Workplan of the Transitional Committee on the operationalization of the new funding arrangements for responding to loss and damage and the fund established in paragraph 3 of decisions 2/CP.27 and 2/CMA.4

Luxor, Egypt
27–29 March 2023

Note by the Co-Chairs

I. Mandate of the Transitional Committee

1. Pursuant to the terms of reference of the Transitional Committee (TC) contained in the annex to the decisions 2/CP.27 and 2/CMA.4, the TC will make recommendations for consideration by the Conference of the Parties (COP) at its 28th session (November–December 2023) and the Conference of the Parties serving as the meeting of the Parties to the Paris Agreement (CMA) at its 5th session (November–December 2023). This is to be undertaken in accordance with paragraphs 4–5 of the same decision, which established the TC and agreed that the recommendations to be put forward by the TC to operationalize the funding arrangements and the fund shall consider, inter alia:

(a) Establishing institutional arrangements, modalities, structure, governance and terms of reference for the fund;
(b) Defining the elements of the new funding arrangements;
(c) Identifying and expanding sources of funding;
(d) Ensuring coordination and complementarity with existing funding arrangements;

2. Deliberations under the TC in relation to elements in paragraph 5 will also benefit from deliberations on the elements under paragraph 6.

3. The TC will consider all elements of paragraph 5 at all of its meetings.

4. Further, the TC will serve as a coordination mechanism that guides and oversees, as appropriate, the activities referred to in paragraph 7 of the decisions. This includes: two workshops to be conducted by the secretariat in 2023 with the participation of a diversity of institutions relevant to addressing loss and damage associated with climate change impacts; and a synthesis report on existing funding arrangements and innovative sources relevant to addressing loss and damage prepared by the secretariat. Additionally, two sets of submissions are invited in paragraph 7. Parties and relevant organizations were invited to submit views on topics for and the structure of the 2nd Glasgow Dialogue and the two mandated workshops. United Nations agencies, intergovernmental organizations, and bilateral, multilateral and international financial institutions were invited to submit inputs on how they might enhance access to and/or the speed, scope and scale of availability of finance for activities relevant to addressing loss and damage, including potential limitations and barriers and options for addressing them.

5. The work of the TC will be concluded with the adoption no later than at COP 28 and CMA 5 of decision(s) related to the new funding arrangements responding to loss and damage associated with the adverse effects of climate change, including a focus on addressing loss and damage, and the established fund.
II. Mandated and related activities throughout 2023

6. Decisions 2/CP.27 and 2/CMA.4 mandate various activities to take place in connection with the work of the TC throughout 2023. These include the following events:

(a) At least three meetings of the TC;
(b) Two workshops, to be conducted by the secretariat in 2023, with the participation of a diversity of institutions, relevant to addressing loss and damage associated with climate change impacts;
(c) Ministerial consultations, convened by the President of COP 27 and the incoming President of COP 28, prior to COP 28 and CMA 5, to advance consideration and understanding of a possible outcome at those sessions.

7. These decisions also invite additional discussions to take place. These include:

(a) An invitation to international financial institutions to consider, at the 2023 Spring Meetings of the World Bank Group and the International Monetary Fund, the potential for such institutions to contribute to funding arrangements, including new and innovative approaches, responding to loss and damage associated with the adverse effects of climate change;
(b) An invitation to the United Nations Secretary-General to convene the principals of international financial institutions and other relevant entities with a view to identifying the most effective ways to provide funding to respond to needs related to addressing loss and damage associated with the adverse effects of climate change;

8. Additionally, decisions 2/CP.27 and 2/CMA.4 stipulate that the activities and considerations contained therein will be undertaken taking into account the discussions at the 2nd Glasgow Dialogue (June 2023).

9. Beyond these events and discussions, there is related work being undertaken throughout the year that the TC can also benefit from. This includes ongoing work under the Santiago network and in particular, the regional scoping workshops that will take place starting in the first quarter of 2023 as part of ongoing activities such as the Chile Global Adaptation Week during end of March/early April for the Latin America and Caribbean region.¹

III. Structuring and sequencing the work in 2023

10. Considering the range of mandated, invited, and related activities outlined in section II above, the TC will structure and sequence its work in 2023 as given in the Figure below. The TC will hold regular online meetings including with the participation of advisors. The workshops will be organized in hybrid format.

¹ The first workshop will take place from 3-4 April in Santiago de Chile. More information is available at https://unfccc.int/event/lac-santiago-network-workshop. A workshop for the Asia-Pacific and MENA regions is being planned through UNESCAP and one for Africa through UNEP.
IV. Draft workplan of the Transitional Committee

<table>
<thead>
<tr>
<th>Meeting</th>
<th>Agenda Items and Proposed Outcomes</th>
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| TC-1 27-29 March | • Elected Co-Chairs  
• Approved working arrangements  
• Approved work plan on (5(a), 5(b), 5 (c) and 5 (d)  
• Initial exchange of views on all mandates including presentations  
• Co-Chairs’ Summary and Report of the Meeting |
| Intersessional Work | • TC Members, Parties and observer submissions for TC 2 by 25 April 2023  
• TC members, Parties and observers to provide suggestions for case studies by 10 April  
• TC members to share views on the draft synthesis report by 10 April  
• Virtual meetings and technical meetings of the TC  
• Co-chairs’ outreach and consultations with UNFCCC constituted bodies  
• 29-30 April: Workshop 1 |
| TC-2 24-27 May | • Consideration of additional modalities for observer participation  
• Outcome/summary of workshop 1  
• Presentation of case studies  
• TBD- presentation on COP/CMA mandates- WB/IMF, UNSG  
• Exchange of views and continuation of work on para 6  
• Exchange of views on work done, and continuation of work, in relation to agreed workstreams (5(a), 5(b), 5(c) with 5(d) as cross cutting elements)  
• Information on relevant international meetings on loss and damage Co-chairs’ Summary and Report of the Meeting capturing areas of consensus |
| Intersessional Work | • TC Members, Parties and observer submissions for TC 3 by 24 July  
• TC members, Parties and observers to provide suggestions for case studies by 27 May  
• Virtual meetings and technical meetings of the TC  
• Co-chairs’ outreach and consultations with UNFCCC constituted bodies  
• 8-10 June: Second Glasgow Dialogue  
• 22-23 July: Workshop 2 |
| TC-3 29 Aug-1 Sept | • Consideration of outcomes/summary of workshop 2  
• SB Chair’s Summary of the Glasgow Dialogue  
• Additional country case studies  
• TBD- presentation on COP/CMA mandates- WB/IMF, UNSG  
• Further exchange of views and continuation of work on para 6  
• Further exchange of views on additional work on (5(a), 5(b), 5(c) and 5(d)  
• Information on relevant international meetings on loss and damage  
• Agreement on the outline of the TC report to the COP/CMA  
• Potential key matters for Ministerial consultations  
• Co-Chair’s Summary  
• Report of the Meeting capturing areas of consensus |
| Intersessional Work | • TC Members, Parties and observer submissions for TC-4 by 25 Sept  
• Virtual meetings and technical meetings of the TC  
• Co-chairs’ outreach and consultations with UNFCCC constituted bodies |
| TC-4 17-20 Oct | • Approval of the report to the COP/CMA containing recommendations on, inter alia, para 5 mandates (5(a),5 (b), 5(c), 5 (d)) |
V. Potential topics for the mandated workshops

11. In organizing the workshops, information from the submissions received to date regarding the topics and structure for the GD 2 and the mandated workshops, will be used to identify potential speakers to be invited to provide information that will enrich the information needs referred to paragraph 6 of the decisions 2/CP.27 and 2/CMA.4. This information will be captured in a summary of the workshop to be presented to the next TC meeting. The workshops will contribute towards expanding the mapping of the existing funding arrangements and innovative sources relevant to addressing loss and damage.

12. Before the last meeting of the TC, the secretariat will prepare a synthesis report on the outcomes of the mandated activities and deliverables as requested in paragraph 15 of decisions 2/CP.27 and 2/CMA.4, which include these workshops, to inform the recommendations to be developed by the TC.

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