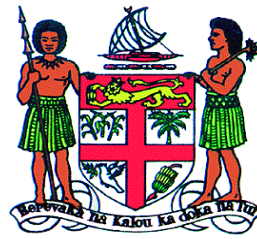




FIJI'S CDM RELATED REGULATION



POLICIES & PROJECT APPROVAL PROCESS

Presented by: Fiji Department of Environment

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Carbon Trading in Fiji – Background:

- **In 1997 the “Kyoto protocol” was established.**
- This set the mechanism by which all countries would play their part in the carbon trading process.
- Fiji is a Non Annex 1 country
- Date of signature of Kyoto Protocol: 17September1998
- Date of ratification Kyoto Protocol: 17September1998
- DNA established within DOE: 2002

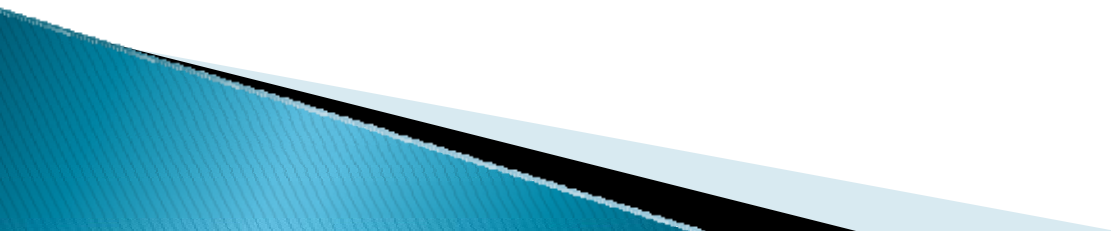
Carbon Trading in Fiji -Background Con't....

- From 2002 to 2008 trading has been ongoing globally but Fiji did not participate until recently.
- Fiji now has two (2) active CDM projects;
- Wainikasaou and Vaturu Small Hydro Plants managed by FEA
- The Kinoya Sewage Treatment Plant Project managed by Water Authority of Fiji

- In 2008, DOE set up the Carbon Trading Technical Team (CTTT).

Carbon Trading in Fiji -Background Con't....

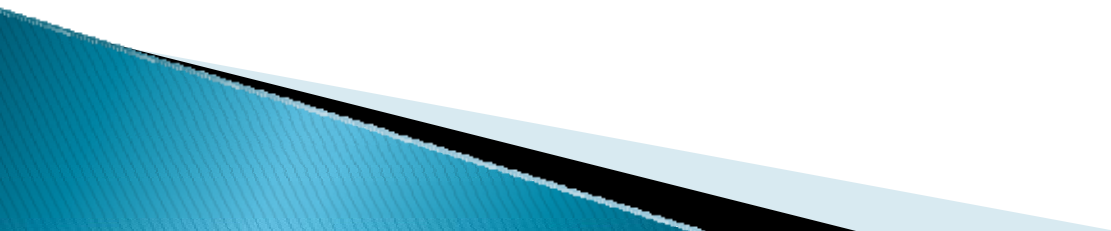
- ❑ On the 1st of October 2008 a second Cabinet paper was submitted to furnish the following task:
 - ❖ Endorse the list of potential project areas for carbon trading in the compulsory and voluntary markets
 - ❖ Approve the reactivation of the carbon trading in Fiji under the UNFCCC with effect from 10th of October
 - ❖ Approve formulation of the proposed Carbon Trading Regulations under EMA by mid 2009s

 - ❖ 2009 to April 2010 – Formulation of Fiji's CDM Policy Guideline
- 

What Types of Project qualify for CDM in Fiji?

- ▶ Renewable Energy
 - Large Hydro power (over 15 MW),
 - Mini Hydro power,
 - Biomass power – e.g. Waste products from sugar, timber milling,
 - Solar PV,
 - Solar Thermal,
 - Wind Energy,
 - Biogas

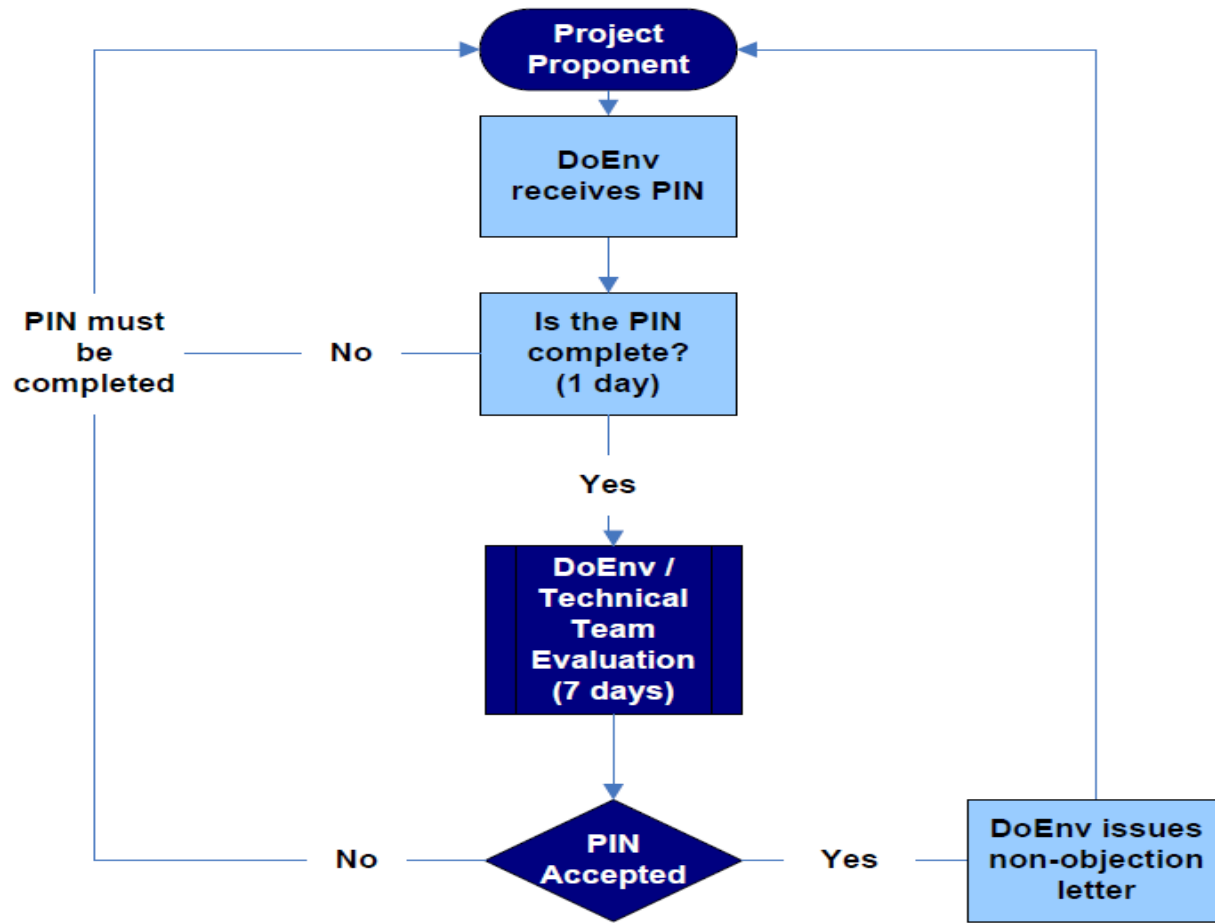
Approval Process & Requirements

- ▶ DNA (DOE) is the Approving Authority
 - ▶ Consider Environmental & Social Requirements:
 - ❖ Project participants will be required to follow Fiji's Environmental Impact Assessment (EIA) Guideline and requirements in order to complete this process.
 - ❖ Consult landowners and resource users in a culturally appropriate manner
- 

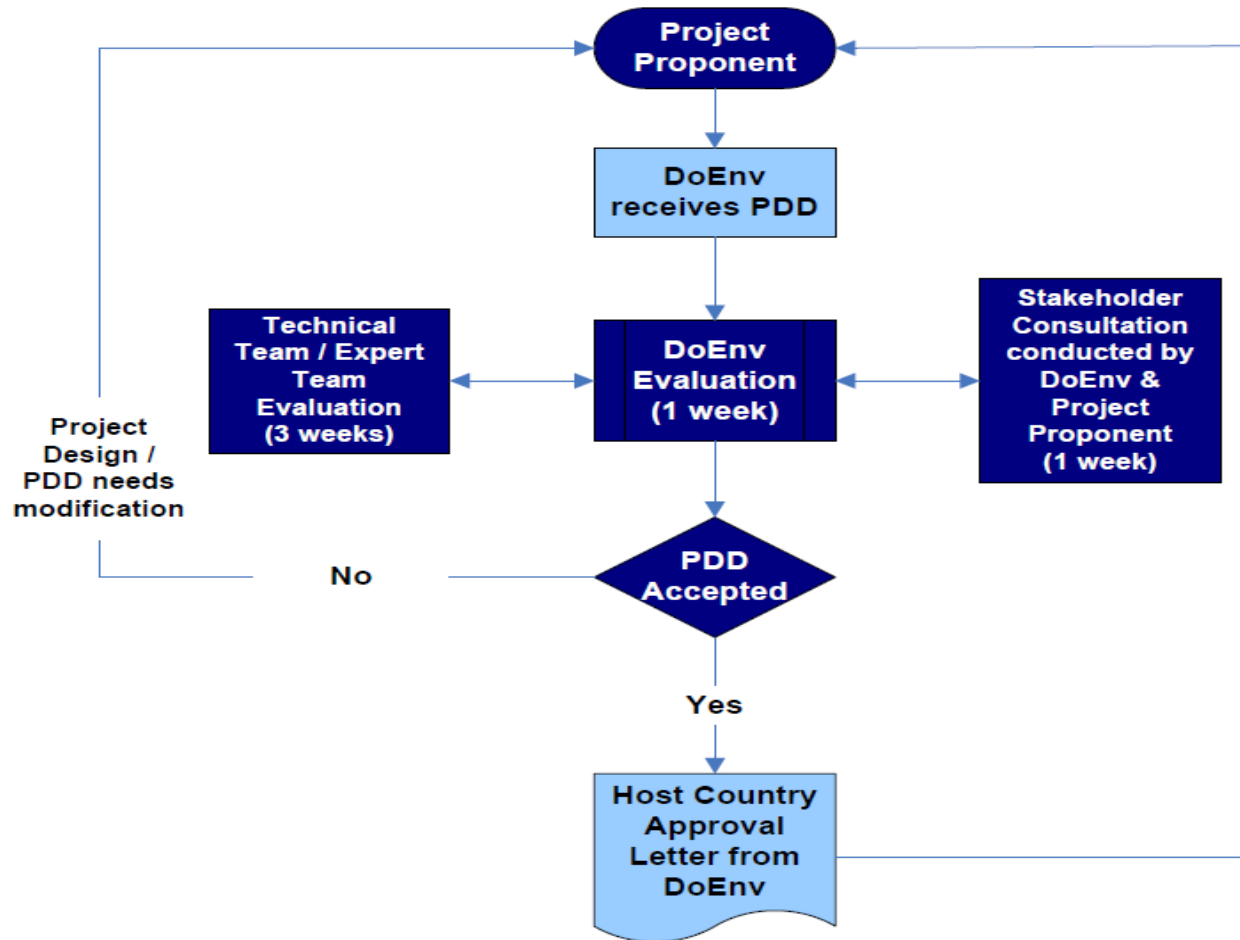
Existing Legislative Framework supporting the CDM

- ▶ There are a number of current legislations that support CDM in Fiji. These include;
- ▶ Electricity Act (Cap. 180)
- ▶ Public Enterprise Act (1996)
- ▶ Hotels Aid Act (amended 1999)
- ▶ Commerce Act (1998)
- ▶ Fuel & Power Emergency Act (Cap. 191)
- ▶ Native Land Trust Act (Cap. 134)
- ▶ Crowns Land Act (Cap. 132)
- ▶ Environmental Management Act (EMA 2005)
- ▶ Public Private Partnership Act (2006)

PIN Approval Mechanism for Fiji



PDD Approval Mechanism for Fiji.



Government Benefits and Tax Incentives

- ▶ 5 year Tax Holiday for a new activity in renewable energy project & power cogeneration (FIRCA 2009),
- ▶ 10 year Tax Holiday for new activity in processing agricultural commodities into bio-fuels.
- ▶ Tax payer must also have the following to qualify:
 - ▶ **Minimum investment \$1M**
 - ▶ **Employ 20 local employees or more for every income year**
- ▶ The Fiji Government has also waived V.A.T on all renewable energy equipments

Vinaka..

