

Supporting subnational climate finance: from the international to the local level

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Why subnational finance?

US\$100 billion annually in climate finance is to be mobilised by 2020 to implement the Paris Agreement

But...

1. IIED analysis of **only** the Least Developed Countries NDCs estimate over US\$96 bn per yr is needed
2. We need to meet both the SDGs and the Paris Agreement to achieve sustainable development

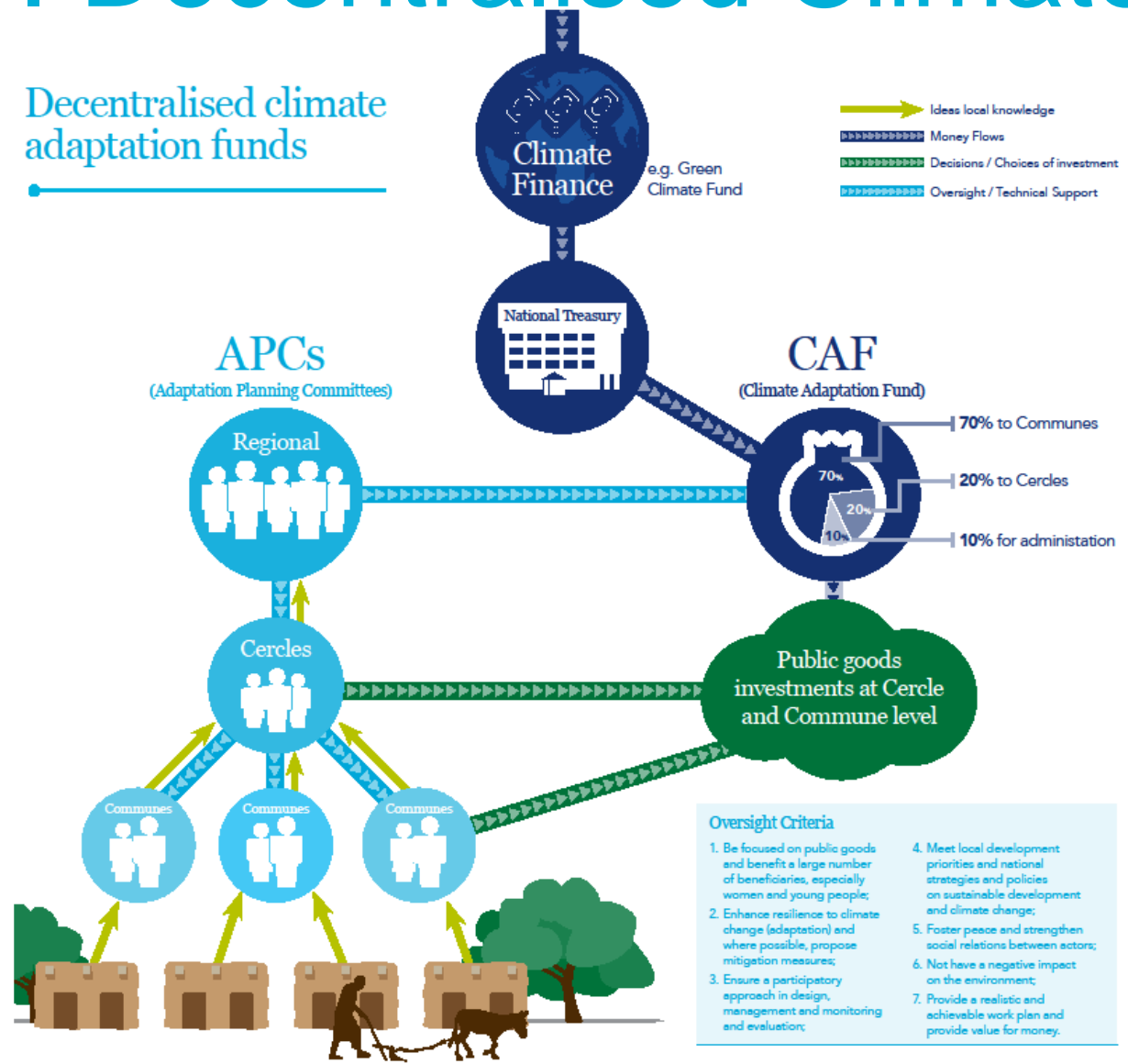
How will we meet these financing needs...?

Local climate financing brings a “triple win”:

- More sustainable results at lower cost
- Develops local capacity
- Generates local economic development benefits

1. Decentralised Climate Funds

Decentralised climate adaptation funds



- Senegal
- Mali
- Kenya
- Tanzania

Side event: Devolved Climate Finance, How to reach the most vulnerable. 16.45 – 18.15 on Wednesday 16th, Mediterranean Room

2. Capacity support accessing climate finance

Public sector:

- Mali: *L'Agence Nationale d'Investissement des Collectivités Territoriales (ANICT)*, i.e. the Financial arm of the Ministry of Décentralisation
- Tanzanie: Présidents Office – Regional Administration and Local Government (PO-RALG)

What kind of support:

- Navigate the climate finance landscape
- Surpass the fiduciary, environmental and social, and gender standards
- Identify, design and develop climate change projects and programmes through their participatory processes

3. Advocating for change in international fund policy

E.g. Recommendations for promoting local level financing:

1. Identify the baseline of finance that is reaching the local level
2. Develop an international goal for international climate finance to reach the local level
3. Provide flexible, grant-based and programmatic finance
4. Increase the risk appetite of funds to:
 - Innovative with financial instruments
 - Promote flexible and local co-financing
 - Provide household and community relevant results frameworks
5. Provide tailored capacity support to build local capacity
6. Build national and local multi-stakeholder platforms with community representation

Blog: Six steps to local climate finance: <http://www.iied.org/six-steps-local-climate-finance>