

CLIMATE INVESTMENT FUNDS

June 20, 2018

Summary of the Co-Chairs
Meeting of the Trust Fund Committee of the Clean Technology Fund (CTF)
Washington, DC
June 6, 2018

Co-Chairs

Mr. Erivaldo Alfredo Gomes, Brazil
Ms. Katie Berg, United States

AGENDA ITEM 1. OPENING

1. The meeting of the CTF Trust Fund Committee was opened by the CIF Manager, Ms. Mafalda Duarte.
2. In accordance with paragraph 26 of the Rules of Procedure for Meetings of the CTF Trust Fund Committee, the eligible recipient countries elected Mr. Erivaldo Alfredo Gomes from Brazil to represent the eligible recipient countries to serve as Co-Chair of the CTF Trust Fund Committee for the remainder of the 18-month term beginning with last meeting. The contributor countries elected Ms. Katie Berg from the United States to represent the contributor countries as Co-Chair of the CTF Trust Fund Committee for the remainder of the 18-month term beginning with last meeting.

AGENDA ITEM 2. ADOPTION OF AGENDA

3. The Trust Fund Committee adopted the provisional agenda set forth in document CTF/TFC.21/1/Rev.1.

AGENDA ITEM 3. CTF SEMI-ANNUAL OPERATIONAL REPORT

4. The CTF Trust Fund Committee reviewed documents CTF/TFC.21/3, *CTF Semi-Annual Operational Report*, and welcomes the progress that has been made in advancing the work of the CTF.
5. The Committee requests the CIF Administrative Unit and the MDBs to continue to actively monitor the projects and programs for which CTF funding has been approved, including those that are stalled and funding from which could be made available for future CTF programming in accordance with the *CTF Pipeline Management and Cancellation Policy* (2016). The Committee requests the MDBs to take measures to expedite the implementation of CTF projects and the disbursements of CTF funds.
6. The Committee reaffirms its commitment to ensuring compliance with the agreed CTF pipeline management and cancellation policy and requests the CIF Administrative Unit, in collaboration with the Trustee, to actively follow up with the MDBs for return of funds once a project has been cancelled. Additionally, the Committee requests the CIF Administrative Unit to include in semi-annual operational reports information regarding any situations where funds have not been returned in a timely manner.
7. The Committee also requests the CIF Administrative Unit and the MDBs to provide further information on key drivers for slow disbursement over the last two years. The Committee further requests the CIF Administrative Unit, working with MDBs, to explore options to help accelerate disbursements of approved funds.

8. The Committee requests the CIF Administrative Unit, working with MDBs, to actively update pipeline information under the DPSP III and inform the Committee of expected timelines for project submission.

AGENDA ITEM 4. CTF 2.0

9. The CIF Administrative Unit provided an update on the status of technical due diligence related to the development of a proposed financing modality (CTF 2.0) to the Trust Fund Committee.

10. Some members of the Trust Fund Committee asked the CIF Administrative Unit to send the revised CTF 2.0 technical documents, incorporating the key elements from the credit rating agencies assessments as well as the latest revisions to CTF 2.0's financial model, as well as a proposed decision text, to the CTF Trust Fund Committee as soon as possible to enable the Committee to expedite a decision on CTF 2.0.

AGENDA ITEM 5. RISK REPORT OF THE CTF

11. The CTF Trust Fund Committee reviewed document CTF/TFC.21/5, *Risk Report of the CTF*, and received an update from the CIF Administrative Unit and MDBs on assessments of the significant risk exposures facing the CTF.

12. The Committee appreciates the work conducted so far by the CIF Administrative Unit and MDBs to develop processes for implementing a fraud risk reporting framework and requests the CIF Administrative Unit to finalize these processes with all MDBs.

13. The Committee requests the CIF Administrative Unit, working with the MDBs, to report implementation risk associated with CTF's private sector portfolio by the next Trust Fund Committee meeting.

14. The Committee requests the CIF Administrative Unit to follow up formally with the MDBs on all projects highlighted as crossing threshold risks and report back on their planned mitigation actions to the Committee.

AGENDA ITEM 6. OTHER BUSINESS

15. No other decision items were raised by the Trust Fund Committee.

AGENDA ITEM 7. CLOSING

16. The meeting was closed on Wednesday, June 6, 2018.