National Climate Finance Tracking

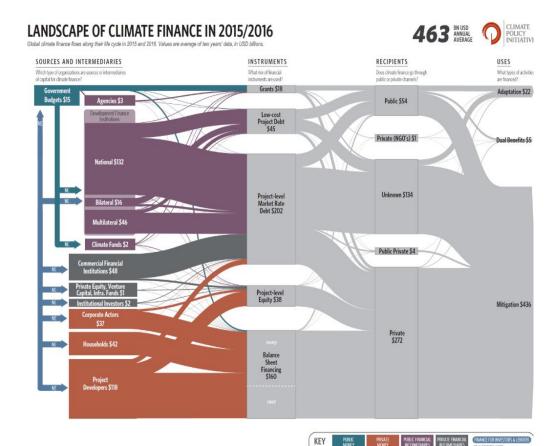
Chavi Meattle | Analyst, CPI Climate Finance March 15, 2019



Climate Policy Initiative

1

TRACKING FINANCE



TRANSFORMATIVE FINANCE



Driving Sustainable Investment

3

EFFECTIVENESS

Agenda

- Current status of national landscape tracking
- Lessons and best practices from national landscapes
- CPI's national tracking plans

Cote D'Iviore REDD+ Finance Landscape

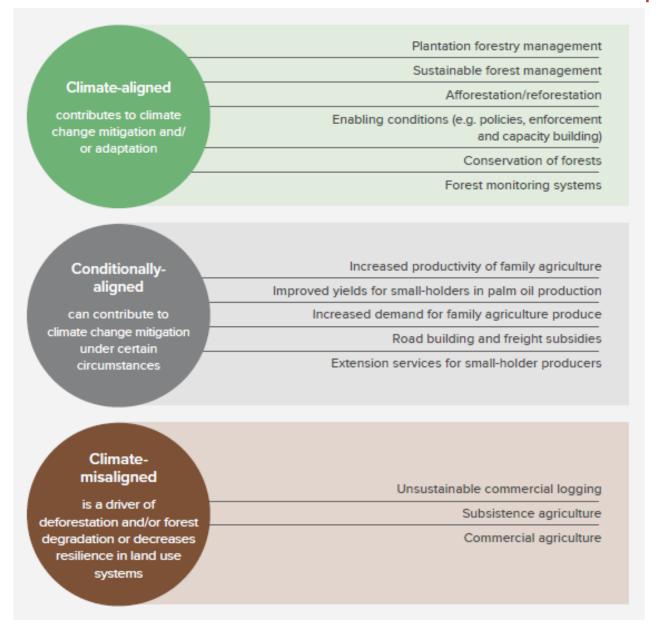
THE LANDSCAPE OF REDD+ ALIGNED FINANCE FCFA 16.8 BN REDD+ **IN CÔTE D'IVOIRE IN 2015** FCFA 84.2 BN TOTAL GREY FLOW INSTRUMENTS USES SOURCES AND INTERMEDIARIES DISBURSEMENT CHANNELS MITIGATION GOVERNMENT REVENUES BUDGET **EXPENDITURE** 11.9 bn 19.6 bn **TECHNICAL** MINISTRIES OVERNMENT 57.7 bn 22.2 bn AGRICULTURAL **TREASURY BILATERAL DF** INTENSIFICATION 92.8 bn 84.6 bn AGENCY/FUND **GRANTS** NATIONAL FUNDS 53.7 bn OCAL GOVERNMENT IULTILATERA DFI SUSTAINABLE FOREST MANAGEMENT 42.4 bn PUBLIC AGENCIES RESTORATION/REFORESTATION SUSTAINABLE ENERGY SUSTAINABLE MINING REGIONAL DFI OTHERS/MULTIPLE ENTERPRISES WITH PUBLIC CAPITAL (0.03 bn) LOANS OTHER 27.7 bn ENABLING ENVIRONMENTS INDUSTRY ASSNS. & FUND: LAND PLANNING LAND TENURE **SECTOR** GREEN PLANNING SUPPORT MRV, TRACEABILITY CAPACITY BUILDING **EQUITY PRODUCERS** OTHERS/MULTIPLE KEY PROGRAMME **ONU-REDD** REDD+ aligned activities are those that clearly REDD+ **PUBLIC** ?: UNKNOWN contribute to reducing deforestation drivers and ALIGNED FLOWS to enhancing and protecting forest cover. Grey activities are those that could contribute to PUBLIC FINANCIAI **IMPACTUM** maintaining and enhancing Côte d'Ivoire's forests

Key Steps

- Developing a working definition for land use
- ✓ Tracking green and grey/conditionally aligned flows
- Capturing disbursements
 than commitments
- Extensive stakeholder engagement

if certain enabling conditions were in place.

Cote D'Iviore REDD+ Finance Landscape



Key Steps

- ✓ Developing a working definition for land use
- ✓ Tracking green and grey/conditionally aligned flows

Cote D'Iviore REDD+ Finance Landscape

THE LANDSCAPE OF REDD+ ALIGNED FINANCE FCFA 16.8 BN REDD+ **IN CÔTE D'IVOIRE IN 2015** FCFA 84.2 BN TOTAL GREY FLOW INSTRUMENTS USES SOURCES AND INTERMEDIARIES DISBURSEMENT CHANNELS MITIGATION GOVERNMENT REVENUES BUDGET **EXPENDITURE** 11.9 bn 19.6 bn **TECHNICAL** MINISTRIES OVERNMENT 57.7 bn 22.2 bn AGRICULTURAL **TREASURY BILATERAL DF** INTENSIFICATION 92.8 bn 84.6 bn AGENCY/FUND **GRANTS** NATIONAL FUNDS 53.7 bn OCAL GOVERNMENT IULTILATERA DFI SUSTAINABLE FOREST MANAGEMENT 42.4 bn PUBLIC AGENCIES RESTORATION/REFORESTATION SUSTAINABLE ENERGY SUSTAINABLE MINING REGIONAL DFI OTHERS/MULTIPLE ENTERPRISES WITH PUBLIC CAPITAL (0.03 bn) LOANS OTHER 27.7 bn ENABLING ENVIRONMENTS INDUSTRY ASSNS. & FUND: LAND PLANNING LAND TENURE **SECTOR** GREEN PLANNING SUPPORT MRV, TRACEABILITY CAPACITY BUILDING **EQUITY PRODUCERS** OTHERS/MULTIPLE KEY PROGRAMME **ONU-REDD** REDD+ aligned activities are those that clearly REDD+ **PUBLIC** ?: UNKNOWN contribute to reducing deforestation drivers and ALIGNED FLOWS to enhancing and protecting forest cover. Grey activities are those that could contribute to PUBLIC FINANCIAI **IMPACTUM** maintaining and enhancing Côte d'Ivoire's forests if certain enabling conditions were in place.

Key Steps

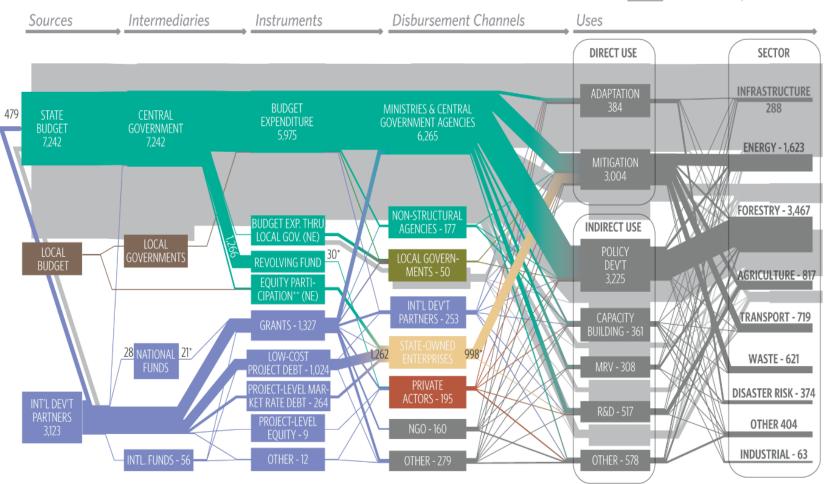
- Developing a working definition for land use
- ✓ Tracking green and grey/conditionally aligned flows
- ✓ <u>Capturing disbursements</u> than commitments
- Extensive stakeholder engagement

Indonesia Public Climate Finance Landscape

THE LANDSCAPE OF PUBLIC CLIMATE FINANCE IN INDONESIA IN 2011 - IDR 8,377 BN TOTAL



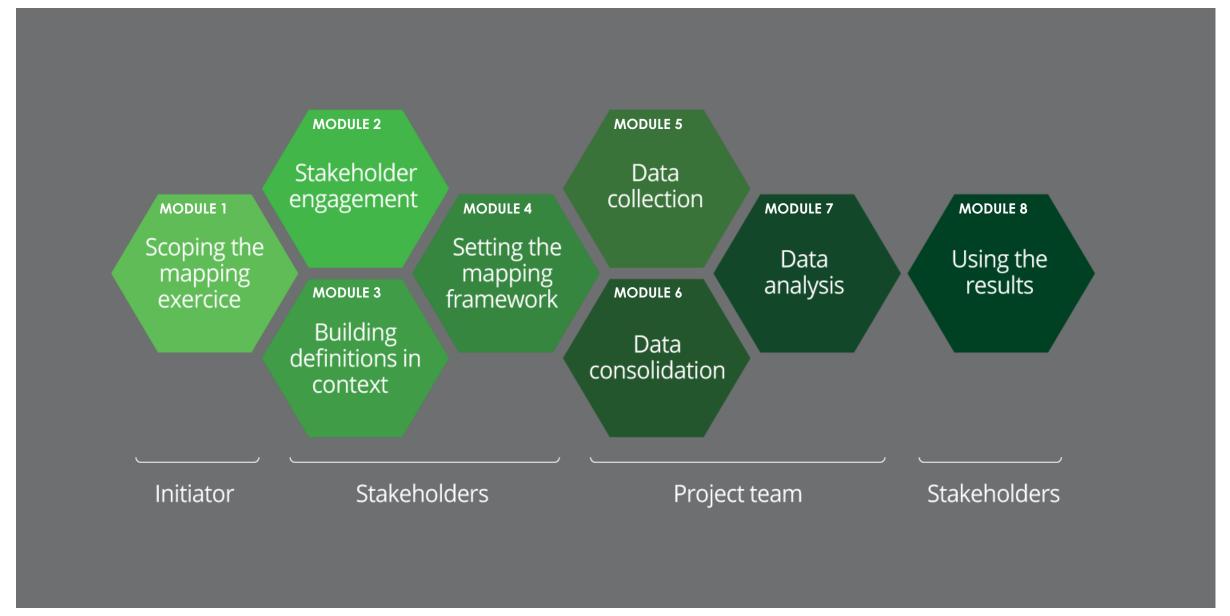




Key Steps

- ✓ Baseline of public spending for climate action to inform investment planning and to track resource mobilization
- ✓ Led to <u>budget tagging</u> for climate change activities

CPI & EFI's Land-use Finance Tool





Example of Differences in Definitions

Nuclear?

Electric vehicle and hybrids?

Investment in manufacturing (e.g. wind turbines)

Fossil fuel-based lower-carbon and energy-efficient generation (e.g., efficient coal plants)

EV Charging infrastructure

Contributing' fossil fuel investments

Primary and secondary market transactions?

Policy-induced revenue support mechanisms?

Brown flows all or same sources?

CPI's Plan for National Tracking

- 1. Build national landscapes for high impact countries:
 - Kenya Landscape (GNIplus) Public & Private, Q4 2019
 - Indonesia Landscape Public & Private, Q4 2019
 - India Landscape, Q2 2020
- 2. Provide technical guidance to developing countries in building their climate finance landscapes
- 3. Build a National Climate Finance Toolkit, Q2 2019
- 4. Establish a **Climate Finance Tracking Group**
- Guidance note on different sectoral definitions (MDB-IDFCs, CBI Taxonomy, CPI)

Thank you

