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# Options to address disproportionately negative impacts of GHG reduction measures on States

by

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## Options to address disproportionately negative impacts of GHG reduction measures on States

Isabelle Rojon 21 November 2018

Maritime consultancy delivering applied solutions for a carbon constrained future

### Impacts on States



- The impacts on States of a measure should be assessed and taken into account as appropriate before adoption of the measure. Particular attention should be paid to the needs of developing countries, especially SIDS and LDCs.
- Disproportionately negative impacts should be assessed and addressed, as appropriate.



#### Pre-empt negative impacts

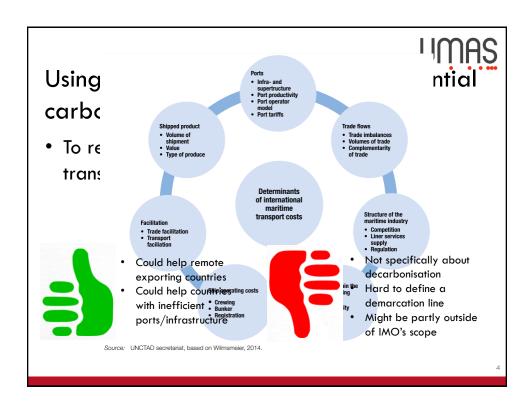
- Exempt certain routes or ports
- Exempt certain cargo types or low cargo volumes
- Exempt certain ship types, size or age categories
- Phased implementation



- Speed of adoption
- Technically easily reversible (but maybe not politically)



- Reduced effectiveness
- Risk of market distortions
- Potential carbon leakage due to avoidance strategies



## Using revenues generated from potential

## carbon pricing mechanism

- To reduce negative impacts, incl. increase in transport costs
- To support countries' general climate change mitigation & adaptation plans



- Additional funding at state level for CC mitigation/adaptation
- Wide range of options



- Complex to share funding inside state budgets
- Politically acceptable?
- Difficult to monitor

## Using revenues generated from potential carbon pricing mechanism

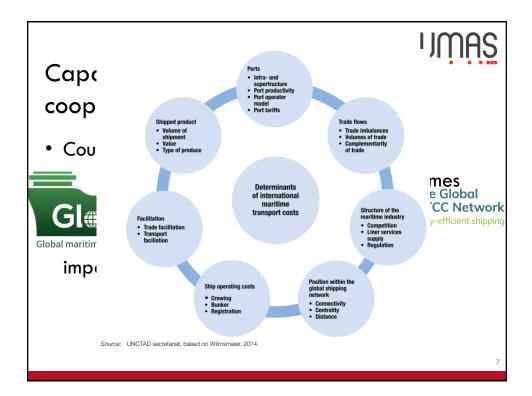
- To reduce negative impacts, incl. increase in transport costs
- To support countries' general climate change mitigation & adaptation plans
- To support the decarbonisation of the maritime industry



- Address RD&D most directly
- Could help remote, lowvalue commodity exporters, whilst retaining competitiveness



 May not be so relevant for remote and lowvolume importers





### Key take-aways

- · Different options available, including hybrids
- No one-size fits all
- Some options would require availability of fund, so might be more long-term, others could be implemented imminently
- Will likely benefit from/require inter-agency cooperation



## Thank you!

Questions? Please contact:

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