



Forest Carbon Partnership Facility

World Bank Reporting related to the Chile's MTR

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Chile-WB Country Partnership Strategy and CDM Project experience

- The World Bank Group and the Chilean Government have committed in their 2011-2016 Country Partnership Strategy (CPS) to protecting the environment in order to ensure the long-term environmental sustainability of growth as well as respond to Chile's commitments to address climate change as a new member of the OECD.
- Chile and the WBG have a joint experience in implementing a CDM project for recovering degraded lands to increase carbon stocks. In 10 years, successful project implementation generated 300,000 tons of CO₂e through sequestration on small and medium landholdings comprising 3,000 hectares of land.

FCPF Grant

- **Objective of the WB as Delivery Partner**
 - The Project Development Objective is to assist the Recipient in carrying out the Readiness Preparation Activities
- **Grant Components:**
 - Readiness Organization and Consultation
 - REDD+ Strategy preparation
 - Development of a National Forest Reference Emission Level and Monitoring Systems for REDD+

Overall Progress on the FCPF Grant Agreement

- CONAF has made **Significant Progress** in achieving the Grant Objectives so far with Grant Activities supporting all major aspects of REDD+ Readiness.
- Since Grant effectiveness (2014), substantial effort has been put in developing Terms of Reference and processing contracts and as a result, the majority of Grant resources have already been committed in Project activities.
- Outputs and disbursements are expected to increase substantially in 2016.

FCPF Grant Status: Component 1

- **Readiness Organization and Consultation (FCPF amount committed: US\$1,087,787)**
 - Bidding in place for a large contract to develop a university based course aimed at strengthening CONAF's staff capacity;
 - Supporting the Forest Policy Council, which includes the same groups of key stakeholders as planned in Forest and Climate Change Roundtable;
 - Funds related to participatory approaches, consultation and information sharing have been assigned to Component 2 as a part of the SESA and ESMF development process.

FCPF Grant Status: Component 2

- **REDD+ Strategy preparation** (FCPF amount committed: US\$2,412,203)
 - Contracting of a 1st consortium to lead a study on the drivers of deforestation and forest degradation, the enhancement of forest carbon stocks, and strategic mitigation options;
 - Contracting of a 2nd consortium to lead a legal and social analysis of land tenure, carbon rights, and benefit sharing options;
 - Contracting of a 3rd consortium of national legal experts to provide technical assistance and inputs for integrating concepts of Payments for Environmental Services;

FCPF Grant Status: Component 2

- Bidding of a large contract to pilot new models of sustainable firewood collection and marketing through increased technical assistance;
- Development of a Participation and Consultation Plan, and a series of dissemination and early dialogue workshops with key stakeholder and also develop the Environmental and Social Management Framework;
- Six workshops have been carried out so far and these would provide key inputs to the Strategic Environmental and Social Assessment of the REDD+ Strategy.

FCPF Grant Status: Component 3

- **Development of a National Forest Reference Emission Level and Monitoring Systems for REDD+ (FCPF amount committed: US\$ 300,000)**
 - Being implemented in synergy with the resources from the Carbon Fund in preparation of the ERPD;
 - A consortium led by Winrock International, the National Forestry Institute and a major national University is developing the National Forest Reference Level and MRV system with a focus on forest degradation;
 - A FREL submission to the UNFCCC is expected in early 2016, and
 - Terms of Reference have been developed for a contract to strengthen the firewood traceability system.

Expected Outcome to be verified by Sept, 2016

- Consultations on the national REDD+ strategy are carried out with IP's, local communities, civil society, the private sector and other key stakeholders;
- A definition of forest degradation in the context of REDD+ has been established. This is of particular interest for the ERPD design;
- Strengthened access to benefits of the forestry programs is enabled for small and medium landholders as well as IP's;
- A SESA and an ESMF are under preparation to manage potential social and environmental impacts for the REDD+ strategy implementation phase;
- A draft ERPD for TAP review is in place.

Financial Reporting

- Disbursements:

Grant Start Date/End Date:

January 29, 2014 to September 15, 2016

- Grant amount: US\$ 3,800,000
- Disbursed (by June 30, 2015): 300,000 ($\approx 8\%$)
- Disbursed (by October 31, 2015): \$509,293 ($\approx 13\%$)
- Committed (by September 15, 2016) \$3,290,000 ($\approx 87\%$)

REQUEST FOR ADDITIONAL GRANT FUNDING

Request for Financial support is centered on 3 main lines of action:

1. Development of enabling measures for facilitating transition to the implementation phase of the National Strategy for Climate Change and Natural Resources (Estrategia Nacional de Cambio Climático y Recursos Vegetacionales – ENCCR), which will affect the formulation of sectoral programs;
2. Backing up the cultural relevance of the Strategy based on priorities of the Indigenous Peoples with all due dedication and cultural safeguards, as per Indigenous Consultation under Decree No. 66 of the Ministry of Social Development that implements Convention No. 169 of the International Labor Organization;

REQUEST FOR ADDITIONAL GRANT FUNDING

Request for Financial support is centered on 3 main lines of action:

3. Enabling future reporting and verification of emissions in a precise, robust and cost effective manner to generate Reference Levels within ERPD accounting area, in order to continue strengthening new methods for subsequent incorporation into the existing monitoring system.

The World Bank fully supports the additional funding request and is prepared to support Chile in the implementation of the additional grant.



THANK YOU!

www.forestcarbonpartnership.org