



Joint Meeting of the CTF and SCF Trust Fund Committee

Washington D.C (Hybrid)

Tuesday, June 21 - Wednesday, June 22, 2022

SUMMARY OF THE CO-CHAIRS

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Co-Chairs

Mr. Bob Natifu, Uganda
Mr. Conor Ritchie, United Kingdom

1. Agenda Item 1. Opening

1. The Joint Meeting of the CTF and SCF Trust Fund Committees was opened by Ms. Mafalda Duarte, Head of the Climate Investment Funds (CIF), Mr. Conor Ritchie from the United Kingdom, the co-chair representing the contributor countries, and Mr. Bob Natifu, from Uganda, the co-chair representing the recipient countries.

2. Agenda Item 2. Adoption of Agenda

2. The CTF and SCF Trust Fund Committees (“the Committees”) adopted the provisional agenda set forth in document Joint CTF-SCF/TFC.26/1/ Rev.2.

3. Agenda Item 3. Update on CIF Activities

3. The Committees welcomed the update provided by Ms. Mafalda Duarte, on activities undertaken by the CIF Administrative Unit and the MDBs, from January 2022 to June 2022.

4. Agenda Item 4. FY23 CIF Business Plan and Budget

4. The Committees have reviewed the document Joint CTF-SCF/TFC.26/4, FY23 CIF Business Plan and Budget, welcome the business plan, and note that the proposed FY23 CIF budget provides administrative resources for the expected work program of CIF’s operating structure: the CIF Administrative Unit as the central coordinating unit of the CIF partnership, the Trustee as administrator of the financial assets of the CIF trust funds, and the six MDBs as the implementing partners.
5. The Committees approve the business plan and administrative budget as set out below on the basis of the FY21 World Bank cost recovery rate. The Committees note the proposed increase to the World Bank cost recovery rate and request the Budget, Performance Review and Strategic Planning (BPS) Vice-Presidency of the World Bank to provide further information in writing on the proposed this new rate for consideration by the Committees as soon as possible. The Committees may then request the CIF Administrative Unit to present a supplemental budget request to cover the increased cost recovery amount at a forthcoming intersessional meeting.

Summary table: FY23 Budget Commitment (USD '000)

	CTF - I	ACT	SCF - I	SCF - II	Total
Total	11,076.5	5,612.9	11,058.8	7,328.7	35,076.9
Administrative Services	9,176.5	4,322.9	9,013.8	5,019.9	27,533.1
Multi-Year Activities:	1,900.0	1,290.0	2,045.0	2,308.8	7,543.8
<i>Country Engagement</i>	<i>200.0</i>	<i>600.0</i>	<i>200.0</i>	<i>1,693.8</i>	<i>2,693.8</i>
<i>Special Initiatives</i>	<i>1,700.0</i>	<i>690.0</i>	<i>1,845.0</i>	<i>615.0</i>	<i>4,850.0</i>

Table 1: FY23 Projected budget outcome and FY23 proposed budget (USD '000)

Summary of Budget Request			
	FY22 Approved Budget	FY22 Projected Utilization	FY23 Proposed Budget
Total	27,425.7	26,691.8	35,076.9
Administrative Services	22,102.7	21,368.8	27,533.1
Multi-year Activities	5,323.0	5,323.0	7,543.8

	FY22 Approved Budget	FY22 Projected Utilization	FY23 Proposed Budget
Administrative Services			
Total	22,102.7	21,368.8	27,533.1
Administrative Unit	10,424.7	10,157.5	13,171.7
MDBs	7,722.1	7,262.2	9,911.4
<i>ADB</i>	<i>1,132.9</i>	<i>1,000.4</i>	<i>1,598.7</i>
<i>AfDB</i>	<i>1,138.9</i>	<i>1,069.0</i>	<i>1,613.9</i>
<i>EBRD</i>	<i>734.4</i>	<i>659.3</i>	<i>1,076.3</i>
<i>IDB Group</i>	<i>1,119.2</i>	<i>992.3</i>	<i>1,268.0</i>
<i>IBRD</i>	<i>2,593.9</i>	<i>2,583.3</i>	<i>3,245.0</i>
<i>IFC</i>	<i>1,002.8</i>	<i>957.9</i>	<i>1,109.5</i>
Trustee	3,156.0	3,149.1	3,555.0
External Audit Fee	800.0	800.0	895.0

Multi-Year Activities (Funds to be utilized in multi years)	Approved Budget for Activities Beginning in FY22	Expected Utilization at Activity Completion	Proposed Budget for Activities Beginning in FY23
Total	5,323.0	5,323.0	7,543.8
Country Engagement	1,831.2	1,831.2	2,693.8
Special Initiatives	3,491.8	3,491.8	4,850.0
<i>CIF Collaboration Hub (CCH) Phase III</i>	<i>775.0</i>	<i>775.0</i>	<i>-</i>
<i>CIF Capital Markets Mechanism</i>	<i>666.8</i>	<i>666.8</i>	<i>-</i>
<i>South Africa JET-CAP Work Program</i>	<i>550.0</i>	<i>550.0</i>	<i>-</i>
<i>E&L Initiative Extension: Year 3</i>	<i>1,500.0</i>	<i>1,500.0</i>	<i>-</i>
<i>CIF Website Enhancements</i>	<i>-</i>	<i>-</i>	<i>250.0</i>
<i>CIF Governance Review</i>	<i>-</i>	<i>-</i>	<i>600.0</i>
<i>E&L Initiative Phase III - Year 1</i>	<i>-</i>	<i>-</i>	<i>4,000.0</i>

Annex 1; Table 6: FY23 proposed budget by fund program and budget category (USD '000)

	CTF - I	ACT	SCF - I	SCF - II	Total
Total Proposed Budget	11,076.5	5,612.9	11,058.8	7,328.7	35,076.9
Administrative Services					
Sub-total	9,176.5	4,322.9	9,013.8	5,019.9	27,533.1
Trustee	1,965.0	532.0	1,058.0	-	3,555.0
External Audit of MDBs and Trust Funds	400.0	95.0	400.0	-	895.0
Admin Unit	4,867.1	2,526.8	3,406.2	2,371.5	13,171.7
MDBs	1,944.4	1,169.2	4,149.5	2,648.3	9,911.4
Multi-Year Activities:					
Sub-total	1,900.0	1,290.0	2,045.0	2,308.8	7,543.8
Country Engagement	200.0	600.0	200.0	1,693.8	2,693.8
Special Initiatives	1,700.0	690.0	1,845.0	615.0	4,850.0
<i>CIF Website Enhancements</i>	50.0	40.0	120.0	40.0	250.0
<i>CIF Governance Review</i>	150.0	150.0	225.0	75.0	600.0
<i>E&L Initiative Phase III: Proposed Budget - Year 1 (FY23)</i>	1,500.0	500.0	1,500.0	500.0	4,000.0

5. Agenda Item 5. Evaluation and Learning Initiative FY22 Annual Report and FY23-27 Work Plan

6. The Committees:

- i. Note its previous decision in January 2022 to request the CIF Administrative Unit to prepare a business plan for FY23–27 consistent with Option “B” in the document, Joint CTF-SCF/TFC.25/6, Evaluation and Learning (E&L) Initiative Options Paper FY23–27.
- ii. Reviewed the document Joint CTF-SCF/TFC.25/5, Evaluation and Learning Initiative: FY22 Annual Report and FY23–27 Business Plan, and welcome the results demonstrated by the Evaluation and Learning (E&L) Initiative over FY20–22, noting the extensive consultative work undertaken by the Initiative to prepare the FY23–27 E&L Business Plan.
- iii. Approve the FY23–27 E&L Business Plan with a budget of USD20 million (USD10 million CTF; USD10 million SCF) through FY27.
- iv. Confirm and endorse the business plan’s three main objectives: 1) generate new evidence in priority areas, 2) apply learning in countries and institutions, and 3) foster collaborations and partnerships for enhanced impact; and its five priority learning themes — transformational change; just transition; development impacts; scaling climate finance; and program and sector-specific topics.
- v. Invite the E&L Initiative, under the guidance of the E&L Advisory Group, to develop a more detailed FY23 Work Plan for implementing the activities identified in the FY23–27 E&L Business Plan.

6. Agenda Item 6. FY22 Progress Report on Implementation of the CIF Gender Action Plan Phase 3 and FY23 Work Plan

7. The Committees reviewed the document Joint CTF-SCF/TFC.26/6 document, FY22 Progress Report on Implementation of the CIF Gender Action Plan Phase 3 and FY23 Work Plan.
8. The Joint Meeting approves the proposed FY23 Gender Work Plan and welcomes the continued implementation of the CIF Gender Action Plan – Phase 3, together with the overall CIF Gender Policy, in support of gender equality outcomes under CIF programming. document Joint CTF-SCF/TFC.28/6, FY22 Progress Report on Implementation of the CIF Gender Action Plan Phase 3 and FY23 Work Plan provides an update on progress under the CIF Gender Action Plan in the current FY.

7. Agenda Item 7. CIF Technical Assistance Facility Implementation Update

9. The Committees welcomed the update on CIF Technical Assistance Facility provided by the CIF Administrative Unit.

8. Agenda Item 8. Governance review – preliminary report

10. The Committees welcome the update provided by the independent consultancy team in respect of its preliminary findings of the operational and governance review of the CIF, as introduced by the Ad-Hoc Committee.
11. The Committees request the CIF Administrative Unit to organize an intersessional joint meeting of the CTF and SCF Trust Fund Committees to discuss the findings of the operational and governance review in October 2022, following delivery of the final report at least four weeks in advance of the meeting.
12. The Committees further request the CIF Administrative Unit to prepare, in consultation with the Ad-Hoc Committee, a workplan as soon as possible that addresses the issues identified by the scope of work and not yet covered as part of the first phase of the review.

9. Agenda Item 9. Health and Climate Change: Joint work of CIF and Health, Nutrition and Population Global Practice of the World Bank

13. The Committees welcome the presentation on the joint work of CIF and the Health, Nutrition and Population Global Practice of the World Bank.

10. Agenda Item 10. Other Business

14. Bank Information Center (BIC), on behalf of the observer group Stakeholder Advisory Network, read a statement on stakeholder engagement in the CIF, attached to this Summary as Annex A.

11. Agenda Item 11. Closing

15. The meeting was closed at 1:20 p.m. on Wednesday, June 22, 2022.

Annex A: Statement by the Stakeholder Advisory Network on Climate Finance on the Occasion of the June 2022 Joint Trust Fund Committee Meeting

On behalf of the SAN Coordinating Committee

We who are observers on the SAN's Coordinating Committee, or having served as members of its Steering Committee, would like to underscore that the participation of beneficiaries and a broad range of stakeholders is a necessary condition for an effective, equitable approach to climate action.

We are delighted that climate funds, including the Climate Investment Funds, are committed to stakeholder engagement (SE), by welcoming the voices of civil society, indigenous peoples and the private sector into their decision-making processes. We are proud to be seated here as representatives of our constituencies and are aware of the significant responsibility this entails.

We welcome the CIF's efforts toward Paris Agreement Alignment, including the Agreement's country-driven, gender-responsive approach, with consideration to vulnerable and marginalized groups and the rights of indigenous peoples. We also welcome further involvement of CIF Observers in Paris Agreement alignment and governance review matters.

As observers who are SAN members, we are personally aware of the challenges to the effective participation of stakeholders and beneficiaries at all levels in climate funds. We are grateful for the continued support offered to us by the CIF Administrative Unit. With the CIF's support, the SAN has recently completed two studies, one on observers' experiences and a second comparing stakeholder observer practices across climate funds. These have identified challenges to participation, and proposed recommendations for improved representation of non-state constituencies in climate finance. These recommendations include seven areas for action:

- 1) *formalize and strengthen stakeholder engagement standards and policies,*
- 2) *empower stakeholder observers, by providing opportunities for their participation;*
- 3) *develop support mechanisms for observer effectiveness, including capacity building;*
- 4) *selectively finance partners to address engagement gaps,*
- 5) *improve equitable access to information,*
- 6) *proactively engage with observer constituency networks, and*
- 7) *engage stakeholders to strengthen cross-fund dialogue.*

This is an ambitious agenda for the SAN and its partners. We bring these issues to the attention of all those here to request your attention to, and support for, addressing these recommendations. Specifically, it is important to have the support of the CIF AU with representation of the SAN and its members in different dialogues related to climate finance. More broadly, we look for your continued support for meaningful and equitable stakeholder and beneficiary participation, globally and also, most importantly, locally.



The Climate Investment Funds

The Climate Investment Funds (CIF) were established in 2008 to mobilize resources and trigger investments for low carbon, climate resilient development in select middle and low income countries. To date, 14 contributor countries have pledged funds to CIF that have been channeled for mitigation and adaptation interventions at an unprecedented scale in 72 recipient countries. The CIF is the largest active climate finance mechanism in the world.

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