



UNFPA funding and Resource Mobilization

**Executive Board orientation
briefing
11 January 2019**

UNFPA funding – Main features

- UNFPA is a voluntarily funded organization- contributions are not assessed;
- Traditional reliance on untied core contributions for half of revenue now shifting towards larger co-financing (ear-marked), requiring organizational adjustments and generating larger transaction cost;
- Strong support from member states for UNFPA mandate, but narrow donor base (120 donors to core in 2017, lower in 2018)
- Overall revenue expected to reach 1,2 billion in 2018;
- Enhanced focus on domestic financing and contributions from programme countries, private sector, IFIs etc.

Main funding challenges

Core resources

- ✓ **Downward trend in core-funding**
- ✓ **Narrow base** of large core contributors with 10 donors contributing to 90% of revenue > vulnerability to decrease or defunding;
- ✓ **Stagnant core contributions from programme countries and non-OECD DAC** donors: only 1.2 % 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

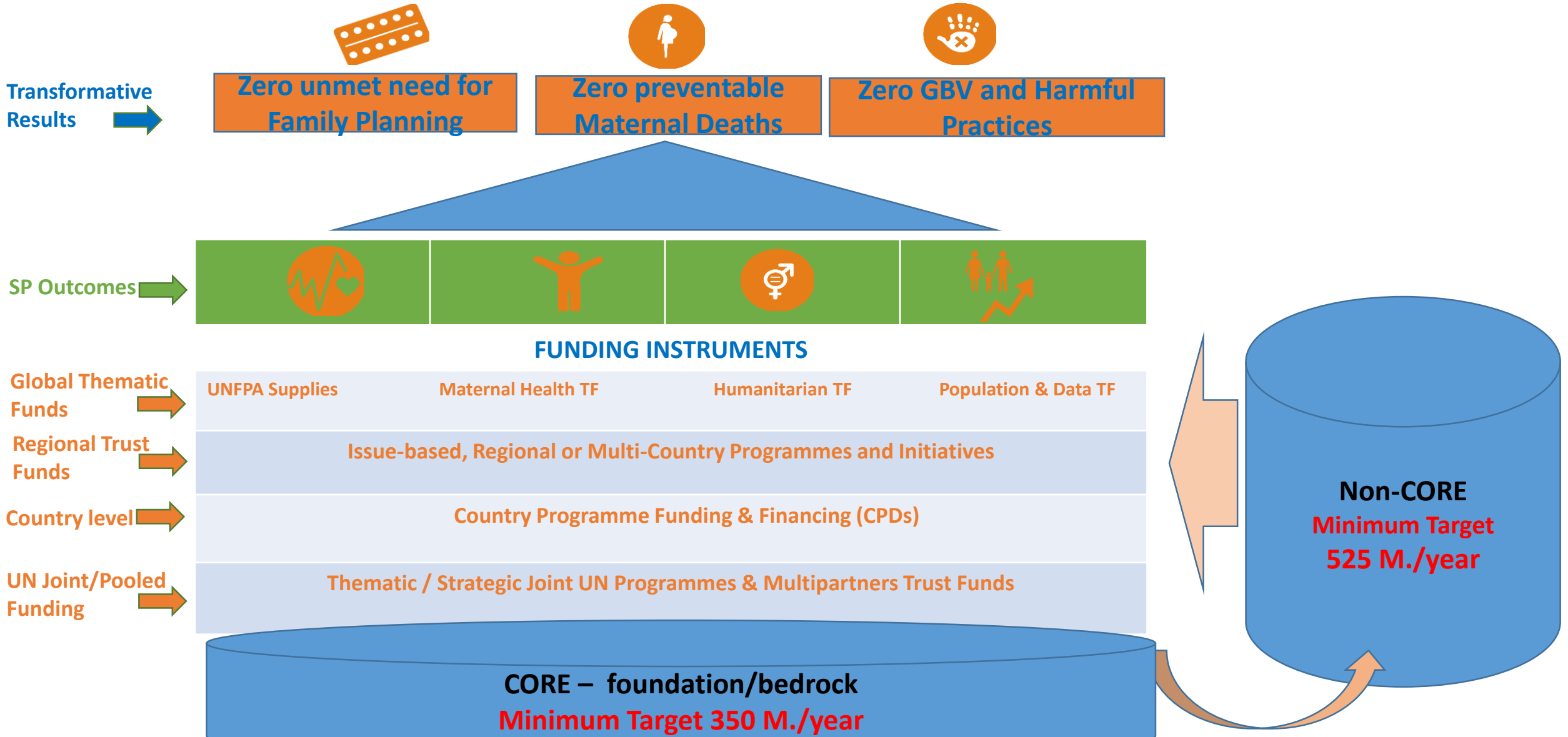
Resource Mobilization Objectives: 4-pronged Approach



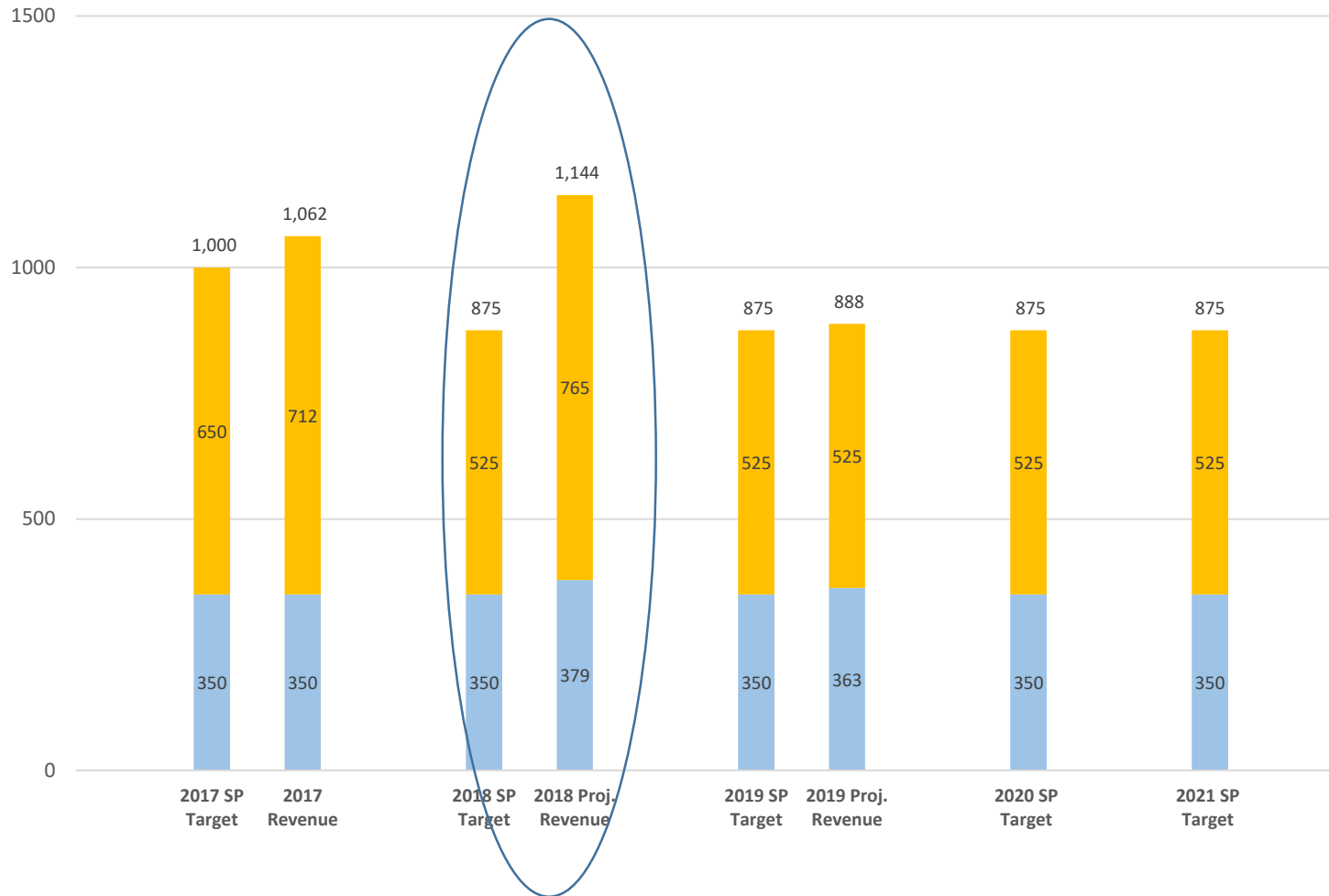
Principles and Enablers



UNFPA Funding Architecture



Revenue vs. Targets



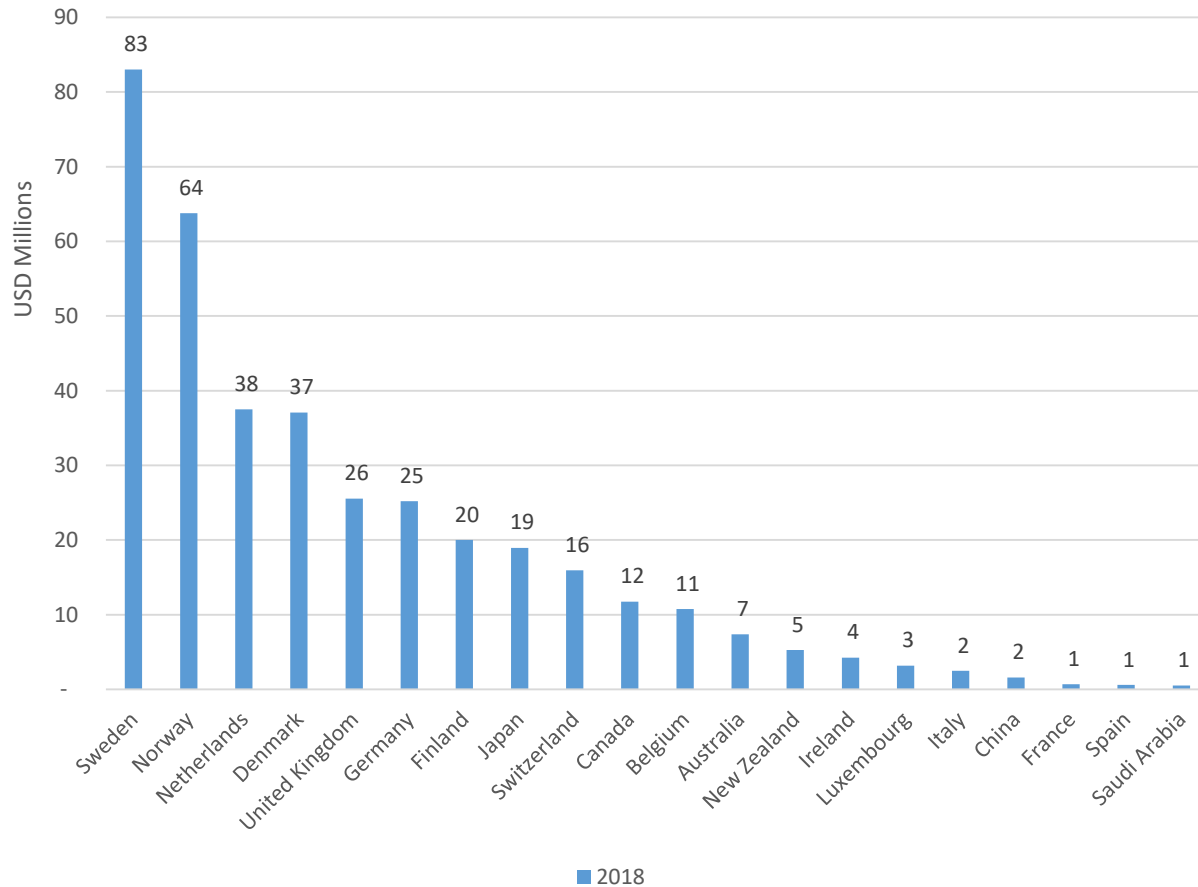
2018: – the projected total revenue will surpass the Strategic Plan (SP) target of \$875 million

The projected core contribution revenue is **\$378.8** million for 2018, an increase of **\$29** million (8.2 per cent) compared to **\$350** million in 2017.

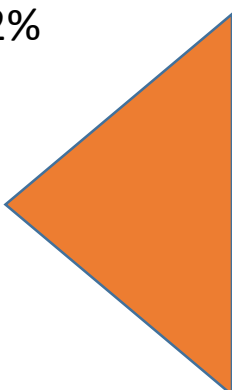
Top Donors to Core Resources 2018



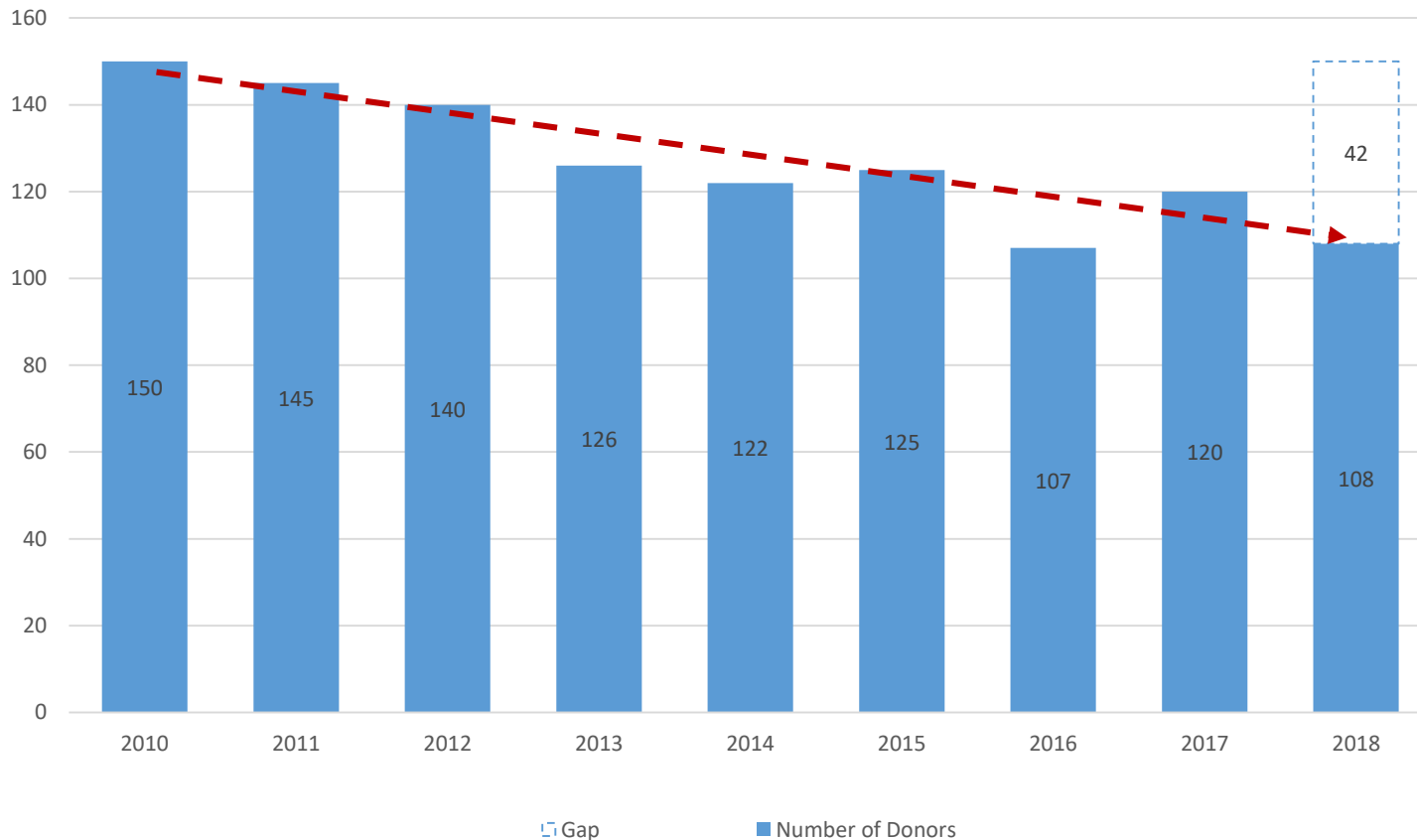
Top 20 Core Donors in 2018



OECD DAC Members are still contributing most (around 98.8%) of total Core resources. **Programme countries** and **NON-OECD DAC** combined represented only 1.2%



Commitments of Countries/Territories to UNFPA Core 2010-2018 - status as of 1 December 2018



As of 1 Dec. 2018 only 108 Countries/Territories have made commitments to UNFPA Core, which represents a **decrease of 12** compared to last year;

Our Target is to maintain 150 core donors per year

The Structured Funding Dialogues with the Executive Board – Main objectives:

- ✓ Help align resources to needs of countries
- ✓ Keep all 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)**
- ✓ **Tracking and reporting on** resources and results: data portal, donors pages, stories from the field etc.

> Contribute to the broader Secretary General Funding Dialogue and Compact

Why Is the ExBo's Engagement crucial in Dialogues?

- ✓ We need to do things **differently** to meet our ambitions
- ✓ We need all countries to pro-actively advocate for UNFPA's mandate and programme countries to invest in their own development – **YOU ARE UNFPA's SHAREHOLDERS !**
- ✓ Keep the focus on countries' needs and priorities
- ✓ Ensure inclusivity of all constituencies: traditional donors, emerging donors, program countries facing various contexts
- ✓ **The SFDs give you a platform** to express your views, share best practices and locally tested solutions for new partnerships and additional resource mobilization
> **More impact on the ground**
- ✓ **“Co-Champions”** : Sweden and Egypt
- ✓ **3 meetings per year**, next SFD: End of February 2019