



FIP: Environmental regularization of rural lands in the Cerrado of Brazil (P143334)

LATIN AMERICA AND CARIBBEAN | Brazil | Environment & Natural Resources Global Practice |
 Recipient Executed Activities | Investment Project Financing | FY 2016 | Seq No: 2 | ARCHIVED on 06-Jun-2016 | ISR23850 |

Implementing Agencies: Ministry of Environment

Key Dates

Key Project Dates

Bank Approval Date:21-Jul-2015

Effectiveness Date:--

Planned Mid Term Review Date:05-Feb-2018

Actual Mid-Term Review Date:--

Original Closing Date:28-Feb-2020

Revised Closing Date:28-Feb-2020

Project Development Objectives

Project Development Objective (from Project Appraisal Document)

The Project Development Objective is to enhance the capacity of the Borrower's MMA and nine SEAs to receive, analyze and approve rural environmental cadaster entries and link them to SICAR; and support, in selected municipalities, landholding registration in the CAR.

Has the Project Development Objective been changed since Board Approval of the Project Objective?

No

Components

Name

Strengthening State Environmental Agencies' Capacity to Implement the CAR.:(Cost \$6.15 M)

Registration of Landholdings in Selected Municipalities.:(Cost \$25.18 M)

Project Management, Monitoring and Evaluation.:(Cost \$1.15 M)

Overall Ratings

Name	Previous Rating	Current Rating
Progress towards achievement of PDO	● Satisfactory	● Moderately Satisfactory
Overall Implementation Progress (IP)	● Satisfactory	● Moderately Satisfactory
Overall Risk Rating	● Substantial	● Substantial



Implementation Status and Key Decisions

The Brazil Investment Plan (BIP), endorsed by the Forest Investment Program Subcommittee in May 2012, seeks to promote sustainable land use and forest management improvement in the Cerrado, contributing to reducing pressure on the remaining forests, reducing GHG emissions and increasing CO₂ sequestration. The BIP comprises coordinated actions by three Ministries (Environment; Science, Technology and Innovation; and Agriculture and Livestock and Food Supply) focused on building synergies in order to maximize the impact of a larger set of policies aimed at reducing deforestation in the Cerrado biome through (1) improving environmental management in areas previously anthropized and (2) producing and disseminating environmental information at the biome scale.

The BIP's specific objectives are to: (i) improve environmental management in previously converted areas in of the Cerrado Biome; and (ii) produce and disseminating environmental information at the biome scale. Therefore, it will be essential to take these actions forward in a joint effort in order to avoid the conversion processes that could occur if command and control actions are not accompanied by incentives to promote sustainable productive activities. The BIP has five projects to be implemented as a coordinated set.

The Ministry of Environment is the overall coordinator of the BIP (US\$70 million) and will be the implementing agency for the FIP: Environmental Regularization of Rural Lands in the Cerrado of Brazil Project (FIP:CAR Project).

The FIP: CAR Project will act in synergy with the other BIP projects, and will contribute to the achievement of objectives of both the National Policy on Climate Change and the Plan to Prevent and Control Deforestation and Fires in the Cerrado. The Project will be implemented in partnership with the Federative Units' Governments, led by the State environmental agencies, in the selected Municipalities. MMA will conduct overall coordination.

The Project is support by the Brazilian Forest Code (Law 12.651 of 2012), which requires that: (i) all private rural landholdings maintain a percentage of native vegetation as Legal Reserves (*Reservas Legais*, RLs); and (ii) Areas of Permanent Preservation (*Áreas de Preservação Permanente*, APPs), such as riparian forests along watercourses, steep slopes, mountain tops, etc., also be maintained by landholders. The Forest Code also obliges landholders to register their landholdings in the CAR, which is an electronic register of rural landholdings maintained by an official environmental entity whose aim is to effectively monitor, supervise, control, plan and ensure the environmental compliance of landholdings. This register contains details of the total area of individual farms, the areas earmarked for alternative land use, APPs and RLs. The CAR will provide essential information for monitoring and controlling private rural land use, including compliance with reforestation obligations.

This loan was approved by the Board on July 21, 2015; and approved by the Senate of Brazil on April 26, 2016. The Ministry of Environment, through Servico Florestal Brasileiro, is working on the necessary documents in order for the Project to be signed and declared effective.

Risks

Systematic Operations Risk-rating Tool

Risk Category	Rating at Approval	Previous Rating	Current Rating
Political and Governance	--	● Low	● Low
Macroeconomic	--	● Low	● Low
Sector Strategies and Policies	--	● Low	● Low
Technical Design of Project or Program	--	● Moderate	● Moderate
Institutional Capacity for Implementation and Sustainability	--	● High	● High
Fiduciary	--	● High	● High
Environment and Social	--	● Low	● Low
Stakeholders	--	● Moderate	● Moderate
Other	--	--	--
Overall	--	● Substantial	● Substantial



Results

Project Development Objective Indicators

► Govt institutions provided w/ capacity buildg to improve mgt of forest resources (Number, Core)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	9.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020

► Land area where sustainable land mgt. practices were adopted as a result of proj (Hectare(Ha), Core)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	6653472.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020

► Direct project beneficiaries (Number, Core)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	57942.00
Date	22-May-2015	--	25-May-2016	28-Feb-2020

▲ Female beneficiaries (Percentage, Core Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10.00

► Medium and large landholdings registered in the CAR system (Number, Custom)



	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	9403.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020

▲ Medium and large landholders - female landholders (Percentage, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10.00

Overall Comments

Intermediate Results Indicators

▶ SICAR implemented and integrated to the SEA's systems (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	9.00
Date	22-May-2015	--	25-May-2016	28-Feb-2020

▶ Staff in targeted SEAs trained to use SICAR and to analyze and validate data (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	200.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020



▲ Female staff targeted SEAS trained to use SICAR and to analyze and validate (Number, Custom Breakdown)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	--	0.00	30.00
Date	22-May-2015	--	25-May-2016	28-Feb-2020

▶ Small landholdings' applications to enroll in the CAR system (Number, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	57942.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020

▲ Number of small landholding applications to enroll in the CAR system: female (Percentage, Custom Supplement)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	10.00

▶ Small landholdings with liabilities provided with support to prepare plans to rehabilitate degraded areas (Percentage, Custom)

	Baseline	Actual (Previous)	Actual (Current)	End Target
Value	0.00	0.00	0.00	80.00
Date	22-May-2015	15-Dec-2015	25-May-2016	28-Feb-2020

Overall Comments

Data on Financial Performance



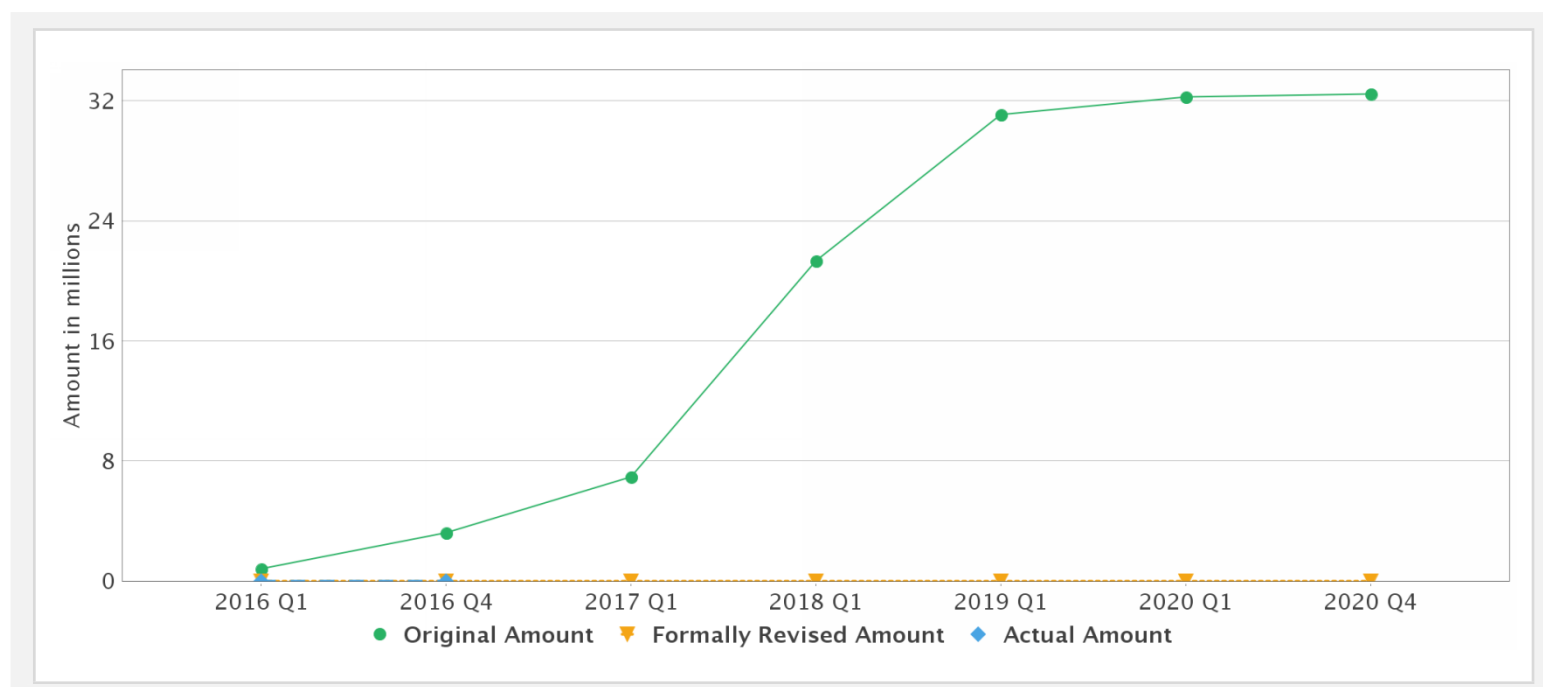
Disbursements (by loan)

Project	Loan/Credit/TF	Status	Currency	Original	Revised	Cancelled	Disbursed	Undisbursed	Disbursed
P143334	TF-19211	Not Effective	USD	32.48	32.48	0.00	0.00	32.48	0%

Key Dates (by loan)

Project	Loan/Credit/TF	Status	Approval Date	Signing Date	Effectiveness Date	Orig. Closing Date	Rev. Closing Date
P143334	TF-19211	Not Effective	21-Jul-2015	--	--	28-Feb-2020	28-Feb-2020

Cumulative Disbursements



Restructuring History

There has been no restructuring to date.

Related Project(s)

There are no related projects.

