



Forest Carbon Partnership Facility

Update on Carbon Fund Process Guidelines Verification

Eighteenth Meeting of the Carbon Fund (CF18)

Paris, June 20 – June 22, 2018

Background

- Verification process discussed at CF16 and CF17:
 - List of possible verification entities presented to CF and PC;
 - Verification scope: carbon accounting and registries
 - Verification entity to follow auditing approach
 - FMT to prepare TOR for verification
 - FMT presented first draft of Monitoring Report template
- *'Process guidelines for the Carbon Fund of the FCPF'* currently only include the process up to the signing of the ERPA
- *'Issues Note on the Operating Arrangements under the Carbon Finance Mechanism'* list steps for monitoring, reporting and verification

Objective of this session

- FMT to present suggested process steps for monitoring, reporting and verification
- CFPs to provide feedback and highlight any concerns
- Discussion to be reflected in update of the process guidelines and the TOR for the Independent Reviewer

Suggested process

Monitoring and Reporting

- Frequency of reporting and length of Reporting Periods specified in ERPA
- World Bank supervision
- Reporting uses ER Monitoring Report template

Suggested process

Monitoring and Reporting



Verification

FMT performs completeness check of MR



MR and supporting documentation is posted on website



Independent Reviewer performs desk review and country visit



Independent Reviewer issues verification report



Verification report and updated MR posted on website

Suggested process

Monitoring
Reporting

Verification report contains:

- statement of the amount of Verified ERs the ER Program has generated in the relevant Reporting Period; and
- an overview of the findings of the verification in relation to how the ER Program meets the relevant criteria and indicators of the Methodological Framework, including information on how any corrective actions or clarifications have been addressed; and
- Any information on such other matters as may be required by the REDD Country Participant's MRV System and the Methodological Framework .

FMT perform
completeness
check of MR

Independent
Reviewer
issues
verification
report

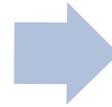
Verification
report and
updated MR
posted on
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Suggested process

Monitoring and Reporting



Verification



Payment and allocation of ERs to CFPs

- Based on verification report and agreements in ERPA, Trustee determines ERs to be transferred and put in buffer
- Program subject to World Bank policies
- Payments
- CFPs receive pro-rata share

Feedback requested

- CFPs to provide feedback and highlight any concerns