



POTENCIA

Scenario design and interactions with MS

Seville, 01/03/2016

Joint Research Centre

the European Commission's in-house science service

POTEnCIA:

Policy

Oriented

Tool for

Energy and

Climate change

Impact

Assessment



ANALYSING POLICIES WITH POTENCIA

POTEnCIA is used to perform *comparative analysis of scenarios*

- The projections do not form forecasts (statements of what will most likely happen)
- They act as an assessment of what might be the impact of a given specific set of assumptions with respect to a plausible central ("reference") scenario
 - Macroeconomic and demographic
 Linking to the MAGE and GEM-E3 models; taking into account the DG-ECFIN ageing population report
 EUROSTAT projections for demographic assumptions
 - International and/or national context for fuel prices and resources availability
 Linking to POLES model for international fuel prices and depletable resources availability
 Renewable potentials and cost curves from GREEN-X, JRC-IET studies, (GLOBIOM, CAPRI)
 - Technology futures
 Linking to POLES model for power generation technologies
 JRC-SETIS technology maps and sectoral roadmaps
 - Policy assumptions

Main assumptions are defined in collaboration with the partner policy DGs

Commission

ANALYSING POLICIES WITH POTENCIA

The **formulation** and the **methodological characteristics** of the tool also play a significant role

Structure and characteristics of the energy system

JRC-IDEES database

exogenous market acceptance factors,

Behavioural parameterisation:

- future of technologies,
 - elasticities of substitution

- Evidence based
- Linked to the development of the central scenario
- Common across EU Member States (with limited exemptions that reflect country specificities)

These characteristics remain unchanged across scenarios

• However, the model mechanisms ensure possible behavioural responses to prevailing scenario assumptions



ANALYSING POLICIES WITH POTENCIA

The development of the central scenario involves continuous *interactions* with Member States

- decomposition of historical data (validation of the JRC-IDEES database)
- incorporation of country specific policies in place
- inclusion of on-going investments
- reflection of envisaged evolution of national energy systems in a European wide context

Partners policy DGs are foreseen to be actively involved in the process.





Thank you for your attention



JRC Science Hub- POTEnCIA: ec.europa.eu/jrc/POTEnCIA

contact:

Leonidas.Mantzos@ec.europa.eu

