

# Escalating economic impacts of weather-related extremes on critical infrastructures in Europe under climate change

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## **Definition:**

Critical infrastructures (CI) refer to the array of physical assets, functions and systems that are vital to ensuring the health, wealth, and security (European Council, 2008)







SHUTTERS/APP/GETTY IMAGES

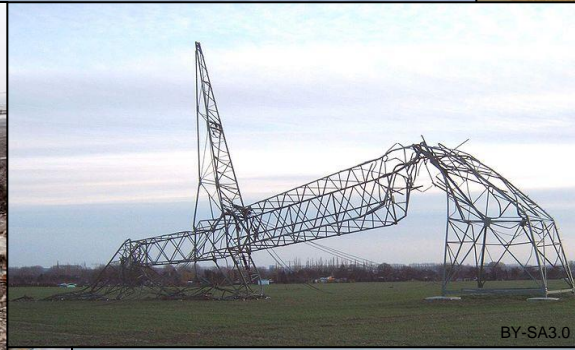
CNN



National Geographic



Travel



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Carla Basso



Dalje



Stuart McMahon



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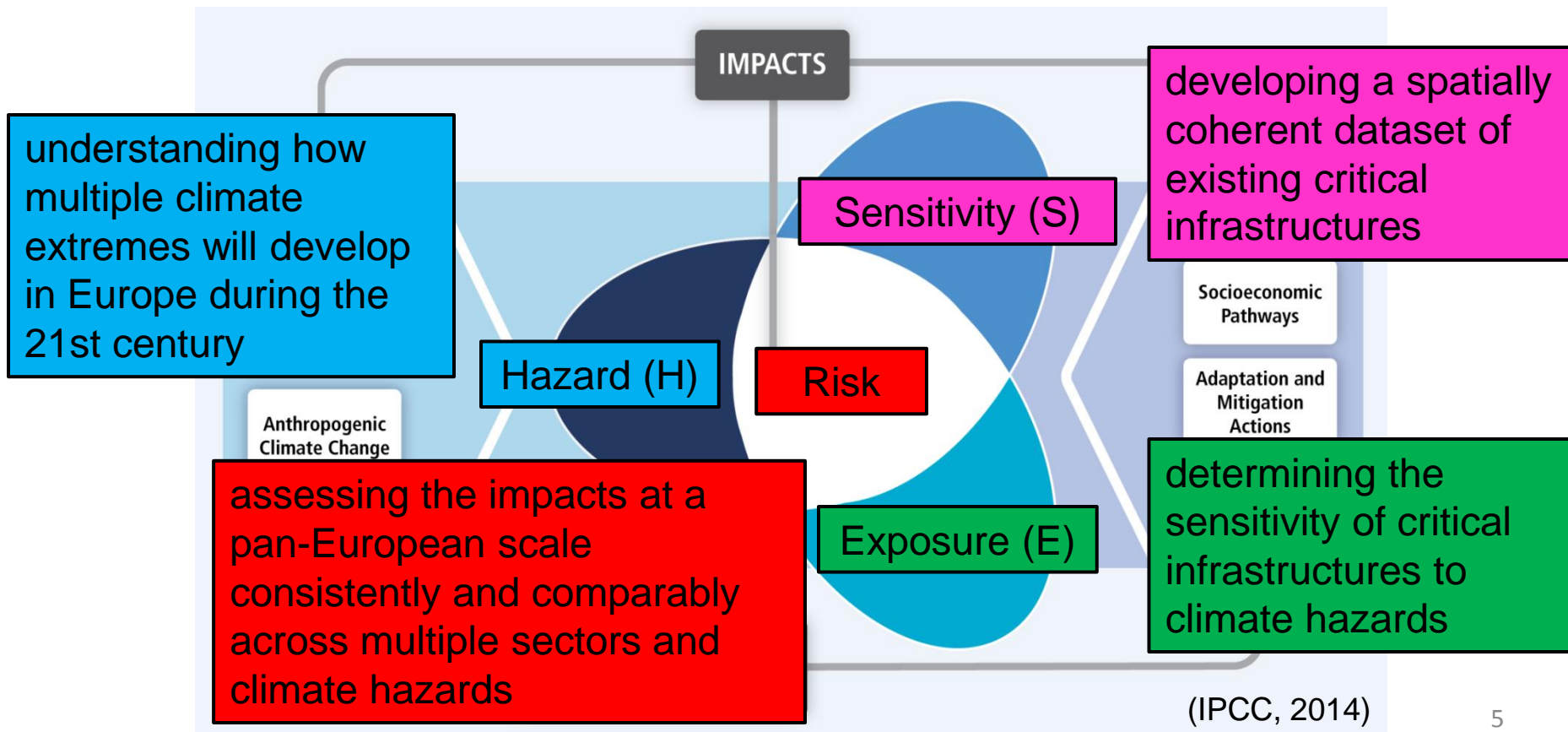
# Background

- **Focus mostly on single hazards or a limited set of hazards** (Arnell et al., 2013; Ciscar et al., 2011; Lung et al., 2013)
- **Refer to broad sectorial categories** (Hsiang et al., 2017; Piontek et al., 2014; van Vliet et al., 2012)
- **Impacts of climate extremes on infrastructures primarily presented in qualitative terms** (Cruz and Krausmann, 2013; Michaelides et al., 2014; Schaeffer et al., 2012)
- **Difficulties in establishing comparisons across hazards and sectors** (Kappes et al., 2012)
- **Datasets of existing infrastructures lack homogeneity** (Fekete et al., 2016)

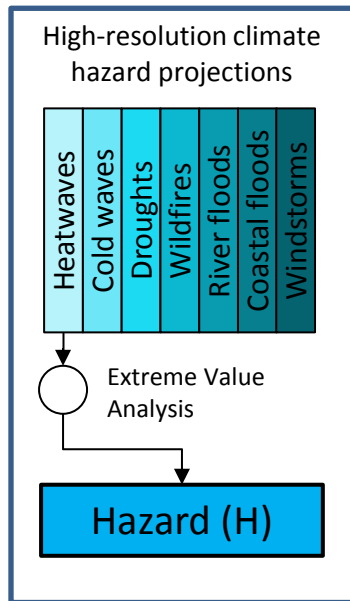
## Overall goal

**Comprehensive multi-hazard risk assessment of critical infrastructures in Europe under climate change**

# Methodological framework

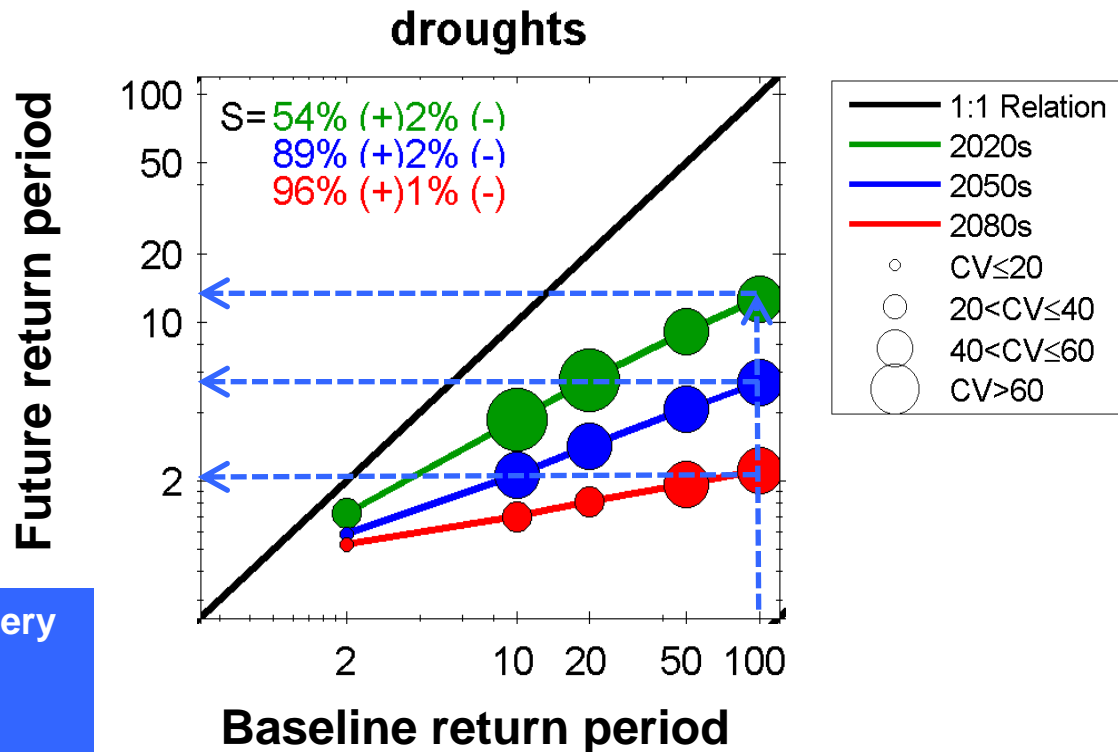


# Climate hazards

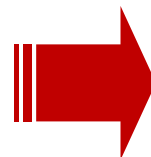
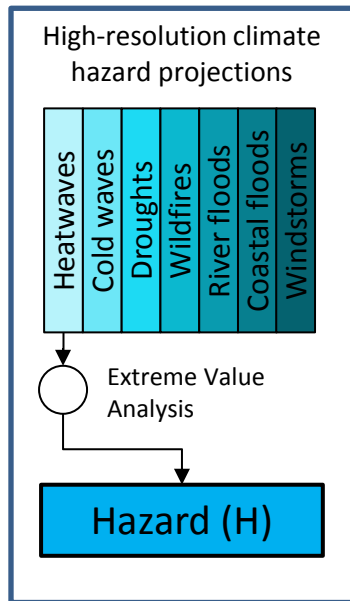


Current 100-year event to happen every  
~12 years in 2020s  
~5 years in 2050s  
~2.5 years in 2080s

Changes in frequency of extreme events



# Climate hazards



Intensity of hazard that under current climate conditions has the probability to occur less than once in 100 years



events which in current climate happen every 20 years or more frequent are considered as having low intensity

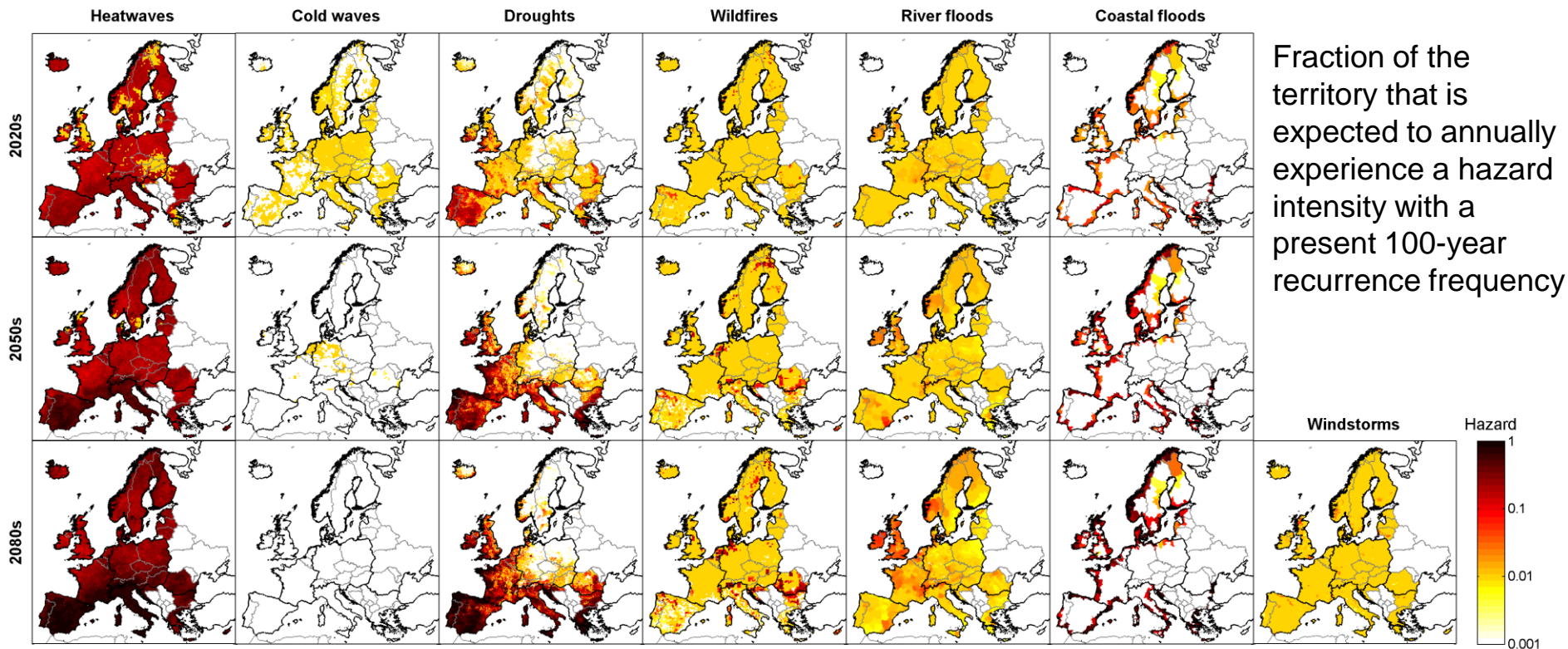
Expected annual fraction exposed

$$H = \int_0^{\frac{1}{T_R}} f dp$$

$f$  is the exposure-probability function



# Climate hazards





# Exposure data collection/harmonization

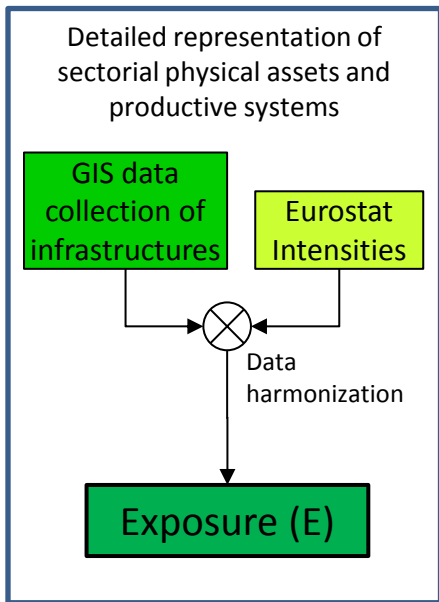
Detailed representation of sectorial physical assets and productive systems

GIS data collection of infrastructures



Sector	Infrastructure type
Transport	Local roads
	Roads of national importance
	Motorways
	Railways
	Inland waterways
	Ports
	Airports
Energy	Coal power plants
	Gas power plants
	Oil power plants
	Nuclear power plants
	Biomass and geothermal power plants
	Hydro power plants
	Solar power plants
	Wind power plants
	Electricity distribution/transmission
	Gas pipelines
Industry	Metal industry
	Mineral industry
	Chemical industry
	Refineries
	Water and waste treatment
Social	Education infrastructure
	Health infrastructure

# Exposure data collection/harmonization



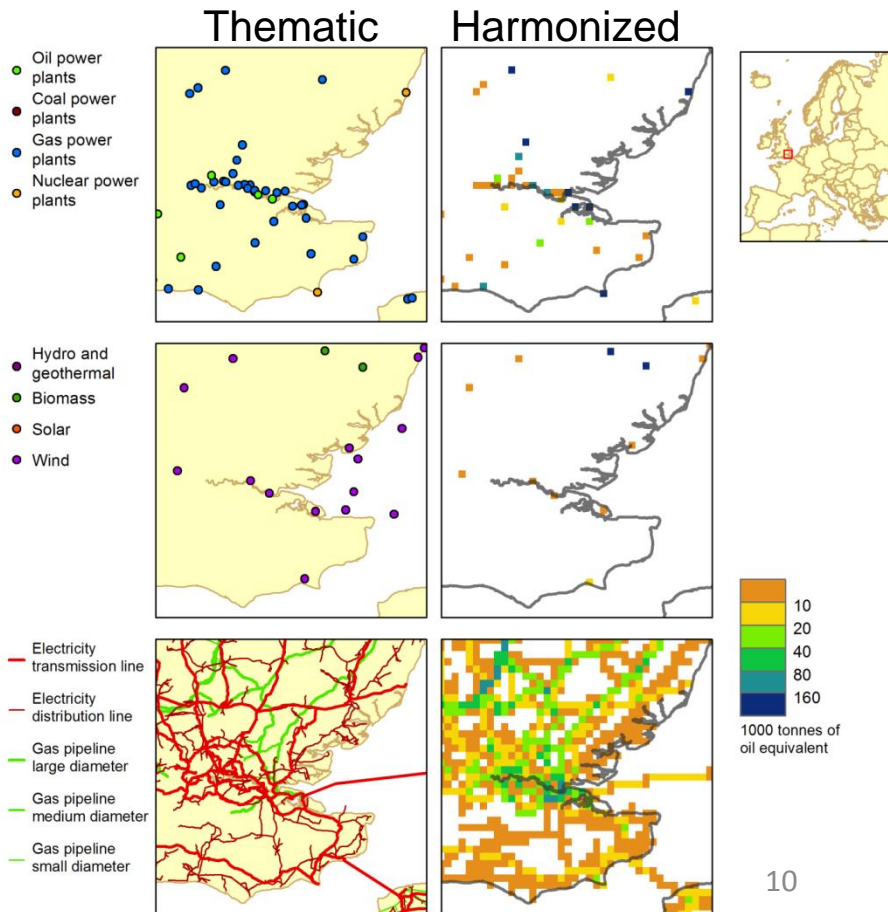
Example of harmonized energy infrastructure layers.

$w_{j,i}$  are the weights of infrastructure  $j$  in pixel  $i$

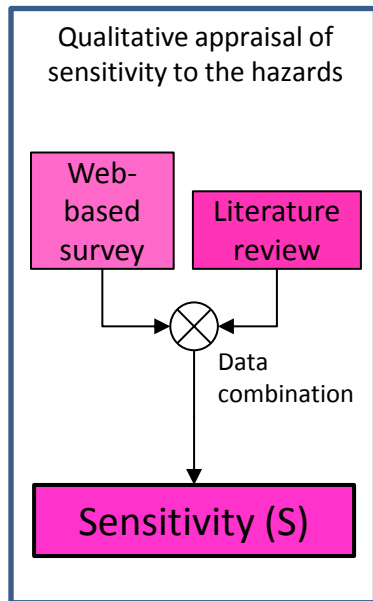
$$Y_{j,i} = X_{j,Z} \left( w_{j,i} / \sum_{i \in Z} w_{j,i} \right)$$

total of infrastructure  $j$  in country  $Z$

intensity of infrastructure  $j$  in pixel  $i$



# Climate sensitivity of CI (S)



## Expert survey

~ 500 experts for each sector

academics + field experts

editorial boards

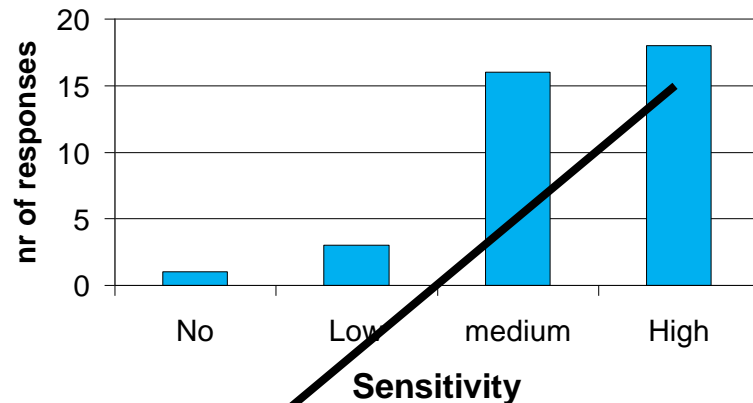
sector specific

climate impact experts

~ 10% responses

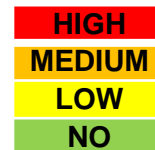
40-50 answers/sector

## Sensitivity of railways to floods

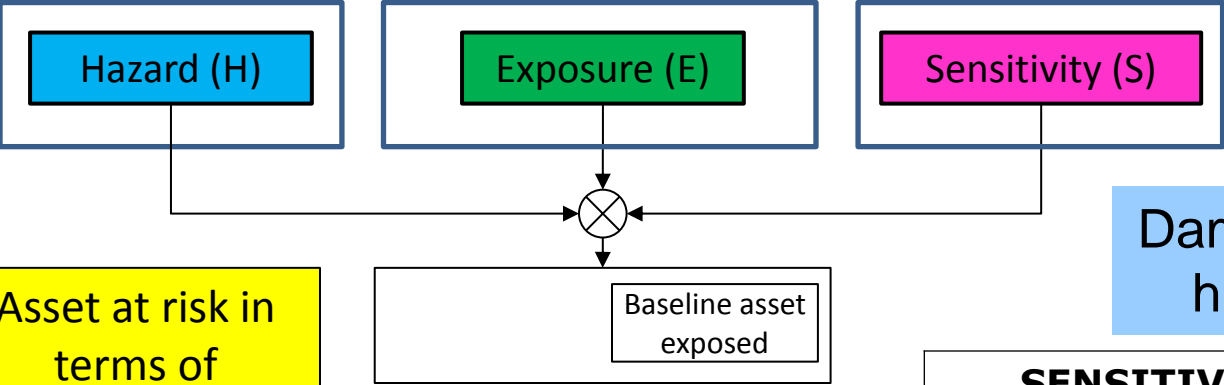


Sector	Infrastructure type	Heatwaves	Cold waves	Droughts	Wildfires	River and coastal floods	Windstorms
Transport	Local roads	MEDIUM	MEDIUM	LOW	MEDIUM	MEDIUM	LOW
	Roads of national importance	MEDIUM	MEDIUM	LOW	MEDIUM	MEDIUM	LOW
	Motorways	MEDIUM	MEDIUM	LOW	MEDIUM	MEDIUM	LOW
	Railways	MEDIUM	MEDIUM	LOW	MEDIUM	HIGH	LOW
	Inland waterways	LOW	MEDIUM	HIGH	LOW	HIGH	MEDIUM
	Ports	LOW	MEDIUM	LOW	LOW	HIGH	MEDIUM
	Airports	LOW	MEDIUM	LOW	LOW	HIGH	MEDIUM

## Sensitivity matrix



# Risk integration



Damages occur only for very high and high risk levels

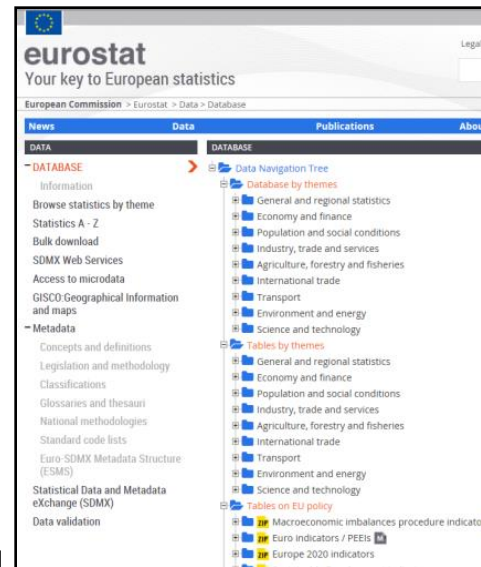
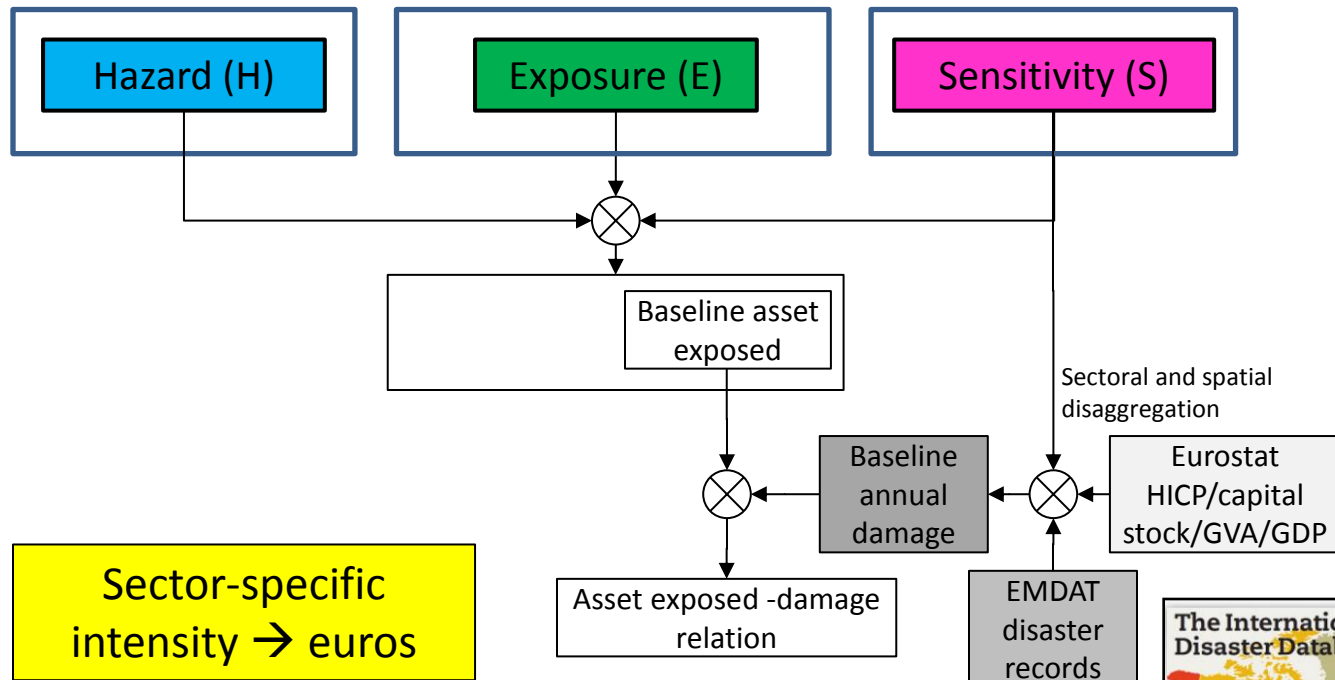
Asset at risk in terms of intensity value

			SENSITIVITY			
			No	Low	Med	High
<b>H A Z A R D</b>	$T_R > 100$ yr	Very high (VH)	<b>N</b>	<b>M</b>	<b>H</b>	<b>VH</b>
	$50 \text{ yr} < T_R < 100$ yr	High (VH)	<b>N</b>	<b>M</b>	<b>M</b>	<b>H</b>
	$20 \text{ yr} < T_R < 50$ yr	Moderate (M)	<b>N</b>	<b>L</b>	<b>M</b>	<b>M</b>
	$10 \text{ yr} < T_R < 20$ yr	Low (L)	<b>N</b>	<b>L</b>	<b>L</b>	<b>M</b>
	$2\text{yr} < T_R < 10$ yr	Very Low (VL)	<b>N</b>	<b>VL</b>	<b>L</b>	<b>L</b>
	$T_R < 2$ yr	No (N)	<b>N</b>	<b>N</b>	<b>N</b>	<b>N</b>

## RISK LEVEL

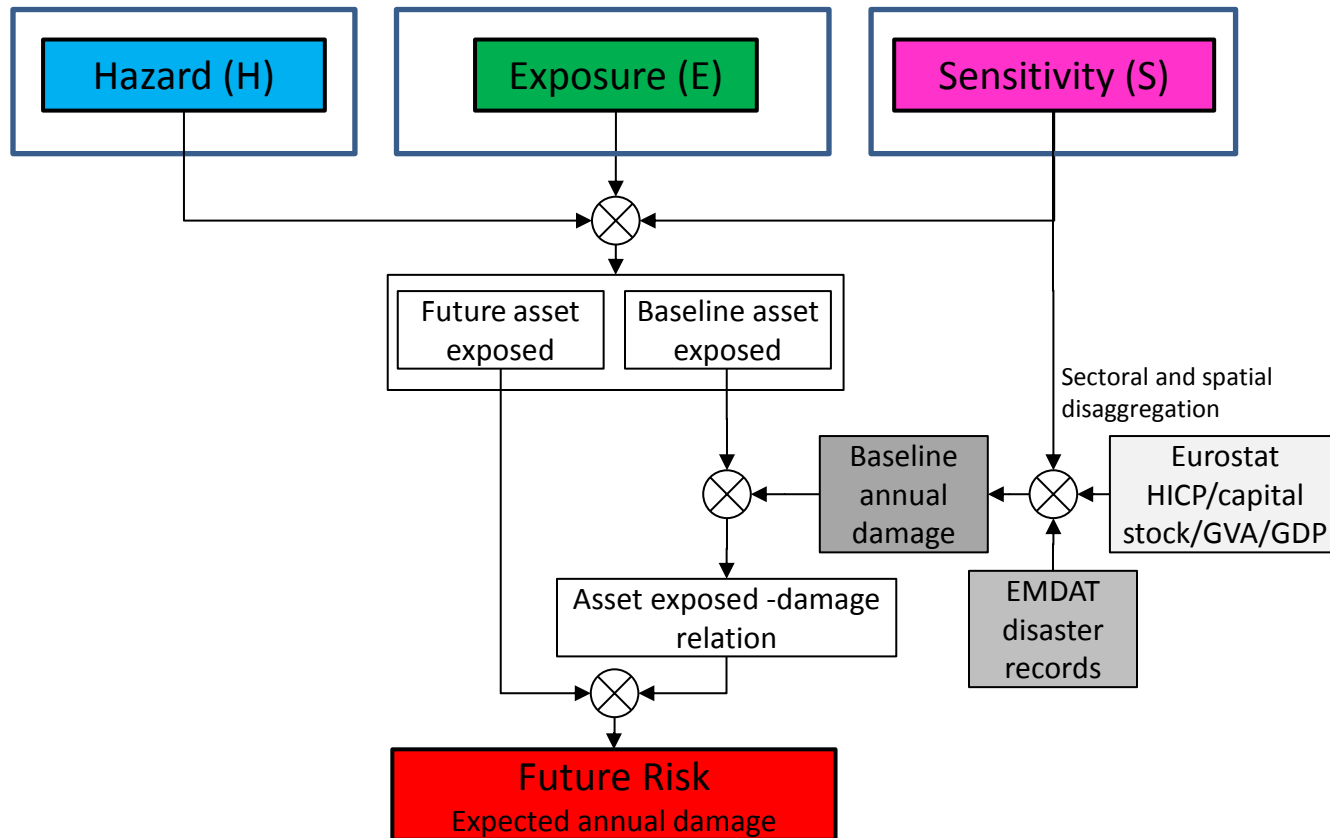
<b>VH</b>	<b>Very High</b>
<b>H</b>	<b>High</b>
<b>M</b>	<b>Medium</b>
<b>L</b>	<b>Low</b>
<b>VL</b>	<b>Very Low</b>
<b>N</b>	<b>No</b>

# Risk integration

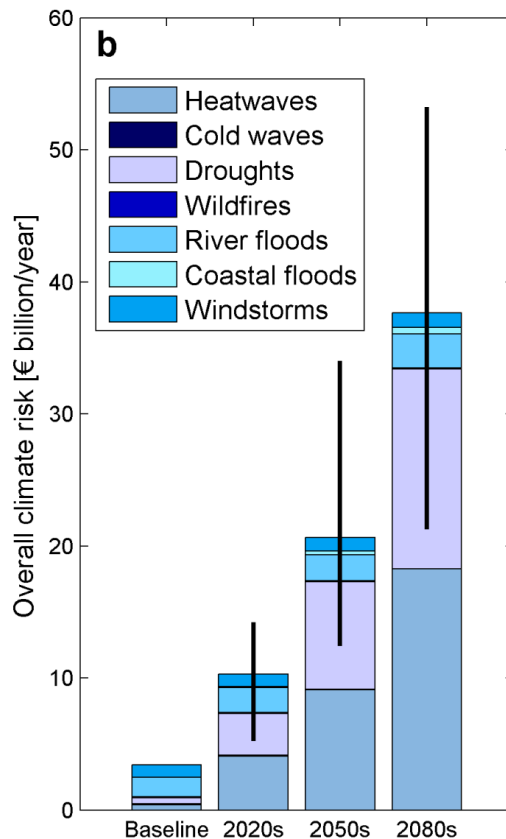
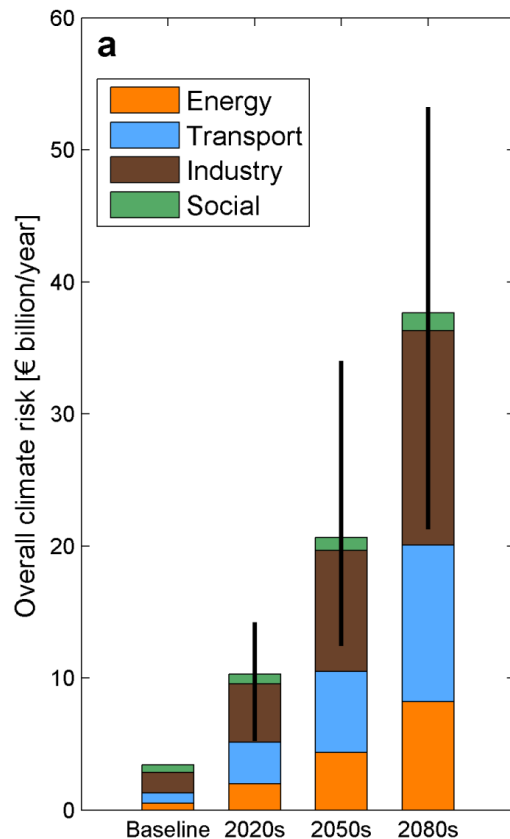




# Risk integration



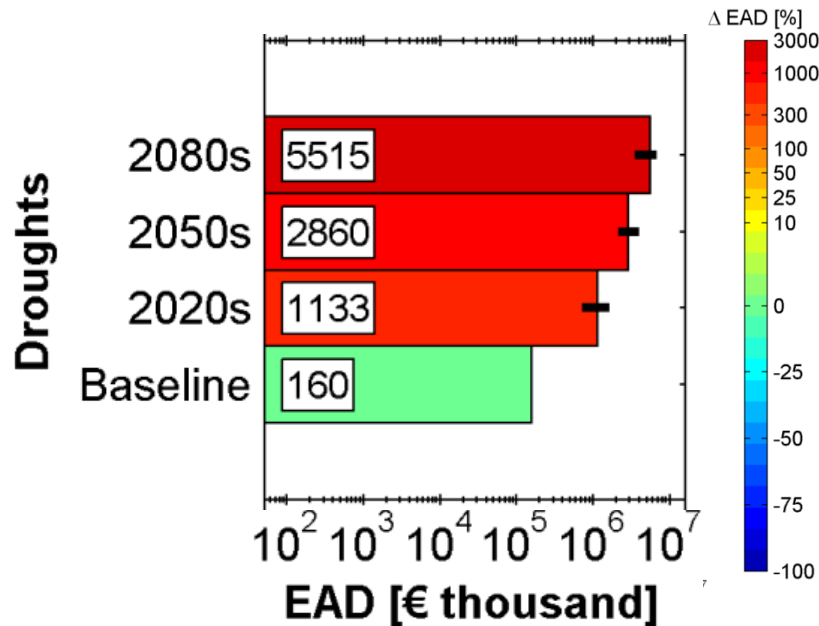
# Overall multi-hazard multi-sector risk



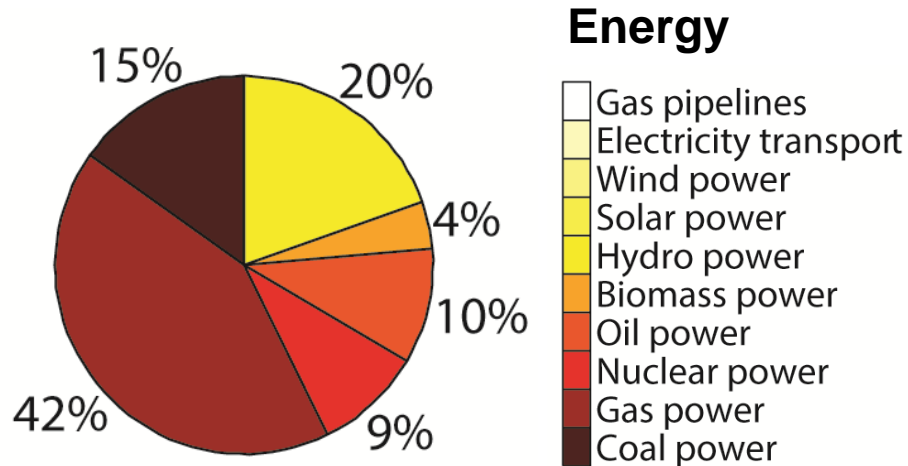
Overall climate hazard risk to critical infrastructures aggregated at European level (EU+) for each time period: a) distribution of damage by sector; b) distribution of damage over the seven hazards.

# Sector- and infrastructure-level risks

## Impacts on energy infrastructures due to droughts



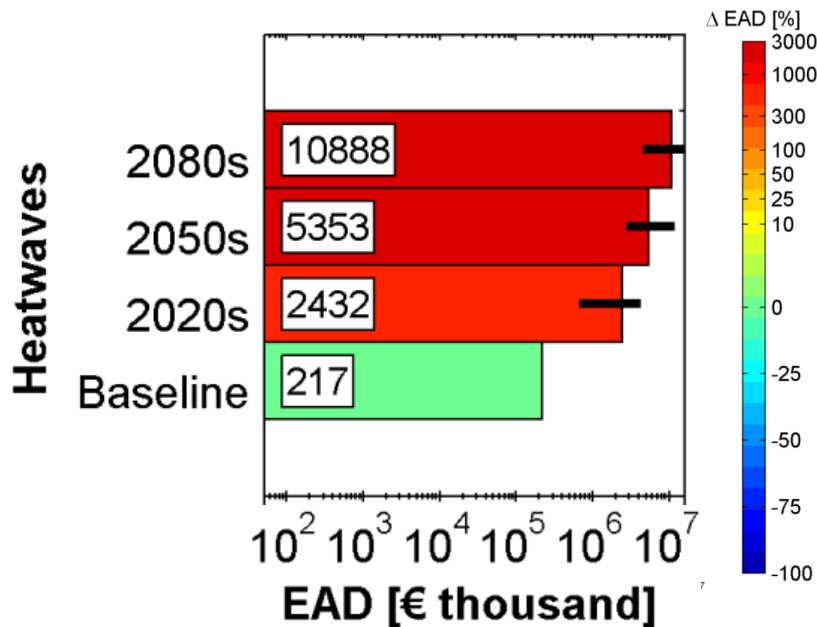
Expected annual damage (EAD) to critical infrastructures aggregated at European level (EU+)



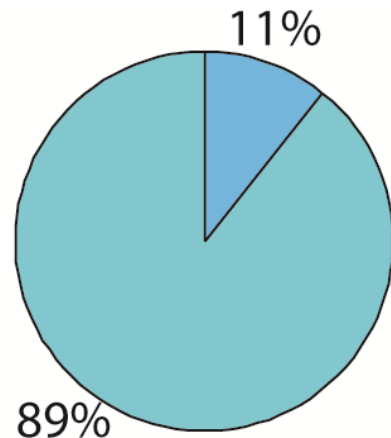
Distribution of hazard impacts over infrastructures types, calculated over 2011-2100.

# Sector- and infrastructure-level risks

## Impacts on transport infrastructures due to heatwaves



Expected annual damage (EAD) to critical infrastructures aggregated at European level (EU+)

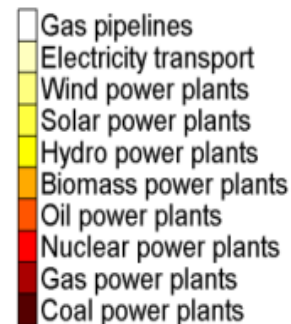
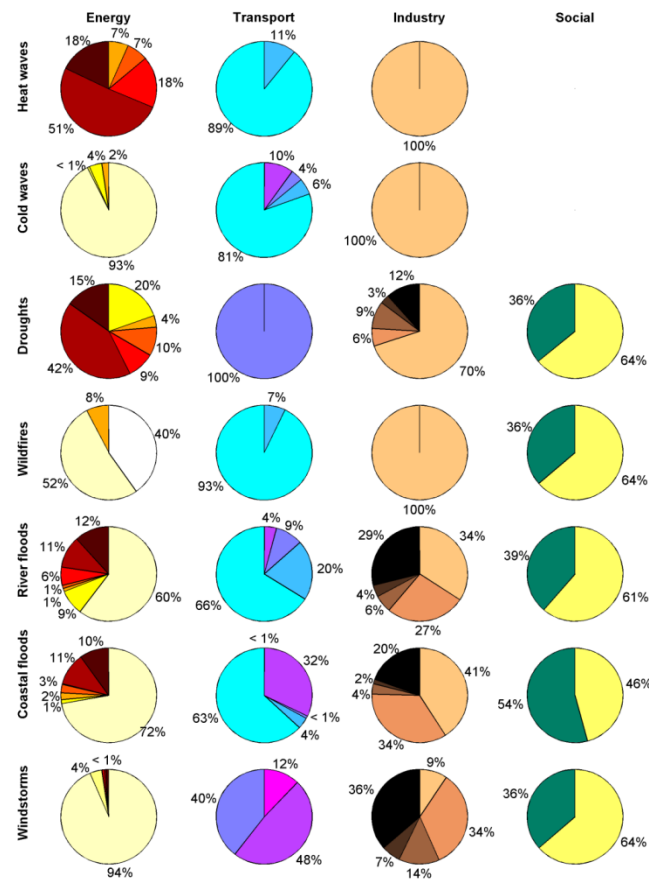
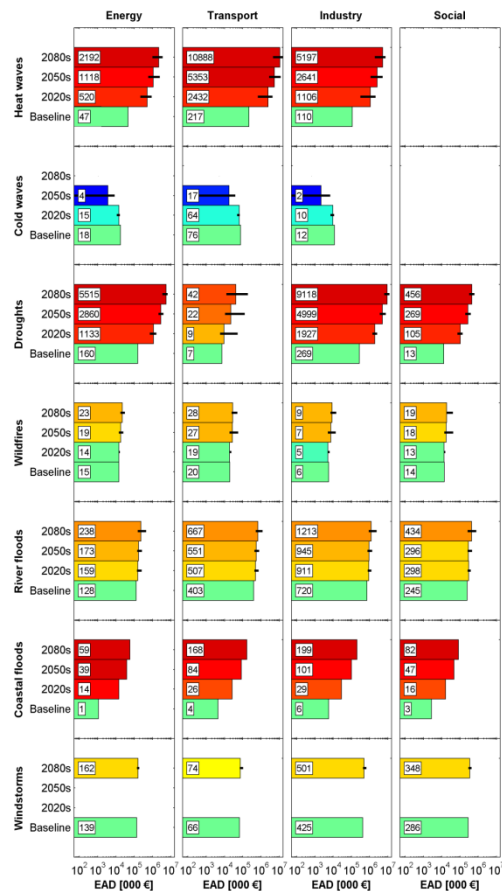


### Transport



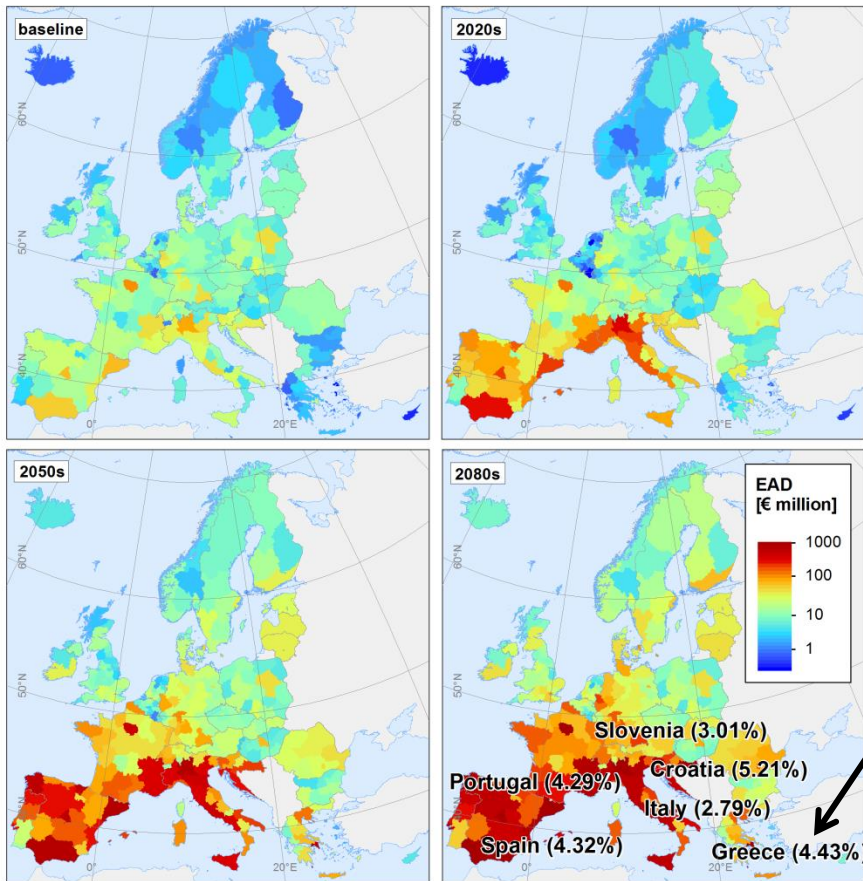
Distribution of hazard impacts over infrastructures types, calculated over 2011-2100.

# Sector- and infrastructure-level risks





# Space-time variations of risks



Spatial patterns of overall climate hazard risk to critical infrastructures in the different time periods.

Proportion of gross fixed capital formation (GFCF, a measure of the annual investments in fixed assets) at risk

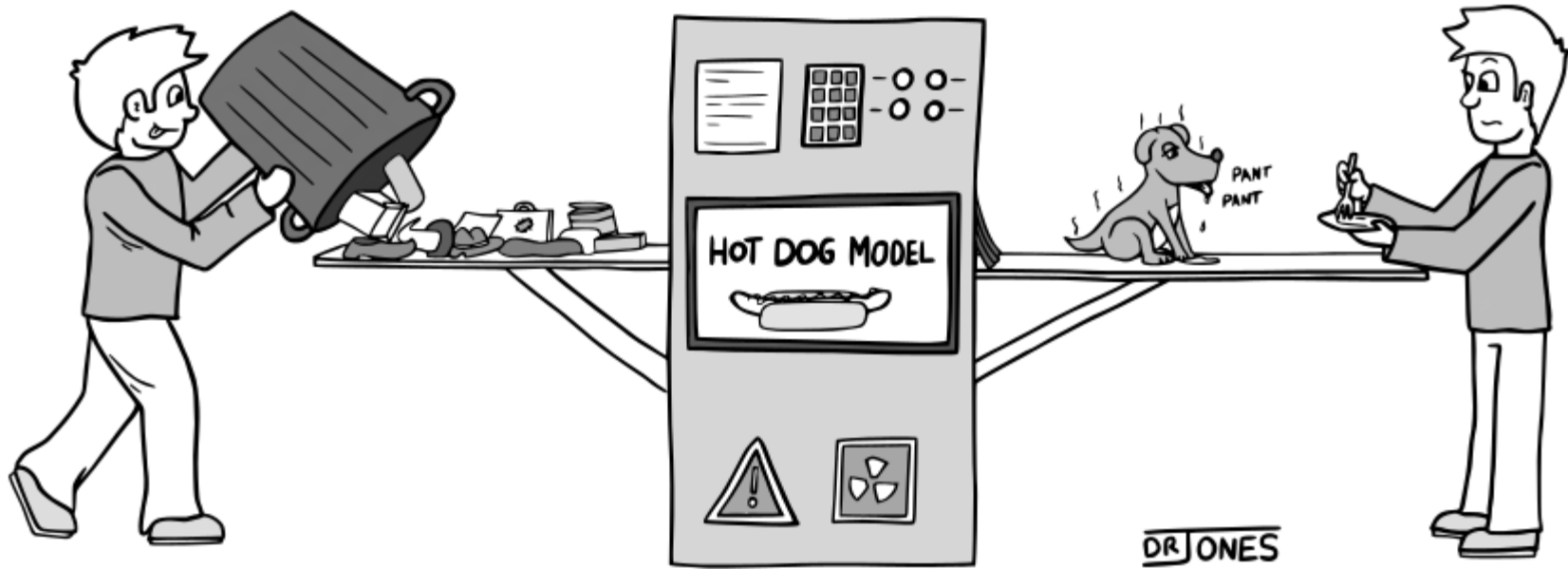
# Main limitations and knowledge gaps in methodological and data aspects

- **Deviations of the reported damage** from the true impacts are inherently translated into our damage estimates
- **Assumptions beyond the proposed disaggregation** of losses represent potential sources of uncertainty
- **Hazard interrelations or cascade effects** are not accounted
- Vulnerability as derived from the survey does not account for **different degrees of interconnectivity, technological heterogeneity, and the life span of infrastructures**
- **Sector-interdependencies and cascading effects** are not explicitly modelled

# Conclusions

- **Impacts could rise up to 10 times present damages by 2100 due to global warming**
- **Damages from heatwaves, droughts and coastal floods show the most dramatic rise**
- **Economic losses could be highest for the industry, transport and energy sectors**
- **Southern and south-western European countries will likely be most affected**

Better data are crucial to properly assess current and future disaster risk and to evaluate the cost-effectiveness of risk reduction and adaptation strategies



**because our models are only as good as their input**

# Cross-comparison analysis

Cross-comparison analysis of expected annual damage (EAD) due to river floods. Multi-sector ensemble median of EADs obtained by Rojas et al. (2013; RA2013) versus our estimates – FA2017 – (on x- and y-axis, respectively) for each country (circles) and time slice

