

## **CAPACITY BUILDING PROGRAMME ON SUSTAINABLE FINANCE TAXONOMIES**

### **Session II: Governance for sustainable finance taxonomy development, implementation, and update.**

Virtual session – Thursday, February 1<sup>st</sup> from 8:30 a.m. to 10:30 a.m. (Mexico City time)

#### 2 hours session

This session focuses on governance structures and models suitable for the development, implementation, and update of sustainable finance taxonomies. Clearly establishing the roles and responsibilities of stakeholders involved in the development, implementation, and update of these policy instruments. Establishing a clear and robust governance structure for a taxonomy is essential for ensuring consistency, interoperability, quality, and efficiency in data management, as well as supporting compliance, security, and collaboration within an organization. In addition, the session set out the main steps for the development of national sustainable finance taxonomies. Finally, the session features a series of real-practical experiences on the development and implementation of a national taxonomy with an emphasis on the governance process of a national sustainable finance taxonomy.

This session will cover the following themes:

- Governance structures and models suitable for development and implementation of taxonomies.
  - What governance structures and models exist and have been found in existing taxonomies?
  - How to define an adequate governance structure? What levels should be considered?
  - What are the roles and what characteristics should the actors at the Directorate, Coordination and Technical levels have for the development of a national taxonomy? Explore who the chosen actors have been in the LAC countries that have already launched taxonomies.
  - Explore the responsibilities of each of the levels and identify best practices and lessons learned from the governance frameworks that have already been established in the region.
- What are the different approaches to taxonomy updating and maintenance that have been established and what should be considered? What is the role of the governance structure in the taxonomy actualization? Steps for the development of national green/sustainable taxonomies.
  - Commenting on the phased experience of including environmental objectives in the European Union Taxonomy.
  - Clearly defining the role of central banks and financial supervisors and regulators in the development and implementation of national taxonomies.
- Case studies of real-practical experiences for the development and implementation of taxonomies.

By the end of the session, participants should be able to answer the following questions:

- Why is it important to establish a clear and robust governance for the taxonomy development, implementation, and update?
- What are the roles and responsibilities of the stakeholders involved in the development, implementation and update of taxonomies?
- What are the main steps in the development, implementation, and update of a taxonomy? What steps should central banks and financial supervisors and regulators be involved in?
- How can sustainable governance models be created during the development and implementation of taxonomies?
- What is necessary to consider in terms of governance structure for the updating and actualizations of the Sustainable Finance taxonomies?

Instructors:

- **Valeria Dagnino Contreras**, Latin America, and the Caribbean Sustainability Manager, Climate Bonds Initiative.
- **Laura Chaparro**, Sustainability Consultant, Ambire Global.

Guest Speakers:

- **María Paz Gutiérrez**, Director of the SE Agenda, Green Finance Office, Ministry of Finance and Public Credit of Chile.

María Paz is the Lead Advisor of the team currently developing the National Taxonomy of Chile. Given her leadership and expertise, María Paz can go into detail on the experience of defining the Taxonomy's governance structure. Additionally, she can provide insights into the process, successes, and challenges of governance frameworks in the development of the National Taxonomy. She can also emphasize the role of the Ministry of Finance of Chile as the directing authority for the Taxonomy and the relationship it holds with the financial regulator, the Central Bank of Chile, and the other members of the Preparatory Committee.

- **Mariana Escobar**, Operation Officer at the International Finance Corporation.

Mariana led the development of the Colombian Green Taxonomy as Head of Sustainable Finance from the Financial Superintendence. Mariana can share her experience in defining the Taxonomy Committee, which is composed by the Ministry of Finance and Public Credit, The Financial Superintendence, the Ministry of Environment, the National Planning Department, and the National Administrative Department of Statistics. Since this Taxonomy has already been launched and is in the implementation stage, Mariana can comment on the governance experience during this phase.