# ADAPTATION FUND Climate Adaptation Finance: DIRECTACESS

he Adaptation Fund's pioneering and robust direct access modality was the first of this kind to be fully operational among climate funds. Through direct access, accredited National Implementing

"Direct access provides developing countries with the opportunity to strengthen local capacity and to build on local expertise" ---Fundecooperación para el Desarrollo Sostenible (Costa Rica's NIE) Entities (NIEs) are able to directly access financing and manage all aspects of climate adaptation and resilience projects, from design through implementation and monitoring.



Cleaning drainage channels to reduce sediment in water flow and restore lowland farmland of Mugogo, Rwanda. Project implemented by the Rwanda Ministry of Environment. (*Photo by Adaptation Fund*)



• Funds projects directly managed and led by countries

• Elevates issues relating to climate change and adaptation to the national level

• Improves intragovernmental collaboration and amplifies stakeholder voices

• Fosters transparency, inclusiveness and competition in project formulation

• Sustains institutional knowledge and enhances internal management

• Empowers developing countries to build national adaptive capacities



Community prepares degraded area for mangrove planting in Andhra Pradesh, India. Project implemented by the National Bank for Agriculture and Rural Development (NABARD). (Photo from NABARD)

All developing country Parties to the Kyoto Protocol are eligible to nominate an entity for accreditation. Once an entity passes the Fund's rigorous accreditation review, it may apply for project funding.

#### Accredited implementing entities:

> Are fully responsible for project & programme management, including financial, monitoring and reporting

Receive funding in performancebased tranches

#### The Adaptation Fund's readiness programme is helping implementing entities:

#### Efficiently navigate the accreditation process

> Strengthen their capacity to design and implement climate adaptation projects and programmes

Build capacity and share lessons through workshops, community of practice, webinars, field visits and readiness grants, including south-south cooperation, and technical assistance
For information, visit www.adaptation-fund.org/readiness



## Climate Adaptation Finance: DIRECT ACCESS

'The projects are localized. It's about making a difference on the ground. They are replicable, scalable and it's also about catalyzing much bigger things. It enables local actors and can be transformational.' — South African National Biodiversity Institute

'This programme made measurable impact. It improved local capacity, reduced vulnerabilities, fostered community empowerment, increased awareness of the environment and climate change and built more climate resilient communities.' — Planning Institute of Jamaica

AF-funded project in Chile to help small farmers adapt to dry conditions and manage water. Project implemented by Agencia de Cooperación Internacional de Chile (AGCID-Chille). (Photo by Adaptation Fund)



#### ACCREDITATION

A panel of independent experts leads every accreditation review.

#### Fiduciary Standards:\*

- Financial management and integrity
- Institutional capacity

 Transparency, self-investigative powers, anti-corruption measures

#### **Environmental & Social Policy:\***

- Marginalized and vulnerable groups
- Protection of natural habitats
- > Human rights
- > Core labor rights, and other principles

#### **Gender Policy:**

 Equal access to project benefits for women and men

### Streamlined Accreditation Process for Small Entities:

PROJECT

IMPLEMENTED

Alternative streamlined, individualized process for smaller entities established since 2015

**PROJECT MONITORED** 

& EVALUATED

\*Includes, but not limited to

FUNDS DISBURSED.

PERFORMANCE-BASED

TRANCHES

#### **DIRECT ACCESS**

NATIONAL ACCREDITED BY ORGANIZATION AF BOARD

#### **Keys to Accreditation:**

 Frequent interaction between applicant and panel is crucial
Visits to applicant by reviewers may help overcome documentation gaps

#### Institutional strengthening:

 Applicants improve understanding of fiduciary standards
Applicants identify areas to bolster financial management and accountability

> Applicants shift from following others' rules to having their own rules

 Applicants improve governance by instituting policies against fraud and corruption
New grants available for project scale-up, innovation and learning



PROJECT REVIEWED &

**APPROVED** 

The Fund's first Direct Access project in Eastern Europe was launched recently in Armenia by by the country's Environmental Project Implementation Unit (EPIU). (Photo by Ruzanna Martirosyan)



Financing for NIEs includes adaptation and resilience projects tailored to local needs, ranging from sustainably managing coasts, inland agricultural communities and areas needing improved land and water management or disaster planning across Africa, Asia and the Pacific, Latin America and the Caribbean, and Eastern Europe.