



ADAPTATION FUND

AFB/EFC.23/2
3 October 2018

Adaptation Fund Board
Ethics and Finance Committee
Twenty-third Meeting
Bonn, Germany, 9-10 October 2018

ANNOTATED PROVISIONAL AGENDA

1. Opening of the meeting.

The Chair of the Ethics and Finance Committee (EFC), Ms. Tove Zetterström-Goldmann (Sweden, Annex I Parties) will open the meeting.

2. Organizational matters:

a) Adoption of the agenda;

Documents: AFB/EFC.23/1, Provisional agenda and AFB/EFC.23/2, Annotated provisional agenda.

Action expected: The EFC will be invited to adopt the agenda for the meeting and to raise any other matters it may wish to discuss. These other matters will be included on the agenda under item 8.

b) Organization of work.

Documents: AFB/EFC.23/1, Provisional agenda and AFB/EFC.23/2, Annotated provisional agenda.

Background: The Chair will propose to the EFC the organization of work as suggested in the attached provisional timetable.

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

3. Annual performance report for the fiscal year 2018.

Document: AFB/EFC.23/3, Annual performance report for the fiscal year 2018.

Background: The secretariat will present the annual performance report for the fiscal year 2018 for consideration by the EFC. This year report provides a wide range of information on the progress of Medium-Term Strategy (MTS) implementation during the reporting period, following the strategy foci of: Action, Innovation, and Learning and Sharing. Additionally, diverse analyses on information captured since the inception of the Fund in 2010 are presented.

Action expected: The EFC will be invited to consider the annual performance report for the fiscal year 2018 contained in document AFB/EFC.23/3, and to make a recommendation to the Board for approval.

4. Update on the establishment of the Fund's evaluation function.

Document: None.

Background: The Board, at its thirty-first meeting, decided to approve the terms of reference for the Technical Evaluation Reference Group of the Adaptation Fund (AF-TERG) and to establish the AF-TERG Recruitment Working Group composed of the Board members and alternates (Decision B.31/25). The AF-TERG Recruitment Working Group, with the support of the secretariat, will provide an update on the progress of the necessary arrangements for the recruitment of the AF-TERG chair and members.

Action expected: The EFC will be invited to consider and take note of the update presented by the AF-TERG.

5. Implementation of the management response to the second phase of the overall evaluation of the Fund.

Document: AFB/EFC.23/Inf.1, Management response to the Overall Evaluation of the Fund (2nd phase) and action plan.

Background: The Board, at its thirty-first meeting, decided to take note of the draft report of the second phase of the overall evaluation of the Adaptation Fund as contained in document AFB/EFC.22/9 and to request the Independent Review Panel to supervise the finalization of the report (Decision B.31/30). During the intersessional period between the thirty-first and thirty-second meetings of the Board, the final report was finalized by the evaluation group and circulated to the Board by the secretariat. The secretariat supported the Chair of the Board in preparing a management response to the report and circulated it to the Board for approval.

Action expected: The EFC will be invited to consider and take note of the information presented by the secretariat.

6. Accreditation standards related to anti-money-laundering/countering the financing of terrorism.

Documents: AFB/EFC.23/4, Accreditation standards related to anti-money-laundering/countering the financing of terrorism and AFB/EFC.23/4/Add.1.

Background: The Board, at its thirty-first meeting, decided to request the Accreditation Panel to consider whether there is a need to introduce accreditation standards related to anti-money-laundering/countering the financing of terrorism, and if it determined that there is, to identify which capacities should exist within the implementing entity applicant and which capacities of other institutions could be relied on, and to present a proposal on the matter to the Ethics and Finance Committee (EFC) at its twenty-third meeting (Decision B.31/26).

Action expected: The EFC will be invited to consider the information in documents AFB/EFC.23/4 and AFB/EFC.23/4/Add.1, and to make a recommendation to the Board for approval.

7. Financial issues:

a) Financial status of the Trust Fund and CER monetization;

Document: AFB/EFC.23/5, Adaptation Fund Trust Fund: Financial report prepared by the trustee (as at 30 June 2018).

Background: The trustee will report on the financial status of the trust fund to the EFC.

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

b) Reconciliation of the Board and secretariat, and trustee budgets for the fiscal year 2018.

Document: AFB/EFC.23/6, Reconciliation of the Board and secretariat, and the trustee budgets for the fiscal year 2018.

Background: The secretariat and the trustee will present the reconciled budgets for fiscal year 2018 (1 July 2017 – 30 June 2018).

Action expected: The EFC will be invited to consider and take note of the reconciled budgets of the Board and the secretariat, and the trustee for the fiscal year 2018.

8. Other matters.

EFC members will be invited to discuss any other matters raised during the adoption of the agenda.

9. Adoption of the recommendations and report.

10. Closure of the meeting.

PROVISIONAL TIMETABLE**Day 1: 9 October 2018***Morning session*

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| 9:00 – 9:30 | 1 | Opening of the meeting |
| | 2 a) | Adoption of the agenda. |
| | 2 b) | Organization of work. |
| 9:30 – 10:30 | 3 | Annual performance report for the fiscal year 2018. |
| 10:30 – 10:45 | | <i>Coffee break</i> |
| 10:45 – 11:15 | 4 | Update on the establishment of the Fund's evaluation function |
| 11:15 – 12:15 | 5 | Implementation of the management response to the second phase of the overall evaluation of the Fund |

Afternoon session

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| 14:00 – 15:00 | 6 | Accreditation standards related to anti-money-laundering/countering the financing of terrorism |
| 15:00 – 15:15 | | <i>Coffee break</i> |
| 15:15 – 15:45 | 7 a) | Financial status of the Trust Fund and CER monetization |
| 15:45 – 16:15 | 7 b) | Reconciliation of the Board and secretariat, and trustee budgets for the fiscal year 2018 |
| 16:15 – 16:45 | 8 | Other matters |

Day 2: 10 October 2018*Morning session*

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| 10:00 – 10:30 | | <i>Coffee break</i> |
| 10:30 – 11:30 | 9 | Adoption of the recommendations and report |
| | 10 | Closure of the meeting |