

POLICY ON
ALLOCATION OF
RESOURCES FOR
THE GLOBAL
BIODIVERSITY
FRAMEWORK
FUND

1st council
GEF/GBFF.01/03
February 8<sup>th</sup> - 9<sup>th</sup>

### OUTLINE

Summary of the allocation system agreed in the GBFF Programming Directions

### Main proposals to operationalize the allocation system

- Programming tranches triggered by capitalization thresholds
- Selection rounds at the PPG request stage
- Portfolio-level targets



### ALLOCATION SYSTEM AGREED in the PROGRAMMING DIRECTIONS

#### **SELECTION ROUNDS**

All resources allocated in a country-driven manner through consecutive selection rounds

7 selection criteria agreed



### BD DIFFERENTIATION THROUGH COUNTRY-SPECIFIC CEILINGS

Share of GBFF resources a given country may receive limited to twice its share of the GEF-8 BD STAR allocation



#### THREE PORTFOLIO-LEVEL TARGETS

- 36%+3% allocated to SIDS/LDCs
- A full 25% to be programmed through IFIs
- Aspirational share of 20%
   by 2030 to support actions by IPLCs

#### **CRITERIA**

- 1. Potential to generate Global Environmental Benefits
- 2. Alignment with the GBFF Programming directions and advancing the GBF implementation
- 3. Alignment with the NBSAP and Biodiversity Finance Plan or similar instruments to identify national and/or regional priorities
- 4. Level of policy coherence and coordination across multiple ministries, agencies, the private sector and civil society
- 5. Balance amongst regions
- 6. Mobilization of private sector and philanthropies' resources
- 7. Engagement with and support to IPLCs



# PROPOSALS TO OPERATIONALIZE THE ALLOCATION SYSTEM



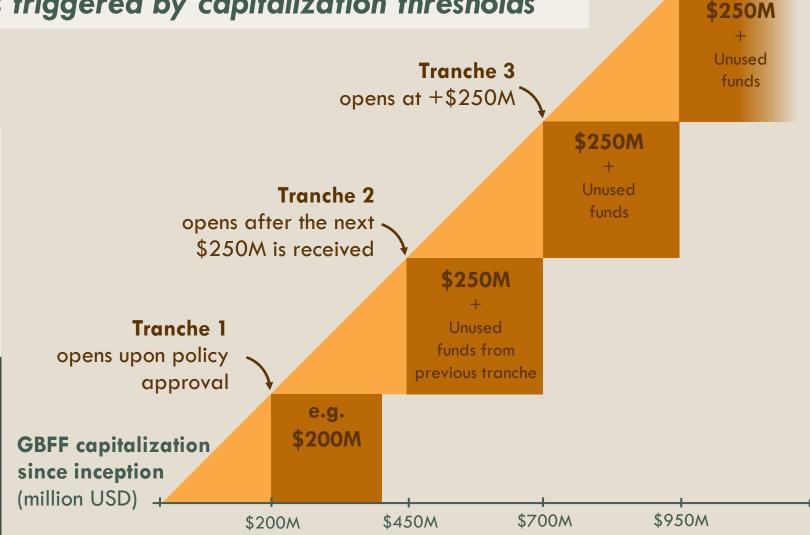
Programming tranches triggered by capitalization thresholds

#### New programming tranche OPENED by

- Publishing the maximum total dollar value of new funding request(s) eligible countries can submit during the tranche
- Opening a first selection round

#### Programming tranche **CLOSED** when

- Resources in the tranche are exhausted,
- Or a new capitalization threshold is reached



Etc.

## PROPOSALS TO OPERATIONALIZE THE ALLOCATION SYSTEM



Selection rounds at the Project Preparation Grant (PPG) request stage

PPG requestSubmission - CEO Approval

Council Approval of Work Program

Implementation
1st Disbursement

#### SUBMISSION

- Secretariat opens a submission window
- Agencies submit PPG requests within country-specific ceilings

#### REVIEW

Secretariat reviews
 all eligible PPG
 requests based on
 the agreed
 selection criteria

### CEO APPROVAL

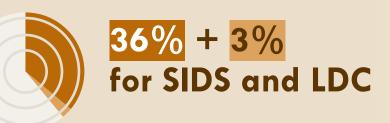
- Based on the review, resource availability and portfolio-level targets, the CEO approves all or a subset of the submitted PPG requests
- Resources for the full project value set aside upon PPG approval

## PROPOSALS TO OPERATIONALIZE THE ALLOCATION SYSTEM



Portfolio-level targets

All targets monitored & reported at each Work Program



36%+3% ring-fenced during first 3 years: all PPG approvals to be consistent

Review at year 3: If unused, +3% portion reprogrammed to other countries. 36% portion continues to be ring-fenced



Taken into
consideration when
carrying out
selection rounds

Dedicated reporting at year 2



### Aspirational 20% to support actions by IPLCs

**Selection criteria** (Engagement with and support to IPLCs) + PPG requests to provide planned amount of resource to support actions by IPLCs

Amounts confirmed at Endorsement request stage monitored and reported



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## EXAMPLE FROM RECIPIENT COUNTRY POINT OF VIEW

#### **Country X**

Ceiling: 2.36%

(1.18% of the total GEF-8 BD STAR across countries)

Maximum dollar value: \$4.72M

Approvals

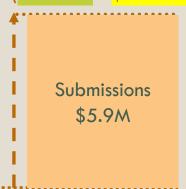
| \$4.72M
|

TRANCHE 1
GBFF capitalization (\$200M)

**Maximum dollar value:** 

\$5.9M

 $(2.36\% \times $450M - $4.72M)$ 



TRANCHE 2

GBFF capitalization (\$450M)

## EXAMPLE FROM RECIPIENT COUNTRY POINT OF VIEW

