

I don't know, are you sure we want to do this?

Sea level adaptation decisions under uncertainty

T. L. Thorarinsdottir¹, P. Guttorp¹, M. Drews², and K. de Bruin^{3,4}

¹Norwegian Computing Center, Oslo, Norway

²Technical University of Denmark, Copenhagen, Denmark

³Center for International Climate and Environmental Research, Oslo, Norway

⁴Wageningen Environmental Research, Wageningen, The Netherlands

Key Points:

- Decisions on adaptation measures need to take careful account of uncertainties
- More careful models are needed for increased costs of the effects of sea level rise
- Modelling local sea level rise is essential

Corresponding author: T. L. Thorarinsdottir, thordis@nr.no

Abstract

Sea level rise has serious consequences for harbor infrastructure, storm drains and sewer systems, and many other issues. Adapting to sea level rise requires comparing different possible adaptation strategies, comparing the cost of different actions (including no action), and assessing at what point in time the chosen strategy should be implemented. All these decisions must be made under considerable uncertainty—in the amount of sea level rise, in the cost of adaptation actions, in the cost of no action. We develop two illustrative examples: for Bergen on Norway’s west coast and for Esbjerg on the west coast of Denmark. Different components of uncertainty are visualized. [Findings go here](#)

1 Introduction

Long-term planning and decision-making regarding societal infrastructure along coastal areas must account for a changing climate. Especially as the potential impact of climate change on local sea level can yield numerous effects such as frequent flooding, inundation and backflow of storm drainage and sewer systems, destructive erosion and contamination of wetlands and other habitats (add REF). Considerable challenges continue to exist in understanding the impacts of a combination of sea level rise and storm surges and the implementation of potential adaptation options to reduce these impacts. Severe inherent uncertainties persist along all parts of the processing chain from climate projections to adaptation assessments, and it is critical that decision-making appropriately accounts for this.

As adaptation decision-making is an ongoing process of weighing and choosing which measures should be taken at which moment in time [?] adaptive planning methods need to support decisions in the short term, while considering long-term developments. Challenges of adaptation decision-making under uncertainty relate to the incorporation of spatial, inter-temporal and flexibility aspects of adaptation priorities [Fankhauser and Soare, 2013], and the linkage with specific characteristics of sectors and contexts [Bisaro *et al.*, 2016; Hinkel and Bisaro, 2016]. Several economic decision support tools and methods exist for adaptation assessment under uncertainty [e.g. Chambwera *et al.*, 2014; Wilby and Dessai, 2010; Walker *et al.*, 2013]. However, Watkiss *et al.* [2015] conclude that these tools are very resource intensive and complex in the context of long-term adaptation investment decisions and call for the development of “light touch” approaches to better support local adaptation making.

In this paper we combine the uncertainty of sea level projections with a simplified decision framework under uncertainty where planners want to know how early they should implement costly adaptation measures. We discuss the advantages of using a fully probabilistic approach in a light touch decision framework that accounts for uncertainty both in climate projections and damage assessments, where information on uncertainty is turned into a driver of change rather than a barrier.

We illustrate the sea level rise projections and timing of adaptation measures for two case studies in Northern Europe, namely the city of Bergen in Norway and Esbjerg in Denmark. The Norwegian city of Bergen is the capital of Hordaland County. The city center is located on Byfjorden, and is surrounded by mountains. It has the largest port in Norway, both in terms of freight and passengers. The historic harbor area, Bryggen, is the only Hanseatic trade center remaining in its original style, and has been declared a UN-ESCO World Heritage site¹. Bryggen is regularly flooded at extreme tides, and it is feared that as sea levels rise, floods will become a major problem in other parts of Bergen as well [Grieg Foundation, 2009]. Esbjerg, on the west coast of Jutland, has the second largest harbour in Denmark. It can be subjected to substantial storm surges, which, in conjunction with heavy rainfall, can flood substantial parts of the town.

¹ See <http://whc.unesco.org/en/list/59>.

Section 2 describes our approach to projecting sea level. In section 3 we describe the decision framework focused on the timing of proactive adaptation decision. We apply this framework to sea level projections and adaptation for Bergen, Norway, and for Esbjerg, Denmark in section 4. In the final section 5 we demonstrate the consequences of ignoring the uncertainty in the projections.

2 Sea level projections (PG)

2.1 Global sea level

Most climate models do not explicitly provide sea level as an output of the calculations. Rather, the IPCC AR5 report [Stocker *et al.*, 2013, ch. 13] combines the heat expansion of the ocean with temperature forced models for glacial melt, Greenland ice melt, and Antarctic ice melt and with land rise due to rebound from the last ice age. Judging from the supplementary material to Stocker *et al.* [2013, ch. 13], the uncertainty assessment is only based on the spread of the ensemble of temperature projections, not on the additional uncertainty in the ice models used.

We will instead use the empirical approach of Rahmstorf and collaborators [Rahmstorf, 2007; Rahmstorf *et al.*, 2011], employing the statistical modeling of Bolin *et al.* [2014] to relate global annual mean temperature anomalies to global mean sea level anomalies.

We then apply the estimated historical relationship to projected temperatures from the CMIP5 experiment [Taylor *et al.*, 2012] to obtain projected global annual mean sea level, taking into account the uncertainty in the statistical model as well as the spread of the temperature projection ensemble (see subsection 2.3). For the i 'th temperature projection T_t^i we estimate the corresponding global mean sea level as

$$H_t^{gl,i} = \int_{t_0}^t \hat{a}(T_u^i - \hat{T}_0) du + \varsigma_t$$

where \hat{a} and \hat{T}_0 are regression parameters of observed global sea level rise on observed global temperature and ς_t the integrated time series regression error.

2.2 Local sea level

In order to get from global sea level projections to local ones, it is important to note that sea level rise not is uniform over the globe. Glacial and land ice melting affect the local sea level differently depending on where the melted ice is located. Another major effect in Fennoscandia is the land rise due to isostatic rebound from the glaciers of the last ice age. Again, we will use historical data to relate global sea level to isostatically corrected local sea level using a time series regression model. The local sea level projections are then obtained by first relating projected temperature to global sea level, and then relating the global sea level to the local one. Each climate model temperature projection yields a different local sea level projection. The local sea level projection based on the i 'th climate model for years beyond 2000 is estimated as

$$H_t^{loc,i} + \gamma(t - 2000) = \hat{b}H_t^{gl,i} + \varepsilon_t$$

where γ is the annual land rise rate, t denotes year, and \hat{b} is the regression coefficient relating global to local sea level.

2.3 Uncertainty assessment

Following the approach of *Guttorp et al.* [2014] we assess the uncertainty in the local sea level projections taking into account the variability between the climate projections used, the uncertainties in the regressions of global mean temperature on global mean sea level and of global on local sea level. We express the sea level projection uncertainty in terms of a confidence band that is simultaneously of the intended level for all projection years. This allows us, for example, to get a confidence band for the years when a given sea level rise is obtained.

2.4 Limitations of the sea level projections

The main assumption is using historical relationships in statistical projections of the type used in this paper is that there is no major change in how temperature relates to sea level, globally and locally. Among the factors that may invalidate this approach are changes in water storage on land (in essence removing water from the oceans), excessive siphoning of groundwater (resulting in land subsidence), changes in the rates of glacial and land ice melt, and changes in Earth's gravitational field due to transfer of mass from land ice to ocean water. For example, the rate of ice melt on Greenland may suddenly increase substantially due to intense warming of both air and sea water [*Bamber and Aspinall*, 2013]. A recent paper [*Jevrejeva et al.*, 2016] indicates that the upper tails of sea level rise may be substantially higher when taking into account expert assessment of land ice melting. Our current climate models are not able to resolve the ice processes sufficiently to include such so called tipping points into the projections. Also, the IPCC scenarios [*van Vuuren et al.*, 2011] do not include changes in water usage (cf. *Wada et al.* [2012]).

3 Decision tools (KdB, MD, TT)

3.1 Timing of adaptation measures

We consider adaptation decision making related to the timing of proactive adaptation measures. That is, the goal is to adapt to sea level rise before major damages occur. In a cost-benefit framework, an investment should be delayed as long as the benefits of delay (avoided investment costs) are greater than the associated costs (higher climate change damages) [*Fankhauser et al.*, 1999].

We assume that damages related to sea level rise coincide with damages due to storm surges and that the accumulated annual damages are independent between years. More specifically, we model the distribution of annual damage, F_d , by the three parameter Burr distribution [*Burr*, 1942] with density

$$f_d(x) = \frac{\alpha \gamma (x/\theta)^\gamma}{x[1 + (x/\theta)^\gamma]^{\alpha+1}} \quad (1)$$

for $x > 0$, where α and γ are shape parameters with $\alpha, \gamma > 0$, and $\theta > 0$ is a scale parameter. The Burr distribution has a heavy upper tail and is commonly used to model damage loss, see e.g. *Klugman et al.* [2012].

Under a constant sea level, we can obtain a sample trajectory $\{d_{t_1}, d_{t_2}, \dots, d_{t_{85}}\}$ of future annual damages for $t_1 = 2016, \dots, t_{85} = 2100$ by drawing 85 i.i.d. values from the estimated damage distribution for $t_0 = 2015$, \hat{F}_{d,t_0} . By repeating this process J times, we obtain an empirical damage distribution for each future year t_i given by

$$\hat{F}_{d,t_i}(x) = \frac{1}{J} \sum_{j=1}^J \mathbb{1}\{d_{t_i}^{(j)} \leq x\}$$

for $i = 1, \dots, 85$. Similarly, we obtain an empirical distribution of the total damage over the period 2016 – 2100 by considering $d_{\text{total}}^{(j)} = \sum_{i=1}^{85} d_{t_i}^{(j)}$.

Now assume we are given a large sample of projections $\{s_{t_1}^{(j)}, \dots, s_{t_{85}}^{(j)}\}_{j=1}^J$ for annual sea level rise anomalies compared to the 2015 value for the same time period. We model the relationship between the change in damage and change in sea level by a monotonic positive function $g(s|\beta)$ with parameters β , where $g(s|\beta) > 1$ for $s > 0$ and $g(s|\beta) < 1$ for $s < 0$. We may further incorporate uncertainty in the shape of the function g through the values of the parameters β . An empirical damage distribution for the future year t_i that accounts for uncertainty in damage, sea level rise and change in damage due to sea level rise is then given by

$$\hat{F}_{d,t_i}(x) = \frac{1}{J} \sum_{j=1}^J \mathbb{1}\{g(s_{t_i}^{(j)}|\beta^{(j)})d_{t_i}^{(j)} \leq x\}. \quad (2)$$

The distribution in (2) describes the projected damage distribution with no adaptation measures. In addition, we can incorporate an adaptation measure that protects against K cm of increased sea level from year t_k onwards. This results in a damage distribution given by

$$\hat{F}_{d,t_i}(x) = \begin{cases} \frac{1}{J} \sum_{j=1}^J \mathbb{1}\{g(s_{t_i}^{(j)}|\beta^{(j)})d_{t_i}^{(j)} \leq x\}, & t_i < t_k \\ \frac{1}{J} \sum_{j=1}^J \mathbb{1}\{g(s_{t_i}^{(j)} - K|\beta^{(j)})d_{t_i}^{(j)} \leq x\}, & t_i \geq t_k. \end{cases}$$

3.2 Limitations of the decision framework

4 Case studies

4.1 Data (PG)

The historical global mean temperature series is obtained from *Hansen et al.* [2001]. Climate projections of global mean temperature are from the fifth climate model intercomparison project, CMIP5 [*Taylor et al.*, 2012]. The global mean sea level series is obtained from *Church and White* [2011]. We use local tide gauge data from the Permanent Service for Mean Sea Level, UK, which is the worldwide repository for national sea level data. Glacial isostatic adjustment for Bergen is obtained from *Simpson et al.* [2014], and for Esbjerg in personal communication from Peter Thejll at the Danish Meteorological Institute.

The Bergen monthly series is missing data for 62 months, including all of the years 1942–43. To deal with occasional short stretches of missing data (most one or two months) we use median polish replacement [*Mosteller and Tukey*, 1977] and then compute annual averages. For the years 1942–43, we use the average difference between Bergen and the average of all other Norwegian stations in 1940 and 1943 to estimate values for 1941 and 1942, using the average of all other Norwegian stations corrected by the average difference.

The Esbjerg monthly series is missing data for 19 months. Here, too, we use median polish to fill in missing data and then compute annual averages.

We estimate a damage distribution for Bergen in 2015 using reported annual data on storm surge damage from Hordaland and Rogaland counties over the period 1980–2015 obtained from the Norwegian Natural Perils Pool (NPP; data are available at <https://www.finansnorge.no/statistikk/skadeforsikring/Naturskadestatistikk-NASK/>). The NPP data are aggregated to a county level, and while only about 55% of the total population of Hordaland lives in Bergen, we do not correct for this as a substantial part of the remaining population lives away from the coast². In order to improve the parameter estimation, we include the data from Rogaland county which is the county directly south of Hordaland. Rogaland has a similar geography to Hordaland and a slightly smaller population with its main city, Stavanger, also located on the coast. The damage data prior to 2015 is adjusted to the 2015 level using the consumer price index for Norway. After the adjustment, we assume stationarity over the period and fit a single Burr distribution to the data, cf. (1).

² TLT: Need to improve this discussion. Also, some of this discussion should probably be moved to the section on data.

4.2 Sea level rise in Bergen and Esbjerg

Figure 1 shows uncorrected and corrected Bergen sea level data, and the relationship between the corrected Bergen data and the global sea level data. The glacial isostatic adjustment is 0.26 (0.07) cm/yr. The time series regression uses an ARMA(1,1)-model [Box and Jenkins, 1970], with AR parameter 0.82 (0.13), and MA parameter -0.61 (0.17). The regression slope is 1.30 (0.12).

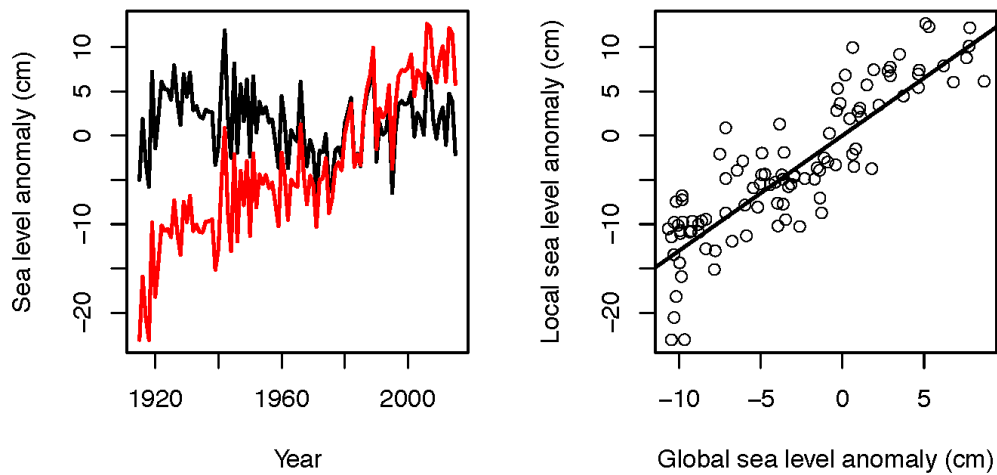


Figure 1. The left figure shows raw (black) and GIA-corrected (red) sea level data from Bergen. The right figure relates the GIA-corrected Bergen sea level to the global sea level series of Church and White [2011]. The straight line is the time series regression line.

For the relationship between global annual mean temperature and global annual mean sea level rise we use the results from Bolin *et al.* [2014]. The left panel of figure 2 shows the simultaneous 90 % confidence region for Bergen sea level rise relative to 1999 under scenario RCP 8.5, which is the scenario Norwegian authorities recommend for planning purposes.

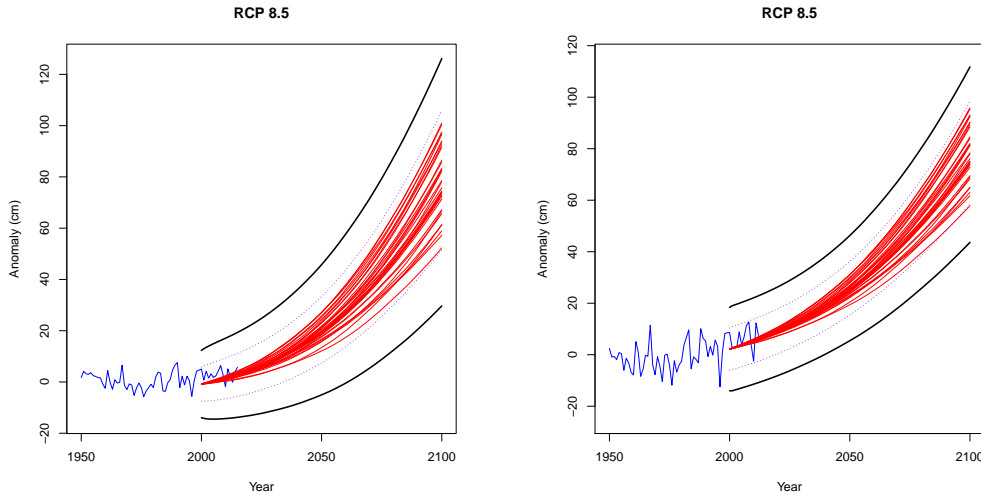


Figure 2. Simultaneous 90% confidence set (thick black lines) for Bergen (left) and Esbjerg (right) sea level projections for the years 2000-2100 using RCP8.5. The sea level data are shown in blue and end in 2015. The thin red lines are the projections without uncertainty based on each of the climate models. The dashed purple lines connect pointwise confidence intervals for each year.

For Esbjerg, the glacial isostatic adjustment is 0.06 (0.03) cm/yr. The time series regression model relating GIA-corrected local to global sea level is an MA(1) model with parameter 0.17 (0.09). The regression slope is 1.02 (0.06). The right panel of figure 2 shows the simultaneous 90% confidence region for sea level rise relative to 1999 under scenario RCP 8.5.

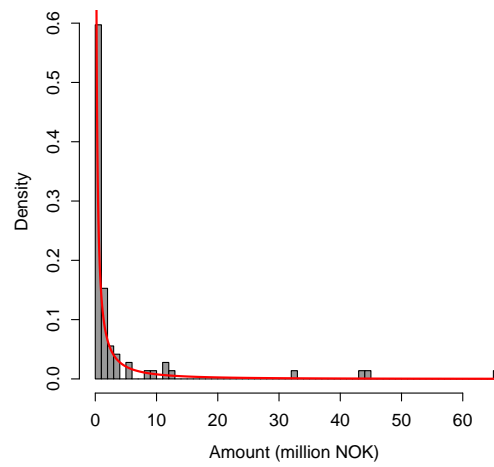
4.3 Timing of adaptation measures (KdB, TT)

The histogram of the observed annual damages and the estimated distribution are given in Figure 3. The parameter estimates for the Burr distribution are $\hat{\alpha} = 1.27$, $\hat{\gamma} = 0.51$ and $\hat{\theta} = 0.002$.

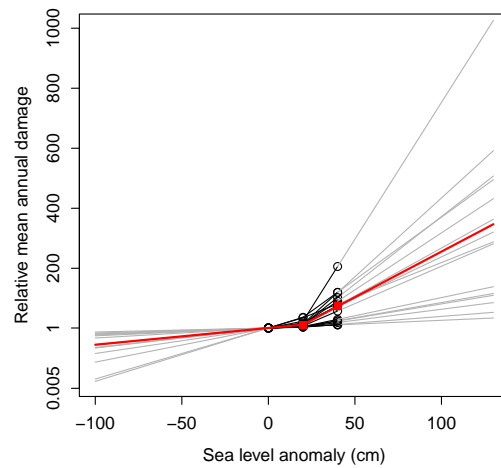
For modelling the relationship between the change in damage and change in sea level we use the results of Hallegatte *et al.* [2013] for 15 European cities: Amsterdam, Athens, Barcelona, Dublin, Glasgow, Hamburg, Helsinki, Copenhagen, Lisbon, London, Marseille, Naples, Porto, Rotterdam and Stockholm. Hallegatte *et al.* [2013] estimate the mean annual flood damage in these cities in 2050 under no sea level change, 20 cm increase and 40 cm increase in sea level. We standardize their results for each city and consider the relative change for 20 and 40 cm increase. We then perform a linear extrapolation to obtain estimated relative changes in damage for a large interval of changes in sea level rise, see Figure 4. Finally, the function g is obtained by sampling from this ensemble of functions with all 15 ensemble members considered equally probable.

4.4 Selection of adaptation measures(?) (MD)

A case study focusing on Denmark.



210 **Figure 3.** The estimated distribution of annual storm surge damage in Bergen for 2015 (red) based on
 211 observed annual damage in Hordaland and Rogaland 1980-2015 (gray bars).



222 **Figure 4.** Relative change in mean annual damage as a function of sea level rise for 15 European cities as
 223 estimated by *Hallegatte et al.* [2013] (black circles) with linearly extrapolated values indicated by gray lines.
 224 The median change and the corresponding extrapolation are indicated in red.

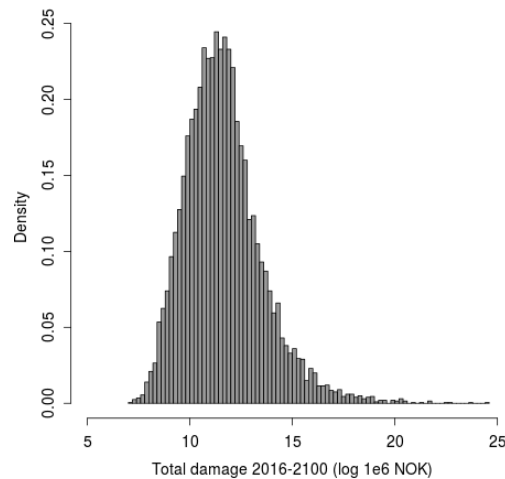


Figure 5. Distribution of log accumulated future loss 2016-2100 under RCP 8.5 and assuming that no adaptation measures are implemented.

5 The value of including uncertainty

In many cases sea level rise projections are given as a single number for each scenario, usually the mean or median of the ensemble of projections from different climate models (e.g. *Mote et al.* [2008]). Sometimes the spread of the ensemble is used to assess the uncertainty in the projections (e.g., the Norwegian Environmental Agency recommends using the upper ensemble value for RCP 8.5 as the basis for planning decision, pers. comm. from Even Nilsson, Norwegian Mapping Authority). In our analysis there are two more sources of uncertainty, namely the two regression models. Figure 6 shows the single number (vertical black line), the ensemble spread (histogram), the uncertainty including only the global model (red) and the full uncertainty (blue) for Bergen projections of sea level rise relative to 1999 under RCP 8.5. We see that the ensemble range is about 16 cm, whereas the overall uncertainty range is about 40 cm.

Acknowledgments

This work was funded by NordForsk through project number 74456 “Statistical Analysis of Climate Projections” (eSACP) and The Research Council of Norway through project number 243953 “Physical and Statistical Analysis of Climate Extremes in Large Datasets” (ClimateXL). The source code for the analysis is implemented in the statistical programming language R (<http://www.R-project.org>) and is available on GitHub at <http://github.com/eSACP/SeaLevelDecisions>.

References

- Bamber, J., and W. Aspinall (2013), An expert judgement assessment of future sea level rise from the ice sheets, *Nature Climate Change*, 3, 424–427.
- Bisaro, A., R. Swart, and J. Hinkel (2016), Frontiers of solution-oriented adaptation research, *Regional Environmental Change*, 16(1), 123–136.
- Bolin, D., P. Guttorp, A. Januzzi, M. Novak, H. Podschwit, L. Richardson, C. Sowder, A. Särkkä, and A. Zimmerman (2014), Statistical prediction of global sea level from global temperature, *Statistica Sinica*, 25, 351–367.

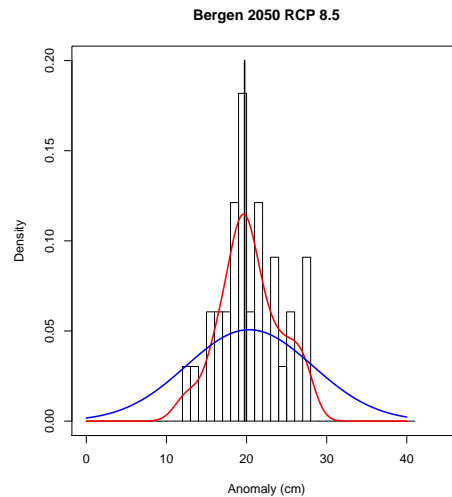


Figure 6. 2050 Bergen sea level projections with uncertainty due to different sources for RCP 8.5. The black vertical line is the median projection (with no uncertainty), while the grey histogram corresponds to the spread of the climate models, the red curve adds the uncertainty due to the relation between global temperature and global sea level, and the blue line that due to downscaling global sea level to Bergen.

- Box, G., and G. Jenkins (1970), *Time series analysis: Forecasting and control*, Holden-Day.
- Burr, I. W. (1942), Cumulative frequency functions, *The Annals of Mathematical Statistics*, 13(2), 215–232.
- Chambwera, M., G. Heal, C. Dubeux, S. Hallegatte, L. Leclerc, A. Markandya, B. McCarl, R. Mechler, and J. Neumann (2014), *Climate Change 2014: Impacts, Adaptation, and Vulnerability. Part A: Global and Sectoral Aspects. Contribution of Working Group II to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change*, chap. Economics of adaptation, pp. 945–977, Cambridge University Press, NY, USA.
- Church, J., and N. White (2011), Sea-level rise from the late 19th to the early 21st century, *Surveys in Geophysics*, 32, 585–602.
- Fankhauser, S., and R. Soare (2013), An economic approach to adaptation: illustrations from europe, *Climatic Change*, 118(2), 367–379.
- Fankhauser, S., J. Smith, and R. S. J. Tol (1999), Weathering climate change: some simple rules to guide adaptation decisions, *Ecological Economics*, 30, 67–78.
- Grieg Foundation, v. (2009), Regional havstigning – prosjektrapport, *Tech. rep.*, Grieg Foundation, Visjon Vest and G0 Rieber Fondene, Bergen.
- Guttorp, P., D. Bolin, A. Januzzi, D. Jones, M. Novak, H. Podschwit, L. Richardson, A. Särkkä, C. Sowder, and A. Zimmerman (2014), Assessing the uncertainty in projecting local mean sea level from global temperature, *Journal of Applied Meteorology and Climatology*, 53, 2163–2170.
- Hallegatte, S., C. Green, R. J. Nicholls, and J. Corfee-Morlot (2013), Future flood losses in major coastal cities, *Nature Climate Change*, 3(9), 802–806.
- Hansen, J., R. Rued, M. Sato, M. Imhoff, W. Lawrence, D. Easterling, T. Peterson, and T. Karl (2001), A closer look at United States and global surface temperature change, *J. Geophys. Res.*, 106, 23,947–23,963.
- Hinkel, J., and A. Bisaro (2016), Methodological choices in solution-oriented adaptation research: a diagnostic framework, *Regional Environmental Change*, 16(1), 7–20.
- Jevrejeva, S., L. P. Jackson, R. E. M. Riva, A. Grinsted, and J. C. Moore (2016), Coastal sea level rise with warming above 2°C, *Proceedings of the National Academy of Sciences*, doi:

- 10.1073/pnas.1605312113.
- Klugman, S. A., H. H. Panjer, and G. E. Willmot (2012), *Loss models: from data to decisions*, vol. 715, 3rd ed., John Wiley & Sons, Hoboken, NJ.
- Mosteller, F., and J. W. Tukey (1977), *Data Analysis and Regression*, Addison-Wesley, Reading, MA.
- Mote, P., A. Petersen, S. Reeder, H. Shipman, and L. W. Binder (2008), Sea level rise in the coastal waters of Washington State, *Tech. rep.*, University of Washington Climate Impacts Group.
- Rahmstorf, S. (2007), A semi-empirical approach to projecting future sea-level rise, *Science*, *315*, 368–370.
- Rahmstorf, S., M. Perrette, and M. Vermeer (2011), Testing the robustness of semi-empirical sea level projections, *Climate Dynamics*, *39*, 861–875.
- Simpson, M. J. R., K. Breili, and H. P. Kierulf (2014), Estimates of twenty-first century sea-level changes for norway, *Climate Dynamics*, pp. 1405–1424.
- Stocker, T., D. Qin, G.-K. Plattner, M. Tignor, S. K. Allen, J. Boschung, A. Nauels, Y. Xia, V. Bex, and P. Midgley (2013), *Climate Change 2013: The Physical Science Basis. Contribution of Working Group I to the Fifth Assessment Report of the Intergovernmental Panel on Climate Change*, Cambridge University Press.
- Taylor, K., R. Stouffer, and G. Meehl (2012), An overview of CMIP5 and the experiment design, *Bull. Amer. Meteor. Soc.*, *93*, 485–498.
- van Vuuren, D. P., J. Edmonds, M. Kainuma, K. Riahi, A. Thomson, K. Hibbard, G. C. Hurtt, T. Kram, V. Krey, J.-F. Lamarque, T. Masui, M. Meinshausen, N. Nakicenovic, S. J. Smith, and S. K. Rose (2011), The representative concentration pathways: an overview, *Clim. Change*, *109*, 5–31.
- Wada, Y., L. P. H. van Beek, F. C. Sperna Weiland, B. F. Chao, Y.-H. Wu, and M. F. P. Bierkens (2012), Past and future contribution of global groundwater depletion to sea-level rise, *Geophysical Research Letters*, *39*, doi:10.1029/2012GL051230.
- Walker, W. E., M. Haasnoot, and J. H. Kwakkel (2013), Adapt or perish: a review of planning approaches for adaptation under deep uncertainty, *Sustainability*, *5*(3), 955–979.
- Watkiss, P., A. Hunt, W. Blyth, and J. Dyszynski (2015), The use of new economic decision support tools for adaptation assessment: A review of methods and applications, towards guidance on applicability, *Climatic Change*, *132*(3), 401–416.
- Wilby, R. L., and S. Dessai (2010), Robust adaptation to climate change, *Weather*, *65*(7), 180–185.