# STRENGTHENING COUNTRY OWNERSHIP, COUNTRY DRIVEN APPROACH, DIRECT ACCESS

## May 19, 2014

#### Dear Green Climate Fund Board Members and Alternates,

A global climate fund is of vital importance to ensuring the delivery of climate finance to peoples and communities adequately and equitably across and within developing countries, to finance programs and projects designed according to developing country needs and priorities which are determined through processes involving robust participation of its citizens. We have been engaging in the processes of the Green Climate Fund with the aim that the GCF fulfills these functions as effectively, efficiently and quickly as possible.

One of the things that have been encouraging about the Green Climate Fund is the possibility that this Fund would be fundamentally different from existing international financial institutions and entities that have thus far dominated development and climate finance, that it could better reflect developing country needs and contexts rather than the goals of a development bank's largest shareholders, that it could go against the trend of private finance supplanting the role of public finance. These tenets should be at the core of the GCF's orientation and strategies if it is to contribute to genuinely transformative change.

However, we are gravely concerned that decisions of the GCF Board thus far and the proposed decisions in the draft documents for this 7th meeting -- pose huge risks that Country Ownership, Country Driven Approach, and developing countries' Direct Access to the GCF will be greatly eroded. These decisions and proposals could lead to scenarios in which international entities, such as the World Bank or Citibank, would receive the lion's share of GCF funding, dominate the management and implementation of programs and projects, and ultimately prove corrosive to the founding aspirations of developing countries and communities regarding the GCF.

We urge you to inject far more rigor in distinguishing treatment between national / sub-national intermediaries and implementing entities on the one hand, and international intermediaries and implementing entities on the other. A strong program for readiness and capacity-building for national and sub-national entities is crucial but not enough. There should be clear prioritization of national and sub-national entities over international entities. There should also be established, ever evolving metrics that encourage and institutionalize participation of people and communities as a fundamental determinant of country ownership.

This can be done through several measures that include:

a. A comprehensive, adequately funded and robust **readiness and preparatory support program** that will empower countries and their national and sub-national entities to meet capacity requirements as well as comply with standards and safeguards especially fiduciary, social, environmental, gender, labor and on participation of people and communities.

b. An **accreditation policy** that generally restricts international entities to the role of intermediaries. That implementation and execution of projects and programs be undertaken only by national and sub-national entities that comply with robust fiduciary, social, environmental, gender, labor standards and safeguards and ensure full and meaningful participation of people and communities. That international entities be allowed to take on an implementing role only under a few highly exceptional circumstances.

c. An **allocation policy** that provides for a "floor" for allocation for national and sub-national entities relative to total GCF funds and a ceiling for allocation to international entities relative to total GCF funds

d. An **approval policy** that states that international intermediaries support only programs and projects that cannot be funded through relevant national and sub-national entities.

We urge you to consider these and other policies to secure and strengthen country ownership and direct access, and the participation of the people and communities of developing countries to define, manage and implement climate programs and projects.

# SIGNATORIES

#### **Global and Regional Movements, Organizations and Networks**

Jubilee South - Asia/Pacific Movement on Debt and Development (JSAPMDD) Greenpeace Least Developed Countries (LDC) Watch South Asia Alliance for Poverty Eradication (SAAPE) Migrant Forum Asia (MFA) Third World Network (TWN) **IBON** International Pan African Climate Justice Alliance (PACJA) Inter-American Association for Environmental Defence (AIDA)

## National Movements, Organizations and Networks

Zambia Climate Change Network ZAMBIA Ateneo School of Government PHILIPPINES Institute for Climate and Sustainable Cities ICSC PHILIPPINES Freedom From Debt Coalition PHILIPPINES Philippine Movement for Climate Justice PHILIPPINES Alyansa Tigil Mina (ATM) PHILIPPINES SANLAKAS PHILIPPINES Partido ng Manggagwa PHILIPPINES **Peoples Movement on Climate Change PHILIPPINES Ecological Society of the PHILIPPINES Ecowaste Coalition PHILIPPINES** Solidaritas Perempuan INDONESIA Kruha Peoples Right to Water Coalition INDONESIA AKSI INDONESIA Institute for Essential Services Reform INDONESIA debtWatch INDONESIA Gema Alam West Nusa Tenggara INDONESIA Korean Federation for Environment Movement KOREA **Transparency International Korea Chapter KOREA** Green Environment Youth KOREA Indian Social Action Forum (INSAF) INDIA mines minerals and People (mmP) INDIA PAIRVI INDIA **Beyond Copenhagen INDIA** Centre for Community Economics and Development Consultants Society (CECOEDECON), INDIA Center for Environmental Justice / Friends of the Earth SRI LANKA **All Nepal Peasant Federation NEPAL** Jagaran NEPAL Campaign for Climate Justice Network NEPAL **Rural Reconstruction NEPAL** Pakistan Fisherfolk Forum PAKISTAN EquityBD BANGLADESH Nabodhara BANGLADESH Bangladesher Jatyo Sromik Jote-BJSJ BANGLADESH **Taiwan Climate Youth Coalition TAIWAN** Climate Justice Program AUSTRALIA Both Ends NETHERLANDS Friends of the Earth - England Wales and Northern Ireland UK Friends of the Earth SPAIN Action Aid USA Jubilee USA Network USA Institute for Policy Studies Climate Policy Program, USA Center for International Environmental Law (CIEL) USA Friends of the Earth USA