



# Health-related social costs due to residential heating and cooking

31 March 2022, Marisa Korteland



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(Small and medium size enterprises, transport, energy and trade associations)



Governments  
(European Commission, European Parliament, regional and local governments)



NGOs

# Introduction

- Cooking and heating cause air pollution = damage to human health
- No 'financial value' attached means not considered by policy makers
- Value the adverse health impact to society: **social cost approach**
- Loss in economic welfare:
  - direct (health care) expenditures:  
hospital admissions, loss of working days
  - indirect health impacts and accompanied welfare loss:  
discomfort of diseases, increased mortality risk/reduced life expectancy.
- Social costs differ per country (income level, population density etc.)



# Methodology

- Health-related costs to society:
  - 7 pollutants:  $PM_{2.5}$ ,  $NO_x$ ,  $NH_3$ ,  $SO_2$ ,  $CO$ ,  $CH_4$  and NMVOCs
  - Direct pollution at home, indirect pollution at electricity and heat generation production plants
  - EU27+UK, Spain, Italy, UK and Poland
  - Total cost estimates (€/year): total annual emissions \* social cost estimates per emission



# Methodology

- Costs per fuel-technique combination:
  - contribution to total cost figures (% of total)
  - euro/GJ delivered: emissions factors \* social cost estimates per emission. To add context: translated into annual costs per (average) household
- Expected impact of switching to alternative fuel-technique options



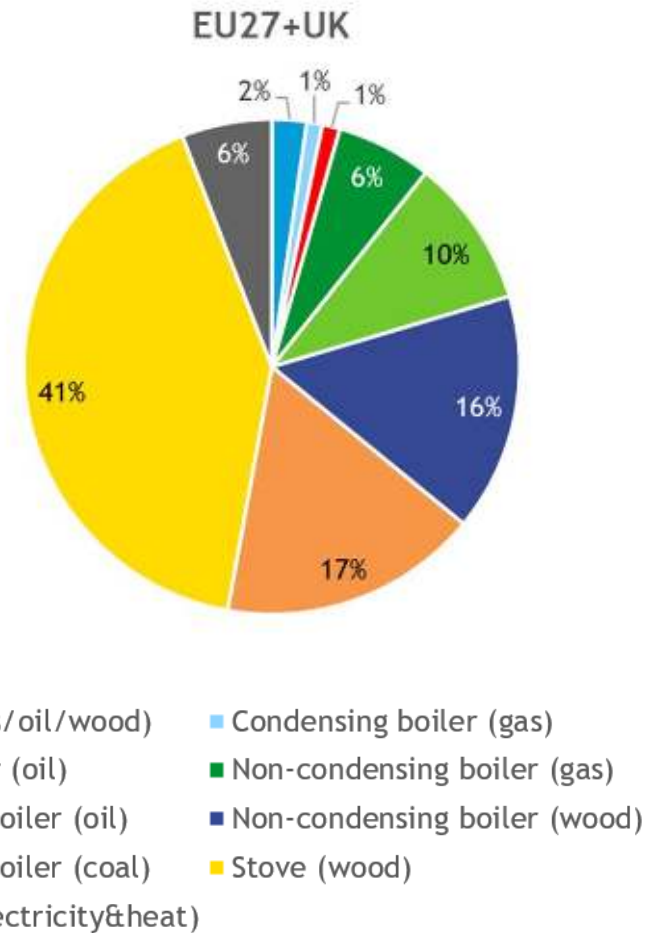
# Main results: total costs to society

- Total health-related social costs of residential heating and cooking in EU27+UK: € 29 billion or 0.2% of GDP (2018)
  - € 27 billion: direct pollution due to combustion at home
  - € 2 billion: indirect pollution at electricity/heat production sites

Country/region	Total health-related costs to society (billion €)
EU27+UK	29
Poland	3.3
Italy	4.7
Spain	1.2
UK	2.7

# Main results: differentiation

- Contributors to total health-related social costs in the EU27+UK:
  - wood stoves (41%)
  - coal boilers (17%)
- National results illustrate this:
  - coal boilers dominant in Poland
  - wood-based techniques in Italy, Spain and UK

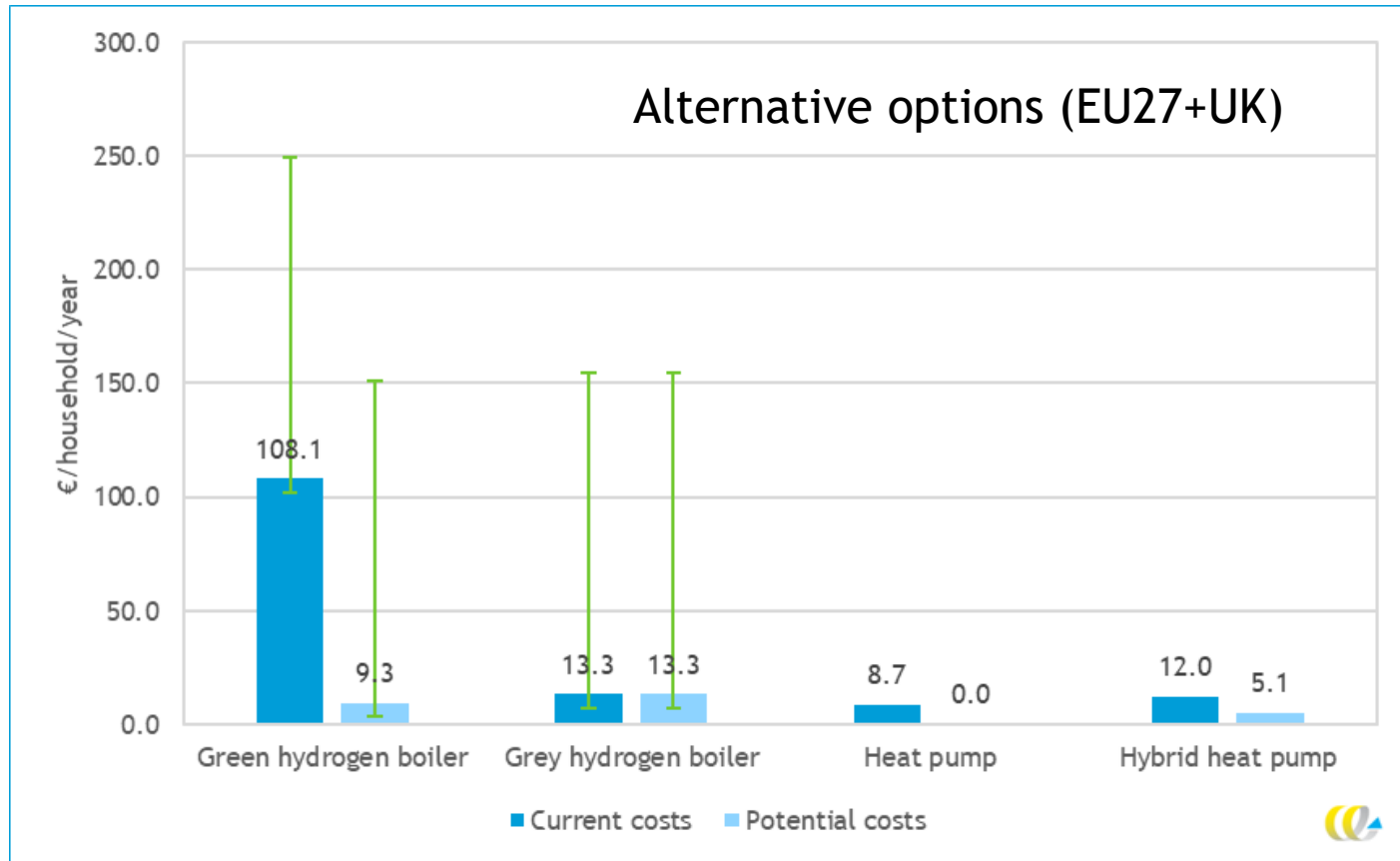




# Main results: per fuel-technique combination

- Costs to society per fuel-technique (annual €/hh):
  - coal boiler: € 1,200
  - wood stove: € 750
  - gas boilers: € 30
  - heat pumps: € 10
- Costs can be reduced by:
  - alternative fuel-technique combinations
  - greener electricity and heat production
- To compare: rough and indicative estimate of annual social costs diesel car: € 210

# Main results: alternative heating options



## Further research

- Underestimation of health-related social costs: based on outdoor pollution only
  - Indoor pollution:
    - impact depends on many factors (ventilation, space, time spend indoor)
    - method and data needed for quantifying *additional* impact
- further research needed



# Questions?

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