

CTCN Budget and Financials in a Snapshot

November 2014

KEY POINTS

- The current CTCN funding situation will result in a funding shortfall beginning in 2015 that will be more severe in 2016.
- The CTCN will need to ensure that it is sufficiently funded beyond its initial 3 years of operation especially in light of the increasing number of requests being submitted to the CTCN.
- Emphasis must be placed on the flexibility of donor funds to the CTCN. As the CTCN is to provide technical assistance services at the request of developing countries, donor funds should not be earmarked for specific activities that would make it challenging to mobilize.

The Conference of Parties (COP) decision 2/CP.17 stated that the costs associated with the Climate Technology Centre and the mobilization of the services of the Network should be funded from a variety of sources, ranging from the financial mechanism of the Convention to philanthropic sources, as well as financial and in-kind contributions from the host organization and participants in the Network¹. Parties in a position to do so were invited to support the CTCN through the provision of financial and other resources².

When the UNEP-led consortium was selected to be the host of the CTCN in December 2012 at COP 17, the operationalization of the CTCN was jump-started through cash and in-kind contributions from the UNEP-led consortium in the amount of USD 5.8 million. The CTCN further secured a total of USD 26.6 million from bilateral donors for a **total contribution of USD 32.4 million as of November 2014**.

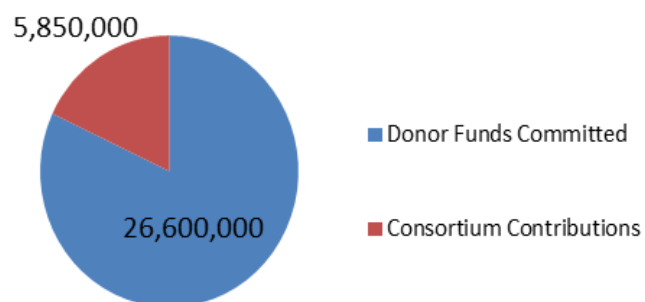


Figure 1: CTCN Financial Overview

CTCN funding from bilateral sources include the Governments of Canada, Denmark, Germany, Japan, Norway, Switzerland, and the United States, and from the European Commission. In addition, UNEP and UNIDO as the co-leading organizations of the CTCN Consortium have engaged in several discussions with the GEF to secure its support to the CTCN in conformity with COP Decision 2/CP.17. Discussions have culminated in the approval of a Project Information Form (PIF) by the GEF for USD 1.8 million. As per GEF procedures, a project proposal is currently under development with a view to submission to the GEF by June 2015.

The early financial support offered by these countries has enabled the CTCN to proceed with its first three years of operation. Nevertheless, given the 2015 budget approved by the CTCN Advisory Board, there will be a funding shortfall beginning in 2015 with almost all of the projected 2016 budget not yet funded.

¹ Decision 14/CP.18, annex I, paragraph 7

² Decision 2/CP.17, paragraph 139

UNEP and UNIDO as the co-leading organizations of the CTCN Consortium, therefore continue to seek support from current and other potential donors to secure additional financial contributions for the CTCN.

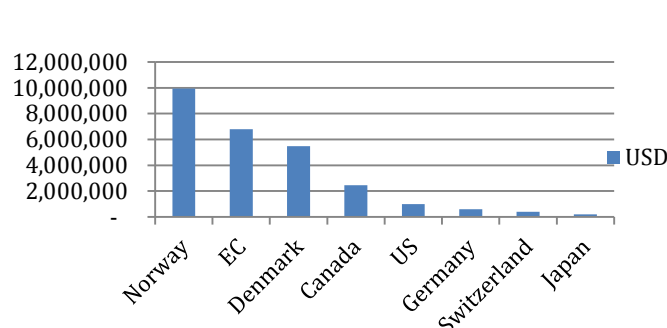


Figure 2: Funds Committed by Donor

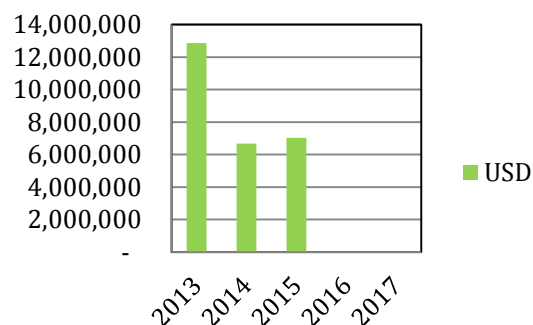


Figure 3: Donor Funds Committed by Year

Table 1: Budget for 2015 and 2016 planned expenditures.

Main components	Year	
	2015	2016*
1. Technical assistance in response to country requests		
Requests coordination, refinement, support	1 100 000	2 000 000
Requests implementation	8 300 000	15 000 000
TOTAL	9 400 000	17 000 000
2. Outreach, networking and private sector engagement		
Outreach and Communication	300 000	500 000
CTCN NDEs and Networking engagement	800 000	1 000 000
Stakeholder Engagement	500 000	500 000
Total	1 600 000	2 000 000
3. Knowledge Management, peer learning and capacity building		
KMS Technical Development	900 000	300 000
KMS Content Development	400 000	500 000
Capacity Building activities and material	400 000	600 000
Monitor and Evaluation	100 000	100 000
TOTAL	1 800 000	1 500 000
4. CTCN establishment and operations costs		
CTCN operations	1 600 000	2 300 000
AB Meetings and other UN meetings	100 000	200 000
TOTAL	1 700 000	2 500 000
GRAND TOTAL	14 500 000	23 000 000

* The 2016 Budget is indicative and has not yet been endorsed by the CTCN Advisory Board