

**LOCAL GOVERNMENT INITIATIVE ON CLIMATE CHANGE (LOGIC)
ANNUAL PROGRAMME¹ NARRATIVE PROGRESS REPORT
REPORTING PERIOD: 1 JANUARY – 31 DECEMBER 2017**

<p align="center">Programme Title & Project Number</p> <ul style="list-style-type: none"> • Programme Title: Local Government Initiative on Climate Change (LoGIC) • Programme Number in ATLAS: UNDP 00085984 UNCDF 00062785 • MPTF Office Project Reference Number:³ 00103800 	<p align="center">Country, Locality(s), Priority Area(s) / Strategic Results²</p> <p>Country/Region: Bangladesh</p> <p>Priority area/ strategic results: By 2020, relevant state institutions, together with their respective partners, enhance effective management of natural and man-made environment focusing on improved sustainability and increased resilience of vulnerable individuals and groups.</p>																														
<p align="center">Participating Organization(s)</p> <p>United Nations Development Programme (UNDP) United Nations Capital Development Fund (UNCDF)</p>	<p align="center">Implementing Partners</p> <p>Local Government Division, Ministry of Local Government, Rural Development and Co-operatives</p>																														
<p align="center">Programme/Project Cost (US\$)</p> <p>Total approved Prodoc Budget: 20,000,000</p> <p>MPTF/JP Total Contribution:</p> <p>Transferred from Fund as of 31.12.2017:</p> <table border="0"> <tr> <td>UNDP:</td> <td>1,997,915</td> <td>UNDP:</td> <td>5,372,083</td> </tr> <tr> <td>UNCDF:</td> <td>1,684,877</td> <td>UNCDF:</td> <td>4,530,061</td> </tr> <tr> <td>Total:</td> <td>3,682,792</td> <td>Total:</td> <td>9,902,144</td> </tr> </table> <p>Agency Core Contribution:</p> <table border="0"> <tr> <td>UNDP:</td> <td>200,000</td> </tr> <tr> <td>UNCDF:</td> <td>200,000</td> </tr> </table> <p>Government Contribution GoB: 729,887</p> <p>Other Contribution -EU</p> <table border="0"> <tr> <td>UNDP:</td> <td>4,486,996</td> </tr> <tr> <td>UNCDF:</td> <td>4,480,973</td> </tr> <tr> <td>Total:</td> <td>8,967,969</td> </tr> </table> <p>TOTAL Project Budget in USD: 20,000,000</p>	UNDP:	1,997,915	UNDP:	5,372,083	UNCDF:	1,684,877	UNCDF:	4,530,061	Total:	3,682,792	Total:	9,902,144	UNDP:	200,000	UNCDF:	200,000	UNDP:	4,486,996	UNCDF:	4,480,973	Total:	8,967,969	<p align="center">Programme Duration</p> <table border="0"> <tr> <td>Overall Duration (<i>months</i>)</td> <td>48</td> </tr> <tr> <td>Start Date⁴ (<i>first transfer: 11.05.2017</i>)</td> <td>01 July 2016</td> </tr> <tr> <td>Original End Date⁵ (<i>dd.mm.yyyy</i>)</td> <td>30 June 2020</td> </tr> <tr> <td>Current End date⁶(<i>dd.mm.yyyy</i>)</td> <td>30 June 2020</td> </tr> </table>	Overall Duration (<i>months</i>)	48	Start Date ⁴ (<i>first transfer: 11.05.2017</i>)	01 July 2016	Original End Date ⁵ (<i>dd.mm.yyyy</i>)	30 June 2020	Current End date ⁶ (<i>dd.mm.yyyy</i>)	30 June 2020
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<p align="center">Programme Assessment/Review/Mid-Term Eval.</p> <p>Assessment/Review - if applicable <i>please attach</i></p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Date: <i>dd.mm.yyyy</i></p> <p>Mid-Term Evaluation Report <i>if applicable please attach</i></p> <p><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Date: <i>dd.mm.yyyy</i></p>	<p align="center">Report Submitted By</p> <ul style="list-style-type: none"> ○ Name: Sudipto Mukerjee ○ Title: Country Director ○ Participating Organization (Lead): UNDP ○ Email address: sudipto.mukerjee@undp.org 																														

¹ The term “programme” is used for programmes, joint programmes and projects.

² Strategic Results, as formulated in the Strategic UN Planning Framework (e.g. UNDAF) or project document;

³ The MPTF Office Project Reference Number is the same number as the one on the Notification message. It is also referred to as “Project ID” on the project’s factsheet page the [MPTF Office GATEWAY](#)

⁴ The start date is the date of the first transfer of the funds from the MPTF Office as Administrative Agent. Transfer date is available on the [MPTF Office GATEWAY](#)

⁵ As per approval of the original project document by the relevant decision-making body/Steering Committee.

⁶ If there has been an extension, then the revised, approved end date should be reflected here. If there has been no extension approved, then the current end date is the same as the original end date. The end date is the same as the operational closure date which is when all activities for which a Participating Organization is responsible under an approved MPTF / JP have been completed. As per the MOU, agencies are to notify the MPTF Office when a programme completes its operational activities.

Acronyms and Abbreviations

AWP	Annual Work Plan
BCCSAP	Bangladesh Climate Change Strategy and Action Plan
BCCTF	Bangladesh Climate Change Trust Fund
CBA	Community Based Adaptation
CCA	Climate Change Adaptation
CDMP	Comprehensive Disaster Management Programme
CFF	Climate Fiscal Framework
CRA	Community Risk Assessments
CRF	Community Resilience Fund
CSO	Civil Society Organization
DMC	Disaster Management Committee
DPP	Development Project Proforma
DRR	Disaster Risk Reduction
EU	European Union
FYP	Five Year Plan
GCF	Green Climate Fund
GED	General Economics Division
GoB	Government of Bangladesh
HACT	Harmonized Approach to Cash Transfers
JPMF	Joint Programme Monitoring Framework
LCFF	Local Climate Fiscal Framework
LDP	Local Development Plan
LGD	Local Government Division
LGI	Local Government Institution
LGSP	Local Government Strengthening Project
LoGIC	Local Government Initiative on Climate change
M&E	Monitoring and Evaluation
MIS	Management Information System
MoDMR	Ministry of Disaster Management and Relief
MOU	Memorandum of Understanding
MPTF	Multi Partner Trust Fund
NIM	National Implementation Modality
PBCRG	Performance Based Climate Resilience Grants
PMU	Programme Management Unit
PSC	Project Steering Committee
RRAP	Risk Reduction Action Plan
SIDA	Swedish International Development Authority
ToR	Terms of Reference
ToT	Training of Trainers
UNCDF	United Nations Capital Development Fund
UNDAF	United Nations Development Assistance Framework
UNDP	United Nations Development Programme
UP	Union Parishad

EXECUTIVE SUMMARY

The project of the Joint Programme (JP) could not fully start the field activities during this reporting period which was the first year of the Local Government Initiative on Climate Change (LoGIC) as it planned due to some significant initial delays were encountered in initiating full scale implementation of the project. After the project document was signed between the relevant stakeholders on 23 November 2016, the approval of the Development Project Pro-forma (DPP) by the Executive Committee of National Economic Council (ECNEC) to initiate project activities has been delayed. This is a procedural matter, which has been addressed through follow up by the UNDP and UNCDF Country Offices. As a result, many of the planned activities of 2017 were revisited and rescheduled to 2018.

Given the early stage of the Action, some significant initial results were achieved in relation to the expected JP outcome of “Improved and inclusive local level planning and a strengthened financing mechanism for community based climate change adaptation solutions through local governments”. The achievements during the reported period reflect initial steps towards the strategic results.

Despite some delays, the project managed to finalize the recruitment of staff for field and the Central Office and established Project Management Unit (PMU) for project. As per approved project document (ProDoc) 6 out of 22 project staff has been recruited. Until 31 Dec 2017, 6 staff are on board at project central office. The recruitment process is ongoing to recruit the rest of staff. Project staff are oriented on project and climate change issues and it will be helpful to commence the project activities once DPP will be approved.

A framework of cooperation was signed among UNDP, UNCDF and LGD in August 2017. The framework sets out areas for cooperation related to climate resilience fund to households, performance-based climate resilience grants to Union Parishad, capacity building support to institutional and policy development at national level, and project management.

I. Purpose

The UNDAF and Country Programme Document (CPD) for Bangladesh set one of the outcomes to be "By 2020, relevant state institutions, together with their respective partners, enhance effective management of natural and man-made environment focusing on improved sustainability and increased resilience of vulnerable individuals and groups." In alignment with this outcome, the overall objective of the LoGIC is “Improved and inclusive local level planning, and increased funding for community based CCA-DRR solutions, supported by a strengthened financing mechanism”.

The three key output level results envisaged to be achieved by LoGIC are:

- Strengthened capacity of local governments, households and other local stakeholders to develop local plans that integrate CCA-DRR solutions.
- Established financing mechanism to fund local governments and communities for implementing climate change adaptation measures.
- Experience and evidence inform and contribute to further improvements in policies and practices for UPs and national systems in relation to CCA.

II. Results

i) Narrative reporting on results:

Outcomes: In relation to the expected outcome of the JP, namely “Improved and inclusive local level planning, and increased funding for community based CCA-DRR solutions,

supported by a strengthened financing mechanism”, no significant results have been realized in the reporting period as the implementation of field activities is not yet started. LoGIC has set action plans that develop capacities of LGIs and community to increase community participation and climate financing to climate change adaptation actions, which will take place in 2018. LoGIC is now operational in some extent, staff, and implementation plans in place, to facilitate systematic project implementation.

Output 1 - Strengthened capacity of local governments, households and other local stakeholders to develop local plans that integrate CCA-DRR solutions.

Specific capacity building interventions to strengthen climate change awareness and opportunities for adapting to climate change have been identified, and interventions are being designed for implementation during 2018. The participatory Community Risk Assessments (CRA), which is primary action to develop climate risk informed local level planning, is started, though it was planned to carry this out by NGO, but the project team took the charge as the NGO selection and hiring is delayed due to delay of DPP approval. Project team along with 26 volunteers have collected required secondary data for developing Union Risk Profiles those are being shared, validated and updated by community risk assessment at the field.

The project will support the LGIs to develop the necessary support mechanism by sub-contracted NGOs to assist households in developing the micro-grant proposals based on the Risk Reduction Action Plan (RRAP), and to work with to review and approve the micro-grant proposals. This process will build household and LGI capacity to apply for CRF funds independently after the project ends. Final selection of NGO(s) will be done by April 2018 and contract will be issued by May 2018. Local institutions/CSOs selection criteria has been drafted for identifying local institutions and CSOs for ensuring this support to LGIs. The criteria yet to be approved by the Project Steering Committee (PSC), after the DPP Approval and setting up the PSC.

Output 2 - Established financing mechanism to fund local governments and communities for implementing climate change adaptation measures.

To utilize the strengthened capacity and implement the climate-inclusive Local Development Plans the Project will establish two types of specific financing at the Union level: a Performance-Based Climate Resilient Grant will allocate additional resources to complement existing LGI budget with the specific purpose of strengthening resilience to negative climate and disaster impacts on development investment and Community Resilience Fund to channel grants directly to households vulnerable to negative climate change and disaster impacts.

For strengthening the quality and accountability of the activities funded through the two grant mechanisms and of the performance of the grants mechanism itself LoGIC has already developed Community Resilience Fund (CRF) Operations Manual including household selection criteria and Performance-Based Climate Resilient Grant operation manual including grants allocation formula, weighted by climate change vulnerability along with parameters and catalogue of climate adaptation and resilience performance are already developed. Project staff, LGI representative and community stakeholders will be trained on the operations manuals. The Grants are scheduled to disburse in 3rd quarter of 2018.

Output 3: Experience and evidence inform and contribute to further improvements in policies and practices for UPs and national systems in relation to CCA

A comprehensive baseline assessment, covering 108 Union Parishad (72 treatment and 36 control) and 4,536 households is completed, and the report will be finalized by April 2018.

The baseline involving three levels of assessment, documents and records of UPs, interviews with UP officials and household surveys, in project and control areas, will create benchmarks for assessing project progress and impact.

Project has developed a M&E mechanism which will be used for tracking, identifying weakness and targeting the backstopping support. The M&E data will feed the annual and quarterly review mechanisms, which helps project management to monitor the quality of service delivery and informs the project status. It also helps project management in informed decision making which in turn support smooth implementation of project.

An international consultant has been engaged to define the strategic result of LoGIC, identify focus areas and develop strategic key result areas, develop Strategic Results Framework and propose a strategy for LoGIC in achieving the strategic key results. Th document will be final by March 2018.

Delays in implementation

Some significant initial delays were encountered in initiating full scale implementation of the project. After the project document was signed between the relevant stakeholders, internal approval by the Government to initiate project activities is delayed. The other significant challenge being encountered is market nonavailability of desired combination of technical knowledge and skills set especially for developing the Climate Resilient Fund (CRF) operation manual and Adaptation Tracking and Measuring (ATM) framework, the project could not find out any competent consultant. Project team with the support from UNDP expert are now working to develop the CRF manual and ATM framework.

Lessons learned

The design of LoGIC offers a sound platform to make a wide impact, through its strategic and innovative activities.

Follow up and coordination with government counterparts is essential to progress the DPP approval process within reasonable time. High level engagement throughout the project development phase (ProDoc and DPP) is necessary to support a fast-tracking of the approval process. The delay in DPP approval was not expected but the project team has used this inception period to undertake preparatory works that will be beneficial throughout the rest of the project, particularly in developing knowledge products.

Qualitative assessment

As mentioned earlier, implementation of the LoGIC project has not started. The results reported primarily relate to achievements of the project.

The potential for the LoGIC and Inclusive Budgeting and Financing for Climate Resilience (IBFCR) to work in close partnership has been highlighted in the design of the two projects. Steps are being initiated to operationalize the collaboration and coordination. to mainstream climate change in the planning process; the IBFCR project initiated with the General Economic Division and includes climate issues into Upazila and Union Parishad planning and budgeting. Results from these projects will strengthen an enabling environment for LoGIC to be more effective and sustainable.

The leadership of the UNDP country office has provided a strong platform for the different stakeholders to coordinate and collaborate in project implementation.

ii) Indicator Based Performance Assessment:

Using the **Programme Results Framework from the Project Document / AWP** - provide an update on the achievement of indicators at both the output and outcome level in the table below. Where it has not been possible to collect data on indicators, clear explanation should be given explaining why, as well as plans on how and when this data will be collected.

	<u>Achieved</u> Indicator Targets	Reasons for Variance with Planned Target (if any)	Source of Verification
Outcome 1⁷: Improved and inclusive local level planning, and increased funding for community based CCA-DRR solutions, supported by a strengthened financing mechanism.			
Indicator: % of target UPs that have incorporated climate change adaptation into their development plans. Baseline: 0 Planned End of Project Target: 80% Planned Target of 2017: 0	No target for 2017		
Indicator: % of target UP plans that have addressed the adaptation needs and priorities of vulnerable women and girls. Baseline: 0 Planned End of Project Target: 50% Planned Target of 2017: 0	No target for 2017		
Indicator: % of UP that have established and are implementing the Climate Resilience Financing system Baseline: 0 Planned End of Project Target: 80% Planned Target of 2017: 0	No target for 2017		
Indicator: % of target UPs that are allocating other resources to implementing CCA linked schemes. Baseline: 0 Planned End of Project Target: 20% Planned Target of 2017: 0	No target for 2017		
Output 1.1: Established financing mechanism to fund local governments and communities for implementing climate change adaptation measures.			
Indicator 1.1.1: % of women, poor and marginalized people that participate in the formulation of climate risk integrated LDPs Baseline: To be set from baseline survey in progress Planned End of Project Target: 50% from Baseline Planned Target of 2017: 0	No target for 2017		
Indicator 1.1.2: % of target UPs that integrate CCA solutions into LDPs to support	No target for 2017		

⁷ Note: Outcomes, outputs, indicators and targets should be **as outlined in the Project Document** so that you report on your **actual achievements against planned targets**. Add rows as required for Outcome 2, 3 etc.

<p>the most vulnerable households Baseline: To be set from baseline survey in progress Planned End of Project Target: 90% Planned Target of 2017: 0</p>			
<p>Output 1.2: Established financing mechanism to fund local governments and communities for implementing climate change adaptation measures</p>			
<p>Indicator 1.2.1: % of target vulnerable households who benefit from CCA finance Baseline: To be set from baseline survey in progress Planned End of Project Target: 60% Planned Target of 2017: 0</p>	No target for 2017		
<p>Indicator 1.2.2: % of target UPs that secure funding to support CCA linked schemes based on their performance Baseline: To be set from baseline survey in progress Planned End of Project Target: 80% Planned Target of 2017: 0</p>	No target for 2017		
<p>Indicator 1.2.3: % of Open Budget sessions in target UPs that discussed CCA linked expenditure. Baseline: To be set from baseline survey in progress Planned End of Project Target: 90% Planned Target of 2017: 0</p>	No target for 2017		
<p>Output 1.3: Experience and evidence inform and contribute to further improvements in policies and practices for UPs and national systems in relation to CCA</p>			
<p>Indicator 1.3.1: The extent to which National Adaptation Plan (NAP) and 7th Five Year Plan (7FYP) integrate financing for local adaptation. Baseline: To be set from baseline survey in progress Planned End of Project Target: Integrated Planned Target of 2017: NAP and 7th FYP are under preparation</p>	No target for 2017		
<p>Indicator 1.3.2: The extent to which local climate fiscal framework is integrated into the national Climate Fiscal Framework. Baseline: To be set from baseline survey in progress Planned End of Project Target: Integrated Planned Target of 2017: 0</p>	No target for 2017		