



Forest Carbon Partnership Facility

Overview of the FCPF and Engagement with Indigenous Peoples

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Asia-Pacific Indigenous Peoples Dialogue with the FCPF |
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FCPF and REDD+: Strategic Objectives

**1- Help countries
become ready for
REDD+**

**2- Pilot payments based
on performance
(equitable and at scale)**

FCPF

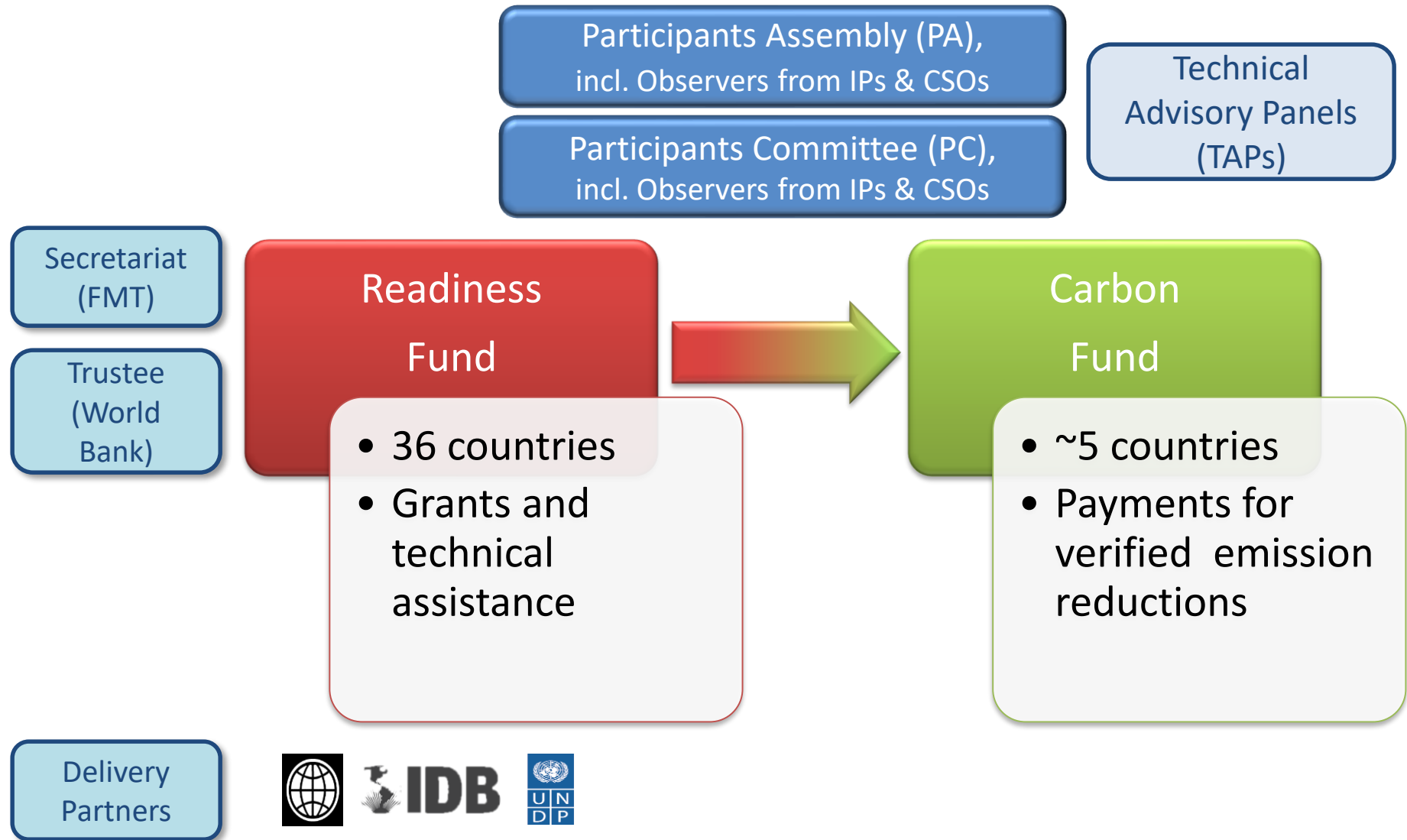
**3- Pilot ways to improve
livelihoods and
conserve biodiversity**

**4- Disseminate lessons
learned**

FCPF and the UNFCCC

- Not the same thing
 - FCPF is a demonstration activity, the design of which started in 2006 (before COP13 in Bali)
 - Funded voluntarily
 - Aligns with the emerging policy guidance of the UNFCCC
 - Informs the UNFCCC negotiations through country-led implementation
 - FCPF has a set lifetime: due to close in 2020
- FCPF and Phases of REDD+
 - Phases 1 and 2 (Carbon Fund = “results-based demonstration activities”)

FCPF: Structure and Governance (1)



FCPF: Structure and Governance (2)

Countries that have requested support from Delivery Partner other than the World Bank

IDB

Guatemala

Guyana

Peru

PNUD

Cambodia

Central African Republic

Honduras

Panama

Papua New Guinea

Paraguay

Suriname

FCPF: Structure and Governance (3)

MDP arrangement is an FCPF-specific mechanism,
different from the UN-REDD Programme

FCPF

(Multiple Delivery Partners)

- FAO
- IDB
- UNDP
- World Bank

UN-REDD Programme

- FAO + UNDP + UNEP
(delivering as one
program)

FCPF: Financial Contributors

Readiness Fund

\$239 m

- Australia
- Canada
- Denmark
- Finland
- France (AFD)
- Germany
- Italy
- Japan
- Netherlands
- Norway
- Spain
- Switzerland
- UK
- USA

Support preparation for REDD+
(2008-2020)

Carbon Fund

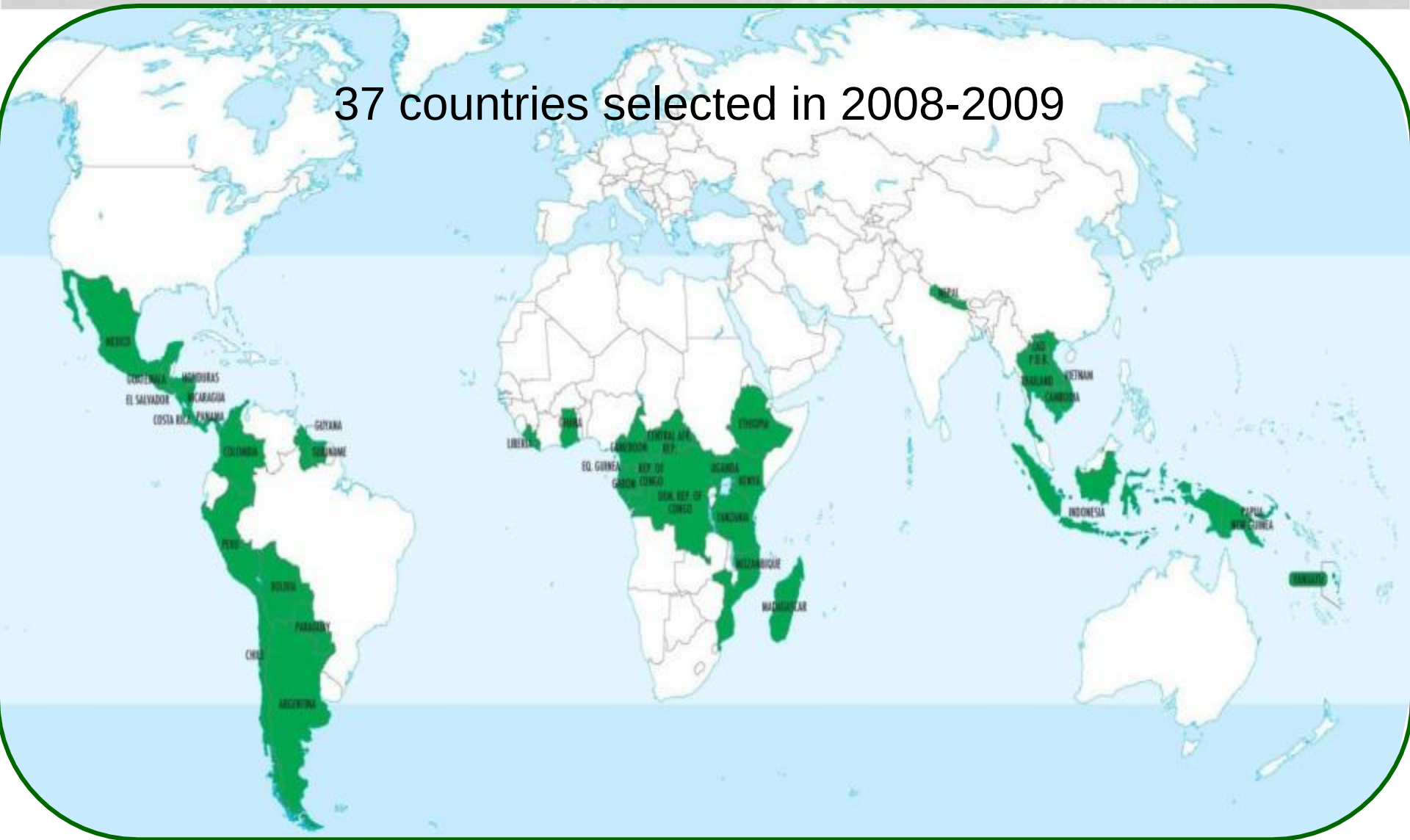
\$218 m

- Australia
- BP Technology Ventures
- Canada
- CDC Climat
- European Commission
- Germany
- Norway
- Switzerland
- The Nature Conservancy
- United Kingdom
- United States

Pay for emission reductions
(2011-2020)

Readiness Fund: Country Participation Status (1)

37 countries selected in 2008-2009



Readiness Fund: Country Participation Status (2)

(as of September 26, 2012)

24 countries have received assessment of their R-PPs.

Of these 24 countries, 7 have already signed a \$3.8 million preparation grant.

Africa

Cent. African Rep.

DR Congo

Ethiopia

Ghana

Kenya

Liberia

Mozambique

Republic of Congo

Tanzania*

Uganda

Asia

Cambodia

Indonesia

Lao PDR

Nepal

Vietnam

Latin America & Caribbean

Argentina

Colombia

Costa Rica

Guatemala

Guyana

Mexico

Nicaragua

Panama

Peru

* No grant funding requested from FCPF

Readiness Fund: Country Participation Status (3)

(as of September 26, 2012)

- 12 new countries have requested to join the Readiness Fund:
 - Belize, **Bhutan**, Burundi, Chad, Côte d'Ivoire, Jamaica, Nigeria, **Pakistan**, **Philippines**, **Sri Lanka**, Sudan, Togo
- Another 2 countries have expressed an interest in joining:
 - **Bangladesh**, **Fiji**
- The PC will decide whether to reopen the Readiness Fund, and on what conditions (March 2013)
 - There will be no financial support until then
 - Necessary (but not sufficient) condition for selection: R-PP draft

Readiness Fund (1)

Formulation and implementation of national Readiness Preparation Proposal (R-PP)



Readiness Fund (2)

R-PP Outline

Component 1: Organize and Consult

- 1a. National Readiness Management Arrangements
- 1b. Information Sharing and Early Dialogue with Key Stakeholder Groups
- 1c. Consultation and Participation Process

Component 2: Prepare the REDD+ Strategy

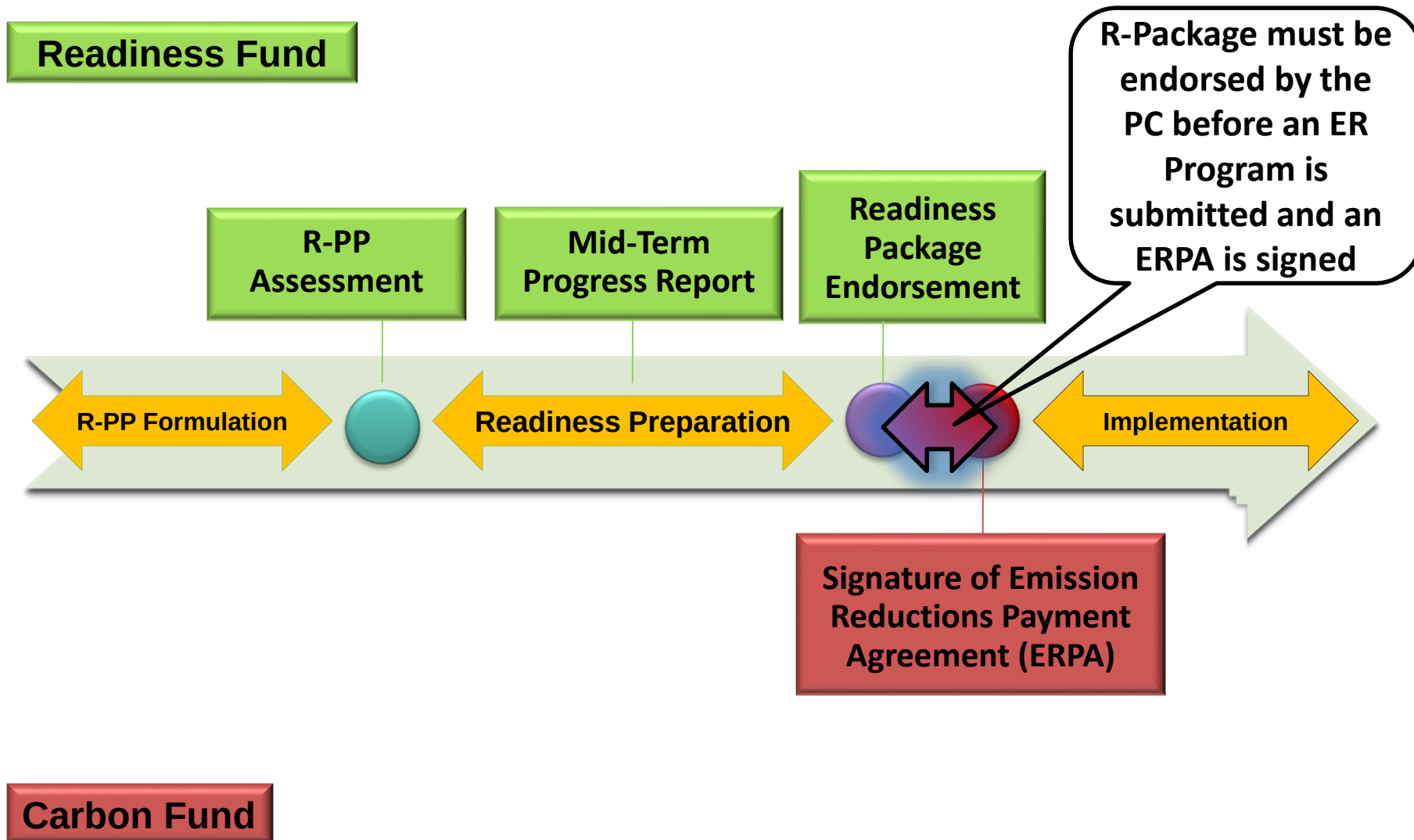
- 2a. Assessment of Land Use, Forest Law, Policy and Governance
- 2b. REDD+ Strategy Options
- 2c. REDD+ Implementation Framework
- 2d. Social and Environmental Impacts during Readiness Preparation and REDD+ Implementation

Component 3: Develop a Reference Level

Component 4: Design a Monitoring System

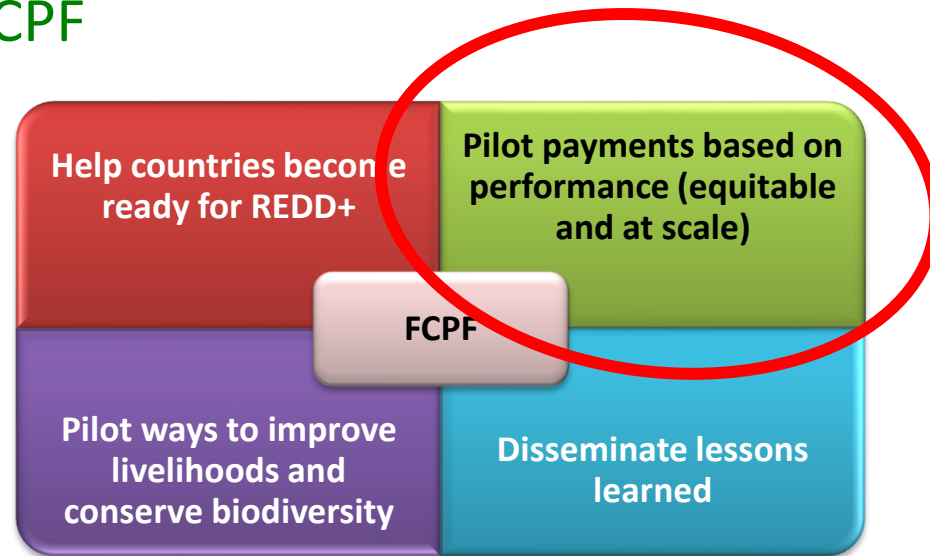
- 4a. Emissions and Removals
- 4b. Multiple Benefits, Other Impacts, and Governance

From Readiness to Carbon Finance



Carbon Fund: Introduction

- The Carbon Fund is integral part of the FCPF's Charter and at the heart of the FCPF



- Became operational in May 2011
- Methodological work is ongoing
 - Estimate of emission reduction potential of programs
 - Pricing

Objectives of the Carbon Fund (1)

- Mandate

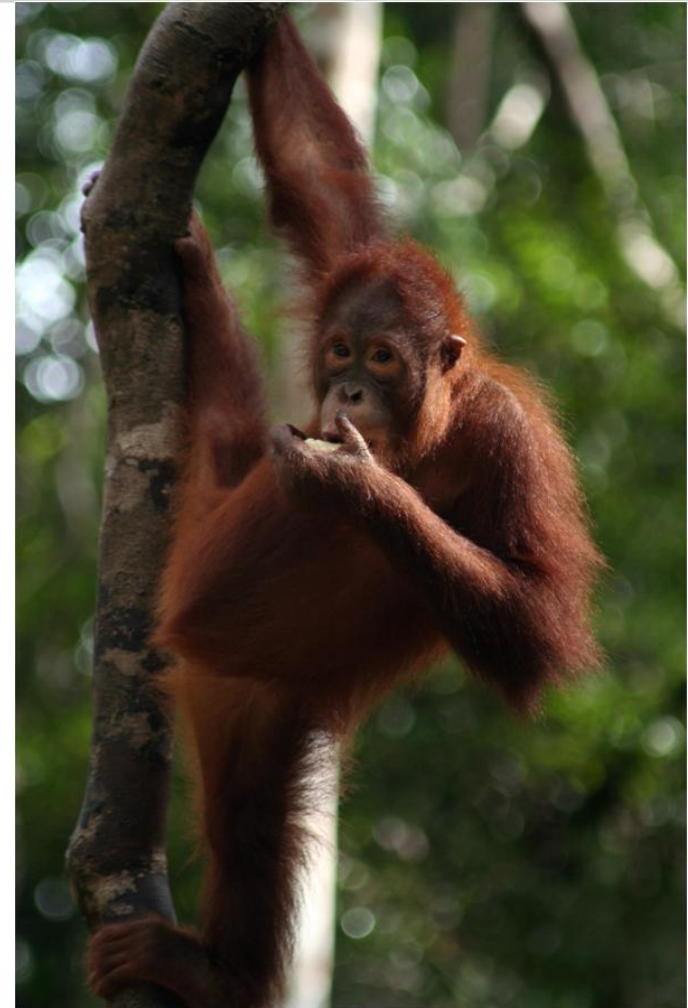
- Pay for Emission Reductions (ERs) from REDD+ programs and deliver them to the Carbon Fund (Tranche) Participants
- Not purchase or lay claims to land or territories, only ERs

- Objectives

- Deliver ERs generated by ~5 REDD+ programs that
 - Are submitted by governments or entities with government approval
 - Are undertaken at a significant scale, e.g., at the level of an administrative jurisdiction within a country or at the national level
 - Are consistent with emerging compliance standards under the UNFCCC and other regimes
 - Are consistent with national REDD+ strategy and emerging MRV system and REL
 - Are based on transparent stakeholder consultations
 - Generate environmental and social co-benefits (safeguards, biodiversity)

Objectives of the Carbon Fund (2)

- The Carbon Fund is NOT the carbon market for REDD+
- Performance-based payments $\neq$ market
 - Neither World Bank nor FCPF has authority to create a carbon market for REDD+
 - Carbon markets for REDD+ may be created in the future by
 - UNFCCC
 - Countries
 - Sub-national entities
 - Groups of countries
 - Performance-based payments will be used regarding of the source of the money or the use of the emission reductions



Next FCPF Meetings

- October 16-17, 2012 (Paris)
 - CF5
- October 20-23, 2012 (Brazzaville, Republic of Congo)
 - Workshops on Readiness Package + Carbon Fund
 - PA5 & PC13
 - Back-to-back with UN-REDD PB9
- March 2013 (Washington, DC)
 - CF6
 - PC14
- June 2013 (Indonesia?)

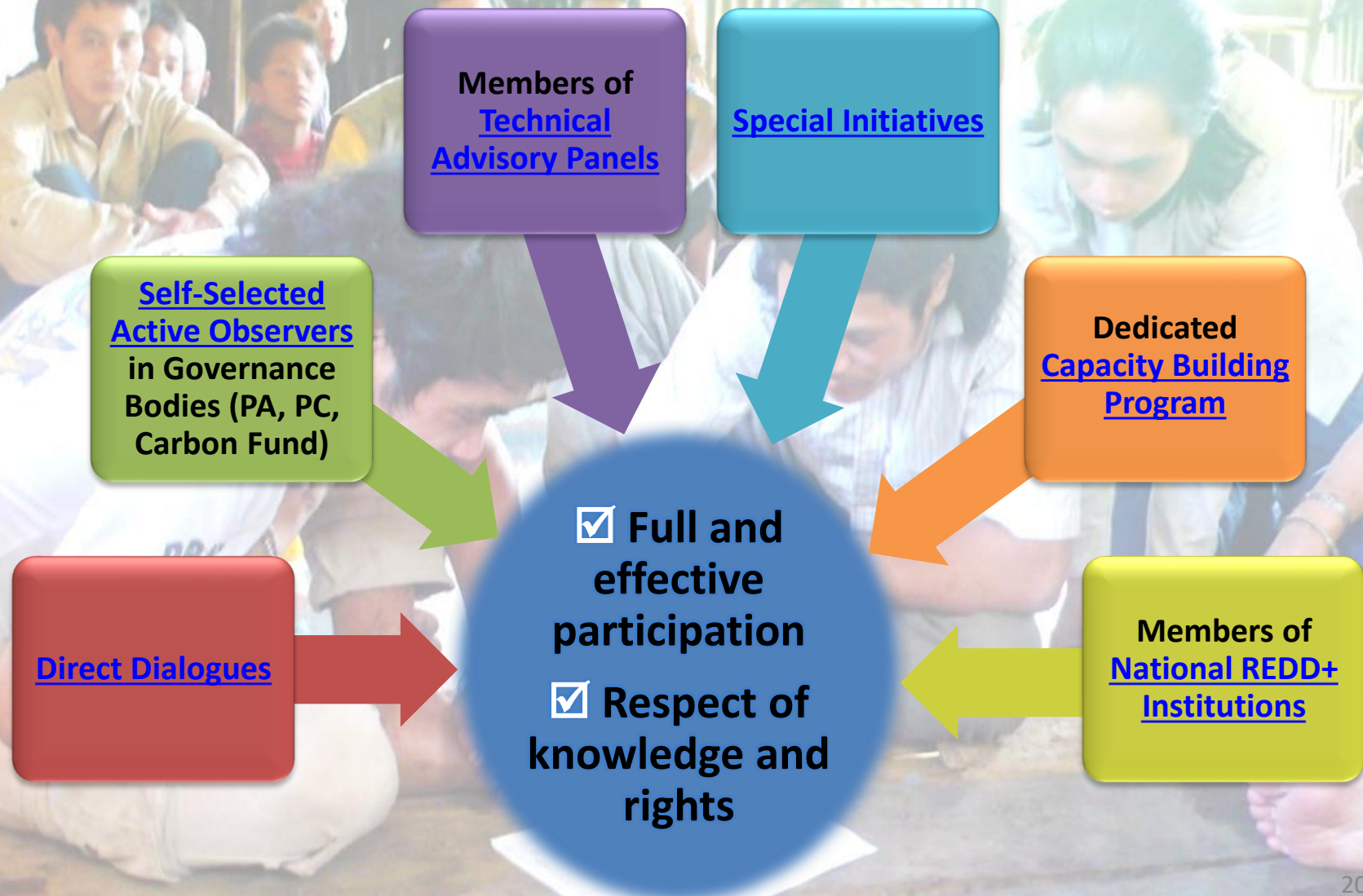
Indigenous Peoples in the FCPF: Rationale for Engagement (1)

- Forest-dependent Indigenous Peoples and local communities
 - Are key to the success of REDD+
 - Knowledge about forests
 - Presence on the ground for protection and monitoring
 - Are vulnerable if REDD+ is poorly designed and/or implemented
 - Rights not well defined
 - Enjoy special safeguards in UNFCCC and CBD decisions on REDD+
 - Full and effective participation
 - Respect of knowledge and rights

Indigenous Peoples in the FCPF: Rationale for Engagement (2)

- FCPF Charter definition
 - “Forest-Dependent Indigenous Peoples and Forest Dwellers”
 - “Forest Dwellers” include non-Indigenous Peoples who depend on forests (e.g., local communities)
- Joint “FCPF /UN-REDD Guidelines on Stakeholder Engagement in REDD+ Readiness; with a Focus on the Participation of Indigenous Peoples and Other Forest-Dependent Communities”

Indigenous Peoples in the FCPF: 6 Points of Engagement



Indigenous Peoples in the FCPF: Direct Dialogues and Beyond

- 3 workshops held prior to start of FCPF operations (2008)
 - Kathmandu, Nepal
 - Bujumbura, Burundi
 - La Paz, Bolivia
- 1 global dialogue
 - Guna Yala, Panama (September 2011)
- 3 regional dialogues
 - Arusha, Tanzania (April 2012)
 - Lima, Peru (August 2012)
 - Chiang Mai, Thailand (September 2012)
- 1 global dialogue
 - Doha, Qatar (December 2012)
- Participation in numerous meetings and workshops
 - UNFCCC, UNPFII, COICA, UN-REDD, etc.

Indigenous Peoples in the FCPF: Self-Selected Observers to Governance Structure (1)

- Invited to all FCPF meetings with financial support, full access to information and full rights to participate
 - All Participants Assembly and Participants Committee meetings, including plenary discussions & crafting of resolutions in Contact Groups
 - Working Group on methodology and pricing for Carbon Fund
 - Task Force on Common Approach
- Expectation that they will prepare for these meetings by contacting their regional networks, and disseminate information in their regions after the meetings

Indigenous Peoples in the FCPF: Self-Selected Observers to Governance Structure (2)

- Self-selection process since mid-2011
 - Africa
 - Anglophone: Nicholas Meitiaki Soikan
 - Francophone: Kapupu Diwa Mutimanwa
 - Asia
 - Joan Carling (alternates Pasang Dolma Sherpa & Kittisak Rattanakrajangrsi)
 - Latin America & Caribbean
 - Meso-America: Onel Masardule
 - South America: Edwin Vasquez (alternate Diego Escobar)



Indigenous Peoples in the FCPF: Members of Technical Advisory Panels

- Ad Hoc Technical Advisory Panels formed to review each national Readiness Preparation Proposal (R-PP)
 - International experts
 - National experts
 - 1 indigenous expert or specialist in community rights



Indigenous Peoples in the FCPF: Special Initiatives

- Community-based monitoring
 - International workshop in Mexico City (September 2011) on sharing experiences across countries, including civil society organizations, Indigenous Peoples and governments
 - Paper prepared by Tebtebba before workshop analyzing environmental and social standards for REDD+
 - Follow-up regional workshops (to be announced)



Indigenous Peoples in the FCPF: Dedicated Capacity Building Program (1)

- \$200,000 per year since 2009
- Expansion of existing program to ~\$3.5 million (FY12-15)
 - Activities: ~\$2.2 million
 - Travel & operational budget: ~\$360,000
 - 3 regional + 1 global dialogues (in addition to Guna Yala): \$940,000
- Subject to reorganization:
 - Switch to small grant system
 - Use of regional Indigenous Peoples' organizations
 - Alignment with FIP Dedicated Grant Mechanism global component

Indigenous Peoples in the FCPF: Dedicated Capacity Building Program (2)

- Examples

- Cambodia: CDA “Community-Based REDD Consultation”
- Indonesia: Telapak “Documenting the Indigenous Peoples’ Existence and Problems in Managing the Customary Forest Territory as a Form in Preparing for Climate Change Adaptation and Mitigation Process”
- Nepal: NEFIN “Capacity Building of Indigenous Peoples for REDD Implementation”



Indigenous Peoples in the FCPF: Members of National REDD+ Institutions

- REDD+ won't succeed unless the national management arrangements are inclusive of Indigenous Peoples and local communities
 - FCPF country visits have facilitated dialogue and design of national REDD+ committees that includes Indigenous Peoples and local communities
 - Social development specialists from Delivery Partners & Facility Management Team
 - Guidelines in R-PP template
 - Joint “FCPF/UN-REDD Guidelines on Stakeholder Engagement in REDD+ Readiness; with a Focus on the Participation of Indigenous Peoples and Other Forest-Dependent Communities”

An aerial photograph of a dense forest. The trees are mostly green, with some brown and tan patches, suggesting a mix of species or perhaps some dead trees. The forest is thick and covers a large area. The text "Thank you" is written in a green, cursive font in the center of the image.

Thank you

www.forestcarbonpartnership.org

Photo credits: Rhett Butler