



UN-REDD
PROGRAMME

The UN-REDD Programme

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UNFF AHEG on Forest Financing
Nairobi, 14 September 2010



Three multi-lateral initiatives

Forest Carbon Partnership Facility (FCPF)

– hosted by World Bank

Forest Investment Program (FIP)

– hosted by World Bank

UN-REDD Programme

– collaborative programme of FAO, UNEP and UNDP

REDD+ State of Play

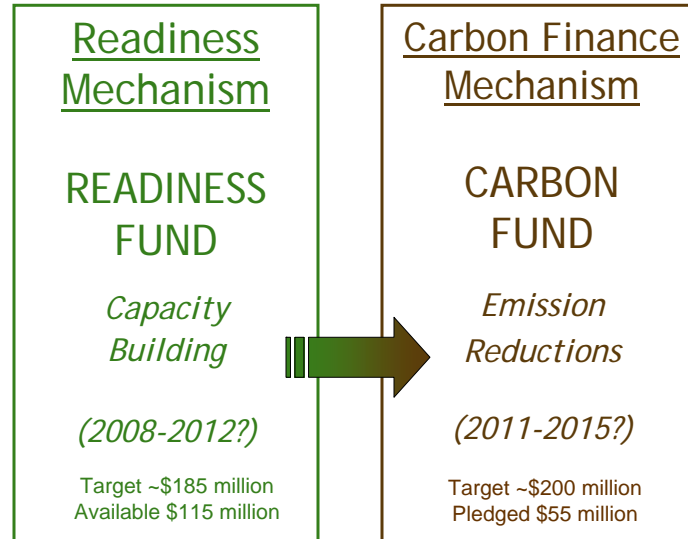
- **Deforestation, forest degradation and other changes** in forests contribute 17 % of all GHG emissions
- Deforestation rate is **slowing down** but still alarming
- REDD+ efforts are **increasing** while at early stage
- REDD+ will need to promote equitable **development** (e.g. local livelihoods and jobs)
- **US\$4 billion** pledged for early action 2010-2012
- **REDD+ Partnership** established
- **UNFCCC** negotiations continue



Forest Carbon Partnership Facility

FCPF Update

Two Mechanisms



5

Readiness Fund

Readiness Fund Expected Contributions as at Sept 2010 (\$m)					
Participant	Cash Received	Outstanding Balance	Committed	Pledges	Total
Australia	17.6		17.6		17.6
Denmark	5.8		5.8		5.8
Finland	9.0		9.0		9.0
AFD (France)	5.2		5.2		5.2
Japan	10.0		10.0		10.0
Netherlands	5.0	15.3	20.3		20.3
Norway	21.4	8.8	30.2		30.2
Spain	7.0		7.0		7.0
Switzerland	8.2		8.2		8.2
UK*		5.2	5.2		5.2
USA	5.0		5.0		5.0
Committed Funding	94.2	29.3	123.5		123.5
Germany**				24.5	24.5
Japan				4.0	4.0
Committed Funding plus Pledges	94.2	29.3	123.5	28.5	152.0

* Available through the Strategic Climate Fund

** Pledge of €20m awaiting final government approval

Carbon Fund

Carbon Fund Expected Contributions as at Sept 2010 (\$m)					
Participant	Cash Received	Outstanding Balance	Committed	Pledges	Total
European Commission ¹	6.3	0.3	6.6		6.6
Germany ²	4.0	9.4	13.4		13.4
Norway	10.0		10.0		10.0
The Nature Conservancy ³		5.0	5.0		5.0
Committed Funding	20.3	14.7	35.0		35.0
United Kingdom ⁴				17.2	17.2
Germany ⁵				13.5	13.5
USA				10.0	10.0
Committed Funding plus Pledges	20.3	14.7	35.0	40.7	75.7

1. European Commission €5m
 2. Germany €10m (signed PA)
 3. TNC US\$5m (Promissory note available for drawdown on request)
 4. United Kingdom £11.5m (available through the Strategic Climate Fund)
 5. Germany €10m (subject to Parliamentary approval)
- Average exchange rates used

37 REDD Country Participants Selected



FCPF REDD Country Participants

South America

- Argentina
- Bolivia
- Chile *
- Colombia
- Guyana
- Paraguay
- Peru
- Suriname

Meso-America

- Costa Rica
- El Salvador
- Guatemala
- Honduras
- Mexico
- Nicaragua
- Panama

Africa

- Cameroon
- Central African Republic
- Dem. Republic of Congo
- Equatorial Guinea *
- Ethiopia
- Gabon
- Ghana
- Kenya
- Liberia
- Madagascar
- Mozambique
- Republic of Congo
- Tanzania
- Uganda

Asia & Pacific

- Cambodia
- Indonesia
- Lao PDR
- Nepal
- Papua New Guinea
- Thailand
- Vanuatu
- Vietnam

**Countries that have not signed the Participation Agreement, as of June 30, 2010*

FCPF Governance

Technical Advisory Panels (TAP)

Provide external technical advice and assessments



Participants Assembly (PA)

All Eligible REDD Countries, Donors and Carbon Fund Participants

- Forum for exchange of information
- Meets at least annually
- Opportunity for 'subgroups' to meet and discuss experiences, elect their representatives
- Overturns PC decisions on some issues

Participants Committee (PC)

An elected subset of the PA with equal numbers of Donors and REDD Countries

- Elected representatives of Participants + Observers
- Primary decision making body, including all policy issues

Facility Management Team (FMT) (World Bank)

FMT acts as secretariat to facilitate the partnership

Delivery partner (World Bank)

WB Operational Units provide technical support and conduct due diligence on WB policies and procedures



Carbon Fund Participants Committee

Decision making on specific carbon transactions

Preparing for Readiness: Country Status (1)

- **18 national Readiness-Preparation Proposals (R-PP) prepared or under way**
- **R-PPs reviewed by TAP, assessed by Participants Committee (PC)**
- **\$3.6 million grant allocations authorized by PC**
- **Due diligence ongoing by WB on technical content, safeguards, procurement, financial management**

FCPF: Current Arrangements

- **World Bank fulfills several roles:**
 1. Trustee
 2. Secretariat through Facility Management Team
 3. 'Readiness delivery partner' through WB Regional operations

CIF CLIMATE INVESTMENT FUNDS



FOREST INVESTMENT PROGRAM

September, 2010



CIF



FIP Purpose

The main purpose of the FIP is to support developing countries' REDD-efforts, providing up-front bridge financing for readiness reforms and public and private investments identified through national REDD+ readiness strategy building efforts

The FIP will finance efforts to address the underlying causes of deforestation and forest degradation

Paragraph 10. FIP Design Document (2009)



Country Members

- ❑ 6 developing countries: Brazil, DR Congo, Indonesia, Morocco, Nepal, Romania
- ❑ 6 contributor countries: Australia, Denmark, Japan, Norway, UK, US,

Observers

- ❑ 2 indigenous peoples, 2 non-profit CSO, 2 private sector

Others

- ❑ FCPF Secretariat, UN-REDD Secretariat, GEF Secretariat, UNFCCC Secretariat, MDB Committee, Trustee and pilot countries under the FIP



Donor	Contribution Type	Pledge (US\$ million)
Australia	Grant	9
Denmark	Grant	10
Norway	Grant	144
UK	Capital	151
USA	Grant	168
Japan	Grant	60
TOTAL		542

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DRAFT FIP Financing Modalities for Public and Private Sector

Grants:

- Preparation of Investment Strategy, programs and projects
- Capacity development, policy-related work (blending)
- Risk mitigation, softening loan terms
- Dedicated Grant Mechanisms for Indigenous Peoples and Local Communities

Concessional Loans

- for investments with expected investment returns

Guarantees

- for risk mitigation

CIF



Opportunities for REDD+ Collaboration

FIP main focus on phase 2 of REDD+: Investments but links to phase 1 (readiness) and phase 3 (performance-based payments)

FIP pilot countries (Brazil, Burkina Faso, Ghana, DRC, Indonesia, Lao PDR, Mexico, Peru)


- already involved in readiness activities supported by FCPF and UN-REDD



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UN-REDD Programme

- **Supports countries on their REDD+ efforts**
 - National REDD+ Strategies
- **Established in 2008 by FAO, UNDP & UNEP**
 - Response to UNFCCC Bali Action Plan
- **Offers UN Joint Programme: Delivering as One UN**
- **Works together with FCPF, FIP and other SFM/REDD+ initiatives and programmes**

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UN-REDD Programme Profile

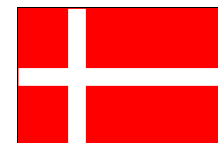
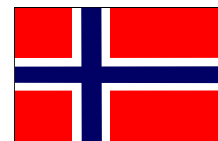
- **National and international** level action
- **Fast-track** implementation
- **Capacity building** focus
- **Stakeholder** involvement
- **Development** perspective

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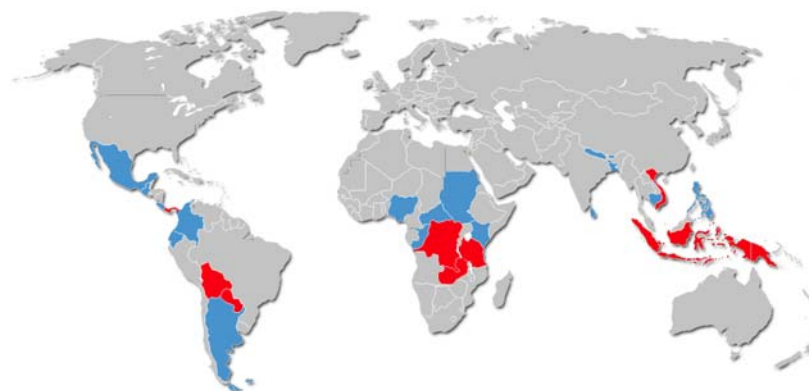
UN-REDD Programme Funding & Governance

- **Current funding: US\$105 million**
- **Donor countries**
 - Norway
 - Denmark
 - Spain
- **Governed by Policy Board**
 - Meets 2-3 times a year
- **Secretariat in Geneva**



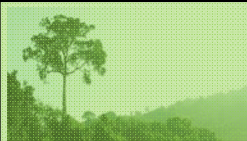
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National Programmes



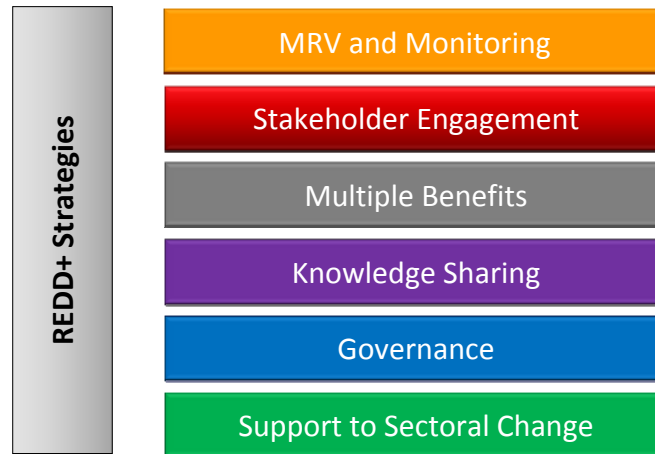
UN-REDD Pilot Countries: Bolivia, Democratic Republic of Congo (DRC), Indonesia, Panama, Papua New Guinea, Paraguay, United Republic of Tanzania, Viet Nam, Zambia

UN-REDD Partner Countries: Argentina, Bangladesh, Bhutan, Cambodia, Central African Republic, Colombia, Costa Rica, Ecuador, Guatemala, Kenya, Mexico, Nepal, Nigeria, the Philippines, Republic of Congo, Solomon Islands, Sri Lanka, Sudan

	Approved Budgets (million US\$)	Status
Bolivia	4.7	allocated
DRC	1.9 + 5.5	implementing
Indonesia	5.6	implementing
Panama	5.3	allocated
PNG	6.4	earmarked
Tanzania	4.3	implementing
Vietnam	4.4	implementing
Zambia	4.5	allocated
Global	21.1	Implementing
<u>Total</u>	<u>64.7</u>	

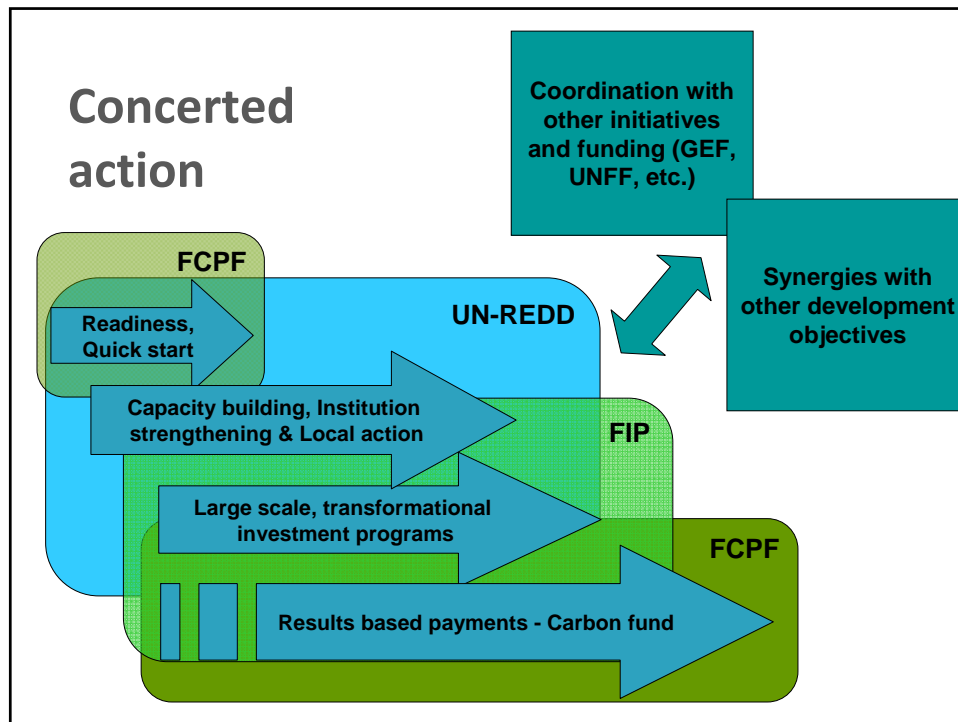
National Programmes
US\$42.6 million

UN-REDD Work Areas



UN-REDD: Looking ahead

- **Scaling up:** growing programme to meet growing demand - new member countries, new donors
- Joint delivery with **World Bank** hosted initiatives
- Continue to provide **REDD+ readiness** support and beyond i.e. will also support **implementation**
- Provide **targeted support** on demand
- Provide secretariat services to the **REDD+ Partnership**
- Partnerships with other **SFM/REDD+ initiatives**



Joint action among FCPF, UN-REDD and FIP

- Common delivery channel at the national level / delivery partners
- Joint planning and missions
- Joint meeting of Governing Bodies on 6 Nov. 2010
- Joint support to REDD+ Partnership

=> To support country efforts on REDD+