

Submission by Poland and the European Commission on behalf of the European Union and its Member States

Bonn, 22/06/2025

Subject: Submission Related to the International Transaction Log

Recalling

1. CMP 1 requested the secretariat to establish and maintain the ITL to verify the validity of transactions proposed by registries established under decisions 3/CMP.1 and 13/CMP.1.
2. COP 10 requested the secretariat, as the ITL administrator, to report annually to the CMP on organizational arrangements, activities and resource requirements and to make any necessary recommendations to enhance the operation of registry systems.
3. CMP 1 also requested the SBI to consider, at its future sessions, the annual reports of the ITL administrator with a view to requesting the CMP to provide guidance, as necessary, in relation to the operation of registry systems.

Our Position

We want to see a decision at CMP which closes the ITL and redistributes remaining funds to support implementation of infrastructure for tracking and reporting under Article 6.2 of the Paris Agreement.

We are flexible as to the location of this decision, which could be undertaken under this agenda item, the CDM agenda item, or the item the report of the administrator of the international transaction log.

We believe that closure of the ITL can be achieved without prejudice to continued operation of the CDM Registry (though we also like to see this closed), and transactions with respect to CERS from the CDM can be completed during 2026.

As a result, we do not support a budget for 2027 and would limit the budget for 2026 to that necessary to affect the closure and transfer of resources to support Article 6 infrastructure.

We would in any event propose mandating the disconnection of national registries from the ITL and would give any party not in compliance with the second commitment period obligations to address noncompliance during 2026.



Any draft decision should include the following.

With regard to the proposed draft conclusions presented today we propose

to amend para 1 to insert after “the necessary steps” “to close the international transaction log and” before “for closing”

to delete para 2 where we could agree to **replace it** with a paragraph.

- that **notes** that early closure of the international transaction log would enable the transfer of unspent balances to support the implementation of unspent balances to support the implementation of Article 6 infrastructure.
- that **notes** that such a transfer would support a transition from the clean development mechanism to the article 6.4 mechanism.

With regard to the proposed draft text to be forwarded for decision we propose

- **To include** two additional paragraphs' as follows
- *“Decides to cease the operation of the International Transaction Log as of the [XXXX] and instructs the administrator of the transaction log to close the international transaction log, reporting back to the CMP31 on its closure.*
- *“Decides that Parties with a commitment inscribed in Annex B of the Kyoto Protocol who have fulfilled their obligations under the second commitment period may disconnect their national registries from the international transaction log and close their national registry”.*
- Inspired by Australia we propose
 - o **To delete** the third preambular statement – or reformulate it to reflect that the ITL has benefited from stable funding to date, has a significant surplus, and sufficient funding to cover its current mandate.
 - o **To delete** the fourth preambular statement – or reformulate it to reflect the fact that the ITL has been of importance, but that following the end of the second commitment period its functions are no longer necessary for compliant Annex B parties.
- **To Delete** para’s 1,2,3,4,5 and 7 as this agrees to a budget for the next biennium based on the assumption that the ITL remains necessary and continues to operate over the biennium.
- **To add to para 6** a request to the administrator to report on the technical feasibility of closing the ITL at the end of 2025 (alternatively 1st of July 2026), and cost of winding up the ITL during 2026.