

CLIMATE INVESTMENT FUNDS

FIP/SC.1/3
October 8, 2009

Meeting of the FIP Sub-Committee
Washington, D.C.
October 29, 2009

PROPOSED FY 10 WORK PROGRAM FOR THE FOREST INVESTMENT PROGRAM SUB-COMMITTEE

Proposed Sub-Committee Decision

The FIP Sub-Committee reviewed document FIP/SC.1/3, *Proposed FY10 Work Program for the FIP Sub-Committee*, and approves the schedule of meetings and the documents proposed for review at each meeting. The Sub-Committee also notes that it expects to approve by mail the composition of the Expert Group as well as the terms of reference for the development of a special initiative for indigenous peoples and local communities.

I. BACKGROUND

1. In the design of the Forest Investment Program (FIP), it was agreed that a FIP Sub-Committee is to be established to oversee the operations and activities of the FIP. The Trust Fund Committee of the Strategic Climate Fund is responsible for establishing the FIP Sub-Committee and designating who will participate in the Sub-Committee.

2. The FIP Sub-Committee is to be responsible for¹:

- a) agreeing upon the number of country or regional pilot programs;
- b) approving the terms of reference for, and the composition of, the expert group;
- c) appointing the members of the expert group;
- d) approving elaborated criteria for selection of country or regional pilots based on section V of the Design Document, “Criteria of Selection of Country or Regional Pilots” and guidance to be followed by the expert group;
- e) selecting pilot countries taking into consideration the recommendations of the expert group;
- f) approving elaborated programming priorities and operational criteria based on section VI of the Design Document, “Criteria for FIP Investment Strategies, Programs and Projects”;
- g) approving financing terms and modalities for the FIP, including those for private sector activities;
- h) endorsing further development of activities in investment strategies for FIP financing;
- i) approving FIP financing for programs and projects;
- j) ensuring complementarity between activities foreseen for the FIP and activities of developing countries, relevant regional organizations and initiatives and other development partners active in the field of climate change and forests, including the FCPF and other MDB efforts, UN-REDD Programme and other UN efforts, and GEF;
- k) ensuring that the FIP program builds in provisions for evaluating the performance and effectiveness of FIP investments and for developing full reporting criteria and a performance measurement framework, taking into account Annex II of the FIP Design Document;

¹ Forest Investment Program - Design Document, paragraph 25

- l) periodically reviewing and publishing the effectiveness and impact of FIP programs and activities, and ensuring that “lessons learned” are applied to future FIP investments and transmitted through the SCF Trust Fund Committee to the UNFCCC and other stakeholders; and
 - m) Exercising such other functions as they may deem appropriate to fulfill the purposes of the FIP.
3. Recognizing these responsibilities, and in order to ensure a prompt start to the activities of the FIP, it is proposed that the FIP Sub-Committee approves the following work program for FY10.

II. MEETINGS OF THE FIP SUB-COMMITTEE

4. It is proposed that the FIP Sub-Committee have four meetings in FY10 in order to facilitate early agreement on the operational guidance necessary to allow governments, in collaboration with the MDBs and other partners, to begin to prepare proposals for FIP financing. Thereafter, once the pilot programs are identified and the operational rules and procedures of the FIP are agreed, it is expected that the FIP Sub-Committee will conduct one of its primary business functions, the approval of FIP financing for programs and projects, on a rolling basis, through virtual communications, and that face-to-face meetings will ordinarily be convened twice during a fiscal year: once in conjunction with the Partnership Forum and a second time in Washington, D.C.

5. The proposed meetings for FY10 are as follows:

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|------------------------------|---|
| (a) October 29, 2009 | First Meeting of the FIP Sub-Committee |
| (b) Week of February 1, 2010 | Second Meeting of the FIP Sub-Committee |
| (c) Week of March 15, 2010 | Third Meeting of the FIP Sub-Committee (Manila) |
| (d) June/July 2010 | Fourth Meeting of the FIP Sub-Committee |

III. MATTERS TO BE CONSIDERED DURING EACH MEETING

6. The following schedule of meetings and associated agenda items for each meeting are proposed. Each meeting will also provide for “other business” to be considered to allow for additional matters to be raised by the FIP Sub-Committee members or the CIF Administrative Unit, in consultation with the MDB Committee.

7. First FIP Sub-Committee Meeting (October 29, 2009)

Matters requiring decisions/approval

- a. FIP Sub-Committee Work Program for FY10.

- b. Expert Group: Criteria for Selection, Terms of Reference, and Working Modalities.
- c. Criteria for selecting pilot countries under the FIP.

8. Second FIP Sub-Committee Meeting (week of February 1, 2010)²

Matters requiring decisions/approval

- a. Any matters pending from first FIP Sub-Committee meeting.
- b. Investment and programming priorities, operational criteria and financing modalities for public and private sector investments.
- c. Guidelines for joint missions to pilot countries.
- d. Proposal for a results measurement framework.

Information papers

- a. Update on expressions of interest received from eligible countries.
- b. Progress on development of a special initiative for indigenous peoples and local communities.

9. Third FIP Sub-Committee Meeting (week of March 15, 2010)

Matters requiring decisions/approval

- a. Any matters pending from second FIP Sub-Committee meeting.
- b. Selection of country and regional pilots.
- c. Approval of a results measurement framework.

10. Fourth FIP Sub-Committee Meeting (June/July 2010)

Matters requiring decisions/approval

- a. Any matters pending from third FIP Sub-Committee meeting
- b. Special Initiative for Indigenous Peoples and Local Communities – proposal for approval

Information papers

Progress on joint missions and preparation of investment strategies

² In the period between the first and second meetings of the FIP Sub-Committee, the Sub-Committee will be invited to approve by mail a proposal for the composition of the Expert Group (see *Criteria for Selecting Expert Group Members under the Forest investment Program, Terms of Reference and Working Modalities* (FIP/SC.1/4)), and the Terms of Reference for the development of a special initiative for indigenous peoples and local communities.