



Policy Group Report

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Overview of Policy Group Meeting



1. Task Force Reports
2. Policy Roundtable: Advancing CCUS in a Time of Challenge
3. Election of Policy Group Chair
4. Review of 2013 CSLF Ministerial Concept Paper
5. Selection of 2013 Ministerial Steering Committee



Report on Capacity Building

- US\$ 2.965 million fund established in 2009
- 12 capacity building projects in 4 countries
 - Brazil
 - China
 - Mexico
 - South Africa
- Capacity building events open to all CSLF members
- US\$514,812 available for further projects

Report from Financing Task Force

- Two workshops held over last year with diverse participants
 - January 2011 “What will it take to turn ambition in to reality”
 - September 2012 “Lessons from first movers in CCUS”
- Key messages:
 - Electricity price alone insufficient to cover costs
 - No one size fits all project or financing approach
 - In US polygeneration with EOR is basis for projects
 - In Europe EOR is generally less an option

Policy Roundtable- Presentations

- **James Wood – US Department of Energy**
 - US developing diverse set of projects to reduce cost of CO₂ capture
 - EOR provides substantial opportunities for the US
- **Juho Lipponen, International Energy Agency**
 - Role of CCS is very significant in reducing CO₂ emissions
 - CCS is needed in both power and industry
 - Clear incentives are needed for investments (US\$ 3.6 trillion by 2050)
- **Barry Jones, Global CCS Institute**
 - Global Status of CCS 2012: 75 large scale integrated projects worldwide
 - Action needed now to ensure CCS plays vital role tackling climate change
 - Costs can be competitive

Policy Roundtable-Key Discussion Points



- Country circumstances vary—“one size does not fit all.”
- EOR is not a business model but mechanism to cover some costs.
- It is vital to re-energize political and public support.
- A roadmap achievable in the near term (i.e., by 2020) is needed.

Advancing CCUS in a Time of Challenge

Election of Policy Group Chair



United States re-elected as Chair for next 3 years



2013 Ministerial Concept Paper

- Lively discussion on draft concept paper
 - Draft will evolve with comments to be sent to Secretariat
 - Will provide input to Steering Committee which will plan Ministerial
- Key Issue: How “U” fits within CCUS differs among countries.
- Needed: Roadmap with near-term goals is of absolute importance