

# Overview of the Fund and Access to Adaptation Fund Resources

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## The Adaptation Fund was established under the Kyoto Protocol of the UNFCCC

#### Goal:

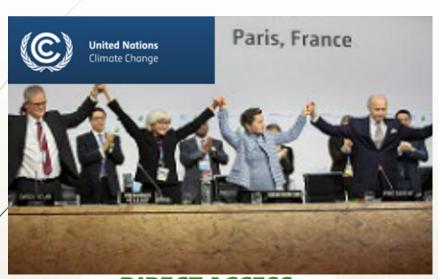
- ✓ Increase resilience through concrete adaptation projects & programmes
- ✓ Focus on most vulnerable countries and communities

#### Innovative Features:

- ✓ Governed by majority of developing countries
- ✓ Levy on Clean Development Mechanism proceeds & other sources of funding
- ✓ Direct access alongside conventional access through international orgs



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#### DIRECT ACCESS

Provides developing countries with the opportunity to strengthen local capacity and to build on local expertise

#### BY THE NUMBERS

50%

IN LEAST
DEVELOPED
COUNTRIES (LDCS)
OR SMALL ISLAND
DEVELOPING STATES
(SIDS)

32 NATIONAL IMPLEMENTING ENTITIES

APPROVED PROJECTS IN 22 COUNTRIES

8,7 M direct beneficiaries 17,3 M indirect beneficiaries

> PEOPLE EXPECTED TO BENEFIT FROM NIE PROJECTS

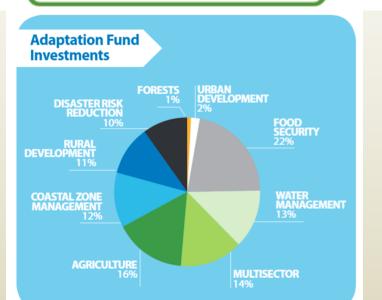
US\$179,982,920

105
current tangible PROJECTS

\$745 million committed to 102 countries

102

18 28 LDCs



### Projects approved by AFB since 2010



• Readiness Grants

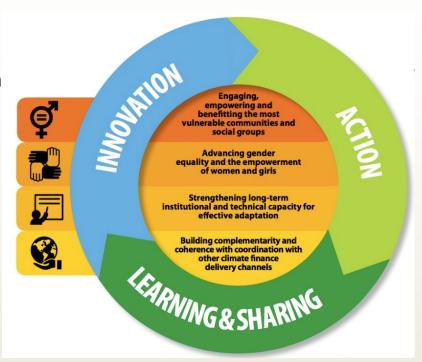
Projects

## 105 concrete projects and 36 readiness projects)

- 30 concrete projects implemented by NIEs
- 63 implemented by MIEs
- 12 implemented by RIEs

### Medium-term Strategy (MTS): Approved in October 2017

- "Action"
  - Objective: Support the design & implementation of high-quality projects
  - Outputs: High-quality capacity developed in client countries; pipeline of scalable projects; and reduced vulnerability
- > "Innovation"
  - Objective: Champion innovative approaches to adaptation (by others)
  - Outputs: Innovative projects replicated in new countries; innovative practices, products & tech scaled-up

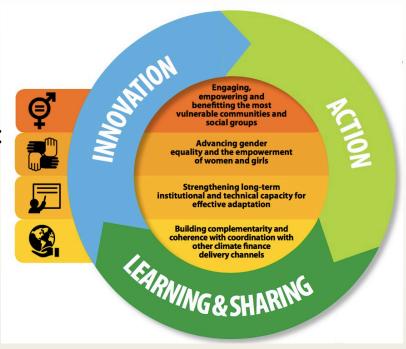


- "Learning and sharing"
  - Objective: Generate knowledge & communicate practical lessons from operational processes, projects & innovation portfolio
  - > Outputs: Practical lessons from projects; specific knowledge on impact themes; stronger capacity for adaptation-related learning in client countries

## Capacity-Building for Locally-led action through Finance

### In addition to existing ones, new funding modalities:

- > "Action"
  - Window for "enhanced direct access": US\$ 20 M per year (>10 grants)
  - Scale-up microgrants: US\$ 200,000 per year (10 grants)
  - "Innovation"
    - □ Large grants (<US\$ 5 M) for rolling out, scaling up innovation:</li>
       US\$ 90 M over 5 years (>18 grants)
    - Micro-grants (<US\$ 250 k) for encouraging new innovation, creating evidence base: US\$ 16 M over 5 years (>64 grants)



- "Learning and sharing"
  - South-South learning microgrants (<US\$ 150 K) for sharing practices, lessons (ca. 15 grants)

### Why become accredited?



Receive direct finance transfers to design, implement, and oversee climate projects

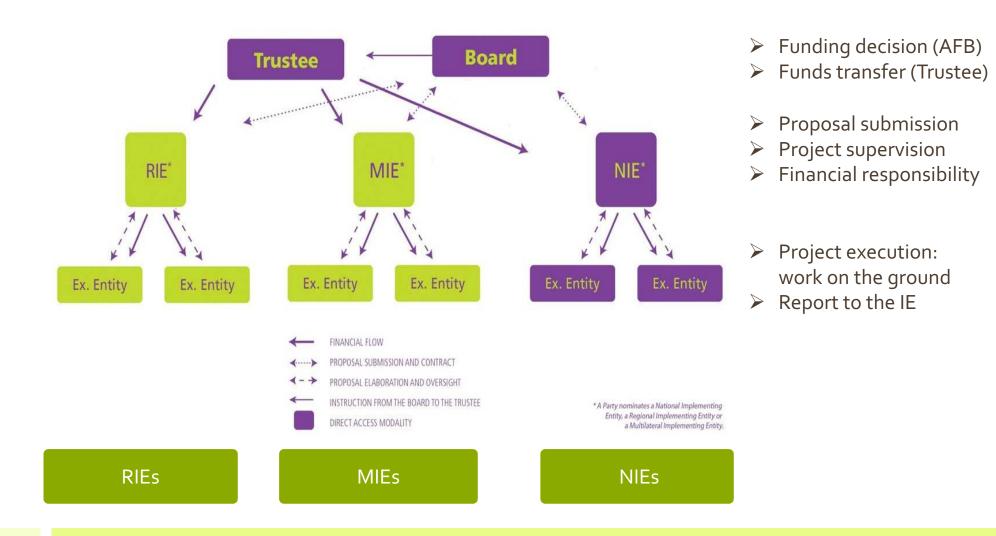


Build internal capacity and codify organizational systems



Garner international recognition

### There are 3 modalities that developing countries can use to access Adaptation Fund resources



### The number of direct access entities is increasing



- 32 national Implementing Entities (NIEs)
- 6 Regional Implementing Entities (RIEs)
- 13 Multilateral Implementing Entities (MIEs)



### **Direct Access Modality**

### Adaptation Fund pioneered fully operational direct access to climate financing

- Objectives:
  - ✓ Direct Access, whereby a country can access funds directly from the AF and other funds adopting similar modality to manage adaptation/mitigation projects, requires an accredited National Implementing Entity meeting the funds' fiduciary standards, environmental and social safeguards and gender policy
  - Implementing Entities (IEs):
    - ✓ Bear full responsibility for the overall management of the projects and programmes approved by the AFB; and
    - √Carry out financial management, monitoring and reporting responsibilities for the project.



#### **Benefits of Direct Access**

- 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

#### **Accreditation Related Documents**

- Guidance on Accreditation Standards
- Accreditation Application Form
- NIE Accreditation Toolkit
- Guidelines for Designated Authorities to Select an NIE ( to be updated)
- Available at <a href="https://www.adaptation-fund.org/apply-funding/accreditation/accreditation-application/">https://www.adaptation-fund.org/apply-funding/accreditation/accreditation-application/</a>





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