



The GCF and CDB's Engagement with BMCs

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CDB/GCF Engagement: Basic Facts

Key Facts:

- ❖ CDB was accredited in October 2016.
- ❖ Entity Profile:
 - ✓ Regional Direct Access
 - ✓ Project Size – Small (UDS10-50m)
 - ✓ Fiduciary Standard – basic, project management, on granting, lending
 - ✓ Environmental and Social Risk – Category A
- ❖ Soon to complete its negotiations with the GCF on the AMA.
- ❖ Working with IDB on an renewable energy project for the OECS.



Building Climate Resilience into all the Bank's Projects..

The Bank is Building Capacity and Delivering to BMCs

The Bank thought its **Climate Resilience Strategy** is:

- Strengthening its capacity, at the operations levels, to deliver to BMCs;
- Climate proofing its operations so that climate resilience is now built into all country strategies (*TA from the EIB supported an internal climate risk framework – project screening and assessment*) ;
- Continuously working with BMCs to provide capacity building support - *Dominica, Jamaica and Grenada*;
- Supporting activities to mitigate climate risk – provided support to 5Cs C-CORAL risk screening tool; and
- Building on its experiences working on adaptation and mitigation capital projects.



Environmental and Social Review Procedures

- All investment projects are screened and categorised for potential impacts, to ensure that identified environmental and social risks are effectively managed.
- Climate Screening Tools used for screening projects and Country Strategies.

Climate Tools

- Climate risk assessments and the use of related screening tools are now mandatory in the preparation of country strategy papers (CSP) for each Borrowing Member Country (BMC).
- Energy Sector Policy and Strategy 2015-2019.
- Guidance Tools/resources for CDB Staff.

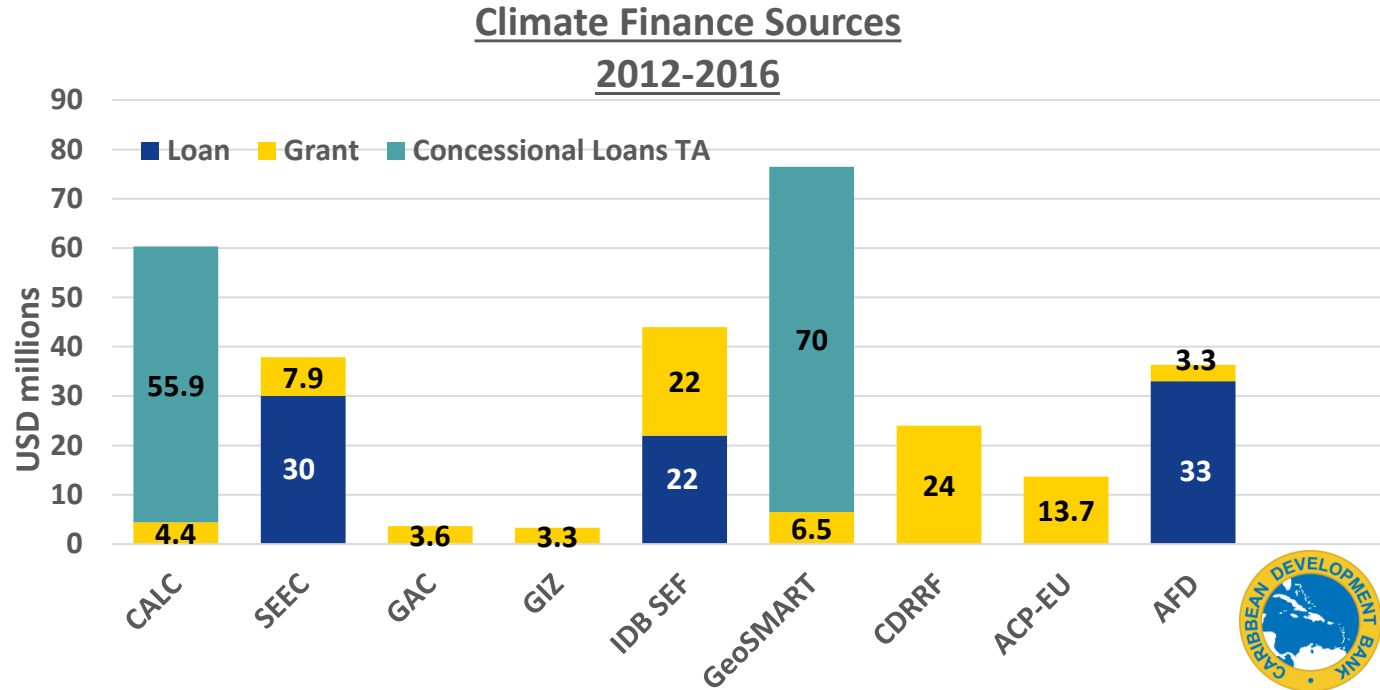
Capacity Building

- Updated 2004 Sourcebook on the Integration of Natural Hazards into the Environmental Impact Assessment Process.
- Hosted workshops on CC, Disaster Risk Reduction and Environmental Safeguards for environmental professionals from BMCs and regional institutions.
- Provided TA for improved governance frameworks for selected BMCs.



Delivering Climate Finance to BMCs

- ❖ The Bank brings a wealth of knowledge working on climate change actions and has been able to access financing totalling USD300M for BMCs.



CDB Ready to Engage BMCs on GCF

Key Actions:

- Will be seeking actively engagement with BMCs on project opportunities to take to the GCF – *some projects already identified (readiness study).*
- Work with BMCs to prepare bankable projects that will access funding
- Strengthen the Banks internal operations to enable it to better serve its members in the climate finance area – *recently created a climate finance specialist post.*
- Push more direct engagement with members on climate finance during country missions.
- Continue to implement the **Bank's Strategic Plan** and **Climate Resilience Strategy**, which outlines its commitment to remain as a leading catalyst for development resources into its BMCs, especially in climate change.



Country Programme with BMCs

- ❖ CDB is supporting a range of programmes within BMCs and will continue to support activities in the areas of - climate change; disaster risk reduction; and the environment.
 - Energy access and power generation
 - Most vulnerable people and communities
 - Food and water security
 - Infrastructure and built environment
- ❖ The Bank is building its engagement with the private sector and will support the private entities within BMCs with access to the GCF.



Potential Project Pipeline

Readiness Diagnostic Study done by CDB in four (4) BMCs with support from GlZ and CCCCC identified a number of project areas that could be developed and submitted to the GCF; these were:

- **Water** - water security and climate proofing in the water sector.
- **Agriculture** - climate smart agriculture with adaptation and mitigation.
- **Energy** – waste to energy and energy efficiency
- **Coastal Zone Management** – protection from coastal erosion due to sea level rise.



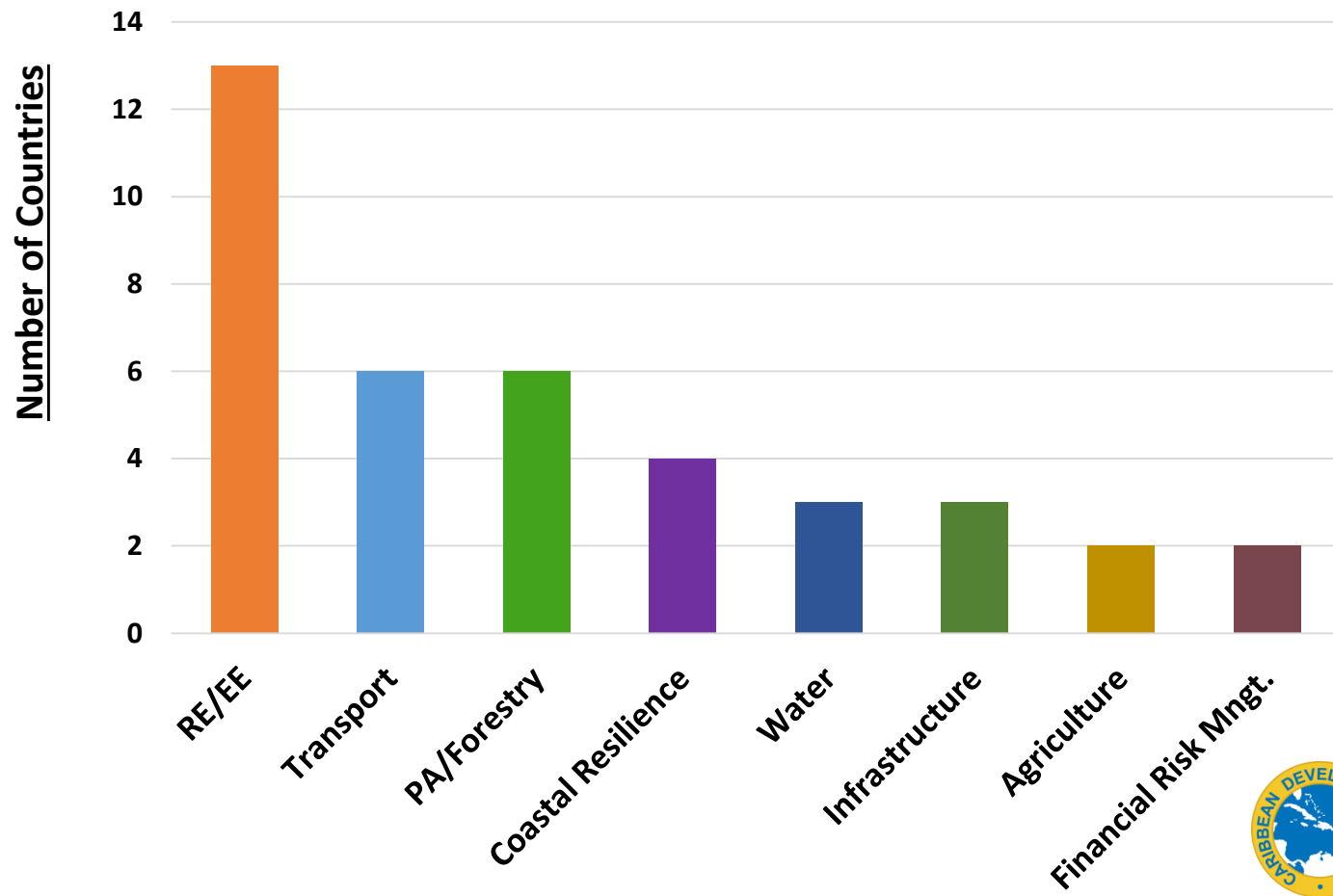
Specific Interventions

- The Bank is in discussion with the Government of Haiti on an Enhance Resilience to Climate Change Project in the city of Les Cayes – *Project Concept is being revised.*

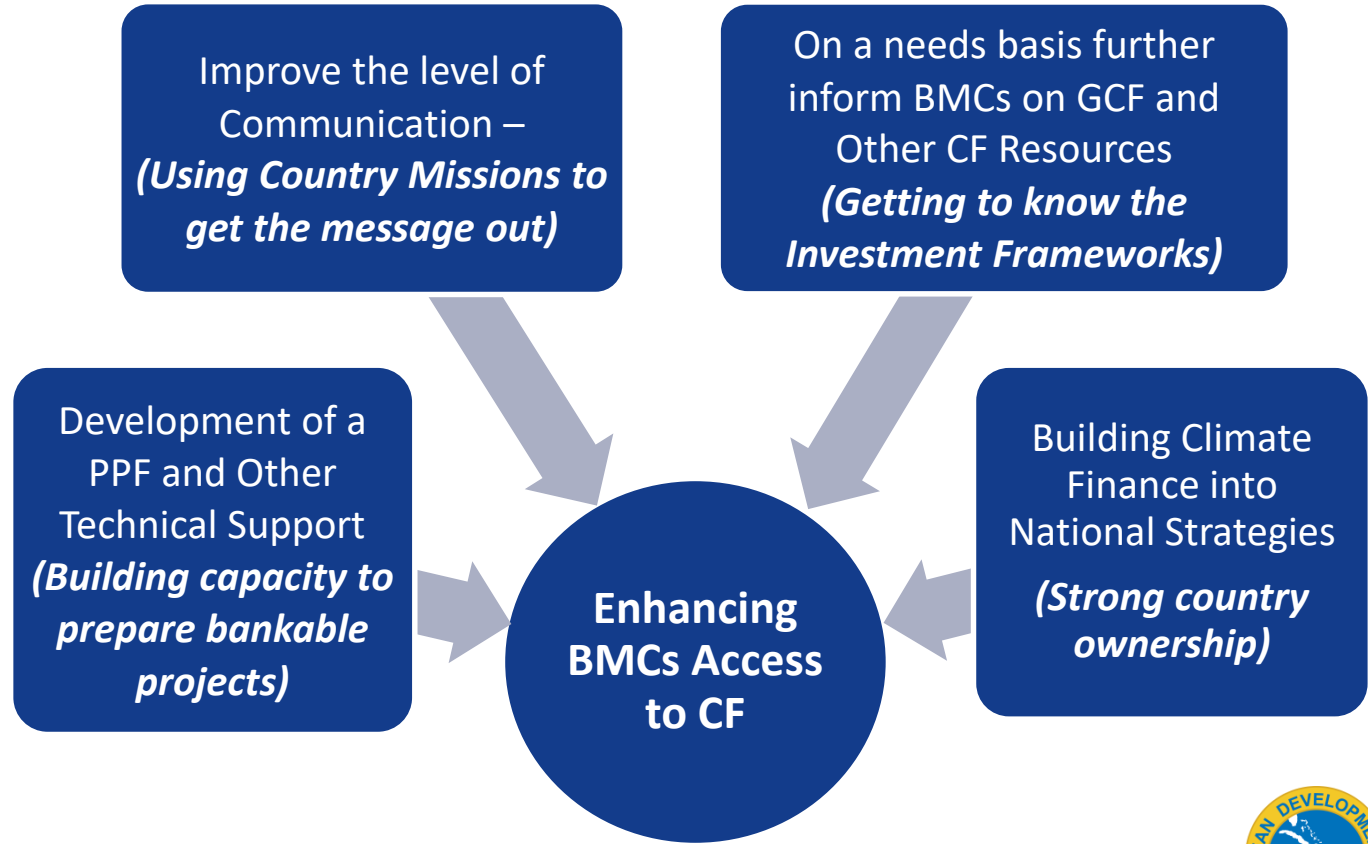
Project Name	Country	Financial instruments	GCF financing (USD m)	Total cost (USD m)	E&S risk category	Expected submission date ¹	PPF need
Urban Renewal Climate Change Adaptation to Increase Resilience in The Les Cayes Area	Haiti – Ministry of Environment	Grant	TBD	TBD	TBD	TBD	<input checked="" type="checkbox"/>
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Supporting
BMCs
NDC
Focal Areas



How CDB will Help



Way Forward

Key Actions:

1. CDB as a Regional Accredited Entity will work directly with BMCs (through their designed NDA) to move projects from concept stage to submission to the GCF.
2. Guided by the GCF investment framework, the Bank will support (hand hold) BMCs during project design to ensure funding success – *continue to develop a special vehicle to help BMCs prepare bankable projects.*
3. The Bank, as part of its responsibility, will manage the projects and disburse funding from GCF, it will also monitor and report.
4. Where feasible, the Bank will work also with the Private Sector through the NDAs.
5. Continue to work to scale-up investment in climate sensitive sectors by mobilizing concessional resources.
6. Bank will update its Climate Resilience Strategy with the focus on bring a reasonable number of projects to the GCF over the new planning horizon.



THANK YOU



Ground-mounted section of CDB'S 150kW Solar PV Plant