24th meeting of the Adaptation Committee

Agenda item 5a



Dialogue on addressing developing countries' capacity gaps in accessing adaptation funding

Concept note for part II

10-13 October 2023

I. Introduction and background

- At AC23, it was agreed to establish a continuous workstream on addressing gaps and needs in the formulation and implementation of NAPs.
- The AC decided to organize the dialogue with adaptation-related CBs on the progress made in addressing developing countries' capacity gaps in accessing adaptation funding and on possible ways to enhance further progress.
- Intersessionally, it was decided that the dialogue would be organized in two parts.

II. Proceedings of the first part of the dialogue

- The first part of the dialogue was held virtually on **10 July 2023** and focused on **the work of the adaptation-related CBs** and how it could address the identified capacity gaps in a synergistic and coherent manner.
- The AC and the LEG presented the capacity gaps and needs of developing countries which they had identified through their work and each CB shared its relevant past, current and planned work which could assist in addressing them.
- As a next step the AC agreed to develop a mapping of the work of the CBs to identify potential areas for synergies and collaboration and to develop a concept note for the second part of the dialogue.

III. Mapping of work relevant in addressing the capacity gaps

- The mapping revealed that the work of the CBs mainly focuses on the following areas:
 - Addressing the more general capacity gaps relating to e.g. enabling environments and navigating and accessing funding instruments and mechanisms;
 - Sharing of information, experience and lessons;
 - *Hands-on technical support and matchmaking activities with potential providers of support for a small set of selected countries and themes.

IV. Potential areas for further synergies and collaboration

- Based on the results of the mapping, the following areas provide opportunities for further synergy and collaboration among the CBs:
 - Ensure equitable regional/geographical distribution and coverage of their products and activities;
 - *Building more on each other's work and on the activities proposed in the submissions on this matter;
 - Enhance work in areas currently less covered (e.g. policies/regulations/mainstreaming of adaptation; determination of funding needs; navigating private as well as national sources of finance and related instruments; preparing fundable projects and proposals; ensuring capability of the funding seekers; using and managing funds);
 - Enhance matchmaking activities to match potential providers of support with the identified capacity gaps and needs;
 - Convene and encourage the collaboration with external experts and additional providers of support who can complement and take forward the work of the CBs in specific areas.

V. Approach to the second part of the dialogue

- The AC agreed to organize the second part of the dialogue as a broader event among the adaptation-related CBs and agencies, donors and NWP partners, open to Parties and observers.
- *Objective: encourage a more open discussion on how to further enhance developing countries' capacities ("solutions fair"), building on the findings of the first part of the dialogue.
- 2h virtual meeting with input presentations from other recent activities and initiatives on their experiences in addressing the capacity gaps and a discussion.

IV. Next steps – the AC may wish to...

- Consider the proposed approach for part II of the dialogue and provide further guidance on the agenda, participants, speakers, guiding questions and date;
- Consider ways to encourage follow-up activities;
- Consider options for taking stock of the agreed follow-up activities, e.g. at the 2024 AC Dialogue with adaptation-related constituted bodies or a separate event;
- Collaborate with the other adaptation-related CBs in organizing part II of the Dialogue.

