1 Resource acquisition, distribution and end-use efficiencies and the

#### 2 growth of industrial society

3 A.J. Jarvis\*, Lancaster Environment Centre, Lancaster University, UK

4 S.J. Jarvis<sup>+</sup>, Office of Gas and Electricity Markets, London, UK

5 C. N. Hewitt, Lancaster Environment Centre, Lancaster University, UK

6

7 \* Correspondence

\* The views expressed in this paper are those of the authors and do not necessarily
9 represent the views of, and should not be attributed to, Ofgem or the Gas and Electricity
10 Markets Authority.

11

#### 12 Abstract

A key feature of the growth of industrial society is the acquisition of increasing 13 14 quantities of resources from the environment and their distribution for end-use. With 15 respect to energy, the growth of industrial society appears to have been near 16 exponential for the last 160 years. We provide evidence that indicates that the global 17 distribution of resources that underpins this growth may be facilitated by the 18 continual development and expansion of near optimal directed networks (roads, 19 railways, flight paths, pipelines, cables etc.). However, despite this continual striving 20 for optimisation, the distribution efficiencies of these networks must decline over time 21 as they expand due to path lengths becoming longer and more tortuous. Therefore, to 22 maintain long-term exponential growth the physical limits placed on the distribution 23 networks appear to be counteracted by innovations deployed elsewhere in the 24 system, namely at the points of acquisition and end-use of resources. We postulate 25 that the maintenance of the growth of industrial society, as measured by global energy use, at the observed rate of  $\sim 2.4 \text{ %yr}^{-1}$  stems from an implicit desire to 26 27 optimise patterns of energy use over human working lifetimes.

### 28 Keywords

29 Global, Energy, Networks, Growth.

### 30 **1. Introduction**

31 The growth of industrial society since the Industrial Revolution has required the continual 32 exploitation of a diverse range of environmentally-derived resources. Because resources are 33 seldom consumed at the point of extraction, this in turn has required the construction of 34 ever-expanding distribution networks. These networks can be seen to form part of a global 35 Resource Acquisition, Distribution and End-use (RADE) system linking environmental 36 resources with points of end-use. In many respects these man-made networks resemble 37 those seen in natural systems, both in terms of form and function. Here we attempt to apply 38 theoretical insights from research into the evolution of natural systems to the man-made 39 system that constitutes global industrial society, with a particular focus on energy.

40 This paper builds on a long tradition of attempting to understand socio-economic systems 41 through the application of insights from the natural sciences. Initially these insights were 42 largely metaphoric, but increasingly the application of evolutionary (Nelson and Wilson, 43 1982), metabolic (Fischer-Kowalski and Huttler, 1998) and thermodynamic (Garrett, 2011, 44 2012) theories has become much more direct in this area. The fundamental physical 45 constraints that underpin the development of distribution networks have previously been 46 used to try and explain the behaviour of biological systems (West et al., 1997), river basins 47 (Rodríguez-Iturbe and Rinaldo, 1997), electricity grids, water distribution systems, road 48 networks (Dalgaard and Strulik, 2011; Pauliuka et al., 2014; Bettencourt et al., 2007), and 49 even cities (Bettencourt, 2013), but have not previously been applied to the behaviour and 50 growth of global industrial society itself.

51 Here we explore the possibility that the growth of industrial society is in part regulated by the 52 behaviour of the distribution networks within a global RADE system. The resources moved

53 by man-made distribution networks include energy and the other materials from which 54 industrial society is constructed. In the following analysis we focus specifically on the energy 55 used in acquisition, distribution and end-use. We do this because the performance of RADE 56 networks is determined by their energy efficiency (i.e. the proportion of energy lost in 57 transporting mass across networks) and because energy use is one of the best observed 58 metrics of global economic activity. Furthermore, because all aspects of industrial society 59 use energy, and are themselves constructed using energy, a potentially self-reinforcing 60 feedback exists between energy use and the growth of industrial society.

61 Our analysis suggests that:

- By definition, resource distribution networks must fill the space occupied by industrial
   society. These networks appear to behave near optimally with respect to minimising
   energy losses if the space being filled is three dimensional.
- 65 2) Whether optimal or not, the distribution efficiency of the global RADE system
  66 declines over time, apparently due to the increasing distribution costs associated with
  67 growth-induced network expansion;
- 3) This declining distribution efficiency appears to be offset by increasing acquisition
  and end-use efficiencies. This is evidenced by the observed near constant relative
  growth rate in energy use that maintained at the global scale despite declining
  distribution efficiencies.
- The maintenance of growth in energy use at the global scale, specifically at the
   observed long-term average of ~2.4% yr<sup>-1</sup>, may be explained by the minimisation of
   energy losses over a timescale characteristic of human working lifetimes.

The paper is structured as follows. Section 2 introduces the distribution network theory that
underpins the work. This is then used in Section 3 to specify and test a predicted scaling

77 relationship between energy flows at the point of acquisition (global primary energy) and 78 those arriving at the points of end-use (global final energy). Section 4 is a discussion on the 79 geometry of the space being filled by the RADE system. Section 5 extends the analysis to 80 consider behaviour at the country scale and how this aggregates to give the observed global 81 scale behaviour. Section 6 then explores how the observed global trends (at least with 82 respect to primary energy) may extend back to at least 1850. In so doing we focus in on one 83 of the specific mechanisms that appears to mediate the evolution of the RADE system, 84 namely the dematerialisation of resource flows. Section 7 offers a simple model of the full 85 RADE system that accounts for the exponential growth in global energy use observed. This 86 model yields constant relative growth in energy use despite the decreasing returns to scale 87 associated with the expansion of the RADE distribution network(s). Section 8 uses this 88 simple model to attempt to account for the specific observed long term relative growth rate in 89 global primary energy use of  $\sim 2.4 \%$  yr<sup>-1</sup>. This is done by exploring an optimisation of 90 average personal energy use over specific integration timescales. Finally, Section 9 offers 91 some concluding remarks concerning the growth of industrial society in general and some 92 thoughts on further work.

# 93 2. Energy and resource distribution networks

94 Resource distribution networks are ubiquitous in nature. Specifically, in biology these 95 networks, such as cardio-vascular systems in mammals and vascular systems in higher 96 plants, distribute resources from points of acquisition to the end-use tissues and cells which 97 require these resources to function. Because this form of spatial distribution must itself 98 consume a significant proportion of the acquired energy resources, this has provided strong 99 selective pressure for the evolution of optimal forms of network architecture and operation, 100 with branched directed networks becoming ubiquitous in nature (Savage et al., 2004). 101 Furthermore, biological systems are frequently comprised of complex networks of networks. 102 These networks often co-evolve together as parts of an overall system that both collects and 103 distributes resources, e.g. lungs, blood, lymph, and nerves in animals. This means that the

networks can be configured both many-to-one (i.e. points of acquisition to collection point)
and one-to-many (i.e. distribution point to points of end-use) within the same organism.
Interestingly, these integrated systems still appear to follow the same theoretical laws, and
thus exhibit the same scaling behaviour, as single directed networks (Savage et al., 2004).

108 We believe it is self-evident that the growth of industrial society has also required the 109 construction of ever-expanding resource distribution networks. These networks include a 110 wide range of infrastructures such as pipes, cables, footpaths, roads, railways, shipping 111 lanes and flight paths. The resources being distributed through these networks are also 112 diverse, including energy, raw materials, manufactured goods, waste, people etc. Here we 113 focus largely on flows of energy. These flows originate from the acquisition of 114 environmentally derived resources which pass through distribution networks to points of end-115 use. These terminal points of the networks can be thought of as units of energy consumption 116 distributed in the space occupied by industrial society. Taken as a whole, we view this entire 117 process as a Resource Acquisition, Distribution and End-use (RADE) system.

118 RADE networks are optimised by minimising energy distribution losses whilst facilitating 119 resource use (West et al., 1997; Banavar et al., 2010). For energy flows we can define the 120 distribution efficiency of such networks by the ratio of the energy entering the network 121 (primary energy, x) to that arriving at the points of end-use (final energy,  $x^*$ ). Networks can 122 be thought of as optimal if, under the constraint of having to satisfy particular end-use demand, the distribution losses,  $x - x^*$ , are minimised for any given x and hence the 123 124 distribution efficiency can be defined as  $x^*/x$ . Maximisation of this distribution efficiency 125  $(x^*/x)$  can be achieved by both minimising total path lengths and maximising unit path 126 length efficiencies.

One of the most effective means of minimising path lengths is to optimise the structure of the
system by co-locating points of end-use at optimal locations within RADE networks. Such
behaviour is ubiquitous in industrial society expressed through the process of urbanisation.

130 As for unit path length efficiencies, these can be affected by the method of distribution and 131 the nature of the resource being distributed. Two examples are the increasing use of more 132 fuel efficient vehicles and the liquefaction of natural gas for transportation. It is also important 133 to appreciate that path lengths and their efficiencies are not only determined by 134 infrastructural modes of distribution and the geographies of points of end-use but also by 135 decisions that people make when choosing between the pathways available to them. For 136 example, there may be many routes between two locations, but quicker and less arduous 137 routes are generally preferred.

138 In summary, our conceptual model of the distribution element of the global RADE system is 139 one of a space-filling network linking points of environmental resource acquisition to points of 140 societal end-use. To explore the possibility that the distribution element of the global RADE 141 system behaves in this way we now investigate the relationship between global primary 142 energy use, x, and global final energy use,  $x^*$ . We refrain from looking at the architectures of 143 specific networks because, as stated previously, our analysis is largely dependent on flows 144 of energy at the global scale. As such, we believe it is the emergent behaviour of the 145 network of networks that comprise the global RADE system that is relevant. This suggests 146 that the behaviour of individual network elements must be considered within the context of 147 the other network elements they operate alongside.

## 148 **3. Primary and final energy flows at the global scale**

149 As discussed previously, one definition of an optimal network is where distributional energy 150 losses are minimised. West et al. (1997) employed an optimal model of a fractal space-filling 151 network to demonstrate how distribution networks in nature can give rise to observed scaling 152 patterns. Banavaar et al. (2010) showed that these patterns were not restricted to fractal 153 networks. Although not articulated in these papers, both of these analyses elude to a 154 theoretical upper limit of the distribution efficiency  $x^*/x$  for any given space being occupied by a distribution network. If L is the linear size of the network then the size of the space 155 being filled by the network is given by  $L^{D}$  where D is the dimension of the space being filled 156

by the network. Independent of the specific modelling assumptions considered by either West or Banavaar, to be consistent with their modelling results, optimal network efficiency has to scale with network size according to  $x^*/x \propto L^{-D/(D+1)}$ . This even holds as *L* tends to zero because *D* must also tend to zero in the limit, so the efficiency of the network has a theoretical unity upper limit even as  $L \rightarrow 0$ .

162 The scaling relationship between  $x^*/x$  and L suggests that the relationship between the energy arriving at the points of final use,  $x^*$ , and the primary energy flow entering the 163 network, *x*, should scale as  $x^* \propto x^{D/(D+1)}$ . This is the same scaling relationship proposed by 164 165 Dalgaard and Strulik (2011), building on Banavar et al. (2010), when attempting to account 166 for the energy distribution losses in the US electricity grid. The reason for sub-unity scaling between  $x^*$  and x is simply because as the size of the system increases so does its average 167 168 path length between points of acquisition and end-use, L. This increase in path length 169 causes the distribution efficiency,  $x^*/x$ , to fall. However, rather than the efficiency falling in proportion to increases in network size,  $L^{D}$ , it falls in proportion to  $L^{D/(D+1)}$ , i.e. at a rate 170 171 slower than one would predict from geometric considerations alone. This is because of the 172 optimisation of the distribution links within the RADE network as discussed earlier.

173 We define global primary energy use, x, as the annual energy flow from nature to society in 174 the form of wood, coal, oil, gas, nuclear, renewables and food. Primary energy is generally 175 treated as the combustible energy equivalent of these sources. This does introduce some 176 complexity when handling non-combustible sources (e.g. wood used for construction), but 177 given these are such a small fraction of the total this is not believed to significantly affect the quality of the aggregate global primary energy data (Macknick, 2009). Total food use was 178 estimated by assuming global per capita consumption of  $3 \times 10^9$  J yr<sup>-1</sup> (United Nations. 179 180 2002), although presently this represents less than 1% of the total.

181 We define  $x^*$  (final energy use) as the energy available to industrial society once distribution 182 losses have been accounted for. The International Energy Agency (IEA) provides estimates

of energy lost through its acquisition, processing and delivery to end users. However, these data do not account for energy losses associated with either the acquisition of non-energy resources and agriculture or the transport of all mass through industrial society. In an effort to account for these losses to obtain  $x^*$  we have subtracted the IEA estimates of energy used in quarrying, mining, agriculture, forestry and, in particular, transport, from the IEA final energy consumption data.

189 Considering transport as a distributional loss raises an important conceptual issue. Currently 190 approximately 50 percent of transport energy use is associated with passenger movements. 191 Traditionally these are seen as end-use energy services enjoyed by people. However, here 192 we treat them as necessary distributional losses required to get energy consumers to spatial 193 nodes where they can contribute to the continued growth of the RADE system. In other 194 words, we view the flow of people like the flow of any other mass in the RADE system. 195 Hence we view nodes of final consumption as static locations where final energy is 196 consumed, albeit with human agency applied to the purpose of consumption. Importantly, 197 this means that nodes are best viewed as more than just passive recipients of resource. 198 Instead final consumption nodes must in turn facilitate the further acquisition of resources 199 through extending the interface between industrial society and the environment (Garrett, 200 2011, 2012). Taking this approach essentially means that all components of the RADE 201 system that are mobile are distributional and all static components are either acquiring resources or consuming resources for end-use. Although this framing may be contrary to 202 203 more traditional views of humans as 'energy consumers' we believe it is at least internally 204 consistent with our view of the RADE system and the role of humans in it.

It should be noted that our estimates of  $x^*$  do not adequately account for the distribution energy losses occurring between the point of sale and the point of end-use of energy (e.g. in the case of electricity, losses occurring between the meter and the plug). However, we assume these to be relatively small relative to all upstream losses associated with acquiring and distributing all resources. The small underestimate of distributional loss implied by our

estimate of final energy using the IEA data should be partially offset by the fact that our
revision of the IEA final energy use will also include some non-distributional energy uses
(e.g. end-use energy in agriculture) due to the way the IEA data are compiled.

We define the space associated with unit final energy consumption (referred to as a "control volume" by Dalgaard and Strulik, 2011) as being that where the consumption of useful energy in that space is significantly greater than the transfer of useful energy from that space to other regions of the network. These spaces are complex entities and not easy to identify, because in a global mean sense they are comprised of broad portfolios of energy uses. That said, examples of end-use processes might include reading this article on a computer, cooking, constructing or demolishing a residential building etc.

As for energy losses due to energy transformations that occur between primary and final energy, these are far more significant. One way of reconciling these transformations within the current framework is that they are deployed to reduce mass flows in critical parts of the system (e.g. by generating electricity from coal). Here the substantial energy losses incurred by these transformations are presumably offset by the downstream savings they facilitate (in this example, by reducing the amount of coal distributed to individual households). This point will be explored in greater detail in Section 4.

Figure 1a shows the relationship between x and  $x^*$  for the available IEA data. We find that  $x^* \propto x^c$  ( $c = 0.75 \pm 0.02$ )<sup>i</sup>, i.e. the scaling exponent c is statistically indistinguishable from three quarters. For reference, using the IEA definition of final energy gives  $c = 0.84 \pm 0.01$ with practically all of the difference between these two estimates attributable to the inclusion of transport in our specification of final energy. Figure 1b shows the equivalent relationship between the distribution efficiency,  $x^*/x$ , and primary energy, x. It confirms that, as

<sup>&</sup>lt;sup>i</sup> Scaling exponents have been estimated using ordinary least squares of the linear model  $ln(x^*) = \theta_1 ln(x) + \theta_2$ . Parameter uncertainties are reported at 95% confidence. 1 $\sigma$  uncertainties in the data were assumed to be 5 percent (Macknick, 2009). All results were also cross-checked using nonlinear least squares of the untransformed data.

predicted, the overall efficiency of the network has progressively fallen over time as *x* has
increased and is now below 50 percent, i.e. more than half of all primary energy is now used
simply to move all the materials and resources required by industrial society (e.g.
environmentally-derived materials, mobile system infrastructure and people) to final nodes of
end-use.

## 238 4. What space does society inhabit?

239 The fact that we observe scaling between  $x^*$  and x that is statistically indistinguishable from 240 three quarters suggests D = 3 in the framework set out above. Although the relative 241 dimensions are far from equal, it is self-evident that the networks moving mass through 242 global industrial society occupy a three dimensional space. However, since the horizontal 243 dimensions of this space are approximately three orders of magnitude greater than the 244 vertical dimension (delineated by, for example, the distance between the deepest mines and 245 the height at which aircraft fly), it is appropriate to ask whether this space is more 246 appropriately approximated by a two dimensional surface rather than a three dimensional 247 volume. This question cannot be answered conclusively here but we offer the following lines 248 of evidence to suggest that D = 3 does indeed provide a plausible description of the space 249 filled by the global RADE system.

250 Firstly, the effect of gravity obviously imposes disproportionately higher distribution costs on 251 movement in the vertical dimension than in the horizontal. We conjecture that these 252 differences in cost are between one and two orders of magnitude. This could rise 253 significantly above three orders of magnitude when the engineering difficulties of exploring 254 the vertical dimension below ground are considered. Whether this is sufficient to result in D255 = 3 in the global RADE networks is unclear although we note we invariably treat the 256 atmosphere as a three dimensional object even though it too has a severely diminished 257 vertical dimension. Secondly, the scaling behaviour of urban centres suggests that people 258 occupy a three dimensional space at the city scale, despite the fact that the vertical 259 dimension is again very much attenuated (Nordbeck, 1971). Even silicone chips, which

have a trivial vertical dimension, exhibit scaling of the order of D = 2.5 (Deng and Maly, 2004) suggesting that even a highly attenuated vertical dimension with no disproportional loses can result in non-trivial scaling effects. Finally, although the Earth's surface can, by definition, be considered a two dimensional object, the curvature of this surface at the global scale may be sufficient to introduce third dimensional effects in the links between network nodes.

An alternative explanation to our observed scaling behaviour of the global energy system is that D<3 and that the system operates supra-optimally, which appears infeasible. Equally, the observed exponent of three quarters may have arisen by chance and the systemic explanation explored here is incorrect. This proposition cannot be rejected, but then neither can the proposition that D = 3. It also seems somewhat anomalous that we would observe a scaling exponent that is indistinguishable from three quarters if the system was two dimensional.

If the global RADE network has the dimensions of D = 3, then the scaling observed between x and  $x^*$  suggests that, at the global scale, the distribution networks that underpin the RADE system are, in aggregate, optimised with respect to energy losses, despite filling a highly irregular three dimensional space. That the RADE networks created within industrial society should be near-optimal does not seem unreasonable given the pressures to seek out performance improvements in a competitive global market system.

As a result of the framework set out above we identify three related mechanisms through
which distribution efficiency gains, and hence the optimisation of this element of the global
RADE system, could be realised.

The efficiency of network infrastructure is progressively improved over time (e.g. by
 the use of more aerodynamic vehicles, more efficient combustion processes etc.).

284 2) The flows are themselves persistently dematerialised over time (e.g. by introduction
285 of lighter vehicles, shifting the primary fuel mix from wood to coal to oil to gas or
286 turning coal into electricity – see later – etc.).

3) The structure of and practices on the network are modified over time to reduced
average path lengths, *L* (e.g. by building a new road, introducing car navigation
systems, by the reorganisation of the points of acquisition and end-use during
urbanisation etc.).

291 The first two of these are primarily concerned with maximising unit path length efficiencies, 292 whilst the third is primarily concerned with minimising total path lengths. It may also be that 293 processes like urbanisation offer additional benefits in that the increased social interactions 294 that result from the clustering of people stimulate the innovations required to discover and 295 realise the three efficiency mechanisms mentioned above (Bettencourt, 2012). These 296 innovations have to be continuously discovered, developed and implemented in order to 297 accommodate the growth of the RADE system. We shall return to the subject of resource 298 flow dematerialisation in more detail in Section 6.

### **5. What happens at the regional scale?**

300 Thus far our analysis has been focussed at the global scale, yet this global behaviour must 301 emerge from regional scale dynamics. Each region,  $i_i$  uses primary energy,  $x_i$ , and final energy,  $x_{i}^{*}$ , where  $\sum x_{i} = x$  and  $\sum x_{i}^{*} = x^{*}$ . As we have already discussed, networks tend to 302 303 become less efficient as they expand due to the size-related penalties of growth. It appears that this behaviour is observed at the global scale with  $x^*/x$  decreasing as x increases 304 305 (Figure 1b). In the absence of further innovation and all else remaining equal, we would 306 anticipate the same behaviour at the regional scale. This means that in portions of the 307 system with higher energy use densities (i.e. higher energy use per unit space) we would expect lower regional distribution network efficiencies,  $x^*/x_{..}$  Conversely, in portions of the 308 309 system with lower energy use densities (i.e. lower energy use per unit space) we would

anticipate higher regional distribution network efficiencies. However, if this divergence in
distribution efficiencies between regions, due to differing energy use densities, actually arose
at any given point in time it would presumably cause the global system to be sub-optimal
because global final energy use could be increased for the same global primary energy use
simply by shifting resource distribution from the less efficient to the more efficient portions of
the system.

316 This sub-optimality is not what we observe at the global scale. Instead, as discussed above, the observed approximate three quarter scaling between x and  $x^*$  indicates that the global 317 318 RADE system is operating near-optimally with respect to distribution if D = 3. Because the 319 system appears it could be near-optimal at the global scale, we would expect distribution 320 efficiency gains to be persistently sought out. In other words, if optimal, the RADE system 321 would evolve such that it seeks to exhaust all potential improvements with respect to energy 322 use. As a result, we hypothesise that, at any particular point in time, all countries of the world 323 should have similar network efficiencies and these should be independent of their energy 324 use densities (i.e. their  $x_i$  per unit space). In order to achieve this, countries located in more 325 energy dense (i.e. more developed) portions of the system presumably innovate more 326 aggressively on distribution efficiency to overcome the size-related penalties of growth than 327 do those in less energy dense (i.e. less developed) portions of the system. Once again, 328 examples of these innovations might be the enhanced efficiency of mass transport, 329 enhanced urbanisation and the enhanced use of gas or electricity.

We test this hypothesis using IEA data for 140 countries for the period 1971 – 2010. Figure 2 shows the relationship between primary and final energy use ( $x_i$  and  $x^*_i$ ) for these data. In the absence of a measure of the effective volume being filled by society, we have normalised energy use by country land area in order to attempt to reflect the space-filling aspect of the system. Because this assumes uniform average vertical dimensions between countries and is applied to both  $x_i$  and  $x^*_i$  this only changes the relative positions of countries, not their individual efficiencies.

As predicted, Figure 2 shows that at any given point in time  $x_i^*/x_i$  is largely independent of  $x_i$ 337  $(x_{i}^{*} \propto x_{i}^{c}; c = 0.97 \pm 0.03$  for all 40 years). This appears to hold across all 140 countries 338 sampled, which have a range of 10<sup>5</sup> in energy use per unit area. For example, currently the 339 UK has a similar distribution efficiency,  $x^*/x$ , to that of Bolivia (0.473 vs. 0.466), despite 340 having >10<sup>2</sup> greater energy use density. A significant contributor to the variation in  $x_{i}^{*}$  and  $x_{i}$ 341 342 is probably the less reliable IEA energy data for less-developed countries. We note that the 343 variation created by these uncertainties is not systematically above or below the central 344 trend. Moreover, we would expect the relationship to be even clearer if we were able to 345 normalise the data by the appropriate volume, rather than area, occupied by society in each 346 country.

Because of the apparent invariance of distribution network efficiency with energy use density
it would appear that regional networks are not scaled versions of the global system, i.e. the
global RADE network appears to be scale dependent rather than scale free. This implies that
you cannot simply look at isolated sub-components of the global RADE network (e.g.
individual countries) in order to infer the behaviour of the global system.

### 352 6. Long-run growth and decarbonisation of global energy use

353 Thus far we have focussed on data on primary and final energy use covering the last 40 354 years. However, there are data on primary energy use going back much further than this. As 355 mentioned earlier, global primary energy use, x, is taken here to be the annual energy flow 356 from the environment to society in the form of wood, coal, oil, gas, nuclear, renewables and 357 food. In order to construct a consistent time series for x since 1850, following Jarvis et al. 358 (2012), the global primary energy use data for the period 1850 to 1964 are taken from 359 Grübler (2003) and for the period from 1965 to 2010 from BP (2011). We note that compiling 360 long-term historic series for virtually any relevant measure of economic activity is challenging 361 due to the paucity of available data and increasing uncertainties the further back one goes. 362 Data on energy use is not exempt from these limitations. For example, the Grübler data we 363 use do not appear to capture the full portfolio of renewables in use in the 1800s (e.g. wind

and water power). However, we also note that the energy data used here still represents one
of the best observed metrics of global economic activity. Also on the specific issue of
renewables post-1850, evidence suggests that they constituted a negligible part of the global
energy portfolio during this period (O'Connor and Cleveland, 2014, and Fouquet, 2014).

We opt to use the BP data in order to attempt to have some limited independence from the IEA data used to explore the relationship between x and  $x^*$ . To produce a homogenous record for 1850 to 2010 the mean difference between the two series for the period 1965 to 1995 (which is largely due to lack of wood fuel use in the BP dataset) was added to the BP data. The data were converted from tonnes of oil equivalent (toe) to Joules, assuming  $10^{18}$  J = 2.38 x  $10^7$  toe (Sims et al., 2007).

Figure 3 shows the primary energy use data, x, for the period 1850-2010. These suggest 374 375 that, in the long term, x has grown near exponentially since at least 1850, with a long term relative growth rate of 2.4 (±0.08) % yr<sup>-1</sup> (Jarvis et al. 2012)<sup>ii</sup>. Using global Gross Domestic 376 377 Product (GDP) data as a proxy for global energy use, Garrett (2014) suggests that the relative growth rate of global primary energy has increased significantly over this period. The 378 379 data and analysis in Figure 3 would indicate otherwise, although clearly there are significant 380 uncertainties over actual global primary energy measures both now and more significantly 381 pre-1900. For example it is unclear what contribution wind makes through shipping over this 382 period. That said, that the long-run growth in primary energy use observed over the last 40 383 years actually appears to extend back at least 160 years suggests that the processes and 384 trends that have underpinned the development of the global RADE system may have actually been operating for considerably longer than the IEA data provide evidence for. If this 385

<sup>&</sup>lt;sup>ii</sup> Relative growth rates have been estimated using ordinary least squares of the general linear model  $ln(x) = \theta(t - t_1)$ . Parameter uncertainties are reported at 95% confidence. The model residuals, which were significantly autocorrelated, have been de-correlated assuming a first-order autoregressive noise model to minimize any bias in the estimates of  $\theta$ . 1 $\sigma$  uncertainties in the data were assumed to be 5 percent in energy use and fossils fuel emissions (Macknick, 2009); and 20 percent in land-based emissions (Le Quere, pers comms).

is the case we would predict that the optimisation mechanisms identified earlier would also
have been at work over the same period. In particular, we would expect that these
optimisation mechanisms would be sought out and implemented at a rate that matches the
growth-induced declines in distribution efficiency experienced by the global RADE system
revealed in Figure 1b.

391 To explore this proposition we focus on the dematerialisation of resource flows. The primary energy carrier for industrial society is carbon, and in fact some estimates suggest that 392 carbon currently accounts for as much as 50 percent of the total amount of materials moved 393 394 by industrial society through its RADE networks (Dittrich and Bringezu, 2010). This material 395 flow ultimately leads to the emissions of carbon dioxide as carbon-based energy carriers are 396 consumed. Hence the emission rates of carbon dioxide can be seen as giving a measure of 397 the flow of carbon-based energy carriers through the RADE system. In the context of the 398 distribution costs of resources, decarbonisation can therefore be viewed as merely one, albeit important, component of a general systemic dematerialisation of resource flows 399 400 (Ausubel, 1989) through the RADE system . Here dematerialisation is taken as the removal 401 of 'unnecessary' mass from resource flows through innovation. This systemic 402 dematerialisation is almost certainly not unique to carbon and may indeed be a necessary 403 response to the increasing distribution costs inherent in any expanding network.

404 To estimate the amount of carbon flowing through the RADE system we use global carbon 405 emissions data from Houghten (2010), Boden et al. (2010) and Peters et al. (2012)<sup>iii</sup>. Figure

<sup>&</sup>lt;sup>iii</sup> As in Jarvis et al (2012), we have included land use change in the measurement of carbon emissions because our definition of *x* necessarily includes wood use. However, although deforestation dominates the land use change emissions estimates, not all deforestation emissions are associated directly with the production and distribution of wood as a fuel, as they include significant contributions from slash-and-burn land clearance activities for food production. Furthermore, carbon neutral biomass production is not accommodated by net anthropogenic CO<sub>2</sub> emissions inventories. Between 1850 and 1900 wood fuel use constituted a significant proportion of global primary energy use (Grubler, 2008) but beyond 1900 their contribution to global carbon use quickly become dominated by fossil fuels.

406 3 shows that global carbon emissions, y, have also grown near-exponentially since at least 1850 at the long-term rate of 1.8 (±0.06)% yr<sup>-1</sup> (Jarvis et al. 2012). The difference between 407 408 this growth rate and the growth rate of primary energy indicates that the global primary energy portfolio has been systematically decarbonised at a rate of  $\sim 0.6\%$  yr<sup>-1</sup> since at least 409 410 1850 (Jarvis et al., 2012). This decarbonisation is normally viewed as being the result of 411 societal preferences for cleaner, more convenient, energy carriers (Grübler and Nakienovic, 412 1996). It has also been partially attributed to improvements in the efficiency of converting 413 solid, liquid and gaseous fuels to electricity (Nakienovic, 1993). Both these explanations 414 seem unsatisfactory given the constant long-run nature of the decline in carbon intensity. Furthermore, conversion efficiency affects the distribution efficiency,  $x^*/x$ , and hence  $x^*$ . It 415 416 does not directly affect the primary portfolio comprising x. Instead, it is more appropriate to 417 consider innovations on energy transformations as co-evolving with the portfolio of global 418 primary energy. More specifically, it appears to us that the pattern of decarbonisation of the 419 global energy portfolio is in line with, and a necessary response to, the declining distribution 420 efficiency of the global RADE network,  $x^*/x$ .

421 The long-term exponential growth in both x and y set out above suggests that global primary 422 energy use and carbon flows share a common exponential scaling relationship,  $y \propto x^{b/a}$ , 423 where a and b are the relative growth rates of x and y respectively. Figure 1c shows the 424 scaling relationship between x and y since 1850. From these data we see that the 425 exponential scaling between x and y is not only a property of the 160 year average 426 behaviour, but also holds remarkably well on intervening timescales. This relationship has a 427 scaling exponent of b/a = 0.76 (±0.05). Calculating this exponent using the long-term (160 428 year) exponents for x and y gives b/a = 0.75 (±0.06). As with the primary to final scaling 429 identified earlier, this too is statistically indistinguishable from three quarters.

The scaling observed between  $x^*$  and x and between y and x therefore leads to direct proportionality between carbon intensity and network distribution efficiency ( $y/x \propto x^c x^*/x$ ; c= -0.006 ± 0.043, hence  $x^c \approx 1$ ; see Figure 2c & d). As predicted then, the implementation of

433 dematerialisation appears to occur at a rate that is proportional to the growth-induced 434 declines in distribution efficiency experienced by the global RADE system. This would 435 appear to further corroborate our view of the role of the distribution networks that make up 436 the global RADE system. Interestingly, the result of the scaling between x,  $x^*$  and y also 437 indicates that total global anthropogenic CO<sub>2</sub> emissions grow in proportion to the 438 consumption of final energy,  $x^*$ , not primary energy, x.

To place our interpretation of the role of decarbonisation of the primary fuel mix in context, the historic trend in primary energy use from wood to coal to oil to gas and renewables has occurred because it has allowed less mass to be transported through the RADE network per unit of energy used (Ausubel, 1989). Fundamentally this represents an innovation on the distribution efficiency,  $x^*/x$ .

The recent shift towards the use of gas globally (ExxonMobil, 2013) represents a particularly interesting continuation of this trend. Gas has a lower unit volume energy density than other fossil fuel sources (i.e. coal or oil). Lower energy density carriers like gas suffer from higher long distance transportation costs, which is presumably why a smaller proportion of gas is traded internationally than oil or coal (ExxonMobil, 2013). However, gas also incurs lower energetic costs when being distributed though the more tortuous finer terminal parts of the distribution network (Banavar et al. 2010).

451 To illustrate this point it is useful to consider the paths that make up the global distribution 452 network as passing through three stages: the gathering together of resources from their 453 extraction points in the environment; the intermediate transportation of resources from 454 regions of extraction to regions of end-use; and lastly the distribution of resources to the 455 nodes of final end-use (see Figure 4). As the global distribution network develops, the 456 relative importance of these three network elements in controlling overall distribution costs 457 should change. This is because, although the long distance intermediate costs increase as 458 the network expands, the final distribution costs increase faster (Banavar et al., 2010). This

459 concept is already well established in transportation and telecommunications networks as 460 'the last mile problem'. So as the RADE system as a whole grows, low carbon energy 461 carriers such as gas are increasingly preferred, and this preference is most keenly felt in the 462 final distribution elements of the RADE system. This seems intuitive when one imagines the 463 vastly increased distributional costs that an advanced (i.e. energy dense) country like 464 Germany would incur if it tried to meet its energy demands for heating and cooking solely 465 through distributing coal to individual end users, instead of by the increasing use of gas.

466 This demand for low-carbon energy carriers in the terminal parts of the RADE system may 467 also stimulate innovations such as the liquefaction of natural gas (LNG) because LNG 468 reduces the costs of moving gas long distances during intermediate transportation. Similarly, 469 innovations in hydraulic fracturing can allow exploitation of gas resources near to the final 470 point of use, removing some of the need for long distance transport. Lastly, electrification is 471 currently the primary means of dematerialising energy flows through transformation and, just 472 as with gas, the lower energetic costs of transmitting electricity are most effectively deployed 473 in the final distribution parts of the network, e.g. in developed, urbanised areas. This would 474 explain why decarbonisation is sometimes associated with energy transformation efficiencies 475 given that both would co-evolve as distribution networks expand. However, we would argue 476 it is misleading to implicate conversion efficiency as a driver for the decarbonisation of 477 energy portfolios. It is interesting to note from Figure 3 that the recent increase in global coal 478 use, which tends to counter the long term trend of decarbonisation, has been largely offset at 479 the global scale by the increased use of gas, renewables and decreases in land-based 480 emissions. Furthermore, the vast majority of this coal is not distributed to final points of end-481 use as it was a century ago. Instead it is used to generate electricity which is then distributed 482 to end users, which is consistent with the process of dematerialisation discussed above.

### 483 **7. Total energy efficiency and growth – a model**

If industrial society does indeed experience declining network distribution efficiency, as
indicated by Figure 2b, then, all else remaining equal, global industrial society should

experience size-related limits to growth in x, just as growth is self-limiting in most biological systems (West et al., 2001). It is possible that the observed long-term exponential growth in x could reflect the early stages of what is otherwise logistic size-restricted growth. If this is the case then ultimately the growth of the global RADE system would be self-limiting, even though primary energy use has risen exponentially and by ~50 fold since 1850. This in and of itself is a fascinating prospect.

However, we argue that global industrial society is continually innovating to overcome the increasing size-related penalties associated with growth. This seems consistent with the apparent growth imperative of industrial society and the fact that the observed declines in distribution efficiency shown in Figure 1b have been countered in order to maintain the near constant relative growth rate of ~2.4 % yr<sup>-1</sup> shown in Figure 3. We illustrate this point with the following simple endogenous growth model in which we treat global industrial society as a homogenous unit.

499 As global society grows, it acquires additional primary energy flows to support additional end 500 uses, the two being linked by extensions to existing networks. Therefore, we can 501 conceptualise the growth of industrial society both as its expansion into new environmental 502 resources, and hence space, and the establishment of new points of end-use. Although the 503 space occupied by industrial society is complex, if D = 3, then it is appropriate to consider 504 society as occupying an (irregular) volume, V. If the end-use control volumes are considered 505 as being within V then, from a network perspective, it is also reasonable to assume the in-506 use environmental resources are also within V, i.e. industrial society grows into its 507 resources (Garrett, 2011). If so, then we assume in the simplest case that the flow of 508 resource into industrial society is proportional to the volume of resources subsumed and

509 hence  $V^{iv}$ . Therefore, in the absence of any storage, the supply and consumption of primary 510 energy resources might simply be described by

$$511 \qquad x = k_A V \tag{1}$$

where the proportionality  $k_A$  is the resource acquisition efficiency and is the product of the energy potential between the environmentally-derived energy resources and society and the efficiency with which these resources can be assimilated into the RADE system and hence into industrial society.

516 Assuming networks distribute captured resources optimally within the volume, V, then the 517 final energy flow arriving at points of end-use,  $x^*$ , is given by

518 
$$x^* = g x^{D/(D+1)}$$
 (2)

519 where g is a scaling constant (Dalgaard and Strulik, 2011). Once at the points of end-use, 520 and after subtracting the end-use inefficiencies (i.e. the costs of transforming final energy 521 into useful work), the remaining portion of  $x^*$  provides work which is used to increase the size of industrial society (Garrett, 2011, 2012). This in turn expands V and allows the co-522 523 option of further resources. Because it requires work to expand V, the size of industrial 524 society can also be viewed as the accumulation of this work, X, occupying the space, V. The balance of this accumulated work can be seen as the difference between work done 525 526 and the decay of the stock of accumulated work,

527 
$$\frac{dX}{dt} = k_E x^* - k_D X$$
(3)

<sup>&</sup>lt;sup>iv</sup> We note that Garrett (2014) assumes environmental resources flow to industrial society across an environment-society interface (surface) and hence speculates that this flow is proportional to  $V^{1/3}$  on theoretical grounds.

where  $k_E$  is the end-use efficiency of final energy conversion to useful work and  $k_D$  is the aggregate decay rate of *X*.

Equations (1, 2 and 3) are exponential in x, in line with the observations in Figure 3, if  $X \propto V$ , i.e. work operates uniformly in space. Because the mean energy density of industrial society is unknown we assume X = V for simplicity given this has no bearing on our analysis. Equations (1, 2 & 3) now give

534 
$$\frac{dx}{dt} = (k_A k_E g x^{-1/4} - k_D) x = ax$$
 (4)

where *a* is the relative growth rate of global primary energy, or ~2.4% yr<sup>-1</sup>. From equation (4) we see that  $a \propto x^{-1/4}$  (West et al., 2001), i.e. as the system grows the relative growth rate should fall. Therefore, in order to maintain exponential growth in *x*, the acquisition efficiency,  $k_A$ , and/or the end-use efficiency,  $k_E$ , must be increased and/or the decay rate,  $k_D$ , must be decreased to compensate for the declining capacity of primary energy to support growth.

540 We assume that both  $k_A$  and  $k_E$  are dynamically adjusted by society in order to maintain 541 growth, whilst  $k_D$  remains fixed. The assumption of a fixed decay rate is supported by the 542 observation that the mean lifetime of technologies (Grübler et al., 1999), including large 543 energy projects (Davis and Caldeira, 2010) has remained fairly constant at ~40 years, or (~2.4 %yr<sup>-1</sup>)<sup>-1</sup>, i.e. technologies decay at the same rate as the relative growth of industrial 544 545 society ( $k_D = a$ ). One way of understanding such a link is that physical capital is turned over 546 at about the same rate as the system evolves, thereby allowing the appropriate rate of 547 adoption of the innovations required to preserve growth at the rate a.

548 In the absence of any change in the acquisition and end-use efficiencies,  $a \propto x^{1/4}$ . 549 Therefore for *a* to remain constant requires

550 
$$k_A k_E = h x^{1/4}$$
 (5)

551 where again h is a scaling constant. This now gives exponential growth in x as

552 
$$\frac{dx}{dt} = (hg - k_D)x = ax$$
 (6)

and hg = 2a if  $k_D = a$  as discussed above. Within this framework, if  $k_D = a$ , the energy that is available to grow *X* and hence *V*,  $x_G$ , is given by

555 
$$x_G = k_A^{-1} hgx = \varepsilon x$$
 (7)

556 where  $\varepsilon$  is the overall primary to end-use energy efficiency of the RADE system (see also 557 Garrett, 2011). The observed near-constancy of the long-term relative growth rate in global 558 primary energy use strongly suggests that  $\varepsilon$  has remained more or less constant over at 559 least the last 160 years. Using IEA data, Nakicenovic et al. (1996) have estimated  $\varepsilon$  to be 560  $\sim$ 30%, although this figure is highly uncertain because their analysis could not accurately account for the end-use efficiency of final energy in productive work. Ayres (1989) attempted 561 562 a similar analysis for the US attempting to account for so called useful work (or exergy) 563 effects and derived an estimate of 2.5% for  $\varepsilon$ . In addition to the declining network distribution efficiency  $x^*/x$ , Figure 1b also shows an illustration of the simultaneous increases in end-use 564 efficiencies,  $k_E$ , required to keep  $\varepsilon$  at a hypothetical value of 10%, assuming  $k_A$  is constant<sup>v</sup>. 565 566 Figure 5 shows the model described above in block diagram form.

#### 567 8. Growth optimisation and working lifetimes

Thus far we have sought to illustrate how the growth of industrial society, as determined by its energy use, could be controlled by the optimisation of the RADE network. In part this optimisation is facilitated by reducing material flows including decarbonisation of the primary energy portfolio. We have also attempted to show that, despite this optimisation, RADE

<sup>&</sup>lt;sup>v</sup> Here 10 % is simply taken as an illustrative value for  $\varepsilon$  given its true value remains highly uncertain. This only affects the level of the relationship between  $x_G/x^*$  and x, not its scaling. Having assumed this value we can also specify a fixed value for  $k_A$  from equation (7) of 2a/0.1=0.5 yr<sup>-1</sup> for the case of X = V.

572 network efficiency necessarily falls. We have therefore set out how an observed near 573 constant relative growth rate is maintained through continuous but measured implementation 574 of innovations on both energy acquisition and end-use efficiencies. An important question 575 that remains is, if growth is desirable, why does industrial society only compensate for falling 576 distribution network efficiency, and not overcompensate to allow super-exponential growth? 577 Or, put another way, why is constant relative growth good? This cannot be due to the lack of 578 innovative capacity because there appears to be a surplus of this available to enhance 579 acquisition and end-use efficiencies in the global RADE system. This suggests that industrial 580 society is somehow self-regulated such that the relative growth rates of, for example, energy 581 use, are held near constant in the long run.

If there is a tendency in industrial society to implicitly regulate growth in things such as energy use, insights into this could be obtained from considering the ~2.4% yr<sup>-1</sup> long-term growth rate on which industrial society appears to settle. At this point, we note that a relative growth rate of a = 2.4% yr<sup>-1</sup> corresponds to a growth timescale of  $a^{-1} = 42$  years. It would therefore appear sensible to attempt to understand growth in the context of this timescale.

To explore the possible relationships between a and the timescale  $a^{-1}$  we start by assuming 587 588 that the optimisation of the distribution component of the RADE network, combined with the 589 increasing acquisition and end-use efficiencies to control growth (as implied by the control in 590 equation 5), point to energy efficiency being an important systemic consideration. Energy 591 efficiency improvements of any kind amount to actions taken to reduce waste and hence 592 increase energy available for specific end uses. Although end-use is notoriously difficult to 593 specify, in the highly reduced description of the global energy system offered above, this 594 end-use can be summarised simply as the work done to expand the size of industrial 595 society. As a result, we refer to the energy not used directly in this work as 'supportive' 596 energy use,  $x_s$  i.e. energy supporting, but not directly used, in growth. System-wide optimal 597 energy efficiency improvements imply  $x_s$  is minimised in order to liberate as much energy for 598 growth as necessary. Examples of supportive energy might be the energy expended on

exploring, acquiring and distributing resources, personal transport, waste heat and light, etc. Examples of energy directly used for growth,  $x_G$ , would be energy used to construct, replace and repair the physical components of industrial society such as buildings, oil wells,

602 pipelines, power stations, electricity grids, roads, railways etc.

603 We can express this supportive energy simply as

$$604 x_s = x - x_c = (1 - \varepsilon)x (8)$$

This definition of supportive energy may, at first, appear counter-intuitive because a significant proportion of  $x_s$  (such as personal transport) may be thought of as being useful to society. However, in the spatial context considered here, the components of  $x_s$  simply represent expenditures of energy necessary to facilitate the useful work of actually expanding the size of industrial society.

610 If industrial society does indeed attempt to minimise supportive energy use then we should 611 be able to identify a value of *a* that minimises  $x_s$  over a given timescale, *T*. Noting equation 612 (6) resolves to  $x = e^{at}$ , and combining within equation (8) gives

$$613 X_s = a^{-1} (1 - \varepsilon) e^{aT} (9)$$

where  $X_s$  is supportive energy accumulated over the integration timescale *T*. We can now differentiate equation (9) with respect to *a* to find the value of *a* that minimises  $X_s$  and, by implication, maximises growth over this timescale. Hence,

617 
$$\frac{dX_s}{da} = \frac{(1-\varepsilon)Te^{aT}}{a} - \frac{(1-\varepsilon)e^{aT}}{a^2}$$
(10)

618 which, for  $dX_s/da = 0$ , has a minimum in  $X_s$  at  $T = a^{-1}$ . Therefore, the growth rate of such a 619 system is fundamentally linked to the timescale over which the system behaviour is 620 optimised with respect to  $x_s$ . Figure 6 shows the relationship between a and  $X_s$  predicted by equation (9). The minimum in  $X_s$  with respect to a can be understood in that, for any given integration timescale T, if ais below its optimum then the system experiences disproportionate short-term increases in  $x_s$  and hence in  $X_s$  (equation 8). However, if a is above its optimum the system experiences disproportionate long-term increases in  $X_s$  because of the effects of enhanced growth (equation 6).

627 Having established a possible connection between the long run relative growth in global primary energy use,  $a \approx 2.4\%$  yr<sup>-1</sup>, and the associated timescale,  $a^{-1} = 42$  yr, the question 628 629 remains, why does growth proceed on this timescale? As pointed out above, both 630 technologies in general (Grübler et al., 1999) and large power schemes in particular (Davis 631 and Caldeira, 2010) have average lifetimes of ~40 years. However, as also noted above, 632 these may simply be manifestations of the need to evolve the global energy portfolio in line 633 with its growth rate in order to allow for the required rate of uptake of innovations. Therefore, 634 we look to an alternative explanation of the underlying driver for growth organised at this ~40 635 year timescale.

636 Thus far, we have largely avoided discussing the role of the now seven billion agents 637 involved in making the decisions that lead to the observed emergent behaviour we have 638 attempted to describe above. We note that where observations are available, ~40 years is 639 the average working lifetime of people in industrial societies and that this has been a 640 relatively constant property of industrial societies (Ausbel and Grübler, 1995; Conover, 2011) 641 despite the very significant improvements in overall life expectancy in most countries. In 642 addition to the empirical observation that working lifetimes have been stable at around 40 643 years for a long time, the reason we might implicate working lifetimes as a possible factor on 644 which growth might be organised is that it is only during this timeframe that people can exert 645 influence over the decisions governing the evolution of industrial society. Prior to working, or 646 during retirement, although people are using resources, they are not directly able to 647 influence the evolution of the system. If during their working lifetimes the objective is to seek

648 out near optimal energy efficiency improvements and hence, by implication, to maximise 649 work done, then this should be sufficient to result in  $a \sim T^{1} \sim 2.4\%$  yr<sup>-1</sup>.

650 Figure 6 also shows that the objective function (equation 9) is more sensitive to changes in a651 below the optimum than above it. If this is true it would explain why periods of below 652 optimum growth are more acutely experienced by industrial societies than are periods of 653 above optimum growth periods<sup>vi</sup>. Figure 6 also shows the effects of doubling the integration timescale T. As T is increased the optimal growth rate falls because the effects of the long-654 run growth on supportive energy (equation 6) weigh more than those of short-term losses 655 656 (equation 8). This is equivalent to an inter-generational view of sustainability in that, by 657 extending the integration interval beyond an individualistic working lifetime, growth is 658 moderated.

## 659 9. Concluding remarks

In this paper we offer a novel analysis of the behaviour of industrial society based on the physical behaviour of distribution networks. Specifically, we have used global energy use data to explore our hypothesis that industrial society progressively fills space as it grows and that innovations are continually used to overcome the increasing size-related penalties of this growth.

In order for industrial society to grow, the Resource Acquisition, Distribution and End-use
(RADE) system must be adaptive because the optimal portfolio of resources and end-uses
and the appropriate networks linking the two cannot be known *a priori*. Solving this problem
under conditions of relatively deep uncertainty would require forms of dynamic optimisation.
As a result, it is not surprising that we see quite rich dynamic behaviour in the growth rate of

<sup>&</sup>lt;sup>vi</sup> In many respects this is linked to the concept of business cycle asymmetries; or what Keynes (1936) referred to as 'the phenomenon of the crisis – the fact that the substitution of a downward for an upward tendency often takes place suddenly and violently, whereas there is, as a rule, no such sharp turning-point when an upward is substituted for a downward tendency.

670 global primary energy use about its long run value of  $\sim 2.4 \%$  yr<sup>-1</sup> (Jarvis and Hewitt, 2014). 671 Such behaviour is clearly not planned centrally, but emerges through the free exchange of 672 information afforded by globalised market mechanisms.

We have identified three distinct points at which we believe the innovations necessary for adaptation occur: at the point of acquisition of resources from the environment; during their distribution; and during their conversion at points of end-use. Without such adaptive capacity both resource availability and their associated distribution costs should limit growth.

Within the framework we have set out, growth in global primary energy use is fundamentally controlled by the optimisation of the RADE system. We have speculated that this optimisation is driven by the inherent desire of people in industrial societies to minimise energy losses and hence maximise work. Since people are only able to significantly influence such decisions during their working lifetimes it may not be surprising that the growth in industrial society appears to be regulated on this timescale.

683 We acknowledge there are many contentious points in our discussion that challenge 684 conventional views about how industrial society behaves. If it could be stated with 685 confidence that the behaviour of industrial society is largely known, then our attempts to offer 686 an alternative perspective could be considered foolish. However, industrial society must rank 687 as one of the most complex objects in the known universe and our understanding of its 688 behaviour remains poor, to say the least. Utilising theoretical insights from other fields in 689 order to explore this behaviour appears a reasonable strategy. The same can be said for 690 exploiting long run global energy use data given that changes in energy use are obviously 691 coupled with the evolution of global industrial society. However, significant further work is 692 required to substantiate or refute our arguments. This is ongoing.

#### 693 **References**

Ausbel J., Regularities in Technological Development: An Environmental View in J. H.
Ausubel and H. E. Sladovich (eds), *Technology and Environment* (National Academies
Press, 1989)

Ausbel J. and Grübler A., Working less and living longer: Long-term trends in working time
 and time budgets, *Technological Forecasting and Social Change* 50, 113-131 (1995).

Ayres R.U., Energy Inefficiency in the US Economy: A New Case for Conservation. *IIASA Research Report RR-89-12* (International Institute for Applied Systems Analysis, Laxenburg,
 1989)

Banavar J.R., Moses M.E., Brown J.H., Rinaldo A., Sibly R.M., Maritan A., A general basis
 for quarter power scaling in animals. *PNAS* **107**, 15816 (2010)

Bettencourt L.M.A., Lobo J., Helbing D., Kühnert C., West G.B., Growth, innovation, scaling,
 and the pace of life in cities. *PNAS* **104**, 7301 (2007)

706 Bettencourt L.M.A., The origins of scaling in cities. *Science* **340**, 1438 (2013)

707 Boden T.A., Marland G. and Andres R.J., Global, Regional, and National Fossil-Fuel CO<sub>2</sub>

708 Emissions in TRENDS: A Compendium of Data on Global Change. Carbon Dioxide

709 Information Analysis Center, Oak Ridge National Laboratory, U.S. Department of Energy,

710 Oak Ridge, Tenn., U.S.A.doi 10.3334/CDIAC/00001\_V2010 (2010)

- 711 Conover C. The American Health Economy Illustrated. AEI Press. (2011)
- Dalgaard C.J. and Strulik H., Energy distribution and economic growth. *Resource and Energy Economics* 33, 782 (2011)
- Davis S.J., K. Caldeira and D.H. Matthews (2010) Future CO<sub>2</sub> emissions and climate change
   from existing energy infrastructure. *Science* **329**, 1330
- Deng, Y. & Maly, W. 2.5D System integration: a design driven system implementation
  schema. In Proc. Asia South Pacific Design Automation Conf., pp. 450–455. (2004)
- Dittrich M. and Bringezu S., The physical dimension of international trade Part 1: Direct
   global flows between 1962 and 2005. *Ecological Economics* 69, 1838 (2010)
- ExxonMobil, The Outlook for Energy: a view to 2040, exxonmobil.com/energyoutlook (2013)
- Fischer-Kowalski M. and Huttler W., 'Society's Metabolism: The Intellectual History of Materials Flow Analysis, Part II, 1970-1998'. *Journal of Industrial Ecology* **2**, 4 (1998)

Fouquet, R. Long run demand for energy services: income and price elasticities over 200 years. *Review of Environmental Economics and Policy*, 8(2) (2014)

- Garrett T. J., Are there basic physical constraints on future anthropogenic emissions of carbon dioxide? *Climatic Change* **104**, 437 (2011)
- Garrett T.J. No way out? The double-bind in seeking global prosperity alongside mitigated
  climate change, *Earth System Dynamics*, **3**, 1-17, (2012)
- 729 Grübler A., *Technology and Global Change* (Cambridge University Press, 2003) (world 730 primary energy use data downloaded from:
- 731 http://user.iiasa.ac.at/~gruebler/Data/TechnologyAndGlobalChange/w-energy.csv)
- Grübler A. and Nakienovic N., Decarbonising the global energy system. *Technol. Forecasting and Social Change* 53, 97 (1996)
- Grübler A., Nakienovic N. and Victor G.B., Dynamics of energy technologies and global
  change. *Energy Policy* 27, 247 (1999)
- Houghton R. A., Carbon Flux to the Atmosphere from Land-Use Changes: 1850-2005 in
   *TRENDS: A Compendium of Data on Global Change*, Carbon Dioxide Information Analysis
   Center, Oak Ridge National Laboratory, U.S. Department of Energy, Oak Ridge, Tenn.,
- 739 U.S.A. doi 10.3334/CDIAC/00001\_V2010 (2010)
- 740 International Energy Agency, *World Energy Balances*. doi:
- 741 http://dx.doi.org/10.5257/iea/web/2012 (IEA, 2012)
- Jarvis A.J., D.T. Leedal and C.N. Hewitt, Climate-society feedbacks and the avoidance of
   dangerous climate change. *Nature Climate Change* 2, 668 (2012)

Jarvis A.J. and Hewitt C.N., The 'Business-As-Usual' growth of global primary energy use
 and carbon dioxide emissions – historical trends and near-term forecasts. Earth Systems
 Dynamics Discussions, 5, C532–C535, (2014)

- Keynes J. M., *The General Theory of Employment, Interest, and Money.* (London Macmillan & Co. Press, 1936)
- Le Quéré C., personal communications, 05/04/2013
- Macknick, J. Energy and carbon dioxide emission data uncertainties (IIASA Interim Report
   IR-09-032, 2009).
- Nakicenovic N., Gilli P.V. and Kurz R., Regional and global exergy and energy efficiencies.
   *Energy* 21, 3, 223 (1996)
- Nakicenovic N., Decarbonization: Doing More with Less.
- Nelson R. R. and Wilson S. G., *An Evolutionary Theory of Economic Change* (Harvard University Press, 1982)
- 757 Nordbeck S., Urban allometric growth. *Geogr. Ann.* **53**, 54 (1971)

758 O'Connor P. A. and Cleveland C. J., US Energy Transitions 1780-2010, *Energies*, 7, 7955-759 7993 (2014)

Pauliuka S., Venkatesha G., Brattebøa H., Müllera D.B., Exploring urban mines: pipe length
and material stocks in urban water and wastewater networks. *Urban Water Journal*, 11, 247283, (2014)

- Peters G.P., Marland G., Le Quéré C., Boden T., Canadell J.G. and Raupach M.R., Rapid
  growth in CO<sub>2</sub> emissions after the 2008–2009 global financial crisis. *Nature Climate Change*2, 2 (2012)
- Rodríguez-Iturbe I. and Rinaldo A., *Fractal River Basins: Chance and Self-Organization* (Cambridge Univ. Press, New York, 1997)

Savage V. M., Gillooly J. F., Woodruff W. H., West G. B., Allen A.P., Enquist B. J. and
Brown J. H., The predominance of quarter-power scaling in biology. *Functional Ecology*, 18,
257 (2004)

Sims R.E.H., Schock R.N., Adegbululgbe A., Fenhann J., Konstantinaviciute I., Moomaw W.,

Nimir H.B., Schlamadinger B., Torres-Martínez J., Turner C., Uchiyama Y., Vuori S.J.V.,

Wamukonya N., Zhang X. (2007). Energy supply. In Climate Change 2007. Mitigation.
 Contribution of Working Group III to the Fourth Assessment Report of the Intergovernmental

Panel on Climate Change. [B. Metz, O.R. Davidson, P.R. Bosch, R. Dave, L.A. Meyer (eds)],
 Osministration

- 776 Cambridge
- West G. B., Brown J. H. and Enquist B. J., A general model for the origin of allometric scaling laws in biology. *Science* **276**, 122 (1997)
- United Nations. World agriculture: towards 2015/2030. Summary report. Rome, Food andAgriculture Organization of the United Nations, (2002).

West G.B., Brown J.H. and Enquist B.J., A general model for ontogenetic growth. *Nature*413, 628 (2001)

## 783 Acknowledgements

- 784 We thank Piers Forster for suggesting the use of the IEA data and helping define final
- energy as used in this paper and Bron Szerszynski for valuable discussions. We also would
- 786 like to acknowledge the now 15 reviewers to date who have offered comments on versions
- of this manuscript, and in particular Tim Garrett and Mike Raupach. Finally we thank Yan
- 788 Peng Nie and Stephanie Edeoghon for collating the IEA data. This work was supported by
- the UK Engineering and Physical Sciences Research Council (EP/I014721/1) and Lancaster
- 790 University.

## 792 Figure legends

793 **Figure 1. a.** The relationship between global primary energy use, x, and global final energy, 794  $x^*$ . Two definitions of final energy are shown; (o) are the IEA estimates, (•) are the IEA 795 estimates adjusted for energy used for transport, agriculture, forestry, mining and guarrying. 796 **b.** The relationship between global primary energy use, x, and primary to final network 797 efficiency, defined as the ratio  $x^*/x$  (•). Also shown are the estimated variations in end-use 798 efficiency assuming a total system efficiency 10 percent (+). The IEA definition of primary to 799 final energy efficiencies (o) are also shown for reference. c. The relationship between global 800 primary energy use, x, and global anthropogenic CO<sub>2</sub> emissions, y, for the data shown in 801 Figure 1. d. The relationship between global primary energy use, x, and the carbon intensity of global primary energy, x/y. The bands for all plots represent 5<sup>th</sup> to 95<sup>th</sup> uncertainty ranges 802 from the linear regressions. See text for all data sources and compilation. 803

804 **Figure 2.** The relationship between country specific primary energy use, *x*<sub>i</sub>, and final energy use,  $x^*_{i}$  for the period 1971 – 2010. Individual countries are marked with different colours, N 805 806 = 140. The data for all countries for 2010 are marked separately (o). All country specific 807 energy data are normalised using the surface area of the country. The surface area is an 808 imperfect proxy for the space occupied by each country if the global system is filling a three 809 dimensional volume. In the absence of data, we assume that the magnitude of the vertical 810 dimension is constant across all 140 countries. Note that the higher per unit area energy 811 consumers have per unit area energy flows that are a significant proportion of the solar 812 constant. The inset figure shows both the exponential scaling coefficient estimated from the 813 annual relationship between  $x_i$  and  $x_i^*$  (values near 1) along with the primary to final energy efficiency  $x^*/x_i$  plotted for each year 1970 to 2010 The bands represent 5<sup>th</sup> to 95<sup>th</sup> 814 815 uncertainty range for the estimates. See text for data sources and compilation.

Figure 3. i. Annual global primary energy use [11,12,13] with regression line given by  $\ln x$ = $a(t - t_1)$ ;  $a = 0.0238 \pm 0.0008$  yr<sup>-1</sup>;  $t_1 = 1775 \pm 3.5$  CE. ii. Annual global anthropogenic CO<sub>2</sub> emissions [15, 16, 17] with regression line given by  $\ln y = b(t - t_1)$ ;  $b = 0.0179 \pm 0.0006$  yr<sup>-1</sup>;  $t_1$  819 = 1883  $\pm$  1.7 AD. **iii.** Carbon intensity of global primary energy determined by the ratio y/x. 820 See text for data sources and compilation.

Figure 4. A schematic 1D representation of the global RADE system. Here units of primary energy, x, are linked to those of final energy,  $x^*$ , via a distribution network. The black outlined system represents the initial stage of the systems evolution. The red outlined system represents the subsequent addition of units of final energy use and hence primary energy use and hence the expansion of the network linking the two.

Figure 5. The system diagram representation of the endogenous growth model set out in equations (1 to 5). Numbers in boxes denote which equations apply. s in the 'construction' transfer function is the derivative operator, d/dt.

Figure 6. The relationship between the relative growth rate on global primary energy, *a*, and the total energy not directly used in growth,  $X_s$ . Two scenarios are presented, one with an integration timescale of T = 42 years (–) and one with an integration timescale of T = 84years (–).

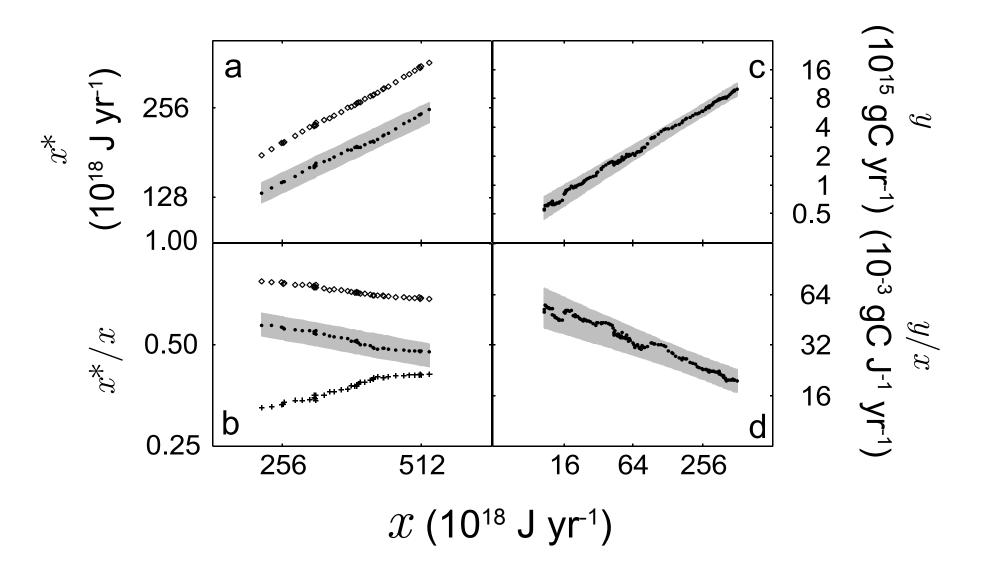
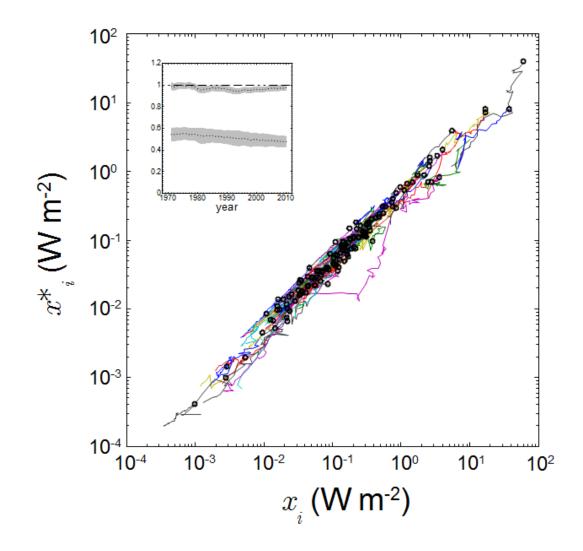


Figure 1.





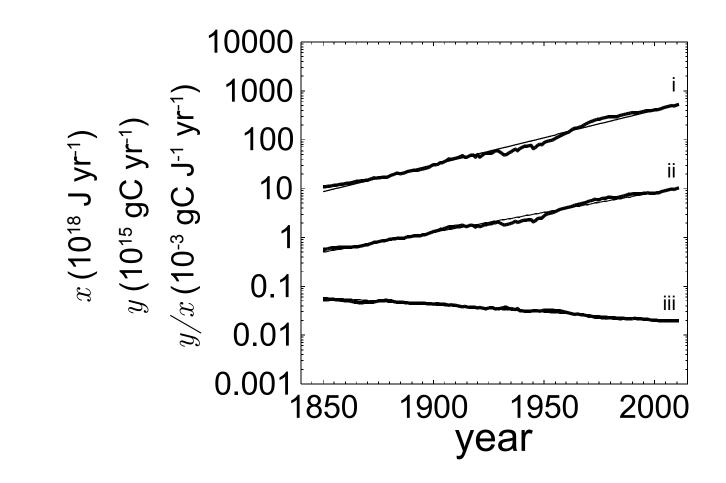


Figure 3.

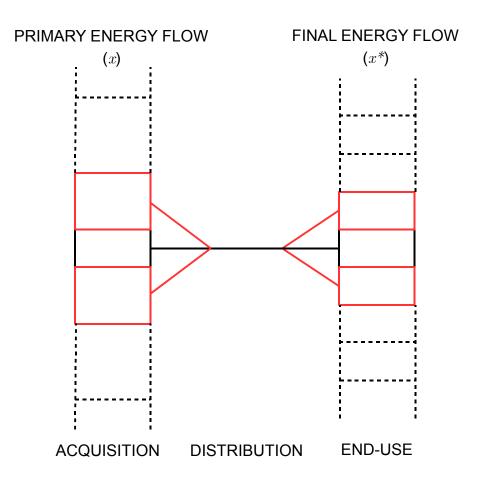


Figure 4.

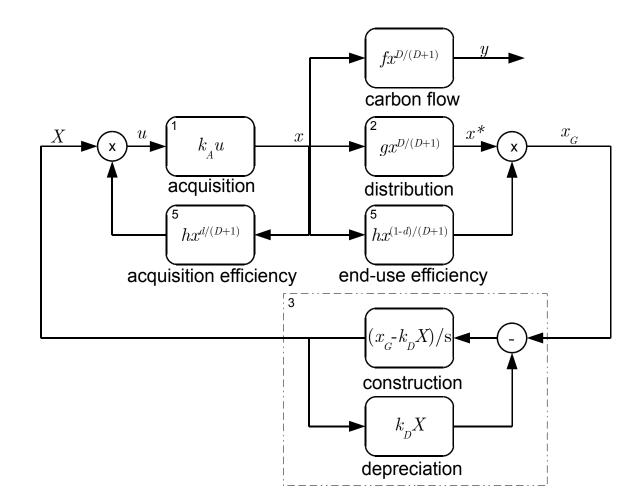


Figure 5.

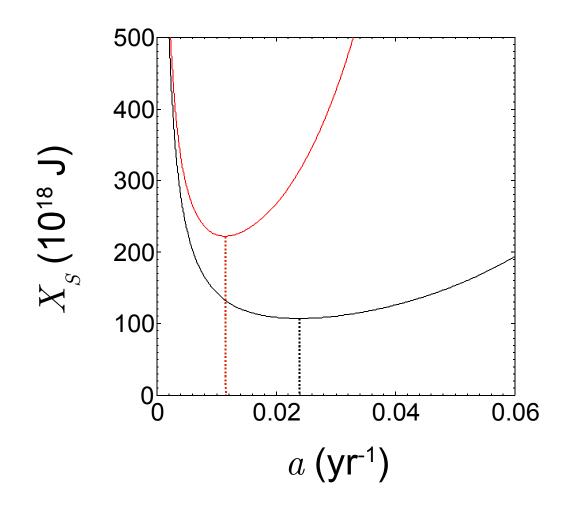


Figure 6.