

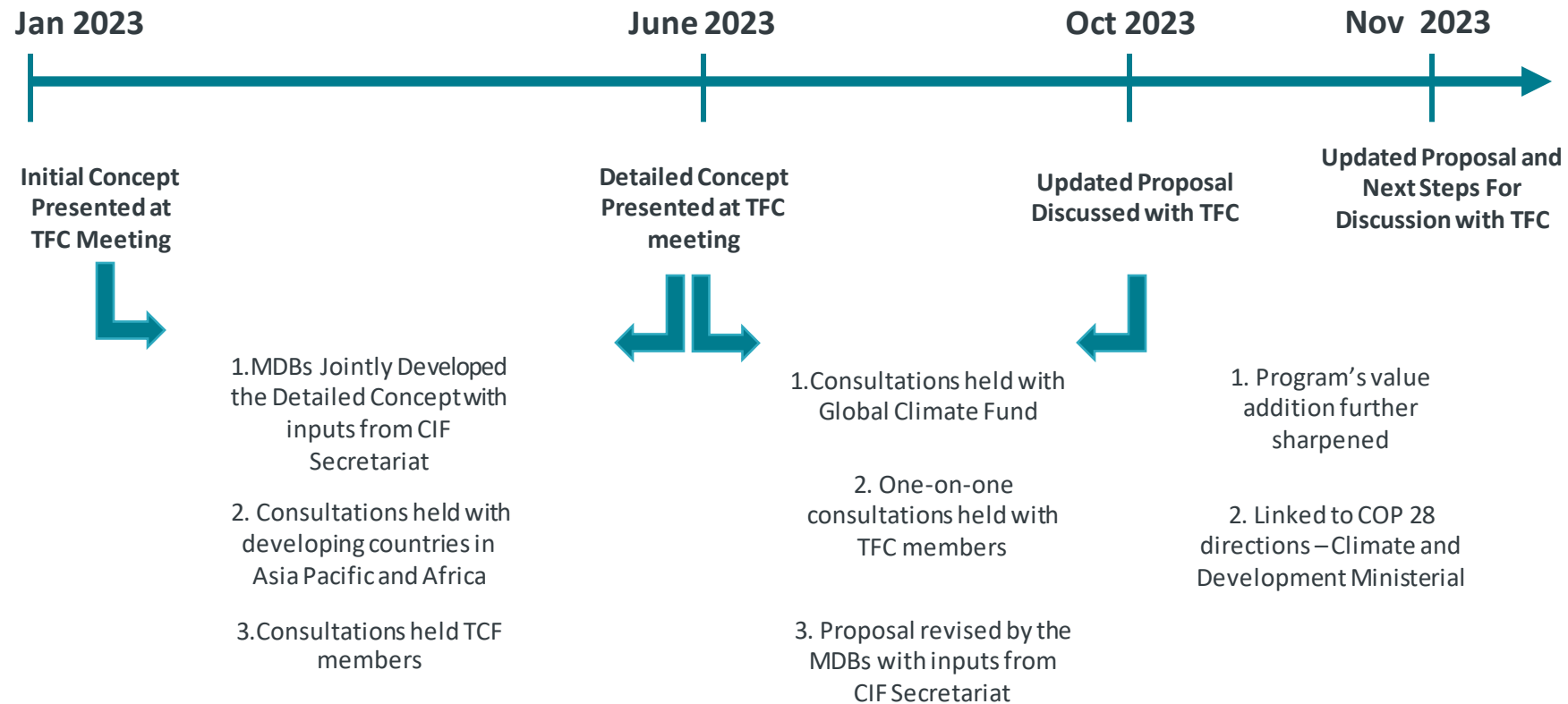


Climate Resilience Program

Advancing Transformation Adaptation to Build Resilience at Scale



Development Process of the Proposed Climate Resilience Program (CRP)



Key Inputs Received from TFC

A. Recipient Countries

- Adaptation is of **critical** importance and “**time is running out to adapt**”
- Proposed program can fill a critical gap and be a “**quicker window**” for accessing adaptation financing.
- Can help **leverage larger volume of financing** on adaptation through the MDB systems.
- Support to enable access from the **global climate funds** and the **private sector**.

B. Contributor Countries

- **Value addition** of the program compared to what other global climate funds are supporting.
- How will the program **work closely with global climate funds** and not contribute to the existing fragmentation?
- Link between the program and ongoing discussions on **loss and damage fund**.
- How can program fill critical gap related to **adaptation outcomes** and **private sector** engagement in adaptation?

Inputs Received from the Global Climate Funds

A. Welcomes the proposed CRP

- CRP aligned with the **directions of global climate funds** – transformational, systems and integrated approach.
- Welcomes the proposed direction of enabling **joint programming** through upstream support.
- Keen to further discuss how to **align the results framework** of the proposed CRP with that of the global funds.

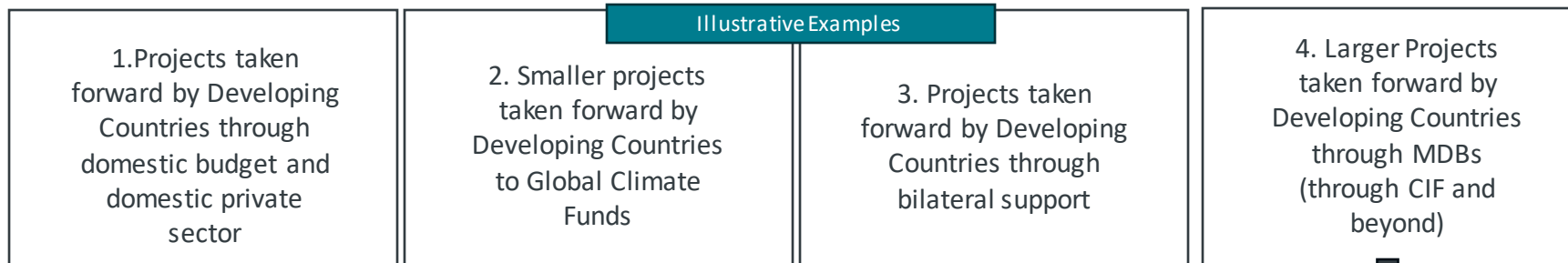
B. Articulated value addition of the CRP

- Being implemented through MDBs, CRP can embed adaptation investments within wider **country planning and financial systems** thereby **leveraging further financing for adaptation** and **aligning wider financial flows** with adaptation goals.
- Use of a wide range of **financing instruments** to pursue adaptation focusing on outcomes.
- Systematic engagement of the **private sector** for adaptation.

Concept Design of the CRP

CRP Component 1: Undertake Climate Resilience Diagnostics and Investment Planning for Impact

Country Led Climate Adaptation Investment Strategies/Plans Embedded with Country PFM systems



CRP Component 2: Finance Investments that Enable Adaptation

- Undertake project preparation (*e.g., project preparation facilities for the private sector*)
- Finance priority adaptation investments (*e.g., dedicated investments in coastal resilience, climate resilience and health systems*)
- Provide grants for pro-poor resilience, women-led resilience, new technology (*e.g., grants for women-led resilient MSMEs*)
- Strengthen institutional capacity building (*e.g., strengthen capacity of local institutions on adaptation*)

CRP Component 3: Build Country Systems to Manage Residual Risk

- Support investments to manage residual risk (*e.g., investments in end-to-end early warning systems*)
- Strengthen policy environment for residual risk management (*e.g., policy to link internal migration with social protection*)
- Implement disaster risk financing solutions (*e.g., investments in agriculture insurance*)
- Engage private sector in residual risk management (*e.g., business continuity planning for MSMEs*)

Value Addition of the CRP

A. Call from developing countries?

- Adaptation finance needs to be **longer-term** and **programmatic and** delivered through **countries planning and fiscal system**.
- Adaptation is a **process** and financing for adaptation need to support such process.
- Systematic engagement of the **private sector** is critical for adaptation.
- **Harmonized procedures** to access adaptation finance.

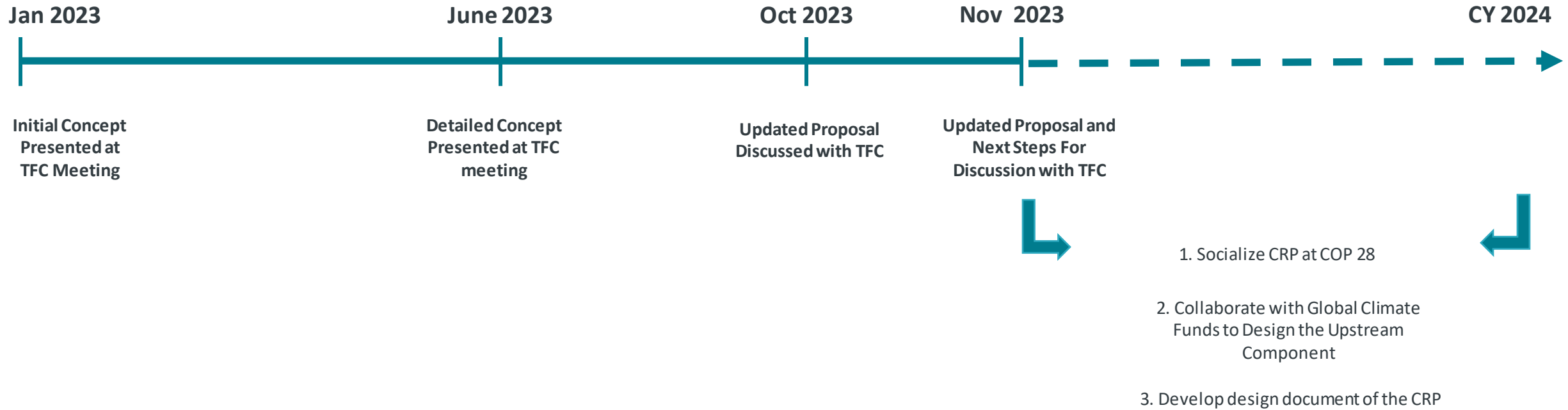
B. How will the CRP respond to the call from developing countries?

- Delivered through **country systems** focusing on **outcomes** and combination of **upstream planning** and **downstream investments**.
- Pursue **programmatic approaches** in financing adaptation using different **financing modalities** and engaging the **private sector**.
- Promote **joint upstream programming** – countries, MDBs, Global Climate Funds (CIF, GCF, AF, GEF)

C. Why is the CIF the appropriate “home” for responding to the call from developing countries?

- MDB's have **access and expertise to strengthen country planning and fiscal systems** for delivering adaptation at scale.
- Joint upstream programming led by countries and supported by the MDBs will be able to **influence, leverage and align wider MDB pipelines (beyond CRP)** to adaptation needs identified by countries. (link to MDB work on country platforms)
- Demonstrate use of **innovative financing modalities** available to the MDBs for scaling up adaptation and attract private sector.

CRP Next Steps (Subject to TFC Decision)



CIF



CLIMATE INVESTMENT FUNDS

Investing in the future

