



Modalities to transfer payments for REDD+ results-based actions

Second workshop on results-based finance for the full implementation of REDD+ activities

Bonn, 21-22 August 2013



Coalition for Rainforest Nations

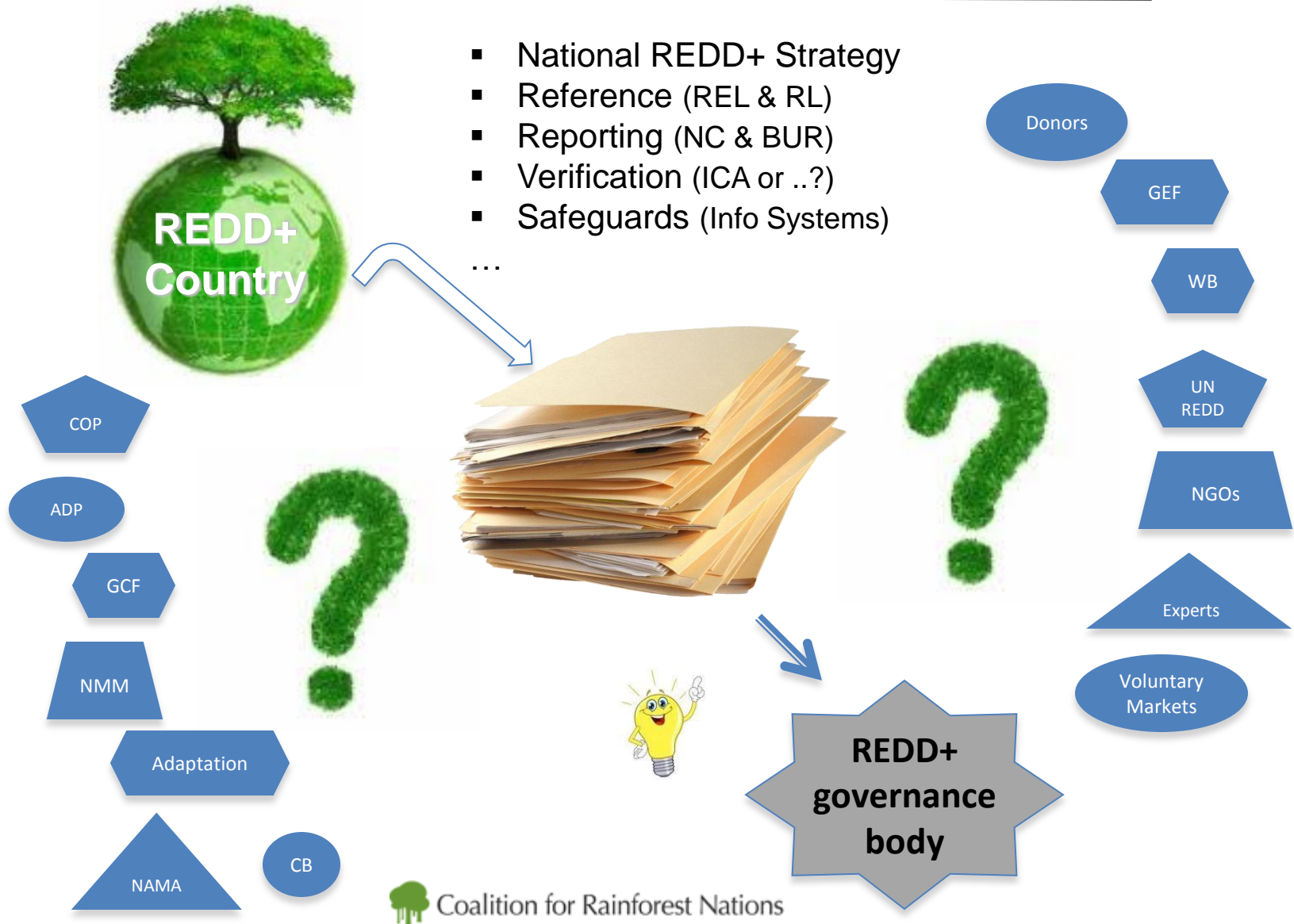
Challenges

- While **REDD+ is a reality** within many developing countries, where readiness and preparatory phases are ongoing, there is **significant loss of credibility** due to insufficient tangible action!
- Existing **funding mechanisms are not working** efficiently or effectively both in terms of access, disbursement and equitable distribution!
- While many rainforest countries **are prepared to implement** REDD+ actions, there is a **shocking lack of real funding!**
- **GAP: absence** of effective and coordinated **international governance!**

Gaps

- **Coordination** between all existing sources and funding mechanisms
- **Coherency and common standards** to improve effectiveness
- **Guidance to facilitate the effective implementation** of REDD+ activities in developing countries, including the provision of financial support, capacity development and technology
- **Direct access** to REDD+ finance to build confidence necessary for bold action

Confusion ...



Work program on results based finance

- Goal: provide a set of concise options for modalities to transfer payments for results-based actions for all 5 areas of REDD+
 - Prerequisite conditions
 - Sources
 - Instruments
 - Governance

Modalities (I)

- **Prerequisite conditions**
 - Availability of finance:
 - New, additional, adequate, predictable and sustainable over time
 - Coming from a flexible combination of both public and private sources of financing

Modalities (II)

- **Prerequisite conditions**
 - National forest monitoring system (agreed) / MRV (Warsaw):
 - Appropriate, robust and transparent
 - Consistent with relevant COP decisions, amongst others 4/CP.15
 - Environmental integrity
 - National REL/ RL (agreed)
 - Consistency with related COP decisions
 - Safeguards information system (agreed)
 - Consistency with related COP decisions

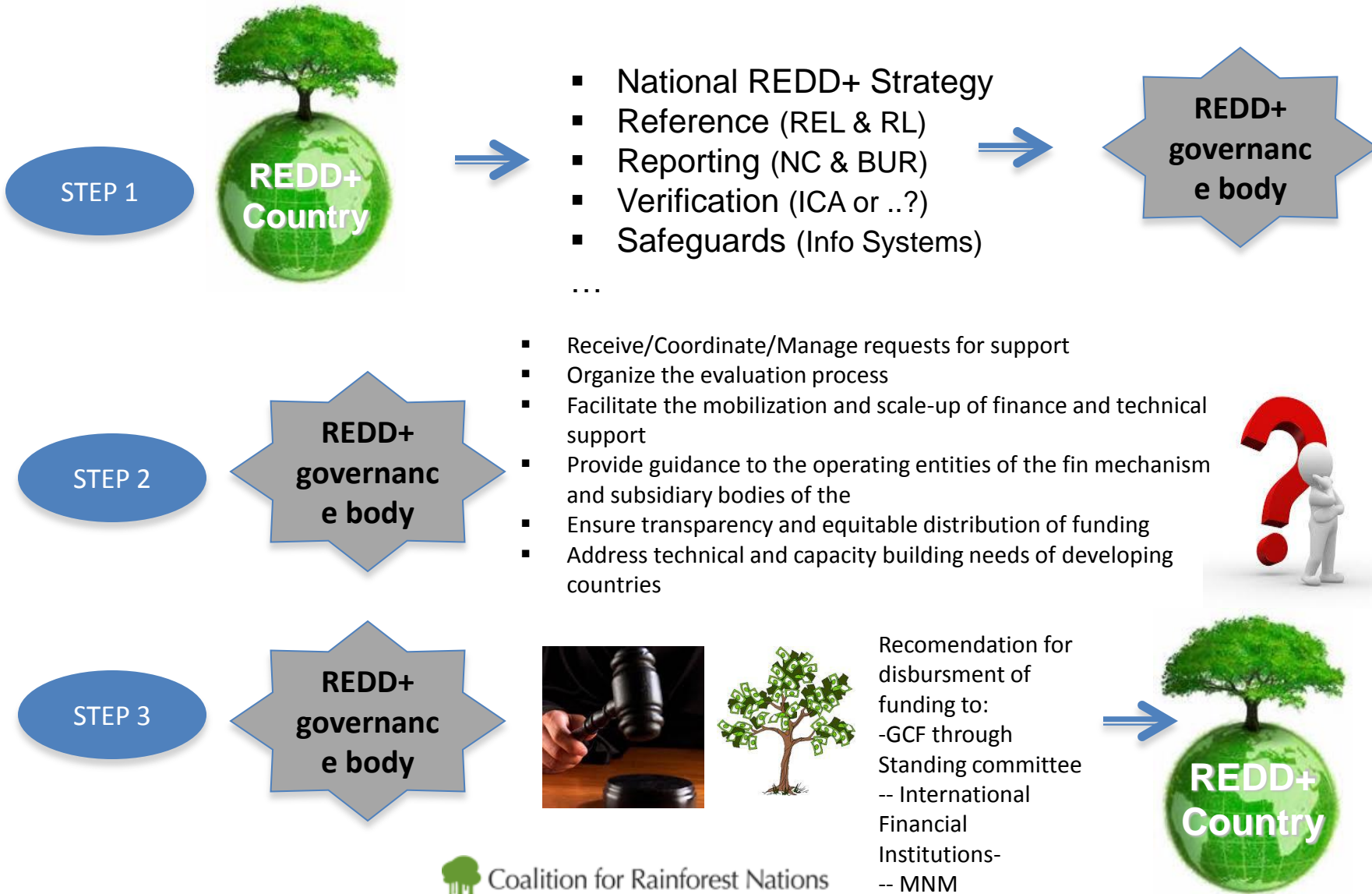
Modalities (III)

- **Sources**

- Public: Green Climate Fund, international financial institutions and bilateral funding
- Private
 - Market-based
 - New market based mechanism including REDD+ to be established
 - Units earned under agreed national reference emission level, national MRV, environmental integrity
 - Link between the KP and the Convention
 - Market-linked: Public finance generated through markets, such as the auctioning of allowances
 - Non-market-based



Getting payments for results-based actions



Let's make REDD+ happen ..

future generations depend on us!

