Second report on the determination of needs of developing country Parties related to implementing the Convention and the Paris Agreement

SCF regional stakeholder engagement webinar



1. Introduction by SCF co-facilitators – 10 minutes

Kevin Adams (USA) and Mohammad Ayoub (Saudi Arabia)





2. Introduction of the second needs determination report – 20 mins

3. Discussion – 60 minutes (Participants)



Standing Committee on Finance

- The Standing Committee on Finance (SCF) was established at COP 16 to assist the COP with respect to the Financial Mechanism and undertakes technical work on climate finance in line with its mandated functions. The SCF serves the Paris Agreement.
- Reports produced by the SCF are utilized by Parties at the UNFCCC intergovernmental process in making informed decisions on climate finance.













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NDR 2 structure

Executive summary, including recommendations



Technical report

Chapter 1	Chapter 2	Chapter 3	Chapter 4	Chapter 5
Mandate and scope	Overview of the needs of developing country Parties	Processes and approaches for determination of needs	Methodologies and underlying assumptions	Challenges, opportunities and gaps



- Information and data on the needs of developing country Parties, by thematic, geographical and sectoral distributions;
- Processes and approaches utilized for the determination of needs of developing country Parties e.g. institutional arrangements, stakeholder consultations, dialogues, etc;
- Underlying assumptions and methodologies used in determining the needs of developing country Parties e.g. modelling scenarios, multi-criteria qualitative methods, cost-benefit analyses, vulnerability assessments and cost assumptions; and
- Challenges, gaps and opportunities including barriers to identifying needs, gaps in information on needs, and opportunities for determining needs including cobenefits. Inputs may include case studies and illustrative examples.
- Send to <u>standingcommittee@unfccc.int</u>



The Second NDR will be finalized at the last SCF meeting this year and published in the weeks there after.





- 1. As a party or external stakeholder, do you have relevant data or information that could contribute to ongoing work on the second NDR?
- 2. Have you encountered challenges in collecting such data, and how have you addressed those challenges?
- 3. What are your **expectations for the second NDR**? What aspects should the second NDR address compared to the first NDR to improve the utility of the report?



Introduction of the second NDR



Sources of information





National reports submitted under the Convention and Paris Agreement	Other national-level analyses of needs	Global and regional aggregate reports
ACs, BURs, LT-LEDS, NAPs, NCs, NDCs, TAPs and TNAs	Multilateral climate fund country programmes MDB country-level reports e.g. CCDRs INFFs	Baarch et al, 2020 IPCC AR5, AR6 IEA WEO 2023 IRENA 2023 IHLEG 2023 BNEF 2023 IMF 2023 Markandya & Gonzalez-Equino, 2019 McKinsey 2022 Vivid Economics 2022 ETC 2023 UNEP AGR 2023



National reports to the Convention and Paris Agreement processes

•	NDR 1 (number of national reports with needs information as of 31 May 2021)	NDR1 reports that remain the latest available report from a Party	Updated reports from Parties superceding information in NDR 1	New reports from Parties in addition to NDR 1 sample set	NDR 2 sample set (number of national reports as of 30 June 2024) TBD
ACs	11	10	1	36	47
BURs	62	34	29	35	98
LT-LEDs	7	7	1	31	39
NAPs	23	21	2	29	52
NAPAs	51	51	0	0	51
NCs	149	109	44	0	153
NDCs	153	53	100	1	154
TAPs	31	31	0	17	48
TNAs	76	71	5	24	100
Total	563	387	182	173	742



Chapter II: Presentation of needs reported in national reports



Snapshot approach: latest report of each type by each Party.

Needs are presented in aggregate by report type:

- Expressed needs (number of expressions)
- Costed needs (number of needs that are costed and USD billion amounts)
- Important context of number of Parties reporting



Chapter III: Processes used to identify needs

Institutional arrangements of developing countries for climate change needs identification



Key issues

- Level of leadership engagement
- Level of whole-of-government engagement at different levels
- Level of stakeholder engagement
- How information on institutional arrangements describe how needs are identified
- Role of multilateral support actors in supporting processes



Methods in national reports

- 3 potential steps
- Identification and appraisal
- Prioritization
- Costing

Key issues

- Role of reporting guidelines
- Differences in methods by theme

Methods in global/regional reports

- Methods by theme
- Top-down approaches based on scenarios and modelling
- Global and sector levels
- Bottom-up approaches at country levels

Key issues

Sensitivity of assumptions in driving needs estimates



Gaps and limitations in the information and data on needs

- Potential data gaps
- Evolving nature of needs
- Etc

Challenges and issues in determining needs

- Capacity and resource gaps
- Access to data
- Etc

Opportunities

- Key initiatives
- Technology and stakeholder engagement
- Co-benefits to sustainable development



- 1. As a party or external stakeholder, do you have relevant data or information that could contribute to ongoing work on the second NDR?
- 2. Have you encountered challenges in collecting such data, and how have you addressed those challenges?
- 3. What are your **expectations for the second NDR**? What aspects should the second NDR address compared to the first NDR to improve the utility of the report?



Thank you for joining!

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