

PAUL SCHERRER INSTITUT



**Evangelos Panos** , Tom Kober, Kannan Ramachandran, Stefan Hirschberg  
*Laboratory for Energy Systems Analysis*

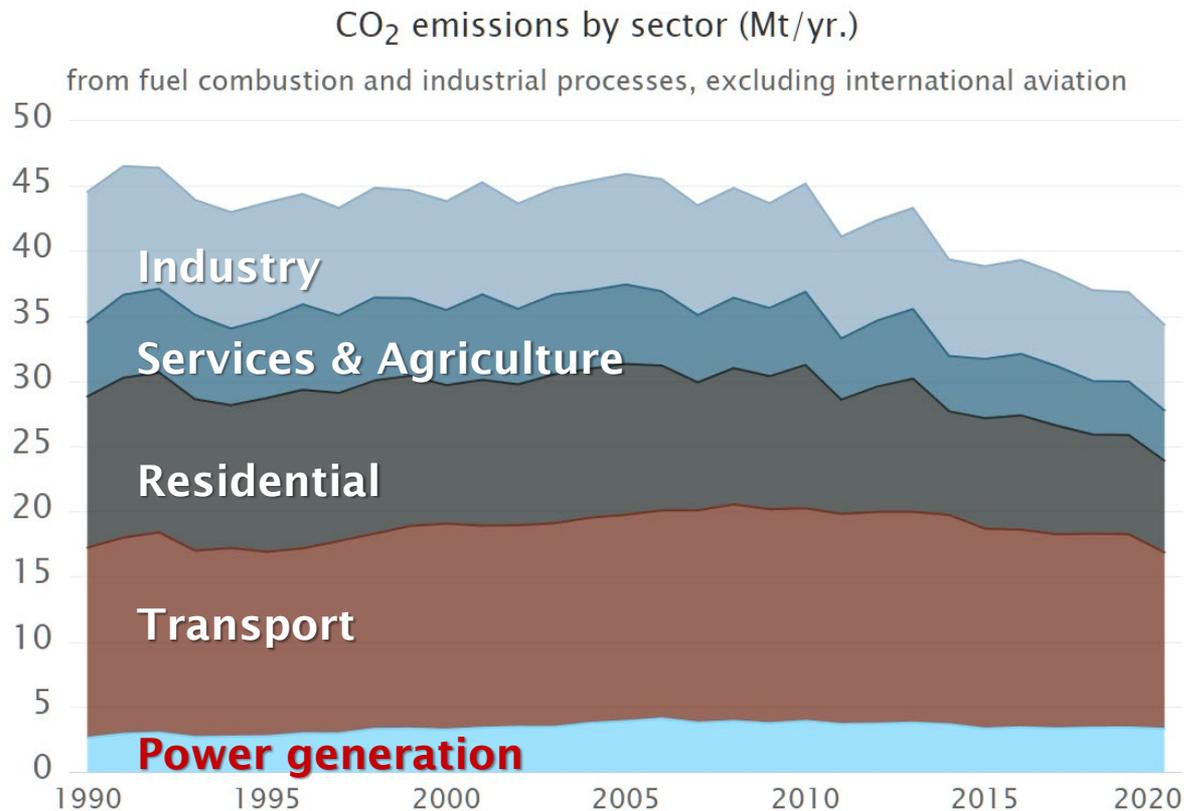
# Switzerland's national emissions mitigation pathways: towards net-zero CO<sub>2</sub> emissions in 2050

**ECEMP 2022 Conference, 5-7 October 2022, Online**

# CO<sub>2</sub> emissions in Switzerland: -23% in 2020 from 1990

## Challenges in the Swiss transition to net-zero CO<sub>2</sub> emissions in 2050:

- Limited renewable sources
- Seasonal and daily balancing
- CO<sub>2</sub> storage
- Population increase
- Energy security



# Milestones in the Swiss energy & climate policy



## 2010

Introduction of the CO<sub>2</sub> levy for heating fuels: 36 CHF/tCO<sub>2</sub> (Jan 2010)

(in 2020, 120 CHF/tCO<sub>2</sub>)



## 2011

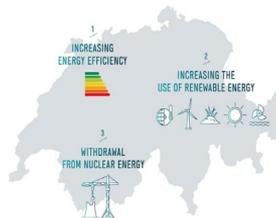
Negotiations for linking Swiss and EU ETS

The linking entered into force in Jan 2020



## 2015

Switzerland is the first country submitting its climate action plan ahead of Paris Agreement (Feb 2015)



## 2018

New Energy Act comes into force:

1. Increase energy efficiency
2. Increase use of renewables
3. Withdrawal from nuclear (Jan 2018)



## 2019-2020

The Swiss Federal Council commits to Net-Zero emissions in 2050 (Sep 2019)

The Swiss parliament votes the revision of the CO<sub>2</sub> Law (Sep 2020)

## Abstimmung

CO<sub>2</sub>-Gesetz

13. Juni 2021



## 2021

The Swiss Federal Council adopts the long term climate strategy (Jan 2021)

**The Swiss voters rejected the revision of the CO<sub>2</sub> Law** (Jun 2021)

# Research project SCCER JASM to assess the Swiss energy transition



The Swiss Competence Centres for Energy Research (SCCERs) programme:

- 250 MCHF for 2013-2020 to 8 challenges of transition (biomass, storage, industry, buildings, transport, electricity, grids, society)

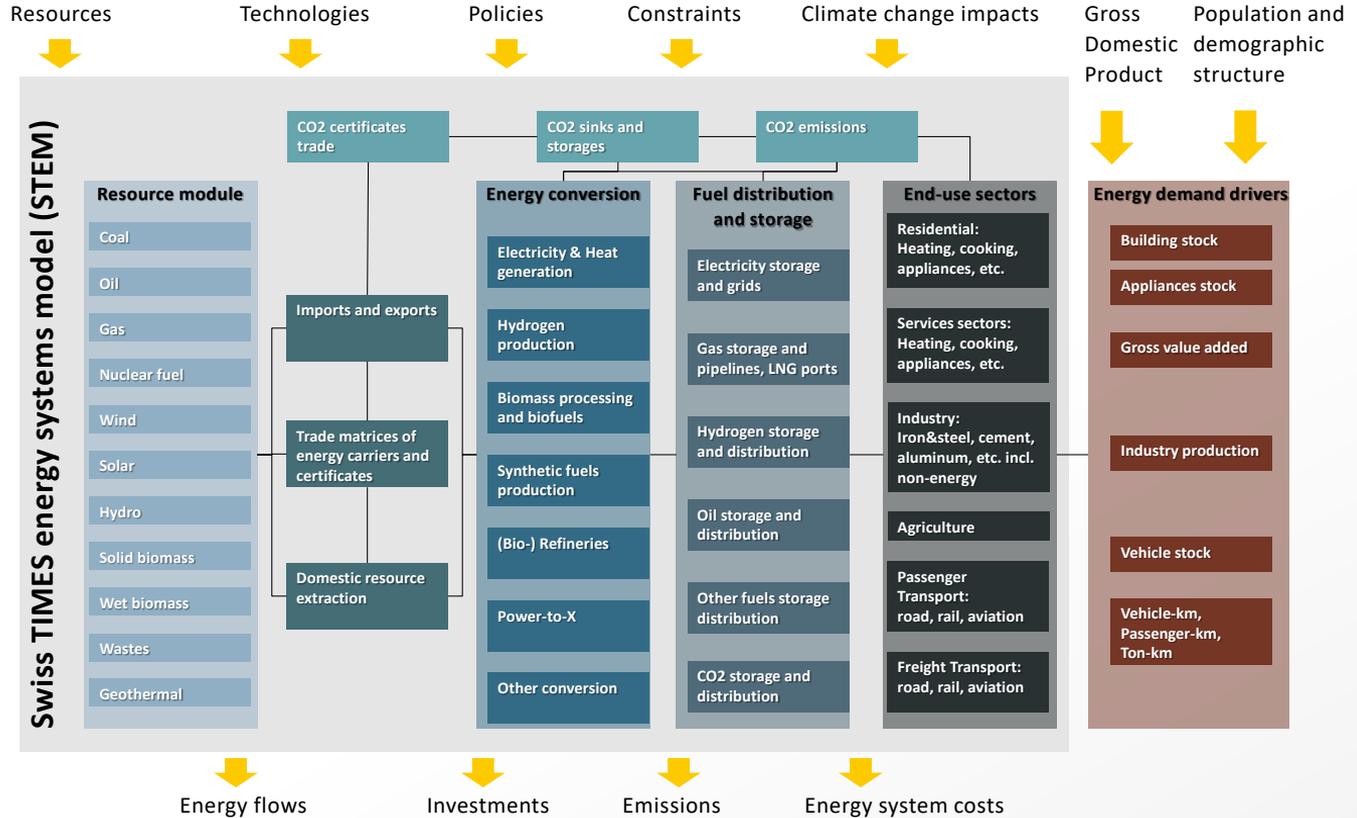
**SCCER JASM (~5.6 MCHF) is a cross-SCCER joint activity assessing net-zero pathways**

Scenarios*	Energy trade availability	Renewables and CCS deployment	Society and lifestyles	Policies
<b>CLI: core scenario</b>	good	cost optimal	cost optimal	technology and building standards
<b>ANTI: fragmented solutions</b>	moderate	moderate	fragmentation	local markets
<b>SECUR: energy security</b>	low	cost optimal	pay for security	zero net imports

\*a subset of the STEM JASM scenarios is shown here, focusing on those discussed in this presentation

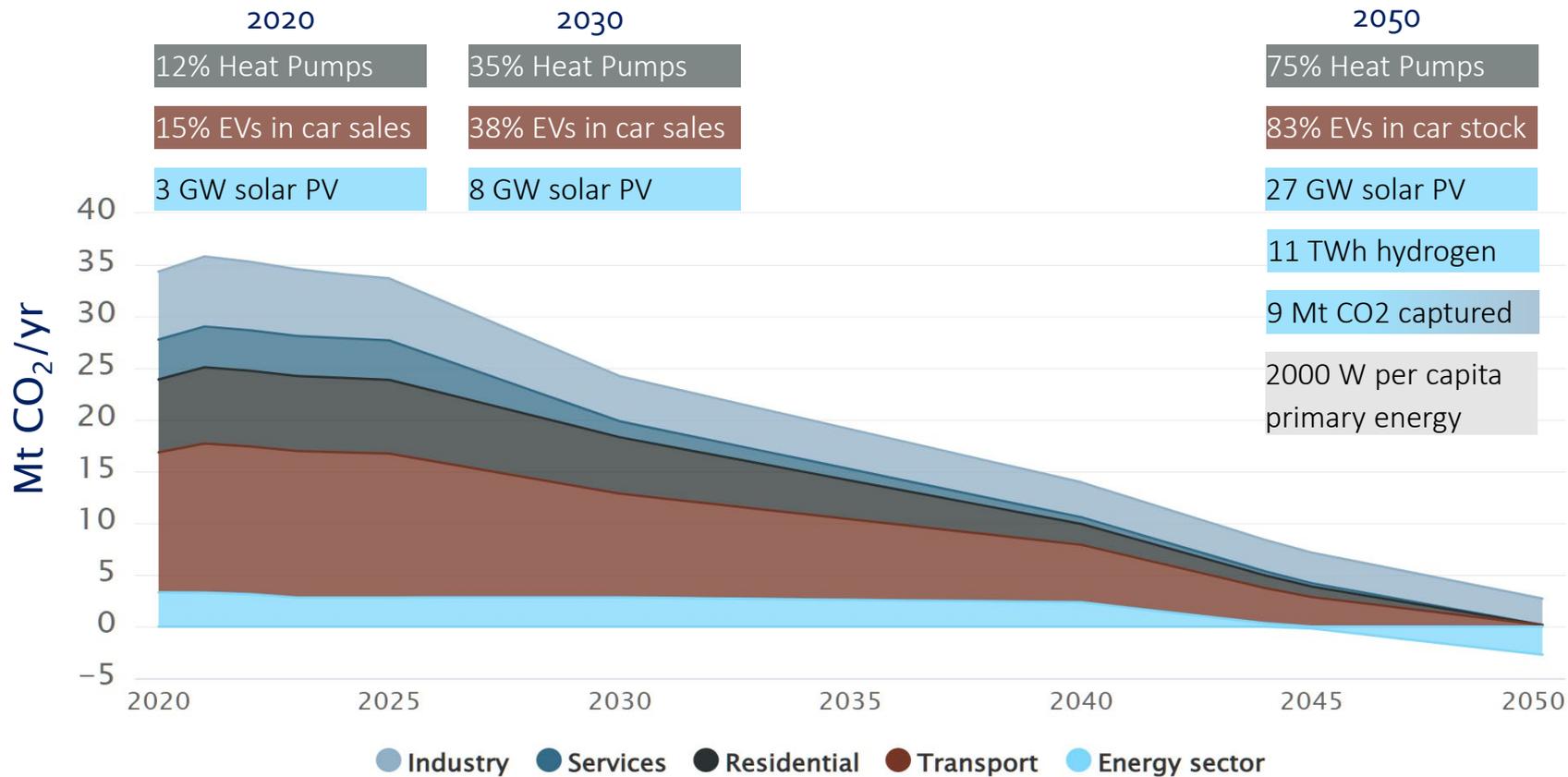
# Swiss TIMES energy systems model (STEM)

- Entire energy system
- Transition pathways
- Long term horizon
  - Seasons
  - Days
- Age structure of assets
- Unit commitment
- Ancillary markets
- Grid topology
- Endogenous RES variability
- Endogenous load profiles
- Demand side management



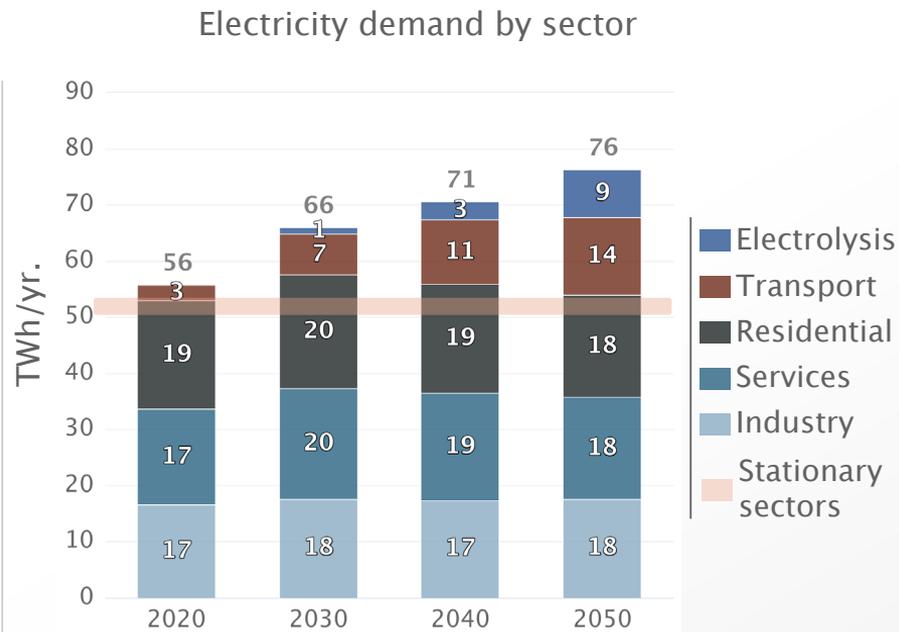
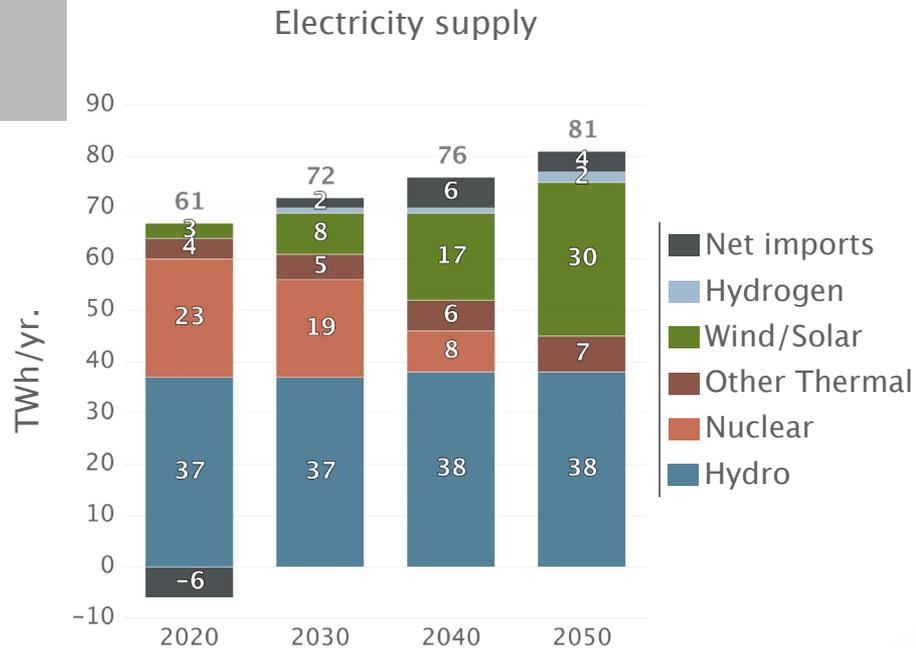
# Milestones to net-zero CO<sub>2</sub> emissions in 2050

**CLI  
SCENARIO**



# Electricity becomes more weather dependent while new demand comes from transport and electrolysis

CLI  
SCENARIO

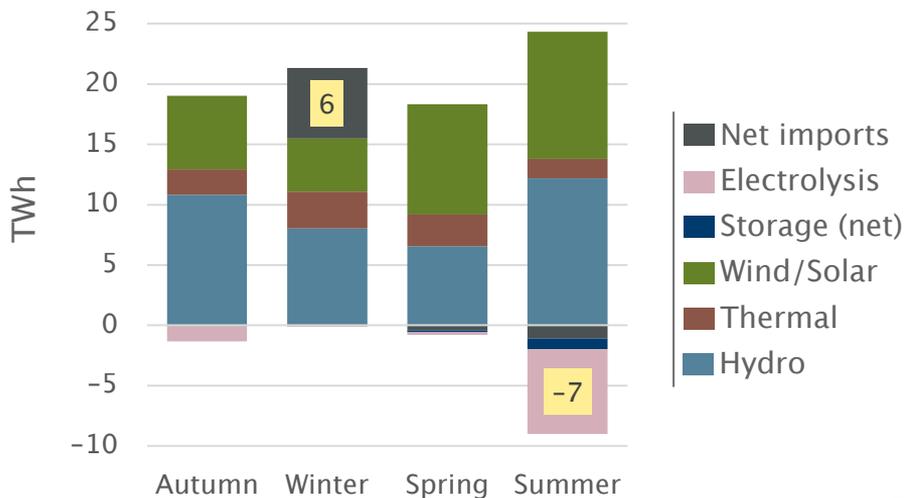


Electric cars: 8 TWh, 6 GWp, for charging in 2050

# A net-zero energy system calls for flexibility from all actors & sectors, and at different time scales

CLI  
SCENARIO

Seasonal imbalances in electricity in 2050



Deployment of flexibility options in 2050

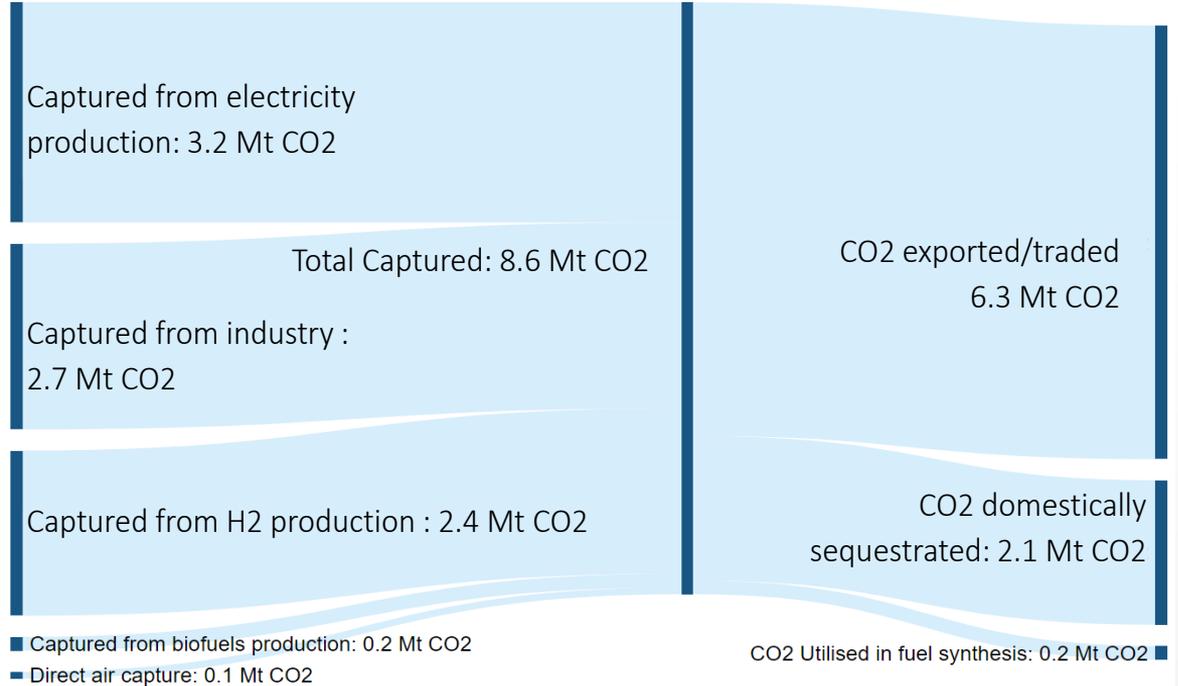
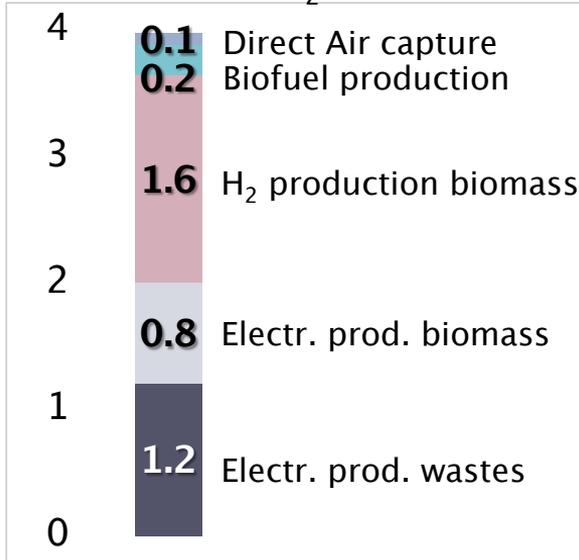
Flexibility option	Deployment (capacity)
Pump storage	4.5 GW , 520 GWh
Stationary batteries	2.1 GW , 11.5 GWh
Thermal storage	5.8 GW , 35 GWh
Thermal storage (seasonal)	1.4 TWh
H2 storage (seasonal)	1.6 TWh
Vehicle-to-Grid (V2G)	output 0.5 TWh (from 13% of the electric cars)
FCR+ reserve demand	+ 45% from 2020 (624 MW)
Electricity shifts (DSM) in industry, services, residential	10% of demand (5.5 TWh)

# CC(US) needs to be developed and links to international CO<sub>2</sub> storage sites need to be secured

CLI  
SCENARIO

## Carbon capture, utilisation, and storage in 2050

### Negative Emissions MtCO<sub>2</sub> in 2050

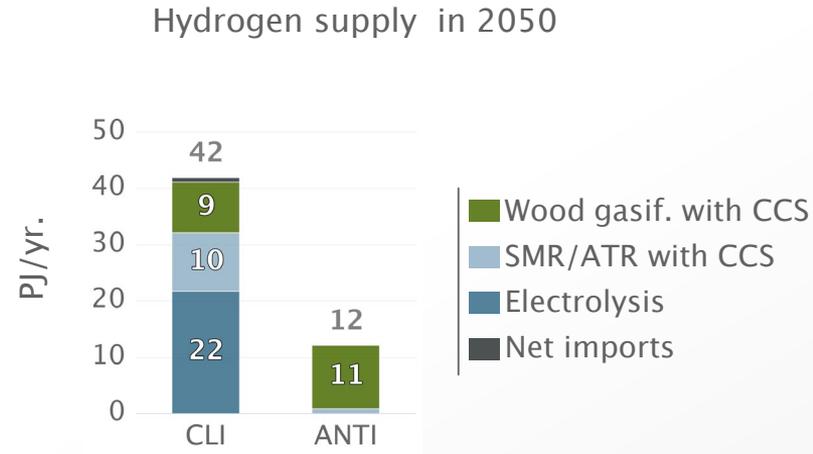
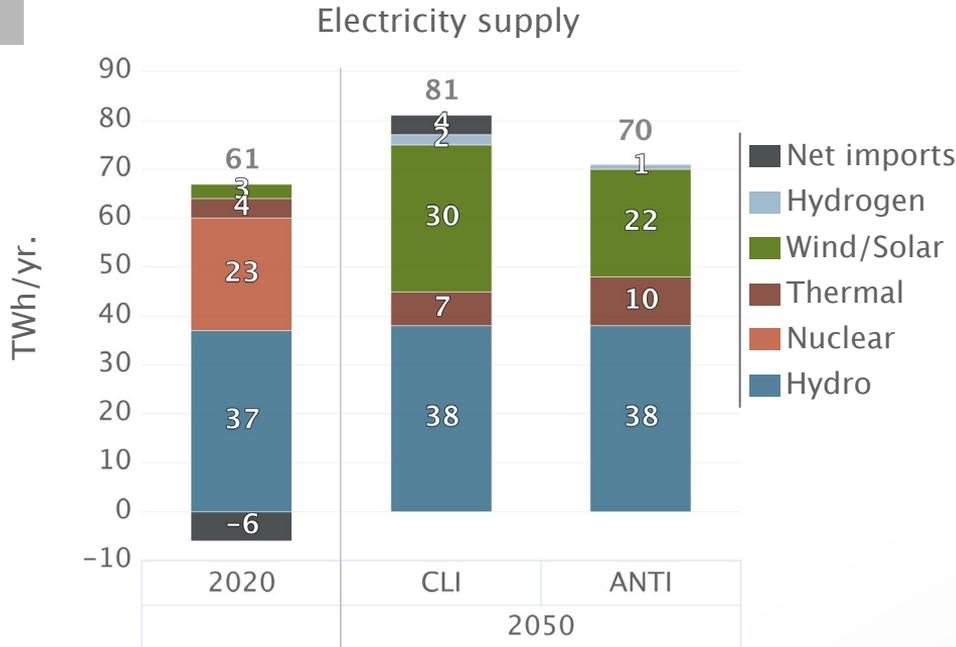


# What if renewable energy uptake is slow?

**ANTI SCENARIO**

Electricity supply gap of 11 TWh in 2050 hinders decarbonisation of the end-uses

Domestic H2 production is limited and H2 use is prioritised to industry and transport



BECCS to deliver negative emissions to offset emissions from buildings sector  
In general: Strong shift of bioenergy to supply side

# What if renewable energy uptake is slow?

**ANTI SCENARIO**

## Extensive energy conservation measures

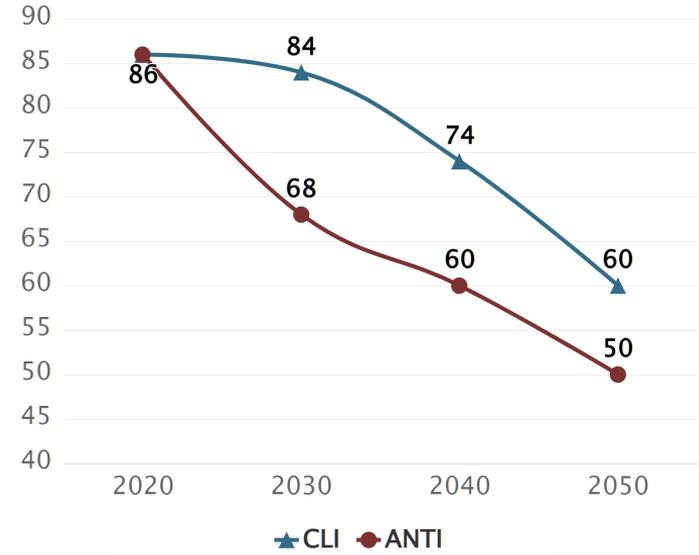
## Building renovations brought forward

Final energy consumption by sector



Space heating demand (kWh/sqm)

in residential buildings (average across the stock)

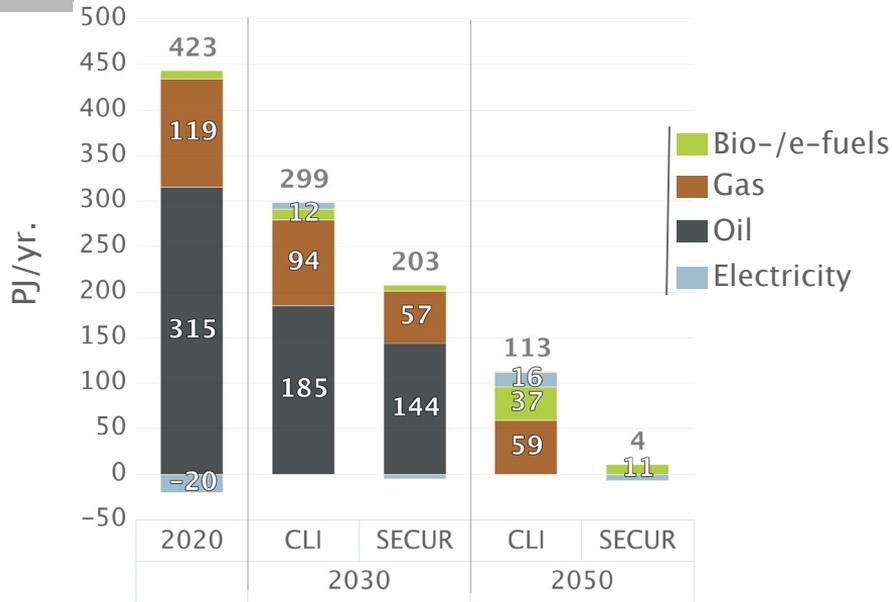


# Can achieve net-zero and be self-sufficient?

**SECUR  
SCENARIO**

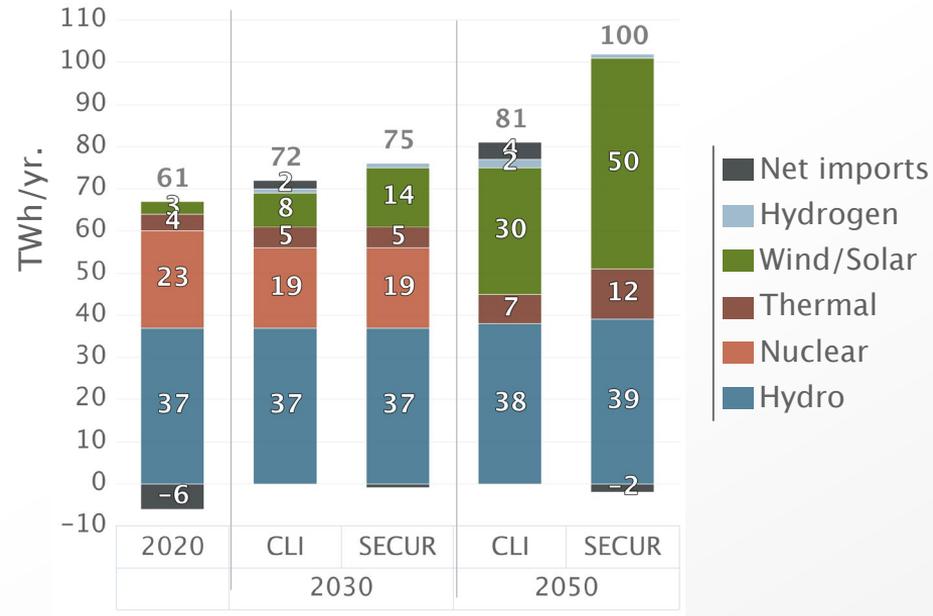
Import independence of fossil fuels is possible but bio/e-fuels imports are needed

Net imports



Electricity supply increases by accelerating and fully exploiting solar, wind & geothermal potentials

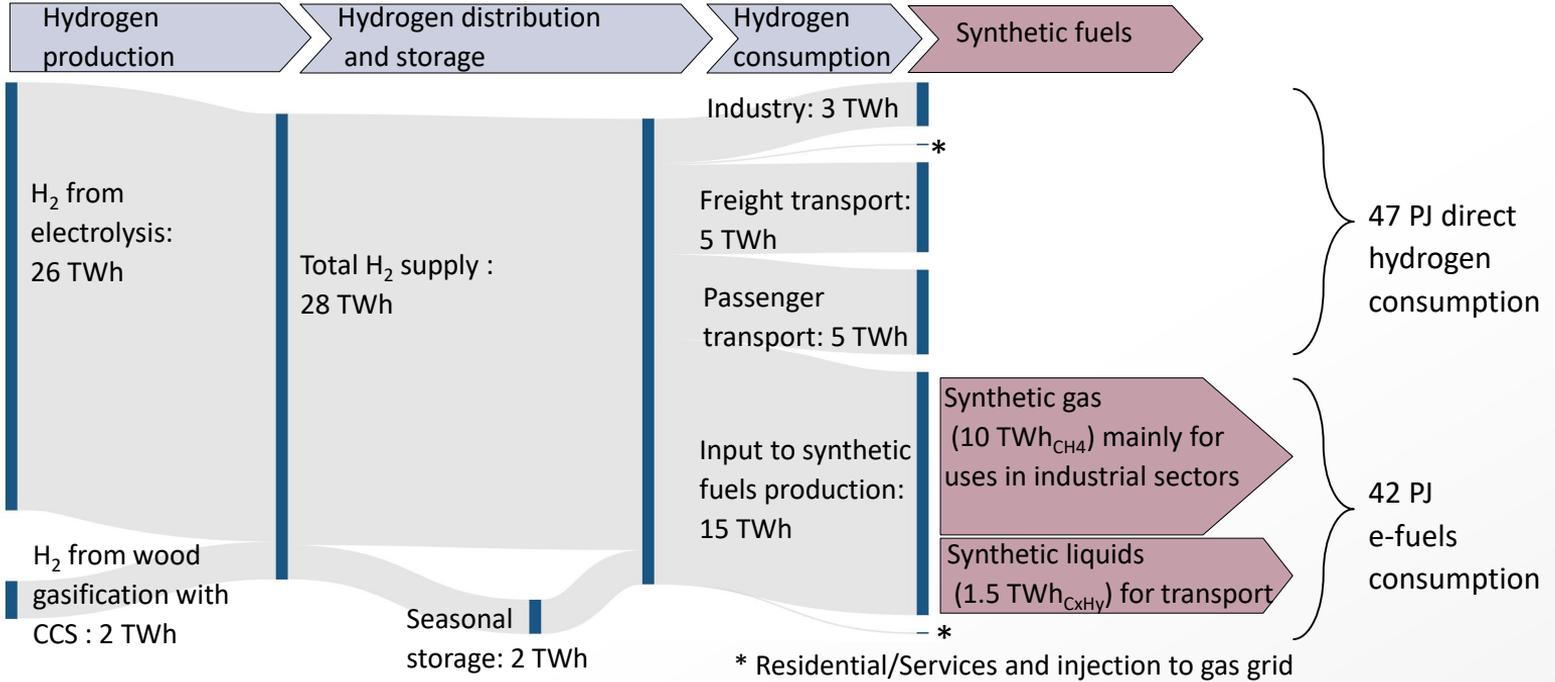
Electricity supply



# Can achieve net-zero and be self-sufficient?

**SECUR  
SCENARIO**

Direct H<sub>2</sub> consumption and e-fuels substitute in SECUR >90% of the CLI imports in 2050



# “Price Tags” of the Swiss transition to net-zero in 2050

compared to “Baseline” that achieves -40% CO<sub>2</sub> emissions reductions in 2050 from 1990

Average annual per-capita energy system cost 2020-2050 to achieve net-zero emissions (CHF/yr)

Limited deployment of renewables and weak market integration

1390

↑ expensive energy saving measures and production of domestic clean fuels

Net-zero core scenario (CLI)

530

↓ lower capital costs and balanced deployment of low-carbon options

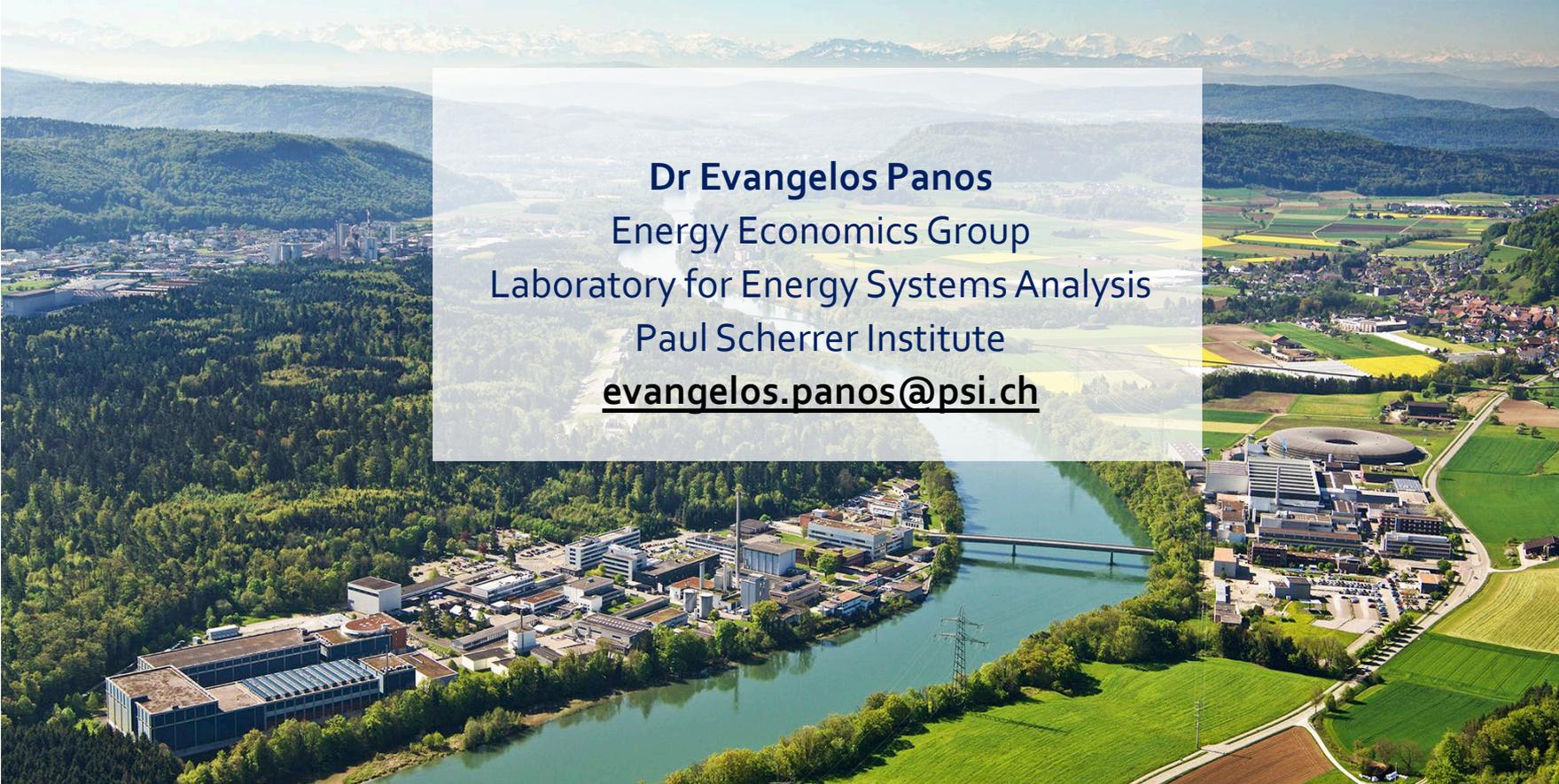
Technical innovation and strong market integration

320



# Conclusions

- Achieving net-zero is technically feasible, under:
  - coordinated sectoral policies accounting for systemic interdependencies
  - accelerated deployment of domestic renewable resources : ***doubling RES capacity every 10 years***
  - higher energy efficiency in buildings : ***saving 7 - 11 TWh of heat per year, keep stable electricity demand***
  - bioenergy remaining potential to energy supply with CCS: ***+ 32 PJ/yr., or 2/3 of the total consumption***
- Net-zero systems require flexibility options provided by all actors
  - thermal storage of equal importance with electricity storage, for demand side management
- Hydrogen makes achievable both net-zero and import independency – but it comes at a cost
  - Large PtX investment needs : ***(22 BCHF CAPEX or 1/3 of the energy-system-wide CAPEX in 2040/50)***
  - But, without H<sub>2</sub> the net-zero target is not feasible for Switzerland
- When analysing ambitious energy and climate targets at national scales, we need to:
  - to work further to improve the “realism” of the modelled pathways (not only technical, but also societal)
  - to increase modelling details to identify local constraints and best-fit options
  - develop participatory processes in scenario development and communication



**Dr Evangelos Panos**  
Energy Economics Group  
Laboratory for Energy Systems Analysis  
Paul Scherrer Institute  
[evangelos.panos@psi.ch](mailto:evangelos.panos@psi.ch)