

Coordination for REDD+ support at the World Bank



Voluntary Meeting of National REDD+ Focal Points Ellysar Baroudy May 13, 2017

Corporate Commitments – Forest Action Plan, Climate Change Action Plan By 2020:

- Support **50+ countries** to develop land use strategies for reducing emissions from deforestation and forest degradation (REDD+)
- Develop/implement large-scale, multi-sector programs promoting "forest-smart" development in 10 countries, mobilizing IBRD/IDA & REDD+ financing
- Prepare Country Forest Notes in 20 countries for systematic analysis of status of forests and to inform WBG programmatic engagement

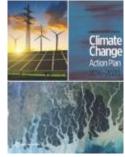
 We will reach these commitments through a coordinated financial and planning approach to support forest-smart actions.
WBG engagement in forests have country-owned programs, mix of financial instruments and long-term engagement











World Bank Forest Action Plan (FY16-FY20)

Focus Area 1 Sustainable Forestry

 Protect and optimize use of forests (both natural and planted) to sustain livelihoods, create jobs and economic opportunities in rural areas while preserving ecosystem services delivered by forests

Focus Area 2

"Forest-Smart" Interventions in other Sectors Ensure that investments in other economic sectors (agriculture, energy, mining, transport...) consider avoiding/minimizing adverse impacts on forests and/or maximizing development outcomes through forest-based solutions



Participation & Rights



Institutions & Governance



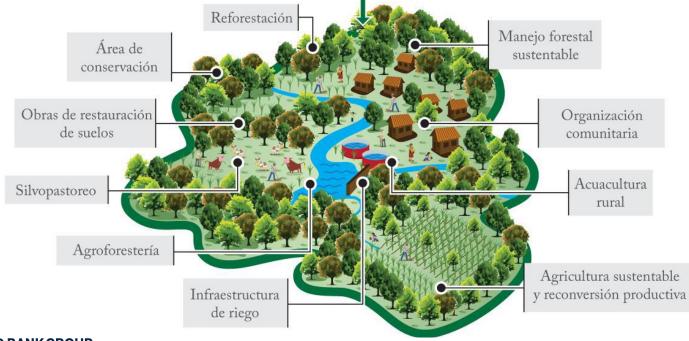
Climate Change & Resilience



World Bank Forest Action Plan (FY16-FY20)

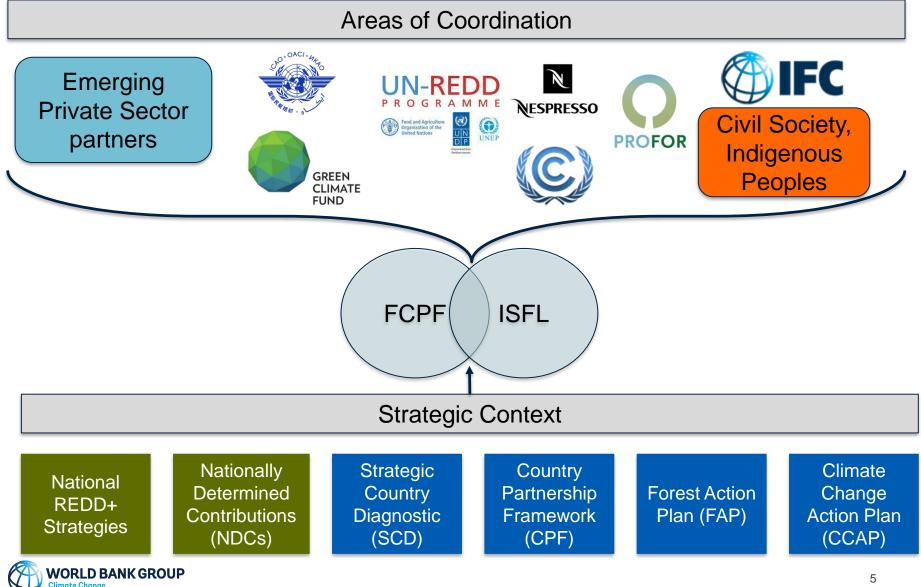
Programmatic approach:

- Break-down sectoral silos to design multi-disciplinary solutions
- Look at how different finance streams can be combined with a lower transaction cost for countries
- Identify opportunities, whenever possible, to streamline access to forest-related climate Trust Funds





Forests and Landscapes Climate Finance



World Bank Forest Climate Change Funds (\$2.3 billion)

Forest Carbon Partnership Facility

Forest Investment Program (FIP)



Initiative for Sustainable Forest Landscapes (ISFL)



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Enabling environments \$98 M

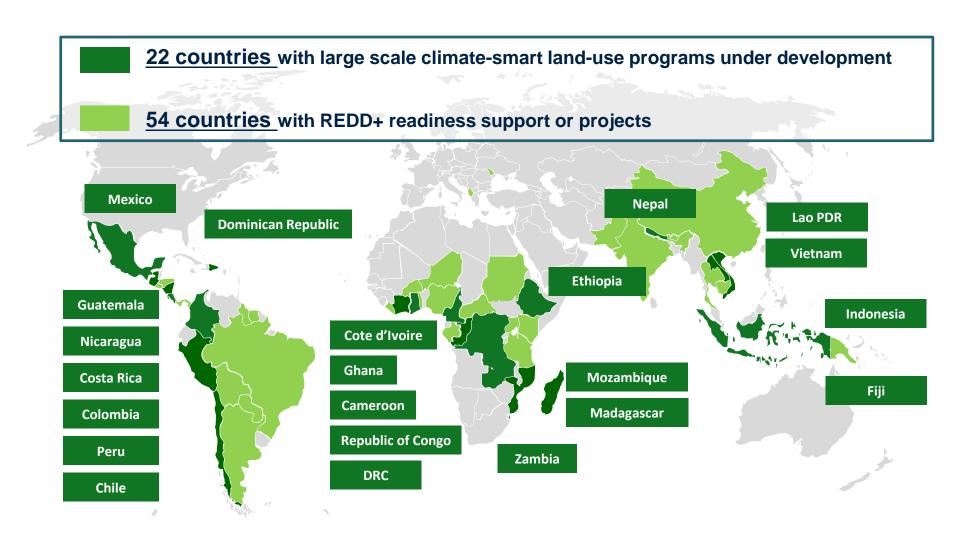
Results-based payments \$244 M

Tranches 1+2 (T1/T2)

Results-based payments \$83.3 M

Technical Assistance \$6.3 M

Where We Work





World Bank Support to Forest Sector: a mix of instruments and finance sources

IN MOZAMBIQUE		IN ZAMBIA
FCPF REDD+ Readiness Grant	\$3.8 million + \$5 million (2013 – 2018)	<section-header><section-header></section-header></section-header>
Earth Observation for Drylands (GEF)	\$2 million (2016 – 2018)	
Forest Investment Project (MozFIP) and DGM	\$47 million + \$5 million (2017 – 2022)	
Agriculture & Natural Resources Landscape Management Project (IDA)	\$40 million (2016 – 2021)	
Conservation Areas for Biodiversity and Development Project-Mozbio (IDA &GEF)	\$40 million (IDA) + \$6.6 million (GEF) (2014-2019)	
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Private sector engagement – at global level

Zero-deforestation Cocoa

•FCPF (jointly with BioCF and PROFOR) is financing analytical work for a new initiative of the World Cocoa Foundation (WCF) to end deforestation and forest degradation in the cocoa supply chain.

•12 WCF members, IDH and The Prince's International Sustainability Unit (ISU) organized a collective industry commitment to end deforestation and forest degradation that was announced in London on March 16, 2017.

•Results of the engagement will be an actionable suite of measures to end deforestation and forest degradation, while improving the livelihoods of smallholder farmers working in the cocoa supply chain, to be announced at the UNFCCC COP23 in November, 2017.







Coordinated Engagement on REDD+

In-country multi-sectoral engagement

Outreach to Ministries of Finance and Planning continues; increased funding for FCPF Capacity Building Program for Indigenous Peoples and Civil Society Organizations

GCF

Ongoing collaboration, GCF recently had a call for inputs for RBF for REDD+ to which the WB has input

UNFCCC

Good coordination including technical exchanges



ICAO

CORSIA (Carbon Offsetting & Reduction Scheme for International Aviation) - international aviation to offset emissions







Challenges and Opportunities

- Broader country buy-in is important
 - Carbon funds country examples progressing well first large-scale Emission Reductions Payment Agreements (ERPAs) to be signed this year
 - Focus cannot be one Ministry, one sector
- Country leadership critical on identifying and aligning finance; still needs to cover implementation costs
 - 25 countries reported leveraging \$246m for implementation, but coordination of funding sources incountry is critical
- Using existing sources to leverage more funding
 - Countries increasingly looking beyond traditional bilateral, multilateral, and public investment finance (e.g., private sector); more thinking needed around innovative world BANK GROUP financing options (bonds, guarantees, etc.)



Thank you



More information:

- BioCF ISFL: <u>www.biocarbonfund-isfl.org</u>
- FCPF: <u>www.forestcarbonpartnership.org</u>
- World Bank:

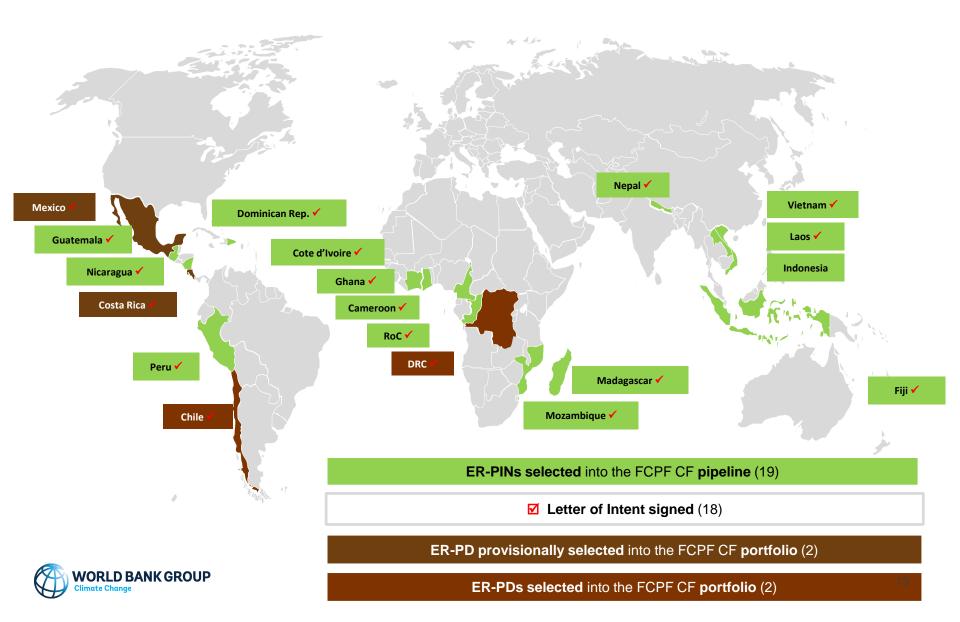
http://www.worldbank.org/en/topic/forests

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FCPF Carbon Fund Pipeline and Portfolio



BIOCF ISFL COUNTRY PROGRAMS

