

*Africa proposal – 16/06/2011 16:00*

***Draft decision  
on  
Long term, scaled up, new and additional, predictable and adequate funding  
to developing countries***

*The Conference of the Parties at its 17th Session,*

*Recalling Article 4 and Article 11 of the Convention ;*

Recalling also the Bali Action Plan (decision 1/CP.13) which called for enabling the full, effective and sustained implementation of the Convention through long-term cooperative action, now, up to and beyond 2012 ;

Reiterating paragraph 97 of decision 1CP/16, that in accordance with the relevant provisions of the Convention, scaled up, new and additional, predictable and adequate funding shall be provided to developing country parties, taking into account the urgent and immediate needs of developing countries that are particularly vulnerable to the adverse effects of climate change;

Reiterating paragraph 18 of decision 1/CP.16 that requested developed country parties to provide developing country parties, with long-term, scaled-up, predictable, new and additional finance, technology and capacity-building consistent with relevant provisions, to implement urgent, short, medium, and long term adaptation actions, plans, programmes and projects at local, national, sub-regional and regional levels, in and across different economic and social sectors and ecosystems;

Reiterating the need for enhanced action on the provision of financial resources and investment to support action on mitigation and adaptation and technology cooperation;

Recognizing that providing support in particular financial support to developing countries is indispensable for the implementation of the Convention, and the relevant decisions of the Conference of the Parties, and that the extent of developing country parties actions in dealing with climate change is dependent on the extent to which finance, technology and capacity building support is made available to them by developed country parties;

Taking note of the relevant reports on financing needs of developing countries, and reports on options for mobilization of resources to address those needs.

*Decides*

1. That adequate and predictable financial support shall be provided to developing countries based on their needs.
- 2- That in accordance with article 4.3 of the Convention, and to ensure adequacy and predictability of the flow of support to developing countries, a burden sharing mechanism is established to identify the flows of financial support from developed countries, including through the application of assessed scale of contributions of developed countries.
- 3- That main source of funding will be public sources, supplementary funding may come from private sources, as well as through multilateral and bilateral channels, with a view to develop modalities to facilitate MRV of the flows of the supplementary sources.

- 4- New and additional financial support provided by developed country parties to developing countries will be replenished from wide variety of sources, mainly public sources, and including through :
  - i. Public sources building up on the commitments of the fast start finance identified in paragraph 95 of decision 1CP/16, and reaching at least 100 billion USD annually in 2020, based on assessed scale of contributions;
  - ii. Predictable and sustainable financial resources reaching (x)% annually of all annex I GDP by 2020, based on assessments reports of the needs of developing countries.
  - iii. Other potential supplementary sources of finance including market based, alternative and innovative sources.
- 5- That direct and facilitated access of all developing countries to financial resources will be guaranteed by COP decisions.
- 6- That equitable allocation of financial resources will be followed, including through criteria based on geographical and/or needs, including urgent and immediate needs related to climate change, while ensuring balance between adaptation and mitigation.
- 7- To establish a work program in order to further elaborate on all the elements identified in paragraphs 1 to 6 of this decision, with a view to prepare a draft decision for the consideration of the Conference of the Parties at its 18<sup>th</sup> session.
- 8- Requests the Secretariat to prepare a compilation and synthesis report, for the consideration by parties through the work program, on:
  - i. Different assessments and evaluations of the financial needs of developing countries.
  - ii. Options for mobilizing and identifying sources of long term financing by developed countries, and their impacts and incidents on developing countries.
- 9- Invites Parties, observers, international financial institutions and relevant UN agencies to submit their views by the May 15<sup>th</sup> 2012, on the financial needs of developing countries, public and private sources, and other sources of long term financial resources, and their technical feasibility, applicability, and adequacy.