#### **CONSEQUENTIAL MODELLING**

- IN LIFE CYCLE INVENTORY ANALYSIS

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LATEST UPDATED FEBRUARY 2022





#### Overview of videos

- 1) Attributional and consequential responsibility
- 2) ISO 14040/44: A standard for consequential LCA
- B) How to fully reflect both physical and monetary causalities in LCA
- 4) Temporal issues in LCA
- 5) Learning from non-intuitive results
- 6) The comparability algorithm: Defining the functional unit
- 7) The linking algorithm: Composing a consumption mix
- 8) Identifying determining products
- 9) The co-product algorithm
- 10) Errors in background databases

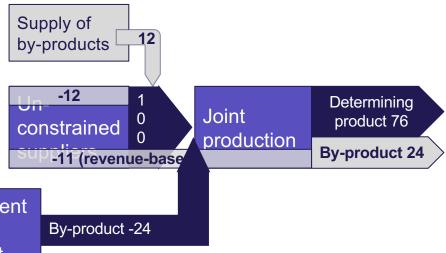




## How to fully reflect both physical and economic causalities in LCA - Basics

Issues included in consequential models, not in attributional:

- The full upstream production that is able to change its output, not an average that includes supplies that are constrained
- 2) The full induced upstream production, not only an allocated part
- 3) The reduction in upstream production displaced by by-products



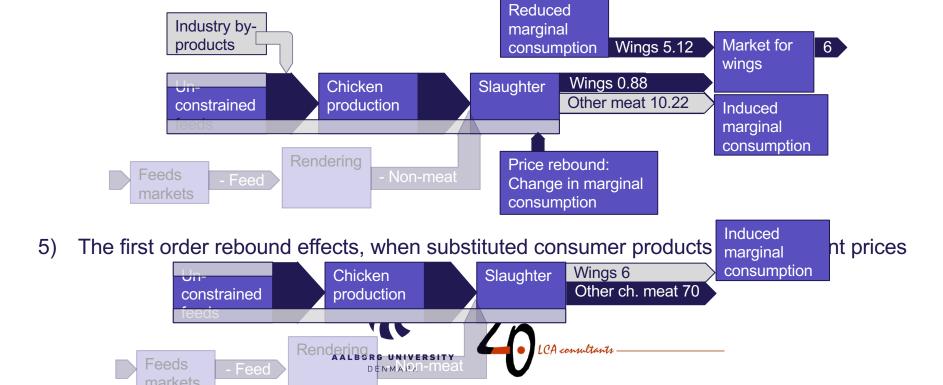
Market for substitute

Usable byproduct -24 Treatment of by-product

### How to fully reflect both physical and economic causalities in LCA - Advanced

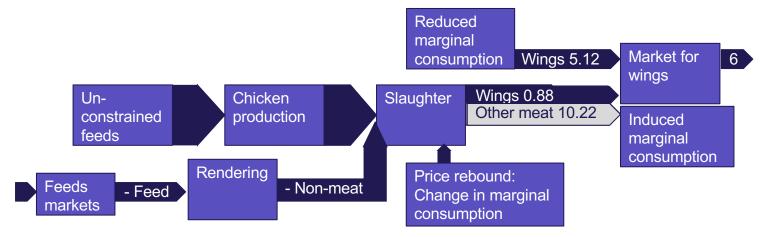
Issues included in consequential models, not in attributional:

4) The induced changes in consumption when markets are constrained



### How to fully reflect both physical and economic causalities in LCA

Issues included in consequential models:



6) Since no partitioning and no cut-offs are made, the consequential models maintain all mass, energy and monetary balances in every dataset and every product life cycle



## Uncertainty of parameters used to model economic causalities

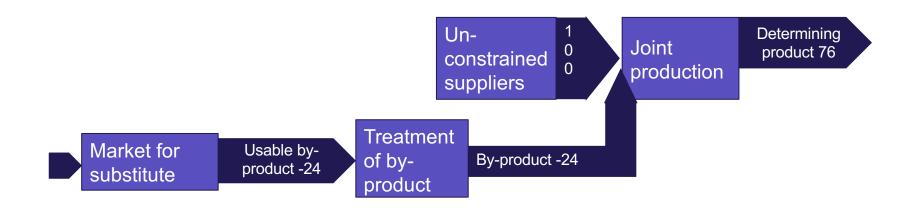
- Some parameters are related to specific data points (production volumes, market trends) → can be treated as for any other datapoints (including the variation and the additional uncertainty from data quality)
- Some uncertainty is related to fixed model parameters:
  - market delimitations (global, continental, country boundaries?)
  - capital replacement rate (lifetime of technologies)
  - technology levels (is a technology constrained or not)
  - market constraints or elasticities

which can only be assessed by sensitivity analyses with manual modifications for each model run (although parameterisation may be used to facilitate this).



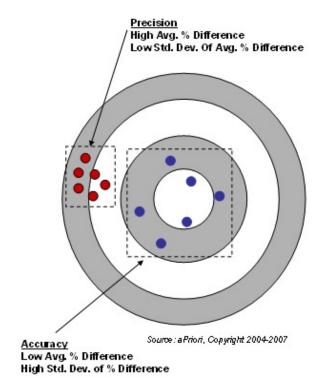


# Same kind of uncertainty when linking positive and negative inputs to their markets





## Reflecting the full uncertainty of the choice to be made



Accuracy and Precision

- Main source of uncertainty in consequential models is the actual variability and lack of precision in the underlying data
- Attributional models are often presented as having very low uncertainty, because only the precision is measured, while the accuracy is implicit or ignored
- When accuracy matters → clear advantage of consequential models





#### The system boundary of consequential LCA

- No cut-offs of any part of the life cycle:
  - No consequences of co-production are allocated away
  - Price rebound effects are included when comparing products with different prices
  - Geographically, the system is global
  - No general cut-off criteria applied (e.g., for ILUC, capital goods, or a % of inputs)
  - Temporally, the system traces consequences forward in time





#### THANKS FOR YOUR ATTENTION



