Forest Carbon Partnership Facility

Stocktaking of Progress made in achieving objectives of the Carbon Fund

Ninth Meeting of the Carbon Fund

Brussels

April 9-11, 2014

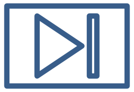
FOREST CARBON PARTNERSHIP FACILITY

Outline

1. Snap shot of progress on Barcelona Action Plan (Meeting of May 2011)
2. FCPF M&E framework and indicators relevant to the Carbon Fund
3. Discussion

Key to Symbols

 **Completed**

 **Work Ongoing – no Completion expected**

 **Work in Progress**

Action Plan: 6-Month Goals (expected by October 2011 meeting)

Carbon Fund Participants

	CF6	CF9
Agree ER-PIN template		
Agree Carbon Fund Rules of Procedure		
Initiate a strategic discussion on the future of the Carbon Fund		

Participants Committee

Discusses draft policy guidance on Valuation/Pricing Approach		

Facility Management Team

Shares draft Methodological Framework with PC		
Proposes Readiness Package outline to PC		

Action Plan: 1-Year Goals (Expected by June 2012)

Participants Committee (text in black is from FCPF M&E Framework)	CF6	CF9
Adopts first draft of Readiness Package guidelines and Readiness Package assessment process by PC11 -Assessment Framework on Readiness Package to be published following adoption at PC14		
<u>Agrees</u> policy guidance on Valuation/Pricing Approach *PC agreed to the guiding principles on the valuation/Pricing Approach (PC12)*		
Agrees Methodological Framework *PC agreed to the guiding principles to the Methodological framework*		
<u>Next steps</u> Fully developed draft by CF7 (June 2013) Meth. Framework endorsed by CF8 (December 2013)		
Agrees General ERPA Conditions -Fully defined ERPA Term Sheet by PC14 -*ERPA General Conditions endorsed by PC18 (Nov-Dec 2014)*		

Action Plan: 1-Year Goals (Expected by June 2012)

Facility Management Team / Trustee	**CF6**	**CF9**
Signs Participation Agreements with at least 2 additional private Participants (depends on developments in REDD+ regulatory framework) -2 new private sector participants by 2014		
Achieves current capitalization target of US$200 million		
Signs Letters of Intent for between 1 and 3 ER Programs -*First letter of intent signed in 2013*		

Action Plan: 3-Year Goals (To be completed by June 2014)

Sign at least 3 ERPAs representing a value of approximately 60% of the "available capital for ER Purchases" from the capitalization target of US$200 million -Minimum of 5 signed ERPAs by 2015 -Amount of ER purchases following ERPA signature 10 M USD in FY15 50 M USD in FY16 70 M USD per annum FY17-19 85 M USD in FY20	Revised target per M&E Framework
Review and revise FCPF framework as necessary (i.e., Methodological Framework, Valuation/Pricing Approach, etc.)	As required
Capture and disseminate the lessons learned in the first 3 years of fund operations Evaluation of preparatory work and first operational activities of the CF in 2015	CF participants guidance sought

M&E Targets relevant for Carbon Fund

- Log frame-Outcome 2 Indicators (*Selected FCPF countries demonstrate key elements (carbon accounting, programmatic elements and pricing) of performance based payment systems for ERs generated from REDD+ activities with a view to ensuring equitable benefit sharing and promoting future large scale positive incentives for REDD+*)

Indicator	Target
Number of pilots where C accounting, programmatic elements and pricing are operating as planned	A minimum of 5 (by 2017)
Number of pilots in which benefit sharing scheme is being implemented to plan	All pilots operational with a minimum of 5 by 2017
Average % of monetary benefits shared with beneficiaries in approved pilots	To be defined at the time of preparation of benefit sharing plans and ERPA signature

M&E Targets relevant for Carbon Fund

- Log frame-Output level Indicators

Result	Indicator	Target (FY)
Standards and preparations in place for high quality ER programs discussed and endorsed by CF Participants and/or PC	Details in previous slides	
Countries have entered into portfolio of the Carbon Fund	Number of early ideas or ER Programs presented by countries to the CF	10 by 2015
	Number of REDD countries with signed ERPAs	Minimum of 5 by 2015

Initiate a strategic discussion on the future of the Carbon Fund

- Discussion regarding profile of the Carbon Fund portfolio
  - Type, size of ER programs
  - Criteria
  - Need for diversity in programs
- Several aspects have been discussed as part of work on Methodological framework, origination of ER-PINs and decisions have/are being made
- CF Participants may want to highlight issues that merit consideration in future

THANK YOU!

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