

Terms of Reference
**Development of Policy Brief on The Potency of Forestry
Sector to Domestic and International Carbon Market**

Contract for Services:

Conducting policy and technical analysis and develop policy brief on the potential contribution of forestry sector especially logging concession to reduce the emission as targeted by Gol in Folu Net Sink, and carbon market in Indonesia, both domestically and international.

YKAN assumes that every sector could reduce emission by using certain methodologies. YKAN intends to analyze the Private sector potential contribution, particularly the logging concession to reduce emissions and calculate this contribution to Gol NDC.

The analysis should include the following:

1. Potency of emission reduction from forest carbon project that suitable for logging concessions, such as RIL-C implementation, protect the logging area, and silviculture intensification. The estimation should be following robust methodologies.
2. The potential emission reduction should be connected to FOLU Net Sink and Indonesia NDC target.
3. How much the emission reduction will be used for domestic market, and how much eligible form international market.
4. List the entity that potential to be the buyer from Domestic and international market by conducting primary interviews with potential entity.

The contractor is expected to conduct public consultation or focused group discussion with key stakeholder (ie. MoEF, MoF, APHI, and privates, Ministry of Trading, OJK, IDX carbon).

Background:

Yayasan Konservasi Alam Nusantara

Yayasan Konservasi Alam Nusantara (YKAN) is a scientific-based non-profit organization that has been present in Indonesia since 2014. Having a mission to protect lands and waters on which all life depends, we provide innovative solutions to create harmony between human and nature through effective natural resource management, prioritizing non-confrontational approaches, and building networks of partnerships with all stakeholders for a sustainable Indonesia.

Sustainable Forest Management

More than 50% of forested area in Kalimantan is allocated for production purpose. Management practice in this area will have significant impact to climate and biodiversity. Unfortunately, there are many structural challenges to implement forest management in a sustainable way, leading to the unsustainable forest management by logging companies, or inactive concessions due to the low profitability of the timber business – both increase the deforestation risks. YKAN's sustainable forest management strategy is to improve the management of forest concessions through the implementation of RIL-C, potency of set a side

of forest area, enrichment planting, improved technology, and improved equipment. The consultant's analysis will help YKAN to think through and decide on different strategic options that could be used to scale up this SFM strategy across Indonesia.

In addition to RIL-C, the Government of Indonesia (GoI) has also rolled out a multi-business license regulation, which allows concessions to manage their areas through a combination of business models (as compared to earlier times when GoI did not allow logging concessions in production forest to conserve the forest). TNC/YKAN believes that this regulation could be an enabler to implement sustainable forest management at the concession level.

Consultant's Experience:

- Knowledge and expertise in production forestry sector especially in Indonesia, including of the sustainable forest management practices.
- Knowledge or technical expertise in climate change issues in domestic and international.
- Have a proficient sense of business/investment plan related to timber logging concessions in Indonesia.
- Familiarity with the legal aspects in forestry sector e.g., how to pursue concession license, legal requirements to develop logging service provider, use of multi-use license regulation from KLHK, climate change policies, etc.
- Possess facilitation and language skills to get optimal input/feedback from relevant stakeholders.
- Very good writing and distilling complex information to produce analysis report that is easy to understand and to utilize by the key stakeholders.

The policy brief that Contractor will produce should follow the outline that will be discussed and agreed with YKAN. Report must be written in Bahasa Indonesia with a possibility to be translated into English.

Location:

Consultant may be required to travel as necessary to gather necessary information.

Deliverables & Payment Schedule:

Deliverable	Deadline	Payment
Outline of the policy brief that agreed by YKAN	June 15 th 2024	20%
1 st draft of policy brief	August 15 th 2024	30%
Focused group discussion (with MoEF, MoF, APHI, Privates) is conducted to improve the policy draft	September 15 th 2024	30%
Final policy brief is submitted to key ministries and agencies	October 15 th 2024	20%

Application Guideline:

Interested candidates should send their technical proposal (max. 10 pages), financial proposal, and examples of previous relevant work to sandoro.purba@ykan.or.id. The deadline submission is May 8, 2024.