

Advisory Board to the CTCB
Twentieth meeting**12-14 September 2022**
AB/2022/20/14.3

The following financial information is presented to the Advisory Board for taking note:

1. 2022 Cash Receipts
2. 2022 Interim Financial Report by CTCN Service Areas, including projections
3. Overview of projected funds at the end of 2022
4. Total secured funding to date

1. CTCN's Cash income in 2022 is USD 8,219,533.

Donor	USDs
Republic of Korea	2,054,858
<i>Adaptation Fund</i>	1,859,382
<i>Denmark</i>	1,500,715
GEF	677,000
METI, Japan	650,100
MOE, Japan	459,000
Green Climate Fund	419,272
UNDP – Togo	250,000
Sweden	198,185
European Commissic	151,021

2. 2022 Interim Financial Report by CTCN Service Areas (ref: AB/2022/20/14.2)

The Advisory Board at its 18th meeting approved an Operational Budget of USD 10 million for the year 2022.

As on 31 July 2022, CTCN has incurred expenditures of USD 4.4 million in 2022. The pro bono support in 2022 is of USD 434,678. We foresee additional expenditures of USD 6.7 million during August – December 2022.

The total projected expenditures for 2022 are USD 11.4 million (114% Implementation rate) – Figure 1.

This is elaborated by the CTCN Service Areas in the 2022 Interim Financial Report, document **AB/2022/20/14.2**.

Figure 1 shows the projected expenditure against the approved budget for 2022.

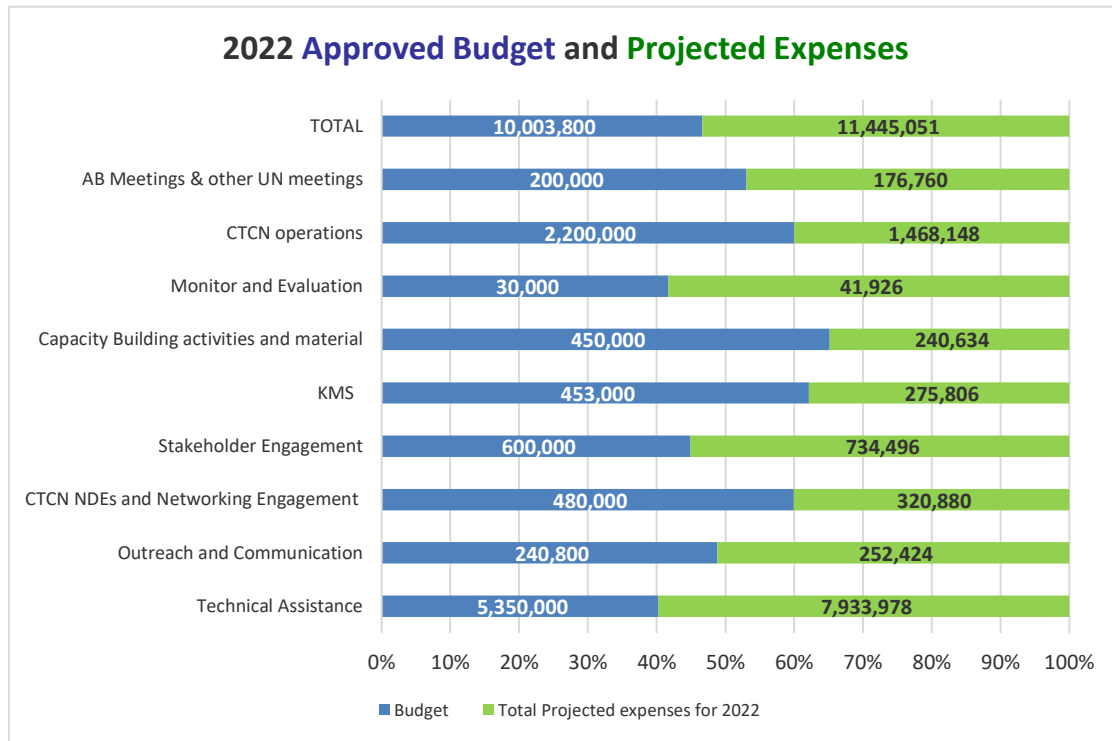
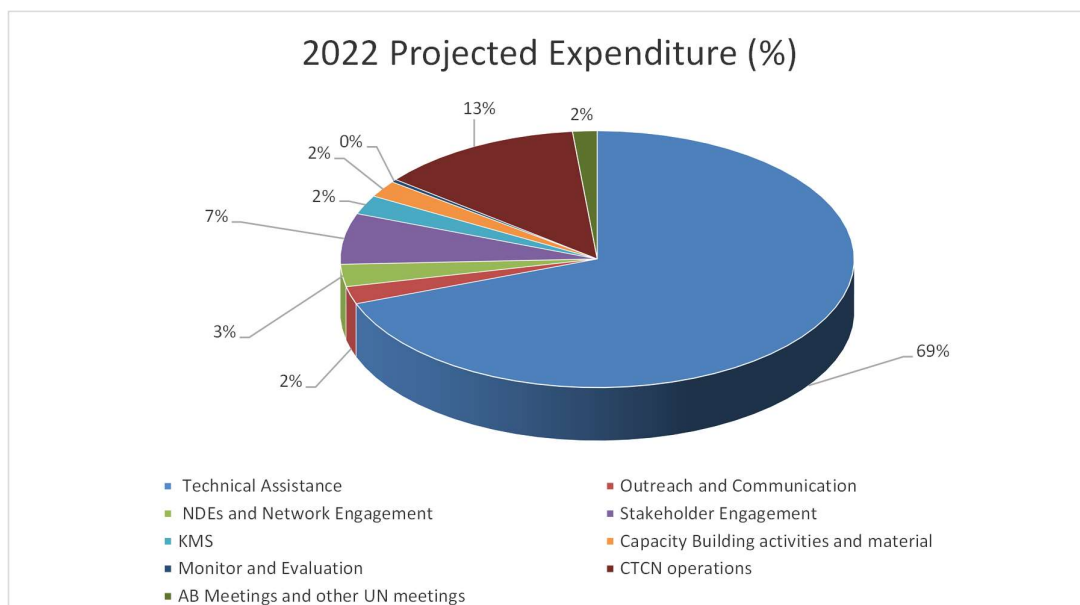


Figure 2, As seen below, 69% of the total projected expenses are for Technical Assistance, 13% for CTCN Operations, 7% for Stakeholder Engagement, 3 % for NDEs and Network Engagement, 2 % each for Capacity Building, KMS, Outreach & Communications, and AB & Other UN Meetings.

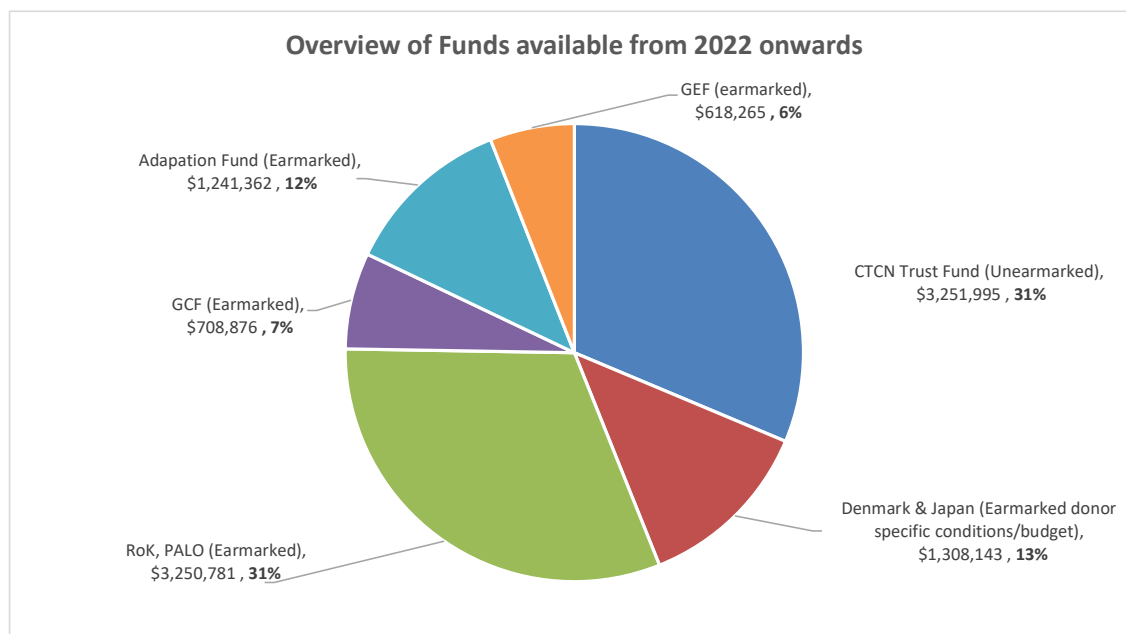


3. Overview of projected fund balance at the end of 2022, for 2023 AOP Activities:

At the end of 2022, we project a carryover of USD 7.2 million, and the pending cash inflow in 2023 is USD 3.2 million – this gives us a projected fund balance of USD 10.4 for 2023.

The main challenge in 2023 is lack of flexibility in allocating funds both for planned and demand driven activities as the available unearmarked funds are only 31%, which will mainly be allocated to cover the fixed operational costs, the remaining funds are either through Financial Mechanisms, or are earmarked as per the Donor Agreement conditionalities of approved budget, sectoral earmarking, or have limited validity (Figure 3).

Figure 3



Going forward,

As on 31 August 2022, apart from the projected income of approximately USD 6.3 million from Republic of Korea during 2023-2025 and USD 2 million from Adaptation fund in 2023-24, CTCN do not have any further Secured pledges/income beyond 2023.

CTCN is discussing potential contributions from the European Commission, Government of Canada, Germany, and the U.S.A. for the 3rd PoW.

Finalization of donor agreements for CAD 6 million for a period up to 2026 with the government of Canada, and USD 3 million with the Government of USA are at advance stages.

CTCN continues to work with members states to seek for contributions to the CTCN Trust Fund and to strengthen linkages with financial mechanisms, such as GCF, GEF and AF, and work with other partners on pro-bono assistance.

To date, CTCN has secured funding (pledges against the signed Donor Agreements) of USD 100 million of which USD 80.6 million is through Voluntary Contributions (Figure 4) and USD 17.3 million through UNFCCC Financial Mechanisms (Figure 5), USD 2.1 through other Mechanisms (Figure 6).

Figure 4 – Funds secured through Voluntary Contributions (USD 80.6 million)

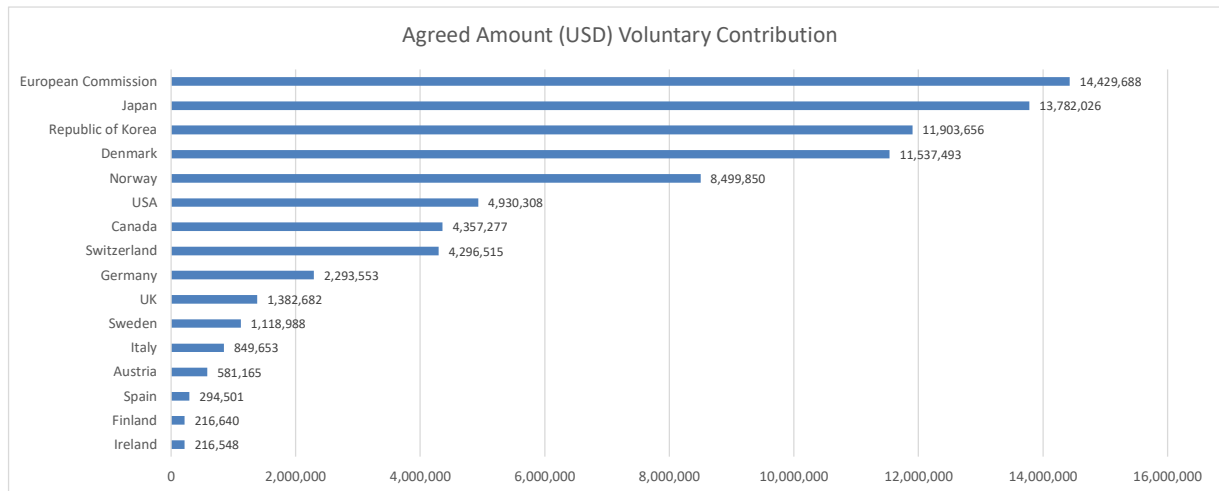


Figure 5 – Funds secured through UNFCCC Financial Mechanisms (USD 17.3 million)

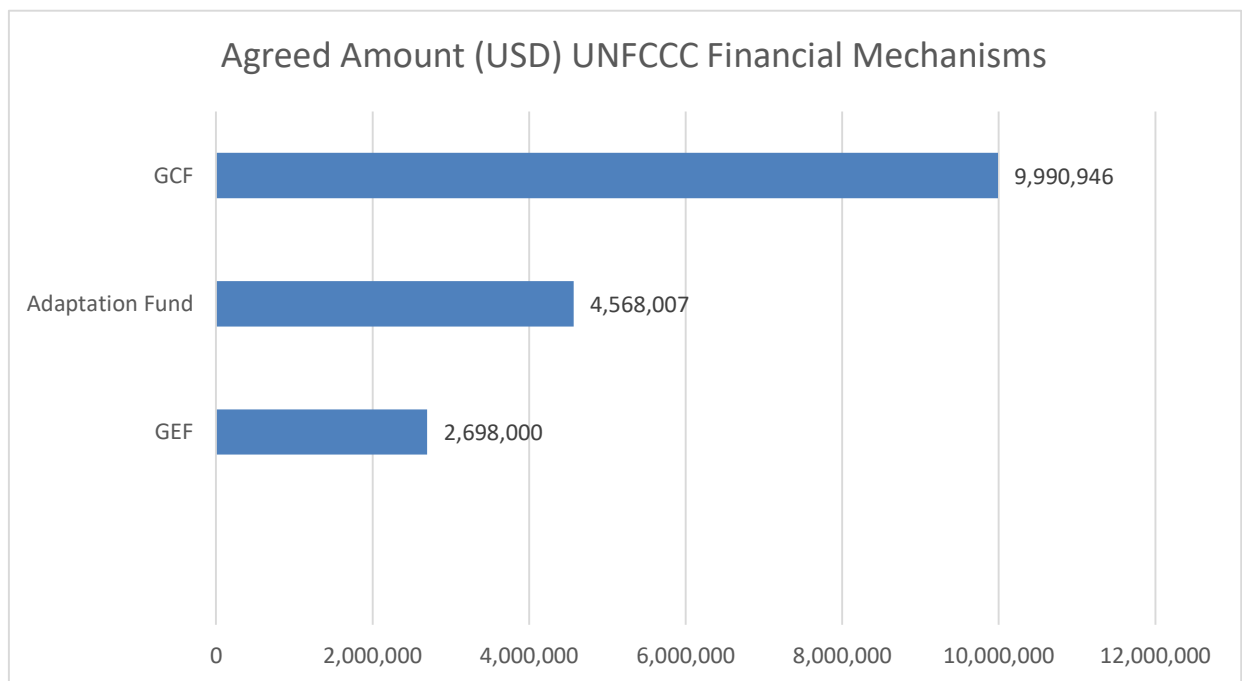


Figure 6 – Funds secured through other Mechanisms (USD 2.1 million)

