



Operationalizing New Funding Arrangements: GEF Perspective

Second workshop on addressing loss and damage in the context of decisions 2/CP.27 and 2/CMA.4

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Chizuru Aoki



GEF Family of Funds



Trust Fund that serves CBD, CCD, Minamata Convention, Stockholm Convention, UNFCCC, BBNJ

Trust Funds that serve UNFCCC

Trust Funds that serve CBD

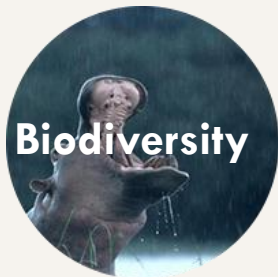
GEF Trust Fund

LDCF

SCCF

CBIT Trust Fund

NPIF Fund



GBF Fund

Range of LD Support Options



1

New fund

- Establish outside GEF family of funds
- Under WB Directive, Financial Intermediary Funds
- Governance, \$ sources, access, support, etc. to be negotiated
- Required steps and time: Based on FIF approval process

2

New fund within GEF family of funds

- Governance: Can be own Council with observers & bodies
- \$ source: Can include sources beyond sovereign
- Access: Can be streamlined, simplified access and project cycle
- Support: Own programming strategy and resource allocation
- Required steps and time: ~6 months for Council decision on fund establishment and programming strategy

3

New window for existing fund

- Governance: LDCF/SCCF Council
- \$ source: Same as LDCF/SCCF unless COP decides otherwise; resources can be earmarked to a window
- Access: Same as LDCF/SCCF
- Support: Update LDCF/SCCF programming strategy and resource allocation
- Required steps and time: Council decision needed

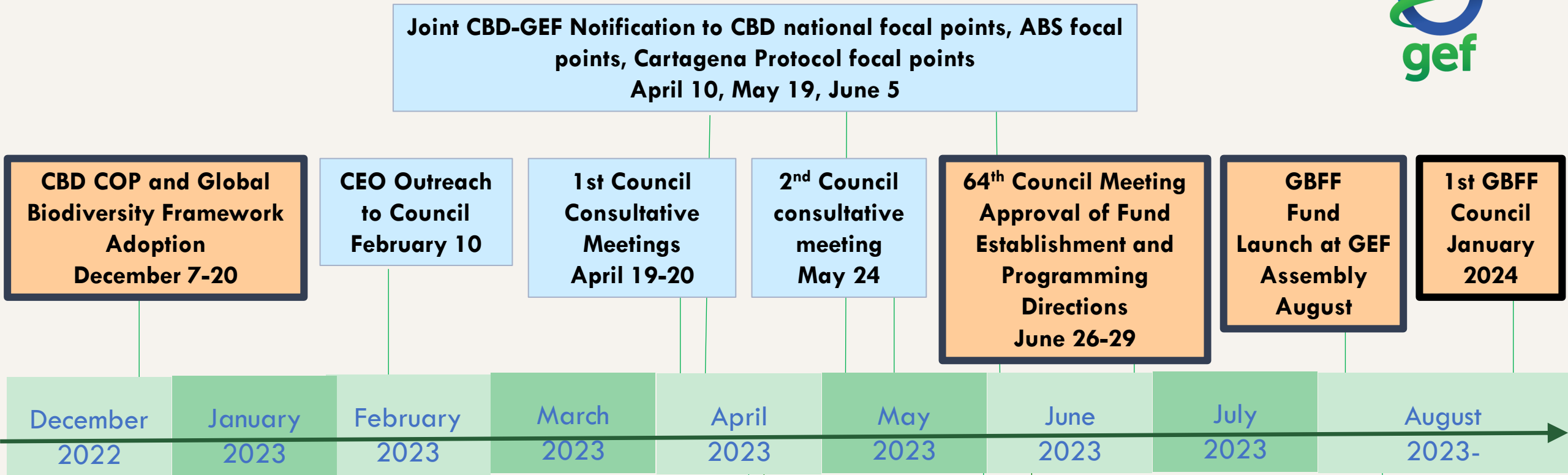
4

Additional activities by existing funds

- Governance: LDCF/SCCF Council
- \$ source: Same as LDCF/SCCF unless COP decides otherwise
- Access: Same as LDCF/SCCF
- Support: Within existing LDCF/SCCF programming strategy, with inclusion in next (GEF-9) strategy
- Required steps and time: Minimal, but financial sources/feasibility need clarification

Responsive to COP/CMA, with reporting and review as decided

Fund Establishment Timeline: GBF Fund Example



- 6 months from COP decision to Council decision for fund establishment
- Numerous consultations to solicit stakeholder perspectives
- Responsiveness to COP guidance in operationalization is key



Governance Arrangements: GBF Fund Example



Based on GEF policies and practices, with **flexibility to respond to COP decisions**

Governance

Funding sources

Project cycle and access



Advisory group(s) of non-sovereign participants and **Auxiliary body** of developing countries with areas of particular importance for biodiversity and ecosystem functions and services



GEF Council to meet as the Council for the GBF Fund: **GBF Fund Council**
(similar to LDCF/SCCF arrangements)



Expanded observers: Private sector; philanthropic and conservation organizations; Indigenous Peoples and local communities; youth group; women

Resources and Structure: GBF Fund Example



Set up to **accept contributions from all sources**, including sovereign, private finance, philanthropies, etc. with **policy and process requirements**



Informed by each country's response to **resource mobilization strategy**



Share for **IPLCs** set, **LDCs and SIDS** prioritized, **MDB and IFI** share established



Option to add programs (windows) during fund lifetime if such need arises

Response to COP guidance

As decided by Council

(Informed by SCCF window structure)

Feasibility and Sustainability of Funding Arrangement



- Clarify of COP/CMA decisions: governance, institutional set-up, programming priorities, timing...
- Sources of financing and their stability/viability
- Managing expectations
- Time
- Ease of establishing integrated programming among GEF family of funds, and enhancing complementarity with partners such as GCF