

SUSTAINABILITY MEASUREMENT

SDEE – Sustainable Development, Energy and Environment

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WHAT ARE SUSTAINABILITY INDICATORS?

- Sustainability measurement is the quantitative basis for the informed management of sustainability.
- The metrics used for the measurement of sustainability are still evolving: they include indicators, benchmarks, audits, indexes and accounting, as well as assessment, appraisal and other reporting systems.
- They are applied over a wide range of spatial and temporal scales.
- Can be applied to products and services, to regions, companies and institutions.

Sustainable development

Environment

Issues of scale; environmental limits / maximum limits

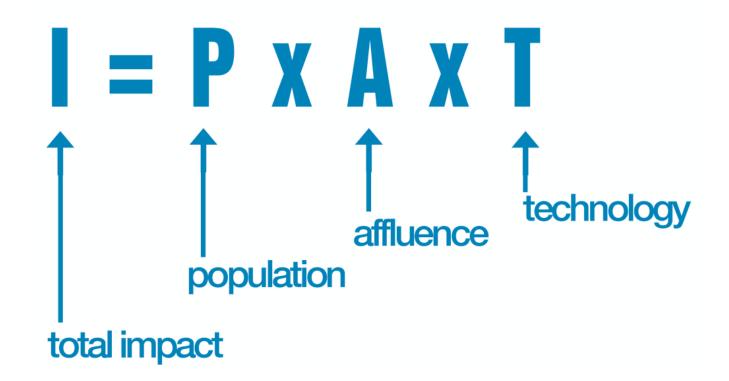
Society

- Fairness, distribution and justice (for all, present and future generations)
- Minimum standards for all (food, health, education...)

Economy

 Issues of allocation of resources (how much goes to basic needs, how much goes to other products and services)

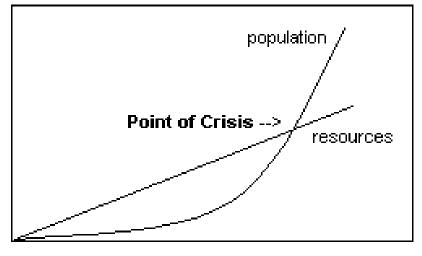
Reviewed some indicators: IPAT



 Reviewed some indicators: Resource-based indicators

Thomas Malthus and population growth (1798)

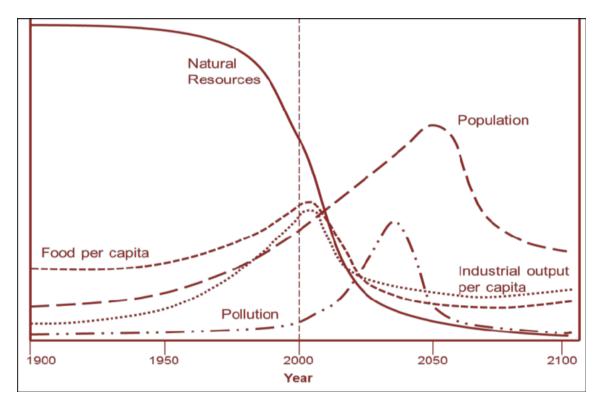
- Population increases geometrically (P)
- Consumption per capita remained constant (A)
- Food increases arithmetically (T)



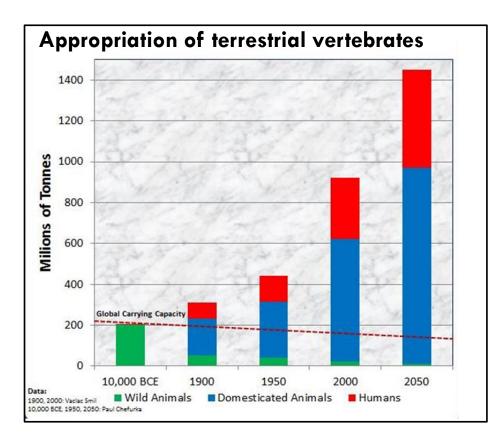
Malthus' Basic Theory

 Reviewed some indicators: Resource-based indicators

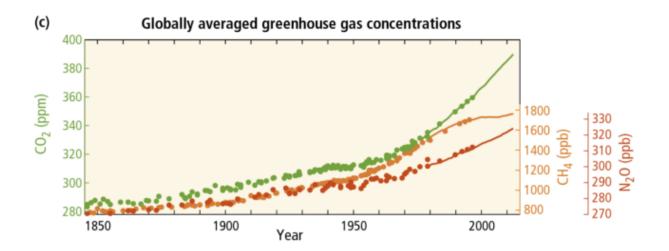
Limits to growth, from Donella Meadows et al. 1972, for the Club of Rome



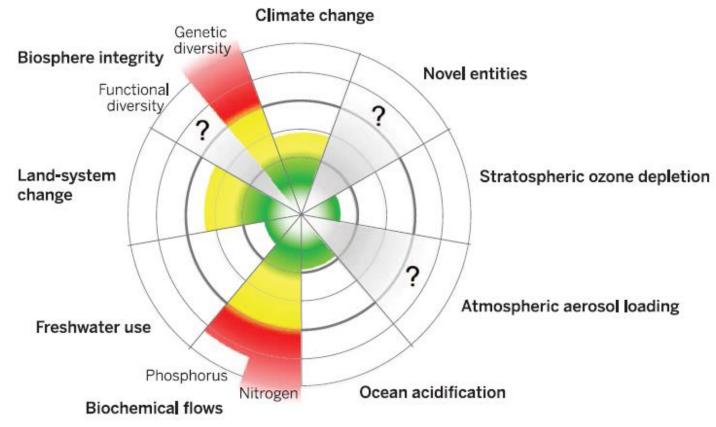
 Reviewed some indicators: Environmental indicators



- Human Appropriation of Net Primary Production
- Carbon footprint (GHG emissions)
- Land degradation
- Biodiversity loss indexes

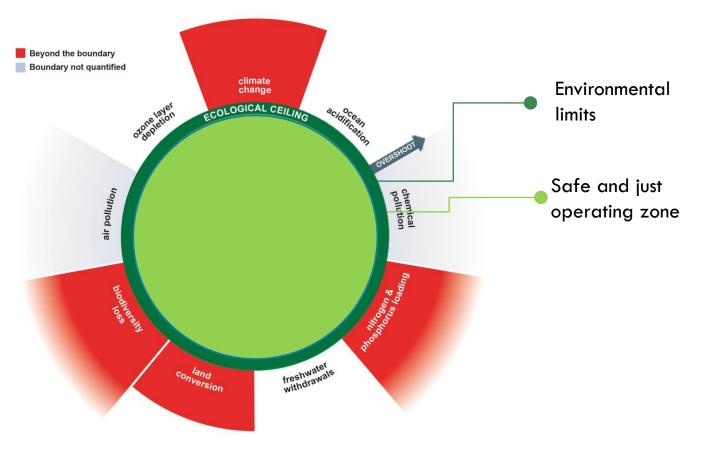


 Reviewed some indicators: Planetary boundaries



Steffen et al. (2015)

- Reviewed some indicators: Safe and just space
 - Considers the planetary boundaries



Doughnut economics framework (2017) https://www.kateraworth.com/doughnut/

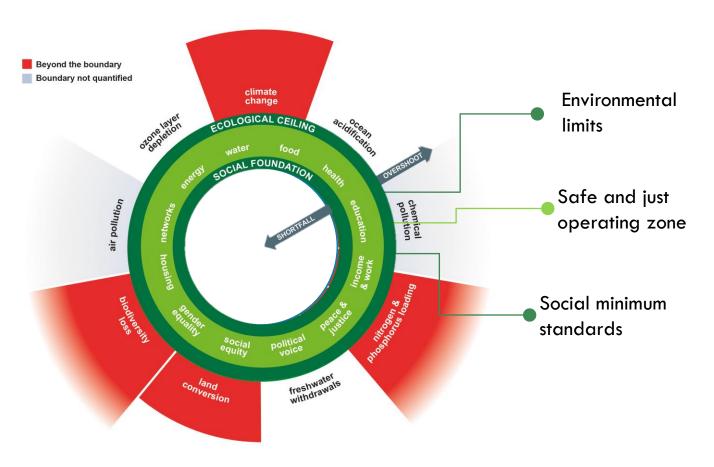
- Reviewed some indicators: Safe and just space
- ... combined with social indicators
- 11 base social indicators of wellbeing

9 basic needs:

- 1. Nutrition
- 2. Sanitation
- 3. Income
- 4. Access to energy
- 5. Education

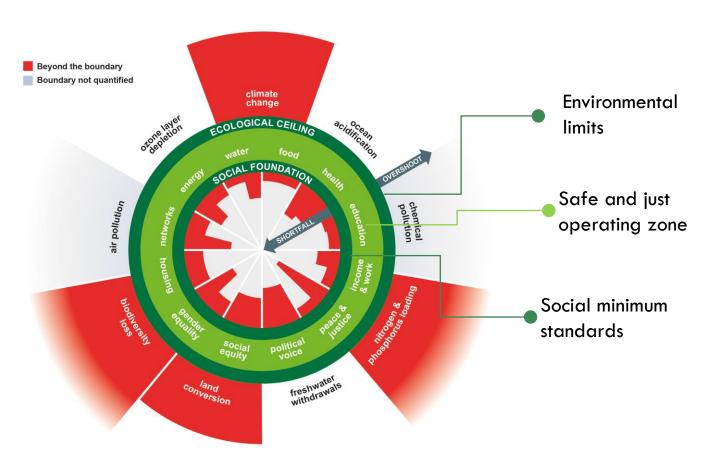
- 6. Social support
- 7. Equality
- 8. Democratic quality
- 9. Employment
- 2 overall measures of wellbeing:
- 10. Self-reported life satisfaction
- 11. Healthy life expectancy

 Reviewed some indicators: Safe and just space



Doughnut economics framework (2017) https://www.kateraworth.com/doughnut/

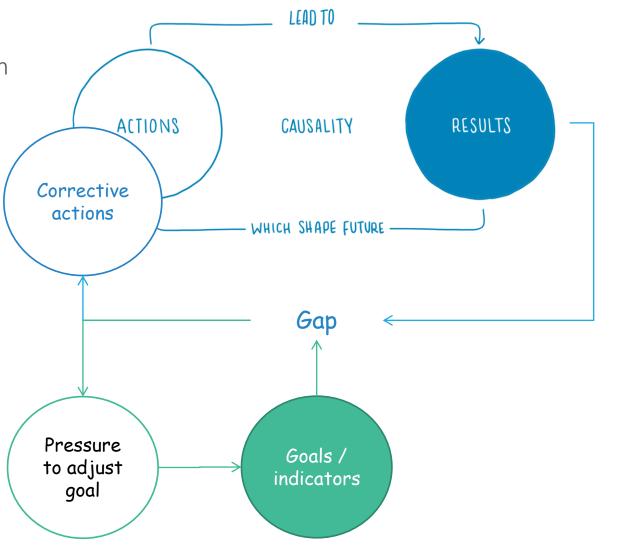
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Doughnut economics framework (2017) https://www.kateraworth.com/doughnut/

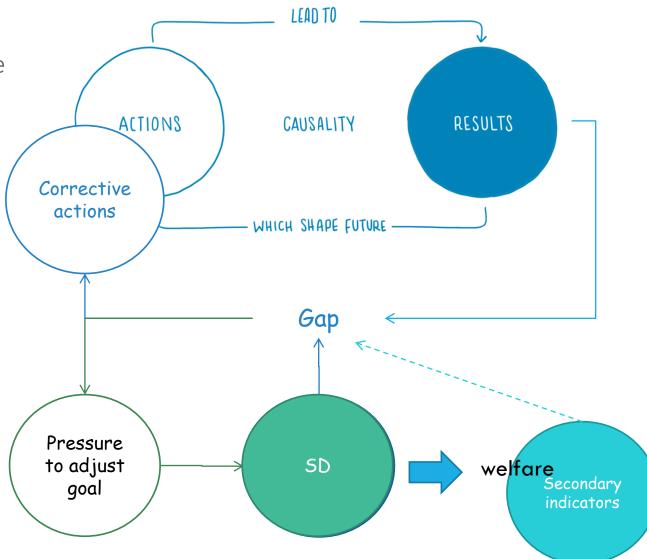
WHY SUSTAINABILITY INDICATORS?

- Systems are particularly sensitive to goals What we aim for, the system will obediently aim to produce it
- If the goals (the indicators of satisfaction of the rules) are defined inaccurately or incompletely, the system may obediently work to produce a result that is not really intended or wanted.
- The need to specify indicators and goals that reflect the real welfare of the system.



WHY SUSTAINABILITY INDICATORS?

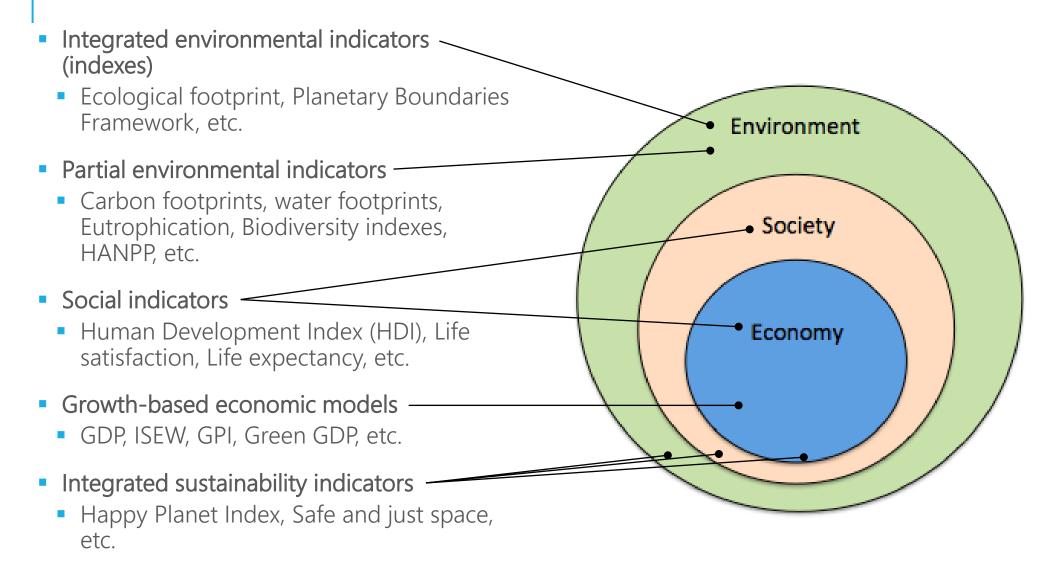
- From the 1950 onwards focus on economic growth as a way of providing welfare to people
- From the 1970s, environmental and social concerns arose
- In the 1980s and 1990s, UNEP and UNDP defined a new goal: sustainable development



WHICH QUESTIONS WE WANT TO ANSWER?

- Are we in a sustainable development path?
- Can we feed human population within the planetary limits?
- Can we fulfill our basic needs without compromising the environment?
- Which countries are worst and should make more efforts?
- Which sectors we should prioritise action for a sustainable development? Which measures will help directing sectors towards sustainability?

METRICS AT THE GLOBAL SCALE



Environmental indicators

Indicators can measure one or more of the environmental components.

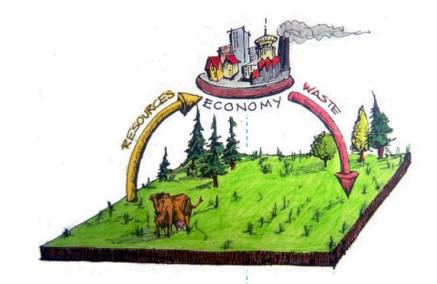
Relevant environmental issues: Issues of scale; environmental limits

Examples

- Partial environmental indicators:
 - Resource-based indicators/models;
 - Human Appropriation of Net Primary Production (HANPP);
 - Carbon footprints (GHG emissions);
 - Land-degradation;
 - Biodiversity loss indexes;
 - Water footprints, Eutrophication, etc.
- Planetary Boundaries Framework,
- Ecological footprint

The Ecological Footprint

- Its an environmental indicator that tries to capture the amount of biologically productive land and sea area a population required to produce the resources it consumes and absorb the waste it generates, using prevailing technology and resource management practices (Borucke et al. 2013)
- Allows to assess "sustainability" of a region Biocapacity: the available productive area
- The ecological footprint is the sum of 6 components:

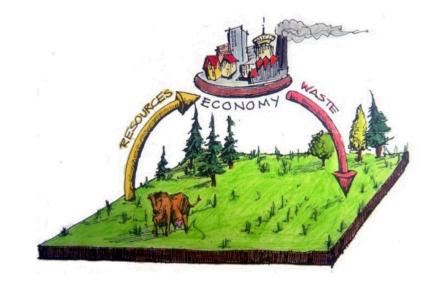


- Grazing land
- 2. Forest products land
- 3. Fishing grounds
- 4. Cropland
- 5. Built-up land

6. Carbon land

The Ecological Footprint

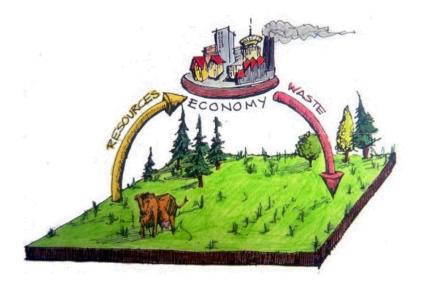
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- Allows to assess "sustainability" of a region Biocapacity: The available productive area
- The ecological footprint is the sum of 6 components
- Allows to compare products and services, institutions and regions, individual lifestyles



The Ecological Footprint

Some critics ...

- Good communication indicator (issues of scale and the environment)
- Poor in terms of:
 - Providing detailed information for action
 - Providing little account of the environmental impacts of wastes and emissions
 - Approaches taken for GHG gases (climate change) is debatable



Boundaries, biocapacity, thresholds, limits

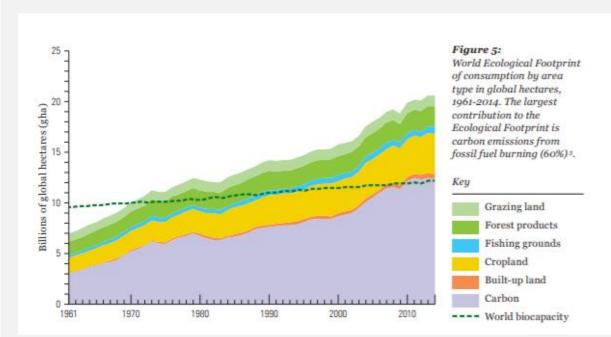


We cannot transgress the boundaries.

Boundaries, biocapacity, thresholds, limits:

Example: Ecological footprint

- Defines and estimates a biocapacity
- Biocapacity is the available productive area



World average footprint is 2.65 global hectares (gha) of land per capita, which is 50% above global biocapacity of 1.7 gha per capita

Boundaries, biocapacity, thresholds, limits:

Example: Ecological footprint

- Defines and estimates a biocapacity
- Based on the amount of resources the planet produces per year



In 2018, humanity was using 1.75 Earths to provide the resources and absorb CO_2 emissions

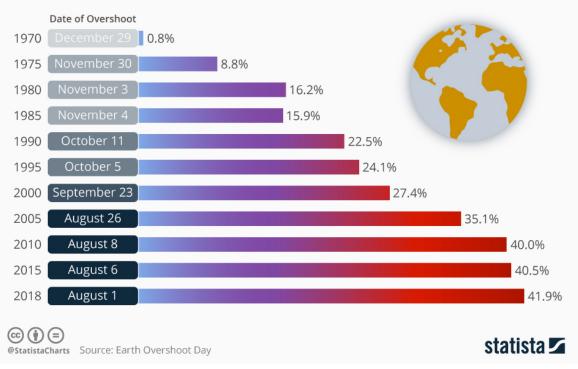
Boundaries, biocapacity, thresholds, limits:

Example: Ecological footprint

- Defines and estimates a biocapacity
- Based on the amount of resources the planet produces per year
- Global ecological overshoot is when the annual demand on resources exceeds what Earth can regenerate each year – ecological deficit
- Overshoot day the day when humanity's demand for resources and waste assimilation equals the annual capacity of the Earth to produce those resources

Earth Overshoot Day Comes Sooner Every Year

Share of year remaining after Earth Overshoot Day (1970–2018)



Boundaries, biocapacity, thresholds, limits

Example: Planetary Boundaries

- Defines and estimates a boundaries per each of 9 environmental indicators:
 - 1. Climate change,
 - 2. biosphere integrity,
 - 3. land-system change,
 - 4. freshwater use,
 - 5. biogeochemical flows,
 - 6. ocean acidification,
 - 7. atmospheric aerosol loading,
 - 8. stratospheric ozone depletion and
 - 9. novel entities
- Limits are established making sure there are no damage for the species in the planet

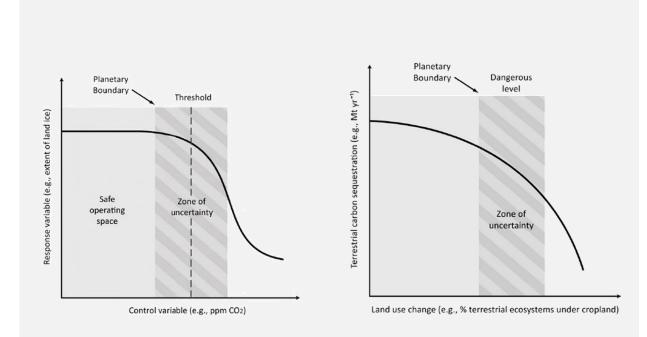
Example of a boundary: climate change

- Maximum concentration of CO₂ in the atmosphere of 350 ppm - a value that would likely preserve the climate in a Holocene-like state (Steffen et al. 2015)
- As an alternative boundary to 350 ppm, the 2°C temperature stabilisation goal emphasised in the Paris Agreement. approximately 1.61 t CO₂ per capita (O'Neill et al. 2018)

Boundaries, biocapacity, thresholds, limits

Example: Planetary Boundaries

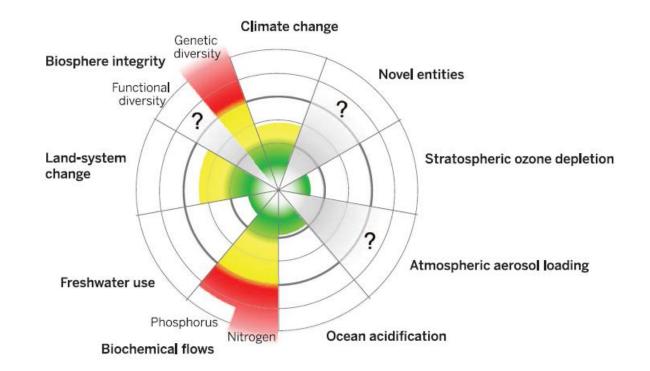
- Defines and estimates a boundaries per each of 9 environmental indicators
- Limits are established making sure there are no damage for the species in the planet
- Boundaries as intervals



Boundaries, biocapacity, thresholds, limits

Example: Planetary Boundaries

- Defines and estimates a boundaries per each of 9 environmental indicators
- Limits are established making sure there are no damage for the species in the planet
- Boundaries as intervals



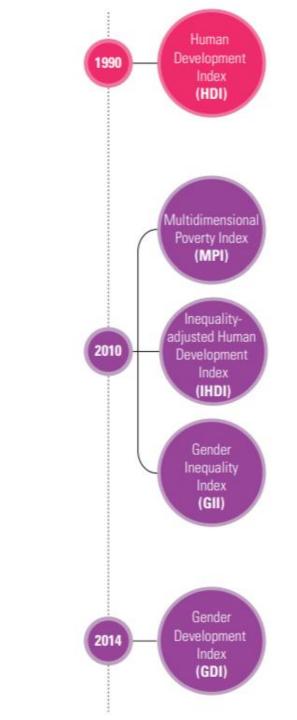
Social indicators

- Human Development Index (HDI),
- Life satisfaction,
- Life expectancy

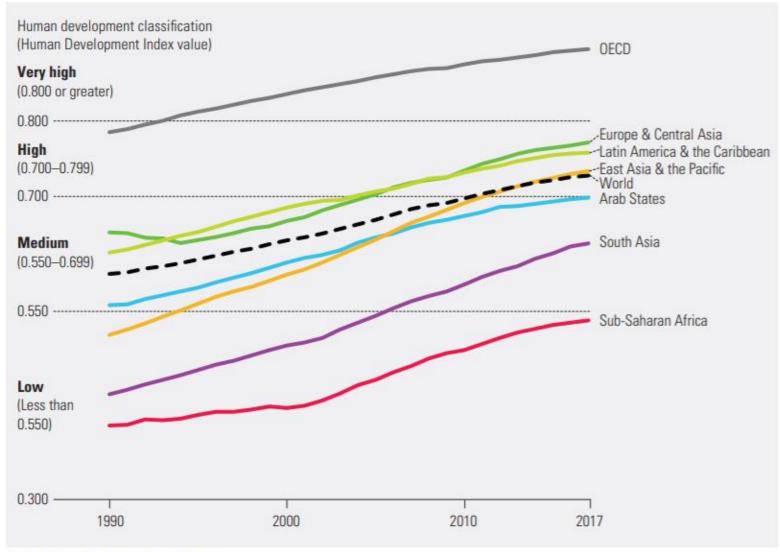
Human Development Index (HDI)

The HDI was created in 1990 (by the UNDP), and accounts three dimensions:

- 1. Long and healthy life, assessed by life expectancy at birth,
- 2. Knowledge, measured by (1) expected years of schooling (for children entering school age); and (2) mean years of schooling for adults aged 25.
- 3. Standard of living, measured by gross national income per capita. The HDI uses the logarithm of income, to reflect the diminishing importance of income with increasing GNI.



Human Development Index values, by country grouping, 1990-2017



Source: Human Development Report Office.

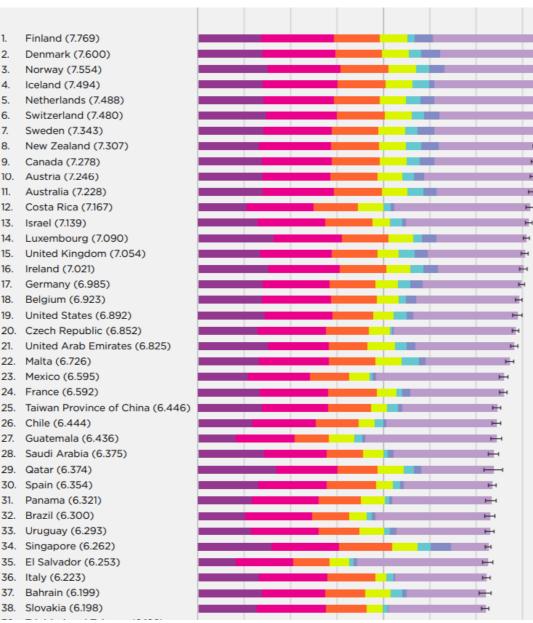
Life satisfaction indexes

- Also known as happiness indicators
- They measure life satisfaction, using evidence from emerging science of happiness.
- Measurement: surveys Cantril Self-Anchoring Scale or the Ladder of Life, has been used in surveys since the 1960s, and its validity has been demonstrated in a range of different contexts around the world

152. Rwanda (3.334)
 153. Tanzania (3.231)
 154. Afghanistan (3.203)

- 155. Central African Republic (3.083)
- 156. South Sudan (2.853)





World Happiness Report, 2019

Life satisfaction indexes



World Happiness Report, 2019

- Social indicators
- Minimum Standards

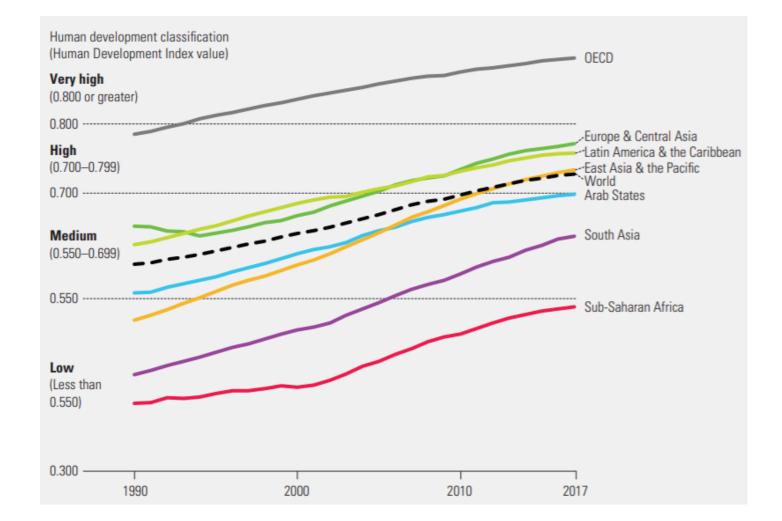
Environmental indicators: Boundaries, thresholds, biocapacity that we cannot transgress

Social: Minimum standards, basic needs, where we need to ensure the minimum is satisfied



- Social indicators
- Minimum Standards

HDI: 4 threshold levels



- Social indicators
- Minimum Standards

United Nations Sustainable Development Goals



- Social indicators
- Minimum Standards



United Nations Sustainable Development Goals

5 goals for 2030

 Eradicate extreme poverty for all people everywhere
 Reduce at least by half the proportion of men, women and children of all ages living in poverty

3 Implement nationally appropriate social protection systems and measures and achieve substantial coverage of the poor and the vulnerable

4 Ensure that all men and women, have equal rights to economic resources, access to basic services, ownership and control over land and other forms of property, inheritance, natural resources, appropriate new technology and financial services

5 Build the resilience of the poor and those in vulnerable situations

SOCIAL METRICS AT THE GLOBAL SCALE

- Social indicators
- Minimum Standards
- Aspects that sustainability social indicators need to cover:
 - Fairness, distribution and justice
 - Intragenerations and intergenerations -

Ensuring all present populations have access to water, food, employment, etc Future generations are able to satisfy their needs

Economic indicators

- GDP
- ISEW, GPI, Green GDP

Economic indicators

GDP – Gross Domestic Product

- It's the economic indicator.
- It measures how much is produced by a country of region or how much a country or region earned – used as a measure of welfare.
- It does not include:
 - Economic aspects such as unpaid household labour
 - Social aspects such as: social costs, income distribution
 - Environmental damage
- Includes negative aspects such as negative human health effects, loss of leisure time

Economic indicators

Alternatives

- ISEW Index of Sustainable Economic Welfare
- GPI Genuine Progress Indicator
- Green GDP
- Try to include:
 - Economic aspects such as unpaid household labour
 - Social aspects such as: social costs, income distribution
 - Environmental damage
- Try to eliminate: negative human health effects, loss of leisure time

- Economic indicators
- Should be able to tell how to allocate resources (how much goes to basic needs, how much goes to other products and services)

Indicators that combine two or more SD dimensions

Why is it relevant?

- Maximise more than one goal
- Consider trade-offs
 - Things can be good economically, but not good socially or environmentally

Examples

- Increasing GDP means little in terms of:
- Income distribution
- Environment protection

Indicators that combine two or more SD dimensions

Why is it relevant?

- Maximise more than one goal
- Consider trade-offs
 - Things can be good economically, but not good socially or environmentally
 - Things that are good socially might not be good environmentally

Examples

- Fossil fuel-based transport (e.g., road, aviation)
- Food products globalized and out-of-season production available all year round
- Intensive farming (produce food surpluses, produces higher environmental impacts than other alternatives)
- Excessive consumerism
- Excessive tourism

Indicators that combine two or more SD dimensions

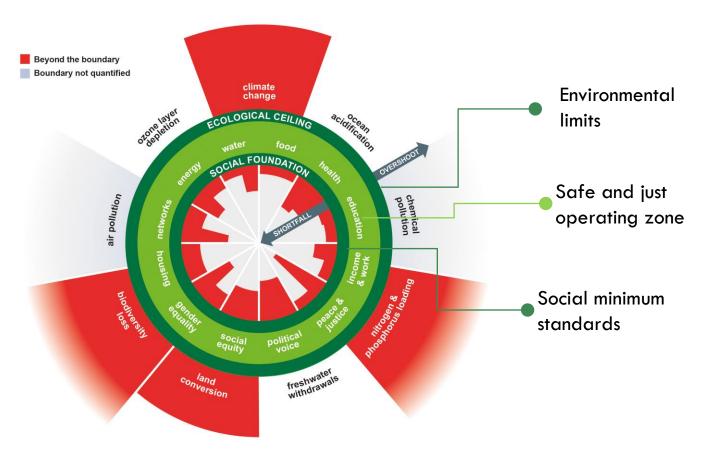
Why is it relevant?

- Maximise more than one goal
- Consider trade-offs
 - Things can be good economically, but not good socially or environmentally
 - Things that are good socially might not be good environmentally
 - Within the environment, some aspects may be good in some environmental aspects and not so good in others

Examples

- Dishwasher vs handwashing (water vs. energy)
- Large dams (good for climate change, not so good for land and biodiversity)
- Diesel vs gasoline (air pollution vs climate change)

- Indicators that combine two or more SD dimensions
- Ex.: Safe and just space



Doughnut economics framework (2017) https://www.kateraworth.com/doughnut/

- Indicators that combine two or more SD dimensions
- Examples:
 - Safe and just space
 - Happy Planet Index
 - Other combined frameworks

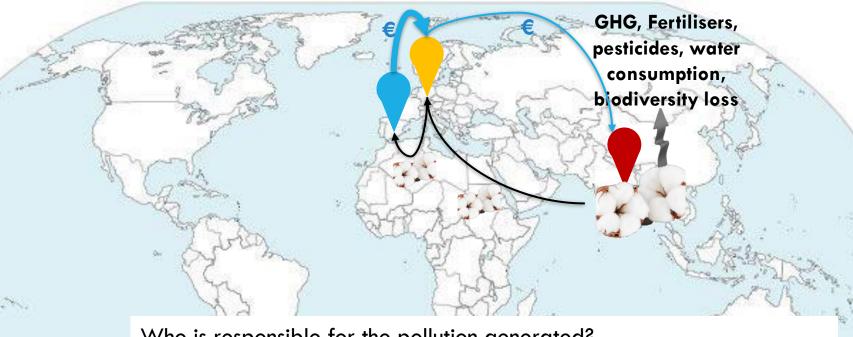
Territorial, Consumption and Income based indicators



Territorial, Consumption and Income based indicators



Territorial, Consumption and Income based indicators



- A. Southern Asia (the producer)?
- North of Europe (the intermediary/ operational-financial control)? Β.
- C. Southern Europe (the consumer)?

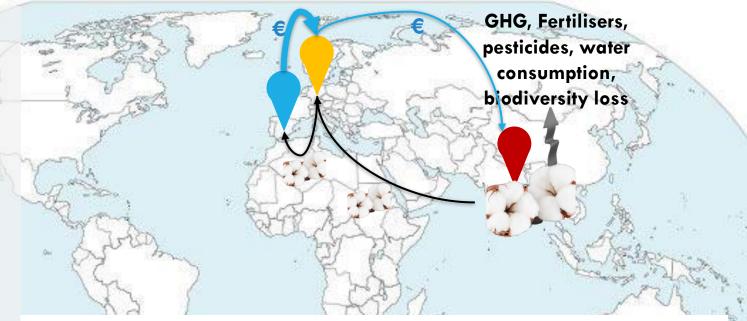
Territorial, Consumption and Income based indicators

Territorial based

Consider only the activities that happen within the territorial borders. Excludes imports and exports.

Most environmental accounting.

Answer: A.



- A. Southern Asia (the producer)?
- B. North of Europe (the intermediary/ operational-financial control)?
- C. Southern Europe (the consumer)?

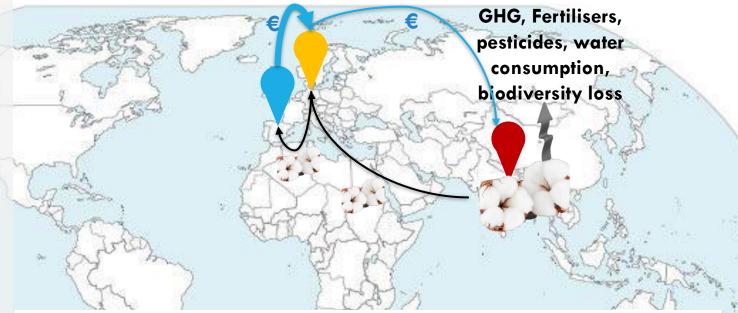
Territorial, Consumption and Income based indicators

Consumption based

Consider the impacts of the production activities associated with the products consumed, no matter where they occur. Accounts for imports and exports.

This is the case of national economic accounts.

Answer: C.



- A. Southern Asia (the producer)?
- B. North of Europe (the intermediary/ operational-financial control)?
- C. Southern Europe (the consumer)?

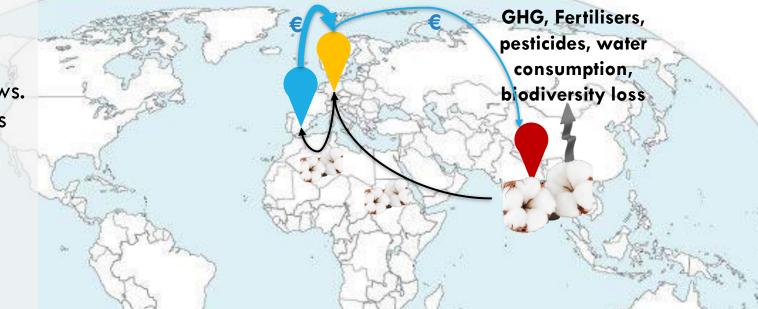
Territorial, Consumption and Income based indicators

Income based

Consider the impacts allocated to the money flows. Who makes the money gets penalized.

This is a new approach.

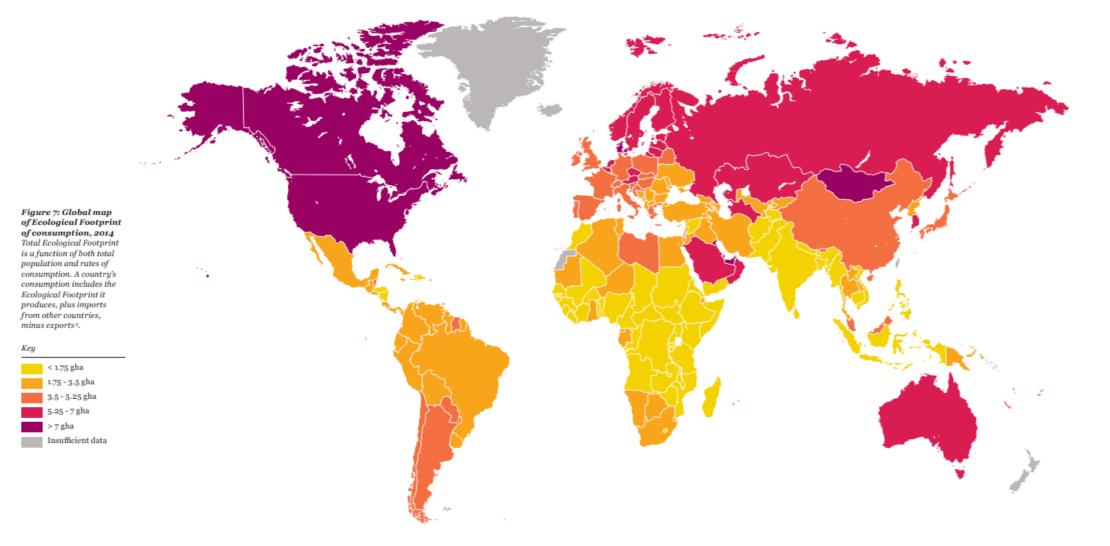
Answer: B.



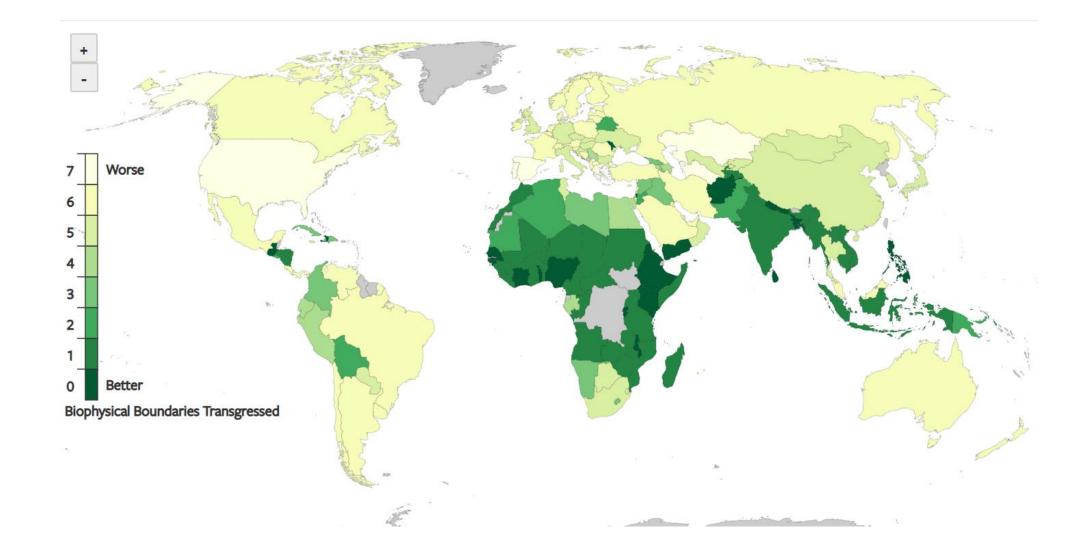
- A. Southern Asia (the producer)?
- B. North of Europe (the intermediary/ operational-financial control)?
- C. Southern Europe (the consumer)?

- What do the indicators tell us about regional sustainability?
- Who is sustainable and who is not?

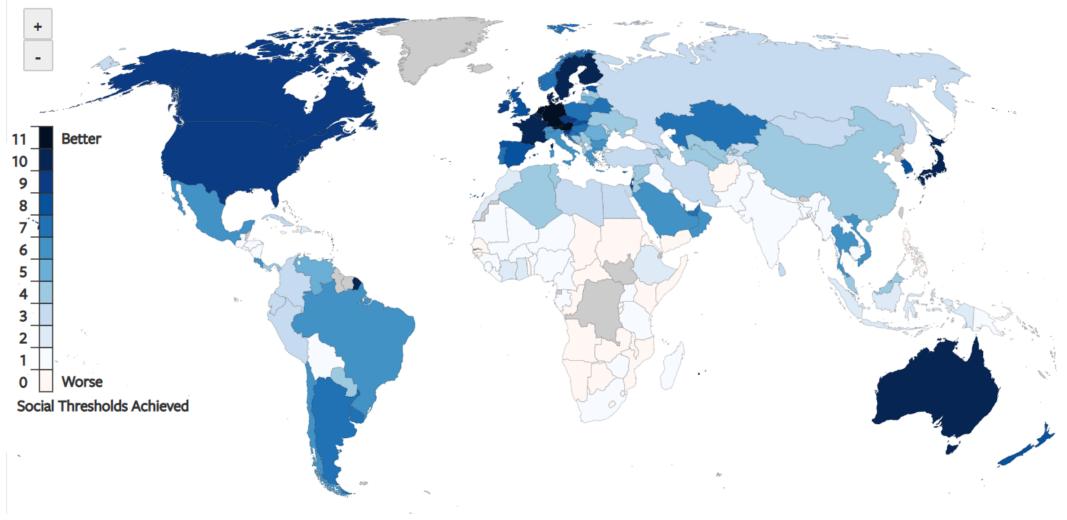
Ecological Footprint – consumption base



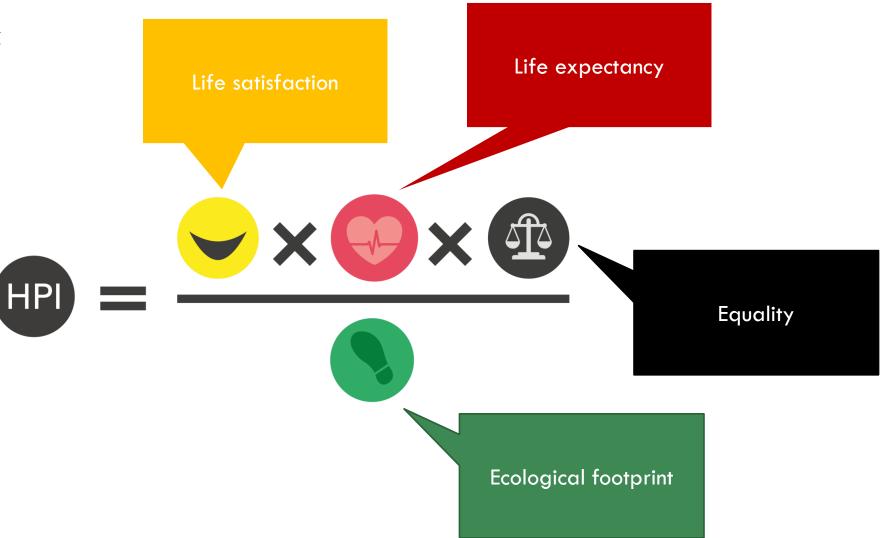
Planetary Boundaries Framework – consumption base



Safe and just Space – Social component – territorial-based



Happy Planet Index



HIGHEST

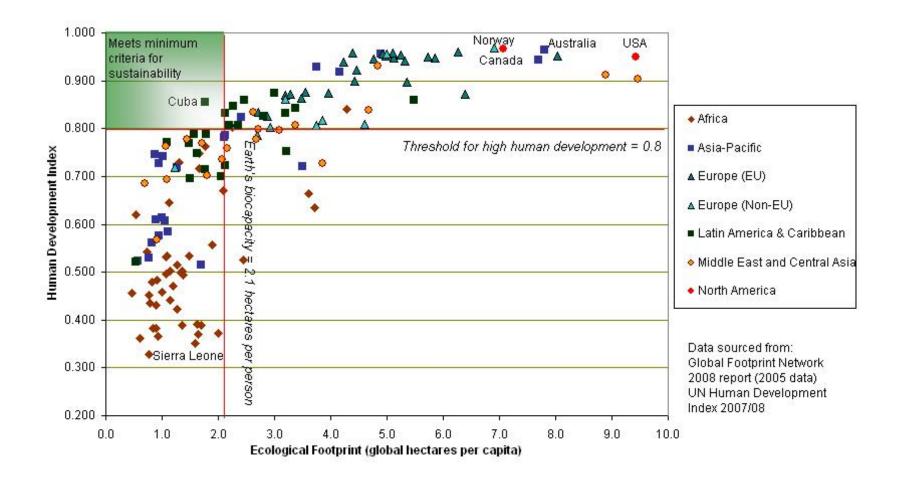
Happy Planet Index Servitorial based

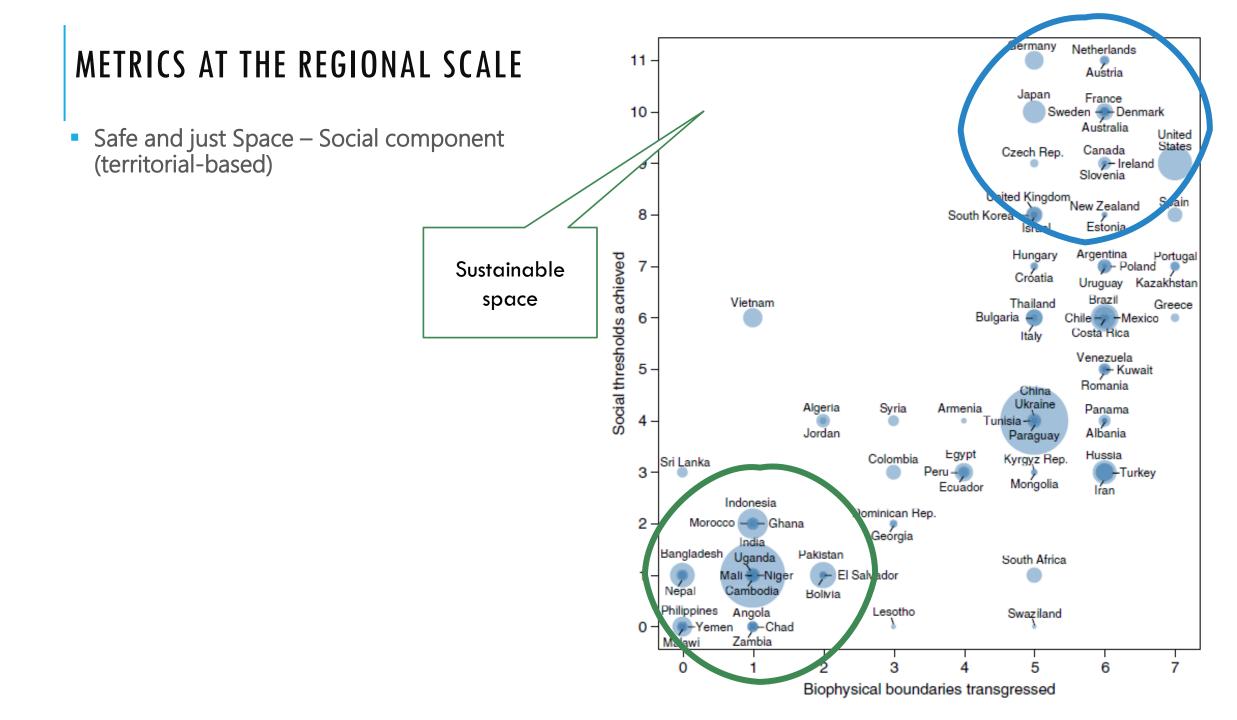
LOWEST

- Developed and developing countries both score low
- This is because of different reasons
- Central America is the most sustainable country

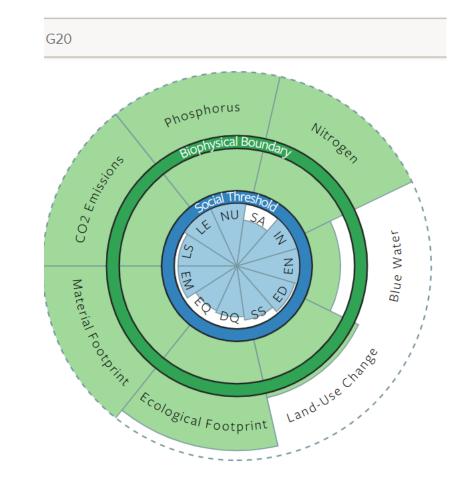
HDI and EF – Territorial based

Human Welfare and Ecological Footprints compared

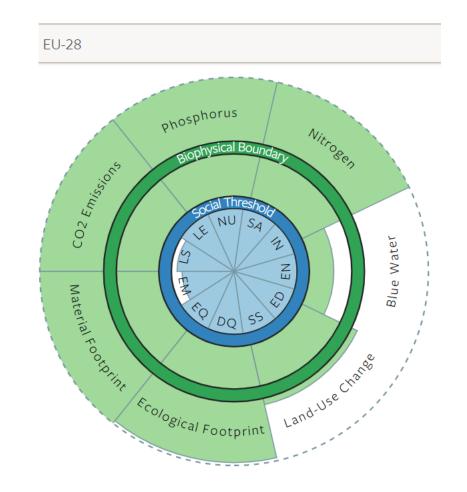




Safe and just Space



LS - Life Satisfaction LE - Healthy Life Expect. NU - Nutrition SA - Sanitation IN - Income EN - Access to Energy	ED - Education SS - Social Support DQ - Democratic Quality EQ - Equality EM - Employment

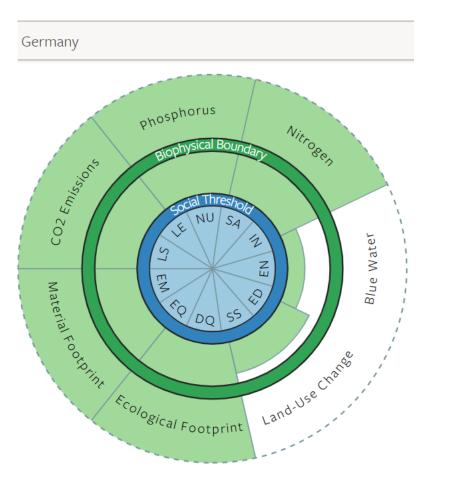


Safe and just Space

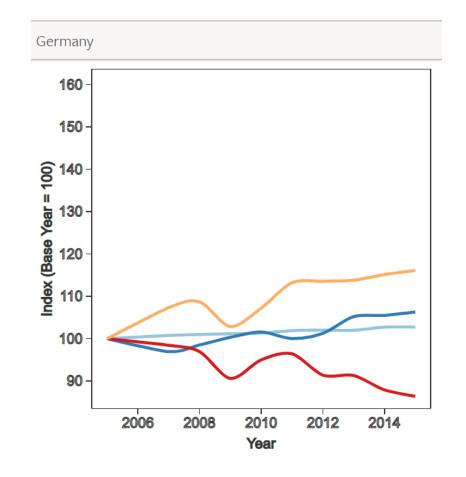
Blue Water



Safe and just Space

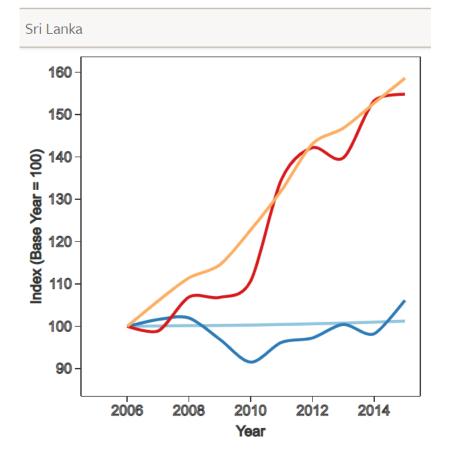


Life ExpectancyLife Satisfaction	 Carbon Footprint GDP per Capita
LS - Life Satisfaction LE - Healthy Life Expect. NU - Nutrition SA - Sanitation IN - Income EN - Access to Energy	ED - Education SS - Social Support DQ - Democratic Quality EQ - Equality EM - Employment

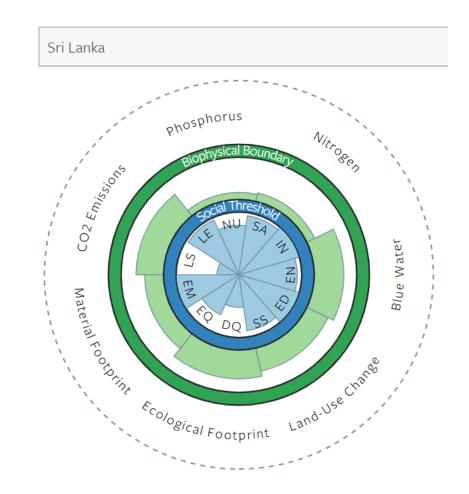




Safe and just Space

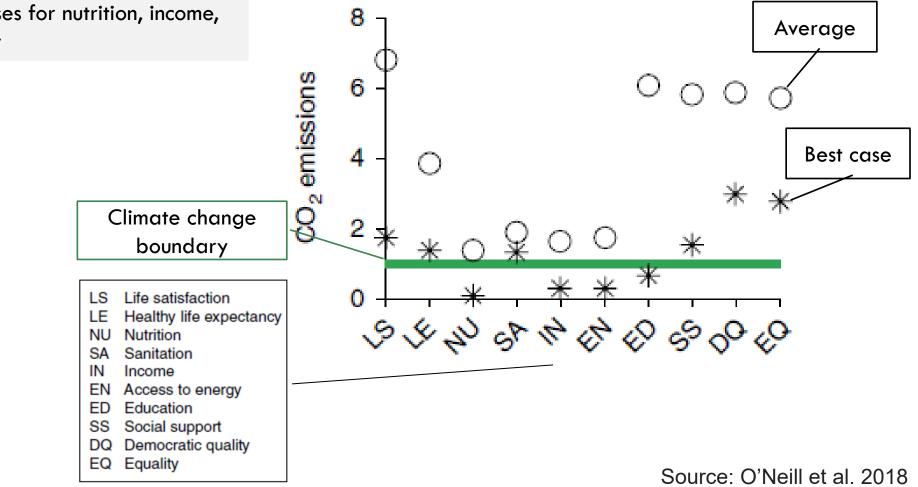


Life ExpectancyLife Satisfaction	 Carbon Footprint GDP per Capita
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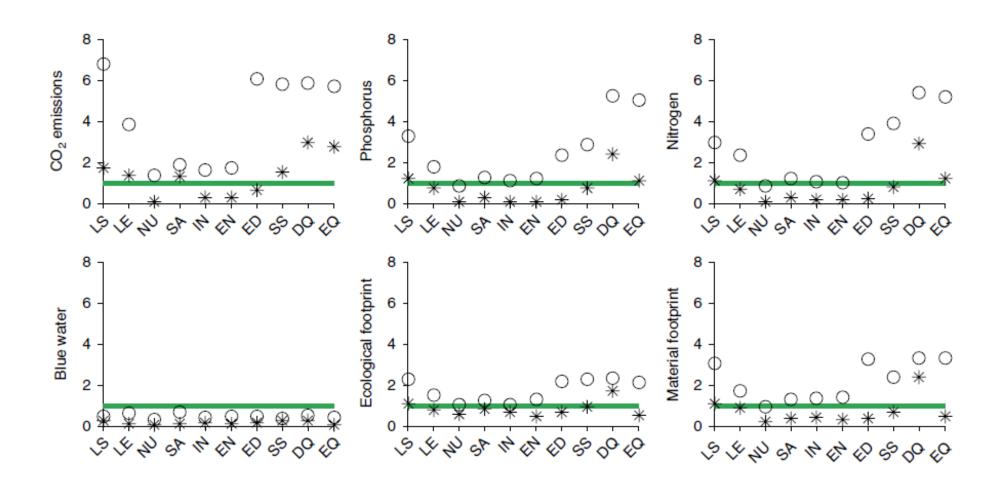


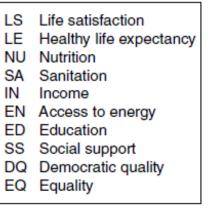
HOW MANY RESOURCES WE NEED TO FULFILL OUR NEEDS?

On average, no country can fulfill basic needs respecting climate change There are exceptional cases for nutrition, income, access to energy, equality How many CO_2 emissions we need to fulfill the world's basic needs

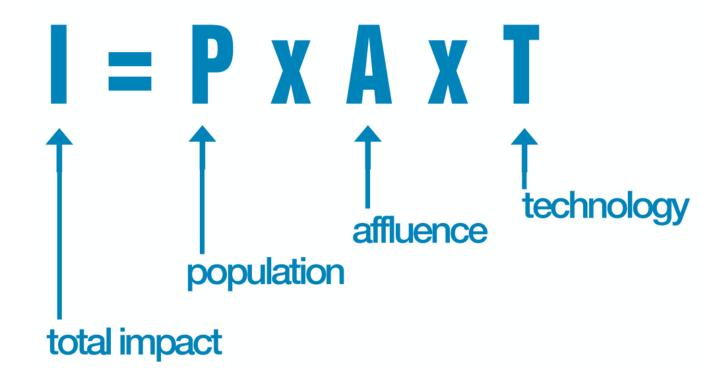


HOW MANY RESOURCES WE NEED TO FULFILL OUR NEEDS?





How important is affluence compared to population?



IPAT – the weight of Affluence

Biogeochemical flows – Nitrogen flows: 8.9 Tg N .person⁻¹.yr⁻¹

Canada	15.16
Norway	12.13
Finland	10.82
Sweden	10.68
Lithuania	10.37

(Portugal: 5.42)

Ghana, Cameroon and Malawi	0.11
Mozambique	0.09
Nigeria and Madagascar	0.08
Côte d'Ivoire	0.07
Tanzania, Uganda and Somalia	0.05

IPAT – the weight of Affluence

	•	ows – Nitrogen flows: person ⁻¹ .yr ⁻¹	We have crossed the bo worldwide	oundary
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(Portugal: 5.42)

IPAT – the weight of Affluence

Climate change – GHG emissions: 1.61 tCO₂.person⁻¹.yr⁻¹

Qatar	20.75
Singapore	19.19
Kuwait	18.22
United Arab Emirates	14.51
United States of America	13.14

Central African Republic, Liberia		
and Mali	0.08	
Niger	0.07	
Côte d'Ivoire	0.06	
Somalia	0.05	
Chad	0.04	

IPAT – the weight of Affluence

Ecological footprint: 1.7 gha.person⁻¹.yr⁻¹

Kuwait	5.15
Australia	4.84
United Arab Emirates	4.73
Qatar	4.05
United States	3.93

Portugal - 1.94 gha.person⁻¹.yr⁻¹ (47th)

Bangladesh	0.38
Afghanistan	0.37
Haiti	0.31
Eritrea	0.25
East Timor	0.20

IPAT – the weight of Affluence

Affluence and Population size have both a major role in the global environmental impacts.

METRICS AT THE SECTORAL SCALE

Just a quick note of measuring sustainability in sectors of the economy

- Many indicators can be applied at the sectoral scale (e.g., Life Cycle Assessment)
- It is not simple to define boundaries. Lack of boundaries for sectors means care needs to be made for:
 - Cross sectoral impacts
 - Relative importance of sectors and the availability of resources

METRICS AT THE SECTORAL SCALE

- Many indicators can be applied at the sectoral scale (e.g., Life Cycle Assessment)
- It is not simple to define boundaries.
- Minimum standards services provided by sectors

Sustainability

Weak

Strong

Substitutability between natural capital and manufactured capital

Complementarity between natural capital and manufactured capital - there is a minimum level of natural capital (critical natural capital) that cannot be substituted by manufactured capital

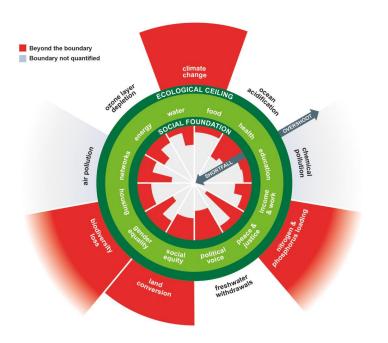
Which indicators are from a Strong or Weak Sustainability perspectives?

Which indicators are from a Strong or Weak Sustainability perspectives?

Strong S.	Weak S.	
		GDP
		ISEW, GPI, Green GDP
		Happy Planet Index
		Safe and Just Space (and the Planetary Boundaries Framework)
		Ecological Footprint and the Human Development Index

Examples of indicators:

Planetary boundaries and Safe and just space



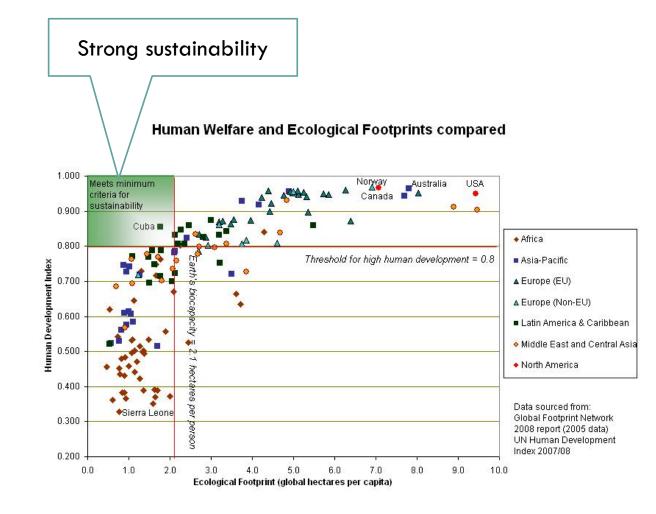
Strong

Complementarity between natural capital and manufactured capital - there is a minimum level of natural capital (critical natural capital) that cannot be substituted by manufactured capital

> Separate environmental and social aspects Consider boundaries

Examples of indicators:

 Ecological footprint and the human development index



Weak

Substitutability between natural capital and manufactured capital

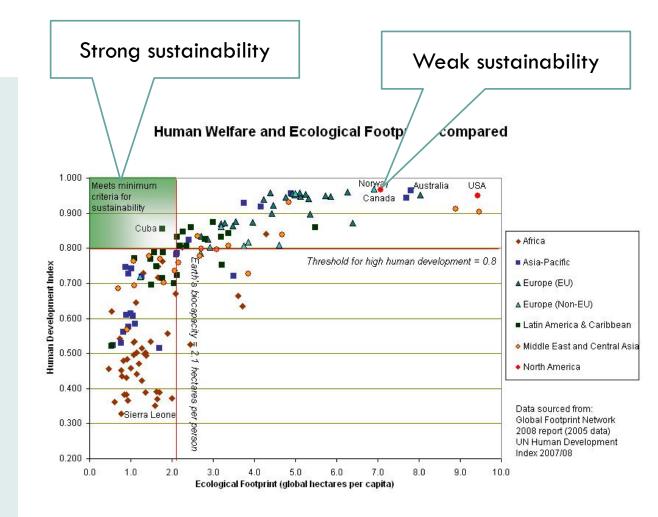
Indicators under this perspective will consider substitutability by compiling economic, social and environmental dimensions into a single index Examples of indicators:

- GDP, ISEW and GPI
- Happy Planet Index

Weak

Substitutability between natural capital and manufactured capital

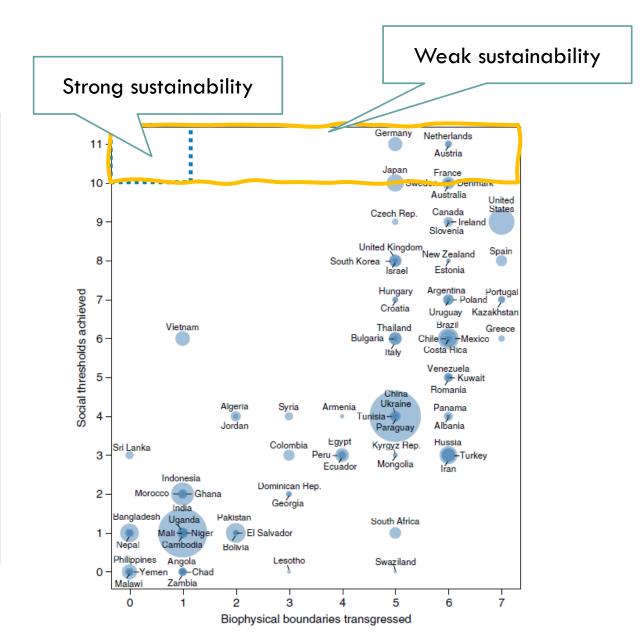
Indicators under this perspective will consider substitutability by compiling economic, social and environmental dimensions into a single index



Weak

Substitutability between natural capital and manufactured capital

Indicators under this perspective will consider substitutability by compiling economic, social and environmental dimensions into a single index



SUMMARY

We have reviewed a series of sustainability indicators:

- Ecological Footprint
- Planetary Boundaries and the Safe and Just Space
- Life satisfaction indicators
- Happy Planet Index
- IPAT
- Economic based indicators (GDP, ISEW, GPI)
- UN Sustainable Development Goals

We have reviewed a few properties sustainability indicators need to consider:

- Environmental boundaries and social minimum standards
- Territorial, consumption and income-based perspectives
- Strong and weak sustainability indicators



SUSTAINABILITY MEASUREMENT

SDEE – Sustainable Development, Energy and Environment

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