

 Early Warning System

IADB-RG-T4341

Incorporation of climate action in decentralization policies and
subnational fiscal management



Quick Facts

Financial Institutions	Inter-American Development Bank (IADB)
Status	Proposed
Bank Risk Rating	U
Borrower	Regional
Sectors	Climate and Environment, Law and Government, Technical Cooperation
Investment Type(s)	Grant
Investment Amount (USD)	\$ 0.99 million



Project Description

According to the Bank's website, subnational governments (SNG) share responsibilities with national governments in areas of public policy that are relevant to climate change (CC) mitigation and adaptation. To achieve the commitments established in their NDCs, countries require joint work between their different levels of government. The objective of this TC is to support the incorporation of climate action in fiscal decentralization policies and in subnational fiscal management in LAC countries in the areas of: i) subnational public spending with CC considerations (including resilient and low carbon public investment, sustainable public procurement, and planning and management of CC-related fiscal risks in SNG); ii) subnational taxes and fees with climate impact; iii) transfer systems and transition towards decarbonized economies in SNG; iv) financing for subnational climate action; and v) intergovernmental coordination, multilevel governance, and institutional capacity for climate action. Although the activities proposed in this TC are regional in nature, it is proposed to focus on countries with mature decentralization processes and advances in fiscal policy and CC issues. This will allow for the development of various instruments and methodologies that allow experiences to be contrasted and lessons drawn that are relevant to other LAC countries. The products will be disseminated through specialized exchange initiatives and networks.



Investment Description

- Inter-American Development Bank (IADB)



Contact Information

No contact information provided at the time of disclosure.

ACCOUNTABILITY MECHANISM OF IADB

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Bank Documents

- [RG-T4341- Documento de Abstracto de TC.pdf](#)