

## Modelling Technological Innovation Systems: A hybrid model

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# **TIS framework**



#### Technological Innovation Systems framework

TIS framework: useful for assessing the development of sustainable transitions

#### Two approaches

- 1. Structural
- 2. Functional



#### TIS framework: structural approach

- Three structures:
  - Technology
  - Actors and networks
  - Institutions
- Extension of TIS structures: building blocks Ortt & Kamp (2022)



#### TIS framework: structural approach

| TIS building block                 | TIS structure       |
|------------------------------------|---------------------|
| Product performance and quality    | Technology          |
| Production system                  | Technology          |
| Complementary products and         | Technology          |
| services                           |                     |
| Product price                      | Technology          |
| Network formation and coordination | Actors and networks |
| Customers                          | Actors and networks |
| Innovation-specific institutions   | Institutions        |

→ Static evaluation of TIS + identification of barriers



#### TIS framework: functional approach

- Key processes within a TIS
- Two main sets of functions
  - Hekkert et al. (2007)
  - Bergek et al. (2008)
- Edsand (2019):
  - Extended list by Hekkert et al. to context of developing countries
  - E.g. Entrepreneurial activity, resource mobilisation, knowledge development
  - → More dynamic evaluation of TIS



# 02

### The hybrid TIS model



#### Why a hybrid TIS model

What is the effect of the **structural barriers** on the diffusion of a new technology **over time**?

#### Structural approach

 Identification of structural barriers

#### Functional approach

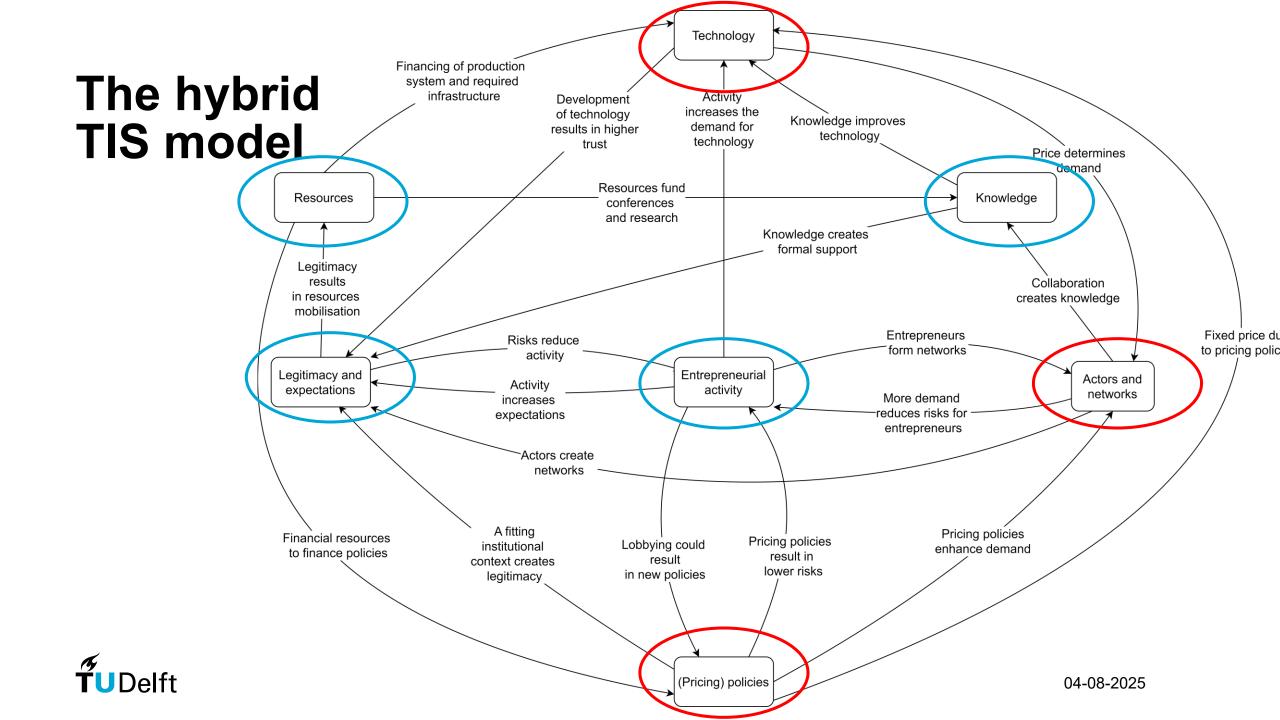
Assessment of TIS over time



#### Methodology

- Conceptual connection TIS structures and TIS functions → Hybrid TIS model
  - Review of TIS literature
  - Starting point: Walrave & Raven (2016)
  - Stock Flow Diagram





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- Conceptual connection TIS structures and TIS functions → Hybrid TIS model
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  - Starting point: Walrave & Raven (2016)
  - Stock Flow Diagram
- Application of the hybrid TIS model
  - Case study: LandFill Gas to Energy (LFGE) projects in Africa
  - System Dynamics modelling



## 03

### Application of the model: LFGE



#### Introduction to LFGE

- Waste to Energy technology
- Digestion of organic content → landfill gas (LFG)
- LFG collection → energy
- Benefits:
  - Reduced emissions
  - Improved power supply
  - Carbon credits

→ Uptake is low.



#### **Barriers to LFGE uptake**

| Barrier                             | TIS element                           | Structural/functional |
|-------------------------------------|---------------------------------------|-----------------------|
| Viability of the project            | Production system                     | Structural            |
| Funding                             | Production system                     | Structural            |
| Waste management                    | Complementary production and services | ts Structural         |
| Access to electricity grid          | Customers                             | Structural            |
| Lack of regulations on LFG handling | Innovation-specific institutions      | Structural            |
| Public landownership                | Entrepreneurial activity              | Functional            |
| Demand/availability of end users    | Customers                             | Structural            |



# SD modelling



#### SD model

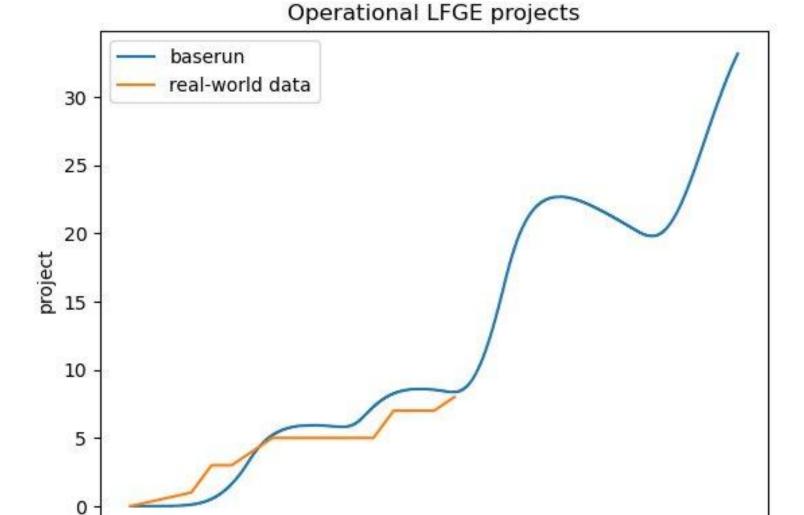
- Stocks:
  - TIS functions
  - TIS building blocks
- Empirical data:
  - Entrepreneurial activity → KPI
  - Economic and institutional components
- Other TIS components: S-curve

| Model parameter | Value       |
|-----------------|-------------|
| Start year      | 2005        |
| Duration        | 30 years    |
| Timestep        | 0.005 years |
| Integration     | Euler       |



#### **SD** model - Validation

 Behavioural reproduction test



2020

year

2025

2030

2035

2010

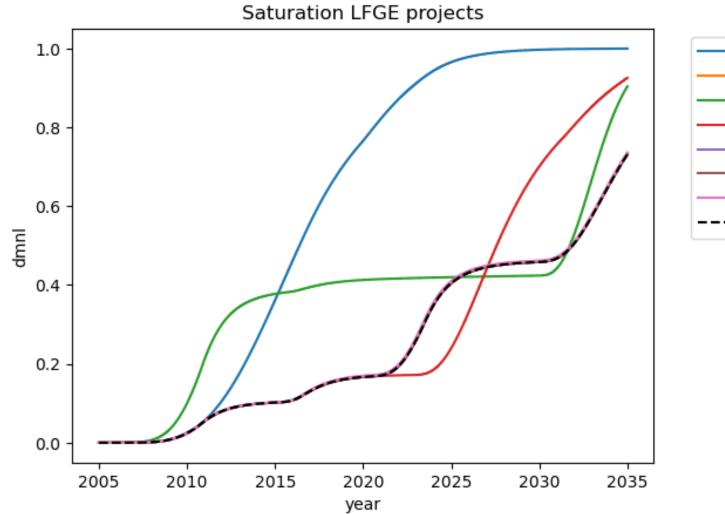
2005

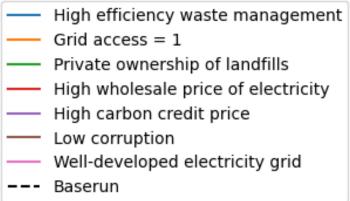
2015



Real-world data collected from Haya et al. (2024)

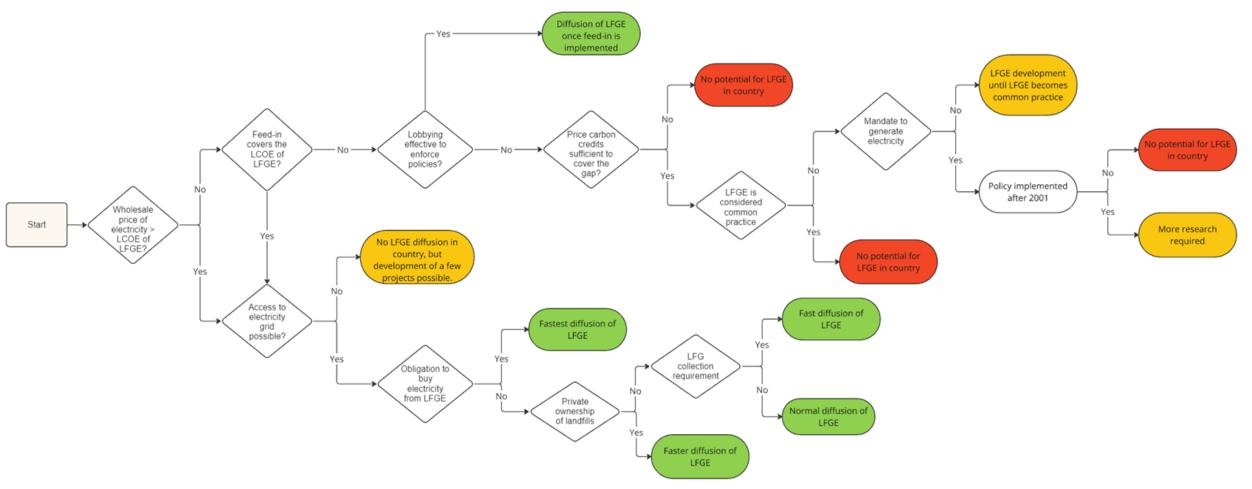
#### SD model - results







#### SD model - results





# 05

### Discussion and conclusion



#### **Discussion**

- Connection two approaches useful
  - Most barriers related to TIS structures
  - Relations found between TIS structures and TIS functions
- Model shows plausible results
  - Reproduction real-world data
- Allows for comparing barriers + assessing effect of policies
- Sensitivity to definition of TIS components
- Specific to developing countries



#### **Limitations and future work**

- Further test model
  - More case studies
- Extend the model
  - Include regime
  - Include outflows
  - Investigate different phases in TIS development



#### Conclusion

- Novel approach to investigate a TIS
- Assessing structural barriers over time
- Allows for policy testing
- Potential to contribute to effective resource allocation





#### Thank you!

#### References

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