

Guidance for the Preparation of Requests

Readiness Support for Greening Central Banks

Purpose:

This document provides guidance on the submission of Request for Support from Central Banks in the context of the NDC Partnership Readiness Support for Greening Central Banks Initiative.

What type of support can be requested?

The initiative provides technical assistance to Central Banks to advance the integration of climate change in its mandates and supervisory role. The initiative is flexible and adaptable to country needs. Examples of areas where support can be sought are presented below:

Examples of areas of technical support	
Roadmap	Design net zero financial sector transition plan in alignment with NDCs and LTSs. If a financial sector development plan/roadmap already exists, support can be provided to align it with the updated NDCs and LTS.
Frameworks for monetary policy implementation	
Stress test	Building on existing systems such as the NGFS Climate Scenarios for Central Banks and Supervisors, design country-specific climate change stress tests for financial institutions as part of their risk management and for mitigating physical and transition risks.
Disclosure and climate taxonomy	Building on existing systems (i.e., TCFD), pilot a test to assess and disclose climate risks, including carbon emissions from lending and investment activities. Three elements could be the focus of this service area: data, disclosure, and taxonomy.

Eligibility criteria:

- 1. Recipient Central Bank is from a Partnership member country.
- 2. Request is clear in its scope.
- 3. Nomination of a senior-level central bank official to coordinate the work.
- 4. The ability to provide office space for embedded advisors.

5. Request for support letter comes directly from recipient Central Banks, copying NDC Partnership focal points in other ministries (i.e., environment and finance).



How to request support?

- 1. **Cover Letter**: Signed letter with an overview of the Central Bank's current and planned engagement with climate change and environmental topics, and a summary of areas where support is requested.
- 2. NDC Partnership Request Form (<u>as per excel template</u>): Details of the support requested. The NDC Partnership Support Unit team is available to assist central banks in the preparation of the Request Form as needed. The NDC Partnership Support Unit encourages countries to share a draft version of the NDC Partnership Request Form with the respective Country Engagement team to ensure sufficient details are included to enable adequate responses from Partnership members. The Request form should include:
 - Request title.
 - Brief description of how the activity contributes to NDC implementation plans or strategies (including excerpts when applicable), and an overview of existing support from implementing partners related to this request.
 - Specific outputs and deliverables with the technical assistance.
 - Activities to achieve outputs/deliverables.
 - Operating language support should be delivered in.
 - Estimated cost.
 - Estimated project duration and time sensitivities.
 - Government project management team, including senior-level central bank official responsible for the work.
 - Relation to the Partnership's Work Program.

Requests can be made on a rolling basis and should be addressed to the NDC Partnership Global Director, Dr. Pablo Vieira.

For questions, clarifications, or additional information about the initiative, please reach out to Joaquim Leite, Senior Country and Finance Specialist, at <u>Joaquim.Leite@ndcpartnership.org</u>.