

Background & Overview:

Methane Emissions and Global Climate Change Policy

Robert N. Stavins

*A. J. Meyer Professor of Energy and Economic Development
John F. Kennedy School of Government, Harvard University*

**Using Satellite Observations of Atmospheric Methane to Advance
Global Climate Change Policy**

Harvard Project on Climate Agreements – Enel Foundation – Government
of Mexico

Sharm El Sheikh, Egypt, November 17, 2022

The Importance of Methane, and a Harvard Initiative

- **Methane has a relatively short atmospheric lifetime, but very high radiative forcing potential**
 - So, methane emissions abatement can significantly reduce concentrations, temperatures, and damages, particularly in the short to medium term
- **Project under Harvard President's Climate Change Solutions Fund**
 - “Using Satellite Observations of Atmospheric Methane to Support Effective Global Climate Change Policy” (Professor Daniel Jacob, atmospheric chemist)
 - Use satellite-based measurements of concentrations plus bottom-up information on emissions, sectors, etc.
 - Statistical estimation of geographically and temporally specific emissions
 - Disseminate emissions estimates in appropriate formats to relevant parties ...

Potential Uses of Methane Emissions Estimates

- **Two Key Generic Uses of Methane Emissions Estimates**
 - Assessing compliance with goals, targets, and specific policies
 - Helping develop/design new policies, revise/improve existing policies
- **Paris Agreement**
 - Nationally Determined Contributions by 190+ UNFCCC Parties (2030)
 - Global Stocktake (2023)
- **Global Methane Pledge**
 - Non-Binding Pledge by 125 countries to Reduce Emissions by 30% by 2030
- **Other International, Multi-Party Arrangements, including Industry**
- **National Policies**
 - Potentially binding with effective “monitoring” and enforcement
 - For example, U.S. Context
- **Sub-National Policies**

Paris Agreement

- **Nationally Determined Contributions (NDCs)**
 - Emissions targets (& actions) for 2030 from 194 Parties to the Paris Agreement
 - Highly heterogeneous:
 - Hard (mass-based) emissions cap
 - Relative mass-based emissions cap (relative to BAU)
 - Rate-based emissions cap (per unit economic activity or per unit output)
 - Other, non-emissions caps, such as renewable energy penetration
 - Differences in base/target years, sectors, *GHGs*, *GWPs*
 - Reporting and Review of Progress relative to NDCs beginning in 2022
- **Global Stocktake (Aggregate Only)**
 - First to be completed in 2023, and every 5 years thereafter
 - Three Phases:
 - Information Collection & Preparation
 - Technical Assessment of Information
 - Political Messages Derived from Technical Assessment

Global Methane Pledge

- **Informal Agreement**

- Announced by President Biden and EU Commission President Von der Leyen (September 2021)
- Launched at COP26 in Glasgow (November 2021)

- **The Pledge**

- Participants agree to take voluntary actions to contribute to collective effort to reduce global methane emissions at least 30 percent from 2020 levels by 2030
- Currently 125 countries, representing nearly 50% of global anthropogenic methane emissions (and two thirds of global GDP)
- Annual ministerial level meetings to review progress

The U.S. Context -- Legislation

- **Inflation Reduction Act (IRA) of 2022** – numerous “carrots” (\$370 billion), & one “stick”
 - *\$1.5 Billion to state/local institutions* to cut methane emissions in oil & gas sector
 - *Fee on “excess” methane emissions from oil & gas facilities* (that report >25K tons of CO₂/year and are subject to GHG emissions reporting under EPA regulations)
 - Thresholds for charge vary by source
 - “Netting” of emissions allowed for sources under common ownership
 - Fee: \$900/ton (2024) → \$1,200 (2025) → \$1,500 (2026)
 - Exemptions for (essential) permitting delays, permanently shut & plugged wells, *and for*
 - sources in compliance with state/federal regulations (at least standards proposed by EPA in 2021)
- **Will require *calculation/estimation of methane emissions*** (and finalizing of methane rule proposed in 2021 ...)

U.S. Methane Rule (Regulation)

- **Obama Rule**

- Targeted *new* drilling sites and operations on federal lands (a “New Source Performance Standard”) to update 2012 rule (transmission & storage)
- Proposed 2015, Finalized and went into effect, August 2016
- Rescinded by Trump administration in 2020 (also cut Obama’s estimate of Social Cost of Methane Emission from \$1,400/ton to \$55/ton)

- **Biden Rule**

- Proposed in November 2021, *revised Nov 2022*, to be finalized in 2023
- Estimated to reduce methane emissions by 36 million tons 2023-2035, by:
 - Overrules Trump rule to reinstate Obama rule for new sources
 - Extends federal standards to 400,000 miles of unregulated onshore pipelines
 - Requires specific control and monitoring technologies; *operators required when third party monitors find a major methane leak*
 - For existing oil & gas wells, states required to develop methane rules in line with federal regulation of new wells

For More Information

Harvard Project on Climate Agreements

www.belfercenter.org/climate

Harvard Environmental Economics Program

www.hks.harvard.edu/m-rcbg/heep

Website

www.stavins.com

Blog

<http://www.robertstavinsblog.org/>

Twitter

[@robertstavins](https://twitter.com/robertstavins)

The use of bottom-up emission inventories in methane policy processes

Dr. Lena Höglund-Isaksson

Senior research scholar

Pollution Management Group in the Energy, Climate, and Environment Program

International Institute for Applied Systems Analysis (IIASA), Austria

Email: hoglund@iiasa.ac.at

COP27 Sharm El-Sheikh, 17 Nov 2022

IIASA's GAINS (Greenhouse gases and Air pollutants Interaction and Synergies) model

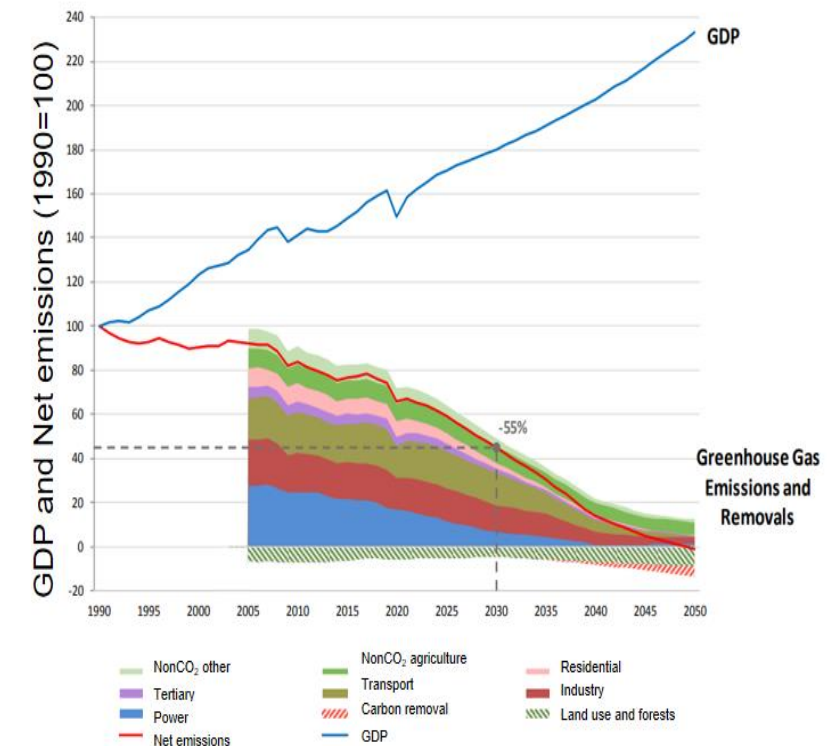
IIASA's **GAINS** model:

- Air pollutants: SO_2 , NO_x , $\text{PM}_{2.5}$, NH_3 , VOCs, CO, BC/OC
- Greenhouse gases: CH_4 , N_2O , HFCs, PFCs, SF_6 , NF_3 (CO_2)
- 182 countries/regions
- Every 5 years 1990-2050
- ~800 source sectors
- ~2000 technologies

Examples:

- Non- CO_2 GHG mitigation scenarios for EU's climate change policies (most recent: **EU's Green Deal**)
- Air pollution mitigation scenarios for EU and Europe (under UNECE's LRTAP convention)
- GAINS-China and GAINS-Asia for cost-minimizing strategies to mitigate air pollution and climate change in Asia

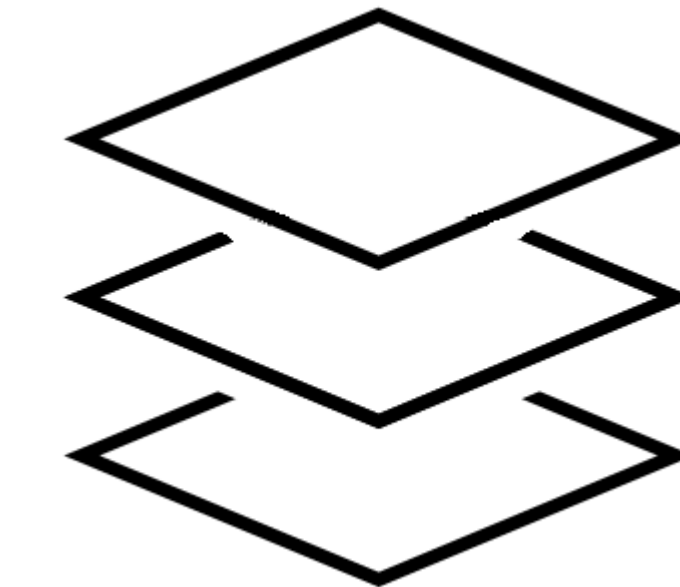
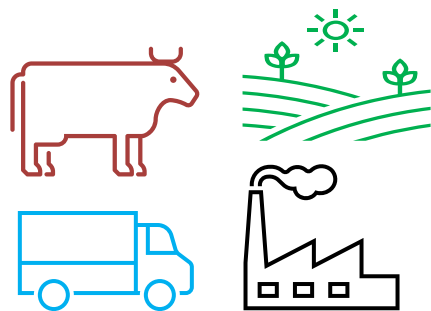
EU Green Deal 2020/21:



Source: European Commission, Brussels, COM(2020) 562, 17.9.2020

What are bottom-up emission models?

Process-based BU emission models derive emission estimates at a very detailed source sector level for a specific geographic region and time



Emission factors are determined from several layers of information that identify region- and time- specific factors affecting emissions

Human behavioral and operational practices



Technological setups



Physical factors: e.g., climatic conditions, geological, etc



$$\begin{array}{l} \text{Emissions} = \\ \text{t CH}_4 \end{array} = \begin{array}{l} \text{Activity data} \\ \text{e.g., Joule, no. of} \\ \text{animals, ton waste} \\ \text{generated, etc...} \end{array} \times \begin{array}{l} \text{Emission factor} \\ \text{t CH}_4/\text{activity unit} \end{array}$$

→ Future emission scenarios and mitigation strategies that are **internally consistent across different stakeholders**

Bottom-up emission models in policy processes: a way forward despite uncertainty in emission estimates

Important features of model and process:

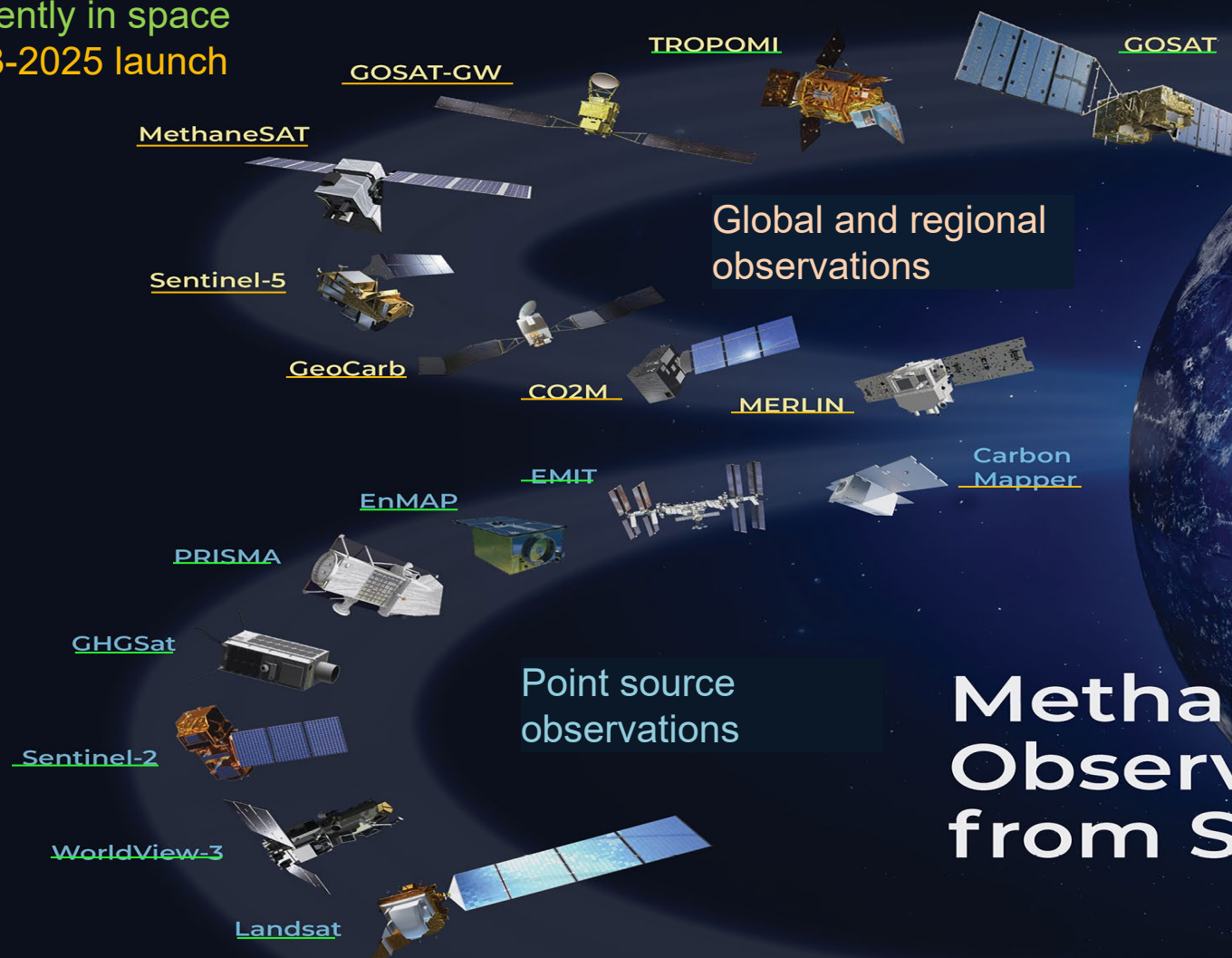
- **Consultative** process at expert level
- **Transparent** sharing of information
- BU model is **detailed** enough in terms of sectors and technologies to reflect country-specific characteristics in an adequate manner.
- Stakeholders **trust** in objectivity and comparability of emission estimates and future mitigation potentials, despite presence of uncertainty

Thank you for listening!

Recent advances in satellite detection of methane and advanced statistical methods for attribution of emissions

Daniel J. Jacob, Harvard University

presently in space
2023-2025 launch

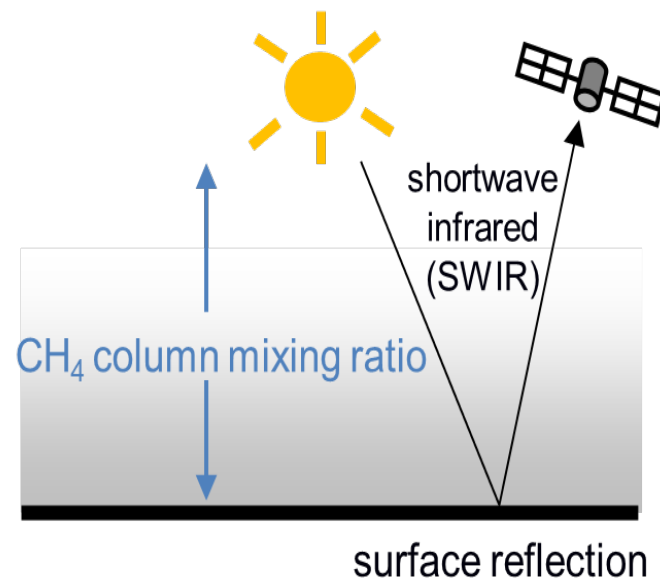


Methane Observations from Space

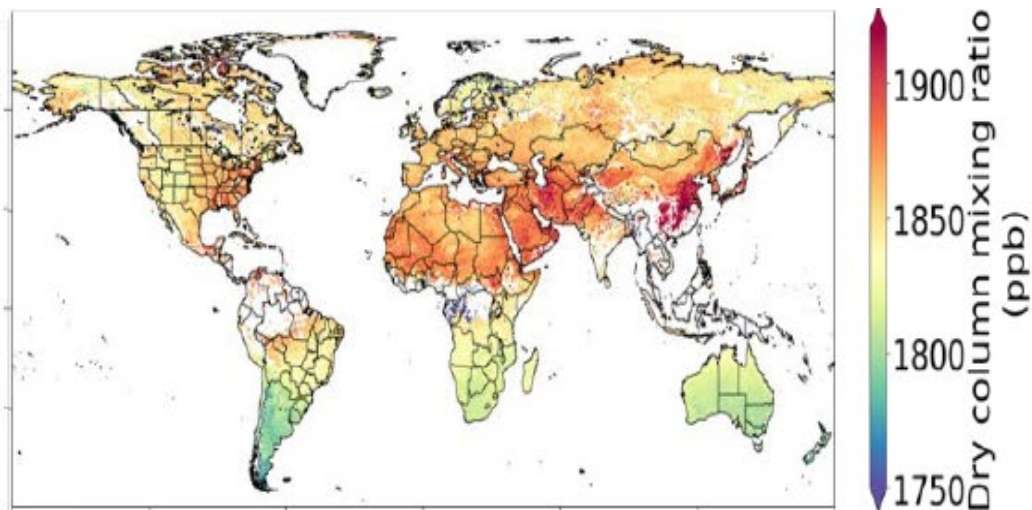
Jacob et al., 2022

TROPOMI (2018 -): global daily atmospheric methane in 5.5x7 km² pixels

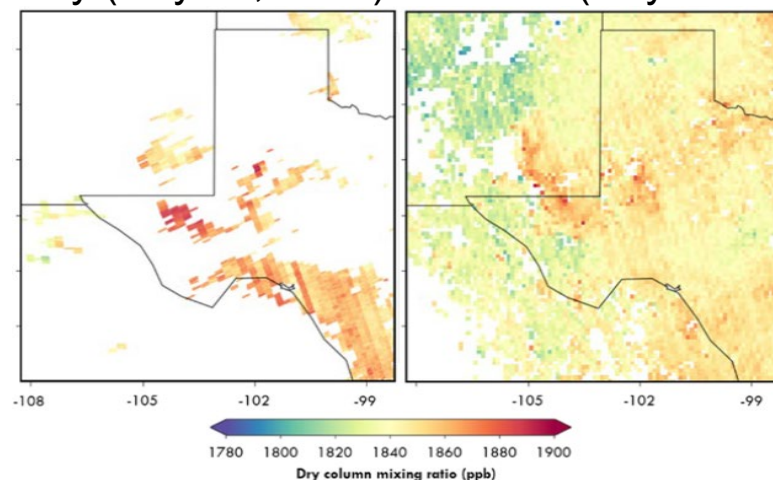
Over 100 million observations per year



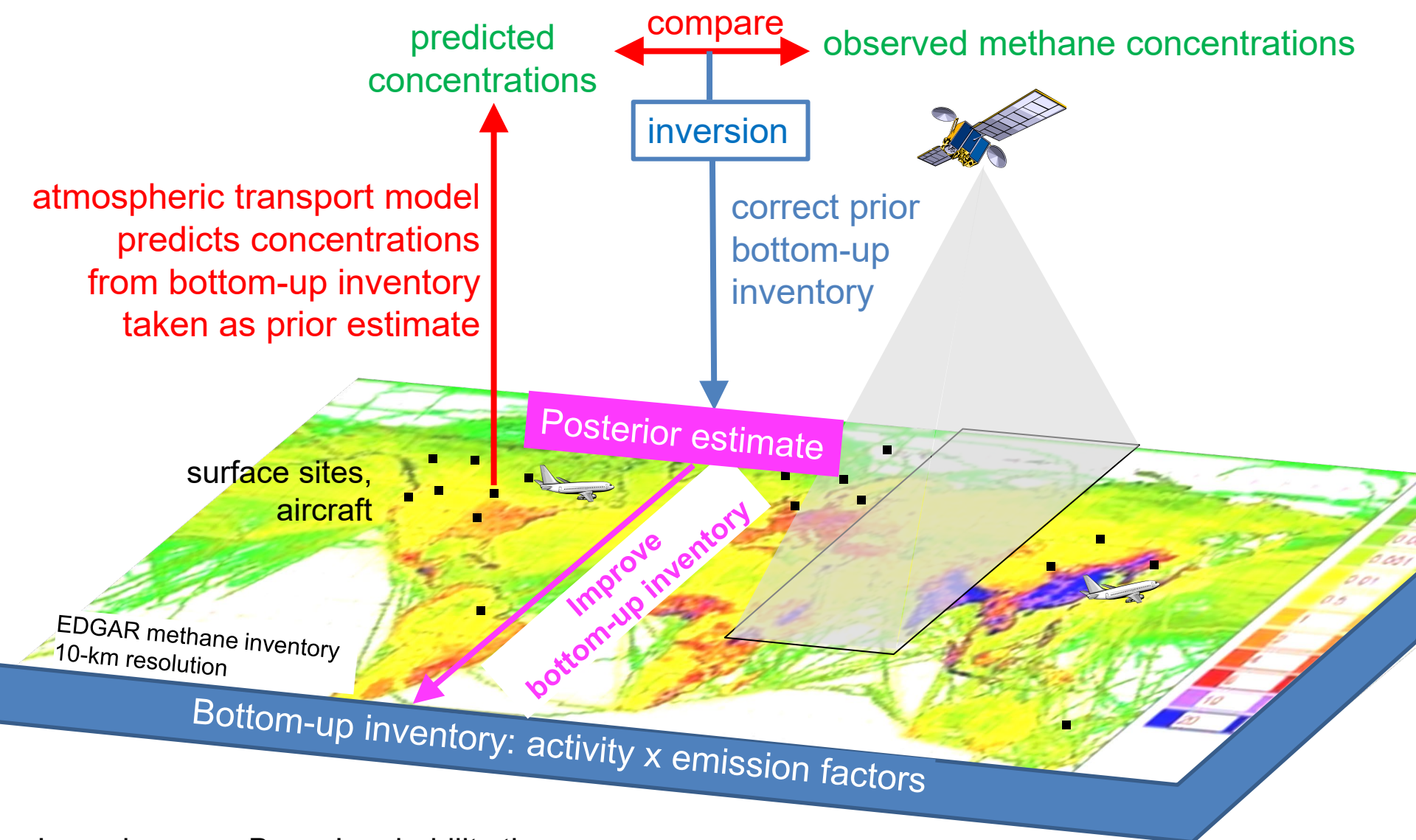
Global methane distribution, JJA 2020



Permian basin (largest US oil field)
1 day (July 15, 2020) 1 month (July 2020)



Using satellite observations to evaluate and improve emission inventories



Inversion uses Bayes' probability theorem:

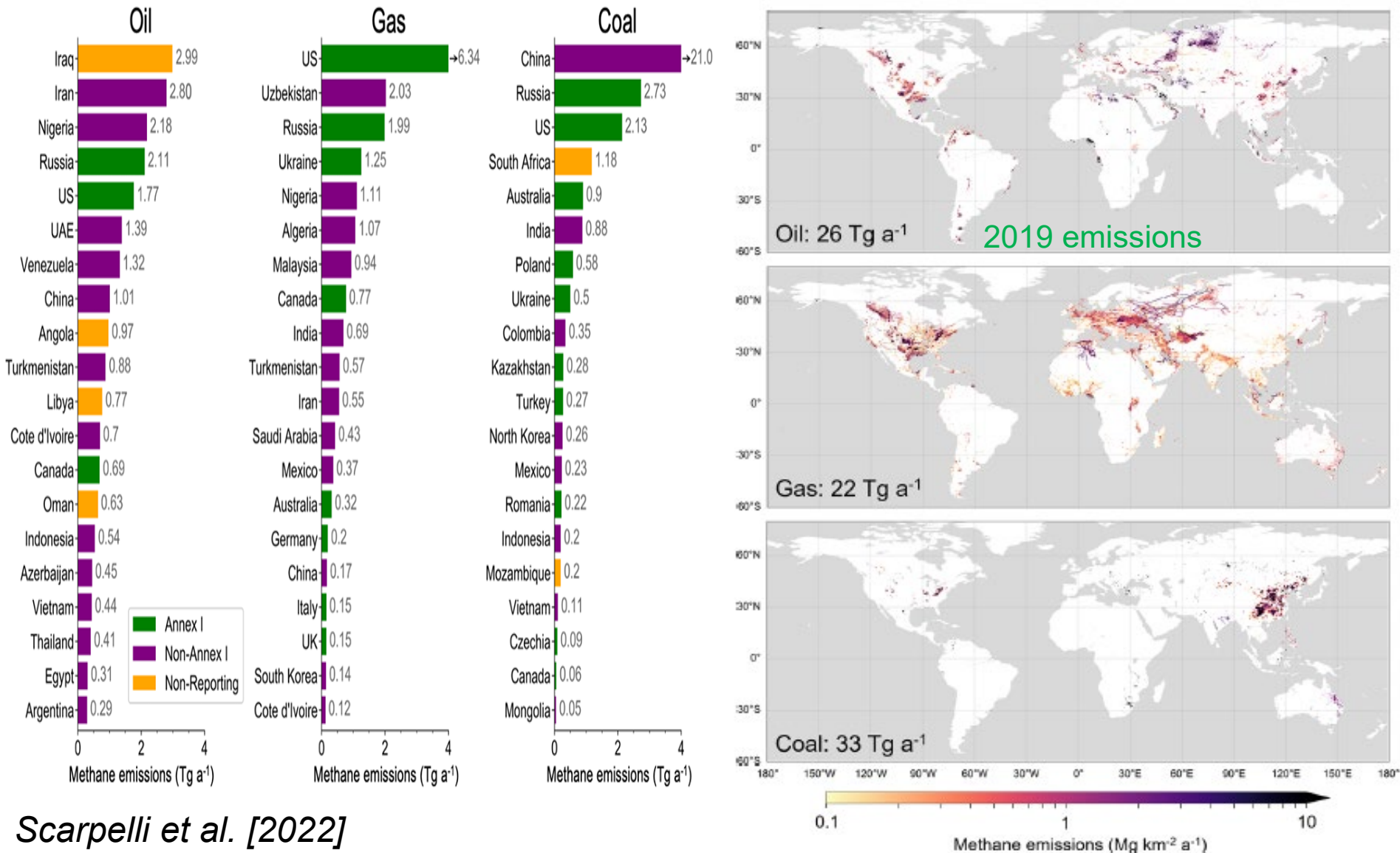
$$p(\text{true emissions} \mid \text{observations}) \sim p(\text{bottom-up emissions}) \times p(\text{observations} \mid \text{true emissions})$$

Diagram labels for the equation:

- posterior** (points to $p(\text{true emissions} \mid \text{observations})$)
- errors** (points to the \sim symbol)

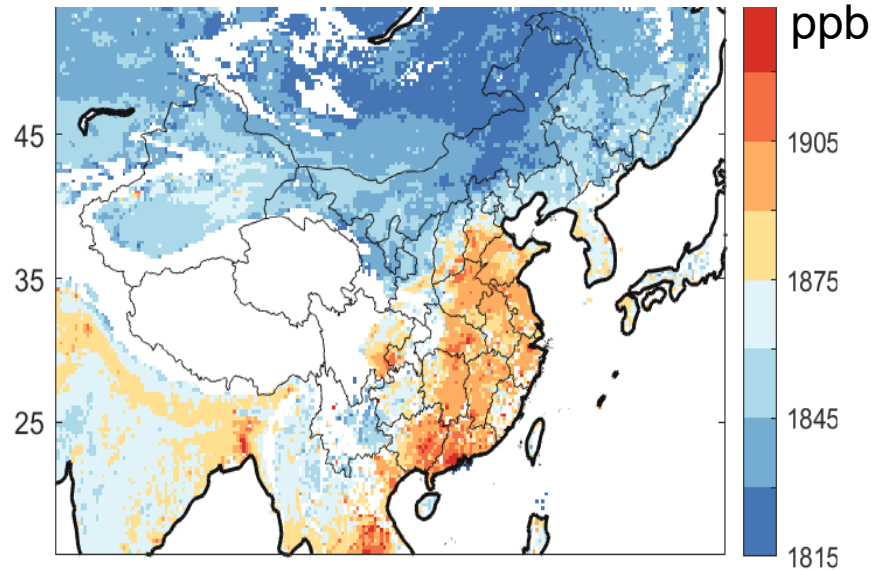
Using UNFCCC-reported national inventories for inversions of satellite data requires mapping of these inventories to high spatial resolution

Example: Global Fuel Emission Inventory (GFEIv2) at 10x10 km² resolution

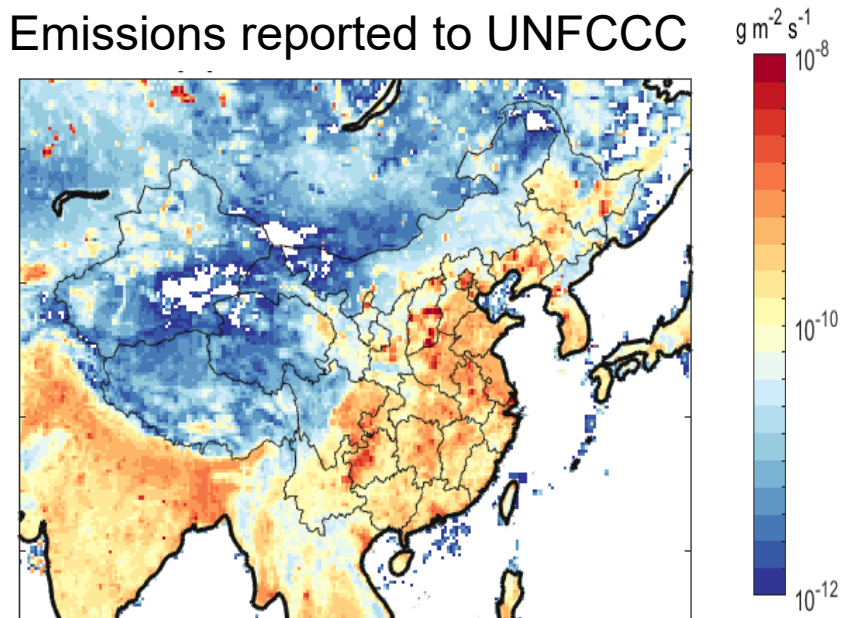


Application to improve UNFCCC-reported emissions from China

TROPOMI methane observations (2019)



Emissions reported to UNFCCC



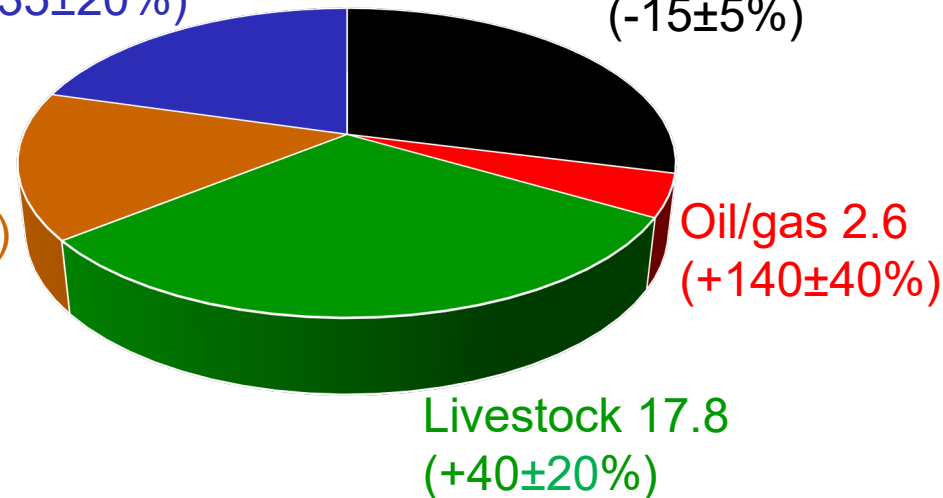
Improved emission estimates, Tg a^{-1}
(% correction to UNFCCC estimates)

Waste 9.3
(+40±15%)

- Coal-to-gas transition may drive large increase in methane emissions

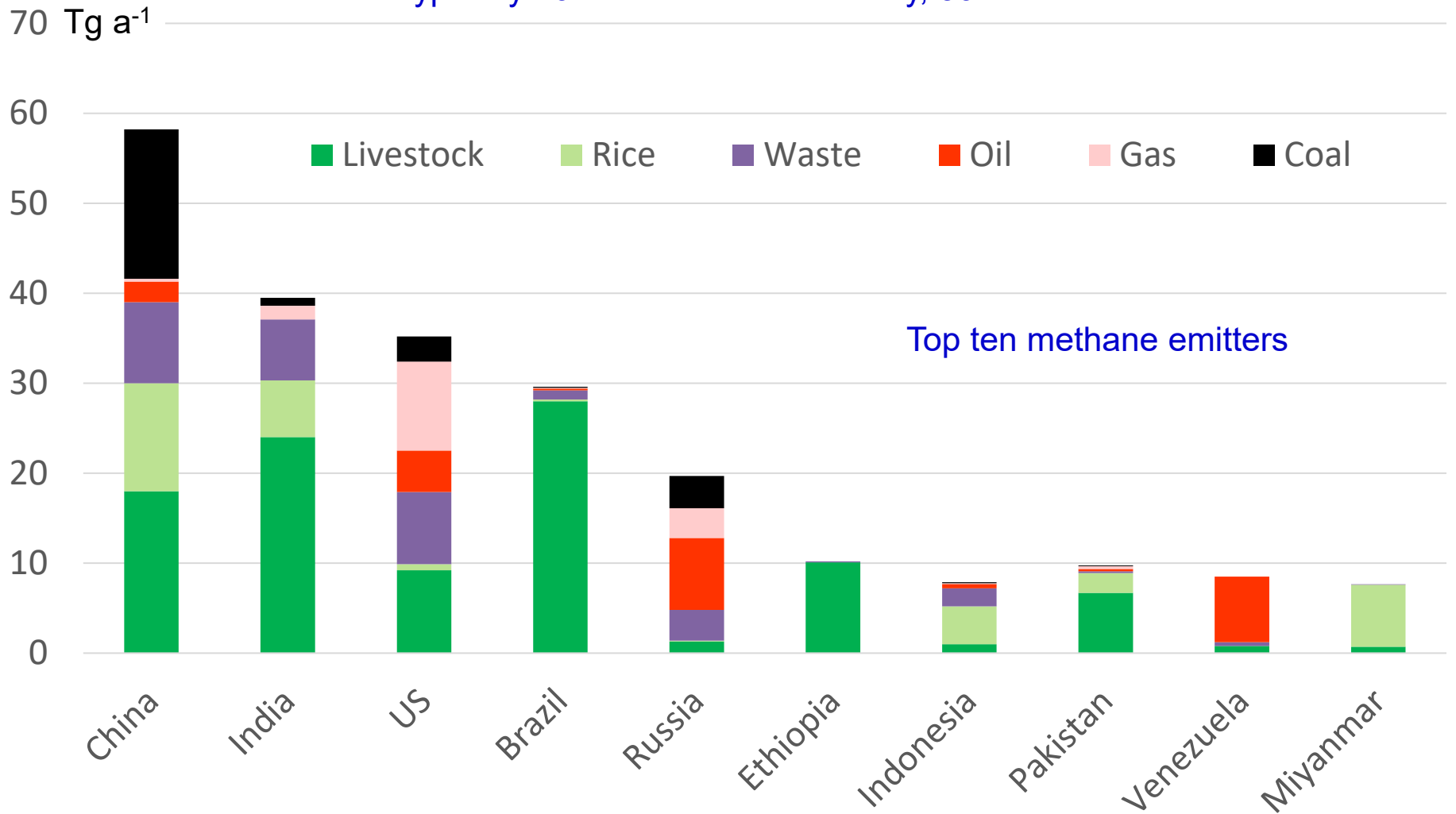
Rice 11.9
(+35±20%)

Coal 16.6
(-15±5%)

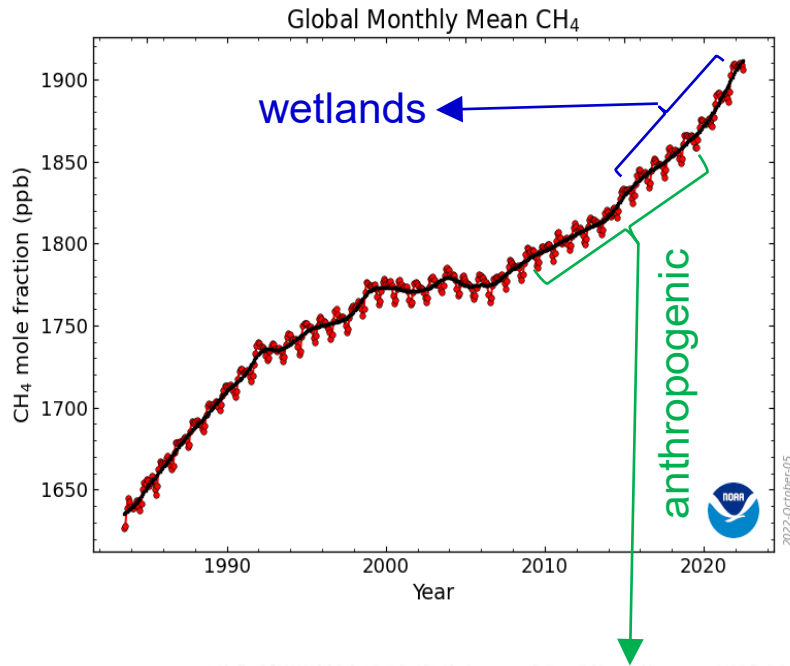


Posterior emission estimates can be generated for all countries

uncertainties are typically 20% for individual country, 30% for individual sectors

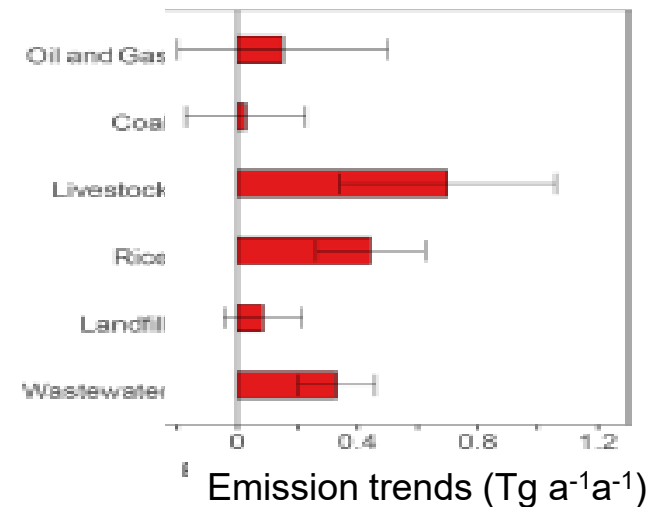
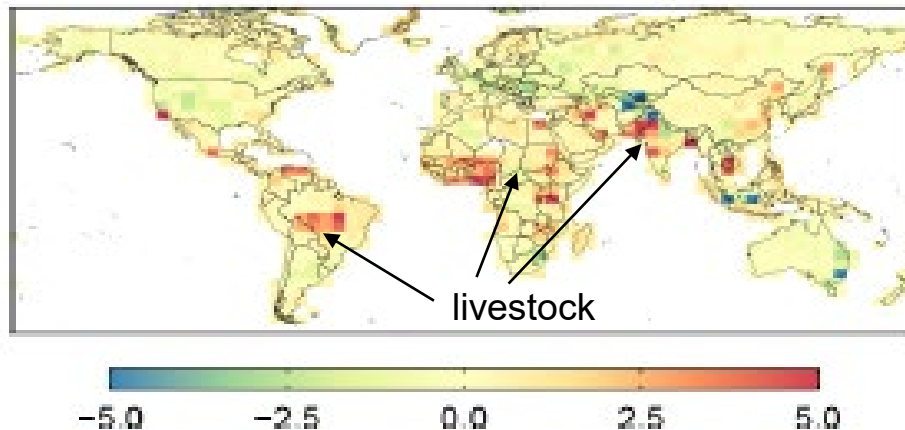


Attribution of decadal methane increase using GOSAT (2010-)

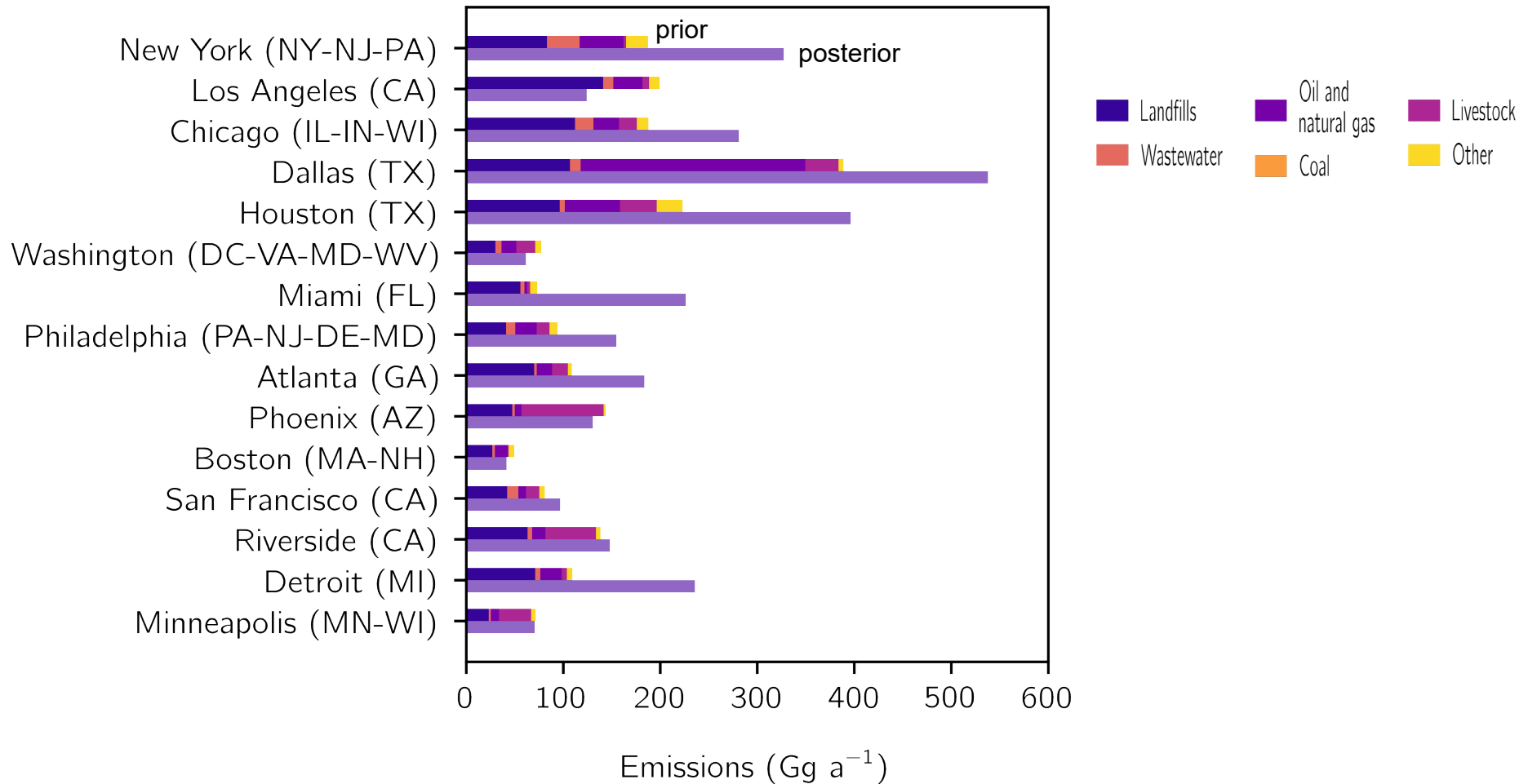


- 2010-2019 increase driven by tropical livestock
- Tropical wetlands have accelerated increase since 2015 – response to climate change?

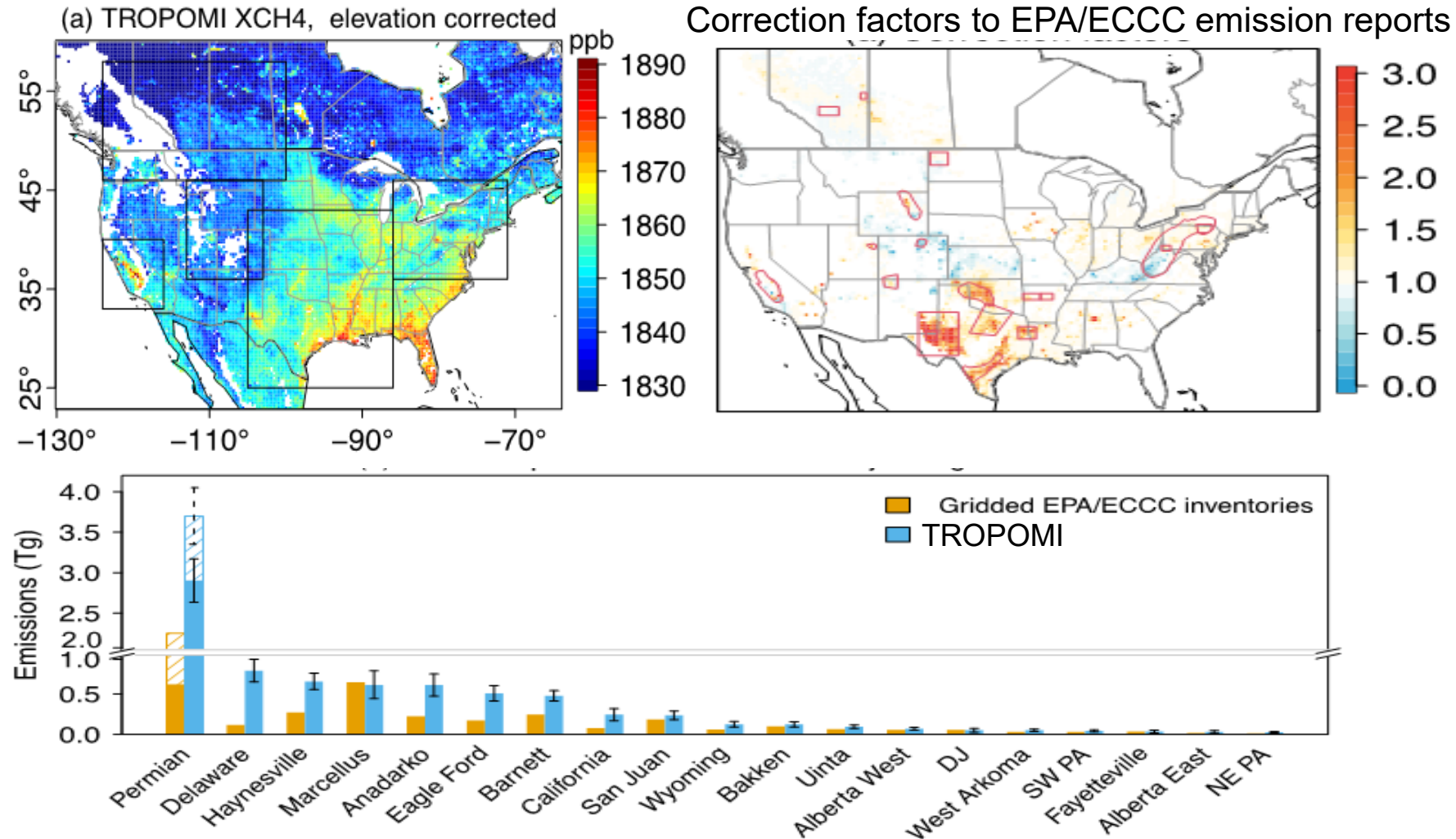
2010-2019 anthropogenic emission trends (% a⁻¹)



Using TROPOMI to quantify emissions from individual cities



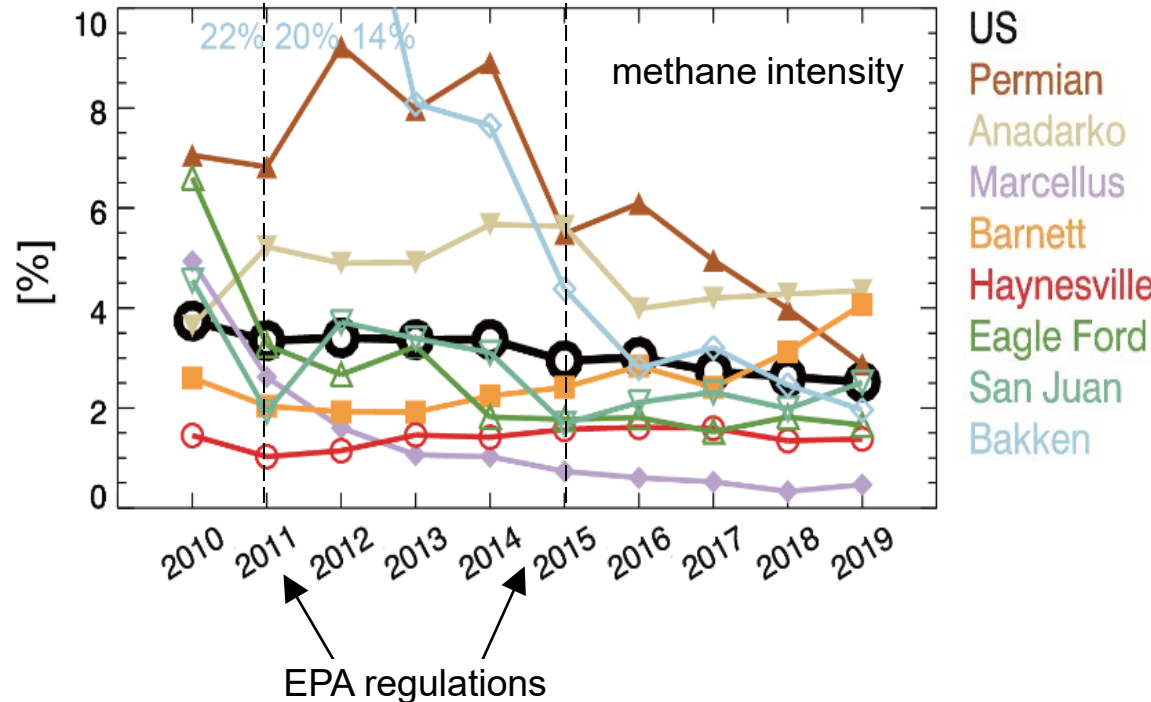
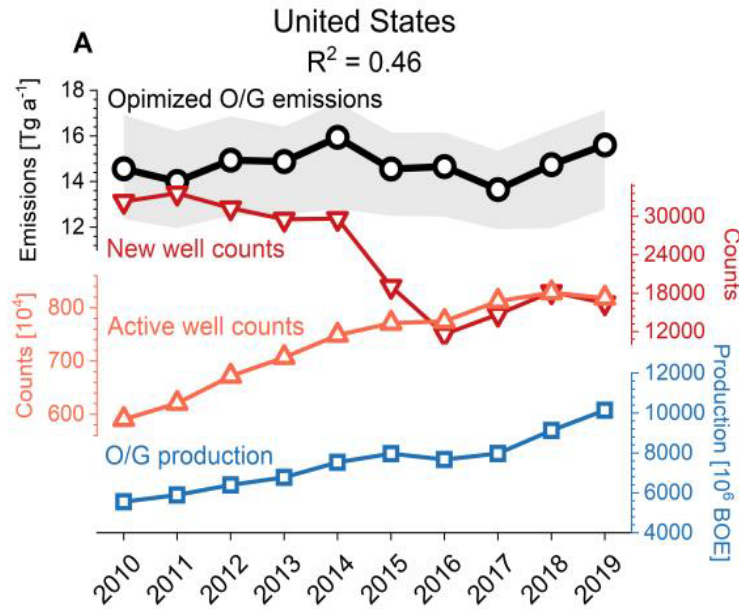
Using TROPOMI to quantify emissions from oil/gas basins



- Oil/gas emissions in US EPA inventory are too low by a factor of 2
- The Permian is responsible for half of this underestimate

Using GOSAT (2010-) to monitor trends in US oil/gas emissions

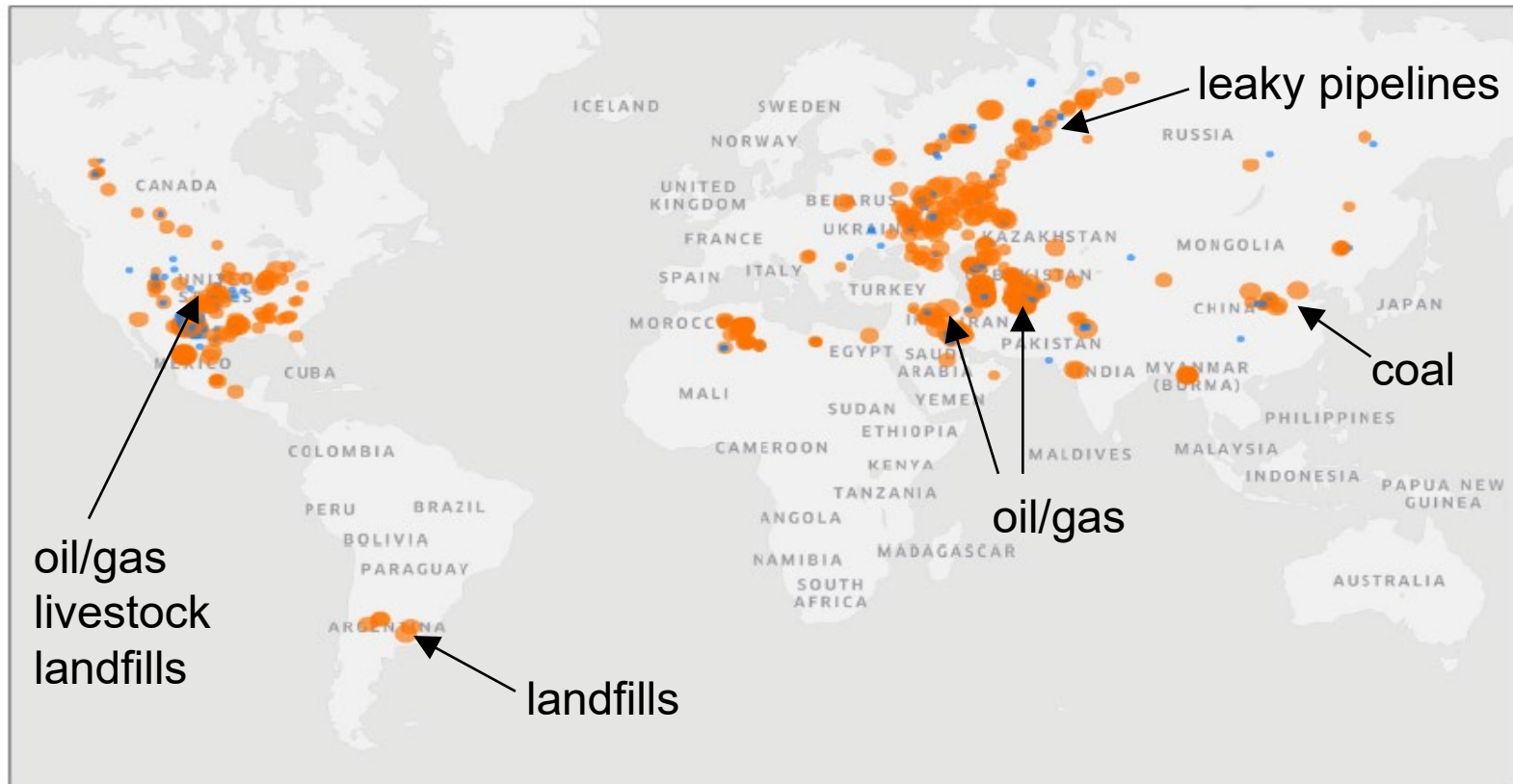
$$\text{methane intensity} = \frac{\text{methane emission from upstream oil/gas activities}}{\text{methane gas production (to market)}}$$



- Methane emissions respond to drilling of new wells, EPA regulations more than to production
- Current methane intensity of 2.5% is ten-fold higher than industry (OGCI) 2025 target of 0.2%
- Meeting OGCI target would decrease total US anthropogenic methane emissions by 40%.

TROPOMI observations of 'ultra-emitters'

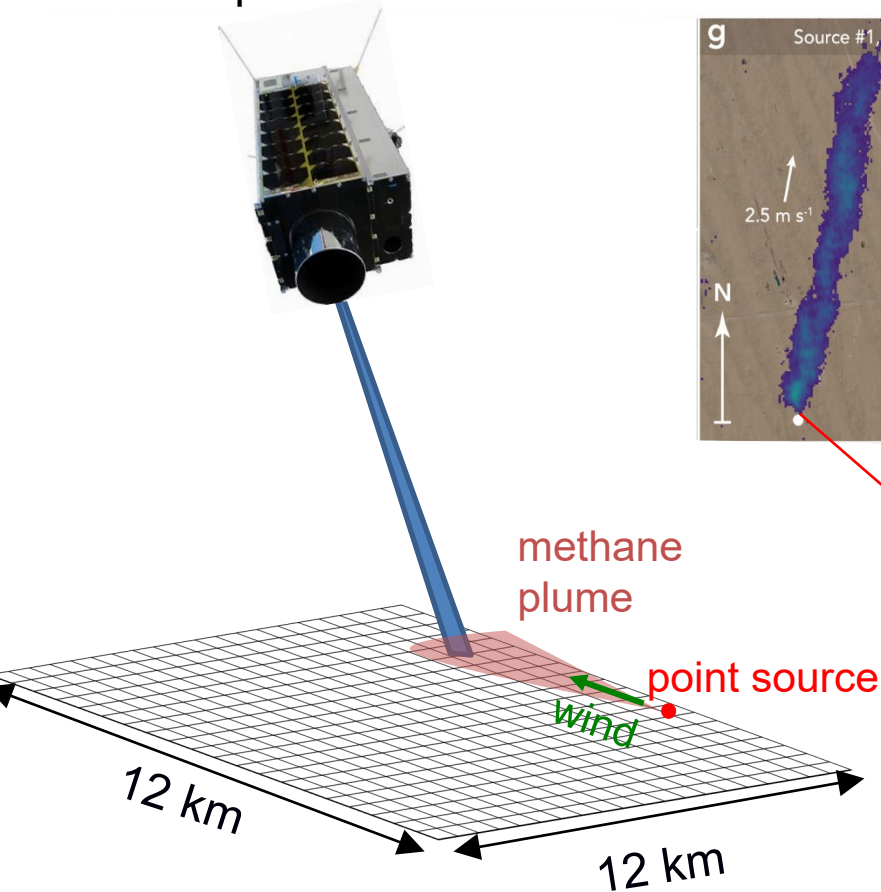
Sources emitting $> 25 \text{ tons h}^{-1}$ over $5.5 \times 7 \text{ km}^2$ TROPOMI pixels



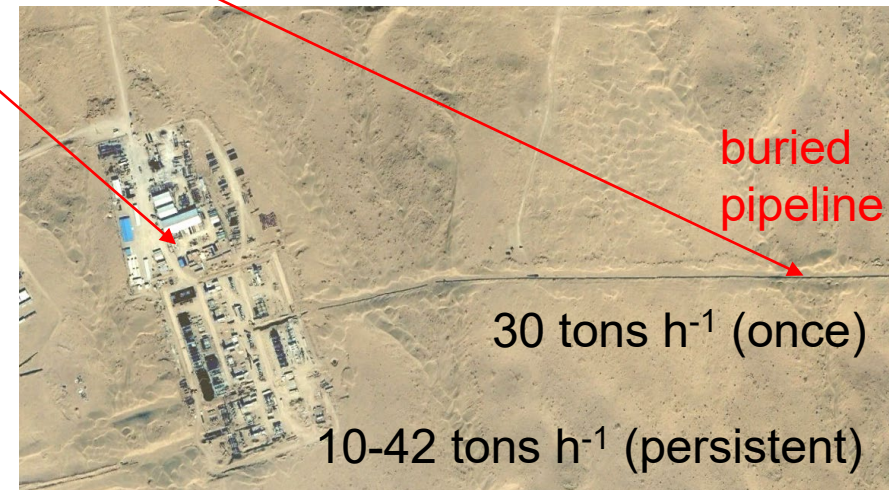
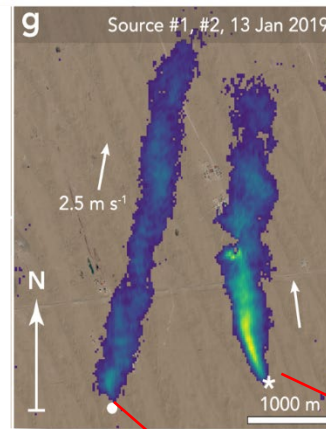
Shutting down very large point sources can be effective for climate action...
but we need better localization than TROPOMI can provide

GHGSat observation of methane point sources from space

GHGSat microsatellite fleet
25x25 m² pixels



13 Jan 2019



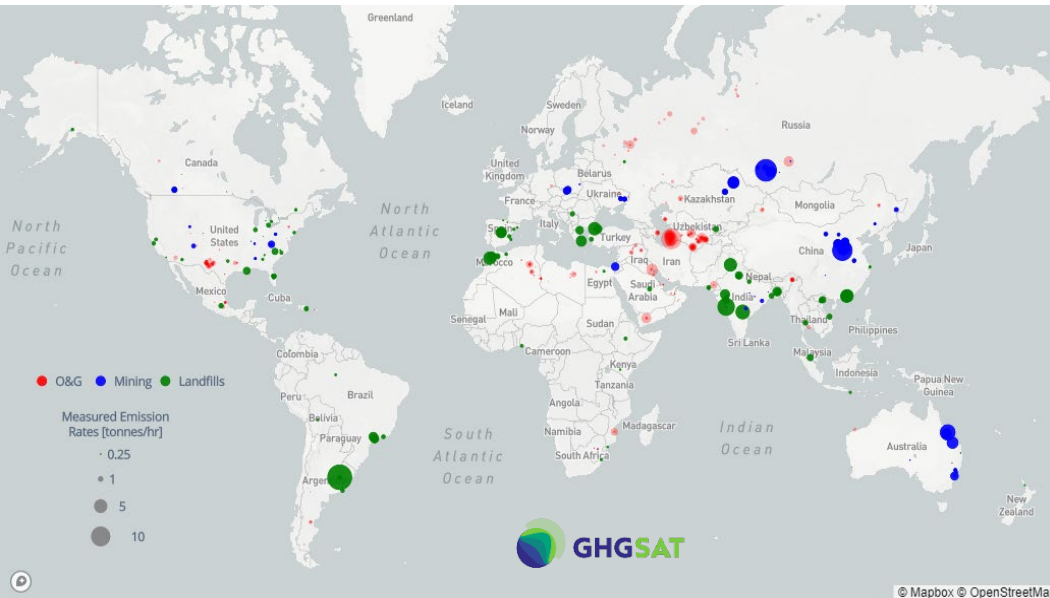
Korpezhe gas compressor station

- Detect large point sources ($> 300 \text{ kg h}^{-1}$, $\pm 30\%$ uncertainty) from single plume observations

Varon et al., 2019

We now have global observation capability for point sources

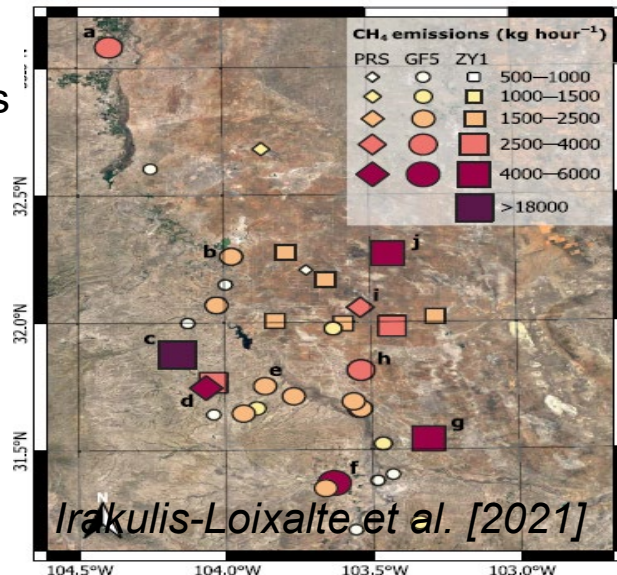
GHGSat constellation



Sentinel-2 land surface imagers

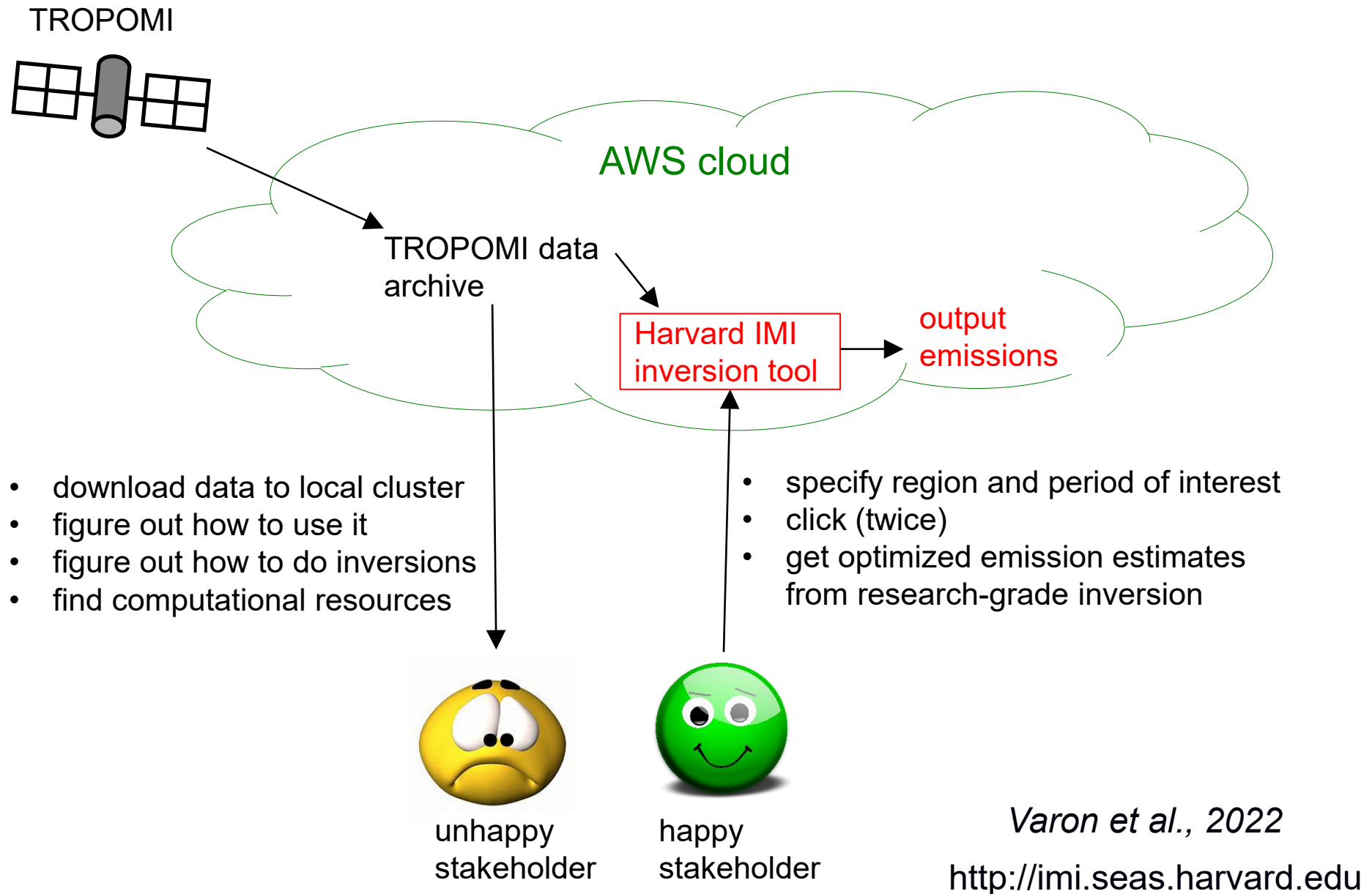


Permian Basin with multiple imagers



- Large point sources (>1 ton h⁻¹) are readily seen from space
- Frequent revisit times enable quantification and prompt climate action

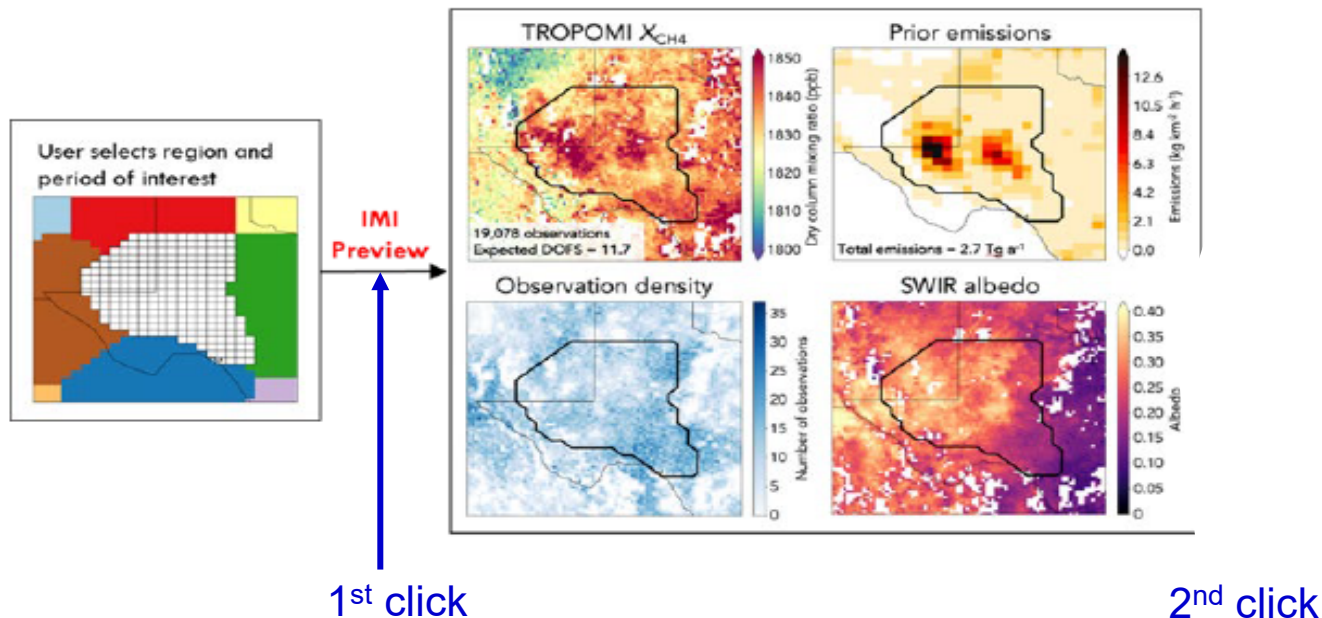
Integrated Methane Inversion (IMI) open-access cloud-based facility for stakeholders to do their own inversions of TROPOMI methane data



Example application of Integrated Methane Inversion (IMI) on AWS

1-month inversion for Permian basin

IMI preview allows user to check
quality of satellite data:
no significant cost incurred so far



Take-aways

- Satellites observations of atmospheric methane are a powerful tool to evaluate national emission inventories and their trends in support of the Paris Agreement and the Global Methane Pledge
- Facility-scale observations of methane plumes from space can quantify emissions from large point sources and enable prompt climate action
- A number of new satellite instruments will enhance our capability in coming years:
 - Sentinel-5, CO2M, GeoCarb for national inventories
 - GOSAT-GW, Methane SAT for cities, oil/gas fields, livestock operations
 - Carbon Mapper for point sources