

Decision -/CMP.14

Report of the Adaptation Fund Board

The Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol,

Recalling decisions 1/CMP.3, 1/CMP.4, 2/CMP.10, 1/CMP.11 and 1/CMP.13,

1. *Takes note* of the annual report of the Adaptation Fund Board, including its addendum, and the information contained therein;¹
2. *Notes* the following information, actions and decisions relating to the Adaptation Fund Board presented in the report referred to in paragraph 1 above:
 - (a) The accreditation of 28 national implementing entities for accessing resources from the Adaptation Fund directly;
 - (b) Cumulative project and programme approvals reaching USD 476.8 million as at 30 June 2018;
 - (c) Funds available for new funding approvals amounting to USD 225.7 million as at 30 June 2018;
 - (d) The value of projects and programmes in the active pipeline estimated at over USD 270 million as at 30 June 2018;
 - (e) The approval, under the pilot phase of the readiness support package, of the first readiness support package grant (in July 2018), amounting to USD 100,000, to provide tailored technical assistance and capacity-building through a suite of tools for supporting developing country entities in accessing the Fund's resources through direct access;
 - (f) The approval of funding decisions for readiness grants amounting to USD 175,000, consisting of USD 150,000 in South–South cooperation grants and a USD 25,000 technical assistance grant for the environmental and social safeguards policy and the gender policy;
 - (g) The cumulative receipts of USD 753.5 million into the Adaptation Trust Fund, as at 30 June 2018, comprising USD 199.4 million from the monetization of certified emission reductions, USD 538.3 million from additional contributions and USD 15.8 million from investment income earned on the trust fund balance;
 - (h) The adoption, by the Board, of the first medium-term strategy for the Fund for the period 2018–2022 (in October 2017) and of an implementation plan for the strategy (in March 2018);
 - (i) The approval of eight single-country project/programme proposals submitted by implementing entities, totalling USD 39.0 million, including four proposals submitted by national implementing entities amounting to USD 10.3 million, one proposal submitted by a regional implementing entity to the amount of USD 10.0 million, and three proposals submitted by multilateral implementing entities to the amount of USD 18.6 million;

¹ FCCC/KP/CMP/2018/4 and Add.1, as requested in decision 1/CMP.13, paragraph 11.

(j) The approval of two regional (multi-country) projects, with total funding of USD 19 million, and the decision to provide funding up to the amount of USD 60 million for regional project and programme proposals in fiscal year 2019 (1 July 2018 to 30 June 2019);

(k) The contributions received from 1 July 2017 to 30 June 2018, amounting to USD 95.9 million, from Germany, Ireland, Italy and Sweden, and the Brussels-Capital and Walloon Regions of Belgium;

3. *Also notes* the total amount of USD 95.9 million in contributions made to the Adaptation Fund in 2017, surpassing the fundraising target of the Adaptation Fund Board of USD 80 million for the 2017 calendar year;

4. *Welcomes* the financial pledges to the Adaptation Fund made by the European Union, France, Germany, Ireland, Italy, New Zealand, Sweden, the Brussels-Capital and Walloon Regions of Belgium, equivalent to USD 129.0 million;

5. *Notes* that, with the pledges referred to in paragraph 4 above, the fundraising target of the Adaptation Fund Board of USD 90 million for the 2018 calendar year has been surpassed;

6. *Reiterates* its concern regarding the issues related to the sustainability, adequacy and predictability of funding for the Adaptation Fund due to the current uncertainty about the prices of certified emission reductions;²

7. *Also reiterates* the encouragement of the scaling-up of financial resources, including the provision of voluntary support, that are additional to the share of proceeds levied on certified emission reductions, in order to support the resource mobilization efforts of the Adaptation Fund Board with a view to strengthening the Adaptation Fund;³

8. *Welcomes with appreciation* the Adaptation Fund Board's consideration of and report on linkages to other funds to ensure coherence and complementarity;⁴

9. *Encourages* the Adaptation Fund Board to continue, in line with its existing mandate, its consideration of linkages between the Adaptation Fund and other funds;

10. *Also encourages* the Adaptation Fund Board to continue its efforts to enhance complementarity and coherence with other funds both under and outside the Convention, including to better align processes and leverage financing;

11. *Requests* the Adaptation Fund Board to report on any outcomes related to paragraphs 9 and 10 above to the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its fifteenth session (November 2019).

² Decisions 2/CMP.12, paragraph 6, and 1/CMP.13, paragraph 6.

³ Decision 1/CMP.13, paragraph 7.

⁴ FCCC/KP/CMP/2018/4, paragraphs 45–56, and FCCC/KP/CMP/2018/4/Add.1, paragraph 18.