# Sent by Josef Karl, Federal Ministry for Economic Cooperation and Development, 4/02/2009

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<.	Josef Karl" Josef.Karl@bmz.bund.de 4/02/2009 06:26 AM	cc Subje	<cifadminunit@worldbank.org> Antw: Summary of the Co-Chairs - 2nd Design Meeting on the FIP - March 5-6, 2009</cifadminunit@worldbank.org>
** High Priority **			
Dear Patricia,			
please find attached Germany's comments on the FIP-design document.			
With best wishes,			
Josef Karl			
Josef Karl Bundesministerium für wirtschaftliche Zusammenarbeit und Entwicklung Federal Ministry for Economic Cooperation and Development Referat / Division 312 (Umwelt und nachhaltige Ressourcennutzung) Dahlmannstrasse 4 53113 Bonn Germany			
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>>> <cifadminunit@worldbank.org> 16.03.2009 23:25 &gt;&gt;&gt; Dear Colleagues,</cifadminunit@worldbank.org>			
We would like to thank you again for your participation in the Second Design Meeting for the Forest Investment Program that was held on March			
5-6, 2009, in Washington, D.C. We are greatly encouraged by the progress that was made by the meeting, and we feel confident that we will reach			
agreement on the final design of the Forest Investment Program (FIP) at			

the next meeting on May 7-8.

Please find enclosed a copy of the Co-Chair's Summary of the meeting. The summary includes, as an annex, the draft design document for the FIP that was agreed by the meeting. This document is also posted on our website

www.worldbank.org/cif.

In order to advance our work, we would like to invite you to submit to us by March 30, 2009, any comments that you may have on the proposed text. We would appreciate it if your comments would be focused on specific drafting amendments/additions/deletions.

Taking into account the comments received, the Administrative Unit will

prepare, for consideration at the final design meeting, a revised document intended to promote a final consensus.

Thank you again for your engagement in, and contribution to, this process.

Sincerely,

Patricia A. Bliss-Guest Program Manager, Administrative Unit Climate Investment Funds

(sent by Perpetual Boateng)



Co-Chairs summary of FIP second design meeting-March 11\_Germany.doc

# Climate Investment Funds

March 11, 2009

Co-Chair's Summary Second Design Meeting for the Forest Investment Program Washington, D.C. March 5-6, 2009

> Co-Chairs Robert Bamfo (Ghana) Per Fredrik Ilsaas Pharo (Norway)

Agenda Item 1 Opening of the Meeting

1. The meeting was opened by Juergen Voegele, Sector Director, Agriculture and Rural Development, at the World Bank.

Agenda Item 2 Election of Co-Chairs

2. The meeting elected Mr. Robert Bamfo (Ghana) and Mr. Per Fredrik Ilsaas Pharo (Norway) as its Co-Chairs.

#### Agenda Item 3 Discussion of Forest Investment Program Design Document

3. The meeting reviewed document CIF/DMFIP.2/2, *Forest Investment Program Design Document*, which had been prepared by the Forest Investment Program Working Group. The meeting also took note of the strategic guidance that had been agreed by the SCF Trust Fund Committee when it reviewed the working group's proposal at its meeting in January 2009.

4. On the basis of two readings, the meeting prepared a revised design document which is annexed to this report. While recognizing that the entire document is still a draft, and therefore, none of the provisions are agreed, the meeting included within brackets text for which there were divergent views. The brackets serve to highlight pending issues which need to be resolved during the final design meeting.

5. The meeting noted that the information documents that were before the meeting had been prepared by the Administrative Unit to advance understanding of, or provide more information on, a number of issues raised in the design document, but that the meeting was not expected to negotiate or approve such documents. Therefore, the meeting did not agree to the content of the information documents.

#### Agenda Item 4 Next Steps

6. As agreed by the SCF Trust Fund Committee, the design document as revised by the meeting will be circulated for written comments. The document will be circulated to: all participants in the second design meeting, the SCF Trust Fund Committee, and country focal points for the CIF (where such focal points have been identified). The revised document will also be posted on the CIF website with a general invitation for comment.

7. Written comments on the revised design document should be submitted to the CIF Administrative Unit by March 27, 2009. All comments received on the document will be posted on the CIF website. Taking into account the written comments, the Administrative Unit will prepare for consideration at the final design meeting a revised document aimed at soliciting broad support.

8. Participants are also invited to submit written comments on the information notes that were prepared before the meeting by March 20, 2009. Where applicable, the Administrative

Unit will prepare, in consultation with the MDB Committee, revised information notes before the next design meeting.

9. The meeting noted that a final design meeting is scheduled for May 7-8, 2009, in Washington, D.C.

Agenda Item 5 Closing of the meeting

10. The meeting was closed by the Co-Chairs on Friday, March 6, 2009.

# Annex: DRAFT DESIGN DOCUMENT FOR THE FOREST INVESTMENT PROGRAM, A TARGETED PROGRAM UNDER THE SCF TRUST FUND

#### I. BACKGROUND

1. There is increasing consensus that addressing climate change is central to the sustainable development, economic growth and poverty reduction agenda. Increasing the resilience to climate change needs to combine both mitigation and adaptation measures. A delay in reducing greenhouse gas (GHG) emissions would significantly constrain opportunities to achieve lower stabilization levels and is likely to increase the risk of more severe climate change impacts. Climate change impacts have the potential to reverse hard-earned development gains and progress towards achieving the Millennium Development Goals.

2. Deforestation and degradation are the second leading cause of global warming. They account for approximately 18% of global greenhouse gas (GHG) emissions and over a third of emissions from developing countries. Although there remain divergent opinions as to how deforestation and forest degradation should be included in any future climate change regime, there is an emerging consensus that this issue must be effectively addressed. Several reports indicate that tackling forest loss is a critical activity in achieving stabilization of greenhouse gas concentrations in the atmosphere at a level that avoids the worst effects of climate change.

3. A recent 2007 UNFCCC study of investment and financial flows for forestry, reported that additional global investment and financial flows are needed to address the mitigation potential of forest-related measures. Additionally, while the direct and indirect drivers of deforestation and degradation are well known, there is limited knowledge regarding the relative effectiveness of alternative approaches to reversing those drivers under different national circumstances. Despite several decades of investment in efforts to reduce deforestation and degradation, there remain few examples of rigorous impact assessment, monitoring, and evaluation that would enable specific outcomes to be associated with specific interventions. There is thus an urgent need for the design of new investments in improved forest management to incorporate an explicit learning agenda to close this knowledge gap.

4. The Bali Action Plan calls for: "consideration of policy approaches and positive incentives on issues relating to reducing emissions from deforestation and forest degradation in developing countries; and the role of conservation, sustainable management of forests and enhancement of forest carbon stocks in developing countries."

5. Significant multilateral efforts to prepare developing countries for large scale efforts to reduce emissions from deforestation and forest degradation ( $\text{REDD}^1$ ) are underway, first and foremost through the World Bank facilitated Forest Carbon Partnership Facility and the United Nations Collaborative Programme on Reducing Emissions from Deforestation and Forest Degradation in Developing Countries (UN-REDD). These and other efforts, including national and bilateral programs in some developing countries, are expected to identify large scale

<sup>&</sup>lt;sup>1</sup> For purposes of the Forest Investment Program, REDD should be construed to mean activities consistent with paragraphs 1 (b) (iii) of the Bali Action Plan.

investment needs that will be prerequisites for the success of REDD activities on a national and global level.

6. Agenda 21 adopted at the United Nations Conference on Environment and Development (UNCED) recognized the need to strengthen forest-related national institutions, to enhance the scope and effectiveness of activities of the management, conservation and sustainable development of forests, and to effectively ensure the sustainable utilization and production of forests' goods and services in both developed and developing countries. A significant number of international and regional agreements, organizations and agencies are at the core of the forest financing architecture, with programs and projects implemented at the sub-national, national, regional and international levels. Many such programs and projects will contribute to the context and foundation for REDD initiatives by facilitating the readiness of countries to participate in REDD including their ability to adress the drivers of deforestation and forest degradation and to enhance the sustainable management of forests. Key organizations include Multilateral Development Banks (MDBs), UN, members of the Collaborative Partnership on Forests (CPF), bilateral aid programs, international NGOs, philanthropic organizations and the private sector.

7. The Strategic Climate Fund (SCF) was established to provide financing to pilot new development approaches or to scale-up activities aimed at a specific climate change challenge or sectoral response through targeted programs. An important objective of the SCF is to maximize co-benefits of sustainable development, particularly in relation to the conservation of biodiversity, natural resources ecosystem services and ecological processes. A Forest Investment Program (FIP) is to be established as a targeted program under the SCF to assist countries in their efforts to reduce emissions from deforestation and forest degradation by addressing the drivers of deforestation and degradation effectively.

8. Under the SCF the MDBs are to mobilize new and additional financing for adaptation and mitigation programs to address climate change that are country-led and designed to support sustainable development and poverty reduction. Activities financed by the FIP should be based on a country-led approach and should be integrated into country-owned development strategies, consistent with the Paris Declaration.

9. The FIP will draw upon the IPCC and the IPCC Good Practice Guidance for agreed definitions and terms related to forests and climate change while recognizing the evolving vocabulary within the UNFCCC process.

# II. OBJECTIVES AND PURPOSE OF THE FIP

10. The main purpose of the FIP is to support developing countries' REDD-efforts, providing up-front bridge financing for readiness reforms and investments identified through national REDD readiness strategy building efforts, while taking into account opportunities to help them adapt to the impacts of climate change on forests and to contribute to multiple benefits such as biodiversity conservation and rural livelihoods enhancements. The FIP will finance efforts to address the underlying causes of deforestation and forest degradation and to overcome barriers that have hindered past efforts to do so.

- 11. The FIP will be designed to achieve four specific objectives:
  - a) To serve as a vehicle to finance large scale investments necessary for the implementation of policies and measures that emerge from inclusive multi-stakeholder REDD planning processes at the national level and that lead to an effective reduction of deforestation and forest degradation and enhance the sustainable management of forests;
  - b) To promote transformational change that is, by combining a high degree of cross-sectoral ownership at the national level with a scale of international funding larger than is typically associated with forest finance, support change of a nature and scope sufficient to catalyze nationally significant shifts from 'business as usual' policies, practices and development paths, or to re-enforce ongoing progress towards conservation and sustainable use of forests, as well as resulting in globally significant reductions in forest-based emissions trajectories;
  - c) To generate understanding and learning of the links between investments and outcomes that is, by committing to apply rigorous a priori and ex post impact assessment, the FIP will ensure that the outcomes and effectiveness of FIP-supported interventions in reducing deforestation and degradation can be measured; and
  - d) To pilot replicable models to leverage additional and sustained financial resources for REDD – that is, to demonstrate approaches to implement REDD efforts in partnership with other sources of public and private finance to increase the volume and sustainability of support, and through this to provide valuable experience and feedback in the context of the UNFCCC deliberations on REDD.

#### III. FIP PRINCIPLES

12. The principles set out in the Governance Framework of the Strategic Climate Fund (SCF) apply to the FIP. In addition to the general SCF principles the following principles are important considerations for the FIP [siehe separate Kommentierung in Stellungnahme:

Neu 13. The overall principles are: a, h, i

Neu 14. Principles for the design and implementation of FIP activities are: b-g, j-m]:

- a) **Climate change mitigation potential.** FIP investment should lead to significant reductions in deforestation and forest degradation and promote policies and measures for improved sustainable forest management that lead to emissions reductions and protection, maintenance and enhancement of carbon reservoirs in forests [s. a. parallele Formulierung in 14a];
- b) **National ownership and national strategies.** FIP pilot programs should be country-led and –owned, should build on, enhance and strengthen existing nationally prioritized REDD efforts, and should respect national sovereignty;

- Inclusive processes and participation of all important stakeholders, including c) indigenous peoples and local communities. FIP-supported programs at the country level should be designed and implemented with the full and effective participation and involvement of - and with respect for the rights of - indigenous peoples and local communities, building on existing mechanisms for collaboration and consultation. [Such participation requires transparency in all phases of the FIP process, from the development of FIP [programs and strategies], to their implementation and evaluation. All stakeholders, including indigenous peoples and local communities, must have equal, full and timely access to information, including draft documents, prior to decision-making]. FIP-financed activities should, moreover, be based upon effective collaboration between indigenous peoples and local communities, government ministries, private sector companies and financial institutions in planning and implementing programs. FIP should also seek to engage other major stakeholders, such as major groups identified by Agenda 21;
- d) **Coordination with other REDD demonstration efforts.** The FIP should complement, be coordinated with and cooperate closely with other REDD demonstrations initiatives and ongoing REDD efforts, such as FCPF and UN-REDD. Where applicable the FIP should generate lessons for, and be informed by, other REDD initiatives on how to achieve scale and transformational impact in the implementation of REDD activities;
- e) **Measurable outcomes and results based support**. The FIP should be results based over time, and should promote measurable outcomes with regard to the effectiveness of FIP investments on REDD, livelihoods, climate resilience, biodiversity and other forest benefits. Performance measures and procedures for performance assessment should be part of the project design and should serve as a basis for course correction during the implementation;
- f) **Piloting.** The FIP should support pilot programs in order to demonstrate how to scale up resources and activities so as to achieve transformational change;
- g) **Forest related governance.** The FIP should capitalize on the lessons learned concerning inclusive and effective governance reform and support that the codependent relationship between such processes and forest related climate change outcomes is promoted and strengthened;
- h) Address drivers of deforestation and degradation and avoid perverse incentives. FIP programs and investment strategies must assess and address drivers of deforestation and degradation, including those outside the forest sector, and ensure a holistic national approach to REDD. Economic incentives and benefits systems must support sustainable forest practices by local forest dependent communities and, where appropriate, the private sector as well as the maintenance of ecosystem services;

- i) **Contribute to sustainable development.** The FIP should ensure that its investments make a contribution to the livelihoods and human development of forest dependent communities as well as generate biodiversity benefits and ecosystem services;
- j) **Safeguarding High Conservation Value Forests.** The FIP should safeguard High Conservation Value Forests and should not support the conversion or degradation of such forests;
- k) **Partnership with private sector.** The FIP should develop models for working with, and leveraging resources from, the private sector in effective implementation of REDD investment programs;
- 1) Cooperation with other actors and processes. The FIP should complement the aims and objectives of other global environmental conventions and processes also aiming to prevent deforestation and forest degradation and to maintain and enhance forests and their sustainable use, such as the Convention on Biological Diversity, the UN Convention to Combat Desertification, the Non-Legally Binding Instrument on all Types of Forests of the UNFF, and the International Tropical Timber Agreement. It should cooperate closely with other international agencies and partnerships, such as the CPF, and with other relevant stakeholders, including IPGs, NGOs, and the private sector;
- m) **Early, integrated and consistent learning efforts**. Learning opportunities should be integrated into FIP programming from the start, including, where applicable, identification of pilot program approaches with significant potential for replication, and building in mechanisms for learning lessons from both successes and failures in collaboration with relevant stakeholders. The FIP should proactively communicate these lessons to UNFCCC and others engaged in REDD efforts. The FIP should also seek to incorporate into its activities lessons learned from other relevant initiatives.

#### IV. COUNTRY ELIGIBILITY

- 13. Country eligibility of the FIP will be based on:
  - a) Official Development Assistance (ODA)-eligibility (according to the Organization for Economic Co-operation and Development/Development Assistance Committee (OECD/DAC) guidelines);
  - b) An active MDB country program. For this purpose, an "active" program means where an MDB has a lending program and/or on-going policy dialogue with the country.

#### V. CRITERIA FOR SELECTION OF PILOT PROGRAMS

14. Transformational impact through a few programs should be prioritized over limited impact in many programs. The number and extent of pilot programs will be proportional to the resources available, and can thus only be determined once there is a clear idea on the magnitude of contributions. The selection of pilot programs should be based on the following criteria:

- a) Country or regional pilot countries should have the potential to lead to significantly reduced greenhouse gas emissions from deforestation and forest degradation and further efforts to conserve, sustainably manage or enhance significant carbon reservoirs in forests [s.a. parallele Formulierung in alt 12a];
- b) Program potential to contribute to FIP objectives described above under "Section II. Objectives and Purpose of FIP", and adherence to the FIP principles described under "Section III. FIP Principles" [in III sind nicht die Prinzipien von sust. Dev genannt];
- c) Country preparedness and ability institutional and otherwise to undertake REDD initiatives and to adress drivers of deforestation, taking into account government efforts to date and government willingness to move to a strategic approach to REDD and to integrate the role of forests into overall sustainable development;
- d) Country distribution across regions and biomes, ensuring that pilot programs generate lessons on how to go to scale with respect to immediate action to curb high rates of deforestation and degradation, maintenance of existing carbon stocks within pristine forests (high forest, low deforestation countries), enhancement of carbon stocks on degraded forest lands and building effective capacities for sustainable forest management.

#### VI. FIP SUB-COMMITTEE

15. Consistent with the SCF Governance Framework, the SCF Trust Fund Committee will establish a Sub-Committee for the FIP to oversee the operations and activities of the Pilot Program.

- 16. It is proposed that the FIP-SC consist of:
  - a) up to six representatives from contributor countries to the FIP, identified through a consultation among such contributors, and at least one of which should be a member of the SCF Trust Fund Committee;
  - b) a matching number of representatives from eligible recipient countries to the FIP, selected on a regional basis and identified through consultations among such countries, at least one of which should be a Member of the SCF Trust Fund Committee. For this purpose, an eligible recipient country means any country which is eligible under Section IV above; provided, however, to the extent that any country is selected as pilot country for the FIP at the time of the selection of

the representatives, any such country on the list of pilot countries shall be given priority to represent eligible recipient countries under this paragraph;

c) [Two representatives each from indigenous peoples, NGOs, and the private sector, identified through an open and inclusive self-selection process.]

17. [Members referred to in paragraphs 16(a) and 16(b) will be decision-making Members. Members referred to in paragraph 16(c) will be decision making members on all matters, except with respect to decisions made in accordance with paragraph 21(g) for which they will be non-decision-making members.]

18. All pilot countries under the program, members of the MDB Committee and the Trustee may attend the FIP-SC as observers.

19. To ensure good linkages and effective cooperation with key partners so as to promote the efficient use of resources and complementarity with other sources of financing, the FIP-SC should seek advice from, and invite as active observers, representatives of other organizations with a mandate to promote forest and climate change investments, including the FAO, FCPF secretariat, the Global Environment Facility, ITTO, UNDP, UNEP, UNFCCC, UNFF, and UN-REDD technical secretariat.

[20. Civil society should also be invited to participate as active observers. Civil society representatives should be identified through an open and inclusive self-selection process. Equity and balanced representation should include consideration of gender representation, balanced representation among regions and balanced representation between international and local or national organizations.]<sup>2</sup>

# Functions of the FIP-SC

- 21. The FIP-SC will be responsible for:
  - 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) approving pilot country selection criteria and guidance to be followed by the expert group.
  - d) selecting pilot countries based on the recommendations of the expert group;
  - e) approving programming priorities, operational criteria and financing terms and modalities for the FIP, including modalities for private sector activities;
  - f) endorsing further development of activities in investment strategies for FIP financing;

<sup>&</sup>lt;sup>2</sup> Provisions related to observers from civil society will need to be clarified once paragraphs 16 and 17 are agreed.

- g) approving FIP financing for programs and projects;
- h) ensuring complementarity between activities foreseen for the FIP and activities of developing countries, other development partners active in the field of climate change and forests, including the FCPF and other MDB efforts, UN-REDD and other UN efforts, and GEF;
- i) 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;
- j) periodically reviewing 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
- k) exercising such other functions as they may deem appropriate to fulfill the purposes of the FIP.

#### VII. EXPERT GROUP

22. An Expert Group should be established and provided with appropriate criteria and guidance by the FIP-SC to make recommendations on selection of country or regional pilot programs for the FIP.

23. The Expert Group should include individuals, acting in their personal capacities, chosen on the basis of their expertise, strategic and operational experience and diversity of perspectives, including knowledge of scientific, economic, environmental and social aspects of conservation and sustainable use of forest ecosystems and climate change, gender and forestry, governance and institutional and development planning. The Expert Group members should be selected in accordance with criteria to be approved by the FIP-SC, taking into account professional qualifications of the experts. The group should be gender balanced, include experts from both developed and developing countries, indigenous peoples and local communities, and should receive support required to fulfill their functions properly.

# VIII. FIP PROGRAMMING PROCESSES<sup>3</sup>

24. Prior to convening of the Expert Group the FIP-SC should determine the number of pilot programs to be financed and criteria for country selection. Thereafter the Administrative Unit should inform eligible countries, through the country offices of the MDBs, of the pilot program and invite submission of an expression of interest to be considered as a pilot country.

25. The FIP-Sub Committee will select pilot country and regional programs taking into account the recommendations of the Expert Group.

<sup>&</sup>lt;sup>3</sup> See the Annex to this document for a flowchart of the programming process.

26. For each selected country or regional pilot program the MDBs concerned, including both the public and private sector units, will organize a joint mission to support the government or group of governments to develop an investment strategy. The development of the investment strategy should be inclusive, transparent and participatory, involving sectoral ministries, development partners working in the country, including bilateral development agencies, NGOs, indigenous peoples and local communities, the private sector and other stakeholders. Investment strategies should take fully into account existing national forest-related programs and national sustainable development strategies, and build on other climate and forest funding sources and initiatives, complementing the activities supported by them and leveraging further financial support.

27. The FIP-SC and observers invited to the SC will be informed in advance of the joint mission. The outcome of the collaborative exercise will be a [draft] investment strategy, developed under the leadership of, and owned by, the recipient country, for the use of FIP resources through a joint MDB program. Investment strategies will be submitted to the FIP-SC for review and endorsement for the further development of activities in such plans for FIP financing. [Proposed investment strategies will be made publicly available in-country and on the FIP website at the same time as they are submitted to the FIP-SC, allowing sufficient time for public review and comment before FIP-SC endorsement].

28. After endorsement of the investment strategy by the FIP-SC, concepts for projects and programs will be developed by the countries into detailed proposals. In developing such proposals it should be specified whether the program or project is to be executed by national, regional, or local governments, IPGs, community based organizations, NGOs, private enterprise or other members of civil society. The processing of a program or project will follow the MDB's policies and procedures for appraisal, MDB approval and supervision [including the relevant MDB's disclosure policy]. [Proposed programs and projects will be made publicly available incountry and on the FIP website at the same time as they are submitted to the FIP-SC, allowing sufficient time for public review and comment before FIP-SC approval].

29. Pilot countries should establish, or identify an existing, cross-cutting multi-stakeholder national level steering committee to assist in program planning, implementation, monitoring and evaluation.

#### IX. INDIGENOUS PEOPLES AND LOCAL COMMUNITIES DEDICATED INITIATIVE

30. The full and effective, continuous participation of indigenous peoples and local communities in the design and implementation of FIP pilot programs and national investment plans is crucial to their success, and will be highly dependent on strengthening the capacity of these groups to play an informed and active role in national REDD processes in general and FIP processes in particular, as well as on recognizing and supporting their tenure rights, forest stewardship roles, and traditional forest management systems. Specific grants should be made available to indigenous peoples and local communities as a component to each of the pilot programs.

31. The scope of activities eligible for support from a dedicated grant mechanism for indigenous peoples and local communities (and their designated support organizations) should include, inter alia, support for securing and strengthening customary land tenure and resource rights and traditional forest management systems of indigenous peoples and local communities; support for the development of pilot project proposals by indigenous peoples and local communities and their implementation; and support for the involvement of indigenous peoples and local communities in monitoring and evaluation of forest activities.

32. The operational principles and priorities, funding modalities and governance of such a grant mechanism should be developed through broad, transparent consultation with indigenous peoples and local communities (and their designated organizations) across all forest regions, and should build upon lessons learned from existing mechanisms. The terms of reference (ToR) for the development of a proposal for a dedicated mechanism will be drafted by the IP and civil society representatives selected to participate in FIP design meetings (or a subset thereof), in consultation with indigenous communities and local communities, and a qualified consultant(s) identified. A proposal will be presented to the final design meeting of the FIP-SC.

# X. MONITORING AND EVALUATION

33. Country level monitoring and evaluation should be coordinated through the multistakeholder national level steering committee referred to in paragraph 29.

34. The FIP-SC should report to the SCF Trust Fund Committee on results, outcomes and lessons learned of the pilot programs achieved at the programmatic, country and project level, based on the monitoring results of the MDBs and the results of the FIP-SC review of effectiveness and impact of FIP programs and activities. An independent joint evaluation of the operations of the FIP and its activities will be carried out after three years of operations by the independent evaluation departments of the MDBs. Lessons learned and results achieved through the FIP should be published and made publicly available. Full reporting criteria and a performance measurement framework will be proposed by the FIP-SC and approved by the Trust Fund Committee of the SCF. Performance criteria should include, but not be limited to, emissions reductions achieved or emissions avoided.

# Annex: Flowchart for FIP Programming

