Green Climate Fund: Opportunities and desired outcomes

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20 February 2018
Regional Dialogue on Climate Finance
Bangkok, Thailand
The GCF vision

Green Climate Fund

- Country driven
- Climate impact focus
- Risk appetite to unlock ideas
- Public+ private
- Paradigm Shift
A quick progress report

- Over USD 2.65 billion committed to 54 projects
- Around USD 150 million disbursed (up from $11 million in 2016)
- 59 Accredited Entities, including 32 (over half) Direct Access entities
- 130 readiness applications approved for 92 countries at a value of over $40m, over $10m disbursed

- Up to $3 million per country to support NAPs/adaptation planning
- $500 million Request for Proposals on Mobilizing Funds at Scale
- $500 million REDD+ results-based payments pilot
- Over 100 countries engaged on country programming
8 Results Areas

- Energy access & generation
- Transport
- Energy efficiency
- Forestry & land use
- Livelihoods
- Health, food & water security
- Infrastructure resilience
- Ecosystem

Requested GCF funding by results areas (percentage):

<table>
<thead>
<tr>
<th>Sector</th>
<th>Public Sector</th>
<th>Private Sector</th>
</tr>
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<tbody>
<tr>
<td>Energy access &amp; generation</td>
<td></td>
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<tr>
<td>Transport</td>
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Six Investment Criteria
Against which proposals are assessed

- **Impact potential**: Potential to contribute to achievement of Fund's objectives and result areas
- **Paradigm shift potential**: Long-term impact beyond a one-off investment
- **Sustainable development potential**: Wider economic, environmental, social (gender) co-benefits
- **Country ownership**: Country ownership and capacity to implement (policies, climate strategies and institutions)
- **Efficiency & effectiveness**: Economic and, if appropriate, financial soundness, as well as cost-effectiveness and co-financing for mitigation
- **Responsive to needs of recipients**: Vulnerability and financing needs of targeted beneficiaries
A growing portfolio
(Total)

$2.65B for 54 projects (73 countries)

LATIN AMERICA & CARIBBEAN
10 approved
(470M, 14 countries)

AFRICA
21 approved
(786M, 17 countries)

EASTERN EUROPE
2 approved
(37M, 2 countries)

CROSS-REGION
2 approved
(643M, 37 countries)

ASIA-PACIFIC
19 approved
(714M, 22 countries)

Status as of B.18 (Oct 2017)
Funding indigenous peoples to protect the lungs of the planet and build climate resilient livelihoods in the Peruvian Amazon (Profonanpe)

Leapfrogging fossil fuel grids to bring energy to the poorest in East Africa through financing for energy entrepreneurs (Acumen)

Opening up lending to businesses, targeting women-led MSMEs, to uptake energy efficiency and renewable energy in Mongolia (Xacbank)

Helping Bhutan achieve its ambitious NDC to remain carbon neutral by protecting 51% of the nation’s territory (WWF)

Building resilience to rising sea levels, cyclone events and flooding, and reducing fossil fuel dependence in SIDS (ADB, SPREP, UNDP)

Deploying a variety of financial instruments to unlock private investment in new markets and green bonds (EBRD, IDB)
Accredited Entities

Pipeline of 186 entities

Mandate & track record
- Alignment with Fund objectives
- At least 3 year of operations

Fiduciary functions
- Basic
- Specialized

Environment & social risk category
- A (high)
- B (medium)
- C (minimal or no)

Project size
- Micro (<10M)
- Small (10-50M)
- Medium (50-250M)
- Large (>250M)

OAS access 92
Stage I Submitted 85
Stage II Under review 9
Entities accredited 59
Country and Entity Programmes are foundation, resulting in project proposals

Structured Dialogues and direct access events further support funding proposal quality

- HIGH QUALITY PROJECT PROPOSALS
  - NDCs
  - i. NDA strengthening
  - ii. Strategic frameworks (including Country Programmes)
  - iii. Direct Access support
  - iv. Adaptation Planning
1. Focus strategically within a national vision
2. Plan to address specific climate impacts and vulnerabilities
3. Develop financing strategy for each adaptation priority
4. Articulate theory of change
5. Avoid duplication of effort
6. Engage stakeholders proactively
7. Build gender considerations
8. Cultivate private sector investment
9. Monitor and report systematically
10. Coherence and complementarity with other funds

10 Review Criteria
based on good practices to date
### Project preparation facility

<table>
<thead>
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<th>What is on offer?</th>
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<tbody>
<tr>
<td>Support for project preparation leading to catalytic Funding Proposals</td>
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<tr>
<td>Especially for Direct Access Entities and micro-small size projects</td>
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<tr>
<td>Up to USD 1.5M in grants, repayable grants or equity</td>
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<th>How to apply?</th>
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<tbody>
<tr>
<td>Accredited Entities (especially Direct Access) submit requests</td>
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<tr>
<td>Request submitted with Project Concept and NDA no-objection</td>
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<table>
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<th>What is assessed?</th>
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<tr>
<td>Underlying project assessed against GCF investment criteria</td>
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<tr>
<td>Project preparation activities assessed against needs &amp; policies</td>
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<td>Approval by Executive Director</td>
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