



Country: Viet Nam
Annual Work-plan 2021

Project Title: **UNDP component of Joint Programme "Supporting Viet Nam towards the 2030 integrated Finance Strategy for accelerating the achievement of the SDGs"**

Start Date: June 2021

End Date: May 2023

Implementing Partner: UNDP (Direct Implementation by UNDP - DIM)

Government Joint Programme focal point: Department of Science, Education, Natural Resources and Environment, Ministry of Planning and Investment.

Brief Description

The overall objective of the JP is to accelerate Viet Nam's transformation to a more people-centered, equitable, inclusive, productive, green and climate resilient economy and achieve the SDGs. By 2022, Viet Nam's Integrated National Finance Framework is established and rolled out with full financial alignment to national priorities, integration across government vertically and horizontally, and integration of public and private finance.

UNDP component will contribute to: SDG Target 17.9: Enhance international support for implementing effective and targeted capacity-building in developing countries to support national plans to implement all the sustainable development goals, including through North-South, South-South and triangular cooperation; **SDG Target 17.14:** Enhance policy coherence for sustainable development; **SDG Target 17.16:** Enhance the global partnership for sustainable development, complemented by multi-stakeholder partnerships that mobilize and share knowledge, expertise, technology and financial resources, to support the achievement of the sustainable development goals in all countries, particularly developing countries; **SDG Target 8.3:** Promote development-oriented policies that support productive activities, decent job creation, entrepreneurship, creativity and innovation, and encourage the formalization and growth of micro-, small- and medium-sized enterprises, including through access to financial services and **SDG Target 8.4:** Improve progressively, through 2030, global resource efficiency in consumption and production and endeavour to decouple economic growth from environmental degradation, in accordance with the 10-year framework of programmes on sustainable consumption and production, with developed countries taking the lead.

To achieve the set objective and contribute to mentioned SDG targets, the Annual Work-plan 2021 of UNDP component will have the following annual targets:

- 03 gender-sensitive research reports with policy advice and 03 consultation events to provide inputs for development of at least 01 mechanism developed to enhance policy coherence of sustainable development in the areas of: (i) Establishing links between national SDG targets and financing policies and instruments; (ii) Implementing monitoring and accountability mechanism to assess effectiveness of development finance policy; (iii) Enhancing government integration; (iv) Integrating policies on SME development, productivity and green and climate finance and; (v) Assessing the quality of FDI according to linkages with domestic sector; environmental, social and governance criteria, implemented.
- 02 gender-sensitive research reports to provide inputs for development 01 of guideline to integrate policies to support SME-development, and green and climate resilient growth, implemented.
- 02 gender-sensitive technical research reports and 03 consultation workshops/technical meetings to support development of National Resolution on FDI quality and efficiency which enhances linkages to domestic enterprises, implemented.
- 03 policy papers and gender-sensitive research reports to serve development of guidelines to improve access to domestic and external climate and green financial resources are produced and disseminated across Government entities and domestic enterprises and increased proportion of overall lending going to green activities, implemented.
- 02 monitoring/field visit reports on implementation of INFF project activities, carried out.

Programme Period: 2021 – 2023
Atlas Award ID: 127305

Total resources required: \$196,300

Of which:

- SDG Funds: \$149,800
- UNDP in kind: \$75,500

Agreed by UNDP:

Ms. Sitara Syed, Deputy Resident Representative



Date: 16-Jun-2021

ANNUAL WORK-PLAN 2021

UNDP component of Joint Programme "Supporting Viet Nam towards the 2030 Integrated Finance Strategy for accelerating the achievement of the SDGs" (INFF)

Project Award (Award ID): 127305

Implementing Partner: Department of Science, Education, Natural Resources and Environment (DSENRE), Ministry of Planning and Investment (MPI)

EXPECTED PROJECT OUTPUTS, INDICATORS	PLANNED ACTIVITIES	BUDGET DESCRIPTION	Time frame			Responsible party	Funding Sources			Notes
			2021				Joint SDG Fund (USD)	PUNO Contributions (USD)	Total Cost (USD)	
			Q2	Q3	Q4					
Output 1. Strengthened resource allocation through better alignment of development finance with national SDG priorities										
<p>Baseline 2020:</p> <p>1) Non-existence of a mechanism or capacity to monitor and assess public spending and accountability measures towards achievement of the national SDG targets.</p> <p>2) Absence of mechanisms to enhance policy coherence of sustainable development in the following areas: (i) Establishing links between national SDG targets and financing policies and instruments; (ii) Implementing monitoring and accountability to assess effectiveness of development finance policy; (iii) Enhancing government integration; (iv) Integrating policies on SME development, productivity and green and climate finance and; (v) Assessing the quality of FDI according environmental, social and governance criteria.</p> <p>Indicators:</p> <p>1) Number of gender-sensitive research reports and consultations that provide policy advice/technical assistance and capacity building to monitor the effectiveness of public spending and accountability measures towards achievement of the national SDG targets is delivered and considered of high-value by the Government;</p> <p>2) Number of mechanism developed to enhance policy coherence of sustainable development in the areas of: (i) Establishing links between national SDG targets and financing policies and instruments; (ii) Implementing monitoring and accountability to assess effectiveness of development finance policy; (iii) Enhancing government integration; (iv) Integrating policies on SME development, productivity and green and climate finance and; (v) Assessing the quality of FDI according environmental, social and governance criteria.</p> <p>Annual targets by end of 2021</p> <p>03 gender-sensitive research reports with policy advice and 03 consultation events to provide inputs for development of at least 01 mechanism developed to enhance policy coherence of sustainable development in the areas of: (i) Establishing links between national SDG targets and financing policies and instruments; (ii) Implementing monitoring and accountability mechanism to assess effectiveness of development finance policy; (iii) Enhancing government integration; (iv) Integrating policies on SME development, productivity and green and climate finance and; (v) Assessing the quality of FDI according to linkages with domestic sector; environmental, social and governance criteria, implemented.</p> <p>Means of verifications: GoV reports.</p>	Output 1.1. Tools provided and applied to establish links between finance and national priority goals/SDGs in 2030 FS, MTIP and MTBP.									
	1.1.1. Provide a policy paper and dialogue on development finance in middle-income Viet Nam: key strategic considerations (UNDP in kind contribution)	Int. consultants				UNDP, DSENRE/MPI	0	50,000	50,000	
	1.1.2. Provide analytical tools and international experience in linking the finance to outcomes/ SDGs, focusing on green and climate resilient and inclusive growth	Int. and nat. consultants	x	x	x	UNDP, DSENRE/MPI	20,000	5,000	25,000	
	1.1.3. Conduct a desk review of VSDGs, targets in SEDP 2021-2025, sectoral master plans/actions plans to establish their links to related budget frameworks and financing plans, focusing on green and climate resilient and inclusive growth VSDGs	Nat. consultants and consultation workshops	x	x	x	UNDP, DSENRE/MPI	15,000	1,000	16,000	
	Output 1.2. A system designed for monitoring outcomes and accountability of development finance policy instruments.									
	1.2.1. Developing and piloting criteria and mechanisms for (i) monitoring and assessing local government spending and (ii) holding accountability for achievement of development outcomes under the national targeted programs and making recommendations for the wider application in monitoring and holding accountability of local budget spending units for achievement of development outcomes.	Nat. consultants and consultation workshops/tech. meetings	x	x	x	UNDP, MPI, MOF	15,000	5,000	20,000	
	1.2.2. Generate baseline data, make recommendations on improving data disaggregation and data collection for finance-outcome monitoring/ tracking, focusing in STI	Nat. consultants	x	x	x	UNDP, MPI, MOST	25,000	2,500	27,500	
	Output 1.3. A National multi-stakeholder platform for inclusive dialogue on financing priorities towards key reforms in the INFF implementation stage.									
	1.3.1. Review int. experience on institutional arrangements/mechanisms for inclusive dialogues around financing priorities and recommendations for establishing (building on existing mechanisms) a national multi-stakeholder platform for inclusive dialogues on broadened topics on financing priorities	Nat. consultants		x	x	UNDP, MPI (MOF and related agencies)	2,000	1,000	3,000	
	1.3.3. Organize multi-stakeholder dialogues around financing priorities	Dialogues			x		1,000	1,000	2,000	
Subtotal outcome 1							78,000	65,500	143,500	
Outcome 2. Improved effectiveness of public investment gained through better integration across government, vertically and horizontally										
<p>Baseline 2020:</p> <p>1) Limited number of tools to better integrate policies towards SME development (horizontally and vertically), as assessed by the Government of Viet Nam)</p> <p>2) The proportion of overall lending going to green activities is at 5% in 2016.</p> <p>Indicators</p> <p>1) Availability of guidelines to integrate policies to support SME-development, and green and climate resilient growth.</p> <p>2) Number of National Resolutions on FDI quality and efficiency which enhances linkages to domestic enterprises.</p> <p>Annual targets by end of 2021</p> <p>01 gender-sensitive research reports to provide inputs for development 01 of guideline to integrate policies to support SME-development, and green and climate resilient growth, implemented.</p> <p>2) 02 technical research reports and 03 consultation workshops/technical meetings to support development of National Resolution on FDI quality and efficiency which enhances linkages to domestic enterprises, implemented.</p>	Output 2.1. Integrated public investment management principles and procedures introduced for enhancing vertical and horizontal integration									
	2.1.1. Research, review the limitations and the gaps in the current public investment management system through the lens of ensuring resource efficiency in implementing VSDGs	Nat. consultants	x	x	x	UNDP, MPI (related agencies)	2,000	1,000	3,000	
	2.1.2. Providing technical assistance to the formulation of the integrated public investment management procedures and principles for enhancing the integration across the government (contributing to MPI-led development of an integrated PIP management e-platform)	Nat. consultants			x		2,000	1,000	3,000	
	2.1.3. Research, propose and advise on policy to develop Development Partnership Orientation to 2030 to mobilize and use international resources (both public and private) in the transition to ODA graduation	Nat. consultants	x	x	x		14,000	2,000	16,000	
	Output 2.2. Principles and instruments designed for integration between policies and public investments to support private SME development, green & climate resilience, R&D and human capital development.									
	2.2.1. Review the bottlenecks in regulatory/policy frameworks and practical implementation and coordination (horizontally and vertically) of government policies/facilities on SME support for enhancing productivity and competitiveness of SMEs/accelerating their transition to become the drivers of green, climate resilient and inclusive growth	Nat. consultants		x	x	UNDP, MPI (MOST, MOF and related agencies)	2,000	500	2,500	

Means of verifications: Gov reports.	2.2.2. Organize consultations to identify bottlenecks and propose recommendations to support SMEs in their transition to be the drivers of green, climate resilience and inclusive growth	Consultation workshop	x	x	agencies)	2,000	500	2,500	
	Subtotal outcome 2					22,000	5,000	27,000	
Outcome 3. Increased public investment crowding-in of private finance, and attracting quality FDI flows that support the development of domestic private enterprises									
<p>Baseline 2020:</p> <p>1) By end of 2020, there were 2 published set of guidelines providing support for private entities to increase access to climate and green related financing. i) Handbook on how to access green financing in Viet Nam, UNIDO and Viet Nam Ministry of Planning and Investment (2019) and; ii) Development of Guidelines on implementation of funds, loans and tax schemes supporting industrial boiler efficiency improvements in Vietnam, UNIDO (2019);</p> <p>2) By end of 2020, there were no resources specifically on principles and best international practices to improve blended finance policy across different sectors in Viet Nam.</p> <p>Indicators:</p> <p>1) Number of additional guidelines to improve access to domestic and external climate and green financial resources are produced and disseminated across Government entities and domestic enterprises;</p> <p>2) Number of principles and best international practices on a national blended finance policy framework are compiled and disseminated.</p> <p>3) Level of increased proportion of overall lending going to green activities.</p> <p>Annual targets by end of 2021:</p> <p>1) 03 policy papers and gender-sensitive research reports to serve development of guidelines to improve access to domestic and external climate and green financial resources are produced and disseminated across Government entities and domestic enterprises and increased proportion of overall lending going to green activities, implemented.</p> <p>2) 02 monitoring/field visit reports on implementation of the project activities, carried out.</p> <p>Means of verifications: GoV reports.</p>	Output 3.1. Principles and best international practices introduced on public investment crowding in domestic private investment.								
	3.1.1. Research on international experiences and recommendations for Vietnam to promote the public investment/expenditure to crowd-in domestic private investments, with a focus on achieving SDGs on green, climate resilient and inclusive growth, human capital and equality	Int. and nat. consultants	x	x	UNDP, MPI (related agencies)				
	3.1.1.b. Research on international experiences and recommendations for Vietnam to promote the public interventions to scale up SDG financing by banks, with a focus on achieving SDGs on green, climate resilient and inclusive growth, human capital and equality		x	x	UNDP/UNEP, MPI (MOF, State Bank and related agencies)				
	3.1.2. Organize consultations and dialogues to identify bottlenecks and actions for public investment/expenditure to crowd-in greater domestic private investments				UNDP, MPI (related agencies)				
	Output 3.2. Quality FDI strategy and implementation plan formulated with clear actions for enhanced FDI to domestic private enterprise linkages.								
	3.2.1. FDI and linkage between FDI enterprises and domestic firms to help develop domestic firms. Review the current shortcomings and limitations on FDI attraction and propose solutions to effectively implement the Politburo's Resolution No. 50-NQ/TW on the orientation of improving institutions, policies and improving quality and efficiency of foreign investment cooperation up to 2030								
	Output 3.3. Guidelines developed for designing innovative legal/regulatory instruments led to GOVN and private sector mobilizing additional climate and green financial resources								
	3.3.1.a. Review international finance resources for climate change response and related conditions and requirements that the government/private sector can access mobilize resources. Proposing the multi-stakeholder mechanism and national strategic framework to promote effective access to global climate funds and management of global funds's project in Vietnam	Int. and nat. consultants	x	x	UNDP, MPI (MOF, State Bank and related agencies)	25,000	4,000		
	3.3.1.b. Provide experiences/examples on mobilizing international and domestic finance for the SDGs from the financial sector & capital markets. Review the related legal/policy frameworks to assess the gaps and make recommendations		x	x	UNDP/UNEP, MPI (MOF, State Bank and related agencies)				
	3.4.1 Monitoring and reporting of the JP's part that UNDP is responsible	Staff	x	x	UNDP	3,000	1,000	4,000	
Subtotal outcome 3									
Project Management	4.1.1 - Monitoring and Reporting (RCO) for JP (JP annual and final reports)	Staff	x	x	RCO via UNDP				
	4.1.2. Advocacy & Strategic communication incl. stakeholder consultations and donor meetings	Staff	x	x	RCO via UNDP				
	4.1.3. Final Evaluation (RCO)	Staff			RCO via UNDP				
	Subtotal outcome 4					0	0	0	
	5. 1. Coordinator and 1 assistant to support MPI in implementing and managing the JP (cost-shared by: RCO (\$2,119), UNDP (\$25,925), UNEP (\$2,724), UNICEF (\$11,502) and UNWOMEN (\$14,569)).	Nat. consultant			UNDP	12,000	0	12,000	
Subtotal outcome 5									
GMS						9,800	0	9,800	
Totals						149,800		196,300	