



ADAPTATION FUND

AFB/B.11/2  
September 10, 2010

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Adaptation Fund Board  
Eleventh Meeting  
Bonn, September 16-17, 2010

Agenda Items 2 (a) and (b)

## **PROVISIONAL ANNOTATED AGENDA**

**1. Opening of the meeting**

The meeting will be opened by the Chair of the Adaptation Fund Board, Mr. Farrukh Iqbal Khan (Pakistan, non-Annex I).

**2. Organizational matters**

a) *Adoption of the agenda*

Documents: AFB/B.11/1/Rev.1 Provisional agenda and AFB/B.11/2 Provisional annotated 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 14.

b) *Organization of work*

Documents: AFB/B.11/1/Rev.1 Provisional agenda and AFB/B.11/2 Provisional annotated agenda.

Background: The Chair will propose to the Board the organization of work, in accordance with the Provisional timetable attached to document AFB/B.11/2.

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

**3. Report on the intersessional activities of the Chair**

Document: None.

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

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

**4. Report on the activities of the secretariat**

Document: AFB/B.11/3 Report on activities of the secretariat.

Background: 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.11/4 Report of the third meeting of the Accreditation Panel

Background: The Vice-Chair of the Accreditation Panel, Mr. Santiago Reyna (Argentina, GRULAC), will present the Panel 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 second meeting of the Project and Programme Review Committee (PPRC)**

Document: the PPRC will issue its report after its second meeting that will take place on September 15, 2010.

Background: The Chair of the PPRC, Mr. Amjad Abdulla (Maldives, SIDS), will present the PPRC report to the Board. The report contains recommendations on the proposals submitted and other issues related to the project and programme review process.

The PPRC received proposals from:

- a) Senegal (document AFB/PPRC.2/4)
- b) Egypt (document AFB/PPRC.2/5)
- c) Guatemala (document AFB/PPRC.2/6)
- d) Honduras (document AFB/PPRC.2/7)
- e) Madagascar (document AFB/PPRC.2/8)
- f) Mongolia (document AFB/PPRC.2/9)
- g) Niue (document AFB/PPRC.2/10)
- h) Uganda (document AFB/PPRC.2/11)

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

**7. Report of the second meeting of the Ethics and Finance Committee (EFC)**

Document: the EFC will issue its report after its second meeting that will take place on September 15, 2010.

Background: The Chair of the PPRC, Ms. Ana Fornells de Frutos (Spain, Annex I), will present the EFC report to the Board. The report contains recommendations on the following issues considered by the EFC:

- a) RMB: Project level results framework and baseline guidance document;
- b) Extension of the terms and conditions to the trustee' s services;

- c) MOU between the Board and implementing entities: proposal from UNDP;
- d) Financial issues.

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

## 8. Issues remaining from the tenth meeting of the Board

### a) *Initial funding priorities*

Document: AFB/B.11/5 *Initial funding priorities and resource allocations for the Adaptation Fund*

Background: Document AFB/B.11/5 is a reissuance of document AFB/B.10/5, drafted by the secretariat and considered by the Board at its tenth meeting.

Action expected: At its tenth meeting the Board decided to request submissions on this agenda item. As at the date of issuance of the present documents, the secretariat had not received any submissions. The Board will be invited to consider the issues outlined in the document and, based on the views expressed during the discussion, to decide on the following issues: eligible countries, cap per eligible country, allocation per region, criteria for prioritizing among eligible projects.

### b) *Funding for project formulation costs*

Document: AFB/B.11/6 *Funding for project formulation costs*

Background: At its tenth meeting the Board considered this issue when discussing the report of the PPRC, and decided: a) to approve in principle funding for project formulations costs for NIEs; b) to reconsider the issue of project formulation costs for MIEs at its eleventh meeting; c) to request the secretariat to prepare a note on project formulation costs that included a discussion on the practices of international funds when awarding funding for project formulation costs and the need for an amendment to the rules of procedure or the operational policies and guidelines of the Adaptation Fund Board; and d) that the funding for project formulation costs could be awarded retroactively to NIEs once a provision was made by the Board.

Action expected: The Board will be invited to consider the document prepared by the secretariat and to decide whether to allow funding for project formulation costs for MIEs and the level of this funding for both NIEs and MIEs.

c) *Implementing entities fees*

Document: AFB/B.11/Inf.6 *Information submitted by implementing entities on the requested fees for project/programme implementation*

Background: At its tenth meeting the Board considered this issue in the context of the discussion of the report of the PPRC. The Board decided to defer consideration of the issue until there was more information on the practice of charging management fees by the entities. The secretariat requested information on the rationale of the requested fees from all the entities that submitted project proposals. Document AFB/B.11/Inf.6 contains the responses received.

Action expected: The Board will be invited to consider the issue and to make a decision on the level of fees to be charged by the implementing entities.

d) *Vulnerability*

Document: AFB/B.11/Inf.7 *Vulnerability. Excerpts from IPCC WG II contributions to the 4<sup>th</sup> Assessment Report of the IPCC.*

Background: At its tenth meeting the Board heard a presentation by Dr Kristie Ebi, Executive Director of WG II of IPCC. The Board further requested a technical paper on the subject by the secretariat.

Action expected: The Board will be invited to consider the issue.

e) *Accreditation of non-invited multilateral institutions*

Document: none.

Background: At its tenth meeting the Board decided to consider the issue and to take an intersessional decision on whether to invite further multilateral organizations to submit their applications for accreditation as MIEs for the Adaptation Fund. During the intersessional period an agreement could not be reached, thus the item was included in the agenda of the present meeting. As of the date of issuance of the present document, the multilateral institutions that requested to be invited are: United Nations Capital Development Fund (UNCDF); Organization of American States (OAS); United Nations Office for Project Services (UNOPS); and Global Water Partnership (GWP).

Action expected: The Board will be invited to consider the issue and take a decision on whether to invite further multilateral institutions to submit applications for accreditation as MIEs.

9. **Draft report of the Board to CMP 6**

Document: AFB/B.11/7 *Draft report of the Board to CMP 6*

Background: The Parties to the Kyoto Protocol by decision 1/CMP.3, paragraph 5 (l) requested the Board to report on its activities at each session of the CMP. The draft report contained in document AFB/B.11/7 has been prepared by the secretariat.

Action expected: The Board will be invited to consider the draft report and provide inputs for its completion. The Board may also want to consider requesting the Chair, assisted by the secretariat, to finalize the report with the outcome of the present meeting.

## **10. Communications strategy**

Document: AFB/B.11/8 Communications strategy

Background: At its ninth meeting the Board decided to approve the terms of reference for a consultant to develop a communications strategy for the Board. The document AFB/B.11/8 contains the proposal of a communications strategy as it has been received from the consultant that developed it following that decision.

Action expected: The Board will be invited to consider the proposal as contained in document prepared by the consultant and to provide further inputs for its implementation.

## **11. CER monetization**

Document: AFB/B.11/Inf.5 Presentation on 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.

## **12. Financial issues**

- a) *Status of Resources of the Adaptation Fund Trust Fund and Administrative Trust Fund*

Document: AFB/EFC.2/5 Financial Status of the Adaptation Fund Trust Fund and the Administrative 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.

**13. Board Meetings for 2010**

Document: none.

Background: The secretariat will update the Board on the meetings schedule for the remainder of the year 2010.

Action expected: The Board will be invited to approve the meetings schedule proposed by the secretariat.

**14. Other Matters**

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

**15. Adoption of the Report**

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

**16. Closure of the Meeting**

## PROVISIONAL TIMETABLE

### ***Day 1, September 16, 2010***

#### *Morning Session*

9:00 – 9:30	1	Opening of the meeting
	2 a)	Adoption of the agenda
	2 b)	Organization of work
9:30 – 10:00	3	Report of the Chair on intersessional activities
10:00 – 10:30	4	Report on the activities of the secretariat
10:30 – 10:45		<i>Coffee break</i>
10:45 – 12:00	5	Report of the Accreditation Panel

#### *Afternoon Session*

14:00 – 15:30	6	Report of the PPRC
15:30 – 15:45		<i>Coffee break</i>
15:45 – 16:30	7	Report of the EFC
16:30 – 17:00	8 d)	Vulnerability

### ***Day 2, September 17, 2010***

#### *Morning Session*

9:00 – 9:45	8 a)	Initial funding priorities
9:45 – 10:15	8 b)	Project formulation costs
10:15 – 10:30		<i>Coffee break</i>
10:30 – 11:00	8 c)	Implementing entities fees
11:00 – 11:30	8 e)	Accreditation of non-invited multilateral institutions
11:30 – 12:00	9	Draft report of the Board to CMP 6

#### *Afternoon Session*

14:00 – 14:30	10	Communications strategy
14:30 – 15:00	11	CER monetization
15:00 – 16:00	12	Status of resources of the Adaptation Fund



16:00 – 16:15		<i>Coffee break</i>
16:15 – 16:30	13	Board meetings for 2010
16:30 – 17:00	14	Other matters
	15	Adoption of the report
	16	Closure of the meeting