



**GREEN
CLIMATE
FUND**

Meeting of the Board
1 – 4 July 2018
Songdo, Incheon, Republic of Korea
Provisional agenda item 17

GCF/B.20/10

8 June 2018

Consideration of funding proposals

Summary

This document presents the funding proposals to the Board for consideration at its twentieth meeting. It also presents an overview of the projected GCF portfolio and a brief guide to the funding proposal packages.

I. Overview of funding proposals for consideration

1.1 Funding proposals submitted for consideration by the Board

1. For the twentieth meeting of the Board, a total of 11 funding proposals are presented to the Board for its consideration. These 11 proposals request USD 988.5 million of GCF funding, supporting projects and programmes with a total value of USD 2,844.3 million. Table 1 presents the list of the 11 proposals. The numbering of the funding proposals continues from the 76 proposals approved at previous Board meetings.¹

Table 1: List of funding proposals submitted for consideration by the Board at its twentieth meeting

No.	Project name	Accredited entity	Country	Thematic window	Public/private	GCF funding (million USD) ^a
FP082	Green Cities Facility	EBRD	Albania, Armenia, Georgia, Jordan, Moldova, Mongolia, Serbia, The Former Yugoslav Republic of Macedonia, Tunisia	Cross-cutting	Public	264.8 ^b
FP083	Tonga Renewable Energy Project under the Pacific Islands Renewable Energy Investment Program	ADB	Tonga	Mitigation	Public	29.9
FP084	South Tarawa Water Supply Project	ADB	Kiribati	Cross-cutting	Public	28.6
FP085	Enhancing climate resilience of India's coastal communities	UNDP	India	Cross-cutting	Public	43.4
FP086	Building livelihood resilience to climate change in the upper basins of Guatemala's highlands	IUCN	Guatemala	Adaptation	Public	22.0
FP087	Upscaling climate resilience measures in the dry corridor agroecosystems of El Salvador (RECLIMA)	FAO	El Salvador	Cross-cutting	Public	35.8
FP088	Biomass Energy Programme in the South Pacific	KDB	Fiji, Papua New Guinea	Mitigation	Private	106.4

¹ Note that final documentation for FP031 was not submitted by the accredited entity in time for submission to the Board for consideration at its fifteenth meeting; FP032 was withdrawn by the accredited entity during the fifteenth meeting; there was no consensus on FP055 and FP057 to approve during the eighteenth meeting of the Board; FP079 was withdrawn by the accredited entity with a possibility of resubmission at a subsequent board meeting; and the approval of FP029 lapsed on 23 October 2017, following the accredited entity's withdrawal of a request for an extension of time within which to execute the related FAA. Accordingly, this results 76 approved projects/programmes – 60 public sector and 16 private sector.

FP089	Transforming Financial Systems for Climate	AFD	Benin, Burkina Faso, Cameroon, Cote d'Ivoire, Ecuador, Egypt, Kenya, Madagascar, Mauritius, Morocco, Namibia, Nigeria, Senegal, South Africa, Tanzania, Togo, Uganda	Cross-cutting	Private	383.2 ^b
FP090	DBSA Climate Finance Facility	DBSA	Lesotho, Namibia, South Africa, Swaziland	Cross-cutting	Private	55.6
SAP002	Empowering food insecure and vulnerable communities through climate services and diversification of climate sensitive livelihoods in the Kyrgyz Republic	WFP	Kyrgyzstan	Adaptation	Public	8.6
SAP003	Energy Efficient Consumption Loan Programme	XacBank	Mongolia	Mitigation	Private	10.0
Total GCF funding requested						988.5

Abbreviations: ADB = Asian Development Bank, AFD = Agence Francaise de Developpement, DBSA = Development Bank of Southern Africa, EBRD = European Bank for Reconstruction and Development, FAO = Food and Agriculture Organization of the United Nations, IUCN = International Union for Conservation of Nature, KDB = Korea Development Bank, UNDP = United Nations Development Programme; WFP = World Food Programme.

^aThe individual funding amounts are rounded to the nearest tenth therefore the total may not be the exact sum of these numbers due to rounding.

^bThe requested GCF amount in euros is converted into United States dollars at the United Nations Operational Rates of Exchange effective at 1 June 2018 (1 EUR = 1.16144019 USD).

2. The Secretariat had submitted 14 funding proposals to the independent Technical Advisory Panel (TAP) for review by April 2018. Out of the 14 funding proposals, 12 were recommended by the TAP, including 2 SAP proposals. One more funding proposal, out of the 12, could not put forward due to the readiness of the project.

3. Of the 11 funding proposals submitted for the Board's consideration, 7 are public-sector proposals, including a SAP proposal, requesting GCF funding of USD 433.2 million and 4 are private-sector proposals, including a SAP proposal, requesting GCF funding of USD 555.2 million.

4. The geographical distribution of the 11 funding proposals is presented in table 2 below.

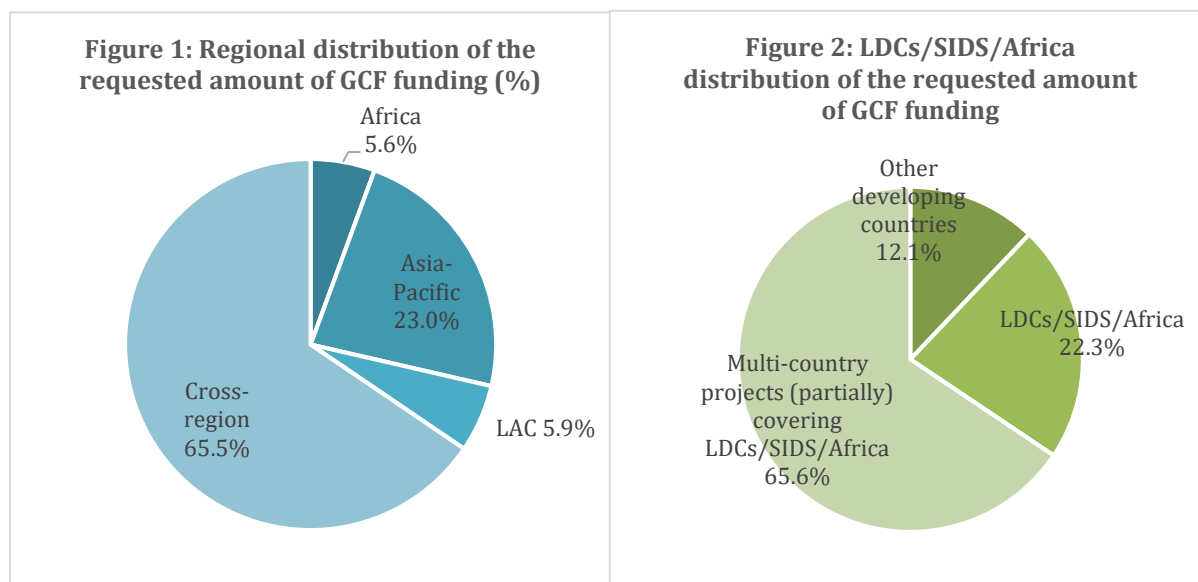
Table 2: Geographical distribution of the funding proposals submitted to the Board for consideration at its twentieth meeting

	Requested GCF amount ^a (millions of United States dollars)
Africa	55.6
Asia-Pacific	226.9
Latin America and the Caribbean	57.9
Cross-region (Africa, Asia-Pacific, Latin America and the Caribbean, and Eastern Europe)	648.0
Total	988.5

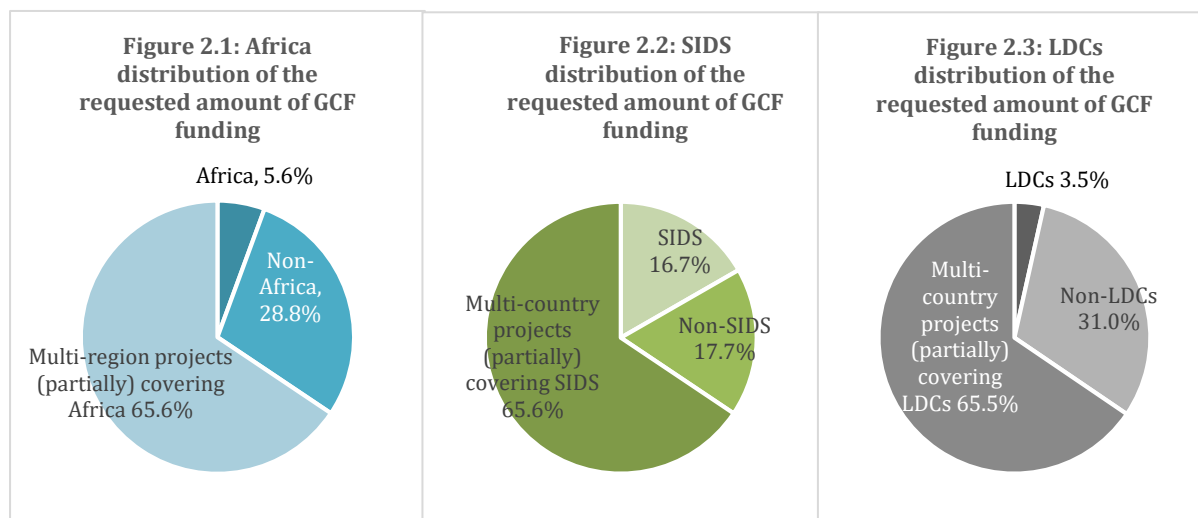
^a The individual funding amounts are rounded to the nearest tenth therefore the total may not be the exact sum of these numbers due to rounding.

5. Of the 11 funding proposals for consideration, 6 of them either directly or partly target the least developed countries, small island developing States and African States, totalling USD 868.6 million, and account for 87.9 per cent of the total requested GCF funding amount.

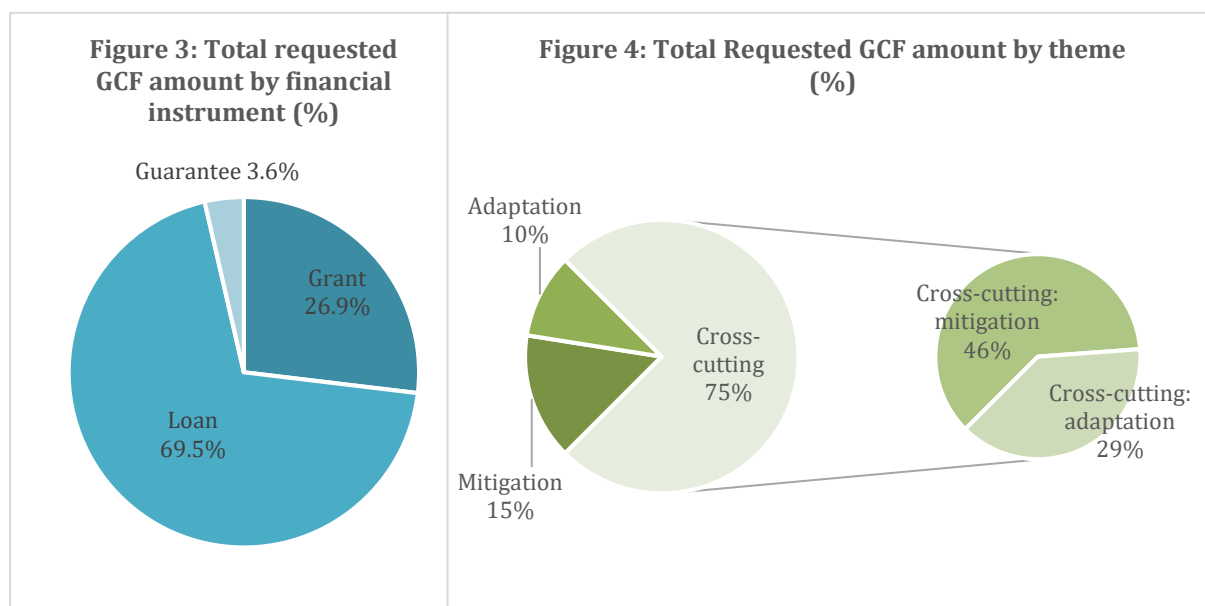
6. The geographical and thematic distribution as well as the distribution by financial instrument of the 11 funding proposals are presented in figures 1–4 below.



Abbreviations: LAC = Latin America and the Caribbean, LDCs = least developed countries, SIDS = small island developing States



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1.2 Projected portfolio composition

7. If the 11 funding proposals presented at its twentieth meeting are approved by the Board, the aggregated portfolio would be comprised of 87 projects and programmes, with a total GCF funding amount of USD 4.7 billion and a total value of USD 15.8 billion, when taking co-financing into account. The geographical distribution of the 87 projects or programmes is presented in table 3 below.

Table 3: Geographical distribution of the projected portfolio

	Requested GCF amount (millions of USD)
Africa	1 013.9
Asia-Pacific	1 396.9
Latin America and the Caribbean	962.7
Eastern Europe	64.4
Cross-region (Africa, Asia-Pacific, Latin America and the Caribbean, and Eastern Europe)	1 291.0
Total	4 728.9

8. Of the 87 funding proposals in the projected portfolio, 52 projects and programmes either directly or partly target the least developed countries, small island developing States and African States totalling USD 3.1 billion, and account for 65.9 per cent of the total requested GCF funding amount.

9. The geographical and thematic distributions as well as the distribution by financial instrument of the projected portfolio are presented in figures 5–8 below.



Figure 5: Regional distribution of the portfolio (GCF funding in %)

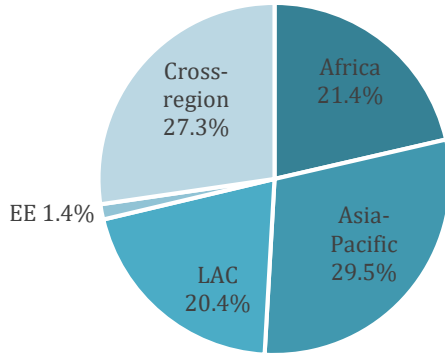
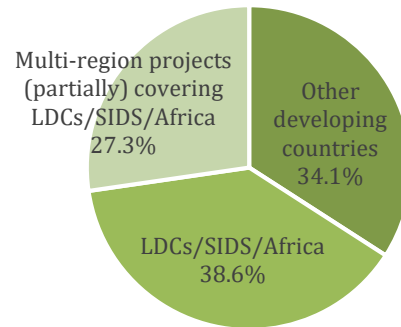


Figure 6: LDCs/SIDS/Africa distribution of the portfolio (GCF funding in %)



Abbreviations: LAC = Latin America and the Caribbean, LDCs = least developed countries, SIDS = small island developing States

Figure 6.1: Africa distribution of the portfolio (GCF funding in %)

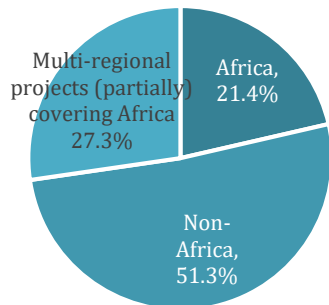


Figure 6.2: SIDS distribution of the portfolio (GCF funding in %)

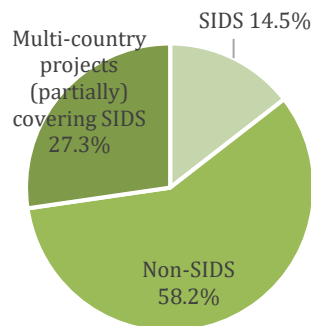
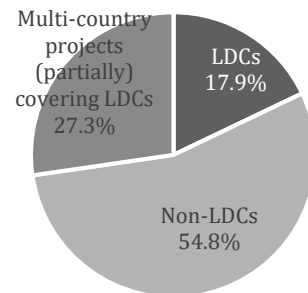


Figure 6.3: LDCs distribution of the portfolio (GCF funding in %)



Abbreviations: LDCs = least developed countries, SIDS = small island developing States

Figure 7: Breakdown of portfolio by financial instrument (GCF funding in %)

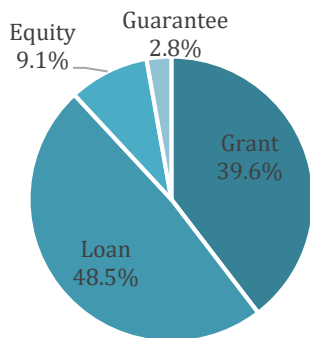
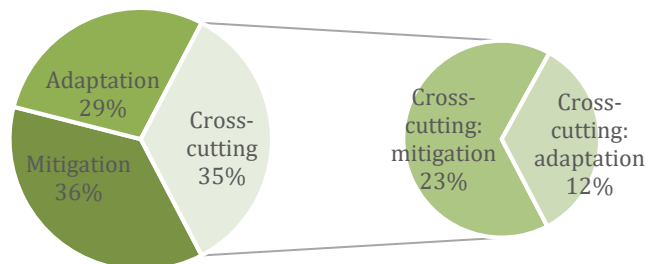


Figure 8: Breakdown of portfolio by them (GCF funding in %)



II. Funding proposal package guide

10. Eleven funding proposal packages are presented as individual addenda (see document GCF/B.20/10/Add.01–9, 19, and 21) containing three parts:
- (a) Part A. The funding proposal,² as submitted by the accredited entity (AE);
 - (b) Part B. The no-objection letter, as issued by the national designated authority; and
 - (c) Part C. The environmental and social report disclosure document.
11. The following additional 13 addenda are also provided to supplement the 11 funding proposal packages referred to in paragraph 10 above:
- (a) Document GCF/B.20/10/Add.10-12: the funding proposal packages for FP 088-090, including the full funding proposals, term sheets and the Secretariat's assessments;³
 - (b) Document GCF/B.20/10/Add.13: the Secretariat's assessments of FP 082–087;
 - (c) Document GCF/B.20/10/Add.14: the independent Technical Advisory Panel's assessments of FP 082-090;
 - (d) Document GCF/B.20/10/Add.15: the list of proposed conditions and recommendations for FP 082-090. The Board is requested to review the proposed conditions and recommendations, which it may choose to adopt in full or in part, for inclusion in the draft decision (see annex I);
 - (e) Document GCF/B.20/10/Add.16: the term sheets for FP 082–087 setting out, in summary form, the key terms and conditions relating to the proposed funded activity;
 - (f) Document GCF/B.20/10/Add.17: the response of the AE to the independent Technical Advisory Panel's assessments of FP 082-090;
 - (g) Document GCF/B.20/10/Add.18: the gender assessments and action plans for FP 082-090;
 - (h) Document GCF/B.20/10/Add.19: the funding proposal package of SAP 002 including the funding proposal, Secretariats' and independent Technical Advisory Panel's assessment, response of the AE to the independent Technical Advisory Panel's assessment, and the gender assessment and action plan.
 - (i) Document GCF/B.20/10/Add.20: the list of proposed conditions and recommendations, and the term sheet for SAP 002.
 - (j) Document GCF/B.20/10/Add.21: the funding proposal package of SAP 003 including the funding proposal summary, independent Technical Advisory Panel's assessment, response of the AE to the independent Technical Advisory Panel's assessment, and the gender assessment and action plan.
 - (k) Document GCF/B.20/10/Add.22: the full funding proposal, Secretariat's assessment, the list of proposed conditions and recommendations, and the term sheet for SAP 003.
12. Due to the deliberative nature of their information, documents GCF/B.20/10/Add.15, 16, 20, and 22 are made available in limited distribution.
13. On the basis of the information and assessments presented, the Board is requested to arrive at a decision for each funding proposal. Pursuant to decision B.17/09, the Board has three decision options:
- (a) To approve the funding proposal;

² Due to the confidentiality of the private-sector proposals, funding proposal summary packages are presented.

³ For confidentiality purposes, these addenda are made available on a secure website.

(b) To provide an approval that is conditional on modifications to project or programme design or that is subject to the availability of funding; or

(c) To reject the funding proposal.

14. Once the decision is made, it will be recorded by the Secretariat and communicated to the Interim Trustee. The Secretariat will also inform the AE and the national designated authority (NDA) or focal point (FP) of the decision and the next steps. In case of rejection, the Secretariat will inform the NDA/FP that they may request reconsideration of the funding decision via the independent Redress Mechanism.⁴

⁴ Decision B.17/09.

Annex I: Draft decision of the Board

The Board, having considered document GCF/B.20/10 titled “Consideration of funding proposals”:

- (a) Takes note of the following funding proposals:
- (i) Funding proposal 082 titled “Green Cities Facility”, by European Bank for Reconstruction and Development (EBRD), as contained in document GCF/B.20/10/Add.01 and 16;
 - (ii) Funding proposal 083 titled “Tonga Renewable Energy Project under the Pacific Islands Renewable Energy Investment Program”, by Asian Development Bank (ADB), as contained in document GCF/B.20/10/Add.02 and 16;
 - (iii) Funding proposal 084 titled “South Tarawa Water Supply Project”, by Asian Development Bank (ADB), as contained in document GCF/B.20/10/Add.03 and 16;
 - (iv) Funding proposal 085 titled “Enhancing climate resilience of India’s coastal communities” by United Nations Development Programme (UNDP), as contained in document GCF/B.20/10/Add.04 and 16;
 - (v) Funding proposal 086 titled “Building livelihood resilience to climate change in the upper basins of Guatemala’s highlands” by International Union for Conservation of Nature (IUCN), as contained in document GCF/B.20/10/Add.05 and 16;
 - (vi) Funding proposal 087 titled “Upscaling climate resilience measures in the dry corridor agroecosystems of El Salvador (RECLIMA)” by Food and Agriculture Organization of the United Nations (FAO) as contained in document GCF/B.20/10/Add.06 and 16;
 - (vii) Funding proposal 088 titled “Biomass Energy Programme in the South Pacific” by Korea Development Bank (KDB), Inc. as contained in document GCF/B.20/10/Add.10;
 - (viii) Funding proposal 089 titled “Transforming Financial Systems for Climate” by Agence Française de Développement (AFD), as contained in document GCF/B.20/10/Add.11;
 - (ix) Funding proposal 090 titled “DBSA Climate Finance Facility” by Development Bank of Southern Africa (DBSA), as contained in document GCF/B.20/10/Add.12;
 - (x) SAP (Simplified Approval Process) funding proposal 002 titled “Empowering food insecure and vulnerable communities through climate services and diversification of climate sensitive livelihoods in the Kyrgyz Republic” by World Food Programme (WFP), as contained in document GCF/B.20/10/Add.19 and 20; and
 - (xi) SAP (Simplified Approval Process) funding proposal 003 titled “Energy Efficient Consumption Loan Programme” by XacBank LLC, as contained in document GCF/B.20/10/Add.21 and 22.
- (b) Approves funding proposal 082 for the amount of EUR 228,000,000, submitted by European Bank for Reconstruction and Development (EBRD), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (c) Also approves funding proposal 083 for the amount of USD 29,900,000, submitted by Asian Development Bank (ADB), subject to the conditions set out in document

- GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (d) Further approves funding proposal 084 for the amount of USD 28,631,020, submitted by Asian Development Bank (ADB), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (e) Approves funding proposal 085 for the amount of USD 43,418,606, submitted by United Nations Development Programme (UNDP), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (f) Also approves funding proposal 086 for the amount of USD 22,035,512, submitted by International Union for Conservation of Nature (IUCN), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (g) Further approves funding proposal 087 for the amount of USD 35,849,612, submitted by Food and Agriculture Organization of the United Nations (FAO), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.16;
- (h) Approves funding proposal 088 for the amount of USD 106,400,000, submitted by Korea Development Bank (KDB), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.10;
- (i) Also approves funding proposal 089 for the amount of EUR 330,000,000, submitted by Agence Française de Développement (AFD), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.11;
- (j) Further approves funding proposal 090 for the amount of EUR 55,610,000, submitted by Development Bank of Southern Africa (DBSA), subject to the conditions set out in document GCF/B.20/10/Add.15 and in the respective term sheet set out in document GCF/B.20/10/Add.12;
- (k) Approves SAP (Simplified Approval Proposal) funding proposal 002 for the amount of USD 8,576,108, submitted by World Food Programme (WFP), subject to the conditions and in the term sheet set out in document GCF/B.20/10/Add.20;
- (l) Also approves SAP (Simplified Approval Proposal) funding proposal 003 for the amount of USD 10,000,000, submitted by XacBank LLC, subject to the conditions and in the term sheet set out in document GCF/B.20/10/Add.22;
- (m) Reaffirms that pursuant to annex IV to decision B.17/09, the Executive Director or his designee is authorized to negotiate and enter into legal agreements on behalf of the GCF with accredited entities and other parties involved in respect of funding proposals approved by the Board, taking into account any condition approved by the Board in this decision and in the decision accrediting the relevant accredited entity; and
- (n) Authorizes the Secretariat to disburse fees for each funded project/programme approved by the Board as per the disbursement schedule to be agreed in the funded activity agreement in accordance with the interim policy on fees for accredited entities adopted by the Board pursuant to decision B.11/10.
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