

Global Trade Analysis Project

GTAP-BIO Model and Data Base: Main Components and Improvements

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Overview

What is GTAP

- Institutional structure
- Key resources
- Impact
- Standard GTAP model and data base.

GTAP-BIO model and data base

- Modifications in Standard GTAP
- Improvements overtime

GTAP Combines Advantages

- Publicly funded project with core support from GTAP Consortium
 - Currently 31 member agencies
 - GTAP Advisory Board keeps project policy-focused illusion



Based in academia

- Home base is the Center for Global Trade Analysis, Purdue University
- Supports a global economic data base and model: fully documented, publicly available, regular courses, accessible to non-modelers

Key Resources: Data Base

• Philosophy:

- Comparative advantage: Find the best person to do the job and sell them on it!
- Documentation, public availability, and regular updates
- GTAP establishes standards and brings it all together into ONE analytical data base. Currently,

	Version 9	Version 10
Global Coverage	120 countries 20 composite regions	121 countries(98% of world GDP and 92% of world population)20 composite regions
Sectoral Detail	57 sectors	65 sectors (20 ag/food, 25 manufactures, 20 services)
Reference Years	2004, 2007, 2011	2004, 2007, 2011, 2014

• Bilateral tariffs and trade data/shipping margins, global land use, GHG emissions

Key Resources: Model

Core model: Hertel (ed.), 1997, CUP

- Fully documented, easy to modify: 4,300⁺ citations in Google Scholar
- Special purpose extensions include (and many more)
 - Energy, biofuels, emissions and climate change mitigation, global land use impacts of trade/environmental policies

• GTAP is:

- the most widely used data base and analytical framework in the world for trade policy analysis
- widely used for analysis of issues related to climate change, land use and environmental policy

Key Resources: GTAP Network

• GTAP website: <u>www.gtap.agecon.purdue.edu</u>

- Key to communication and dissemination of information
- 24,500⁺ members from 179 countries
 - Contributing data, altering the model, writing papers, attending conferences
- Thousands of GTAP-based applications

GTAP Courses: GTAP 101, GTAP Short Course, GTAP Dynamic

- Annual Conferences on Global Economic Analysis
 - Notable past hosts:
 - World Bank, Washington DC (2004, 2016)
 - IFPRI, Senegal (2014)
 - WTO/ITC/UNCTAD, Switzerland (2012)
 - UN ECLAC, Chile (2009)
 - UN ECA, Ethiopia (2006)

Analytical framework – GTAP standard model



GTAP-BIO database construction steps



Sectoral splits

GTAP-Power Data Base: Disaggregated sectors

No.	New sector	Description	Original GTAP sector	Description
1	Corn	Corn		
2	Sorghum	Sorghum	gro Other grains	
3	Oth_CrGr	Other cereal grains		
4	Soybeans	Soy		
5	Palm_f	Palm	osd Oil seeds	
6	Rapeseed	Rapeseed		
7	Oth_Oilseeds	Other oil seeds		
8	vol_soy	Soy oil		
9	vol_palm	Palm oil	Veg	Vegetable oils
10	vol_rape	Rapeseed oil	VOI	and fats
11	vol_othn	Other oil		
12	Food	Food	ofd	Food products
13	Feed	Feed	Ulu	
14	p_c1	Petroleum production (excl. blending)	n c	Petroleum and
15	Blender	Blender	μ_υ	coal products
16	eth1	Corn ethanol	Varies by country	
17	eth2	Sorghum ethanol		
18	eth3	Wheat ethanol		
19	eth4	Sugarcane and beat ethanol		
20	Biod-Soy	Soy oil biodiesel	sel diesel esel sel	
21	Biod-Rape	Rapeseed oil biodiesel		
22	Biod-Palm	Palm oil biodiesel		
23	Biod-Oth	Other Biodiesel		

Major components of a computable general equilibrium model (CGE)



Major biofuel links included in GTAP-BIO



Production and intermediate demands

Final demands

Links between crops, biofuels, livestock, and other activities



From GTAP standard model to GTAP-BIO model



Nesting structure of livestock demand for feed in GTAP-BIO



Nesting structure of production functions in GTAP-BIO models



Thank you! Questions and Comments