

Proposal 9

16.1 Each Annex A¹⁷ and Annex B¹⁸ Party shall ensure that its net anthropogenic emissions of greenhouse gases do not exceed its emissions budget for any applicable budget period, as specified in this Article.

16.2 For each Annex A and Annex B Party, its emissions budget shall be denominated in tonnes of carbon equivalent emissions allowed and shall equal:

- (a) The tonnes of carbon equivalent emissions it is allowed under paragraph 3 or 4 below; plus
- (b) Any tonnes of carbon equivalent emissions allowed that are carried over from a prior budget period under paragraph 5 below; plus
- (c) Up to [_ percent] of the tonnes of carbon equivalent emissions allowed under paragraph 3 or 4 below, such as may be borrowed from the subsequent budget period under paragraph 6 below; plus
- (d) Any tonnes of carbon equivalent emissions allowed that are acquired from another Party under Article 6 (international emissions trading) or Article 7 (joint implementation); minus
- (e) Any tonnes of carbon equivalent emissions allowed that are transferred to another Party under Article 6 (international emissions trading).

16.3 (a) For the first budget period, [20_ through 20_], each Annex A Party shall have a number of tonnes of carbon equivalent allowed equal to [a percentage of] its net anthropogenic emissions of tonnes of carbon equivalent in 1990, multiplied by [the number of years in this budget period].

(b) For the second budget period, [20_ through 20_], each Annex A Party shall have a number of tonnes of carbon equivalent emissions allowed equal to [a percentage equal to or less than the percentage in subparagraph 3(a) above] of its net anthropogenic emissions of tonnes of carbon equivalent in 1990, multiplied by [the number of years in this budget period].

(c) [*Possible subsequent budget period(s)*].

16.4 For the budget period [20 through 20_], each Annex B Party shall have a number of tonnes of carbon equivalent emissions allowed equal to [*options for Annex B Parties*]

¹⁷ In this proposal, Annex A would include the same States as those listed in Annex I of the Convention, plus those that join subsequently pursuant to Article 2.

¹⁸ In this proposal, Annex B would include those States not listed in Annex A that indicate before adoption of the Protocol that they want to be included in this Annex, plus those that join subsequently pursuant to Article 2.