

# New Energy Policy for China and the UK

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#### The Need for an Up-to-Date Energy Policy

- Economic and social growth powered by energy from fossil fuels.
- These are not, on their own, clean methods of energy production.
- Focus on reducing environmental impact of power generation from fossil fuels (in particular coal), whilst keeping costs low and ensuring energy security for the future.
- CCS will allow coal to be used more cleanly.

#### **Energy Policy: The Engineer's Directive**

4. Environmental Impact

1. Mind the (Energy)
Gap

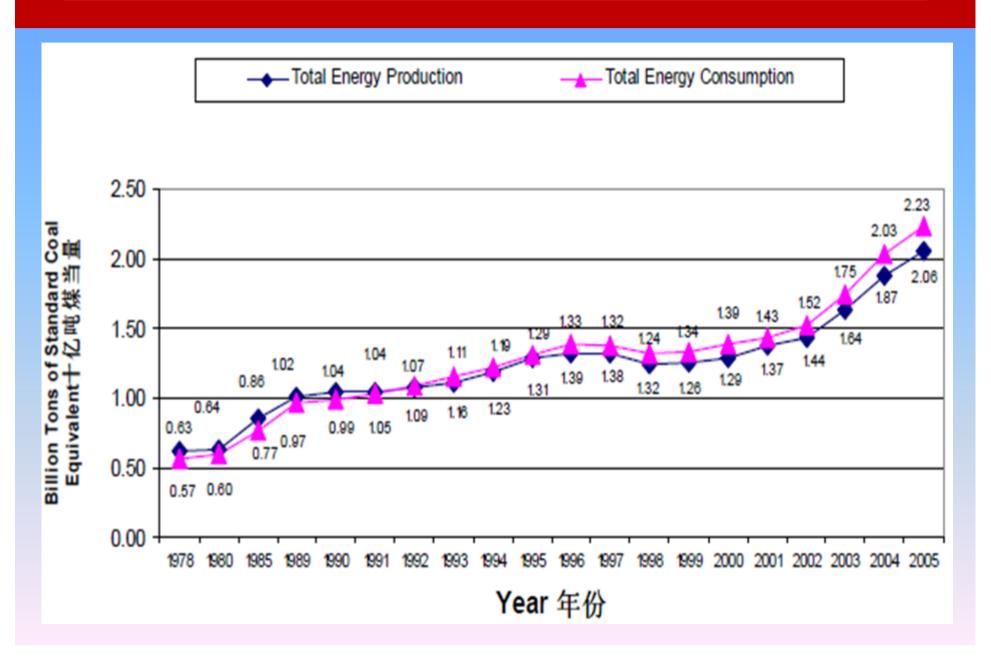
Energy Policy

**SUSTAINABILITY** 

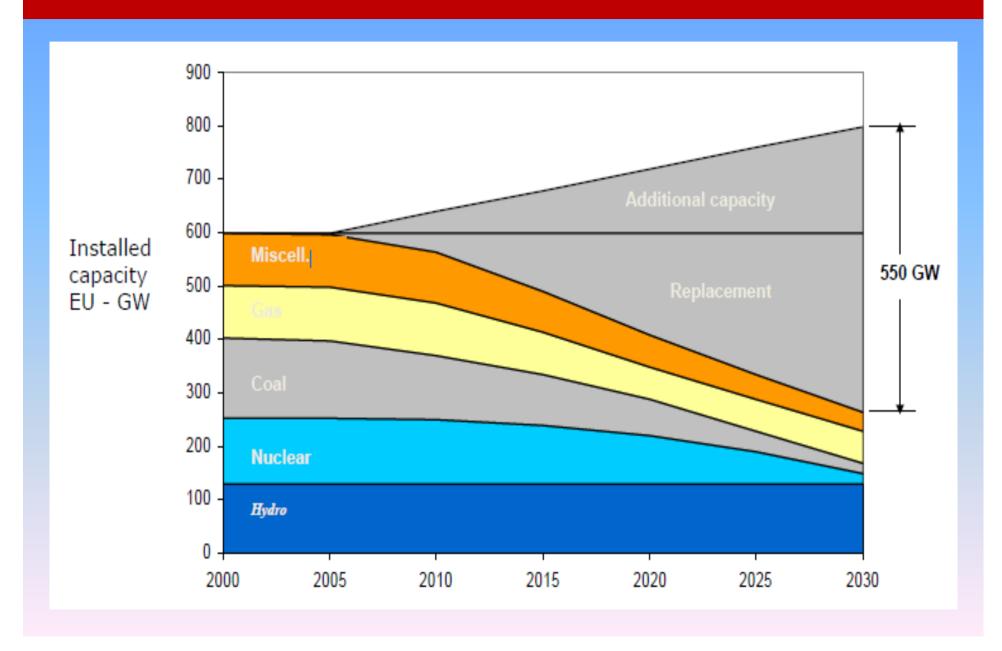
3. Cost

2. Energy
Security
for the
Future

#### China's Energy Production and Consumption

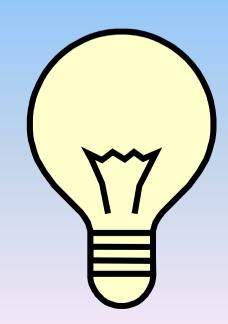


#### New Generation Capacity Required in Europe

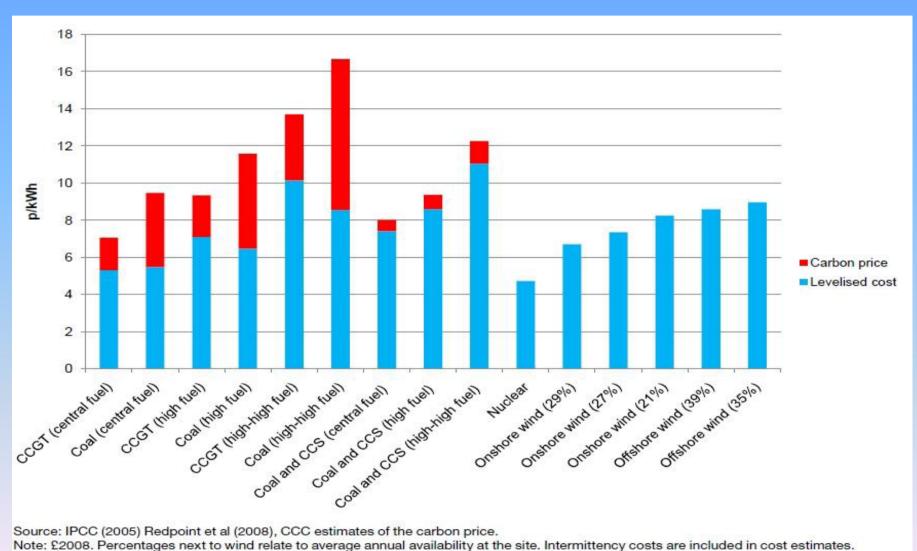


#### **Energy Security**

- Important to continue current economic growth is that the supply of energy continues.
- We are dependent on electricity for several fundamental purposes (e.g. hospital machines).
- Being overly dependent on one particular source or dependent on importing energy is not a good position to be in.



#### Cost

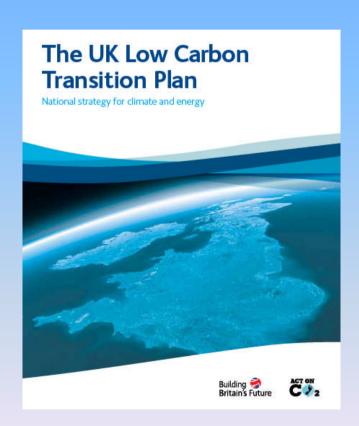


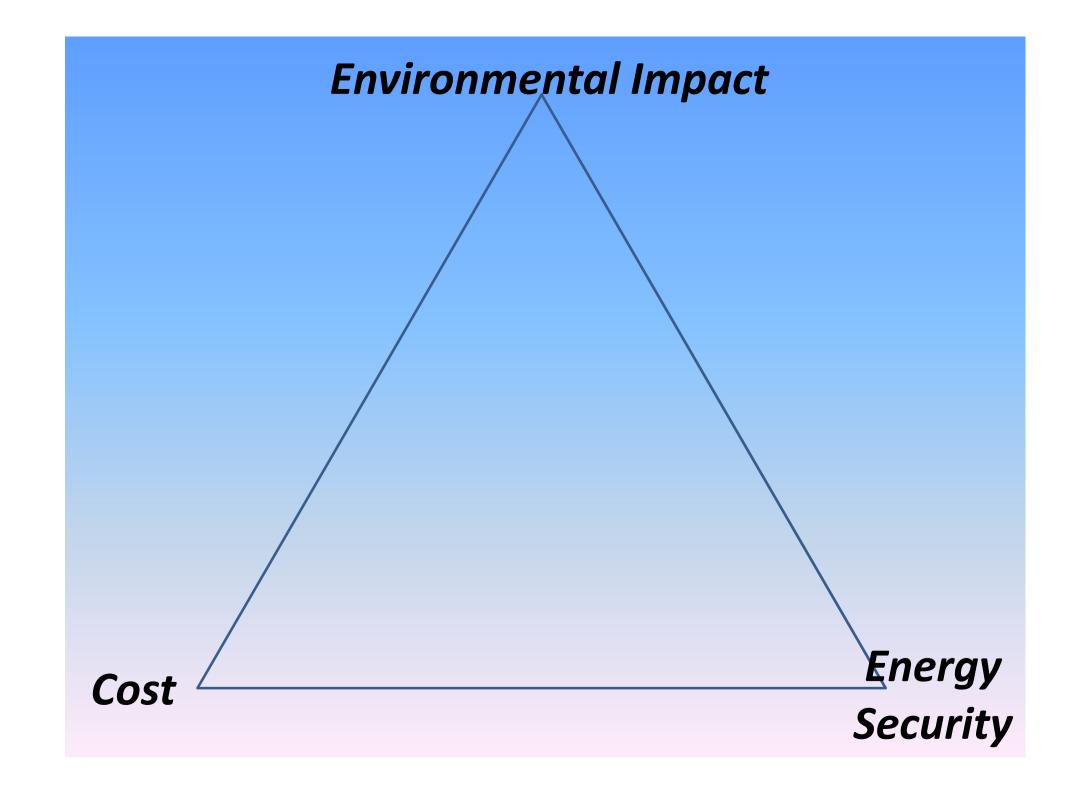
Source: IPCC (2005) Redpoint et al (2008), CCC estimates of the carbon price.

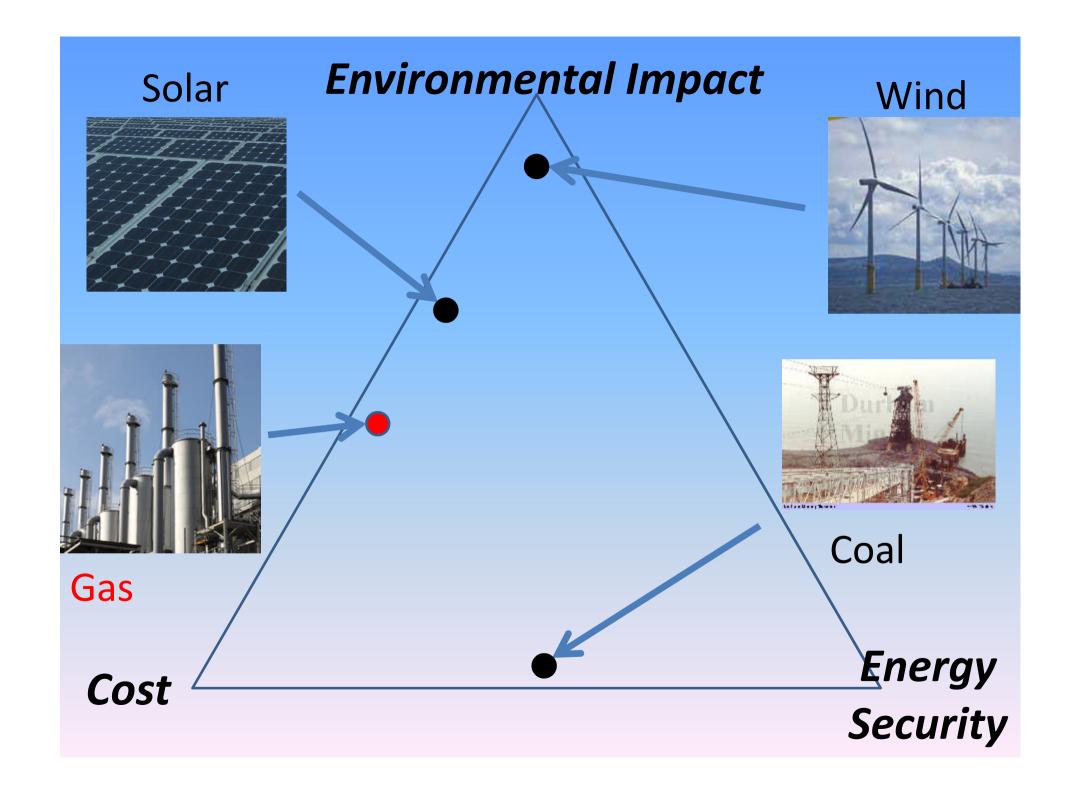
Note: £2008. Percentages next to wind relate to average annual availability at the site. Intermittency costs are included in cost estimates.

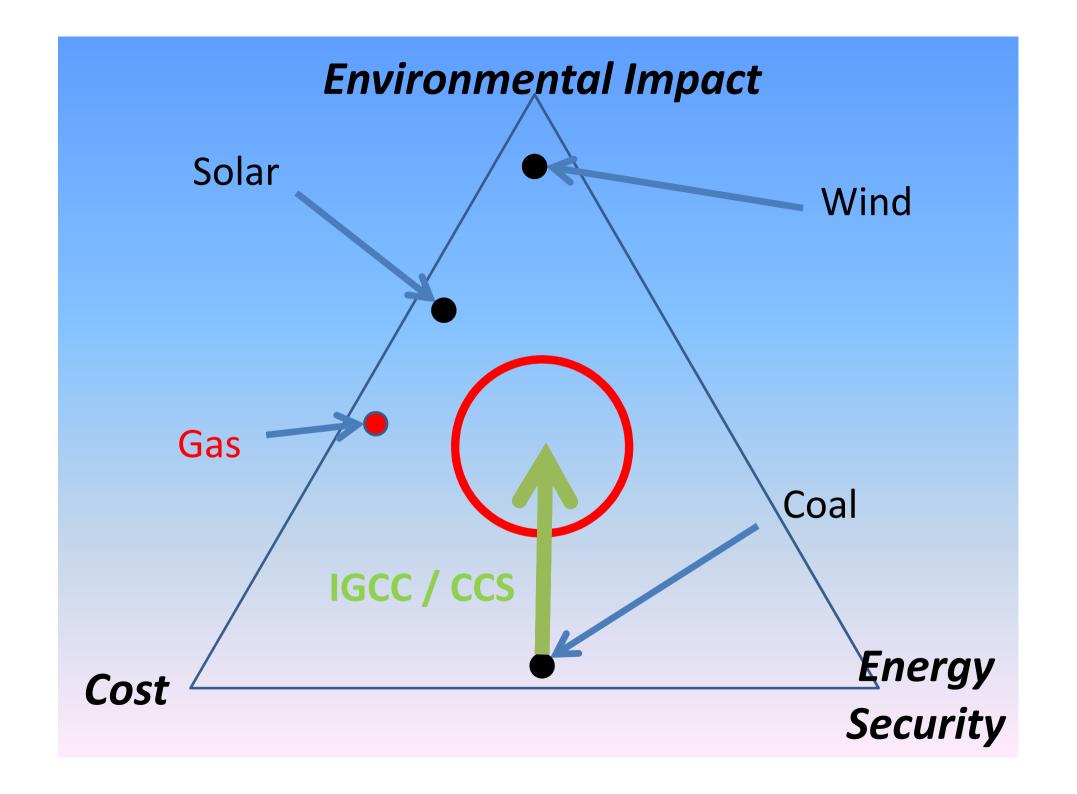
#### **Environmental impact**

- Power generation methods which reduce the level of carbon emissions are needed.
- 2050 carbon emission reduction plan.
- Environmental impact not just limited to carbon emissions, but incorporates the effect on a local scale of power plant installation.







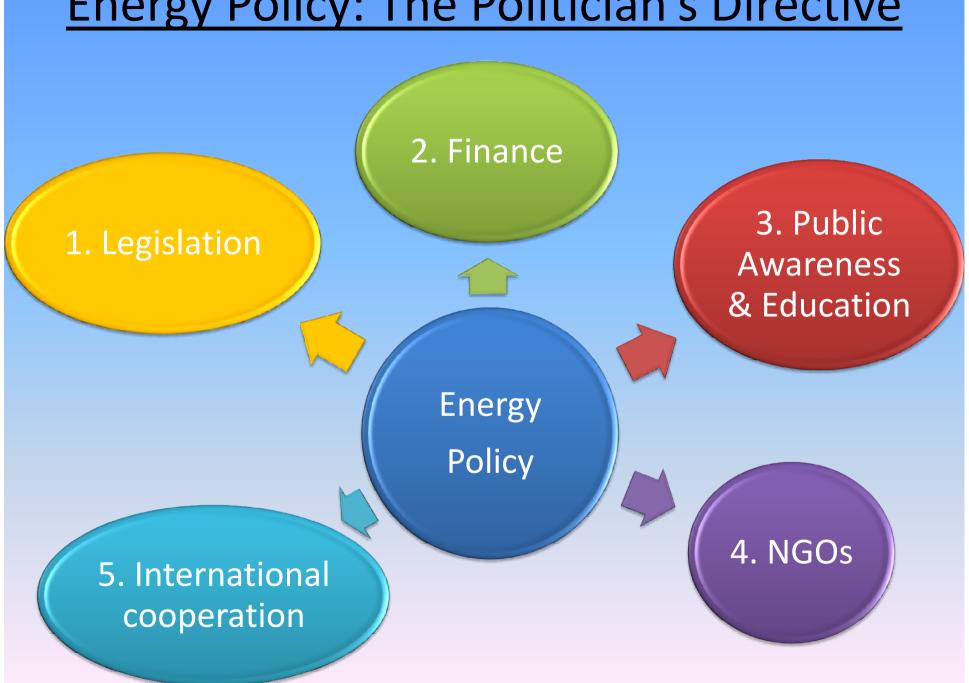


# **Linking Policy to Technology**

 The technical ability to implement low carbon technologies directly affects the policies which should be in place to legislate for their operation.

 New policy needs to be appropriate to the technology being introduced in order to minimise the risks and reap the full benefit.

# **Energy Policy: The Politician's Directive**



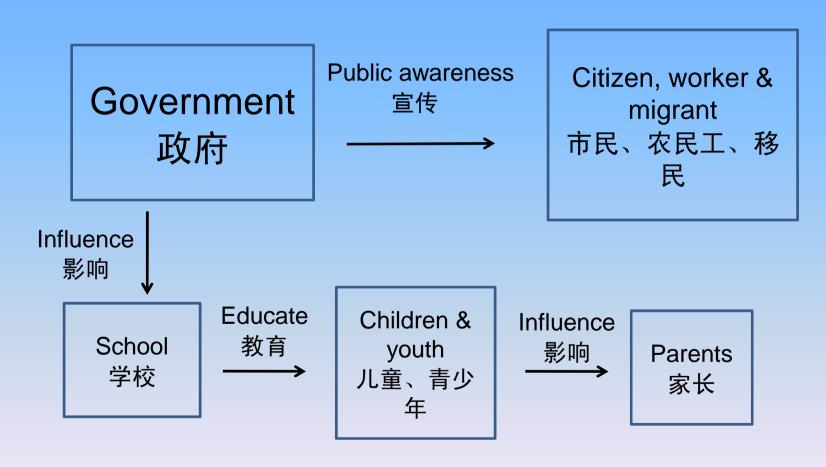
# Legislation

- 立法规定CO<sub>2</sub>的排放标准
   Make laws to set CO<sub>2</sub> emission standards
- 对CO<sub>2</sub>高排放企业征收较高赋税
   Taxation for companies with high CO<sub>2</sub> emissions
- 制定碳排放交易规则
   Introduce carbon trading
- 对排放超标企业从严从重处罚
   Strict and serious punishment for companies which exceed the CO<sub>2</sub> emissions allowed by their permit
- 规定CO<sub>2</sub>减排为每个公民的义务
   Make CO<sub>2</sub> emission reduction become everyone's obligation
- 严格监管,落到实处
   Strict supervision so that every rule is enforced

#### Government Financial support

- 新技术的研发
   Research of new technologies
- 原有电厂的改建以实现CCS
   Rebuild old power plants to realize CCS
- 新建电厂实现其他CO<sub>2</sub>减排新技术(如IGCC) Build new power plants with other new CO<sub>2</sub> reduction technology (e.g. IGCC)
- 对宣传和教育的投资
   Investigation on public awareness & education

#### Public Awareness & Education



Establish the concept of "do for myself"

# Role of NGOs

- 社区
  - Community
- 环境保护组织
  - Organization of environmental protection
- 志愿者
  - Volunteer

#### International Cooperation

- 新技术的研发
  - Research of new technology (value of academic collaboration)
- 政策制定
   Policy making (has to be equal between countries)
- 企业间的合作 Between companies
- 民间合作Between people

# <u>Differences Between Policy of China</u> and the UK





 Ensure energy supply can meet the increasing demand. This will necessitate efficiency improvements now, with consideration for low costs secondary, and environmental impact last.  Get new generation capacity ready, whilst keeping costs low in our fragile economy.
 All three aims need to be simultaneously met.

#### <u>Summary</u>

- Both China and UK are in need of increased energy security. China's need is to continue development, UK to replace existing generation capacity.
- Policy should place emphasis on this, for example, a plan of how future demand levels will be met.
- Necessity for costs to be low more important in UK than China as the UK economy is fragile.
- Environmental impact a lower priority in China than in the UK. Avoid excessive or unnecessary pollution in both cases – this is the motivation and main reason for CCS!

# References

- IPCC
- CCC
- Prof. Ming-yao Zhang, "General Situation of Clean Coal Technology Research and Application in China".
- Dr. Hongyi Lai, "Energy Security in China: Economic Developmental Strategy and Challenges".

Thank you for your attention

# Any Questions?