Energy efficiency and space heating technologies

a systemic/technical/economic perspective

29.4

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Agenda

Introduction: a systemic perspective

Energy conversion chains - from primary energy to energy services

- ► Gas technology
- heat pump
- district heating

Economic perspective: Price development (gas, electricity)

System boundaries and system behavior



System analysis: Positive and negative feedback / System boundaries



Wagenaar (1978) and Wagenaar and Sagaria (1975) studied people's ability to understand exponential growth processes. They found people tend to extrapolate linearly instead of exponentially, assuming a quantity increases by the same absolute amount per time period, while exponential growth Doubles the quantity in a fixed period of time (Sterman, 2012).

Same logic applies for energy systems

 \rightarrow Exogenous versus endogenous assumptions

 \rightarrow restrictions of the system (reserves/resources, prices, regulatory frames)

Another Explanation: Road Killings



Natural Gas Development - Hubbert's Theo by Radzicki & Taylor, 1997





- First Cut of the model
- Development of natural gas discovery and usage



Third Cut of the model Radzicki & Taylor, 1997





Puzzle

Connect the dots by drawing four straight, continuous lines that pass through each of the nine dots, and never lifting the pencil from the paper.



The setting of system boundaries lead often to our conclusions.

Energy Conversion Chain









Interpretation hermal, electica chemical energ Energy Primarv • Useful services Secondary energy Endenergy energy energy Fossil, nuclea A simplified thought experiment: input production (COP=3;6; solar amount (max)= 10%=100 units) Technology efficiency input gas [units] electricity [units] heat min [units] heat max [units] CO2 gas condensining space heating ~1 system 1: 1000 1000 1100 290 Combined heat and power ~0,81-0,85 1000 470 360 380 system 2: heat pumps (COP=4) ~3-6 470 1410 2820 1000 1770 3200 290 0 sum

System 2: The produced electricity of the combined cogeneration power plant is used to drive the engines of the heat pumps (including 6% loss in transmission for electricity).

With 1000 Units gas it is possible to produce 1770- 3200 units heat.

Restrictions: how much anergy is availabe, which temperature levels is needed etc.....

Economic Perspective

Price Development (European Energy Exchange)



140,0 120,0 100,0 80,0 60,0 40,0 20,0 0,0 -20,0 -40,0 -60,0 -80,0

Decreasing price development for Baseload Futures at EEX. Base load price 35 Euro/MWh -- compared to gas price of approx. 25 Euro/MWh Volatility of markets increase continuously – spot prices between 120 and – 60 EUR/MWh

EEX Spotprices December 2013

Literature

- Radzicki & Taylor, 1997: <u>http://www.systemdynamics.org/DL-IntroSysDyn/start.htm</u>
- Winter, 2013: <u>http://www.itshytime.de/hytime/Energiewandlungskette-Definitionen.pdf</u>
- Sterman, 2012: <u>http://jsterman.scripts.mit.edu/docs/Sterman%20Sustaining%20Sustainability%2010_2.pd</u>