





CHAPTER 4:

ICF ORGANIZATIONAL STRUCTURE

The Participants

Within 12 months following the participation in the Fund by five or more participants, the Trustee will call an annual meeting of participants. Each year following the first annual meeting, the Trustee will call an annual meeting of participants at such date and time as the Trustee determines. In the absence of any annual meeting, the Government of Italy will fulfill the role and undertake the responsibilities of the annual meeting.

Within three months following the participation in the fund of seven or more participants, the Trustee will establish a participants' committee for the fund. In the absence of any participants' committee, the Government of Italy will fulfill the role and undertake the responsibilities of the participants' committee. Membership of the participants' committee will, unless determined otherwise by a unanimous vote of the participants, comprise members drawn pro-rata based on the number of participants from both the private and public sector participants, as well as a host country observer.

The role of the participants' meetings will include, among others, the following:

- a) Reviewing the operations of the fund, and providing the Trustee with general policy and strategic guidance on the overall operation and management of the fund;
- b) Reviewing and approving the business plan and annual budget for the next fiscal year for the fund;
- c) Providing general guidance to the Trustee on the selection of projects, including where relevant, proposing changes to the project selection and portfolio criteria; and
- d) Reviewing projects proposed by the Trustee in order to determine whether to object to the inclusion of such projects in the fund's portfolio.

The World Bank

To manage, maintain and operate the Italian Carbon Fund, the World Bank will use the services of the Fund Management Unit (FMU) responsible



for the management of other Bank operated carbon funds. The fund manager of the FMU will be responsible for the day-to-day management of the ICF, including management of the project portfolio, overseeing the selection of projects, negotiating relevant project agreements, ensuring compliance with the project selection and portfolio criteria.

As with the other carbon funds administered by the World Bank, the Fund Management Unit will call upon the World Bank's specialist staff as needed. Specialists may be needed for project technical review, appraisal of consistency with the World Bank's country assistance strategies, advice on the Bank's safeguard policies, economic and financial analysis, training, knowledge management, legal services, research, marketing, and issues such as participant and host country relations.

FOCUS ON POTENTIAL ICF PROJECTS...

GUATEMALA:

Hydro Electric Project

As in all Central American countries, in Guatemala, there exists significant concern for the conservation of the environment and a desire to balance economic development with protection of the country's air and water quality and unique biodiversity. This proposed hydroelectric project would provide electricity from a renewable resource rather than use thermal greenhouse gas emitting technologies, as is the case with the majority of Guatemala's electricity generation today. The emission reductions—projected at almost half a million tCO₂e over 14 years—would result from the project's displacement of electricity from thermal plants. After construction the project would embark on reforestation and environmental activities in the proposed project area.