

Uganda's SDGs Financing Mechanisms

2024 Executive Training Course for Policymakers on the 2030 Agenda

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https://sdgs.opm.go.ug





Presentation Outline

Background

SDG Coordination framework

SDG Mainstreaming and financing mechanisms

NDCs and climate financing





Background

Adopted in **2015** by United Nations Member states.

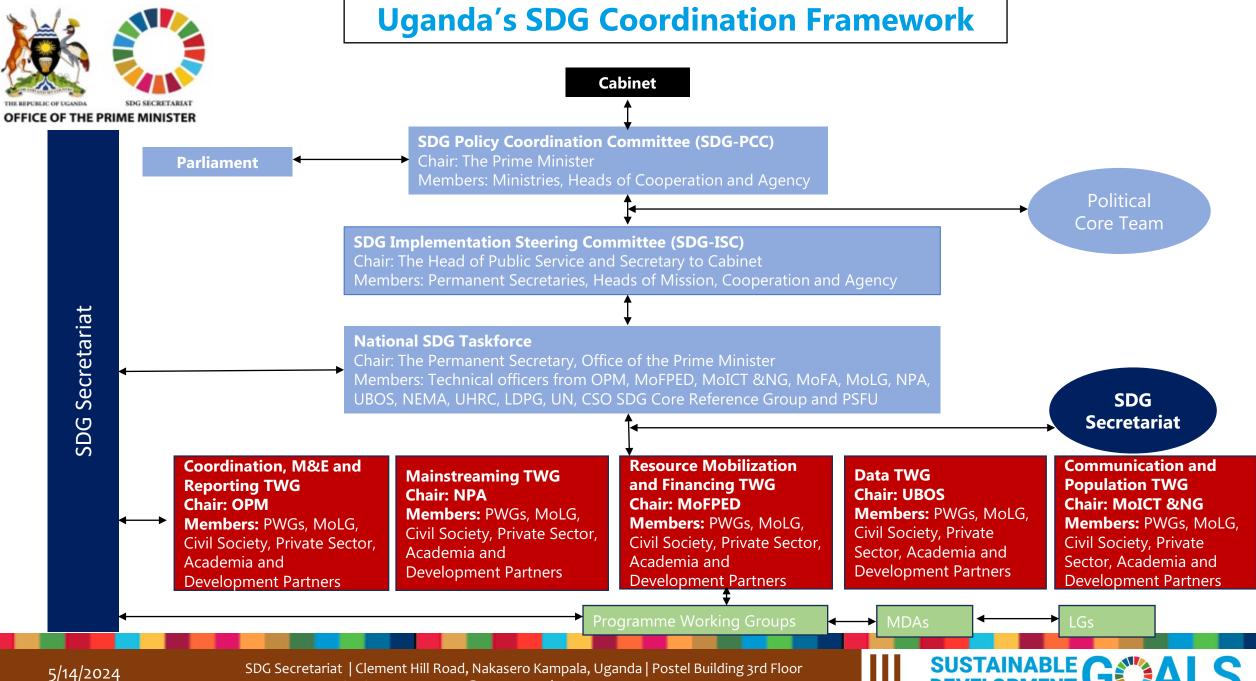
The SDGs aim to address

- □social,
- □economic, and
- **Denvironmental challenges**

... to end poverty, protect the Planet, and ensure that all People enjoy Peace and Prosperity through Partnerships by 2030.









Planning and Mainstreaming of SDGs into NDPs

NDPIII GOAL AND PROGRAMMES	SDGs	AA2063 (PA - Priority Area)	EAC 2050		
Goal: Increase Household	SDG: 1,2,	Goal 1 – PA: Incomes; poverty and	Socio-Economic Indicators:		
Incomes and improve quality of	3,4,5, 6,	inequality	Poverty; Income Distribution		
life (GDP per capita, poverty,	8,10	Goal 4 - Sustainable and inclusive	(Gini Co-efficient)		
inequality, human development)		economic growth			
PROPOSED PROGRAMME	SDG	AA2063: (PA - Priority Area)	EAC 2050		
AGRO-INDUSTRIALIZATION	SDG: 2, 9,	Goal 4 - PA 4.2: STI driven	Goal: Agricultural		
PROGRAMME	12	manufacturing/ industrialization,	production and productivity,		
		Target b	GOAL: Leveraging		
		Goal 5: Modern agriculture	industrialization (Agro-		
			processing industry)		







Planning and Mainstreaming SDGs into NDPs

Agro-Industrialization







Mineral Based Industrialization



Sustainable **Development of** Petroleum



Tourism **Development**



Private Sector Development



Manufacturing





Digital **Transformation**



Transport Infrastructure and Services



Sustainable Energy



Human Capital Development

Natural Resources. **Environment, Climate Urbanization and** Change, Land and Water Management

Sustainable Housing

Innovation, **Technology** Transfer and Adoption

Community Mobilisation

Regional Balanced Development

Governance and Security

Public Sector Transformation

Development Plan Implementation





































Planning and Budget Alignment through Certificate of Compliance

- The Certificate of Compliance (CoC) serves the following five (5) core purposes:
 - 1. Support execution of oversight functions of:
 - ✓ Parliament, regarding budget appropriation
 - ✓ Oversight institutions (OAG, Non-State Actors) to strengthen accountability mechanisms.
 - 2. Informs Cabinet decision making during the consideration of the annual budgets.
 - 3. Helps MDAs and LGs to improve alignment & performance towards achievement of the NDP and SDGs and their targets.
 - 4. Gauging Uganda's commitment to achieving the international agenda that is delivered through budget interventions and allocations.
 - Inform the Public about the transparency, consistency and effectiveness of planning and budgeting processes.





Uganda has put in place the Charter for Fiscal Responsibility which ensures.....

- Sufficiency in revenue mobilization to finance government budget.
- Maintenance of Prudent and Sustainable levels of public debt consistent with Uganda's Medium Term Debt Management Strategy
- Sustainable Fiscal balance over the medium term.
- Prudent management of petroleum resources and other finite natural resources for the benefit of current and future generations.
- Management of Fiscal risk in a Prudent manner.
- Consistency of Medium-Term Expenditure Framework with the National Development Plan; and
- > Efficiency, Effectiveness and Value for Money in public expenditure





Financing and resource mobilization

Uganda ha	as c	developed	a domest	ic resour	ce mobil	lization st	rategy and	l Integr	ated	Nation	nal Fi	nancing	Framework	(INF	F) to
continue -		enhance	domestic	revenue	to fund	d priority	interventi	ions in	the	SDGs	and	Nationa	l Developm	nent	Plan
Proper o	alig	nment an	d cohesior	n and syn	ergies in	allocatio	n and impl	ementa	ation						

☐ Developed the integrated SDG (iSDG) model for Uganda

Through the model three categories of interventions as SDG accelerators (*Environment, Governance & Industry*) have been identified. The accelerators identified also provided the basis for the NDPIII investment priorities including the combination of cross-cutting programmes (Health, Education and Infrastructure) delineated in 3rd NDP.

☐ Approaches being explored;

- The Government continues to explore mobilizing finances from other non-traditional sources (Climate Action Funds, and other blended finances such as Capital Markets and sale of Carbon credits).
- Access to long term low interest financing to finance long term development projects





SDG Summit and Uganda's Commitments

SDG Summit



SDG Commitments

- (i) Accelerating Leave No One Behind Agenda through the inclusive Parish Development Model Implementation
- (ii) Accelerate inclusive actions for Trade financing and Climate-Smart investments;
- (iii) Accelerate inclusive actions to leverage Science, Technology and Innovation;
- (iv) Accelerating inclusive economic and social development through climate change adaptation and mitigation
- (v) Accelerate efforts to harness the full potential of data to improve the lives of all Ugandans
- (vi) Accelerate strengthening SDG coordination and service delivery mechanisms.





Partnerships for SDGs: Private Sector Participation

SDG Platform Structure









Private Sector SDG Coordination
Platform (structured space for interaction between
the private sector and other stakeholders)

Round Table 1: Private Sector & National Authorities

Round Table 2: Private Sector & Local Governments

Round Table 3: Private Sector & the UN

Round Table 4: Private Sector & financial sector

Round Table 5: Private Sector & academia/CS

Other Round Tables



Access to knowledge depositories, data & analysis

Links to international and regional forums

Links to SDG innovators (public and private) globally

Knowledge Centre & Innovation Lab

(platform to access best practices and innovations, globally, regionally and nationally)





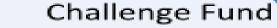
Technical assistance/BDS facility

(support to design and preparation of investable projects)









(revolving fund for de-risking solutions)

Thematic Window
1: Innovative

Thematic Window 2: Innovative products

Other thematic Windows

Instruments: grants, concessional loans, guarantees





Parish Development Model: Pillar One Agro-procesisng,

value aaddition and marketing

Subsistence Households Ecosystem (Organised around income generating activities)



Subsistence households



Enterprise Groups



PDM SACCO

Subsidised loans

Insurance

Market place matchmaking

BDS

Savings

The PDM Parish

Business Ecosystem Connecting and delivering

services to households that

operate viable enterprises that can generate incomes and

support savings

Services

Support System for SSH







Insurance Providers



Processors

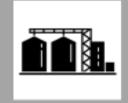


Certified advisors/extension officer



dealers/suppliers

Data Services System



Storage



- According to the Sustainable Development Solutions Network report 2023,
 Uganda is more than 50% on track to achieving SDGs by 2030
- Among the 52 African countries, Uganda's overall score stands at 55.0 (higher than the regional average of 53.0)
- Additionally, Uganda ranks in the 6th position in Africa after (Benin, Nigeria, Egypt, , Ghana, and Kenya) regarding Government's commitment in the coordination and implementation of SDGs



OFFICE OF THE PRIME MINIS 1. 2nd VNR presented. 2. NDP III Aligned to SDGs. 3. Publications on SDGs

2015

2016

2018

2019

2020

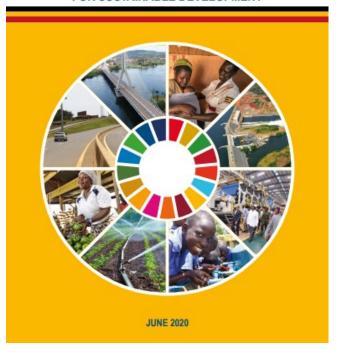
2021

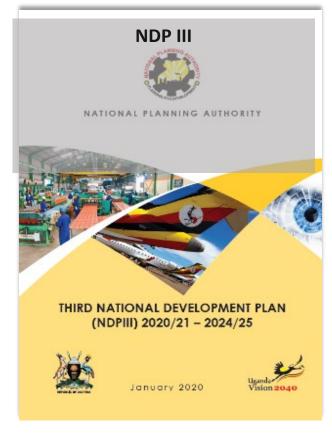
2022

2023



VOLUNTARY NATIONAL REVIEW REPORT ON THE IMPLEMENTATION OF THE 2030 AGENDA FOR SUSTAINABLE DEVELOPMENT







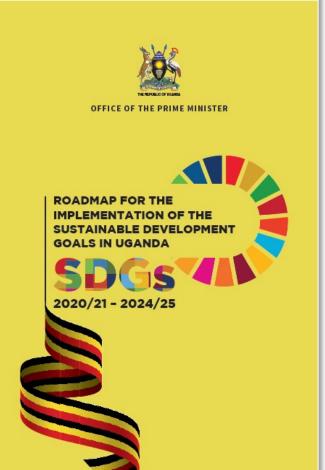


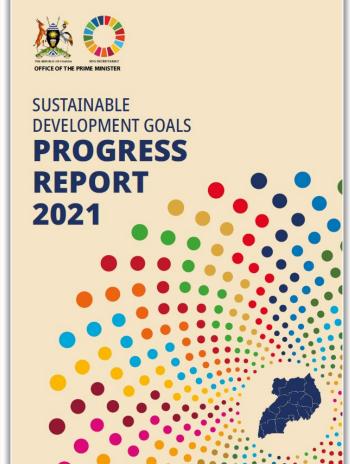
SDG Localization outreaches in DGLs

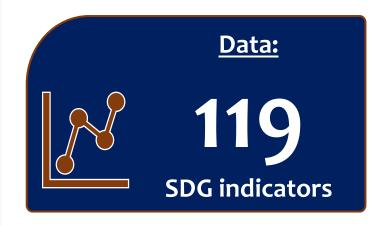




1. 2nd SDG Road Map 2020/21 – 2024/25. 2. SDG Progress Report











1. First SDG Conference. 2. Publications on SDGs

2015

2016

2018

2019

2020

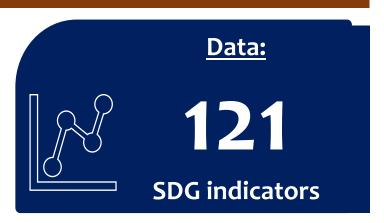
2021

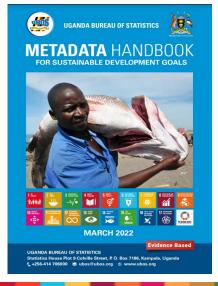
2022

2023



First SDG Conference in Uganda





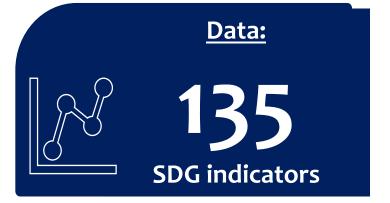




1. Second SDG Conference. 2. Conducted 4 Regional Festivals











Status of Implementation...

169

Targets

231

GOALS

Global Indicators

201

Indicators applicable to Uganda

135

Indicators with Data points





Uganda's NDC (2020 – 2030)...

- Mitigation Contribution of $24.7\% = 36.75 \text{ MtCO}_2\text{e}$ reduction of emissions below business as Usual in $20230 (5.9\% = 8.78 \text{ MtCO}_2\text{e} \text{ unconditional}, 18.8\% = 27.97 \text{ MtCO}_2\text{e}$ is conditional. Covers six key categories.
- Adaptation Is the government priority response measure to climate change. Covers 13 priority sectors.
- Finance \$ 28.1 billion required to implement both unconditional and conditional adaptation and mitigation Actions.
- Crosscutting Issues Gender, technology and capacity-building are integral to the NDC.
- NDC has a costed implementation plan and a resource mobilization strategy. Many partners onboard: NDC Partnership, GGGI, UK's FCDO, GIZ, UNDP etc.





Climate Finance Estimates

Cost Disaggregation	USD (Millions)	Percentage		
Total Updated NDC Cost	28,098.68	100		
a) Total Conditional	24,028.24	85%		
b) Total Unconditional	4,070.45	15%		
Total Adaptation Cost	17,668.89	100		
a) Adaptation Cost Conditional	15,168.43	86%		
b) Adaptation Cost Unconditional	2,500.46	14%		
Total Mitigation Cost	10,323.09	100%		
a) Mitigation Cost Conditional	8,760.08	85%		
b) Mitigation Cost Unconditional	1,563.01	15%		
Total Cross-Cutting Cost	106.7	100%		
i. Cross-Cutting Conditional	99.72	93.4		
ii. Cross Cutting Unconditional	6.98	6.54%		





Access Modalities

- National budget the Public Finance Management Act (2015) and National Climate Change Act (2021) mandate all government entities to allocate resources to deal with climate risks during planning and budgeting. 'A drop in the ocean' vis-à-vis the need.
- International Climate Change funds Ministry of Water and Environment is a
 Direct Access Entity to the Green Climate Fund and Adaptation fund slow,
 complex, low access.
- Voluntary cooperation approaches under Article 6 of the PA. Uganda is in the tail end of formulating regulations to govern participation in carbon market mechanisms A work in progress.





New Approaches, New Hope

- A recognition that current mechanisms for accessing climate finance for LDCs and SIDs are slow, complex, resource intensive and highly projectized. Uganda alongside; Bangladesh, Fiji, Jamaica, and Rwanda are pioneer countries to trial this new approach to empower LDCs and SIDs to enhance access to climate finance. UK has committed \$100m. Each pioneer country is supported by an anchor donor and other climate finance providers and partner initiatives to develop an approach which is aligned, coordinated, programmatic and inclusive.
- Uganda supported to establish a Climate Finance Unit in the Ministry of Finance Planning and Economic Development.
- East African Climate Finance Directors Forum a platform for peer learning for climate finance mobilisation





New Approaches, New Hope Ct'd

- Uganda is piloting two approaches that seek to take climate finance to the last mile communities.
- Least Developed Countries Initiative for Effective Adaptation and Resilience (LIFE-AR). The aim is to support a shift away from 'business-as-usual' approaches to a more effective and ambitious climate response. It shifts power to the local level, making communities the key agents in driving climate-resilient societies by strengthening local government planning and finance systems to deliver climate-resilient development. 12 Local Governments involved.
- Local Climate Adaptive Living Facility (LoCAL). Partners: UNCDF + EU and member states especially Sweden. Local governments are supported to develop climate change adaptation plans that meet their community's needs. Actions are financed through special grants, known as performance-based climate resilience grants (PBCRGs) and include technical support and capacity building measures. 8 Local Governments involved



Is Uganda ready for the next VNR?

Will key issues of NDCs and CC be highlighted in the VNR?

YES 😜 🤣



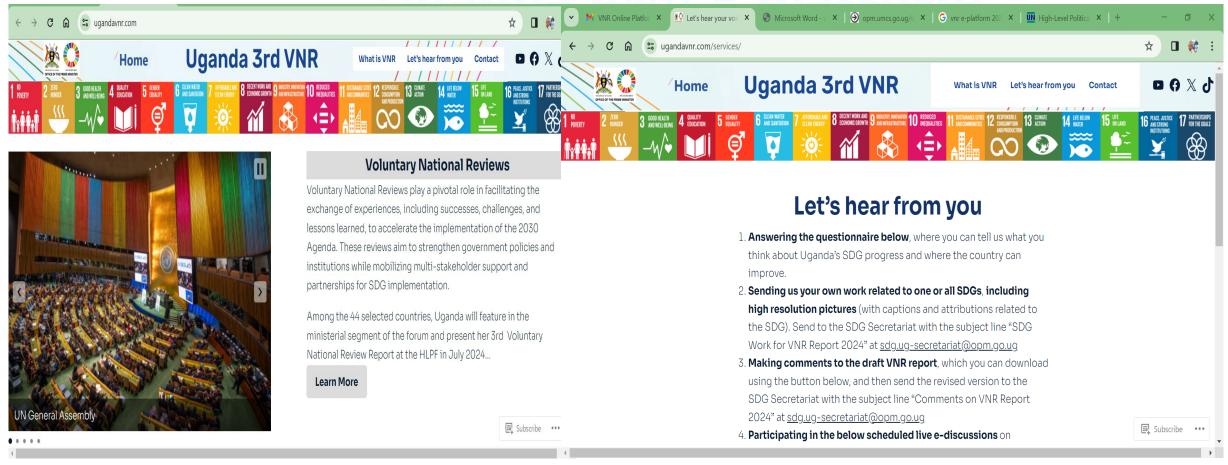








Uganda VNR E-platform https://ugandavnr.com/











Relaunching the 'Leave No One Behind' Citizen Dialogues

Implementing SDGs with Citizens at the Center

Thank you for listening!

