











# CLIMATE RESILIENT WATER SECTOR IN GRENADA (G-CREWS) CHALLENGE FUND FOR TOURISM

#### Project Information

The Climate-Resilient Water Sector in Grenada (G-CREWS) project is jointly financed by the Green Climate Fund (GCF), the German Federal Ministry for the Environment, Nature Conservation and Nuclear Safety (BMU) under its International Climate Initiative (IKI) and the Government of Grenada.

Over six years, the Government of Grenada, the Grenada Development Bank and the National Water and Sewerage Authority (NAWASA) in partnership with the German Development Corporation (GIZ) will implement the project's five components."

The project responds to the challenges that climate change poses to Grenada's water sector by recognising that without decisive action to enhance the water sector's climate resilience, the people and ecosystems of Grenada will face increasingly serious climate-induced water scarcity over the next three decades.

## What is the Challenge Fund?

The Challenge Fund for Tourism and Agriculture is part of Component Two (2) – Commercial Water Users. The purpose of the Challenge Fund is to increase the resilience of these two commercial sectors which are both highly vulnerable to projected climatechange impacts such as reduced precipitation and droughts.

The Fund promotes the adoption of water-efficient solutions in the agriculture and tourism sectors by using grants from the Green Climate Fund (GCF) to facilitate water auditing and solution design at no cost to the beneficiary and to incentivise significant private co-finance for the purchase of water-efficient equipment.

### Challenge Fund for Tourism (CFT)

Hotels and guesthouses will be subsidized with equipment grants of up to 80% for the following:

- Upgrading of bathrooms with more water-efficient showers, toilets and faucets. (up to US \$400 per bathroom).
- Installation or upgrade of rainwater harvesting systems or greywater recycling (up to US \$100,000 per hotel or guesthouse)

### **Implementation Arrangements:**

- I. Audits will be conducted by the Water Expert and findings analysed in conjunction with water consumption history
- 2. The recommendations must be agreed between the Water Expert and the property owner on the activities to be undertaken
- 3. Equipment is then to be procured and installed by the property owner using the established procurement rules (three quotations required)
- 4. Beneficiaries have the option for the equipment grant to be advanced using the following arrangements:
- A. 20% co-financing contribution for equipment purchases is to be deposited with the GDB. This could be for the entire project or the particular phase to be implemented.
- B. The cost of installation or an assessed amount is to be deposited with the GDB noting that the financial ability to install the equipment is a precondition for the advancing of the equipment grant. This requirement would be based on the financial status of the hotel which would be evaluated by the GDB.
- C. GDB would make payments on behalf of the hotelier for equipment and installation to the relevant suppliers
- D. Where the installation is to be completed by in house staff or based on the outcome of the previously mentioned assessment, a personal guarantee could be required in lieu of a cash deposit.
- E. Set timeframes are to be agreed for the commencement of installation upon receipt of equipment.
- 5. Installation inspected and certified by the water expert

## **Grant Eligibility Criteria**

- I. Properties must be approved Grenada Tourism Authority (GTA) facilities
- 2. Audit of the property must be conducted by the approved Water Expert
- 3. Property owners must be willing to implement the recommendations of the water audit
- 4. Purchase and installation of equipment of water efficiency solutions is to be carried out by the property owner as per the agreed recommendations.
- 5. Approval and certification of the installation by the Water Expert is required

## For more info contact

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