# Strategic Considerations for Sector Coupling in Long-Term Energy Scenarios

September 28, 2023 9:30-11:30 (CEST)

IITC, Bonn, Germany



## **Opening remarks**

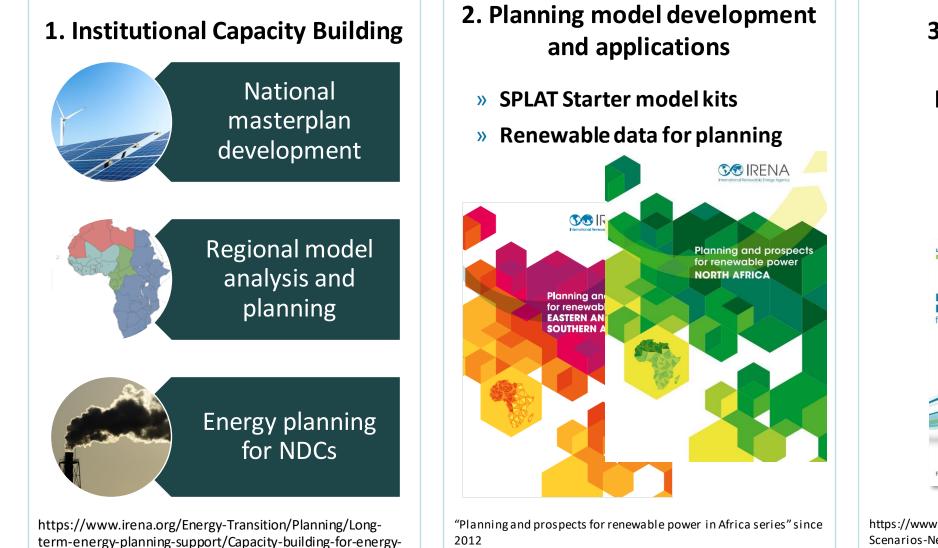


#### Asami Miketa

Head Energy Transition Planning and Power Sector Transformation IRENA Innovation and Technology Centre



## **IRENA's long-term energy planning support portfolio**



planning-and-modelling

#### **3. IRENA LTES Network**

#### Peer-to-peer learning



https://www.irena.org/energytransition/Energy-Transition-Scenarios-Network

## Long-Term Energy Scenarios Network

#### Overview

- Provides a global platform to exchange national LTES practices among scenario practitioners.
- Promotes wider and more effective use of LTES for the clean energy transition in governments.
- +60 countries examples synthesized in analytical reports.
- Over 70 international and regional events and webinars organized.

Austria	Denmark	Japan	Portugal
Bosnia and Herzegovina	Dominican Republic	Kenya	Saudi Arabia
Brazil	Egypt	Latvia	United Arab Emirates
Canada	El Salvador	Lithuania	United Kingdom of Great Britain and Northern Ireland
Chile	Finland	Mexico	
Colombía	Germany	Kingdom of the Netherlands	United States of America
Costa Rica	Ghana	Peru	
Cyprus	Italy	Philippines	

29 members

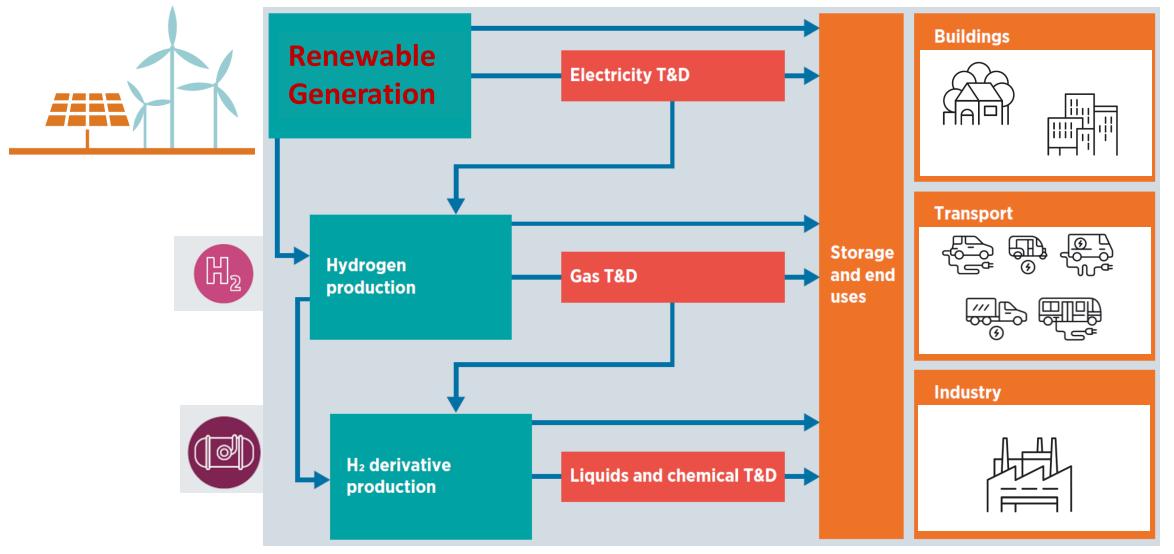
#### 13 technical partner institutions



## **Long-Term Energy Scenarios Network**

#### Practices and experiences collected Focus LTES -> LONG TONH STOKEDOR LTES > LONG-TERM S **S** IRENA **SOIRENA SGIRENA** 0 IENCEMANN'S **SCENARIOS FOR SCENARIO** THE ENERGY TRANSITION LONG-TERM COMPARISONS **ENERGY SCENARIOS** KEY INDICATORS FOR for the clean energy transition THE CLEAN ENERGY Strengthening 02 scenario development September 2020 May 2019 First-year campoign tindings Improving IK scenario **SS**IRENA **S** IRENA **SO IRENA** use LONG-TERM **ENERGY SCENARIOS** AND LOW-EMISSION Identifying DEVELOPMENT STRATEGIES capacity-building Stocktaking and alignment approaches SCENARIOS FOR THE ENERGY TRANSITION SCENARIOS FOR Experience and good THE ENERGY practices in Latin America TRANSITION and the Caribbean Experience and good (3) practices in Africa NC $\odot$ ELLES

## **Electrification pathways: power to X**



#### **Scene Setting Presentation**



#### Angela Khanali Mutsotso

Associate Professional Clean Energy Transition Scenarios and Network IRENA Innovation and Technology Centre



**IRENA Scene-Setting Presentation:** 

"LTES Network Insights: – Global experience on the use of Energy Scenarios to accelerate the clean energy transition"



## **Importance of Sector Coupling in Long-Term Energy Scenarios**

#### From the global dialogue on LTES:

- Decarbonization of multiple sectors.
- Increased flexibility and system resilience.
- Economic efficiency.
- Holistic energy system planning.
- Stimulating innovation.
- Meeting climate goals.



## **Initial insights from the LTES Network**

- In scenarios for 100% RE, solar and wind are the mainstream technologies and are supported by storage solutions. Sector coupling is pivotal for connecting and electrifying all sectors, enhanced by power-to-X and hydrogen-to-X strategies.
- Flexibility is a significant concern, this includes the integration of technologies like hydrogen production, electric vehicle charging, demand response, and thermal energy storage to accommodate the variable renewable energy sources.

#### 4<sup>th</sup> International Forum on LTES December 2022



From the session: "Role of 100% renewable electricity for the energy system transition in scenarios"

## Initial insights from the LTES Network

- For developing energy scenarios, collaboration with Transmission System Operators (TSO) is key to ensure that the electricity infrastructure evolves appropriately and timely to accommodate the changing energy landscape.
- **Policy-making is heavily influenced** by these detailed analyses, ensuring that targets are met in a realistic and efficient manner.
- There is a growing attention to system stability and the flexible operation of technologies like electrolyzers.
  This ensures that the energy system remains efficient and resilient to fluctuations.

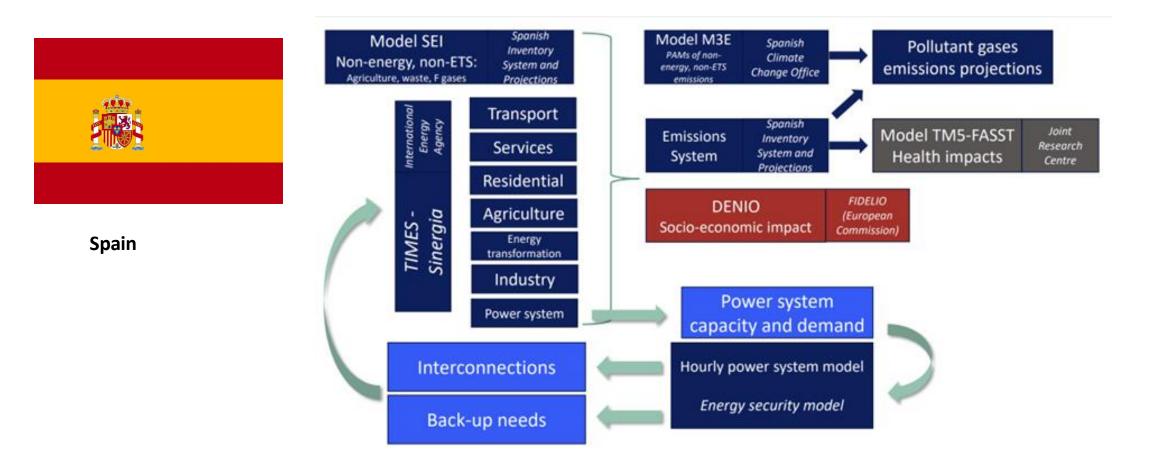
#### 4<sup>th</sup> International Forum on LTES December 2022



From the session: "Role of 100% renewable electricity for the energy system transition in scenarios"

## Initial insights from the LTES Network

#### Models on incorporating global hydrogen insights for national LTES



4<sup>th</sup> LTES Forum (Dec 2022) *Session 5: Incorporating global hydrogen insights for national LTES narratives* 

## Initial insights from the Innovation Landscape Report (2023)

#### Electricity and Gas Transmission System Operator Sector Coupling Strategies<sup>1</sup>

- Study published by TSOs TenneT (electricity) and Gasunie (gas) shows how the Netherlands and Germany can achieve the Paris climate targets using a more integrated energy system.
- Close collaboration between the gas and electricity infrastructure is key in guaranteeing the reliability of the energy system and integrate increasing shares of variable solar and wind energy.



IRENA (2023), Innovation landscape for smart electrification: Decarbonising end-use sectors with renewable power, International Renewable Energy Agency, Abu Dhabi.

## Initial insights from the Innovation Landscape Report (2023)

#### **Electricity and Gas Transmission System Operator Sector Coupling Strategies<sup>2</sup>**



To reach its very ambitious climate targets ENTSO-E and ENTSOG jointly published their Scenario Report Ten-Year Network Development Plans 2022.



They use new sector-coupling methodologies and dedicated modelling tools to optimise overall system efficiency and flexibility of use, as well as capture the interactions among end-use sectors at different geographical scales and with other carriers.

**ENERGINET** Energinet (Denmark), has combined the operations of its electricity and gas systems into a joint system operator subsidiary. The expectation is that joint operations will make it easier for Denmark

IRENA (2023), Innovation landscape for smart electrification: Decarbonising end-use sectors with renewable power, International Renewable Energy Agency, Abu Dhabi.

# IRENA INNOVATION WEEK Panel Discussion

Exploring Sector Coupling in Long-Term Energy Scenarios: Challenges, Opportunities, and Future Direction



Christopher Gross GET.transform Team Lead



Martin Hartvig Senior Engineer

Claire Nicolas Senior Energy Economist



Kaare Sandholt Chief International Expert



#### **Closing Remarks**



#### Asami Miketa

Head Energy Transition Planning and Power Sector Transformation IRENA Innovation and Technology Centre



# Thank you!

# Contact Us At LTES@IRENA.org

