# Analysis to identify synergies between the Governance Regulation and the UNFCCC

#### Objective:

To identify similarities and differences between the Governance Regulation and reporting in the Biennial Transparency Reports (BTRs) under the Enhanced Transparency Framework of the Paris Agreement.

To develop export and import functionalities on Reportnet, to allow for a smoother transfer of similar reported data from one reporting obligation system to the other.

## SYNERGIES BETWEEN SPECIFIC REPORTING REQUIREMENTS UNDER THE GOVERNANCE REGULATION AND THE UNFCCC

Scope:

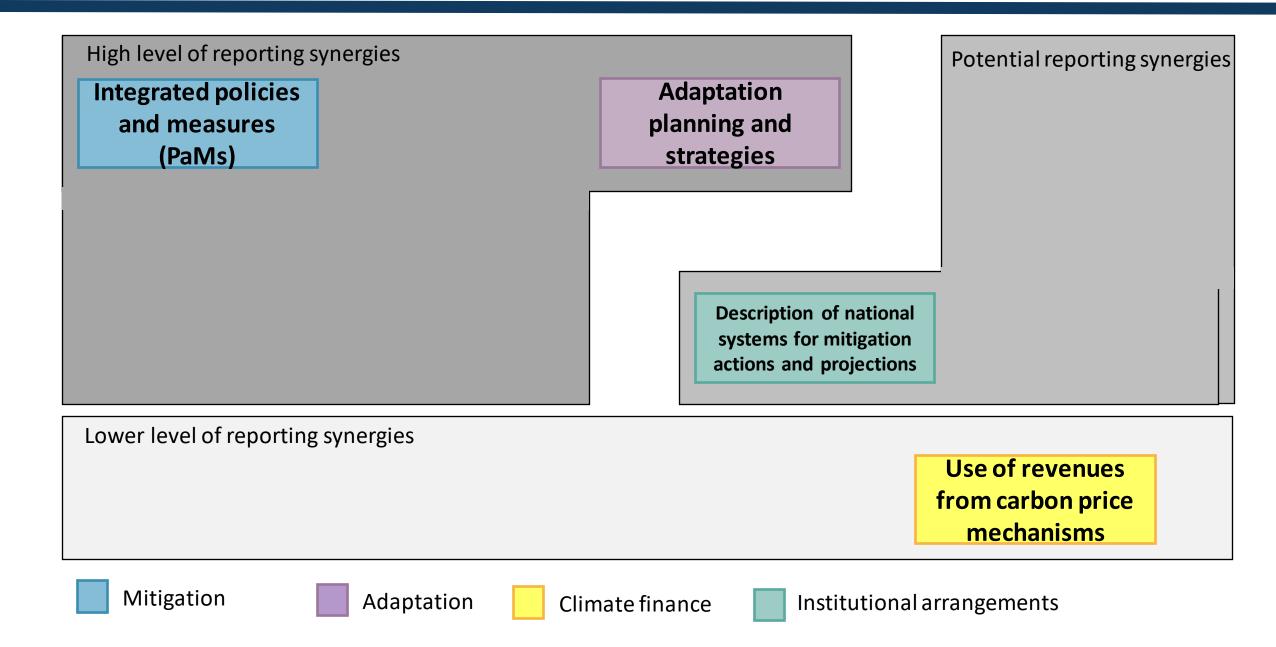
Initial focus on the four current active reporting obligations under the adapted governance regulation:

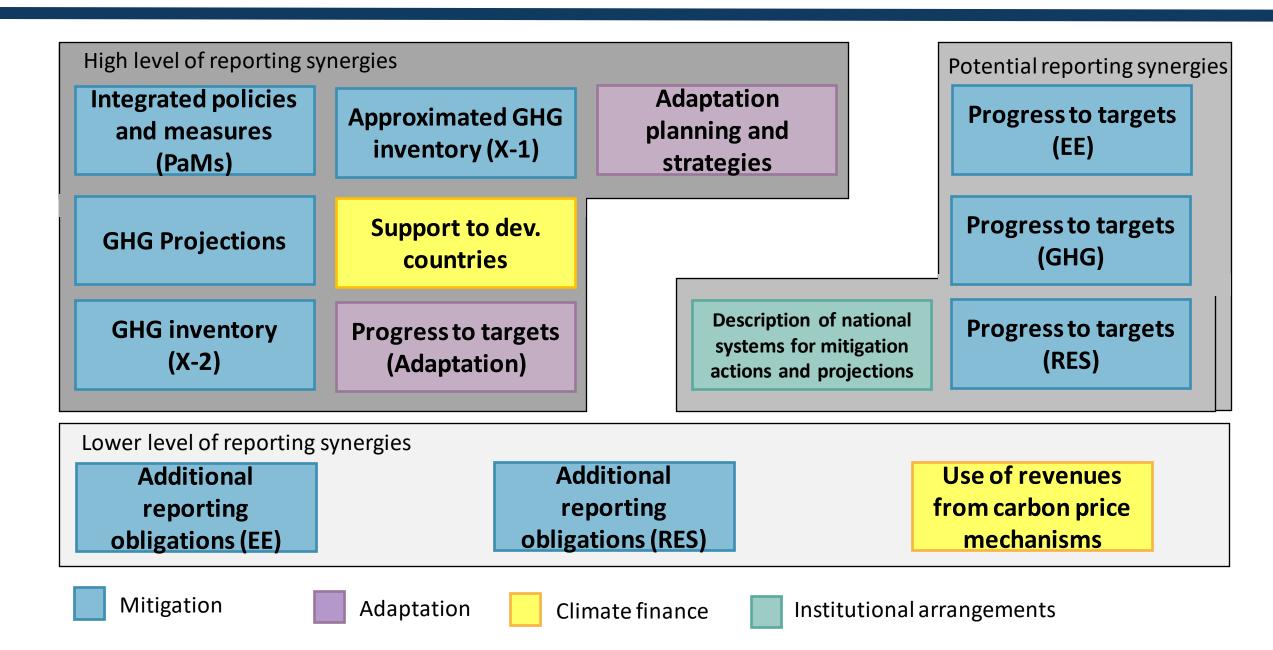
- National systems for policies and measures and projections
- Greenhouse gas policies and measures (PaMs)
- Climate change impacts and adaptation
- Use of revenues from carbon price mechanisms

Method:

Taking the point of departure in the Governance Regulation (how it appears in Reportnet) and then identifying similar reporting obligations in:

- The MPGs for the relevant reporting obligations
- For PaMs the Common Tabular Format (CTF), in particular CTF 5.





## GHG POLICIES AND MEASURES

#### Scope of analysis for differences and similarities:

- Annexes of the Governance Regulation
- Common tabular format (CTF) table 5
- o MPGs directly associated with PaMs, Section D, 80-90.

#### Presentation of the analysis:

- Tables identifying what reporting obligations are common/similar
- Tables identifying what is different



## GHG POLICIES AND MEASURES – Similarities

	Corresponding headline in the BTR	MPG	
Adapted Governance Regulation Headline	CTF 5 Table.	paragraph	MPG text/footnote text
Table 1. Sectors, gases and type of policy instrument			
Name of PaM og group of PaMs	Name	82. (a)	Name;
Short description	Description	82. (b)	Description;
Greenhouse gas(es) affected	Gases affected	82. (g)	Gases affected;
Sector affected Sector affected	Sector(s) affected	82. (f)	Sector(s) affected (energy, transport, industrial processes and product use, agriculture, LULUCF, waste management or other);
Quantified Objective(s)	Objectives	82. (c)	Objectives;
Comment on the quantified objective	Objectives	82. (c)	Objectives;
Assessment of the contribution of the policy or measure to th	ne		
achievement of the long-term strategy referred to in Article 1	15		Each Party should, to the extent possible, provide information about how
Regulation (EU) 2018/1999 of the adapted Governance			its actions, policies and measures are modifying longer-term trends in GHG
Regulation.	Description (footnote f)	89.	emissions and removals.
	Type of instrument (regulatory,		
Type of policy instrument	economic instrument or other)	82. (d)	Type of instrument (regulatory, economic instrument or other);
Status of implementation	Status	82. (e)	Status (planned, adopted or implemented);
Start [of implementation period]	Start year of implementation	82. (h)	Start year of implementation;
			Parties may indicate whether a measure is included in the 'with measures'
Projections scenario in which the PaMis included	Name (footnote c)	N/A	projections.
Name [of implementing entity]	Implementing entity or entities	82. (i)	Implementing entity or entities.

## GHG POLICIES AND MEASURES – Similarities

		MPG				
Adapted Governance Regulation	Corresponding headline in CTF 5 Table.	paragraph	MPG text/footnote text			
Table 2. Available results of ex-ante and ex-post assessments of the effects of individual or groups of policies and measures on mitigation of climate change						
Ex-ante assessment:						
GHG emissions reductions for year 2025 (kt CO2-equivalent per year): LULUCF; total;			Fach Deutschall and ide to the extent manifely actions to a factor at all and			
GHG emissions reductions for year 2030 (kt CO2-equivalent per year): LULUCF; total;	Estimates of GHG emission reductions (kt Co2eq): Expected	85.	Each Party shall provide, to the extent possible, estimates of expected and achieved GHG emission reductions for its actions, policies and measures in the tabular format referred to in paragraph 82 above; those developing country Parties that need flexibility in the light of their capacities with respect to this provision are instead encouraged to report this information.			
GHG emissions reductions for year 2035 (kt CO2-equivalent per year): LULUCF; total;						
GHG emissions reductions for year 2040 (kt CO2-equivalent per year): LULUCF; total;						
	Added as an annex (footnotek in the CTF).	86.	Each Party shall describe the methodologies and assumptions used to estimate the GHG emission reductions or removals due to each action, policy and measure, to the extent available. This information may be presented in an annex to its biennial transparency report.			
Factors affected by the PaM	N/A	90.	Each Party is encouraged to provide detailed information, to the extent possible, on the assessment of economic and social impacts of response measures.			
Ex-post assessment:						
GHG emissions reductions (kt CO2-equivalent per year): specify year: LULUCF; Total;	Estimates of GHG emission reductions (kt Co2eq): Achieved	85.	As above.			
Explanation of the basis for the mitigation estimates	Added as an annex (footnotek in the CTF).	86.	As above.			
Factors affected by the PaM	N/A	90.	As above.			

## GHG POLICIES AND MEASURES – Similarities

Adapted Governance Regulation  Table 3. Projected costs and benefits and c) Realised costs	Corresponding headline in CTF 5 Table. and benefits:	MPG paragraph	MPG text/footnote text
Gross costs in chosen currency per tonne CO2eq reduced/sequestered;  Absolute gross costs per year in chosen currency;  Benefits in chosen currency per tonne CO2eq reduced/sequestered;  Absolute benefits per year in chosen currency;  Net costs in chosen currency per tonne CO2eq reduced/sequestered;  Absolute net costs per year in chosen currency;	Description (footnote d)	83. (a)	Each Party may also provide the following information for each action, policy and measure reported: (a) Costs;
Description of non-GHG mitigation benefits.	Description (footnote d)	83. (b)	Non-GHG mitigation benefits;

## GHG POLICIES AND MEASURES – Differences

#### Included in the GovReg but not reflected in CTF/MPGs

From Table 1.

Geographic coverage

Information related to relation to Energy Community policies

Indicators used to monitor and evaluate progress over time (ex-post or ex-ante)

From Table 2.

Nothing identified

From Table 3.

Gross costs

Benefits per tonne CO2eq reduced/sequestred

Net costs

Description of cost estimates (basis for cost estimate, what type of costs are included in the estimate, methodology);

#### Included in the CTF/MPGs but not in the GovReg

- 83. (c). How the mitigation actions as identified in paragraph 80 above interact with each other, as appropriate.
- 87. Each Party should identify those actions, policies and measures that are no longer in place compared with the most recent biennial transparency report, and explain why they are no longer in place.
- 88. Each Party should identify its actions, policies and measures that influence GHG emissions from international transport.

## CLIMATE CHANGE IMPACTS AND ADAPTATION



#### • Shared purpose:

- To increase the visibility and profile of adaptation and its balance with mitigation;
- To strengthen adaptation action and support for developing countries;
- o To provide input to the global stocktake; and
- To enhance learning and understanding of adaptation needs and actions.
- Adaptation Communication (AC) Decision 9/CMA.1 (2018) and the draft supplementary guidance (2022)
- Reporting on impacts of climate change and adaptation within the BTR as per decision 18/CMA.1 (recommended)
- The BTR guidelines closely align with the reporting obligations outlined in the adapted EU Governance Regulation (GovReg).
- The submission of an AC is **not mandatory** and can accompany the BTR or be shared through other reporting channels like the reports on progress on the NDCs, NC, or NAPs.
- The reporting on national climate change adaptation planning and strategies is mandatory under the adapted GovReg adopted by the Ministerial Council of the Energy Community.

## CLIMATE CHANGE IMPACTS AND ADAPTATION

• The alignment is almost on a one-to-one basis, with a few exceptions:

GovReg	UNFCCC
Has a dedicated section covering the <b>sub-national level</b> .  Offers <b>a template</b> , providing a better framework to guide the reporting process, particularly by including sub-sections and guiding questions and definitions that help the reporter identify what level of detail and type of information they should provide under each section.	<ul> <li>Section G on Information related to averting, minimizing, and addressing loss and damage associated with climate change impacts</li> <li>Part (c) on How the best available science, gender perspectives, and indigenous, traditional, and local knowledge are integrated into adaptation, of Section D on Adaptation strategies, policies, plans, goals, and actions to integrate adaptation into national policies and strategies, is not explicitly covered by the GovReg.</li> </ul>

**EU Adaptation Communication (2021)** 

**Climate-ADAPT Country Profiles** 

Climate finance related information

"local, national or transnational financing – drawn from public, private and alternative sources of financing – that seeks to support mitigation and adaptation actions that will address climate change." (UNFCCC)

- Use of revenue from carbon price mechanisms
  - Requested in the EC Adapted Governance Regulation
  - Not requested by the UNFCCC Reporting
- Financial support to developing countries
  - Requested by the EC Adapted Governance Regulation – Obligation
  - Requested by the UNFCCC Reporting Flexibility for developing countries
  - o Content: Alignment almost one to one
  - o Timing:
    - GovReg: To be reported from 2025 and then yearly
    - UNFCCC: First reporting expected by December 2024
- Support needed and received
  - Requested only by the UNFCCC



#### OPPORTUNITIES FOR STREAMLINING

Aim: Ease the IT reporting process

Tool to transfer the overlap (EEA – UNFCCC reporting)



