

THE CLIMATE GROUP

STATES AND REGIONS Alliance

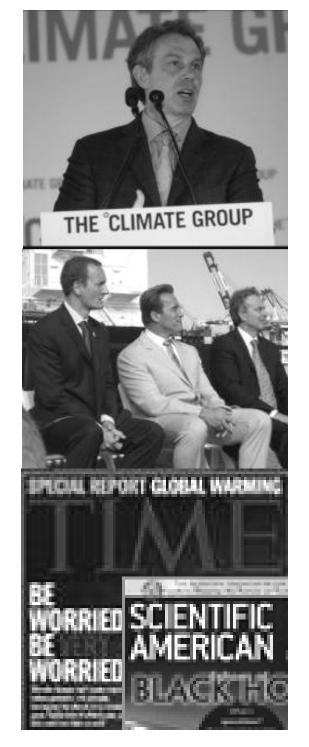
Contributing to environmental security

Rio+20 workshop EESC, Brussels October 1st, 2009



ABOUT THE CLIMATE GROUP

- International, non-profit organization that works with government and business to accelerate the transition to a prosperous, low carbon future.
- Founded in the UK in 2003, launched by Tony Blair & 20 CEO/VIPs in April 2004.
- Offices in London, New York, California, Melbourne, Brussels, Beijing, Hong Kong and India.
- We are working towards this goal by building a leadership coalition of the world's most influential businesses and governments committed to tackling climate change.



THE CLIMATE GROUP



- Focus on promoting leadership on climate & influencing change
 - **➤ Develop & disseminate best practice**
 - **▶** Positive approach low carbon prosperity
 - ➤ Network & incubator for new initiatives Together.com, Voluntary Carbon Standard, Breaking the Climate Deadlock
- Membership drawn from Fortune 100, States, Cities





STRATEGIC FOCUS (2009-2012)

Global Deal:

> Objective to mobilise policymakers & businesses from the EU, US, China and India to support a successful global deal on climate change, its ratification and implementation into national (and EU) and subnational legislation.

Global Demonstration:

> Objective to accelerate the implementation of selected technologies / technology clusters, supporting activities ranging from piloting to financing and policy support., working with corporates, national and subnational governments.

Delivering current commitments:

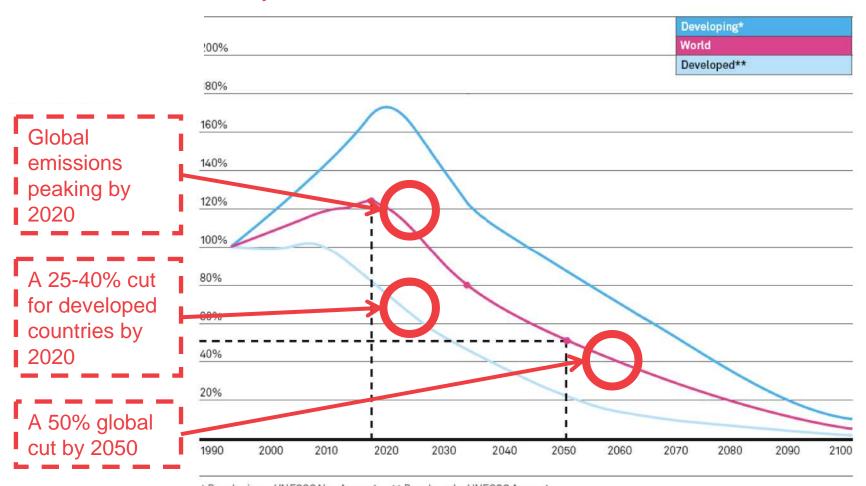
> The Climate Group will continue to deliver current commitments on the Together campaign, States and Regions Alliance and the Climate Principles for the finance sector.



THE SCALE OF THE CHALLENGE



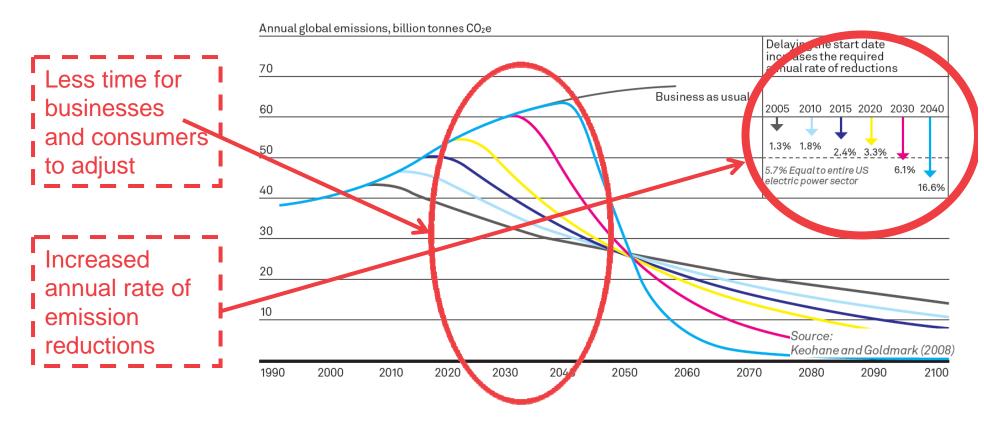
Potential Pathway to Stabilise Greenhouse Gases



^{*} Developing = UNFCCC Non Annex 1 ** Developed = UNFCCC Annex 1

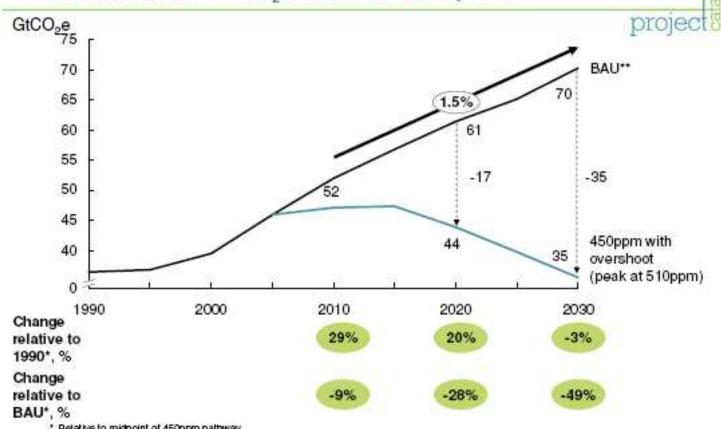


Pathways for Global Emissions that would yield at least a 50% chance of avoiding 2℃







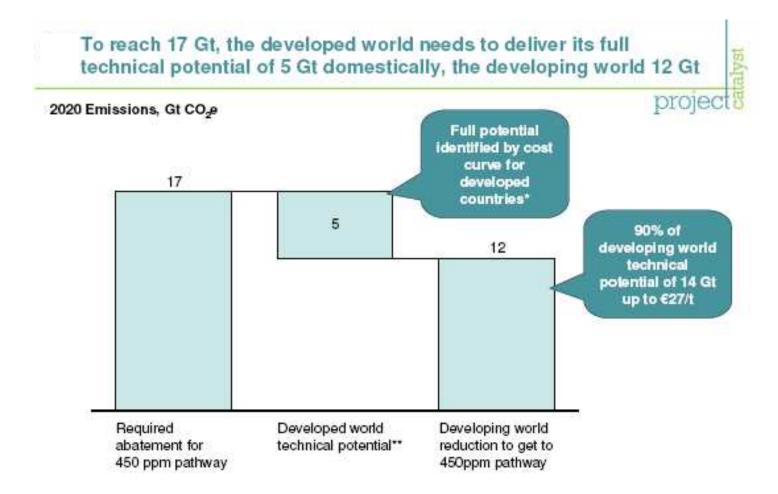


Relative to midpoint of 450ppm pathway



Assumes annual GDP growth of 2.9% (2.1% for developed world and 5.5% for developing world); population growth of 0.8% (0.2% for developed world and 1.1% for developing world); \$60/barrel oil price; already includes decarbonisation assumed to happen under the usual course of the world economy

Source: McKinsey Global GHG Abatement Cost Curve v 2.0; van Vuuren; den Etzen; Meinshausen; IEA 2007; team analysis



High cost lever could increase potential by 20-25%; Cost curve identifies 5 Gt of measures between €60-100 and 4 Gt of behaviour change in addition to 2030 technical potential of 38 Gt



^{**} The developed world could potentially further reduce CO2e emissions by ~1Gt from technical potential of €60-100/t, and behavioural change Source: McKinsey Global GHG Abatement Cost Curve v2.0, team analysis

CORE ELEMENTS OF A GLOBAL DEAL



Four criteria:

- Environmental effectiveness: Agreement must be seen to place world on pathway to a 2C future delivering climate security for all. Deal will not be agreed in detail, but direction of travel must be clear: businesses, governments & public must see that new world is coming;
- Economic effectiveness: Agreement must build conditions for high prosperity low carbon economic growth;
- Fairness: recognition of imperative of a shared and equitable future for rich and poor everywhere. Agreement must be seen as fair by all countries;
- *Trust*: delivering agreement will require high levels of trust between countries; managing the success and failures of implementing the agreement beyond Copenhagen will require even more.



Industrialised countries

- All including rich developing countries e.g. Korea, UAE adopt national binding caps that collectively reduce emissions by 25-40% below 1990 levels by 2020;
- US takes on comparable level of effort but, due to late start, 2020 target is lower, compensated by providing additional financial support for developing countries and deeper targets in 2030/2050;



Developing countries

- Significant incentives for developing countries to move beyond BAU (peaking no later than 2020); undertake no-regrets actions alone;
- Countries to submit low carbon development plans (with unilateral domestic action & further commitments with international financial support);
- Clear signal that major emerging economies, esp.China, will have binding caps by 2020, if developed countries meet their full obligations;

(EU urges for 15-30% below business as usual levels by 2020)



Financing

- In addition to expanded carbon market, financing needed for new adaptation, REDD and technology funds. Mainly private sector but public funding necessary:
- Access to finance conditional on dev'g countries implementing significant "no regrets" actions in low carbon development plans, including potentially removing unjustified subsidies, trade barriers and restrictive regulations;
- EU-commission communication:
 (estimated annual costs 100billion euro/ public 22-50b/ EU 2-15b)



Adaptation

- New Global Adaptation Framework with strategy and coordination to respond to catastrophes in real time;
- Framework links institutions with relevant expertise (FAO, WHO, IBRD, UNDP, Red Cross etc) with strategies based on input from regional adaptation centres, information systems on climate risks and national plans;
- Developed countries agree to honour existing ODA commitments & provide additional resources;;
- Donors mainstream adaptation into existing bilateral and multilateral aid programmes, and "climate proof" their investments without using existing ODA.



STATES & REGIONS

- •The Climate Group launched the states and regions climate alliance based on the commitments made by sub national governments in the Montreal Declaration in 2005.
- •The alliance focuses on practical solutions to climate change, in particular sharing best practice on effective policy implementation.
- •The Climate Group works to strengthen the alliance and drive the process forward through meetings, briefings and publications, such as "Low Carbon Leader: States and Regions"





STATES AND REGIONS

Signatories of the Montreal Declaration

California

British Columbia

New South Wales

Manitoba

Massachusetts

New York State

Victoria (Australia)

Quebec

South Australia

Connecticut

Ontario

Maine

Brittany

Fatick

Wielkopolska

Western Cape

Bavaria

North-Rhine Westphalia

Scotland

Catalonia

Upper-Austria

Sao Paulo

Wallonia

Flanders

Jamtland

Carinthia

Wales

Basque country

Aragon

South Holland

Ile de France



Goals of the TCG R&S work program

- Create practical and direct opportunities to showcase R&Sactions to the international community
- exchange best practices amongst themselves,
- gain better access to low carbon technologies,
- overcome obstacles in the implementation of climate actions,
- develop new partnerships with the business community and
- foster stronger partnerships with national and municipal governments.



















Current other initiatives on interregional cooperation

- NRG4SD(Network of regional governments for sustainable development)
- ENCORE(Environmental conference of the regions in Europe)
- CPMR(Conference of the maritime and peripheral regions)
- OLAGI(latin american organisation for subnational governments)
- Northern Forum
- AER
- ...



Opportunities, Challenges and barriers

- Direct region to region sharing of best practices
- Implementation and planning level
- Interlocutor between local and national governments
- Climate policy plans as framework for investments
- Integration in Poverty reduction strategies
- Governance Capacity for receiving support for climate change policies
- Human resources to deliver best practice sharing
- Empowerment



Examples of regional government action

- Scotland's recent Climate Bill includes a legally binding commitment on all future Scottish governments to deliver at least 80% cuts in emissions by 2050 and a goal of 50% total renewable energy generation by 2020.
- Catalonia is implementing cleaner transportation policies and tax incentives to promote cleaner, less polluting vehicles.
- North Rhine Westphalia is undertaking an initiative aiming to achieve a 20% reduction in overall primary energy consumption across the economy by 2020 compared to 2006
- Bavaria has set the goal of doubling its primary energy consumption from renewables – from 8% to 16% - by 2020.



Sao Paulo initiative on Global Renewable Energies:

- Parliament discusses a 20% GHG-reduction target by 2020(2005)
- Sao Paulo drafted the 2002 WSSD proposal for a 10% global target on renewables which has created the momentum for the Johannesburg Renewable Energy Coalition (JREC) and the following International Conference on renewable energy (Bonn, Beijing and Washington).



Western Cape

 The Department has embarked on a roll out of 1000 solar water geysers in the Western Cape. The objective with this programme is to deal with 3 challenges facing the Western Cape, i.e. Poverty, Energy Efficiency and Climate Change

mitigation.







Towards carbon neutral and resilient climate change territories

























An integrated territorial approach to face climate change

Towards carbon neutral and climate change resilient territories

Phase 1: Awareness raising and training

- Mitigation/adaptation
- UNFCCC, Kyoto, RDH
- Best practices
- Technical solutions
- Financial instruments and public policy

Phase 2: analysis, assessment and action plan Carbon assessment **Identification of**

regions to

prepare

ITCPs

- (mitigation)
- Vulnerability assessment and mapping (adaptation)
- Integrated Climate Plan
- Definition of adequate regulatory and financial instruments

Phase 3: **Projects**

- Identification
- Set up

From

action plan

to project

implementation

- Certification
- Financing
- PPPs
- Management



Regions agreed to UNDP program including allocated funds

- A. Already signed
- Brittany (F), Poitou Charente (F), Rhône-Alpes (F) and Catalonia (S),
 Limousin (F), Geneva (CH), Toscana (I), Basque Government (S),
 Manitoba (C) and Province of Quebec (C),

B. Have or are in procedure to allocate funds

Brittany (F), Poitou Charente (F), Rhône-Alpes (F) and Catalonia (S),
 Limousin (F), Geneva (CH), Toscana (I), Basque Government (S)

- c. Considering signing
- Flanders (B), Wallonia (B) California (USA), Zuid Holland (N), South
 Australia (A), Ile de France(Paris)



UNFCCC recognition

of the

Subnational level of government



Background

- Climate leaders summit, Montreal Declaration 2005
- Saint Malo Summit and Declaration of the Network of Regional Governments for Sustainable Development (nrg4SD)
- Governor's International Climate change Summit, California
- 2nd Climate leaders summit, Poznan Statement of Action (The Climate Group)
- GA of nrg4SD in Quintana Roo
- NY climate week



Road to Copenhagen

- Climate week NYC Subnational delegation at UN (21st September)
 - Subnational Statement for recognition
- Taller Sao Paulo (22-24 September)
 - Latin American regions preparation for COP15
- Governor's Summit California (1,2 October)
- Brussels meeting Nrg4SD with other networks(13 October)
- Zaragosa Low carbon technology event(19-20 October)
- Barcelona Government Business UNFCCC-event(2-3 November)
- Queensland summit Australia (November 10th)
- EU-members meeting The Climate Group (19 November)
- General Assembly of the European regions(26-27 November)
- Climate leaders Summit Copenhagen December 15th

