



SUPPORTING FOREST TENURE, POLICY AND MARKET REFORMS

#### Social Dimensions of Climate Change: Peril or People?

Andy White, Augusta Molnar, Arvind Khare Rights and Resources Initiative

World Bank, 6 March 2008





2.

#### **Social Dimensions, Social Threats**

1. Adaptation

Mitigation

- 1. Continued <u>elite</u> <u>capture/ineffectiveness of</u> <u>aid interventions</u> – <u>exacerbating tensions</u>
- 2. Feeds speculation, subsidies and <u>"last great</u> <u>global land grab"</u>

- 3. Continued unfairness, attempts at social engineering, the <u>"new</u> <u>Washington Consensus"</u>
- 3. Who sets the rules?



#### **Outline: Bases of Conclusions**



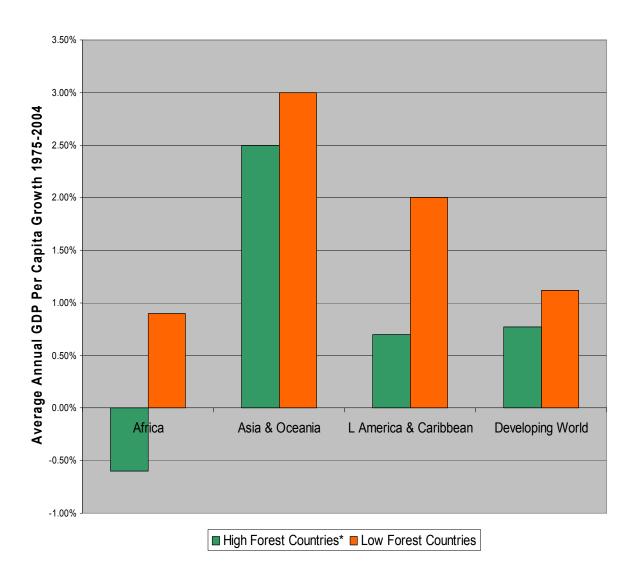
- 1. Not dealt with <u>old</u> <u>problems</u>
- 2. Not equipped to deal with <u>new challenges</u>
- 3. Disconnected from what the **powerful are doing** 
  - \* Where's the hope?

#### Old Problems (1) : Lack of Human, Civil Rights and Poor Governance



- At least 15 million people lack citizenship recognition – all hill tribes of Thailand, most Pygmies of Congo Basin
- Lack of respect for customary rights;
- Governments claim 75% of world's forests – illegal conservation, dispossession and refugees
- Corruption, limited rule of law
- Limited accountability, judicial redress
- Lack of basic services

#### Old Problems (2): Extensive Poverty; Slow/No Growth

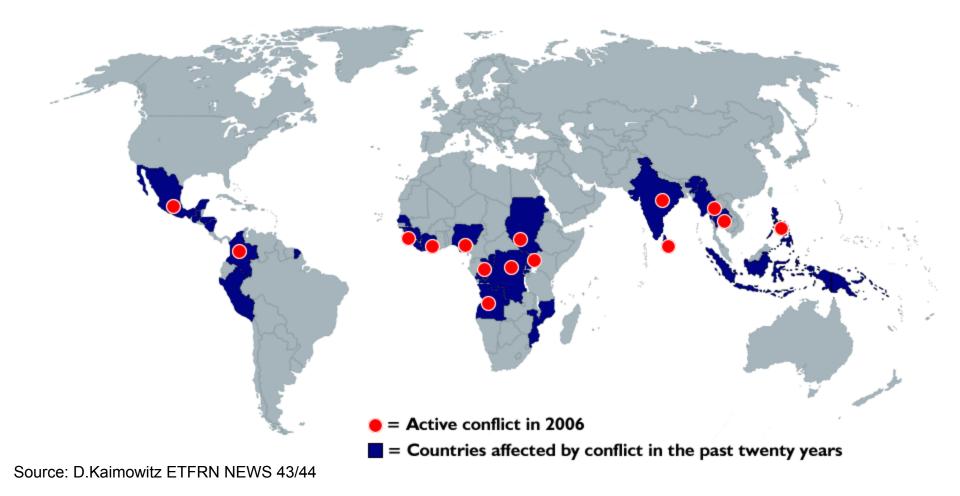


RIGHTS

- extensive, chronic, poverty in forest areas
- "Bottom Billion" –
  58 countries "falling apart and falling behind" (P. Collier '07)
- "growth" located in urban, coastal areas
- "forest rich"
   countries doing
   significantly worse
- ITTO producer countries doing significantly worse

## Old Problems (3) Continued threat and changing nature of violent conflict

In the past twenty years 30 countries in the tropical regions of the world have experienced significant conflict between armed groups in forest areas.





#### **Forests in Conflict Zones since 1990**

Continent	forest threatened (million hectares, % of total)	Population threatened (x 1.000.000)
Africa	<b>130</b> (53%)	52
Latin America	<b>50</b> (21%)	13
South/ Southeast Asia	<b>52</b> (22%)	63
Europe/ Central Asia/ N America	10 (4%)	-
Total	242	127

• 9% of all forest, 20% of forest in the tropics experienced violent conflict, spread over 29 countries;

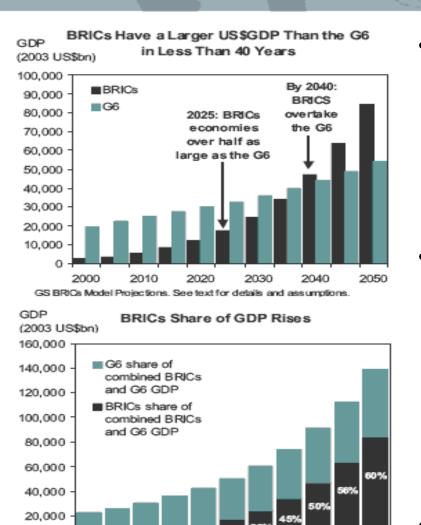
• Most threatened forest in Africa, most of 127 million forest dwellers potentially affected live in Asia.

•Good news, armed conflicts are declining

• Bad news, human rights abuses are continuing at same rates

Source: Capistrano, de Koning, Yasmi (CIFOR, RECOFTC)

## New Challenges (1): Fundamental Shifts, Dramatic New Demands



2030

2040

2050

0

2000

2010

2020

Global Economics: Goldman Sachs. 2003

GS BRICs Model Projections, See text for details and assumptions.

- BRICS driving Global Growth:
  - BRICs overtake the G6 by 2040
  - \$55 trillion global GDP today, near
     \$80 trillion by 2020, \$150 trillion by 2100?
  - the wall of capital
- Growth in demand for commodities
  - Food to double by 2020
  - Meat by 50%
  - Price of sugar doubled, oil, steel and gold tripled and copper quadrupled since 2001
  - the wall of speculation and demand
- Land required for food alone would 3 billion ha (without † in productivity)

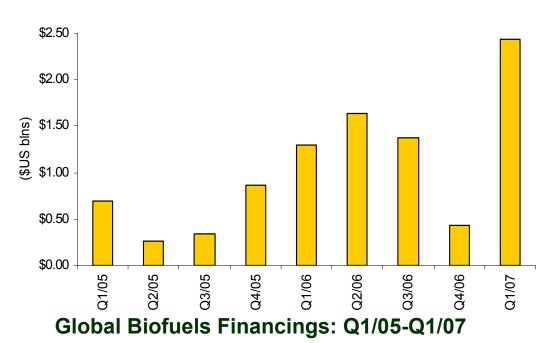
#### New Challenges (2) Energy: Big Changes, Big Biofuels

#### Projected world biofuels consumption (MToe)

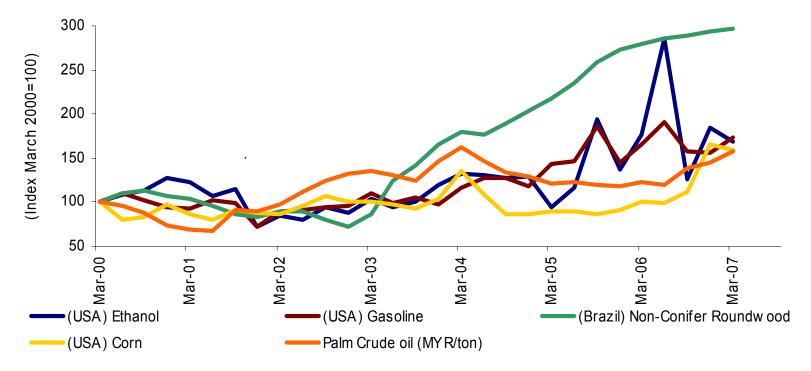
2010	20	15	2030	
With No New Government Measures On Climate Change				
Europe US Brazil China India	14.8 14.9 8.3 0.7 0.1	18.0 19.8 10.4 1.5 0.2	26.6 22.8 20.3 7.9 2.4	
Total	41.5	54.4	92.4	
With Government Measures				
Europe US Brazil China India	16.4 16.4 8.6 1.2 0.1	21.5 27.5 11.0 2.7 0.3	35.6 42.9 23.0 13.0 4.5	
Total	48.8	73.0	146.7	

Source: OECD/IEA (2006).

- By 2030 Demand for energy  $\uparrow$  50%
- Biofuels increase in investment, consumption and area
- Brazil 4.5 million ha by 2016,
- Oil palm in tropics up by 5.5 million ha in last 10 years
- 100 MToe of biofuels = 35 million ha



### New Challenges (3) Convergence of Food, Fuel, Fiber Markets - Pressure



Source: Bloomberg, Wood Resources, CIBC World Markets

 Food, fuel and fiber all competing for the same, declining amount of land – about 300 million available (IIASA 2007), all driving concerns about food security, riots, conflicts



#### What do the Powerful Care About?

#### 1. Security

- Political
- Energy
- Climate/water

#### 2. <u>Making money</u>



#### What Does All of This Trigger?

- 1. Speculation on land
  - the last great global land grab?
- 2. Subsidies (domestic)
  - Already high, will US & OECD stop subsidizing biofuels?

- (Limited) attempts at global collective action
  - Severe injustice in: who caused it, whose vulnerable and who is doing something about it
- \* Limited appetite to change the consumption model that fuels all of this



#### Why so Pessimistic?

- 1. ODA: history of big promises, limited delivery and top-down control:
  - 1992 Rio
  - 2000 MDGs
  - 2002 Monterrey
- 2. Tight, top-down, control of design of new carbon mechanisms
- 3. Why think carbon any different than other commodities?

Agenda 21 Pledges	Dose Prescribed \$bln/yr	Dose Received %
Water	6.1	92%
Land	18.2	2%
Climate Change	20	4%
Biodiversity	1.75	7%
Total	46.05	15%

Source: *Greening of Aid? T. Roberts* et al. 2008



#### Where's the Hope?

- 1. People
  - holding us <u>all</u> accountable



- 2. <u>Empowering</u> technologies
  - enabling organization and access



Source: Economist; iAfrica



#### 1. Secure their **<u>rights</u>** (human, civil, property)

- facilitating negotiation, delimitation, "capacity building", procedural justice
- enabling resilience, as well as social and widely-shared economic development.
- The least cost approach to REDD?
- 2. Support <u>their</u> organizations, their voice, and their enterprises
  - Enabling establishment of new intermediary mechanisms and partners
  - Enabling them to construct the institutional bases for their development



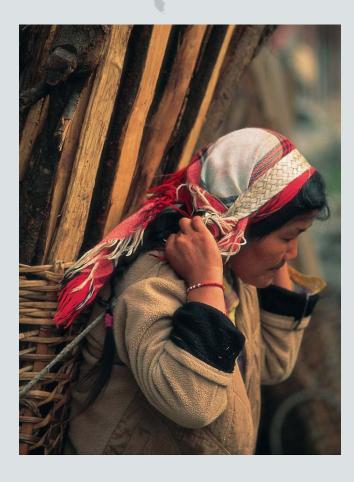
#### 1. <u>Modestly, inclusively</u>

- accept limited power of intergovernmental initiatives (*if all you've got is a hammer everything looks like a nail*)
- expect high probability of unintended consequences

- 2. Drop the plan, trust in people, accept some chaos,
  - be bold, strategic, catalytic

If this "the social justice issue of our generation", or even just one of two global challenges, real reputational risk if we screw this up. <u>We have to invest in social justice</u>.

#### Thank You



Challenges never so daunting, opportunity for a dramatic difference never so great

# We must do things differently

www.rightsandresources.org