

Engagement with the Green Climate Fund

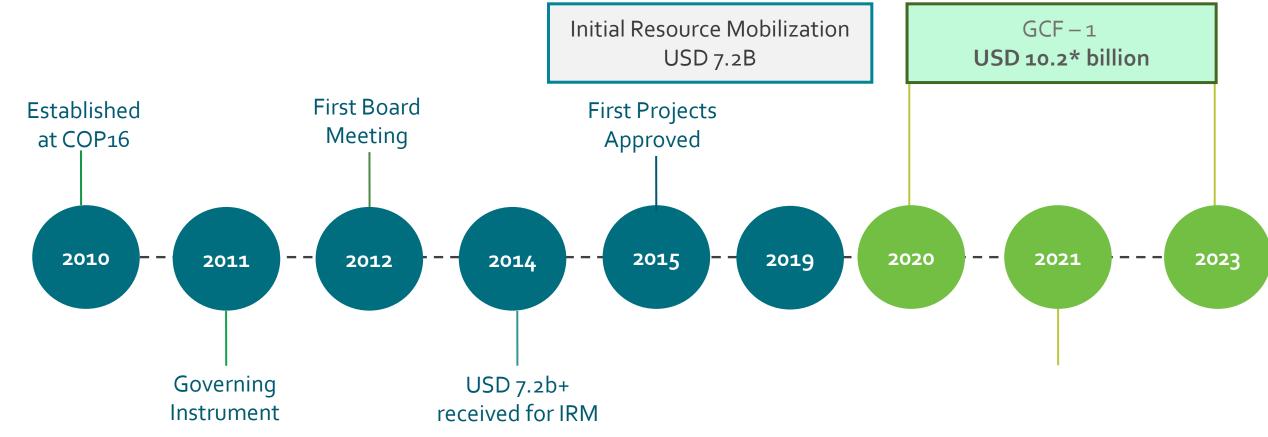
NAP Writing Workshop for the Asia Pacific Least Developed Countries

Samantha Rabine, Regional Officer Asia and Pacific

July 2022

A BRIEF HISTORY





APPROVED PROJECTS IN LDCs

(AS OF 5 JULY 2022)



GCF FUNDING IN LDCs (USD)

2.9b

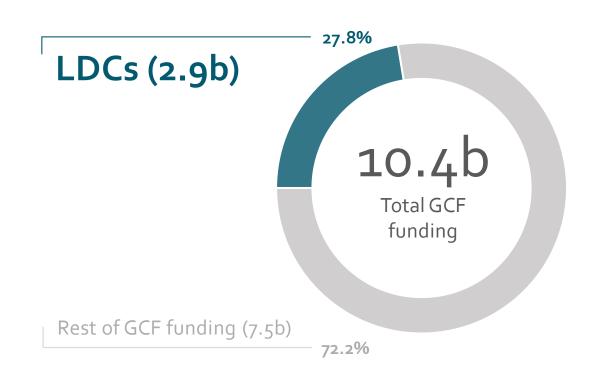
GCF funding

6.2b
Co-financing

78
Total approved GCF projects

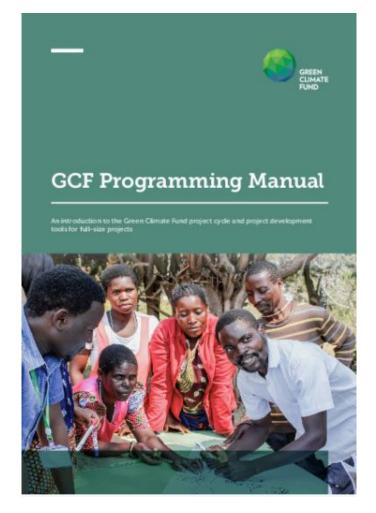
58
Projects under implementation

GCF GLOBAL PORTFOLIO (USD)

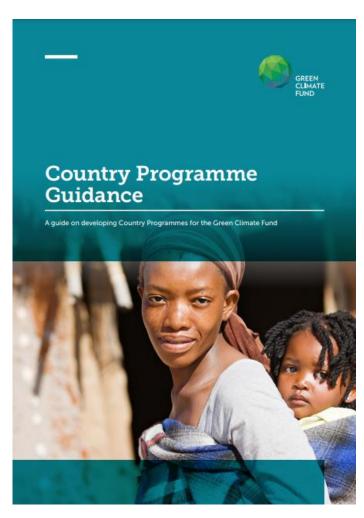


A STRATEGIC APPROACH TO PROGRAMMING

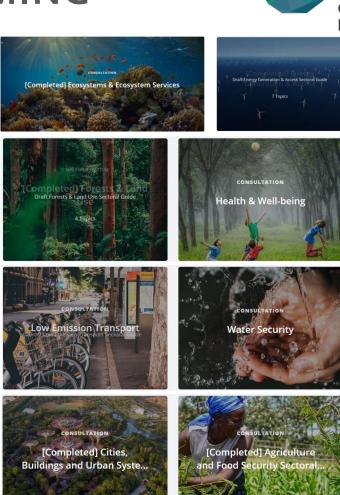








GCF Country Programme
Guidance

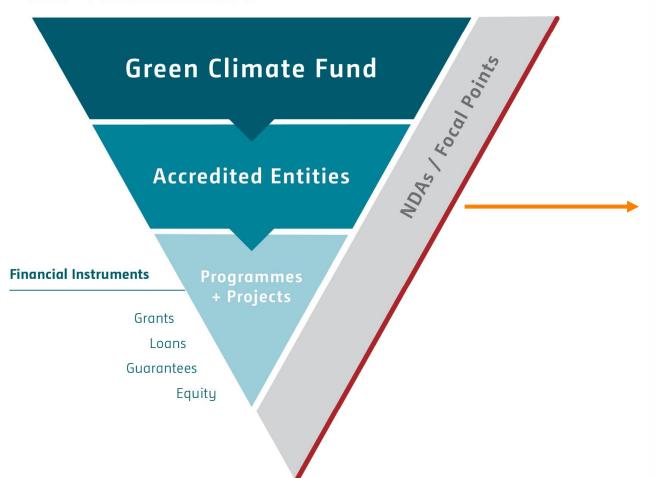


GCF Sectoral Guides

APPROACH TO FUNDING

GREEN CLIMATE

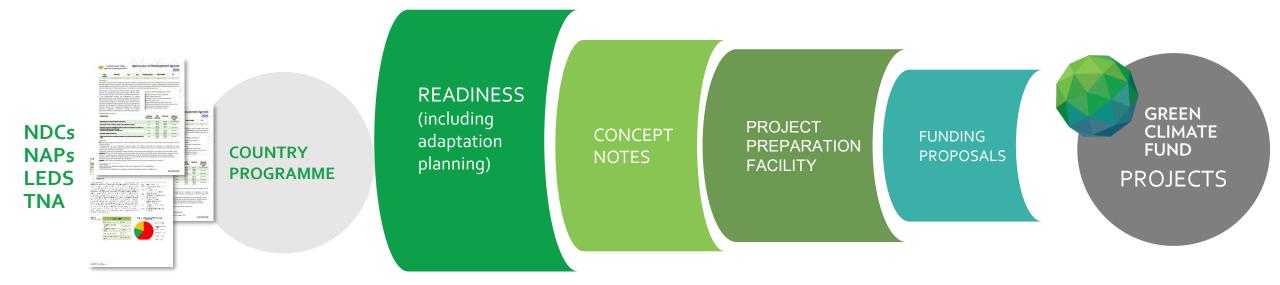
GCF Architecture











What gaps need to be filled to build a robust pipeline?

What sectors, what projects are a priority for the country?

Which entity(ies) is the most suitable to deliver the pipeline?

GCF country programming

Objective & principles



The country programme underscores the country ownership as a core principle of the GCF

- Support (long-term) planning engagement with GCF & facilitate engagement with the GCF across all GCF operational modalities
- Links project pipeline to national sustainable development plans, NDCs and other existing strategies & plans relative to Direct Access Entities and entities nominated for accreditation.
- Provide an overview of expected funding of the Readiness Programme and project preparation support
- Identify and address climate financing gaps
- Use of diverse financing instruments and mechanisms

Country programming - country context



GREEN CLIMATE FUND

Indicative conceptual framework

Take Stock*

- National climate data
- Nationally Determined Contributions (NDCs)
- National Adaptation Plans
- Macro Analysis
- Benchmarking
- Regional Dependencies
- Consultations
- IPCC Reports

Analysis

- Climate change profile
- Scenario analysis on emissions
- Vulnerability analysis

Climate change response

- Development Profile
- Institutional arrangements

Identification & Prioritization*

Gaps, weaknesses and opportunities

Financing

- Key intervention areas
- Financing needs
- New investment opportunities
- Potential finance sources
- Financing mechanisms

Partners

- Identification of stakeholder
- Identification of executing entities

Others

Institutional assessments

Enabling environment

ESS and gender

considerations

Policy coherence

Technology needs

Regulatory arrangements

- Institutional strengthening and capacity building
- identification of tradeoffs

Climate finance specific prioritization criteria

- Climate impact considering climate science data
- Paradigm shift

Content

 Prioritized list of climate interventions over the short, medium, and longterm

 Prioritized list of partners to support implementation

 Prioritized list of capacity needs for implementation

^{*} Lists are not exhaustive.

READINESS PROGRAMME MODALITIES



USD 1 million

cap per country per year

- Capacity building for NDAs, DAEs & other stakeholders
- Strategic frameworks (policies and programming environment)
- Pipeline development
- Knowledge sharing and learning

USD 3 million

cap per country

National adaptation plans (NAP) / adaptation planning processes

ADAPTATION PLANNING SUPPORT

PIPELINE AND PORTFOLIO OVERVIEW



90.71 submitted from LDC (USDM)

63.89
Approved for LDCs (USDM)

Status	# of proposals	USD (M) Value
Approved Proposals	82	184.24
Approved NAP	27	63.89
Submitted	113	256.98
LDC NAP Under Review	12	
LDC not yet submitted	7	

Annual approvals in volume of approved readiness grants by National Adaptation Plan (NAP) readiness support and non-NAP readiness support

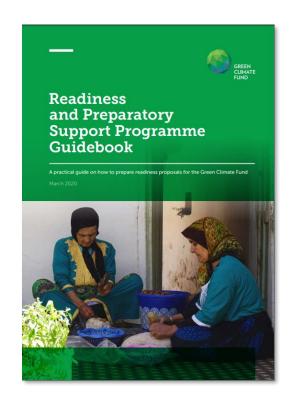


17 NDAs have received technical assistance to formulate proposals with national or regional delivery partners

READINESS PROGRAMME STRATEGY: GUIDING PRINCIPLES



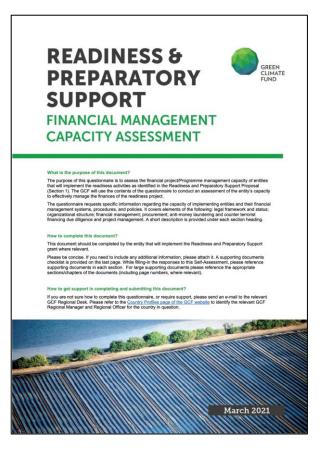
- Develop readiness support based on identified needs
- Increase flexibility for NDAs to address gaps
- Enhance capacity of accredited DAEs for GCF programming
- Shift focus from engagement to investment
- Tap economies of scale (regional and multiple-year requests)







- Assesses Fiduciary and Project Management Capacities Using 5 Pillars
 - Legal Framework
 - Structure and Culture
 - Financial Management
 - Procurement
 - Project Management
- Assessed by GCF/Support Team, results of assessment presented to GCF's readiness working group
- Substantial annex which lists required documents for submission (legal registration, audit reports, organizational structure etc.)
- FMCA needs to be accompanied by a draft readiness proposal



OVERVIEW OF THE PPF



What?

 To support the preparation of a full Funding Proposal for a project or a programme from a Concept Note

Who?

 All accredited entities (AEs), especially direct accredited entities, can request support from the PPF

How?

PPF funding (standard and simplified) and PPF service

Funding cap?

• Each application will be subject to a cap of USD 1.5 million

In what form?

PPF can be in the form of grant, repayable grant and equity

Timeline?

Proposals developed with PPF should be submitted within **two**years after the PPF application was approved

COMMON PPF STUDIES

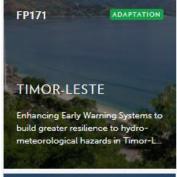


- Feasibility study;
- ESS, gender, Indigenous peoples studies and action plans;
- Vulnerability assessment;
- Climate impact assessment;
- Design of financial structure;
- Identification of programme/project level indicators
- GHG emission reduction estimates, etc.



GCF FUNDING WINDOWS





















Standard project/programme window

UPDATED Simplified Approval Process

Enhanced Direct Access

Mobilizing Funds at Scale

First pilot programme for MSMEs

WHAT WE LOOK FOR IN PROJECTS



Additionality of **GCF** Funding Why GCF?

Projects must crowd-in additional financing on top of GCF

Country Driven Approach Criteria

- Alignment with NDCs
- Early country (NDA) engagement
- Alignment with Country Programme
- No-objection letter

Six Investment

Strong Climate

Climate Impact of

investment is key

Scientific evidence to be

Rationale

provided

- Impact Potential
- Paradigm Shift Potential
- Sustainable development potential
- Recipient needs
- Country ownership
- Efficiency & effectiveness

8 Results Areas











Livelihoods of people & comm.



Forests and land use





Ecosystems



Health, food and water security



Infrastructure

Compliance with **GCF** Policies

- Fiduciary standards
- Risk Management
- ESS
- M&E Criteria
- Gender Policy
- Legal Standards

Completeness of documentation

- Feasibility study
- Financial Model
- Project Timetable
- **Gender Analysis**
- **Environmental studies**
- No-objection letter

Technical Assistance Available



Type	Scope	Individual or Firm		Budget Implications		Steps to Access
Country Programme Development	 ✓ Develop inputs to feed into the country programme ✓ Support development of the country programme 	Roster of firms	✓	Resources draw down from annual Readiness budget in year of approval	1.	NDA send email to Regional Team requesting TA support from roster of firms
					2.	Develop a ToR to be listed to the roster of firms
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Readiness Proposal Development	 ✓ Advisory support in the origination, conceptualization and development of readiness proposal includes both NAP and non-NAP proposals ✓ Support addressing GCF comments through interdivisional review process 	Individual Consultant	✓ ✓	GCF covers TA costs No impact on annual country cap for Readiness	1.	NDA/DAE/DP send email to Regional Team requesting TA then a consultant will be deployed virtually Develop a statement of work outlining roles, responsibilities and relative timelines. After agreed, GCF will commence work by circulating finalized SoW
Project Concept	 ✓ Sectoral specialist consultant reviews and provides feedback on project ideas/ concept note drafts ✓ Provide sectoral guidance in line with GCF investment criteria ✓ Draft PPF application (post CIC II endorsement) ✓ Provide inputs in development of ToR for roster of firms 	Individual Sectoral Expert consultant	✓ ✓	GCF covers TA costs No impact on annual country cap for Readiness	1.	NDA/DAE send email to Regional Team requesting TA then a consultant will be deployed virtually Develop a statement of work outlining roles, responsibilities and relative timelines. After agreed, GCF will commence work by circulating finalized SoW
Note Development	 ✓ Develop a project idea into a concept note including drafting a concept note with guidance from and in cooperation with NDA/AE ✓ Wide scope of sectoral experts within firms ✓ Services can include the recruitment of local consultants to support in-country 	Roster of firms	✓	Resources draw down from annual Readiness budget in year of approval	1. 2. 3. 4.	NDA/DAE send email to Regional Team requesting TA support from roster of firms Develop a ToR to be listed to the roster of firms GCF and NDA/DAE select firm GCF leads on procurement then commence work

GLOBAL PROGRAMMING CONFERENCE 13-15 SEPTEMBER 2022 (TBC)













Accessing Readiness Resources for Adaptation Planning

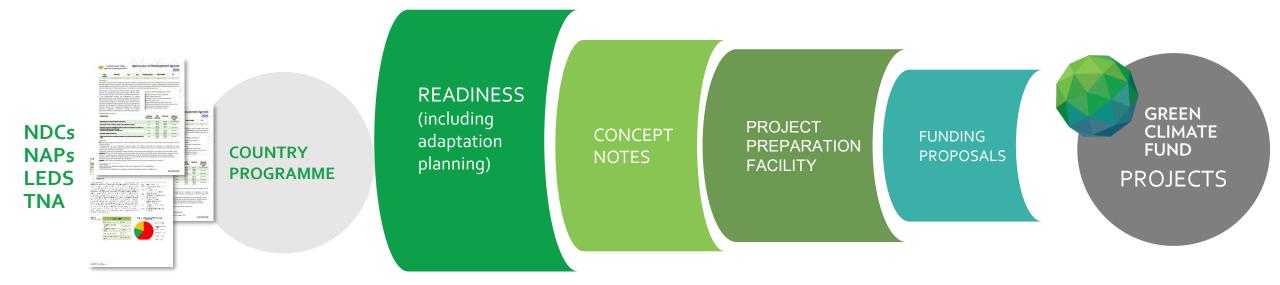
Technical meeting on the Implementation of National Adaptation Plans

Samantha Rabine, Regional Officer Asia and Pacific

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ADAPTATION PLANNING AN OPPORTUNITY TO CATALYZE STRENGTHEN

ADAPTATION IMPACT & FINANCE



Outcome 3.1

Adaptation planning governance & institutional coordination

- Inter and intra-institutional coordination and decision-making mechanisms
- Stakeholder engagement
 frameworks and agreements
- Adaptation impact monitoring, evaluation and learning system
- d. National, sub-national and/or sectoral plans

- Define an institutional coordination mechanism including through TOR/mandate for inter-ministerial bodies.
- Conduct an institutional capacity assessment and associated training course/materials
- Carry out consultation framework assessment and build inclusive stakeholder engagement
- Develop regional development plans that incorporate climate change adaptation to strengthen sub-national adaptation planning processes

ADAPTATION PLANNING

AN OPPORTUNITY TO CATALYZE STRENGTHEN ADAPTATION IMPACT & FINANCE



Outcome 3.2

Evidence basis used to design adaptation solutions for maximum impact

- a. Climate hazard impact, vulnerability and risk studies
- Consolidation and sharing of climate studies
- Communication to relevant public, private and civil society decision-makers and other stakeholders
- d. Policy and Regulatory Frameworks

- Prepare sub-national level climate change projections, and conduct risk and vulnerability assessments for up-to four selected areas and activities
- Develop a climate adaptation information management platform and Geographical Information System (GIS) for marine and coastal resource management, based on an inventory and gap analysis of risks, hazards, gender responsiveness, socio-economic and environmental aspects to support planning and implementation

ADAPTATION PLANNING

AN OPPORTUNITY TO CATALYZE STRENGTHEN ADAPTATION IMPACT & FINANCE



Outcome 3.3

Private sector engagement in adaptation catalyzed

- a. Policies regulations to remove barriers and incentivize investment
- b. Private sector actors engaged in national, sectoral or subnational adaptation planning
- Adaptation planning for climate resilience of businesses and supply chains
- d. Matching private financiers with solutions

- Map out potential private sector actors in country including chamber of commerce and industry associations, etc.
- Engage the microfinance sector to determine needs for reaching customers
- Provide climate data relevant and tailored to private sector
- Develop business cases for potential private sector adaptation projects including insurance scheme and PPP options with local stakeholders

ADAPTATION PLANNING AN OPPORTUNITY TO CATALYZE STRENGTHEN ADAPTATION IMPACT & FINANCE



Outcome 3.4

Adaptation finance increased

- a. Financing strategies of specific adaptation priorities
- b. Project and programme concept notes
- c. Systems for prioritizing adaptation project ideas
- d. Systems for tracking adaptation finance

- Conduct a Climate Public Expenditure and Institutional Review (CPEIR)-type study to review past expenditure and future opportunities for integrating adaptation into national budget
- Developing a strategy that defines high potential funding sources for specified areas of adaptation action, including private and public, domestic and international sources
- Prepare concept notes for the most urgent adaptation needs for the submission to GCF and other climate finance sources

ADAPTATION PLANNING APPRAISAL CRITERIA



1

Country ownership

2

Theory of Change

3

Avoidance of duplication of effort

4

Gender considerations

5

Private sector investment

6

Monitoring and evaluation

7

Complementarity and coherence

8

Stakeholder engagement

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Plan to address specific vulnerabilities and climate impacts

10

Adaptation financing strategy

11

Budget and procurement

12

Results-based management

GCF UPDATED STRATEGIC PLAN (GCF/B.27/21)



GCF intends to:

- Further support NAP development and translation to investment strategies and project pipelines;
- Mobilise resources at scale for NAP implementation
- Ensure future programming is aligned with priorities identified by developing countries in their NAPs
- Strengthen developing countries' capacity to undertake transformational planning, incorporating broad-based and inclusive stakeholder engagement.

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