

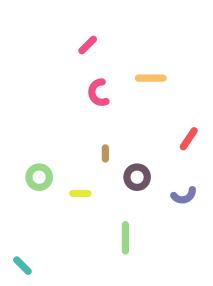
# 2050 Pathways Platform annual meeting series

Session 3
International funding for LTS design and implementation

**Tuesday 12 April 2022** 

# Agenda





- Welcome and introductions from the 2050 Pathways Platform Secretariat
- Presentations from bilateral donors and multilateral development banks
  - o Philipp Behrens, Head of Division, International Climate Initiative, Germany
  - o Mathilde Bord-Laurans, Division Chief, 2050 Facility, French Development Agency
  - o Graham Watkins, Climate Division Chief, Inter-American Development Bank
  - o Ahmed Al Qabany, Senior Climate Change Specialists, World Bank
  - o Bernhard Zymla, Coordinator, GIZ/EUROCLIMA+
  - o Davinah Milenge Uwella, Principal Programme Coordinator, African Development Bank
- Q&A session with the audience
- Closing by the 2050 Pathways Platform Secretariat

# 2050 Pathways Platform in brief



#### **Key facts**

- Government and multi-stakeholder initiative launched at COP22 gathering countries with interest on long-term strategies and ambition
- Hosted by the European Climate Foundation
- Funded by philanthropy and public funds
- 36 member countries, working with many more non-member countries to support LT-LEDS
- Bringing together a network of donors, international and national think tanks, and climate policy experts on long term planning
- Granting governments, local analytical organizations, local stakeholders, and global think-tanks

#### **Areas of support**



## FINANCIAL SUPPORT

- Provide financial grants to governments for the development of LTS. This could include support for modelling, stakeholder consultations, or personnel support to coordinate the development of LTS.
- Bring together relevant donors to fund the successful development of LTS.



## KNOWLEDGE & ADVISORY

- Organize an annual meeting to bring together governments, donors, and other actors like think tanks, sub national governments, and businesses to discuss different elements of LTS. This meeting presents not just a networking opportunity but also allows countries to keep abreast of the latest developments and best practice.
- Provide communications advice and assistance to governments for increasing the reach of their LTS to international audiences, particularly international donors and the private sector.
- Facilitate connections with international experts on longterm planning to address specific needs of countries.



#### CAPACITY BUILDING

- Conduct training and workshops with government officials and key stakeholders to increase understanding of the main elements and approaches to developing an LTS.
- Support technical teams in charge of modelling to share best practice and lessons from other countries.
- Commission global knowledge products to address needs and questions raised by countries in relation to their LTS.

# COP26 decision on LTS



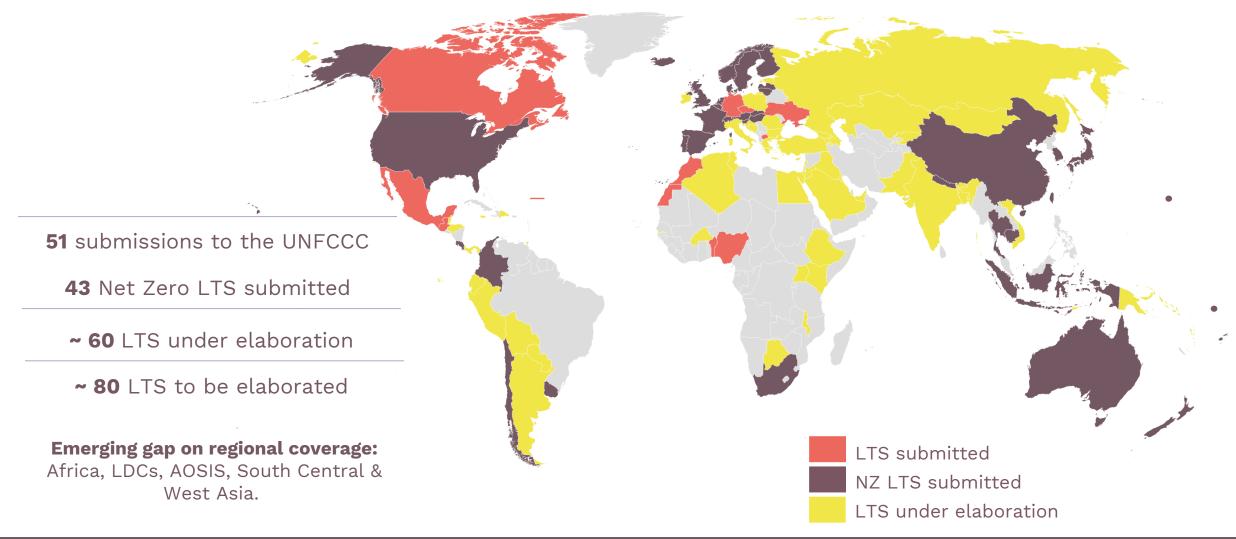


#### On LTS, the Glasgow Climate Pact (1/CMA.3):

- Welcomes efforts by Parties to communicate LTS
- Urges those that have not yet done so to communicate by COP27 LTS towards just transitions to net zero emissions
- Invites Parties to update these strategies regularly as appropriate, in line with the best available science
- Requests the UNFCCC secretariat to prepare a synthesis report on LTS by COP27
- Notes the importance of aligning NDCs with LTS

# Status of LTS elaboration worldwide





# Areas for LTS support by DFIs



E.g., Technical Cooperation, political convening, knowledge generation

In response to COP26 decision and growing evidence of broader socio-economic benefits of planning the transition

Accelerate support for just, inclusive and concerted LTS development. Particularly closing the coverage gap for LDCs and AOSIS.

E.g., Technical Cooperation, Policy-based loans

To clarify multisectoral roadmaps of policy, regulatory, institutional and financing actions required

Support LTS operationalization.
Reflecting a whole of government approach.

E.g., Investment loans, results and policy-based loans

To enact transformations required this decade to keep 1,5°C within reach, build resilience and achieve SDGs

**Support the delivery** of some of the immediate transformations required.



# Presentations from bilateral donors and multilateral development banks

- •Approaches to support LTS design and accelerate submissions and update.
- •Views on the role of DFIs to support the operationalization of LTS and contribute to enacting some of the immediate transformations required.

- 1. Philipp Behrens, Head of Division, International Climate Initiative, Germany
- 2. Mathilde Bord-Laurans, Division Chief, 2050 Facility, French Development Agency
- 3. Graham Watkins, Climate Division Chief, Inter-American Development Bank
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**NDC** 

## **Objectives**

- Turn **net zero targets** into long term planning instruments
- **Develop visions and strategies** for low ghg (net-zero), climate resilient and nature-positive development
- Develop a solid basis for ambitious NDCs

## Instruments

- **Sectoral support** for policy enhancement, modelling and scenario development
- **Capacity development**
- Stakeholder engagement, knowledge exchange and learning

# Type of support



# **Implementing partners**

GIZ, 2050 Pathways Platform, WRI, UNDP, IDDRI, Climate Analytics, SouthSouthNorth











Implementation Identification

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#### **Objectives**

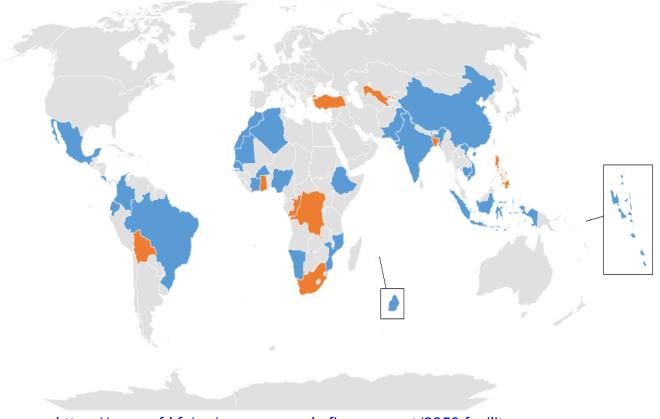
- Help countries map out feasible pathways for an economy-wide transformation to low-GHG and climate-resilient development
- Inform NDC revisions, policy reforms and financing approaches to mainstream climate action into development planning

#### **Amount**

30 M€, 2018-2023

#### Studies and technical assistance

Development of LTS, modeling low-carbon trajectories, socio-economic impacts of climate change, analysis of transition risks...



https://www.afd.fr/en/programme-de-financement/2050-facility

# IDB support to the design (and operationalization) of long-term strategies

Our DDPLAC program supports the design of LTS:

- Simulations of sectoral emission reduction pathways and economic benefits (e.g., Chile, Costa Rica, Colombia, and Peru, now Guatemala)
- **Coordination with other ministries** in designing sectoral targets (e.g., Costa Rica, Chile, now Peru)

#### We support LTS **operationalization**, e.g.:

- Designing investment plans to implement the NDP in Costa Rica
- Aligning energy planning with LTS (starting in Argentina, Colombia, Honduras, Jamaica)

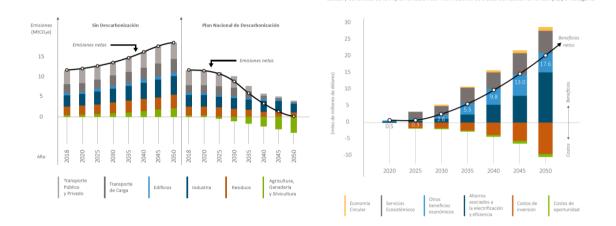
#### We finance **implementation**, e.g.:

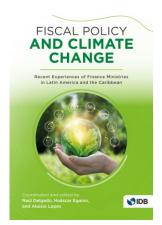
- Policy based loan in Costa Rica

Our **analytical knowledge** can help change the narrative and explain what an LTS should be, e.g.,:

- Fiscal Policy and Climate Change
- How Much Will It Cost to Achieve the Climate Goals?
- Jobs in a net-zero emissions future

- ...









The best way to ask for support is through the ministry of finance to the IDB representative in your country (see iadb.org) or to Juan Pablo Bonilla (<a href="mailto:jbonilla@iadb.org">jbonilla@iadb.org</a>) or me, Graham Watkins (<a href="mailto:gwatkins@iadb.org">gwatkins@iadb.org</a>)

# World Bank CCAP (2021-2025)



#### **Greening Economies**

Support whole-of-economy policy reforms and institutional strengthening as well as supporting clients on NDCs and LTSs to deliver on climate and development.



#### **Diagnostics + Metrics**

Build a strong analytic base at the global and country-level, including introducing new Country Climate and Development Reports and developing new metrics to measure impact.



#### **Climate Finance**

Increase the WBG climate finance target to 35% on average in FY21-25, with at least 50% of IBRD/IDA climate finance for adaptation.





#### **Paris Alignment**

Align WBG financing flows with the objectives of the Paris Agreement.



#### **Systems Transitions**

Support transformative investments in 5 key systems transitions that contribute over 90% of global emissions and have significant climate vulnerabilities.



# Financing the Transitions

Work with clients to boost public resources, mobilize and catalyze private capital, raise and deploy concessional climate finance, and green the financial sector.

# **Greening Economies**

#### **Climate Support Facility**

#### **NDC Enhancement**

 Strengthening emissions targets, increasing sectoral coverage, enhancing adaptation goals, improving clarity or transparency, etc.

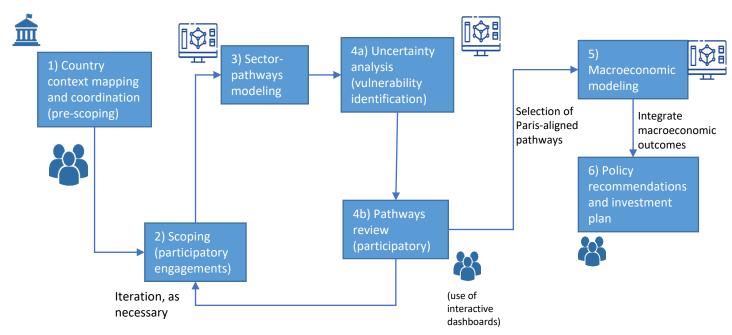
#### NDC Implementation

 Planning and analysis, policy development, project or program finance, costing, mobilizing finance, monitoring progress, etc.

#### LTS Development

• Stakeholder engagement, pathways development, implementation planning, etc.

#### WB Global LTS Program: WB Supported LTSs



https://www.worldbank.org/en/programs/climate-support-facility





## **EUROCLIMA+ Key Facts**

# EU flagship cooperation programme on climate change with Latin America

Multi-Stakeholder-Approach

Co-funded by:









Implementing Agencies: AFD, EF, AECID, FIIAPP, GIZ, UNEP. CEPAL

More than 60 projects and 80 actions at regional, multi-country and country level

*Duration:* 2017 – 2024



# 18 countries in Latin America

Argentina, Bolivia, Brazil, Chile, Colombia, Costa Rica, Cuba, Ecuador, El Salvador, Guatemala, Honduras, Mexico, Nicaragua, Panama, Paraguay, Peru, Uruguay, Venezuela +Dominican Republic (new)

Total volume:

aprox.160 Mio € (2017 - 2024)

## **EUROCLIMA+** support to LTS



## At country-level (Country Dialogues):

- Chile, Uruguay, Honduras
- El Salvador, Panama (future)

### At regional level (Multi-country action):

"Regional collaboration for transparency and completion of the NDCs and generation of Long-Term Climate Strategies"

- Argentina, Chile, Colombia, Costa Rica and Uruguay
- Capacity development expanded to all partner countries

