

CLIMATE INVESTMENT FUNDS

November 15, 2011

Summary of the Co-Chairs
Joint Meeting of the CTF and SCF Trust Fund Committees
November 3, 2011

Co-Chairs

Mr. Zaheer Fakir, South Africa (CTF Co-Chair)
Ms. Jan Sheltinga, Canada (SCF Co-Chair)

OPENING

1. The meeting was chaired by Mr. Zaheer Fakir, Co-Chair of the CTF Trust Fund Committee, and Ms. Jan Sheltinga, Co-Chair of the SCF Trust Fund Committee.

ADOPTION OF THE AGENDA

2. The meeting reviewed the *Provisional Agenda* circulated as document CTF-SCF/TFC.7/1/Rev.3, and adopts the proposed agenda.

2011 ANNUAL REPORT ON THE CIF - “CIF FROM THE GROUND UP: INVESTING IN OUR GREEN FUTURE”

3. The joint meeting of the CTF and SCF Trust Fund Committees reviewed the draft *2011 Annual Report on the CIF - “CIF From the Ground Up: investing in Our Green Future”* (CTF-SCF/TFC.7/3) and welcomes the review of the experience and lessons learned from implementation of the CIF, with particular emphasis on renewables in the CIF portfolio. The meeting approves the report, subject to the incorporation of comments made at the meeting. The meeting requests the CIF Administrative Unit to publish the Annual Report and to make an online version available on the CIF website.

PROPOSED MEASURES TO IMPROVE THE OPERATIONS OF THE CIF

4. The joint meeting of the CTF and SCF Trust Fund Committees reviewed the documents, *Proposed Measures to Improve the Operations of the Climate Investment Funds* (document CTF-SCF/TFC.7/4) and *Climate Investment Funds: Lessons Learned through Private Sector Interventions through MDB Intermediaries* (document CTF-SCF/TFC.7/Inf.4), and approves the measures and associated follow-up actions to enhance the performance of the CIF proposed in document CTF-SCF/TFC.7/4, subject to the incorporation of comments made at the meeting. The CIF Administrative Unit is requested to collaborate with the MDB Committee to ensure that the approved measures and actions are carried out.

5. The joint meeting recommends the approval of the amendments to the CTF and SCF Governance Frameworks and the PPCR Design Document proposed in the annex to the document. The joint meeting requests the CIF Administrative Unit to take, in accordance with the procedures agreed in each Governance Framework, the steps necessary to seek the agreement of all current contributor countries to the respective fund, all recipient countries that have been allocated funding from the fund; and the Trustee to amend the Governance Frameworks.

6. Furthermore, the joint meeting approves the proposed amendments to the Rules of Procedure for each Trust Fund Committee.

CIF TRUST FUNDS: PARTICIPATION IN A NEW INVESTMENT TRANCHE

7. The joint meeting of the CTF and SCF Trust Fund Committees reviewed the document, *CIF Trust Funds: Participation in a new Investment Tranche* (document CTF-

SCF/TFC.7/5/Rev.1) and expresses its appreciation for the Trustee's efforts to seek opportunities to optimize the investment returns of resources held in the funds. The Trust Fund Committees did not, however, approve the participation of the CTF and SCF Trust Funds in the proposed new investment tranche.

CIF ADMINISTRATIVE COSTS – A REVIEW OF THE USE OF BUDGET RESOURCES AND WORK PROGRAM GROWTH FY09-12

8. The joint meeting of the CTF and SCF Trust Fund Committees reviewed the document, *CIF Administrative Costs - A Review of the Use of Budget Resources and Work Program Growth FY09-12* (document CTF-SCF/TFC.7/6), and takes note of the information provided regarding the CIF budgeting approach and the utilization of administrative budget funds.

9. The CIF Administrative Unit, working with the MDB Committee, is requested to continue to provide information on unit costs of the individual work program activities identified in Section V of the paper in its annual budget submissions to allow for better consideration of the costs of doing business.

PROPOSAL FOR LAUNCH OF INDEPENDENT EVALUATION OF THE CLIMATE INVESTMENT FUNDS

10. The joint meeting of the CTF and SCF Trust Fund Committees welcomes the proposal in document CTF-SCF/TFC.7/7, *Proposal for Launch of Independent Evaluation of the Climate Investment Funds*, regarding an independent evaluation of the CIF, and invites the independent evaluation offices of the MDBs to take steps to initiate an evaluation of the first three years of operations of the CTF and SCF as called for in the Governance Frameworks.

11. The joint meeting agrees that the scope of the independent evaluation should include two parts. The first part should examine the processes and procedures of the two funds, and in particular steps for preparation of investment plans and other processes for programming and preparing operations at the country level. The evaluation may also usefully review governance arrangements, functioning of Trust Fund Committees and Sub-Committees, and other design aspects of the CIF. The second part should examine the operations of the CTF, recognizing that the first disbursements under a project for the CTF occurred in August 2009, while SCF sub-programmes have not begun their operations on the ground.

12. The joint meeting agrees that the Co-Chairs of the meeting should prepare a letter inviting the heads of the independent evaluation offices to initiate an evaluation and to prepare a paper on their recommended approach to, and terms of reference and budget for, the joint evaluation for review and approval by the CTF and SCF Trust Fund Committees at their next joint meeting in May 2012.

OTHER BUSINESS

13. The joint meeting noted the information papers before the meeting and welcomes the good progress to date in moving towards implementing the results frameworks. The meeting

suggests the inclusion of-gender disaggregated employment indicator in the CTF core indicator list.

CLOSING

14. The meeting was closed on Thursday, November 3, 2011.