Environmental Change Institute





## **Energy and equity: UK perspectives**

Tina Fawcett, 17 September 2024



#### Agenda

- 1. Context on residential energy demand
- 2. Brief introduction to some of our research on energy & equity
- 3. Back to basics what do we mean by equity?
- 4. Thinking about equity in the current energy system and in the energy transition
- 5. Future research agenda



#### The politics of energy and equity



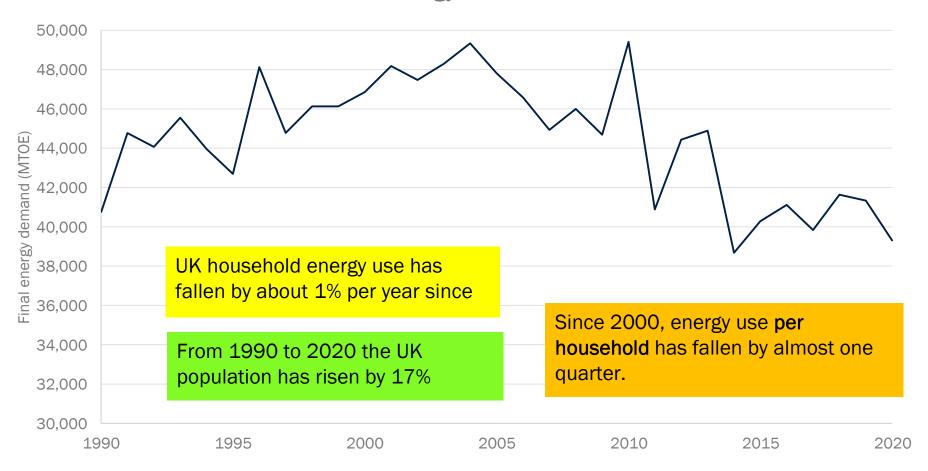
https://www.bbc.co.uk/news/business-58090533





#### How energy use has changed over time (1)

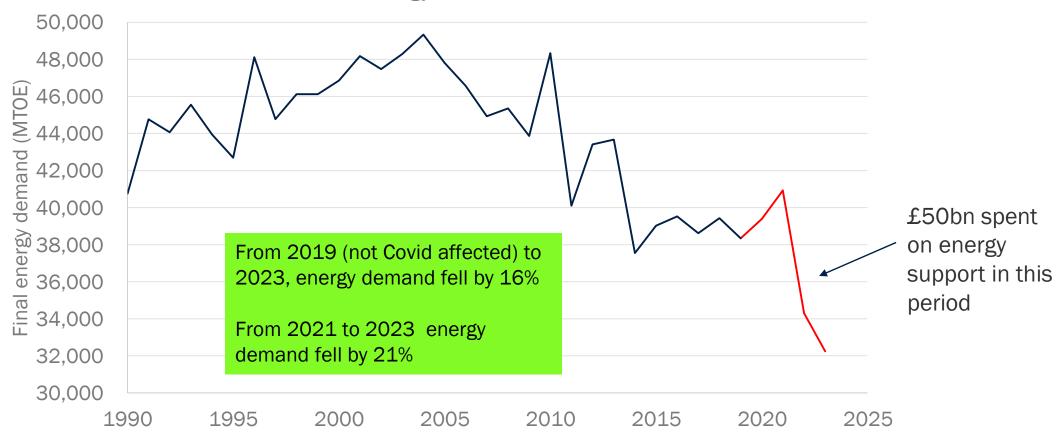
Household energy use UK, 1990-2020



Source: BEIS (2020 & 2021) UK energy in brief 2020, 2021.

### How energy use has changed over time (2)

Household energy use, UK, 1990-2023



Source: DUKES, 2024



#### Work on energy / fuel poverty

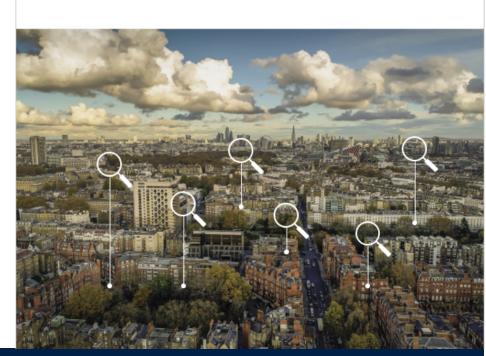
Looking in detail at the impact of high energy prices in Winter 2022/23 on prepayment meter users, based on smart meter data.

#### Also now published in peer-reviewed format:

Fawcett, T., Palmer, J., Terry, N., Boardman, B. and Narayan, U. (2024) "Using smart energy meter data to design better policy: Prepayment meter customers, fuel poverty and policy targeting in Great Britain", Energy Research & Social Science, 116, pp. 103666–103666.



Finding the fuel poor and framing better policy
August 2023









# Clean Heat Streets

Working with local communities to accelerate the transition to heat pumps

Funded by



Department for under Heat Pump Ready Energy Security & Net Zero

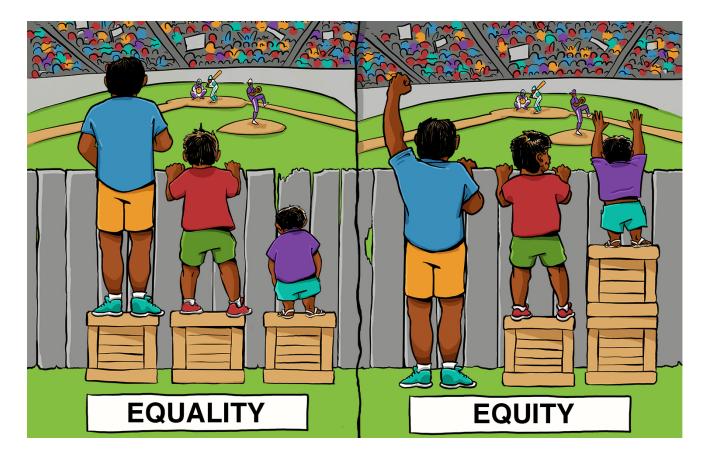








#### What do we mean by equity?



Source: https://www.storybasedstrategy.org/the4thbox



#### **Equity in relationship to what?**

Energy use (per person, per household, per m2...?)

Cost of energy (per household, per kWh, as % of income?)

Access to basic needs delivered by energy services - "sufficiency"\*

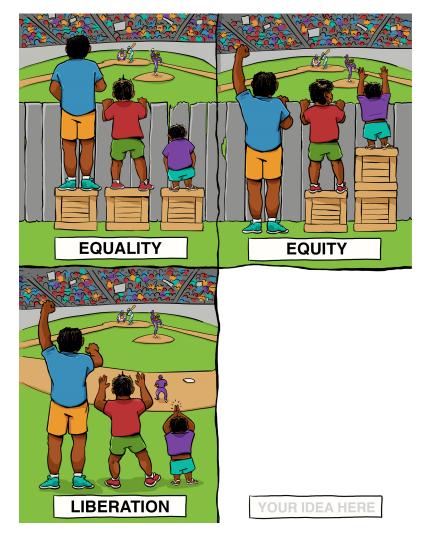
Not living in fuel / energy poverty

Carbon emissions

Taking part in the energy transition



#### Re-thinking this representation of equity



Thinking more about the fence

Free energy for all isn't a viable solution

Source: https://www.storybasedstrategy.org/the4thbox



# What is the fence? What barriers are there to everyone accessing sufficient energy services?

- Income inequality and the structure of social support
- Access to capital
- Housing its efficiency and condition of repair
- Energy-using equipment, its efficiency and condition
- Household level energy generation and storage
- Access to energy systems / fuels (e.g. natural gas)
- Energy prices
- Energy tariffs and who can take advantage of them
- Design of energy markets





#### There have been some important improvements

Energy prices per kWh no longer higher for pre-payment meter users

Energy using equipment is more efficient

Homes are more efficient

#### BUT

Millions of people in the UK are still suffering from inadequate access to energy services and tens of millions are vulnerable to price shocks.



#### The energy transition and equity: new issues

Switch away from gas heating towards a higher capital cost alternative

Running costs depend on government choices around market structures (as well as international energy prices)

Flexibility of energy use may increasingly determine prices paid – uneven distribution of 'flexibility capital'

More community / local ownership of energy assets? Which communities & which capabilities?

Impact of digitalisation and other mega-trends



### Future research on energy and equity (1)

Detailed work on implementation projects and trials, working with a range of partners, particularly on energy transition projects & with under-represented groups

Critical analysis of the patterns and causes of energy inequity, using new data

Analysis of the governance of energy & energy policy - equity impacts







REPAIR: RESEARCH ON ENERGY THROUGH PARTICIPATORY INSIGHTS FROM COMMUNITY REPRESENTATIVES



#### Future research on energy and equity (2)

Thinking bigger – proposing more radical solutions

Conceptual development – sharper thinking on equity

Focusing on energy sufficiency – over- as well as under-consumption

Exploit opportunities with new data sources, tools & methods

Equity beyond individuals and households – what about SMEs?

Making connections with broader areas of research and practice











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### Thank you

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#### **Further information**

**European sufficiency project:** www.energysufficiency.org (includes Darby, S. and Fawcett, T. (2018) Energy sufficiency: a concept paper for ECEEE. European Council for an Energy-Efficient Economy.)

www.edol.uk

<a href="https://accessnetwork.uk/repair-research-on-energy-through-participatory-insights-from-community-representatives/">https://accessnetwork.uk/repair-research-on-energy-through-participatory-insights-from-community-representatives/</a>

https://idoddle.org/

https://www.cleanheatstreets.com/

https://circeular.org/

