PARTNERSHIP FOR MARKET READINESS:
PROPOSAL TO INCLUDE ADDITIONAL TECHNICAL PARTNERS

Mr. Adrien de Bassompierre
PMR Secretariat

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Technical Partners: Current status

- Countries or sub-national jurisdictions that already have an effective carbon pricing instrument in place or that are at an advanced stage of preparation to establish one
- Engage with the PMR through various collaborative activities and, if needed under specific circumstances, receive funding for technical assistance
- As of now, four TPs have joined the PMR: Alberta, California, Kazakhstan and Québec
- Kazakhstan is the only “assistance-receiving” TP and has received $1M in grant funding for targeted technical support
Strategic discussions under PMR Phase I

4 main focus areas:
- *Deepen PMR support*
- **Broaden PMR support**
  - Support piloting of scaled-up crediting programs
  - Prepare for a discussion on PMR Phase II

Efforts to broaden the PMR:
- Additional contributions from CPs to allow for the participation of two additional ICPs
- New participant category: “PMR Technical Partners”
- Strategic partnerships through implementation of joint activities
- Procedure to accept new ICPs/TPs by the end of 2016
Potential:
- 3 new ICPs by October 2016 (capped funding: $3M/ICP)
- 2 new (assistance-receiving) TPs by October 2017 (capped funding: $1M/TP)

Results:
- Sri Lanka and Argentina joined PMR
- No new TPs

Agreed allocation for broadening: $9M + $2M = $11

“Realized” allocation to date: $6M + $0M = $6

$Δ = - $5M
Rationale for modifying broadening provisions

- Interest from several countries to use carbon pricing instruments as part of their climate change mitigation strategies
- Interest in joining PMR, to receive assistance mainly for upstream (policy analysis) activities
- Relatively easy and efficient way to extend the reach of the PMR for the current phase
- Good way to transition to PMR Phase II, through exploration of new potential ICPs
Opportunity for up to 6 countries to join PMR as “assistance-receiving” TPs

Restrictions:
- Limited funding: Maximum allocation of $0.5M/TP
- Limited scope: Support for policy analysis activities

Eligibility criteria and process based on existing ones for allocation of funding under Policy Analysis work stream

EOIs and proposals from interested countries to be received and endorsed electronically

Deadline for submission of proposals: PA18 (March/April 2018)
Potential interest
Proposed way forward and action by the PA

Proposed way forward

- PA16: Modification of the PMR Note on the Use of Additional Funds
- Due diligence process carried out by World Bank, in synergy with other initiatives (NDC-P, CPLC, TCAF, etc.)
- Submission of EOIs and funding proposals for PAs consideration on a rolling basis, between now and PA18 (March/April 2018) at the latest
- Completion of activities by mid-2020

Action by the PA

- Provide feedback on this proposal
- Endorse the proposed modification to the process for the allocation of additional funding
For more information on the Partnership for Market Readiness (PMR), please contact:

PMR Secretariat

PMRSECRETARIAT@WORLDBANK.ORG

WWW.THEPMR.ORG