

National Adaptation Fund for Climate Change (NAFCC)

February 5, 2022

In news— As per the Ministry of Environment, Forest and Climate Change, NAFCC is implemented in project mode and till date, 30 projects are sanctioned in 27 States and UTs.

About NAFCC-

- It was established in 2015-16 to support adaptation activities in the States and Union Territories (UTs) of India that are vulnerable to the adverse effects of climate change.
- The projects related to adaptation in sectors such as agriculture, animal husbandry, water, forestry, tourism etc. are eligible for funding under NAFCC.
- **National Bank for Agriculture and Rural Development (NABARD)** is the National Implementing Entity (NIE) for implementation of adaptation projects under NAFCC.
- Under this arrangement, NABARD would perform roles in facilitating identification of project ideas/concepts from State Action Plan for Climate Change (SAPCC), project formulation, appraisal, sanction, disbursement of funds, monitoring & evaluation and capacity building of stakeholders including State Governments.
- The States/UTs are required to prepare the project proposal in consultation with NABARD.
- Then the project proposals are required to be approved by the State Steering Committee on Climate Change to be eligible for consideration under NAFCC.



NAFCC outcome Framework-

Fund level outcome parameters will consist of the following :

- Reduced key risks and adverse impacts of climate change in water and agriculture sectors
- Maximized multi-sectoral, cross-sectoral benefits/co-benefits to meet the challenges of water and food security
- Human development, poverty alleviation, livelihood security an enhanced awareness of community
- Strengthened institutional & individual capacity to reduce risks associated with climate-induced socioeconomic and environmental losses
- Strengthened awareness and ownership of adaptation and climate risk reduction processes at local level vi. Increased adaptive capacity within relevant development and natural resource sectors
- Increased ecosystem resilience in response to climate change and variability-induced stress
- Diversified and strengthened livelihoods and sources of income for vulnerable people in targeted areas