



**PROJECT  
DEVELOPER  
FORUM**

# **Project Developer Concerns and Perceptions**

27 October 2009

**Leo Perkowski**  
Vice Chair, Project Developer Forum

# Survey Questions Asked

- *What is the most important CDM issue of concern discussed at the top levels of your organization?*
- *If your customers had an opportunity to discuss CDM with the CMP President for 5 minutes, what would be the most important issue(s) raised?*
- *If your CEO had an opportunity to discuss CDM with the CMP President for 5 minutes, what would be the most important issue(s) raised?*

# *What is the most important CDM issue of concern discussed at the top levels of your organization?*

- At the macro level, the lack of a follow-on treaty to the Kyoto Protocol or clarity on the terms associated with the agreement is a huge deterrent to further project development in this sector – the underlying question: will post 2012 CERs/ERUs have value or will projects dependent on CDM revenue fail
  
- At the micro level, if CDM does not provide certainty/predictability hence lowering investment risk, the flow of private investment will cease – So CDM is NO LONGER an attractive option for private investors
  - Inefficient & complex CDM governance, accreditation and methodologies deter investment
  - Inexperienced DOE auditors and management combined with the inability to communicate directly with the regulator to resolve minor issues cause major delays impacting the timing of revenues and therefore viability of the projects and the business as a whole
  
- Political influence and pressure on CDM-EB decisions – Not an independent professional body - arbitrary decision making

***If your customers had an opportunity to discuss CDM with the CMP President for 5 minutes, what would be the most important issue(s) raised?***

- Why is the CDM/JI process so unpredictable?
- How can it be that a 100 billion dollar industry is not managed by professionals?
- Why does industry enjoy *no* formal access to the regulators? (The only regulated industry where this is true)
- If CDM continues as it is, with delays and inefficiencies, where will Parties get offsets to meet organizational/governmental obligations?
- Who will pay the fines if CDM fails to deliver because of DOE suspensions, lack of resources at the secretariat, failure to create effective institutional processes?

***If your CEO had an opportunity to discuss CDM with the CMP President for 5 minutes, what would be the most important issue(s) raised?***

- Private investment flows are essential for enabling the (ultimately) hundreds of thousands of projects that need to be implemented. Predictability - both in terms of outcome and timing - is therefore essential. Arbitrary rule changes with no right of appeal - or even right to communicate directly with the people involved - and extreme delays are actively driving away required investment capital*
- It is impossible to effectively raise investment capital and manage a business as access to revenue is now based on an unpredictable process and seemingly unaccountable agents at all levels of the process*

For additional information  
visit our website - [www.pd-forum.net](http://www.pd-forum.net)