### **COMPENSATED REDUCTION**

Avoided Deforestation as a Convention/Protocol activity

## Avoided deforestation as emissions reduction

- Tropical deforestation accounts for 20% of global greenhouse gas emissions
- Highest emission category for several countries (non-Annex)
- Inclusion of forest conservation in Kyoto would make these activities eligible for carbon trading

#### COP6, 2000/01 debate

- For inclusion in KP:
  - USA
  - Many Latin American countries
  - Environmental groups such as The Nature Conservancy
  - Indigenous groups

- Against inclusion in KP:
  - European Union
  - Brazil
  - Environmental groups such as WWF
  - Indigenous groups

#### PROS AND CONS

- 20% of global ghg emissions
- Conserve biodiversity
- Incorporate
  Sustainable Forest
  Management into
  sustainable
  development goals of
  CDM
- Divert pressure from fossil fuel emissions reduction efforts
- Climate change will cause Amazon dieback
- Difficulty in establishing baselines, monitoring

## And the spin begins...

QuickTime<sup>™</sup> and a TIFF (Uncompressed) decompressor are needed to see this picture.

> QuickTime<sup>™</sup> and a TIFF (Uncompressed) decompressor are needed to see this picture.

"Today's agreement represents the worst possible outcome for...international biodiversity conservation"

"Avoided deforestation...a particularly destructive loophole...has been excluded..."

#### THE "PNG PROPOSAL"

- "Reducing Emissions from Deforestation in Developing Countries: Approaches to Stimulate Action"
  - Request immediate SBSTA deliberation, leading to recommendations to be taken up at COP12 in 2006
  - Suggest optional protocol to UNFCCC and/or expansion of Marrakesh Accords to include crediting for projects that reduce emissions from tropical deforestation

# Successful negotiations for G77/China

- Party submissions regarding recommendations on this issue accepted until March 31, 2006
- SBSTA will consider these submissions beginning in May 2006 and produce recommendations to COP in Dec 2007(one year later than PNG proposal)
- Secretariat will organize workshop before Nov 2006

#### Reducing emissions from deforestation in Amazonas, Brazil: a State Government's proposal

#### for action

- Amazonas calls for:
  - Work within Convention
  - Compensation(payments) to support gov't mandating conservation and to offset opportunity cost of land use to rural producers
  - "it is only fair that the costs of reducing deforestation are also paid by others that are receiving these environmental services."