

SKANSKA



Climate Change Symposium

Sustaining Coastal Cities

Challenges with the Built
Environment

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Background & Context: Area of Focus

- Impacts & Adaptation around the Built Environment
- Why do buildings respond as they do?
- What are the ways to evaluate adaptation measures?
- Focused on single purposed buildings, infrastructure systems or networks



Observations

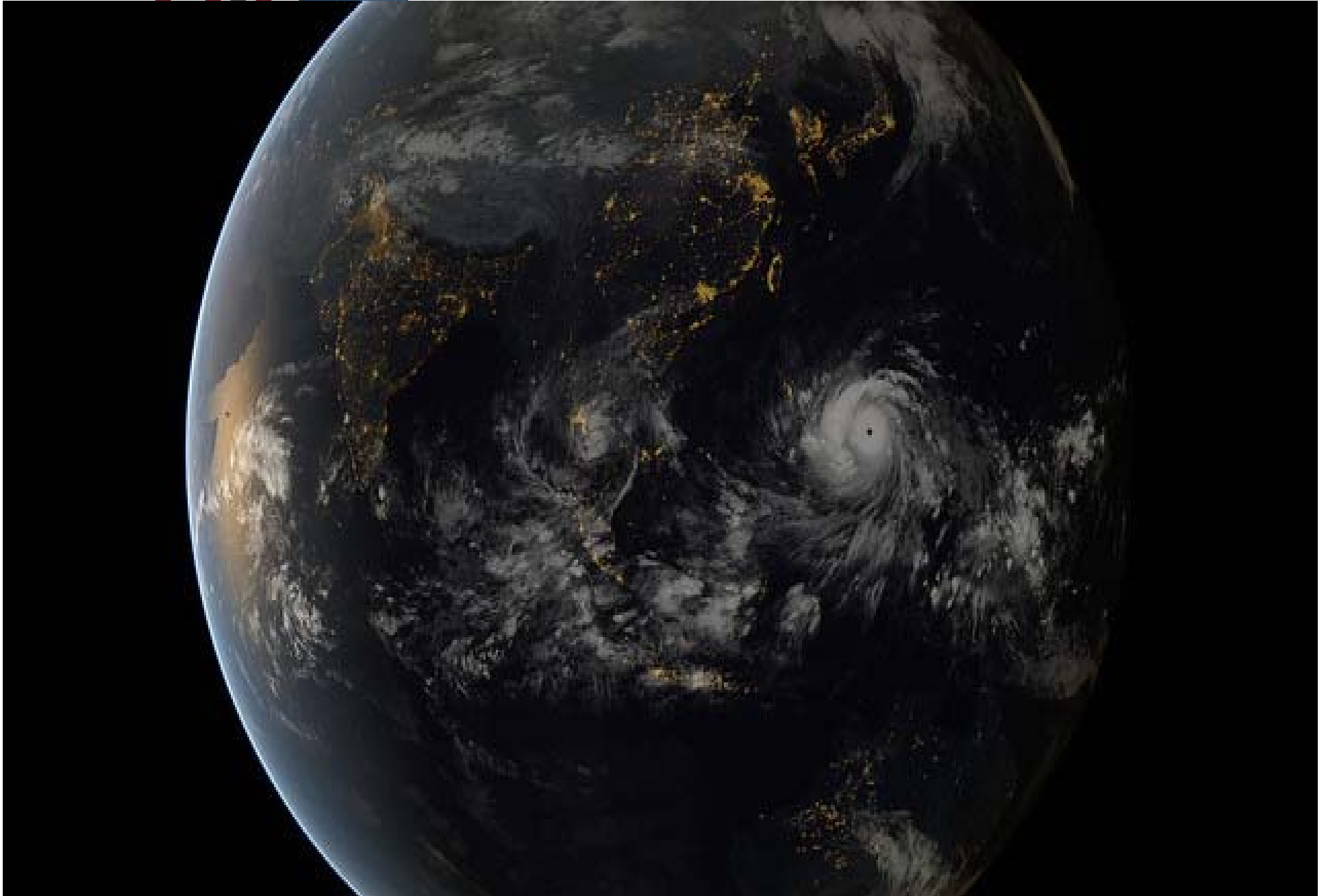


CLIMATE CHANGE SYMPOSIUM



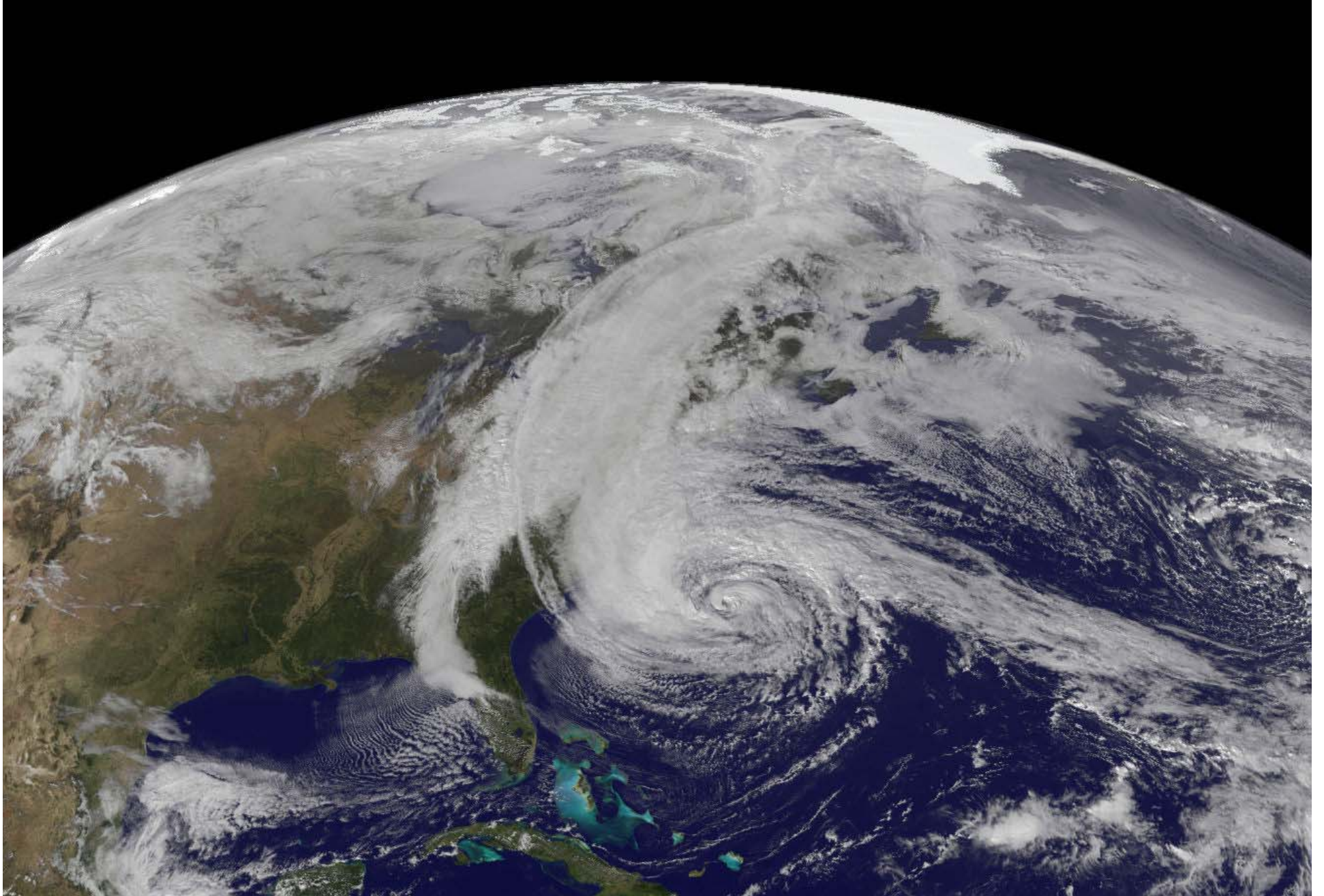


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Outcomes



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Current Approaches; where are we now?

- The strategies that currently make for good design are often counter to resiliency planning where you place critical assets out of harms way
- Critical utilities co-located for serviceability
- Areas of refuge are external
- Life Safety systems designed for occupant protection & egress e.g. elevator recall
- As result These buildings have a high degree of survivability from internal events
- Redundant strategies largely based on maintaining utilities & fuel supply



New Resiliency Paradigm Required

- New approach and metrics needed; What makes a successful resilient design?
- Take into account current climate vulnerability as well as future events
- Need to future-proof for low probability major events
- No longer designed for min safety and to allow people to get out of the building
- Many facilities will need to be able to support a minimum operational condition during extended periods of outages
- E.g. Dual electric feeds was a resilient strategy, now in-situ generation given consideration.



How do we get there?

- Guessing on current strategies to plan for a future which we know is uncertain
- Predictive modeling inherently brings uncertainty
- Complex systems that are being evaluated
- Two dimensions of uncertainty
 - Predicting what will happen (severity)
 - Predicating when it will happen (probability)
- How to overlay and apply business case real world requirements to events that haven't happened for business case justification and pay off



Barriers

- Lack of awareness or an unsupportive institutional environment
- Conflicting priorities and time pressures which can lead to long delays
- A tendency to focus on the short-term
- Resistance to organizational change



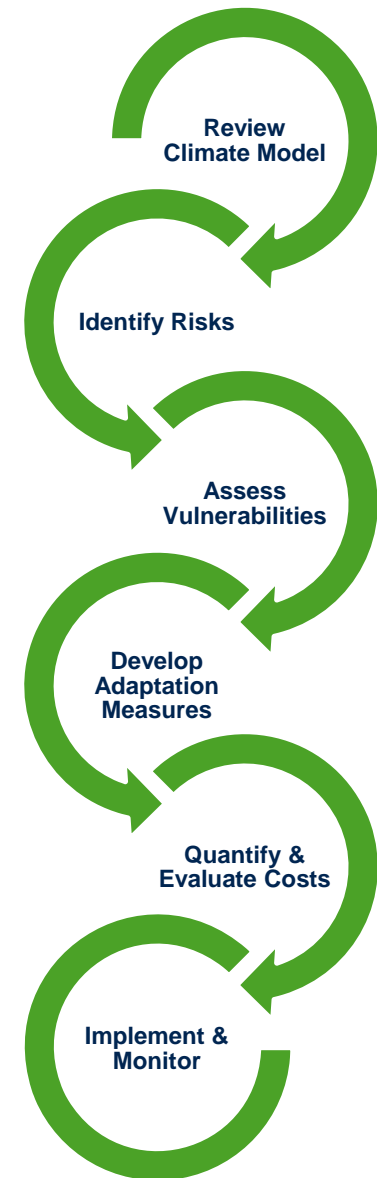
Existing Business Environment

- Scarcity of capital
- Not immediately tangible (although awareness is rising)
- Business / Investment climate operates with a short term perspective
- Long term defensive strategies with complex paybacks are hard to sell
- Adaptation investment could be perceived as taking resources away from core business mission; delivering healthcare, manufacturing products etc.



Evaluation & Assessment

- Review Climate Model
- Identify Risk
- Assess Vulnerability
- Develop Adaptation Measures
- Quantify analysis
- Implement
- Monitor & Improve





Methodology

– Two main aspects

1) Identification of the adaptation measure

- Structured decision making

2) Quantification and Implementation

- Utilizes Benefit/Cost & Net Present Value to normalize these effects



Evaluation Tools

- Combination of weighted risk analysis & structured decision making
- SWOT
- Kepner Tregoe
- Sensitivity analysis
- Monte Carlo
- Tracer analysis
- Impact assessment



Key Questions

- What data is required?
- Where does this data come from, and how is it evaluated?
- How to translate the science data into assessment and evaluation of vulnerabilities?
- Basis is not typical, compared and modeled against the cost of doing nothing. all while doing this on a conceptual predictive basis



Attributes of methodology

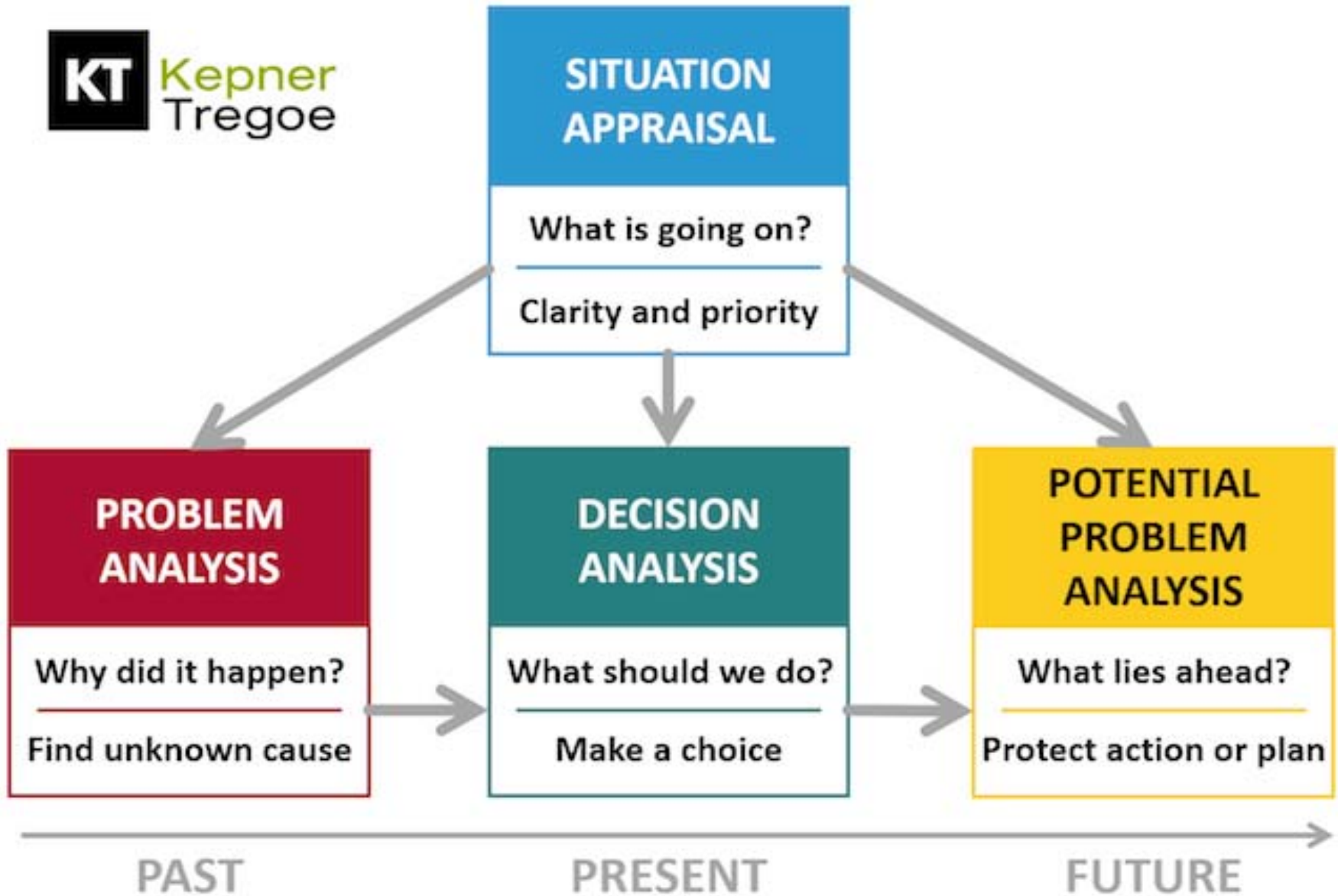
- How does the absence of costs or costs avoided factor into an evaluation
- Where to direct investment to achieve the highest level of protection
- How can these adaptation steps be incorporated as part of a larger capital investment plan
- **Analysis Considers:**
 - Cost of doing nothing
 - Operational cost impacts
 - Full scope of the mitigation
 - Quantification of avoided costs
 - Not only first costs, secondary and tertiary costs
 - Operational impacts & cascading effects



Key Considerations

Identify Cost and Risk-Significant Items Only

- Risks that increase rapidly due to climate change
- Look for thresholds that once crossed kick off other responses
e.g. power outages
- Risks with a long planning and implementation horizon
- Evaluate and prioritize risks relative to other known risks
- Recognize the uncertainties associated with the information





Example of weighted analysis

Item	Summary-Level Analysis				Engineering Analysis							Average Rating	Combined Score	
	Rating System				Rating System									
	Buildings	Neighborhoods	Infrastructure	Average Rating	Initial Cost	Life Cycle Cost	Construction Complexity	Permitting & Approvals Complexity	Environmental Impacts	Navigation Impacts	Reliability/Effectiveness			
Potential Adaptation Measures: <i>(Please note: the key task for now is to edit this list of potential measures.)</i>														
HARD ADAPTATION MEASURES (Traditional Civil Engineering)														
A	Harbor/Courties													
A.1	Storm Surge Gates (Movable Elements)	3	2	3	2.67	1	1	1	1	*	*	*	1.00	1.83
A.2	Sea Wall (Fixed)													
A.3	Levees (Fixed)													
A.4	Wetlands - Reclamation/Restoration													
A.5	Wetlands - Flooding	2	2	2	2.00	2	2	2	1	3	*	2	2.00	2.00
A.6	Other TBD													
B	Transportation Systems													
B.1	Tunnel Improvements (Highway/MTA)	0	0	3	1.00	2	3	2	3	3	0	3	2.29	1.64
B.2	Raise & Subway Grates, Entrances, & Air Vents	0	0	3	1.00	3	3	3	2	3	0	3	2.43	1.71
B.3	Floodable Roadway													
B.4	Flood-Resistant Elevation Pavement													
B.5	Other TBD													
C	Buildings													
C.1	Building Hardening - Commercial													
C.2	Building Hardening - Residential													
C.3	Building Hardening - Governmental													
D	Power/Utilities/Communications													
D.1	Water/Sewer Infrastructure - TBD													



Attributes of Costs; considered & not considered

- Loss of life
- Injury and cost of treatment see Jones pdf attachment
- Types of adaptation local S1 & Regional S2
- Focused on S1
- Focused on current and future storms this adds a difficulty factor
- Building code considerations Single event catastrophic vs probable



Financial calculations

- Utilize both NPV and B/C calculations
- NPV calculations show the amount of economic benefit of the capital deployed
- Include avoided damages in cost model
- Benefit / Cost ratio show the efficiency of an adaptation measure
- For any given year, evaluate the benefit of the adaptation strategy against its cost at and appropriate discount rate



Attributes of Methodology

- Reverse root cause
- Trace nodes back to the most effective adaptation
- Similar to Forward Pass and then Backward Pass
- In this case it's a backward pass and then a forward pass



Summary Approach & Conclusions

- Start with today's climate variability and extremes to identify risks and opportunities for longer-term climate change.
- Adaptive management and continuous improvement will reduce uncertainty and improve decision-making
- Drive to find the most cost and risk effective adaptation options
- Look for synergies and adaptation measure that cross protect other assets
- Monitor and evaluate the effectiveness Make climate action and risk assessment part of SOP

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Thank You

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– References

- Supplementary Materials for
- **Evaluating Flood Resilience Strategies for Coastal Megacities**
- Jeroen C. J. H. Aerts, W. J. Wouter Botzen, Kerry Emanuel, Ning Lin, Hans de Moel, Erwann Michel-Kerjan
- *Corresponding author. E-mail: erwannmk@wharton.upenn.edu
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