

Agenda item 5 (b) viii.

Inputs to the Standing Committee on Finance on draft guidance for the operating entities of the Financial Mechanism

Technology Executive Committee, 19th meeting
Bonn, Germany, 16-19 September 2019



Overview

1. Background
2. Process
3. Draft inputs for the draft guidance to the operating entities of the Financial Mechanism
4. Expected action

Background

- Standing Committee on Finance (SCF) has invited the TEC to provide inputs to the SCF on the draft guidance to the operating entities of the Financial Mechanism for consideration by the COP and the CMA (December 2019).
- This activity has been reflected in the draft rolling workplan of the TEC for 2019–2022.
- TEC Taskforce on climate technology financing has prepared draft inputs for draft guidance to the operating entities of the Financial Mechanism for consideration at TEC 19.

Process

SCF provided following information regarding draft guidance:

- (a) **Scope:** annual reports of the operating entities to the COP should form the basis for the inputs provided;
- (b) **Format:** TEC is invited to provide inputs using template provided by SCF (focussing on policies, programme priorities and eligibility criteria);
- (c) **Timing:** TEC is invited to provide the inputs ahead of the 21st SCF meeting (scheduled for 3 to 5 October 2019);
- (d) **Processing of inputs received:**
 - SCF will prepare the draft guidance based on the inputs, inter alia, received from the TEC;
 - SCF will recommend draft guidance for consideration by COP 25 and CMA 2 through its annual report.

Draft inputs for the draft guidance to the operating entities of the Financial Mechanism

In preparing draft inputs for the draft guidance to the operating entities of the Financial Mechanism, the following documents were taken into account:

- (a) Eighth Report of the GCF to the COP, in particular the chapter on support for technology.
- (b) Report of the GEF to COP 25, in particular the chapter on technology transfer.
- (c) Previous guidance provided to operating entities of Financial Mechanism on technology related matters.

Draft inputs for the draft guidance to the operating entities of the Financial Mechanism

GCF elements:

- Support for technology: Welcomes GCF's efforts to enhance the reporting of technology related activities in funding proposals and encourages the GCF to facilitate tracking of technology investments and its reporting, through harmonizing with existing indicators by other climate funds and international aid organizations.
 - Support for climate technology incubators and accelerators: Welcomes with appreciation efforts by the GCF to support climate technology, including by developing an approach to support incubators and accelerators, reporting of technology-related activities in funding proposals and conducting activities to strengthen the linkages with the Technology Mechanism and encourages the GCF to finalize the terms of reference for a request for proposals to support climate technology incubators and accelerators as soon as possible.
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Draft inputs for the draft guidance to the operating entities of the Financial Mechanism

GEF elements:

- Collaboration between the GEF and the CTCN: Invites the GEF to enhance the information in its reports to the COP on:

(a) How the GEF is responding to and aligning with the technology framework adopted by decision 15/CMA.1;

(b) Private sector engagement in response to decision 10/CP.23 and how this is being done;

(c) The outcomes of the collaboration between the Poznan strategic programme on technology transfer's climate technology and finance centres and the CTCN;

(d) Its response to COP guidance on technology related matters by describing ways in which is responding.

- Support for conducting technology needs assessments: Welcomes the financial support provided by the GEF to developing countries for conducting technology needs assessments and encourages the GEF to continue to provide such support.



Expected action

The TEC will be invited to consider the draft inputs prepared by the task force and agree on the TEC inputs for the draft guidance to the operating entities of the Financial Mechanism.

Thank you!

