

# Agenda

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- Lessons Learned
- Challenges



### Introduction

- Greenhouse gases (GHGs) consist mainly of carbon dioxide, methane,
   and nitrous oxide
  - Ex: burning fossil fuels
- GHG emissions contribute to the greenhouse effect (trap heat from the sun leading to global warming)
- Many different industries emit GHGs (agriculture, transportation, etc.)



### **Problem Statement**

Our Problem: What industries will see the greatest growth of greenhouse gas emissions in 2025?

- GHGs are one of the leading causes of global warming
- These gases are the biggest reasons why we continue to see the global surface temperatures rise.
- It is essential to try to minimize GHG emissions because if it's not done we will see the alarming effects of it in the future.

## Objectives

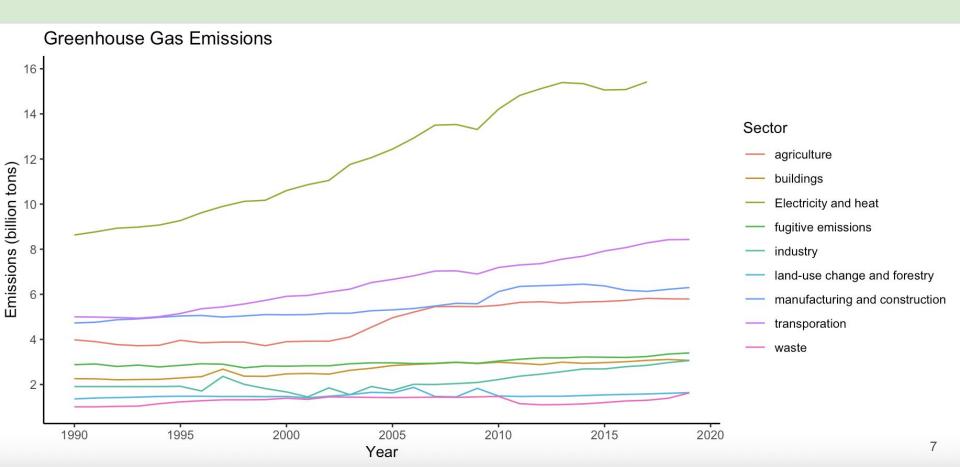
- Create a model demonstrating the relationship between GHG emissions and industries
- Use forecasting analysis to identify which industries will contribute the highest GHGs in 2025
- Provide insightful strategies for industries to lower their emissions

# Data Summary

```
manufacturing and construction
               Electricity and heat transportation
                                                                                     agriculture
                                    Min.
               Min.
                      : 8.630
                                            :4.940
                                                     Min.
                                                            :4.730
                                                                                    Min.
                                                                                            :3.720
               1st Qu.: 9.955
                                    1st Qu.:5.473
                                                     1st Ou.:5.045
                                                                                    1st Qu.:3.900
               Median :12,250
                                    Median : 6.590
                                                     Median : 5.290
                                                                                    Median :4.750
                                            :6.518
                      :12.255
                                                            :5.517
                                                                                            :4.741
               Mean
                                    Mean
                                                     Mean
                                                                                    Mean
               3rd Qu.:15.000
                                    3rd Qu.:7.345
                                                     3rd Qu.:6.168
                                                                                     3rd Qu.:5.633
                      :15.880
                                            :8.430
                                                            :6.450
                                                                                            :5.820
               Max.
                                    Max.
                                                     Max.
                                                                                    Max.
fugitive emissions
                     buildings
                                      industry
                                                    land-use change and forestry
                                                                                     waste
Min.
       :2.740
                   Min.
                          :2.210
                                   Min.
                                           :1.450
                                                    Min.
                                                           :1.360
                                                                                 Min.
                                                                                        :1.01
1st Qu.: 2.853
                   1st Qu.: 2.362
                                   1st Qu.:1.910
                                                    1st Qu.:1.470
                                                                                  1st Qu.:1.15
                                                    Median :1.480
Median : 2.935
                   Median : 2.780
                                   Median :2.005
                                                                                 Median :1.32
                   Mean :2.684
                                           :2.145
       :2.990
                                                         :1.521
                                                                                        :1.29
Mean
                                   Mean
                                                    Mean
                                                                                 Mean
                   3rd Qu.:2.962
                                    3rd Qu.:2.438
3rd Qu.:3.165
                                                    3rd Qu.:1.558
                                                                                  3rd Qu.:1.43
       :3.400
                          :3.110
                                   Max.
                                           :3.060
                                                    Max.
                                                           :1.870
                                                                                         :1.63
Max.
                   Max.
                                                                                 Max.
```

The highest mean is electricity and heat (12.26 billion tons of GHGs emitted).

### Data Visualization



# Analytical Approach

- a) Type of statistical method: time series forecasting analysis
- b) Independent variable: Time (period, year); Dependent Variable: GHG emissions (by sector)
- c) Time series analysis equation: Yt = b0 + b1(t)
  - 9 different equations
  - Yt = emissions specific to a sector at a particular year
  - b0 = baseline level of emissions for each sector
  - b1 = estimated change in emissions for each sector per one-unit change in year
  - t = time (years)

#### d) Assumption:

- Level of significance: alpha = 0.05
- Linear relationship between the independent variable and dependent variables

# Results

7.8219 + 0.2860t

4.5041 + 0.1299t

4.5381 + 0.0632t

3.3281 + 0.0912t

2.6892 + 0.0191t

2.1557 + 0.0341t

1.5526 + 0.0382t

1.4259 + 0.0061t

1.1733 + 0.0075t

Time Series Analysis Equation

P-Value

0.00

0.00

0.00

0.00

0.00

0.00

0.00

0.01

0.03

MAPE

2.80%

1.73%

3.27%

5.81%

2.27%

3.22%

11.81%

4.09%

10.70% a

- a) Used simple linear regression Rounded to 4 decimals due to the scale of the data (billions) b) The time series variables are significant; all P-values < 0.05
- MAPE percentages

Manufacturing and Construction

Land-Use Change and Forestry

Sector

Electricity and Heat

**Fugitive Emissions** 

Transportation

Agriculture

Buildings

Industry

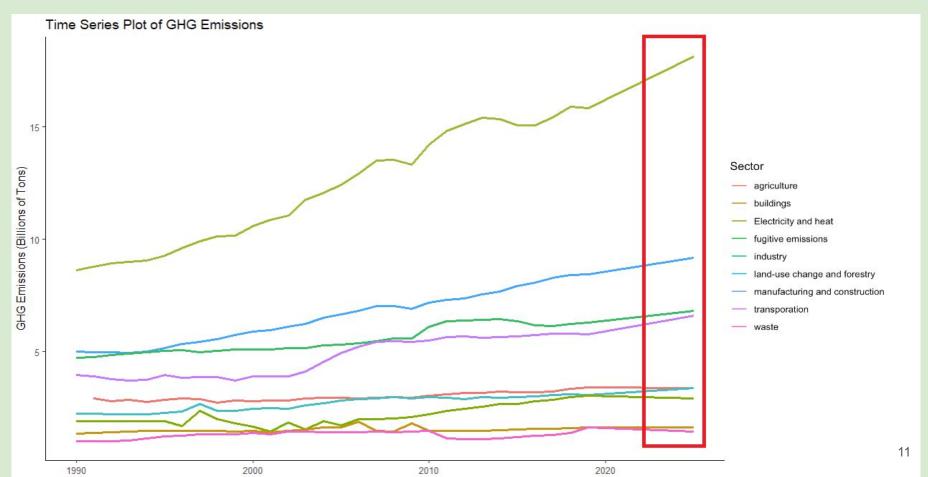
Waste

#### Results

Values of the GHG output predictions for each sector in 2025:

Sector	2025 GHG Prediction
Electricity and Heat	18.12
Transportation	9.18
Manufacturing and Construction	6.81
Agriculture	6.61
Fugitive Emissions	3.39
Buildings	3.38
Industry	2.93
Land-Use Change and Forestry	1.65
Waste	1.44

### Results: Visualization



### Results cont.

#### d) Interpretations:

- Electricity and heat is both the biggest sector and the fastest-growing in emissions.
- Transportation also big and increasing
  - Big b0 (4.50) and high b1 (0.13).
- All sectors are still predicted to grow (positive b1)

#### Conclusions & Recommendations

#### Conclusions:

- Top 3 contributors by 2025 will be electricity and heat, transportation, and manufacturing and construction.
- Linearly increasing trend pattern

#### Recommendations:

- Prioritize the development and use of renewable energy
- Implement policies and strategies to gradually phase out reliance on fossil fuels in energy production
- Set clear and measurable targets for reducing GHG emissions in alignment with global climate goals

#### **Lessons Learned**

 Electricity and heat contributes the most GHGs and is the fastest-growing

Prioritize using renewable energy resources instead of fossil fuels

Teamwork and equal contribution is the key to a successful

team



# Challenges

- We were unsure which statistical method to use and upon deciding on time series analysis, we weren't sure how to apply it
  - Solution: When coming together after project task 4 feedback, we realized we could forecast GHG output for future years.
- Struggled to meet in person
  - Solution: We actively communicated through text and zoom.

