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## Self-governance in Global Climate Policy

Aviel Verbruggen  
University of Antwerp  
Intergovernmental Panel on Climate Change, 1998-2014

[www.avielverbruggen.be](http://www.avielverbruggen.be)

**Based on inter alia:**

Self-governance in global climate policy: An essay (2015), 52p. (Research Gate)

Beyond Kyoto, plan B: a climate policy masterplan based on transparent metrics, *Ecological Economics* 68(2009) 2930-37

Europe's electricity regime: restoration or thorough transition. *Int. J. of Sustainable Energy Planning and Management* 5 (2015) 57-68



# Overview

1. **Mysterious support for Paris Agreement**
2. **Paris Agreement myths: functional or dysfunctional?**  
Unfolding some myths:
  - #1 Unanimity necessary
  - #2 Energy tripod mantra
  - #3 Emissions Trading sets carbon prices
1. **Self-governance**
  - . Commons and self-governance
  - . Applied on global climate policy
2. **Concluding considerations**

# Mysterious Support for Paris Agreement

## Actual Paris Agreement:

Vague, opaque text

+3° C if all intentions fullfil

Mocks science&practice (Hardin, Ostrom, KPIs)

Policy zombies survive:

- energy tripod mantra
- emissions trade / offsets prices down to €5 (ETS) / €0.2 (CER)

## Myths

- . Unanimity necessary
- . All feel responsible, private corporates lead
- . Voluntarism suffices for mitigation action
- . Paternalism cares for \$100bn aid/year

Propaganda pin



## Myths: when are they valuable?

### Functional myths

- **connected to reality (facts)**
  - > emerging from reality
  - > feeding back into reality
  - > expanding reality
- **may strengthen actions (“engage the hearts of people”)**

### Dysfunctional myths

- **disconnected from reality (facts)**
  - > stick in mirages, deceit
  - > cause conflict and stalemate
  - > end as frustration and apathy
- **paralyze people to act in the right direction**

**Are the Paris Agreement myths:  
functional or dysfunctional?**



## Myth #1: “Unanimity is necessary”

### Positive effects of unanimity

- boosts the willingness to commit  
(reciprocity: one acts when the other acts)
- valuable to enshrine new paradigms, commitments  
(for example: UNFCCC in 1992 – Rio World Summit)

### Negative effects of unanimity at all price

- disproportional power for every single party
- meagre intersection of divergent interests-goals sets → results in vague & opaque Paris Agreement
- minority views suppressed (by assimilation)
- effective action requires spearheads
- the actual responsible parties are released from liability and ‘urgent & drastic’ spearhead action
- loss of unanimity spoils the process (Trump again)

Unanimity desirable at the founding of new paradigms  
In the executive action phases, imposed unanimity is wrong



**Myth #2: “Energy tripod mantra: deployment of renewables, **nuclear power**, carbon capture storage”**

### **Nuclear power position in sustainable low-carbon energy transition**

1. Nuclear fission power (today’s technology):  
**Crucial sustainability criteria are not met**
2. Is announced GEN IV more sustainable?  
**Virtually certain: NO**
3. Can announced nuclear fusion bring salvation?  
**Perhaps, but NOT before 2050 (year of decarbonization done)**

**If we circumvent Sustainable Development imperatives and Sustainability Assessment results & consider only low-carbon aspect, questions remain:**

1. Are flow renewable and nuclear power generation compatible? **NO**
2. Is smart grid development compatible with unflexible large-scale power stations? **NO**
3. Is nuclear power economically competitive? **NO**

**Nevertheless: the tripod mantra corrupts IPCC, UNFCCC, EU policy**



# Myth #3: Emissions Trading sets carbon prices

## ETS prices before + after December 2015

EUA closing prices

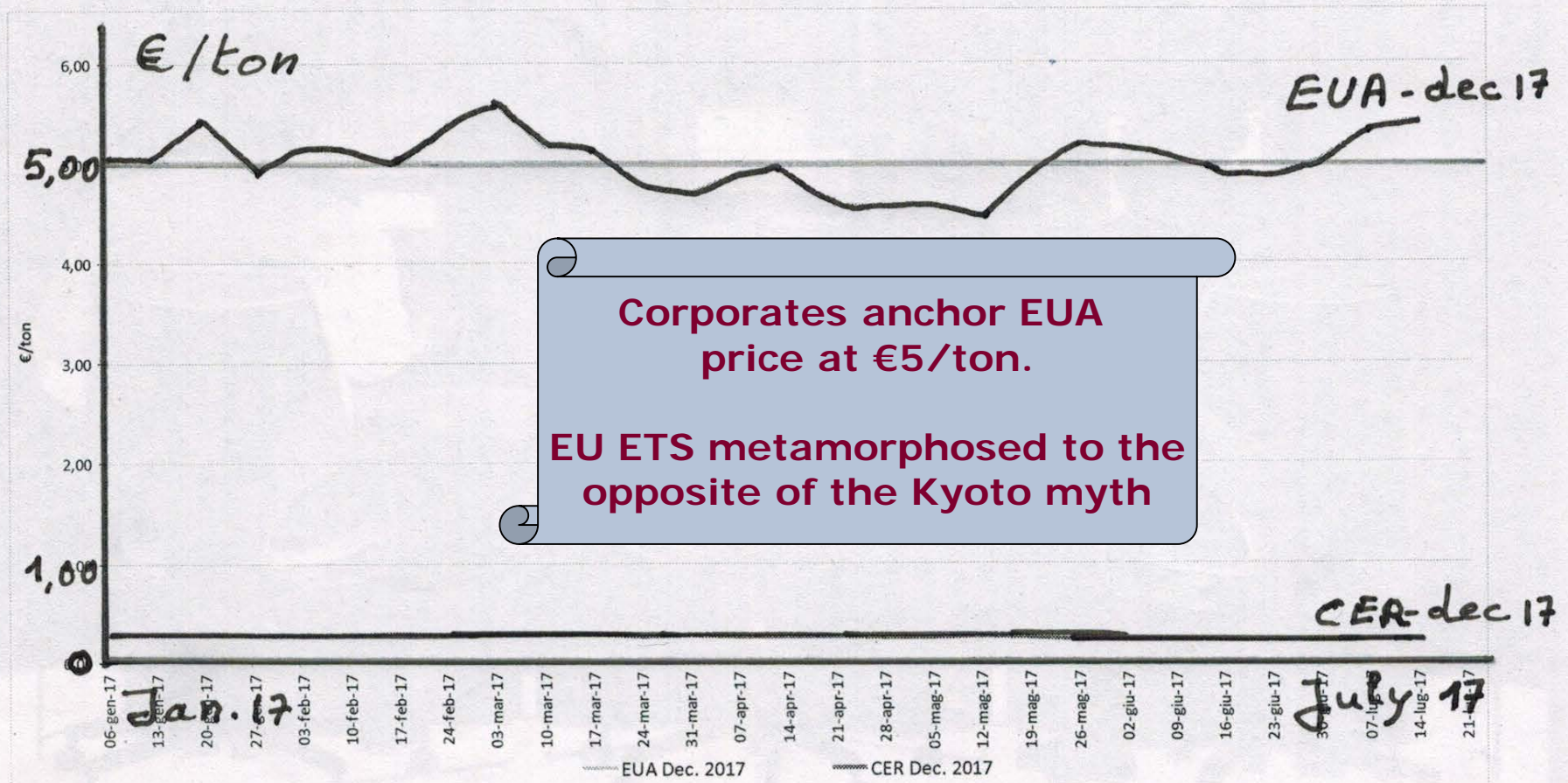
Source: Sandbag



# Observed EUA and CER prices (Jan.-July 2017)

Source: ICCG International Climate Policy magazine-47

Front-year EUA and CER prices, 2017 (weekly closure) [2]







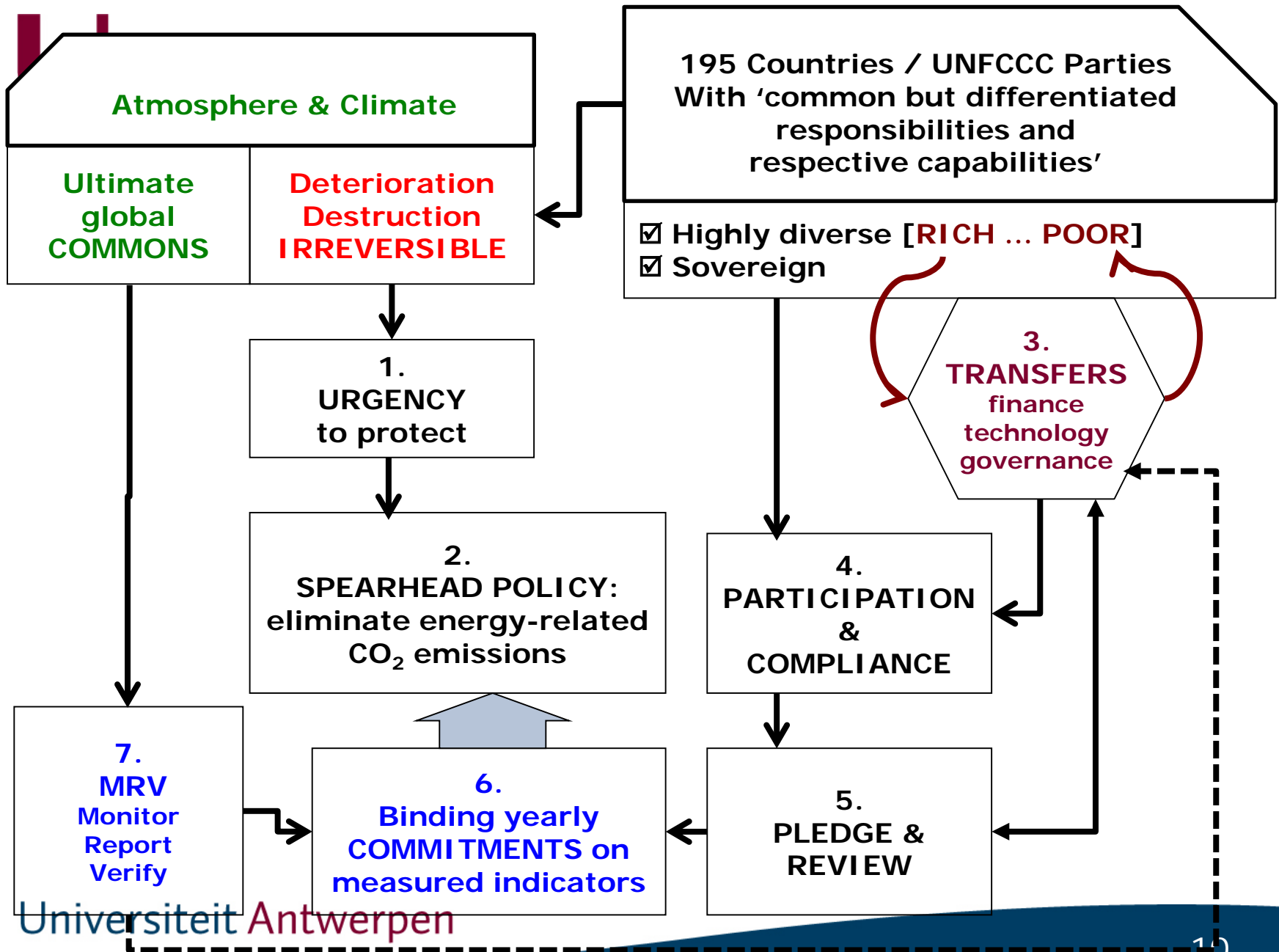
# Self-governance of commons

## *Commons*

- Some essential for human survival: climate, atmosphere, ...
- Endangered from inside (free-riding), viz. outside (raiders)
- Protect via government ownership/ruling ⇔ privatize commons
  - Sovereign 'owners-users' cannot be ruled from above
  - Privatize Climate not conceivable (property rights), not desirable

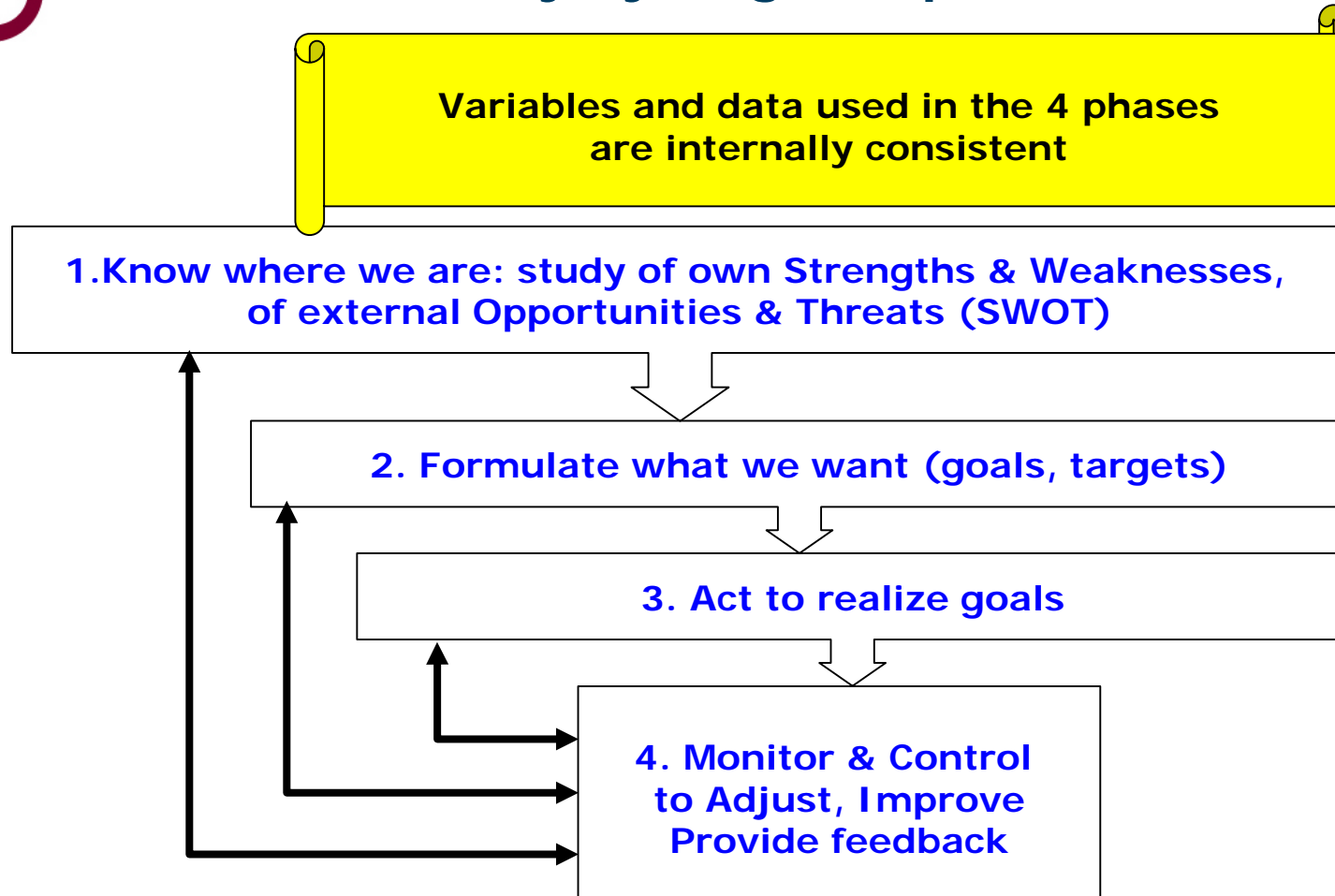
## *Self-governance of commons: indispensable components [Ostrom]*

1. Create new set of self-governing structures and rules
2. Credible commitments by participants
  - enhanced by reciprocity, trust and fairness
  - grows step by step
3. Mutual monitoring, accurate, transparent and regularly
  - yearly feasible for a few, crucial indicators
  - INDC patchworks are non-measurable





## Proven logic for strategy set-up (used mainly by large corporations)





## Crooked global climate policy

### Situation analysis by IPCC know-how assessments

- > policy aspects by Working Group 3 of IPCC
- > emissions by countries study (2014 report, Ch. 6) based on *decomposition analysis (Ehrlich-Holdren, Kaya, Ang)*

e.g., of energy-related CO<sub>2</sub> emissions per person (C<sub>pp</sub>) in 3 intensity factors

$$C_{pp} = \left\{ \frac{\text{€GDP}_{pp}}{\text{wealth}} \right\} * \left\{ \frac{\text{kWh energy}}{\text{energy use intensity}} / \text{€GDP} \right\} * \left\{ \frac{\text{kg CO}_2 \text{ emitted}}{\text{CO}_2 \text{ intensity of energy}} / \text{kWh} \right\}$$

*This ready knowledge + data are not used in global policy design,*

*Although necessary & sufficient for constructing the global self-governance regime*



## Blow up the climate gridlock

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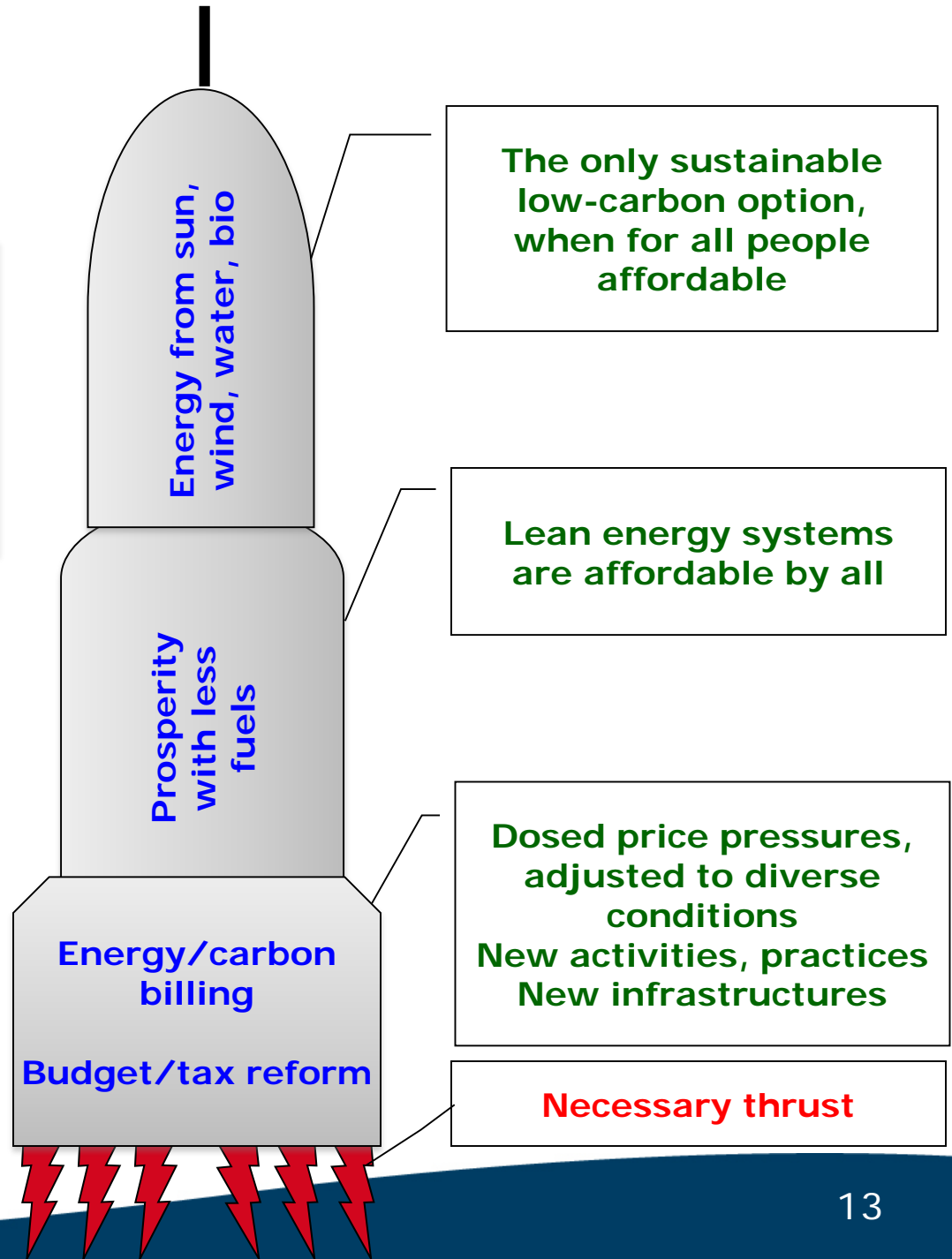
All countries continuously improve three indicators:

1. Increasing share of RE
2. Decreasing fuel intensity
3. Progressing tax reform

Matches

- ☑ SE4All (UN)
- ☑ Polluter Pays
- ☑ Fairness

Rejects  
emissions trading  
with offsets





# Concluding considerations

## 1. Societal resolve & action $\neq$ Paris Agreement

- . Citizens, grassroots  $\leftrightarrow$  corporates master minding Paris COP
- . Will corporates deliver where governments fail to save the essential commons 'climate – atmosphere'?

## 2. Dysfunctional myths paralyze urgent & drastic change

- . Denouncing tricky myths means tough & tedious work
- . Cassandra's warnings are stamped by Trojan horses

## 3. Global climate policy

- . Based on myths, voluntarism, paternalism, talk without walk
- . Self-governance is a tightly structured process [Ostrom]
- . Sidelining policy proposals that could function
- . Learn from successful corporate strategic theory & practice
- . Technology is decisive in sustainable energy transition
- . Technology development-deployment: NOT neutral processes