

**Group A – What are best practice for compliance and enforcement for trading schemes?
(Question 1)**

- Scheme design very important to credibility
- Common levels of reporting, monitoring and verification
 - accountability
- Sufficient accuracy, but not too accurate (costly) and scheme to correct imbalance from errors
- Money – link with financial consequences has changed picture greatly! (including independent traders)
- Penalties – enforcing submission of reports with alternatives – prosecution? corporate responsibility?
- Success – environmental outcome – costs

Group B - What are the challenges to implementing an enforcement programme to support trading schemes? (Question 2)

- May be additional costs to monitoring
 - redundancy
 - use of rents
 - short ?
 - environmental benefits

- Supporting enforcement
 - transparency /accountability
 - financial markets
 - inter- agency
 - self monitoring

- Programme design and incentives for strategic behaviour
 - targeting for enforcement

- SMEs
 - big issue -
 - credit schemes

- Compliance and penalties
 - reasons for non-compliance
 - civil and criminal
 - warnings

**Group C - What are best practice for compliance and enforcement for trading schemes?
(Question 1)**

- Public availability of information
- Confidence in verification process
- Interface between regulator and verifier (including rationale of inspections)
- Need for range of enforcement measures (incorporation of flexibility)
- Success criteria
 - o Confidence in the market
 - o Role of enforcement
 - o Are environmental targets achieved
 - o Cost of achieving targets

Group D: What are the challenges to implementing an enforcement programme to support trading schemes? (Question 2)

- Getting the concepts right
- Reorganising and managing cultural differences and change
 - Harmonisation between states
 - Different attitudes to enforcement
 - Within regulators
- Time, resources and funding
- Technical development of systems and staff and efficient allocation of resources
- Keep things simple so enforceable
- Central vs Local regulator organisation
- Involve all stakeholders in development