

3<sup>rd</sup> International Conference on Sustainable, Circular Management and Environmental Engineering

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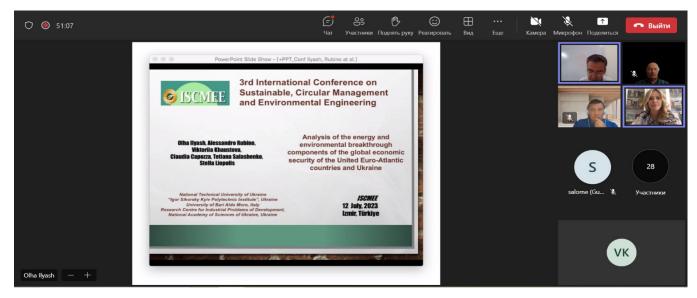
Науковці Науково-дослідного центру індустріальних проблем розвитку — директор, докт. екон. наук, професор Вікторія ХАУСТОВА, головний наук. співробітник, чл.-кор. НАНУ Микола КИЗИМ, старший науковий співробітник, канд. екон. наук Тетяна САЛАШЕНКО, завідувач відділом, канд. екон. наук Володимир ШПІЛЄВСЬКИЙ, взяли участь у роботі 3rd International Conference on Sustainable, Circular Management and Environmental Engineering (ISCMEE 2023, <a href="https://iscmee.eu-science.com/">https://iscmee.eu-science.com/</a>), що відбулася 12 липня 2023 року на базі Yasar University (Izmir, Türkiye).



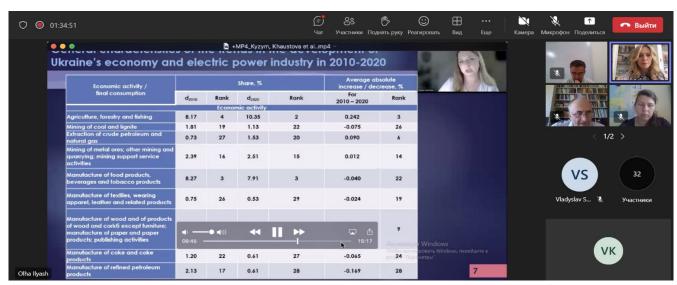
На конференції представили доповіді, присвячені проблемам сталого розвитку, циркулярної економіки, енергетики, навколишнього середовища та ін. актуальних проблем, науковці з Туреччини, Італії, України, Індії, Болгарії, Грузії та інших країн світу.

Науковці **Науково-дослідного центру індустріальних проблем розвитку НАН України** представили разом зі своїми колегами з інших установ дві доповіді:

← Olha Ilyash, Alessandro Rubino, Viktoriia Khaustova, Claudia Capozza, Tetiana Salashenko, and Stella Liopolis. Analysis of the energy and environmental breakthrough components of the global economic security of the United Euro-Atlantic countries and Ukraine;



→ Mykola Kyzym, Viktoriia Khaustova, Volodymyr Shpilevskiy, Tetiana Salashenko, Svitlana Hrynkevych, and Oksana Kruchinina. Consistency of Trends in the Economic and Energy Development of Ukraine: Assessment and Analysis.



Також Вікторія Хаустова також взяла участь в роботі наукового комітету конференції.



Передбачено, що матеріали Міжнародної конференції будуть опубліковані в **cepiï IOP: Earth and Environmental Science** (Online ISSN: 1755-1315, Print ISSN: 1755-1307) та подані до **Scopus (Elsevier)** для індексації.

# CONSISTENCY OF TRENDS IN THE ECONOMIC AND ENERGY DEVELOPMENT OF UKRAINE: ASSESSMENT AND ANALYSIS

MYKOLA KYZYM, VIKTORIIA KHAUSTOVA, VOLODYMYR SHPILEVSKIY, TETIANA SALASHENKO, SVITLANA HRYNKEVYCH AND OKSANA KRUCHININA

#### Methodological approach to assessing the consistency of trends and structural changes in the economy and electric power industry of Ukraine

Assessment of the consistency of Characteristics of Characteristics of structural changes in the economy structural changes in the structural changes in and electric power industry by the energy sector (dependent the economy (dominant criteria of coincidence of trends system) system) and balance of structural changes Consistency of trends in Structural changes in the Structural changes in the structural changes in the energy sector due to capacities economy due to grouping resource / commodity chain and production, by types of by energy intensity of the electric power electric power generation (energy consumption) industry (electric power production) Consistency of trends of Structural changes in the Structural changes in the structural changes in the energy sector due to capacities economy due to grouping production / consumption and production, by flexibility by production process type chain of the electric power types (range of generation (load range in the grid) industry capacity flexibility) Structural changes in the Consistency of trends in Structural changes in the economy due to EAs structural changes in the energy sector due to electricity (demand) electricity market conditions consumption (supply) General assessment (characteristics) of the consistency of trends and structural changes in the country's economy and electric power industry

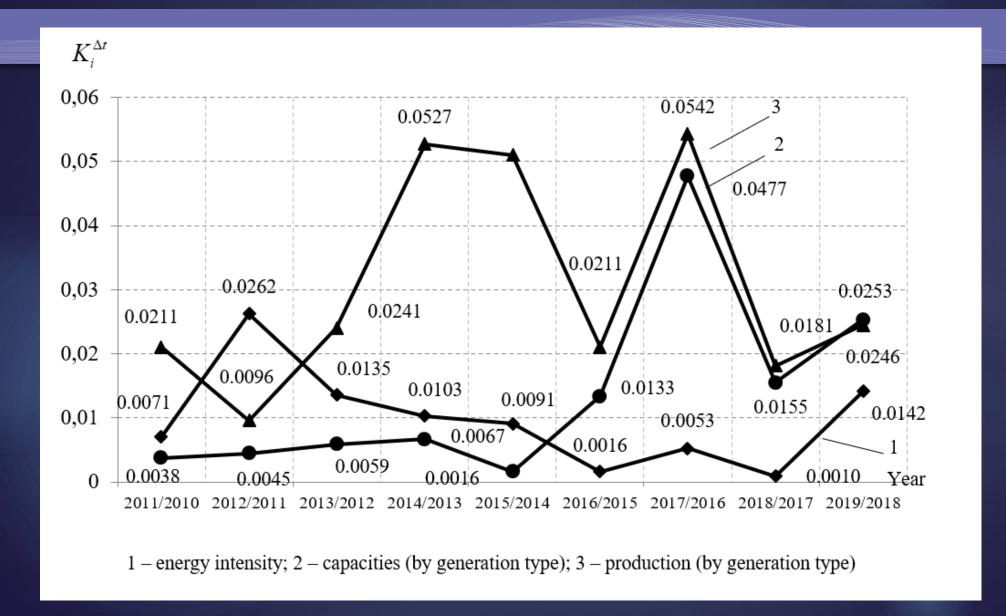
#### Assessment of structural change by energy intensity level of EA in the economy of Ukraine

Magnitude and direction of the structural change of the ith group in terms of level of energy intensity of EAs in Ukraine's economy for the  $\Delta$ -th period ( $I_i^{\Delta t}$ ):  $I_i^{\Delta t} = \frac{d_i^{t^2} - d_i^{t^1}}{d_i^{t^1}}$ , where  $d_i^{t^1}$  i  $d_i^{t^2}$  are the share of the *i-th* EA group in terms of energy intensity in the country's economy in the base (t1) and reporting (t2) periods, respectively.

General characteristics of the direction of trends in the development of Ukraine's economy and electric power industry, 2010-2020 (NPP – nuclear power plant, TPP – thermal power plant, HPP – hydropower plant, RES – renewable energy sources)

Generation source		Sho	increase / decrease, %										
	d <sub>2010</sub>	Rank	d <sub>2020</sub>	Rank	For 2010 – 2020	Rank							
	Energy intensity level												
High energy intensive 26.75 2 21.98 2 -0.38 3													
Average energy intensive	14.08	3	13.81	3	-0.03	2							
Low energy intensive	59.17	1	64.21	1	0.41	1							
	Capacities (by generation types)												
NPP	25.27	2	26.89	2	0.18	3							
TPP	64.47	1	54.66	1	-1.09	4							
НРР	10.07	3	12.30	3	0.25	2							
RES	0.19	4	6.15	4	0.66	1							
		Productio	n (by generatior	types)									
NPP	47.20	1	55.20	1	0.89	1							
TPP	45.77	2	36.57	2	-1.02	4							
HPP	6.98	3	5.46	3	-0.17	3							
RES	0.05	4	2.77	4	0.30	2							

### Behavior of composite indices of structural changes in Ukraine's economy and electric power industry due to EA energy intensity



### Calculation of linear correlation coefficients for composite indices of structural changes in Ukraine's economy and electric power industry, 2010-2020

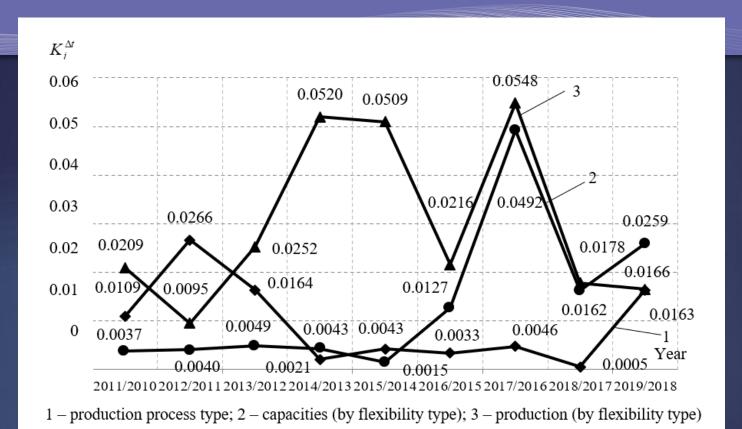
			Economy		Electric power industry							
Indicators		Energy intensity	Type of production process	Economic activities	Capacities (flexibility type)	Production (flexibility type)	Capacities (generation type)	Production (generation type)	Final consumption			
	Energy intensity	1.0000	0.8951	0.9233	-0.2958	-0.3000	-0.2911	-0.2751	0.4688			
onomy	Type of production process	0.8951	1.0000	0.6866	-0.1952	-0.5849	-0.2024	-0.5642	0.2882			
Ē	Economic activities	0.9233	0.6866	1.0000	-0.4007	-0.0397	-0.3961	-0.0108	0.5829			
stry	Capacities (flexibility type)	-0.2958	-0.1952	-0.4007	1.0000	0.2585	0.9986	0.3026	-0.2827			
er industry	Production (flexibility type)	-0.3000	-0.5849	-0.0397	0.2585	1.0000	0.2790	0.9877	0.3158			
bowe	Capacities (generation type)	-0.2911	-0.2024	-0.3961	0.9986	0.2790	1.0000	0.3233	-0.2865			
Electric	Production (generation type)	-0.2751	-0.5642	-0.0108	0.3026	0.9877	0.3233	1.0000	0.2806			
FIE	Final consumption	0.4688	0.2882	0.5829	-0.2827	0.3158	-0.2865	0.2806	1.0000			

The relationship between structural changes in the economy, regarding EA energy intensity, and in the capacities and production of electric power, regarding types of electric power generation: economy – electric power industry capacities (-0.2911) – weak and negative (inconsistency); economy – electric power production (-0.2751) – weak negative (inconsistency); electric power industry capacities – electric power production (0.3233) – moderate positive (inconsistency).

### General characteristics of trends in the development of Ukraine's economy and electric power industry in 2010-2020

Characteristics			Average absolute increase / decrease, %					
	d <sub>2010</sub>	Rank	d <sub>2020</sub>	Rank	For 2010 – 2020	Rank		
Type of production process								
Continuous	32.26	2	27.17	2	-0.55	2		
Discrete	67.84		72.83	1	0.55	1		
		Car	pacities (flexi	bility type)				
Non-flexible	25.27	2	26.89	2	0.18	2		
Semi-flexible	64.47	1	54.66	1	-1.09	3		
Flexible	10.26	3	18.45	3	0.91	1		
		Proc	duction (flexi	bility type)				
Non-flexible			55.20	1	0.89	1		
Semi-flexible	45.77	2	36.57	2	-1.02	3		
Flexible	7.04	3	8.23	3	0.13	2		

## Behavior of composite indices of structural changes in Ukraine's economy and electric power industry due to types of EA production process



The relationship between the structural changes in the economy, in terms of type of EA production process, and in the capacities and production of the electric power industry, in terms of power generation, by flexibility type, can be characterized as follows: economy – electric power industry capacities (-0.1952) – weak negative (inconsistency); economy – electric power production (-0.5849) – significant negative (consistency); electric power industry capacities – electric power production (0.2585) – weak positive (inconsistency).

### General characteristics of the trends in the development of Ukraine's economy and electric power industry in 2010-2020

Economic activity /			Share, %	Average absolute increase / decrease, %		
final consumption	d <sub>2010</sub>	Rank	d <sub>2020</sub>	Rank	For 2010 – 2020	Rank
		Econon	nic activity			
Agriculture, forestry and fishing	8.17	4	10.35	2	0.242	3
Mining of coal and lignite	1.81	19	1.13	22	-0.075	26
Extraction of crude petroleum and natural gas	0.73	27	1.53	20	0.090	6
Mining of metal ores; other mining and quarrying; mining support service activities	2.39	16	2.51	15	0.012	14
Manufacture of food products, beverages and tobacco products	8.27	3	7.91	3	-0.040	22
Manufacture of textiles, wearing apparel, leather and related products	0.75	26	0.53	29	-0.024	19
Manufacture of wood and of products of wood and cork6 except furniture; manufacture of paper and paper products; publishing activities	1.76	20	2.12	18	0.040	9
Manufacture of coke and coke products	1.20	22	0.61	27	-0.065	24
Manufacture of refined petroleum products	2.13	17	0.61	28	-0.169	28

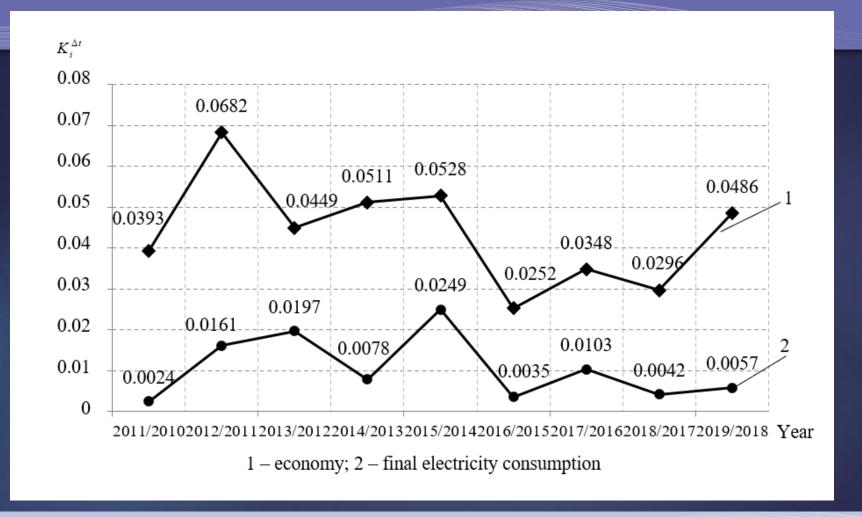
### General characteristics of the trends in the development of Ukraine's economy and electric power industry in 2010-2020

Manufacture of refined petroleum products	2.13	17	0.61	28	-0.169	28
Manufacture of chemicals and chemical products	2.87	13	2.52	14	-0.039	21
Manufacture of other non-metallic mineral products	1.34	21	1.67	19	0.037	12
Manufacture of basic metals and manufacture of fabricated metal products	9.36	2	5.92	6	-0.382	31
Mechanical engineering	5.49	6	2.93	12	-0.285	30
Other manufacturing	0.85	24	1.31	21	0.051	8
Electricity, gas, steam and air conditioning supply	4.07	8	4.83	7	0.084	7
Water supply; sewerage, waste management and remediation activities	0.65	28	0.64	26	-0.001	15
Construction	4.14	7	6.82	5	0.298	1
Wholesale and retail trade; repair of motor vehicles and motorcycles	12.29	1	12.63	1	0.038	10
Transportation and storage	6.95	5	6.87	4	-0.009	17
Postal activities and telecommunications	1.82	18	1.00	23	-0.091	27
Accommodation and food service activities	0.95	23	0.84	24	-0.011	18
Financial and insurance activities	3.99	9	2.19	17	-0.200	29
Real estate activities	3.82	10	4.06	10	0.027	13

### General characteristics of the trends in the development of Ukraine's economy and electric power industry in 2010-2020

Renting and leasing of machinery and equipment; renting and leasing of personal and household goods; legal and accounting activities, engineering, business services	2.72	14	4.51	8	0.199	4
Computer programming, consultancy and related activities	0.61	29	3.04	11	0.270	2
Scientific research and development	0.47	30	0.41	31	-0.007	16
Public administration and defence; compulsory social security	3.05	12	4.22	9	0.130	5
Education	3.51	11	2.90	13	-0.069	25
Human health and social work activities	2.69	15	2.21	16	-0.054	23
Arts, sports, entertainment and recreation	0.78	25	0.47	30	-0.034	20
Other service activities	0.38	31	0.72	25	0.038	11
	Fin	al consumpt	ion			
Economy (except the utilities sector)	57.9	1	51.9	1	-0.66	4
Utilities sector	12.4	3	12.5	3	0.01	3
Population	25.5	2	29.3	2	0.42	1
Other household consumers	4.2	4	6.2	4	0.22	2

### Behavior of composite indices of structural changes in Ukraine's economy and final electricity consumption



The relationship between structural changes in the economy, regarding changes in the structure of EAs, and in the final consumption of electricity, by consumer groups: economy – final consumption of electricity (0.5829) – significant positive (consistency)

## General assessment (characteristics) of the consistency of trends and structural changes in Ukraine's economy and electric power industry, 2010-2020

				Electric power industry										
			Direction of trend changes in the economy	Baseload power structure				Flex	Flexible generation structure				Final electricity	
Features of the economic and energy systems		rection stems			installed electric power capacities generation		installed capacities		electric power generation		consumption			
				trend	change	trend	change	trend	change	trend	change	trend	change	
	Direction of trend changes in the energy sector			NSC		DC		NSC		DC		DC		
	Energy intensity level of EAs	trend	DC	INC		С		INC		С		С		
<b> </b>		change			INC		INC							
Economy	Structure of consumption by type (mode of energy consumption) of the	trend	DC	INC		С		INC		INC		С		
Ŭ	EA production process	change							INC		С			
	Structure of the economy by EAs	trend	DC	INC		С		INC		С		С		
	Structure of the economy by EAs	change											С	

Note: INC – inconsistency, C – consistency, NSC – no significant changes, DC – decrease

