



INFFs: Policy Integration for SDG and Climate Finance

Session 9: Climate and SDG Finance Deep Dive

2025 Executive Training Course for Policymakers on the 2030 Agenda for Sustainable Development

Accelerating Synergies for Integrated SDG and Climate Action

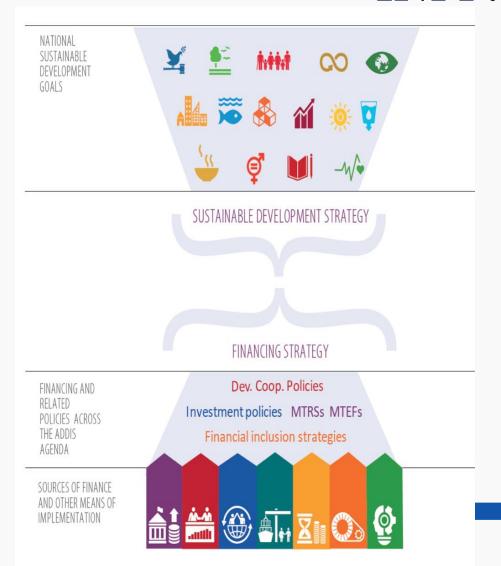
Incheon, Republic of Korea, 18 - 21 March 2025

What are INFFs?





INFF: An Overview



- INFF is an approach / framework to align <u>all financing</u> with sustainable development
- INFF <u>strengthens coherence</u> across financing policies
- INFF <u>builds on what is already in</u> <u>place</u> and streamlines support
- ❖ INFF is <u>country-owned and</u> <u>country-led</u>





INFF building blocks







Assessment & Diagnostics: Why is it important?



- Paints a picture of financing gaps and identifies key risks and bottlenecks
- Provides the starting point for formulating a country-owned, integrated financing strategy
- Sheds light on potential gaps in existing monitoring and review mechanisms, especially data systems, and on governance and coordination arrangements





Financing Strategy: Why is it important?

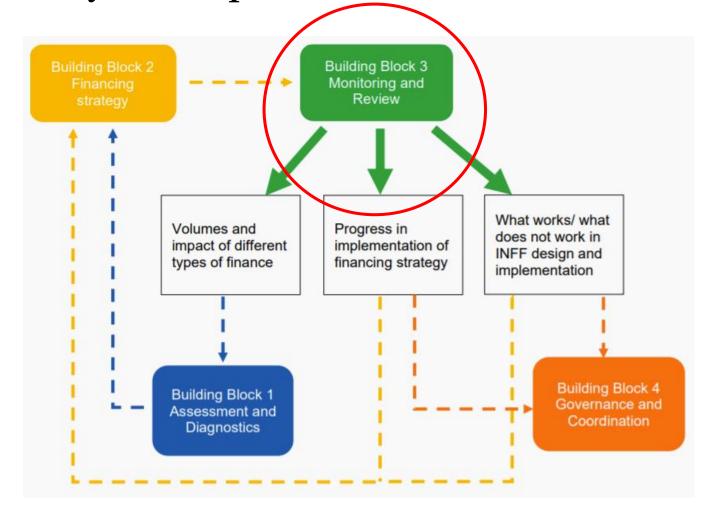


- Streamline existing approaches and tools into one framework
- Find solutions to close financing gaps, overcome constraints and make the most of financing opportunities
- Identify financing policies that are risk-informed and take equity, social and environmental concerns into account, addressing potential spillover effects and trade-offs



Monitoring & Review: Why is it important?

- Brings together all information required by policymakers to take decisions, and for relevant stakeholders to hold providers of finance to account
- Supports effective implementation of other INFF building blocks







Governance & Coordination: Why is it important?



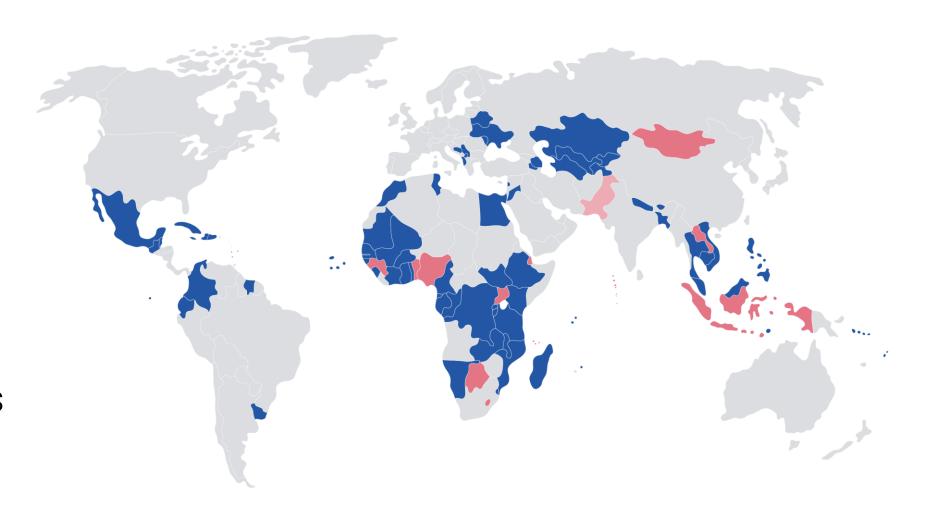
❖ Driver of overall effectiveness

- Guides entire INFF process
- Ensures country ownership and leadership
- Strengthens intra-governmental collaboration and multi-stakeholder participation
- Enhances coordination with development partners
- Overcomes silos and increases coherence and integration of existing approaches and processes

Where are INFFs implemented and how are countries supported?

86

countries in different stages of INFF process



United | Dep Nations | Soci

Department of Economic and Social Affairs

INFF Guidance

INFF Technical Guidance Overview

• BB 1: Assessment & Diagnostics

BB 2: Financing Strategy

BB 3: Monitoring & Review

BB 4: Governance & Coordination

INFF Elearning Courses • INFFs: An Introduction

• INFFs: From Theory to Practice

• INFFs: Climate Finance

INFF Technical Deep Dives SIDS, Climate, DRR, LNOB, Development cooperation, Education, Health, Agriculture, DRR, Budget Credibility, LDCs



An INFF is:

- An approach to incorporating financing considerations in the national development planning process;
- A guiding framework to develop financing policies that are integrated and coherent with all dimensions of sustainability;
- A way of expanding the consituencies that engage in financing discussions at the country level;
- An avenue to ensure necessary systems are in place to facilitate transparency, accountability and learning around financing.





An INFF isn't:

- A one-size-fits-all, formal process that governments should follow to elaborate financing strategies for their national development plans;
- An additional tool from the international community to support financing for sustainable development at the country level;
- The solution to global systemic issues related to financing for sustainable development;
- The silver bullet for implementing the Addis Ababa Action Agenda.







CORE PARTNERS









SUPPORTING PARTNERS















SUPPORTING PARTNERS





United Nations Regular Programme of Technical Cooperation

Applying an INFF to Finance National Climate Goals





INFFs for Climate Finance Challenges

Challenges

- Financing gap and resource mobilization
- Strategy design and resource allocation
- Integration across sectors, and national development and financing policies
- Boost private sector investment
- Governance and coordination

The Need for an Integrated Approach

- An INFF can help bring together these dimensions of integration:
 - Financing policy areas and stakeholders
 - Climate considerations and national level frameworks and plans
- And ensure they are carefully considered in national policymaking processes





Assessment and Diagnostics

01 Financing Needs

- Offer learning for NDC costing efforts
- Estimate the costs of national climate actions
- Identify priority policy areas

03 Risks

- Asses risks that may affect financing of national climate goals over time
- Assess how they will affect climate financing system

02 Financing Landscape

- Identify existing and projected financing support
- Considering all available financing, public and private, bilateral and multilateral

04 Binding Constraints

 Highlight the most relevant structural challenges to countries' efforts for financing national climate goals





Financing Strategy

01 Ensuring prioritised financing reforms are climate-sensitive

- Coherence checks
- Align financing policies with national climate goals
- Highlight unintended consequences

02 Designing a climate financing strategy

- Strengthen the development of the national climate financing strategy
- Identify policies, legal or regulatory measures, financing instruments, and processes





Monitoring and Review

Use existing systems

E.g., climate budget tagging, sustainability reporting

Identify areas that requires strengthening

E.g., alignment with NDC cycle, reporting enforcement

Streamline efforts, enhance access to policy-relevant finance data, and inform climate policy





Governance and Coordination

IDENTIFY AND ASSESS EXISTING GOVERNANCE ARRANGEMENTS

Identify and assess the institutions and processes that exist to guide, enable and support (coherent) climate financing policy making:

- Commitment and leadership
- Access to knowledge and perspectives
- Coordination

ENHANCE COHERENCE, CLOSE GAPS IF NEEDED

Establish how to strengthen existing arrangements, based on:

- Appropriate level of ambition
- Available capacity and resources
- Objectives identified in the climate financing strategy



Applying an INFF to Finance National Climate Goals

