

# FORUM ON THE IMPACTS OF THE IMPLEMENTATION OF RESPONSE MEASURES

## *Contents and Modalities for the Forum and Work Program on the Social and Economic Impacts of Response Measures*

*Presentation by Saudi Arabia*

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*December 1, 2011 (Durban)*

# Part I

# Permanent Forum

# Permanent Forum

- ▣ **Role, Form, Scope and Functions**
  - ▣ Permanent Forum.
  - ▣ Offer a continuous platform for dialogue and space for discussion and collaboration, through participation of Parties, experts, civil societies, NGO's and IGO's, to exchange views and share their experiences, share best practices, enhance understanding, relating to the economic and social consequences of response measures.

# Permanent Forum

- ▣ **Role, Form, Scope and Functions**
  - ▣ Carry out a detailed Work Program.
  - ▣ Assign specific tasks, commission technical reports, liaise with other relevant organization,
  - ▣ Make recommendations for SBSTA/SBI/COP.
  - ▣ Review progress and compliance on the implementation of decisions and conclusions
  - ▣ Able to organize workshops, round tables, special events and activities
  - ▣ Establish small working groups, committees
  - ▣ Produce reports and information notes

# Permanent Forum

## ▣ Organization

- Meet 4 times annually
  - ▣ 2 Exchange Meetings
  - ▣ 2 Technical Meetings
- Chair, Vice Chair
- Dedicated Secretariat
  - ▣ Calendar of meetings, Agendas , Reports, Management of documentation
  - ▣ Work Programme, activity cycle;
  - ▣ Maintain and update rosters of experts
  - ▣ Website

# Permanent Forum

## ▣ Link to COP/SBs

- ▣ Accountable to the COP
- ▣ Report to the COP and Subsidiary Bodies, depending on the nature of report and recommendation
- ▣ Supervises the implementation of activities agreed under by the COP and Subsidiary Bodies
- ▣ COP conducts a 5 year periodic review of the Forum with a view to enhancing effectiveness

# Part II

# Work Programme



# Detailed Work Program

## □ Objective

- Identify activities, timelines, and milestones for the various elements that are to be addressed under the Forum
- Assure that the Forum delivers positive results and recommendations for the implementation of issues related to the social and economic impacts of response measures



# Work Program

## ▣ Structure

A detailed work program must follow a structured approach under the following categories:

1. Examining the Policies
2. Examining the Impact
3. Reducing the Impact
4. Building Resilience

# Detailed Work Program

## 1. Examining the Policies:

- Modeling the different policies including; modeling tools, assumption, and cost analysis.
- Arranging bilateral and multilateral dialogue on the findings and compare modeling results
- Reporting on modeling efforts and dialogue

# Detailed Work Program

## 1. Examining the Policies:

- Evaluate & analyze different economic modeling (best option for each of differing case of developing countries vulnerabilities)
- Further understanding and careful evaluation needed of the inter-linkages.

# Detailed Work Program

## 2. Examining the Impact:

- Assessment of the impacts of the mitigation policies on different economic sectors and social groups, and the measures needed to address these impacts.
- Developing socio-economic assessment of the potential impacts on health, employment and incomes, gender and migration.
- Addressing the adverse impact of unilateral trade measures against goods and services from developing countries, such as subsidies, free allowances, and border tariffs adjustments.

# Detailed Work Program

## 2. Examining the Impact:

- Examining the adverse spillover effects of trade and market barriers on the social, environmental, and economic and investment opportunities, in developing countries.
- Assessment of the effects and costs of shifting production and export patterns on vulnerable economies.

# Detailed Work Program

## 2. Examining the Impact:

- Examining the impacts of eco-trade barriers on the supply chain of production, export, and procurement patterns from developing countries.
- Addressing the impacts of policy measures such as border carbon adjustment schemes on the social and economic growth at the exporting developing countries, which should include studying certain affected industries, export opportunities, and workers at these sectors.

# Detailed Work Program

## 3. Reducing the Impact:

- Promoting policies that minimize any potential consequences of the mitigating response measures on developing countries;
- Greater emphasis should be given to climate policies that have larger associated benefits in terms of poverty reduction and social protection.
- Promoting a supportive economic system leading to sustainable economic growth and development in the developing countries.



# Detailed Work Program

## 3. Reducing the Impact:

- Progressive reduction of market imperfections, fiscal incentives, tax and duty exemptions and subsidies in all greenhouse gas emitting sectors; and the removal of subsidies associated with environmentally unsound and unsafe technologies.
- Enabling access for developing countries, and ensure that intellectual property rights (IPRs) do not become a barrier to transfer of climate friendly technologies.
- Promoting foreign direct investment in developing countries to improve the global allocation of resources and encourage transmission of technology across international borders.

# Detailed Work Program

## 3. Reducing the Impact:

- Developing risk sharing mechanisms regarding loss of income and strengthening developing countries' social protection and security policies.
- Investing in and scaling up promising and proven technology driven solutions to reduce emissions which do not necessarily require a move to reduce consumption of fossil fuels such as carbon capture and storage (CCS).
- Promoting local knowledge of spillovers for developing countries to accelerate their economic development.

# Detailed Work Program

## 3. Reducing the Impact:

- Inviting participation of international organizations and industry experts, etc.
- Promoting preferential market access and differential treatment.
- Advancing training for adaptation technologies.
- Improving communication between industry and academia.
- Supporting cooperative work to minimize the adverse consequences of response measures.

# Detailed Work Program

## 4. Building Resilience:

- Need for short term and long term adaptive measures in order to be proactive (to minimize adverse effects), and be prepared (insurance).
- Improving short-term resilience thru: Insurance and financial risk management;
- Achieving long-term resilience thru: economic diversification.
- Improving financial resilience and leveraging financial assistance thru existing institutions.

# Detailed Work Program

## 4. Building Resilience:

- Developing institutional capacity and improve understanding of how economic diversification can be integrated into national sustainable development priorities.
- Hedging mechanisms against potential losses/risks, including: hedging with market instruments/ stabilizing funds, etc.
- Increasing technological assistance to developing countries.
- Assisting developing countries that are highly dependent on the export and consumption of fossil fuels in strengthening resilience and diversifying their economies.

# Detailed Work Program

## 4. Building Resilience:

- Risk management thru: commodity price insurance; risk financing and risk transfer; etc.
- Massive investments will be needed to make up for the high risks associated with shifting production and export patterns.
- Promotion, cooperation and support in the technological development of non-energy uses of fossil fuels; and in the development, diffusion and transfer of less GHG advanced fossil fuels technologies.
- Strengthening developing countries institutional capacity to improve efficiency in upstream and downstream activities relating to fossil fuels.



# Detailed Work Program

## 4. Building Resilience:

- Encouraging direct investment by and technology transfer from developed countries to assist in the economic diversification of developing countries.
- Motivating private-public partnerships and contribution to various areas to support economic diversification.
- Sharing experiences and opportunities on the development and dissemination of measures, methodologies and tools aimed at increasing economic resilience.
- Encouraging and commissioning inputs from technical experts, international organizations and others.
- Supporting on-going forum for continuous dialogue to discuss relevant current and arising issues, and to provide an on-going process for assessment and evaluation.



# Work Program

## ▣ Management

- ▣ Lists of Activities
- ▣ Goals and Timetables
- ▣ Milestones
- ▣ Review and Assessment
- ▣ Follow-ups and Corrections

# Work Program

## ▣ Review

- ▣ Ongoing process
  - Application of each activity
  - Assessment of complete sections
  - Assessment of program

## ▣ Links

- ▣ Between activities and elements
- ▣ With inputs under other processes
  - National Communications
  - Inventory Reports

THANK YOU