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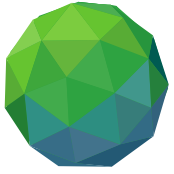
Project Preparation Facility (PPF)

Jason Spensley

Senior Specialist, Project Preparation and Adaptation Planning

Africa Water Investment Platform

Midrand, South Africa | 20 September 2018

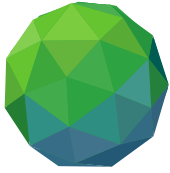


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Overview



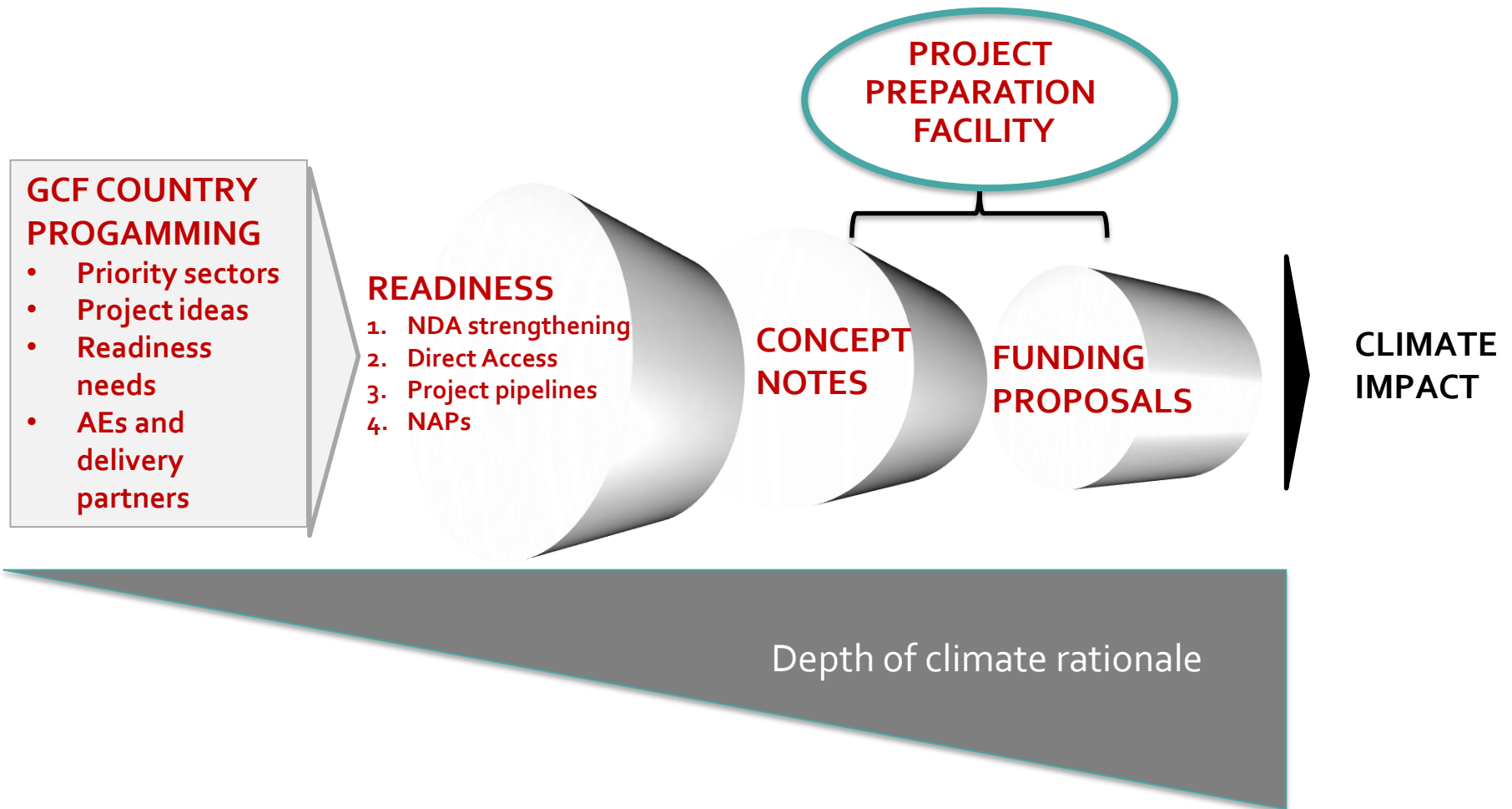
1. Mandate and status
2. Tips and examples
3. New opportunities

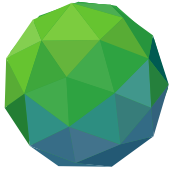


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GCF Programming Cycle

(and opportunities for water-related programming)





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PPF Mandate

What is available?

Optional support for project preparation leading to catalytic Funding Proposals

Especially for Direct Access Entities and micro-small size projects

Grants, repayable grants or equity (typically USD 250-600k)

How to apply?

Accredited Entities (especially DAEs) submit (especially) for micro and small projects

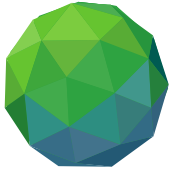
Request submitted with Project Concept and NDA no-objection

What is assessed?

Underlying project assessed against GCF investment criteria

Project preparation activities assessed against budget, counterpart, justification

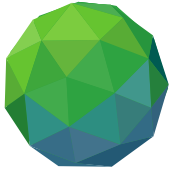
Approval by Executive Director



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PPF activities supported

1. Feasibility studies
2. Environmental, social and gender studies
3. Risk assessments
4. Identification of project indicators
5. Design of tender documents
6. Financial structuring
7. Other activities



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PPF Status

38 Active Applications from AEs

(with NDA No Objection Letters)

Status:

15 (12 approved + 3 endorsed)

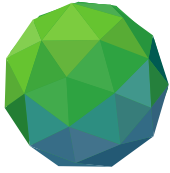
DAE/IAE focus:

- - 70/30% \$ approved from DAEs

- **23 Not approved or endorsed:**
- - 16 pending project Concept Note clearance

19 inactive applications:

- 15 by IAEs
- 4 by DAEs

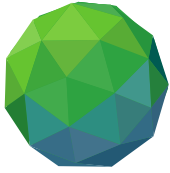


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PPF status

B.13/21:
“Funding proposals developed with PPF resources should be submitted to the Board within two years of the approval of a PPF request”

Accredited Entities	Total Submission	Approved+ Endorsed	Under Review /Revision
ADA	1	1 (1+0)	-
AFC	1	-	1
AfDB	1	-	1
BOAD	1	1 (1+0)	-
CAF	5	2 (1+1)	3
CI	1	1 (1+0)	1
CCCCC	2	1 (1+0)	1
CSE	1	-	1
DBSA	3	1 (1+0)	2
IFAD	1	1 (0+1)	-
IDCOL	4	-	4
IUCN	2	-	1
MoE	3	1 (1+0)	2
NEMA	1	1 (0+1)	-
PKSF	1	-	1
PT SMI	2	-	2
SPREP	2	-	2
UCAR	1	-	1
UNDP	1	1 (1+0)	1
UN Environment	2	1 (1+0)	1
WMO	1	1 (1+0)	-
World Bank	1	-	1
XacBank	1	-	1
TOTAL	38	15	23



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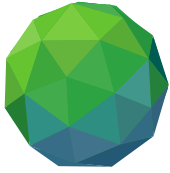
Tips for accessing PPF resources

Associated Concept Note:

1. Ensure the associated project Concept Note meets all GCF Investment Criteria
2. Ensure the accurate ESS screening

PPF application:

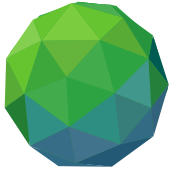
1. Articulate counterpart project preparation resources
2. Use PPF resources for in depth technical feasibility studies, and ESS & Gender studies
3. Justify well why the AE needs GCF resources for project preparation instead of using their own (especially for IAEs)
4. Only request the \$ amounts really needed (\$300k to \$600k)



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Example: ADA for Morocco

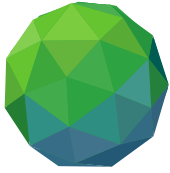
Application Title	Development of an integrated, sustainable and resilient agricultural project to climate change in the Souss Valley
Proposed PPF activities	<p><u>Activity 1</u>: Conduct a feasibility study of an integrated, sustainable and resilient agricultural project to climate change in the Souss Valley</p> <p><u>Activity 2</u>: Preparation of an Environmental and Social Impact Assessment, ESMP, Gender Analysis and Gender Action Plan.</p> <p><u>Activity 3</u>: Development of a Financial Model and Economic Analysis of costs and benefits</p> <p><u>Activity 4</u>: Preparation of a Project Management Plan and a Funding Proposal</p>
Duration	12 months
Budget	USD 717,407
Disbursement plan	<ol style="list-style-type: none">1) 78% upfront2) 22% after final deliverables, audited financial report and completion report are received.



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Example: XacBank for Mongolia

Title	Mini-grid/off-grid solution for Ger Area
Proposed PPF activities	<u>Activity 1:</u> System configuration report <u>Activity 2:</u> Gender Assessment and Environmental and Social Impact Assessment <u>Activity 3:</u> Risk Assessment report <u>Activity 4:</u> Baseline definition report <u>Activity 5:</u> Financial and legal documents (see detailed deliverables in application) <u>Activity 6:</u> Other project preparation activities (see detailed deliverables in application)
Duration	14 months
Budget	\$971,380
Disbursement plan	40% upon effectiveness of the legal agreement, 30% upon delivery of the first progress report, and 30% upon approval of final substantive and audited financial report.



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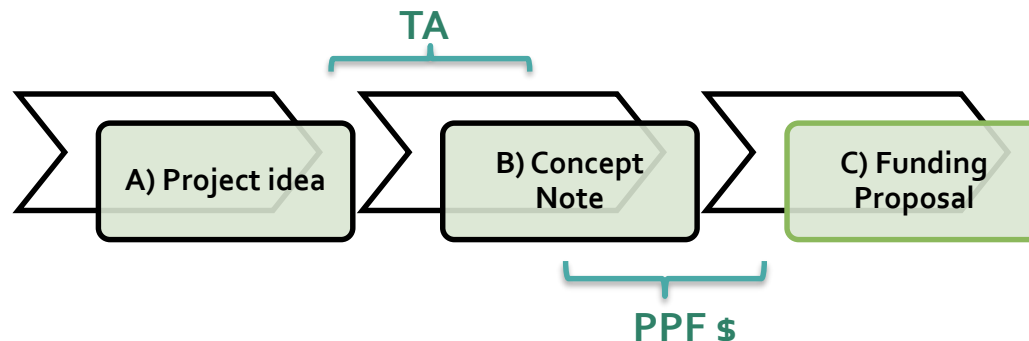
New opportunity A: Pre-procured PPF support

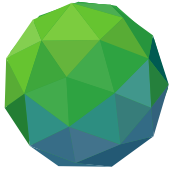
BREAKING NEWS

(Coming soon) Procurement of PPF activities by GCF via firms

Required:

- ✓ *Same Concept Note required*
- ✓ *Same PPF application*
- ✓ *AE's indication of preference for GCF to procure PPF services*





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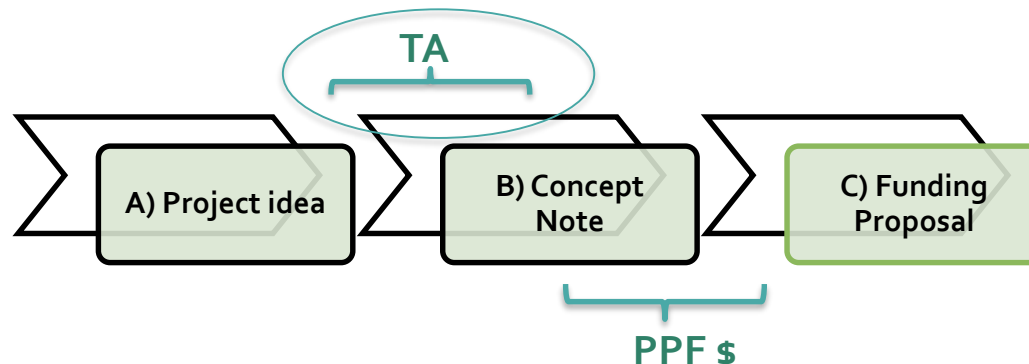
New opportunity B: Upstream technical Assistance for DAEs

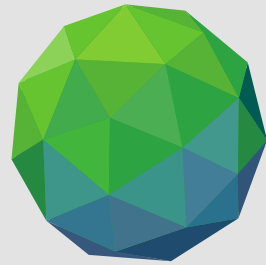


For design of Concept Notes and PPF applications

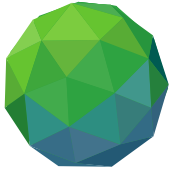
Required:

- ✓ *Project idea with high climate impact potential*
- ✓ *NDA agreement*
- ✓ *Request to Secretariat (ppf@gcfund.org)*



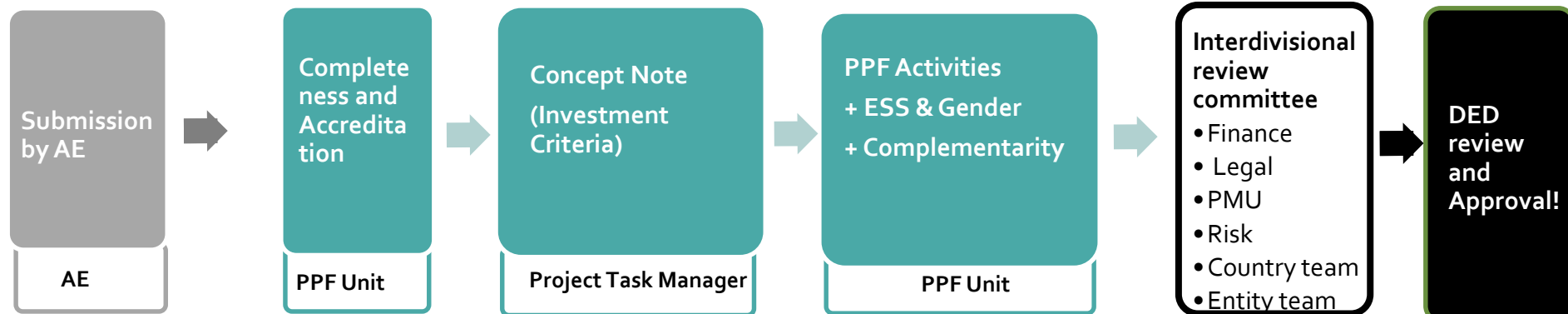


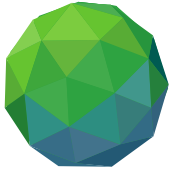
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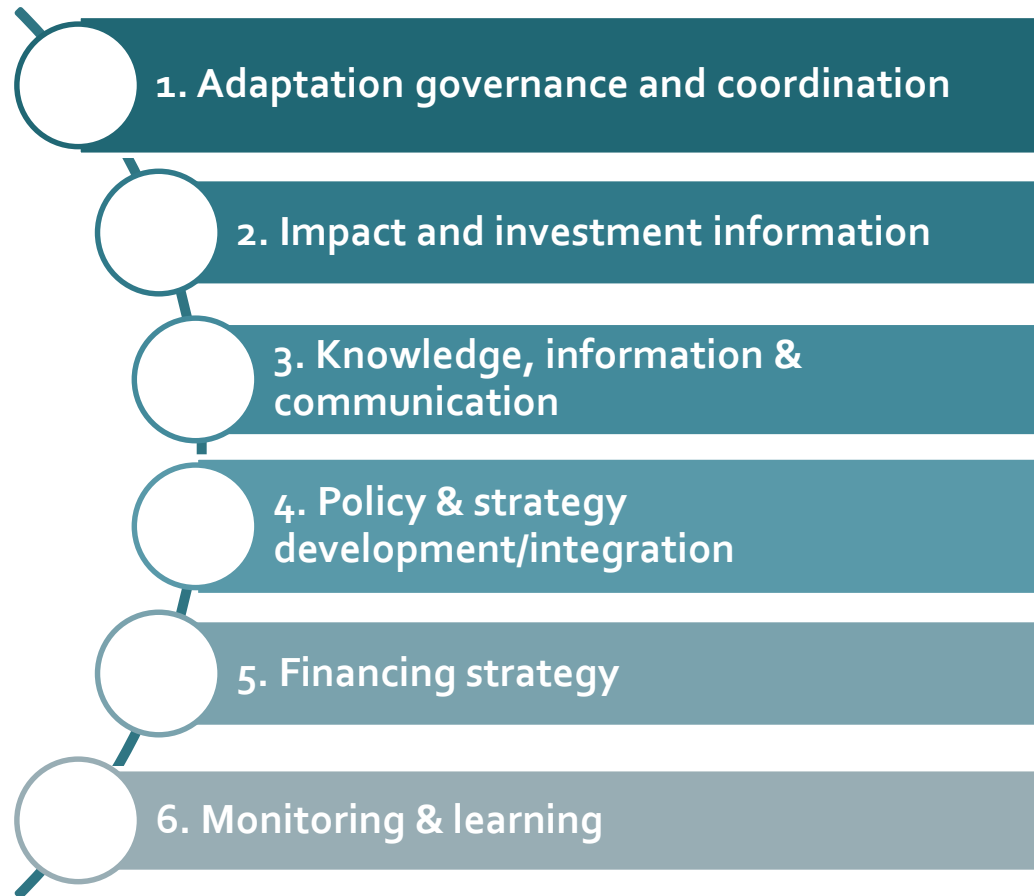
PPF Review process

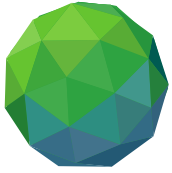




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Adaptation planning outcomes





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Adaptation Planning Review Criteria

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