



Forest Carbon Partnership Facility

FMT's Report: Progress since PC22

Twenty-third Meeting of the Participants Committee (PC23)

Washington, DC

March 27-29, 2017

This presentation will cover:

Updates since the PC22 (September, 2016 in Accra, Ghana) on:

- Financial Summary
- Portfolio Progress
- Disbursement
- Portfolio Monitoring
- IP/CSO Capacity Building Program
- Private Sector Engagements
- Sharing Knowledge
- Carbon Fund Updates





Financial Summary

Financial Summary of the FCPF

Committed funds to the Facility now total over \$1.1 billion:

- **Readiness Fund: \$369 million**
- **Carbon Fund: \$727 million**





**Progress made
since PC22**

Continued country progress on REDD+ Readiness:

Progress since PC22:

- **2 Readiness Preparation Grants** signed (Argentina, Belize)
- **3 Additional Financing Grants** signed (Indonesia, Nepal, Vietnam)
- **4 Mid-term Report** reviewed **virtually** (Bhutan, Lao PDR, PNG, Peru), including requests for additional funding
- **4 Mid-term Reports** to be reviewed at this PC23 (Cameroon, Colombia, Honduras, Sudan), including requests for additional funding
- **1 additional R-Package** to be reviewed at this PC23 (Mozambique)

Reporting on selected output as per M&E indicators

Item	M&E Target	Cumulative PC22	Cumulative PC23 (Change since PC22)	Forecast to PC24 (cumulative)
R-PPs	30+ R-PPs by 2015	45	45	45
Grant agreements	30+ signed grant agreements by 2015	39	41 (Argentina, Belize)	43

Remaining REDD+ readiness grants

CAR	FY17
Kenya	No target
Paraguay	FY17



Reporting on selected output as per M&E indicators

Item	M&E Target	Cumulative PC22	Cumulative PC23 (Change since PC22)	Forecast (cumulative)
Mid-term progress reports	20+ by 2015; 25+ by 2018	18	26 (Bhutan, Lao PDR, PNG, Peru, Cameroon, Colombia, Honduras, Sudan*)	32 by PC24
Supplemental Grant for additional \$5 million signed	No target	6	9 (Indonesia, Nepal, Vietnam)	18 by PC24
R-Packages	2 by 2014; 8 by 2015; 20+ by 2018	8	9 (Mozambique*)	14 by PC24

*to be approved at PC23

A woman with a colorful headscarf stands in a lush green cornfield. She is wearing a dark green top with a light-colored collar. The corn plants are tall and vibrant green, with some tassels visible. The background is slightly blurred, showing more of the field and a bright sky.

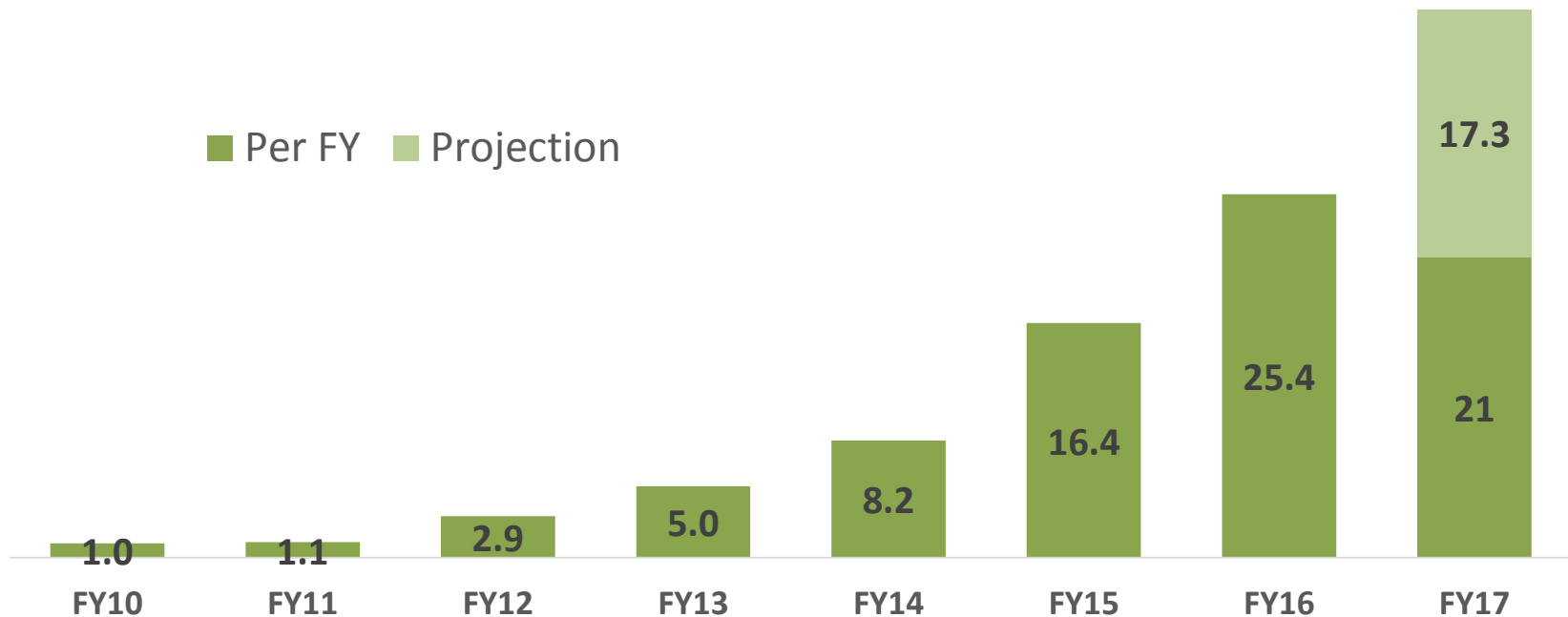
Disbursements

Commitments and Disbursements

Commitments and disbursements	Total	WB (all 35 other countries +11 add'l funding grants)	UNDP (Cambodia, Honduras, Kenya, Panama, Paraguay, PNG, and Suriname)	IDB (Guatemala, Guyana, Peru)
Grant Allocations by the PC	\$253.6 m	\$209.4 m	\$27.8 m	\$16.4 m
Change since PC22	\$20 m	\$15 m	\$5 m	
Commitments as per signed legal agreements	\$199.0 m	\$168.6 m	\$19.0 m	\$11.4 m
Change since PC22	\$20.2 m	\$20.2 m		*
Disbursements	\$93.4 m	\$80.9 m	\$10.1 m	\$2.4 m
Change since PC22	\$25.7 m	\$21.1 m	\$4.6 m	*

Disbursements of Readiness Grants

FCPF Grant Disbursement \$m by Fiscal Year (FY10-17)



Total Grant Disbursements to date are **\$80.9 million*** (*World Bank only)

A lush, dense tropical forest with a variety of green trees and foliage. In the background, a range of blue mountains is visible under a clear sky. The text 'Portfolio Monitoring' is overlaid in the center in a large, white, sans-serif font.

Portfolio Monitoring

Portfolio Review

Are we on track? Where are bottlenecks?

- Keeping in mind that the **term of the Readiness Fund is 2020**, the FMT is undertaking regular, more in-depth **portfolio reviews** to identify where progress is stalling.
- The objective is to **proactively identify bottlenecks** that specific countries are facing and **identify action on how to address them.**

Portfolio Review

Lag in approval and effectiveness of grants:

Grant	Number of countries	Lag time	Action taken since PC22 [no longer in exception report]
Lag from PC allocation to approval by Delivery Partner > 3 months			
\$3.8m readiness grant	1 (Kenya (out of 45))	6+ years	Paraguay
\$5m additional grant	5 (Cambodia*, Cote d'Ivoire, Guatemala, Madagascar*, Uganda) (out of 18)	10 - 26 months	Chile, Mexico, Nepal
Lag from approval by Delivery Partner to grant signing/effectiveness > 3 months			
\$3.8m readiness grant	1 (CAR*) (out of 42)	8 months	Argentina, Belize
\$5m additional grant	1 (Chile*) (out of 11)	3.5 months	

* Reporting shows that actions is underway and countries are expected to meet the next milestone shortly. ¹⁴

Portfolio Review

Reporting:

Grant	Number of countries	Lag time	Action taken since PC22 [no longer in exception report]
Stale Mid-term Reports (> 6 months lag from due date as per legal agreement)			
\$3.8m readiness grant	El Salvador Nigeria* Guyana Suriname*	6 – 18 months	

*MTR overdue, but MTR process underway and expected to be presented before or at PC24.



Portfolio Review

Disbursements:

Grant	Number of countries	Lag time	Action taken since PC 22 [no longer in exception report]
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Signed grants with zero disbursements in the last 6 months

\$3.8m readiness grant	Argentina Dominican Republic Mexico		Guyana
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High undisbursed balance (less than 50% disbursed after 1.5 years)

\$3.8m readiness grant	Bhutan (40% disbursed at 24 months) Burkina (11% disbursed at 25 months) Colombia (33% disbursed at 22 months) Dominican Republic (13% disbursed at 22 months) El Salvador (41% disbursements at 39 months) Fiji (17% disbursed at 20 months) Mexico (44% disbursements at 22 months) Pakistan (22% disbursed at 21 months) Sudan (36% disbursed at 25 months) Togo (32% disbursements at 26 months)		
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A photograph of three men walking on a gravel path next to a river. They are carrying large bundles of green bamboo poles on their backs. The man in the foreground is wearing a black t-shirt and dark pants. The man in the middle is wearing a dark shirt and a patterned sarong. The man in the background is wearing a dark shirt and a purple headband. The path is wet with puddles. The background shows a lush green landscape with trees and a wooden structure made of bamboo poles.

IP/CSO Capacity Building Program

Capacity Building Program for Forest-Dependent Peoples and Southern CSOs

The CBP has been implemented in two phases:

- **Phase 1**

- Under this phase, indigenous peoples' and civil society organizations were selected and contracted as consultants to carry out specific capacity building activities in line with the overall objectives of the CBP
- This phase wrapped up in April 2016, and a draft Final Report has been prepared

- **Phase 2**

- This phase of the CBP currently involves a total of U\$3,047,394 in funding, not including operating costs
- Activities under this phase are being implemented according to the World Bank's Small Recipient-Executed Grants Funding Guidelines
- To-date, 5 of 6 grant-funded projects have been approved by the World Bank and are disbursing. The 6th project (CSOs Asia) is currently going through final stages of review.

Conclusions/Observations from CBP Phase 1

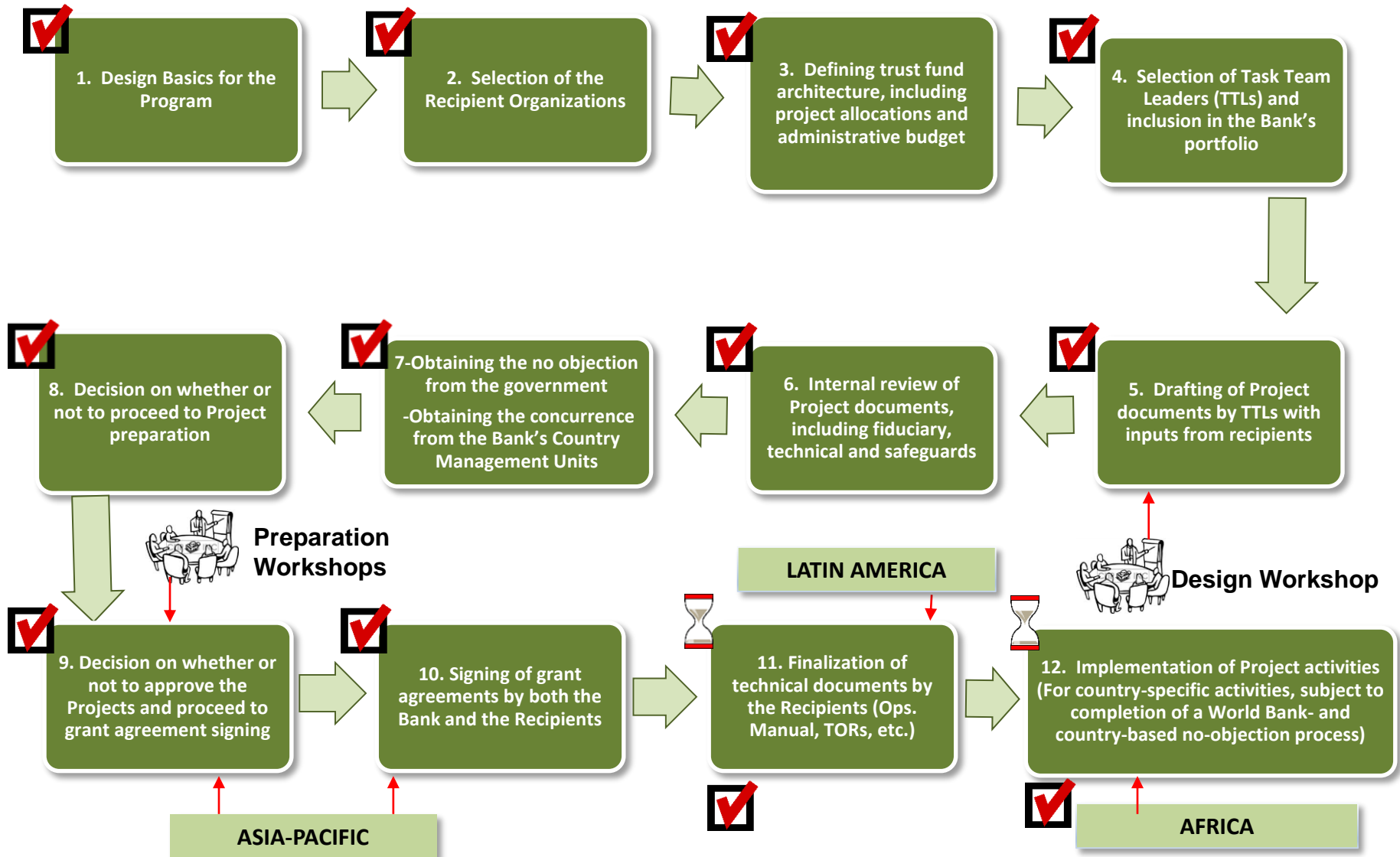
The diverse activities supported by Phase 1 of the FCPF CBP have contributed to enhance REDD+ capacity building and awareness. Several observations and conclusions are suggested by the activities supported by this phase:

- Many of the activities prioritized implementing capacity building at the local or sub-national level
- The link among lands, forests, resources and indigenous peoples' rights and REDD+ was a paramount and recurrent capacity building theme
- Many of the activities relied on partnerships with national or international non-governmental organizations and, in some cases, with government agencies
- The proper integration of gender concerns still needs reinforcement
- The transition from Phase 1 to the new model of implementation of the CBP in its 2nd phase has been difficult, both for the Recipient Organizations and the World Bank

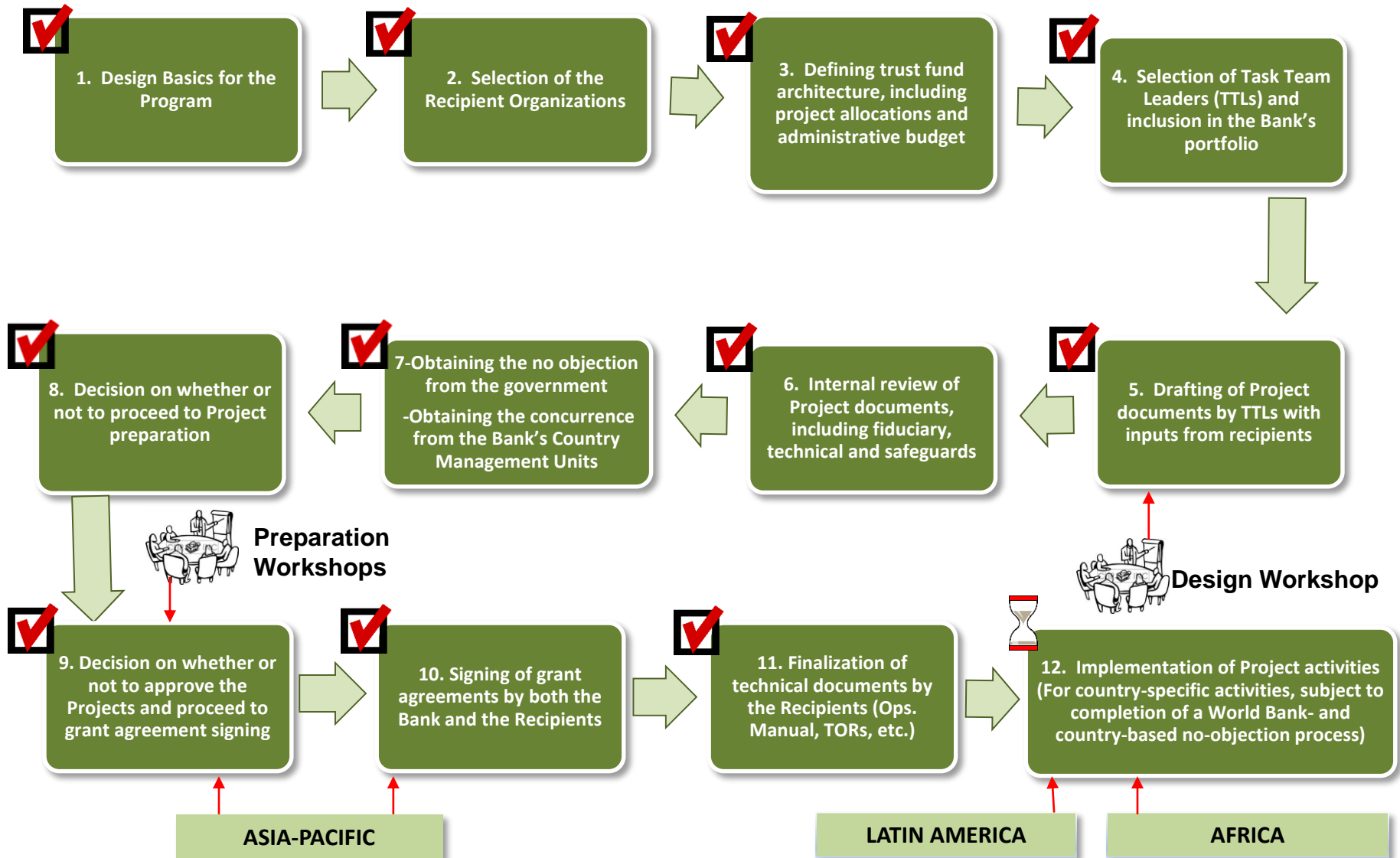
Recommendations from CBP Phase 1

- **Reaching a broad range of stakeholders at the national and local levels:**
 - Within budgetary limitations, capacity building activities should seek to engage with as broad and diverse an audience as possible in the beneficiary countries
- **Using existing processes, organizations and institutions:**
 - Capacity building and awareness raising activities should be carried out by existing organizations that are recognized by communities and their respective governments
- **Ensuring active participation:**
 - Modes of engagement with communities should ensure a two-way dialogue that allows for feedback from communities and demonstrates how that feedback has been taken into account
- **Putting special emphasis on the issues of land tenure and livelihoods:**
 - Capacity building activities and regional discussions should devote special attention to issues of land tenure and livelihoods enhancement in the context of REDD+
- **Recording and publishing results:**
 - Records of training sessions and workshops (national and regional) should be prepared and publicly disclosed in a culturally appropriate way, including in local languages

CBP Phase 2: Overview of Progress in Sept. 2016



CBP Phase 2: Overview of Current Progress



CBP Phase 2: Overview of Current Progress (II)

- **Advances since PC22:**

- Five of the six Projects have been approved by the World Bank and had their grants signed by both the Bank and the Recipient Organizations
- The two Projects for the Africa region, the two Projects for the Latin America & Caribbean region, and the Project for IPs in the Asia-Pacific region are all under implementation
- For the remaining Asia-Pacific IP (covering East Asia and South Asia) program is pending approval, discussion underway on this
- A launch workshop for the Asia-Pacific IPs Project took place from 19-21 December 2016 in Baguio, the Philippines, whereas an implementation support mission for both Africa Projects took place in Nairobi, Kenya from 6-10 February 2017

Pan-African CBP Progress

- Since they became effective, the project benefiting IPs and the project benefiting CSOs/LCs in AFR have been implemented virtually together
 - Inception workshop for both projects was held in the margins of PC22 meeting in Accra, Ghana
 - In this workshop, an independent Technical Advisory Committee (TAC) for the projects selected sub-projects from 11 countries for support
- As of March 1st, several of these sub-projects are under implementation; all of them are expected to become operational by March 30th
- Disbursements for the IPs project (MPIDO) is at 49%, whereas disbursements for the CSOs/LCs project (PACJA) is at 42%
- Linkage with national REDD+ programs: The country-based REDD+ focal points have been brought into the loop, to ensure their concurrence with the proposed sub-projects
- Financial Management and Procurement: A consultant will be engaged to support both MPIDO and PACJA on procurement procedures

Private Sector Engagement



Private sector engagement – at global level

Zero-deforestation Cocoa

- **FCPF (jointly with BioCF and PROFOR) is financing analytical work** for a new initiative of the World Cocoa Foundation (WCF) to end deforestation and forest degradation in the cocoa supply chain.
- **Last month, 12 WCF members, IDH and The Prince's International Sustainability Unit (ISU) organized a collective industry commitment to end deforestation and forest degradation** that was announced in London on March 16, 2017.
- **Results of the engagement will be an actionable suite of measures to end deforestation and forest degradation**, while improving the livelihoods of smallholder farmers working in the cocoa supply chain, to be announced at the UNFCCC COP23 in November, 2017.



Private sector engagement – at global level

Commodities/Jurisdictions Approach (cooperation on work led by multi-stakeholder group with TF2020):

- The FMT has participated in the standards review process by the Brain Trust group.
- FCPF's Methodological Framework (MF) was accepted as a qualifying standard for the approach.
- This offers a concrete incentive to engage private sector in program design and seek opportunities for co-investment in REDD+ programs.
- This also offers additional incentives and diversification of approaches as countries develop ER-Programs in line with the MF.

Private sector engagement – at program level

- **Deepening existing relationships** aiming for scaled-up investments at the program level (e.g. Cote d'Ivoire, Ghana, Republic of Congo).
- **Identifying new opportunities** for private sector engagements. Some examples:
 - **Burkina Faso:** Government and consortium of local and international companies are moving forward with a PPP agreement to collaborate on deforestation-free shea butter.
 - **Cameroon:** Early discussions are underway to expand IFC/Cargill program focused on training cocoa farmers. Furthermore, a number of private sector companies with business in the ER-Program area have agreed to actively participate in program development and indicated interest for potential partnerships around specific commodities.



Image Credit: Daveymin

Strategic Engagement – at global level

GCF

GCF recently had a call for inputs for RBF for REDD+ to which the WB has input. A more general update on the GCF will be provided in a later agenda item



UNFCCC

These have mainly been informal technical exchanges since PC22



United Nations
Framework Convention on
Climate Change

ICAO

CORSIA (Carbon Offsetting & Reduction Scheme for International Aviation) calls for international aviation to offset emissions, through emissions units arising from e.g., programs such as REDD+.

ICAO will be covered under a later agenda item:
Update on other initiatives





Sharing Knowledge & Raising Visibility

REDD+ Tools and Trainings

Comprehensive report on “Emissions Trading Registries – Guidance on Regulation, Development and Administration” was published in October 2016.



Regional “train the trainers” workshop on forest monitoring, Abidjan, Côte d'Ivoire, Feb 6 – 10, 2017

Regional experts on MRV were trained on:

- [REDD+ Decision Support Toolbox](#)
- [GOFC-GOLD Training Modules](#)
- [REDD+ Cost Assessment Tool](#)



REDD+ Training Workshops

Global stakeholder meeting of IP and CSOs engaged in REDD+ specifically focusing on the proceedings of the Carbon Fund held in Washington, DC, in October 2016



South-South-Knowledge Exchange on Safeguards for REDD+, in, Temuco, Chile, March 20-24, 2017

- Self-organized by Chile & Mexico.
- FCPF only financed participation of additional countries from Central America. Excellent example of self-initiated South-South-learning that we can support financially.



Coordination with PROFOR to provide knowledge resources for REDD+ Countries

- We continue our collaboration with PROFOR including attending their annual donor meetings
- **Join forces on strategic knowledge products, in particular this year on:**
 - Gender inclusion – joint exchanges, shared consultant help
 - Forest governance – workshop with PROFOR and WB Governance colleagues
 - Economic case for forests – publication on forest-smart investments



Feature stories and blogs

Continuous stream of features and blogs to keep forest and REDD+ highly visible in WBG online and social media feeds:

- **October 7, 2016:** ["I'll take my coffee green, no cream, no sugar"](#)
- **November 8, 2016:** ["Forests: Stabilizing Climate and Supporting Development"](#)
- **December 15, 2016:** ["A unique opportunity to get it right on forests and climate change"](#)
- **March 13, 2017:** ["An early education in development"](#)
- **And many other stories of interest mainly to the REDD+ community distributed through the newsletter**



Videos

Increased use of video to engage audiences on WBG online and social media feeds:

- **Voices from the Heart of the Forest: [Indigenous and Civil Society Speak about REDD+](#)**
- **REDD+ Ghana: [Engaging People in Sustainable Forest Management and Bringing Community Benefits](#)**
- **REDD+ Mozambique: [Empowering Rural Communities Towards Sustainable Forest Management](#)**
- **REDD+ Republic of Congo: [Engaging Communities in Sustainable Forest Management Bring Benefits](#)**



Voices from the Heart of the Forest: Indigenous Peoples and Civil Society Speak About REDD+



245 views



REDD+ Mozambique: Empowering Rural Communities Towards Sustainable Forest Management



REDD+ Ghana: Engaging People in Sustainable Forest Management and Bringing Community Benefits



REDD+ Republic of Congo: Engaging Communities in Sustainable Forest Management Brings Benefits



Digital and social media reach

- **FCPF Website:** 9,000+ page views since PC22
- **Videos about REDD+:** promoted on World Bank YouTube channel to 42,000+ subscribers



- **FCPF Facebook** news pushed out to 2,000+ Followers doubled over the last half year (since PC22)



- [@WBG_climate](#) 78,000+ followers
- [@WBG_environment](#) 13,000+ followers

Quarterly newsletter

- **Quarterly newsletter** sent to 700+ targeted subscribers
- Specifically **focused on forest and climate funds work**
- Always **welcome more stories, milestones and content from countries** – please contact us!





Updates from the Carbon Fund

Carbon Fund Portfolio

Progress since PC22:

Signature of LOIs:

- **2 additional LOIs were signed** (Cameroon, Fiji); total of 17 signed LOIs.

Countries selected into the portfolio:

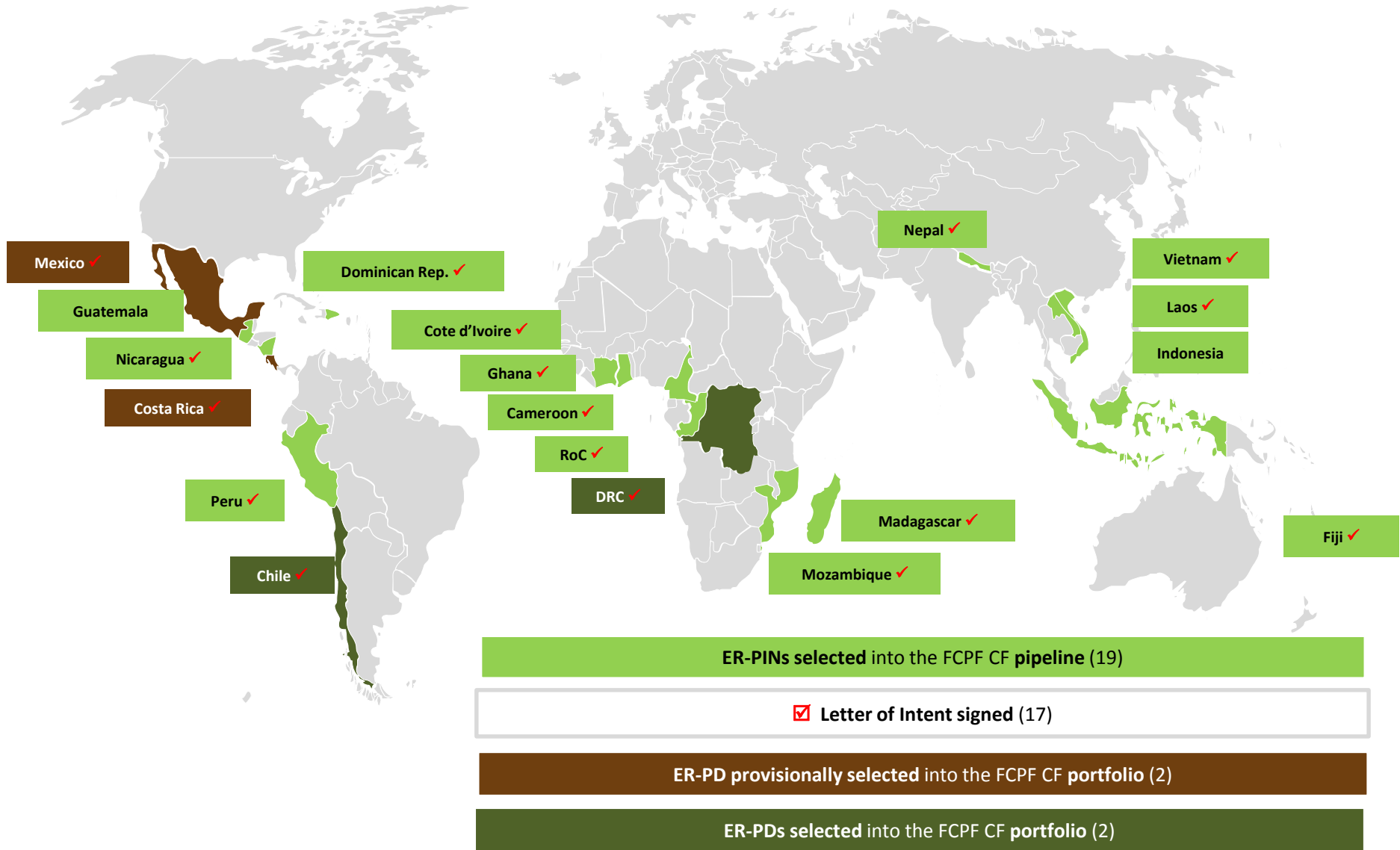
- **2 additional countries** (Chile at CF15, DRC through submission of revised ERPDP addressing conditions); now total of 2.

Countries provisionally selected into the portfolio

- **1 additional country** (Mexico at CF15); now total of 2 (Costa Rica, Mexico).

FCPF Carbon Fund Pipeline and Portfolio

as of March 20, 2017



Technical Assessments

Technical Assessments completed for 3rd batch of ER-PDs:

- **Ghana and Republic of Congo:** Assessments of ER-PDs by the TAP and by CFPs completed for presentation and potential selection at CF16.

Technical Assessments starting for 4th batch of ER-PDs:

- **Mozambique:** Advanced draft ER-PDs submitted for initial TAP assessment. Aiming for presentation and potential selection at CF17.



Portfolio Risk Management

ER Delivery Risk Assessment Tool:

Purpose: Tool will quantitatively estimate the portfolio's expected ERPA delivery over time and will inform ERPA contracting, business planning, and portfolio management.

Status:

- Since CF15, tool has been finalized.
- The initial rapid assessment of the portfolio carried out in December 2016 is being updated with more thorough country-by-country assessments to increase accuracy of portfolio risks.
- Final tool and results will be presented at CF16 in June 2017.

Focus of FMT for 2017

(in broader WBG context)

In the broader World Bank context, in particular as per the WBG's Forest Action Plan and Climate Change Action Plan:

- FMT team changes made; country focal points are embedded with World Bank teams to focus on implementation of **large-scale, multi-sectoral programs promoting 'forest-smart development'** supporting implementation of countries' land use agendas and aligned with NDCs.
- Ensure better financial integration with WBG country portfolios through a **'programmatic approach'**.
- Prepare **Country Forest Notes** for first priority countries to better understand land-use dynamics, cross-sector integration, and economic and poverty impact of forest interventions.



Concluding Messages

Concluding Messages

- We continue to move ahead at a healthy pace for REDD+ readiness: **REDD+ Country progress** demonstrated in more MTRs, R-Packages, and ER-PDs to be submitted.
- But, we need to consider critical paths forward with a **closing date, 2020. This is front and central to planning ahead. Proposals will be discussed during this meeting.**
- Because of the time window, the FCPF FMT is placing increasing emphasis on **lessons learned** and **applying tools and experience gained from country programs** to help countries on REDD+ readiness and those implementing ER programs alike.
- FCPF Evaluation identifies **strengths across the facility** and areas of improvement for prioritization and attention – opportunity to adapt to new phase. Initial proposals will be presented at this PC.

An aerial photograph of a vast, dense forest. The trees are mostly green, with some brownish patches, suggesting a mix of species or perhaps a dry season. In the far background, a body of water is visible, possibly a lake or a wide river. The overall scene is a lush, natural landscape.

Thank You!

www.forestcarbonpartnership.org