

# **Call for Proposals**

# Mechanisms for Enhancing and Redistributing Revenues from Solidarity Levies

# **Submission information:**

- Proposals should be submitted by <u>5pm CEST on Friday 1 August 2025</u> by email to <u>info@solidaritylevies.org</u> with the subject line: "Response to Call for Proposals".
- For any inquiries, please email the GSLTF Secretariat at info@solidaritylevies.org

# **Background**

The Global Solidarity Levies Task Force (GSLTF) seeks to establish a transparent and efficient mechanism for channelling the revenues from solidarity levies to poorer and more vulnerable countries for climate and development purposes.

To this end, the Secretariat is opening a Call for Proposals on potential mechanisms that can effectively manage these financial flows in a manner that is efficient, equitable, and accountable.

This Call for Proposals seeks ideas and thoughts on innovative and practical proposals of mechanisms for handling the revenues from solidarity levies in order to inform discussions among the GSLTF. All proposals received will be shared with governments engaging with the GSLTF to inform their thinking and consideration of options.

# **Objective**

The proposed mechanism should enable the distribution of funds in a way that supports climate and development initiatives in vulnerable and poor coalition countries. Specifically, the mechanism should:

- Already exist or be easily set up within existing institutions.
- Provide a financial benefit ('bonus') to developing countries that implement new or more ambitious levies at home.
- Allow for leveraging, including through capital markets, donor contributions, or private sector matching mechanisms.
- Ensure transparency in financial flows, distribution, and impact assessment.
- Allow for co-financing of national projects which countries may decide to fund through the revenue they have mobilized domestically.
- Enable speedy disbursement of funds.

Proposals may involve existing institutional frameworks or propose new structures that can be efficiently operationalized within established organizations.



# **Eligibility**

This call for proposals is open to:

- Multilateral organizations with the capacity to develop, manage, and oversee financial mechanisms in alignment with the objectives outlined above
- Academics, think tanks and research institutions
- Subject matter experts with experience of climate and development finance, especially vertical climate and development funds
- Relevant state institutions

#### **Submission Guidelines**

Submissions should be a Word Document or PDF of no longer than 2000 words or 4 pages of text. The Secretariat reserves the right to publish these submissions on its website; please express in your submission if your proposal is made under confidentiality. Submissions should outline a proposal that includes:

# 1. Concept Note

- Description of the proposed mechanism for distributing revenues from solidarity levies.
- Explanation of how the mechanism works and meets the outlined objectives.
- Evaluation of institutional capacity to implement and manage the mechanism.

# 2. Operational Framework

- Implementation timeline and key milestones.
- Governance and oversight structure.
- Strategy for transparency, monitoring, and reporting.

# 3. Financial Considerations

- Estimated budget and resource requirements (incl. costs for overheads).
- Potential for leveraging additional funding.
- Proposed financial management and disbursement model (incl. disbursement delays).

# 4. Impact and Accountability Measures

- How the mechanism will ensure equitable distribution.
- Metrics for evaluating effectiveness and impact.

### **Evaluation Criteria**

The Call for Proposals is aimed at identifying options that are based on:

- Feasibility and institutional readiness
- Ability to provide financial incentives to developing countries
- Potential for leveraging additional resources
- Transparency, governance, and accountability measures
- Speed and efficiency of disbursement