Transaction and compliance costs in Costa Rica's PES





Keywords

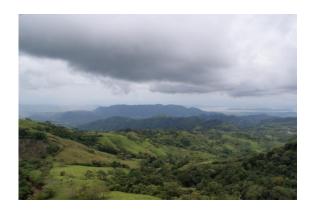
Costa Rica, NINA&CATIE, WP7 – case study, Impact analysis Institutional fit, Implementation process, PES

Main research question

What is the size of transaction and implementation costs of PES for protection and for reforestation.

Research finding in brief

'PES for reforestation' is similar to a forestry subsidy, roughly covering costs of implementation with little additional payment to compensate for opportunity costs. PES for protection contracts exceed participation costs and are partial compensation for opportunity costs of alternative land-uses. Perceptions of transaction- and compliance costs seem to be an impediment to many potential PSA participants, in particular smaller farmers.



Policymix approach

We estimated transaction and compliance costs relative to the payment level of PSA in Costa Rica for the two contract modalities of 'forest protection' and 'reforestation'; together with other factors that could potentially affect the participation, and thus the success, of PES schemes.

Reference:

Rugtveit, S.V., D. N. Barton, S. Navrud, A. Chacón Cascante (2013) Transaction and compliance costs of payments for ecosystem services in a public-private benefits framework - a case study from Peninsula de Nicoya, Costa Rica.

Submitted to Ecosystem Services

Website:

Forthcoming at http://policymix.nina.no/

Contact:

david.barton@nina.no



ASSESSING THE ROLE OF ECONOMIC INSTRUMENTS IN POLICYMIXES FOR BIODIVERSITY CONSERVATION AND ECOSYSTEM SERVICES PROVISION



POLICYMIX has developed an integrated evaluation framework for assessing economic instruments that considers multiple policy assessment criteria - biodiversity and ecosystem service provision indicators; valuation of their economic benefit and policy implementation costs; social and distributional impacts; and legal and institutional constraints - at different levels of government.



Methodology

POLICYMIX focuses on the role of economic instruments for biodiversity conservation and ecosystem services provided by forest ecosystems. The cost-effectiveness and benefits of a range of economic versus regulatory instruments are being evaluated in selected POLICYMIX case studies in Norway, Finland, Germany, Portugal, Brazil and Costa Rica. Comparative analysis evaluates the possibilities for transfer of policy success stories between Europe and Latin America, and promoting learning from policy failures.



Training and dissemination

POLICYMIX actively used advisory boards including land users, local managers and national policy-makers, who collaborated with our researchers in the feasibility assessments of economic instruments. A web-based POLICYMIX TOOL encompassing policy impact assessment guidelines, case stories and demonstrations of policy assessment methods is aimed at supporting dissemination and learning.



Results

POLICYMIX research discusses improvements in the design, targeting and implementation of economic instruments for biodiversity conservation through better understanding of (i) the linkages and complementarities between impact assessment tools, (ii) complementarities between different policy instruments in a policy mix, and (iii) tradeoffs in design of a policy mix between economic, environmental and social impact criteria.



Duration:

Consortium:

Project Coordinator:

Project Web Site:

Partners:

Contact:

David N. Barton, david.barton@nina.no















