

**FOREST CARBON PARTNERSHIP FACILITY (FCPF)
ELEVENTH PARTICIPANTS COMMITTEE MEETING
March 28-30, 2012
Asuncion, Paraguay**

Resolution PC/11/2012/1

Guatemala's Readiness Preparation Proposal

Whereas:

1. Guatemala submitted a Readiness Preparation Proposal (R-PP) to the Facility Management Team (FMT) in January 2012, which was reviewed by a Technical Advisory Panel (TAP) and a working group consisting of Participants Committee (PC) members established for this purpose;
2. The PC reviewed the R-PP in accordance with Section 11.1 (b) of the Charter Establishing the FCPF (Charter) at its eleventh meeting; and
3. The PC acknowledged the extensive efforts made by Guatemala, and the high quality of the R-PP.

The Participants Committee,

1. Decides to allocate funding to Guatemala to enable it to move ahead with the preparation for readiness.
2. For this purpose, requests:
 - i. Guatemala to submit a revised R-PP (Revised R-PP) to the FMT, reflecting the key issues in the summary report prepared by the FMT included in the annex of this resolution;
 - ii. The FMT to check on the Revised R-PP for completeness, make it available on the FCPF website and notify the PC of its availability;
 - iii. IDB, as the Delivery Partner and upon execution of the Transfer Agreement, to complete its due diligence, in particular with regard to the IDB's policies and procedures and in accordance with the Common Approach, working closely with Guatemala, in order to provide a grant of up to US\$ 3.8 million, in accordance with Resolutions PC/3/2009/4 and PC/Electronic/2012/1;
 - iv. Guatemala to consider the issues identified in the TAP's R-PP assessment as well as those raised by the FCPF PC at this meeting during readiness preparation; and

- v. Guatemala to report to the PC on progress made in accordance with Section 6.3 (b) of the Charter and to carry out its responsibilities in accordance with the Grant Agreement.

Annex

Summary Report Prepared by the FMT

The PC noted that the R-PP formulation process to date has been a positive one, and encourages Guatemala to continue its extensive efforts to involve stakeholders in R-PP formulation and Readiness preparation.

Key Issues

The following are the key issues that Guatemala needs to address before entering into a Readiness Preparation Grant Agreement with the IDB.

1. Provide a more detailed budget proposal in the R-PP, including information about potential additional funding sources.
2. Review the amount of funds allocated for Sub-Components 2d and 4b.
3. Update the R-PP to include existing plans to involve the private sector in the REDD+ process.
4. Update the monitoring plan in Component 6 to include all activities as presented in the R-PP.