Ward,RE

From:	Ward,RE
Sent:	04 April 2014 11:02
То:	'Arent, Doug'
Cc:	'r.tol@sussex.ac.uk'; 'cfield@ciw.edu'; 'ddokken@ipcc-wg2.gov';
	'barros@cima.fcen.uba.ar'; 'tsu@ipcc-wg2.gov'
Subject:	RE: Errors in Final Draft of IPCC WGII Chapter 10

Dear Doug,

I would like to draw your attention to an article by Richard Tol, the other Contributing Lead Author on Chapter 10, which was published earlier this week: http://theconversation.com/ipcc-report-shows-stern-inflated-climate-change-costs-25160

You will see that Professor Tol describes 'The Economics of Climate Change: The Stern Review' as "grey literature" and declares that it "has no place in the IPCC's work". I note that Professor Tol has apparently ensured that the Stern Review is not cited at all in Chapter 10, even though the corresponding chapters in AR4 included multiple references to the Review. I am a little surprised by Professor Tol's declaration as it seems inconsistent with the IPCC's procedures, which state:

"Priority should be given to peer-reviewed scientific, technical and socio-economic literature if available. It is recognized that other sources provide crucial information for IPCC Reports. These sources may include reports from governments, industry, and research institutions, international and other organizations, or conference proceedings."

I would be grateful if you, or perhaps the Technical Support Unit, could clarify whether Professor Tol's purge against the Stern Review in Chapter 10 is in line with IPCC procedures.

Best wishes,

Bob

Bob Ward

Policy and Communications Director Grantham Research Institute on Climate Change and the Environment London School of Economics and Political Science Houghton Street London UK WC2A 2AE

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-----Original Message-----From: Arent, Doug [mailto:Doug.Arent@nrel.gov] Sent: 08 March 2014 17:06 To: Ward,RE Cc: r.tol@sussex.ac.uk; cfield@ciw.edu; ddokken@ipcc-wg2.gov; barros@cima.fcen.uba.ar; tsu@ipcc-wg2.gov Subject: RE: Errors in Final Draft of IPCC WGII Chapter 10

Bob,

As I had previously indicated, we received and took your comments seriously, even though they were out of the normal review cycle. The data has been double and triple checked, and corrected if in error, and the chapter revised. Thank you again for your careful review and comments.

Doug

From: R.E.Ward@lse.ac.uk [R.E.Ward@lse.ac.uk] Sent: Friday, March 07, 2014 11:24 AM To: Arent, Doug Cc: r.tol@sussex.ac.uk; cfield@ciw.edu; ddokken@ipcc-wg2.gov; barros@cima.fcen.uba.ar; tsu@ipcc-wg2.gov Subject: RE: Errors in Final Draft of IPCC WGII Chapter 10

Dear Doug,

I am just following up on our previous exchange. I have been somewhat disappointed, although not surprised, to find that Professor Tol has decided to use his blog to attack me for having pointed out the errors in the Government draft: http://richardtol.blogspot.ca/

As you may know, Professor Tol has a track record of over-reacting to others pointing out errors in his research, as Frank Ackerman describes here: http://frankackerman.com/tol-controversy/

Unfortunately, I think that Professor Tol's antics in this case are also likely to reflect badly on the IPCC and his co-authors.

Best wishes,

Bob

Bob Ward

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-----Original Message-----From: Arent, Doug [mailto:Doug.Arent@nrel.gov] Sent: 16 February 2014 19:27 To: Ward,RE Cc: Richard Tol; Christopher Field; David Dokken; barros@cima.fcen.uba.ar; tsu@ipcc-wg2.gov Subject: RE: Errors in

Final Draft of IPCC WGII Chapter 10

Mr Ward;

Thank you for the detailed

comments. Even though the comments arrived outside the normal review process, we have looked at them carefully and adjusted the chapter as appropriate.

Regards,

Doug Arent

> >On Jan 31, 2014, at 6:56 AM, >"R.E.Ward@lse.ac.uk<mailto:R.E.Ward@lse.ac.uk>" ><R.E.Ward@lse.ac.uk<ma ilto:R.E.Ward@lse.ac.uk>> wrote: > > >Dear Professor Tol and Professor Arent, > > > >I am writing to draw your attention to a number of errors in Chapter 10 >of the Final Draft of the contribution of IPCC working group II to the >Fifth Assessment Report. My apologies for the lateness of submitting my >review comments - they relate to text that was introduced into the >report after the review of the Second Order draft, and I have only just >discovered a leaked version of the Final Draft which has been posted on >a blog. > > > >The errors occur in Table 10.B.1 and Figure 10-1, as well as in the >accompanying text, including the Executive Summary on page 4 and >Section >10.9.2 on page 34. All of this content was added after the circulation >of the Second Order draft and so has not been subjected to proper >review, which no doubt explains the occurrence of multiple errors.

> > >Some of the errors arise from the reliance of these sections on a paper >by Professor Tol that was published by the ŒJournal of Economic >Dynamics & Control¹ on ŒTargets for global climate policy: An >overview¹, volume 37, pages 911-928. > > > >All but one of the studies that provided the data for Table 10.B.1 and >Figure 10-1 have been drawn from Tol (2013), which contained a number >of small errors. Specifically, Table 10.B.1 purports to compile the >results published by other authors, but contains two clear mistakes in >the column labelled ŒImpact (% GDP)¹, which are also wrongly plotted in Figure 10-1. >These are: > > > >1. The Nordhaus (1994a) paper, which is listed in the references as >ŒExpert opinion on climate change¹ and published in ŒAmerican >Scientist¹, found that a rise of 3°C in global average temperature by >2090 would result in a loss of between 0 and 21 per cent of gross world >product, with a mean value of 1.9 per cent and a mode of 3.6 per cent, >as shown in Figure 2 in the paper. However, Table 1 of Tol (2013) >indicates that the paper found a loss of between 0 and 30 per cent, >with a mean of 4.8 per cent. In fact, these figures correspond exactly >to the results in Figure >3 of the Nordhaus (1994a) paper, which provides estimates of the >likelihood of a high-consequence event from global warming. It seems >that Tol (2013) accidentally mixed up the two, and used the wrong >numbers, and this error is reproduced in Table 10.B.1. > The Nordhaus (2008) paper, which >2. is listed in the references as >ŒA Question of Balance: Weighing the Options

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on Global Warming >Policies¹ and published by Yale University Press, used the DICE model >to estimate that global warming of 3.1°C by 2100 would ³increase >damages by almost 3 percent of global output in 2100² (pages 13-14). >However, Table 1 of Tol >(2013) wrongly indicates that Nordhaus (2008) found that global warming >of 3.0°C would have an impact on global GDP of -2.5 per cent. This >error is reproduced in Table 10.B.1. > > > >In addition, another likely mistake occurs in the column labelled >ŒImpact (% GDP)¹. It is: > > > The Hope (2006) paper, which is listed in the >1. references as ŒThe >marginal impact of CO2 from PAGE2002: an integrated assessment model >incorporating the IPCC¹s five reasons for concern¹ and published in >@The Integrated Assessment Journal¹, estimates the marginal damage cost >of carbon dioxide emissions. These are calculated from the PAGE2002 >model which incorporates regional impact factors listed in Table 5 on >page 24 as percentage GDP loss due to global warming of ³2.5°C above >the tolerable level in each impact sector in the EU, with regional >multipliers for other regions². Apart from the EU, regional weight >factors are provided for seven other regions, with mean values ranging >from -0.35 for Eastern Europe and the Former Soviet Union (the only >regional impact factor implying a positive change in GDP) to 2.5 for >India. It is important to note that nowhere in the paper does Hope >(2006) provide an estimate of the global impact of global warming >relative to present day or pre-industrial levels. However, Table 1 of >Tol (2013) indicates that Hope (2006) found that the range of global >impact on GDP of global warming of 2.5°C was -0.9 per cent, with

an >³uncertainty² of >-0.2 to 2.7. This result obtained from the calculations of Tol (2013) >is unlikely to be accurate, given the information provided in the Hope >(2006) paper. This likely error is reproduced in table 10.B.1. > > > >I note that most of these mistakes also appeared in earlier papers by >Professor Tol which were published in the **ŒJournal of Economic** >Perspectives¹ in 2009 and ŒEnvironmental and Resource Economics¹ in 2012. > > > >I have been able to verify that six other values (for Nordhaus (1994b), >Fankhauser (1995), Tol (1995), Nordhaus and Boyer (2000), Tol (2002a), >and Bosello et al. (2012)) listed in Table 1 and plotted in Figure 1 of >Tol (2013), and reproduced in table 10.B.1, are correct. However, the >six remaining data points (for Nordhaus and Yang (1996), Plambeck and >Hope (1996), Mendelsohn et al. (2000), Maddison (2003), Rehdanz and >Maddison (2005), and Maddison and Rehdanz (2011)) were derived by Tol >(2013) using his own calculations based on the other authors¹ work, so >I have been unable to verify their accuracy. > > > >In addition, one of the values listed in Table 10.B.1 for Roson and van >der Mensbrugghe (2012), which was not included in the analysis by Tol >(2013), is inaccurate. The paper on **C**limate change and economic growth: >impacts and interactions¹, which was published in the ŒInternational >Journal of Sustainable Development¹, volume 4, pages 270-285, states on >page 283: ³According to our preliminary estimates, at the global level, >the most serious consequence from climate change will be changes to >labor productivity that would induce 84% of the global damage in 2050 6

>(-1.8% of global GDP) and 76% in 2100 (-4.6% of global GDP)². I have >corresponded with the authors to confirm the temperature changes at >2050 and 2100, which are, respectively, 2.32°C and 4.79°C. Table 10.B.1 >lists these values as 2.3°C and 4.9°C, and the error is also reflected in Figure 10-1. > > > >| exchanged e-mail messages with Professor Tol in October 2013 about >these issues and he eventually confirmed that each represented errors >in Table 1 and Figure 1 of Tol (2013). However, he has still not >expressed any intention of providing a corrigendum to for his journal >articles to correct these small errors. Nor has he responded to my >request for him to make available the details of his calculations so >that I might verify the other data he presented in the papers. I have >now written to the journals about these errors. > > > >I suggest not only that you correct these small errors in Table 10.B.1, >but also that you check the calculations performed by Tol (2013) to >derive the unverified results for the studies included, so that their >accuracy can be confirmed for table 10.B.1. The curves fitted to the >data in Figure 10-1 will also need to be re-plotted using the corrected data. > > > >The commentary in Section 10.9.2 and the Executive Summary should also >be amended to reflect the correction of the data. > > > >However, I also note that Section 10.9.2 and the Executive Summary in >the Final Draft are inconsistent with the data presented in Figure 10.B.1. > >

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>For instance, the first paragraph of Section 10.9.2 states:

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ince AR4, four new estimates of the global aggregate impact on human >welfare of moderate climate change were published (Bosello et al., >2012; Maddison and Rehdanz, 2011; Roson and van der Mensbrugghe,

2012), >including two estimates for warming greater than 3°C. Estimates

agree

>on the size of the impact (small relative to economic growth) but

>disagree on the sign (Figure 10-1). Climate change may be beneficial

>for moderate climate change but turn negative for greater warming.

>Impacts worsen for larger warming, and estimates diverge. The new

>estimates have slightly widened the uncertainty about the economic

>impacts of climate.²

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>This paragraph is inaccurate and misleading in two very important >respects:

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>1. The assertion

that the size of the impact is ³small relative to

>economic growth² is

misleading because this very much depends on what

>assumptions are made

about future rates of economic growth, which are

>unlikely to be completely

independent of damages from climate change,

>particularly at higher

temperature changes (see Stern, Nicholas. 2013.

> The Structure of Economic

Modeling of the Potential Impacts of Climate

>Change: Grafting Gross

Underestimation of Risk onto Already Narrow

>Science Models.1 ŒJournal of

Economic Literature¹, 51(3): 838-59).

>

The assertion that >2.

estimates ³agree on the size of the impact but

>disagree on the sign.

Climate change may be beneficial for moderate

>climate change but turn

negative for greater warming.² is patently not >supported by the evidence presented - in fact, of all the data >presented in Table 10.B.1, only one study (Tol, 2002) suggests that >there would be a significant positive impact on GDP from global >warming. The analysis by Tol (2002) excluded a long list of important >impacts, including those relating to recreation, tourism, extreme >weather, fisheries, construction, transport, energy supply and morbidity. > > > >Furthermore, the corresponding paragraph in the **Executive Summary states:** > > > >³Globally aggregated economic impacts of global warming are a small >fraction of income up until 3°C [10.9.2, medium evidence, high >agreement]. A global mean average temperature rise of 2.5°C may lead to >global aggregated economic losses between 0.2 and 2.0% of income >(medium evidence, medium agreement) and losses increase with greater >warming.² > > > >This is not consistent with the data presented in Table 10.B.1. The >term ³small fraction² could be misinterpreted by the reader as meaning >somewhat less than the range of estimates from the published literature >for warming of 3°C. In addition, the range of estimates of impacts, >expressed as equivalent income loss in per cent, for warming of 2.5°C >presented in Table 10.B.1 are +0.1 to -2.5 per cent of GDP. > > > >More importantly, the statement in the Executive Summary fails to >include an extremely important caveat which is listed in Section 10.9.2: >³Different studies include different aspects of the impacts of climate

>change, but no estimate is complete; most experts speculate that >excluded impacts are on balance negative². Hence it is important to >consider whether the Executive Summary should cite any figures, given >these very serious concerns about their accuracy. > > > >Yours sincerely, > > >Bob Ward > >Policy and Communications Director >Grantham Research Institute on Climate Change and the Environment >London School of Economics and Political Science Houghton Street London >UK WC2A 2AE > >Tel. +44 (0) 20 7107 5413 >Mob. +44 (0) 7811 320346 >Web: http://www.lse.ac.uk/grantham >Twitter: @ret_ward > > >Please access the attached hyperlink for an important electronic >communications disclaimer: http://lse.ac.uk/emailDisclaimer

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