

INDEPENDENT CONSULTATION AND INVESTIGATION MECHANISM

TRANSITION PLAN

This document responds to the request of the Board of Executive Directors to prepare a plan to assist the Bank in achieving an efficient transition from the 2010 Policy¹ to the 2014 Policy². The 2014 Policy establishes in paragraph 71 thereof that it shall become effective upon its approval by the Board, and that within a period of 45 calendar days from such date, the Board shall approve a transition plan for the Independent Consultation and Investigation Mechanism (“ICIM” or “Mechanism”).

During the Board of Executive Directors meeting held on February 4, 2015, the present transition plan was approved which aims to guarantee the Mechanism’s response capacity during the period of transition (“Transition Period”) which starts with the date of approval of the 2014 Policy on December 17, 2014 to the date on which the newly appointed ICIM Director determines the structure functional.

In keeping with the stated aim, the present document provides a plan (the “Transition Plan”) for the following:

- I. The interim governance structure during the Transition Period.
- II. The management of the seven currently active Requests received under the 2010 Policy.
- III. The management of Requests received during the Transition Period under the 2014 Policy.

I. The interim governance structure during the Transition Period

1.1 During this Transition Period, the ICIM will operate under an interim governance structure as follows:

1.1.1 The present Executive Secretary of the ICIM will act as interim ICIM Director (the “Interim ICIM Director”) with responsibilities set by the Board-approved Terms of Reference for the ICIM Director (Annex II of the 2014 Policy).

1.1.2 In keeping with such Terms of Reference, the Interim ICIM Director will designate: a. the longest serving Consultation Phase Case Officer to act as interim Consultation Phase Coordinator in accordance with the Board-approved Terms of Reference for the Consultation Phase Coordinator (Annex IV of the 2014 Policy); and b. the Panel Chairperson, to act as interim Compliance Review Phase Coordinator in accordance with the Board-approved Terms of Reference for the Compliance Review Phase Coordinator (Annex III of the 2014 Policy). Their responsibilities during the Transition Period will be as established in this Transition Plan.

1.1.3 The Interim ICIM Director, the interim Consultation Phase Coordinator and the interim Compliance Review Phase Coordinator (together, the “Interim ICIM Governance Structure”)

¹ 2010 Policy refers to document GN-1830-49.

² 2014 Policy refers to document MI-47-3.

shall be responsible for operating the Mechanism during the Transition Period under the 2014 Policy.

1.1.4 Paragraph 52c of the 2014 Policy will not be applicable to the Interim ICIM Governance Structure.

1.1.5 These interim appointments will cease when the ICIM Director takes office and any extensions to these appointments or any other interim arrangements shall be at the discretion of the ICIM Director. During the Transition Period, notwithstanding the additional responsibilities as described herein, the current contractual terms applicable to the individuals taking on such responsibilities will continue to apply.

II. The management of the seven active Requests received under the 2010 Policy

2.1 As of the date of approval of the 2014 Policy (December 17, 2014), the ICIM had seven active Requests under different stages of management per the terms established in the 2010 Policy (see Table 1).

Table 1
List of Active Requests received under the 2010 Policy

Case Number	Operation Number	Operation	ICIM Management Stage as of today
CONSULTATION PHASE			
AR-MICI001-2010	1914/OC-AR	Multiphase Development Infrastructure Program Support Production Entre Ríos – Phase 1	Under monitoring
BR-MICI004-2011	1126/OC-BR	Neighborhood Improvement Program “Habitar Brasil”	Under monitoring
BR-MICI006-2011	2323/OC-BR	Sao José dos Campos Urban Structuring Program	In Consultation Phase exercise
COMPLIANCE REVIEW PHASE			
PN-MICI002-2011	2027/OC-PN	Panama Canal Expansion Program.	In investigation
ME-MICI002-2012	2644A/OC-ME	Mareña Renovables Wind Project	In investigation
CO-MICI002-2011	2477A/OC-CO	El Dorado International Airport	In preparation of terms of reference
MICI-BO-2014-079	1926/BL-BO	La Paz Storm Drainage Program	In preparation of terms of reference

2.2 The Transition Plan provides for how each one of the seven Requests will be managed until their closing as follows:

- 2.3 In accordance with the decision made by the Board on July 10, 2013, the everyday management of the Consultation Phase is undertaken by the case officers under the supervision of the Executive Secretary based on the case management plans drawn for each and the as-needed expertise of the local facilitators. In particular for Requests under the Consultation Phase, the following treatment will be applied:
- 2.3.1 For Requests AR-MICI001-2010 and BR-MICI004-2011, which are at present under monitoring, a time limit of up to five years from the date of approval of the 2014 Policy is to be set and Monitoring Reports will be issued annually until their closing or once the 5 year limit is reached whichever comes first. (Paragraph 35 of the 2014 Policy)
- 2.3.2 For Request BR-MICI006-2011, which is at present in the Consultation Phase, a time limit for this phase is to be set in accordance with Paragraph 31 of the 2014 Policy from the date of approval of said Policy. If agreement is not reached within this time period, and in light of the fact that the Requesters have also asked for a Compliance Review, the Request will be transferred to the Compliance Review Phase and managed in accordance to what the 2014 Policy states for eligible Requests that have opted for the Compliance Review Phase (Section I of the 2014 Policy).
- 2.4 As regards the four Requests at present active in the Compliance Review Phase, their management will be undertaken as follows:
- 2.4.1 The Panel, led by Mary Rose Brusewitz as Panel Chairperson, with Panel Members Korinna Horta and Mario Epstein, has been appointed until September 30, 2015.
- 2.4.2 From the date of approval of the Transition Plan, the Panel will devote its time exclusively to the two Requests for which the Board has already approved Compliance Reviews (PN-MICI002-2011 and ME-MICI002-2012). The Board requests the Panel to exert its best efforts to complete these Compliance Reviews within the deadlines the Panel itself established for each and before the end of their appointment. In accordance with this, it would be expected that the two Compliance Review Reports would be considered by the Board before the end of September 2015.
- 2.4.3 The two Requests which are under the Preparation of Terms of Reference stage (CO-MICI002-2011 and MICI-BO-2014-079) will be transferred to the Interim ICIM Director, who will supervise that their processing continues during the Transition Period to the extent possible per Section I of the 2014 Policy. The appointed ICIM Director will be responsible for submitting the Terms of Reference to the consideration of the Board.
- 2.5 Once the Transition Period ends, Requests filed under the 2010 Policy that remain active will be transferred to the ICIM Director and their handling will continue until their closing per the process approved in this Transition Plan.

III. The management of Requests Received under the Transition Period

- 3.1 Requests received after the approval of the 2014 Policy by the Board (“New Requests”) are to be handled under the 2014 Policy.
- 3.2 During the Transition Period, the Interim ICIM Governance Structure will be responsible for handling the eligibility of New Requests according to the acting responsibilities relevant to each of the parties and in line with the 2014 Policy. The management of eligible Requests will be the responsibility of the appointed ICIM Director.
- 3.3 Once the ICIM Director takes office, the Interim ICIM Governance Structure will transfer all active New Requests to the ICIM Director, which shall be responsible for continuing management thereof.