



#### MRV of Nationally Appropriate Mitigation Actions

EMELIA HOLDAWAY, SINA WARTMANN RICARDO-AEA

PARTNERSHIP FOR MARKET READINESS

3<sup>RD</sup> REGIONAL MRV TECHNICAL TRAINING
IZMIR, TURKEY
SEPTEMBER 17 – 19, 2014

#### Overview



- Challenges to NAMA MRV
- Mapping the causal chain
- Indicators
- Example: UK Climate Change Act
- Example: Carbon Budgets in Wales



## Your reasons for performing NAMA MRV:

- Does the NAMA achieve its objectives relevant for national decision makers, donors, NAMA crediting
- Are there unforeseen and undesired impacts?
- Does the NAMA require adjustment?



### Challenges to NAMA MRV



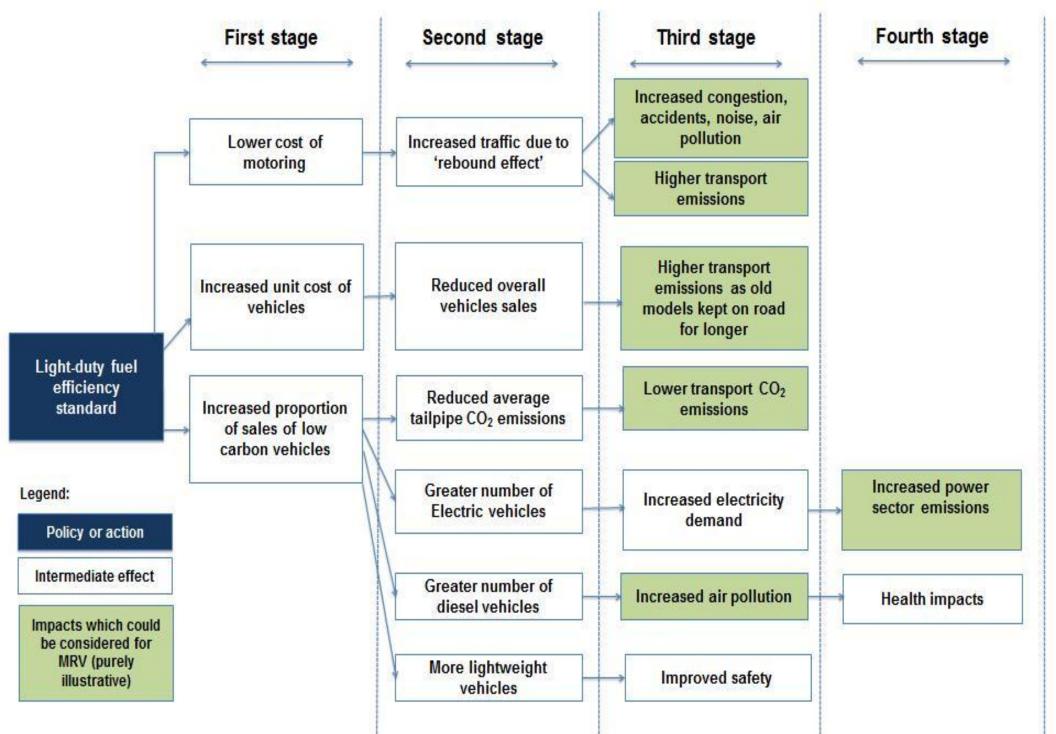
- It is not easy to understand whether a specific NAMA has caused an MRVed change and to what extent
- Certain impacts might only be seen after a number of years ("transformational change")
- What can be done?
  - Accept these limitations and adjust expectations to the type of NAMA
  - Assess causality to understand relevant external influences and timelines
  - Connect NAMA MRV to the GHG inventory as far as possible
  - Ensure NAMA baselines consider existing sectoral projections and their assumptions



Project-type NAMAs	Policy NAMAs	Strategy NAMAs
<ul> <li>Many similar activities, e.g. related to installations of the same sector</li> <li>Allows for highest accuracy in assessment of impacts</li> <li>Considerable certainty in attribution of impacts to NAMA possible</li> <li>Typically rather short-to medium term impact, but long-term impacts possible as well</li> </ul>	<ul> <li>Policies or instrument,</li> <li>Potentially overlaps with other policies/instruments</li> <li>Rather estimation than measurement of impacts</li> <li>Moderate to low certainty in attribution of impacts to NAMA possible</li> <li>Typically medium- to long-term impacts</li> </ul>	<ul> <li>Mitigation strategy, e.g. Regional, sectoral, cross-sectoral</li> <li>Might contain a number of mitigation policies/instruments/acti vities</li> <li>Likely only estimation of impacts possible</li> <li>Moderate to low certainty in attribution of impacts to NAMA possible</li> <li>Typically medium- to long-term impacts</li> </ul>

#### The causal chain





#### **Indicators**



- Are a means to show a set objective has been reached
- Objectives have to be SMART, so indicators can be meaningful
- Indicators require both:
  - A target value
  - A baseline
  - A timeline, to which target value and baseline relate

The SMART concept		
S	Specific	
M	Measurable	
Α	Achievable	
R	Relevant	
Т	Time-bound	



#### Indicators

#### Define key performance indicators

- Input, activity, output and outcome
- Indicators should be tailored to the policy or action, based on the type of policy or action, the
  requirements of stakeholders, the availability of existing data, and the cost of collecting new data

#### **Parameters**

#### Define parameters for ex-post assessment

 Parameters required to estimate baseline emissions using the emissions estimation method(s) for each source and sink. Parameters are the variables (e.g., activity data, emission factors) that make up the emissions estimation equations or algorithm

#### Define

#### Define monitoring period for the policy

- The policy monitoring period is the time period over which the policy or action is monitored.
- At a minimum, the policy monitoring period should include the policy implementation period. But note the effects on GHG emissions may go on long after the policy has finished

#### Create

#### Create a monitoring plan

 Measurement or data collection methods, sources of data (either existing or additional data needed), monitoring frequency, whether the data are measured, modelled, calculated or estimated; uncertainties, sampling procedures, documentation, QA/QC

#### **Monitor**

#### Monitor parameters over time

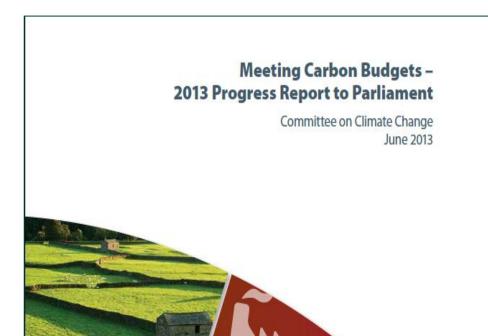
Performance indicators are likely to provide useful information on the validity of the assumptions made in the exante assessment of the policy



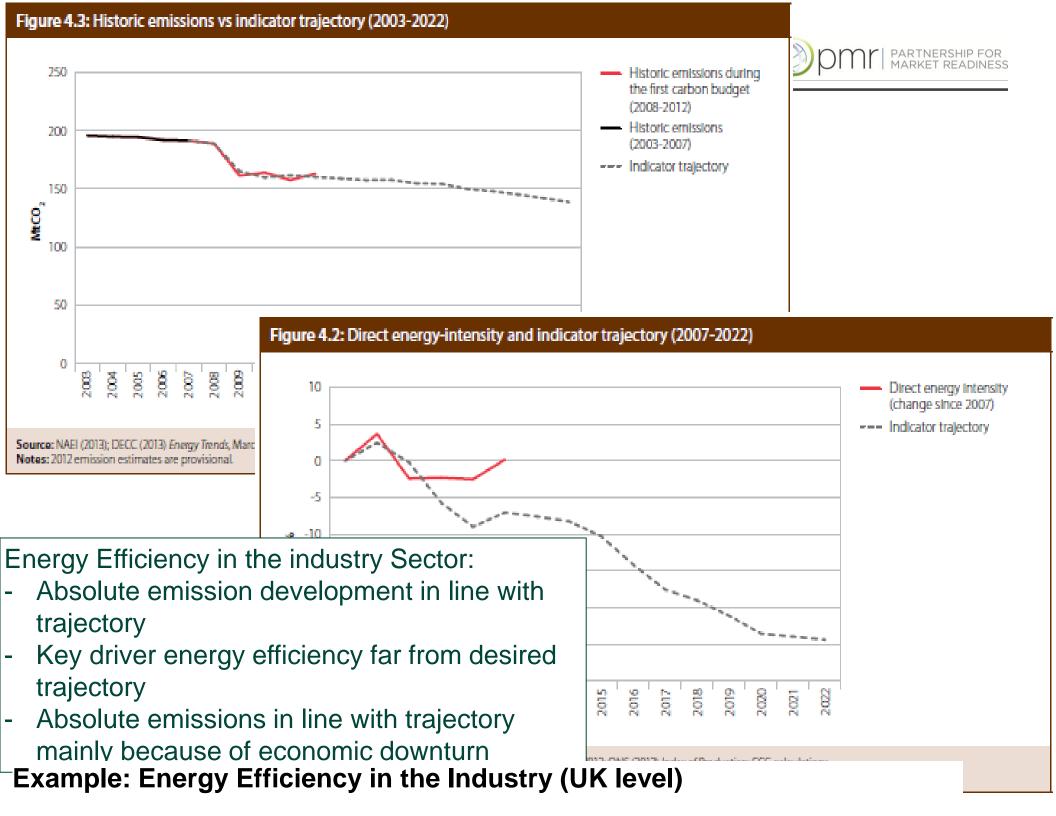
**Example: UK Carbon Budgets** 

## MRV Approach to UK Climate Change Act Targe Compart Readiness

- Causality not always straightforward many potential factors influencing to emission development
- Basic Approach:
  - Define indicators based on relevant effects as well as drivers
  - Develop indicator trajectories based on expected developments
  - Collect indicators values annually
  - Compare collected indicator values with trajectories

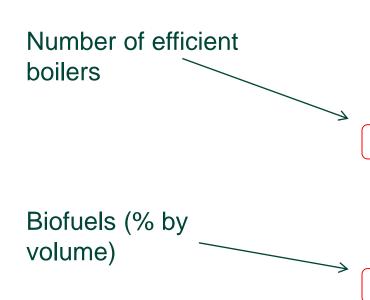


Report can be found under: http://www.theccc.org.uk/publication /2013-progress-report/



#### Use of indicators





	Annual	progress <sup>†</sup>	Cumulative progress‡		Emissions
	2011* indicator	2011* outturn	2011* indicator	2011* outturn	reduction from measures installed in 2011 (MtCO <sub>2</sub> )
Residential buildings					
Loft insulation (millions)	2.0	0.8 (CERT professional) + 0.3 (DIY & other)	2.2	2.4 (CERT professional) + 1.5 (DIY & other)	0.1 (CERT professional) + 0.1 (DIY & other)
Cavity wall insulation (millions)	0.6	0.5	2.4	2.1	0.3
Solid wall insulation	120,000	19,000	330,000	60,000	<0.1
Efficient boilers (millions)	1.0	13	4.0	4.9	0.6
Renewable heat					
Renewable heat penetration (% of total heat demand)	0.0%	+0.2%	1.2%	1.8%	0.4
Road transport					
New car gCO <sub>2</sub> /km	-4.7	-6.1	151.0	138.1	1.5
Biofuels penetration (% by volume)	+0.6%	-0.1%	4.0%	3.5%	-0.1
Car drivers trained in eco-training	300,000	8,000	885,000	23,000	0
Electric car sales (PHEWBEV)	8,100	1,100	13,000	1,300	0

Source: OFCEM (2017) CERT update quarter 15, DCLG (2017) Housing statistics – Table 241, Heating and Hotwater Council (2017) DECC (2017) Extension of home insulation levels in Great Britain, DECC (2011) DURES Table 27, SMMT (2017) New Car CO<sub>2</sub> Report, SMMT (2017), HMRC (February 2012) Hydrocarbon Ofs Dutter Bulletin, Energy Saving Trust (2017), CCC calculations.

Notes: "2000 for ensemble heat: Manual progress represents additional uptake/improvement in 2011 (2010 for renowable heat) relative to the previous year.

Cumulative progress represents: for anidential building measures, total additional installations between 2007 and 2011; for read transport measures, level achieved in 2011; for renowable heat penetration, level achieved in 2010.

http://www.theccc.org.uk/wp-

content/uploads/2013/07/1585\_CCC\_Progress%20Rep%202012\_Interactive.pdf, page 61. There is no equivalent table for 2013 report



Example: Carbon budgets in Wales



Indicators divided into three 'tiers'

	Sector carbon dioxide equivalent emissions
Tier One	CO <sub>2</sub> e emission estimates consistent with the 3% target
Tiel Olie	e.g. Transport Indicator 1 (TI1): Transport sector GHG
	emissions

		Activity Data
Ti	ier Two	Activity data used to compile the Greenhouse Gas Inventory for Wales
		e.g. Transport Indicator 2 (TI2): Total distance travelled by
		road vehicles

# Provides an indication of how individual mitigation measures and policies are performing e.g. Transport Indicator 5(TI5): Percentage of people travelling to work whose mainly cycling or walking



# RICARDO-AEA EMELIA.HOLDAWAY@RICARDO-AEA.COM

# FOR MORE INFORMATION ON THE PARTNERSHIP FOR MARKET READINESS PLEASE CONTACT:

**PMR SECRETARIAT** 

PMRSECRETARIAT@WORLDBANK.ORG

WWW.THEPMR.ORG