# Precision Infrastructure for Climate Change mitigation and adaptation on the agricultural landscape

Hank Venema AIC 2017 Winnipeg







Precision Agriculture versus Precision Infrastructure





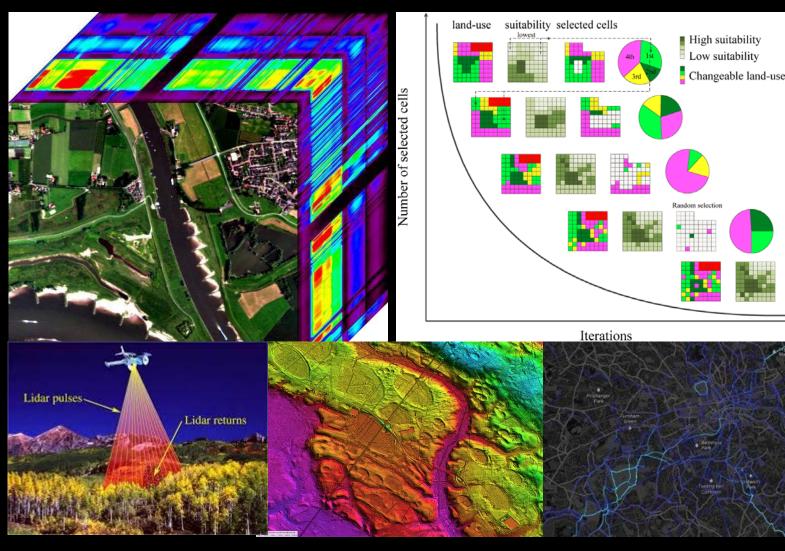




#### Precision Infrastructure

Designing Advanced and Resilient Infrastructure: Big Spatial Data "CyberGIS"





#### Motivation



#### PAN-CANADIAN FRAMEWORK



on Clean Growth and Climate Change

Canada's Plan to Address Climate Change and Grow the Economy Text analysis:

"resilience" 33x,

"resilient" 16x,

"agriculture" 18x

"water" 6x, and

"infrastructure"

#### 898 m foreword:

It means more resilient infrastructure and ecosystems that can better withstand climatic changes. It means land use and conservation measures that sequester carbon and foster adaptation to climate change. It means new jobs for Canadians...will allow us to become a leader in the global clean growth economy and will also help bring down the cost of low-emission technologies.





Global Motivation: Agriculture as crucial climate solution space



## Global Motivation "need to invest heavily in resilient infrastructure"











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#### <u>2017 Federal Budget - Green</u> <u>infrastructure Highlights</u>

- \$2.8 billion directly on new green infrastructure over the next 11 years.

  Much more money for green infrastructure projects will be made available indirectly.
- The federal government will transfer \$9.2 billion over 11 years to the provinces for green infrastructure and a
- further \$20.1 billion over 11 years for public transit infrastructure.
- The new Canada Infrastructure Bank will invest at least \$35 billion of federal money over 11 years, of which \$5 billion is allocated to green infrastructure and an additional \$5 billion is allocated specifically to public transit infrastructure.

#### ers will accelerate sform our

nies will need to invest heavily upside is huge: Necessary

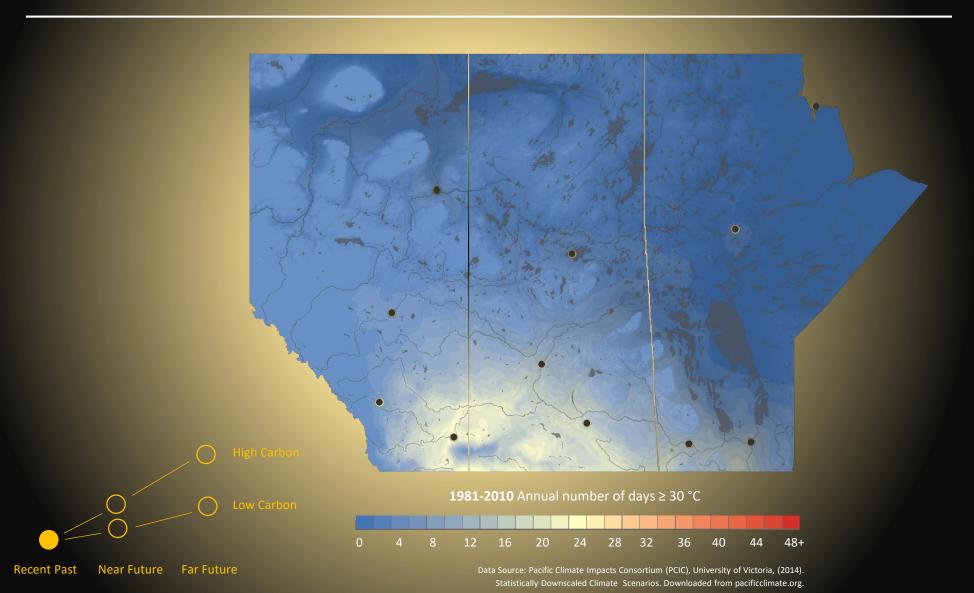
of investment necessary to n and new pools of capital to ent risk and enhancing

## Hypothesis:

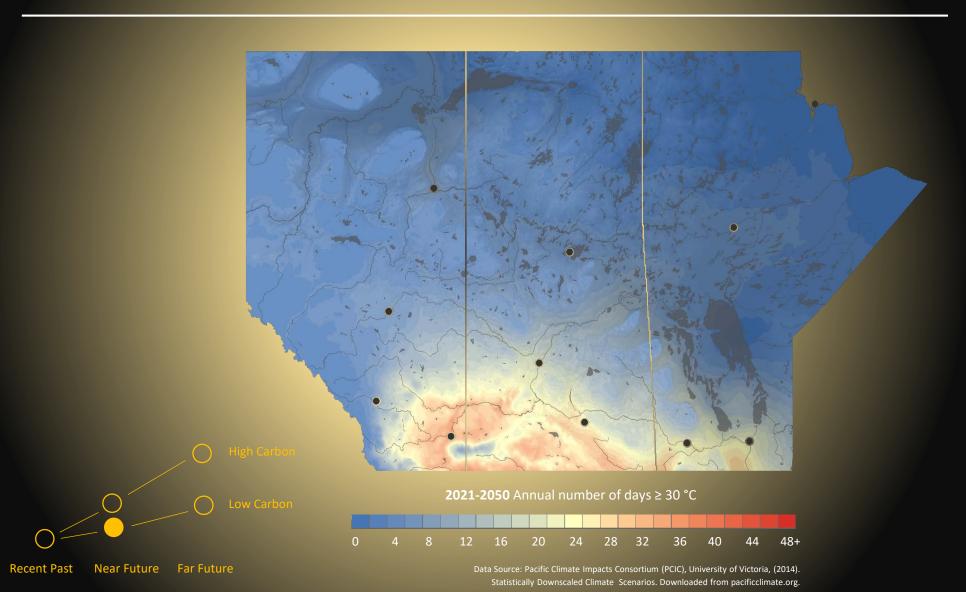
Agriculture is not at the table on Green Infrastructure – dangerous omission as agriculture lies at the heart of a large class of climate solutions

# Regional Context: Highlights from www.climateatlas. ca

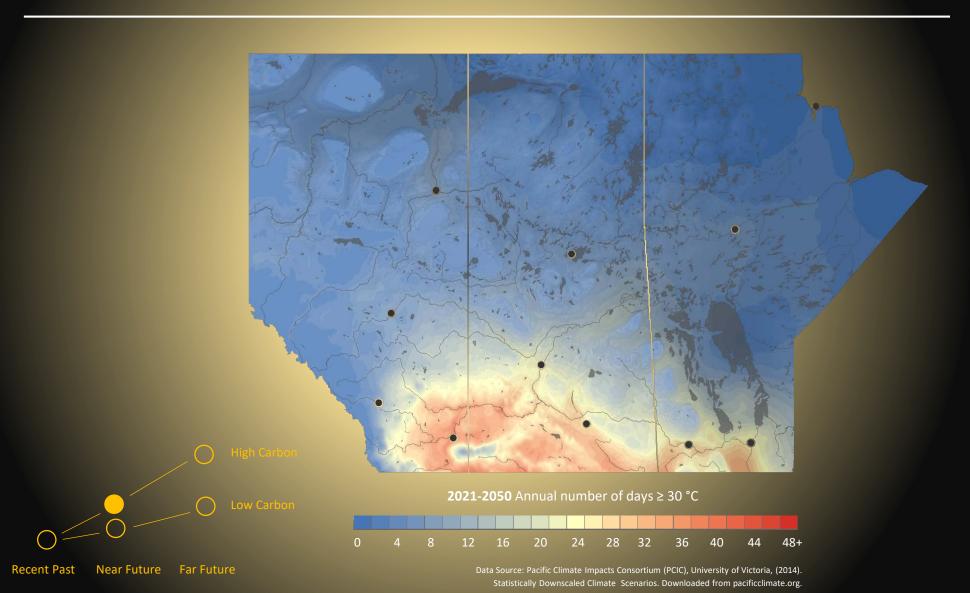




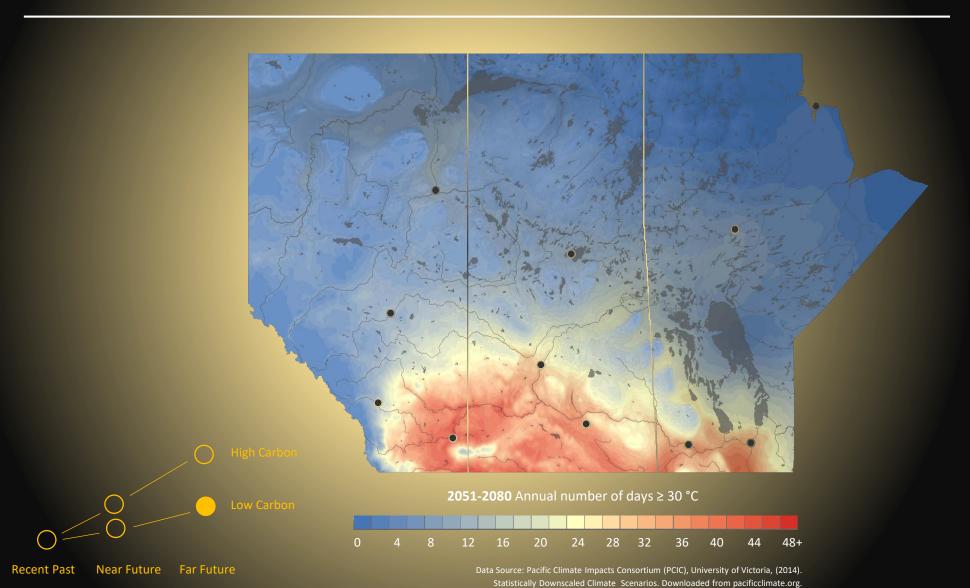




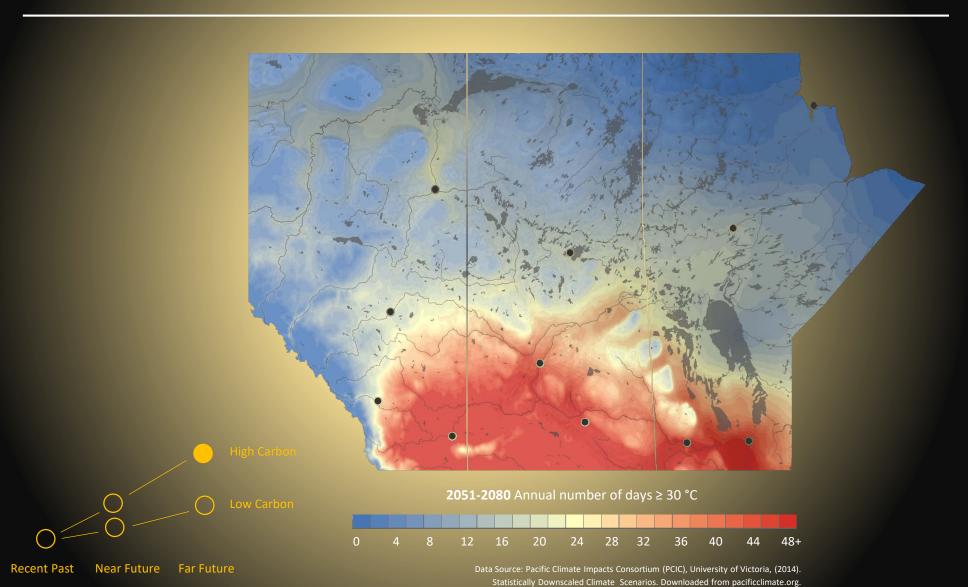






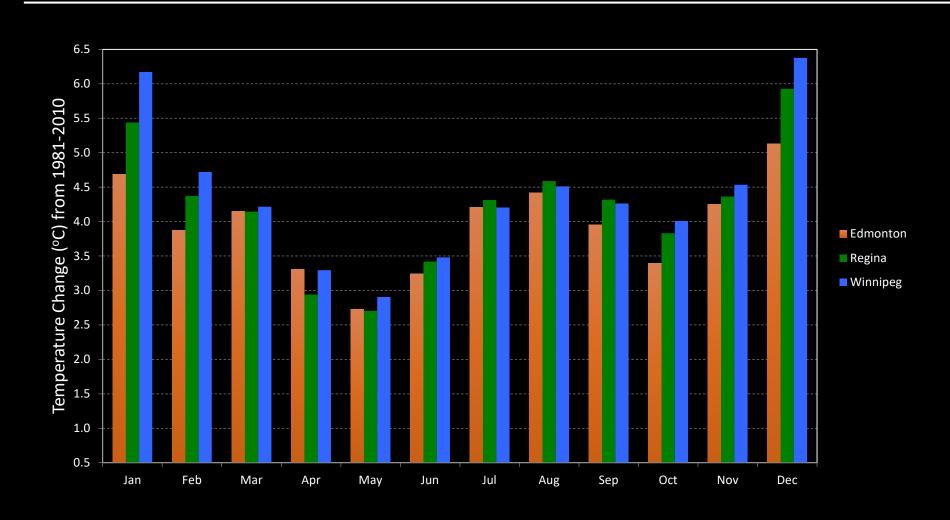






#### 2051-2080 ΔT: RCP8.5

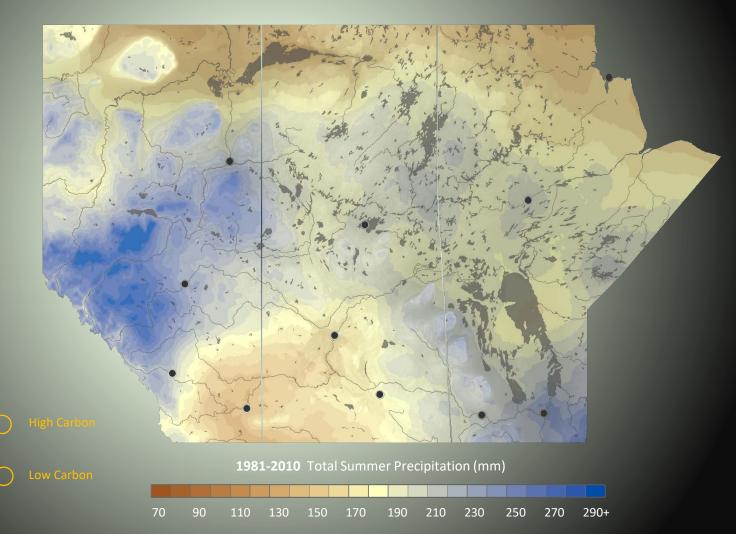




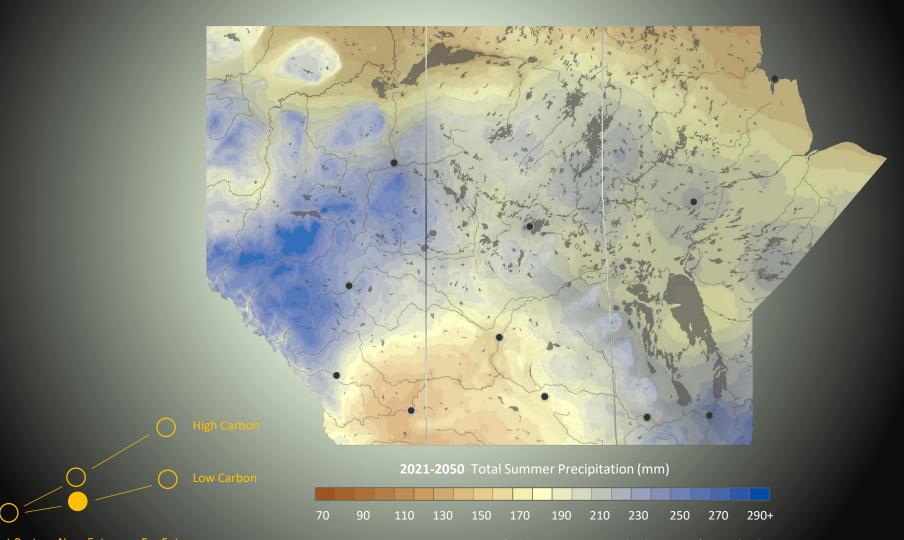
## Summer Precipitation



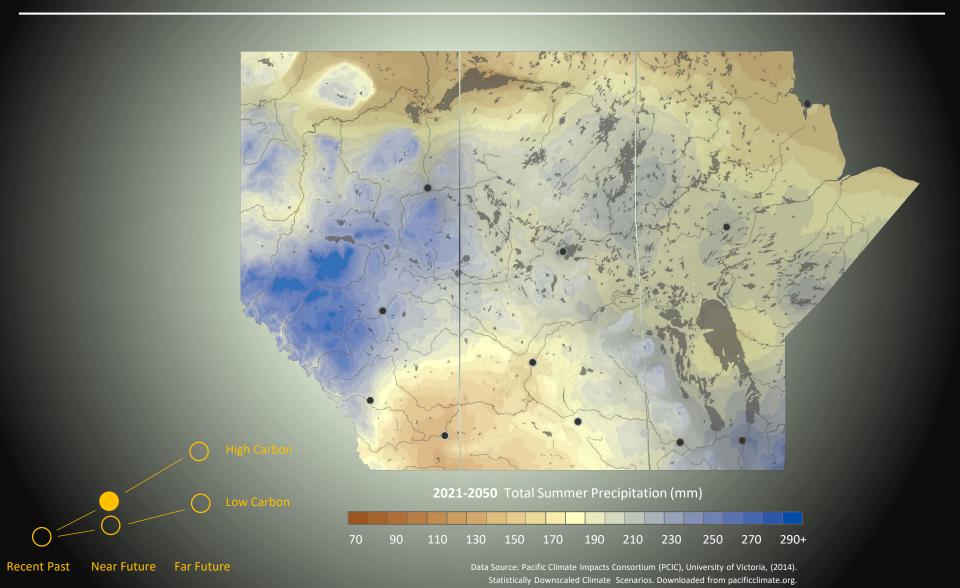




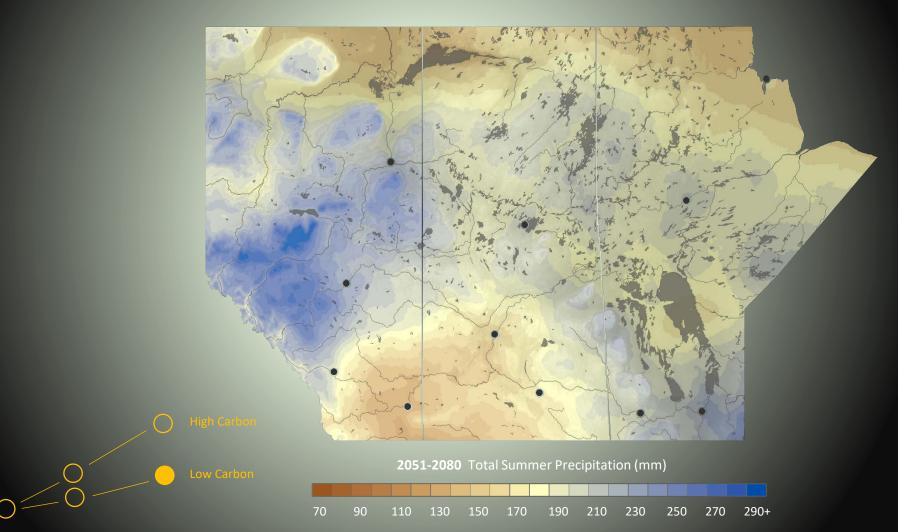




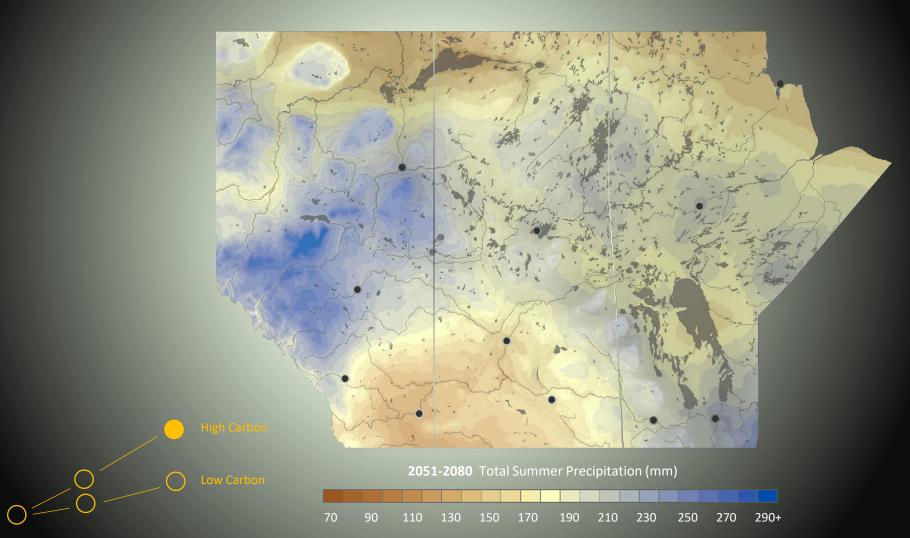






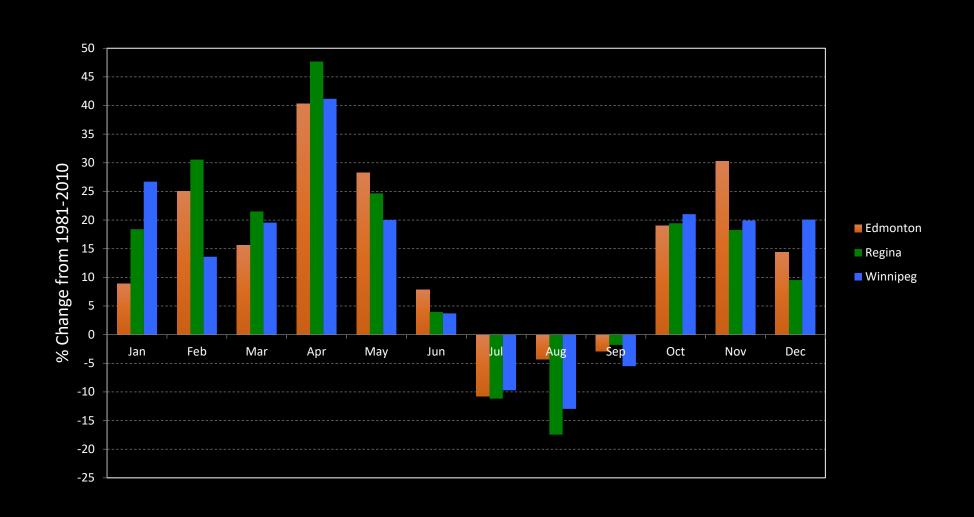






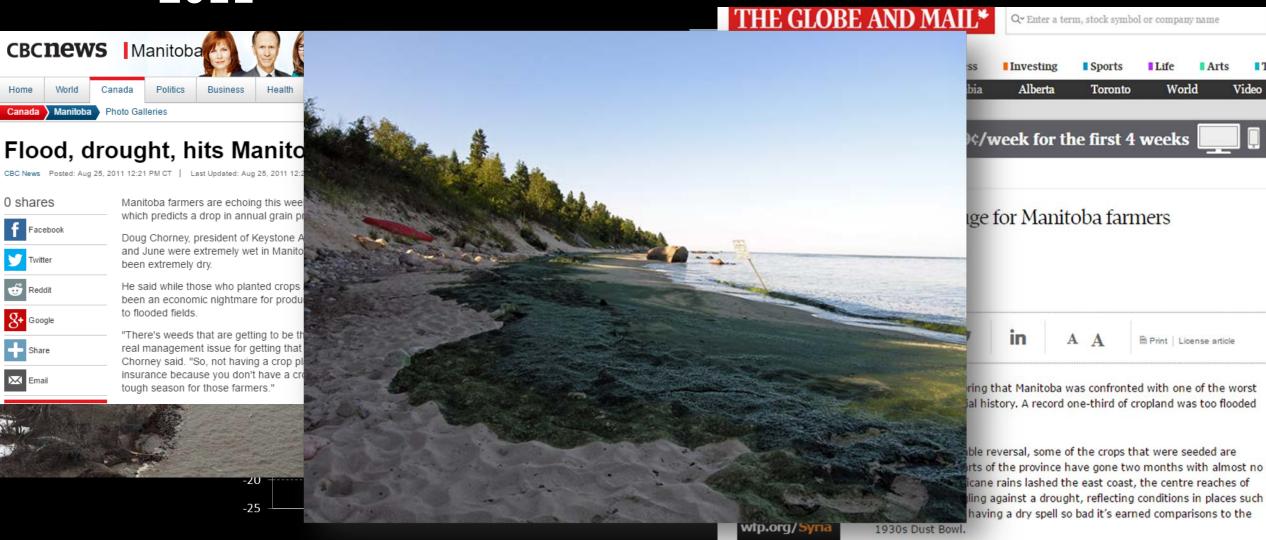
#### 2051-2080 ΔPPT: RCP8.5





## Agricultural Water Management: Lessons from 2011



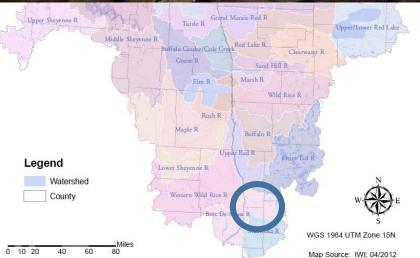


#### The solution: US example

North Ottawa project http://www.bdswd.com/







#### **Project Benefits:**

Flood Damage Reduction (Primary objective): Provides 16,000 acre feet of gate-controlled storage which is equivalent to 75% of the estimated 100 year spring runoff. This is expected to reduce peak flows on the Bois de Sioux River at Wahpeton/Breckenridge by about 5%.

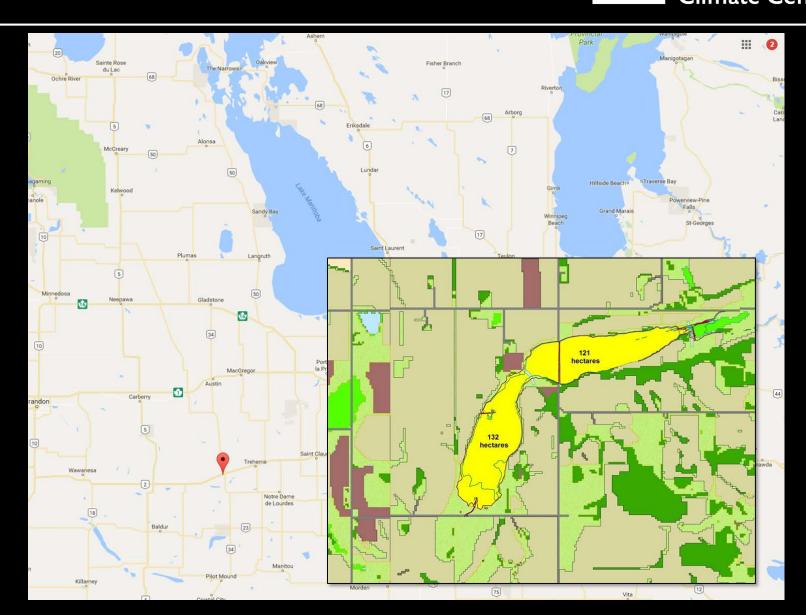
**Downstream Flow Augmentation:** Release of about 5 cfs flow during the ice free season in most years.

Water Quality: Improvement via sedimentation and nutrient uptake by wetland plants

Habitat Enhancement: Feeding and resting areas for migrating waterfowl and shorebirds and stream flow maintenance for downstream fish habitat.

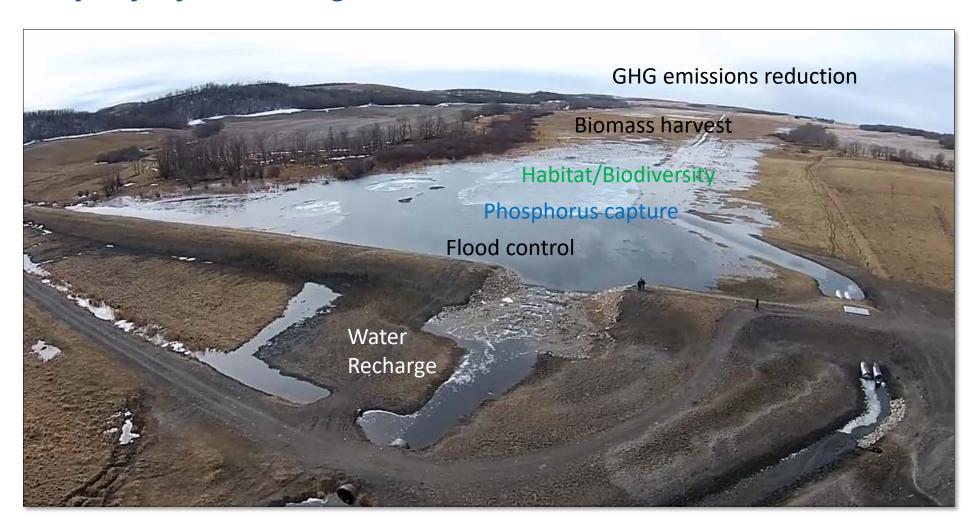


## The solution: MB examples Prairie Climate Centre



### Stacked Benefits of Surface Water Retention: Not just for flood management





Pelly's Lake water retention site - near Holland, Manitoba

#### Pelly's Lake Fall 2015 Cattail Harvesting

Dries up in the fall (September) - suitable conditions for harvesting with conventional agricultural equipment

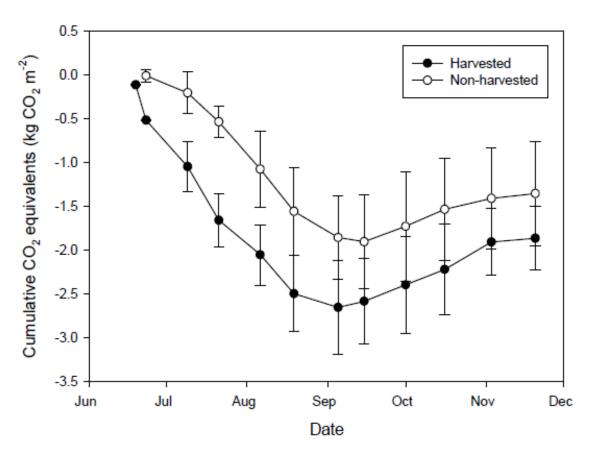






#### **Reduction in GHG emissions**





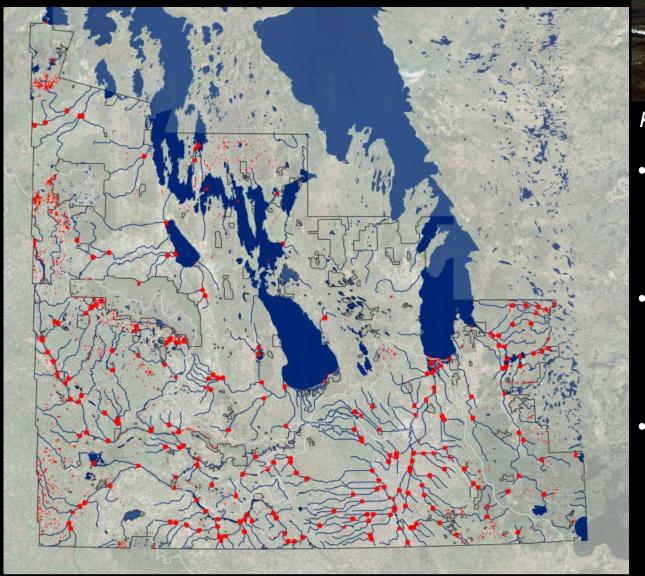
Cumulative greenhouse gas flux (CO2 + CH4 + N20, expressed as CO2 equivalents; mean +/- SE) for harvested and non-harvested cattail plots in the Pelly's Lake retention area

#### The big picture



- Boutique projects are necessary but insufficient
- Finance, Treasury, Feds can not deal with the granularity of high-performance adaptation projects
- Structural adaptation means aggregation and bundling for green bond issues.
- High performance computational platform for benefit aggregation, economic performance, visualization (and institutional gap analysis)

Aggregation and Systems Desi Re-mosaicking the landscape

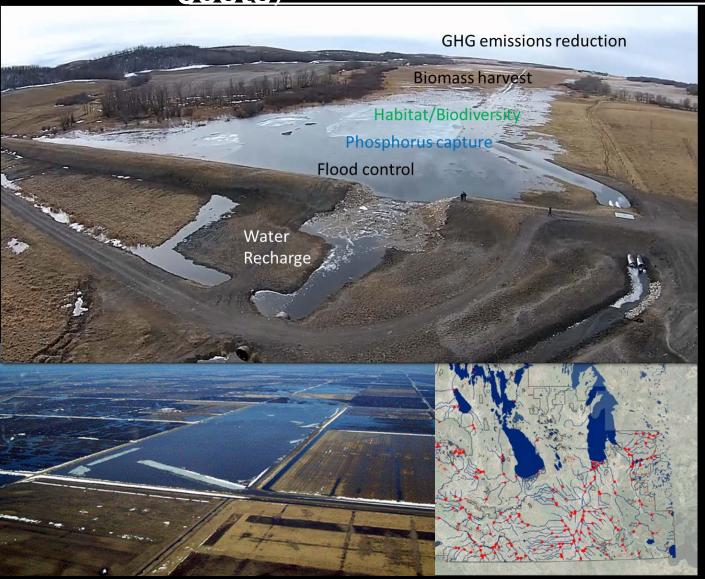




#### Key parameters:

- Retention area
  - $= 4750 \text{ km}^2$
  - = 1840 sections
  - = 3.4% of ag land base
- Storage Volume @ 1m depth
  - = 4.75 Gm3
  - = 3.85 *M ac-ft*
  - = 80.6% of 2011 flood
- Biomass / Phosphorus @ 8t/ha
  - = 3.8 Mt biomass
  - = 3.8 kt phosphorus (100% of Lk Winnipeg policy target)

## Aggregating Costs and Benefits (direct monetization and engineering substitution costs)



#### Cost

@ \$1000/acre-foot + \$400/acre + 50% contingency
= \$6.3 Billion

#### Co-Benefit Stack

Irrigation @ 10% of storage @ \$500 acre-ft

= \$192 Million/year

Biomass Production @ \$30/t

= \$114 M/year

GHG emissions reduction Fuel Switch @ \$30/t CO2e

= \$114 M/year

Sequestration @ \$30/t CO2e @ 10t/ha

= \$142 M/year

Water Quality @ \$50/kg P

= \$190 Million/year

Flood Risk Reduction [omitted]
Drought Resiliency [omitted]
Habitat [omitted]

Co-Benefit Stack Total = \$753 M/year

## Motivation – the \$64 trillion dollar question (actually \$90T)

nature climate change

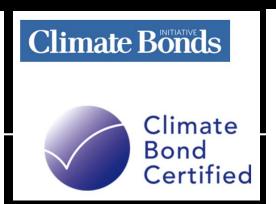
#### PERSPECTIVE

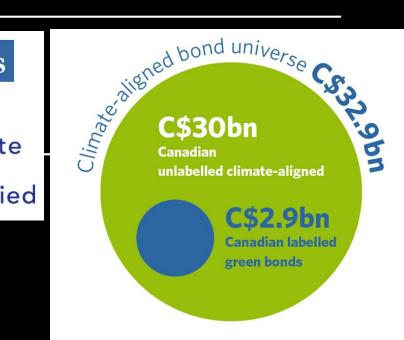
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#### Nested barriers to low-carbon infrastructure investment

Ilmi Granoff<sup>1,2\*</sup>, J. Ryan Hogarth<sup>1,3\*</sup> and Alan Miller<sup>1</sup>

Low-carbon, 'green' economic growth is necessary to simultaneously improve human welfare and avoid the worst impacts of climate change and environmental degradation. Infrastructure choices underpin both the growth and the carbon intensity of the economy. This Perspective explores the barriers to investing in low-carbon infrastructure and some of the policy levers available to overcome them. The barriers to decarbonizing infrastructure 'nest' within a set of barriers to infrastructure development more generally that cause spending on infrastructure—low-carbon or not—to fall more than 70% short of optimal levels. Developing countries face additional barriers such as currency and political risks that increase the investment gap. Low-carbon alternatives face further barriers, such as commercialization risk and financial and public institutions designed for different investment needs. While the broader barriers to infrastructure investment are discussed in other streams of literature, they are often disregarded in literature on renewable energy diffusion or climate finance, which tends to focus narrowly on the project costs of low- versus high-carbon options. We discuss how to overcome the barriers specific to low-carbon infrastructure within the context of the broader infrastructure gap.





#### Recent climate-aligned bonds in Canada

DATE	ISSUER	SIZE	THEME	LABEL
October 2015	Dufferin Wind Power	C\$200m	Energy	Unlabelled project bond
December 2015	EDC	US\$300m	Multi-sector	Green Bond
January 2016	Ontario	C\$750m	Multi-sector	Green Bond
February 2016	CoPower	C\$300,000	Energy	Green Bond
February 2016	Canadian National Railway	US\$500m	Transport	Unlabelled corporate bond
March 2016	Hydro Quebec	C\$16.9m	Energy	Unlabelled corporate bond

#### The enablers



- (technical) LiDAR for proper geospatial and hydrodynamic modelling
- (technical) Hydro-climatic modelling (ECCC-MESH model)
- (technical) High performance computational platform for benefit aggregation, economic performance, watershed visualization
- (policy) hard commitment to climate leadership/green economy/cleantech and green value chain development
- (policy) institutional flexibility on carbon/water quality/biodiversity offsetting
- (policy) investment aggregation/leveraging: green infrastructure/P3
- (policy) institutional and governance innovation

## The Prize: Deep Innovation Prairie Climate Centre

- Deep Driver for Economic
   Development and Growth
- Climate Resilience
- International Leadership in Precision Infrastructure design, implementation and management
- A new class of cyberinfrastructure technology crucial to climate resilience, water and food security: Biorefining Biomaterials Systems Design and Logistics Geospatial Analytics Smart Hydrology and Hydraulics Ecosystem Modeling and Visualization Low-impact Agricultural Harvesting

