

# Energy efficiency indicators: The IEA approach

Mafalda Silva and Charles Michaelis Pretoria, 15 October 2019



### **Session 4 overview**

- The need for more detailed data to track progress energy efficiency policies
- Beyond the energy balance: energy efficiency indicators
- The IEA approach of collecting end use data and developing efficiency indicators
- Example of energy Efficiency Indicators in Sub-saharan Africa
- Practical exercise industry



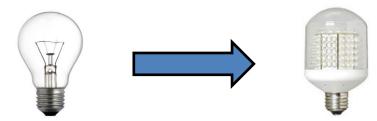


## What is energy efficiency?

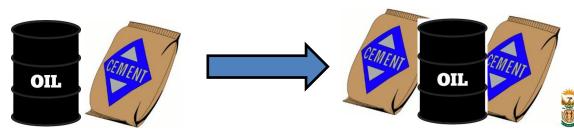
Is this energy efficiency?

Warm up: Yes / No / Maybe

Consume <u>LESS</u> energy to provide <u>SAME</u> service
 e.g. substitute Incandescent bulbs with LED



Consume <u>SAME</u> energy to provide <u>MORE</u> service
 e.g. increased production with the same energy





## What is energy efficiency?

Is this energy efficiency?

Warm up: Yes / No / Maybe

Consume <u>LESS</u> energy because of <u>CHANGE</u> in service
 e.g. economic restructuring





Consume <u>LESS</u> energy and provide <u>LESS</u> service
 e.g. walk or bike instead of drive











## The importance of energy efficiency – Multiple benefits



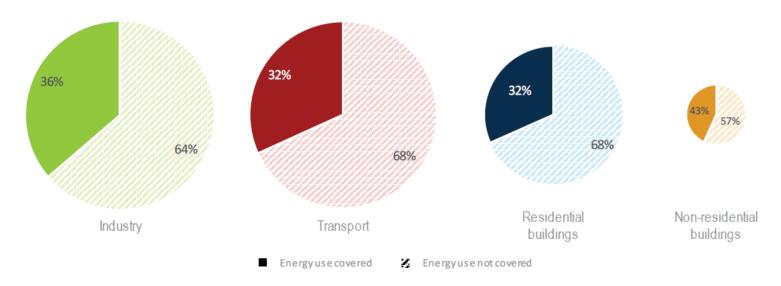
Source: IEA (2014), Capturing the multiple benefits of energy efficiency, All rights reserved.

Environmental, economic and social benefits from energy efficiency





## There's still a large potential untapped



Notes: The size of pie charts is approximately proportionate to total final consumption in each sector.

Share of energy consumption covered by existing policies

Source: IEA (2018), Energy efficiency 2018.





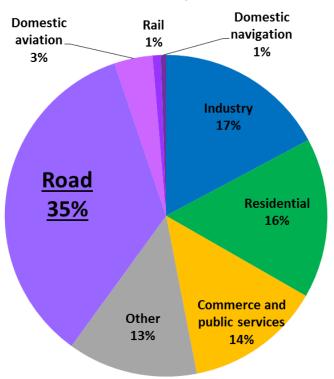
# The need for more detailed data to track progress of energy efficiency policies

Energy efficiency indicators



## Balances data example

#### United States TFC by sector, 2017



Data source: IEA (2019), World energy balances, All rights reserved.

# Road transport is the most consuming.





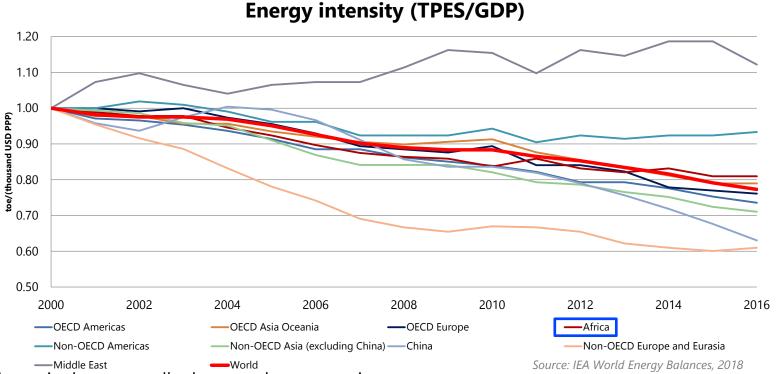
#### We need more detailed data:

- consumption by vehicle type e.g. cars, buses, trucks
- activity data
   e.g. distance travelled, passenger/tonne-kilometres





## Does energy intensity track energy efficiency?

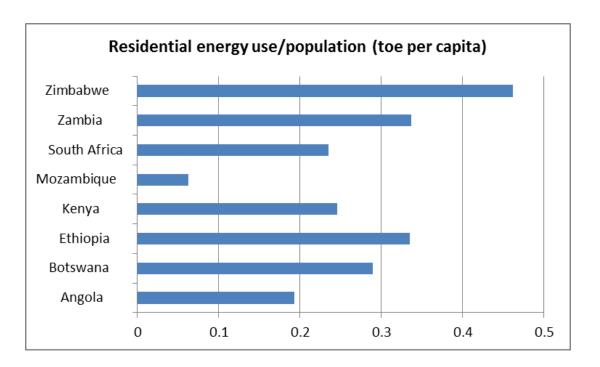


Energy intensity has generally decreased across regions.
Using less energy per GDP means "decoupling" economic growth from energy use





## High-level indicators are useful

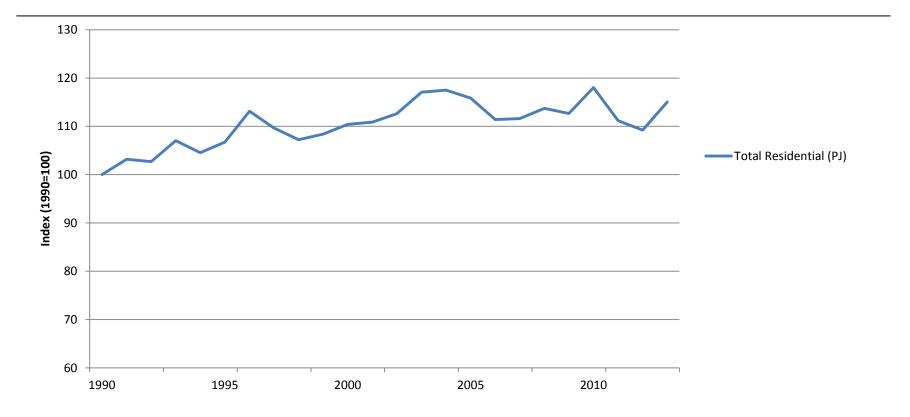


Coupling sectoral energy data with socio-economic data



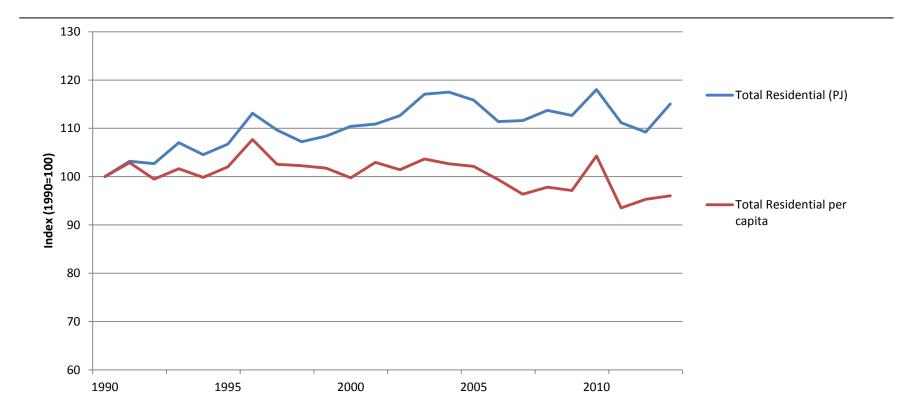


## But do aggregated indicators tell us the full story?



<sup>\*</sup> Temperature correction using heating degree days Data source: IEA, Energy efficiency indicators.

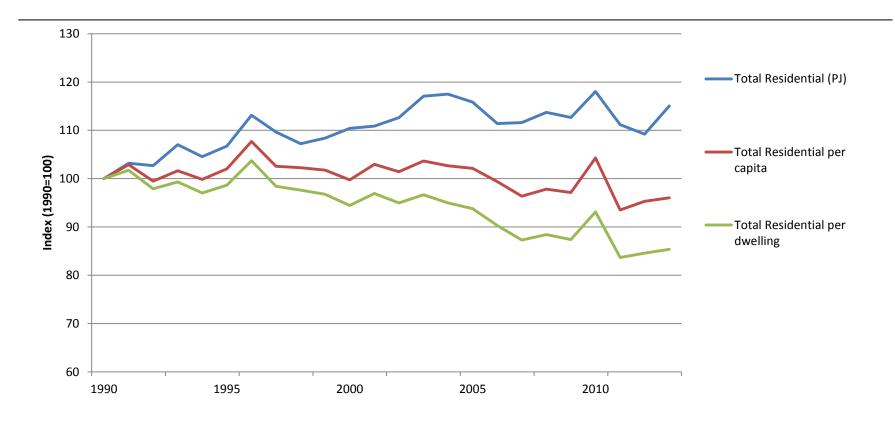
## But do aggregated indicators tell us the full story?





<sup>\*</sup>Temperature correction using heating degree days
Data source: IEA, Energy efficiency indicators.

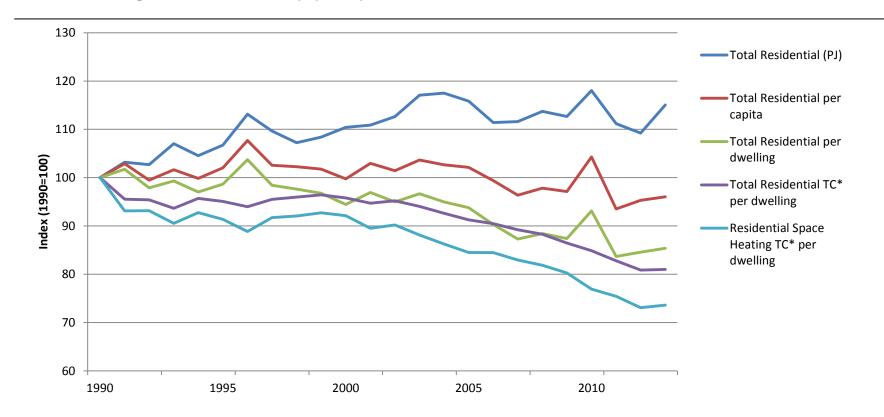
## But do aggregated indicators tell us the full story?





<sup>\*</sup> Temperature correction using heating degree days Data source: IEA, Energy efficiency indicators.

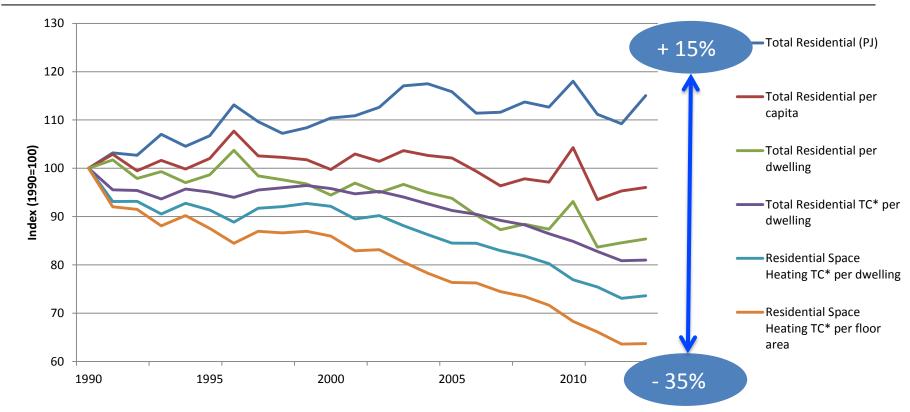
## Choosing the most appropriate indicators is essential





<sup>\*</sup> Temperature correction using heating degree days Data source: IEA, Energy efficiency indicators.

## Choosing the most appropriate indicators is essential



<sup>\*</sup> Temperature correction using heating degree days Data source: IEA, Energy efficiency indicators.

## Balances are very useful but do not track end-uses

#### **ENERGY BALANCE**

	Coal	Crude	Oil Products	Gas	Nuclear	Hydro	Geoth /Solar	Biofuels & Waste	Electricity	Heat	Total
OTHER	136.42	0.23	425.87	633.44	-	-	14.37	834.05	820.32	145.22	3036.92
Residential	76.58	-	222.89	418.55	-	-	6.98	805.42	395.81	97.97	2024.19
Comm. and public serv.	23.3	-	107.32	173.79	-	-	1.15	16.33	338.31	32.47	692.67
Agriculture /forestry	9.57	0.02	102.97	5.58	-	-	0.16	7.02	36.2	3.36	164.88
Fishing	0.01	-	5.69	0.02	-	-	0.03	-	0.36	0.06	6.17

#### Residential:

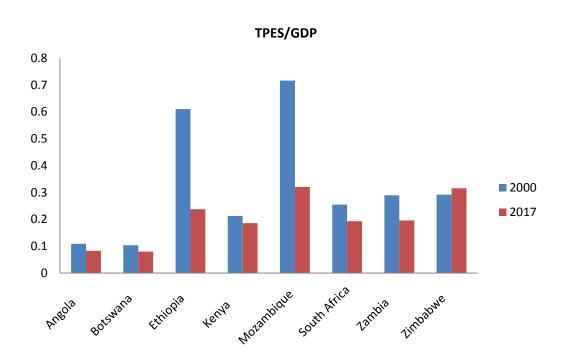
#### no breakdown by end-use

- space heating
- space cooling
- water heating
- lighting
- cooking
- appliances





## What drives energy intensity trends?



Source: IEA World energy balances, 2019

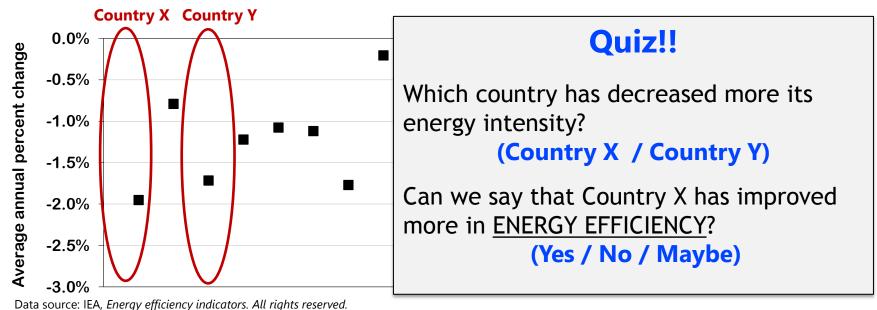
Efficiency progress but also other factors (mainly activity /structural changes)





## Understanding aggregated indicators requires attention

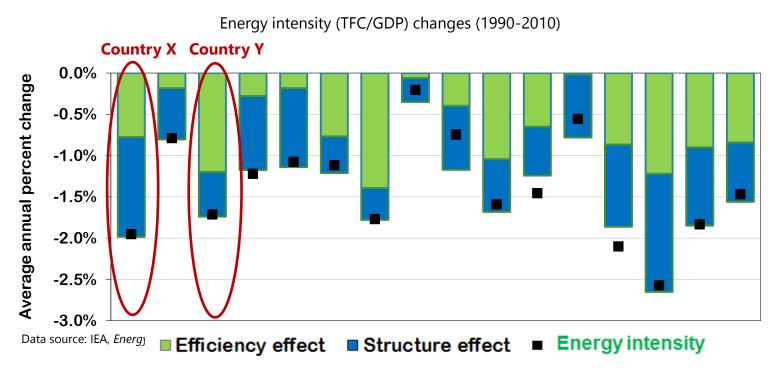








## Aggregated indicators are sometimes used inappropriately



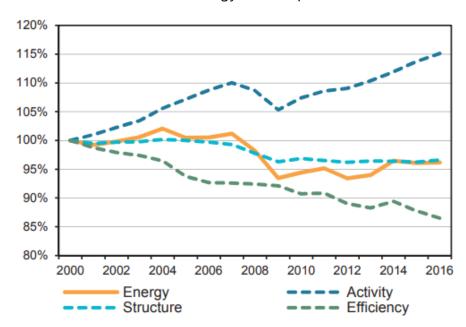
Country X intensity reduction was mostly due to structural changes, while country Y improved more in energy efficiency.





## Disentangling efficiency from other driver

#### Drivers of final energy consumption in IEA



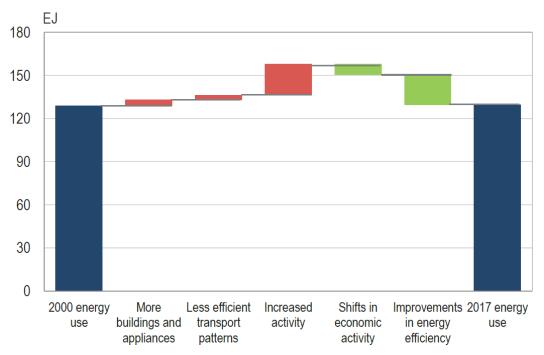
Source: IEA (2017), Energy Efficiency Indicators, OECD/IEA, Paris, based on IEA Energy efficiency indicators database.





## Disentangling efficiency from other driver

#### Drivers of final energy consumption in IEA



Source: IEA (2018), Energy Efficiency Indicators, All rights reserved, Paris, based on IEA Energy efficiency indicators database, 2018.



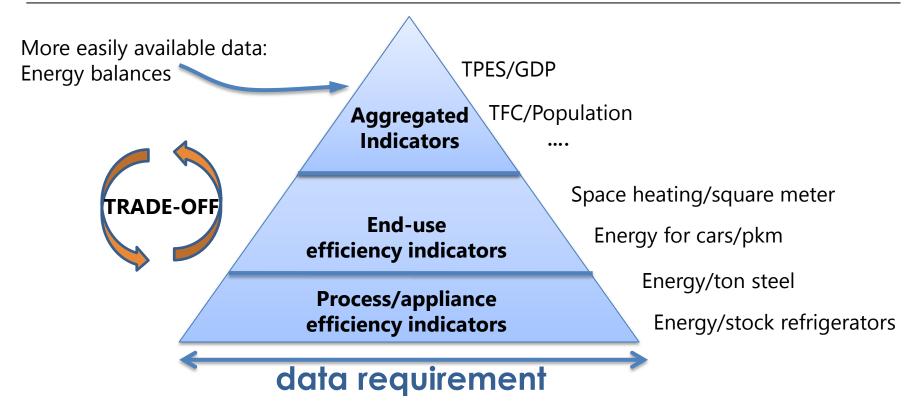


# Beyond the energy balance: energy efficiency indicators

Analyzing energy end-uses



## Energy efficiency indicators: stronger data requirements

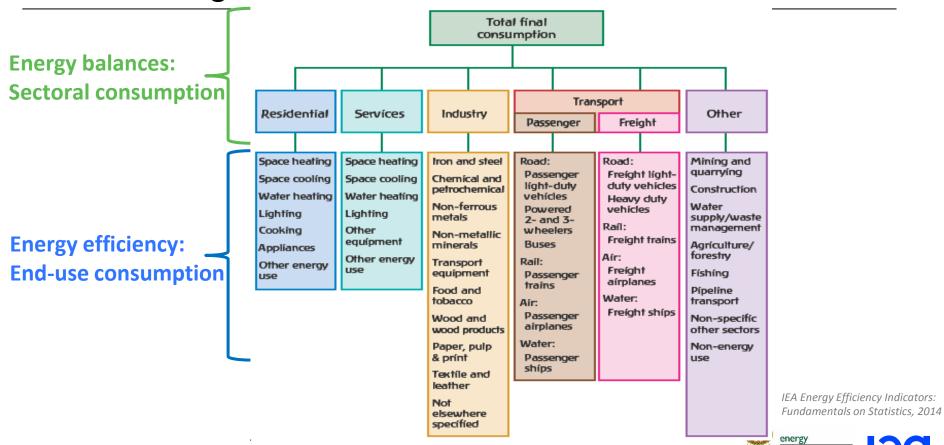


What are the data needed to develop relevant disaggregated indicators?



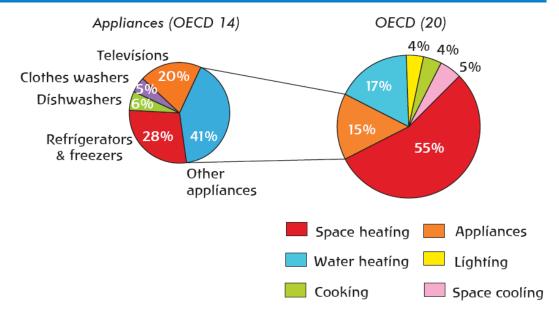


## Understanding end-uses across sectors



## Beyond energy balances: monitoring energy efficiency

Figure 4.4 • Breakdown of residential consumption by end use in 2010 for 20 selected OECD countries



Note: The breakdown into individual appliances is available only for 14 countries.

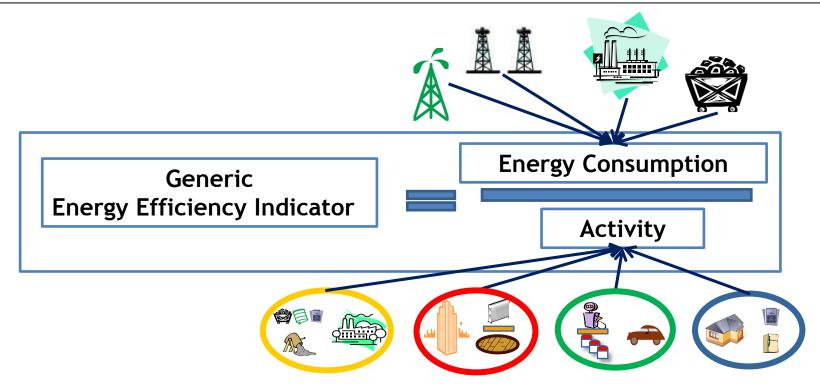
Starting from energy balances and getting more insights in energy efficiency

Source: IEA, Energy Efficiency Indicators: Fundamentals on Statistics, 2014





## Efficiency indicators link energy to activity across end-uses



A given indicator explains how much energy is needed to provide a certain service





#### Data and indicators for the residential sector

#### **Energy consumption data:**

- Space heating\*
- Space cooling\*
- Water heating
- Cooking
- Lighting
- Appliances energy consumption:
  - Refrigerator
  - Freezer
  - Dishwasher
  - Clothes washer
  - Clothes dryer
  - > TV
  - Computers

#### **Activity data:**

- Population
- Number of occupied dwellings
- Residential floor area
- Appliances stock and diffusion







# of dwellings



Surface



# of appliances





<sup>\*</sup> Temperature corrected, using HDD & CDD

# Occupied dwellings vs total dwellings



Primary residences



Unoccupied dwellings

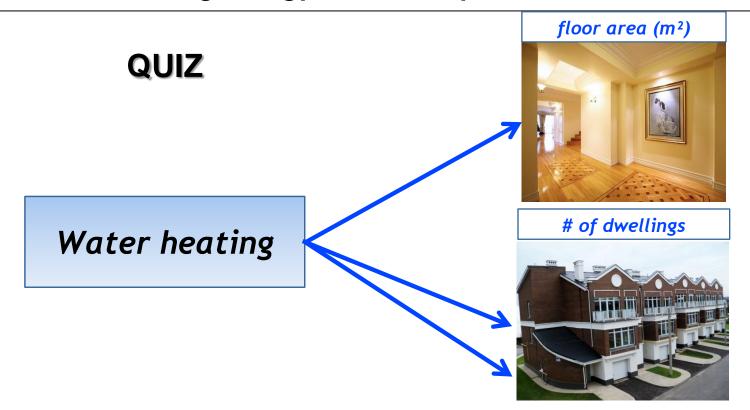


Vacation homes





## Residential: matching energy and activity







# Residential: matching energy and activity

QUIZ

**Appliances** 





# of dwellings





## Residential: matching energy and activity









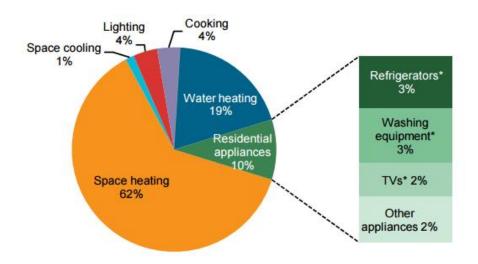
**Appliance stocks** 







## Example of insights from end use data: residential sector



Space heating TC\*

Lighting

0 0.2 0.4 0.6 GJ/m<sup>2</sup>0.8

Water heating

Cooking

0 5 10 15 20 GJ/dw 25

Example of shares of end -uses on energy consumption

Example of selected energy intensities





## Data and indicators for the industry sector

#### **Energy consumption data**

#### (major ISIC sub-sectors):

- Chemical
- Iron and steel
- Non-ferrous metals
  - Aluminum
- Non-metallic minerals
  - Cement
  - Clinker
- Pulp and paper
  - Pulp
  - Paper
- .... etc.

#### **Activity data:**

- Value added
- Physical production





Value added

Volume





## Data and indicators for the transport sector

#### **Energy consumption data:**

- Transport segment
  - passenger / freight
- Transport modes
  - road, rail, air, water, etc.

#### **Activity data:**

- Vehicle stocks
- Vehicle- kilometres
- Passenger-kilometers
- Tonne-kilometers







Distance travelled



Occupancy

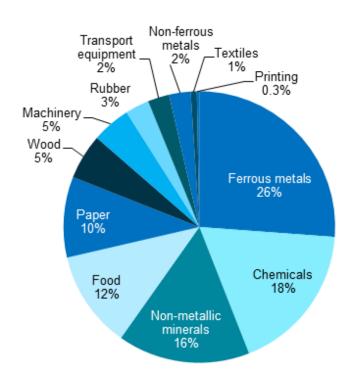


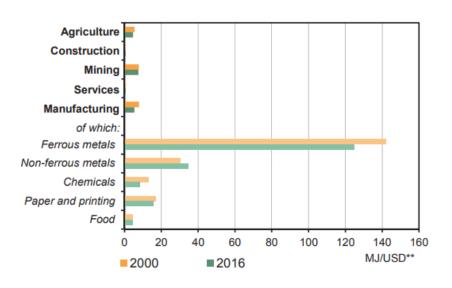
Load





## Data and indicators for the industry sector





Example of shares of industry subsectors on energy consumption

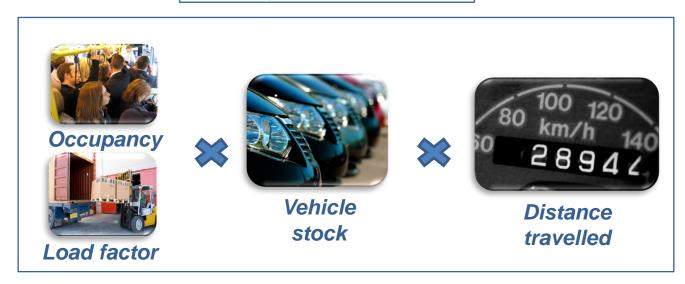
Example of selected energy intensities





# Activity data for efficiency calculation in transport

### Passenger-km or tonne-km





# Activity data for efficiency calculation in transport



Vkm = 5km + 5km = 10 vkm

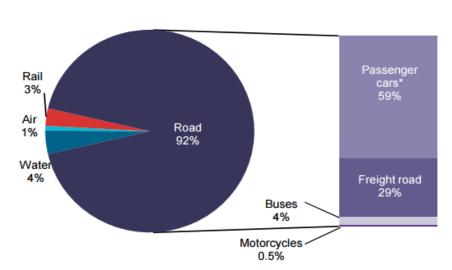
Pkm = 6 passengers \* 5 km = 30 pkm

Avg. load = pkm/vkm = 30 / 10 = 3 p/v

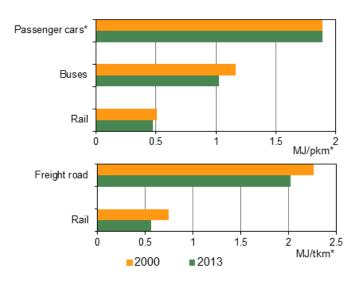




# Example of insights from end use data: transport sector



Shares by mode/vehicle type on energy consumption, country Y



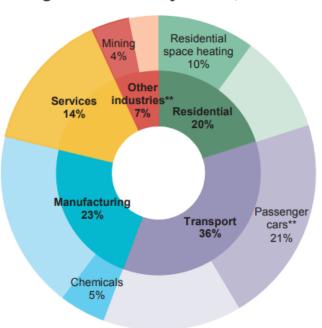
Selected energy intensities, country Y



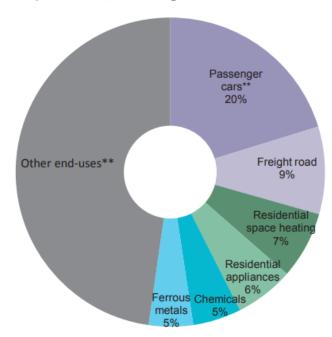


# Insights from end use data

#### Largest end-uses by sector, 2016



### Top six CO<sub>2</sub> emitting end-uses, 2016\*\*\*



Source: IEA Energy Efficiency Indicators Highlights, 2018

Refers to the 20 IEA countries for which energy efficiency data covering most of the end-uses are available: Australia, Australia, Canada, Czech Republic, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Japan, Korea, New Zealand, The Netherlands, Portugal, Spain, Switzerland, the UK and the US.

# The IEA approach

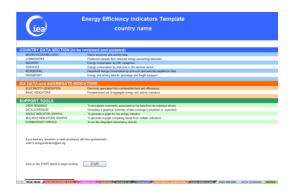
collecting end use data and developing efficiency

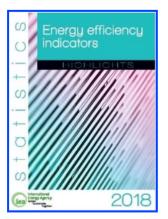




### IEA Members recognize the value of end use data work

- > Agreed by member countries in 2009 (IEA Ministerial)
- Developed with international community of experts, (Odyssee, LBNL, etc.)
- > A user-friendly **Excel questionnaire** (available online)
- > Collects energy consumption and activity data
- Covers **four sectors**: residential, services, industry, transport
- ➤ **Publication** and **database** : <u>Energy efficiency indicators Highlights</u>







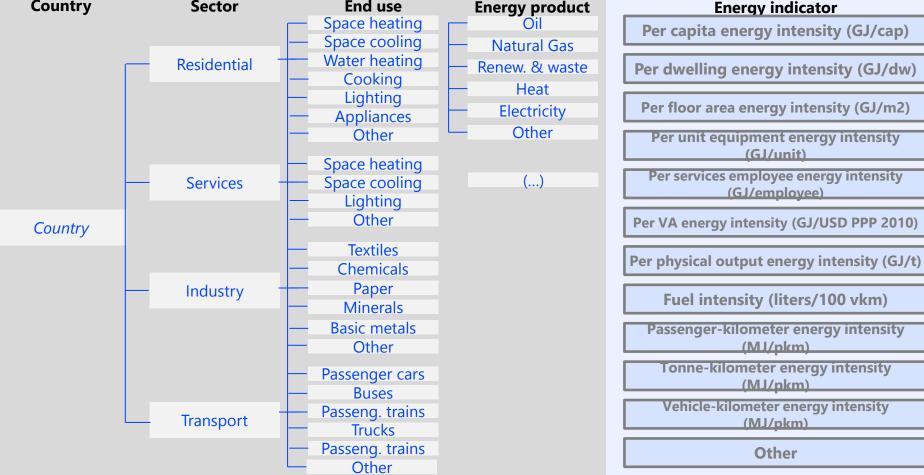


# A starting point for data collection and gaps assessment

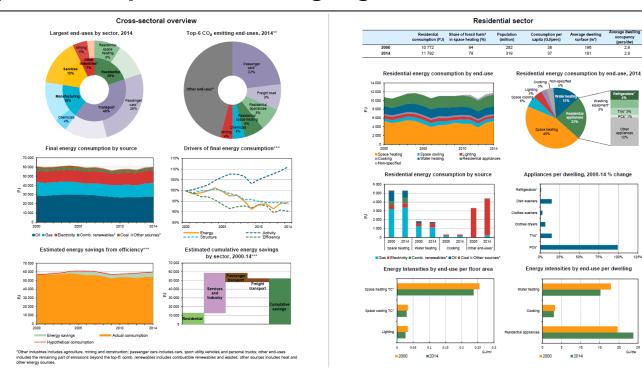
Water Heating										
Oil & Petroleum Products	PJ		0	0	0	0	12.77	11.22	10.22	9.34
Natural Gas	PJ		0	0	0	0	5.19	5.15	5.07	5.02
Coal & Coal Products	PJ		0	0	0	0	0	0	0	0
Combus. Renewables & Waste	PJ		0	0	0	0	7.62	7.75	7.87	8.04
Heat	PJ		0	0	0	0	0	0	0.04	0.04
Electricity	PJ	2.	18	2.05	2.14	2.22	3.94	3.31	2.76	2.34
Other	PJ		0	0	0	0	0	0	0	0
Total	PJ	2.	18	2.05	2.14	2.22	29.52	27.42	25.96	24.79
Cooking										
Oil & Petroleum Products	PJ		0	0	0	0	16.58	16.87	17.17	17.46
Natural Gas	PJ		0	0	0	0	3.94	4.27	4.61	4.94
Coal & Coal Products	PJ		0	0	0	0	0.54	0	0	0
Combus, Renewables & Waste	PJ		0	0	0	0	0	0	0	0
Heat	PJ		0	0	0	0	0	0	0	0
Electricity	PJ	0.	59	0.42	0.42	0.46	1.67	2.09	2.64	3.31
Other	PJ		0	0	0	0	0	0	0	0
Total	PJ	0.	59	0.42	0.42	0.46	22.19	23.24	24.41	25.71
Lighting										
Electricity	PJ	4.	61	4.90	5.11	6.99	7.41	7.54	7.79	5.53
Other	PJ		0	0	0	0	0	0	0	0
Total	PJ	4.	61	4.90	5.11	6.99	7.41	7.54	7.79	5.53
Domestic passenger airplanes				·						
Jet Fuel & Aviation Gasoline	PJ	0.50	0.63	0.75	1.00	0.67	0.42	0.46	0.50	0.88
Other	PJ	0	0	0	0	0	0	0	0 0	0
Total	PJ	0.50	0.63	0.75	1.00	0.67	0.42	0.46	).33 0.50	0.88
Energy intensity	MJ/pkm	2.07	2.50	2.20	2.37	0.99	0.27	0.19 0	).12 0.14	0.19



The end-use data collected and published by the IEA
Country Sector End use Energy product
Space heating



# **Energy Efficiency Indicators Highlights**

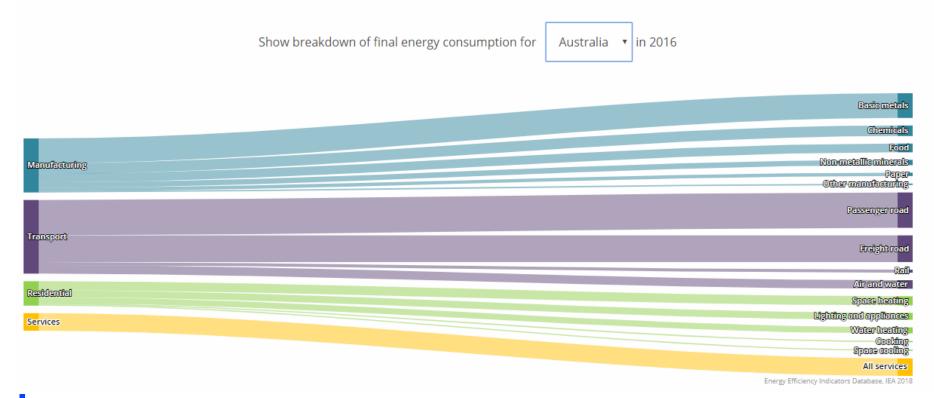


https://webstore.iea.org/energy-efficiency-indicators-2018-highlights





### A visualization tool for end use data



A Sankey diagram gives quick insights on the size of energy flows





## IEA resources : methodologies on indicators

#### > Fundamentals on statistics:

to provide guidance on how to collect the data needed for indicators

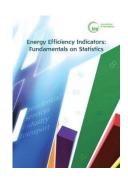
- Includes a compilation of existing practices from across the world
- https://webstore.iea.org/energy-efficiency-indicators-fundamentals-on-statistics

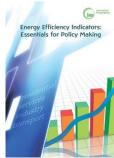
#### > Essentials for policy makers:

- To provide guidance to develop and interpret indicators
- https://webstore.iea.org/energy-efficiency-indicators-essentials-for-policy-making

#### Both available also in:

Spanish Russian Chinese





International guidelines are key to ensure comparability of data and indicators across countries



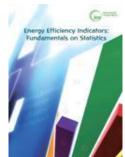


### IEA e-learning courses: capacity building on energy efficiency data

Energy Efficiency Indicators: Fundamentals on Statistics

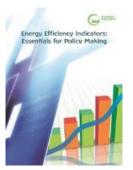






Energy Efficiency Indicators: Essentials for Policy Making









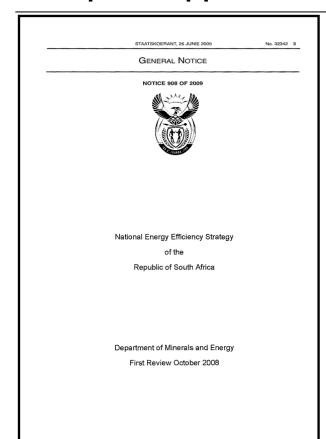
# **Energy Efficiency Indicators**

Examples of application





### Example of application – South Africa



### Industry and Mining: Target of 15% reduction of TFC

- 1% per year improvement of energy intensity for **iron and steel**
- 1% per year improvement of energy intensity for chemical and petrochemical
- 10% final energy demand for **mining** by 2015
- 2% per year improvement for paper, pulp and printing
- 2% per year improvement for **cement**

Commercial and public buildings: Target of 20% reduction of TFC

Transport: Target of 9% reduction of TFC

Residential: Target of 10% reduction of TFC





### Example of application – South Africa... and prospects for the post 2015 National Energy Efficiency Strategy

#### **HOW WILL WE MEASURE SUCCESS?**

### (example from residential sector)

• The continued development and maintenance of the existing Department of Energy **database of household appliance sales** will provide the necessary data for monitoring the **appliances target**.

• For the **buildings target**, the main challenge is **assessing the baseline** – it is likely that a **survey** of a representative sample of dwellings would be necessary for this.

Source: post 2015 National Energy Efficiency Strategy (draft)

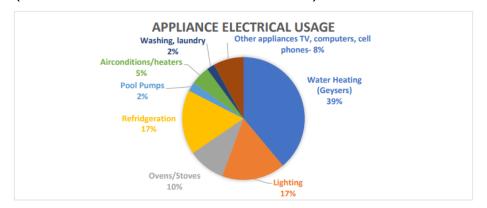




### Example of application – South Africa – S&L program



 Typical household usage of electricity in South African homes (based on research from Eskom IDM)



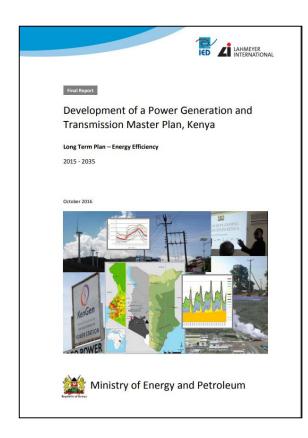
• These data served as input for the design Standards and Labelling programme, which determined that the following appliances should be included in the programme:

1. Audio-visual equipment – TVs, ...; Washer-Dryer 2. Fridges; 3. Freezers; Combinations; 10. 4. Fridge-Freezers; 5. Electric Lamps; 6. Water heaters; 7. Washing Machines:





# Example of application – Kenya



### Examples of Energy efficiency programmes:

- <u>Standard and labelling programme</u> financed by the Global Environment Fund (GEF)

Table 3-2: EE programmes implemented or launched

Sector	EE technology
Residential	Refrigerators; lighting (CFL); air-conditioners
Commercial	Display refrigerators; air-conditioners; lighting (CFL)
Industrial	AC motors; lighting (CFL)

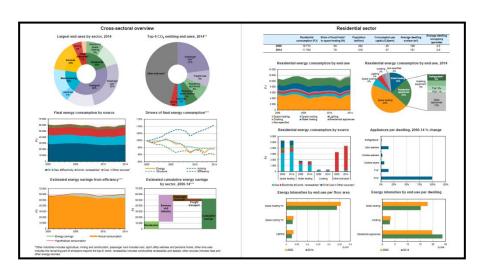
Source: Standard and labelling programme (GEF)

- Replacement of incandescent lamps (ICLs) with Compact Fluorescent Lamps (CFLs)
- Potential of EE evaluated in each sector





### The IEA mission on data



https://webstore.iea.org/energy-efficiency-indicators-2018-highlights

To collect and disseminate reliable data to inform policy-making







