



CLIMATE
INVESTMENT
FUNDS

PPCR Fundamentals

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Outline of Presentation

I. Background

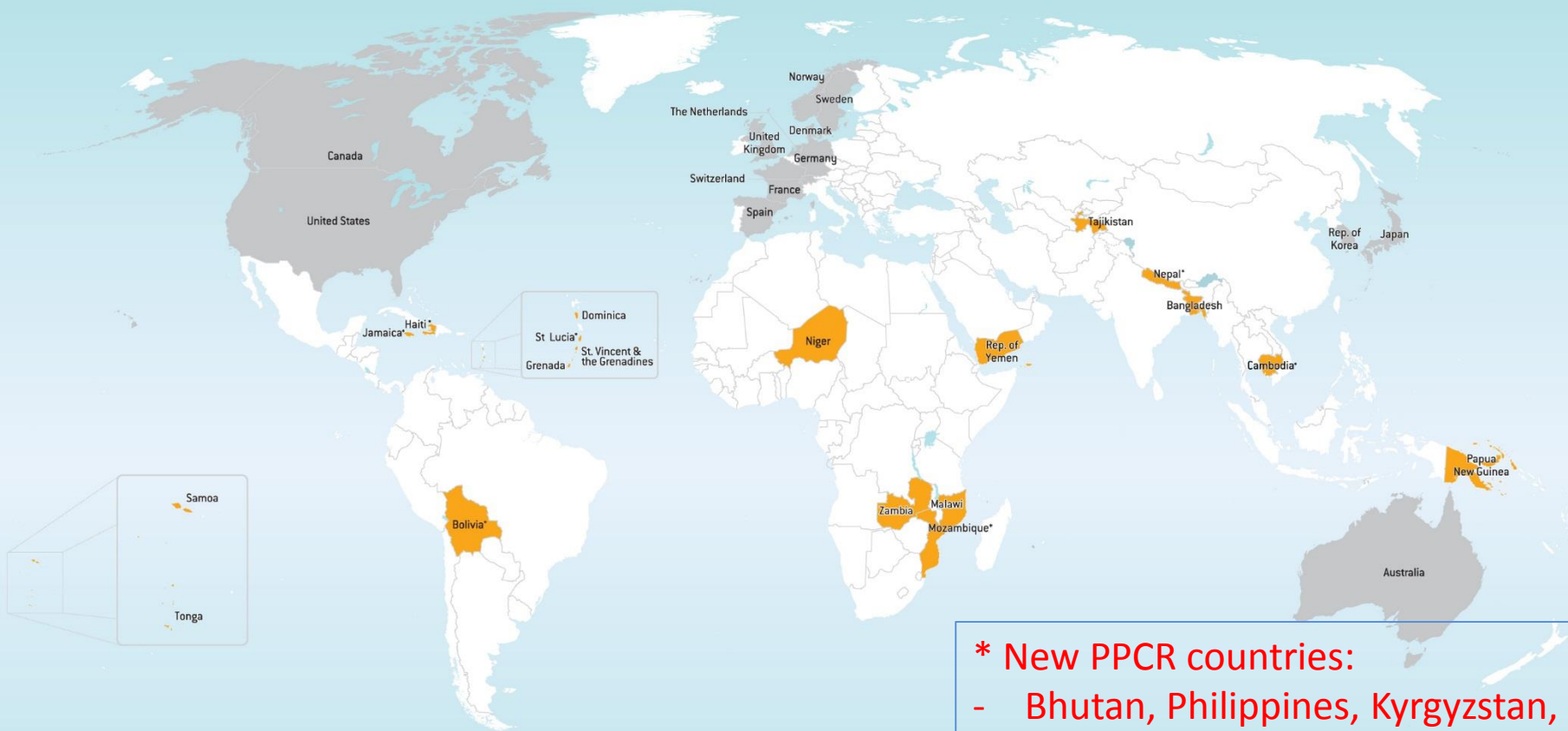
II. Key Aspects of SPCR Development Process

- ❖ Getting organized
- ❖ Content of SPCR

III. Discussion



PPCR IN ACTION



*** New PPCR countries:**

- Bhutan, Philippines, Kyrgyzstan, Malawi, Gambia, Uganda, Rwanda, Madagascar, Ethiopia & Honduras

MDB PARTNERS



CIF CONTRIBUTOR
* Project(s) being supported by CIF dedicated private sector funding.

† Fund pledges are based on exchange rates in September 2014. This map was produced by the World Bank. The boundaries, colors, denominations, and any other information shown on this map do not imply, on the part of the World Bank Group, any judgment on the legal status of any territory, or any endorsement or acceptance of such boundaries.



PPCR – Objective of the Program

PPCR Overall Objective

- mainstream climate resilience into core development planning for transformation at scale

What are the expected outcomes of PPCR?

- Improved capacities for the **integration of climate resilience** into planning, processes, and implementation (as appropriate to each country);
- increased **consensus on an approach to climate resilient development** appropriate to each country;
- increased **finance availability** (e.g., scaled-up investment commitment) in approaches to climate resilient development;
- enhanced **learning and knowledge sharing** on integration of climate resilience into development, at the country, regional and international levels.



PPCR: Road to Country Selection

November
2014

- The PPCR Sub-Committee agreed to the selection of new PPCR pilot countries

January 2015

- Invitations to submit expression of interest (EOIs) to join the PPCR sent out

March 2015

- 33 country and 1 regional EOIs received and reviewed by an Expert Group (EG)
- 3 overall criteria: (a) exposure to climate risks and hazards, (b) enabling environment, (c) institutional capacity

* New PPCR countries:

- Bhutan, Philippines, Kyrgyzstan, Malawi, Gambia, Uganda, Rwanda, Madagascar, Ethiopia & Honduras

April 2015

- Final report of the Expert Group released, identifying 15 countries with the highest aggregated scores
- 9 are in Africa, 3 in Latin America, 1 in East Asia, 1 in South Asia and 1 in Central Asia.

May 2015

- The Sub-Committee approved 10 highest ranking countries based on EG Report.
- Additional 5 to 6 countries may be considered, depending on resource availability.



PPCR – Decision of the Committee

THE COMMITTEE DECISION:

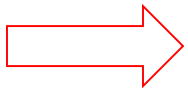
- the Sub-Committee further agrees that up to **USD 1.5 million may be provided to each of the new pilot countries selected to enable them to take a leadership role in working with the MDBs to develop their full strategic program for climate resilience (SPCRs).**
- The Sub-Committee recognizes that at present there is not sufficient funding under PPCR to finance the projects and programs that may be proposed in the SPCR but notes its expectation that there will be **climate finance available to fund high-quality projects and programs.**
- The Sub-Committee requests the MDBs and new pilot countries to **design the SPCRs to attract funding from other sources, including the GCF, in addition to any resources that may become available in the PPCR.** The Sub-Committee also encourages further collaboration between PPCR pilot countries, MDBs, the GCF and the CIF Administrative Unit on the development of SPCRs to facilitate compatibility with GCF's future investment criteria.



PPCR – Questions from Countries

Questions:

- What does being a new PPCR country mean?
- What do I have to do?
- What is our role? And how do we move forward?
- What concrete outputs are expected?

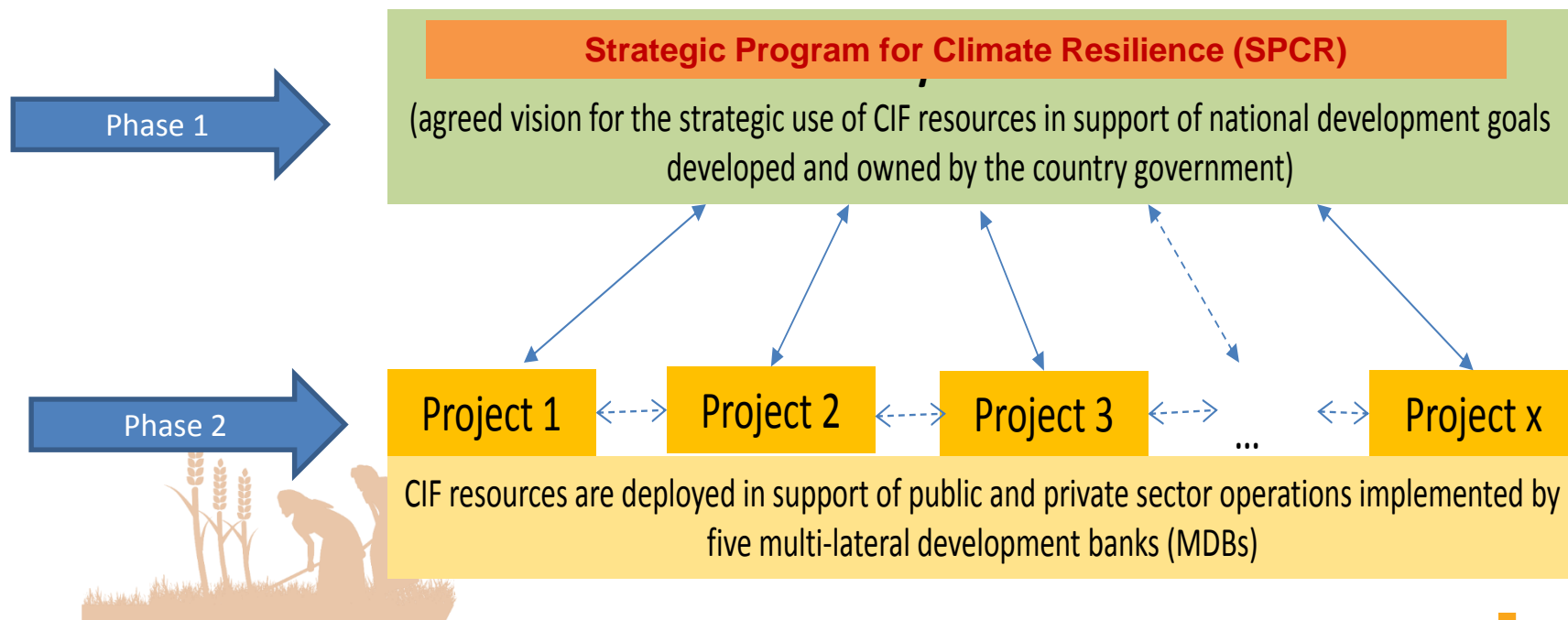


To mobilize the \$1.5M, the MDBs, and CIF processes to put in place a Strategic Program for Climate Resilience.



PPCR – Business Model

Objective: a program to mainstream climate resilience into core development planning to initiate transformational change in sectors of the economy



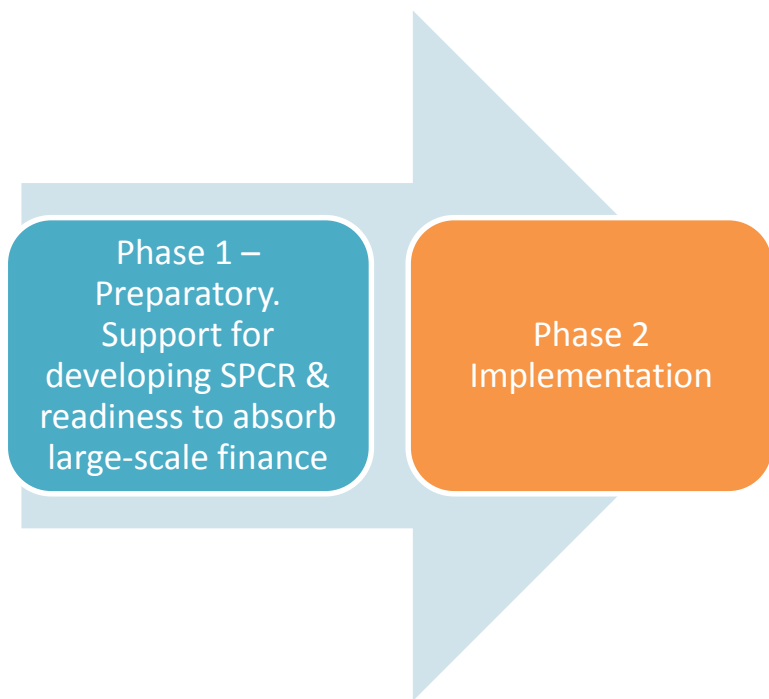
Keep in mind the Programmatic Thrust; not just a project!



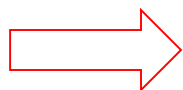
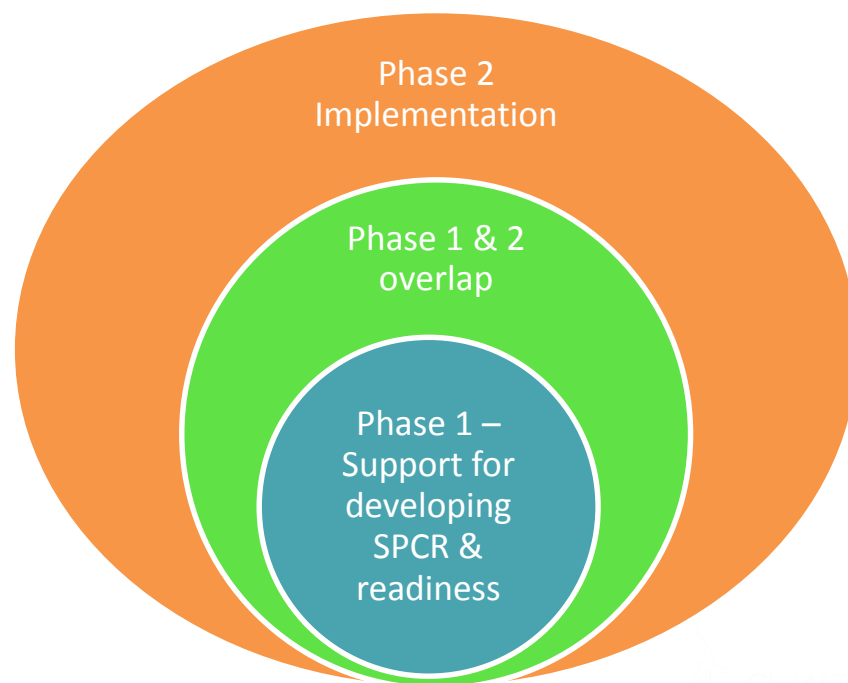
PPCR: Phase 1 and 2 – Evolving Relationship

Evolution of Phase 1

Original intention



Evolution of Phase 1 into a “bridge mechanism”



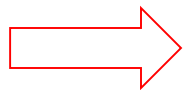
Long term vision; critical role of Phase 1, SPCR development



PPCR: Getting started on SPCR Development

Key Action Areas:

- 1. Build on Climate Change Related Strategies**
 - Coherence with existing strategies and development plans
 - NAPAs, NAPs and Country Climate Change Strategies
- 2. Cross-sectoral coordination**
 - Identify focal point, set-up coordination mechanism; PPCR is multi-sector
- 3. Stakeholder engagement (and gender)**
 - Relevant ministries; CSOs, NGOs, research institutes, Private sector, etc.
- 4. Donor coordination**
 - MDBs & regional banks; development partners; climate finance mechanisms
- 5. Mobilizing finance, instruments**
 - Public sector, Private sectors, MDBs, Climate funds
- 6. Knowledge management**
 - Integrating PPCR early lessons through South-South exchange
 - Continuous capturing and sharing of lessons starting from initial joint missions



Each country has its own context, starting point



PPCR: Building on CC Related Strategies

1. Build on Climate Change Related Strategies

The PPCR seeks to build on **the National Adaptation Programs of Action (NAPAs)** and other relevant country studies and strategies such as a **climate change strategy** or a **National Adaptation Plan (NAP)**, avoiding duplication of these efforts, as well as other activities already planned or in Implementation, including those financed by the **Adaptation Fund**.

A highlight of the programmatic approach, this enhances the ability of the PPCR to create lasting, transformational change and leverage additional financing, enhance country ownership.

Example

Nepal's NAPA prioritization process was sufficiently comprehensive to serve as the basis for an adaptation strategy (NAPA 2010). The Government of Nepal endorsed its Local Adaptation Plans of Action framework to operationalize the NAPA and promulgated its National Climate Change Policy in 2011. Nepal was able to move relatively quickly through Phase 1 because consultations for the NAPA had built awareness and the NAPA thematic working groups could be engaged in the SPCR prioritization planning process.



PPCR: Cross Sectoral Coordination

2. Cross-sectoral coordination

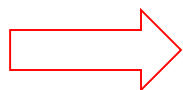
- Ministry engagement: Foreign Affairs, Finance, Planning or Environment
- The PPCR Focal Point can be a representative of a ministry, or a coordinating ministry (such as in Dominica)
- Coordination mechanism: usually an inter-ministerial body

Anchoring the PPCR in a strong lead ministry (Finance or Planning) is a reliable measure for ensuring inter-ministerial cooperation:

- Harness or enhance existing institutions (such as in Nepal or Cambodia)
- Establish new institutions (such as in Tajikistan, Samoa or Mozambique)



At the outset of the PPCR programming phase, Tajikistan did not have a NAPA that could be used to develop the SPCR, nor did it have a dedicated agency to lead climate-related policies and projects. A large component of Tajikistan's \$1.5 million PPCR programming grant supported institutional capacity building and the establishment of the PPCR secretariat, a coordination unit attached to the prime minister's office



Institutional arrangements - very important part of the national conversation



PPCR: Stakeholder Engagement

3. Stakeholder engagement

The PPCR (and the CIF in general) has a two-pronged approach to stakeholder engagement

Governance Level Engagement

- Observers: civil society organizations (CSOs), indigenous peoples, and the private sector.
- **Role:** Liaise between regional constituents and CIF national & global decision makers.
- Observers are **self-selected**.
- Other means of governance level engagement:
 - Stakeholder visits;
 - Pilot country meetings;
 - Knowledge notes, communications, social media, seminars;
 - CIF helpdesk system.

Country Level Engagement

- Country-led engagement, with support of MDB safeguard systems.
- Three levels of engagement with national stakeholders:
 - ❑ **Information Sharing:** disseminating information in a timely manner
 - ❑ **Consultation:** seeking stakeholder views, especially during and in between country missions.
 - ❑ **Partnership:** through phase 1 and phase 2 of program



PPCR: Stakeholder Engagement – mandatory & documented

- To begin the preparation of the SPCR development with the objective of climate resilience

Engage stakeholders & decision makers



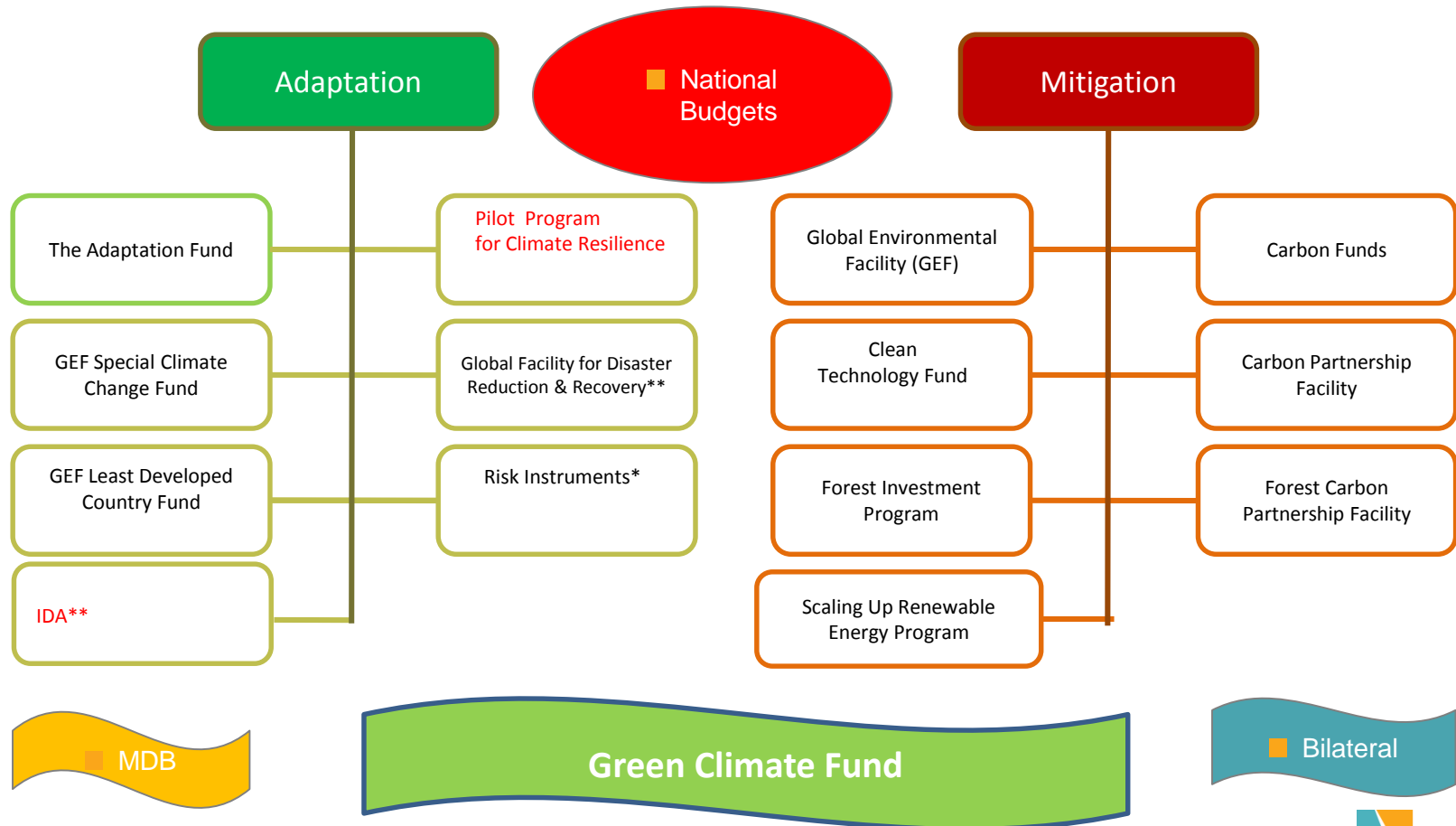
- Priority sectors and thematic areas
 - Building on existing plans and studies
- Pipeline of investments
 - Fulfill the known capacity and investment gaps
- Coordination arrangement
- Results Framework at the program level
- Continuous learning

Local engagement & champions make all the difference!



PPCR: Mobilizing Finance

4/5. Donor Coordination and Mobilizing Finance



Early engagement with government programs, MDB, donors, funding streams pays off



PPCR: Mobilizing Finance – Private Sector

Successes:

Private Sector Set-Asides represent 64% of PPCR funding

- Projects demonstrate **innovation in**: implementation, financing, business models, creating new markets, and applying existing instruments in new contexts.
- **The co-finance rate** expected to **be significantly higher** than in the projects under endorsed Investment Plans

Challenges:

- Overall **# of project concepts** submitted to the PPCR set-aside was limited.
- Availability of concessional loans limited the **#** and diversity of concepts submitted

Key Lesson

- Upfront technical assistance and targeted advisory services has been critical for overcoming barriers to engaging the private sector on climate resilience.

Tajikistan: Enhancing the Climate Resilience of the Energy Sector, was noted as innovative by the expert group, in particular the methodology to optimize productivity of a hydropower plant in the face of climatic and hydrological variability

6. Knowledge Management

- **“Learning-by-doing” is at the heart of the PPCR mission.** It includes the piloting of new approaches to climate finance as well as the design and implementation of investments that increase resilient development.
- **Documenting the experiences and lessons** emerging from these efforts can **inform efforts** in other developing countries and support replication at the national, regional, and global levels as the PPCR evolve
- A key aspect of **phase 1**: to disseminate key messages and **discuss the outcomes of the analytical studies and institutional gaps** and needs analysis with a broad range of stakeholders and through communication channels such as the media and other networks.
- Integrating PPCR early lessons through South-South exchange (such as the Pilot Countries Meetings; Bolivia-Bangladesh exchange)
- Continuous capturing and sharing of lessons starting from initial joint missions



Shared learning can reduce transactions and even leap-frog



PPCR: Relevant Knowledge Products

PPCR knowledge products & recent events

Select Products:

- [PPCR Programming Phase: Lessons on Enhancing Readiness for Climate Resilient Development](#)
- [Building the Analytical Base: A Summary of Results from Phase 1 of the Pilot Program for Climate Resilience in Tajikistan](#)
- Key Lessons from the PPCR: A practical resource for all involved in strategic planning processes and mainstreaming of climate resilience

Other:

- [Early Experiences in Adaptation Finance](#) (Climate Focus)

Events:

- **Enhancing User Uptake of Climate Services:** E-Learning Platform on Weather and Climate Services
- **4th Annual International Conference on Climate Services** (December 10-12, 2014, Uruguay)
Haiti, Mozambique, Niger, St. Lucia, Tajikistan, Yemen, Zambia,
- **Pilot Country Meeting and UNESCO side-event**



PPCR: Preparation of the SPCR

❑ Building blocks of SPCR preparation:

- Analysis of climate risks
- Institutional analysis
- Awareness raising & capacity building
- Knowledge/TA work
- Consultation processes
- **Results Framework and M&R *****

❑ See programming document:

<http://www.climateinvestmentfunds.org/cif/node/110>



SPCRs have greater value than just for the PPCR process





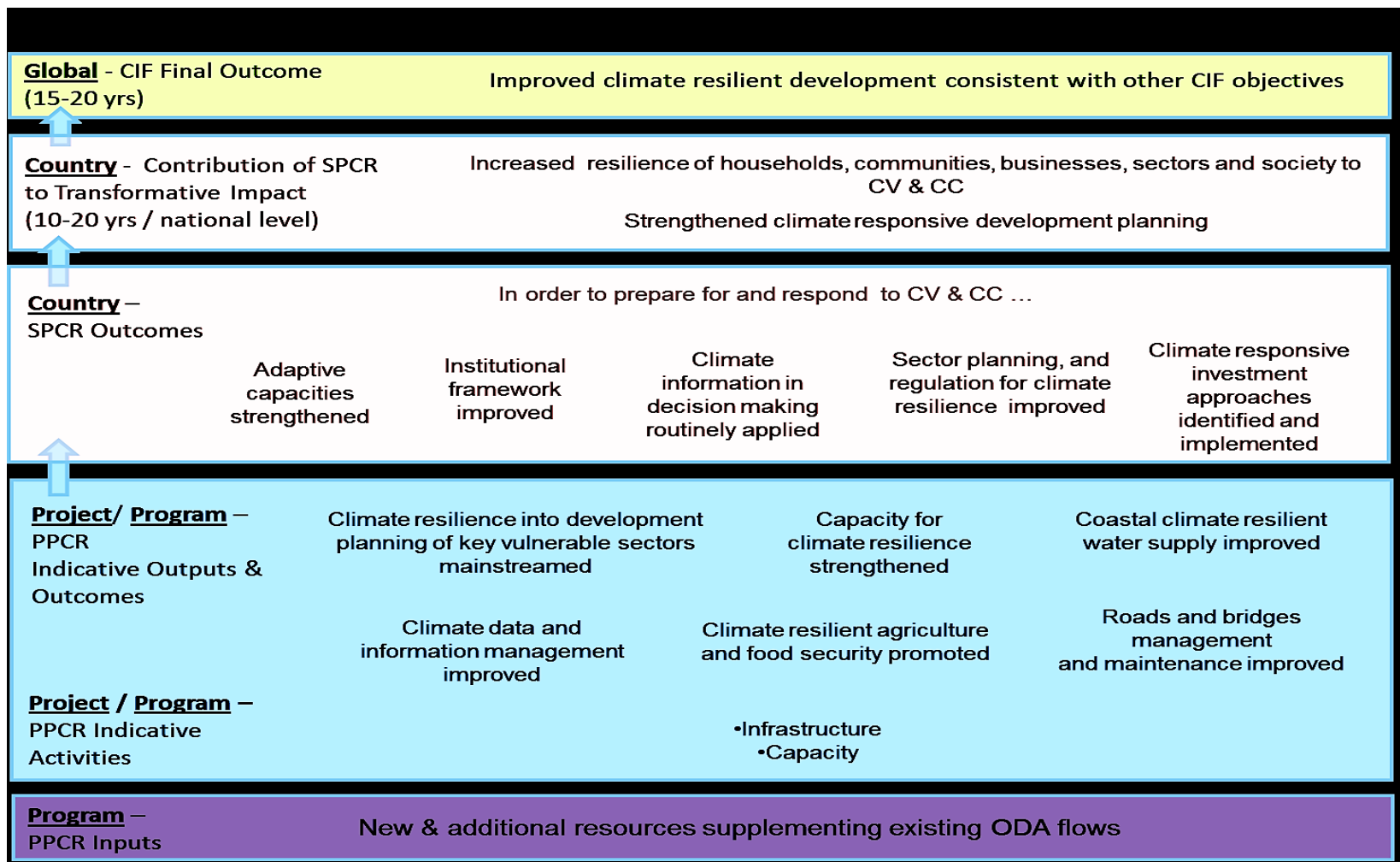
PPCR: Key Tasks for SPCR Development

Building Blocks

- Analysis of Climate Risks
 - Using appropriate modeling tools and existing assessments, identify climate risks to key national economic sectors, sub-regions within the country and vulnerable groups, and natural resources and ecosystems.
- Institutional Analysis
 - Identify and initiate a cross-sector coordination mechanism; identify cross-ministerial/sectoral institutional gaps and overlaps, resource needs, recommendations to promote sectoral coordination to build climate resilience.
- Knowledge and Awareness Raising
 - Disseminate key messages and discuss the outcomes of the analytical studies and institutional gaps and needs analysis with a broad range of stakeholders and communication channels (e.g. media, industry associations networks, etc.).
- Capacity Building
 - Develop relevant capacity building modules early in the Phase I to address critical capacity constraints where filling these capacity gaps are prerequisite to a meaningful identification of climate risks and vulnerabilities as well as options for priority actions
- Consultation Process
 - Socially inclusive process to provide inputs from a wide range of actors (e.g. NGOs, CSOs, specifically vulnerable groups, academe, and private sector).
 - Ensuring that views of women, youth, indigenous peoples, local communities and other vulnerable social groups on solutions to climate risks are considered.
- Definition of Priority Action Needs, including Investments
 - Participatory approach to develop and prioritize alternative climate resilient development interventions within the identified priority sectors and themes
- Results Framework and Monitoring and Reporting Process



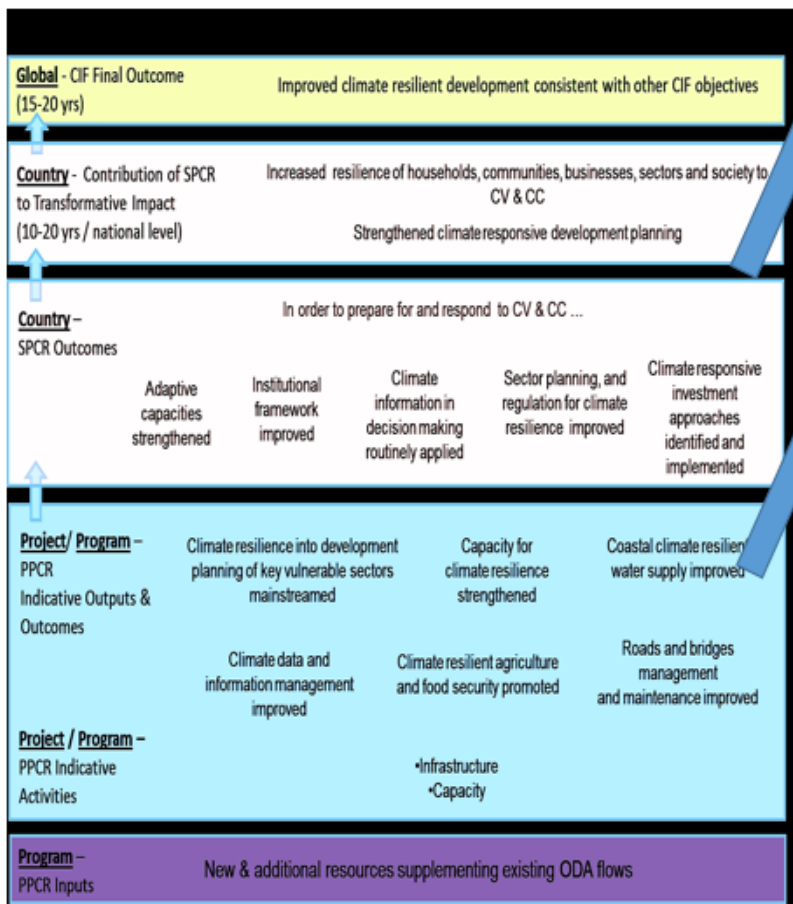
PPCR RESULTS FRAMEWORK





PPCR RESULTS FRAMEWORK TO 5 CORE MONITORING INDICATORS

Flexible Results Framework to Track Progress on Program Level



National Level

1. Degree of integration of climate change in national, including sector, planning (Qualitative)
2. Evidence of strengthened government capacity and coordination mechanism to mainstream climate resilience (Qualitative)

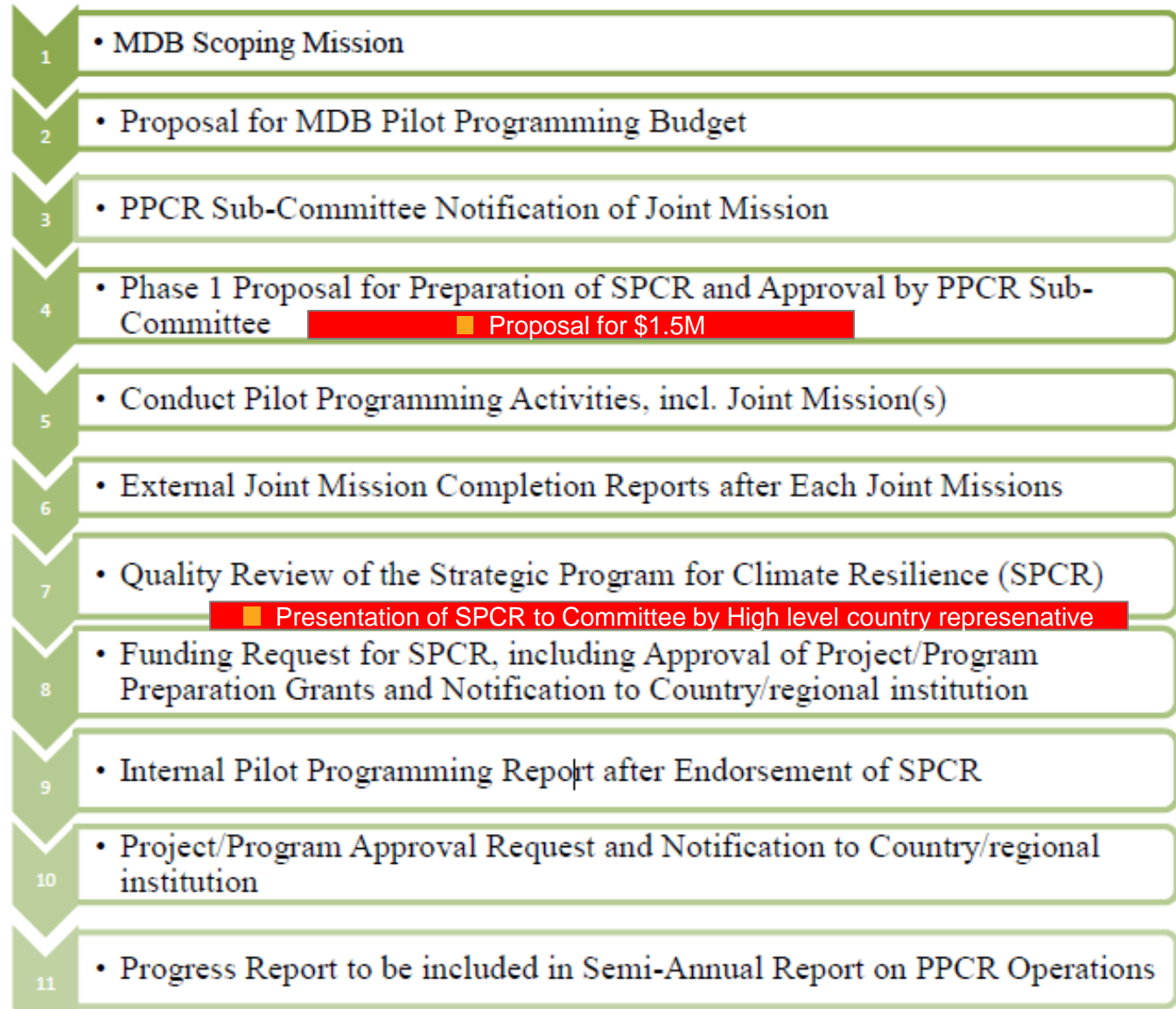
Project Level and Aggregate at National Level

3. Quality and extent to which climate responsive instruments/investment models are developed and tested (Qualitative)
4. Extent to which vulnerable households, communities, businesses, and public sector services use improved PPCR supported tools, instruments, strategies, and activities to respond to climate variability or climate change (Quantitative)
5. Number of people supported by the PPCR to cope with the effects of climate change. (Quantitative)

Viable framework to organize resilience mainstreaming at national level through SPCR

PPCR: SPCR Process – Key Action Steps

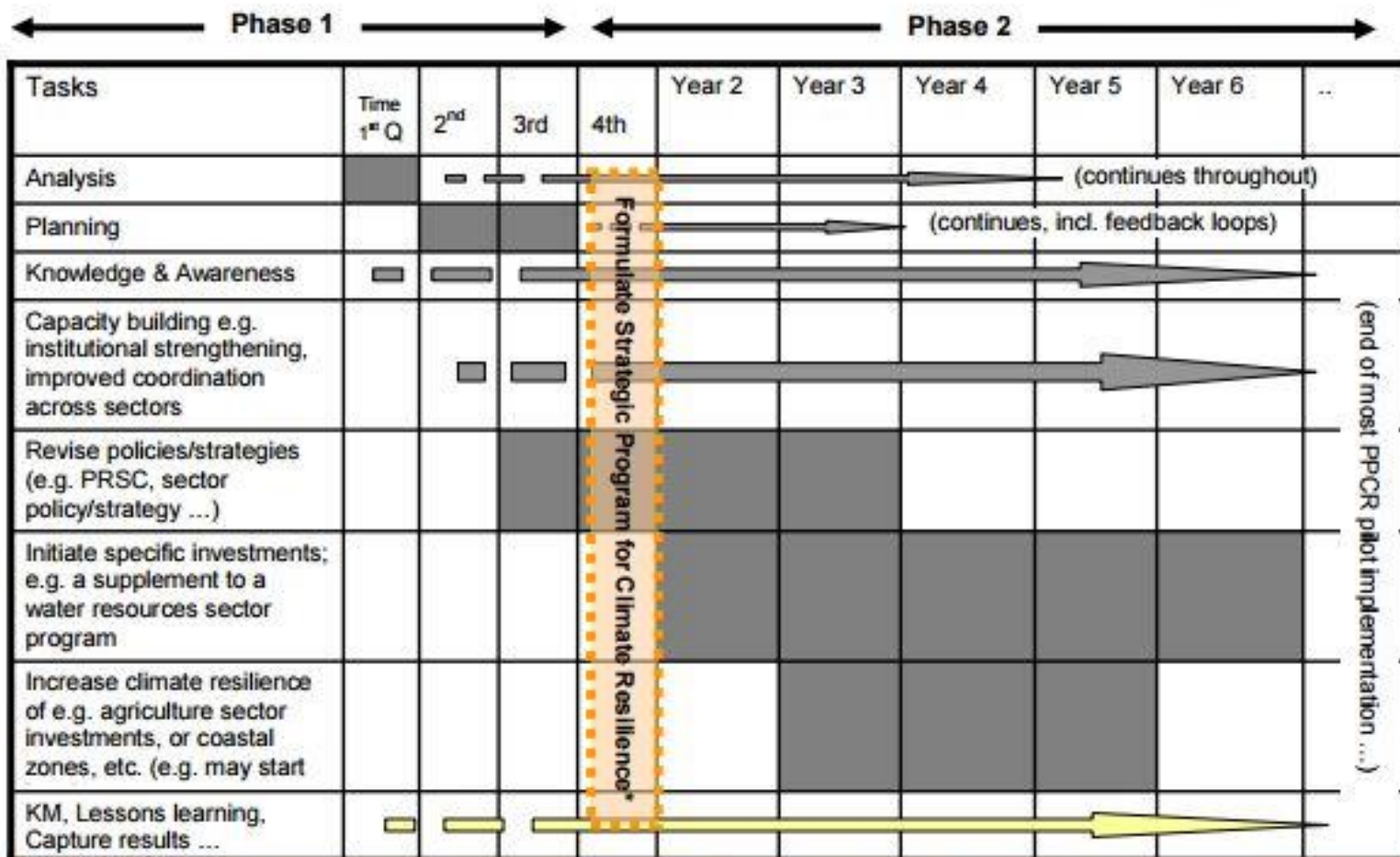
What role do MDBs play?





PPCR: SPCR Process - Illustration

Illustrative outline of phase 1 tasks of PPCR and transition to phase 2



* The timing of formulation of the investment program will vary by pilot; it could be shortly after the joint mission or may require a longer time for dialogue ("no blue print")



PILOT PROGRAM FOR CLIMATE RESILIENCE (PPCR)


Questions for discussion

- Who to engage in the process?
- What agency will take the lead?
- How to define country investment priorities?
- How to bring on board other financing and technical partners?





CLIMATE INVESTMENT FUNDS

www.climateinvestmentfunds.org 

[@CIF_Action](https://twitter.com/CIF_Action) 

<https://www.youtube.com/user/CIFaction> 

<https://www.flickr.com/photos/cifaction/sets> 



Useful Links to Key Documents and Web Pages

Key Documents and Web Pages	Links
PPCR Joint Mission Guidelines	http://www.climateinvestmentfunds.org/cif/node/107
Programming and Financing Modalities for the PPCR	http://www.climateinvestmentfunds.org/cif/node/110
CIF Gender Action Plan	https://climateinvestmentfunds.org/cif/sites/climateinvestmentfunds.org/files/CTF_SCF_12_7_Gender_Action_Plan_.pdf
Sample Proposals for Phase 1 Funding:	
Mozambique	https://www.climateinvestmentfunds.org/cif/sites/climateinvestmentfunds.org/files/Mozambique%20Proposal%20jdk.pdf
Cambodia	https://www.climateinvestmentfunds.org/cif/sites/climateinvestmentfunds.org/files/cambodia%20Phase%201%20Proposal%20jdk.pdf
Bolivia	http://www.climateinvestmentfunds.org/cif/sites/climateinvestmentfunds.org/files/Bolivia%20Proposal%20jdk%20june%208.pdf
Endorsed Strategic Programs for Climate Resilience	http://www.climateinvestmentfunds.org/cif/docs?title=&dt%5B%5D=403&fp%5B%5D=391&l%5B%5D=415
PPCR Results Framework	http://www.climateinvestmentfunds.org/cif/content/revised-ppcr-results-framework-3
PPCR Stakeholders	http://www.climateinvestmentfunds.org/cif/content/stakeholders