



# Forest Carbon Partnership Facility

## Carbon Fund Governance

Carbon Fund Design Meeting

Washington, DC

September 16-17, 2010



# Governance

- **Tranches**

- Carbon Fund to be reorganized into two tranches

- **Criteria for participation in a given tranche**

- Terms of the Participation Agreement (restrictive or nonrestrictive)
- Sources of the contribution (ODA or not)
- Nature of the Participant (public or private entity)

Trustee's discretion to determine which Tranche a prospective participant will join.

- **Decision-making arrangement within a Tranche**

- Tranche Participants will determine the voting arrangement of the Tranche

# Governance

- **Interaction between the two Tranches**
  - Potential different portfolio
  - Two separate ERPAs
  - Joint meetings
  - Need to further define the arrangement and relationship regarding the same ER programs
- **Participation by REDD Country Participants**
  - Open to participation by representatives of REDD Country Participants
  - Carbon Fund Participants have discretion to decide to close the meetings to the observers
  - Carbon Fund Participants may develop rules and procedures for the meetings.