

AFB/PPRC.32/Inf.11 18 September 2023

Adaptation Fund Board Project and Programme Review Committee Thirtieth Meeting Bonn, Germany, 10-11 October 2023

PROPOSAL FOR TUNISIA



# ADAPTATION FUND BOARD SECRETARIAT TECHNICAL REVIEW OF PROJECT/PROGRAMME PROPOSAL

PROJECT/PROGRAMME CATEGORY: PROJECT CONCEPT

Country/Region: Tunisia

**Project Title:** Strengthening adaptive capacity and livelihood security in the most vulnerable oases of the Governate of

Tozeur

Thematic Focal Area: Multisector

**Implementing Entity:** World Food Programme **Executing Entities:** Ministry of Environment

**AF Project ID:** AF00000356

IE Project ID: Requested Financing from Adaptation Fund (US Dollars): 9,999,469

Reviewer and contact person: Dirk Lamberts Co-reviewer(s):

IE Contact Person: Hazar Belli

| Tech | nical |  |
|------|-------|--|
| Sum  | mary  |  |

The project "Strengthening adaptive capacity and livelihood security in the most vulnerable oases of the Governate of Tozeur" aims to reduce vulnerability to the effects of climate change and increase adaptive capacity in the most vulnerable oases of the Governorate of Tozeur. This will be done through the three components below:

Component 1: Strengthening institutional and technical capacity for oasis management (USD 3,217,500);

Component 2: Enhanced livelihoods for oasis communities through more efficient agrosystems (USD 4,244,800);

Component 3: Improving knowledge management and the evidence base for oasis management (USD 879,800).

Requested financing overview:

Project/Programme Execution Cost: USD 874,000 Total Project/Programme Cost: USD 9,216,100

Implementing Fee: USD 783,369 Financing Requested: USD 9,999,469

|       | The initial technical review raises several issues, such as lack of a sector-wide approach to governance and capacity building, uncertain knowledge generation and insufficiently demonstrated compliance with the AF ESP and GP, as is discussed in the number of Clarification Requests (CRs) and Corrective Action Requests (CARs) raised in the review. |
|-------|---|
| Date: | 24 August 2023  |

| Review Criteria     | Questions   | Comments   |
|---------------------|---|--|
|                     | <ol> <li>Is the country party to the Kyoto Protocol, or the<br/>Paris Agreement?</li> </ol>   | Yes.   |
| Country Eligibility | Is the country a developing country particularly vulnerable to the adverse effects of climate change?  Output  Description:  Ou | Yes. Tunisia is a lower-middle income country with agriculture contributing about 10 per cent to the economy. The project region is experiencing a rise in maximum temperatures and reduction in precipitation contributing to increasing droughts. Climate modelling predicts increasing variability and increase in extreme events. In the southern areas, already common droughts are projected to become more frequent, reducing soil humidity, accelerating desertification, negatively impacting agricultural productivity and placing further pressure on limited groundwater resources. Oases are likely to be acutely affected, likely leading to a range of consequential socioeconomic impacts, including reduced food security and economic development, yet fewer livelihood opportunities and an increase in conflict over already scarce resources. |
|                     | Has the designated government authority for the Adaptation Fund endorsed the project/programme?   | Yes. As per the Endorsement letter dated 18 July 2023.   |
| Project Eligibility | 2. Does the length of the proposal amount to no more than Fifty pages for the project/programme concept, including its annexes?   | Yes. The proposal, including two annexes, amounts to 49 pages.   |

3. Does the project / programme support concrete adaptation actions to assist the country in addressing adaptive capacity to the adverse effects of climate change and build in climate resilience?

#### Unclear.

The description of the degradation of oasis ecosystems contains a mix of elements of a diverse nature, resulting in an overall unclear picture. It seems evident that the main causes for oasis degradation are related to poor management and overexploitation. Climate change appears to be only an exacerbating factor.

The proposal makes little distinction between the threats to the natural oasis ecosystems linked to underground rivers, and those "modern" oases that are fed with groundwater extracted from deep, non-renewable aquifers. In fact, the proposal glances over this distinction, not reflecting the fundamentally different issues related to these types both in terms of inherent value and in terms of sustainability of associated climate change adaptation actions. It appears that the "modern" oases are irreversibly jeopardizing a resource that may constitute a key climate change adaptation asset.

The proposal is unclear with respect to the nature of the impacts of climate change. The constructed oasis ecosystems are considered on the same basis as the natural oases, while that equivalence is not demonstrated, and in fact unlikely. Further on p. 14-15, it seems that (most of) these "modern" oases are illegal in some way.

**CR 1:** Please clarify throughout the proposal the different issues, approaches and considerations specific to the different types of oases.

The proposal contains no justification for the selection of the target oases other than that they have not been

involved in other initiatives. It also does not justify why the "modern" oases, that appear to be actively undermining adaptive capacity of the project area, are not addressed.

**CR 2:** Please clarify the justification for the selection of target oases.

Climate change impact-related risks to oases are not sufficiently identified as opposed to other threats that are mentioned. Overall, the contribution of climate change impacts to the processes leading to oasis degradation cannot be determined, nor can the adequacy of the proposed adaptation activities that will be highly dependent on the simultaneous adoption of regular good management and natural resources use. As such, the extent to which the proposed activities constitute climate change adaptation activities cannot be determined.

**CR 3:** Please clarify the climate change adaptation justification for the proposed activities as opposed to "business as usual" development interventions.

The proposed component 1 aims at strengthening governance and institutional capacity, including at local levels, for the 29 targeted, traditional oases. The "modern" oases with evident significant governance issues are not directly targeted.

**CR 4:** Please clarify how the project will credibly achieve improving governance in oasis management whilst not addressing some of the major governance issues such as being built and operating on the illicit extraction of groundwater from non-renewable aquifers.

Output 1.2 intends to build institutional and technical capacity of national and subnational authorities and communities, but the proposal does not demonstrate what the capacity gaps are, nor how addressing those will result in improved management. CR 5: Please clarify the capacity gaps and how addressing those will invariably lead to improved management. The risk of wildfires that is described is one of poor water and soils management, in which climate change may only play a marginal contributing or exacerbating role. The potential effect of climate change adaptation measures in this context is equally marginal. The claimed impacts of these fires are not specific or substantiated. No information (such as damage assessments, trends in losses, etc.) is provided on the extent of the problem. CR 6: Please clarify the problem of wildfires and the related impact of climate change. The definition of 'agroecology' as used in the proposal does not seem to be in line with commonly agreed definitions such as e.g. that of FAO. Being a key concept, this should be clarified and the proposal amended accordingly to reflect the concept accurately. CR 7: Please clarify the concept of "agroecology" in the proposal. 4. Does the project / programme provide economic, Unclear. The description of direct economic benefits is limited social and environmental benefits, particularly to to the cost-effectiveness discussion. The indirect vulnerable communities, including gender

considerations, while avoiding or mitigating negative impacts, in compliance with the Environmental and Social Policy and Gender Policy of the Fund?

economic benefits are claimed to be derived from the restoration of oasis agroecosystems while that is not an envisaged outcome of the project. None of the project activities will lead to remediation of e.g. soils affected by salinisation.

**CR 8:** Please clarify the economic benefits of the project.

The proposal refers to "invasive alien species" halophytes that cause fire hazards but provides no further information. Eradication of such species is often complex and requires a tailored approach, also as it typically caries considerable environmental risks. The proposal claims environmental benefits of "conservation of indigenous plant biodiversity" without any reference to such elsewhere in the proposal. The same applies to the claimed protection of birds, "particularly breeding pairs".

**CR 9:** Please clarify the nature of the invasive alien species and demonstrate the feasibility of their eradication as a preferred approach over prevention of their proliferation through improved management of irrigation and soils affected by salinisation.

The activities of Component 2 are mostly unidentified sub-projects, some may still be further identified during the development of the full proposal, others are so by design. However, the proposal does not acknowledge the USPs, provides no justification for their use and does not acknowledge the associated uncertainties in the risks identification. As such, the claimed benefits of the USPs are not demonstrated.

|   | <b>CR 10:</b> Please clarify the use of USPs and their benefits.  |
|---|---|
| 5. Is the project / programme cost effective? | Unclear. The link between direct and indirect beneficiaries is unclear, and the numbers vary considerably between the different delegations (p. 18-19).   |
|   | CR 11: Please clarify the number of beneficiaries.  |
|   | The project will involve 29 traditional oases, i.e. those dependent on underground rivers. It is unclear if this involves all the oases in the project area of this type, and, if not, how they were selected.  |
|   | <b>CR 12:</b> Please clarify the selection of target oases and how this compares to the total number of oases in the project area, including those depending on extraction from deep, non-renewable aquifers.   |
|   | The cost-benefit analysis presented in Section II.C lacks essential information to be able to appreciate its relevance. Modelling is typically used to reduce uncertainties but in this case none of the assumptions used are presented, nor are there are many details on the methodology. In addition, the link between project outcomes and claimed benefits needs clarification as described above. The presented quantification of project benefits is without much meaning. The cost effectiveness is not demonstrated from a sustainability point of view. |
|   | <b>CR 13:</b> Please clarify if the project is cost-effective and substantiate the findings in a verifiable manner.   |

| 6. Is the project / programme consistent with national or sub-national sustainable development strategies, national or sub-national development plans, poverty reduction strategies, national communications and adaptation programs of action and other relevant instruments? | Yes. The relevant strategies and plans have been outlined, as has the project's alignment.   |
|--|--|
| 7. Does the project / programme meet the relevant national technical standards, where applicable, in compliance with the Environmental and Social Policy of the Fund?  | No. The section is limited to the presentation of three pieces of legislation rather than national technical standards. The relevance of the 48 year old Water Code is unclear, the more given the information presented on the widespread and seemingly tolerated non-compliance with said code.  CAR 1: Please identify the national technical standards relevant to all project activities, including the USPs, and state compliance in a logical manner. |
| 8. Is there duplication of project / programme with other funding sources?   | Unclear.  The analysis presented provides little information on the risk of overlap and focuses on opportunities for synergy. The proposal makes no reference to the AF project "Climate changes adaptation project in oasis zones – PACC-ZO" implemented by the NIE in Morocco.  CR 14: Please clarify the risk of duplication with other funding sources and consider integrating lessons learned from other relevant projects on oases in the region.     |
| 9. Does the project / programme have a learning and<br>knowledge management component to capture<br>and feedback lessons?  | Yes.  Output 3.1 includes as 'indicative activity' the operationalisation of the project's monitoring and  |

|   | evaluation plan. This is to be covered by   |
|---|---|
|   | implementation and execution fees, and not included as a project activity.  |
|   | <b>CR 15:</b> Please adjust the monitoring and evaluation activities to reflect the proper funding allocation.  |
|   | That same output includes the development of an information portal. One of the criteria for the selection of the 29 target oases is their exclusion from other initiatives.   |
|   | <b>CR 16:</b> Please clarify the need for a dedicated information portal and why the preferable option of integration with such portals of the other initiatives is not considered.   |
|   | Output 3.2 focusses on dissemination of good practice knowledge for adaptation to be developed under the project. However, there seems to be a very limited knowledge gap on such good practice as adaptation will – to a large extent – consist of applying known practices and principles of good oasis management. |
|   | CR 17: Please clarify the potential for generation of good practice information as a concrete project outcome and how that addresses clearly identified knowledge gaps that transcend the uncertainties of the particular project locations.  |
| 10. Has a consultative process taken place, and has it  | Unclear.  |
| involved all key stakeholders, and vulnerable groups, including gender considerations in compliance with the Environmental and Social Policy and Gender Policy of the Fund? | The relevant section of the proposal includes a description of the consultation process followed, as well as a brief description of some of the findings and how these were integrated in the project design.   |

|   | However, there is no information to suggest that the consultations took gender considerations into account or that all key stakeholders were included.  CR 18: Please clarify the gender aspects and comprehensive inclusion of key stakeholders in the consultation process.  |
|---|--|
| 11. Is the requested financing justified on the basis of full cost of adaptation reasoning? | Unclear.  The relevant section of the proposal states that the government has limited capacity to implement tangible adaptation solutions. However, from the proposal it is clear that there are also significant capacity and governance gaps with regular management and sustainable use of the oases and of the different sources of water. The proposal does not clearly state how or if that basic capacity will be developed as well, a precondition for effective adaptation management.  CR 19: Please clarify how the project will build all the required capacity, including governance aspects, for sustainable, adaptation-focused oases management.  A considerable body of literature on many aspects of sustainable Saharan oasis management – including that of irrigation, climate change impacts, livelihoods etc. – in general and specific to Tunisia exists.  CR 20: Please clarify the specific knowledge gaps the project would address and how such new knowledge will address the problems. |
| 12. Is the project / program aligned with AF's results framework?                           | Unclear.   |

|  | The project objective indicators listed in Table 10 appear to lack alignment with both the components as described in section II.A of the proposal and the corresponding Fund Outcome Indicators. E.g., the description of component 1 does not include the policy development that is used as indicator in Table 10.  CR 21: Please clarify the indicators used in the part of the proposal demonstrating alignment with the AF results framework.   |
|--|---|
| 13. Has the sustainability of the project/programme outcomes been taken into account when designing the project?   | The sustainability of the proposed project interventions was taken into account when designing the project. However, the claimed sustainability is questionable as the basis on which it relies is of questionable sustainability. A key sustainability issue in the sector is that of governance, which is mentioned as a major problem, as reflected e.g. in the unsustainable extraction of non-renewable groundwater resources. It is unclear how governance issues could be addressed only for parts of the sector.  CR 22: Please clarify how the governance issues will be addressed by the project in a way that is adequate and sufficient to ensure sustainability. |
| 14. Does the project / programme provide an overview of environmental and social impacts / risks identified, in compliance with the Environmental and Social Policy and Gender Policy of the Fund? | Unclear.  In Section II.E of the proposal is stated "Given the small scale of the project's interventions as well as their focus on strengthening the country's capacity for improved climate resilience, Environmental Impact Assessments (EIAs) are not expected to be necessary for any of the planned interventions." (p.30). This is   |

not in compliance with the ESP which requires impact assessments for all identified risks, commensurate to the risks.

The Section II.K does include the findings of the identification of risks for the 15 ESP principles. At this stage, identification of all environmental and social risks is required. It is unclear how the conclusion was reached that the project will have "minimal or no adverse environmental or social risks and/or impacts".

**CAR 2:** Please identify environmental and social risks of the project activities in line with the AF ESP and GP.

The activities of component 2 are mostly unidentified. This seems to some extent due to the fact that this is a concept note and some of those activities are expected to be further identified during full proposal preparation. Others though are likely to remain as unidentified sub-projects.

**CAR 3:** Please comply with the AF Guidance on the use of USPs.

There is no information presented suggesting that the ESP risks identification adequately took into consideration gender-differentiated aspects. Elsewhere in the proposal there is a reference to a gender analysis that was carried out but there is little information on its findings.

**CR 23:** Please clarify that and how gender considerations were taken into account in the environmental and social risks identification.

|                          |  | The project is not categorized.  |
|--------------------------|--|--|
|                          |  | CAR 4: Please assign a category to the project in line with the ESP.                                       |
| Resource<br>Availability | Is the requested project / programme funding within the cap of the country?  | Yes.   |
|                          | <ol><li>Is the Implementing Entity Management Fee at or<br/>below 8.5 per cent of the total project/programme<br/>budget before the fee?</li></ol>                       | Yes. The Implementing Entity Management Fee is at 8.5 per cent of the total project budget before the fee. |
|                          | Are the Project/Programme Execution Costs at or<br>below 9.5 per cent of the total project/programme<br>budget (including the fee)?                                      | Yes. The Project Execution Costs are at 9.5 per cent of the total project budget.                          |
| Eligibility of IE        | Is the project/programme submitted through an eligible Implementing Entity that has been accredited by the Board?  | Yes.   |
|                          | Is there adequate arrangement for project /     programme management, in compliance with the     Gender Policy of the Fund?  | n/a at concept stage   |
|                          | Are there measures for financial and project/programme risk management?  | n/a at concept stage   |
| Implementation           | 3. Are there measures in place for the management of for environmental and social risks, in line with the Environmental and Social Policy and Gender Policy of the Fund? | n/a at concept stage   |
| Arrangements             | Is a budget on the Implementing Entity     Management Fee use included?  | n/a at concept stage   |
|                          | 5. Is an explanation and a breakdown of the execution costs included?  | n/a at concept stage   |
|                          | Is a detailed budget including budget notes included?  | n/a at concept stage   |
|                          | 7. Are arrangements for monitoring and evaluation clearly defined, including budgeted M&E plans and  | n/a at concept stage   |

|  | sex-disaggregated data, targets and indicators, in compliance with the Gender Policy of the Fund?   |                      |
|--|---|----------------------|
|  | 8. Does the M&E Framework include a break-down of how implementing entity IE fees will be utilized in the supervision of the M&E function?                                      | n/a at concept stage |
|  | 9. Does the project/programme's results framework align with the AF's results framework? Does it include at least one core outcome indicator from the Fund's results framework? | n/a at concept stage |
|  | 10. Is a disbursement schedule with time-bound milestones included?   | n/a at concept stage |



# **CONCEPT NOTE PROPOSAL FOR SINGLE COUNTRY**

# **PART I: PROJECT INFORMATION**

| Title of Project:  | Strengthening adaptive capacity and livelihood security in the most vulnerable oases of the Governate of Tozeur |  |
|--|---|--|
| Country:   | Tunisia   |  |
| Thematic Focal Area:   | Multi-sector projects   |  |
| Type of Implementing Entity:   | Multilateral Implementing Entity  |  |
| Implementing Entity:   | World Food Programme  |  |
| <b>Executing Entities:</b>   | Ministry of Environment   |  |
| Amount of Financing Requested:   | 9 999 469 (in U.S Dollars Equivalent)   |  |
| Project Formulation Grant Request ( <u>available to NIEs only</u> ): Yes □ No ⊠  |   |  |
| Amount of Requested financing for PFG: 0 USD (in U.S Dollars Equivalent)   |   |  |
| Letter of Endorsement (LOE) signed: Yes ⊠ No □   |   |  |
| NOTE: LOEs should be signed by the Designated Authority (DA). The signatory DA must be on file with the Adaptation Fund. To find the DA currently on file check this page: <a href="https://www.adaptation-fund.org/apply-funding/designated-authorities">https://www.adaptation-fund.org/apply-funding/designated-authorities</a> |   |  |
| Stage of Submission:   |   |  |
| ☐ This concept has been submitted before   |   |  |
| □ This is the first submission ever of the concept proposal  |   |  |
| In case of a resubmission, please indicate the last submission date: Click or tap to enter a date.   |   |  |
| Please note that concept note documents should not exceed 50 pages, including annexes.   |   |  |

# **Project/Programme Background and Context:**

#### **General context**

## Geography

Tunisia is a North African Country situated southern shore along the Mediterranean Sea. It is the smallest country in North Africa occupies an area of approximately 164 000 km<sup>2</sup>, sharing land borders with Algeria to the west and Libya to the southeast (Figure 11). It has an elongated shape, oriented from North to South, and can be considered to have several distinct geographic zones. These include a mountainous northern zone, a semi-arid central plateau that dominates the western portion of the country and a low-lying fertile coastal zone that abuts the Mediterranean in the east of the country. A further geographic region of Tunisia is its arid southern zone that extends into the Northern Sahara and comprises the bulk of the country's area.

# <u>Demographic and socioeconomic</u> indicators

Tunisia has a population of approximately ~11.8 million people<sup>2</sup> and has been governed as a unitary presidential republic following a constitutional referendum in 2022. The political structure is highly centralised, although the country is divided into 24 governorates that hold regional

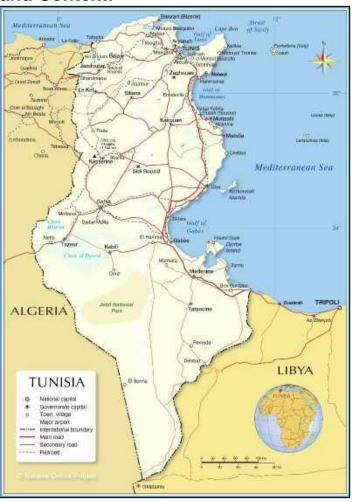


Figure 1. Political Map of Tunisia demonstrating governorates and major urban centres

authority. These governorates are further divided into 264 delegations comprised of multiple municipalities. The southwestern governorates are far larger than those in the north and east and have far lower population densities even though they constitute the bulk of the country. For example, these three governorates make up almost 40% of the country by area, but only comprise ~3.5% of the total population<sup>3</sup>. This is primarily as a result of climatic factors, limited economic development and a more recent trend of outward migration.

Tunisia's population of approximately 11.8 million people is unequally distributed across the country as a result of both climactic and geographic factors. Over 80% of the population resides in the eastern and northern coastal zone alone. Conversely the southern, Saharan areas of the country are sparely populated as a result of high aridity, water scarcity and limited economic opportunities. The population is also highly urbanized and over 70% of population currently reside in cities or other urban centres<sup>4</sup>. For example, over 70% of Tozeur's population lives in urban areas, despite the governate having both the lowest absolute population (107,912) and 3<sup>rd</sup> lowest population density

<sup>&</sup>lt;sup>1</sup> Nations Online. (2023). *Political map of Tunisia*. [Online]. Available: <a href="https://www.nationsonline.org/oneworld/map/tunisia-political-map.htm">https://www.nationsonline.org/oneworld/map/tunisia-political-map.htm</a>

<sup>&</sup>lt;sup>2</sup> National Institute of Statistics. (2021). Tunisia Socioeconomic Database. [Online]. Available: http://census.ins.tn/en/recensement

<sup>&</sup>lt;sup>3</sup> National Institute of Statistics. (2014). Tunisia Population and Housing Census 2014. [Online]. Available: <a href="https://www.ins.tn/en/enquetes/census-2014">https://www.ins.tn/en/enquetes/census-2014</a>

<sup>&</sup>lt;sup>4</sup> United Nations Population Division. World Urbanization Prospects: 2018 Revision.

(~23/km²) of all Tunisia's governorates. This trend in Tozeur is largely as a result of limited water availability and helps demonstrate the critical importance of reliable access to water in the region.

The country can be described as falling into the lower-middle income band, with a per capita GDP of ~\$3800 and an HDI of 0.731, ranking it 97 out of 191 countries<sup>5</sup>. It has a Gini coefficient of 33, indicating relatively low levels of inequality. The country had a GDP of \$46 billion in 2021 and has recorded limited economic growth since 2011, with an average growth rate of 1,9% between 2011 and 20196. This poor economic performance, which is associated with the political shift to a democratic state, was exacerbated by the onset of CoViD-19 and the World Bank projects limited growth prospects up until 20307. Tunisia has a fairly diversified mixed economy with major sectoral contributions coming from services (~64%), manufacturing (~26%) and agriculture (~10%). Although agriculture only generates one tenth of GDP occupies more than a 25% of the country's total area and accounts for almost 80% of national water usage8. However, agriculture is also a critical sector for food security, provides jobs for ~14% of the population and is seen to be a particularly important contributor to employment in rural areas where there are few other economic opportunities<sup>9,10</sup>. Tourism is another notable contributor to employment across Tunisia and provides ~6% of employment opportunities and ~14% of GDP. it is critical source of employment in rural areas and equally important for its contribution to national food security<sup>11</sup>. Tourism is another notable contributor to employment across Tunisia and provides ~6% of employment opportunities and ~14% of GDP.

The country has numerous development challenges, including high levels of unemployment, poverty, gender disparities, internal migration, and poor economic growth. Poverty, as a result of limited economic opportunities is relatively widespread and fluctuates but has remained relatively stable at ~15% since 2015<sup>12</sup>.

Migration is a further notable socioeconomic trend in Tunisia. This is particularly apparent in the more sparsely populated southern regions. These areas have seen a constant trend of internal outward migration since the 1970s, which is often linked to a search for improved economic prospects<sup>13</sup>. This trend is particularly noticeable amongst men and youths and has impacted the sexratio of the governate, resulting in a higher proportion of women and women-headed households<sup>14</sup>.

Gender disparities are another development concern in the country. It has a gender gap index score of 0.64 points and ranks 120 out of 146 countries worldwide<sup>15</sup>. While the country scores well compared to other North African nations and has made significant gains to close the gender gap in certain areas, such as health and education, gender inequalities remain widespread in other areas, including political representation and representation in the job market, i.e., economic opportunities<sup>16</sup>.

<sup>&</sup>lt;sup>5</sup> Country Insights. 2022. United Nations Development Programme

<sup>&</sup>lt;sup>6</sup> Climate Risk Profile: Tunisia (2021): The World Bank Group.

<sup>&</sup>lt;sup>7</sup> Climate Risk Profile: Tunisia. 2021. The World Bank Group.

<sup>&</sup>lt;sup>8</sup> FAO: Water efficiency, productivity and sustainability in the MENA regions (WEPS-NENA).

Available at: https://www.fao.org/in-action/water-efficiency-nena/countries/tunisia/en/

 <sup>&</sup>lt;sup>9</sup> Government of Tunisia. (2019). Tunisia's Third National Communication as part of the United Nations Framework Convention on Climate Change. [Online]. Available: <a href="https://unfccc.int/sites/default/files/resource/Synthese%20Ang%20Finalise%20Tunisia.pdf">https://unfccc.int/sites/default/files/resource/Synthese%20Ang%20Finalise%20Tunisia.pdf</a>
 <sup>10</sup> Food and Agriculture Organization of the United Nations (FAO). (2017). Tunisia Country Fact Sheet on Food and Agriculture Policy Trends. [Online]. Available: <a href="https://www.fao.org/agrifood-economics/publications/detail/en/c/1132139/">https://www.fao.org/agrifood-economics/publications/detail/en/c/1132139/</a>

Government of Tunisia. (2019). Tunisia's Third National Communication as part of the United Nations Framework Convention on Climate Change. [Online]. Available: <a href="https://unfccc.int/sites/default/files/resource/Synthese%20Ang%20Finalise%20Tunisia.pdf">https://unfccc.int/sites/default/files/resource/Synthese%20Ang%20Finalise%20Tunisia.pdf</a>
 Carnegie Endowment for International Peace. (2021). Tunisia Facing Increasing Poverty and Regional Inequalities. [Online]. Available: <a href="https://carnegieendowment.org/sada/85654">https://carnegieendowment.org/sada/85654</a>.

<sup>&</sup>lt;sup>13</sup> Zuccotti, C.V., Geddes, A., Bacchi, A., Nori, M., and Stojanov, R. (2018). *Drivers and patterns of rural youth migration and its impact on food security and rural livelihoods in Tunisia*. Technical Report: Food and Agriculture Organization of the United Nations (FAO), Migration Policy Centre. [Online]. Available: <a href="https://cadmus.eui.eu/handle/1814/53724">https://cadmus.eui.eu/handle/1814/53724</a>

<sup>&</sup>lt;sup>14</sup> Atlas from the Governorate of Tozeur. 2013. Tunisian Republic.

<sup>&</sup>lt;sup>15</sup> United Nations Development Programme. (2023). *Human Development Insights*. [Online]. Available: <a href="https://hdr.undp.org/data-center/country-insights#/ranks">https://hdr.undp.org/data-center/country-insights#/ranks</a>

center/country-insights#/ranks

16 UN Women. (2023). *Tunisia Country Snapshot*. [Online]. Available: <a href="https://data.unwomen.org/arab-states/country/tunisia">https://data.unwomen.org/arab-states/country/tunisia</a>

#### Institutional landscape

As previously described, Tunisia is a unitary presidential republic following a constitutional referendum in 2022. This means the country's administrative systems are highly centralised. Governorates, which represent sub-national administrative zones are managed by governors who are appointed by the central authority, while municipal councillors and mayors are directly elected by local populations. This two-tiered structure concentrates power in the hands of the central authority and its appointed representatives, while devolving day-to-day administrative activities to locally elected representatives.

In the context of climate change, the government of Tunisia has been progressive in its approach to relevant issues, particularly when compared with its neighbouring countries. The 2014 constitution enshrines several environmental principles and enables increased citizen participation in decision-making processes for relevant social, economic and environmental issues. The country is a signatory to several frameworks on climate change and includes climate change considerations in many of its strategic policy documents.

The National Coordination Unit on Climate Change (UGPO) within the Ministry of Environment is the government entity with the mandate to coordinate climate change and adaptation. However, several other ministries and specialized agencies are in charge of climate-sensitive sectors and adaptation measures within these sectors, in particular, the Ministry of Agriculture — which is also in charge of water resources — the Ministry of Tourism, the Ministry of Health, as well as the Agency for Coastal Protection and Planning. To-date, adaptation planning and action in Tunisia has been primarily accomplished through a sectoral approach. Until recently one of the main challenges for addressing climate change was the absence of a cross-sectoral steering and coordinating body of climate policy and planning<sup>17</sup>.

Regarding the effectiveness of Tunisia's overall institutional arrangements, the World Bank Group's worldwide governance indicators<sup>18</sup> suggest that the country's governance performance is moderately effective overall, with its best performance occurring in the rule of law indicator. The most recent data for Tunisia show that in 2021, the country's percentile rank<sup>19</sup> for government effectiveness was 45.67; for regulatory quality it was 38.46; and for rule of law the percentile ranking for Tunisia was 54.81. Figure 2 shows a time-series trend for the abovementioned indicators between 1996 and 2021, highlighting the consistent improvement in Tunisia's performance for the rule of law indicator. Conversely, the effectiveness of Tunisia's government and regulatory quality have both declined steadily since 1996, with both indicators well below the 50<sup>th</sup> percentile globally. The scenario described above highlights the country's needs with regard to improved governance and technical capacity development to ensure more effective governance across sectors.

<sup>&</sup>lt;sup>17</sup> United Nations Development Programme. 2021. *Green Climate Fund Readiness Proposal with UNDP for the Republic of Tunisia*. [Online]. Available: <a href="https://www.greenclimate.fund/document/national-adaptation-plan-advancing-risk-informed-development-and-land-use-planning-tunisia">https://www.greenclimate.fund/document/national-adaptation-plan-advancing-risk-informed-development-and-land-use-planning-tunisia</a>

<sup>18</sup> This evaluation is determined by considering: i) government effectiveness; ii) regulatory quality; and iii) rule of law.

<sup>&</sup>lt;sup>19</sup> Percentile rank (0-100) indicates the rank of country relative to all countries in the world. A ranking of 0 corresponds to the lowest rank and 100 is indicative of the highest rank.

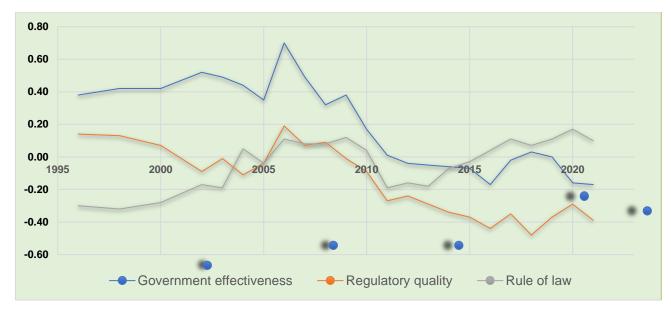


Figure 2. Analysis of Tunisia's governance effectiveness between 1996 and 202120

## Climate baseline/background

Tunisia is classified as an arid country with hot dry summers and wetter, cooler winters. Data from the World Bank Group's Climate Change Knowledge Portal indicates it has a mean annual temperature of 19.4°C with summer and winter mean temperatures of 28°C and 10°C respectively<sup>21</sup>. On the whole the country receives an average of 263mm of rainfall annually, with the bulk of this occurring in the wetter winter months<sup>22</sup> (September – April, Figure 3).

Although Tunisia is classified as an arid country, its climate demonstrates as much regional diversity as its geography. The proximity of the country to the Mediterranean Sea, combined with its specific topography results in five distinct climate zones (Table 1) that roughly overlay its geographic regions.

Table 1. Overview of Tunisia's climatic zones

| Climate zone                   | Description   |
|--------------------------------|---|
| Northern mountainous region    | Characterized by a Mediterranean climate with warm summers of up to 22°C and cool wet winters. Annual average precipitation often exceeds 700mm.  |
| Central plateau                | Dominates the west of the country and is predominately arid with mean annual temperatures of 18°C. Average annual precipitation in this area often exceeds 200mm.   |
| Eastern low-lying coastal zone | An arid steppe climate with mean temperatures exceeding 18°C but significantly more rainfall when compared with the rest of the country. Average precipitation is variable in this region but generally greater than 200mm and less than 400mm per annum. |
| Cold arid desert               | Low levels of rainfall and temperatures seldom exceed 18°C. Average annual rainfall here is less than 100mm, much like the rest of the south.   |
| Hot arid desert                | Covers much of the southern extent of Tunisia. This area extends into the northern Sahara, receives less than 100 mm of precipitation annual  |

<sup>&</sup>lt;sup>20</sup> Data source: World Bank Group. (2022). Worldwide Governance Indicators. [Online]. Available: https://info.worldbank.org/governance/wgi/

<sup>&</sup>lt;sup>21</sup> World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available: <a href="https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB">https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB</a> Tunisia%20Country%20Profile-WEB.pdf
<sup>22</sup> Ibid.

| Climate zone | Description  |  |
|--------------|--|--|
|              | and experiences the highest temperatures in the country with |  |
|              | temperatures routinely exceeding 35°C in the summer months.  |  |

Tozeur falls into the southern climate zone within Tunisia. It has a mean annual temperature of 22°C with cool winters and hot summers, where temperatures routinely exceed 35°C. The wind speed fluctuates throughout the year, with average lows of 7.2 km/h in the winter and highs of 18.2 km/h in mid-summer. Despite receiving higher than average rainfall for the Saharan region, mean precipitation is limited to 96mm annually. The bulk of this rainfall occurs during the cooler winter months, however, even the wettest months are dry, and precipitation seldom exceeds 15mm per month<sup>23</sup>.

#### Climate trends

Historical climate data for Tunisia is available from 1901 and demonstrates that the region experiences significant interannual variability. Despite this variability there are several clear trends precipitation in and temperature. Overall, the data indicates that the first half of the 20th century was relatively stable in terms of climate. with more significant changes having occurred over the last 30 years<sup>24</sup>.

#### Precipitation

Tunisia receives mean annual precipitation of 263.5mm, with significant inter-annual variability<sup>25</sup> (Figure 3). There are also great regional differences in annual precipitation and the southwestern the areas of country exceptionally dry. In these regions average rainfall seldom exceeds 100mm annually<sup>26,27</sup>.

Observed changes to Tunisia's precipitation patterns have been few and include a more recent decreasing trend over the last 30 years. During this period annual precipitation has declined by 3%

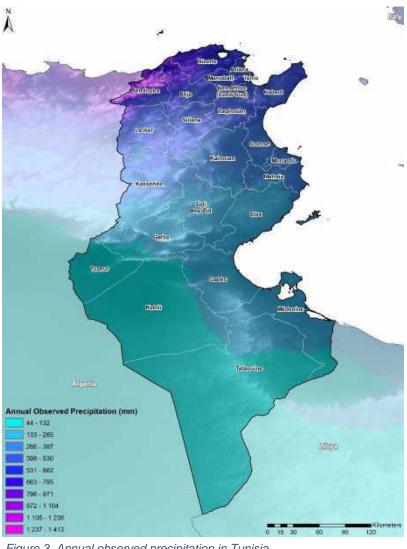


Figure 3. Annual observed precipitation in Tunisia

<sup>&</sup>lt;sup>23</sup> Climate Data.Org

<sup>&</sup>lt;sup>24</sup> World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available: https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB Tunisia%20Country%20Profile-WEB.pdf. 25 Ibid.

<sup>&</sup>lt;sup>26</sup> Ibid.

<sup>&</sup>lt;sup>27</sup> United States Agency for International Development (USAID). (2015). Climate Change Information Factsheet: Tunisia. [Online]. Available: https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf

across the country. This trend has been accompanied by an increase in dry spells and reduction in water availability, particularly in the southern regions. A further notable trend has been an increase in flash floods brought about by increased prevalence of intense precipitation in the northern region<sup>28</sup>.

#### Temperature

As with the Tunisia's precipitation patterns, temperature demonstrates great regional variability. There is an increasing temperature gradient from the north to south, with the lowest temperatures recorded in the Northeast, as a result of both the greater mean elevation and proximity to the Mediterranean Sea ().

Observed changes to Tunisia's mean temperatures were relatively minor in the first half of the 20<sup>th</sup> century. However, significant increases have been observed in the last 30 years, with the temperature increasing at a rate of approximately 0.4°C per decade. Overall mean annual temperatures have increased by 1.4°C since 1901 for the country as a whole, with some regions experiencing far greater increases. For example, the northern areas of Tunisia have experienced increases of approximately 2°C with more notable increases in the summer months<sup>29</sup>.

#### Observed subnational trends

Downscaled climate analyses have been undertaken for the region of Tozeur, covering the period 1990 – 2021. These observations indicate a notable increase

in mean maximum temperatures (~1°C). This is an increasing and sustained trend for all the delegations of Tozeur. Precipitation has also been observed to be constantly decreasing, but decreases are more pronounced in some delegations. This is the case for Tameghza and Dguech, for example, which have observed average decreases of ~7mm and ~5mm respectively. Drought has increased significantly in recent years and has been more pronounced during the years when rainfall disturbances were strongest (between 2000-2010). Cold and hot spells have both demonstrated a notable trend, with cold spells decreasing and hot spells increasing currently<sup>30</sup>. Additionally for the observed time series, the climatic water balance is strongly negative in all the Delegations of the Governorate of Tozeur, which can be attributed to high temperatures for most of the year combined with low precipitation and exacerbated by low soil cover rates, even in the modern oases<sup>31</sup>.

#### National climate projections

Climate projections for Tunisia, like elsewhere, come with some degree of uncertainty. While the accuracy of the climate models may be variable certain trends, including increased variability and an

<sup>&</sup>lt;sup>28</sup> World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available:

https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB\_Tunisia%20Country%20Profile-WEB.pdf

<sup>&</sup>lt;sup>29</sup> World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available:

https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB\_Tunisia%20Country%20Profile-WEB.pdf.

<sup>&</sup>lt;sup>30</sup> Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).

31 Ibid.

increase in the likelihood, intensity and duration of extreme events is broadly acknowledged across all scenarios.

At a national level, projections for precipitation indicate a decreasing trend overall of between 4.1% and 6.7% by 2050, with some inter-regional variability predicted<sup>32</sup>. Minor increases are projected in the north and east of the country and minor decreases projected in the south. The overall decreases, when paired with the inherent interannual variability of the region means that the likelihood and duration of droughts are expected to increase which will exacerbate existing water stress.

Under climate change conditions, temperatures are projected to increase across North Africa for all models<sup>33</sup>. This includes likely increases of mean and maximum temperatures of 1,3°C by 2040, 2,3°C by 2060, 3,3°C by 2080 and 4,6°C by 2100<sup>34</sup>. These shifts are likely to coincide with an increase in the likelihood, intensity, and duration of heatwaves, with an additional 78 extremely hot days per year projected by 2080. Cold spells and cold nights are also projected to decline. A further localized projection is the formation of a hotspot on the southwestern border of Tunisia and Algeria, where temperatures could increase as much as 5.3°C by 2050<sup>35</sup>.

#### Projected subnational trends

The Governate of Tozeur, much like the rest of Southern Tunisia, is likely to be subject to the changes described above, which include decreasing and irregular precipitation, increasing temperature and an increase in the likelihood, intensity and duration of heat waves and droughts. These projections are likely to contribute to increased water stress across the governate. Downscaled projections for the for the area support this trend and indicate a decrease in annual precipitation by 14 to 22 mm respectively by 2050 compared to the period 1980-2010, which represents a ~20% reduction overall. Additionally, the most significant increases in mean annual temperature are expected in the south of the territory, where the Delegation of Tozeur and its oasis ecosystems are located, with a maximum increase that could reach +2°C in 2050 in a high emission scenario<sup>36</sup>. A further localized projection is the formation of a hotspot in Tozeur on the southwestern border of Tunisia and Algeria, where temperatures could increase as much as 5.3°C by 2050<sup>37</sup>.

#### Climate impacts and vulnerability

Tunisia has a high baseline vulnerability as a result of numerous development, geographic and climate factors. It is a lower-middle income country that is contending with numerous development challenges. The region is also subject to a range of natural disasters, including flooding, sandstorms, and earthquakes. Its southern areas are extremely arid and extend into the northern Sahara, meaning there is low annual rainfall. The region also experiences high interannual variability in its precipitation patterns, resulting in frequent drought periods.

Under current climate change conditions there are numerous impacts which are likely to severely impact the country. These include decreased precipitation, increased temperatures, sea-level rise (SLR) and an attendant increase in the impact of storm surges. SLR and storm surges will have major impacts in the economically critical coastal Sahel zone by affecting tourism and accelerating salinization, which will impact agricultural productivity in the region. In the northern areas rainfall is

<sup>&</sup>lt;sup>32</sup> United States Agency for International Development (USAID). (2015). Climate Change Information Factsheet: Tunisia. [Online]. Available: <a href="https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf">https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf</a>

 <sup>33</sup> Climate Change 2022: Impacts, Adaptation and Vulnerability. Working Group II Contribution to the IPCC Sixth Assessment Report
 34 World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available:

https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB Tunisia%20Country%20Profile-WEB.pdf

35 Verner, D. (2013). *Tunisia in a Changing Climate. Assessment and Actions for Increased Resilience and Development.* The World Bank, Washington, DC. [Online]. Available: http://hdl.handle.net/10986/13114

<sup>&</sup>lt;sup>36</sup> Agence Française de Développement (AFD). Report on the assessment of vulnerabilities and risks to climate change in the traditional oases of the Governorate of Tozeur, ACTERRA Project AFD DCP-2017-060 MS-18/CZZ2152

<sup>&</sup>lt;sup>37</sup> Verner, D. (2013). *Tunisia in a Changing Climate. Assessment and Actions for Increased Resilience and Development.* The World Bank, Washington, DC. [Online]. Available: <a href="http://hdl.handle.net/10986/13114">http://hdl.handle.net/10986/13114</a>

projected to increase, resulting in increased erosion and a higher likelihood of flash flooding<sup>38</sup>.

Increased temperatures across the country and an associated increase in the number of hot days will result in significant impacts for human and animal health, agriculture water resources and ecosystems<sup>39</sup>. Additionally, the overall water balance for the country is expected to decrease due to longer periods between water recharge for shallow aquifers and will result in greater reliance on non-renewable deep (fossil water) aquifers, particularly in the south of the country.

SLR and storm surges will have major impacts in the economically critical coastal Sahel zone by affecting tourism and accelerating salinization, which will impact agricultural productivity in the region. In the northern areas rainfall is projected to increase, resulting in increased erosion and a higher likelihood of flash flooding<sup>40</sup>.

In the southern areas, already common droughts are projected to become more frequent, reducing soil humidity, accelerating desertification, negatively impacting agricultural productivity and placing further pressure on limited groundwater resources<sup>41</sup>. Oases are likely to be acutely affected by these impacts, as is identified in Tunisia's Updated National Communication to the UNFCCC. Oases have been included as a strategic priority in Tunisia's NBSAP as a result of their extreme vulnerability. These ecosystems are of particular concern given their socio-economic importance in otherwise arid and marginal areas. The combination of all of these climate impacts is likely to lead to a range of consequential socioeconomic impacts, including reduced food security and economic development, fewer livelihood opportunities and an increase in conflict over already scarce resources.

#### Oasis ecosystems

Oases are unique natural landscapes found in the arid regions of Tunisia and are of particular importance in the southern Saharan region<sup>42</sup>. One of the defining features of oases is the presence of water, which is crucial for sustaining these unique ecosystems. This water is typically derived from underground sources, such as natural springs or groundwater reservoirs. Another interesting characteristic of oases is their generation of a localised microclimate, known as the *oasis effect* through the evaporation and evapotranspiration of water. This makes oases highly sought after ecosystems and enables a range of organisms to survive in areas that would otherwise be uninhabitable.

Tunisian oases support a diverse range of plant and animal species, including date palms (*Phoenix dactylifera*), which are an iconic and economically important crop in the region. Other common plant species found in oases include olive trees, fig trees, pomegranates, citrus trees, and various shrubs and grasses. The oases also provide habitats for a variety of wildlife, including birds, reptiles, small mammals, and insects.

In Tunisia oases can either be traditional (natural) or modern (anthropogenic), but the biophysical characteristics of both are near enough as to be identical. Traditional oases represent unique forms of adaptation to extreme environmental conditions, developed through the centuries by local farmers to support their livelihood, combining different crops (date palms, fruit trees, vegetables, and fodder) with livestock breeding<sup>43</sup>. Tozeur has both types of oases, which are either fed by underground rivers

<sup>&</sup>lt;sup>38</sup> United States Agency for International Development (USAID). (2015). Climate Change Information Factsheet: Tunisia. [Online]. Available: <a href="https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf">https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf</a>
<sup>39</sup> United States Agency for International Development (USAID). (2015). Climate Change Information Factsheet: Tunisia. [Online]. Available: <a href="https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf">https://www.climatelinks.org/sites/default/files/asset/document/Tunisia%20Climate%20Info%20Fact%20Sheet\_FINAL.pdf</a>

<sup>&</sup>lt;sup>41</sup> 81% of the national annual water potential is utilized under current conditions.

<sup>&</sup>lt;sup>42</sup> Peano, C., Caron, S., Mahfoudhi, M., Zammel, K., Zaidi, H., and Sottile, F. (2021). A Participatory Agrobiodiversity Conservation Approach in the Oases: Community Actions for the Promotion of Sustainable Development in Fragile Areas. *Diversity 2021*, *13*, 253. [Online]. Available: <a href="https://doi.org/10.3390/d13060253">https://doi.org/10.3390/d13060253</a>

<sup>&</sup>lt;sup>43</sup> Santoro, A. (2023). Traditional oases in Northern Africa as multifunctional agroforestry systems: a systematic literature review of the provided Ecosystem Services and of the main vulnerabilities. *Agroforest Systems* 97, 81–96. [Online]. Available <a href="https://doi.org/10.1007/s10457-022-00789-w">https://doi.org/10.1007/s10457-022-00789-w</a>

originating in the Atlas Mountains (natural), or via groundwater extracted from deep non-renewable aquifers (modern). Human populations across Tozeur are reliant on the water resources afforded by oases, and local populations are intrinsically connected to these unique ecosystems through long-standing economic dependencies and deeply embedded cultural ties. Tunisian oases provide valuable ecosystems goods and services that generate for heritage, agricultural, tourism, cultural, historical, and environmental benefits.

The soil found in traditional oases is generally described as being anthropomorphised because of centuries of cultivation. This human intervention has shaped the structure and productivity of the oases, leveraging the oasis effect and availability to water to enable the establishment of sustainable agricultural systems in the harsh desert environment. In this regard oases can be considered as engineered agro-ecosystems developed by populations around water points. The governate of Tozeur has 29 traditional oases extending over 3,400 ha, which represent approximately 40% of the total area of oasis-dependent farms in the region.

#### Degradation of oasis ecosystems

Global rates of the degradation of agrobiodiversity are as high as 75%, according to the Food and Agriculture Organization (FAO) of the United Nations<sup>44</sup>. The degradation of rangelands (including oasis ecosystems) in the central and southern interior regions of Tunisia is mainly the result of decreasing and more-variable rainfall, coupled with the eradication of natural vegetation and subsequent erosion<sup>45</sup>. Additional factors that drive ecological degradation in these ecosystems include but are not limited to overgrazing and the detrimental use of machinery<sup>46</sup>. Furthermore, the high risk of genetic erosion and disappearance is an additional impact on agrobiodiversity that is driven by centuries of agricultural selection and development by farmers<sup>47</sup>. Recent research into the factors that jeopardise ecosystem supply in traditional oases shows that despite their social, economic, and cultural importance, these oases are currently facing multiple socio-environmental threats<sup>48</sup>. Of these, water-related issues — including desertification, drought, salinization, or overexploitation — represent the main threat, followed by decreases in agrobiodiversity, primarily due to the spread of monocultures of commercial date varieties. Oasis ecosystems are also threatened by and by social transformations such as depopulation, traditional knowledge and cultural heritage loss<sup>49</sup>.

An emergent risk being driven by the degradation of oasis ecosystems is the development and spread of wildfires. A growing trend where agricultural and irrigation activities have been abandoned in Tunisian oases is an increase in soil salinity leading to leaching. This scenario creates an enabling environment for the spread of alien invasive plant species (driven by changes in salinity and hydromorphology) which rapidly colonize up to 100% of the soil surface<sup>50</sup>. During the summer, under the effect of high temperatures, this halophilic flora dries out and becomes highly combustible, exposing the oasis ecosystem to the risk of fire. These fires are a frequent phenomenon, the most recent having been observed in July 2022 (Figure 5) in the traditional oasis of Nefta<sup>51</sup>. The primary impacts of wildfires on oasis ecosystems include: i) damage to the palm grove and loss of date

<sup>&</sup>lt;sup>44</sup> Food and Agriculture Organization (FAO) of the United Nations. (2020). *The State of the World's Biodiversity for Food and Agriculture*. [Online]. Available: https://www.fao.org/state-of-biodiversity-for-food-agriculture/en/

<sup>&</sup>lt;sup>45</sup> Verner, D. (2013). *Tunisia in a Changing Climate: Assessment and Actions for Increased Resilience and Development.* The World Bank, Washington, DC. [Online]. Available: <a href="http://hdl.handle.net/10986/13114">http://hdl.handle.net/10986/13114</a>
<sup>46</sup> *Ibid.* 

<sup>&</sup>lt;sup>47</sup> Peano, C., Caron, S., Mahfoudhi, M., Zammel, K., Zaidi, H., and Sottile, F. (2021). A Participatory Agrobiodiversity Conservation Approach in the Oases: Community Actions for the Promotion of Sustainable Development in Fragile Areas. *Diversity* 2021, 13, 253. [Online]. Available: <a href="https://doi.org/10.3390/d13060253">https://doi.org/10.3390/d13060253</a>

<sup>&</sup>lt;sup>48</sup> Santoro, A. (2023). Traditional oases in Northern Africa as multifunctional agroforestry systems: a systematic literature review of the provided Ecosystem Services and of the main vulnerabilities. *Agroforest Systems* 97, 81–96. [Online]. Available: <a href="https://doi.org/10.1007/s10457-022-00789-w">https://doi.org/10.1007/s10457-022-00789-w</a>

 <sup>&</sup>lt;sup>50</sup> Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).
 <sup>51</sup> Ibid.

production; ii) loss of ecosystem services, including some of the crop's plant genetic resources; iii) loss of mammals, avifauna, reptiles, insects as well as the soil fauna whose ecology is linked to the palm grove; iv) destruction of the spontaneous flora of the oasis microclimate and loss of its ecological role in maintaining the functioning of ecosystems; and v) damage to the economy of the families affected by these fires, and deterioration of their standard of living, as well as the risk of their exodus to other places<sup>52</sup>.



Figure 5. Wildfire in a traditional oasis in the Governorate of Tozeur in 2022<sup>53</sup>

## Agroecology and oases

Agricultural activity is a complex society-nature relationship<sup>54</sup>, particularly in arid areas where water resources are scarce, and communities are climate-vulnerable. Modern commercial and subsistence<sup>55</sup> agriculturalists face intensifying complexity as social, political, economic, environmental, and technological contexts evolve rapidly<sup>56</sup>. Farmers must increasingly balance conflicting demands on finite resource pools related to increasing food productivity, resilience to climate change and reducing carbon emissions.

The practice of using natural ecosystems for agriculture is known as agroecology, and in the context of Tunisia, oases are vitally important agroecosystems. In the context of an agroecosystem, farmers use the ecosystem services generated by the natural environment to ensure high productivity, using

<sup>&</sup>lt;sup>52</sup> Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).
<sup>53</sup> Ibid.

 <sup>&</sup>lt;sup>54</sup> Gallardo-López. F., Linares-Gabriel, A., and Hernández-Chontal, M.A. (2021). Theoretical and Conceptual Considerations for Analyzing Social Interfaces in Agroecosystems. *Frontiers in Sustainable Food Systems* 5:658438. [Online]. Available: <a href="https://www.frontiersin.org/articles/10.3389/fsufs.2021.658438/full">https://www.frontiersin.org/articles/10.3389/fsufs.2021.658438/full</a>
 <sup>55</sup> From an economic and livelihoods perspective, farming activity occurs on a continuum ranging from purely commercial to wholly

<sup>&</sup>lt;sup>55</sup> From an economic and livelihoods perspective, farming activity occurs on a continuum ranging from purely commercial to wholly subsistence, with many examples of farmers simultaneously practicing a combination of these modalities, i.e., semi-commercial or semi-subsistence.

<sup>&</sup>lt;sup>56</sup> Gallardo-López. F., Linares-Gabriel, A., and Hernández-Chontal, M.A. (2021). Theoretical and Conceptual Considerations for Analyzing Social Interfaces in Agroecosystems. *Frontiers in Sustainable Food Systems* 5:658438. [Online]. Available: <a href="https://www.frontiersin.org/articles/10.3389/fsufs.2021.658438/full">https://www.frontiersin.org/articles/10.3389/fsufs.2021.658438/full</a>

different types of land and water management practices<sup>57</sup>. Agroecology, while not a new discipline or sub-sector, is gaining popularity for its holistic and sustainable approach to the many challenges that face food systems, livelihoods, and conservation<sup>58</sup>. In addition to their contribution to food security and income generation, oasis agroecosystems play an important socio-cultural role in Tunisia<sup>59</sup>, where activities in and around oases have sustained a traditional way of life for centuries. Similarly, in Morocco, traditional oasis agroecosystems have emerged as critical centres for agrodiversity conservation and the preservation of traditional knowledge<sup>60</sup>.

#### **Tozeur Governorate**

The Governorate of Tozeur is the county's westernmost governate with an area of ~5,600km<sup>2</sup> and a population of ~108.000. which represents approximately 1% total of the population. It is divided into delegations, namely: Tozeur; Nefta; Tameghza; Dguech and (Figure 6). The governate falls into the Northern Saharan region and can be described as having hot climate<sup>61</sup>. It generally receives less than 100mm of rainfall per annum, resulting in an area that is extremely arid and has a high dependence on the extraction of underground water resources to meet its water requirements.

Geographically the governate is low lying, relatively flat and almost completely below 100masl. 45% of its

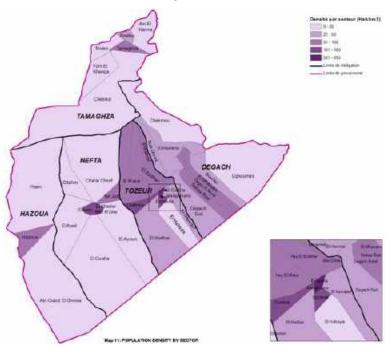


Figure 6. Population density of the Governorate of Tozeur

area is comprised to two large dry saline lakebeds that form a portion of the low-lying *Chott el Djerid* — the country's largest body of saline water. The dominance of these geographic features on the landscape influence many aspects of the Governate including the types of economic activities that are practiced, the relative agricultural potential of different areas and notably the population distribution of the governate as a whole.

Regarding bulk infrastructure in the region, improvements have been noted in recent decades in transportation of people, goods, animals, fodder, and conveyance of water<sup>62</sup>. However, rural transportation infrastructure was seen to have declined during this time period, predominantly as a

 <sup>&</sup>lt;sup>57</sup> Gemmill-Herren, B., Gottwald, F.T., Batello, C., Bezner-Kerr, R., and Hans R. Herren, H.R. (2023). Editorial: Agroecology in policy and Practice. *Frontiers in Sustainable Food Systems* 7:1136305. [Online]. Available: <a href="https://www.frontiersin.org/articles/10.3389/fsufs.2023.1136305/full">https://www.frontiersin.org/articles/10.3389/fsufs.2023.1136305/full</a>
 <sup>58</sup> *Ibid.*

<sup>&</sup>lt;sup>59</sup> Santoro, A. (2023). Traditional oases in Northern Africa as multifunctional agroforestry systems: a systematic literature review of the provided Ecosystem Services and of the main vulnerabilities. *Agroforest Systems* 97, 81–96. [Online]. Available: https://doi.org/10.1007/s10457-022-00789-w

<sup>&</sup>lt;sup>60</sup> Houssni, M. J. Kassout, J., Ouahrani, A. E, Mahroussi, M. E., Kadaoui, E., Sahli, A., Kadiri, M., and Ater, M. (2022). *The Conservation Challenge of Traditional Agroecosystems in Morocco: The Case Study of Six Oases Agroecosystems*. In: Leal Filho, W., Manolas, E. (eds) Climate Change in the Mediterranean and Middle Eastern Region. Climate Change Management. Springer, Cham. https://doi.org/10.1007/978-3-030-78566-6\_10

<sup>&</sup>lt;sup>61</sup> World Bank Group. (2021). Climate Risk Country Profile: Tunisia. [Online]. Available:

https://climateknowledgeportal.worldbank.org/sites/default/files/2021-04/15727-WB\_Tunisia%20Country%20Profile-WEB.pdf.

<sup>&</sup>lt;sup>62</sup> Verner, D. (2013). *Tunisia in a Changing Climate: Assessment and Actions for Increased Resilience and Development.* The World Bank, Washington, DC. [Online]. Available: <a href="http://hdl.handle.net/10986/13114">http://hdl.handle.net/10986/13114</a>

result of poor maintenance following flood events<sup>63</sup>.

As a result of Tozeur's inherent aridity the area has a low population density with uneven distribution, much like the Tunisia's other southern regions. Major economic activities in the region are linked to the availability of water, and most inhabitants reside in major towns or aggregate around its oasis ecosystems, which are critical resources for its population. Its economy is centred on agriculture and tourism, with the cultivation and production of dates supporting livelihoods throughout the governorate. In 2016 alone, the 29 oases within Tozeur's five delegations produced almost 20 000 tons of dates (Figure 7). More than half of these (54%) were produced in the delegation of Tozeur (being the largest), with the remaining 46% produced in Déguech and El Hamma el Jerid (15% each), Tamaghza (10%), and Nefta (6%).

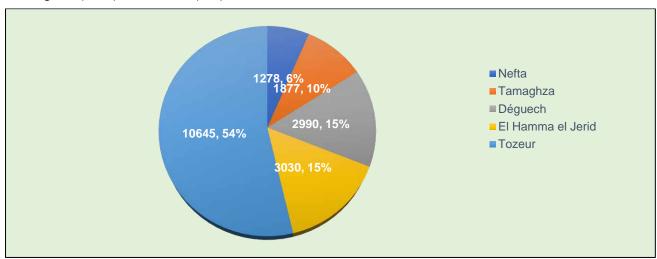


Figure 7. Annual date production (tons) and % contribution to total production in the five delegations of Tozeur Governorate<sup>64</sup>

Southern Tunisia is an area known for its production of the economically important *Deglet nour* date varietal, which accounted for ~82% of date palm cultivars in Nefzaoua region in 2015<sup>65</sup>. The delegations within Tozeur Governorate show a similar dominance of this varietal as shown by Figure 8 where the proportion of *Deglet nour* relative to other date varietals ranged between 48% and 96% in 2016.

<sup>63</sup> Ihid

<sup>&</sup>lt;sup>64</sup> Data source: Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).

<sup>65</sup> Hamza, H. et al. (2015). Date Palm Status and Perspective in Tunisia. In: Al-Khayri, J., Jain, S., Johnson, D. (eds). Date Palm Genetic Resources and Utilization. Springer, Dordrecht. [Online]. Available: <a href="https://doi.org/10.1007/978-94-017-9694-1">https://doi.org/10.1007/978-94-017-9694-1</a> 6

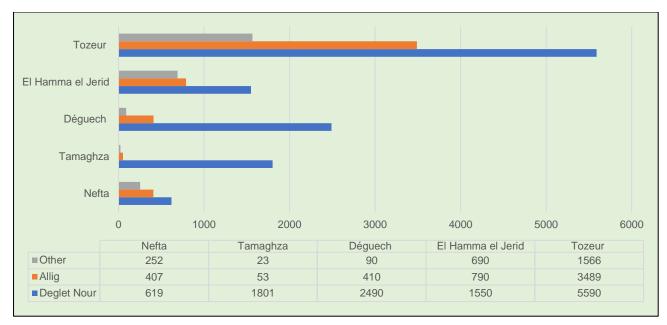


Figure 8. Annual production (tons) of Deglet nour, Allig, and other date varietals in the five delegations<sup>66</sup>

#### Unemployment

The unemployment rate has increased from 15.4% (2014) to 24.8% in 2019, with the rate for higher education graduates very high (over 26%). Until the end of 2015, the labour market in Tunisia suffered from a structural imbalance that lasted under the effect of the slowdown in economic activity. In all delegations of the Governorate of Tozeur, the unemployment rate is still higher for women than for men. The disparities are even more pronounced for higher education graduates, where the rate of unemployed women graduates is almost double that of men in all the intervention areas.

#### Migration

The Governorate of Tozeur has a migration deficit that reveals the socio-economic changes and the difficulties of integrating young people into the labour market. The region of Tozeur and the South-West in general is a sparsely populated region that is gradually losing its active elements. Unemployment and underemployment are the two main factors fuelling migratory flows and explain the slowdown in the region's demographic growth. Two delegations out of five have recorded a negative migratory balance, namely Tozeur (-562) and Tameghza (-34). The importance of migratory income and the development of informal oases are replacing the traditional source of agricultural income and constitute the main source of income in the region. The drying up of traditional resources since the early 1960s has raised the question of the region's survival, and a large part of the population has been forced to emigrate, first legally, mainly to France and then to Libya since the early 1970s, in parallel with the closure of Europe and the restriction of emigration to family reunification. This migration is at the origin of the development of an informal economy disconnected from public action, giving rise to a new dominant social category in the face of the regression of the category of farmers and its progressive impoverishment in a region where water has become a commercial product that can only be bought by those who have cash. This category of population invests in two important niches that will ensure its supremacy: land and the construction of housing and commercial premises on the one hand, and agricultural investment and the development of illicit drillings that will lead to the development of new oases that are nowadays the main source of production of Deglet nour dates and the development of early fruits, greenhouses and back seasons. The new oases are characterised by illicit access to both land and water: the two

<sup>66</sup> Ibid.

pillars of the region's agricultural economy, taking advantage of the large amount of collective land, or land with unclear status, in the vicinity of the old oases, and the development of illicit wells, in some cases with excessive pumping in a context of insufficient groundwater from the deep aquifer and the exhaustion of traditional sources.

#### Gender and social inclusion

Climate change impacts in Tunisia are not gender-neutral. Specific inequalities in men and women's access to the assets, opportunities, and decision-making power that would enable them to successfully adapt to new climate conditions and the differential social roles of men and women in Tunisia, particularly in rural areas, result in differential vulnerabilities and adaptive capacity<sup>67</sup>. The drivers of gender-based vulnerability to climate change in Tunisia can be separated into three general areas of inequality: i) access to resources; ii) opportunities for improving existing livelihoods and developing alternative livelihoods; and iii) participation in decision making<sup>68</sup>.

Women's access to land in Tunisia is limited despite being guaranteed by law. Indeed, land is not seen as an asset that can be bought or sold, but is managed according to family and kinship structures, marriage and religious customs and inheritance laws. As a rule, men control land and women only have access to it through their male relatives. This prevents them from using the land more profitably and jeopardizes the growth of rural women's income. Without land and tenure security, a woman can neither access credit nor belong to agricultural associations, especially those dealing with the processing and marketing of products. This obstacle prevents them from accessing funding and enjoying their rights. In some cases, however, women have gained better access to land<sup>69</sup>.

In the Tozeur region, as heads of household increasingly abandon certain oases for lack of profitability or limited financial means, women's contribution to the composition of family income has expanded into new (previously unexplored) areas, including paid work outside the oasis<sup>70</sup>. This type of employment is becoming of major importance, firstly to show their presence in the household but also to contribute to household resources. In addition to the traditional responsibilities of housework and child-rearing, in many household's oasis women must oversee the household budget and manage and certain decision-making. Lifestyles, customs, behaviour, and even economic activities vary greatly. In the urban areas of Tozeur and Nafta, for example, a certain discrimination between agriculture and domestic life is very clear. Women in these areas generally do not work in the fields, as the tasks are considered difficult. In the mountainous areas of Tameghza, where the way of life is semi-rural, women are involved in the work in the lower fields of the oasis (irrigation, hoeing, weeding, harvesting, packaging, conservation of local seeds, processing for family consumption, henna crops, summer crops such as fodder and medicinal plants). Women are also sometimes responsible for the management of the herds, employed as family helpers or as workers in the date packaging workshops; and in the informal and precarious sector, which is characterised by difficult working conditions and the virtual absence of social rights, where, moreover, compliance with sanitary and phytosanitary measures is not systematic<sup>71</sup>. Their remuneration varies from 15 to 20 dinars (USD 6.38 USD per day, 2022 rate). In terms of health, women suffer from chronic illnesses, sometimes directly linked to climatic conditions and unsuitable working conditions. This situation very often pushes women into poverty and social exclusion, accentuating their vulnerabilities because they have no resources or alternative solutions to remedy them. Table 2 below summarises the gendered nature of climate change risks and impacts within the Governorate of Tozeur.

<sup>&</sup>lt;sup>67</sup> Verner, D. (2013). *Tunisia in a Changing Climate: Assessment and Actions for Increased Resilience and Development.* The World Bank, Washington, DC. [Online]. Available: <a href="http://hdl.handle.net/10986/13114">http://hdl.handle.net/10986/13114</a>

<sup>&</sup>lt;sup>69</sup> Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).
<sup>70</sup> Ibid.

<sup>71</sup> Ibid.

Table 2. Overview of gender issues relative to climate change risks and impacts in the Governorate of Tozeur<sup>72</sup>

| Theme        | Risks and impacts related to  | Gender issues   |
|--------------|---|---|
|              | climate change  |   |
| Living       | Agriculture and food insecurity:  | <b>Issue:</b> Increased pressure on women's capacities to   |
| conditions   | The irregularity of the rains strongly                                  | produce crops, to fulfil their responsibility for food and the  |
|              | disrupts the cropping calendar which                                    | health of children within the household.  |
|              | has consequences on agricultural  | Risks: Deterioration of the economic and health situation   |
|              | production (fall in production, or even                                 | through an increase in malnutrition and economic and  |
|              | production reduced to nothing). <b>Health:</b> Increase in epidemic and | social inequalities between the sexes.  Issue: Women are considered responsible, within the                               |
|              | endemic risks due to the deterioration                                  | household, for health care to be provided to the various  |
|              | of environmental conditions (water                                      | members of the family and in particular to children and   |
|              | quality due to the drying up of   | the elderly, the negative impact on the health status of  |
|              | springs, floods, etc.).   | the population has consequences on women's workload   |
|              | For example, women in Tozeur report                                     | and their own health status.  |
|              | that the length of the dry spell leads                                  | Risks: Deterioration in the state of health of the  |
|              | to persistent coughs.   | population, especially children (malnutrition, diarrhoea)   |
|              | -   | and increase in health expenditure.   |
|              | Accentuation of seasonal and  | Issue: Women's workload (considering that migration   |
|              | long-lasting migratory  | primarily concerns men) who must assume their usual   |
|              | phenomena: Migration to nearby  | workload and replace men for field work.  |
|              | municipalities or even to more  | Risks: While the economic migration of men can be a   |
|              | distant regions to seek temporary                                       | means of diversifying the sources of household income, it   |
|              | work. Men would move to big cities.                                     | often seems to be an additional burden for women who  |
|              | Diversification of economic   | must take on men's activities in addition to their work.  |
|              | activities: The irregularity of   | <b>Issue:</b> The diversification of activities in addition to agriculture and livestock (handicrafts, trade, mica mines) |
|              | harvests due to the vagaries of the                                     | can certainly be considered as an adaptation strategy, but  |
|              | weather forces us to diversify  | it also constitutes an additional workload carried out to the   |
|              | activities to secure resources.   | detriment of other tasks and/or well-being.   |
|              | dentined to decare recent see.  | Risks: This increase in the workload of women results in a  |
|              |   | reduction in the time available for the care of children with   |
|              |   | the risk of deterioration of their state of health (particularly  |
|              |   | nutritional). They are also exposed to various forms of   |
|              |   | violence, including exploitation.   |
| Water supply | Water and sanitation: Climate   | Issue: Increased pressure on the resource leads to an   |
|              | change affects the availability and                                     | increase in the workload of women and girls, who are  |
|              | quality of water,   | often responsible for collecting water in households. This  |
|              |   | can reduce their time available for productive and  |
|              |   | educational activities, as well as their health and well-   |
|              |   | being.  |
|              |   | Risks: women's workload increases and their time  |
|              |   | available for education and other productive activities is reduced.   |
| Access and   | Land insecurity: Droughts and   | Issue: More difficult access to land for women and young  |
| control of   | episodes of torrential rain contribute                                  | people. The plots available to women are often of poorer  |
| natural      | to soil degradation (erosion,   | quality (quality of land, access to water) and more   |
| resources    | landslides) and indirectly increase                                     | vulnerable to climate change. Due to land insecurity  |
|              | land pressure.  | (women not inheriting land), women do not invest in the   |
|              |   | plots they use and do not practice adaptation techniques  |
|              |   | such as soil conservation that would reduce climate risks.  |
|              |   | Risks: Increase in inequalities and precariousness;   |
|              |   | Pressure on resources aggravating climate change.   |
|              |   |   |

| Theme | Risks and impacts related to climate change  | Gender issues   |
|-------|--|---|
|       | Degradation of natural resources: Deterioration and more difficult access to certain resources including water, fruits, etc.). | Issue: Increase in the arduous nature of the work and the time required for collection and picking, mostly carried out by women.  Risks: Loss of income, sources of food diversification, means of subsistence. |

## **Project area**

The proposed project will be implemented in 29 traditional oases within the five delegations of the Governate of Tozeur (Figure 9 and Figure 10). These 29 traditional oases are home to ~7500 farms, i.e., about 40% of the oasis farms of the governorate, producing ~75% of the total amount of dates.

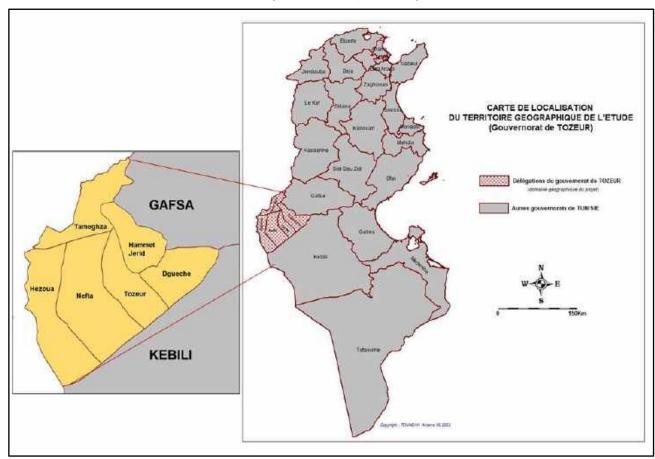


Figure 9. Administrative map of Tunisia showing governorates and delegations

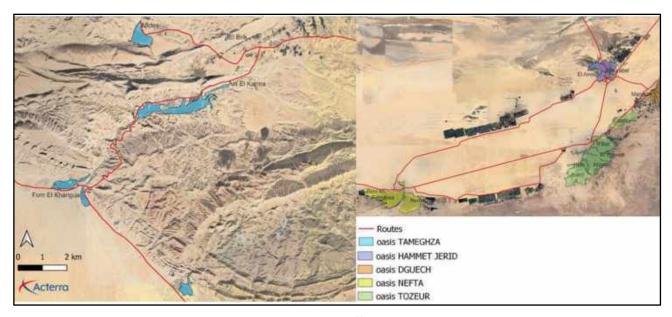


Figure 10. Aerial view of the oases of the Governorate of Tozeur<sup>73</sup>

The proposed project will be implemented in these 29 oases, covering a total area of ~3500 ha (Table 3). Primary project participants will comprise ~3800 smallholder farmers, i.e., 50% of the total number of farmers in the 29 oases. Direct project beneficiaries consist of all farmers in the project area, approximately 7600 individuals. The project will indirectly confer indirect adaptation benefits on ~110 000 vulnerable people, this being the total population of the five delegations within the Governorate of Tozeur (Table 3).

Table 3. Overview of the proposed project area's geography and demographics

| Delegation         | Oases           | Size (ha) | Participants | Direct beneficiaries | Indirect<br>beneficiaries |
|--------------------|-----------------|-----------|--------------|----------------------|---------------------------|
| Nefta<br>(4 oases) | Fatnassa        | 280       | 905          | 1810                 |                           |
|                    | Ras El Ain      | 20        |              |                      |                           |
|                    | Beni Ali        | 210       |              |                      | 22 575                    |
|                    | Remada          | 352       |              |                      |                           |
| Tameghza           | Mides           | 29        |              | 921 6                |                           |
| (6 oases)          | Fom Elkhanga    | 48        |              |                      | 0.004                     |
|                    | Chebika         | 25        | 461          |                      |                           |
|                    | Tamaghza        | 87        |              |                      | 6 631                     |
|                    | Ain El Karma    | 88        |              |                      |                           |
|                    | El Brik         | 3         |              |                      |                           |
| Dguech             | Ain Rebah       | 62        |              |                      |                           |
| (10 oases)         | Sabaa Abar      | 337       | 1306         |                      |                           |
|                    | Ain Torba       | 94        |              | 2611                 | 22 809                    |
|                    | Zaouiat Al Arab | 45        |              |                      | 22 009                    |
|                    | Bouhlel         | 60        |              |                      |                           |
|                    | El Manechi      | 55        |              |                      |                           |

<sup>&</sup>lt;sup>73</sup> Acterra Consulting. (2022). Report on enhancing nature-based solutions for oasis ecosystems and agrosystems adaptation in the Governorate of Tozeur. (Unpublished).

| Delegation         | Oases                | Size (ha) | Participants | Direct beneficiaries | Indirect beneficiaries |
|--------------------|----------------------|-----------|--------------|----------------------|------------------------|
|                    | Mahassen             | 145       |              |                      |                        |
|                    | Ouled Hmida          | 50        |              |                      |                        |
|                    | Dghoumes<br>Mountain | 9         |              |                      |                        |
|                    | Tazarit Mountain     | 6         |              |                      |                        |
| El Hamma el        | El Erg               | 123       |              | 783                  | 7 104                  |
| Jerid<br>(3 oases) | Ennamlet             | 120       | 392          |                      |                        |
|                    | Mouhareb             | 100       |              |                      |                        |
| Tozeur             | Abbes                | 273       |              | 1475 50 744          |                        |
| (6 oases)          | Castilia             | 74        |              |                      | F0 744                 |
|                    | Jhim                 | 43        | 738          |                      |                        |
|                    | Ouassat              | 304       |              |                      | 50 <i>14</i> 4         |
|                    | Rabbat               | 291       |              |                      |                        |
|                    | Hafir                | 84        |              |                      |                        |
| 29 oases           | Grand totals         | 3 417     | 3800         | 7600                 | 109 863                |

# **Project/Programme Objectives:**

To address the risks and challenges described under the background and context section, the proposed project employs an overarching objective and three specific objectives as described below.

## **General Objective**

If cross-sectoral climate change adaptation strategies are mainstreamed into management of oasis agroecosystems and livelihoods of the most vulnerable communities are diversified and strengthened, then vulnerability to the effects of climate change will be reduced because adaptative capacity will be increased in the most vulnerable oases of the Governorate of Tozeur.

#### Specific objective 1

The proposed project's first specific objective is to strengthen institutional and technical capacity for oasis management.

## Specific objective 2

The second specific project objective is to promote the adoption of climate adaptation and livelihood enhancement measures.

#### Specific objective 3

The final specific project objective is to improve knowledge management and the evidence base for oasis management.

# **Project/Programme Components and Financing:**

Table 4 below and overleaf summarises the proposed project's components, outputs, outcomes, and corresponding budget allocation.

Table 4. Overview of project components, expected outputs, outcomes, and budget

| Project Components   | Expected Concrete Outputs  | Expected<br>Outcomes  | Amount<br>(US\$) |
|--|--|---|------------------|
| institutional and<br>technical capacity for<br>oasis management                        | 1.1. Climate adaptation services for oases mainstreamed through codeveloping a governance mechanism  1.2. Institutional and technical capacity of national and subnational authorities and communities strengthened through cross-sectoral training and CBPP  1.3. Action plans to combat oasis ecosystem degradation implemented  | Strengthened governance and technical capacity for climate-adaptive management of oasis ecosystems    | 3 217 500        |
| Enhanced livelihoods<br>for oasis communities<br>through more efficient<br>agrosystems | <ul> <li>2.1. Interventions to improve the efficiency of irrigation networks and combat water deficits implemented</li> <li>2.2. Interventions to intensify sustainable agricultural production of the oasis system implemented</li> <li>2.3. Fire prevention and protection measures implemented</li> <li>2.4. Income diversification to enhance livelihood opportunities promoted</li> </ul> | Enhanced livelihoods for oasis communities through more efficient ecosystems and agricultural systems | 4 244 800        |
| Component 3: Improving knowledge management and the evidence base for oasis management | 3.1 Results and evidence for adaptation in oases ecosystems documented 3.2. Knowledge exchange missions on oasis management undertaken 3.3 Awareness-raising campaigns to facilitate cross-sectoral access to knowledge on oasis management implemented  | Improved knowledge and evidence on climate change adaptation in oasis ecosystems                      | 879 800          |
| 6. Project Execution   | 874 000  |   |                  |
| 7. Total Project Cost  |  |   | 9 216 100        |
| 8. Project Cycle Mar applicable)   | 783 369  |   |                  |
| Amount of Financi  | 9 999 469  |   |                  |

# **Projected Calendar:**

| Milestones                      | Expected Dates |
|---------------------------------|----------------|
| Start of Project Implementation | January 2025   |
| Mid-term Review (if planned)    | June 2027      |
| Project Closing                 | January 2030   |
| Terminal Evaluation             | September 2030 |

## PART II: PROJECT JUSTIFICATION

A. Describe the project/programme components, particularly focusing on the concrete adaptation activities of the project, and how these activities contribute to climate resilience. For the case of a programme, show how the combination of individual projects will contribute to the overall increase in resilience.

The proposed project comprises three interrelated components: i) strengthening institutional and technical capacity for oasis management; ii) adopting climate adaptation and livelihood enhancement measures; and iii) improving knowledge management and the evidence base for oasis management. The project aims to mainstream cross-sectoral climate change adaptation strategies into oasis management, as well as to diversify and strengthen livelihoods and sources of income of the most vulnerable people. The project's ultimate goal is to reduce vulnerability to the effects of climate change and increase adaptive capacity in the most vulnerable oases of the Governorate of Tozeur. The project theory of change is included as Annex 1 to this Concept Note.

Concerning site selection, the project will be implemented in the 29 traditional oases in Tozeur Governorate. These sites were selected based on their omission from similar projects in the past as well as their vulnerability to the impacts of climate change as described in Part I of this Concept Note.

### Component 1: Strengthening institutional and technical capacity for oasis management

The rationale for this component is to build on existing work undertaken by the Ministry of Environment and others to manage the stakeholders involved in oasis management and develop a governance framework to better coordinate the management of oasis ecosystems. Improved coordination is needed between national and subnational government in Tunisia, as well as between sectors, i.e., public, private, civil society, and non-governmental organizations (NGOs). Component 1 comprises one outcome and three outputs, as well as several indicative activities which are described below.

Outcome 1. Strengthened governance and technical capacity for climate-adaptive management of oasis ecosystems

Output 1.1. Climate adaptation services for oases mainstreamed through co-developing a governance mechanism

Project funds will be used under this output to develop a governance framework that adequately integrates climate change adaptation into policies and regulations for oasis management in Tunisia. Alignment with Tunisian legislation and safeguards concerning the economic and social empowerment of women will be ensured though a cross-cutting approach to gender and women's empowerment (GEWE) to guide the mechanism's approach to planning, programming, and budgets.

Indicative activities under this output are:

- Develop the governance mechanism and operationalization plan
- Validate the governance mechanism through consultation and stakeholder engagement

Output 1.2. Institutional and technical capacity of national and subnational authorities and communities strengthened through cross-sectoral training and CBPP

Output 1.2 will utilise two primary methodologies to strengthen institutional capacity for stakeholders mandated to undertake oasis management, including local non-governmental organisations (NGOs) and/or civil society organizations (CSOs): i) cross-sectoral technical training; and ii) community-based participatory planning (CBPP). At the community level, project activities will ensure that stakeholders have adequate knowledge and skills to sustain the benefits of project interventions through CBPP, which will also include the co-development of action plans for 29 oases. For the public sector, institutional capacity development will focus on technical training of national and subnational departments in climate-adaptive management of oasis ecosystems. For the NGO sector, local NGOs and CSOs will be capacitated to undertake improved management of oasis ecosystems in their respective projects, alongside the public and private sectors. Output 1.2's indicative activities include:

- Develop and deliver 16 cross-sectoral training events (4 each year) to project participants, NGOs/CSOs, and government stakeholders on sustainable practices for climate-adaptive oasis ecosystem management
- Implement the CBPP plan and undertake 16 workshops (4 each year) at the community level for the formulation of participatory action plans in 29 oases

Output 1.3. Action plans to combat oasis ecosystem degradation implemented

This output will employ several interventions that support oasis ecosystem function by strengthening technical capacity at the community level to eradicate invasive plant species, improve soil and rangeland health, and reduce erosion,.

Indicative activities under this output are:

- Develop and deliver community-level training and action plans on invasive alien species eradication in 29 oases
- Develop and deliver community-level training and action plans on erosion control techniques for oases and rangelands in 29 oases

#### Component 2: Adopting climate adaptation and livelihood enhancement measures

Climate change is affecting the ability of oasis agricultural systems and ecosystems (agroecosystems) to provide ecosystem services. To address climate-induced ecosystem degradation and mitigate climate-related risk, the focus of this component of the project is to improve the efficiency of agroecosystems and ecosystem function in the selected traditional oases. Similarly, the activities under this component will target disproportionately-vulnerable groups such as women, youth, and the elderly to promote more climate-resilient livelihood activities at the community level by providing a business incubator and seed funding for community projects and initiatives. Project funds will support one outcome and three outputs under this component.

#### Outcome 2: Enhanced livelihoods for oasis communities through more efficient agrosystems

Output 2.1. Interventions to improve the efficiency of irrigation networks and combat water deficits implemented

The objective of this output is to implement interventions that address inefficiencies in the use of water for domestic and agricultural purposes. At the planning level, a detailed groundwater analysis will be undertaken to inform the feasibility of recharging aquifers to improve the sustainability of groundwater abstraction. The outcomes of this study will be complemented by the co-design and implementation of water-smart irrigation infrastructure to ensure that abstracted water is used efficiently for agricultural purposes. Specific interventions to improve irrigation efficiency will include but not be limited to pilot projects for the treatment and recycling of drainage water/greywater, as well as treatment and reuse of wastewater. Similarly, project funds will also be used to upgrade and

replace open earthen canals with watertight irrigation pipes. Output 2.1's indicative list of activities is:

- Undertake a detailed groundwater analysis and abstraction feasibility study in the watersheds of 29 oases.
- Design and install water-efficient irrigation infrastructure at 29 oases.

### Output 2.2. Interventions to intensify sustainable agricultural production of the oasis system implemented

Low levels of intensification and limited knowledge of good agroecology practices is increasing the vulnerability of climate-sensitive agriculture in Tozeur's traditional oases. Output 2.2 therefore aims to use project funds to raise awareness and develop technical capacity at the community level on sustainable agro-ecology. The proposed activities under this output are:

- Undertake community training and a demonstration programme on agroecology and sustainable agricultural practices in 29 oasis communities.
- Initiate micro-composting and plant disease control projects in 29 oasis communities.
- Implement palm grove rejuvenation 29 oasis communities, including climate-resilient date palm varietals.

#### Output 2.3. Fire prevention and protection measures implemented

Future climate threats are likely to increase the risk of wildfires in arid areas like oases. To mitigate this risk, project funds will be used under this output to ensure that fire prevention and protection measures are in place in the beneficiary communities. The proposed activity under Output 2.3 is:

Implement fire prevention and protection measures in in 29 oases.

#### Output 2.4. Income diversification to enhance livelihood opportunities promoted

The diversification of climate-sensitive livelihood activities in traditional oases is an essential aspect of reducing vulnerability to the impacts of climate change at the community level. Project funds will be used to that end under this output to establish a business incubator, prioritising disproportionately-vulnerable groups, to diversify livelihood activities and catalyse income generation in traditional oases. Based on the outcomes of recent stakeholder engagement at the community level, the incubator will include a competitive grant facility that will finance income-generating activities for communities. Activities under this output are proposed as follows:

- Establish a business incubator for micro-projects to diversify local livelihoods opportunities, especially for women.
- Selection and funding of beneficiaries (at least 50% women) through a transparent call for proposals process based on the Operational Guide of the project.

### Component 3: Improving knowledge management and the evidence base for oasis management

The final component under the proposed project comprises one outcome and two outputs. The objective of the activities under this component is to support future replication and upscaling of similar projects in Tunisia through knowledge management and learning by targeting national and subnational government, NGOs/CSOs, civil society, and the education sector. Project funds will be used to achieve this goal through building the evidence-base for climate-resilient management of oasis ecosystems through careful documentation of the processes and results of project implementation, and dissemination of these results through knowledge exchange missions, communication material and an information portal.

Outcome 3: Improved knowledge and evidence on climate change adaptation in oasis ecosystems

#### Output 3.1 Results and evidence for adaptation in oases ecosystems documented

Documenting and recording of both the process and results of project activities is critical to ensuring that good practice examples and lessons learned can be used in future projects in similar contexts. This output supports that objective with the following indicative activities:

- Operationalise the project's monitoring and evaluation (M&E) plan to monitor implementation progress and collect information on cross-cutting gender and safeguards aspects
- Develop training manuals and guidance for the ecosystem restoration and agricultural intensification activities under Component 2
- Develop an information portal and communication material on lessons learned in combating climate risk in oasis ecosystems

Output 3.2. Good practice and evidence for adaptation-based oasis management disseminated

In addition to the capture and storage of project knowledge and information, it is important to ensure that this knowledge is widely disseminated to facilitate upscaling and replication. This output aims to achieve that objective by convening cross-sectoral knowledge exchange missions and a technical workshop in Tozeur with national and subnational stakeholders from other governorates. A codesigned communication and awareness-raising campaign will ensure that the results of Output 4.1 are appropriately disseminated and will catalyse access to knowledge on oasis management. The following activities are proposed under this output:

- Undertake knowledge exchange missions on oasis management
- Host a national-level workshop in Tozeur to promote replication and upscaling in other regions of Tunisia
- Co-design and implement communication plans and awareness raising campaigns to facilitate cross-sectoral access to knowledge on oasis management

B. Describe how the project/programme provides economic, social and environmental benefits, with particular reference to the most vulnerable communities, and vulnerable groups within communities, including gender considerations. Describe how the project/programme will avoid or mitigate negative impacts, in compliance with the Environmental and Social Policy and Gender Policy of the Adaptation Fund.

By implementing tangible climate change interventions, the proposed project will directly benefit ~7 600 vulnerable people (~2000 households) in the Governorate of Tozeur<sup>74</sup>. Strengthened national capacity for knowledge management, awareness-raising and lessons learned from the project regarding climate-resilient livelihoods, improved agricultural output, and strengthened cross-sectoral governance will indirectly benefit the country's entire population. Moreover, these interventions have been designed to be scaled up and replicated both nationally and across the region. The specific economic, social, and environmental benefits expected from the project are presented below.

#### **Economic benefits**

The anticipated direct economic benefits of the project are discussed in detail under Section C. Describe or provide an analysis of the cost-effectiveness of the proposed project/programme. , below.

<sup>&</sup>lt;sup>74</sup> Direct project beneficiaries include the total number of smallholder farmers in the 29 traditional oases of the Governorate of Tozeur. Indirect project beneficiaries comprise the total population of the five delegations within the Governorate of Tozeur.

Indirectly, the restoration of oasis agroecosystems through project will benefit multiple economic sectors — particularly tourism and agriculture — by supporting healthy ecosystems that in turn provide ecosystem services and support extractive and non-extractive livelihoods such as sustainable/regenerative agriculture and tourism, respectively. More climate-resilient and diversified livelihoods will in turn decrease the reliance of communities in the targeted oases on the state to provide social safety net services. Similarly, the proposed project will improve the ability of participants to generate income.

#### Social benefits

Social benefits are also expected to accrue to project beneficiaries, particularly in the agricultural sector. The promotion of climate-resilient agriculture and the preservation of traditional agricultural activity is one of the project's key objectives: the actions carried out will contribute to maintaining and improving small-scale agricultural activity, to combating soil degradation and to technical capacity development and skills transfer for climate-resilient agriculture. Regarding livelihoods, the Finally, the project will support the diversification of livelihoods in traditional oases by funding microprojects and strengthening value chains. An additional social benefit will be driven by the project's cross-cutting focus on gender and social inclusiveness (GESI) by deploying training programmes focused on women empowerment and more inclusive livelihood practices in traditional oases that will benefit disproportionately-vulnerable groups such as the elderly, youth, and people with disabilities (PWDs).

#### **Environmental benefits**

The project is expected to generate numerous environmental benefits, particularly with regard to the preservation of water resources through improved water efficiency, and reduced abstraction but also with regard to the improvement of oasis ecosystem services. The project will support increased agroecosystem function through the management of invasive alien species and erosion, as well as the implementation of fire protection and prevention measures. Additional environmental benefits include: i) the conservation of indigenous plant biodiversity through the eradication of invasive species; ii) improving the pastoral value and productivity of the rangelands around the oases; and iii) protection of avifauna in traditional oasis agroecosystems, particularly breeding pairs. Similarly, the preservation of traditional oases (notably those of Dguech, Tozeur and Nafta), and the maintenance of their ecosystem services will support the protection of the Chott Djérid Ramsar site by preventing downstream siltation.

#### **Gender considerations**

The project activities will ensure that all stakeholders (local communities, marginalized groups and women) have equitable access to the benefits of the project. Where barriers have been identified that prevent women and other vulnerable groups from accessing project-derived benefits, mitigation measures for these barriers will be included as part of the Project Management Unit's Procedural Guide. Project implementation will likewise align with WFP's Gender Policy.

During project design, a gender analysis was developed following extensive consultation (refer to Part II, Section H for elaboration on the consultative process undertaken during project development) and participatory planning that facilitated dialogue and ensured that women and other disproportionately-vulnerable groups participated meaningfully in the design of project activities. This includes but is not limited to the proposed business incubator for micro-projects (Output 2.4) to diversify local livelihoods opportunities, prioritising women.

Under Component 3, focusing on knowledge management and learning (KML), the project will ensure a gender mainstreaming approach to KML by using the baseline studies on women's needs in oases in Tozeur to knowledge products that adequately include a gender lens. The project will employ a gender expert to oversee gender-specific project activities, as well as to ensure that gender considerations are integrated throughout the project in an appropriately cross-cutting manner.

#### Alignment with Adaptation Fund policy

Project interventions have been designed in alignment with several key Adaptation Fund policies, including the Environmental and Social Policy<sup>75</sup> (ESP), Gender Policy and Action Plan<sup>76</sup> (GPAP), as well as the Updated Gender Guidance Document for Implementing Entities on Compliance with the Adaptation Fund Gender Policy<sup>77</sup>. The environmental and social aspects of the project and their continuity with the ESP are elaborated in Part II, Section B of this document. Similarly, the project's alignment with the GPAP is discussed in the previous subheading, as well as Part II, Section E of this Concept Note.

#### Avoiding or mitigating negative impacts

The following measures will ensure that project activities are implemented in a way that avoids or mitigates negative social or environmental impacts.

- There will be genuine, not just tokenistic, inclusion of community representatives in project design, implementation, and monitoring. This is enabled through WFP's experience in Community-based Participatory Planning (CBPP) exercises.
- Government collaboration and alignment will be enhanced through the integration of project goals with local development plans.
- Technical support will be sought especially in relation to sensitive or specialised services. Examples include gender issues as well as control of alien invasive species, fire prevention and control, and irrigation.
- Grievance and feedback mechanisms will be developed, and communities encouraged to understand and use them.
- During full project formulation stage, an environmental and social risk assessment will be performed, in accordance with the Adaptation Fund's 15 principles.
- There will be activity-level environmental and social screening for the components' activities at project implementation stage.
- Environmental and social risk management plans, commensurate with the risks assessed, will be developed at project formulation stage.
- Planning, implementation and monitoring of necessary mitigation measures will be identified by means of activity-level environmental and social screening.

C. Describe or provide an analysis of the cost-effectiveness of the proposed project/programme. Proposed project interventions have been designed to be cost-effective and efficient to ensure that maximum adaptation benefits are conferred to project beneficiaries.

Overall cost-effectiveness has been assessed by means of a high-level cost-benefit analysis (CBA<sup>78</sup>) for the project to determine the economic impact of the proposed interventions and activities.

Economic impact is determined based on the difference between two scenarios: a counterfactual scenario corresponding to a situation without the implementation of the project (i.e., a 'business as

<sup>&</sup>lt;sup>75</sup> Adaptation Fund Board. (2013). Environmental and Social Policy. [Online]. Available: https://www.adaptation-fund.org/wpcontent/uploads/2015/09/Environmental-Social-Policy-approved-Nov2013.pdf

76 Adaptation Fund Board. (2021). Gender Policy and Action Plan of the Adaptation Fund. [Online]. Available:

https://www.adaptation-fund.org/wp-content/uploads/2016/04/OPG-Annex-4\_GP-and-GAP\_approved-March2021pdf-1.pdf

77 Adaptation Fund Board. (2022). Updated Gender Guidance Document for Implementing Entities on Compliance with the Adaptation Fund Gender Policy. [Online]. Available: https://www.adaptation-fund.org/document/updated-gender-guidance-document-forimplementing-entities-on-compliance-with-the-adaptation-fund-gender-policy-2/

<sup>&</sup>lt;sup>78</sup> A key consideration of the CBA approach is that it focuses on economic profitability, rather than a narrower view of financial profitability. An economic profitability lens is concerned with the general well-being and the expected impacts for the community as a whole, as opposed to the financial interests of a few.

usual' or 'baseline' scenario); versus a scenario with the project. The difference between these two scenarios represents the costs and benefits attributable to the project. The objective of the CBA undertaken during the development of this project was therefore to highlight the tangible benefits accrued or losses avoided that are directly attributable to the project, and thus its economic profitability.

To aid comparison, the CBA approach reduces all the data under consideration to a single unit, in this case a monetary unit. This means quantifying, as far as possible, the benefits of the project and translating them into monetary values. Project benefits can include but are not necessarily limited to: i) market benefits<sup>79</sup>; and ii) non-market goods<sup>80</sup>, for which quantification is more complex.

This analysis details, as far as possible, all the costs and benefits associated with project implementation. Source data for the CBA was derived from the consultations and technical deliverables used during development of this project concept, as well as relevant literature to ground the approach in good international practice. A summary of the CBA is shown below.

Concerning the quantitative outputs of the CBA study for the proposed project, the evaluation considers the direct and indirect benefits that will accrue from project implementation. These have been classified into benefits that relate to: i) improved supply of ecosystem goods and services; ii) agricultural production and sustainability; iii) socioeconomic resilience; and iv) water resource management. The economic model was developed for a 30-year projection and employs a discount rate of 5%. The discount rate<sup>81</sup> is used to discount a future stream and calculate its equivalent present value, in this case, the net present value is USD 58 million. The results of the CBA are summarized in Table 5 below, demonstrating a positive cost-benefit ratio.

Table 5. Overview of cost-benefit analysis results for the proposed project

| Discount rate | Discounted costs<br>(USD millions) | Discounted profits (USD millions) | Cost/benefit ratio | Net benefits (USD millions) |
|---------------|------------------------------------|-----------------------------------|--------------------|-----------------------------|
| 5.00%         | 8.54                               | 67.28                             | 7.88               | 58.74                       |

The project will benefit mainly the environmental and agricultural sectors as these two areas capture 73% and 23% of the quantified benefits, respectively (Figure 11).

<sup>&</sup>lt;sup>79</sup> Benefits that pass through an identified financial or economic circuit, as is the case for actions contributing to the non-degradation of agricultural production and the improvement of the resilience of this sector, which will improve the wealth produced during the production process, more commonly known as added value.

<sup>&</sup>lt;sup>80</sup> Most ecosystem goods and services — such as drinking water, the production of organic matter in the soil and the services provided by biodiversity — are not traded in markets. Their economic value, i.e., the price people would be willing to pay for them, is not reflected in market prices. The only way to assign monetary values to these services is to use non-market valuation methods.

<sup>&</sup>lt;sup>81</sup> In the context of climate change adaptation projects, and insofar as the expected benefits are long-term benefits, the discount rate used of 5% corresponds to that recommended by international institutions, notably the IMF.

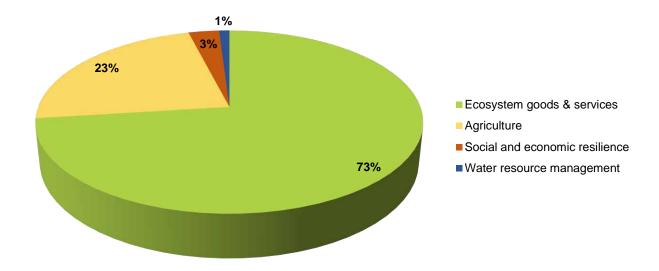


Figure 11. Distribution of estimated project lifecycle benefits by thematic area82

The primary limitation of a CBA approach to demonstrating anticipated project benefits is that it only considers the quantifiable costs and benefits, with assumptions of risk on the value of certain benefits in this case. To compensate for these uncertainties, it is customary to supplement these indicators with a sensitivity study. Sensitivity analysis is used to determine the robustness of an evaluation by examining the extent to which results are affected by changes in assumptions. The sensitivity analysis conducted focuses on the change in earnings and the discount rate. The main results of the sensitivity analysis indicate that, regardless of the changes in parameters, the project remains economically viable from the perspective of the whole community.

D. Describe how the project/programme is consistent with national or subnational sustainable development strategies, including, where appropriate, national adaptation plan (NAP), national or sub-national development plans, poverty reduction strategies, national communications, or national adaptation programs of action, or other relevant instruments, where they exist.

The project aligns with several national policies related to climate change adaptation, agriculture, and development in Tunisia. Table 6 presents a summary of how the proposed project aligns with and can contribute to achieving the objectives of national policies, including the National Adaptation Plan (NAP), Nationally Determined Contribution (NDC), as well as the national Strategic Development Plan.

Table 6. Summary of project alignment with selected national policies

| Policy          | Summary   | Project alignment              |
|-----------------|---|--------------------------------|
| The National    | These two strategic documents, which are an       | The NCCAP includes targeted    |
| Climate Change  | integral part of Tunisia's climate policy for the | adaptation measures for oasis  |
| Adaptation Plan | 2030, 2050 and 2100 horizons and which deal       | ecosystems that are consistent |

<sup>82</sup> Source: ACTERRA Economic Analysis.

| Policy   | Summary  | Project alignment  |
|--|--|--|
| (NCCAP)<br>2021-2023   | with the adaptation of all the key sectors to the expected effects of climate change, consider the oasis ecosystems and are concerned with their economic, social, and environmental components.   | with the proposed project's interventions.   |
| Tunisia's Nationally<br>Determined<br>Contribution (NDC)<br>2021                   | Tunisia submitted its first NDC to the UNFCCC in 2015 and updated it in 2021 by increasing its mitigation ambitions to 45% energy efficiency to be achieved by 2030 based on the 2010 level. The NDC includes both mitigation and adaptation actions for an estimated USD 20 billion in international funding needed for its implementation. The list of adaptation measures to be taken includes water resources, agriculture, coastal zones and tourism, in addition to other cross-cutting measures relating to land-use planning, technology transfer and communications/awareness raising. The updated version of the NDC is gender sensitive and has reflected this dimension in almost all the measures envisaged | The proposed project is aligned with several cross-cutting aspects of the NDC, particularly with objectives for the sectors under consideration by the proposed project such as water resources management, resilient farming, and food security.  |
| National Climate<br>Change Strategy<br>for Tunisia (NCCS)<br>2012                  | In 2012, Tunisia developed the NCCS, in which it presents the possible future climate scenarios facing the country and the energy, agricultural and water strategies that will be needed for a national climate change adaptation and mitigation strategy. Water management is of great importance in changing farmers' approach to water management and use. The national objective is to encourage farmers to make better use of water, reduce water losses and raise awareness of the importance of water conservation. The NCCS promotes nationally appropriate mitigation measures (NAMAs), with a strong emphasis on employment creation and poverty reduction as a means of adapting to climate change.           | The project will be aligned with the NCCS through the promotion of increased water availability, improved water management and awareness among farmers as well as the promotion of alternative livelihoods that help farmers better adapt to climate change.   |
| Strategic<br>Development Plan<br>(SDP)<br>2016-2020                                | The Economic and Social Development Plan 2016-2020, drawn up by the Tunisian Ministry of Development, Investment, and International Cooperation, is the country's main development strategy. The PSD defines five pillars: 1) improving good governance, administrative reform and the fight against corruption; 2) accelerating the adoption of crucial reforms to develop a higher value-added economy; 3) developing human capital and promoting social inclusion; 4) reducing regional disparities; and 5) making the green economy a pillar for sustainable development.  | The proposed project is aligned with three of the five SDP pillars, namely 3, 4 and 5, through the promotion of basic infrastructure upgrades; capacity building of vulnerable households; promotion of sustainable natural resource management; strengthening of farmers' organisations; and monitoring of groundwater levels and institutional capacity development. |
| Strategy for the<br>Management and<br>Conservation of<br>Agricultural Land<br>2017 | The strategy has five main objectives: i) protecting and regenerating soils; ii) combating soil erosion; iii) using sustainable soil and water management to protect and add value to agricultural land; iv) using runoff and increasing surface, soil and deep-water storage; v)  | The project is aligned with the strategy through its promotion of more efficient irrigation and intensified agricultural production, improved groundwater regeneration, and skills transfer to   |

| Policy  | Summary  | Project alignment  |
|---|--|--|
|   | contributing to biodiversity conservation and promoting sustainable environmental management for climate change adaptation.  | smallholder farmers in oasis agroecosystems.   |
| Sustainable<br>Development<br>Strategy (SDS)<br>2014-2020             | The SDS has been developed by the Ministry of Public Works and Housing. The main objectives outlined are to improve knowledge of the effects of climate change on different natural environments and to increase resilience to climate change by focusing on the integration of climate change adaptation into development planning.   | The project is aligned with the SDS through Component 3, which defines a knowledge management and learning (KML) strategy for the project to ensure that replication and upscaling potential is maximised for project interventions that are aligned with sustainability principles. |
| National Low<br>Carbon and<br>Resilience Strategy<br>(SNBRCC)<br>2022 | This strategy promotes a low-carbon approach to development that is resilient to the effects of climate change for the key sectors of the Tunisian economy. The adaptation objectives and targets identified include the oasis landscapes that are the focus of this project. The eight-pointed resilience star addresses some of the issues facing oasis ecosystems such as water resources, biodiversity, and the energy transition for water extraction | The proposed project may realise mitigation and decarbonisation co-benefits through livelihood diversification and the potential reduction of wildfire-related emissions under Output 2.3.   |

# E. Describe how the project/programme meets relevant national technical standards, where applicable, such as standards for environmental assessment, building codes, etc., and complies with the Environmental and Social Policy of the Adaptation Fund.

The proposed project is aligned with the requirements of the Environmental and Social Policy (ESP) of the Adaptation Fund. In addition, as the Multilateral Implementing Entity (MIE) for the project, WFP will ensure that the proposed project is implemented in accordance with the procedures outlined in the ESP, as well as WFP's internal Environmental and Social Sustainability Frameworks. This includes the requirement that project activities funded by the Adaptation Fund reflect local circumstances and adaptation needs as well as draw upon national actors and capabilities.

Given the small scale of the project's interventions as well as their focus on strengthening the country's capacity for improved climate resilience, Environmental Impact Assessments (EIAs) are not expected to be necessary for any of the planned interventions. In addition, the proposed project's activities are in line with national social norms, including gender equality and equal access to adaptation benefits. Table 7 summarises the main technical and regulatory standards that the project will align with.

Table 7. Summary of applicable national standards and project alignment

| Regulation/standard   | Summary   | Project alignment   |
|---|---|---|
| Environmental Impact<br>Assessment Decree (No. 91-<br>362 of 1991, amended by<br>Decree 2005) | This decree lists the activities and installations that require environmental impact assessment (EIA) under Tunisian law. | The proposed project has been screened for potential EIA triggers during design and development. No EIA triggers have been identified within the proposed activities, but this will be confirmed during development |

| Regulation/standard   | Summary   | Project alignment   |
|---|---|---|
| Water Code (1975)   | This code is the overarching legislation governing the water sector in Tunisia. It covers aspects such as the sector's organisation, rights to water, the protection of water resources and the penalties that should be applied should its principles be breached. A revised water law has been debated in the Tunisian Parliament; in its current form this law is the comprehensive legislation covering the water sector. It covers aspects such as the organization of the sector, rights to water, protection of water resources and sanctions to be applied in case of violation of its principles. All decrees and ordinances that apply to water and wastewater treatment refer to the Water Code. | of the full Funding Proposal <sup>83</sup> .  The proposed project is compliant with the Water Code, the main objective being to reduce water losses in the agricultural sector, to promote groundwater replenishment and to raise awareness of the importance of sustainable water management, in particular as a means of building resilience to climate change.  |
| Government Decree No.<br>2016-626 on Equal<br>Opportunities for Women and<br>Men (2016) | The main objective of this decree is to promote the integration of a gender approach in planning, programming, evaluation and budgeting by adopting a participatory and interactive approach between all actors of public structures and associations active in the field. In August 2022, the Council approved the National Plan "Gender and Climate Change" aimed at ensuring women's economic empowerment through new programmes and projects that enshrine the interdependence between social and climate change.   | Procedures for implementing project activities will ensure that all stakeholders, including local communities, marginalized groups and women, have equitable access to project benefits. The project will seek to reduce barriers that may prevent these groups from accessing project benefits, such as access to natural resources, participation in decision-making, or access to employment and income generated by the project as defined in the Project Management Unit's Procedural Guide. |

### F. Describe if there is duplication of project/programme with other funding sources, if any.

Since the 1970s, the traditional oases of the Djérid have been the recipients of several socio-economic development projects. These projects have focused primarily on water resources as a basis for dealing with the degradation of oases and improving agricultural output, particularly of Deglet Nour dates. More recent projects have focused on inclusive, participatory development and towards the agroecosystem oasis concept of oases, which highlights the dual biodiversity and agricultural production functions. A brief inventory of the main projects implemented and/or planned is presented here in order to explore opportunities for synergy with the present climate change adaptation programme and to ensure no duplication.

<sup>83</sup> Refer to Part II, Section K for further detail on the project's anticipated environmental and social risks.

Table 8. Summary of past and ongoing projects and alignment with the proposed project

| Project   | Summary   | Synergy with the proposed project  |
|---|---|--|
| Addressing Climate Change Vulnerabilities and Risks in Vulnerable Coastal Areas of Tunisia (2014)  Ministry of Environment, Coastal Protection and Planning Agency (APAL), Government of Tunisia United Nations Development Programme (UNDP) Global Environment Facility (GEF)  Hydraulic infrastructure in the oases of southern Tunisia (2019) European Bank for Reconstruction and Development (EBRD) Ministry of Agriculture, Hydraulic Resources and Fisheries | The project is designed to address the main national adaptation priority on integrated coastal zone management and takes a three-pronged approach for building long term resilience of the coast. It revises critical national regulations on coastal zoning based on impact scenarios generated by coastal models and develops local adaptation plans for Tunisia's most vulnerable coastal locations.  Project to restore and strengthen the resilience of 37 oasis ecosystems and improve access to water resources in the four southern governorates. The Project will improve access to irrigation water for more than 30,000 farmers and their immediate families living in the basin concerned and will bring considerable economic and social benefits. | The proposed project will not be implemented in any coastal areas of Tunisia, so while there is no spatial overlap, many of lessons learned during this GEF project can be integrated into the design stage of the funding proposal. In particular, the GEF project's knowledge management and local adaptation planning aspects.  Large-scale hydraulic and hydro-agricultural infrastructure project.  Complementarity and synergy will be achieved in the interweaving of large-scale water infrastructure and community-based climate resilience projects, the actions of which will be lessons learned by the populations for future "climate-smart" good practices in response to climate disruption |
| Improving the sustainable management of natural resources and promoting the diversification of livelihoods in targeted traditional oases (2020)  WAHA Ministry of the Environment Government of Tunisia, GEF World Bank   | The project is structured around six priority areas, selected within the framework of a participatory and constructive approach, and capitalises on the results of the various studies carried out on oasis development issues, the achievements of the Sustainable Management of Oasis Ecosystems (GDEO) project and the multistakeholder consultations.   | The project was completed in 2020 and has several lessons learned that will be taken into account during development of this project.  |
| Integrated rural development in the delegation of Hazoua and Tameghza in the governorate of Tozeur  Italian Cooperation   | Four components: a) strengthening of participatory local development; b) protection of irrigated areas against silting; c) improvement of agricultural production in irrigated areas; d) diversification of income sources for rural families.  Hazoua: The initiative targets 15 irrigated areas, totalling 869 hectares, benefiting around 900 farmers.   | This project is mainly implemented in the Delegation of Hazoua which has no traditional oases; however, the activities are relevant as lessons learned for the development of the resilience of the populations in the Governorate (€300,000 microcredit component being created).   |

| Project  | Summary  | Synergy with the proposed project                       |
|--|--|---|
|  | Tameghza: the agricultural production of three irrigated perimeters of 240 hectares will be reinforced for the benefit of 150 farmers. |   |
| Towards climate-resilient                      | The project proposes to provide  | Complementary with the Water                            |
| agriculture and livelihoods in                 | water-related infrastructure to the  | Infrastructure in the Oases of                          |
| Southern Tunisia                               | Tameghza region of Tozeur,   | Southern Tunisia project, in                            |
|  | including cisterns, wells, and   | the sense that the PRAC and                             |
| Green Climate Fund (GCF)                       | boreholes for drinking water supply.   | PAC (water resources)                                   |
| Funding Proposal under                         | The project will also develop  | proposals in Tozeur are                                 |
| consideration (2023)                           | watersheds through water and soil  | climate resilience actions and                          |
| FAO  | conservation works and flood risk  | good practices for the efficient                        |
| Ministry of Agriculture, Hydraulic             | reduction.   | management of the resource                              |
| Resources and Fisheries                        |  | at the community level.                                 |
| Economic, Social and                           | The goal of the project is to  | There is complementarity with                           |
| Solidarity Insertion for                       | contribute to poverty eradication in   | several of the proposed                                 |
| Resilience in the Governorate                  | the Kairouan region through  | project's activities and                                |
| of Kairouan (2021)                             | providing the rural poor the means to  | outcomes, without any spatial                           |
| Adoptotion Fund                                | adapt to climate change through sustainable environmental  | duplication. Lessons learned will be taken into account |
| Adaptation Fund Ministry for Agriculture Water | management and livelihoods. The  | during development of this                              |
| Resources and Fisheries                        | project will protect against the   | project.  |
| (MAWRF)  | negative climate change impacts by   | project.  |
| International Fund for                         | simultaneously improving ecosystem   |   |
| Agricultural Development                       | functions, promoting sustainable land  |   |
| rigilia di di Dovolopino il                    | management (SLM) and protecting  |   |
|  | rural climate vulnerable livelihoods.  |   |

### G. If applicable, describe the learning and knowledge management component to capture and disseminate lessons learned.

Component 3 of the proposed project is dedicated exclusively to knowledge management and learning. The primary objective of this component is to support future replication and upscaling of similar projects in Tunisia through sustainable knowledge management and learning.

Project funds will be used to achieve this goal through building the evidence-base for climate-resilient management of oasis ecosystems through careful documentation of the processes and results of project implementation, and dissemination of these results through knowledge exchange missions, communication material and an information portal.

The activities under this component of the project recognise that project-related knowledge must be co-generated in a bottom-up fashion if the knowledge products are to be authentic and achieve the required impact. The project therefore emphasises a co-development process that closely involves beneficiaries and participants in both the generation and dissemination aspects of knowledge management and learning. In addition, a centralised knowledge management portal will be established under the project to ensure that knowledge and lessons generated through the project are widely accessible, adopted and used beyond the project lifespan.

## H. Describe the consultative process, including the list of stakeholders consulted, undertaken during project preparation, with particular reference to vulnerable groups, including gender considerations, in compliance with

### the Environmental and Social Policy and Gender Policy of the Adaptation Fund.

#### Consultation process and timelines

The proposed project has adopted a consultation process based on inclusive and participatory methods to ensure buy-in and ownership of project interventions at beneficiary level. Between May and November 2022, an intensive, cross-sectoral consultation exercise was undertaken at the community level in the 29 traditional oases of the Governorate of Tozeur (Figure 8). This approach has allowed the project to prioritise the needs of individual oases and select appropriate locations for each intervention, as well as to ground-truth secondary data and generate new primary data to inform project design. Similarly, consultation with government and non-government project partners has been extensively undertaken during the development of the proposed project.

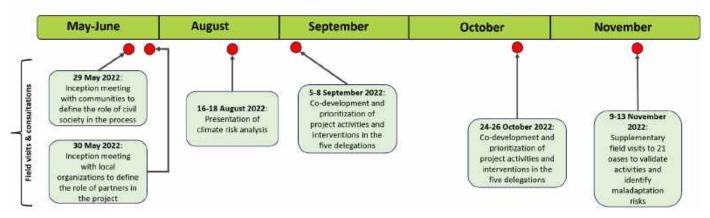


Figure 12. Consultation timeline for the 29 traditional oases of the Governorate of Tozeur

During the co-development workshops in September 2022, a systematic and replicable approach was undertaken when consulting prospective project beneficiaries as shown in Table 9.

Table 9. Summary of consultation workshop components and outcomes

| Workshop aspect | Summary of approach and outcomes  |
|-----------------|---|
| Introduction    | <ul> <li>A discussion to clarify and simplify the concepts, the approach and the results was initiated. It was important that the participants had a clear and concise idea of the challenges of adaptation to climate change in the oases of Tozeur.</li> <li>Introduction with the presentation of the results of the vulnerability study Assessment of vulnerabilities and risks in the traditional oases of the Governorate of Tozeur</li> <li>Focus on the evolution of the climate in Tozeur, the impacts of climate change, vulnerability and risk calculation and prioritization of delegations.</li> <li>Insertion of the exercise in the framework of the national strategy for the sustainable development of oases in Tunisia: a brief presentation of the strategy to explain the articulations and coherence of the exercises.</li> <li>Debate and exchange: interventions to clarify concepts, present issues, and answer participants' questions</li> <li>Results: understanding of the mission's mandate, mastery of the impacts of</li> </ul> |
| Analysis        | climate change on oases, visualization of impacts, prior adjustments, validation  |
| Analysis        | <ul> <li>Presentation of climate risks and their impacts: presentation of risk chains</li> <li>Risk ranking according to the sectors analysed: degradation of water resources, degradation of natural ecosystems, reduction of the productive sector; Impacts on social issues and gender equality.</li> </ul>  |
|                 | <ul> <li>Debate and exchange: always with an educational approach: explain the path of<br/>the risk chains, clarify, and simplify the links</li> </ul>  |

| Workshop aspect        | Summary of approach and outcomes   |  |
|------------------------|--|--|
|                        | Results: understanding of the method, control of the links between risk and adaptation, prior adjustments, validation  |  |
| Preparation            | <ul> <li>Identification of options for building a database of climate change adaptation measures, actions, projects, and programmes.</li> <li>To facilitate the exercise and ensure articulation with the national strategy for the sustainable development of oases, a correlation matrix between the risk chains and the strategic axes of the strategy was developed.</li> <li>A spreadsheet summarising the actions that meet the objectives of the strategic axes was developed</li> </ul>  |  |
| Project<br>development | <ul> <li>The work consists of detailing the measures adopted in previous years</li> <li>Each action should be the subject of detailed sheets giving the characteristics of each project with sufficient precision for each operator to be able to clearly assess what is expected of him and what commitments he is called upon to make.</li> <li>These sheets should clearly indicate What objective does the project contribute to? The nature of the project. What are the expected results of the action? The exact scope of the project The estimated cost (possibly of the various stages if the project is to be carried out in successive stages)</li> </ul> |  |

#### Identified needs

Prospective project participants and beneficiaries expressed several interrelated needs during the abovementioned consultations. These needs are summarized<sup>84</sup> below:

- Assistance with technical capacity development for sustainable agriculture, fire prevention and protection, as well as eradication of invasive alien species (addressed by the proposed project under component 1, 2 and 3);
- Provision of equipment and infrastructure for sustainable groundwater abstraction and more efficient irrigation (addressed by the proposed project under component 2); and
- Diversification and strengthening of climate-sensitive livelihoods (addressed by the proposed project under component 2 and 3).

### I. Provide justification for funding requested, focusing on the full cost of adaptation reasoning.

### Component 1: Strengthening institutional and technical capacity for oasis management Baseline scenario (without Adaptation Fund resources)

Currently, the government of Tunisia has limited capacity to implement tangible adaptation solutions for improved management of oasis agroecosystems. This is largely because national- and local-level decision-makers, as well as vulnerable communities, have limited technical and institutional capacity for the effective and efficient implementation of these solutions.

The national government and regional bodies are moreover aware of the threats posed by climate change to the sustainable development of the region. However, given the magnitude of social (high poverty rates, limited access to public services, social unrest in some parts of the area) and economic (balance of payments, budget deficits, high unemployment, and limited access to public services) problems, there is less concerted action to promote adaptation efforts to the inevitable consequences of climate change. Given the constrained policy framework and limited technical and institutional

<sup>84</sup> A detailed analysis of stakeholder needs will be presented during development of the Funding Proposal.

capacity of the public sector in Tunisia as well as vulnerable communities to adapt to climate change threats, it is unlikely that effective on-the-ground adaptation actions will be implemented in the absence of external support.

#### Additionality (with Adaptation Fund resources)

AF resources will be used to strengthen the technical capacity of national and subnational government, as well as vulnerable community levels for improved management of oases agroecosystems. This will be achieved through cross-sectoral capacity-building initiatives, which will be implemented at a national level and within vulnerable communities in the oases of Tozeur. The project will produce a strengthened evidence base for sustainable management of oases agroecosystems, as well as knowledge products that can contribute to the revision of key policies on ecosystem and agrosystem renewal and water management. AF resources will be essential to invest in these efforts, which will not be undertaken in their absence, given the limited resources available to the Tunisian government as a whole.

#### Component 2: Adopting climate adaptation and livelihood enhancement measures

#### Baseline scenario (without Adaptation Fund resources)

Climate change impacts are intensifying in the region, making climate-sensitive livelihoods like agriculture increasingly marginal. In the southern areas of Tunisia, already common droughts are projected to become more frequent, reducing soil humidity, accelerating desertification, negatively impacting agricultural productivity, and placing further pressure on limited groundwater resources coases are likely to be acutely affected by these impacts, as is identified in Tunisia's 3<sup>rd</sup> National Communication which is of particular concern given their socio-economic importance in otherwise arid and marginal areas. The combination of all of these climate impacts is likely to lead to a range of consequential socioeconomic impacts, including reduced food security and economic development, fewer livelihood opportunities and an increase in conflict over already scarce resources. Without urgent investment into strengthening climate-sensitive livelihood activities, the knock-on effect of acute and chronic climate change impacts will severely affect the ability of vulnerable oasis communities to sustain their livelihoods. These issues are compounded by limited access to finance and alternative sources of income, limited levels of awareness on climate change, as well as the disproportionate vulnerability of women, the youth, the elderly, and people with disabilities.

#### Additionality (with Adaptation Fund resources)

Proposed project interventions under Component 2 will contribute to developing more climate-resilient livelihoods in the oases of Tozeur. By improving the efficiency and sustainability of groundwater abstraction and irrigation, as well as sustainably intensifying agricultural production, AF resources will contribute to a transformative shift in the climate resilience of communities that rely on the oasis agroecosystems. Similarly, by implementing fire and degradation prevention measures, the project will strengthen the supply of ecosystem goods and services provided by oasis agroecosystems in Tozeur. Further activities funded under Component 2 that will decrease the reliance on climate-sensitive agriculture is the income diversification by establishing a business incubator, prioritising disproportionately-vulnerable groups, to diversify livelihood activities and catalyse income generation in traditional oases.

### Component 3: Improving knowledge management and the evidence base for oasis management

#### Baseline scenario (without Adaptation Fund resources)

The evidence base for sustainable use of oases and climate-resilient livelihoods is scarce in the

<sup>&</sup>lt;sup>85</sup> 81% of the national annual water potential is utilized under current conditions.

Tunisian context. Without concerted effort behind and investment in strengthening technical capacity for improved governance of oasis agroecosystems, as well as supporting efforts to reduce the climate-sensitivity of the livelihood activities of the most vulnerable communities, the opportunity to develop a robust evidence base for these kinds of interventions will not be realised. It is therefore likely that there will be no action under the baseline scenario, to promote efficient water resource use that could illustrate the costs and benefits of such adaptation measures over time in oases.

#### Additionality (with Adaptation Fund resources)

AF resources would facilitate the engagement of local communities and the dissemination of information generated on the cost-effectiveness of different interventions on the ground, enabling government and regional bodies to integrate nationally and regionally appropriate adaptation knowledge into their climate change strategies. This will facilitate the translation of conceptual adaptation measures into action on the ground, thereby increasing the resilience of vulnerable populations in oases to climate change threats. The results of the activities and interventions under Component 3 will allow the project to be upscaled and/or replicated in other parts of Tunisia and the region.

### J. Describe how the sustainability of the project/programme outcomes has been taken into account when designing the project/programme.

Long-term sustainability has been addressed in the project design by: i) actively involving prospective project beneficiaries in the co-design of proposed activities and implementation arrangements; ii) targeting technical capacity at the community level to ensure that stakeholders have adequate knowledge and skills to sustain the benefits of project interventions; iii) targeting community training extensively on climate-resilient techniques for water and agricultural management specifically adapted to oases; and iv) maintaining skills in water-efficient irrigation technology, including maintenance and upkeep of this infrastructure and equipment.

The project ensures sustainability through the community-based participatory approach promoted in all project activities, which enables communities and local authorities to take ownership of the project results. The sustainability of the project is enhanced by the sustainable land management and soil and water conservation approaches that are promoted and form the core of the sustainable environment and resource management approach to building resilience to future climate shocks.

Long-term sustainability will be pursued through institutional development and capacity-building programs designed to create a critical mass of effective practitioners and users, and among all actors, from public sector institutions to grassroots organizations and civil society. Replicability of the project's outcomes will be ensured through the dissemination of lessons learned from the field demonstration trials and locally adapted management systems adopted by the beneficiaries, with the capture and curation of this ensured by the information portal to be developed under Component 3.

### K. Provide an overview of the environmental and social impacts and risks identified as being relevant to the project/programme.

A preliminary screening of the potential environmental and social impacts and risks that may arise as a result of the proposed project is presented below, with an overall ESS rating of Category C (minimal or no adverse environmental or social risks and/or impacts). This screening was undertaken in accordance with Adaptation Fund's Environmental and Social Principles.

| Checklist of environmental  | No further assessment required for compliance | Potential impacts and risks – further assessment and  |
|-----------------------------|---|---|
| and social principles       |   | management required for compliance  |
| Compliance with the Law     |   | X (low to no risk)  |
|                             |   | The proposed project will be implemented in climate-  |
|                             |   | vulnerable areas. A preliminary assessment of Tunisia's   |
|                             |   | legislative framework has been undertaken to identify relevant  |
|                             |   | legislation with which the project will comply. The legislation   |
|                             |   | relevant to the proposed project is presented in Part II,   |
|                             |   | Section D of this Concept Note. During full project formulation,  |
|                             |   | extensive stakeholder engagements will be conducted with  |
|                             |   | relevant national and local governments to ensure that the  |
|                             |   | project meets all relevant legal requirements of the country.   |
| Access and Equity           |   | X (low to no risk)  |
|                             |   | The proposed project is not expected to prevent beneficiary   |
|                             |   | communities from accessing basic health services, clean   |
|                             |   | water and sanitation, energy, education, housing, nor   |
|                             |   | adversely affect working conditions and land rights. Project  |
|                             |   | beneficiaries of the proposed project are decision-makers, first  |
|                             |   | responders and climate vulnerable local communities. Within   |
|                             |   | these groups, there is a risk that certain decision-makers and  |
|                             |   | community members may benefit more than others, as a  |
|                             |   | result of entrenched systems of privilege, access, and authority. To mitigate this risk, all relevant project |
|                             |   | stakeholders were engaged during the development of this  |
|                             |   | Concept Note <sup>86</sup> . These engagements will be continued during                                       |
|                             |   | the development of the full proposal to ensure that project   |
|                             |   | activities deliver equitable adaptation benefits to all.  |
| Marginalized and Vulnerable |   | X (low risk)  |
| Groups                      |   | There is a risk that vulnerable and marginalised groups will  |
|                             |   | have disproportionate constraints on their access to project  |
|                             |   | activities.   |
|                             |   |   |
|                             |   | This risk has been considered during the development of this  |

<sup>&</sup>lt;sup>86</sup> A summary of the consultative stakeholder engagement process undertaken during project development is presented in Part II, Section H.

| Checklist of environmental and social principles | No further assessment required for compliance  | Potential impacts and risks – further assessment and management required for compliance   |
|--|--|---|
|  |  | Concept Note and mitigation measures will develop further during full funding proposal to ensure that marginalised and vulnerable groups, particularly women, the youth and people living with disabilities, will not be adversely affected by project activities. Instead, these marginalised groups will be prioritised to benefit from responsive climate change adaptation interventions implemented under the project. To avoid the exclusion of marginalised communities, these groups have been involved during Concept Note Development and will be involved in the community consultations carried out during the preparation of the full project proposal to ensure equitable participation and that social impacts do not unjustly impact on marginalised and vulnerable groups. |
| Human Rights                                     | X (no risk)  No activities are or will be included in the design of the proposed project that are not in line with established international human rights. Moreover, the proposed project will promote the basic human rights of access to food, water, and information. |   |
| Gender Equality and Women's<br>Empowerment       |  | X (low to moderate risk)  Since the proposed project is targeting communities where men occupy the majority of the leadership positions, there is a risk that women will not receive equitable adaptation benefits under the proposed interventions. To mitigate this risk, gender equality and women's empowerment will be promoted and include more details during the development of the full proposal and further stakeholder consultations. Furthermore, proposal preparations and project activities have been designed to encourage and enable the meaningful participation of women, as well as the active participation in technical assessments and capacity-building activities.   |
| Core Labour Rights                               |  | X (low risk)  National- and local-level governments as well as vulnerable communities will be involved in the operation and maintenance of project interventions. Although unlikely, these individuals may be exposed to the risk of accidents in implementing project interventions.  Core labour rights will be respected and considered in project design and implementation. All relevant project stakeholders will be involved in the design of project activities to ensure that relevant labour legislation is adhered to.   |
| Indigenous Peoples                               |  | X (low risk) Indigenous communities were consulted throughout the design of project interventions, and as a result, the project   |

| Checklist of environmental and social principles | No further assessment required for compliance   | Potential impacts and risks – further assessment and management required for compliance   |
|--|---|---|
|  |   | activities are reflective of the specific needs of these communities. The project will ensure safe community consultations by obtaining Free Prior and Informed Consent (FPIC) with all communities involved as part of the initial stages of implementation. The process will be repeated prior to any initial engagements that occur as part of project design. Further compliance of the project with the rights of indigenous peoples will be ensured by aligning project activities with the rights and responsibilities outlined in the UN Declaration on the Rights of Indigenous Peoples and other applicable national and international instruments. |
| Involuntary Resettlement                         | X (no risk)  No activities are or will be included in the project design that will result in involuntary resettlement.  |   |
| Protection of Natural Habitats                   | X (low to no risk)  The project is not expected to have any negative impact on natural habitats, including those: i) legally protected; ii) officially proposed for protection; iii) recognised by authoritative sources for their high conservation value, including as critical habitat; or iv) recognised as protected by traditional or indigenous local communities. Project activities will also avoid introducing invasive plants by only using local and indigenous species. The proposed project approach environmentally positive and is expected to have a net positive impact on the environment by restoring or protecting the ecosystem services generated by oasis agroecosystems. |   |
| Conservation of Biological<br>Diversity          | X (low to no risk) Tunisia is party to the United Nations Convention on Biological Diversity, and the project has been designed to align with those principles. The action plans developed under the project will require only indigenous species to be used in all restoration activities to ensure minimal ecological impacts.  |   |
| Climate Change                                   | X (no risk) The project will contribute to climate change adaptation efforts in Tunisia and has been designed in line with national priorities established in the country's NDC, NAP and the National Climate Change Strategy for Tunisia.  |   |
| Pollution Prevention and Resource<br>Efficiency  | X (low to no risk) Project activities are not expected to result in any significant pollution. Project design of tangible interventions such as the improvement of irrigation networks will ensure that all applicable international standards are met for maximising resource efficiency and   |   |

| Checklist of environmental and social principles | No further assessment required for compliance  | Potential impacts and risks – further assessment and management required for compliance |
|--|--|---|
|  | minimising waste production and the release of pollutants, including carbon emissions.   |   |
| Public Health                                    | X (low to no risk)  Project activities will have no foreseeable negative effect on public health. Activities under Component 2 will likely improve public health through the improvement of water quality and improved food security from increased agricultural productivity and livelihood diversification.  |   |
| Physical and Cultural Heritage                   | X (low to no risk)  A central aspect of the project's objective is to preserve the function of traditional oases in Tozeur. Proposed project interventions are therefore not expected to cause any damage to physical and cultural heritage. Moreover, the participatory approach to project design has used local knowledge to ensure that physical and cultural heritage is not negatively affected by on-the-ground activities. The location of physical and cultural heritage sites will be considered during site selection to reduce the likelihood of negative impacts of project intervention on local heritage. |   |
| Lands and Soil Conservation                      | X (low to no risk)  Proposed project interventions will promote improved land use management under future climate change conditions. No project activities are expected to result in the degradation of lands. Rather, project activities are anticipated to contribute to reducing degradation of oasis agroecosystems in Tozeur.   |   |

#### PART III: IMPLEMENTATION ARRANGEMENTS

### A. Demonstrate how the project/programme aligns with the Results Framework of the Adaptation Fund

The proposed project's overall and specific objectives, as well as the anticipated project outcomes align favourably with several Fund outcomes (2, 3, and 6) and outputs (3.2, 4.0, and 6.0). Table 10 cross-references the objectives and outcomes of the proposed project to the respective fund outcome and output, including the relevant project and fund indicators and the corresponding amount of funding requested.

Table 10. Overview of alignment between the project's objectives and outcomes with the Adaptation Fund Results Framework

| Project   | Project Objective   | Fund Outcome   | Fund Outcome   | Grant Amount |
|---|---|--|--|--------------|
| Objective(s)  | Indicator(s)  |  | Indicator  | (USD)        |
| To strengthen institutional and technical capacity for oasis management                 | Number of national policies, strategies, programmes and other system components contributing to zero hunger and other SDGs enhanced with WFP-facilitated South—South and triangular cooperation support | institutional capacity to  | 2.1. Capacity of staff to respond to, and mitigate impacts of, climate-related events from targeted institutions increased | 3 217 500    |
| To promote the adoption of climate adaptation and livelihood enhancement measures       | WFP Climate<br>Resilience Capacity<br>Score (CRCS)  |  | 6.2. Percentage of targeted population with sustained climateresilient alternative livelihoods                             | 4 244 800    |
| To improve knowledge management and the evidence base for oasis management              | Proportion of the population in targeted communities reporting environmental benefits   | awareness and ownership<br>of adaptation and climate<br>risk reduction processes at<br>local level   | 3.2. Percentage of targeted population applying appropriate adaptation responses   | 879 800      |
| Project Outcome(s)  | _   | Fund Output  | Fund Output  | Grant Amount |
|   | Indicator(s)  |  | Indicator  | (USD)        |
| Strengthened<br>governance for<br>climate-adaptive<br>management of oasis<br>ecosystems | Number of tools or products developed or revised to enhance national systems contributing to zero hunger and other SDGs as part of WFP capacity strengthening   | development sector<br>services and infrastructure<br>assets strengthened in<br>response to climate<br>change impacts, including<br>variability | increased capacity to minimize exposure to climate variability risks (by type, sector and scale)                           | 532 500      |
| for oasis communities   |   | individual and community<br>livelihood strategies<br>strengthened in relation to<br>climate change impacts,<br>including variability           | 6.1.1. No. and type of adaptation assets (tangible and intangible) created or strengthened in support of individual or     | 920 000      |

|  |   |  | community<br>livelihood<br>strategies   |         |
|--|---|--|---|---------|
| and evidence on climate adaptation in oasis ecosystems | institutions engaged in WFP capacity strengthening activities | capacity of national and<br>subnational stakeholders<br>and entities to capture and<br>disseminate knowledge<br>and learning | 3.2.2 No. of tools and guidelines developed (thematic, sectoral, institutional) and shared with relevant stakeholders | 482 300 |

#### **B.** Management arrangements

The proposed project will be executed over a five-year period in collaboration between the World Food Programme (WFP) and the Tunisian Ministry of Environment (MoEnv; The Ministry), through the National Coordination Unit on Climate Change (UGPO-CC).

#### **Implementing Entity**

WFP is submitting this project as an accredited Multilateral Implementing Entity (MIE) for the AF. In its capacity as MIE, WFP will be in charge of the project cycle management, overseeing overall project progress, including financial oversight, monitoring and evaluation support, as well as technical backstopping and reporting to the AF. At the national level, the project will be coordinated through support of the WFP Country Office. Additional, technical support will be provided as required by the WFP Regional Bureau in Cairo, and WFP Headquarters in Rome, Italy.

#### **Executing Entity**

The Executing Entity (EE) will be the Ministry of Environment, the Government entity responsible for management of the national climate change agenda in Tunisia. Through the coordination function of the UGPO-CC, the Ministry will be responsible of effective and efficient delivery of the project outputs and ensuring objectives and outcomes are achieved as per the project document. In this regard, the Ministry will coordinate and collaborate with other governmental bodies and non-governmental organizations at the national, regional/governorate, and delegation/district levels for the implementation of the Project activities. The following are some of the entities identified as key partners and potential members of the project's National Steering Committee: Ministry of Local Development, Ministry of Tourism, Ministry of Agriculture and Water Resources, Ministry of Social Affairs, Ministry of Cultural Affairs, Ministry of Vocational Training and Employment, in addition to partner community-based organizations (CBOs) and private sector in the oases of the Tozeur Governorate.

The Ministry will lead the implementation of Component 1 of the Project to establish the mechanisms and organizational structures for climate-adaptive, sustainable and inclusive management of oases ecosystems in Tozeur. While in implementing Components 2 and 3, the Ministry will coordinate with regional and local offices of concerned ministries and authorities to deliver the proposed interventions. In addition to WFP's principal role as MIE, the Executing Entity (EE) requested WFP to also provide Direct Project Services (DPS) in the form of managing the procurement, administration and financial management functions required for project execution.

#### **Project Management Unit**

Upon receipt of funding, the Project will set up a Project Management Unit (PMU) to manage all execution responsibilities and be responsible for the progress reporting on all field-level activities. The PMU will be tasked with the day-to-day operations and management of the Project activities under the direct supervision of the National Project Manager (PM). A fulltime PM will be hired and will be supported by Project Regional Coordinator (PRC) and a team for administration and financial matters.

To ensure strong coordination and close interaction with both national level discussions and filed-level execution, the PMU will operate at two levels. The PM will be stationed in the Capital for close liaison with the national governmental agencies and other stakeholder partners present there. At the regional/governorate level, the PMU will be established, and operations will be coordinated by the PRC and will have their office located in Tozeur Governorate.

As part of the proposed governance mechanism for oases ecosystems management and to enhance community-level ownership of project activities, Project Field Facilitators will be hired in each of the 5 delegations/districts in Tozeur Governorate from its residents. These coordinators will be assigned the responsibility of facilitating the communication and direct interaction with local cooperating partners (CPs) and beneficiaries on behalf of the PMU.

The PMU will solicitate consultancy services and technical expertise for specialised support to initiation and implementation of the Project activities (in addition to M&E, gender, and environmental and social safeguards).

#### **National Steering Committee**

The National Steering Committee (NSC) will constitute representation from the concerned ministries and Government authorities to provide overall guidance and policy support to the Project execution. The NSC and the PMU functions will be supported by the establishment of a Sub-technical Secretariat, affiliated from the NSC and composed of nominated technical experts from Government entities, universities, and research institutions. The role of the Sub-technical Secretariat of the NSC will be to provide specialized advice on technical issues and specific technicalities to support the PMU on ensuring technical soundness of the project interventions.

#### **Local Project Committee**

The Local Project Committee (LPC) will include representatives of different local authorities at delegation/district level, as well as Community-based Organizations (CBOs) and other representatives from the supported communities. The LPC aims to strengthen community ownership and participatory planning through supporting continuous engagement and open communication channels between the PMU and Project Field Facilitator(s) and the beneficiaries receiving direct and indirect support through the project activities.

The proposed project's governance structure, including flow of funds and reporting lines, is shown below in Figure 13.

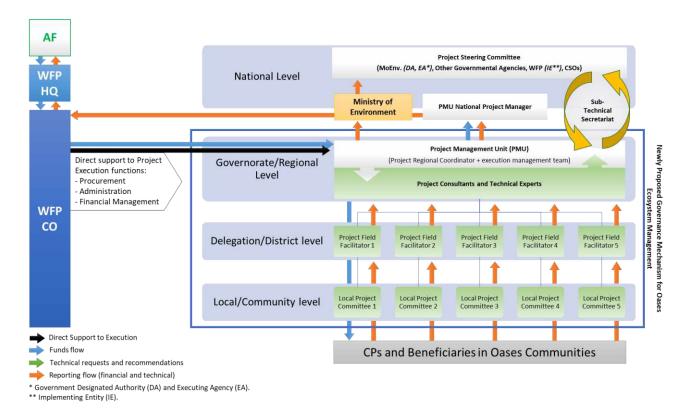


Figure 13. Organogram showing project governance and execution structures.

### PART IV: ENDORSEMENT BY GOVERNMENT AND CERTIFICATION BY THE IMPLEMENTING ENTITY

### A. Record of endorsement on behalf of the government<sup>87</sup>

Taoufik Sayadi

Ministry of Environment

Senior Engineer, Head of Division,

Provide the name and position of the government official and indicate date of endorsement. If this is a regional project/programme, list the endorsing officials all the participating countries. The endorsement letter(s) should be attached as an annex to the project proposal. Please attach the endorsement letter(s) with this template; add as many participating governments as possible if a regional project/programme:

Date: July 18th, 2023

|   | •  |  |  |  |
|---|--|--|--|--|
|   | B. Implementing Entity certification  Provide the name and signature of the Implementing Entity Coordinator and the date of signature.   |  |  |  |
| Also provide the project contact person's name, telephone number and email address. |  |  |  |  |
|   |  |  |  |  |
|   | I certify that this proposal has been prepared in accordance with guidelines provided by the Adaptation Fund Board, and prevailing National Development and Adaptation Plans (Tunisia's Nationally Determined Contribution 2021, and National Climate Change Adaptation Plan 2021-23) and subject to the approval by the Adaptation Fund Board, commit to implementing the project/programme in compliance with the Environmental and Social Policy and the Gender Policy of the Adaptation Fund and on the understanding that the Implementing Entity will be fully (legally and financially) responsible for the implementation of this project/programme. |  |  |  |
|   |  |  |  |  |
|   |  |  |  |  |
|   |  |  |  |  |
|   |  |  |  |  |

<sup>&</sup>lt;sup>87</sup> Each Party shall designate and communicate to the secretariat the authority that will endorse on behalf of the national government the projects and programmes proposed by the implementing entities.

Raoul Balletto Country Director WFP Tunisia

Signature

Implementing Entity Coordinator

Date: August 1st, 2023

Tel. and email: +216 56 27 57 57

raoul.balletto@wfp.org

ROYAN Chilippe O.I.C

Project Contact Person: Hazar Belli

Tel. and Email: +216 98 572 022 hazar.belli@wfp.org

#### **ANNEX 2: LETTER OF ENDORSEMENT**

REPUBLIC OF TUNISIA

MINISTRY OF ENVIRONMENT





#### Letter of Endorsement by Republic of Tunisia

Tunis, the 18 July 2023

To: The Adaptation Fund Board

c/o Adaptation Fund Board Secretariat Email: Secretariat@Adaptation-Fund.org

Fax: 202 522 3240/5

Subject: Endorsement for the Project Concept Note « Strengthening adaptive capacity and livelihood security in the most vulnerable oases of the Governate of Tozeur »

In my capacity as designated authority for the Adaptation Fund in Tunisia, I confirm that the above national project concept note is in accordance with the government's national priorities in implementing adaptation activities to reduce adverse impacts of, and risks, posed by climate change in Tunisia.

Accordingly, I am pleased to endorse the above project concept note with support from the Adaptation Fund. If approved, the project will be implemented by World Food Program (WFP), and executed by the Ministry of Environment.

Sincerely,

National Focal point for the Adaptation Fund

Taoufik Sayadi

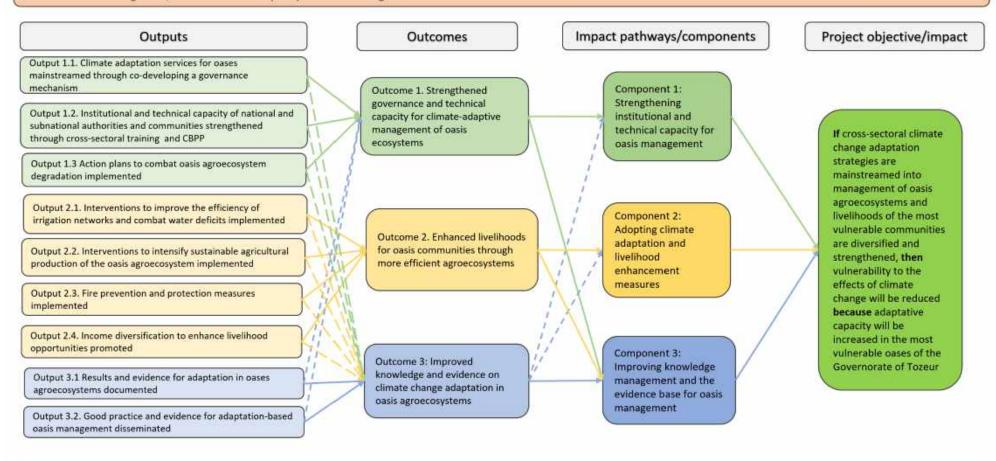
Senior Engineer, Head of Division, Ministry of Environment





#### **ANNEX 1: PROJECT THEORY OF CHANGE**

Drivers: increased temperature, aridity and water stress; overexploitation of groundwater resources; increased risk of wildfires and alien invasives species; declining economic opportunities and increased out-migration; limited technical capacity for oasis management



Assumptions: Good participation and involvement of project participants, decision-makers & beneficiaries; new livelihood opportunities are adopted by beneficiary communities; climate adaptation continues to be a high priority for national and subnational governments