### MOSES - Modeling of Sustainable Economic Systems

MOSES



#### Welcome! MOSES-2016 Workshop May 6-20, 2016 Linköping University, Sweden

### A Unique Point in History – Exponential Trends Approach Planet Earth Boundaries Year 1750-2000:



## LIMITS TO GROWTH

#### The 30-Year Update

Donella Meadows | Jorgen Randers | Dennis Meadows

## THE NEW YORK TIMES BESTSELLER COLLAPSE

How Societies Choose

TO FAIL OR SUCCEED

# JARED DIAMOND

author of the Pulitzer Prize-winning

GUNS, GERMS, and STEEL

WITH A NEW AFTERWORD

#### The Biggest Challenge of All – Sustainable Society Circular Economy – Avoid Global Collapse in 50 years



System Dynamics Simulation with OpenModelica – World3 Model, Meadows et al

#### Transition to Sustainable Economy is Urgent!

Starting 2022 gives partial collapse of half a billion, population decrease Starting 2032 gives partial collapse of two billion, population decrease



System Dynamics Simulation with OpenModelica – World3 Model, Meadows et al

## Is the World3 Model, Valid?

- Complicated issue
- Scenario 1 follows developments so far
- Comprehensive: Includes many different areas:
- Somewhat optimistic:
  - Assumes proportional pollution effect, i.e., no modeling of sudden ecosystem flip (e.g. from rainforest or arable land to desert)
  - Assumes no waste of resources on wars and weapons
  - Assumes population control (2 children per woman)

## MOSES – A Unique Inter-Disciplinary Initiative adressing the Sustainable Society challenge

- Economics, finance and business
- Systems approach and Modelica technology
- Ecology with world planetary boundaries

• Financial World model (FWORLD) toolbox for investigating scenarios towards a sustainable society

#### **MOSES-2016 Workshop**

- Economics, finance and business
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## **Presenting Ourselves**

Linköping University	Professor in computer science; Modeling & Simulation; Modelica language, OpenModelica too
Linköping University	Post.doc computer science and systems modeling
Linköping University	Associate prof. In computer science with sustainability interest
Linköping	Engineer with economics interests
University of Buenos Aires	Associate prof. In modeling and engineering
Stockholm Resilience Center	Associate prof. Plantetary boundaries researcher
Stockholm Resilience Center	MSc; PhD student, World modeling
Stockholm Resilience Center	MSc; PhD student, non-profit sustainability in world modeling
Swedish Sust Economy Found	MSC; sustainable economics
Kingston University London	Professor in economics with sustainability focus
Germany, (Passau neighborhood)	Randers
Motala municipality	Local sustainability developer
Lund university	Assistant Professor, world modeling, resource aspects
Linköping University	Professor in industrial ecology
University of Florence	PhD student; world modeling, resources
University of Florence	PhD student; world modeling, resources
University of Denver	Associate prof. Internationa futures simulation software
Svdnev. Australia	Computational Scientist, Sydney, http://www.hpcoders.com.au/rks.html
	Linköping University Linköping University Linköping University Linköping University of Buenos Aires Stockholm Resilience Center Stockholm Resilience Center Stockholm Resilience Center Stockholm Resilience Center Swedish Sust Economy Found Kingston University London Germany, (Passau neighborhood) Motala municipality Lund university Linköping University University of Florence University of Florence University of Florence

## **Afternoon slides**

#### **MOSES – Interactions Models – Real-World Demonstrators**



### **The MOSES Sub-Projects**



### **MOSES Project Important Points**

- World-leading Modelica modeling, simulation, and analysis techniques applied to financial systems,
- FWorld Financial System comprehensive modeling inspired by World3 (Modelica version)
- Financial Systems Modeling integrated with Ecological and Societal issues, allowing non-linearities
- Techniques for handling financial system model variants explore different assumptions
- Sensitivity analysis of model parameter settings
- Uncertainty handling in models and stochastic data
- Dynamic **optimization** (moving horizon optimization) of financial system model
- Analysis use cases
- Application case studies