

Renewable energy technologies for rural development: Drivers, options and issues

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1. **Contexts: Drivers for rural renewables**
2. **Overview of technological options**
3. **Key issues and considerations**
4. **Conclusions**

Contexts

Millenium Development Goals (source: DFID)



Goal 1: Eradicate extreme poverty and hunger. Modern energy services can facilitate economic development; improve access to clean water and cooked food

Goals 2 and 3: Achieve universal primary education; promote gender equality. Can reduce time taken by women and children for basic survival and improve access to education

Goals 4, 5, 6: Reduce child mortality, improve maternal health; combat major diseases. Energy is a key component of a functioning health system

Goal 7: Ensure environmental sustainability. Renewables can help with sustainable resource use and reduce emissions

- **2.4 billion rely on traditional biomass fuels for cooking in the developing world. Negative impacts:**
 - Time taken to gather woodfuel (several hours per day is common) which reduces opportunity for income generation
 - Indoor air pollution which causes 1.3 million premature deaths each year.
- **Transition to ‘modern’ fuels such as electricity is happening in some countries – e.g. China’s levels of electricity access and car ownership rising fast**
- **But many countries making transition very slowly: ~ 1.6 billion people still do not have access to electricity**

Contexts

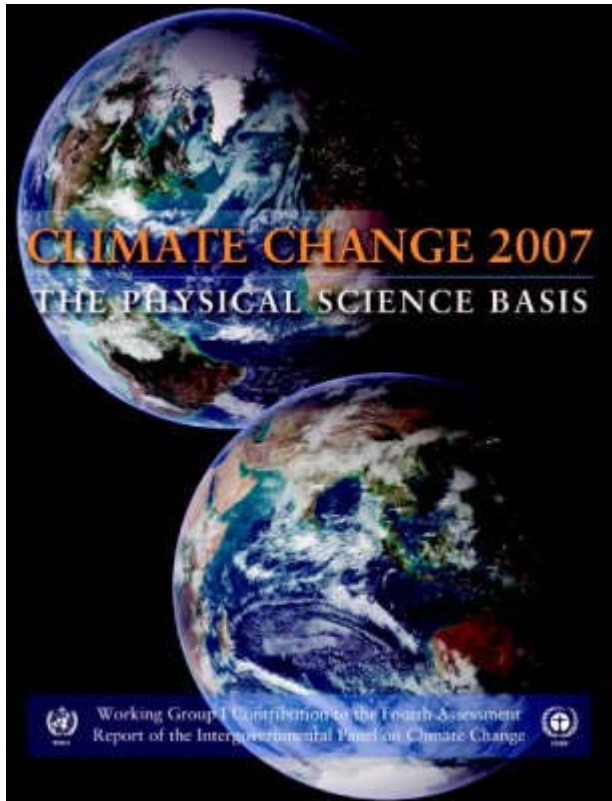
Electricity access (IEA, 2006)

Some data from sub-Saharan Africa:

	Total	Urban	Rural
Benin	22%	51%	6%
Cameroon	46%	77%	17%
Kenya	13%	52%	4%
Malawi	8%	34%	2%
Senegal	47%	82%	19%

Contexts

Climate change



“Warming of the climate system is unequivocal, as is now evident from observations of increases in global average air and ocean temperatures, widespread melting of snow and ice, and rising global average sea level” (IPCC)

Contexts

Climate change



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- **Global emissions need to peak by 2015, and reduce by at least 50% by 2050 (compared to 1990 levels)**
- **Key issue of impacts of climate change. These are expected to be most severe for some poorer countries**
- **Also might suffer impacts from others' mitigation efforts (e.g. risks from some first generation biofuels)**
- **Whilst historical responsibility requires developed nations to act first, low carbon development pathways important for all countries**

Overview of key technologies

Energy Source	Domestic Energy	Electricity
<i>Elemental renewables</i>		
Solar		
Water		
Wind		
Geothermal		
<i>Biological renewables</i>		
Energy crops		
Standard crops / by-products		
Forestry and by-products		
Animal by-products		

Source: Renewable Energy Association

Sussex Energy Group


SPRU - Science and Technology Policy Research

Overview of key technologies

Energy Source	Domestic Energy	Electricity
<i>Elemental renewables</i>		
Solar	Solar pump / cooker	Solar PV
Water		Micro- / pico-hydro
Wind	Wind pump	Wind turbine
Geothermal		Geothermal plant
<i>Biological renewables</i>		
Energy crops		Biomass plant
Standard crops / by-products		Biomass plant
Forestry and by-products	Improved cookstoves	Biomass plant
Animal by-products	Biogas digester, Improved cookstoves	Biogas digester

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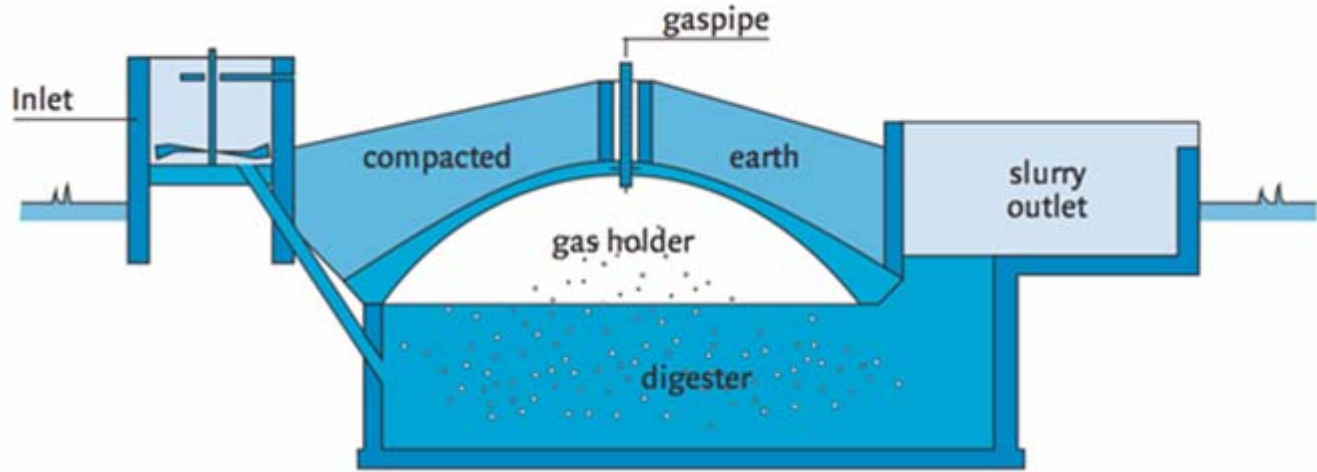
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Wind		Wind turbine	
Geothermal		Geothermal plant	
<i>Biological renewables</i>			
Energy crops			Biogas plant
Standard crops / by-products		Biogas plant	
Forestry and by-products		Biogas plant	
Animal by-products		Biogas digester	

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Solar		Solar PV
Water		Micro- / pico-hydro
Wind		Wind turbine
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Energy crops		Biomass plant
Standard crops		Biomass plant
Forestry and wood		Biomass plant
Animal by-products	Biogas digester, Improved cookstoves	Biogas digester



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Some key issues

Barriers to deployment

- **Deployment of these options goes beyond availability of technology**
- **Costs are often high, therefore financial incentives are required – at least for a transitional period**
- **Lack of standards can inhibit successful diffusion**
- **Policy focus on centralised grid extension can exclude opportunities for rural renewables**
- **May need adaptation to local needs, with input from users in design process. Innovative capabilities crucial**

Some key issues

Innovative capabilities

- **Complementary sources of capabilities: localised innovation and external (e.g. technology transfer)**
- **No ‘one policy fits all’ solution: varies by sector, stage of development etc.**
- **Need new institutional capabilities for innovation, e.g. through joint R,D,D&D or low carbon innovation centres**
- **Access to Intellectual Property Rights ‘necessary but not sufficient’ for technology transfer. Lack of access can slow rate of ‘catching up’ in specific technologies**
- **National and international policy environments (financial incentives, regulations etc) can have a large impact**

Our case studies

<i>Energy for domestic use</i>				
	Biogas Sector Partnership	Nepal	Biogas plant	NL / DE govts
	Improved Stoves Program	Eritrea	Mixed fuel stove	Eritrea govt
	Improved Stoves Program	Guatemala	Wood stove	Guatemala govt / donors
<i>Electricity</i>				
	Renewable Energy Development Project	China	Solar PV lighting	IBRD/GEF
	Renewable Energy in Rural Markets Project	Argentina	Mixed techs	IBRD/GEF
	Market-driven pico-hydro	Lao PDR	Pico-hydro	Consumers
	Telecoms base stations	Namibia	Wind turbine	Firms

Some key issues

National policies and incentives

- **Capacity building and R&D (e.g. for improved cook stoves in Guatemala; solar PV in China)**
- **Subsidies and incentives (e.g. cookstoves in Eritrea required 85% subsidy; microfinance for biogas in Nepal)**
- **Standards and performance guarantees (e.g. biogas plants in Nepal; lack of standards problematic for pico-hydro in Laos)**
- **Promotion of local manufacturers – often to reduce costs and as part of technology adaptation process (e.g. cook stoves; solar PV in China)**

Some key issues

International policies

- Donor funding essential in many cases we reviewed (e.g. Biogas in Nepal; rural renewables in China). But can market can be sustained when funding is withdrawn?
- But need to be flexible and linked to national policies (e.g. Argentina's programme of rural electrification)
- Climate funds (e.g. CDM) do not generally reach small scale rural projects. Very few in sub-Saharan Africa.
- Project funding needs to be complemented by funding for generic capacity to innovate
- Learning can be important – between projects and between countries / contexts

- **Strong drivers for rural renewables: address several MDGs; energy access and climate change agendas**
- **Public financial support very important in most cases, from both national and international sources**
- **But need to think about mechanisms to sustain demand once support is no longer available**
- **Local involvement / adaptation of technologies often crucial: e.g. to reduce costs, make designs ‘appropriate’**
- **Capacity building through projects, but also institutions and investments in more generic capabilities**

Thanks

<http://www.sussex.ac.uk/sussexenergygroup/>