The GEF-5 SFM/REDD-plus Program

13-17 September 2010.

About the GEF

- Provides funding for the objectives of the UNFCCC, CBD and UNCCD
- Unites 182 member governments, international institutions, NGOs, indigenous and local communities, and the private sector
- Largest funder for global environment protection
- Additional costs of generating global environmental benefits from nationally-implemented projects and programs
About GEF-5 (2010-2014)

- $4.3 billion replenishment
- GEF projects are fully country-driven (STAR)
- Separate funding envelope for SFM/REDD-plus

Focal Areas at the GEF

<table>
<thead>
<tr>
<th>Natural Resources</th>
<th>Climate Change &amp; Chemicals</th>
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<tr>
<td>Biodiversity</td>
<td>Climate Change Mitigation</td>
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<td>Land Degradation</td>
<td>Persistent Organic Pollutants / Chemicals</td>
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Investments in SFM at the GEF

The GEF has been funding forest projects since its inception in 1991. 350 SFM projects; 1.7 billion GEF leveraged 5 billion.

Historical Engagement of the GEF in SFM

- The GEF has been funding forest projects since its inception in 1991. 350 SFM projects; 1.7 billion GEF leveraged 5 billion.
- Until 2006, GEF support for SFM was mainly provided through biodiversity and land degradation focal areas.
The GEF-4 SFM Program

• In June 2007, the GEF-4 SFM Program was created
• The SFM Program did not have a separate funding envelope but drew on resources from three focal areas
• The Tropical Forest Account as a $40 million GEF pilot in REDD-plus

• 112 projects; GEF funding: $450 million; other sources: 1.3 billion

Multiple Global Environment Benefits: Triple Importance of Forests

• CLIMATE CHANGE: Slowing tropical deforestation is bound to play a much larger role in mitigating climate change.

• BIODIVERSITY: Forests harbor over 60% of all terrestrial plant and animal species.

• LAND DEGRADATION: Forests provide livelihoods and vital environmental services to hundreds of millions of people.
The GEF-5 SFM/REDD-plus Program (2010-2014)

Upscaling the GEF’s Investments in sustainable forest management

• Independent SFM/REDD-plus strategy and strategy development process
  - Goal: achieve multiple environmental benefits from improved management of all types of forests.
  - Potential projects: national forest policy reformulation, protected area management, capacity building for monitoring GHG emissions from deforestation and forest degradation, certification of timber and non-timber forest products,…

• Funding will mainly derive from 3 GEF Focal Areas (Biodiversity, Climate Change and Land Degradation)

• Own funding envelope ($250 million)
Financing SFM/REDD-plus in GEF-5

- Investments from at least 2 GEF Focal Areas → maximizing multiple benefits
- 3:1 investment algorithm (e.g. $6 million from Biodiversity and Climate Change → $2 million from SFM/REDD+ account)
- Available for investments between $2 million and $30 million

The GEF-5 SFM/REDD-plus incentive mechanism

$1 billion in total for SFM/REDD+

$750 million

$250 million

$2.8 billion

Climate Change
SFM/REDD+ projects

Biodiversity
SFM/REDD+ projects

Land Degradation
SFM/REDD+ projects

GEF-5 Focal Area Allocations to SFM/REDD+
Thank you!

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