

Approved Decision on the DPSP Phase II

The Committee reviewed document CTF/TFC.13/5, *Dedicated Private Sector Programs Proposal – Phase II*, and notes with appreciation the work of the CIF Administrative Unit and the MDB Committee to develop the proposals contained therein.

The Committee approves the following program concepts and requests the MDBs to proceed to develop sub-programs and projects under each program within CIF countries and in accordance with the relevant CTF operational guidelines:

- a) The scaling up of the two approved programs under DPSP I, *Utility-Scale Renewable Energy*, with a focus on utility-scale geothermal energy for an indicative amount of no more than USD 120 million and *Renewable Energy Mini Grids and Distributed Power Generation* for an indicative amount of no more than USD 53.5 million.
- b) The *Mezzanine Finance for Climate Change Program* for an indicative amount of no more than USD 35 million.
- c) The addition of two new subprograms under the *Utility Scale Renewable Energy program* with a focus on *private and early stage renewable energy power* for an indicative amount of no more than USD 35 million, and *solar photovoltaic power* for an indicative amount of no more than USD 95 million.
- d) The addition of one new program, the *Energy Efficiency and Self-Supply Renewable Energy program*, for an indicative amount of no more than USD 20 million.

The Committee recalls that the CTF has one pipeline and that the approval of CTF funding by the Committee is dependent upon the submission of high quality project and program proposals and the availability of resources. The Committee requests the MDBs to work closely with the relevant countries in the development of the programs as provided for in the general principles, objectives and operational guidelines of the DPSP approved in October 2013.

Should a project or program proposal foresee project activities in a country assessed at being at moderate or high risk of debt distress, the MDB is requested to conduct a macro-economic analysis to evaluate the potential for the CTF project or program to impact the country's debt sustainability. Such analysis should be included as an annex when the project or program proposal is submitted for approval of CTF funding.

The Committee requests the CIF Administrative Unit and the MDBs to include information on the progress being made in implementing the Dedicated Private Sector Programs in the semi-annual operational reports of the CTF.