

Impact of expanded production of biofuels on non-CO₂ GHG emissions

A note prepared for California Air Resource Board

Alla Golub

March 22, 2013

This note describes introduction of non-carbon dioxide (non-CO₂) greenhouse gas (GHG) emissions into GTAP-BIO model and provides illustrative analysis of the effects of expanded production of US corn ethanol on sectoral, regional and global non-CO₂ emissions. GTAP non-CO₂ version 7 data base (Rose et al. 2010), containing detailed information on global emissions in 2004, is linked to the current version of the GTAP-BIO model with the same base year (Taheripour et al. 2011). The emissions data include nitrous oxide (N₂O), methane (CH₄) and fourteen fluorinated gases (F-gases). For each region, the emissions dataset provides disaggregated source-level non-CO₂ emissions for each economic sector and regional household. Furthermore, the sector emissions are tied to emissions drivers: factor inputs (endowments), intermediate inputs, or output. Household non-CO₂ emissions are tied to energy use.

Non-CO₂ GHG emissions data

Figure 1 shows sectoral breakdown of global non-CO₂ emissions. More than half of all non-CO₂ emissions are related to agricultural activities. Global ruminant livestock sector is the largest emitter of anthropogenic non-CO₂ gases.

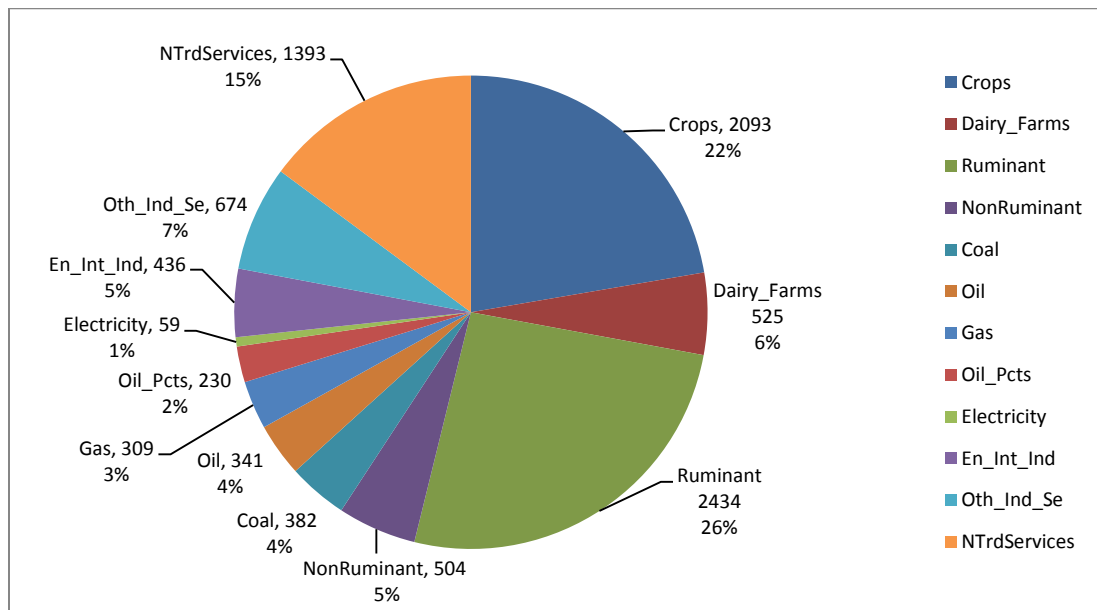


Figure 1 Global non-CO₂ GHG emissions by sector, MtCO₂eq

Livestock production makes a significant contribution to agricultural emissions in all regions, and China¹ and Sub Saharan Africa are the largest contributors of global non-CO₂ emissions from agriculture (Figure 2). These two regions are also the largest contributors of global non-CO₂ emissions from the livestock sectors, and the ruminant meat sector in Sub Saharan Africa is single largest agricultural source of non-CO₂ emissions globally.

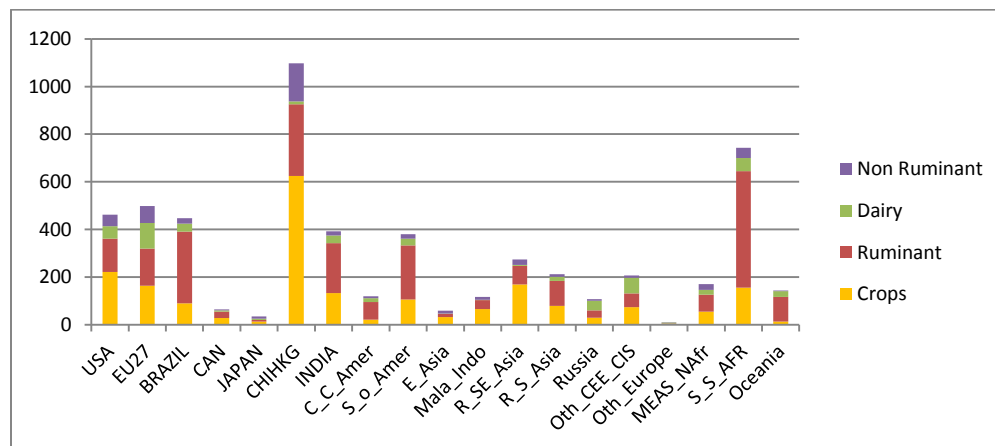


Figure 2 Non-CO₂ GHG emissions by agricultural sector and region, MtCO₂eq

A detailed breakdown of non-CO₂ emissions from crop sectors by region is provided in Figure 3. Paddy rice and fruits and vegetables (OthAgri) sectors are large contributors of non-CO₂ in many regions. Oilseeds sectors are significant source of non-CO₂ emissions in Brazil and Other South America (S_o_Amer). Coarse grain sectors are important emitters in US, EU27 and Sub-Saharan Africa (S_S_Africa).

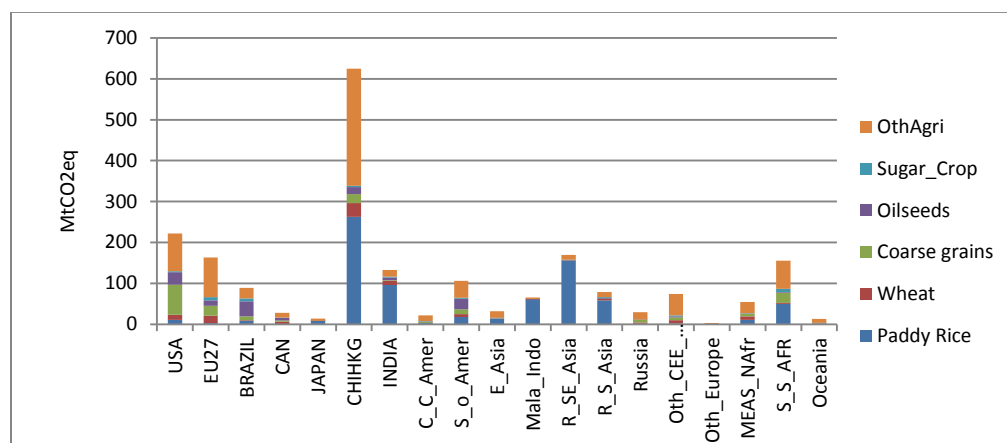


Figure 3 Non-CO₂ GHG emissions by crop sector and region, MtCO₂eq

¹ China region in the model is denoted by CHIHKG and includes China and Hong Kong.

Figures 4-6 identify specific categories of emissions within largest emitters (paddy rice, fruits and vegetables, coarse grains and oilseeds). In paddy rice production most of non-CO₂ emissions are methane from paddy rice land. Nitrous oxide emissions from fertilizer application are noticeable in China and Rest of South Asia (Figure 4). In coarse grains, oilseeds, and fruits and vegetables sectors most of non-CO₂ emissions are nitrous oxide emissions from fertilizer application (Figures 5 and 6).

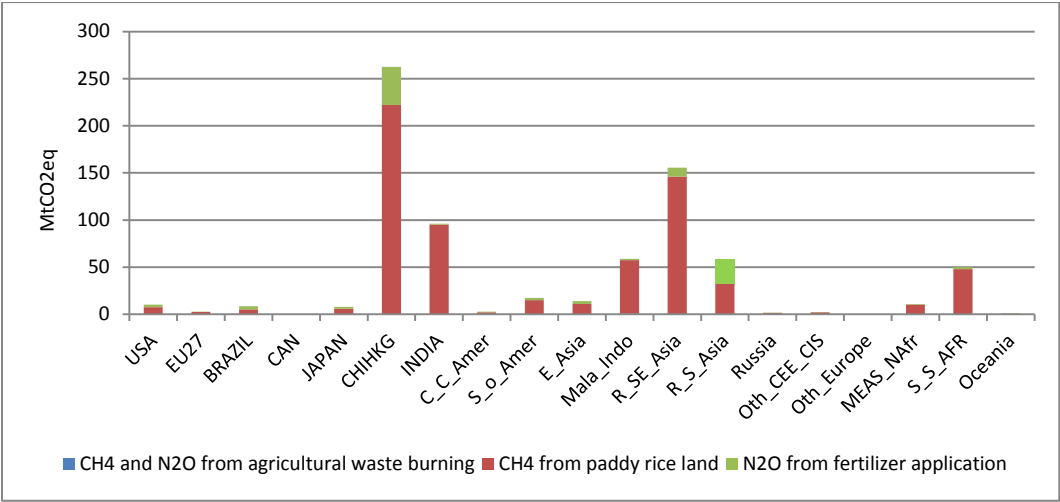


Figure 4 Non-CO₂ GHG emissions from paddy rice production by driver and region, MtCO₂eq

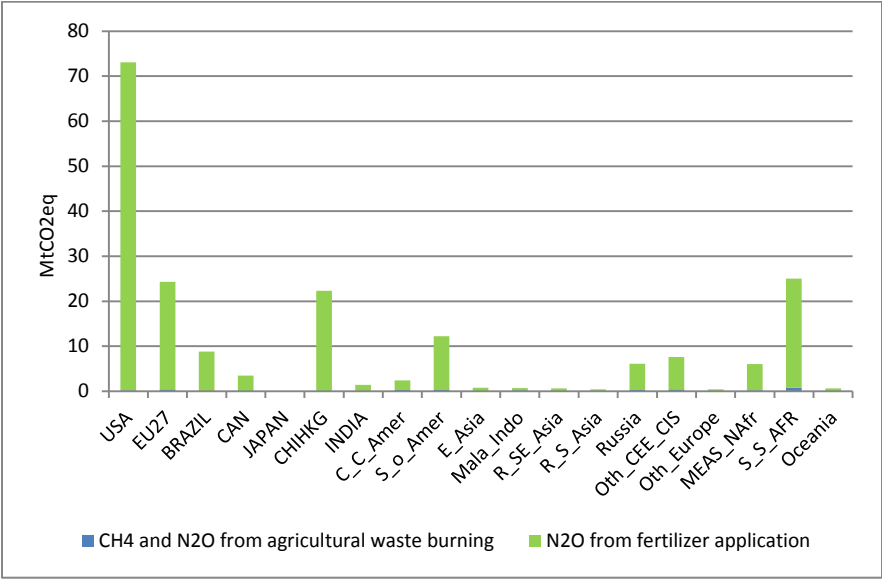


Figure 5 Non-CO₂ GHG emissions from sorghum and other coarse grains production by driver and region, MtCO₂eq

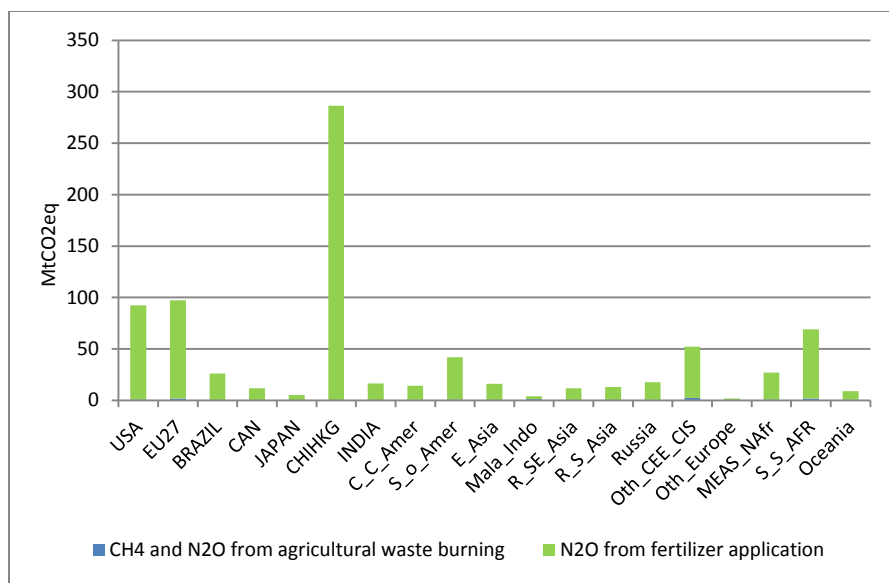


Figure 6 Non-CO₂ GHG emissions from fruit and vegetables production by driver and region, MtCO₂eq

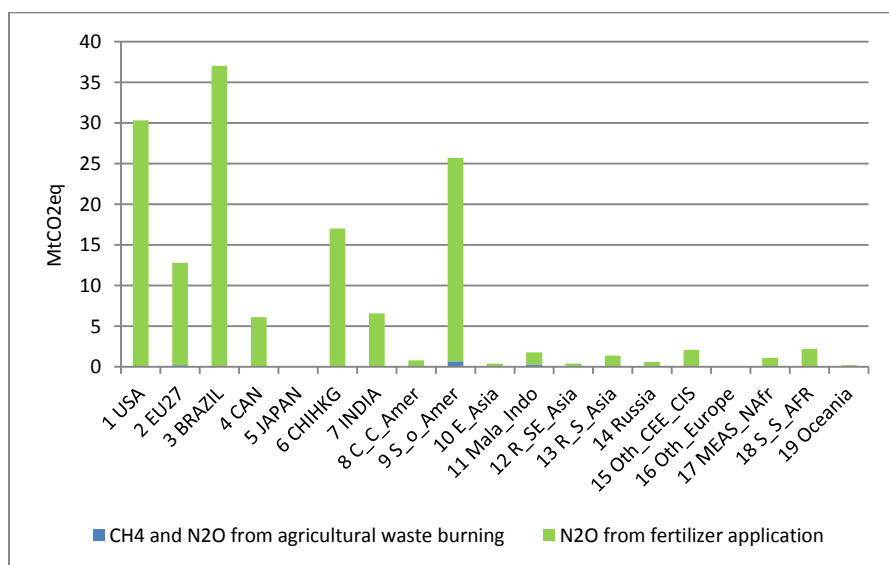


Figure 7 Non-CO₂ GHG emissions from oilseeds (soybeans, oil palm, rapeseeds, other oilseeds) production by driver and region, MtCO₂eq

Livestock production is the world's largest source of CH₄ emissions, most of which is derived from fermentative digestion by ruminant animals. Manure handling and storage is a significant source of both CH₄ and N₂O emissions. The GHG contributions vary considerably between livestock sectors and regions according to animal physiology, agro-climatic conditions, quality of feed resources, manure management practices, and degree of land intensification. Figure 8 identifies specific categories of emissions within three livestock sectors (ruminant, dairy and non-ruminants).

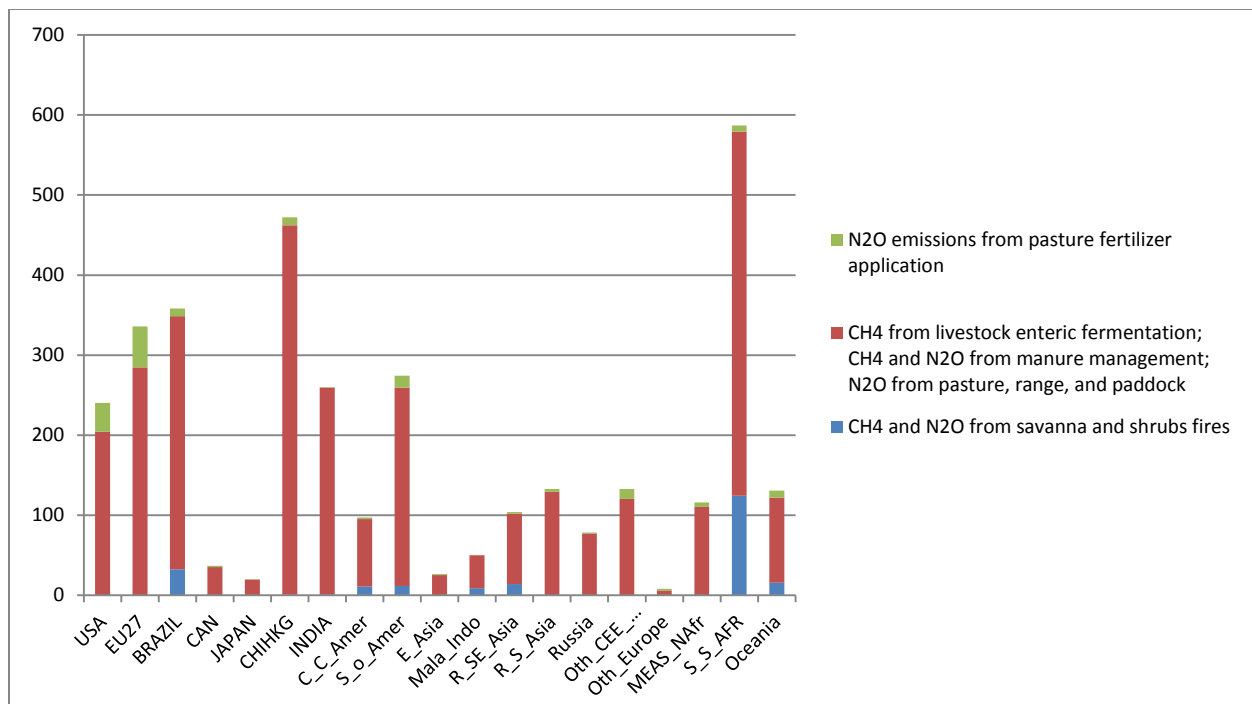


Figure 8 Non-CO₂ emissions from livestock production by emission category and region, MtCO₂eq

One category of emissions related to livestock introduced into the model is emissions from cropland-pasture. In current version of GTAP-BIO, cropland-pasture sector is a *fictitious* activity that uses cropland as an input, and does not use any other inputs. The cropland-pasture sector produces “cropland-pasture output”. This cropland-pasture output is used as an input into ruminant meat production and dairy production. The cropland-pasture input is treated as a separate from pasture land input and competes with pasture land input within livestock sectors production structure .

Cropland-pasture sector is introduced in US and Brazil by splitting land endowment of ruminant meat sector between new ruminant meat and cropland-pasture sectors. Emissions from savanna and shrubs fires related to ruminant meat production are present in Brazil, but not US (Rose et al. 2010). Rose and Lee (2009) identify land endowment as a driver behind these emissions in ruminant meat production. Thus, in the construction of non-CO₂ emissions data for GTAP-BIO, CH₄ and N₂O emissions from savanna and shrubs fires in ruminant meat sector in Brazil are separated into emissions from land in cropland-pasture sector (16 MtCO₂eq) and emissions from land in new ruminant meat sector (32 MtCO₂eq), in proportion to land endowments used in these sectors.

Introducing non-CO₂ emissions into GTAP-BIO model

To track changes in non-CO₂ emissions within the GTAP-BIO model, emissions are tied to specific drivers: factor inputs (endowments), intermediate inputs, or output (table 1).

Table 1 Mapping between emission category and emission driver (adopted from Rose and Lee, 2009)

Emission category	Emission driver
CH ₄ and N ₂ O from agricultural waste burning	Sector output
CH ₄ from paddy rice land	Paddy rice harvested area
N ₂ O from fertilizer application	En_Int_Ind input (include GTAP “crp” input, which, in turn, includes fertilizers)
CH ₄ from livestock enteric fermentation; CH ₄ and N ₂ O from manure management; N ₂ O from pasture, range, and paddock	Livestock capital
CH ₄ and N ₂ O from savanna and shrubs fires	Land employed in livestock sector

Illustrative analysis of the effects of the expanded production of US corn ethanol on land use related emissions

In this illustrative example, US corn ethanol production is increased from 3.41 billion gallons per year (bg/y), observed in 2004, to 15 bg/y. Economy wide changes in non-CO₂ emissions in this experiment are shown in table 2. Globally, non-CO₂ emissions increase by 8 MtCO₂eq. Most of the increase is observed in US (7.71 MtCO₂eq). Large increase in non-CO₂ emissions (14 MtCO₂eq) is observed in coarse grains production in US due to yield intensification and increased use of fertilizers. The increase is partially offset by reduction in non-CO₂ emissions in other sectors, most notably in fruits and vegetables (OthAgri) and energy intensive sectors. In fruit and vegetables, reduction in emissions from fertilizer application is driven by the reduction in output of this sector. In energy intensive sectors, where non-CO₂ emissions are tied to output, their reduction is directly driven by output reduction in these sectors. Changes in land use related non-CO₂ emissions (calculated as a sum of changes in emissions from agricultural sectors) is 11.6 MtCO₂eq.

Table 2 Changes in non-CO₂ emissions due to increased production of US corn ethanol by 11.59 bg/y, MtCO₂eq

Sector	USA	EU27	CHIHKG	INDIA	MEAS_NAfr	S_S_AFR	Oceania	Other regions	Global
Paddy_Rice	-0.43	0.03	-0.37	-0.05	-0.04	0.10	0.00	-0.28	-1.03
Wheat	-0.60	0.10	0.15	0.02	0.07	0.03	0.01	0.16	-0.07
Sorghum	0.17	0.00	0.00	0.00	0.01	0.00	0.00	0.02	0.20
Oth_CrGr	14.20	0.00	0.13	0.00	0.05	0.00	0.01	0.15	14.54
Soybeans	-0.85	0.00	0.03	0.00	0.00	0.00	0.00	0.48	-0.34
palmf	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.01	0.01
Rapeseed	-0.01	0.02	0.02	0.00	0.00	0.00	0.00	0.03	0.05
Oth_Oilseeds	-0.06	0.04	0.03	0.01	0.01	0.01	0.00	0.08	0.12
Sugar_Crop	0.00	0.00	0.00	0.00	0.00	-0.01	0.00	-0.05	-0.05
OthAgri	-1.90	0.19	0.43	0.03	0.04	0.22	0.02	0.57	-0.41
Dairy_Farms	-0.01	0.04	0.01	0.03	-0.02	-0.04	0.01	-0.10	-0.08
Ruminant	-0.28	0.15	0.10	0.22	-0.03	-0.69	0.18	-0.39	-0.74
NonRuminant	-0.35	0.04	-0.02	0.01	-0.06	-0.06	0.01	-0.01	-0.43
Cropland pasture								-0.19	-0.19
Energy and energy intensive sectors	-1.84	0.09	0.24	0.10	-0.43	-0.41	0.02	-0.67	-2.90
Private consumption	-0.32	0.04	0.01	0.00	0.00	0.00	0.00	0.01	-0.26
Total	7.71	0.73	0.75	0.38	-0.40	-0.84	0.27	-0.17	8.43

Changes in land use related emissions include CO₂ emissions from land cover change and changes in non-CO₂ emissions from agricultural activities. Using recently developed AEZ and region specific emission factors (Plevin et al. 2011), one time discharge of CO₂ emissions from land cover change in this experiment amount to 580 teragrams of CO₂ emissions, or 580 MtCO₂. If divided by 30 years of production, then it is about 19 MtCO₂ per year. Together with changes in non-CO₂ land use related emissions, total land use related emissions increase due to expanded US ethanol production is about 30 MtCO₂eq per year.

References

- Plevin, R.J., H.K. Gibbs, J. Duffy, Y. Sahoko, and S. Yeh. 2011. "Agro-ecological Zone Emission Factor Model." Report for Discussion. California Air Resource Board.
- Rose, S. and H-L. Lee. 2009. "Non-CO₂ Greenhouse Gas Emissions Data for Climate Change Economic Analysis" in T.W. Hertel, S. Rose, R. Tol (eds.), *Economic Analysis of Land Use in Global Climate Change Policy*, Routledge Publishing, pp343.
- Rose, S., M. Avetisyan, and T. Hertel. 2010. "Development of the Preliminary Version 7 Non-CO₂ GHG Emissions Dataset". GTAP Research Memorandum No.17.
<https://www.gtap.agecon.purdue.edu/resources/download/4618.pdf>
- Taheripour, F., A. Golub, W. Tyner. 2011. "Calculation of Indirect Land Use Change (ILUC) Values for Low Carbon Fuel Standard (LCSF) Fuel Pathways." Interim report prepared for California Air Resource Board.