



**Forest Carbon Partnership Facility (FCPF)
Seventeenth Meeting of the Carbon Fund (CF17)
January 30 - February 1, 2018**

**World Bank Office
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AGENDA

Tuesday, January 30, 2018	
8:00-8:30am	Registration
1. Opening	
8:30-9:00am	Welcome, objectives and adoption of agenda <ul style="list-style-type: none"> • Chair: Katrin Harding, BP
2. Emission Reductions Program Documents (ER-PDs)	
9:00-9:30am	a. Overview of Emission Reductions Program Documents (ER-PDs) to be presented at CF17 <ul style="list-style-type: none"> • Overview of Vietnam ER-PD (15 minutes) • Overview of Mozambique ER-PD (15 minutes)
9:30-10:00am	b. Setting the stage for ER-PD Reviews (selection criteria, guiding principles and conflict of interest) <ul style="list-style-type: none"> • Simon Whitehouse, Fund Manager, Facility Management Team (FMT)

10:00-10:15am	Coffee break
10:15-11:30am	<p>c. Vietnam ER-PD (Resolution will be sought in session 3a)</p> <ul style="list-style-type: none"> • World Bank update (10 minutes) • TAP comments on ER-PD (10 minutes) • Country response to TAP, CFP and Observer comments received during the review process (20 minutes) • Clarifications and discussion on country response (20 minutes)
11:30am-12:45pm	<p>d. Mozambique ER-PD (Resolution will be sought in session 3a)</p> <ul style="list-style-type: none"> • World Bank update (10 minutes) • TAP comments on ER-PD (10 minutes) • Country response to TAP, CFP and Observer comments received during the review process (20 minutes) • Clarifications and discussion on country response (20 minutes)
12:45-1:45pm	Lunch
3. Portfolio Management and Decisions on ER-PDs	
1:45-2:15pm	<p>a. Portfolio Management and Decisions on ER-PDs – Resolutions sought on Vietnam and Mozambique ER-PDs</p> <ul style="list-style-type: none"> • Simon Whitehouse, Fund Manager, FMT
4. Facility issues	
2:15-3:15pm	<p>a. Update on progress made since CF16</p> <ul style="list-style-type: none"> • Ellysar Baroudy, Program Coordinator, FMT
3:15-3:30pm	Coffee break
3:30-4:30pm	<p>b. Emerging questions on ER-PD development - Improving uncertainty of RLs</p> <ul style="list-style-type: none"> • Andres Espejo, FMT
4:30-5:30pm	Facilitated discussion group on Vietnam's ER-PD
5:30-6:30pm	Facilitated discussion group on Mozambique's ER-PD
<p>End of day</p> <p><i>(Time for private group discussions (CFPs, Observers, REDD Countries) if desired)</i></p>	

Wednesday, January 31, 2018	
8:30-9:00am	Feedback from facilitated discussion groups and any private discussions
4. Facility issues (continued)	
9:00-10:00am	c. Lessons learned workshop on Carbon accounting and TAP process issues – Progress made since CF16 <ul style="list-style-type: none"> • Andres Espejo, FMT
10:00-11:00am	d. ER Monitoring Report template <ul style="list-style-type: none"> • Marco Van der Linden, FMT
11:00-12:00pm	e. Update on Safeguards <ul style="list-style-type: none"> • Sachiko Morita, Legal Department, World Bank
<i>12:00-1:00pm</i>	<i>Lunch</i>
1:00-2:00pm	f. Transfer of title <ul style="list-style-type: none"> • Markus Pohlmann, Legal Department, World Bank
2:00-3:00pm	g. Registries <ul style="list-style-type: none"> • Julian Gonzalo, FMT
<i>3:00-3:30pm</i>	<i>Coffee break</i>
3:30-4:30pm	h. Carbon Offsetting and Reduction Scheme for International Aviation (CORSA) under the UN International Civil Aviation Organization (ICAO) <ul style="list-style-type: none"> • Simon Whitehouse, Fund Manager, FMT
<i>4:30-5:30pm</i>	<i>Facilitated discussion group on Vietnam's ER-PD (if needed)</i>
<i>5:30-6:30pm</i>	<i>Facilitated discussion group on Mozambique's ER-PD (if needed)</i>
End of day <i>(Time for private group discussions (CFPs, Observers, REDD Countries) if desired)</i>	

Thursday, February 1, 2018	
8:30-9:00am	Feedback from facilitated discussion groups and any private discussions
4. Facility issues (continued)	
9:00-10:30	i. Verification process and Lessons learned from REDD+ Review Process <ul style="list-style-type: none"> • Andres Espejo, FMT • Till Neeff, Consultant, GFOI funded • Donna Lee, Consultant, GFOI funded
10:30-11:30	j. ERPA Negotiations <ul style="list-style-type: none"> • Markus Pohlmann, Legal Department, World Bank
11:30-12:30	k. Approaches to REDD+ Nesting: Lessons Learned from Experiences to Date <ul style="list-style-type: none"> • Donna Lee, Consultant, World Bank
<i>12:30-1:30</i>	<i>Lunch</i>
5. Closing	
1:30-2:00pm	a. Next meetings <ul style="list-style-type: none"> • Breen Byrnes, FMT
2:00-3:00pm	b. Adoption of Resolutions <ul style="list-style-type: none"> • Chair: Katrin Harding, BP • Markus Pohlmann, Legal Department, World Bank
3:00-3:30pm	c. Conclusions <ul style="list-style-type: none"> • Chair: Katrin Harding, BP
<i>3:30-5:30pm</i>	<i>Reception</i>

ANNOTATIONS

All background documents are available on the CF17 page of the FCPF website at: [this link](#)

Session 2a. Overview of Emission Reductions Program Documents (ER-PDs) to be presented at CF17

Background: Vietnam and Mozambique have each submitted an ER-PD for consideration by CFPs and potential selection into the Carbon Fund portfolio.

Background documentation: The ER-PDs and Technical Advisory Panel (TAP) reviews of the ER-PDs are available on the individual country pages and the CF17 page.

Expected CFP action: No CFP action is expected during this session. The selection of which ER-PDs will be invited into the Carbon Fund portfolio will take place in Session 3 (Portfolio Management and Decisions on ER-PDs). See annotations for Session 3.

Session 2b. Setting the stage for ER-PD Reviews (selection criteria and guiding principles)

Background: There are two decision points related to selection of ER programs into the Carbon Fund:

- i. Selection into the **pipeline** of the Carbon Fund based on an Emission Reductions Program Idea Note (ER-PIN). At CF4 in June 2012, CFPs agreed on seven criteria for review and selection of ER-PINs into the pipeline:
 1. Country progress towards Readiness
 2. Political commitment
 3. Consistency with the Methodological Framework
 4. Scale
 5. Technical soundness
 6. Non-carbon benefits
 7. Diversity and learning value
- ii. Decision to proceed to the Carbon Fund based on an Emission Reductions Program Document (ER-PD). As per the Process Guidelines for the Carbon Fund:

“Based on the information available to date, which may include the FCPF Participants Committee’s endorsement of the country’s Readiness Package, the final ER Program Document, the TAP assessment of the final ER Program Document, the World Bank’s due diligence, and technical, financial and legal information (e.g., business model, progress made in assigning a national authority with the responsibility to approve ER Programs by issuing final Letters of Approval (LoAs), etc.), the CFPs of the respective Tranche(s) decide whether to proceed to negotiating an ERPA for the proposed ER Program.”

At CF17, CFPs will be reviewing **two ER-PDs** (decision point ii above). The FMT will provide background information on the process for reviewing these ER-PDs, as an introduction to the presentations of the ER-PDs themselves (sessions 2c-d).

Background documentation: The draft presentation will be available on the CF17 page of the website. The Process Guidelines for the Carbon Fund are available at

<https://www.forestcarbonpartnership.org/sites/fcp/files/2015/April/CF12%202c.%20TAP%20option%201%20CF%20Process%20guidelines%20-%20clean.pdf>.

Expected CFP action: No action is expected during this session. The selection of which ER-PDs will proceed to the Carbon Fund portfolio will take place in Session 3 (Portfolio Management and Decisions on ER-PDs). See annotations for Session 3 below.

Sessions 2c-d. ER-PDs

Background: Vietnam and Mozambique have each submitted an ER-PD for consideration by CFPs and potential selection into the Carbon Fund portfolio.

Background documentation: The ER-PDs and Technical Advisory Panel (TAP) reviews of the ER-PDs are available on the individual country pages and the CF17 page.

Expected CFP action: No action is expected during these sessions. The selection of which ER-PDs will proceed to the Carbon Fund portfolio will take place in Session 3 (Portfolio Management and Decisions on ER-PDs). See annotations for Session 3.

Session 3a. Portfolio Management and Decisions on ER-PDs – Resolutions sought on ER-PDs

Background: See Sessions 2a-d above regarding ER-PDs being presented for selection into the portfolio at this meeting. This session will present an overview of the programs in the FCPF portfolio and pipeline and the financial status of the Carbon Fund, as a basis for discussions on whether to invite the ER-PDs into the portfolio.

This session will also address strategic portfolio management, including estimates of delivery under both the Monte Carlo method and the new ER delivery risk assessment model introduced at CF15.

Background documentation: See Sessions 2c-d above; a presentation will be available on the CF17 page.

Expected CFP Action: For Vietnam and Mozambique’s ER-PDs, decide whether to proceed to negotiating an ERPA for the proposed ER Program.

A facilitated discussion group will be formed on each ER-PD selected, in order to further discuss issues in the respective ER-PD and agree on the text of the resolution to be adopted for each ER-PD where relevant. Facilitated discussion groups will be organized as per the facilitated discussion group table at the end of the annotated agenda.

Session 4a. Update on progress made since CF16

Background: The FMT will present progress made since CF16 in June 2017.

Background documentation: Presentation

Expected action: CFPs are invited to take note of the progress made since CF16.

Session 4b. Emerging questions on ER-PD development - Improving uncertainty of RLS

Background: At CF16, the FMT delivered a presentation showing that there is a need to allow countries to improve the accuracy and uncertainty of the data used for establishing the RL, namely their Activity Data. CFPs agreed to continue exploring the need to provide guidance to countries to improve the uncertainty of the activity data of their RLs. The FMT prepared a note and delivered on January 10 a presentation to CFPs and Observers on this issue. CFPs showed diverging views on whether guidance should be provided, and it was decided to discuss this issue at CF17.

Background documentation: FMT Note CF-2018-1 and presentation

Expected action: CFPs are invited to provide guidance, or take other agreed action where considered appropriate, on the issues identified in the presentation.

Session 4c. Lessons learned workshop on Carbon accounting and TAP process issues – Progress made since CF16

Background: The FMT will present progress made since CF16 on integrating the lessons learned identified during the Workshop held in Rome in 2017. The FMT will provide an overview of the specific actions that have been or are being taken forward to address the suggestions and recommendations made at the workshop.

Background documentation: Presentation

Expected action: CFPs are invited to take note of the progress made since CF16 on integrating lessons learned on carbon accounting.

Session 4d. ER Monitoring Report Template

Background: The General Conditions of the Carbon Fund stipulate that ER Programs shall provide an ER Monitoring Report for a Reporting Period as the basis for transfer and payment. The FMT has prepared a draft template for this ER Monitoring Report for discussion at this meeting.

Background documentation: Draft ER Monitoring Report template and presentation

Expected action: CFPs are invited to provide feedback on the template and, if appropriate, no-objection for the template to be made available on the FCPF website for use by countries

Session 4e. Update on Safeguards

Background: The FMT will present an update on the World Bank safeguards approach that will apply to the ER Programs under the FCPF Carbon Fund.

Background documentation: Presentation

Expected action: CFPs are invited to take note of the update on safeguards.

Session 4f. Transfer of title

Background: At CF16, the FMT presented on the transfer of title requirement under the MF and the ERPA General Conditions. Following the decision made at CF16, the FMT will present an indicative check list of evidence Program Entities should submit to demonstrate their ability to transfer title to ERs, including legal opinion.

Background documentation: Presentation

Expected action: CFPs are invited to take note of the update.

Session 4g. Registries

Background: The FMT has conducted a survey on transaction registries in the CF countries, analyzed the results and produced an analytical note, including countries' decisions and needs. Based on the findings from this survey, the option of designing a centralized registry or developing a blue print for country-specific registries will be discussed.

Background documentation: FMT Note CF-2018-2 and Presentation

Expected action: CFPs are invited to provide guidance on registry work going forward.

Session 4h. Carbon Offsetting and Reduction Scheme for International Aviation (CORSIA) under the UN International Civil Aviation Organization (ICAO)

Background: The FMT will present an update on the potential for the FCPF to join the Carbon Offsetting and Reduction Scheme for International Aviation (CORSIA) under the UN International Civil Aviation Organization (ICAO).

Background documentation: Presentation

Expected action: CFPs are invited to take note of the update on CORSIA under the UN ICAO.

Session 4i. Verification process and Lessons learned from REDD+ Review Process

Background: At CF16, the FMT presented different options on the reporting and verification process of ER Programs. Following the decision made at CF16, the FMT will present a list of potential verification entities.

Moreover, Till Neeff and Donna Lee will present highlights of the GFOI report "Technical assessments and verifications: Lessons learned for REDD+ from evaluations of GHG performance" and based on the results of this study they will share recommendations for conducting verifications using verification entities and also recommendations for the Technical Assessment of ERPDs conducted by TAPs.

Background documentation: Presentation

Expected action: CFPs are invited to approve a proposed list of potential verification entities to be submitted to the next PC meeting. CFPs are also invited to provide guidance and preferences on the different options for setting the framework for enabling the completion of verifications.

Session 4j. ERPA Negotiations

Background: The FMT will present on the roles of the FMT and CFPs in ERPA negotiations.

Background documentation: Presentation

Expected action: CFPs are invited to provide guidance and preference on the different options.

Session 4k. Approaches to REDD+ Nesting: Lessons Learned from Experiences to Date

Background: Donna Lee will present a study on “Approaches to REDD+ Nesting: Lessons Learned from Experiences to Date.”

Background documentation: Presentation

Expected action: CFPs take note of the lessons learned on the approaches to REDD+ Nesting.

Facilitated discussion groups

Resolution # and Topic	FMT Co-facilitators	Jan 30 4:30pm	Jan 30 5:30pm	Jan 31 4:30pm	Jan 31 5:30pm
1. Vietnam ER-PD (Room B)	Alexander Lotsch				
2. Mozambique ER-PD (Room C)	Karin Kaechele				