

1. The context

- Subnational momentum towards innovative climate and biodiversity policies.
- Unmet financial needs to develop an ambitious agenda.

Mexican Subnational States

Identified elements

- Faster pace to reform laws, programs, and funds.
- Existing financial mechanisms.
- Political will.

- Policy and legal incompatibilities between national and subnational levels.
- Lack of institutional capacities within state trust funds.

Resource mobilization

Opportunity areas

- Strengthening of local climate and environmental funds.
- Capacity building according to financial needs.
- Building alliances with other relevant stakeholders
- Leveraging resources
- Political cycles.

3. The finance solution

Sure, we replicate the **BIOFIN approach** at the subnational level by:

- ✓ Doing policy and institutional analysis
- ✓ Linking activities with State Biodiversity Strategies and,
- ✓ Developing financial solutions.

Can you tell me how do you work at the **subnational level**?

Which are the most **common solutions** or results among Mexican subnational states?

Hmmm ... Those are:

- Carbon and climate change taxes.
- Voluntary Carbon Markets (forest protocols)
- Strengthening public state funds, trust funds, and private local funds.
- Green Investment Offices

4. Where are we working at?

Since 2019, BIOFIN Mexico has been providing technical assistance to subnational entities ... mainly to those with **SBSAP**.



Did you know this?

With this finance solution we are:

- Generating a return of investment of **1:120** approx.
- Generating alliances with **different counterparts**.
- Financing **protected areas** and **OECM**.
- Fostering **conservation** and **restoration** of forest landscapes.
- **Generating capacities** within subnational governments.
- Aligned with **objectives 10, 15** and **19** of the **GBF**.

5. Main challenges and solutions

Challenge

Not a single solution for all states.

Lack of specialized resources.

Changes in administration/political will.

Solution

Development of finance guidelines/manuals.

Design of innovative financial mechanisms

Modifications in legislation and regulation.

6. Key recommendations

Always remember to look for...

Scalable solutions ↗

Common barriers ↻



Political will (and times)

time to develop changes ⌚



Not start from zero (look to engage to current efforts)

Strategic alliances