Technical & policy segment Green tagging methodologies in MoF toolboxes for the transition



1. Green budget tagging, Why and what?

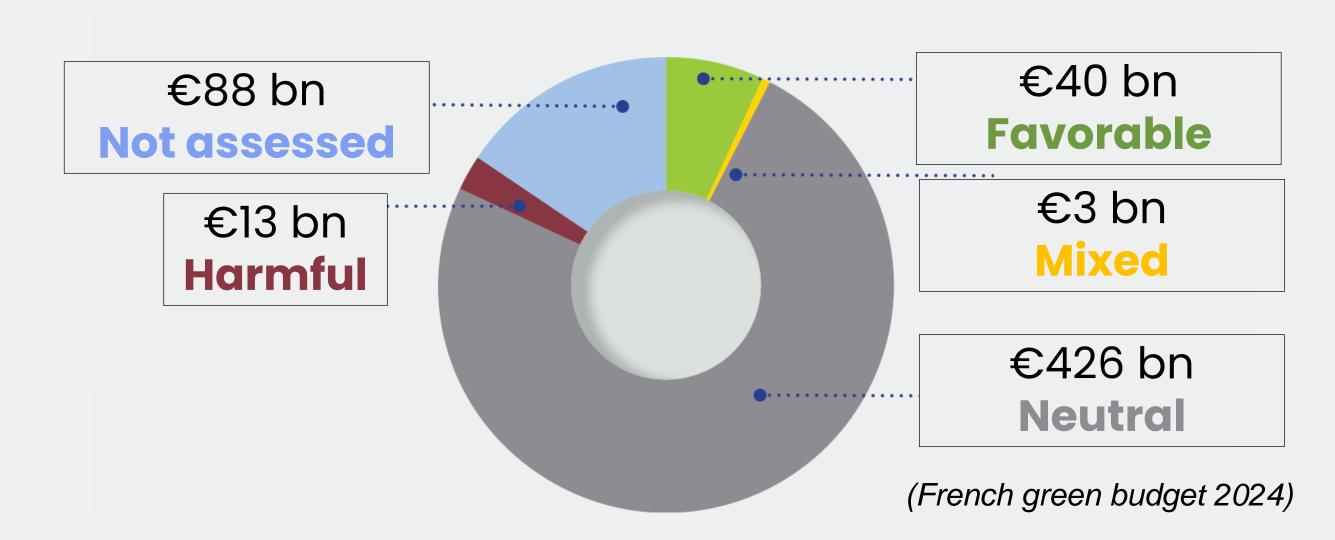
2. Green tagging in 2023

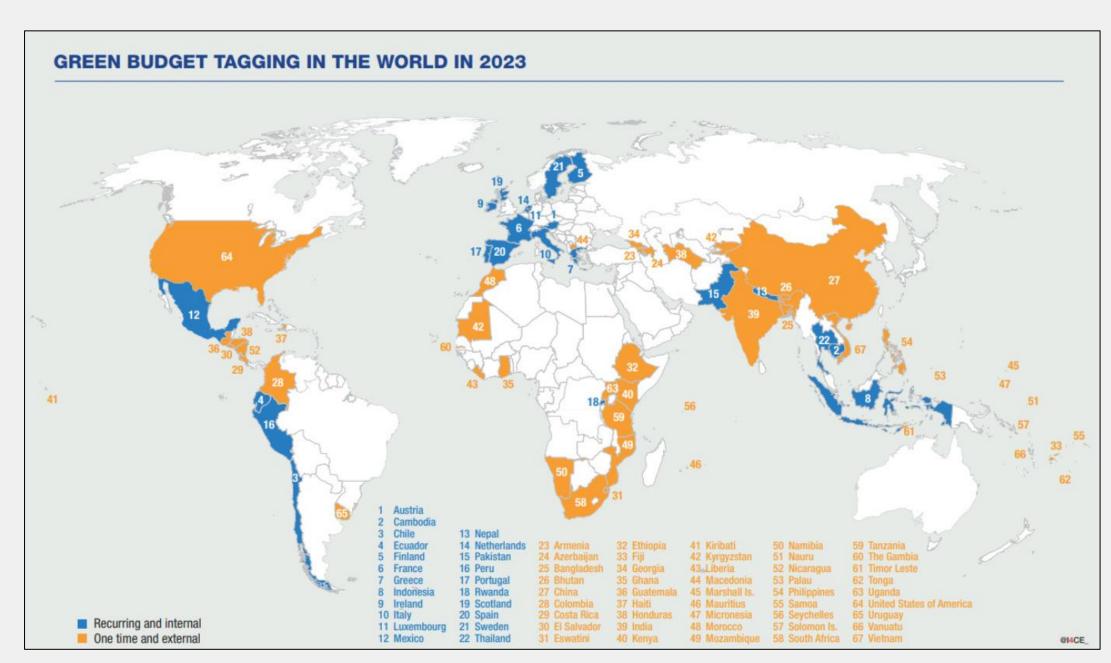
> Showcase national effort

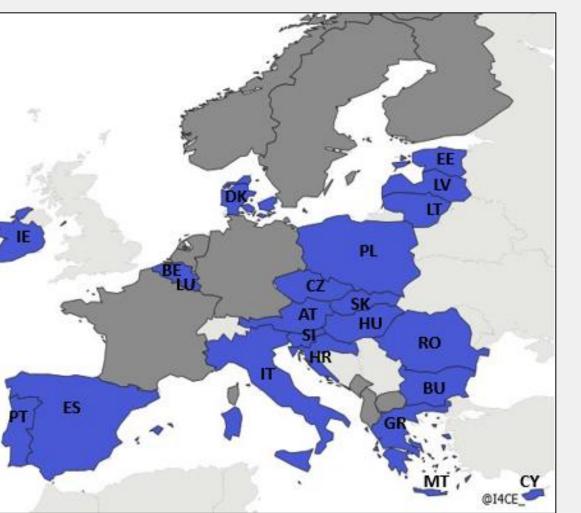
- Facilitate access to international finance
- Accountability & transparency of public action

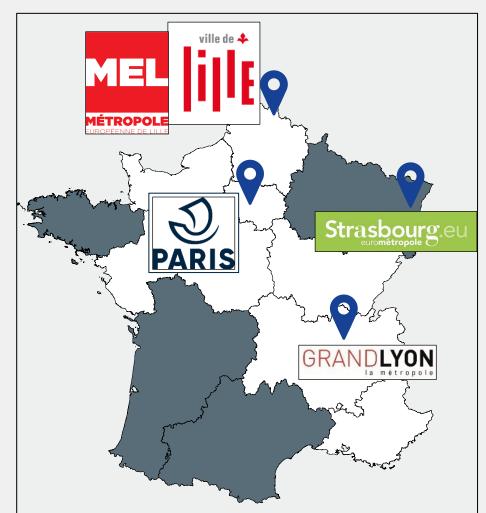
> Steer budgetary decisions

- Consistency of budgets across ministries, scales and environmental dimensions
- Improve spending effectiveness by flagging inconsistencies
- Facilitate trade-offs and prioritization

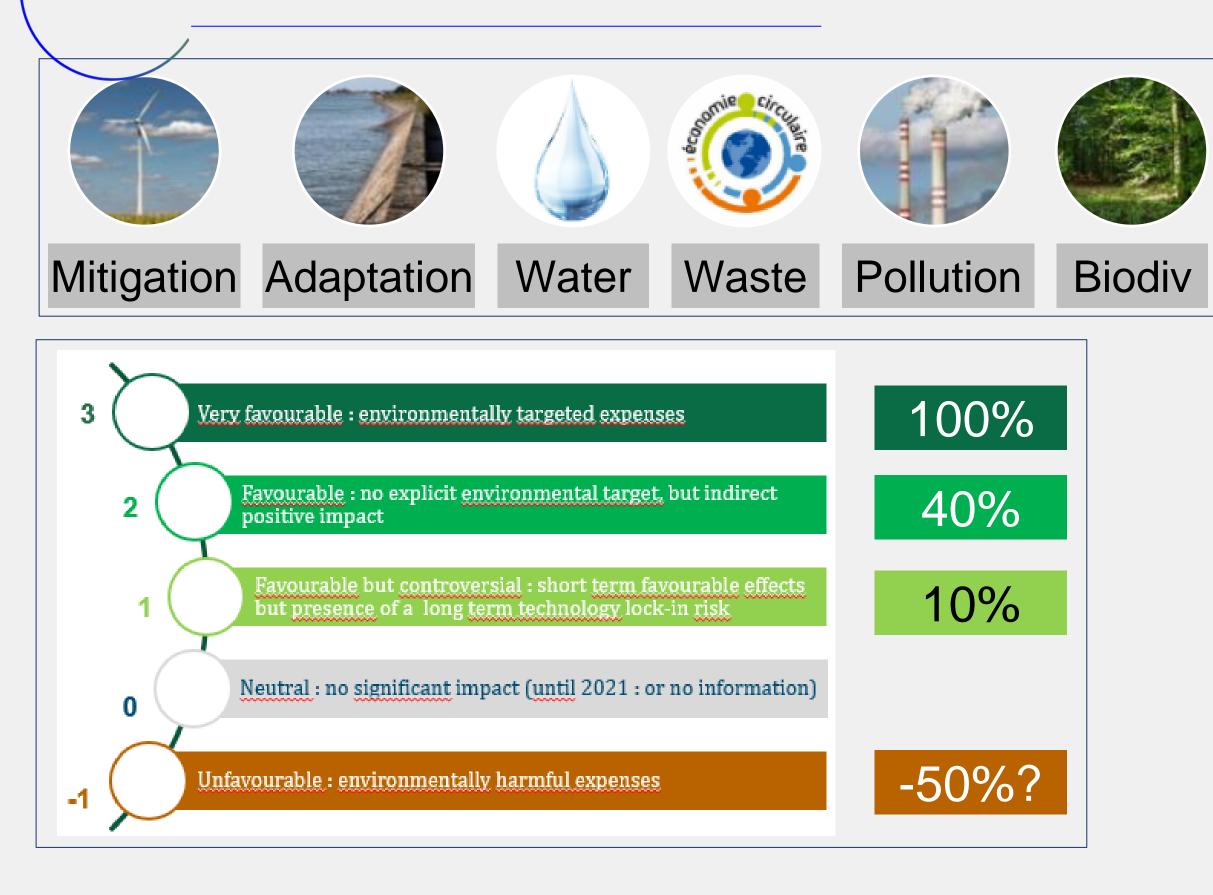


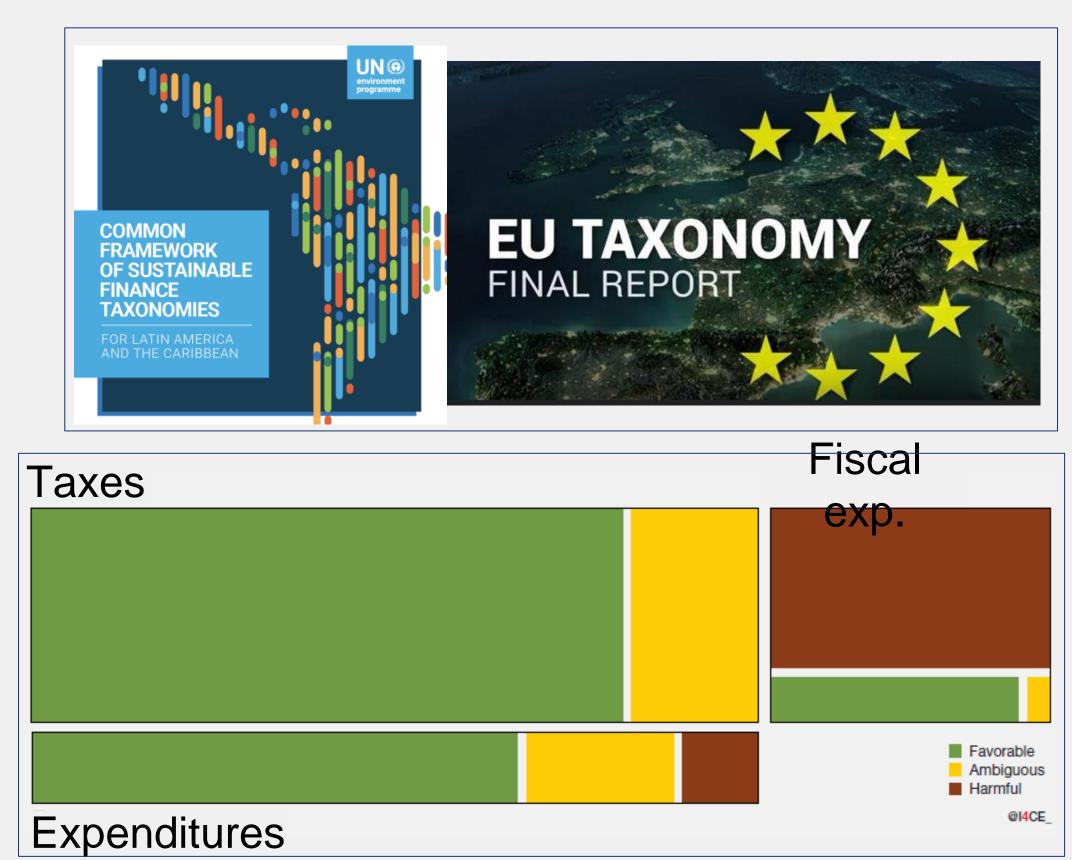






3. Structuring methodological choices





4. Fitting the bigger picture: financing plans for the transition

How much investment? When and where? Who will invest?
Who will finance?

How to unlock these flows?

Macroeconomic levers and consequences

> Establish a country-driven consensus

Reality check on long-term climate goals

> Systemic long-term approach

- Limit stranded assets
- Avoid maladaptation

> Embed public spending in broader picture

- Articulate with other tools e.g. regulation
- Facilitate crowd-in (private, intl finance)

Good progress over 45 indicators

Average achievement around 60%

Overall good LTSs and NAPs

Few NDCs cover adaptation Short term goals much less detailed

INV needs / funding options lag behind

3 out of 10 mention them in NDC or NAP 6 out of 10 include them in their LTSs.



POSTIC Sebastien – Institute for Climate Economics

Budgetary and fiscal tools to steer and finance the transition





