

LoCAL: An existing relevant Non-Market Approach



















Directorate for Development Cooperation and Humanitarian Affairs













Themes for spin-off groups

The LoCAL Facility is of the view that the themes for the spin-off groups should focus on the progress of implementation of the initial focus areas of NMA and the facilitation of support to advance implementation.

In addition, the themes should discuss and share information on best practices, lessons learned and case studies for the possibility of replicating successful NMAs.

- a) Options for replicating successful NMAs, including at the local, subnational, and national contexts,
- b) Facilitate cooperation for the implementation of NMAs between Parties and other stakeholders to contribute to the implementation of ambitious NDCs and
- c) Enhance and upscale existing initiatives and/or mechanisms as NMA pilots, such as the LoCAL Mechanism and the Adaptation Benefits Mechanism (ABM).



A description of the non-market approach and the implementing entities



LoCAL: Introduction

A mechanism for financing locally led adaptation to enable local authorities and their communities to contribute to the implementation of the Paris Agreement, NDCs, NAPs, the SDG 13 and deliver on Paris Agreement commitments.

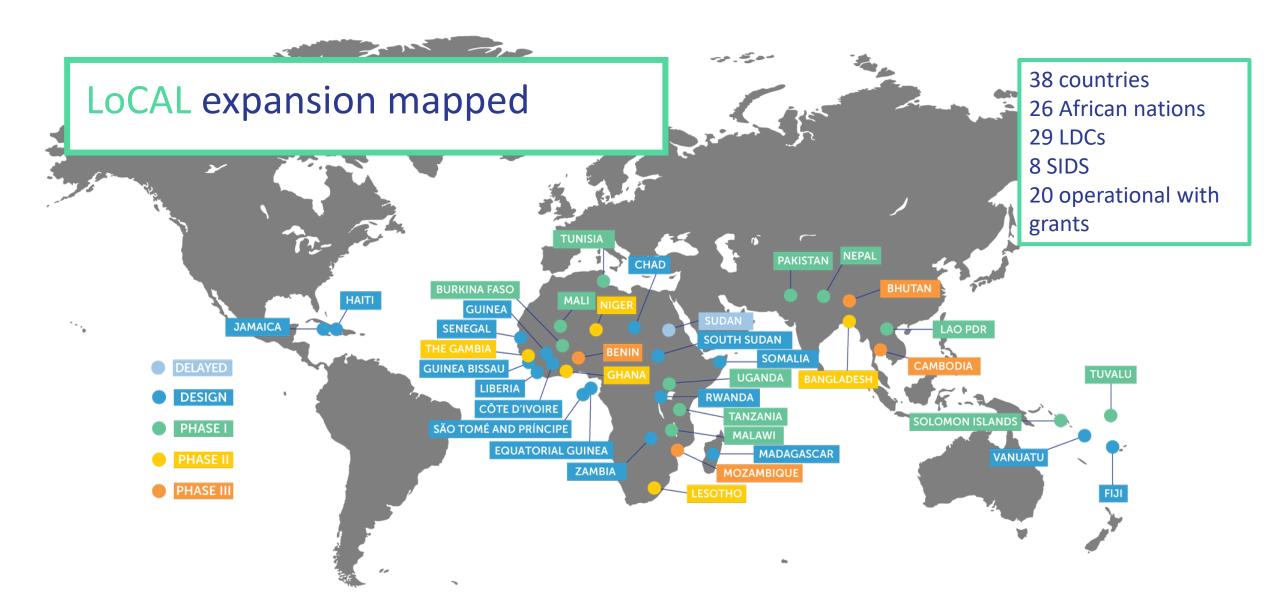
Designed by UNCDF to help local governments and their communities access and effectively use climate finance at the local level

Promotes the integration of climate change adaptation (CCA) in local government planning and budgeting systems in a participatory and gender sensitive manner

Uses innovative PerformanceBased Climate Resilience
Grants (PBCRGs) to guarantee
programming and verification
of local adaptation
expenditures









LoCAL Board





How LoCAL assists Parties to implement their NDCs, through finance and related technical and capacity building support



LoCAL: Assisting Parties to implement their NDCs in the context of sustainable development and poverty eradication

- **Poverty Eradication (SDG 1)** : 2,236 investments across relevant sectors
- Zero Hunger (SDG 2) and Clean Water and Sanitation (SDG 6): est. 18% of investments in agriculture sector and est. 44% of investments in the water sector
- Life on Land (SDG15): est. 35% of investments address sustainable natural resource management
- Sustainable cities and communities (SDG 11): est. 27% construction, transport, storage and other social and infrastructure services
- Climate Action (SDG 13): awareness, mainstreaming, financing and investing













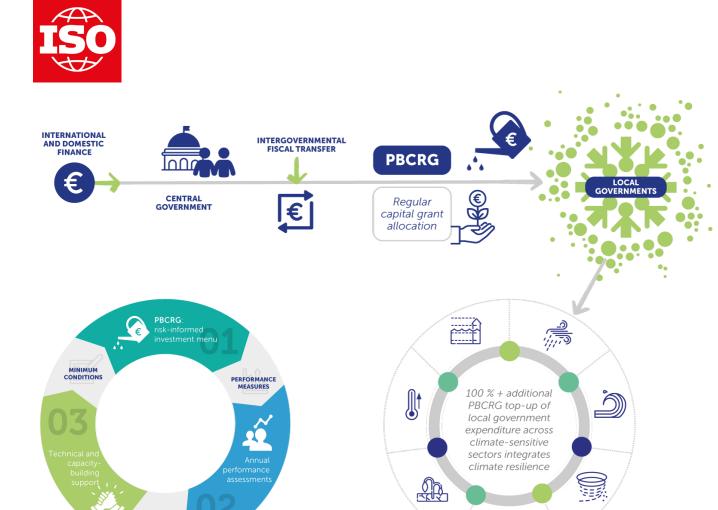


LoCAL: a standard country-based finance mechanism

Performance based climate resilience grants ensure programming and verification of climate change expenditures at the local level while offering strong incentives for performance improvements.

"(...) an example of an initiative supporting domestic national budget systems to target adaptation actions at the local level, while reinforcing transparency and reporting through those systems" (Standing Committee on Finance).

"A financing mechanism for subnational and local climate action based on performance-based climate resilient grant systems and for integrating adaptation into subnational development plans" (53th SBI approved report of the stocktaking meeting of the LEG)

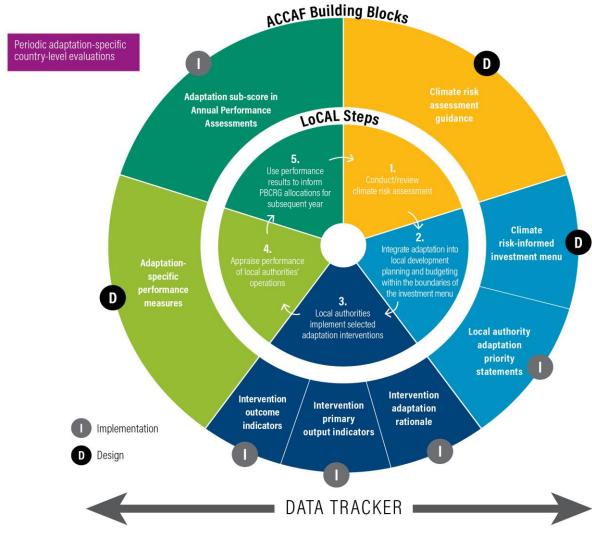




LoCAL: Technical and capacity building support

Figure ES-1 | How the ACCAF Complements the Existing LoCAL Steps

- In-country **CRVA** for subnational adaptation; local information systems for adaptation (LISA); local **risk-informed planning** and budgeting; execution of local adaptation **investments**; and monitoring, reporting and verification (**MRV**).
- Sensitizing and engaging communities on climate change issues and risks, through participatory approaches to resilience building and reinforcing bottom-up responses for locally led adaptation.
- Assessing adaptation needs and responses
 against climate risks and vulnerabilities in a local
 context, building on the LoCAL's methodology for
 "Assessing Climate Change Adaptation
 Framework (ACCAF)'.



Note: PBCRG stands for performance-based climate resilience grants. Source: For LoCAL steps, UNCDF; for ACCAF elements, WRI.

thank you