



# ***Climate Financing Options for Kenya's Private Sector***

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***January 2014***

***A report delivered under the “Kenya - Communicating Climate Compatible  
Development with the Private Sector” project***

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***Kenya Private Sector Alliance***

**KEPSA** represents over 100,000 direct and indirect members through Business Membership Organizations in the private sector. KEPSA's mandate is private sector development through advocacy and forging of international business relations to spur wealth creation in Kenya.

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***International Institute for Sustainable Development***

IISD is a Canadian-based, public policy research institute that specializes in policy research, analysis and information exchange. IISD promotes the transition toward a sustainable future by demonstrating how human ingenuity can be applied to improve the well being of the environment, economy and society.

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***ClimateCare***

ClimateCare is an independent 'profit for purpose' organisation committed to tackling climate change, poverty and development issues. ClimateCare develops and consults on emission reduction projects in Sub-Saharan Africa and throughout the world's least developed countries.

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***Environmental Cost Management Centre***

The ECM Centre is a specialist consultancy firm providing solutions to support quality, environmental and productivity improvements leading to lower costs, higher quality and improved environment and overall organisational performance. Our clients include companies from the manufacturing and service sectors and development agencies.

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## Abbreviations

AFD	Agence Francaise de Developpement
AfDB	African Development Bank
AusAid	Australian Government Overseas Aid Program
CDM	Clean Development mechanism
CTI	Climate Technology Initiative
Danida	Danish International Development Agency
DNA	Designated National Authority
DFID	UK's Department for International Development
GBF	Grassroots Business Fund
ICETT	International Center for Environmental Technology Transfer
IDA	International Development Association
IFAD	International Fund for Agricultural Development
IIED	International Institute for Environment and Development
InfoDev	World Bank's Information for Development program
KAM	Kenya Association of Manufacturers
KfW	German government's development bank
NDF	Nordic Development Fund
NMFA	Norway's Ministry of Foreign Affairs
Sida	Swedish International Development Cooperation Agency
UNEP	United Nations Environment Programme
VCS	Voluntary Carbon Standard
VER	Voluntary Emissions Reduction
WB	World Bank



## 1.0 Introduction

The *Communicating Climate Compatible Development with the Private Sector* project identified potential sources of financing for private sector action on climate change, exploring options to assist the Kenya Private Sector Alliance (KEPSA) and the private sector in engaging on climate change. This document sets out these funding options in a table in Section 2. Many of the funds aim to support private sector innovation for technologies that can help to reduce greenhouse gas emissions. Few funding opportunities support adaptation actions or assessment of climate risk for business.