UK PACTORY GREEN RECOVERY CHALLENGE FUND

UK PACT OVERVIEW

UK PACT: Partnering for Accelerated Climate Transitions

MISSION AND VISION

- UK PACT is a capacity building programme under the UK's International Climate Finance (ICF) portfolio. It is part of the UK's commitment to deliver £5.8bn in International Climate Finance by 2021
- The programme supports countries to implement and increase their ambitions for carbon emission reductions in line with their Nationally Determined Contributions (NDCs), and to meet the goal of the 2015 Paris Agreement to limit dangerous climate change
- UK PACT is demand-driven, adjusting key focus areas based on partner countries' needs and sectoral priorities

IT WILL ACHIEVE THIS BY:

- Working with partner countries to improve the capacity and capability of key institutions to reduce emissions and foster inclusive economic growth
- Addressing barriers and constraints to clean growth
- Pursuing opportunities for greater climate ambition

UK PACT – Key Facts and Figures

UK PACT is a £60m programme

- UK PACT is funded by the UK's Department for Business, Energy and Industrial Strategy (BEIS), and delivered under the UK's International Climate Finance (ICF) portfolio
- UK PACT will deliver £60
 million between 2018-2022,
 through Country Programmes,
 Skill-Shares and
 Secondments and a Green
 Recovery Challenge Fund
- UK PACT is working with highambition countries in Asia, Africa and Latin America, and currently has programmes in China, Colombia, Mexico and South Africa

The Green Recovery Challenge Fund will focus on the following countries*



Argentina



Bangladesh



Brazil



China



Colombia



Ethiopia



India



Indonesia



Kenya



Malavsia



Mexico



Nigeria



Peru



South Africa



Thailand



Vietnam

A flexible, demand-driven delivery model to support transformational change

UK PACT is designed to be flexible and adaptive, with 3 core components to its delivery model. BEIS has procured a delivery partner to lead the delivery of each component:



STRATEGIC OVERSIGHT



COUNTRY PROGRAMMES:

Support innovative projects in partner countries to provide capacity building in line with the country context and demand from government stakeholders



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STRATEGIC OVERSIGHT



GREEN RECOVERY CHALLENGE FUND (GRCF):

Support for innovative capacity building projects to promote low-carbon solutions and a green, resilient and inclusive recovery in a wider range of countries





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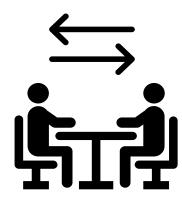


STRATEGIC OVERSIGHT



SKILL-SHARES AND SECONDMENTS:

Providing both short-term peer-topeer **skill shares** with country counterparts, and long-term **secondments** into key institutions





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STRATEGIC OVERSIGHT

1. COUNTRY PROGRAMMES:





Support innovative projects in partner countries to provide capacity building in line with the country context and demand from government stakeholders

2. GREEN RECOVERY CHALLENGE FUND (GRCF):



Support for innovative capacity building projects to promote low-carbon solutions and a green, resilient and inclusive recovery in a wider range of countries

3. SKILL-SHARES AND SECONDMENTS:





Provide both short-term peer-to-peer **skill shares** with country counterparts, and long-term **secondments** into key institutions



Supporting a 'green recovery'

UK PACT is a long-term programme and is actively supporting green and inclusive economic recovery efforts for Government, businesses and civil society

- Following the strain put on by COVID-19, a swift and sustainable recovery will be a priority for government and businesses
- UK PACT has an important role to play in contributing to this recovery and ensuring a global 'green recovery'

- Project proposals must contribute to these green recovery efforts and align with both emissions reductions and economic recovery objectives
- Our robust risk assessments and mitigation strategies will ensure projects have the necessary built-in flexibility and adaptability

GRCF OVERVIEW



The Green Recovery Challenge Fund

What it is



£12M



GREEN RECOVERY



GRANTS OF UP TO £500,000

What are we looking for?

We are looking for innovative ideas that address specific low-carbon challenges, show measurable results, promote social inclusion and inspire future actions to increase climate ambition at scale while supporting countries to rebuild their economies after the COVID-19 outbreak.

Applications are open to international and local non-governmental organisations (NGOs), civil society organisations, research institutes and private sector companies. Each project has the potential to be awarded up to £500,000 over the course of a 12-month implementation period.

Examples of activities we expect to fund include:

ENHANCING SKILLS IN KEY INSTITUTIONS BY PROVIDING TRAINING

RECOMMENDATIONS OF NEW POLICIES OR TOOLS TO ACCELERATE EMISSION REDUCTIONS

CREATING KNOWLEDGE AND COMMUNICATION PRODUCTS (E.G. RESEARCH PAPERS)

STRENGTHENING NETWORKS OF KEY ACTORS TO DRIVE CLIMATE ACTION.

The Green Recovery Challenge Fund is distinct from other parts of UK PACT, namely from the Country Programmes.

Category	GRCF	Country Programmes
Funding capacity building projects		
Single-country projects		
Regional and multi-country projects		×
Countries		
Focus areas	thematic windows	tailored to specific country priorities

THEMES FOR THE FIRST FUNDING ROUND



Theme 1

Greening financial systems



Greening financial systems window

LOCATION

Latin America and Asia

CONTEXT

 Lack of climate risk management in financial systems restricts access to finance and investment, which are needed to enable a green recovery

ACTION

- Climate-related financial risks and opportunities need to be integrated into mainstream financial decision making. Financial systems need to embed appropriate climate risk management and greater transparency, to help accelerate the low-carbon transition
- Support is essential to develop these new, sustainable financial systems, to enable a greater long-term flow of finance



Greening financial systems window

SCOPE

- Designing and delivering roadmaps to align with the Task Force on Climate-related Financial Disclosures (TFCD)
- Integrating climate risk into financial systems and managing risks related to 'stranded assets'
- Embedding sustainable finance monitoring, reporting and verification (MRV) practices
- Strengthening institutional capacity for financial bodies at the national, regional, and local level, across the public and private sectors
- Improving transparency to promote more inclusive, equitable and greener finance

NOT IN SCOPE

- Supporting applications to donors (e.g. Green Climate Fund)
- Providing finance directly (e.g. through grants or loans)
- Providing finance indirectly (e.g. through green bonds)



EXAMPLE PROJECTS

- Training local financiers to build institutional capacity and help mainstream green financing practices
- Developing a finance monitoring, reporting and verification (MRV) tool for financial markets
- Developing gender equality and social inclusion (GESI) + climate specific indicators and data sharing platforms to support financial disclosure and increase transparency
- Supporting macro prudential action by regulators (e.g. stress testing.)

APPLICATION PROCESS

Application process



Applications stages: EOI and Full Proposal

Expression of Interest (EOI)

Capturing initial concepts and assessing eligibility

INCLUDES

- Eligibility checklist
- Thematic focus/ strategic fit of project
- Information on implementing consortium
- Demand from stakeholders

- Impact potential
- Gender and inclusion consideration
- Key risks
- High-level budget

Full Proposal

More detail provided on full project scope, activities, management, risk and budget

INCLUDES

- Full project description and transformational change criteria (impact, sustainability, political buy-in, leverage)
- Full stakeholder analysis and demonstration of beneficiary buy-in/engagement, including communications plans
- Full risk analysis

- Description of delivery team
- Project and financial management
- Gender and inclusion considerations
- Detailed project workplan
- Detailed budget

Applicants successfully selected following full proposal stage will be provided the necessary support and guidance to ensure projects are full aligned with UK PACT requirements (this may include budget and milestones, monitoring and reporting, communications and gender and inclusion support, among other aspects)

Selection criteria – Expression of Interest



Project Eligibility Criteria

RELEVANCE AND STRATEGIC FIT

- Accelerate low-carbon transition and promote a greener, fairer and more resilient future
- Greening financial systems in Latin America and Asia
- Electrifying urban mobility in Asia

ODA-ELIGIBILITY

 Contribute to a reduction in poverty, enhanced sustainable development and/or improved welfare of the country's population

DURATION

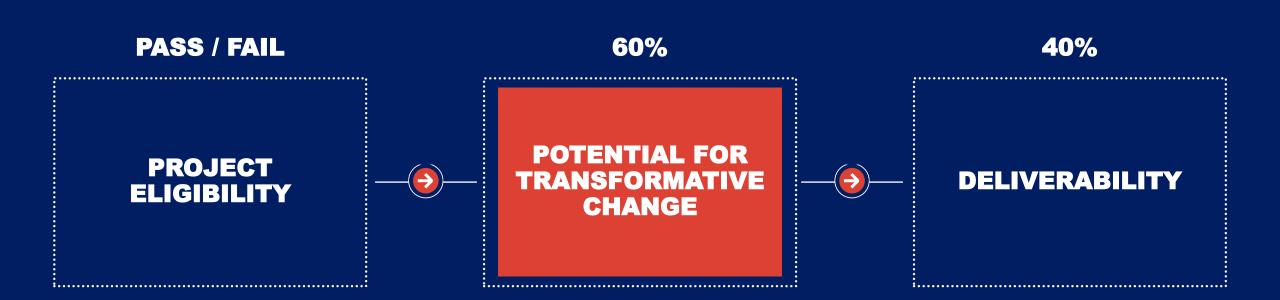
Up to 12 months*

BUDGET

- Up to £500,000
- To be paid in GBP in arrears for completed tasks

*Possibility for project extensions beyond one year, pending further funding for the UK PACT programme

Selection criteria – Expression of Interest



Key selection criteria



Transformational change:

In order to sustainably reduce emissions and shift to lower-carbon patterns of development, countries need interventions that that can catalyse further change. This means contributing to 'transformational change' by encouraging others to adopt, replicate and scale-up successful activities and by facilitating substantive institutional and policy change towards a low-carbon future.



Demand-led:

All project proposals must identify beneficiaries that will ensure the buy-in and absorption of the capacity building proposed. Applicants will be expected to have strong in-country networks and well-developed engagement plans for ensuring the uptake of project outputs

Key Selection criteria-Gender Equality and Social Inclusion

Support the inclusive low-carbon transition and a green, resilient economic recoveryneeded to reduce poverty in partner counties, contributing to the UN Sustainable Development Goals.



















Consideration of gender equality and inclusion are a minimum requirement to ensure no harm is done

Do No Harm | Ensure each intervention will not lead to unintended negative gender and/or discrimination impacts

NON-COMPLIANCE

GESI Unaware/Blind



MINIMUM COMPLIANCE

GESI Neutral



EMPOWERMENT

GESI Sensitive



TRANSFORMATION

GESI Transformative

Selection criteria – Expression of Interest



Key selection criteria



The deliverability of the project will be assessed to determine the expected likelihood of successful delivery of the project.

Does the implementing organisation have the skills, knowledge, experience to deliver the capacity building project?

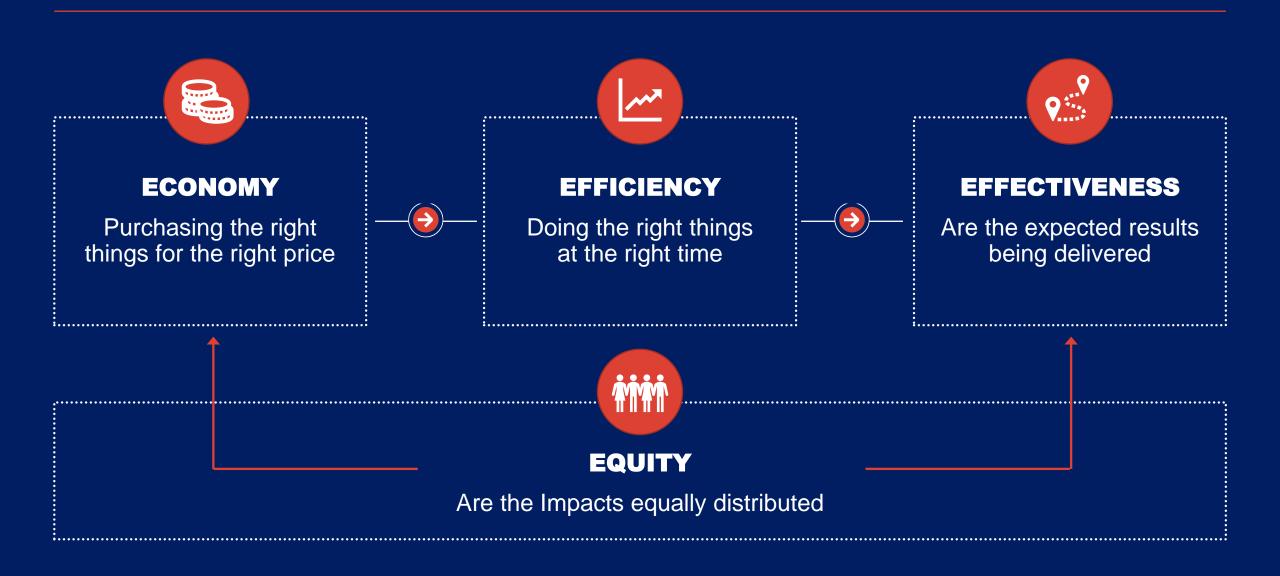
Does the proposed project have an appropriate design, including a clear, logical and achievable plan?

Selection criteria – Full Proposal



DEVELOPS AND BUILDS ON INFORMATION GATHERED AT EOI

Selection criteria – Value for Money







About Country Programmes Green Recovery Challenge Fund Skill-Shares and Secondments Events News

APPLY



A £12million capacity-building fund to support low-carbon transitions and a green, resilient and inclusive economic recovery across ODA-eligible countries.

What is it?

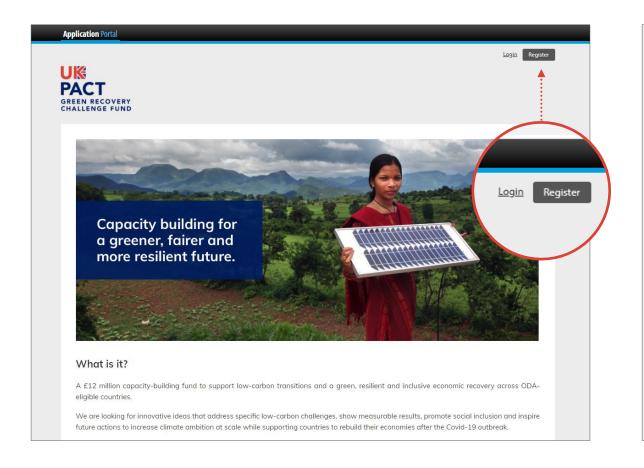
The UK Department for Business, Energy and Industrial Strategy (BEIS) has partnered with ICF Consulting to deliver the Green Recovery Challenge Fund under the UK PACT (Partnering for Accelerated Climate Transitions) programme funded by UK International Climate Finance.

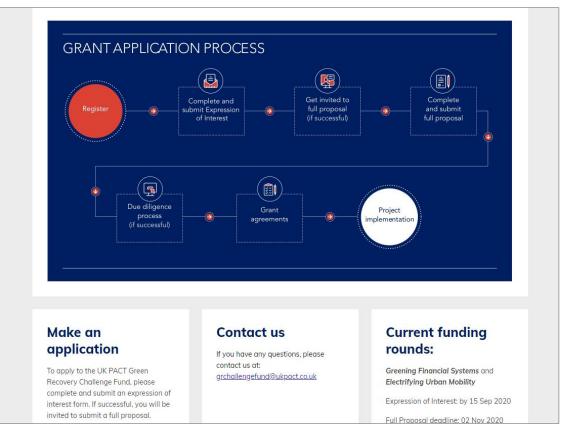
The UK PACT Green Recovery Challenge Fund will disburse £12 million over years on projects that will help countries accelerate their low-carbon transi will focus on projects that maximise emissions reductions in ODA-eligible across Latin America, Sub-Saharan Africa, and Asia. In the wake of the C pandemic, there will be a focus to support projects that promote a gree and more resilient future.

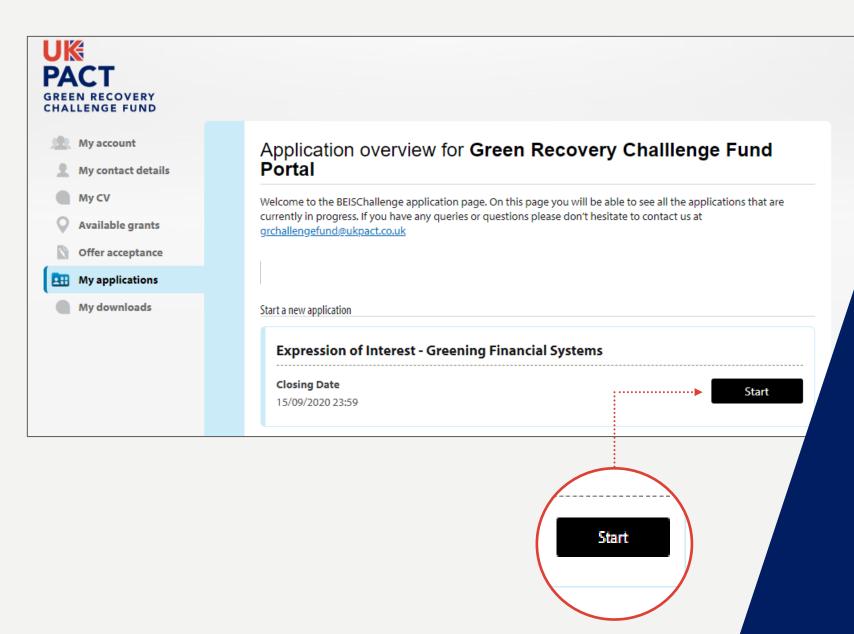
How to apply through the application portal

www.ukpact.co.uk/apply-now

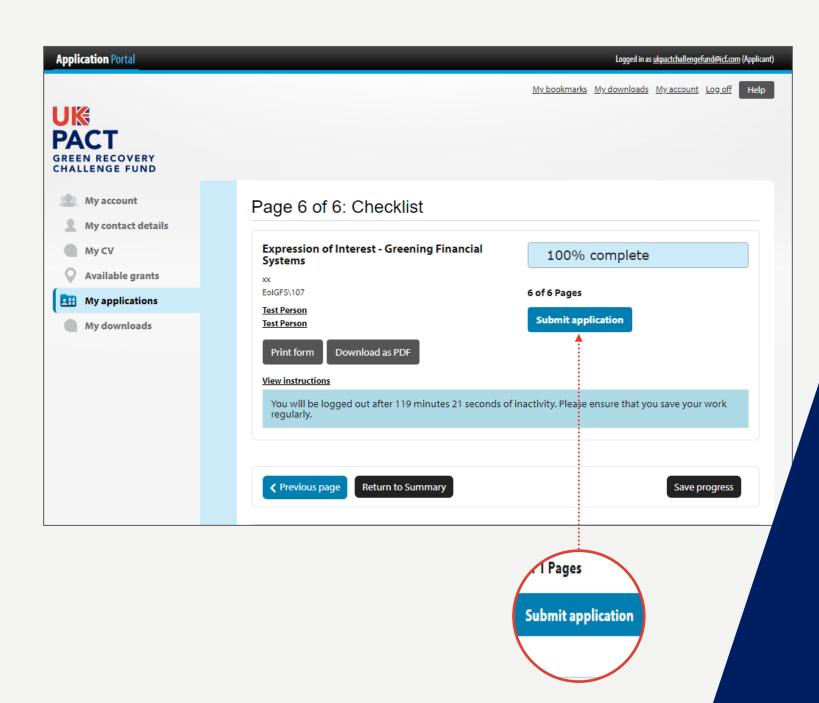
How to apply through the application portal







How to apply through the application portal



How to apply through the application portal

What's next?

 If you haven't already, check the eligibility checker and read the theme descriptions

 Supporting material including Guidance Document and Expression of Interest template will be available on the website next week www.ukpact.co.uk/green-recovery-challenge-fund

 Then from 12 2020 August 12:00BST, register on the portal and start your application! www.ukpact.co.uk/apply-now





Recording available next week

Applications open 12 August 2020 at12:00BST

www.ukpact.co.uk/green-recovery-challenge-fund