

## **U.S. Environmental Protection Agency**

### 2014 GTAP Advisory Board Report

The U.S. Environmental Protection Agency (EPA) uses models based on the GTAP data base for analyses of congressional legislation, economic and environmental projections, and other research. EPA offices that are currently using or have used GTAP-based models include the Office of Atmospheric Programs (OAP), the Office of Transportation and Air Quality (OTAQ), and the Office of Policy (OP).

#### ***Use of GTAP in EPA analyses of climate legislation:***

OAP uses the ADAGE and IGEM CGE models in the analysis of major climate legislation. While IGEM is a U.S. only model, ADAGE is built on the GTAP data base and includes other countries/regions in addition to the U.S. ADAGE is developed and run by RTI International for the EPA. ADAGE has been updated and enhanced to include:

- Linkage to a wholesale electricity dispatch model for generation, capacity planning, fuel use, and emissions estimates
- Collaboration with the National Renewable Energy Laboratory (NREL) to improve the characterization of wind electricity possibilities
- Explicit representation of a housing capital stock that can be traded off against energy to represent energy efficiency improvements
- Inclusion of new technology options for vehicles
- Representation of policies such as CAFE standards, RPS, and CES
- Addition of ethanol to fuel mix

In the near future, ADAGE will be updated to GTAP 8 and IEA energy data for 2010. OAP used ADAGE in Energy Modeling Forum (EMF) exercise 24: “Technology Strategies for Achieving Climate Policy Objectives.” Further information on the ADAGE model is available at:

<http://www.rti.org/page.cfm?objectid=DDC06637-7973-4B0F-AC46B3C69E09ADA9>

#### ***Development of the Phoenix model:***

Phoenix is a 24 region 26 sector global dynamic CGE model using GTAP 7 data. Phoenix replaced the Second Generation Model (SGM). Development of Phoenix is ongoing at Boston University, Pennsylvania State University, the Joint Global Change Research Institute, and OAP. The model currently includes CO<sub>2</sub> emissions but work is underway to also include non-CO<sub>2</sub> emissions. Other enhancements include border carbon adjustments and calibration of the electric power sector. EPA is using Phoenix in the EMF exercise 27: “Global Model Comparison.” Further information on the Phoenix model is available at:

<http://www.globalchange.umd.edu/models/phoenix/>

***Development of GDyn-E-BIO:***

OTAQ funded and worked with the GTAP Center and RTI on the development of the GTAP GDyn-E-BIO model. The model, with energy and biofuels detail, is linked to detailed global land use (e.g., AEZ) characterizations. The model was used to assist EPA in the lifecycle assessment of GHG emissions from biofuels.