

RESOLUTION AG-5/23 and CII/AG-2/23

Multilateral Investment Fund

WHEREAS

The general purpose of the Multilateral Investment Fund (“IDB Lab”) is to promote sustainable development through the private sector by identifying, supporting, testing and piloting new solutions to development challenges and seeking to create opportunities for the poor and vulnerable populations in the regional developing member countries of the Inter-American Development Bank (the “IDB”) and the developing member countries of the Caribbean Development Bank (IDB and IDB Lab, together with the Inter-American Investment Corporation (“IDB Invest”), “IDB Group”);

Progress continues to be made with respect to the payment of pending amounts pertaining to IDB Lab donor country contributions under the Agreement Establishing the Multilateral Investment Fund III;

Pursuant to Resolution AG-12/22 and CII/AG-4/22, the Board of Governors of each of IDB and IDB Invest (together, “Boards of Governors”) resolved to mandate that IDB Lab develop a proposal for the future and financing of IDB Lab, and that such proposal be submitted to the Boards of Executive Directors of IDB and IDB Invest for consideration, and if the Boards of Executive Directors of IDB and IDB Invest so decide, that the proposal be elevated to the Boards of Governors for their consideration and decision;

Under the direction of the Donors Committee, the IDB through IDB Lab’s Office, has prepared the document entitled “The Future and Financing of IDB Lab”, forwarded to the Boards of Governors for consideration as document AB-3352, as mandated in paragraph 3 of Resolution AG-12/22 and CII/AG-4/22;

The Boards of Governors have considered document AB-3352;

THEREFORE,

The Boards of Governors, each separately and in accordance with the Agreement Establishing the Inter-American Development Bank and the Agreement Establishing the Inter-American Investment Corporation, respectively,

RESOLVE:

1. To reiterate their commitment to IDB Lab.
2. To authorize the start of negotiations with current and prospective donors for the replenishment of IDB Lab and for the terms and conditions of an “Agreement Establishing the Multilateral Investment Fund IV” and an “Agreement for the Administration of the Multilateral Investment Fund IV” (the “MIF IV Agreements”) taking into account document AB-3352 and the IDB Lab funding needs identified therein.
3. To request that IDB Management, through IDB Lab’s Office, under the direction of the Donors Committee, develop a proposal which shall include a recommendation for donor contributions to IDB Lab, as well as drafts of the MIF IV Agreements. Such proposal shall be submitted for the consideration of the Donors Committee and, thereafter, to the IDB Board of Executive Directors and the IDB Invest Board of Executive Directors. The IDB and IDB Invest Boards of Executive Directors may decide to elevate the proposal to the IDB Board of Governors and the IDB Invest Board of Governors for their consideration, aiming for a decision by April 2024.
4. That the Boards of Governors recognize that this Resolution does not constitute a commitment on the part of any country to participate directly or through other parts of the IDB Group in any potential increase in resources in IDB Lab or approve any recommendation that may be presented to the Boards of Executive Directors or Boards of Governors.

The Board of Governors of the Inter-American Development Bank,

RESOLVES:

5. To request that IDB Management develop a proposal for IDB support to IDB Lab, which shall include addressing the option of IDB net income transfers to IDB Lab taking into account document AB-3352 and the IDB Lab funding needs identified therein. As further detailed in said proposal, any such transfer shall be subject to the approval of each transfer by the IDB Board of Governors and any other relevant conditions. Such proposal shall be submitted for consideration by the IDB Board of Executive Directors. The IDB Board of Executive Directors may decide to elevate the proposal to the IDB Board of Governors for consideration, aiming for a decision by April 2024.

(Adopted on 19 March 2023)