

Cows, Sheep and Science: A Scientific Perspective on Biological Emissions from Agriculture

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#### Abstract

Biological emissions from agriculture (methane and nitrous oxide) make up almost half New Zealand's total greenhouse gas emissions, so their importance relative to carbon dioxide is of particular policy interest. Motu Economic and Public Policy Research brought together a group of New Zealand climate change and agriculture specialists to respond to questions posed by the Parliamentary Commissioner for the Environment on the science.

The paper finds that the overriding need to reduce carbon dioxide emissions is scientifically uncontentious. For the climate to stabilise, net carbon dioxide emissions must ultimately be cut to zero. There is debate about whether, when and how much action to take on other gases.

Some scientists advocate a comprehensive multi-gas approach, arguing that will be more costeffective. It may already be too late to limit warming to two degrees without mitigating agricultural greenhouse gases. Others advocate a focus on carbon dioxide or on all long-lived gases (including nitrous oxide), with concerted mitigation of methane (a short-lived gas) only once carbon dioxide emissions are falling sustainably towards zero.

There is support for 'easy wins' on all gases, but it is unclear how easy it is for New Zealand to reduce total nitrous oxide and methane emissions while maintaining production. The report summarises current and emerging options, and discusses methods to calculate methane and nitrous oxide emissions at the paddock, farm, regional and national scale.

Finally, the report considers metrics used for comparison between gases, focusing on Global Warming Potential (GWP) and Global Temperture change Potential (GTP). The authors reached a consensus that the 'right' value depends on the policy goal and could change substantially over time; and if the main policy goal is to cost-effectively limit global average warming to two degrees above pre-industrial levels, then the value of methane should be less than the GWP100 value of 28 until global carbon dioxide emissions have begun to decline steadily towards zero. There is no agreement beyond this on the best value to use; the arguments reflect judgments about politics, economics, and the intersection of policy and science.

**JEL codes** Q52, Q54, Q58, R14

Keywords Agriculture, emissions, science

Summary haiku The science is clear. When debating emissions Consider your goals.

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## **1 Executive Summary**

This paper was commissioned by the Parliamentary Commissioner for the Environment in the context of the Commissioner's investigation into the merits of an 'all-gases, all-sectors' Emissions Trading Scheme. Motu brought together a group of New Zealand climate change and agriculture specialists to respond to five specific questions, and their corollaries, posed by the Commissioner.

1.1 What is the current state of understanding of the climate impacts of each greenhouse gas (CH<sub>4</sub>, N<sub>2</sub>O, CO<sub>2</sub>)? Where is there consensus and divergence?

There has been a robust scientific understanding of the climate impacts of each of the greenhouse gases (GHGs) in question for many decades.

Nitrous oxide (N<sub>2</sub>O) and carbon dioxide (CO<sub>2</sub>) are both long-lived gases. N<sub>2</sub>O has an atmospheric lifetime of about 120 years, whereas CO<sub>2</sub> can remain in the atmosphere for centuries to millennia. Tonne for tonne, however, N<sub>2</sub>O is a much more powerful greenhouse gas than CO<sub>2</sub>.

Methane ( $CH_4$ ) is a short-lived gas with an atmospheric lifetime of about 12 years. Despite its short lifetime,  $CH_4$  is also a more powerful greenhouse gas tonne for tonne than  $CO_2$ .

Carbon dioxide is the largest single contributor to human-induced climate change, however, because of the high volume of CO<sub>2</sub> emissions and its long lifetime.

Estimates of the relative potency of the different gases are updated from time to time. This is not evidence of diverging scientific opinion, but simply reflects the fact that increasing amounts of GHGs in the atmosphere change the radiative efficiency of these gases. In addition, evidence about additional indirect warming effects and about the natural processes by which GHGs are removed from the atmosphere is increasing with on-going research, which can result in revisions to the exact numbers.

1.2 Putting aside feasibility, which greenhouse gases should be the central focus of short-, medium- and long-term mitigation efforts? Why?

The overriding need to reduce carbon dioxide emissions is scientifically uncontentious. There is a strong, direct relationship between cumulative emissions of CO<sub>2</sub> and global warming; ultimately, net CO<sub>2</sub> emissions have to decline to zero for the climate to stabilise. In this sense, therefore, CO<sub>2</sub> must always be the "central" focus of mitigation efforts in the short, medium and long term. Since  $N_2O$  is also a long-lived gas, it should also, feasibility aside, decline to zero. There are (in principle) ways to take more  $CO_2$  out of the atmosphere than is being put in by human activities. This could enable some  $N_2O$  emissions to continue if that was deemed desirable, compensated for by a net global removal of  $CO_2$  from the atmosphere.

By contrast, emissions of  $CH_4$  and other short-lived climate forcers do *not* have to decline to zero for the climate to stabilise; they only have to stop increasing.

The debate over the desirability and urgency of CH<sub>4</sub> mitigation turns on whether, and in what circumstances, effort should be put into mitigating CH<sub>4</sub> emissions *in addition* to mitigating emissions of long-lived greenhouse gases.

On one side, advocates of a comprehensive multi-gas approach point to the costeffectiveness of this approach, as it would allow CO<sub>2</sub> emissions to be reduced to zero just a little more slowly, so the same maximum (peak) warming could be achieved as under a CO<sub>2</sub>-only strategy but the net cost of mitigation would be lower. In addition, recent studies suggest that without mitigation of agricultural non-CO<sub>2</sub> gases, CO<sub>2</sub> emissions would have had to peak already or in the very near future to leave a reasonable chance of not exceeding the current internationally agreed target of a maximum 2°C warming above pre-industrial levels.

On the other side, advocates of a focus on long-lived gases, or exclusively on CO<sub>2</sub>, argue that putting effort into short-lived gases misses the point that every emission of CO<sub>2</sub> today matters for the ultimate peak temperature. They argue for a "peak CO<sub>2</sub> first" approach, where concerted action on short-lived gases starts only once it is clear that CO<sub>2</sub> emissions are trending downwards. They express concern that CO<sub>2</sub> mitigation promises to be difficult and costly enough without adding extra costs to the economy by trying to address other gases as well.

These differences are about how to apply generally agreed scientific and economic understanding to policy. They are not about the science itself. The drivers for the two 'sides' reflect different assessments of political and economic conditions.

## **1.3** Considering issues of feasibility, how much emphasis should be placed on mitigation of agricultural non-CO<sub>2</sub> gases? Why?

New Zealand farmers have already made substantial efficiency gains that have constrained the rise in total agricultural GHG emissions. There may be scope for more consistent implementation of current best practice on farms, and there are some new options on the horizon, but total agricultural emissions are projected to continue to rise in the short to medium term because of planned production increases.

To achieve overall reductions in agricultural GHG emissions would take some or all of the following:

- Constraining total production at current levels while increasing efficiency gains
- Future scientific and technological breakthroughs
- Shifts in production (i.e., away from ruminant animals).

# 1.4 How are methane and nitrous oxide emissions from the agriculture sector calculated, and how accurate are such calculations?

Current methods for measuring emissions of  $CH_4$  and  $N_2O$  at the level of individual animals or paddock scale are resource intensive and subject to considerable uncertainty. It would not be feasible to use these methods as tools to directly estimate and monitor farm-level emissions across the country.

The only on-farm calculator widely in use in New Zealand is the nutrient budget model OVERSEER® (Overseer), which has a mixed reputation within the farming community. Overseer was not designed for GHG accounting, but it does capture many key pieces of information. It does not currently consider the different soil conditions or microclimates within a farm, which can be crucial for  $N_2O$  emissions. In general, Overseer is better used to track changes over time (trends), rather than for specific numerical estimates.

On a broader scale, New Zealand's National Inventory of GHGs includes estimates of agricultural GHG emissions. These are based on agricultural statistics of total production and average productivity per animal. Basic biological equations and agricultural statistics are then used to relate production per animal to feed intake. Estimated feed intake, in turn, is used to estimate methane emissions per animal and total nitrogen excreted. The estimated total nitrogen excreted is used to estimate nitrous oxide emissions as a percentage of total nitrogen excreted or applied in the form of nitrogen fertilisers. While these equations are simple, and miss differences between farms, they are based on an increasing number and diversity of empirical measurements, and are considered broadly robust at the regional and national level.

**1.5** What methods are used to determine CO<sub>2</sub> equivalencies for other greenhouse gases? Where is there consensus and divergence on how best to do this?

There are numerous metrics available to calculate an 'exchange rate' between GHGs. Metrics typically use CO<sub>2</sub> as the benchmark and compare other gases to it. The two most common metrics are:

- Global Warming Potential (GWP) used, with a time horizon of 100 years, as the standard metric in IPCC Assessments and under the UNFCCC. GWP measures the cumulative warming effect of the emission of 1 kg of a GHG over a given time period relative to the cumulative warming effect of 1 kg of CO<sub>2</sub> over the same period. The current best estimate of GWP100 for methane is 28.
- Global Temperature change Potential (GTP) increasingly discussed as an alternative. GTP measures the global temperature change at a given point in the future due to the emission of 1 kg of a GHG relative to the temperature change at the same future point due to 1 kg of CO<sub>2</sub>. The current best estimate of GTP100 for methane is 4. This is lower than for GWP100 because most of the warming effect of methane occurs in the first three decades after

emission, not in 100 years' time, whereas GWP100 calculates the gases' cumulative effect over the first 100 years.

To be most efficient, the metric chosen needs to be the best proxy for the aims of global climate change policy, such as limiting total temperature change (focus on the peak temperature) and/or limiting the rate of temperature change (focus on the temperature path) and/or limiting overall damages from climate change. Both the merits of the metrics themselves and the policy goals are vigorously debated by some New Zealand climate scientists, but the distinction between metrics and goals is often fuzzy.

Nonetheless, there is consensus that:

- the right value depends on the policy goal and could change substantially over time; and
- if the main policy goal is to cost-effectively limit global average warming to 2 degrees above pre-industrial levels, then the value of CH<sub>4</sub> should be less than the GWP100 value of 28 until global CO<sub>2</sub> emissions have begun to decline steadily towards zero.

How much less? As noted above, the arguments reflect judgments about politics, economics and the intersection of policy and science.

One argument goes that if the goal is to limit warming to about 2 degrees *at lowest global economic costs*, CH<sub>4</sub> must be regarded as having a value of *at least* 10 relative to CO<sub>2</sub> today. This argument is based on the fact the GTP100 of CH<sub>4</sub> is more than 10 when climate-carbon cycle feedbacks are included, and the assessment that 100 years is an extremely generous time horizon for limiting warming to near 2 degrees and would also cater for moderately higher levels of warming such as 2.5 and possibly even 3 degrees.

Another strand of debate is the current GTP100 value of 4 for  $CH_4$  (excluding climatecarbon cycle feedbacks) may be more appropriate for today, given that the current priority must be to reduce  $CO_2$  emissions. Potential revisions to metrics – which may be appropriate in the event that progress is made on  $CO_2$  – could be conducted periodically alongside other potential revisions to targets, reviews of progress, etc.

With regard to New Zealand's economic self-interest, it is by no means clear which metric is best.

### 2 Introduction

This paper was commissioned by the Parliamentary Commissioner for the Environment (PCE) to answer a series of questions about the science of agricultural greenhouse gases: methane (CH<sub>4</sub>) and nitrous oxide (N<sub>2</sub>O). These questions have arisen during the Commissioner's investigation into the merits of an "all-gases, all-sectors" Emissions Trading Scheme and how agricultural greenhouse gases should be treated as part of New Zealand's climate change policy. The questions are:

- What is the current state of understanding of the climate impacts of each greenhouse gas (CH<sub>4</sub>, N<sub>2</sub>O, CO<sub>2</sub>)? Where is there consensus and divergence?
- 2. Putting aside feasibility, which greenhouse gases should be the central focus of short-, medium- and long-term mitigation efforts? Why?
- 3. Considering issues of feasibility, how much emphasis should be placed on mitigation of agricultural non-CO<sub>2</sub> gases? Why?
- 4. How are methane and nitrous oxide emissions from the agriculture sector calculated, and how accurate are such calculations?
- What methods are used to determine CO<sub>2</sub> equivalencies for other greenhouse gases?
  Where is there consensus and divergence on how best to do this?

To compile this report, Motu brought together a group of New Zealand climate change and agriculture scientists and industry representatives, and worked with them to develop a response to the Parliamentary Commissioner's questions. The process is detailed in Appendix One.

This report aims to distinguish science from matters of competing values, interests, or assessments of how various national and international actors might behave.

Agriculture is the largest contributing sector to New Zealand's greenhouse gas (GHG) emissions, with agricultural  $CH_4$  and  $N_2O$  making up 48% of total emissions in 2013; the second largest sector, at 39%, was energy (MfE, 2015a,b). Attempts to compare  $CH_4$  and  $N_2O$  with the most important GHG produced by human activity,  $CO_2$ , are a matter of comparing apples and oranges.

Issues such as the basis for comparison and the relative priority to be put on mitigating different gases could have significant implications for New Zealand and/or individual farmers. These decisions are not scientific ones. Rather, they require the transparent application of scientific understanding to clearly articulated policy goals.

Climate change is a global issue, but when it comes to the feasibility of mitigation of agricultural GHGs, this paper focuses on New Zealand conditions, especially pastoral farming. In this area, New Zealand has an active research and development programme. Here, science can make a difference.

## 3 Climate impacts: gas by gas

The PCE has asked,

"What is the current state of understanding of the climate impacts of each greenhouse gas (CH4, N2O, CO2)? Where is there consensus and divergence?"

#### 3.1 What drives the climate impacts of greenhouse gases?

The term "climate impacts" usually refers to the consequences of climate change for natural and human systems, such as more frequent severe droughts.

All GHGs warm the atmosphere. They absorb infrared radiation produced when sunlight is reflected by the Earth's surface and they hold this heat energy in the atmosphere. The contribution of any particular GHG to "climate impacts" depends on:

- How effective the gas is at trapping heat energy (its radiative efficiency)
- How long the gas remains in the atmosphere (its longevity during which time it continues to trap heat)
- How the gas is removed from the atmosphere (e.g., whether it produces other GHGs as it breaks down)
- How much of the gas there is in the atmosphere (its atmospheric concentration, which is the product of how much is emitted and how long it remains there).

Carbon dioxide (CO<sub>2</sub>), methane (CH<sub>4</sub>) and nitrous oxide (N<sub>2</sub>O), in that order, have made the greatest contribution to the increased energy in the Earth system since 1750. (Stocker *et al*, 2013: 676)

"Anthropogenic greenhouse gas emissions have increased since the pre-industrial era, driven largely by economic and population growth, and are now higher than ever. This has led to atmospheric concentrations of carbon dioxide, methane and nitrous oxide that are unprecedented in at least the last 800,000 years." (IPCC, 2014: 16)

Water vapour is the most abundant GHG, but its concentration is almost entirely determined by atmospheric temperatures and hence the concentrations of other GHGs, particularly CO<sub>2</sub>. This was recognised by Svante Arrhenius in the 19<sup>th</sup> century, although scientists today understand the relationship between greenhouse gases and Earth's average temperature in much more detail.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> In 2010, for example, Lacis et al showed that if the other major GHGs, CO2, CH4 and N2O, were removed entirely from the atmosphere then the resulting initial drop in temperature would lead to a rapid and continuing decrease in water vapour and the global average temperature would drop below -15°C in ten years.



Figure 1: Combined warming effect from increasing CH<sub>4</sub>, N<sub>2</sub>O and CO<sub>2</sub> concentrations

In simple terms, a "radiative forcing" is a change imposed on the energy balance of the Earth system (Hansen *et al*, 1997: 6834). The radiative properties of CO<sub>2</sub>, CH<sub>4</sub> and N<sub>2</sub>O are well known. There has been a robust scientific understanding of their properties in the atmosphere for many decades. Since 1995, reports by the Intergovernmental Panel on Climate Change (IPCC) have consistently expressed "very high confidence" in the radiative forcing mechanisms of these greenhouse gases (Myhre *et al*, 2013: 695).

Other climate forcers include changes in aerosols, the albedo effect, solar irradiance and volcanic eruptions.

Greenhouse gases have very different lifetimes in the atmosphere and are removed from the atmosphere in very different ways. We discuss this gas-by-gas below.

Contributions to the total warming effect on the global climate from methane, nitrous oxide and carbon dioxide from 1800 to 2010. Source: emissions from Meinshausen et al., 2011, Climatic Change 109(1-2), 213-241 and climate model calculations.



Figure 2: Recent trends in global average concentrations of some greenhouse gases

Source: http://www.esrl.noaa.gov/gmd/aggi/aggi.html

#### 3.2 Carbon dioxide

#### 3.2.1 How much carbon dioxide is there in the atmosphere?

Carbon dioxide is the largest single contributor to global warming relative to pre-industrial temperatures, both in terms of its cumulative concentration in the atmosphere and in terms of the volume of emissions (Stocker *et al*, 2013: 56).

Since pre-industrial times, the concentration of  $CO_2$  in the atmosphere has increased by approximately 142%, to an estimated 396 parts per million in 2013 (WMO, 2014).

#### 3.2.2 What is the trend?

As indicates, the global average concentrations of CO<sub>2</sub> continue to rise. Since 2000, CO<sub>2</sub> concentrations have been increasing by about 2 parts per million per year (Stocker *et al*, 2013: 50).

#### 3.2.3 Where is the extra carbon dioxide coming from?

The main sources of anthropogenic CO<sub>2</sub> globally are fossil fuel burning, deforestation and cement production (in that order).

Carbon dioxide constituted 42.7% of New Zealand's emissions in 2013; the energy sector is the main emitter of CO<sub>2</sub>, notably road transport and electricity generation (MfE, 2015a,b).

#### 3.2.4 How long does carbon dioxide stay in the atmosphere?

Carbon dioxide has a very long atmospheric lifetime.<sup>2</sup> In a recent multi-model analysis, a pulse emission of CO<sub>2</sub> showed a rapid decline in the first few decades then "a millennium-scale tail" (Joos *et al*, 2013: 2793).

Allen sums up the implication of this:

"there is no sustainable  $CO_2$  emission level: global temperatures will continue to rise until net  $CO_2$  emissions are reduced close to zero, with peak temperatures largely determined by cumulative  $CO_2$  emissions up to that time." (Allen, 2015: 9)

If  $CO_2$  emissions dropped by 50%, the concentration of  $CO_2$  in the atmosphere would not drop permanently but, over time, would continue to rise at about half the rate of before the emissions drop.

#### 3.2.5 How does carbon dioxide get removed from the atmosphere?

Large amounts of carbon are continually exchanged between the atmosphere and the oceans, the atmosphere and the biosphere. In photosynthesis, plants and algae use the sun's energy to convert  $CO_2$  and water into carbohydrates and oxygen. In the oceans,  $CO_2$  dissolves in water. But  $CO_2$  is also released from plants, animals and the oceans back into the atmosphere. The net removal of  $CO_2$  from the atmosphere comes from the fact that the amounts of  $CO_2$  absorbed into the oceans and biosphere are currently slightly larger than the amounts going back into the atmosphere.

These net removal processes for  $CO_2$  operate on a wide range of different timescales: in much of the biosphere it takes up to a year before afforestation is absorbing more of a 'pulse' of carbon than it releases each year, but overall the biosphere is removing  $CO_2$  from the atmosphere because deforestation is decreasing and afforestation is increasing globally (fewer trees are being cut down and more trees are being planted). It takes about seven years for the uptake of  $CO_2$  into the surface oceans to be about the same as the amount of  $CO_2$  released back into the atmosphere from the surface oceans, and this timeframe is affected by exchange of water into the deep oceans. There are also much longer time scales (up to millennia) in play for transfers into different forms of soil carbon, and fluxes into rivers and the ocean.<sup>3</sup>

<sup>2</sup> An atmospheric lifetime is defined as the time it takes for a pulse of a GHG to be reduced to 37% of its initial amount. A GHG does not decay evenly over time. For example, in the first 12 years, about 60% of a pulse of CH4 will be destroyed; it takes about another 40 years to remove most of the rest.

<sup>3</sup> For time scales longer than about 20 years, transport into the intermediate-depth and then deeper oceans by ocean circulation, as well as by deposition of shell and foraminifera, becomes the dominant factor and this is sensitive to potential changes in ocean circulation processes. At present, water in the deeper parts of the Pacific Ocean contains carbon that has been out of contact with the atmosphere for 500–1000 years. Models of ocean circulation suggest climate change will lead to less mixing into the deeper oceans and so the long-term component of the CO2 removal processes gets even slower. On longer time scales again, much of the carbon going into the deep ocean is eventually

Recent estimates have calculated that roughly 48% of all the carbon released as CO<sub>2</sub> from fossil fuel burning, cement manufacture and land-use changes over the decade 2002–2011 remained in the atmosphere by the end of the decade. Of the remainder, approximately 28% was absorbed by plants and 26% was absorbed by the oceans (Le Quere *et al*, 2013).

#### 3.2.6 Other effects of increased carbon dioxide

The emission of increasing amounts of CO<sub>2</sub> is also causing ocean acidification, with potentially serious consequences for marine ecosystems and food sources. The IPCC's 5<sup>th</sup> Assessment Report stated "with high confidence" that the pH of the oceans has decreased by about 0.1 since the beginning of the industrial era as a result of the oceans absorbing anthropogenic CO<sub>2</sub> (Stocker *et al*, 2013: 69). In terms of significance for New Zealand, it should be noted that this country's Exclusive Economic Zone is one of the world's largest (over 4 million square kilometres).

#### 3.3 Methane

#### 3.3.1 How much methane is there in the atmosphere?

Since pre-industrial times, the concentration of  $CH_4$  in the atmosphere has increased by approximately 253%, to an estimated 1824 parts per billion in 2013 (WMO, 2014).

#### 3.3.2 What is the trend?

The growth of CH<sub>4</sub> in the atmosphere has been variable: CH<sub>4</sub> concentrations were more or less stable for about a decade in the 1990s but started to grow again in 2007. This is illustrated in Figure 2 above. "The exact drivers of this renewed growth are still debated." (Stocker *et al*, 2013: 52) There are known reasons why CH<sub>4</sub> emissions vary naturally from year to year, however, especially through the effect of the climate on CH<sub>4</sub> release from wetlands.

#### 3.3.3 Where is the extra methane coming from?

Globally, 40% of anthropogenic  $CH_4$  emissions come from agriculture (mainly livestock, but also rice paddies), 30% from fossil fuel production and use (for example, natural gas leaks), 20% from landfill and waste management, and 10% from biomass burning. In New Zealand,  $CH_4$  emissions are predominantly from livestock (79.9% in 2013; MfE, 2015b: 35).

#### 3.3.4 How strong is methane as a greenhouse gas?

Methane is a strong GHG – on a per-weight basis, an emission of  $CH_4$  is 84 times as potent as an emission of  $CO_2$  over the first 20 years after the emission, and 28 times as potent over the first 100 years after the emission. The declining potency of  $CH_4$  over time relative to  $CO_2$  is due to the fact that  $CH_4$  decays much more quickly than  $CO_2$  in the atmosphere. These figures do not

recycled back to the surface by ocean chemistry and transport processes, but there is some 'permanent' removal of CO2 due to formation of ocean sediments occurring on timescales from 5,000 years to 35,000 years and longer.

include the warming from CO<sub>2</sub> that is produced as CH<sub>4</sub> decays in the atmosphere or the feedback effects from CH<sub>4</sub> emissions on the lifetime of CO<sub>2</sub> that is already in the atmosphere. Methane on its own is responsible for roughly one-fifth of the warming effect from human activities since 1750 (NZAGRC, 2012a).

#### 3.3.5 How long does methane stay in the atmosphere?

Methane is generally quoted as having an atmospheric lifetime of about 12 years, which means that about 60% of a single pulse of  $CH_4$  will be gone from the atmosphere within 12 years, and much of the rest will have disappeared within 50 years. The peak warming effect from a pulse of methane occurs within the first decade after emission, and most of the total warming from that pulse happens within the first 30 years.

So, if CH<sub>4</sub> emissions dropped by 50% and were then held constant, the concentration of CH<sub>4</sub> in the atmosphere would drop rapidly and flatten out within decades, bringing radiative forcing (and hence warming) down with it.

#### 3.3.6 How is methane removed from the atmosphere?

By far the most important way in which CH<sub>4</sub> is removed from the atmosphere is by chemical reactions that take place in the troposphere. The hydroxyl radical (OH) is central to these processes.<sup>4</sup> The OH radical is produced by the action of ultraviolet light on water vapour and, through a series of chemical reactions, it transforms CH<sub>4</sub> into various water-soluble molecules that are washed out of the atmosphere as rain or snow. There is also some uptake of CH<sub>4</sub> by bacteria in soils and in some parts of the ocean, and there is some removal by chemical reactions in the stratosphere.<sup>5</sup>

The breakdown of CH<sub>4</sub> produces other GHGs, including CO<sub>2</sub>, carbon monoxide, tropospheric ozone and stratospheric water vapour. These by-products cause significant additional warming (Stocker *et al*, 2013: 56): as Table 1 indicates, the production of other GHGs during the breakdown of CH<sub>4</sub> is estimated to have contributed more than a third of the total warming from CH<sub>4</sub> emissions during the industrial era (to 2011). Tropospheric ozone is also hazardous to human and animal health and reduces the productivity of crops (Allen, 2015: 9).

For agricultural methane, however, the CO<sub>2</sub> molecule produced as a result of the breakdown of CH<sub>4</sub> simply replaces the CO<sub>2</sub> molecule that was originally stored in grass and eaten by a ruminant animal. The warming effect of this 'recycled' CO<sub>2</sub> is not included in the metric calculation that CH<sub>4</sub> is 28 times more powerful than CO<sub>2</sub> over 100 years. Thus, farmers are not 'penalised' for CO<sub>2</sub> from agricultural methane.

<sup>&</sup>lt;sup>4</sup> The hydroxyl radical is also pivotal to the atmospheric oxidation of other GHGs, such as HFCs, which, as ozonedepleting substances, may overtake in importance the CFCs and HCFCs that are being phased out under the Montreal Protocol on Ozone Depleting Substances.

<sup>5</sup> Each of these removal processes is expected to change over time, and OH removal had been expected to become less effective as atmospheric CH4 concentrations rise. Thus far, OH has proved remarkably resilient but scientists continue to monitor OH levels with concern.

It is sometimes claimed that agricultural CH<sub>4</sub> is not a concern because livestock farming essentially recycles carbon (from the atmosphere into grass, from grass into livestock, and from livestock back into the atmosphere through respiration, enteric fermentation, dung and decay of livestock products). This belief does not account for the fact that some of the carbon consumed by livestock is transformed into CH<sub>4</sub> in the animal's rumen. Since CH<sub>4</sub> is a much more powerful GHG than CO<sub>2</sub>, albeit a short-lived one, the farming of ruminant animals has a significant global warming effect. Reducing the emissions of any GHG makes a real difference.

#### 3.4 Nitrous oxide

#### 3.4.1 How much nitrous oxide is in the atmosphere?

Since pre-industrial times, the concentration of  $N_2O$  in the atmosphere has increased by approximately 121%, to an estimated 325.9 parts per billion in 2013 (WMO, 2014).

#### 3.4.2 What is the trend?

As illustrates, the global average concentration of N<sub>2</sub>O continues to rise and is now approaching 330 parts per billion.

#### 3.4.3 How strong is nitrous oxide as a greenhouse gas?

Tonne for tonne,  $N_2O$  is a much more powerful GHG than  $CO_2$  – over 100 years an emission of 1 kg  $N_2O$  traps 265 times more heat in the atmosphere than the emission of 1 kg of  $CO_2$  – but there is much less of it in the atmosphere. (The atmospheric concentration of  $CO_2$  is approaching 400 parts per million – more than 1000 times greater.)

#### *3.4.4 How long does nitrous oxide stay in the atmosphere?*

With an atmospheric lifetime of 120 years,  $N_2O$  is a long-lived gas.

#### 3.4.5 Where is the extra nitrous oxide coming from?

Globally, most N<sub>2</sub>O emissions come from agricultural soils, including the use of nitrogen fertilisers, with additional sources from some industrial processes. Almost all of New Zealand's N<sub>2</sub>O emissions come from agricultural soils, specifically the breakdown of patches of animal urine on paddocks and from the application of nitrogen fertiliser. The production of arable crops also results in the emission of N<sub>2</sub>O, but this is less of an issue in New Zealand than N<sub>2</sub>O from pastoral agriculture.

There are principally two naturally occurring soil microbial processes at work: nitrification and denitrification. Nitrification is the oxidation of ammonium (NH<sub>4</sub><sup>+</sup>) to nitrate (NO<sub>3</sub><sup>-</sup>) with N<sub>2</sub>O as a by-product. Denitrification, generally accepted as the main source of N<sub>2</sub>O from grazed pastoral soils, is the reduction of nitrate (NO<sub>3</sub><sup>-</sup>) to nitrogen gas (N<sub>2</sub>), with N<sub>2</sub>O being produced along the way (de Klein *et al*, 2008). Both these processes are illustrated in Figure 3.

#### Figure 3: The nitrogen cycle



#### 3.4.6 How is nitrous oxide removed from the atmosphere?

For  $N_2O$ , the removal from the atmosphere is predominantly through the action of solar radiation on the chemistry of the stratosphere, although soil and biological processes remove some as well.

#### *3.4.7 Other effects of nitrous oxide*

Action on  $N_2O$  emissions often has co-benefits for reducing nitrate leaching to waterways and vice versa.

Carbon dioxide and  $CH_4$  increase stratospheric ozone, whereas  $N_2O$  depletes it. As the Montreal Protocol successfully phases out other ozone-depleting substances, these GHGs may determine how quickly and to what levels the ozone layer recovers again later this century.

#### 3.5 Comparison of gases

Table 1 below compares some features of the three gases in question. The cumulative effect of past emissions shows the combined warming effect of: the amount emitted, the relative potency of the gas tonne for tonne, and how long the gas remains in the atmosphere.

| Name              | Chemical<br>formula | Atmospheric<br>lifetime | Cumulative effect<br>of past<br>emissions, 2011<br>(in watts per<br>square metre)                  | Global<br>emissions,<br>2011 (in<br>millions of<br>tonnes) | Other non-<br>warming<br>effects    |
|-------------------|---------------------|-------------------------|--|--|-------------------------------------|
| Carbon<br>dioxide | CO <sub>2</sub>     | Centuries to millennia  | 1.7 W/m <sup>2</sup>   | 38,000 Mt  | Ocean<br>acidification              |
| Nitrous<br>oxide  | N <sub>2</sub> O    | 120 years               | 0.17 W/m <sup>2</sup>  | 7 Mt   | Stratospheric<br>ozone<br>depletion |
| Methane           | CH4                 | 12 years                | 0.64 W/m <sup>2</sup><br>(direct)<br>1.0 W/m <sup>2</sup> (total,<br>includes indirect<br>effects) | 330 Mt   | Increase<br>tropospheric<br>ozone   |

| Cable 1. | Com   | narison | of | CHCe |
|----------|-------|---------|----|------|
| able 1:  | COIII | parison | 01 | GHGS |

Source: Adapted from Allen, 2015: 10 and Myhre et al, 2013.

As discussed above (Section 3.3.6), when CH<sub>4</sub> is broken down in the atmosphere, it produces substances that themselves warm the planet, especially ozone in the troposphere and water vapour in the stratosphere. In Table 1, the "total" includes some of the more wellestablished indirect effects.

There is increasing recognition that emissions of non-CO<sub>2</sub> gases also influence the lifetime of CO<sub>2</sub> in the atmosphere (known as "climate-carbon cycle coupling"). The latest IPCC report provides estimates for the warming effect from CH<sub>4</sub> if this indirect warming were included: in that case, over 100 years, emitting 1 kg of CH<sub>4</sub> would cause 34 times the warming of 1 kg of CO<sub>2</sub>. The corresponding figure without climate-carbon cycle coupling is 28 times. The basic mechanisms behind this indirect warming effect are well understood but there are relatively large uncertainties regarding its exact magnitude (Myhre *et al*, 2013).

Estimates of the relative potency of the different gases are updated from time to time. This is not evidence of diverging scientific opinion, but simply reflects the fact that increasing amounts of GHGs in the atmosphere change the radiative efficiency of these gases. In addition, evidence about additional indirect warming effects and about the natural processes by which GHGs are removed from the atmosphere is increasing with on-going research, which can result in revisions to the exact numbers.

## 4 Which gas(es) should be the priority for mitigation?

The PCE has asked

"Putting aside feasibility, which greenhouse gases should be the central focus of short, medium and long-term mitigation efforts? Why?"

For the purposes of this report, we define feasibility as the existence of technically viable options for mitigation. How far and how fast people (individually and collectively) take mitigation action also depends on social, cultural, economic and political factors, which are beyond the scope of this report; for instance, measures may be technically feasible but not financially viable or politically palatable.

#### 4.1 Fundamental importance of carbon dioxide

The overriding need to reduce  $CO_2$  emissions is scientifically uncontentious. There is a strong, direct relationship between cumulative emissions of  $CO_2$  and global warming, so in order to limit the warming, we must limit the cumulative emissions of  $CO_2$ ; ultimately  $CO_2$  emissions must decline to zero for the climate to stabilise. In this sense, therefore,  $CO_2$  must always be the "central" focus of mitigation efforts in the short, medium and long term.

If the international community wants to limit warming at any level, then the close relationship between cumulative emissions of  $CO_2$  and overall levels of warming suggests that a  $CO_2$ -first focus is the place to start since any delay in emission reductions would require an even more rapid reduction later to achieve the same climate outcome. There is, however, debate about whether  $CO_2$  should be the sole focus.

A key part of this debate hinges on the different behaviour of long-lived versus short-lived GHGs in the atmosphere. If the world capped emissions of  $CO_2$  and  $N_2O$  at current levels, the atmospheric concentration of these gases – and their warming effect – would keep increasing for hundreds to thousands of years. To stabilise the climate, it is necessary to reduce the overall (net) emissions of long-lived climate forcers to zero. By contrast, emissions of short-lived climate forcers do *not* have to decline to zero; they only have to stop increasing. If the world caps emissions of  $CH_4$  at current levels, the atmospheric concentration of  $CH_4$  – and its effect on global temperature – would stabilise over the course of a few decades. To put it another way, short-lived climate forcers have a temporary effect on the Earth's energy balance on a time-scale of years to decades, while  $CO_2$  emissions effectively cause a permanent change.

| Change in             | Change in concentration as a result           |   |  |  |
|-----------------------|---|---|--|--|
| emissions             | Long-lived GHGs (CO2, N2O)                    | Short-lived GHGs (CH4)                      |  |  |
| Continue to           | Increase                                      | Increase                                    |  |  |
| increase emissions    |   |   |  |  |
| Stabilise emissions   | $N_2O$ : increase for c. 100 years            | CH <sub>4</sub> : increase for c. 10 years  |  |  |
| (i.e., keep emitting  | CO <sub>2</sub> : increase continues for 100s | then stable                                 |  |  |
| but at a steady rate, | of years                                      |   |  |  |
| no increase)          |   |   |  |  |
| Decrease emissions    | Increase, or stable, depending on             | Decrease, or stable, depending              |  |  |
|                       | scale of emissions reductions                 | on scale of emissions                       |  |  |
|                       |   | reductions                                  |  |  |
| Eliminate (i.e., net  | N <sub>2</sub> O: decline to pre-industrial   | CH <sub>4</sub> : decline to pre-industrial |  |  |
| zero emissions)       | levels in several centuries                   | levels in about 50 years                    |  |  |
|                       | CO <sub>2</sub> : effectively never return to |   |  |  |
|                       | pre-industrial levels over 1000s              |   |  |  |
|                       | of years (IPCC, 2013b: FAQ12.3)               |   |  |  |
| Negative emissions    | CO <sub>2</sub> : technically feasible, could | CH <sub>4</sub> : not currently technically |  |  |
| (i.e., remove more    | reduce CO <sub>2</sub> concentrations to pre- | feasible                                    |  |  |
| than is emitted)      | industrial levels if required                 |   |  |  |
|                       | N <sub>2</sub> O: not currently technically   |   |  |  |
|                       | feasible                                      |   |  |  |

Table 2: Comparison between long-lived and short-lived GHGs: response to change in emissions

Note that while it is necessary to reduce the overall (net) emissions of long-lived climate forcers to zero, this does not mean that emissions of every long-lived GHG individually must be eliminated. There are already ways to take more CO<sub>2</sub> out of the atmosphere than is put in (e.g., reforestation, increasing soil carbon, bioenergy combined with industrial carbon capture and storage), and this could enable some N<sub>2</sub>O emissions to continue if that was deemed desirable or necessary.

Note, too, that even though, at minimum, short-lived GHG emissions must stabilise, it may still make sense to cut these emissions below current levels, as this would reduce overall warming.

The debate over short-lived climate forcers turns on whether, and in what circumstances, effort should be put into mitigating  $CH_4$  *in addition* to mitigating the long-lived greenhouse gases.

On one side, advocates of a comprehensive multi-gas approach point to the costeffectiveness of this approach, as it would allow CO<sub>2</sub> emissions to be reduced to zero just a little more slowly while achieving the same outcome in terms of peak warming. Recent work by Reisinger *et al* (2015) suggests that without mitigation of agricultural non-CO<sub>2</sub> gases, CO<sub>2</sub> emissions would have had to peak already or in the very near future to have a reasonable chance of warming not exceeding 2°C. Current international agreements follow a multi-gas approach.

On the other side, advocates of a focus on long-lived gases, or exclusively on  $CO_2$ , argue that  $CO_2$  mitigation promises to be difficult and costly enough without adding extra costs to the

economy overall by trying to address other gases as well. They express concern that putting effort into short-lived gases misses the point that every emission of CO<sub>2</sub> today matters for the ultimate peak temperature. One leading voice on this side of the debate puts it:

"to meet the goals of the UNFCCC, policies are required to ensure that global CO<sub>2</sub> emissions are contained within a cumulative budget consistent with limiting warming to a safe level. These policies must be independent of, and in addition to, any multi-gas emission goals. In effect, this implies a 'peak CO<sub>2</sub> first' strategy: the need to limit cumulative CO<sub>2</sub> emissions would over-ride most opportunities to offset CO<sub>2</sub> reductions against SLCP [short-lived climate pollutant] measures until global CO<sub>2</sub> emissions are falling fast enough that there is a realistic prospect of meeting the cumulative budget. As soon as those conditions are met (for example, when CO<sub>2</sub> emissions are projected to reach zero before global temperatures reach 2°C), SLCP emission reductions will become a crucial priority to limit peak warming." (Allen, 2015: 22. Emphasis added.)

These differences are about how to apply generally agreed scientific understanding to policy. They are not about the science itself. The drivers for the two 'sides' reflect different assessments of political and economic conditions.

| GHG mitigation focus   | Arguments for   | Arguments against  |  |  |
|--|---|--|--|--|
| Focus exclusively on CO <sub>2</sub>                                 | Reflects reality that CO <sub>2</sub> is the primary problem.   | Fewer options available to achieve same temperature  |  |  |
|  | Clear message easy to   | target.  |  |  |
|  | communicate.  | Much greater costs due to the  |  |  |
|  | Single focus reduces potential for perverse policy outcomes.  | requirement to reduce $CO_2$ more rapidly.   |  |  |
|  | A 2°C target has no basis in<br>science and/or 2°C is unrealistic<br>as a target – better to exceed 2°C<br>a little but keep the clear focus<br>on the main source of long-term<br>warming. | It may already be too late to meet a 2°C target by focusing only on $CO_2$ .                           |  |  |
| Focus on long-lived gases,   | Provides countries with more  | Fewer options available to   |  |  |
| $CO_2$ and $N_2O$ (ignore  | flexibility about their options for   | achieve same temperature   |  |  |
| short-lived climate forcers)   | how to limit warming than a CO <sub>2</sub> -<br>only focus.  | target than a comprehensive approach.  |  |  |
|  | A 2°C target has no basis in<br>science and/or 2°C is unrealistic<br>as a target – better to exceed 2°C   | Greater costs than if short-<br>lived climate forcers also<br>included.                                |  |  |
|  | a little but keep the clear focus<br>on the main source of long-term<br>warming.  | It may already be too late to meet a 2°C target by focusing only on $CO_2$ and $N_2O$ .                |  |  |
| Take a comprehensive<br>multi-gas approach,<br>including short-lived | Likely to be cheaper and easier<br>to achieve same temperature<br>target.   | Waters down the message that $CO_2$ mitigation is the most crucial.                                    |  |  |
| climate forcers  | Encourages development of<br>options to address other gases<br>that may prove useful closer to<br>peak temperature.   | Potential for perverse policy<br>outcomes, e.g., excessive<br>focus on short-lived climate<br>forcers. |  |  |

Table 3: Which GHGs should be the focus of mitigation efforts?

#### 4.1.1 The 2°C target:

Under most scenarios, GHG emissions have to start declining within the next 15 years in order to reach a target of limiting global warming to no more than 2°C above pre-industrial levels<sup>6</sup>. The longer the delay now, the more difficult global mitigation efforts are likely to be. If concerted global efforts to reduce GHG emissions do not result in declining global CO<sub>2</sub> emissions within 15 years or so (roughly 2030),

"it will require substantially higher rates of emissions reductions from 2030 to 2050; a much more rapid scale-up of low-carbon energy over this period; a larger reliance on CDR [carbon dioxide removal<sup>7</sup>] in the long term; and higher transitional and long-term economic impacts." (IPCC, 2014: 24)8

The science is clear that the higher the global mean surface temperature is allowed to go, the more severe the overall impacts, but there is no basis in science to regard 2°C as a threshold in itself. In the main, climate impacts are not likely to increase in severity in a gradual, uniform (linear) manner. The severity of impacts may increase exponentially and/or by step-changes when biological or human systems cross thresholds where they cannot cope any more. Thus, it is not clear how much worse things will be if the global temperatures were to peak at, say, 2.1°C.

Proponents of an exclusive focus on long-lived GHGs (until it is clear that CO<sub>2</sub> emissions are approaching zero, or at least declining sustainably towards zero) sometimes argue:

- An early focus on  $CH_4$  diverts attention and effort away from  $CO_2$  and so makes it less likely that global temperatures will peak near 2°C. The sooner stringent mitigation action is taken on  $CO_2$  the better.
- There is little sign of the concerted international and national action required to keep global warming under 2°C and a more effective strategy for limiting global warming is to get serious about  $CO_2$  rather than act as if 2°C is going to be met.
- If CO<sub>2</sub> emissions are not going to drop to zero within the next 40-60 years (i.e., if the international community misses the 2°C target), action now on CH<sub>4</sub> makes no difference to the peak temperature. It is important to focus resources (money and political effort) where they will more likely bring the biggest benefit.
- In New Zealand, most action to mitigate N<sub>2</sub>O emissions will constrain CH<sub>4</sub> emissions as well as improving water quality.

<sup>6 &</sup>quot;These scenarios are characterized by 40 to 70% global anthropogenic greenhouse gas emissions reductions by 2050 compared to 2010, and emissions levels near zero or below in 2100." (IPCC, 2014: 20)

<sup>7</sup> Carbon dioxide removal techniques range from the restoration of natural carbon sinks through reforestation to novel geo-engineering solutions.

<sup>8</sup> It should also be noted that temperature stabilisation (e.g., at 2°C) is not the same as stabilisation of the Earth system. As a species, we have already committed the planet to future climate change as a consequence of the stock of anthropogenic CO2 in the atmosphere today. Many aspects of climate change, such as polar ice sheet melt and sea-level rise will continue for centuries, even if GHG emissions are stopped.

Proponents of a comprehensive approach sometimes argue:

- 2°C is the stated international goal at this time, so nations should look seriously at how to achieve it. A target is necessary because it enables policy to be based on cost-effectiveness and/or it focuses decisions.
- Agricultural non-CO<sub>2</sub> gases must be included in order to achieve 2°C; it may already be too late to achieve 2°C with CO<sub>2</sub> reductions only.
- Early CH<sub>4</sub> mitigation can at least delay *when* peak temperature is reached.
- Even if countries fail to achieve the 2°C target, reducing CH<sub>4</sub> emissions will mean that temperatures peak at a lower level than would otherwise have been achieved.
- Ambitious and sustained mitigation of CH<sub>4</sub> would allow the necessary decline of CO<sub>2</sub> emissions to occur just a few years more slowly (while achieving the same peak warming); this makes CO<sub>2</sub> mitigation more feasible and at lower cost.

The figure below, taken from Reisinger *et al* (2015), suggests that without mitigation of agricultural non-CO<sub>2</sub> gases, CO<sub>2</sub> emissions would have had to peak already or in the very near future to have a reasonable chance of not exceeding 2°C. Reisinger *et al* estimate that action on  $N_2O$  and CH<sub>4</sub> could allow a delay of up to 15 years in peak CO<sub>2</sub> emissions, subject to new technology for enteric fermentation.

Figure 4 shows when and by how much  $CO_2$  emissions have to be reduced to achieve a 2°C target under various scenarios. Scenario A assumes no mitigation of agricultural non- $CO_2$  emissions. Scenario B1 assumes that efforts are made to reduce agricultural non- $CO_2$  emissions but that the potential to do so is limited and does not expand with time. Scenario B2 and B3 assume expanded potential for mitigation. B3 adds a cost-effective technological breakthrough that substantially reduces  $CH_4$  emissions from livestock. All scenarios result in the same amount of radiative forcing in the year 2100; under the B scenarios  $CO_2$  emissions do not have to be cut as soon to achieve the same result.



Figure 4: Modelled net CO<sub>2</sub> emissions, with varying levels of action on agricultural GHGs

#### 4.1.2 Importance of the temperature path:

The arguments for and against early action on CH<sub>4</sub> are essentially the same whatever the ultimate temperature peak. (2°C is simply the currently accepted international goal.)

As noted above, early action on CH<sub>4</sub> can buy time for adaptation, by dampening near-term warming. The physical limit on the potential gains from mitigating CH<sub>4</sub> is about 10–15 years. This assumes that a concerted focus on CH<sub>4</sub> does not reduce action on CO<sub>2</sub>, and some scientists express doubt about that. Assuming effective simultaneous action were taken on both gases, whether this would be a good use of resources depends on the cost-effectiveness of mitigation versus adaptation measures at the time.

In modelling by Rogelj *et al* (2014), the stringent  $CH_4$  mitigation scenario reduces the average rate of temperate change per decade by about 20% between 2010 and 2030, and by about 25-40% between 2030 and 2050.<sup>9</sup>

As Allen points out there are two different goals here: action to limit peak warming (medium to long term); and action to dampen current climate change (short term). In both cases, CH<sub>4</sub> mitigation could play a role but it is important to be clear what that role is. Methane mitigation is not a reason to delay CO<sub>2</sub> mitigation: "Long-term climate change is overwhelmingly determined by cumulative CO<sub>2</sub> emissions, so the longer actual reductions in CO<sub>2</sub> emissions are postponed, the more difficult it becomes to limit long-term warming. The same rate of CO<sub>2</sub>

<sup>9</sup> The same study shows that CO2 mitigation can also dampen near-term warming: the stringent CO2 mitigation scenario reduces the average rate of temperature change per decade by more than 50% between 2030 and 2050 (Rogelj et al, 2014: 4).

emission reductions that would limit CO<sub>2</sub>-induced warming to 3°C if initiated now would only limit it to 4°C if initiated after 15 more years of emissions growth at 2% per year." (Allen, 2015: 22)

Even if a judgment is made that policy should focus solely on limiting peak warming, and hence that  $CO_2$  and  $N_2O$  are most important in the short term, policy makers must still consider research and development lead times, especially if it is deemed necessary in New Zealand to mitigate  $CH_4$  without reducing total agricultural production.

#### 4.1.3 Mitigation close to peak temperature:

Once it is clear that  $CO_2$  emissions are approaching zero, mitigation of  $CH_4$  can make a difference to what the peak temperature is.<sup>10</sup> How much difference? Estimates vary. Bowerman *et al* (2013) estimate about 0.2°C. Rogelj *et al* (2014) give a range of 0.3–0.7°C.

Hence, many scientists who doubt the value of significant early  $CH_4$  mitigation, do advocate stringent  $CH_4$  mitigation once  $CO_2$  mitigation is well underway. There is no agreed definition of precisely when this action should kick in.

#### 4.1.4 Case of an environmental tipping point:

If the world were to approach a major environmental tipping point, it would make sense to use CH<sub>4</sub> mitigation *on top of* action on long-lived gases in an attempt to avert the tipping point.<sup>11</sup>

Tonne for tonne, what would matter in such a situation is the short-term potency of each GHG; and  $CH_4$  is much more potent than  $CO_2$  over approximately the first 10 years. But at the extreme, the world would run out of  $CH_4$  to abate. Action on short-lived climate forcers could postpone the tipping point; action on long-lived climate forcers must be taken to avoid it.

Note that we say action on short-lived climate forcers *could* postpone the tipping point because natural climate variability can have a large effect on global temperature in the short term. The obvious response is to build in a safety margin by reducing CO<sub>2</sub> emissions as soon as possible.

#### 5 Feasibility of mitigating agricultural non-CO2 emissions

#### The PCE has asked

"Considering issues of feasibility, how much emphasis should be placed on mitigation of agricultural non-CO<sub>2</sub> gases? Why?"

<sup>10</sup> Mitigating other short-lived climate pollutants, especially HFCs, near the peak could have additional positive benefits, but it is worth noting that key emission sources of black carbon (soot) would be phased out already by CO2 mitigation (Rogelj et al, 2014: 1).

<sup>11</sup> This discussion assumes, of course, that the timing of an environmental tipping point could be predicted, and that those predictions are heeded.

New Zealand has already successfully reduced agricultural emissions intensity: on average, GHG emissions on-farm per unit of meat or milk produced have dropped by about 1% per year on average for at least the past 20 years. Improved animal genetics and management, combined with better grassland management and feeding practices, mean that farms are using resources much more efficiently to increase their outputs. Without these efficiency gains, New Zealand's total agricultural GHG emissions would have increased by about 40% since 1990, as illustrated in Figure 5.

As it is, however, the country's total agricultural GHG emissions have increased by about 15% since 1990 because total agricultural production has increased faster than the achieved efficiency gains. From another perspective, if farmers in New Zealand had maintained the same level of food production as they had in 1990, total emissions from the agriculture sector would now be about 20% below 1990 levels due to efficiency gains. This demonstrates that emissions reductions are feasible and do not necessarily conflict with food production, but it also shows that total emissions reflect a balance between population/economic growth and environmental objectives.



Figure 5: New Zealand's actual and projected agricultural GHG emissions, 1990–2030

Source: NZAGRC and PGgRc (2015b)

There may be scope for more consistent implementation of current best practice on farms that could further reduce emissions intensity. Further increases in milk production per cow, and increasing lambing percentages, would be expected to further decrease emissions intensity even under a business-as-usual approach over the next 10–20 years. However, there are a variety of estimates of how much more can be achieved by best practice alone.

There are also some options already available that could be used on some farms to limit total emissions growth (not just emissions intensity), notably: reducing stocking density combined with use of higher genetic merit animals, low-nitrogen feed, more targeted use of nitrogen fertiliser, improved manure management from housed animals, and maintaining carbon inputs to soils. Nitrification inhibitors have been shown to reduce emissions but are not currently an option owing to residue concerns. Urease inhibitors are technologically similar to nitrification inhibitors and residue-free on current evidence; they are being applied to about 200,000 hectares of pasture in New Zealand.

Despite the options above, total agricultural emissions are projected to continue to rise in the short to medium term due to planned increases in total production.

To turn this trend around would take some or all of the following:

- Constraining total production at current levels while increasing efficiency gains
- Future scientific and technological breakthroughs
- Shifts in production (i.e., away from ruminant animals).

The New Zealand Agricultural Greenhouse Gas Research Centre (NZAGRC) and Pastoral Greenhouse Gas Research Consortium (PGgRc) have summarised a suite of New Zealand-led research initiatives into agricultural GHG mitigation options (for full details, see NZAGRC and PGgRc 2015b). Some may become available within 2–5 years:

- Breeding low-emitting sheep and cattle
- Low-CH<sub>4</sub> feeds and feed additives
- Methane inhibitors
- Low-nitrogen feeds and enhanced plant growth at lower nitrogen levels
- Application of biochar to some pasture.

Longer term (more than 5 years from commercial reality), New Zealand scientists are working on:

- Methane vaccines
- Low emissions forages and active chemical compounds (e.g., natural nitrification inhibitors)
- Promoting plants and soil microbes that convert dung, urine and fertiliser into less harmful forms of nitrogen (rather than  $N_2O$  and nitrates)
- Enhancing soil carbon sinks.

Technical feasibility is only one part of the story; the rate and extent of adoption of new technologies, systems and techniques will have a significant effect on net emissions reductions.

If a technology could reduce emissions by 30% but it is used on only 10% of the national herd, total emissions would be reduced by only roughly 3%. Policy choices then arise about whether and how to create incentives for uptake of particular mitigation options.

Regardless of their position on how much focus should remain on CO<sub>2</sub> (Section 3 of this report), most scientists agree that 'easy wins' should be taken on all gases.

Internationally, the lower cost options for CH<sub>4</sub> mitigation tend to be in fossil CH<sub>4</sub>, especially by plugging leaks from gas pipes. There is also considerable scope for efficiency gains that reduce the emissions intensity of agricultural production in many developing countries (without the need for new technologies).

However, it is clear that it is not currently 'easy' for New Zealand farmers to achieve net emissions reductions of non-CO<sub>2</sub> gases without reducing production or changing their product mix (away from ruminant animals). If farmers were to hold production steady at current levels, every efficiency gain would result in net emissions reductions, but opinion varies as to how much more can realistically be achieved; some suggest that current on-farm skill levels may put a ceiling on improvements while others expect the long-term trend of efficiency gains to continue.

There is no consensus amongst New Zealand scientists as to how much emphasis should be put on mitigation of agricultural non-CO<sub>2</sub> gases beyond continuing to improve emissions intensity, although it is recognised that there are substantial co-benefits for water quality of reducing leaching and nitrate runoff. The divergence of views reflects the arguments traversed in Section 4 of this report, which arise from differences about policy goals and processes, and how science is seen to interact with policy.

## 6 Calculation of agricultural greenhouse gases

The PCE has asked

"How are methane and nitrous oxide emissions from the agriculture sector calculated, and how accurate are such calculations?"

#### 6.1 Local measurements

Current methods for measuring emissions of CH<sub>4</sub> and N<sub>2</sub>O at the level of individual animals or paddock scale are used, amongst other things, to verify the emissions factors employed in New Zealand's national GHG inventory (the "National Inventory"). The methods are resource intensive, and some are themselves subject to considerable uncertainty. It would not be feasible to use these methods as tools to directly estimate and monitor farm-level emissions across the country. (These methods are described in more detail at NZAGRC and PGgRc, 2015a.)

For CH<sub>4</sub>, respiration chambers produce the most precise measurements but are labour and resource intensive, can be used only on a very limited number of animals, and cannot replicate

'real world' conditions. The sulphur hexafluoride tracer technique, in which an animal is fitted with a 'yoke' that samples its breath, allows animals to graze freely in a paddock, but is still labour intensive and is not as accurate as respiration chambers. Various portable accumulation chambers and 'hoods' are also under development.

For N<sub>2</sub>O, soil chambers can directly measure N<sub>2</sub>O from small plots (e.g., urine patch areas), but there is uncertainty associated with upscaling to larger areas. Soil chambers are relatively labour intensive and a very large number of chambers would be required to measure paddockscale N<sub>2</sub>O emissions. Measuring emissions from a farm as a whole is not feasible with soil chambers.

At the paddock scale, scientists are also using micro-meteorological techniques to calculate the amount of  $CH_4$  or  $N_2O$  generated by all the livestock in a paddock. These can be useful to check whether it would be reasonable to upscale the measurements from individual animals or small plots to represent emissions of the total number of animals and the total area of a farm. Micro-meteorological measurements are labour intensive, highly technical and very difficult to make with a great deal of precision – there are many variables at play and the gas fluxes that the techniques are trying to measure are, individually, small.

#### 6.2 National-level estimates

From experiments, especially those using respiration chambers, it is clear that there is a strong relationship between the amount of food an animal eats (for most of the pastoral diets of New Zealand animals) and the amount of  $CH_4$  it emits. These empirical data underlie the emissions factors used in the National Inventory to turn estimates of the total dry matter intake into estimates of the amount of  $CH_4$  emitted. The total dry matter intake is then also combined with the nitrogen content of the feed to estimate the amount of nitrogen excreted by animals, and the percentage of this nitrogen that is then released to the atmosphere as  $N_2O$ .

The National Inventory is a tool for monitoring trends in absolute emissions and emissions intensity at a national scale. It generally does a very good job with trends, and a less good job (i.e. has significant uncertainties) with absolute numbers. The equations underlying the National Inventory are simple and miss differences between farms, but are considered broadly robust at the aggregate regional and national level.

As mentioned above, the emissions factors used in the National Inventory are based on measurements in experimental studies that are each associated with a level of uncertainty. However, the quality of so-called "activity data", i.e., the information used to estimate input variables such as the number of animals, animal production levels, fertiliser, etc., is also an important factor determining the uncertainty of the GHG estimates.

In the most recently released figures for New Zealand's National Inventory, the uncertainty in net emissions (including the land-use, land-use change and forestry sector) for the 2013 calendar year is ±11.2%. The uncertainty in the trend in net emissions since 1990 is ±12.3%. (MfE, 2015b: 23).

More specifically for agriculture, the overall uncertainty of the 2013 inventory figure for enteric CH<sub>4</sub> emissions (from dairy and non-dairy cattle, sheep and minor livestock populations such as goats, horses and swine), expressed as a 95% confidence interval, is  $\pm 16\%$  (MfE, 2015b: 147). For CH<sub>4</sub> from manure management, New Zealand assumes the IPCC default uncertainty values of  $\pm 20\%$  and  $\pm 30\%$  depending on the methodology used in the calculations (MfE, 2015b: 158). For N<sub>2</sub>O emissions from agricultural soils, using a 95% confidence interval, uncertainties in the annual emissions figure have been assessed as  $\pm 74\%$  and  $\pm 42\%$ , but "*the uncertainty in the trend is much lower than the uncertainty for an annual estimate*" (MfE, 2015b: 176).

The National Inventory undergoes annual independent international expert review. Improvements and refinements of the basic equations that relate feed consumption to CH<sub>4</sub> emissions, and nitrogen excretions to N<sub>2</sub>O emissions, supported by targeted measurements, can result in changes in emissions factors over time. Where emissions factors change, this is applied to the entire time series of emissions back to 1990 to ensure consistent accounting of changes over time.

At a regional and national scale, atmospheric inversion methods can estimate the spatial distribution of  $CO_2$  and non- $CO_2$  emissions. This technique uses continuous measurement of atmospheric gas concentrations at selected sites and combines it with computer modelling. It can pick up natural fluxes of gas that are not accounted for in national inventories, and may be used as a 'top-down' comparison with the 'bottom-up' national inventory. This method is still subject to considerable uncertainty: typically in the range of  $\pm$  35% for work done to date in New Zealand.

#### 6.3 Farm-scale calculator

The only on-farm calculator widely in use in New Zealand is the nutrient budget model OVERSEER® (Overseer). Initially a nutrient budgeting tool, Overseer was not designed to estimate farm-level GHG emissions but can be used for that purpose. It relies on combining GHG emissions factors specified in the National Inventory with data about the farm itself. The quality of these farm input data is at least as important as the quality of the emissions factors and will vary.

Overseer has a mixed reputation within the farming community, especially in catchments where it has been used as a regulatory tool. There are complaints that the software is not userfriendly, although the Overseer budget is usually completed by trained consultants rather than by farmers themselves. Farmers' familiarity with Overseer may make it advantageous to use for GHG accounting and using it would avoid farmers having to deal with a second tool or model.<sup>12</sup>

For CH<sub>4</sub>, Overseer combines data about the farm (e.g., herd size, herd population characteristics, milk and meat production), uses the Australian feeding standard methodology to estimate the total dry matter intake per animal class, then applies the relevant emissions factor (determined by New Zealand-based research trials) to this dry matter intake to estimate CH<sub>4</sub> emissions from enteric fermentation and from dung.

For N<sub>2</sub>O, the estimate of total dry matter intake is also pivotal, and is combined with the nitrogen content of this dry matter to estimate the amount of nitrogen excreted on pasture as urine or dung, or in the dairy shed as effluent. In addition, the amount of nitrogen fertiliser used is important. Each of these four sources of nitrogen (urine, dung, effluent and fertiliser) have different emissions factors, determined by largely New Zealand-based field trials, used to estimate the total amount of 'direct' N<sub>2</sub>O emitted from a farm. Overseer also calculates the so-called 'indirect' N<sub>2</sub>O emissions associated with nitrate leaching and ammonia volatilisation.

As for the national GHG inventory, Overseer provides reasonably robust estimates of GHG changes on a single farm over time (i.e., trends). There is more uncertainty about the specific numerical estimates. Furthermore,  $N_2O$  emissions are crucially dependent on soil moisture and within-farm differences in soil conditions may affect emissions. Overseer does not currently consider such within-farm soil or climatic differences. Table 4 outlines what GHG mitigation measures Overseer can currently reflect.

<sup>12</sup> There are examples of models that have been developed elsewhere (e.g., Canada: the Holos model) with a more explicit focus on farm-scale GHG mitigation potential, including some ability to account for regional 'ecodistrict' differences due to climate and soils (Little et al, 2008).

Table 4: What action by farmers to limit GHG emissions can be taken into account by Overseer at present?

|                   | Overseer can reflect these   | Overseer cannot reflect these   |  |  |
|-------------------|--|---|--|--|
|                   | options currently open to farmers  | options currently open to<br>farmers  |  |  |
| Overall responses | Land-use change to non-ruminant production   |   |  |  |
|                   | Reduced land use intensity –<br>production per hectare, application<br>of fertilisers, etc.  |   |  |  |
|                   | Dietary changes (e.g., low nitrogen<br>diet)   |   |  |  |
| CH4-specific      | Productivity improvements per<br>animal (e.g., fewer animals whilst<br>maintaining or increasing total farm<br>production)   |   |  |  |
|                   | Manure management – e.g., covered<br>anaerobic lagoons   |   |  |  |
| N2O -specific     | Nitrogen inhibitors (on hold)<br>Reduced nitrogen fertiliser use<br>Grazing off poorly drained soils –<br>onto another farm – in winter (need<br>to be careful to account for animals<br>elsewhere) <sup>13</sup><br>Feed pads | Urease inhibitors <sup>14</sup><br>Management practices that use<br>real-time information about soil<br>moisture content to adjust<br>grazing and/or fertiliser<br>management to avoid pastures<br>with high soil moisture content. |  |  |

## 7 Greenhouse gas metrics

#### The PCE has asked:

"What methods are used to determine CO2 equivalencies for other greenhouse gases? Where is there consensus and divergence on how best to do this?"

#### 7.1 Why use metrics at all?

#### A metric is

"a 'common currency' or 'exchange rate' that sets the relative value of reducing one greenhouse gas relative to another." (NZAGRC, 2012c: 2)

Internationally, metrics are needed to compare effort between countries. Multiple country targets are difficult to manage in negotiations, and there needs to be some basis for comparison between targets. Currently, under the United Nations Framework Convention on Climate Change

<sup>13</sup> Overseer can reflect differences in soil types between farms, but not within a single farm, unless the user sets up the system so that each area within a single farm is treated as a mini-farm of its own.

<sup>14</sup> AgResearch advises that it would be relatively easy to include Urease inhibitors within Overseer.

(UNFCCC), countries set a target for reductions in a consistently weighted basket of different GHGs, but even if targets were set for each gas there would still be an implicit weighting across gases when comparisons are made across countries.

Metrics are also needed if emissions of different gases are traded within an Emissions Trading Scheme domestically or across countries.

Metrics are a tool, and should be selected according to the policy goal(s). This is an extremely important point for decision makers, lest the metric is allowed to drive policy under a false cloak of objectivity rather than metrics being used to inform transparent judgments.

It is possible to use one metric for international comparisons and reporting and trading – mostly short-term decisions – but to perhaps employ a wider range of metrics for policy analysis and long-term investment decisions. There is no perfect metric, but nor is there any theoretical or scientific impediment to changing the metrics used as conditions change significantly in the future.

#### 7.2 Commonly used metrics and their characteristics

Metrics typically use  $CO_2$  as the benchmark and compare other gases to it. Because of its short life,  $CH_4$  is much more sensitive to the choice of metric and time horizon than  $N_2O$ . By far, the two most common metrics are:

#### **Global Warming Potential (GWP)**

GWP is used, with a time horizon of 100 years, as the standard metric in IPCC Assessments and under the UNFCCC. It measures the cumulative warming effect of the emission of 1 kg of a GHG over a given time period relative to the cumulative warming effect of 1 kg of  $CO_2$  over the same period.

#### **Global Temperature change Potential (GTP)**

GTP is increasingly discussed as an alternative to GWP. It measures the global temperature change at a given point in the future due to the emission of 1 kg of a GHG relative to the temperature change at the same future point due to 1 kg of  $CO_2$ .

#### 7.2.1 Time horizons matter

The time horizon selected matters a great deal and reflects judgements about the relative importance of short-, medium- or long-term effects. This is illustrated by Table 5, which compares GHG values using GWP and GTP with 20 year and 100 year time horizons. Looking at the cumulative impact on the Earth's energy budget (GWP), over the next 20 years, 1 kilogram (kg) of CH<sub>4</sub> emitted today has about 84 times greater direct impact on the Earth's energy budget than 1 kg of CO<sub>2</sub>, but if we consider the relative impact over 100 years, that kg of CH<sub>4</sub> has 28 times greater direct impact than 1 kg of CO<sub>2</sub>. Looking at future warming effects (GTP), the warming resulting from the emission of 1 kg CH<sub>4</sub> today is still four times greater 100 years from

now than the emission of 1 kg of  $CO_2$ ; but the difference is much more marked if we only look 20 years into the future:

| GHG             | Lifetime<br>(years)       | GWI | P20 | GWP | 100 | GTP | 20  | GTP | 100 |
|-----------------|---------------------------|-----|-----|-----|-----|-----|-----|-----|-----|
| $CO_2$          | centuries to<br>millennia | 1   | 1   | 1   | 1   | 1   | 1   | 1   | 1   |
| CH <sub>4</sub> | 12.4                      | 84  | 86  | 28  | 34  | 67  | 70  | 4   | 11  |
| $N_2O$          | 121.0                     | 264 | 268 | 265 | 298 | 277 | 284 | 234 | 297 |

Table 5: Comparison of GWP and GTP for 20 and 100 year time horizons

Source: Adapted from Stocker *et al*, 2013: 714.

Table 5 shows GWP and GTP without and with climate-carbon cycle coupling (left and right, respectively), so, for example, the current best estimate for CH<sub>4</sub> including the indirect effects of climate-carbon cycle coupling is 34 for GWP100 and 11 for GTP100. Values for CH<sub>4</sub> do not include CO<sub>2</sub> from CH<sub>4</sub> oxidation. Values shown here are for agricultural CH<sub>4</sub>; values for fossil CH<sub>4</sub> are higher by 1 and 2 for the 20 and 100 year metrics, respectively.

The international community's currently agreed goal is to limit global warming specifically to 2°C. The timeframe for achieving this, on current projections, is some 40–70 years.

Given this timeframe, questions have been raised about the use of a 100-year time horizon.<sup>15</sup> Joos *et al* say the UNFCCC choice of this time horizon for GWP "lacks a scientific basis" (2013: 2795). Others, however, argue that 100 years is a good starting point for an integrated metric: 100 years is the longest time horizon used for infrastructure planning as well as representing one long human life or four generations in terms of economic productivity.

Critics of GTP100 note that there is nothing special about the particular year 2115.

Some scientists advocate the use of a dynamic metric (e.g., time-dependent GTP) – one that selects a fixed year in the future that comes closer with time. The chosen year is often the target year at which global temperatures would peak if mitigation efforts were successful. Time-dependent GTPs give an increasing weight to CH<sub>4</sub> emissions as the target year approaches.

Table 6 sets out the implications of a time-dependent GTP consistent with meeting the 2°C goal (Reisinger, 2014). It shows that mitigating 1 kg of CH<sub>4</sub> today is worth more than ten times the value of mitigating 1 kg of CO<sub>2</sub>, because a fraction of the CH<sub>4</sub> emitted today affects the temperature in the target year (roughly 2070), but as the world approaches the target the value of mitigating CH<sub>4</sub> gets much greater because CH<sub>4</sub> emissions make a much bigger difference to the near-term temperature.

<sup>&</sup>lt;sup>15</sup> Any metric that uses a fixed time horizon do not reflect the ongoing effect of long-lived greenhouse gases, especially CO<sub>2</sub>, beyond that time horizon. In this sense, both GWP and GTP devalue the consequences of emissions we make now on future generations.

| Year emitted | CH <sub>4</sub> value compared with CO <sub>2</sub> |
|--------------|---|
| 1990         | 5.3   |
| 2010         | 9.8   |
| 2050         | 81  |

#### Table 6: Value of $CH_4$ under time-dependent GTP consistent with 2°C target

#### 7.2.2 Policy goals and metrics

The choice of metric depends not only on the time scale we are interested in, but on the policy goal(s) and assumptions about the scale and effectiveness of future global emissions mitigation. To be most efficient within a climate change context, the metric chosen needs to be the best proxy for the aims of global climate change policy, such as limiting total temperature change (focus on the peak/target) or limiting the rate of temperature change (focus on the path).

| Features   | GWP100  | GTP100   | Time-dependent GTP  |
|--|---|--|---|
| Fit with a central<br>focus on carbon<br>dioxide?                            | Puts more weight on<br>short-lived gases than<br>GTP100, so tends to<br>promote action spread<br>across GHGs.   | Puts much less<br>weight on short-lived<br>gases, so tends to<br>promote focus on<br>CO <sub>2</sub> .   | Puts less weight on<br>short-lived gases now<br>and more close to<br>target, so tends to<br>promote focus on CO <sub>2</sub><br>now.  |
| Fit with a global<br>peak temperature<br>target?                             | Is not designed to fit<br>with a temperature<br>target but is a<br>reasonable measure of<br>the impact of<br>emissions on peak<br>warming if<br>temperatures are<br>expected to stabilise<br>within the next 40<br>years. | In principle, aligns<br>more directly with a<br>global temperature<br>target. But for a 2°C<br>target, the<br>appropriate time<br>horizon would be<br>about 55 years rather<br>than 100 years. | Fits with peak<br>temperature target if<br>temperatures are on<br>track to stabilise when<br>expected.<br>If it becomes clear that<br>$CO_2$ emissions are not<br>going to be eliminated<br>in time to meet the 2°C<br>target, the metric<br>(target year) would<br>need to be adjusted.                            |
| Fit with a goal of<br>keeping the<br>temperature path<br>as low as possible? | Puts more weight on<br>short-lived gases, and<br>deals with cumulative<br>effects.  | Puts much less<br>weight on short-lived<br>gases; does not<br>consider the<br>temperature path but<br>only a specific point<br>of time in future.  | Puts less weight on<br>short-lived gases early<br>on. Does not consider<br>the temperature path<br>but ramps up attention<br>to short-lived gases<br>over time  |
| Uncertainty  | Not as far along the<br>cause–effect chain<br>(considers the steps<br>from emissions to<br>concentration to<br>radiative forcing), so<br>less uncertainty.  | Further along the<br>cause–effect chain<br>(considers the steps<br>from emissions to<br>concentration to<br>radiative forcing to<br>temperature), so<br>greater uncertainty.                   | Further along the<br>cause–effect chain<br>(considers the steps<br>from emissions to<br>concentration to<br>radiative forcing to<br>temperature), so<br>greater uncertainty. If<br>aim is to match timing<br>of peak temperatures,<br>additional uncertainty<br>about when this<br>temperature peak<br>might occur. |
| Complexity   | Single value, although<br>subject to revision.  | Single value, although<br>subject to revision.   | Changing values, but<br>the change is<br>predictable. Still also<br>subject to revision,<br>including the timing of<br>peak temperature<br>(target year).   |

| Table 7:  | Policy-rel | levant | features | of metrics | compared |
|-----------|------------|--------|----------|------------|----------|
| rubic / i | roney re   | c vane | cutul co | or meenies | comparea |

#### 7.2.3 Uncertainty

All choices among metrics build in assumptions about future emissions. "The choice of metric represents, at some level, a bet on the success or failure of future climate mitigation policy." (Allen, 2015: 17)

The IPCC 5<sup>th</sup> Assessment Report points out that uncertainty increases with the time horizons used for both GWP and GTP. The uncertainty for CH<sub>4</sub> and N<sub>2</sub>O at GWP100 can be as much as ±40%. In contrast, GTP has higher uncertainty, though greater policy relevance, because the metric has to predict a climate response (global temperature change). The further down the driver–response–impact chain a metric is, the more policy relevant but the less certain a metric becomes. (Myhre *et al*, 2013: 710)

It is also inevitable that metric values will change over time as the concentration of CO<sub>2</sub> in the atmosphere increases and as scientific understanding of atmospheric processes, especially indirect warming effects, becomes even more precise. Every IPCC Assessment has revised the GWP values, mainly due to revisions of estimated indirect warming effects, raising the relative weight of CH<sub>4</sub> each time (for GWP100: from 21 in 1995, to 25 in 2007, to 28 in 2013, and as much as 34 if climate-carbon cycle feedbacks are included).

Proponents of the time-dependent GTP argue that, from a policy perspective, unpredictable changes in a metric value (e.g., because of a revision of the scientific understanding) are likely to be more challenging than predictable changes associated with dynamic metrics.

#### 7.2.4 Which metric is correct?

Because different metrics reflect different policy goals, and take account of different factors, no metric can be said to give 'the right answer' regardless of context: metrics can only be said to be more or less useful for a stated purpose. During the preparation of this report, we considered the question 'what is, roughly, the best value to use for methane versus carbon dioxide today?' It was not possible to reach an agreed figure, largely because there is no single policy objective, but there is consensus that:

- the right value depends on the policy goal and could change substantially over time; and
- if the main policy goal is to cost-effectively limit global average warming to 2 degrees above pre-industrial levels, then the value of CH<sub>4</sub> should be less than the GWP100 value of 28 until global CO<sub>2</sub> emissions have begun to decline steadily towards zero.

How much less? As noted above, the arguments reflect judgments about politics, economics and the intersection of policy and science.

One argument goes that if the goal is to limit warming to about 2 degrees *at lowest global economic costs*, CH<sub>4</sub> must be regarded as having a value of *at least* 10 relative to CO<sub>2</sub> today. This argument is based on the fact the GTP100 of CH<sub>4</sub> is more than 10 when climate-carbon cycle feedbacks are included, and the assessment that 100 years is an extremely generous time

horizon for limiting warming to near 2 degrees and would also cater for moderately higher levels of warming such as 2.5 and possibly even 3 degrees.

Another strand of debate is the current GTP100 value of 4 for  $CH_4$  (excluding climatecarbon cycle feedbacks) may be more appropriate for today, given that the current priority must be to reduce  $CO_2$  emissions. Potential revisions to metrics – which may be appropriate in the event that progress is made on  $CO_2$  – could be conducted periodically alongside other potential revisions to targets, reviews of progress, etc.

#### 7.3 Other metrics

Although GWP and GTP are the most commonly discussed, there are numerous alternative metrics in the literature, including:

- Modifications of GWP and GTP to reflect the time lag between combustion and regrowth of biomass for energy
- Metrics for biophysical effects such as albedo changes
- Absolute Regional Temperature Potential, to estimate temperature responses in four latitude bands<sup>16</sup>
- Component-by-component or multi-basket approaches, that show how peak temperature is constrained by cumulative emissions for long-lived gases and emission rates for shortlived gases
- Metrics that add economic dimensions, such as Global Cost Potential and Cost-Effective Temperature Potential.

Amongst the plethora of competing metrics, the IPCC identified three topics that need to be addressed in future so that metrics can be useful to users and policy makers:

"(1) which applications particular metrics are meant to serve;

(2) how comprehensive metrics need to be in terms of indirect effects and feedbacks, and economic dimensions; and

(3) how important it is to have simple and transparent metrics (given by analytical formulations) versus more complex model-based and thus model-dependent metrics." (IPCC, 2014)

In addition, none of the easily understandable climate metrics take into account the different effects that GHGs have on the Earth system, such as the effect of CO<sub>2</sub> on ocean acidification (Boucher, 2012: 59). All this suggests caution against an over-reliance on a single metric.

<sup>16</sup> Neither GWP nor GTP acount for regional variations, such as whether climate impacts are likely to occur sooner and/or be more severe in one part of the world than another.

#### 7.4 Implications of metric choice for New Zealand

Although it may be tempting to argue for a metric that appears to be in New Zealand's economic self-interest, it is by no means clear what this metric would be. Relevant factors here include the effect of the metric on the global carbon price and on incentives for reforestation and reduced deforestation, and which gases prove easier or harder to mitigate in future.

If New Zealand designed its policy approach to achieve the optimal goal for the globe, we would opt for the metric that is best for the world as a whole. We would then negotiate within this to get the best possible outcome for the country: the target for New Zealand may change under a different metric.

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## Appendix

#### How this report was compiled

This report has been developed with the assistance of a group of New Zealand scientists and others with expertise in agricultural greenhouse gases.

During the information-gathering phase, a range of people affiliated to the following organisations were interviewed: AgResearch; Dairy NZ; Federated Farmers; NZ Agricultural Greenhouse Gas Research Centre; NIWA; Victoria University of Wellington.

Motu then convened a meeting to discuss an initial draft of the report. This was attended by most of the interviewees, along with two staff from the Office of the Parliamentary Commissioner for the Environment.

Three further drafts of the report were circulated for further comment. Feedback on the science contained in this report was received from:

- Dr Cecile de Klein, Science Impact Leader Environment Greenhouse Gases, AgResearch
- Dr David Frame, Professor of Climate Change & Director NZ Climate Change Research Institute, Victoria University of Wellington
- Dr Mike Harvey, Principal Scientist Atmosphere, NIWA
- Dr Martin Manning, Professor Emeritus NZ Climate Change Research Institute, Victoria University of Wellington
- Dr Andy Reisinger, Deputy Director NZ Agricultural Greenhouse Gas Research Centre
- One anonymous scientific reviewer

| Term<br>(in order of<br>appearance) | Commonly understood definition   | Source for more detail /<br>technical specificity   |
|-------------------------------------|--|---|
| Radiative<br>efficiency             | How effective a gas is at trapping heat energy   |   |
| Radiative<br>forcing                | Net change in energy balance of the<br>atmosphere due to emissions of greenhouse<br>gases and other climate forcers (i.e., the<br>product of radiative efficiency and<br>atmospheric concentration).   | Myhre <i>et al</i> , 2013: Section 8.1<br><i>Radiative Forcing</i>  |
| Climate<br>forcers                  | Factors external to the natural climate system<br>that 'force' or push the climate towards a new<br>long-term state. These may either warm the<br>planet (e.g., GHGs) or cool the planet (e.g.,<br>sulphate aerosols).   |   |
| Aerosols                            | Tiny particles in the air. Natural sources<br>include volcanic eruptions, desert dust<br>storms, sea spray, and wild fires. Human-<br>related sources include rainforest burning for<br>land clearance, and sulphate aerosols from<br>fossil fuel combustion (e.g., for energy or<br>transport).   | IPCC, 2013a: 1448, <i>Aerosol</i>   |
| Albedo                              | How much of the sun's energy is reflected<br>back into space.<br>"Snow-covered surfaces have a<br>high albedo, the albedo of soils<br>ranges from high to low, and<br>vegetation-covered surfaces<br>and oceans have a low albedo.<br>The Earth's planetary albedo<br>varies mainly through varying<br>cloudiness, snow, ice, leaf area<br>and cover changes." | IPCC, 2013a: 1448, <i>Albedo</i>  |
| Troposphere                         | The lowest part of the Earth's atmosphere<br>(roughly the first 10 kilometres up from the<br>Earth's surface, although its depth varies with<br>latitude – thinner near the poles; thicker near<br>the Equator).   | See, for example,<br>http://earthobservatory.nasa<br>.gov/Glossary  |
| Stratosphere                        | The next section of the Earth's atmosphere<br>above the troposphere (roughly 10–50<br>kilometres from the Earth's surface).  | See, for example,<br>http://earthobservatory.nasa<br>.gov/Glossary  |
| Climate<br>stabilisation            | The climate might be said to have "stabilised"<br>when one or more specified parameters (e.g.,<br>global mean surface temperature, or<br>atmospheric GHG concentration) have<br>remained within a desired range over a long<br>period.   | Note, e.g., IPCC 2013b: 28<br>"Surface temperatures will<br>remain approximately<br>constant at elevated levels for<br>many centuries after a<br>complete cessation of net<br>anthropogenic CO <sub>2</sub> emissions." |

## Glossary

| Term<br>(in order of<br>appearance) | Commonly understood definition  | Source for more detail /<br>technical specificity   |
|-------------------------------------|---|---|
| Short-lived<br>climate<br>forcers   | Compounds whose effect on the climate<br>occurs primarily within the first decade after<br>their emission.  | IPCC, 2013a: 1458, Near-term<br>climate forcers   |
| Emissions<br>intensity              | Emissions per unit of product (e.g., kilogram<br>of milk solids) or of economic production (e.g.,<br>real GDP)  | See, e.g., <u>www.stats.govt.nz</u><br>for official NZ statistics on<br><i>greenhouse gas intensity</i> . |
| Uncertainty                         | "A state of incomplete<br>knowledge that can result<br>from a lack of information or<br>from disagreement about what<br>is known or even knowable. It<br>may have many types of<br>sources, from imprecision in<br>the data to ambiguously<br>defined concepts or<br>terminology, or uncertain<br>projections of human<br>behaviour." | IPCC, 2013a: 1464,<br>Uncertainty   |
| Metric                              | "A 'common currency' or<br>'exchange rate' that sets the<br>relative value of reducing one<br>greenhouse gas relative to<br>another."   | NZAGRC, 2012c: 2  |

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