

Traditional Financing Mechanism	RECOMMENDATION	ACTION PLAN	RESPONSIBLE AGENCY	TIME FRAME
Private Investment	<ul style="list-style-type: none"> <li>FMB in coordination with the Regional Offices to conduct a rapid assessment on the potential areas and update investment portfolio.</li> </ul>	<ul style="list-style-type: none"> <li>Regional offices to submit to FMB the potential areas for investment in accordance with the prescribed format</li> <li>Philforest to provide data to FMB</li> </ul>	FMB, Regional Offices & PhilForest	A
	<ul style="list-style-type: none"> <li>To have a regular forest inventory program.</li> </ul>	<ul style="list-style-type: none"> <li>Incorporate the activity in the regular budget of DENR</li> </ul>	FMS	C
	<ul style="list-style-type: none"> <li>Investment on human capital to support forest investments. (Development Training Module)</li> </ul>	<ul style="list-style-type: none"> <li>Conduct training need assessment</li> <li>Design a training module in coordination with HRDS</li> <li>Develop proposal for funding</li> </ul>	FMB & DENR HRDS	A
	<ul style="list-style-type: none"> <li>Update existing Information Management System</li> </ul>	<ul style="list-style-type: none"> <li>Identify necessary information for bioenergy and plantation establishment and incorporate in the</li> </ul>	FMB & PHILFOREST	B

		<p>DENR-MIS Program and later include in the regular budget</p> <ul style="list-style-type: none"> <li>FMB and PhilForest meantime will initially handle the information management</li> </ul>		
	<ul style="list-style-type: none"> <li><b>Tenure agreement as collateral</b></li> </ul>	<p>FMB should review past experiences on the Memorandum of Understanding between the DENR and Land Bank of the Philippines accepting the ISF Certificate as collateral</p>	<b>FMB</b>	A
	<ul style="list-style-type: none"> <li>FOSLA / SLAI – increase repayment period</li> </ul>	<p>Prepare a project proposal for FOSLA Board to consider the extension payment period for tree plantation devt project</p>	FOSLA	B
	<ul style="list-style-type: none"> <li>Creation of Office to help private investors (administrative) i.e. Philippine Forest Corporation</li> </ul>	<p>Create a team represented by FMB, PFC &amp; NRDC to prepare proposal</p>	FMB, PFC, NRDC	C
	<ul style="list-style-type: none"> <li>Assess if trees and products within properly managed forests can serve as collateral for</li> </ul>	<p><b>Check any appropriate legislation which can be used to make trees as collateral</b></p>	<b>FMB &amp; PWPA</b>	<b>A</b>

	commercial banks			
<b>ODA</b>	<ul style="list-style-type: none"> <li>Give banks economic information on the profitability of tree plantation (CBA, criteria for management) collaboration between the government and private sector.</li> </ul>	<b>FMB to prepare documents needed for the dialogue with banking institutions</b>	FMB	A
	<ul style="list-style-type: none"> <li>Look at plantation establishment as a social and environmental services – to be able to negotiate with appropriate institutions for lowering rates.</li> </ul>	Dialogue with banking institutions	FMB	B
	<ul style="list-style-type: none"> <li>Department of Finance shall provide guarantee to the loans extended to investors, with a lower interest rates (6 – 9%)</li> </ul>	FMB to prepare needed materials Meeting with Dept of Finance	FMB	B
	<ul style="list-style-type: none"> <li>Tenure agreement to serve as collateral for bank loans</li> </ul>	Dialogue with banking institutions	FMB	A
	<ul style="list-style-type: none"> <li>Look at how ODA are being programmed relative to other sources of funding</li> </ul>	<ul style="list-style-type: none"> <li>FMB to review Vietnam experience wherein regular inventory is</li> </ul>	FMB	A

		<p>being conducted which is every 5 years)</p> <ul style="list-style-type: none"> <li>Review the past &amp; current ODA budget allocation for the Forestry sector</li> </ul>		
	<ul style="list-style-type: none"> <li>FASPO should assess if ODA can directly give loan to tree farmers</li> </ul>	<p>FASPO to coordinate with ODA to evaluate options</p> <p>FASPO to review international experiences that have improved provision of credit to farmers (eg Vietnam)</p>	FASPO	A
<ul style="list-style-type: none"> <li>Public Sector</li> </ul>	<ul style="list-style-type: none"> <li>Forestry Plans to be harmonized with CLUPs</li> </ul>	<p>Develop a mechanism on how the Forestry Master Plan can be incorporated in the CLUPs</p>	CENRO & Sangguniang Bayan	C
<ul style="list-style-type: none"> <li>Forest charges and fees</li> </ul>	<ul style="list-style-type: none"> <li>Fees collected should be put into a Trust Fund</li> </ul>	<p>Make presentation with appropriate agencies</p> <p>Lobby for the approval of SFM Act</p>	FMB/Philforest	C
	<ul style="list-style-type: none"> <li>Automatic appropriation of forest charges and fees for specific forestry projects</li> </ul>	<p>Make presentation with appropriate agencies</p> <p>To expand the function of Philforest to collect fees/charges</p>	FMS & PHILFOREST	A
	<ul style="list-style-type: none"> <li>FMS to update collection of fees and charges.</li> </ul>	<p>Regional Offices to submit report</p>	FMS	A