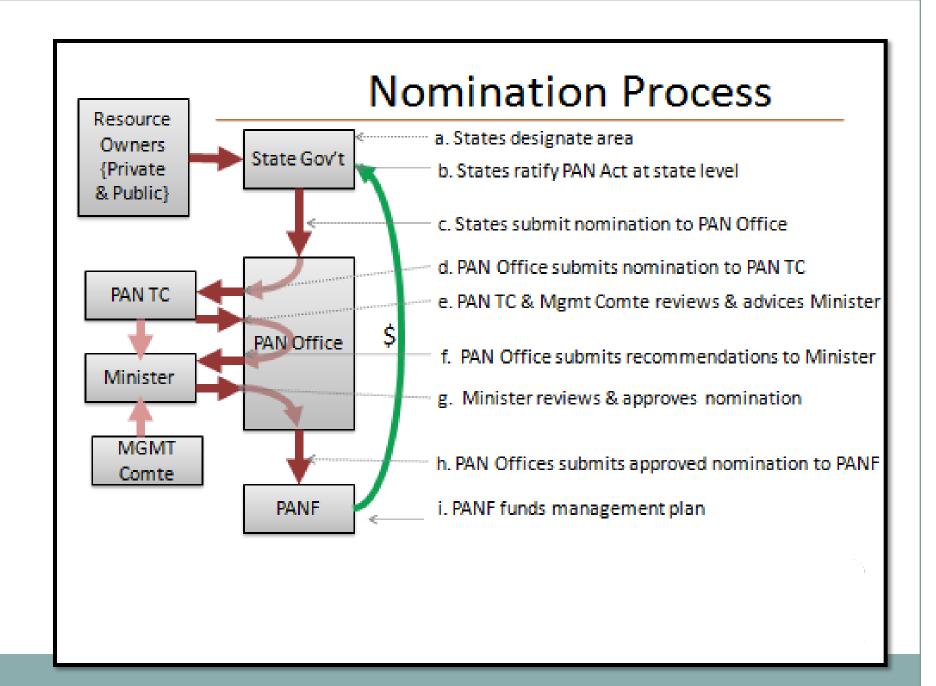


OVERVIEW

- 1. Palau Protected Areas Network (PAN)
 - a. Enabling legislation
 - b. Current structure and procedures
 - c. Sustainable financing mechanism
- 2. Achieving the Micronesia Challenge by Year 2020
 - a. 30% near-shore marine resources
 - b. 20% terrestrial resources
- 3. Challenges
 - a. Sufficient funding
 - b. Capacity building
- 4. Opportunities & Steps Forward

PAN Timeline

- 1998 global bleaching event affected about 90% of Palau's coral reefs; locally with mortality of over 50%
- 2003 signing of the PAN act; framework bill to support state conservation efforts in establishing a resilient network of protected areas **
- 2008 revised PAN act creating the sustainable financing mechanism, recognizing the Micronesia Challenge
- 2009 collection of Green Fee commences: \$15.00



Protected Areas Network Office (MNRET)

Structure

- Program Manager
- Senior PAN Advisor
- Scientific Officer
- Budget & FinanceOfficer
- Administrative Officer

Duties

- Direct communication with all resource owners (States)
- Receive, Review,
 Assess & Accept
 Applications and
 Management Plans
- Monitoring and Evaluations of Mgmt Plan Implementations

PAN Management Committee

Structure

- Minister of MNRET
- Minister of Finance
- 1 Individual representative - states with PAN sites
- 1 Individual Governor's Association
- 1 Individual PPLA
- 2 Independent individuals
 - o Require 2/3 vote

Duties

- Advise MNRET Minister on:
 - Structure & Operations of PAN Office
 - Applications and other issues
 - Monitor implementation of PAN work plan & Budget
 - Annual system wide management & sustainable development plan

PAN Technical Committee

Structure

- PAN Program Manager
- Palau International Coral Reef Center
- Palau Conservation Society
- Ministry of Community & Cultural Affairs
- Bureau of Marine Resources
- Bureau of Agriculture
- Bureau of Land & Survey
- 3 Individual Experts

Duties

- Advisory Committee to Minister of MNRET on Technical Matters
 - Review nomination applications
 - Review mgmt plans
 - All others as designated by the Minister of MNRET

Protected Areas Network Fund

Structure

- Board of Directors
- General Manager
- Accountant
- Administrative Officer

Duties

Administration,
 Management,
 Investment,
 Monitoring and
 Disbursement of Funds

PAN Sustainable Finance Mechanism

GREEN FEE

- Since November 2009,
 \$5.6 million has been collected and disbursed for management of sites
- Funds are non-lapsing but any carryover must be obligated at the end of each quarter
- Funds are allocated on a cash basis

Micronesia Conservation Trust

- Current total is \$6.6 mill
- 2:1 matching
 - O Palau: \$4 million
 - O TNC: \$2 million
- Interest to be used to support PAN sites
- Actual investment earnings: \$600,000 - still too low to draw down

Process Timeline

- Nomination Requirements
 - Complete Application
 - State resolution
 - x State Law/Bul
 - Clear ResourceOwnership
 - HPO Clearance
 - If available, MgmtPlan
 - If available, site specific data

- Processing Timeline
 - o 120 Days Rule
 - Letter of acknowledgement by the Minister
- PAN Membership Agreement
 - Official Acceptance of site
 - Agreed Program of Work

Reporting

- Financial Reporting
 - Quarterly expenditures
 - Verifiable expenditures
 - Annual comprehensive
 - Verifiable expenditures

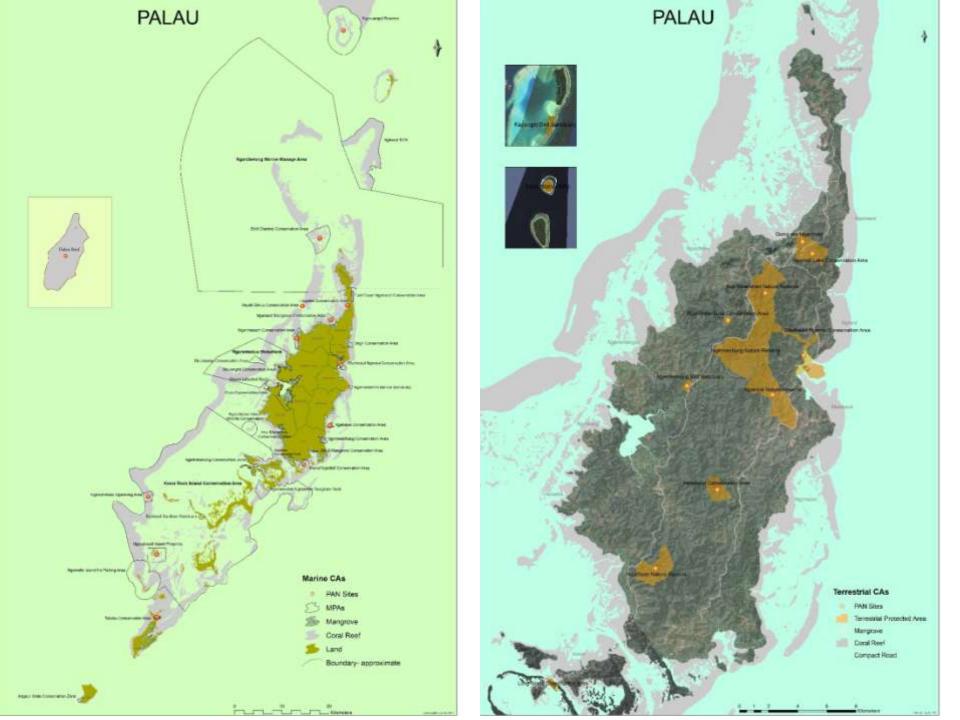
- Programmatic Reporting
 - Status of Activities
 - Issues with implementation
 - Assessment of Implementation
 - Expansion of opportunities

Achieving the Micronesia Challenge

PAN Sites

- 13 States are members
- Marine Sites
 - ○58% (Total Cons. Areas)
 - ○16.98% (PAN Sites)++
- Terrestrial Sites
 - ○20% (Total Cons. Areas)
 - 06.45% (PAN Sites)++

- Remaining 3 States are preparing their applications
- Focus now is "Effective Conservation" of existing sites







Challenges

1. Sufficient Funding

- Sole reliance on Green Fee to support PAN sites.
- Variability in funding dependent on number of annual visitors to Palau.

Capacity Building

- Beginning stages of implementation
- Need to build capacity for effective management

Opportunities & Steps Forward

- System-wide Management Plan
 - PAN Design
- Streamlining PAN process
- Enhancing the sustainable finance mechanism

KOM KMAL MESULANG (Thank You Very Much)

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