

Secretary-General's Climate Action Summit

Track #9: Climate finance and carbon pricing v3 – 31 May 2019 (unchanged from v2)

1. The Coalition

- Co-leading countries: France, Jamaica, Qatar
- Supporting institution: World Bank
- Country members: Republic of Korea, Senegal
- Supporting countries and stakeholders: Canada, Denmark, Germany, Switzerland, Bloomberg Philanthropies, International Finance Corporation (IFC), Deutsche Gesellschaft für Internationale Zusammenarbeit (GIZ), World Resources Institute, and others (tbc).

2. Expected outcomes

Deliver on the climate finance commitments

Objective: deliver on the concrete commitments for the scaling-up of climate finance.

Expected outcomes:

- Scale up climate finance to reach USD 100 billion goal by 2020.
 - Strong political signals that demonstrate and reassure the collective commitment to scale-up climate finance and achieve the goals under the UNFCCC.
- Signal the pathway for ambitious climate finance goals that respond to the Paris Agreement objectives; particularly, for adaptation finance.
- Secure the successful replenishment of the Green Climate Fund.
 - Commitments from a variety of stakeholders to ensure the replenishment process is in line with the Paris Agreement goals.

Align private and public finance with the Paris Agreement goals through public-private partnerships

Objective: Commitments showcasing that private and public finance flows are consistent with a pathway towards low emission and climate resilient development.

Expected outcomes:

- Encourage, and scale-up, the most efficient public policies to redirect finance flows towards low-emission and climate resilient investments (e.g. Emissions Trading Systems, phasing-out fossil fuel subsidies, and carbon taxes).
 - E.g. Strengthened initiatives/partnerships aiming at expanding the implementation of this type of measures and instruments
 - E.g. x% of institutional investors and other financial actors commit to implement assessment frameworks on the alignment with the Paris

- Push on equity investment and mobilize private equity funds to prioritize long-term sustainability and make their portfolios Paris Agreement-compatible.
 - E.g. Green Banks/Facilities
 - E.g. Cooperation between stakeholders (public and private) to create frameworks/structures to invest equity at significant scale, including for adaptation.
 - E.g. Establishment of accountability mechanisms to ensure that portfolios are Paris Agreement-compatible.
- Escalation of commitments to increase the proportion of blended finance to accelerate climate action.
 - E.g. New/enhanced mechanisms to significantly scale up and speed up the proportion of blended finance and new risk mitigation instruments.

Expand existing initiatives and coalitions and build new ambitious ones

Objective: to build new and ambitious initiatives and coalitions and expand the existing ones.

Expected outcomes:

- Using initiatives such as the One Planet Sovereign Wealth Initiative, expand and build a network of sovereign wealth funds.
- Build on existing initiatives and coalitions such as: The Finance Minister's Coalition on Climate Action; Closing the Investment Gap Initiative: Climate Finance Leadership Initiative; Carbon Pricing Leadership Coalition; etc.
- Ensure enhanced access to climate finance across a diversity of funds, institutions and initiatives.