Structured Funding Dialogue
Informal Session with the Executive Board

Third Dialogue 2020

19 August 2020
Recap on Funding Compact & UNFPA SFD
Highlights of 2019-2020 Report on SFD
Strategic Considerations & Way Forward
Perspectives from the field: Rwanda
United Nations Funding Compact
(endorsed by ECOSOC, May 2019)

- E/2019/L.8: “Welcomes the funding compact, and encourages all Member States and entities of the United Nations development system to contribute to its full and effective implementation”

- The overall Framework for UNFPA SFDs
- A tool to maximize investments in UN development system, its transparency and accountability to system-wide results, which will be monitored using:
  - System-wide reporting by DESA as part of the Secretary General annual report on the QCPR (ECOSOC OAS)
  - Entity-specific reporting as part of the SFD: Annex 1
  - (harmonized format aligned with ExBo instructions)
Key Parameters of the UN Funding Compact

- A shared purpose to allow the UNSDG to support A2030 and meet the expectations of member states
- Mutual Accountability with tangible commitments by member states and UN entities
- Improved presentation of funding requirements, at global and country level
- Strengthened agency-specific funding dialogues
- Compelling case for core resources
- Improved management of pooled and thematic funds
- Improved transparency on the use of resources
- Visibility and communication of results
UNFPA SFD – Key Parameters

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

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

Structured Funding Dialogues

Mutual Commitment between UNFPA and Member States

TARGETS 2018-21
- 150 core-contributors
- Increase % of non-OECD/DAC & Programme countries core-contributors
  - Maintaining or surpassing $350M/year
  - Increasing multi-year contributions
- Operationalizing the funding architecture
- Achieving the Funding Compact Commitments
UNFPA Funding Architecture

Transformative Results

Zero unmet need for Family Planning
Zero preventable Maternal Deaths
Zero GBV and Harmful Practices

Global Thematic Funds
- UNFPA Supplies
- Maternal Health TF
- Humanitarian TF
- Population & Data TF

Regional Trust Funds
- Issue-based, Regional or Multi-Country Programmes and Initiatives

Country level
- Country Programme Funding & Financing (CPDs)

UN Joint/Pooled Funding
- Thematic / Strategic Joint UN Programmes & Multipartners Trust Funds

FUNDING INSTRUMENTS

CORE – foundation/bedrock
Minimum Target 350 M./year

Non-CORE
Minimum Target 650 M./year
Adjusting UNFPA Funding Architecture to COVID-19

UNFPA Supplies | Maternal Health TF | Humanitarian TF

UNFPA Global Response Plan (GRP) focused under three strategic priorities, under revision

Issue-based, Regional or Multi-Country Programmes and Initiatives
Regional offices engaging in global comprehensive appeal

Country Programme Funding & Financing (CPDs)
Repurposing at country level

Thematic / Strategic Joint UN Programmes & Multipatners Trust Funds

TFs in support to UNFPA’s overall GRP response & for continuity of UNFPA’s interventions in priority areas

Global Humanitarian RP (OCHA)
UN Socio-Economic Framework (UNDP/DCO)
Strategic Preparedness & RP (WHO)
UN COVID-19 Response and Recovery Fund MPTF (UN SG)

Transformative Results

Zero unmet need for Family Planning
Zero preventable Maternal Deaths
Zero GBV and Harmful Practices

Core: ~ $30M of core resources repurposed for COVID-19

CORE – Repurposing in line with the SP
Features of the 2019-2020 Report

• Framed to reflect the parameters of the UN Funding Compact
• Content and Format reviewed as per Executive Board decision 2018/18:
  ➢ To improve the quality of SFDs
  ➢ Harmonized format with UNDP, UNICEF and UNWomen
• More analysis and forward looking perspective 2019-2020
• Country examples and focus, including regarding COVID-19
• Linkages between MTR and Funding Compact
• Annex reporting on agency-specific commitments on the UN Funding Compact: aligned with UNDCO definitions/methodology and sister agencies
## Progress on SFD Objectives & Targets

### A snapshot

<table>
<thead>
<tr>
<th>Structure funding dialogues objectives and targets</th>
<th>2017</th>
<th>2018</th>
<th>2019</th>
<th>2020 (as of August)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Number of structured funding dialogues per year</strong> <em>(target: 3 sessions per year)</em></td>
<td>4 sessions: 3 informal sessions 1 formal session</td>
<td>4 sessions: 3 informal sessions 1 formal session</td>
<td>5 sessions: 3 informal sessions 1 formal session 1 joint session</td>
<td>2 informal sessions 1 joint session</td>
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<tr>
<td><strong>Minimum $350 million in core resources</strong></td>
<td>$350 million</td>
<td>$379 million</td>
<td>$373 million</td>
<td>$398 million (projected)</td>
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<tr>
<td><strong>150 core contributors</strong></td>
<td>120 countries</td>
<td>108 countries</td>
<td>106 countries</td>
<td>52 countries</td>
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<tr>
<td><strong>Increase in the number of multi-year core contributions</strong></td>
<td>39 countries</td>
<td>34 countries</td>
<td>35 countries</td>
<td>28 countries</td>
</tr>
<tr>
<td><strong>Proportion of core contributions from non-OECD/DAC and programme countries</strong> <em>(target: 10%)</em></td>
<td>1.30%</td>
<td>1.2%</td>
<td>1.10%</td>
<td>0.3%</td>
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Overall Funding Situation

COVID-19 crisis & uncertainties confirm the need for prudent income estimates

Growing Uncertainty & Volatility

- ODA contractions most likely in 2021
- Criticality of early commitments and payments for financial & operational continuity
Evolution of Funding Instruments

Core resources decreased by 1.6%

UN Pooled Funds increased by 51%

UNFPA Thematic Fund increased by 19%

64% of Resources core or quality non-core instruments

Highly earmarked funds decreased by 3%

Medium term pattern poses challenges…
Resources Trend: A Growing Imbalance
Number of Core Donors

- 2010: 150
- 2011: 145
- 2012: 140
- 2013: 126
- 2014: 122
- 2015: 125
- 2016: 107
- 2017: 120
- 2018: 108
- 2019: 106
- 2020 (as of June 2020): 52

Graph showing the decrease in the number of core donors over the years.
Multi-year core contribution trends

Number of multi-year donors

Value of multi-year contributions
Criticality of early payment of core contributions

Breakdown of cash payment for CORE-RESOURCES per quarter 2016-2020

Predictability is needed and possible!

85% of expected contribution payments were received in the first 2 quarters of the year, a large % increase compared to prior years.
UNFPA Efforts to Increase & Diversify core funding

• Demonstrating progress on our commitments to member states

• “Case for core”

• 150 core-donor campaign

• Communicating for Results

• Advocating for:
  - core contribution from non-OECD/DAC countries to broaden the donor base
  - multi-year contributions and early payment for effective and consistent programming
  - Adjusting for volatility & uncertainty by applying progressivity in allocation of core resources

- Excellence in programming
- Transparency in financing
- Accountability in management & reporting
- Visibility & Recognition
- Alignment of funding architecture to the SP
UNFPA Allocation of Resources 2019: Good Alignment with SP results
Strategic Considerations & Way Forward

• Stable financial situation in 2020 but less predictability in 2021
• Increasingly complex landscape: Shift in ODA, currency fluctuation and inflation
• More earmarked funding, especially towards humanitarian and health
• Disproportionate growing needs compared to decreasing resources for women and girls

Need to adjust to growing needs, evolving financing landscape and opportunities:

➢ From “Funding” to “Funding and Financing”
➢ Increasing efficiency of spending
➢ Prioritization of national budgets towards the achievement of the “three zeros”
From “Funding” to “Funding & Financing”

- Need to scale up financing towards SRHR to achieve the 3Ts
- COVID-19 provoked a global recession and increased needs for women and girls
- Need to develop a vision to support the ICPD agenda that goes beyond ODA to ensure future SRHR financing and implementation of ICPD@25 commitments
- UNFPA developing a “toolbox” for financing SRHR and support its integration by governments and/or other international development partners into development policies and financing frameworks
From “Funding” to “Funding & Financing”

“Toolbox” in line with the Addis Ababa Action Agenda and the SG’s Roadmap for Financing the 2030 Agenda, UNFPA is focusing on:

- economic benefits of investing in SRHR
- catalytic power of SRHR investments to accelerate A2030 > synergistic use of $
- financing needs assessments to inform Gvts’ resource mobilization strategies & planning
- increasing fiscal space, advocating and supporting the reprioritization of budgets, increasing priority spending on SRHR
- joint frameworks of collaboration with Multilateral Development Banks to leverage opportunities to increase investments in SRHR
Costing Initiative

Investment Cases
Why Costing and Financing?
To Accelerate implementation of ICPD Agenda within A2030

- Global response not ambitious enough to achieve the SDGs, renewed commitment & accelerated action needed to deliver the goals by 2030
- Strong evidence and economic arguments needed to support and scaling up required to accelerate the progress towards the SDGs
- Improving UNFPA performance by: (a) Focusing on value for money; (b) assisting in identifying the financial gaps, and (c) supporting resource mobilization
Costing work stream accelerate the achievement of the UNFPA three Transformative Results

Global Price tags for achieving three transformative results

Global level

Country level Investment Cases to fill the resource gap

Country/regional level
Publications and tools to support Costing and development of Investment cases

Impact40 tool  www.impact40.org

Global price tags of achieving transformative results
Development of Country Investment Cases

The tools and guidance used in developing the Global Price Tag adapted for use at country level, already in use in 30 countries.

Next steps:

- Use investment cases to position the three transformative results in national and UNSCDF priorities and development framework
- Provide on demand technical Support for the countries
- Continue developing capacity of UNFPA and partners
- Prepare content for the Advocacy, for the three results
- Ensure working within the UNCT frameworks
THANK YOU!

Questions & Answers