



**GREEN
CLIMATE
FUND**

Meeting of the Board
17 – 20 October 2022
Incheon, Republic of Korea
Agenda item 25

GCF/B.34/28

14 November 2022

Decisions of the Board – thirty-fourth meeting of the Board, 17 – 20 October 2022

Agenda item 18: Policy to minimize the effect of currency fluctuations on commitment authority

60. The Board took note of document GCF/B.34/13 titled “Policy to minimize the effect of currency fluctuations on the commitment authority of GCF”.
61. The Board adopted the following decision:

DECISION B.34/22

The Board, having considered document GCF/B.34/13 titled “Policy to minimize the effect of currency fluctuations on the commitment authority of GCF”:

- (a) *Takes note of the information presented in document GCF/B.34/13 titled “Policy to minimize the effect of currency fluctuations on the commitment authority of GCF”;*
- (b) *Adopts the Policy to minimize the effect of currency fluctuations on the commitment authority of GCF (the “Policy”) as set out in annex XIV;*
- (c) *Approves an additional administrative budget of USD 585,000 that might be used in 2022 and 2023 as necessary to implement this Policy, including for legal and outsourcing services and fees, and requests the Secretariat to include the budget necessary to implement this Policy in future annual budget requests;*
- (d) *Approves, effective from 1 January 2023, the establishment of a collateral reserve and the set-aside of USD 50 million for the provision of this reserve, as necessary to cover potential collateral requirements associated with the implementation of this Policy;*
- (e) *Requests the Secretariat, in consultation with the Budget Committee with respect to any related budgetary implications, to explore the mitigation of the wider emerging financial risks outlined in section II of document GCF/B.34/13 and to present to the Board any recommended action for its consideration; and*
- (f) *Decides that, if at any time the Risk Management Committee is not constituted, the functions of the Risk Management Committee as specified in the Policy shall be discharged by the Board, except the approval of counterparty limits pursuant to paragraph 6(a)(iii) of the Policy, which shall be approved by the Executive Director.*

Agenda item 19: Policy for contributions from alternative sources

62. The Board took note of document GCF/B.34/18 titled “Approach paper on contributions from alternative sources of funds”.
63. No decision was taken under this agenda item.

Agenda item 20: Consideration of Independent Redress Mechanism compliance report C-0006

64. The Board took note of limited distribution document GCF/B.34/15 titled “Compliance Review Report: C-0006-Nicaragua: GCF Project FP146: Bio-CLIMA: Integrated climate action to reduce deforestation and strengthen resilience in BOSAWÁS and Rio San Juan Biospheres”.
65. The Board adopted the following decision:

DECISION B.34/23

The Board, having considered limited distribution document GCF/B.34/15 titled “Compliance Review Report: C-0006-Nicaragua: GCF Project FP146: Bio-CLIMA: Integrated climate action to reduce deforestation and strengthen resilience in BOSAWÁS and Rio San Juan Biospheres”:

- (a) Takes note of the findings and recommendations presented by the Independent Redress Mechanism in document GCF/B.34/15 (“Compliance Review Report”);
- (b) Decides to further consider the Compliance Review Report at its thirty-fifth meeting in order to take an informed decision on this matter;
- (c) Requests, for the purposes of taking an informed decision on the Compliance Review Report at its thirty-fifth meeting pursuant to paragraph 63 of the Independent Redress Mechanism’s procedures and guidelines, the Secretariat to provide for the Board’s consideration:
 - (i) A management response from the Secretariat in respect of the Compliance Review Report, annexing any relevant written comments provided by the relevant accredited entity; and
 - (ii) A legal assessment on any potential action, including remedies, which GCF may take under the related funded activity agreement, based on the information provided in the Compliance Review Report;
- (d) Confirms that the Independent Redress Mechanism and Secretariat may share the Compliance Review Report with the relevant accredited entity on a strictly confidential and redacted basis in order to allow for the accredited entity to provide any relevant written comments, and for the accredited entity to share the Compliance Review Report with the executing entity in order for the executing entity to provide its written comments to the accredited entity, and for the Secretariat to consult with the accredited entity when preparing its management response;
- (e) Takes note of the interlinkages between the findings and recommendations of the Compliance Review Report and the conditions set out in decision B.27/01, annex I (List of conditions and recommendations) in respect of FP146; and
- (f) Requests the Secretariat to temporarily suspend its review of the Monitoring Framework provided by the accredited entity in connection with the Board conditions until the Board has further considered and taken a final decision on the Compliance Review Report.

Agenda item 21: Dates and venues of upcoming Board meetings

- 66. The Board took note of document GCF/B.34/07/Rev.01 titled “Dates and venues of upcoming Board meetings”.
- 67. The Board adopted the following decision:

DECISION B.34/24

The Board, having considered document GCF/B.34/07/Rev.01 titled “Dates and venues of upcoming Board meetings”:

Decides and confirms that the thirty-fifth meeting of the Board will take place from Monday, 13 March 2023 to Thursday, 16 March 2023 in the Republic of Korea.