



THIS IS UNFPA



Structured Financing Dialogue – Presentation to the Executive Board, by Arthur Erken, Director, Division Communication & Strategic Partnership, 30 May 2018

AGENDA

- ✓ UNFPA Proposal to Enhance SFDs
- ✓ Funding Situation, May 2018
- ✓ Update on Strategic Partnerships
- ✓ Discussion



UNFPA's PROPOSAL TO ENHANCE STRUCTURED FINANCING DIALOGUES



UNFPA Main Funding Challenges – A Recap

Core resources

- ✓ **Downward trend in core-funding**
- ✓ **Narrow base** of large core contributors with only 10 donors contributing to 90% of 2017 revenue > vulnerability to decrease or defunding;
- ✓ **Stagnant core contributions from programme countries and non-OECD DAC** donors: only 1.3 % of UNFPA total core resources;
- ✓ **Only 1/3 of donors** provide **multi year core-funding**
- ✓ Majority of payments of core commitments occur **late in the year** > planning & implementation challenges;

Non-core resources

- ✓ Some **partners unwilling to include eligible direct costs or to comply with cost-recovery rate** > cross-subsidization & further erosion of core-resources.
- ✓ High **volatility** of non-core resources
- ✓ Highly **fragmented** sources of funding

Ambition and Key Features of the Dialogues

- ✓ Help **align resources to needs** of countries
- ✓ Keep **member states engaged and informed** throughout the year
- ✓ Discuss and find **solutions to challenges, funding gaps** etc.
- ✓ Consolidate **UNFPA funding architecture: addressing fragmentation of resources and enhancing quality funding**
- ✓ **Visibility, Tracking and Reporting** on resources and results
- ✓ **A platform for MSs** to express their views, share best practices and locally tested solutions for additional resource mobilization, including domestic resources and new partnerships > **More impact on the ground**
- > Advance the concept of a **“Funding Compact”** between UNFPA and member states (while UN reform’s contours are better defined)
- > **“Co-Champions”** (One Donor and One Program country)

Funding Compact between UNFPA & member states

UNFPA commits to :

- Excellence in programming
- Transparency in financing
- Accountability in management & reporting
- Visibility & Recognition
- Alignment of funding architecture to the SP

Structured Financing Dialogues

Member States commit to:

- Adequate & predictable levels of Funding for the implementation of the SP 2018-21
- Help support the operationalization of the funding architecture

Mutual Commitment between UNFPA and Member States

TARGETS 2018-21

- From 120 to 150 core-contributors
- From 1.5% to 5-10% of non- OECD/DAC & Programme countries
- Maintaining or surpassing \$ 350 M. / year
 - Increasing multi-year contributions
 - Operationalizing the funding architecture

What do we want to achieve in 2018 & beyond ?

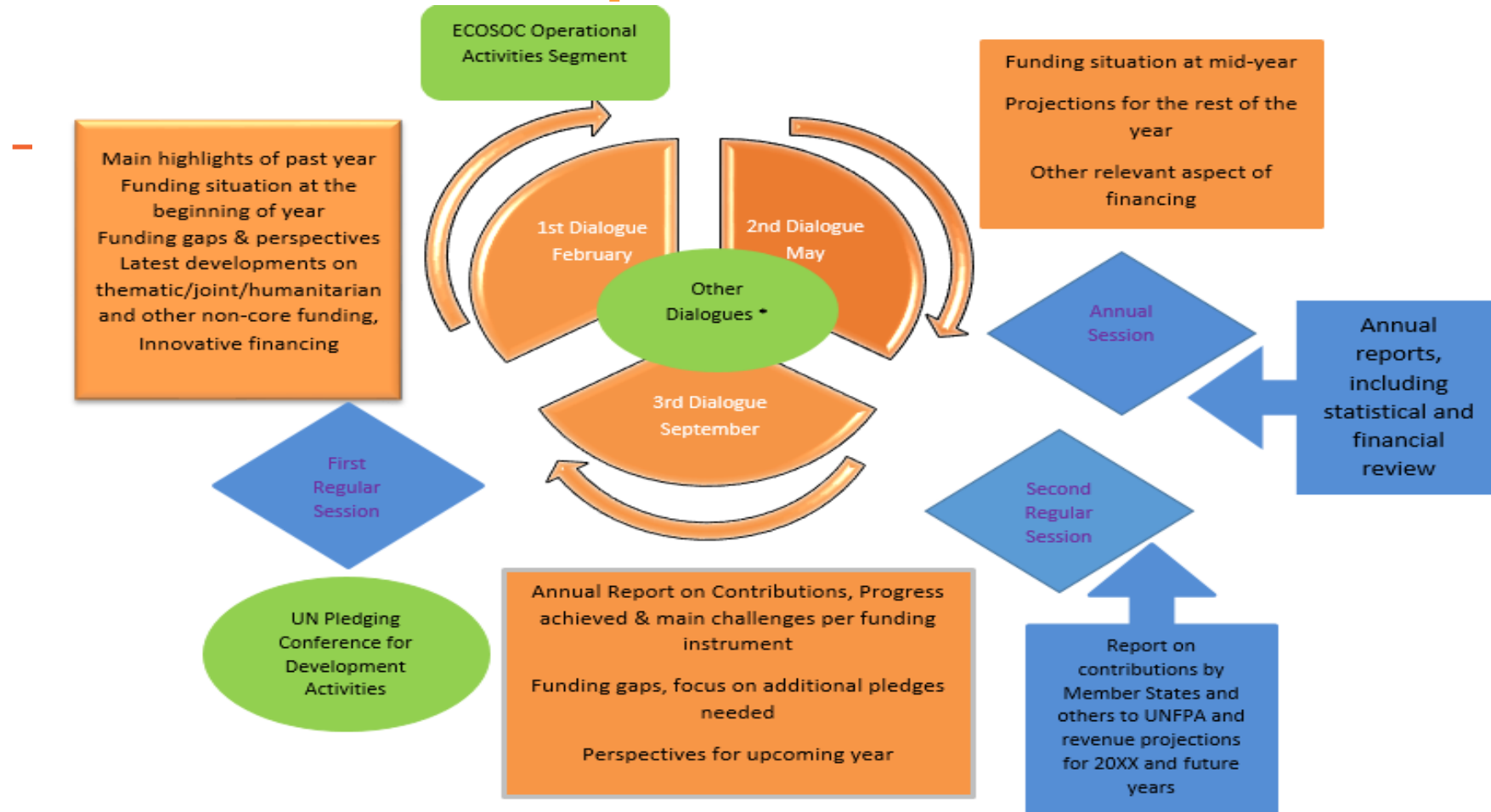
For core-resources

- Maintaining or surpassing the **level of 350 M.** throughout the entire cycle of the Strategic Plan > but it will be a challenge, and we need all MSs involved, including program countries to pro-actively advocate for and invest in their own development : **YOU ARE UNFPA's SHAREHOLDERS !**
- Increasing the number of donors committing to **multi-year contributions**
- Increasing the number of **core donors** from **120** to **150**
- Increasing the % from non-OECD DAC & pg countries from **1.3 %** to **5-10%**
- Additional **core mobilized will be invested in programmes**

For non-core & thematic funding

- **Optimized and fully aligned funding streams** to support the achievement of the UNFPA's transformative results (funding architecture operationalized)

UNFPA Draft Proposal to enhance SFDs



*To be further defined depending on circumstances, decisions of the Executive Board and directions of the broader UN reform.

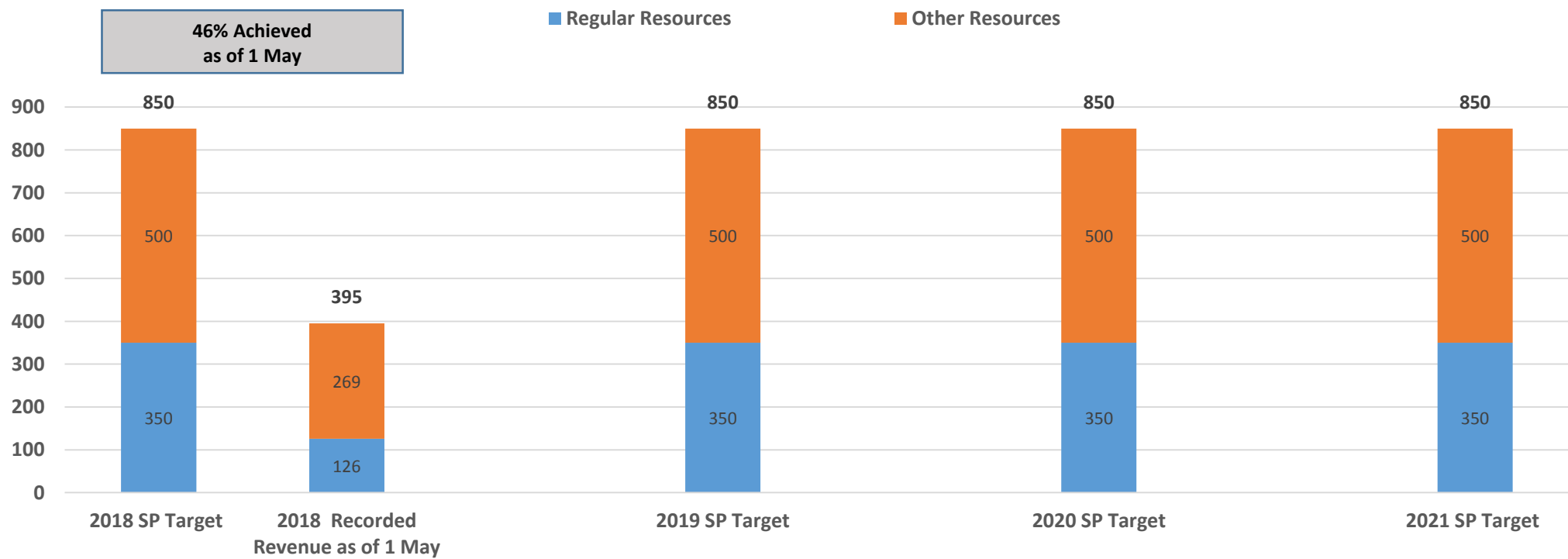
- ECOSOC / UN related matters
- UNDP/UNFPA/UNOPS Executive Board related matters
- UNFPA SFDs

UNFPA FUNDING SITUATION



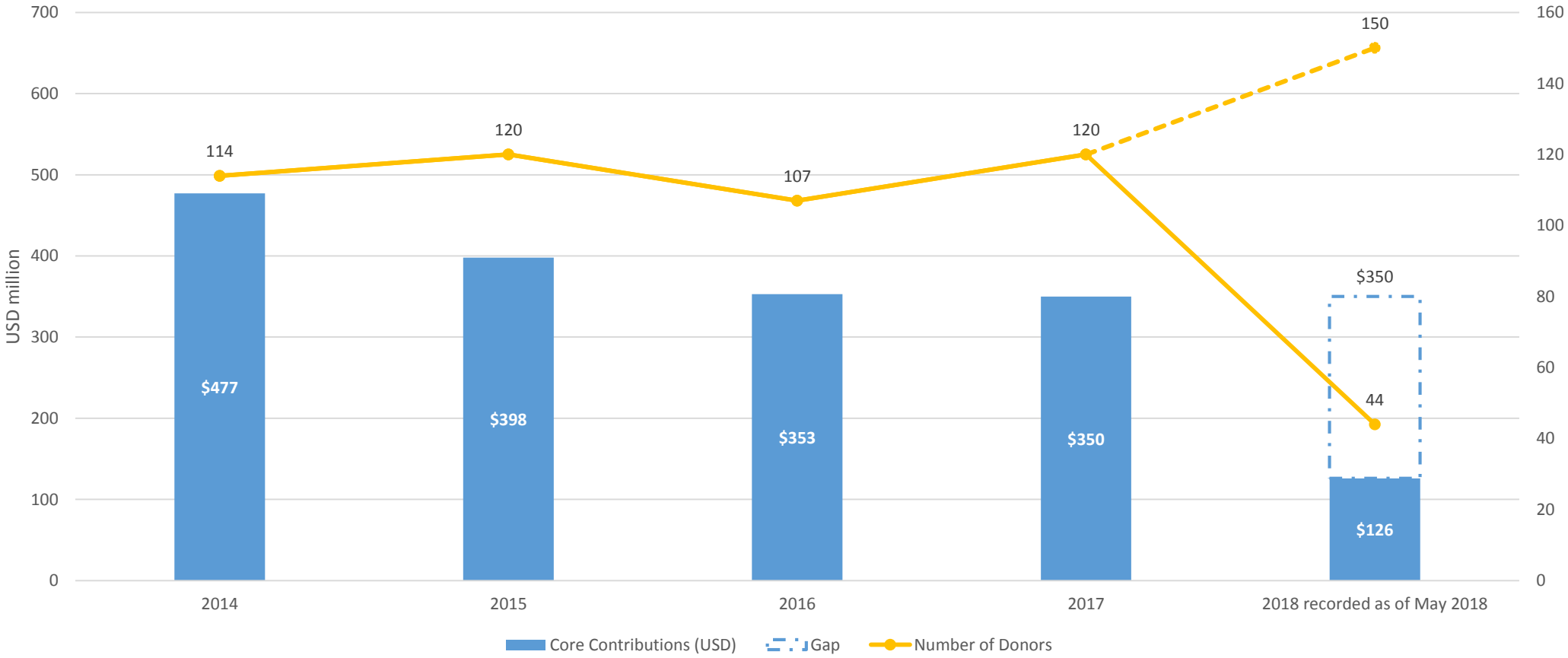
2018-2021 Targets and 2018 Revenue as of 1 May

2018 (in USD)

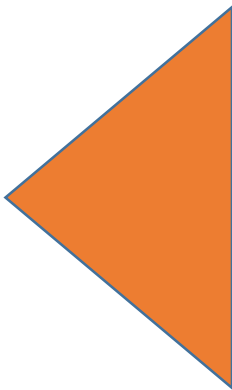
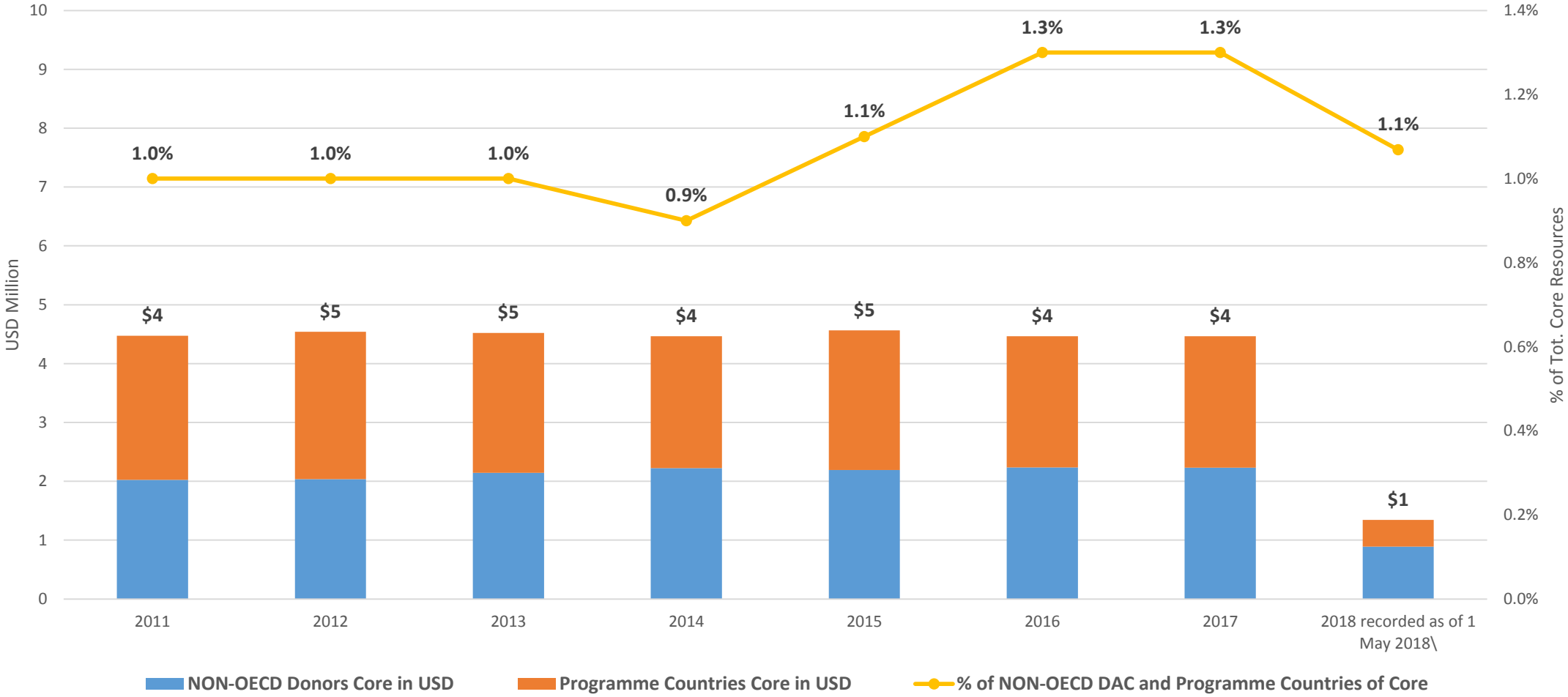


SP 2018-2021

Core Funding Overview – All Donors



Programme Countries & NON-OECD Donors to Core Resources Trends 2011-2018



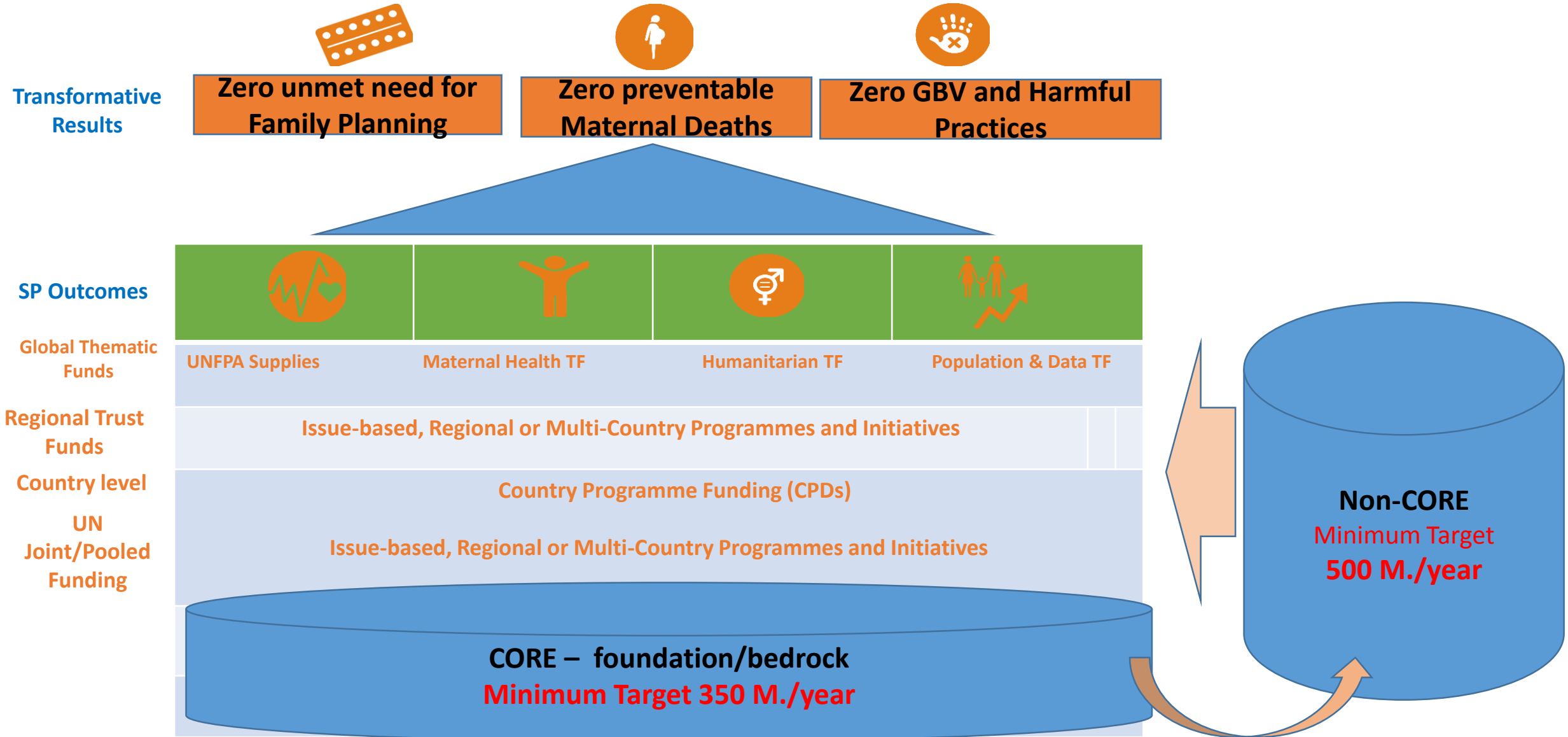
What Core-Resources pay for ?

The Paper was developed to:

- ✓ respond to member states request
- ✓ provide more clarity about the budget: which functions are paid by core-resources, in what proportion, and where they are performed (country, regional or HQ)
- ✓ illustrate the unique value of core resources and the complementarity between funding sources
- ✓ encourage all Member states to contribute to the bedrock of UNFPA, becoming UNFPA's active stakeholders

 Strong Case for Core Resources

UNFPA Funding Architecture and Thematic/Trust Funds

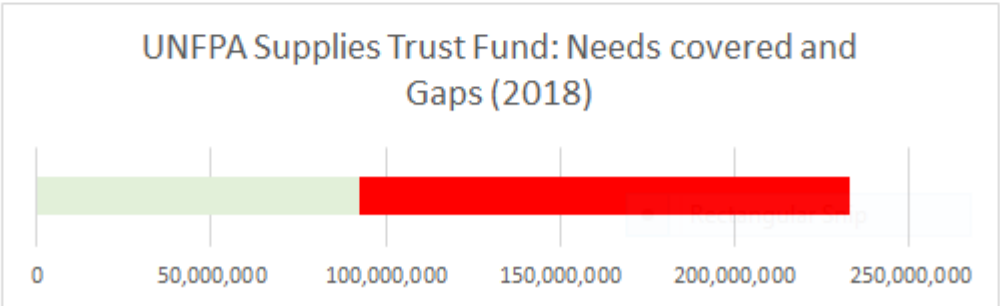


UNFPA Supplies

UNFPA Supplies



UNFPA Supplies				
Years	2018	2019	2020	Total
Estimated Annual Needs	233,000,000	252,000,000	273,000,000	758,000,000
Signed agreements	92,146,387	56,972,738	6,664,226	155,783,351
Gap (amount and percentage)	140,853,613 60.4%	195,027,262 77.3%	266,335,774 97.5%	602,216,649 79.4%

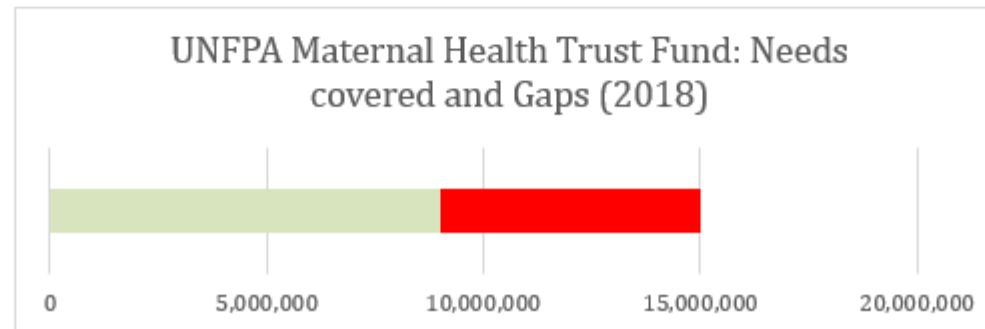


UNFPA MATERNAL HEALTH TRUST FUND

Maternal Health Trust Fund



Maternal Health Trust Fund - Phase III (2018-2022)						
Years	2018	2019	2020	2021	2022	Total
Programmatic Needs	15,000,000	33,000,000	36,000,000	36,000,000	30,000,000	150,000,000
Signed agreements / Expected Commitments	9,000,000	10,000,000	10,000,000	10,000,000	10,000,000	49,000,000
Gap (amount and percentage)	6,000,000 40%	23,000,000 70%	26,000,000 72%	26,000,000 72%	20,000,000 66%	101,000,000 67%

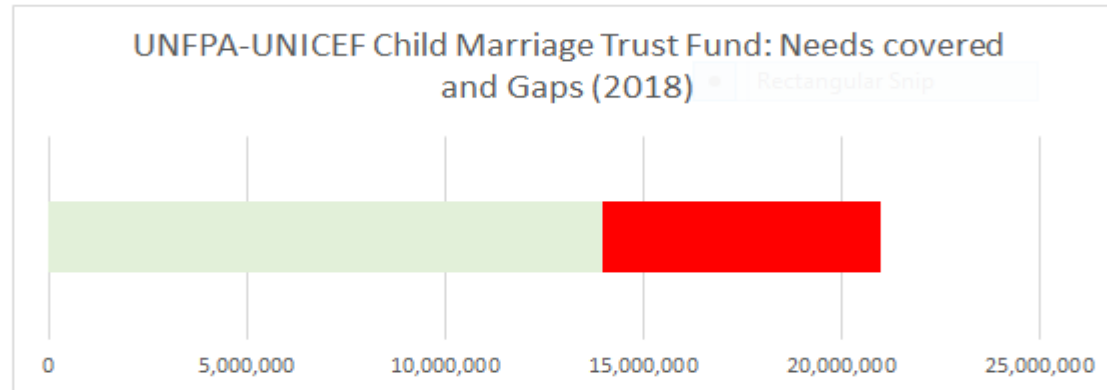


UNFPA/UNICEF GLOBAL PROGRAMME - CHILD MARRIAGE

UNFPA-UNICEF Global Programme to accelerate Action to End Child Marriage



UNFPA-UNICEF Global Programme to accelerate Action to End Child Marriage					
Years	2018	2019	2020	2021	Total
Estimated Annual Needs	21,000,000	21,000,000	21,000,000	21,000,000	63,000,000
Signed agreements/expected commitments	14,000,000	8,000,000	0	0	22,000,000
Gap (amount and percentage)	7,000,000 33.3%	13,000,000 61.9%	21,000,000 100%	21,000,000 100%	41,000,000 65%

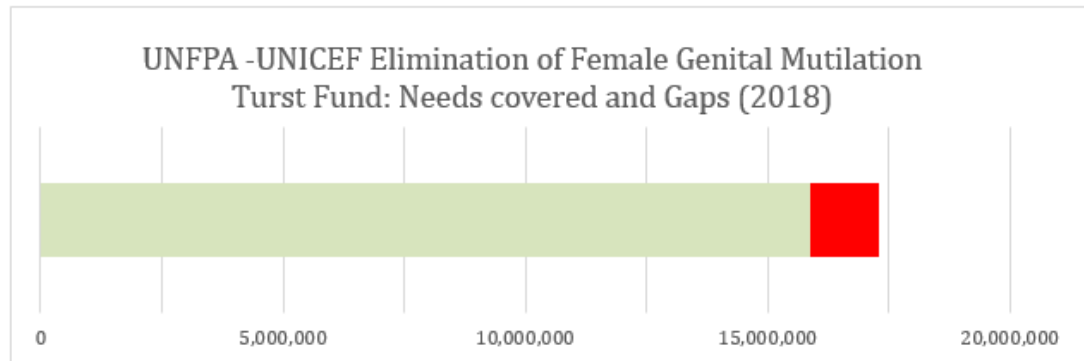


UNFPA/UNICEF JOINT PROGRAMME - FGM

UNFPA-UNICEF Joint Programme on Elimination of Female Genital Mutilation: Accelerating Change



UNFPA-UNICEF Joint Programme on Elimination of Female Genital Mutilation					
Years	2018	2019	2020	2021	Total
Estimated Annual Needs	17,260,505	18,535,859	19,938,747	21,481,925	77,217,036
Signed agreements / Expected commitments	15,875,807	8,219,474	3,219,474	3,219,474	30,534,230
Gap (amount and percentage)	1,384,698 8%	10,316,385 55.6%	16,719,273 83.8%	18,262,451 85%	46,682,806 60.4%



UNFPA HUMANITARIAN THEMATIC FUND



UNFPA Humanitarian Activities and New Humanitarian Action Thematic Fund (To be launched in June 2018)



Year 2018	
Estimated Needs (Humanitarian Requirements)	463,200,000
Expected humanitarian revenue	231,000,000
Gap Amount	232,200,000
Gap percentage	50.0%
Humanitarian Thematic Fund (Target year 1)	50,000,000

- ✓ Responding to UNFPA's annual global appeals
- ✓ Flexible and multi-year funding
- ✓ Response, Preparedness, Humanitarian-Development Nexus
- ✓ 3 main programmatic areas: SRHR, GBV, humanitarian data

UNFPA POPULATION & DATA THEMATIC FUND

UNDER DEVELOPMENT – TO BE LAUNCHED SOON...



The new fund will focus on:

- ✓ Data for development, including census and civil registration
- ✓ Tracking progress on the SDGs and ICPD
- ✓ Demographic Dividend(s)
- ✓ Humanitarian data (migration)

IMPROVED FUNDING FOR COUNTRY PROGRAMMES

Moving towards CPDs as Resource Mobilization Instruments

- Example of Somalia and Ethiopia's CPDs supported by Sweden and Finland
- Potential to scale-up this approach

Increasing partnerships with IFIs:

- World Bank
- Islamic Development Bank
- Inter-American Development Bank
- Caribbean Development Bank

Increased efforts to promote blended finance & Domestic RM

UPDATE ON STRATEGIC PARTNERSHIPS

<https://spark.adobe.com/page/7osUTk2Cdbng4/>





Discussion



Questions ?

Suggestions for upcoming sessions

Next steps



UNFPA

Delivering a world where
every pregnancy is wanted
every childbirth is safe and
every young person's
potential is fulfilled



United Nations Population Fund
www.unfpa.org

