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#### Consumer Behavior in Tourism Symposium – 2013 ESTIMATING THE CARBON FOOTPRINT OF TOURISM IN SOUTH TYROL

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### Overview

- Aim:
  - Quantify the greenhouse gas (GHG) emissions associated with tourism in South Tyrol (ST)

- Methodological approach:
  - Input-Output (IO) analysis
  - Multi-regional model

### **South Tyrol and tourism**



### The contribution of tourism to South Tyrol's economy

	Direct	Direct and indirect
Value added (% of total)	1,731 mln € (11.2%)	1,903 mln € (12.4%)
<b>Employment</b> (% of total)		41,300 FTE (15.3%)



### The carbon footprint of tourism

 'Unfortunately, there has been little attempt to measure CO<sub>2</sub> emissions associated with individual tourism destinations'(Dwyer et al. 2010)

- Some notable exceptions:
  - Jones and Munday (2007), Wales
  - Dwyer et al. (2010), Australia
  - Whittlesea and Owen (2012), South West England

# Carbon footprints and IO models

- The use of IO models to analyze carbon footprints is well established
  - Hendrickson et al. (2006)
  - Minx et al. (2009)

• Applications to tourism using multiregional IO at a very local level?



### **Main practical difficulties**

No 'tourism industry' in official statistics.

• Very limited data availability at the subnational level.



## **Outline of presentation**

Model structure and data requirements

- Preliminary results
  - the estimated carbon footprint of tourism in ST

- Concluding remarks
  - (Current) limitations, ongoing work, potential extensions

#### STRUCTURE AND DATA REQUIREMENTS OF THE MODEL

# IO modeling and carbon footprints

Money spent by tourists on different products in ST

### Multi-regional IO model

Estimates of GHG emission (direct and indirect)

- 59 industries (NACE rev. 1.1)
- 5 regions

Why multiple regions?



# Emission factors of agriculture in Italy, 2005



(direct) tons of CO2 equivalent per mln EUR of value added

Source of data: ISTAT (2009) NAMEA: emissioni atmosferiche regionali

# Emission factors of energy production in Italy, 2005



Source of data: ISTAT (2009) NAMEA: emissioni atmosferiche regionali



### Data requirements of the model

1. Final demand by tourists by industry

2. Interregional matrix of input coefficients

3. Regional emission factors by industry



#### 1. Tourism demand by industry, 2010



Source of data: ASTAT (2013), Tavola Input-Output per IAlto Adige 2010. Astat info nr. 70.

### 2. Interregional input coefficients

• Input coefficients estimated as:

Product *i* from region *r* needed to produce one unit of product *j* in region *s*  i needed per unit of j in Italy

(from national IO table)

Share of all *i* used in *s* that comes from *r* 

 $a_{ij}^{rs} = c_i^{rs} \times a_{ii}^{IT}$ 

(Laboriously estimated from Bank of Italy industry survey data)

## 3. Emission factors

- 2005 emission data at regional level from ISTAT
  - carbon dioxide (CO<sub>2</sub>)
  - methane (CH<sub>4</sub>)
  - nitrous oxide (N<sub>2</sub>O).

'Updated' to 2008 (base year of the model)



### 4. The rest of the world

 Assumed German technology and emission factors (WIOD data)

- Working on improved representation
  - more foreign regions in the model



#### PRELIMINARY RESULTS

# Direct emissions of ST's tourism

	Tourism (2010, modeled)	All productive activities (2005, ISTAT)
<b>Direct emissions</b> (kt $CO_2e$ )	169	1,892

### **Direct emissions by industry**



# Direct and indirect emissions of ST's tourism

	Tourism (2010, modeled)
<b>Total emissions</b> (% direct)	<b>1,262 kt CO<sub>2</sub>e</b> (13.4%)
Carbon intensity	372 t CO <sub>2</sub> e/mIn € of output
Emissions per visitor*	131.8 kg/visitor
Emissions per night*	38.7 kg/night

#### **Carbon intensity of ST's industries**



Fishing Wood Pulp and paper Textiles Business activities Agriculture Other services Transport equipment Transport and storage Tourism Hotels and restaurants Public adminstration Education Other mining Chemicals Plastics and rubber Metal prod. Leather Machinery Other manufacturing Construction Electrical equipment Trade Health Finance Real estate, renting Non-metal mineral prod. Food, bev & tob. Electricity, gas, water Petroleum prod.

# Carbon emissions of ST's tourism by industry and region



Carbon emission from tour ism in ST (kt CO2e)

#### **CONCLUDING REMARKS**

# Some issues with the current version of the model

 Overestimating import dependence of South Tyrol?

 Results sensitive to choice of rest of the world technology

Treatment of emissions from transport



# Potential extensions (subject to data availability)

 Include other environmental externalities

• Carbon footprint of more narrowly defined products or types of tourism

 Easy to replicate in other parts of the countrys



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### Familiar limitations of IO models

• Linearity

• Fixed interregional trade patterns

Underlying data quality issues



# Emission factors of hotels and restaurants in Italy, 2005



tons of CO2 equivalent per mln EUR of value added

Source of data: ISTAT (2009) NAMEA: emissioni atmosferiche regionali