

Annex 5.1. Stakeholder consultation on sustainable oil palm within province and districts

1. High Level Meeting Development of Sustainable Oil Palm Plantations in East Kalimantan *| Samarinda - Lamin Etam , Senin 11 September 2017*

On 11 September 2017, a High Level Meeting on Sustainable Plantation Development was held at Lamin Etam Governor's Office. This activity is organized in purpose to support the implementation of the FCPF Carbon Fund Program (FCPF - CF).

The Forest Carbon Partnership Facility (FCPF) is designed to assist developing countries in reducing their emissions from land-based activities that have built the Carbon Fund mechanism in order to provide financial compensation to developing countries that successfully avoid forest conversion to other land uses and promote sustainable forest management and enhancement of carbon stocks.

The Carbon Fund implementation will be managed by both national and sub-national governments. However, the implementation of field activities will be undertaken by stakeholders at the provincial and district levels. Financial compensation is required to align with stakeholder activities at the provincial and district level that are related to emission reduction efforts.

One of the drivers of deforestation is the conversion of natural forests, one of which comes from oil palm development. And sustainable palm oil principles have been introduced to minimize and avoid the rate of deforestation.

It is therefore important to introduce and disseminate the principles of sustainable palm oil to provincial and district governments so that the implementation of Carbon Fund in reducing emissions in East Kalimantan can be achieved, as well as to know the emission reduction targets set by the districts in the plantation sector.

The purpose of this activity is as follows:

- introducing emission reduction programs within the framework of the Forest Carbon Partnership Facilities-Carbon Fund (FCPF-CF) and the importance of the role of the plantation sector
- introducing the importance of saving areas of high carbon stock as a key element in sustainable palm oil principles for decision makers of the District Government in East Kalimantan;
- discuss and gain commitments agreed upon by the District Government on the target area of protection with high carbon stocks on land allocated for plantation development in East Kalimantan.

This activity was attended by, Provincial Secretary, Regional Secretary, Assistant for Economic Affairs and Development, Head of Bappeda, Head of Plantation Service (Kabupaten), DDPI KALTIM, P3SEKPI KLHK and GGGI.

At the meeting was signed (paraf) Declaration of Sustainable Plantation Development by the Regional Secretary of East Kalimantan and Sekda 7 districts to be signed by the Governor and the Bupati.

The main points of the declaration of sustainable plantation development agreements are the following five points:

1. Prioritizing productivity improvements rather than newly developed gardens;
2. The development of new gardens is directed to people's gardens on land with low carbon stocks (scrub and open land in minerals) through low-emission supply chain partnerships with large garden companies, processing, input providers and agricultural services.
3. Encourage the Acceleration of Garden Establishment in the licenses that have been granted and conduct evaluation and arrangement of licensing so that the utilization of land for plantations to be efficient, low emission, and create a healthy investment climate
4. Protecting areas with high carbon stock values (natural forests and peatlands). To the extent possible, together, retain the remaining 640,000 hectares of natural forest and 50,000 hectares of peatlands up to 2030 in the Plantation and Plantation Zone with plantation business permit.
5. Ensure that smallholders' plantations and plantations apply the principles of sustainable Indonesian plantations.

2. High Level Meeting Development of Sustainable Oil Palm Plantations in East Kalimantan | 7 districts within The Province

As a follow up to the Agreement Declaration, the East Kalimantan Plantation Service carried out a public consultation of Sustainable Oil Palm Plantations in 7 (seven) districts, namely:

- a) September 5, 2018 in Kutai Kartanegara District, which was attended by 38 people (28 men and 10 women), consisting of the East Kalimantan Provincial Estate Crops Office, Kutai Kartanegara Estate Crops Office, DDPI Kaltim, P3SEKPI KLHK, Indonesian Association of Plantation Entrepreneurs (GAPKI) Kutai Kartanegara, Environment and Forestry Service of Kutai Kartanegara, and Oil Palm Companies.
- b) September 6, 2018 in Penajam Paser Utara District, which was attended by 40 people (30 men and 10 women), consisting of the Provincial Kalimantan Estate Crops Office, Penajam Paser Utara District Agricultural Service, DDPI Kaltim, P3SEKPI KLHK, Oil Palm Plantation Companies, Forest Management Unit, Indonesian Palm Oil Farmers Association (APKASINDO) Penajam Paser Utara.
- c) September 21, 2018 in Berau District which was attended by 41 people (35 men and 6 women), consisting of the Provincial Kalimantan Estate Crops Office, Berau District Estate Crops Service, DDPI Kaltim, P3SEKPI KLHK, Indonesian Palm Oil Farmers Association (APKASINDO) Berau , Oil Palm Plantation Companies, Forest Management Units, and the Environment and Forestry Service of Berau District.
- d) September 25, 2018 in East Kutai District, which was attended by 41 people (35 men and 6 women), consisting of East Kutai District, East Kalimantan Provincial Estate Crops Service, East Kutai District Estate Crop Service, DDPI Kaltim, P3SEKPI KLHK, Oil Palm Plantation Companies, Environmental Service of East Kutai District, and Bappeda of East Kutai District.

- e) October 9, 2018 in Paser District attended by 40 people, consisting of the East Kalimantan Provincial Estate Crops Office, Estate Crops Service of Paser District, DDPI Kaltim, P3SEKPI KLHK, and Oil Palm Plantation Companies
- f) October 30, 2018 in West Kutai District which was attended by 28 people (22 men and 6 women), consisting of the Provincial East Kalimantan Estate Crops Office, Agriculture Office of West Kutai, Bappeda of West Kutai, Public Works and Public Housing Office of West Kutai, Investment Service and One-Stop Service of West Kutai, Secretary of West Kutai District, and Oil Palm Plantation Companies
- g) November 1, 2018 in Mahakam Ulu District which was attended by 39 people (30 men and 9 women), consisting of the East Kalimantan Provincial Estate Crop Office, Environmental Service Office of Mahakam Ulu, Food and Agriculture Service of Mahakam Ulu, DDPI Kaltim, P3SEKPI KLHLK, Oil Palm Companies, Kaltim Post Newspaper, Tribun Kaltim Newspaper, Secretary of Mahakam Ulu District, Public Works and Public Housing Office of Mahakam Ulu, and Long Bagun sub-District Staff.

The meeting was aimed to disseminate new existing regulations and policies such as the East Kalimantan Regional Regulation No. 7 of 2018 concerning Sustainable Oil Palm Plantation Development, Presidential Instruction of the Republic of Indonesia Number 8 of 2018 concerning Delays, and Evaluation of Licensing of Oil Palm Plantations and Increased Productivity of Oil Palm Plantations. The meeting was also to introduce FCPF-Carbon Fund Program to district stakeholders, including to convey the results of initial identification of forested areas inside estate crop plantation areas (Table 1). As a follow-up step, verification on such forested areas will be done by the District Estate Crop Service.

Table 1 Initial identification and projection of forested areas in the estate crops area

Provincial / District	Actual (hectares)		Projection (hectares)	
	2017	2020	2030	
Kalimantan Timur				
Natural forest	752.606	783.172	640.777	
Planted estate crops	1.218.034	1.505.134	2.012.977	
Non-cultivated mineral soil (shrub)	1.263.592			
Berau				
Natural forest	216.443	229.827	188.040	
Planted estate crops	131.215	181.745	292.242	
Non-cultivated mineral soil (shrub)	56,260			
Kutai Timur				
Natural forest	97.459	107.908	88.289	
Planted estate crops	504.206	499.375	612.740	

Non-cultivated mineral soil (shrub)	222.811		
Kutai Kartanegara			
Natural forest	64.603	60.168	49.229
Planted estate crops	195.373	249.440	291.034
Non-cultivated mineral soil (shrub)	307,418		
Kutai Barat			
Natural forest	99.806	113.649	92.986
Planted estate crops	140.118	250.006	395.037
Non-cultivated mineral soil (shrub)	288,022		
Paser			
Natural forest	65.876	70.112	57.365
Planted estate crops	188.069	218.471	253.818
Non-cultivated mineral soil (shrub)	85,105		
Penajam Paser Utara			
Natural forest	11.889	16.237	13.285
Planted estate crops	42.259	62.423	54.439
Non-cultivated mineral soil (shrub)	10,958		
Mahakam Hulu			
Natural forest	196.432	196.967	186.965
Planted estate crops	16.793	50.071	120.064
Non-cultivated mineral soil (shrub)	63,614		