

The Dutch methodological approach for national energy savings and related ghg emissions reduction for sectors and policies

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Introduction of the Dutch Case

- > Dutch climate and energy goals:
- > 2050: 95% less ghg compared to 1990
- > 2030: 49%
- > 2014 to 2020: 482 PJ
- > 2021 to 2030: 924 PJ (current) and 1,292 PJ (EC proposal)
- EED7 Cumulative character: taking into account lifetime savings made in years 202x to 2030



Introduction of the Dutch Case

- > Focus on CO₂-emissions reduction
- 50+ policy measures contribute to energy savings
- Systems approach: include instrumental measures
- Methodology = sector-specific and generic measures aggregated at sectoral level
- Calculations = mainly technical estimates



Figure 1: Schematic visualisation for determining energy savings in the case of early replacement



Overview of sectoral approaches

> Built environment

Modelling: market data; surveys
 & behavioural studies

> Horticulture

 Bottom-up approach: data on applicable policy measures (type, the expected savings, energy use before and after implementation).

- Mobility
 - Bottom-up tech estimates.
 Based on: driven kms, fuel consumption/km, sales of new passenger vehicles etc.
 - Surveys used to account for modal shifts.
- > Industry
 - Bottom-up tech estimates. Data from various (generic) policy measures



Generic measures approaches (I)

- > **ISDE** Sustainable energy grant
 - Financial contribution: solar boilers, heat pumps, insulation etc.
 - For individuals & businesses.
 - Bottom-up data collected (e.g. capacity heat pump). Expected heat production & e-consumption determined using assumptions on typical energy savings per technology.
 - Energy savings = heat production electric consumption (=ambient heat)



Generic measures approaches (II)

- > **EIA** Energy Investment Allowance
 - Tax scheme to deduct 45% of investment from taxable profit.
 - Designated operating assets: energy-efficient, generate renewable energy, energy balancing and energy transition (such as electrification).
 - Bottom-up data and assumptions on typical energy savings per technology.
 - Energy savings = difference between new consumption and old consumption.



Generic measures approaches (III)

- SDE++ Stimulating Sustainable Energy Production and Climate Transition
 - Subsidy for large scale production of sustainable RE, or for applying CO_2 -reducing techniques.
 - Covers the unprofitable part of each technology
 - Technical estimates used for both the realized and expected savings with data in the subsidy decision, production data is available.
 - Savings on the consumption of heat (e.g.) = avoided consumption of natural gas that produces the same amount of heat (final).



Calculation for CO₂ emissions reduction

- Information on the (avoided) energy carrier is based on the (reference) techniques used.
- > Avoided CO_2 emissions =
- (emissions factor) x (amount of energy produced normally) (emissions factor) x (amount of energy produced avoiding the consumption of fossil)
- > Special attention to CO₂ reducing technologies!



Allocation of savings

- > Chamber of Commerce (KvK) numbers
- > Sectoral NACE classification codes provided with each project.
- > All generic measure information is linked to a sector based on the sectoral NACE code.



Accounting for double counting

- Overlaps between generic policy measures and sectors.
 - E.g. subsidy and a tax advantage
 - Savings from two policy measures with: same year, company, physical location = counted once



Figure 2: simplified possible double counting 11



Discussion and conclusion

- Systems approach includes instrumental policy measures (interaction), but is cumbersome (extra steps)
- > Approach relies heavily on bottom-up data
- > Storage of monitoring data is currently fragmented
- > No common data collection agreements between measures



What elements from your methodology would you suggest the Netherlands to look at?



Additional resources

- Paper: https://oxford-abstracts.s3.amazonaws.com/065b1590-28d9-4c24-b4d3def580b45d48.pdf
- > Linkedin: <u>https://www.linkedin.com/in/bonnyvanrooijen</u>
- > NECP of the Netherlands: <u>https://ec.europa.eu/energy/sites/ener/files/documents/nl_final_necp_main_en.</u> <u>pdf</u>
- > Climate and Energy Outlook: https://www.pbl.nl/kev
- > SAWEC model: https://www.pbl.nl/modellen/kev-rekensysteem-sawec
- > EVA model: https://www.pbl.nl/modellen/kev-rekensysteem-eva
- > SAVE model: https://www.pbl.nl/modellen/kev-rekensysteem-save-services