<u>Means of Implementation</u>: remarks on the part of the Women's Major Group, Trade Union and Workers Major Group, Asia Pacific Forum on Women, Law and Development, Third World Network, Global Policy Forum, IBON International.

With respect to Focus Area 18 on Means of Implementation, we welcome your proposal for developed countries to recommit to meet ODA targets, especially in light of the recent decline in ODA flows.

We are concerned, however, that the focus area text does not recognize that Means of Implementation must address both the mobilization of financial resources and technology, <u>and</u> the international architecture that determines States' ability to use those resources for sustainable development, namely the global trade and financial framework.

International financial institutions and trade policies require fundamental, development-oriented, rights-based, structural reform. Taking the key issue of sovereign debt: The IMF and World Bank, despite some debt cancellation initiatives, continue to require a total debt service that is reportedly 5 times that of total annual ODA flows to developing countries. Ensuring long-term debt sustainability is included under "means of implementation" in the Rio+ 20 outcome document, and we therefore call for sovereign debt to be specifically addressed by the Open Working Group.

Our second principal concern is that, consistent with the Rio+20 outcome document, new sources of financing such as public-private partnerships and South-South cooperation must be recognized as complementary and not a substitute for traditional means of implementation.

We note however that private public partnerships can seem financially attractive because of accounting that hides fiscal risks and costs. These partnerships risk worsening inequality in income and access by socializing costs while privatizing benefits. They cannot be viewed as suitable replacements to the state in delivering essential services and, accordingly, public finance should be used to strengthen state institutions to deliver these services. Moreover, the profitorientation of the private sector and the fact it's not required to invest in global public goods means that the public sector must remain at the centre of sustainable development financing. Private sector participation, where appropriate, must be underpinned by human rights and ILO normative frameworks.

Investment is highlighted in the focus area text as a promising additional source of financing, yet bilateral and multilateral investment treaties allow significant infringement by corporate actors on national policy space that should be protected to allow rights-based, development-oriented social and economic policies.

Third, we wish to highlight that means of implementation encompasses capacity-building and technology transfer. While the focus area text makes some mention of technology transfer, it misses critical points from the Rio+20 outcome

document. We draw your attention particularly to paragraphs 269 to 273. Developing countries must have equitable access to environmentally sound technologies, which may require lifting intellectual property barriers. In this regard, we refer to the work of the Technology Working Group and its recommendations pertaining to least developed countries.

Fourth, we emphasize that the principle of common but differentiated responsibilities applies to means of implementation on the whole, and not just climate policy; and that the obligations of States should be commensurate with their stage of development.

Finally, we call for a standalone goal on global partnership. Effective means of implementation requires a strengthened global partnership to mobilise the will and leadership required to create the necessary systemic change.