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## ANNUAL PROGRESS REPORT<sup>1</sup> YEAR 2017

### A. BASIC INFORMATION

Project ID / Output ID	00098867 / <i>Output ID</i>	Reporting Date:	12/31/2017
Full Title:	Philippines Green Climate Fund Readiness Programme (GCFRP)		
Start Date	3/15/2017	Completion date, approved extension (if any)	4/1/2018
Total Project Fund: (and fund revisions, if any)	USD 1,335,180	Annual Project Fund: AWP Budget (2017)	USD 336,872
Implementing Partner:	Department of Environment and Natural Resources (DENR)		
Donor/s	BMUB-IKII		
Responsible Partner/s:	United Nations Development Programme		

### B. INDICATIVE/EMERGING RESULTS OF THE PROJECT AND LESSONS LEARNED

This Annual Report covers implementation activities for the period July 1 to December 31, 2017.

While the Green Climate Fund Readiness Programme (GCRP) commenced its implementation last March 15, 2017, key results and emerging lessons presented in this Report are from strategies carried-out from July 1 to November 30 2017. As a background, a transition took place in DENR in early May, leading to the appointment of a new Secretary last May 10, 2017. This necessitated a review of the designated Focal Point of the NDA. The decision to designate the Undersecretary for Climate Change as the Focal Point for GCF was formally made in August 1, 2017. Lodged under the Climate Change Service (CCS) of the Department, the Project Management Unit (PMU) of GCFRP reports to the Director of the CCS who is under the direct supervision of the Undersecretary for Climate Change.

The 3<sup>rd</sup> and 4<sup>th</sup> quarters of 2017 were dedicated to:

- Convening and orienting concerned stakeholders on GCF objectives, strategic impact areas, fund allocation, available funding facilities that can be tapped by varying stakeholders, accreditation process and requirements;
- Establishing the minimum requirements on institutional arrangements, procedures, and tools that will facilitate a more rationale approach towards maximizing the Green Climate Fund resources;
- Conduct of preparatory activities for the development of a full funding proposal for submission to GCF;
- Jumpstarting provision of technical support to potential Direct Access Entities (DAEs) for GCF accreditation;
- Drafting of the Terms of Reference for the development of the Country Programme for GCF, procurement of website developer and development of initial knowledge products; and

<sup>1</sup> UNDP CO Template for Annual Progress Reporting for projects without donor-prescribed templates for annual reporting; simplified form from POPP; Updated: November 2016.  
Deadlines: Draft APR due November 30 2016 and Final APR due January 6 2017.

- Setting-up of the GCF Readiness Programme Project Management Unit (PMU).

## A. Emerging Results of the Project

Below are the emerging results of the Project in relation to expected outputs.

### Output 2. Develop a pipeline of prioritized climate change programs/projects ready for submission to GCF

#### 1) Institutionalization of a national coordinating mechanism for a sustainable, transparent and informed procedure in accessing GCF through:

- **Establishment of a No Objection Procedure (NOP).** DENR as the NDA is tasked to (i) issue a No Objection Letter (NOL) to project proposals and (ii) approve the readiness support proposal. For a participatory, transparent and informed decision-making by the NDA in accessing GCF, a No Objection Procedure has been drafted for concept notes, project proposals and readiness support proposals. This procedure seeks to ensure that project ideas and corresponding support, e.g., capacity-building, institutional mechanisms, policy and enforcement system, are aligned with the national priorities. Specifically, the national priorities are indicated in the Nationally Determined Contributions (NDCs), the National Climate Change Action Plan (NCCAP), the Philippine Development Plan for 2017 to 2022, the Roadmap of the Cabinet Cluster on Climate Change Adaptation and the Mitigation and Disaster Risk Reduction (CCAM-DRR) for 2018 to 2022, among others.

With the intention of operationalizing the No Objection Procedure, this was presented to the National Steering Committee (NSC) for GCF last October 6, 2017. The NSC approved the draft No Objection Procedure. The NSC Resolution 1 (Adoption of the No Objection Procedure) was drafted and being routed for signature of NSC members. Moving forward, a No Objection Procedure Manual, including necessary templates to facilitate the process, shall be drafted within 1<sup>st</sup> quarter of 2018.

Annex 1 provides the approved No Objection Procedure approved by NSC.

- **Creation of GCF Technical Working Group (TWG) and NSC.** For a whole of government approach in accessing GCF, TWG and NSC have been initiated. It should be noted that creation of these bodies is for GCF, i.e., beyond the GCF Readiness Programme. The GCF TWG, which was mobilized last September 28, 2017, is primarily tasked to provide technical inputs to the NDA and recommendations to the NSC on the following:
  - Review of GCF-related procedures and systems, e.g., No Objection Procedure;
  - Review of Concept Notes and Project Proposals; and
  - Conduct of monitoring and evaluation activities for projects awarded by GCF, among others.

The TWG's efforts during the last quarter of 2017 were targeted at finalizing the Screening and Prioritization Tool (SPT). TWG meetings were held last October 6 and 26, 2017 to review the SPT against the GCF investment framework and the country's context.

On the other hand, the NSC, which held its 1<sup>st</sup> meeting last October 6, 2017, provide advice to DENR as the NDA on the following:

- Necessary GCF-related policy support and direction



Atty. Analiza Rebuelta-Teh, DENR Undersecretary for Climate Change and Focal Point for of the NDA for GCF, welcomes the participants during the GCF Orientation and SPT Inception Workshon.

- Issuance of No Objection Letter (NOL) on concept notes, project proposals and readiness support proposals;
- How to effectively access/manage the Fund;
- Identification and supporting climate change adaptation and mitigation plans, projects and programs that can be funded;
- Selection process for potential entities to be nominated for accreditation by GCF.

It should be mentioned that during the 3<sup>rd</sup> Programme Board meeting of the GCF Readiness Programme, it was agreed that NSC meetings will be used as venues to discuss matters concerning the Readiness Programme. Taking-off from this development, the Department of Interior and Local Government (DILG) was invited to be an additional member of the NSC. The 2<sup>nd</sup> NSC meeting was held last December 1, 2017.

Below are members of the GCF TWG and NSC which have been officially designated through Special Order No. 2017-910 (Refer to Annex 2).

- TWG members: DENR (Foreign-Assisted and Special Projects Service, and Policy and Planning Service); Department of Science and Technology – Philippine Atmospheric, Geophysical and Services (DOST-PAG-ASA); Climate Change Commission (CCC); Department of Interior and Local Government (DILG); National Economic and Development Authority (NEDA); Department of Finance (DOF); and representatives from Civil Society Organizations (CSOs), private sector, indigenous people and academe. Members are Directors (as permanent member) and Division Chiefs or Senior Technical Staff (as alternate member).
- NSC members: DENR; DOF; NEDA; CCC; Office of Senator Loren Legarda (OSLL); Office of the Cabinet Secretary (CabSec); Department of Budget and Management (DBM); representatives from CSOs, private sector, indigenous people and academic institutions; and DENR agencies/bureaus and other national government agencies (NGAs) as appropriate. Members are Undersecretaries (as permanent member) and Assistant Secretary (alternate member).



Assistant Secretary Evelyn Cruzada of the Office of Cabinet Secretary shares her thoughts on GCF initiatives.

Table 1. TWG Members

Organization Type	AGENCY/ORGANIZATION
DENR	Foreign Assisted and Special Projects Service (FASPS)
	Policy and Planning Service (PPS)
NGAs	National Economic and Development Authority (NEDA)
	Philippine Atmospheric Geophysical and Astronomical Services Administration (PAG-ASA)
	Department of Interior and Local Government (DILG)
	Climate Change Commission (CCC)
	Department of Finance (DOF)
Academe	University of the Philippines Los Banos School of Environmental Science and Management (UPLB SESAM)
Private Sector	Philippine Chamber of Commerce and Industry (PCCI)

	Philippine Business for the Environment (PBE)
<b>CSOs</b>	Aksyon Klima (Permanent Member) Rice Action Watch Network (Alternate Member)
<b>IPs</b>	Tebtebba Foundation

Table 2. NSC Members

SECTOR	AGENCY/ORGANIZATION
<b>DENR</b>	Undersecretary for Policy, Planning and International Affairs
<b>NGAs</b>	National Economic and Development Authority (NEDA)
	Office of the Cabinet Secretary (OCS)
	Department of Interior and Local Government (DILG)
	Climate Change Commission (CCC)
	Office of Senator Loren Legarda (OSL)
	Department of Budget and Management (DBM)
	Department of Finance (DOF)
<b>Academe</b>	University of the Philippines Resilience Institute (UPRI)
	Philippine Association of Tertiary Level Educational Institutions (PATLEPAM)
<b>Private Sector</b>	Philippine Chamber of Commerce and Industry (PCCI)
<b>CSOs</b>	Institute for Climate and Sustainable Cities (Permanent Member)
	Asian People's Movement on Debt and Development (APMDD) (Alternate Member)
<b>IPs</b>	Tebtebba Foundation

For improved capacity of TWG and NSC members on climate change, GCF requirements and, review of concept notes and project proposals is necessary to be pursued to ensure that concept notes and project proposals that will be submitted will give the necessary technical review. Capacity-building activities for TWG and NSC members will be undertaken within 1<sup>st</sup> quarter of 2018.

- **Development and Adoption of the Screening and Prioritization Tool.** To address the absence of guidelines or standard procedure for adequate prioritization and identification of climate change project pipeline in Philippines, SPT has been drafted and being finalized. This SPT provides metrics of an investment programme that will assist the Philippine government in prioritizing low carbon and climate resilient development projects for GCF funding. Several consultations on the tool have been conducted among government agencies, development partners, private sector and CSOs to ensure that perspectives of all stakeholders are considered in the tool. Annex 3 provides the SPT matrix that will be used in assessing the concept notes.

An SPT Manual or Toolkit will be developed after the tool has been finalized within 1<sup>st</sup> quarter of 2018. A Users' Training will also be conducted for the NDA, TWG and NSC members on the use of the instruments within the same period.



Mr. Red Constantino of Institute for Climate and Sustainable Cities gives their group's feedback on the draft Screening and Prioritization Tool for GCF.

- 2) **Development of a full funding proposal for submission by the NDA to GCF.** The development of a full funding proposal for submission to GCF had been delayed due to the internal transition within DENR and initial advice of GCF Secretariat to UNDP (as the Accredited Entity) that a Country Programme was a prerequisite for GCF to considerably favor a funding proposal submitted to the entity.

DENR submitted the Concept Note on "Strengthening the Resilience of the Most Vulnerable Coastal Communities to Climate Change in the Philippines' Eastern Seaboard" last May 2017. It should be noted, however, that the said Concept Note did not pass through UNDP's quality control procedure and was directly submitted to GCF. UNDP initiated the review of the Concept Note submitted and proposed that an enhanced Concept Note be submitted to GCF. A Scoping Mission was undertaken last July 18 to 19, 2017 to discuss with key government agencies areas of the Concept Note which need enhancement.



Project Formulation Team discusses Foreshore Lease Agreements (FLAs) with BFAR.

The enhancement of the Concept Note was put on hold after the Scoping Mission, i.e., from 3<sup>rd</sup> quarter to early 4<sup>th</sup> quarter of 2017 due to GCF Secretariat's advice that a Country Programme was a prerequisite to approval of a project proposal. During the NDA's meeting with GCF Secretariat last October 11, 2017, however, Ms. Diane McFadzien (Country Dialogue Specialist) and Mr. Joseph Intsiful (Climate Information and Early Warning System Specialist) of the GCF Secretariat indicated that they already reviewed the Coastal Resiliency Project Concept Note, identified items which need to be rectified and started discussions with UNDP New York. GCF Secretariat provided their feedback on the Concept Note last October 30, 2017. Major comments of the GCF Secretariat are provided below. (See **Annex 4** for the GCF Secretariats' comments on the Concept Note).

- Grant value requested relatively high; co-financing from Government of the Philippines (GoP) needs to be new and additional;
- Context setting section should reflect multiple climate benefits provided by mangroves;
- Need to highlight contribution of the proposed project to NDC commitments; and
- Project proposal should be submitted by late January or late February for discussion during June 2018 GCF Board meeting.

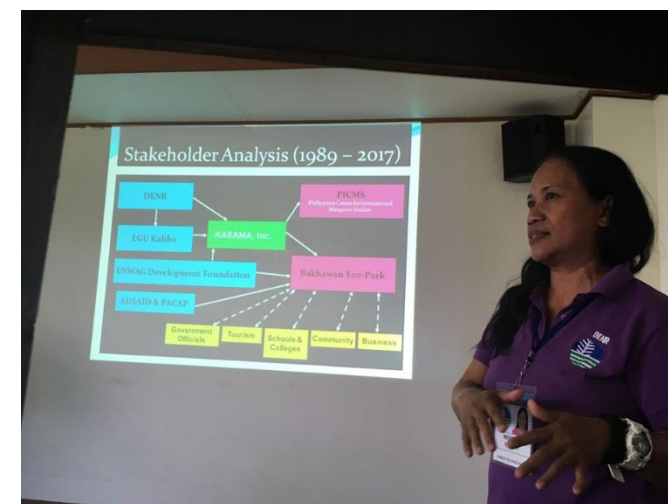


Taking-off from the GCF Secretariat's comments on the Concept Note and the GCF Secretariat's confirmation that the Country Programme is not a prerequisite to approval of a funding proposal, the DENR requested UNDP to pursue the development of the Concept Note into a full funding proposal. Proceeding this, a Scoping Mission Team has been commissioned to undertake initial data gathering and consultations with government agencies, Civil Society Organizations (CSOs), local government units (LGUs) and development partners on December 4 to 16, 2017. Annex 5 provides the itinerary for the two week Scoping Mission.

In particular, the Scoping Mission highlighted the following:

- Emerging scope of the funding proposal involves: (i) improved management of coastal habitats, including seagrasses, mangroves and coral reefs; (ii) decision-support tools, e.g., knowledge management and vulnerability assessments, to influence land use and local development planning processes; and (iii) establishment of enabling mechanisms, including policy support and institutional arrangements;
- The need for increased participation of community-based organizations and improve policies and procedures related to Foreshore Lease Agreements (FLAs) surfaced during the Scoping Mission dialogues with concerned stakeholders;
- Looking into mangrove rehabilitation methodologies suitable in targeted sites is one aspect that the Project has to undertake;

- Site selection will target identifying potential municipalities and cities that will be provided assistance by the Project. The process of selecting sites will consider a risk index, poverty incidence, population density and existence of coastal bio-physical resources; and
- On co-financing requirement, i.e., one to one co-financing, the Office of the Undersecretary for Climate Change indicated that the budget allocation for the Coastal and Marine Ecosystem Management Program (CMEMP) of the Biodiversity Management Bureau (BMB). Given the need to enhance the over-all design of CMEMP, the Project has good opportunities to influence the strategies and components of the said program.



DENR CRM Focal Person orients the Project Formulation Team on their mangrove activities.

- 3) Development of a Country Programme that will provide basis for screening and prioritization of concept notes and project proposals for submission to GCF.** While development of a Country Programme does not form part of the UNDP Component of GCFRP, recent discussions with GCF Secretariat paved the way for the discussion on drafting of the Country Programme using GCFRP resources. This move to re-align GCFRP resources to cover the country programming process was approved during the 3<sup>rd</sup> Programme Board meeting. Due to the urgency of the assignment, UNDP and DENR opted to undertake direct contracting modality with ICRAF Philippines which is expected to commence work by January 2018.

The Country Programme is envisioned to provide a review of existing national frameworks and priorities; identify national climate priorities for the country and GCF; country portfolio for GCF, including the pipeline of mitigation and adaptation projects/programmes, project preparation facility requests, readiness and preparatory support proposals and target entities for accreditation. Actual investment concepts that will be developed as project proposals and appropriate accredited entities will be identified during the country programming process.

- 4) Development of Knowledge Management Strategy for GCF.** Given the need to tap target project proponents of GCF a communications strategy on GCF is being developed to enlarge its reach and encourage stakeholders in developing project ideas for submission to GCF. One of the communication tools prioritized to be

developed is the GCFRP website that will form part of the DENR Climate Change Service (CCS) website. This website is considered as a platform for GCF knowledge management and monitoring of climate investments. The website development will commence by mid-December 2017.

Audio-visual and print materials will be developed as part of knowledge management strategy for GCF.

### **Output 3. Support the accreditation process of a selected Direct Access Entity (DAE)**

- 1) Improved capacity of potential entities on accreditation with GCF and support to completion of accreditation requirements for GCF.** With the commencement of work of the DAE Consultant, two entities – the Land Bank and the Development Bank of the Philippines (DBP) – were selected to be supported by the Readiness Programme. A two week on-site coaching sessions were conducted by the DAE Consultant from November 27 to December 7, 2018.

To mention, Land Bank officially expressed that there was no need for a technical assistance on responding to GCF Secretariat's Stage 1 first round of comments and would only request assistance on developing their gender policy. Land Bank submitted their responses to the first round of Stage 1 questions provided by GCF Secretariat prior to presenting their responses to the DAE Consultant. Thus, the latter, as requested by Land Bank, will focus on assisting Land Bank on gender policy development. Land Bank mentioned that they have an existing Executive Order on gender. In relation to this, Ms. Reda will develop an action plan for mainstreaming gender in the Bank's operations and conduct a gender training within 1<sup>st</sup> quarter of 2018. A draft will be developed by the 1<sup>st</sup> or 2<sup>nd</sup> week of January. To note, Land Bank can be primarily tapped for climate-related agriculture projects.

DBP has been issued a nomination letter for GCF accreditation. During the 2<sup>nd</sup> NSC meeting last December 1, 2017, the members approved DBP's nomination as DAE to GCF. Given DBP's profile and projects handled, DBP can be tapped for climate-related infrastructure, transportation and city projects. To be strategic, strengths of entities being nominated by the DENR need to be highlighted. The gap assessment undertaken by the DAE Consultant seemed favorable due to the bank's environment, social and results management policies. However, these are project specific and cater the bank's donors. Moreover, the grievance and transparency policies of DBP have the potential of meeting GCF requirements. However, DBP needs to have a more explicit gender policy. During the visit of the DAE Consultant, DBP was oriented on GCF accreditation process, requirements and standards. The DBP group designated to work on GCF accreditation was also coached on accomplishing GCF's online access form (OAF).

Aside from providing technical assistance to Land Bank and DBP, a GCF Accreditation Training cum Workshop was conducted last December 4, 2017 to orient concerned stakeholders on GCF accreditation process, standards and requirements. NSC and TWG members, DENR divisions, bureaus and agencies, CSOs and private sector were invited to the said training cum workshop. This training cum workshop provided a venue for entities to undertake a self-assessment to gauge their status vis-à-vis GCF's standards and requirements. One on one coaching sessions were conducted with entities interested in GCF accreditation. In addition to Land Bank and DBP, Energy Development Corporation (EDC) and Bank of the Philippines Islands (BPI) have submitted their expressions of interest in GCF accreditation. Initial assessment of these two entities vis-à-vis GCF requirements and standards revealed the following:

- **Energy Development Corporation.** The main concern with EDC is its focus on undertaking its own renewable energy projects. The nature of EDC's activities is a limiting factor to the types of GCF projects that they can manage.

- **Bank of the Philippine Islands.** The DAE Consultant indicated that BPI is at a good standpoint vis-à-vis GCF accreditation requirements. The suggested course of action while looking forward to the call is to work on the gender policy of BPI and exploring of a project concept that BPI can take on. Other matters discussed were on the current efforts and future aspirations of BPI in relation to the environment, specifically in the energy sector.

Annex 6 provides the report for the said activity.

- 2) Development of a selection process for National Accredited Entities (NAEs) for nomination to GCF.** From the actual process of assisting entities for GCF accreditation, selection process and criteria will be developed. This selection process and criteria will be adopted by the NDA for future nomination of AEs for GCF accreditation. Relatedly, a Call for DAEs is planned to be issued by January 20, 2017 to identify an additional entity that will be supported on GCF accreditation. The timeline for this is presented in Figure 1 below.

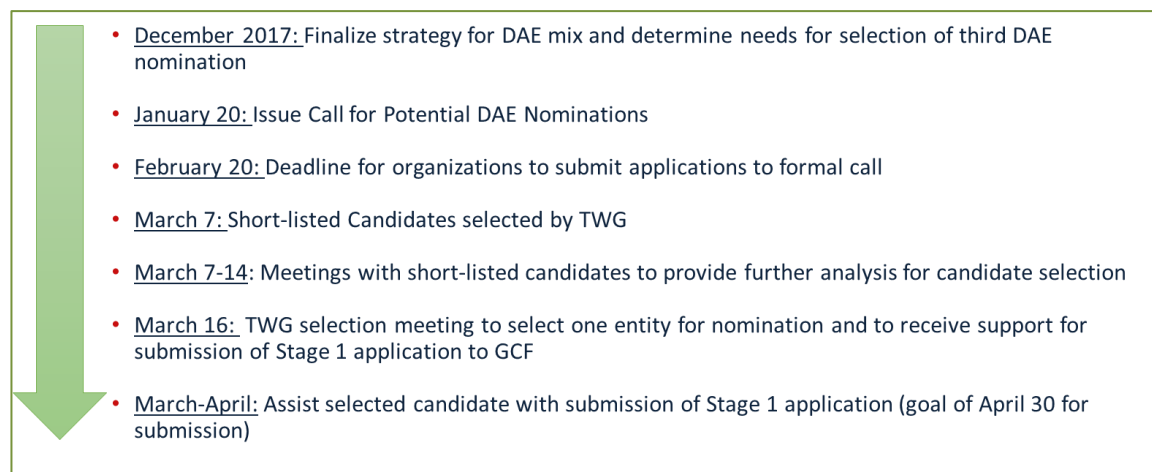


Figure 1. Timeline for Support to an Additional Entity to be Supported on GCF Accreditation

## B. Lessons Learned

The 2017 implementation of the GCF Readiness Programme underscored the following lessons learned:

- 1) The creation of GCF NSC and TWG has provided a more inclusive and whole of government approach in implementing not only the Readiness Programme but also other GCF-related matters. Participation of different government agencies, private sector, CSOs, academic institutions and indigenous people group representatives has provided a wider perspective of issues and problems related to accessing funds and project implementation related to climate change. This also puts emphasis on the needed transparency, informed decision-making and accountability to carry-out evaluation of project ideas for submission to GCF as concept notes or project proposals.
- 2) There is a need to capacitate DENR as the NDA and GCF NSC and TWG members to enable them to effectively carry-out their roles in relation to accessing GCF. Accessing GCF resources does not only require being knowledgeable on the Fund's process, requirements and standards but also the country's national climate priorities and directions, and being able to conceptualize project idea that will contribute to achieving these national climate priorities. Most urgent and current capacity gaps at the NDA, NSC and TWG levels include: (i) a deeper understanding of GCF processes, requirements and standards; (ii) capacity to undertake climate-related project development and appraisal; (iii) appreciation of different climate finance options and sort-out appropriate climate-related projects for which these climate-finance options can be tapped; and (iv) capacity to sustain participation in GCF-related activities.



- 3) The Country Programme is an essential guide that can provide a rationale on project ideas and specific investment concepts that can be developed as project proposals for submission to GCF. This becomes more important since existing national frameworks and priorities have not undergone a process that will harmonize and consolidate these national priorities indicated in different national documents.
- 4) There is a need for the Philippine government to specify accountable government agency that should be looking into climate finance and managing access to these climate finance resources. Without this accountable government agency, rationalizing and maximizing access to different climate finance options, the Philippine government is losing a number of opportunities to gain access to these available Funds.
- 5) Increasing private sector participation in climate-related efforts is one objective that the government has to pursue. Creating an incentive system and enabling environment, including policy support and institutional arrangements, is imperative to having more private firms engage in climate-related projects.
- 6) There is a need to strike balance between establishing a procedure for GCF at the national level and the global rolling basis of submission of project proposals and accreditation process. While the intention of establishing a transparent and equitable process for accessing GCF, the NDA should also consider that a number of countries have been accessing the Fund and the Philippines might be losing opportunities to access this Fund.

C. TECHNICAL ACCOMPLISHMENTS

- Evidence-based reporting. Include relevant reports/publications and/or photo-documentation (description, date, location) as an annex.
- Quarterly financial performance is reported in the FACE Form. Please ensure consistency of technical accomplishments with the submitted Quarter FACE form and the AWP.
- Interim annual financial performance data is reported in the APR.

EXPECTED OUTPUTS					
Output 2. Develop a pipeline of prioritized climate change programs/projects ready for submission to GCF					
Project Output Indicator/s <sup>2</sup>	Baseline		2017 Milestone <sup>3</sup>	2017 Target	End-of-project Target 2018
2.1 Number of guideline formally developed in line with national policies and strategies in the Philippines and GCF investment criteria	2016	0	0	1	1
2.2 Number of GCF project proposals/concept notes developed	2016	0	0	1	1
2.3 Number of trainings for government actors and candidate NAE on GCF project development process	2016	0	0	1	1
2.4 Number of Country Programme developed	2017	0	0	1	1
Output 3. Assist the Government of the Philippines in accrediting one NAE					
3.1 Number of entities supported to submit accreditation documents to GCF	2016	0	0	1	1

<sup>2</sup> Please ensure consistency with ProDoc and AWP indicators.

<sup>3</sup> Use traffic light to indicate progress vis-à-vis annual output targets in AWP: **Green** (Completed), **Yellow** (On track/Ongoing), **Red** (Not started/delayed). Data provided can be qualitative or quantitative based on the nature of the output indicator [UNDP PHL CO Data Clean-up Guidelines].

Physical Performance			Financial Performance				REMARKS Challenges / Bottlenecks and plans to address them / Lessons Learned
Activity/Sub-activity Description	Accomplishment for the Year	Status of Activity <sup>4</sup>	Planned Budget	Donor and Budget Code	Expenditure (Cumulative Expenditure)	Delivery Rate (cumulative expenditure / planned budget) *100	
<b>Output 2. Develop a pipeline of prioritized climate change programs/projects ready for submission to GCF</b>			250,053		75,545	30.2%	
<b>Planned Activity 2.1</b> Develop guidelines and procedures for prioritizing climate change adaptation and mitigation needs and interventions, aligned with the NAP, INDC, sub-national development plans and GCF investment criteria			93,336		37,328	40%	
<b>Sub-Activity 2.1.1.</b> Develop a guideline for project prioritization and screening for the Philippines, aligned with the GCF investment criteria, validated by the NDA and the Program Board.	<ul style="list-style-type: none"> <li>• The No Objection Procedure for concept notes, project proposals and readiness support proposals has been adopted by GCF NSC.</li> <li>• The Screening and Prioritization Tool has been drafted and reviewed by stakeholders, including government agencies, development partners, CSOs and private sector. The draft tool is for finalization and dissemination within 1<sup>st</sup> quarter of 2018.</li> </ul>		45,376		37,306	82.2%	<ul style="list-style-type: none"> <li>• Streamlining the No Objection Procedure to ensure that project ideas are submitted to GCF on time was a concern. Consensus among TWG and NSC members was reached on how the review process could be shortened. The bodies agreed that a more user-friendly SPT could be designed. Moreso, the groups arrived at a decision to simplify the metrics that will be required from project proponents to facilitate a shorter review process that does not duplicate GCF Secretariat review process.</li> <li>• Leveling-off on the metrics to be used in the tool and translating the tool into a user-friendly version vis-à-vis GCF requirements have been the challenges encountered during the development of the tool. Creation of the GCF TWG has been helpful in the review and enhancement of the tool.</li> <li>• An internal TWG within the NDA is planned to be established to strengthen the capacity of DENR as the NDA. Given the possible shift in NDA, however, this has to be re-considered and pursued until the final decision on NDA has been reached.</li> </ul>

<sup>4</sup> Use traffic light to indicate progress vis-à-vis timelines assigned for planned activities.

Physical Performance			Financial Performance				REMARKS Challenges / Bottlenecks and plans to address them / Lessons Learned
Activity/Sub-activity Description	Accomplishment for the Year	Status of Activity <sup>4</sup>	Planned Budget	Donor and Budget Code	Expenditure (Cumulative Expenditure)	Delivery Rate (cumulative expenditure / planned budget) *100	
Sub-Activity 2.1.2. Upon the results of the prioritization exercise, support the development of prioritized project ideas or required assessments/studies.	<ul style="list-style-type: none"> <li>Conduct of project development workshops and the National Structured Dialogue has been postponed due to the need to prioritize establishment of the No Objection Procedure, drafting of the Screening and Prioritization Tool and the Country Programme.</li> </ul>		12,960		0	0%	<ul style="list-style-type: none"> <li>The delay in the execution of the Letter of Agreement for the readiness support proposal has been a delay factor in the drafting of the Country Programme that will strengthen implementation of the No Objection Procedure and usefulness of SPT. This has affected the targeted timeline for conduct of the project development workshops and the National Structured Dialogue. This dilemma was addressed by the clarification provided by GCF that absence of a Country Programme would not affect the chance of having a project proposal approved by GCF as long as there is reference to other plans indicating the national priorities.</li> </ul>
Sub-Activity 2.1.3. Support national and local-level stakeholder engagement processes and enhance the understanding of GCF project development through consultations and training	<ul style="list-style-type: none"> <li>GCF orientations were conducted among government agencies, development partners, CSOs and private sector.</li> </ul>		0		0	-	<ul style="list-style-type: none"> <li>The varying government staff being sent to attend the GCF orientations has affected the continuity and sustainability of understanding and being able to actively participate in GCF related activities.</li> </ul>
Sub-Activity 2.1.4. Development of an interactive web platform for knowledge management and monitoring of climate investments	<ul style="list-style-type: none"> <li>Procurement of a Consultant for this assignment has been completed. Kick-off meeting with the website developer is scheduled to be held on December 22, 2017.</li> </ul>		10,000		22	0.002%	<ul style="list-style-type: none"> <li>The technical requirements necessary for the GCFRP website to be integrated in the DENR CCS website posed issues on the need of the Project Team to involve DENR KISS Unit. Scheduling appointments with this Team to discuss the details has been a challenge.</li> </ul>

Physical Performance			Financial Performance				REMARKS Challenges / Bottlenecks and plans to address them / Lessons Learned
Activity/Sub-activity Description	Accomplishment for the Year	Status of Activity <sup>4</sup>	Planned Budget	Donor and Budget Code	Expenditure (Cumulative Expenditure)	Delivery Rate (cumulative expenditure / planned budget) *100	
							<ul style="list-style-type: none"> <li>Given the possible shift in NDA, it is possible that the TOR of website development will be affected and might need to be revised. To avoid significant modifications and delay in launching the GCFRP website, the latter will be prioritized.</li> </ul>
Sub-Activity 2.1.5. Development of a Country Programme for GCF	<ul style="list-style-type: none"> <li>The procurement of the firm which will be engaged to undertake the country programming process is being completed to commence work by January 2018.</li> </ul>		25,000		0	0%	<ul style="list-style-type: none"> <li>This is an additional sub-activity under Output 2. Originally planned to be carried-out under Track 1, the delay in being able to finalize and move the Readiness and Support Proposal Agreement with GCF prompted the NDA and UNDP to include this under the GCF Readiness Programme. A total of USD100,000 have been re-aligned and allocate for this activity.</li> </ul>
<b>Planned Activity 2.2</b> Support preparation of a pipeline of prioritized climate projects ready for GCF submission			156,717		36,706		
Sub-Activity 2.2.1. Develop one (1) full funding proposal and corresponding feasibility studies.	The development of the full funding proposal commenced last December 4, 2017 when the Scoping Mission started preparatory activities.		156,717		36,706	23.4%	<ul style="list-style-type: none"> <li>Development of a full funding proposal was put on hold from July to mid-November due to advice of GCF Secretariat to UNDP that the chances of having the Coastal Resiliency in the Eastern Board Project would be low due to absence of a Country Programme.</li> <li>There were conflicting statements among GCF Secretariat members. Face to face meeting with the GCF Secretariat helped in clarifying this issue. DENR arrived at a decision to pursue submission of a project proposal even with the absence of a Country Programme.</li> </ul>



Physical Performance			Financial Performance				
Activity/Sub-activity Description	Accomplishment for the Year	Status of Activity <sup>4</sup>	Planned Budget	Donor and Budget Code	Expenditure (Cumulative Expenditure)	Delivery Rate <i>(cumulative expenditure / planned budget) *100</i>	<b>REMARKS</b> Challenges / Bottlenecks and plans to address them / Lessons Learned
<b>Planned Activity 2.3</b> Build the capacities of project developers from diverse institutions, including national governments, potential DAEs, LGUs, and CSOs to develop GCF funding proposals	Sub-Activity 2.3.1. Conduct trainings for GoP actors and candidate DAE on GCF proposal development requirements.		0		1,512	-	Refer to Sub-Activity 2.1.2.
<b>Output 3. Support the accreditation process of a selected candidate NAE</b>			36,000		6,668	18.5%	
<b>Planned Activity 3.1</b> Support capacity building of prospective NAE			36,000		6,668	18.5%	
Sub-Activity 3.1.1. Conduct a capacity gap assessment of the candidate DAE.	<ul style="list-style-type: none"><li>• Capacity gap assessment for Land Bank (specifically on its gender policy) and DBP commenced during last week of November 2017.</li><li>• The DAE Consultant has already signed a non-disclosure agreement with Land Bank as the gender policy gap assessment is being undertaken.</li><li>• DBP has been issued a nomination letter for GCF accreditation is on the process of completing the OAF.</li></ul>						<ul style="list-style-type: none"><li>• Land Bank decided to work on the Stage 1 GCF comments on their own and has significantly delayed their submission of the requirements to GCF.</li><li>• The challenge of not being able to issue a call for AEs is connected with the absence of a Country Programme. However, pilot-testing the process with Land Bank and DBP will provide actual experience on supporting entities interested in being accredited by GCF.</li></ul>
Sub-Activity 3.1.2. Accreditation process support including submission of documentation to GCF.							
Sub-Activity 3.1.3. Assist the DAE candidate in developing project ideas by providing dedicated technical support.							
GMS Output 3							

Physical Performance			Financial Performance				REMARKS Challenges / Bottlenecks and plans to address them / Lessons Learned
Activity/Sub-activity Description	Accomplishment for the Year	Status of Activity <sup>4</sup>	Planned Budget	Donor and Budget Code	Expenditure (Cumulative Expenditure)	Delivery Rate (cumulative expenditure / planned budget) *100	
Project Management Unit (PMU)			51,101		28,900	56.6%	
TOTAL			337,153		111,114	33.0%	

#### D. PARTNERSHIPS FORGED

Name of partner	Type	Description of partnership and how it has contributed to project results or sustainability
GCF NSC and TWG members	Government agencies, CSOs, private sector, academe, indigenous people groups	Collaboration of offices and groups involved in GCF NSC and TWG have resulted in a whole of government approach in decision-making for GCF. Since government agencies involved in GCF NSC and TWG members are also members of Cabinet Cluster on CCAM-DRR, it is envisioned that participation of these members will be sustained even after the GCF Readiness Programme.
DENR Ecosystem Research and Development Bureau (ERDB) and Biodiversity Management Bureau (BMB)	Government agency	Given that potential executing entity for the Coastal Resiliency Project is ERDB or BMB, their participation in the Scoping Mission has expressed a certain level of country ownership for the Project.

#### E. INFORMATION, COMMUNICATION, EDUCATION, AND KNOWLEDGE MANAGEMENT

IEC/Knowledge Product produced in 2017	Type	Date published/ produced	Target audience	Link (If available)
Development of knowledge products still ongoing.	Various – website, print an audio-visual materials	Within 1 <sup>st</sup> quarter of 2018	Government agencies, CSOs, private sector, academe	Link not available yet
Press release and article	Print material	12/1/2017	BMUB-IKII partners and public	See Annex 7 for copies of the press release and article produced for GCF

**Was the project cited / quoted / featured in media reports / articles?**  
If yes, please provide link to article / video.

See Annex 7 for copies of the press release and article produced for GCF

F. ACTIONS TAKEN REGARDING AUDIT AND/OR SPOT CHECK FINDINGS

Describe actions taken to address the findings from the audit / spot check as applicable

Audit/Spot check recommendation/s	Action taken	Responsible person	Implementation date
No spot check conducted for the Project yet.			<a href="#">Click here to enter date.</a>

G. RISK LOG UPDATE

- Assess identified risks and record new risks that may affect project implementation
- Include risks identified in the Project’s **Social and Environmental Screening**, if any

No.	Description	Date Identified	Type	Status	Countermeasures / Management response (What actions have been taken/will be taken to counter this risk)
1	Shift in the National Designated Authority (NDA) for GCF	12/13/2017	Political	Medium-Level Risk - new	The creation of GCF NSC and TWG should be able to provide continuity of GCF Readiness Programme activities.

H. MONITORING & EVALUATION

Total Spent on Monitoring in 2016	N/A	Total spent on Decentralized Evaluations in 2016 (Mid Term / Final)	N/A
Is the project’s M&E Plan being adequately implemented? Are progress data against indicators in the project’s RRF being reported regularly using credible data sources and collected according to the frequency stated in the M&E Plan?			The Readiness Programme is being implemented at the national level and does not required site level M and E activities. At the very least, progress of output indicators are being monitored at the PMU level.

I. MAINSTREAMING GENDER EQUALITY

Incorporation of gender perspectives in various outputs and activities by giving emphasis on gender-sensitive concerns especially in leadership roles, decision-making processes, capacity-building and protection of women, including the children and elderly

1. Qualitative description

<ul style="list-style-type: none"> <li>- <b>In Governance Mechanisms</b> (<i>Participation in Project Board</i> (including representation of PCW), TWGs, Experts' Group and other governance mechanisms set up by the Project, e.g. National multi-sectoral committees) <ul style="list-style-type: none"> <li>• Women are significantly represented in GCF NSC and TWG.</li> </ul> </li> </ul>
<ul style="list-style-type: none"> <li>- <b>In Capacity Building and Policy, Planning and Programming</b> <ul style="list-style-type: none"> <li>• A Gender Specialist is part of the Project Formulation Team for the Coastal Resilience Project to ensure that gender issues and problems in the coastal sector are considered and addressed.</li> </ul> </li> </ul>
<ul style="list-style-type: none"> <li>- <b>Women's Empowerment Key Results</b> <ul style="list-style-type: none"> <li>• Gender empowerment are integrated into the planning processes undertaken.</li> </ul> </li> </ul>

## 2. Gender issues

No	Gender issues identified	How the project is addressing identified gender issues
1	None	
2		

## 3. Disaggregation of data of Beneficiaries/Participants of Activities conducted under the Project

Activity	Date	Number of Male Attendees	Number of Female Attendees	Total Number
GCF Readiness Programme Orientation and Prioritization Tool Inception Workshop	August 17, 2017	6	26	32
GCF Readiness Programme Orientation and Prioritization Tool Inception Workshop	August 18, 2017	20	39	59
Screening and Prioritization Tool Consultation Workshop: Development Partners and Private Sectors	September 22, 2017	9	20	29
Screening and Prioritization Tool Consultation Workshop: National Government Agencies and Civil Society Organizations	September 25, 2017	10	30	40
1 <sup>st</sup> Technical Working Group Meeting	September 28, 2017	3	10	13


Activity	Date	Number of Male Attendees	Number of Female Attendees	Total Number
1 <sup>st</sup> National Steering Committee Meeting	October 6, 2017	2	15	17
2 <sup>nd</sup> Technical Working Group Meeting	October 12, 2017	6	14	20
3 <sup>rd</sup> Technical Working Group Meeting	October 26, 2017	6	12	18
3 <sup>rd</sup> Program Board Meeting	October 27, 2017	6	12	18
CSO Election of Representative to the NSC	November 28, 2017	5	4	9
2 <sup>nd</sup> National Steering Committee Meeting	December 1, 2017	4	6	10
GCF Accreditation Training cum Workshop	December 4, 2017	17	34	51
Coastal Resilience Project Kick-Off Meeting	December 4, 2017	11	14	25
Coastal Resilience Project Scoping Mission	December 5, 2017	3	5	8
Coastal Resilience Project Scoping Mission	December 6, 2017	4	4	8
Coastal Resilience Project Scoping Mission	December 7, 2017	7	7	14
Coastal Resilience Project Scoping Mission	December 7, 2017	2	2	4
Coastal Resilience Project Scoping Mission in Kalibo Aklan	December 8, 2017	11	16	27
Coastal Resilience Project Scoping Mission in Sorsogon City	December 13, 2017	24	35	59
Meeting with Starfish, Website Development Project	December 22, 2017	3	14	17
TOTAL		159	319	478



#### 4. Classification of Gender responsiveness<sup>5</sup>

<b>Classification of gender-responsiveness:</b> <b>Project Implementation, Management, Monitoring and Evaluation (PIMME)</b> <i>Select one</i>	<b>A: Project is gender-responsive (15.0-20.0)</b>
	<b>B: Project is gender-sensitive (8.0-14.9)</b>
	<b>C: Project has promising GAD prospects (4.0-7.9)</b>
	<b>D: Gender and development (GAD) is invisible in the proposed project (0-3.9)</b>

Prepared by: **Maria Theresa V. Espino-Yap**  
Project Manager/Coordinator

Signature:  Date: January 5, 2018

Noted by: **Atty. Analiza Rebuelta-Teh**

Signature:  Date: January 5, 2018

National Project Director  
Implementing Partner

Noted by: **Floradema C. Eleazar**

Signature:  Date: \_\_\_\_\_

Programme Team Leader  
UNDP