

DRAFT TEXT

on

SBI 62 agenda sub-item 19(a) Administrative, financial and institutional matters Programme budget for the biennium 2026–2027

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1. The Subsidiary Body for Implementation (SBI) requested the administrator of the international transaction log (ITL) to disclose in its annual report for 2025 information on the cost implications of disconnecting the ITL from national registries and from the clean development mechanism registry, and the necessary steps for closing the ITL before closing the trust fund for the international transaction log.
2. The SBI noted that, without prejudging any future decisions of the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol (CMP), disconnecting the ITL from national registries and from the clean development mechanism registry by the end of 2026 could make unspent balances of the trust fund for the international transaction log available for other purposes, such as supporting the further development of the infrastructure established under Article 6, paragraph 2, of the Paris Agreement and the Adaptation Fund, while keeping sufficient funds to cover any liabilities beyond 2027.
3. The SBI agreed to consider matters relating to the international transaction log at its sixty-third session (November 2025), including the implications of disconnecting the ITL from national registries and from the clean development mechanism registry, the closure of the ITL and the need to propose any necessary amendments to the budget of the ITL, taking into account the information provided by the administrator of the ITL in its annual report for 2025, with a view to recommending a draft decision thereon for consideration and adoption at CMP 20 (November 2025).
4. The SBI recommended a draft decision on the budget for the ITL for consideration and adoption at CMP 20 (for the text of the draft decision, see document FCCC/SBI/2025/L.X/Add.X).

Draft decision -/CMP.20

Budget for the international transaction log

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

Recalling Article 13, paragraph 5, of the Kyoto Protocol,

Also recalling decisions 11/CMP.3, 10/CMP.5, 9/CMP.6, 8/CMP.8, 8/CMP.11, 7/CMP.13, 5/CMP.15 and 6/CMP.18,

Recognizing the importance of sufficient and stable funding for the international transaction log,

Also recognizing that the international transaction log has benefited from stable funding,

Further recognizing the importance of the proper functioning of the international transaction log for the Parties listed in Annex B to the Kyoto Protocol, as contained in annex I to decision 1/CMP.8,

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1. *Approves* the budget for the international transaction log for 2026, amounting to EUR 1,441,598, for the purposes specified in the proposed programme budget;¹
 2. *Decides* that the working capital reserve will amount to EUR 59,826;
 3. *Authorizes* the Executive Secretary to draw up to EUR 1,441,598 from unspent balances of the trust fund for the international transaction log from previous financial periods to cover the budget of the international transaction log for 2026;
 4. *Notes* that, following the action referred to in paragraph 3 above, Parties connected to the international transaction log will not pay user fees in 2026;
 5. *Also notes* that any unspent balances of the trust fund for the international transaction log, taking into account the need to ensure that sufficient funds are available to cover any liabilities beyond 2026, are expected to be nearly depleted in the near future;
 6. *Requests* the administrator of the international transaction log to disclose in its annual report for 2026 the unspent balance of the trust fund for the international transaction log from the previous biennium as at the time of publication of the annual report;
 7. *Also requests* the international transaction log administrator to provide, in its annual report for 2026, information on transactions of Kyoto Protocol units;
 8. [*Decides* that Parties included in Annex I with a commitment inscribed in the third column of Annex B in the Doha Amendment to the Kyoto Protocol that have fulfilled their obligations in the second commitment period of the Kyoto Protocol may disconnect their national registries from the international transaction log and close them;]
 9. [*Also decides* that Parties included in Annex I without a commitment inscribed in the third column of Annex B in the Doha Amendment to the Kyoto Protocol may disconnect their national registries from the international transaction log and close them.]

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¹ FCCC/SBI/2025/8/Add.2.