## **Enhanced Transparency Framework**

- → An overview
- → ETF vis-a-vis MRV
- → Essential components





## **Transparency Arrangements**

Measurement,
Reporting and
Verification (MRV)
under the
Convention

Enhanced
Transparency
Framework (ETF)
under the Paris
Agreement



To communicate the information relevant to the implementation, including on emissions and removals, actions and support;



To provide accurate and reliable data and information;



To build trust and confidence among the Parties;



To promote effective implementation.

And additional benefits including;

- informing domestic policies, plans, strategies and programs;
- improved access to support;
- > capacity building;
- political buy-in;
- > increased awareness.



## **Enhanced Transparency Framework**

## Paris Agreement, Article 13→ established the enhanced transparency framework for <u>action</u> and <u>support</u>;

- with built-in flexibility which takes into account Parties' different capacities and builds upon the collective experience
  - recognizes the special circumstances of the LDCs and SIDS

#### **PURPOSE** of transparency for action

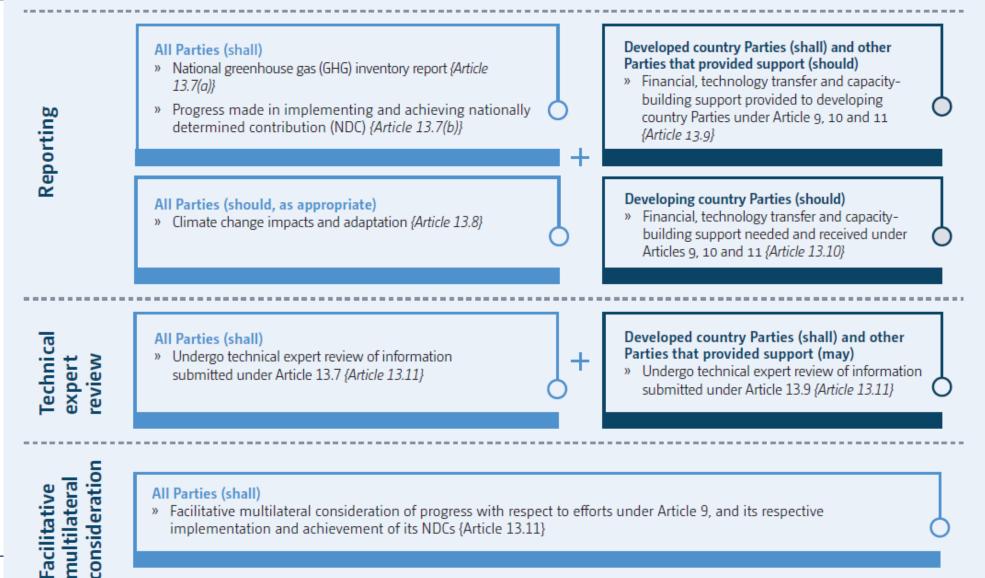
 To provide a clear understanding of climate action including clarity and tracking of progress towards achieving Parties' individual nationally determined contributions and adaptation actions, to inform global stocktake.

#### **PURPOSE** of transparency for support

 To provide clarity on support provided and received by individual Parties in the context of climate change actions and to provide a full overview of aggregate financial support provided, to inform global stocktake.

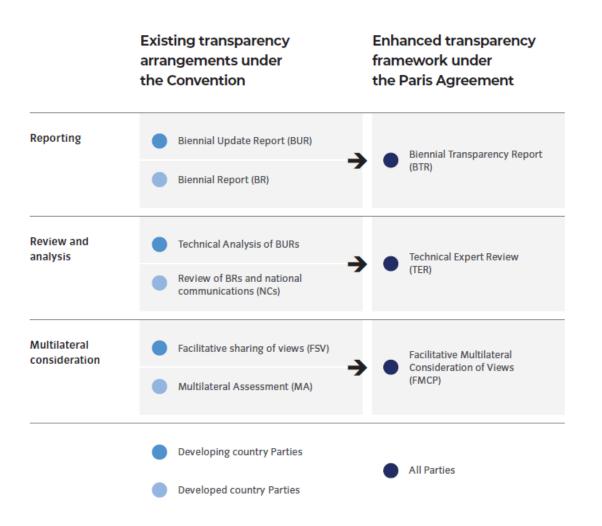


## Overview of the ETF under the Paris Agreement





### ETF vis-à-vis existing MRV arrangements: key areas of enhancement



- Establishes common modalities, procedures and guidelines applicable to all Parties with flexibility to those developing countries that need it in the light of their capacities
- Parties need to (to the extent possible) identify, regularly update, and report on areas of improvement > continuous improvement
- Provisions/requirements mostly mandatory ("shall") and more detailed reporting



## Linkage with other provisions of the Paris Agreement

#### **NDCs**

- Information
- Accounting
- Tracking

# Adaptation reporting

- Cross reference to other arrangements
- Types of information

#### Global Stocktake

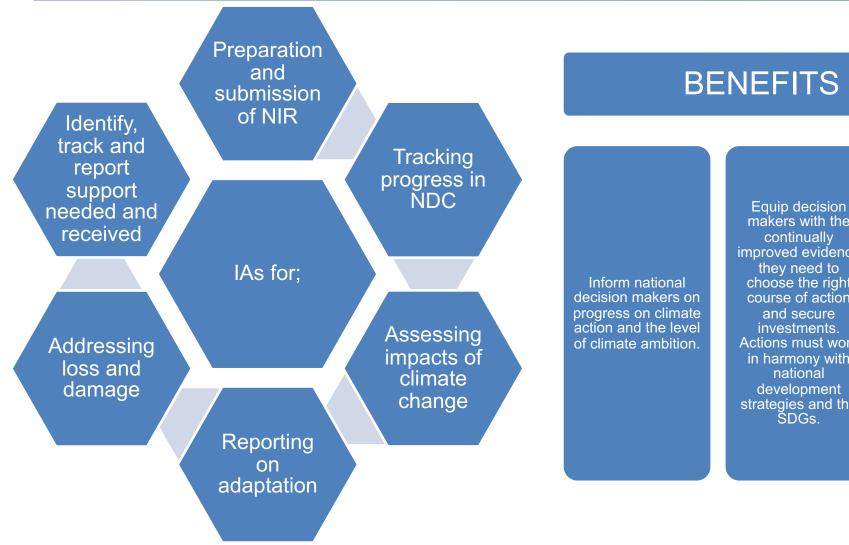
 BTRs, NIRs, adaptation communication, information on support: Input to the GST process

#### Committee

- If a Party fails to submit a mandatory report or communication of information under ETF
- If the Party does not participate in the FMCP
- With the consent of the Party concerned, engage in a facilitative consideration of issues in cases of significant and persistent inconsistencies in the information submitted by the Party.



### **Institutional Arrangements**



#### BENEFITS of STRONG IAs

makers with the continually improved evidence they need to choose the right course of action and secure investments. Actions must work in harmony with development strategies and the

Provide reliable information to the international community through regular national reporting which, among other functions, shows national achievements in planning and implementing ambitious climate action, contributes to building trust and understanding, and attracts public and private investment.

Fulfill international reporting requirements in a timely manner and on a sustainable basis.



For further reading: Handbook on institutional arrangements to support MRV/transparency of climate action and support, 2020, UNFCCC/CGE

## Transitioning from MRV to ETF...

 $2019 - 2020 - 2021 - 2022 - 2023 - 2024 - 2025 - 2026 - 2027 - 2028 - 2029 - 2030 - 2031 \rightarrow$ 

#### **Developed country Parties**

» Final biennial reports by no later than 31 December 2022

#### **Developing country Parties**

» Final BURs by no later than 31 December 2024

Technical analysis of REDD-plus activities for result-based incentives

#### **All Parties**

- » First BTRs by, at the latest, 31 December 2024 (SIDS and LDCs have discretion)
- » TER (to be initiated immediately following the submission)
- » Facilitative, multilateral consideration of progress (as soon as possible following the publication of the TER report)
- » Flexibility to those developing country Parties that need it in the light of their capacities
- » Facilitating improved reporting and transparency over time

Ongoing work under SBSTA to develop, CRTs, CTFs, and outlines of BTR, NID and TER\*\* report (to be completed by

COP 26)

#### **Developed country Parties**

- » Annual GHG inventories
- » National communications\*

#### **Developing country Parties**

» National communications\*

**Existing MRV arrangements** 

Enhanced transparency framework

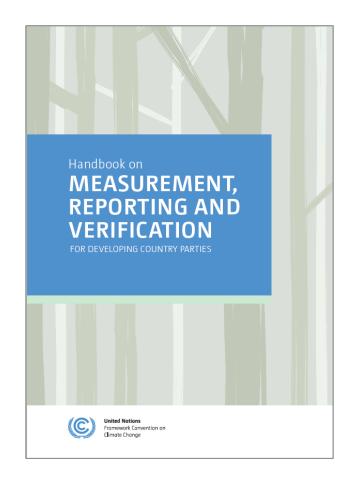
\*\*CRT common reporting tables; CTF common tabular formats; NID national inventory document

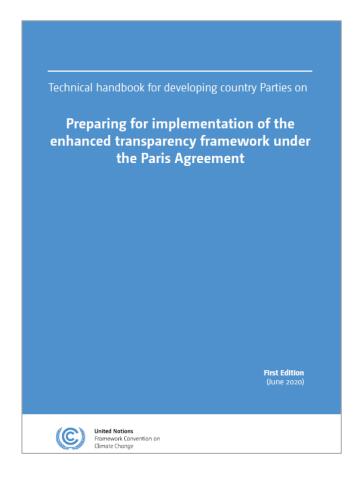
<sup>\*</sup> Parties may submit their national communication and biennial transparency report as a single report

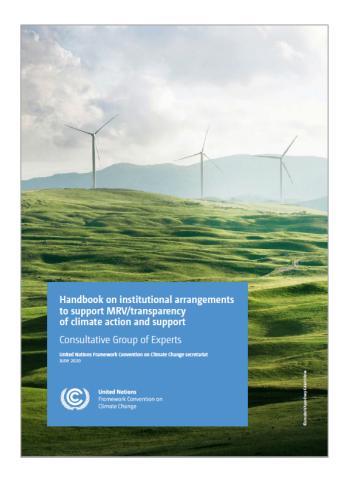
### In closing...

- True to the Paris spirit, the enhanced transparency framework builds and enhances the existing MRV arrangements.
- The existing MRV arrangements provide perfect opportunity for Parties to do a "dry run" of the enhanced transparency framework.
- Focus on enhancing the institutional arrangements; in doing so, the requirements stemming from the ETF need to kept fully in sight – there are number of success stories to draw inspiration from.
- Ownership, domestic political buy-in, access to support, etc., will continue to be essential
  ingredients for a successful implementation of the ETF.









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