



B-READI Building Reliable Effective and Aware DIsaster emergency and prevention managing skills

Disasters “almost” natural and/or Impacts on society and human infrastructure

Dott. Geologo Gabriele Ponzoni
OGER-FEG



What are we talking about..? .. of events that destabilize portions of the territory from their daily routine for variable periods of time (from a few hours to years)..

High energy events: (therefore large portions of the territory and very destabilizing)





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Low energy events: (therefore limited portions of territory)



Another element to consider regarding these events is the variable connected to **time**: that is, how persistent they are and how long their effects remain on the territory ... but we will talk about this element later



HIGH ENERGY EVENTS ...

WITH IMPACTS ALSO ON THE ECONOMIC ACTIVITIES OF THE AREA

EARTHQUAKE/Tsunami MESSINA 1908

Messina: This city also had a particular strategic-military importance, as a landing place along the routes that connected the basins of the Tyrrhenian Sea and the central Mediterranean with the Suez Canal. Reggio Calabria has less attention, an element that weighed in the reconstruction phase of the city, which began only about ten years after the event. Overall, the earthquake was responsible for damage estimated at 600 million lire, i.e. a much higher figure than the total amount of interest on the public debt for the period 1907-1912.



EMILIA ROMAGNA EARTHQUAKE 2012

the companies involved are a few thousand for a total value of the estimated damage of 2.7 billion euros. The two sectors most affected are the biomedical and the textile clothing. the estimate conducted starting from assessments of the affected companies, production downtime and the economic size of the area leads to an assessment of the added value lost due to the earthquake at 3.1 billion euros



**EVENT TYPE = ENERGY INVOLVED**

Landslides/Avalanches

Earthquakes/Tsunami/Eruptions

Meteorological: Snow/Heat/Rain/Wind (storms)

Coastal or river floods (minor than lakes or lagoons)

Meteorites (e.g. Russia 2013)

EVENT SEQUENCE

Single Events / Multiple Events

Cascading or interacting events (example Pinatubo 1991 eruptions/rains/landslides)

Events in time sequence or concurrently

WHEN THE EVENT HAPPENS

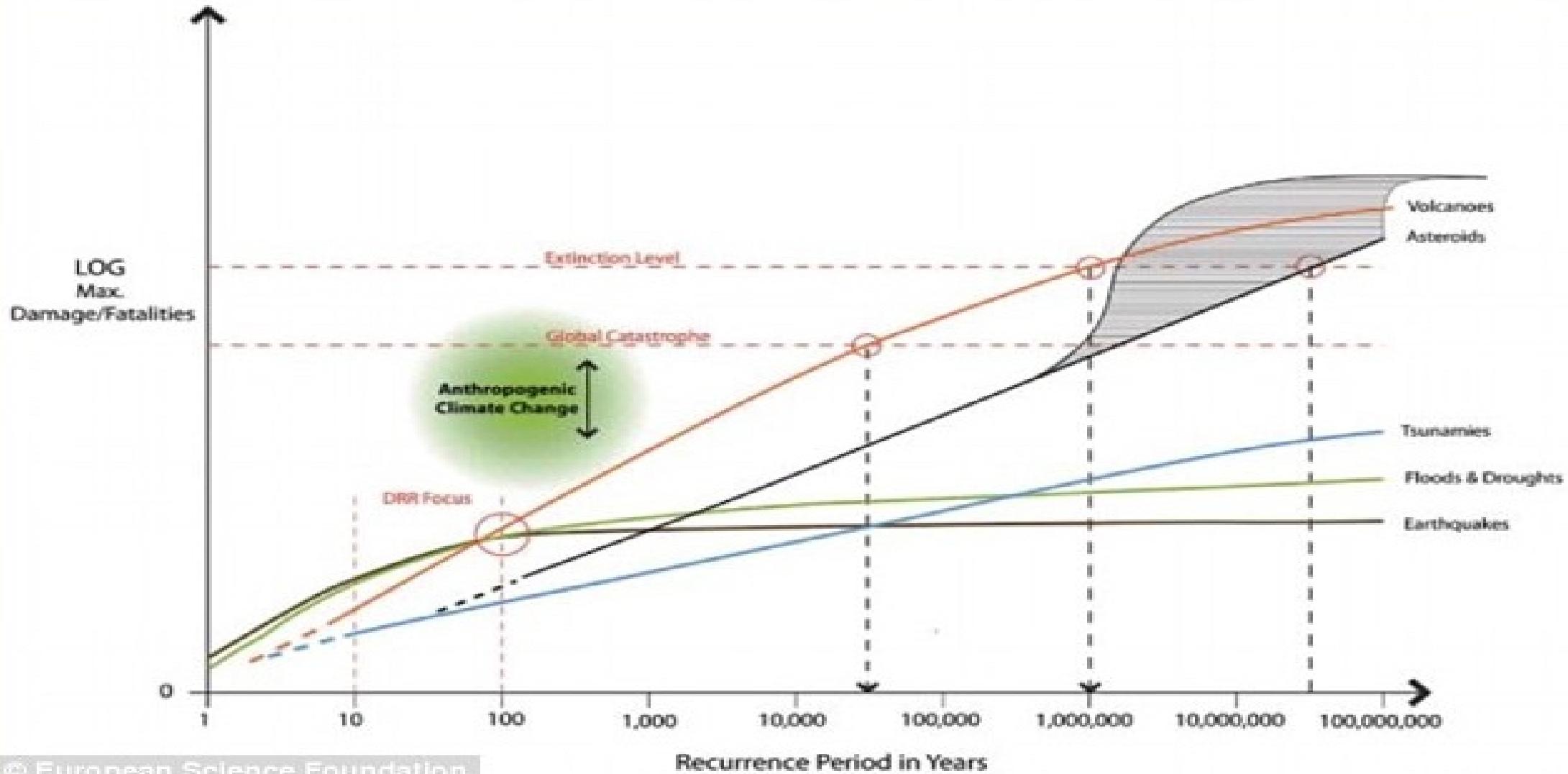
Identical events but on different periods (impacting on the period of the year)

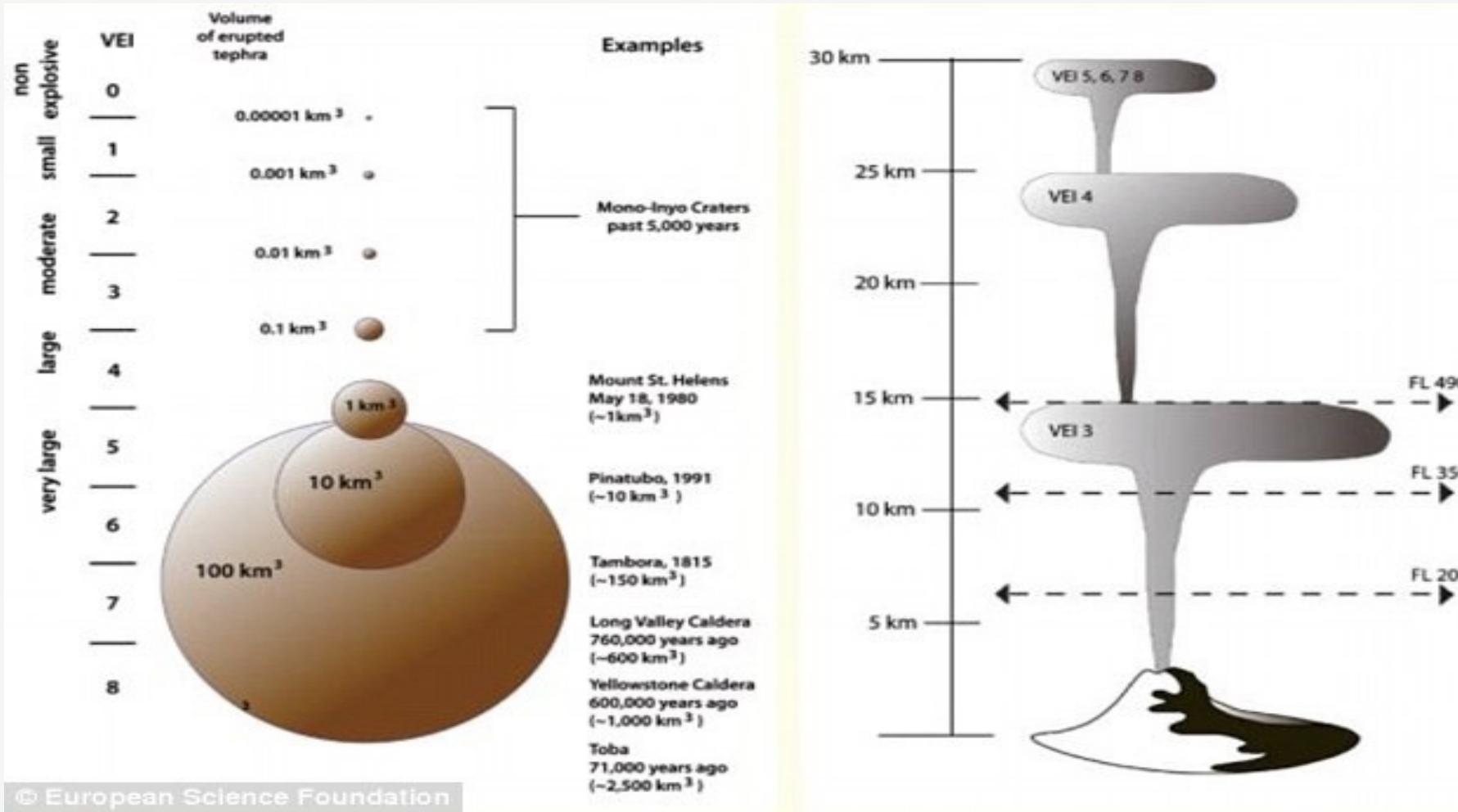
Or

Different events but on the same period of time

In short

It is necessary to connect the event investigated in a very precise temporal context and not random or probabilistic ...

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So the first elements to consider are related to the portion of territory involved (area extension) and energy released by the event itself ... And as we have seen before the TIME Factor. All this because it allows us to better approach a quantification of the event given by:

$$R = P * V * E$$

Where

P ---> dangerousness

V ---> vulnerability

E ---> exposed value

This formula has now been seen countless times but due to its nature of approach is extremely simplistic and not inclined to be indicative and predictive ... a couple of examples and concepts:

the analysis of the reliability of the human factor (human reliability analysis), a problem that occurred both in the Twin Towers NY, or in the telephone operators of the aid points...

common-cause-failure analysis, a phenomenon that occurred in Fukushima, JP; ... this is a typical factor to be considered in the management of nuclear facilities ...



Let's go back to our equation:

$$R1 = P * V * E$$

Where ...

P ---> dangerousness

V ---> vulnerability

E ---> exposed value

And let's try to consider other useful elements as possibilities...

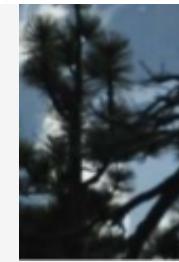
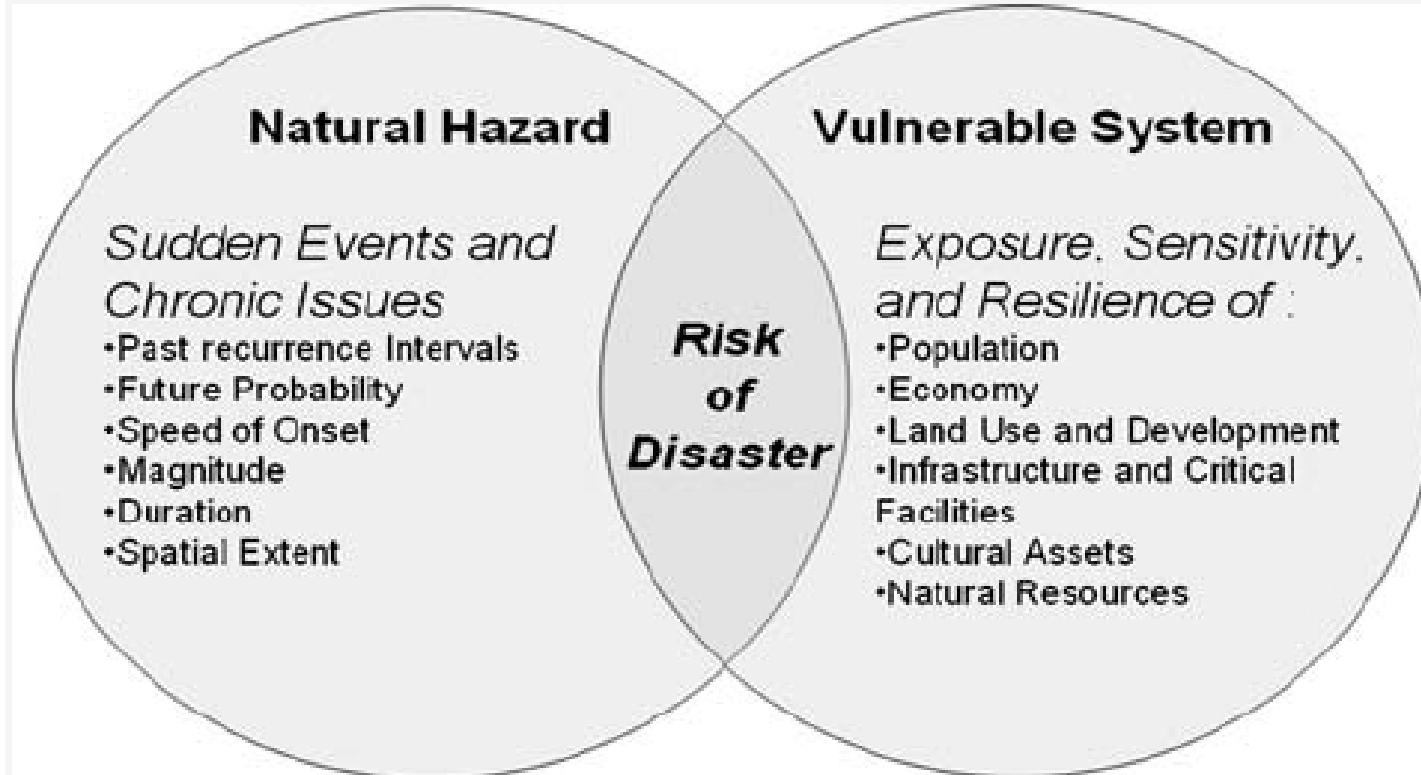
$$R_{modified} = (R1 / Pr) * (Vr * Pr1) * Ver * E$$

Pr → perception of the risk by the potential victims, [0.1 for no perception, at 1 max perception: the reason is due to the consideration that one has towards the perception of a risk and more prudential behaviors are implemented]

Pr1 → **risk propensity** and depends a lot on individuals, subjective element; a classic example is the propensity cards for investors; value from 1 to 10, where 10 is attributable to people brought to risk, example American submarine commander who alone sinks an entire Japanese convoy 1942, and the following year disappears in the sea of Japan against a single ship.

Vr → **Evaluation of the risk** influenced by natural variables (ranging from 0.1 to 10, where 10 is given by the presence of other adverse natural elements such as heavy snowfalls that overlap with seismic events and more)

Ver → **assessment of risk exposure**: it can be voluntary or not, ranging from 1 to 100, where 100 is when there is a delegation to others, (examples twin towers and evacuation and concept of resilience)



Vulnerability Management





Black swan theory

From Wikipedia, the free encyclopedia.

The black swan theory, or black swan theory of events, is a metaphor that expresses the concept that an event with a strong impact is a surprise to the observer. Once it has happened, the event is rationalized in retrospect.

The theory was developed by Nassim Nicholas Taleb 2007 to explain:

The disproportionate role of high-impact, rare, and hard-to-predict events compared to normal expectations in history, science, finance, and technology.

The impossibility of assessing the probability of periodic rare events using scientific methods (due to their nature of very low probability events).

The psychological biases that blind people individually and collectively to the uncertainty and unawareness of the importance of the role of high-impact rare events in the course of history.

The "black swan theory" refers only to unexpected events of large magnitude and their consequent dominant role in history. Such events, considered unique, collectively play an important and vast role, contrary to the normal flow of normal events.

There are two types of rare events:

- a) the described black swans, those that are part of the public debate and that we are likely to hear about on television, and
- b) the black swans that no one talks about, because they escape models and which we are ashamed to speak in public, since they appear implausible.

The fact that in the first case the frequency of black swans is overestimated and in the second severely underestimated is entirely compatible with human nature



heuristic traps (the importance of personal perception to danger)

- **availability** .. use of the information that comes to mind first
- **anchoring**... letting yourself be conditioned by previously adopted information or solutions, limiting yourself to small adjustments
- **narcissus effect** ... fall in love with your own solution. In comparison your own idea is better regardless
- **discordance** ... elimination of information apparently discordant with one's idea
- **details** ... concentration on details versus a global view (this is a sign of withdrawing the mind from reality)



The perceptual hallucination of evident data: the question of how to lower bomber losses (WWII)

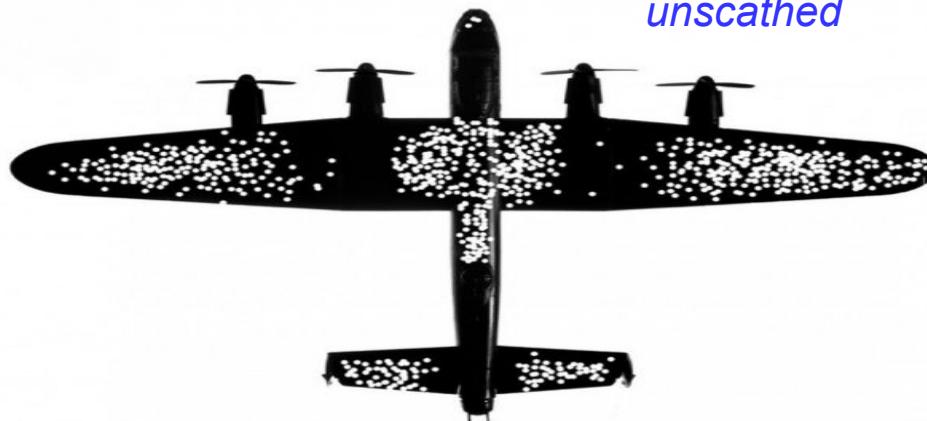
In the end it was decided to armor the bombers, but since obviously every kilo of armor means one kilo of bombs less, the whole fuselage cannot be protected.

Not only that, armor is a double-edged sword: it protects, but it worsens performance and makes the bomber more vulnerable. You have to choose where to place the protections: employees are appointed who, when the allied bombers land in the base from which they left, note the position of the shots received. After a few months of rigorous and methodical work, we finally have a precise map of the areas most damaged by the bombers. Then to Wald, this brilliant mathematician and statistician, comes the bomber damage data and the proposed fuselage reinforcements. What to others seems obvious, his trained mind and expert in statistics turns on a red light: **stop everyone!**

Wald's intuition

What seems obvious, ... reinforcing the most affected parts, would be a very serious mistake. In fact, Wald rightly points out, damage is noted on bombers that have landed at the base; all those that have been shot down have fallen somewhere and cannot be observed.

Therefore, it is not the most damaged areas that need to be reinforced, but the exact opposite. Because the bombers hit in the healthy areas have been lost, and therefore it is necessary to reinforce not the most damaged areas, but those that appear unscathed





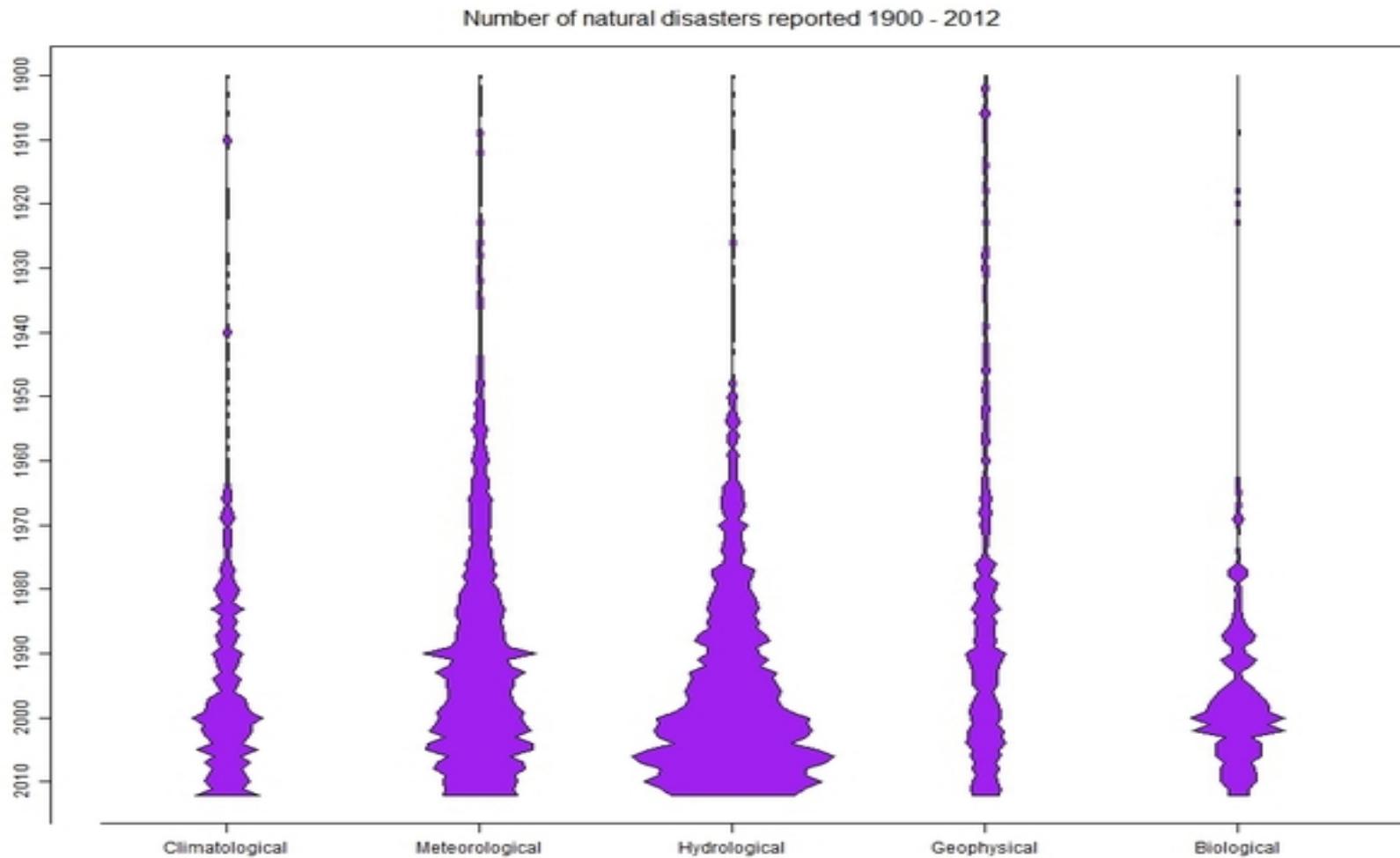
THE EURISTIC TRAPS

In common practice, the decision-making process uses the heuristic method. That is, decisions on uncertain events are entrusted to "logical" shortcuts based on a few simple rules or on previous experiences that avoid the analytical effort of the entire mass of information available, allowing you to quickly choose between conflicting/competing options. It is a preconscious (therefore unaware) decision-making method governed by the sometimes erroneous perceptions, attitudes and desires with which knowledge and information are selected and filtered before arriving in the conscious field. The decision is usually a function of two criteria: the solution that has already worked in the past and the one with which we are more familiar.

In general, the more complex and ambiguous the situation, the more we tend to decide in an intuitive, unreasoned and wholly subjective way, mediated by the "protocols of action" established and transmitted by our cultural model, often therefore based on clichés which become a source of risk and an obstacle to the correct resolution of the problem. Heuristic oversimplification, in complex decision-making contexts, can therefore lead to serious errors of judgment. However, the heuristic method is preferred to the analytical one, as the latter, based on knowledge, is slower and more boring, requires greater cognitive effort and can sometimes provide ambiguous answers which, without experience, cannot be selected.

EURISTIC TRAPS - THOUGHT STRATEGEMS TO SOLVE PROBLEMS - THEY ARE HINDERED BY BIASES (mind tunnels or prejudices or propensities)

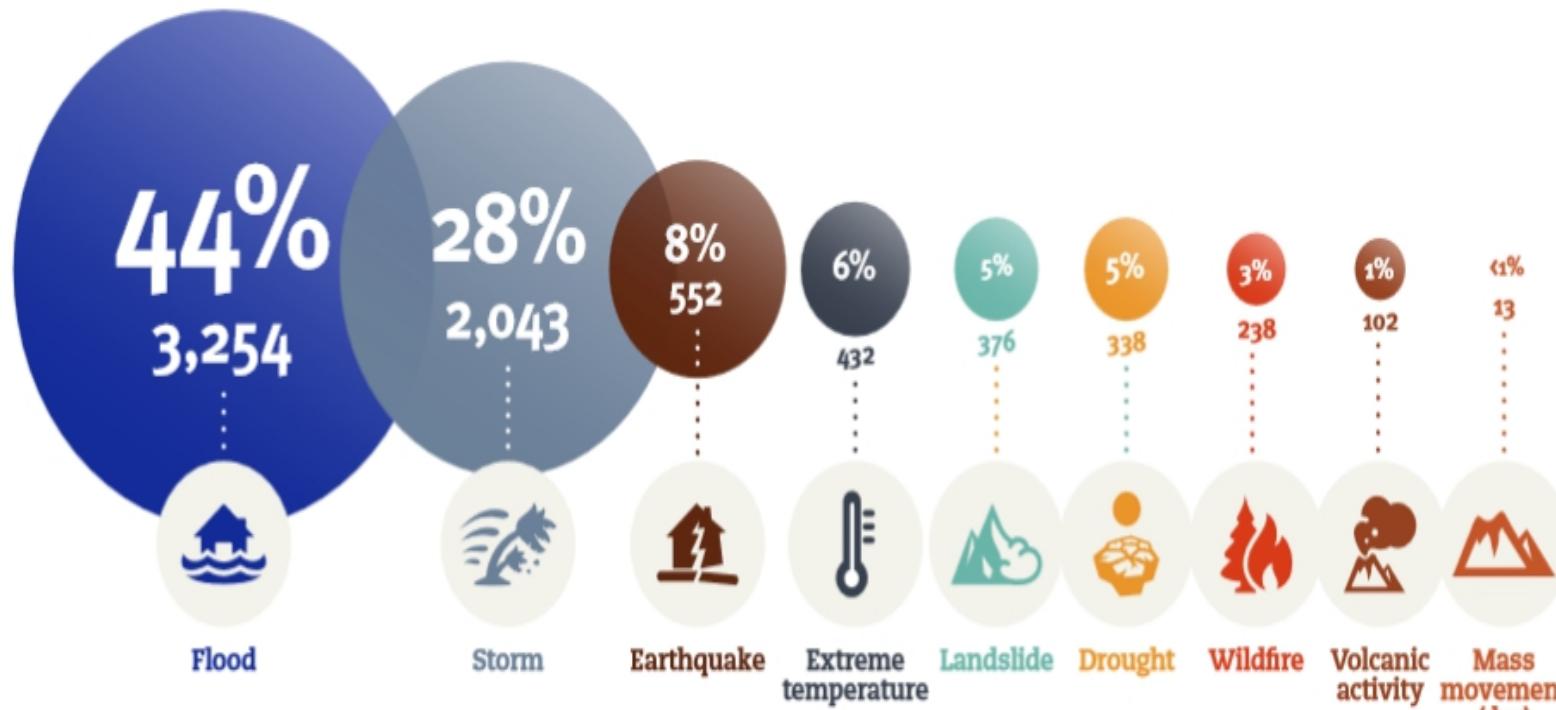
SOLUTION: HAVE SEVERAL PEOPLE FACE THE SAME PROBLEM (AND ROTATE THEM EACH OTHER TO AVOID HABITS)

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Percentage of occurrences of disasters
by disaster type (2000-2019)

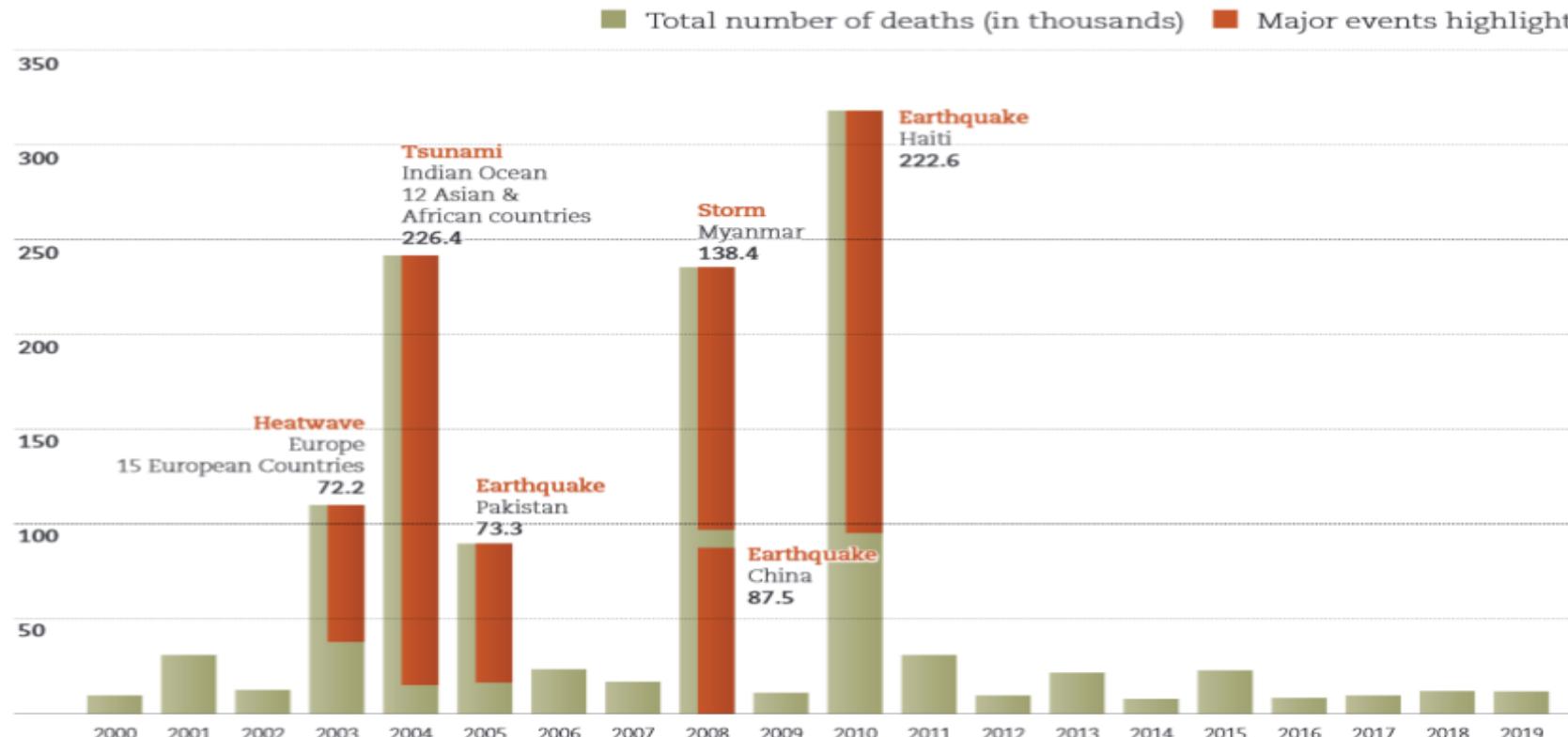


Source: 74124_humancostofdisasters20002019reportu



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Total number of deaths per year with major events highlighted (in thousands) (2000-2019)

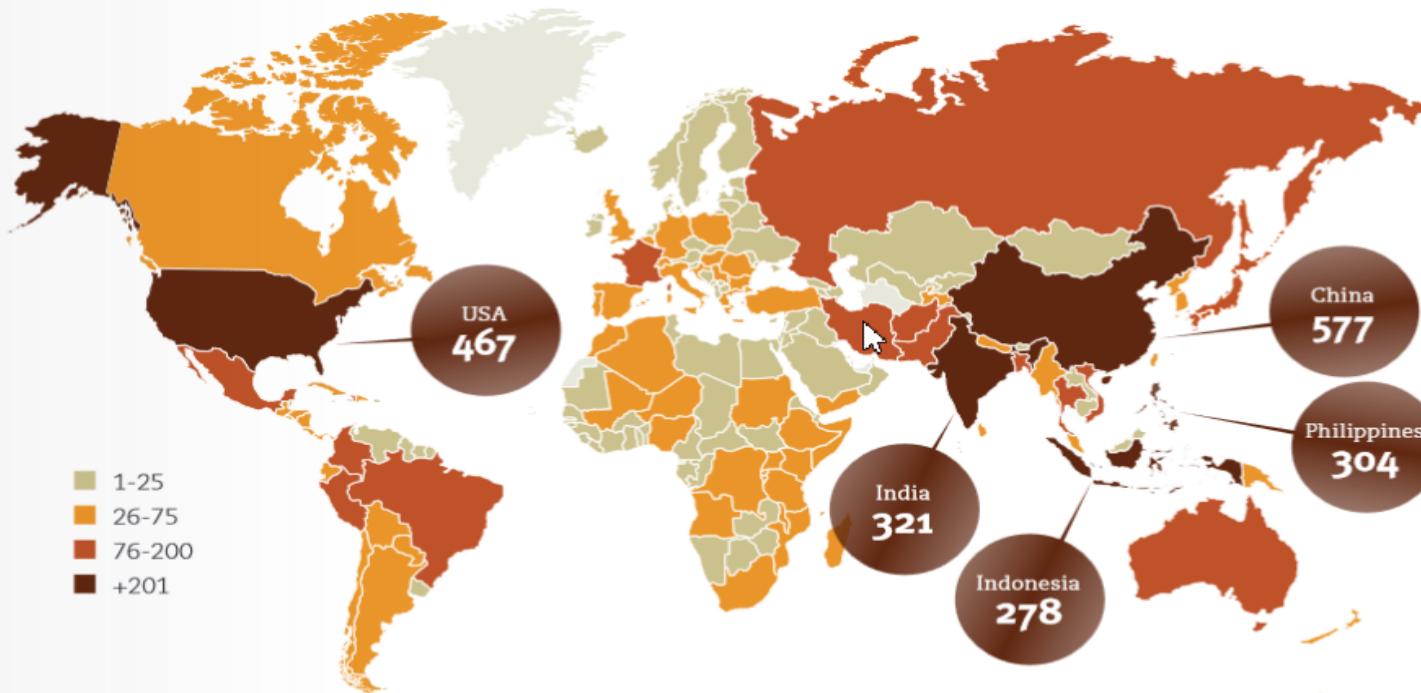


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Number of disasters reported
per country/territory (2000-2019)

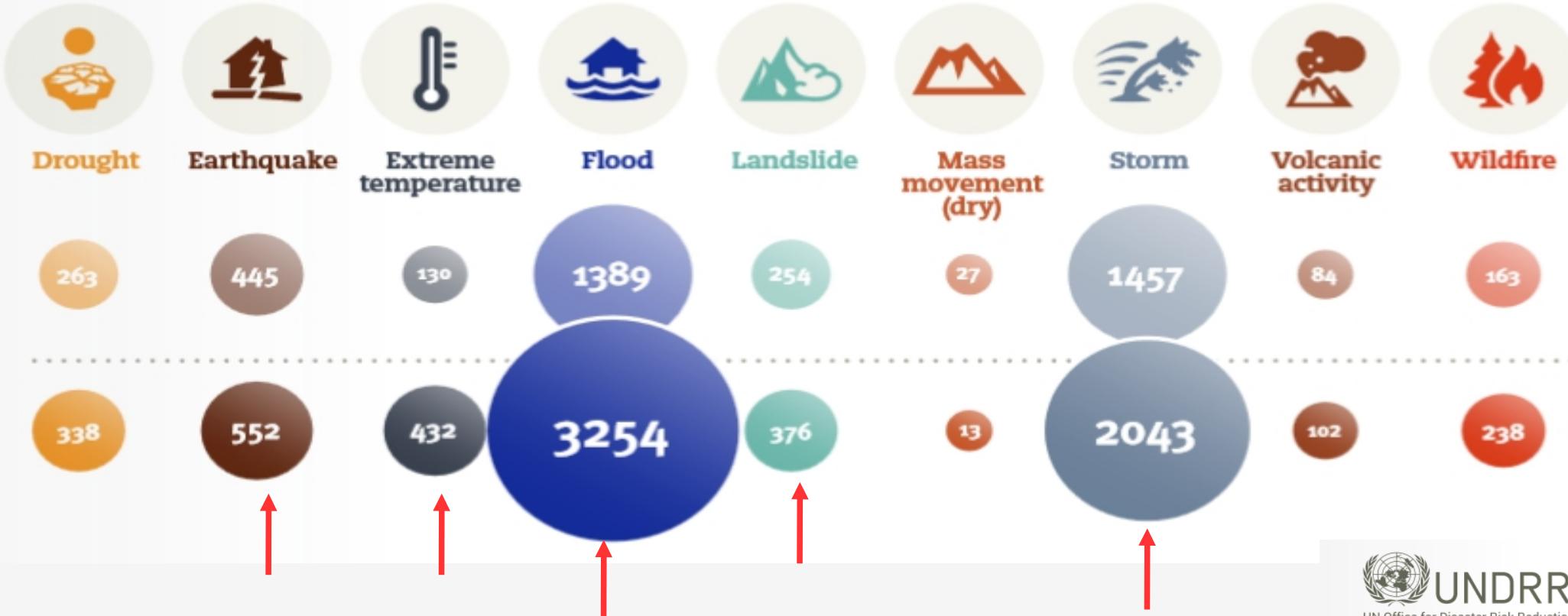


The human cost of disasters: an overview of the last 20 years (2000-2019) | 9

Source: 74124_humancostofdisasters20002019reportu

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Total disaster events by type: 1980-1999 vs. 2000-2019



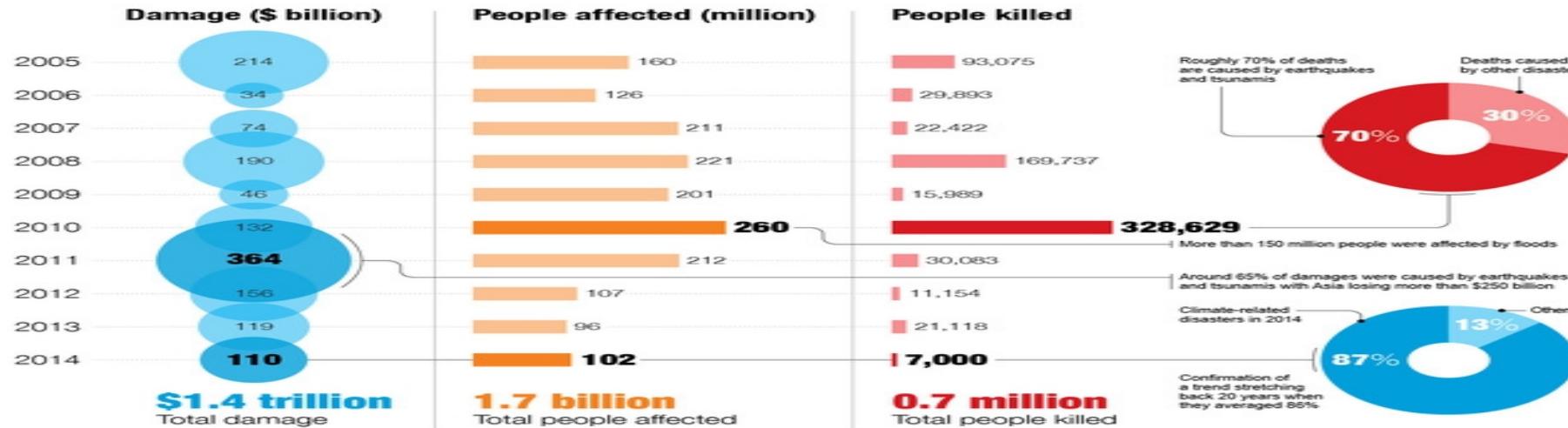
Source: 74124_humancostofdisasters20002019reportu



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HFA Decade

The Economic and Human Impact of Disasters in the last 10 years



Top 10 countries with most disasters, 2005-2014

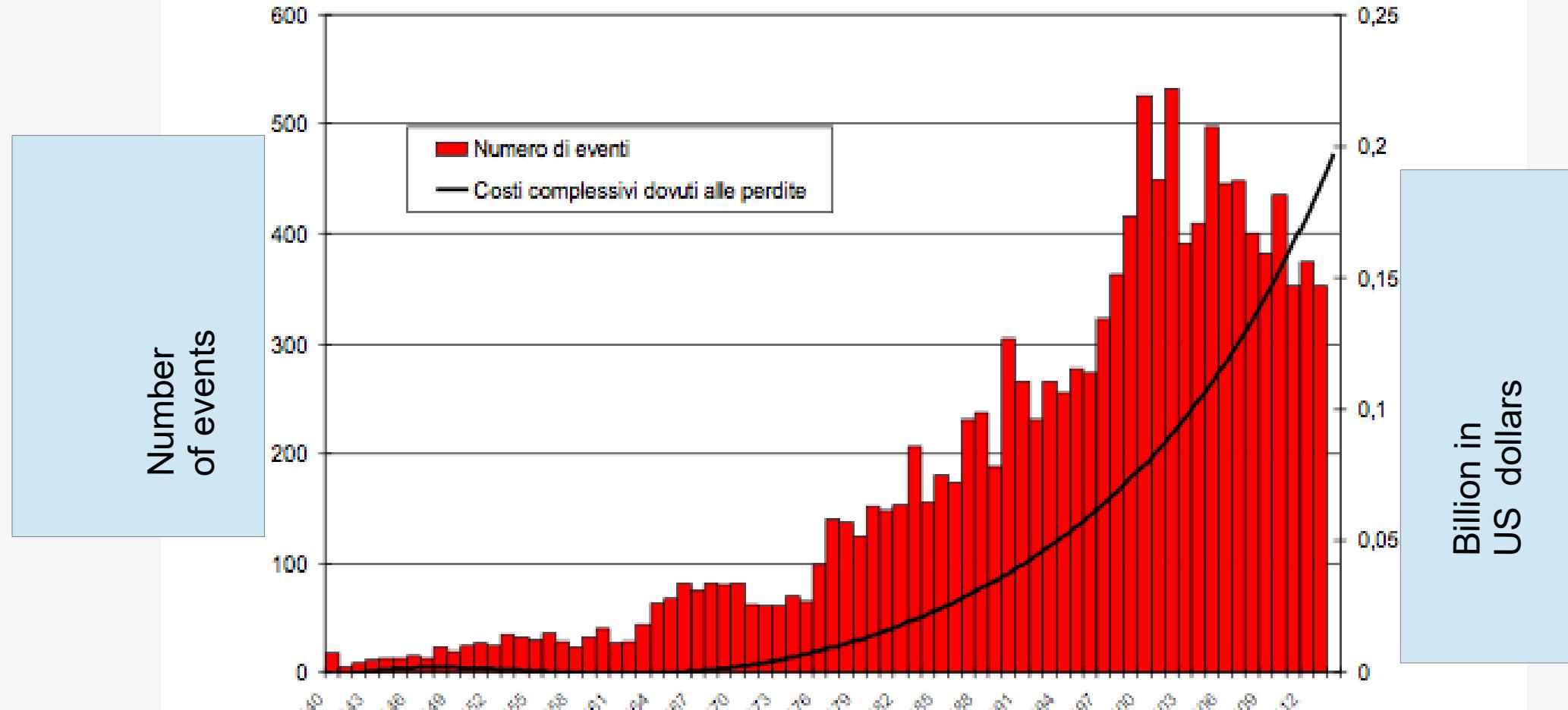




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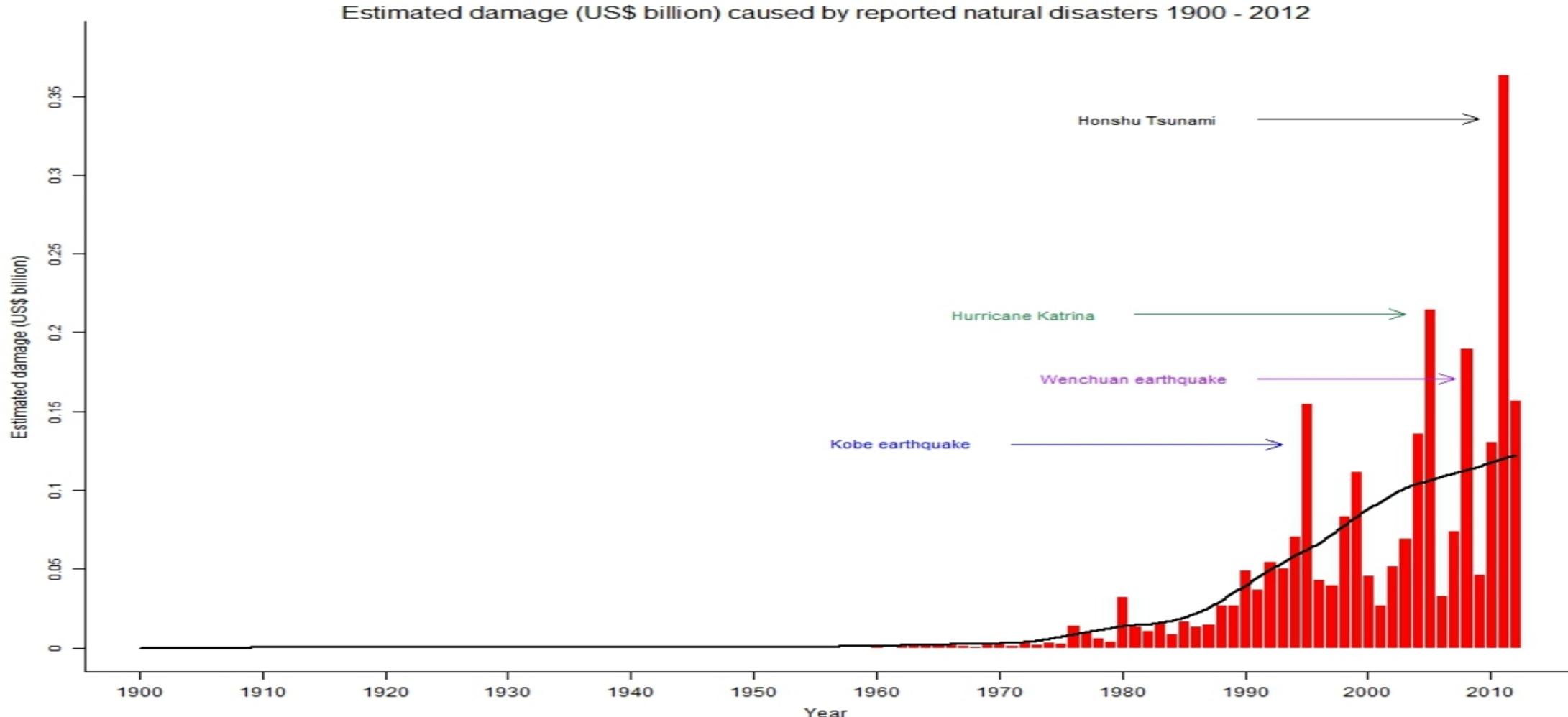
number of natural disasters:

1940-2013 EM-DAT: The OFDA/CRED



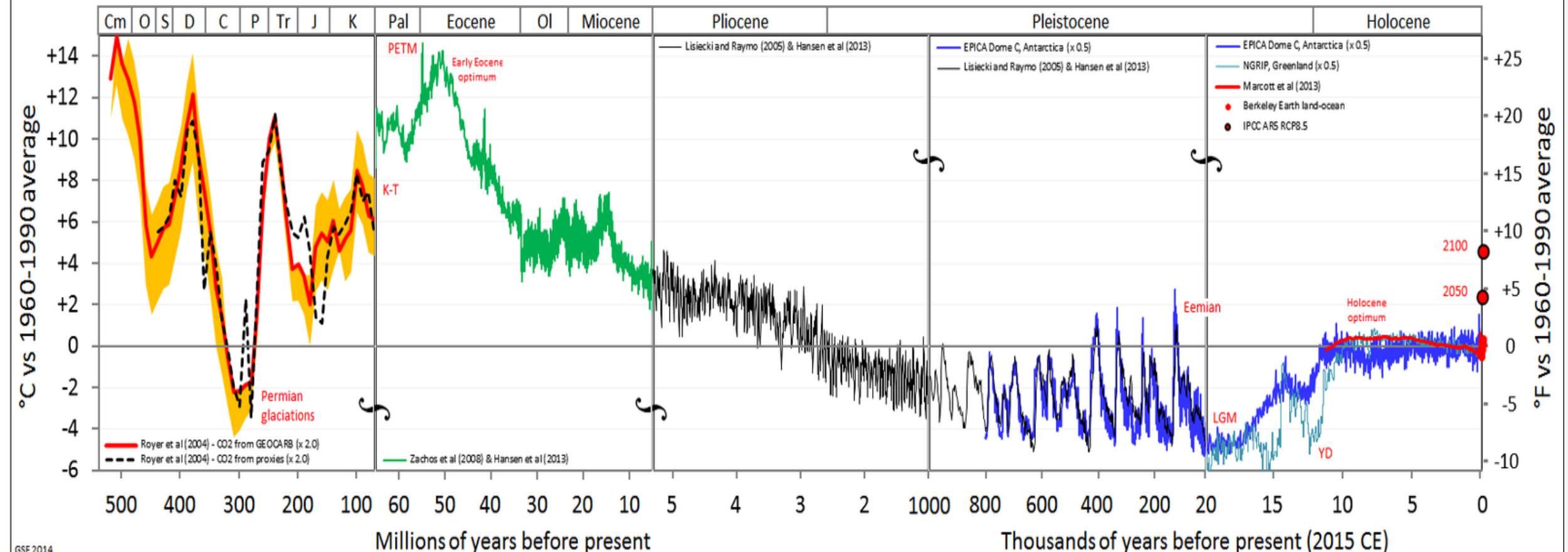


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Temperature of Planet Earth





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$$\Pr[T_A < 1, T_B < 1] = \Phi_2(\Phi^{-1}(F_A(1)), \Phi^{-1}(F_B(1)), \gamma)$$

Here's what killed your 401(k) David X. Li's Gaussian copula function as first published in 2000. Investors exploited it as a quick—and fatally flawed—way to assess risk. A shorter version appears on this month's cover of *Wired*.

Probability

Specifically, this is a joint default probability—the likelihood that any two members of the pool (A and B) will both default. It's what investors are looking for, and the rest of the formula provides the answer.

Copula

This couples (hence the Latinate term copula) the individual probabilities associated with A and B to come up with a single number. Errors here massively increase the risk of the whole equation blowing up.

Survival times

The amount of time between now and when A and B can be expected to default. Li took the idea from a concept in actuarial science that charts what happens to someone's life expectancy when their spouse dies.

Distribution functions

The probabilities of how long A and B are likely to survive. Since these are not certainties, they can be dangerous: Small miscalculations may leave you facing much more risk than the formula indicates.

Equality

A dangerously precise concept, since it leaves no room for error. Clean equations help both quants and their managers forget that the real world contains a surprising amount of uncertainty, fuzziness, and precariousness.

Gamma

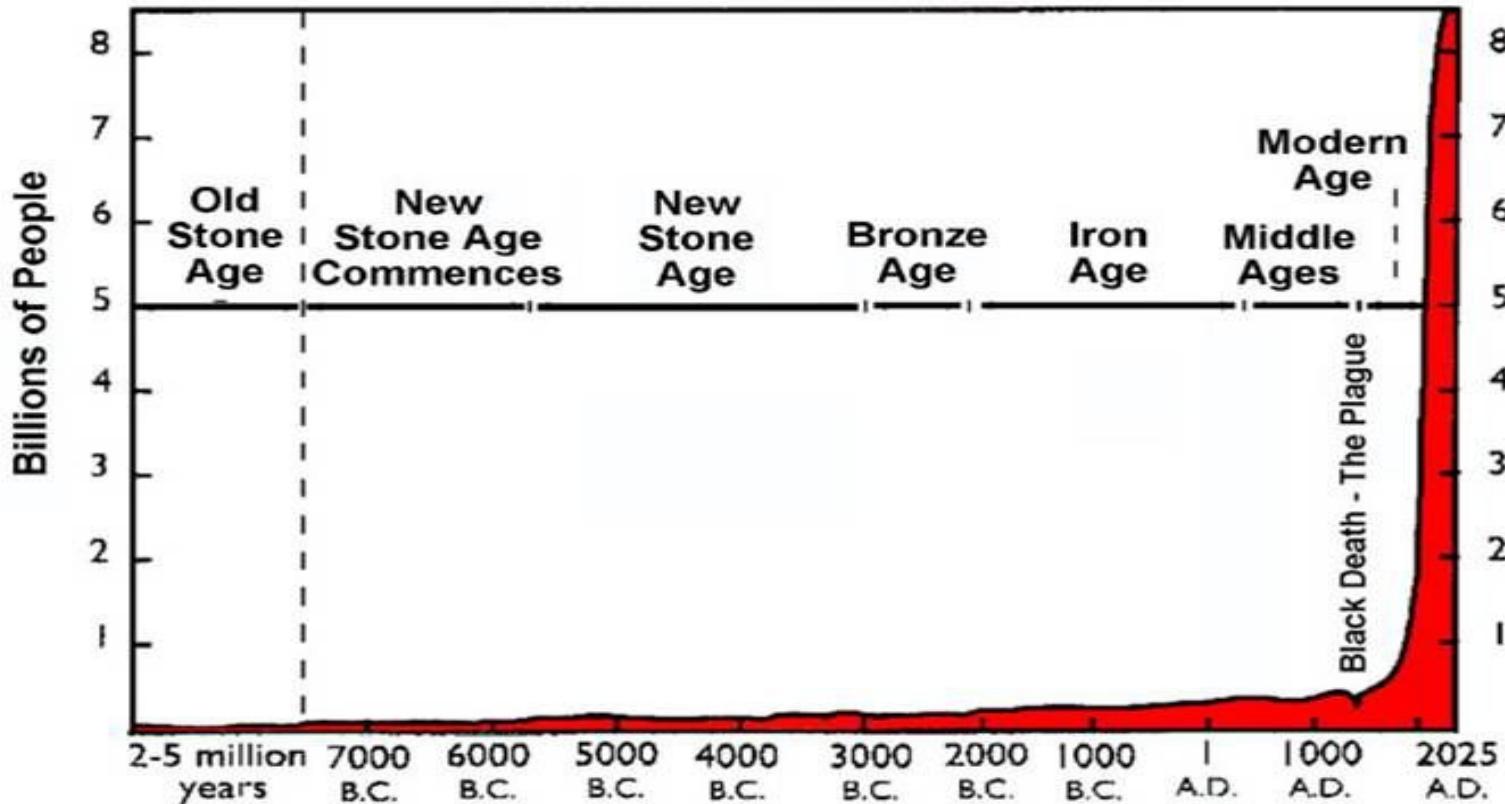
The all-powerful correlation parameter, which reduces correlation to a single constant—something that should be highly improbable, if not impossible. This is the magic number that made Li's copula function irresistible.

equation used for financial models and cause of the financial stock market crash of 2007/2008



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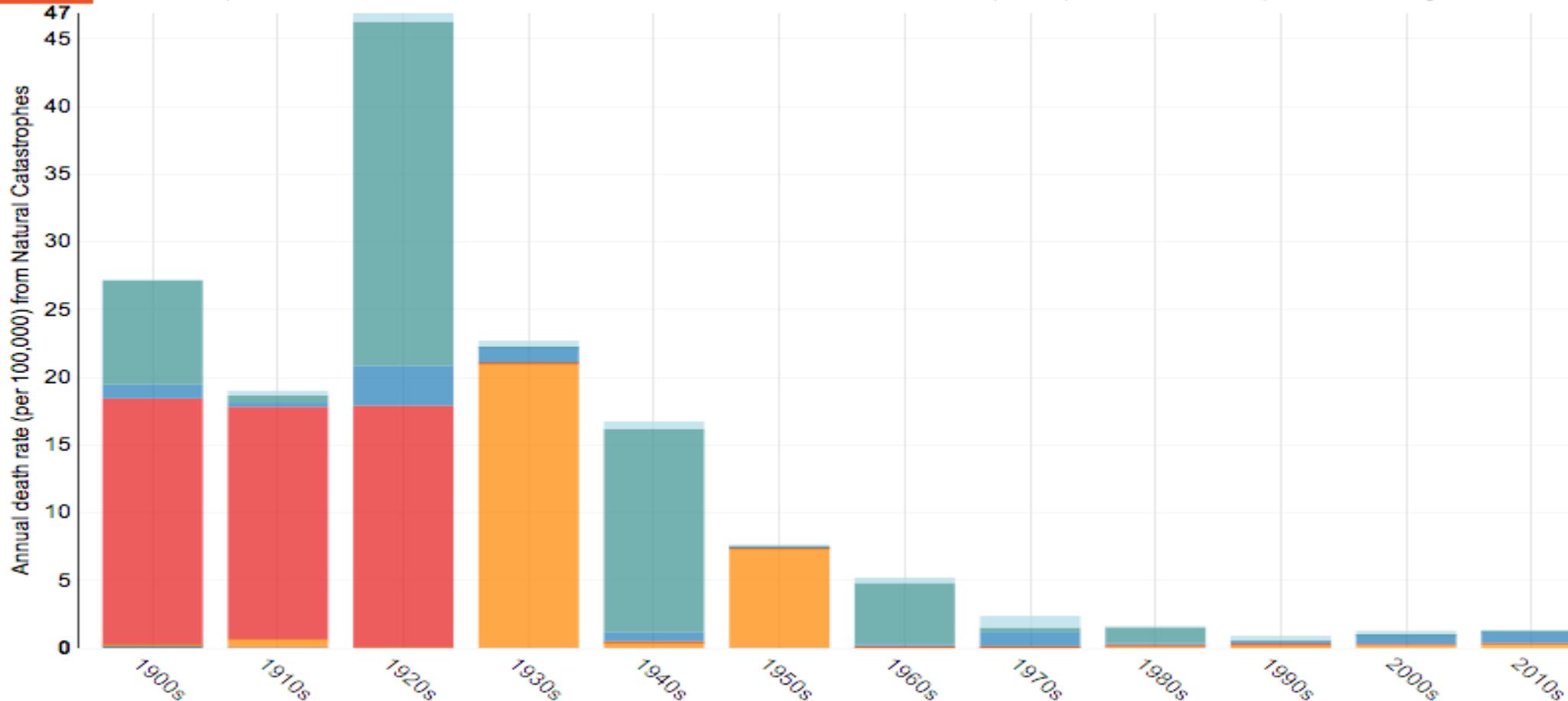
World Population Growth Through History



From "World Population: Toward the Next Century," copyright 1994
by the Population Reference Bureau

# Annual Global Death Rate (per 100,000) from Natural Catastrophes, 1900-2013, per Decade – Max Roser¹

Our World in Data
○ Grouped ● Stacked ● Wildfire ● Volcano ● Flood ● Extreme Temp ● Epidemic ● Earthquake ● Drought ● Storm



The author Max Roser licensed this visualisation under a CC BY-SA license. You are welcome to share but please refer to its source where you find more information: www ourworldindata org /data /environmental-change/natural-catastrophes

Data source: The OFDA/CRED International Disaster Database – www.emdat.be – Université Catholique de Louvain – Brussels – Belgium.



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**Thanks for your attention and Good Continuation
Gabriele Ponzoni**

