



# Exploring twin wins in implementing climate and biodiversity finance solutions

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# Philippines : Existing tagging system for CC and BD



Climate Change Commission (CCC) developed a standardized CC typology and coding structure for use in the planning, budgeting, monitoring and reporting of public CC expenditures



The CCC and the Department of Budget and Management (DBM) issued Joint Memorandum Circular 2013-01 mandating government agencies to track their CC expenditures using a common framework known as the Climate Change Expenditure Tagging



BIOFIN estimated public sector BD expenditures using DBM budget data (2008-2018) from more than 60 government agencies. For 2023-2024, BIOFIN used the GLOBE taxonomy, results of which will be used as baseline for the updated Philippine Biodiversity Strategy and Action Plan.



BIOFIN developed an M&E platform for the Biodiversity Management Bureau that will track biodiversity expenditures across government and private sectors.

# Philippines : Planned interventions

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Include biodiversity expenditures in the current climate change expenditure tagging system of the CCC



Having one of the highest climate expenditures, work with the Department of Public Works and Highways to develop guidelines on nature-based infrastructure solutions for flood control and mitigation

# Philippines : Short- and long-term objectives

To identify adaptation actions with significant budgets and opportunities for biodiversity integration

To develop programs of work with relevant government agencies on designing ecological infrastructure/production systems/livelihood schemes/risk mechanisms to contribute to the twin goals of climate & biodiversity action

To build capacity on nature-based solutions

To report on nature-positive measures and corresponding budgets

# Climate Budget Tagging (CBT) and Biodiversity Budget Tagging (BBT)

There are 6 (six) different type of tagging in National Planning-Budgeting Application System (KRISNA)

1. **Thematic Tagging**
2. National Priority Tagging
3. Major Project Tagging
4. President's Promise Tagging
5. Nawa Cita (Presidents' mission) Tagging
6. **Dynamic Tagging**

CBT is part of Thematic Tagging

BBT is part of Dynamic Tagging

Code	Thematic Budget Tagging
01	Infrastructure
02	South South Triangle Cooperation
03	Gender responsive budgeting
04	Climate change mitigation
05	Education
06	Health
07	Climate change adaptation
08	Stunting handling

Code	Dynamic Budget Tagging
01	Inflation Control
02	National Economic Recovery
03	SDGs
04	National Action Plan for Persons with Disabilities
05	National Action Plan for ASEAN
06	Elimination of Extreme Poverty
07	Biodiversity (IBSAP 2025-2045)
08	Accelerating the Development of the National Game Industry

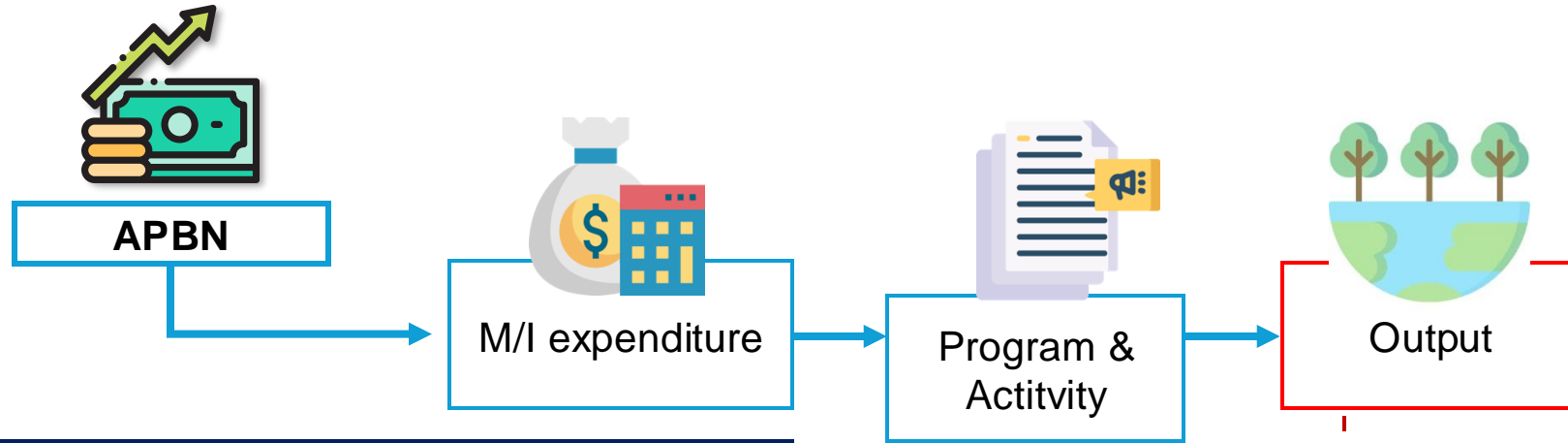
- In 2024, Biodiversity tagging has been successfully integrated as part of the dynamic tagging system in KRISNA, while CBT has long been part of Thematic Tagging.
- The main difference between the two tagging mechanisms is that Thematic Tagging is carried out directly by the related line ministries, while Dynamic Tagging is carried out indirectly because it is carried out by partners of line ministries at the Ministry of National Development Planning
- All tagging mechanism is carried out at the level of output details which are the final product of each K/L
- Therefore both dynamic and thematic tagging are able to reflect climate action and biodiversity action, and are able to show the intersections and interlinkage between the two tagging in each of line ministries
- Data from dynamic and thematic tagging can be extracted periodically for further analysis

# BIOFIN's Biodiversity Budget Tracking



## Biodiversity Budget Tracking

"a mechanism designed to identify and quantify the value of biodiversity funding expenditure, with the aim of driving biodiversity expenditure effectiveness towards optimizing performance-based budgeting"



### Current State:

- Budget tagging is integrated through the national development planning-budgeting system as a tracking mechanism
- Existing thematic budget tagging not yet cover biodiversity
- While climate budget tagging is already established, biodiversity expenditure tracking system is not yet developed

### Current Thematic Tagging

No	Thematic tagging (existing)
1	Infrastructure
2	South South Triangle Cooperation
3	Gender responsive budgeting
4	Climate change mitigation
5	Education
6	Health
7	Climate change adaptation
8	Stunting handling

### Activity Scope:

- Identification of biodiversity programs and/or activities in relevant ministries/institutions
- Development of criteria and classification of biodiversity expenditure types integrated into the national development planning-budgeting system
- Development guidelines for relevant ministries/institutions

### Expected Results:

- The realization of a well-functioning biodiversity expenditure tracking system
- Better and more effective allocation of expenditures to support the management of Indonesia's biodiversity

# Conclusion

- Both : continue work to institutionalize tagging as a means towards better policy alignment ; better measurement of expenditures
- Indonesia : increase budgets for biodiversity and comply with performance based budgeting
- Philippines : achieve efficient spending for climate and biodiversity ; develop nature-based solutions that address climate and biodiversity loss