REDD+ AND THE GREEN CLIMATE FUND



Verónica Gálmez | Ecosystems Management Senior Specialist Benjamin Singer | Forest and Land Use Senior Specialist

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FORESTS AND REDD+: A LARGE PROPORTION OF GCF PORTFOLIO



Phase I – Readiness

FAO Angola

GNHC Bhutan

UNEP Malaysia

FAO Burkina Faso

FAO Chad

FAO PNG

GGGI Colombia

FAO Congo

COMIFAC Congo

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Total US\$ 12,273,860

Phase II – Implementation

SAPo15 FAO Cote d'Ivoire (Cocoa)

FP137 UNDP Ghana (Shea Landscape)

FP117 GIZ Lao (SFM)

FP159 FAO Congo (SFM)

SAP019 FAO Sudan

SAPo14 FAO Armenia

FP132 GIZ Georgia

Total ~US\$ 145,678,040

Phase III – RBPs

FP100 UNDP Brazil

FP110 UNDP Ecuador

FP120 UNDP Chile

FP121 UNEP Paraguay

FP130 UNDP Indonesia

FP134 FAO Colombia

FP142 FAO Argentina

FP144 UNDP Costa Rica

Total US\$ 496,731,546



GCF REDD+ RBP PILOT PROGRAMME

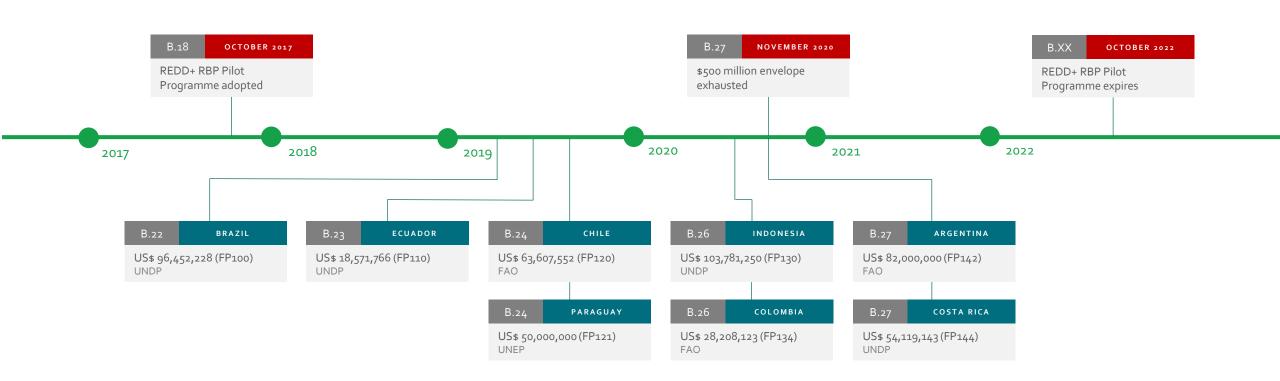
- Shelf life: 5 years (2017-2022)
- Nature: Pilot programme
- Envelope: \$500 million
- Eligibility:
 - ✓ National REDD+ Strategy
 - ✓ FREL/FRL
 - ✓ Safeguards Information System
 - ✓ Nat'l Forest Monitoring System
 - ✓ Technical analysis of REDD+ results





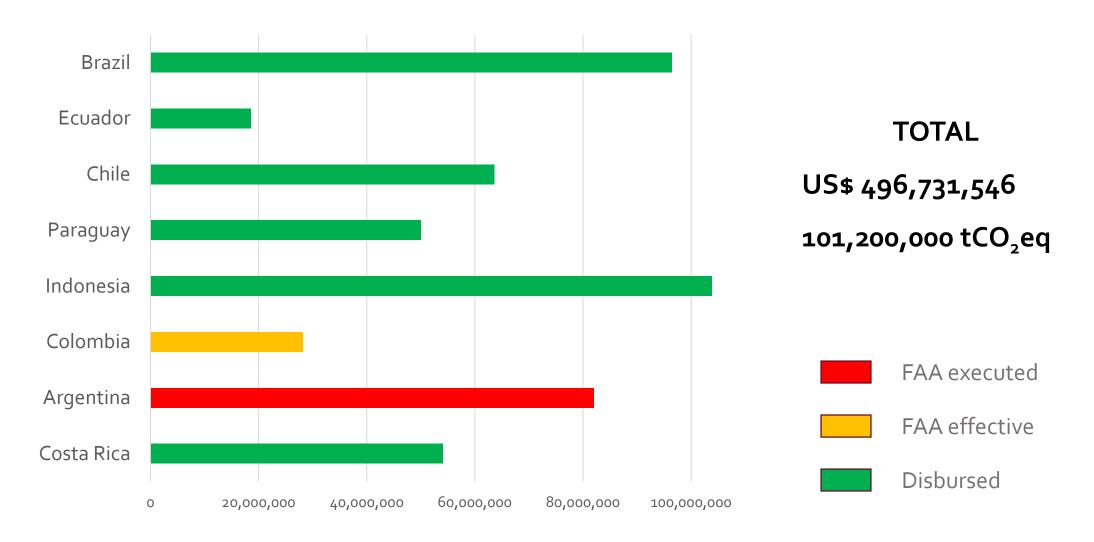
GCF REDD+ RBP PILOT PROGRAMME

APPROVAL TIMELINE





REDD+ RBP DISBURSEMENT PROGRESS





NEXT STEPS

Phases I & II (through regular GCF funding cycles and readiness)

- REDD+ proposals welcome
- Cross-cutting proposals welcome
- REDD+ SAPs for:
 - ✓ Completing requirements
 - ✓ Demonstration activities
- Phase II implementation: private finance for green markets

Phase III

- Possible extension of pilot programme to late 2022
- Ongoing negotiations for 2nd phase of RBP programme:
 - ✓ Geographical balance & equity
 - Environmental integrity considerations
 - ✓ Linkage with NDCs
 - ✓ Positioning of GCF





GCF

Offers non-market payments

Based on submissions to UNFCCC

JNR

Market-based standards

Offers nested approach

ART

Market-based standards

Can generate credits at a jurisdictional level

Complementarity, not competition

mainly from Lee & Neeff 2021

Non-market finance Supports NDC implementation (no NDC accounting)



Inputs from experts on the direction of this next phase of GCF's REDD+ RBP

Continuation of current pilot approaches with only marginal changes

- Provides RBP for those unable to access markets
- Easiest option to achieve regional balance; could have additional provisions to ensure access for LDCs

Accessible to the highest # of countries

Continuation of current pilot approach, but with changes to scorecard to strengthen GHG integrity



- Improves effectiveness of finance for mitigation
- Consider differentiation in the scorecard to accommodate lower capacity countries?

Stronger environmental integrity

Use of current scorecard

Primarily donor-funded instrument with linkages to NDC accounting

- Provisions developed for linkages to NDC accounting
- Unlikely that this approach would attract private sector
 \$ or get traction in national or voluntary markets

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A more market-oriented approach

- Would require major changes to the current RfP
- Would take time to develop
- If sufficiently robust could engage private sector finance or be structured to attract private finance
- Could potentially accommodate NDC accounting linkages



Market finance
Linkage to NDC accounting



Raising ambition.
Empowering action.