

# CLIMATE INVESTMENT FUNDS

FIP/SC.7/2/Rev.2  
October 25, 2011

---

Meeting of the FIP Sub-Committee  
Washington, D.C.  
October 31, 2011

Agenda Item 2

## **ANNOTATED PROVISIONAL AGENDA**

## AGENDA ITEM 1. OPENING AND ELECTION OF CO-CHAIRS

1. Pending the election of the Co-Chairs, the meeting will be opened by Patricia Bliss-Guest, Program Manager, Administrative Unit, Climate Investment Funds.
2. In accordance with paragraph 25 of the Rules of Procedure for the SCF Trust Fund Committee, which apply *mutatis mutandis* to the FIP Sub-Committee, the Sub-Committee is to elect from among its members a representative from an eligible recipient country and a representative from a contributor country to serve as Co-Chairs of the Sub-Committee.
3. At its meeting in June 2011, the Sub-Committee, recognizing that the governments responsible for appointing the members of the Sub-Committee to serve for a new term beginning after the 2011 Partnership Forum and associated meetings were only agreed by the eligible recipient country group and the contributor country group during consultations held on June 23, agreed to elect its Co-Chairs through a decision by mail once the new Sub-Committee members were identified.
4. The newly appointed recipient country members and contributor country members were requested to inform the CIF Administrative Unit of their nominations for Co-Chairs so that a decision by mail on the election of the two Co-Chairs could be circulated as early as possible after all Sub-Committee members had been identified.
5. Since the CIF Administrative Unit was not informed of all the new Sub-Committee members in advance of the meeting, it was not possible to organize an election of the co-chairs through a decision by mail.
6. The Sub-Committee is therefore invited **to elect** two Co-Chairs from amongst its members: one from an eligible recipient country and one from a contributor country.
7. The terms of the Co-Chairs, in accordance with the current rules, would be for a six month term that should expire at the end of 2011 (from July 1, 2001 to December 31, 2011). However, it should be noted that at the request of the CTF and SCF Trust Fund Committees, a proposal is before them to amend the rules of procedure to provide as follows:  
  
*"The SCF Trust Fund Committee will elect two co-chairs from among its members to serve for an eighteen month term. One co-chair will be a representative of an eligible recipient country and the other co-chair will be a representative of a contributor country. The co-chairs will be elected at the Trust Fund Committee meeting convened six months following the Partnership Forum, recognizing that members of the Trust Fund Committee are to be selected at the Partnership Forum."*
8. If this amendment to the rules of procedure to the SCF Trust Fund Committee is approved, as is expected, the terms for the newly elected Co-Chairs would be for 18 months, from the current meeting (November 2011) until the election of new Co-Chairs at the Sub-Committee meeting to be convened in May 2013. This period would coincide with the proposed terms of the Sub-Committee members.

## **AGENDA ITEM 2.      ADOPTION OF AGENDA**

9.      A *Provisional Agenda* for consideration by the meeting of the Sub-Committee has been circulated as document FIP/SC.7/1/Rev.3. The meeting is invited **to adopt** the agenda.

## **AGENDA ITEM 3.      UPDATE ON OPERATIONS**

10.      *Semi-Annual Report on FIP operations.* The *Semi-Annual Report on FIP Operations* (FIP/SC.7/3) has been prepared to provide the FIP Sub-Committee with a report on the status of FIP activities, including information on the status of country programming in FIP pilot countries. In reviewing the operational report, the Sub-Committee may also wish to take into account the information provided in two documents prepared for the SCF Trust Fund Committee, *Progress Report on Targeted Programs under the SCF* (SCF/TFC.8/3) and the *Trustee Report on the Financial Status of the Strategic Climate Fund* (SCF/TFC.8/Inf.2).

11.      The Sub-Committee is invited **to review** the semi-annual operational report and **to provide**, if appropriate, guidance and feedback on the operations of the FIP.

12.      *Update by representative from Ghana.* A representative from the Government of Ghana will report on progress in developing its investment plan. Other pilot country representatives may wish to update the Sub-Committee on progress in developing their investment plans.

13.      The Sub-Committee is invited **to provide any comments** that it deems appropriate for Ghana or other pilot countries to take into account in the further preparation of investment plans.

## **AGENDA ITEM 4.      FIP INVESTMENT PLAN: LAO PDR**

14.      Document FIP/SC.7/4, *FIP Investment Plan: Lao PDR*, presents the investment plan prepared by the Government of Lao People's Democratic Republic, in collaboration with the MDBs. The investment plan presents the priority activities to be undertaken with FIP funding to support Lao PDR's effort to address the drivers of deforestation and forest degradation in the context of REDD+.

15.      The Sub-Committee is **invited to endorse** the investment plan as a basis for the further development of activities proposed in the investment plan.

## **AGENDA ITEM 5.      FIP INVESTMENT PLAN: MEXICO**

16.      Document FIP/SC.7/5/Rev.1, *FIP Investment Plan: Mexico*, presents the investment plan prepared by the Government of Mexico, in collaboration with the MDBs. The investment plan presents the priority activities to be undertaken with FIP funding to support Mexico's effort to address the drivers of deforestation and forest degradation in the context of REDD+.

17.      The Sub-Committee is **invited to endorse** the investment plan as a basis for the further development of activities proposed in the investment plan.

## **AGENDA ITEM 6. MEXICO FORESTS AND CLIMATE CHANGE PROJECT**

18. Document FIP/SC.7/6, *Mexico Forests and Climate Change Project*, presents a project proposal submitted by the Government of Mexico and developed in collaboration with the World Bank. The project is included in the proposed FIP Investment Plan for Mexico.

19. Subject to its decision on agenda item 5 *FIP Investment Plan: Mexico*, the FIP Sub-Committee **is invited to review and approve** FIP funding for the project and associated expenses.

## **AGENDA ITEM 7. PROPOSAL FOR THE ALLOCATION OF THE RESERVE UNDER THE FIP**

20. At its November 2010 meeting, the FIP Sub-Committee discussed the *Proposal for the Allocation of FIP Resources to Pilot Programs* (FIP/SC.5/7) and agreed upon the allocation principles to be followed under the FIP.

21. The FIP Sub-Committee agreed that a reserve amount of the current pledges to the FIP should be established and used to finance, among other things, additional projects in the pilot countries and that the allocation of project funds from the reserve should be decided by the FIP Sub-Committee after all investment plans have been endorsed. The FIP Sub-Committee requested that criteria for the allocation of the reserve be discussed at its June 2011 meeting.

22. During its meeting in June 2011, the FIP Sub-Committee agreed to postpone discussion of the criteria for the allocation of the FIP reserve due to time constraints. The FIP Sub-Committee was invited to submit written comments on document FIP/SC.6/7, *Proposal for the Allocation of the Grant Reserve under the FIP*, and requested the CIF Administrative Unit, in collaboration with the MDBs, to revise the document, taking into account comments, and to present a revised proposal to the FIP Sub-Committee at its November meeting.

23. Consistent with this request, the CIF Administrative Unit, in collaboration with the MDB Committee, prepared the revised document presented as FIP/SC.7/7, *Proposal for the Allocation of the Reserve under the FIP*.

24. The Sub-Committee is invited **to review and approve** the document.

## **AGENDA ITEM 8. FIP DEDICATED GRANT MECHANISM FOR INDIGENOUS PEOPLES AND LOCAL COMMUNITIES UNDER THE FOREST INVESTMENT PROGRAM**

25. In June 2011, the FIP Sub-Committee reviewed document FIP/SC.6/6, *Working Draft of a Proposal for the Design of the Dedicated Grant Mechanism For Indigenous Peoples and Local Communities under the Forest Investment Program*, and took note of the ongoing work and welcomed the progress made in finalizing the design document for the designated grant mechanism. The Sub-Committee called for the proposal to be finalized and for more information to be provided on the proposal for operationalizing the dedicated grant mechanism, including information on how resources will be approved and disseminated.

26. Two documents are being submitted to the Sub-Committee:

Document FIP/SC.7/8, *Design Proposal for the Dedicated Grant Mechanism for Indigenous Peoples and Local Communities to be established under the Forest Investment Program*; and

Document FIP/SC.7/9, *Preliminary Proposal for the Implementation Arrangements under the Dedicated Grant Mechanism for Indigenous Peoples and Local Communities*.

27. The Sub-Committee is invited **to review and approve** the design proposal presented in document FIP/SC.7/8.

28. Furthermore, the Sub-Committee is invited **to review** the proposed implementation arrangements presented in document FIP/SC.7/9, and **to provide comments** to be taken into account in the further development of the project/program proposals required for approval of FIP funding and operationalization of the dedicated grant mechanism.

#### **AGENDA ITEM 9. PROCEDURES FOR THE PREPARATION OF INDEPENDENT TECHNICAL REVIEWS OF FIP INVESTMENT PLANS**

29. During the meeting in June 2011, the FIP Sub-Committee reviewed document FIP/SC.6/8, *Proposal for the Preparation of Independent Technical Reviews of Investment Plans under the FIP*, and expressed its general support for one of the procedural options presented in the paper and provided further comments to be reflected in a revised text. Members of the FIP Sub-Committee were invited to submit additional written comments to the CIF Administrative Unit by July 15, 2011, and the CIF Administrative Unit was requested to circulate thereafter a revised version of the document to the FIP Sub-Committee for approval by mail. Comments were received from two Sub-Committee members and one observer.

30. Given that the comments did not allow for a consensus revision to be prepared, the CIF Administrative Unit is submitting to the Sub-Committee document FIP/SC.7/10, *Procedures for the Preparation of Independent Technical Reviews of FIP Investment Plans*, for discussion with a view to reaching agreement on the procedures for the technical reviews. The document includes bracketed text where there were divergent views among the Sub-Committee members.

31. The Sub-Committee is invited **to review** the revised text, and **to agree** upon the procedures for the preparation of the independent technical reviews.

#### **AGENDA ITEM 10. OTHER BUSINESS**

32. Members and the Co-Chairs may raise any other business under this agenda item, including any matters that may arise from the information documents presented to the meeting.

#### **AGENDA ITEM 11. CLOSING**

33. The meeting is scheduled to close at 5:15 p.m. on Monday, October 31, 2011.