

SUBMISSION BY SAUDI ARABIA

Submission of views on the work program on Long-term finance

Saudi Arabia welcomes the opportunity to submit its views on the long-term finance, and wishes to propose the following elements for the new work program with some guiding questions that would facilitate the discussion:

- **Review of existing financial pledges and commitments.**
 - What are the existing financial pledges and commitments?
 - How is the funding different from ODA? Is it additional to ODA?

- **Assessment of alternative climate change funding mechanisms within the UNFCCC framework in terms of: additionally, predictability (public vs. private), adequacy, and source (developed vs. developing countries).**

We need to understand how the developed countries will mobilize \$100 billion annually by 2020. As such, more clarity on the long-term funding obligation of the developed countries and the principles that will guide their efforts need to be established.

- How the private sector will be “mobilized”, and how public sector will be “mobilized”?
- How to ensure the revenue is new, additional, predictable and adequate?

Equally important is to understand the mechanisms that need to be employed to mobilize those amounts:

- What mechanisms at international scale will be used or will be needed—what is the estimated amount from such sources?
- What milestones could be used to measure progress?
- What thresholds / conditionalities may exist?

- **Detailed analysis of costs, incidence, and impact of various market-based instruments and alternative financing schemes.**
 - Are there any trade concerns relate to the suggested international mechanisms and whether they have spillover or negative impacts on developing countries?

- How will they strive to avoid / minimize the negative impact of their actions on developing countries?
- **Evaluation of the potential for charges on international maritime and aviation fuel use.**
- **Evaluation of impact on developing countries and evaluation of compensation schemes of market-based instruments and other innovative sources.**
 - How to ensure there is no spillover of the burden to developing countries?
 - How to ensure negative impact of revenue generation on developing countries have been avoided or minimized?
- **Assessment of governance frameworks.**
 - What are the framework and governance for generating revenue from international sources?
 - How to ensure revenue generation is in compliance with the principles and provisions of the Convention, in particular with the common but differentiated responsibilities, and equity?
 - What MRV arrangements available in relation to these funds and their sources and impacts?
 - Transparency and Accountability issues.
- **Direct access to funding.**
 - How to ensure fair and equitable distribution of the funds, particularly if some of the fund is dispensed through bilateral channels?
 - How to ensure direct access to funding?
- **Technical assistance and capacity building.**
 - What technical assistance and capacity building need to be provided?