# 2<sup>nd</sup> Dialogue on REDD Finance Mechanisms

The Forests Dialogue 19-20 June 2009 Montreux, Switzerland



## **Updates**

- New York dialogue (April 25/26<sup>th</sup>)
  - Co-Chairs summary
    - Stewart Maginnis
- Status of negotiations on REDD financing
  - Working paper "Financing mechanism for forest mitigation options"
    - Jürgen Blaser

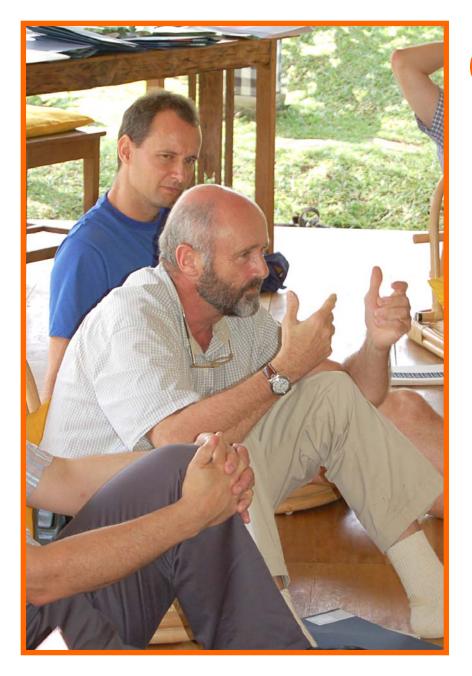


### New York Co-chairs Summary

Six stakeholder groups considered:

- Scope?
- Revenue raising
- Revenue disbursement
- Benefit sharing
- Participation





#### **Conclusions**

- IP concerns on conflict between de facto traditional and de jure land rights:- FPIC.
- 2. Several groups concerned on benefit sharing (practical and ethical)
- Concerns over procedures for baseline establishment & what this means for finance.



#### **Conclusions**

- Reaffirmed that mechanism should extend to REDD + activities
- Acceptance that probably a portfolio of funds and markets
- Better coordination of current bilateral and multi-lateral efforts
- 7. Reiterated urgency and need for clarity from forest community.



#### Consensus

- REDD + measures need to be harmonised with SFM policy framework
- Phased approach (OAR) is a useful framework
- Need to agree on triggers to move from one phase to next (but did not agree on what the trigger were)
- No single blueprint countries need space to move from Readiness to PAMs to emissions reduction
- Flexibility on intervention level recognition if not full endorsment of nested approach
- Need for benefits to reach down to ground leve



#### **Fracture lines**

- International priorization for allocation (immediate performance – or biggest potential)
- Sub-national distributional
- Need for explicit social and environmental safeguards (esp FPIC)
- Historical legacies (moral hazard of rewarding bad past practice only
- Role of government (facilitator, broker, regulator, arbitrator, beneficiary?)