Energy efficiency policies

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Why are transport policies needed, particularly in cities?



Oil demand is driven higher by soaring car ownership

WORLD 2 ENERGY 1 OUTLOOK 1

Vehicles per 1 000 people in selected markets



The passenger vehicle fleet doubles to 1.7 billion in 2035; most cars are sold outside the OECD by 2020, making non-OECD policies key to global oil demand

Transport

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- 16 Mandatory vehicle fuel-efficiency standards
 - 7 Measures to improve vehicle fuel efficiency
- 18 Fuel-efficient non-engine components
 - 9 Eco-driving
 - Transport system efficiency





Avoid-Shift-Improve: Q&A





Transport energy use

A. Avoid

- Land use, urban design, telework
- **B.** Shift
 - Low carbon transport modes

C. Improve

Efficient vehicles, technology

Avoid transport energy use

Transport policies

- The most energy efficient trip is the one that is not performed
 - Land use planning
 - Parking policy

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Urban design



Avoid - land use planning

- A 10% increase in urban density reduces per capita travel vehicle kilometer by 1% - 3%
- **Compact development policy:**
 - Population near employment
 - Access and proximity to transit
 - Mixed-use development

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Pedestrian, bicycle and transit-friendly design



Dongton Eco City: Town of three villages



Transport energy use

A. Avoid

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Efficient vehicles, technology

Shift transport energy use

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Transport policies

- Aim is to use the most energy efficient mode
- Optimal mode depends on trip distance / location



Shift - bus rapid transit (BRT)

Transport policies

 Bogota's BRT a reference: 100+ systems in world today (cities in Columbia, Ecuador, China, India, Brazil....)

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- Significant CO₂ reduction 25% 39% (IEA estimate).
- Advantages: improved fuel efficiency, higher speeds and less stop-and-go traffic on dedicated routes



Shift - rail

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- HSR is ~15% more efficient than previous generation
- New high speed rail are built/planned in many countries
- Worldwide ~ 37 000 km of HSR tracks are under construction or planned (IEA, 2009)



Shift - car share (commuting)

Transport policies

 Requires users to be within convenient distance

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- Participation in car sharing on average reduces car travel by 3 000 km/year
- By 2050 ~1% population in urban areas could use carsharing
- Avoid 75 billion km vehicle travel and 12 million tCO₂



Shift - non-motorised transport (NMT)

Transport policies

Cycling:

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- Infrastructure provisions: lanes, parking, traffic signals
- Funding / cycling mode relationship:
 - Amsterdam: US\$ 39/resident, Cycling 35%,
 - USA: US\$ 1.5/resident, Cycling 1%.
- Bicycle "sharing" (rental) services
- Viable alternative for short trips
- Best promoted for densely populated city centers



Shift - NMT

Walking:

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- Pedestrian infrastructure, amenities and services are often neglected.
- Pedestrian friendly policies:
 - Safe sidewalks
 - Well marked, respected crossings
 - Car-free zones
 - Traffic calming measures
- Walkability Index: modal conflict, security from crime, crossing safety, motorist behavior, benches and street lighting, etc.





Transport Energy Use

A. Avoid

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Efficient vehicles, technology

Improve transport energy use

 Technology efficiency policy

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- Standards
- Alternative technology
- Components
- Behavioural policy
 - Promotion & awareness
 - Incentives for cleaner vehicles



Improve - IEA recommendations

Transport policies

5.1 Fuel-efficient tyres

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- Labelling on tyre rolling resistance
- Tyre pressure monitoring systems (TPMS)

5.2 Fuel efficiency standards for light-duty vehicles

5.3 Fuel efficiency standards for heavy-duty vehicles

5.4 Eco-driving

- Driver training
- In-car feedback instruments



Improve - other policy measures

- Fuel switching
- Electric vehicles
- Pricing, subsidies and incentives

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Improve - fuel pricing

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- Fuel prices strongly influence "driving culture"
 - Countries with higher fuel prices drive smaller cars and less
- Fuel subsidies skew market and are inequitable



Source: Gallagher, 2010

Improve – road pricing

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Stockholm congestion charge

Transport policies

- Trial 1st Jan 31st July 2006
- Charge differed by time-of-day (€1.10, €1.60, €2.20) and levied on inward and outward journeys
- Many exemptions (ecovehicles, taxis, public transport)
- Increase in public transport services (7%) 4 months before start
- Attitudes changed during trial
- London congestion charge Feb 2003-present
 - Congestion down 25% from pre-charge

Improve - taxes and incentives

Transport policies

- CO₂-differentiated purchase, registration and ownership fees, annual circulation (mileage) tax
- Scrappage schemes, feebates

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Special tax credits for hybrid or electric vehicles

Country	Registration tax	Ownership tax	other tax incentives
Belgium	based on cc + age Based on CO2 emissions in Wallonia	Based cylinder capacity	
Denmark	N.A	Based on fuel consumption and weight	
Germany	N.A	Based CO ₂ emissions (since 2009)	Scrappage programme
Spain	based on CO ₂ emissions (changed in 2008)	N.A	
France	based on CO ₂ emissions	N.A	Bonus malus scheme introduced in 2008
Ireland	based on CO ₂ emissions (changed in 2008)	Based CO ₂ emissions	
Netherlands	based on price and CO ₂ emissions. Since 2006	Based on weight, province	
Norway	N.A	purchase tax based on CO ₂ emissions, Changed in 2006	CO ₂ tax and fuel tax
Portugal	based on cc + CO_2 emissions	Based on cylinder capacity and CO ₂ emissions	
Sweden	N.A	Based on CO ₂ emissions and weight	eco car subsidy
UK	N.A	Based on CO ₂ emissions and cylinder capacity	Vehicle excise duty based on CO ₂ emissions (since 2009)
Japan	reduced registration tax for fuel efficient cars (since 2001)	N.A	subsidies for efficient cars



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