

CLIMATE FINANCE Needs-Based Finance Project



Description of (please check one)	Project <input checked="" type="checkbox"/>	Programme <input type="checkbox"/>	Initiative <input type="checkbox"/>	Funding Facility <input type="checkbox"/>
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The proposal should be no more than 3 pages in length.

Term	Details								
Project Title	Enhanced Climate Resilient Land and seascapes for improved productivity and ecosystem services								
Countries	Burundi, Kenya, Rwanda, South Sudan, Uganda, and United Republic of Tanzania.								
Date	July, 2022								
Purpose of the Project	The purpose of this project is to improve the landscapes' climate resilience to increase land productivity, especially for small-scale farmers, ecosystem and ecosystem services and increase access to diversified livelihood options and thus reduce poverty levels in the target communities.								
The Project	<p>The project will support:</p> <ul style="list-style-type: none"> (i) Adoption and upscaling proven climate smart agriculture practices, land restoration, coastal ecosystems and watershed management activities such as soil and water conservation measures, gully rehabilitation, establishment of green corridors, area closure management and use, establishment of plantation blocks, and enrichment of degraded pasture and rangeland, the later will increase the carbon sequestration potential and enable the reduction of emissions from forestry and land use change through incorporating the implementation of agroforestry practices. (ii) Institutions to enhance integrated knowledge management and Last Mile Delivery of authentic information for better decision making up to grassroot level. (iii) Enhance diversification of livelihood and connection of farmers to support systems and services such as value addition technology, market development and access to traditional and non-traditional finance. 								
Theme (please select one)	Adaptation <input type="checkbox"/>	Mitigation <input type="checkbox"/>	Cross-cutting <input checked="" type="checkbox"/>						
Project Sector / Sub-Sector	Agriculture, Forestry and Land use								
Project Sponsor(s)	East African Community, Partner States								
Target Investor(s)	IFAD, GCF, AF, GEF								
Project Amount and Currency	USD 210 million								
Financial requirements/funds needed	<p>Table setting out what the proceeds of the financing provided for the project would be used for, e.g. planning, design, development of XX GW of onshore wind at locations Z Y. Note: ballpark estimate of costs only, converted to USD.</p> <table> <tr> <th>Element</th><th>Budget (USD millions, 1 decimal place)</th><th>Financing instrument and required for: (To the extent known, what type of financing is needed for each phase, e.g. equity, debt, grants)</th></tr> <tr> <td> </td><td> </td><td> </td></tr> </table>			Element	Budget (USD millions, 1 decimal place)	Financing instrument and required for: (To the extent known, what type of financing is needed for each phase, e.g. equity, debt, grants)			
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	Project phase	[USD 210.0]	Grant for Investment in Climate Smart agriculture coastal restoration and land restoration/watershed mgt. Resilient Livelihoods as well as project management
	TOTAL		[USD 210]
	Investment already mobilized		[0.00]
Project status	Level of project development which has already occurred: <input type="checkbox"/> Feasibility study, <input type="checkbox"/> Consultation with stakeholders, <input type="checkbox"/> Approvals/licensing <input checked="" type="checkbox"/> Others (ideation)		
Local planning context	Project is being supported by the EAC Secretariat and member states as one of the priority transboundary projects. The project will be implemented by communities and local government authorities that have ownership of the land across the six EAC Partner states. The local government authorities of each member state will be involved.		
Policy targets and incentives	The project targets the implementation of key policy instruments of the EAC in particular the Climate Change Policy and the EAC Climate Change Master Plan (EACCCMP) 2011 – 2031 both of which aim to ensure that the people, the economies and the ecosystems of the EAC Partner States are climate resilient and adapt accordingly to climate change. The project will also enhance the Implementation of NDCs, NAPs and National Communications of the member states in the context of meeting the objectives of the UN Framework Convention on Climate Change, Paris Agreement and SDGs.		
Climate results	Mitigation benefits: The proposed project activities are expected to lead to GHG emissions reduction (calculations will be done during the preparation of the concept note) due to carbon sequestration/ enhanced carbon storage as a result of improvements to grasslands, coastal ecosystems, watersheds and forestry management. The project will also implement a range of activities to reduce emissions, including implementation of strategic supplementation and manure/inputs management for reduction of CO2 and methane emissions while practicing climate smart agriculture and better livestock development.		
	Adaptation benefits: This Project will improve climate resilience and land productivity, as well as improve access to diversified sources of income in selected vulnerable rural major watersheds in the EAC member states. The project scales up initiatives with demonstrated climate value and co-benefits and pilots' new innovations. The proposed interventions target rural livelihood productivity and resilience through sustainable land management, high sequestration forestry management practices, enhanced land tenure, gender-sensitive livelihood initiatives which contributes to removing barriers to women's ownership of and control over assets value chains for long-term project sustainability.		
	The project will benefit about 4,000,000 Households (20 million people) facing land tenure and water insecurity in climate vulnerable rural watersheds within each partner state, including indirect beneficiaries within a targeted population of close to 60 million people. Communities and other stakeholders will benefit from extensive training and sensitization on climate change adaptation and mitigation.		
Contact	Website. www.eac.int ; info@eac.int ; Ladislaus Kyaruzi Leonidas: Email: kleonidas@eac.int		
Other	Similar projects (such as the Landscape management and forestry restoration project in Uganda) were funded by the GCF. The project is under implementation and will be a good learning ground to address any barriers that might face this project.		

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Description of (please check one)	Project <input checked="" type="checkbox"/>	Programme <input type="checkbox"/>	Initiative <input type="checkbox"/>	Funding Facility <input type="checkbox"/>													
Term	Details																
Project Title	Long-term capacity building programme for better project development and implementation																
Countries	Burundi, Kenya, Rwanda, South Sudan, Tanzania, and Uganda																
Date	March 2022																
Purpose of the Project	The programme will enhance the capacities of national and regional experts, and institutions, also establish the infrastructure required to address key challenges to project development and implementation.																
The Project	<p>The programme will capacitate approximately five hundred staff from Ministries of Finance and Planning; Environment and climate change Departments/Institutions; National Financial Institutions; and EAC Secretariat Focal Points through trainings and or provision of relevant user-friendly knowledge products. The training will among others focus on UNFCCC climate change governance process, International Financial Institutions and mechanisms, financial structuring climate finance aspects, tracking and mainstreaming climate change in development planning.</p> <p>The project will also strengthen key infrastructure and platforms to establish centralized baseline information, generate science-based multi-hazard weather and climate risk information; facilitate a multi-hazard impact-based forecasting and early warning system to support evidence-based project design, tracking of impact of investments, and facilitate climate-proofing development.</p>																
Theme (please select one)	Adaptation <input type="checkbox"/>		Mitigation <input type="checkbox"/>	Cross-cutting <input checked="" type="checkbox"/>													
Project Sector / Sub-Sector	Finance, Capacity Building																
Project Sponsor(s)	East African Community																
Target Investor(s)																	
Project Amount and Currency	USD 85,300,000																
Financial requirements/funds needed	<table border="1"> <thead> <tr> <th>Element</th> <th>Budget (USD millions, 1 decimal place)</th> <th>Financing instrument and required for:</th> </tr> </thead> <tbody> <tr> <td>Project phase A</td> <td>0.3</td> <td rowspan="3">Grants</td> </tr> <tr> <td>Project phase B</td> <td>85.0</td> </tr> <tr> <td>TOTAL</td> <td>18.3</td> </tr> <tr> <td>Investment already mobilized</td> <td>0.0</td> <td></td> </tr> </tbody> </table>				Element	Budget (USD millions, 1 decimal place)	Financing instrument and required for:	Project phase A	0.3	Grants	Project phase B	85.0	TOTAL	18.3	Investment already mobilized	0.0	
Element	Budget (USD millions, 1 decimal place)	Financing instrument and required for:															
Project phase A	0.3	Grants															
Project phase B	85.0																
TOTAL	18.3																
Investment already mobilized	0.0																
Project status	Project not yet started. Experts from partner states have agreed to make this a priority project. The EAC Secretariat has also been consulted on the project																
Local planning context	Project is being coordinated by the EAC Secretariat as one of the priority regional projects. The project will be implemented by the EAC Secretariat, MDAs, local governments, local communities, Training Institutes, the Private Sector and NGOs.																

Policy targets and incentives	The project targets the implementation of the EAC Climate Change Strategy; Countries' NDCs, NAPs and (NAPAs for LDCs) and other policy documents related to climate change as identified in the Climate Finance Strategy.
Climate results	The project will enable experts to enhance their capacities in accessing climate finance, including the ability to write internationally acceptable and bankable climate change mitigation and adaptation projects, which will result in more funding for climate action in the countries. The project will also enhance climate change processes and governance knowledge and provide analytical tools for the government experts to analyze climate and socio-economic data, and integrate climate change in development planning in their countries and at EAC secretariat level.
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Contact	Website. www.eac.int ; info@eac.int ; Ladislaus Kyaruzi Leonidas: Email: kleonidas@eac.int
Other	



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Description of (please check one)	Project <input type="checkbox"/>	Programme <input checked="" type="checkbox"/>	Initiative <input type="checkbox"/>	Funding Facility <input type="checkbox"/>						
Term	Details									
Project Title	Enhancing Private Sector participation in the Implementation of NDCs									
Countries	All Partner States									
Date	2022/2023									
Purpose of the Project	To attract and accelerate private investments in regional priority subsectors to enable the achievement of NDC sectorial targets.									
The Project	<p>The project will comprise two main components, first; analysis of country-specific NDC sectorial targets and technology needs for which potential business opportunities will be documented; and second; developing a regional portfolio of NDC investments and developing harmonized incentives and public-private partnership guidelines specific to these investments.</p> <p>It will seek to address information and coordination challenges that hinder the private sector from participating in NDC implementation by, among others, analyzing and disseminating regional market prospects and government green fiscal policy and climate related investment opportunities and incentives. On the other hand, a regional portfolio approach can will be used so as to potentially lower the overall investment risk in some individual Partner States.</p> <p>The project outputs will be presented to investor forums and an appropriate committee shall manage investor relationship to ensure fair competition and transparent dealing in accordance with regional and national standards. Interested investors will also be supported in completing legal requirements, developing business plans and mobilizing incremental (climate) finance.</p>									
Theme (please select one)	Adaptation <input type="checkbox"/>	Mitigation <input type="checkbox"/>	Cross-cutting <input checked="" type="checkbox"/>							
Project Sector / Sub-Sector	Energy, Transport, Agriculture, Industry, Waste and Blue Economy									
Project Sponsor(s)	TBC. Target include: the World Bank Group and African Development Bank as this Project would create new clients for their private sector lending arms; UNDP since it has undertaken related work; East African Chamber of Commerce, Industry and Agriculture; National Investment Authorities and the Eastern Africa Association. EAC CC Fund									
Investor(s)	None confirmed yet.									
Project Amount and Currency	USD 10 million									
Financial requirements/funds needed	<table border="1"> <tr> <th>Element</th> <th>Budget (USD millions, 1 decimal place)</th> <th>Financing instrument and required for:</th> </tr> <tr> <td>NDC regional investment opportunities analysis and documentation</td> <td>0..5</td> <td>Grant</td> </tr> </table>				Element	Budget (USD millions, 1 decimal place)	Financing instrument and required for:	NDC regional investment opportunities analysis and documentation	0..5	Grant
Element	Budget (USD millions, 1 decimal place)	Financing instrument and required for:								
NDC regional investment opportunities analysis and documentation	0..5	Grant								

	Technical Assistance (business development serves)	8.0	Grant
	Marketing (investor roundtables)	1.5	Grant
	TOTAL	10.0	
	Investment already mobilized	—	—
Project status	Idea		
Local planning context	In addition to the NDC alignment, the programme will reinforce the 6 th EAC Development Strategy and the EAC Industrialization Policy.		
Policy targets and incentives	<p>Most Partner States already have some form of regulation or incentives in place that favour low carbon and climate resilient investments. For energy sector regulation, see table 10 of the Technical Annex, for example, Kenya intends to develop a Green Fiscal Policy Incentives framework as well as establishing an ETS.</p> <p>These investment opportunities identified (investors) will benefit from concessional funding from domestic climate finance sources; such as; Green Banks/dedicated National Financing Vehicles (e.g. in Rwanda and Uganda), the EAC Climate Fund (once it is operational), as well as the multiple international sources.</p>		
Climate results	This is an instrumental programme which doesn't result in direct climate change adaptation, resilience, or emission reductions.		
Contact	Website: www.eac.int ; info@eachq.org ; Ladislaus Kyaruzi Leonidas: Email: kleonidas@eachq.org		
Other	Related work has been recently undertaken by UNDP's Global NDC support programme, which conducted some national sector specific assessments of private sector investment potential in <u>Kenya</u> and <u>Uganda</u> .		

Note: This represents a wish list of priority regional projects that need to be further developed into substantive concept notes and project proposals.

