

Approved Decision

Decision:

Dear CTF and SCF Trust Fund Committee members,

We are writing regarding the document entitled, *World Bank Cost Recovery Rate and FY24 Supplemental Budget Request*, submitted for your review and approval.

The time period provided for submission of any objections to the decision has now expired. No objections were received. We are, therefore, pleased to inform you that the following decision is now approved:

The CTF and SCF Trust Fund Committees, having reviewed the document entitled, *World Bank Cost Recovery Rate and FY24 Supplemental Budget Request*, welcome the assessment and recommendation of the CIF Secretariat, and note that the requested FY24 Supplemental Administrative Budget provides administrative resources to cover the Secretariat's additional cost on account of the increase in the World Bank's cost recovery rate (New Cost Recovery Rate).

The CTF and SCF Trust Fund Committees approve the application of the World Bank's New Cost Recovery Rate of 20.48% of direct costs of the CIF Secretariat and the FY24 Supplemental Administrative Budget Request, as detailed in the document and the FY24 Supplemental Budget Commitment Table below:

FY24 Supplemental Administrative Budget Commitment to cover the Bank's additional cost recovery (USD '000)

	Total	CTF - I	ACT	SCF - I	SCF - II
Additional FY24 World Bank Cost	1,833.4	630.1	372.7	505.0	325.6
RecoveryFY24 Administrative Services	1,346.5	505.8	244.9	349.6	246.2
FY24 Special Initiatives	486.9	124.3	127.8	155.4	79.4

Notes:

- a. *CTF – I refers to the proposed budget allocation from the CTF Trust Fund for activities other than that for the Accelerating Coal Transitions (ACT) Investment Program. ACT refers to proposed allocations for programming activities related to the ACT Program. Budget commitments for CTF – I and ACT together form the commitment for the CTF Trust Fund.*
- b. *SCF – I refers to proposed budget allocations activities related to the Pilot Program for Climate Resilience (PPCR), Forest Investment Program (FIP) and Scaling Up Renewable Energy Program (SREP). SCF – II refers to proposed allocations related to the Global Climate Action Programs (GCAP), namely, the Renewable Energy Integration Program (REI), the Nature, People and Climate Investment Program (NPC), Climate-Smart Urbanization Program (Cities) and Climate-Resilient Transition in Industry (Industries). Budget commitments for SCF – I and SCF – II together form the commitment for the SCF Trust Fund*

Decision Information

Approved Decision Date:	3/21/2024
Decision Name:	World Bank Cost Recovery Rate and FY24 Supplemental Budget Request
Committee / Fund:	Joint
Document Number:	Joint CTF-SCF/TFC

Proposed Decision

Dear CTF and SCF Trust Fund Committee members,

As you will recall, at the Joint Meeting of the Clean Technology Fund (CTF) and Strategic Climate Fund (SCF) Trust Fund Committees in November 2023, the Committees [requested](#) the CIF Secretariat and the World Bank to provide an assessment report on the Bank's New Cost Recovery and the implications of this proposal for the CIF.

Attached please find for your review the CIF Secretariat Assessment of the World Bank Cost Recovery Rate and FY24 Supplemental Administrative Budget Request.

The CTF and SCF Trust Fund Committees, having reviewed the document entitled, *World Bank Cost Recovery Rate and FY24 Supplemental Budget Request*, welcome the assessment and recommendation of the CIF Secretariat, and note that the requested FY24 Supplemental Administrative Budget provides administrative resources to cover the Secretariat's additional cost on account of the increase in the World Bank's cost recovery rate (New Cost Recovery Rate).

The CTF and SCF Trust Fund Committees approve the application of the World Bank's New Cost Recovery Rate of 20.48% of direct costs of the CIF Secretariat and the FY24 Supplemental Administrative Budget Request, as detailed in the document and the FY24 Supplemental Budget Commitment Table below:

FY24 Supplemental Administrative Budget Commitment to cover the Bank's additional cost recovery (USD '000)

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	Total	CTF - I	ACT	SCF - I	SCF - II
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FY24 Administrative Services	1,346.5	505.8	244.9	349.6	246.2
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Notes:

- CTF – I refers to the proposed budget allocation from the CTF Trust Fund for activities other than that for the Accelerating Coal Transitions (ACT) Investment Program. ACT refers to proposed allocations for programming activities related to the ACT Program. Budget commitments for CTF – I and ACT together form the commitment for the CTF Trust Fund.
- SCF – I refers to proposed budget allocations activities related to the Pilot Program for Climate Resilience (PPCR), Forest Investment Program (FIP) and

	<i>Scaling Up Renewable Energy Program (SREP). SCF – II refers to proposed allocations related to the Global Climate Action Programs (GCAP), namely, the Renewable Energy Integration Program (REI), the Nature, People and Climate Investment Program (NPC), Climate-Smart Urbanization Program (Cities) and Climate-Resilient Transition in Industry (Industries). Budget commitments for SCF – I and SCF – II together form the commitment for the SCF Trust Fund.</i>
Decision Information	
Date Submitted to Committee:	03/06/2024
Decision Name:	World Bank Cost Recovery Rate and FY24 Supplemental Budget Request
Committee / Fund:	Joint
Document Number:	Joint CTF-SCF/TFC