion and Outlook

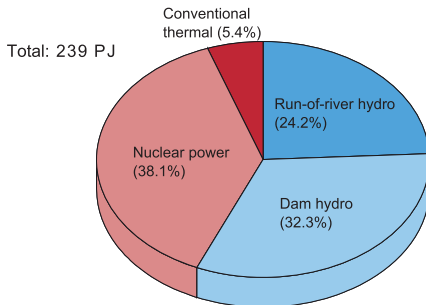
- Summary and conclusion
- Outlook

Primary and final energy consumption

Swiss primary and final energy consumption 2010



Electricity generation mix (2010)



- Power sector nearly decarbonised
- Self sufficiency in annual electricity generation but still dependent on import for seasonal demands
- Electricity trading is important (power system balance, revenue)

Challenges for the future Swiss energy system

- Development of future electricity demand (population/GDP growth increase, electrification)
- Nuclear phase-out
- Climate policy
- Energy security
- Future availability of technologies supporting low carbon energy system

Objective

- Analyze how uncertainties may affect future Energy system and cost-effectiveness of technologies
- Identify robust combinations of technologies and fuels
- Potential role of low carbon electricity sources (new renewables, CCS) under nuclear and climate constraints

Scenario analysis

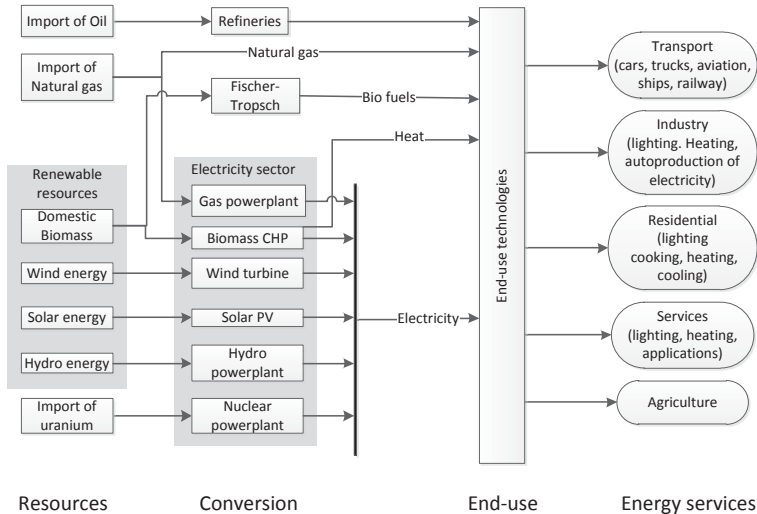
- Uncertainties → Definition of scenarios
- Scenarios analysed using Swiss MARKAL energy system model

Description of modeling framework

- Technology-rich bottom-up energy system model of entire Swiss energy system (single region model)
- Extensive representation of end-use efficiency technologies
- 40-years time horizon (2010-2050)
- Calibration to years 2000-2010

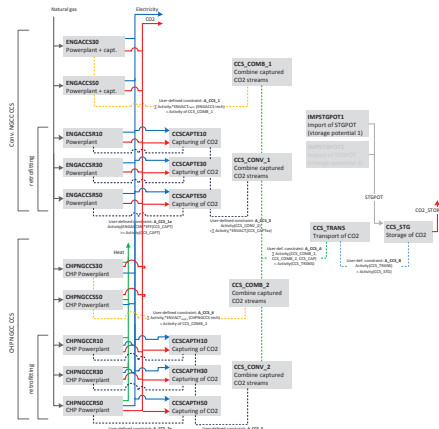
- Model development initiated by M. Labriet at the University of Geneva (LABRIET, 2003)
 - Building up first version of the model including five end-use sectors, conversion and supply
- Further developments and analyses by T. Schulz (SCHULZ, 2007; SCHULZ et al., 2007, 2008)
 - Implementation of extensive end-use technology options in transport and residential sector (including energy saving options based on marginal cost curves)
- and N. Weidmann (WEIDMANN, TURTON, and WOKAUN, 2009; WEIDMANN, KANNAN, and TURTON, 2011; ETS, 2009)
 - Further development of the model in all end-use sectors
 - Calibration of the entire model to 2010 data and demand update
 - Development and implementation of CCS module

Reference energy system



CCS module

Swiss MARKAL CCS Module

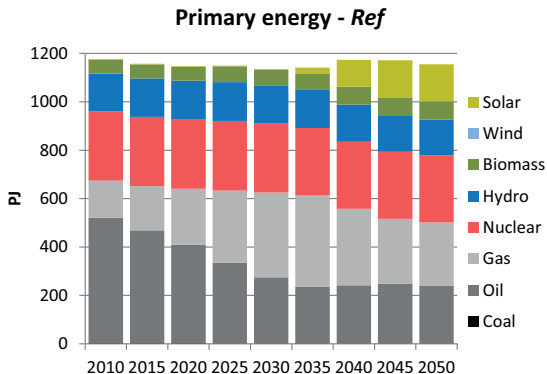


- **Ref**: Reference scenario (nuclear replacement, no (climate) policies)
- **NoNuc**: Nuclear phase-out
- **Clim**: Climate target (domestic CO₂ reductions by 20% by 2020, 60% by 2050)
- **Cumul A**: Cumulative CO₂ target
- **Cumul B**: Cumulative CO₂ target with fixed end point)
- **CCS**: Carbon Capture and Storage technologies available

General model assumptions

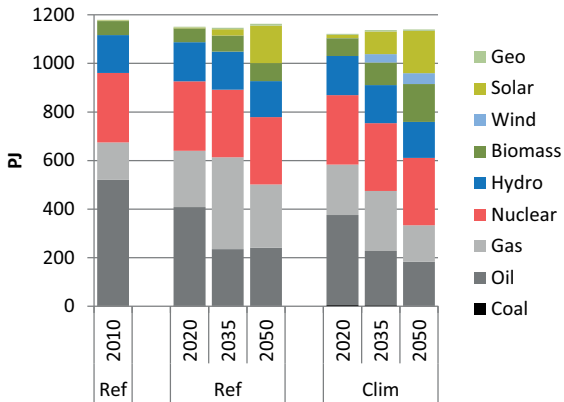
- Oil, coal, and geothermal based power generation are fully restricted
- Hydro assumed to follow a fixed production path (34.8 TWh_{el} in 2035, 33.0 TWh_{el} in 2050)
- Renewable potentials (Solar PV: 13.7 TWh_{el}, Wind: 4 TWh_{el}, Biomass: 28.1 TWh_{th})
- Discount rate: 3%

Primary energy supply



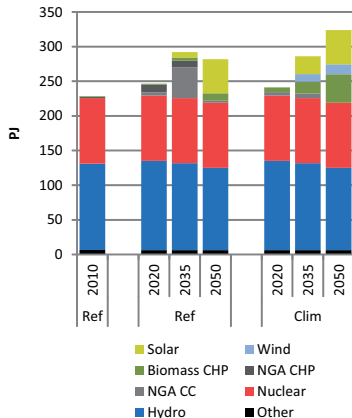
Primary energy supply

Primary energy - Ref vs. Clim.

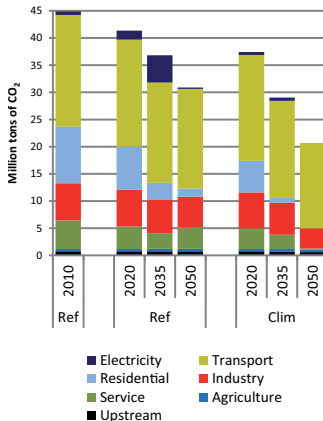


Electricity and CO₂ emissions

Electricity gen. - Ref vs. Clim

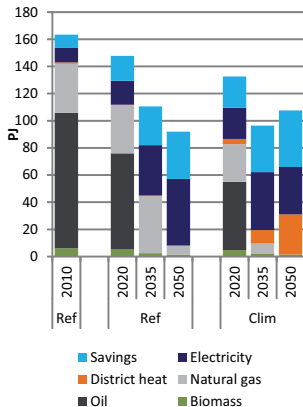


CO₂ emissions - Ref vs. Clim

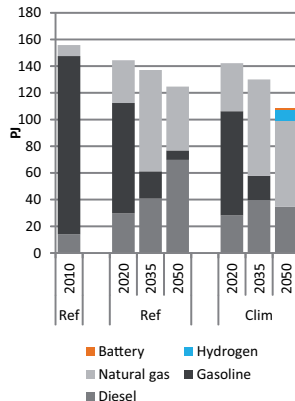


Final energy in residential heating and car sector

Final energy res. heat. - Ref vs. Clim

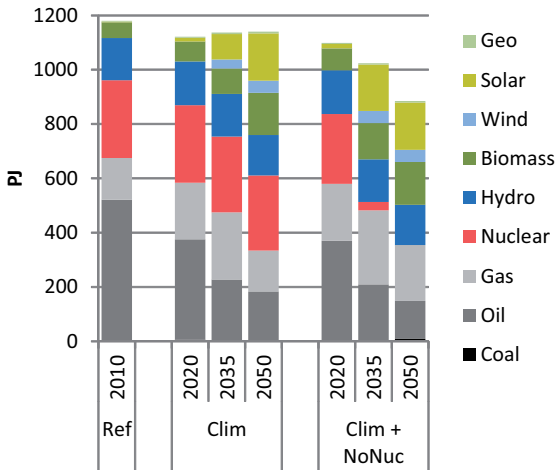


Final energy car sector - Ref vs. Clim

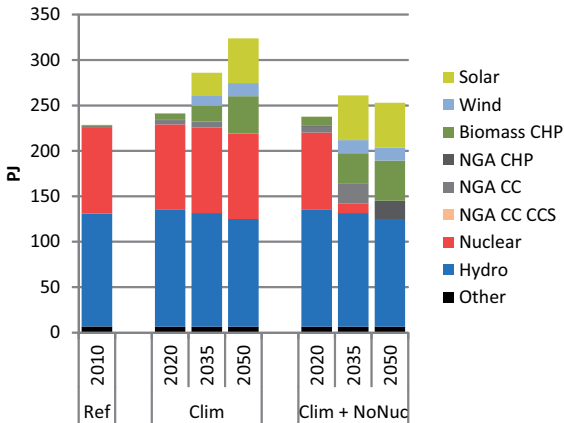


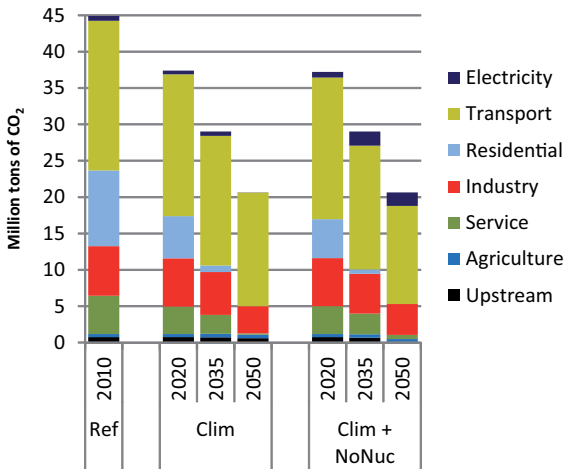
Primary energy supply

Primary energy - *Clim.* vs. *Clim.+NoNuc*

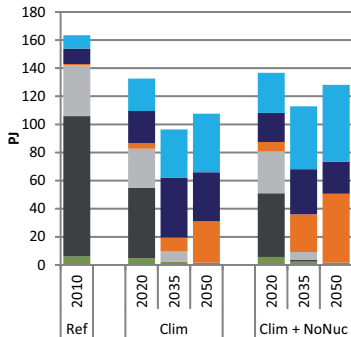
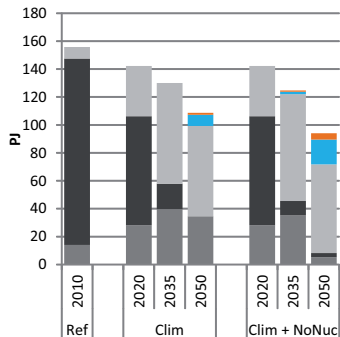


Electricity supply

Electricity gen. - *Clim.* vs. *Clim + NoNuc*

CO₂-emissionsCO₂ emissions - *Clim vs. Clim+NoNuc*

Final energy in residential heating and car sector

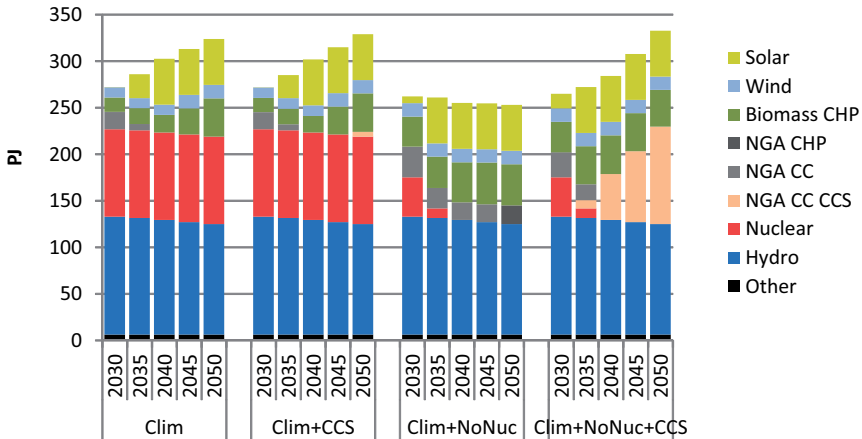
Final energy res. heat. - *Clim vs. Clim+NoNuc*Final energy car sector - *Clim vs. Clim+NoNuc*

■ Savings
■ Electricity
■ District heat
■ Natural gas
■ Oil
■ Biomass

■ Battery
■ Hydrogen
■ Natural gas
■ Gasoline
■ Diesel

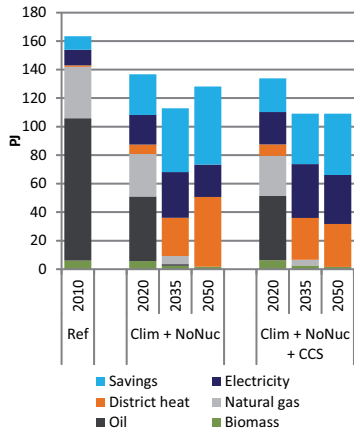
Electricity supply

Electricity gen. - CCS in nuclear replacement and nuclear phase-out

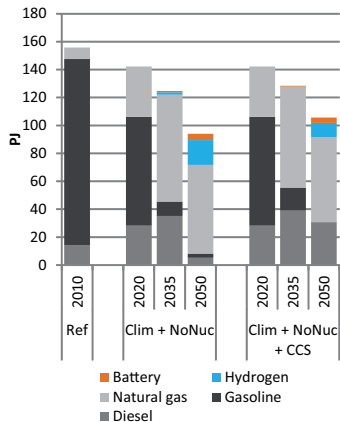


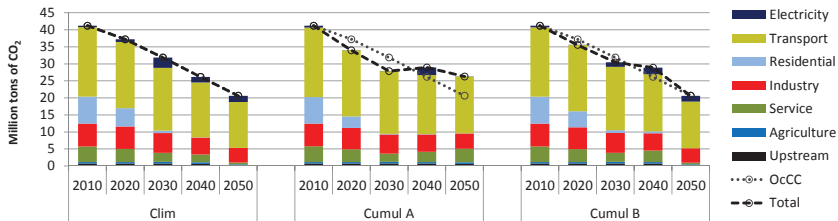
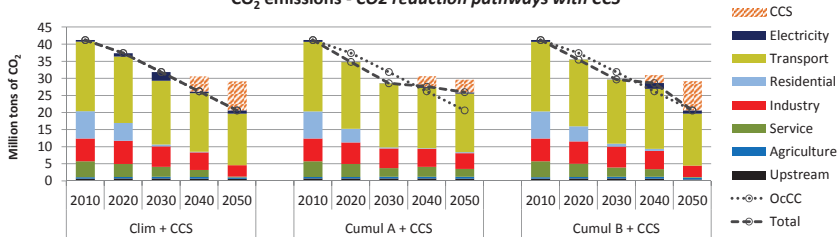
Final energy in residential heating and car sector

Final energy res. heat. - CCS w/ & w/o Nuclear

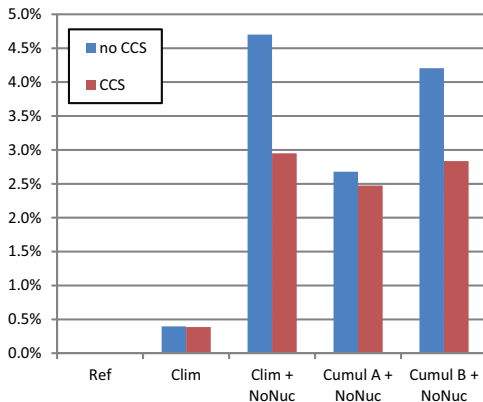


Final energy car sector - CCS w/ & w/o nuclear



CO₂-emissionsCO₂ emissions - CO₂ reduction pathwaysCO₂ emissions - CO₂ reduction pathways with CCS

Incremental total discounted system costs (rel. to Ref)

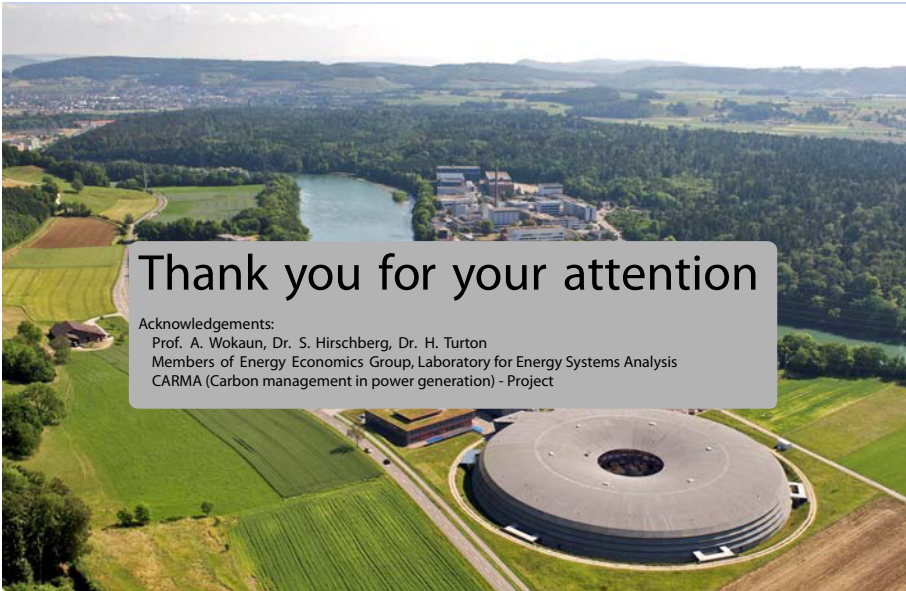


- Changes over time across entire energy system (supply and end-use). Climate-, nuclear policy constraints have system-wide effects (e.g. interplay between end-use and power sectors)
- Car sector: Trends towards higher efficiency (across all scenarios) and low carbon intensity (climate scenarios). However, fossil fuels will play major role during the next 40 years.
- Residential heating: Implementation of energy saving options and low carbon heatings systems attractive across wide range of scenarios (with and without climate targets)

- New renewables become attractive towards the end of time horizon. Climate targets and nuclear phase-out promote earlier deployments.
- CCS only attractive under nuclear phase-out and stringent climate targets. First, new renewables are deployed.
- CCS has effects on end-use sectors:
 - Residential heating: Electrification of energy system → more heat pumps, less saving measures
 - Car sector: Decarbonisation of electricity sector → lower efficiency and more fossil fuels in car sector
- Costs: Nuclear phase-out → increase in system costs. CCS could reduce costs for climate mitigation under nuclear constraint (dependent on stringency of climate target).

- Improvements and extension of technology detail in services and industrial sectors (including energy efficiency options)
- Sensitivity analysis on crucial model input parameters (technology costs, discount rate)
- Extension of CCS module in Swiss MARKAL model and analysis of additional CCS scenarios
- Energy service demand update (to be implemented in Swiss MARKAL and Swiss TIMES models)

- ETS (2009), "Energie-strategie 2050 - impulse für die schweizerische energiepolitik. grundlagenbericht", Tech. rep., Energietrialog Schweiz, URL <http://www.energietriolog.ch/cm_data/Grundlagenbericht.pdf> .
- LABRIET, MARYSE (2003), "Switzerland markal: Structure and assumptions", Tech. rep., University of Geneva (Logilab), updated version 2.0.
- SCHULZ, THORSTEN FRANK (2007), *Intermediate steps towards the 2000-Watt society in Switzerland: An energy-economic scenario analysis*, Ph.D. thesis, Eidgenössische Technische Hochschule ETH Zürich, URL <http://dx.doi.org/Nr.17314,DOI:10.3929/ethz-a-005478373>, nr. 17314, DOI: 10.3929/ethz-a-005478373.
- SCHULZ, THORSTEN FRANK, LEONARDO BARRETO, SOCRATES KYPREOS, and SAMUEL STUCKI (2007), "Assessing wood-based synthetic natural gas technologies using the swiss-markal model", *Energy*, 32(10), 1948–1959.
- SCHULZ, THORSTEN FRANK, SOCRATES KYPREOS, LEONARDO BARRETO, and ALEXANDER WOKAUN (2008), "Intermediate steps towards a 2000 watt society in switzerland: An energy-economic scenario analysis", *Energy Policy*, 36 (4), 1303–1317.
- WEIDMANN, NICOLAS, RAMACHANDRAN KANNAN, and HAL TURTON (2011), "Swiss climate change and nuclear policy: a comparative analysis using an energy system approach and a sectoral electricity model", *Swiss Journal of Economics and Statistics*, Special issue on Swiss energy modeling.
- WEIDMANN, NICOLAS, HAL TURTON, and ALEXANDER WOKAUN (2009), "Case studies of the swiss energy system - sensitivity to scenario assumptions assessed with the swiss markal model. studie im auftrag des energie trialog schweiz (www.energietriolog.ch).", Tech. rep., Paul Scherrer Institut, Villigen PSI, Switzerland.

An aerial photograph of the Paul Scherrer Institut (PSI) campus. The image shows a large, circular building with a grey roof and a central courtyard, surrounded by green fields and a road. In the background, there is a large lake, a dense forest, and a town in the distance under a clear sky.

Thank you for your attention

Acknowledgements:

Prof. A. Wokaun, Dr. S. Hirschberg, Dr. H. Turton

Members of Energy Economics Group, Laboratory for Energy Systems Analysis
CARMA (Carbon management in power generation) - Project