Sustainable Development Dialogue on Implementation of Article 6 of the Paris Agreement under the UNFCCC process

CoP24 Side Event – Dec 12th 2018
Sustainable Development in Article 6 – state of the negotiations and perspectives on future developments'
SD in Article 6 – State of the negotiations

• Moderator: Marion Verles (CEO, Gold Standard)

• Franziska Heidenreich (Myclimate foundation)
• John Christensen (Director UNEP-DTU)
• Yvo de Boer (former UNFCCC Executive Secretary, Partner at SRI, President of the Gold Standard Foundation)
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'What was learned from the Sustainable Development Initiative?'
- a reporting segment on the debates in the SDI and lessons learned for the negotiation process

Karen Olsen, UNEP DTU, Marion Verles, Gold Standard & Sven Braden, Consultant
Overview of the SDD
Objective of the Sustainable Development Dialogue (SDD), recap

“A Party driven dialogue with the aim to help overcome knowledge and political barriers for Parties to promote sustainable development through voluntary cooperation under Article 6”
The 2030 Agenda and the SDGs: Key Facts

• ‘Universal’:
  • Adopted by 193 countries in Sept 2015
  • Developed and developing countries
• Global and National levels:
  • High Level political forum on Sustainable Development
  • Voluntary National Reviews (VNR)
• Globally accepted framework to track progress (17 goals, 169 targets, 232 indicators)
### Article 6 cooperative approaches - SD provisions

<table>
<thead>
<tr>
<th>Article</th>
<th>Provisions</th>
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<tr>
<td>Art. 6.1</td>
<td>• <strong>Unitary objectives:</strong>&lt;br&gt;  • Increase ambition&lt;br&gt;  • Promote <strong>sustainable development</strong>&lt;br&gt;  • Ensure environmental integrity</td>
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<tr>
<td>Art. 6.2</td>
<td>• No international supervision, but guidance&lt;br&gt;  • <strong>Parties shall promote SD</strong> and&lt;br&gt;  • ensure environmental integrity</td>
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<td>Art. 6.4</td>
<td>• Supervision by UN Body&lt;br&gt;  • Rules, modalities and procedures&lt;br&gt;  • Contribute to GHG ERs and <strong>support SD</strong></td>
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<td>Art. 6.8</td>
<td>• Framework for non-market approaches to <strong>sustainable development</strong></td>
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SDD activities in 2018

• **Focus:** Operationalize the Article 6 SD provisions through a Party driven stakeholder dialogue at the following events:

<table>
<thead>
<tr>
<th>2018</th>
<th>Occasion</th>
<th>Location</th>
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<tbody>
<tr>
<td>February</td>
<td>ICTSD Art. 6 Meeting</td>
<td>Tokyo, Japan</td>
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<tr>
<td>April</td>
<td>AILAC / others</td>
<td>Mexico City, Mexico</td>
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<td>April</td>
<td>GA PMR / Worldbank</td>
<td>Kiev, Ukraine</td>
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<td>April / May</td>
<td>Meeting of SBs</td>
<td>Bonn, Germany</td>
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<td>June</td>
<td>African Carbon Forum</td>
<td>Nairobi, Kenya</td>
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<td>September</td>
<td>Meeting of SBs</td>
<td>Bangkok, Thailand</td>
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<td>December</td>
<td>COP 24</td>
<td>Katowice, Poland</td>
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Take-aways
NDC - SDG synergies and trade-offs
High-Level Options (HLOs): Identified from Party Submissions

1. Governance, national/international levels
2. Safeguards
3. Impact assessment
4. SD criteria, SDG framework
5. Stakeholder consultation
6. Reporting, transparency
Art. 6.2 example: Promoting SD through linking of ETS

SD considerations:
• Why important? create a level playing feel, avoid a race to the bottom
• Minimum requirements: Safeguards for no harm done incl. respect for human rights
• System level assessment: DNA/host country to be transparent and report on SD criteria, approach to SD assessment, policy level assessments e.g. using ICAT guidance to assess jobs created vs. lost, screening against all SDG impacts etc.
• Project level assessment: SD impacts, following above system level criteria and procedures, endorsing existing SD standards such as GS, CCBA etc.
Text proposals
The rationale

There are four reasons, why operational SD provisions in Article 6 are important:

- Public acceptance
- Raising ambition
- Private funding
- Agenda 2030 alignment
Text recommendations (pre-CoP)

• General provisions
• The use of ‘shall’ provisions for SD requirements
• Minimum quality requirements for stakeholder consultations
• Second or Third party assessment of SD contributions

• Article 6.2 – Reporting:
  • Ex-ante assessment of expected SD contributions of the collaboration;
  • Periodic ex-post reporting of the SD contributions;
  • Development of tools and approaches (for voluntary use) to support SD reporting and to avoid/mitigate negative impacts catering to various types of collaboration (project level, sectoral level, policy level.

• Article 6.4 - Roles and responsibilities: Facilitative role of the Supervisory Body, mandated to
  • Foster knowledge exchange and support development of tools and approaches for SD assessment to promote SD goals and priorities of host Parties that follow common best practice standards;
  • Develop minimum SD requirements for activities for no-harm-done.
SD in Article 6 – State of the negotiations

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Thanks!

The Dialogue on Sustainable Development is a joint collaboration of the Gold Standard Foundation and UNEP DTU and is supported by Belgium, Germany, Liechtenstein, Norway, Sweden and Switzerland.

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