

SUBMISSION BY INDONESIA

Jakarta, 10 August, 2008

Third session of the Ad Hoc Working Group on Long-term Cooperative Actions under the Convention (AWG-LCA 3)

Accra 21-27 August 2008

Subject: Sectoral Approaches

Background

Indonesia welcomes the opportunity to submit the views to ensure the achievement of the objectives of the Convention. There is a concern to elaborate further the global efforts to reduce GHG emission in achieving the target for the stabilization. Sectoral approach could be viewed as a complement instrument to reduce the emission as address in Decision 1/CP.13-Bali Action Plan, paragraph 1(b)(iv) to enhance the implementation of Article 4 (1)(c) of the Convention.

However in introducing sectoral approach as one of the proposed elements of the climate change policy there are several issues that need to be considered, such as social and economic conditions and other relevant factors at national level. Since there are still some different perception on this issue, then a focused discussion is required and should be directed to assess the possibility of sectoral approach application as climate change complement instrument in formulating further the principle common but differentiated responsibilities and respective capabilities.

Overall objectives on Sectoral approach

- Derivation on sectoral approach with the appropriate guidelines that could contribute to exploring further mitigation efforts and strengthen the international technological cooperation and transfer of technology.
- A sector based mitigation effort will lead to effective and efficient mitigation by sector based actions as well as by cross border sharing of Best Available Technologies/Best Practices (BATs/BPs), and in accordance with common but differentiated responsibilities and respective capabilities. Furthermore, it is hope that it will also strengthen the cooperation not only on the technological aspect but also on the financial aspect between Parties based on the principle guideline for implementing sectoral approach.
- A complement instrument that will formulate further the principle common but differentiated responsibilities and respective capabilities.

- Shall contribute in achieving the ultimate objective of the Convention as a part of Shared Vision

Basic Principles

- Should take into account the social, economic condition and other relevant factors at national level.
- Should be a complement tools in formulate further the principle common but differentiated responsibilities and respective capabilities.

Guiding principles

- Enhancing the implementation of Article 4, paragraph 1(c) of the Convention.
- Complementing instrument for climate change in formulate further the principle of common but differentiated responsibilities and respective capabilities and taking into account social and economic conditions and other relevant factors.
- Bottom -up analysis of mitigation potentials that can be useful tools for calculating reduction targets and can provide scientific and objective knowledge that contribute further to the formulation of an effective future regime.
- Not intended to be used for quantification of national target. It should complement, rather than replace national strategies and mid -term goals.
- Not trying to apply the uniform standard for developed and developing countries equally.
- As analytical tool to inform national mitigation efforts depending on the capabilities of each sector, but not to replace the national targets.
- Should not lead to commitments for non-Annex I Parties and constitute a means for unjustifiable discrimination or disguised restriction of access for non-Annex I parties to international trade.
- Should contribute in enhancing the measurable, reportable and verifiable actions to ensure the environmental integrity.

Next to be elaborated further in Accra

Indonesia recognizes that there is a lot of different perceptions and concern around the conceptual definitions of sectoral approach. It is therefore believes that further discussion would benefit from having agreement and clarity on key principles in how sectoral approaches could be implemented by Parties.

In Accra Indonesia would therefore like to focus the discussion on the following issues:

- Definition of sectoral approach and its integration under the Convention;
- Further clarification of the meaning of “cooperative sectoral approach” in Bali Action Plan paragraph 1(b) (iv) and its derivation including its required elements;
- How common but differentiated responsibilities (CBDR) and respective capabilities (RC) could be reflected in transnational agreement on global sectoral approach;
- Introduction of sectoral approach within the global market;

- Introduction of sectoral approach outside the global market;
- How is the derivation of MRV to be adapted in sectoral approach
- Further elaboration to define the required associated instruments for the implementation of sectoral approach;

With this respect Indonesia would therefore like to explore further the sectoral approach be a part of a future agreement to enhance the mitigation efforts and enhance the financial and technology collaboration between Parties