# DIN EN ISO 14093:2026-01 (E)

## Mechanism for financing local adaptation to climate change - Performance-based climate resilience grants - Requirements and guidelines (ISO 14093:2022)

## Contents

Page


**Foreword** ..... **v**

**Introduction** ..... **vi**

**1 Scope** ..... **1**

**2 Normative references** ..... **1**

**3 Terms, definitions and abbreviated terms** ..... **1**

3.1 Terms and definitions ..... 1

3.1.1 Terms related to climate change and its impacts ..... 1

3.1.2 Terms related to parties ..... 2

3.1.3 Terms related to adaptation ..... 3

3.1.4 Terms related to monitoring ..... 5

3.2 Abbreviated terms ..... 6

**4 Financing and mainstreaming climate change adaptation at the local level** ..... **6**

**5 General description of the mechanism** ..... **8**

5.1 Overview ..... 8

5.2 Localizing adaptation action ..... 9

5.3 Good governance and public financial management ..... 10

**6 Designing a national system for local adaptation financing** ..... **11**

6.1 General ..... 11

6.2 Scoping analysis ..... 11

6.3 Assessing conditions for a successful launch — Key points and principles for consideration ..... 12

6.3.1 General ..... 12

6.3.2 Alignment with government policies ..... 12

6.3.3 Linking planning and budgeting ..... 13

**7 Designing the PBCRG system** ..... **13**

7.1 General ..... 13

7.2 Minimum conditions and performance metrics ..... 13

7.2.1 General ..... 13

7.2.2 Principles for defining indicators for minimum conditions and performance metrics ..... 14

7.2.3 Performance metrics ..... 15

7.3 Size of the grants and allocation formula ..... 16

7.4 Menu of eligible adaptation investments ..... 17

7.5 Institutional arrangements ..... 19

7.6 Flow of funds ..... 19

7.7 Capacity building and institutional strengthening ..... 20

7.8 Selection of (pilot) subnational authorities ..... 20

7.9 Outlining the rationale for the initiative — Output and outcomes ..... 21

7.10 Country design report ..... 21

**8 Implementation and institutional arrangements** ..... **22**

8.1 General ..... 22

8.2 Conducting/reviewing climate risks, vulnerability and adaptation assessments ..... 22

8.3 Integrating adaptation into local development planning and budgeting ..... 23

8.3.1 General ..... 23

8.3.2 Identifying local adaptation priorities ..... 23
8.3.3 Promoting diversity, social and environmental benefits ..... 24
8.3.4 Monitoring adaptation funding ..... 24
8.4 Selecting and implementing adaptation investments ..... 24
8.4.1 General ..... 24
8.4.2 Using the investment menu in a risk informed manner ..... 24
8.4.3 Developing an investment adaptation rationale ..... 25
8.4.4 Developing investment outcome indicators ..... 25
8.4.5 Selecting investment primary output indicators ..... 26
8.5 Appraising subnational authorities' performance ..... 26
8.5.1 General ..... 26
8.5.2 Understanding annual performance assessments ..... 26
8.5.3 Selecting a performance assessment modality ..... 27
8.5.4 Coordinating with existing performance assessments and audits ..... 27
8.5.5 Validation and verification ..... 28
8.5.6 Informing subsequent allocations ..... 28
8.6 Capacity building ..... 28
**9 Evaluation of LoCAL ..... 29**
**Annex A** (informative) **LoCAL country case studies ..... 30**
**Annex B** (informative) **Sample outcome indicators for adaptation investments ..... 34**
**Annex C** (informative) **Sample output indicators ..... 35**
**Annex D** (informative) **Categories of minimum conditions and performance metrics ..... 37**
**Annex E** (informative) **Example of basic allocation ..... 38**
**Annex F** (informative) **Types of local adaptation actions ..... 39**
**Annex G** (informative) **Sample investment menu ..... 40**
**Bibliography ..... 42**