



ADAPTATION FUND

AFB/B.18/2
21 June 2012

Adaptation Fund Board
Eighteenth Meeting
Bonn, Germany, 28-29 June 2012

ANNOTATED PROVISIONAL AGENDA

1. Opening of the meeting:

The meeting will be opened by the Chair of the Adaptation Fund Board, Mr. Luis Santos (Uruguay, GRULAC).

2. Organizational matters

a) Adoption of the agenda:

Documents: AFB/B.18/1, Provisional agenda and AFB/B.18/2, Annotated provisional agenda.

Action expected: The Board will be invited to adopt the agenda for the meeting and to raise any other matters it may wish to discuss, to be included on the agenda under item 13.

b) Organization of work:

Documents: AFB/B.18/1, Provisional agenda and AFB/B.18/2, Annotated provisional agenda.

Background: The Chair will propose to the Board the organization of work, in accordance with the Provisional timetable attached to document AFB/B.17/2.

Action expected: The Board will be invited to approve the organization of work as proposed by the Chair.

3. Report on activities of the Chair:

Document: None.

Background: The Chair of the Board will report on the activities carried out during the intersessional period.

Action expected: The Board will be invited to take note of the oral report

4. Secretariat activities:

Document: AFB/B.18/3 Report on the activities of the secretariat.

Background: The Manager of the secretariat will present the report contained in the above mentioned document.

Action expected: The Board will be invited to take note of the report.

5. Report of the Accreditation Panel:

Document: AFB/B.18/4 Report of the Accreditation Panel.

Background: The Chair of the Accreditation Panel, Ms. Angela Churie-Kallhaug (Sweden, WEOG), will present the Panel's report to the Board. The report contains recommendations on the accreditation of implementing entities and other issues related to the accreditation process.

Action expected: The Board will be invited to consider and adopt the recommendations of the Panel.

6. Report of the ninth meeting of the Project and Programme Review Committee (PPRC) on:

Document: the PPRC will issue its report after its ninth meeting that will take place on 26 - 27 June 2012.

Background: The Chair of the PPRC, Mr. Jeffery Spooner (Jamaica, GRULAC), will present the PPRC report to the Board. The report contains recommendations on:

- Issues identified during project and programme review;
- Project and programme proposals.

Action expected: The Board will be invited to consider and adopt the recommendations of the PPRC.

7. Report of the ninth meeting of the Ethics and Finance Committee (EFC) on:

Document: the EFC will issue its report after its ninth meeting that will take place on 26 - 27 June 2012.

Background: The Chair of the EFC, Mr. Yutaka Matsuzawa (Japan, Annex I), will present the EFC report to the Board. The report contains recommendations on the following issues considered by the EFC:

- Investigative procedure;
- Implementation of the 50% cap on MIE projects approvals;
- Project performance report (PPR) review process;
- Implementing entities fees;
- Implementation of the code of conduct;
- Financial issues.

Action expected: The Board will be invited to consider and adopt the recommendations of the EFC.

8. Issues remaining from the 17th Board meeting:

- a) *Performance review on the secretariat and trustee: report of the working group established by decision B.16/30:*

Document: AFB/B.18/Inf.7 *Performance review of the secretariat and trustee*

Background: CMP 6 requested to the Board to make available in its report to CMP 7 the performance reviews of the interim secretariat and of the interim trustee servicing the AF (decision 1/CMP.3, paragraph 33). Following the 12th AFB meeting, a group of Board members in consultation with the outgoing Chair prepared terms of reference for a consultant to review the performance of the secretariat and the trustee. The TORs were approved by the Board at its 13th meeting and the position was subsequently advertised. The top candidates were shortlisted and interviewed in the margins of the 14th meeting. Prior to the Board's 15th meeting, a consultant was hired, who reported on his work plan at the 15th meeting. He completed the review on 4 November 2011. The review was forwarded to the CMP for consideration at its 7th meeting. By decision /CMP.7 the Board was requested to submit to UNFCCC secretariat its views on the performance report as soon as possible after the first Board meeting of 2012, for consideration by the Subsidiary Body for Implementation (SBI) at its 36th session (May 2012). The Board decided to establish a working group to consider the performance review of the secretariat and trustee and report back at its 17th meeting¹. The Subsidiary Body for Implementation (SBI) at its thirty-sixth session took note of the views of the Adaptation Fund Board on the report on the review

¹ Decision B.16/30.

of the interim arrangements of the Adaptation Fund.² The SBI invited the Adaptation Fund Board to make available in its report to the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol (CMP) at its eighth session its views on the report on the review of the interim arrangements of the Adaptation Fund by 13 August 2012, in addition to those submitted in document FCCC/SBI/2012/INF.2. The SBI also agreed to invite the Adaptation Fund Board to provide additional information on the administrative costs of the Adaptation Fund Board and invited the [UNFCCC] secretariat, building on the information contained in document FCCC/KP/CMP/2011/6/Add.1, to “compile and synthesize available information including that in relation to the Least Developed Countries Fund and Special Climate Change Fund into an information document for its consideration at its thirty-seventh session, for the purpose of a comparative analysis by Parties of the administrative costs of the services of the Global Environment Facility as interim secretariat of the Adaptation Fund Board, the World Bank acting as an interim trustee for the Adaptation Fund and the Adaptation Fund Board”. The working group will present its report for discussion by the Board.

Action expected: The Board will be invited to consider the report by the working group and the invitation by SBI 36.

b) Regional projects/programmes:

Document: AFB/B.18/5, Consideration of issues related to regional projects/programmes, AFB/EFC.9/Inf.2, Regional Project Plans from RIE

Background: At its 13th meeting the Board decided to approve a cap of US\$ 10 million per country and to request the secretariat to present a proposal to the EFC on how regional projects/programmes could be considered within the cap³. At the 14th Board meeting the secretariat presented the requested document⁴ whose revised versions have subsequently been considered at the 15th, 16th and 17th meetings⁵. The Board at its 14th meeting also requested the secretariat to send a letter to accredited regional implementing entities (RIE) informing that they could present a country project/programme but not a regional project/programme until a decision has been taken by the Board. Both Committees considered the revised document prepared by the secretariat at their 8th meetings, following such discussions the Board decided to request the secretariat to consult with accredited and applicant RIE on their plans for regional projects/programmes and to inform the EFC at its next meeting; it further requested Board members and alternates to submit their views to the secretariat

² FCCC/SBI/2012/INF.2.

³ Decision B.13/23.

⁴ AFB/EFC.5/6.

⁵ Documents AFB/B.15/5, AFB/B.16/5/Rev.2, and AFB/PPRC.8/3 – AFB/EFC.8/11.

on the matter, and to form a working group to follow up on the issue. No submissions on issues related to regional projects/programmes have been received by the secretariat. Document AFB/B.18/5 summarizes the background of this matter. Document AFB/EFC.9/Inf.2 includes the result of the secretariat's consultations with the accredited RIE on their plans for regional projects and programmes for consideration by the committee.

Action expected: the Board will invite the Coordinator of the working group established by decision B.17/20 to report on the deliberations of the group. The Board will be invited to consider the report by the working group.

c) Report on the dialogue with bilateral and multilateral entities to support accreditation of NIEs:

Document: none.

Background: The Board will hold the second session of its dialogue with bilateral and multilateral entities on their efforts to support NIE accreditation. The German International Cooperation Agency (GIZ) will present on its activities to support NIE accreditation.

Action expected: the Board will be invited to take note of the report by GIZ.

d) Strategic discussion on objectives and further steps of the Fund:

This agenda item was introduced at the request of the current and former Board Chairs.

e) Legal support to the Board: current arrangements and conflict of interest:

This agenda item was introduced at the request of the current and former Board Chairs.

9. Communications and outreach:

Document: AFB/B.18/3 *Report on the activities of the secretariat.*

Background: The secretariat will report on its efforts related to the improvement of the Adaptation Fund website.

Action expected: The Board will be invited to take note of the report and make any decisions as appropriate.

10. Financial issues:

a) Presentation by Trustee on State and Trends in the Carbon Markets

Document: AFB/B.18/Inf.6, State and trends of the carbon market 2012 – World Bank report

Background: The trustee will make a presentation on the World Bank report about state and trends in the carbon markets.

Action expected: the Board will be invited to consider the information presented by the trustee.

b) CER monetization – proposed amendments to monetization guidelines

Document: AFB/B.17/Inf.4, Trustee presentation: update on status of resources and CER monetization.

Background: The trustee will make a presentation on the development of the monetization programme.

Action expected: The Board will be invited to take note of the presentation by the trustee and consider options for further monetization of CERs

c) Financial status of the Adaptation Fund Trust Fund

Document: AFB/EFC.8/7 Financial status of the Adaptation Fund Trust Fund

Background: The trustee will report on the financial status of the trust funds to the Board.

Action expected: The Board will be invited to consider and take note of the report presented by the trustee.

11. Date and venue of 19th Board meeting:

The Board will be invited to decide on the date and venue of its 19th meeting.

12. Dialogue with civil society organizations.

Document: AFB/B.18/Inf. 5, Provisional agenda of the civil society dialogue at the 18th Board meeting.

The Board will hold another session of its ongoing dialogue with civil society organizations.

Action expected: the Board will take note of the conclusions of the dialogue.

13. Other matters:

Action expected: The Board will be invited to discuss any other matters raised during the adoption of the agenda.

14. Adoption of the report:

Action expected: The Board will be invited to adopt the report of its 18th meeting.

15. Closure of the meeting.

PROVISIONAL TIMETABLE

Note: The Board will convene on 26 June 2012 at 9:00 in order to appoint the Board alternate members nominated by the LDCs and Annex I Parties constituencies.

Day 1, 28 June 2012

Morning Session

9:00 – 9:15	1	Opening of the meeting
	2 a)	Adoption of the agenda
	2 b)	Organization of work
9:15 – 10:00	8 a)	Performance review of the secretariat and trustee
10:00 – 10:45	8 d)	Strategic discussion of objectives and further steps of the Fund

10:45 – 11:00 Coffee break

11:00 – 11:15	3	Report of the Chair
11:15 – 11:30	4	Report of the secretariat
11:30 – 12:30	5	Report of the Accreditation Panel

Afternoon Session

14:00 – 14:45	6	Report of the PPRC
14:45 – 15:45	7	Report of the EFC

15:45 – 16:00 Coffee break

16:00 – 17:00	8 c)	Report on the dialogue with bilateral and multilateral entities to support accreditation of NIEs (GIZ)
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Day 2, 29 June 2012

Morning Session

9:00 – 9:45	8 b)	Regional projects/programmes
9:45 – 10:00	8 e)	Legal support to the Board Financial status of the Fund
10:00 – 10:30	9	Communications

10:30 – 10:45 Coffee break

10:45 – 11:30	10 a)	State and trends of the carbon markets
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11:30 – 12:30 10 b) CER monetization
 10 c) Financial status of the trust fund

Afternoon Session

14:00 – 14:15 11 Date and venue of AFB 19

14:15 – 15:00 13 Other matters

15:00 – 15:15 Coffee break

16:00 – 17:00 14-15 Adoption of the report and Closure of the meeting