

# Regional Climates, Impacts, and strategic SRM

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# Why modeling Climate Engineering?



## Great Barrier Reef: 93% of reefs hit by coral bleaching

Comprehensive aerial survey reveals full extent of the devastation caused by abnormally warm ocean temperatures



# Objectives

- Fast growing literature assessing the economic value of Solar Radiation Management (SRM) [(Bickel and Agrawal, 2011), Gramstad and Tjøtta (2010), Goes et al. (2011), Moreno-Cruz and Keith (2012), Emmerling and Tavoni (2014)]



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- Climate change: the biggest challenge is that of cooperation and **free-riding**
- Weitzman 2012: **'free driving'** the low costs of SRM create incentives to unilateral geo-engineering
- Most of the assessment so far (including IAMs) at the global level



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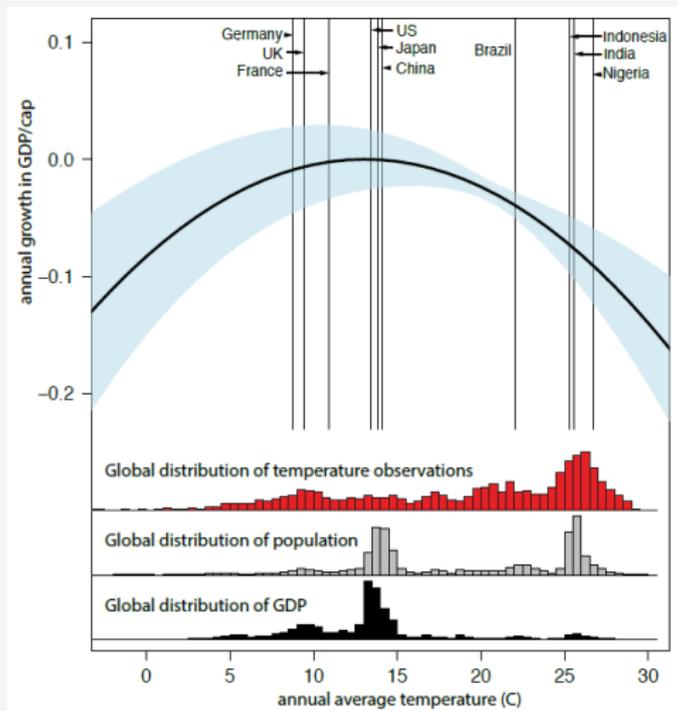
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## Aim of this work:

- Include region-specific climates and impacts in IAM
- Quantify strategic dimension of SRM

- ① Regional climates
- ② Growth impacts
- ③ SRM implementation
- ④ Cooperative vs. non-cooperative solution
- ⑤ Numerical results

# Regional climates and impacts



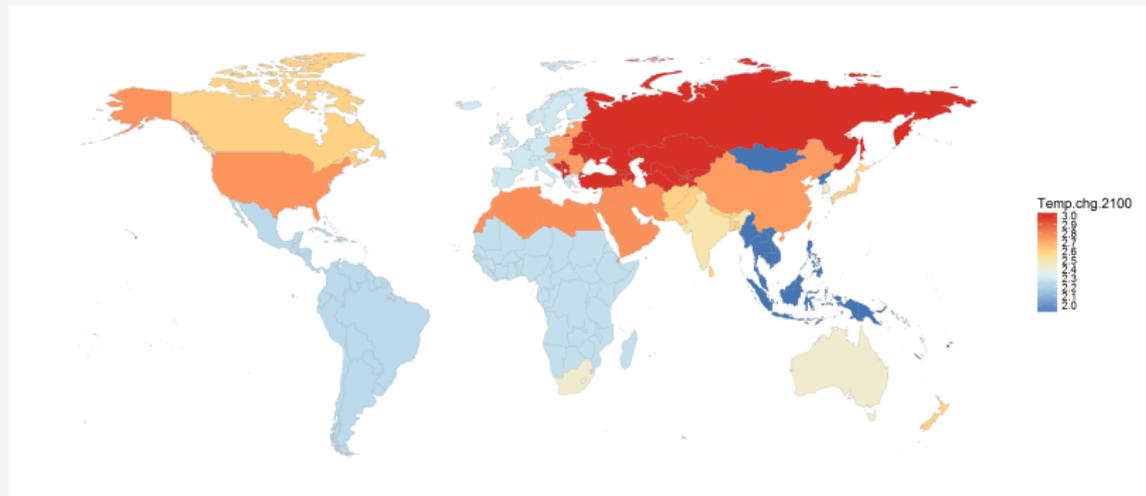
Burke et al. (2015)



# Regional climates and impacts

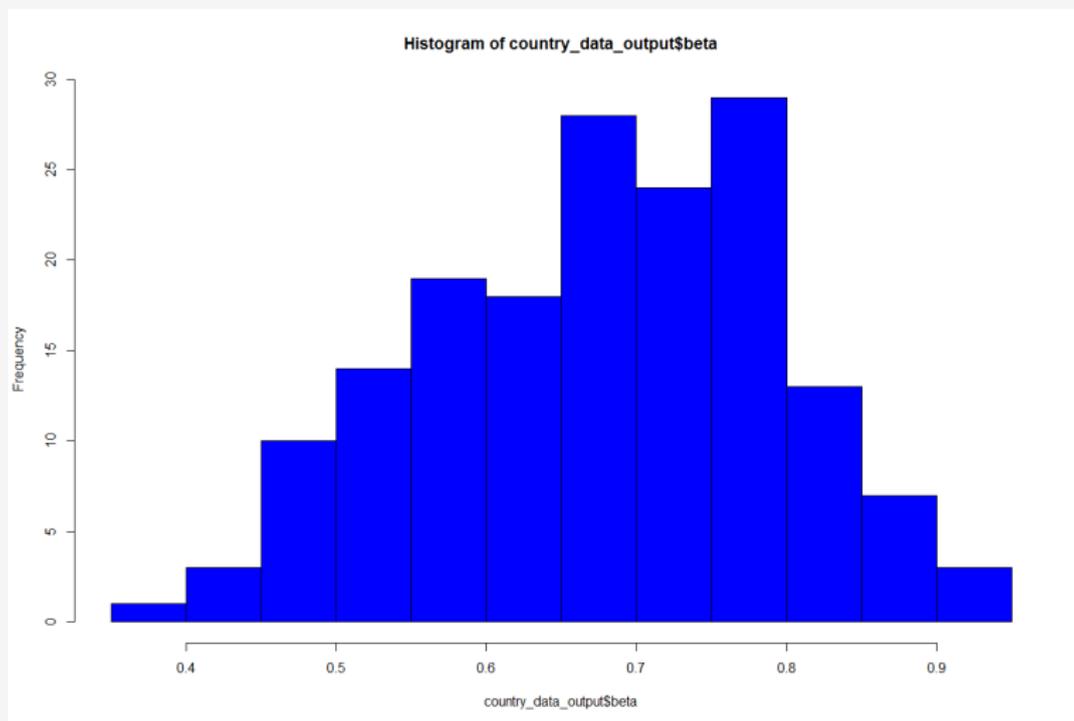
- CMIP5 database (Taylor et al., 2011), two RCPs, 26 models
- Population weighted data for  $N = 169$  countries

$$\Delta T_{it} = \alpha_i^* + \beta_i F_t$$



# Regional climates and impacts

- estimated  $\hat{\beta}_i$  across countries: ( $R^2 = 0.80 - 0.95$ )



## WITCH - energy-economy-climate model

- global model, 13 regions
- Optimal growth model with bottom-up energy sector
- solution concepts:
  - Open-loop Nash solution (non-cooperative)
  - full global cooperation (Utilitarian)
- Cost benefit Analysis (CBA)



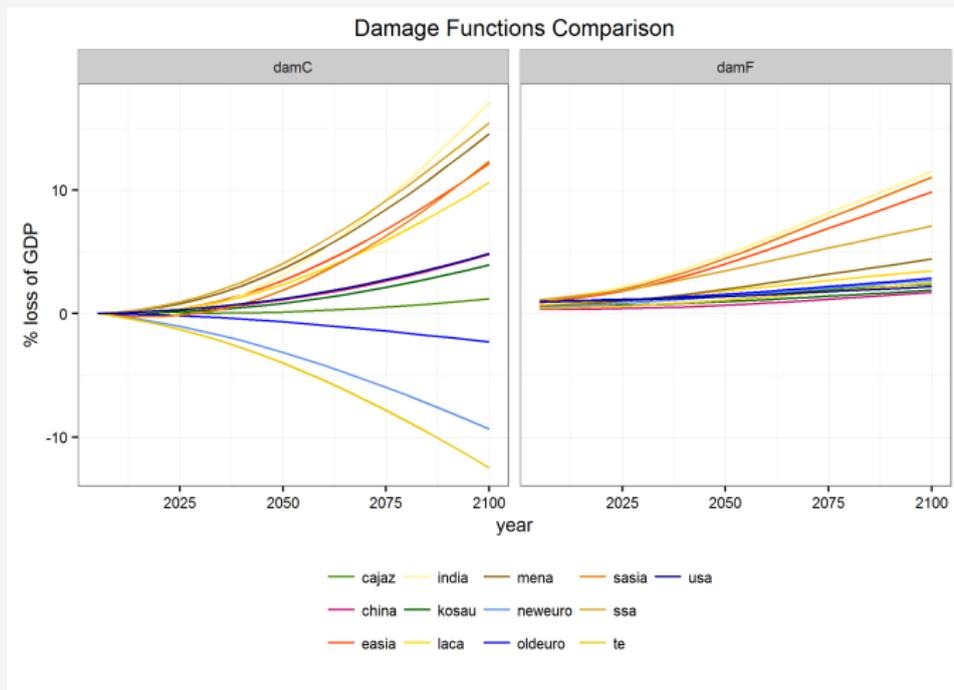
## Growth vs. level impacts

- Burke et al. (2015):  $GDPpc_{it} = GDPpc_{it-1}(1 + g_{it} + \delta_{it})$  where  $\delta_{it}$  is the impact on the growth rate of per capita GDP in each country
- $\delta_{it} = g(T_{it}) - g(T_{i0})$  (quadratic specification for  $g(T) = 0.0127T - 0.0005T^2$ )
- “Standard” damage function:  $Y_{net,it} = \frac{Y_{gross,it}}{\Omega_{it}}$ ,  $\Omega_{it} = 1 + f(\Delta T)$
- one can show that the  $\Omega_{it}$ -Formulation can still be used based on  $\delta_{it}$  with

$$\Omega_{it} = \Omega_{it-1} \frac{1}{1 + \delta_{it}}$$



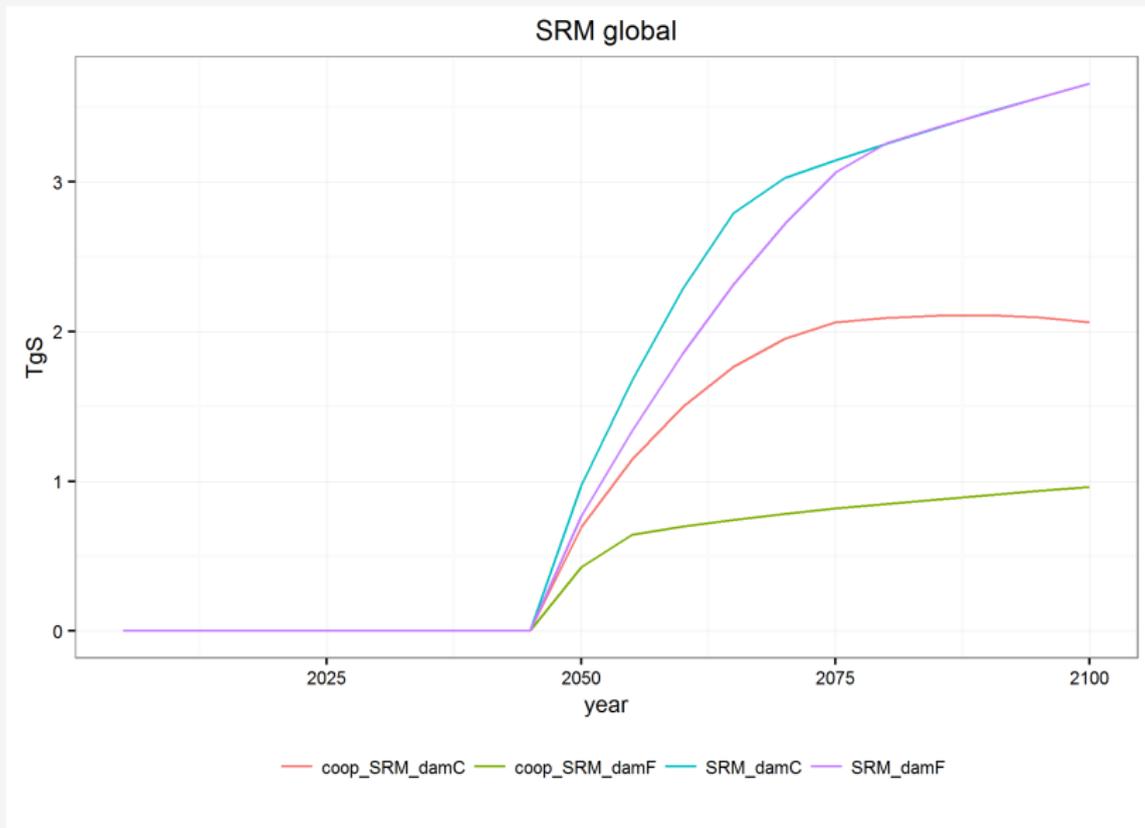
# Results - comparison of damage functions



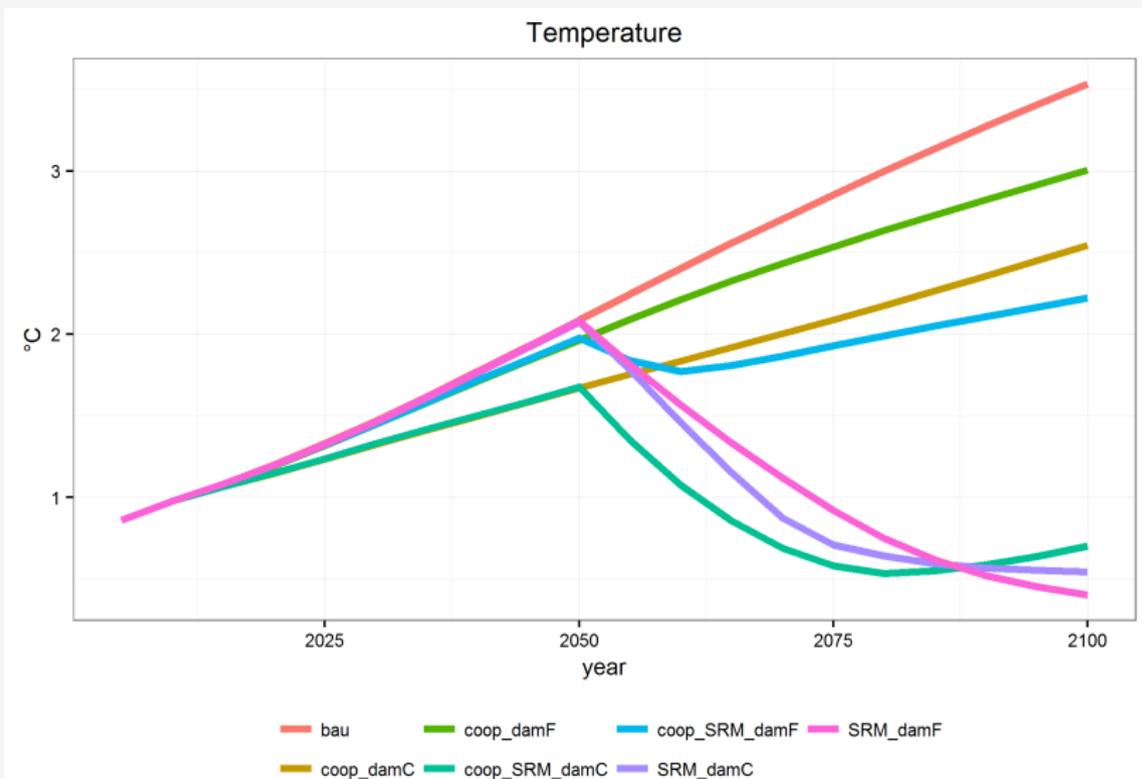
## Solar Radiation Management (SRM) via Stratospheric sulfate aerosols injection

- linear cost function, 10 billion USD/TgS (Robock et al., 2009)
- Radiative Forcing of  $-1.75 \frac{W}{m^2 TgS}$  (Gramstad and Tjøtta, 2010)
- stratospheric residence time: 2 years
- Impacts from SRM:  $0.03 \times \frac{1.75 \frac{W}{m^2}}{3.5} \times \sum_n SRM(t,n)$  % of GDP (Goes et al., 2011)
- Impacts from abrupt temperature change:  $0.01 \times \left(\frac{\Delta T_t}{0.35}\right)^4$  (Lempert et al., 2000)
- Available from 2050 onwards

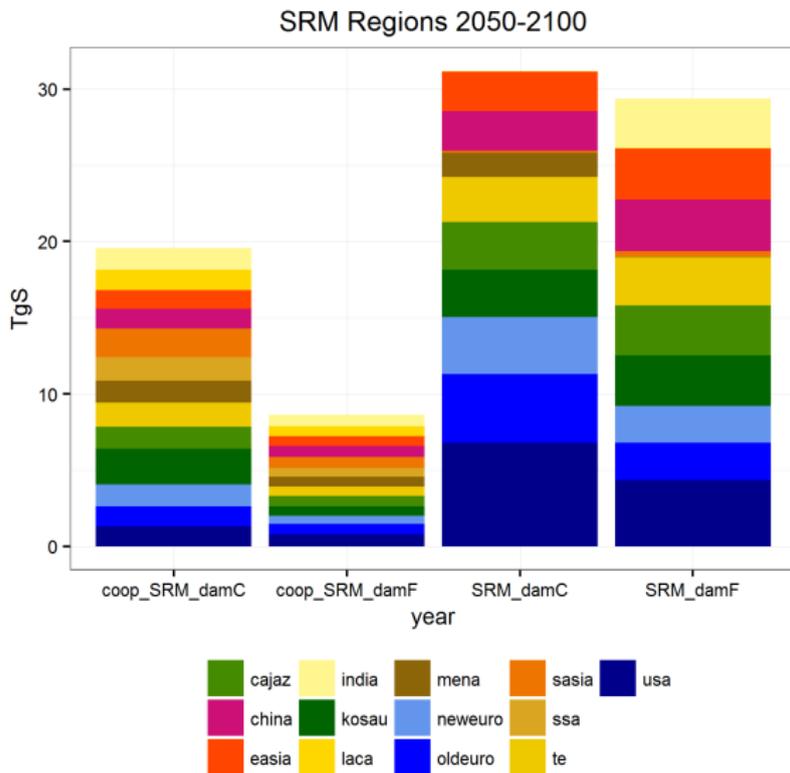
# Cooperative vs non cooperative Global SRM



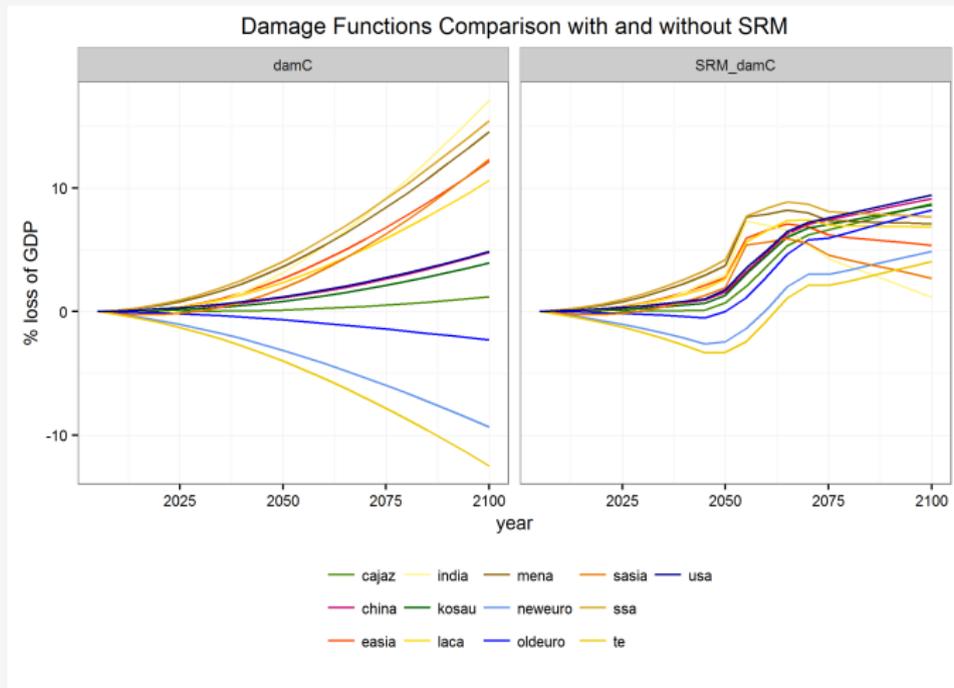
# Temperature



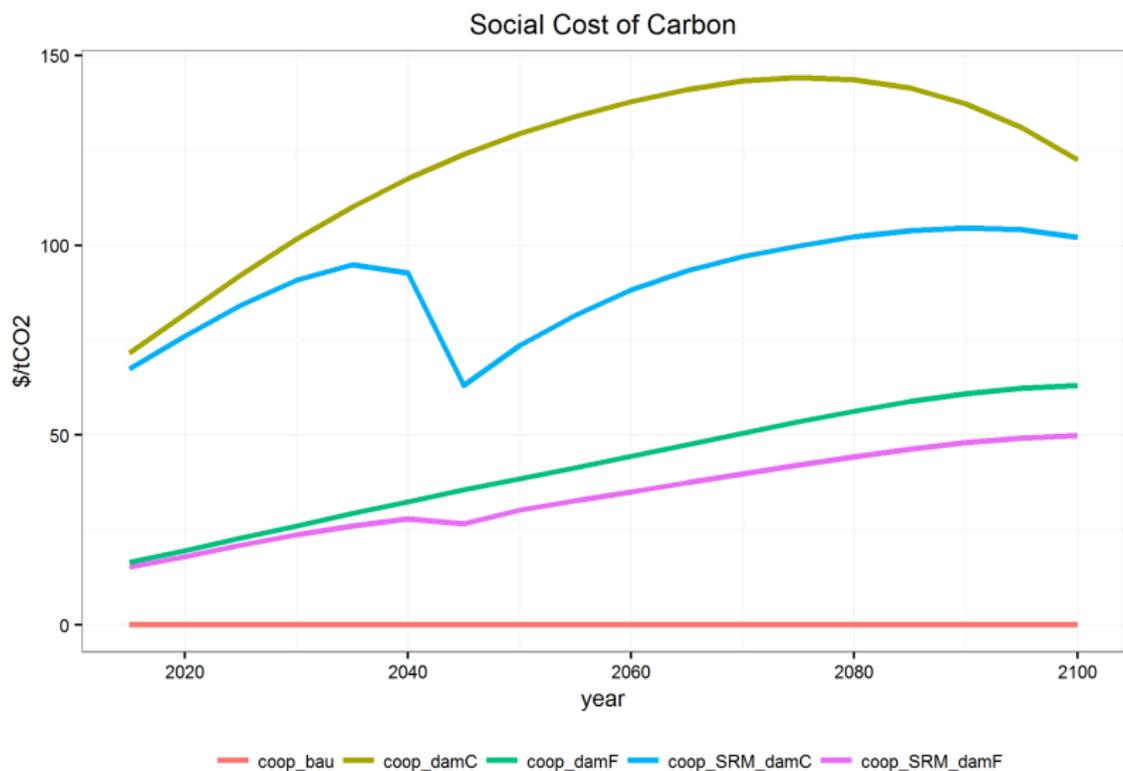
# Regional shares of SRM



# Results - damage wout SRM



# Social Cost of Carbon (SCC)



# Conclusions

- SRM as climate policy with region specific climate and growth impacts
- Cooperative vs. strategic non-cooperative implementation
- IAM supports large 'free driving effect':
  - temperature decrease due to SRM is three times larger in non cooperative case than in cooperative
- Regional contributions change



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