

GREEN
CLIMATE
FUND

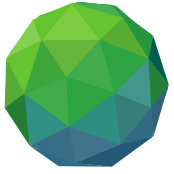
An overview of GCF mandate, status, programming cycle, and opportunities for water

Jason Spensley

Senior Specialist, Project Preparation and Adaptation Planning

Africa Water Investment Platform

Midrand, South Africa | 19 September 2018

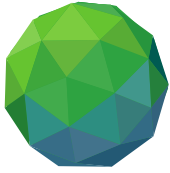


GREEN
CLIMATE
FUND

Overview

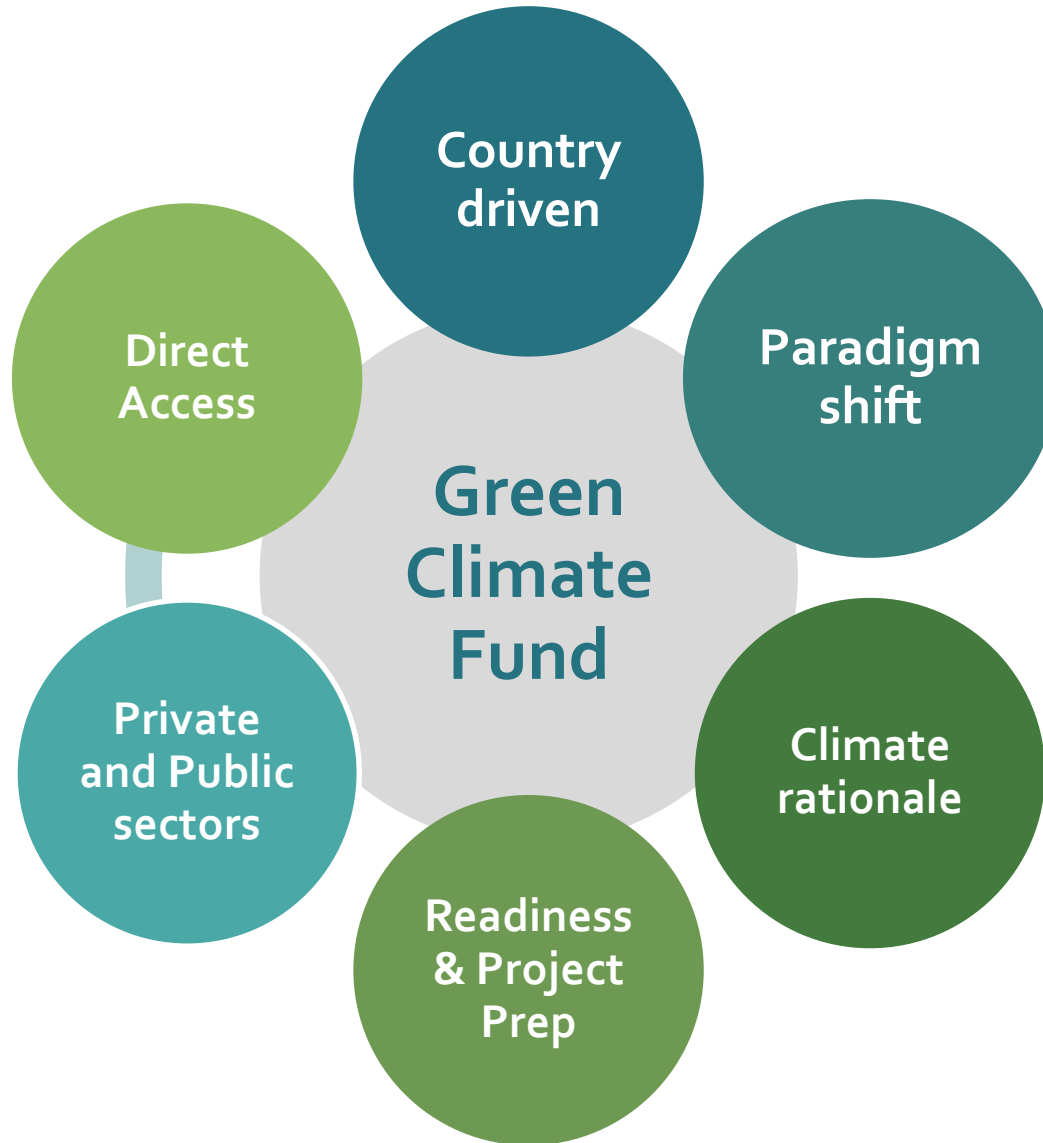


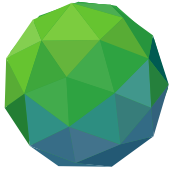
1. Mandate and status
2. Investment criteria
3. **GCF project programming cycle**
(Readiness, NAPs, PPF, SAP, full FPs)
4. ESS & Gender



GREEN
CLIMATE
FUND

Opportunities for Transformative Support

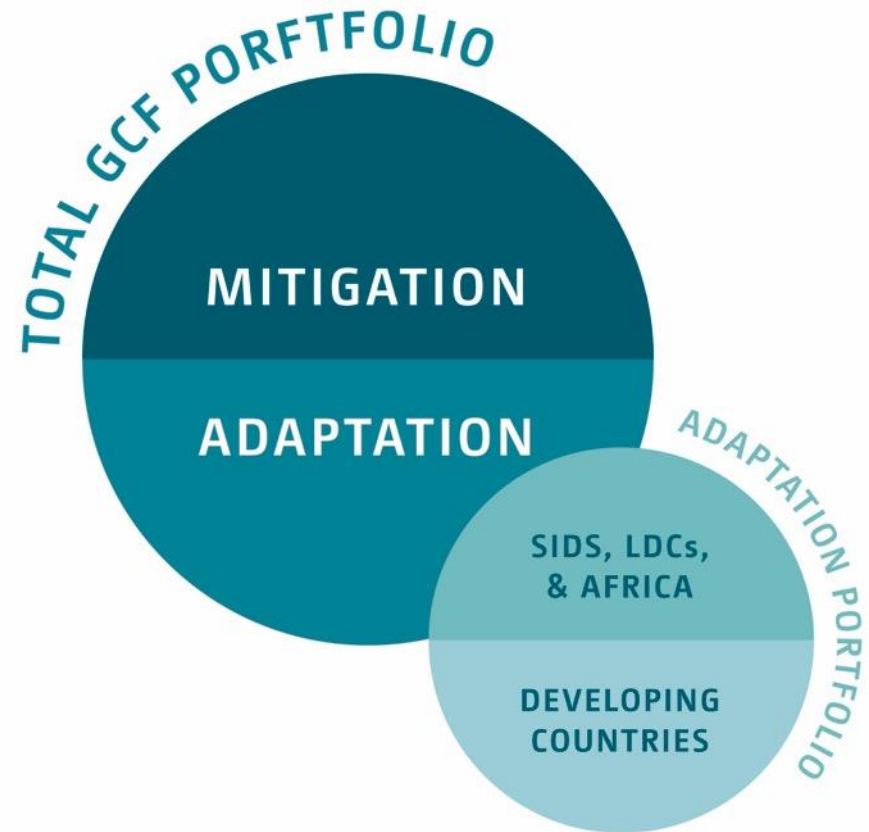


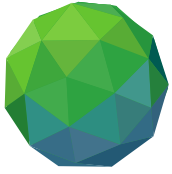


GREEN
CLIMATE
FUND

- **Scale:** USD 10.3 billion in pledges (USD 9.9 billion signed contributions)
- **Balance:** 50/50 adaptation & mitigation; 50% adaptation resources for LDCs, SIDS and African States
- **Approvals:** 76 projects totaling USD 3.74B committed; 8.86B co-financing
- **Readiness support:** USD 140 million committed
- **Project preparation:** USD 40 million

GCF resources

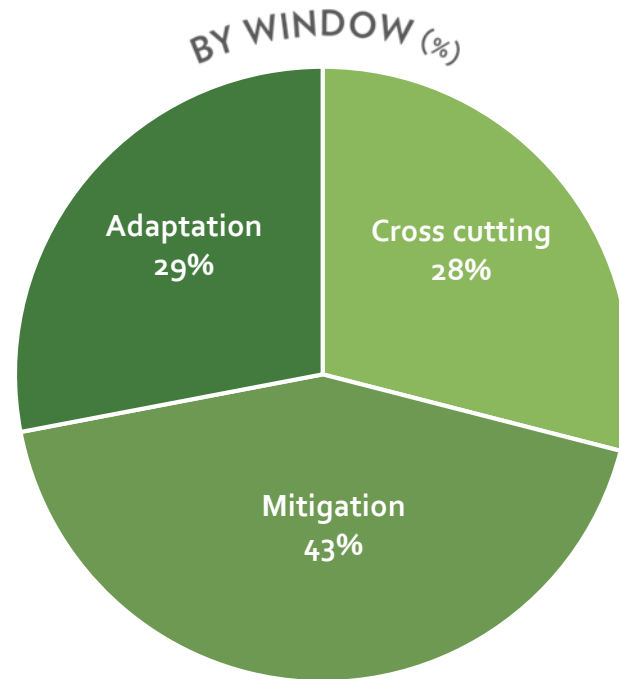
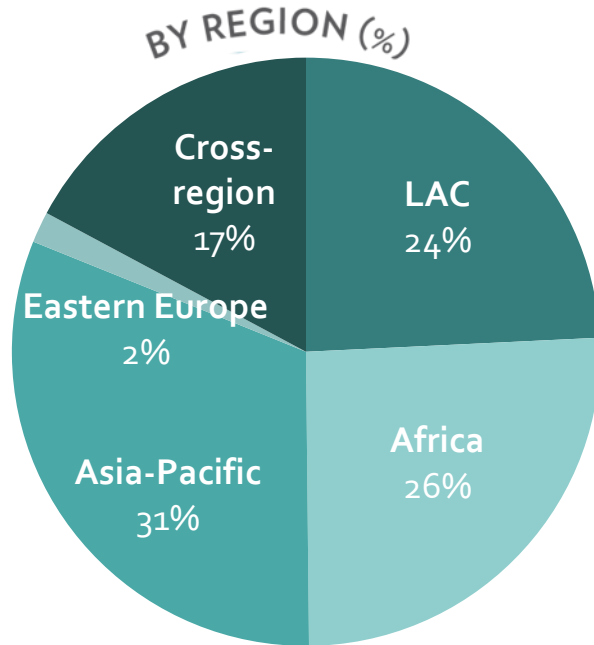




GREEN
CLIMATE
FUND

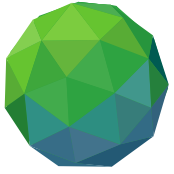
Composition of the growing portfolio

76 projects/programmes committed
totaling USD 3.74 billion of GCF funds



Mitigation impacts Adaptation Mitigation Cross-cutting
1.32 BtCO₂eq

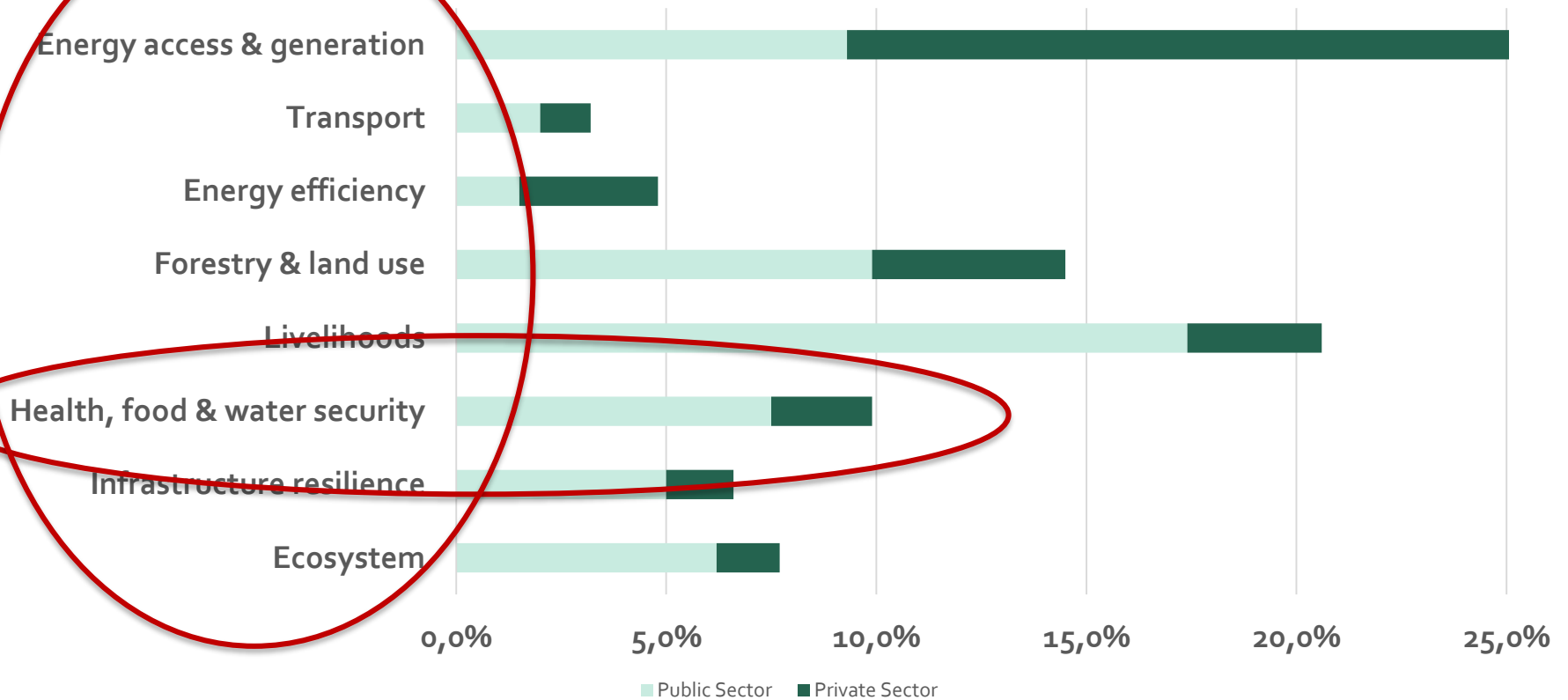
Adaptation impacts
217 M beneficiaries

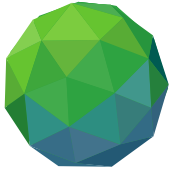


GREEN
CLIMATE
FUND

Composition of the growing portfolio

Requested GCF finance by Results Area (%)

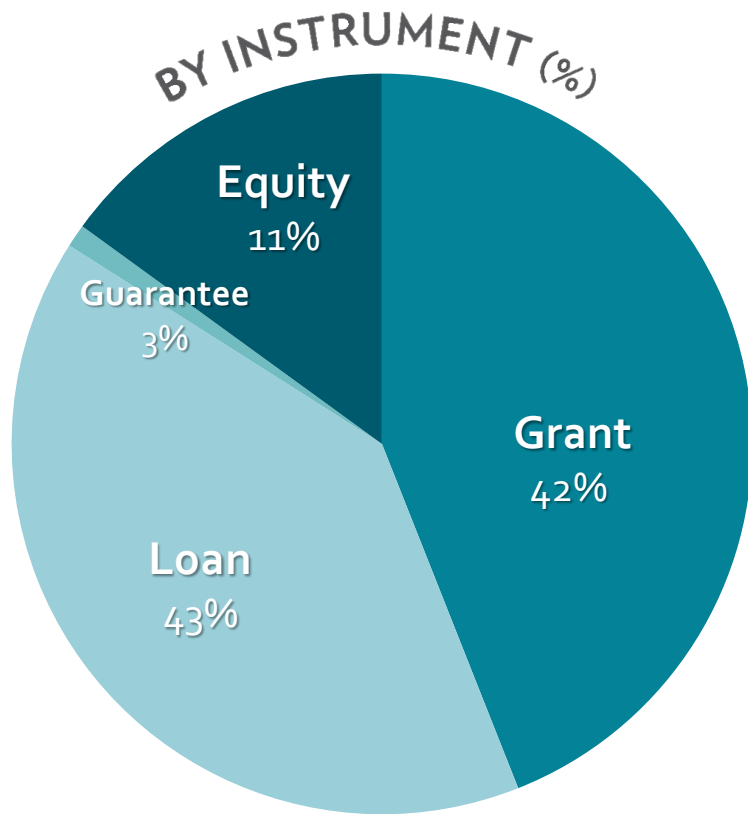




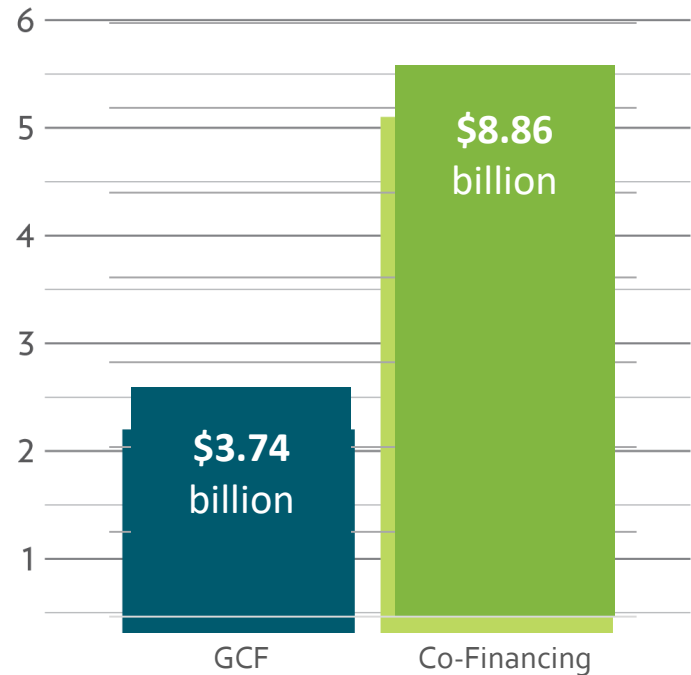
GREEN
CLIMATE
FUND

Composition of the growing portfolio

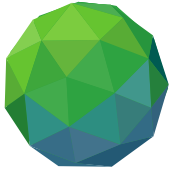
GCF finance committed



CO-FINANCING



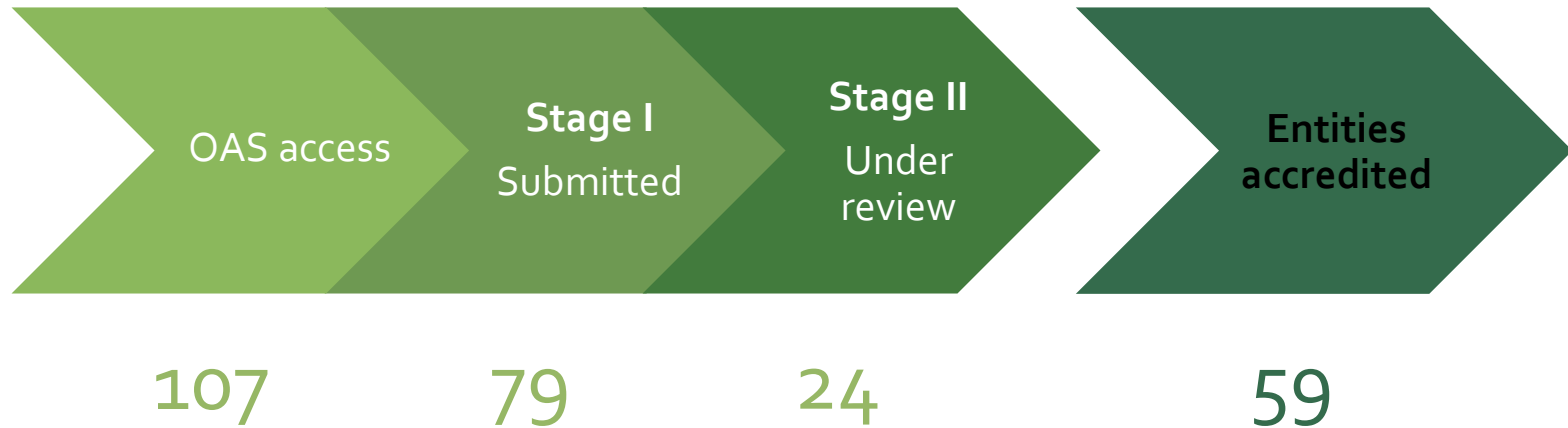
Total GCF funding USD 3.74 billion

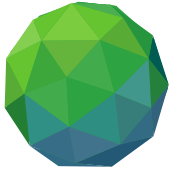


GREEN
CLIMATE
FUND

Accreditation: State of play

Pipeline of 210 entities



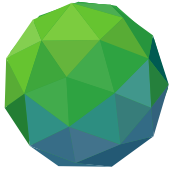


GREEN
CLIMATE
FUND

Overview



1. Mandate and status
2. **Investment criteria**
3. GCF project programming cycle
(Readiness, NAPs, PPF, SAP, full FPs)
4. ESS & Gender



GREEN
CLIMATE
FUND

GCF Investment Criteria

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

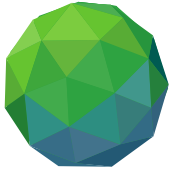
Country ownership and capacity to implement (policies, climate strategies and institutions)

Efficiency & effectiveness

Economic soundness, cost-effectiveness and co-financing for mitigation

Responsive to needs of recipients

Vulnerability and financing needs of beneficiary in targeted group



GREEN
CLIMATE

Mitigation

- 1a) Emission trajectory** for the relevant country and sector
- 1b) Pathways** to shift emissions trajectory

Adaptation

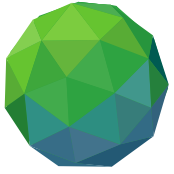
- 1a) Climate impacts** the project/programme aims to address
- 1b) Hazard, exposure and vulnerabilities** resulting in risks



2) Prioritized interventions for addressing barriers based on a multi-criteria analysis of options



3) Integration to broader domestic and international policy and decision-making processes

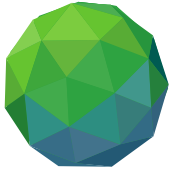


GREEN
CLIMATE
FUND

Overview



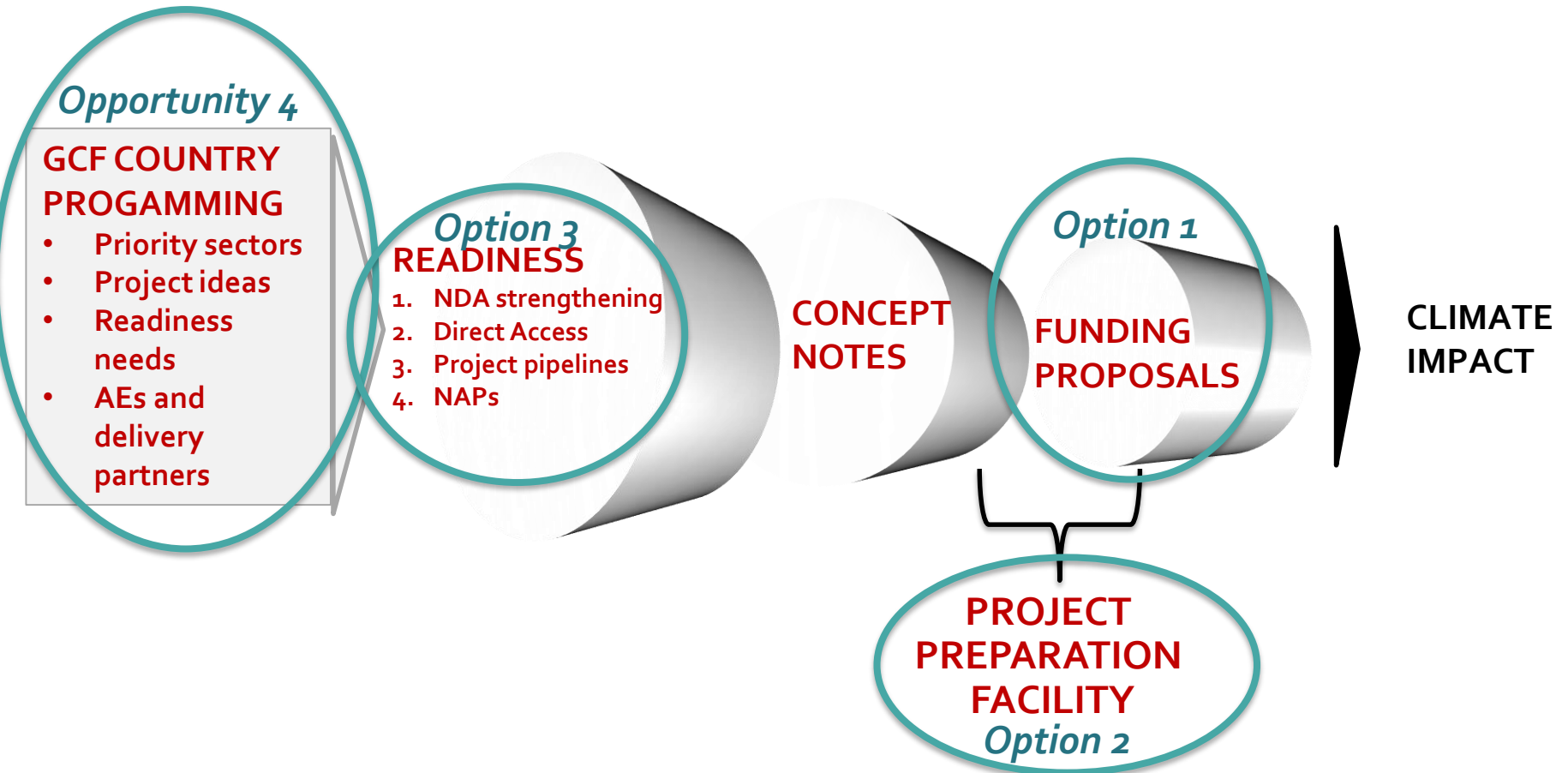
1. Mandate and status
2. Investment criteria
3. **GCF project programming cycle**
(Readiness, NAPs, PPF, SAP, full FPs)
4. ESS & Gender

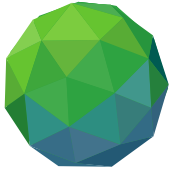


GREEN
CLIMATE
FUND

GCF Programming Cycle

(and opportunities for water-related programming)





GREEN
CLIMATE
FUND

Readiness areas of support

1. NDA strengthening

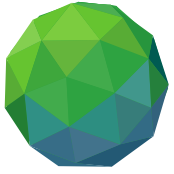
2. DAE accreditation and strengthening

3. Project pipeline development

4. Adaptation planning processes

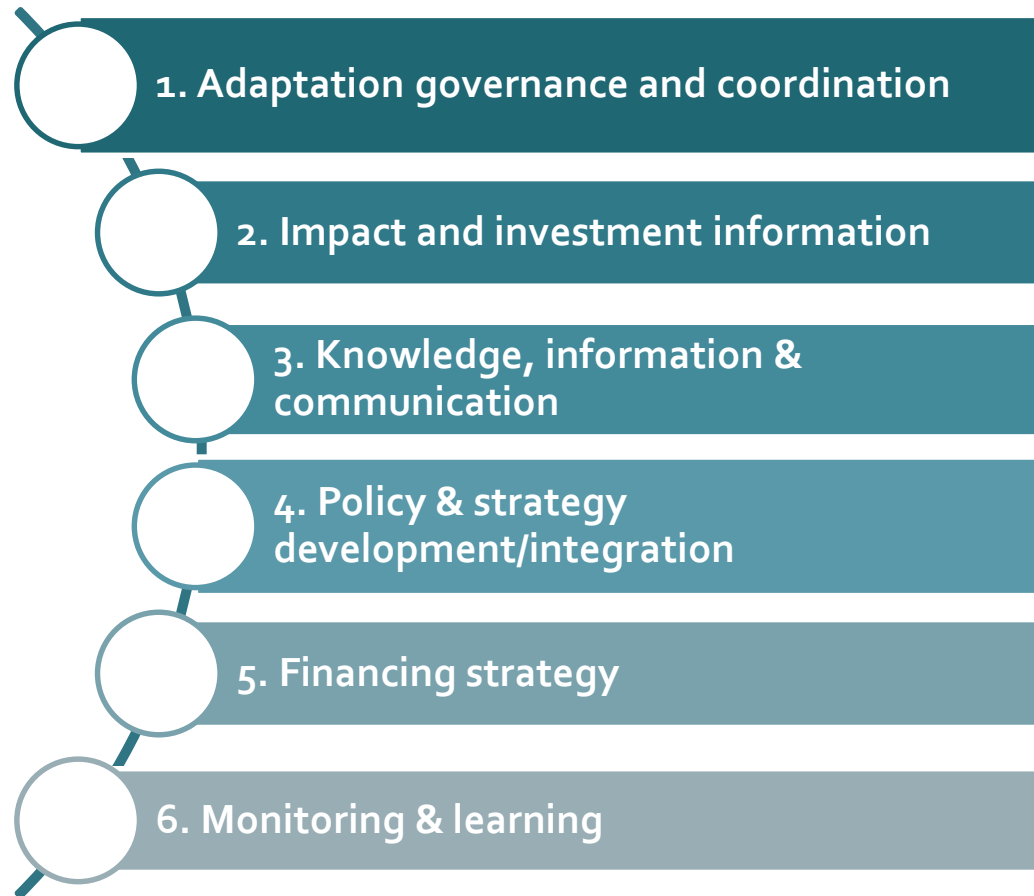
Up to USD 1M per
country per year

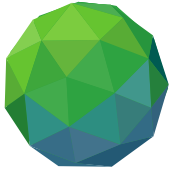
Up to USD 3M per
country
(not per year)



GREEN
CLIMATE
FUND

Adaptation planning outcomes





GREEN
CLIMATE
FUND

Project preparation facility

What is on offer?

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 Direct Access) submit

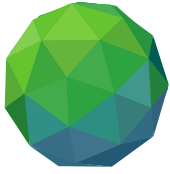
Request submitted with Project Concept and NDA no-objection

What is assessed?

Underlying project assessed against GCF investment criteria

Project preparation activities assessed against budget, counterpart, justification

Approval by Executive Director



GREEN CLIMATE FUND

SAP pipeline & portfolio

24 projects

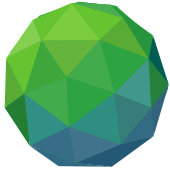
\$217M GCF Funding

\$142M Co-financing

58% DAEs/NDAs

1 Approved





GREEN
CLIMATE
FUND

What has been “simplified”?



SIMPLER DOCUMENTS

Key documents have been simplified, and presented in a single, up-front list



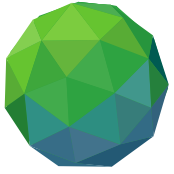
FEWER PAGES

A shorter form with significantly fewer pages. The total length of funding proposals should not exceed 20 pages, or 10,000 words



EASIER FORM-FILLING

Fewer questions and clearer guidance allows more concise responses for each sub-section, avoiding duplication of information



GREEN
CLIMATE
FUND

Eligibility criteria

1

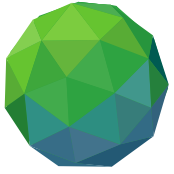
Ready to be scaled-up & potential for transformational impact

2

GCF funding of up to USD 10 million

3

Minimal to no environmental & social risks

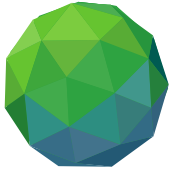


GREEN
CLIMATE
FUND

Overview

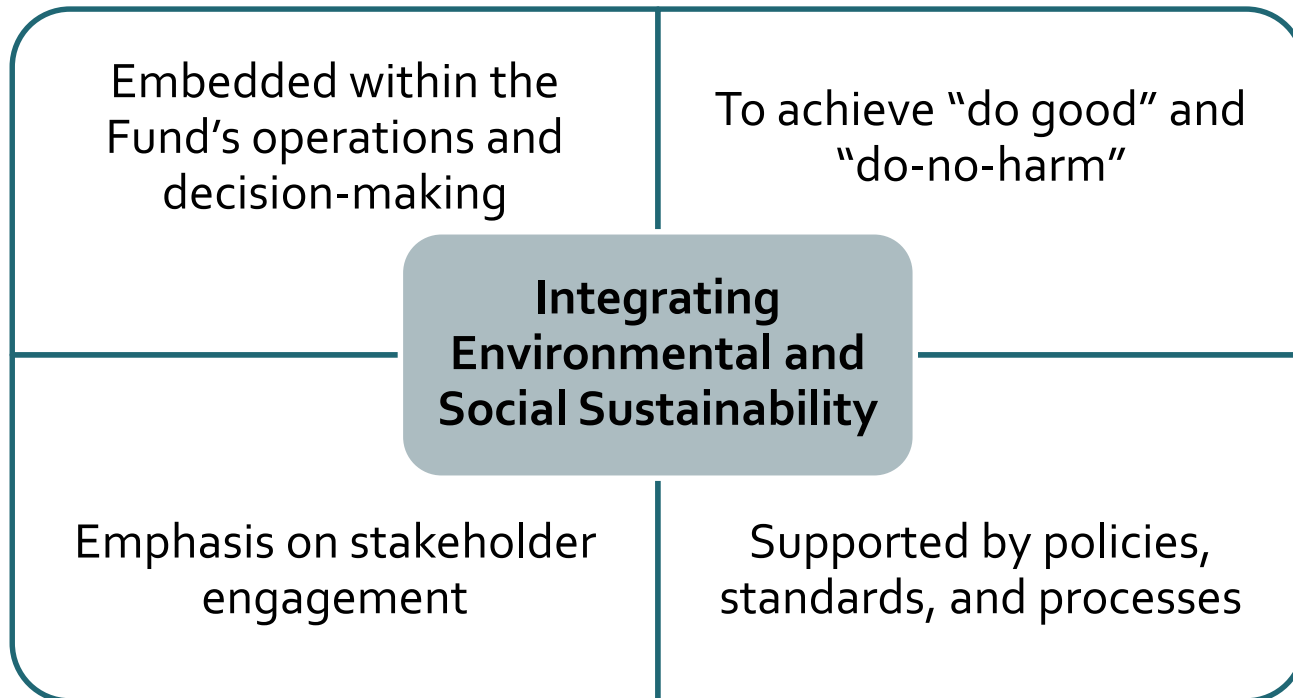


1. Mandate and status
2. Investment criteria
3. GCF project programming cycle
(Readiness, NAPs, PPF, SAP, full FPs)
4. **ESS & Gender**



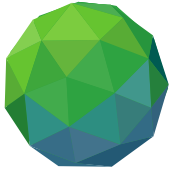
GREEN
CLIMATE
FUND

ESS in the context of GCF



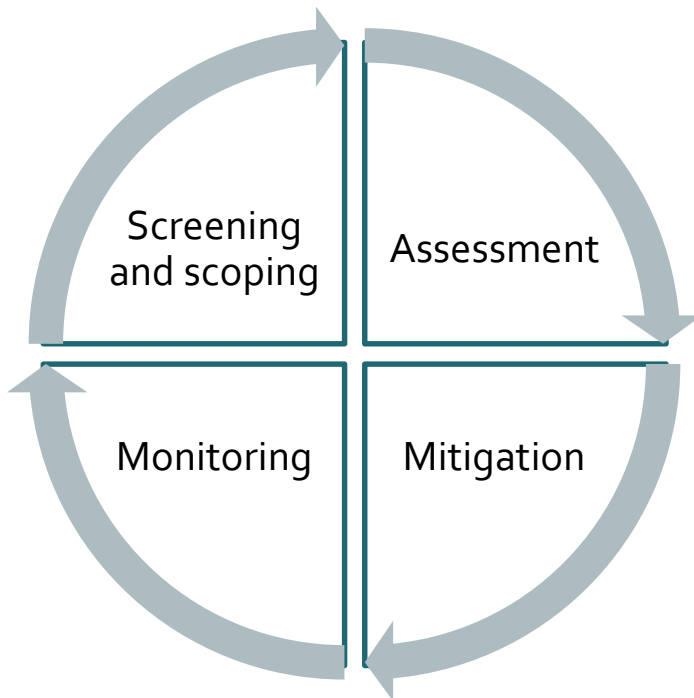
GCF Policies:

- Environmental and social policy
- Indigenous peoples policy
- Gender policy



GREEN
CLIMATE
FUND

Environmental and social due diligence



A) High risk

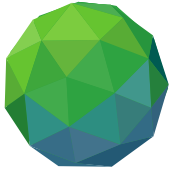
significant adverse impacts that are irreversible, diverse, or unprecedented

B) Moderate risk

potential impacts less adverse, limited, site-specific, likely reversible, readily mitigated

C) Low risk

none to minimal adverse environmental and social impacts easily and fully mitigated



GREEN
CLIMATE
FUND

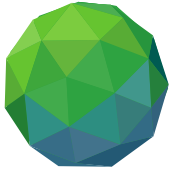
Environmental and social safeguards

Consistent approach and requirements

IFC Performance Standards for Environmental and Social Sustainability (2012)

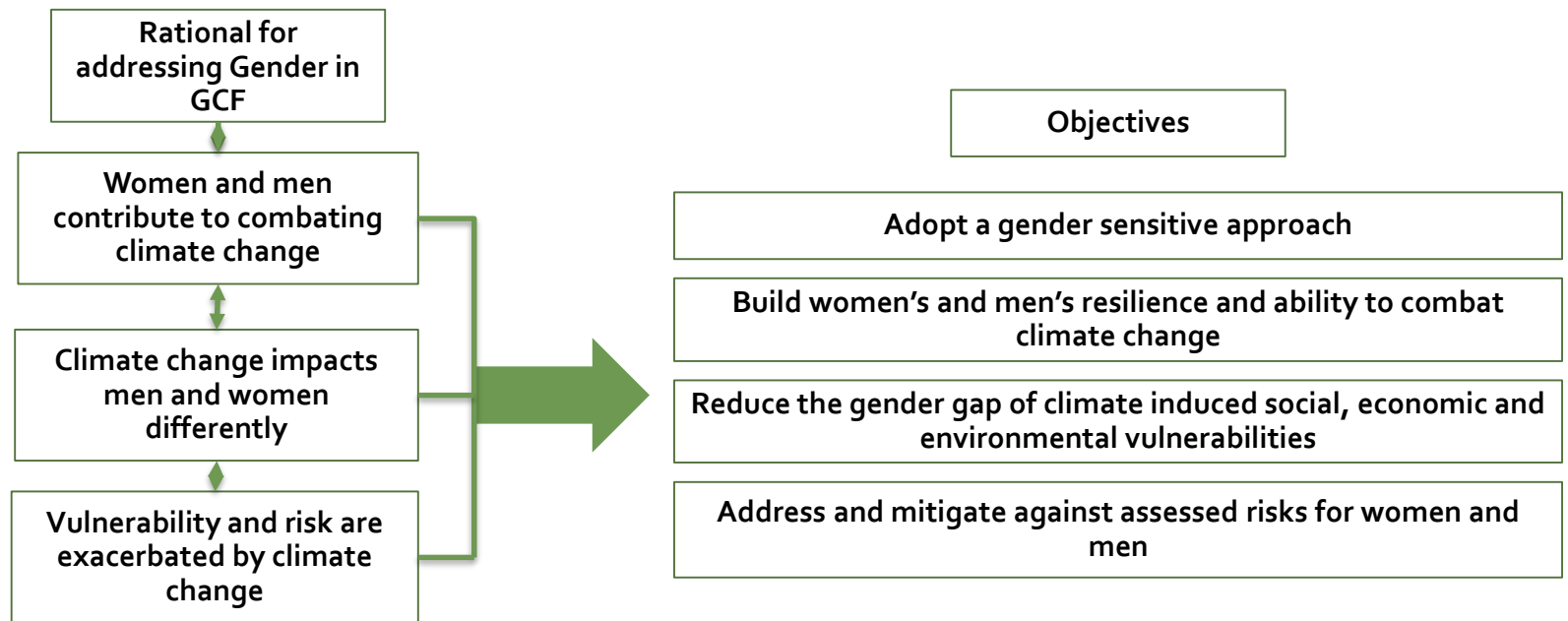
IFC Guidance Notes on the Performance Standards for Environmental and Social Sustainability

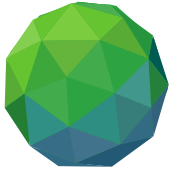
- **PS1:** Assessment and Management of ES Risks and Impacts
- **PS2:** Labor and Working Conditions
- **PS3:** Resource Efficiency and Pollution Prevention
- **PS4:** Community Health, Safety & Security
- **PS5:** Land Acquisition and Involuntary Resettlement
- **PS6:** Biodiversity Conservation and Sustainable Management of Living Natural Resources
- **PS7:** Indigenous Peoples
- **PS8:** Cultural Heritage



GREEN
CLIMATE
FUND

Gender rationale and objectives





GREEN
CLIMATE
FUND

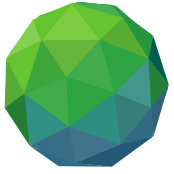
Gender requirements

Mandatory socioeconomic and gender assessment

- Determine how project can respond to women's and men's needs
- Identify drivers of change and gender dynamics
- Design gender elements in project/program activities
- Estimate the implementation budget
- Select outputs, outcomes and impact indicators
- Design implementation and monitoring institutional arrangements

Equitable and meaningful stakeholder consultation

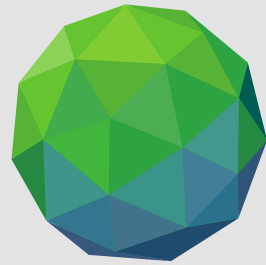
- Active and meaningful participation of women and men
- With voices and issues identified incorporated in to the program activities



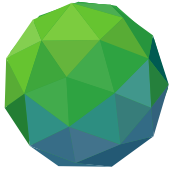
GREEN
CLIMATE
FUND

Gender recommendations

- Gender expert to conduct gender analysis/ assessment/ action plan
 - Sex-disaggregated data should be collected and **analyzed**
- Ensure action plans are informed by gender analysis
 - Establish baseline and monitor



**GREEN
CLIMATE
FUND**



GREEN
CLIMATE
FUND

Project Preparation Facility

37 Active Applications from Accredited Entities

(with NDA No Objection Letters)

Status:

15 (12 approved + 3 endorsed)

- 22 Not approved or endorsed:
- - 14 pending project Concept Note clearance
- - 8 with AE pending resubmission

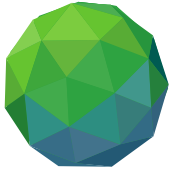
DAE /IAE focus:

- - 70/30% \$ approved from DAEs

19 inactive applications:

- 15 by IAEs
- 4 by DAEs





GREEN
CLIMATE
FUND

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

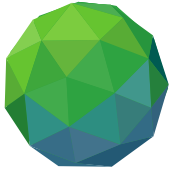
6. Engage stakeholders proactively

7. Build gender considerations

8. Cultivate private sector investment

9. Monitor and report systematically

10. Coherence and complementarity with other funds



GREEN
CLIMATE
FUND

Concept note preparation

GCF DOCUMENTATION PROJECTS

Simplified Approval Process Concept Note

Project/Programme Title: _____

Country(ies): _____


National Designated Authority(ies) (NDA): _____

Executing Entities: _____

Accredited Entity(ies) (AE): _____

Date of first submission/
version number: YYYY-MM-DD | V.0

Date of current submission/
version number: YYYY-MM-DD | V.0

 GREEN
CLIMATE
FUND

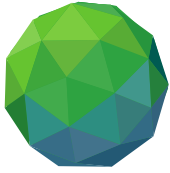
Please submit the completed form to sap@gcfund.org,
using the following name convention in the subject line and file name:
"CN-[Accredited Entity or Country]-YYYYMMDD"

✓ Concept note submission is **compulsory**

✓ Can be submitted by **AE and/or NDA**

✓ must follow the **SAP CN** template

✓ should be accompanied by **ESS screening** and (if applicable) Environmental and social action plan (ESAP)



GREEN CLIMATE FUND

Funding proposal preparation

GCF DOCUMENTATION

PROJECTS

Simplified Approval Process Funding Proposal

Project/Programme title: *Please indicate the project title; ideally this should reference the country where the project/programme will be implemented.*

Country(ies): *List all the countries where the project/programme will be implemented.*

National Designated Authority(ies): *Indicate the National Designated Authority(ies) of the country(ies) where the project/programme will be implemented. This should mirror the NOAs on the submitted no collection letters.*

Accredited Entity: *Indicate the accredited entity submitting this proposal.*

Date of first submission: *DD/MM/YYYY*

Date of current submission/ version number: *DD/MM/YYYY.V.000*

If available, indicate GCF code: *This code is assigned to each project upon first submission of a Concept Note or Funding Proposal and remains the same throughout the proposal review process. If you have submitted this project/programme previously please indicate the GCF code here.*



GREEN CLIMATE FUND

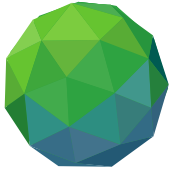
✓ must be submitted by AE

✓ must follow the SAP FP template

Under preparation for AEs:

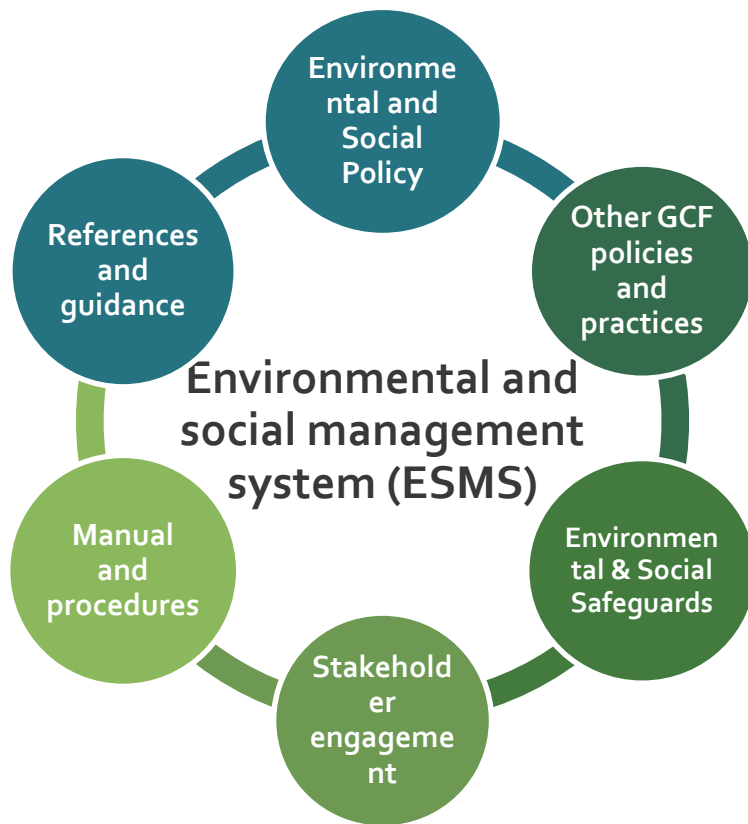
✓ User's manual for FP preparation

✓ Sectoral guidelines



GREEN
CLIMATE
FUND

Environmental and social management system



- Environmental and social policy
- Other GCF policies (Indigenous peoples policy and gender policy)
- Environmental and social safeguards