Conference on Forests and Common Lands Rights, Conflicts, FRA and PESA

Collective Forest Tenure Reform under Village Democracy Overview and Preliminary Analysis

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Dec 18, 2012, New Delhi, India
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Significance of the Reform

- A step toward completion of rural land reform
 - 120 million ha of registered agricultural land
 - But, 167 million ha of registered forestland owned collectively (62% nat'l total)
 - Reform affected 147 million ha forestland
 - Livelihood of ~70 million rural households
- Closure to China's New Countryside Initiatives
 - Ag land reform
 - Free election of adm village government
 - Financial transfer
 - Collective forest reform

Potential Impacts

- Forest Management
 - Incentives for farmer and private sector investment
 - Better protection
 - Higher productivity
 - Forest policy reform
 - International supply chain
- Farmer Livelihood
 - Income and income structure
 - Labor allocation
 - Capacity for investment
- Social and Political Stability
 - Equity
 - Relationship between farmers and government
 - Village governance

Policy and Research Questions

How the reforms were conducted at County\Township\Village Level

- --Are farmer forest tenure stronger?
- --Reform conducted with due process?
- --Stakeholder attitude?

What are the impacts?

- -- Do farmers harvest them all?
- -- Do farmers plant?
- --Are farmers better off directly?
- --Impacts on farmer labor allocation?
- --Impact on forestland market?
- --Impact on farmer social organization?
- --Impact on State Forest Reform?

Needs for future policy and regulatory adjustment/reform?

- --Forest regulation reform? Logging quota?
- --Regulation on forestland transfer/market.
- --Regulation on farmer association.
- --Policy on farmer financing

Forest Tenure in China

- Two ownership types
 - State
 - ~42% forest area and 68% volume;
 Managed by state forest enterprises and farms
 - Collective
 - 58% area and 32% volume
 - Growing share of timber production
 - Diversified management schemes

Two Rounds of Tenure Reform in Collective Forests

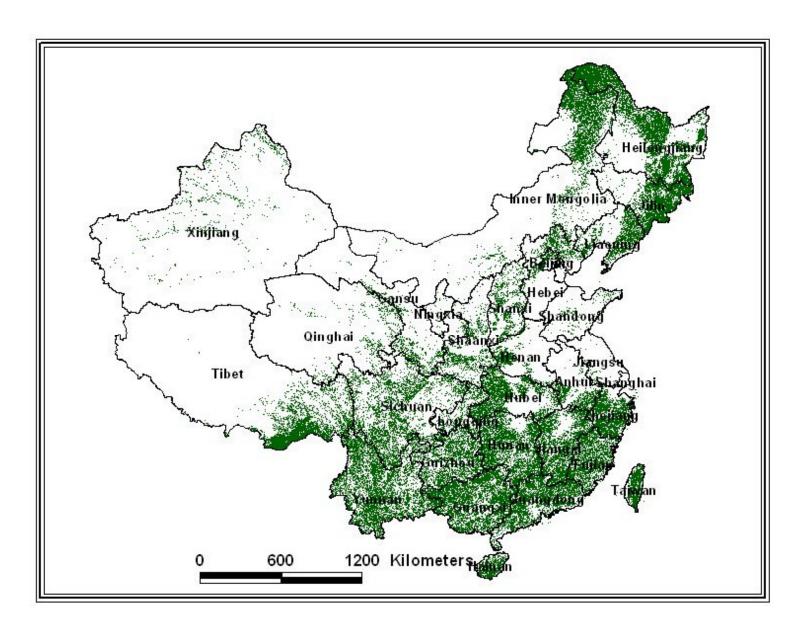
- First Round: 1981-1986
 - A fluctuating process
 - Different level of progresses among provinces
 - Tenure remains controversial Issue
- Second Round: 2000-,
 - 2003-2007, 14 provinces announced new reform policy
 - In July 2008, Central Government Reform Policy was declared, conclusion of the policy change process
 - By 2010, 20 provinces with reform policies

What's New

- Fujian
- Local Initiatives to National Consolidation
- "Village Autonomy"
- Longer contract
- Rich rights
- Forest Certificates

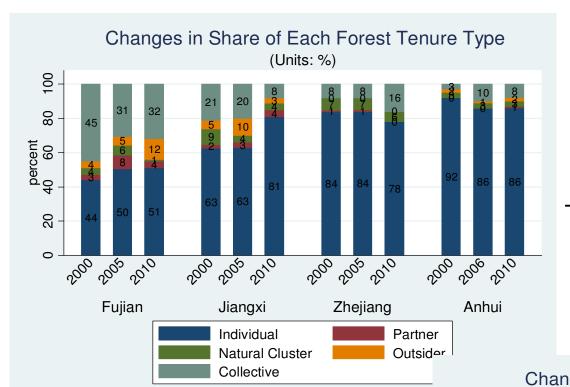
Two Rounds of Repeated Surveys

———时间 Time	省份 Province	县 County	乡 Town	村Village	农户 HH
2006. 3-4	福建 Fujian	12	36	72	720
2006. 5	江西 Jiangxi	5	15	30	300
2006. 10-11	浙江 Zhejiang	6	18	36	360
2007. 4	安徽 Anhui	5	15	30	300
2007. 4	湖南 Hunan	5	15	30	300
2007. 5-6	辽宁 Liaoning	5	15	30	300
2007. 5-6	山东 Shandong	5	15	30	300
2007.8	云南 Yunnan	6	12	30	600
总数 Total		49	141	288	3180



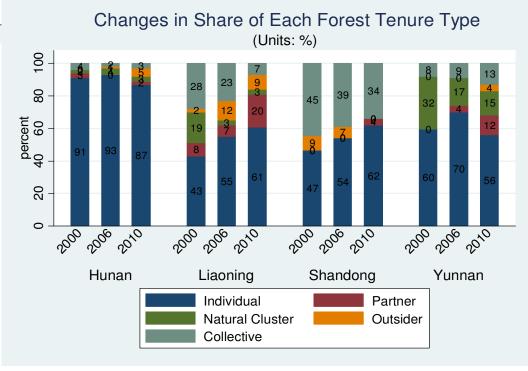
Forest Distribution in China



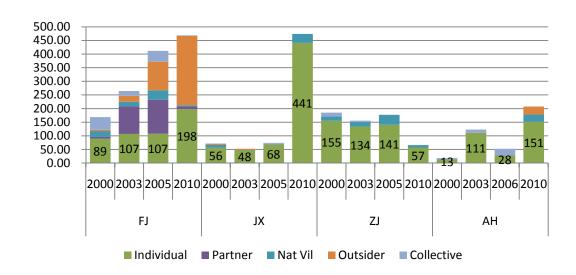


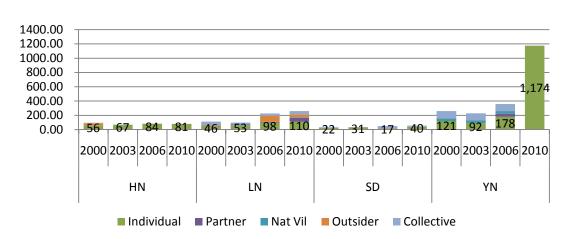
Progress of Reform

Tenure Share Change 2000-2010

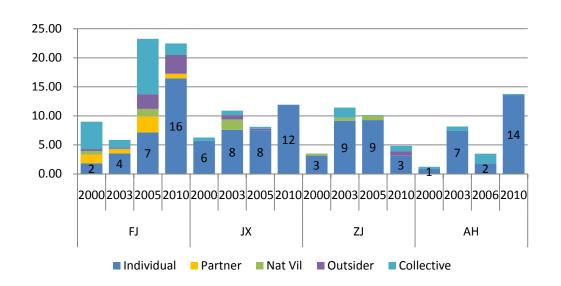


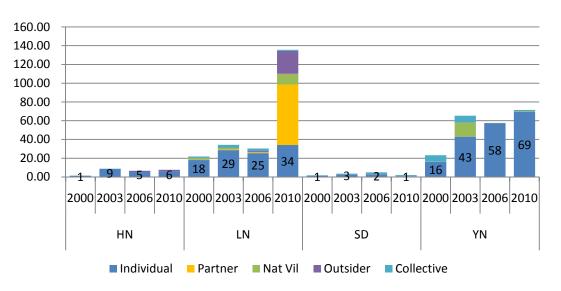
Annual Harvest by Villages (m3)



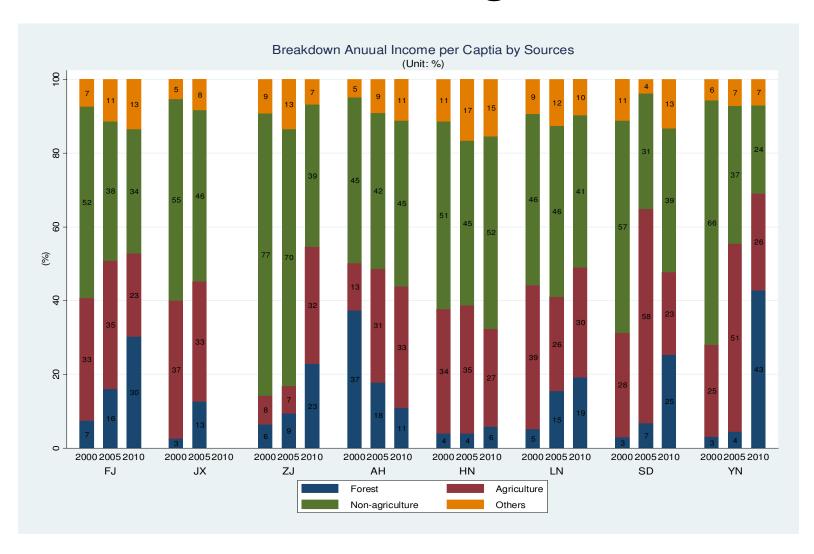


Annual Forestation by Villages (ha)





Income Structure Change 2000-2010

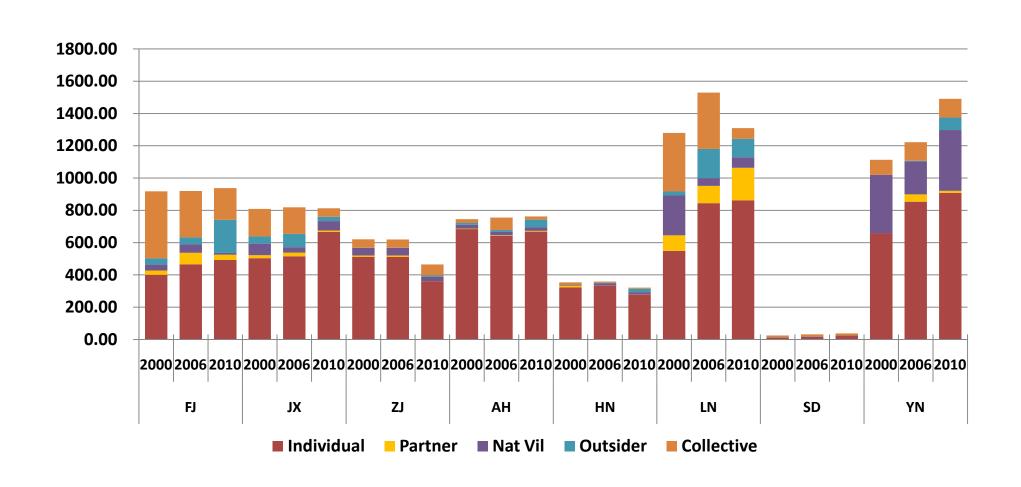


Results from Preliminary Analyses

- Tenure Choice
 - Dominated by rural governance structure
- Afforestation
 - Reform increased forestation area by 8%
- Labor Allocation
 - Safety net effect for better educated farmers
 - Labor tying effect for ordinary farmers
 - Enhance self-employment

Thanks!

Tenure Share Change (2000-2010) (village average, ha)



Rural p.c. Income Change 2000-2010

