

Climate finance and just transitions: a perspective from Latin America and the Caribbean

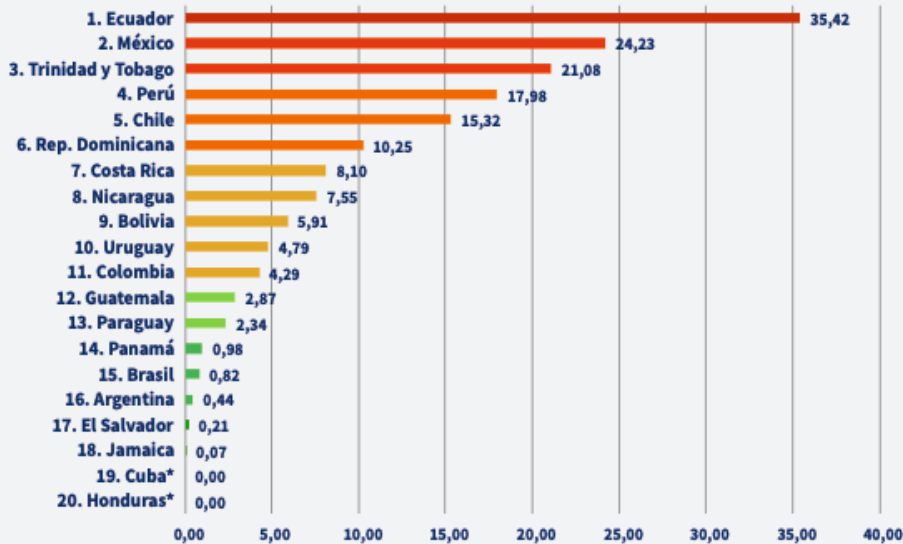
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Ranking de Ingresos Intensivos en Carbono 2022 (% del total) datos de 2021



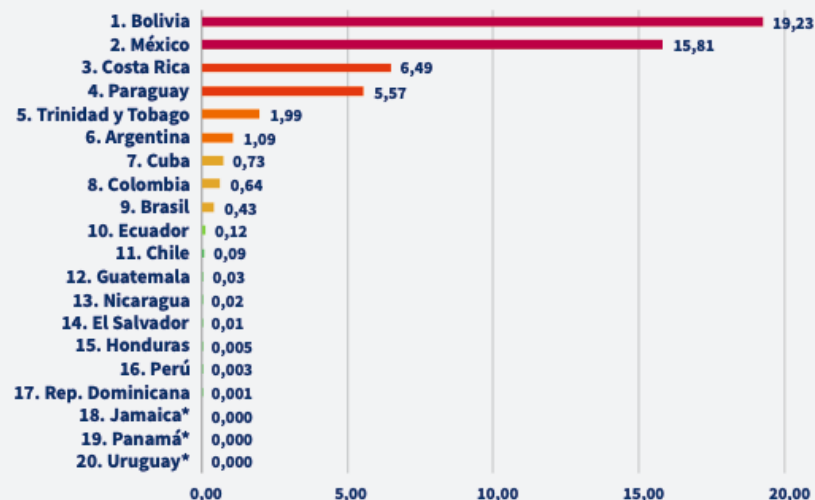
(*) Sin datos

Latin America and the Caribbean countries still rely on fossil fuels to generate revenue. In Ecuador represents 35% and in Mexico 24% of the revenue.

LAC countries spend 39 more public budget in carbon intensive activities (production of oil) than in climate action.

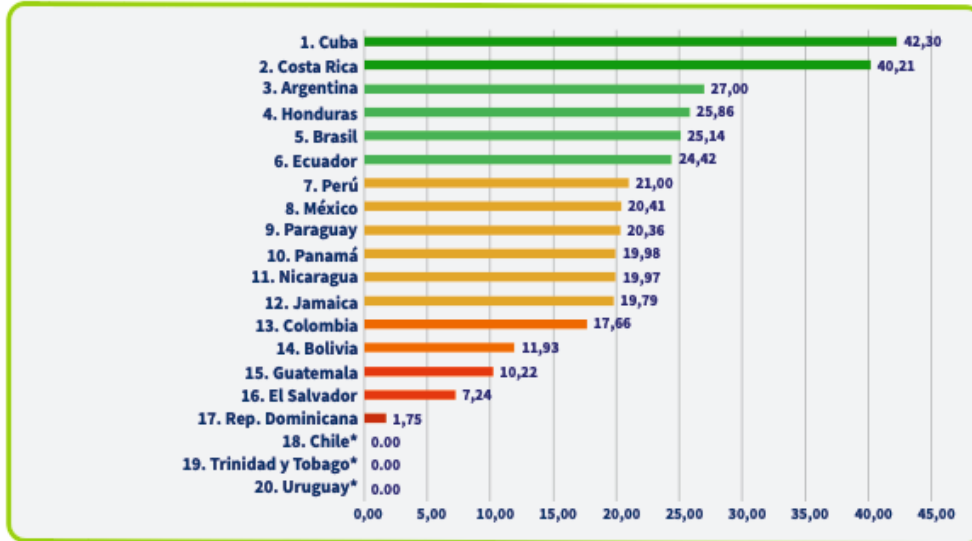


Ranking de Presupuestos Intensivos en Carbono 2022 (% del total) datos de 2021





Ranking de Ingresos Sostenibles 2022 (% del total) datos de 2020

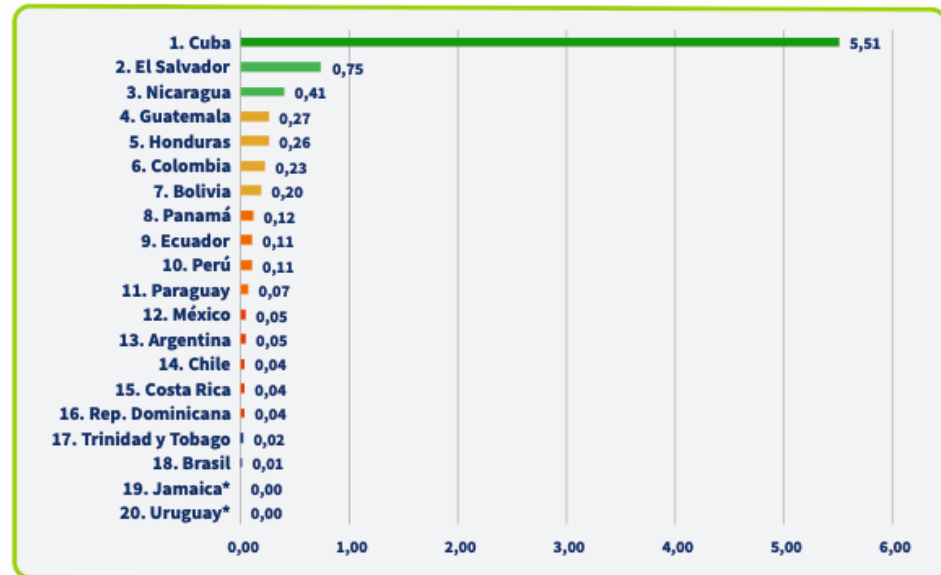


Latin America and the Caribbean is the 3rd region receiving climate finance, but the allocation is unbalanced, geographically and thematically.

LAC countries have reduced fiscal space to invest on climate action. In 2021, Cuba was the highest with 5% of its budget invested in climate action.



Ranking de Presupuestos Sostenibles 2022 (% del total) datos de 2021



Financing a just transition is...

1. To invest in the technology to reduce emissions, but also to think in **its just and equitable access**.
2. To include social considerations such as the **generation of good and long term jobs**.
3. To ensure wellbeing conditions for both **owners of land and not owners of land** in the design of renewable, or other programs.
4. To invest not only in big scale and centralized projects, but mainly in **small scale and decentralized projects**, that can benefit local, indigenous communities, woman and younger groups.
5. Re-locate workers from the fossil fuel industry in the clean transition, providing **capacity building opportunities** (for instance, deep water extraction engineers in ocean or geothermal power).
6. To invest in **new local industries**, manufacturing local technology and accessing to intellectual property.
7. Generate **attractive social security** conditions to workers in the renewable and clean industries.
8. To create innovative finance conditions, that do not generate unsustainable debts.

For developing countries is not only about the reduction of emissions but to ensure an effective way to reduce poverty and increase wellbeing for the population...

Thank you

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