

Climate Budget Tagging for Credible BTRs: Tracking Finance, Technology, and Capacity Support

Brittany Meighan-Rancharan

Brittany.Meighan@un.org

Anglophone Caribbean Regional
Network Coordinator, CBIT-GSP

What is Climate Budget Tagging?

CBT is a public financial management tool that identifies, classifies, and tracks climate-relevant expenditures within a government's budget system.

By tagging expenditures as mitigation or adaptation, it helps governments **monitor climate spending**, identify **funding gaps**, and improve the **transparency and accountability** of climate-related policies.

Source: [UNDP Guidance “Knowing what you Spend”, 2019](#)

Ex-post foundation for tracking domestic and international climate finance.

Outputs: Tagged budget lines, metadata, summary estimates by sector and instrument.

Executed by:



Funded by:



Implemented by:



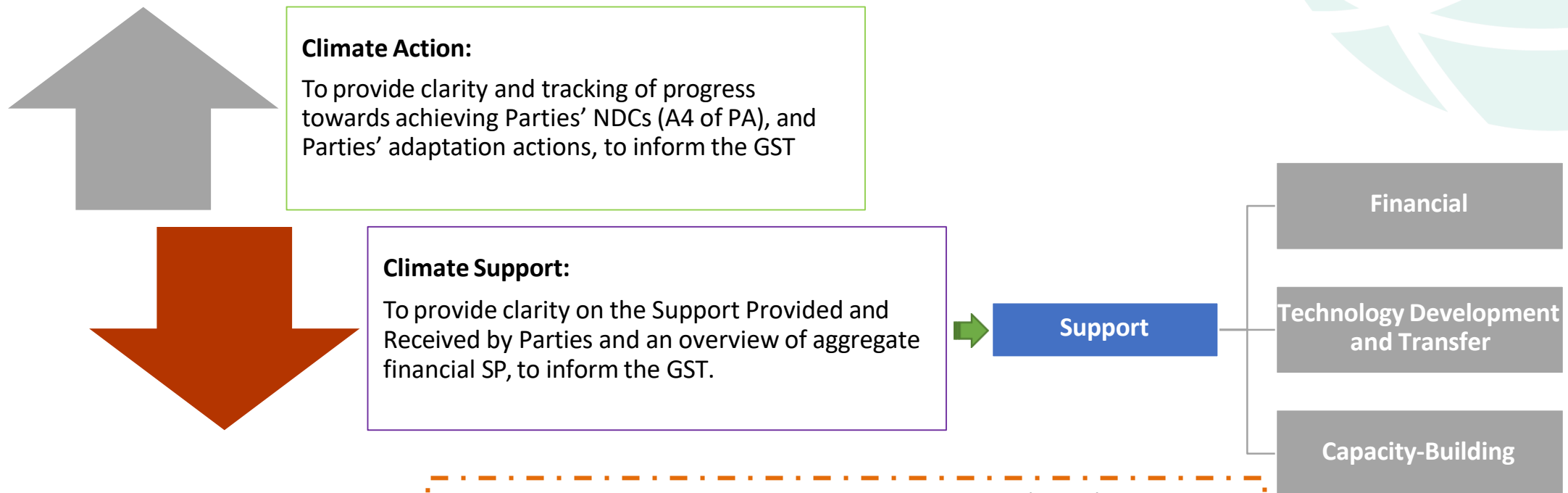
How CBT supports ETF reporting on finance, technology, and capacity building



Transparency in the context of the MPGs

Article 13 decision 18/CMA.1, Paris Agreement adopts the enhanced transparency framework (ETF) for action and support

The ETF is a common framework applicable to all Parties, with specific flexibility provisions provided to DC Parties that need it in the light of their capacities in its implementation.



Under the ETF, Biennial Transparency Reports (BTRs) include information on support provided, mobilized, and received & needs; *CBT can supply the expenditure and support data that underpin those sections.*

Executed by:



Funded by:



Implemented by:



Why map national climate finance flows

For your own national planning.
A prerequisite to identify support needs, and make targeted support requests.
Provides an overview of government spending and other national investments.

CBT can identify public instruments and co-financing that can be linked to private finance mobilization enabling traceable figures for “finance provided and mobilized.”

CBT outputs can help populate BTR narrative and tables on support needed and received

NDC review –
Conditional /
unconditional

Recognition

Identify support and financial instruments needed

Performance

Policy review /
adjustments

Underserved
sectors

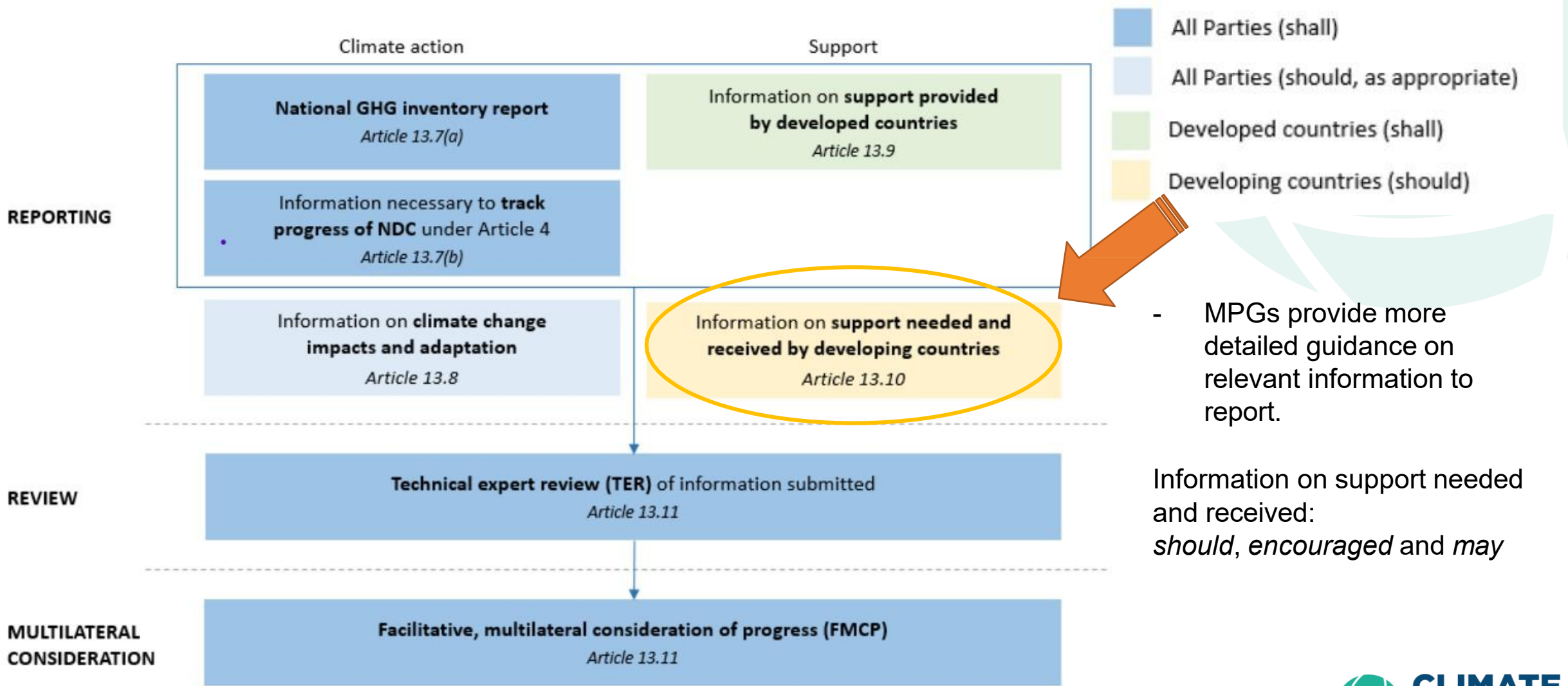
Quantify loss
and damages

Executed by:

Funded by:

Implemented by:

Reporting on support in the BTR - Not mandatory



Reporting provisions on support needed and received under the Enhanced Transparency Framework

Decision 18/CMA.1, Annex: Chapter VI of the MPGs

Information on FTC support needed and received under Articles 9–11 of the Paris Agreement

- A. **National circumstances, institutional arrangements and country-driven strategies** (para. 130, MPGs)
- B. **Underlying assumptions**, definitions and methodologies (para. 131, MPGs)
- C. Information on **financial support needed** by developing country Parties under Article 9 of the Paris Agreement (paras. 132–133, MPGs)
- D. Information on **financial support received** by developing country Parties under Article 9 of the Paris Agreement (para. 134, MPGs)
- E. Information on **technology development and transfer support needed** by developing country Parties under Article 10 of the Paris Agreement (paras. 135–136, MPGs)
- F. Information on **technology development and transfer support received** by developing country Parties under Article 10 of the Paris Agreement (paras. 137–138, MPGs)
- G. Information on **capacity-building support needed** by developing country Parties under Article 11 of Paris Agreement (paras. 139–140, MPGs)
- H. Information on **capacity-building support received** by developing country Parties under Article 11 of the Paris Agreement (paras. 141–142, MPGs)
- I. Information on **support needed and received by developing country Parties for the implementation of Article 13** of the Paris Agreement and transparency-related activities, including for transparency-related capacity-building (paras. 143–145, MPGs)

Decision 18/CMA.1, Annex: Chapter VI of the MPGs

“Developing country Parties should provide information on FTC support needed and received, **to the extent possible, and as available and as applicable.**”

TEXTUAL FORMAT

A. National circumstances, institutional arrangements and country-driven strategies

B. Underlying assumptions, definitions and methodologies

TEXTUAL AND TABULAR FORMAT

C. Financial support needed

D. Financial support received

E. Technology development and transfer support needed

F. Technology development and transfer support received

G. Capacity-building support needed

H. Capacity-building support received

I. Support needed and received for implementing Article 13

Executed by:

Funded by:

Implemented by:

C. Information on financial support needed

Decision 18/CMA.1, Annex: Chapter VI

Tabular format:

Decision 5/CMA.3, Annex III

Textual format:

[to the extent possible and as available and as applicable]

- Sectors** for which the Party wishes to attract international finance, including existing barriers to attracting international finance;
- Description of **how the support will contribute to its NDC** and to the **long-term goals of the Paris Agreement**.

Table III.6

Information on financial support needed by developing country Parties under Article 9 of the Paris Agreement^{a, b}

Exchange rate used: _____

Sector ^c	Subsector ^c	Title of activity, programme, project or other ^{c, d}	Programme/project description ^c	Estimated amount (climate-specific) ^c		Expected time frame ^c	Expected financial instrument ^c	Type of support ^c	Contribution to technology development and transfer objectives ^c	Contribution to capacity-building objectives ^c	Whether the activity is anchored in a national strategy and/or an NDC ^c	Expected use, impact and estimated results ^c	Additional information ^f
				Domestic currency	USD								
Energy							Grant	Adaptation	Insert 1 for Yes, 0 for No	Insert 1 for Yes, 0 for No	Insert 1 for Yes, 0 for No		
Transport							Concessional loan	Mitigation					
Industry							Non-concessional loan	Cross-cutting ^e					
Agriculture							Equity						
Forestry							Guarantee						
Water and sanitation							Insurance						
Cross-cutting							Other (specify) ^d						

Notation keys: NA = not applicable; UA = information not available at the time of reporting; NR = not reported (to indicate the voluntary character of the information).

^a Developing country Parties should provide, in a common tabular format, information on financial support needed, to the extent possible, as available and as applicable.

^b Parties include information on support needed from the reporting year of the BTR.

^c Parties provide the underlying assumptions, definitions and methodologies, as applicable, used to identify and/or report this reporting parameter in the respective section of the BTR.

^d If "other", Parties should specify this information.

^e This refers to funding for activities that have both mitigation and adaptation components.

^f Report, to the extent possible, information on the project/programme and implementing agency and provide a link to any relevant documentation and as appropriate, support to activities related to averting, minimizing and addressing loss and damage associated with the adverse effects of climate change.

Custom footnotes

The underlying assumptions, definitions and methodologies of the information in this CTF is available at link/page number of the BTR.

D. Information on financial support received

Tabular format:

Decision 5/CMA.3, Annex III

Table III.7

Information on financial support received by developing country Parties under Article 9 of the Paris Agreement^{a, b}

Exchange rate used: _____

Title of activity, programme, project or other ^{c, d}	Programme/project description ^f	Channel ^e	Recipient entity ^e	Implementing entity ^e	Amount received (climate-specific) ^e		Time frame ^e	Financial instrument ^e	Status ^e	Type of support ^e	Sector ^e	Subsector ^e	Contribution to technology development and transfer objectives ^e	Contribution to capacity-building objectives ^e	Status of activity ^e	Use, impact and results ^e	Additional information ^f
					Domestic currency	USD											
		Multilateral						Grant	Committed	Adaptation	Energy		Insert 1 for Yes, 0 for No	Insert 1 for Yes, 0 for No	Planned		
		Bilateral						Concessional loan	Received	Mitigation	Transport				Ongoing		
		Regional						Non-concessional loan		Cross-cutting ^e	Industry				Completed		
		Other (specify) ^d						Equity			Agriculture						
								Guarantee			Forestry						
								Insurance			Water and sanitation						
								Other (specify) ^d			Cross-cutting						
											Other (specify) ^d						

Notation keys: NA = not applicable; UA = information not available at the time of reporting; NR = not reported (to indicate the voluntary character of the information).

^a Developing country Parties should provide, in common tabular format, information on financial support received, to the extent possible, as available and as applicable.

^b Parties include information on support received, ongoing or planned since the previous BTR.

^c Parties provide the underlying assumptions, definitions and methodologies, as applicable, used to identify and/or report this reporting parameter in the respective section of the BTR.

^d If "other", Parties should specify this information.

^e This refers to funding for activities that have both mitigation and adaptation components.

^f Report, to the extent possible, information on the project/programme and implementing agency and provide a link to any relevant documentation and as appropriate, support to activities related to averting, minimizing and addressing loss and damage associated with the adverse effects of climate change.

Custom footnotes

The underlying assumptions, definitions and methodologies of the information in this CTF is available at link/page number of the BTR.

Executed

I. Information on support needed and received for implementation of Article 13

Decision 18/CMA.1, Annex: Chapter VI

Textual format:

[to the extent possible and as available and as applicable]

(a) Support needed and received for preparing reports pursuant to Article 13;

(b) Support needed and received for addressing the areas for improvement identified by the technical expert review teams.

Table III.12

Information on support needed by developing country Parties for the implementation of Article 13 of the Paris Agreement and transparency-related activities, including for transparency-related capacity-building^{a, b}

Exchange rate used: _____

Title of activity, programme, project or other ^{c, d}	Objectives and description ^c	Expected time frame ^c	Recipient entity ^c	Channel ^c	Amount ^c		Status of activity ^c	Expected use, impact and estimated results ^c	Additional information
					Domestic currency	USD			
				Multilateral			Planned		
				Bilateral			Ongoing		
				Regional			Completed		
				Other (specify) ^d					

Notation keys: NA = not applicable; UA = information not available at the time of reporting; NR = not reported (to indicate the voluntary character of the information).

^a Developing country Parties should provide, in common tabular format, summary information on support needed for implementing Article 13 and transparency-related activities, including for transparency-related capacity-building, to the extent possible and as applicable.

^b Parties include information on support needed from the reporting year of the BTR.

Table III.13

Information on support received by developing country Parties for the implementation of Article 13 of the Paris Agreement and transparency-related activities, including for transparency-related capacity-building^{a, b}

Exchange rate used: _____

Title of activity, programme, project or other ^{c, d}	Objectives and description ^c	Time frame ^c	Recipient entity ^c	Channel ^c	Amount ^c		Status of activity ^c	Use, impact and estimated results ^c	Additional information
					Domestic currency	USD			
				Multilateral			Planned		
				Bilateral			Ongoing		
				Regional			Completed		
				Other (specify) ^d					

Notation keys: NA = not applicable; UA = information not available at the time of reporting; NR = not reported (to indicate the voluntary character of the information).

^a Developing country Parties should provide, in common tabular format, summary information on support received for implementing Article 13 and transparency-related activities, including for transparency-related capacity-building, to the extent possible and as applicable.

^b Parties include information on support received, ongoing or planned since the previous BTR.

^c Parties provide the underlying assumptions, definitions and methodologies, as applicable, used to identify and/or report this reporting parameter in the respective section of the BTR.

^d If "other", Parties should specify this information.

pective section of the BTR.

Executed by:

Funded by:

Implemented by:

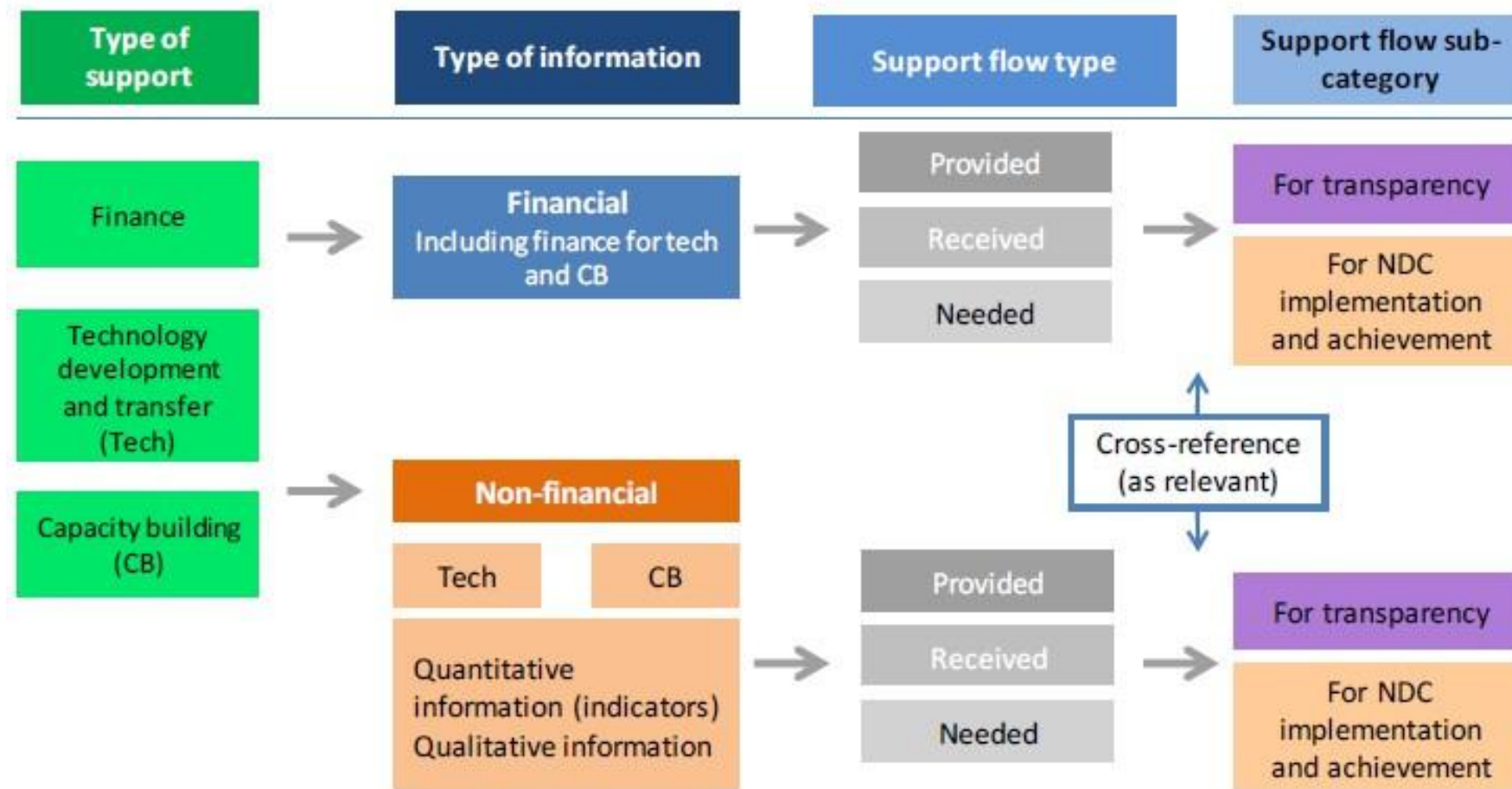


Decision 5/CMA.3, Annex III



Blurred lines between support types

Figure 1. Potential types of support-related information



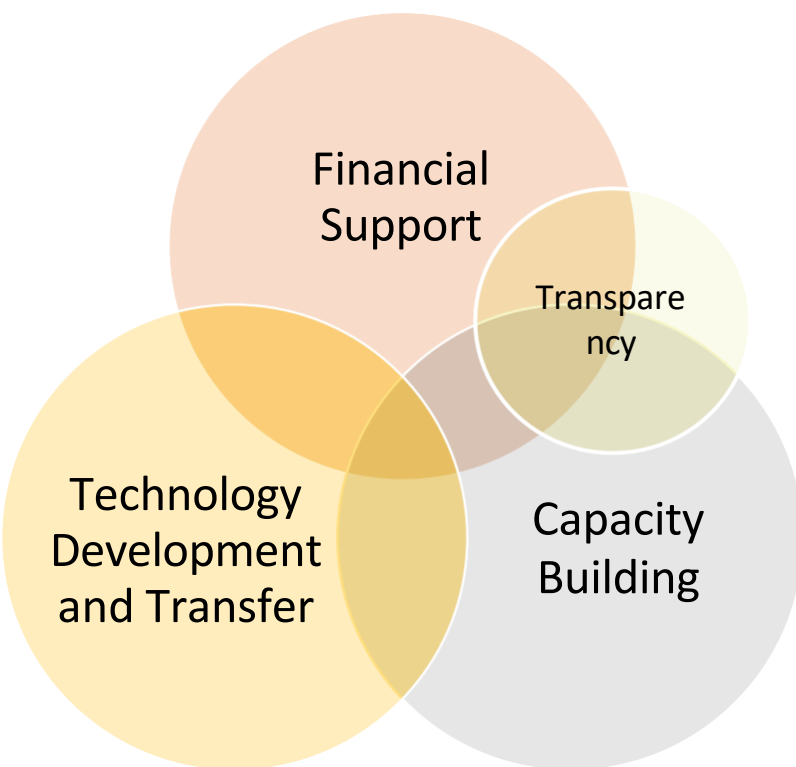
Executed by:

Funded by:

Implemented by:

Source: OECD, 2018: *Reporting on capacity-building and technology support under the Paris Agreement: Issues and options for guidance*

Blurred lines between support types



Information to report	F N	F R	TD TN	TD TR	CB N	CB R	ST
Title	X	X	X	X	X	X	X
Programme/project description	X	X	X	X	X	X	X
Channel		X					X
Recipient Entity		X		X		X	X
Implementing entity		X				X	X
Type of technology			X	X			
Estimated or actual amount (domestic currency and USD)	X	X					X
Expected or actual time frame	X	X	X	X	X	X	X
Expected or utilized financial instrument	X	X					
Status (committed or received)		X					
Type of support (mitigation, adaptation or cross-cutting)	X	X	X	X	X	X	
Sector and subsector	X	X	X	X			
Whether the activity will contribute to technology development and transfer and/or capacity-building	X	X					
Status of activity (planned, ongoing or completed)		X		X		X	X
Whether the activity is anchored in a national strategy and/or NDC	X						
Expected and achieved use, impact and estimated results	X	X	X	X	X	X	X

Potential double counting

No double counting

Executed by:



Funded by:



Implemented by:



FN= Financial support needed; FR= financial support received; TD TN= technology development and transfer support needed; TD TR= Technology development and transfer support received; CBN= Capacity-building support needed; CBR= Capacity-building support received; ST= Support needed and received to implement Article 13 of the Paris Agreement and transparency activities.

Take home points

NOT mandatory for DC

The provision of information on support needed and received is still not mandatory for developing countries. As such, it is not a requirement but countries should strive to report this information

- Recognition of effectiveness of support
- Cross referencing with support provided
- Identification of needs and attracting further support

CBT & BTR Credibility

CBT strengthens BTR credibility by producing traceable budget lines and metadata that auditors and reviewers can verify.

- Supplies traceable fiscal evidence for CTF tables and BTR narratives
- Enables verification, links public & private instruments

Challenges

There are different national circumstances and capacities between countries, including arrangements to capture the information.

- Institutional arrangements
- Differences and uncertainty on definitions and methods
- Guidance and capacity to assess support needed and received

Thank you for your attention

Please reach out to us for any question,
comments or suggestions!

Brittany Meighan-Rancharan

Brittany.Meighan@un.org

Anglophone Caribbean Regional Network Coordinator, CBIT-GSP

Executed by:



copenhagen
climate centre

Funded by:



Implemented by:

