

SUPPORT FOR THE TECHNICAL SECRETARIAT OF THE
INDIGENOUS PEOPLES FUND

(TC-97-09-07-5-RG)

EXECUTIVE SUMMARY

REQUESTER: Fund for the Development of the Indigenous Peoples of Latin America and the Caribbean

EXECUTING AGENCY: Technical Secretariat of the Fund for the Development of the Indigenous Peoples of Latin America and the Caribbean (Indigenous Peoples Fund)

BENEFICIARIES: Regional member countries of the Indigenous Peoples Fund and the Bank

FINANCING:

<u>IDB:</u>	US\$889,000
Net income of the FSO	
(foreign exchange):	US\$ 600,000
CANTAP II:	US\$ 100,000
Norwegian Fund for Consulting Services:	US\$ 189,000
<u>Local counterpart funding:</u>	US\$ 977,000
Total:	US\$1,866,000

TERMS: Commencing from signature of the letter of agreement between the IDB and the Indigenous Peoples Fund:

Execution period:	36 months
Disbursement period:	48 months

ENVIRONMENTAL AND SOCIAL REVIEW: Considering the nature of this operation, no environmental or social problems have been identified.

OBJECTIVES: The general objective of the project is to give continuity to the Fund's operations until the income from its capital is sufficient to sustain the Fund on its own. The specific objectives of the program are: (i) to sustain the technical and administrative management structure; (ii) to support activities for the benefit of indigenous peoples and communities in the region; and (iii) to consolidate the Fund institutionally and financially.

DESCRIPTION:

To achieve the goals indicated, the Fund will carry out the following activities: (a) select and hire and/or renew the contracts of Technical Secretariat staff (long-term consultants), including indigenous professional staff; (b) prepare operations manuals and integrated electronic information systems (data bases); (c) establish mechanisms and procedures for the dissemination of information amongst the parties concerned; (d) negotiate and arrange new contributions of capital; and (e) train and strengthen indigenous organizations, promote cooperation, and prepare and manage a pipeline of "bankable" projects.

BENEFITS

This operation will permit the consolidation and strengthening of an adequately financed mechanism to address the needs of indigenous peoples in terms of promoting their development in the region and eventually to mobilize fresh resources for investment in the sector. The operation will also strengthen the Fund through the introduction of measures to strengthen the Technical Secretariat, with its administrative procedures, national consultative bodies, and the adoption of a proactive strategy for dissemination and information.

RISKS:

The main risk associated with the operation is that the contributions to the capital stock by the member countries might fail to materialize. This risk is considered minimal, however, since the conservative financial projections used suggest that the contributions of just five countries with an annual rate of return of 3.6% would be sufficient to generate income of approximately US\$350,000 annually over three years, an amount that would assure the basic functioning of the Fund's Technical Secretariat. Another major risk associated with project execution is that the Technical Secretariat might not receive financial resources from other sources for the key activities of project preparation, training, institutional strengthening, and cooperation. To alleviate this risk, the executing agency will be asked, as a condition precedent to disbursement of the Bank's funds, to demonstrate that the Fund has entered into agreements for at least one half of the financial contributions from other sources, i.e. a minimum amount equivalent to US\$1.4 million.

**ROLE OF THE
PROJECT IN THE
BANK'S STRATEGY
FOR THE REGION:**

The project meshes well with the guidelines of the Eighth Replenishment with respect to the development of indigenous groups in general and the Indigenous Peoples Fund in particular (document AB-1704,

paragraph 2.27). Furthermore, it is consistent with the mandate of the Board insofar as the administration by the Bank of the Fund's capital stock is concerned (documents GN-2002-1 and -2).

**SPECIAL
CONTRACTUAL
CONDITIONS:**

As a condition precedent to disbursement of the Bank's contribution, the executing agency shall: (a) demonstrate that the Fund has signed agreements with bilateral and multilateral donor institutions for the equivalent of US\$1.4 million in financial contributions to fund initiatives and specific projects of indigenous organizations (paragraph 3.20); and (b) submit an initial report containing: (i) a general work plan of the project and a specific one for the first six-month period, including timetables; and (ii) the specific terms of reference for the short-term consultants to be hired during the first six-month period (paragraph 3.25a).

I. BACKGROUND

- 1.1 The Fund for the Development of the Indigenous Peoples of Latin America and the Caribbean (Indigenous Peoples Fund) is a public international agency established under a multilateral agreement signed by 23 countries. The agreement, now ratified by 20 countries, 19 of which are members of the Inter-American Development Bank (IDB), has been deposited with the United Nations General Secretariat. The creation of the Fund was an initiative of the Ibero-American Summit of Heads of State and of Government held in Guadalajara in 1991. Since it was initially proposed, the initiative has received the support of the IDB, which helped to design the initiative, set up the organization, and pursue its activities.
- 1.2 The governing bodies of the Indigenous Peoples Fund (the Fund) are a General Assembly and a Board of Directors. The governments and indigenous groups of countries in the region are represented equally in the General Assembly. Also represented are the governments of the Fund's nonregional members. The Board of Directors is composed of six government representatives (three from countries in the region and three from nonregional countries) and six representatives of indigenous groups. The technical and administrative management of the Fund is handled by a Technical Secretariat, now staffed by a small core of professionals (4), administrative personnel (4), and short-term consultants, who coordinate their activities with a network of national consultative bodies.
- 1.3 Pursuant to the Establishing Agreement and the proposed resolution creating the Fund and according to the findings of evaluations and consultations on the institutional profile performed in its early years of operation, the Fund serves as a facilitator for the development of indigenous peoples in the region, providing resources (technical and financial): (i) to make it easier for indigenous beneficiaries to raise resources for investment from existing national and international facilities in order to finance their development initiatives; (ii) to encourage strategies for the development of indigenous peoples; and (iii) to promote consultation and collaborative action between governments and indigenous peoples on development issues (see Annex I for a summary of the activities carried out since 1993).
- 1.4 Since its inception in August 1993, when the Establishing Agreement took effect, the Fund's operations have been supported by regional technical-cooperation funding of US\$2.5 million made available by the IDB (ATN/SF/CI-4125-RG) for the establishment and functioning of the Technical Secretariat. As of August 31, 1998, the Bank had disbursed US\$2.2 million and the operation is expected to be completed by year end. The proceeds of the IDB financing have been used to fund two other activities: the first involved an

international seminar on "Indigenous Peoples and Development: Poverty, Democracy, and Sustainability" (ATN/SF-4888-RG) in the amount of US\$60,000, and the second operation helped organize a broad consultation of indigenous organizations on the proposed "Declaration of the Americas on the Rights of Indigenous Peoples", for which the OAS Inter-American Commission on Human Rights commissioned the Fund (ATN/SF-5384-RG) to carry out a component, at a cost of US\$80,000.

- 1.5 The Fund also receives assistance from other international agencies (World Bank, European Community, International Labour Organisation, UNESCO, and the Inter-American Commission on Human Rights) as well as direct contributions from several member countries (Bolivia, Mexico, Panama, and Spain). Together, these additional contributions and the IDB regional technical-cooperation operation amount to approximately US\$1 million, which does not include indirect contributions for investments in projects and contributions in kind such as the Fund's headquarters building.
- 1.6 A mid-term evaluation of the technical-cooperation project (ATN/SF/CI-4125-RG) performed by two independent consultants under a contract with the Bank and a consultative process with the indigenous beneficiaries found that in its early years the Fund's most important achievements were: (i) the formulation of a highly relevant concept of indigenous development; (ii) the signature and ratification of the Establishing Agreement by nearly every country in Latin America; (iii) the conceptualization and financing of major consultative, training, and instruction initiatives; and (iv) the assessments and preparation of projects by most of the member countries. These activities underscored: (i) the need for certain institutional reforms to encourage greater participation by indigenous peoples in the Technical Secretariat and in managing Fund activities; and (ii) the need to establish financing mechanisms that ensured the sustainability of the Fund's operations with respect to preinvestment and investment in projects for indigenous development as well as nonrecoverable costs relating to the functioning of the Fund's authorities.
- 1.7 On the basis of these recommendations, the Fund's Second General Assembly, in La Paz in May 1997, modified the composition of the Board of Directors to bring in three more indigenous members, formally established the Meeting of Indigenous Representatives as a consultative body, and directed that preference be given to consultation/collaboration and training activities that incorporated more indigenous people with technical and professional backgrounds.
- 1.8 The Assembly gave authorization for: (i) a capital base consisting of contributions from member countries and from other countries and development assistance agencies to be established, with the income generated by these contributions being used to finance investments for indigenous communities in the region and the organization's

operations; and (ii) the endowment to be administered under an agreement with the IDB. The Assembly also noted as a rule of reference that the combined contributions of the Fund's member countries should amount to approximately US\$100 million over the next five years. The administration agreement between the IDB and the Indigenous Peoples Fund was signed in February 1998, after authorization by the Board. So far, the Fund has received formal commitments of approximately US\$40 million and paid-in contributions of US\$2.5 million, which is expected to generate a return of US\$70,000 by year-end 1998 (see documents GN-2002-1 and GN-2002-2 for a summary of the capital-stock financial projections).

- 1.9 The proposed program would enable the Fund to operate until its capital stock generates sufficient income of its own to replace the resources of this technical-cooperation funding. At the same time, it will: (i) ensure the functioning of the technical and administrative structure (Technical Secretariat and Chairman's Office) for a period of three years, (ii) reinforce the capacity of the latter to manage contributions to capital stock and plan the use of income, and (iii) maintain and increase the level of activities in support of indigenous organizations.
- 1.10 In June and July 1998, two other evaluations were performed: (i) a mid-term evaluation of the administrative procedures, and (ii) an assessment by CESO, a Canadian organization, of the Secretariat's needs in terms of institutional strengthening. Those two evaluations helped in devising the institutional strengthening component of the operation proposed herein. Detailed terms of reference are available for the final evaluation of the technical-cooperation operation currently under way, which is planned for January and February 1999.

II. OBJECTIVES

A. Objectives

- 2.1 The general objective of the project is to give continuity to the Fund's operations until the income generated by its endowment is sufficient to sustain the Fund on its own.
- 2.2 The specific objectives of the program are: (i) to sustain the technical and administrative management structure; (ii) to pursue support activities for the benefit of indigenous peoples and communities in the region; and (iii) to consolidate the Fund institutionally and financially.
- 2.3 The Bank's contribution will make it possible to sustain the Fund's operations upon completion of technical-cooperation operation

ATN/SF/CI-4125-RG (establishment and functioning of the Indigenous Peoples Fund) until such time as the income generated by its capital is enough to replace the regional technical-cooperation funding. The Fund is expected to become financially self-sustaining as from the third year of the operation proposed herein.

III. DESCRIPTION OF THE PROJECT

A. Activities

- 3.1 To achieve the goals indicated, the Fund will carry out the following activities:
- 3.2 Functioning of the Technical Secretariat:
 - a. Select and hire and/or renew the contracts of Technical Secretariat staff (5 long-term consultants), including indigenous professional staff.
 - b. Prepare operations and functions manuals, design an integrated electronic information system for internal use (data base) and establish operating standards, in order to finish designing the working, administrative, accounting, and evaluation procedures of the Technical Secretariat.
 - c. Establish mechanisms and procedures for the dissemination of information amongst the parties concerned.
- 3.3 Institutional and financial consolidation of the Fund:
 - a. Arrange and negotiate the signature of letters of intent and the payment of contributions to the Fund's capital stock by the governments of the member countries, other countries, and cooperation agencies, and administer the agreement with the IDB for administration of the Fund's resources.
 - b. Prepare Operational Directives, procedural standards and other measures regulating the use, evaluation, and control of income from the capital stock by the management bodies.
 - c. Organize the Third General Assembly, meetings of the Board of Directors and executive committee, and activities, ensuring participation by representatives of indigenous peoples in the Fund's management.

3.4 Direct support for indigenous development initiatives:

- a. Identify the needs of indigenous peoples, prepare projects and support the negotiation of financing: self-assessments, project feasibility, identify and arrange funding.
- b. Training and strengthening activities for indigenous organizations: training of experts, horizontal technical assistance, training courses, and strengthening of indigenous organizations.
- c. Promotion of consultation/collaborative action: sessions of national consultative bodies, workshops and seminars, studies, participation by indigenous people in events, and dissemination.

B. Organization and execution

- 3.5 The proposed project will take 36 months to complete, commencing from the date of signature of the technical-cooperation agreement for this operation.
- 3.6 The operation will be carried out by the Fund's Technical Secretariat under the direction and supervision of the Board of Directors and in accordance with the rules and Operating Directives issued by the General Assembly. The functioning of the Technical Secretariat will be monitored on an ongoing basis by an executive committee consisting of the Chairman and two Vice Chairmen of the Board of Directors.
- 3.7 At present, the Technical Secretariat has a staff of four professionals and four administrative personnel, with the support of short-term consultants and grant recipients. The four professionals include a technical secretary and three specialists in projects, institutional training and strengthening, and administration and finance. The cost of the professional and administrative staff is being financed with IDB technical-cooperation funding (ATN/SF/CI-4125-RG). The staff has been hired in accordance with the Bank's procedures.
- 3.8 In order to ensure continuity in the Technical Secretariat's activities, the contracts of the professional staff and other personnel currently discharging administrative functions in the Technical Secretariat would be renewed and one additional professional would be hired, a specialist in consultation and collaborative action. The process of renewing the contracts of staff currently employed by the Technical Secretariat and whose salaries are being paid out of the proceeds of the first regional technical-cooperation operation would not be affected by the competitions. Any new staff, however, would be selected and hired following Bank procedures. The terms of reference of all the long-term consultants to be hired including those for the Chairman/

Negotiator and the Technical Secretary of the Fund are given in Annex II.

- 3.9 New professional employees and existing employees whose contracts are renewed will assist the Fund through the Technical Secretariat with the process of institutional strengthening and with continuing arrangements with the member countries so that they make their contributions to the capital stock, according to the list of activities described in the preceding paragraphs.
- 3.10 The activities in support of indigenous development will be carried out preferably under agreements with indigenous organizations, with groups made up of knowledgeable indigenous persons and/or with development assistance agencies, as well as under contracts with consulting firms, nongovernmental organizations, or individual consultants. The terms of reference are contained in Annex II.
- 3.11 In addition to project activities that are being paid for with funding from the Bank, other specific activities entailing direct support for indigenous development initiatives will be pursued with the help of consultants hired with resources provided under bilateral agreements (Germany and Spain) or by multilateral institutions (European Union and UNESCO). The Fund is now negotiating these agreements directly, in an amount of US\$2.8 million as indicated in paragraph 3.18.
- 3.12 The Fund will assist various indigenous organizations, institutions, and groups to identify, prepare, and arrange indigenous projects. These projects are being financed directly from other sources, and in these cases the Fund will not administer or act as intermediary for the resources, and will serve only in a monitoring capacity.

C. Cost and financing

- 3.13 The total estimated cost of the project is US\$1,866,000, as shown below in the table of program cost and financing:

Table 1
Cost and financing of the program
(US\$ equivalent)

Category	IDB			Local counterpart <u>a/</u>	Total
	FSO	CANTAP II	Norwegian Fund		
1. Operations of Technical Secretariat	480,925	20,000		689,075	1,190,000
2. Institutional strengthening of the Secretariat	74,075	80,000		154,925	309,000
3. Support for project preparation				40,000	40,000
4. Training and strengthening for indigenous organizations			165,000	30,000	195,000
5. Consultation/collaborative action activities			24,000	93,000	117,000
6. Audit and evaluation	45,000				45,000
TOTAL	600,000	100,000	189,000	977,000	1,866,000

a/ Return on capital stock

- 3.14 The Bank's contribution in foreign exchange from the FSO (US\$600,000) will cover part of the salaries (US\$396,000) of the long-term consultants, as professional staff of the Fund's Technical Secretariat (Technical Secretary and four professionals) and the fees (US\$74,075) of the Fund's Chairman/Negotiator for the three years of project execution; expenses in connection with official mission travel of the Fund Negotiator in activities related to the negotiation and arrangement of letters of intent and the payment of contributions to the Fund's capital stock (US\$24,925); the cost of the Fund's annual audit (US\$15,000); the evaluation of the project results to be performed upon completion by independent consultants (US\$30,000); and contingencies (US\$60,000).
- 3.15 Apart from the contribution from the FSO, the Bank will draw on several of its trust funds to finance the fees of short-term consultants (fees and travel expenses) who will be hired for activities concerned with: the institutional strengthening of the Technical Secretariat (with CANTAP II up to the equivalent of US\$100,000, or Can\$115,000); and strengthening and training for indigenous organizations, consultation/collaborative action with indigenous groups, and translation and interpretation expenses (Norwegian Fund for Consulting Services in the amount of US\$189,000).
- 3.16 The total amount of the Bank's contribution will come to the equivalent of US\$889,000 (48% of the total cost) of which US\$600,000 will be in foreign exchange from the net income of the

Fund for Special Operations and the equivalent of US\$289,000 would be financed from the various trust funds mentioned in the preceding paragraph.

3.17 As a local counterpart contribution, the Fund will provide US\$977,000 (52% of the total cost) to be drawn on the income generated by the Fund's endowment during the three-year project execution. The Fund has now received paid-in contributions and/or signed commitments totalling US\$12 million. Based on conservative estimates of an annual rate of return of 3.6% on the capital, the Fund is expected to have sufficient resources to meet its counterpart financial obligations.

3.18 Also, the Fund will have the following resources for direct investment in specific activities:

- a. Germany: agreement on the establishment of the Fund for Studies and Experts (available for the period) US\$600,000
- b. Spain: agreement on grant support for activities for 1997-1998 (available for the period) US\$200,000
- c. European Union: indigenous professional training program (second stage under negotiation) US\$1,500,000
- d. UNESCO: grant for a joint research program on the development of indigenous resources (under negotiation) US\$500,000

3.19 The proceeds from these agreements will enable the Fund to carry out the activities envisaged to help indigenous organizations and/or institutions to prepare and manage indigenous projects.

3.20 To ensure that resources are available for the activities in support of project preparation, training/strengthening of indigenous organizations and consultation/collaborative actions to be funded with grants from other sources mentioned in paragraph 3.18, as a condition precedent to disbursement, it must be demonstrated that the Fund has signed agreements for contributions amounting to at least US\$1.4 million, i.e. 50% of the amount specified in paragraph 3.18.

D. Disbursements

3.21 The technical-cooperation funding will be disbursed over a period of 48 months, calculated from the date of signature of the letter of agreement.

- 3.22 The Bank's contribution will be used as shown in Table 1 on the program cost and financing (more details in Annex III). Up to 10% of the Bank's contribution, or US\$89,000, may be set up as an advance of funds.
- 3.23 In order to promote the financial consolidation of the Fund during the three-year execution period and to ensure its sustainability upon completion of the project, it is proposed that the Bank's contribution be disbursed in accordance with the following timetable: year 1 - US\$493,000; year 2 - US\$283,000; and year 3 - US\$113,000. This timetable was designed to maximize the use of the regional technical-cooperation funding in the earlier years of project execution, thus permitting the eventual replacement of the technical-cooperation funding with the income generated by the capital stock in the project's final years (see Annex III).

E. Monitoring and reports

- 3.24 The Fund will cooperate with the Bank in performing periodic monitoring through a coordination and monitoring committee, whose members will be the Bank and the Technical Secretariat. The committee will meet annually during project execution.
- 3.25 The Fund will present the following reports to the Bank for its consideration by the deadlines specified below:
- a. An initial report, as a condition precedent to disbursement of the Bank's contribution, containing: (i) a general work plan for the project with a specific plan for the first half-year, including timetables for execution; and (ii) the specific terms of reference of the short-term consultants to be hired during the first six months.
 - b. A progress report, every six months during program execution outlining in detail the activities carried out in each period. These reports will include a description and an assessment of the activities completed (including detailed information on the projects financed, an update of the work plan with the activities planned for the following period, and recommendations on courses of action or any changes that might be necessary).
 - c. A final report, before the completion date, summing up and assessing the activities completed, the results obtained and the extent to which the objectives set were achieved, and the financing plan for defraying operating and administrative expenses after completion of the operation. The report is to include a 3 to 4 page executive summary.
 - d. Annual financial reports, within 90 days after the end of each year of project execution and a final financial report within three months after the date of the final disbursement. These

reports will need to be audited by a firm of independent auditors approved by the Bank and will include the Bank's contributions and the counterpart financing.

- 3.26 The basic responsibility for the operation and responsibility for disbursements will rest with the Bank's Country Office in Bolivia (COF/CBO), headquarters of the Fund's Technical Secretariat, which will consult with SDS/IND as necessary.

IV. BENEFITS AND RISKS

- 4.1 This operation will permit the consolidation and strengthening of an adequately financed mechanism to address the needs of indigenous peoples in terms of promoting their development in the region and eventually to mobilize additional resources for investment in the sector.
- 4.2 The operation will also strengthen the Fund through the introduction of measures to consolidate the Technical Secretariat, with its administrative procedures, national consultative bodies, and the adoption of a proactive strategy for dissemination and information.
- 4.3 The main risk associated with the operation is that the capital contributions from the member countries might fail to materialize. This risk is considered minimal, however, since the very conservative financial projections used suggest that the contributions of just five countries with an annual rate of return of 3.6% would be sufficient to generate income of approximately US\$350,000 annually for three years, an amount that would assure the basic functioning of the Fund's Technical Secretariat.
- 4.4 Another major risk associated with project execution is that the Technical Secretariat might not receive financial resources from other sources for the key activities of project preparation, training, institutional strengthening, and consultation/collaborative action. To alleviate this risk, the executing agency will be asked, as a condition precedent to disbursement, to demonstrate that the Fund has entered into agreements for at least one half of the financial contributions from other sources, i.e. a minimum amount equivalent to US\$1.4 million.

V. EVALUATION

- 5.1 This operation will be monitored at the annual meeting through the coordination and monitoring committee on the basis of the progress reports (see paragraph 3.24). Also, proceeds of the operation will

be used to prepare an ex post evaluation by an independent consultant of the Bank's choice, to be funded with the proceeds of the second regional technical-cooperation project in accordance with the terms of reference and the logical framework of the program (see Annex IV).

LOGICAL FRAMEWORK

Objectives	Activities	Indicators	Means of verification	Assumptions
Continuity to the Fund of the Peoples Income Fund by its own resources. It is enough to maintain its own.	Functioning of Technical Secretariat. Institutional and financial strengthening of Fund. Direct support for indigenous development initiatives.	Disbursements of IDB and local counterpart funding as agreed in the regional technical-cooperation agreement. Progress of activities as provided in implementation plan.	Audited annual financial statements. Progress or mid-term reports compared with initial report. Financial contributions by countries to Fund's capital stock in accordance with commitments.	Activities carried out over a year execution time. Financial contributions totalling US\$12 million have been made by 5 countries to the Fund's capital stock.
Obtain technical and administrative management of the Fund's Technical Secretariat.	Consolidation of technical and administrative structure through hiring and training of permanent staff for Fund's Technical Secretariat. Preparation of systems of operations procedures, administration, accounts and evaluation of functions and their implementation through adoption of Functions and Operations Manuals for the Technical Secretariat. Establishment of integrated electronic system for internal use. Introduction of mechanisms and procedures for dissemination.	Maintaining the level of Technical Secretariat's permanent staff (7 employees) between 1999 and 2001. Hiring and training of 2 permanent staff members, preferably of indigenous extraction, for the Technical Secretariat commencing in 1999. Evidence that Technical Secretariat: (i) has prepared and adopted an operations manual; (ii) has introduced an integrated electronic system; and (iii) uses the administrative procedures for the Technical Secretariat. Preparation and dissemination of 19 regional information brochures, in 3 years.	Evaluation report on use of procedures manuals by the Technical Secretariat. Progress or mid-term reports. Contracts for professional staff (existing and additional).	Qualified individuals available on the market.
Provide direct support for the development of indigenous peoples communities in the region.	Identification and preparation of projects or initiatives for indigenous communities in the region and support for the negotiation of financing, self-assessments, feasibility studies, identification and arrangement of financing. Training and strengthening of indigenous organizations, training of technical experts and horizontal technical assistance. Promotion of consultation/collaborative action, meetings of national consultative bodies.	Support at preinvestment stage for 50 activities a year (150 between 1999 and 2001). Support for feasibility of projects with negotiations begun (5/yr). Number of projects receiving investment resources (10/yr). Number of indigenous organizations that will benefit from training under scholarships or other forms of technical assistance (15/yr). Number of indigenous organizations receiving technical assistance for institutional strengthening (7/yr). Number of consultation/collaborative-action events (10/year)	Consultants' final reports. Financing agreements. Evaluation reports of grant recipients and indigenous organizations. Reports to donors of financing. Number of contracts entered into and their type. Reports on event outcomes (by type and country)	Interest exists in financing indigenous projects. Demand exists for technical and institutional strengthening. Agreements arranged with other sources of financing for a total of US\$10 million. Interest of indigenous organizations in consultation/collaborative activities.

Activities	Indicators	Means of verification	Assumptions
<p>Contribute to the strengthening of the institutional and financial capacity of the Indigenous Peoples</p>	<p>Arranging and negotiation of letters of intent and payment of contributions to the capital stock by governments of the member countries. The administration of the agreement establishing the capital stock Preparation of Organizational Directives Third Meeting of the Indigenous Peoples Fund</p>	<p>Preparation of financial instruments and rules for payment of US\$28 million in prior commitments to the capital stock by the member governments. Arrangement of additional letters of intent for subscriptions to the Fund's capital stock in 6 other member countries, in order to increase the capitalization of the Fund. Ten meetings of the Fund's Board of Directors held between 1999 and 2001. Preparation of 6 operational directives by Technical Secretary which will be adopted by the Board of Directors.</p>	<p>Fund's current account and return on contributions made by donor countries to Trust Fund administered by IDB. Minutes of meetings of the monitoring committee. Minutes of General Assembly. Minutes of meetings of Board of Directors of the Indigenous Peoples Fund.</p> <p>Return on capital of at least 10 million at an annual interest of at least 10% of the amount of US\$28 million.</p>

PROPOSED RESOLUTION

REGIONAL. NON-REIMBURSABLE TECHNICAL COOPERATION TO SUPPORT THE
TECHNICAL SECRETARIAT OF THE INDIGENOUS FUND

The Board of Executive Directors

RESOLVES:

1. That the President of the Inter-American Development Bank, or such representative as he shall designate, is authorized, in the name and on behalf of the Bank, to enter into such agreements as may be necessary with the Fondo para el Desarrollo de los Pueblos Indígenas de América Latina y el Caribe, and to take such additional measures as may be pertinent for the execution of the plan of operations referred to in Document AT-_____ with respect to a non-reimbursable technical cooperation to Support the Technical Secretariat of the Indigenous Fund.

2. That up to the sum of US\$600,000, or its equivalent in other convertible currencies, is authorized for the purposes of this resolution, chargeable to the net income of the Fund for Special Operations.

3. That the above-mentioned sum is to be provided on a non-reimbursable basis.

PROPOSED RESOLUTION

REGIONAL. NON-REIMBURSABLE TECHNICAL COOPERATION TO SUPPORT THE
TECHNICAL SECRETARIAT OF THE INDIGENOUS FUND

The Board of Executive Directors

RESOLVES:

1. That the President of the Inter-American Development Bank, or such representative as he shall designate, is authorized, in the name and on behalf of the Bank, as Administrator of the Norwegian Technical Cooperation Trust Fund for Consulting Services, to enter into such agreements as may be necessary with the Fondo para el Desarrollo de los Pueblos Indigenas de América Latina y el Caribe, and to take such additional measures as may be pertinent for the execution of the plan of operations referred to in Document AT-_____ with respect to a non-reimbursable technical cooperation to Support the Technical Secretariat of the Indigenous Fund.

2. That up to the sum of US\$189,000, is authorized for the purposes of this resolution, chargeable to the resources of the Norwegian Technical Cooperation Trust Fund for Consulting Services.

3. That the above-mentioned sum is to be provided on a non-reimbursable basis.

PROPOSED RESOLUTION

REGIONAL. NON-REIMBURSABLE TECHNICAL COOPERATION TO SUPPORT THE
TECHNICAL SECRETARIAT OF THE INDIGENOUS FUND

The Board of Executive Directors

RESOLVES:

1. That the President of the Inter-American Development Bank, or such representative as he shall designate, is authorized, in the name and on behalf of the Bank, as Administrator of the Canadian Consultant Trust Fund (CANTAP-2), to enter into such agreements as may be necessary with the Fondo para el Desarrollo de los Pueblos Indígenas de América Latina y el Caribe, and to take such additional measures as may be pertinent for the execution of the plan of operations referred to in Document AT-_____ with respect to a non-reimbursable technical cooperation to Support the Technical Secretariat of the Indigenous Fund.

2. That up to the equivalent of US\$100,000, in Canadian dollars, is authorized for the purposes of this resolution, chargeable to the resources of the Canadian Consultant Trust Fund (CANTAP-2).

3. That the above-mentioned sum is to be provided on a non-reimbursable basis.