

# Update on the discussions on Non-Market-based Approaches under SBSTA Agenda Item 13

*Market and Non-market mechanisms under the Convention*

Expert meeting on non-market-based approaches and REDD+  
6 June 2014, Bonn, Germany



# Background on the negotiations

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- **Doha 2012 (COP 18):**

- Requested SBSTA to conduct **a work programme to elaborate NMAs** with a view to recommending a decision to COP 19. (Decision1/CP.18, paragraph 47)
- Invited submissions on non-market-based approaches

- **Bonn 2013 (SBSTA 38):**

- Invited further **submissions** on a number of questions related to the scope and purpose of NMAs. Encouraged the use of specific examples
- Requested the secretariat to organize a **workshop** prior to SBSTA 39
  - Workshop was held on 7 October 2013 (**FCCC/2013/SBSTA/INF.12**)

- **Warsaw 2013 (SBSTA 39):**

- Rich discussion but no conclusions. **Item forwarded to SBSTA 40**



# Where are we now?

- NMAs are **not yet defined**
- Emerging as **a means for cost-effective and measurable mitigation** and incentives for carbon-pricing **without the creation of internationally transferable units**
- Countries need a **mix of market and non-market-based approaches** in their response to climate change
- In some cases non-market-based approaches are **more cost-effective or suitable** than market-based approaches



# Focus of the discussion at SBSTA 40

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- The **purpose** of NMAs
- The **scope of the work programme** on NMAs under the UNFCCC as well as the relation between NMAs and other mechanisms
- **Action by the UNFCCC** - What can be agreed internationally under this agenda item to add value to ongoing domestic efforts and discussions elsewhere in the UNFCCC process



# Making information publicly accessible



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NAMA Registry

Market and Non-Market Mechanisms

Science

## Market and non-market mechanisms



Combating climate change will require mobilization of substantial resources. Success will demand on the establishment of mechanisms and approaches that incentivize the mobilization of those needed resources. Cooperation between Parties and between private and public-sector stakeholders is considered crucial.

COP.18 (Doha, 2012) requested the Subsidiary Body for Scientific and Technological Advice (SBSTA) to conduct three work programmes to elaborate:

- A framework for various approaches
- Non-market-based approaches
- Modalities and procedures for the new market-based mechanism

This Decision captured the outcome of several years of negotiations under the AWG-LCA. Pursuant to the Bali Action Plan, COP.16 (Cancun, 2010) decided to consider the establishment of one or more market-based and non-market based mechanisms and agreed on criteria to guide their

## Submissions

[FCCC/SBSTA/2013/MISC.9](#)  
Views on modalities and procedures for the new market-based mechanism.  
Submissions from Parties

[FCCC/SBSTA/2013/MISC.10](#)  
Views on modalities and procedures for the new market-based mechanism.  
Submissions from admitted observer organizations

[FCCC/SBSTA/2013/MISC.11](#)  
Views on a framework for various approaches.  
Submissions from Parties

[FCCC/SBSTA/2013/MISC.12](#)  
Views on non-market-based approaches. Submissions from Parties

[FCCC/SBSTA/2013/MISC.13](#)  
Views on non-market-based approaches. Submissions from admitted observer organizations

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Views on a framework for various approaches.  
Submissions from admitted observer organizations

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