Integrated National Financing Frameworks in Africa

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Implementing the Addis Ababa Action Agenda: INFFs

Objective of an INFF: strengthen financing of national sustainable development priorities

- National sustainable development plan
- Policies governing each type of public & private finance
- Public and private financing

There is often a gap between sustainable development aspirations and the policies used to mobilise the necessary investments:

- Many plans are not costed
- Many do not have a strategy detailing how they will be financed
- Where there is a financing strategy, it often only considers public finance
Implementing the Addis Ababa Action Agenda: INFFs

Objective of an INFF: strengthen financing of national sustainable development priorities

Three Level of integrations:

1. INTEGRATING PLANNING AND FINANCING POLICIES AND PROCESSES
2. INTEGRATING PUBLIC AND PRIVATE FINANCE (POLICIES, REGULATIONS, INSTITUTIONS)
3. INTEGRATION AND COLLABORATION ACROSS PARTNERS

Common policy spectrum:

Government finance
- Revenue strategy
- Annual / medium term budget
- Public debt management
- Public entity management
- Development cooperation
- Public participation in public investments
- Public-private partnerships
- Blended finance
- Thematic bonds
- Markets that work for the SDGs
- Private investment
- Financial sector
- FDI, portfolio investment
- Illicit finance
- Engaging non-commercial private finance
- NGOs, FBOs
- Foundations
- Diaspora and remittances

“cohesive, nationally owned sustainable development strategies, supported by integrated national financing frameworks, will be at the heart of our efforts”
The designations employed and the presentation of material on this map do not imply the expression of any opinion whatsoever on the part of the Secretariat of the United Nations or UNDP concerning the legal status of any country, territory, city or area or its authorities, or concerning the delimitation of its frontiers or boundaries.
INFF Process

INFF and scoping
- Agree purpose, scope, added value of INFF
- Agree INFF oversight structures, housing of Financing dialogues
- Agree focus of inception phase assessment

INFF inception phase
- Financing flows analysis and report
- Financing Dialogues
- INFF Roadmap discussed and agreed

Financing strategy and other BBs
- Financing strategy articulated and agreed
- Monitoring and review frameworks brought together
- Governance and coordination systems adapted
- Further assessments undertaken (digital, risk, etc)

INFF operational
- Implement financing strategy to support delivery of National Development Plan
- Deliver reforms prioritised in financing strategy (SDG Budgeting; Debt Instruments; Tax reforms; Investment strategy, etc)
- Ongoing monitoring
- Adapt and adjust financing strategy within national policy cycles
Financing strategies

FINANCING STRATEGIES: ADDED-VALUE

- New financing strategy: 12 countries
- Strengthening financing strategy: 10 countries
  - of which: More integrated or holistic: 10 countries
  - More coherent: 1 country
  - Wider ownership: 1 country
- Plan will be costed for the first time: 4 countries

FINANCING STRATEGIES RELATED TO PLANS

- Long-term plan: 3 countries
- Medium-term plan: 5 countries
- Long and medium term plans: 11 countries
- Other plan: 1 country
- Under discussion: 2 countries
Financing strategies

THEMATIC FOCUS

<table>
<thead>
<tr>
<th>Category</th>
<th>Proportion of countries</th>
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<tbody>
<tr>
<td>Gender equality</td>
<td>75%</td>
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<tr>
<td>Climate, energy</td>
<td>50%</td>
</tr>
<tr>
<td>Social protection</td>
<td>25%</td>
</tr>
<tr>
<td>Health</td>
<td>0%</td>
</tr>
<tr>
<td>Education</td>
<td>0%</td>
</tr>
<tr>
<td>Water and sanitation</td>
<td>0%</td>
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<tr>
<td>Agriculture</td>
<td>0%</td>
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<tr>
<td>Infrastructure</td>
<td>0%</td>
</tr>
<tr>
<td>Others</td>
<td>0%</td>
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</tbody>
</table>

REFORMS: POLICIES, REGULATIONS, INSTRUMENTS, INSTITUTIONAL CAPACITY

- Private finance, 24
- Public finance, 24
- Public-private finance, 23

- Remittances / diaspora investment, 6
- Digitisation, 7
- Financial sector, 9
- Access to finance / SME financing, 5
- Foreign direct investment, 5
- Philanthropic funding, 1
- Tax and revenue policy, 8
- Budgeting, 10
- Development cooperation, 5
- Public-private partnerships, 10
- Other, 1
- Public entities, 1
- Other, 1
### Financing strategy examples

<table>
<thead>
<tr>
<th><strong>TANZANIA</strong></th>
<th><strong>GHANA</strong></th>
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| • Integrated National Financing Strategy for the third Five-Year Development Plan  
• More holistic approach to financing, including introduction of innovative financing in tax, public-private mechanisms  
• Capacity building for green financing | • Bottom-up approach to financing strategy  
• Five district-level Integrated Assembly Financing Frameworks  
• Connected to national Ghana CARES recovery plan  
• Introduction of a range of financing innovations |

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<th><strong>NIGERIA</strong></th>
<th><strong>NAMIBIA</strong></th>
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| Financing strategy under development  
• Informed by new DFA process  
• Focus on mobilising private investment in renewable energy, climate finance, water and sanitation, as well as remittances/diaspora investment | • NDP 6th Financing Strategy  
• Financing strategy informed by costings and DFA exercise  
• Linked with NDC Agenda and financing framework  
• Chapter on Digital Finance |
Governance and coordination

INFF OVERSIGHT COMMITTEES

Among those formalised and being formalised:

- 53%: Embedded within an existing mechanism
- 37%: New mechanism created
- 10%: Under discussion

OVERSIGHT COMMITTEE CHAIRS

Proportion of countries

- Ministry of Finance (incl. as co-chair): 80%
- Ministry of Planning: 20%
- Ministry of Economy: 0%
- Other: 0%
Inff.org knowledge platform

Welcome to the Integrated National Financing Framework Knowledge Platform

INFFs provide a framework for financing national sustainable development priorities and the SDOs at the country level.

About the INFF Knowledge Platform

The aim of this knowledge platform is to provide the framework for planning, tracking, and financing national sustainable development priorities (SDPs). It helps countries implement the SDGs and achieve the targets set by the United Nations. The platform also connects countries to share information and best practices on how to mobilize resources for sustainable development.
Thank you

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