

# Climate change and reindeer herding

a bioeconomic model on the economic implications for  
Saami reindeer herders in Norway and Sweden

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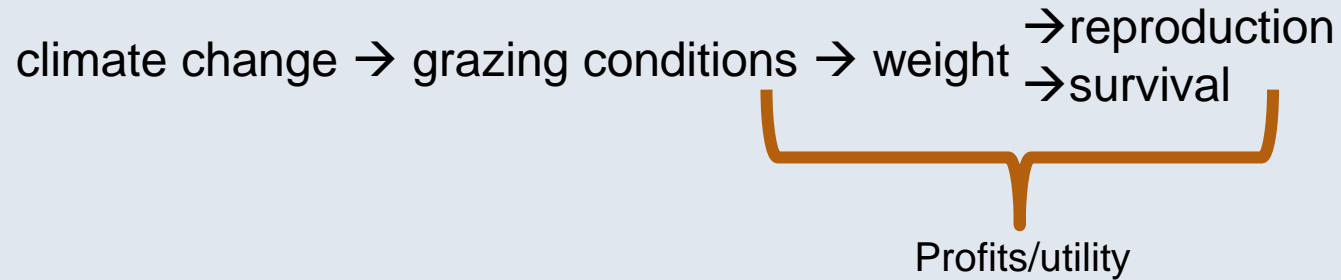
# Overview

We aim to demonstrate the economic implications of different climate change scenarios for reindeer herders in a set of stylized areas.

- Bioeconomic model
- Calibrate with data on past weather and slaughter weights
  - Empirical analysis
- Numerical simulation of model with three climate projection scenarios

# Bioeconomic model

How does climate change affect reindeer herding?

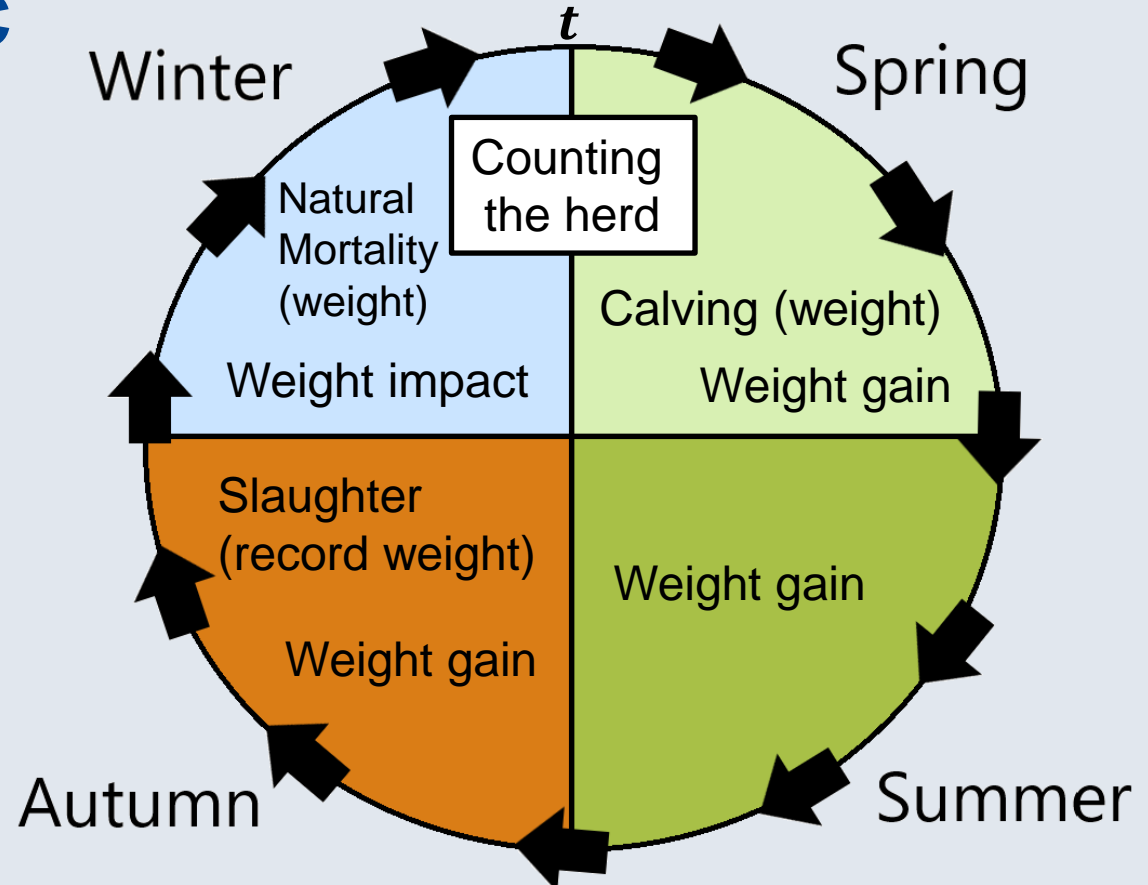


# Bioeconomic model

Events over the year-cycle

Spring/Summer effect: +

Winter effect: -



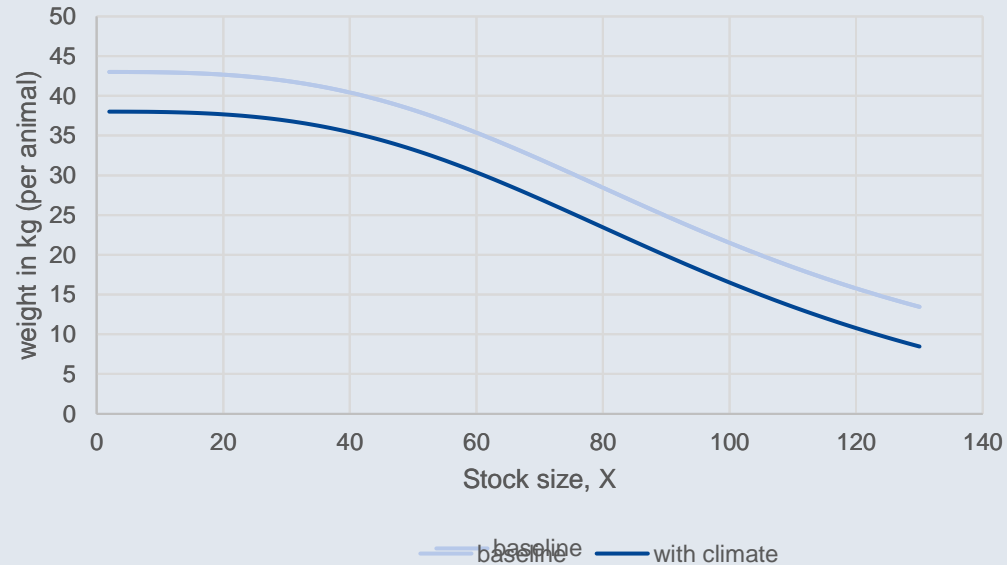
# Weight function of adult reindeer

$$w_{i,t} = \frac{\bar{w}_i}{1 + (X_t/K)^\beta}$$

$$w_{i,t} = \frac{\bar{w}_i}{1 + (X_t/K)^\beta} + \alpha_{1,i} C_{S,t} + \alpha_{2,i} C_{W,t-1}$$

$i = f, m.$

Weight function with and without climate effect



# Data

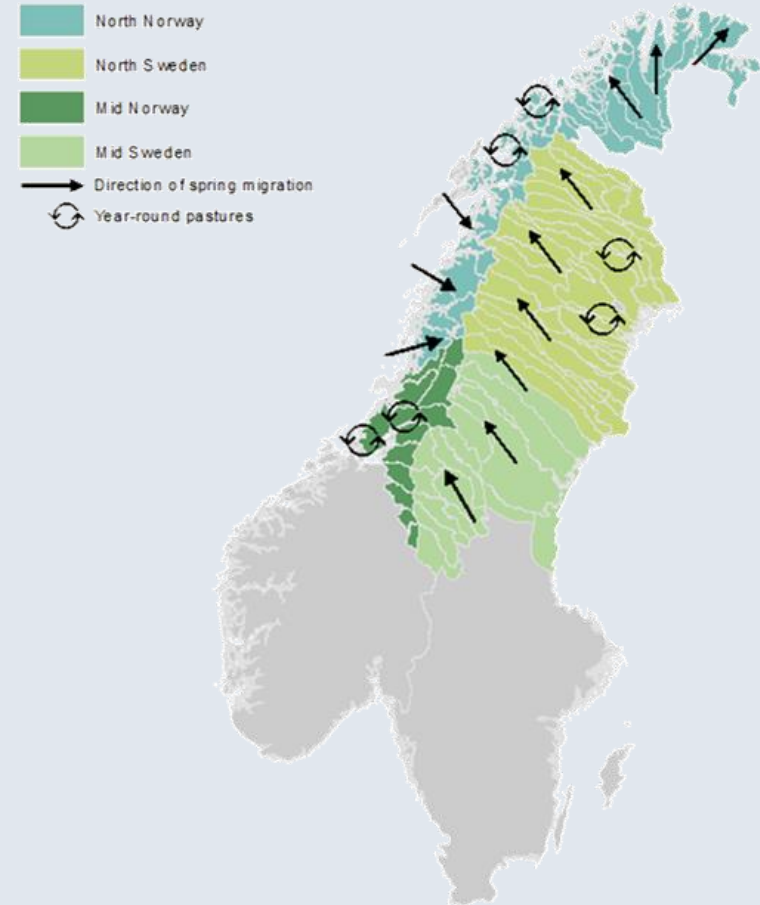
## Empirical analysis

- Norwegian district level data on slaughter weights, average for Sweden (1984 – 2020)
- Reanalysis data of historic weather (1984-2014) (CMIP6 multi model ensemble)

## Numerical illustration

- Future climate projection data for three scenarios (1.5°C target, intermediate, business-as-usual)
  - Four simulation areas

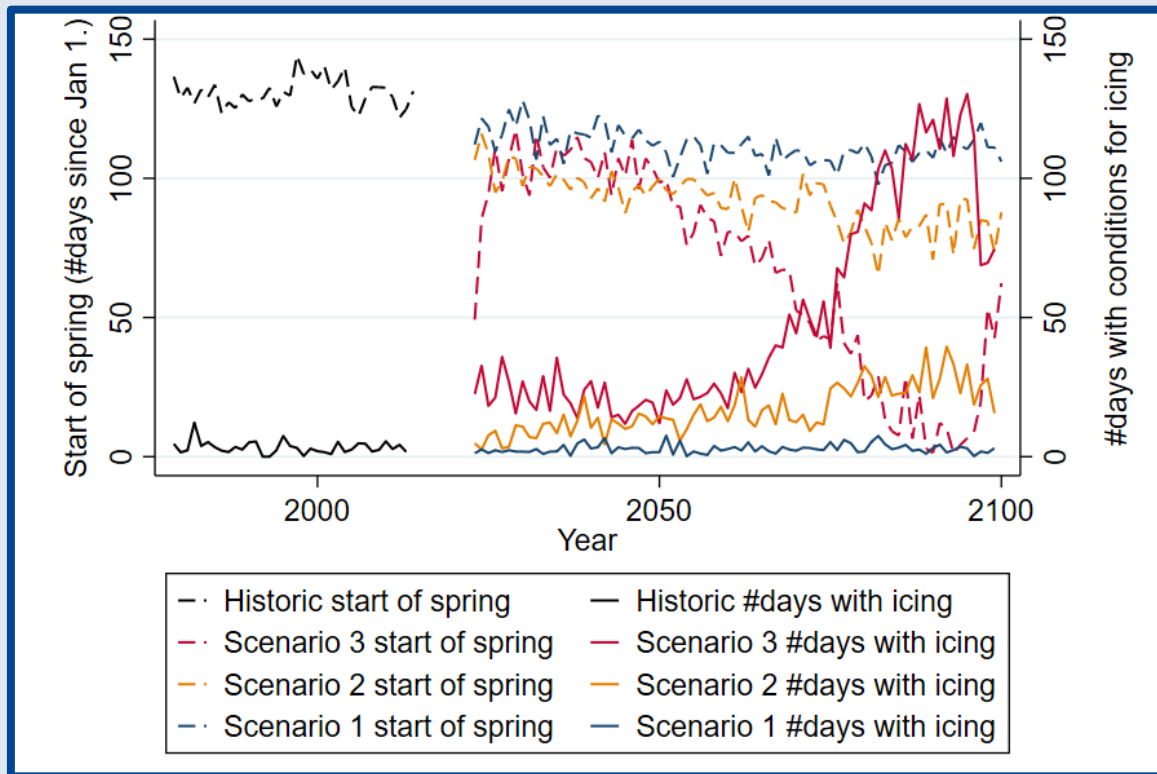
Reindeer herding areas in Norway and Sweden



# Data

## Historic weather observations

- On average, onset of spring was May 10<sup>th</sup> (130 days after Jan 1<sup>st</sup>) (min 100, max 205)
- There were, on average, 4.7 days with conditions for icing. (min 0, max 24)



# Empirical analysis

$$w_{i,t} = \frac{\bar{w}_i}{1+(X_t/K)^\beta} + \alpha_{1,i} C_{S,t} + \alpha_{2,i} C_{W,t-1}$$

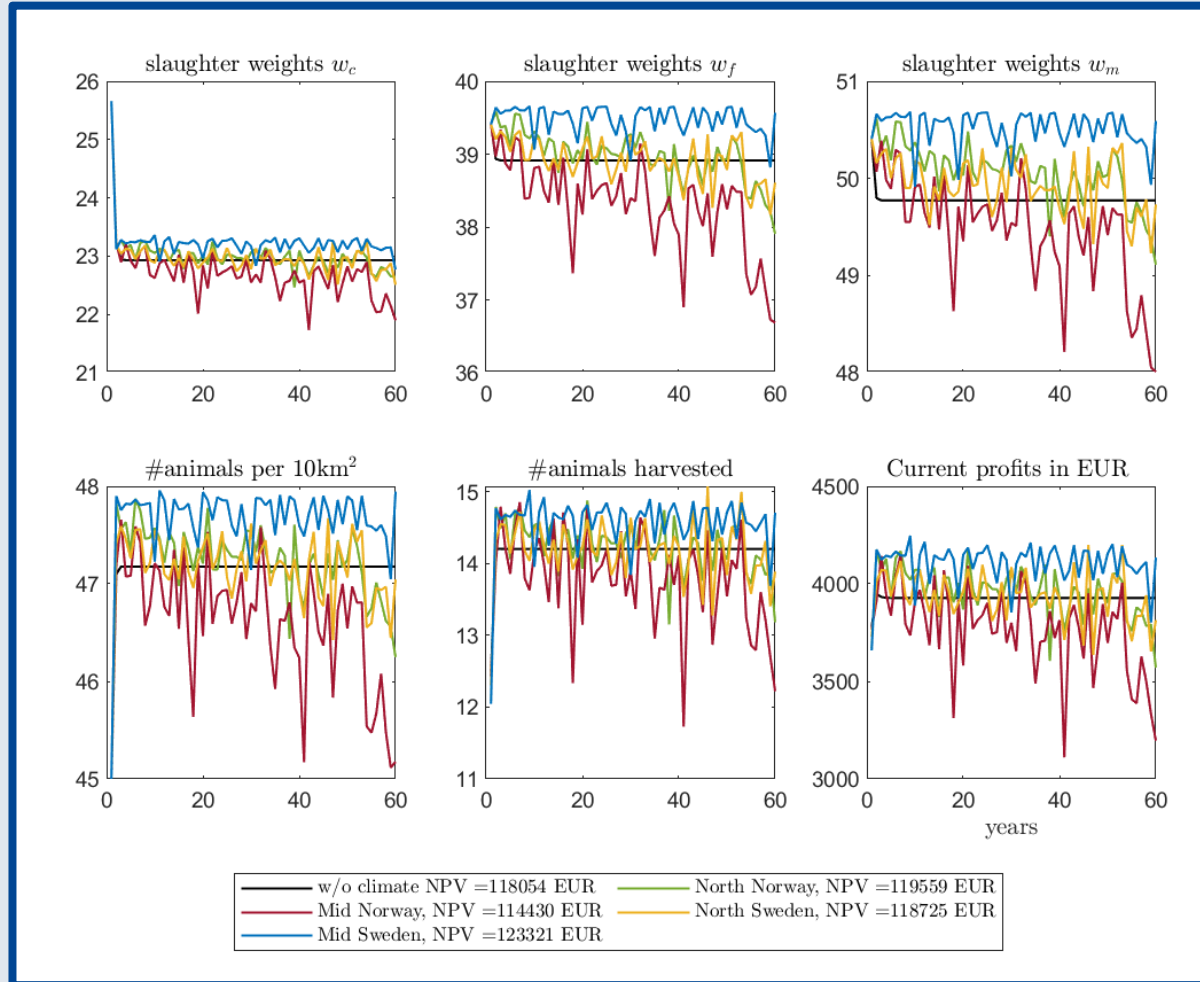
- If spring starts one day earlier than average (May 10<sup>th</sup> ) slaughter weights of adult females increase by 28.7g (0.09 %)
- One more day with icing, than average, decreases slaughter weights by 67 g (0.22 %)
- There is a limit to how much reindeer can consume and grow
- An onset of spring earlier than average is related to slaughter weights that are 600 g higher than the mean, whereas a late onset of spring is related to a decrease in slaughter weights by 800 g.



# Results

## Scenario 2

- Greater variation makes the future more unpredictable → Shock slaughter weights
- Negative weather shocks → Negative shock to current value profits
- Ambiguous adjustment strategy
- Mid Norway vs. Mid Sweden

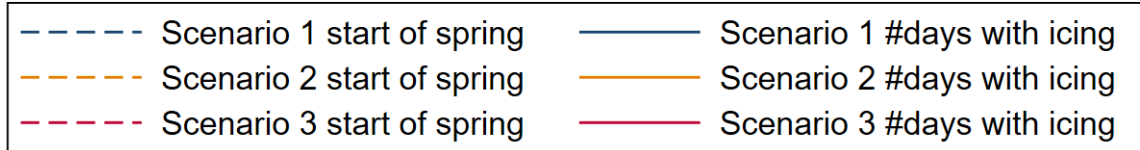
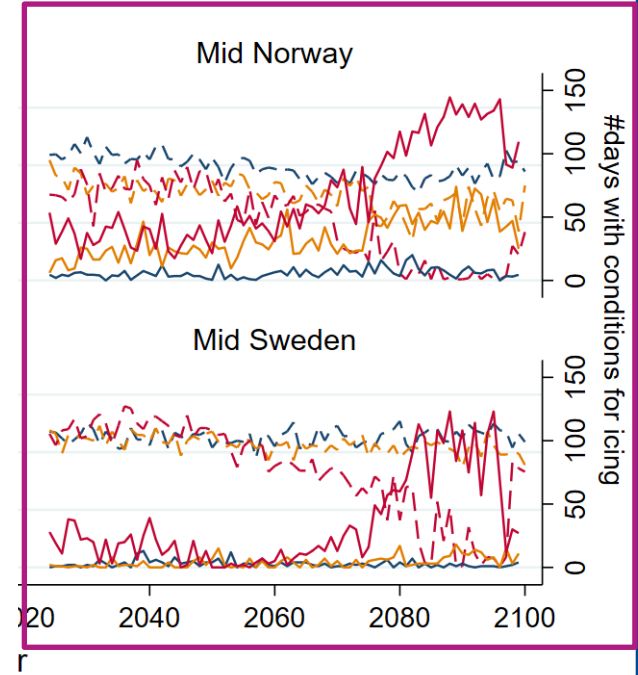


# Results

## Weather projections

Start of spring (#days since Jan 1.)

- Little to no increase in icing in Mid Sweden in Scenario 2

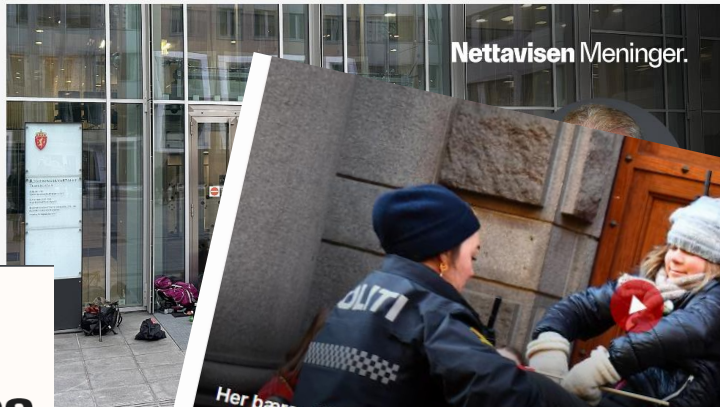


Graphs by area



# Samenes krav om å fjerne vindturbiner koster tre millioner kroner per reinsdyr

ANNONSE



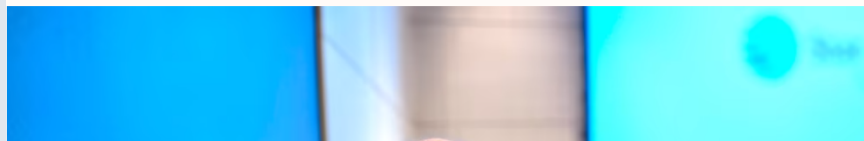
Nettavisen Meneringer.

r av  
reinsdyr -  
ga til

Vindkraft i Norge

## Statkraft-sjef om Fosen-vindkraft: Tror riving kan unngås

Demonstranter i Oslo krever at to omstridte vindkraftverk på Fosen skal rives, men Statkraft-sjef Christian Rynning-Tønnesen tror det kan unngås. – Her mener jeg det må kunne være løsninger.



TTIGHETER: Samer  
lir seks milliarder kr

Her bæres Thunberg bort: – Gir meg ikke ennå  
Nyheter 1. mars

## Fosen-aksjonen i Oslo: Politiet har fjernet demonstranter

Aksjonen mot vindkraft på Fosen ble onsdag trappet opp, men klokken 09 startet politiet å bære bort aksjonister. Blant dem svenske Greta Thunberg, som forteller til VG at hun ikke har planer om å gi seg ennå.

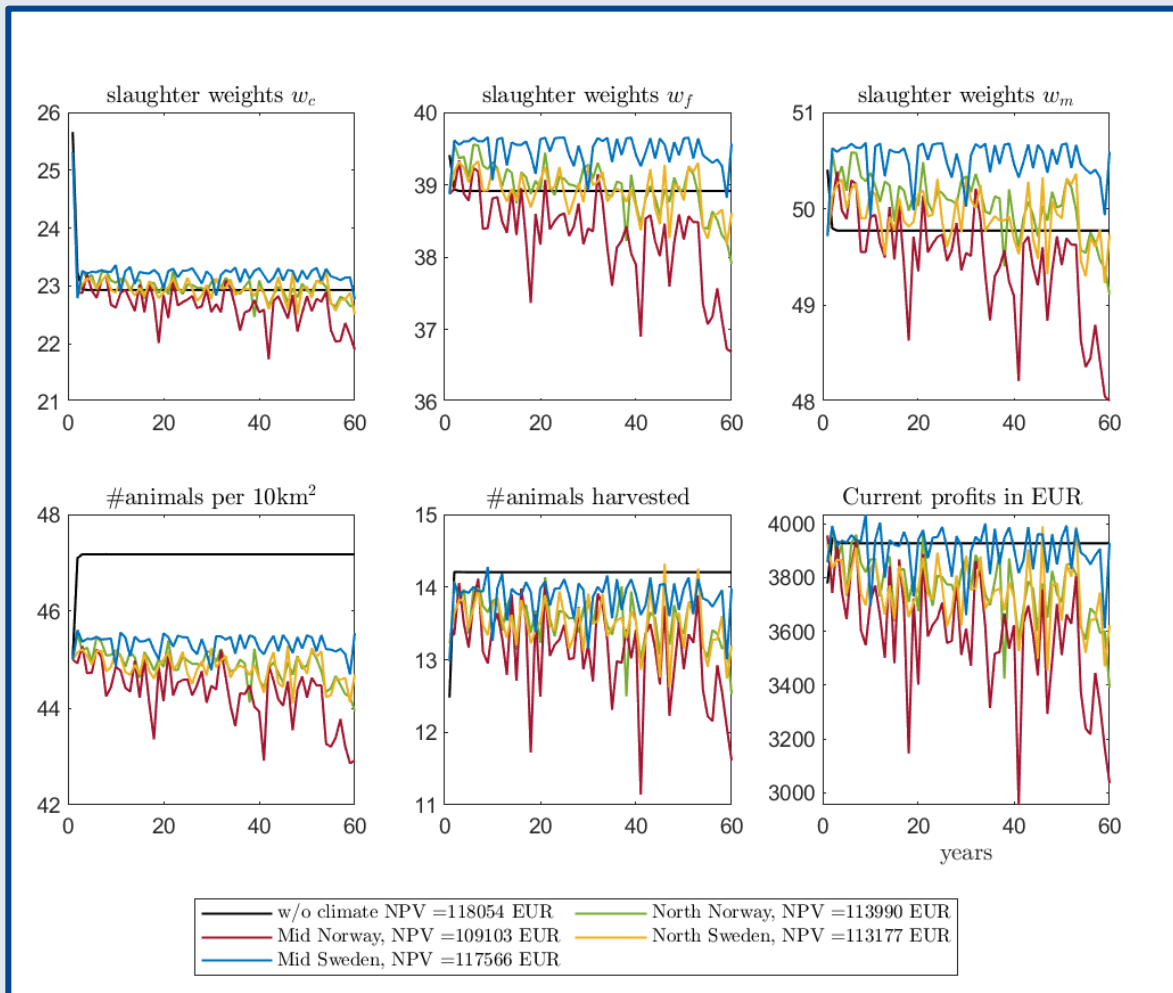
Av JOSTEIN MATRE, OLE LØKKEVIK, ANNE MARTE BANG FOSSBERG, STELLA BUGGE, SILJE ENGAUG, OLIVER BELLINDER, ESPEN SJØLINGSTAD HOEN (FOTO), TORE KRISTIANSEN (FOTO), GISLE ODDSTAD (FOTO), NAINA HELEN JÅMA (FOTO), KLAUDIA LECH (FOTO), ANNA JULIE NYTRØEN BERGESEN og JULIE TRAN

STOLT BESTEFAR: Leif Arne Jåma er stolt bestefar. Reinsdyrene kan snart bli historie.

FOTO: TOR DANIEL JÅMA

# 5% Reduction in carrying capacity

Tømmervik et al. (2022) calculated the range area loss related to the windfarm in Storheia and Roan in Trøndelag. The direct loss amounted to 5 % and indirect loss up to 25 %



# Reduction in carrying capacity

% change in NPV

	Scenario	Baseline carrying capacity	5 % reduction in carrying capacity	25 % reduction in carrying capacity
North Norway	1	4.04	-0.82	-20.61
	2	1,27	-3.44	-22.71
	3	-3.77	-8.25	-26.49
Mid Norway	1	3.59	-1.27	-20.96
	2	-3.07	-7.58	-25.96
	3	-10.27	-14.41	-31.37
North Sweden	1	3.31	-1.52	-21.18
	2	0.57	-4.13	-23.23
	3	-6.35	-10.65	-28.41
Mid Sweden	1	4.09	-0.75	-20.59
	2	4.46	-0.41	-20.29
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# Concluding remarks

- Earlier spring and reduced icing can generate improvements in Scenario 1 and 2
  - Except Mid Norway which will experience a greater increase in icing events
- All areas experience a net loss in Scenario 3
- Adjustment strategies are ambiguous, but generally weights decrease and it is optimal to harvest less as we move through the scenarios
- Policies that lead to land loss and may be required to reach Scenario 1 or 2 may be more detrimental than the climate impact.



# Questions and discussion