

# NAMA Financing: Evaluation Criteria, Governance, and Fast Start

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Side Event "Developing Country Implementation Strategies and Nationally Appropriate Mitigation Actions (NAMAs)"

> Room Halfdan Rasmussen, 20:00-21:30 COP-15 Copenhagen **December 8, 2009**

### Outline of Presentation

- NAMA Windows
- NAMA Financing
- Governance structure
- MRV
- Fast Start



### Direct Access vs Race To The Top

- Developing countries prefer direct support
  - » Reliability and predictability of funding
  - » Direct responsibility for programming resources at the country level
- Donors argue for cost-effectiveness
  - » Competition among proposed NAMAs
  - » Maximized GHG reductions at low cost

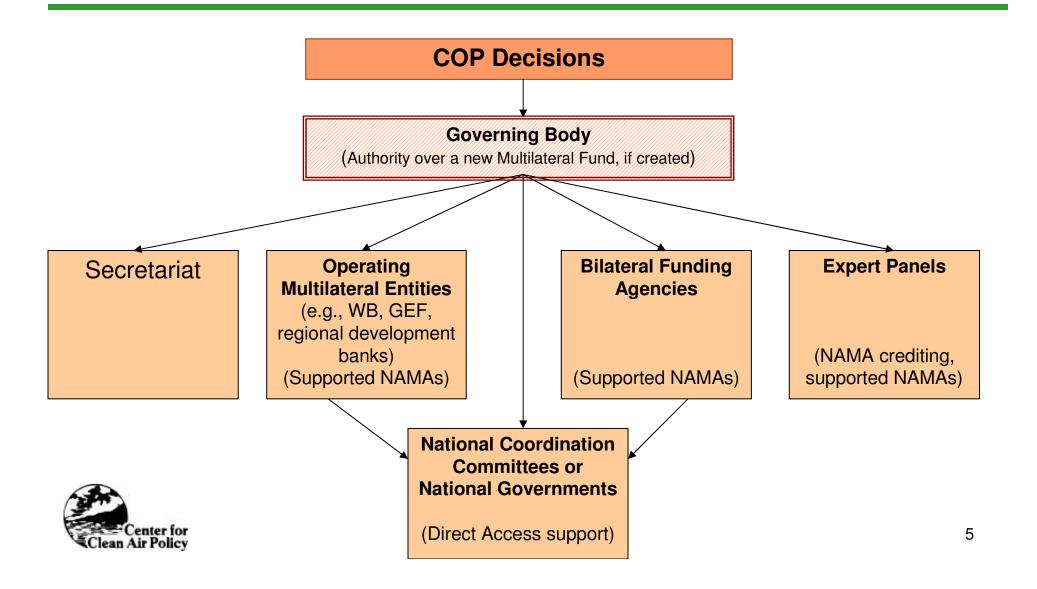


## NAMAs Windows- Hybrid Approach

- Different windows with different eligibility and evaluation criteria (e.g., industry-competition; capacity building – direct access)
- Similar to investment portfolio approach
- Suggested windows:
  - » Big industries and energy sector
  - » Capacity-building
  - » Transportation sector
  - » REDD
  - » Agriculture
  - » Other sectors
  - » Transformational NAMAs
  - » NAMAs in LDCs
- Allocating funds to windows is key

According to guidance and distribution principles by the COP pecided by the governing body (e.g., annually)

### NAMAs Financing Governance



## NAMA Submission and Evaluation

- Decentralized structure with centrally agreed procedures and criteria
- Governing body: decisions on crediting, LCDS, supported NAMAs (through a new Fund)
- Multilateral and bilateral aid agencies delegated authority: support for NAMAs
- Governing body Secretariat: record keeping, registry, coordination
- Technical panels: assistance to Parties with NAMA preparation; assistance to the governing body with evaluation, crediting
- National Coordination Committees: NAMA submission, validation, verification

### MRV of NAMAs

- National GHG inventories
  - » Standardized rules for non-Annex I parties
  - » Regularity
  - » MRV done first in sectors and gases covered by NAMA activities
- National Communications
  - » Ex-post: on-going and implemented actions (unilateral, supported, credit generating)
  - » Ex-ante: intentions/proposed actions and MRV procedures
- MRV of unilateral, supported and credit-generating NAMAs
  - » International MRV of supported NAMAs, national for unilateral
  - » Progress towards meting crediting baseline
  - » CER sales
  - » Support by developed countries
- Verification
  - » National with international rules

    Review, modeled on the WTO process

    an Air Policy

### Fast start

- 2010-2013: adaptation, mitigation, capacity building \$10 bln per year
- Readiness for NAMAs
  - » Prepare LCDS: national, sectoral
  - » Establish national MRV systems
  - Develop modeling and forecasting capacity
  - » Set BAU and reference scenarios
  - » Launch NAMA pilots
  - » Develop financial institutional and regulatory capacity
  - » Develop National Coordination Committees and build their capacity
- Prerequisites for fast start implementation
  - » COP decision
  - » Guiding principles and priorities defined
  - » Engagement of existing institutions
  - » Requirement to develop a lessons-learned report to inform future decision-making

## Thank you!

#### For more information:

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