DOCUMENTATION SUPPORT FOR PMR PREPARATION AND IMPLEMENTATION PHASES

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Barcelona, Spain
May 30, 2011
Today’s presentation

- Objective
- Key Steps and where PMR documentation fits
- Template for Organizing Framework
- Tool for Market Readiness Proposal

Feedback, suggestions and inputs welcome
Objective of PMR Documents

Developing common understanding on how to formulate & prepare market readiness

- Development of common frameworks
  - Expression of Interest
  - Template for Organizing Framework for Scoping of PMR Activities
  - Tool for Market Readiness Proposal

- PMR documents should assist Implementing Country Participants in
  - assessing readiness
  - preparing roadmap for implementation
  - proposing work to be undertaken and funded to prepare elements of market readiness
Key steps in PMR process and associated documents

I. Expression of Interest (EoI)
- Submission of EoI to the PMR Secretariat
- Working meetings/dialogue between World Bank and countries having submitted the EoI
- Confirmation of countries having submitted EoI as “PMR Implementing Country”
- Implementing Countries present organizing framework for scoping of Market Readiness Activities to Partnership Assembly;
- Partnership Assembly decides on allocation of funding for Preparation Phase

II. Preparation Phase
- Implementing Country formulates its Market Readiness Proposal (including funding proposal) and presents it to Partnership Assembly
- Partnership Assembly decides on allocation of funding for Implementation Phase

III. Implementation Phase
- With support of delivery partner, Implementing Country to implement market readiness elements & market instruments

EoI Template & Questionnaire
Template for Organizing Framework for Scoping of PMR Activities
Tool for Market Readiness Proposal
Template for Organizing Framework for Scoping of PMR Activities

Country: XXX
Responsible official: XXX
Date of submission: XXX

Guide for the Template for Organizing Framework for Scoping of PMR activities

Country: XXX
Responsible official: XXX
Date of submission: XXX
Purpose and aim of the Template

- Template intended to assist PMR Implementing Countries in elaboration of **Organizing Framework for Scoping of PMR activities**.
- Template seeks to provide guidelines & a *starting point for scoping* of PMR activities
- Completed Template informs decision of PMR Participants’ Assembly (PA) on allocation of funding for PMR Preparation Phase.
  - Funding intended to support the country during Preparation Phase for formulation of its Market Readiness Proposal (including funding proposal).
- Template should be viewed as starting point for the development of a country’s Market Readiness Proposal (MRP).
Organizational Framework for *Scoping* of PMR activities – to request funding for *Preparation* Phase (1/2)

Organizational Framework is *starting point* for identification of market readiness activities – Proposed outline

<table>
<thead>
<tr>
<th>1. Policy Context: Domestic mitigation objectives and role of market instrument (s)</th>
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<tr>
<td>1. Policy context, objectives &amp; envisioned role for market mechanisms</td>
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<td>2. Overview of country’s GHG emissions</td>
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<td>3. Interest in market-based instrument(s)</td>
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<th>2. Organization and consultations</th>
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<td>1. PMR Contact</td>
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<td>2. Partners in formulation &amp; implementation of country’s Market Readiness Proposal</td>
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<th>3. Technical building blocks of Market Readiness</th>
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<td>1. Taking stock of relevant sectors</td>
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<td>2. OPTIONAL: Assessment of readiness of sectors</td>
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<td>3. OPTIONAL: System for domestic measurement, reporting and verification</td>
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<td>4. OPTIONAL: Institutional/legal components</td>
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Organizational Framework for *Scoping* of PMR activities – to request funding for *Preparation* Phase (2/2)

Proposed outline of presentation (continued)

4. Other key relevant initiative(s)

5. Organization of work and estimated timeline

6. Other relevant information

7. Conclusions – Summary of market readiness priority areas for PMR support
Tool for Market Readiness Proposal
Purpose of Tool for Market Readiness Proposal (MRP)

Through MRP Tool, country lays out its roadmap of activities needed to undertake work on market readiness components and to pilot market instrument(s)

- How market readiness work will be organized & managed;
- What capacity-building & financial resources are needed (and who provides them);
- Clear plan, budget & schedule for identified activities.

To propose terms of reference and specific work to be undertaken & funded to prepare core components of “market readiness”, such as:

- Assessment of emissions in given sector/region
- Plans for reducing emissions in sector/region, including policy/legal frameworks
- Reference scenario/levels/baseline
- Domestic system for measurement, reporting & verification (MRV) of GHG emissions
- Capacity building & training
- Institutional set-up
Preliminary thoughts on general structure for Tool for Market Readiness Proposal (MRP)

1. Contact information

2. Organization, consultation & engagement

3. National policy context, objectives, strategy and role for new market instruments

Module A: Scaled-up off-setting Instrument
1. Sector/region assessment & low emission strategy
2. Reference scenario/baseline
3. MRV system
4. Institutional/policy/legal component
5. Schedule & budget

Module B: Domestic Emissions Trading
1. Sector/region assessment & low emission strategy
2. Reference scenario & allocation
3. MRV system
4. Institutional/policy/legal component
5. Schedule & budget
Development of Market Readiness Proposal – Proposed Schedule

Week of May 30
Feedback on Template & brainstorming on Tool

June 20
Draft 0 to PMR working group

June 27
PMR working Group sends feedback to Secretariat

1st week of July
Conference call with PMR Working Group

Mid-July
Draft 1 circulated to all PMR Participants
Thank you.

For any question, clarification or comment on Template and/or Tool, please contact the PMR Secretariat:

PMRsecretariat@worldbank.org

Please copy Ms. Martina Bosi: mbosi@worldbank.org