# Some Perspectives on Climate Change Science and Policy

John Reilly

Joint Program on the Science and Policy of Global Change Massachusetts Institute of Technology



Kansas

http://globalchange.mit.edu/

Questions or comments?
Contact: John Reilly
jreilly@mit.edu

#### Vision and Overview



We explore the interplay between our global environment, economy and human activities, and the potential impact of policies intended to stabilize these relationships.

We're Supported by an International consortium of 41 major companies, 8 USA Federal Agencies and a Foundation.

**Our Goals:** 

Discover new interactions among natural and human climate system components

Objectively assess uncertainty in economic and climate projections

Critically and quantitatively analyze environmental management and policy proposals

Understand connections to other science and policy issues (e.g. air pollution)

Verify national
emission reports by
combining GHG measurements
and ES models to estimate



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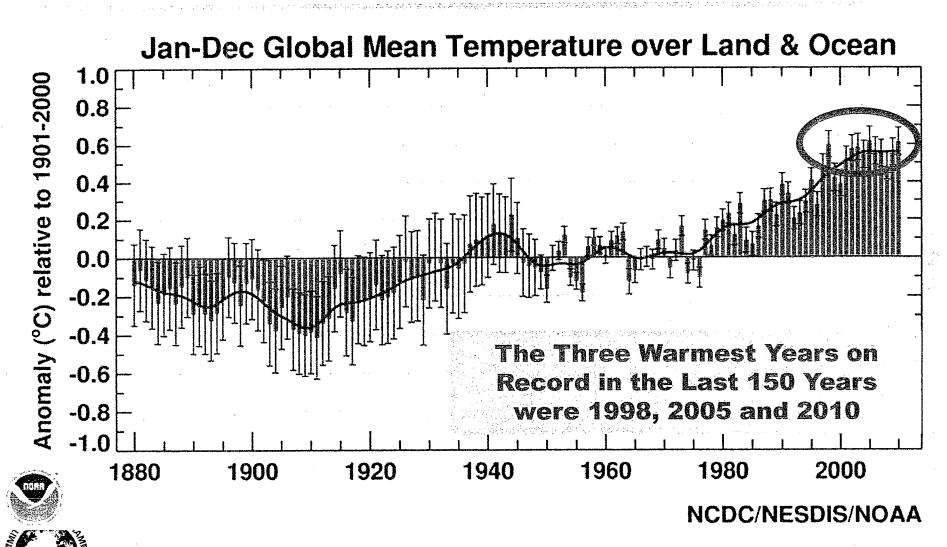
**U.S.** National Science Foundation [NSF]



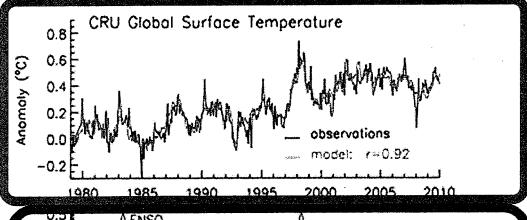
#### **How Did Temperatures Evolve Over the past 150 Years?**

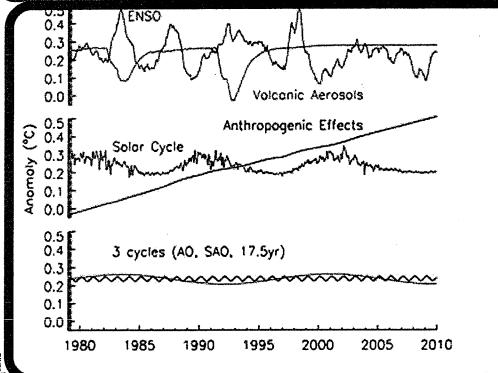
Global annual surface air temperature anomaly (relative to 1901-2000 average)

as estimated from observations by NOAA-NCDC.



# Attribution: What are the Relative Contributions to Climate Changes of Variability in Natural & Anthropogenic Effects?



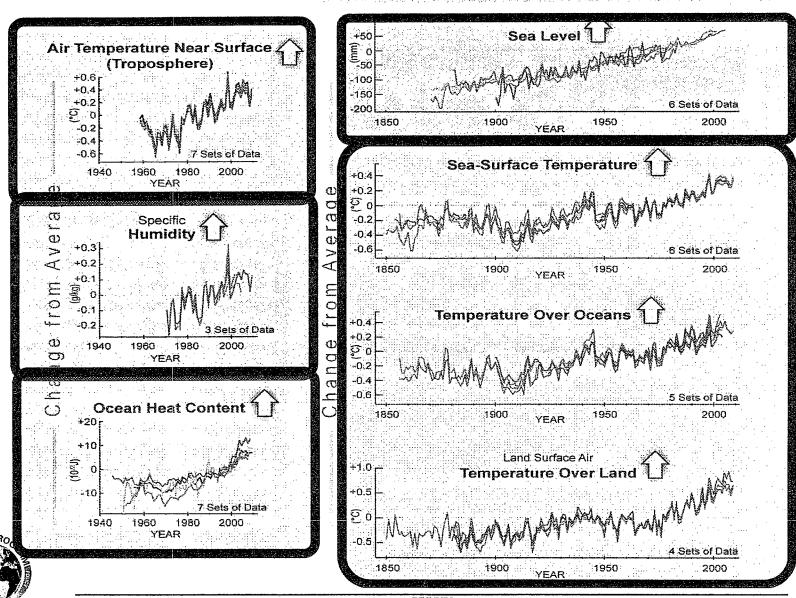


Compared in the top panel are monthly mean variations in the global temperature of the Earth's surface, from the Climatic Research Unit (CRU, black) and an empirical model (orange, following Lean and Rind [2009]) that combines four primary influences and three minor cycles.

These influences & cycles are shown individually in the lower panels. The temperature record has sufficient fidelity that after removing the four primary effects, namely ENSO (purple) at three different lags, volcanic aerosols (blue) at two different lags, solar irradiance (green), and anthropogenic effects (red), minor cycles identifiable as annual (AO, black), semi-annual (SAO, yellow), and 17.5 year oscillations (pink) are evident in the residuals (bottom panel).

Ref:Kopp & Lean, GRL, 2011.

# There are now Multiple Indicators of Warming Global Climate: Indicators with Positive Trends\*

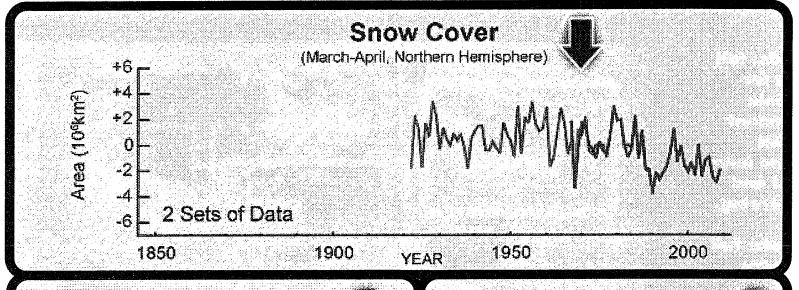


Courtesy of Tom Karl. Director. National Climate Data Center. NOAA Arndt, D. S., M. O. Baringer, and M. R. Johnson. Eds., 2010: State of the Climate in 2009. Bull. Amer. Meteor. Soc., 91

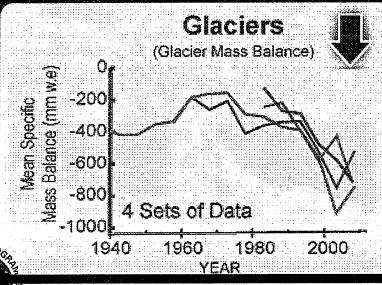
> (7), S1-S224

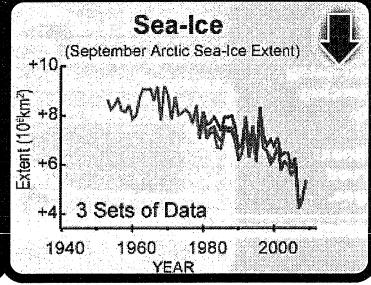
GLOBAL CHANGE

## There are now Multiple Indicators of Warming Global Climate: Indicators with Downward Trends\*



Courtesy
of
Tom Karl,
Director,
National
Climate
Data
Center,
NOAA





Arndt, D.
S., M. O.
Baringer,
and M. R.
Johnson,
Eds., 2010:
State of
the
Climate in
2009. Bull.
Amer.
Meteor.
Soc., 91
(7), S1S224

MIT Environmental Research Council

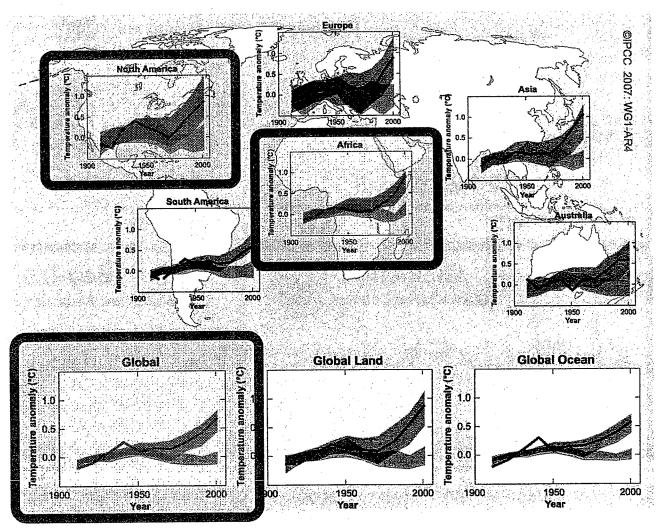


# Attribution Problem: What are the Relative Roles of Human & Natural Processes in Driving the Observed Global & Continental Temperature Change from 1906 to 2005?

Red bands: full range for multiple independent model simulations using natural and human forcing.

Blue bands: full range for multiple independent model simulations using natural forcing only.

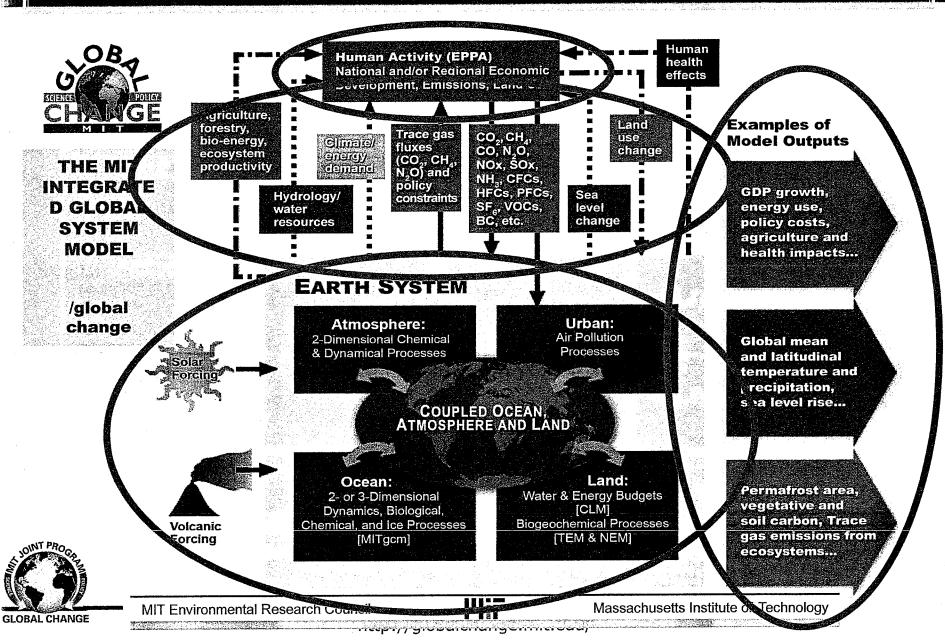
Black lines: observed changes.





Ref: D. Fahey, adapted from IPCC 4th Assessment, Summary for Policymakers, Feb. 2, 2007

#### Forecasting Climate Requires Coupling the Uncertain Human and Natural Processes Involved



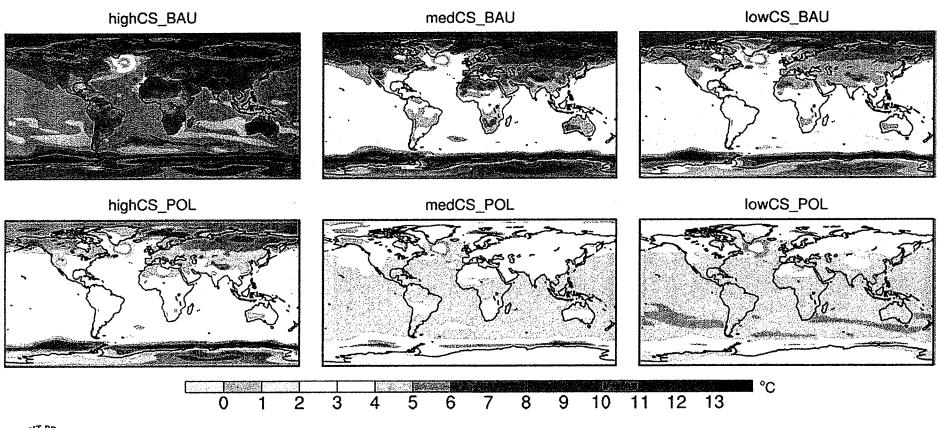
# What are the Odds of Global Average Surface Air Warming from 1981-2000 to 2091-2100 Exceeding Certain Thresholds for a Range of Policy Scenarios

	$\Delta T > 2^{\circ}C$ values in red relative to 1860 or pre-industrial)	ΔT > 4°C	$\Delta T > 6$ °C
No Policy at 1400ppm CO2e	100% (100%)	85%	25%
Stabilize at 900ppm CO2e (L4)	100% (100%)	25%	0.25%
Stabilize at 790ppm CO2e (L3)	97% (100%)	7%	< 0.25%
Stabilize at 660ppm CO2e (L2)	80% (97%)	0.25%	< 0.25%
Stabilize at 550ppm CO2e (L1)	25% (80%)	< 0.25%	< 0.25%

Ref: Sokolov et al, Journal of Climate, 2009; Webster et al, Climatic Change, 2011

#### Range of climate outcomes, one GCM with varied climate sensitivty

Temperature 2080-2099 relative to 1980-1999 (in  $^{\circ}$ C)





### Climate Simulations

# Precipitation 2080-2099 relative to 1980-1999 (in mm/day)

medCS\_BAU lowCS\_BAU highCS\_BAU highCS\_POL medCS\_POL lowCS\_POL mm/day 1.2 0.4 -1.2 -0.8 -0.40.8

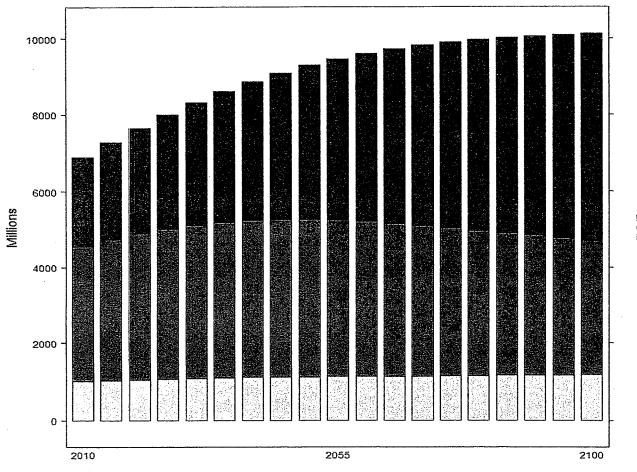


#### Where is the world headed?

- Projections of energy mix and impacts on the climate.
- One emission scenario, three climate sensitivity scenarios.
- Reflects Copenhagen/Durban Accord pledges for 2020.
- Keeps 2020 goals afterwards with no additional policy.



### **UN Global Population Projections**

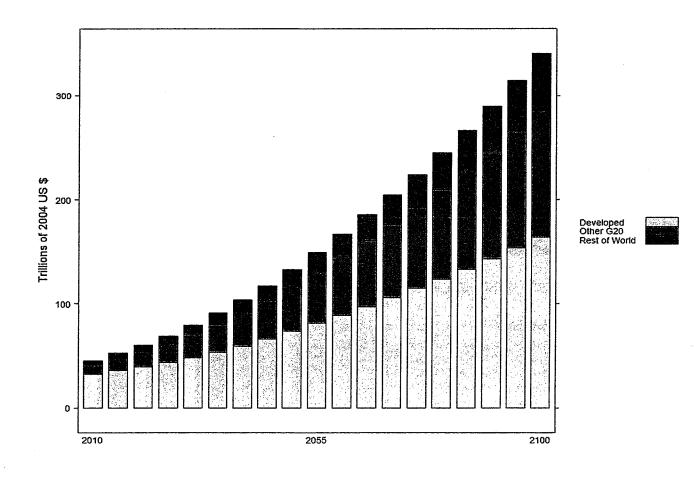


Developed Other G20 Rest of World





### World GDP





### Global Energy Use

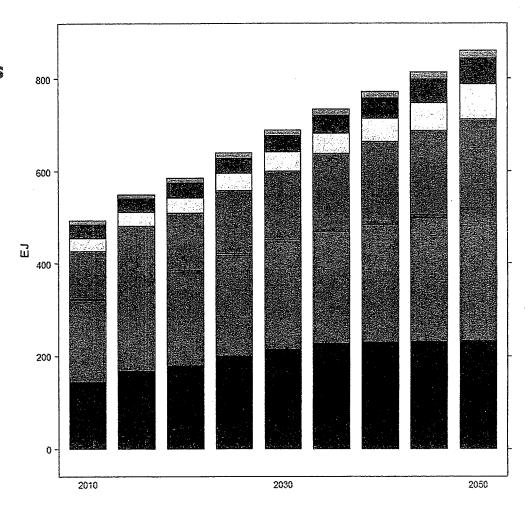
Coal levels off

Larger role of natural gas and oil

Renewables increase 2.5 times by 2050

We have not forced renewables by RPS or other mandates

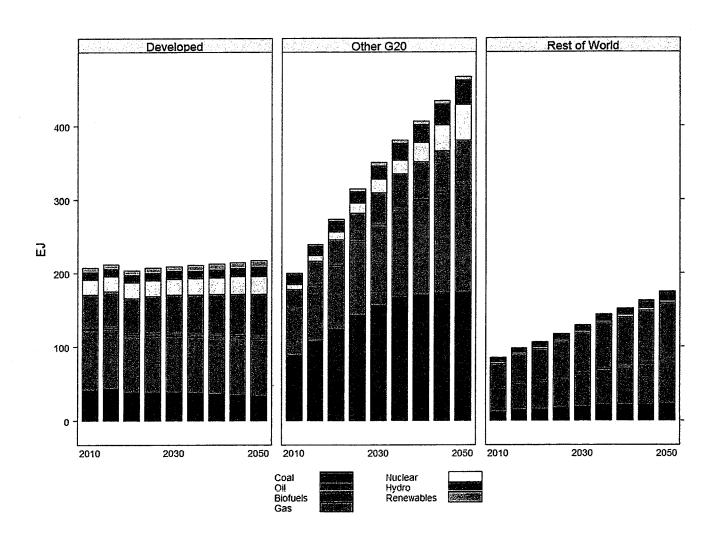
Some nuclear power growth







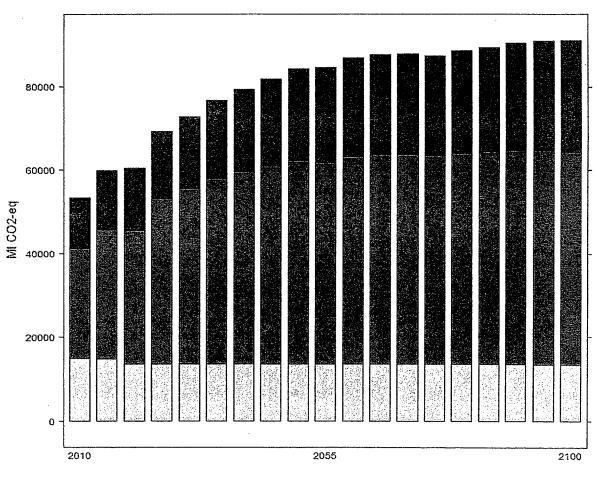
### Energy Use by Major Group





### Fossil CO<sub>2</sub> Emissions by Major Group

Other G20 regions grow even with intensity targets in China and India





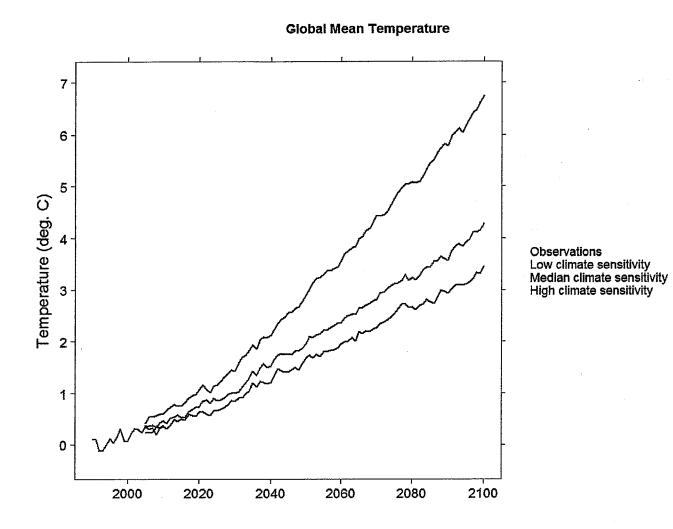




### Temperature Increase

Global average surface temperature change relative to 2000

Black line - observations





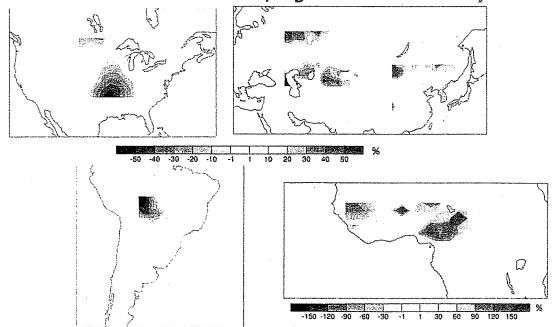
#### Risks to Food Production in the World's Breadbaskets

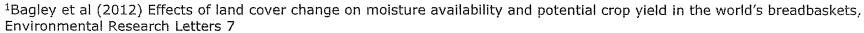
Objective: Assess risks to food production in the world's breadbaskets.

**Approach:** Develop a risk-based approach to evaluate changes in crop yields: (1) Identify the world's "breadbaskets" as in Bagley et al (2012)<sup>1</sup> (2) Simulate an ensemble of climate scenarios representing climate and policy uncertainties using the method of Monier et al (2012),<sup>2</sup> and (3) Simulate changes in crop yields for breadbasket regions using a crop model developed for the IGSM in Gueneau et al (2012).<sup>3</sup>

Impact: Preliminary results show lower yields toward the equator, and higher yields pole-ward, except in western Africa where the yield gradient goes from west to east. Results also show large increases in variability of yield in North America, with less clear effects on variability in other regions.

Here we show the no-mitigation, high climate sensitivity scenario, with adaptation including adjustments for planting date and crop choice. Predicted Change (%) in Potential Yields for each Breadbasket 2080-2099 relative to 1980-1999, high climate sensitivity scenario





<sup>3</sup>Gueneau et al (2012) CLM-AG: An Agriculture Module for the Community Land Model version 3.5, MIT Joint Program Report 229.



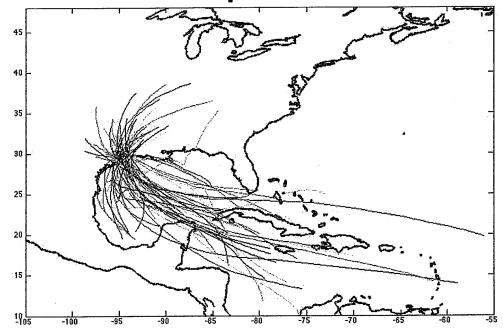
#### Risks to Coastal Infrastructure

**Objective:** Evaluate optimal level of coastal protection for energy infrastructure given uncertainty in changes in sea level rise and tropical storms.

**Approach:** The work of Emanuel et al<sup>1,2</sup> is used to develop a model to project tropical storm tracks and intensity for the U.S. Gulf region. Combined with a model of storm surge and estimates of potential sea level rise (Katsman et al., 2011<sup>3</sup>; Nicholls et al., 2010<sup>4</sup>) the analysis projects flood risks to infrastructure. A dynamic programming model of decision-making under uncertainty evaluates optimal levels of protection.

50 sample hurricane tracks

Results: Shown here are a sample of 50 simulated hurricane paths that would affect the target location. The approach allows the estimation of the likelihood of storms of varying intensity striking any particular location. With this information, a risk-based assessment of adaptation is possible. The initial application focuses on an existing refinery in the U.S. Gulf.



<sup>1</sup>Emanuel, et al., 2006: A statistical deterministic approach to hurricane risk assessment. B. Am. Met. Soc., 87(3): 299–314. <sup>2</sup>Emanuel, et al., 2008: Hurricanes and global warming. B. of the Am. Met. Society 89: 347–367.

<sup>3</sup>Katsman, et al., 2011: Exploring high-end scenarios for local sea level rise to develop flood protection strategies for a low-lying delta: the Netherlands as an example. Climatic change, 109(3): 617–645.

<sup>4</sup>Nicholls, and Cazenave, 2010: Sea-level rise and its impact on coastal zones. Science, 328(5985): 1517–1520.

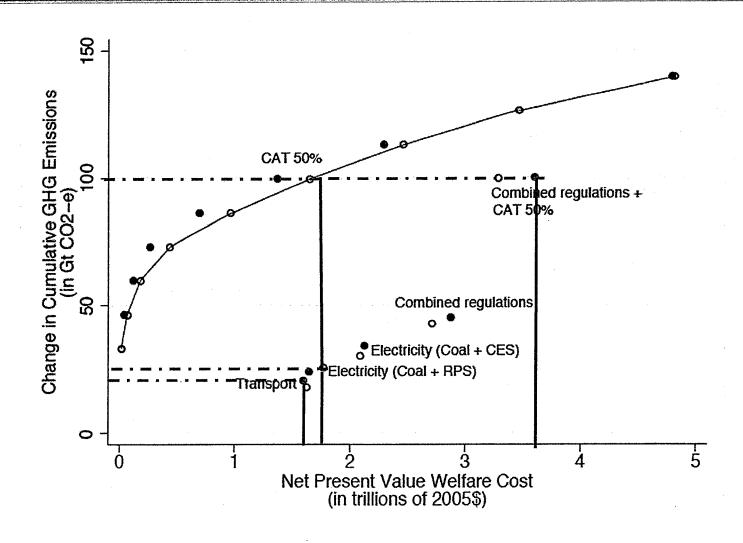


### **Policy Options**

- Cap and Trade
- Carbon tax
- Regulatory approaches;
  - Technology tax incentives (e.g. Investment tax credits)
  - Performance requirements (e.g. CAFE standards)
  - Requirements (e.g. Renewable Portfolio Standards)
  - Best available technology (Appliance standards, building codes)



#### Many popular policy approaches are inefficient

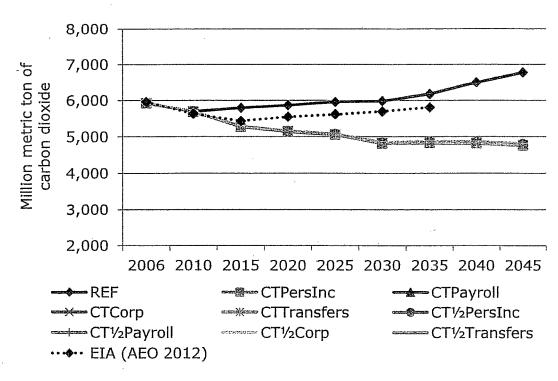




From: S. Rausch & V. Karplus: Markets versus Regulation: The Efficiency and Distributional Impacts of U.S. Climate Policy Proposals, Energy Economics, forthcoming

# Effects of A Carbon Tax in the US: Different uses of tax revenue

 Carbon tax case: \$20/ton starting in 2013, rising at 4% real after CBO analysis of a year ago. [About \$85 real in 2050]



- Many different cases of how revenue from the tax is used (defined later)
- Here main point is all lead to almost the same emissions reduction.
- 14% reduction in 2020 from 2006, 20% by 2050

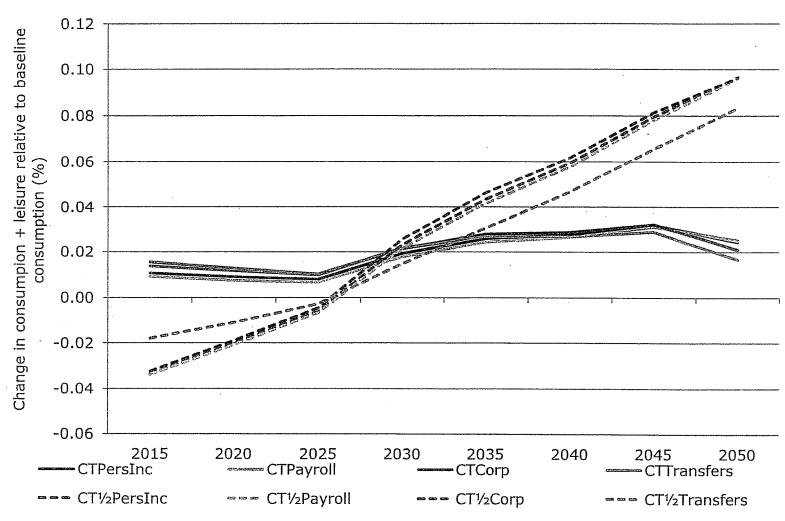


# Scenarios—cutting personal, corporate, or payroll taxes or funding social programs, w or w/o Investment credit

Name	Scenario
Ref	Current law with Bush tax cuts and payroll tax cuts expiring <sup>a</sup>
CTPersInc	Carbon tax <sup>b</sup> revenue used to reduce the personal income tax rates
CTCorp	Carbon tax revenue used to reduce corporate tax rates
CTPayroll	Carbon tax revenue used to reduce payroll taxes
CT½PersInc	As in CTPersInc but 1/2 of revenue diverted to investment
CT1/2Corp	As in CTCorp but ½ of revenue diverted to investment
CT1/2Payroll	As in CTPayroll but 1/2 of revenue diverted to investment
CTTransfers	Carbon tax revenue is used to increase transfer payments
CT1/2Transfers	As in CTTransfers but ½ of the revenue is diverted to investment

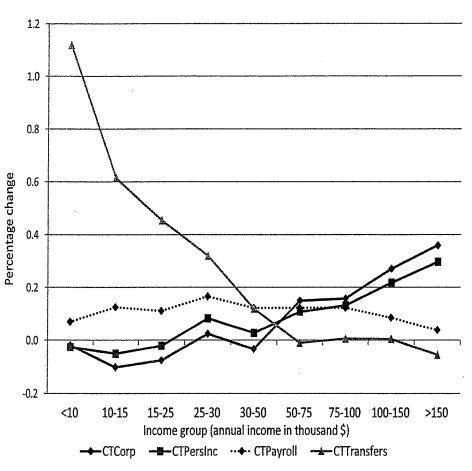


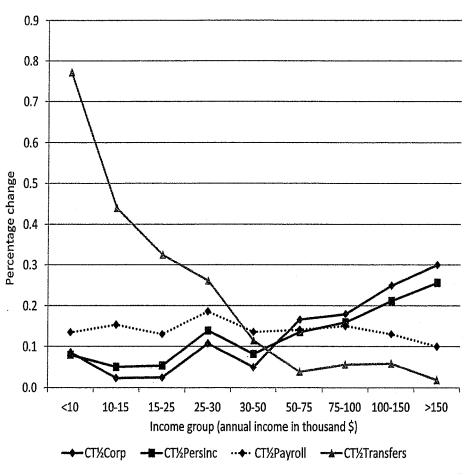
#### **Key Results—Welfare Effects**





#### NPV Distribution effects, w/o ITC left, w/ ITC right







### Some Key Joint Program Studies on These Topics

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