## Equity and Global Carbon Budgets – A Framework for Sharing of the Global Carbon Space

In-session Workshop on Scale of Emissions Reductions to be Achieved by Annex 1 Parties AWG-KP 13, Bonn, 2<sup>nd</sup> August 2010

Slide 1 of 12

## Background

- Various principles have been enunciated to estimate equitable sharing of carbon space
- Various academic researchers in India are working on frameworks to operationalize the principle of sharing of carbon space based on equity in cumulative per capita emissions subject to a global budget
- Presentation outlines the approach, some illustrative results, and emerging conclusions

## Overview

- Goal and Basic Ideas
- Current status of occupation of global carbon space, and residual availability
- Equity-based rules for partitioning of carbon space
- Results and Implications

## **Goal and Basic Ideas**

- Development of a framework for a just, equity-based partitioning of the global carbon space in order to restrict temperature rise to less than 2°C
- Basic Idea I: Dual Character of CO2 emissions both as a `global warming agent' and `development necessity`
- Basic Idea II: Equal Per Capita Cumulative Share Viable ethical basis for sharing the commons
- > Basic Idea III: Nature imposes a global carbon budget

## **The Global Carbon Budget**

Historical Emissions (Based on non-LULUCF data)

- 1850-2009 ----> 332 Gt of C
- 1850-1970 ----> 109 Gt of C
- 1971-2009 ----> 223 Gt of C
- Future Emissions:
  - 2000-2050 ----> 1000 Gt of CO2
    (10% to 42% probability of exceeding 2 deg C)
  - 2000-2050 ----> 1440 Gt of CO2
    - (29% to 70% probability of exceeding 2 deg C)

## **Current Occupation of Carbon Space**

	*Non- LULUCF Only		Fair Share
	1850 Basis	1970 Basis	2009 Population Basis
USA	28.8%	24.4%	4.6%
EU	26.1%	19.9%	7.2%
Other Annex-1	18.9%	21.5%	6.9%
Non Annex-1	26.2%	34.2%	81.3%

# Equity-based Rules for Sharing of Carbon Space

### **Rule I:**

- Countries cut "luxury emissions" if their current share > fair share of carbon space.
- Countries are allowed ``development'' emissions if current share < fair share of carbon space.</p>
- Reduction in emissions even for developing countries if they can reach fair share at end of time period.
- No country is allowed to cross their fair share of total carbon space (stock + flow).

#### **Objective – Minimize deviation from fair share**

# Equity-based Rules for Sharing of Carbon Space

### Rule II:

Total Global Emissions for 2000-2050 and 2051-2100 restricted by a Global Carbon Budget

**Objective – Minimize deviation from Global Budget** 

### **Rule III:**

- Countries with per capita cumulative emissions above specified threshold have to cut emissions.
- **Objective Minimize deviation of per capita cumulative emissions from specified threshold**

## **Constraints on emissions growth rates**

- > Max. Rate of Reduction Two main examples
  - Option A: Back Loaded (From 1990 levels) 48% by 2020, 97% by 2050
  - Option B: Front Loaded (From 1990 levels) 63% by 2020, 99% by 2050
- Max growth rate allowed specified as a multiple of current annual per-capita emissions growth rate

	<b>Option-A</b>	<b>Option-B</b>	
2020	1.8 times	1.8 times	
2030	1.5 times	2 times	
2050	0.5 times	3 times	

# Budgets between 2010 and 2050 (with 1850 as starting year)

of CO2) 2	(Gt of CO2) 1848
2 3	1848
3	1929
	1020
l	1444
ł	1434
	l l

## **Illustrative Result: Comparing Options A** and B for Scenario IV

1850 Basis - Constant Population	Future Entitlements	Model Allocation ( Scenario IV , Option A) 2010-2050	Model Allocation (Scenario IV, Option B) 2010-2050
	2010-2050	Based on cuts (from 1990 levels) of 48% by 2020 and 97% by 2050 by Annex-I	Based on cuts (from 1990 levels) of 63% by 2020 and 99% by 2050 by Annex-I
USA	-66.81	18.41	14.54
EU	-41.17	14.38	11.35
Other Annex-I	-19.43	17.39	13.71
Non Annex 1	427.14	248.02	258.58
Total	299.73	298.20	298.18

## **Major Policy Implications**

- Allocation or utilisation of carbon space Cannot be determined by a single party alone (Within a budget if one gains the other loses)
- Necessary to distinguish between allocations or entitlements and physical access to carbon space
- Key feature is the over-occupation of global carbon space by the developed nations
- Consequence of over-occupation
  - In terms of entitlements, developed nations have now negative entitlements into the future
  - Over-occupation has restricted the physical availability of carbon space to developing nations
  - The need to observe a global carbon budget restricts developing countries from realizing their full entitlements