Needs Based Finance EAC Climate Finance Strategy Elements

Virtual Pre-validation Workshop

14-15 December 2020



Main aim and principles

• "To ensure climate finance is effectively **mobilized, accessed, utilized and scaled up** to contribute to achieve intended climate change goals for sustainable development in Eastern Africa."

• Principles:

- Ownership (by EAC Partner States)
- Alignment with regional and national Climate change strategies
- Integrity (avoid double counting)
- Inclusive (multi-stakeholder approach and gender sensitive)
- Transparent (governance and accountability)
- Fill the CF gap (flows vs needs)



Scope

Sectors

Mitigation: Agriculture; energy; forestry; industry & waste; wetlands; tranport

Adaptation: Agriculture; water; infrastructure (housing, building, roads); health; wetlands

Financial Instruments

Regional CC Fund; carbon pricing (markets/tax), payments for ecosystem services, performance-based grant systems, small grants programmes, fiscal incentives (tariffs, taxes), green and blue bonds, risk guarantees, insurance, concessional funding.

CF Strategy

Sources of funding

UNFCCC climate funds; MDBs; commercial banks; CIFs; private sector; public-private partnerships; CSOs; UN agencies; development partners (bilateral, dev. Funds); government expenditure/domestic CF; regional bodies.



Timeframe and implementation

2020 Strategy begins

2020 Strategy

Key indicators to monitor progress and assess results:

- Common targets (amount to be mobilized)
- Review flows and indicators after 5 years
- Clear M&E system
- Monitor and track project pipeline



United Nations Framework Convention on Climate Change

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Thank You!

