



CLIMATEFOCUS



VERTIS



:FutureCamp
Climate GmbH

GreenStream

JIAG

JIAG communication to JISC 24

JISC 24

Bonn, 23 – 25 March 2011

Lennard de Klerk

Chair JIAG

1

Outcome Cancún on JI

Impact Cancún



The conference of Cancún did bring the negotiation process back on track. From a **political** point of view Cancún was a moderate success.

From an investor/project developer point of view Cancún did **not provide any clarity or any certainty** on a post 2012 regime.

Moreover, the JISC proposal on continued ERU issuance in the context of CP1 was not adopted.

Conclusion: With Cancún the gap period has started.

JISC proposal on continued issuance



The JISC proposal laid down in article 123 of the JISC report was not understood by the Parties as:

- Some considered it as **borrowing**;
- Some considered it as **banking**;
- Some considered it as **extending** the first commitment period of the KP.

With no clarification on the continuation, investments in climate mitigation efforts in Annex 1 countries (without an ETS) has been put in danger.

Furthermore the case for Track 2 has weakened against Track 1.



JIAG regrets the outcome of Cancún. The next conference of the Parties at Durban is a last opportunity to ensure a bridge between 2012 and a new international agreement



JIAG decided to focus in 2011 on:

- 1. Provide input on the **future development** of JI in a new international agreement;**
- 2. Work towards **Durban** for the acceptance of the JISC proposal on continued issuance;**
- 3. Facilitate **linkages** outside the UNFCCC (Domestic Offsets in Article 24a, bilateral agreements, etc.)**

Call for input of non-JIAG members for JISC 24 closed 9 March 2011.

2

Input on JISC 24

Annex 1: Accreditation



JIAG welcomes simplifying the accreditation procedure.

Of all options presented JIAG believes that **option 2** is most practical given:

- The limited time to implement these measures;
- No need for coordination with others (like the EB)

Option 3-5 are interesting options for consideration of the future development of JI in a new international agreement.

Annex 2: Work plan JISC 2011-2013



Action 1: Processing submissions of project design documents (PDDs), determinations, monitoring reports and verifications.

Request: Add an activity to shorten the time that is needed for the publication of a Determination or Verification that is submitted for publication.

Action 6: Revising relevant policy guidance documents.

Request: Give this activity a priority. Much can be done by making the “Guidance on criteria for baseline setting and monitoring” more clear.

Annex 2: Work plan JISC 2011-2013



Action 8: Making use of electronic decision-making, in particular in relation to reviews.

Critical action to keep track 2 attractive!



Action 9: Considering revisions of guidance to encourage and support simple and innovative methodological approaches.

Advice: Shift this action to the section ‘future development of JI. Time is too limited to have an impact on CP1.

Annex 4 & 5: Track 1 fee



JIAG would suggest a fixed fee (option 1) as:

- More simple to manage. **Keep it simple**;
- Differentiation between large and small scale already implemented through the 5,000 and 20,000 USD differentiation.

However keep **all PoAs** in the 5,000 USD category, as:

- For PoAs only the PoA itself is registered. JPAs will be added only in due course. In general PoAs have a high entry costs (compared to regular JI project). A 20,000 USD fee would only increase the entry costs (therefore in **track 2 no advance payment exists** for PoAs);
- The PoA regulations do not define large scale and small scale PoAs

3

Concluding remarks

Concluding remarks



In 2011 many JI projects will be registered and start to generate and deliver ERUs. So as such 2011 will be a busy year.



Nevertheless 2011 will be a difficult year for JI. The lack of perspective will stop new project development and a decline in important knowledge and know how in climate change mitigation measures.



Global Carbon BV (chair)

Lennard de Klerk

Climate Focus (secretariat)

**Jelmer Hoogzaad
Moritz von Unger**



Vertis Environmental Finance

James Atkins

Carbon Trade & Finance

Ingo Ramming

Future Camp

Roland Geres

Greenstream

Riikka Sipponen



Web: www.jiactiongroup.com