# Powering Past Coal Alliance: impacts and the prospects for expansion

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## Powering Past Coal Alliance (PPCA) COP23 in November 2017

Canada and the UK launch a global alliance to phase out coal electricity



Canada and the UK launch a global alliance to phase out coal electricity

commit to: "phasing out existing unabated coal power generation and a moratorium on new coal power generation without operational carbon capture and storage"

nature climate change

LETTERS
https://doi.org/10.1038/s41558-019-0509-6

#### Prospects for powering past coal

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## Powering Past Coal Alliance (PPCA)



Climatic Change (2018) 150:103–116 https://doi.org/10.1007/s10584-017-2134-6



#### **Anti-fossil fuel norms**

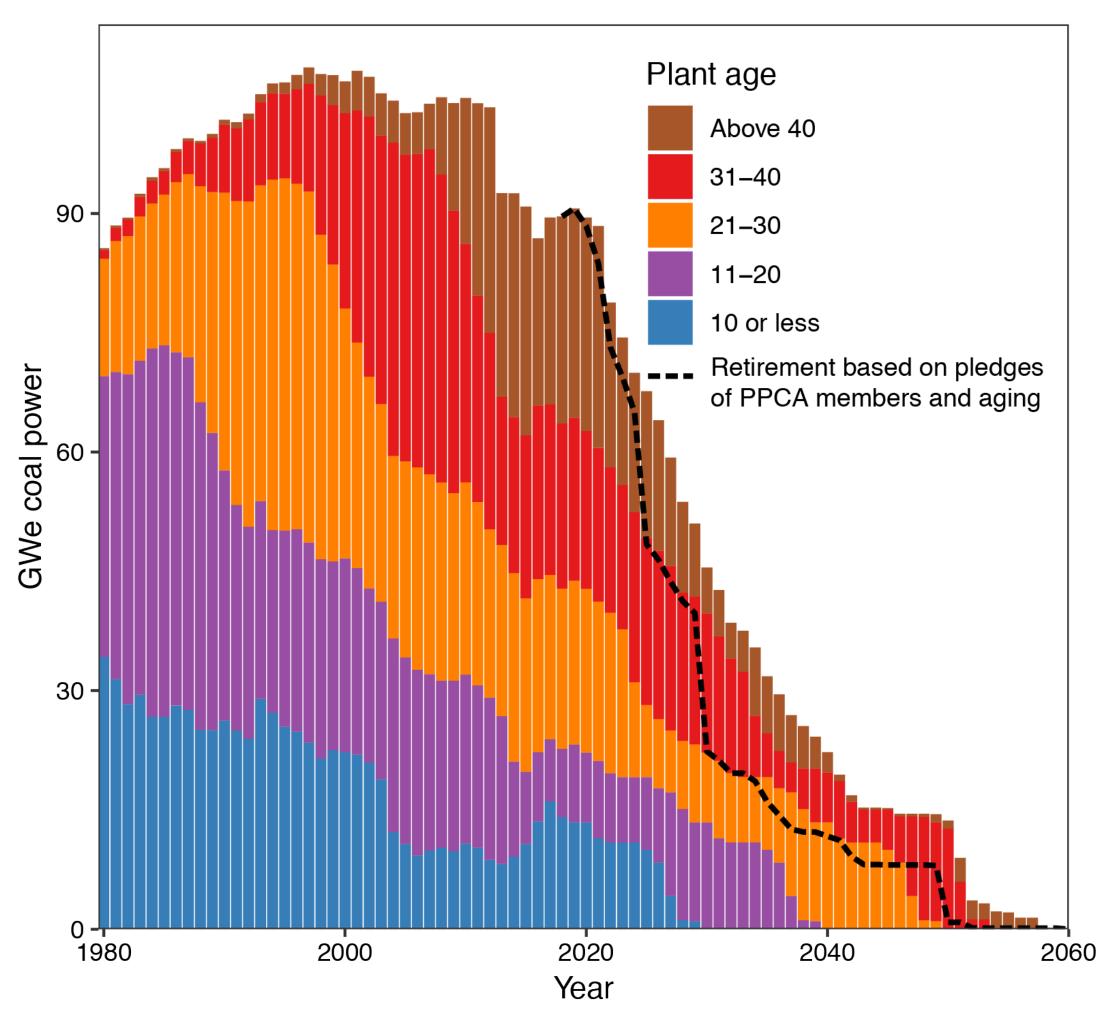
Fergus Green 1 (D)

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# Would coal power plants be retired anyway? The case of United Kingdom

- Average age of power plants: 47 years (min 28).
- Average recent retirement age: 44 years (min 34)
- Phase-out planned for 2025.

## Baseline vs premature retirement



Saves 1.6 GtCO<sub>2</sub> by 2050

## PPCA saves: 1.6 GtCO<sub>2</sub> by 2050

- 260 GtCO<sub>2</sub> committed from coal power plants in operation
- 188 GtCO<sub>2</sub> from plants under construction



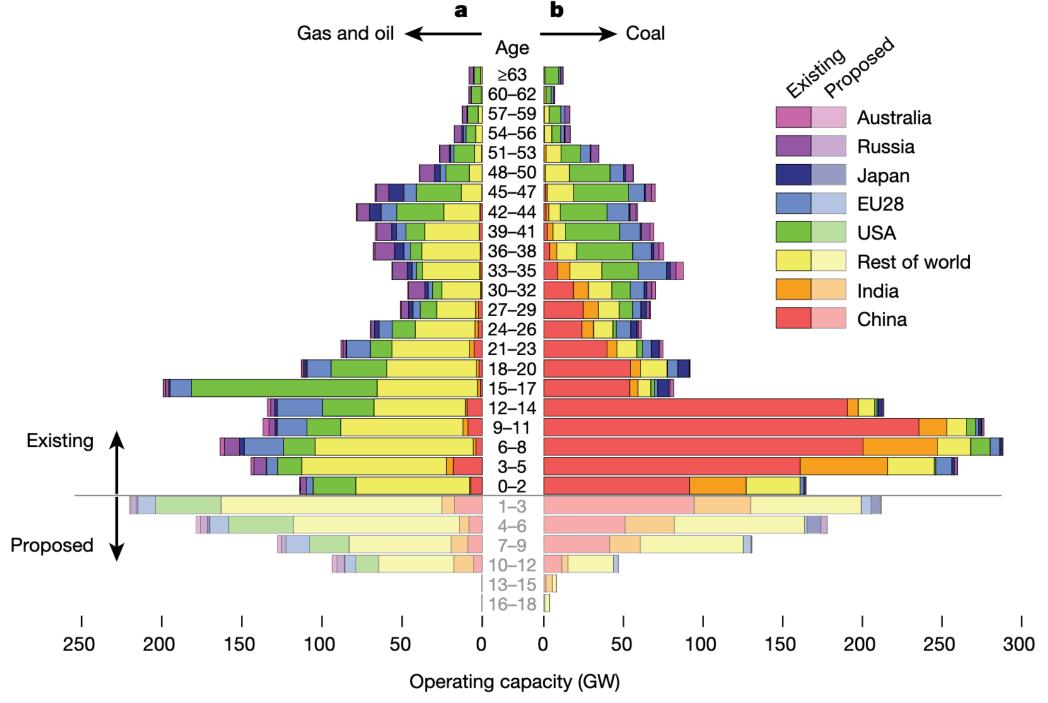
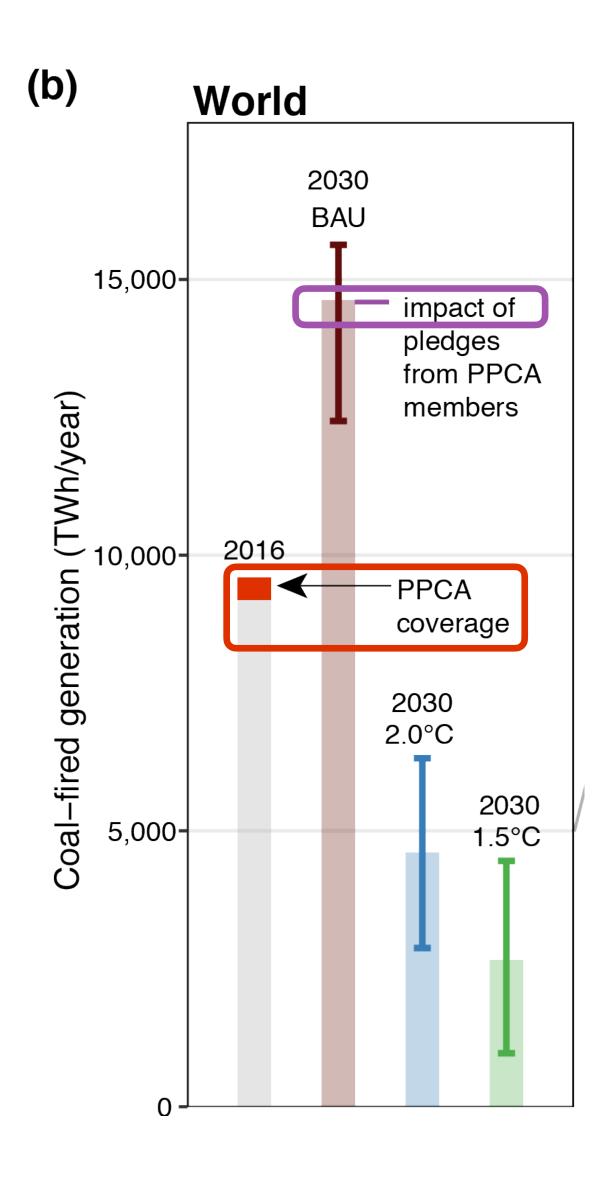


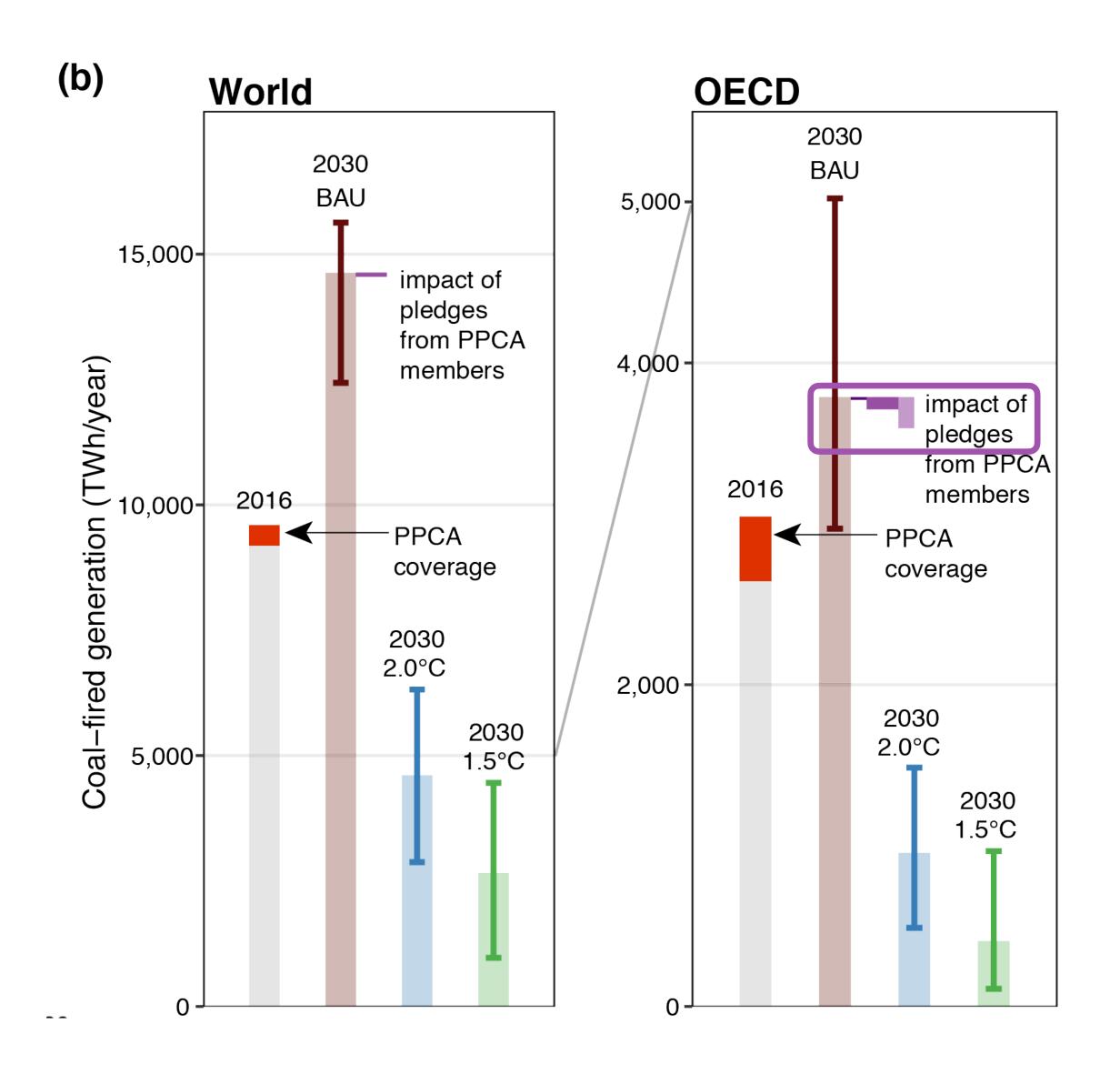
Fig. 2 | Age structure of global electricity-generating capacity. a, b, The operating capacity of gas- and oil-fired electricity-generating power units (a) and coal-fired units (b). The youngest existing units are shown at the bottom of the 'existing' section. The more lightly shaded bars underneath show proposed electricity-generating units according to the year (from

now) that they are expected to be commissioned. The recent trends in Chinese and Indian coal-fired units (red and orange at the lower right) and US gas-fired units (green at the left) are easily apparent. '0 years old' means that the power units began operating in 2018.

#### Effect of PPCA on coal power generation and climate scenarios



#### Effect of PPCA on coal power generation and climate scenarios



## Can PPCA be expanded to countries with more coal?

- 1. What is going on in PPCA countries?
- 2. Can this happen in other countries?

## Can PPCA be expanded to countries with more coal?

- 1. How much **coal** is used in electricity?
- 2. How much coal is imported?
- 3. How much **coal** is produced (per capita)?
- 4. How much **coal** is used in industry and heating?
- 5. How old are coal power plants?

- 6. How fast does the electricity demand grow?
- 7. How much non-hydro renewables are used?
- 8. How serious is air pollution?
- 9. Is the country rich?
- 10. Is the country member of the EU?
- 11. How functional is the government?

## How functional is the government?

- Functioning of government (FOG) index
  - Absence of undue influence on elected government
  - Government transparency
  - Checks against political corruption

Freedom House

## PPCA countries versus largest coal consumers

PPCA countries

Austria

Belgium

Canada

Denmark

**Finland** 

France

Ireland

Israel

Italy

Mexico

Netherlands

New Zealand

Portugal

Sweden

United Kingdom

Biggest 18 Coal Consumers > 90% of coal power

Australia Kazakhstan South Africa

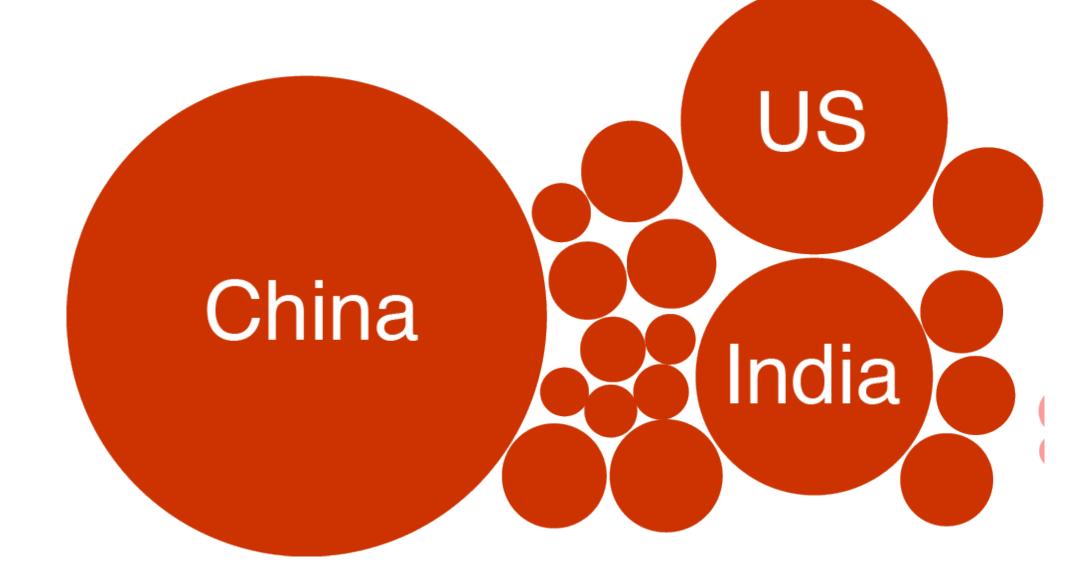
China Korea Spain

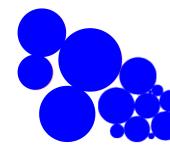
Czech Republic Japan Turkey

Germany Malaysia Ukraine

India Poland US

Indonesia Russia Vietnam





## PPCA countries

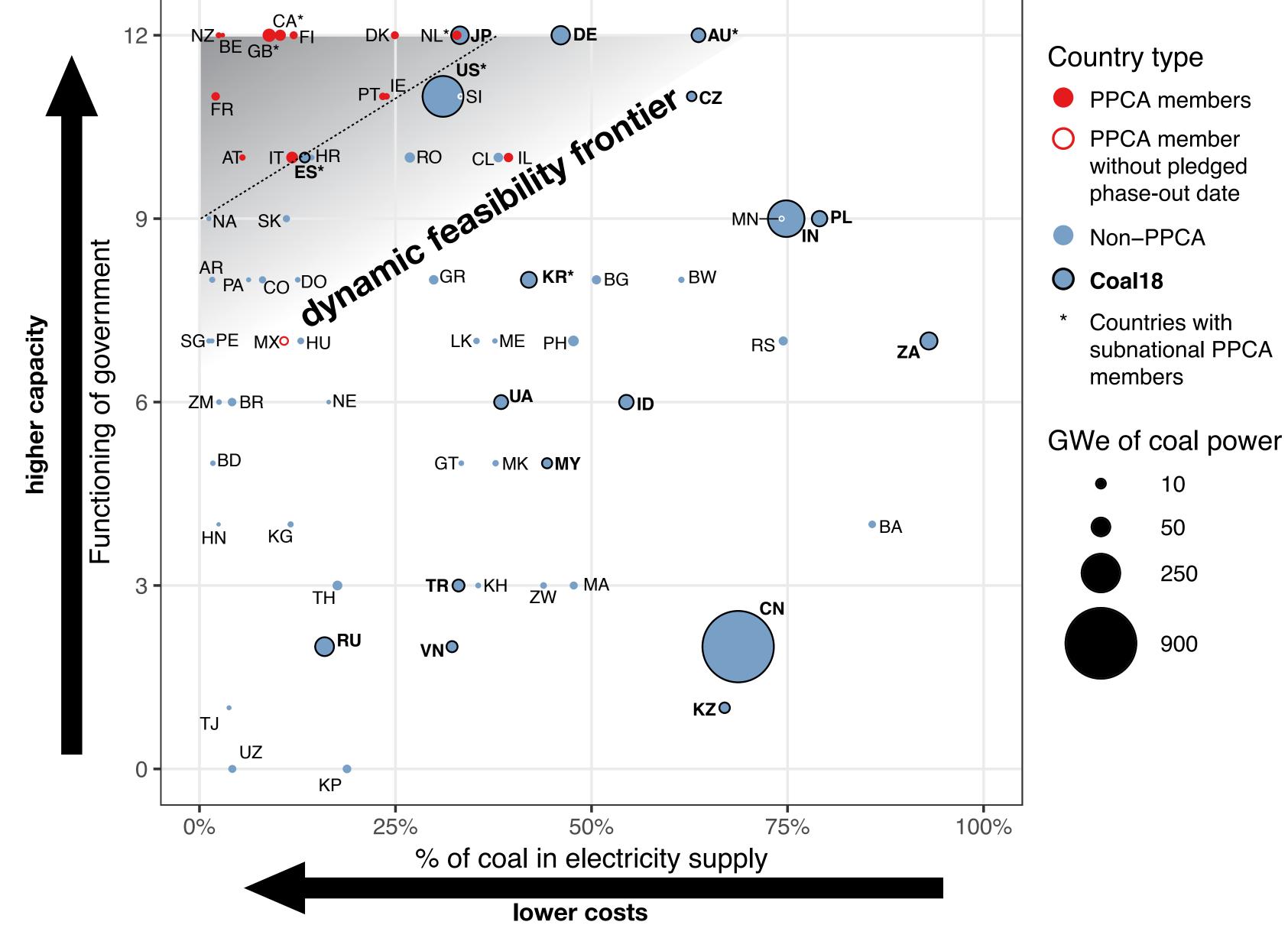
- Produce and use less coal
- Rely on imported coal
- Have older power plants
- Have zero electricity demand growth
- Are richer
- Have better governments

### What's most important?

#### in other words what best predicts membership in PPCA?

- Produce and use less coal
- Are richer and have better governments

### Powering past coal alliance = little coal + good government



## Germany joined in 2019

- Almost same capacity as all PPCA countries together
- Many plants built in the 2000s

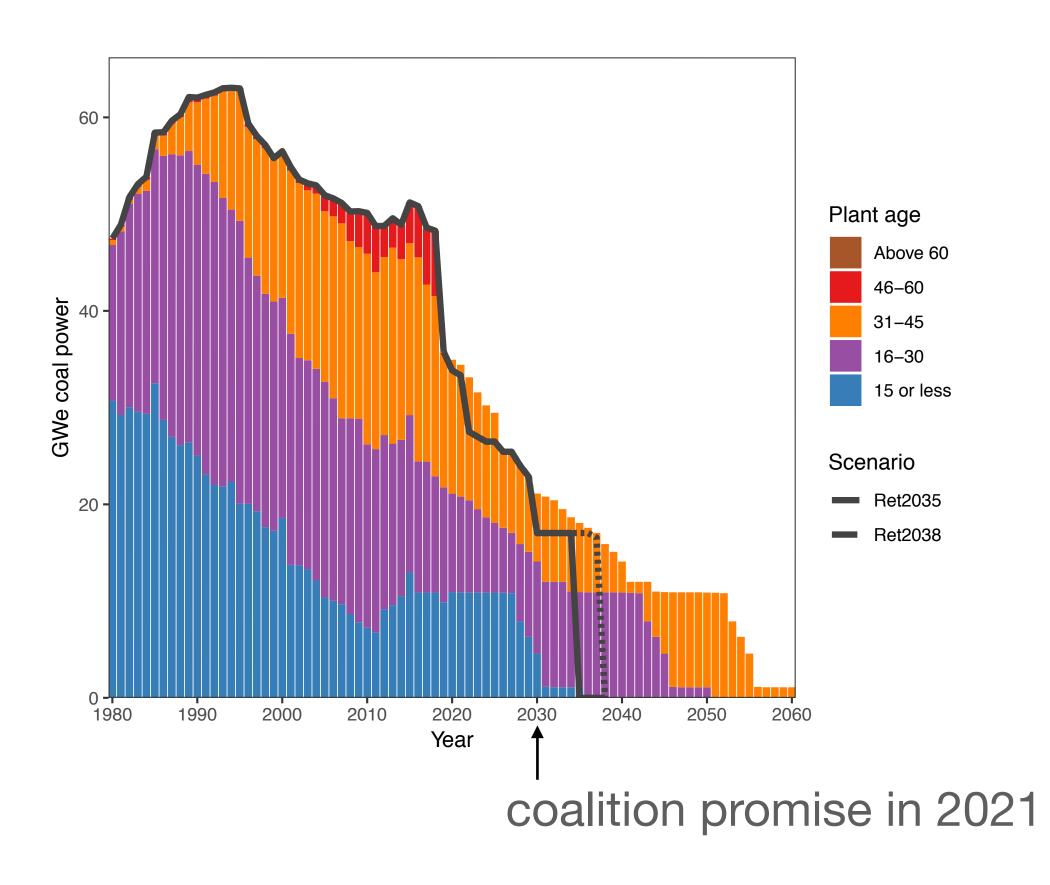
Kommission "Wachstum, Strukturwandel und Beschäftigung"



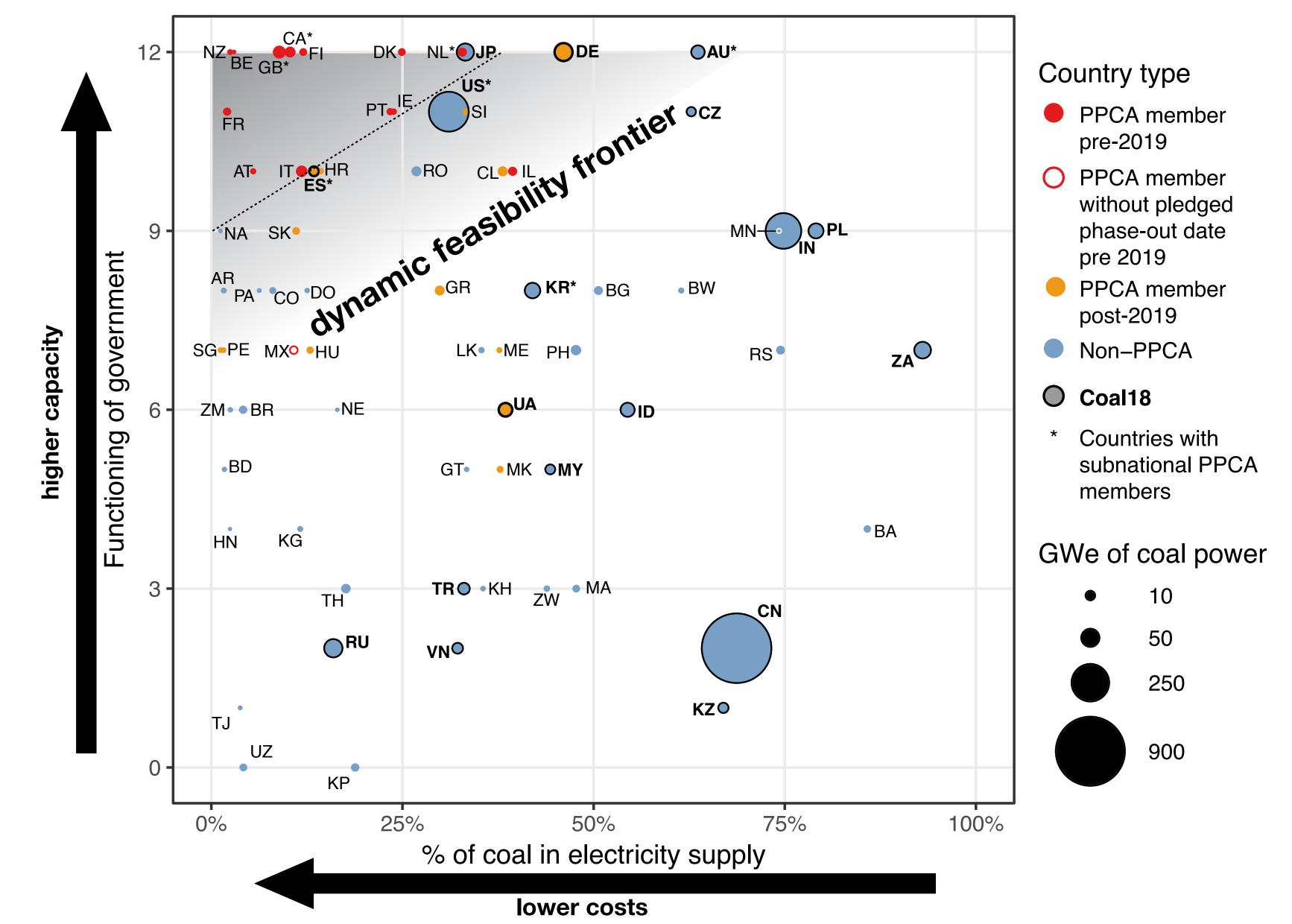
Commission for growth, structural change and employment

## Germany

- In 2019, pledged to phase out coal in three steps by 2038
- Would avoid up to 1.6 GtCO<sub>2</sub>
- Cost up to €40 bln for affected regions + compensation to utilities



#### New members of Powering past coal alliance indicate new opportunities



#### Recent PPCA expansion and additional coal reduction pledged

- Share of global coal capacity in original PPCA original members in 2018 4.4%
- Share of global coal capacity in original PPCA members in 2021 2.3%
- Share of global coal capacity in PPCA members joined since 2019: 3.8%
- Share of global coal capacity in Global coal to clean power: 6.2%
  - Most of these countries are developing and emerging economies

### Conclusions and future directions

- Impact of the existing PPCA pledges is small compared to what is needed to attain climate targets
- Countries pledging coal phase-out have low costs and high capacities to overcome these costs: the feasibility frontier
- The feasibility frontier shifts overtime retaining its salient characteristics of costs and capacities
- It is critical to understand the costs of phase-out to understand how to shift the feasibility frontier in the future