



MODELLING THE DRIVERS OF SOLAR TECHNOLOGY ADOPTION IN A DEVELOPING COUNTRY CONTEXT



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I'VE ALWAYS BEEN INTRIGUED BY THE SLOW UPTAKE OF SOLAR ENERGY TECHNOLOGY

AND WONDERED WHAT ITS DRIVERS ARE AND HOW THE UPTAKE OF SOLAR ENERGY TECHNOLOGY COULD BE MODELED IN A COUNTRY LIKE BOTSWANA.

HENCE THE INTEREST TO SHARE WITH YOU SOME GENERAL INFO ABOUT THE NEED FOR SOLAR ENERGY TECHNOLOGY ADOPTION, ITS DRIVERS, AND A SUGGESTED MODEL FRAMEWORK FOR ITS ACCELERATED ADOPTION.





IN THIS DISCUSSION,

SOLAR TECHNOLOGY ADOPTION DENOTES THE PROCESS BY WHICH THERE IS AN INCREASED PENETRATION OF SOLAR ENERGY TECHNOLOGY DEMAND (MEASURED IN ACTUAL MW POWER OR MONETARY INVESTMENTS ADDED TO INTS CAPACITY INVESTMENT)

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CULTURE FOR ITS SUSTENANCE



1. NEED

2. SOLAR RESOURCE ENDOWMENT

3. AWARENESS



1. NEED FOR SOLAR ENERGY TECHNOLOGY





THE ELECTRICITY GENERATED AT THE MORUPULE POWER STATION CANNOT SUSTAIN CURRENT DEMAND.



RELIANCE ON MORE THAN 70%
ELECTRICITY IMPORTS. THIS
ENERGY INSECURITY
COMPROMISES ECONOMIC
STABILITY



2. SOLAR POTENTIAL



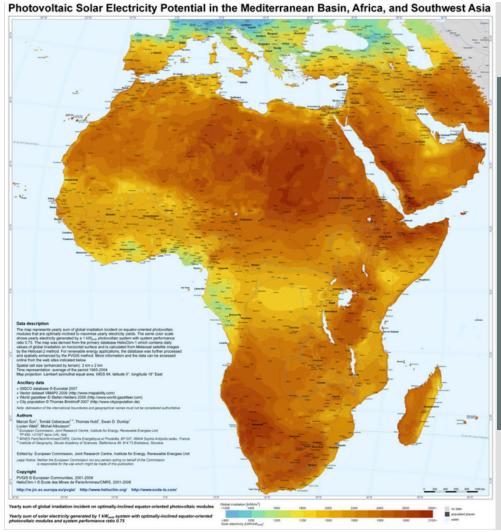


BOTSWANA HAS MORE THAN 3200 SUNSHINE HOURS ON AVERAGE IN A YEAR, WITH DNI LEVELS AROUND APPROXIMATELY 21MJ/m²

A CASE CAN BE MADE IN FAVOR OF SOLAR PV TECHNOLOGY BUSINESS.

BACKGROUND - ENERGY ISSUES AND RELEVANT FACTS IN AFRICA



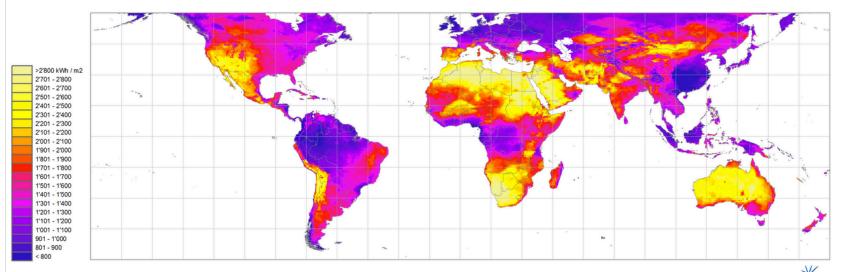






11. AFRICA IS ENDOWED WITH AN EXCELLENT SOLAR ENERGY POTENTIAL AS SHOWN BELOW.

Yearly sum of Direct Normal Irradiation (DNI)

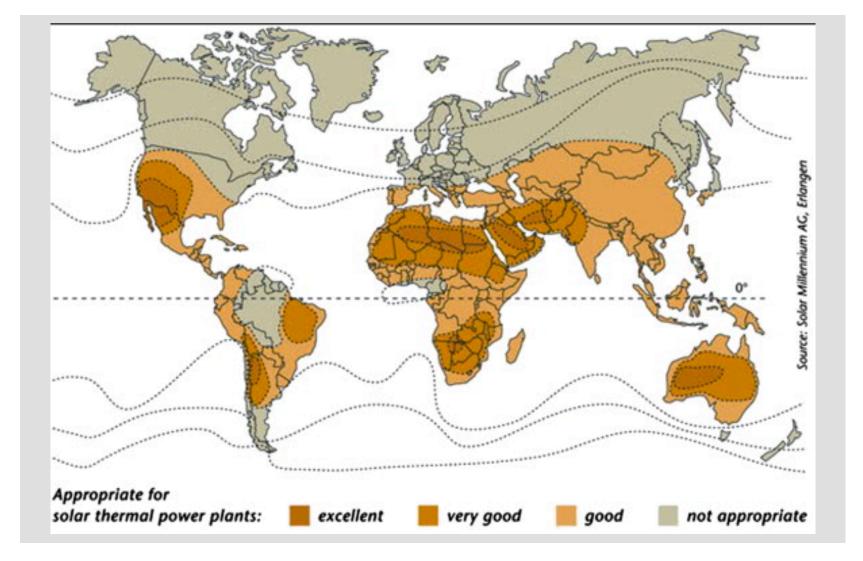


Source: Meteonorm 7.0 (www.meteonorm.com); uncertainty 15% Period: 1986 - 2005; grid cell size: 0.25°

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2. BACKGROUND - ENERGY ISSUES AND RELEVANT FACTS IN AFRICA





CASE STRENGTHENED BY GLOBAL, AND REGIONAL SOLAR TECHNOLOGY ADOPTION EXAMPLES





GLOBALLY, GERMANY & SPAIN:
HAVE A COMBINED SHARE OF
78% OF THE TOTAL GLOBAL
SOLAR PV TECHNOLOGY
PENETRATION (Martin, 2008)

GERMANY: ~1368 AVERAGE SUNSHINE HRS/YEAR!

REGIONALLY, LA RE' UNION: 70,000 SWH IN 2006, +10000 UNITS/YEAR TO 2008. FOR A POPULATION OF 800000, RATIO IS 1 SWH: 11 PEOPLE

LA RE' UNION: A REGIONAL SWH MARKET LEADER







PV TECHNOLOGY
PENETRATION IN
RURAL AREAS
REMAINS
PRACTICALLY NONEXISTENT



PV TECHNOLOGY
ADOPTION IN
URBAN AREAS
IS EQUALLY
VERY LOW

NEEDED: A FRAMEWORK TO SUSTAIN SOLAR PV CHOICES.





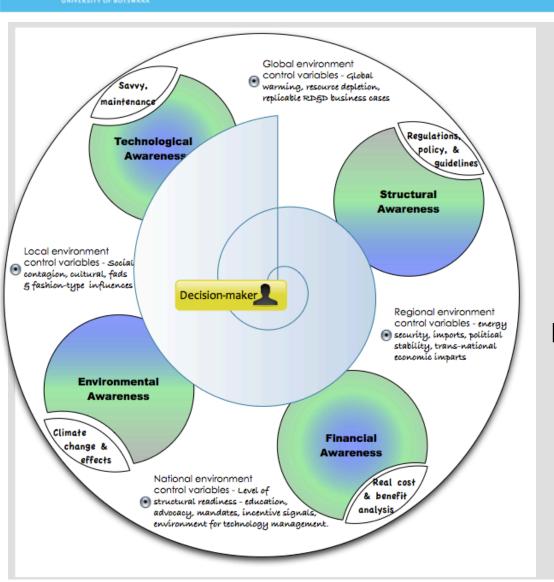
A GENERAL LACK OF AWARENESS AND KNOW-HOW OF THE TECHNOLOGY AT ALL LEVELS OF DECISION-MAKING MAKES SOLAR TECHNOLOGY ADOPTION DIFFICULT DUE TO AWARENESS GAPS IN RELATION TO:

- UNDERSTANDING THE TECHNOLOGY ITSELF,
- SUPPORTIVE STRUCTURES AND THEIR READINESS,
- UNDERSTANDING FINANCIAL ISSUES INVOLVED,
- ENVIRONMENTAL ISSUES OF ENERGY SUPPLY & USE,
- UNDERSTANDING THE CONTROLLING GLOBAL/ REGIONAL/NATIONAL/ LOCAL ENVIRONMENT VARIABLES.

CONSIDER FOLLOWING SPINNING WHEEL METAPHOR:

THE SPINNING WHEEL METAPHOR OF THE COMPLEX TECHNOLOGY ADOPTION PROCESS





THE POTENTIAL SOLAR **TECHNOLOGY ADOPTER MUST BE AWARE OF AND SCAN THROUGH DYNAMICALLY-CHANGING ISSUES/FACTORS INFORMING HIS/HER DECISION WHILE TAKING** INTO ACCOUNT GLOBAL, **REGIONAL, NATIONAL, AND/** OR LOCAL **CONTROL VARIABLES.**

THIS PROCESS IS
PARTICULARLY DIFFICULT
IN A DEVELOPING COUNTRY
CONTEXT.

CONTEXTUALIZING RENEWABLE ENERGY TECHNOLOGY AWARENESS IN DEVELOPING

THE CONTROL VARIABLES THAT MAY IMPACT ON DECISION-MAKING RE CHOICES COULD BE:

- 1. GLOBAL:
 - GLOBAL WARMING
 - RESOURCE DEPLETION
- 2. REGIONAL:
 - ENERGY IMPORTS
 - POLITICAL STABILITY
- 3. NATIONAL:
 - ENERGY SECURITY
 - ECONOMIC VULNERABILITIES
- 4. LOCAL:
 - SOCIAL CULTURAL BELIEFS AND PRACTICES

ISSUE IN DEVELOPING COUNTRY CONTEXT: MASTERY LEVEL OF THESE ISSUES IN RELATION TO THE NATIONAL-REGIONAL-GLOBAL REALITIES

CONTEXTUALIZING RENEWABLE ENERGY TECHNOLOGY AWARENESS IN DEVELOPING COUNTRIES



TECHNOLOGICAL AWARENESS:

TECHNOLOGY CAN BE GENERALLY INTIMIDATING. QUESTIONS ASKED ARE:

- HOW DOES IT WORK? WILL I MANAGE IT?
- DOES IT PERFORM AS WELL AS EXISTING CONVENTIONAL TECHNOLOGY?
- WHAT HAPPENS WHEN IT FAILS? WHO WILL UNDERTAKE MAINTENANCE?
- •WHY HAS THE NEIGHBOR NOT ADOPTED IT?

ISSUES IN DEVELOPING COUNTRY CONTEXT:

LACK OF EDUCATION MAY AGGRAVATE THE PROBLEM.
HOWEVER, EVEN THE EDUCATED ELITE HAVE GENERALLY NOT ADOPTED
SOLAR TECHNOLOGIES. THE EASIEST RECOURSE HAS BEEN CONVENTIONAL
COAL-BASED ELECTRICITY. HENCE THERE'S A LACK OF CHAMPIONS TO ACT
AS ROLE MODELS AND HELP DISSEMINATE INFORMATION.

TECHNOLOGY KNOW-HOW AND AFTER-SALE SERVICE & MAINTENANCE ARE MAJOR CONCERNS.

CONTEXTUALIZING RENEWABLE ENERGY FECHNOLOGY AWARENESS IN DEVELOPING COUNTRIES



ENVIRONMENTAL AWARENESS:

REALITY OF GLOBAL WARMING HAS BROUGHT ABOUT:

- GLOBAL TEMPERATURE EXTREMES LEADING TO HURRICANES, FLOODING, DROUGHT
- **SEASONAL CLIMATIC CHANGES**WITH CONFUSED PATTERNS OF RAINFALL, LEADING TO UNPREDICTABLE CROP YIELDS AND FAMINE
- RISE IN TEMPERATURES

 MAKING REGIONS ONCE UNKNOWN FOR MALARIA TO BE NOW
 MALARIA-RIDDEN.

ISSUES IN DEVELOPING COUNTRY CONTEXT:

THE INDIVIDUAL DECISION-MAKER CAN HARLDY RELATE BASIC SCIENTIFIC FACTS TO THE CONVENTIONAL ENERGY VIS-A-VIS RENEWABLE ENERGY DISCOURSE? HOW BEST CAN BASIC SCIENCE BE COMMUNICATED?

CONTEXTUALIZING RENEWABLE ENERGY TECHNOLOGY AWARENESS IN DEVELOPING COUNTRIES



FINANCIAL AWARENESS:

THE POTENTIAL ADOPTER BASES HIS DECISION ON AFFORDABILITY, NOW!

- **UP-FRONT INVESTMENT COSTS ON SOLAR TECHNOLOGIES ARE HIGH,**
- LONG-TERM FINANCIAL GAINS ARE RARELY ACCOUNTED FOR,
- LIFE-CYCLE COSTING IS UNKOWN TO MANY,
- **TRUE FINANCIAL GAINS NOT EASILY QUANTIFIED/UNDERSTOOD**

ISSUES IN DEVELOPING COUNTRY CONTEXT:

CONVENTIONAL ENERGY IS HIGHLY SUBSIDIZED, THEREBY DISTORTING THE MARKETS IN FAVOR OF CONVENTIONAL ENERGY SOURCES.

THERE IS A GENERAL LACK OF A CONCERTED EFFORT TO LEVEL THE PLAYING FIELD SO THAT SOLAR ENERGY WOULD BE MADE FINANCIALLY ATTRACTIVE

VIS-A-VIS CONVENTIONAL ENERGY (USUALLY BASED ON COAL)

CONTEXTUALIZING RENEWABLE ENERGY FECHNOLOGY AWARENESS IN DEVELOPING COUNTRIES STRUCTURAL PEADINESS:



STRUCTURAL READINESS:

STRUCTURAL READINESS IN EDUCATION AND POLICY DESIGN ENSURES:

- SUSTAINABLE LONG-TERM POLICY AND REGULATORY INSTRUMENTS,
- DISSEMINATION OF KEY INFORMATION TO POTENTIAL ADOPTERS,
- ADVOCACY FOR TECHNOLOGY THROUGH RD&D SHOW-CASE PROJECTS,
- DESIGN OF EFFECTIVE INSTRUMENTS TO ATTRACT VENTURE CAPITAL,
- REGULATION OF MARKET AND CREATION OF BUY-IN THRO INCENTIVES,
- CREATION OF INCREASED AWARENESS FOR POTENTIAL INVESTORS,
- **THE AFFIRMATION OF DECISION-MAKING BY POTENTIAL ADOPTERS.**

STRUCTURAL AWARENESS ISSUES IN DEVELOPING COUNTRY CONTEXT:

- CAPACITY BOTTLE-NECKS FOR EFFECTIVE POLICY DESIGN & OVERSIGHT,
- **OABSENCE OF INDEPENDENT REGULATORS FOR MARKET REFORM,**
- RELIANCE OF THE "OLD GUARD" TO DRIVE REQUISITE REFORM,
- **GENERAL BLACKOUT ON POLICY AND REGULATIONS MATTERS,**
- **THIS RESULTS IN DISTORTED RANK-ORDERING OF ENERGY PRIORITIES.**
- RENEWABLE ENERGY REMAINS DISADVANTAGED IN ALL PLANNING.



THE SPINNING WHEEL METAPHOR SHOWS THE DIFFERENT DRIVERS
THAT MUST BE TAKEN INTO ACCOUNT TO UNDERSTAND THE COMPLEX
SOLAR ENERGY TECHNOLOGY ADOPTION PROCESS.

ONE INTEREST IN MODELING SUCH A PROCESS COULD BE A DESIRE TO QUANTIFY THE CUMULATIVE SOLAR TECHNOLOGY ADOPTION (MEASURED IN REAL MW ADDED OR ON INVESTED DOLLAR AMOUNT) AS WELL AS

TO UNDERSTAND THE DYNAMICS OF A FRAMEWORK FOR SUSTAINING SUCH ADOPTIONS

I PROPOSE THAT THE
AGENT-BASED MODELLING AND SIMULATION PARADIGM (ABMS)
IS
BEST SUITED TO CAPTURE THE COMPLEXITY OF SOLAR TECHNOLOGY
ADOPTION.



SOLAR TECHNOLOGY ADOPTION PROCESS IS A COMPLEX PROCESS **ACCOUNTING FOR THE ACTIONS AND ADAPTIVE FEEDBACKS OF MANY INTERACTING BUT DISPARATE ACTORS, EACH WITH THEIR OWN DECISION RULES GOVERNED AND GOVERNED BY UNIQUE FACTORS AND UTILITY FUNCTIONS MOTIVATING THEIR SOLAR TECHNOLOGY ADOPTION** CHOICES.





3. PROPOSED ABMS METHODOLOGY

DIFFUSION DEFINED IN NETWORK SCIENTIFIC



DIFFUSION

IS A BEHAVIOR THAT CASCADES FROM

NODE TO

NODE IN A NETWORK

LIKE AN EPIDEMIC

(KLEINBERG, 2010)



SHALL COMPRISE OF A WEB OF NODES REPRESENTING INDIVIDUAL AGENTS WHERE THE LINKS BETWEEN THEM REPRESENT CHANNELS FOR THEIR INTERACTIONS.



THE COMMUNICATED INFORMATION SHALL BE THE DESIRED ADVOCACY FOR PV AWARENESS AND EVENTUAL ADOPTION





THE OBJECTIVE IS THEREFORE:

TO IMPLEMENT FROM BOTTOM-UP, A DYNAMICALLY-EVOLVING NETWORK OF PV ADOPTERS, **BASED ON EMPIRICAL EVIDENCE OF** WHAT THEY DEEM TO BE THE MAIN FACTORS MOTIVATING THEIR SOLAR PV TECHNOLOGY CHOICE-DECISIONS.

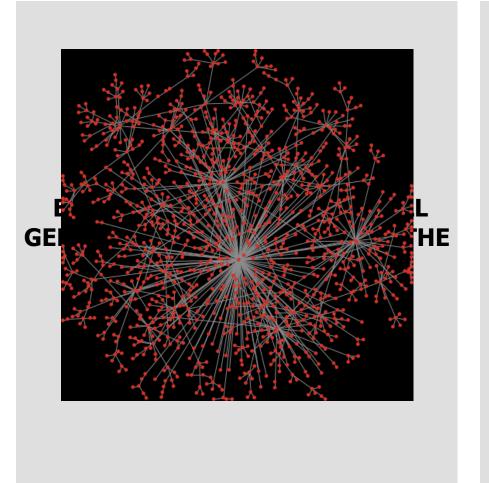
THIS IN TURN WILL HELP TO DESIGN **AFFIRMATIVE POLICIES** (DERIVED FROM THE PERSPECTIVE OF THE ENERGY END-USERS) THAT ARE CAPABLE OF SUSTAINING PV TECHNOLOGY CHOICE-DECISIONS.

FROM END-USER BEHAVIORS

TO DIFFUSION-GUIDING POLICY

EXPECTED OUTCOME: A SCALE-FREE NETWORK WITH JOENTIFIABLE HUBS





HUBS ARE THE WELL-CONNECTED AMONG ALL NODE AGENTS

THE ADDITIONAL
QUALIFICATION IS REFERRED TO
AS A FITNESS CRITERION

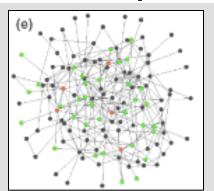
HUBS REPRESENT THE WELL CONNECTED NODES.

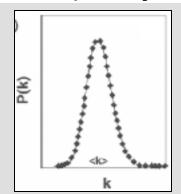
DISTINCTION: SCALE-FREE VIS-À-VIS RANDOM WETWORKS



UNIVERSITY OF BOTSWANA

RANDOM (ERDOS & RENYI, 1950)

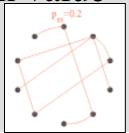




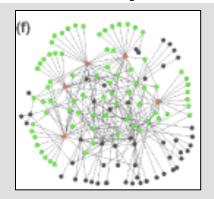
BINOMIAL(~POISSON) DEGREE PROBABILITY DISTRIBUTION

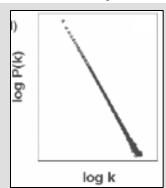
$$P(k) = \frac{(np)^k e^{-pn}}{k!} = \frac{\langle k \rangle^k e^{-\langle k \rangle}}{k!}$$

np = mean value



SCALE-FREE (BARABASI & ALBERT, 2000)

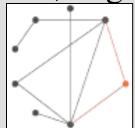




POWER LAW DEGREE PROBABILITY DISTRIBUTION

$$P(k) = \frac{2m_o^2 t}{(n_o + t)} \frac{1}{k^3} \propto k^{-3}$$

 n_0 , m_0 nodes, edges at 0 and t







OBSERVATIONS OF EMERGENT SELF-ORGANIZATION OF INTERACTING BIOLOGICAL AGENTS. THE "AGENTS" ARE CAPABLE OF PRODUCING A SYSTEM-WIDE BEHAVIOR USING SIMPLE LOCAL RULES

HERE ARE SOME INSPIRING EXAMPLES FROM BIOLOGICAL BEHAVIORAL SCIENCE:







NO LEADER! HERDING EMERGES FROM SELF-ORGANIZATION



MIGRATING BIRD FLOCKS











A MACRO-LEVEL FLOCKING DYNAMIC EMERGES FROM SIMPLE, COORDINATED INDIVIDUAL, MICRO-LEVEL RULES





SWARM INTELLIGENCE!





A COLLECTIVE SYSTEM-LEVEL INTELLIGENCE EMERGES FROM MICRO-LEVEL RULES OF THE CONSTITUENT MEMBERS.



AND THERE ARE ALSO SCHOOLS OF FISH, ANT ARMIES







AGENTS DO NOT
SOLVE
ANY COMPLICATED
EQUATIONS



NOR HAVE FULL
INFORMATION ON ALL
AGENTS. THEY DEPEND
ON LOCAL RULES AND
INFORMATION.



AS WE UNDERTAKE REALISTIC DECISION-MAKINGS,

WE OFTEN DO NOT HAVE ALL THE INFORMATION (AWARENESS) TO BACK OUR DECISIONS. WE DO NOT SOLVE MAJOR EQUATIONS, INTEGRATE VARIABLES ETC TO ARRIVE AT AN OPTIMAL SOLUTION. IN FACT WE NEITHER HAVE THE ABILITY TO INCLUDE ALL RELEVANT FACTORS, THE COMPUTATIONAL ABILITY TO PROCESS THEM, NOR THE TIME TO WAIT LONG-ENOUGH FOR THE OPTIMAL SOLUTION.

INSTEAD WE SETTLE FOR A SATISFACTORY AND SUFFICIENT SOLUTION.
SUCH A SOLUTION IS A SATISFICING SOLUTION.

SATISFICING IS FOUNDED ON THE BOUNDED RATIONALITY MODEL OF HUMAN DECISION-MAKING.

SATISFICING IS A HALLMARK OF AGENT-BASED MODELING



WHO COULD THE AGENTS BE?

No	AGENT	INIT	FUNCTION / EXPLANATION
1	Botswana Power Corporation	BPC	Botswana's only power utility company
2	Energy Affairs Department	EAD	Government Department overseing energy markets, policy, regulation, guidelines, pricing etc
3	Research Fraternity	RES	General information communication relative to energy research, education, and advocacy
4	Environmental Affairs Department	DEA	Government Department overseing environmental matters.
5	The Media	MED	Papers, Telephones, Radio, Television, and the New Social Media eg. Mobile phones
6	Ministry of Finance and Economic Development	MFED	Main funder of Government Projects, initiatives, and development projects.
7	Botswana Bureau of Standards	BOBS	Oversees adherence and compliance on locally- and international standards.
8	Public Procurement and Assests Disposal Board	PPADB	Responsible for Government purchases. Can influence import tarifs and custom duties
9	Somarelang Tokologo	SOMT	Botswana Private Environmental "Watchdog", an NGO
10	Southern African Development Corporation	SADC	The Southern Africa Development Corporation. May sway regional energy policy
11	The Botswana Household	HHs	The Botswana Household is the target energy end-user agent in the Agent-based Model.



- SCALE-FREE NETWORK, WILL ENSURE THAT THE ADOPTION IS ROBUST,
- **◆ IDENTIFIABLE HUBS DRIVERS SUSTAINING THE DIFFUSION PROCESS**
- KEY EMERGENT FACTORS WILL PROVIDE POLICY CLUES, E.G. WHICH POSSIBLE INCENTIVES ARE WORTH TARGETING,
- RESULTS USEFUL TO ENERGY POLICY PLANNERS,
- ACCELERATION OF THE PVT DIFFUSION IN HOUSEHOLDS,
- RESULTS OBTAINED CAN BE CASCADED TO INCLUDE:
- SECTORS OTHER THAN THE HOUSEHOLD SECTOR,
- OTHER NON-SOLAR TECHNOLOGY DIFFUSION,
- OTHER COUNTRIES IN THE REGION, BESIDES BOTSWANA.





