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# Post 2015 Energy Goals

- An effective tool for global governance? -

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# Sustainable Development Goals (SDGs)

Voluntary goals which are not legally binding

How could they exert positive influence and transform 'business as usual'

Mobilizing multi-stakeholders around the world the coalition of the willing (governments, companies, NGOs, citizens)

- Simple, easy and universal to be an effective awareness raising tool
- Reasonably stretching and good reference for countries
- Present the most pressing global issues in a balanced manner (human well-being and the sustainability of Earth systems) based on science and evidence
- Based on inter-generational equity and long-term perspectives
- Take into account the perspectives of interlink-ages (energy, health, climate change, water etc.)
- <u>Positive, action oriented, and aspirational (e.g. goals on renewable energy and forestry rather than goals on reduction in GHG emissions)</u>
- Needs to be mesaurable with a solid set of indicators



# Why global energy goals? Potential Synergies?

- · Global issue with strong linkages with poverty, health, and climate change
- Could offer multiple benefits for improving human well-being, local environment and climate change mitigation
- · Not covered by MDGs
- · Over 3 billion people rely on traditional biomass for cooking and heating
- 1.5 billion people have no access to electricity
- · Indispensable for poverty eradication
- The largest share of GHG emissions (41%)
- Global energy demand estimated to increase 33% from 2010 to 2035



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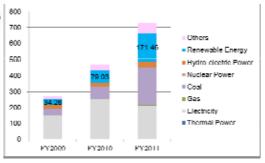


### Trade offs - energy access vs. renewable energy?

### Overview of high impact countries

# ELECTRICITY ACCESS DEFICIT (PRILEDRE OF PEOPLE) (PRILEDRE OF PEO

Energy related ODA to India from 2009 to 2011 (USD millions)



Sources: made by IGES based on OECD's CRS

 Should donors provide funding for the construction of coal fired power plants to improve energy access?

Source: World Bank

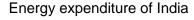
 Can donors insist on renewables for developing countries when EU has only 13% renewable share of final energy?

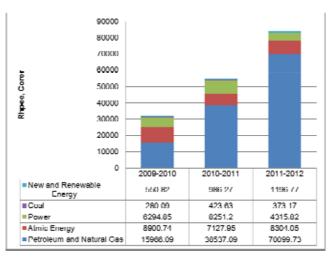
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### Trend of actual expenditure on energy in India

- India is one of the high impact countries which performance is key to sustainable development worldwide
- Energy access still priority with significant expenditure on natural gas and petroleum
- The budget allocated for renewable energy far below than fossil fuel based and nuclear energy
- Donors need to further increase financial assistance to promote renewable energy





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Coalition of the Willing Sustainable Energy for All (SE4ALL)



- Ensure universal access to modern energy services
- 2. Doubling the global rate of improvement in energy efficiency
- 3. Doubling the share of renewable energy in the global energy mix
- More than one hundred commitments made by governments, private sector companies and civil society organizations
- Businesses and investors committed more than US\$ 50 billion
- Additional billions committed by other key stakeholders governments, multilateral development banks, and international institutions
- Existing proposed goals suggested by the UN High Level Panel and Prof. Jeffrey Sachs based on these three goals
- Stock-taking/gap analysis completed in over 40 countries.
- Groundwork done a set of indicators suggested by the World Bank and IEA

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### Are The SE4ALL objectives ambitious enough?

- Progress in energy efficiency and renewable energy can be offset by growth in energy demand
- Even if the energy efficiency and renewable energy goals achieved by 2030, not certain to achieve 2 climate change goal (the probability of 66 – 90% by IIASA)
- Goal on reduction in per capita energy consumption necessary esp. for the advanced countries?
- · Scenario studies lacking to suggest the level of ambition of these goals

|                         | OBJECTIVE 1  |  |  | <b>OBJECTIVE 3</b>   |  |
|-------------------------|--|--|--|--|--|
| Proxy indicator         | Universal access to modern energy services             |  | Doubling global<br>rate of improvement<br>of energy efficiency | Doubling share<br>of renewable<br>energy in global<br>energy mix |  |
|                         | Percentage of<br>population with<br>electricity access | Percentage of<br>population with<br>primary reliance on<br>non-solid fuels | Rate of improvement in energy intensity*                       | Renewable energy<br>share in TFEC                                |  |
| Historic reference 1990 | 76   | 47   | -1.3   | 16.6   |  |
| Starting point 2010     | 83   | 59   | -1.3   | 18.0   |  |
| Objective for 2030      | 100  | 100  | -2.6   | 36.0   |  |

Source: World Bank

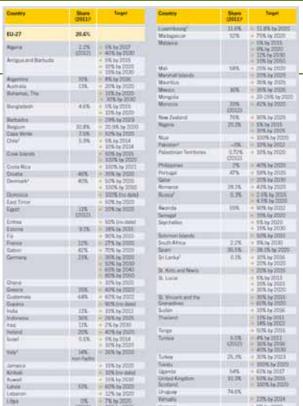
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How to Link with National Targets e.g. National Renewable Energy Targets

- Renewable energy targets need to be set at national level as each country has varying potentials and to secure ownership, motivation and implementation
- Targets for renewable energy now exist in at least 138 countries, most of which are developing countries.
- The way countries establish renewable energy targets is currently not consistent and can be aligned with the global goals (based on final energy consumption and the same target year etc.)

Source: REN21

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### Good implementation ultimately depends upon national governance

Success factors for renewable energy deployment at national level

| Solid policy and   | Strong  | Multi-  | Finance   | Technical                                 | Transparency   |
|--|---|---|---|---|--|
| legal framework  | political<br>will   | stakeholder<br>acceptance   | Tillanoc  | and human                                 | Transparency   |
| Legislations: Renewable energy related law, strategy paper, road map, national development plans Institutions: Energy regulatory | Support by<br>Members of<br>Parliament ,<br>Leadership<br>by the head<br>of state | Acceptance by project developers, consumer organizations, investors | Mobilizatio<br>n of<br>domestic<br>resources<br>(green tax),<br>ODA, other<br>financial<br>assistance<br>from | Grid<br>capacity,<br>trained<br>personnel | Transparent bidding processes, procurement processes |
| commissions  |   |   | multilateral developme nt banks   |   | Source: Author                                       |



- The role of national government to set solid policy and legal framework is still crucial
- The policy should be developed in consultation with relevant stakeholders to increase public acceptance

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## **Conclusions**

- Energy was not covered by MDGs but is a global issue with strong link with development and climate change thus setting global energy goals may provide multiple benefits in health, poverty reduction, and climate change
- SE4ALL is a good example of the coalition of the willing initiated at the highest level and it is expected for smaller bottom-up coalitions to follow suite
- The objectives of SE4ALL could be adopted with some fine tuning as an SDG.
   It is worth including a goal on reduction in per capita energy consumption as just achieving SE4ALL may not be enough
- People act according to their self-interest. How can we create a set of goals
  which take into account the self interests of major stakeholders and spur action
  for sustainable development
- The role of government is still predominantly important to set solid policy and legal framework in the area of energy (e.g. feed in tariffs, subsidies, tax breaks)

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# Thank you!



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