



PROJECT TITLE	Climate Change Sector Reform Performance Contract in Ethiopia
FUNDED BY	European Union
IMPLEMENTED BY	Stantec consortium
DURATION	2019 - 2023
BUDGET	€2,835,700
MAIN OBJECTIVE	Transform Ethiopia's economic structure towards a climate resilient and
	green economy
SPECIFIC	Improve climate change mitigation in forestry and industry sectors
OBJECTIVES	Improve climate actions monitoring and climate integration in public finance

IMPACT REPORT ON OUTPUT 3	Strengthened federal and local government Monitoring, Reporting, Verification (MRV) actions, coordination and data/information flows
RESULTS	Strengthening capacity within Ethiopia's MRV system has had a significant impact on various aspects of MRV actions, coordination, and data flows. The EU budget support program has contributed to the effectiveness of Ethiopia's climate change efforts and improved its alignment with international commitments.
	The improvement in the MRV system can be demonstrated through the following aspects
	Impact on Climate Action: Capacity building has enhanced MRV actions in several ways. Firstly, it has improved data accuracy, crucial for tracking emissions, understanding climate action impacts, and making informed policy decisions. Furthermore, Ethiopia's alignment with international standards, particularly those set by the Intergovernmental Panel on Climate Change (IPCC), signifies the country's commitment to global climate agreements like the Paris Agreement. Capacity building has also cultivated sector-specific expertise, equipping stakeholders with the knowledge to address sector-specific challenges across various sectors such as agriculture, forestry, land-use, industry, energy, and waste.
	Impact on Coordination: Enhanced capacity has significantly improved coordination within Ethiopia's MRV system. Inter-ministerial collaboration ensures that government entities and ministries involved in climate action work together harmoniously, ensuring that data collection and reporting are coherent and aligned. The capacity-building efforts have clarified roles and responsibilities, reduced duplication of efforts and enhanced accountability. This clarity ensures that Ethiopia's MRV actions align with its climate goals, including its Nationally Determined Contributions (NDCs), crucial for achieving national climate targets.
	Impact on Data Flows: Improved data flows have been a significant outcome of MRV system support initiatives. Data exchange protocols and standardized reporting formats have been developed, ensuring the smooth flow of data between stakeholders and consistent data collection, processing, and reporting. Reduced data bottlenecks have streamlined the flow of data from source to reporting.
	In addition to these impacts, the EU budget support program has initiated and contributed to the contribution of the 3rd National Communication (TNC) and 1st Biennial Update Report (FBUR) of Ethiopia, coordinated by the EU budget support program. These reports demonstrate Ethiopia's commitment to fulfilling its UNFCCC obligations and have a direct impact on the country's ability to track and address climate change impacts, contributing to global efforts to combat climate change.

This intervention significantly improved Ethiopia's ability to monitor and report greenhouse gas emissions, particularly in the Agriculture, Forest and Other Land Uses (AFOLU) sector, through the establishment of a national AFOLU technical working group. This progress enhances coordination among government entities, essential for meeting Ethiopia's climate goals under the CRGE and NDC framework. In the Cement sub-sector, support for data collection templates and GHG inventory compilation enhances Ethiopia's MRV capabilities, aiding the monitoring of emissions from a substantial industrial source.
The EU budget support program facilitated Ethiopia's 3rd National Communication (TNC) and 1st Biennial Update Report (FBUR), significantly impacting the country's climate reporting and action. Ethiopia's successful submission of these reports demonstrates its commitment to fulfilling UNFCCC obligations and its ability to track and address climate change impacts, contributing to global climate change mitigation efforts. These activities enhance Ethiopia's capacity to monitor and report greenhouse gas emissions, aligning with international standards, promoting effective climate action, and ensuring transparency in addressing global climate challenges.
In summary, capacity-building initiatives within Ethiopia's MRV system, supported by the EU budget program, have significantly improved climate action, coordination, and data flows. They have enhanced data accuracy, alignment with international standards, coordination among stakeholders, and streamlined data exchange processes. Additionally, the successful submission of TNC and FBUR underscores Ethiopia's dedication to UNFCCC requirements and further strengthens its commitment to global climate change mitigation and transparency. These efforts also have notable impacts in the AFOLU and Cement sectors.