

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)  
SIXTH PARTICIPANTS COMMITTEE MEETING  
June 28-July 1, 2010  
Georgetown, Guyana**

**Resolution PC6/2010/8**

**Approval of the FY11 Annual Budget for the Readiness Fund  
And Treatment of Shared Facility Costs in the FY10 and FY11 Annual Budgets**

**Whereas:**

1. Section 11.1(o) of the Charter Establishing the FCPF (the “Charter”) provides that the Participants Committee shall approve the Annual Budget of the Readiness Fund and the Shared Costs of the Facility.
2. Pursuant to Section 19.2 of the Charter, unless the Participants Committee decides otherwise, the Readiness Fund shall bear 65 percent of the Shared Costs and the Carbon Fund shall bear 35 percent of the Shared Costs in the annual budgets.
3. In approving the FY10 Budget (Resolution PC3/2009/6), the Participants Committee decided that the Readiness Fund would pay 100 percent of the Secretariat costs and 65 percent of the REDD Methodology Support costs within the total Shared Costs during FY10.

**The Participants Committee (PC),**

1. Endorses the recommendation by the Facility Management Team that the Readiness Fund shall pay 100 percent of the Shared Costs of the FCPF in FY10, thereby revising the approved FY10 Budget;
2. Approves that the Readiness Fund will cover 100 percent of the Shared Costs until the Carbon Fund becomes operational in FY11. After the Carbon Fund becomes operational the Carbon Fund Participants shall pay 35 percent of the Shared Costs that are incurred, with the Readiness Fund paying 65 percent as of that time;
3. Approves the Annual Budget for FY11 (July 1, 2010 through June 30, 2011) attached to this Resolution.

Attachment I

**FCPF Readiness Fund  
Proposed FY11 Annual Budget (Operating Costs)**

Readiness Fund Activities <sup>1</sup>	FY11 Budget (\$000)
<b>SERVICES TO REDD COUNTRIES</b>	
Country Implementation Support (20+5)	2,025
Country Advisory Services	959
<i>REDD Methodology Support (Total for Shared Costs)<sup>2</sup></i>	<i>1,489</i>
of which Est. Readiness Fund Share	1,229
of which Est. Carbon Fund Share	260
<i>FCPF SECRETARIAT (Total for Shared Costs)<sup>2</sup></i>	<i>1,735</i>
of which Est. Readiness Fund Share	1,432
of which Est. Carbon Fund Share	303
<b>READINESS FUND ADMINISTRATION</b>	<b>472</b>
<b>TOTAL – Readiness Fund</b>	<b>6,117</b>

<b>NOTE: Total Proposed Shared Costs for FY11</b>	<b>3,224</b>
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1. *Line item activities in italics are for reference only and not included in the total est. budget of the Readiness Fund.*
2. *Figures reflect FMT recommendation on Shared Facility Costs for consideration by the PC – cost sharing of 65% (Readiness Fund) and 35% (Carbon Fund) to be implemented only once the Carbon Fund becomes operational. The estimated shares are based on current expectations that the Carbon Fund will become operational by December 31, 2010.*