

MINES ParisTech



### CARBON NEUTRALITY CHALLENGES FOR FRANCE IN 2072

Ariane Millot, Rémy Doudard, Thomas Le Gallic, Edi Assoumou, François Briens, Nadia Maïzi

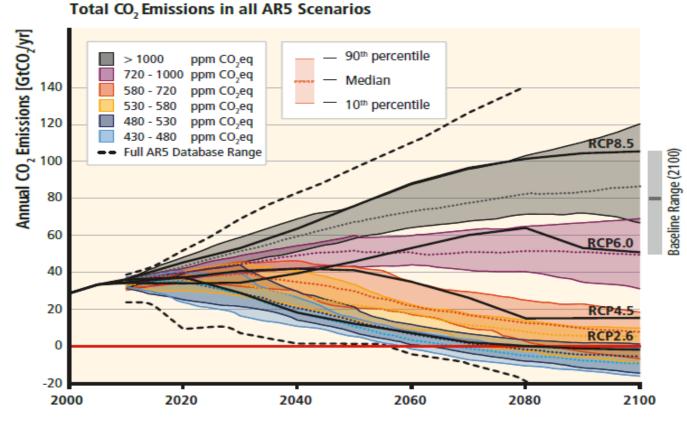
Mines ParisTech, PSL Research University, Centre for Applied Mathematics

IEW - 13 July 2017



## WHY A CARBON NEUTRALITY GOAL?

- 2015 : Paris Agreement
  - $\rightarrow$  target: "well below 2°C"



Source : IPCC Report AR5



### **A** MULTIDIMENSIONAL APPROACH

• Target of 1.5°C for global warming : on what levers can we act on ?



• What impact of lifestyles changes on CO2 emissions pathways?

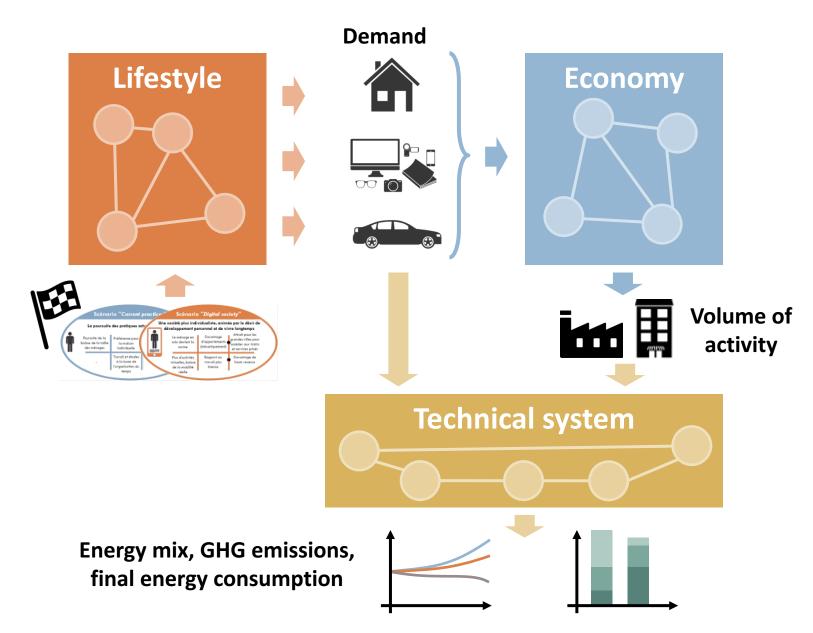
# Proposal of an approach to associate these dimensions



### METHODOLOGY COMBINATION OF PROSPECTIVE MODELLING

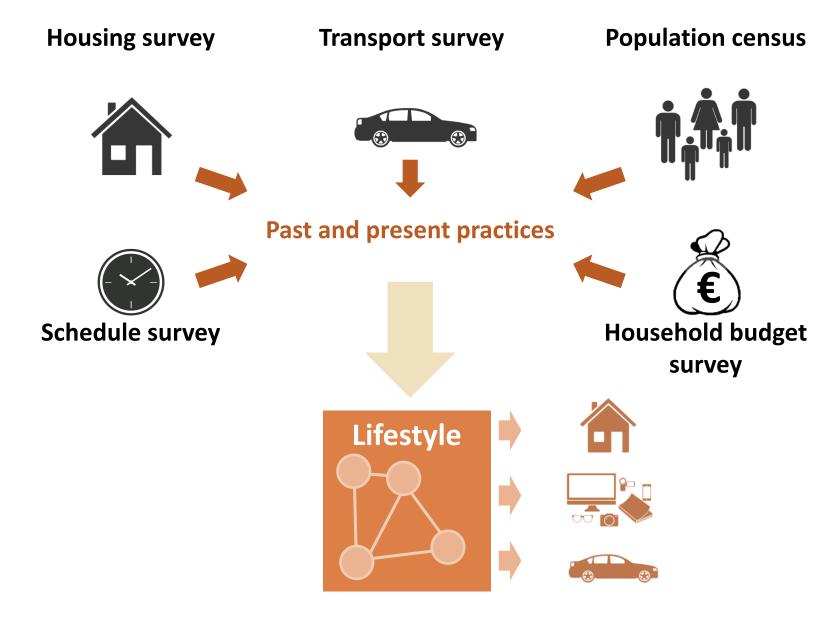


### How can we combine the **3** aspects?





### **A** MODEL FOR THE POPULATION AND THEIR LIFESTYLES



### **INPUT-OUTPUT ANALYSIS**

$\frac{1}{(1+\alpha)^{n(t-1)}}\sum_{i\in TCH}in$		Industry	Transport	Services	Final demand	Total = Production
$\times \left( \sum_{i \in TCH} fixom_i(t) \right)$	Industry	10	20	50	20	100
+ $\sum_{i \in ELA} \sum_{z \in Z} \sum_{y \in Y} varce$	Transport	10	10	20	40	80
$+\sum_{k\in ENC}\sum_{s}cost_{s}($	Services	20	20	10	20	70
$+\sum_{s}\sum_{z\in Z}\sum_{z\in Y}$	γ					
	Intermediary production for				Production for the	

each sector (IC)

(1 + a)

final demand (D)

Production (P) = Intermediary consumption (IC) + Final Demand (D)

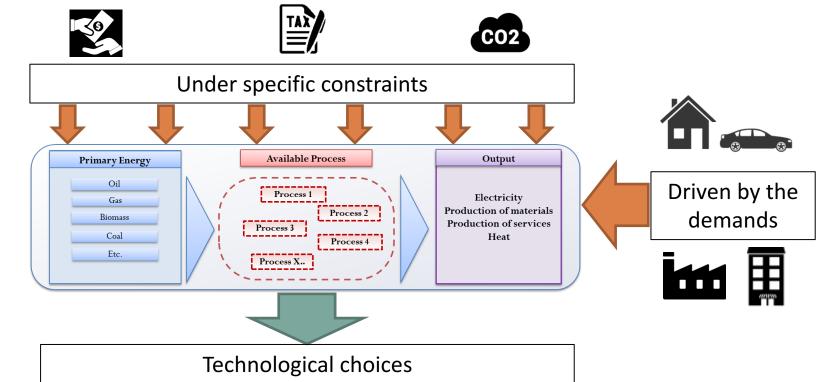
We introduce A the matrix of technical coefficients such as  $IC = A^*P$ and we have :

 $P = A^*P + D$  ie  $P = (I - A)^{-1}D$ 

 $\rightarrow$  Production of each sector in function of the demand and the matrix of technical coefficient (Leontieff matrix)



### **TIMES-FR :** A BOTTOM-UP OPTMIZATION MODEL FOR THE ENERGY SYSTEM



Goal : Minimize the overall discounted cost of the energy system in France (2014-2072)

 $\sum_{\substack{y \in y \in ars \\ regions}} Disc(y) \times (INVCOST(y) + FIXCOST(y) + VARCOST(y) + TAXSUB(y) + COSTDECOM(y) + COS$ 



## WHAT IMPACTS OF LIFESTYLES?

### **TWO CONTRASTED LIFESTYLES**

### **Digital society**

A more individualistic technological and digital society, focused on self-development:

- Long life expectancy
- A lot of household of 1 person
- More flats

 $\overline{(1+\alpha)^{n(t-1)}}$ 

 $ixom_i(t)$ 

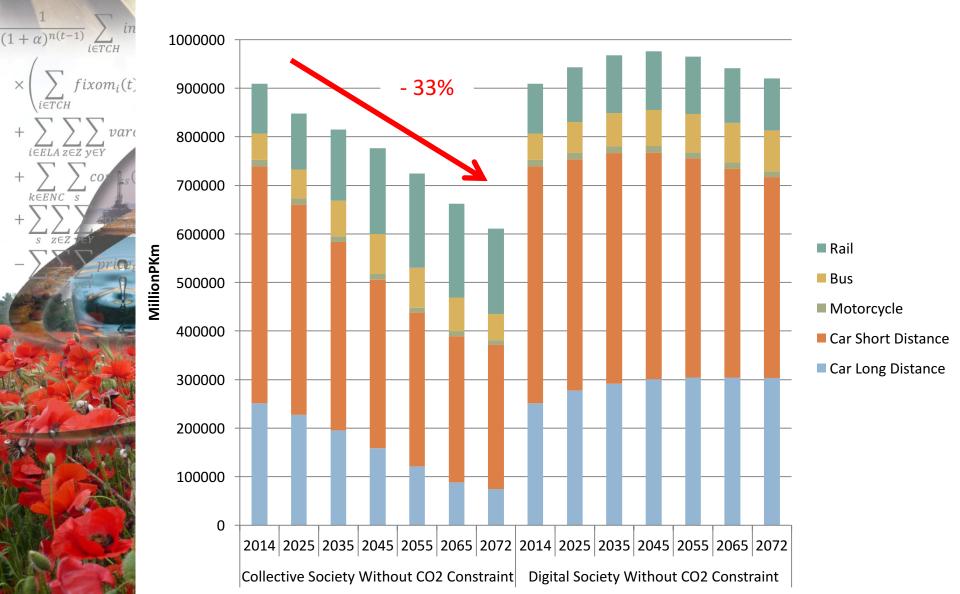
- More virtual activities and leisures
- Large cities and the town centers are attractive
- Work at the heart of the organization (increase of
  - the proportion of high-income households)

### **Collective society**

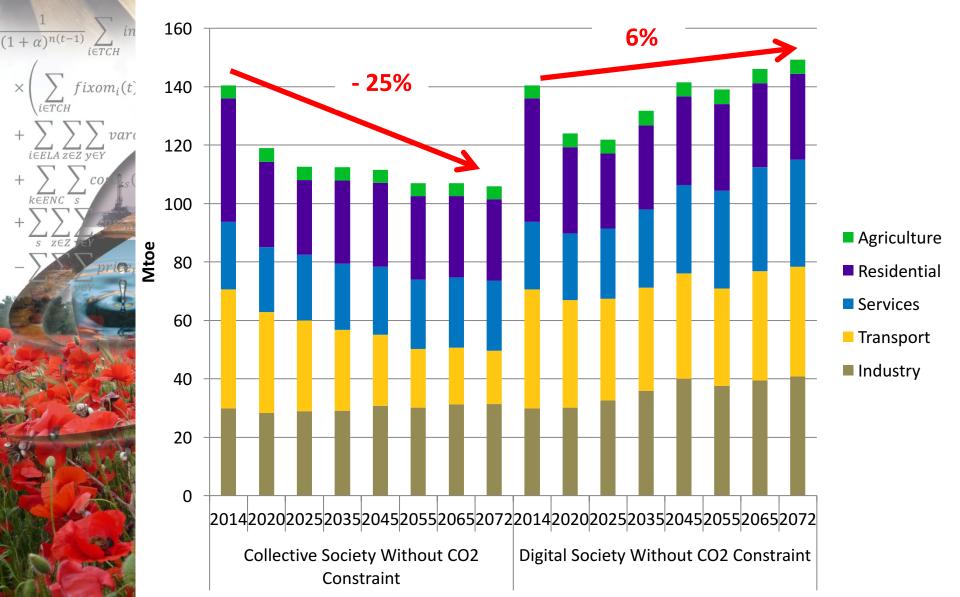
Social ties and cooperation are placed at the heart of the society and its organization:

- Group housing
- Activities at the quarter level
- Urban and rural areas popular in contrary of periurban
- Development of coworking spaces
- Share of work (fewer unemployed people)

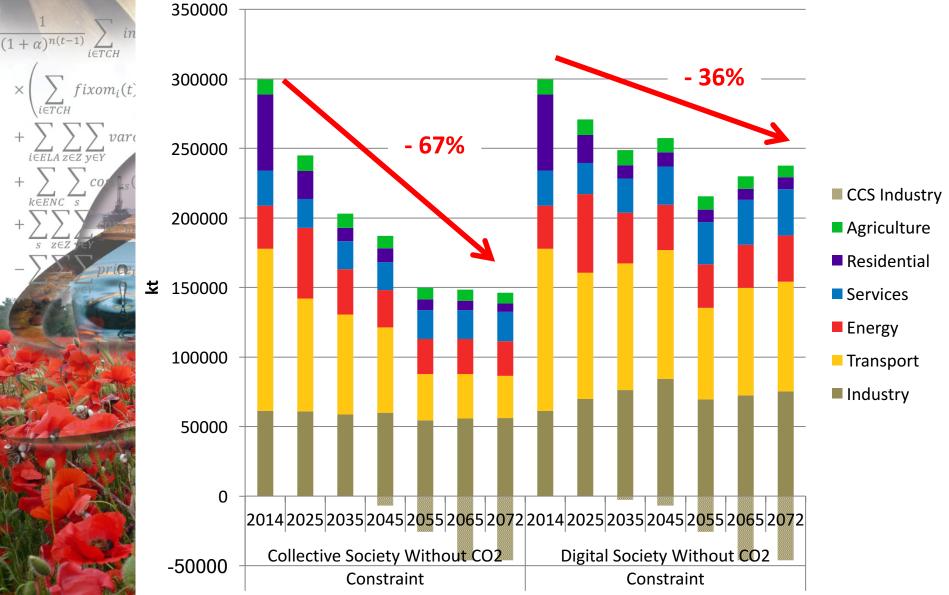
# WHAT INFLUENCE OF LIFESTYLES ON DEMAND IN THE TRANSPORT SECTOR?



### WHAT CONSEQUENCE ON TIMES OUTPUT : THE FINAL ENERGY CONSUMPTION

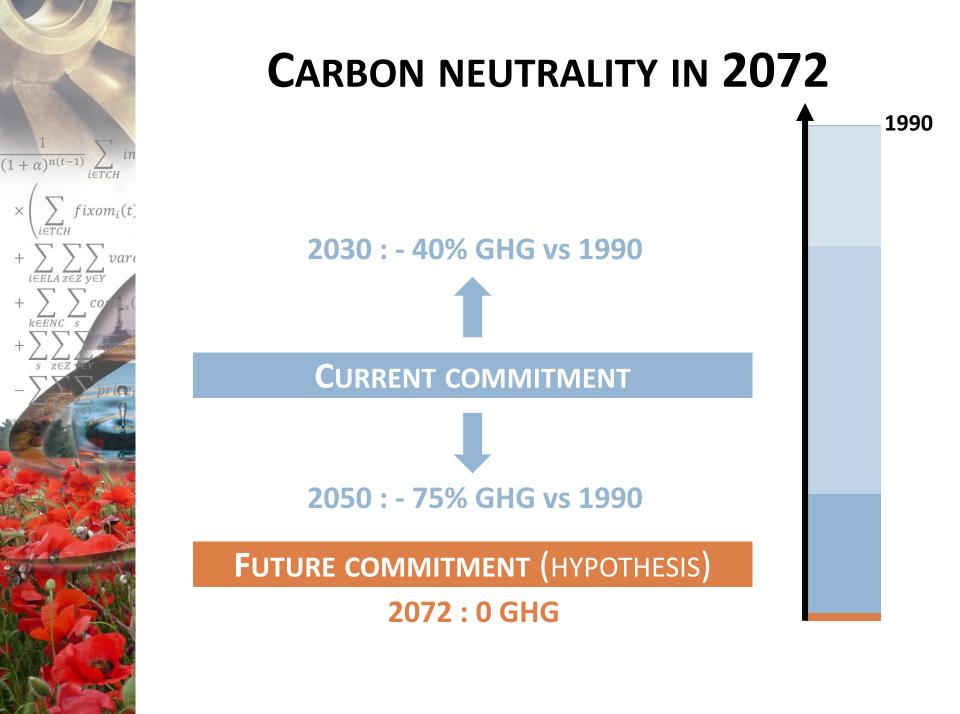


### WHAT CONSEQUENCE ON TIMES OUTPUT : THE CO2 EMISSIONS



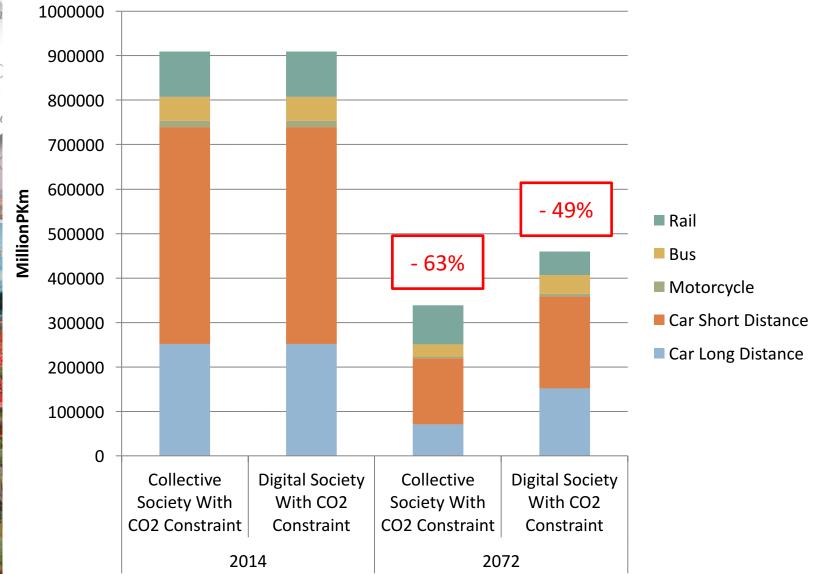


## WHAT IMPACTS OF A CARBON NEUTRALITY GOAL?



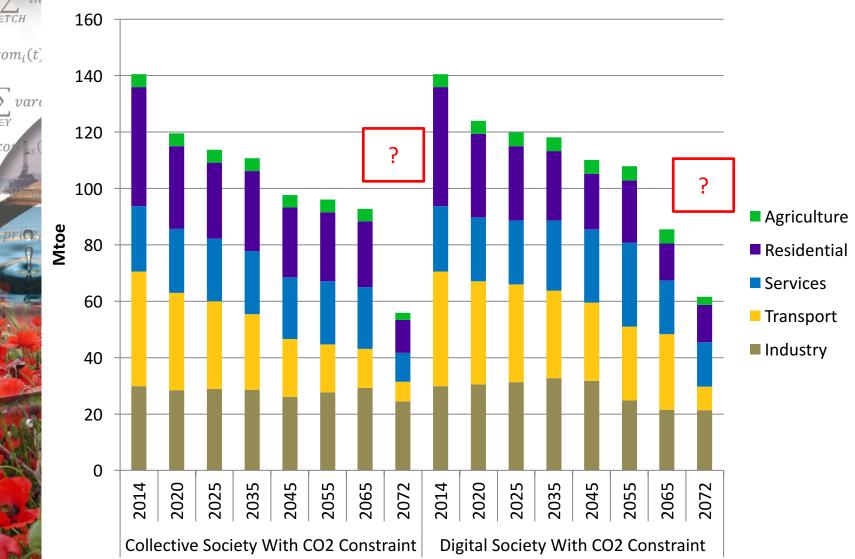


### ELASTICITY REDUCES THE DEMAND IN THE TRANSPORT SECTOR BY...



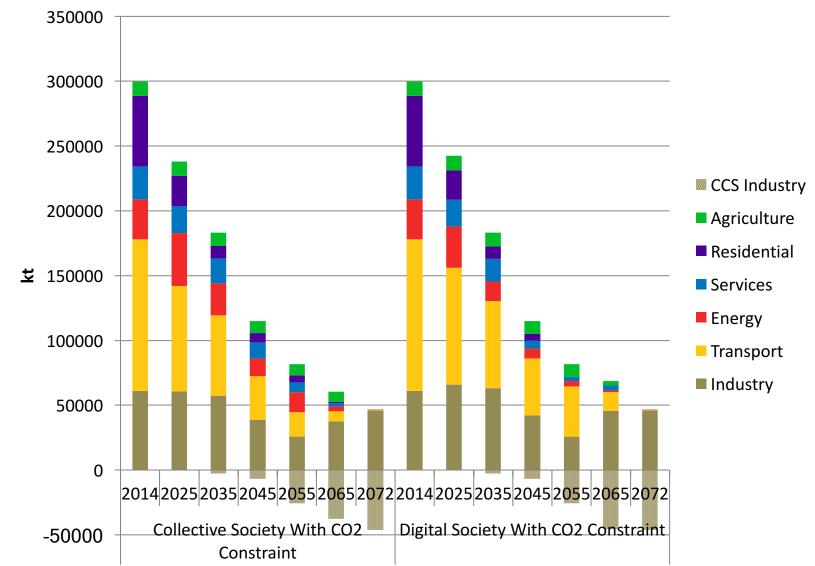
# $(1+\alpha)^{n(t-1)}$ $ixom_i(t)$ var

# THE CO2 CONSTRAINT REDUCES THE FINAL ENERGY CONSUMPTION BY...





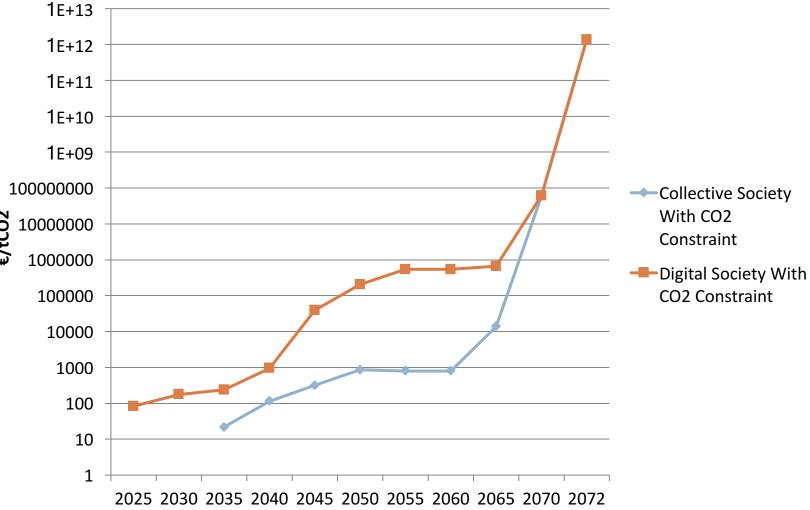
### IN WHICH SECTORS ARE THE HIGHEST CO2 EMISSIONS REDUCTIONS?



 $(1 + \alpha)^{n(t-1)}$ ixom<sub>i</sub>(t) E/tco2

# BUT THE CO2 REDUCTION MAKES THE SYSTEM « OVERCONSTRAINED »

Marginal cost of CO2





## **CONCLUSION & DISCUSSION**



### CONCLUSION

• Methodology:

multi-dimensional approach combining lifestyles, economy and technologies

- Key findings:
  - Even the most sober lifestyle of our two scenarios does not reduce enough the CO2 emissions
  - Difficulty to reach neutrality :
    - Importance of lifestyle and its impact on demand (societal choice or economic pressure)
    - Importance of new technologies (CCS...)



### **FUTURE WORK**

- Constraint on CO2 emissions at a international level
- Sensitivity analysis of the end of horizon : 2050 instead of 2072
- Introduce more flexibility through interactions between energy vectors (power-to-gas, ...)



### **THANK YOU FOR YOUR ATTENTION!**

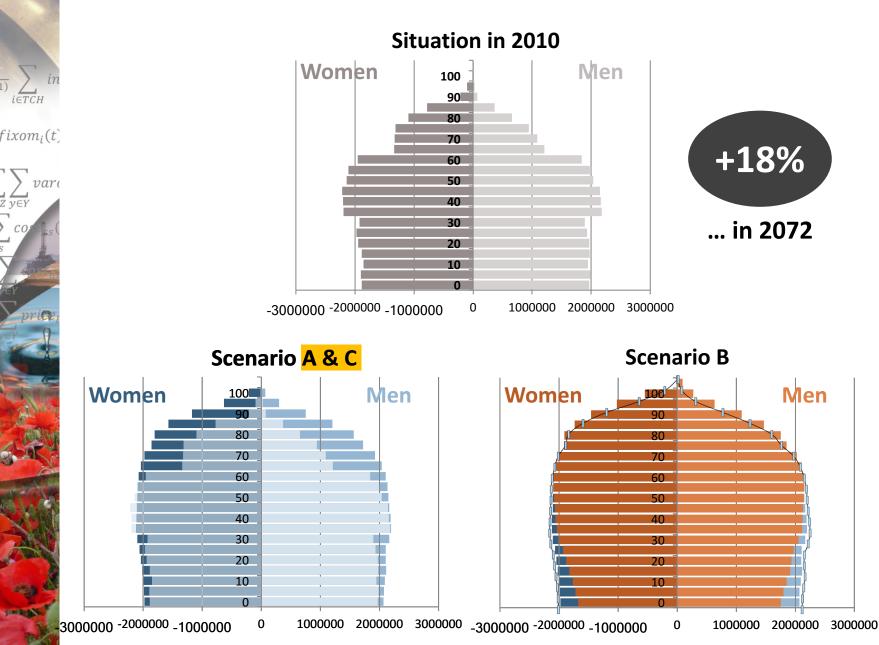
Ariane.millot@mines-paristech.fr Remy.doudard@mines-paristech.fr



### **APPENDICES**

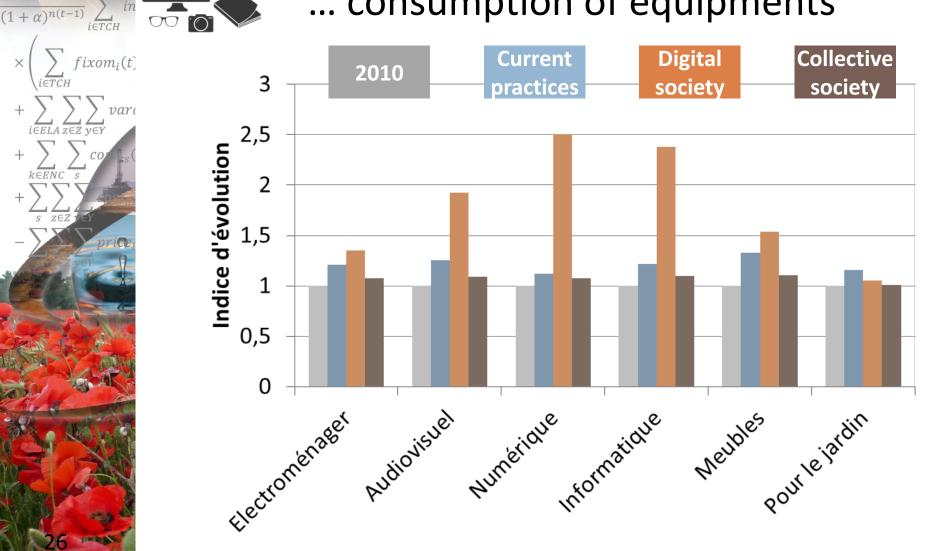
### **Hypothesis on population**

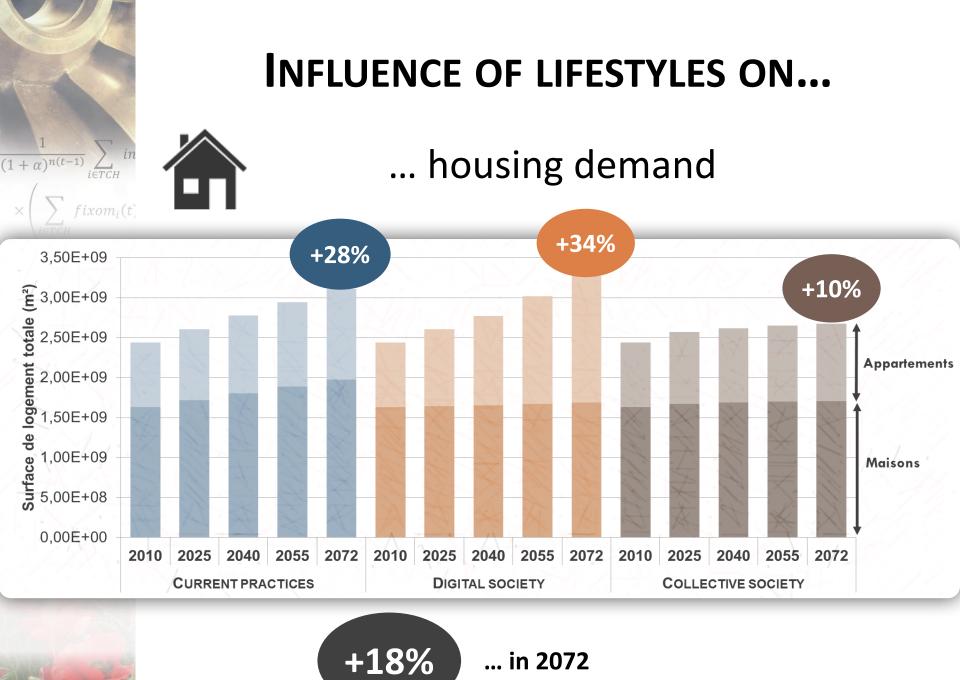
 $(1+\alpha)^{n(t-1)}$ 



### **INFLUENCE OF LIFESTYLES ON...**

... consumption of equipments





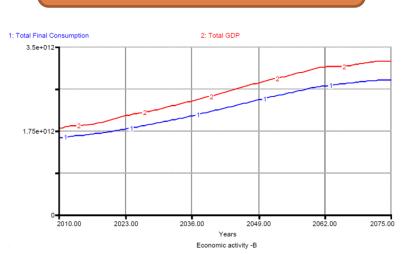
**Population growth: +18%** 

27



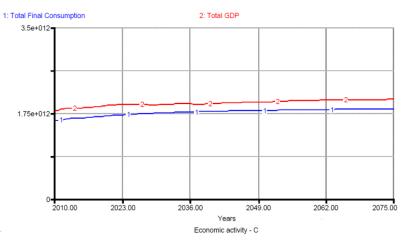
### **DEMAND DRIVER FOR TIMES : RESULT OF**

### THE INPUT-OUTPUT ANALYSIS

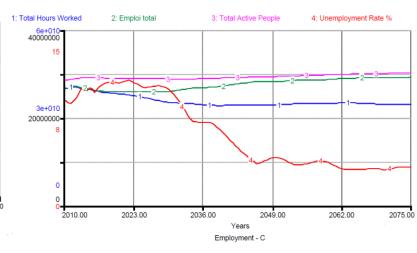


**Scenario Digital Society** 

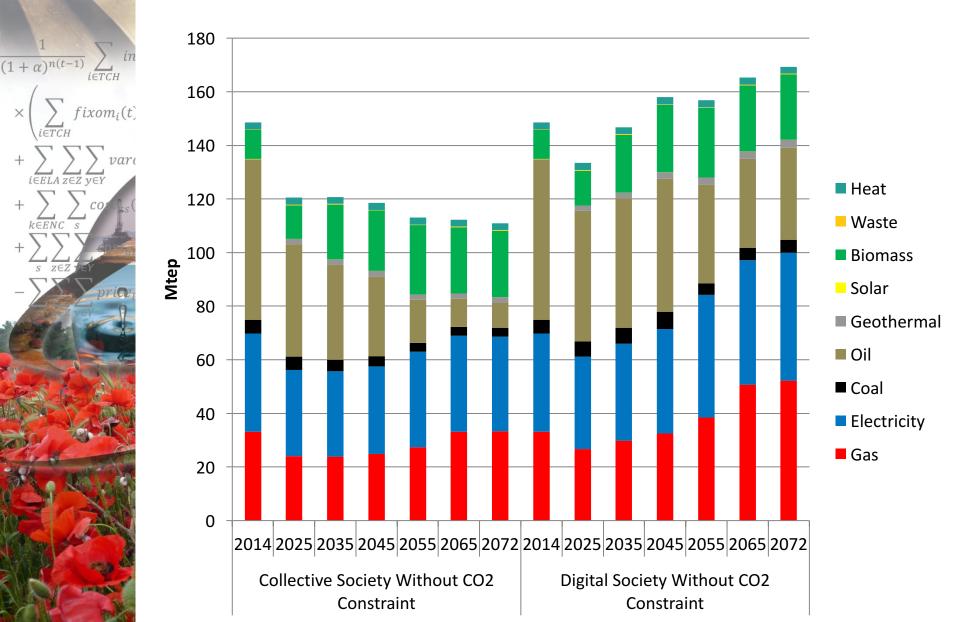
#### **Scenario Collective Society**







### **ENERGY MIX**



### **ENERGY MIX**

