

### **SATIMGE:** Linked energy-economic model **SATIM** SAGE Energy/Climate Policy **GDP** Household income **SATIM**: Full **SAGE:** Dynamic Sector Optimization Recursive **Energy Model CGE Model GDP** Welfare Technology Mix Employment **Electricity Price Emissions Electricity Production function** Expenditure on expansion plan Production function of all activities (energy)

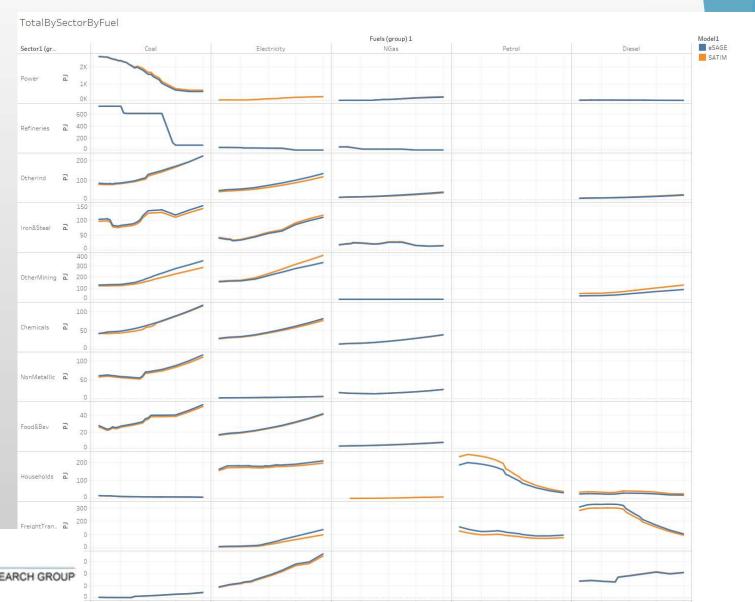
Consumption function of households (energy)

### Linked model: production of steel **SATIM** Existing technologies BF-BOF DRI-EAF coal Scrap-EAF **Demand for Steel Energy efficiency** improvements New technologies Coke oven (new) BF-BOF (New) DRI-EAF coal (New) DRI-EAF gas (New) Activity (sector: e.g. Iron and Steel) Scrap-EAF (New) BF-BOF w. CCS (New) Labour Steel Value Added Capital SAGE Coal Gas Intermediates Electricity Coefficients for energy inputs Other In production function commodities and services ENERGY SYSTEMS RESEARCH GROUP University of Cape Town

# Linking CGE model to energy model necessary to capture technical change

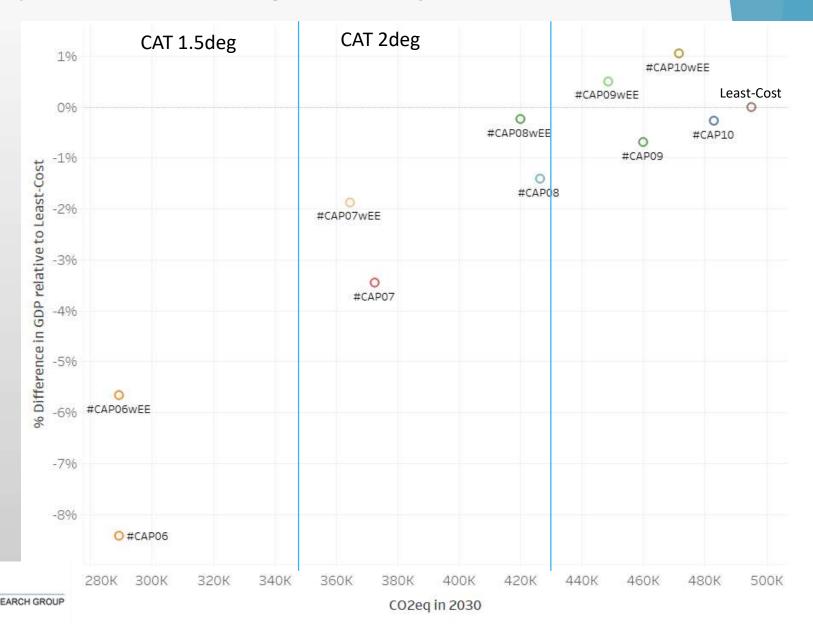
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# Allows us to do things like the trade off between development and mitigation objectives

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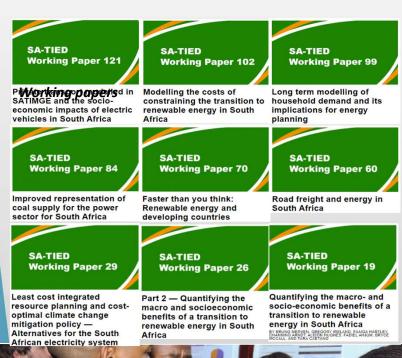


2003	DME IEP-1	MARKAL+LEAP
2006	EPSD-SA - IAEA	MARKAL
2007	DEA LTMS	MARKAL
2008	WWF Costing 2020 RE Target	MARKAL
2010	DME Review of RE white paper	MARKAL
2011	GIZ/DEA Low Emission Pathways	SATIM-2011
2012	SANEDI-Transport	SATIM-2012
2013	NPC-Power Plan	SATIM-EL-2012
2014	UNU-WIDER SATIMGE-beta1	SATIMGE-beta1
2015	UNEP Uncertainty in Baseline CO2 DDPP SA Nuclear: Risk Analysis	SATIM-MC-2015 SATIMGE-2015
2016	WB Thirsty Energy UNU-WIDER SATIMGE-beta2	SATIM-W-2016 SATIMGE-beta2
2017	FCO Gas Study SANEDI-Transport 2 DEFF PAMS	SATIM-MC-2017 SATIM-2017 SATIMGE-2017
2018	SANEDI Flexible Demand CER Coal-IPPs Alt-IRP	SATIM-FD-2018 SATIM-2018 SATIMGE-2018
2019	CoBenefits Study SA-TIED	SATIMGE-2018 SATIMGE-2019
2020	2030 NDC Update	SATIMGE-2020
2021	Net-Zero DDP-BIICS TSITICA	SATIMGE-2021 SATIMGE-2021 SATIMGE-2021
	S. S. Hilliande I.	



# SATIMGE-2020 Highlights 1: Work done under SA-TIED project

https://sa-tied.wider.unu.edu/climate



#### Policy briefs

- Least-cost power pathway for South Africa
- A just transition to cleaner energy in South Africa

#### **Key findings**

- There no longer exists a trade-off between economic development and power sector decarbonization in South Africa.
- Shifting away from coal to RE does not negatively affect economic development → Protecting the coal-mining sector does not save jobs.
- Investment in renewable power is the least-cost option for South Africa.
- Artificially constraining the inclusion of solar PV and wind in the long term increases the electricity price and negatively affects economic development.
- Removing constraints on renewable energy deployment leads to higher real GDP and increased net employment
- A just transition plan is needed to protect workers and dependent communities













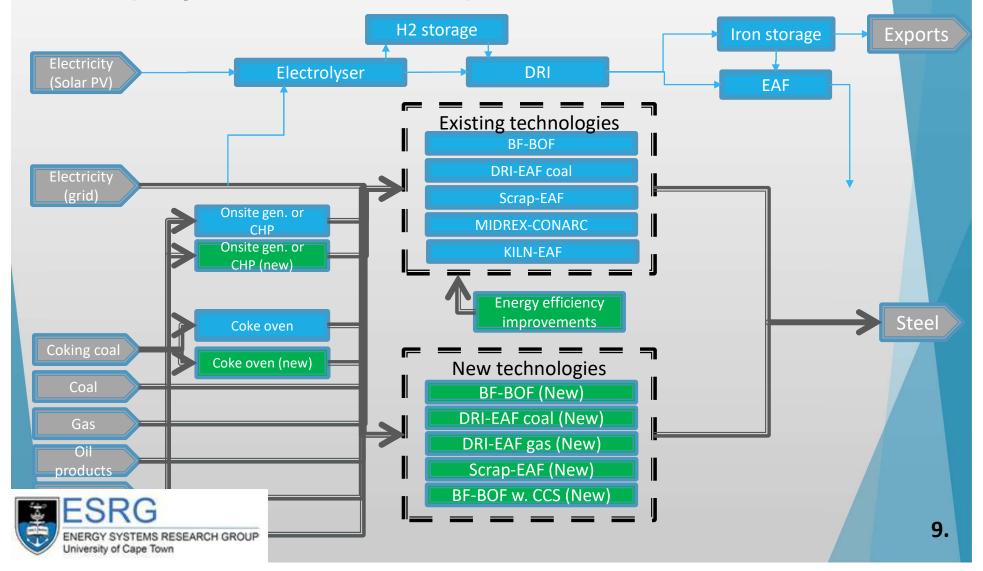




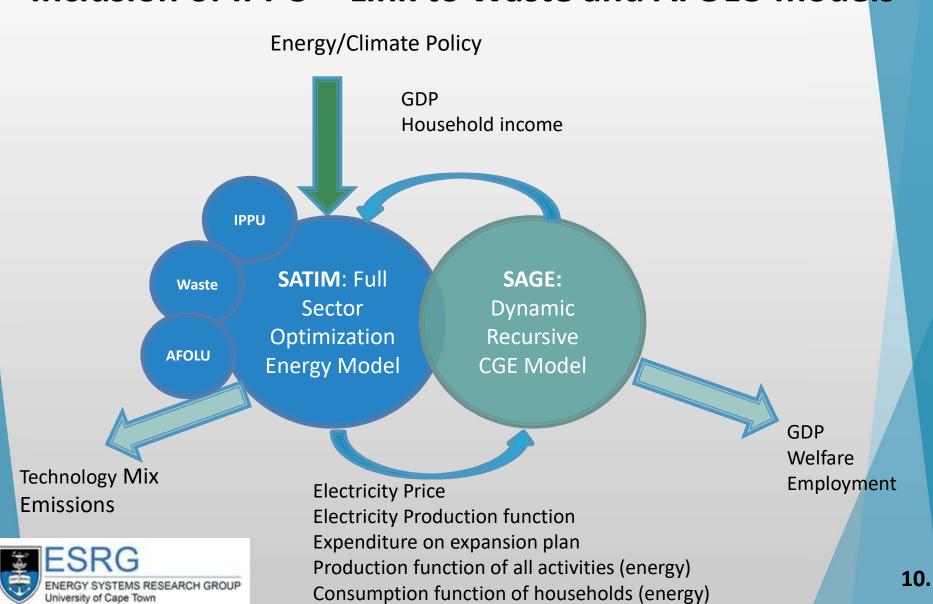




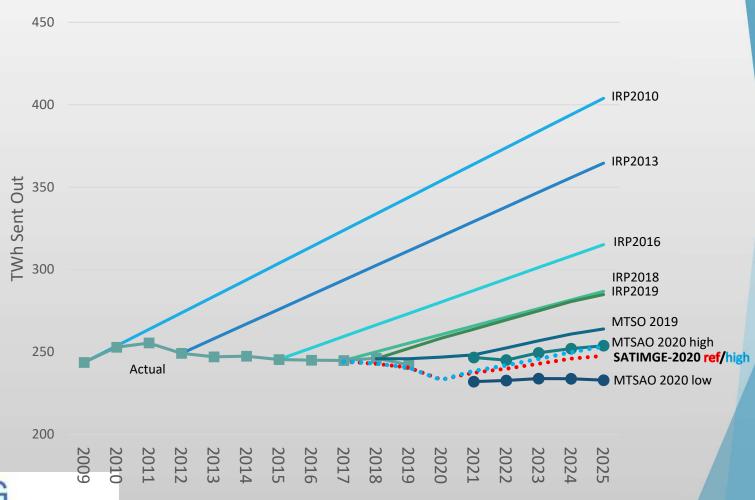
## SATIMGE-Highlight 2: Updates made under Deep Dives in DDP BIICS (Bryce to elaborate)



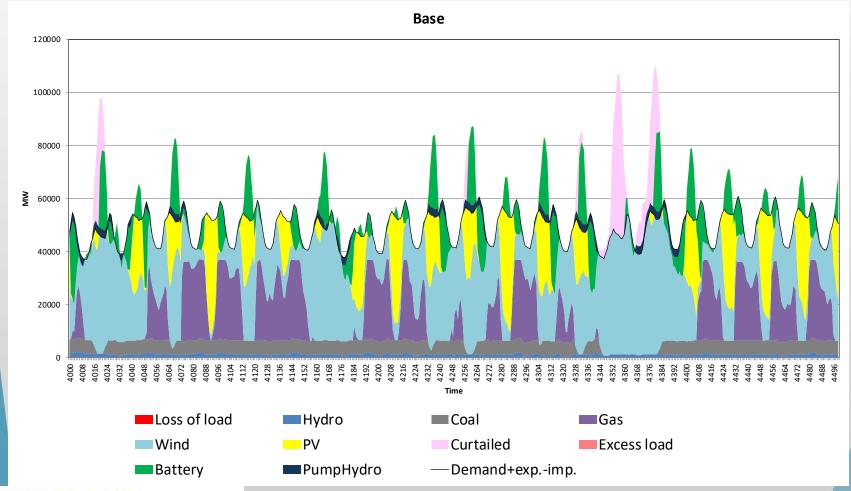
# SATIMGE-Highlight 3: Inclusion of IPPU + Link to Waste and AFOLU models



## SATIMGE-Highlight 4: Update of GDP and demand taking into account COVID

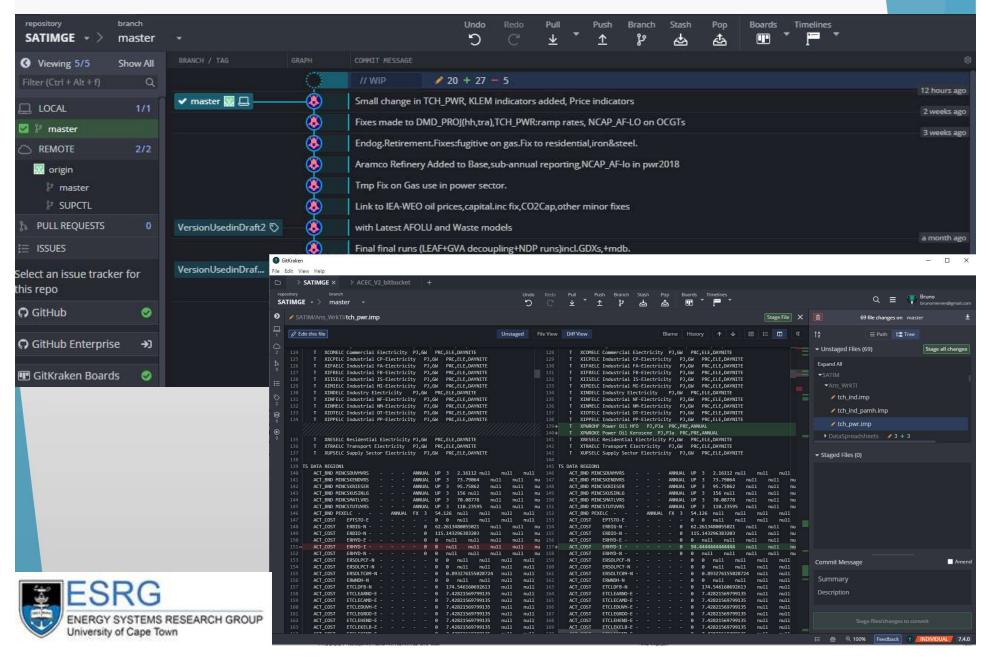


## SATIMGE-Highlight 6: Prelim Link to IRENA Flextool for hightemporal checks on power sector

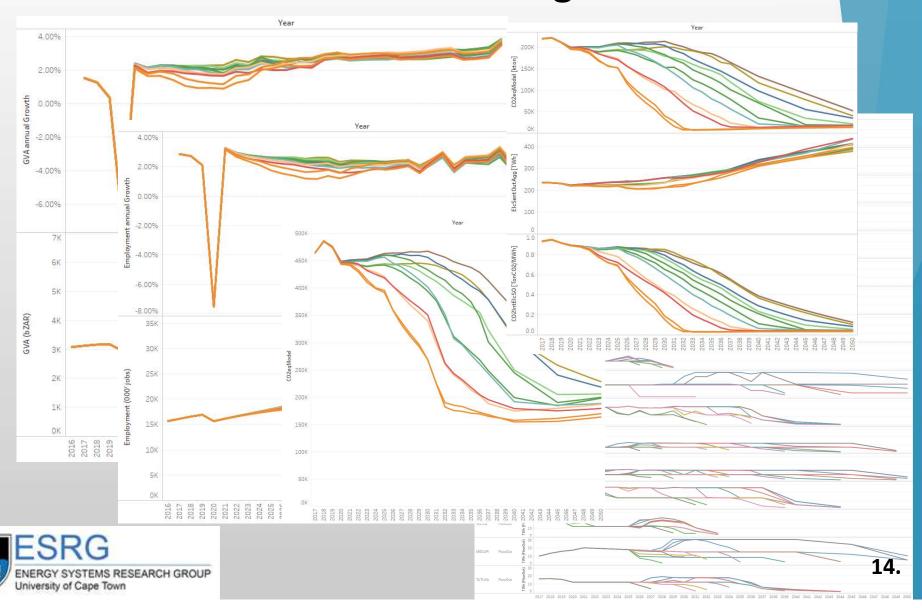




## SATIMGE-Highlight 7: Git-based version control for model



# SATIMGE-Highlight 8: Tableau Dashboard for viewing indicators



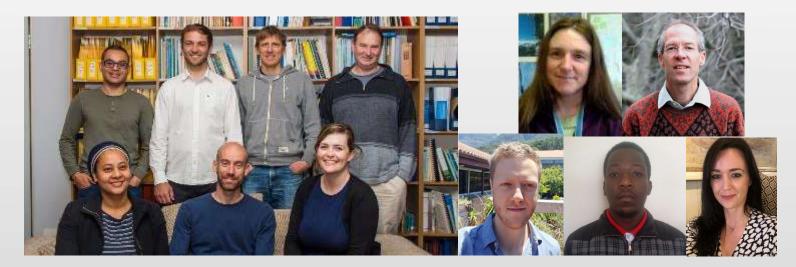
### **SATIMGE-2021?**

- ▶ Pathways to Net-Zero for South Africa by 2050-2060
- ▶ Impacts of Climate Actions on households (TSITICA-ARUA)
- ► Further Deep dives under DDP-BIICS



## Thank you!

We are open for collaboration and contributions for future work...



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Energy Systems Research Group: University of Cape Town, South Africa

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### **References: Past SATIM and SATIMGE projects**

Year	Project	Link	
2003	IEP-1		
2006	EPSD-SA - IAEA	http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2006/Papers-2005/05Winkler-Alfstad-Howels- Energy_Policies_Phase2.pdf	
2007	007 LTMS <a 119="" 16-merven-etal-longterm_gh"="" default="" files="" href="http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2007/07Scenario_team-LTMS_Scenario_&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2008&lt;/td&gt;&lt;td&gt;Costing 2020 RE Target&lt;/td&gt;&lt;td colspan=2&gt;http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2008/08-Marquardetal-costing_a_2020_target.pdf&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2010&lt;/td&gt;&lt;td&gt;Review of RE white paper&lt;/td&gt;&lt;td colspan=2&gt;report not published&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2011&lt;/td&gt;&lt;td&gt;Low Emission Pathways&lt;/td&gt;&lt;td colspan=2&gt;report not published&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2012&lt;/td&gt;&lt;td&gt;SANEDI-Transport&lt;/td&gt;&lt;td colspan=2&gt;https://open.uct.ac.za/handle/11427/16905&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2013&lt;/td&gt;&lt;td&gt;NPC-Power Plan&lt;/td&gt;&lt;td colspan=2&gt;http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2013/13ERC-Towards_new_power_plan.pdf&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2014&lt;/td&gt;&lt;td&gt;UNU-WIDER SATIMGE beta 1&lt;/td&gt;&lt;td colspan=2&gt;https://www.wider.unu.edu/sites/default/files/wp2014-135.pdf&lt;/td&gt;&lt;/tr&gt;&lt;tr&gt;&lt;td&gt;2015&lt;/td&gt;&lt;td colspan=2&gt;2015 UNEP Uncertainty in Baselines &lt;a href=" http:="" image_tool="" images="" papers-2016="" sites="" www.erc.uct.ac.za="">http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2016/16-Merven-etal-Longterm_GH</a>		
	SDSN DDPP	http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2015/15-Altieri-etal- Pathways_to_deep_carbonisation.pdf	
	SA Nuclear: Risk Analysis	http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2015/15-ERC- Nuclear_build_plan_Technical_report.pdf	
2016	https://openknowledge.worldbank.org/bitstream/handle/10986/26255/113464-WP-P144930-PUBLIC-W16014- 2016 WB Thirsty Energy https://openknowledge.worldbank.org/bitstream/handle/10986/26255/113464-WP-P144930-PUBLIC-W16014- eBook.pdf?sequence=5&isAllowed=y		
	UNU-WIDER SATIMGE beta 2	https://www.wider.unu.edu/publication/development-linked-modelling-framework-analysing-socioeconomic-impacts-energy-and	
	Gas Study	http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2017/17-Merven-etal-Uptake_natural_gas_SA.pdf	
	SANEDI-Transport 2	https://journals.assaf.org.za/index.php/jesa/article/view/4176	
	PAMS	Final report not published - need to put draft released to stakeholders on our website	
2018	SANEDI Flexible Demand	https://www.ee.co.za/wp-content/uploads/2018/10/Gregory-Ireland-University-of-Cape-Town-presentation.pdf (need to put report on our website)	
	CER Coal-IPPs	https://cer.org.za/wp-content/uploads/2018/05/ERC-Coal-IPP-Study-Report-Finalv2-290518.pdf	
	SA-TIED Alt-IRP	http://www.erc.uct.ac.za/sites/default/files/image_tool/images/119/Papers-2019/Alt%20IRP%20final%2007022019_2.pdf	
2019	CoBenefits Study	https://www.cobenefits.info/wp-content/uploads/2019/03/COBENEFITS-Study-South-Africa-Employment.pdf	
	SA-TIED	https://sa-tied.wider.unu.edu/climate	
2020	DEFF-SSN 2030 NDC Update	Report Due early 2021	
2021	DEFF-SSN Net-Zero	2021	
	GCRF STITICA	17	
	IKI DDP-BIICS	2021	