

# Alternative pathways for deep emission reductions with low energy demands and low carbon prices considering a car- and ride-sharing society

Keigo Akimoto, Fuminori Sano, Kei Gi,  
Systems Analysis Group, Research Institute of Innovative Technology for the Earth (RITE)

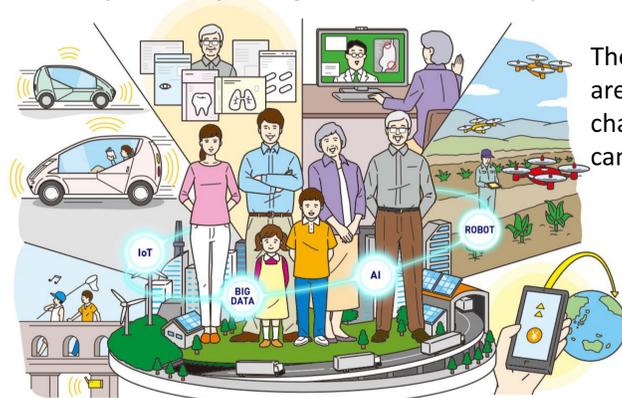
## Abstract

This study developed a scenario where completely autonomous cars are realized, and car-sharing and ride-sharing prevail due to rapid progresses of IoT and AI technologies. The impacts on the energy demands and CO<sub>2</sub> emissions in transportation sector as well as on the energy supplies were analyzed with a global energy systems model, DNE21+. The results show the cost competitiveness of new technologies such as EV and FCV despite their high initial costs, and greatly low CO<sub>2</sub> emissions from transportation even in a non-climate policy case. In addition, for the 2 °C-consistent pathway, lower CO<sub>2</sub> marginal abatement costs in the sharing scenario are estimated to be much lower than those in the standard scenario.

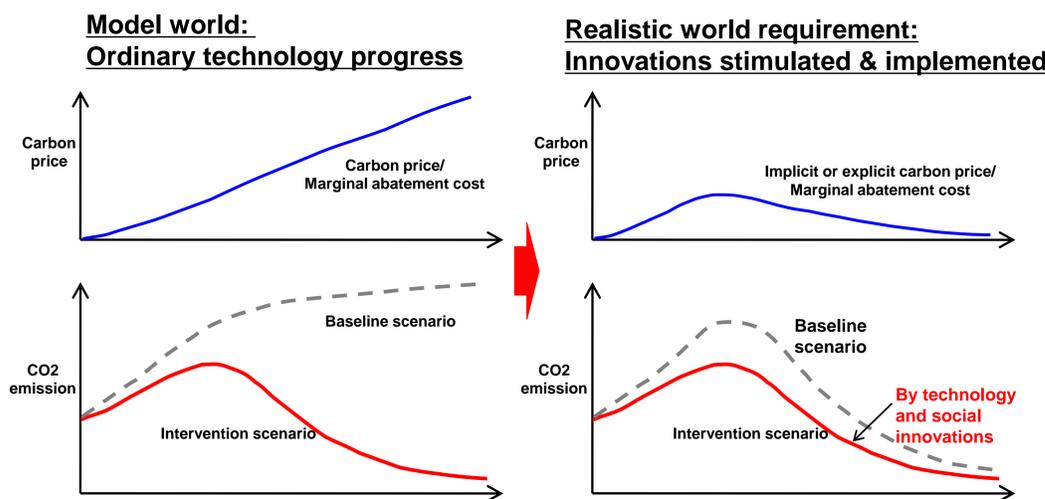
## Background

✓ Low carbon prices are key for deep emission cuts to be implemented in the real world. Achievements of low energy demand in the baseline are essential.

A technology and social innovation concept, "Society 5.0", by the government of Japan



The progresses of IoT, and AI are rapid, and the potential change drastically in society can be expected.



## References

- Akimoto K., et al. (2008) Climate Policy 8, S46-S59.
- Fulton L., et al. (2017) Three Revolutions in Urban Transportation.
- Grübler A., et al. (2018) Nature Energy 3, 515-527.

## Model: DNE21+

- ◆ Linear programming model (minimizing world energy system cost)
- ◆ Evaluation time period: 2000-2100  
Representative time points: 2000, 2005, 2010, 2015, 2020, 2025, 2030, 2040, 2050, 2070, 2100
- ◆ World divided into 54 regions  
Large area countries are further divided into 3-8 regions, and the world is divided into 77 regions.
- ◆ Bottom-up modeling for technologies both in energy supply and demand sides (about 300 specific technologies including end-use techs. are modeled.)
- ◆ Primary energy: coal, oil, natural gas, hydro&geothermal, wind, photovoltaics, solar-thermal, biomass and nuclear power
- ◆ Interregional trade: coal, crude oil, natural gas, syn. oil, ethanol, hydrogen, electricity and CO<sub>2</sub>
- ◆ Existing facility vintages are explicitly modeled.

Direct emission reduction effects by the induced ride-sharing, and indirect effects through steel production reductions by the induced car-sharing were considered.

- Decrease in car sales by car-sharing: -53% in 2050
- Decrease in steel productions: -4% in 2050

## Model analyses

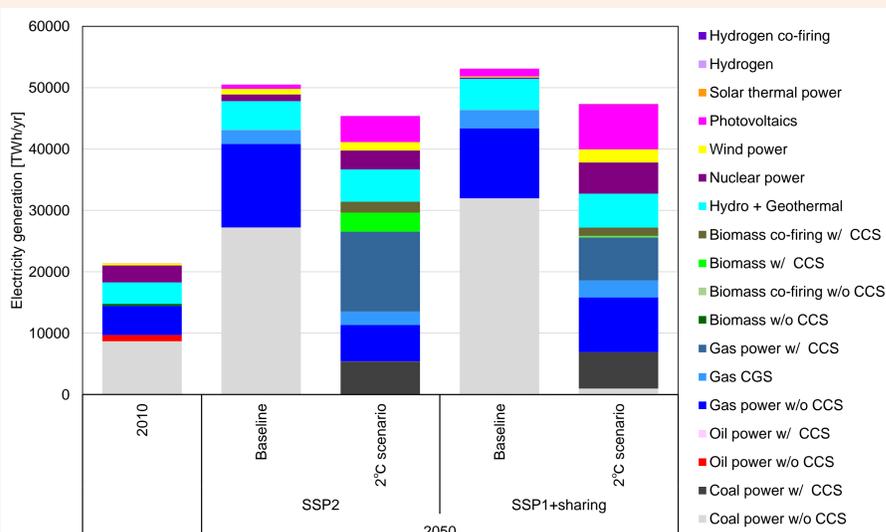
MAC in 2050 for 2 °C: 180 \$/tCO<sub>2</sub> in SSP2 vs 100 \$/tCO<sub>2</sub> in SSP1+sharing  
✓ MAC in SSP1 with car- and ride-sharing assumptions is much smaller than in the standard scenario, SSP2.

## Scenario assumptions for autonomous car

- ✓ The achievement of completely autonomous car: after 2030
- ✓ The additional prices of autonomous car: +10,000 \$ per car in 2030, +5,000 \$ in 2050, and +2,800 \$ in 2100
- ✓ Operation ratios of autonomous car: 3 times more than the conventional cars
- ✓ Ride sharing: 1.75 persons per car in average in 2050, and 2.0 persons in 2100 (conventional cars: 1.1-1.5 persons per car in average in 2050, and 1.1-1.3 persons in 2100)

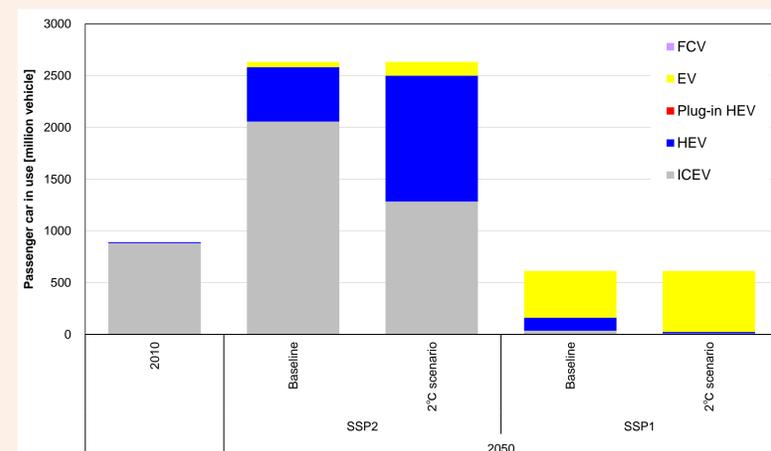
\* 2 °C scenario: -40% emission reduction by 2050 compared to 2010

## World Electricity



- ✓ Even under high initial costs, EVs are cost-effective in many regions due to high operation ratios in the SSP1+sharing scenario than the SSP2 not only for 2 °C but also for Baseline.
- ✓ CO<sub>2</sub> emissions from transport in the sharing scenario are much lower than in SSP2
- ✓ BECCS and gas power with CCS in the SSP1+sharing scenario are much smaller than in SSP2 due to the decrease in MAC.

## Number of vehicles owned in 2050



## Energy consumption in transportation sector

