Informal Forum on Implementation of Article 6 of the Paris Agreement

Adaptation Finance

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Adaptation Finance – setting the scene

Climate Finance and Adaptation Finance in the UNFCCC intergovernmental process

• Integral to the capacity of developing countries to meet their obligations under the Convention and the Paris Agreement

• Climate finance should be balanced – a catalyst to mitigate emissions, build resilience and enable adaptation

• Adaptation Finance should be accessible, adequate, sustainable and predictable
Adaptation Finance - How much and how?

• Access to adaptation finance through public sources has been reported:
  • GEF - LDCF – USD $ 1.4 billion approved
  • GEF - SCCF – USD $ 282.7 million provided
  • GCF – USD $1.15 billion allocated for adaptation and USD $1.166 billion allocated for cross-cutting
  • AF – USD $ 720 million allocated

• 2018 SCF Biennial Assessment – USD $ 14.79 billion allocated to adaptation and USD $ 6.98 billion allocated to cross-cutting public sources in 2015-2016; bilateral finance flows proportion for adaptation between 21-29% of total public financial flows

• Challenges in accessing resources through public channels has increased efforts for complementarity and coherence between the Funds

• Increasingly a diverse range of private sector actors may play a role however tracking is not straightforward
Is adaptation finance sufficient? Are there other sources?

- UNEP Gap report estimated public finance flows for adaptation at USD $23 billion in 2016

- Costs could be USD $140-300 billion/year by 2030 and USD $280-500 billion by 2050

- To bridge a gap between reported versus needed, total finance for adaptation would have to be 6-13 times greater than public finance by 2030, or 12-22 times greater by 2060

- Countries are increasingly recognizing the need for more accessible, adequate, sustainable and predictable adaptation finance

- COP 25 ended with discussions on share of proceeds for the Adaptation Fund under Article 6.4 of the Paris Agreement, and divergent views on a possible share of proceeds under Article 6.2
Thank you! Questions?