



Environmental Pollution in North African Countries: Case of Libya

¹Dr. Mariam M. R. Alkawfi.

1. Assistant Professor-Faculty.of.Economics, University.of.Benghazi-mariam.alkwafi@uob.edu.ly.

DOI: <https://doi.org/10.37376/deb.v42i1.6814>

Published: 27.07.2024

Abstract

Climate change and environmental degradation, globally, have been the center of attention. Nevertheless, in some countries, environmental issues should receive greater attention, and governments should raise the level of environmental awareness and should set appropriate policies to reduce GHG emissions. Thus, it became crucial to focus on environmental degradation in these economies such as North African countries, more specifically here, Libya. This paper aims to evaluate the situation of environmental issues in Libya. Also, to review public policies towards clean energy, and inspect the emissions and carbon footprints in Libya. The study used the ARDL and ECM model to evaluate CO₂ emissions and to estimate the relationship between economic growth and CO₂ emissions during the period 1990–2021. Findings suggest that economic activities cause an increase in CO₂ emissions. Estimations show a positive relationship between GDP and emissions; however, electricity transmission loss is not significant. The study concluded that there is the absence of any actual significant policy to reduce emissions in Libya. Therefore, Libyan policymakers should make greater efforts towards clean energy usage and renewable energy sources.

Article Information

Keywords: clean.energy., pollution
.environment,.ARDL, Libya.

202©4 .Benghazi. University.
This.open.Access.article.is
Distributed under a

[CC BY-NC-ND 4.0 licens](#)



Scan QR & Read Article Online.



التلوث البيئي في دول شمال إفريقيا: حالة ليبيا

د. مریم محمد رمضان الكوافي.

1. أستاذ مساعد - قسم الاقتصاد- كلية الاقتصاد - جامعة بنغازي.

الملخص:

يحظى التغير المناخي والتدهور البيئي على الاهتمام الواسع على مستوى العالم، ومع ذلك، نجد في بعض البلدان، بأن القضايا البيئية لا تلقى اهتماماً كبيراً، لذا يجب على الحكومات رفع مستوى الوعي البيئي ووضع السياسات المناسبة للحد من ابعاث غازات الدفيئة. وقد أصبح من الضروري التركيز على التدهور البيئي في هذه الاقتصادات مثل دول شمال إفريقيا، وبشكل أكثر تحديداً في ليبيا. تهدف هذه الورقة إلى تقييم وضع القضايا البيئية في ليبيا. وكذلك مراجعة السياسات العامة تجاه الطاقة النظيفة، وفحص الانبعاثات والبصمة الكربونية في ليبيا. استخدمت الدراسة الأسلوب الكمي، القياسي، باستخدام نموذج ARDL وECM لتقييم انبعاثات ثاني أكسيد الكربون والذي يمثل التلوث البيئي بالدراسة، وتقدير العلاقة بين النمو الاقتصادي وانبعاثات ثاني أكسيد الكربون خلال الفترة 1990-2021. تشير النتائج إلى أن الأنشطة الاقتصادية تسببت في زيادة انبعاثات ثاني أكسيد الكربون. حيث تظهر التقديرات وجود علاقة طردية بين الناتج المحلي الإجمالي والانبعاثات الكربونية؛ ومع ذلك، فإن الفاقد أو التسربات أثناء نقل الكهرباء ليس ذو دلالة احصائية. وخلصت الدراسة غياب السياسات التي تعنى بالبيئة وعدم وجود سياسة فعلية جدية تعمل على خفض الانبعاثات الكربونية في ليبيا. ولذلك، ينبغي لواضعي السياسات الليبيين بذل جهود أكبر نحو استخدام الطاقة النظيفة ومصادر الطاقة المتجددة.

الكلمات المفتاحية: الطاقة النظيفة، التلوث، البيئة، نموذج تصحيح الخطأ، نموذج فترات التأخير الموزع، ليبيا



1. Introduction:

Libya is one of the largest countries in North Africa, and an important member of the OPEC (Organization of Petroleum Exporter Countries). Libya depends heavily on the Oil sector as it is the main source of the country's revenues. Therefore, it is believed that the main source of GHG (Green House Gases) emissions in Libya is contributed to the energy sector. (Climate Change Fact sheet-report 2017). This makes it important to focus on reducing emissions as a step towards clean energy in Libya. Libya had engaged in the international agreement toward reducing pollution. In 1999, Libya signed the United Nations Framework Convention on Climate Change (UNFCCC), but there was no policy framework r

egarding GHG emissions and climate change at the national level.

2. Libyan Environmental Policy Review:

At the level of legalization and policies, Libya is still far from achieving any proper effort using low carbon emissions energy sources so far. One of the main causes is the subsidized energy prices in all economic sectors in Libya, which make it difficult to foster any renewable energies. Moreover, the economy mainly depends on Oil sector, which induces more pollution in the area.

2.1. Current Situation:

Libya has created new laws regarding renewable energy, Law No. 426 establishing the Renewable Energy Authority of Libya (REAOL) and in 2013, the Libya Renewable Energy Strate



gic.Plan.2013-

2025.(IRENA,.2021)..

As.shown.in.Table.(1).a
nd.(Figure.1&.2)..carbon.emissi
ons.and.electricity.loss.do.not.se
em.to.take.any.significant.down.
turn.during.previous.couple.deca
des.,except.slight.reduction;.this.
decrease.is.due.to.the.period.of.c
ivil.war.2011.when.the.oil.produ
ction.had.been.stopped.several.ti
mes.because.of.security.instabili
ty.

The.problem.of.carbon.e
missions.can.be.a.sign.of.the.abs
ence.of.any.effort.towards.reduc
ing.GHG's.emissions.

Table.(1)
Carbon.dioxide.emissions.(metri
c.tons.per.capita)

year	CO ₂
1990	7.145018
1991	7.119107
1992	7.082582
1993	6.984291

1994	6.901241
1995	7.325624
1996	7.248469
1997	7.303872
1998	7.492434
1999	7.607836
2000	7.662168
2001	7.662605
2002	7.77213
2003	8.06446
2004	8.189257
2005	8.173783
2006	8.025766
2007	7.860768
2008	7.564248
2009	6.71897
2010	6.836836
2011	6.680594
2012	6.327709
2013	5.751906
2014	5.387475
2015	5.563259
2016	5.498165



2017	5.437858
2018	5.376871

2019	5.311315
------	----------

Source: [World.Bank](#)

Figure.(1)

CO₂ emissions & Elect transmission loss

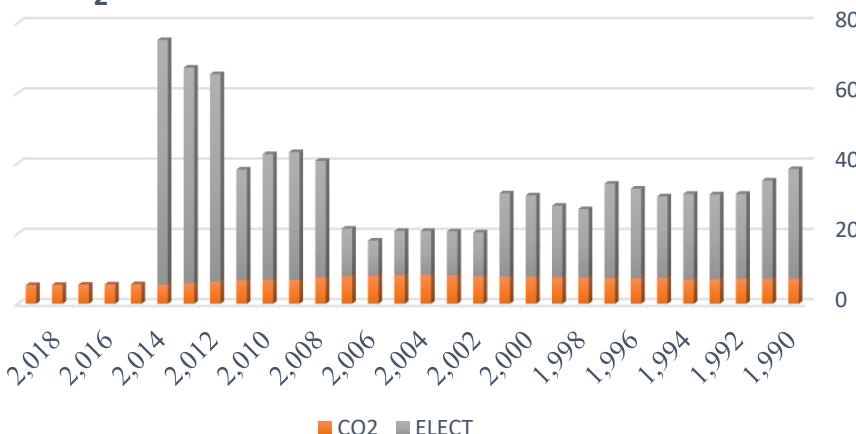




Figure.(2) CO2.emissions.(metric.tons.per.capita)

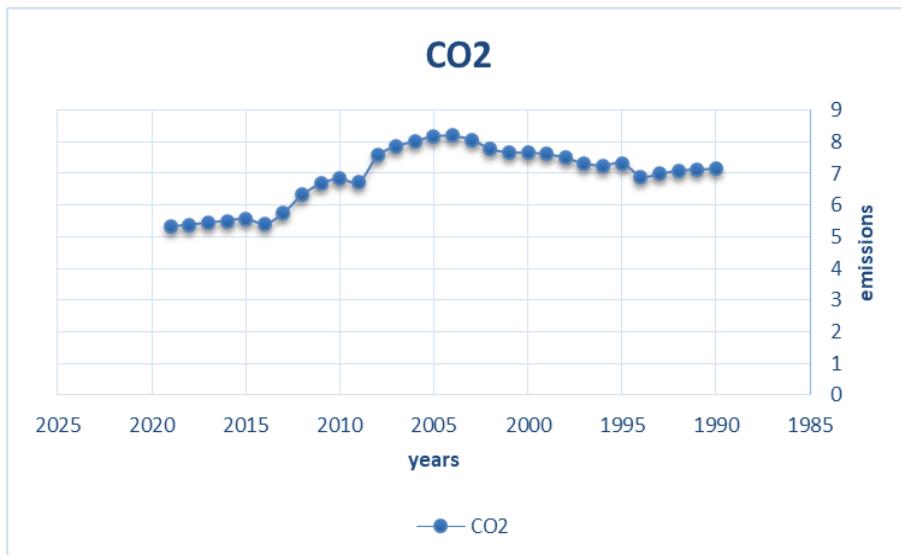
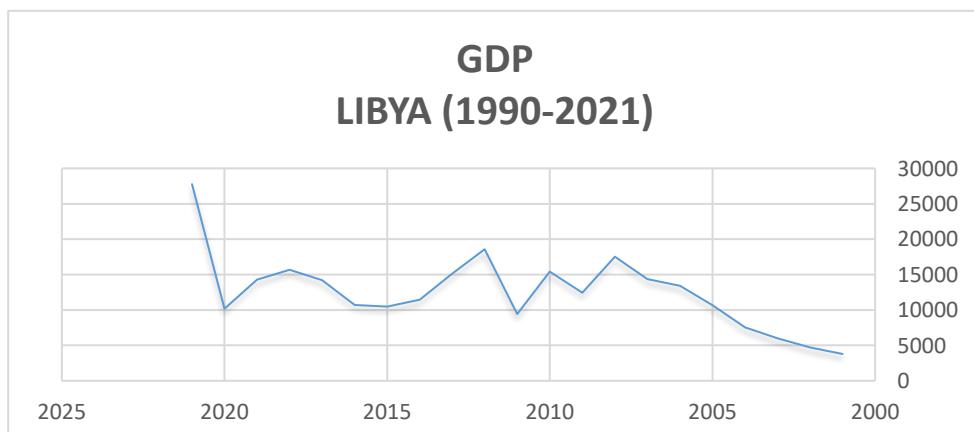


Figure.(3)





2.2..Prospective.Situation:.

Libya.would.have.a.great.potential.for.solar.energy.if.an.d.only.if.government.paid.enough.attention.to.the.renewable.energy.resources.in.Libya.and.do.considerable.effort.towards.clean.energy.pathway..It's.stated.that.average.sun.duration.is.more.than.3,500.hours.per.year,,which.is.equivalent.to.a.layer.of.25.cm.of.crude.oil.per.year.on.the.land.surface.(Salem..A..Al-Hashmi..et.al.2017).

Some.empirical.studies.proved.that.adopting.renewable.sources.for.lighting.system.could.help.mitigate.CO₂.emissions..Such.as.the.study.concluded.that.PV.power.plant.can.be.feasible.and.sustainable.from.economic.perspective.scale.(A..Albarghathi..et.al.2018).

Photovoltaic.powered.street.lighting.system.as.the.most.energy.saving.and.reduce.air.pollution.in.Libya.(A..Elmanfi.et.al.2019).

Hence.,policymakers.аре.recommended.to.take.more.serious.and.courage.steps.towards.environmental.friendly.comprehensive.policies.to.utilize.to.natural.resources.in.this.gifted.country.and.achieve.low.emissions.level.s.at.the.same.time..

3..Aim.and.the.Importance.of.the.Study:

This.study.aims.to.highlight.the.importance.of.reducing.emissions.and.reviewing.the.related.policies.regarding.environmental.degradation..Therefore,.the.paper.discusses.the.main.environment.pollution.issues.in.Libya,,and.empirically.examines.CO₂.emissions.and.the.main.factors.of



fecting.environment.in.Libya..Thus,,the.scope.of.the.study.is.important.for.two.reasons:.First,,due.to.the.considerable.increased.global.attention.regarding.reducing.emissions.towards.clean.energy.worldwide..Second,,because.of.the.lack.of.concern.at.public.policy.level,,this.study.is.important.to.shed.the.light.and.drag.the.attention.to.environment.pollution.for.both.private.and.public.levels.

4.Data.and.Study.Period:

The.paper.collect.the.data.that.represent.economic.growth.and.environmental.pollution.for.the.purpose.of.the.study.mainly.from.World.Bank.and.International.Statistics..This.study.covers.the.period.from.1990.to.2021).

5.Methodology:

In.this.paper,,we.used.A RDL.model.to.examine.the.relat

ionship.between.growth.and.GH G.emissions..We.used.CO₂(as.the.main.pollutant.cause),.similar.to.several.studies.used.the.same.pollutant.factor.to.do.similar.work.regarding.environment.degradation..Such.as.work.of.(M..Kazemi.and.I.Ebrahimi..2008),(R..Alam.& M..Adil..2019).and.(Saleheen.Khan.et.al.2020),.while.some.other.studies,.used.nitrous.oxide.(NO₂).emissions.to.represent.the.element.of.pollution.in.Germany.(M..Monserrate.&.Fernandez.2017).

Generally,,almost.of.electricity.is.generated.at.main.power.stations.and.sent.through.high-voltage.transmission.lines.over.long.distance.before.distributed.and.connect.to.the.final.users,,during.this.process.part.the.electricity.with.the.fuel.used.will.be.lost..Therefore,,loss.of.transmission.



of.electricity.is.considered.as.on e.of.the.main.causes.of.emission s.(S..Jordaan.&.K..Surana..IEA.. 2019)..Accordingly.,our.model.u sed.electricity.transmission.loss. as.additional.element.in.the.poll ution..

The.economic.growth.is .the.dependent.variable.in.our.m odel.,so,,(GDP).is.included.to.re present.economic.growth..Hence ,.the.relationship.tested.in.our.m odel.is.as.follows:

$CO_2=f(GDP, GDP^2, ELECT)$,.th e.adopted.model.is:

$LCO_{2t}=\alpha_0+\beta_1 LGDP_t+\beta_2 Elec t_t+u_t$

Where:.

CO_2 =.Carbon.dioxide.emissions .(metric.tons.per.capita)

GDP.=.Gross.domestic.Product.

(GDP.Per.capita.GDP.(current.L CU)

ELC.=.Electric.power.transmissi on.and.distribution.losses.(%.of. output)¹

6..The.Empirical.Findings:

The.study.results.show.t hat.the.environmental.Kuznets.i nverted.curve.(EKC).does.not.e xist..Although.the.regressors'.co efficients.are.statically,.significa nt.at.(P-

value.of.5%),.the.electricity.con sumption.still.does.not.have.a.si gnificant.role.as.expected.to.incr ease.level.of.the.pollution..This. can.be.due.to.the.fact.that,,it.is.n ot.the.best.to.describe.the.impact .of.Libyan.people.usage.of.electr icty.,due.to.the.unviability.of.da

¹ Electric power transmission and distribution losses include losses in transmission between sources of supply and points of distribution

and.in.the.distribution.to.consumers, including pilferage (WB, world bank).



ta.about.usage.of.diesel.during.b
lackout.periods..However,findi
ngs.confirm.the.positive.relation
ship.between.economic.activity.
and.CO₂.emissions.

6.1.Test.of.Stationarity:

To.test.f.our.model.vari
ables.we.did.unit.root.Augmente
d.Dickey-Fuller.(ADF)-
test.,using.(P-
value.compared.with.0.05).to.tes
t.the.stationarity.hypothesis:

H₀:.the.variable.has.a.unit.root...

H₁:.the.variable.does.not.have.a
.unit.root

.As.shown.in.the.tables.below,.a
ccording.to.According.to.the.P-
value.of.ADF.statistic,,we.can.re
ject.the.null.hypothesis,.and.our.
explanatory.variable.are.stationa
ry.at.first.differences,.Results.ar
e.shown.in.the.following.tables:

Table.1 Unit.root.test.for.(CO2)

Null.Hypothesis:.D(CO2).has.a.unit.root				
Lag.Length:.0.(Automatic.-.based.on.SIC,,maxlag=6)				
.Prob.*	t-Statistic			
.0.0112	-3.649847	Augmented.Dickey-Fuller.test.statistic		
	-3.699871		1%.level	Test.critical.values:
	-2.976263		5%.level	
	-2.627420		10%.level	



Table.2 Unit.root.test.for.(ELECT)

Null.Hypothesis:.D(ELECT,2).has.a.unit.root

Exogenous:.None

Lag.Length:.2.(Automatic.-.based.on.SIC,.maxlag=5)

..Prob.*	t-Statistic	Augmented.Dickey-Fuller.test.statistic	1%.level	Test.critical.values:
.0.0000	-8.484236			
	-2.685718		5%.level	
	-1.959071			
	-1.607456		10%.level	

*MacKinnon.(1996).one-sided.p-values.

Table.(3) Unit.root.test.for.(GDP)

Null.Hypothesis:.D(GDP).has.a.unit.root

Lag.Length:.0.(Automatic.-.based.on.SIC,.maxlag=6)

Prob.*	t-Statistic	Augmented.Dickey-Fuller.test.statistic	1%.level	Test.critical.values:
0.0000	-7.961392			
	-3.699871		5%.level	
	-2.976263			
	-2.627420		10%.level	

*MacKinnon.(1996).one-sided.p-values.



Table.(6).6.2.ARDL-Estimation.results

Dependent.Variable:.LC02

Method:.ARDL

Model.selection.method:.Akaike.info.criterion.(AIC)

Dynamic.regressors.(4.lags,.automatic):.LGDP.ELECT

Fixed.regressors:.C

Number.of.models.evaluated:.100

Selected.Model:.ARDL(1,1,0)

Prob.*..	Std..Error	Coefficient	Variable
0.0007	4.064579	0.120828	LC02(-1)
0.0026	3.469039	0.019615	LGDP
0.0012	-3.815902	0.018252	LGDP(-1)
0.0000	-5.457253	0.000681	ELECT
0.0001	4.944978	0.224523	C
1.974451	....Mean.dependent.var	0.971755	R-squared
0.105006	....S.D..dependent.var	0.965808	Adjusted.R-squared
-4.862311	....Akaike.info.criterion	0.019417	S.E..of.regression
-4.616884	....Schwarz.criterion	0.007163	Sum.squared.resid
-4.797199	....Hannan-Quinn.criter.	63.34774	Log.likelihood
2.158506	....Durbin-Watson.stat	163.4193	F-statistic



The error correction coefficient is statistically significant at level of (5%),,
and with negative sign

ARDL.Error.Correction.Regression

Dependent.Variable:.D(LC02)

Selected.Model:.ARDL(1,1,0)

Case.2:.Restricted.Constant.and.No.Trend

Sample:.1990.2018

Included.observations:.24

ECM.Regression

Case.2:.Restricted.Constant.and.No.Trend

Prob....	t-Statistic	Std..Error	Coefficient	Variable
0.0002	4.542910	0.014978	0.068046	D(LGDP)
0.0000	-9.683880	0.052550	-0.508884	CointEq(-1)*
-0.011764	....Mean.dependent.var	0.806299		R-squared
0.040098	....S.D..dependent.var	0.797494		Adjusted.R-squared
-5.112311	....Akaike.info.criterion	0.018044		S.E..of.regression
-5.014140	....Schwarz.criterion	0.007163		Sum.squared.resid
-5.086267	....Hannan-Quinn.criter.	63.34774		Log.likelihood
		2.158506		Durbin-Watson.stat

6.3..Diagnostic.tests:

1.Normality.test:According.to.th

e.P-value.of.Jarque-

Bera.(0.55), we cannot.reject.the

.null.hypothesis, that.the.random

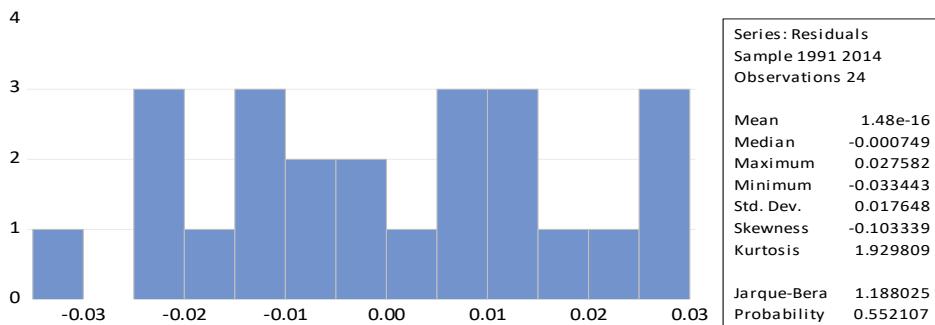
.error.has.a.normal.distribution..

(Table.7)





Table.(7) Normality.test



2. Test.of.heterogeneity:

To check that our model is free of heterogeneity we used Breusch-Pagan Godfrey test, as seen in Table.(8)

).the.p-

value.is.greater.than.0.05., therefore, H_0 .cannot.be.rejected., and.heterogeneity.does.not.exist.in.our.model..

Table.(8) Heterogeneity.test

Heteroskedasticity.Test:.Breusch-Pagan-Godfrey

Null.hypothesis:.Homoskedasticity

0.6493	....Prob..F(4,19)	0.626614	F-statistic
0.5923	....Prob..Chi-Square(4)	2.797066	Obs*R-squared
0.9364	....Prob..Chi-Square(4)	0.814988	Scaled.explained.SS

3. Test.of.serial.correlation

A.test.for.autocorrelation.has.been.done., and.results.as.shown...in.Table.(9&10).at.there.is.no.serial.correlation.

Form.the.results.in.table.(8), with.the.value.of.Prob..Chi-Square.we.can.conclude.that.the.model.is.free.of.heterogeneity.



statistic.respectively.are.greater.than.5%).

ial.correlation,because.of.the.value.of.(Prob..Chi-Square..is.and.Q-

Table.(9)

Breusch-Godfrey.Serial.Correlation.LM.Test:

Null.hypothesis:.No.serial.correlation.at.up.to.2.lags

0.9031	....Prob..F(2,17)	0.102480	F-statistic
0.8668	....Prob..Chi-Square(2)	0.285907	Obs*R-squared

Table.(10)

Sample.(adjusted):.1991.2014

Included.observations:.24.after.adjustments

.Prob*	.Q-Stat	.PAC	AC.	Partial.Correlation	Autocorrelation
0.159	1.9801	0.270	0.270	1 .....,|** ....|	.....|** ....|
0.283	2.5255	-0.228	-0.139	2 .....**|.....|	.....*|.....|
0.317	3.5305	-0.087	-0.184	3 .....*|.....|	.....*|.....|
0.151	6.7343	-0.307	-0.320	4 .....**|.....|	.....**|.....|
0.200	7.2827	-0.002	-0.129	5 .....|.....|	.....*|.....|
0.273	7.5553	0.002	0.089	6 .....|.....|	.....|* ....|
0.274	8.7094	0.081	0.177	7 .....|* ....|	.....|* ....|
0.237	10.421	0.085	0.210	8 .....|* ....|	.....|* ....|
0.279	10.956	-0.224	-0.113	9 .....**|.....|	.....*|.....|
0.219	13.087	-0.050	-0.219	10 .....|.....|	.....**|.....|
0.280	13.203	0.057	-0.049	11 .....|.....|	.....|.....|



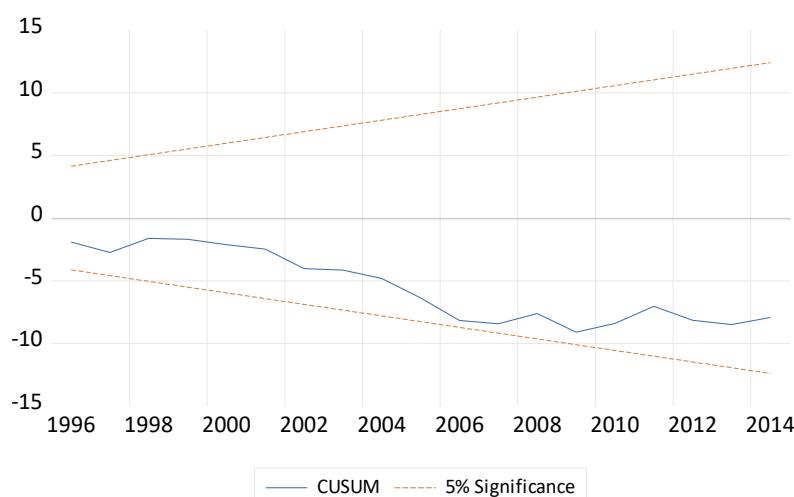
0.344 13.355 -0.048 -0.054 12|.....|

*Probabilities.may.not.be.valid.for.this.equation.specification.

4.Test.of.model.stability:

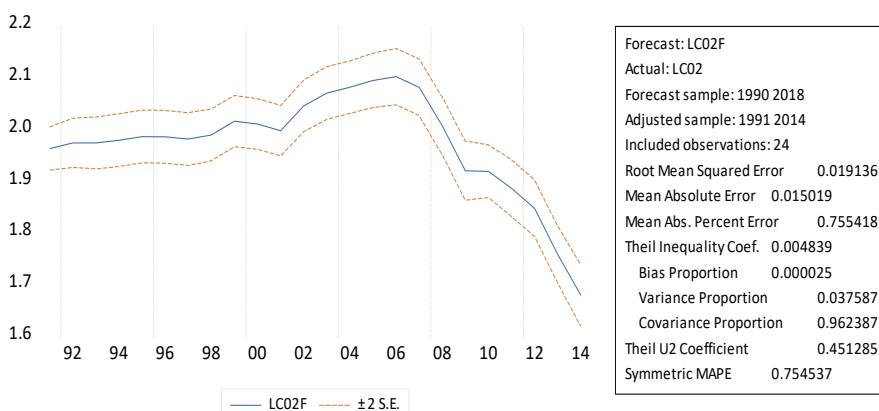
The.cumulative.Sum.Chart.(CUSUM) reveals.that.the.model.is.stable.

Table.(11) Stability test





5..Test.for.Forecasting:.measur ements.of.forecast.quality



7..Conclusions.and.Recommen dations:

This study examined the environmental issues in Libya. The paper tested the relationship between CO₂ emissions and the main factors affecting the environment. Our results suggest a positive relationship between income and pollution, in other words, economic activity leads to more pollution in Libya. However, the

Results satisfy the diagnostic tests and show forecasting accuracy coefficients (Theil.U2, R MSE & MAE) are within the accepted range.

Hence, and according to the results of the previous tests, we can conclude that the model is fit and free of econometric problems: autocorrelation, heterogeneity, and has normal distribution.



he.Libyan.government.to.make.more.effort.at.financing.renewable.projects.in.the.future.and.take.serious.steps.towards.low.carbon.emissions,,especially,,since.Libya.has.the.potential.to.use.friendly.energy.resources..However,,there.is.a.serious.need.for.further.empirical.studies.regarding.clean.energy.and.renewable.energy.resources.in.Libya..

References:

A..Albargathi, R...Zakaria,.A..Tahir,.A..khalil,A..Alfergani.and.F..Mohamed..(2018)..Economic.Feasibility,,Design,,and.Simulation.of.Centralized.PV.Power.Plant..The.9th.International.Renewable.Energy.Congress.(IREC.2018).

A.Wajahat,.A..Azrai.and.A..Azam..Re-visiting.the.environmental.Kuznets.curve.hypothesis.for.Malaysi

.findings.show.that.the.EKC.relationship.does.not.exist; which.it.can.be.due.to.the.slow.growth.in.the.Libyan.economy..Therefore,.Libya.still.far.from.the.turning.point.in.the.EKC.theory..Moreover,.results.indicate.that.the.electricity.has.an.unexpected.insignificant.impact.on.the.pollution..A.justification.can.be.given.here.is.that.the.Libyans.depend.more.on.power.generators.using.other.fossil.fuel.which.could.have.more.profound.impact.on.environment..Therefore,,we.recommend.it.for.further.study..

One.of.the.main.recommendations.of.this.study.is.the.necessity.for.the.government.to.make.significant.efforts.towards.achieving.clean.energy.and.lowering.carbon.emissions,i.e.,generating.power.by.friendly.energy.sources..In.addition,,we.encourage.t



Dirasat in Economics and Business Journal

Faculty of Economics - University of Benghazi
Volume 42 ISSUE 1
Year 2023

مجلة دراسات في الاقتصاد والتجارة

كلية الاقتصاد - جامعة بنغازي

العدد 42

العدد الأول لسنة 2023



.Kuznets.Curve.in.Middle.East..

[Volume.10,Issue.34.-](#)

[Serial.Number.34..April.2008.P](#)

p.57-

71..Available.online:https://ijeratu.ac.ir/issue_764_765.html?lang=en

[M..Monserrate.& M..Fernandez.\(2017\)..An.Environmental.Kuznets.Curve.for.N2O.emissions.in.Germany.an.ARDL.approach..Natural.Resources.Forum.-.Wiley.Online.Library.2017..Available.online:](#)

[https://doi.org/10.1111/1477-8947.12122,](https://doi.org/10.1111/1477-8947.12122)

<https://onlinelibrary.wiley.com/>

R..Alam.& M..Adil..2019.

Validating.the.environmental.Kuznets.curve.in.India_.ARDL.bounds.testing.framework..OPEC.

Energy.Review.-

.Wiley.Online.Library..Sep..201

9., Vol.43..issue.3.Pp.277-

a:.Fresh.evidence.from.ARDL.bounds.testing.approach..Volume

.77.,September.2017.,Pages.99-1000..Available.online:<https://www.sciencedirect.com/journal/renewable-and-sustainable-energy-reviews>

Elmanfi.,E..Elshrif.,Z..Ragab.,A..khalil.and.F..Mohamed.(2

019)..Sustainable.Street.Lightning.System.Design.in.Libya..The.

10th.International.Renewable.Energy.Congress.(IREC.2019).

Greenhouse.Gas.Emission

s.Factsheet.:Libya.report.(2017).

.Available.online:<http://www.climatelinks.org/>

<http://data.worldbank.org/indicator>

or

International.Renewable.Energy

.Agency.(IRENA).(2021)..<http://www.irena.org/>

M..Kazemi.and.I.Ebrahimi

..2008..Examining.Environmental



Dirasat in Economics and Business Journal

Faculty of Economics - University of Benghazi
Volume 42 ISSUE 1
Year 2023

مجلة دراسات في الاقتصاد والتجارة

كلية الاقتصاد - جامعة بنغازي

العدد 42

العدد الأول لسنة 2023



Saleheen.Khan,Muhammad.Shahbaz.and.Farooq.Ahmed.Jamthe.Estimination.Of.The.Enviro nmental.Kuznets.Curve.In.Kazakhstan..The.Journal.of.Energy.a nd.Development.Vol..45.,No..1/2.(Autumn.2019.and.Spring.202 0)..Pp..93-112.

Yale.Center.for.Environmental.Justice.,Fact.Sheets.(Libya)..USAID.Publications.visited.on.:04/27/2022.

300..Available.online.:<https://doi.org/10.1111/opec.12156>

S..Jordaan.and.K..Surana..IEA.r eport.2019..Available.online.:[ht tp://theconversation.com](http://theconversation.com)

S.A.Al-Hashmi.,M..Sharif.1.,M..Elhaj.2.and.M..Almrabet.(2017)..The Future.of.Renewable.Energy.in.Libya..University.Bulletin.–.ISSUE.No.19.-.Vol..(3).–.July.–.2017..Pp109-122.