

Tools for analysing climate mitigation and development impacts

Advancing PROSPECTS+ tool and integrating it in the ICAT Toolbox

Report of activities carried out under Grant number: ICAT/11875-003/2020/01

September 2020





### Overview



Introducing the COMPASS toolbox



Expansion of PROSPECTS+ to align with IPCC categories



Initial user guidance for tool application







## Introducing the COMPASS toolbox



Overview of tools; their inputs, calculations and outputs; and internal and external interlinkages

## COMPASS: NewClimate's tool offering to navigate climate action impacts



Climate action
Outcomes and
Mitigation
Policy
assessment
toolbox

Selection of **climate scenario modelling tools** developed by NewClimate Institute to support decision-makers, analysts and civil society to **assess and understand the impacts of climate action and policies** 

### **Principles of tool development**

- Publicly available // free // open-source
- Accessible to a range of users with different levels of technical expertise
- Transparent inputs, assumptions, calculations and outputs
- Improve access to information to assist informed, evidence-based decisions
- Address modelling gaps; avoid duplication
- Enable raising climate ambition by exploring opportunities and barriers

### **Common features across tools**

- Focused on impacts of actions and policies to mitigate climate change
- Modular setup, designed to be used either as standalone tools; or with soft links to other Compass tools and/or third party models
- Excel-based analytical tools
- Facilitate comparison across different scenarios / policies / outcomes
- Explore potential opportunities and barriers to raise climate ambition



### COMPASS: navigating climate action impacts

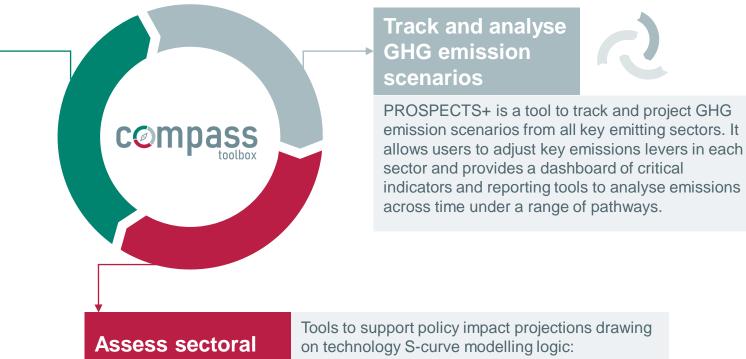




### **Analyse sustainable** development impacts

Suite of analytical tools to help understand the impacts of climate action on sustainable development objectives:

- SDG Climate Action Nexus tool (SCAN)
- Economic Impact Model for Electricity Supply (EIM-ES)
- Air Pollution Impact Model for Electricity Supply (AIRPOLIM-ES)



Tools to support policy impact projections drawing on technology S-curve modelling logic:

- · EV policy impact assessment tool
- RE policy impact assessment tool

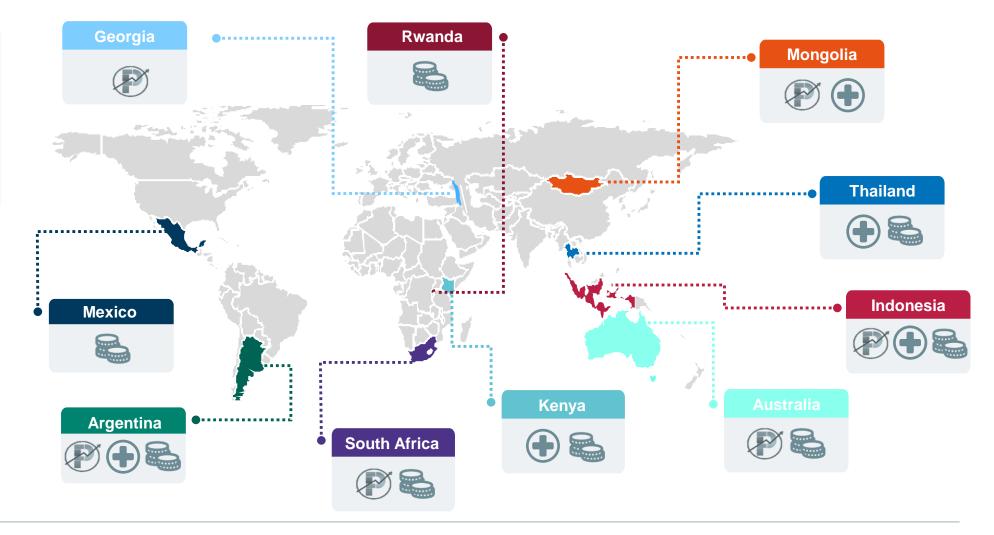


climate policies

### Examples of application of tools to date





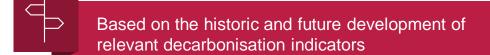


### PROSPECTS+





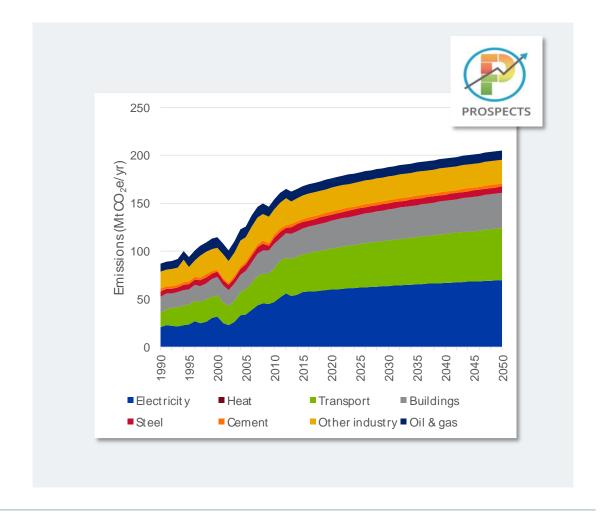




Allows users to adjust key emissions levers in each sector

Can be used to aggregate outputs from more detailed sectoral modelling efforts or policy analysis

Can be used to aggregate outputs from more detailed sectoral modelling efforts or policy analysis



### PROSPECTS+ inputs, calcs and outputs



Historical national data for a list of indicators in each sector

Assumptions for the development of relevant sector-level indicators

Historical and projected data for economy-wide indicators (e.g. population, GDP)

Plug-in information from deep-dive analysis in alternative models (if applicable)

Bottom-up projections of sectoral GHG emissions based on developments of activity and intensity indicators

### **Activity indicators:**

- Electricity demand
- Living area per person
- Km travelled per person
- ...etc.

emissions from all major sources

Aggregated economy-wide

Emissions from each sector (electricity-related emissions allocated to the power sector or to the respective end-use sectors)

Final energy demand by sector (split into electricity and direct energy demand)

Overview of relevant sector-level activity and intensity indicators

**Intensity indicators:** 

- Share of renewables in electricity mix
- Electricity intensity of household appliances
- · Share of electric vehicle
- ...etc.

INPUTS CALCULATIONS OUTPUTS

## Air Pollution Impact Model for Electricity Supply // AIRPOLIM-ES







Tool to estimate the health impacts of air pollution from different sources of electricity generation



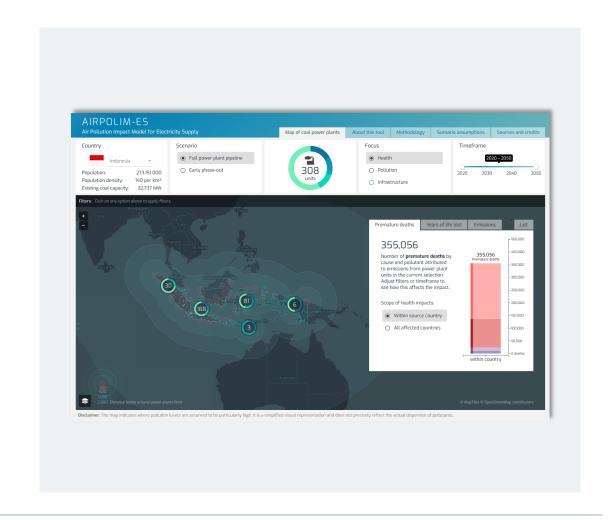
Focuses on air pollution caused by electricity generation from coal- and gas-fired power plants



Compares the magnitude of health impacts under different scenarios across both existing and planned plants



Interactive web application available for a number of countries



### AIRPOLIM-ES inputs, calcs and outputs



Individual power plant characteristics, e.g. lifetime; capacity; location; efficiency

Power plant operational assumptions, e.g. capacity factor; pollution controls

Population exposure estimates by distance (using GIS software)

Population characteristics, e.g. mortality rates; age split; life expectancy; growth

Scenario definitions, e.g. early coal-phase out

Calculates the impacts of air pollution on mortality over time at plant and national level

Annual and lifetime emissions for CO<sub>2</sub>; PM<sub>2.5</sub>; SO<sub>2</sub>; NO<sub>X</sub>

Health impacts, including premature deaths and years of life lost

Results broken down by year and type of disease

Health impacts reported both for

the analysis country and for

other countries exposed to

pollution

INPUTS CALCULATIONS OUTPUTS

Based on

estimates of

pollution intake

and health metrics

## Economic Impact Model for Electricity Supply // EIM-ES







Tool to estimate the health impacts of air pollution from different sources of electricity generation



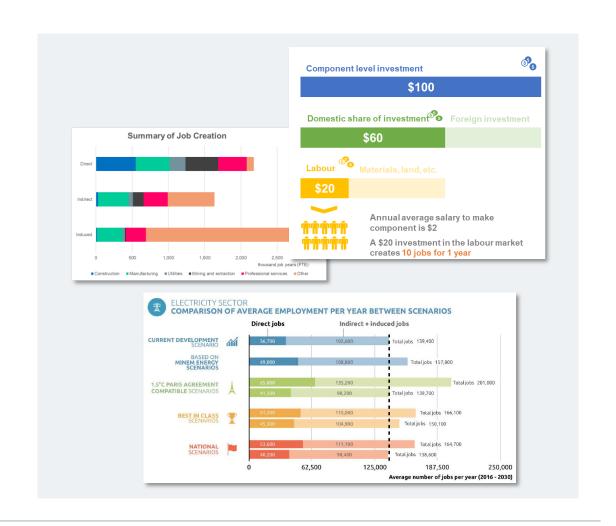
Focuses on air pollution caused by electricity generation from coal- and gas-fired power plants



Compares the magnitude of health impacts under different scenarios across both existing and planned plants



Interactive web application available for a number of countries



### EIM-ES inputs, calcs and outputs



Capacity additions and retirements per technology for each year

Electricity generation per technology for each year

and wider economic impacts over time of different electricity sector scenarios

Investment costs by technology broken down into component parts with local content share

National Input / Output statistical table

Average salaries by economic sector

**INPUTS** 

assumptions

Direct employment results calculated **over time**, **by technology and sector** of the economy

Model estimates direct, indirect

compare results across scenarios

and induced employment and

can

Employment impact for different technologies can be compared per MW, per GWh and per USD invested

Wider economic impacts include investment requirements, economic value added and trade indicators

CALCULATIONS OUTPUTS

Applies countryand sector-

specific economic

multipliers

Calculates **employment** 

Estimates

employment

levels based on

local investments and salary levels

### EV policy impact assessment tool







Tool to estimate future share of new electric vehicles sales and share of EVs in the light duty vehicle fleet



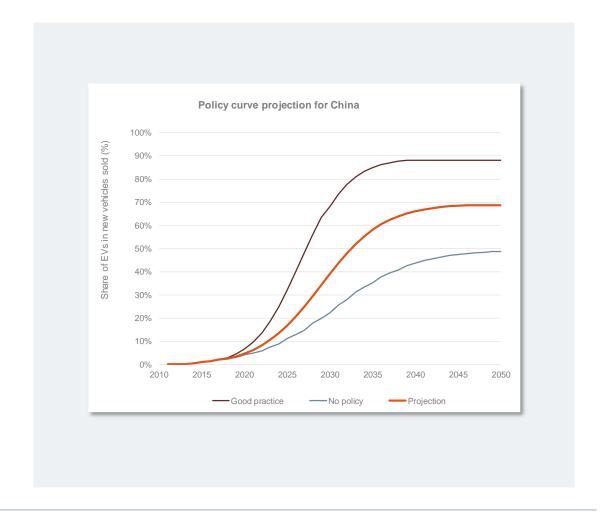
Based on an assessment on the status of policy implementation



Contains an interactive dashboard that allows users to adjust settings that describe the policies driving EV penetration in a country

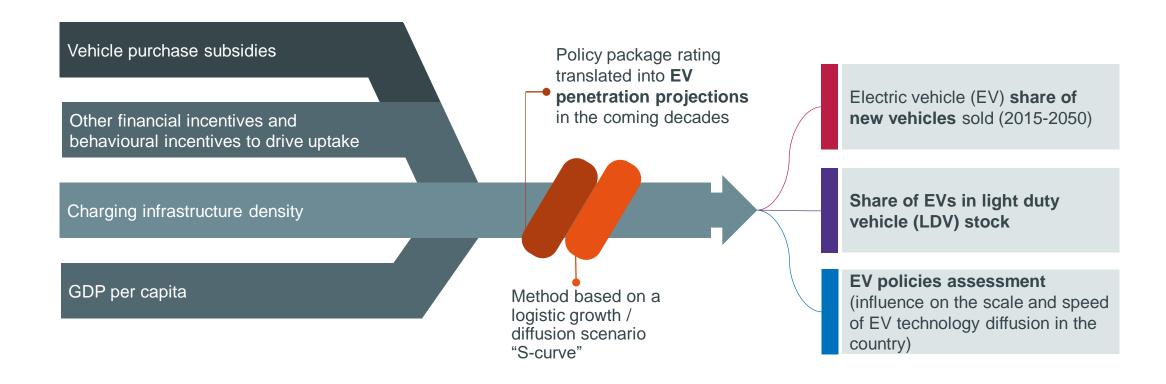


Results can be used in PROSPECTS+



### EV policy impact tool inputs, calcs and outputs





INPUTS CALCULATIONS OUTPUTS

### RE policy impact assessment tool







Tool that supports estimation of future share of variable renewables in electricity generation mix



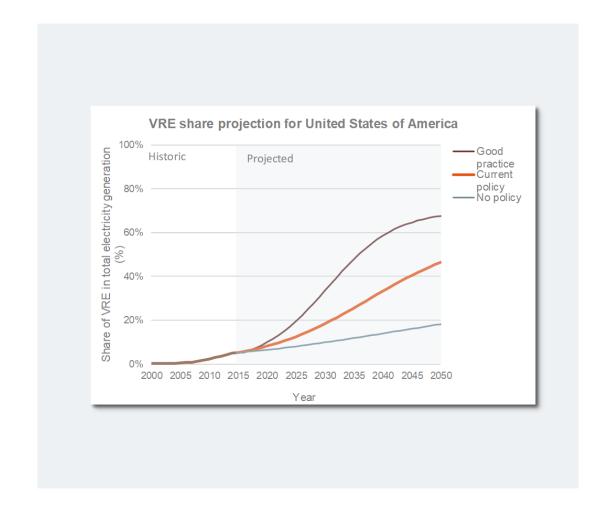
Based on an assessment on the status of policy implementation in a country



Contains an interactive dashboard that allows the user to adjust settings that describe the policies driving RE development in a country

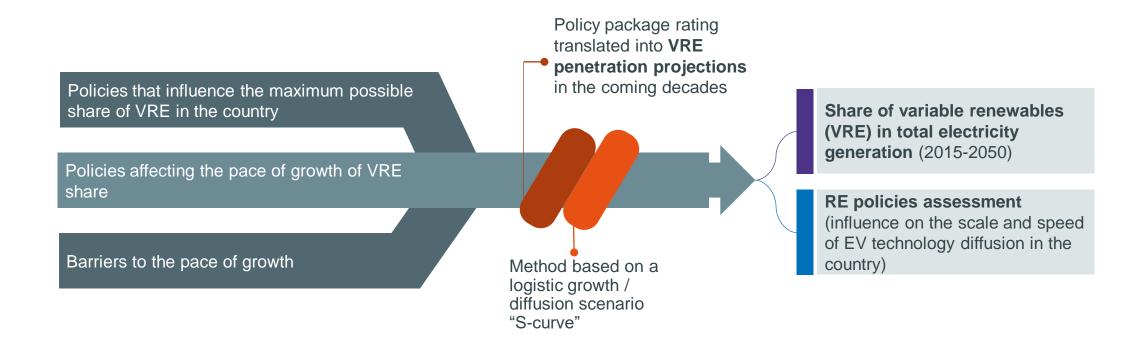


Results can be used in PROSPECTS+



### RE policy impact tool inputs, calcs and outputs





INPUTS CALCULATIONS OUTPUTS

## SDG Climate Action Nexus // SCAN-tool







Provides high-level guidance on how mitigation actions can impact achievement of the SDGs



User-friendly, interactive web tool that does not require any inputs



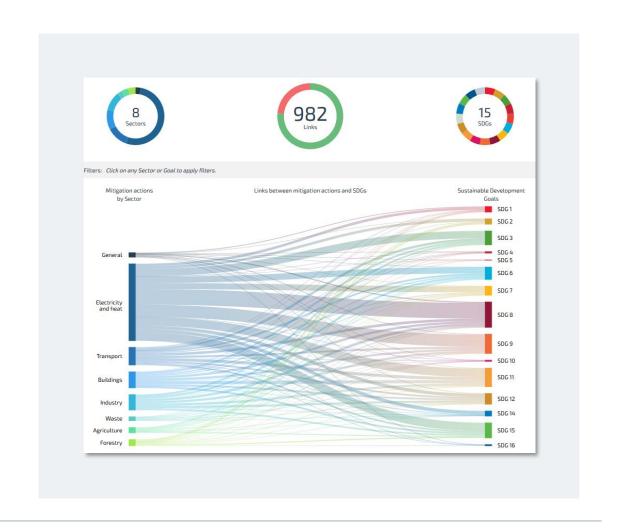
Highlights synergies with the development agenda to improve political buy-in for climate action



Can support policy makers to achieve greater policy coherence

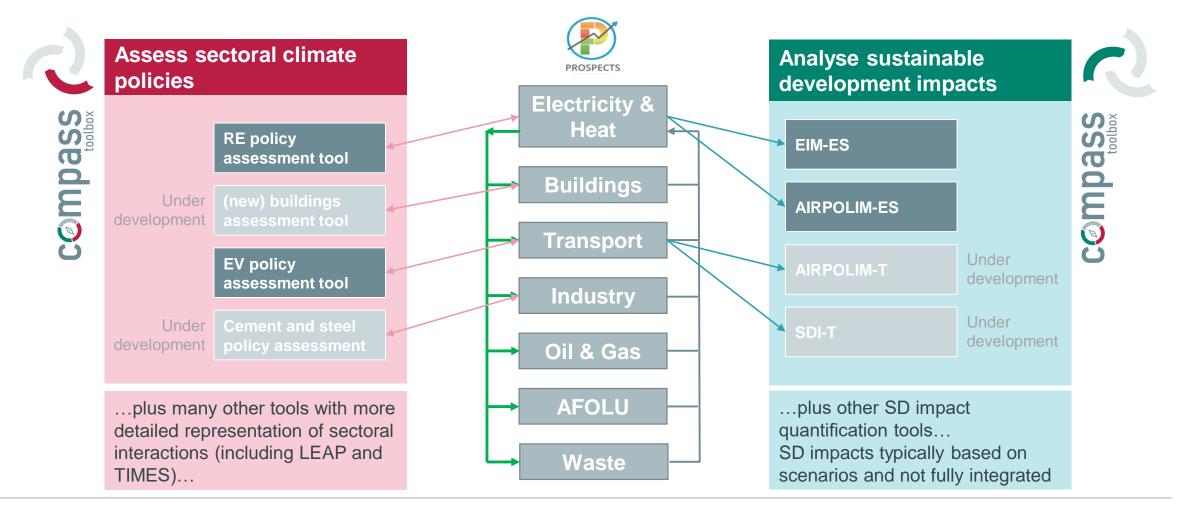


Can support policy makers to achieve greater policy coherence



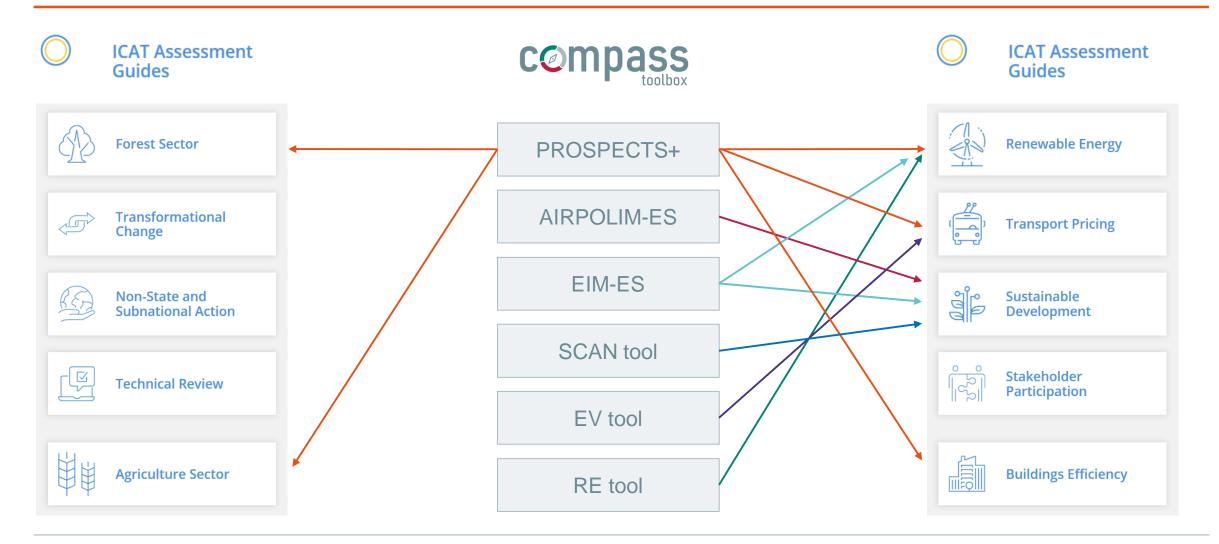
### PROSPECTS+ can act as a shell tool for linking NEXX sectoral and non-climate deep-dive analysis





### Links between ICAT guides and compass tools









## Expansion of PROSPECTS+

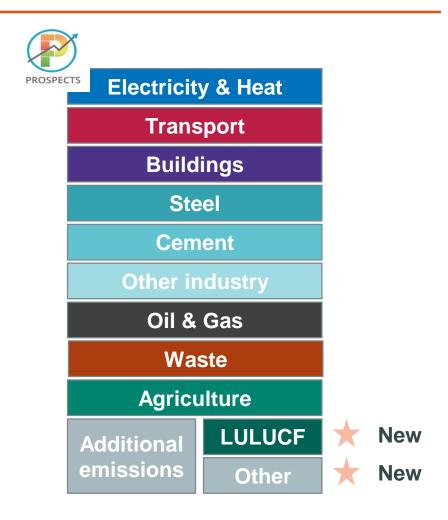


Alignment with IPCC reporting categories and improved representation of AFOLU sector

## Alignment of PROSPECTS+ to IPCC reporting categories



- PROSPECTS+ is structured around the following key GHG emitting sectors (right)
- Availability of calculation options for emissions analysis and their granularity varies across the different sectors
- Updated version of PROSPECTS+ includes option of incorporating LULUCF emissions, broken down into the following categories (IPCC 2006 / FAO):
  - Forest land; Cropland; Grassland; Wetlands; Settlements; Other land;
     Harvested wood products; Other
- These can be input by the user, potentially informed by analysis conducted in other more detailed sectoral modelling tools (no calculation options in PROSPECTS+)
- A table for Other emissions is also included which allows the user to add IPCC emissions source categories not otherwise covered in the main sectors of the model
- Bother **LULUCF** and **Other** emission categories are also integrated into the main results dashboard to compare their relative importance with emissions from other sectors (Note: LULUCF appears as a line which can be net positive or negative)



IPCC category ID	IPCC categories of emissions	In PROSPECTS+	PROSPECTS sector	Comments		
1	Energy	Partial	Various, see sub-categories			
		5				
1A	Fuel combustion activities	Partial	Various, see sub-categories			
1A1	Energy industries	Partial	Various, see sub-categories			
1A1a	Public electricity and heat production	Yes	Electricity & heat sector	Including autoproducers, which is partly covered in industry in IPCC reporting		
1A1b	b. Petroleum refining	Yes	Industry			
1A1c	c. Manufacture of solid fuels and other energy industries	Partial	Iron & steel	Coke emissions/production included in steel sector; other category emissions can be entered via the 'Additional emissions' Wizard		
1A2	Manufacturing industries and construction	Yes	Various, see sub-categories			
1A2a	a. Iron and steel	Yes	Iron & steel			
1A2b	b. Non-ferrous metals	Yes	Heavy industry			
1A2c	c. Chemicals	Yes	Heavy industry			
1A2d	d. Pulp, paper and print	Yes	Heavy industry			
1A2e	e. Food processing, beverages and tobacco	Yes	Light industry			
1A2f	f. Non-metallic minerals	Yes	Cement	Process emissions from cement industry		
1A2g	g. Other (please specify)	Yes	Light industry			
1A3	Transport	Yes				
1A3a	a. Domestic aviation	Yes				
1A3b	b. Road transportation	Yes	Passenger transport/ Freight transport			
1A3c	c. Railways	Yes	5 1 5 1	Breakdown included in non-simplified approach. In the simplified approach, transport is one sector.		
1A3d	d. Domestic navigation	Yes				
1A3e	e. Other transportation	Yes				
1A4	Other sectors	Yes	Various, see sub-categories			
1A4a	a. Commercial/institutional	Yes	Buildings: Residential	In non-simplified approach. In the simplified approach, buildings is one sector.		
1A4b	b. Residential	Yes	Buildings: Commercial	3-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1		
1A4c	c. Agriculture/forestry/fishing	Partial	Agriculture	Only agriculture included; fishing and forestry can be entered via the 'Additional emissions' Wizard		
1A5	Other	No		Can be entered via the 'Additional emissions' Wizard		
1A5a	a. Stationary	No		Can be entered via the 'Additional emissions' Wizard		
1A5b	b. Mobile	No		Can be entered via the 'Additional emissions' Wizard		
1B	Fugitive emissions from fuels	Partial	Oil & Gas			
1B1	Solid fuels	No		Can be entered via the 'Additional emissions' Wizard		
1B1a	Coal mining and handling	No		Can be entered via the 'Additional emissions' Wizard		
1B1b	b. Solid fuel transformation	No		Can be entered via the 'Additional emissions' Wizard		
1B1c	c. Other	No		Can be entered via the 'Additional emissions' Wizard		
1B2	Oil and natural gas and other emissions from energy production	Partial				
1B2a	a. Oil	Yes	Oil & Gas			
1B2b	b. Natural gas	Yes	J., & Jao			
1B2c	c. Venting and flaring	Yes				
1B2d	d. Other	No		Can be entered via the 'Additional emissions' Wizard		
1C	Carbon dioxide transport and storage	No		Can be entered via the 'Additional emissions' Wizard		
1D	Bunkers	Partial				
	International aviation (aviation bunkers)	Yes	Transport: International aviation			
	International navigation (marine bunkers)	No		Can be entered via the 'Additional emissions' Wizard		

IPCC category ID	IPCC categories of emissions	In PROSPECTS+	PROSPECTS sector	Comments		
2	Industrial processes and product use	Yes	Various, see sub-categories			
2A	A. Mineral industry	Yes	Cement			
2B	B. Chemical industry	Yes				
2C	C. Metal industry	Yes				
2D	D. Non-energy products from fuels and solvent use	Yes				
2E	E. Electronics industry	Yes	Other industry (Light and Heavy)	Other industry is not broken down into sub-categories 2B-2H in PROSPECTS+		
2F	F. Product uses as substitutes for ODS	Yes				
2G	G. Other product manufacture and use	Yes				
2H	H. Other	Yes				
2	A	Destiel	Agriculture			
3	Agriculture	Partial	Agriculture			
3A	A. Enteric fermentation	Yes				
3B	B. Manure management	Yes				
3C	C. Rice cultivation	Yes	Agriculture			
3D	D. Agricultural soils	Yes				
3E	E. Prescribed burning of savannas	No		Can be entered via the 'Additional emissions' Wizard		
3F	F. Field burning of agricultural residues	No		Can be entered via the 'Additional emissions' Wizard		
3G	G. Liming	No		Can be entered via the 'Additional emissions' Wizard		
3H	H. Urea application	No		Can be entered via the 'Additional emissions' Wizard		
31	Other carbon-containing fertilizers	No		Can be entered via the 'Additional emissions' Wizard		
3J	J. Other (please specify)	No		Can be entered via the 'Additional emissions' Wizard		
4	LULUCF	No				
4A	A. Forest land	No		Can be entered via the 'Additional emissions' Wizard		
4B	B. Cropland	No		Can be entered via the 'Additional emissions' Wizard		
4C	C. Grassland	No		Can be entered via the 'Additional emissions' Wizard		
4D	D. Wetlands	No		Can be entered via the 'Additional emissions' Wizard		
4E	E. Settlements	No		Can be entered via the 'Additional emissions' Wizard		
4F	F. Other land	No		Can be entered via the 'Additional emissions' Wizard		
4G	G. Harvested wood products	No		Can be entered via the 'Additional emissions' Wizard		
4H	H. Other (please specify)	No		Can be entered via the 'Additional emissions' Wizard		
5	Waste	Partial	Waste			
5A	A. Solid waste disposal	Yes	Waste			
5B	B. Biological treatment of solid waste	Yes	Waste			
5C	C. Incineration and open burning of waste	No		Can be entered via the 'Additional emissions' Wizard		
5D	D. Wastewater treatment and discharge	Yes	Waste			
5E	E. Other	No		Can be entered via the 'Additional emissions' Wizard		
6	Other	No		Can be entered via the 'Additional emissions' Wizard		

## Representation of the AFOLU sector in PROSPECTS+



- Agriculture emissions already represented in PROSPECTS+ covering main sources of emissions:
  - Rice cultivation
  - Soils management
  - Meat and dairy demand (i.e. livestock production)
  - Fertiliser use
  - Manure management
  - Energy use in agriculture (forestry and fishing sector energy use can also be included)

- )> LULUCF net emissions can now be included in PROSPECTS+ as exogenous entries (no calculations)
- Remaining AFOLU sources of emissions and sinks can also be included as exogenous data entries to provide a complete picture of national emissions, including:
  - Energy use in forestry and fishing
  - Prescribed burning of savannas
  - Field burning of agricultural residues
  - Liming / urea application / and other fertilizers



## Existing tools for modelling agriculture and forestry emissions scenarios





- Several tools exist for both agriculture and forestry
- AFOLU carbon calculator, FABLE, EX-ACT, ALU, AFD Carbon Footprint tool for projects, Carbon Farming Group Calculator, CFF Carbon Calculator, FarmGas, Holos etc.



- Common characteristics:
  - Starting point: follow the IPCC GHG inventory method for GHG emissions quantification
  - Designed for application to specific project/land response option (inadequate for global or multi-country emission quantification)
  - Scenarios for food demand and drivers of LUC/deforestation limited



Two excel-based tools stand out for evaluating the effects of various land response options and alternative agriculture and land use policy scenarios:

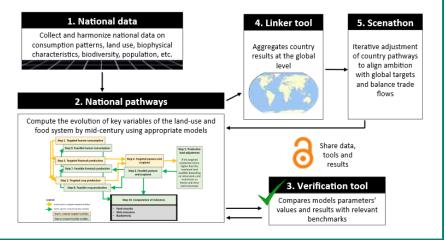
FABLE calculator developed by the FABLE consortium led by IIASA EX-Ante Carbon-balance Tool (EX-ACT) developed by FAO

## Food, Agriculture, Biodiversity, Land-Use, and Energy // FABLE Calculator



- Long-term accounting tool designed to study the evolution of food and land use systems
- Extended scenarios based on population, GDP, diet, and food loss
- )) Long-term time horizon
- Can be used to explore effects of future demand for food and other land products on cropland expansion
- Detter suited to explore deforestation and afforestation scenarios













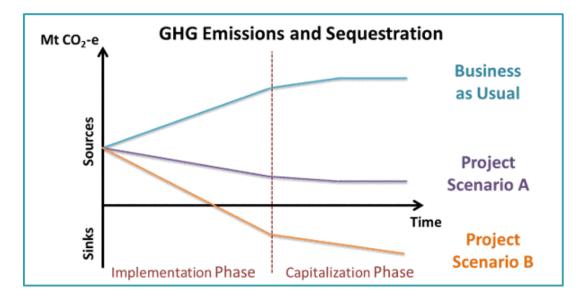
## Ex-Ante Carbon-balance Tool // EX-ACT



- )) EX-ACT is a land-based accounting system, estimating C stock changes (emissions or sinks of CO<sub>2</sub>) and GHG emissions
- Used for ex-ante evaluations of projects, programmes and policies
- While mostly used at project level it may be up-scaled to the programme or sector level
- Compares a project outcome to a business as usual (BAU) scenario looking at two different time horizons: implementation phase and capitalisation phase
- Can be applied to a wide range of projects from all AFOLU sub-sectors including specific fishery or agroforestry projects







### Comparison of land response coverage between tools



esponse options		PROSPECTS+	FABLE	EX-ACT
	Increased food productivity			
	Agroforestry			
	Improved cropland management			
Agriculture	Improved livestock management			
Agriculture	Agricultural diversification			
	Improved grazing land management			
	Integrated water management (inc. rice cultivation)			
	Reduced grassland conversion to cropland			
Forest	Forest management			
rolest	Reduced deforestation and forest degradation			
	Increased soil organic carbon content			
Soils	Reduced soil erosion			
30115	Reduced soil salinisation			
	Reduced soil compaction			
	Fire management			
	Reduced landslides and natural hazards			
Other ecosystems	Reduced pollution including acidification			
	Restoration & reduced conversion of coastal wetlands			
	Restoration & reduced conversion of peatlands			
	Reduced post-harvest losses			
Demand	Dietatry change			BAU demand trend
	Reduced food waste (consumer or retailer)			
	Sustainable sourcing		trade scenarios	
Supply	Improved food processing and retailing		unclear	
	Improved energy use in food systems			
	Bioenergy and BECCS		may be added	
Land use change	Reforestation and forest restoration			
	Afforestation			

#### Scenarios for food demand and diets

- FABLE: several scenarios based on population projections, GDP, food loss and diet...etc.
- Ex-Act: simple food demand projections for 2030 and 2050 based on BAU trends

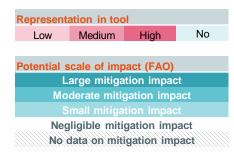
#### Scenarios for forestry and LULCC

- FABLE: limited to land expansion (allowed, not allowed, limited)
- Ex-Act: projection based on BAU trends

### Demand for non-food commodities (e.g. bioenergy crops, wood)

• FABLE: fixed to 2010

Ex-Act: not represented



## PROSPECTS+ land response functionality is limited but allows users to input data for missing items



Response options		PROSPECTS+	FABLE	EX-ACT
	Increased food productivity			
	Agroforestry			
	Improved cropland management			
Agriculture	Improved livestock management			
Agriculture	Agricultural diversification			
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Land use change	Reforestation and forest restoration			
	Afforestation			

- PROSPECTS+ does not provide calculation options for the following important response options:
  - Agroforestry
  - Forests
  - Fire management
  - Wetland and peatland protection and restoration
  - Demand-side mitigation options (diet, food waste, post-harvest losses)
  - Bioenergy
  - Reforestation and afforestation
- Latest version of model allows user to insert (net) emission data for all AFOLU categories not covered by calculations from external sources / exogenous modelling





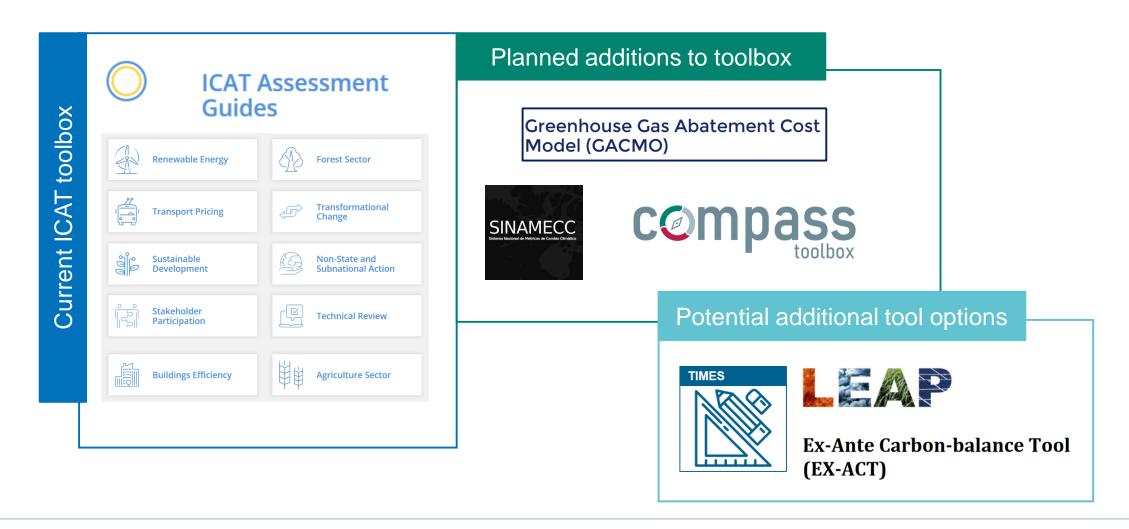
# Initial user guidance for tool application



Selecting tools for modelling climate scenarios

### Overview of ICAT toolbox





### COMPASS: navigating climate action impacts





### Analyse sustainable development impacts

Suite of analytical tools to help understand the impacts of climate action on sustainable development objectives:

- SDG Climate Action Nexus tool (SCAN)
- Economic Impact Model for Electricity Supply (EIM-ES)
- Air Pollution Impact Model for Electricity Supply (AIRPOLIM-ES)
- Air Pollution Impact Model for Transport (AIRPOLIM-T)
- Sustainable development impacts from urban transport (SDI-T)



Track and analyse GHG emission scenarios



PROSPECTS+ is a tool to track and project GHG emission scenarios from all key emitting sectors. It allows users to adjust key emissions levers in each sector and provides a dashboard of critical indicators and reporting tools to analyse emissions across time under a range of pathways.

Assess sectoral climate policies



Tools to support policy impact projections drawing on technology S-curve modelling logic:

- EV policy impact assessment tool
- RE policy impact assessment tool
- Buildings policy impact assessments
- Industrial (cement + steel) policy impact assessments



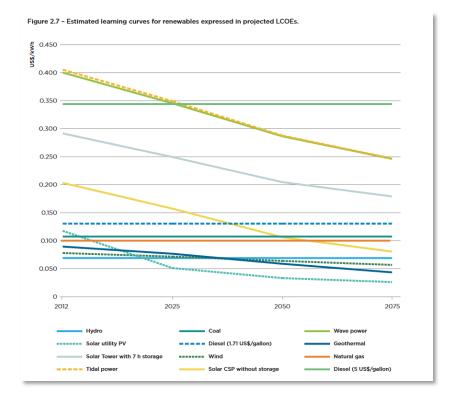
### GACMO



- Greenhouse gas Abatement Cost Model
- Using the latest data on energy consumption of fossil fuels and electricity, divided into sectors, the model calculates the greenhouse gas emissions for a "start year", with growth factors for each sector a baseline for BAU scenario until 2020, 2025, 2030, and 2050
- Based on this model, countries can then calculate and track the GHG reduction and economic effects of about 100 climate mitigation actions organised in the 24 types that have been used in the CDM Pipeline









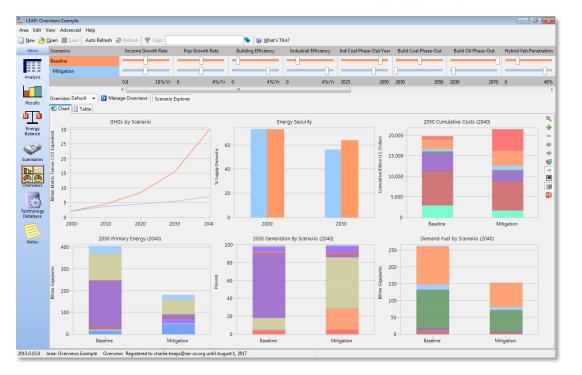
### LEAP



- Scenario-based energy-environment modeling tool that accounts for how energy is consumed, converted and produced in a given energy system
- )) LEAP supports energy demand analyses as well as detailed stock-turnover modeling for transportation
- )> LEAP models both capacity expansion and plant dispatch in the power sector.
- LEAP can be used to calculate the emissions profiles and to create scenarios of non-energy sector emissions and sinks (e.g. cement production, LULUCF, waste, etc.)





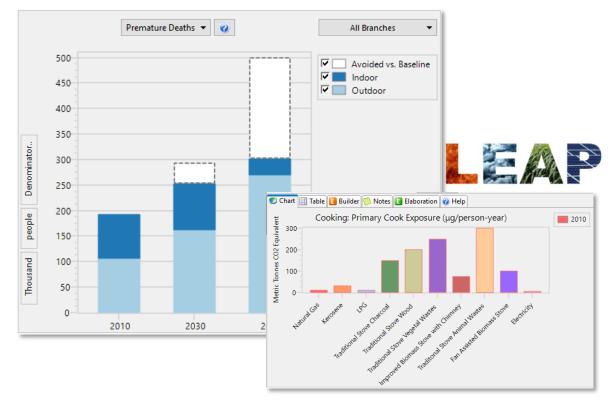


### LEAP Integrated Benefits Calculator



- LEAP add-on module called the Integrated Benefits Calculator (IBC)
- Translates LEAP's existing emissions scenarios into
  - air pollution-associated health (premature mortality)
  - air pollution-associated ecosystem (crop yield loss) impacts
  - climate (global temperature change) impacts
- Estimations are based on emissions inventories and projections developed in LEAP for one or more particular countries

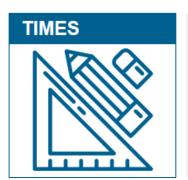






### Other models





- The TIMES (The Integrated MARKAL-EFOM System) model is a technology rich, bottom-up model generator, which uses linear-programming to produce a least-cost energy system
- Combines a technical engineering and economic approach
- Used for "the exploration of possible energy futures based on contrasted scenarios"



- SINAMECC is a data box for the collection, monitoring, and reporting of data related to climate change at the national, territorial, sectoral, and climate action level
- Objectives: 1) Monitoring and accountability, 2) Facilitate decision-making based on data; 3) Facilitate access to climate change data
- Includes data on mitigation, adaptation, climate finance and co-benefits

## Users have a range of different headline aims... CENTATE





**Understanding GHG** emissions and their key drivers

Support the construction of GHG inventories across key emitting sectors; enable an overview of national emissions by source; and provide a basic set of tools to show the impact of adjusting key levers over time, such as economic growth, activity levels or sectoral energy and emissions intensities



Developing and comparing emission pathways

Build emission projections by sector / source with linkages (e.g. electricity and transport sectors) to compare a range of future pathways informed by scenarios, policies or targets, e.g. LTS development



Assessing the wider sustainable development impacts of emission pathways

Identify and analyse the wider sustainable development impacts of emission pathways to enable a more comprehensive assessment of socioeconomic and environmental indicators



Integrated cost benefit analysis of climate policies and scenarios

Fully integrated emission pathway analyses with in-built sector linkages, optimisation of deployment, user defined technological and timing constraints and monetary quantification of an extensive range of socioeconomic and environmental indicators and implementation costs

## As well as a number of constraints to consider... NEX ATE



Existing modelling expertise; data availability; operating models

Political and/or funder appetite for analysis of different impacts

Vision for modelling objectives over

Availability of resources and capabilities: time constraints

Requirements for granular representation of sectors and model sophistication

### **Considerations**

- Match expertise and available data to models: Using / building sophisticated tools with limited data can be resource intensive whilst providing limited or no advantages to using simpler models
- Assess internal and external modelling resources: Selecting models should take into account government-based expertise (including depth of resources) as well as national experts, from academia, consultancy and industry, who may be involved in providing technical assistance, data, review and validation
- Understand the objectives for modelling over time can help inform the best tools to invest in today: Building up expertise and stakeholder buy-in takes time and effort – switching between models as needs develop can be costly
- Aligning impact assessment with national priorities: Focusing on impact indicators that relate directly to national development priorities can channel resources effectively and facilitate engagement

### Method and limitations



- Guidance is based on desk-based research without consultation of tool developers or extensive engagement from users
- Experience of individuals working extensively with a range of different tools is limited, which makes comparison difficult. In addition, existing studies typically consider high-level functionality of models with limited examination of their relative suitability for specific use cases.
- Tool selection can often be a bespoke choice, based on individual preferences, peer recommendations, marketing efforts, etc.; it is not necessarily driven by suitability to address national priorities, data availability and long term objectives
- Guidance here considers a non-exhaustive selection of multi-sector tools. A wide selection of "off-the-shelf" and "bespoke" tools are available that vary in terms of approach, sophistication (including data and expertise requirements) and sector representation. Government representatives responsible for climate change measures should consider sector specific tools used in other departments, e.g. transport, buildings, energy, agriculture and land use...etc.



# Proposed 3-step approach to guide users in tool selection









Comparative mapping of tool features

Identification of main strengths and weaknesses amongst tools



Description of inputs / outputs and potential links between tools

Identification of potential synergies and information challenges



Representative user objectives across stages of policy cycle

Suitability matching and highlighting key considerations



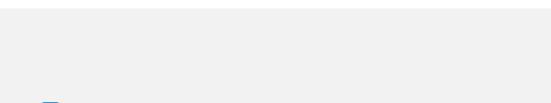
# Mapping of tool features provides insight into their relative advantages and trade-offs













Comparative mapping of tool features

Identification of main strengths and weaknesses amongst tools









We assess a **selection of attributes** covering the following themes:

FUNCTIONALITY

ACCESSIBILITY

**REPORTING** 

**ANALYTICAL OPTIONS** 

Colour coding offers an indicative assessment of the respective credentials of **GACMO**, **PROSPECTS+** and **LEAP** for each attribute.

Lowest suitability match of the three

Middle option

Highest suitability match of the three

Note, the shading does not reflect any assessment of the relative importance of the individual attribute. In some cases suitability will depend on user preferences and specific use cases.

We exclude **TIMES** from the colour coding as it has a more focused (energy sector) remit to the other tools.



### Attribute comparison: FUNCTIONALITY















	Coverage of emission sources	High-level	Mid / High-level	More detailed, particulary for energy sector	Detailed focus on energy sector
FUNCTIONALITY	Breadth/ granularity of technology	Mid breadth / limited granularity	Low-Mid	Low to high (user defined)	High
	Sectoral interlinkages	No	Energy supply and demand	Energy and some material flows	Energy and some material flows
	Temporal granularity	2020, 2025, 2030, 2050	Annual to 2050	Annual, unlimited timeframe. Within-year breakdown for seasonal and hourly variations.	Annual / multi-year time steps. Within-year breakdown for seasonal and hourly variations.
	Representation of costs	Yes (limited variation over time)	No	Yes (annual variation)	Yes
	Optimisation functionality	No	No	Within electricity supply sector	Yes, within energy system
	Summary	Low	Low	Mid	High



### Attribute comparison: ACCESSIBILITY (1)















ACCESSIBILITY	Platform	Excel, open-source	Excel, open-source	Windows relational database; requires licence	Windows; requires licence (for GAMS)
	User fee	Free	Free; optional use of IEA input data requires licence	Free to certain users in low & middle-income countries; fee charged for others	Fee charged for GAMS license and user tools (e.g. interface)
	User guidance	Limited	Limited	Extensive	Limited
	User community	Limited	None	Extensive	Mid
	Language options	English	English	Multiple: English, French, Spanish, Chinese, Portuguese + others under development	English
	Ease of navigation	High	Mid	High	Mid



## Attribute comparison: ACCESSIBILITY (2)















	Training requirements	Low	Low-Mid	Mid	High
	Data input requirements	Low	Low-Mid	Low-Mid-High	High
SIBILITY	Expertise required	Low-intermediate knowledge of GHG mitigation options	Intermediate sectoral knowledge and Excel skills	Low-high, depending on level of use and application of technical options	Low
ACCESSIBILI	Level of effort to conduct analysis	Low	Mid	Low-High	Mid
	Calculation transparency	High	High	Mid	Low
	Summary	High accessibility; limited guidance support	High-Mid accessibility; limited guidance support	Mid accessibility; extensive guidance support	Low-mid accessibility; mid guidance support



## Attribute comparison: REPORTING















	Addresses UNFCCC reporting	Mid	High-Mid	High-Mid	Limited to energy sector
g	Output dashboard	Low	Mid	High	Mid
REPORTING	Granularity of output	Low	Mid-High	High	High
<u>~</u>	Transparent input references	High, in Excel	High, in Excel	High, Notes View	Limited
	Summary	Limited granularity and summary outputs	Mid granularity with high-level summary outputs	High-Mid granularity with wide range of output options	Limited to energy sector



## Attribute comparison: ANALYTICAL OPTIONS















Scenario building
and analysis

Assessment of non -climate SD impacts

Analysis of carbon pricing policies

Analysis of other policy instruments

Linkages to other models

**Summary** 

Limited to BAU ar	nd one
alternative	

None

No

No

Low granularity limits linkage

options

Analytical options limited to

specific abatement measures

Facilitates multi-scenario analysis (simulation possible)

None (energy security indicators under development)

No

Limited to simple representation of emission standards or national/sector carbon budgets

Yes, soft links to sector deepdive modules and SD impact assessments

Facilitates multi-scenario analysis; deep-dive analysis requires links to other tools

Facilitates multi-scenario analysis and simulation

Air pollution-related impacts on health and agriculture; energy security indicators

In energy sector

Limited to emission standards for some technologies or national/sector carbon budgets

Yes, with API (programming code), or soft-links via Excel

Facilitates multi-scenario analysis and energy sector planning Facilitates multi-scenario analysis and simulation

**Energy security indicators** 

In energy sector

Emission standards, carbon budgets and additional flow constraints

High granularity facilitates many options for hard and soft links

Extensive analysis of energy sector and options for linking to other tools



OPTIONS

# Understanding links between climate mitigation and SD impact tools can help build synergies











Description of inputs / outputs and potential links between tools

Identification of potential synergies and information challenges

We focus on the **COMPASS** toolbox, including potential linkages with other tools as well as the potential use of PROSPECTS+ as a shell tool.

Analysis in GACMO, PROSPECTS+, LEAP, TIMES and many other tools can be fed into the EIM-ES and AIRPOLIM-ES (one way flow) to assess economic and health impacts for electricity supply scenarios.

PROSPECTS+ can also be used as a hub for more detailed sectoral analysis to show the national overview and high-level intensity and activity based indicators.

A wide range of sectoral specific and multi-sector analytical tools exist across all key emitting sectors, which we do not explore here. Potential linkages should be considered on a case-by-case basis.











# Potential linkages between EIM-ES and selected climate mitigation modelling tools







### INPUTS:

New capacity by tech and year

Generation by tech and vear

Investment by tech and type of cost

Local share of cost item

Sector of cost item

Input Output table

Salaries by sector



derived from gen / inter-year interpolation

Inter-year interpolation

Some manipulation of costs required

external input

model default values or user defined

national statistics / OECD database

national statistics / UNIDO database



derived from generation



external input

external input

model default values or user defined

national statistics / OECD database

national statistics / UNIDO database











model default values or user defined

national statistics / OECD database

national statistics / UNIDO database









model default values or user defined

national statistics / OECD database

national statistics / UNIDO database





# Potential linkages between AIRPOLIM-ES and selected climate mitigation modelling tools







### GACMO







### **INPUTS:**

Individual power plant characteristics

Power plant operational assumptions

Population exposure estimates

Population characteristics

Scenario definitions

coal plant tracker database + scen alignment

can be informed by generation data

GIS mapping

public international sources

Limited to one alternative scenario

coal plant tracker database + scen alignment

can be informed by generation data

GIS mapping

public international sources coal plant tracker database + scen alignment

can be informed by generation data

GIS mapping

public international sources depends on set up plant level representation

depends on set up plant level representation

GIS mapping

public international sources





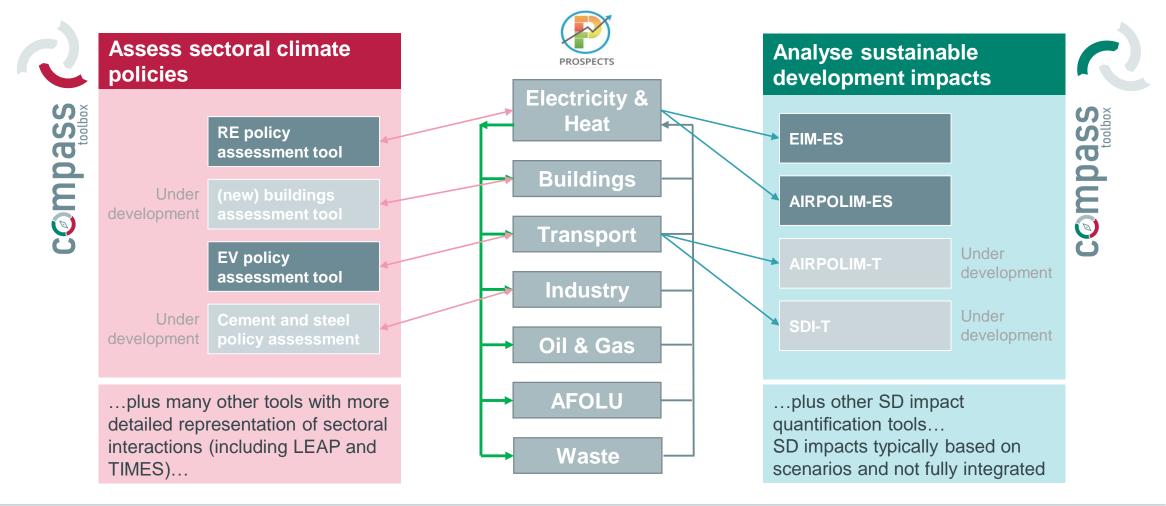
## PROSPECTS+ can act as a shell tool for linking NEXX sectoral and non-climate deep-dive analysis













# Use cases provide examples of suitability of tool applications in different contexts











Representative user objectives across stages of policy cycle

Suitability matching and highlighting key considerations

We set out a number of use cases across different stages of the **climate change mitigation policy cycle**.

For each use case we indicate which of the selected tools can provide valuable contributions and set out some of their respective strengths.

Use cases are identified to provide a **representative set of key questions and challenges** facing government representatives responsible for coordinating national efforts to address climate change through mitigation measures.

They are non-exhaustive and focus on relatively highlevel considerations. More detailed sub-levels of these use cases and sector specific questions are beyond the scope of this indicative guidance.













### Different tools are more suited to different stages of the policy cycle



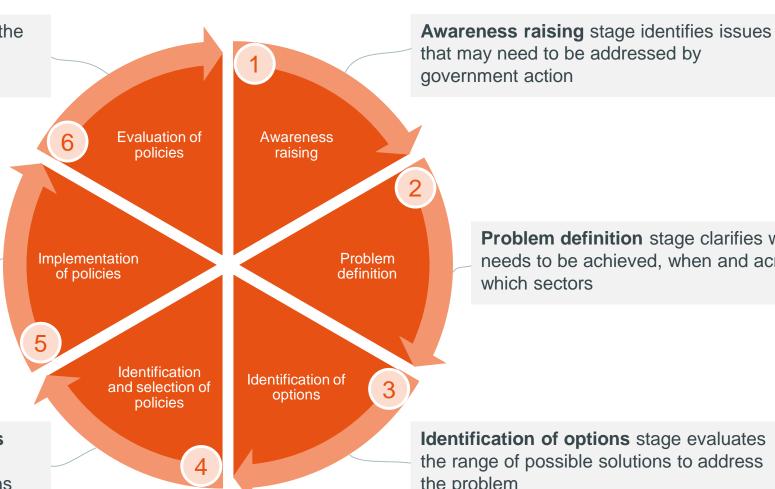




Evaluation of policies stage assesses the efficiency and effectiveness of policy instruments in addressing the problem

**Implementation of policies** stage puts in place the policies that facilitate the most attractive solutions to the problem

> Identification and selection of policies stage assesses the role for policy instruments to facilitate potential solutions

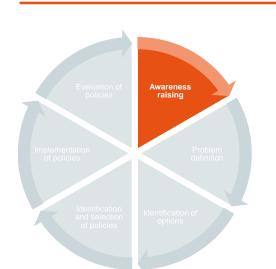


**Problem definition** stage clarifies what needs to be achieved, when and across which sectors

**Identification of options** stage evaluates the range of possible solutions to address the problem







AIRPOLIM-ES

be addressed by government action

EIM-ES

**SCAN** tool

PROSPECTS+

**GACMO** 

LEAP EV tool

TIMES

RE tool

Awareness raising stage identifies issues that may need to

- **Construction of GHG inventories**
- Overview of national emissions by sector
- Track developments of emissions and progress towards targets (NDCs)
- Identify sustainable development impacts associated with emissions intensive activities

- GACMO, PROSPECTS+ and LEAP can all assist in building GHG inventories and providing an overview of national emissions.
- LEAP and PROSPECTS+ capture historic data and can help in tracking developments over time. **LEAP** offers a wider range of indicators across sectors.
- SCAN tool provides interactive (web tool) high-level identification of potential nonclimate impacts associated with sources of GHG emissions.
- AIRPOLIM-ES can show health impacts of power plants across affected populations via web tool (limited country coverage) or country-level Excel tool analysis (relatively easy set up).

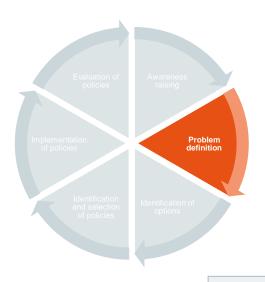
## Problem definition stage clarifies what needs to be achieved, when and across which sectors

Use cases









AIRPOLIM-ES

EIM-ES

SCAN tool

LEAP

**GACMO** 

PROSPECTS+

EV tool

TIMES

RE tool

Define ambitious GHG emission reduction pathways and targets, e.g. LTS and NDC

- Develop and compare different GHG emission scenario projections
- Identification of key emissions drivers and sector interdependencies

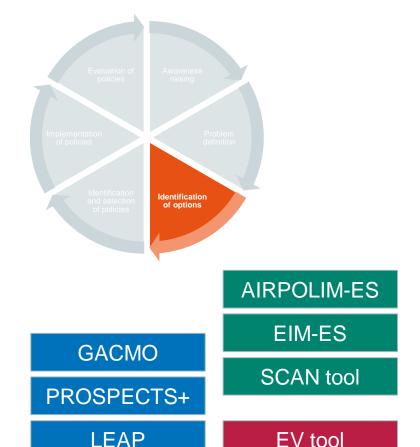
- GACMO provides an accessible means to consider mitigation action specific, sectoral and national targets.
- LEAP and PROSPECTS+ offer functionality to conduct more sophisticated pathway analysis across all emission sources (e.g. current policy or Paris compatible trajectories); identify emission drivers; and understand sector independencies (e.g. electrification of energy demand).
- TIMES provides a further level of sophistication to explore GHG emission drivers within energy supply and demand sectors, but excludes non-energy sector emissions.

## **Identification of options** stage evaluates the range of possible solutions to address the problem









xpioration and quant cenario analysis for

Exploration and quantification of mitigation options

- Scenario analysis for range of alternative decarbonisation pathways
  - Identification of costs, resource requirements and other barriers
  - Optimised planning to minimise emissions and/or costs
  - Identification of non-climate sustainable development impacts
- GACMO allows users to focus on emissions and cost implications for specific mitigation options.
- PROSPECTS+ is more suited to scenario analysis and understanding activity/ intensity levers. No consideration of cost and sector granularity is limited.
- **LEAP** offers more comprehensive planning options which can generate least cost pathways (energy sector); and **TIMES** provides a further level of energy system analytical sophistication.
- EV and RE policy assessment tools offer sector analysis of uptake under different policy interventions.
- Sustainable development impact tools can inform non-climate impacts of different interventions.

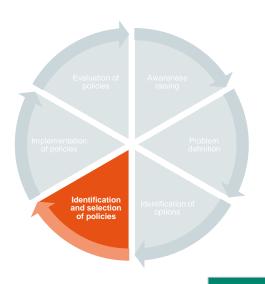
TIMES

RE tool





### Identification and selection of policies stage assesses the role for policy instruments to facilitate potential solutions



AIRPOLIM-ES

EIM-ES

SCAN tool

PROSPECTS+

**GACMO** 

**LEAP** EV tool

**TIMES** 

RE tool

- Analyse the potential impact of policy instruments on emissions
- Analyse the potential impact of policy instruments on sustainable development indicators
- Compare different policy options and selection of instruments
- Quantify costs of policy instruments (+ which stakeholders bear the costs)
- Understand other non-cost barriers to adopting policy instruments
- LEAP and TIMES can incorporate standards (e.g. emission caps) as well as carbon pricing policies and scenarios can be linked to AIRPOLIM-ES and EIM-ES.
- PROSPECTS+ can be used as a hub to aggregate sector deep-dive analytical outputs from other tools (e.g. EV and RE policy assessment tools), but in itself offers limited support at this stage.
- A wide range of other sector-specific tools exist to support policy selection that provide the detailed representation of sector characteristics typically needed to inform policy choices.
- Guidance documents that qualitatively explore incentives, consumer and firm behaviour and implementation challenges are also useful at this stage.

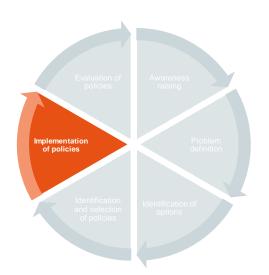
### Implementation of policies stage puts in place the policies that facilitate the most attractive solutions to the problem











**GACMO** 

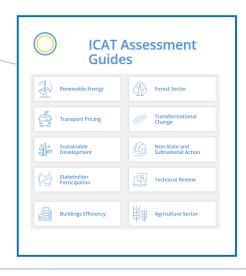
LEAP

TIMES

This stage relies less on tools to quantify climate mitigation and development impacts and more on process guidance, including:

- stakeholder engagement;
- administrative procedures; and
- information dissemination.

AIRPOLIM-ES EIM-ES SCAN tool PROSPECTS+ EV tool RE tool





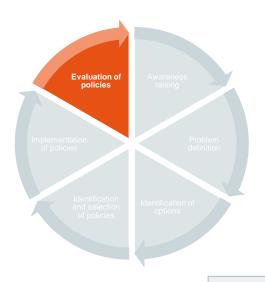












AIRPOLIM-ES

EIM-ES

SCAN tool

PROSPECTS+

GACMO

EV tool

TIMES

LEAP

RE tool

- Identify the impact on emissions at national and/or sector levels
- Identify the economic costs of policy intervention
- Understand the role of the policy instruments and their interaction with other drivers of change (e.g. global technology developments)
- Identify and assess non-climate, sustainable development impacts

- This step relies more on information collection and qualitative and quantitative assessment of historic data.
- Bookkeeping functionalities of tools such as LEAP, TIMES and PROSPECTS+ can offer some assistance in visualising historic annual emissions across sources / technologies and broken down to activities, intensities and other metrics.
- Guidance documents that set out generic analytical and process-based approaches to policy evaluation also offer assistance at this stage, coupled with bespoke assessment tools.



h.fearnehough@newclimate.org



