

Annex XLVIII

**DRAFT DECISION ON AGENDA ITEM 13(g)(ii):
FRAMEWORK FOR CONSULTATIONS WITH RELEVANT FUNDS AND FINANCIAL
INSTITUTIONS TO EXPLORE THE MOBILIZATION OF ADDITIONAL FINANCIAL
RESOURCES FOR MAINTAINING OR ENHANCING ENERGY EFFICIENCY WHEN
REPLACING HFCs WITH LOW GLOBAL-WARMING POTENTIAL REFRIGERANTS IN
THE REFRIGERATION AND AIR-CONDITIONING SECTOR
(WORKING TEXT)**

The Executive Committee may wish:

- (a) [To request the Secretariat to prepare a report for the first meeting of the Executive Committee in 2022 identifying options within the Multilateral Fund as well as working with other financial institutions [including those willing to align with the Multilateral Fund] [whose procedures could be aligned with the Multilateral Fund], [procedures, and the modalities for mobilizing financial resources for maintaining and/or enhancing energy efficiency when replacing HFCs with low-GWP alternatives in the refrigeration, air-conditioning and heat pump (RACHP) sectors] [including consideration of innovative funding models such as incentives and concessional finance, estimate costs and benefits of potential interventions to maintain or enhance energy efficiency through]:
 - (i) Installation and maintenance;
 - (ii) Manufacturing sector conversions; and
 - (iii) Broad energy efficiency policy measures (e.g. minimum energy performance standards, labelling, or consumer incentives).
- (b) To request the Secretariat as part of the report referred to sub-paragraph (?) above to identify the relevant procedures and conditionalities for funding from those other financial institutions [including multilateral development banks, climate investment funds, bilateral development banks, the Green Climate Fund and the Global Environment Facility] on energy efficiency to enable co-financing alongside or to align with Multilateral Fund projects [and the possibility of these institutions aligning with the Multilateral Fund, procedures, and the modalities for mobilizing financial resources for maintaining and/or enhancing energy efficiency];
- (c) [Recommendations for the consideration of the Executive Committee for channeling these funds through the Multilateral Fund for maintaining and/or enhancing the energy efficiency over and above the funds for phase down of HFCs at the time of approval of the projects in the following RACHP sector:]
 - (i) Installation and maintenance;
 - (ii) Manufacturing sector conversions; and
 - (iii) Broad energy efficiency policy measures (e.g. minimum energy performance standards, labelling, or consumer incentives).

Australia proposal

[To invite Executive Committee members to submit their views by [14 May 2021] on the following issues in relation to reaching out to other funds and institutions for the purpose of mobilizing resources to support enhancing energy efficiency when phasing down HFCs:

- (a) Which institutions should be formally approached?
- (b) Which types of activities and projects related to enhancing energy efficiency could be considered for potential funding from sources outside of the Multilateral Fund?
- (c) Which types of collaborative arrangements should the Multilateral Fund consider with other institutions?
- (d) What key questions does the Executive Committee needs to be answered from these institutions?
- (e) Proposed revisions to the information note in Annex II of document UNEP/OzL.Pro/ExCom/86/93 that could be shared with institutions that are consulted.

[To request the Secretariat to compile all submissions received from Executive Committee members in line with sub-paragraph (?) above] and to continue to discuss the issues of consulting with other funds and financial institutions at the 87th meeting taking into account document UNEP/OzL.Pro/ExCom/86/93.]

