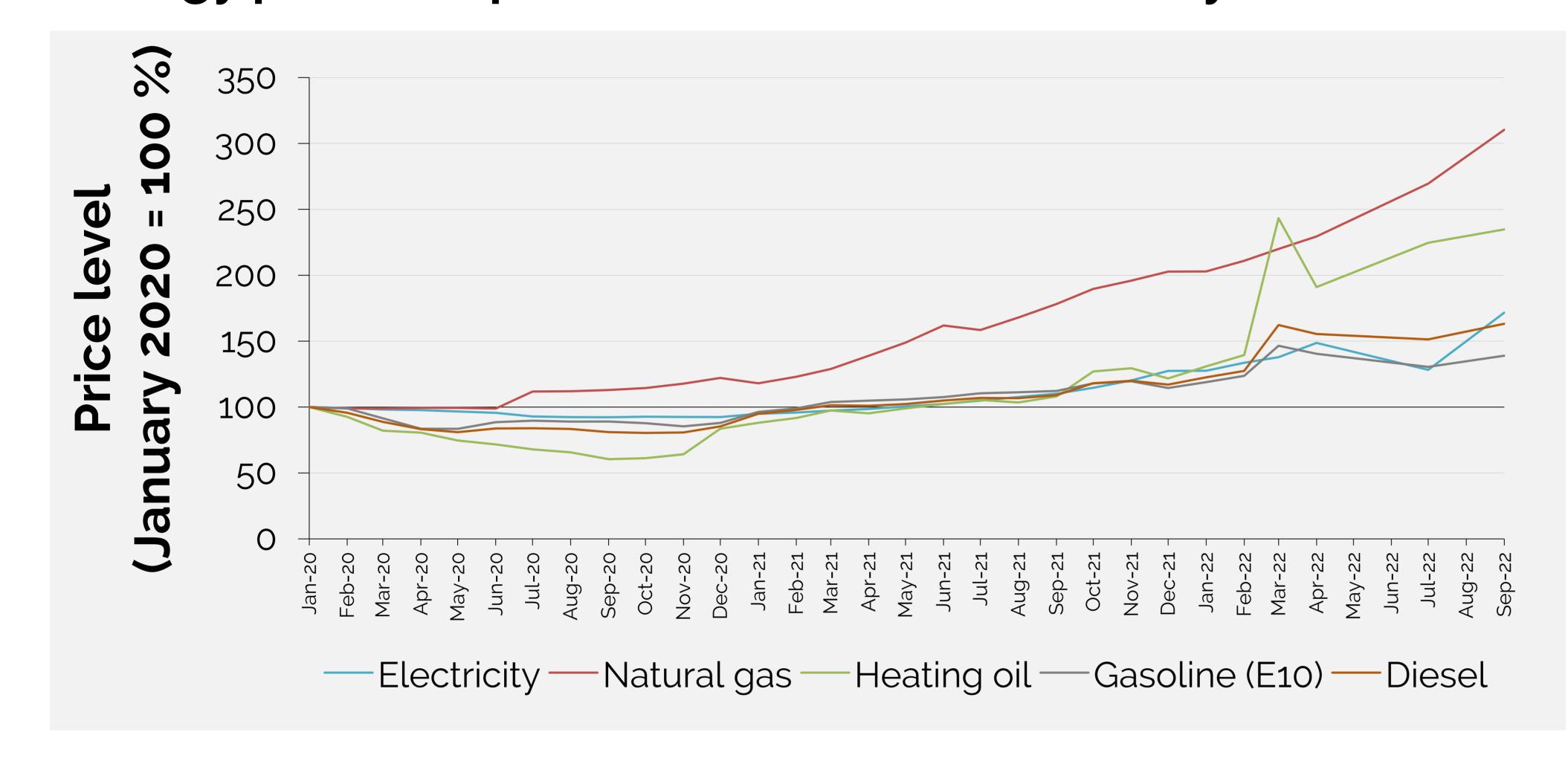




# Rising Energy Costs of Private Households: Analysis of Efficient Relief Measures for the Case of Germany

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## Energy prices for private households in Germany have risen sharply



#### **Motivation:**

Whereas households in Germany spent an average of around 7.0% of their income on energy (including car fuel) before the Corona crisis, this figure has now risen to 9.4%. Although the rise in energy prices significantly reduces the purchasing power of all private consumers, individual households are likely to be affected to different degrees.

#### Approach:

In our study, we examine the expected income and consumption effects for private households as a result of the (1) (price increases and (2) regulatory relief measures for the respective energy carriers electricity, natural gas, heating oil, gasoline, and diesel.

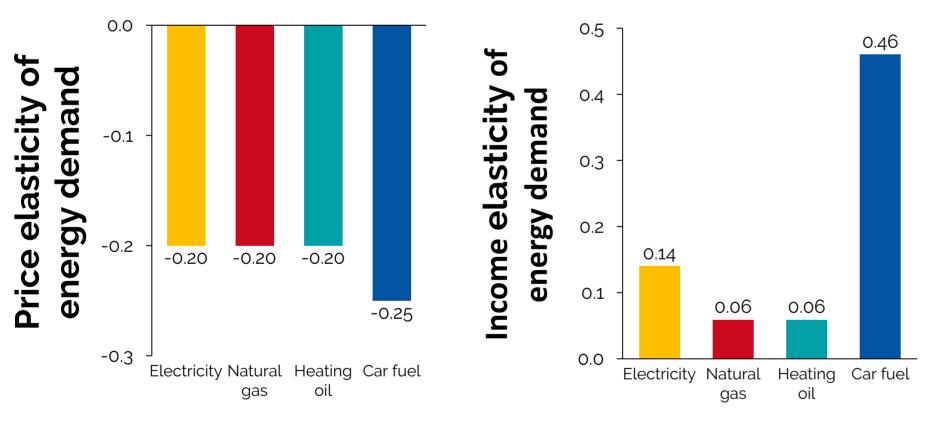
#### Household source data:

- Income and consumption sample of the German Research Data Center
- Quota-based micro survey
- More than 40,000 households

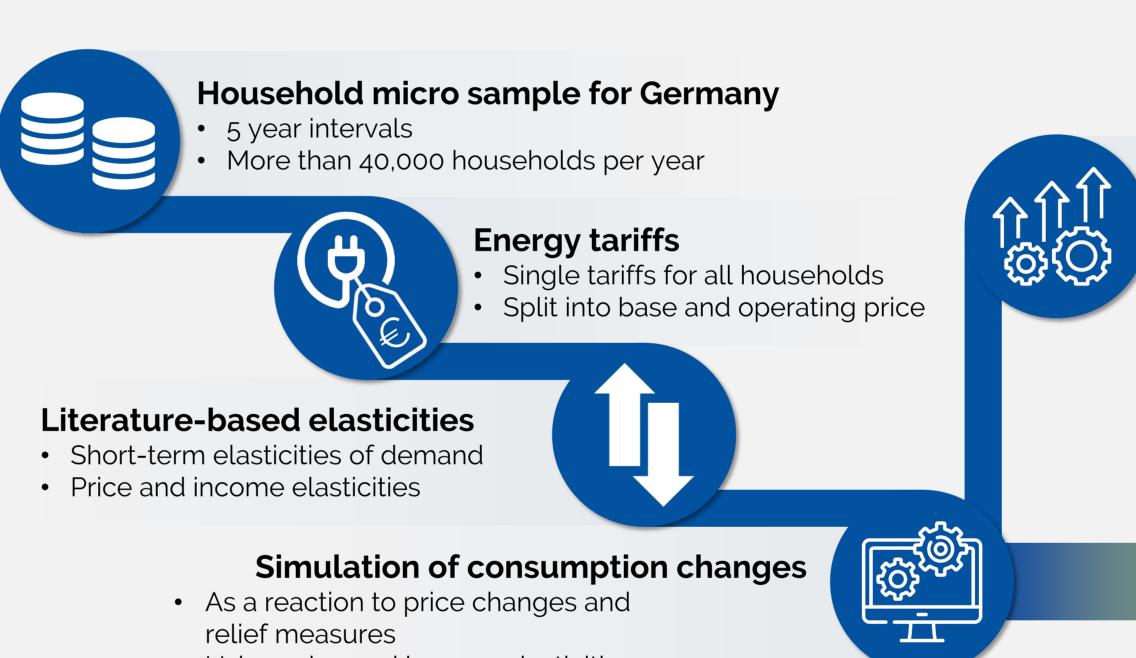
## Household energy price data:

 Extrapolation of procurement prices of energy suppliers based on the development of base futures over a period of one year.

## Price and income effects:



## Micro sample-based simulation of electricity consumption changes



Using price and income elasticities of demand



## EvaluationTotal cost of measure

**Definition of relief measures** 

Price discounts

Direct payments

(helicopter/targeted)

Minimum wage increases

# Fotal cost of measureEnergy consumptionPoverty

