

Setting Climate Change Commitments for West Midlands Combined Authority Area:

**Quantifying the Implications of the United Nations Paris Agreement
on Climate Change for West Midlands Combined Authority**

Client:	West Midlands Combined Authority (Dr Simon Slater)
Document Reference:	WMCA
Version:	FINAL
Date:	29 June 2019
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NB: All views contained with this report are attributable solely to the authors and do not necessarily reflect those of researchers within the wider Tyndall Centre.

Key Messages

This report presents climate change targets for West Midlands Combined Authority (WMCA)¹ that are derived from the commitments enshrined in the Paris Agreement [1], informed by the latest science on climate change [2] and defined in terms of science based carbon setting [3]. The report provides WMCA with budgets for carbon dioxide (CO₂) emissions from the energy system for 2020 to 2100.

The carbon budgets in this report are based on translating the “well below 2 °C and pursuing 1.5 °C” global temperature target and equity principals in the Paris Agreement to a national UK carbon budget [3]. The UK budget is then split between sub-national areas using different allocation regimes [4]. Aviation and shipping emissions remain within the national UK carbon budget and are not scaled down to sub-national budgets. Land Use, Land Use Change and Forestry (LULUCF) and non-CO₂ emissions are considered separately to the energy CO₂ budget in this report.

Based on our analysis, for WMCA to make its ‘fair’ contribution towards the Paris Climate Change Agreement, WMCA needs to:

- 1) Stay within a cumulative carbon dioxide emissions budget of 126 million tonnes (MtCO₂) for the period of 2020 to 2100.** At 2016 CO₂ emission levels², the WMCA would use this entire budget within 6 years.
- 2) Initiate an immediate programme of CO₂ mitigation to deliver annual cuts in emissions averaging 13% to deliver a Paris aligned carbon budget.** These annual reductions in emissions require national and local action and would be part of a wider collaboration with local authorities in the region.
- 3) Reach zero or near zero carbon no later than 2041.** This report provides two CO₂ reduction pathways which both stay within the recommended 126 MtCO₂ carbon budget; 1) with a long term decay in residual emissions at a consistent percentage reduction rate over time, 2) emissions dropping to zero following the point at which 95% of the budget has been used.

¹ WMCA area comprising of the geography of the Black Country, Coventry and Warwickshire, and Greater Birmingham and Solihull Local Enterprise Partnerships. This made up of the unitary and district councils of Walsall, Wolverhampton, Sandwell, Dudley, Birmingham, Solihull, Cannock Chase, East Staffordshire, Lichfield, Wyre Forest, Bromsgrove, Redditch, Tamworth, Coventry, North Warwickshire, Nuneaton and Bedworth, Rugby, Stratford Upon Avon and Warwick.

² Based on WMCA’s 2016 CO₂ emissions (excluding aviation, shipping, process CO₂ emissions from cement production and those from LULUCF).

1. Introduction

This report presents advisory climate change targets for the WMCA to make its fair contribution to meeting the objectives of the United Nations Paris Agreement on Climate Change. The latest scientific consensus on climate change in the Intergovernmental Panel on Climate Change (IPCC) Special Report on 1.5 °C [2] is used as the starting point for setting sub-national carbon budgets [3, 4] that quantify the maximum carbon dioxide (CO₂) associated with energy use in WMCA area that can be emitted to meet this commitment. This report translates this commitment into; 1) a long-term carbon budget for WMCA; 2) a sequence of recommended five-year carbon budgets; 3) a date of effective zero carbon for the region.

The United Nations Framework Convention on Climate Change (UNFCCC) Paris Agreement commits the global community to take action to “*hold the increase in global average temperature to well below 2 °C above pre-industrial levels and pursue efforts to limit the temperature increase to 1.5 °C*” [1]. Cumulative emissions of CO₂ from human activity are the principal driver of long-term global warming³. It is the relationship between CO₂ and global temperatures which means that staying within a given temperature threshold requires that only a certain total quantity of CO₂ is released to the atmosphere. This is the global carbon budget.

In addition to setting global average temperature targets, the UNFCCC process also includes foundational principals of common but differentiated responsibility [1]. This informs the fair (equitable) distribution of global emissions between nations at different stages of economic development. Industrialised nations are expected to show leadership towards a low carbon future, while it is acknowledged that a greater total share of future emissions will be associated with other countries as they develop (though their emissions per capita will remain low). Any subdivision of the global carbon budget must therefore account for the development needs of what the Paris Agreement refers to as “developing country Parties” in setting a fair/equitable national or sub-national carbon budget.

The carbon budgets presented here apply to CO₂ emissions from the energy system only. Although all greenhouse gas (GHG) emissions, such as methane and other forcing agents, such as aircraft contrails, affect the rate of climate change, long term warming is mainly driven by CO₂ emissions [5]. Furthermore the physical or chemical properties of each GHG vary, with different life-times causing warming in different ways, and with subsequent, and often large, uncertainties in their accounting [6]. As such the global carbon budgets in the Intergovernmental Panel on Climate Change (IPCC) Special Report on 1.5 °C (SR1.5) [2], relate to CO₂-only emissions. In this report we have discussed non-CO₂ emissions and CO₂ emissions associated with land use, land use change and forestry separately.

³ This is due to the near-linear relationship between cumulative CO₂ emissions and temperature is the result of various feedback processes and logarithmic relationship between atmospheric CO₂ concentrations and radiative forcing, as well as the changes in the airborne fraction of CO₂ emissions [18].

1.2 Wider UK Policy Context

The UK Climate Change Act 2008 legislates a commitment to at least an 80% reduction in greenhouse gas emissions by 2050 from 1990 levels, with five yearly carbon budgets to set actions and review progress [7]. However, the level of these budgets is not aligned to the Paris Agreement (Box 2 of [4]).

This report presents climate change targets that go beyond the ambition of the 2008 Climate Change Act, the current recommendations of the UK Government's advisory body the Committee on Climate Change (CCC) [8], and therefore likely beyond the Government's commitment to legislate for a net zero carbon target of 2050.⁴ This is primarily due to two key differences between our approach and that of the CCC to date:

- a) The equity principles of the Paris Agreement and wider UNFCCC process are explicitly and quantitatively applied. Our approach allocates a smaller share of the global carbon budget to the 'developed country Parties', such as the UK, relative to 'developing country Parties'. This approach is also distinct in including global 'overheads' for land use, land use change and forests (LULUCF) and cement production related to development.
- b) Carbon removals via negative emissions technologies (NETs) are not included. The CCC include a significant role for NETs such as bioenergy carbon capture and storage and direct air capture in their analysis. Doing so increases the size of a carbon budget compatible with a given global temperature target. However carbon removal technologies are at a very early stage of development and whether they can be successfully deployed at sufficient scale is highly uncertain. While they are an important technology to develop, it is a major risk to prematurely adopt a carbon budget that allows for additional CO₂ on the basis that future generations will be in a position to deploy planetary-scale NETs. ***These sub-national carbon budgets are therefore more precautionary than the current advice from the Committee on Climate Change.***

We regard our UK carbon budget to be at the upper end of the range that is aligned with the Paris Agreement's objectives. Early results from the latest Earth system models suggest that the climate may be more sensitive to greenhouse gases than previously thought implying a smaller global carbon budget is required [9]. In addition, assuming that developing countries will, on aggregate, implement rapid emissions reduction measures in line with a 2025 peak year is far from certain. ***Therefore, we recommend that these sub-national budgets are taken as reflective of the minimum commitment required to deliver on the Paris Agreement.***

⁴ The carbon budget associated with the 2050 net zero target is not public at the time of writing, however the Committee on Climate Change's inclusion of significant role for carbon removal technologies by 2050 in their approach [8] in particular is likely to result in a larger UK carbon budget than assumed here.

2. Method

The Setting City Area Targets and Trajectories for Emissions Reduction (SCATTER) project [4] commissioned by the Department for Business Energy and Industrial Strategy (BEIS) developed a methodology for Local Authorities to set carbon emissions targets that are consistent with United Nations Paris Climate Agreement. This report uses the SCATTER methodology with revised global carbon budgets, based on the latest IPCC Special Report on 1.5 °C and updated CO₂ emissions datasets, to downscale global carbon budgets to the WMCA area. This methodology has been successfully piloted with Greater Manchester Combined Authority and is being made available nationally to support all local authorities and groupings of local authorities.

Step 1: A global carbon budget of 900 GtCO₂ is taken from the Intergovernmental Panel on Climate Change (IPCC) Special Report on 1.5°C [2]. This global carbon budget represents the latest IPCC estimate of the quantity of CO₂ that can be emitted and still be consistent with keeping global temperatures well below 2°C with some chance of stabilising at 1.5 °C. This budget assumes no reliance on carbon removal technologies.

Step 2: A ‘global overhead’ deduction is made for process emissions arising from cement production (60 GtCO₂) [10]⁵. Cement is assumed to be a necessity for development [5]. We also assume that there is no *net* deforestation at a global level (2020 to 2100) so none of the global carbon budget is allocated to this sector. This will require a significant global effort to rapidly reduce deforestation and significantly improve forestry management as well as increase rates of reforestation and potentially afforestation.

Step 3: A share of the global carbon budget is allocated to “developing country parties” assuming a trajectory for those countries from current emissions to a peak in 2025 then increasing mitigation towards zero emissions by around 2050. The remaining budget is allocated to “developed country parties” which includes the UK [11]. This approach of considering developing countries first, is guided by the stipulation of equity within the Paris Agreement (and its earlier forebears, from Kyoto onwards)[11].

Step 4: The UK is apportioned a share of the ‘developed country Parties’ budget after Step 3 to provide a national carbon budget. The apportionment is made according to “grandfathering”⁶ of emissions for the period with most recent available data (2011 to 2016).

Step 5: Aviation and shipping emissions deducted. Assumptions and estimates are made about the level of future emissions from aviation, shipping and military transport for the UK. These emissions are then deducted from the national budgets as a ‘national overhead’ to derive final UK energy only carbon budgets. Emissions from aviation including military aircraft are assumed to be static out to 2030, followed by a linear reduction to complete decarbonisation by 2075. The total CO₂ emissions of this path are >25% lower than DfT central forecast (no third runway at Heathrow) followed by reduction to zero by 2075. Shipping emissions are based on Walsh et al [12] ‘big world’ scenario out to 2050 followed by full decarbonisation from this sector by 2075. These aviation and shipping emissions (1,518 MtCO₂) are then deducted as a ‘national overhead’ from the UK budget to derive the final carbon budgets for the UK, from which local authority budgets are subsequently derived [4]. The budgets provided are therefore aligned with “well

⁵ Based on IEA’s ambitious 2 degree scenario on process CO₂ for the period 2020-2050, subsequently extrapolating to zero by 2075

⁶ Grandfathering is based on the average proportion of CO₂ emissions from each Party in recent years.

below 2 °C and pursuing 1.5 °C” provided that aviation and shipping emissions do not exceed the pathway assumed in our analysis [4]. Failure to hold aviation and shipping emissions within the outlined allocation will reduce the carbon budget for UK regions, including for WMCA area.

Step 6: WMCA is apportioned a part of the remaining UK carbon budget. Our recommended budget is based on sub-national allocation through ‘grandfathering’. A grandfathering approach allocates carbon budgets on the basis of recent emissions data. Data for recent annual CO₂ emissions in WMCA area [13] (2011-2016) is averaged and compared to averaged data for the whole UK [14] over the same period. The carbon budget (2020-2100) for WMCA is then apportioned based on WMCA’s average proportion of UK CO₂ emissions for the 2011-2016 period.

Step 7: Carbon emission pathways and year of carbon neutrality. The carbon budgets for WMCA are related to a set of illustrative emission pathways. These pathways show annual CO₂ emissions from energy use in WMCA and how these emissions reduce over time to stay within the budget. The energy-only CO₂ emissions for 5-yearly interim carbon budget periods are calculated in line with the framework set out in the UK Climate Change Act (2018). The combination of a Paris Agreement based carbon budget and the projected emissions pathways enable a zero carbon year for WMCA to be derived. The zero carbon year is defined here as the point at which WMCA’s annual average carbon dioxide emissions fall below a threshold level of 0.9 MtCO₂ (i.e. over 96% lower than 2015 levels). The threshold year relates to less than 5% of the total carbon budget remains as residual CO₂ emissions out to the end of the century. CO₂ emissions in the carbon budget include emissions from fossil combustion within the region and a share of the emissions from national electricity generation (relative to the WMCA area end-use electricity demand).

Table 1: Summary of the scope of emissions included in the WMCA carbon budget. ‘Direct CO₂’ refers to CO₂ from non-power station fossil fuel combustion (e.g. natural gas, oil, coal, petrol and diesel).

Source of Emissions	Relation to WMCA Carbon Budget
International and Domestic Aviation CO ₂	UK national budget
Shipping CO ₂	UK national budget
Electricity use (all sectors within WMCA area) CO ₂	WMCA carbon budget - Consumption based (Scope2)
Land transport - direct CO ₂	WMCA carbon budget – fuel use allocated to WMCA in BEIS data based on DfT model [14] Electricity emissions associated with electric train use in WMCA are incorporated into the commercial and industrial electricity set in the BEIS data.
Commercial and industrial energy use - direct CO ₂	WMCA carbon budget
Domestic energy use - direct CO ₂	WMCA carbon budget
Imported goods	Not included in WMCA budget
LULUCF CO ₂ – (emissions and removal of CO ₂ by forestry and land use and land use change)	Not included in WMCA budget – separate recommendation made
Non-CO ₂ greenhouse gas emissions	Not included in WMCA budget – separate recommendation made

2.1 Baseline Emissions for WMCA

Based on the statistics provided by BEIS the energy only CO₂ emissions for the WMCA area in 2016 are shown in Figure 1. Electricity emissions associated with electric trains are incorporated into the commercial and industrial electricity set in the BEIS data. This data offers an indication of the starting point for the WMCA area in targeting inventions. As is common for most areas there is a relatively even split between commercial/industrial, domestic and transport sectoral emissions.

2016 CO₂ Emissions (21 MtCO₂) for WMCA Area

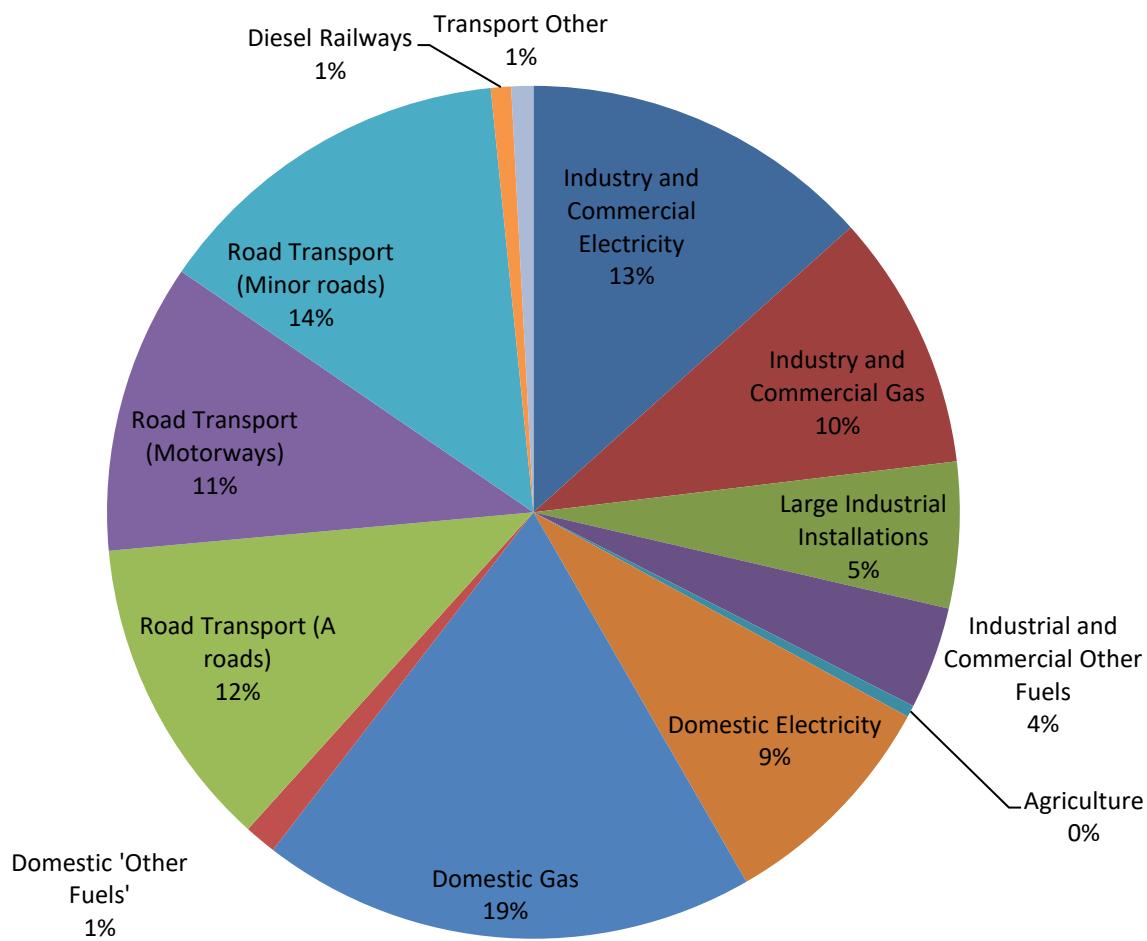


Figure 1: Sectoral split of 2016 CO₂ Emissions (21 MtCO₂) for WMCA Area from BEIS Statistics [13]. NB Electricity use for rail travel attributed to WMCA is included in 'Industrial and Commercial Electricity'.

3. Results

3.1 Energy Only CO₂ Budgets for WMCA

Following the Method the recommended energy only-CO₂ carbon budget for the WMCA area for the period of 2020 to 2100 is 126 MtCO₂. To translate this into near to long term commitments two CO₂ reduction pathways that are within the 126 MtCO₂ are proposed here:

- (1) A consistent emissions reduction rate of 13.4% out to the end of the century. In 2041 95% of the recommended budget is used by 2041 and low level CO₂ emissions continue at a diminishing level to 2100
- (2) Informed by the end of the century pathway (1), 2041 is identified as a ‘stop year’ at which CO₂ emissions drop to zero. A pathway that distributes the 126 MtCO₂ budget from 2020 to 2041 is calculated. The annual average emissions reduction rate for this pathway is 12.8%. A final change in emissions of -1.1 MtCO₂ for 2041 is therefore assumed

Both of these pathways are consistent with the recommended budget for a minimum commitment to meeting the objectives of the Paris Agreement.

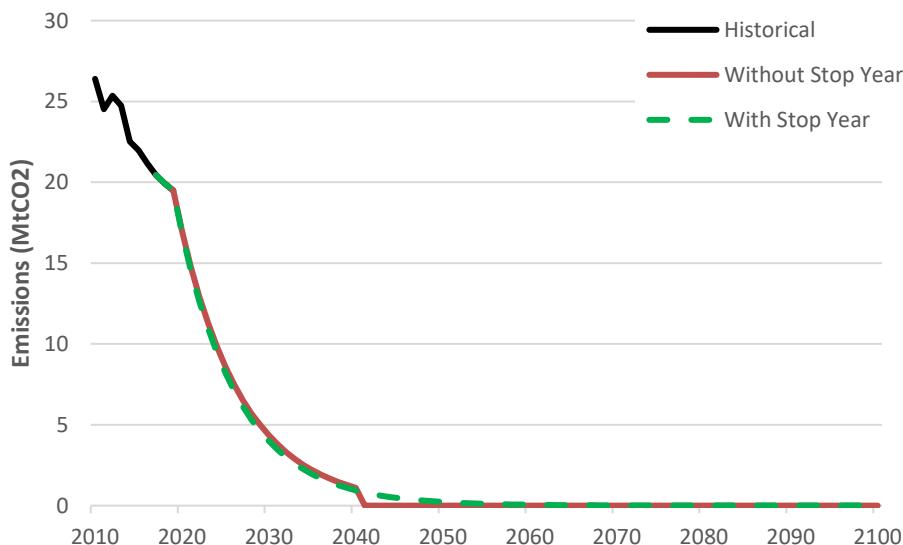


Figure 2: Energy related CO₂ only emissions pathways (2010-2100) for WMCA premised on the recommended carbon budget

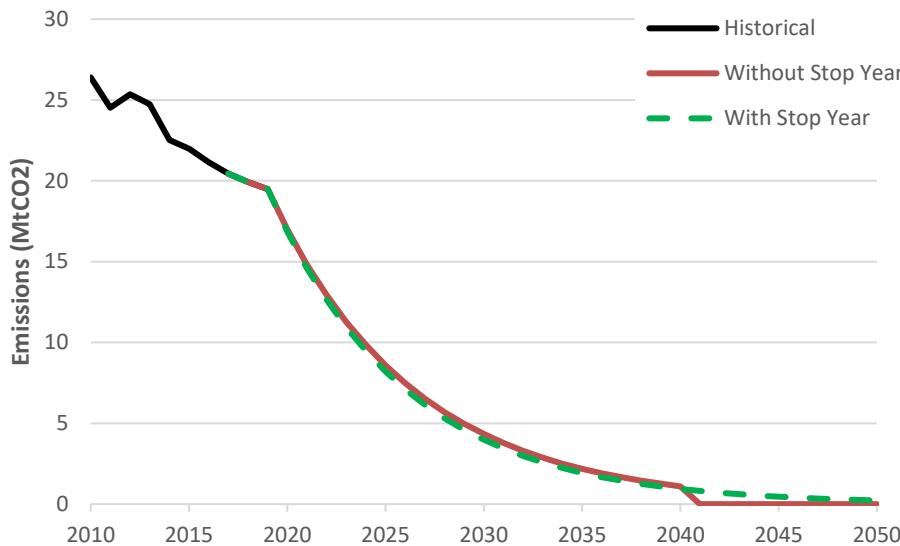


Figure 3: Energy CO₂ only emissions pathways (2010-2050) for WMCA premised on the recommended carbon budget

Table 2 presents the WMCA area energy CO₂ only budget in the format of the 5-year carbon budget periods in the UK Climate Change Act. To align the 2020 to 2100 carbon budget with the budget periods in the Climate Change Act we have included estimated CO₂ emissions for the WMCA area for 2018 and 2019, based on BEIS provisional national emissions data for 2018 [15] and assuming the same year on year reduction rate applied to 2019. The combined carbon budget for 2018 to 2100 is therefore 165 MtCO₂.

Table 2: Periodic carbon budgets from 2018 for WMCA. This includes the projected emissions for 2018-2019 and the 2020 to 2100 recommended carbon budget for the two emissions pathways.

		Grandfathering (End of Century Run)	Grandfathering (Stop Year at 95% of Budget)
Carbon Budget Period	2018-2022	83.5	84.2
	2023-2027	41.9	43.7
	2028-2032	20.3	22.1
	2033-2037	9.9	11.2
	2038-2042	4.8	3.8
	2043-2047	2.3	0.0
	2048-2100	2.2	0.0

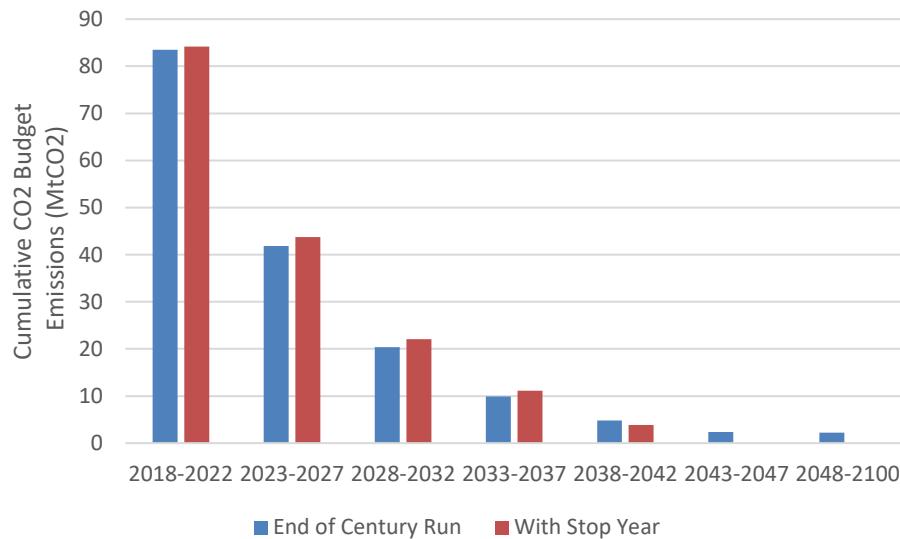


Figure 4: Cumulative CO₂ emissions per budget period for End of Century and Stop Year projections

The recommended budgets here are the minimum requirement for meeting the Paris Agreement – i.e. the maximum CO₂ emissions budget. Therefore adopting a smaller cumulative CO₂ budget than the one presented here, with accelerated reduction rates leading to an earlier zero carbon year, is compatible with this approach - assuming that cumulative CO₂ emissions within the proposed 5 year budget periods are the same or lower than those specified in Figure 4. Earlier zero carbon years that have pathways leading to cumulative CO₂ emissions greater than the recommended interim budgets, or the use of carbon offsets to meet an earlier target year, are not however consistent with this approach.

3.2 Recommended Allocation Regime for Carbon Budget

The recommended carbon budget is based on a grandfathering allocation regime for sub-dividing the UK sub-national energy CO₂ only carbon budget. There are three distinct allocation regimes that could be applied to determine sub-national budgets. We have opted to recommend one common approach for allocating carbon budgets most suitably applied to all Local Authority areas. This enables straightforward compatibility between carbon budgets set at different administrative scales. For example this simplifies the process of individual Local Authorities calculating their own carbon budgets that are compatible with a budget set at Combined Authority scale. It also means that under the recommended carbon budgets, all Authorities are contributing to a common total UK carbon budget. If, for example, all Authorities selected the allocation regime that offered them the largest carbon budget available, the combined UK budget would not comply with the objectives of the Paris Agreement. The common approach to allocation we recommend therefore further assures that the carbon budget adopted is Paris Agreement compatible.

We have chosen a grandfathering as our common allocation approach because, based on our analysis, it is on balance the most widely applicable regime within the UK.

Population and Gross Value Added⁷ (GVA) are alternative allocation regimes.

Population shares the carbon budget equally across the UK on a per capita basis. In this allocation regime the UK population [16] is compared to that of WMCA [17] from 2011 to 2016. The carbon budget (2020-2100) for WMCA is then apportioned based on its average proportion of the UK population for the period 2011-2016. For regions where per capita energy demand deviates significantly from the average (e.g. a large energy intensive industry is currently located there) the budget allocated may not be an equitable allocation through not fully representing incumbent infrastructure and economic structures. As population based allocation cannot be applied satisfactorily in all regions it is not recommended as the preferred allocation regime.

GVA is used as an economic metric to apportion carbon budgets. For example, the UK total GVA [18] is compared to that of WMCA [18] from 2011 to 2016. The carbon budget (2020-2100) for WMCA is then apportioned based on WMCA's average proportion of UK GVA for the period 2011-2016. GVA can be used as a proxy for economic value. This does not however adjustment for the type of economic activity undertaken, particularly the relationship between economic value, energy intensity and productivity. Incumbent economic structures (i.e. areas with energy intensive industries) been seen to substantially effect budgets based on this approach and therefore GVA would therefore would not be recommended for all regions.

Grandfathering allocates a share of the UK carbon budget based on average share of UK emissions attributed to a region in recent years (2011 to 2016). In principal this accounts for incumbent economic, population and infrastructure features of a region. A potential disadvantage of grandfathering is that is a large industry that significantly influenced the grandfathered allocation shuts down early into the budget period, emissions in that area fall quickly without specific action on energy related CO₂ being undertaken. ***In light of this we recommend that a Local Authority re-examines its carbon budget if a large industrial user (i.e. >10% of total LA energy use) shuts down completely within the first 5 year budget period (2018 to 2022).***

Table 3 presents the results for alterative allocation regimes – population, gross value added (GVA) and grandfathering. For WMCA the variation in carbon budget between allocation regimes is +/- 8% of the median value.

Table 3: Energy only CO₂ budgets and annual mitigation rates for WMCA (2020-2100) by allocation regime

Allocation regime (% of UK budget allocated to WMCA)	UK budget ⁸ (MtCO ₂)	WMCA budget (MtCO ₂)	Average annual mitigation rate (%)
Grandfathering to WMCA from UK (5.7%)	2,239	125.5	13.4%
Population split to WMCA from UK (6.4%)	2,239	139.9	12.2%
GVA split to WMCA from UK (5.4%)	2,239	119.4	14.0%
Mean of the allocation regimes		128.2	13.2%

⁷ Balanced approach at current basic prices

⁸After deducting an emissions budget for aviation, shipping and military transport of 1,518 MtCO₂.

Pathway projections for the change in annual energy-only CO₂ emissions pathways for WMCA based on the carbon budgets in Table 3 are illustrated in Figure 4a & 4b and in Table 2.

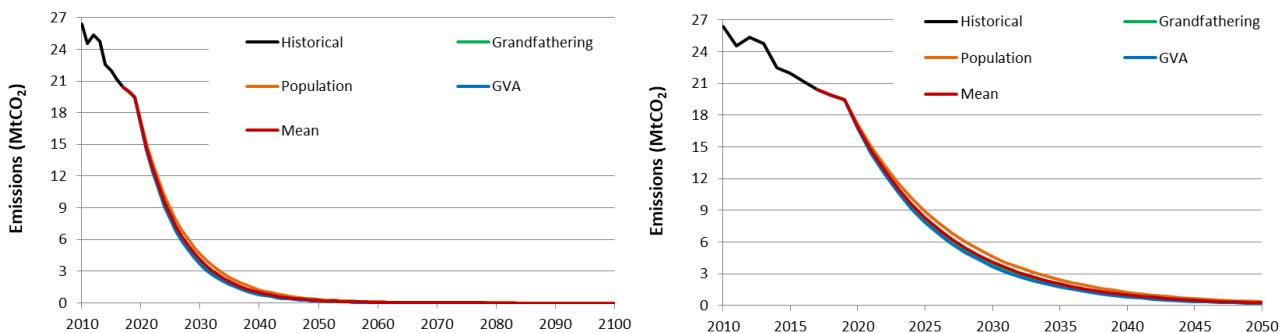


Figure 5a (left): Energy related CO₂ only emissions pathways (2010-2100) for WMCA premised on carbon budgets shown in Table 3. **Figure 4b (right):** Energy CO₂ only emissions pathways (2010-2050) for WMCA premised on carbon budgets shown in Table 3.

3.2 Land Use, Land Use Change and Forestry emissions for WMCA

Land Use, Land Use Change and Forestry (LULUCF) consist of both emissions and removals of CO₂ from land and forests. WMCA area's CO₂-only emissions from LULUCF in 2016 were net negative (as were those of England as a whole) and estimated at around -100 ktCO₂ (i.e. around 0.5% of WMCA total CO₂ emissions) [13]. We recommend that CO₂ emissions and sequestration from LULUCF are monitored separately from the energy-only carbon budgets provided in this report. The WMCA should continue increasing the sequestration of CO₂ through LULUCF in the future aligned with Committee on Climate Change's high level ambition of tree planting, forestry yield improvements and forestry management [19].

3.3 Non-CO₂ Emissions

The IPCC SR1.5 report identifies the importance of non-CO₂ climate forcers (for instance methane (CH₄), nitrous oxide (N₂O), hydrofluorocarbons (HFCs), sulphur dioxide (SO₂) and black carbon) in influencing the rate of climate change. However, a cumulative emission budget approach is not appropriate for all non-CO₂ greenhouse gases, as the physical and chemical properties of each leads to differing atmospheric lifetimes and warming effects [20]. There are also substantial relative uncertainties in the scale, timing and location of their effects.

We do not provide further analysis or a non-CO₂ emissions reduction pathway in this report. However the global carbon budget in the IPCC Special Report on 1.5°C, that our analysis is based on, assumes a significant reduction in rate of methane and other non-CO₂ emissions over time. Therefore to be consistent with carbon budgets WMCA should continue to take action to reduce these emissions.

The Department of Business Energy and Industrial Strategy's Local Authority emissions statistics do not provide non-CO₂ emissions data at the regional level. Given the absence of robust non-CO₂

emissions data, any non-CO₂ emissions inventory by other organisations at scope 1 and 2 for WMCA may form the basis of monitoring and planning for these emissions. **We recommend considering the adoption of a LULUCF pathway that includes CO₂ sequestration sufficient to help compensate for non-CO₂ emissions within WMCA.**

3.4 Recommended Allocation Regime for Carbon Budgets Within the Region

The WMCA area is the largest Combined Authority in the UK, covering a very diverse geography made up of 19 district or unitary council areas covered by three Local Enterprise Partnerships. Therefore the proportion and contribution to a collective WMCA area target will vary [20]. The Tyndall Centre is working to provide this methodology and datasets online so individual local authorities in the WMCA area and the UK can produce an individual profile for their area. We recommend the Grandfathering allocation approach as a common approach for these budgets and this will allow compatibility between local authority, LEP area and Combined Authority budgets.

Using a common methodology at a Combined Authority area level, has the following benefits:

- Shared framework and starting point for understanding the scale of the challenge to develop individual local responses and set local targets
- Common framework and understanding to report on the collective progress required of an average 13% reduction per year from 2020 to 2041

These budgets may also be compatible with more ambitious carbon targets declared within a local authority. Such a target would only be more ambitious if it restricts energy CO₂ emissions to less than the absolute quantity (i.e. without offsetting) of CO₂ specified in this carbon budget (Table 2). This implies an average per annum reduction rate in energy related CO₂ emissions of greater than 13% including an approach to ensure that UK national grid electricity is zero carbon in line with such a target. The recommended budgets presented here represent the minimum level of CO₂ emissions reduction we consider consistent with the Paris Agreement, therefore decarbonising energy provision within WMCA more quickly is welcomed.

5. Conclusions

The results in this report show that for WMCA to make its fair contribution to delivering the Paris Agreement's commitment to staying well below 2 °C and pursuing 1.5 °C" global temperature rise, then an immediate and rapid programme of decarbonisation is needed.

Based on our analysis, for WMCA to make its 'fair' contribution towards the Paris Climate Change Agreement, WMCA needs to:

- 1) Stay within a cumulative carbon dioxide emissions budget of 126 million tonnes (MtCO₂) for the period of 2020 to 2100.** At 2016 CO₂ emission levels⁹, the WMCA would use this entire budget within 6 years.
- 2) Initiate an immediate programme of CO₂ mitigation to deliver annual cuts in emissions averaging 13% to deliver a Paris aligned carbon budget.** These annual reductions in emissions require national and local action and would be part of a wider collaboration with local authorities in the region.
- 3) Reach zero or near zero carbon no later than 2041.** This report provides two CO₂ reduction pathways which both stay within the recommended 126 MtCO₂ carbon budget; 1) with a long term decay in residual emissions at a consistent percentage reduction rate over time, 2) emissions dropping to zero following the point at which 95% of the budget has been used.

This will require that WMCA rapidly transition away from unabated fossil fuel use. For context the relative change in CO₂ emissions from energy compared to a 2015 reference year are shown in Table 5.

Table 5: Percentage reduction of emissions for the recommended CO₂-only scenarios out to 2050 in relation to 2015

	GF – End of Century	GF – Stop Year
2020	23%	23%
2025	63%	61%
2030	82%	80%
2035	91%	90%
2040	96%	95%
2045	98%	100%
2050	99%	100%

These budgets for WMCA do not downscale aviation and shipping emissions from the UK national level. However if these emissions continue to increase as currently envisaged by Government, aviation and shipping will take an increasing share of the UK carbon budget, reducing the

⁹ Based on WMCA's 2016 CO₂ emissions (excluding aviation, shipping, process CO₂ emissions from cement production and those from LULUCF).

available budgets for combined and local authorities. **We recommend therefore that WMCA seriously consider strategies for significantly limiting growth from aviation and shipping.**

CO₂ emissions in the carbon budget related to electricity use from the National Grid in WMCA are largely dependent upon national government policy and changes to power generation across the country. **It is recommended however that WMCA promote the deployment of low carbon electricity generation within the region and where possible influence national policy on this issue.**

We also recommend that the LULUCF sector should be managed to ensure that high levels of CO₂ sequestration should continue through reforestation, forestry yield improvements and forestry management. The management of LULUCF could also include action to increase wider social and environmental benefits.

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