

DRAFT TEXT

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Report of the forum on the impact of the implementation of response measures

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Draft decision -/CP.26

Draft decision -/CMP.16

Draft decision -/CMA.3

Matters relating to the forum on the impact of the implementation of response measures

The [Conference of the Parties] [Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol] [Conference of the Parties serving as the meeting of the Parties to the Paris Agreement],

Recalling decisions 7/CP.24, 3/CMP.14, 7/CMA.1, 4/CP.25, 4/CMP.15 and 4/CMA.2,

1. Welcomes the annual report^[s] of the Katowice Committee of Experts on the Impacts of the Implementation of Response Measures (KCI) for [\[2020 and\] 2020–2021^{1,2} \[and its progress in supporting the work of the forum on the impact of the implementation of response measures\]](#);

2. Welcomes [\[with appreciation\]](#) the informal event and technical expert meetings in 2020 and 2021³ organized by the Chairs of the Subsidiary Body for Scientific and Technological Advice (SBSTA) and the Subsidiary Body for Implementation (SBI) [\[serving as \[preliminary\] input to the forum’s work on implementing the forum and its KCI workplan\]](#);

[3.](#) Welcomes the [\[substantial\]](#) progress made by the [\[forum on the impact of the implementation of response measures \(hereinafter referred to as the forum\) and its\] KCI](#) in implementing relevant activities of the workplan of the forum on the impact of the implementation of response measures and its Katowice Committee of Experts on the Impacts of the Implementation of Response Measures (hereinafter referred to as the workplan)⁴;

[3bis.](#) [\[Expresses concern with the lack of progress made by the forum on the implementation of response measures \(hereinafter referred to as the forum\) in implementing the relevant activities of the workplan.\]](#)

[3-4.](#) [\[Notes the limited progress on the implementation of certain activities of the workplan by the forum, and requests the secretariat to hold a two-day \[pre-session\] meeting in conjunction with SB 56 to further advance the implementation of activities number 1, 3, 4 and 11\];](#)

4bis. [no text]

[4-5.](#) [\[Notes with appreciation that the KCI agreed to approaches for mainstreaming gender into its activities, and encourages the KCI to continue its efforts in this regard and to report on this matter as requested in decision 3/CP.25, and notes the lack of gender balance in membership and encourages regional groups to consider gender balance while nominating KCI members;\]](#)

¹ Document KCI/2021/4/8

² Pursuant to decision 7/CMA.1, para. 5 and annex, para.4(j)

³ <https://unfccc.int/topics/mitigation/workstreams/response-measures/workshops-and-events>

⁴ Decision 4/CP.25, 4/CMP.15, 4/CMA.2

5-6. [no text]

6bis. [Requests the forum to [continue considering|consider] the [other outstanding] annual report[s] of the KCI for [2020 and] 2020-2021, including the recommendations and considerations contained therein, at the fifty-sixth sessions of the subsidiary bodies (June 2022) with a view to providing recommendations for consideration and adoption by the Conference of the Parties, the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol and the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at their next sessions;]

6ter. [Adopts the following recommendations as forwarded by the forum on the 2020-2021 annual report of the KCI pertaining to the following activities of the workplan:

(a) Activity number 1: Explore approaches to informing the development and implementation of climate change mitigation strategies, plans, policies and programmes, including nationally determined contributions and/or long-term low greenhouse gas emission development strategies, that maximize the positive and minimize the negative impacts of response measures;

(i) Recommendations: (copy text from KCI annual report 2020-2021, para 24) Encourage Parties to engage relevant stakeholders at each step of the process of designing and implementing climate mitigation policies and policies to achieve sustainable development including through social dialogue, when possible and subject to national circumstances. The relevant stakeholders, among others, include workers, employers, organizations, academia, public and private sectors, women, and civil society;

(ii) Encourage Parties to explore complementary policies, such as economic policies, social protection, and labour policies, to help strengthen the outcomes of the implementation of mitigation strategies, plans, policies and programmes including nationally determined contributions and low-emission development strategies;

(iii) Encourage Parties to strengthen international and regional cooperation as it contributes towards planning and implementation of mitigation policies with environmental and socio-economic benefits. For example, to help facilitate technology development and transfer in accordance with article 10 of the Paris Agreement, and strive towards harmonized regional approaches;

(iv) Encourage Parties to use existing qualitative and quantitative assessment methodologies and tools to understand social, economic and employment effects of proposed mitigation measures as a way to inform and guide climate policies and to maximize the positive and minimize the negative effects of the implementation of response measures. More analysis of impacts, including, inter alia, sectoral, national, sub-national, domestic, and cross border, would be useful for informing climate policies and understanding how to maximize the positive and minimize the negative effects of the implementation of response measures;

(v) Encourage the forum and its KCI to enhance the capacity of Parties, particularly developing country Parties, through training and capacity building efforts, including the existing initiatives. This will enable Parties to carry out their own assessments and analyses of the impacts of response measures;

(vi) The need for adequate provision of enhanced support to developing country parties is key in implementing these recommendations;

~~(vii)~~ In addressing the KCI recommendations there is the need to prioritize support to all developing countries to for ongoing analysis of the impacts of existing and new cross border response measures;

(b) [Activity number 3: Facilitate the development, enhancement, customization and use of tools and methodologies for modelling and assessing the impacts of the implementation of response measures, including identifying and reviewing existing tools and approaches in data-poor environments, in consultation with technical experts, practitioners and other relevant stakeholders;

(i) ~~(copy text from KCI 5th meeting report, annex III, para 1(d)–1(g))~~ encourage Parties to consider the availability of country level expertise, training and support, and consultancy services when selecting a tool or method to assess the impacts of implementation of response measures.

(ii) encourage Parties to invest in data collection, if possible, then in line with national and international standards (for example, the UN System of National Accounts (SNA) or the UN System of Environmental-Economic Accounting (SEEA).

(iii) encourage Parties to establish capacity building partnerships and networks for increasing the representation of developing countries in the use and development of impact assessment tools and methods to assess the impacts of implementation of response measures.

~~(iv)~~ encourage Parties to consider both qualitative and quantitative methods to assess impacts of implementation of response measures;

(c) Activity number 4: Enhance the capacity and understanding of Parties, through collaboration and input from stakeholders, on the assessment and analysis of the impacts of the implementation of response measures to facilitate the undertaking of economic diversification and transformation and just transition;

(i) ~~(copy text from KCI 5th meeting report, annex II, para 1)~~ encourage Parties to Foster international cooperation to identify and share best practices and experiences of countries that have successfully diversified their economies.

(ii) encourage the identification of barriers, including domestic and non-domestic barriers, along with ways in which the international community could facilitate sustainable economic development of all Parties.

(iii) request the prioritization of the developing and sharing case studies from Parties and experts, particularly on developing country Parties on both just transition and economic diversification and transformation, to understand the opportunities and challenges faced in planning and implementing just transition and economic diversification.

(iv) request the facilitation of the development of robust tools and methods which can capture a range of multidimensional impacts of implementation of response measures.

(v) encourage relevant agencies, financial institutions and constituted bodies to enhance support on issues related to assessment and analysis of impacts of implementation of mitigation actions, policies and programs, including NDCs and LEDs, with a view to address the adverse impacts and maximize possible opportunities.

~~(vi)~~ encourage relevant agencies to enhance and develop their existing training frameworks and training modules on assessment and analysis which can be used for country level training programs and for developing impact assessment tools and methods; ~~7]~~

(d) The technical discussions held during the informal events in 2020 and 2021:

(i) Noting that one of the main challenges in the just transition process relates to the provision of funds and mechanisms to support just transitions in developing countries and in accordance with decision 2.1c, adequate financial flows should be made available to developing countries to support a just transition to a low carbon economy;

(ii) The provision of enhanced support to developing country parties is key in their just transition initiatives, ensuring an integrated and efficient approach to the social, economic and environmental dimensions;

(iii) Noting that the challenge of premature withdrawal of foreign investors and stranded assets as developing countries transition to low carbon economies comes with looming challenges like economic diversification and rebalancing the portfolio

of national assets and possible barriers to sustainable development, there is the need for International cooperation to help reduce/ mitigate some of the possible adverse impacts. Parties should cooperate and find solutions that allow for sustainable development including measures to address the challenges of stranded assets and premature end to investment flows into key national sectors;

(iv) International cooperation can help in reducing/ mitigating some of the possible adverse impacts of unilaterally applied mitigation policies. Parties should cooperate on open trade accompanied with stringent climate policies to ensure sustainability as they address climate objectives. Parties should prioritize work in the KCI and Forum on how cooperation on open trade should be done;

(v) Data is one of the most crucial elements for constructing an accurate model. Most developing countries lack systems for collection and analysis of such data. This requires enhanced support in the form of capacity building, finance and technology;

(vi) Provision of enhanced support to developing country Parties is essential to enhance their capacities to carry out their own assessments, particularly when the cross-border impacts of response measures have not been adequately assessed by the implementing country;

(vii) Prioritized technical work and enhanced support to address the issue of stranded assets, risks of premature deindustrialization facing developing countries and enhanced support for economic diversification is urgently need as developing countries take ambitious steps to implement their NDCs;]

6quater. [*Invites* Parties and relevant stakeholders, in planning and implementing climate change mitigation policies, to consider and build on the recommendations above;]

6quint. [*Adopts* the revised rules of procedure of the Katowice Committee on Impacts, as contained in annex I;]

~~6.7.~~ [no text]

7bis. [*Requests* the forum and its KCI to:

(a) ~~(copy text from KCI 5th meeting report, annex III, para 1(a)~~ (e) facilitate the enhancement of the capacity of parties particularly developing country parties to develop and use impacts assessment methodologies and tools to carry out their own assessments and analyses of the impacts of RM including, inter alia, on decent work and quality jobs, economic, social, environmental, domestic, cross-border, positive, and negative impacts. This includes facilitating development of case studies as appropriate, and the organization of targeted regional hands-on training workshops for building capacity.

~~(a)~~(b) develop and maintain a web-based user interface for selecting tools and methods and promote its use among the Parties and stakeholders, as needed and as appropriate. Supporting user manual to guide users through the process of using the interface could be developed.;

8. [no text]

8bis. [*Requests* the secretariat to regularly update the existing database of tools and methods suitable for assessing the impacts of implementation of response measures, as needed and as appropriate;]

~~7.9.~~ Further requests the secretariat to organize [a regional workshop][regional workshops] for activity 3 of the workplan [addressing the needs and gaps of the regions], and building on the work which has been carried out by the KCI, [in conjunction with COP 27] [inter-sessionally][before SB 56][in collaboration with [ILO][other relevant organizations];]

~~8.10.~~ Invites the secretariat to organize the in-session workshops for activities number 2 and 9 as part of the implementation of forum's workplan;

11. Notes the initiative of the KCI to prepare a *communication and outreach* strategy for enhancing communications with regional and national stakeholders in order to boost the visibility of and seek feedback on its work and enhance collaboration with stakeholders;

[11bis. \[no text\]](#)

[12.](#) *[[Takes notes of [the forum's request, as noted by]] [Requests] the SBSTA and SBI request for at their 2021 session, [that the KCI] [to] prepare a compilation of submissions [a synthesis report] by [February 2022][SB 56], with the assistance of the secretariat, as a contribution to the global stocktake technical assessment that starts at the fifty-sixth sessions of the subsidiary bodies.⁵ Parties, observers and international organizations are requested to make submissions to the secretariat. The forum will use KCI reports, technical papers and Parties' submissions as sources for its input into the compilation that reflects the range of views]*

[12bis.](#) *[Requests the forum and [the][its] KCI to submit synthesis reports by February 2022 with the assistance of the secretariat as input to the global stocktake technical assessment that starts at the at the fifty-sixth sessions of the subsidiary bodies]*

~~[11bis](#)~~[12ter.](#) *[Takes note of the synthesis report submitted by the forum as a contribution to the global stocktake technical assessment that starts at the fifty-sixth sessions of the subsidiary bodies (June 2022).⁶]*

~~[11ter](#)~~[12quater.](#) *[Takes note of the synthesis report submitted by the forum as a contribution to the global stocktake technical assessment that starts at the fifty-sixth sessions of the subsidiary bodies (June 2022) and of the request by the forum to the KCI to prepare a synthesis report as its contribution to the global stocktake technical assessment that starts at the fifty-sixth sessions of the subsidiary bodies (June 2022).⁷]*

~~[11quater](#)~~[12quint](#) *[Takes note of the following outline to be used for the preparation of the synthesis report [\[in accordance with the workplan and decision 19/CMA.1\]](#), with the assistance of the secretariat, with a view for this report to be finalized by the forum at the fifty-sixth sessions of the subsidiary bodies (June 2022), as a contribution to the global stocktake technical assessment: synthesis of the KCI work; synthesis of the forum's work; and responses to the relevant GST guiding questions related to response measures.]*

⁵ Pursuant to decision 19/CMA.1, para. 24.

⁶ Pursuant to decision 19/CMA.1, para. 24.

⁷ Pursuant to decision 19/CMA.1, para. 24.

Annex II

Revised rules of procedure of the Katowice Committee of Experts on the Impacts of the Implementation of Response Measures

[copied from the annual report]

Document information

<i>Version</i>	<i>Description</i>
Version 2	Revision of paragraph 7 and addition of paragraph 11
Version 1	Adopted by decisions 4/CP.25, 4/CMA.15 and 4/CMA.2
