Ministry of the Environment Deputy Ministry of Strategic Development of the Natural Resources National Forest Conservation Program Forest Investment Plan - Perú (FIP – Perú)

<u>FIP-Peru note for the FIP-Subcommittee</u> <u>Session of June 16th, 2016, Oaxaca, Mexico</u>

- The FIP-Peru has 04 public investment projects amounting to US \$ 50 million of which US \$ 26.8 as a grant and include US \$ 1.5 million for the project design with the technical support of IDB (03 projects) and WB (01 project).
- We have completed the selection and hiring of the consulting company for designing 03 projects following the selection procedures of the IDB. This selection process has gone through a broad consultation on the proposals technical content and included the participation of key stakeholders (Ministry of Environment, National Forest Service, Indigenous Organizations, IDB). Likewise, the Stakeholders Engagement Plan has been developed with the design stage of the projects. This already represents a transformational change generated by FIP to the practices of national public entities.
- The 3 IDB projects are expected to be submitted to the national public investment system (SNIP spanish acronym) for approval at the end of 2016. This is a precondition for submitting the projects to the FIP and IDB Board, according to the national budget law of Peru.
- For the fourth FIP project, designed with WB, the grant execution is being defined taking into account the best mechanisms ensuring the processes and the quality of the services to be hired.
- The recent preparation of the national forest and climate change strategy is a key milestone in the country effort to protect their forests, and the FIP implementation will contribute to the success of the strategy.
- Finally, the FIP process is representing a huge challenge due to the Peruvian forestry sector complexity. We have made important progress in engaging the national stakeholders (public and private) and the new elected government will be in capacity to follow up this process, as they remarks that climate change is a national priority for the next years.