Governments: co-ordination of PAMs

Voluntary actions

Subsidiary Arrangements

Driving coalitions

metric

technology

Private norms

Prog CDM

Norms

Sectoral crediting

Trading

SD PAMs
#1 – Negociation process

<table>
<thead>
<tr>
<th>Easier to deal?</th>
<th>Program. CDm</th>
<th>Sectoral crediting</th>
<th>SD PAMs</th>
<th>Coalition</th>
<th>Voluntary Initiative</th>
</tr>
</thead>
<tbody>
<tr>
<td>☺ already there</td>
<td>☺ attractive to DC’s</td>
<td>☺ address local concern</td>
<td>☺ Independent from UNFCCC process</td>
<td>☺ Kyoto+</td>
<td>☺ Independent from UNFCCC process</td>
</tr>
<tr>
<td>☹ Assumes a Kyoto+ regime</td>
<td>☹ Assumes a Kyoto+ regime</td>
<td>☹ multiplicity of proposals : assessment?</td>
<td>☹ gouvernement binding</td>
<td></td>
<td></td>
</tr>
<tr>
<td>☹ weak incentive</td>
<td></td>
<td></td>
<td>☹ implementation?</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

| Long term impact on global negociation | | | | | |
| ☺ counter incentive for DC’s to go further | ☹ reinforces the divide between North (scarcity) and South (excess) | ☺ learning process | ☺ Kyoto+ | ☹ ☹ risk to weaken the government |
## #2 - Competitiveness

<table>
<thead>
<tr>
<th>Program.</th>
<th>Sectoral crediting</th>
<th>SDPAMs</th>
<th>Coalition</th>
<th>Voluntary initiative</th>
</tr>
</thead>
<tbody>
<tr>
<td>CDM</td>
<td>😞 worse than current?</td>
<td>😞 potential impact on level playing field</td>
<td>😊 TS allocation</td>
<td>☹️ depending on coverage and liability</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>😊 border tax adjust possible (WTO)</td>
<td></td>
</tr>
</tbody>
</table>

## #3 – Compatibility w/ KM

<table>
<thead>
<tr>
<th>Yes, already</th>
<th>Fully compatible Kyoto +</th>
<th>Problematic</th>
</tr>
</thead>
<tbody>
<tr>
<td>😊 but difficult to implement (baselines?)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
#4 – Résilient?

- Program CDM
  - neutral

- Sectoral crediting
  - additional action

- SDPAMs
  - innovative capacity?
  - binding national + international
  - private anticipations

- Coalition
  - Depends on policy context
    - poor liability

- Voluntary initiatives
  - Intricacy of VI, national policies
  - anticipations

- Willingness to pay
  - Ok for LDC’s, or learning process on non-competitive sectors for Emerging Economies
Design ToR (1)

- Flexible scope? Capital replacement, Avoid lock-in on infrastructure development
- Capacity building on domestic action & policy options: Linkage with related issues (energy security)
- Create a set of tools compatible w/ global regime
- Address competitiveness to pursue meaningful action
ToR (2)

• Distribution of performance / reasons?
• Dynamic of the sector domestic/intn’l?
• Industrial structure
• Dynamic of new investment?
• Existing (projected) PAMs?