

CLIMATE INVESTMENT FUNDS

FIP/SC.6/CRP.5
June 30, 2011

Meeting of the FIP Sub-Committee
Cape Town, South Africa
June 29 and 30, 2011

PROPOSED DECISION BY FIP SUB-COMMITTEE ON AGENDA ITEM 5

The FIP Sub-Committee, having reviewed the *Investment Plan for the Democratic Republic of Congo*,

- a) endorses the Investment Plan as a basis for the further development of the projects foreseen in the plan and takes note of the requested funding of USD60 million in grant funding. The Sub-Committee requests the Government of the Democratic Republic of Congo and the MDBs, in the further development of the proposed projects, to take into account comments made by the Sub-Committee during the meeting and all written comments submitted by Sub-Committee members by July 15, 2011, and in particular:
 - i. to prepare an analysis of barriers to private sector engagement in sectors relevant to achieving the objectives of FIP and to take into account such analysis in the further development of program component of the plan “Engaging private sector in REDD+ in DRC”; and
 - ii. to ensure that the components of the plan are coordinated, both with each other and with other initiatives in the country, so as to promote synergies and the achievement of sustainable impacts contributing to the objectives of FIP.
- b) reconfirms its decision on the allocation of resources, adopted at its meeting in November 2010, that a range of funding for the country should be used as a planning tool in the further development of project and program proposals to be submitted to the FIP Sub-Committee for FIP funding approval. The range of funding agreed for the Democratic Republic of Congo is USD 40-60 million in FIP resources.
- c) approves a total of USD1.6million in FIP funding as preparation grants for the following projects to be developed under the investment plan:
 - i. USD300,000 for the project “*Addressing Deforestation and Degradation in the Kinshasa Supply Area*,” (World Bank);
 - ii. USD400,000 for the project “*Addressing Deforestation and Degradation in the Mbuji Mayi/Kananga Supply Area*,” (AfDB);
 - iii. USD400,000 for the project “*Addressing Deforestation and Degradation in the Kisangani Supply Area*,” (AfDB);
 - iv. USD250,000 for the project “*Small Grants Program to Promising Small-scale REDD+ Initiatives*,” (World Bank);
 - v. USD250, 000 for the project “*Engaging private sector in REDD+ in DRC*,” (World Bank).
- d) takes note of the estimated budget for project preparation and supervision services for the projects referenced above and approves a first tranche of funding for MDB preparation and supervision services as follows¹:
 - i. USD300,000 for the project “*Addressing Deforestation and Degradation in the Kinshasa Supply Area*,” (World Bank);
 - ii. US300,000 for the project “*Addressing Deforestation and Degradation in the Mbuji Mayi/Kananga Supply Area*,” (AfDB);
 - iii. USD300,000 for the project “*Addressing Deforestation and Degradation in the Kisangani Supply Area*,” (AfDB);

¹ For private sector projects, MDB preparation and supervision costs are determined at investment development stage and requested at a later point in time.

- iv. USD300,000 for the project “*Small Grants Program to Promising Small-scale REDD+ Initiatives*,” (World Bank);
- v. USD250, 000 for the project “*Engaging private sector in REDD+ in DRC*,” (World Bank).