



May 2024

ENTRY POINTS FOR REALIZING COHERENT IMPLEMENTATION OF NDCS AND SDGS FINANCE





A GLOBAL COALITION FOR COLLECTIVE ACTION

The NDC Partnership brings together developed and developing countries and institutions delivering on ambitious climate action to help achieve the Paris Agreement, advancing sustainable development.

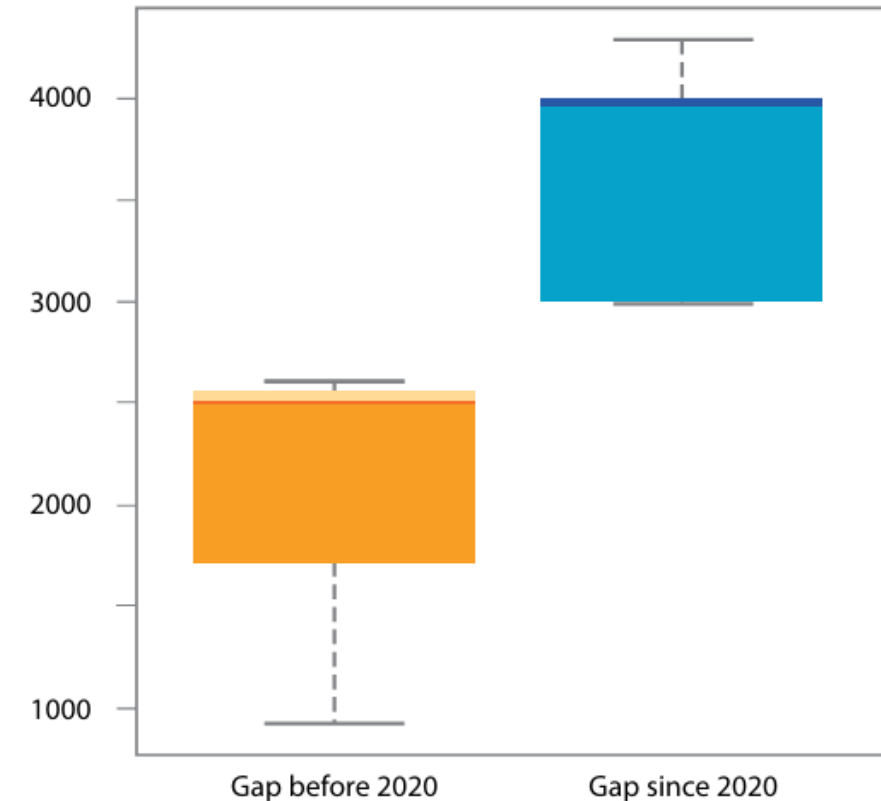


CURRENT SCENARIO

SDG FINANCE GAP

- > The world is severely off track to achieve the SDGs by 2030.
- > On a BAU pathway, where social, economic and technological trends do not shift markedly from historical patterns, the SDGs would remain out of reach even in 2050.

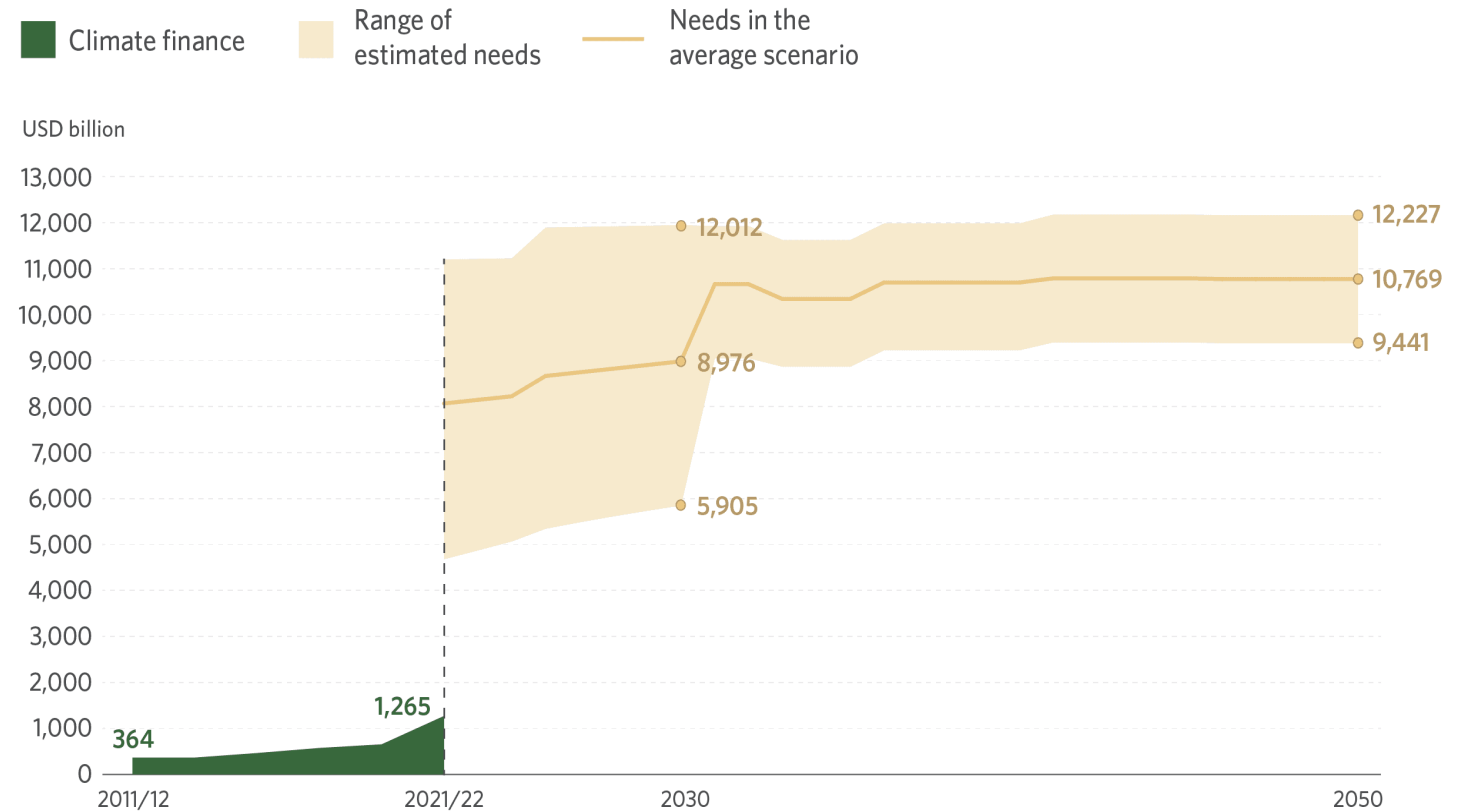
Range of estimates of annual SDG financing gaps in developing countries
(Billions of United States dollars)



CURRENT SCENARIO

THE CLIMATE FINANCING CHALLENGE

- The Global Landscape of Climate Finance 2023 estimates average global climate finance needs of USD 8.9 trillion annually by 2030 and USD 10 trillion by 2050



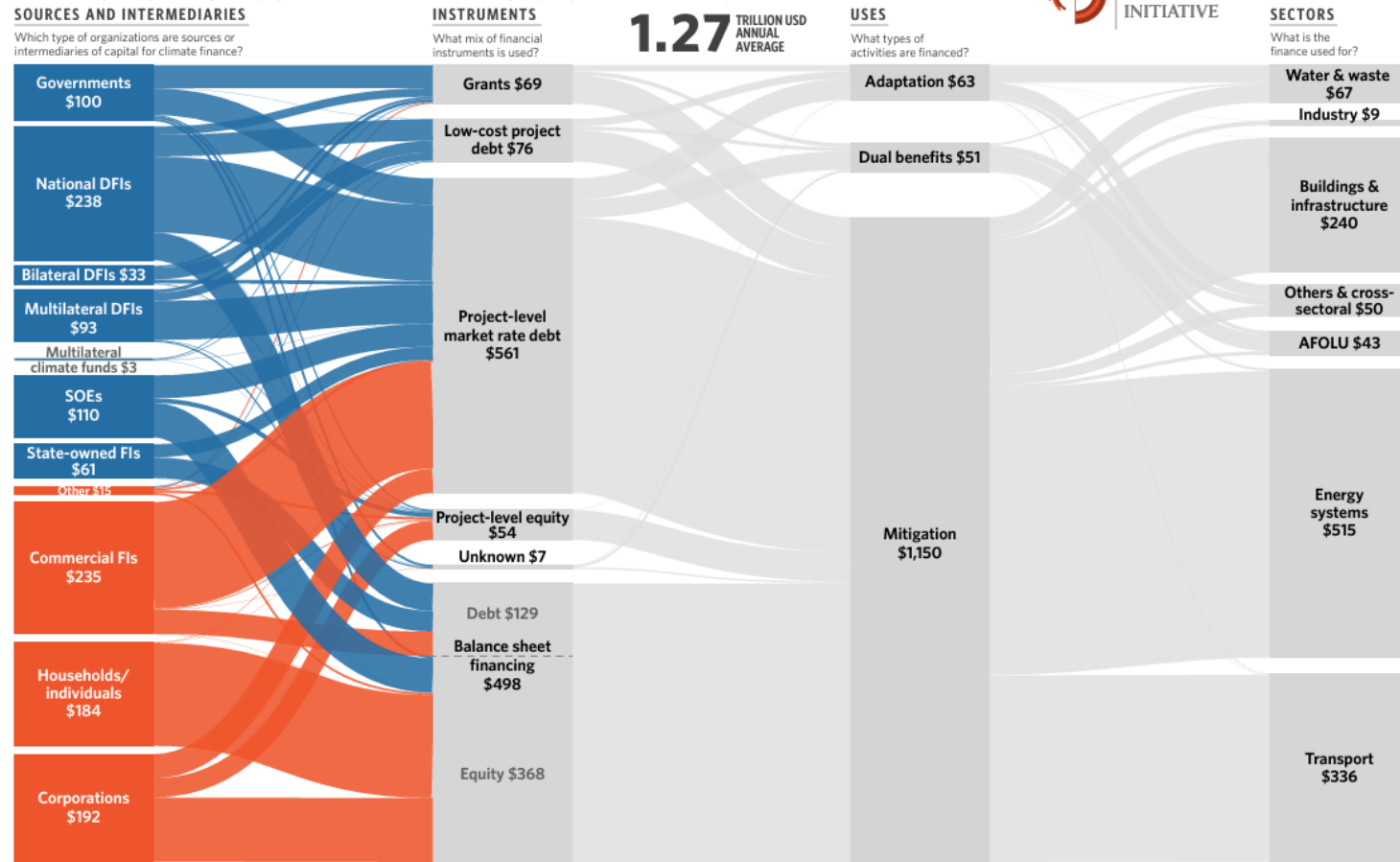
Source: Climate Policy Initiative (2023), Global Landscape of Climate Finance 2023

CURRENT SCENARIO

UNDERSTANDING THE GAP

LANDSCAPE OF CLIMATE FINANCE IN 2021/2022

Global climate finance flows along their life cycle in 2021 and 2022. Values are averages of two years' data to smooth out fluctuations, in USD billions



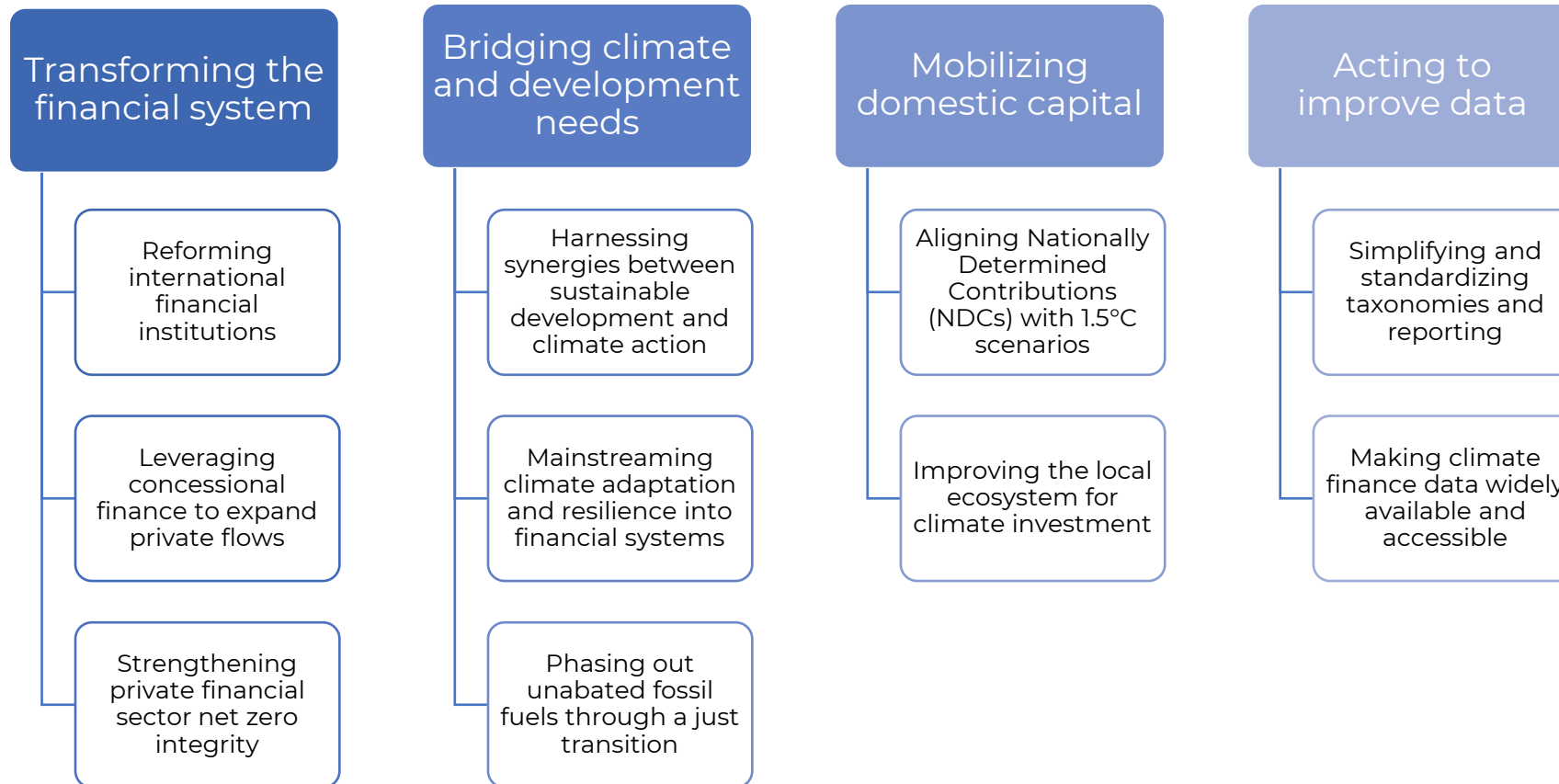
Public **Private**

"Other" public sources include export credit agencies and unknown public funds
 "Other" private sources include institutional investors, funds, and unknown
 "AFOLU" stands for agriculture, forestry, other land use, and fisheries. "Others & cross-sectoral" includes \$6bn unknown

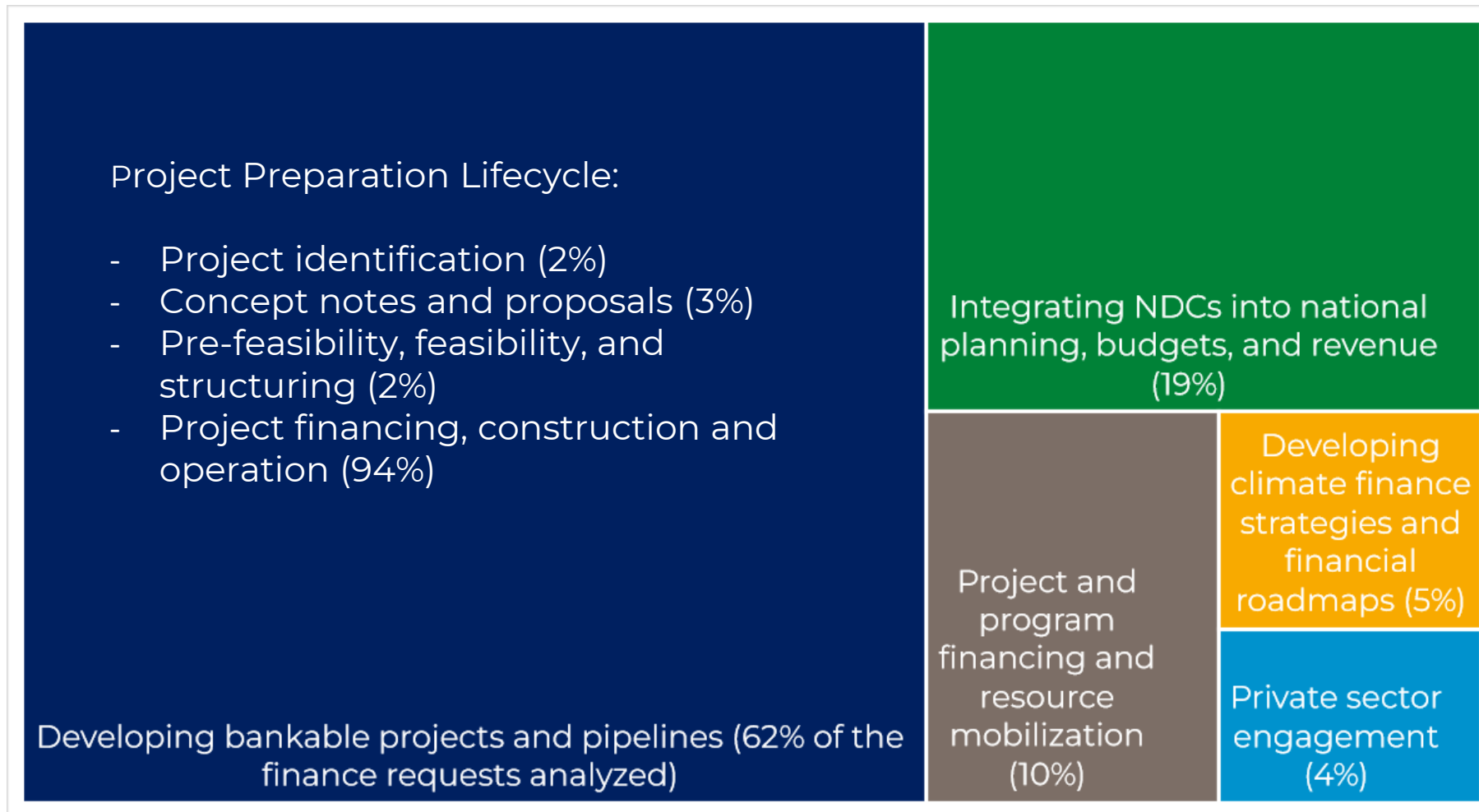
Source: Climate Policy Initiative

THE WAY FORWARD

HOW CAN WE SCALE THE QUANTITY AND QUALITY OF CLIMATE FINANCE?



NDC PARTNERSHIP DEEP DIVE ON CATEGORIES OF FINANCE REQUESTS



THE WAY FORWARD

THE IMPERATIVE OF ALIGNING SDG AND CLIMATE FINANCE

- > **Leverage:** NDCs 3.0 process offer an opportunity to surface SDG needs and ensure finance mobilization is aligned.
- > **Plan:** A robust investment planning process can help identify and address systemic barriers and capacity gaps, as well as develop enabling conditions for financier engagement (i.e., private sector).

Article 2

1. This Agreement, in enhancing the implementation of the Convention, including its objective, aims to strengthen the global response to the threat of climate change, in the context of sustainable development and efforts to eradicate poverty, including by:

(a) Holding the increase in the global average temperature to well below 2°C above pre-industrial levels and pursuing efforts to limit the temperature increase to 1.5°C above pre-industrial levels, recognizing that this would significantly reduce the risks and impacts of climate change;

(b) Increasing the ability to adapt to the adverse impacts of climate change and foster climate resilience and low greenhouse gas emissions development, in a manner that does not threaten food production; and

(c) Making finance flows consistent with a pathway towards low greenhouse gas emissions and climate-resilient development.

2. This Agreement will be implemented to reflect equity and the principle of common but differentiated responsibilities and respective capabilities, in the light of different national circumstances.

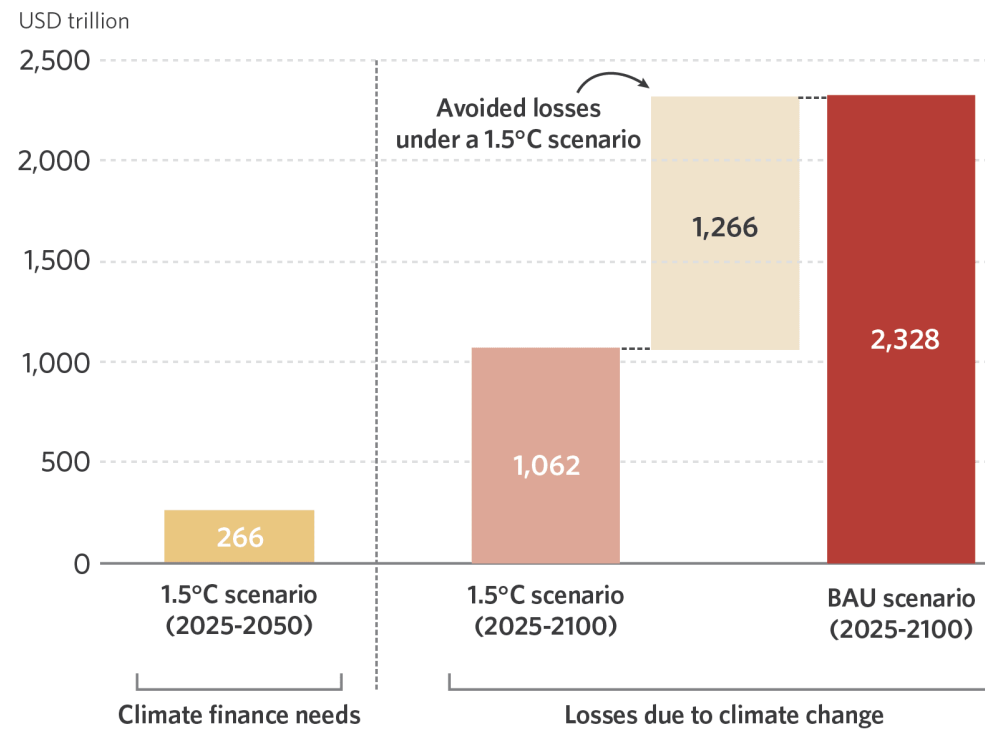


ENTRY POINTS FOR REALIZING COHERENT IMPLEMENTATION OF NDCS AND SDGS FINANCE



THE WAY FORWARD

THE COST OF INACTION



Source: Climate Policy Initiative (2023), Global Landscape of Climate Finance 2023



SESSION 10

FINANCING NDCS AND SDGS



SESSION 10

AGENDA

Time	Session
13:00 – 13:10 (10min)	Introduction to the session Moderator: Adrián Flores, Climate Finance Associate, NDC Partnership
13:10 – 13:30 (20 min)	Presentation of the Climate Investment Planning and Mobilization Framework Selina Wrighter, Head of Policy and Strategy, Green Climate Fund
13:30 – 13:40 (10 min)	Group work mechanics explanation Adrián Flores, Climate Finance Associate, NDC Partnership
13:40 – 14:20 (40 min)	Group work: aligning SDG and climate finance through the Climate Investment Planning and Mobilization Framework, opportunities and gaps
14:20 – 14:50 (30 min)	Presentation of results by group representatives and discussion
14:50 – 15:00 (10 min)	Closing remarks and linkages with Session 11 Mr. Raymond Saner, Professor Emeritus, Business and Economics, Basel University
15:00– 15:15	Break

SESSION 10

SESSION OBJECTIVE

- > Explore how to maximize benefits in driving parallel NDC and SDG financing processes at the national level.
- > To achieve this goal, the Climate Investment Planning and Mobilization Framework will be introduced as a tool to align the attainment of climate priorities with broader sustainable development objectives.
- > The discussion will center on exchanging best practices and approaches for translating NDCs into tangible investments aligned with sustainable development goals.

SESSION 10

GROUP DISCUSSIONS

- Participants will be divided into four groups to discuss concrete opportunities and gaps to align SDG and climate finance. The discussion will have a duration of 40 minutes.
- Each group is requested to select one moderator, one note-taker, and one presenter.
- Each group is expected to report back on four categories. Each group moderator will ensure that each of the categories are discussed and presented to the broader audience.
- After the discussion, each group will present the results to the broader audience. Each group will be invited to present for 5 minutes (20 minutes). Space for questions and discussion by the audience will be allowed (10 minutes).

SESSION 10

GROUPS

- **Group 1 - SDG/climate finance capacity:** This group will explore the necessary capacities to align SDG and climate finance, examining essential institutional arrangements. This includes integrating sustainable development and climate action into development planning and establishing appropriate institutional frameworks.
- **Group 2 - SDG/climate investment needs identification and prioritization:** This group will delve into aligning SDG and climate investment identification and prioritization, examining how policy instruments like NDCs play a crucial role in guiding the alignment process. Additionally, the group will discuss how the investment planning process can contribute to NDC updates and SDG progress in line with the national plan or financing priorities.

SESSION 10

GROUPS

- **Group 3 - SDG and climate finance mobilization:** This group will discuss how to effectively mobilize finance to achieve SDG and climate objectives. The conversation will center around tackling challenges, seizing opportunities related to project development, and engaging financiers, including the private sector. Participants will explore strategies to overcome barriers and leverage potential avenues for financing to support sustainable development and climate action initiatives.
- **Group 4 - Measuring/Monitoring national to local implementation:** This session will focus on identifying and addressing the primary barriers to aligning climate investments with the SDGs and national plans towards local implementation and results on the ground. Participants will identify the key challenges hindering alignment and brainstorm potential solutions to overcome them.

SESSION 10

REPORT BACK QUESTIONS

- **What did you identify as important and why?**
- **What elements would be most challenging to implement?**
- **What types of support would you need to do this?**

THE FULL PICTURE

GCF/NDC Partnership Climate Investment Planning and Mobilization Framework

