TFD Mini-Dialogue
Benefit-Sharing 101

Foundational Knowledge Towards Dialogue
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What is REDD+ benefit-sharing?
“Everyone has a say”

FAO says:
“agreements between stakeholders, such as private sector, local communities, government and non-profit organizations, about the equitable distribution of benefits related to the commercialization of carbon”

IUCN says:
“agreements between stakeholders about the distribution of monetary benefits from the commercialization of forest carbon”
What is REDD+ benefit-sharing?

“Academics Say…”

Source: Angelsen 2009
BACK TO BASICS: START WITH THE SAME KNOWLEDGE
The basics: Key Elements

1. Benefit-sharing is not a new concept with REDD+

2. Current examples exist in various sectors

3. Scale of REDD+ payments will past system designs
The basics: Balancing Objectives
Effective Incentives vs. Legitimacy

1. Provide effective incentives for actions
   – Overall benefits are determined by costs, demand & setup

2. Build broad support & legitimacy of REDD+ system
   – Fair distribution avoids resource conflict, builds trust
   – Particular attention paid for poor and vulnerable groups*
Vertical & Horizontal Benefit-Sharing

International REDD Finance

- Fund-based

National REDD Fund

- Project-based

Central Government
Regional Government
Local Government
Intermediaries & Facilitators
NGO’s
Private Developers & Companies

Horizontal Benefit-Sharing

Between Communities
Within Communities
Within Households

Source: adapted from Ellis-Jones
Key Considerations

1. Stakeholder engagement
2. Incentive design
3. Delivery mechanism
4. Transparency provisions
5. Dispute settlement