Consequences of selecting technology pathways on cumulative carbon dioxide emissions for the UK

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The UK has an ambitious target of an 80% reduction in carbon dioxide emissions by 2050, to be reached using a series of 'carbon budgets' to aid policy development. Current energy systems modelling methods do not explore, or are unable to account for, physical (thermodynamic) limits to the rate of change of infrastructure. The power generation sector has a variety of technological options for this low-carbon transition. We compare physically constrained scenarios that accentuate either carbon capture and storage, fastest plausible nuclear new build, or fastest plausible build rate of offshore wind. We set these in the context of the UK's legislated fifth carbon budget, which has a comprehensive range of carbon reduction measures with respect to business-as-usual. The framework for our scenario comparison uses our novel system dynamics model to substantiate the policy's ability to meet 2035 emissions targets while maintaining financial productivity and socially expected employment levels. For an ambitious nuclear new build programme we find that even if it stays on track it is more expensive than offshore wind generation and delays emissions reductions. This affects the cumulative emissions and impacts on the UK's ability to contribute to international climate change targets. If delays or cancellation occur to the deployment programmes of carbon capture and storage technologies or nuclear new build, we suggest the electricity and decarbonisation targets can by met by a fast growth of offshore wind generation with no change to financial and employment levels.

Keywords: Low-carbon transition; CCS; nuclear new build; offshore wind generation; system dynamics.

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Software and Data availability

Name of software 7see-GB

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Programming environment Vensim

Availability Freely available as a Vensim Reader version. The full model is also freely

available from the corresponding author.

Data All data sources used in this paper are included in the downloadable version of

this model.

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Year first available 2017

Hardware required 2.0 GHz processor with 2 Gb memory

Software required Windows (XP/Vista/7/8/8.1) or Macintosh OSX (10.4+)

Program size 10 Mb

Acronyms

5CB scenario of the fifth carbon budget of the Committee on Climate Change

AFC actual final consumption

BAU business as usual

CCS carbon capture and storage

CCT combined cycle turbine (for gas generation)

FC fixed capital

FCF fixed capital formation

FNNB scenario of fastest nuclear new build

FOfW scenario of fastest offshore wind generation growth

GFCF gross fixed capital formation LCOE levelised cost of electricity

NPISH non-profit institutions serving household

PHEV plug-in hybrid electric vehicle

Nomenclature, model variables and suffices

 b_n beginning year for construction of nuclear power station n

BAU business as usual

 c_n completion year for construction of nuclear power station n

CCSI CCS increase (a flow)
CE carbon emissions (a flow)

CE' carbon emissions net of measures (a flow) CGC construction of generating capacity (a flow) CO_2 -capture emissions of CO_2 captured by CCS (a flow)

consump_factor consumption factor implementing reduction in AFC in order to meet demand for

 FCF_{meas}

DN dwelling number (a stock)

DNI dwelling number increase (a flow)
EDN energy efficient dwelling number (a stock)

EDNI energy efficient dwelling number increase (a flow)

elec_dmd demand for electricity from industry, dwellings or transport (a flow)

elec_dmd' demand for electricity from industry, dwellings or transport net of measures (a

flow)

elec_sup supply of electricity by power generation (a flow)

elec sup' supply of electricity by power generation net of measures (a flow)

EVN energy efficient vehicle number (a stock)

EVNI energy efficient vehicle number increase (a flow)

FC fixed capital (a stock)

FCF fixed capital formation (a flow)

fuel_dmd demand for fuel from power generation, industry or dwellings (a flow)

gas_dmd demand for gas from industry, dwellings or transport (a flow)

gas dmd' demand for gas from industry, dwellings or transport net of measures (a flow)

GC generating capacity (a stock)

GCD generating capacity decrease (a flow)
GCI generating capacity increase (a flow)

GCUC generating capacity under construction (a stock)

GFCF gross fixed capital formation (a flow)
HPN heat pump number in dwellings (a stock)
HPNI heat pump number increase (a flow)

inv final dmd' final demand for investment (GFCF) net of measures (a flow)

k numbering of industries as consumers of inputs

meas numbering of individual new build nuclear power stations

p production by industry, as classified by industry, at basic prices (a flow)
pet-prod_dmd demand for petroleum products from industry, dwellings or transport (a flow)

PVN PHEV vehicle number (a stock)

PVNI PHEV vehicle number increase (a flow)

t time, in years

veh_travel travel of vehicles in units of vehicle-km per year (a flow)

VN vehicle number (a stock)

VNI vehicle number increase (a flow)

Nomenclature, time-dependent exogenous coefficients

CC(t) fuel consumption coefficient for travel

CF(t) CO_2 capture factor CIC(t) CO_2 intensity coefficient

ECoE(t) extra cost of energy efficient vehicle as a coefficient

ECoP(t) extra cost of PHEV vehicle as a coefficient

EF(t) efficiency factor

EIC(t)electricity increase coefficientFRC(t)fuel reduction coefficientGtFC(t)GCI-to-FCF coefficientHRC(t)heating reduction coefficient

OC(t) output coefficient OLF(t) output loss factor PC(t) production coefficient

pGFCF(t) coefficient for proportion of GFCF provided by final products from either of

manufacturing, construction or services (less rental)

RBO(t)rate of biofuel outputTC(t)travel coefficientUC(t)utility coefficient

1. Introduction and Background

International deliberations ranging from the United Nations' Conference of the Parties to the World Economic Forum highlight significant global challenges for energy use and climate change (and some solutions), left then for individual countries to embrace and implement. The outcomes are frequently muted and inevitably delayed. The 2015 Paris Climate Change Agreement [1] committed all countries to constraining temperature increase within one action plan, while emphasising the plight faced by developing and vulnerable countries. In the World Economic Forum's Risks Report [2] two of the five most important interconnected risks were 'unemployment and under-employment leading to social instability' and 'failure of climate change mitigation and adaptation'. Energy policy and science are broadening to consider the energy trilemma i.e. the simultaneous delivery of low carbon, secure and affordable energy services [3]. Connecting these is the need for policy prescriptions to be assessed by analysis linking the impacts and constraints of energy and resource use on society and economy.

Many nations have developed targets for renewable energy [4]. The UK charts its contribution to climate change agreements through an act of Parliament [5]. This Act sets a goal of an 80% greenhouse gas reduction on 1990 levels by 2050 (down to 160 MtCO₂e per year) using a series of five-yearly 'carbon budgets'. The UK Government makes policy recommendations to meet these budgets, monitored by the Committee on Climate Change [6]. The current discussion is considering the fifth carbon budget (5CB) spanning 2028-2032. The Committee on Climate Change [7] reported that current emissions were 38% below 1990 levels mostly due to the electricity industry with lower use of coal and more renewables. However it noted a worrying policy gap of 100 MtCO₂e per year in achieving a 300 MtCO₂e target by 2032 that required both new policy frameworks and strengthening of previously agreed measures. Policy promotion focused on household actions (40% of direct emissions) over six emission categories while the remaining 60% due to industrial and service industry were assumed to become policy compliant due to technological advance in later reporting periods. Carbon capture for coal and gas generators was assumed to roll-out from 2020 and supply 13% of electricity demand by 2030.

A significant reality hinders all developed countries as they progress along lower cost and competitiveness-neutral pathways to solving the global commons problem of climate change; robust policy requires that technically numerate analysis designs physically plausible transition pathways along reasonable timelines and within financial bounds. Turnover rates in long-lived energy infrastructure transitioning from high to low carbon states, mean that investment costs accelerate past the UK's policy focus of 2030 towards 2050 [8]. Many policy failure risks remain hidden including the lack of upstream emissions accounting for fuels, that CO₂ capture will claim 70% of emissions rather that the policy expectation of 90%, and that energy efficiency policies must be physically manifest at a much faster rate than current efforts are achieving [9]. Macroeconomic studies of rapid offshore wind deployment emphasise that more value adding within the UK could ensure a "double dividend" of increased economic output commensurate with declining emissions [10]. Energy futurists note the need to increase the speed of the transition given that the UK's national EROI (energy return on investment) has been declining since the turn of the millennium, suggesting that the fuels gap and the emissions crisis could co-occur [11].

The key political and social hurdles are whether, and how, policies are rigorously tested for systemic economic and employment outcomes. Mu et al. [12] have conducted a recent global review of employment effects of renewable energy deployment. The policy intentions that we examine can be constrained by the fractured roll-out of 'almost mature' technologies [13], the failure to achieve the expected rates of technological learning [14] and the socio-political realities that increasing scale in technology deployment must be lock-stepped with the social and political agency that is willing to maintain the course [15]. Furthermore, most energy transition studies and policies do not accept the reality of "actors behaving badly" [16] nor the reality that highly effective and efficient deployments may stimulate inter-sectoral rebound either domestically or abroad where physical growth in downstream sectors uses more energy and possibly gives higher emissions from non-electric fuels [17].

UK Government emissions reduction target has led to many scenarios e.g. [18], [19], [20], [21], [22], [23], [24], [25], [26]. The Cambridge Econometrics study [27] found that by 2030, the previous 4CB plan would create an additional 1.1% of GDP, 190,000 additional jobs and advantage households by an extra £565 per year. However most econometric models consider only financial flows and do not include any representation of the impact of physical laws beyond their effect on market prices [28][29][30][31]. Furthermore, they are open-ended and growth-driven [28], reliant on the selection of price elasticities [28][32], and require substitutional elasticities

as proxies for fuel switching or technological development [28]. We note too that usually a learning rate of a technology is used, whereas the deployment rate (the creation of assets, fixed capital) is the key (physical) determinant [41]. Many assertions on advantages of mitigation policies are narrow or partial, and lack robust whole-economy numeracy. Bassi and Duffy [33] find that the 5CB does not hinder competitiveness, but the UK's budgetary review process finds that it could decrease 2030 GDP by 0.25-0.70% [34]. However the implications of Brexit could see the UK's energy transition limited by fluent access to investment capital, skilled labour and key technologies balanced by an escape from EU-wide rules and regulations [10].

Energy system models may be categorised as optimisation, simulation, power markets, and mixed methods [35]; each type has strengths and weaknesses. The most widely applied and influential in the UK being linear least-cost optimisation (MARKAL/TIMES) ([21][36][37]). Some optimisation models suffer from cost double-counting and do not calculate the system cost consistent with GDP accountancy [28]. Hybrid models using optimisation and partial (or full) equilibrium economic modeling have been created [38][39]. The equilibrium state is usually mediated by the energy supply price, ignoring the supply and demand for goods and services. Furthermore, they are highly reliant on exogenous parameters and do not treat fixed capital (assets such as infrastructure) as a flow within the model. The projections generated by such methods are not firmly rooted in physical reality and are unable to model meaningfully the infrastructure-investment ability of a nation. Therefore, they are of limited use to policymakers and investors who need to understand the consequences of infrastructure spending on the whole economy.

Given the importance but uncertainty of national policy assessment, and the limitations of some modelling systems, the 7see modelling framework [40][41][42] was developed using the system dynamics paradigm to bring a science and engineering perspective to national policies on infrastructure, energy, climate change and other structural or transitional issues. The novelty and strength of this approach is that physical capacity limits are properly accounted for; gross fixed capital formation (GFCF) is normally treated as a set of assumptions rather than as the consequences. This is radically different from all current approaches. It is very important to analytically model the empirical data that is generated by the economic activity which a nation undertakes, rather than to try and fit an economic theory. Based on a historic calibration period (1990-2016) and the conventions of the international system of national accounts, it implements a rigorous integration of physical, financial and social data to provide outputs of energy use, emissions, GDP and employment. Its core rationale is that these high level indicators are derived from assembling scenario sets of physical policy actions (building renewables, altering transport tasks, energy retrofits of domestic housing). Its credibility is based on relationships calibrated from historical data and meeting physical laws of thermodynamics. For the 7see model, we introduce methodology for implementing the investment required for each policy measure and how the economy as a whole can meet the total demand of these additional investments by increasing gross fixed capital formation (GFCF). We apply the 7see approach to maintaining a target level of unemployment for each scenario.

This paper explores three themes of the feasibility of the UK's 5CB carbon mitigation policies. The first interprets the 5CB policy in the 7see framework. The second tests current policy reliance on CCS technologies by replacing them with a faster build of more nuclear. The third tests replacing CCS with a faster build of more offshore wind instead. In Section 2 we introduce the general principles of how a BAU case is modified according to policy measures using the example of generation technologies. We show how GFCF, necessary for these policy measures, interacts systemically with the rest of economy. Section 3 applies these principles for policy measures by focusing on the three cases of the 5CB, fastest build of new nuclear and fastest build of offshore wind. In Section 4 we show the impact on the economy, energy use, and CO₂ emissions using a variety of indicators.

2. Methodology

We exploit the 7see-GB model [40][41][42]. For this work we summarise the principles, the required business-as-usual (BAU) case, and how the required investment is modelled.

Two key principles of a 7see-type model are that an economy is made up of types of infrastructure, each of which produce a unique output, while the model maintains separate accounts of different classes of these unique outputs [40]. Fixed capital of infrastructure requires the inflow of fixed capital formation (FCF) for maintenance and growth. Fixed capital is a stock unaffected by, or consumed in, the production process while requiring various inputs which are consumed in the production process. The stock of infrastructure can also be

quantified in other ways (Appendix A), such as for power generators by generating capacity. A 7see-type model is demand-lead where we divide final demand into GFCF, actual final consumption (AFC) and exports. GFCF is endogenous as the sum of FCF for each type of infrastructure. We trend exports according to historical behaviour. We set AFC by feedback control so as to achieve a target level of unemployment.

The dynamics of a 7see model consist of time-independent relationships mediated by time-dependent coefficients [41]. We examine the historical behaviour of coefficients and trend these as the basis for a BAU scenario [42]. We introduce the variable FCF for fixed capital formation. The BAU scenario sets the reference cost, the sum of FCF_{BAU} , to the economy. Policy measures bring about changes in flows with most measures having a cost over FCF_{BAU} of FCF_{meas} . For the 5CB, we examine in detail policy measures for energy generation, energy demand and CO_2 capture. Our model requires three aspects to be quantified:

- rate of implementation,
- additional cost for implementation of FCF_{meas} above FCF_{BAU} of the BAU scenario,
- the flow affected, which can be any of:
 - o increased output, such as generation of electricity
 - o decreased demand for an input, such as reduction of fuel demand, which might involve a swap to increased demand of another input
 - o CO₂ capture in addition to a decreased output, such as electricity generation, or increased demand for an input.

2.1 The business-as-usual case

Taking gas-fired combined cycle turbines (CCT) as an example of a fuel-consuming generation technology, Figure 1(a) represents the stock of generation capacity (GC) and flows of FCF_{BAU} , generation capacity increase (GCI), generation capacity decrease (GCD), electricity supply, fuel demand, and CO_2 emissions (CE).

The detail of the model set-up is described in Roberts et al. [41]. In summary, GC (once initialised) is determined from the difference between the generating capacity increase (GCI) and decrease (GCD),

$$\frac{\mathrm{d}}{\mathrm{d}t}GC = GCI - GCD \tag{1}$$

Through the capital expenditure cost per unit of generating capacity, we convert from GCI in units of power to demand for FCF as a monetary volume flow. This conversion is often time-dependent, which we refer to as the GCI-to-FCF coefficient, GtFC(t).

$$FCF = GtFC(t) \cdot GCI \tag{2}$$

We take supply of electricity as proportional to the stock GC as constant returns to scale (linear scaling) but varying with time according to an output coefficient, OC(t),

$$elec_sup = OC(t) \cdot GC \tag{3}$$

For generation capacity, OC(t) corresponds to the power station efficiency together with unit changes. We determine the fuel demand for electricity output by a production coefficient, PC(t).

$$fuel_dmd = PC(t) \cdot elec_sup \tag{4}$$

For thermal generation capacity PC(t) corresponds to fuel efficiency together with unit changes, such as from kWh to PJ. We assign CO_2 emissions to use of a fuel, CE, according to its CO_2 intensity coefficient, CIC(t),

$$CE = CIC(t) \cdot fuel \ dmd$$
 (5)

To determine the total supply of electricity required we progress along the production path (downstream) to consider all users of electricity. For each industry k, we apply a similar principle to Eq. (4) in that we determine the electricity demand from their economic output p by a production coefficient

$$elec_dmd_k = PC_{elec,k}(t) \cdot p_k \tag{6}$$

In the case of dwellings we determine the electricity demand from the number of dwellings (DN) by a time-dependent utility coefficient, $UC_{elec}(t)$ [42]

$$elec_dmd_D = UC_{elec}(t) \cdot DN \tag{7}$$

We sum electricity demand over all industries and dwellings, which gives the required figure for total available generating capacity ($elec_sup_{total} = elec_dmd_{total}$) to be satisfied. Within the total available capacity we assume that the electricity network operators are capable of reconciling the instantaneous demand/supply balance. It is the total required capacity that has a consequence for FCF requirement across all forms of generation. At each time step (16 per year), we calculate the shortfall to meet demand of supply, as determined by capacity of generation. As one of the principles of 7see, we use this shortfall to increase generation capacity through feedback control giving rise to a change in FCF [41] and progressing over several time steps. Specifically for electricity, we take capacity for gas-fired CCT as most amenable to change and set exogenously changes in all other types of generation. Thus the short-term fine tuning in the model of electricity supply to meet demand is through changes in demand for FCF of gas-fired CCT.

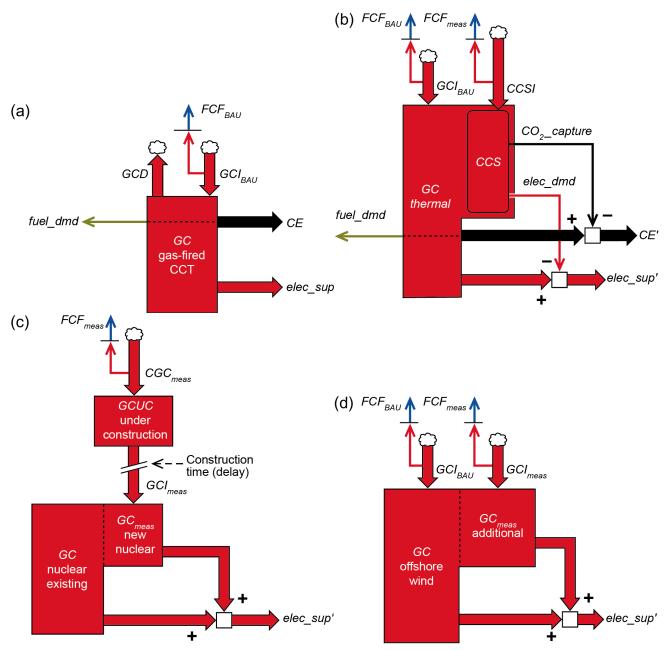


Figure 1. The relationship between stocks of generating capacity (GC) and flows changing this (GCI and GCD) that give rise to demand for FCF. For details of coefficients mediating these relationships, see Figure A.2. (a) the BAU case for gasfired CCT along with CO₂ emissions (CE) associated with the use of fuel. (b) thermal generation with measures to add CCS capacity. (c) measures for new build of nuclear power showing explicitly a delay between construction and generation. (d) measures for increased build of offshore wind capacity.

2.2 Fixed capital formation (FCF) required to implement policy measures

The 5CB scenario is made up of several measures. We find that a set of seven principles are needed to interpret all these within the 7see framework (Appendix A), of which we detail the three relevant to power generation (Figure 1(b) to (d)).

CCS is applied to coal-fired thermal power to capture CO_2 associated with fuel input. We show in Figure 1(b) CCS capacity for that part of GC progressively retrofitted to capture emissions according to the increase in

this capacity, CCSI. There is the additional FCF_{meas} that arises from CCSI. We use the emissions capture factor, CF(t), to derive the new value of CO_2 emissions, CE', (see Figure A.2(d) for these details) by,

$$CE' = CE - CF(t) \cdot CCSI$$
 (8)

For reduction of the electricity output associated with CCS we use an output loss factor, OLF(t), to derive the new value,

$$elec_sup' = elec_sup - OLF(t) \cdot CCS$$
 (9)

The 5CB includes measures in addition to CCS. See Appendix B for how these are mapped into in our 7see framework according to industries, dwellings and vehicles, each giving rise to FCF.

As an emissions reduction substitute for CCS, we consider additional nuclear new-build. We show in Figure 1(c) that we need to account for the extended build period of nuclear. We show this by a delay between demand for FCF corresponding to construction of generating capacity (CGC) while the stock of generating capacity under construction (GCUC) accumulates until it can increase output capacity, GCI_{meas} . The nth new power station begins construction at time $t=b_n$ and completes at time $t=c_n$. GCI_n is zero apart from when time $t=c_n$ such that,

$$GCI_n = \sum_{t=b_n}^{c_n} CGC_n \tag{10}$$

 GCI_{meas} is the sum over all power stations in build,

$$GCI_{meas} = \sum_{n} GCI_{n} \tag{11}$$

 GC_{meas} changes according to Equation (1) starting at zero at the onset of GCI_{meas} . We apply the same output coefficient for both the existing GC and GC_{meas} resulting from policy measures, so we express the altered output, $elec_sup'$, of implementing these measures as,

$$elec_sup' = OC(t) \cdot (GC + GC_{meas}) \tag{12}$$

A third option we consider is increasing the rate of building offshore wind capacity (Figure 1(d)). Electrical supply increases as in Equation (12) for OC(t) appropriate for offshore wind.

2.3 Increasing investment

The higher demand of investment FCF, as for changes in generation technologies (Figure 1(b)-(d)), displaces other final demand of the economy. This is because the total of final supply is constrained (in the short term) by fixed capital of production, so additional investment is only possible by consumption forgone. Referring to Figure 2, for each unit increase in volume of investment, an equal decrease is required in actual final consumption (AFC), i.e. the sum of goods and services for households, NPISH (non-profit institutions serving household) and government provision to households. One way to view this is if the additional investment is by government spending. Within a single budget, if Government spends more on CCS it has less by the same amount to spend on government services. Alternatively if the policy implementation is to regulate the private sector to build wind turbines, they must raise their prices to consumers, thereby reducing households' disposable income for goods and services.

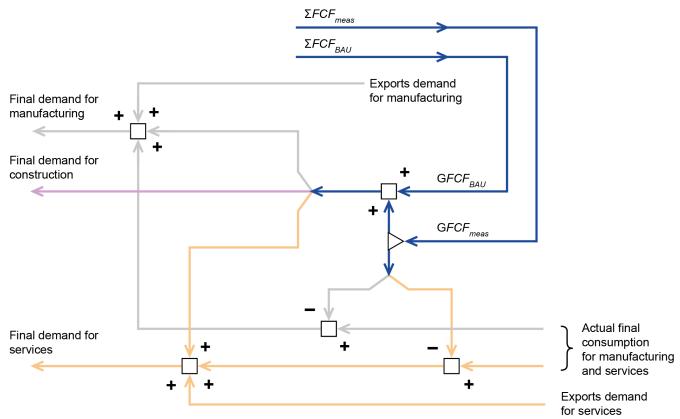


Figure 2. How the sum of additional FCF for policy measures, $GFCF_{meas}$, is met within the constraint of a fixed sum over components of final demand. For construction services their actual final consumption and exports are not shown, since both are small.

We convert GFCF to final demand for each of manufacturing and services according to time-dependent proportions, pGFCF_{manu}(t) and pGFCF_{serv}(t), with the final demand for construction, the largest proportion, making up the remainder [42]. Resulting from the investment requirements for policy measures ($GFCF_{meas}$), final demand of products from each of manufacturing, construction, and the service industry for investment, inv_final_dmd , changes according to,

$$inv = final = dmd' = pGFCF(t) \cdot (GFCF_{RAII} + GFCF_{meas})$$
(13)

To find the consequent reduction in expenditure to AFC, we derive a consumption factor,

$$consump_factor = 1 - \frac{GFCF_{meas}}{AFC}$$
(14)

Final demand for AFC of each of goods and services becomes,

$$AFC' = consump _ factor \cdot AFC \tag{15}$$

3 Modelling

We set up and calibrate the UK model using historical data from 1990. In Appendix C we show for a sample of time-dependant exogenous coefficients their historical data and formulae for mathematical trending. We implement the 5CB according to the measures in Appendix B across electricity generation, industries, dwellings and domestic transport. Electricity generation in the 5CB scenario includes coal and gas plant being fitted with CCS, new nuclear, and accelerated offshore wind deployment. Our comparator low carbon scenarios replace CCS by either 'fastest expansion of nuclear new build' (FNNB) or 'fastest expansion of offshore wind generation' (FOfW).

First we consider total and sub-divided electricity demand (Figure 3) for historical, BAU, and the 5CB as a representative scenario. We note rising demand for "Service and other industries and transport" of which the most significant component is the service industry. This rise in demand reflects ongoing growth in the service industry [42]. For most types of demand, the 5CB scenario shows increasing departure from BAU. The exception is for dwellings where demand changes to increasing from 2030, exceeding BAU by 2035. This arises because of a projected 5.8 million air-source heat pumps installed by 2035 (see Appendix B). We have not separated out transport because its electricity consumption by 2035 is only 16 TWh/y (out of a total greater than 300 TWh/y) despite growth in plug-electric hybrid vehicles in the 5CB. For the future projection of final economic demand, we control the actual final consumption (AFC) of services so as to achieve a target unemployment rate of 6% [42][44][45].

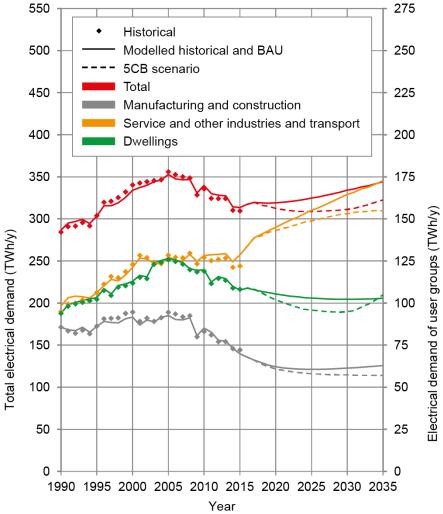


Figure 3. Electricity demand for historical, model-generated historical, BAU, and the 5CB as a representative scenario. The total demand is sub-divided into: manufacturing and construction; service and other industries and travel; dwellings [43].

3.1 CCS in the 5CB

In Figure 4 we show historical and future generation capacity from coal-fired thermal and by gas-fired CCT with capacities under our BAU settling at 0 GW and 40 GW respectively. For the 5CB scenario we show capacity with CCS which by 2035 is made up of 7 GW for all coal-fired thermal generation and 8 GW of a total of 20 GW gas-fired CCT (on the basis of load factors of 50% and 49%, respectively). In our other scenarios, coal generation goes to zero by 2025, and gas-fired CCT goes below 15 GW by 2035 in response to extra generation from other technologies.

The capital cost we use is $1.217 \, \text{£m}[1990]/\text{MW}^2$ for capture [46] according to the capacity of generation. Then for the rate of emissions production, capital costs of $88 \, \text{£m}[1990]/(\text{MtCO}_2/\text{y})^3$ for transport [47][48], and $5 \, \text{£m}[1990]/(\text{MtCO}_2/\text{y})^4$ for storage [48]. We take the capital cost of new build coal-fired generation as $0.58 \, \text{£m}[1990]/\text{MW}^5$ of the value for advanced super critical plants [49].

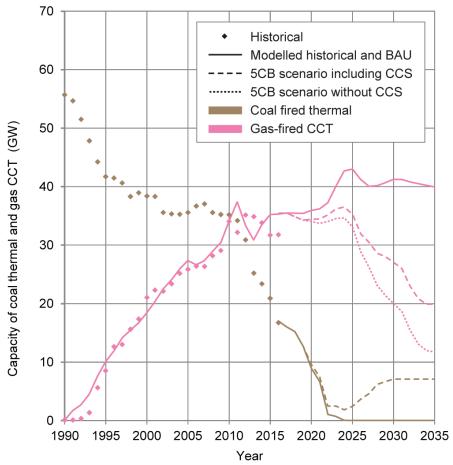


Figure 4. Historical and future generation capacity of coal-fired thermal and gas-fired CCT with CCS implementation according to the 5CB. For historical capacity in the 7see model, coal generation is taken as exogenous while gas-fired CCT is adjusted to achieve balance between electricity demand and supply by all other forms of generation.

² Deflated from 2.0 £m[2009]/MW using 2700-3200 €/kW.

³ Estimated from 500 km of pipe at 1.0 \$m[2208]/km pipeline, diameter 1m that can carry 1.92 MtCO₂/y.

⁴ Deflated from 15 \$m[2008]/MtCO₂.

⁵ Estimated from £2,368[2014]/kW for ASC including CCS retro post combustion, less CCS retrofit to gas-fired CCT of £1,391[2014]/kW, deflated to 1990.

3.2 Nuclear

Our BAU case is that of the current closure programme [50][51], leaving only Sizewell B operating by 2030 and completion of new build Hinckley Point C by 2026 (Figure 5(a)). To this, the 5CB adds two additional stations by 2030. For FNNB we refer to the UK EEP (energy and emissions projections) reference case [50] which reflects current UK Government policy until 2020, but then diverges. In 2011 the government announced that eight sites were potentially suitable for the deployment of new nuclear power stations in England and Wales by the end of 2025 [52] which the UK Government stated may account for a third of UK electricity generation in the 2030s [53].

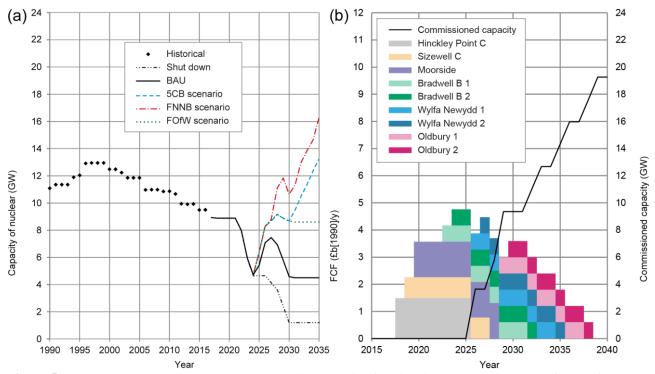


Figure 5. Power generation using nuclear. (a) Installed capacity for historical and scenarios. (b) for the fastest rate of growth, FCF needed under the FNNB scenario for an illustrative list of power station sites under construction, and the resulting cumulative commissioned capacity. This includes completion beyond 2035 resulting from construction pre-2035.

The NAO [54] report the total cost of construction for Hinkley Point C as £18.2 bn. We use a capital cost of 3.63 £m[1990]/MW⁶. For each project we spread the construction of generating capacity (CGC_{meas}), thus the total FCF_{meas} required, over the build period. Nine projects under consideration spread over six sites [51] (NAO, 2016) are shown in the EEP reference scenario (Figure 5(b)) along with cumulative commissioned generating capacity. We assume an ongoing commitment to FNNB so include in Figure 5(b) FCF for two projects under construction in the early 2030s completing after 2035.

⁶ Deflated from 20 £b[2017] for 3.2 GW.

3.3 Offshore wind

We show in Figure 6 three rates of increase in capacity of offshore wind. We take the BAU grow rate as 600MW/y from an average over 2013-2016. For the 5CB the rate settles at 1000MW/y. For our FOfW scenario we take the 'Upside scenario' of Hundleby and Freeman [55] which is based on what the industry could deliver, achieving a rate of 2.2 GW/y by 2025. Their assumptions are improvements in grid access, market support mechanisms, and site and supply chain development. Our FOfW scenario includes reduction from two to one additional nuclear power plants over BAU of the 5CB scenario.

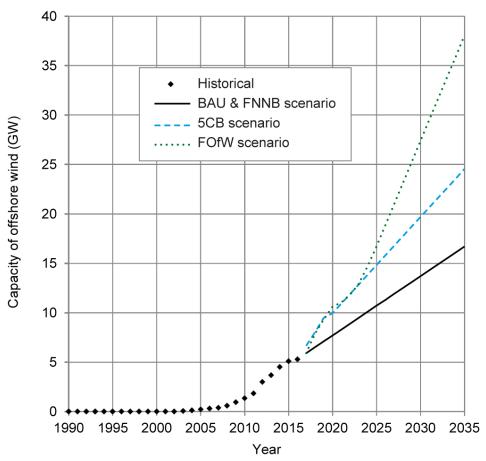


Figure 6. Offshore wind installed capacity for historical, BAU and three scenarios.

For capital cost of European offshore wind Voormolen et al [56] note that an increasing trend since 2000 stopped around 2012, thence decreasing slowly. We take capital cost for 2012 specific to the UK as 1.53 £m[1990]/MW⁷ [57]. DECC [58] suggested that maximising the size of the industry in the 2030s could be achieved by aiming for a levelised cost of energy (LCOE) of 100 £/MWh by 2020. Well ahead of this target, a report by the Offshore Wind Programme Board and ORE Catapult [59] shows that UK projects reaching the Final Investment Decision stage in 2015-16 achieved an average LCOE of 97 £/MWh, noting that the lower cost of capital made a contribution. For the future capital cost we use a progressive cost reduction by 25% between 2015-30 based on the projection by Williams et al [60] as adapted to the specific learning rate (the cost reduction for each doubling of cumulative output) of 6.5% for the capital cost component of LCOE.

⁷ Deflated from 2.5 £m[2011]/MW.

4 Results

We present model outputs estimating CO₂ emissions (annual and cumulative), investment requirements, and the impact on employment. We draw comparisons between the 5CB and our scenarios.

The principal indicators of annual CO₂ emissions and GFCF (economy-wide investment) for the BAU and our three scenarios are shown in Figure 7. While the BAU scenario stabilises just under 400 Mt CO₂ per annum, the three scenarios exceed the 5CB policy goal of 300 Mt by 2032 and going below 250 Mt/y by 2035. The investment capital (in a whole-economy sense) for the lower emissions scenarios is similar, and 19% higher than the BAU scenario by 2035.

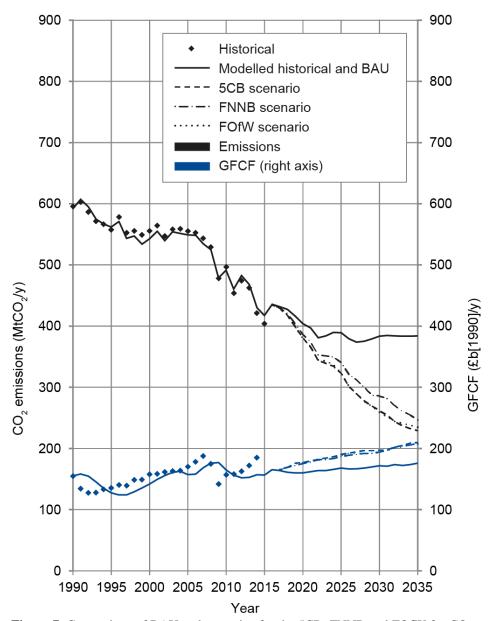


Figure 7. Comparison of BAU and scenarios for the 5CB, FNNB and FOfW for CO₂ emissions and GFCF (economy-wide investment) [61][62].

An economically and politically important indicator is the employment level. We show in Figure 8 jobs in the three larger industries. By 2035, manufacturing drops to 2.3 million workers and construction increases to 2.4 million. Meanwhile in the largest industry (service), jobs increase by five million people reaching 32 million people employed under BAU and the 5CB scenario. This is a consequence of maintaining the unemployment rate at around 6%. Figure 2 shows effects of changes in the mix of final demand in order to enable the higher

investment (GFCF) of the 5CB scenario. As a consequence, construction jobs increase by 230,000 for the 5CB and there is a similar rise for our other low-carbon scenarios.

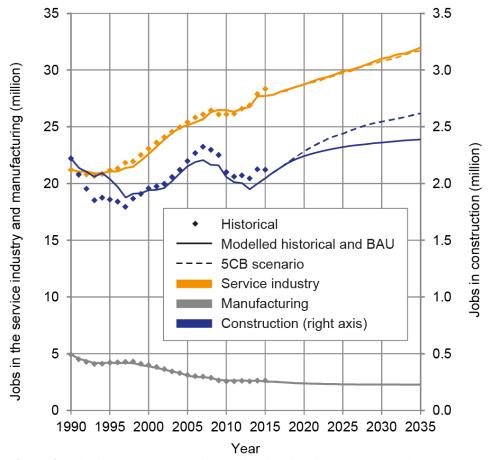


Figure 8. Jobs in the three larger industries for historical, BAU and the 5CB as a representative scenario [63]. N.B. construction jobs are graphed on the right hand axis.

We show the consequent impact on GDP and economic growth in Figure 9. After the tail end of a recession in 1990, the economy has grown steadily. Throughout the historical period our model simulates well both the absolute value of GDP and the growth rate. GDP dipped for a couple of years after the financial crisis in 2008, then resumes growth, though at a lower rate (falling from 1.9% in 2018 to 1.0% by 2035).

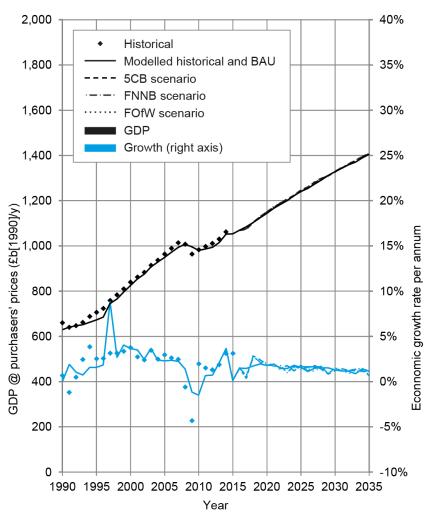


Figure 9. GDP (absolute) and GDP growth rate for historical, BAU and the 5CB scenario [62]. Note that the spike in 1997 for modelled economic growth is an artefact from change in classification between industries of source data.

We consider a detailed comparison of the costs and emissions reductions of only power generation with respect to BAU for electricity generation. For cost (Figure 10(a)) we see that the CCS deployment of the 5CB is highest, peaking in the late 2020s, the middle cost is FNNB, and FOfW generally the lowest. In the early 2020s, gas-fired CCT expands under BAU while this growth is displaced under all three scenarios (Figure 4). Since the scenario costs are net of spend on gas-fired CCT, they show as low in the early 2020s. Their total costs over 2017-2035 (area under the curve) is in the ratio 1:1.2 for FOfW to FNNB and 1:2.0 for FOfW to the 5CB. For emissions reduction just from electricity generation with respect to BAU in Figure 10(b), the 5CB and FOfW scenarios achieve more than 50 MtCO₂/y below BAU. The FNNB scenario has less reduction than the other two as a result of the long construction time for each power station. Figure 10(c) shows the cumulative emissions reduction from 2017 which emphasises the penalty accrued from the increased commissioning of new-build nuclear.

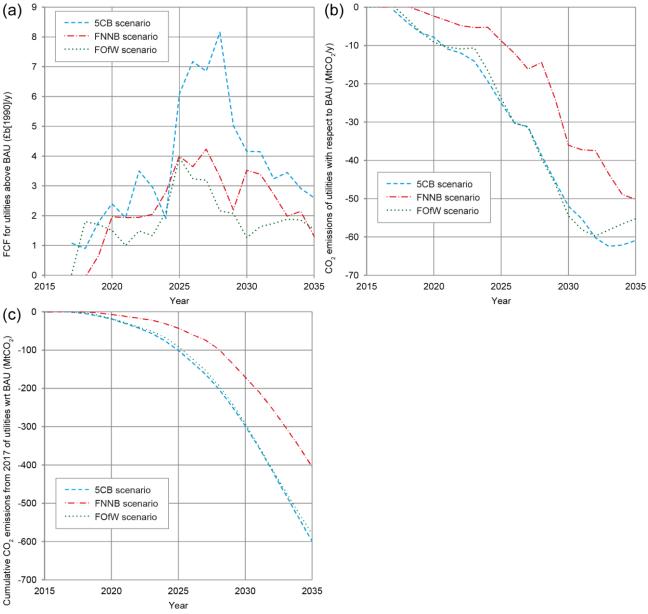


Figure 10. Detail of scenarios for electricity with respect to BAU. (a) FCF increase. (b) emissions reduction. (c) cumulative emissions reduction from 2017.

5 Discussion and Conclusions

We have interpreted the UK Committee on Climate Change's 5CB policy measures in the 7see biophysical economics model using a set of seven principles (Appendix A) governing how to compute the changes eventually leading to reduced emissions and required investment. This reveals interesting trade-offs for policy makers and yields four key points concerning:

- 1. the likely outcome of the 5CB in its current form,
- 2. alternatives which reach the same level of decarbonisation but at a different rate or for a lower cost, or greater decarbonisation for the same cost,
- 3. investment requirements for the policies, and
- 4. the consequences for economic growth and employment.

The outcome of our study, within the constraints of the 5CB, is that it is possible to exceed the stated legislated goals of the Committee on Climate Change [7] if implemented at the suggested rate and scope. We

estimate a cumulative carbon dioxide saving from 2017 of approximately 400 Mt by 2032 compared with BAU, and continues to save a further 200 Mt by 2035 (Figure 10(c)). We estimate the current 5CB policy will save approximately 60 MtCO₂/y below our BAU (Figure 10 (b)) by 2032. However, success of the 5CB is not only dependent on steady decarbonisation of electricity generation but also on energy savings in buildings and transport, and with a shift from fossil fuel to electricity with heat pumps and electric motive power (Figure 3).

Our first alternative to implementing CCS within the 5CB is an expansion of nuclear new build at the fastest plausible rate (FNNB). This does not achieve as large a reduction in emissions compared with 5CB and there is a notable delay owing to the long lead-time of construction, but it does cost less. Our second alternative low-carbon scenario considers a doubling of planned offshore wind electricity production and a reduced expansion of nuclear new build (FOfW). This can be achieved at reduced whole-economy capital investment cost (GFCF). Furthermore, this transition will lessen energy security concerns by decreasing the reliance on coal and gas supply chains of CCS. While modelling numbers constrained by physical realities here give a feasibility concurrence, the Committee on Climate Change [7] note alarming gaps appearing between intended and actual policy implementation. Our study shows that replacing CCS with offshore wind is a feasible investment strategy, and supported by Cavazzi and Dutton [64] who report a 1,450 GW nameplate potential at less than £140 per MWh with a load factor of 48%. Moreover, recent studies by Vijay et al. [65] show that by 2035, large increases in low carbon renewables do not increase electricity prices provided that demand management strategies are implemented in parallel.

The investment capital (in a whole-economy sense) for the lower emissions scenarios is 19% higher than the BAU scenario by 2035. The highest cost scenario is the CCS deployment of the 5CB, peaking in the late 2020s. Both FNNB and FOfW are significantly cheaper, though generally FOfW is the lowest. The necessary phasing of the required investments is in the nature of the engineered system and the physical constraints of the economy. The economy-wide impacts of the 5CB are that GFCF will need to increase in 2035 from 12% of GDP to 15%. This corresponds to a small proportionate reduction in actual final consumption (AFC) which forms the bulk of GDP. Nevertheless the policy measures for these investments will need strong political leadership and broad support so as not to be derailed by challenges that this meaningfully reduces the standard of living. Attention will be needed to ensure there is no extra burden on the lowest income sector of society. Though we show the economy continuing to grow, the rate of growth declines from 1.9% in 2018 to 1.0% by 2035. Policy makers must emphasise that unemployment is not impacted, as there will be a shift in employment from jobs in the service industry to construction of the order of 230,000 by 2035.

The importance of modelling using this approach is the applicability of the basis of our model to any nation. Almost all nations assemble fixed capital and consumption data conforming to the United Nation's System of National Accounts. This is a powerful tool once combined with energy, transport, and population data. A limitation of our approach is that we assume a well-functioning economy which follows relationships captured by historical data. For example, if the production coefficient for jobs in the service industry (the inverse of labour productivity) deviates significantly from its long-term trend, then the economy will not grow as expected [42]. Future work can include examining on-going carbon budgets, the effects of other low carbon transition scenarios on the whole economy, and trying to understand the physical limits of economies to deliver infrastructure, especially for energy systems. We are creating models or conducting analysis for Australia, Colombia, Ireland, Tiawan, and the USA – all of which have interesting and contrasting charateristics from the viewpoint of energy demand. It is likely that most developed countries in Europe, North America and Oceania face a substantial disparity between their aspirational carbon mitigation intentions and their physical, institutional and political capacities to implement them. We assert that each of these countries should implement a standardised modelling approach described here of the UK economy. Testing current policies against accelerated implementation rates should winnow fanciful policies from feasible ones and chart the investment capital required and the resultant effects on employment and GDP growth rates.

Examining the whole economy outcomes of UK's 5CB has led us to two conclusions. Firstly the 5CB would maintain financial productivity, with high employment driven by an expanding service industry. Secondly, any inability to deploy CCS technologies on schedule or a delay in implementing FNNB could be covered by an equivalent production capacity in offshore wind with similar financial and employment outcomes.

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Appendix A: Implementing measures of the 5CB scenario in the 7see model

We mediate relationships between stocks and flows, and between flows using time-dependent coefficients [42] (Roberts et al., 2018). The main types of stocks we use are fixed capital (FC) of industries (Figure A.1), generating capacity within utilities (Figure A.2), dwelling number (Figure A.3) and vehicle number (Figure A.4). We represent in Figure A.1(a) for one industry, the general case of the key relationships between FCF_{BAU} , fixed capital (FC) and production (p) and an example input of electricity demand [40][41] (Roberts et al., 2015, 2016).

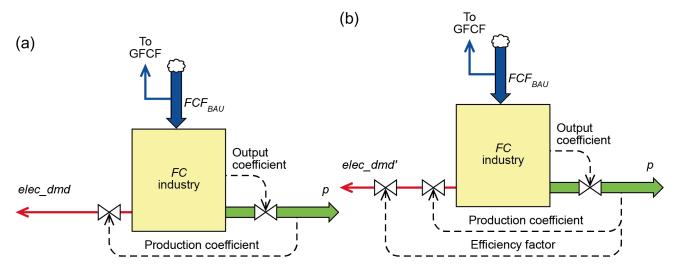


Figure A.1. Key relationships for one industry: (a) output (p) related to fixed capital (FC) and electricity demand related to output for BAU, (b) implementation of an efficiency factor that reduces this electricity demand.

For the BAU condition, we relate the output of an industry, p, in proportion to its fixed capital, FC, by a time-dependent output coefficient (Figure A.1(a)) [42] (Roberts et al., 2018), OC(t),

$$p = OC(t) \cdot FC \tag{A.1}$$

We relate the demand for inputs by an industry, such as for electricity, in proportion to p by time-dependent production coefficients, such as $PC_{elec}(t)$,

$$elec _dmd = PC_{elec}(t) \cdot p \tag{A.2}$$

For the measures of the 5CB, we find that a set of seven principles cover how to compute the changes in flows, eventually leading to reduced emissions:

- 1. Demand for an input falls quicker than according to trending of its relationship with output, its production coefficient.
- 2. An increase in FC increases electricity supply.
- 3. After a delay, an increase in FC increases electricity supply.
- 4. Progressive retrofit of FC captures CO₂ emissions associated with an input.
- 5. Progressive retrofit of FC reduces demand for an input.
- 6. An input is replaced.
- 7. Progressive retrofit of FC swaps demand between two inputs.

We illustrate Type 1 in Figure A.1(b) by a time-dependent efficiency factor, EF(t), which starts at unity and gradually decreases over time. An example is energy efficiency improvements in manufacturing without spending more, such as by staff awareness and training and careful selection of equipment at the time replacement with an emphasis on lowest energy consumption. The new demand for electricity becomes,

$$elec_dmd' = EF_{elec}(t) \cdot elec_dmd$$
 (A.3)

Types 2-4 apply to generating capacity. In Figure A.2(a) we show the general case for generating capacity that requires fuel input giving rise to CO_2 emissions (see Equations (3) to (5)). We illustrate Types 2, 3 and 4 in Figures A.2(b), (c) and (d) (see Equations (8) to (12)).

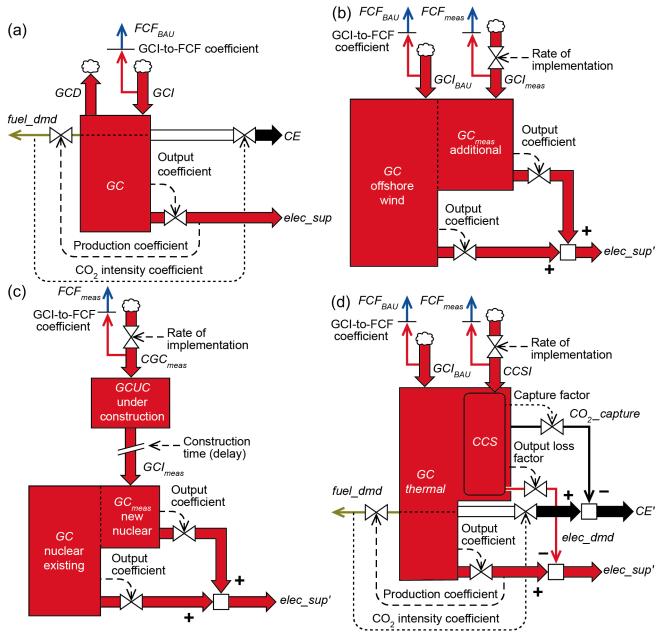


Figure A.2. Key relationships for generation: (a) the general case for generating capacity that requires fuel input which gives rise to CO_2 emissions; (b) an increase in GC increases electricity supply; (c) after a delay, an increase in GC increases electricity supply; (d) progressive retrofit of GC with CCS captures CO_2 emissions.

Types 5 to 7 impact gas demand. An example of Type 5 is dwellings retrofitted with improved glazing, loft insulation, or wall insulation. In Figure A.3 we show the general case for dwellings giving rise to demand for gas and electricity. Here the stock type is the number of dwellings, DN. We determine demand for inputs under BAU from DN, by utility coefficients, $UC_{gas}(t)$ and $UC_{elec}(t)$. For instance, demand for gas is

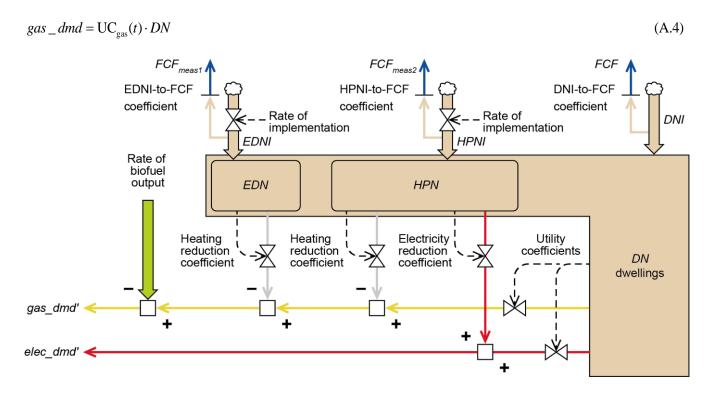


Figure A.3. Key relationships for dwellings, as quantified by dwelling number (DN), showing measures that affect demand for inputs. Gas demand is reduced by a substitution to biofuel (on the left), shown not needing FCF_{meas} . Additional investment for retrofit reduces gas demand by measure (1) of energy efficient dwelling number (EDN), and measure (2) heat pump number (HPN) installed which switches demand between gas and electricity.

 FCF_{meas} gives rise to retrofit of existing stock, either of energy efficient building number, EDN, or heat pump number, HPN, both of which are subsets of DN. Demand for gas as a result of these retrofits reduces according to heating reduction coefficients, $HRC_{EDN}(t)$ and $HRC_{HPN}(t)$. An example of Type 6 is fuel-switching, e.g. gas to biofuel for heating dwellings. If fixed capital is a minor part of the production process of biofuel, we use the rate of biofuel output, RBO(t), without needing to involve FCF (Figure A.3). An example of Type 7 are heat pumps installed in a number of dwellings. Whilst reducing gas demand, electricity demand increases according to an electricity increase coefficient, EIC(t) (Figure A.3). As a consequence of these three measures, Types 5 to 7, the new demand for gas is

$$gas_dmd' = UC_{gas}(t) \cdot DN - HRC_{FDN}(t) \cdot DN_{measl} - RBO(t) - HRC_{HPN}(t) \cdot DN_{meas2}$$
(A.5)

The new demand for electricity as a result of Type 7 is

$$elec _dmd' = UC_{elec}(t) \cdot DN + EIC(t) \cdot DN_{meas2}$$
(A.6)

Types 5 and 7 also impact demand for petroleum products for transport. The stock type we use for road vehicles is the number of vehicles, VN. In Figure A.4 we show for cars the output of vehicle travel according to a time-dependent travel coefficient, TC(t),

$$veh_travel = TC(t) \cdot VN$$
 (A.7)

and consequent consumption of petroleum products according to a time-dependent consumption coefficient, CC(t),

$$pet - prod _dmd = CC(t) \cdot veh _travel$$
(A.8)

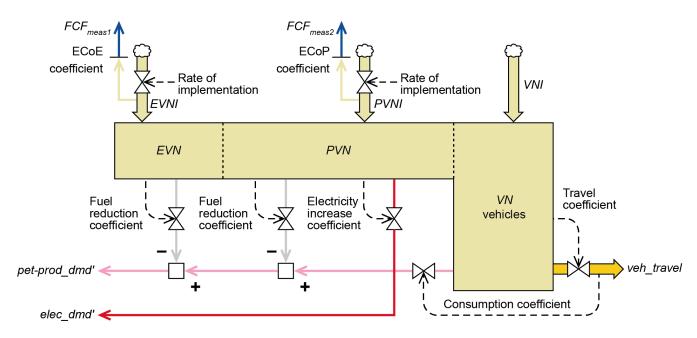


Figure A.4. Key relationships for road vehicles, as quantified by vehicle number (VN), showing measures which affect fuel demand. Additional investment, FCF_{meas} , reduces fuel demand where measure (1) is energy efficient measures applied to new vehicles and measure (2) is for PHEV, which switch demand between fuel and electricity.

We also show in Figure A.4 measures (1) and (2) that relate to the 5CB. Measure (1) is energy efficient improvements to new vehicles (EVN), which corresponds to our Type 5. Measure (2) is new plug-in hybrid electric vehicles (PVN) instead of new conventional combustion-only vehicles, which corresponds to our Type 7. For both measures, we use a fuel reduction coefficient, FRC(t), to derive fuel saving per vehicle. As a consequence of these two measures, the new demand for petroleum products is

$$pet - prod _dmd' = CC(t) \cdot veh _travel - FRC_{EVN}(t) - FRC_{PVN}(t) \cdot PVN$$
(A.9)

For the change in demand for electricity as a result of Type 7, we use an electricity increase coefficient, EIC(t),

$$elec_dmd' = elec_dmd + EIC(t) \cdot PVN$$
 (A.10)

We derive the FCF_{meas} for each measure from the extra cost per vehicle over the normal vehicle build cost (extra cost of efficient vehicle, ECoE(t), or extra cost of PHEV vehicle, ECoP(t)).

Appendix B: Policy measures of the 5CB

Summary of mapping of measures in the 5CB [66] into the 7see model as additional to BAU.

Industry	Model Implemented Measure						
Agriculture	Supply of bioliquids increases every year reaching 219 PJ/y by 2035						
Utilities	CCS applied to capacity of thermal (coal) generation of 7.1 GW by 2030 and to capacity of gas CCT of 8.3 GW by 2035						
	Nuclear new build of 3.0 GW by 2035						
Manufacturing	Use of electricity per unit output reduces by 10% by 2035 compared to BAU trends						
Service	Use of electricity per unit output reduces by 16% by 2035 compared to BAU trends						
	Use of fuel for heating per unit output reduces by 10% by 2035 compared to BAU trends						
Dwellings	Use of electricity per dwelling reduces by 25% by 2035 compared to BAU trends from changes to lighting, turning off lights and more energy efficient white goods						
	Double glazing retrofitted to 162,000 dwellings per year i.e. 1.5%/y of the potential in 2006 [67]						
	Loft insulation retrofitted to 309,000 dwellings per year i.e. 5%/y of the potential in 2006 [67]						
	Cavity wall insulation retrofitted to 298,000 dwellings per year i.e. 3.5%/y of the potential in 2006 [67]						
	Solid wall insulation retrofitted to 133,000 dwellings per year						
	30% of new build dwellings to the passive house standard rising from 47,000 units per year in 2018 to 60,000 units per year by 2035						
	Air-source heat pumps installed at 45,000 per year in 2020 rising to 906,000 per year in 2035 so reaching 5.8 million installed by 2035						
	District heating connecting dwellings at 120,000 per year reaching 2.3 million connected by 2035. The low-carbon heating sources for these systems divide as 35% by heat pump, 35% by combustion of biomass or waste, and 12% as free heat (from power generation)						
Transport	The improvement of efficiency (litres per 100 km) conventional engine cars as an across-the-flee average is improved to reduce fuel consumption by 37% and incorporated into 2.2 million cars per year, so that 31 million are improved by 2031						
	New cars are PHEV at a rate of 890,000 new vehicles per year reaching 12.6 million by 2031						
	The improvement of efficiency (litres per 100 km) conventional engine LCV (light commercial vehicles) as an across-the-fleet average is improved to reduce fuel consumption by 33% and incorporated into the whole fleet progressively over 13 years						
	The improvement of efficiency (litres per 100 km) conventional engine HGV (heavy goods vehicles) as an across-the-fleet average is improved to reduce fuel consumption by 23% and incorporated into the whole fleet progressively over 10 years						

Appendix C: Calibration of selected time-dependent exogenous coefficients

In Table C.1 we show for a sample of time-dependent exogenous coefficients the historical data used from 1990. Dependent on the sources of data, end dates vary from 2011 to 2016. In Table C.2 we show formulae for mathematical trending these coefficients beyond their ends dates.

SH. Roberts, BD. Foran, CJ. Axon, BS. Warr, & NH. Goddard (2018). Consequences of selecting technology pathways on cumulative carbon dioxide emissions for the United Kingdom. *Applied Energy*, 228, pp.409-425. https://doi.org/10.1016/j.apenergy.2018.06.078

Table C.1. Historical data for a sample of exogenous coefficients (*t* is time in years).

Coefficient OC(t), ou coefficient factor)			GtFC(t), GCI-to-FCF coefficient			pGFCF(t), proportion of GFCF provided by final products from industries		UC(t), utility coefficient		TC(t), travel coefficient		CC(t), fuel consumption coefficient for travel			CIC(t), CO ₂ intensity coefficient		
Type	Nuclear	Offshore wind	Manufac- turing	Construc-	Service industry	Manufac- turing	Service industry	Thermal	Electric	Car	LCV	HGV	Car	LCV	HGV	Coal	Petroleum- products
Units	proportion	proportion	£[asset]/ £[GDP]	tion £[asset]/ £[GDP]	£[asset]/ £[GDP]	proportion	proportion	(PJ/y)/ kd	(GWh/y)/ kd	(1000 km/y)/ veh	(1000 km/y)/ yeh	(1000 km/y)/ veh	GJ/ veh-km	GJ/ veh-km	GJ/ veh-km	ktCO2/ PJ	ktCO2/ PJ
Source	[43]	ı	[68]		[62]		[43][69]				[70]			[43][62]			
1990	0.68	0.000	1.00	1.00	1.00	0.36	0.15	0.054	3.99	17.0	18.4	51.7	3.35	3.62	8.9	89.8	102.8
1991	0.71	0.000	1.07	1.05	1.06	0.36	0.15	0.060	4.17	17.0	19.5	54.6	3.33		9.1	90.4	101.7
1992	0.77	0.000	1.10	1.07	1.09	0.36	0.15	0.058	4.19	17.0	19.4	55.1	3.32	3.58	9.8	89.7	101.8
1993	0.90	0.000	1.12	1.09	1.11	0.38	0.15	0.060	4.19	16.3	19.7	56.7	3.30	3.66	10.2	88.0	104.0
1994	0.85	0.000	1.14	1.09	1.12	0.40	0.16	0.057	4.20	16.3	20.3	58.8	3.16	3.66	10.9	87.6	105.8
1995	0.84	0.000	1.16	1.11	1.14	0.41	0.16	0.055	4.20	16.4	21.0	60.2	3.02	3.61	11.0	86.3	107.8
1996	0.84	0.000	1.21	1.14	1.18	0.41	0.17	0.061	4.38	16.2	21.2	61.0	3.02	3.66	11.4	86.5	106.6
1997	0.87	0.000	1.22	1.15	1.19	0.33	0.26	0.056	4.22	16.0	21.8	61.6	2.98	3.57	11.6	85.2	104.2
1998	0.88	0.000	1.26	1.15	1.21	0.34	0.25	0.057	4.39	15.9	22.3	62.9	2.90	3.44	11.5	85.1	103.2
1999	0.84	0.000	1.27	1.19	1.21	0.33	0.27	0.057	4.39	15.7	22.0	61.3	2.91	3.12	11.6	82.8	101.0
2000	0.78	0.027	1.29	1.13	1.22	0.35	0.25	0.057	4.42	15.4	22.0	59.9	2.91	2.91	11.6	83.9	99.3
2001	0.82	0.148	1.28	1.06	1.22	0.30	0.27	0.058	4.53	15.2	21.8	58.8	2.85	2.78	11.9	85.4	97.4
2002	0.82	0.144	1.32	1.04	1.24	0.31	0.27	0.056	4.47	15.2	21.6	58.4	2.83	2.86	11.9	87.4	96.1
2003	0.85	0.018	1.39	1.03	1.30	0.29	0.27	0.057	4.76	15.0	21.8	58.0	2.77	2.74	12.2	86.4	96.2
2004	0.77	0.183	1.44	1.04	1.33	0.27	0.28	0.058	4.77	14.7	21.5	58.0	2.76	2.77	11.7	86.1	96.1
2005	0.79	0.215	1.46	1.02	1.32	0.26	0.26	0.055	4.79	14.4	21.3	57.1	2.74	3.01	11.6	84.6	97.1
2006	0.79	0.245	1.47	0.99	1.36	0.26	0.27	0.053	4.70	14.6	21.6	57.4	2.69	2.93	11.8	84.6	95.0
2007	0.66	0.227	1.50	0.98	1.38	0.23	0.27	0.050	4.60	14.4	21.7	57.5	2.67	2.88	12.1	83.3	95.0
2008	0.55	0.256	1.47	0.97	1.36	0.23	0.27	0.051	4.43	14.0	21.0	57.7	2.61	2.87	12.2	84.7	96.2
2009	0.73	0.210	1.44	1.00	1.34	0.20	0.30	0.047	4.35	13.9	20.6	54.8	2.47	2.83	12.9	87.2	93.6
2010	0.65	0.260	1.47	1.06	1.37	0.24	0.31	0.054	4.33	13.6	20.6	55.9	2.46	2.87	13.2	88.5	93.3
2011	0.74	0.320	1.44	1.08	1.37	0.22	0.29	0.042	4.04	13.6	20.6	55.9	2.38	2.87	13.8	87.7	92.8
2012	0.81	0.290	1.46	1.06	1.37	0.22	0.30	0.047	4.13	13.5	20.6	55.9	2.33	2.94	14.5		
2013	0.81	0.354	1.47	1.05	1.38	0.24	0.29	0.047	4.07	13.3	20.6	55.9	2.27	2.87	14.5		
2014	0.73	0.340	1.49	1.03	1.40	0.24	0.29	0.040	3.88								
2015	0.85	0.420	1.47	1.04	1.42			0.041	3.78								

Table C.2. Formulae according to trends evident in the data of Table C.1 (*t* is time in years).

Туре	Coefficient	Mathematical trend	Units
Nuclear	output coefficient	OC(t) = 0.85	proportion
Offshore wind	output coefficient	OC(t) = 0.42	proportion
Manufacturing	GCI-to-FCF coefficient	GtFC(t) = 1.47	£[asset]/£[GDP]
Construction	GCI-to-FCF coefficient	GtFC(t) = 0.00952t - 18.1	$\pounds[asset]/\pounds[GDP]$
Service industry	GCI-to-FCF coefficient	GtFC(t) = 0.0145t - 27.9	$\pounds[asset]/\pounds[GDP]$
Manufacturing	coefficient for proportion of GFCF provided by final products from either of manufacturing, construction or services (less rental)	pGFCF(t) = 0.24	proportion
Service industry	coefficient for proportion of GFCF provided by final products from either of manufacturing, construction or services (less rental)	pGFCF(t) = 0.29	proportion
Thermal	utility coefficient	$UC(t) = 0.111e^{-0.112(t-1990)} + 0.035$	(PJ/y)/kd
Electric	utility coefficient	$UC(t) = 5.75e^{-0.076(t-1990)} + 3.0$	(GWh/y)/kd
Car	travel coefficient	$TC(t) = 3.46e^{-0.038(t-1990)} + 10.0$	(1000 km/y)/veh
LCV	travel coefficient	TC(t) = 20.6	(1000 km/y)/veh
HGV	travel coefficient	TC(t) = 55.9	(1000 km/y)/veh
Car	fuel consumption coefficient for travel	$CC(t) = 0.77e^{-0.052(t-1990)} + 1.5$	GJ/veh-km
LCV	fuel consumption coefficient for travel	CC(t) = 0.00460t - 6.36	GJ/veh-km
HGV	fuel consumption coefficient for travel	CC(t) = 14.5	GJ/veh-km
Coal	CO ₂ intensity coefficient	CIC(t) = 87.7	ktCO ₂ /PJ
Petroleum- products	CO ₂ intensity coefficient	CIC(t) = 92.8	ktCO ₂ /PJ