



**UNITED
NATIONS**

HSP/EB.2026/3



UN-HABITAT

**United Nations
Human Settlements
Programme**

Distr.: General
6 March 2026

Original: English

**Executive Board of the United Nations
Human Settlements Programme
First session of 2026
Nairobi, 21 and 22 April 2026
Item 4 of the provisional agenda***

**Financial, budgetary and administrative matters, including
an update on the Sustainable Cities and Communities
Foundation**

Update on the Sustainable Cities and Communities Foundation**

Report of the Executive Director

1. Pursuant to paragraph 4 of decision 2025/1, where the Executive Board requested the Executive Director to present the results of the due diligence process, this report is to provide the outcome.
2. The Executive Director engaged an external partner to provide independent advisory covering review of the Foundation, its establishment and relationship with UN-Habitat, and review of the funding model proposed by the partner foundation. The Executive Director will provide an update to the Executive Board on the findings of the external partner.
3. Based on these findings, the Executive Director of UN-Habitat in a letter dated 2 February 2026 notified SCCF of UN-Habitat's "intention to terminate the said Agreement". Under the termination clause in the Agreement, either Party shall have the right to terminate the Agreement for or without cause, by giving prior notice of thirty (30) days to the other Party.

* HSP/EB.2026/1.

** The present document is being issued without formal editing.