MULTIPLE IMPACTS OF ENERGY EFFICIENCY

A comprehensive indicator approach

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Introduction

Overall Approach

- Focus on the multiple benefits / impacts of energy efficiency ("MB:EE")
- Developed as part of the ODYSSEE-MURE project
- Set of 20 indicators in 3 main groups (environmental, social and economic)
- Linked to both (ex-post) top-down and bottom-up savings
- Covering as many EU Member States as possible
- Indicators rated in 3 categories (A to C) based on coverage, methodology and data basis

Available as an online tool





Introduction



Reuter et al. (2020)

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Methodology/Results

Example: Environmental - GHG emissions

To assess the CO_2 emissions linked to the energy savings achieved we apply following method:







Methodology/Results

Example: Economic - Public budgets

To measure the impact of energy efficiency measures on public budget (only income tax) we apply following method:







Methodology/Results

Example: Economic - Supplier diversity

To measure the degree of supplier diversity of a country we use the Herfindahl-Hirschman-Index (HHI)

$$HHI = \sum_{i}^{4} \frac{\left(\sum_{j} \left(MS_{ij}\right)^{2}\right) * I_{i}}{I_{tot}}$$

Where MS_{ij} represents the share of the supplying country *j* in the imports *l* of energy carrier *i* (solid fuels, oil, gas, electricity) of the country considered, multiplied by the imports of the respective energy carrier.

Assuming that the energy savings (expressed in primary terms) reduce the primary energy imports from the main supplier (i.e. minimizing the share of the dominant supplier).



The impact of EE in supplier diversity is measured with the difference between the observed HHI ("actual HHI") and a counterfactual HHI "without energy savings"



Results

Main results

- Strong evidence for multiple benefits of energy efficiency
- Comprehensive set of indicators covering all relevant aspects
- A good coverage of countries and indicators has been achieved

Limitations

- A few indicators (category C) have to be further developed to close caveats in the approach in the future
 - Extending coverage to all countries
 - Direct methodological linkage to energy efficiency for a few indicators
- Limited to ex-post data
- Limited to national level





Outlook

Future work

- The findings will be refined and incorporated into a H2020 project (MICAT, <u>https://micat-project.eu/</u>)
 - → Aims to establish a quasi-standard online tool for assessing multiple impacts of energy efficiency
 - \rightarrow ex-post, ex-ante data (for both top-down and bottom-up evaluations)
 - \rightarrow on different spatial levels
 - \rightarrow EU,
 - \rightarrow National,
 - → Local (municipalities)



Multiple Impacts Calculation Tool



Outlook





Multiple Impacts Calculation Tool



Outlook





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Thank you very much for your attention!

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Multiple Impacts Calculation Tool https://www.micat-project.eu

ODYSSEE-MURE https://www.odyssee-mure.eu

