Assisting Regional Member Countries Access to Green Climate Fund (GCF).

AU Capacity Building Workshop on Accessing GCF.
28th-30th August, Abuja

Dr. Timothy Afful-Koomson,

Outline

- PART I. What is the Current Status of GCF Operation in the AfDB?
- PART II. How do we Align GCF Operations with Regional Members Operations?
- PART III. How do we support Regional Member Countries?

PART I. What is Current GCF Operations in the African Development Bank?

How is the Bank Engaging with the GCF?

The Bank was accredited on March 9, 2016 at highest level of funding - large size (> $250 million) funded activities with High E&S risk (Category A/I-1) Intermediation.

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Accreditation Master Agreement (AMA) between Bank and GCF signed on **November 8th 2017**. The signing of the AMA finalized the accreditation process

"Together with the Green Climate Fund, we can do a lot to move the continent towards low-carbon and climate-resilient development." AfDB President Adesina 8 November 2017

How is the Bank Engaging with the GCF?

AFDB AND GCF

First project approved by GCF:

Zambia Renewable Energy Financing Framework

Supporting the Government of Zambia catalyze private investment in the renewable energy sector to boost electricity generation and diversify the country's energy mix.

Approved	February 2018
Total project investment	USD 154.0 million
GCF financing	USD 52.5 million
AfDB financing	USD 51.5 million

What are some of current GCF Funding Proposals?

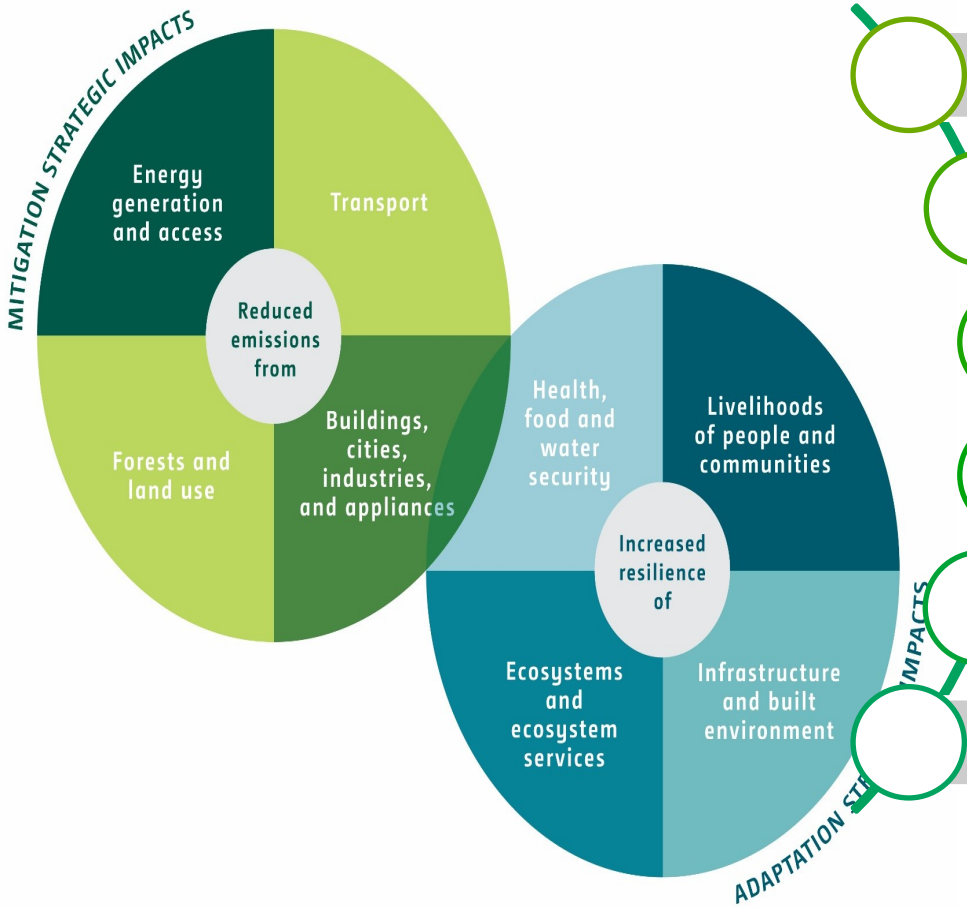
Funding Proposal	Country (ies)
Programme for Integrated Development and Adaptation to Climate Change in the Niger Basin (PIDACC/NB)	Benin, Burkina Faso, Cameroon, Chad, Côte d'Ivoire, Guinea, Mali, Niger, and Nigeria.
Rural electrification in Burkina Faso	Burkina Faso
DRC Green Mini-Grid Program	Democratic Republic of Congo
Africa Greenco with DBSA	Southern Africa
Africa Climate Risk Financing Programme (ACRIFI) iwith IFAD	Burkina Faso, Chad, Cameroon, Ghana, Malawi, Mali, Madagascar, Mauritania, Niger, Senegal,
Nigeria Solar IPP Intervention Programme with AFC	Nigeria

PART II. How do we Align GCF Operations with Regional Members Operations?

What are the Key Aspects of GCF Funding?

- **GCF approval process and flow of proceeds are different:** Very elaborate process for approval of funding proposals by the Board. The Board meets three times in a year to approve funding proposals.
- **Focus of the funding proposal:** focus essentially on climate measures consistent with national commitment under the Paris Agreement and the Nationally Determined Contribution (NDC)..
- **Climate rationale of GCF outcomes and outputs:** GCF distinguishes between outputs and outcomes that are development oriented from those that are climate oriented.
- **"Additionality" and Incremental Costs:** The outputs, outcomes and impacts of the GCF funding proposal should be "additional" to the baseline.

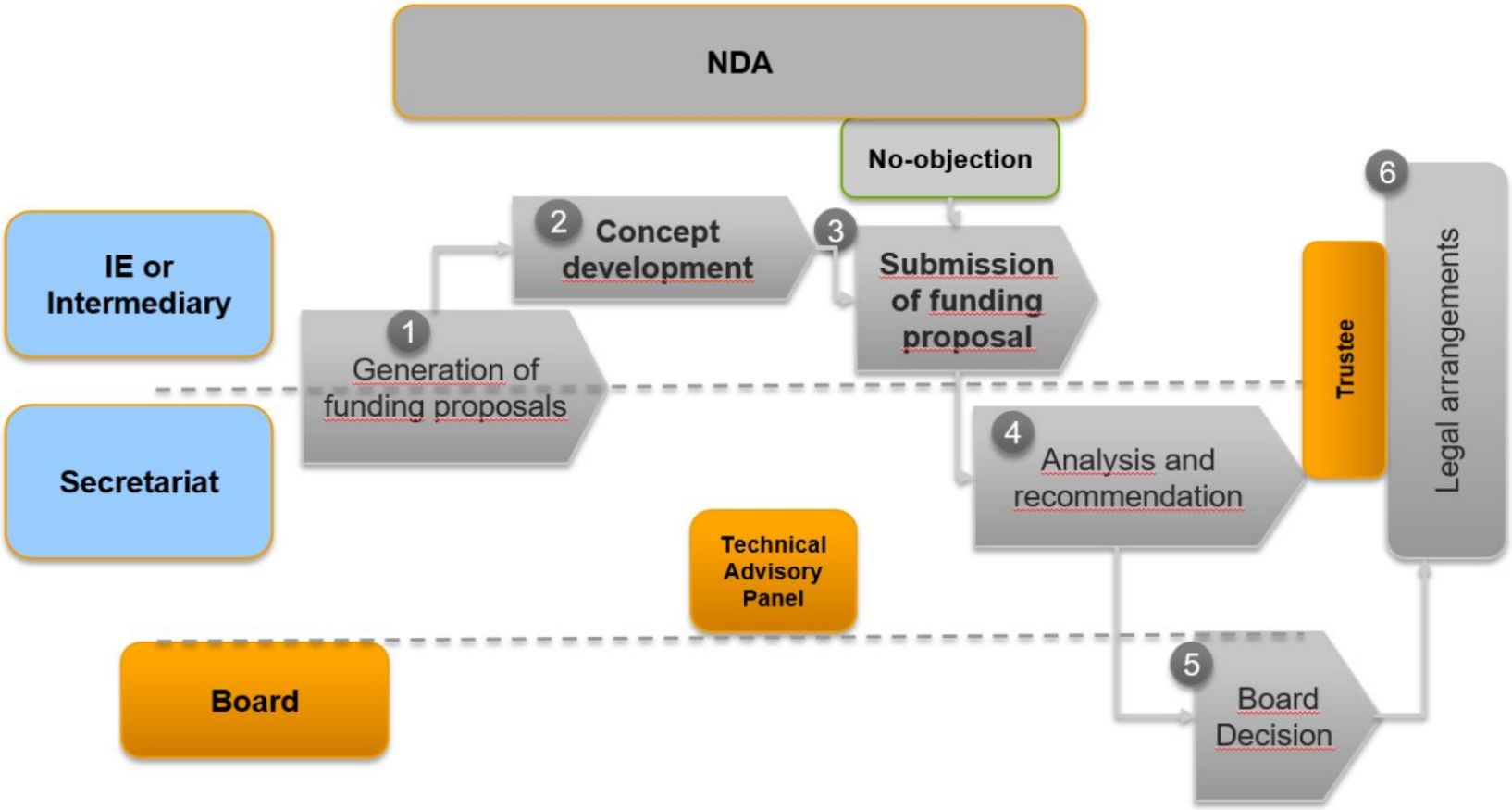
What are the Strategic Impact Areas and Investment Criteria of the GCF



- Impact potential
- Paradigm shift potential
- Sustainable development potential
- Responsive to recipients needs
- Promote country ownership
- Efficiency & effectiveness

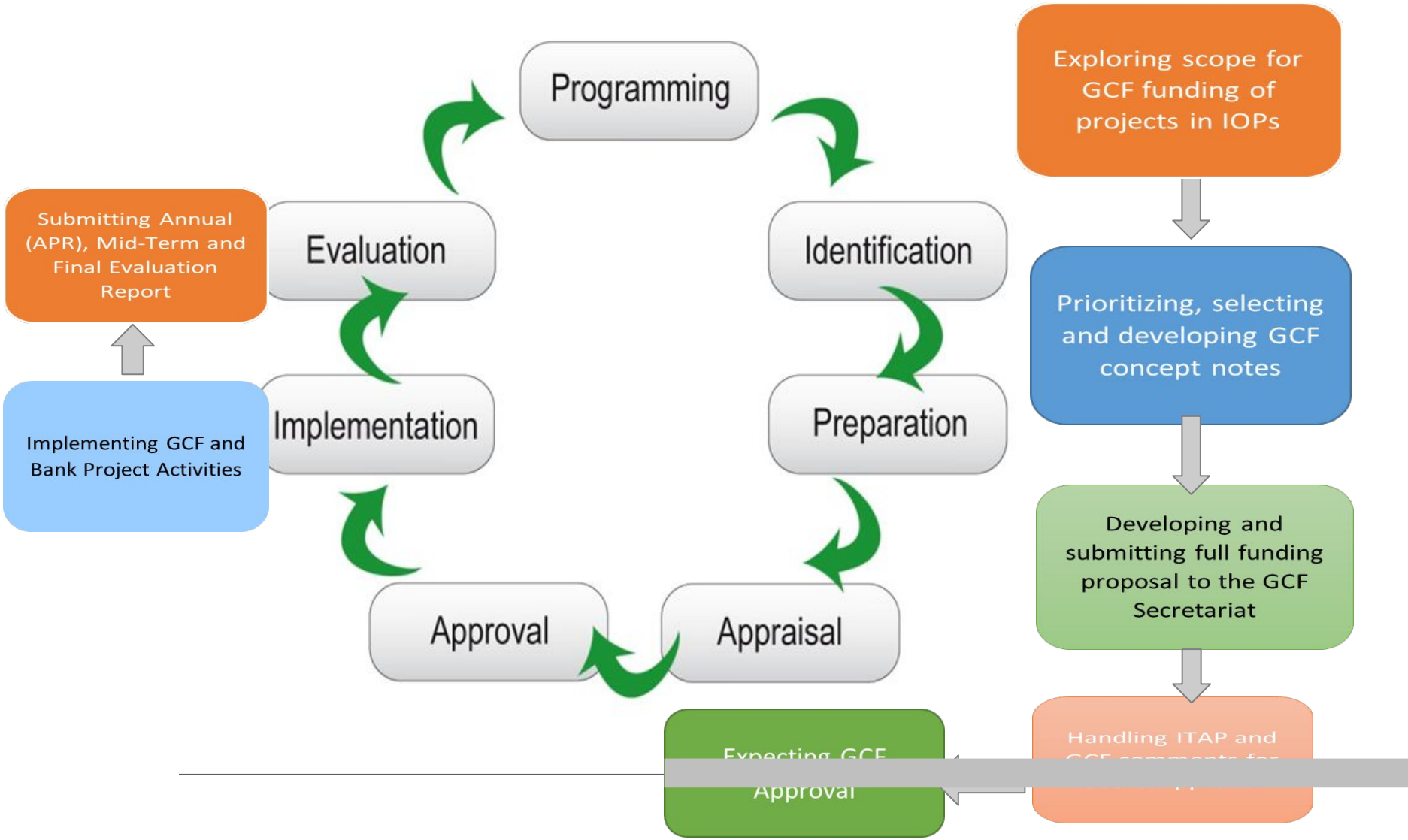
Source: GCF B.13

What is the GCF Project Funding Approval Process?



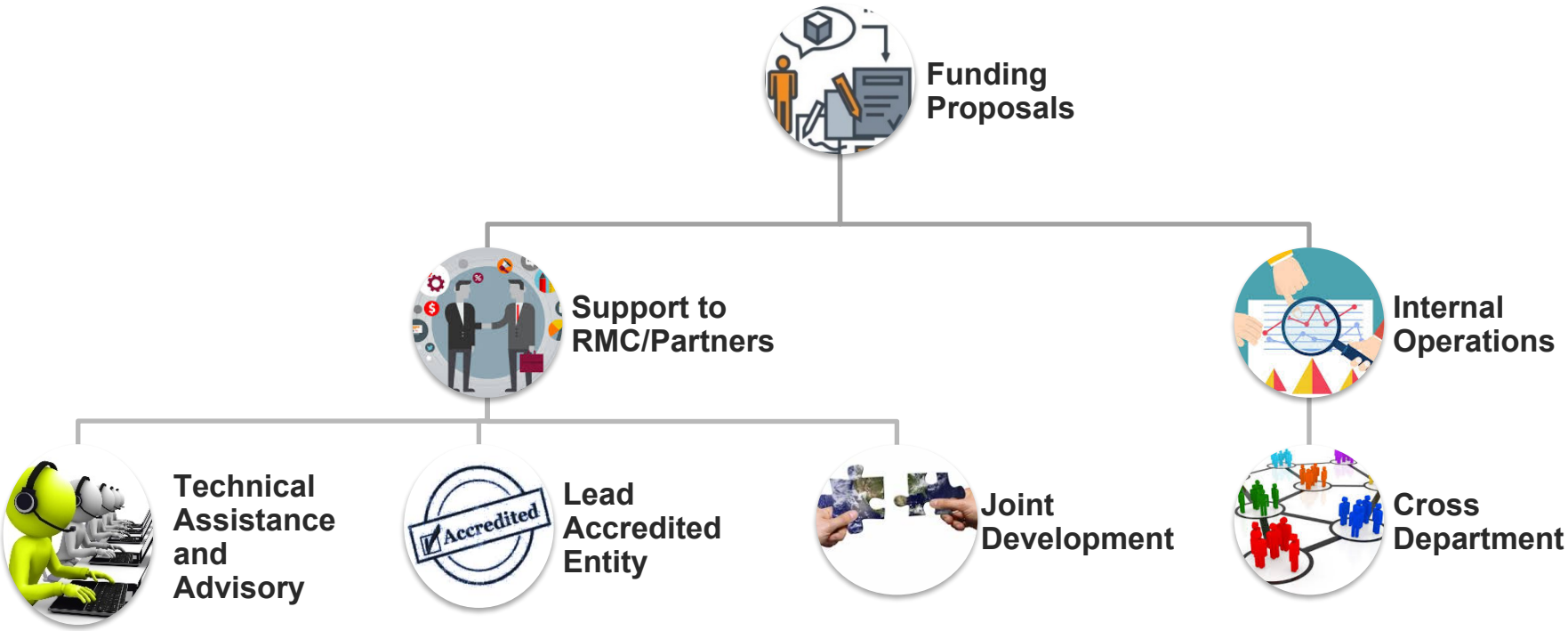
Source: GCF Secretariat. Based on Board decision B.07/03

How to Align GCF/Bank Timing and Project Cycles?

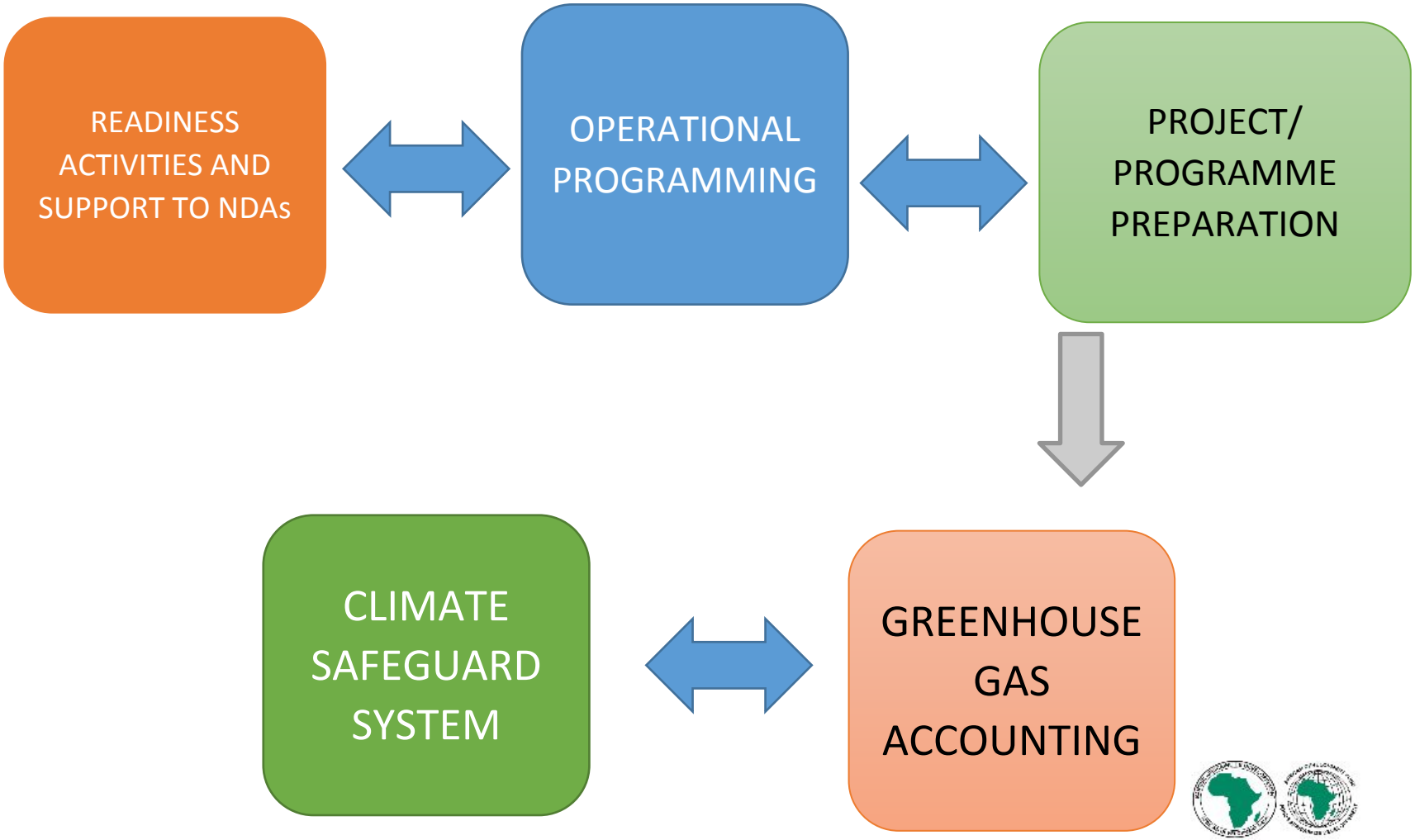


PART III. How do we Support Regional Member Countries?

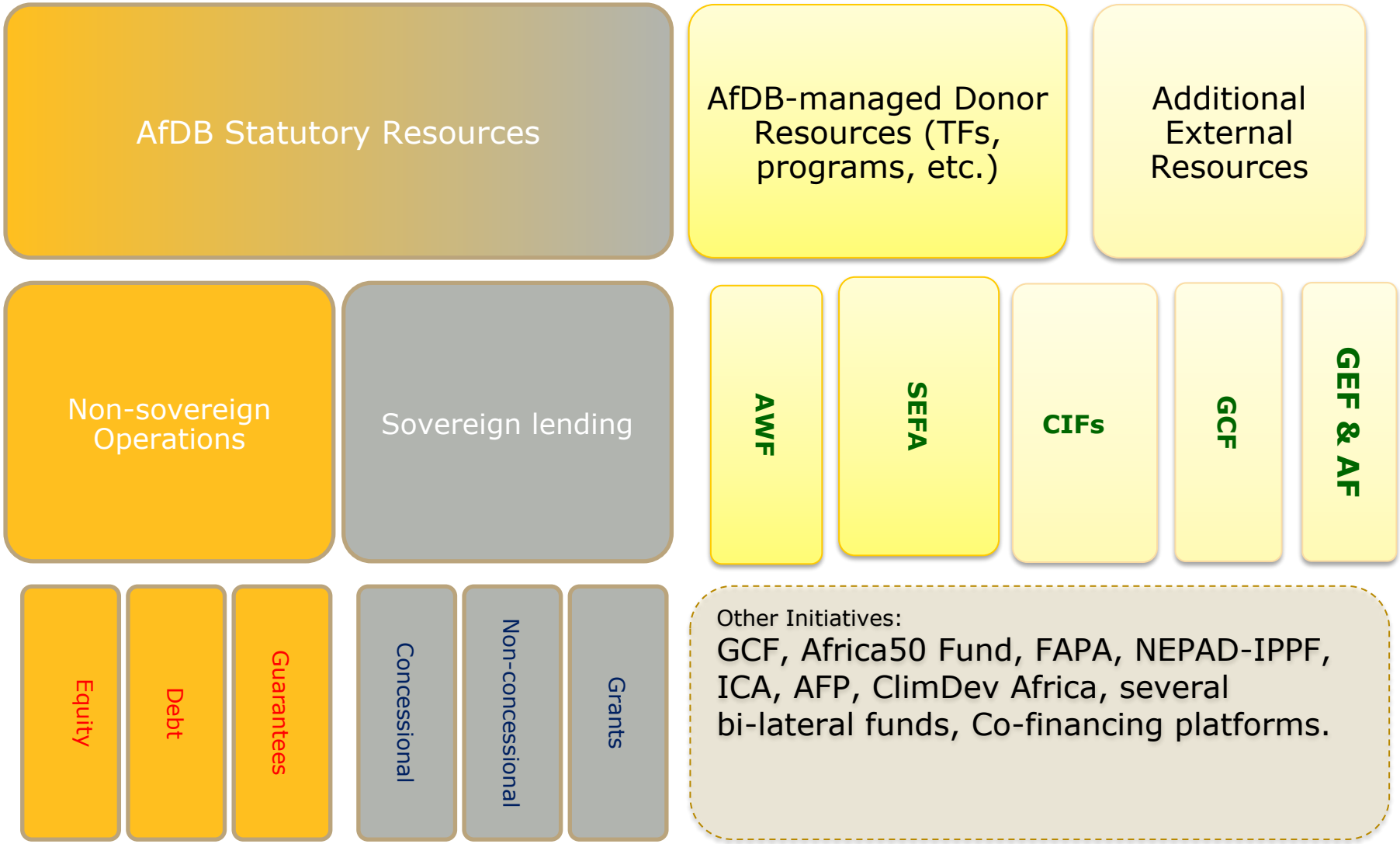
How Does the AfDB Support Countries and Institutions in Africa for GCF Engagements?



How Does the AfDB Support Countries with Readiness and funding proposals development?

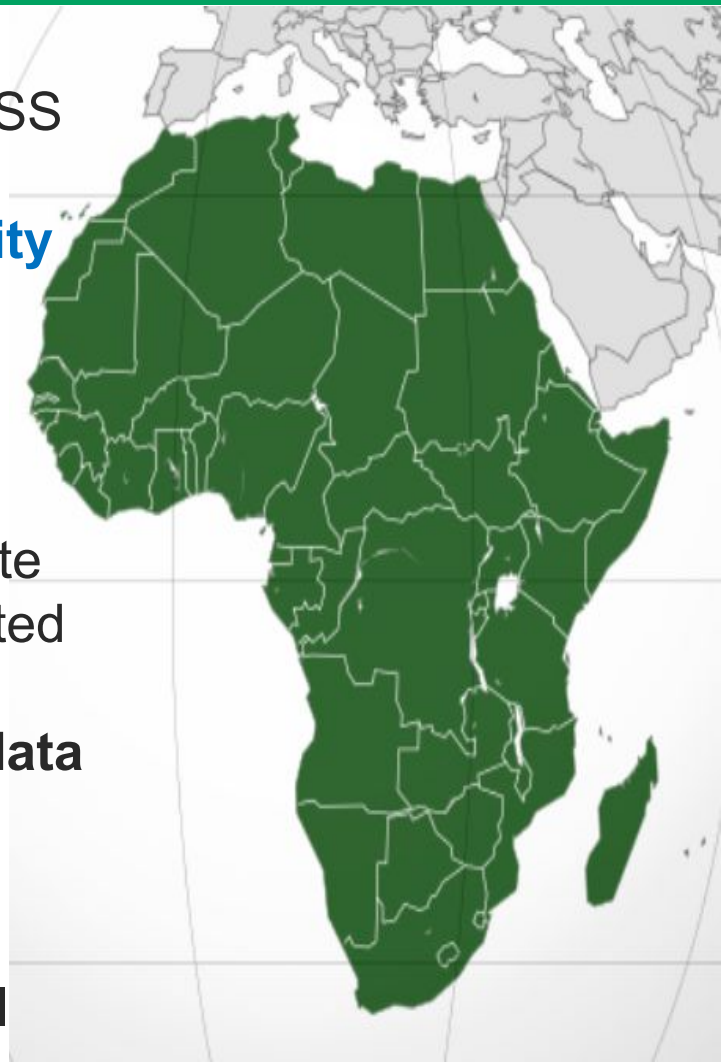


How can AfDB facilitate investments for your funding proposals ?



What are some of the Take Away Messages?

- AfDB has taken the **leadership initiative** to develop **tools and procedures** such as the CSS for climate-proofing projects; **forged partnerships**; **enhanced institutional capacity** and **facilitated investments** for enhancing access to GCF resources.
- We need to **work together** to **generate information,** and **develop the systems and tools** to improve climate projections and climate information –uncertainty- risks, avoided expected costs and benefits.
- **Improve** availability and reliability of **climate data and information**; **capacity of national institutions** such as the NDAs, direct access entities, **submission of compelling funding proposals** and **mobilization of concessional funding** to cover the incremental costs of climate-resilient and low-carbon development.



THANK YOU