

CLUB DE MADRID

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## Chapeau

The United Nations 2024 Summit of the Future will be taking place at a truly critical juncture in the history of humanity, one marking a transition characterized by vertiginous technological changes, converging, multidimensional

The Summit

### **Creating Fair Global Fiscal and Financial Pacts: Detailed Proposal**

SoFT could help explore the creation of a fair global fiscal pact. Debt relief through debt reduction and write-offs should be sought immediately (including mechanisms for commercial bank debt) and Official Development Assistance (ODA) should reach the 0.7 goal, tightening ODA classification of what counts to make sure it supports national development strategies in the Global South. Other instruments include increasing the minimum tax threshold for large multinational corporations to 25 percent, implementing new trans-border tax instruments for eco-social transformation and mobilizing new affordable financing for low- and middle-income countries. The role of the United Nations (UN) should be strengthened in the international financial architecture through a UN framework convention on international tax cooperation, a UN high-level expert group on fiscal policy and the creation of a UN tax body.

By combining debt relief, effective aid, and innovative financing with enhanced global governance, it lays the groundwork for a more equitable and sustainable global financial system.

### **Reform of the international financial architecture**

The reform of the international financial architecture must encompass a transformation of the Multilateral Development Banks (MDBs) and International Financing Institutions. Drawing on insights from reports like the High-Level Advisory Board on Effective Multilateralism and the SDG-stimulus, there is an evolving consensus on the need for these institutions to evolve to effectively address contemporary global challenges. This transformation includes enhanced cooperation between the United Nations and the main International Financial Architecture, particularly in climate-related investments. The MDBs must refine their processes for greater effectiveness and inclusivity, ensuring that private sector mobilization and synergies across MDBs are optimized, as suggested in initiatives like the World Bank's efforts and the Paris Pact for People and Planet.

### **Financing for Climate Change: A Comprehensive Approach**

The Summit of the Future could help address the urgent need to align climate finance with broader, people-centered national development goals, ensuring it not be considered in isolation, but as an integral part of a country's overall development strategy. The aim is to create synergies between climate action and economic growth, poverty reduction and social equity. The Brazilian G20 Presidency initiative "Global Mobilization Against Climate Change" points precisely in this direction.

One of the key recommendations in this area is to prioritize investments in infrastructure and technologies supporting sustainable livelihoods. This includes the development of renewable energy sources, climate-

### *Social development*

In our collective journey towards global development, it is imperative to focus our efforts on those most in

***Establishing a Collective Security Framework:***

The Summit of the Future is an opportunity to support the establishment of a collective security framework between the UN and major regional bodies. This framework should lay a strategic and realistic foundation for large-scale investments in peace at the regional level, fostering collaboration and ensuring that peace initiatives are tailored to the specific needs and dynamics of each region.

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### *Future Generations*

There should be a normative recognition of the rights of future generations, which ought to be a central theme of the Pact for the Future. The design of future-fit organizations and processes should be on the Agenda. These should integrate long-term analysis, goal-setting, and impact assessments, ensuring that the long-term implications of today's decisions are thoroughly considered. A robust system of accountability is essential to hold all actors responsible for their commitments to future generations. In this context, we endorse the Secretary-General's intention to appoint an envoy for future generations. This position should be endowed with a broad mandate to hold the multilateral system accountable for its commitments to future generations and be adequately resourced to lead future-oriented analyses and build capacities.

## **Chapter V. Transforming global governance**

*(see above)*