DRAFT TEXT

on

SBSTA 59 agenda sub-item 13(c)

Matters relating to Article 6 of the Paris Agreement: Work programme under the framework for non-market approaches referred to in Article 6, paragraph 8, of the Paris Agreement and in decision 4/CMA.3

Version 6/12/2023 15:00

Draft decision -/CMA.5

Work programme under the framework for non-market approaches referred to in Article 6, paragraph 8, of the Paris Agreement and in decision 4/CMA.3

The Conference of the Parties serving as the meeting of the Parties to the Paris Agreement,

Recalling decision 4/CMA.3, decision 8/CMA.4 and the Paris Agreement,

Noting with appreciation the contributions received from Parties and observers in support of implementing the framework for non-market approaches referred to in Article 6, paragraph 9, of the Paris Agreement,

- 1. Welcomes the report of the Glasgow Committee on Non-market Approaches (GCNMA),¹ which includes information on progress in and recommendations for implementing the work programme under the framework for non-market approaches referred to in Article 6, paragraph 8, of the Paris Agreement and in decision 4/CMA.3;
- 2. Recalls that, pursuant to decision 4/CMA.3, annex, paragraph 9, the reports of the GCNMA shall serve as inputs to the review of the work programme at CMA 8 (November 2026);
- 3. [[Welcomes the progress made in] [Regrets the non-]operationalization of the UNFCCC web-based platform for recording and exchanging information on non-market approaches referred to in decision 4/CMA.3, annex, paragraph 8(b)(i), through the soft-launch of the platform on 1 December 2023];²
- 4. Recalls decision 8/CMA.4, paragraph 3(a), and requests the Glasgow Committee to continue implementing the first phase (2023–2024) of work programme activities referred to in decision 4/CMA.3, annex, chapter V, which focuses on identifying and framing all relevant elements of the work programme activities and operationalizing the UNFCCC web-based platform;
- 5. *Invites* Parties to notify the secretariat [, by 31 January 2024] [by GCNMA 5], of their national focal point [for Article 6, paragraph 8, of the Paris Agreement] (one only) for the UNFCCC web-based platform;
- 6. [*Requests* the secretariat to:
- (a) Complete the development of the UNFCCC web-based platform³ and fully operationalize it [as soon as possible] [by 31 January 2024] [in 2024];
- (b) Notify the national focal points [for Article 6, paragraph 8, of the Paris Agreement] referred to in paragraph 5 above of the deployment of the fully operational UNFCCC web-based platform and enable their access to it;]

¹ FCCC/SBSTA/2023/L.X, paras. 2–6.

² See decision 4/CMA.3, annex, para. 8(b)(i).

³ In accordance with decision 8/CMA.4, para. 5.

- 7. *Recognizes* the potential of non-market approaches [with a focus on cooperation] [to support Party achievements of NDCs] [in the implementation of NDCs];
- 8. *Encourages* Parties to submit information on non-market approaches, [inter alia,] [with priority given to] existing approaches, [in the initial focus areas for the work programme activities⁴] for recording on the UNFCCC web-based platform once it becomes fully operational;
- 9. [*Invites* Parties to consider non-market approaches, including domestic fiscal measures [such as carbon pricing, to implement climate policies that are coherent across countries;]] [such as adoption of climate policies taking into account the respective national circumstances]
- 10. [Supports enhancing non-market approaches to accelerate the implementation of nature-based solutions, [ecosystem-based approaches and sustainable land management, taking into consideration local and traditional knowledge and inclusive rural development, inter alia, the implementation of Article 5 of the Paris Agreement]] [Explore non-market approaches to support investment in nature-based solutions cognizant with ecosystem based approaches and share information on bilateral and multilateral sources to enable developing countries to develop and deploy nature based solutions]
- 11. [Encourages Parties to continue with the identification of opportunities to develop and implement NMAs, in the context of paragraphs 2 and 3 of decision 4/CMA.3, while ensuring that key reflections are in place to make sure that all the principles and objectives of NMAs stated in the work programme are achieved;]
- 12. *Invites* interested Parties, relevant bodies, institutional arrangements and processes under the Convention and the Paris Agreement, related to, inter alia, mitigation, adaptation, finance, technology development and transfer, and capacity-building, and [United Nations bodies, multilateral, bilateral and other public donors, and private and non-governmental organizations] to provide information on financial, technology and capacity-building support available or provided for identifying, developing or implementing non-market approaches for recording on the UNFCCC web-based platform;
- 13. [Encourages Parties participating in non-market approaches to undertake identification, development, and implementation of non-market approaches once the UNFCCC web-based platform becomes fully operational;]
- 14. [Also encourages Parties, public and private sector stakeholders [, Indigenous Peoples, local communities] [international organizations, United Nations agencies, multilateral development banks] and civil society organizations to actively engage in identifying, developing and implementing non-market approaches under the framework;]
- 15. [Requests the secretariat to continue to include activities related to the work programme, including those related to developing the capacity of Parties to record and exchange information on non-market approaches on the UNFCCC web-based platform, under its capacity-building work programme for implementing Article 6 of the Paris Agreement;]
- 16. [*Invites* Parties and observers to submit via the submission portal⁵ by 31 March 2024 their views and information on [:
- (a) [The implementation of joint mitigation and adaptation approaches [as an alternative to results-based payments,] referred to in Article 5 of the Paris Agreement and in decision 16/CP.21, paragraph 54;]
- (b) [How existing non-market approaches address decision 3/CMA.4, annex, [paragraph 8, and the principles and objectives of non-market approaches under the framework set out in] paragraphs 1-3 of the annex to decision 4/CMA.3]
- (c) Specific capacity-building needs of developing countries related to implementing non-market approaches;

⁴ See decision 4/CMA.3, para. 3.

⁵ https://www4.unfccc.int/sites/submissionsstaging/Pages/Home.aspx.

- (d) The support available for developing countries to implement non-market approaches and how to enhance it;]
- (e) Possibilities for enhancing the engagement of public and private sector stakeholders in non-market approaches;
- (f) [The process for [approval by the secretariat for] [notifying participating parties and entities on the] recording non-market approaches in the UNFCCC web-based platform;]
 - (g) [Additional focus areas for the work programme activities;]]

17. Requests the secretariat to:

- (a) [Prepare a synthesis report on the submissions referred to in paragraph 16 above for consideration by the GCNMA at its 5th meeting (June 2024);]
- (b) [Organize an in-session workshop, including round-table discussions, to be held in conjunction with the 6th meeting of the GCNMA, that focuses on the matters identified inthe submissions referred to in paragraph 16 above, taking into consideration the synthesis report referred to in subparagraph (a) above; including intersessional work as needed for the success of the workshop and Roundtables;]
- (c) [Prepare a report of the workshop on the implementation of joint mitigation and adaption approaches alternative to results-based payments, as established in Article 5 of the Paris Agreement and decision 16/CP.21, with recommendations for consideration of Parties in the fifth meeting of the GCNMA;]
- (d) Organize an in-session workshop [referred to in decision 8/ CMA.4, paragraph 10(a)], including round-table discussions, 6 to be held in conjunction with the [5th] [6th] meeting of the GCNMA, inviting [representatives of the [Facilitative Working Group of the] Local Communities and Indigenous Peoples Platform and other relevant bodies, institutional arrangements and processes [, as referred to in paragraph 12 above,]] [relevant stakeholders] that focuses on, inter alia:
 - (i) [The matters identified in the submissions referred to in paragraph 16 16above [, taking into consideration the synthesis report referred to in paragraph (a)17(a)17(a) above]];
 - (ii) Existing non-market approaches under the initial focus areas of the work programme activities recorded in the UNFCCC web-based platform;
 - (iii) [Follow-up on previously presented NMAs with a view to strengthen collaboration and support needed.]
- 18. [Recalls decision 8/CMA.4, paragraph 4, and requests the GCNMA to undertake an expedited and simple assessment of the progress and outcomes of the first phase of the implementation of work programme activities (2023–2024)⁷ at its 6th meeting (November 2024) with a view to [fully implement the work programme and drawing on inputs from the first phase into] [improving and recommending the schedule for implementing the] work programme activities for the second phase (2025–2026),⁸ [[taking into account the outcomes of the first global stocktake] and the request for the Subsidiary Body for Scientific and Technological Advice to review the work programme at its sixty-fourth (June 2026) and sixty-fifth (November 2026) sessions,⁹ for consideration and adoption by the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement at its sixth session (November 2024);]
- 19. [*Invites* Parties and observers, taking into account the schedule for the first and second phases of implementation of work programme activities referred to in decision 8/CMA.4, paragraph 3 [, the outcomes of the first global stocktake] and the request for a review of the

⁶ In accordance with decision 8/CMA.4, para. 10(a).

⁷ See decision 8/CMA.4, para. 3(a).

⁸ See decision 8/CMA.4, para. 3(b).

⁹ See decision 4/CMA.3, para. 10.

work programme referred to in paragraph 18 above, to submit via the submission portal by 15 September 2024 their views and information on:

- (a) The progress and outcomes of the first phase of implementation of the work programme activities;
- (b) The schedule for implementing the work programme activities for the second phase;]
- 20. [Requests the secretariat to:
- (a) [Prepare a synthesis report on the submissions referred to in paragraph 19 above for consideration by the GCNMA at its 6^{th} meeting;]
- (b) Organize an in-session workshop [referred to in decision 8/CMA.4, paragraph 10(a)], including round-table discussions, to be held in conjunction with the 6th meeting of the GCNMA, that focuses on the matters identified in the submissions referred to in paragraph 19 above, taking into consideration the synthesis report referred to in paragraph 20(a) above;]
- 21. [Decides to establish a readiness programme to assist Parties in:
 - (a) Fully work in the development and identification of non-market proposals
- (b) [Identifying, developing and scaling-up non-market approaches presented in the workshop and selected by Parties, including ensuring the participation of and communication among relevant stakeholders, including Indigenous Peoples and local communities] [Identifying and developing non-market approaches, including ensuring the participation of and communication among relevant stakeholders];
- (c) Exploring opportunities for cooperation among interested Parties that are participating in non-market approaches [and Parties and entities providing support] and prepare them in their mobilization of and communication with relevant stakeholders for enhancing cooperation and support;
- (d) [To support the effective participation of Indigenous Peoples and Local Communities] [relevant stakeholders]]
- 22. [Decides to establish round tables for non-market approaches as independent, focused events for enhancing the engagement of relevant stakeholders, including [Indigenous Peoples and local communities] [relevant stakeholders], in non-market approaches, and for fostering the open exchange of information and articulation of cooperation opportunities on specific non-market approaches proposed by interested Parties;]
- 23. [Further decides [that Parties will follow the] [on the following] process [in decision 8/CMA.4, paragraph 7] for the submission and recording of non-market approaches in the UNFCCC web-based platform:
- (a) [Parties wishing to submit and record a non-market approach in the platform shall inform the secretariat of their national focal point for Article 6, paragraph 8, of the Paris Agreement, referred to in paragraph 5 above, noting that a dedicated section may be included in the platform, following standard UNFCCC procedures for focal points];
- (b) Once their national focal points [for Article 6, paragraph 8, of the Paris Agreement] are registered by the secretariat, participating Parties will be notified that they can submit and record non-market approaches in the platform;
- (c) [Participating Parties shall ensure, when submitting their non-market approaches in the platform, that all relevant information is submitted in accordance with decision 8/CMA.4 paragraph 8, and decision 4/CMA.3, annex, paragraphs 1(b), 2 and 3, [and that the information is complete;]]
- (d) [When submitting the required information, participating Parties can use inbuilt sections (i.e. forms) provided in the dedicated pages of the platform;]
- (e) [When submitting NMA onto the UNFCCC web-based platform, Parties should specify how they are going to evaluate this NMA in order to ensure that it helps in achieving the NDC and the Long-term goals;]

- (f) [The secretariat shall perform completeness checks prior to publication of non-market approaches in the web-based platform [to ensure the approaches address the provisions referred to in paragraph 23(c) above];]
- (g) [When [inconsistencies or lack of information are identified in the submission of non-market approaches to the platform] [the information provided is not complete], the secretariat shall contact the participating Parties to resolve these issues];
- (h) [When inconsistencies or lack of information are identified in the submission of non-market approaches to the platform, participating Parties, through their national focal points [for Article 6, paragraph 8, of the Paris Agreement], shall resubmit the information through the web-based platform, and notify the secretariat, to allow a re-check of the information;]
- (i) [The other participating Party(ies) in an NMA shall check information provided by the submitter using a functionality for the verification of the application by other participating Parties;]
- (j) [The secretariat shall notify the participating Parties of the [publication] [approval] [recording] of the non-market approach for recording in the platform;]
- (k) [The secretariat shall notify all participating Parties and entities on [the status [and final approval]] of the non-market approaches to be recorded and published in the platform;]]
- 24. [*Invites* the Presidencies of the Conference of the Parties to propose and articulate initiatives and declarations relating to Article 6, paragraph 8, of the Paris Agreement on non-market approaches, in accordance with the focus areas of the work programme activities, ¹⁰ to enhance mitigation and adaptation ambition towards achieving the goals of the Paris Agreement;]
- 25. [Also invites the Presidencies of the COP to hold events for non-market approaches in the green zone at each COP, in cooperation with the GCNMA to enhance visibility and understanding of non-market approaches;]
- 26. [*Encourages* to enhance the collaboration with other UNFCCC processes, including in particular the Local Communities and Indigenous Peoples Platform, with the view of exchanging experience and knowledge in the context of the implementation of Article 6.8;]
- 27. *Takes note* of the estimated budgetary implications of the activities to be undertaken by the secretariat referred to in this decision;
- 28. [Requests the Subsidiary Body for Implementation at its sixtieth session to consider options for the predictable and sufficient provision of resources for the full development, establishment and operation of the work programme relating to Article 6, paragraph 8, of the Paris Agreement, for the biennium 2026–2027 with a view to making a recommendation for consideration at CMA 6 (November 2024);]
- 29. *Requests* that the actions called for in this decision be undertaken subject to the availability of financial resources.

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¹⁰ See decision 4/CMA.3, para. 3.