

## Tables and Figures (I)

# Roll the DICE Again: The Economics of Global Warming

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**Table 3-1. Regional Details of the RICE-98 Model**

	Industrial	Gross Domestic Product		Population	CO <sub>2</sub> -GDP
	CO <sub>2</sub>	[1990 U.S. dollars, market exchange rates]			Ratio
	Emissions				
	[1000 tons, carbon weight]	(billions)	GDP growth rate [percent per year]		[kg per \$1000]
	1995	1995	1970-95	1995	1995
United States	1,407,257	6175.79	2.6%	263,119,008	227.9
China	871,311	654.29	8.5%	1,200,241,024	1,331.7
Japan	307,520	3419.59	3.6%	125,213,000	89.9
EU	847,682	6,871.55	2.4%	380,113,900	123.4
Germany	227,920	1787.01	2.3%	81,869,000	127.5
United Kingdom	147,964	891.62	2.1%	58,533,000	165.9
Italy	118,927	997.59	2.6%	57,204,000	119.2
France	92,818	1188.59	2.5%	58,060,000	78.1
Spain	63,211	405.98	2.9%	39,199,000	155.7
Netherlands	37,093	303.47	2.4%	15,460,000	122.2
Belgium	28,334	188.84	2.3%	10,145,900	150.0
Greece	20,820	59.53	2.5%	10,467,000	349.8
Norway	19,774	125.25	3.5%	4,354,000	157.9
Austria	16,179	165.25	2.7%	5,110,000	97.9
Denmark	14,975	131.58	2.1%	5,220,000	113.8
Portugal	14,172	58.21	3.3%	9,927,000	243.5
Finland	13,923	106.87	2.4%	5,110,000	130.3
Sweden	12,170	195.29	1.6%	8,830,000	62.3
Switzerland	10,604	213.10	1.4%	7,039,000	49.8
Ireland	8,798	53.36	4.2%	3,586,000	164.9
Luxembourg	2,528	[na]	[na]	[na]	[na]
Iceland	492	[na]	[na]	[na]	[na]
Greenland	137	[na]	[na]	[na]	[na]
Liechtenstein	[na]	[na]	[na]	31,000	[na]
Russia	496,182	334.48	1.2%	148,195,008	1,483.4
India	248,017	447.09	4.4%	929,358,016	554.7
Other high income	235,531	997.25	3.4%	59,768,500	236.2
Canada	118,927	541.37	3.2%	29,606,000	219.7
Australia	79,096	295.38	3.1%	18,054,000	267.8
Singapore	17,377	45.52	8.1%	2,986,500	381.8
Israel	12,642	66.00	5.0%	5,521,000	191.6
Hong Kong	8,459	83.53	7.4%	6,189,800	101.3
New Zealand	7,489	48.99	2.2%	3,601,000	152.9
Virgin Islands (U.S.)	3,121	[na]	[na]	[na]	[na]
Guam	1,129	[na]	[na]	[na]	[na]
Aruba	491	[na]	[na]	[na]	[na]
Bahamas	466	[na]	[na]	[na]	[na]
Faeroe Islands	169	[na]	[na]	45,000	[na]
Bermuda	124	[na]	[na]	[na]	[na]
British Virgin Islands	14	[na]	[na]	[na]	[na]
Andorra	[na]	[na]	[na]	[na]	[na]
Monaco	[na]	[na]	[na]	34,000	[na]
San Marino	[na]	[na]	[na]	[na]	[na]

<b>High-income OPEC</b>	80,146	107.68	1.1%	24,386,000	744.3
<b>Saudi Arabia</b>	69,392	107.68	3.7%	18,979,000	644.4
<b>United Arab Emirates</b>	18,642	[na]	[na]	[na]	[na]
<b>Kuwait</b>	13,297	[na]	[na]	[na]	[na]
<b>Libya</b>	10,754	[na]	[na]	5,407,000	[na]
<b>Qatar</b>	7,920	[na]	[na]	[na]	[na]
<b>Bahrain</b>	4,048	[na]	[na]	[na]	[na]
<b>Oman</b>	3,116	[na]	[na]	[na]	[na]
<b>Brunei</b>	2,247	[na]	[na]	[na]	[na]
<b>Eastern Europe</b>	347,363	290.20	5.4%	169,591,000	1,197.0
<b>Ukraine</b>	119,599	33.68	1.0%	51,550,000	3,551.4
<b>Poland</b>	92,818	74.43	[na]	38,612,000	1,247.0
<b>Romania</b>	33,049	34.91	[na]	22,692,000	946.7
<b>Czech Republic</b>	30,581	37.04	10.9%	10,332,000	825.6
<b>Belarus</b>	16,185	20.00	1.2%	10,339,000	809.2
<b>Bulgaria</b>	15,474	24.82	[na]	8,409,000	623.4
<b>Hungary</b>	15,250	27.05	2.2%	10,229,000	563.9
<b>Slovakia</b>	10,381	18.58	10.7%	5,369,000	558.8
<b>Croatia</b>	4,644	[na]	#VALUE!	4,778,000	#VALUE!
<b>Estonia</b>	4,488	4.35	0.7%	1,484,000	1,030.9
<b>Lithuania</b>	4,043	7.92	1.0%	3,715,000	510.2
<b>Slovenia</b>	3,197	[na]	[na]	[na]	[na]
<b>Moldova</b>	2,952	1.91	-0.9%	4,344,000	1,544.1
<b>Macedonia, F.Y.R.</b>	2,934	[na]	[na]	[na]	[na]
<b>Latvia</b>	2,543	5.50	0.6%	2,516,000	462.2
<b>Bosnia and Hercegovina</b>	503	[na]	[na]	4,383,000	[na]
<b>Serbia and Montenegro</b>	[na]	[na]	[na]	[na]	[na]
<b>Middle income</b>	238,644	877.70	4.6%	262,595,000	271.9
<b>Korea, Rep.</b>	101,963	287.79	8.8%	44,851,000	354.3
<b>Brazil</b>	68,012	370.01	4.5%	159,222,000	183.8
<b>Argentina</b>	35,334	148.97	1.8%	34,665,000	237.2
<b>Malaysia</b>	29,095	70.92	7.3%	20,140,000	410.2
<b>Trinidad and Tobago</b>	4,670	[na]	[na]	[na]	[na]
<b>Puerto Rico</b>	4,240	[na]	[na]	3,717,000	[na]
<b>Netherlands Antilles</b>	1,762	[na]	[na]	[na]	#VALUE!
<b>Cyprus</b>	1,413	[na]	[na]	[na]	[na]
<b>Gabon</b>	967	[na]	[na]	[na]	#VALUE!
<b>Suriname</b>	587	[na]	[na]	[na]	[na]
<b>Martinique</b>	556	[na]	[na]	[na]	[na]
<b>Malta</b>	471	[na]	[na]	[na]	[na]
<b>New Caledonia</b>	468	[na]	[na]	[na]	[na]
<b>Reunion</b>	424	[na]	[na]	[na]	[na]
<b>Macao</b>	336	[na]	[na]	[na]	[na]
<b>Barbados</b>	225	[na]	[na]	[na]	[na]
<b>French Polynesia</b>	153	[na]	[na]	[na]	[na]
<b>Antigua and Barbuda</b>	88	[na]	[na]	[na]	[na]
<b>Gibraltar</b>	62	[na]	[na]	[na]	[na]
<b>St. Lucia</b>	52	[na]	[na]	[na]	[na]
<b>Seychelles</b>	44	[na]	[na]	[na]	[na]
<b>Nauru</b>	38	[na]	[na]	[na]	[na]
<b>St. Kitts and Nevis</b>	26	[na]	[na]	[na]	[na]
<b>St. Pierre and Miquelon</b>	19	[na]	[na]	[na]	[na]
<b>Montserrat</b>	12	[na]	[na]	[na]	[na]
<b>Isle of Man</b>	[na]	[na]	[na]	[na]	[na]
<b>Northern Mariana Islands</b>	[na]	[na]	[na]	69,000	[na]
<b>Turks and Caicos Islands</b>	[na]	[na]	[na]	[na]	[na]
<b>Anguilla</b>	[na]	[na]	[na]	[na]	[na]
<b>Taiwan</b>	[na]	[na]	[na]	[na]	[na]

<b>Lower-middle income</b>	541,912	883.78	3.6%	540,517,000	613.2
<b>Mexico</b>	97,662	179.33	3.4%	91,831,000	544.6
<b>South Africa</b>	83,462	101.68	2.1%	41,457,000	820.8
<b>Iran, Islamic Rep.</b>	71,987	[na]	[na]	64,120,000	[na]
<b>Venezuela</b>	49,193	65.01	2.0%	21,671,000	756.7
<b>Turkey</b>	47,773	129.03	4.3%	61,058,000	370.2
<b>Thailand</b>	47,773	121.64	7.5%	58,242,000	392.7
<b>Kazakhstan</b>	37,093	18.17	1.6%	16,606,000	2,041.4
<b>Algeria</b>	24,909	75.67	3.4%	27,959,000	[na]
<b>Colombia</b>	18,429	57.45	4.5%	36,813,000	320.8
<b>Syrian Arab Rep.</b>	12,561	20.26	6.2%	14,112,000	620.0
<b>Chile</b>	12,037	16.14	5.2%	14,225,000	745.7
<b>Peru</b>	8,341	27.88	2.2%	23,819,000	299.1
<b>Morocco</b>	7,995	26.21	3.9%	26,562,000	305.0
<b>Cuba</b>	7,933	[na]	[na]	11,011,000	[na]
<b>Turkmenistan</b>	7,733	1.30	3.6%	4,508,000	5,959.5
<b>Ecuador</b>	6,177	7.43	4.5%	11,477,000	831.8
<b>Tunisia</b>	4,178	14.62	5.1%		285.8
<b>Dominican Rep.</b>	3,212	7.43	4.5%	7,822,000	432.5
<b>Jamaica</b>	2,470	[na]	[na]	[na]	[na]
<b>Panama</b>	1,882	[na]	[na]	[na]	[na]
<b>Uruguay</b>	1,468	10.05	1.8%	3,184,000	146.0
<b>Costa Rica</b>	1,428	7.31	4.1%	3,399,000	195.3
<b>El Salvador</b>	1,416	6.52	1.9%	5,623,000	217.1
<b>Paraguay</b>	1,036	5.74	5.2%	4,828,000	180.5
<b>Papua New Guinea</b>	677	5.16	3.1%	4,302,000	131.1
<b>Guadeloupe</b>	416	[na]	[na]	[na]	[na]
<b>Mauritius</b>	407	[na]	[na]	[na]	[na]
<b>French Guiana</b>	238	[na]	[na]	[na]	[na]
<b>Fiji</b>	201	[na]	[na]	[na]	[na]
<b>Belize</b>	113	[na]	[na]	[na]	[na]
<b>Cayman Islands</b>	84	[na]	[na]	[na]	[na]
<b>American Samoa</b>	75	[na]	[na]	[na]	[na]
<b>Pacific Islands</b>	65	[na]	[na]	[na]	[na]
<b>Grenada</b>	46	[na]	[na]	[na]	[na]
<b>St. Vincent and the Grenadines</b>	34	[na]	[na]	[na]	[na]
<b>Tonga</b>	28	[na]	[na]	[na]	[na]
<b>Dominica</b>	22	[na]	[na]	[na]	[na]
<b>Vanuatu</b>	17	[na]	[na]	[na]	[na]
<b>Cook Islands</b>	6	[na]	[na]	[na]	[na]
<b>Niue</b>	1	[na]	[na]	[na]	[na]
<b>Namibia</b>	0	[na]	[na]	[na]	[na]
<b>Micronesia</b>	0	[na]	[na]	[na]	[na]
<b>Marshall Islands</b>	0	[na]	[na]	[na]	[na]
<b>Wallis and Futuna</b>	0	[na]	[na]	[na]	[na]

<b>Africa</b>	39,152	154.64	3.2%	454,460,000	253.2
<b>Nigeria</b>	24,759	44.81	2.9%	111,273,000	[na]
<b>Cote d'Ivoire</b>	2,828	11.59	2.6%	13,978,000	243.9
<b>Zimbabwe</b>	2,657	7.54	2.9%	11,011,000	352.3
<b>Kenya</b>	1,824	11.34	5.2%	26,688,000	160.9
<b>Angola</b>	1,256	7.83	[na]	10,772,000	160.5
<b>Cameroon</b>	1,131	10.94	3.3%	13,288,000	103.4
<b>Ghana</b>	1,104	8.12	1.9%	17,075,000	136.0
<b>Ethiopia</b>	962	9.85	[na]	56,404,000	97.7
<b>Sudan</b>	955	[na]	[na]	26,707,000	[na]
<b>Mauritania</b>	837	[na]	[na]	[na]	[na]
<b>Senegal</b>	836	6.35	2.5%	8,468,000	131.7
<b>Tanzania</b>	666	5.20	[na]	29,646,000	128.1
<b>Zambia</b>	656	2.62	0.9%	8,978,000	250.8
<b>Botswana</b>	612	[na]	[na]	[na]	[na]
<b>Zaire</b>	573	[na]	[na]	43,848,000	[na]
<b>Congo</b>	346	[na]	[na]	[na]	[na]
<b>Madagascar</b>	307	3.07	0.5%	13,651,000	99.9
<b>Niger</b>	305	2.81	0.3%	9,028,000	108.6
<b>Guinea</b>	295	3.02	[na]	6,591,000	97.7
<b>Uganda</b>	285	12.09	[na]	19,168,000	23.6
<b>Mozambique</b>	271	2.43	[na]	16,168,000	111.3
<b>Burkina Faso</b>	261	3.04	3.6%	10,377,000	85.9
<b>Togo</b>	203	1.51	2.0%	4,085,000	134.1
<b>Malawi</b>	198	1.62	3.7%	9,757,000	122.5
<b>Benin</b>	173	[na]	[na]	5,475,000	[na]
<b>Rwanda</b>	134	1.43	0.8%	6,400,000	93.4
<b>Mali</b>	127	2.84	3.0%	9,788,000	44.7
<b>Swaziland</b>	124	[na]	[na]	[na]	[na]
<b>Sierra Leone</b>	121	0.81	0.8%	4,195,000	149.3
<b>Djibouti</b>	101	[na]	[na]	[na]	[na]
<b>Liberia</b>	87	[na]	[na]	[na]	[na]
<b>Central African Rep.</b>	64	1.33	1.4%	3,275,000	48.3
<b>Guinea-Bissau</b>	63	[na]	[na]	[na]	[na]
<b>Gambia, The</b>	59	[na]	[na]	[na]	[na]
<b>Burundi</b>	58	1.29	2.8%	6,264,000	44.9
<b>Equatorial Guinea</b>	36	[na]	[na]	[na]	[na]
<b>Cape Verde</b>	31	[na]	[na]	[na]	[na]
<b>Chad</b>	26	1.30	1.9%	6,448,000	19.9
<b>Comoros</b>	18	[na]	[na]	[na]	[na]
<b>Somalia</b>	3	[na]	[na]	9,491,000	[na]
<b>Lesotho</b>	[na]	[na]	[na]	[na]	[na]

<b>Low income</b>	320,649	482.42	4.1%	895,036,222	664.7
<b>Indonesia</b>	80,822	157.56	7.1%	193,276,992	513.0
<b>Korea, Dem. Rep.</b>	70,138	[na]	[na]	23,867,000	[na]
<b>Iraq</b>	27,020	[na]	[na]	20,097,000	[na]
<b>Uzbekistan</b>	26,986	15.23	3.3%	22,771,000	1,771.4
<b>Egypt, Arab Rep.</b>	25,023	47.56	5.4%	57,800,000	[na]
<b>Pakistan</b>	23,296	56.03	5.3%	129,905,000	[na]
<b>Philippines</b>	16,692	48.94	3.4%	68,595,000	341.1
<b>Azerbaijan</b>	11,620	3.31	-0.2%	7,510,000	3,515.7
<b>Viet Nam</b>	8,654	67.91	[na]	73,475,000	127.4
<b>Bangladesh</b>	5,713	27.38	3.3%	57,800,000	208.7
<b>Yemen</b>	3,933	[na]	[na]	15,272,000	[na]
<b>Lebanon</b>	3,641	[na]	[na]	4,005,000	[na]
<b>Jordan</b>	3,632	[na]	[na]	4,212,000	[na]
<b>Bolivia</b>	2,859	6.64	2.5%	57,800,000	430.7
<b>Mongolia</b>	2,308	[na]	[na]	[na]	[na]
<b>Georgia</b>	2,114	2.64	-3.4%	5,400,000	800.0
<b>Guatemala</b>	1,962	10.81	3.4%	10,621,230	181.5
<b>Myanmar</b>	1,919	[na]	[na]	45,106,000	[na]
<b>Sri Lanka</b>	1,607	10.50	4.5%	18,114,000	153.1
<b>Kyrgyzstan</b>	1,491	1.26	2.4%	4,515,000	1,184.8
<b>Honduras</b>	1,052	6.07	3.8%	5,924,000	173.3
<b>Tajikistan</b>	1,021	1.68	3.4%	5,836,000	607.8
<b>Armenia</b>	996	1.20	-0.1%	3,760,000	828.5
<b>Nicaragua</b>	737	4.04	-0.2%	4,375,000	182.2
<b>Albania</b>	504	3.27	[na]	3,260,000	153.9
<b>Nepal</b>	418	5.00	3.7%	21,456,000	83.6
<b>Afghanistan</b>	338	[na]	[na]	23,481,000	[na]
<b>Guyana</b>	255	[na]	[na]	[na]	[na]
<b>Haiti</b>	174	1.87	0.4%	7,168,000	92.9
<b>Cambodia</b>	136	1.50	[na]	10,024,000	90.4
<b>Lao, PDR</b>	84	2.01	[na]	4,882,000	41.8
<b>Bhutan</b>	65	[na]	[na]	[na]	[na]
<b>Western Sahara</b>	57	[na]	[na]	[na]	[na]
<b>Maldives</b>	50	[na]	[na]	[na]	[na]
<b>Solomon Islands</b>	44	[na]	[na]	[na]	[na]
<b>Western Samoa</b>	36	[na]	[na]	[na]	[na]
<b>Sao Tome and Principe</b>	21	[na]	[na]	[na]	[na]
<b>Kiribati</b>	6	[na]	[na]	[na]	[na]
<b>West Bank</b>	[na]	[na]	[na]	[na]	[na]
<b>Gaza Strip</b>	[na]	[na]	[na]	[na]	[na]
<b>Tuvalu</b>	[na]	[na]	[na]	[na]	[na]
<b>Tokelau</b>	[na]	[na]	[na]	[na]	[na]

Table 3-2. Major Regional Aggregates in RICE-98 Regions

	<b>Industrial CO2 Emissions</b>	<b>Gross Domestic Product</b>			<b>Population</b>	<b>CO2-GDP Ratio</b>
	<b>[million metric tons, carbon weight]</b>	<b>[1990 U.S. dollars, market exchange rates]</b>		<b>GDP per capita</b>	<b>[millions]</b>	<b>[kg per \$100</b>
	<b>1995</b>	<b>1995</b>	<b>Growth rate of real GDP [% per year]</b>	<b>1995</b>	<b>1995</b>	<b>1995</b>
<b>United States</b>	<b>1,407.3</b>	<b>6175.79</b>	<b>2.6%</b>	<b>23,471</b>	<b>263.1</b>	<b>227.9</b>
<b>China</b>	<b>871.3</b>	<b>654.29</b>	<b>8.5%</b>	<b>545</b>	<b>1,200.2</b>	<b>1,331.7</b>
<b>EU</b>	<b>847.7</b>	<b>6,871.55</b>	<b>2.4%</b>	<b>18,078</b>	<b>380.1</b>	<b>123.4</b>
<b>Lower-middle income</b>	<b>541.9</b>	<b>883.78</b>	<b>3.6%</b>	<b>1,635</b>	<b>540.5</b>	<b>613.2</b>
<b>Russia</b>	<b>496.2</b>	<b>334.48</b>	<b>1.2%</b>	<b>2,257</b>	<b>148.2</b>	<b>1,483.4</b>
<b>Eastern Europe</b>	<b>347.4</b>	<b>290.20</b>	<b>5.4%</b>	<b>1,711</b>	<b>169.6</b>	<b>1,197.0</b>
<b>Low income</b>	<b>320.6</b>	<b>482.42</b>	<b>4.1%</b>	<b>539</b>	<b>895.0</b>	<b>664.7</b>
<b>Japan</b>	<b>307.5</b>	<b>3419.59</b>	<b>3.6%</b>	<b>27,310</b>	<b>125.2</b>	<b>89.9</b>
<b>India</b>	<b>248.0</b>	<b>447.09</b>	<b>4.4%</b>	<b>481</b>	<b>929.4</b>	<b>554.7</b>
<b>Middle income</b>	<b>238.6</b>	<b>877.70</b>	<b>4.6%</b>	<b>3,342</b>	<b>262.6</b>	<b>271.9</b>
<b>Other high income</b>	<b>235.5</b>	<b>997.25</b>	<b>3.4%</b>	<b>16,685</b>	<b>59.8</b>	<b>236.2</b>
<b>High-income OPEC</b>	<b>80.1</b>	<b>107.68</b>	<b>1.1%</b>	<b>4,416</b>	<b>24.4</b>	<b>744.3</b>
<b>Africa</b>	<b>39.2</b>	<b>154.64</b>	<b>3.2%</b>	<b>340</b>	<b>454.5</b>	<b>253.2</b>

#### Notes on sources of data for Tables 3-1 through 3-5.

Underlying data in Tables 3-1 through 3-5 were taken from the following. Most output data were from *World Development Indicators 1997*, CD-ROM. Energy data for 1995 were from United Nations, *1995 Energy Statistics Yearbook*, United Nations, New York 1997. Energy data for 1970 were from United Nations, *World Energy Supplies, 1970-1973*, United Nations, Department of Economic and Social Affairs Statistical Office, New York, 1975. Other years were from World Bank, *World Development Indicators*, 1997. Data on carbon-dioxide emissions were from the web page of the Carbon Dioxide Information Analysis Center ([http://cdiac.esd.ornl.gov/cdp/95\\_emis\\_1998/top95.tot](http://cdiac.esd.ornl.gov/cdp/95_emis_1998/top95.tot)). The cited source at that page was Gregg Marland et al. Conversion factors were taken from National Academy of Sciences, *Policy Implications of Greenhouse Warming: Mitigation, Adaptation, and the Science Base*, National Academy Press, 1992, pp. 847-848. Multiple adjustments were made for countries, particularly those of the former Soviet Union.

#### Notes on units.

Carbon is measured in metric tons.

Output and consumption is measured using country price weights and converted into U.S. dollars at 1990 market exchange rates.

**Table 3-3.****GDP PER CAPITA GROWTH RATES**

Regional Aggregates

	1970-75	1975-80	1980-85	1985-90	1990-95	1970-95
United States	1.10%	2.08%	1.60%	1.83%	1.29%	1.58%
China	3.34%	4.89%	8.72%	6.30%	11.08%	6.83%
Japan	3.06%	3.46%	2.67%	4.17%	1.01%	2.87%
EU	2.32%	2.70%	1.37%	2.74%	0.95%	2.01%
Russia	5.67%	3.78%	2.40%	1.14%	-9.07%	0.65%
India	0.60%	0.79%	3.12%	4.13%	2.55%	2.23%
Other high income	2.72%	2.21%	1.74%	1.50%	1.20%	1.87%
High-income OPEC	0.11%	3.24%	-11.29%	-6.86%	-1.58%	-3.42%
Eastern Europe	11.14%	15.01%	3.18%	0.90%	-4.35%	4.94%
Middle income	5.22%	3.77%	-0.13%	2.31%	2.53%	2.73%
Lower-middle income	2.46%	2.31%	0.13%	0.92%	0.75%	1.31%
Africa	1.68%	1.33%	1.87%	0.32%	-3.55%	0.31%
Low income	3.07%	4.82%	1.14%	-0.05%	-0.28%	1.72%
World	2.18%	2.96%	0.37%	1.91%	0.62%	1.60%

**Table 3-4.****ENERGY/GDP GROWTH RATES**  
*Regional Aggregates*

	<b>1970-75</b>	<b>1975-80</b>	<b>1980-85</b>	<b>1985-90</b>	<b>1990-95</b>	<b>1970-95</b>
<b>United States</b>	0.03%	-1.32%	-2.86%	-1.10%	-1.67%	-1.39%
<b>China</b>	-1.62%	-0.62%	-5.12%	-2.85%	-8.15%	-3.71%
<b>Japan</b>	1.98%	-1.90%	-2.43%	-0.98%	-1.93%	-1.07%
<b>EU</b>	1.43%	-0.81%	-1.19%	-1.74%	-2.95%	-1.06%
<b>Russia</b>	0.53%	0.17%	0.40%	-2.19%	3.60%	0.48%
<b>India</b>	0.69%	1.10%	1.30%	0.80%	0.57%	0.89%
<b>Other high income</b>	1.70%	-0.54%	-2.44%	-0.22%	-2.10%	-0.73%
<b>High-income OPEC</b>	15.37%	14.83%	15.12%	7.20%	0.19%	10.37%
<b>Eastern Europe</b>	-11.53%	-11.30%	4.17%	-1.91%	-3.24%	-4.95%
<b>Middle income</b>	2.48%	-0.10%	0.74%	1.75%	-0.48%	0.87%
<b>Lower-middle income</b>	9.70%	-0.57%	3.97%	-1.71%	-2.35%	1.71%
<b>Africa</b>	5.42%	3.89%	-3.10%	0.05%	-3.20%	0.55%
<b>Low income</b>	-4.94%	-1.16%	5.89%	1.14%	0.45%	0.21%
<b>World</b>	0.78%	-0.69%	-0.02%	-1.39%	-2.38%	-0.75%

**Table 3-5****CO2/GDP GROWTH RATES**

Regional Aggregates

	1970-75	1975-80	1980-85	1985-90	1990-95	1970-95
United States	-1.88%	-1.75%	-3.23%	-0.70%	-1.41%	-1.80%
China	2.39%	-0.99%	-4.09%	-3.43%	-5.93%	-2.45%
Japan	-1.54%	-2.48%	-3.30%	-1.57%	-0.44%	-1.87%
EU	-2.03%	-1.32%	-3.18%	-2.68%	-1.94%	-2.23%
Russia	-1.35%	-1.45%	-0.80%	-2.11%	5.88%	-0.01%
India	2.37%	3.47%	1.60%	0.18%	1.62%	1.84%
Other high income	-1.40%	-0.74%	-2.89%	-0.84%	-0.67%	-1.31%
High-income OPEC	0.06%	3.99%	11.17%	8.70%	0.66%	4.83%
Eastern Europe	-6.96%	-11.25%	-2.64%	-3.37%	-1.86%	-5.28%
Middle income	-0.51%	0.92%	-0.44%	0.71%	3.00%	0.73%
Lower-middle income	0.10%	-0.05%	0.25%	-0.43%	-0.51%	-0.13%
Africa	5.50%	1.54%	-4.51%	0.18%	2.44%	0.98%
Low income	1.17%	-2.50%	0.03%	1.88%	2.24%	0.55%
World	-0.65%	-1.02%	-1.47%	-1.45%	-0.77%	-1.07%

*Source: tables for rice paper 102698.xls*

**Table 3-6**

**Projected and Actual Real Return on Capital by Region**  
 [Average percent per year]

<b>Year</b>	Historical	----- Projected -----			
		<b>1995</b>	<b>2005</b>	<b>2015</b>	<b>2025</b>
Japan	5.0	4.4%	3.9%	3.7%	3.5%
USA	6.0	5.1%	3.9%	3.3%	3.1%
European Union	6.0	5.4%	4.2%	3.6%	3.4%
Other High Income	7.0	5.7%	4.3%	3.6%	3.4%
High Income Opec	3.0	2.3%	3.4%	3.7%	3.7%
Middle Income	8.0	7.2%	5.4%	4.6%	4.2%
Russia	8.0	6.8%	5.4%	4.7%	4.4%
Lower Middle Income	8.0	7.3%	5.7%	5.0%	4.6%
Eastern Europe	8.0	6.6%	5.4%	4.9%	4.6%
Low Income	9.0	8.0%	5.9%	4.9%	4.5%
China	9.0	7.4%	6.3%	5.7%	5.3%
India	9.0	7.7%	6.2%	5.4%	5.0%
Africa	9.0	8.0%	5.6%	4.6%	4.1%

*Source: growth sheet121598.xls*

**Table 3-7**  
**Comparison of RICE with Maddison Projections**  
 [Annual average growth rates of per capita GDP]

<i>Maddison region</i>	<i>RICE region</i>	----- Historical estimates -----		-----Projections-----		<i>Difference</i>
		<i>RICE</i> 1970-95	<i>Maddison</i> 1973-95	<i>RICE</i> 1995-2015	<i>Maddison</i> 1995-2015	
Western Europe	European Union	2.01	1.72	1.26	1.30	-0.04
Other Europe	Eastern Europe	4.94	0.48	2.92	2.68	0.24
Former USSR	Russia	0.65	-2.35	2.73	2.50	0.23
USA	USA	1.58	1.55	1.27	1.30	-0.03
Other Americas	Middle Income	2.73	0.68	2.46	1.33	1.13
China	China	6.83	5.37	3.83	4.50	-0.67
India	India	2.23	2.81	3.46	3.50	-0.04
Japan	Japan	2.87	2.53	1.20	1.30	-0.10
Other Asia	Low Income	1.72	2.17	2.85	2.86	-0.01
Africa	Africa	0.31	-0.33	2.51	1.00	1.51
<b>Weighted average*</b>		3.15	2.35	2.89	2.81	0.08

\* Weighted by 1995 population

Source: Maddison [1998] and RICE-98 model.

**\*1995 population weights**

Source: Maddison [1994] and RICE-98 model.

Source: Maddison growth forecasts and compare 121498.xls

**Table 3-8. Growth in Per Capita Output in RICE-98 Regions:  
Historical Rates, Target Rates, and Projections**

Region	----- RICE-98 Model Calculations -----								
	-----Growth rate of per capita output-----						--- Per capita output ---		
	Actual 1970-95	Target 1970-95	1995-2005	2005-2015	2015-2025	-----Average----- 1995-2045    2045-2095		[1990 U.S. prices] 1995    2100	
Japan	2.87%	2.00%	1.30%	1.10%	0.99%	1.04%	0.70%	\$24,883	\$61,065
USA	1.58%	1.60%	1.49%	1.04%	0.85%	0.97%	0.65%	\$22,904	\$52,796
European Union	2.01%	2.00%	1.48%	1.04%	0.83%	0.98%	0.64%	\$18,788	\$43,239
Other High Income	1.87%	2.20%	1.55%	1.07%	0.87%	1.00%	0.66%	\$18,999	\$44,741
High Income Opec	-3.42%	0.80%	0.75%	1.12%	1.22%	1.10%	0.98%	\$7,819	\$22,909
Middle Income	2.73%	3.00%	2.80%	2.11%	1.78%	1.94%	1.17%	\$4,801	\$23,592
Russia	0.65%	3.00%	3.07%	2.39%	2.06%	2.22%	1.46%	\$2,250	\$14,871
Lower Middle Income	1.31%	3.20%	2.95%	2.33%	2.00%	2.15%	1.35%	\$2,039	\$12,174
Eastern Europe	4.94%	3.30%	3.24%	2.60%	2.26%	2.41%	1.60%	\$1,994	\$15,562
Low Income	1.72%	3.50%	3.26%	2.43%	2.04%	2.25%	1.43%	\$578	\$3,800
China	6.83%	4.50%	4.19%	3.47%	3.03%	3.18%	2.02%	\$489	\$6,919
India	2.23%	4.00%	3.82%	3.09%	2.68%	2.85%	1.82%	\$360	\$3,898
Africa	0.31%	3.00%	2.94%	2.07%	1.69%	1.92%	1.21%	\$310	\$1,545

Note: The estimates of output levels and growth rates use market exchange rates. The levels of output are calculated to be substantially higher for low-income countries and lower for Japan and Europe using purchasing power parity exchange rates.

Source: *growth sheet121598.xls*

**Table 3-9**  
**Comparison of RICE with IIASA Scenario B**

Comparison of IIASA Scenario B and RICE Model

	----- 2020 -----		----- 2050 -----	
	IIASA	RICE	IIASA	RICE
<b>Population (billions)</b>	7.92	7.60	10.06	9.24
<b>World Output (trillions, 1990 prices)</b>	40.2	38.49	72.8	58.93
<b>Carbon emissions (GtC)</b>	8.91	8.56	10.76	10.92
<b>Carbon intensity (GtC per billion \$)</b>	222	222	148	185

*Source: Maddison growth forecasts and compare 121598.xls*

Table 3-10. Estimated Impact from IPCC Report, 1996

	2xCO <sub>2</sub>				
	Cline (2.5°C)	Fankhauser (2.5°C) <sup>1</sup>	Nordhaus (3°C) <sup>1</sup>	Titus (4°C)	Tol (2.5°C) <sup>2</sup>
Agriculture	17.5	8.4	1.1	1.2	10.0
Forest Loss	3.3	0.7	small	43.6	-
Species Loss	4.0 + a <sup>3</sup>	8.4	<sup>4</sup>	-	5.0
Sea Level Rise	7.0	9.0	12.2	5.7	8.5
Electricity	11.2	7.9	1.1	5.6	-
Non-El. Heating	- 1.3	-		-	-
Human Amenity	+ b <sup>3</sup>	-	}	-	12.0
Human Morbidity	+ c <sup>3</sup>	-		-	-
Mortality	5.8	11.4		9.4	37.4
Migration	0.5	0.6		-	1.0
Hurricanes	0.8	0.2	}	-	0.3
Construction	± d <sup>3</sup>	-		-	-
Leisure Activities	1.7	-		-	-
Water Supply availability	7.0	15.0		11.4	-
pollution	-	-		32.6	-
Urban Infrastruc.	0.1	-		-	-
Air Pollution tropics. Ozone	3.5	7.3		27.2	-
other	+ e <sup>3</sup>			-	
Mobile Air Cond.	-	-		2.5	-
Total	61.1	69.5	55.5	139.2	74.2
(% of GDP)	+a+b+c±d+e (1.1)	(1.3)	(1.0)	(2.5)	(1.5) <sup>2</sup>

<sup>1</sup> transformed to 1990 base

<sup>2</sup> USA and Canada, base year 1988

<sup>3</sup> identified, but not estimated

<sup>4</sup> not assessed categories, estimated at 0.75% of GDP

Sources: Cline (1992a); Fankhauser (1995a); Nordhaus (1991); Titus (1992); Tol (1995)

Source: IPCC III [1996].

**Table 3-11. Regional Mean Temperatures, 1990**

<b>Region</b>	<b>Regional Mean Temperature</b>	
	<i>[Annual average, degrees C]</i>	
	<i>Area weight</i>	<i>Population weight</i>
<b>Russia</b>	<b>-5.0</b>	<b>3.1</b>
<b>Eastern Europe</b>	<b>7.9</b>	<b>8.9</b>
<b>Western Europe</b>	<b>9.1</b>	<b>10.5</b>
<b>Other high income</b>	<b>6.6</b>	<b>12.5</b>
<b>Japan</b>	<b>8.9</b>	<b>12.6</b>
<b>United States</b>	<b>7.8</b>	<b>13.4</b>
<b>China</b>	<b>4.6</b>	<b>13.8</b>
<b>Lower-middle income</b>	<b>19.2</b>	<b>19.0</b>
<b>Middle income</b>	<b>21.7</b>	<b>21.3</b>
<b>Low income</b>	<b>21.2</b>	<b>22.6</b>
<b>High-income OPEC</b>	<b>23.3</b>	<b>24.0</b>
<b>Africa</b>	<b>24.3</b>	<b>24.2</b>
<b>India</b>	<b>22.4</b>	<b>25.7</b>

Source: Nordhaus [1998c]

## Table 3-12

### Summary of Impacts in Different Sectors

#### Impact of 2.5 degree warming on different sectors:

[Positive numbers are damages; negative numbers are benefits;  
impacts measured as percent of market incomes]

	TOTAL [2.5 degree]	Agriculture	Other vul- nerable mkt	Coastal	Health	Non-market time use	Settlements	Catastrophic impact [2.5 degree]	[6 degrees]
<b>United States</b>	<b>0.45%</b>	0.06%	0.00%	0.11%	0.02%	-0.28%	0.10%	0.44%	2.97%
<b>China</b>	<b>0.22%</b>	-0.37%	0.13%	0.07%	0.09%	-0.26%	0.05%	0.52%	3.51%
<b>Japan</b>	<b>0.50%</b>	-0.46%	0.00%	0.56%	0.02%	-0.31%	0.25%	0.45%	3.04%
<b>EU</b>	<b>2.83%</b>	0.49%	0.00%	0.60%	0.02%	-0.43%	0.25%	1.91%	13.00%
<b>Russia</b>	<b>-0.65%</b>	-0.69%	-0.37%	0.09%	0.02%	-0.75%	0.05%	0.99%	6.74%
<b>India</b>	<b>4.93%</b>	1.08%	0.40%	0.09%	0.69%	0.30%	0.10%	2.27%	15.41%
<b>Other high income</b>	<b>-0.39%</b>	-0.95%	-0.31%	0.16%	0.02%	-0.35%	0.10%	0.94%	6.39%
<b>High-income OPEC</b>	<b>1.95%</b>	0.00%	0.91%	0.06%	0.23%	0.24%	0.05%	0.46%	3.14%
<b>Eastern Europe</b>	<b>0.71%</b>	0.46%	0.00%	0.01%	0.02%	-0.36%	0.10%	0.47%	3.23%
<b>Middle income</b>	<b>2.44%</b>	1.13%	0.41%	0.04%	0.32%	-0.04%	0.10%	0.47%	3.21%
<b>Lower-middle income</b>	<b>1.81%</b>	0.04%	0.29%	0.09%	0.32%	-0.04%	0.10%	1.01%	6.86%
<b>Africa</b>	<b>3.91%</b>	0.05%	0.09%	0.02%	3.00%	0.25%	0.10%	0.39%	2.68%
<b>Low income</b>	<b>2.64%</b>	0.04%	0.46%	0.09%	0.66%	0.20%	0.10%	1.09%	7.44%
<b>Global [a]</b>									
Output weighted	<b>1.50%</b>	<b>0.13%</b>	<b>0.05%</b>	<b>0.32%</b>	<b>0.10%</b>	<b>-0.29%</b>	<b>0.17%</b>	<b>1.02%</b>	<b>6.94%</b>
Population weighted	<b>1.88%</b>	<b>0.17%</b>	<b>0.23%</b>	<b>0.12%</b>	<b>0.56%</b>	<b>-0.03%</b>	<b>0.10%</b>	<b>1.05%</b>	<b>7.12%</b>

Note: Global total is regional impact weighted by shares of output in 2100 or population in 1995.

Source: Nordhaus [1998c]

**Table 3-13**

<b>Non-CO2 Radiative Forcings According to IPCC-1990, IPCC-1995, and in RICE-98 Model</b>			
<b>A. Estimated Forcings (watts per meter squared)</b>			
	[1]	[2]	[3]
<b>Year</b>	<b>IPCC-1990</b>	<b>IPCC-1995</b>	<b>NewDICE</b>
1960	0.39	-0.18	
1990	0.95	-0.15	-0.15
2000			-0.17
2010			-0.16
2020			-0.15
2030			-0.12
2040			-0.07
2050	1.85	-0.01	-0.01
2060			0.07
2070			0.16
2080			0.27
2090			0.39
2100	2.12	0.53	0.53
2200			0.53
2300			0.53
<b>B. Components of forcings (watts per meter squared)</b>			
	<b>1990</b>	<b>2050</b>	<b>2100</b>
CO2	1.57	3.77	5.85
N2O, CH4, and Halocarbons	0.85	1.41	1.87
CH4	0.46	0.84	1.07
N2O	0.15	0.37	0.52
Halocarbons	0.24	0.20	0.28
Stratospheric O3	-0.10	-0.02	0.00
Tropospheric O3	0.40	0.50	0.56
Tropospheric aerosols: direct	-0.50	-0.70	-0.70
Tropospheric aerosols: indirect	-0.80	-1.20	-1.20
<b>Total</b>	<b>1.42</b>	<b>3.76</b>	<b>6.38</b>
<b>Total, non-CO2 forcings</b>	<b>-0.15</b>	<b>-0.01</b>	<b>0.53</b>
Part A, column [1] is from Nordhaus [1994], p. 72-73.			
Part A, column [2] is from IPCC [1996], Chapter 6.			
Part A, column [3] estimates non-CO2 forcings as $-.15 - .002285(t-1990) + .000077(t-1990)^2$ .			
Part B from IPCC [1996], Chapter 6, especially pp. 117, 321. The emissions scenario is revised IP92a.			

Source: forcings 121097.wb3

**Table 4-1**  
**Comparison of RICE-98 and DICE-98 Results**

[Ratio of Calculation for DICE-98 to RICE-98]

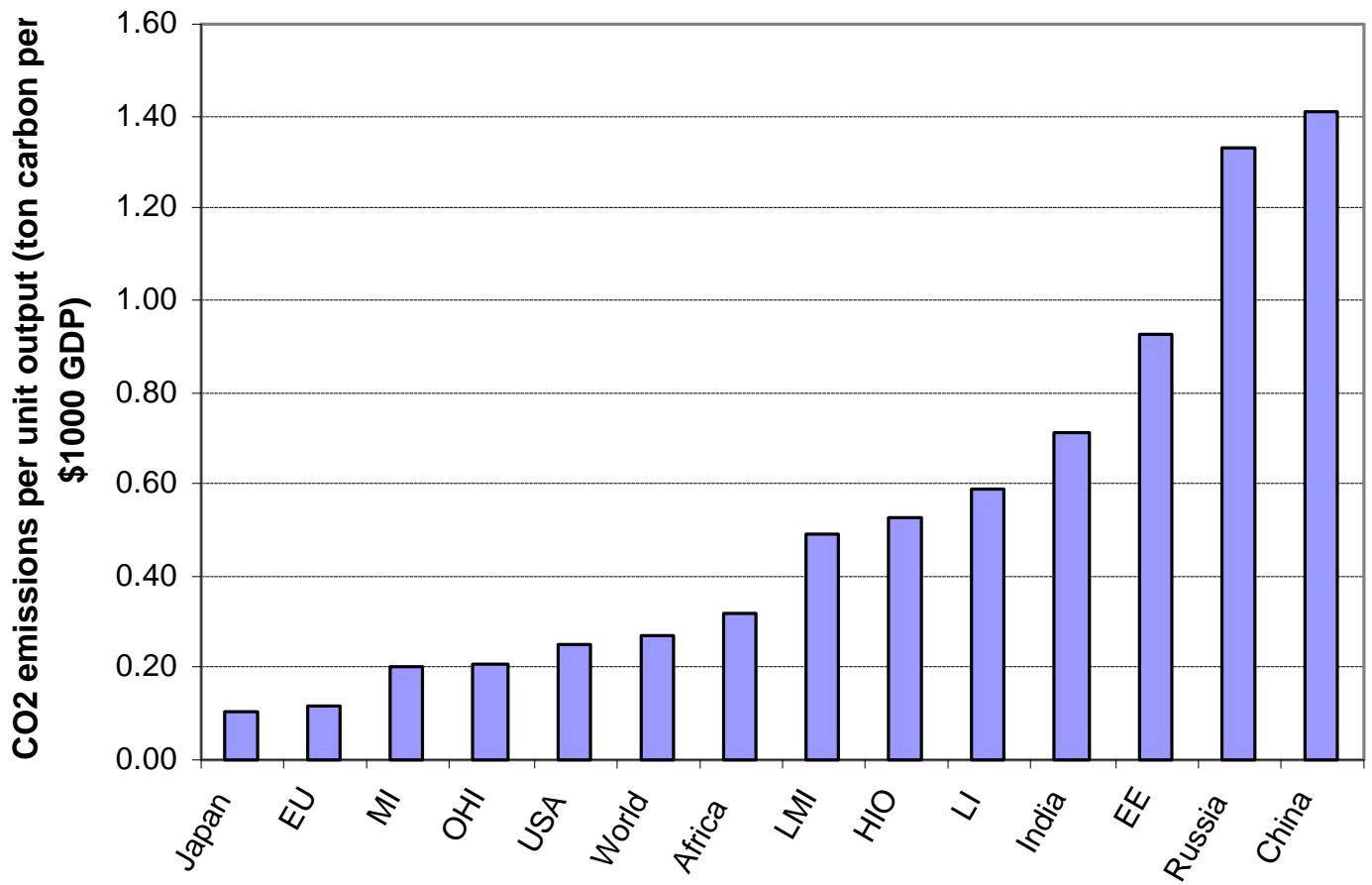
	1995	2005	2015	2025	2035	2045	2055	2065	2075	2085	2095	2105
<b>Output</b>	0.998	1.032	1.061	1.082	1.104	1.104	1.094	1.078	1.059	1.039	1.019	0.999
<b>Population</b>	1.000	1.000	1.000	1.000	1.003	1.003	1.002	1.002	1.002	1.002	1.002	1.002
<b>Carbon prices:</b>												
World prices	1.662	1.618	1.608	1.611	1.626	1.647	1.675	1.703	1.735	1.768	1.805	1.840
<b>Emissions control rate</b>	1.684	1.452	1.284	1.144	1.033	0.944	0.877	0.826	0.785	0.753	0.728	0.695
<b>Carbon intensity</b>	1.004	0.985	0.969	0.957	0.943	0.939	0.941	0.945	0.951	0.958	0.966	0.976
<b>Industrial emissions</b>	1.002	1.017	1.028	1.035	1.041	1.037	1.029	1.019	1.007	0.996	0.985	0.975
<b>Total CO2 emissions</b>	1.002	1.015	1.025	1.032	1.038	1.035	1.028	1.018	1.007	0.996	0.985	0.976
<b>Global temperature</b>	1.000	1.001	1.001	1.003	1.007	1.011	1.014	1.016	1.017	1.016	1.014	1.012
<b>CO2 concentrations</b>	1.000	1.000	1.002	1.004	1.006	1.008	1.010	1.011	1.010	1.009	1.007	1.005

Note: The ratios for all variables other than the carbon prices and the emissions control rates are calculated in the base (no-controls) case. The carbon prices and the emissions control rates are calculated in the optimal control policy.

Source: compare dices 121898.xls

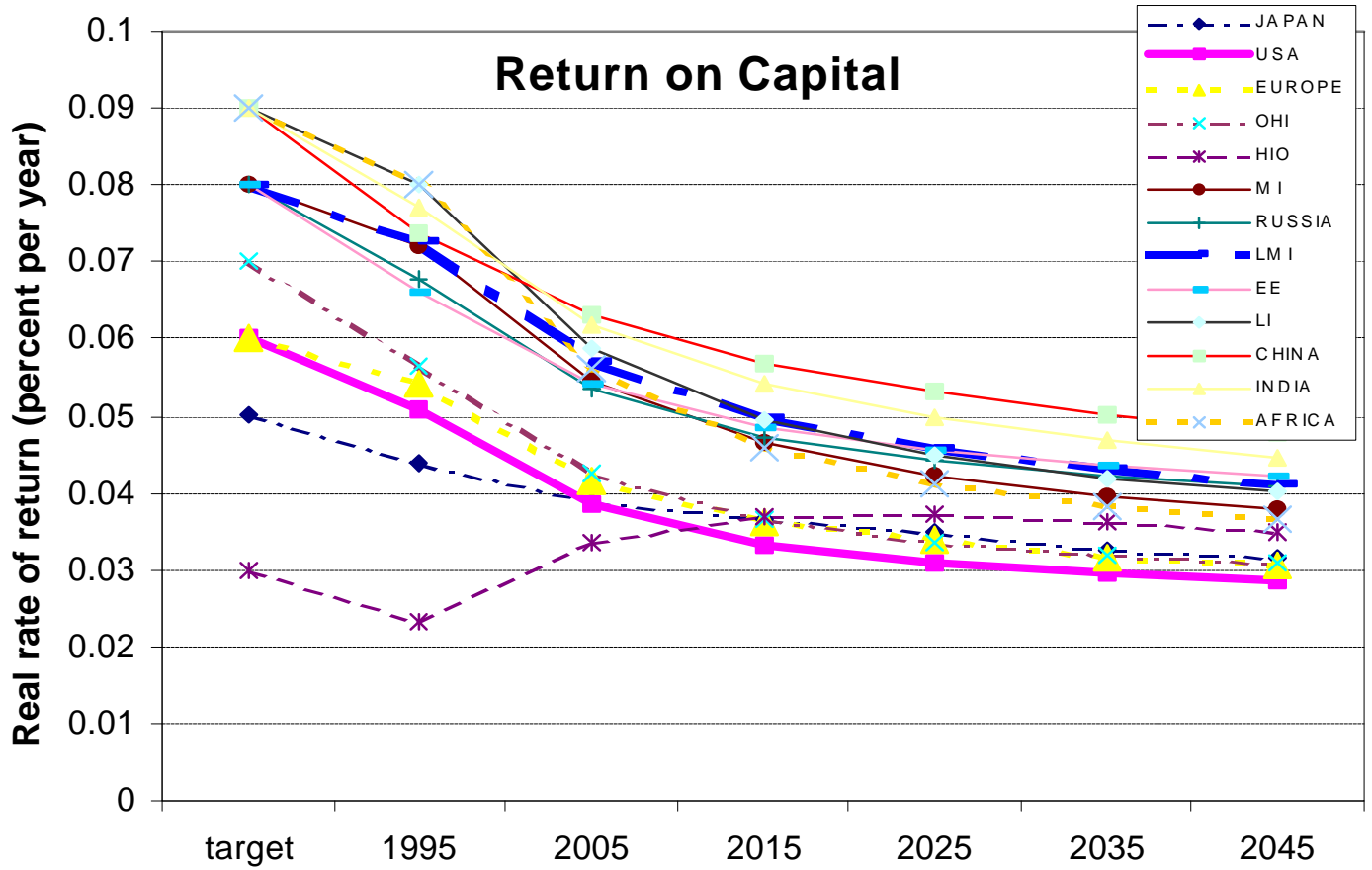
**Figure 3-1. Industrial CO<sub>2</sub>-Output Ratios for RICE Regions, 1995**

### Carbon Intensity by Region, 1995



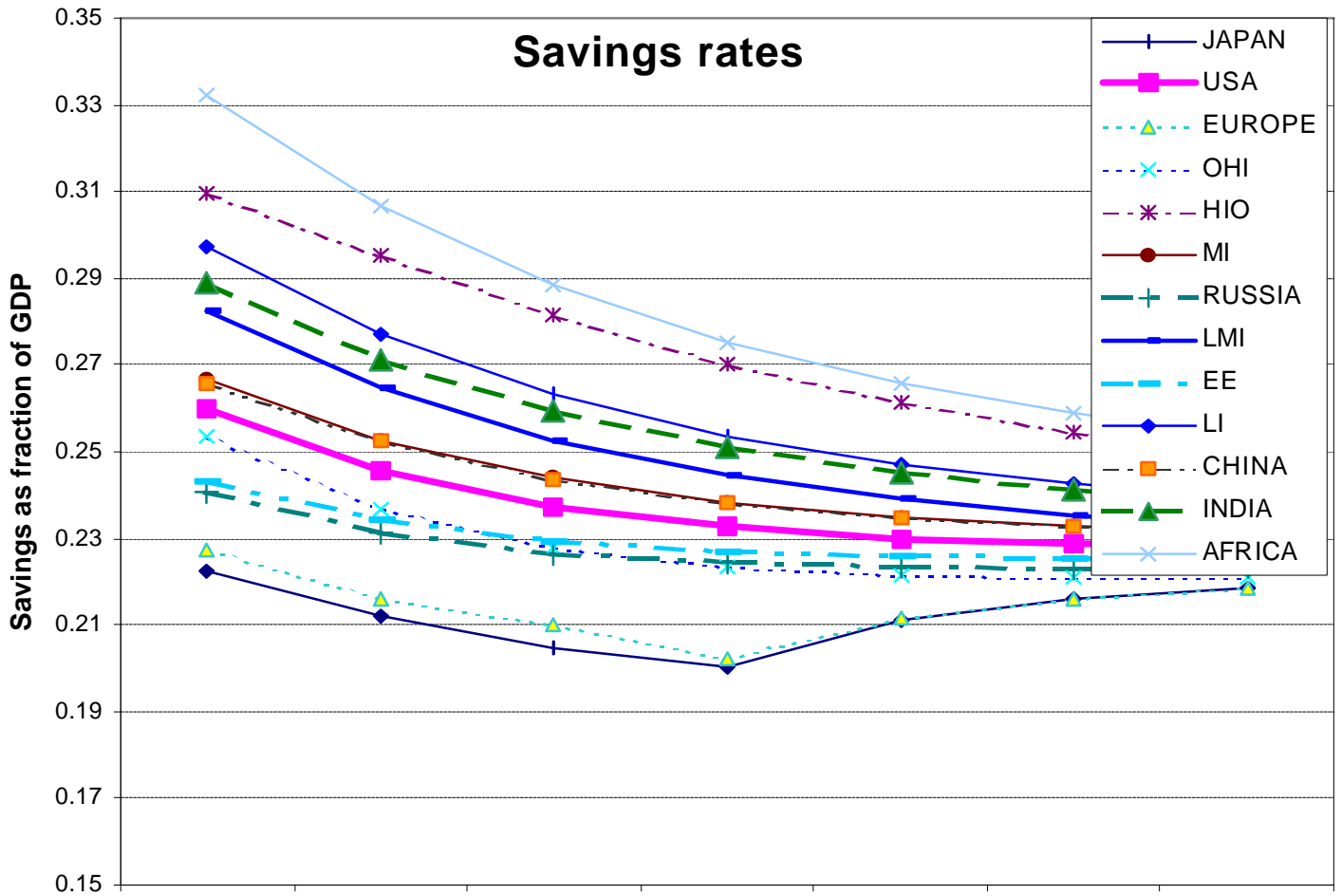
Source: growth sheet 121598.xls

**Figure 3-2. Estimated Historical Returns on Capital and Solution for Initial Periods**



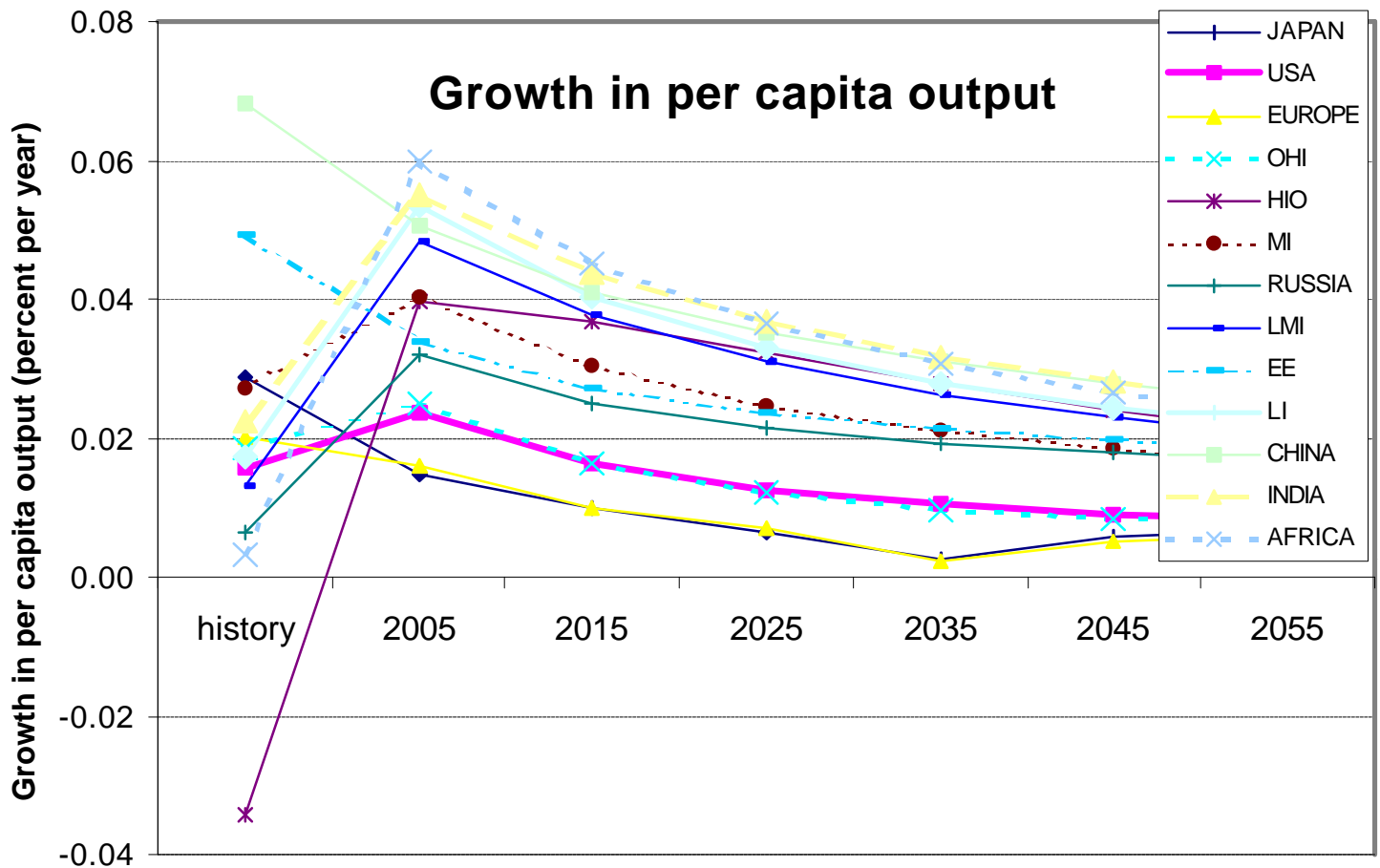
Source: growth sheet121598.xls

**Figure 3-3. Projected Savings Rates in RICE-98 Model**



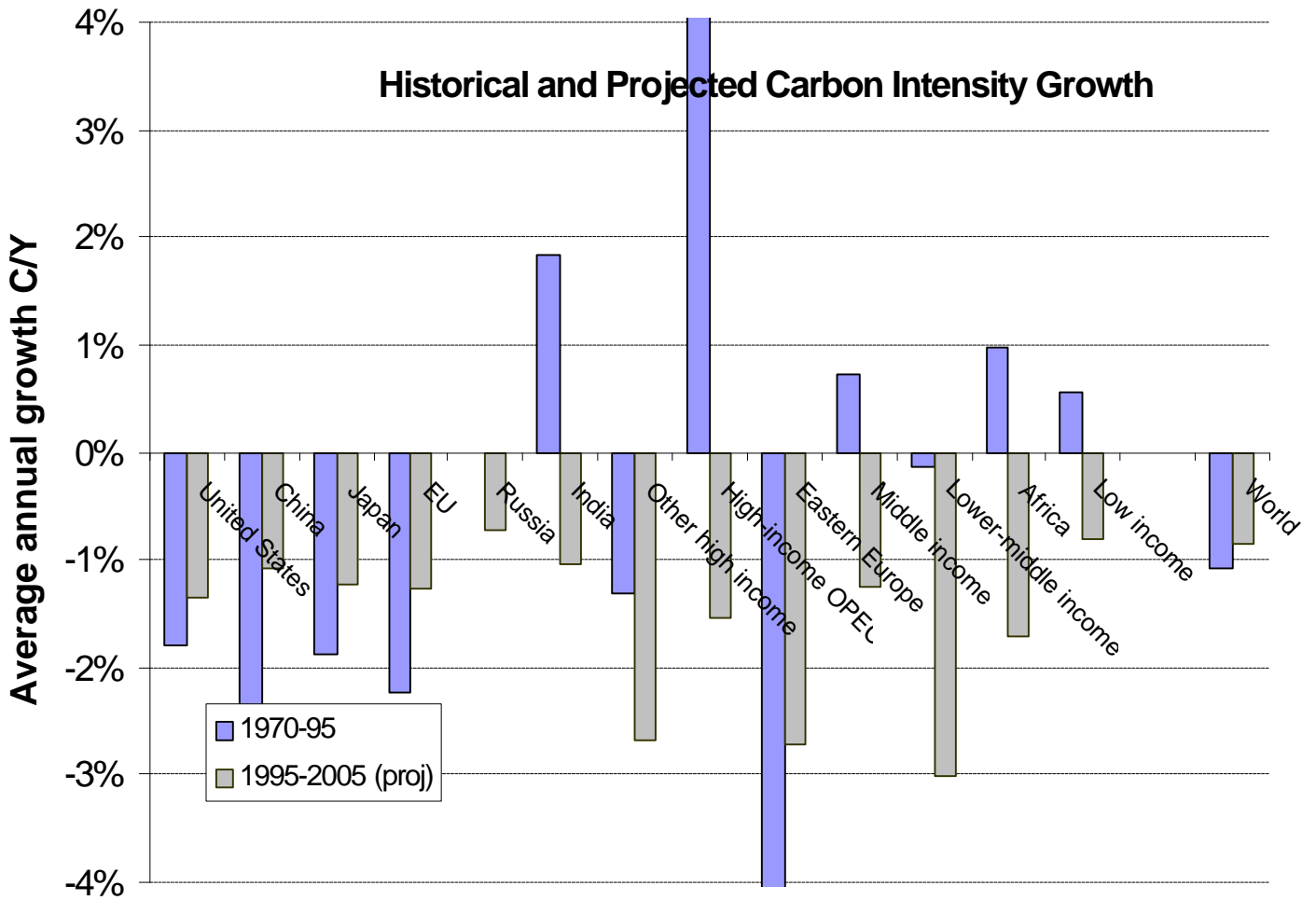
Source: growth sheet121598.xls

**Figure 3-4. Growth in Per Capita Output for 1970-95 and Projections in RICE-98 Model**



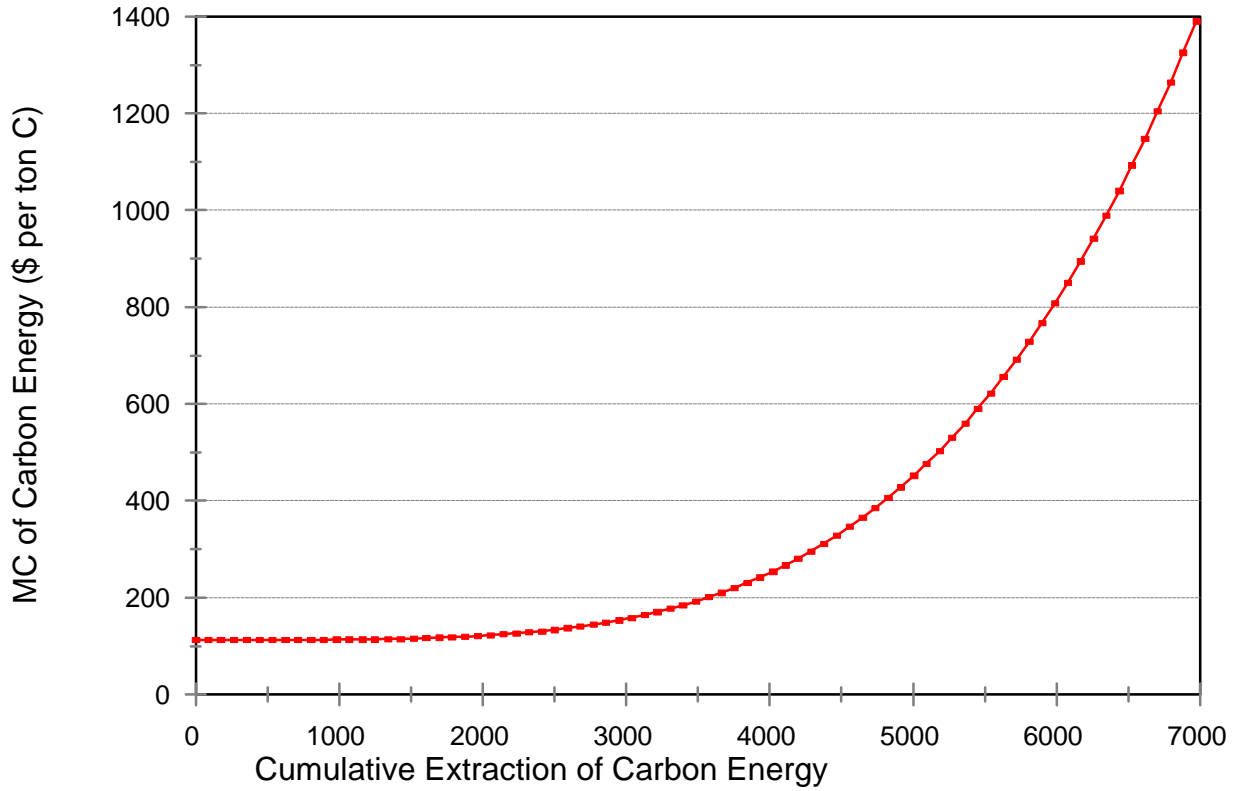
Source: growth sheet121598.xls

**Figure 3-5**



Source: growth sheet121598.xls

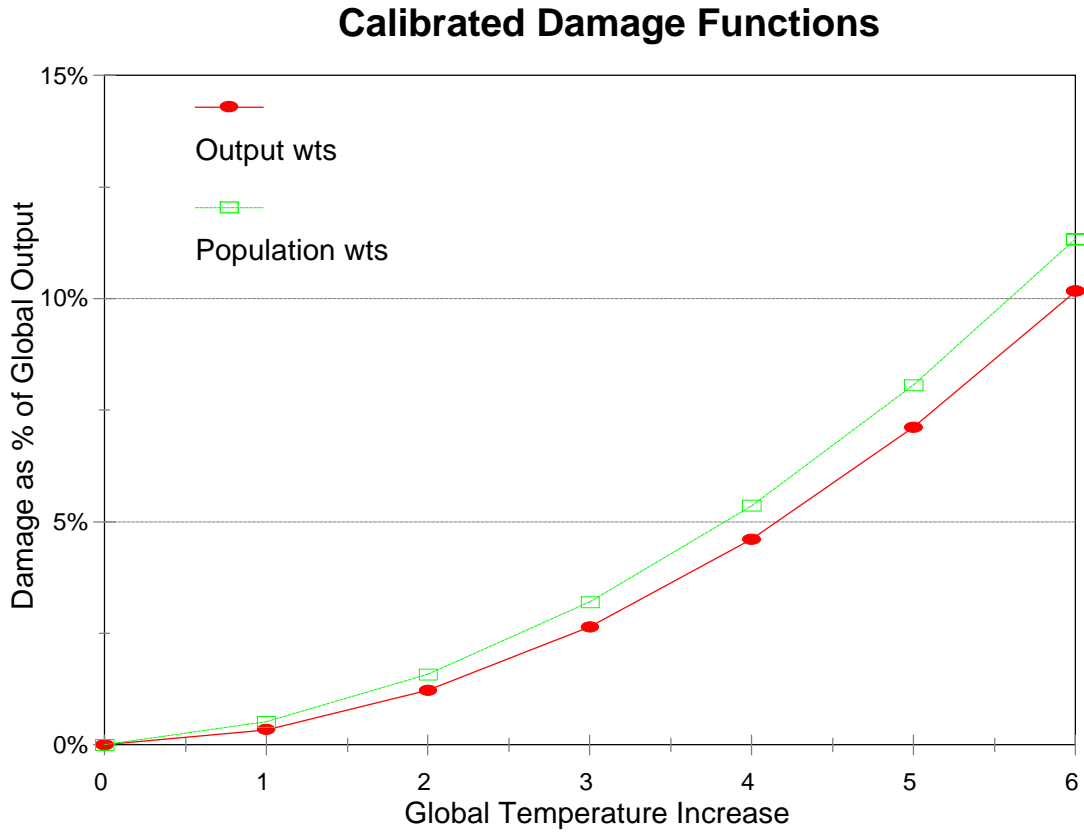
**Figure 3-6. Carbon Supply Function  
in RICE-98 Model**



Note: Cumulative extraction is measured as the carbon content of fossil fuels in billions of tons.

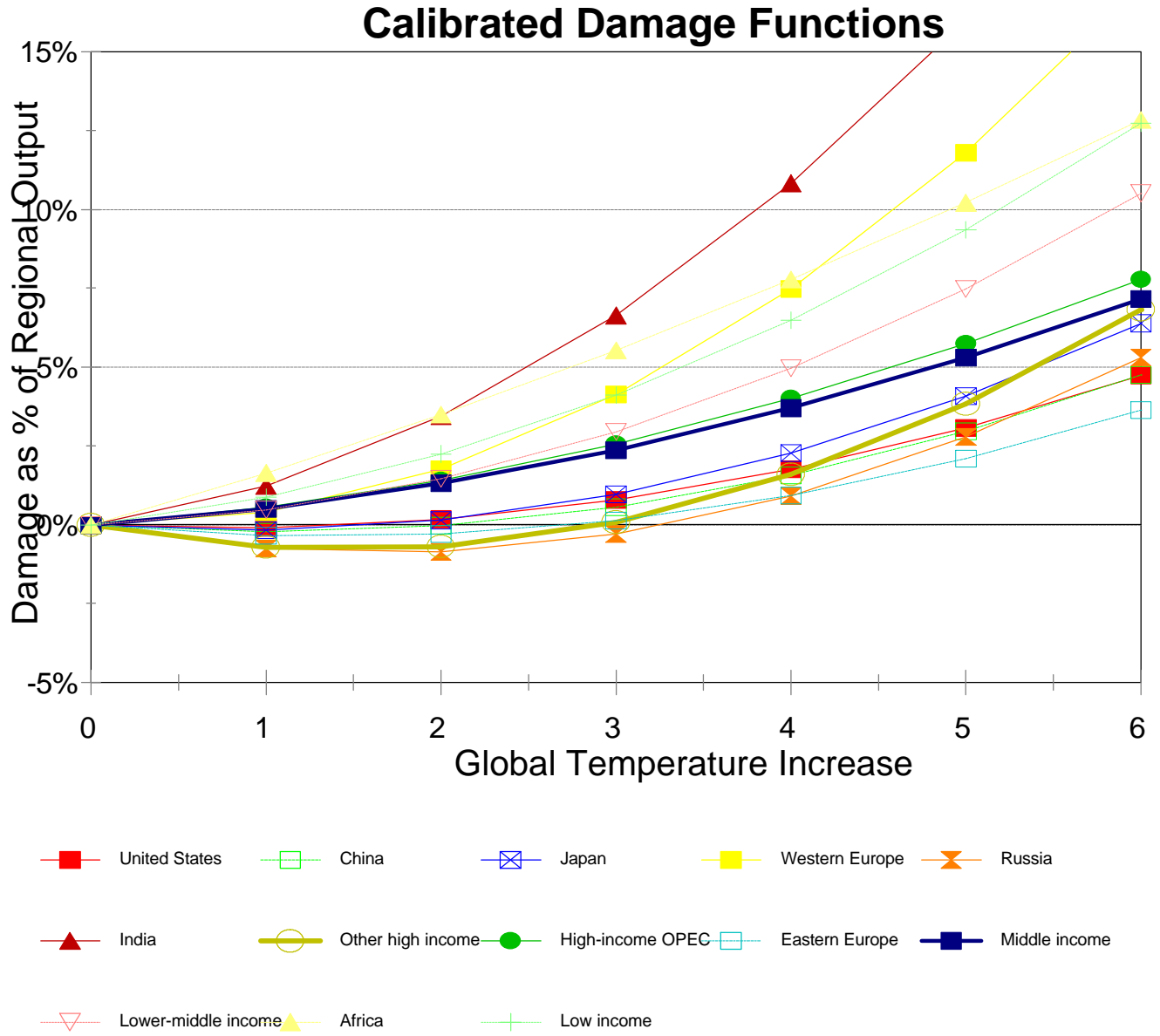
Source: carbon supply figure 102898.wb3

**Figure 3-7**



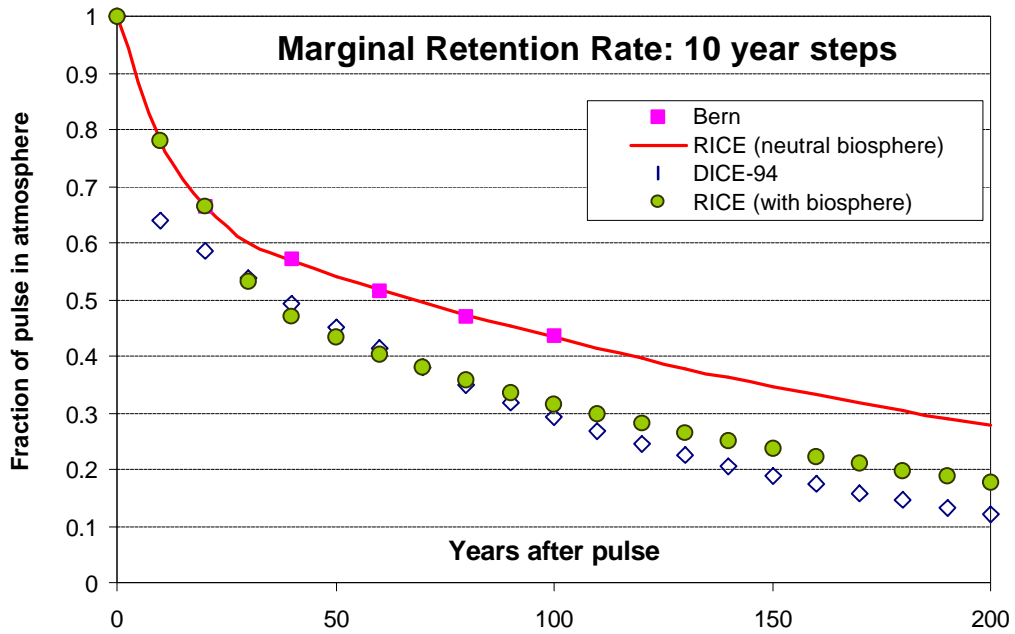
*Source: impact 101998a.wpd*

Figure 3-8



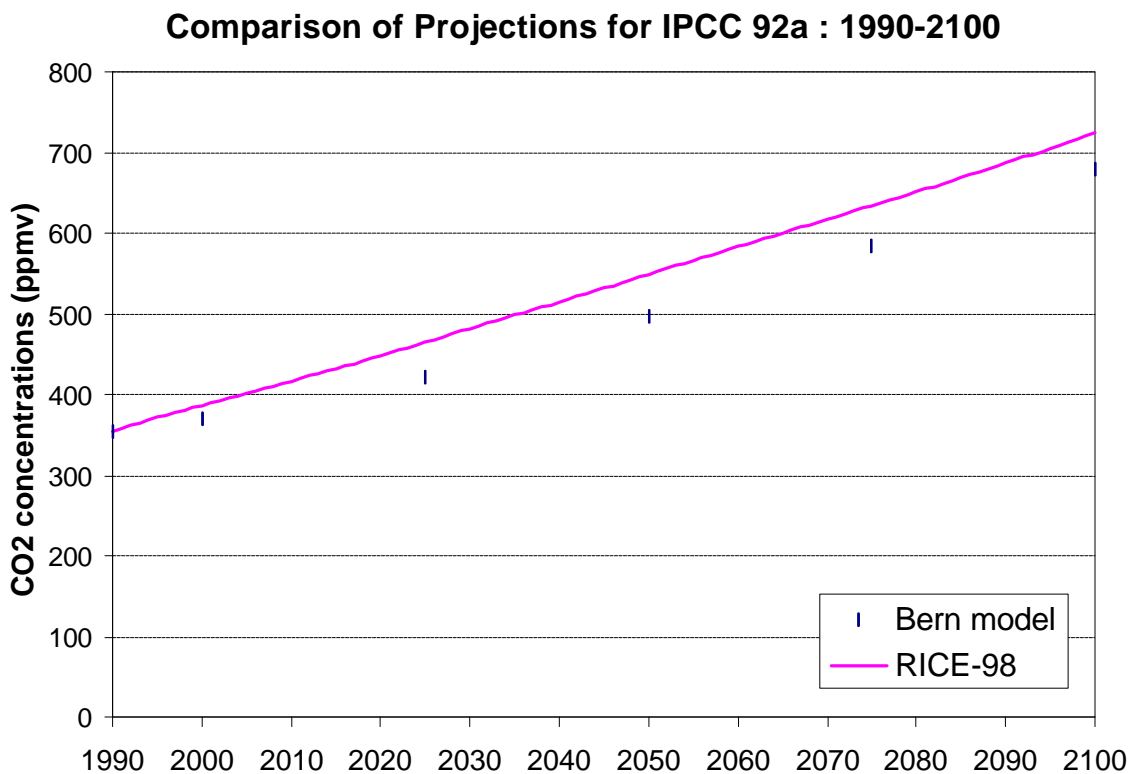
Source: *impact 101998a.wpd*

**Figure 3-9**  
**Impulse Response Functions for Different Models**



Source: carbon calibrate 110398d.xls

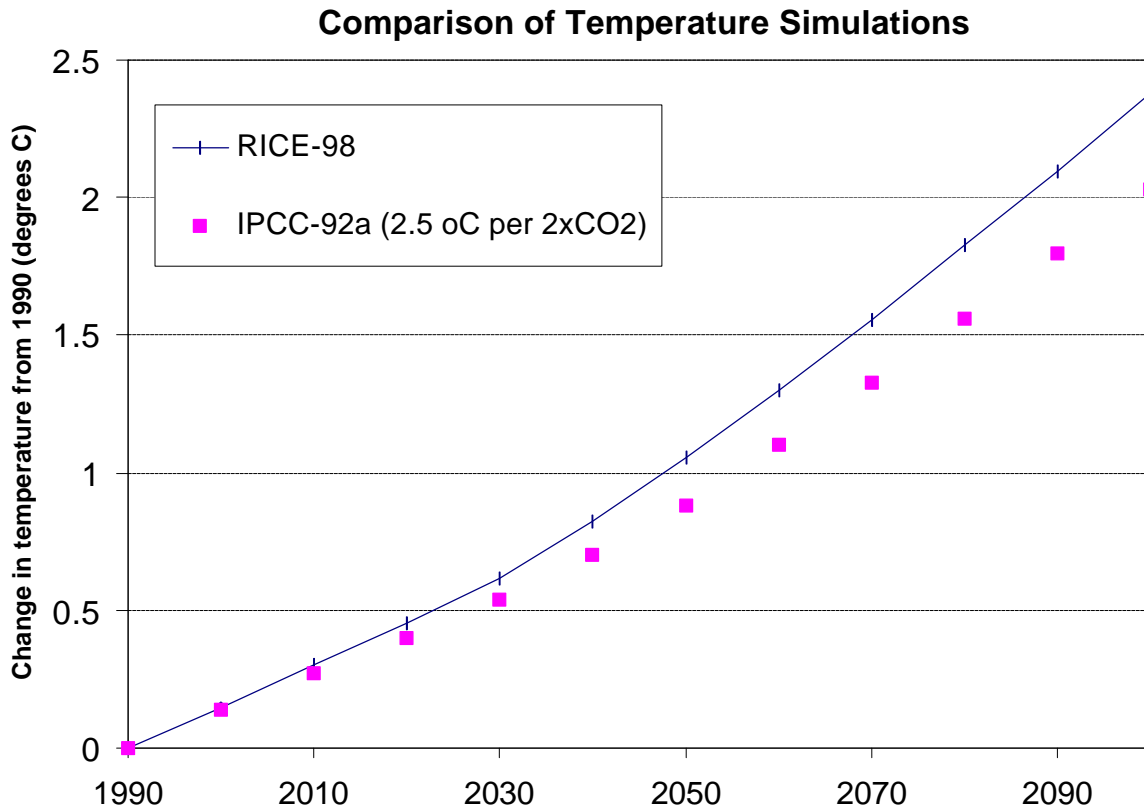
Figure 3-10



Note: Solid line is projection of CO2 concentrations using IPCC 92a emissions projection. Diamonds are projections using Bern model. Emissions and the Bern simulation are from IPCCI [1996c], p. 23.

Source: carbon calibrate ipcc a 111198.xls

Figure 3-11

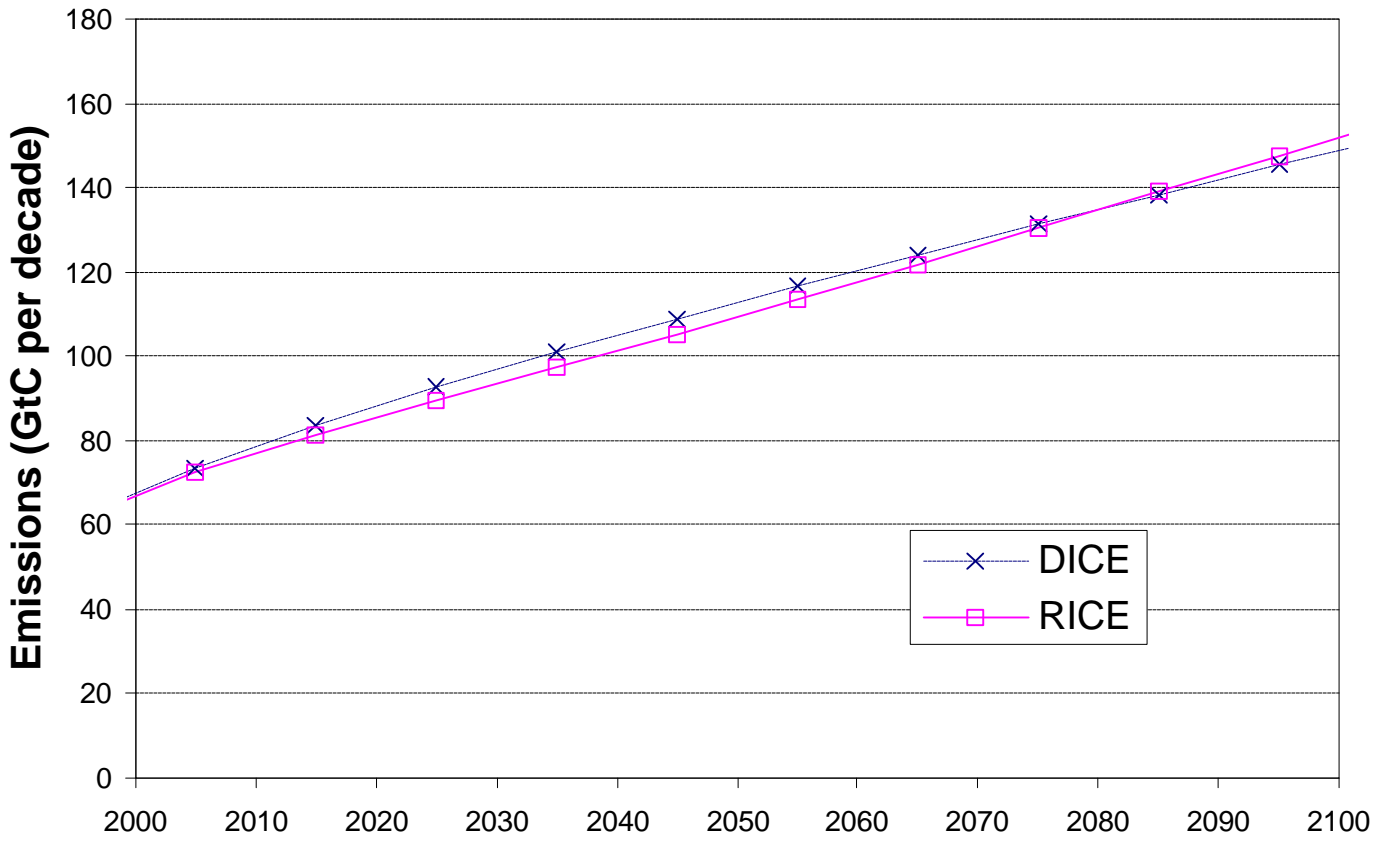


Note: Both calculations use the radiative forcings with aerosols and emissions according to IPCC 92a from IPCC [1996c], pp. 321. The IPCC calculation has an equilibrium temperature increase of 2.5 °C for an equilibrium CO2 doubling, whereas the RICE model has an equilibrium temperature increase of 2.9 °C for an equilibrium CO2 doubling.

Source: bern-ipcc compare 111198.xls

Figure 4-1

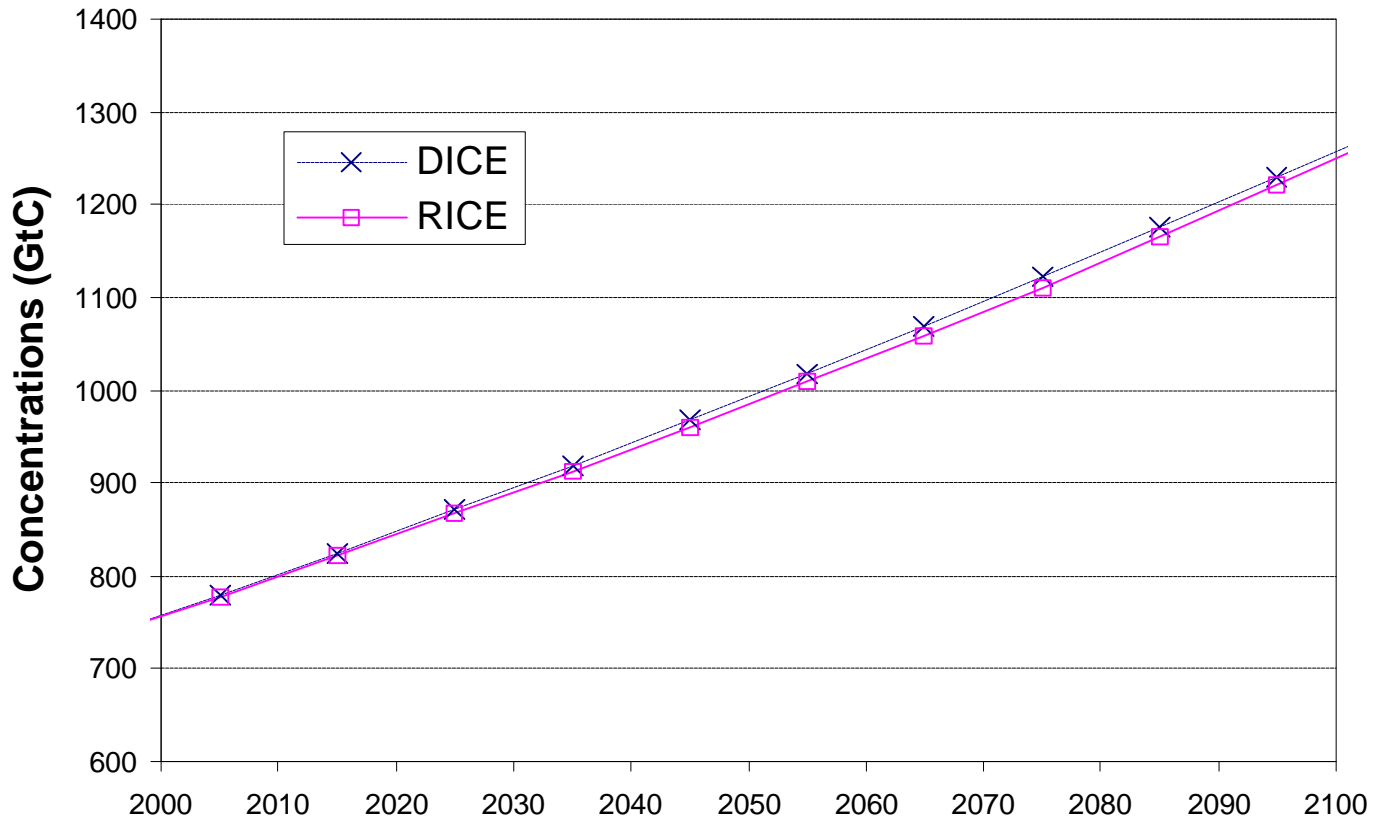
### Baseline CO2 Emissions: DICE v. RICE



Source: compare dices 121898.xls

Figure 4-2

### Baseline CO2 Concentrations: DICE v. RICE



Source: compare dices 121898.xls

Figure 4-3

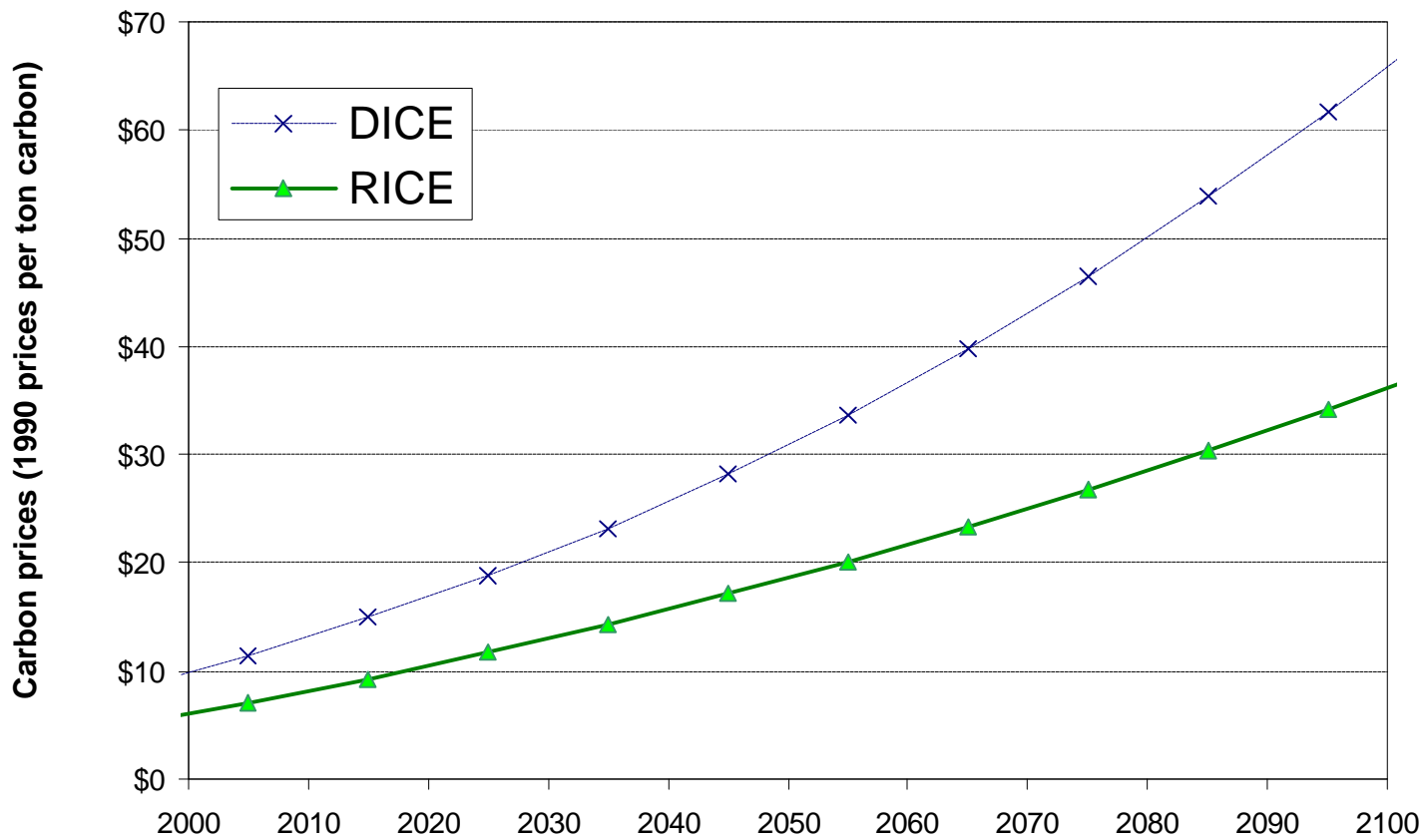
### Baseline Temperature Rise: DICE v. RICE



Source: *compare dices 121898.xls*

Figure 4-4

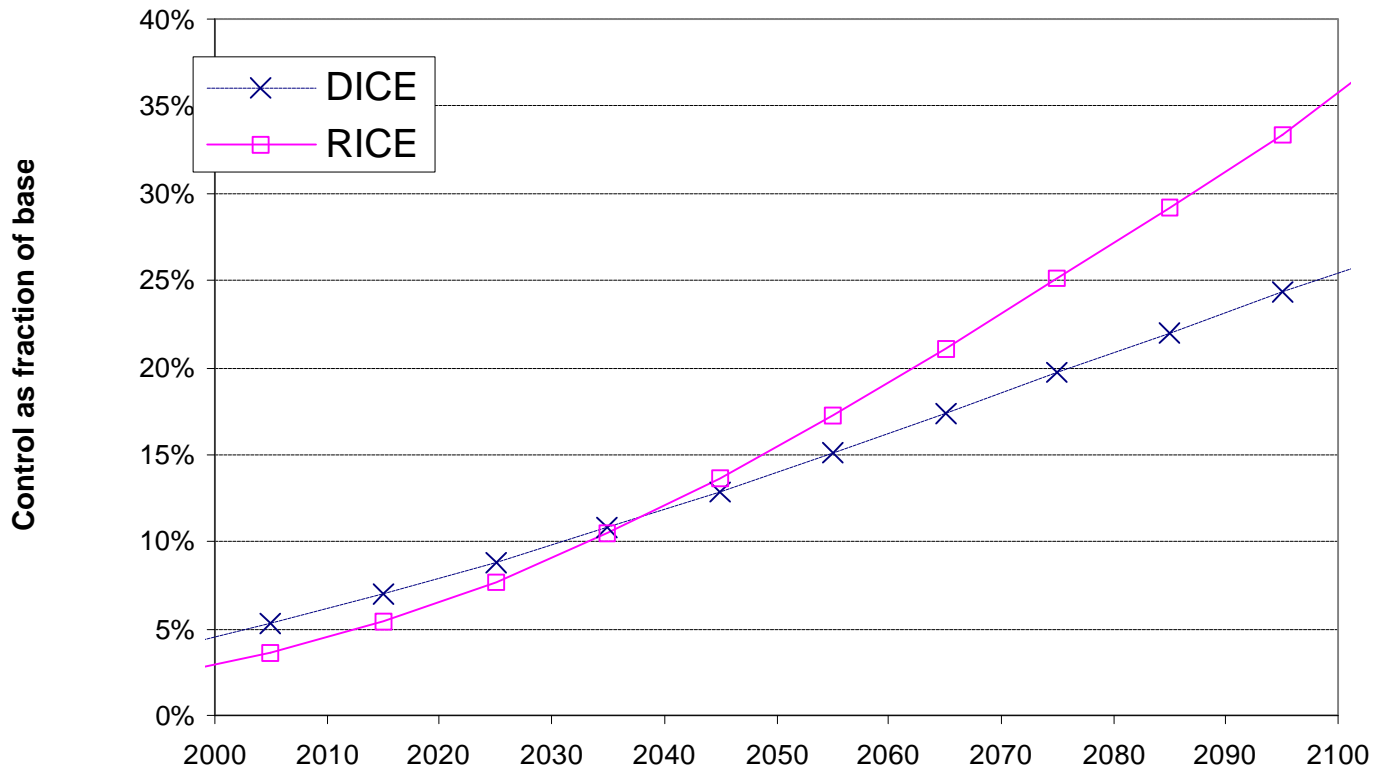
Carbon Prices: DICE v. RICE



Source: compare dices 121898.xls

Figure 4-5

### Control Rates: DICE v. RICE



Source: *compare dices 121898.xls*

## Appendix A

**Table A-1. Equations of RICE-98**

Market equilibrium

$$(1) \quad \max_{\{c_j(t)\}} \sum_J \phi^J W^J$$

Utility function for region J

$$(2) \quad W^J = \sum_t U^J[c_j(t), L_j(t)] R(t) = \sum_t L_j(t) \{\log[c_j(t)]\} R(t)$$

*\*Production function for region J*

$$(3) \quad Q_j(t) = \Omega_j(t) A_j(t) K_j(t)^\gamma L_j(t)^{1-\gamma-\beta_j(t)} EC_j(t)^{\beta_j(t)} - p^E_j(t) EC_j(t) - p^B(t) B_j(t)$$

*\*Output plus income from permit sales equals investment and consumption plus energy costs:*

$$(4) \quad Q_j(t) + \tau(t)[EC_j(t) - \Pi_j(t)] = C_j(t) + I_j(t)$$

Per capita consumption

$$(5) \quad c_j(t) = C_j(t)/L_j(t)$$

Capital accumulation

$$(6) \quad K_j(t) = (1-\delta_K)K_j(t-1) + 10 I_j(t-1)$$

*\*Retail price of carbon-energy*

$$(7) \quad p^E_j(t) = q(t) + \text{markup}^E_j(t) + \tau(t)$$

*\*Cumulative world extraction of carbon-energy*

$$(8) \quad \text{CumC}(t) = \text{CumC}(t-1) + 10 EC(t)$$

*\*Energy supply*

$$(9a) \quad q(t) = \xi_1 + \xi_2 [\text{CumC}(t)/\text{CumC}^*]^{\xi_3}$$

$$(9b) \quad E_j(t) = EC_j(t) + B_j(t)$$

*\*Carbon cycle*

$$(10a) \quad M_{AT}(t) = 10 \times E^C(t) + \phi_{11} M_{AT}(t-1) - \phi_{12} M_{AT}(t-1) + \phi_{21} M_{UP}(t-1)$$

$$(10b) \quad M_{UP}(t) = \phi_{22} M_{UP}(t-1) + \phi_{12} M_{AT}(t-1) - \phi_{21} M_{UP}(t-1) + \phi_{32} M_{LO}(t-1) - \phi_{23} M_{UP}(t-1)$$

$$(10c) \quad M_{LO}(t) = \phi_{33} M_{LO}(t-1) - \phi_{32} M_{LO}(t-1) + \phi_{23} M_{UP}(t-1)$$

Radiative forcings

$$(11) \quad F(t) = \eta \{ \log[M_{AT}(t)/M_{AT}^*] / \log(2) \} + O(t)$$

Climate equations

$$(12a) \quad T_{UP}(t) = T_{UP}(t-1) + \sigma_1 \{ F(t) - \lambda T_{UP}(t-1) - \sigma_2 [T_{UP}(t-1) - T_{LO}(t-1)] \}$$

$$(12b) \quad T_{LO}(t) = T_{LO}(t-1) + \sigma_3 [T_{UP}(t-1) - T_{LO}(t-1)]$$

*\*Damage equation*

$$(13) \quad D_j(t) = \theta_{1,j} T(t) + \theta_{2,j} T(t)^2$$

Damage parameter

$$(14) \quad \Omega_j(t) = 1/[1+D_j(t)]$$

(Note: Equations with asterisks (\*) are for equations that are substantially revised since the original RICE model.)

## Table A-2. Equations of DICE-98

Objective function

$$(1) \quad \max_{\{c(t)\}} = \sum_t U[c(t), L(t)] R(t) = \sum_t L(t) \{\log[c(t)]\} R(t)$$

Production function

$$(2) \quad Q(t) = \Omega(t) A(t) K(t)^\gamma L(t)^{1-\gamma}$$

Output equals investment and consumption

$$(3) \quad Q(t) = C(t) + I(t)$$

Per capita consumption

$$(4) \quad c(t) = C(t)/L(t)$$

Capital accumulation

$$(5) \quad K(t) = (1-\delta_K)K(t-1) + I(t-1)$$

Emissions

$$(6) \quad E^C(t) = [1-\mu(t)] \sigma(t) A(t) K(t)^\gamma L(t)^{1-\gamma}$$

*\*Carbon cycle*

$$(7a) \quad M_{AT}(t) = 10 \times E^C(t) + \phi_{11} M_{AT}(t-1) - \phi_{12} M_{AT}(t-1) + \phi_{21} M_{UP}(t-1)$$

$$(7b) \quad M_{UP}(t) = \phi_{22} M_{UP}(t-1) + \phi_{12} M_{AT}(t-1) - \phi_{21} M_{UP}(t-1) + \phi_{32} M_{LO}(t-1) - \phi_{23} M_{UP}(t-1)$$

$$(7c) \quad M_{LO}(t) = \phi_{33} M_{LO}(t-1) - \phi_{32} M_{LO}(t-1) + \phi_{23} M_{UP}(t-1)$$

Radiative forcings

$$(8) \quad F(t) = \eta \{ \log[M_{AT}(t)/M_{AT}^*] / \log(2) \} + O(t)$$

Climate equations

$$(9a) \quad T_{UP}(t) = T_{UP}(t-1) + \sigma_1 \{ F(t) - \lambda T_{UP}(t-1) - \sigma_2 [T_{UP}(t-1) - T_{LO}(t-1)] \}$$

$$(9b) \quad T_{LO}(t) = T_{LO}(t-1) + \sigma_3 [T_{UP}(t-1) - T_{LO}(t-1)]$$

*\*Damage equation*

$$(10) \quad D(t) = \theta_1 T(t) + \theta_2 T(t)^2$$

Damage parameter

$$(11) \quad \Omega(t) = [1 - b_1 \mu(t)^2] / [1 + D(t)]$$

Note: Equations with asterisks (\*) are for equations that are substantially revised since the original DICE model.

**Table A-3. Variable definitions in RICE-98 and DICE-98\***

$A_j(t)$  = total factor productivity of region J  
 $B_j(t)$  = backstop energy supplied in region J  
 $C_j(t)$  = consumption of region J  
 $c_j(t)$  = per capita consumption of region J  
 $CumC(t)$  = cumulative world extraction of carbon energy  
 $CumC^*$  = total recoverable world resources of carbon-energy  
 $D_j(t)$  = damage from climate change of region J as fraction of regional output  
 $E_j(t)$  = energy use in region J (equal to carbon energy plus backstop energy)  
 $E^c(t)$  = global carbon emissions =  $EC_j(t)$  + land use emissions  
 $EC_j(t)$  = carbon-energy consumption = industrial CO<sub>2</sub> emissions of region J  
 $EC(t)$  =  $\sum EC_j(t)$  = total consumption of carbon-energy = CO<sub>2</sub> emissions  
 $F(t)$  = total radiative forcings  
 $I_j(t)$  = gross investment of region J  
 $K_j(t)$  = capital stock of region J  
 $L_j(t)$  = population, proportional to employment of region J  
 $markup^E_j(t)$  = markup of carbon energy of region J (exclusive of carbon prices)  
 $M_{AT}(t)$  = mass of carbon in atmosphere  
 $M_{LO}(t)$  = mass of carbon in lower reservoir (lower ocean)  
 $M_{UP}(t)$  = mass of carbon in upper reservoir (atmosphere, biosphere, upper ocean)  
 $\mu(t)$  = emissions control rate  
 $\Omega_j(t)$  = damage factor of region J  
 $O(t)$  = other radiative forcings  
 $p^B(t)$  = price of backstop substitute for carbon-energy  
 $p^E_j(t)$  = price of carbon-energy of region J  
 $\Pi_j(t)$  = allocation of carbon emissions permits of region J  
 $\phi^J$  = welfare weights of region J  
 $q(t)$  = world wholesale price of carbon-energy (including Hotelling rent)  
 $Q_j(t)$  = gross output of region J  
 $\rho(t)$  = pure rate of social time preference for period t  
 $R(t)$  = discount factor (derived from rate of time preference)  
 $\sigma(t)$  = carbon intensity (emissions per unit output)  
 $t$  = periods (t=1 for 1990-99, t=2 for 2000-09, and so forth)  
 $\tau(t)$  = carbon tax  
 $T_{LO}(t)$  = global mean temperature of lower oceans  
 $T_{UP}(t)$  = global mean surface temperature  
 $U^J$  = utility function per period of region J  
 $W^J$  = social welfare function of region J

\* Note that most variables are identical for the DICE model except that the regional identifiers are unnecessary.