



Assessment of cost-efficiency and effectiveness of CAFI funded programs

Adopted at EB 19 on 24 November 2021

EB.2021.26

Considering

- The CAFI Executive Board (EB) and partner countries' wish to have a better understanding of value for money, efficiency and effectiveness in all CAFI financed programs
- The need to inform the development of programs under the Letter of Intent between CAFI and the Democratic Republic of Congo (DRC) signed on 2 November 2021 in a cost effective, efficient and transparent manner, and with the view to developing more results-based implementation arrangements, including output-based payments and the use of benchmarking to assess cost-efficiency,

The CAFI Executive Board

1. Requests the CAFI secretariat to develop terms of references for conducting a review of expenditures in CAFI programs.
 - a. The review will at first be done for a selection of programs implemented in the DRC, given the importance of the DRC portfolio in terms of funding allocation and operations/ duration.
 - b. The review shall, to the extent possible, assess value for money with a focus on cost efficiency and cost effectiveness.
 - c. The CAFI secretariat shall develop the terms of references in a participatory manner, seeking input from EB members, the Government of the DRC, the DRC National REDD+ Fund (FONAREDD) and implementing agencies.
2. Asks to CAFI Secretariat to present the Terms of references for approval to the Executive Board, for adoption before the end of the year.