

**Critical Ecosystem Partnership Fund**  
Twentieth Meeting of the Donor Council  
The World Bank, Washington, DC

6 February 2012

8 a.m. – 11:00 a.m. EST

**Approval for Transfer of CEPF I Balance to CEPF II**

**Recommended Action Item:**

The Donor Council is asked to approve the recommendation of the Secretariat to transfer the remaining balance in CEPF I to be available for investment in CEPF II.

**Background:**

For the past several years, CEPF has been running CEPF I and II as concurrent programs, even though they were governed by different operational manuals and financing agreements. In June 2011, the Secretariat closed the last grant in the Eastern Himalayas Hotspot and we were able to close the books on CEPF Phase I. As grants concluded, grantees provided unused funding back to CEPF to be used for future programming. This, plus some remaining funding in Operations/Secretariat and Ecosystem Profile Development, resulted in a 1.4 million dollar balance on CEPF I, \$400K of which has been transferred for Haiti emergency relief as approved at the Sixteenth Donor Council meeting and approved by a subsequent no objection electronic consultation that ended on 10 March 2010. As discussed during the development of the Strategic Framework, the Secretariat is proposing that we roll over the remaining funding from CEPF I for use in CEPF II. These funds will return to the general CEPF II funding pool for future programming.

A final summary of CEPF revenue and expenses is attached.

<b>CEPF Phase I Close Out:</b>					
<b>June 30 Draft numbers</b>		<b>CEPF Phase I</b>			
<b>Revenue</b>	<b>Actual</b>	<b>Original Plan</b>	<b>Revised Budget (2)</b>	<b>Balance - Revised Budget</b>	
Donor Commitments	124,750,000	125,000,000	124,750,000	0	
Interest earned/used for evaluation (3)	344,653	-	344,653	0	
<b>Total Revenue CEPF I</b>	<b>125,094,653</b>	<b>125,000,000</b>	<b>125,094,653</b>	<b>-</b>	
<b>Expenses</b>					
<b>Grants - Phase I - Fully Closed (draft as of June 30th, 2011)</b>					
Atlantic Forest	7,615,144	8,000,000	8,000,000	384,856	
Cape Floristic Region	5,966,237	6,000,000	6,000,000	33,763	
Caucasus	8,297,904	8,500,000	8,297,904	0	
Eastern Arc Mountains and Coastal Forests	7,063,867	7,000,000	7,063,867	0	
Eastern Himalayas	4,882,859	5,000,000	5,000,000	117,141	
Guinean Forests of West Africa	6,165,487	6,200,000	6,200,000	34,513	
Madagascar and Indian Ocean Islands	4,169,802	4,250,000	4,186,133	16,331	
Mountains of Southwest China	6,535,418	6,500,000	6,535,418	0	
The Philippines	6,970,399	7,000,000	7,000,000	29,601	
Northern Mesoamerica	7,079,430	7,300,000	7,300,000	220,570	
Southern Mesoamerica	5,410,526	5,500,000	5,500,000	89,474	
Succulent Karoo	7,833,594	8,000,000	8,000,000	166,406	
Sundaland	9,901,465	10,000,000	9,964,582	63,117	
Tropical Andes	6,129,972	6,150,000	6,150,000	20,028	
Tumbes-Chocó-Magdalena	4,951,709	5,000,000	4,952,096	387	
-	-	-	-	0	
<b>Subto</b>	<b>-</b>	<b>98,973,812</b>	<b>100,400,000</b>	<b>100,150,000</b>	<b>1,176,187</b>
<b>Operations and Prep</b>					
Secretariat (2)	17,595,656	24,600,000	24,600,000	290,327	
Preparation	6,714,017				
Evaluation	344,653	-	344,653	0	
<b>Total</b>	<b>24,654,326</b>	<b>24,600,000</b>	<b>24,944,653</b>	<b>290,327</b>	
<b>Grand Total</b>	<b>123,628,138</b>	<b>125,000,000</b>	<b>125,094,653</b>	<b>1,466,514</b>	
<b>Footnotes:</b>					
1) \$125K WB Japan Fee booked in expenses, two later ones deducted from Revenue					
2) Remaining interest of \$1.5 million was transferred to Phase II with approval from Donor Council					
3) CEFP did not have specific budgets for operations and preparations, just a grand total					