Indonesia and an APEC Agenda on Climate Change



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OUTLINE

Indonesia's climate change challenge

Copenhagen and beyond

A role for APEC

INDONESIA'S CHALLENGES

High Vulnerability

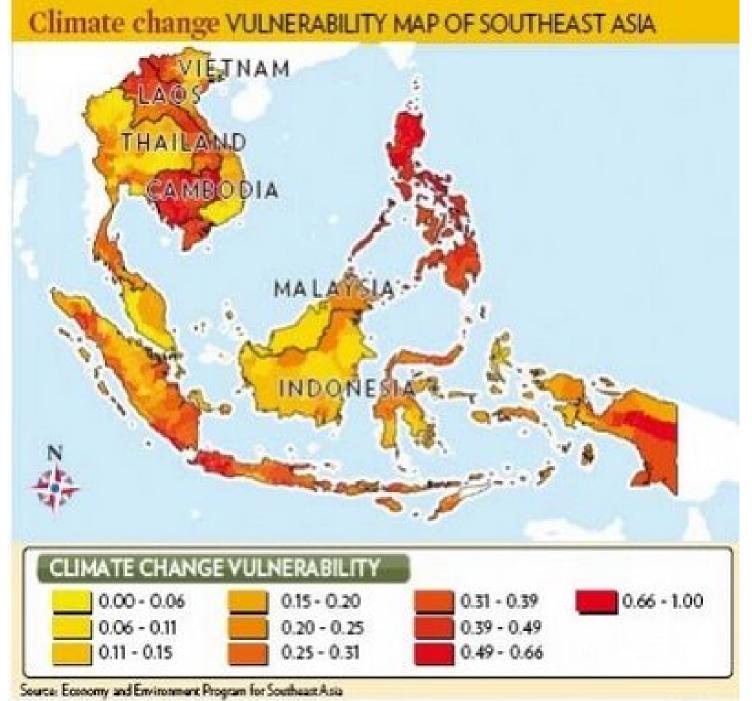
Major Source of GHGs Emission

Policy Weakness and Capacity Constraints

Indonesia: Vulnerability

- Indonesia (and Southeast Asia) already affected by CC: rising temperature, decreasing rainfall, rising sea levels, increasing frequency and intensity of extreme weather events leading to massive flooding, landslides and drought causing extensive damage to property, assets, and human life.
- CC also exacerbates problem of water stress, affecting agriculture production, causing forest fires, degrading forests, damaging coastal marine resources, and increasing outbreaks of infectious diseases.

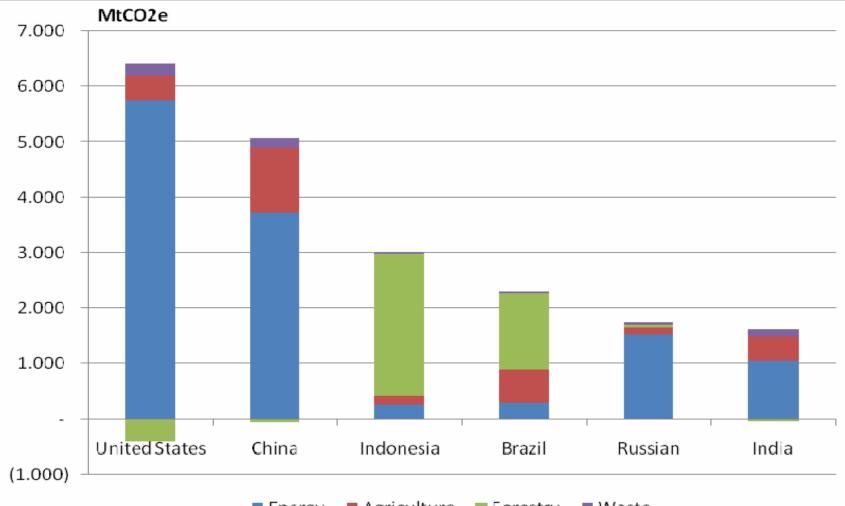
See WB Report (March 2007); ADB Report (April 2009)



JP/ Inter

Indonesia: CO2 Emission

Third largest; From deforestation and land-use change



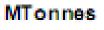
Energy Agriculture Forestry Waste

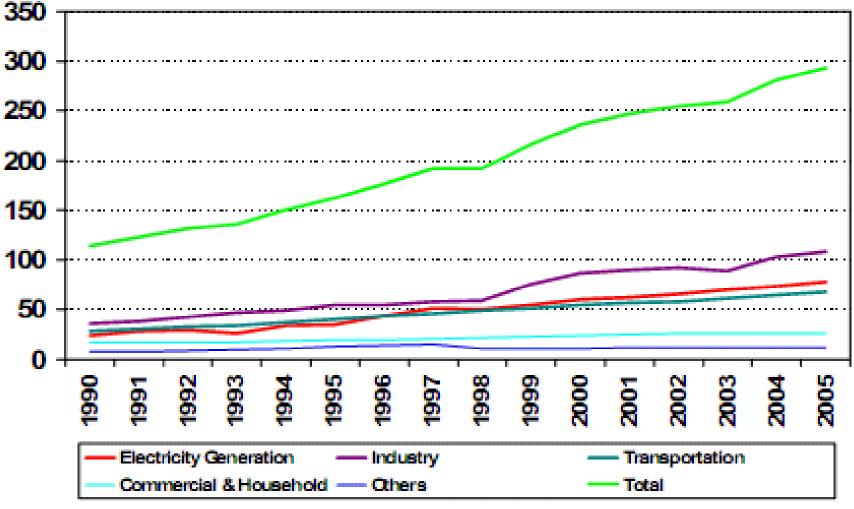


Deforestation and land-use change 2,563 MtCO_{2e} (85%)

Other451 MtCO2e(15%)(growing by 6.6% annually)

CO2 EMISSION BY SECTOR





Average Growth around 6.6% per-year.

Source: Handbook of Energy and Economic Statistics of Indonesia 2006.

Indonesia: Policy Responses Kyoto Protocol

• Signed in 1998 and ratified in 2004

National Efforts

- National Action Plan for Climate Change 2007
- List of Priority Projects (mitigation)

Focal Point

 Ministry of the Environment – Climate Change Division

National Council on Climate Change

- Formulate policies, coordinate activities, monitor&evaluate implementation; support international negotiations
- 7 Working groups: mitigation; adaptation; technology transfer; financing mechanism; LULUCF (REDD); Post 2012; Scientific Basis and GHGs inventory
- Chaired by the President

Indonesia: Policy Weakness and Capacity Constraints

Forestry policies : weak enforcement

- **Biofuel production**
- Power generation
- Renewable energy
- CDM/LULUCF/REDD :
- Adaptation

- : increase risk of deforestation
- : coal-fired plants
- : underdeveloped
 - under-exploited
 - : ill-prepared

Enhancing Capacity

International Cooperation

E.g. Indonesia-Australia Forest Carbon Partnership (policy development and capacity building; technical support for forest carbon monitoring and measurement; development of demonstration activities to reduce emission from deforestation and forest degradation)

Bali Roadmap and Bali Action Plan (BAP) to help enhance capacity

Indonesia can contribute to the global response to climate change

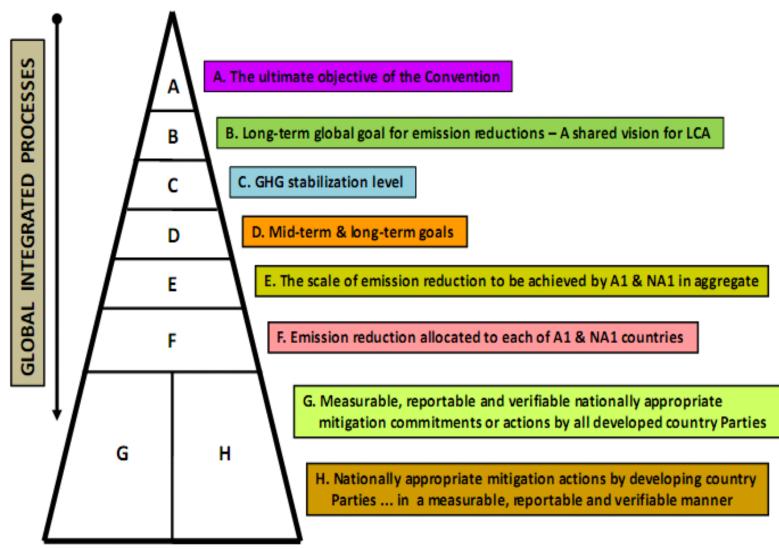
COPENHAGEN AND BEYOND

Complex International Agreement

US on board and active partcipation by major developing countries

Political essentials

An Ideal Process



Source: Hardiv Situmeang

Towards Breakthrough

US is on board

- Meeting of 16 major economies in DC
- Engaging China, India etc
- Avoid "green protectionism"

Major developing economies participate

- China doing more than many realize ("green stimulus")
- CC strategies in place in many countries
- Commitment on funding and technology transfer a key issue

De Boer's 4 Political Essentials

- 1. How much are the industrialized countries willing to reduce their emissions of greenhouse gases?
- 2. How much are major developing countries such as China and India willing to do to limit the growth of their emissions?
- 3. How is the help needed by developing countries to engage in reducing their emissions and adapting to the impacts of climate change going to be financed?
- 4. How is that money going to be managed?

A ROLE FOR APEC Importance of APEC members Sydney Declaration and APEC action plan

Focus on adaptation efforts

Why APEC?

- Crowded policy field?
- APEC members responsible for half of global GHGs emissions
- What value added?
- APEC's process to help build confidence

e.g. an IAP framework to strengthen NAMA

APEC Sydney Declaration

- Supports UN-led climate change negotiations (UNFCCC) and the objective of stabilizing GHGs concentration
- "Aspirational goals"
- Reducing energy intensities (25% by 2030)
- Increase forest coverage in the region (50 million acres by 2020)

Focus on Adaptation

- Reducing risk and vulnerability is a key development issue – adaptation to be integrated in development policy
- Science not adequate to predict impact of climate change
- Cost is huge and there is not enough financing available
- Develop cost-effective adaptation



"Adapting to climate change impacts is a priority for domestic development strategies which should be supported by the international community, including through appropriate policy exchanges, financing, capacity building and technology transfer"

(APEC Sydney Declaration)



Thank you