



Possible elements of the EU's Post-2012 climate policy

Stakeholder meeting 22 November 2004

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Overview

- Background to the stakeholder consultation
- Climate Change: the state of play
- Elements for the post-2012 regime
- Expectations for today's meeting



Background to the stakeholder consultation



Background to the stakeholder consultation

- European Spring Council 22-23 March 2005:
 - "looks forward to considering medium and longer term emission reduction strategies, including targets" / Commission is invited "to prepare a report on benefits and costs taking account both of environmental and competitiveness considerations"
- Commission report to be issued in January 2005
- Need for stable policy environment to allow a smooth transition
- Create a competitive advantage in a global low-carbon economy
- Entry into force of Kyoto Protocol:
 negotiations on post-2012 to start by end of 2005



Background to the stakeholder consultation

 Commission held a web-based stakeholder consultation (closed on 31 October 2004)

• Over 160 submissions:

ONGOs: 32

OPublic authorities: 17

O Academia/think tanks: 21

OPrivate individuals: 13

OIndustry: 74

"Action on climate change post-2102"

(http://europa.eu.int/comm/environment/climat/future_action.htm)

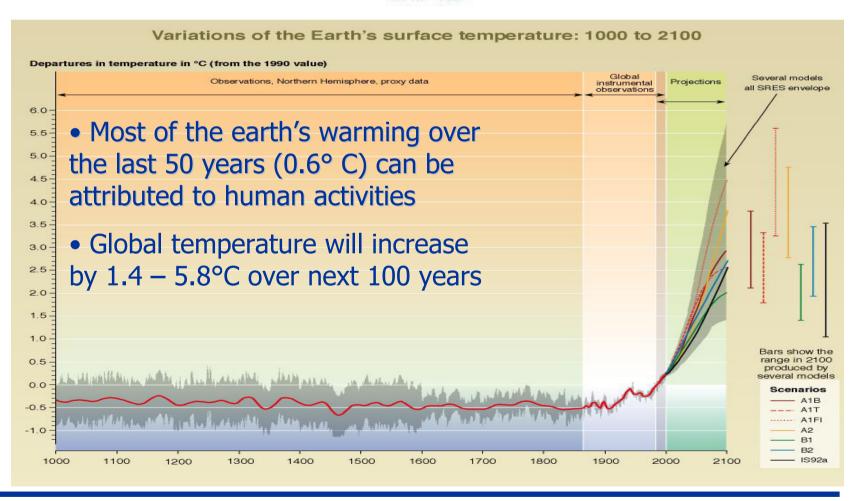


Climate Change: the state of play



The state of play: The Science is robust

FIGURE 9.2 SPM - 10b

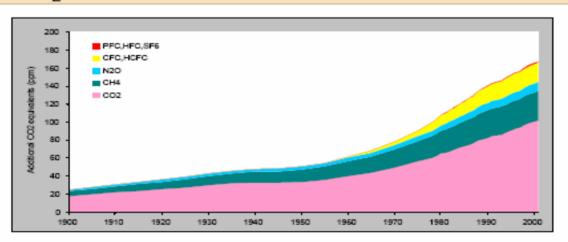




The state of play: The Science is robust

Greenhouse gas concentration

- Concentration of CO₂ has increased by 95 ppm (34%) to 375 ppm (global + Europe)
- All greenhouse gases rose by 170 ppm CO₂-equivalent (61% CO₂, 19% methane, 13% CFCs and HCFCs, and 6%N₂O)



Rise of greenhouse gases (1900–2000) compared to the year 1750

 Increase to 650 - 1215 ppm CO₂-equivalent is projected by 2100

Data-sources: IPCC

iture projection



Factual signs: Impacts in Europe

- Floods in EU in 2002, 2003 loss of life and major economic damage
- Central and northern Europe getting more rain, south and south-east Europe getting drier
- Sea levels rising at 0.8-3 mm/year
- Growing season has increased by 10 days between 1962 and 1995
- Economic costs of weather related losses have gone from \$5 billion to \$11 billion in last 20 years



Factual signs: Impacts in Europe

- Terrestrial ecosystems and biodiversity
- Glaciers, snow and ice
- Marine ecosystems
- Agriculture
- Economy
- Human health



EEA (2004): Impact of Europe's changing climate



Factual signs: Impacts in the world

- The global mean sea level increased at an average annual rate of 1 to 2 mm during the 20th century
- A widespread retreat of non-polar glaciers has been observed during the 20th century
- The duration of ice cover of rivers and lakes decreased by about 2 weeks over the 20th century in mid- and high latitudes of the Northern Hemisphere
- The extent and thickness of Arctic sea ice has decreased in recent decades by 40% during late summer and early autumn
- Snow cover decreased in area by 10% since global observations became available from satellites, in the 1960s
- Permafrost soil has thawed, warmed, and degraded in some mountainous, polar and sub-polar regions.
- El Niño events have become more frequent, persistent, and intense during the last 20 to 30 years compared to the previous 100 years
- Coral reef bleaching increased frequency, especially during El Niño events
- Weather-related economic losses have risen by an order of magnitude over the last 40 years. Part of the observed upward trend is linked to socioeconomic factors and part is linked to climatic factors

Source: IPCC TAR



State of play: The current multilateral framework

• 1992: United Nations Framework Convention on Climate Change (UNFCCC)

• 1997: Kyoto Protocol sets targets for industrialised countries (2008-2012)

• 2001: US withdraws from Kyoto Protocol

Gothenburg summit

Marrakech Accords

• 2002: MS & the Community ratify the

Kyoto Protocol

• 2005: The Kyoto Protocol enters into force (16 Feb.)



Elements for the post-2012 regime



Elements for the post-2012 regime

Questions from the web-based stakeholder consultation:

- EU leadership
- How to translate the 2°C into concrete global and EU climate change policy
- The participation challenge
- The innovation challenge
- The architecture of the future regime
- Consideration of benefits and costs of action / inaction

European Commission: DG Environment Directorate



Elements for the post-2012 regime: From science to policy

- EU consensus on + 2 °C above pre-industrial levels is the maximum acceptable level
- Uncertainty + Precautionary Principle will require a hedging strategy for mitigation policy
- Even if aspiration is met, EU will face + 2.5
 °C increase ⇒ need pro-active adaptation policies to reduce vulnerability
- Continued EU leadership is necessary also internationally

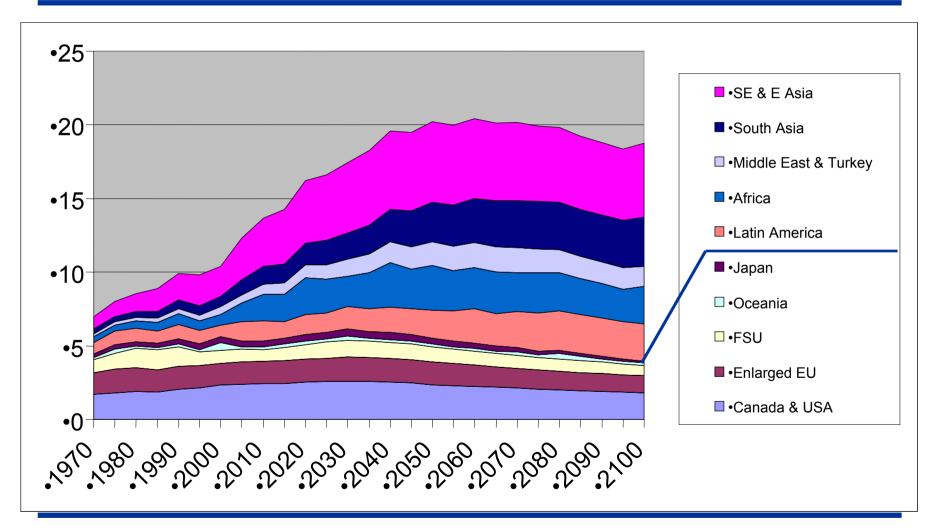


Elements for the post-2012 regime: The participation challenge

- Climate change requires a global solution
- EU action alone will not achieve the 2°C
- UNFCCC Principle: "common but differentiated responsibilities and respective capabilities"
- Participation of:
 - Industrialised countries
 - Developing countries



The participation challenge: Emissions from developing countries expected to surpass those of industrialised countries soon



Source: RIVM



Elements for the post-2012 regime: The innovation challenge?

- Towards a "climate friendly" society:
 - "Technology Push"...and...
 - "Market pull" of climate-friendly technologies
 - Energy savings climate friendly behaviour
- What are the technological options
- What policy framework
- First mover advantages (Kok report)
- Not only mitigation, but also adaptation technologies...



Elements for the post-2012 regime: Possible elements of the future architecture

- Successful elements of the Kyoto Protocol
 - Flexible mechanisms
 - Monitoring, compliance and reporting
 - Targets
- Type and timing of developing country participation
- Complementary elements on technology development and transfer, adaptation
- Further integrate climate change into other policy areas (transport / aviation)
- Deforestation

European Commission: DG Environment Directorate



Elements for the post-2012 regime: Benefits and costs

Benefits: considerable

- knowns and unknowns, many are difficult to monetise
- Ancillary benefits:
 - o energy security
 - Competitiveness
 - o air pollution

Costs: manageable

- Effects on competitiveness?
- Costs of adaptation?



Expectations for today's meeting

- Seek common ground
- Stimulate new ideas

Climate change is the problem Be part of the solution



Today's programme

WG 1: The climate change challenge Room S3

WG 2: The participation challenge Room S1

WG 3: The innovation challenge Room S2

WG 4: The future architecture Room S4