American Petroleum Institute 2101 L Street, Northwest Washington, D.C. 20037 202-457-7000

J. J. Nelson (202) 457-6381

March 18, 1980

To:

AQ-9 Task Force

Attached please find a copy of the minutes of the February 9, 1980 AQ-9 Task Force meeting. Please inform me of any errors or omissions.

Cordially,

Attachment--minutes

/mi

#### Minutes of Meeting

9:15 a.m. Friday, February 29, 1980 Manhatten Room LaGuardia Airport New York City, New York

#### MEMBERS PRESENT

K.	Blower,	Chairman	SOHIO
B.	Bailey		Texaco
H.	Shaw		Exxon R&E

#### OTHERS PRESENT

J. Laurman	Consultant
J. Nelson	API/EAD
C. Showers	SOHIO

#### OPENING REMARKS

K. Blower, Chairman, opened the meeting by listing the following goals of this meeting:

- 1. Increase industry's understanding of the CO<sub>2</sub> and climate problem.
- 2. Determine if there are feasibile and valuable research projects that could be accomplished by API.
- 3. Establish a mechanism to prepare any needed issue papers.
- B. Bailey added the following items for consideration:
  - This Task Force should be the focal point and establish a basis for providing API comments on CO<sub>2</sub> and climate matters.
  - An overall goal of the Task Force should be to help develop ground rules for energy release of fuels and the cleanup of fuels as they relate to CO<sub>2</sub> creation.

#### CONSULTANT REPORT

Dr. J. A. Laurman, a consultant and a recognized expert in the field of CO<sub>2</sub> and climate, made a presentation to the Task Force entitled, "The CO<sub>2</sub> Problem; Addressing Research Agenda Development."

An outline is included as Attachment A.

In addition, a complete technical discussion, led by Dr. Laurman identified the problem, discussed the scientific basis and technical evidence of CO<sub>2</sub> buildup, impact on society, methods of modeling and their consequences, uncertainties, policy implications, and conclusions that can be drawn from present knowledge. A series of summary charts are attached as Attachment B.

#### API RESEARCH NEEDS

One area of possible API research was identified: Preparatory research to be able to answer questions dealing with the CO<sub>2</sub> problem and synthetic fuels.

#### COMMENTS ON DOE TECHNICAL PAPER

K. Blower and Bruce Bailey will modify the draft API letter back to DOE concerning an article submitted to the Task Force for comment. When the Task Force has approved the letter, it will be coordinated within API staff.

#### OTHER BUSINESS

The Task Force should set up a rationale and system for review of technical articles and responses to inquiries.

One potential area for R&D was discussed by the Task Force:
"Investigate the Market Penetration Requirements of Introducing
A New Energy Source into World Wide Use." This would include the
technical implications of energy source changeover, research
timing and requirements.

The meeting was adjourned at 4:25 p.m.

Prepared by:

Jimmie J. Nelson

# THE CO 2 PROBLEM; ADDRESSING RESEARCH AGENDA DEVELOPMENT

The difficulties of dealing with the pragmatic questions related to the CO<sub>2</sub>/fossil fuel problem all relate to certain general features, these having A) high impact cost, B) large uncertainty, and being C) far distant and D) global. The problem is interdisciplinary in its scientific aspects and it has ramifications in many economic sectors and in most nations. Therefore, not only is addressing it difficult in anlytic terms, but the mulitiplicity of possible interest groups that can be affected means that choice of what constitute the critical research issues depends on the user. In the most general terms we can subdivide the motivational aspect into those who see the need as to

- A) better understand the CO<sub>2</sub>/climate system, resulting in an ability to predict a) short range and b) long range effects.
- or to
- B) assess the present day importance of the future impact, as viewed
  - i) from a world viewpoint
  - ii) by national entities
  - iii) by specific industrial sectors or interest groups

Highest priority investigations depend on which of these groups is involved. In particular, a highly relevant aspect for all of these groups is the influence of present and future information on public perception and governmental attitudes regarding the problem and the resultant effect on energy policy.

Instead of attempting to research all aspects of the CO<sub>2</sub> problem that bear on the concern of any particular group, we may select a feature that appears to be particularly important to that sector – for example, nuclear energy proponents might wish to address the problem of market penetration time lags as the most critical for making their case.

### A) Reducing uncertainty in projections

### CO2 input

- a) deforestation, past present and future.
- b) effect of various energy use policies coal, oil shale, nuclear, biomass, solar, synthetics.

- c) turn-around scenarios for non-carbon based fuel use, impact calculations.
- d) remedial measures: biomass, scrubbing, bacterial enzymes, fertilizing oceans.

#### Carbon cycle

- a) CO2 growth and photosynthesis
- b) missing CO<sub>2</sub> since detritus, humus, regrowth of deforested areas, oceans, non-stationary biosphere.
- c) validity of box-model projections in short (50 yr) range.
- d) organic material in oceans (detritus, dissolution, nutriant limitations)
- e) estuarian regions
- f) ground water
- g) carbonate distribution
- h) use of tracers
- i) cataloguing on the biosphere
- j) climatic change feedback effects ocean temperature, plant growth.

#### Climate modeling

- a) ocean dynamics
- b) simplifying models
- c) feedback effects: clouds, sea ice, vegitation change (albedo).
- d) regional climatic change

#### B) Impact of climatic change

#### Socio-economie

- I) General problems:
  - a) how to make estimates of costs of large perturbations, even assuming climatic changes are known?
  - b) how do we discount the future?
  - c) geopolitical problems, either from climatic change or from remediation measures

- d) building in resilience. Can severity be versed in terms of critical rates of change of forcing of the societal system? Is a generic non-specific formulation possible?
- II) Immediate policy questions. The physical facts agree on the probability of large effects 50 years away, but with large probable error. Source of the uncertainty arises from deforestation, poor climate models and uncertainty in CO<sub>2</sub> input (energy projections). The first may be settled in a year or two; the second will not. Hence we have to treat an unsure situation, which may be possible via decision analysis if error distribution can be quantified. This has not been done for impact costs, so first
  - a) can it be? If yes, there still remain two major difficulties:
  - b) what are market penetration times for new energy sources? and
  - c) what future (social) discounting rate should be used?
  - If fossil fuel use rates are reduced to 2% p.a. or under, it looks as if the immediate problem is considerably eased (but needs checking). So another question is
  - d) what is the 50 year future of fossil fuel use?
  - Of more parochial interest is
  - e) what roles do the different catagories of fossil or synthetic fuel play in future projections?

The Natural Biosphere

The Managed Biosphere

# REASONS FOR INCREASED CONCERN WITH THE CO 2 PROBLEM

- · DEVELOPMENT OF RELIABLE ATMOSPHERIC CO2 GROWTH RATE MEASUREMENTS
- ITS CORRELATION WITH GLOBAL INDUSTRIAL CO EMISSIONS, MOSTLY FROM FOSSIL FUEL COMBUSTION
- SCIENTIFIC CONSENSUS ON THE POTENTIAL FOR LARGE FUTURE CLIMATIC RESPONSE TO INCREASED CO LEVELS
- REALIZATION THAT REMEDIAL ACTIONS WOULD TAKE A LONG TIME TO BECOME EFFECTIVE

# OBSERVATIONAL EVIDENCE - CONCLUSIONS

- . TWENTY YEARS OF GOOD CO 2 DATA, BUT ESSENTIALLY FROM ONE SOURCE
- · PRESENT ATMOSPHERIC CO<sub>2</sub> CONCENTRATION = 335 ppm PRE-INDUSTRIAL (1860)"
- CURRENT GROWTH RATE = 4.3% p.a. OF INCREASE SINCE 1860
- STRONG EMPIRICAL EVIDENCE THAT RISE CAUSED BY ANTHROPOGENIC RELEASE OF CO2, MAINLY FROM FOSSIL FUEL BURNING
- ATMOSPHERIC RETENTION IS 56% OF RELEASE, ASSUMING NO EFFECTS FROM DEFORESTATION

# ENERGY USE PROJECTIONS - CONCLUSIONS

- · AVERAGE GROWTH RATE 3-4% p.a. FOR NEXT FIFTY YEARS, FOSSIL FUEL SLIGHTLY LESS
- . THIS IS NOT CONSISTANT WITH LONG TERM PAST TREND
- · PROJECTED CO 2 RELEASE RATE (PROPORTIONAL TO INTEGRATED FOSSIL FUEL OUTPUT) CLOSE TO 3% p.a. UNTIL MID-21ST CENTURY; SUBJECT TO ERROR OF ABOUT ± 1% p.a.
- · EFFECT OF FOSSIL FUEL DEPLETION MINOR IN NEXT FIFTY YEARS

# CARBON CYCLE - CONCLUSIONS

- . POSSIBLE CO 2 RELEASE CONTRIBUTION FROM DEFORESTATION, PERHAPS RIVALLING FOSSIL FUEL SOURCE
- · ALL CARBON CYCLE MODELS BEHAVE LINEARLY UP TO 3-4 TIMES PRE-INDUSTRIAL ATMOSPHERIC CO 2 LEVELS
- . HENCE GIVE THE SAME PROJECTED ATMOSPHERIC CO 2 LEVELS FOR THE SAME INPUT
- · FOSSIL FUEL DEPLETION EFFECTS SMALL
- · DEFORESTATION EFFECT ON PROJECTIONS ONLY SIGNIFICANT IF IT BECOMES DEPLETED
- · CO2 "DOUBLING" DATE IS 2038 AT A 3% p.a. GROWTH OF ATMOSPHERIC RELEASE RATE
- · ERROR IN THIS ESTIMATE IS SMALL COMPARED WITH OTHER SOURCES OF ERROR

# CLIMATE MODELING - CONCLUSIONS

- \* GLOBAL AVERAGED 2.5°C RISE EXPECTED BY 2038 AT A 3% p.a. GROWTH RATE OF ATMOSPHERIC CO<sub>2</sub> CONCENTRATION
- \* LARGE ERROR IN THIS ESTIMATE 1 IN 10 CHANCE OF THIS CHANGE BY 2005
- · NO REGIONAL CLIMATE CHANGE ESTIMATES YET POSSIBLE
- · LIKELY IMPACTS:
  - 1°C RISE (2005): BARELY NOTICEABLE
  - 2.5°C RISE (2038): MAJOR ECONOMIC CONSEQUENCES, STRONG REGIONAL DEPENDENCE
  - 5°C RISE (2067): GLOBALLY CATASTROPHIC EFFECTS

# UNCERTAINTY IN ESTIMATES

- 1) CARBON CYCLE MODELING MINOR
- 2) DEFORESTATION MAJOR EFFECT ONLY IF RATE IS LARGE AND DEPLETION SETS IN
- 3) NATURAL CLIMATE VARIABILITY SMALL, ABOUT 0.5° C IN 50 YEARS
- 4) OTHER ANTHROPOGENIC SOURCES LESS THAN CO2, BUT POTENTIALLY MAJOR IF CONSIDERED IN TOTO
- 5) EFFECT OF A ± 1% VARIATION IN FOSSIL FUEL GROWTH RATE RELATIVELY MINOR
- 6) CLIMATE MODELING ERROR VERY LARGE; ALLOWANCE IN POLICY ANALYSIS ESSENTIAL

# POLICY IMPLICATIONS

- · GLOBAL PROBLEM, BOTH IN SOURCE AND FOR REMEDIES
- . TIME SCALE FOR SIGNIFICANT IMPACT, VERY ROUGHLY 50 YRS
- · HIGH RISK, HIGH UNCERTAINTY SITUATION, RELATIVELY FAR AWAY
  - TIME FOR ACTION ? MARKET PENETRATION TIME THEORY SAYS

    THERE IS NO LEEWAY

#### CONCLUSIONS

• AT A 3% PER ANNUM GROWTH RATE OF CO<sub>2</sub>, A 2.5°C RISE BRINGS WORLD ECONOMIC GROWTH TO A HALT IN ABOUT 2025.

Even if this estimate is grossly wrong it is still probable that

- WHETHER THERE ARE GROUNDS FOR IMMEDIATE RESPONSE TO THE THREAT DEPENDS ON THE VALIDITY OF THE LONG MARKET PENETRATION TIME CONCEPT.
- EVEN IF THE LATTER IS APPLICABLE, PRESENT DAY SIGNIFICANCE OF THE IMPACT DEPENDS STRONGLY ON CHOICE OF A FUTURE DISCOUNTING FACTOR.
- · NEED FOR IMMEDIATE POLICY ACTION HINGES ON THESE LAST TWO FEATURES.