OVERVIEW OF THE PROCESS FOR ADDITIONAL FUNDING ALLOCATIONS

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Process for Allocating Additional Funding: Background

- Part of the Strategic Discussions on the immediate future of the PMR (i.e. until 2020)

- **PA13**: Draft proposal on a procedure for the allocation of additional funding under the PMR

- **PA14**: Revised proposal for the use of additional funding for endorsement

- **Intersessional Period (PA14-15)**: Revision of criteria for assessing additional funding allocation proposals
Complementary Activities related to MRPs or Targeted Technical Support

◆ **Objectives:**

1. Strengthen and complement the implementation of existing activities
2. Help achieve the MRP objectives
3. Overcome the existing barriers to implementation
4. Improve readiness for the implementation of carbon pricing instruments

◆ **Basis:**

1. Review of the progress of the PMR project
2. Identification of additional readiness gaps
Objectives:
1. Inform the selection and introduction of a carbon pricing instrument
2. Identify a suitable package of policies and measures, and understand their interactions, impacts and potential barriers
3. Take a holistic approach to mitigation goal and policy setting

Basis:
1. Outside of the scope of existing MRP activities
2. Identification of additional readiness gaps
# Modality for Additional Funding Proposals

<table>
<thead>
<tr>
<th>Type of activities</th>
<th>Maximum allocation</th>
<th>Deadline for submission of proposals</th>
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<tbody>
<tr>
<td>Activities that complement ongoing activities related to MRPs in ICPs</td>
<td>US$2 million</td>
<td></td>
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<tr>
<td>Activities that complement ongoing activities related to Technical Targeted Support for TPs</td>
<td>US$1 million</td>
<td>April 2018</td>
</tr>
<tr>
<td>New or additional activities related to policy analysis in ICPs</td>
<td>US$500,000</td>
<td></td>
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**Overall allocation ("cap"):**
- Up to $2 million

**Timeline:**
- The implementation period will start by July 2018
- The implementation will last up to 2 years
- The deadline for submission of proposals will be April 2018
Complementary Activities related to MRPs to Targeted Technical Support: Criteria

I. Overall mitigation strategy and (Intended) Nationally Determined Contribution (INDC/NDC)

II. Level of political commitment to carbon pricing within the country and clarity on the institutional arrangement for implementation

III. Progress made on PMR activities under the first proposal

IV. Scope of work and additionality of proposed activities

V. Budget, timeline and outputs

VI. Expected outcomes and Monitoring and Evaluation (M&E)

VII. Annex: ISR
Policy Analysis Activities: Criteria

I. Overall mitigation strategies and (Intended) Nationally Determined Contribution (INDC/NDC)

II. Level of political support to carbon pricing and clarity on the institutional arrangement for implementation

III. Scope of work and additionality of proposed activities

IV. Budget, timeline and outputs

V. Expected outcomes and Monitoring and Evaluation (M&E)

VI. Annex: ISR
## Complementary Activities related to MRPs or Targeted Technical Support: Process

1. **Submission of a draft proposal by the ICP/TP to the PMR Secretariat using the agreed template**

2. **Review of the draft proposal by at least one independent expert, the PMR Secretariat and the Delivery Partner**

3. **Revision of the proposal by the ICP/TP based on the feedback received and submission of revised proposal to the PMR Secretariat**

4. **Circulation of the revised proposal by the PMR Secretariat to the PA**

5. **Review of the draft proposal by the PA, and provision of comments and feedback to the ICP/TP**

6. **Revision of the proposal by the ICP/TP based on the PA’s feedback and submission of the final draft proposal to the PMR Secretariat**

7. **Final presentation of the proposal by the ICP/TP at the PA meeting for endorsement and funding allocation**
Policy Analysis Activities: Process

1. Submission of a draft proposal by the ICP to the PMR Secretariat for review and feedback, using the agreed template.

2. Review of the draft proposal by the PMR Secretariat and the Delivery Partner.

3. Revision of the proposal by the ICP based on the feedback received and submission of the revised proposal to the PMR Secretariat for circulation to the PA.

4. Circulation of the revised proposal by the PMR Secretariat to the PA.

5. A three-week no-objection period for the PA to review the proposal and provide comments.

6. Adoption of the decision on the additional funding allocation unless explicit objection is raised by a PMR participant (in which case, the decision will be postponed to the next PA meeting).
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