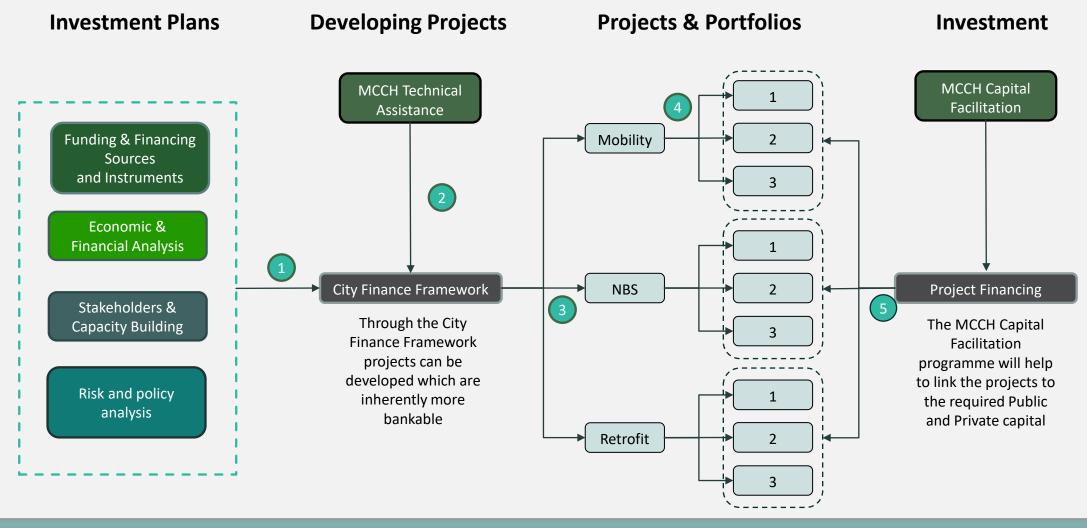
ZERC EU MISSION PLATFORM

CLIMATE NEUTRAL AND SMART CITIES



Net Zero Cities Support Ecosystem







City Finance Specialists

The Investment Plan



Part A: Current State of Climate Investment

A1: Current Capital Allocation

A2: Current Strategic Financial Policy

A3: Barriers to Funding & Finance

Part B: Investment Pathways towards
Climate Neutrality by 2030

B1: Cost Analysis
Scenarios

B2: Portfolio Capital Planning

B3: Economic & Financial Indicators MEL

Part C: Enabling Conditions for Climate Neutrality by 2030

C1: Enabling Funding & Financial Policies

C2: Risk Identification & Allocation

C3: Capacity Building & Stakeholder Engagement

Alignment with Mission
Action Plan

Stakeholder Engagement Capacity
Building &
Assessment

Data Collection

Financial Policy

Risk Analysis

Cost, Impact & Capital Planning

Impact Monitoring Framework

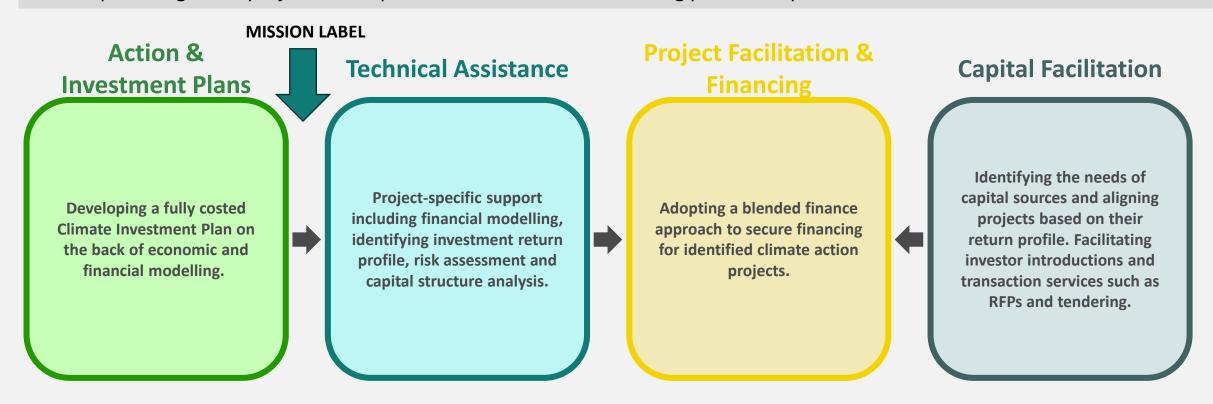


Mission Cities Capital Hub Process

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Designed to support cities with the most common hurdle - financing the transition to Net Zero

The Hub aim is to help cities to overcome traditional barriers to climate action implementation through a dual-edged approach of providing initial project development assistance and connecting public and private financial institutions to the cities





Different types of Financial Sponsors



Financial Institutions

Private Sector

Banks

Equity Investment; Debt Financing (e.g. Term A Loans, Bond Issuance); Concessional & Non-Concessional Debt; Grants; Guarantees.

Alternative Inv/Asset
Owners

Equity; Tax Equity Investments; Green & Sustainability-Linked Bonds; Investment Funds.

Insurers

Sustainability-Linked Products; Green Bond Investments.

Industry

Project Owner (Borrower)

Equity Investment; SPVs; PPPs.

CORPORATES

Project Customer

Equity Investment; Offtake Agreements; Green Premiums.

Marketing/sponsorship/ Impact budgets

Public Sector

Governments / Policy Makers

Grants; Green Bond Investments; PPPs; Tax Incremental Financing; Social Impact Bond; Seed Capital.

MDB /
State Financiers

Traditional Debt Financing; Grants & Donations; Credit Guarantees.

CITIZENS

Crowd-funding Micro loans

Export Credit Agencies

Debt Financing.



Mission Label Status





10 cities have received Mission Label

- 1. Cluj-Napoca
- 2. Stockholm
- 3. Madrid
- 4. Valencia
- 5. Valladolid
- 6. Vitoria Gasteiz
- 7. Klagenfurt
- 8. Mannheim
- 9. Sønderborg
- 10. Zaragoza

Additional 27 cities have submitted IP in Window 2 (Q3 2023)

- 1. Barcelona
- 2. Eilat
- 3. Eindhoven & Helmond
- 4. Espoo
- 5. Florence
- 6. Guimaraes
- 7. Heidelberg
- 8. Helsingborg
- 9. Ioannina
- 10. Izmir

- 11. Kalamata
- 12. Kozani
- 13. Lappeenranta
- 14. Lahti
- 15. Leuven
- 16. Liepaja
- 17. Limassol
- 18. Lisbon
- **19**. Lyon
- 20. Malmo

- 21. Marseille
- 22. Parma
- 23. Pecs
- 24. Seville
- 25. Tampere
- 26. Thessaloniki
- 27. Turku



Selected examples of Financial Instruments



Green and Sustainable bonds

Green bonds are a type of debt issued by public or private institutions to finance themselves and, unlike other credit instruments, they commit the use of the funds obtained to an environmental project or one related to climate change.

Revolving Fund

A revolving fund is a fund or account that remains available to finance an organization's continuing operations without any fiscal year limitation, because the organization replenishes the fund by repaying money used from the account.

Crowd Funding

Crowdfunding is the practice of funding a project or venture by raising money from a large number of people

Securitisation

Green asset-backed securities could be for the aggregate financing of individual assets such as solar panels or private electric vehicles. The city can support the private sector investment in this by offering credit enhancement, making sure contracts are standardized.

Energy Performance Contracting

EPC uses cost savings from reduced energy consumption to repay the cost of installing energy conservation measures

Tax Incremental Financing

TIF captures the increased property tax revenue generated by a development project to finance the cost of that project. Cities can use TIF to revitalize urban areas, redevelop blighted neighbourhoods, or fund the construction of public facilities.





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