

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)  
TWELFTH PARTICIPANTS COMMITTEE MEETING  
June 27-29, 2012  
Santa Marta, Colombia**

**Resolution PC/12/2012/5**

**Approval of the FY13 Annual Budget for the Readiness Fund**

**Whereas:**

1. Section 11.1(o) of the Charter Establishing the FCPF (the “Charter”) provides that the Participants Committee (PC) shall approve the Annual Budget of the Readiness Fund and the Shared Costs.

**The Participants Committee,**

1. Approves the Annual Budget for FY13 (July 1, 2012 through June 30, 2013) attached to this Resolution;
2. Decides that Shared Costs will not include the costs of the capacity building program for Southern Civil Society Organizations and Forest-Dependent Indigenous Peoples and Forest Dwellers for which the PC allocated a budget of \$5.5 million for FY12-15 (July 1, 2011 – June 30, 2015) in Resolution PC/10/2011/1.rev, and that therefore the Readiness Fund will bear 100% of these costs;
3. Decides that Shared Costs for FY13 will comprise only the FCPF Secretariat costs and REDD Methodology Support costs;
4. Requests the Facility Management Team (FMT) to prepare a proposal for additional activities for consideration by the PC at its thirteenth meeting (PC13). Such a proposal should take account of (i) the final report of the Country Needs Assessment Report prepared jointly by the UN-REDD Programme and the FCPF, (ii) similar existing or planned activities undertaken by other initiatives and donors, and (iii) the FMT’s capacity to support the proposed activities. The proposal should assess the priority of the additional activities, including with regards to their global learning value.
5. With regard to the additional activity ‘Capacity Building For Social Inclusion’ proposed to the PC at PC12 as part of the overall budget proposal, in order to avoid delay and the ensuing reduction of the possible number of regional workshops that could be held in FY13, approves an additional budget of \$200,000 for this activity to enable the regional workshop planned to be held in 2012 on safeguards (with an emphasis on SESA/ESMF), stakeholder consultations and feedback and grievance redress mechanism to proceed as planned. This budget is included in the Annual Budget attached to this Resolution under the line item, “Country Advisory Services”; and

6. Recognizing the large and increasing demands placed on the FMT in order to progress with a number of essential activities, including, *inter alia*, developing the framework to provide benchmarks for assessment of R-Packages, managing the R-PP assessment process and the Carbon Fund ER-PIN review process, and developing the methodological framework and pricing approach, emphasizes the likely need for increasing FMT capacity, and requests the FMT to outline any necessary increases in FMT capacity as part of the proposal for additional activities described in paragraph 4 above.

Attachment

**FCPF Readiness Fund  
Proposed Overall FY13 Annual Budget (Operating Costs)**

<b>Overall Budget</b>	<b>FY13 Proposed Budget (\$000s)</b>
Readiness Trust Fund Administration	443
FCPF Secretariat	1,456
REDD Methodology Support	1,338
Country Advisory Services	1,045
<b>Sub-total</b>	<b>4,282</b>
Country Implementation Support	5,943
<b>Sub-total</b>	<b>10,225</b>
IP and CSO Program	2,590
<b>Total Operating Costs</b>	<b>12,815</b>

**Share of the Budgeted Costs between the Readiness Fund and the Carbon Fund**

<b>Overall Budget</b>	<b>FY13 Proposed Budget (\$000s)</b>
Readiness Fund	11,837
Carbon Fund	978
<b>Total</b>	<b>12,815</b>